

# MANAGEMENT REPORT and Financial Statements 2024



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# PRESENTATION

The 2024 Management Report and Financial Statements present the Company's results, in compliance with current regulations, such as Laws no. 6,404/76 and 13,303/16 and the Brazilian Securities and Exchange Commission (CVM) guidelines. Furthermore, the financial information contained in this report was also prepared in accordance with the best accounting practices adopted in Brazil and the International Financial Reporting Standards (IFRS) as well as B3's Level 2 of governance requirements.

The document encompasses the period from January 1<sup>st</sup> to December 31<sup>st</sup>, 2024. It is important to note that this report may contain forecasts that reflect only the expectations of our management and, therefore, Sanepar undertakes no obligation to update such forecasts in light of new information or future developments.

# MESSAGE FROM THE CEO

In 2024, Sanepar, Paraná's largest state-owned public Company, was voted the best utility in the world in terms of strategies and actions targeted at the universal access to sanitation and received the "SDG6 Champion" award for United Nations' Sustainable Development Goal 6: Clear Water and Sanitation. This accolade was awarded for the first time during the 2024 Global Water Summit, the world's flagship water and sewage sector event. To be recognized for our efforts to ensure the availability and sustainable management of drinking water and sanitation for all is a major achievement and strengthens our institution.

We understand that contributing to guaranteeing the health and quality of life of Paraná state's population is a great responsibility.

Today, our biggest challenge is the universalization of water and sewage services in the state of Paraná. We take pride in having achieved universal ac-

cess to treated water in all the municipalities served by Sanepar. However, although we are also very close to reaching universal access to sewage services, we still need to implement new systems and expand collection networks. We expect to achieve the universalization target before the deadline set out in the Legal Framework.

Also considering the new scenarios outlined in the legal framework, we have implemented the largest investment program in our history: BRL 11.8 billion will be invested by 2029 in projects to ensure we maintain the treated water service index at the same level, reduce water losses, and implement and expand sewage collection and treatment systems. Our robust investment plan maintains Paraná's position as a benchmark in sanitation, contributes to the economy in all regions of the state and creates jobs and income in the municipalities. A recent study by the Paraná Institute for Economic and Social

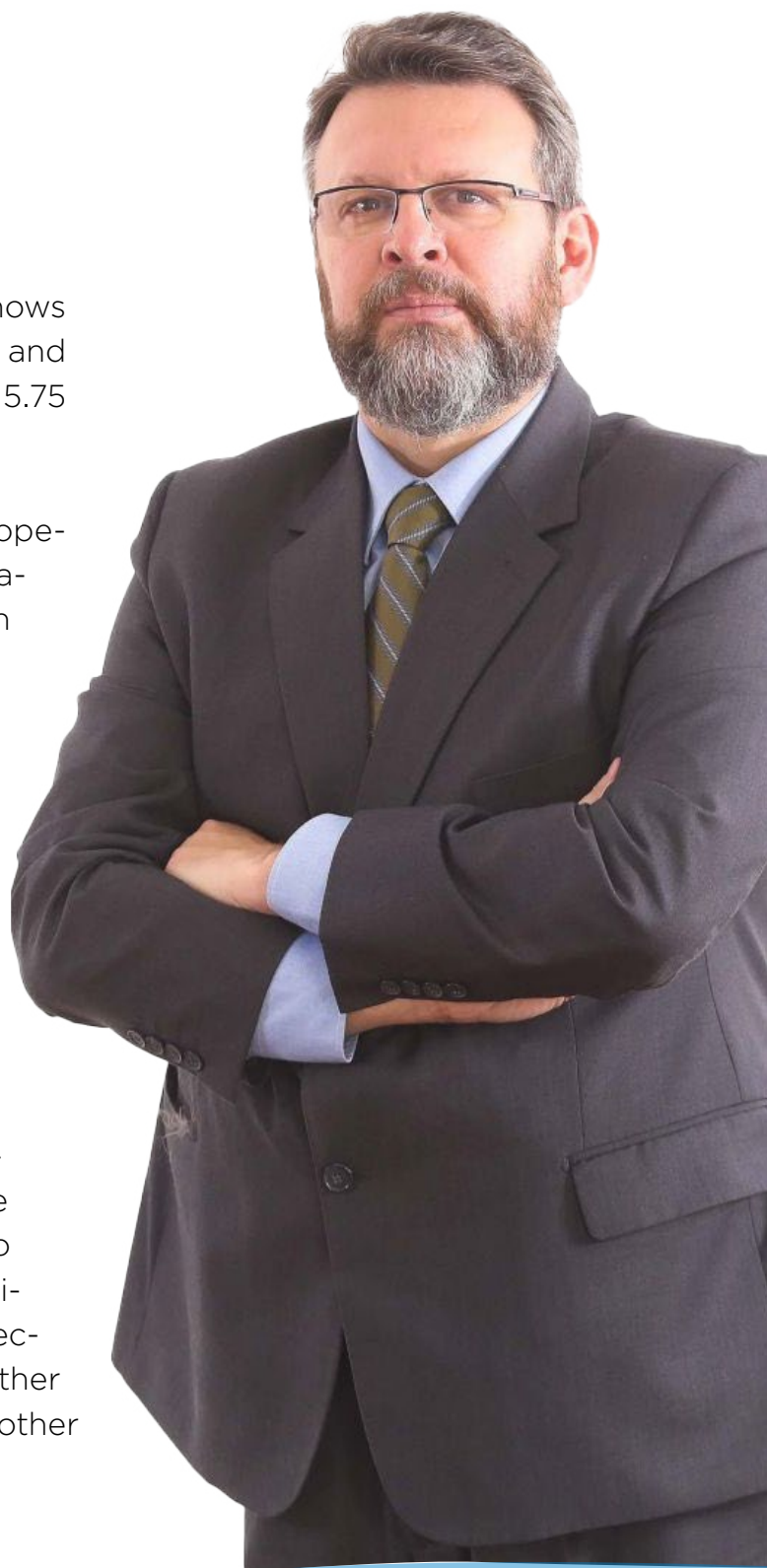
**We expect**  
to achieve the  
universalization  
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the deadline set  
out in the Legal  
Framework

Development (IPARDES, in Portuguese) shows that the Company's investments (projects and costs) increased the state's GDP by BRL 5.75 billion and created 78,000 jobs in 2023.

We understand that this requires strong operational performance and responsible management of the environmental risks to which we are exposed.

Our growth and development strategy for operating in the utilities market, which is also open to private companies, is grounded on the pursuit of effective results and the commitment to universal access, to quality services and to meeting the needs of the Granting Authority and our shareholders.

In 2024, we moved forward with public-private partnerships (PPPs). In 2023, we signed the first contract with Saneamento Consultoria to serve the Center-Coast Microregion, with a 30.61% discount and projected investments of BRL 773 million. The other two microregions will be served by three other



**Wilson Bley Lipski**  
Sanepar's CEO

PPPs, auctioned in September 2024, and won by Saneamento Consultoria, Acciona and Iguá Saneamento, which will invest in universal access to sewage services in 112 municipalities in Paraná.

Our financial strength was also recognized by rating agencies Fitch and Moody's, which reaffirmed our AAA (bra) rating, with a stable outlook, mainly due to strong credit metrics, a prudent financial policy and a favorable regulatory environment. For the eleventh time – and seventh consecutive year – our financial statements have received awards: the 2023 documents received the Transparency Award and were selected as a highlight among companies with net revenue between BRL 5 billion and BRL 20 billion. This accolade is bestowed by the National Association of Finance, Administration and Accounting Executives (Anefac, in Portuguese).

In 2024, we also completed our 14<sup>th</sup> bond issue, raising BRL 600 million in debentures with sustainable and blue stamp to finance water supply and sanitary sewage projects, and continued to be part of B3's Corporate Sustainability Index (ISE) portfolio. The decision to participate in this index corroborates and strengthens the Company's ESG (Environmental, Social and Governance) efforts.

We provide utility services and the Company's financial health is important for maintaining our activities. Our services directly contribute to public health and the population's social inclusion. We are committed to expanding the service network, with reasonable tariffs, and, there-

fore, we have a well-developed tariff structure, which guarantees a tariff that covers the Company's costs and investments, recognized in its regulatory asset base, offering greater predictability and transparency in tariff adjustments.

The provision of water and sewage services is essential to sustainable development. Providing universal access to these services at affordable prices, in an efficient and environmentally responsible manner is our greatest challenge, and one that has required creative solutions and innovation.

**Our robust investment plan maintains Paraná's position as a benchmark in sanitation, contributes to the economy in all regions of the state and creates jobs and income in the municipalities.**

In 2024, we must highlight the new initiatives developed Under the Sanepar Startups, to accelerate innovative initiatives in the sanitation industry.

On the topic of waste, sewage sludge is currently treated as an input for energy production or fertilizer for agriculture. Transforming this waste into inputs for a circular and productive chain is an example of innovation and sustainability.

Geared towards reducing water losses, we have implemented two new systems: one using Israeli satellite technology to identify hidden leaks in the distribution network, which is already in operation in São José

dos Pinhais; and another, closer to the community, which identifies losses at the entrance of consumer units.

We are also making progress in the acquisition of electricity on the free energy market to supply 887 units, which account for 90% of our energy consumption. Currently, 420 of these units are already implemented and these contracts represent estimated savings of BRL 620 million over five years.

On the social front, in 2024, we worked on the implementation of a Voluntary Redundancy Plan (PDV, in Portuguese). Eligible employees are expected to join the program in early 2025. We value our staff on a daily basis by implementing initiatives and building close and transparent

relationships with all employees. In 2024, we also held a civil service exam aimed at renewing and optimizing our workforce. Filling new vacancies and adapting internal career opportunities in a structured and strategically coordinated manner will ensure our business continuity.

Given this scenario, I would like to thank our employees for their dedication and our customers, partners, investors, the Paraná State Government, microregions and municipalities for their trust.

In this report, we present our 2024 performance.

**Enjoy your reading!**

**Tietê Reservoir**  
Fazenda Rio Grande



# 2024 HIGHLIGHTS

## Financial Capital

BRL **2.8** billion  
Cash Generation

BRL **1.9** billion  
Investments

BRL **10.8** billion  
Shareholders' Equity

**1.6** X EBITDA  
Net Debt

## Natural Capital



**852,063,078**  
m<sup>3</sup> distributed



**836,245,902**  
KWh Energy resources  
estimated

## Intellectual Capital



**1,058,742**  
training hours

## Social Capital

**89.2%**  
satisfaction with the call  
center service (0800)



## Manufactured Capital

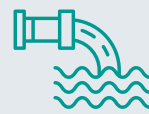


### WATER

**167** WTPs    **1,217** wells    **4** dams

**62,505 km**  
distribution network

**345** municipalities served    **3,483,526** water connections



### SEWAGE

**269** STPs    **43,447** km collection network

**2,585,670**  
sewage connections

**3** Sanitary Landfills  
urban solid waste

## Operating Data

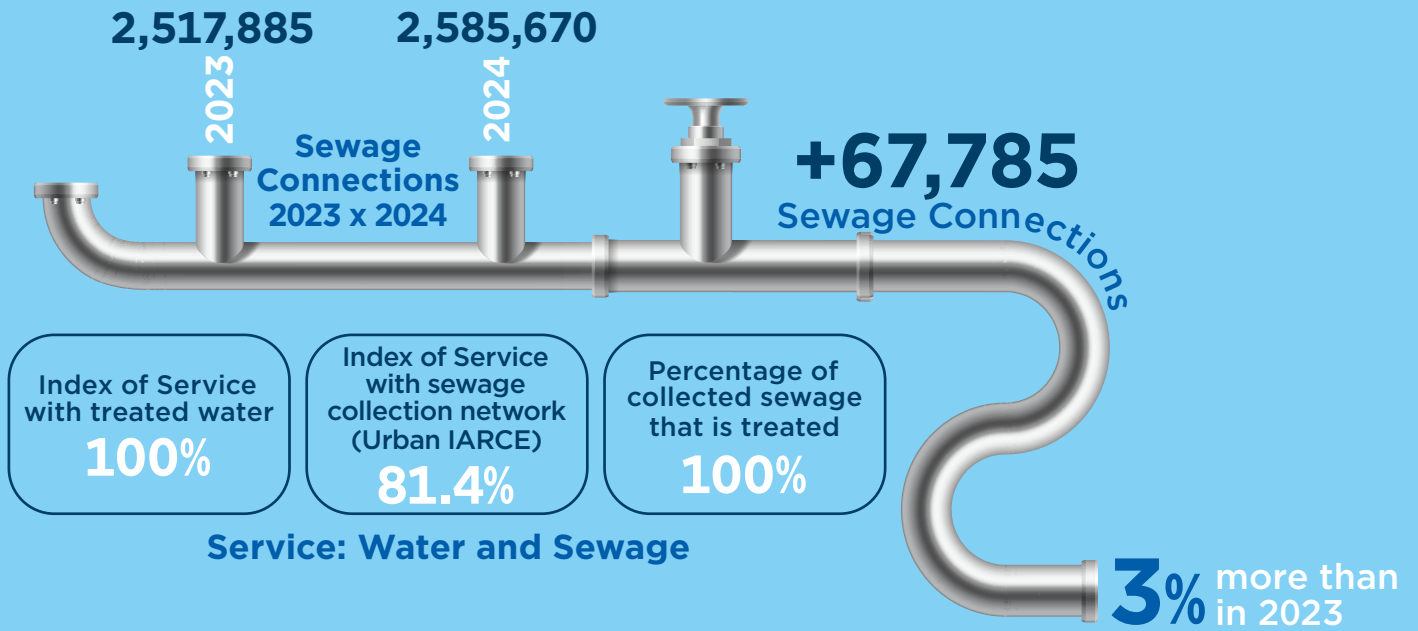
### Market

We present below the contracts as a % of the Company's Total Revenue, on December 31, 2024:

Municipalities	Contracts (% of Total Revenue)			Coverage index		Total Active Economies (thousand)	
	% of Total Revenue	Remaining Concession Term	Remaining Concession Term	Water	Sewage Collection	Water	Sewage
Curitiba	22.0%	23.4 years	Water and Sewage	100%	99.2%	848.6	838.0
Londrina	7.2%	23.4 years	Water and Sewage	100%	99.1%	256.8	257.1
Maringá	5.4%	15.7 years	Water and Sewage	100%	100.0%	176.4	198.1
Ponta Grossa	3.8%	23.4 years	Water and Sewage	100%	92.6%	165.0	151.9
Cascavel	3.7%	23.4 years	Water and Sewage	100%	100.0%	138.3	153.0
Foz do Iguaçu	3.5%	23.4 years	Water and Sewage	100%	83.8%	124.8	104.9
São José dos Pinhais	2.8%	23.4 years	Water and Sewage	100%	89.5%	122.3	107.9
Colombo	1.8%	23.4 years	Water and Sewage	100%	77.2%	89.0	68.3
Guarapuava	1.7%	23.4 years	Water and Sewage	100%	88.3%	73.4	63.3
Toledo	1.6%	23.4 years	Water and Sewage	100%	92.5%	66.0	60.0
Other Municipalities	46.5%					2,260.9	1,482.4
<b>Total</b>				<b>100.0%</b>	<b>81.4%</b>	<b>4,321.5</b>	<b>3,484.9</b>

Londrina  
Tibagi Catchment





### Water Connections

Type of Connection	2020	2021	2022	2023	2024
Residential	2,976,232	3,043,774	3,097,925	3,131,292	3,160,438
Commercial	233,696	240,203	247,400	251,516	256,312
Industrial	13,272	13,551	13,778	13,776	13,740
Public Utility	23,861	23,987	24,250	24,912	24,882
Public Authorities	26,750	26,926	27,333	27,404	28,154
<b>Total</b>	<b>3,273,811</b>	<b>3,348,441</b>	<b>3,410,686</b>	<b>3,448,900</b>	<b>3,483,526</b>

### Sewer connections

Type of Connection	2020	2021	2022	2023	2024
Residential	2,088,213	2,152,949	2,211,364	2,276,921	2,337,952
Commercial	184,259	190,128	196,595	202,135	207,873
Industrial	5,599	6,123	6,291	6,432	6,573
Public Utility	15,467	15,678	16,034	16,705	16,947
Public Authorities	14,600	14,818	15,304	15,692	16,325
<b>Total</b>	<b>2,308,138</b>	<b>2,379,696</b>	<b>2,445,588</b>	<b>2,517,885</b>	<b>2,585,670</b>

## OPERATIONAL PERFORMANCE

### Progression of Measured Water Volume

Measured Water Volume (million m <sup>3</sup> )	2020	2021	2022	2023	2024
Residential	435.9	428.5	433.4	456.5	475.2
Commercial	36.3	36.7	39.8	42.8	45.2
Industrial	11.6	13.7	11.8	11.4	12.3
Public Utility	4.5	4.6	5.3	5.6	5.9
Public Authorities	15	14.7	18.3	19.6	21.7
<b>Total</b>	<b>503.3</b>	<b>498.2</b>	<b>508.6</b>	<b>535.9</b>	<b>560.3</b>

### Progression of Billed Water Volume

Billed Water Volume (million m <sup>3</sup> )	2020	2021	2022	2023	2024
Residential	453.6	447.9	454	476.9	494.7
Commercial	39.8	40.3	43.6	46.7	49.0
Industrial	13.3	14.3	14	11.6	12.5
Public Utility	3.8	3.9	4.3	4.5	4.8
Public Authorities	15.3	15.1	18.7	19.9	22.0
<b>Total</b>	<b>525.8</b>	<b>521.5</b>	<b>534.6</b>	<b>559.6</b>	<b>583.0</b>

### Progression of Billed Sewage Volume

Billed Sewage Volume (million m <sup>3</sup> )	2020	2021	2022	2023	2024
Residential	342.9	342	350.9	374.3	394.2
Commercial	35.5	36.5	40.3	43.6	46.3
Industrial	2.9	3.2	3.6	3.8	4.1
Public Utility	3.2	3.3	3.7	4.0	4.3
Public Authorities	11.7	11.5	14.4	15.4	17.1
<b>Total</b>	<b>396.2</b>	<b>396.5</b>	<b>412.9</b>	<b>441.1</b>	<b>466.0</b>

## Progression of Water Loss per Connection Index\*

Water Loss per Connection Index (IPL)	2020	2021	2022	2023	2024
	219.86	210.81	222.23	217.56	223.11

\*There has been a change in the calculation methodology. Historical figures were restated and disclosed to the market in the quarterly reports.

## Water and Sewage: Overall Data

Water	2020	2021	2022	2023	2024
Water Economies	4,087,719	4,170,413	4,236,728	4,277,957	4,321,469
# Water Treatment Plants	168	168	168	168	167
# Wells	1,154	1,247	1,180	1,191	1,217
# Surface Abstraction Points	232	236	234	231	227
Laid network (km)	57,503	59,070	60,077	61,396	62,505
Volume Produced m <sup>3</sup>	766,106,638	750,475,130	785,378,020	812,102,342	853,193,982
Billing Losses %	31.41%	30.51%	31.93%	31.15%	31.67%
Revenue Delinquency Rate %	2.80%	3.33%	3.36%	-2.4%	0.71%

Water*	2024 (1)	2023 (2)	Var. (1/2)	2022 (3)	Var. % (2/3)
Economies served with distribution network	4,321,469	4,277,957	1.0%	4,236,728	1.0%
# Water treatment plants	167	168	0.6%	168	0.0%
# Wells	1,217	1,191	2.2%	1,180	0.9%
# Surface abstraction points	227	231	-1.7%	234	-1.3%
Laid network (km)	62,505	61,396	1.8%	60,077	2.2%
Volume produced (m <sup>3</sup> )	853,193,982	812,102,342	5.1%	785,378,020	3.4%
Billing losses -%	31.67	31.10	0.57 p.p.	31.93	-0.83 p.p.
Revenue Delinquency Rate %	0.71	-2.42	3.13 p.p.	3.36	-5.78 p.p.

Sewage	2020	2021	2022	2023	2024
Sewage Economies	3,114,750	3,210,059	3,296,674	3,394,421	3,484,890
# Sewage Treatment Plants	255	258	261	265	269
Laid network (km)	38,464	39,660	40,733	42,156	43,447
Volume Collected m <sup>3</sup>	377,326,945	375,586,933	390,688,459	419,869,134	445,305,597

Sewage	2024 (1)	2023 (2)	Var. (1/2)	2022 (3)	Var. % (2/3)
Economies served with collection network	3,484,890	3,394,421	2.7%	3,296,674	3.0%
# sewage treatment plants	269	265	1.5%	261	1.5%
Laid network (km)	43,447	42,156	3.1%	40,733	3.5%
Volume collected m <sup>3</sup>	445,305,597	419,869,134	6.1%	390,688,459	7.5%

Market	2020	2021	2022	2023	2024
Water Coverage Index	100%	100%	100%	100%	100%
Sewage Collection Coverage Index	75.1%	77.3%	78.9%	80.2%	81.4
Active Water Economies	4,087.7	4,170.4	4,236.7	4,277.9	4,321.5
Active Sewage Economies	3,114.8	3,210.1	3,296.7	3,394.4	3,484.9

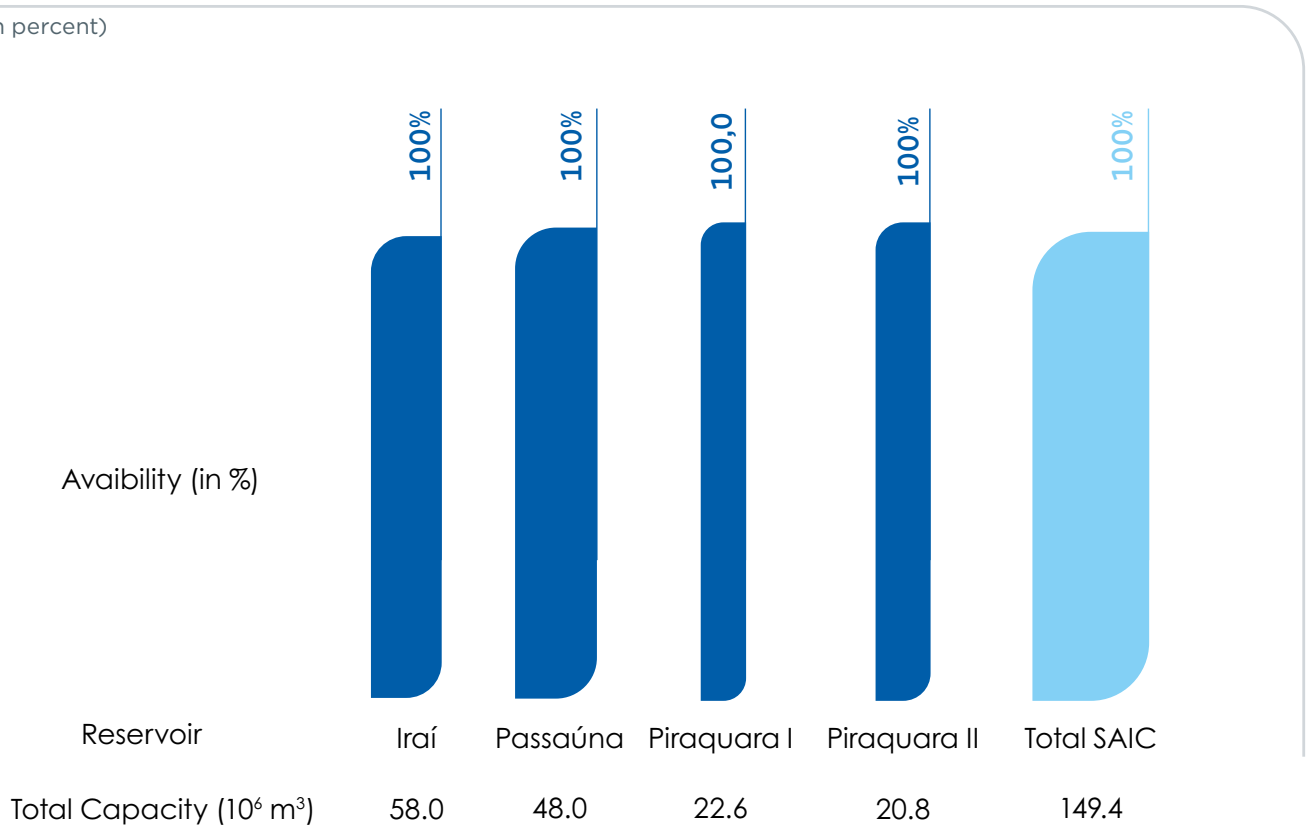
## Available Volumes

The Company abstracts water from surface and underground sources; however, the main source is surface water, which includes rivers, lakes and reservoirs. This water can be stored in dams, which are large reservoirs, to meet consumption needs in regions with great concentration of people, guaranteeing regular supply and meeting extraordinary daily demands.

The Curitiba Integrated Supply System (SAIC, in Portuguese) is responsible for distributing water to the Paraná state capital and its metropolitan area. The average volume available in the SAIC encompasses the Piraquara I, Piraquara II, Iraí and Passaúna dams. On December 31, 2024, the average reservoir volume was 100%.

### SAIC Dam Levels on 12/31/2024

(in percent)



In the municipality of Foz do Iguaçu, Sanepar uses water from the Itaipu Binacional hydroelectric dam on the Paraná River.

PURPOSE,

# MISSION, VISION AND VALUES

**The Company** actively encourages its employees to make suggestions and adopt innovative solutions in all areas and processes.

In order to make processes, techniques and material consumption more efficient, Sanepar seeks innovation, in line with the necessary investments to meet service universalization targets with quality and preserving its economic

and financial balance. As part of the Company's culture, Sanepar actively encourages its employees to make suggestions and adopt innovative solutions in all areas and processes.







## Purpose

Bring health to the population in a sustainable way.



## Vision

Be a national and international benchmark for environmental sanitation.



## Mission

Ensure the provision of environmental sanitation in a sustainable and innovative way.



## Values

**Responsibility** - Be responsible for one's own actions and decisions, committed to the Company's goals.

**Innovation** - Search for new solutions, aiming at efficiency and universalization of environmental sanitation.

**Competence** - Carry out professional duties supported by knowledge, skills and assertive attitudes.

**Respect** - Act in a correct manner, respecting diversity, society and the environment.

**Commitment** - Act in a dedicated and committed way with the Company's principles, values and vision.

**Professionalism** - Perform one's duties with dedication, ethics and respect.

**Transparency** - Clearly and truthfully act and report.

**Ethics** - Act in accordance with values that guide an upright, transparent, and honest conduct.

# LEGAL FRAMEWORK FOR SANITATION

**The main innovation** introduced by the New Legal Framework, however, was the imposition of targets regarding the universalization of services

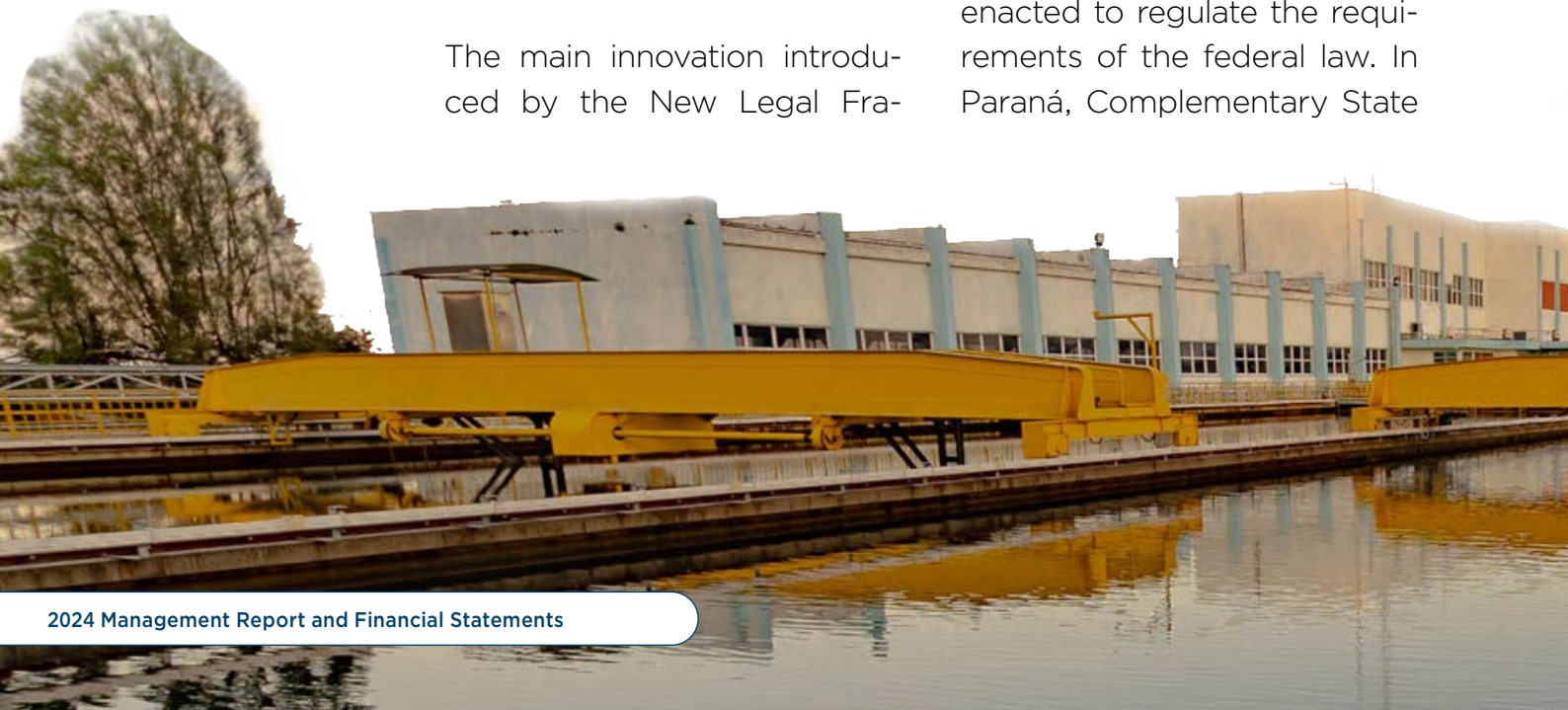
Basic sanitation is essential for public health, the environment and the socio-economic development of society. Furthermore, all human beings have the right to basic sanitation as set out in the constitution, as part of fundamental rights. Therefore, it is a core pillar for sustainable development and improving quality of life.

Since July 2020, Brazil has had a New Legal Framework for Basic Sanitation. Federal Law No. 14,026/2020, which updated Law No. 11,445 of 2007, introduced new concepts such as incentives to managing basic sanitation services at regional level.

The main innovation introduced by the New Legal Fra-

mework, however, was the imposition of targets regarding the universalization of services: 99% of the population should have access to drinking water and 90% to sewage collection and treatment, by December 31, 2033. The National Water Agency (Agência Nacional de Águas - ANA, in Portuguese), linked to the Ministry of the Environment and Climate Change (MMA, in Portuguese), became a federal regulatory agency and is responsible for enacting reference standards for the sanitation industry.

After the New Legal Framework came into force, new state laws and decrees were enacted to regulate the requirements of the federal law. In Paraná, Complementary State



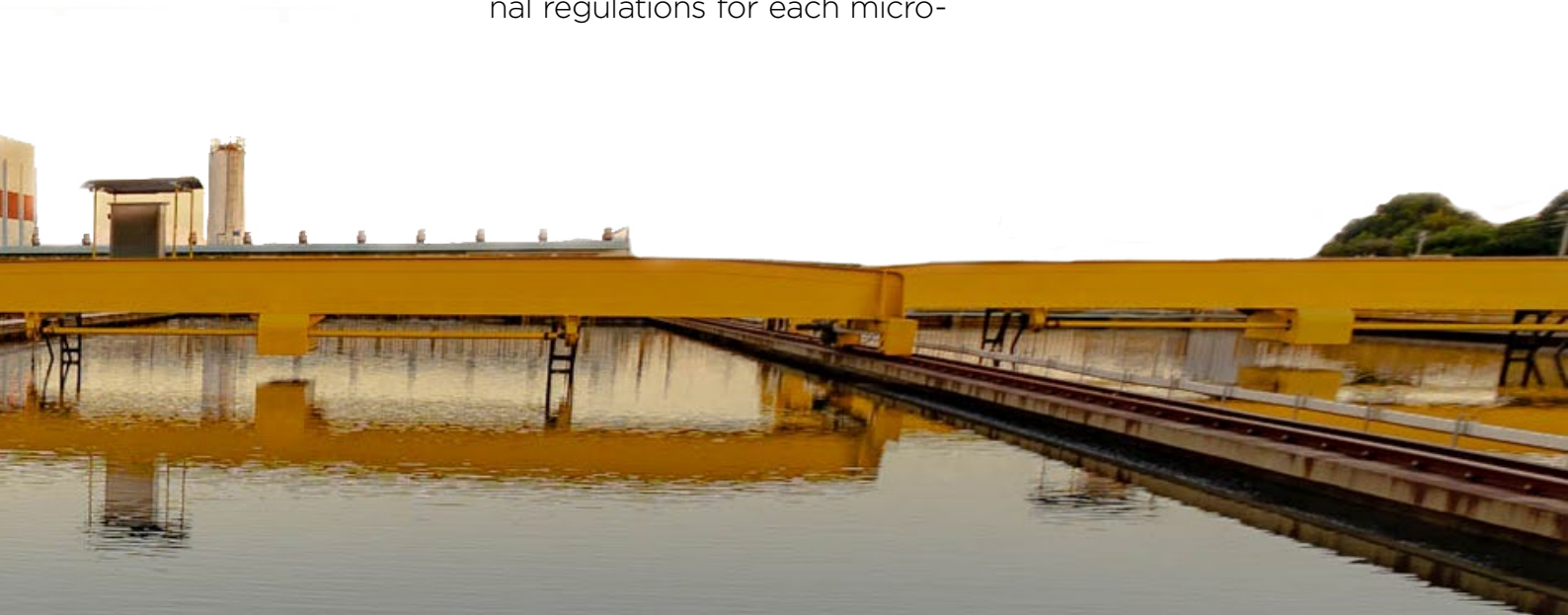
**These Microregions** were created to support the municipalities in the regularization of new legislation.

Law No. 237, of July 9, 2021, created the West, Center-East and Center-Coast microregions for the rendering of drinking water distribution and sewage services in the State, with their respective governance structures. These Microregions were created to organize sanitation service rendering on a regional level and support the municipalities in their efforts to ensure universal access to water and sewage services, as set forth in the new legislation. The law encompasses the 399 municipalities in Paraná state, 345 of which are served by Sanepar.

State Decrees no. 8,924/2021, 8,925/2021 and 8,926/2021, published on October 1, 2021, implemented provisional internal regulations for each micro-

region. The final regulations would only be unanimously approved at the 5<sup>th</sup> General Meeting of each Microregion, held in July 2023.

Also with regard to the Microregions regulations, on March 30, 2022, the General Meetings of the Water and Sewerage Paraná Microregions (MRAE-1, MRAE-2 and MRAE-3) approved the inclusion of the resolutions provided for in article 11-B of Federal Law No. 11,445/2007, amended by Federal Law No. 14,026/2020, which determine that contracts for rendering public basic sanitation services must set universalization targets in contractual amendments to the Concession/Program Contracts.



In the same context, in order to implement the New Legal Framework, in 2023, the federal government revoked Federal Decree 10,710/21, which established rules for proving the economic and financial capacity of companies rendering water supply and sewage services. Two other federal decrees, no. 11,598 and 11,599, in turn, authorized contract terms extension.

In 2023, three important decisions had a direct effect on Sanepar. The first came in October, when the 6th Extraordinary and General Meeting of the Water and Sewage Paraná Microregions (MRAE-1, MRAE-2 and MRAE-3) decided to standardize and extend the term of the contracts of 319 municipalities served by the Company until June 2048, in order to preserve tariff affordability until universalization is reached. This group of municipalities accounts for 95% of the Company's revenue and includes the municipality of Maringá (non-uniform term), whose amendment extending concession term until August 2040 is under legal discussion.

In another decision, in November 2023, the 7th Extraordinary and General Meeting of

the Center-Coast (MRAE-1), Center-East (MRAE-2) and West (MRAE-3) Microregions approved Sanepar's request for the adjustment and regularization of 25 provisional contracts through direct rendering of services at regional level, with a standardized term until June 2048, in order to meet the universalization targets for water and sewage services, in accordance with the New Legal Framework, while ensuring tariff affordability. These 25 municipalities account for approximately 5% of Sanepar's total revenue.

Lastly, in December 2023, Board of Directors of the Regulatory Agency for Delegated Public Services of Paraná (AGEPAR, in Portuguese), at an extraordinary meeting, resolved on Sanepar's request for proof of economic and financial capacity, also in compliance with the new federal law, and decided to attest, in the first and second stages, to the Company's economic and financial capacity to meet the legal targets in the 345 municipalities where it operates.

In June 2024, the federal government enacted Law No. 14,898/2024, which created

**The creation of the TSAE** guaranteeing a 50% discount on the tariff for the first consumption band for low-income families.

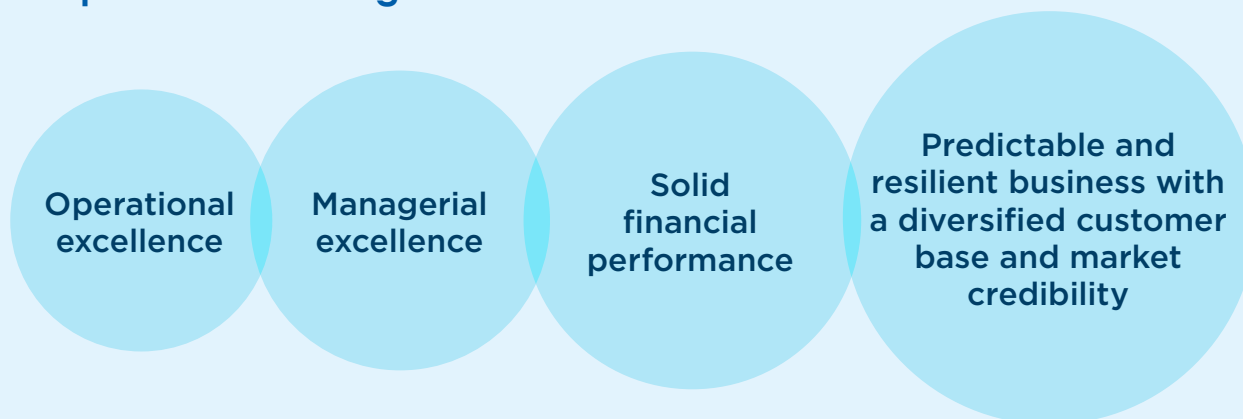
the Social Water and Sewerage Tariff (TSAE, in Portuguese) throughout the country, guaranteeing a 50% discount on the tariff for the first consumption band (15 m<sup>3</sup>) for low-income families who are registered with the Unified Registry (*Cadastro Único*) or who have disabled or elderly members receiving the Continuous Cash Benefit (*Benefício de Prestação Continuada*, or BPC, in Portuguese). The new law came into force on December 10, 2024, and

from then on service providers have up to 24 months to implement the Social Tariff. Since 2004, Sanepar has been offering the *Água Solidária* Program, focused on low-income families identified in partnership with Paraná's State Justice, Family and Labor Department (Sejuf, in Portuguese), under the scope of Social Tariff. The program benefited 383,387 thousand families and benefits granted totaled BRL 383.3 million in 2024.



# FINANCIAL CAPITAL

## Competitive Advantages



### OUTPUTS / DELIVERIES

**4.3 million**  
active water economies

**99.9% compliance**  
rate of distributed water

**81.4% sewage**  
network coverage

**100% of collected**  
sewage treated

**3.5 million**  
active sewage economies

**64.2 thousand tons**  
of treated waste per year

### OUTCOMES/VALUE CREATION

**High conformity to potability**  
standard index (99.9%)

**Sewage collection service index**  
above national average, with a positive impact on the health and quality of life of customers

**Dividend payment**  
and cash generation

**Impact management**  
and environmental compliance

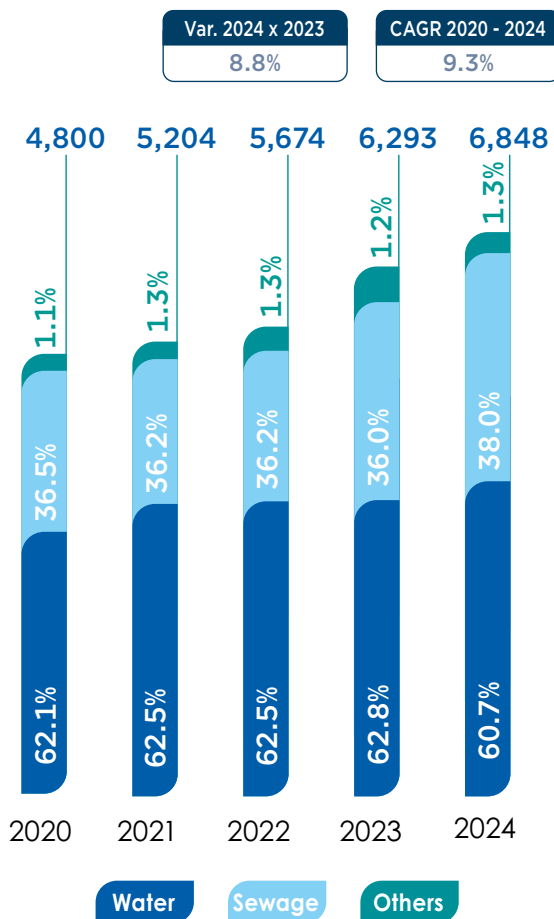


## Net Revenue

In 2024, net operating revenue was BRL 6.8 billion, moving up 8.8% from 2023, mainly driven by the following factors: tariff adjustment of 2.9577% as of May 17, 2024; higher water and sewage billed volume; and an increase in the number of connections.

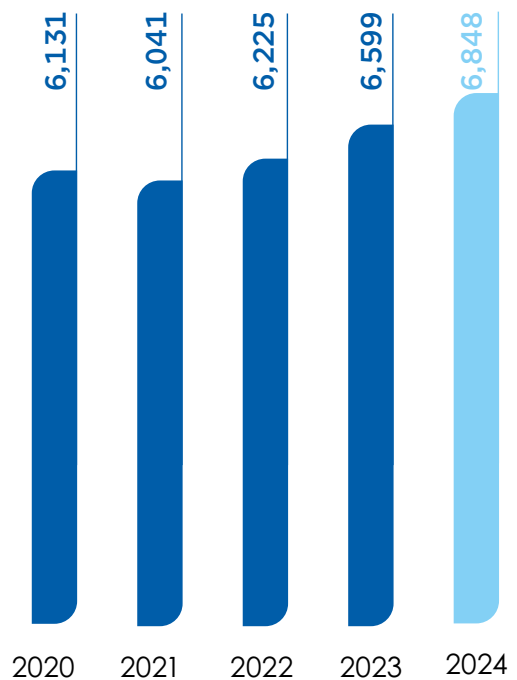
In the period, the Company expanded its services and installed 34,600 new water connections and 67,800 new sewer connections, which contributed to the 4.2% and 5.6% increase in billed water and sewage volumes, respectively.

### Net Revenue (BRL|MM)



### Net Revenue in actual values (BRL|MM)

Amounts updated by the IPCA<sup>1</sup>



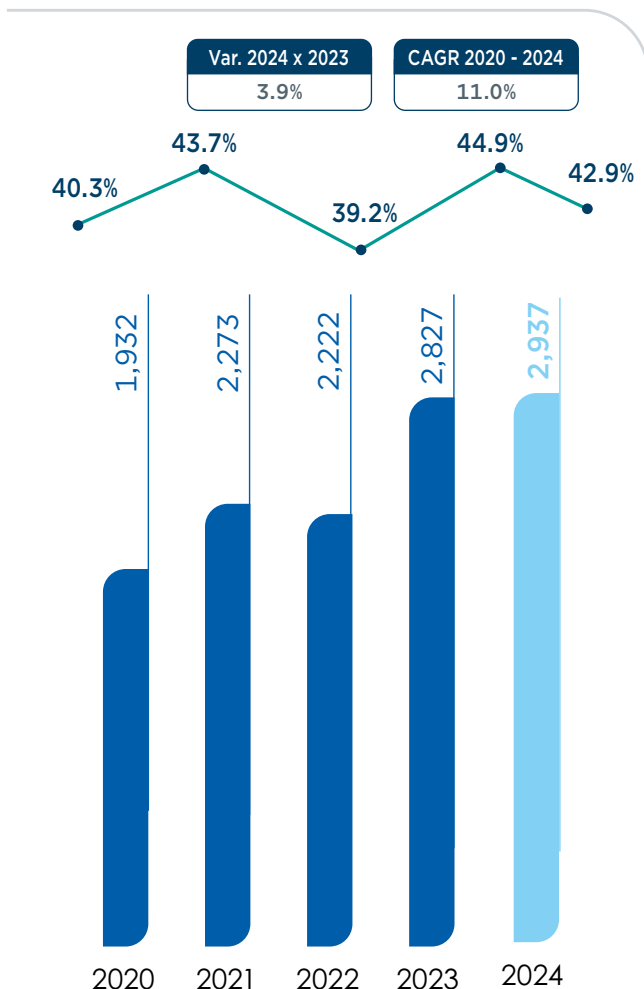
<sup>1</sup> IPCA IBGE 2020: 4.52% | 2021: 10.06% | 2022: 5.79% | 2023: 4.62% | 2024: 4.83%

## EBITDA and EBITDA Margin

In 2024, the Company's EBITDA amounted to BRL 2.9 billion, corresponding to a 42.9% Margin, moving down by 2.0 p.p. from 2023. Net Operating Revenue grew by 8.8%, while operating costs and expenses by 13.3%, mainly affected by severance pay costs, which increased by 204.2%; damages paid to third parties, which were up by 481.8%, related to the write-off of lawsuits; network maintenance services, which grew by 18.4%; and losses in credits recovery, which

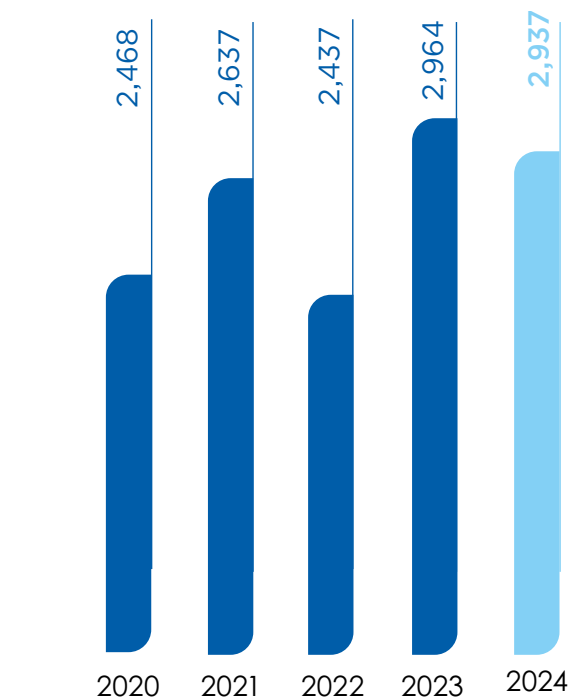
increased by 278.5% due to higher default from private customers. In 2023, the Credit Recovery Program for Active and Inactive Private Customers (RECLIP, in Portuguese) was on, which resulted in a provision reversal, impacting the comparison base. The Public-Private Partnership (PPP) for the operation of the sewage system in 16 municipalities in Paraná's Center-Coast Microregion began in February 2024, with operating costs of BRL 42.1 million.

EBITDA and EBITDA Margin (BRL|MM)



EBITDA in actual values (BRL|MM)

Amounts updated by the IPCA<sup>1</sup>



<sup>1</sup>IPCA IBGE 2020: 4.52% | 2021: 10.06% | 2022: 5.79% | 2023: 4.62% | 2024: 4.83%

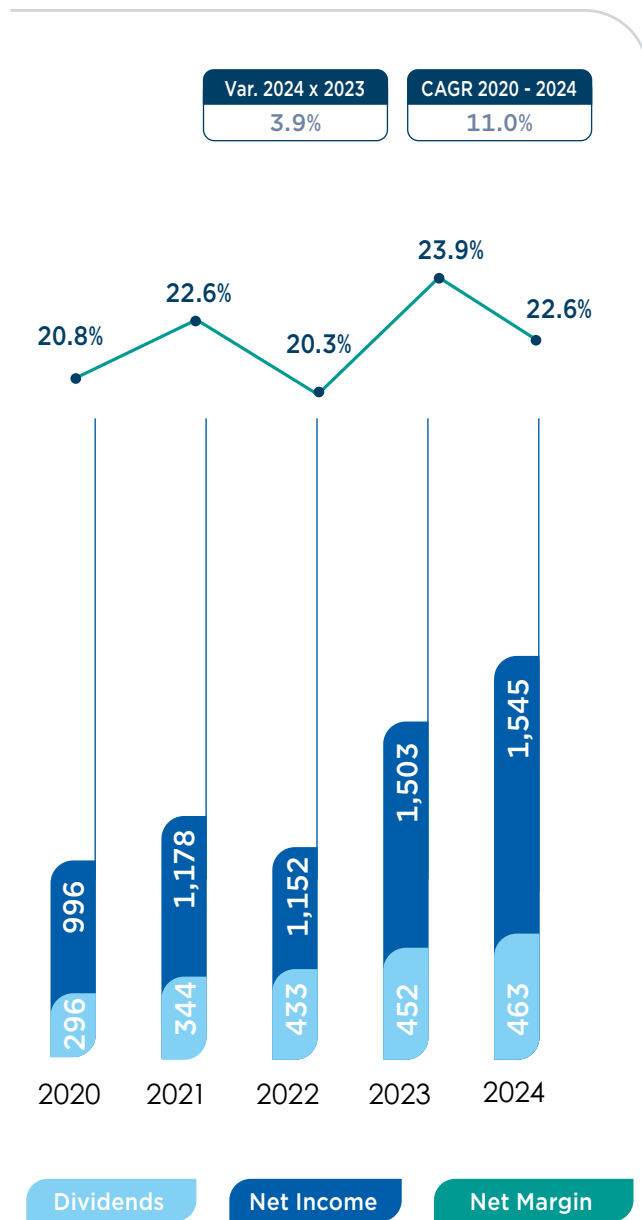


# Net Income and Net Margin

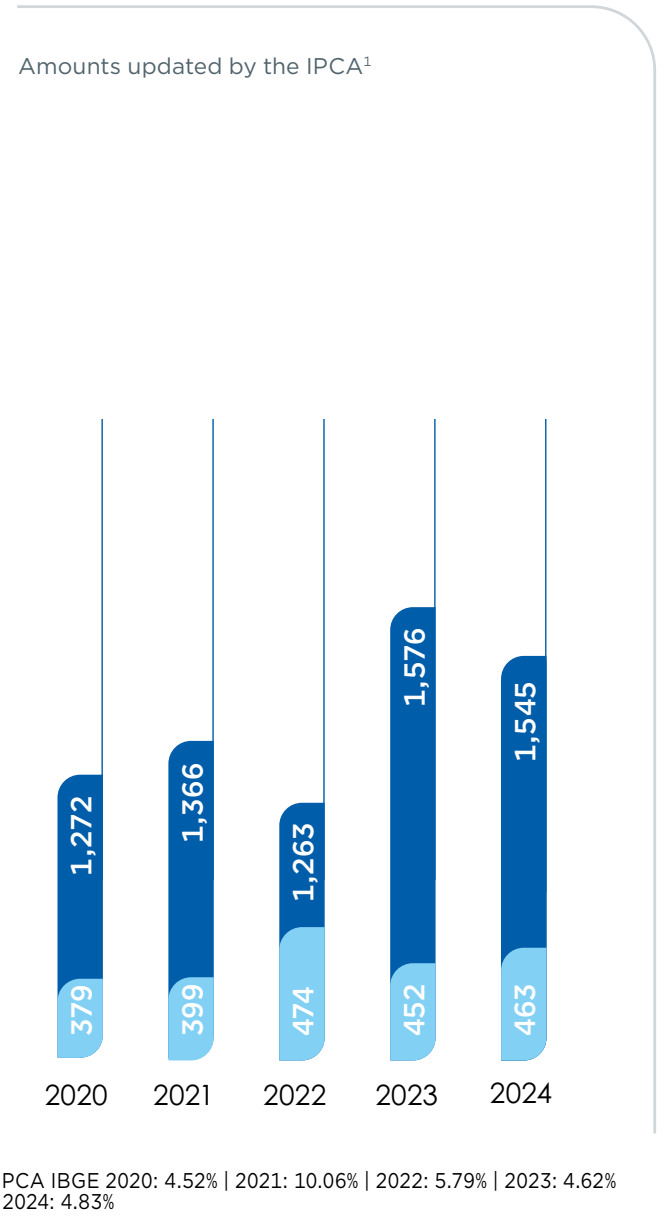
In 2024, Net Income was BRL 1.5 billion, moving up 2.8% from 2023. Net margin stood at 22.6%, down by 1.3 p.p due to an increase of 13.3% in operating costs and

expenses, offset by tax savings from credits to shareholders as interest on equity in lieu of mandatory dividends.

**Net Income, Dividends and Net Margin (BRL|MM)**



**Net Income, Dividends and Net Margin (BRL|MM)**

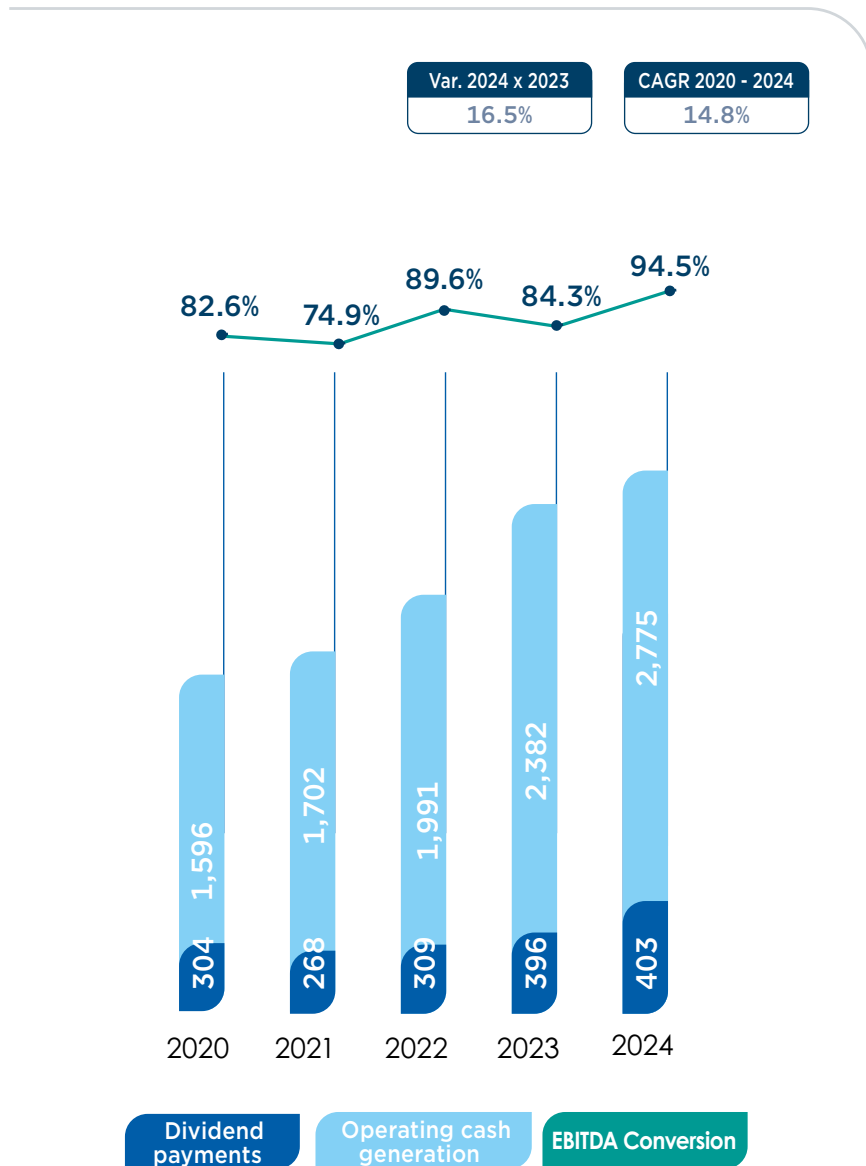


<sup>1</sup>IPCA IBGE 2020: 4.52% | 2021: 10.06% | 2022: 5.79% | 2023: 4.62% | 2024: 4.83%

# Operating Cash Flow Generation

Sanepar's operation generated cash flow of BRL 2.8 billion in 2024, moving up by 16.5% from 2023, while the Company paid BRL 403.1 million as shareholder compensation in the same period.

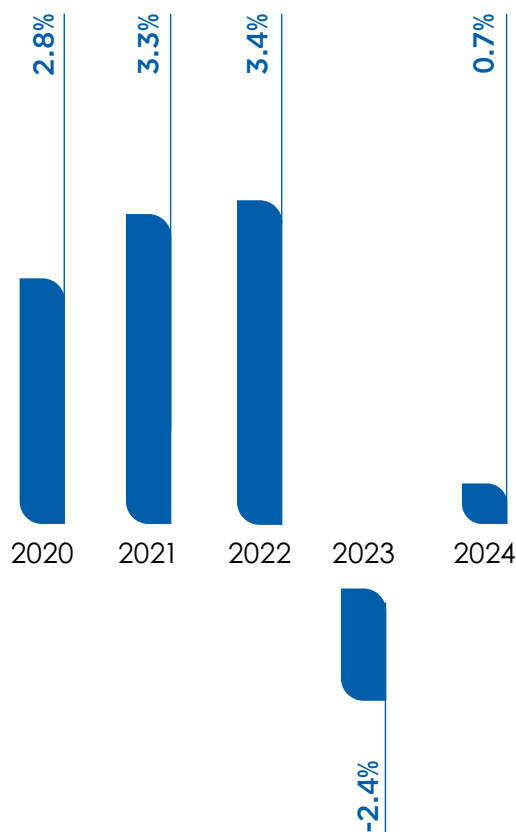
**Cash Generation, Dividends and EBITDA Conversion (BRL|MM)**



## Default

After the RECLIP program ended, installment payments (billing deferral) were down by 14% compared to 2023, and outstanding payments from private customers increased by BRL 21 million. Nonetheless, collection increased by 12.84% compared to 2023, driven by actions such as service cuts due to payment delay and the adoption of PIX as a payment method, which already accounts for 20% of total collection. The Company strengthened collection actions, which generated BRL 191 million in regularized payments, reinforcing the recovery of outstanding debts.

### Default



## Funding

Sanepar raises third party funds with public banks – Caixa Econômica Federal and the Brazilian Development Bank (BNDES) – as well as the capital markets in order to expand service provision and maintain the Company's liquidity.

**In 2024, the following amounts were raised with financial institutions:**

Caixa Econômica Federal: **BRL 366.4 million**

BNDES: **BRL 115.6 million**

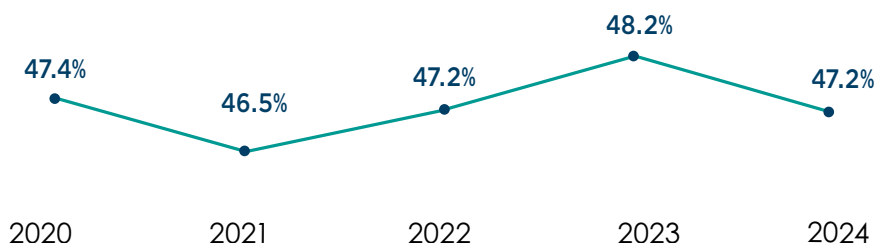
KfW Bank: **BRL 151.6 million**

In addition to these amounts, in January, Sanepar had its 14<sup>th</sup> debenture issue, raising BRL 600 million in the market. Funds will be allocated to complement the investment plan, in Eligible Projects (as defined in the Debenture Deed), including the Company's regular management. The debentures also meet the ESG Agenda criteria and are divided into Sustainable and Blue Bonds.

## Indebtedness

The Company ended the year with Assets amounting to BRL 20.5 billion, Shareholders' Equity of BRL 10.8 billion and total debt of BRL 9.7 billion. Net Debt to Assets ratio stood at 47.2% in 2024.

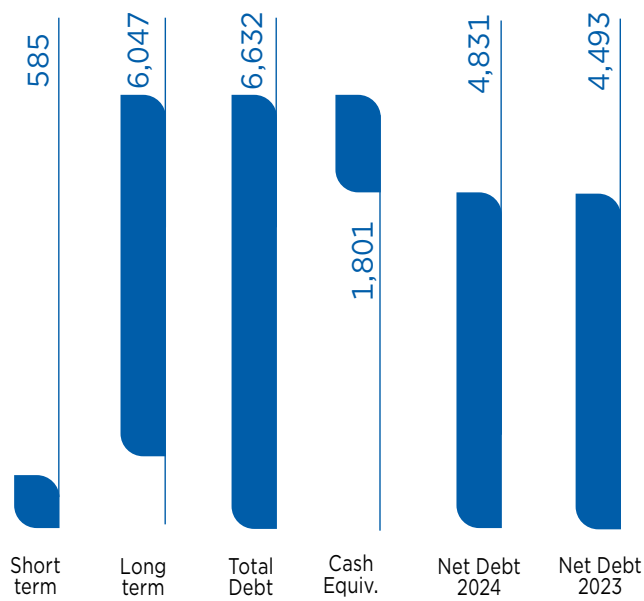
### Debt to Assets (%)



## Net Debt

Net Debt, which shows the Company’s indebtedness level, totaled BRL 4.8 billion in 2024, while the Net Debt to EBITDA ratio, which measures the leverage ratio, remained at 1.6 times in 2024.

Net Debt (BRL|MM)



## Investments and Financial Planning

**100%**  
of it's urban  
population

Already receives  
treated water.

Sanepar's Multi-year Investment Plan (PPI, in Portuguese), in line with the Company's Investment Policy and Investment Program, aims to guarantee: quality water supply; compliance with the commitments made in the concession and program contracts, especially the universalization of sewage services; satisfaction of demands arising from operational diagnoses aimed at the maintenance and expansion of water supply and sewage systems; partnerships with the Granting Authority; environmental compliance; urban solid waste management; and administrative infrastructure, among others. Investments in administrative infrastructure are designed to enhance the workplace, acquire administrative and transport equipment and IT solutions, as well as im-

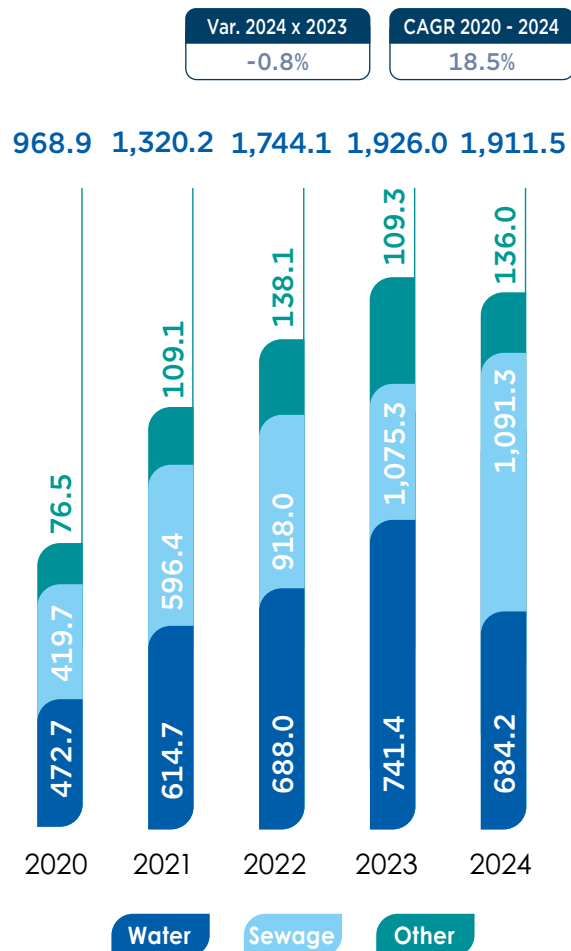
**The Multi-year Investment Plan (PPI, in Portuguese) is prepared for five-year cycles and is monitored quarterly by the Board of Directors and undergoes annual reviews by Sanepar.**

prove and modernize the accessibility of Sanepar's customer relationship centers, thus ensuring service in locations where the Company operates.

As for the universalization targets, Sanepar is well positioned when it comes to the distribution of treated water, since it already serves 100% of it's urban population. Meanwhile, sewage collection was available to 81.44 % of the served population in 2024.

There are already 33 municipalities that reached universalization of services, which recorded Sewage Collection Network Service Index (IAR-CE, in Portuguese) higher than 90%. In some of these municipalities, expansions are planned in order to meet contractual targets. In smaller municipalities, where there is no sewage system in place, Sanepar has been studying alternatives that guarantee quality services without jeopardizing the Company's economic sustainability. In 2024, Sanepar implemented sewage systems in 8 of these municipalities, and it expects to implement systems in another 52 in the next five years.

### Investments (BRL MM)



General Management	Realized in 2024				Total
	Water	Sewage	Urban Solid Waste	Other	
Metropolitan Area and Coast	227.4	365.0	-	18.1	610.5
Southeast Region	100.8	107.7	-	3.5	212.0
Southwest Region	109.6	265.9	-	10.3	385.8
Northeast Region	111.4	170.8	1.6	7.3	291.1
Northwest Region	135.0	181.9	4.1	2.8	323.8
Strategic Dimension	-	-	-	88.3	88.3
<b>Total</b>	<b>684.2</b>	<b>1,091.3</b>	<b>5.7</b>	<b>130.3</b>	<b>1,911.5</b>

Administrative amounts are accounted for in the central structure and are not fully apportioned to the General Management Departments' scope

## Regulatory Background

**In June, AGEPAR approved the Inspection Plan for the Regulatory Remuneration Base for water and sewage basic sanitation services and opened a public consultation for the Manual for the Periodic Tariff Review.**

Sanepar effectively entered the regulated environment in 2017, after its tariff system was altered by the 1<sup>st</sup> Periodic Tariff Review (RTP, in Portuguese). The Company, which until then applied a cost-based tariff, started to use the economic tariff model, and was subject to the efficiency regime. In April 2017, a 25.63% tariff repositioning index was approved and, deferred in a period of 8 (eight) years, with an average 8.53% repositioning applied in 2017 and a further 7 (seven) installments of 2.11%, plus the corresponding restatements.

Sanepar's 2<sup>nd</sup> RTP was applied following a decision by the Regulatory Agency to take place in two phases: the first in 2021 and the second in 2023. The outcomes of the first phase were presented at Extraordinary Meeting No. 012/2021 of AGEPAR's Board of Directors, in April 2021. At the meeting, the Board decided to approve a 5.7701% tariff repositioning, with annual application of the X Factor of 0.98% on the tariff's B portion.

As regards the second phase, AGEPAR's Board of Directors approved an 8.2327% adjustment index, which included the tariff repositioning final calculation determined as of April 2023, with annual tariff adjustments (IRT, in Portuguese) for 2022 and 2023, indexed to the extended national consumer price index (IPCA, in

Portuguese), and the X Factor of 0.08%, applied to the total tariff resulting from the P0 (except for the financial portion). The new tariff came into effect on May 17, 2023.

In order to set the tariff adjustment to be applied in 2024 to Sanepar's water and sewage services, AGEPAR opened a public consultation for Technical Note No. 010/2023 - Annual Tariff Adjustment Methodology for Water and Sewage Basic Sanitation Services, in September 2023. The document, which received inputs from Sanepar, was approved in January 2024 by AGEPAR's Board of Directors.

Following this decision, Sanepar filed a request for the annual Tariff Adjustment Index (IRT 2024) with AGEPAR, which, in turn, decided, in April, on a 2.9577% adjustment applied to the balance tariff, resulting in an average tariff of BRL 6.6290/m<sup>3</sup>, according to the adjustment methodology set out in the technical note, to be applied as of May 17, 2024.

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**BRL 6.6290/m<sup>3</sup>**  
was the average tariff  
authorized for May 2024.

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The 3<sup>rd</sup> RTP is scheduled for 2025. In order to launch this process, in March 2024, AGEPAR published Resolution No. 17, approving the Methodology for Evaluating the Regulatory Remuneration Base (BRR, in Portuguese) for basic sanitation services (water and sewage). In the following month, Resolution No. 20 approved the schedule for the 3<sup>rd</sup> Periodic Tariff Review of water and sewage basic sanitation services.

In June, AGEPAR published Resolution No. 29, which approved the Inspection

Plan for the Regulatory Remuneration Base for water and sewage basic sanitation services. Also in June, at an extraordinary meeting, the agency authorized the opening of a public consultation to receive inputs, suggestions, proposals, criticisms and other relevant comments from society on the “Manual for the Periodic Tariff Review of Water and Sewage Basic Sanitation services.”



## SHAREHOLDER

# COMPENSATION

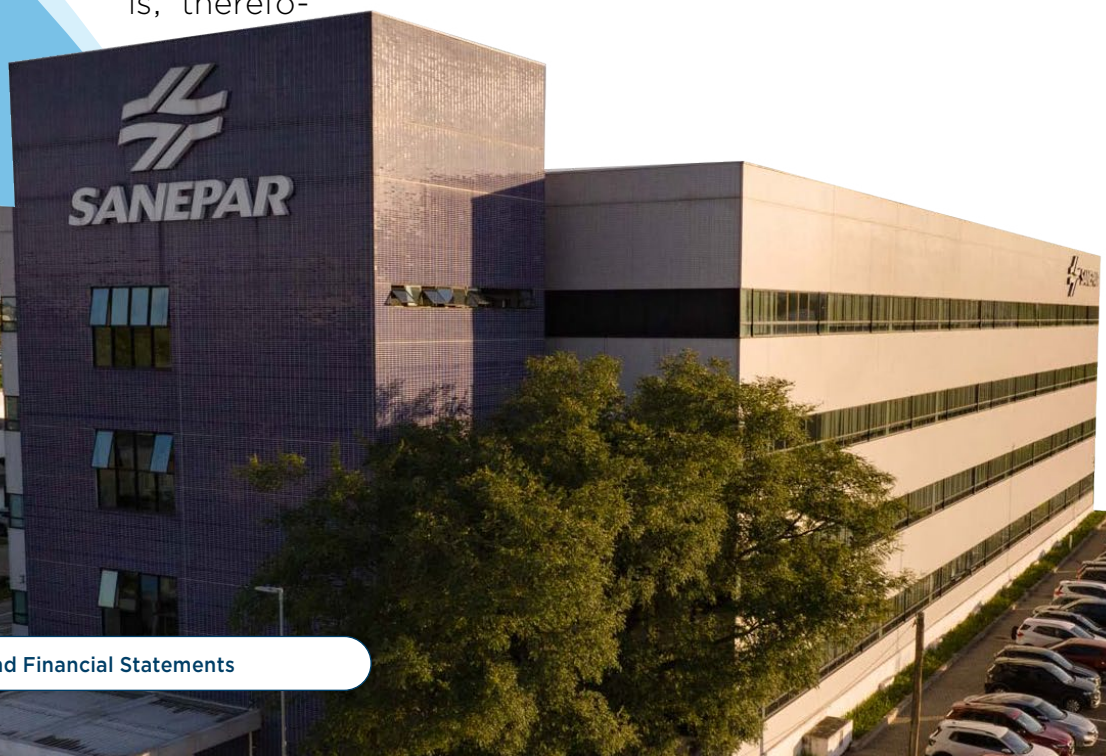
**Compensation** awarded to preferred shares is 10% higher than that awarded to common shares.

Since 2017, Sanepar has a Dividend Policy in line with legal precepts, which sets forth the limits and criteria for shareholder compensation through dividends payment and/or interest on equity (IOE), attributed to the dividends corresponding to a share of the Company's net income. The Company's Bylaws, which were last amended in April 2024, lay down that the portion related to the mandatory dividend cannot be less than 25% of the adjusted net income, in compliance with Article 202 of Law 6,404/76.

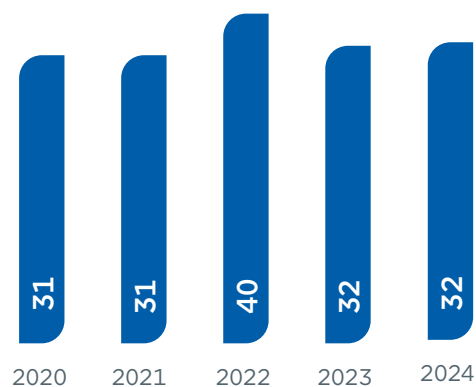
Shareholder compensation is, therefo-

re, attributed based on the shareholding position in June and December of each fiscal year, and trading after the credit is considered ex-dividends. Compensation awarded to preferred shares is 10% higher than that awarded to common shares.

On June 27, 2024, by decision of the 60th Annual General Meeting (AGM), the Company paid BRL 452.4 million related to dividends for the first and second half of 2023. For 2024, Management proposes the payment of BRL 462.9 million, corresponding to 31.5% of the Adjusted Net Income for the period. Payment will occur within 60 days after the accounts for the 2024 fiscal year are approved by the AGM.



## Pay-out<sup>1</sup>

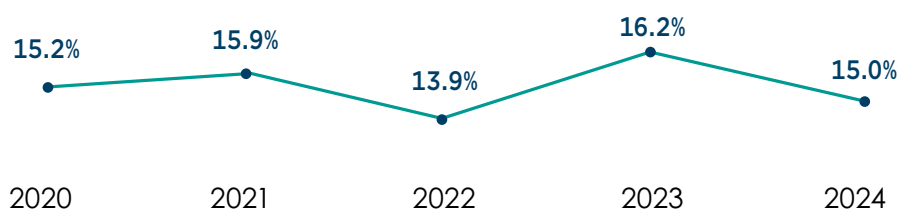


<sup>1</sup> Pay-out: percentage of profit distribution

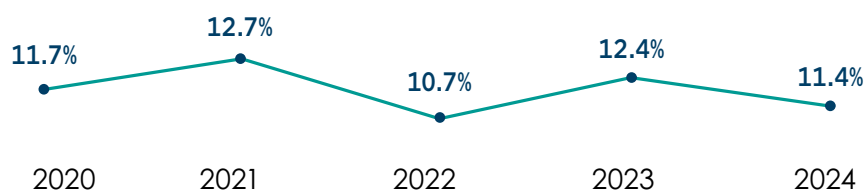
## Profitability

Profitability decreased 1.2 p.p. in relation to shareholder's equity, from 16.2% in 2023 to 15.0% in 2024. Return on invested capital moved down by 1.0 p.p., from 12.4% in 2023 to 11.4% in 2024.

### Profitability on shareholders' equity (%)



### Return on invested capital (%)



# VALUE CREATION

## Investors

**IN FEBRUARY  
2024,**  
Sanepar  
achieved an  
A- grade in  
the Carbon  
Disclosure  
Project (CDP)  
ranking.

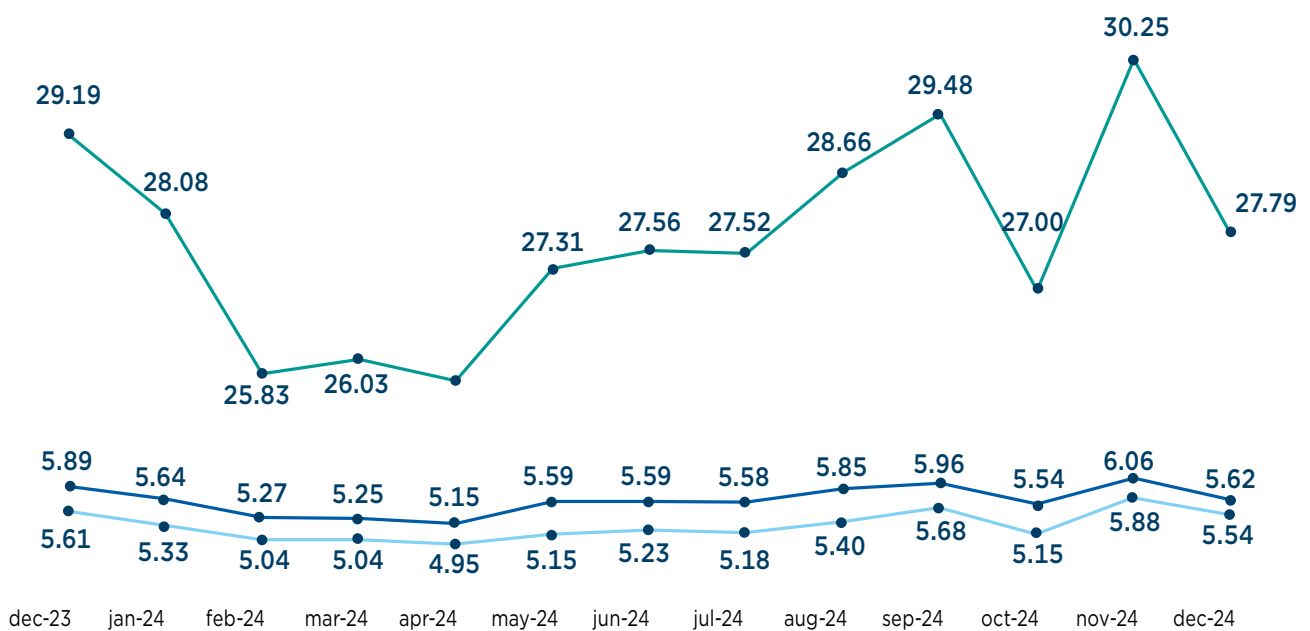
For the second consecutive year, Sanepar was included in B3's Corporate Sustainability Index (ISE), focused on ESG criteria, and was the best ranked water supply and sewage treatment utility company in the portfolio. In the Carbon Disclosure Project (CDP) ranking, Sanepar achieved an A- score, in February 2024, up three places from 2023, when it received a C score. In June, the CDP platform started a new reporting cycle, and this year, Sanepar will disclose its environmental performance in water safety, in addition to information on its Climate Change management.

## SAPR3, SAPR4 AND SAPR11 Quotation

A more unstable economic scenario led to a slight depreciation of the Company's shares throughout 2024.

The Company's market value went from BRL 8.8 billion in December 2023 to BRL 8.4 billion at the end of 2024. Common shares (SAPR3) ended 2024 at BRL 5.54, down by 1.25% compared to the closing of 2023. Preferred shares (SAPR4) ended the period at BRL 5.62, a 4.58% depreciation versus the previous year. The Units (SAPR11), formed by one common share and four preferred shares, ended 2024 at BRL 27.79, 4.80% below the price at the end of 2023. The financial volume of business with Sanepar's shares totaled approximately BRL 10.0 billion in 2024.

## Variation - shares in 2024 (in BRL)



SANEPAR ON

SANEPAR PN

SANEPAR UNITS

## Society

In 2024, Sanepar generated BRL 5.1 billion in tangible values for society, including payments of taxes, financing, the hire of suppliers, salaries and benefits to employees as well as shareholder compensation.

Out of the value added and not distributed, it can be highlighted the Undistributed Net Income of BRL 1.1 billion. This amount will

be invested in public sanitation programs, which will contribute positively to expanding service coverage to the population and raise quality of life and health indicators in the State of Paraná.

# CUSTOMER RELATIONS

**In 2023,** a Public-Private Partnership (PPP) was established to provide sewerage services in the Paraná Center-Coast Microregion.

Complementary State Law 237/2021 created Paraná State's Microregions, and, accordingly, the municipalities and the State of Paraná began to share the responsibility for the public basic sanitation services, expressing their opinion through microregion councils. Initiatives are evaluated on a regional level, considering the universalization and other targets set out in the Legal Framework for Sanitation for each municipality.

In July 2023, Sanepar established the first Public-Private Partnership (PPP) for providing sewerage services in 16 municipalities in Paraná

Center-Coast Microregion (MRAE-1). The PPP has a term of 24 years and 5 months, with estimated initial investment of BRL 773 million.

Just over a year later, in September 2024, the envelopes were opened for International Bidding No. 001/2024, for Public-Private Partnerships (PPPs) for providing sewerage services in 112 municipalities in the Center-East (MRAE-2) and West (MRAE-3) Paraná Microregions. The bidding was divided into three lots with 36, 48 and 28 municipalities each. The average PPP term is 24 years with investments of BRL 2.2 billion.

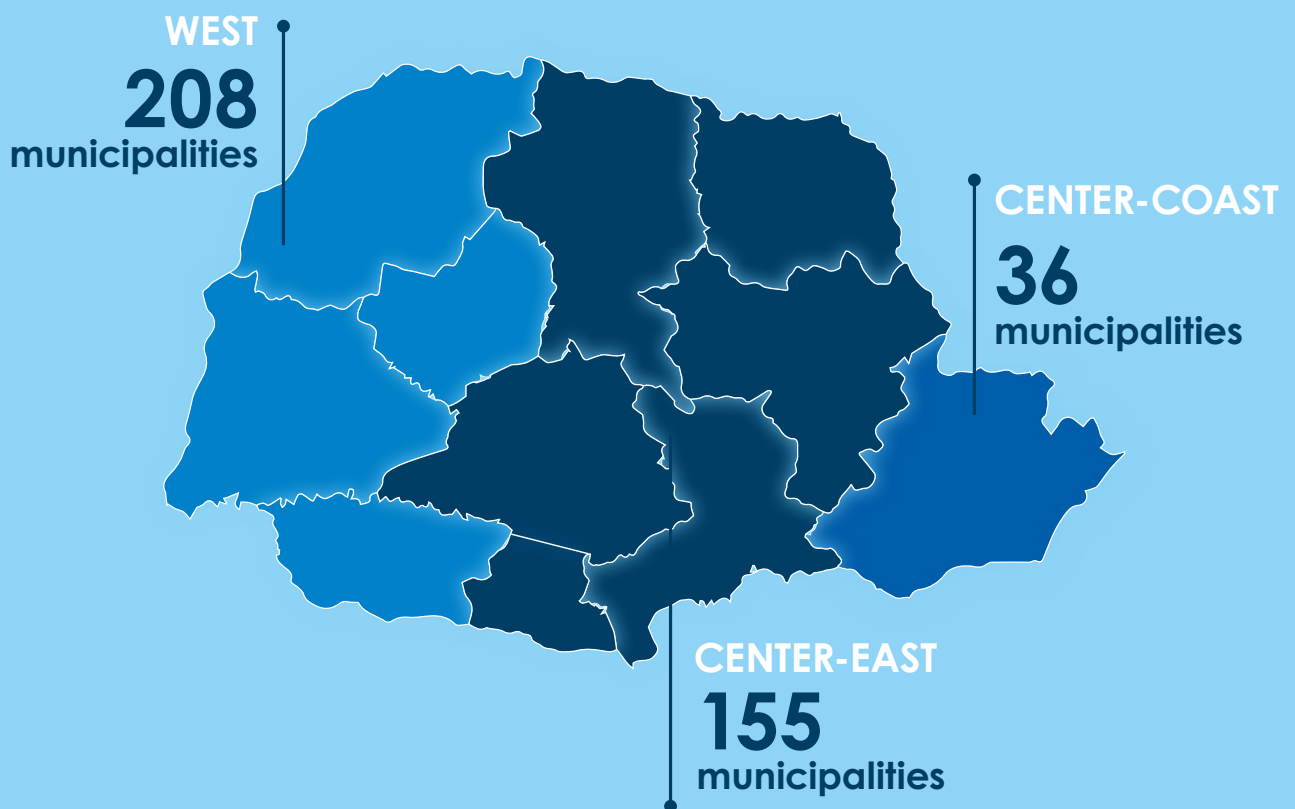


## Microregions

The responsibility of public basic sanitation services is now shared in councils, in which the municipalities have 60% of the votes and the State of Paraná the other 40%. Among the council's duties

are the planning and the development of guidelines for water distribution and sanitary sewage services.

The microregions are divided as follows:



It comprises 208 municipalities, including Maringá, Cascavel and Foz do Iguaçu.

**4.01** million  
inhabitants



It comprises 155 municipalities, including Londrina, Ponta Grossa and Guarapuava.

**3.56** million  
inhabitants



It comprises 36 municipalities, including Curitiba, São José dos Pinhais and Colombo.

**3.87** million  
inhabitants

**Disbursements for rural sanitation in 2024 could reach BRL 9.4 million. For 2025-2029, 23 indigenous villages and *quilombola* communities are expected to receive water supply services.**

In addition to supplying water for 100% of the urban population in the cities it serves, Sanepar also wants to guarantee access to drinking water for small rural communities in Paraná.

Therefore, in order to achieve the universalization targets, the Company has increased interventions in rural sanitation, in *quilombola* communities and indigenous villages, with a budget up to 0.15% of net revenue from water and sewage services of the previous year.

In 2024, Sanepar entered into 31 partnerships with municipalities, with investments of BRL 9 million, benefiting around 1,960 families (approximately 7,840

people) with access to drinking water. For the 2025-2029 cycle, investments of BRL 67 million are planned.

The Sanepar Rural Program was recently recognized by the UN Global Compact with the “Good Practices Award”, in the Water Safety category, at COP28. The accolade highlights the program’s actions in rural communities, isolated districts and *quilombola* areas and indigenous villages.

For the 2025-2029 cycle, 23 indigenous villages are expected to have water supply across 14 municipalities where the Company operates.





2025-2029

# STRATEGIC PLAN

Sanepar's main challenge for the coming years is to be prepared for the impacts of new scenarios, especially extreme weather events, devoting all efforts to achieve the universalization targets set out in the New Legal Framework for Sanitation. The Company seeks to meet the targets without losing sight of the

quality of the services provided to the population and preserving its economic and financial balance.

In November 2024, the Company completed the annual review of its Investment Plan, focused on universalization of services and regulatory compliance.



## Multiannual Investment Plan - 2025 to 2029 (in BRL million)

	2024*	2025	2026	2027	2028	2029	2025 to 2029
Regulatory Capex **	2,101.9	2,013.4	1,966.7	1,745.1	1,714.1	1,872.8	9,312.2
Solid waste / Industrial water	4.9	11.4	0.9	1.5	1.2	15.0	30.0
Capitalization **	179.4	160.9	169.3	176.3	185.0	198.9	890.4
Network donations	28.3	29.9	27.6	28.2	28.9	29.5	144.1
Partnerships **	67.4	145.0	281.7	304.5	319.9	397.2	1,448.3
<b>Total</b>	<b>2,381.9</b>	<b>2,360.6</b>	<b>2,446.2</b>	<b>2,255.6</b>	<b>2,249.1</b>	<b>2,513.4</b>	<b>11,824.9</b>

	2024*	2025	2026	2027	2028	2029	2025 to 2029
Water	778.9	765.5	774.6	793.7	1,031.4	1,168.8	4,534.0
Sewage	1,469.1	1,411.3	1,546.5	1,344.2	1,093.6	1,237.0	6,632.6
Others	133.9	183.8	125.1	117.7	124.1	107.6	658.3
<b>Total</b>	<b>2,381.9</b>	<b>2,360.6</b>	<b>2,446.2</b>	<b>2,255.6</b>	<b>2,249.1</b>	<b>2,513.4</b>	<b>11,824.9</b>

\* Figures from the Multi-Year Investment Plan disclosed in the Material Fact of 12/07/2022.

\*\* Components of the Company's water and sewage tariff base, according to the 2nd Periodic Tariff Review (RTP).

## Solid Values

Despite the challenging scenario, Sanepar's strategic goals and guiding principles remain unshakable:



**Sustainability** – ensure the economic and financial balance of the business; protect the environment; promote social responsibility.



**Customers and granting authority** – maintain and expand the market; increase customer satisfaction and loyalty; strengthen the Company's image.



**Operational excellence** – ensure product and service quality; improve and innovate projects and processes.



**Human capital** – strengthen and develop organizational culture; Consolidate corporative processes in an upright environment, collaborative and inspirational.

## Corporate Governance

Sanepar reaffirms its commitment to corporate governance principles by incorporating transparency and integrity into its internal and external actions. Every year, after approval by the Board of Directors, the Company publishes its Integrated Strategic Risk Management, Corporate Internal Control, and Compliance Work Plan. The document details principles, guidelines, rules, responsibilities and concepts designed to enable the identification, assessment, treatment, monitoring and communication of risks and internal controls in the Company's processes.

Additionally, Sanepar has an Integrity Program encompassing a set of policies, standards and procedures to ensure that the Company implements a culture of integrity through corporate governance aligned with its purpose, mission and values. The goal is that each and every one of its management members and employees act in accordance with the established processes, policies and rules.

These standards guide risk prevention and mitigation management based on integrity and honesty, adding value to

Sanepar in terms of credibility and reliability in the quality of utility services provided. Moreover, they are important for promoting an increasingly diverse and environmentally sustainable business environment, without corruption, fraud or conflicts of interest. Through a preventive approach, Sanepar is able to detect, monitor and respond to misconduct detrimental to respect, diversity, the public interest, employees, consumers, business partners and third parties in general, the Granting Authority, investors and shareholders.

The program applies to all governance agents, employees, interns, apprentices and contractors who work at Sanepar's premises or act on its behalf. These standards are a guide to suppliers, contractors, service providers in general and other business partners. Everyone who interacts with or on behalf of Sanepar must follow the standards established in the integrity instruments and the legislation.

In March 2024, the Board of Directors approved the first version of the Com-

**In March 2024, the Board of Directors approved the first version of the Company's Business Continuity Policy, designed to ensure business resilience and sustainability in the event of an incident.**

pany's Business Continuity Policy, designed to ensure business resilience and sustainability in the event of an incident through the planning, implementation and execution of Business Continuity Plans (BCPs) to enable a timely and acceptable resumption of critical activities to accepted levels and within agreed recovery timeframes.

In 2024, Sanepar reviewed the following documents: The Company's Bylaws; Information Protection Rules; and the Internal Charter of the Innovation, ESG, Statutory Audit and Audit Committees.



# SUSTAINABILITY

**The Company** produces and disseminates technical and scientific knowledge focused on the environmental sanitation sector.

Sustainability matters are intrinsic to the sanitation industry. Sanepar's operations create positive and negative environmental impacts related to the preservation of nature's water cycle and to supply services in increasingly urbanized areas. Social aspects related to water supply and sewage treatment within quality standards upon payment in an affordable tariff also contribute to sustainable development.

The Company partners with Brazilian and foreign universities and research centers, both

public and private, to conduct research, development and innovation activities. It produces and disseminates technical and scientific knowledge focused on the environmental sanitation sector and enters into cooperation agreements through Technical Cooperation Agreements, Memoranda of Understanding and Protocols of Intent.

Other initiatives developed in 2024:

Since 2023, through social and environmental intervention in new sanitation works, Sanepar

has been setting up Jardins de Água e Mel (Water and Honey Gardens), an initiative that includes the cultivation and dissemination of information on Unconventional Food Plants (UFPs); promotes the planting of various seeds and serves as a reference for the creation, expansion and support of school, community and urban gardens. It also seeks to strengthen composting practices in order to build values and attitudes focused on environmental conservation. One of the goals is to progressively increase the native stingless bee population, which is endangered due to the advance of human occupation, so that they can once again occupy the spaces and carry out their work in the ecosystem, which is of great value to the environment.

The “Sustainability: from the School to the River” workshop is underway as part of social and environmental intervention services, designed to mobilize teachers and students, preferably from technical courses in the environment, teaching, renewable resources and similar fields, to monitor the rivers that make up the watersheds in the area where the schools are

located. The workshop also aims to train multipliers to disseminate the concept of belonging and caring for these rivers, encouraging the population to integrate these concepts in their everyday life.

In 2024, 31,351 tons of (sanitized) sludge, a byproduct of sewage treatment, were recycled in around 40 Sludge Management Units (UGLs, in Portuguese) at Sanepar plants. The final product (biosolids), supplied (free of charge) by Sanepar, benefited 132 farmers in the state of Paraná, correcting the soil and supplying nutrients and organic matter for various crops such as soybeans, corn, coffee and wheat, among others.

For the third consecutive year, the Company has recorded zero non-compliance with its Environmental Management system, as attested to by different certifying agents. In particular, Sanepar is ISO 14001 certified for the Cianorte landfill and, since 2019, for the water and sewage systems in Foz do Iguaçu.

The Company has the *Fundo Azul* Program to develop projects and interven-



tions focusing on the preservation, conservation and recovery of water source basins and deep tube well recharge areas. In 2024, Sanepar entered into the following partnerships focused on watersheds: Cooperation Agreement with the Frísia Cooperative for Phase 3, focused on a technical study aimed at removing waste stored in manure storages in the Ponta Grossa (tributaries of the Alagados Dam) and Castro (São Cristóvão River) water supply basins.

Sanepar's *Água Segura* (Safe Water) Program combines small-scale conservation actions, through partnerships in the municipalities, and long-term initiatives, such as the Iguaçú Water Reservoir, which will store two billion liters of water, enough to supply Curitiba for five days.

Environmental licensing for strategic works, including: Implementation of a

biogas energy use and sludge thermal drying system at Londrina's South STP; IBAMA approval of the Authorization of Vegetation Suppression for the Miringuava Dam reservoir and surrounding access roads in São José dos Pinhais; Implementation of activated sludge treatment at the Biguaçu STP in Apucarana; Implementation of new Sanitary Sewer Systems in Campina da Lagoa, Capitão Leônidas Marques, Itapejara do Oeste, Juranda, Missal, Nova Prata do Iguaçú, Paulo Frontin, Ramilândia, Roncador and Serranópolis do Iguaçú.

Social and environmental Management Plan for the community impacted by the expansion works of the Atuba Sul Sewage Treatment Plant, focused on informing and guiding the community surrounding the construction works.

**Sanepar has been a signatory to the United Nations' Global Compact since 2019 and has adopted the Sustainable Development Goals (SDGs), working to meet their targets and to disseminate and promote the 2030 Agenda. Thus, the Company considers the 17 SDGs to be equally important and intrinsically linked to each other. On the other hand, to help the approach and enable proper internalization, the Company strategically decided to prioritize the following five Sustainable Development Goals:**





Sanepar's Actions that meet prioritized SDGs:

## 6 CLEAN WATER AND SANITATION



### Clear Water and Sanitation

- Differentiated tariffs;
- *Água Solidária* program;
- SDG under discussion;
- Revitalization of urban rivers;
- Sanitation services;
- Participation in basin committees;
- Sustainability from school to the river;
- Energy efficiency;
- Environmental agenda;
- Sewage sludge - agricultural use;
- Loss problem analysis and solutions methodology (MASPP, in Portuguese);
- Research agreements;
- *Se Ligue na Rede* (connect to the network project);
- Environmental education in spring basins;
- *Caixa d'Água Boa* (good water tank project);
- Rural sanitation;
- Training of plumbers from vulnerable neighborhoods;
- Guided tours;
- *Fundo Azul* Program;
- *Água Segura* Program;
- Regulated environment.

## 3 GOOD HEALTH AND WELL-BEING



### Good health and well-being

- Differentiated tariffs;
- Diversity, equity and inclusion committee;
- Sanitation services;
- *Se Ligue na Rede* (connect to the network project);
- *Caixa d'Água Boa* (good water tank project);
- Summer operation at the coast / *Verão Paraná: Live Life*;
- Rural sanitation;
- *Água Segura* Program;
- Distance learning;
- Healthy Mind program;
- Program for people with disabilities;
- Reduced working hours for employees who have children with disabilities;
- Extended parental leave;
- Private healthcare plan;
- Occupational health.

5 GENDER  
EQUALITY



## Gender equality

- Distance learning on gender;
- Code of conduct and integrity;
- Existir Program;
- Diversity, equity and inclusion committee;
- Diversity guide;
- Extended parental leave;
- Vacancies for employees
- victim of domestic violence;
- Plumbing maintenance course for women;
- Compensation policy;
- Summer operation at the coast / *Verão Paraná: Live Life.*

12 RESPONSIBLE  
CONSUMPTION  
AND PRODUCTION



## Responsible Consumption and Production

- Plan to mitigate and adapt to climate change;
- Greenhouse gas inventory;
- SDG under discussion;
- Revitalization of urban rivers;
- Sanitation services;
- Summer operation at the coast / *Verão Paraná: Live Life;*
- Training of plumbers from vulnerable neighborhoods;
- Environmental education in spring basins;
- Guided tours;
- Research agreements;
- Differentiated tariffs;
- Regulated environment;
- Sewage sludge – agricultural use;
- Energy efficiency;
- Basin committees;
- *Fundo Azul* Program;
- Environmental agenda.

## 13 CLIMATE ACTION



## Climate action

- Greenhouse gas inventory;
- Circular economy;
- Energy use from biogas;
- Energy efficiency;
- Partnerships and technical cooperation;
- Participation in discussion forums and sector discussions;
- Environmental education;
- *Fundo Azul* Program;
- Watershed conservation;
- Loss reduction program.

Defining priorities together with representatives from all of the Company's executive offices enable Sanepar to guide investments, initiatives and programs, establishing an optimal path to achieve the 2030 Agenda goals with responsibility, consistency, and value creation for shareholders, employees and society.

By prioritizing the SDGs, Sanepar shows its concern for the internal and surrounding environments, seeking to ensure good conditions so that the organization, its employees, business partners, nature, and society can develop and prosper together.

Geared towards addressing the Water Unavailability risk, Sanepar has developed the *Água Segura* (Safe Water) Program. The project aims to promote water security through water conservation and management by monitoring, tracking and

responding to incidents, as well as through long-term actions such as the Iguazu Water Reserve, which will have the capacity to store two billion liters of water.

For over 15 years, the Company has been preparing its Greenhouse Gas Inventory, which monitors emissions and acts as an indicator of good performance in sewage treatment.

Every year, Sanepar publishes its social and environmental information in the Sustainability Report and, as of 2023, the document is prepared according to the Integrated Reporting Framework – following the Global Reporting Initiative (GRI 2021) methodology.

# HUMAN CAPITAL

Sanepar has invested heavily in humanized safety, health and well-being actions and programs to provide an increasingly healthy and safe work environment. In 2024, Sanepar's team overcame challenges with ingenuity and efficiency, achieving good results for a challenging year. The Company's efforts directly lead to a better quality of life for employees and their families.

In 2024, Sanepar also implemented a Voluntary Redundancy Plan (PDV, in Portuguese) to recognize long-standing employees, offering benefits and financial support to those who chose to join the program. This initiative aimed to provide a smoother career transition, thank these employees for their contribution throughout their professional careers, ensure

that they can end their careers in a fair and respectful way and help them plan their next steps in life.

On the other hand, in 2024, the Company held a public service exam with 102 vacancies, and additional registration for technical reserve, distributed in 126 municipalities in the State of Paraná, which received 56,392 applications.

## Organizational Climate

The Employee Satisfaction Index assesses Sanepar's organizational climate and is measured by the *Fale Francamente* survey, which addressed the following topics: benefits and amenities; compensation; working conditions; training and capacity building; internal communica-



tion; relationship and onboarding; integrity and credibility; leaders; recognition; respect; image and roadmap; pride; and engagement. After receiving the results, the management departments prepare action plans for improving the topics that scored below 70%.

The survey was answered by 4,881 employees (almost 75.42% of the workforce) and showed a satisfaction index of 77.45%. The Pride and Engagement topic had one of the best satisfaction rates at 82.82%, emphasizing the questions: “Are you happy working at Sanepar?” and “In general, rate your level of satisfaction in working at Sanepar”, which achieved 84.59% and 83.95% satisfaction rate, respectively.

## Human Resources Management Policy

Approved by the Board of Directors, Sanepar’s Human Resources Management Policy mandates for the need to “provide a healthy and safe work environment, directly reflecting on better quality of life of workers and their families” as a safety, health and well-being guideline. The document contributes to the implementation of ESG practices, with constantly updated guidelines.

In July 2024, together with the Sanepar Foundation, the Company implemented its Mental Health and Fight Against Chemical Dependency Program. Sanepar recognizes and values differences and fosters an even fairer, safer, more respectful, inclusive and welcoming work environment.



## Diversity, Equity and Inclusion

Sanepar has a Diversity, Equity and Inclusion Committee, the EXISTIR Committee, which focuses on corporate demands to comply with the Diversity, Equity and Inclusion Policy. The committee works together with the Executive Board and provides direct support to the People Management department in addressing these topics.

- In 2024, several internal social initiatives were carried out, including:
- Signing of Cooperation Agreements with Employee Associations and with Rotary International, through Sanepar Corporate Rotary Club, to organize social campaigns and corporate events.
- Corporate Volunteering Program and creation of a specific Committee for the Solidarity Winter and Pink October – focused on women’s health; and for the collection of provisions and cleaning items for the victims of the floods in the region of União da Vitória (PR).
- Sponsorship of road running events across the state, as a way of encouraging practices to improve quality of life, physical and mental integrity, and work-life balance. Hundreds of employees and thousands of citizens participated in these initiatives.
- Digital implementation of the Spontaneous Registration of Transfer Intention (CEIT, in Portuguese), a tool designed to enable permanent employees to inform the Company of their wish to move and transfer.

Through Collective Bargaining Agreements and the Human Resources Management Policy, Sanepar sets social and labor benefits and affirmative actions to promote respect for all employees and mitigate labor liabilities.

We present below Sanepar's employee profile:

## Employee Profile



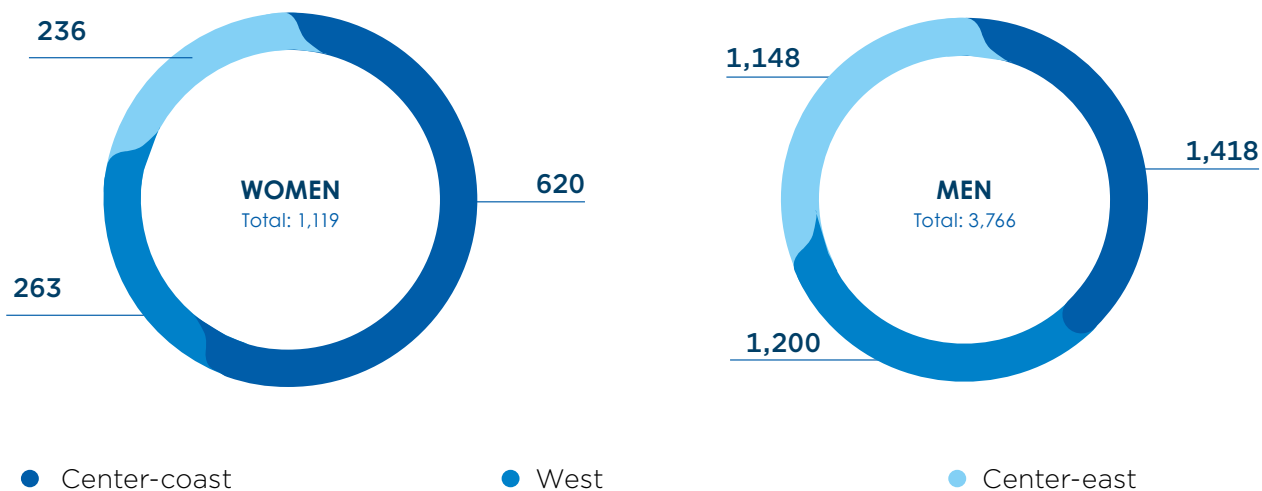
### INFORMATIONS

3,766	men
1,119	women
335	other
827	not declared *

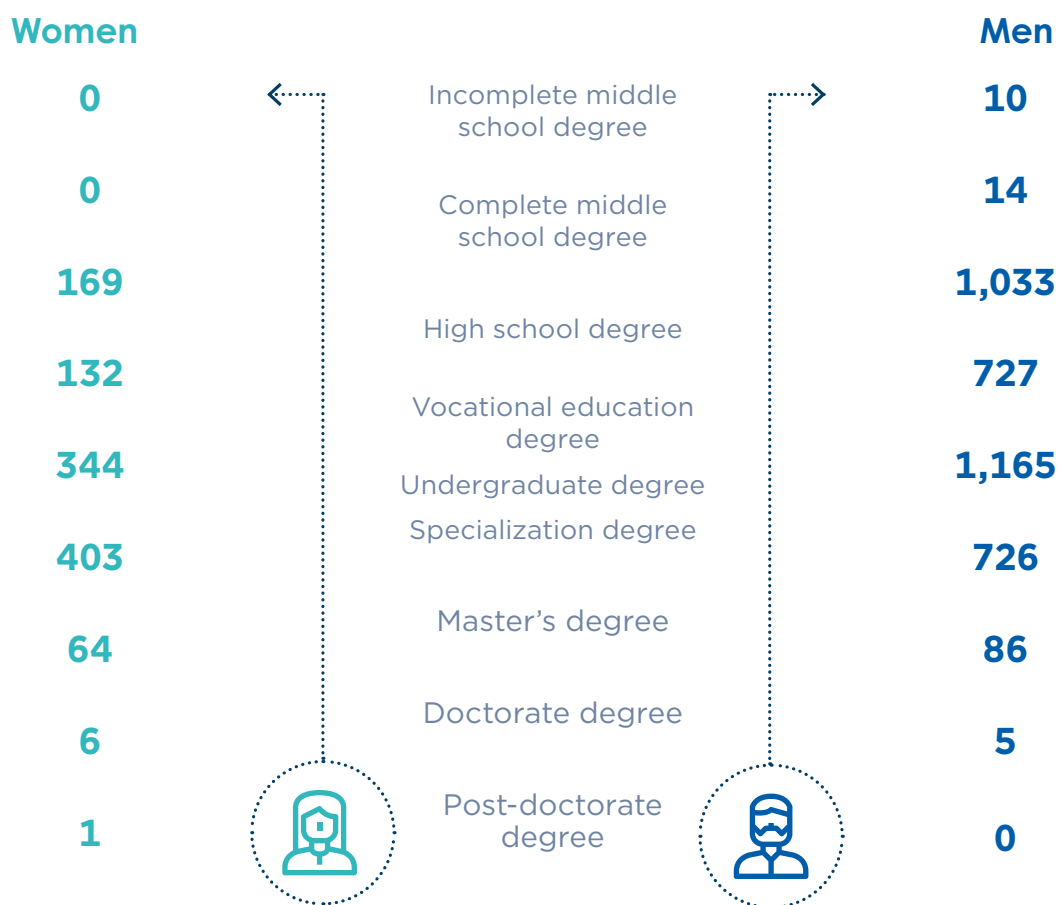
Sanepar has started to update the gender register, and now has the data with the current reality.



### Geographical distribution per microregion

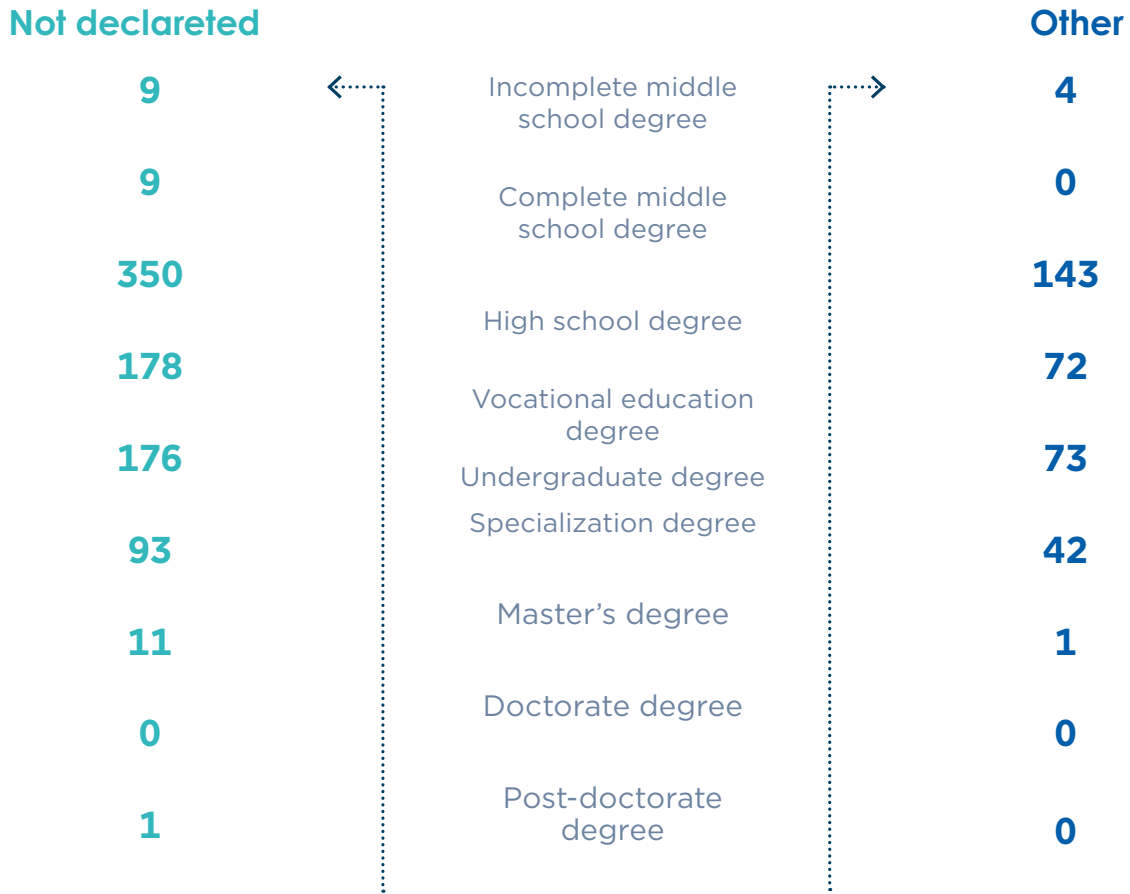


### Education chart:

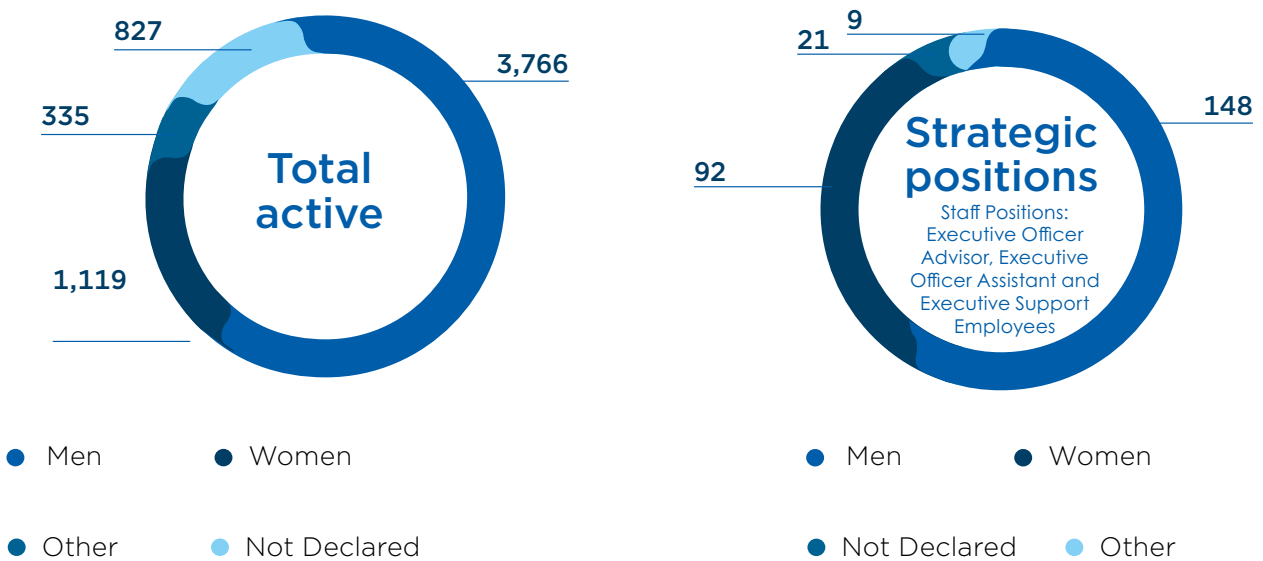




### Education chart:



### Leadership position chart:



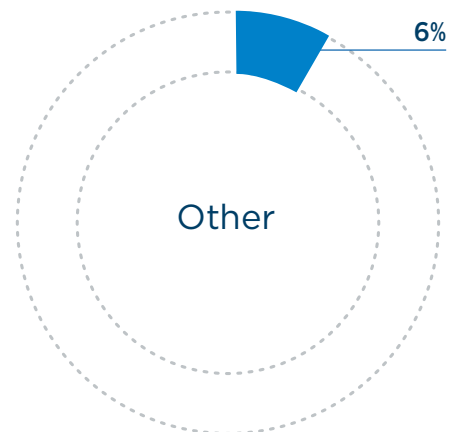
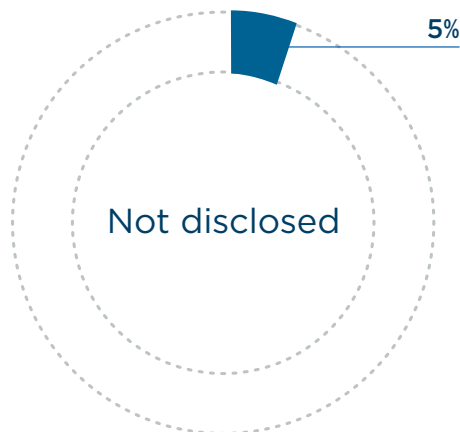
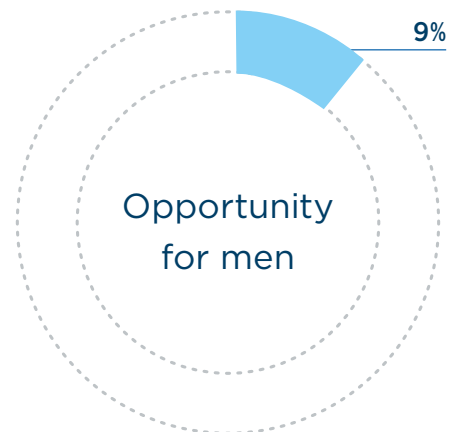
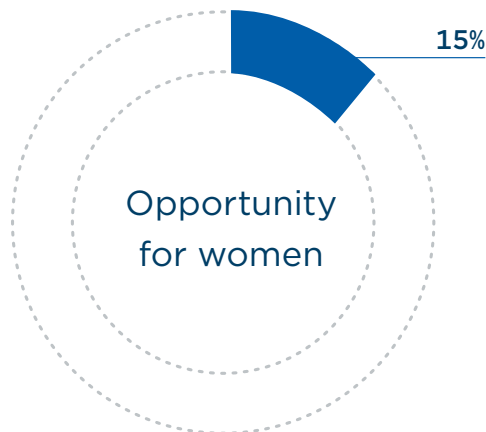
Sanepar has updated its gender register, breaking down Human Capital numbers by Microregions, which were defined by State Complementary Law that established the rendering of water and sewage services at regional level in Paraná.

### Leadership position chart:



● Men    ● Women    ● Not disclosed    ● Other:

### Opportunity index chart - women vs. men



Opportunity: Means the total number of women/men/not disclosed and other employees in leadership or strategic positions, compared to the total workforce.

# ADDITIONAL INFORMATION

## Governance, risks and compliance

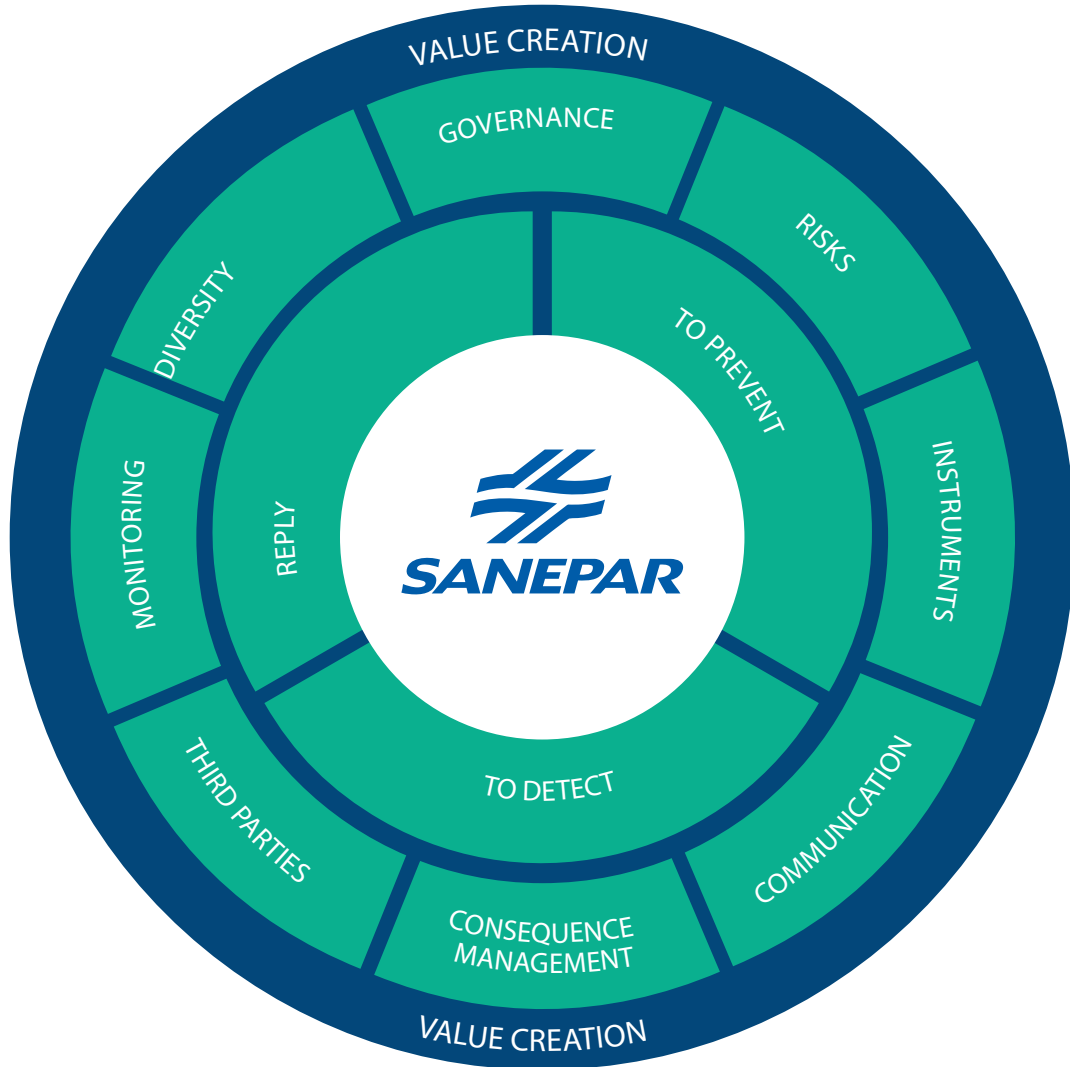
Created five years ago, Sanepar's Integrity Program has consolidated the Company's governance culture, risks and compliance. Mainly based on laws 13,303/2016 - State-Owned Enterprise Law and 12,846/2013 - Anti-Corruption Law, the Program's main purpose is to act in the prevention, detection and response to acts in disagreement with internal and external regulations. The implementation of the program brought important gains to the

Company, when it comes to Sanepar's progress, attested by its participation in B3's Corporate Sustainability Index - ISE, the Carbon Disclosure Project - CDP, Ethos Institute's Business Pact for Integrity and Against Corruption, among others.

The program is committed to fulfilling the responsibilities of the corporate governance structure, being responsible for supporting and steering the Company.



The Integrity Program is grounded on eight pillars:



Since prevention is the main focus of the Integrity Program, in 2024, the Governance, Risks and Compliance Deputy Office disseminated the Program’s content through mandatory courses for employees, including training sessions on the Code of Conduct and Integrity and the Disciplinary Regulations. In addition to the distance learning courses, the Company held in-person sessions of the “How would you do it?” workshop throughout the state.

The workshop has a light and playful format that achieved satisfactory results with employees.

As part of its integrity and consequence management, Sanepar widely disseminates its Code of Conduct and the Disciplinary Code, which provide more tools and efficiency for the Conduct Committee as well as the leaderships. Every quarter, senior management and its Governance

agents are informed of the outcomes of investigations and measures taken by the Compliance department, the Compliance Center, the Conduct Committee, and the Company's leaderships, in order to improve and monitor this process.

Sanepar maintains an independent Whistleblowing Channel for internal and external stakeholders, guaranteeing confidentiality of whistleblowers, those involved in investigating the reports and their content. The Company repudiates any discrimination or retaliation against whistleblowers who, in good faith, report wrongdoing or suspected wrongdoing, even in case of unfounded reports.

When sufficient indication on complaints received are identified, Sanepar sets up internal procedures to investigate the facts, in accordance with the Disciplinary Code, which establishes the decision-making

procedures, including disciplinary measures for breaches of the Code of Conduct and Integrity, and non-compliance with laws, rules, policies and internal procedures.

The code also indicates measures to be taken according to the level of magnitude of the reported misconduct. The case can be submitted to the Conduct Committee or to the immediate leadership of those accused, for the appropriate measures to be taken. Throughout the entire process, the accused parties have the right to defense and the anonymity of the whistleblowers are respected.

The performance of Sanepar's governance bodies is assessed on a regular basis by an independent external party, according to legal provisions in force, allowing the continuous improvement of the process.

## Transparency and data protection

Sanepar's Information Security Management System (ISMS) aims to ensure transparency in the corporate environment. In September 2024, the Company approved the Information Protection Regulation to establish criteria for the protection, restriction or secrecy of data and information. The document guides actions to maintain legal, strategic, commercial, industrial, copyright, financial, banking, tax, personal and other protections and restrictions. Its purpose is to guide managers, members of boards and committees, employe-

es and people who have any business or contractual relationship with Sanepar on the use and availability of data and information to natural, legal and unincorporated persons, whether or not linked to the Company, who wish to request them.

In addition, all the Company's relevant data is on one website, establishing a flow for requesting and obtaining information from the Company.

## Services provided by independent auditors

Sanepar respects its external auditor's independence and understands its importance and capacity to judge and act with integrity and objectivity in order to issue impartial reports or opinions.

Between 2017 and 2023, Sanepar had a contract with BDO RCS Auditores Independentes S.S. Ltda. for rendering independent auditing services of the Financial Statements for the fiscal years and for issuing special review reports on the quarterly information (ITR) of the 3rd quarter of 2017 and 1st, 2nd and 3rd quarters of 2018 to 2023.

The Company currently has a contract with Grant Thornton Auditores Independen-

tes Ltda., dated February 19, 2024, for rendering external and independent auditing services of the financial statements for fiscal years 2024 and 2025, and for issuing special review reports on the quarterly information (ITR) of the 1st, 2nd and 3rd quarters of those years.

Grant Thornton's auditors were also hired to certify the Sustainability indicators included in the 2024 and 2025 Integrated Reports, as recommended by the Brazilian Securities and Exchange Commission (CVM, in Portuguese).

No services other than those reported herein were performed by the independent auditors.

# ANNUAL SOCIAL BALANCE

Sanepar presents its Social Balance geared towards strengthening transparency with its employees, investors, market analysts, shareholders, customers and society in general.

The Company uses the model created by the Brazilian Institute of Social and Economic Analysis (IBASE, in Portuguese). In order to display its ethical values, such as participation, equality, gender and race

diversity, inclusion of people with disabilities, among others, the Company renders accounts of its actual situation.

Data analysis illustrates which points the Company has already made progress and which matters it needs to improve, unveiling the challenges to be addressed in the coming years.



## Annual social balance sheet - 2024

1) Calculation Basis	2024			2023		
	Amount (BRL '000)			Amount (BRL '000)		
Net Operating Revenue (NOR)	6,848,219			6,292,736		
Operating Income (OI)	2,082,162			2,024,321		
Gross Payroll (FPB)	1,428,626			1,177,074		
2) Internal Social Indicators	Amount (BRL '000)	% over FPB	% over NOR	Amount (BRL '000)	% over FPB	% over NOR
Food	118,942	8.33	1.74	112,050	9.52	1.78
Compulsory social charges	267,419	18.72	3.90	250,087	21.25	3.97
Private pension plan	46,966	3.29	0.69	40,722	3.46	0.65
Healthcare	107,602	7.53	1.57	96,603	8.21	1.54
Public transportation stipend	1,065	0.07	0.02	1,040	0.09	0.02
Occupational health and safety	22,266	1.56	0.33	16,681	1.42	0.27
Education	-	-	-	-	-	-
Professional training and development	5,929	0.42	0.09	5,298	0.45	0.08
Daycare and daycare allowance	1,685	0.12	0.02	1,955	0.17	0.03
Profit sharing	118,219	8.28	1.73	115,007	9.77	1.83
Other	327,383	22.90	4.77	149,872	12.73	2.38
<b>Total - Internal Social Indicators</b>	<b>1,017,476</b>	<b>71.22</b>	<b>14.86</b>	<b>789,315</b>	<b>67.07</b>	<b>12.55</b>
3) External Social Indicators	Amount (BRL '000)	% over OI	% over NOR	Amount (BRL '000)	% over OI	% over NOR
Cultural, Artistic, Audiovisual and Sports	13,368	0.64	0.20	13,209	0.65	0.21
Children and Elderly Fund	4,300	0.21	0.06	4,000	0.20	0.06
Healthcare and Oncology Assistance Programs	4,299	0.21	0.06	4,530	0.22	0.07
Leisure and fun	4,940	0.24	0.07	1,540	0.08	0.02
Other	699	0.02	0.01	36	-	-
<b>Total Contributions to Society</b>	<b>27,606</b>	<b>1.32</b>	<b>0.40</b>	<b>23,315</b>	<b>1.15</b>	<b>0.36</b>
Taxes (excluding social charges)	1,125,513	54.06	16.44	1,061,036	52.41	16.86
<b>Total - External Social Indicators</b>	<b>1,153,119</b>	<b>55.38</b>	<b>16.84</b>	<b>1,084,351</b>	<b>53.56</b>	<b>17.22</b>



4) Environmental Social Indicators	Amount (BRL '000)	% over OI	% over NOR	Amount (BRL '000)	% over OI	% over NOR
Related to the Company's operation	2,209,307	106.11	32.26	2,031,962	100.38	32.29
In external programs and/or projects	194,095	9.32	2.84	138,534	6.84	2.20
Total Investments in the Environment	2,403,402	115.43	35.10	2,170,496	107.22	34.49
<b>5) Workforce Indicators</b>			<b>2024</b>			<b>2023</b>
Number of employees at the end of the period		6,047			6,121	
Number of new hires during the period		4			0	
Number of interns		81			103	
Number of employees over 45 years old		3,517			3,308	
Number of women working at the company		1,119			1,292	
% of leadership positions held by women		26.90%			26.90%	
Number Black people working at the company		291			308	
Number of people with disabilities or special needs <sup>2</sup>		107			95	
<b>6) Relevant Information regarding the Exercise of Corporate Citizenship</b>						
Ratio of the Company's highest and lowest compensation		29.5			16.9	
Total number of work-related accidents		134			137	
The Company's social and environmental projects were decided by:	( ) management	( X ) management and management departments	( ) all employees	( ) management	( X ) management and management departments	( ) all employees
The occupational safety and health standards were decided by:	( ) management and management departments	( ) all employees	( X ) all + Cipa	( ) management and management departments	( ) all employees	( X ) all + Cipa
The private pension plan covers:	( ) management	( ) management and management departments	( X ) all employees	( ) management	( ) management and management departments	( X ) all employees
Profit sharing covers:	( ) management	( ) management and management departments	( X ) all employees	( ) management	( ) management and management departments	( X ) all employees
In the selection of suppliers, the same ethical and social and environmental responsibility standards adopted by the Company:	( ) are not considered	( ) are suggested	( X ) are required	( ) are not considered	( ) are suggested	( X ) are required
Regarding employees participation in voluntary work programs, the Company:	( ) does not engage	( ) supports	( X ) organizes and encourages	( ) does not engage	( ) supports	( X ) organizes and encourages
<b>Total added value to distribute (BRL '000)</b>	<b>In 2024: 5,081,237</b>			<b>In 2023: 4,619,790</b>		
Value added distributed (DVA):	25.5% government 9.1% shareholders	13.9% third party	30.2% employees 21.3% withheld	26.4% government 9.8% shareholders	13.6% third party	27.5% employees 22.7% withheld

<sup>1</sup> Quota of Black employees in Civil Service Exam as of calendar year 2005;

<sup>2</sup> Quota of People with Disabilities in Civil Service Exam as of calendar year 2000.

# FINANCIAL STATEMENTS FISCAL YEAR 2024

# Companhia de Saneamento do Paraná - SANEPAR

## ACCOUNTING STATEMENTS

As of December 31, 2024, and 2023

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# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF FINANCIAL POSITION

As of December 31, 2024 and 2023

(In thousands of reais)

### ASSETS

	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Current</b>			
Cash and Cash Equivalents	5	1,800,757	1,285,158
Trade Accounts Receivable	6.a	1,250,811	1,260,202
Inventories		73,183	69,305
Recoverable Taxes and Contributions	7	26,298	14,644
Restricted Deposits	8	96,569	61,654
Derivative Financial Instruments, net	4.1	22,451	62,838
Other Receivables	9	26,118	22,931
<b>Total Current</b>		<b>3,296,187</b>	<b>2,776,732</b>
<b>Noncurrent</b>			
Trade Accounts Receivable	6.a	161,063	271,525
Restricted Deposits	8	134,987	90,059
Court Deposits	18.e	436,056	586,869
Contractual Financial Assets	10	850,582	708,227
Contract Assets	11	2,777,922	2,761,013
Deferred Income Tax and Social Contribution	16.c	787,118	828,516
Other Accounts Receivable	9	123,769	56,963
Investments	12	2,184	2,282
Fixed assets	13.a	348,623	378,052
Intangible Assets	13.b	11,589,509	10,343,667
<b>Total Noncurrent</b>		<b>17,211,813</b>	<b>16,027,173</b>
<b>TOTAL ASSETS</b>		<b>20,508,000</b>	<b>18,803,905</b>

# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF FINANCIAL POSITION

As of December 31, 2024 and 2023

(In thousands of reais)

### LIABILITIES

	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Current</b>			
Loans, Financing, Debentures, Leases, and PPP	14.a	584,638	671,117
Contractors and Suppliers		331,691	354,897
Taxes and Contributions	15	111,687	100,087
Salaries and Social Charges		288,744	285,790
Derivative Financial Instruments	4.1	-	62,287
Dividends and Interest on Equity Capital	20/22	318,066	308,821
Unearned Revenue	17	3,560	3,560
Collaterals and Contractual Retentions		2,440	2,382
Pension Plan and Health Insurance	19	76,091	73,635
Other Accounts Payables	21	133,511	107,517
<b>Total Current</b>		<b>1,850,428</b>	<b>1,970,093</b>
<b>Noncurrent</b>			
Loans, Financing, Debentures, and Leases	14.a	6,046,697	5,106,543
Contractors and Suppliers		4,730	-
Unearned Revenue	17	4,153	7,713
Provisions	18.b	619,709	858,613
Pension Plan and Health Insurance	19	1,065,280	1,030,892
Other Accounts Payables	21	88,296	85,851
<b>Total Noncurrent</b>		<b>7,828,865</b>	<b>7,089,612</b>
<b>Total Liabilities</b>		<b>9,679,293</b>	<b>9,059,705</b>
<b>Equity</b>			
	22		
Capital Stock		5,996,137	5,996,137
Revaluation Surplus		46,067	50,164
Asset and Liability Valuation Adjustments		4,001	4,205
Income Reserves		4,594,712	3,507,386
Other Comprehensive Income		187,790	186,308
<b>Total Equity</b>		<b>10,828,707</b>	<b>9,744,200</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>20,508,000</b>	<b>18,803,905</b>

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

# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF INCOME

for the years ended December 31, 2024 and 2023

(Amounts in thousands of Brazilian reais, except net earnings per share)

	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b>Net Operating Revenue</b>	23	<b>6,848,219</b>	<b>6,292,736</b>
<b>Cost of Services Rendered</b>	24	<b>(2,890,386)</b>	<b>(2,514,893)</b>
<b>Gross Profit</b>		<b>3,957,833</b>	<b>3,777,843</b>
<b>Operating Expenses</b>			
Selling	25	(562,354)	(256,362)
Administrative	25	(1,082,608)	(805,647)
Other Operating Income (Expenses)	25	(17,624)	(30,656)
Equity in Earnings (Losses) of Controlled Companies		-	(5,263)
Civil, Labor, Tax, and Environmental Provisions	18.a	238,675	(169,385)
Provisions for Pension Plan and Health Insurance	19	(39,090)	(48,233)
Profit-Sharing Program	26	(118,219)	(115,007)
		<b>(1,581,220)</b>	<b>(1,430,553)</b>
<b>Finance Income (Expenses)</b>			
Financial Income	27	402,739	295,702
Financial Expenses	27	(697,190)	(618,671)
		<b>(294,451)</b>	<b>(322,969)</b>
<b>Income Before Income Tax and Social Contribution</b>		<b>2,082,162</b>	<b>2,024,321</b>
<b>Income Tax and Social Contribution</b>	16.b	<b>(536,815)</b>	<b>(520,958)</b>
Current		(496,180)	(647,219)
Deferred		(40,635)	126,261
<b>NET INCOME FOR THE YEAR</b>		<b>1,545,347</b>	<b>1,503,363</b>
Net Income Attributed to Common Shares		482,921	469,801
Net Income Attributed to Preferred Shares		1,062,426	1,033,562
Basic and Diluted Earnings per Share	22.g		
Common shares		0.95868	0.93263
Preferred shares		1.05455	1.02590

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

# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF COMPREHENSIVE INCOME

for the years ended December 31, 2024 and 2023

(In thousands of reais)

	<u>2024</u>	<u>2023</u>
<b>Net Income for the Year</b>	<b>1,545,347</b>	<b>1,503,363</b>
<b>Items that will be not reclassified to income</b>	<b>1,482</b>	<b>(29,857)</b>
Actuarial Gains and Losses on Pension Plan and Health Insurance	2,245	(45,238)
Taxes on Actuarial Gains and Losses	(763)	15,381
<b>Items affecting income (expenses)</b>	<b>(4,301)</b>	<b>(4,379)</b>
Realization of Revaluation Reserve	(6,208)	(6,458)
Taxes on Realization of Revaluation Reserve	2,111	2,196
Realization of Adjustment to Deemed Costs	(309)	(177)
Taxes on Realization of Adjustments to Deemed Costs	105	60
<b>Total comprehensive income for the year, net from taxes</b>	<b><u>1,542,528</u></b>	<b><u>1,469,127</u></b>

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

# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF CHANGES IN EQUITY

Years ended on December 31, 2024 and 2023 (In thousands of reais)

	Income Reserve						Other Comprehensive Income	Total
	Capital Stock	Investment Plan	Legal	Tax Incentives	Additional Proposed Dividend	Retained Earnings		
<b>Balances as of January 1, 2023</b>	<b>3,996,137</b>	<b>4,178,873</b>	<b>166,212</b>	<b>11,606</b>	<b>159,146</b>	<b>-</b>	<b>274,913</b>	<b>8,786,887</b>
Capital Increase	2,000,000	(1,833,788)	(166,212)	-	-	-	-	-
Total of Capital Transactions with Partners	2,000,000	(1,833,788)	(166,212)	-	-	-	-	-
Net Income for the Year	-	-	-	-	-	1,503,363	-	1,503,363
Realization of Revaluation Reserve	-	-	-	-	-	6,458	(6,458)	-
Realization of Taxes on Revaluation Reserve	-	-	-	-	-	(2,196)	2,196	-
Realization of Adjustment to Deemed Costs	-	-	-	-	-	177	(177)	-
Realization of Taxes on Adjustment to Deemed costs	-	-	-	-	-	(60)	60	-
Actuarial Gains and Losses	-	-	-	-	-	-	(45,238)	(45,238)
Provision for Taxes on Actuarial Gains and Losses	-	-	-	-	-	-	15,381	15,381
Total Comprehensive Income for the Year	-	-	-	-	-	1,507,742	(34,236)	1,473,506
Additional Dividends of 2022	-	-	-	-	(159,146)	-	-	(159,146)
Allocation proposed on the Annual General Meeting:								
Recognition of Legal Reserve	-	-	75,168	-	-	(75,168)	-	-
Tax Incentives	-	-	-	10	-	(10)	-	-
Interest on Stockholders' Equity	-	-	-	-	-	(452,373)	-	(452,373)
Proposed Additional Dividends	-	-	-	-	95,326	-	-	95,326
Earnings Retention	-	980,191	-	-	-	(980,191)	-	-
<b>Balances as of December 31, 2023</b>	<b>5,996,137</b>	<b>3,325,276</b>	<b>75,168</b>	<b>11,616</b>	<b>95,326</b>	<b>-</b>	<b>240,677</b>	<b>9,744,200</b>
Net Income for the Year	-	-	-	-	-	1,545,347	-	1,545,347
Realization of Revaluation Reserve	-	-	-	-	-	6,208	(6,208)	-
Realization of Taxes on Revaluation Reserve	-	-	-	-	-	(2,111)	2,111	-
Realization of Adjustment to Deemed Costs	-	-	-	-	-	309	(309)	-
Realization of Taxes on Adjustment to Deemed costs	-	-	-	-	-	(105)	105	-
Actuarial Gains and Losses	-	-	-	-	-	-	2,245	2,245
Provision for Taxes on Actuarial Gains and Losses	-	-	-	-	-	-	(763)	(763)
Total Comprehensive Income for the Year	-	-	-	-	-	1,549,648	(2,819)	1,546,829
Additional Dividends of 2023	-	-	-	-	(95,326)	-	-	(95,326)
Allocation proposed on the Annual General Meeting:								
Recognition of Legal Reserve	-	-	77,262	-	-	(77,262)	-	-
Tax Incentives	-	-	-	100	-	(100)	-	-
Interest on Stockholders' Equity	-	-	-	-	-	(462,869)	-	(462,869)
Proposed Additional Dividends	-	-	-	-	95,873	-	-	95,873
Earnings Retention	-	1,009,417	-	-	-	(1,009,417)	-	-
<b>Balances as of December 31, 2024</b>	<b>5,996,137</b>	<b>4,334,693</b>	<b>152,430</b>	<b>11,716</b>	<b>95,873</b>	<b>-</b>	<b>237,858</b>	<b>10,828,707</b>

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



# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENTS OF CASH FLOWS for the years ended on December 31, 2024 and 2023 (In thousands of reais)

	<b>2024</b>	<b>2023</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Income for the Year</b>	<b>1,545,347</b>	<b>1,503,363</b>
Adjustments to Reconcile Profit or Loss to Cash Assets Generated by Operating Activities		
Depreciations and Amortizations	559,949	480,108
Costs of Fixed and Intangible Assets Write-Offs	14,615	12,525
Impairment of Assets	4,488	(9,807)
Present Value of Financial Assets Adjustment	2,514	55,857
Allowance for Losses on Doubtful Accounts	124,439	(69,698)
Deferred Income Tax and Social Contribution, net	40,635	(126,261)
Provisions	(238,675)	169,385
Pension Plan and Health Insurance	39,090	48,233
Interests on Financing	481,813	421,586
Monetary Variations on Financing	100,389	101,073
Interest and Monetary Update on Leasing	58,162	45,982
Net Exchange Rate Variation	26,221	(277)
Derivative Financial Instruments Variation	(18,276)	2,611
Equity in Earnings (Losses) of Controlled Companies	-	5,263
Appropriation of Costs in Funds Raised From Third Parties	6,354	5,942
Adjustment to Fair Value - Investments	98	(292)
	<b>1,201,816</b>	<b>1,142,230</b>
<b>Changes in Assets and Liabilities</b>		
Trade Accounts Receivable	(4,586)	(250,116)
Recoverable Taxes and Contributions	(11,654)	23,690
Inventories	(3,878)	7,638
Court Deposits	150,813	(79,575)
Other Accounts Receivable	(64,437)	(17,141)
Contractors and Suppliers	(18,476)	56,775
Taxes and Contributions	417,087	551,644
Salaries Social Charges	2,954	39,825
Collaterals and Contractual Retentions	58	165
Unearned Revenue	(3,560)	(3,560)
Income Tax and Social Contribution Paid	(455,495)	(603,487)
Other Accounts Payable	19,032	10,813
	<b>27,858</b>	<b>(263,329)</b>
<b>Net Cash Generated by Operating Activities</b>	<b>2,775,021</b>	<b>2,382,264</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in Fixed and Intangible Assets	(1,908,908)	(1,926,103)
Investments	-	11,389
<b>Net Cash Applied in Investing Activities</b>	<b>(1,908,908)</b>	<b>(1,914,714)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Financing Obtained	1,233,592	1,025,541
Amortization of Financing	(520,359)	(452,427)
Payment of Interest on Financing	(451,291)	(412,885)
Leasing Payments	(124,635)	(109,755)
Cost in Funds of Third Parties	(4,906)	(2,462)
Restricted Deposits	(79,843)	(52,794)
Payment of Dividends and Interest on Equity Capital	(403,072)	(385,542)
<b>Net Cash Applied in Financing Activities</b>	<b>(350,514)</b>	<b>(390,324)</b>
<b>VARIATION IN CASH AND CASH EQUIVALENTS BALANCE</b>	<b>515,599</b>	<b>77,226</b>
Beginning Balance of Cash and Cash Equivalents	1,285,158	1,207,932
<b>Ending Balance in Cash and Cash Equivalents</b>	<b>1,800,757</b>	<b>1,285,158</b>

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

# Companhia de Saneamento do Paraná - SANEPAR

## STATEMENT OF VALUE ADDED

for the years ended on December 31, 2024 and 2023  
(In thousands of reais)

	<b>2024</b>	<b>2023</b>
<b>Revenue</b>		
Sales of Services Rendered	7,374,602	6,783,006
Other Results	(17,624)	(30,656)
Losses on Realization and Recovery of Assets	(124,439)	69,698
	<b>7,232,539</b>	<b>6,822,048</b>
<b>Inputs Purchased from Third Parties</b>		
Consumed Chemical Products	(203,216)	(216,613)
Consumables	(118,544)	(112,994)
Electricity	(535,036)	(510,131)
Other Costs of Products and Services	(776,007)	(692,361)
Third-Party Services	(515,236)	(355,706)
Other Operating Expenses	153,947	(124,784)
	<b>(1,994,092)</b>	<b>(2,012,589)</b>
<b>Gross Value Added</b>	<b>5,238,447</b>	<b>4,809,459</b>
Depreciation and Amortization	(559,949)	(480,108)
<b>Value Added, Net</b>	<b>4,678,498</b>	<b>4,329,351</b>
<b>Value Added Received in Transfer</b>		
Equity in Earnings (Losses) of Controlled Companies	-	(5,263)
Financial Income	402,739	295,702
<b>Total Value Added to be Distributed</b>	<b>5,081,237</b>	<b>4,619,790</b>
<b>Added Value Distribution</b>		
<b>Employees and Management</b>		
Direct compensation	847,466	798,759
Benefits	632,085	419,968
F.G.T.S.	56,877	53,296
	<b>1,536,428</b>	<b>1,272,023</b>
<b>Taxes, fees and contributions</b>		
Federal Taxes	1,283,936	1,211,840
State Taxes	470	495
City Taxes	10,799	5,055
	<b>1,295,205</b>	<b>1,217,390</b>
<b>Funders</b>		
Rents	7,067	8,343
Interest and Monetary Adjustments	697,190	618,671
	<b>704,257</b>	<b>627,014</b>
<b>Shareholders</b>		
Interest on Equity Capital	<b>462,869</b>	<b>452,373</b>
<b>Net income for the Year Not Distributed</b>	<b>1,082,478</b>	<b>1,050,990</b>
<b>Total</b>	<b>5,081,237</b>	<b>4,619,790</b>

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

## 1. GENERAL INFORMATION

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

On July 28, 2020, Law 20.266/2020 was sanctioned, which amended Article 1 of Law 4.684, of January 24, 1963, authorizing the Company to operate, including abroad, in the exploration of public services and private systems water supply, collection, removal and final disposal of effluents, domestic and industrial solid waste, urban drainage, related services to protection of the environment and its water resources, in addition to being authorized to sell the energy generated in its units, services and rights arising from its patrimonial assets and to use networks for the installation of optical fibers. The Company may also hold majority or minority interests in consortia, investment funds or businesses together with state-owned and private sector companies. These businesses may be managed directly or through subsidiaries, through special purpose entities or other legal types of association approved by the General Shareholders’ Meeting.

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

The Company, through 346 municipal concessions, provides water treatment and distribution and sewage collection and treatment services. As established by the 6th/2023 and the 7th/2023 Special General Meetings of the Water and Sewage Microregions of the State of Paraná (MRAE-1, MRAE-2 and MRAE-3), the concession terms of 343 municipalities were standardized with due date in June 5, 2048, except for the municipalities: (i) Porto União, due on March 31, 2048; (ii) Maringá, due on August 27, 2040, which are being disputed in courts; and (iii) Andirá, which terminates on December 5, 2032, and is not operated by the Company.

Upon termination of the concession, the municipality shall reimburse the Company for the amounts of the concession-related assets. Additionally, the Company is discussing in court the validity of the amendment that extended the concession with the municipality of Maringá. The Extraordinary Appeal (ARE), under No. 1363547, was distributed to Federal Supreme Court (STF) Justice Ricardo Lewandowski at the time, which was denied on February 16, 2022, with the pending analysis of the Appeal filed, on September 19, 2022. Also at the STF, on April 20, 2022, May 23, 2022, and August 5, 2022, conciliation hearings were held, with the support of the STF Mediation and Conciliation Center and the participation of the State Public Prosecutor’s Office of Paraná, in which Sanepar submitted a proposal to the Municipality; however, these remained unfruitful. According to the note in the “Notice to the Market”, on February 7, 2023, the Company and the Municipality of Maringá jointly petitioned in the court records of ARE 1363547, the suspension of the case for thirty (30) days, due to internal demands, at the administrative

level, inherent to the case's subject matter. The appeal was transferred to be reported by the Cristiano Zanin, due to Justice Ricardo Lewandowski's retirement, and the date for the online judgement, was established to the period from 02/07/2025 to 02/14/2025, the motions for clarification were rejected. As determined by the court, the contract shall not be terminated until the Municipality pays the compensation due to the Company.

## **2. PRESENTATION OF THE FINANCIAL STATEMENTS**

### **2.1. Statement of Compliance**

The financial statements are presented in conformity with Laws 6.404/76, 11.638/07 and 11.941/09. They were prepared following the Accounting Practices Adopted in Brazil, which covers Brazilian corporate law, the Pronouncements, Guidelines, and Interpretations issued by the Accounting Pronouncements Committee - CPC and also based on the accounting standards and procedures established by the Securities and Exchange Commission – CVM. They also follow international financial reporting standards (International Financial Reporting Standards - IFRS), issued by International Accounting Standards Board (IASB).

The financial statements were prepared considering all the company's relevant and material accounting information, which correspond to that used in the Administration's management.

The Financial Information was authorized for disclosure by the Company's Management on February 20, 2025.

### **2.2. Measurement and Presentation Basis**

The Financial Statements were prepared considering the historical cost, except for the recognized revaluations, as a value basis, the financial assets measured at fair value and certain classes of current and noncurrent assets and liabilities, as presented in the Note 3 on accounting practices.

### **2.3. Functional and reporting currency**

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

## **3. MAIN ACCOUNTING PRACTICES**

The Company has applied the accounting practices described below consistently to all the years presented in these financial statements.

The main and material accounting practices and policies, for which the details are available in the respective Explanatory Notes, adopted in the preparation of the financial statements were:

**a) Risk Management and Financial Instruments** – Note 4

**b) Cash and Cash Equivalents** – Note 5

- c) **Trade Accounts Receivable** – Note 6
- d) **Allowance for Losses on Doubtful Accounts** – Note 6
- e) **Contractual Financial Assets** – Note 10
- f) **Contract Assets** – Note 11
- g) **Capitalization of Interest and Financial Charges** – Note 11
- h) **Investments** – Note 12
- i) **Fixed and Intangible Assets** – Note 13
- j) **Leases:** The leased assets are shown in Note 13 and the corresponding debt in Note 14.
- k) **Public-Private Partnership (“PPP”):** The leased assets are shown in Note 13 and the corresponding debt in Note 14.
- l) **Evaluation of the Recoverable Value of Assets (*Impairment*)** – Note 13
- m) **Loans, Financing, Debentures, and Leases** – Note 14
- n) **Income Tax and Social Contribution** – Note 16
- o) **Provisions for Contingent Liabilities** – Note 18
- p) **Pension Plan and Health Insurance** – Note 19
- q) **Related Parties** – Note 20
- r) **Shareholders’ Compensation** – Note 22.f
- s) **Revenue** – Note 23
- t) **Inventories:** Inventories are mainly composed of maintenance and repair materials, recorded at their average acquisition cost, in Current Assets. The amounts accounted for do not exceed it’s replacement or realization costs.
- u) **Current and non-current liabilities:** All liabilities are recorded at known or estimated amounts and, when applicable, adjusted on a pro-rata die basis, until the closing date of the financial statements, based on the indexes and agreed-upon charges, with no need of adjustment to present value.
- v) **Concessions:** The Company records the infrastructure used for the operation of public services of basic sanitation as follows:

Concession contracts: the assets from “Concession Contracts” signed before the enactment of Law 11.445/07 (still ruled by Concessions Law - Law 8.987/95), are recorded as intangible

assets and amortized by the economic useful life, based on a technical study made by the Company.

Program contracts: the assets arising from "Program Contracts", in compliance with the rules of Law 11.445/07 - Regulatory Framework, entered into until the enactment of Law 14.026, of July 15, 2020, which establishes the national guidelines for basic sanitation, are recorded under the bifurcated model (intangible asset and financial asset) defined by ICPC 01 (R1) and OCPC 05. In this model the Company records part of the intangible asset, to the extent that receives a right (license) to charge the user for the use of the public service, and part of the value in the financial asset to the extent that the economic useful life of the assets recorded in the intangible asset exceeds the term of the Program Agreement. The financial asset represents the remaining amount of the intangible asset to be reimbursed to the Company by the granting authority at the end of the contract term. Equity assets are amortized according to the terms of the contracts or their useful life, whichever is less.

Law No. 14.026, of 2020, prohibited the formalization of a Program Agreement with a Mixed Economy Society or Public Company, without a prior bidding procedure. The Company did not enter into new contracts after the enactment of Law No. 14.026.

- w) **Statements of Cash Flows (Indirect Method) and Added Value**: The statements of cash flows were prepared and are presented following Technical Pronouncement CPC 03 (R2) – Statements of Cash Flows. The Statements of Added Value were prepared and are being presented according to technical pronouncement CPC 09 – Statement of Added Value.
- x) **Use of estimates and judgments**: The preparation of the financial statements in compliance with Brazilian accounting practices requires the Company's Management to use estimates and assumptions that affect the amounts disclosed in these statements and notes. Actual results could differ from those estimates.

Estimates and assumptions are revised on an ongoing basis. Revisions to accounting estimates are recognized in the year in which the estimates are revised and in any affected future periods. The main estimate processes are summarized as follows:

#### Impairment of financial assets

The Company analyzes at the balance sheet dates if there is objective evidence that the financial asset or group of financial assets is not recoverable.

A financial asset or a group of financial assets is considered not to be recoverable if, and only if, there is objective evidence of impairment as a result of one or more events that happened after the initial recognition of the asset (an incurred 'impairment event'), with such event impacting estimated future cash flow of the financial asset or group of financial assets that can be reasonably estimated.

#### Impairment of non-financial assets

Impairment losses occur when the carrying amount of an asset or cash-generating unit exceeds its recoverable value, which is the fair value less selling costs and value in use, whichever is higher. Calculation of fair value less selling costs is based on information available on similar assets' selling transactions or market prices less additional costs to dispose the asset. The

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calculation of value in use is based on the discounted cash flow model. Cash flows derive from the budget for the next five years and do not include reorganization activities to which the Company has not yet committed itself or future significant investments which will improve the asset's basis of a cash-generating unit object of test. The recoverable value is sensitive to the discount rate used in the discounted cash flow method, as well as to expected future cash receipts and the growth rate used for extrapolation purposes.

### Provisions for tax, civil, labor and environmental risks

The Company recognizes a provision for tax, civil, labor, and environmental claims. The likelihood of loss is assessed based on the available evidence, the hierarchy of laws, available case rulings, most recent court decisions and their relevance within the legal system, and the assessment made by the attorneys.

The Company's Management believes that the provisions for tax, civil, labor, and environmental risks are necessary and appropriate based on the effective legislation and represent the best estimate.

### Allowance for losses on doubtful accounts

The allowance for doubtful accounts is set up in an amount deemed sufficient by Management to cover possible losses on the realization of accounts receivable, considering historical losses and an individual evaluation of accounts receivable with realization risks.

### Taxes

There are uncertainties surrounding the interpretation of complex tax regulations and the amount and time of future taxable income. Given the long-term nature and complexity of the existing contractual instruments, differences between the actual results and assumptions adopted, or future changes in such assumptions, may require future adjustments to tax revenue and expenses already recorded. The Company recognizes provisions based on reasonable estimates with respect to potential effects of tax audits by the tax authorities of the respective jurisdictions in which it operates. The amount of these provisions is based on several factors, such as experience in previous tax audits and different interpretations of tax regulations by the taxable entity and responsible tax authority. These differences in interpretation may appear in several subjects, depending on the conditions in effect in the respective domicile of the Company.

A significant judgment from Management is required to determine the number of deferred tax assets that can be recognized, according to a term considered reasonable, as well as the level of future taxable income expected for future years, along with future strategies of tax planning.

In compliance with ICPC 22, the Company understands that all tax adjustments made in the calculation of taxes and contributions on income do not present a subject that can be questioned by the federal tax authorities as a result of different tax interpretations.

CVM Resolution No. 197, from December 26, 2023, approved the Technical Pronouncements Review Document No. 24, issued by the Accounting Pronouncements Committee. This regulation deals with changes to International Tax Reform - Pillar Two rules and model published

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by the Organization for Economic Co-operation and Development (OECD). The Company's management understands that there will be no impact on its Financial Statements.

### Pension plan and health insurance

The cost of the pension plan with defined benefits and other post-employment benefits of health insurance, as well as the present value of the retirement obligation, are established using methods of actuarial evaluation. The actuarial evaluation involves the use of assumptions on discount rates, expected return rates of assets, future increases in salaries, mortality rates, and future increases of pension and retirement benefits. The obligation of the defined benefit is highly sensitive to changes in these assumptions. All assumptions are reviewed at each base date.

### **New standards, changes and interpretations**

The issues/changes to International Accounting Standards Board (“IFRS”) made by the IASB that are effective for periods or years beginning in 2024 did not have an impact on the Company's Financial Statements. Additionally, the IASB issued/revised some IFRS standards, which are expected to be adopted for the year 2025 or later, and the Company is evaluating the impacts on its Financial Statements of adopting these standards:

Lack of Exchangeability (Amendments to IAS 21): clarifies aspects related to accounting treatment and disclosure when a currency lacks convertibility into another currency. This change in the standard is effective for years beginning on/or after January 1, 2025. The Company does not expect significant impacts on its Financial Statements;

▪ IFRS 18 ‘Presentation and Disclosure in Financial Statements’: establishes the requirements for presentation and disclosure of the general purpose of financial statements to ensure that relevant information is provided that faithfully represents assets, liabilities, equity, revenues and expenses. This standard is effective for years beginning on/or after January 1, 2027. The Company is evaluating the impacts on its Financial Statements of adopting this standard;

▪ IFRS 19 ‘Subsidiaries without Public Accountability: Disclosures’: Establishes simplified disclosure requirements for consolidated or individual financial statements of entities eligible for the application of this standard. This standard is effective for years beginning on/or after 1/1/2027. The Company is evaluating the impacts on its Financial Statements of adopting this standard;

▪ Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and 7): clarifies aspects related to the accounting treatment of derecognition of financial liabilities, classification of financial assets and related disclosures. This change in the standard is effective for years beginning on/or after January 1, 2026. The Company is evaluating the impacts on its Financial Statements of adopting this standard;

▪ Annual improvements to IFRS standards: makes changes to IFRS 1 standards, addressing first-adoption aspects related to hedge accounting; IFRS 7, covering aspects of gains and losses on the reversal of a financial instrument, credit risk disclosures and the difference between fair value and transaction price; IFRS 9, addressing aspects related to the reversal of leasing liabilities and transaction price; IFRS 10, addressing the determination of the “de facto agent” and IAS 7, addressing aspects related to the cost method. These changes are effective for years



beginning on/or after 1/1/2026. The Company is evaluating the impacts on its Financial Statements of adopting this standard.

#### 4. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

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

##### 4.1. Financial risk management

**Business Risk:** the Company's business relates primarily to sourcing, treating, and distributing water, collecting, and treating sewage for 345 municipal concessions in the State of Paraná and one in the State of Santa Catarina. The Company's results depend on the maintenance of concessions in the municipalities where it operates, concession contracts and program contracts last until 2048, with the exception of concession contracts for Andirá (not operated), which lasts until 2032, and Maringá, which lasts until 2040. These contracts provided for targets for the expansion and maintenance of water and sewage systems, related to the rate of service of the water supply and sewage collection networks. In the event of termination of contracts, the granting authority must compensate the Company for the amounts of unamortized investments related to the concession, upon assessment. The process of readjustment and review of the tariff is approved by the Regulatory Agency of Parana (AGEPAR).

**Credit Risk:** the Company is exposed to the credit risk of the counterpart in its financial transactions (cash and cash equivalents, bank deposits, and financial institutions) and accounts receivable (credit to customers and balances with related parties). The maximum exposure is equivalent to the carrying amount as at December 31, 2024, and is stated in Notes 6, 9, and 20. The risks related to customers are mitigated by their composition, that includes a pulverized base that covers the entire population of the state of Paraná. Considering the type of business, Management does not conduct a credit analysis on the customer's ability to pay, adopting the practice of cutting off the supply in the event of default upon prior written notice delivered to the user, at least thirty days in advance of the scheduled cut date, except in the effectiveness of the State Law No. 20.187 of 2020 arising from coronavirus pandemic. The level of losses on the realization of accounts receivable is considered normal for the sanitation sector.

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

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

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

**Interest rate sensitivity analysis:** the Company's Management calculates the sensitivity to a possible change in the rate of return on financial investments and interest on loans, financing,

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debentures, and leases subject to variable interest rates, which may generate significant impacts. If the rates of return on financial investments and interest on loans and financing held in reais varied around 25% and 50%, with all other variables held constant, the effect on pre-tax earnings would be R\$ 27,741 and R\$ 55,482 on December 31, 2024, more or less, mainly as a result of income from financial investments and lower or higher interest expenses on financial investments and variable rate loans and financing as described below:

Description	Index	+25%	-25%	+50%	-50%
Financial investments	DI	50,614	(50,614)	101,228	(101,228)
<b>Assets</b>		<b>50,614</b>	<b>(50,614)</b>	<b>101,228</b>	<b>(101,228)</b>
Caixa Econômica Federal	TR	(3,386)	3,386	(6,772)	6,772
BNDES - PAC2	TJLP	(3,372)	3,372	(6,744)	6,744
BNDES-AVANÇAR	IPCA	(1,296)	1,296	(2,592)	2,592
BNDES - FINAME	IPCA	(32)	32	(64)	64
Debentures - 2nd Issuance - 1st and 3rd Series	TJLP	(134)	134	(268)	268
Debentures - 2nd Issuance - 2nd Series	IPCA	(197)	197	(394)	394
Debentures - 4th Issuance - 1st Series	TJLP	(1,296)	1,296	(2,592)	2,592
Debentures - 4th Issuance - 2nd Series	IPCA	(646)	646	(1,292)	1,292
Debentures - 7th Issuance - 1st and 4th Series	IPCA	(2,327)	2,327	(4,654)	4,654
Debentures - 9th Issuance - 1st and 2nd Series	DI	(6,793)	6,793	(13,586)	13,586
Debentures - 10th Issuance - Single Series	IPCA	(5,452)	5,452	(10,904)	10,904
Debentures - 11th Issuance - 1st Series	DI	(3,603)	3,603	(7,206)	7,206
Debentures - 11th Issuance - 1st and 3rd Series	IPCA	(5,466)	5,466	(10,932)	10,932
Debentures - 12th Issuance - 1st Series	DI	(8,164)	8,164	(16,328)	16,328
Debentures - 12th Issuance - 2nd Series	IPCA	(4,087)	4,087	(8,174)	8,174
Debentures - 13th Issuance - Single Series	DI	(10,755)	10,755	(21,510)	21,510
Debentures - 14th Issuance - Single Series	DI	(15,153)	15,153	(30,306)	30,306
Right of use Lease	DI	(2,420)	2,420	(4,840)	4,840
Financial Lease-Purchase Agreement	IPC-FIPE	(3,776)	3,776	(7,552)	7,552
<b>Liabilities</b>		<b>(78,355)</b>	<b>78,355</b>	<b>(156,710)</b>	<b>156,710</b>
<b>Effect on Income before taxation</b>		<b>(27,741)</b>	<b>27,741</b>	<b>(55,482)</b>	<b>55,482</b>

The index considered for the twelve-month period ended on December 31, 2024, were TR of 0.81% and the TJLP of 6.88% obtained from Central Bank of Brazil (BACEN), the Broad Consumer Price Index (IPCA) at the rate of 4.83% obtained from IBGE (Brazilian Statistics Bureau), the DI at the rate of 10.88% obtained from B3 – Brasil, Bolsa e Balcão and the CPI at the rate of 4.68% obtained from FIPE.

**Exchange rate sensitivity analysis:** we present below the impacts that would be generated by changes in the risk variables related to derivative financial instruments intended to hedge the foreign currency loans. According to data from the Central Bank of Brazil (BACEN), obtained from the Market Outlook System, the probable scenario for the next quarter is an increase of 3.3945% in the US dollar rate. This scenario uses the average exchange rate projected for the first quarter of 2025, compared to the PTAX rate disclosed for December 31, 2024.

Considering the notional amount of € 32,836 (R\$ 211,343), the Euro exchange rate of R\$ 6.4363 for December 31, 2024 (Ptax – Central Bank) and considering the assumption of maintaining the proportional value of US\$ 1.0394 per Euro, according to a US dollar PTAX of R\$ 6,1923, the management estimate the probable impact of R\$ 7,174 and we present below

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an exchange rate fluctuation stressed by a 25% and 50% appreciation and depreciation regarding this exposure:

Effect on result	Probable	+25%	-25%	+50%	-50%
Variation risk in Euro (reduction of 3.3945%)	7,174	(52,836)	52,836	(105,672)	105,672

**Liquidity risk:** Liquidity risk consists in the possibility of the Company not having sufficient funds to meet its commitments due to the different currencies and realization/settlement terms of its rights and obligations. The Company structures the maturities of non-derivative financial contracts, as shown in Note 14 to avoid affecting their liquidity. The liquidity and cash flow control are managed daily by the Company's management functions in order to ensure that the operating cash generation and the previous fund raising, when necessary, are sufficient for complying with its commitment schedule, thus reducing liquidity risks. Additionally, the Company has a dividend policy and a cash and management risk policy.

**Derivative Financial Instruments:** Under the Company's Risk, Treasury, and Market Management Policy, to mitigate the foreign exchange exposure-related risks, three financial institutions were hired to carry out non-speculative hedging transactions when funds arising from the borrowing from KfW Bank are received, by exchanging (Swap) of the fluctuation on the Euro-denominated debt +1.35% interest per year for a percentage of the CDI. The Company does not apply the hedge accounting policy for this contract, measuring it at fair value through income, with the effects of this derivative financial instrument presented in the finance income (losses). The debt of this borrowing is shown in Note 14.

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As at December 31, 2024, the Company has swap contracts (Euro + Interest v. CDI) as shown below:

Financial Instruments - Swap Contracts							
Operation	Agent	Operation Start Date	Maturity of the Operation	Notional Value EUR	Fair Value of Asset Position (in R\$)	Fair Value of Liability Position (in R\$)	Gain (Loss) on Derivative Instruments - Swap (in R\$)
1	Banco Bradesco	11/28/2023	06/25/2025	2,381	15,309	12,718	2,591
2	Banco Itaú	11/28/2023	12/24/2025	2,381	15,328	12,718	2,610
3	Banco Itaú	11/28/2023	06/25/2026	2,181	14,041	11,650	2,391
4	Banco Bradesco	06/04/2024	06/25/2026	200	1,285	1,138	147
5	Banco Bradesco	06/04/2024	12/24/2026	2,381	15,309	13,554	1,755
6	Banco Itaú	06/04/2024	06/25/2027	2,381	15,329	13,554	1,775
7	Banco Itaú	06/04/2024	12/24/2027	2,381	15,329	13,554	1,775
8	Banco Itaú	06/04/2024	06/26/2028	2,381	15,329	13,554	1,775
9	Banco Itaú	06/04/2024	12/22/2028	2,381	15,328	13,554	1,774
10	Banco Itaú	06/04/2024	06/25/2029	2,381	15,329	13,554	1,775
11	Banco Itaú	06/04/2024	12/24/2029	1,513	9,739	8,612	1,127
12	Banco Santander	11/28/2024	12/24/2029	868	5,582	5,329	253
13	Banco Itaú	11/28/2024	06/25/2030	2,381	15,329	14,616	713
14	Banco Itaú	11/28/2024	12/24/2030	2,381	15,329	14,616	713
15	Banco Itaú	11/28/2024	06/25/2031	2,381	15,329	14,616	713
16	Banco Itaú	11/28/2024	12/24/2031	1,883	12,128	11,564	564
<b>TOTAL</b>				<b>32,836</b>	<b>211,352</b>	<b>188,901</b>	<b>22,451</b>

## Capital risk management

The goal of the Company's capital management is to ensure that it maintains a strong credit rating with financial institutions and risk rating agencies and an optimal capital ratio in order to support the Company's business and maximize shareholder value. The Company manages its capital structure and makes adjustments to adapt to existing economic conditions. For this purpose, the Company can make dividend payments, enter new borrowings and financing, and issue promissory notes and debentures. For the period ended December 31, 2024, there were no changes to the capital structure goals, policies, or processes.

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In order to preserve its liquidity and payment capability, the Company uses as leverage metrics the net debt-to-equity ratio. For net debt effect purposes, the Company takes into account borrowings, financing, debentures, and leases, minus cash and cash equivalents:

Description	2024	2023
Loans, Financing, Debentures, Leases, and PPP	6,631,335	5,777,660
Cash and Cash Equivalents	(1,800,757)	(1,285,158)
Net debt	4,830,578	4,492,502
Equity	10,828,707	9,744,200
Net debt/equity ratio	0.45	0.46

### 4.2. Financial Instruments

The financial instruments are recognized in the Company's Financial Statements and their fair values are the same as the carrying amounts, as follows:

<b>Fair value measured through income</b>		
Financial investments	1,782,972	1,248,392
Derivative Financial Instruments	22,451	62,838
Restricted Deposits	231,556	151,713
<b>Amortized cost</b>		
Cash and banks	17,785	36,766
Trade Accounts Receivable, net	1,411,874	1,531,727
Contractual Financial Assets	850,582	708,227
Other Accounts Receivable	149,887	79,894
<b>Total</b>	<b>4,467,107</b>	<b>3,819,557</b>
<b>Liabilities</b>		
<b>Fair value measured through income</b>		
Derivative Financial Instruments	-	62,287
<b>Amortized cost</b>		
Loans, Financing, Debentures, Leases, and PPP	6,631,335	5,777,660
Suppliers	336,421	354,897
Other Accounts Payable	221,807	193,368
<b>Total</b>	<b>7,189,563</b>	<b>6,388,212</b>

The hierarchy level of fair value measured through income of the Company's assets is classified in level 2, which corresponds to financial investments, derivative instruments, and restricted deposits, according to CPC 48 "Financial Instruments".

As of the end of the 2024 financial year, the Company prospectively changed the way in which the balances of Derivative Financial Instruments linked to hedging operations involving exchange rate exposure on KfW Bank loans were presented, starting to present them in a net form considering the values of their active and passive sides in the reference position.

## 5. CASH AND CASH EQUIVALENTS

### Accounting practice:

*They include cash, bank deposits and short-term investments that are stated at cost, plus income earned by the rates agreed with the Financial Institutions, calculated pro-rata die and appropriated monthly. A financial investment qualifies as a cash equivalent when it has characteristics of immediate convertibility with the issuer in a known amount of cash and is not subject to the risk of significant change in value. Cash equivalents are held for the purpose of meeting short-term cash commitments.*

These have the following composition:

Description	2024	2023
Unrestricted bank deposits	17,462	3,780
Restricted bank deposits	323	32,986
	17,785	36,766
Financial investments	1,782,972	1,248,392
<b>Total Cash and cash equivalents</b>	<b>1,800,757</b>	<b>1,285,158</b>

Financial investments are close to fair value, classified in level 2 of the fair value hierarchy and have short-term characteristics, high liquidity, and low risk of changes in value. They are made up of a fixed income fund, invested in an exclusive Investment Fund (CNPJ 03.737.212/0001-44 – Caixa SANEPAR I Fixed Income Exclusive Investment Fund) whose portfolio is composed mostly of federal government bonds and by CDB along with Caixa (CNPJ 00.360.305/0001-04), with an average yield of 99.50% of CDI (100.06% in 2023). Investments in CDBs have profitability of 100.0% to 102.0% of CDI.

## 6. TRADE ACCOUNTS RECEIVABLE

### Accounting practice:

Accounts Receivable from Customers: *These include services measured and invoiced, not yet received, and revenues from water supply and sewage collection, not yet invoiced, accounted for on an accrual basis, according to the estimated consumption between the date the last reading and the end of each month, based on the average consumption of each customer.*

Present Value Adjustment: *The balances of accounts receivable from customers referring to installments were adjusted to present value. The installments of individual accounts are updated by SELIC, plus a management and risk fee, and those of government agencies based on the interest of 6% per year, brought to present value at the same rates.*

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**Provision for Losses on Realization of Credits:** In order to estimate the amount of the provision for expected losses on the realization of credits, to be recognized in the year, the Company's Management performs analyses of its accounts receivable considering the expected loss on the amounts due and overdue amounts.

For the accounts receivable amounts, the provision for expected losses is constituted using a matrix that segments the balances by consumption category and maturity age, resulting in the best expectation of recovery of these credits. For the past due amounts of accounts receivable from customers, a provision is constituted considering the credit recovery policy currently adopted by the Company, which contemplates the interruption of services provided to defaulting customers, and based on the past due amounts segregated by the categories of residential, commercial, industrial consumers, and Federal Government overdue for more than 180 days, despite from amounts overdue for more than 2 years for the Municipal Government, except for city halls that are not paying overdue bills, for which it is recognized provision for all credits. The Company does not set up a provision for losses in the realization of credits from the State due to its history of settling debts.

### a) The aging list of trade receivables is as follows:

Description	2024	2023
Falling Due Accounts Receivable	397,550	384,665
Accounts Receivable from Installment Payments	385,657	534,953
Adjustment to Present Value	(56,689)	(64,136)
Accounts to be Billed (Unbilled Consumption)	322,474	287,657
	<u>1,048,992</u>	<u>1,143,139</u>
Overdue Accounts Receivable		
1-30 days	210,801	207,840
31 to 60 days	70,099	77,791
61 to 90 days	32,996	41,500
91 to 180 days	67,548	77,435
Over 180 days	617,792	496,348
Allowance for Losses on Doubtful Accounts	(636,354)	(512,326)
	<u>362,882</u>	<u>388,588</u>
<b>Total of Trade Accounts Receivable, net</b>	<b><u>1,411,874</u></b>	<b><u>1,531,727</u></b>
<b>Current</b>	<b>1,250,811</b>	<b>1,260,202</b>
<b>Noncurrent</b>	<b>161,063</b>	<b>271,525</b>

The table below shows the breakdown of total trade receivables, net of expected credit losses:

Description	Trade Accounts Receivable	Allowance for Doubtful Accounts	Adjustment to Present Value	2024	2023
Municipal Administration	107,099	(54,515)	(39)	52,545	53,655
Private	1,980,668	(581,839)	(56,650)	1,342,179	1,462,488
Federal Entity	1,896	-	-	1,896	2,184
State Entity	15,254	-	-	15,254	13,400
<b>Balance at the End of the Year</b>	<b><u>2,104,917</u></b>	<b><u>(636,354)</u></b>	<b><u>(56,689)</u></b>	<b><u>1,411,874</u></b>	<b><u>1,531,727</u></b>

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**b) Changes in the allowance for expected credit losses in the realization of receivables are as follows:**

Description	2024	2023
Balances at the Beginning of the Year	(512,326)	(582,144)
Amounts recorded as (Expenses)/Reversal	(124,439)	69,698
Write-offs, Net from Recoveries	411	120
<b>Balance at the End of the Year</b>	<b>(636,354)</b>	<b>(512,326)</b>

**c) The table below shows the breakdown of the balance of the allowance for expected credit losses in the realization of receivables:**

Description	2024	2023
Private Customers	(581,839)	(459,149)
Municipal Administration	(54,515)	(53,177)
<b>Total</b>	<b>(636,354)</b>	<b>(512,326)</b>

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

Description	2024	2023
Balances at the Beginning of the Year	(64,136)	(32,060)
Adjustment to Present Value	7,447	(32,076)
<b>Balance at the End of the Year</b>	<b>(56,689)</b>	<b>(64,136)</b>

## 7. RECOVERABLE TAXES AND CONTRIBUTIONS

These have the following composition:

Description	2024	2023
Recoverable Income Tax	23,184	14,644
Recoverable Social contribution	3,114	-
<b>Total</b>	<b>26,298</b>	<b>14,644</b>
<b>Current</b>	<b>26,298</b>	<b>14,644</b>



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### 8. RESTRICTED DEPOSITS

These may be broken down as follows:

Description	2024	2023
National Health Foundation - FUNASA	-	1,911
Reserves kept in CAIXA (1)	134,986	90,059
Other Agreements (2)	96,570	59,743
<b>Total</b>	<b>231,556</b>	<b>151,713</b>
<b>Current</b>	<b>96,569</b>	<b>61,654</b>
<b>Noncurrent</b>	<b>134,987</b>	<b>90,059</b>

(1) Reserve accounts linked to financing agreements in amounts sufficient to comply with contractual clauses;

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

### 9. OTHER RECEIVABLES

These may be broken down as follows:

Description	2024	2023
Advances to employees	17,075	16,599
Reimbursable payments	436	382
Guarantee Deposits	1,991	1,932
Municipal Fund for Sanitation and Environmental Administration (1)	128,630	58,968
Prepaid Expenses	270	111
Bonds and Other Credits	1,485	1,902
<b>Total</b>	<b>149,887</b>	<b>79,894</b>
<b>Current</b>	<b>26,118</b>	<b>22,931</b>
<b>Noncurrent</b>	<b>123,769</b>	<b>56,963</b>

(1) Anticipation of transfer to the Funds for Municipal Sanitation and Environmental Administration, as provided in the program contract.

## 10. CONTRACTUAL FINANCIAL ASSETS

### Accounting practice:

*Contractual financial assets represent the portion of the total amount of constructed operating assets with useful life higher than the term of the program contracts and which, consequently, shall be paid by the Granting Power by the end of the contract. These amounts are initially recognized upon the signature of each Program Contract and then upon the addition of the portion referring to the investment in new assets that exceed the contractual term.*

Present Value Adjustment: *The financial assets are discounted to present value using the IPCA index projected for the year (index published by BACEN), and the Weighted Average Cost of Capital (WACC) as discount rate, resulting in the application of an equivalent rate which represents the spread between IPCA index and WACC rate. The adjustments to present value may represent a revenue or an expense to be recorded in the statement of income in the year they occur.*

Changes in financial assets are as follows:

Description	2023	Additions	NPV revenue	NPV expenses	2024
Unamortized investment	1,923,366	387,144	-	-	2,310,510
Adjustment to Present Value	(1,215,139)	(242,275)	31,157	(33,671)	(1,459,928)
<b>Total</b>	<b>708,227</b>	<b>(a) 144,869</b>	<b>31,157</b>	<b>(33,671)</b>	<b>850,582</b>

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

The equivalent discount rate applied to calculate the Adjustment to Present Value was 4.36% (4.17% in 2023) spread between the projected IPCA for the year and the WACC rate and took into account the Program Contracts terms.

## 11. CONTRACTUAL ASSET

### Accounting practice:

*As determined by CPC 47 / IFRS 15 - Revenue from contract with client, assets linked to the concession under construction, registered under the scope of ICPC 01 (R1) / IFRIC 12 - Concession Contracts, must be classified as Contract Assets during the construction period and transferred to Intangible Assets only after the completion of the work.*

Capitalization of Interest and Financial Charges: *Interest and other financial charges related to the financing of fixed and intangible assets in progress, are appropriated at the cost of the same, until the conclusion of the construction and/or installation of the asset after that period charges are appropriated as financial expense.*

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Changes are as follows:

Description	2023	Additions	Interest capitalization	Write-off and Losses	Transfers to intangible assets	2024
Projects and Works in Progress	2,667,515	1,711,951	42,225	(5,401)	(1,741,296)	2,674,994
Inventory for Works	93,498	9,430	-	-	-	102,928
<b>Total</b>	<b>2,761,013</b>	<b>1,721,381</b>	<b>42,225</b>	<b>(5,401)</b>	<b>(1,741,296)</b>	<b>2,777,922</b>

In 2024, the Company recognized as projects and construction in progress the amount R\$ 1,721,381 (R\$1,800,046 in 2023), arising from: (i) expansion of the Water Supply System, primarily in the municipalities of Londrina, Umuarama, Telêmaco Borba, Cianorte, and Medianeira, (ii) Sewage Treatment and Collection, especially in the municipalities Curitiba, Arapongas, Ibaiti, Assis Chateaubriand, and Cornélio Procópio. The amounts related to completed works of expansion of the Water Supply System and the Sewage Treatment and Collection System were transferred to Intangible Assets, mainly in the municipalities of Pato Branco, Arapongas, Campo Mourão, Pérola, and Ponta Grossa.

In 2024, interest and other financial charges were capitalized on the funds and borrowings that financed the Company's projects and works, amounting to R\$ 42,225 (R\$ 49,752 in 2023). The average rate used to determine the amount of capitalized borrowing costs concerning total costs was 7.2% (9.4% in 2023).

## 12. INVESTMENTS

### Other investments

The Company has investment quotas in FINAM (Amazon Investment Fund), classified as level I, resulting from the application of Income Tax Incentive of R\$2,201 and other investments over which do not have significant influence in the amount of R\$322, with no maturity date and that are not immediately convertible, which at fair value, considering the quotation on 12/31/2024, is equivalent to R\$2,184.

### 13. FIXED AND INTANGIBLE ASSETS

#### Accounting practice:

Fixed assets: These are stated at acquisition or construction cost, plus revaluations made in previous years and asset and liability valuation adjustments to the new deemed cost, less the depreciation calculated using the straight-line method, according to the rates mentioned in this Note. The impairment test of the fixed assets is carried out annually, whenever there is an indicator that the fixed assets may not be recoverable.

Intangible assets: Intangible assets linked to concession contracts are recorded at their acquisition, construction, or contractual cost and include the Right of Use and Concession Contracts. Intangible assets linked to Program Contracts are initially recognized by the difference between the amounts invested in assets related to the concessions and the present value of the Contractual Financial Asset calculated according to Note 10. It is an intangible asset with finite useful life and its value will be amortized within the term of the contract.

The amortization of intangible assets linked to Concession Contracts is calculated based on the economic useful life and the amortization of the assets linked to Program Contracts is calculated according to the effective terms of the contracts or to the economic useful life of the assets forming the infrastructure necessary for the rendering of public services, whichever is lower. For the assets whose useful life exceeds the contract term, a financial asset is recognized, as mentioned in Note 3(v). An impairment test of intangible assets balances is conducted annually, whenever there is an indication that the intangible asset may not be recoverable

Leases: The accounting record is made upon the asset's actual availability for use, considering its fair value or, if lower, the present value of minimum payments of the lease. The debt amount is stated in Note 14. After initial recognition, the asset is accounted for according to the applicable policy.

Public-Private Partnership Assets: Accounting record occurs upon the actual availability for use, considering fair values or, if inferior, present value of minimum payments of the liability. The debt amount is stated in Note 14. After initial recognition, the asset is accounted according to the applicable policy.

## Base date December 31, 2024 – CIA SANEAMENTO DO PARANÁ – SANEPAR

(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### a) Fixed assets

These have the following composition:

By account			2024	2023
Description	Cost	Accumulated depreciation	Net amount	
Goods for Administrative Use	403,264	(188,329)	214,935	218,171
Other Fixed Assets	2,292	(742)	1,550	456
Lease of Right of Use	274,989	(142,851)	132,138	159,425
<b>Total</b>	<b>680,545</b>	<b>(331,922)</b>	<b>348,623</b>	<b>378,052</b>

By nature				2024	2023
Description	Yearly Depreciation Rate	Cost	Accumulated depreciation	Net amount	
Plots of Land	-	2,921	-	2,921	2,945
Civil construction	*1.84%	125,484	(28,400)	97,084	95,631
Improvements	*2%	3,630	(1,014)	2,616	2,593
Facilities	*5.83%	12,215	(5,443)	6,772	7,467
Equipment	*6.23%	105,463	(49,365)	56,098	59,456
Furniture and fixtures	*7.14%	53,579	(28,177)	25,402	27,277
IT equipment	*19.82%	46,614	(31,749)	14,865	12,174
Vehicles	*13.05%	28,840	(22,793)	6,047	7,414
Machinery, Tractors, and similar items	*19.35%	23,874	(21,253)	2,621	2,673
Tools	*6.67%	1,670	(877)	793	877
Patrimonial Assets to be Incorporated	-	1,266	-	1,266	120
Lease of Right of Use	*28.49%	274,989	(142,851)	132,138	159,425
<b>Total</b>		<b>680,545</b>	<b>(331,922)</b>	<b>348,623</b>	<b>378,052</b>

\* Weighted Average Rate

## Base date December 31, 2024 – CIA SANEAMENTO DO PARANÁ – SANEPAR

(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### b) Intangible Assets

These have the following composition:

By account			2024	2023
Description	Cost	Accumulated Amortization	Net amount	
Water Mains	7,454,216	(2,386,849)	5,067,367	4,600,873
Sewage Mains	8,122,770	(2,051,146)	6,071,624	5,346,070
Solid waste	6,662	(6,662)	-	-
Right-of-use and System Operation	125,115	(81,208)	43,907	45,781
Lease of Right of Use	200,422	(31,067)	169,355	173,643
IT Systems under Implementation	78,694	-	78,694	-
Other Intangible Assets	294,448	(135,886)	158,562	177,300
<b>Total</b>	<b>16,282,327</b>	<b>(4,692,818)</b>	<b>11,589,509</b>	<b>10,343,667</b>

By nature				2024	2023
Description	Yearly Amortization Rate	Cost	Accumulated Amortization	Net amount	
Plots of Land	-	338,999	-	338,999	328,767
Wells	*3.10%	208,226	(48,121)	160,105	142,778
Dams	*2.67%	263,520	(76,503)	187,017	82,872
Civil Construction	*2.59%	4,147,219	(915,092)	3,232,127	2,777,110
Improvements	*2.67%	74,921	(9,879)	65,042	51,162
Piping	*2.64%	7,527,277	(2,134,750)	5,392,527	5,020,847
Building Connections	*3.33%	1,131,937	(377,158)	754,779	695,900
Facilities	*5.83%	289,933	(133,573)	156,360	136,648
Hydrometers	*10%	382,770	(157,163)	225,607	196,365
Macro-meters	*10%	9,571	(6,191)	3,380	3,153
Equipment	*6.23%	1,135,621	(461,880)	673,741	598,448
Furniture and fixtures	*7.14%	7,918	(4,442)	3,476	3,554
IT equipment	*19.82%	103,192	(89,415)	13,777	7,183
IT programs	*20%	152,161	(90,216)	61,945	56,776
Vehicles	*13.05%	22,526	(17,828)	4,698	5,710
Machinery, Tractors, and similar items	*19.35%	28,261	(26,168)	2,093	2,846
Tools	*6.67%	378	(274)	104	112
Right-of-Use and Transmission Lines	*6.25%	4,823	(1,043)	3,780	4,047
Environment Protection and Preservation	*20%	46,288	(30,847)	15,441	7,328
Concession of the Municipality of Curitiba	*1.5%	125,000	(81,093)	43,907	45,781
Concession of the Municipality of Cianorte	*5%	115	(115)	-	-
Patrimonial Assets to be Incorporated	-	2,555	-	2,555	2,637
Lease of Right of Use	*35.84%	200,422	(31,067)	169,355	173,643
IT Systems under Implementation	-	78,694	-	78,694	-
<b>Total</b>		<b>16,282,327</b>	<b>(4,692,818)</b>	<b>11,589,509</b>	<b>10,343,667</b>

\* Weighted Average Rate

- (1) Right to grant the onerous concession agreement executed on December 6, 2001, which renewed in advance on June 5, 2018, with the execution of the program agreement in accordance with Law 11.445, of January 5, 2007, and other relevant legal acts;
- (2) Right to grant an onerous concession agreement with the Municipality of Cianorte, executed on March 7, 2002, to provide solid waste collection, treatment, and final disposal public utility services for a 20-year period. The continuity of the services was authorized on a tentative basis by Cianorte Municipal Decree 3, of January 12, 2023, for the period until April 30, 2025, or until the service provision in the municipality is regularized under the terms of current legislation.

## Base date December 31, 2024 – CIA SANEAMENTO DO PARANÁ – SANEPAR

(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### Public-Private Partnership:

The Public-Private Partnership agreement assets linked (Center-Coastal Microregion) totaling R\$ 501,692 refer to the assignment by the Company of the structure related to contractual performance, the payment of which began in April 2024.

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

As at December 31, 2024, the carrying amount for each asset category linked to the Public-Private Partnership recognized in Intangible Assets is as follows:

By account				2024	2023
Description	Yearly Amortization Rate	Cost	Accumulated Amortization	Net amount	
Plots of Land	-	6,810	-	6,810	-
Civil Construction	*2.59%	119,562	(33,212)	86,350	-
Improvements	*2.67%	1,920	(380)	1,540	-
Piping	*2.64%	327,025	(88,217)	238,808	-
Building Connections	*3.33%	25,903	(8,297)	17,606	-
Facilities	*5.83%	5,792	(3,210)	2,582	-
Equipment	*6.23%	12,666	(6,958)	5,708	-
IT equipment	*19.82%	1,852	(1,852)	-	-
Environment Protection and Preservation	*20%	162	(9)	153	-
<b>Assets of PPP</b>		<b>501,692</b>	<b>(142,135)</b>	<b>359,557</b>	<b>-</b>

\* Weighted Average Rate

In 2024, R\$ 2,637 were recorded as investments related to Public-Private Partnership.

### Leases:

The Company is a party to lease contracts with the following characteristics:

(i) asset lease contract valued at R\$ 199,297 for the expansion of the sewage system in the municipalities Matinhos and Pontal do Paraná, for a 240-month period, the payment of which started in February 2017, with a material transfer of the risks and rewards incidental to the assets which will be owned by the Company at the end of the contract;

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

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

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(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

As of December 31, 2024, the carrying amount for each category of leased asset, recognized in Fixed and Intangible Assets is as follows:

By account				2024	2023
Description	Yearly Amortization Rate	Cost	Accumulated Amortization	Net amount	
Civil Construction	1.67%	37,434	(4,704)	32,730	33,356
Piping	2.00%	147,315	(20,918)	126,397	129,343
Building Connections	3.33%	8,226	(1,978)	6,248	6,522
Facilities	6.67%	309	(155)	154	175
Equipment	6.00%	6,013	(2,741)	3,272	3,648
<b>Lease - Coastal</b>		<b>199,297</b>	<b>(30,496)</b>	<b>168,801</b>	<b>173,044</b>
Car Rental	62.73%	140,930	(84,540)	56,390	71,185
Civil Construction	20.44%	44,727	(12,415)	32,312	32,379
Equipment	77.18%	1,409	(598)	811	562
IT equipment	47.22%	89,048	(45,869)	43,179	55,898
<b>Lease - Right of use</b>		<b>276,114</b>	<b>(143,422)</b>	<b>132,692</b>	<b>160,024</b>
<b>Total</b>		<b>475,411</b>	<b>(173,918)</b>	<b>301,493</b>	<b>333,068</b>
<b>Fixed assets</b>		<b>274,989</b>	<b>(142,851)</b>	<b>132,138</b>	<b>159,425</b>
<b>Intangible Assets</b>		<b>200,422</b>	<b>(31,067)</b>	<b>169,355</b>	<b>173,643</b>

The Company recognized in profit or loss R\$ 7,067 related to low value and short-term lease (less than twelve months) contracts.

Changes in assets resulting from lease contracts were as follows:

Assets	2023	Entries	Amortization	2024
Lease - Coastal	173,044	-	(4,243)	168,801
Car Rental	71,185	28,906	(43,701)	56,390
Civil Construction	32,379	8,263	(8,330)	32,312
Equipment	562	886	(637)	811
IT equipment	55,898	7,643	(20,362)	43,179
<b>Amount</b>	<b>333,068</b>	<b>45,698</b>	<b>(77,273)</b>	<b>301,493</b>



## Base date December 31, 2024 – CIA SANEAMENTO DO PARANÁ – SANEPAR

(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### c) Changes in fixed assets and intangible assets at the beginning of 2024:

Description	2023	Additions	Depreciation and Amortization	Write-off and Losses	Transfer of Works	Transfers	2024
<b>Fixed assets</b>							
Plots of Land	2,945	-	-	-	-	(24)	2,921
Civil Construction	95,631	30	(2,401)	(1)	3,917	(92)	97,084
Improvements	2,593	94	(71)	-	-	-	2,616
Facilities	7,467	-	(725)	-	30	-	6,772
Equipment	59,456	3,919	(5,870)	(131)	-	(1,276)	56,098
Furniture and fixtures	27,277	1,528	(3,260)	(143)	-	-	25,402
IT equipment	12,174	6,840	(4,033)	(116)	-	-	14,865
Car Rental	7,414	56	(1,423)	-	-	-	6,047
Machinery, Tractors, and similar items	2,673	402	(454)	-	-	-	2,621
Tools	877	10	(94)	-	-	-	793
Patrimonial Assets to be Incorporated	120	1,146	-	-	-	-	1,266
Lease of Right of Use	159,425	45,412	(72,699)	-	-	-	132,138
<b>Total Fixed Assets</b>	<b>378,052</b>	<b>59,437</b>	<b>(91,030)</b>	<b>(391)</b>	<b>3,947</b>	<b>(1,392)</b>	<b>348,623</b>
<b>Intangible Assets</b>							
Plots of Land	328,767	5,081	-	(251)	5,402	-	338,999
Wells	142,778	-	(2,366)	(181)	19,967	(93)	160,105
Dams	82,872	85	(6,576)	-	136,623	(25,987)	187,017
Civil Construction	2,777,110	8,185	(98,656)	(354)	593,172	(47,330)	3,232,127
Improvements	51,162	961	(1,819)	-	16,597	(1,859)	65,042
Piping	5,020,847	36,712	(180,101)	(1,008)	581,664	(65,587)	5,392,527
Building Connections	695,900	775	(34,733)	(448)	97,192	(3,907)	754,779
Facilities	136,648	559	(16,458)	-	35,611	-	156,360
Hydrometers	196,365	12	(32,704)	(1,087)	63,021	-	225,607
Macro-meters	3,153	-	(521)	(2)	750	-	3,380
Equipment	598,448	34,424	(56,922)	(8,877)	105,381	1,287	673,741
Furniture and fixtures	3,554	387	(419)	(72)	27	(1)	3,476
IT equipment	7,183	47	(2,025)	(20)	8,592	-	13,777
IT programs	56,776	28,747	(24,493)	(989)	1,904	-	61,945
Car Rental	5,710	-	(1,004)	(8)	-	-	4,698
Machinery, Tractors, and similar items	2,846	-	(739)	(14)	-	-	2,093
Tools	112	5	(13)	-	-	-	104
Right-of-Use and Transmission Lines	4,047	-	(294)	-	27	-	3,780
Environment Protection and Preservation	7,328	493	(2,628)	-	10,248	-	15,441
Concession of the Municipality of Curitiba	45,781	-	(1,874)	-	-	-	43,907
Patrimonial Assets to be Incorporated	2,637	(82)	-	-	-	-	2,555
Lease of Right of Use	173,643	286	(4,574)	-	-	-	169,355
IT Systems under Implementation	-	17,523	-	-	61,171	-	78,694
<b>Total Intangible Assets</b>	<b>10,343,667</b>	<b>134,200</b>	<b>(468,919)</b>	<b>(13,311)</b>	<b>1,737,349</b>	<b>(143,477)</b>	<b>11,589,509</b>
<b>Grand total</b>	<b>10,721,719</b>	<b>193,637</b>	<b>(559,949)</b>	<b>(13,702)</b>	<b>(a) 1,741,296</b>	<b>(b) (144,869)</b>	<b>11,938,132</b>

a) Amount transferred to Contract Assets account (Note 11);

b) Amount transferred from contractual financial assets, referring to the expectation of residual value receivable at the end of program contracts, net of the Adjustment to Present Value for the period (Note 10).

#### **d) Analysis of the recoverable amount of assets**

On December 31, 2024, even without any indicators of impairment on fixed assets and intangible assets with defined useful life, the Company carried out technical analysis to determine the recoverable amount of their assets, identifying as cash-generating units the segments of water, industrial water, sewage, and solid waste.

##### **d.1) Cash-generating unit – Water and Sewage Segments**

- For the determination of the recoverable value of the assets, or cash-generating units of the Company, the value in use method was adopted, i.e., the value generated by the use of these assets;
- Useful life based on the expectation of using the set of assets that make up the cash-generating unit, also considering the Company's maintenance policy;
- Cash flow estimates were projected over five years, as suggested by CPC 01 (R1) in item 33b, in current currency, i.e., the effects of inflation were considered and, in the end, deflated;
- Pre-tax discount rate (11.47%) derived from the methodology for calculating the Weighted Average Cost of Capital (WACC), as suggested by CPC 01 (R1) in its items 55 and 56;
- Assumptions for business growth, tariff adjustment, and evolution of OPEX and maintenance CAPEX, projected as established in the Company's strategic planning;
- The residual book value of the assets (or cash-generating unit), on the final date of the cash flow estimates, was considered as recoverable value, this procedure was adopted due to the concession contracts and program contracts, providing for reimbursement to the company residual assets in the event of non-renewal or breach of contract;
- The evolution of expenses was carried out in line with the growth in demand and inflation in each expense.

The technical study concluded that the Fixed and Intangible Assets that are in operation, generating cash flows, are fully recoverable, and it is not necessary to set up a provision for impairment.

## **d.2) Cash Generating Unit – Solid Waste Segment**

The cash-generating unit for Solid Waste operation has the following characteristics:

- Solid waste segment contracts were treated separately, i.e., each as a cash-generating unit;
- The economic results of all cash-generating units in this operation show a history of losses;
- There is no fact that shows a change in the trend in the negative economic results of these contracts.

Considering that cash-generating units of solid waste presented negative results, and also, that there is no prospect of improvement for the segment, the technical study concluded that fixed and intangible assets that are in operation amounting to R\$9,648 are not recoverable, therefore, an additional provision was recognized amounting to R\$ 5,975. On December 31, 2024, revenue and net loss with the segment of solid waste was R\$ 15,470 and R\$ 13,089, respectively.

## **d.3) Cash-Generating Unit – Industrial Water Segment**

The cash generating unit for Industrial Water operation has the following characteristics:

- The Industrial Water supply contract in the municipality of Araucária is considered a cash-generating unit due to the fact that there is specific accounting for this segment and the assets allocated there provide services exclusively for this segment;
- In 2023, the contract with Araucária Gas Power Plant – UEGA was terminated, which is the largest customer, representing around 60% of cash-generating unit's revenue;
- So far there are no negotiations to transfer the volume made available by UEGA to another potential client;
- Considering the aforementioned assumptions, the projected economic results and cash flows of this operation demonstrate that the cash-generating unit will continue to generate insufficient results to meet the recoverability of the allocated assets;
- At this moment there is no fact that shows a change in the trend in the negative economic results of this contract.

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Considering that the industrial water cash-generating unit presented a negative result, and also that there is no prospect of improvement for the segment, the technical study concluded that the fixed and intangible assets that are in operation in the amount of R\$7,396 are not recoverable, therefore, a provision in the amount R\$ 10 was recorded. As of December 31, 2024, revenue and net loss from the industrial water segment were R\$2,546 and R\$324, respectively.

### 14. LOANS, FINANCING, DEBENTURES, LEASES, AND PPP

#### Accounting practice:

*Loans, financing, and debentures are initially recognized at fair value upon the receipt of the funds, net of transaction costs. Then, they are presented at amortized cost. Additionally, loans, financing, and debentures are classified as current liabilities, unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the balance sheet date.*

*The obligations related to lease, net of finance charges, are classified in current and non-current liabilities according to the contract term. Payments of financial leases are allocated considering finance charges and reduction in the corresponding liabilities to obtain constant interest rates on the remaining balance of liabilities. The finance charges are recognized in the Statement of Income in each period during the lease.*

*The debentures issued by the Company are not convertible into shares and are accounted for as loans.*

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(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### a) The breakdown of borrowings, financing, debentures, leases, and PPP is as follows:

Description	Yearly interest rate	Index	2024			2023		
			Current	Noncurrent	Total	Current	Noncurrent	Total
<b>In Brazilian Reais:</b>								
Banco do Brasil - PSI	3.00% to 6.00%	-	-	-	-	190	-	190
Debentures 2nd Issuance - 1st Series*	TJLP + 1.92%	-	-	-	-	9,357	-	9,357
Debentures 2nd Issuance - 2nd Series*	9.19%	IPCA	-	-	-	24,663	-	24,663
Debentures 2nd Issuance - 3rd Series*	TJLP + 1.92%	-	-	-	-	12,475	-	12,475
Debentures 9th Issuance - 1st Series	106.05% of DI	-	-	-	-	200,353	-	200,353
Banco Itaú - PSI	3.00% to 6.00%	-	26	-	26	1,423	26	1,449
Debentures 12th Issuance - 1st Series	DI + 0.88%	-	14,919	298,777	313,696	17,088	297,648	314,736
Debentures 9th Issuance - 2nd Series	107.25% of DI	-	938	150,843	151,781	915	150,826	151,741
Debentures 11th Issuance - 1st Series	DI + 1.65%	-	68,991	64,891	133,882	4,302	129,241	133,543
Debentures 4th Issuance - 1st Series	TJLP + 1.67%	-	24,686	38,767	63,453	24,571	62,725	87,296
Debentures 4th Issuance - 2nd Series	7.44%	IPCA	17,745	27,889	45,634	16,960	43,368	60,328
Debentures 10th Issuance - Single Series	4.66%	IPCA	4,824	461,860	466,684	4,373	438,727	443,100
Debentures 13th Issuance - Single Series	DI + 1.90%	-	10,018	398,964	408,982	10,531	398,519	409,050
Debentures 11th Issuance - 2nd Series	4.25%	IPCA	2,519	259,484	262,003	2,286	246,524	248,810
BNDES - PAC2	TJLP + 1.67% to 2.05%	-	73,676	126,638	200,314	67,346	183,161	250,507
Costal - Lease	11.14%	IPC-FIPE	17,379	295,643	313,022	15,560	301,179	316,739
BNDES - FINAME	7.18%	IPCA	151	32,236	32,387	-	-	-
Right-of-use Lease	12.22%	-	100,966	73,413	174,379	89,345	102,092	191,437
Debentures 14th Issuance - Single Series	DI + 1.05%	-	31,789	596,707	628,496	-	-	-
Debentures 11th Issuance - 3th Series	4.49%	IPCA	2,196	200,944	203,140	2,005	190,985	192,990
Debentures 12th Issuance - 2nd Series	5.89%	IPCA	8,825	342,073	350,898	8,074	325,159	333,233
Debentures 7th Issuance - 1st Series**	5.20%	IPCA	2,803	34,300	37,103	2,795	36,955	39,750
Debentures 7th Issuance- 2nd Series**	4.79%	IPCA	6,435	78,924	85,359	5,367	71,138	76,505
Debentures 7th Issuance - 3th Series	6.97%	IPCA	1,600	19,923	21,523	1,529	20,453	21,982
Debentures 7th Issuance - 4th Series	6.57%	IPCA	3,666	45,733	49,399	2,817	37,780	40,597
BNDES-AVANÇAR	3.59% to 5.60%	IPCA	18,701	269,466	288,167	8,835	229,568	238,403
Caixa Econômica Federal	6.62% to 12.00%	TR	138,569	2,049,018	2,187,587	112,543	1,803,873	1,916,416
Public-Private Partnership PPP	-	IPCA	2,637	-	2,637	-	-	-
<b>Total in Brazilian Reais</b>			<b>554,059</b>	<b>5,866,493</b>	<b>6,420,552</b>	<b>645,703</b>	<b>5,069,947</b>	<b>5,715,650</b>
<b>In Foreign Currency:</b>								
Banco KfW	1.35%	EURO	30,579	180,204	210,783	25,414	36,596	62,010
<b>Total in Foreign Currency</b>			<b>30,579</b>	<b>180,204</b>	<b>210,783</b>	<b>25,414</b>	<b>36,596</b>	<b>62,010</b>
<b>Balance at the end of the Year</b>			<b>584,638</b>	<b>6,046,697</b>	<b>6,631,335</b>	<b>671,117</b>	<b>5,106,543</b>	<b>5,777,660</b>
Loans and financing			261,702	2,657,562	2,919,264	215,751	2,253,224	2,468,975
Debentures			201,954	3,020,079	3,222,033	350,461	2,450,048	2,800,509
Leases			118,345	369,056	487,401	104,905	403,271	508,176
Public-Private Partnership PPP			2,637	-	2,637	-	-	-

\*On September 15, 2024, the debentures of the 2nd issue, 1st, 2nd, and 3rd series were settled.

\*\* IPCA as a variable portion of TLP

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### Foreign currency Debt:

On December 11, 2017, the Company entered into a borrowing agreement with KfW Bank amounting to € 50 million. The first disbursement was made in August 2019. Total disbursements up to the first quarter of 2024 amounted to € 44,741 and amortized the amount of €11,905. As of December 31, 2024, there were 16 swap transactions outstanding, with the notional amount of € 32,836 to hedge against interest rate and foreign exchange fluctuations, without a speculative nature, which convert the financial charges thereon to 81.10% of CDI (weighted average), which represents the percentage of 8.82% at a rate of 10.88% of CDE (accumulated in the last 12 months).

### Leases:

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

(i) The asset lease contract for the expansion of the sewage system in the municipalities Matinhos and Pontal do Paraná (Lease – Coastal) provides for an annual inflation adjustment of the outstanding debt using the IPC-FIPE over the contract period. The incremental rate applied in the initial recognition of this contract refers to the period in which the contractual stages were delivered and corresponds to the weighted average of 11.1%; and

(ii) The contract terms of the vehicle and chattel and real estate lease contracts (Lease – Right of Use) do not exceed five years. The incremental rate (weighted average) applied to these lease liabilities varies depending on the data when they were executed, which is the initial accounting recognition time. As at January 1, 2019, the weighted average incremental rate applied to contracts was 6.88%. As at December 31, 2024, the weighted average rate was 12.22%. The Company does not have variable rent payments under its leasing contracts, nor does it have a sale or leaseback transaction of assets.

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Lease liabilities recognized by the Company are gross of taxes on revenue (PIS/Cofins), and have the following movements:

Liabilities	2023	Entries	Monetary Update	Financial charges	Payments	2024
Lease - Coastal	316,739	-	9,679	33,379	(46,775)	313,022
Lease - Right of use	191,437	45,698	-	15,104	(77,860)	174,379
<b>Total</b>	<b>508,176</b>	<b>45,698</b>	<b>9,679</b>	<b>48,483</b>	<b>(124,635)</b>	<b>487,401</b>
<b>Current</b>	<b>104,905</b>					<b>118,345</b>
<b>Noncurrent</b>	<b>403,271</b>					<b>369,056</b>

As of December 31, 2024, the present value of the minimum future financial obligations related to the Leases is as follows:

Description	Minimum future payments	Financial charges	2024	2023
			Present Value of Future Payments	Present Value of Future Payments
<b>Lease - Coastal</b>				
Less than a year	47,288	(29,909)	17,379	15,560
More than a year and less than five years	191,008	(112,902)	78,106	70,119
More than five years	305,144	(87,607)	217,537	231,060
<b>Subtotal</b>	<b>543,440</b>	<b>(230,418)</b>	<b>313,022</b>	<b>316,739</b>
<b>Lease - Right of use</b>				
Less than a year	114,008	(13,042)	100,966	89,345
More than a year and less than five years	84,643	(11,230)	73,413	102,092
<b>Subtotal</b>	<b>198,651</b>	<b>(24,272)</b>	<b>174,379</b>	<b>191,437</b>
<b>Total</b>	<b>742,091</b>	<b>(254,690)</b>	<b>487,401</b>	<b>508,176</b>

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Lease liabilities arising from right of use were measured at the incremental rate, added of projected inflation, and is broken down as follows:

Description	2024
Lease - Coastal	388,657
Car Rental	64,193
Mobile Goods	47,983
Real estate	41,162
<b>Total</b>	<b>541,995</b>

The table below shows the future payment flows, considering the incremental rate and the projected inflation until the maturity of the contracts, by type of lease, relative to the right-to-use assets and coastal lease commitments:

Description	2025	2026	2027	2028	2029	2030	2031 to 2036	Total
Lease - Coastal	48,743	50,995	53,046	55,072	57,144	59,294	354,277	<b>678,571</b>
Car Rental	46,820	18,954	6,289	-	-	-	-	<b>72,063</b>
Mobile Goods	20,960	17,386	14,420	2,898	1,642	-	-	<b>57,306</b>
Real estate	9,375	9,589	10,992	12,732	14,918	-	-	<b>57,606</b>
<b>Total</b>	<b>125,898</b>	<b>96,924</b>	<b>84,747</b>	<b>70,702</b>	<b>73,704</b>	<b>59,294</b>	<b>354,277</b>	<b>865,546</b>

The table below shows the breakdown of the Company's borrowings, financing, debentures, and leases expressed in Brazilian reais, subject to variable and fixed interest rates:

Index	2024	2023
TR	2,187,587	1,916,416
TJLP	263,767	359,635
IPCA	1,844,934	1,720,361
DI	1,636,837	1,209,423
IPC-FIPE	313,022	316,739
EURO	210,783	62,010
With no Monetary Adjustment	174,405	193,076
<b>Total</b>	<b>6,631,335</b>	<b>5,777,660</b>



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### b) The maturity schedule is as follows:

Description	2025	2026	2027	2028	2029	2030	2031	2032
Debentures 4th Issuance	42,431	42,108	24,548	-	-	-	-	-
Debentures 7th Issuance	14,504	13,849	13,849	13,849	13,849	13,849	13,849	13,849
Debentures 9th Issuance	938	150,843	-	-	-	-	-	-
Debentures 10th Issuance	4,824	-	461,860	-	-	-	-	-
Debentures 11th Issuance	73,706	64,891	-	-	259,484	-	200,944	-
Debentures 12th Issuance (1)	23,744	149,388	149,389	-	-	-	-	342,073
Debentures 13th Issuance	10,018	-	-	398,964	-	-	-	-
Debentures 14th Issuance	31,789	-	-	-	-	596,707	-	-
<b>Debentures subtotal</b>	<b>201,954</b>	<b>421,079</b>	<b>649,646</b>	<b>412,813</b>	<b>273,333</b>	<b>610,556</b>	<b>214,793</b>	<b>355,922</b>
BNDES - PAC2	73,676	59,270	33,374	28,654	5,340	-	-	-
BNDES-AVANÇAR	18,701	17,672	17,489	17,581	17,581	17,581	17,581	17,581
BNDES - FINAME	151	-	384	4,605	4,605	4,605	4,605	4,605
Banco Itaú - PSI	26	-	-	-	-	-	-	-
Caixa Econômica Federal	138,569	140,335	145,896	160,174	162,668	161,049	156,937	120,767
Banco KfW	30,579	30,556	30,556	30,556	30,556	30,556	27,424	-
<b>Loans and financing subtotal</b>	<b>261,702</b>	<b>247,833</b>	<b>227,699</b>	<b>241,570</b>	<b>220,750</b>	<b>213,791</b>	<b>206,547</b>	<b>142,953</b>
Lease - Coastal	17,379	18,114	18,580	20,582	22,824	25,336	28,152	31,311
Lease - Right of use	100,966	38,093	23,536	8,505	3,279	-	-	-
<b>Leases Subtotal</b>	<b>118,345</b>	<b>56,207</b>	<b>42,116</b>	<b>29,087</b>	<b>26,103</b>	<b>25,336</b>	<b>28,152</b>	<b>31,311</b>
Public-Private Partnership PPP	2,637	-	-	-	-	-	-	-
<b>Subtotal PPP</b>	<b>2,637</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>584,638</b>	<b>725,119</b>	<b>919,461</b>	<b>683,470</b>	<b>520,186</b>	<b>849,683</b>	<b>449,492</b>	<b>530,186</b>

Description	2033	2034	2035	2036	2037	2038	2039 to 2048	Total
Debentures 4th Issuance	-	-	-	-	-	-	-	109,087
Debentures 7th Issuance	13,849	13,849	13,849	13,849	13,849	12,692	-	193,384
Debentures 9th Issuance	-	-	-	-	-	-	-	151,781
Debentures 10th Issuance	-	-	-	-	-	-	-	466,684
Debentures 11th Issuance	-	-	-	-	-	-	-	599,025
Debentures 12th Issuance (1)	-	-	-	-	-	-	-	664,594
Debentures 13th Issuance	-	-	-	-	-	-	-	408,982
Debentures 14th Issuance	-	-	-	-	-	-	-	628,496
<b>Debentures Subtotal</b>	<b>13,849</b>	<b>13,849</b>	<b>13,849</b>	<b>13,849</b>	<b>13,849</b>	<b>12,692</b>	<b>-</b>	<b>3,222,033</b>
BNDES - PAC2	-	-	-	-	-	-	-	200,314
BNDES-AVANÇAR	17,581	17,581	17,581	17,581	17,581	17,581	40,914	288,167
BNDES - FINAME	4,605	4,222	-	-	-	-	-	32,387
Banco Itaú - PSI	-	-	-	-	-	-	-	26
Caixa Econômica Federal	121,828	113,564	116,909	121,620	114,748	94,656	317,867	2,187,587
Banco KfW	-	-	-	-	-	-	-	210,783
<b>Loans and financing subtotal</b>	<b>144,014</b>	<b>135,367</b>	<b>134,490</b>	<b>139,201</b>	<b>132,329</b>	<b>112,237</b>	<b>358,781</b>	<b>2,919,264</b>
Lease - Coastal	34,858	38,842	40,032	17,012	-	-	-	313,022
Lease - Right of use	-	-	-	-	-	-	-	174,379
<b>Leases Subtotal</b>	<b>34,858</b>	<b>38,842</b>	<b>40,032</b>	<b>17,012</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>487,401</b>
Public-Private Partnership PPP	-	-	-	-	-	-	-	2,637
<b>Subtotal PPP</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,637</b>
<b>Total</b>	<b>192,721</b>	<b>188,058</b>	<b>188,371</b>	<b>170,062</b>	<b>146,178</b>	<b>124,929</b>	<b>358,781</b>	<b>6,631,335</b>

(1) In February 2022, the Company raised R\$ 600,000 in the capital market as a supplement to its investment plan, divided into two series of R\$ 300,000 each, of which the first series is institutional, and the second series is tax incentivized. The first series matures in five (5) years, to be renegotiated after 30 months from the debentures' issue date, which took place on January 15, 2022. The second series matures in ten (10) years. There was renegotiation of the rate of the 1st series, changing from CDI+1.08% per year to CDI+0.88% per year, starting on July 15, 2024, as per the Second Amendment to the Private Instrument of the 12th issue of Debentures.

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### c) Changes in loans, financing, debentures and leases are as follows:

Description	2024		2023	
	Current	Noncurrent	Current	Noncurrent
<b>Balances at the beginning of the year</b>	<b>671,117</b>	<b>5,106,543</b>	<b>575,651</b>	<b>4,507,593</b>
Releases	-	1,233,592	24,038	1,001,503
Interests and Fines on Financing	481,813	-	421,586	-
Monetary Variations on Financing	-	100,389	-	101,073
Transfers	396,069	(396,069)	518,114	(518,114)
Amortization	(1,096,285)	-	(975,067)	-
Cost in Funds of Third Parties	(794)	2,242	227	3,253
Monetary Variation on Financing	26,221	-	(277)	-
Interest and Monetary Variation on Leases	58,162	-	34,747	11,235
Leases	45,698	-	72,098	-
Public-Private Partnership PPP	2,637	-	-	-
<b>Balances at the end of the Year</b>	<b>584,638</b>	<b>6,046,697</b>	<b>671,117</b>	<b>5,106,543</b>

### d) The main events during the year were as follows:

In 2024, the Company obtained and amortized funds from third-party as follows:

Index	Releases	Amortization
Debentures 2nd Issuance	-	(49,628)
Debentures 4th Issuance	-	(51,284)
Debentures 7th Issuance	21,589	(28,685)
Debentures 9th Issuance	-	(227,483)
Debentures 10th Issuance	-	(20,757)
Debentures 11th Issuance	-	(35,821)
Debentures 12th Issuance	-	(56,279)
Debentures 13th Issuance	-	(50,902)
Debentures 14th Issuance	600,000	(33,359)
BNDES - PAC2	16,892	(85,974)
BNDES - AVANÇAR2	45,051	(18,913)
BNDES - FINAME	32,107	-
Banco do Brasil - PSI	-	(192)
Banco Itaú - PSI	-	(1,459)
Caixa Econômica Federal	366,364	(280,066)
Banco KfW	151,589	(30,848)
<b>Subtotal</b>	<b>1,233,592</b>	<b>(971,650)</b>
Leases (1)	45,698	(124,635)
Public-Private Partnership PPP (2)	2,637	-
<b>Total</b>	<b>1,281,927</b>	<b>(1,096,285)</b>

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

(2) Releases represent the entry of assets linked to PPP (without impact in cash and cash equivalents).

### e) Restrictive Contractual Clauses – Covenants (information unaudited and not reviewed by the independent auditor)

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

#### (i) Covenants in BNDES agreements and the 4th and 7th issues of debentures

Index	Limit	Range
EBITDA / Debt service	Equal or higher than 1.5	Less than 1.5 or higher than 1.2
Net Bank Debt/EBITDA	Equal or under 3.0	Equal or under 3.8 and over 3.0
Other onerous debts/EBITDA	Equal or under 1.0	Equal or under 1.3 and over 1.0

#### (ii) Covenants of the agreements for the 9th, 10th, 11th, 12th, 13th, and 14th issues of debentures

Index	Limit
Adjusted EBITDA/Net financial expense	Equal or higher than 1.5
Net Bank Debt/EBITDA adjusted	Equal or under 3.0

#### (iii) Covenants of the agreements with Caixa Econômica Federal

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

#### (iv) Covenants of the agreement with KfW Bank

Index	Limit
EBITDA / Debt service	Equal or higher than 1.5
Net Bank Debt/EBITDA	Equal or under 3.0
Other onerous debts/EBITDA	Equal or under 1.0
Levels of Debt	Equal or under 60%

For BNDES financings agreements, including the new agreement called “Avançar”, BNDES, FINAME 2023, and the 4th and 7th issues of Debentures, the Company shall maintain throughout the term of the financing agreements the limit ratios, calculated on a quarterly basis and related to cumulative amounts for the past twelve (12) months.

In case one or more of the Company covenants should exhibit for a minimum of two (2) quarters, consecutive or otherwise, within twelve months, ratios within the range mentioned above, the monthly amount for the installment of the transferred rights granted in escrow in the terms of the clause “Fiduciary Assignment of Receivables” for each agreement shall be automatically increased by twenty percent (20%).

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For agreements in item (ii), of the 9th, 10th, 11th, 12th, 13th and 14th issues of simple, nonconvertible debentures, considering that it does not confer any special or general privilege to their holders, the Company shall maintain the ratios mentioned above throughout the period and until the final maturity.

With regard to the agreements of item (iii) with Caixa Econômica Federal, related to the third stage of Regulatory Instruction 14, in accordance with Clause Sixteen of the aforementioned agreements, and Regulatory Instructions 22 and 29, pursuant to Clause Thirty-two of said agreements, the Company shall maintain throughout the term and until the final maturity the ratios stated above.

With regard to the KfW Bank agreement, pursuant to Paragraph 11.11 thereof, the borrower undertakes to comply at all times with the stipulated financial ratios above.

As of December 31, 2024, the Company is fully compliant with the restrictive clauses stipulated when issuing debentures, and financing from BNDES, Caixa Econômica Federal and KfW Bank.

## 15. TAXES AND CONTRIBUTIONS

These may be broken down as follows:

Description	2024	2023
Social contribution payable	-	1,132
COFINS (tax on sales) payable	39,684	37,551
PASEP (tax on sales) payable	8,554	8,107
Withholding Taxes and Contributions	63,449	53,297
<b>Total Taxes and Contributions</b>	<b>111,687</b>	<b>100,087</b>
<b>Current</b>	<b>111,687</b>	<b>100,087</b>

## 16. INCOME TAX AND SOCIAL CONTRIBUTION

### Accounting practice:

*Income and social contribution taxes are recorded according to taxable income and prevailing rates: 15% for Corporate Income Tax, plus a surtax of 10% on the income exceeding the limit established by the law, and 9% for Social Contribution Tax.*

*Deferred income and social contribution taxes were calculated based on the effective rates of these taxes and recorded as established by law, according to CPC 26 (R1) and CPC 32, addressing the temporary differences of these taxes.*

*The Company prepares periodical analysis that show that these taxes are recoverable through future operations.*

*Deferred tax assets and liabilities are presented net given that there is a legal or contractual right to offset the tax assets against the tax liabilities.*

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*The Company assesses whether there is evidence of uncertainties regarding taxes on profit, as required by ICPC 22 and discloses when applicable.*

### a) Statement of Reconciliation of Income Tax and Social Contribution Expenses Recognized in Profit or Loss

Description	2024		2023	
	Income Tax	Social Contribution	Income Tax	Social Contribution
Income Before Income Tax and Social Contribution	2,082,162	2,082,162	2,024,321	2,024,321
Income Tax and Social Contribution - Current Tax Rates	(520,541)	(187,395)	(506,080)	(182,189)
Deductibility Benefit of Interest on Equity	115,717	41,658	113,093	40,714
Worker's Meal Program (PAT) (1)	14,458	-	18,875	-
Corporate Citizen Incentive (2)	470	-	665	-
Equity in Earnings (Losses) of Controlled Companies	-	-	(1,316)	(474)
Surplus of Acquisition CS Bioenergia	-	-	(1,071)	(386)
Others	(945)	(237)	(1,986)	(803)
<b>Total Expenses</b>	<b>(390,841)</b>	<b>(145,974)</b>	<b>(377,820)</b>	<b>(143,138)</b>
<b>Total Income Tax and Social Contribution</b>	<b>(536,815)</b>		<b>(520,958)</b>	
<b>Effective Tax Rate</b>	<b>25.8%</b>		<b>25.7%</b>	

(1) Pursuant to Law 6.321, of April 14, 1976;

(2) Pursuant to Decree 7.052, of December 23, 2009, which regulates Law 11.770, of September 9, 2008.

### b) Current and Deferred Income Tax and Social Contribution

These may be broken down as follows:

Description	2024	2023
Income Tax	(361,297)	(470,994)
Social Contribution	(134,883)	(176,225)
Realization of Deferred Income Tax	(29,544)	93,174
Realization of Deferred Social Contribution	(11,091)	33,087
<b>Total</b>	<b>(536,815)</b>	<b>(520,958)</b>

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

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### c) Deferred Income Tax and Social Contribution

The breakdown of the deferred income tax and social contribution tax bases of assets and liabilities realizable in the future is as follows:

Description	Estimated Realization Term	2024				2023
		Calculation Basis	Income Tax	Social Contribution	Total	Total
<b>ASSETS</b>						
Impairment of assets - Industrial water	45 years	7,395	1,849	665	2,514	2,606
NPV on Financial Contractual Assets	24 years	1,459,928	364,982	131,394	496,376	413,147
Impairment of assets - Solid waste	15 years	16,929	4,232	1,524	5,756	4,138
Health Insurance and Pension Plan	15 years	1,141,371	285,343	102,723	388,066	375,539
Lease - Coastal (assets)	12 years	313,022	78,255	28,172	106,427	107,691
Impairment of Assets	8 years	4,163	1,041	375	1,416	1,415
Civil, Labor, Tax, and Environmental Provisions	5 years	619,709	154,927	55,774	210,701	291,851
Provision for Contingent Liabilities - Acquisition CS Bioenergia	5 years	-	-	-	-	78
Lease - Right of use - (Assets)	5 years	174,380	43,595	15,694	59,289	65,088
NPV of receivables	5 years	56,689	14,172	5,102	19,274	21,806
FVA - Investments Appraised at Fair Value	5 years	338	85	30	115	82
Allowance for Losses on Doubtful Accounts	3 years	53,370	13,342	4,804	18,146	17,819
Provision for Expected Losses on Trade Accounts Receivable	3 years	17,628	4,407	1,586	5,993	5,168
Net Realizable Value of Inventories	1 year	268	67	24	91	88
Provision for PPR	1 year	118,219	29,555	10,640	40,195	39,103
PAI - Programa de Aposentadoria Incentivada (Encouraged Re	-	-	-	-	-	101
<b>Total</b>			<b>995,852</b>	<b>358,507</b>	<b>1,354,359</b>	<b>1,345,720</b>
<b>LIABILITIES</b>						
Surplus of Fixed Assets CS Bioenergia	49 years	4,292	1,073	386	1,459	1,535
NPV on Financial Contractual Assets	24 years	1,205,005	301,251	108,451	409,702	345,409
Revaluation Surplus	23 years	69,798	17,449	6,282	23,731	25,842
Donation from Public Agencies	20 years	11,716	2,929	1,054	3,983	3,949
Deferred IRPJ on Constructions and Improvements	18 years	95,189	23,797	-	23,797	25,060
Lease - Coastal (Liabilities)	12 years	168,801	42,200	15,192	57,392	58,835
Attribution of Deemed Cost to Fixed Assets	10 years	6,062	1,516	545	2,061	2,166
Lease - Right of Use (Liabilities)	5 years	132,693	33,173	11,943	45,116	54,408
<b>Total</b>			<b>423,388</b>	<b>143,853</b>	<b>567,241</b>	<b>517,204</b>
<b>Total Amount, net</b>			<b>572,464</b>	<b>214,654</b>	<b>787,118</b>	<b>828,516</b>

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

The breakdown of the estimated future realization of deferred tax assets and deferred tax liabilities as at December 31, 2024, is as follows:

Realization period	Deferred tax assets			Deferred tax Liabilities		
	Income Tax	Social Contribution	Total	Income Tax	Social Contribution	Total
2025	113,253	40,771	154,024	25,104	8,562	33,666
2026	83,631	30,107	113,738	25,104	8,562	33,666
2027	101,380	36,497	137,877	25,104	8,561	33,665
2028	83,631	30,107	113,738	25,104	8,561	33,665
2029	83,631	30,107	113,738	25,104	8,561	33,665
2030 to 2032	124,266	44,736	169,002	55,408	18,519	73,927
2033 to 2035	123,225	44,361	167,586	55,257	18,465	73,722
2036 to 2038	110,182	39,666	149,848	47,920	15,823	63,743
2039 to 2041	65,051	23,419	88,470	44,403	14,557	58,960
2042 to 2044	45,746	16,469	62,215	41,759	14,557	56,316
2045 to 2047	45,746	16,469	62,215	39,998	14,399	54,397
2048 to 2050	15,331	5,519	20,850	12,618	4,542	17,160
2051 to 2053	123	44	167	66	24	90
2054 to 2056	123	44	167	66	24	90
2057 to 2059	123	44	167	66	24	90
2060 to 2062	123	44	167	66	24	90
2063 to 2065	123	44	167	66	24	90
2066 to 2068	123	44	167	66	24	90
2069 to 2071	41	15	56	65	24	89
2072 to 2074	-	-	-	44	16	60
<b>Total</b>	<b>995,852</b>	<b>358,507</b>	<b>1,354,359</b>	<b>423,388</b>	<b>143,853</b>	<b>567,241</b>

## 17. UNEARNED REVENUE

The Company entered into an assignment agreement for the exploration of financial services with Caixa Econômica Federal during a sixty-month period, effective beginning March 2022, totaling R\$ 17,800. The revenue corresponding to this agreement is recognized on a monthly basis, over the agreement term, on an accrual basis. The amount recognized in income (expenses) in 2024 was R\$ 3,560 (R\$ 3,560 in 2023). The balance as of December 31, 2024, is R\$ 7,713 (R\$ 11,273 in 2023), of which R\$ 3,560 (R\$ 3,560 in 2023) is recognized in current liabilities and R\$ 4,153 (R\$ 7,713 in 2023) is recognized in non-current liabilities.

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

### **Accounting practice:**

*The Company records provisions when Management, supported by the opinion of its legal counselors, understands that there are chances of probable loss in certain legal proceedings arising in the normal course of its business.*

*The provisions are reviewed and adjusted to take into consideration changes in circumstances, such as applicable statutes of limitations, conclusions from tax inspections or additional exposures identified based on new matters or court decisions.*

### **a) Nature of the Provisions for Contingent Liabilities**

#### **(i) Labor**

Labor claims refer primarily to claims filed by former Company employees, outsourced providers' employees (joint responsibility), and trade unions requesting salary differences and benefits. The main claims involving the Company refer to: (i) job and salary plans; (ii) job reinstatement; (iii) wage equalization; and (iv) adding the food ticket benefit to payroll.

#### **(ii) Civil**

Civil claims refer to requests for compensation from customers and suppliers, and third-party damages. The main claims involving the Company are in relation to: (i) reimbursement of costs incurred for the replacement of materials; (ii) civil actions due to water shortages; and (iii) other proceedings claiming compensation for, but not limited to, the suspension of contracts, traffic accidents, property damages, and loss of income.

#### **(iii) Environmental**

The Company is a party to several environmental claims related to infraction notices issued by Municipal, State and Federal environmental agencies, motivated by different non-conformities, presented primarily in the sewage process, such as: (i) leaks and overflow of sewer collection networks; (ii) deficiencies in environmental licensing and permits for Wastewater Treatment Plants (WWTP); (iii) wastewater treatment plant discharges in disagreement with legal standards; and (iv) incorrect disposal of treatment plant waste (sludge).

#### **(iv) Tax**

Tax claims refer primarily to the collection of IPTU (urban property tax), municipal fees, and ISSQN (service tax) arising from different interpretations of the law. The main IPTU claims to which the Company is a party involve the municipalities of Curitiba and Londrina. The main ISSQN claims refer to challenges from the municipalities of Maringá and Araucária.



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### b) Provisions

The Company recognizes provisions for civil, labor, tax and environmental claims classified with a probable likelihood of loss, which showed the following movements:

Nature	2023	Additions	Reversals	Payments	2024
Labor claims (i)	545,608	209,086	(32,445)	(270,257)	451,992
Civil claims (ii)	277,505	14,943	(59,214)	(95,739)	137,495
Environmental claims (iii)	24,844	8,273	(118)	(7,013)	25,986
Tax claims (iv)	10,656	5,956	(259)	(12,117)	4,236
<b>Total</b>	<b>858,613</b>	<b>238,258</b>	<b>(92,036)</b>	<b>(385,126)</b>	<b>619,709</b>

### Main events in the year:

Reduction of labor provisions (Reversals and Payments) totaling R\$ 302,702, due to the archiving and partial write offs of lawsuits, offset by the complement of labor claims, amounting to: i) R\$ 43,232 referring to a lawsuit filed by the Paraná State Engineers' Union (SENGE), claiming the payment of salary differences in the Jobs, Career and Compensation Plan, and ii) R\$ 165,854 referring to the adjustment to the provision for labor claims due to court decisions and 40 new claims recognized in the period.

Reduction in civil provisions (Reversals and Payments) in the amount of R\$ 154,953, mainly due to: i) reclassification of contingency risk of "probable" loss for "potential" loss of general damages claims for water shortage due to rain in Maringa, in 2016, amounting to R\$ 63,464; ii) the termination of claims questioning rates charged by the Company, filed by residential condominiums in municipalities on the coast of Paraná and Foz do Iguaçu, amounting to 46,479; iii) termination of lawsuit seeking compensation for a traffic accident resulting from a leak that caused a slope to collapse and mud to be released onto the highway, amounting to R\$ 12,981; and iv) termination of lawsuit related to economic and financial rebalancing with a supplier of chemical products, amounting to R\$ 4,837. On the other hand, a civil provision was recognized in the amount of R\$ 3,681, for the lawsuit filed by the condominiums from the coast of Parana, related to sewage fees.

Reduction of tax provisions (Reversals and payments) amounting to R\$ 12,376, due to termination and partial analyses of claims related, mainly, to IOTU charges and municipal fees.

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### c) Contingent Liabilities

Depending on the nature of the claims to which it is a party, and supported by the opinion of its legal counsels, the Company discloses its contingent liabilities with a possible likelihood of loss. No provisions were recognized for possible losses on these claims, in accordance with CPC 25 “Provisions, Contingent Liabilities and Contingent Assets” issued by the Accounting Pronouncements Committee.

The contingent liabilities position with a possible likelihood of loss on labor, civil, environmental, and tax claims is as follows:

Nature	Contingent Liabilities	
	2024	2023
Labor claims (i)	76,052	102,777
Civil claims (ii)	1,408,775	1,296,227
Environmental claims (iii)	286,292	233,062
Tax claims (iv)	23,203	25,597
<b>Total</b>	<b>1,794,322</b>	<b>1,657,663</b>

### d) Contingent Assets

The Company is the plaintiff in declaratory action 1074228-74.2022.4.01.3400, in which the Regional Federal Court for the First Region recognized the lack of a legal tax relationship between Sanepar and the Federal Government because the Company benefits from tax immunity reciprocity provided for under Article 150, VI, “a”, of the 1988 Federal Recognition, in which the success is restricted to the payment of the Corporate Income Tax (IRPJ) (unduly paid taxes) for the period of May 1996 to December 2022. The uncontroversial estimated value initially recognized by the Federal Government was R\$ 3,628,754.

The estimated amount may change and, therefore, the Company has already requested the issuance of a request letter for a debt bond issue to be included in the Federal Government budget. It is safe to say that it is not possible to estimate a deadline for the settlement of the court-ordered debt bond. Finally, it should be noted that the request to issue the court-ordered debt bond (2024.3400.021.000080) was approved by the Regional Federal Court for the First Region in the amount of R\$ 3,979,261.

As reported to the market, on May 17, 2024, the list of registered warrants for the inclusion in the Federal Government General Budget for the year of 2025 was sent to the National Council of Justice (CJF), by the Tribunal Regional Federal of the 1st Region (TRF1). Annual Budget Law (LOA 2025) awaits voting in the Brazilian Congress and publication.

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### e) Court Deposits

The Company made court deposits that will only be recovered if the court awards a decision favorable to the Company.

These may be broken down as follows:

Nature	Court Deposits	
	2024	2023
Labor claims (i)	323,702	416,285
Civil claims (ii)	84,483	130,433
Environmental claims (iii)	14,346	14,555
Tax claims (iv)	13,525	25,596
<b>Total</b>	<b>436,056</b>	<b>586,869</b>

#### Main events in 2024:

Write offs of labor court deposits occurred, due to the termination and partial analyses amounting to R\$ 265,466, offset by the recognition of new court deposits and adjustments amounting to R\$ 172,883, of which new court deposits and adjustments refer to claims filed by Paraná State Engineers' Union - SENGE, which are related to salary differences of the Jobs, Career and Compensation Plan, amounting to R\$ 53,781;

Write offs of civil court deposits occurred due to terminations and partial analyses amounting to R\$100,482, offset by the recognition of new court deposits and update in the amount of R\$ 54,532 that are mainly related to improper collection from customers and general and actual damages;

Write offs of tax court deposits due to closing and partial analyses amounting to R\$ 15,780 that are mainly related to IPTU and municipal rates, offset by the record of new court deposits and update amounting to R\$ 3,709.

## 19. PENSION PLAN AND HEALTH INSURANCE

### Accounting practice:

*The Company has a mixed pension plan (defined contribution during the working phase and defined benefit with lifetime income for retirees, pensioners and risk benefits) and in the health area, it sponsors a plan of medical and dental benefits for its employees, dependents, and retirees, whose effects are recognized on the accrual basis and according to the criteria established by CVM Decision No. 110/22, as stated in this Note.*

Sanepar sponsors Fundação Sanepar de Previdência e Assistência Social – FUSAN, a nonprofit legal entity that manages the Company’s pension plan intended to supplement the official pension benefits of the Company’s employees.

The pension plan managed by FUSAN has the following main features: defined contribution during the working phase and defined benefit with lifetime annuity for pensioners and beneficiaries of risk benefits (disability, disease, accident, and survivor’s pensions). This year, the Sponsor transferred the financial amount of R\$ 46,966 (R\$ 40,722 in 2023) as contribution to FUSAN.

For purposes of complying with the standards established by National Pension Plan Authority (PREVIC), the technical reserves are determined by the actuary responsible for the pension plan.

In 2024, the FusanPrev Plan presented technical deficit, which shall be addressed according to effective legislation.

The Company also sponsors Fundação Sanepar de Assistência Social, a nonprofit entity that manages the healthcare plan for active and retired Sanepar employees, called SaneSaúde.

SaneSaúde is a self-managed collective health insurance and dental care plan, funded by prepayments and on average 65.7% of the contributions are made by the sponsor and 34.3% are made by the active and retired beneficiaries through monthly contributions set in the plan’s charter, which are determined annually based on actuarial calculations, which take into account the age of the beneficiary, and the existence of limiting factors for use of the services offered.

As a contribution to this Foundation, in the 2024 fiscal year the Company transferred R\$ 107,602 (R\$ 96,603 in 2023).

Additionally, for the purposes of complying with the provisions of CPC 33 (R1) “Employee Benefits”, approved by CVM Resolution 110/22, the company Mirador Assessoria Atuarial Ltda. was hired for the year ended December 31, 2024, which issued detailed reports, supporting the information included on the said reporting date.

The table below shows the actuarial position of the liabilities related to the pension plan and health insurance. The Projected Credit Unit Method (PUC) was used in the determination of the actuarial obligation.

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### Statement of actuarial liability:

Description	Pension Plan	Health Insurance	2024	2023
<b>Present value of the obligation at the beginning of the year</b>	1,420,685	715,227	2,135,912	2,040,268
Cost of interest on the obligation	133,330	68,811	202,141	199,234
Cost of current services, net	(2,716)	2,264	(452)	68
Participants' contributions	18,361	-	18,361	12,780
Benefits paid in the year	(133,682)	(53,165)	(186,847)	(135,059)
Actuarial gains and losses for the year	(53,899)	39,916	(13,983)	18,621
<b>Total obligations in the year</b>	<b>1,382,079</b>	<b>773,053</b>	<b>2,155,132</b>	<b>2,135,912</b>
Fair value of the plan assets at the beginning of the year	(1,031,386)	-	(1,031,386)	(1,029,213)
Interest on the plan's assets	(96,301)	-	(96,301)	(99,922)
Participants' contribution	(18,361)	-	(18,361)	(12,780)
Sponsor's contribution	(13,132)	-	(13,132)	(12,288)
Benefits paid in the year	133,682	-	133,682	96,200
Gain (Loss) on assets of the plan for the year	11,737	-	11,737	26,618
<b>Fair value of the assets in the year</b>	<b>(1,013,761)</b>	<b>-</b>	<b>(1,013,761)</b>	<b>(1,031,385)</b>
<b>Liabilities recognized at the end of the year</b>	<b>368,318</b>	<b>773,053</b>	<b>1,141,371</b>	<b>1,104,527</b>
<b>Current</b>	<b>24,554</b>	<b>51,537</b>	<b>76,091</b>	<b>73,635</b>
<b>Noncurrent</b>	<b>343,764</b>	<b>721,516</b>	<b>1,065,280</b>	<b>1,030,892</b>

### Demonstration of the impact on the income statement:

Description	Pension Plan	Health Insurance	2024	2023
Cost of current services	133,330	68,811	202,141	199,234
Cost of interest	(2,716)	2,263	(453)	68
Interest on plan assets	(96,301)	-	(96,301)	(99,922)
Sponsor's   Participant's contribution	(13,132)	(53,165)	(66,297)	(51,147)
<b>Total recognized in income statement</b>	<b>21,181</b>	<b>17,909</b>	<b>39,090</b>	<b>48,233</b>

We describe assumptions used in the actuarial assessment as follows:

Economic Hypotheses	2024	2023
Nominal Discount Rate for Health	11.58% per annum	9.87% per annum
Actual Discount Rate for Health	6.88% per annum	5.73% per annum
Nominal Discount Rate for Social Security	11.58% per annum	9.79% per annum
Actual Discount Rate for Social Security	6.88% per annum	5.65% per annum
Nominal Rate of Expected Return on Health Assets	11.58% per annum	9.87% per annum
Nominal Rate of Expected Return of Pension Assets	11.58% per annum	9.79% per annum
Increase Rate for Salaries	3.36% per annum	3.40% per annum
Inflation	4.40% per annum	3.92% per annum
Actual Increase of Medical Costs	3.70% per annum	3.70% per annum
Demographic Hypotheses	2024	2023
Mortality Table	AT-2000 Basic	AT-2000 Basic
Mortality Table for Disabled Participants	Winkloss D10	Winkloss D10
Board of entry into disability	Americana Group D50	Americana Group D50
Retirement Age	55 years	55 years

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### Sensitivity analysis of change in interest rate:

Description	Pension Plan	Health Insurance
<b>Discount rate</b>		
With increase of 1%	(7.78%)	(8.63%)
With reduction of 1%	9.12%	10.23%
<b>Increase in costs</b>		
With increase of 1%	-	11.91%
With reduction of 1%	-	(10.14%)
<b>Life expectation</b>		
With 1-year increase	1.39%	2.75%
With 1-year increase	(1.41%)	(2.75%)
<b>Salary Increase</b>		
With increase of 1%	0.33%	-
With reduction of 1%	(0.29%)	-

### Pension Plan Assets

Fair value of the plan assets that is structured in the type of Variable Contribution. (Defined Contribution - CD and Defined Benefit – BD) gets close to the book value and breakdown is as follows:

Description	2024	%	2023	%
Fixed Income (a)	1,702,516	76.4	1,429,001	68.1
Floating income (b)	152,804	6.8	201,175	9.6
Properties (c)	41,270	1.9	40,562	1.9
Transaction with participants (d)	106,244	4.8	106,320	5.1
Structured (e)	156,841	7.0	193,378	9.2
Foreign Investments (f)	69,931	3.1	125,655	6.0
Precatories and Court Deposits (g)	-	-	3,095	0.1
<b>Fair value of the Plan Assets</b>	<b>2,229,606</b>	<b>100.0</b>	<b>2,099,186</b>	<b>100.0</b>

- (a) Fixed Income: This consists of Federal Government Securities and private securities with compensation determined in the purchase;
- (b) Floating income: Assets negotiated in stock exchange and regulated by official bodies which returns and investments cannot be measured at the moment of the investment;
- (c) Properties: Corporate slabs of property of FusanPrev Plan;
- (d) Transactions with participants: Automatic-paycheck-deduction loans to participants of the FusanPrev Plan;
- (e) Structured: Assets in participation of projects not negotiated in stock exchange and multimarket funds framed under this segment;
- (f) Foreign Investments: Investment funds organized in Brazil that trade assets overseas;
- (g) Precatory recognized by the Federal Government in 2022 and settled with Fusan in 2024.

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### Types of investments not allowed:

- Day-Trade: performing day-trade transactions is prohibited in exclusive funds invested by the plan,
- Real estate financing: the concession of real estate financing is prohibited, provided for in the Segments of Operations with Participants during the term of this Investment Policy.

The table below shows the projection of the expenses for 2025:

Description	Pension Plan	Health Insurance	2025
Current Services Cost	5,464	1,839	7,303
Interest Cost	152,546	86,804	239,350
Expected Return on the Plan's Assets	(111,287)	-	(111,287)
Contributions of the Sponsor/Participants	(30,220)	(48,587)	(78,807)
<b>Total</b>	<b>16,503</b>	<b>40,056</b>	<b>56,559</b>

### Deficit-Addressing Plan for Fusanprev Pension Plan

On 12/29/2022, the Board of Directors, on the 23rd/2022 Extraordinary Meeting, approved the Technical Deficit-Addressing Plan of the Pension plan FusanPrev for the year of 2021 in the amount of R\$ 81,152 calculated in accordance with accounting practices applicable to entities regulated by the National Council of Complementary Pension Plan - CNPC.

In compliance with the Complementary Law No. 109/20011 and with Resolution CNPC No. 30/2018, the deficit is being addressed jointly by the Sponsor (Sanepar), participants and people attended by the FusanPrev plan, and the Company is responsible for paying the amount of R\$ 40,576 through monthly installments, starting April 2023 and ending on December 2035, with approximate nominal value of each monthly installment of R\$ 367. Monthly amortization of the installments is through Price Table, plus the effective annual interest rate of 5.50% per annum, and updated monthly, from the base date, by the variance of the Brazilian National consumer price index (INPC), published by the Brazilian Institute of Geography and Statistics (IBGE), or another index that may be used in the FusanPrev Plan.

The reflex of the deficit of the FusanPrev Plan was considered in the calculation of Actuarial Obligations performed by independent actuary, and is recognized in the Company's Financial Statements, according to the technical pronouncement CPC 33 - Employee benefits.

In 2024, 12 installments were amortized in the amount of R\$ 5,140 (R\$ 3,759 in 2023). Installments of April 2023 to March 2024 were amortized using the amount from the Cancellation Fund of FusanPrev Plan, in the amount of R\$ 5,012, without financial outflow for the Company. Company's contributions for the period of April to December 2024 were settled in the amount of R\$ 3,887.

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### 20. RELATED PARTIES

#### Accounting practice:

The Company performs sundry business transactions with several related parties, the State of Parana and granting municipalities stand out, as shown below:

#### a) Balances and Related-Party Transactions

Transactions arising from transactions conducted in a regulated environment are billed according to the criteria and definitions established by the relevant regulators and other transactions are recognized according to market prices.

Related-party balances and transactions were as follows:

Description	Assets		Liabilities		Income		Costs/Expenses	
	2024	2023	2024	2023	2024	2023	2024	2023
<b>State of Parana</b>								
Interest on Equity Capital	-	-	86,906	84,936	-	-	-	-
Water and sewage services	-	-	-	-	178,587	150,050	-	-
Trade accounts receivable	15,254	13,400	-	-	-	-	-	-
<b>Municipalities</b>								
Solid Waste Services	-	-	-	-	15,470	13,774	-	-
Garbage Collection Fee Billing Service	-	-	-	-	25,711	24,356	-	-
Water and Sewage Services	-	-	-	-	147,044	131,321	-	-
Trade Accounts Receivable	52,545	53,655	-	-	-	-	-	-
Municipal Fund of Sanitation and Environmental Management	-	-	34,342	14,736	-	-	141,437	114,795
<b>Sanepar Foundations</b>								
Property Rental	-	-	-	-	-	-	662	657
Employer's Contributions	-	-	-	-	-	-	154,568	137,325
<b>Tecpar</b>								
ISO and Water Safety Plan	-	-	-	-	-	-	51	541
<b>Celepar</b>								
e-Protocolo System, among others	-	-	14	28	-	-	202	205
Stock Investment	5	5	-	-	-	-	-	-
Interest Receivable	12	12	-	-	-	-	-	-
<b>Simepar</b>								
Water safety plan and others	-	-	-	-	-	-	5,778	4,125
<b>Ceasa</b>								
Allocation of Organic Waste	-	-	-	-	943	863	-	-
<b>Total</b>	<b>67,816</b>	<b>67,072</b>	<b>121,262</b>	<b>99,700</b>	<b>367,755</b>	<b>320,364</b>	<b>302,698</b>	<b>257,648</b>



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### b) Management Compensation

The overall annual management compensation for 2024 was approved by 60<sup>a</sup>/2024 Annual General Meeting (AGO) of April 29, 2024, for the amount of R\$ 17,752. The overall compensation for 2023 approved at the 59th/2023 Annual General Meeting (AGO) held on April 28, 2023, was R\$ 15,677.

The table below shows the payments made to key Management personnel:

Description	2024	2023
Remuneration	11,455	10,082
Charges and benefits	4,248	3,731
Social charges	3,986	3,525
Health insurance (Sanesaúde)	117	92
Pension plan (FusanPrev)	142	114
Complementary programs	3	-
<b>Total</b>	<b>15,703</b>	<b>13,813</b>

### 21. OTHER PAYABLES

These may be broken down as follows:

Description	2024	2023
Contracts and Agreements with Third Parties (1)	56,633	45,099
Agreements with municipalities	26,381	25,995
Collaterals and Reimbursable Amounts	15,258	18,043
IBAMA installments - PRD (2)	365	368
IAT installments (3)	1,197	1,496
TCCM IBAMA (4)	87,631	87,631
Municipal Fund of Sanitation and Environmental Management	34,342	14,736
<b>Total</b>	<b>221,807</b>	<b>193,368</b>
<b>Current</b>	<b>133,511</b>	<b>107,517</b>
<b>Noncurrent</b>	<b>88,296</b>	<b>85,851</b>

- (1) Amount referring to the technical and financial cooperation agreement entered into by the Company, Itaipu, and Fundação Parque Tecnológico Itaipu – PTI, to build sanitary infrastructure and monitoring of water resources and public health, aiming at promoting environmental, social, and economic improvements in the western region of Paraná;
- (2) Amount referring to installment payments of several environmental infraction notices issued by the Brazilian Institute of Environment and Renewable Natural Resources (IBAMA);
- (3) Amount referring to the installment payments of several environmental infraction notices issued by Instituto Água e Terra – IAT;
- (4) Two (2) Commitments for the Conversion of Fines (TCCM), in the direct modality, which consolidated the debt amount of five (5) Environmental Infractions Notices (AIA), issued by the Brazilian Institute of Environment and Renewable Natural Resources (IBAMA) in 2012, totaling R\$ 87,631, to be invested directly by the Company over one hundred and twenty (120) months in Environmental Claims related to the implementation of an environmental project called “Revamping of pit complexes for environmental improvement of the Iguaçu River and surrounding wet areas”.

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### 22. EQUITY

#### a) Capital Stock

Fully paid-in share capital is represented by 1,511,205,519 shares, without par value, divided into 503,735,259 common shares and 1,007,470,260 preferred shares. In addition to the common shares and preferred shares, the Company started to trade Share Deposit Certificates (“Units”), where each “Unit” represents one (1) common share and four (4) preferred shares.

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

The equity amount of each share on December 31, 2024, considering the provision for additional dividends proposed by the Management is R\$ 7.17 (R\$ 6.45 on December 31, 2023).

Subscribed and paid-in capital as at December 31, 2024, is R\$ 6,000,000, which, net of share issue cost, amounts to R\$ 5,996,137, held as follows:

Shareholders	Number of shares					
	Common	%	Preferred	%	Total	%
State of Parana	302,653,775	60.1	3	-	302,653,778	20.0
Municipalities	-	-	5,561,963	0.6	5,561,963	0.4
Foreign investors	61,868,341	12.3	304,651,302	30.2	366,519,643	24.3
Other investors	139,213,143	27.6	697,256,992	69.2	836,470,135	55.3
<b>Total</b>	<b>503,735,259</b>	<b>100.0</b>	<b>1,007,470,260</b>	<b>100.0</b>	<b>1,511,205,519</b>	<b>100.0</b>

#### b) Income Reserve

##### b.1) Legal reserve

Recognized in the amount of R\$ 77,262 in 2024 (R\$ 75,168 in 2023), in accordance with Brazilian Corporate Law and the Company’s Bylaws, based on 5% of the income for year, less the amount allocated to recognize the tax incentives reserve, until it reaches the 20% ceiling of paid-in capital. The legal reserve can only be used to increase capital or offset accumulated losses. Also, in accordance with Brazilian Corporate Law, Management respects the capital ceiling for recognizing an earnings reserves.

##### b.2) Tax Incentives Reserve

Recognized in the amount of R\$ 100 in 2024 (R\$ 10 in 2023) related to the portion of net income from governments donations and grants, in compliance with article 195-A of Corporation Law. This amount was removed from the calculation basis of dividends.

### b.3) Investment Plan Reserve

The investment plan reserve corresponds to the income for the year remaining after recognizing the legal reserve, the tax incentives reserve, and the distribution of interest on capital and dividends. The limit for recognizing this reserve is the amount of the paid-in share capital. The funds allocated to the investment plan reserve will be invested in construction projects and the expansion of water supply and sewage collection and treatment systems, as established in the Company's investment plans.

The Management proposes, subject to further approval of the Shareholders' Meeting, the allocation of the amount of R\$ 1,009,417 of Retained Earnings for the recognition of Reserve for Investment Plan. These funds will be invested in construction projects and the expansion of water supply and Sewage Collection and Treatment Systems, as established in the Company's investment plans.

### c) Revaluation Surplus

In the year, it was realized and transferred to Retained Earnings the amount of R\$ 4,097 (R\$ 4,262 in 2023), net of Income Tax and Social Contribution. This reserve is realized at the same ratio as of derecognition and depreciation of assets recorded in fixed and intangible assets, subject matter of said reevaluation.

Changes in the realization of the Revaluation Surplus were as follows:

Description	2024	2023
<b>Balances at the beginning of the year</b>	<b>50,164</b>	<b>54,426</b>
Realization of Revaluation Reserve	(6,208)	(6,458)
Realization of Taxes on Revaluation Surplus	2,111	2,196
<b>Balances at the end of the Year</b>	<b>46,067</b>	<b>50,164</b>

### d) Asset and Liability Valuation Adjustments

Recognized in accordance with Article 182 of Brazilian Corporate Law, referring to the valuation adjustments to equity while they are not allocated to income (expenses) for the year on an accrual basis, as contra entries to increases or decreases in amounts allocated to assets and liabilities, as a result of their valuation at fair value.

In the year, R\$ 204 (R\$ 117 in 2023) was transferred to Retained Earnings, net of Income Tax and Social Contribution. This reserve is realized at the same ratio as of derecognition and depreciation of assets recorded in fixed and intangible assets, to which new amounts were assigned.

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The movements in the realization of the valuation adjustments to equity were as follows:

Description	2024	2023
<b>Balances at the beginning of the year</b>	<b>4,205</b>	<b>4,322</b>
Realization of Adjustments to Deemed Costs	(309)	(177)
Realization of Taxes on Adjustments to Deemed costs	105	60
<b>Balances at the end of the Year</b>	<b>4,001</b>	<b>4,205</b>

### e) Other Comprehensive Income

Pursuant to CPC 33 (R1) "Employee Benefits", adjustments to the fair value of actuarial liabilities related to employee benefit plans (Note 19) arising from actuarial gains or losses are recognized directly in equity. Adjustments are also made for the realization of the revaluation surplus and the adjustment to the deemed cost.

Changes in actuarial gains and losses was as follows:

Description	2024	2023
<b>Balances at the beginning of the year</b>	<b>186,308</b>	<b>216,165</b>
Actuarial Gains and Losses	2,245	(45,238)
Taxes on Actuarial Gains and Losses	(763)	15,381
<b>Balances at the end of the Year</b>	<b>187,790</b>	<b>186,308</b>

### f) Shareholder Compensation

#### Accounting practice:

*Interest on Equity Capital was calculated in accordance with legislation in effect, observing the limit of variation of the Long-Term Interest Rate – TJLP, applied to adjusted equity. Interest on equity capital is recorded as financial expenses and reclassified to equity for purposes of presentation and disclosure of the financial statements. If the amount credited as interest on equity capital in the year results in a percentage of distribution lower than that proposed by the Management, a supplementary value as additional dividends is recorded. Mandatory minimum dividend is recorded in current liabilities and possible values higher than the minimum limit are recorded in a reserve as Additional proposed dividends in Equity.*

The Company's Bylaws provide for the distribution of mandatory dividends of 25% of the adjusted income in accordance with Brazilian Corporate Law. Holders of preferred shares were assigned interest on capital (dividends) per share 10% higher than the interest on capital paid to holders of common shares.

Tax law allows companies to make, within certain limits, payments of interest on capital to shareholders and to treat said payments as deductible expenses for income tax and social contribution purposes. This distribution, applicable to mandatory dividends payable by the Company, is treated for accounting purposes as a deduction of equity, similar to dividends. Income tax is withheld on these amounts at the rate of 15%, paid by the Company when interest on capital is actually paid.

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Interest on equity capital payable was calculated within the limit of TJLP variation pursuant to Law No. 9.249/95, plus subsequent legal provisions. The total of interest was accounted for in financial expenses, generating a tax benefit of R\$157,375, according to tax law. For the purposes of these financial statements, this interest is being presented in Shareholders' Equity, charged to the retained earnings account.

The Company's management observing the Dividends Policy, and also considering the good current financial condition and the public interest of the Company, is proposing the approval of profit distribution at the General Shareholders Meeting, as follows:

	2024	2023
Net Income for the Year	1,545,347	1,503,363
Donations and Government Grants	(100)	(10)
Recognition of Legal Reserve	(77,262)	(75,168)
Mandatory Dividends Calculation Basis	1,467,985	1,428,185
Mandatory Dividends (25%)	366,996	357,047
Complementary Dividends	95,873	95,326
<b>Proposed Dividends and Interest on Equity</b>	<b>462,869</b>	<b>452,373</b>

The amount of interest on equity capital calculated in 2024 was R\$ 462,869 (R\$ 452,373 in 2023), being withheld the amount of R\$50,005 (R\$ 49,165 in 2023) as withholding Income Tax, which resulted in an effective rate of 10.80% (10.87% in 2023).

The balance of the compensation to shareholders recorded in Current Liabilities is as follows:

	2024	2023
<b>Previous Balance</b>	<b>308,821</b>	<b>227,335</b>
Authorized additional dividends	95,326	159,146
Payments made in the year	(403,072)	(385,542)
Interest on Equity Capital and Dividends	462,869	452,373
(-) Retention of IRRF on Interest on Equity Capital	(50,005)	(49,165)
(-) Additional Proposed Dividends	(95,873)	(95,326)
<b>Dividends and Interest on Equity Capital (current liabilities)</b>	<b>318,066</b>	<b>308,821</b>

The portion of Interest on Equity Capital/Dividends in excess of the mandatory minimum dividends in the amount of R\$95,873, will be maintained in the Company's equity reserve, until decision of the Annual Shareholders' Meeting, when, if approved, it will be then transferred to the line of Current Liabilities.

The credit of payouts to Company's shareholders was attributed based on the shares' composition on June 28 and December 30, 2024, and possible negotiations after the announcement of the credit are considered ex-dividends (interest on equity capital and dividends).

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### g) Earnings per Share

In view of the credit of payouts to the shareholders that occurred on 06/28/2024 and 12/30/2024, interest on equity capital and additional proposed dividends per share were the following:

Interest on Equity Capital 6/28/2024	Quantity	Total Remuneration	Remuneration per Share
Common Shares	503,735,259	70,006	0.13897
Preferred Shares	1,007,470,260	154,014	0.15287
<b>Total</b>	<b>1,511,205,519</b>	<b>224,020</b>	

Remuneration for 1 UNIT 0.75046

Interest on Equity Capital 12/30/2024	Quantity	Total Remuneration	Remuneration per Share
Common Shares	503,735,259	74,640	0.14817
Preferred Shares	1,007,470,260	164,209	0.16299
<b>Total</b>	<b>1,511,205,519</b>	<b>238,849</b>	

Remuneration for 1 UNIT 0.80014

The amount paid to shareholders per share was as follows:

	2024	2023
Common Shares	0.28714	0.28064
Preferred Shares	0.31586	0.30870
Value for 1 "Unit"	1.55060	1.51544

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

Basic and Diluted Earnings Per Share	2024	2023
<b>Numerator</b>		
Net income for the year attributed to the Company shareholders		
Common shares	482,921	469,801
Preferred shares	1,062,426	1,033,562
<b>Denominator</b>		
Weighted average of number of common shares	503,735,259	503,735,259
Weighted average of number of preferred shares	1,007,470,260	1,007,470,260
<b>Basic and diluted earnings</b>		
Per common share	0.95868	0.93263
Per preferred share	1.05455	1.02590

## 23. OPERATING REVENUE

### Accounting practice:

Revenue from services: Revenue are recognized taking into consideration the accrual basis. According to CPC 47 – Revenue from contracts with customers, the Company’s Purpose, in which it is possible to verify that there are not contractual stages in the performance of services rendered to customers, related to the performance obligation, the recognition occurs by the revenue on a monthly basis at fair value of the consideration receivable. Revenue from the supply of water and sewage collection includes amounts billed to clients on a monthly basis and unbilled revenues recognized at a fair value of the consideration received or receivable, and are stated net of taxes, rebates, or discounts applicable to them, including additional amounts for late payment by the clients equivalent to default interest of 0.033% per day of delay until the payment date, without prejudice to monetary restatement based on the variation of the Extended National Consumer Price Index - IPCA or another index that replaces it and the imposition of a fine of 2%. Revenues not yet billed are recognized based on estimated consumption from the date of the last metering until the end of the accounting period.

Revenue from construction: The revenue from construction of assets linked to rendering of public service shall be recognized using percentage-of-completion method, as long as all applicable conditions are met. Pursuant to this method, contractual revenue shall be proportional to contractual costs incurred on the balance sheet date in relation to total estimated cost. The Company adopted null margin to measure the revenues and costs of construction.

Operating revenues breakdown, by nature, is the following:

Description	2024	2023
<b>Revenue</b>		
Revenue from Water	4,368,685	4,171,892
Revenue from Sewage	2,772,279	2,410,910
Revenue from Services	139,635	115,841
Revenue from Solid Waste	15,470	13,774
Services Provided to Municipalities	25,711	24,356
Donations made by Clients	44,984	35,058
Other revenue	7,838	11,175
<b>Total Operating Revenue</b>	<b>7,374,602</b>	<b>6,783,006</b>
<b>Deductions from Operating Revenues</b>		
COFINS	(433,047)	(403,343)
PASEP	(93,336)	(86,927)
<b>Total deductions</b>	<b>(526,383)</b>	<b>(490,270)</b>
<b>Total operating revenue, net</b>	<b>6,848,219</b>	<b>6,292,736</b>

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The Company disclosed the “Net operating revenue” note in accordance with CPC 47 “Revenue from Contracts with Customers”, as outlined in paragraph 112A thereof.

The Company earned revenue and incurred costs on construction contracts linked to the concessions totaling R\$ 82,849 (R\$ 120,905 in 2023), until the third quarter, i.e., at a zero margin. Revenue is disclosed net of construction costs.

### 24. COST OF SERVICES RENDERED

The breakdown of costs, by nature, is as follows:

Description	2024			2023		
	Water	Sewage	Total	Water	Sewage	Total
Personnel	(426,811)	(206,448)	(633,259)	(352,149)	(172,320)	(524,469)
Materials	(149,562)	(115,818)	(265,380)	(146,059)	(117,977)	(264,036)
Electricity	(457,903)	(71,770)	(529,673)	(439,182)	(66,684)	(505,866)
Sewage operation services - PPP	-	(42,109)	(42,109)	-	-	-
Third-Party Services	(385,181)	(277,319)	(662,500)	(296,273)	(237,549)	(533,822)
Depreciation and Amortization	(223,746)	(217,315)	(441,061)	(194,054)	(188,000)	(382,054)
Compensation for Damages to Third Parties	(12,267)	(3,988)	(16,255)	(3,543)	(8,050)	(11,593)
Municipal. Fund for Sanitation and Environment	(76,767)	(64,634)	(141,401)	(62,955)	(51,840)	(114,795)
Other costs	(126,127)	(32,621)	(158,748)	(129,793)	(48,465)	(178,258)
<b>Total</b>	<b>(1,858,364)</b>	<b>(1,032,022)</b>	<b>(2,890,386)</b>	<b>(1,624,008)</b>	<b>(890,885)</b>	<b>(2,514,893)</b>



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### 25. SELLING, ADMINISTRATIVE, AND OTHER EXPENSES

The breakdown of these expenses, by nature, is as follows:

Description	2024	2023
<b>Selling</b>		
Personnel	(152,099)	(138,601)
Materials	(10,284)	(7,876)
Third-Party Services	(206,968)	(156,890)
Depreciation and Amortization	(12,487)	(9,444)
Gains (Losses) on Credit Realization	(124,439)	69,818
Indemnities of Damages to Third Parties(1)	(46,442)	(3,043)
Sanepar Rural Program	(6,148)	(6,670)
Other Expenses	(3,487)	(3,656)
<b>Total Selling Expenses</b>	<b>(562,354)</b>	<b>(256,362)</b>
<b>Administrative</b>		
Personnel	(840,995)	(688,384)
Materials	(46,097)	(57,695)
Third-Party Services	(181,025)	(162,664)
Depreciation and Amortization	(106,401)	(88,610)
Regulatory Fee	(36,638)	(35,003)
Travel Expenses	(6,688)	(6,379)
Court and Legal Expenses	(8,844)	(8,943)
Social and Environmental Programs	(15,549)	(11,667)
Indemnities of Damages to Third Parties(1)	(35,714)	(2,281)
Labor Indemnities to Third Parties	(8,206)	(1,222)
Fees, Permits, and Licenses	(9,076)	(1,447)
Other Expenses	(32,422)	(18,374)
Transfers to Costs and Selling Expenses (2)	129,850	160,162
Capitalized Expenses (3)	115,197	116,860
<b>Total Administrative Expenses</b>	<b>(1,082,608)</b>	<b>(805,647)</b>
<b>Other Operating Revenue (Expenses)</b>		
<b>Expenses</b>		
Eventual Losses	901	(19,716)
Environmental Fines	(5,030)	(10,662)
Revenue from Sale of Assets	5,877	2,489
Write-off of Assets	(19,274)	(3,060)
Fair Value Adjustment - Investments	(98)	292
<b>Total of Other Operation (Expenses) Revenue</b>	<b>(17,624)</b>	<b>(30,657)</b>

(1) Amounts referring to definitive write-offs of civil actions, mainly related to: (i) the termination of claims challenging rates charged by the Company, filed by residential condominiums in municipalities on the coast of Paraná and Foz do Iguaçu; (ii) a lawsuit seeking compensation for a traffic accident that occurred in December 2003, due to a leak that caused a slope to collapse and mud to be released onto the highway; and (iii) a lawsuit related to the economic and financial rebalancing with a supplier of chemical products;

(2) These amounts are first recognized as administrative expenses and later transferred to cost of sales and selling expenses;

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

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### 26. PROFIT-SHARING PROGRAM

The Company has recognized a provision amounting to R\$ 118,219 (R\$ 115,007 in 2023), related to Profit-Sharing, based on goals and performance targets established for 2024, which is recognized in line item “Salaries and Social Charges” in current liabilities.

### 27. FINANCE INCOME (COSTS)

Description	2024	2023
<b>Financial Income</b>		
Financial investments	199,293	176,884
Monetary Variation Gains	102,597	103,213
Exchange Rate Gains	4,669	1,736
Gain on Derivatives Financial Instruments (1)	47,822	1,543
Other Financial Revenue (2)	48,358	12,326
<b>Total Financial Revenue</b>	<b>402,739</b>	<b>295,702</b>
<b>Financial Expenses</b>		
Interests and fees on financing, loans		
Debentures and leases (3)	(509,335)	(432,268)
Monetary variation losses	(92,871)	(93,027)
Exchange rate losses (4)	(30,890)	(1,459)
Loss on Derivatives Financial Instruments (5)	(29,546)	(4,154)
Other Financial Expenses	(34,548)	(87,763)
<b>Total Financial Expenses</b>	<b>(697,190)</b>	<b>(618,671)</b>
<b>Financial Income (Loss)</b>	<b>(294,451)</b>	<b>(322,969)</b>

(1) Positive impact of the Euro variance on SWAP transactions contracted by the Company;

(2) Amount related to contractual performance and present value adjustment on Contractual Financial Assets;

(3) Increase of the calculation basis of interest in function of raising of funds from third parties, mainly related to the amounts of the 13<sup>th</sup> and 14<sup>th</sup> debentures Issuance;

(4) Disbursement of EUR 15 million in May/2024 and EUR 10 million in November/2024, increasing interest and fees (devaluation of Real in comparison to Euro);

(5) Negative impact of the Euro variance on SWAP transactions contracted by the Company.

### 28. SEGMENT REPORTING

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

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

Description	2024			2023		
	Water	Sewage	Total	Water	Sewage	Total
Direct Operating Revenue	4,475,314	2,820,755	<b>7,296,069</b>	4,256,846	2,455,571	<b>6,712,417</b>
Other Operating Revenue	43,644	34,889	<b>78,533</b>	39,475	31,114	<b>70,589</b>
<b>Total Gross Operating Revenue</b>	<b>4,518,958</b>	<b>2,855,644</b>	<b>7,374,602</b>	<b>4,296,321</b>	<b>2,486,685</b>	<b>6,783,006</b>
Revenue Deductions (PASEP and COFINS)	(292,524)	(233,859)	<b>(526,383)</b>	(274,159)	(216,111)	<b>(490,270)</b>
<b>Net Operating Revenue</b>	<b>4,226,434</b>	<b>2,621,785</b>	<b>6,848,219</b>	<b>4,022,162</b>	<b>2,270,574</b>	<b>6,292,736</b>
Cost	(1,858,364)	(1,032,022)	<b>(2,890,386)</b>	(1,624,008)	(890,885)	<b>(2,514,893)</b>
<b>Gross Income</b>	<b>2,368,070</b>	<b>1,589,763</b>	<b>3,957,833</b>	<b>2,398,154</b>	<b>1,379,689</b>	<b>3,777,843</b>
Selling Expenses	(312,526)	(249,828)	<b>(562,354)</b>	(143,364)	(112,998)	<b>(256,362)</b>
Administrative expenses	(601,655)	(480,953)	<b>(1,082,608)</b>	(450,536)	(355,111)	<b>(805,647)</b>
Other Operating Income (Expenses)	(9,794)	(7,830)	<b>(17,624)</b>	(24,810)	(5,846)	<b>(30,656)</b>
Equity in Earnings (Losses) of Controlled Companies	-	-	-	-	(5,263)	<b>(5,263)</b>
Financial Income (Loss)	(111,123)	(183,328)	<b>(294,451)</b>	(153,155)	(169,814)	<b>(322,969)</b>
Profit-Sharing Program	(65,700)	(52,519)	<b>(118,219)</b>	(64,314)	(50,693)	<b>(115,007)</b>
Provisions	132,599	106,076	<b>238,675</b>	(94,752)	(74,633)	<b>(169,385)</b>
Pension Plan and Health Insurance	(21,744)	(17,346)	<b>(39,090)</b>	(26,970)	(21,263)	<b>(48,233)</b>
<b>Income before taxes and contributions</b>	<b>1,378,127</b>	<b>704,035</b>	<b>2,082,162</b>	<b>1,440,253</b>	<b>584,068</b>	<b>2,024,321</b>
Income Tax and Social Contribution	(355,303)	(181,512)	<b>(536,815)</b>	(372,621)	(148,337)	<b>(520,958)</b>
<b>Net Income for the Year</b>	<b>1,022,824</b>	<b>522,523</b>	<b>1,545,347</b>	<b>1,067,632</b>	<b>435,731</b>	<b>1,503,363</b>
Operating margin - Unaudited/Not Revised	30.5%	24.7%	<b>28.2%</b>	33.5%	23.5%	<b>29.8%</b>
Net Margin - Unaudited/Not Revised	24.2%	19.9%	<b>22.6%</b>	26.5%	19.2%	<b>23.9%</b>
Investments in Fixed/Intangible assets in the year (1)	734,260	1,177,285	<b>1,911,545</b>	785,027	1,141,076	<b>1,926,103</b>
Indebtedness - Loans, Financing, Debentures, Leases, and PPP	2,908,386	3,722,949	<b>6,631,335</b>	2,627,325	3,150,335	<b>5,777,660</b>
Contract assets, Fixed and intangible assets, net	6,378,421	8,337,633	<b>14,716,054</b>	5,962,818	7,519,914	<b>13,482,732</b>
Depreciations and amortizations for the year	(289,815)	(270,134)	<b>(559,949)</b>	(248,895)	(231,213)	<b>(480,108)</b>
Accounts receivable (Current and Noncurrent) (2)	1,501,877	603,040	<b>2,104,917</b>	1,544,557	563,632	<b>2,108,189</b>
Total assets	8,888,841	11,619,159	<b>20,508,000</b>	8,316,138	10,487,767	<b>18,803,905</b>
Total current and noncurrent (liabilities)	4,245,167	5,434,126	<b>9,679,293</b>	4,119,797	4,939,908	<b>9,059,705</b>
Number of connections - Unaudited/Not Revised	3,483,526	2,585,670	-	3,448,900	2,517,885	-
Volume Thousands of m3 Invoiced - Unaudited/Non-Revised	583,003	466,043	-	559,577	441,056	-

(1) Amounts invested in administrative assets were allocated proportionally to the investments of each segment;

(2) Presented at their gross amount;

(3) Users included in the sewage segment are virtually also all included in the water segment;

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

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(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

### 29. INSURANCE

The Company has an insurance contract with MAPFRE Seguro's Gerais S/A covering its main assets located in several locations throughout the state of Paraná, amounting to R\$ 2,093,642, effective from March 14, 2024, to March 14, 2025, contemplating basic coverage for fire, wind, and electrical damages to the equipment.

Assets	Amount insured
Buildings	1,168,976
Machinery, equipment, and Vehicles	852,407
Inventories	72,259
<b>Total</b>	<b>2,093,642</b>

Additionally, the Company has Judicial Guarantee Insurance policies to guarantee amounts that would be deposited and/or replace amounts already deposited and/or assets pledged in labor, civil, tax, and environmental claims. Up to December 31, 2024, the Company offered guarantees through the Surety Bond in 385 claims totaling R\$ 402,591 with Pottencial Seguradora S/A, maturing on June 15, 2025.

The Company also entered into/renewed the contract with AKAD Seguros S/A for general liability insurance coverage of Sanepar Directors, Officers, and Managers (D&O insurance) with local and international coverage, with a guarantee ceiling of R\$ 20,000, with a 365-day contract term ending January 16, 2026.

### 30. SUBSEQUENT EVENTS

On January 30, 2025, the Company published a Material Fact informing its shareholders, investors and the market in general that the Board of Directors, in its 3rd/2025 Extraordinary Meeting, authorized the forwarding to the Paraná Delegated Public Services Regulatory Agency (Agepar) of the survey of the Regulatory Remuneration Base (BRR), base date 12/31/2024 (with fixed assets until 12/31/2023), referring to the 3rd Periodic Tariff Review – RTP.

## **EXECUTIVE BOARD**

Wilson Bley Lipski – CEO

Abel Demetrio – CFO and Investor Relations Officer

Sergio Wippel - Director of Operations

Leura Lucia Conte de Oliveira - Investment Director

Bihl Elerian Zanetti - Commercial Director

Flavio Luis Coutinho Slivinski - Deputy Legal Director

Fernando Mauro Nascimento Guedes – Administrative Director

Julio Cesar Gonchorosky - Environmental and Social Action Director

Anatalicio Risdén Junior – Innovation and New Business Director

## **BOARD OF DIRECTORS**

Demetrius Nichele Macei - Chairman

João Biral Junior

Rodrigo Sanchez Rios

Reginaldo Ferreira Alexandre

Eduardo Francisco Sciarra

Wilson Bley Lipski

Joisa Campanher Dutra Saraiva

Milton José Paizani

Diane Agustini

## **FISCAL COUNCIL**

Denize Aparecida Cabulon Graça - Chairwoman

André Luís Rennó Guimarães

Helena Maria Boschini Lemucch

João Elias de Oliveira

Base date December 31, 2024 – CIA SANEAMENTO DO PARANÁ – SANEPAR  
(Free translation from the original in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

## **STATUTORY AUDIT COMMITTEE**

Claudio Nogas - Chairman

Cassio Fernandes Beverari

Gustavo Giffhorn Camargo

Milton José Paizani

## **ACCOUNTANT**

Ozires Kloster

Accounting Manager

Accountant

CRC-PR 030.386/O-8



**INDENPENDENT  
AUDITORS'  
REPORT**

# Independent auditor's report on the financial statements

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**Grant Thornton Auditores  
Independentes Ltda.**

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To the Shareholders, Directors, and Officers of  
**Companhia de Saneamento do Paraná - SANEPAR**  
Curitiba- PR

## Opinion

We have audited the accompanying financial statements of Companhia de Saneamento do Paraná - SANEPAR ("Company"), which comprise the statement of financial position as of December 31, 2024, and the statements of income, statements of comprehensive income, statements of changes in equity, and statements of cash flows for the year then ended, and the corresponding explanatory notes, including significant accounting policies, and other enlightening information.

In our opinion, the aforementioned financial statements present fairly, in all material aspects, the equity and financial *position of* Companhia de Saneamento do Paraná - SANEPAR, as of December 31, 2024, the performance of its operations and its cash flows for the fiscal year ending on that date, in conformity with accounting practices adopted in Brazil and IFRS Accounting Standards as issued by the *International Accounting Standards Board (IASB)*. (currently named *IFRS Accounting Standards*).

## Basis for opinion

We conducted our audit in accordance with Brazilian and international standards on auditing. Our responsibilities under those standards are further described in the "Auditor's responsibility for the audit of the financial statements" section of our report. We are independent of the Company, in accordance with the relevant ethical requirements set forth in the Code of Ethics for Professional Accountants and the professional standards issued by the Federal Accounting Council and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## Key audit matters

Key audit matters are those which, in our professional opinion, were the most significant in our audit for the current period. These matters were addressed in the context of our audit of the financial statements taken as a whole and, in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### 1. Contractual Financial Assets, Contract Assets, and Intangible Assets (Notes 10, 11, and 13.b)

#### Reason the matter was considered a key audit matter

On December 31, 2024, the Company recognized assets balances related to contractual financial assets, contract assets, and intangible assets, amounting to R\$ 850,582, R\$ 2,777,922, and R\$ 11,589,509, respectively, which, together, represent the infrastructure of the concession and are recognized based on investments made in the acquisition, construction, or improvement of the infrastructure corresponding to the concession contract.

Concession contracts represent the right to explore infrastructure, in compliance with the technical interpretation ICPC 01 (R1) – Concession Contract/IFRIC 12 - Concession Contracts, which provides for the obligation of constructing and/or operating the infrastructure (intangible assets of the concession) for the provision of public services on behalf of the concession grantor, under conditions provided for in contract.

Due to the high degree of judgement exercised by the Company to define and allocate expenses between: **(i)** capitalized costs such as contractual assets, represented by expenses with works in progress linked to concessions; **(ii)** capitalized costs of intangible assets, when increase in the capacity and improvement of the network occurs; **(iii)** capitalized costs to the concession financial assets, when there is the unconditional right to receive cash at the end of the concession as indemnification, and refer to the portion that is not recovered through tariff, and **(iv)** maintenance expenses incurred, and risks of impairment of these assets, together with the fact that any amendments to the assumptions used and the judgement made in the classification of expenses can significantly impact the financial statements. Thus, we considered this matter as significant to our audit.

#### How the matter was addressed in the audit of the financial statements

- We assessed the drawing of internal controls related to investments with the concession, including criteria for the determination of the accounting classification between capitalized costs of the contractual assets, intangible assets, financial asset of the concession and maintenance expenses, control of project completion and the process for determination of the beginning of the recognition of amortization;
- We assessed, based on sampling, additions occurred during the year, assessed the nature of these investments, and verified the adequacy of the classification of amounts invested between assets of the contractual assets of concession, intangible assets, financial asset of concession, and expenses with maintenance;
- We assessed the transfer process of costs in contractual assets for the definitive accounts to determine the beginning of the recognition of the amortization through sampling basis;
- We recalculated the amortizations and the construction margin recognized in the year and comparison of the income or loss of these recalculations with balances recorded in the financial statements;
- We analyzed the coherence of the statements required in notes to the financial statements.

Based on the procedures performed, we consider that criteria and assumptions adopted by the Management for recognition, measurement, and presentation of the contractual asset, intangible assets, and financial asset of concessions, as well as respective disclosures, are acceptable in the context of the financial statements taken as a whole.

## 2. Revenue recognition of unbilled income (note 23)

### Reason the matter was considered a key audit matter

Revenue recognition of provision of water and sewage services includes the estimate of volumes consumed and not yet billed, calculated from the last reading date of consumption until the end of every period. Thus, the Company recognizes in the statements of income (as net operating revenue) the amounts related to services provided and not billed to final consumers, due to the fulfilment of the performance obligation, in accordance with the technical pronouncement CPC 47 – Revenue from Contracts with Customers (IFRS 15). Considering that the billing is performed on a cyclic basis, it does not correspond to accounting closures; for this purpose, the Company adopts estimates that include information as consumption average obtained in the last reading of hydrometers to be attributed to every consumer, for the period comprised between the reading date and the accounting closing.

Taking into consideration the amount involved and the degree of judgement of the management that uses estimated data of volume – among others – in the preparation of this estimate, we understand that this matter is among the most important for our audit, given that there are risks related to the fulfilment of the performance obligation, which can result in non-recognition of the revenue or its recognition out of the period that the performance obligation was completed, with potential significant impacts on the financial statements.

### How the matter was addressed in the audit of the financial statements

- We evaluated the drawing of the internal controls implemented by the Company on the process of revenue recognition focused on understanding and assessing the methodology used for calculation of the estimate of unbilled income;
- For the estimate of unbilled income of volumes consumed, we assessed data and criteria adopted by the Company, as well as the uniformity of criteria in relation to those adopted in the previous year, and performed the recalculation of the unbilled income at the end of the year; taking into consideration the number of unbilled days in relation to the closing date of the month, as well as performed documental inspection testing, through sample basis, for examination of the invoice and the subsequent settlement of unbilled income, assessing the basis of every registration. We also evaluated the amounts realized subsequently, aiming to support estimates adopted by the Company;
- We performed a reconciliation test of carrying amounts of income from provision of water and sewage services with ancillary reports and, on a sample basis, we inspected invoices and subsequent receipts of invoices selected in outstanding accounts receivable at the end of the year.

Based on the procedures performed and results of evidence obtained, we consider that unbilled income, as well as the respective disclosures, are acceptable in the context of the financial statements taken as a whole.

## Other matters

### Statement of value added

The statement of value added for the year ended December 31, 2024, prepared under the responsibility of Company's management, and presented as supplementary information for IFRS purposes, and was submitted to audit procedures carried out jointly with the audit of the Company's financial statements. To form our opinion, we evaluated whether these statements are reconciled with the financial statements and accounting records, as applicable, and whether its form and content are according to the criteria established in the NBC TG 09 - Statement of Value Added. In our opinion, this statement of value added was appropriately prepared, in all material respects, according to the criteria defined in said Standard and is consistent in relation to the financial statements taken as a whole.

### Audit of corresponding amounts

The financial statements for the year ended **December 31, 2023**, which corresponding amounts are presented for comparison purposes, were audited by another independent auditor who expresses an unmodified opinion on those statements on **February 08, 2024**.

### Information other than the financial statements and auditor's report thereon

The Company's management is responsible for such 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 assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management Report and, in doing so, consider whether this report is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the works performed, we conclude that there is a material misstatement in the Management Report, we are required to disclose this fact. We have nothing to report in this regard.

## Responsibility of management and those charged with governance for the financial statements

The Management is responsible for the preparation and adequate presentation of the financial statements in accordance with the accounting practices adopted in **Brazil** and **IFRS Accounting Standards** as issued by the **International Accounting Standards Board (IASB)**, and the internal controls it deemed necessary to enable the preparation of financial statements free of significant distortions, regardless caused by fraud or error. In preparing the financial statements, the Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting in preparing the financial statements, unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative to avoid doing so. Those charged with governance are those individuals responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identified and assessed the risks of material misstatement of the financial statements, whether due to fraud or error, designed and performed audit procedures responsive to those risks, and obtained 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 override of internal controls, collusion, forgery, intentional omissions, or misrepresentations;

- 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 Company's internal controls;
- Evaluated the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management;
- Concluded 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 Company'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 modify our opinion, in case such disclosures are found to be inadequate. 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 Company to cease to continue as a going concern;
- Evaluated 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 matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we may have identified during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements, including applicable requirements regarding independence, and communicate to them all relationships and other matters that may reasonably be thought to bear on our independence and, where applicable, related safeguards.

From the matters communicated with those charged with governance, we determined those matters that were of most significance in the audit of the financial statements for the current period and are, therefore, the key audit matters (KAM).


We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Curitiba, February 20, 2025

Grant Thornton Auditores Independentes Ltda.  
CRC PR-008.839/F-9



Ricardo Engel  
Accountant CRC 1PR-052.941/O-5



**EXECUTIVE DIRECTORS'  
DECLARATION  
ON FINANCIAL  
STATEMENTS**

## STATEMENT

By this instrument, the Executive Board of Companhia de Saneamento do Paraná - Sanepar, a state-owned public company, with its headquarters at Rua Engenheiros Rebouças nº 1376, Curitiba - PR, registered at CNPJ under nº 76.484.013/0001-45, for the purposes of CVM Resolution nº 80/2022, declares that it has reviewed, discussed and agreed with Sanepar's interim financial statements for the period ended on December 31, 2024.

Curitiba, February 03, 2025.

**WILSON BLEY LIPSKI**  
Chief Executive Officer

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

**SERGIO WIPPEL**  
Chief Operating Officer

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

**BIHL ELERIAN ZANETTI**  
Chief Commercial Officer

**FLAVIO LUIS COUTINHO SLIVINSKI**  
Chief Legal Officer

**FERNANDO MAURO NASCIMENTO GUEDES**  
Chief Administrative Officer

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

**ANATALICIO RISDEN JUNIOR**  
Chief of Innovation and New Business Officer



**EXECUTIVE DIRECTORS'  
STATEMENT  
ON THE INDEPENDENT  
AUDITORS' REPORT**



## STATEMENT

Buy this instrument, the Executive Board of Companhia de Saneamento do Paraná - Sanepar, a state-owned public company, with its headquarters at Rua Engenheiros Rebouças nº 1376, Curitiba - PR, registered at CNPJ under nº 76.484.013/0001-45, for the purposes of CVM Resolution nº 80/2022, has reviewed, discussed and agreed with the opinions stated in the audit report issued by Grant Thornton Auditores Independentes Ltda. with respect to the Sanepar interim financial statements for the period ended on December 31, 2024.

Curitiba, February 20, 2025.

**WILSON BLEY LIPSKI**  
Chief Executive Officer

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

**SERGIO WIPPEL**  
Chief Operating Officer

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

**BIHL ELERIAN ZANETTI**  
Chief Commercial Officer

**FLAVIO LUIS COUTINHO SLIVINSKI**  
Chief Legal Officer

**FERNANDO MAURO NASCIMENTO GUEDES**  
Chief Administrative Officer

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

**ANATALICIO RISDEN JUNIOR**  
Chief of Innovation and New Business Officer



**SUMMARY OF THE ANNUAL  
REPORT OF THE  
STATUTORY  
AUDIT COMMITTEE**

## **SUMMARY OF THE ANNUAL REPORT OF THE STATUTORY AUDIT COMMITTEE - 2024**

To the Board of Directors of Companhia de Saneamento do Paraná – SANEPAR

### Introduction

The Statutory Audit Committee (CAE) of Companhia de Saneamento do Paraná – SANEPAR was created at the Extraordinary Meeting of the Board of Directors on May 30, 2017. The CAE's composition, duties and operation are established in its own Internal Regulations, which are available on the Company's official website. According to the statutory amendment made in September 2018, the CAE is formed by 4 independent members, one of which is a member of the Board of Directors. Its members are elected for a term of 2 years, and reelection is allowed for 3 consecutive terms. The CAE is a statutory advisory body for the Board of Directors, with permanent and independent operations. Such body's main duties include evaluating and monitoring the processes for preparing and presenting financial statements, risk management processes and internal controls, the effectiveness of performance of internal audit and audit by independent auditors. Additionally, it also evaluates the reasonableness of the parameters that support the calculations and actuarial results of the benefit plans of the Foundations related to SANEPAR and the monitoring, together with Management, of operations with the Company's related parties.

The Managers are responsible for the preparation and integrity of the financial statements, management of risks, enforcement and effectiveness of the internal control systems and compliance of the activities with the legal and regulatory standards. The Internal Audit is in charge of the periodic review and evaluation of the controls related to key risk areas, acting independently in verifying their effectiveness and adequacy of the applicable governance criteria. Grant Thornton Brasil Auditoria Independente was responsible for the audit of the Company's financial statements for the year ended December 31, 2024, and for the special review of its interim accounting information. As a normal part of its duties, it also carries out assessments regarding the quality and adequacy of internal control systems and compliance with applicable legal and regulatory provisions.

## Main activities of the CAE during the fiscal year

The main recurring issues that occurred during the fiscal year were as follows: the CAE held several formal meetings with the Company's Governance Bodies, Company Managers, Foundation Managers, Internal Audit Management, as well as its members, with Independent Auditors, members of Berkan Auditores Independentes, the external arm for internal audit and the Governance Secretariat.

These meetings especially discussed issues related to the preparation and disclosure of financial statements and splits of a corporate and tax-fiscal nature, risk management and internal controls and transactions involving related parties. In dialogues between CAE members and internal auditors, independent auditors and those responsible for risk management, their work plans were assessed, and their results, conclusions, and recommendations were made reported. During the 2024 fiscal year, several improvements were discussed and recommended in the scope, work methodology and team dimensioning for Internal Audit and Risk Management, especially regarding improvements for the Annual Plan of Internal Audit – PAINT to be executed in 2025. Statement on the Proposal to Review the Risk Management and Internal Controls Policy. We follow the Quality Assurance and Improvement Program – PGQM, which was evaluated and certified by the Brazilian Institute of Auditors – IIA BRASIL, with the Quality Assessment [QA] seal in December 2024.

For Fiscal Year 2025, the CAE understands that it is important as a form of integration to maintain the relationship with the Board of Directors and Fiscal Council, as well as participation, even informally, as long as accepted, in the meetings of these Councils.

## Conclusions

The CAE's opinions and considerations are based on the data and information submitted to it by the Company's Management (especially Accounting, Legal, Risk Management, Compliance, and Internal Audit areas), the Foundations involved in meeting the benefits to its employees, and the Independent Audit. Regarding the Independent Audit, the CAE did not identify any situation that could affect its independence and is not aware of any significant technical differences between the Management, the Independent Auditors, and the CAE itself. As for the structure of internal controls and risk management, the CAE considers that there is satisfactory coverage for the size and complexity of the Company's businesses, although improvements are required in critical matters inherent to the provision of services that are included in the scope of its activity. With regard to the Internal Audit, the results of its work over the course of 2024

did not reveal significant deviations or flaws in the procedures related to the effectiveness of the internal controls adopted by the Company, as well as in terms of adherence to the policies and practices established by Management and compliance with rules and regulations applicable to the activity.

The CAE considers that all relevant matters for its performance were properly covered in its due diligence and discussions with the Company's Management, that they are being properly disclosed in the financial statements for the fiscal year ended December 31, 2024, accompanied by the opinion of the independent auditors. Accordingly, the Board of Directors is recommended to approve said audited financial statements.

Curitiba, February 20, 2025.

**Cassio Fernandes Beverari**  
Member

**Claudio Nogas**  
President

**Gustavo Giffhorn Camargo**  
Member

**Milton José Paizani**  
Member



**FISCAL  
COUNCIL  
OPINION**

## **FISCAL COUNCIL OPINION**

The members of the Fiscal Council of Companhia de Saneamento do Paraná - SANEPAR, within their duties and responsibilities, which do not include accounting and auditing activities in the Company, analyzed the Management Report, the Financial Statements and the Proposal for Allocation of Profits for the fiscal year ended on December 31, 2024.

Based on the analyses carried out, the information received during the fiscal year, the unqualified opinion presented by Grant Thornton Auditores Independentes Ltda., and the notes suggested by this Council and accepted by the Company, the members unanimously understand that the material facts brought to their attention were properly disclosed in said documents, which are ready to be discussed at the Annual General Meeting.

Curitiba, February 19, 2025.

**DENIZE APARECIDA CABULON GRAÇA**  
Chairwoman

**ANDRÉ LUÍS RENNÓ GUIMARÃES**  
Member

**HELENA MARIA BOSCHINI LEMUCCH**  
Member

**JOÃO ELIAS DE OLIVEIRA**  
Member



# **INVESTMENT PROGRAM**



## INVESTMENT PROGRAM

Companhia de Saneamento do Paraná – Sanepar ("Company"), in compliance with the provisions of CVM Resolution No. 44/2021, informs its shareholders, investors and the market at large that the Board of Directors, at its 10th/2024 Extraordinary Meeting held on this date, approved the Five-Year Investment Plan for the 2025-2029 period.

### FIVE-YEAR INVESTMENT PLAN - 2025 to 2029 (million BRL)

	2024 *	2025	2026	2027	2028	2029	2025 a 2029
Regulatory Capex **	2,101.9	2,013.4	1,966.7	1,745.1	1,714.1	1,872.8	9,312.2
Solid Waste / Industrial Water	4.9	11.4	0.9	1.5	1.2	15.0	30.0
Capitalization **	179.4	160.9	169.3	176.3	185.0	198.9	890.4
Network Donations	28.3	29.9	27.6	28.2	28.9	29.5	144.1
Partnerships **	67.4	145.0	281.7	304.5	319.9	397.2	1,448.3
<b>Total</b>	<b>2,381.9</b>	<b>2,360.6</b>	<b>2,446.2</b>	<b>2,255.6</b>	<b>2,249.1</b>	<b>2,513.4</b>	<b>11,824.9</b>

	2024 *	2025	2026	2027	2028	2029	2025 a 2029
Water	778.9	765.5	774.6	793.7	1,031.4	1,168.8	4,534.0
Sewage	1,469.1	1,411.3	1,546.5	1,344.2	1,093.6	1,237.0	6,632.6
Others	133.9	183.8	125.1	117.7	124.1	107.6	658.3
<b>Total</b>	<b>2,381.9</b>	<b>2,360.6</b>	<b>2,446.2</b>	<b>2,255.6</b>	<b>2,249.1</b>	<b>2,513.4</b>	<b>11,824.9</b>

\* Value of the multi-year Investment Plan disclosed in the Material Fact of 11/08/2023.

\*\* Components of the water and sewage tariff base of the Company, as per the 2nd Periodic Tariff Review (RTP).

The Five-Year Investment Plan includes expenses for the assurance of water supply and its quality; commitments made in the concession and program contracts aimed at the universalization of sewage services; demands arising from operational diagnostics of water supply and sewage systems; partnerships; environmental compliance; administrative infrastructure, among others.

## **DISCLAIMER**

This is a free translation for informative purposes only. The original text in Portuguese is the only legal version and must be consulted in order to elucidate any doubts or conflicts.

