

(Convenience Translation into English from the
Original Previously Issued in Portuguese)

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Report on Review of
Individual and Consolidated
Interim Financial Information
for the Nine-month Period
Ended September 30, 2024

Deloitte Touche Tohmatsu Auditores Independentes Ltda.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Interim Financial Information

September 30, 2024

Contents

Management Report 3

Independent auditor’s report on the interim financial information 14

Interim Financial Information

Balance sheets 16

Statements of income 18

Statements of comprehensive income..... 19

Statements of changes in equity 20

Statements of cash flows..... 21

Statements of value added..... 22

Notes to the interim financial information 23

Statement of the Executive Officers on the Financial Statements..... 72

Statement of the Executive Officers on the Independent Auditor’s Report 73

EARNINGS RELEASE 3Q24

Intelbras generates consolidated net revenue of R\$1,243,880 thousand and EBITDA of R\$150,534 thousand.

São José (SC), October 25th, 2024 – Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira (“Intelbras” or “Company”) discloses its consolidated results for the quarter ended September 30th, 2024. The amounts presented here are compared with those for the quarter ended September 30th, 2023, unless otherwise indicated. The accounting balances presented here were extracted from the financial statements prepared in accordance with Brazilian corporate law and practices adopted in Brazil, already in compliance with international accounting standards (IFRS).

Highlights

Net Operating Revenue was R\$1,243,880 thousand in the period, representing a variation of +33.2% over the third quarter of the previous year.

Our **EBITDA** was R\$150,534 thousand, an increase of 17.4% when compared to 3Q23, and represents an EBITDA margin of 12.1%.

The Company's consolidated **ROIC (pre-tax)** obtained during the last four quarters was 21.3%, with a variation of -1.4 p.p. compared to the previous quarter and -1.0 p.p. compared to the same period of the previous year.

Our **Net Income** in the second quarter was R\$129,383 thousand, which represents a growth of 16.6% when compared to the same period of the previous year and a net margin of 10.4%, -1.5 p.p. compared to the third quarter of 2023.



Management Message

While planning 2024, we have identified key opportunities to resume revenue growth in our three business segments.

The Security segment, which had already delivered a sustainable growth during the previous year, anticipated the acceleration of its main projects throughout this year. In the ICT segment, after a few years of unstable growth, a clear expansion was projected driven by new businesses, originated from two recent partnerships, which would strengthen our operations in strategic markets. Finally, after a year of significant slowdown, the Energy segment would focus efforts on executing a plan to reduce its dependence on Solar Energy and resume its growth trajectory, with an even greater focus on profitability.

In this context, the year has been according to plan. In the third quarter and in the first nine months, the Company has increased its relevance in the markets in which it operates, demonstrating that we are moving in the right direction.

On the other hand, it is important to highlight that the increase in costs in the last six months has put pressure on operating margins in the three segments. At the beginning of the year, the additional costs related to supply in Manaus, due to the drought in the previous year and, more recently, the increase in international logistics costs, exceeded historical values. Another relevant factor is the currency devaluation in the last two quarters, which significantly impacted the cost of goods sold. In addition, the early receipt of relevant volumes increased inventory and contributed to the realization of average costs closer to the costs of the latest received materials. In this way, the increase in costs was accelerated and the effect of the changes in the price list were not enough, for several reasons.

We made price adjustments in July and August, which allowed us to have a positive evolution in margins throughout the quarter and consolidated results in line with our history, although different from the initial expectations for the year.

The decisions made throughout this period aim not only to preserve the short term, but mainly to prepare the Company for robust and sustainable growth in the long term. In the short term, the business may fluctuate, but in the long term, we are prepared to continue delivering real revenue and profit growth, as evidenced in the first nine months of the year.



Main financial indicators

R\$ thousands	3Q24	2Q24	Δ%	3Q23	Δ%
Net operating revenue	1,243,880	1,185,559	4.9%	933,653	33.2%
Gross profit	364,482	372,895	-2.3%	302,181	20.6%
<i>Gross Margin</i>	29.3%	31.5%	-2.2p.p	32.4%	-3.1p.p
EBITDA	150,534	159,266	-5.5%	128,240	17.4%
<i>EBITDA Margin</i>	12.1%	13.4%	-1.3p.p	13.7%	-1.6p.p
Profit for the period	129,383	117,551	10.1%	110,950	16.6%
<i>Net Profit Margin</i>	10.4%	9.9%	+0.5p.p	11.9%	-1.5p.p
ROIC (pre-tax)	21.3%	22.7%	-1.4p.p	22.3%	-1.0p.p



Net Operational Revenue

Net operating revenue reported in the third quarter was R\$ 1,243,880 thousand, the highest quarterly revenue reported by the Company in its history. This represents a growth of 33.2% compared to the same period of the previous year and sequentially 4.9% higher than that reported in the second quarter of this year.

This robust growth reflects the continuity of the strategies that have been efficiently executed throughout the year in the three business areas reflects the activities in the market, and, unlike the same period of the previous year, is in line with the evolution forecast for the year.

Gross Profit

The third quarter was characterized by a period of high costs, with the devaluation of the local currency against the dollar and logistics costs that remained high throughout the quarter. The impact of these increases was immediately reflected in the cost of goods sold due to the acquisition of a higher volume of inventory that had been received throughout the quarter, given that it had been programmed to mitigate potential risks of shortages.

R\$ thousands	3Q24	2Q24	Δ R\$	Δ%	3Q23	Δ%
Net operating revenue	1,243,880	1,185,559	58,321	4.9%	933,653	33.2%
Cost of sales and services	(879,398)	(812,664)	(66,734)	8.2%	(631,472)	39.3%
Gross profit	364,482	372,895	(8,413)	-2.3%	302,181	20.6%
Gross margin	29.3%	31.5%	-	-2.2p.p	32.4%	-3.1p.p

The negative variation in the consolidated gross margin, of 3.1 p.p. in relation to the same period of the previous year, reflects this increase in average costs in the three operating segments. On the other hand, there was a gradual improvement in this indicator throughout the quarter, with the gross margin in September being the highest in the quarter, reflecting the price increases made since the beginning of the period.

Operating Expenses

Operating expenses in the third quarter were on schedule. The growth of 22.9% compared to the same period of the previous year was below the evolution of revenue.

R\$ thousands	3Q24	2Q24	Δ R\$	Δ%	3Q23	Δ%
Selling expenses	(170,379)	(164,588)	(5,791)	3.5%	(137,029)	24.3%
General and administrative expenses	(65,526)	(66,202)	676	-1.0%	(54,602)	20.0%
Other operating expenses, net	(2,872)	(7,046)	4,174	-59.2%	(2,609)	10.1%
Operating income (expenses)	(238,777)	(237,836)	(941)	0.4%	(194,240)	22.9%

When compared to the second quarter of this year, total operating expenses also grew lower than net revenues, oscillating within the stability planned for the period.

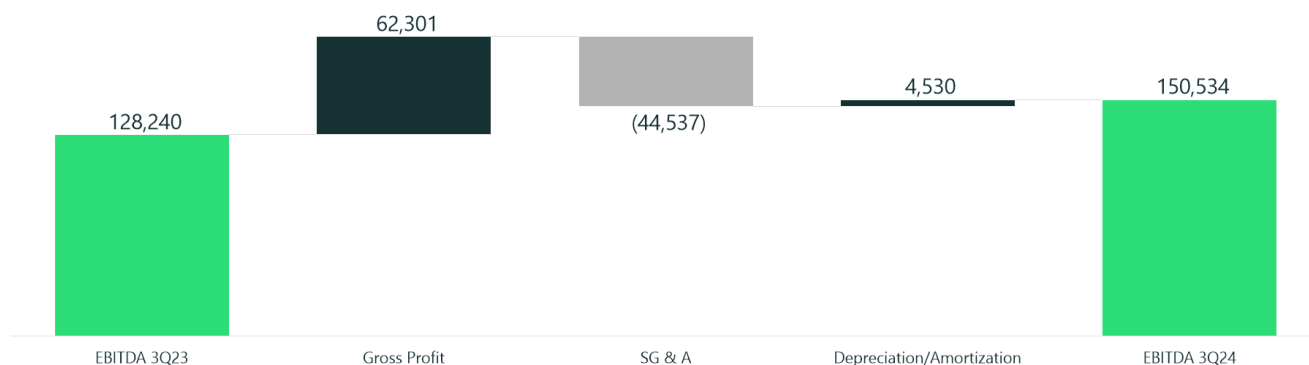
EBITDA

There was an expansion of 17.4% in EBITDA when compared to the same period of the previous year, as a result of the relevant growth in revenue. On the other hand, gross profit growth below revenue growth is mainly responsible for the 1.6 p.p. compression in the EBITDA Margin, as can be observed in the table below.

R\$ thousands	3Q24	2Q24	Δ%	3Q23	Δ%
Net operating revenue	1,243,880	1,185,559	4.9%	933,653	33.2%
Gross profit	364,482	372,895	-2.3%	302,181	20.6%
(-) SG & A expenses	(238,777)	(237,836)	0.4%	(194,240)	22.9%
(+) Depreciation	14,653	13,465	8.8%	13,271	10.4%
(+) Amortization	10,176	10,742	-5.3%	7,028	44.8%
EBITDA	150,534	159,266	-5.5%	128,240	17.4%
% EBITDA	12.1%	13.4%	-1.3p.p	13.7%	-1.6p.p

The behavior of expenses continues as planned, and grows below revenue growth, slightly higher than the evolution of gross profit. The following chart represents the evolution of the composition of EBITDA compared to the same period last year:

EBITDA



Financial Results

The net financial result recorded in the third quarter reached neutrality, different from the previous period, when a relevant foreign exchange rate variation was observed. Also compared to the previous quarter, the variations in revenue and financial expenses occurred within the forecast, while the stability of the exchange rate, although at a higher level throughout the quarter with a sharper drop at the end of the period, made it possible to recognize a net exchange variation more in line with the Company's recent history. The table below presents more details:

R\$ thousands	3Q24	2Q24	Δ%	3Q23	Δ%
Financial revenues	51,539	50,397	2.3%	55,084	-6.4%
Financial expenses	(43,124)	(39,196)	10.0%	(51,377)	-16.1%
Foreign exchange gains (losses), net	(7,978)	(24,388)	-67.3%	(9,004)	-11.4%

Net Income

The net income obtained in the third quarter was R\$ 129,383 thousand and represents a growth of 16.6%, when compared to the same period of the previous year. This result reflects an increase proportional to that presented in the operating result already described in EBITDA. The net margin of 10.4% represents a reduction of 1.5 p.p. compared to the same period of the previous year, also in line with the drop in the operating margin.

ROIC (pre-tax)

The Company's ROIC (pre-tax) indicator is related to the last four quarters and was calculated at 21.3%. The details of the calculation can be seen in the following table:

R\$ thousands	3Q24	2Q24	Δ%	3Q23	Δ%
Operating profit before finance income (costs) LTM (a)	574,455	556,691		489,873	
Income tax and social contribution LTM	8,815	13,880		36,270	
NOPAT LTM (b)	583,270	570,571	2.2%	526,143	10.9%
Net cash	(173,267)	(346,410)		(289,829)	
Equity	2,867,568	2,799,550		2,486,685	
Capital employed (c)	2,694,301	2,453,140	9.8%	2,196,856	22.6%
ROIC Pre-tax (a)/(c)	21.3%	22.7%	-1.4p.p	22.3%	-1.0p.p

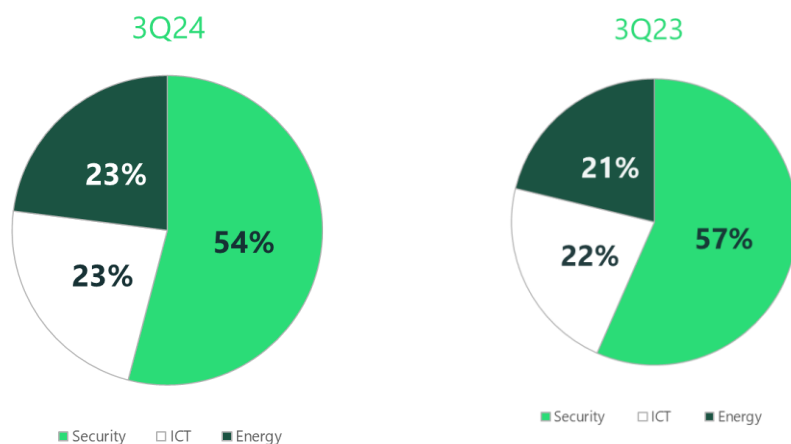
NOTE: LTM refers to the sum of the last 12 months.

The Company maintains its capital allocation above its historical inventories, seeking to introduce new ICT lines and avoid risks of shortages, which increased the capital employed by 9.8% compared to the second quarter of this year, being, therefore, the main reason for the reduction of 1.4 p.p. in the indicator.



Business Segments Evolution

According to the strategy designed for the year, the three segments of operation showed relevant revenue growth, which reflected a better balance between them than when compared to the third quarter of the previous year, a period in which only Security had shown growth.



Revenue by business segment, as well as an analysis of annual growth of these revenues, is available in the following table:

R\$ thousands	3Q24	3Q23	Δ%
Intelbras	1,243,880	933,653	33.2%
Security	672,524	528,274	27.3%
Information and Communication Technology	285,162	207,139	37.7%
Energy	286,194	198,240	44.4%

Additional details of the business segments will be commented on in the next sessions:

Security

As observed in the second quarter of 2024, the amount of reported revenue of R\$672,524 thousand, 27.3% higher than in the same period last year, reflects the activities in the field, measured through the monitoring of the sell-out of distributors, which has been proceeding as planned for the year. Throughout the year, regional development can be observed as planned and a constant search for reconstruction of inventories of finished products at our Manaus plant, which has been operating uninterruptedly since the supply of raw materials could be normalized.

On the other hand, throughout this quarter, the receipt of new materials, which contributed to greater availability of finished products and the consequent growth in revenue, was also the main responsible for the increase in costs in the various product lines, caused by (i) a gradual increase in international logistics costs, and (ii) mainly a high exchange rate during practically the entire quarter.

The results obtained in Security Segment demonstrate the assertiveness of the Segment's strategies and, although they contributed slightly below the initial expectations for this period, it keeps the Company in the spotlight in its market and adequately returning the capital invested, these being the most important premises for the management of the Segment.

Information and Communication Technology – ICT

Our Information and Communication Technology segment reports a quarter with expected sequential growth in operating revenue and robust growth of 37.7% compared to the same period of the previous year, reaching the amount of R\$285,162 thousand.

The new business lines announced at the end of last year keep contributing to the revenue growth and are responsible for the level of operating revenue achieved in the period, as observed in the second quarter of this year.

The construction of a higher inventory over a quarter with costs at higher levels allowed us to maintain revenue growth but brought a relevant impact to the costs of goods sold in the period. The strategy designed for the resumption of the Company's presence with internet service providers (ISPs), as well as the beginning of its presence in the lines of corporate business networks, are stages of a long-term strategy that has been properly implemented, and with prospects for important results over the next few years. The reflection on revenue can already be observed, and as the operation becomes stable, margins will return to desired levels.

Energy

Our Energy segment showed a revenue growth of 44.4% compared to the same period of the previous year, reaching the amount of R\$286,194 thousand.

Throughout this year, there is a market that has been standing out in terms of project volumes for on-grid Solar Energy Generators, but with price levels offered in the third quarter are in line with the same period of the previous year, or sometimes, even lower. Thus, it means that the growth presented in the period is the result of the correct management of the segment and a balanced portfolio offer that allows maintaining healthy growth and adequate profitability. We highlight the growth of UPS and solar off-grid lines, with our participation in projects that bring sustainable energy to the most isolated communities in the Legal Amazon.

In this quarter, the various Energy business lines, especially Solar Power Generators, were also impacted by new inventories at higher cost levels, with these costs being the main responsible for pressure on the segment's margin, even though it is operating within the forecast for the year.

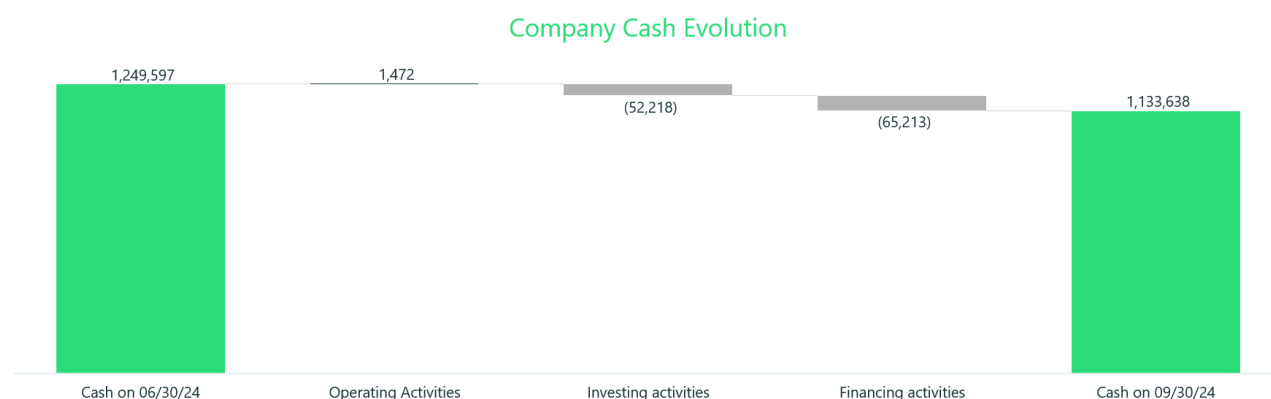


Cash and Debt Position

As throughout the second quarter, this period also saw a slight operating cash generation, pressured by the construction of larger inventories. The allocation of resources in the inventory has allowed the Company to be more assertive in its deliveries and, mainly, significantly reduces the risk of shortages caused by (i) problems with various uncertainties in international logistics, and especially with the (ii) low water crisis that has been seriously affecting the Amazon River region and should impact the flow of goods to companies that have not built up their inventories in advance.

R\$ thousands	3Q24	2Q24	Δ R\$	3Q23	Δ R\$
Cash and cash equivalents at the beginning of the quarter	1.249.597	1.364.756	(115.159)	1.314.942	(65.345)
Net cash used in operating activities	1.472	9.315	(7.843)	121.823	(120.351)
Net cash used in investing activities	(52.218)	(61.117)	8.899	(51.930)	(288)
Net cash provided by financing activities	(65.213)	(63.357)	(1.856)	(186.364)	121.151
Cash and cash equivalents at the end of the quarter	1.133.638	1.249.597	(115.959)	1.198.471	(64.833)

In financing activities, the raising of R\$59,000 thousand from contracts previously signed with BNDES and the distribution of proceeds in the net amount of R\$90,618 thousand stand out, according to resolutions of the Board of Directors on 03/19/2024 and 07/29/2024. The investment activities were carried out according to the plans for the period. Our cash position may be observed in the following chart based on the variations in these activities:



The following table shows the composition of our debts, already considering the raising of R\$59,000 thousand with BNDES:

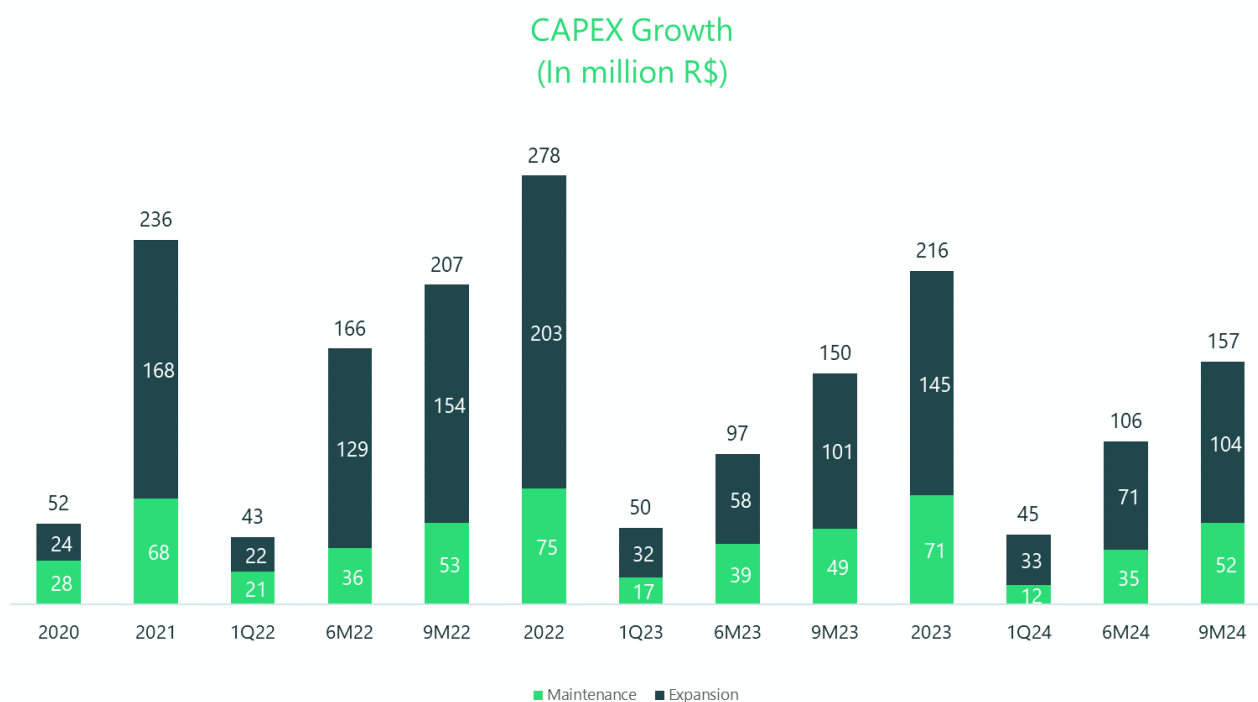
INSTITUTIONS	09/30/2024		06/30/2024		12/31/2023
	Principal + Interest	Movement	Principal + Interest	Movement	Principal + Interest
BNDES	261,966	51,183	210,783	(15,182)	225,965
FINEP	156,568	(7,941)	164,509	17,520	146,989
Debentures	524,364	15,578	508,786	(977)	509,763
Private banks and Credit Cooperatives	17,473	(1,636)	19,109	(12,189)	31,298
Total Loans	960,371	57,184	903,187	(10,828)	914,015

* **NOTE:** values in R\$ thousands



CAPEX

The expansion Capex presented in the third quarter brings the completion of the work on the new warehouse in São José/SC, which has been in operation since August, which brings a perspective of deceleration of these investments for the coming quarters.



Perspectives

From a general perspective, the business environment is challenging, with high costs, rising interest rates, and several global adversities that impact the day-to-day life of companies. However, the most lasting results are those obtained from a construction structured on solid foundations, supported by attributes that add value to end customers and business partners.

This has been the Company's perspective throughout its history, and, throughout this year, this vision has been reinforced. Each of the businesses is evaluated through a careful study of its ROIC, calculated in each product category. This practice allows us to identify opportunities and define strategies to be even more assertive in our plans for growth and consolidation of our brand in the markets we operate.

The allocation of capital to inventories, observed over the last few quarters, should start its downward trajectory from the end of the 2024 fiscal year, returning to normality during the first half of next year. This outlook also applies to the Company's operating margins, which should slightly improve in the fourth quarter and, in the coming years, fluctuate within the Company's historical margins, with real revenue growth and maintenance of adequate profitability.

We started the last quarter of the year not only prepared to face the adversities generated by the severe drought in the northern region, but also with the prospect of concluding a year in which the Company, in its three segments of operation, structured its foundations to maintain its growth trajectory, both in terms of revenue and profitability.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

To the Shareholders and Management of
Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira ("Company"), included in the Interim Financial Information Form (ITR) for the quarter ended September 30, 2024, which comprises the balance sheet as at September 30, 2024, and the related statements of income and of comprehensive income for the three- and nine-month periods then ended, and the statements of changes in equity and of cash flows for the nine-month period then ended, including the explanatory notes.

The Executive Board is responsible for the preparation of this individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Interim Financial Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international standards on review of interim financial information (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the interim financial information referred to above was not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 applicable to the preparation of ITR, and presented in accordance with the standards issued by the CVM.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

Deloitte provides industry-leading audit and assurance, tax and legal, consulting, financial advisory, and risk advisory services to nearly 90% of the Fortune Global 500® and thousands of private companies. Our people deliver measurable and lasting results that help reinforce public trust in capital markets, enable clients to transform and thrive, and lead the way toward a stronger economy, a more equitable society, and a sustainable world. Building on its 175-plus year history, Deloitte spans more than 150 countries and territories. Learn how Deloitte's approximately 457,000 people worldwide make an impact that matters at www.deloitte.com.

Other matters

Statements of value added

The interim financial information referred to above includes the individual and consolidated statements of value added (DVA) for the nine-month period ended September 30, 2024, prepared under the responsibility of the Company's Executive Board and presented as supplemental information for international standard IAS 34 purposes. These statements were subject to the review procedures performed together with the review of the ITR to reach a conclusion on whether they are reconciled with the interim financial information and the accounting records, as applicable, and if their form and content are consistent with the criteria set out in technical pronouncement CPC 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with technical pronouncement CPC 09 and consistently with the accompanying individual and consolidated interim financial information taken as a whole.

Convenience translation

The accompanying individual and consolidated interim financial information has been translated into English for the convenience of readers outside Brazil.

Curitiba, October 25, 2024


DELOITTE TOUCHE TOHMATSU
Auditores Independentes Ltda.


Otávio Ramos Pereira
Engagement Partner

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Balance sheets

As at September 30, 2024 and December 31, 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Note	Consolidated		Parent Company	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Assets					
Current assets					
Cash and cash equivalents	5	1,133,638	1,303,169	954,068	1,254,967
Securities	6	279	2,916	-	1,545
Trade receivables	7	1,188,045	950,998	1,146,417	897,619
Inventories	8	2,016,089	1,167,552	1,837,880	1,039,756
Recoverable taxes	9	122,588	154,276	102,115	84,174
Other receivables		52,027	34,839	40,635	29,838
Total current assets		4,512,666	3,613,750	4,081,115	3,307,899
Noncurrent assets					
Securities	6	10,551	9,771	10,551	9,771
Trade receivables	7	26,378	23,669	24,941	23,669
Escrow deposits	17.c	6,166	5,754	5,954	5,546
Deferred taxes	24	69,647	66,539	42,923	45,059
Recoverable taxes	9	60,545	972	7,685	4,717
Related parties	32	-	-	-	136,648
Other receivables		4,369	6,539	3,679	6,456
Investments	11	5,307	3,739	681,233	467,066
Lease right of use	10	16,600	12,661	10,793	7,963
Property, plant and equipment	12	665,258	605,335	629,136	569,531
Intangible assets	13	569,123	539,556	166,862	134,273
Total noncurrent assets		1,433,944	1,274,535	1,583,757	1,410,699
Total assets		5,946,610	4,888,285	5,664,872	4,718,598

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Balance sheets

As at September 30, 2024 and December 31, 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

		Consolidated		Parent Company	
	Note	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Liabilities					
Current liabilities					
Trade payables	14.a	1,311,127	698,061	1,187,929	671,309
Trade payables – forfeiting	14.b	337,545	179,063	331,965	179,063
Loans and financing	15	183,117	120,483	166,401	95,581
Leases	10	6,164	5,169	4,268	4,552
Derivative instruments	25.2	11,410	3,782	10,575	3,213
Payroll, related taxes and profit sharing	16	134,424	112,448	118,511	101,585
Taxes payable		34,536	28,822	26,236	22,481
Provision for warranties	18	43,277	27,394	22,825	19,243
Provision for tax, labor and civil risks	17.a	1,299	1,329	1,197	1,071
Payables for acquisition of businesses	19	862	7,706	862	7,706
Interest on capital/dividends	21.g	-	45,702	-	45,702
Other payables	20	134,759	136,327	108,480	116,241
Total current liabilities		2,198,520	1,366,286	1,979,249	1,267,747
Noncurrent liabilities					
Trade payables	14.a	536	-	529	-
Loans and financing	15	777,254	793,532	776,497	787,135
Leases	10	11,193	8,143	6,851	3,751
Taxes payable		467	979	458	957
Provision for warranties	18	28,580	32,518	-	-
Provision for tax, labor and civil risks	17.a	19,627	20,232	14,273	15,111
Payables for acquisition of businesses	19	26,715	26,837	26,715	26,837
Other payables	20	16,150	16,236	16,152	16,236
Total noncurrent liabilities		880,522	898,477	841,475	850,027
Equity					
Capital	21.a	1,700,000	1,700,000	1,700,000	1,700,000
Capital reserve	21.b	(26,701)	(26,701)	(26,701)	(26,701)
Earnings reserve	21.c	828,891	927,806	828,891	927,806
Valuation adjustments to equity	21.e	(1,094)	(969)	(1,094)	(969)
Cumulative translation adjustments	21.f	1,586	688	1,586	688
Retained earnings		341,466	-	341,466	-
Equity attributable to owners of the Company		2,844,148	2,600,824	2,844,148	2,600,824
Noncontrolling interests		23,420	22,698	-	-
Total equity		2,867,568	2,623,522	2,844,148	2,600,824
Total liabilities and equity		5,946,610	4,888,285	5,664,872	4,718,598

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Statements of income

For the nine-month periods ended September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Note	Consolidated				Parent Company			
		07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Net operating revenue	26	1,243,880	3,468,470	933,653	2,941,255	1,158,422	3,211,274	880,703	2,708,172
Cost of sales and services	27	(879,398)	(2,379,194)	(631,472)	(1,977,469)	(836,368)	(2,241,126)	(604,062)	(1,840,525)
Gross profit		364,482	1,089,276	302,181	963,786	322,054	970,148	276,641	867,647
Operating income (expenses)									
Selling expenses	28	(170,379)	(470,381)	(137,029)	(417,787)	(151,942)	(417,699)	(120,754)	(360,057)
General and administrative expenses	28	(65,526)	(195,151)	(54,602)	(180,702)	(51,713)	(156,869)	(42,295)	(143,454)
Share of profit (loss) of subsidiaries	11	-	-	-	-	3,221	1,771	(10,733)	(20,405)
Other operating income (expenses), net	28	(2,872)	(17,966)	(2,609)	(12,648)	3,586	2,342	4,171	9,592
		(238,777)	(683,498)	(194,240)	(611,137)	(196,848)	(570,455)	(169,611)	(514,324)
Operating profit before finance income (costs)		125,705	405,778	107,941	352,649	125,206	399,693	107,030	353,323
Finance income	29	51,539	154,025	55,084	168,341	48,778	153,257	56,744	171,116
Finance costs	29	(43,124)	(118,888)	(51,377)	(164,505)	(40,691)	(112,887)	(49,218)	(152,033)
Exchange gains (losses), net	29	(7,978)	(38,495)	(9,004)	(13,961)	(7,391)	(35,688)	(4,985)	(16,579)
Profit before taxes		126,142	402,420	102,644	342,524	125,902	404,375	109,571	355,827
Current income tax and social contribution	24.b	(2,066)	(4,655)	(7,214)	(9,871)	-	-	(6,767)	(6,767)
Deferred income tax and social contribution	24.b	5,307	3,108	15,520	28,373	4,335	(2,136)	7,722	10,888
Profit for the period		129,383	400,873	110,950	361,026	130,237	402,239	110,526	359,948
Profit for the period attributable to:									
Owners of the Company		130,237	402,239	110,526	359,948	130,237	402,239	110,526	359,948
Noncontrolling interests		(854)	(1,366)	424	1,078	-	-	-	-
Profit for the period		129,383	400,873	110,950	361,026	130,237	402,239	110,526	359,948
Basic and diluted earnings per share (in R\$)	22	0.40	1.23	0.34	1.10	0.40	1.23	0.34	1.10

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Statements of comprehensive income

For the nine-month periods ended September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Consolidated				Parent Company			
	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Profit for the period	129,383	400,873	110,950	361,026	130,237	402,239	110,526	359,948
Items that can be subsequently reclassified to the statement of income								
Other comprehensive income								
Exchange differences on foreign investments	(467)	1,318	14	(81)	(365)	898	14	(81)
Total comprehensive income	128,916	402,191	110,964	360,945	129,872	403,137	110,540	359,867
Comprehensive income attributable to:								
Owners of the Company	129,872	403,137	110,540	359,867	129,872	403,137	110,540	359,867
Noncontrolling interests	(956)	(946)	424	1,078	-	-	-	-

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Statements of changes in equity

For the nine-month periods ended September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Note			Earnings reserve									
	Capital	Share issuance costs	Legal	Tax incentives	Retained earnings	Investments	Valuation adjustments to equity	Cumulative translation adjustments	Retained earnings	Equity attributable to the owners of the Company	Noncontrolling interests	Total
Balances as at December 31, 2022	1,074,500	(26,701)	105,418	281,307	297,256	500,000	(833)	90	-	2,231,037	17,245	2,248,282
Realization of deemed cost, net of taxes	-	-	-	-	-	-	(105)	-	105	-	-	-
Exchange differences on investments in foreign subsidiaries	-	-	-	-	-	-	-	(81)	-	(81)	-	(81)
Additional dividends	-	-	-	-	(29,410)	-	-	-	-	(29,410)	-	(29,410)
Interest on capital	-	-	-	-	(38,895)	-	-	-	-	(38,895)	-	(38,895)
Increase in investment reserve limit	-	-	-	-	(228,951)	228,951	-	-	-	-	-	-
Capital increase	625,500	-	-	(281,307)	-	(344,193)	-	-	-	-	-	-
Profit for the period	-	-	-	-	-	-	-	-	359,948	359,948	1,078	361,026
Allocations												
Dividends	-	-	-	-	-	-	-	-	(54,237)	(54,237)	-	(54,237)
Balances as at September 30, 2023	1,700,000	(26,701)	105,418	-	-	384,758	(938)	9	305,816	2,468,362	18,323	2,486,685
Balances as at December 31, 2023	1,700,000	(26,701)	132,630	3,099	-	792,077	(969)	688	-	2,600,824	22,698	2,623,522
Realization of deemed cost, net of taxes	-	-	-	-	-	-	(125)	-	125	-	-	-
Addition of noncontrolling shareholder due to business combination	-	-	-	-	-	-	-	-	-	-	2,216	2,216
Exchange differences on investments in foreign subsidiaries	11.1	-	-	-	-	-	-	898	-	898	420	1,318
Additional dividends	21.g	-	-	-	-	(58,558)	-	-	-	(58,558)	-	(58,558)
Interest on capital	21.g	-	-	-	-	(40,357)	-	-	-	(40,357)	-	(40,357)
Dividends – noncontrolling interests		-	-	-	-	-	-	-	-	-	(548)	(548)
Profit for the period		-	-	-	-	-	-	-	402,239	402,239	(1,366)	400,873
Allocations												
Dividends	21.g	-	-	-	-	-	-	-	(60,898)	(60,898)	-	(60,898)
Balances as at September 30, 2024	1,700,000	(26,701)	132,630	3,099	-	693,162	(1,094)	1,586	341,466	2,844,148	23,420	2,867,568

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira**Statements of cash flows**

For the nine-month periods ended September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Note	Consolidated		Parent Company	
		09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cash flows from operating activities					
Profit before taxes		402,420	342,524	404,375	355,827
Adjustments to:					
Accrued interest and exchange differences		127,493	117,919	116,312	113,929
Depreciation	10;12	40,448	37,603	35,007	31,443
Amortization	13	30,609	19,602	17,680	6,974
Share of profit (loss) of subsidiaries	11.a	-	-	(1,771)	20,405
Provision for tax, labor and civil risks	17.a	2,528	592	2,417	(278)
Allowance for expected credit loss	7	1,577	4,238	1,145	3,770
Allowance for inventory losses	8	17,874	11,715	19,508	11,323
Tax credits	28	(98,016)	(90,187)	(96,773)	(88,882)
Present value adjustment		16,172	2,569	15,548	3,438
Accrued trade discounts		2,944	1,077	2,925	803
Provision for warranties	18	11,945	(11,430)	3,582	2,308
Derivative instruments		6,491	589	6,225	397
Gain (loss) on write-off of leases, property, plant and equipment and intangible assets	10;12;13	7,519	16,353	6,334	15,224
		570,004	453,164	532,514	476,681
Changes in assets and liabilities					
(Increase) decrease in trade receivables		(243,817)	(6,702)	(254,101)	(20,310)
(Increase) decrease in inventories		(866,286)	53,524	(817,861)	55,395
(Increase) decrease in recoverable taxes		70,131	70,755	75,864	73,945
(Increase) decrease in escrow deposits		(412)	(10,614)	(408)	(10,510)
(Increase) decrease in other assets		(12,481)	(14,901)	(7,255)	(21,116)
Increase (decrease) in trade payables		693,498	(229,052)	659,263	(194,724)
Increase (decrease) in payroll, related taxes and profit sharing		21,976	1,014	16,926	(1,360)
Increase (decrease) in taxes payable		2,444	(13,158)	2,194	(12,710)
Increase (decrease) in other payables		(4,894)	5,498	(10,589)	46,523
Income tax and social contribution paid		(7,034)	(7,489)	(4,075)	(4,433)
Net cash provided by operating activities		223,129	302,039	192,472	387,381
Cash flows from investing activities					
Acquisition of property, plant and equipment items	12;33	(98,328)	(126,347)	(92,687)	(118,741)
Acquisition of intangible assets	13	(58,649)	(23,298)	(51,253)	(21,890)
Capital increase in investee	11;33	-	-	(143,990)	(58,228)
Dividends received	11	-	-	10,246	5,500
Loans granted (intragroup)		-	-	-	(142,401)
Acquisition (write-off) of other investments	11	(1,568)	530	(1,549)	548
Net cash used in investing activities		(158,545)	(149,115)	(279,233)	(335,212)
Cash flows from financing activities					
Loans	15	124,807	-	99,100	-
Loans paid (principal)	15	(98,991)	(181,942)	(57,842)	(63,334)
Loans paid (interest)	15	(44,659)	(50,887)	(42,246)	(47,031)
Payment of lease (principal)	10	(5,575)	(5,787)	(4,476)	(4,010)
Payment of lease (finance charges)	10	(901)	(1,387)	(426)	(218)
Payables for acquisition of businesses (principal)	19	(7,404)	(84,810)	(7,404)	(84,810)
Payables for acquisition of businesses (interest)	19	(466)	(13,261)	(466)	(13,261)
Payment of dividends – noncontrolling interests		(548)	-	-	-
Dividends paid	21.g	(119,456)	(83,647)	(119,456)	(83,647)
Interest on capital paid	21.g	(80,922)	(89,558)	(80,922)	(89,558)
Cash used in financing activities		(234,115)	(511,279)	(214,138)	(385,869)
Decrease in cash and cash equivalents, net		(169,531)	(358,355)	(300,899)	(333,700)
Cash and cash equivalents at the beginning of the period	5	1,303,169	1,556,826	1,254,967	1,505,917
Cash and cash equivalents at the end of the period	5	1,133,638	1,198,471	954,068	1,172,217

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Statements of value added

For the nine-month periods ended September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Consolidated		Parent Company	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Revenues	4,127,976	3,534,771	3,854,993	3,281,703
Sale of goods and services, net of returns	4,068,303	3,449,864	3,798,075	3,200,078
Revenues related to the construction of own assets	37,120	74,995	37,120	74,995
Other revenue	24,130	14,150	20,943	10,400
Allowance for expected credit loss	(1,577)	(4,238)	(1,145)	(3,770)
Inputs purchased from third parties	(3,120,047)	(2,335,843)	(2,868,838)	(2,117,720)
Cost of sales and services	(2,369,829)	(1,699,680)	(2,228,282)	(1,597,225)
Supplies, power, outside services and other	(749,948)	(635,466)	(640,286)	(519,798)
Loss / recovery of assets	(270)	(697)	(270)	(697)
Gross value added	1,007,929	1,198,928	986,155	1,163,983
Depreciation and amortization	(71,057)	(57,205)	(52,687)	(38,417)
Wealth created by the Company	936,872	1,141,723	933,468	1,125,566
Wealth received in transfer	325,896	291,851	313,418	255,010
Share of profit (loss) of subsidiaries	-	-	1,771	(20,405)
Finance income and exchange gains	325,896	291,851	311,647	275,415
Total wealth for distribution	1,262,768	1,433,574	1,246,886	1,380,576
Wealth distributed	1,262,768	1,433,574	1,246,886	1,380,576
Personnel	434,101	377,685	421,509	366,139
Salaries and wages	352,812	309,607	341,828	299,325
Benefits	60,582	49,956	59,628	49,301
Severance Pay Fund (FGTS)	20,707	18,122	20,053	17,513
Taxes, fees and contributions	95,900	389,603	113,871	378,668
Federal	5,202	57,560	18,585	50,562
State	87,532	330,258	93,270	327,435
Municipal	3,166	1,785	2,016	671
Lenders and lessors	331,894	305,260	309,267	275,821
Interest and exchange losses	327,987	300,954	305,701	271,890
Rentals	3,907	4,306	3,566	3,931
Shareholders	400,873	361,026	402,239	359,948
Interest on capital and distributed profits	60,898	54,237	60,898	54,237
Retained earnings in the period	339,975	306,789	341,341	305,711

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

1. General information

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira (“Company” or “Intelbras”) is a publicly-held company, incorporated on March 22, 1976, headquartered in the City of São José (SC). It owns a branch in the own City of São José (SC) and branches in the cities of Tubarão (SC), Santa Rita do Sapucaí (MG), Manaus (AM), Jaboatão dos Guararapes (PE). It also has subsidiaries in Brazil in the cities of Florianópolis (SC), Chapecó (SC), São José (SC) and abroad in China, Colombia and Uruguay.

The Company is mainly engaged in the manufacture, development and sale of (i) electronic security equipment and electronic surveillance and monitoring services; (ii) consumer voice and/or data communications devices and equipment, professional voice and/or data communications equipment, services and means, network equipment, data communications infrastructure means and solutions; and (iii) power and solar power products.

The Company is listed at the “Novo Mercado” segment of B3 since February 2021 and its shares are traded under ticker symbol “INTB3”.

This individual and consolidated interim financial information was approved and authorized for issue at the Board of Directors’ meeting held on October 25, 2024.

1.1 Business combination – Acquisition of Allume

On October 6, 2023, the Company entered into a Share Purchase and Sale Agreement and Other Covenants, whereby it has acquired 55% of the shares of Allume Holding S.A.S. (“Allume” or “Acquiree”), a company with which the Company already had a business relationship. Founded in 1997 in Cali, Colombia, the acquiree sells products related to electronic security, networks, communication, building automation and power management, offering own and third-party products.

The acquiree owns four direct subsidiaries and is one of the leading companies in the Colombian market, recognized for its scope and excellence in the service to local distributors and resellers. The Company discloses further information on this acquisition in note 11.2.

1.2 Aunady S.A.

During the period ended September 30, 2024, through establishment of Aunady S.A., the Company started operations in Uruguay with a view to strengthening its presence in the country. The subsidiary will intermediate the Company’s sales to Uruguay and will provide greater support to local distributors and resellers.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

2. Basis of preparation and presentation of interim financial information

2.1. Basis of preparation and presentation

The Company's interim financial information, included in the Interim Financial Information Form (ITR) for the three- and nine-month periods ended September 30, 2024, comprises the individual and consolidated interim financial information, prepared considering all Company's significant information, which corresponds to that used by Management in managing the Company, in accordance with technical pronouncement CPC 21 (R1), issued by the Accounting Pronouncements Committee (CPC), and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Interim Financial Information (ITR).

The interim financial information has been prepared based on historical cost, except for the fair value measurement of certain financial instruments, when required by the standard. The accounting policies, consolidation bases and calculation methods adopted in preparing the interim financial information, as well as the main judgments adopted for the estimates used in the application of the accounting practices, are the same as those used and disclosed in the notes to the financial statements for the year ended December 31, 2023, contemplating the adoption of the new accounting pronouncements, when applicable.

The individual and consolidated interim financial information is presented in thousands of Brazilian reais (R\$), which is also the Company's functional and presentation currency, unless otherwise stated.

The statement of value added (DVA) is presented as supplemental information, as required by the standards issued by the CVM, and is not a statement provided for and mandatory in accordance with the IFRS. Its purpose is to disclose the Company's wealth during the period and show its distribution between the several stakeholders.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

2.2. Basis of consolidation

The consolidated interim financial information comprises the Company and its subsidiaries, as follows:

Name	Core activity	Country	Equity interest - %		Equity interest
			09/30/2024	12/31/2023	
Ascent Asia Limited	Corporate consulting and management	China	100%	100%	Direct
Ascend Trading & Consultation (Shenzhen) Company Limited. (a)	Provision of corporate consulting and logistics services	China	100%	100%	Indirect
Décio Indústria Metalúrgica Ltda.	Manufacturing of structures for servers	Brazil	100%	100%	Direct
Seventh Ltda.	Solutions for video monitoring, access control, remote reception and event management	Brazil	100%	100%	Direct
Khomp Indústria e Comércio Ltda.	Development of electric and electronic telecommunication and IT products and provision of consulting services	Brazil	75%	75%	Direct
Expectrun Tecnologia da Informação Ltda. (b)	Development of SaaS through IoT in Box application platforms	Brazil	70%	70%	Indirect
Renovigi Energia Solar Ltda.	Manufacturing, sale and installation of photovoltaic generators	Brazil	100%	100%	Direct
Allume Holding S.A.S.	Investments in Colombian and foreign companies	Colombia	55%	55%	Direct
Lince Comercial S.A.S. (c)	Wholesale distributor of products related to electronic security, building automation and power management	Colombia	100%	100%	Indirect
UXE S.A.S. (c)	Distributor of products from Lince Comercial S.A.S.	Colombia	100%	100%	Indirect
Modo Seguridad 365 S.A.S. (c)	Sale of electronic security systems and devices	Colombia	100%	100%	Indirect
Emer-Tech LLC. (c)	Sale of IT-related products and peripherals	United States	100%	100%	Indirect
Aunady S.A.	Sales consulting	Uruguay	100%	-	Direct

(a) Investee of Ascent Asia Limited;**(b)** Investee of Khomp Indústria e Comércio Ltda., which holds 70% stake in this subsidiary;**(c)** Investees of Allume Holding S.A.S., which holds 100% stake in these subsidiaries.

The Company assesses whether it exercises control or not over an investee if facts and circumstances indicate that the following elements of control are present: has power over the investee; is exposed or is entitled to variable returns from its involvement with the investee; and has the ability to use its power over the investee to affect the amount of its returns.

The criteria adopted in consolidation are those set out in technical pronouncement CPC 36 / IFRS 10 – Consolidated Financial Statements, the main of which are:

- The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control is achieved until the date on which it ceases to exist;
- All intragroup balances are eliminated;
- Elimination of investment balances proportionally to the respective equity; and
- Reclassification of surplus according to the nature of each balance.

The Company does not hold investments in associates or joint ventures.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

3. Material accounting policies

The interim financial information is intended to provide update based on the most recent complete annual financial statements previously disclosed to the market. Therefore, it focuses on new activities, events and circumstances and does not duplicate information previously disclosed, except when Management considers important to maintain a specific information.

The individual and consolidated interim financial information disclosed herein has been prepared based on the accounting policies and estimate calculation adopted in the preparation of the annual financial statements for the year ended December 31, 2023 (note 3).

As prescribed by IAS 34/CPC 21 (R1) - Interim Financial Reporting, Management elected not to disclose again in details the accounting policies adopted by the Company. Accordingly, this individual and consolidated interim financial information must be read together with the annual financial statements for the year ended December 31, 2023, so as to allow users to expand their understanding about the Company's financial condition and liquidity and its capacity to generate profit and cash flows.

The standards and interpretations issued by the IASB effective beginning January 1, 2024, presented in the financial statements for the year ended December 31, 2023, did not impact this interim financial information. The other revisions of standards and interpretations being made by the IASB are monitored by the Company.

4. Critical accounting judgments, estimates and assumptions

The preparation of the Company's individual and consolidated interim financial information requires Management to make judgments and estimates and adopt assumptions that affect the reported amounts of income, expenses, assets and liabilities, including contingent liabilities. The uncertainty inherent in such judgments, assumptions and estimates may give rise to results that require a significant adjustment of the carrying amount of certain assets or liabilities in future years.

These judgments, estimates and assumptions are revised at each reporting date.

There was no other change of any nature in relation to these estimation methods when compared to the previous reporting year. Therefore, as prescribed by IAS 34/CPC 21 (R1) - Interim Financial Reporting, Management elected not to disclose again in details the significant accounting judgments, estimates and assumptions adopted by the Company. Accordingly, this individual and consolidated interim financial information must be read together with the individual and consolidated annual financial statements for the year ended December 31, 2023.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

5. Cash and cash equivalents

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Cash and banks	32,132	18,850	26,759	13,792
Cash and banks – foreign currency	26,141	75,171	19,454	69,281
Short-term investments	1,075,365	1,209,148	907,855	1,171,894
	1,133,638	1,303,169	954,068	1,254,967

Investments are comprised of short-term investments, classified as cash equivalents, and refer to papers backed by the Interbank Deposit Certificate ("CDI"), held at institutions considered by Management as prime financial institutions, which yield is pegged to the DI rate with possibility of partial or full unrestricted redemption. The amounts are recorded at acquisition cost, plus respective income up to the balance sheet date, which were on average 102% of the CDI rate as at September 30, 2024 (103% at December 31, 2023).

6. Securities

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Short-term investments (i)	10,830	11,142	10,551	9,771
Short-term investments – Escrow account (ii)	-	1,545	-	1,545
	10,830	12,687	10,551	11,316
Current	279	2,916	-	1,545
Noncurrent	10,551	9,771	10,551	9,771

- (i) Refers to an investment account to secure the indemnity obligations of the sellers of Khomp Indústria e Comércio Ltda. (company acquired), and the respective deposit management is shared and requires authorization of both parties to be handled. The agreement provides for the payment to the sellers in two installments, the first of which was paid in March 2022 and the second installment will be paid five years after the acquisition date.
- (ii) Refers to an escrow account to secure the indemnity obligations of the sellers of Seventh Ltda. (company acquired). The release of these amounts to sellers was completed in September 2024.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

7. Trade receivables

Trade receivables are broken down as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Domestic – third parties	1,235,266	1,006,332	1,196,240	962,807
Domestic – related parties	-	-	87	120
Foreign – third parties	43,319	29,253	23,121	11,215
Foreign – related parties	-	-	11,437	3,205
	1,278,585	1,035,585	1,230,885	977,347
Allowance for expected credit losses	(40,049)	(39,289)	(35,938)	(35,356)
Present value adjustment (PVA)	(24,113)	(21,629)	(23,589)	(20,703)
	1,214,423	974,667	1,171,358	921,288
Current	1,188,045	950,998	1,146,417	897,619
Noncurrent	26,378	23,669	24,941	23,669

Installment sales were adjusted to present value on the transaction dates based on the estimated rate over the collection term. The contra entry to the present value adjustment is “Net operating revenue” and its recovery is recorded as finance income in finance income (costs). The discount rate used involves an analysis of the capital structure and the uncertainties of the macroeconomic context and was, on average, 10.50% p.a. as at September 30, 2024 (12.22% p.a. as at December 31, 2023).

The aging list of trade receivables is as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Current - up to 360 days	1,160,193	903,122	1,130,504	870,275
More than 360 days	34,399	35,206	32,020	33,609
Up to 30 days past due	17,917	40,007	12,557	27,456
31 to 90 days past due	9,820	9,817	7,350	6,012
91 to 180 days past due	8,115	6,469	7,074	4,921
181 to 360 days past due	12,093	10,937	10,955	9,175
More than 360 days past due	36,048	30,027	30,425	25,899
Closing balance	1,278,585	1,035,585	1,230,885	977,347

Variations in the allowance for expected credit losses:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	(39,289)	(33,273)	(35,356)	(29,796)
Additions, net of reversals	(1,577)	(7,781)	(1,145)	(6,086)
Write-offs	817	1,765	563	526
Closing balance	(40,049)	(39,289)	(35,938)	(35,356)

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The Company uses a simplified approach, as prescribed by CPC 48 (IFRS 9) – Financial Instruments, to prospectively recognize an additional allowance for expected losses. This estimate is calculated based on the historical losses on sales, applied on all trade receivables, including current balances. The purpose of this analysis is to ensure a more careful analysis in determining the allowance for expected credit loss on the Company's and its subsidiaries' trade receivables.

8. Inventories

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Finished goods	756,247	385,885	696,416	335,984
Work in process	92,033	83,246	85,570	76,547
Raw materials and auxiliary materials	472,956	335,894	415,363	287,200
Imports in progress	720,237	433,863	667,970	409,278
Advances to suppliers	60,451	29,064	54,519	21,919
	2,101,924	1,267,952	1,919,838	1,130,928
Allowance for inventory losses	(48,839)	(63,638)	(44,978)	(54,421)
Present value adjustment (PVA)	(36,996)	(36,762)	(36,980)	(36,751)
	2,016,089	1,167,552	1,837,880	1,039,756

Variations in the allowance for inventory losses:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	(63,638)	(51,461)	(54,421)	(10,223)
Additions, net of reversals	(17,874)	(82,496)	(19,508)	(53,916)
Write-offs	32,673	70,319	28,951	9,718
Closing balance	(48,839)	(63,638)	(44,978)	(54,421)

9. Recoverable taxes

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
State VAT (ICMS) (a)	63,038	57,219	6,240	1,608
Financial credit – Law No. 13,969/19 (b)	33,700	26,394	33,329	25,941
Social contribution (CSLL)	2,862	3,070	1,905	2,584
Tax on revenue (COFINS)	24,918	11,034	20,431	9,073
Tax on revenue (PIS)	5,255	2,229	4,424	1,965
Corporate Income Tax (IRPJ) (c)	38,289	45,849	34,279	43,751
Federal VAT (IPI)	11,016	5,759	8,722	3,732
Other	4,055	3,694	470	237
	183,133	155,248	109,800	88,891
Current	122,588	154,276	102,115	84,174
Noncurrent	60,545	972	7,685	4,717

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

- (a) Agreement 101/1997 exempts solar generator sales transactions from paying ICMS, and also grants the maintenance of the credits on the acquisition of inputs for manufacturing these products, resulting in an accumulated ICMS credit balance in solar product transactions. The Company requested the approval of these credit balances to the states of Santa Catarina and São Paulo, relating to the periods from 2018 to 2022, and is currently waiting for the release of the amounts. The balances relating to 2023 are under request process with the states.
- (b) Law No. 13,969/2019 repealed the decrease of the IPI rate for IT goods produced using the Basic Production Process (PPB) and authorized in Interministerial Ordinances and established the Financial Credit for full offset in replacement of the incentives extinguished by the repeal. Such new incentive will be effective until December 31, 2029. As at September 30, 2024, the Company has credits in the consolidated amount of R\$33,700, which is being periodically offset against federal taxes. This balance is being recorded as a contra entry to “Other operating income (expenses), net” in profit or loss and the Company expects to offset the credits within the next 12 months.
- (c) IRPJ is comprised of negative balance and monthly estimate for offset in the amount of R\$18,278 and withholding income tax on short-term investments of R\$20,011.

10. LeasesRight-of-use lease assets

As at September 30, 2024, the balances of right-of-use lease assets correspond to forklifts, administrative offices and logistics warehouses.

Variations in right-of-use assets:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance, net	12,661	29,657	7,963	7,992
Additions/remeasurements	9,620	6,363	7,292	5,221
Depreciation	(5,780)	(7,864)	(4,462)	(5,250)
Write-offs	-	(15,272)	-	-
Exchange gains (losses)	99	(223)	-	-
Closing balance, net	16,600	12,661	10,793	7,963

Balance breakdown:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Total cost	29,398	25,643	19,677	18,514
Accumulated depreciation	(12,798)	(12,982)	(8,884)	(10,551)
Closing balance, net	16,600	12,661	10,793	7,963

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Lease liability

Variations in lease liability:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance, net	13,312	32,259	8,303	8,428
Additions/remeasurements	9,620	6,363	7,292	5,221
Accrued interest and exchange differences	901	1,625	426	301
Write-offs	-	(17,618)	-	-
Principal repayment	(5,575)	(7,586)	(4,476)	(5,346)
Interest payment	(901)	(1,731)	(426)	(301)
Closing balance, net	17,357	13,312	11,119	8,303
Current	6,164	5,169	4,268	4,552
Noncurrent	11,193	8,143	6,851	3,751

Minimum payments:

09/30/2024 - Consolidated						
	Up to 1 year	2 to 5 years	6 to 10 years	Over 10 years	Total	Potential PIS/COFINS*
Minimum amounts payable	6,946	9,246	1,530	1,890	19,612	1,814
Interest expenses	(782)	(801)	(445)	(227)	(2,255)	(208)
	6,164	8,445	1,085	1,663	17,357	1,606

09/30/2024 - Parent Company						
	Up to 1 year	2 to 5 years	6 to 10 years	Over 10 years	Total	Potential PIS/COFINS*
Minimum amounts payable	4,794	7,140	-	-	11,934	1,104
Interest expenses	(526)	(289)	-	-	(815)	(75)
	4,268	6,851	-	-	11,119	1,029

* Refers to the PIS and COFINS credits to be obtained with lease amounts.

Agreements per term and discount rate:

Lease terms	Annual rate
	09/30/2024
3 years	10.72%
4 years	3.92%
5 years	3.92%
20 years	3.93%

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

11. Investments**11.1 Variations in investments**

As at September 30, 2024, the Company's investments are composed of equity interests in subsidiaries, as well as other investments, as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Investments in subsidiaries	-	-	336,739	115,863
Surplus on business acquisitions	-	-	94,975	100,795
Goodwill on expected future earnings (*)	-	-	244,357	246,795
Other investments (**)	5,307	3,739	5,162	3,613
	5,307	3,739	681,233	467,066

(*) Refer to surplus/goodwill on the acquisitions of Decio, Seventh, Khomp, Renovigi and Allume.

(**) Refer to the amount of the unit in Fundo de Investimento em Participação Sul Inovação, which holds 4.80% and investment in Gruvi which holds 4.99%.

Investments in subsidiaries are broken down as follows:

Investee	Control	Equity interest		Parent Company	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Ascent	Subsidiary	100%	100%	1,243	1,165
Seventh	Subsidiary	100%	100%	8,272	12,334
Décio	Subsidiary	100%	100%	34,495	10,636
Khomp	Subsidiary	75%	75%	46,413	45,069
Renovigi	Subsidiary	100%	100%	243,121	41,798
Allume	Subsidiary	55%	55%	3,033	4,861
Aunady	Subsidiary	100%	-	162	-
				336,739	115,863

Variations in investments are shown below:

Investee	12/31/2023	Addition (Write-off)	Share of profit (loss) of subsidiaries	Exchange gains (losses)	Dividends	09/30/2024
Ascent	1,165	-	(25)	103	-	1,243
Seventh	12,334	-	4,538	-	(8,600)	8,272
Décio	10,636	20,195	3,664	-	-	34,495
Khomp	45,069	-	2,990	-	(1,646)	46,413
Renovigi	41,798	200,000	1,323	-	-	243,121
Allume	4,861	-	(2,137)	309	-	3,033
Aunady	-	-	162	-	-	162
Surpluses	100,795	2,708	(8,744)	216	-	94,975
Goodwill	246,795	(2,708)	-	270	-	244,357
Other	3,613	1,549	-	-	-	5,162
	467,066	221,744	1,771	898	(10,246)	681,233

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

11.2 Business combination - Acquisition carried out in 2023 – Allume Holding S.A.S

On October 6, 2023, the Company acquired 55% stake in the capital of Allume Holding S.A.S. (“Allume” or “Acquiree”).

Founded in 1997 in Cali, Colombia, Allume operates in the electronic security, networks, communication, building automation and power management segments, offering own and third-party products. The acquiree owns four direct subsidiaries and is one of the leading companies in the Colombian market, recognized for its scope and excellence in the service to local distributors and resellers.

The total transaction amount was US\$3,058, translated at the exchange rate quotation on the acquisition date of R\$5.1918, thus obtaining the consideration amount of R\$15,877, the price being structured as follows:

- (i) US\$1,787 paid in 2023;
- (ii) US\$690 settled in 2024;
- (iii) Earn-out in the amount of US\$107 settled on March 7, 2024, pursuant to the goals established in the agreement entered into among the parties; and
- (iv) Contingent consideration in the amount of US\$474 for possible future inconsistencies, retained for a three-year period, payable at the proportion of 1/3 on annual basis during such period.

Also, the Company received two call options related to the remaining shares of the acquiree’s capital, which can be exercised by the Company over five years as from the transaction closing date, which can be extended for another five years. The options do not result in the Company’s present obligation of acquiring the remaining shares and there is no certainty about the timing the options will be exercised, therefore, no amount was attributed to the call options received.

The table below shows the identifiable net assets acquired and liabilities assumed for business combination in 2023:

	Allume Consolidated
Cash and cash equivalents	7,146
Trade receivables	12,424
Inventories	34,354
Recoverable taxes	2,670
Property, plant and equipment	994
Other assets	1,147
ASSETS	58,735
Trade payables	15,516
Loans and financing	29,167
Current and deferred taxes	3,123
Taxes, payroll and related taxes	511
Other liabilities	1,619
LIABILITIES	49,936

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Allume Consolidated
Net assets and liabilities	8,799
Surplus / deficit (i)	4,924
Goodwill on expected future earnings	8,329
Noncontrolling interest, based on the equity interest	(6,175)
Consideration transferred	15,877

(i) The Company hired a specialized consulting company to assess and allocate the purchase price, as set forth in technical pronouncement CPC 15 (R1) – Business Combination, equivalent to IFRS 3 – Business Combination. The table below shows the assets and liabilities at fair value:

Surplus / deficit	Amount
Inventories	359
Non-compete clause	246
Customer portfolio	4,319
Additional provisions	(680)
Indemnifying asset	680
	4,924

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

12. Property, plant and equipment

	Consolidated								
	Land	Buildings	Facilities and improvements	Machinery, equipment and instruments	Furniture and fixtures	Computers	Other (i)	Projects in progress	Total
Average annual depreciation rate		1%	7%	7% to 20%	7%	20% to 33%	10% to 33%		
Variations in cost									
Balances as at December 31, 2022	88,909	104,865	59,446	140,216	15,534	38,716	59,272	138,230	645,188
Additions	-	5	3,666	6,575	1,906	5,984	19,472	135,574	173,182
Property, plant and equipment arising from business combination	-	-	-	497	706	869	72	-	2,144
Transfers	-	92,817	7,269	33,941	2,528	6,059	7,173	(145,483)	4,304
Write-offs	-	(8,570)	(2,330)	(4,999)	(311)	(1,800)	(3,979)	(911)	(22,900)
Balances as at December 31, 2023	88,909	189,117	68,051	176,230	20,363	49,828	82,010	127,410	801,918
Additions	-	552	577	19,155	4,970	4,111	26,637	45,139	101,141
Exchange gains (losses)	-	-	-	(20)	(57)	(40)	(4)	-	(121)
Transfers	-	106,038	6,626	13,569	1,165	2,577	1,620	(131,595)	-
Write-offs	-	(43)	(873)	(5,389)	(745)	(1,121)	(5,490)	(3,191)	(16,852)
Balances as at September 30, 2024	88,909	295,664	74,381	203,545	25,696	55,355	104,773	37,763	886,086
Variations in depreciation									
Balances as at December 31, 2022	-	(19,075)	(15,917)	(65,250)	(6,364)	(17,184)	(28,796)	-	(152,586)
Depreciation	-	(2,555)	(4,526)	(14,344)	(1,702)	(7,848)	(13,188)	-	(44,163)
Property, plant and equipment arising from business combination	-	-	-	(9)	(506)	(628)	(7)	-	(1,150)
Transfers	-	(153)	(14)	624	(271)	(1,090)	(3,400)	-	(4,304)
Write-offs	-	-	712	1,085	186	1,415	2,222	-	5,620
Balances as at December 31, 2023	-	(21,783)	(19,745)	(77,894)	(8,657)	(25,335)	(43,169)	-	(196,583)
Depreciation	-	(1,942)	(2,427)	(9,680)	(1,121)	(6,352)	(13,146)	-	(34,668)
Transfers	-	-	-	(8)	-	8	-	-	-
Exchange gains (losses)	-	-	-	-	25	20	-	-	45
Write-offs	-	-	830	3,198	562	843	4,945	-	10,378
Balances as at September 30, 2024	-	(23,725)	(21,342)	(84,384)	(9,191)	(30,816)	(51,370)	-	(220,828)
Net depreciation balance									
Balances as at December 31, 2022	88,909	85,790	43,529	74,966	9,170	21,532	30,476	138,230	492,602
Balances as at December 31, 2023	88,909	167,334	48,306	98,336	11,706	24,493	38,841	127,410	605,335
Balances as at September 30, 2024	88,909	271,939	53,039	119,161	16,505	24,539	53,403	37,763	665,258

(i) "Other" is comprised of Company cars, molds and leased assets, among others

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Parent Company								
	Land	Buildings	Facilities and improvements	Machinery, equipment and instruments	Furniture and fixtures	Computers	Other (i)	Projects in progress	Total
Average annual depreciation rate		1%	7%	7% to 20%	7%	20% to 33%	20% to 33%		
Variations in cost									
Balances as at December 31, 2022	84,378	97,745	56,970	128,722	13,470	31,536	50,592	135,199	598,612
Additions	-	5	3,024	4,931	1,737	2,906	19,103	133,258	164,964
Transfers	-	92,664	7,241	34,625	2,265	4,909	3,780	(145,484)	-
Write-offs	-	(8,571)	(282)	(4,905)	(157)	(1,527)	(2,704)	(912)	(19,058)
Balances as at December 31, 2023	84,378	181,843	66,953	163,373	17,315	37,824	70,771	122,061	744,518
Additions	-	552	488	16,777	4,693	3,751	25,930	43,309	95,500
Transfers	-	106,038	6,581	8,344	1,165	2,577	1,620	(126,325)	-
Write-offs	-	(43)	(863)	(4,581)	(672)	(876)	(5,174)	(3,125)	(15,334)
Balances as at September 30, 2024	84,378	288,390	73,159	183,913	22,501	43,276	93,147	35,920	824,684
Variations in depreciation									
Balances as at December 31, 2022	-	(18,476)	(15,718)	(60,932)	(5,850)	(15,131)	(24,810)	-	(140,917)
Depreciation	-	(2,298)	(4,054)	(13,223)	(1,418)	(5,791)	(11,269)	-	(38,053)
Transfers	-	-	8	-	(8)	-	-	-	-
Write-offs	-	-	278	1,071	116	1,110	1,408	-	3,983
Balances as at December 31, 2023	-	(20,774)	(19,486)	(73,084)	(7,160)	(19,812)	(34,671)	-	(174,987)
Depreciation	-	(1,750)	(2,366)	(8,544)	(760)	(4,823)	(12,302)	-	(30,545)
Write-offs	-	-	829	3,186	502	750	4,717	-	9,984
Balances as at September 30, 2024	-	(22,524)	(21,023)	(78,442)	(7,418)	(23,885)	(42,256)	-	(195,548)
Net depreciation balance									
Balances as at December 31, 2022	84,378	79,269	41,252	67,790	7,620	16,405	25,782	135,199	457,695
Balances as at December 31, 2023	84,378	161,069	47,467	90,289	10,155	18,012	36,100	122,061	569,531
Balances as at September 30, 2024	84,378	265,866	52,136	105,471	15,083	19,391	50,891	35,920	629,136

(i) "Other" is comprised of Company cars, molds and leased assets, among others.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

In relation to interest capitalization, attributed to loans costs arising from the acquisition, construction or production of assets, in the nine-month period ended September 30, 2024, interest was capitalized in the amount of R\$486 (R\$954 as at September 30, 2023). Certain property, plant and equipment items are pledged as collateral for financing and tax payment transactions (note 15). Construction in progress refers to improvements at the Company's industrial and information technology areas.

Management tested its property, plant and equipment items for impairment in the year ended December 31, 2023, and did not identify the need to recognize an allowance for impairment losses on these assets. As at September 30, 2024, Management did not identify any risk factor that would indicate that the amount recorded was higher than its recoverable amount.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

13. Intangible assetsAverage annual amortization rateVariations in cost**Balances as at December 31, 2022**

Additions
Intangible assets arising from business combination
Acquisition of subsidiary – surplus
Exchange gains (losses)
Write-offs
Transfers

Balances as at December 31, 2023

Additions
Acquisition of subsidiary – surplus
Exchange gains (losses)
Write-offs
Transfers

Balances as at September 30, 2024Variations in amortization**Balances as at December 31, 2022**

Amortization in the period
Amortization arising from business combination
Write-offs

Balances as at December 31, 2023

Amortization in the period
Exchange gains (losses)
Write-offs

Balances as at September 30, 2024Net amortization balance**Balances as at December 31, 2022****Balances as at December 31, 2023****Balances as at September 30, 2024**

Consolidated						
Goodwill on investees	Non-compete agreement	Trademarks and patents	Projects in progress	Customer relationship	Software	Total
	20%	12%		7%	20%	
268,634	28,095	67,944	56,316	99,807	64,777	585,573
-	-	-	27,897	-	14,846	42,743
-	-	-	-	-	667	667
11,038	-	-	-	-	-	11,038
489	-	-	-	-	-	489
-	-	(4)	(1,974)	-	(770)	(2,748)
-	-	-	(26,130)	-	26,130	-
280,161	28,095	67,940	56,109	99,807	105,650	637,762
-	-	-	33,398	-	25,251	58,649
(2,708)	246	-	-	4,319	-	1,857
270	-	-	-	395	30	695
-	-	(4)	(955)	-	(236)	(1,195)
-	-	-	(35,975)	-	35,975	-
277,723	28,341	67,936	52,577	104,521	166,670	697,768
-	(3,744)	(1,991)	-	(22,714)	(42,173)	(70,622)
-	(5,585)	(2,987)	-	(6,093)	(12,548)	(27,213)
-	-	-	-	-	(386)	(386)
-	-	-	-	-	15	15
-	(9,329)	(4,978)	-	(28,807)	(55,092)	(98,206)
-	(4,240)	(2,240)	-	(4,914)	(19,215)	(30,609)
-	-	-	-	-	20	20
-	-	-	-	-	150	150
-	(13,569)	(7,218)	-	(33,721)	(74,137)	(128,645)
268,634	24,351	65,953	56,316	77,093	22,604	514,951
280,161	18,766	62,962	56,109	71,000	50,558	539,556
277,723	14,772	60,718	52,577	70,800	92,533	569,123

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	Parent Company			
	Goodwill on investees	Projects in progress	Software	Total
Average annual amortization rate			20%	
Variations in cost				
Balances as at December 31, 2022	33,366	55,431	53,650	142,447
Additions	-	26,408	14,404	40,812
Write-offs	-	(1,183)	(770)	(1,953)
Transfers	-	(26,130)	26,130	-
Balances as at December 31, 2023	33,366	54,526	93,414	181,306
Additions	-	32,207	19,046	51,253
Write-offs	-	(955)	(174)	(1,129)
Transfers	-	(34,998)	34,998	-
Balances as at September 30, 2024	33,366	50,780	147,284	231,430
Variations in amortization				
Balances as at December 31, 2022	-	-	(36,702)	(36,702)
Amortization in the period	-	-	(10,346)	(10,346)
Write-offs	-	-	15	15
Balances as at December 31, 2023	-	-	(47,033)	(47,033)
Amortization in the period	-	-	(17,680)	(17,680)
Write-offs	-	-	145	145
Balances as at September 30, 2024	-	-	(64,568)	(64,568)
Net amortization balance				
Balances as at December 31, 2022	33,366	55,431	16,948	105,745
Balances as at December 31, 2023	33,366	54,526	46,381	134,273
Balances as at September 30, 2024	33,366	50,780	82,716	166,862

Assets with finite useful lives

On an annual basis, the Company assesses whether there is evidence that the recoverable amount of intangible assets with finite useful lives might be impaired in relation to the carrying amounts. When such evidence is identified, detailed impairment tests are conducted for this category of assets. The analyses conducted by Management did not identify any indicators or factors indicating that the carrying amounts might not be recoverable at the balance sheet dates.

Assets with indefinite useful lives

The Company's assets with indefinite useful lives are comprised of goodwill paid on business combinations. These assets are annually tested for impairment in December, regardless of indicators of existing risks or not. The goodwill is based on expected future earnings, supported by valuation reports, after allocation of the assets identified.

The Company constantly monitors the changes in the markets where it operates to identify any significant changes in the economy, financial market or the main assumptions used in the annual impairment tests of the assets. After Management's analysis, if necessary, the impairment test is conducted.

Management tested its assets for impairment in the year ended December 31, 2023, and did not identify the need to recognize an allowance for impairment losses on these assets.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

During the period ended September 30, 2024, the Company did not identify any indications that would require the conduction of the impairment test for the goodwill arising on business combinations.

Research costs

Research and development costs incurred by the Company are earmarked for several electronic products. The research and development costs that are not eligible for capitalization, in the amount of R\$117,639 in the nine-month period ended September 30, 2024 (R\$106,327 as at September 30, 2023) were recognized as expenses in the period in “Other operating income (expenses), net”.

14. Trade payables

Inputs for the Company’s production are acquired in higher volume through the import from foreign suppliers, accounting for around 91% of the outstanding balance as at September 30, 2024.

a) Breakdown of trade payables

Trade payables are broken down as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Trade payables				
Domestic market	137,799	109,330	157,848	114,742
Foreign market	1,198,452	602,329	1,054,172	570,122
	1,336,251	711,659	1,212,020	684,864
Present value adjustment (PVA) (i)	(24,588)	(13,598)	(23,562)	(13,555)
	1,311,663	698,061	1,188,458	671,309
Current	1,311,127	698,061	1,187,929	671,309
Noncurrent	536	-	529	-

- (i) Present value adjustment is carried out based on the average rate adopted by financial institutions that offer forfait services to the Company’s suppliers. As at September 30, 2024, the discount rate used is 6.93% p.a. (6.90% p.a. as at December 31, 2023) for foreign trade payables and 10.50% p.a. (12.22% p.a. as at December 31, 2023) for domestic trade payables.

b) Trade payables – forfaiting

The Company enters into agreements (“payor risk” or “forfaiting”) with certain financial institutions for the financing of its supply chain. As agreed with the institutions, the Company’s suppliers may elect to receive payment for their invoices in advance through the financial agent. Under the agreement, the financial institution agrees to pay the amounts due to a supplier in advance and receives the payment for the trade note by the Company on a subsequent date. The main purpose of this program is to facilitate payment processing and allow willing suppliers to sell their receivables due by the Company to a bank before the maturity date. Agreements are subject to specific limits and terms as conditions.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

During the implementation of this transaction, there is no change in the conditions originally agreed between the Company and its suppliers (term or amount of the balances payable) that opted for receiving the securities in advance from the financial institutions. Also, the Company is not subject to additional interest on the amounts due to suppliers or any covenants on the transaction. Accordingly, in Management's opinion, the agreements do not significantly extend the payment conditions beyond the normal terms agreed with other suppliers that do not anticipate their receivables.

Trade payables - forfaiting are broken down as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Trade payables – forfaiting				
Domestic market	23,472	5,726	22,629	5,726
Foreign market	319,594	176,394	314,804	176,379
	343,066	182,120	337,433	182,105
Present value adjustment (PVA) (i)	(5,521)	(3,057)	(5,468)	(3,042)
	337,545	179,063	331,965	179,063

- (i) Present value adjustment is carried out based on the average rate adopted by financial institutions that offer forfait services to the Company's suppliers. As at September 30, 2024, the discount rate used is 6.93% p.a. (6.90% p.a. as at December 31, 2023) for foreign trade payables and 10.50% p.a. (12.22% p.a. as at December 31, 2023) for domestic trade payables.

The Company did not modify the liabilities to which the agreement applies, as there was no legal write-off and the original liability was not substantially modified when the supplier accepted the agreement. The amounts advanced by the suppliers continue to be recorded by the Company as "Trade payables", as the nature and function of the financial liability continue the same as other payables.

Payments made to the bank at the original maturity of the receivables are included in cash flows from operating activities as they continue to be part of the Company's operating cycle and their main nature continues to be payables for acquisition of inputs.

c) Due to related parties

The amounts related to intercompany transactions were excluded from the consolidated balance. Due to related and third parties are broken down as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Related parties				
Domestic suppliers	-	-	34,068	13,226
Suppliers of imported goods	647,443	225,275	620,260	225,546
Total due to related parties (note 32)	647,443	225,275	654,328	238,772
Unrelated	1,031,874	668,504	895,125	628,197
Total trade payables	1,679,317	893,779	1,549,453	866,969

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

15. Loans and financing

This note provides information on the contractual terms of interest-bearing loans, which are measured at amortized cost. Note 25 provides more information on the group's exposure to interest rate, foreign currency, and liquidity risks.

				Consolidated		Parent Company	
Financing/ creditors	Index	Interest	Maturity	09/30/2024	12/31/2023	09/30/2024	12/31/2023
In local currency							
BNDES	IPCA/SELIC/TR	1.55% to 3.54% p.a.	Mar/34	261,966	225,965	261,966	225,965
FINEP	TR	3% p.a.	Jun/29	156,568	146,989	156,568	146,989
Debentures	CDI	1.5% p.a.	Oct/29	524,364	509,763	524,364	509,762
Working capital	CDI	4.78% p.a.	Jun/25	782	5,744	-	-
In foreign currency							
Working capital	IBR	1.20% to 1.77% p.a.	Aug/26	16,691	25,554	-	-
				960,371	914,015	942,898	882,716
Current				183,117	120,483	166,401	95,581
Noncurrent				777,254	793,532	776,497	787,135

Collaterals

The following assets and financial instruments were pledged as collateral for the financing as at September 30, 2024 (consolidated):

Property, plant and equipment	80,128
Letter of guarantee	167,044
	247,172

The total cost of contracting the letters of guarantee effective as at September 30, 2024 was 0.34% p.a. (0.50% p.a. as at December 31, 2023), recorded in "Other receivables" and allocated to profit or loss on accrual basis according to its validity as "Finance costs". The Company recognized the total amount of R\$601 in the nine-month period ended September 30, 2024 (R\$1,086 during the nine-month period ended September 30, 2023), relating to the finance costs for contracting such collateral.

Variations in loans and financing are as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	914,015	1,065,215	882,716	925,821
Balance arising from subsidiary acquisition	-	29,167	-	-
Loans	124,807	29,350	99,100	27,000
Interest and exchange rate differences	64,924	99,745	60,895	95,847
Repayment of principal	(98,991)	(219,398)	(57,842)	(79,984)
Interest payment	(44,659)	(90,438)	(42,246)	(86,342)
(-) Expenses on debentures	275	374	275	374
Closing balance	960,371	914,015	942,898	882,716

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The terms and conditions of outstanding loans are as follows:

a) BNDES - Investment Support Program

Funds released by the BNDES for investments in product research, development and innovation. After confirmation of the investment of funds, the BNDES grants to the Company a loan equivalent to up to 80% of the funds invested. Payments are made on a monthly basis and, during the grace period, interest is paid on a quarterly basis. Principal is repaid as detailed below:

PSI – Innovation 2023: The debt principal will be repaid in 96 monthly and consecutive installments, the first maturing on April 15, 2026, and the last on March 15, 2034.

PSI – Innovation 2021: The debt principal will be repaid in 96 monthly and consecutive installments, the first maturing on January 15, 2024, and the last on December 15, 2031.

PSI – Innovation 2018: The debt principal will be repaid in 87 monthly and consecutive installments, the first maturing on April 15, 2020, and the last on August 15, 2027.

b) Finep - Financing Agency for Studies and Projects

The Reimbursable Financing line means providing support to the Innovation Strategic Investment Plans of Brazilian companies offered by the FINEP. The purpose of the financing is to partially bear the expenses incurred with the preparation and implementation of the “Intelbras program of integrated communication and technology update for the company’s internationalization” project. The agreement has a 36-month grace period. The debt principal will be repaid in 85 monthly and consecutive installments, the first maturing on June 15, 2022, and the last on June 15, 2029.

c) Debentures

On October 21, 2022 (Issuance Date), with settlement on October 27, 2022, the Company carried out the 3rd issuance of simple, non-convertible, unsecured debentures, pursuant to CVM Instruction No. 476, of January 16, 2009 (currently governed by CVM Resolution 160, of July 14, 2022), as amended, and other applicable legal and regulatory provisions, in a single series, for public distribution, with restricted distribution efforts for raising of R\$500 million.

500,000 debentures were issued, with unit par value of R\$1 each on the issuance date. The proceeds will be allocated as follows: (a) 50% to the reimbursement of expenses incurred, under the Company’s “Investment Plan from 2020 to 2022” and related to items financed for the expansion of the production capacity, organizational improvements and acquisition of materials; and (b) 50% for the Company’s cash strengthening.

The payment period of the debentures will be seven years from the Issuance Date, thus maturing on October 21, 2029 (Maturity Date). The first payment of the balance of the Unit Par Value will be made on April 21, 2025, and subsequently, semiannual repayments will be made up to the Maturity Date. Compensatory interest on the debentures is 100% of the CDI + 1.5% p.a., paid on the 21st day every April and October, starting on April 21, 2023 up to the last payment on the Maturity Date.

Transaction costs related to the issuance totaled R\$2,653 thousand and will be recorded during the debentures term.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

d) Working capital

Subsidiary Renovigi has working capital loans in the amount of R\$782 with no short-term investments pledged as collateral.

As at September 30, 2024, acquiree Allume has working capital loans in the amount of R\$16,691 with no short-term investments pledged as collateral.

e) Covenants

Agreements entered into with the BNDES have covenants related to debt-to-asset (<75%) and net debt-to-EBITDA (≤ 2.5) ratios (“covenants”).

Debentures issued on October 21, 2022, with settlement on October 27, 2022, require the maintenance of financial ratios (covenants), annually determined based on the Company’s consolidated and audited financial statements, based on the divisions quotients below:

- (a) ratio between the Company’s Net Debt / EBITDA must be equal to or lower than 2.50x; and
 (b) ratio between the Company’s Net Debt / Total Assets must be equal to or lower than 0.17x.

In relation to the borrowing and financing agreements of subsidiary Renovigi Energia Solar Ltda., in addition to the events of noncompliance with the agreement, there are the following accelerated maturity clauses relating to: Transfer of shareholding control, corporate restructuring and bank domicile transfer. If the direct or indirect shareholding control of the customer or its guarantor is changed or transferred, and if the customer or its guarantor is subject to merger, consolidation or spin-off. This clause was reviewed with the financial institutions and considers effects only after the subsidiary’s acquisition by the Company. The agreements also include other accelerated maturity clauses, which are usual for this type of transaction.

As at September 30, 2024, the Company and its subsidiaries fully met all covenants related to loans and financing.

The long-term loan and financing payment schedule is as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
2025	68,111	165,345	67,733	159,770
2026	174,650	160,592	174,271	159,770
2027	169,910	154,413	169,910	154,413
2028	159,190	143,700	159,190	143,700
2029 to 2031	205,393	169,482	205,393	169,482
	777,254	793,532	776,497	787,135

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

16. Payroll, related taxes and profit sharing

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Payroll	41,338	15,444	36,142	13,666
Related taxes	22,312	13,813	19,757	12,055
Vacation pay and related taxes	50,839	46,916	44,323	40,989
Profit sharing	18,733	35,772	17,297	34,510
Other	1,202	503	992	365
	134,424	112,448	118,511	101,585

17. Provision for tax, labor and civil risks

The Company is a party to lawsuits and administrative proceedings, at different levels, related to tax, civil and labor matters, arising in the ordinary course of business. Based on the opinion of its legal counsel, the Company's Management recognizes a provision to cover probable losses that may arise from unfavorable outcomes of these lawsuits (assessed as risk of probable loss). At the end of the reporting periods, the Company recognized the following liabilities and escrow deposits related to these lawsuits.

a. Breakdown of the provision for tax, labor and civil risks:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Labor	3,937	4,460	3,815	3,860
Civil	5,414	5,436	1,237	1,116
Tax	11,575	11,665	10,418	11,206
	20,926	21,561	15,470	16,182
Current	1,299	1,329	1,197	1,071
Noncurrent	19,627	20,232	14,273	15,111

Variations in the provision

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Balance at the beginning of the period/year	21,561	20,585	16,182	15,951
Balance arising from subsidiary acquisition	680	-	-	-
Additions, net of reversals	2,528	4,374	2,417	3,476
Write-offs	(3,843)	(3,398)	(3,129)	(3,245)
Balance at the end of the period/year	20,926	21,561	15,470	16,182

Labor

Related to lawsuits filed by the former employees of the Company and service providers. The main discussion is related to the recognition of employment relationship, payment of vacation, remunerated weekly rest on commissions and wage differences.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Civil

Related to lawsuits discussing general matters of collection, indemnities and execution nature, as well as lawsuits discussing matters of commercial nature, relating to consumers' complaints about the products provided by the Company. No civil lawsuit was considered individually relevant.

Tax

The main tax discussions are related to lawsuits on the Tax Classification of Goods (NCM) of imported parts and pieces for manufacturing, according to the production process defined. The federal tax authorities understand that this must be classified as finished good. The lawsuit is pending judgment of the voluntary appeal by the CARF.

Possible losses, not provided for in the balance sheet

The lawsuits whose likelihood of loss is assessed as possible are of labor, civil and tax nature, and the main tax lawsuits are as follows:

- Tax assessment notice challenging the tax classification of the import of LCD displays;
- Tax assessment notice challenging the PIS and COFINS levied on the ICMS deemed credit;
- Tax assessment notice requiring the reversal of IPI credits on the sale of goods imported to the Manaus Free Trade Zone and Western Amazon.

The main civil lawsuit refers to:

- Litigation involving the provision of services and supply of materials.

There is no individually relevant labor lawsuit.

The respective amounts are as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Labor	10,428	9,097	9,859	8,916
Civil	14,225	14,451	10,471	11,239
Tax	52,293	52,704	41,678	51,993
	76,946	76,252	62,008	72,148

b. Breakdown of assets recognized:

The Company has the following assets whose probability of favorable outcome is considered virtually certain by the legal counsel due to final and unappealable decision recorded in "Other receivables" in noncurrent assets.

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Civil	28	122	17	104
Tax	42	4,126	42	4,126
	70	4,248	59	4,230

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Civil

Related to collection, indemnity and execution lawsuits with decisions favorable to the Company or settlement agreements.

Tax

The main tax lawsuits are related to the reimbursement of costs, loss of the other party and recognition of rights relating to tax payment/refund.

Contingent assets

The contingent assets assessed as possible favorable outcome by the Company's legal counsel amount to R\$146,366 as at September 30, 2024 (R\$124,631 as at December 31, 2023), comprised of labor, civil and tax lawsuits, which were not accounted for by the Company. The main matters include:

- Writ of security filed to ensure the Company's right to the limit of 20 minimum wages of the tax basis of contributions to third parties ("S" system);
- Writ of security filed to ensure the regulatory non-levy of TJLP-1999 for calculation of interest on capital, as the levy is a violation of the principles of unconstitutionality and illegality, and a violation of the principle of contribution capacity and non-seizure. A recent court ruling judged the claims valid, declaring the plaintiff's right to calculate interest on capital for 2021 onwards, based on the long-term interest rate (TLP);
- The Company challenges the collection of amounts relating to the distributor relationship, due to the supply of Intelbras products. The lawsuit recognized, in a counterclaim, Intelbras' right to have the debt under the debt acknowledgment agreement entered into among the parties satisfied;
- Writ of security filed to ensure the Company's right to deduct the ICMS from the PIS/COFINS tax basis, considering the economic effect of the gross-up calculation methodology;
- Enforcement of decision on collection action that sentenced the distributor to pay the outstanding invoices.

The respective amounts are as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Civil	31,758	24,790	28,973	23,337
Tax	114,608	99,841	103,530	93,093
	146,366	124,631	132,503	116,430

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

c. Breakdown of escrow deposits:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Labor	3,914	3,572	3,702	3,364
Tax	2,252	2,182	2,252	2,182
	6,166	5,754	5,954	5,546

18. Provision for warranties

The Company offers warranties for its products due to manufacturing defects, which repair is guaranteed through the authorized dealers, express change or repair of products. In order to cover these costs, the Company recognizes a provision when the products are sold, based on historical warranty data and a weighting of all disbursement probabilities.

In the nine-month period ended September 30, 2024, expenses relating to the provision for warranties, net between additions and reversals, were recognized in the addition amount of R\$11,945 (reversals of R\$11,430 as at September 30, 2023) in consolidated and additions of R\$3,582 (additions of R\$2,308 as at September 30, 2023) in Parent Company.

19. Payables for acquisition of businesses

The Company recognizes payables for acquisition of interest in subsidiaries. The obligations are divided between “Payables for acquisition of businesses” (amortized cost), in the amount of R\$13,137 monthly adjusted by the CDI rate fluctuation and “Payables for purchase of shares” (fair value through profit or loss), in the amount of R\$14,440 adjusted by the projected attainment of the growth target of the Ebitda nominal amount of the acquirees (Khomp and Renovigi). The balances and variations are as follows:

	Seventh Ltda.	Khomp Indústria e Comércio Ltda.	Renovigi Energia Solar Ltda.	Allume S.A.S.	Total
Balance as at December 31, 2023	1,535	25,348	2,101	5,559	34,543
Interest	77	780	-	-	857
Fair value adjustment to call options	-	(1,137)	-	-	(1,137)
Exchange gains (losses)	-	-	-	1,184	1,184
Payment of interest	-	-	(466)	-	(466)
Principal repayment	(1,612)	-	(1,635)	(4,157)	(7,404)
Balance as at September 30, 2024	-	24,991	-	2,586	27,577
Current	-	-	-	862	862
Noncurrent	-	24,991	-	1,724	26,715

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

20. Other payables

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Advances from customers	58,066	68,027	52,571	54,481
Advanced revenue	8,458	20,342	7,107	15,670
Business agreements	9,445	10,008	9,445	10,008
ILP plan (note 32)	5,843	3,877	5,843	3,877
Accrued operating expenses	51,178	32,507	34,802	30,761
Other payables	17,919	17,802	14,864	17,680
	150,909	152,563	124,632	132,477
Current	134,759	136,327	108,480	116,241
Noncurrent	16,150	16,236	16,152	16,236

21. Equitya. Capital

As at September 30, 2024 and December 31, 2023, capital is R\$1,700,000, represented by 327,611,110 common shares.

b. Share issuance costs

Share issuance costs refer to transaction costs such as: expense on the preparation of the offering prospectus and reports; third-party professional service compensation; expenses on advertising; fees and commissions; transfer costs; and registration costs. These costs were recorded net of the effects of income tax and social contribution.

c. Earnings reserves(i) *Legal reserve*

Calculated at 5% of profit for the year, as provided for in Article 193 of Law 6,404/76, up to the limit of 20% of capital.

(ii) *Tax incentives*

As at September 30, 2024, the amount refers to the IRPJ reduction relating to the incentive from the area of operation of the Amazon Development Authority (SUDAM), allocated to the tax incentive reserve in 2023.

(iii) *Investment reserve*

Recognized for strengthening working capital and enabling investments and the performance of the Company's and its subsidiaries' activities. Also, there is the possibility of using this reserve for capital increase.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

(iv) *Retained earnings*

Refers to the retention of earnings after Bylaws Reserves and Mandatory Minimum Dividends. After the increase of the investment reserve limit on April 18, 2023, the amount relating to retained earnings for prior years was transferred to this reserve and the balance of retained earnings amounted to zero.

d. Share buyback

On September 27, 2024, the Board of Directors approved the opening of a Share Buyback Program for repurchase of the Company's common shares. The program authorizes acquisitions limited to 400,000 common shares within a maximum term of 18 months, from September 30, 2024 to March 30, 2026.

e. Valuation adjustments to equity

In 2010 the Company elected to adopt the deemed cost for the main property, plant and equipment items.

In April 2021, as part of the shareholders' agreement entered into among the Company and the noncontrolling shareholders of Khomp Indústria e Comércio Ltda. (Acquiree), a put option and a call option were issued, which may give rise to the acquisition by the Company of the remaining shares. The put option held by the noncontrolling shareholders was recognized in noncurrent liabilities with an effect on line item "Valuation adjustment to equity" at the amount of R\$25,896.

f. Cumulative translation adjustments

Comprise foreign currency differences arising from the translation of the financial information of foreign subsidiaries.

g. Payments to shareholders

On February 28, 2024, the Board of Directors approved the payment of dividends additional to mandatory minimum dividends related to profit for the year ended December 31, 2023 in the amount of R\$58,558. The amounts were fully paid on March 15, 2024, together with the amount of R\$45,702 as interest on capital approved on December 20, 2023.

On March 19, 2024, the Board of Directors approved the payment of interest on capital at the gross amount of R\$40,357, settled on August 15, 2024.

On July 26, 2024, the Company's Board of Directors approved the payment of interim dividends in the total amount of R\$60,898, based on profit determined during the six-month period ended June 30, 2024. Payment to shareholders was made on August 15, 2024, with no compensation as inflation adjustment.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The table below shows the variations in interest on capital/dividends for distribution in the period ended September 30, 2024:

Consolidated	
Dividend calculation	
Balance at the beginning of the period	45,702
(+) Dividends approved	119,456
(-) Dividends paid	(119,456)
(+) Interest on capital approved	40,357
(-) IRRF on interest on capital approved	(5,137)
(-) Interest on capital paid	(80,922)
Balance at the end of the period	-

h. Noncontrolling interests

Refers to the third-party interest, corresponding to 25%, held in the capital of subsidiary Khomp Indústria e Comércio Ltda. and 45% of subsidiary Allume Holding S.A.S., plus surplus arising on the business combinations.

22. Earnings (loss) per share

The purpose of the calculation of earnings (loss) per share is to allow performance comparisons between different companies in the same period, as well as for the same company in different periods.

	09/30/2024	09/30/2023
Numerator:		
Profit for the period	402,239	359,948
Denominator:		
Weighted average number of common shares	327,611,110	327,611,110
Denominator:		
Denominator for basic and diluted earnings (loss) per share	327,611,110	327,611,110
Basic and diluted earnings per share (in Brazilian reais - R\$)		
Basic and diluted earnings per common share	1.23	1.10

There are no equity instruments with capital dilutive effect as at September 30, 2024.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

23. Tax incentives

Consolidated	Consolidated	Consolidated		Parent Company	
		09/30/2024	09/30/2023	09/30/2024	09/30/2023
Financial credit – Law No. 13,969/2019 (i)	12/31/2029	95,913	90,747	94,670	89,442
ICMS - State of Amazonas (ii)	12/31/2032	130,420	128,207	130,420	128,207
ICMS - State of Santa Catarina (iii)	12/31/2032	106,923	76,902	102,992	73,013
ICMS - State of Minas Gerais	12/31/2032	21,388	21,686	21,388	21,686
ICMS - State of Pernambuco	12/31/2032	6,002	4,087	6,002	4,087
		360,646	321,629	355,472	316,435

- (i) Law 13,969/2019 changed the tax incentive regime implemented by Law No. 8,248/1991, usually known as “IT Law”. Currently called as Information Technology and Communication Companies Law (“ITC Law”), such law authorized eligible companies to utilize a financial credit in replacement of the IPI tax decrease, as set forth in the former law. The financial credit will be converted into federal credits, obtained through a multiplier on the investments in Research, Development and Innovation (RD&I) performed by the IT-related good companies, corresponding to 4% of their gross revenue in the domestic market, arising from the sale of IT goods and services, subject to tax relief as prescribed by this Law. The amount of this benefit is recorded in line item “Other operating income (expenses), net” in the statement of income.
- (ii) Law No. 2,826/2003 allows using the deemed ICMS credit authorized in a Project approved with the State of Amazonas, which lists the goods eligible to tax incentives.
- (iii) ICMS/SC Regulation – Decree No. 2,870/2001, allows the reduction of the ICMS tax basis in domestic transactions involving automation, IT and telecommunication equipment, it being authorized to apply directly the percentage rate of 12% on the full tax basis. This regulation allows using the deemed ICMS credit in transactions involving goods under the Federal IT Law No. 8,248/91, which provides for the qualification and competitiveness of the IT and automation sector.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

24. Income tax and social contribution**a. Breakdown of deferred taxes (income tax and social contribution)**

The Company and its subsidiaries have tax credits arising from prior-year tax loss carryforwards, which can be carried forward indefinitely, and from temporary additions and deductions. The tax basis of the deferred taxes is as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
<u>Temporary differences</u>				
Provision for tax, civil and labor risks	15,667	16,995	15,470	16,182
Provision for warranties	77,618	66,055	22,825	19,243
Allowance for obsolete inventories	49,833	61,277	44,978	54,421
Allowance for expected credit losses (*)	15,617	17,796	14,656	16,136
Accrued profit sharing	18,733	-	17,297	-
Goodwill (**)	(33,366)	(33,366)	(33,366)	(33,366)
Surplus	(145,714)	(158,357)	-	-
Difference between tax x accounting depreciation (useful life)	(27,505)	(18,226)	(27,505)	(18,226)
Deemed cost and review of the useful life of property, plant and equipment items	(37,580)	(37,768)	(37,580)	(37,768)
Effects of revenue recognition - CPC 47 (IFRS 15)	21,645	29,705	21,489	30,101
Accrued commercial funds	10,569	5,624	10,569	5,624
PVA - trade receivables, inventories and trade payables	31,000	41,753	31,539	40,858
Derivative transactions - hedge	11,384	(1,214)	10,575	(1,784)
Other	24,582	28,385	23,429	26,404
Total temporary differences	32,483	18,659	114,376	117,825
Combined deferred income tax and social contribution rate	34%	34%	34%	34%
Deferred income tax and social contribution on temporary differences	11,044	6,344	38,888	40,061
<u>Income tax and social contribution loss</u>				
Income tax loss	164,851	166,706	4,355	4,362
Deferred income tax rate	25%	25%	25%	25%
Deferred income tax on income tax loss	41,213	41,677	1,089	1,091
Social contribution loss	193,224	205,759	32,728	43,415
Deferred social contribution rate	9%	9%	9%	9%
Deferred social contribution on social contribution loss	17,390	18,518	2,946	3,907
<u>Deferred taxes</u>				
Deferred income tax	49,334	46,341	29,683	30,547
Deferred social contribution	20,313	20,198	13,240	14,512
Income tax and social contribution at statutory rate	69,647	66,539	42,923	45,059

(*) Part of the amount of the allowance for doubtful debts is comprised of receivables that already fulfill the requirements for deductibility and were considered as deductible.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

(**) Goodwill paid upon the acquisition of companies was amortized as from the date the acquirees were merged. Deferred income tax and social contribution were recognized to the extent the tax amortization occurred. Tax goodwill is fully amortized on this date.

Deferred taxes are stated at their net amounts between assets and liabilities, pursuant to CPC 32 (IAS 12) – Income Taxes, when these taxes correspond to the same tax entities and there is an enforceable right of the Company's Management to settle them at their net amount. The estimated realization of the Company's and its subsidiaries' tax credits, arising from income tax and social contribution losses, are supported by the Company's and its subsidiaries' earnings projections, approved by Management, as follows:

	Consolidated	Parent Company
	09/30/2024	09/30/2024
2024	3,515	2,717
2025	7,606	322
2026	9,095	670
2027	10,423	326
2028	12,031	-
After 2028	15,933	-
	58,603	4,035

The assumptions used in the Company's and its subsidiaries' operating and financial result projections and growth potential were based on Management's expectations regarding the Company's and its subsidiaries' future. Based on these projections, the Company assesses the probability of generation of taxable income in the future against which tax losses can be utilized.

In the period ended September 30, 2024, after assessments, the Company concluded that it continues to be probable that the Parent Company and its subsidiaries will generate taxable income in the future and, consequently, realize deferred taxes on tax losses.

b. Reconciliation of income tax and social contribution expenses:

The reconciliation of income tax and social contribution shown in profit or loss with the amounts calculated at the statutory rate is as follows:

	Consolidated		Parent Company	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Profit before income tax and social contribution	402,420	342,524	404,375	355,827
Share of profit (loss) of subsidiaries	-	-	(1,771)	20,405
Interest on capital	(40,357)	(38,895)	(40,357)	(38,895)
Tax incentives	(360,646)	(321,629)	(355,472)	(316,435)
Technological research and innovation – Law No. 11,196/05	(7,226)	(32,722)	(5,967)	(30,694)
Allowance for expected credit losses	(4,229)	(1,520)	(4,555)	(2,204)
Other	14,589	(2,175)	10,030	(124)
	4,551	(54,417)	6,283	(12,120)
Combined income tax and social contribution tax rate	34%	34%	34%	34%
Income tax and social contribution at statutory rate	(1,547)	18,502	(2,136)	4,121

Statutory tax rate

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Current	(4,655)	(9,871)	-	(6,767)
Deferred	3,108	28,373	(2,136)	10,888
Income tax and social contribution at statutory rate	(1,547)	18,502	(2,136)	4,121
Effective rate	(0.38%)	5.40%	(0.53%)	1.16%

25. Risk and financial instrument management**1. Risk management**

The Company enters into transactions involving financial instruments. These financial instruments are managed through operating strategies and internal controls that aim at ensuring liquidity, profitability and security. Financial instruments are contracted for hedging purposes based on a periodic analysis of the risk exposure that Management has the intention to hedge (exchange rates, interest rates, etc.). The control policy consists of an ongoing monitoring of contracted terms and conditions compared to market terms and conditions.

The amounts of financial assets and liabilities disclosed at the balance sheet date have been determined according to the accounting criteria and policies disclosed in specific notes to the financial information.

As a result of their activities, the Company and its subsidiaries could be exposed to the following financial risks:

- Credit risks;
- Liquidity risks;
- Market risks;
- Interest rate risk;
- Exchange rate risk;
- Operational risks.

(i) Credit risk

Arises from the possibility of the Company incurring losses as a result of default by its customers or financial institutions that are depositaries of funds or short-term investments.

To mitigate these risks, the Company analyzes the financial position of its customers and manage the credit risk based on a credit rating and granting program and elects to supplement risk management by taking credit insurance. The Company also recognizes an allowance for expected credit loss amounting to R\$40,049 as at September 30, 2024 (R\$39,289 as at December 31, 2023) in the consolidated and R\$35,938 as at September 30, 2024 (R\$35,356 as at December 31, 2023) in the Parent Company, to cover the credit risk.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

For short-term investments and deposits at financial institutions, the Company's Management, through its treasury area, monitors market information on its counterparties to identify potential credit risks. The carrying amounts of the main financial assets that represent the maximum exposure to credit risk at the end of the reporting period are as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Checking account	58,273	94,021	46,213	83,073
Short-term investments	1,075,365	1,209,148	907,855	1,171,894
Securities	10,830	12,687	10,551	11,316
Trade receivables	1,278,585	1,035,585	1,230,885	977,347
	2,423,053	2,351,441	2,195,504	2,243,630

(ii) Liquidity risk

Arises from a possible decrease in the funds used to repay the Company's debts.

Management monitors the ongoing forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet its operating needs. In addition, the Company maintains balances in highly liquid short-term investments to cover possible mismatches between the maturity date of its contractual obligations and its cash generation.

The Company invests its cash surplus in interest-bearing financial assets (note 5) and chooses instruments with appropriate maturities or sufficient liquidity to create an adequate buffer, according to the forecasts referred to above.

At the balance sheet date, cash equivalents held by the Company are highly liquid and considered as sufficient to manage liquidity risk.

The amortization schedule of the non-derivative financial liabilities in the consolidated according to contractual conditions is shown below. The flow presented was not discounted and includes interest and inflation adjustment at the contractual indices based on the respective projected rates at the balance sheet date, published by the Focus Report of the Central Bank of Brazil:

	09/30/2024			
	Up to one year	One to three years	More than 3 years	Total
Trade payables	1,311,127	536	-	1,311,663
Trade payables – forfeit	337,545	-	-	337,545
Payables for acquisition of businesses	862	27,716	-	28,578
Loans and financing	214,139	479,829	397,938	1,091,906
	1,863,673	508,081	397,938	2,769,692

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

	12/31/2023			
	Up to one year	One to three years	More than 3 years	Total
Trade payables	711,659	-	-	711,659
Trade payables – forfait	182,120	-	-	182,120
Payables for acquisition of businesses	6,924	27,710	-	34,634
Loans and financing	186,723	760,624	526,028	1,473,375
	1,087,426	788,334	526,028	2,401,788

(iii) Market risk

Arises from the possibility of fluctuations in the market prices of the inputs used in the production process, especially in the electric and electronic segment. These price fluctuations may significantly change the Company's costs. To mitigate these risks, the Company manages inventories by setting up the buffer inventories of this raw material.

Additionally, there is the agreement for the purchase of shares mentioned in note 21 (e), which may vary depending on the attainment of certain goals related to the EBITDA of the Acquiree's operations.

As informed in CPC 40 (R1) (IFRS 7) – Financial Instruments: Disclosure, items (iv) and (v) below show the variable market risks and respective sensitivity analyses to which the Company is subject in its operations.

(iv) Interest rate risk

Arises from the possibility of the Company obtaining gains or incurring losses due to fluctuations in interest rates on its financial assets and liabilities. To mitigate this type of risk, the Company seeks to diversify its funding sources and, in certain circumstances, conducts hedging transactions to reduce the finance cost of its operations. As at September 30, 2024, Currency Forward Contracts transactions were contracted to mitigate cash flow risks due to currency fluctuations.

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
<u>Instruments with floating interest rate</u>				
Securities	10,830	12,687	10,551	11,316
Loans and financing	(960,371)	(888,461)	(942,898)	(882,716)
Forward contracts	(11,410)	(3,292)	(10,575)	(3,213)
Swap transactions	-	(490)	-	-
<u>Instruments with fixed interest rate</u>				
Loans and financing	-	(25,554)	-	-

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

(v) Exchange rate risk

Arises from possible fluctuations in the exchange rates of the foreign currencies, mainly the US dollar, used by the Company to acquire inputs, sell goods, and contract financial instruments, in addition to other payables and receivables in foreign currencies. The Company constantly assesses the contracting of hedging transactions to mitigate these risks, as shown in note 25.2, thus hedging against fluctuation in exchange rates and not exposing foreign currency-denominated balances in full.

As at September 30, 2024 and December 31, 2023, the balances in foreign currencies were as follows (in Brazilian reais – R\$):

	09/30/2024					
	Foreign currency					
	US dollar- US\$	COP \$	Euro €	Yen ¥	Ren ¥	Total
Assets						
Cash and cash equivalents	19,447	4,540	22	-	2,132	26,141
Trade receivables	26,792	15,743	-	-	784	43,319
Liabilities						
Trade payables	(1,331,491)	(11,551)	(1,168)	(5,823)	(168,013)	(1,518,046)
Loans and financing	-	(16,691)	-	-	-	(16,691)
Forward contracts (NDF)	(11,410)	-	-	-	-	(11,410)
Net exposure	(1,296,662)	(7,959)	(1,146)	(5,823)	(165,097)	(1,476,687)

	12/31/2023					
	Foreign currency					
	US dollar - US\$	COP \$	Euro €	Yen ¥	Ren ¥	Total
Assets						
Cash and cash equivalents	69,266	4,677	19	-	1,209	75,171
Trade receivables	14,370	14,864	-	-	19	29,253
Liabilities						
Trade payables	(761,143)	(11,652)	(6)	(5,900)	(22)	(778,723)
Loans and financing	(696)	(24,858)	-	-	-	(25,554)
Forward contracts (NDF)	(3,292)	-	-	-	-	(3,292)
Swap contract	(490)	-	-	-	-	(490)
Net exposure	(681,985)	(16,969)	13	(5,900)	1,206	(703,635)

Management believes that the exposures to the foreign exchange risk are acceptable for its operations.

In order to verify the sensitivity of the exchange rate differences of balances in foreign currency to which the Company and its subsidiaries were exposed as at September 30, 2024, five different scenarios were defined with stresses of 5% and 10% of decrease or increase in relation to the benchmark rate, with the expected rate being used for the next 12 months. Also, these stresses correspond to the expectation based on the magnitude of the changes in the US dollar rates, the foreign currency with greater relevance in the Company's balances, for the 12 months prior to the base date.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The respective expense and income on exchange rate differences were calculated for each scenario, considering only the amounts in US dollar, due to their relevance. The portfolio base date used was September 30, 2024. The US dollar quotation used in the projection was R\$5.50.

	(Expense)/Income				
	Scenario I -10%	Scenario II -5%	Probable scenario	Scenario III +5%	Scenario IV +10%
Cash and cash equivalents	(1,778)	(796)	185	1,167	2,148
Trade receivables	(2,449)	(1,097)	255	1,608	2,960
Trade payables	121,733	54,525	(12,684)	(79,893)	(147,102)
Derivative instruments	1,043	467	(109)	(685)	(1,261)
	118,549	53,099	(12,353)	(77,803)	(143,255)

(vi) Operational risk

Operational risk is the risk of incurring direct or indirect losses due to a series of reasons associated to the Company's processes, personnel, technology, and infrastructure, as well as external factors, except credit, market and liquidity risks, such as those arising from legal and regulatory requirements, and generally accepted corporate behavior standards. The operational risks arise from all Company's operations. The Company's objective is to manage the operational risk to avoid any financial losses and damages to the Company's reputation.

Senior Management has the primary responsibility for developing and implementing controls over operational risks.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

2. Derivative instruments

The Company does not invest in derivatives or any other risk assets for speculative purposes. The Company's derivative instruments are stated at fair value and summarized as follows:

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
<u>Liabilities</u>				
Payables for purchase of shares	(14,440)	(15,577)	(14,440)	(15,577)
Swap	-	(490)	-	-
Forward contracts (NDFs)	(11,410)	(3,292)	(10,575)	(3,213)
	(25,850)	(19,359)	(25,015)	(18,790)

NDF transactions

As at September 30, 2024, the Company enters into Currency Forward Contracts totaling US\$95,568 thousand to hedge its future cash flow against currency fluctuations, and the fair value of these contracts is R\$11,410, recorded in current liabilities (R\$3,292 in current liabilities as at December 31, 2023). The Currency Forward Contracts have average term of 90 days between the contracting date and the maturity date.

Call option contract

The Company is a party to a contract of payables for purchase of shares involving an option contract, as described in note 21 (e). The amount is recorded in "Payables for purchase of shares".

3. Financial instruments - fair value

Financial assets and liabilities adjusted at current market rates are shown below:

	Consolidated				Classification
	09/30/2024		12/31/2023		
	Carrying amount	Fair value	Carrying amount	Fair value	
Assets					
Cash and cash equivalents	58,273	58,273	94,021	94,021	Amortized cost
Short-term investments	1,075,365	1,075,365	1,209,148	1,209,148	Amortized cost
Securities	10,830	10,830	12,687	12,687	Amortized cost
Trade receivables	1,214,423	1,214,423	974,667	974,667	Amortized cost
Liabilities					
Trade payables	1,649,208	1,649,208	877,124	877,124	Amortized cost
Loans and financing – including charges	960,371	960,371	914,015	914,015	Amortized cost
Other payables - acquisition of subsidiary	13,137	13,137	18,966	18,966	Amortized cost
Payables for purchase of shares	14,440	14,440	15,577	15,577	Fair value through profit or loss
Forward contract	11,410	11,410	3,292	3,292	Fair value through profit or loss
Swap contract	-	-	490	490	Fair value through profit or loss

Derivatives are measured according to the mark-to-market calculation at the reporting date.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Fair value measurement recognized in the financial statements

The table below shows an analysis of the financial instruments recognized at fair value, after initial recognition. These financial instruments are classified in levels 1 to 3, based on the level where their fair value is quoted:

- Level 1: fair value measurement derives from quoted prices (unadjusted) in active markets, based on identical assets and liabilities;
- Level 2: fair value measurement derives from other quoted inputs included in Level 1, which are quoted through an asset or liability, either directly (that is, such as prices) or indirectly (that is, derived from prices); and
- Level 3: fair value measurement derives from valuation techniques that include an asset or liability without active market.

At the balance sheet date, Management adopted Level 2 to determine the fair values applicable to the Company's financial instruments, except for the payables for purchase of shares arising from Khomp's acquisition, as mentioned in note 21 (e), for which Level 3 is used.

Criteria, assumptions and limitations used in fair value calculation

The estimated fair values of the Company's and its subsidiaries' financial assets and liabilities were determined as described below. The Company and its subsidiaries maintain non-deliverable forward contracts (NDF) as mentioned in this note 25 (ii).

Cash and cash equivalents and short-term investments

The carrying amounts of the balances in checking accounts held at banks approximate their fair values, and we believe that they are measured at fair value based on the probable realizable amount.

Trade receivables and trade payables

Arise directly from the Company's and its subsidiaries' operations, measured at amortized cost and recorded at their original amounts, less the allowance for losses and present value adjustment, when applicable.

Loans and financing – including charges

The fair values of these financing facilities are equivalent to their carrying amounts because they refer to financial instruments at rates that are equivalent to market rates and have exclusive features, arising from specific financing sources for R&D and Projects.

Limitations

The fair values were estimated at the balance sheet date, based on relevant market inputs. Changes in assumptions could significantly affect the estimates.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

4. Qualitative and quantitative information on financial instruments

In order to verify the rate sensitivity in short-term investments to which the Company and its subsidiaries were exposed as at September 30, 2024, five different scenarios were defined. Based on the finance income recognized in the nine-month period ended September 30, 2024, 10% and 20% stresses were calculated, which correspond to the percentage rates used by Management in its management analyses.

The finance income was calculated for each scenario, without considering taxes on income and the maturities of each contract scheduled for the 12-month period beginning September 30, 2024 projecting the ratios for a one-year period and verifying their sensitivity in each scenario.

	09/30/2024				
	Scenario I +20%	Scenario II +10%	Probable scenario	Scenario III -10%	Scenario IV -20%
Short-term investments	107,538	98,577	89,615	80,654	71,692

In order to verify the rate sensitivity in debts to which the Company and its subsidiaries were exposed as at September 30, 2024, five different scenarios were defined. Based on the finance cost incurred with interest on loans and financing, 10% and 20% stresses were calculated, which correspond to the percentage rates used by Management in its management analyses.

The finance costs were calculated for each scenario, without considering taxes on costs and the maturities of each contract scheduled for the 12-month period beginning September 30, 2024 projecting the ratios for a one-year period and verifying their sensitivity in each scenario.

	09/30/2024				
	Scenario I +20%	Scenario II +10%	Probable scenario	Scenario III -10%	Scenario IV -20%
Loans and financing	73,366	67,252	61,138	55,024	48,910

5. Capital management

Capital includes common shares and other reserves attributable to controlling shareholders. The main objective of the Company's capital management is to maximize the shareholder value.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The Company manages its capital structure and adjusts it taking into account the changes in economic conditions and financial covenants. To maintain or adjust its capital structure, the Company can adjust the payment of dividends to shareholders, return capital to them, or issue new shares. The Company monitors capital through the correlation of net debt (or net cash) and equity. The Company's policy is to maintain a net cash position or, in case of net debt, the correlation between 20% and 40%. The Company includes in the net debt interest-bearing loans and financing, less cash and cash equivalents.

	Consolidated		Parent Company	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Interest-bearing loans and financing	960,371	914,015	942,898	882,716
(-) Cash and cash equivalents	(1,133,638)	(1,303,169)	(954,068)	(1,254,967)
Consolidated net debt	(173,267)	(389,154)	(11,170)	(372,251)
Equity	2,867,568	2,623,522	2,844,148	2,600,824
Correlation	(6%)	(15%)	0%	(14%)

To achieve this overall goal, the Company's capital management aims at, but not limited to, ensuring that it meets the financial commitments associated with loans and financing that define the capital structure requirements. Any breach of financial covenants would allow the bank to immediately require the settlement of loans and financing. There were no breaches of the financial covenants for any interest-bearing loans and financing in the period. No changes were made to the capital management objectives, policies or processes in the reporting periods.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

26. Net operating revenue

The table below shows the reconciliation between gross revenue for tax purposes and revenue stated in the income statement for the period:

	Consolidated				Parent Company			
	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Gross operating revenue	1,583,898	4,410,900	1,181,081	3,724,361	1,488,570	4,121,270	1,121,688	3,463,247
Sales taxes	(229,579)	(629,149)	(164,635)	(522,617)	(224,492)	(612,966)	(159,156)	(499,106)
Commercial funds	(38,146)	(99,145)	(29,571)	(96,861)	(38,146)	(99,147)	(29,571)	(96,861)
Sales returns	(72,293)	(214,136)	(53,222)	(163,628)	(67,510)	(197,883)	(52,258)	(159,108)
Net operating revenue	1,243,880	3,468,470	933,653	2,941,255	1,158,422	3,211,274	880,703	2,708,172

27. Cost of sales and services

	Consolidated				Parent Company			
	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Cost of sales and services								
Raw material and resale	777,237	2,083,864	553,586	1,746,457	742,565	1,969,676	534,084	1,637,602
Fixed production costs	90,459	263,950	69,381	207,352	82,965	241,842	62,501	182,126
Depreciation and amortization	11,702	31,380	8,505	23,660	10,838	29,608	7,477	20,797
	879,398	2,379,194	631,472	1,977,469	836,368	2,241,126	604,062	1,840,525

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

28. Expenses by nature

The Company elected to present the income statement by function. As prescribed by CPC 26 (R1) (IAS 1) – Presentation of Financial Statements, costs and expenses are broken down by nature as follows:

	Consolidated				Parent Company			
	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Expenses by function								
Selling expenses	170,379	470,381	137,029	417,787	151,942	417,699	120,754	360,057
General and administrative expenses	65,526	195,151	54,602	180,702	51,713	156,869	42,295	143,454
Other operating expenses (income), net	2,872	17,966	2,609	12,648	(3,586)	(2,342)	(4,171)	(9,592)
	238,777	683,498	194,240	611,137	200,069	572,226	158,878	493,919
Personnel expenses	141,451	417,245	127,031	391,901	116,556	347,546	104,994	327,570
Sales and marketing	59,503	154,099	42,506	143,296	55,817	145,939	38,580	119,675
Freight	35,764	95,094	25,517	77,563	32,996	89,033	23,568	66,619
Utilities, maintenance and support materials	9,877	31,647	9,370	33,093	8,708	27,426	8,261	27,826
Depreciation and amortization	13,127	39,677	11,794	33,545	7,676	23,079	6,503	17,620
Outside services	15,713	38,429	8,296	26,917	12,745	29,870	6,095	20,030
Other (income) expenses	(1,549)	5,323	(1,939)	(4,991)	308	6,106	(1,229)	3,461
Financial credit	(35,109)	(98,016)	(28,335)	(90,187)	(34,737)	(96,773)	(27,894)	(88,882)
	238,777	683,498	194,240	611,137	200,069	572,226	158,878	493,919

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

29. Finance income (costs)

	Consolidated				Parent Company			
	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023	07/01/2024 to 09/30/2024	01/01/2024 to 09/30/2024	07/01/2023 to 09/30/2023	01/01/2023 to 09/30/2023
Income from short-term investments	26,714	89,615	35,991	118,559	23,923	84,871	35,433	116,438
Interest	6,010	10,283	3,816	6,749	6,280	15,525	6,483	12,662
Present value adjustment	18,034	51,756	15,004	42,289	17,852	50,763	14,559	41,315
Revenues on derivatives - stock options	722	1,455	-	-	722	1,455	-	-
Other	59	916	273	744	1	643	269	701
Finance income	51,539	154,025	55,084	168,341	48,778	153,257	56,744	171,116
Interest on financing and loans	(20,691)	(61,138)	(25,542)	(79,482)	(20,655)	(60,896)	(24,333)	(74,010)
Interest on payables for business acquisitions	-	-	(4,310)	(11,052)	-	-	(4,312)	(11,054)
Banking expenses	(3,244)	(8,819)	(1,489)	(8,495)	(1,402)	(4,013)	(1,483)	(5,682)
IOF on financial transactions	(1,155)	(2,057)	(27)	(745)	(226)	(800)	102	(546)
Present value adjustment	(17,596)	(45,356)	(18,407)	(59,990)	(18,138)	(45,956)	(18,021)	(57,286)
Expenses on derivatives - stock options	-	(318)	(789)	(2,660)	-	(318)	(789)	(2,660)
Other	(438)	(1,200)	(813)	(2,081)	(270)	(904)	(382)	(795)
Finance costs	(43,124)	(118,888)	(51,377)	(164,505)	(40,691)	(112,887)	(49,218)	(152,033)
Exchange rate gains (losses)	11,973	(60,558)	(14,499)	26,150	7,735	(59,539)	(15,358)	17,636
Exchange gains (losses) on loans	-	(15)	(830)	1,884	-	-	-	(427)
Derivative transactions – Swap	-	7	(75)	(1,446)	-	-	-	(484)
Derivative transactions - forward contracts	(19,951)	22,071	6,400	(40,549)	(15,126)	23,851	10,373	(33,304)
Exchange gains (losses), net	(7,978)	(38,495)	(9,004)	(13,961)	(7,391)	(35,688)	(4,985)	(16,579)
Finance income (costs), net	437	(3,358)	(5,297)	(10,125)	696	4,682	2,541	2,504

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

30. Insurance coverage

The Company has a risk management program designed to minimize risks, seeking in the market coverage that is compatible with its size and operations. The insurance amounts are considered sufficient by Management to cover possible losses, taking into account the nature of the activities, the risks involved in operations and the advice of its insurance brokers.

As at September 30, 2024, the Company has the following insurance coverage according to the insurance policies taken from third parties:

Insured risks	Insured amount
Operational risks (property insurance)	337,940
Loss of profits (P.I. 4 months)	198,000
Civil liability	32,000
Domestic freight and exports	6,035,531
Credit risks	70,000

31. Segment reporting

The segment reporting below is used by the Management of Intelbras to assess the performance of the operating segments and make decisions on the allocation of funds, the gross profit being the measurement used in the performance of its operating segments.

Security

Segment comprised of business lines related to electronic security, such as analog video surveillance equipment (CCTV), IP video surveillance (CCTV IP), alarms and sensors against invasion, alarms and sensors against fire and access control (controls and devices for building, residential and corporate use).

Information and Communication Technology (ICT)

Segment comprised of business lines related to voice, image and data communication, as well as for network infrastructure. Equipment for corporate network, residential and fiber optic infrastructure, residential and corporate communication systems and related accessories is sold.

Energy

Segment comprised of business lines related to the supply of energy for electric and electronic equipment and consumers in general, in addition to power saving and nobreak devices for houses, companies and buildings. Power supplies, batteries, nobreaks, light sensors, in addition to on-grid and off-grid solar power generators are sold.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

The Company's operations are carried out in Brazil and abroad, and there are no customers accounting for more than 10% of the revenue of each segment.

	09/30/2024			
	ICT	Security	Energy	Total
Net operating revenue	770,676	1,903,404	794,390	3,468,470
Gross profit	215,398	673,893	199,985	1,089,276

	09/30/2023			
	ICT	Security	Energy	Total
Net operating revenue	660,611	1,624,778	655,866	2,941,255
Gross profit	210,654	616,154	136,978	963,786

The information on assets regularly generated and analyzed by the managers of the respective segments, comprising the following assets: trade receivables, inventories, property, plant and equipment and intangible assets, is shown below. Liabilities are comprised of trade payables. This data is regularly analyzed by Management to assess the investments and allocation of funds necessary for each segment.

	Assets		Liabilities	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Information and Communication Technology (ICT)	1,194,240	863,087	386,539	150,611
Security	2,251,295	1,590,142	941,726	556,039
Energy	1,019,358	833,881	320,943	170,474
	4,464,893	3,287,110	1,649,208	877,124

32. Information on related-party transactions and balances

The Company is mainly engaged in the manufacture, development and sale of electronic security equipment and electronic surveillance and monitoring services, consumer voice and/or data communications devices and equipment, professional voice and/or data communications equipment, services and means, network equipment, data communications infrastructure means and solutions.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

1. Transactions and balances between the Company and related parties

Parent Company						
Balances in the balance sheet						
Trade receivables		Trade payables		Loans granted		Other payables/receivables
09/30/2024	12/31/2023	09/30/2024	12/31/2023	09/30/2024	12/31/2023	09/30/2024 12/31/2023
Ascent Asia	-	-	(271)	-	-	-
Seventh	-	1	-	-	-	(12)
Décio Indústria Metalúrgica (i)	30	41	(9,699)	(4,995)	(19,720)	-
Khomp Indústria e Comércio	20	39	(264)	(337)	-	-
Renovigi Energia Solar (ii)	37	39	(24,105)	(7,894)	(116,928)	73 (858)
Allume Holding SAS	11,437	3,205	-	-	-	-
Zhejiang Dahua Technology (iii)	-	-	(620,104)	(225,275)	-	-
Aunady	-	-	(156)	-	-	-
11,524	3,325	(654,328)	(238,772)	-	(136,648)	61 (858)

Transactions						
Sales revenue		Purchases		Interest on loans		
09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023	
Ascent Asia	-	-	(7,326)	(7,583)	-	-
Seventh	2	10	-	-	-	-
Décio Indústria Metalúrgica	74	70	(30,365)	(25,950)	475	1,725
Khomp Indústria e Comércio	196	580	(1,478)	(199)	-	-
Renovigi Energia Solar	767	429	(147,180)	(2,737)	5,205	4,907
Allume Holding SAS	9,802	-	-	-	-	-
Zhejiang Dahua Technology (iii)	-	-	(747,345)	(451,067)	-	-
Aunady	-	-	(250)	-	-	-
10,841	1,089	(933,944)	(487,536)	5,680	6,632	

Consolidated						
Balances in the balance sheet			Profit or loss			
Trade payables			Purchases			
09/30/2024	12/31/2023		09/30/2024	09/30/2023		
Zhejiang Dahua Technology (iii)	(647,443)	(225,275)	(794,820)	(451,067)		
(647,443)	(225,275)		(794,820)	(451,067)		

- (i) On April 24, 2024, the Company converted loans granted to Décio into capital in the amount of R\$20,195;
- (ii) During the nine-month period ended September 30, 2024, the Company made deductions from loans granted to Renovigi against payables to subsidiary in the amount of R\$66,123 and converted loans into capital in the amount of R\$56,010.
- (iii) The amounts presented correspond to the sum of transactions with Dahua and its investees.

2. Balances and transactions between investees

Sales made by Décio to Khomp
Sales made by Ascent to Dahua
Sales made by Dahua to Allume

Consolidated Sales revenue	
09/30/2024	09/30/2023
-	92
5,245	4,241
47,474	-
52,719	4,333

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

Related-party transactions

Related-party balances refer to transactions under specific conditions agreed upon among the parties; balances in general are adjusted for inflation based on the Selic rate. Finally, the Company understands that related-party transactions have operating characteristics, thus the effects are recorded in operating activities in its statement of cash flows.

As at December 31, 2018, the Company entered into a cooperation agreement ("Cooperation Agreement") with Zhejiang Dahua Technology Co., Ltd., a company comprising the economic group of Dahua Europe B.V. Under the Cooperation Agreement, there is a commitment of acquiring exclusively from supplier Dahua closed circuit television products comprised of electronic surveillance cameras and digital video recorders, subject to the compliance by supplier Dahua with certain conditions, as established in the Cooperation Agreement. Since November 2019 supplier Dahua holds the Company's shares which, as at September 30, 2024, correspond to 7.56% of the capital.

Collaterals

The Company offers collateral for the loans and financing described in note 15, which are granted to the financial institutions and comprise letter of guarantee and property, plant and equipment items. There are no collaterals granted to third parties.

Compensation of key management personnel

Key management personnel includes the members of the Board of Directors and statutory and non-statutory officers, which duties involve the decision-making power and the control over the Company's activities. Compensation of key management personnel totaled R\$34,935 during the nine-month period ended September 30, 2024 (R\$45,979 as at September 30, 2023). This amount comprises short-term benefits consisting of: (i) management fees paid to the executive board and members of the Board of Directors; (ii) bonus paid to the executive board and (iii) other benefits, such as healthcare plan. The Company does not grant any post-employment and/or severance benefits to its officers and directors, other than those prescribed by the applicable law.

Long-term incentive plan (ILP Plan)

The Company has a Long-term Incentive Plan ("ILP Plan") granted to Executive Officers and Managers, to attract, motivate or retain, as well as to align its interests with the Company's and its shareholders' interests.

The amount the plan participants will be entitled is converted by the average price of the Company's shares at B3, based on the month prior to the vesting of the right. After compliance with the grace periods set forth in the regulation, the amount the plan participants will be entitled will be converted again in cash, considering the average price of the Company's shares in the month prior to the financial settlement.

As a condition to the application of the ILP Plan (trigger), the Company needs to obtain, at least, 20% of Return on Invested Capital (ROIC) in the year immediately prior to each year of vesting of the right. Also, the ILP Plan, coupled with the profit sharing, cannot exceed the limits of number of salaries of those eligible set forth in the plan regulation.

Intelbras S.A. - Indústria de Telecomunicação Eletrônica Brasileira

Notes to the interim financial information

As at September 30, 2024 and 2023

(Amounts in thousands of Brazilian reais – R\$, unless otherwise indicated)

During the nine-month period ended September 30, 2024, expenses relating to the ILP Plan were recorded in the amount of R\$1,466 as general and administrative expenses in the statement of income for the period, as a contra entry to other payables, in noncurrent liabilities, according to the variations in the table below:

ILP PLAN	12/31/2023	Reciprocity	Recognition	Adjustment	09/30/2024
2022	1,924	-	-	(48)	1,876
2023	1,953	500	-	52	2,505
2024	-	-	1,462	-	1,462
TOTAL	3,877	500	1,462	4	5,843

33. Non-cash items

Transactions in the period not affecting the Company's cash flows are as follows:

	Consolidated		Parent Company	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Items not affecting cash:				
Exchange rate differences on foreign subsidiary	1,318	(81)	898	(81)
Lease contracts recognized	9,620	1,235	7,292	94
Changes in the balance of suppliers of property, plant in equipment in installments	(2,813)	6,963	(2,813)	6,963
Capital increase using earnings reserve	-	625,500	-	625,500
Deductions from loans granted to investees in intercompany transactions	-	-	66,123	-
Capital increase in investees using loans granted	-	-	76,205	45,787

* * * * *

STATEMENT OF THE EXECUTIVE OFFICERS ON THE FINANCIAL STATEMENTS

The Executive Officers of Intelbras S.A. Indústria de Telecomunicação Eletrônica Brasileira ("Company"), in accordance with item II, paragraph 1, article 31 of CVM Resolution Nº 80, on March 29, 2022, as amended, declare that they have reviewed, discussed and agreed with the Company's individual and consolidated financial statements for the nine-month period ended on September 30, 2024, authorizing its conclusion on this date.

São José (SC), October 25, 2024.

Altair Angelo Silvestri

Chief Executive Officer

Rafael Boeing

Chief Financial and Investor Relations Officer

Henrique Fernandez

Superintendent Director of Communication

Marcio Ferreira da Silva

Superintendent Director of Energy

Paulo Daniel Correa

Superintendent Director of Security

STATEMENT OF THE EXECUTIVE OFFICERS ON THE INDEPENDENT AUDITOR'S REPORT

The Executive Officers of Intelbras S.A. Indústria de Telecomunicação Eletrônica Brasileira ("Company"), in accordance with item II, paragraph 1, article 31 of CVM Resolution Nº 80, on March 29, 2022, as amended, declare that they have reviewed, discussed and agreed with the Company's individual and consolidated financial statements for the nine-month period ended on September 30, 2024, authorizing its conclusion on this date.

São José (SC), October 25, 2024.

Altair Angelo Silvestri

Chief Executive Officer

Rafael Boeing

Chief Financial and Investor Relations Officer

Henrique Fernandez

Superintendent Director of Communication

Marcio Ferreira da Silva

Superintendent Director of Energy

Paulo Daniel Correa

Superintendent Director of Security