

# Individual and consolidated interim financial information

at December 31, 2024 and independent auditor's report on review of quarterly information

(A free translation of the original report in Portuguese containing financial information)





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Independent auditor's review report on quarterly information

To the Shareholders, Board of Directors and Management of  
**São Martinho S.A.**  
Pradópolis – São Paulo

### Introduction

We have reviewed the accompanying individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR) of São Martinho S.A. (the "Company"), for the quarter ended December 31, 2024, comprising the statement of financial position as of December 31, 2024 and the related statements of income and of comprehensive income, for the three-month and nine-month period then ended, statements of changes in equity and of cash flows for the nine-month period then ended, including the explanatory notes.

Management is responsible for preparation of the individual and consolidated interim financial information in accordance with the Technical Pronouncement CPC 21 (R1) - Interim Financial Reporting and the international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (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 engagements (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 auditing standards 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 quarterly information referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information Form (ITR), and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

### **Other matters - Statements of value added**

The abovementioned quarterly information include the individual and consolidated statement of value added (SVA) for the nine-month period ended December 31, 2024, prepared under Company's Management responsibility and presented as supplementary information by IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

### ***Other matters - Financial statements and interim financial information for prior periods audited and reviewed by another independent auditor***

The corresponding amounts related to the individual and consolidated balance sheets as of March 31, 2024 were previously audited by other independent auditors who issued a report dated June 17, 2024, without modification. The corresponding amounts related to the individual and consolidated statements of results and comprehensive income for the three-month e nine-month period ended December 31, 2023, changes in equity and cash flows for the nine-month period ended December 31, 2023, were previously reviewed by other auditor's independents who issued a report dated February 08, 2024, without modification. The corresponding amounts related to the individual and consolidated statements of value added (SVA), referring to the nine-month period ended December 31, 2023, were submitted to the same review procedures by those independent auditors and, based on their review, those auditors issued a report reporting that they were not aware of any facts that would lead them to believe that the SVA was not prepared, in all material aspects, in a manner consistent with the individual and consolidated interim financial information taken as a whole.

Ribeirão Preto, February 07, 2025

KPMG Auditores Independentes Ltda.  
CRC 2SP-027666/O-5 F SP  
(Original report in Portuguese signed by)  
Giovani Ricardo Pigatto  
Accountant CRC 1SP263189/O-7

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## Balance sheet

At December 31, and March 31, 2024

All amounts in thousands of reais

ASSETS	Note	Parent		Consolidated	
		December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
CURRENT ASSETS					
Cash and cash equivalents	4	1,352,252	204,467	1,352,343	204,560
Financial investments	4	1,692,182	2,672,698	1,893,379	2,946,218
Trade receivables	5	752,781	651,856	791,844	666,112
Derivative financial instruments	22	114,672	103,208	114,672	103,208
Inventories and advances to suppliers	6	1,975,925	602,885	1,951,034	609,479
Biological assets	7	1,165,764	1,364,508	1,165,764	1,364,508
Taxes recoverable	8	220,382	243,790	221,016	243,843
Income tax and social contribution	19	75,329	73,313	75,606	73,355
Dividends receivable	9	95,500	-	-	-
Advance for future capital increase	9	-	105,200	-	-
Other assets		19,958	15,443	20,453	17,874
TOTAL CURRENT ASSETS		7,464,745	6,037,368	7,586,111	6,229,157
NON-CURRENT ASSETS					
Long-term receivables					
Financial investments	4	76,984	71,231	77,015	71,231
Trade receivables	5	-	-	37,004	32,272
Advances to suppliers	6	177,859	126,731	177,859	126,731
Derivative financial instruments	22	169,919	207,898	169,919	207,898
Taxes recoverable	8	720,250	489,454	723,370	490,000
Income tax and social contribution	19	8,983	8,983	8,983	8,983
Judicial deposits	21	1,999,986	1,491,196	2,000,002	1,491,213
Other assets	15	369,560	369,560	369,560	369,560
Total long-term receivables		3,523,541	2,765,053	3,563,712	2,797,888
Investments	10	1,756,568	1,738,747	62,160	54,692
Property, plant and equipment	11	5,948,872	6,181,744	7,890,517	8,045,148
Intangible assets	12	441,502	443,304	453,165	454,967
Right-of-use assets	13	2,760,139	2,789,597	2,760,139	2,789,597
TOTAL NON-CURRENT ASSETS		14,430,622	13,918,445	14,729,693	14,142,292
TOTAL ASSETS		21,895,367	19,955,813	22,315,804	20,371,449

LIABILITIES AND EQUITY	Note	Parent		Consolidated	
		December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
CURRENT LIABILITIES					
Trade payables	14	495,857	422,212	489,986	408,590
Lease payable	13	109,195	108,047	109,195	108,047
Agricultural partnership payable	13	587,701	554,864	587,701	554,864
Payables to Copersucar	15	-	8,336	-	8,336
Borrowings	16	1,220,329	1,094,298	1,224,573	1,096,406
Derivative financial instruments	22	386,872	158,129	386,872	158,129
Salaries and social charges		224,462	238,995	225,759	240,837
Taxes payable		34,825	39,885	38,061	40,791
Income tax and social contribution	19	-	-	9,646	9,470
Dividend payable	17	41	150,139	41	150,139
Advances from customers		237,516	36,591	237,524	37,414
Other liabilities		30,829	27,311	35,463	41,407
TOTAL CURRENT LIABILITIES		3,327,627	2,838,807	3,344,821	2,854,430
NON-CURRENT LIABILITIES					
Lease payable	13	546,111	528,856	546,111	528,856
Agricultural partnership payable	13	1,617,296	1,682,993	1,617,296	1,682,993
Payables to Copersucar	15	136,890	173,709	136,890	173,709
Borrowings	16	7,190,083	5,400,932	7,232,453	5,440,412
Derivative financial instruments	22	72,306	13,596	72,306	13,596
Deferred income tax and social contribution	19	375,211	461,735	733,770	821,353
Provision for contingencies	21	112,975	123,251	115,289	124,166
Taxes with suspended collection	16 (b)	1,979,009	1,869,563	1,979,009	1,869,563
Other liabilities		21,636	-	21,636	-
TOTAL NON-CURRENT LIABILITIES		12,051,517	10,254,635	12,454,760	10,654,648
TOTAL LIABILITIES		15,379,144	13,093,442	15,799,581	13,509,078
EQUITY					
Share capital	17	4,445,192	3,941,717	4,445,192	3,941,717
Treasury shares		(51,681)	(16,325)	(51,681)	(16,325)
Carrying value adjustments		1,064,777	1,118,158	1,064,777	1,118,158
Revenue reserves		900,904	1,818,821	900,904	1,818,821
Retained earnings		157,031	-	157,031	-
TOTAL EQUITY		6,516,223	6,862,371	6,516,223	6,862,371
TOTAL LIABILITIES AND EQUITY		21,895,367	19,955,813	22,315,804	20,371,449

The accompanying notes are an integral part of this interim financial information



## Statement of profit or loss

Periods ended December 31, 2024 and 2023

All amounts in thousands of reais

	Note	Parent			
		December 31, 2024		December 31, 2023	
		Quarter	9-month period	Quarter	9-month period
Revenue	25	1,765,679	5,239,532	1,553,071	4,341,071
Cost of goods sold	26	(1,402,167)	(3,950,527)	(1,282,031)	(3,195,186)
Gross profit		363,512	1,289,005	271,040	1,145,885
Operating income (expenses)					
Selling expenses	26	(62,478)	(193,604)	(54,320)	(140,148)
General and administrative expenses	26	(77,597)	(250,342)	(50,198)	(220,365)
Equity in the results of investees	10	64,864	208,871	65,068	170,489
Other revenue, net	27	190,770	209,004	2,800	516,760
		115,559	(26,071)	(36,650)	326,736
Operating profit		479,071	1,262,934	234,390	1,472,621
Finance income (costs)	28				
Finance income		61,700	208,261	37,041	186,260
Finance costs		(258,956)	(753,488)	(219,283)	(729,390)
Monetary and foreign exchange variations, net		(41,415)	(148,615)	13,779	(71,116)
Derivatives		(126,946)	(187,367)	23,435	16,101
		(365,617)	(881,209)	(145,028)	(598,145)
Profit before income tax and social contribution		113,454	381,725	89,362	874,476
Income tax and social contribution	19(c)				
Current		(421)	8,328	4,229	(186,850)
Deferred		44,888	61,637	117,044	161,371
Profit for the period		157,921	451,690	210,635	848,997

The accompanying notes are an integral part of this interim financial information



## Statement of profit or loss

Periods ended December 31, 2024 and 2023

All amounts in thousands of reais

	Note	Consolidated			
		December 31, 2024		December 31, 2023	
		Quarter	9-month period	Quarter	9-month period
Revenue	25	1,822,338	5,424,459	1,592,401	4,469,977
Cost of goods sold	26	(1,394,031)	(3,916,136)	(1,252,450)	(3,137,047)
Gross profit		428,307	1,508,323	339,951	1,332,930
Operating income (expenses)					
Selling expenses	26	(66,560)	(204,859)	(57,006)	(149,430)
General and administrative expenses	26	(79,389)	(265,132)	(53,858)	(234,476)
Equity in the results of investees	10	2,705	7,179	2,241	6,151
Other revenue, net	27	192,375	212,707	2,328	516,815
		49,131	(250,105)	(106,295)	139,060
Operating profit		477,438	1,258,218	233,656	1,471,990
Finance income (costs)	28				
Finance income		70,296	235,023	42,989	204,140
Finance costs		(260,363)	(757,377)	(220,025)	(732,044)
Monetary and foreign exchange variations, net		(41,415)	(148,615)	13,779	(71,116)
Derivatives		(126,946)	(187,367)	23,435	16,101
		(358,428)	(858,336)	(139,822)	(582,919)
Profit before income tax and social contribution		119,010	399,882	93,834	889,071
Income tax and social contribution	19(c)				
Current		(5,852)	(10,833)	(731)	(203,075)
Deferred		44,763	62,641	117,532	163,001
Profit for the period		157,921	451,690	210,635	848,997
Basic and diluted earnings per share - R\$	29	0.4757	1.3485	0.6081	2.4511

The accompanying notes are an integral part of this interim financial information



# Statement of comprehensive income

## Periods ended December 31, 2024 and 2023

All amounts in thousands of reais

Parent and Consolidated	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Profit for the period	157,921	451,690	210,635	848,997
Items that will be subsequently reclassified to profit or loss				
Changes in the period:				
Changes in fair value				
Commodity derivatives - Futures, options and forward contracts	89,085	54,564	63,433	23,450
Foreign exchange derivatives - Options / NDF	(234,818)	(386,007)	101,330	139,686
Foreign exchange differences on borrowings (Trade Finance)	(7,703)	55,968	16,744	101,899
	(153,436)	(275,475)	181,507	265,035
Recognition in operating income				
Commodity derivatives - Futures, options and forward contracts	31,871	(19,854)	7,758	60,143
Foreign exchange derivatives - Options / NDF	88,670	189,545	(48,777)	(130,193)
Foreign exchange differences on borrowings (Trade Finance)	20,272	30,317	13,383	19,956
	140,813	200,008	(27,636)	(50,094)
Write-off due to ineffectiveness				
Commodity derivatives - Futures, options and forward contracts	683	2,154	-	129
Foreign exchange derivatives - Options / NDF	115	115	-	-
	798	2,269	-	129
Total changes in the period				
Commodity derivatives - Futures, options and forward contracts	121,639	36,864	71,191	83,722
Foreign exchange derivatives - Options / NDF	(146,033)	(196,347)	52,553	9,493
Foreign exchange differences on borrowings (Trade Finance)	12,569	86,285	30,127	121,855
Deferred taxes on the items above	4,020	24,887	(52,316)	(73,124)
	(7,805)	(48,311)	101,555	141,946
Total comprehensive income for the year	150,116	403,379	312,190	990,943

The accompanying notes are an integral part of this interim financial information





# Statements of changes in equity

## Periods ended December 31, 2024 and 2023

All amounts in thousands of reais

				Carrying value adjustments				Revenue reserves						
				Deemed cost		Hedge accounting	Others							
	Note	Share capital	Treasury shares	Parent	Investees			Legal	Capital budget	Unrealized profit reserve	Tax incentive reserve	Additional dividends	Retained earnings	Total
At March 31, 2023		3,161,384	(139,997)	97,889	1,183,966	(220,113)	738	313,563	911,987	16,057	317,821	269,068	-	5,912,363
Capital increase with reserves	17(a)	780,333	-	-	-	-	-	-	(632,380)	-	(147,953)	-	-	-
Realization of surplus on revaluation of deemed cost	17 (c. i)	-	-	(8,125)	12	-	-	-	-	-	-	-	8,113	-
Gain (loss) on derivate transactions - hedge accounting	17 (c. ii)	-	-	-	-	141,946	-	-	-	-	-	-	-	141,946
Transfer to tax incentive reserve	17(d)	-	-	-	-	-	-	-	-	-	363,876	-	(363,876)	-
Payment of interest on capital	17 (e)	-	-	-	-	-	-	-	-	-	-	-	(155,000)	(155,000)
Payment of prior year's additional dividends	17 (e)	-	-	-	-	-	-	-	-	-	-	(269,068)	-	(269,068)
Carrying value adjustments of investees		-	-	-	-	-	322	-	-	-	-	-	-	322
Profit for the period		-	-	-	-	-	-	-	-	-	-	-	848,997	848,997
At December 31, 2023		3,941,717	(139,997)	89,764	1,183,978	(78,167)	1,060	313,563	279,607	16,057	533,744	-	338,234	6,479,560
At March 31, 2024		3,941,717	(16,325)	89,374	1,183,933	(156,282)	1,133	387,377	927,969	-	503,475	-	-	6,862,371
Capital increase with reserves	17(a)	503,475	-	-	-	-	-	-	-	-	(503,475)	-	-	-
Share buyback	17 (b)	-	(457,667)	-	-	-	-	-	-	-	-	-	-	(457,667)
Payment of bonus with treasury shares	17 (b)	-	7,869	-	-	-	-	-	-	-	-	-	-	7,869
Cancellation of treasury shares	17 (b)	-	414,442	-	-	-	-	-	(414,442)	-	-	-	-	-
Realization of surplus on revaluation of deemed cost	17 (c. i)	-	-	(4,460)	(881)	-	-	-	-	-	-	-	5,341	-
Gain (loss) on derivate transactions - hedge accounting	17 (c. ii)	-	-	-	-	(48,311)	-	-	-	-	-	-	-	(48,311)
Payment of interest on capital	17(e)	-	-	-	-	-	-	-	-	-	-	-	(300,000)	(300,000)
Carrying value adjustments of investees		-	-	-	-	-	271	-	-	-	-	-	-	271
Profit for the period		-	-	-	-	-	-	-	-	-	-	-	451,690	451,690
At December 31, 2024		4,445,192	(51,681)	84,914	1,183,052	(204,593)	1,404	387,377	513,527	-	-	-	157,031	6,516,223

The accompanying notes are an integral part of this interim financial information

**Statement of cash flows - Indirect method**  
**Periods ended December 31, 2024 and 2023**  
**All amounts in thousands of reais**

		Parent		Consolidated	
		December 31, 2024 9-month period	December 31, 2023 9-month period	December 31, 2024 9-month period	December 31, 2023 9-month period
Cash flows from operating activities					
Profit for the period		451,690	848,997	451,690	848,997
Adjustments					
Depreciation and amortization	26	756,005	615,201	761,967	618,881
Biological assets harvested	26	881,861	755,793	881,861	755,793
Changes in the fair value of biological assets, agricultural produce, and CBIOs	26	120,191	(94,367)	120,191	(94,367)
Recognition (reversal) of provision for losses on inventory realization	26	(2,814)	20,460	(2,814)	20,460
Amortization of electric power supply contracts		-	-	-	8,800
Equity in the results of investees	10	(208,871)	(170,489)	(7,179)	(6,151)
Gains (losses) on investments and PP&E written off	11	(664)	(3,296)	(664)	(3,296)
Interest, inflation adjustments, and foreign exchange gains (losses), net		327,354	253,364	308,580	242,046
Derivative financial instruments	25 and 27	387,748	(66,725)	387,748	(66,725)
Setup of provision for contingencies, net	21.1	26,958	27,208	26,113	27,311
Income tax and social contribution	19 (b)	(69,965)	25,479	(51,808)	40,074
Taxes with suspended collection		109,445	363,631	109,445	363,631
Reversal of provision for impairment of trade receivables		-	-	(35)	-
Adjustment to present value and other adjustments		222,616	241,806	219,163	245,720
		3,001,554	2,817,062	3,204,258	3,001,174
Changes in assets and liabilities					
Trade receivables		(118,909)	(157,189)	(142,686)	(186,368)
Inventories		(800,282)	(906,659)	(773,532)	(859,378)
Taxes recoverable		(212,472)	(35,148)	(215,775)	(32,310)
Derivative financial instruments		(202,945)	(57,338)	(202,945)	(57,338)
Other assets (mainly judicial deposits)		(403,300)	(337,730)	(403,339)	(342,150)
Trade payables		81,027	25,670	88,648	(36,124)
Salaries and social charges		(14,533)	7,040	(15,077)	6,947
Taxes payable		(18,266)	(197,088)	(20,165)	(199,600)
Payables to Copersucar		(47,277)	(11,612)	(47,277)	(11,612)
Provision for contingencies( settlement)	21.1	(38,115)	(33,515)	(38,122)	(33,618)
Other liabilities		226,075	92,001	220,538	93,919
Cash from operations		1,452,557	1,205,494	1,654,526	1,343,542
Payment of interest on borrowings	14	(454,857)	(370,836)	(455,590)	(371,536)
Income tax and social contribution paid		-	(3,556)	(14,900)	(14,247)
Net cash provided by operating activities		997,700	831,102	1,184,036	957,759
Cash flows from investing activities					
Funds from investments		-	882	-	882
Return on capital		1,140	-	-	-
Additions to property, plant and equipment and intangible assets	11 and 12	(532,805)	(408,480)	(616,710)	(414,900)
Additions to biological assets (planting and crop treatments)		(1,073,920)	(1,044,276)	(1,073,920)	(1,044,276)
Financial investments		1,151,320	1,404,538	1,244,676	1,454,791
Proceeds from sale of property, plant and equipment	11	10,871	7,237	10,871	7,237
Advance for future capital increase		-	(15,200)	-	-
Dividends received		199,881	187,817	1,959	1,156
Net cash (used in) provided by investing activities		(243,513)	132,518	(433,124)	4,890
Cash flows from financing activities					
Capital increase		-	-	-	1
Payment of leases and agricultural partnerships	13	(550,967)	(433,635)	(550,967)	(433,635)
Proceeds from borrowings – third parties	14	2,343,393	482,999	2,347,575	482,999
Repayment of borrowings - third parties	14	(590,276)	(744,817)	(591,185)	(744,817)
Share buyback plan		(455,474)	-	(455,474)	-
Other receipts		2,130	710	2,130	710
Payment of dividends and interest on capital		(407,408)	(408,163)	(407,408)	(408,165)
Net cash provided by (used in) financing activities		341,398	(1,102,906)	344,671	(1,102,907)
Net increase (decrease) in cash and cash equivalents		1,095,585	(139,286)	1,095,583	(140,258)
Cash and cash equivalents at the beginning of the period	4	204,467	272,342	204,560	273,408
Effect of exchange rate changes on cash and cash equivalents		52,200	(8,855)	52,200	(8,855)
Cash and cash equivalents at the end of the period	4	1,352,252	124,201	1,352,343	124,295
Additional information					
Balance of financial investments (current assets)	4	1,692,182	1,364,978	1,893,379	1,493,508
Total funds available	4	3,044,434	1,489,179	3,245,722	1,617,803

The accompanying notes are an integral part of this interim financial information

**Statement of value added**  
**Periods ended December 31, 2024 and 2023**  
**All amounts in thousands of reais**

	Parent		Consolidated	
	December 31, 2024 9-month period	December 31, 2023 9-month period	December 31, 2024 9-month period	December 31, 2023 9-month period
Revenue				
Gross sales of goods and products	5,525,254	4,530,517	5,721,244	4,668,678
Revenue from construction of own assets	1,139,192	1,077,010	1,139,529	1,077,034
Reversal of provision for impairment of trade receivables	-	-	(35)	-
Other income	9,426	11,124	9,425	10,659
	<u>6,673,872</u>	<u>5,618,651</u>	<u>6,870,163</u>	<u>5,756,371</u>
Inputs acquired from third parties				
Cost of products and goods sold	(1,566,766)	(1,425,023)	(1,489,845)	(1,334,798)
Materials, electric power, third-party services, and other operating e:	(1,519,120)	(1,137,800)	(1,569,868)	(1,183,528)
Recovery (impairment) of assets	2,815	(20,460)	2,815	(20,460)
	<u>(3,083,071)</u>	<u>(2,583,283)</u>	<u>(3,056,898)</u>	<u>(2,538,786)</u>
Gross value added	3,590,801	3,035,368	3,813,265	3,217,585
Depreciation and amortization	(756,005)	(615,201)	(761,967)	(618,881)
Biological assets harvested	(881,861)	(755,793)	(881,861)	(755,793)
Net value added generated by the entity	1,952,935	1,664,374	2,169,437	1,842,911
Value added received in transfer				
Equity in the results of investees	208,871	170,489	7,179	6,151
Finance income	114,478	516,873	141,430	534,779
Others	210,904	570,024	214,635	570,547
Total value added to be distributed	<u>2,487,188</u>	<u>2,921,760</u>	<u>2,532,681</u>	<u>2,954,388</u>
Distribution of value added				
Personnel and payroll charges				
Direct compensation	582,410	525,957	586,681	527,190
Benefits	236,182	197,066	237,026	198,219
Government Severance Indemnity Fund for Employees (FGTS)	49,422	48,323	49,564	48,409
Management compensation	15,029	31,392	15,616	32,508
Taxes, charges and contributions				
Federal	129,511	121,324	164,401	147,229
State	23,713	28,373	24,128	28,566
Municipal	1,260	1,378	1,356	1,582
Financing entities				
Interest	743,334	704,219	745,879	706,732
Rentals	7,801	7,368	7,828	7,400
Foreign exchange variations	265,960	254,518	265,960	254,522
Others	(19,124)	152,845	(17,448)	153,034
Payment of interest on capital	300,000	155,000	300,000	155,000
Retained earnings for the period	151,690	693,997	151,690	693,997
Value added distributed	<u>2,487,188</u>	<u>2,921,760</u>	<u>2,532,681</u>	<u>2,954,388</u>

The accompanying notes are an integral part of this interim financial information

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 1. Operations

São Martinho S.A. ("Company" or "Parent") is a listed corporation headquartered in Pradópolis, State of São Paulo. The Company and its subsidiaries (together referred to as "São Martinho") are primarily engaged in the cultivation of sugarcane, production and sale of sugar, ethanol, and other sugarcane byproducts; production of corn ethanol and other by-products, co-generation of electric power; development of real estate ventures; agricultural production; import and export of goods, products, and raw materials, and investment in other companies.

Approximately 70% of the sugarcane used in the manufacture of products comes from plantations on land owned by either the Company, its stockholders, related companies, or agricultural partnerships. The remaining 30% is supplied by third parties. The sugar-ethanol sector is subject to seasonal trends based on the sugarcane growth cycle in the Center-South region of Brazil, which typically begins in April and ends in December, resulting in fluctuations in the Company's inventories. Additionally, raw material supplies may also be affected by adverse climate conditions. Sugarcane crop takes up to 18 months to mature, and harvest runs from April to December, which is also the period when sugar and ethanol are produced, and electric power is co-generated.

São Martinho is a subsidiary of the holding company LJM Participações S.A. ("LJM"), which owns 57.23% interest in the Company's voting capital.

The issue of this interim financial information was authorized by the Board of Directors on February 7, 2025.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### Geopolitical conflicts

Geopolitical conflicts pose a risk to São Martinho, as their escalation in key oil-producing regions can cause significant fluctuations in product prices, tariffs, exchange rates, input costs, and logistics, which may increase the Company's operating costs and impact its revenue.

### Climate changes

Climate change-related risks, particularly frosts, along with water shortages caused by prolonged droughts and fires, can negatively impact sugarcane plantation productivity. As a result, the production of sugar, ethanol, and other by-products, as well as the related revenue and costs, and the value of biological assets, may also be affected.

In accordance with the announcement released on August 26, 2024, the Company informed its stockholders and the market in general that, between August 22 and August 25, approximately 20,000 hectares of sugarcane were hit by widespread fires that affected the sector. Thanks to the prompt response of the Company's fire brigades to contain the outbreaks, no casualties or impacts on other assets were reported. The sugarcane affected was processed without any significant impact on Total Recoverable Sugar (TRS) in relation to the Production Guidance for the 2024/2025 crop season. Additional investments of R\$70 million will be made in crop treatments with a view to preserving productivity in future seasons. The Company is still assessing the impacts of the incident and will update stockholders and the market in due course.

### Tax Reform

On January 16, 2025, Complementary Law 214 was sanctioned, the first tax reform regulation.

The Reform is based on the "dual VAT" model, divided into two taxes, one at the Federal level, the Contribution on Goods and Services (CBS) to replace the PIS and COFINS, and the other at the level of the States, Federal District and Municipalities, the Tax on Goods and Services (IBS), to replace the State Value Added Tax (ICMS) and the Tax on Services (ISS). The Reform also provides for the creation of a federal Selective Tax (IS), to be levied on the production, extraction, sale, or import of goods and services deemed harmful to health and the environment, under the terms of a Complementary Law (LC).

During the transition period scheduled to run from 2026 to 2032, both the old and new models will coexist. The impacts of the Reform on the calculation of the above-mentioned taxes, from the start of the transition period, will only be fully known once the process of regulating the pending issues by Complementary Laws is completed. Therefore, the Reform has no effect on this interim financial information.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 2. Summary of material accounting policies

#### 2.1 Statement of compliance and basis of preparation

The individual and consolidated interim financial information were prepared in accordance with Technical Pronouncement CPC 21 (R1) - Interim Financial Reporting issued by the Brazilian Accounting Pronouncements Committee (CPC), and International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB),

The individual and consolidated interim financial information does not include all the information that would be required in a complete set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") and accounting practices adopted in Brazil ("BR GAAP"). However, this individual and consolidated interim financial information contains explanatory notes detailing significant events and transactions, which enable an understanding of the changes that have occurred in the financial position and performance of São Martinho since its last annual financial statements.

This interim financial information has been prepared under the historical cost convention, as modified to reflect the deemed cost of property, plant and equipment upon transition to IFRS/CPC, and the measurement at fair value of certain derivative financial instruments and biological assets. Disclosures are limited to all information of significance to the financial statements, being consistent with that used by management in the performance of its duties.

The Company recognizes the dividends received from its subsidiaries as cash flows from investing activities, as these dividends are considered returns on the investments made.

#### 2.2 Basis of consolidation and investments in subsidiaries

Subsidiaries are all entities over which the Company has control. They are fully consolidated from the date on which control is transferred to the Company, and are deconsolidated from the date that control ceases.

The consolidated balances in this interim accounting information reflect the equity interest in the following wholly-owned companies:



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Company	Core business
São Martinho Terras Agrícolas S.A. ("SM Terras Agrícolas")	Exploitation of land through agricultural lease and partnership, rental and sale of real estate.
São Martinho Terras Imobiliárias S.A. ("SM Terras Imobiliárias") (i)	Sale and purchase of real estate, development and exploitation of real estate and mining enterprises.
Bioenergética São Martinho S.A. ("Bio SM")	Co-generation of electric power
Bioenergética Santa Cruz S.A. ("Bio SC")	Co-generation of electric power
Bioenergética Boa Vista S.A. ("Bio BV")	Co-generation of electric power
Bioenergia São Martinho Ltda. ("Bioenergia SM")	Co-generation of electric power
São Martinho Logística e Participações S.A. ("SM Logística")	General product storage
São Martinho Inova S.A. ("SM Inova")	Investment in companies
Biometano Santa Cruz Ltda. ("Biometano SC") (ii)	Gas production and processing

- (i) SM Terras Imobiliárias and its subsidiaries, established as Special-Purpose Entities (SPEs), and engaged in real estate development activities.
- (ii) Company in the pre-operating phase.

### 2.3 Functional and presentation currency

This interim financial information is presented in Reais (R\$), which is the currency of the primary economic environment in which the Company operates ("the functional currency"). All financial information presented in Reais has been rounded off to the nearest thousand, unless otherwise stated.

### 2.4 Foreign currency translation

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currency are recognized in the statement of profit or loss, except when deferred in equity as qualifying cash flow hedges.

### 2.5 Financial instruments

The Company adopts IFRS 9 (CPC 48) Financial Instruments (except for items related to hedge accounting), under which its financial assets are classified as: measured at amortized cost, at fair value through other comprehensive income, and at fair value through profit or loss.

The impairment of financial instruments is calculated using the hybrid concept of "expected and incurred credit losses". The corresponding provisions are determined for: (i) 12-month expected credit losses, (ii) lifetime expected credit losses, i.e. credit losses that result from all possible default events over the expected life of a financial instrument and (iii) credit losses incurred due to failure to fulfill the contractual obligations.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

As permitted by IFRS 9, the Company applies IAS 39/CPC 38 for hedge accounting.

### **a) Financial assets**

Financial assets are classified as: (i) measured at amortized cost; (ii) measured at fair value through other comprehensive income, and (iii) measured at fair value through profit or loss. The measurement of financial assets depends on their classification.

### **b) Financial liabilities**

The Company's financial liabilities include trade payables, borrowings, leases, agricultural partnerships, payables to related parties and other payables, which are measured at amortized cost. After initial recognition, borrowings are measured at amortized cost, using the effective interest rate method. Gains and losses are recognized in the statement of profit or loss when the liabilities are derecognized, and also through the amortization process, using the effective interest rate method.

### **c) Derivative financial instruments**

Derivatives are measured at fair value, with gains and losses recognized in the statement of profit or loss, unless the derivative has been designated as a hedging instrument and qualifies for hedge accounting.

At the inception of the transaction, the Company documents the relationship between the hedging instruments and hedged items, for the purpose of managing the risk and the strategy for undertaking hedging transactions.

The effective portion of changes in the fair value of derivatives designated as cash flow hedges is classified as "Carrying value adjustment" in equity. The ineffective portion is recorded as "Finance income (costs)" in the statement of profit or loss. The amounts accumulated in equity are reclassified to the statement of profit or loss when the hedged item affects the result, and the related effects are recognized as "Net sales" to minimize changes in the hedged item.

### **3. Significant accounting estimates and judgments used**

Accounting estimates and judgments are continually assessed based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

#### **a) Impairment losses**

Goodwill is tested for impairment annually. The recoverable amounts of cash-generating units (CGUs) were determined based on value-in-use calculations, which require the use of estimates and budget projections approved by management (Note 12).

#### **b) Fair value of biological assets**

This represents the present value of expected net cash flows from biological assets, determined through the use of assumptions established in discounted cash flow models (Note 7).

#### **c) Income tax, social contribution and other taxes**

The Company recognizes provisions when it is probable that additional taxes will be due. When the outcome of these matters differs from the amounts initially estimated and recorded, such differences will affect current and deferred tax assets and liabilities in the year in which the ultimate amount is determined.

#### **d) Fair value of derivatives and other financial instruments**

The fair value of financial instruments that are not traded in an active market is determined through the use of valuation techniques, including the discounted cash flow model. The assumptions underlying these valuation techniques are based primarily on market conditions existing at the balance sheet date, if available. Where this is not feasible, a certain level of judgment is required to determine fair value with respect to data such as liquidity, credit risk, and volatility.

#### **e) Provision for contingencies**

São Martinho is a party to labor, civil and tax proceedings at different court levels. Provisions for contingencies to cover probable risks of losses arising from unfavorable outcome of ongoing lawsuits are determined and adjusted based on management's assessment, under the advice of legal consultants, and require a high degree of judgment.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### f) Incremental borrowing rate on leases and agricultural partnerships

Right-of-use assets, lease liabilities, and agricultural partnerships are measured at present value based on cash flows discounted using the incremental borrowing rates. This weighted average borrowing rate involves estimation, since it is the rate that the lessee would have to pay on a borrowing to raise the funds required to obtain an asset of similar value in a similar economic environment, under equivalent terms and conditions, and also considering the lessee's credit risk, the term of the agreement, and the collateral offered.

### 4. Cash and cash equivalents and financial investments

Cash and cash equivalents comprise cash on hand, bank deposits, and highly liquid short-term investments with original maturities of three months or less, which are readily convertible into known amounts of cash, and are subject to immaterial risk of change in value.

	Parent			Consolidated		
	Annual yield	December 31, 2024	March 31, 2024	Annual yield	December 31, 2024	March 31, 2024
Cash and banks in Brazil		879	202		970	295
Cash and banks abroad (US Dollar)	4.6%	1,351,373	204,265	4.6%	1,351,373	204,265
<b>Total cash and cash equivalents</b>		<b>1,352,252</b>	<b>204,467</b>		<b>1,352,343</b>	<b>204,560</b>
Financial investments						
. Investment fund	101.9% of CDI	1,683,300	2,645,006	101.8% of CDI	1,883,840	2,916,882
. Bank Deposit Certificate (CDB)	99.3% of CDI	8,882	27,692	99.1% of CDI	9,539	29,336
<b>Total financial investments in current assets</b>		<b>1,692,182</b>	<b>2,672,698</b>		<b>1,893,379</b>	<b>2,946,218</b>
. Other (i)	94.1% of CDI	76,984	71,231	94.1% of CDI	77,015	71,231
<b>Total financial investments in non-current assets</b>		<b>76,984</b>	<b>71,231</b>		<b>77,015</b>	<b>71,231</b>
<b>Total cash and cash equivalents and financial investments</b>		<b>3,044,434</b>	<b>2,877,165</b>		<b>3,245,722</b>	<b>3,150,778</b>
<b>Total funds available</b>		<b>3,044,434</b>	<b>2,877,165</b>		<b>3,245,722</b>	<b>3,150,778</b>

- (i) Resources pledged as collateral for borrowings obtained with BNDES and brokers, with redemption restriction until the maturity of the contracts.

### 5. Trade receivables

Trade receivables are initially stated at present value, less provision for impairment, where applicable.

The balance of trade receivables is as follows:

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Domestic market customers	253,826	325,170	330,631	372,402
Foreign market customers	498,981	326,712	498,981	326,712
(-) Expected credit losses	(26)	(26)	(764)	(730)
	752,781	651,856	828,848	698,384
<b>Current assets</b>	<b>(752,781)</b>	<b>(651,856)</b>	<b>(791,844)</b>	<b>(666,112)</b>
<b>Non-current assets</b>	<b>-</b>	<b>-</b>	<b>37,004</b>	<b>32,272</b>

Trade receivables by maturity date:

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Falling due:				
Up to 30 days	321,495	433,600	322,483	437,599
From 31 to 60 days	277,440	40,598	301,913	41,260
From 61 to 90 days	29,124	39,034	30,206	39,755
From 91 to 120 days	70,710	110,504	71,700	111,156
From 121 to 180 days	1,716	3,013	3,628	4,069
Over 180 days	44,243	23,357	91,033	62,739
	<b>744,728</b>	<b>650,106</b>	<b>820,963</b>	<b>696,578</b>
Overdue and not provided for (i) :				
Up to 30 days	2,630	331	1,659	256
From 31 to 60 days	237	43	256	57
From 61 to 90 days	13	654	23	482
From 91 to 120 days	633	16	644	16
From 121 to 180 days	3,322	656	3,616	491
Over 180 days	1,218	50	1,687	503
	<b>8,053</b>	<b>1,750</b>	<b>7,885</b>	<b>1,806</b>
	<b>752,781</b>	<b>651,856</b>	<b>828,848</b>	<b>698,384</b>

(i) Of the balance overdue and not provided for at December 31, 2024 in the Parent, approximately 24.02% was received in January.

Of the balance receivable, R\$ 2,106 in the Parent, and R\$ 234 in the Consolidated (R\$ 1,018 and R\$ 240 in the Parent and Consolidated, respectively, at March 31, 2024) refer to related parties (Note 9).

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 6. Inventories and advances to suppliers

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Finished products and work-in-process	1,384,504	66,675	1,358,509	66,675
Raw material – Corn	221,536	157,034	221,536	157,034
RenovaBio - CBIOs(i)	4,794	1,642	4,794	1,642
Inputs, materials for use and consumption and others	278,031	236,433	278,031	236,433
Land subdivisions	-	-	5,839	6,594
Provision for losses on realization of inventories	-	(2,814)	-	(2,814)
<b>Total inventories</b>	<b>1,888,865</b>	<b>458,970</b>	<b>1,868,709</b>	<b>465,564</b>
Advances - purchases of sugarcane	168,565	175,332	163,830	175,332
Advances - purchases of inputs and finished products	96,354	95,314	96,354	95,314
<b>Total advances to suppliers</b>	<b>264,919</b>	<b>270,646</b>	<b>260,184</b>	<b>270,646</b>
<b>Total Inventories and advances to suppliers</b>	<b>2,153,784</b>	<b>729,616</b>	<b>2,128,893</b>	<b>736,210</b>
<b>Current assets</b>	1,975,925	602,885	1,951,034	609,479
<b>Non-current assets</b>	177,859	126,731	177,859	126,731
	<b>2,153,784</b>	<b>729,616</b>	<b>2,128,893</b>	<b>736,210</b>

- (i) At December 31, 2024, the Company had 88,000 registered decarbonization credits (Cbios) carried at fair value (23,000 Cbios at March 31, 2024).

Inventories are carried at average acquisition or production cost, and are adjusted, where necessary, by a provision for impairment. Inventories of land (land subdivisions) related to real estate developments are measured at historical cost.

Of the balance of advances recorded at March 31, 2024 under inventories, R\$ 1,286 in the Parent and Consolidated accounts refers to related parties (R\$ 5,648 in the Parent and R\$ 914 in the Consolidated at December 31, 2024) (Note 9).



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 7. Biological assets

Biological assets are agricultural products under cultivation (standing sugarcane) from bearer plants, which will be used as raw material in the production of sugar and ethanol at the time of harvest. After each harvest, crop treatments are carried out to improve growth and development of the sugarcane plantation (fixed asset), ensuring production gains and extending its useful life. Expenditures incurred for crop treatments are therefore classified under investing activities in the statement of cash flows.

Biological assets are carried at fair value less costs to sell. The measurement at fair value of biological assets is classified as Level 3 - Assets and liabilities for which there is little, if any, market activity, or whose prices or valuation techniques are supported by inputs from a thin, nonexistent, or illiquid market (non-observable inputs).

The fair value of biological assets was determined based on the discounted cash flow method, considering basically:

- a) Cash inflows obtained by multiplying the: i) estimated production measured in kilograms of Total Recoverable Sugar (TRS) by ii) the sugarcane futures market price, which is projected based on publicly-available data and price estimates of sugar and ethanol; and
- b) Cash outflows represented by the estimated (i) costs necessary for the biological transformation of sugarcane (crop treatments) up to the harvest; (ii) harvesting/cutting, loading, and transportation costs; (iii) cost of capital (land and machinery and equipment); (iv) costs of leases and agricultural partnerships; and (v) taxes levied on positive cash flows.

The following key assumptions were used in determining the fair value:

Parent and Consolidated	December 31, 2024	March 31, 2024
Estimated total harvested area (ha)	250,863	246,604
Amount of TRS per hectare	11.62	12.15
Projected average price of TRS (in R\$)	1.16	1.12

In this interim financial information, the discount rate used to calculate the fair value of biological assets was 9.9% p.a. (9.6% p.a. at March 31, 2024).

Based on estimates of revenue and costs, the Company determines the discounted cash flows to be generated, adjusting them to present value through a discount rate compatible with the return on investment. Changes in the fair value are recorded within "Biological assets", with a corresponding entry to "Changes in the fair value of biological assets" under "Cost of goods sold" in the statement of profit or loss.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Changes in the fair value of biological assets in the period were as follows:

Parent and Consolidated	December 31, 2024	December 31, 2023
Historical cost	1,563,058	1,351,751
Fair value	(198,550)	(191,183)
<b>Biological assets - opening balance:</b>	<b>1,364,508</b>	<b>1,160,568</b>
Increases arising from crop treatments	702,142	650,179
Transfer from property, plant and equipment	439,918	375,709
Changes in fair value (i)	(99,344)	94,735
Decreases resulting from harvest	(1,241,460)	(1,180,079)
<b>Biological assets - closing balance:</b>	<b>1,165,764</b>	<b>1,101,112</b>
Comprised of:		
Historical cost	1,463,658	1,197,560
Fair value	(297,894)	(96,448)
<b>Biological assets - closing balance:</b>	<b>1,165,764</b>	<b>1,101,112</b>

- (i) Changes in the fair value of biological assets at December 31, 2024 reflect, to some extent, the impact of the fire outbreaks that occurred during the crop season.

Sugarcane cultivation is exposed to the risk of damage caused by climate changes, pests and diseases, forest fires, and other forces of nature, which may impact, either by increasing or reducing, future harvest results.

### Fair value sensitivity analysis

For purposes of the sensitivity analysis, the Company assessed the impact on the fair value of its biological assets at December 31, 2024, considering an increase/decrease in the following variables: (i) price of the sugarcane metric ton; and (ii) sugarcane production volume. The other variables were held constant. Accordingly, a 5% increase or decrease in the price of sugarcane metric ton would result in an increase or decrease of R\$ 101,335. Regarding the production volume, the same 5% variation (up or down) would result in an increase or decrease of R\$ 94.361.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 8. Taxes recoverable

Balances of taxes recoverable:

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Current				
PIS/COFINS	64,200	120,204	64,727	120,204
ICMS	153,950	118,880	154,057	118,933
Tax Refund Program for Exporters (Reintegra)	320	3,173	320	3,173
Others	1,912	1,533	1,912	1,533
	<b>220,382</b>	<b>243,790</b>	<b>221,016</b>	<b>243,843</b>
Non-current				
PIS and COFINS (i)	333,862	107,858	333,862	107,858
ICMS	375,092	363,278	378,212	363,824
Tax on Financial Transactions (IOF) on derivatives	10,674	10,285	10,674	10,285
INSS	622	8,033	622	8,033
	<b>720,250</b>	<b>489,454</b>	<b>723,370</b>	<b>490,000</b>
	<b>940,632</b>	<b>733,244</b>	<b>944,386</b>	<b>733,843</b>

- (i) Of the changes in the balance of PIS/COFINS recoverable, the amount of R\$ 251,822 corresponds to credits recorded pursuant to the Normative Instruction (IN) 2.121/2022 of the Brazilian Federal Revenue Service (RFB), which clarifies and regulates the application of the presumed PIS/COFINS credit on sugar cane, as provided for in Article 8 of Law 10.925/2004. Of this amount, R\$ 199,446 is recorded under Other income (Note 27) and R\$ 52,376 under Inventories and cost. These credits will be substantially used in the Company's operations.

The balances of taxes recoverable arise from commercial transactions and tax prepayments.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 9. Related parties

#### a) Parent and Consolidated balances:

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Current assets				
Trade receivables (i)				
Bio BV	1,441	229	-	-
Bio SM	79	360	-	-
Bio SC	13	27	-	-
Bioenergia SM	322	-	-	-
SM Terras Imobiliárias	54	77	-	-
SM Terras Agrícolas	6	7	-	-
CTC - Centro de Tecnologia Canavieira S.A.	19	-	19	-
Others	172	318	215	240
	<b>2,106</b>	<b>1,018</b>	<b>234</b>	<b>240</b>
Inventories and advances to suppliers				
SM Terras Agrícolas	4,734	-	-	-
CTC - Centro de Tecnologia Canavieira S.A.	448	295	448	295
Others	466	991	466	991
	<b>5,648</b>	<b>1,286</b>	<b>914</b>	<b>1,286</b>
Dividends receivable				
Bio BV	33,000	-	-	-
Bio SM	13,000	-	-	-
Bio SC	49,500	-	-	-
	<b>95,500</b>	<b>-</b>	<b>-</b>	<b>-</b>
Advance for future capital increase				
Biometano SC (ii)	-	105,200	-	-
	<b>-</b>	<b>105,200</b>	<b>-</b>	<b>-</b>
Current liabilities				
Trade payables				
SM Terras Agrícolas	13,997	18,647	-	-
Bio SC	23	245	-	-
Bioenergia SM	588	-	-	-
CTC - Centro de Tecnologia Canavieira S.A.	359	106	359	106
Others	42	73	42	73
	<b>15,009</b>	<b>19,071</b>	<b>401</b>	<b>179</b>
Current and non-current liabilities				
Leases and agricultural partnerships payable from stockholders and related parties	515,042	543,794	515,042	543,794

(i) These relate mainly to the apportionment of expenses with administrative services and sale of steam.

(ii) The amount relates to the capital contribution for the construction of the Biomethane plant, which was fully paid on July 25, 2024.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### b) Parent and Consolidated transactions in the period:

	Parent		Consolidated	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Sales revenue				
Bio BV	11,488	8,286	-	-
Bio SM	7,498	7,373	-	-
Bioenergia SM	12,288	-	-	-
Bio SC	3,272	4,740	-	-
	<b>34,546</b>	<b>20,399</b>	-	-
Lease revenue (purchase of products and services) / reimbursed expenses				
SM Terras Agrícolas	(72,492)	(64,718)	-	-
CTC - Centro de Tecnologia Canavieira S.A.	(21,919)	(21,903)	(20,859)	(20,875)
SM Terras Imobiliárias	(22,603)	(51,321)	-	-
Bio SC	(527)	(849)	-	-
Bio BV	296	363	-	-
Bio SM	100	113	-	-
	<b>(117,145)</b>	<b>(138,315)</b>	<b>(20,859)</b>	<b>(20,875)</b>
Stockholders and related parties				
Sugarcane purchases / land leases / agricultural partnership and land lease/ reimbursed expenses				
Agro Pecuária Boa Vista S/A	(44,563)	(44,633)	(44,563)	(44,633)
Others	(21,927)	(23,850)	(22,546)	(24,069)
	<b>(66,490)</b>	<b>(68,483)</b>	<b>(67,109)</b>	<b>(68,702)</b>
Finance income (costs)				
Finance income (costs)				
Luiz Ometto Participações S.A.	-	864	-	864
Others (i)	(54,461)	(77,031)	(54,461)	(77,031)
	<b>(54,461)</b>	<b>(76,167)</b>	<b>(54,461)</b>	<b>(76,167)</b>

(i) Adjustment of partnership and lease agreements to present value, net of taxes.

Sales revenue relates to sale of steam. Purchases of products and services relate to purchase of sugarcane, electric power, steam production service, and royalties. Expenses reimbursed by subsidiaries or related parties refer to the apportionment of administrative service costs, which is calculated based on agreements signed by the parties.

### c) Management compensation:

The compensation paid or payable for management's services is shown below:

	Parent		Consolidated	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
Fixed and variable compensation, and benefits	42,445	29,435	45,614	31,253
Social security contributions	8,318	5,785	8,479	6,109
<b>Total compensation and charges</b>	<b>50,763</b>	<b>35,220</b>	<b>54,093</b>	<b>37,362</b>

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### d) Long-term incentive plans:

São Martinho offers its executive officers a virtual stock option plan, which provides for cash settlement of the positive difference between the market value on the day before the exercise and the price set in each program.

On December 16, 2024, the Board of Directors approved the granting of 1,821,251 new options, through the 16th Stock Option Plan options, the regulations of which are filed at the Company's headquarters.

The carrying amount of the liability relating to the new fair value calculation of the Virtual Stock Option Plan is R\$ 7,247 (R\$ 22,364 at March 31, 2024).

The balances of virtual stock options issued and their changes during the current period are shown below:

Plan	10th Plan	11th Plan	12th Plan	13th Plan	14th Plan	15th Plan	16th Plan	Total
Plan issue date	12/10/2018	12/09/2019	12/14/2020	12/13/2021	12/12/2022	12/11/2023	12/16/2024	
Deadline for exercise	2025	2026	2027	2028	2029	2030	2031	
Number of virtual options granted	1,133,513	1,072,712	754,980	563,175	1,463,211	1,393,489	1,821,251	8,202,331
Number of virtual options exercised/cancelled	(828,137)	(448,830)	(82,211)	(24,896)	(56,325)	-	-	(1,440,399)
<b>Number of virtual options to be exercised</b>	<b>305,376</b>	<b>623,882</b>	<b>672,769</b>	<b>538,279</b>	<b>1,406,886</b>	<b>1,393,489</b>	<b>1,821,251</b>	<b>6,761,932</b>
Exercise price (R\$)	19.07	19.38	24.22	37.17	27.44	33.70	25.38	

The plans' virtual options may be exercised after their respective grace periods, as follows: 1/3 after the second year of the grant, 1/3 after the third year of the grant, and 1/3 after the fourth year of the grant, always in compliance with each plan's deadline. The limit approved at the Annual General Meeting relates to the virtual options to be granted in that year.

## 10. Investments

The Parent and Consolidated balance of investments in other companies is as follows:



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

				Parent			
Company	Ownership interest %	Equity		Book value of investment		Equity in the results of investees	
				December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
		Classified as Investments					
SM Terras Agrícolas	100.00%	806,565	855,747	787,040	855,747	49,028	52,909
SM Terras Imobiliárias	100.00%	666,552	672,337	660,882	672,337	29,429	8,870
Bio SC	100.00%	55,510	55,937	57,640	58,172	62,844	47,260
SM Inova	100.00%	54,996	49,455	54,996	49,455	7,220	6,179
Bio SM	100.00%	32,615	36,142	32,615	36,142	15,813	20,226
Bio BV	100.00%	32,188	35,435	32,188	35,435	48,850	36,263
Bioenergia SM	100.00%	22,273	29,218	22,273	29,218	(6,945)	(1,276)
SM Logística	100.00%	17	1,141	17	1,141	15	70
Biometano SC	100.00%	108,917	1,100	108,917	1,100	2,617	(12)
Total classified as Investments		1.779.633	1.736.512	1.756.568	1.738.747	208.871	170.489

				Consolidated			
Company	Ownership interest %	Equity		Book value of investment		Equity in the results of investees	
		December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024	December 31, 2024	December 31, 2023
Classified as Investments							
CTC - Centro de Tecnologia Canavieira S.A. (i)	5.41%	1,118,278	980,599	60,548	53,094	7,167	6,148
Others		-	-	1,612	1,598	12	3
Total classified as Investments		1,118,278	980,599	62,160	54,692	7,179	6,151

- (i) Pursuant to item 16 of CPC 18 (R2), the interest held by the Company in CTC is accounted for under the equity method, since the Company, through its subsidiary SM Inova, holds a direct stake in the investee's Board of Directors and therefore, has significant influence over the investee.

There are no cross-holdings between the parent and the investees.

Changes in investments during the period were as follows:

	Parent		Consolidated	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
<b>Balance at the beginning of the period</b>	<b>1,738,747</b>	<b>1,720,098</b>	<b>54,692</b>	<b>47,798</b>
Equity in the results of investees	208,871	170,489	7,179	6,151
Payment of capital	105,200	1	-	139
Return of capital	(1,140)	-	-	-
Dividends paid	(295,381)	(214,837)	16	-
Other effects of investments	271	323	273	340
<b>Balance at the end of the period</b>	<b>1,756,568</b>	<b>1,676,074</b>	<b>62,160</b>	<b>54,428</b>

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### Summarized information on investments

		Assets		Liabilities			
		December 31, 2024		December 31, 2024			December 31, 2024
Company	Ownership interest %	Current	Non-current	Current	Non-current	Equity	Profit (loss) for the period
SM Terras Agrícolas	100.00%	33,260	1,130,741	8,197	349,239	806,565	68,551
SM Terras Imobiliárias	100.00%	10,074	661,839	3,047	2,314	666,552	35,099
Bio SC	100.00%	86,190	24,483	52,215	2,948	55,510	62,950
SM Inova	100.00%	210	60,548	2	5,760	54,996	7,220
Bio SM	100.00%	31,869	16,508	15,762	-	32,615	15,813
Bio BV	100.00%	58,353	11,586	37,441	310	32,188	48,850
Bioenergia SM	100.00%	14,937	55,707	6,002	42,369	22,273	(6,945)
SM Logística	100.00%	17	-	-	-	17	16
Biometano SC	100.00%	10,926	108,888	10,893	4	108,917	2,617
Total		245,836	2,070,300	133,559	402,944	1,779,633	234,171

		Assets		Liabilities			
		March 31, 2024		March 31, 2024			December 31, 2023
Company	Ownership interest %	Current	Non-current	Current	Non-current	Equity	Profit (loss) for the period
SM Terras Agrícolas	100.00%	81,874	1,130,741	7,628	349,240	855,747	89,491
SM Terras Imobiliárias	100.00%	19,592	658,149	4,488	916	672,337	17,823
Bio SC	100.00%	42,022	26,216	9,161	3,140	55,937	56,158
SM Inova	100.00%	2,123	53,094	2	5,760	49,455	6,179
Bio SM	100.00%	19,468	17,503	829	-	36,142	20,226
Bio BV	100.00%	29,904	12,410	6,556	323	35,435	36,263
Bioenergia SM	100.00%	18,117	54,257	3,676	39,480	29,218	(1,276)
SM Logística	100.00%	1,185	-	44	-	1,141	71
Biometano SC	100.00%	83,679	25,342	2,717	105,204	1,100	(13)
Total		297,964	1,977,712	35,101	504,063	1,736,512	224,922

## 11. Property, plant and equipment

The assets' net book values and useful lives, as well as the depreciation methods, are reviewed at each year-end, and adjusted prospectively, where applicable. Depreciation is calculated using the straight-line method; for production equipment, the accelerated depreciation method is applied, taking into consideration the crushing season.

Maintenance costs that extend the useful lives of property, plant and equipment items are capitalized and items that replace others that suffer wear and tear during the crop period are recorded as assets, and depreciated during the subsequent crop season. Maintenance costs that do not affect the useful lives of the assets are recognized as expenses when incurred. Replaced items are written-off.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Sugarcane plantations correspond to the bearer plants for growing sugarcane. Sugarcane is classified as a permanent crop and its economically productive cycle lasts, on average, eight years after the first harvest. The costs of charges on borrowings taken to finance the construction of property, plant and equipment are capitalized during the period required to construct and prepare the asset for its intended use.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Parent	Land	Buildings and premises	Manufacturing equipment and facilities	Vehicles	Agricultural machinery and implements	Sugarcane plantations	Construction in progress	Other PP&E	Total
<b>At March 31, 2023</b>	<b>96,046</b>	<b>549,447</b>	<b>1,869,358</b>	<b>361,580</b>	<b>421,743</b>	<b>1,835,266</b>	<b>605,699</b>	<b>35,134</b>	<b>5,774,273</b>
Acquisitions	-	3,101	10,204	3,385	60,025	397,385	217,077	1,348	692,525
Expenditures with intercrop maintenance (i)	-	-	33,492	22,457	29,138	-	-	-	85,087
Transfer of PP&E/biological assets	-	-	-	-	-	(375,709)	-	-	(375,709)
Cost of sale	-	-	(746)	(1,960)	(1,227)	-	-	(8)	(3,941)
Transfer between groups	-	22,519	60,311	9,627	19,418	8,799	(122,894)	2,220	-
Depreciation	-	(14,618)	(352,544)	(110,899)	(152,096)	-	-	(7,601)	(637,758)
<b>At December 31, 2023</b>	<b>96,046</b>	<b>560,449</b>	<b>1,620,075</b>	<b>284,190</b>	<b>377,001</b>	<b>1,865,741</b>	<b>699,882</b>	<b>31,093</b>	<b>5,534,477</b>
Total cost	96,046	716,566	2,910,180	620,288	934,528	1,865,741	699,882	197,261	8,040,492
Accumulated depreciation	-	(156,117)	(1,290,105)	(336,098)	(557,527)	-	-	(166,168)	(2,506,015)
<b>Net book value</b>	<b>96,046</b>	<b>560,449</b>	<b>1,620,075</b>	<b>284,190</b>	<b>377,001</b>	<b>1,865,741</b>	<b>699,882</b>	<b>31,093</b>	<b>5,534,477</b>
<b>At March 31, 2024</b>	<b>96,046</b>	<b>576,914</b>	<b>2,162,157</b>	<b>360,862</b>	<b>518,459</b>	<b>1,947,584</b>	<b>489,474</b>	<b>30,248</b>	<b>6,181,744</b>
Acquisitions	-	4,133	12,688	41,904	112,828	374,779	257,887	3,232	807,451
Expenditures with intercrop maintenance (i)	-	-	36,646	22,375	30,472	-	-	-	89,493
Transfer of PP&E/biological assets	-	-	-	-	-	(439,918)	-	-	(439,918)
Cost of sale	-	-	(379)	(4,370)	(1,864)	-	-	-	(6,613)
Transfer between groups	-	67,708	235,934	(218)	(9,507)	13,792	(316,734)	9,025	-
Depreciation	-	(15,756)	(398,941)	(110,227)	(151,855)	-	-	(6,506)	(683,285)
<b>At December 31, 2024</b>	<b>96,046</b>	<b>632,999</b>	<b>2,048,105</b>	<b>310,326</b>	<b>498,533</b>	<b>1,896,237</b>	<b>430,627</b>	<b>35,999</b>	<b>5,948,872</b>
Total cost	96,046	807,748	3,490,636	671,327	1,096,623	1,896,237	430,627	209,991	8,699,235
Accumulated depreciation	-	(174,749)	(1,442,531)	(361,001)	(598,090)	-	-	(173,992)	(2,750,363)
<b>Net book value</b>	<b>96,046</b>	<b>632,999</b>	<b>2,048,105</b>	<b>310,326</b>	<b>498,533</b>	<b>1,896,237</b>	<b>430,627</b>	<b>35,999</b>	<b>5,948,872</b>
Residual value:									
Historical cost	24,760	580,550	1,912,311	298,442	489,942	1,896,237	430,627	35,999	5,668,868
Surplus on revaluation	71,286	52,449	135,794	11,884	8,591	-	-	-	280,004
Annual average depreciation rates/ Transfer of biological assets	-	3%	4%	8%	10%	14%	-	11%	

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Consolidated	Land	Buildings and premises	Manufacturing equipment and facilities	Vehicles	Agricultural machinery and implements	Sugarcane plantations	Construction in progress	Improvements and other PPE	Total
<b>At March 31, 2023</b>	<b>1,816,755</b>	<b>550,378</b>	<b>1,931,129</b>	<b>361,579</b>	<b>421,743</b>	<b>1,835,265</b>	<b>654,580</b>	<b>35,138</b>	<b>7,606,567</b>
Acquisitions	2,250	3,101	10,255	3,385	60,025	397,386	221,136	1,348	698,886
Expenditures with intercrop maintenance (i)	-	-	33,571	22,457	29,138	-	-	-	85,166
Cost of sale	-	-	-	-	-	(375,709)	-	-	(375,709)
Transfer of biological assets	(462)	-	(746)	(1,960)	(1,227)	-	-	(8)	(4,403)
Transfer between groups	-	22,519	60,311	9,627	19,418	8,799	(122,894)	2,220	-
Depreciation	-	(14,664)	(356,230)	(110,899)	(152,096)	-	-	(7,603)	(641,492)
<b>At December 31, 2023</b>	<b>1,818,543</b>	<b>561,334</b>	<b>1,678,290</b>	<b>284,189</b>	<b>377,001</b>	<b>1,865,741</b>	<b>752,822</b>	<b>31,095</b>	<b>7,369,015</b>
Total cost	1,818,543	719,626	3,011,859	620,288	934,529	1,865,741	752,822	197,274	9,920,682
Accumulated depreciation	-	(158,292)	(1,333,569)	(336,099)	(557,528)	-	-	(166,179)	(2,551,667)
<b>Net book value</b>	<b>1,818,543</b>	<b>561,334</b>	<b>1,678,290</b>	<b>284,189</b>	<b>377,001</b>	<b>1,865,741</b>	<b>752,822</b>	<b>31,095</b>	<b>7,369,015</b>
<b>At March 31, 2024</b>	<b>1,820,793</b>	<b>578,918</b>	<b>2,273,946</b>	<b>360,861</b>	<b>518,459</b>	<b>1,947,583</b>	<b>514,338</b>	<b>30,250</b>	<b>8,045,148</b>
Acquisitions	-	4,133	12,786	41,904	112,828	374,779	342,421	3,232	892,083
Expenditures with intercrop maintenance (i)	-	-	36,705	22,375	30,472	-	-	-	89,552
Transfer of biological assets	-	-	-	-	-	(439,918)	-	-	(439,918)
Cost of sale	(434)	-	(379)	(4,370)	(1,864)	-	-	-	(7,047)
Transfer between groups	-	75,344	229,923	(218)	(9,507)	13,792	(318,753)	9,419	-
Depreciation	-	(15,997)	(404,653)	(110,227)	(151,855)	-	-	(6,569)	(689,301)
<b>At December 31, 2024</b>	<b>1,820,359</b>	<b>642,398</b>	<b>2,148,328</b>	<b>310,325</b>	<b>498,533</b>	<b>1,896,236</b>	<b>538,006</b>	<b>36,332</b>	<b>7,890,517</b>
Total cost	1,820,359	819,562	3,639,708	671,326	1,096,623	1,896,236	538,006	210,399	10,692,219
Accumulated depreciation	-	(177,164)	(1,491,380)	(361,001)	(598,090)	-	-	(174,067)	(2,801,702)
<b>Net book value</b>	<b>1,820,359</b>	<b>642,398</b>	<b>2,148,328</b>	<b>310,325</b>	<b>498,533</b>	<b>1,896,236</b>	<b>538,006</b>	<b>36,332</b>	<b>7,890,517</b>
Residual value:									
Historical cost	171,563	589,222	2,000,449	298,443	489,942	1,896,236	538,006	36,332	6,020,193
Surplus on revaluation	1,648,796	53,176	147,879	11,882	8,591	-	-	-	1,870,324
Annual average depreciation rates/ Transfer of biological assets	-	2%	4%	7%	9%	14%	-	14%	

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

The amount recorded under "Construction in progress" refers mainly to the construction of the biogas plant, scheduled for completion in August 2025, and projects for the irrigation plan, increase in sugar production, and flexibility in anhydrous production, scheduled for March 2025.

The total carrying amount of the assets pledged as collateral is R\$ 744,246, of which R\$ 39,144 corresponds to rural properties, which cover an area of 1,505 hectares of land.

Financial charges capitalized by the Company during the period amounted to R\$ 4,487 at an average rate of 8.1% p.a. (R\$ 5,665, at an average rate of 12.1% p.a. at December 31, 2023).

## 12. Intangible assets

Goodwill is carried at cost less accumulated impairment losses, and is tested annually for impairment.

Parent	Goodwill based on future profitability (i)	Rights on sugarcane contracts (ii)	Software	Forest easement right	Other intangible assets	Intangible assets under construction	Total
<b>At March 31, 2023</b>	<b>374,632</b>	<b>17,833</b>	<b>8,852</b>	<b>29</b>	<b>1,291</b>	<b>36,498</b>	<b>439,135</b>
Acquisitions	-	-	37,477	-	-	-	37,477
Transfer between groups	-	-	7,599	-	-	(36,294)	(28,695)
Amortization	-	(1,065)	(5,140)	-	-	-	(6,205)
<b>At December 31, 2023</b>	<b>374,632</b>	<b>16,768</b>	<b>48,788</b>	<b>29</b>	<b>1,291</b>	<b>204</b>	<b>441,712</b>
Total cost	384,118	42,443	88,514	29	1,291	204	516,599
Accumulated amortization	(9,486)	(25,675)	(39,726)	-	-	-	(74,887)
<b>Net book value</b>	<b>374,632</b>	<b>16,768</b>	<b>48,788</b>	<b>29</b>	<b>1,291</b>	<b>204</b>	<b>441,712</b>
<b>At March 31, 2024</b>	<b>374,632</b>	<b>16,769</b>	<b>50,379</b>	<b>29</b>	<b>1,291</b>	<b>204</b>	<b>443,304</b>
Acquisitions	-	-	12,172	(5)	-	-	12,167
Amortization	-	(4,192)	(9,777)	-	-	-	(13,969)
<b>At December 31, 2024</b>	<b>374,632</b>	<b>12,577</b>	<b>52,774</b>	<b>24</b>	<b>1,291</b>	<b>204</b>	<b>441,502</b>
Total cost	384,118	42,443	105,467	24	1,291	204	533,547
Accumulated amortization	(9,486)	(29,866)	(52,693)	-	-	-	(92,045)
<b>Net book value</b>	<b>374,632</b>	<b>12,577</b>	<b>52,774</b>	<b>24</b>	<b>1,291</b>	<b>204</b>	<b>441,502</b>
Annual average amortization rates	-	26%	20%	-	-	-	-

Consolidated	Goodwill based on future profitability (i)	Rights on sugarcane contracts (ii)	Rights on electric power supply contracts	Software	Forest easement right	Other intangible assets	Intangible assets under construction	Total
<b>At March 31, 2023</b>	<b>374,632</b>	<b>17,833</b>	<b>13,334</b>	<b>8,852</b>	<b>11,636</b>	<b>1,291</b>	<b>36,547</b>	<b>464,125</b>
Acquisitions	-	-	-	37,477	-	-	6	37,483
Transfer between groups	-	-	-	7,599	-	-	(36,293)	(28,694)
Amortization	-	(1,065)	(13,334)	(5,140)	-	-	-	(19,539)
<b>At December 31, 2023</b>	<b>374,632</b>	<b>16,768</b>	<b>-</b>	<b>48,788</b>	<b>11,636</b>	<b>1,291</b>	<b>260</b>	<b>453,375</b>
Total cost	384,118	42,443	103,401	88,514	11,636	1,291	260	631,663
Accumulated amortization	(9,486)	(25,675)	(103,401)	(39,726)	-	-	-	(178,288)
<b>Net book value</b>	<b>374,632</b>	<b>16,768</b>	<b>-</b>	<b>48,788</b>	<b>11,636</b>	<b>1,291</b>	<b>260</b>	<b>453,375</b>
<b>At March 31, 2024</b>	<b>374,632</b>	<b>16,769</b>	<b>-</b>	<b>50,379</b>	<b>11,636</b>	<b>1,291</b>	<b>260</b>	<b>454,967</b>
Acquisitions	-	-	-	12,172	(5)	-	-	12,167
Amortization	-	(4,192)	-	(9,777)	-	-	-	(13,969)
<b>At December 31, 2024</b>	<b>374,632</b>	<b>12,577</b>	<b>-</b>	<b>52,774</b>	<b>11,631</b>	<b>1,291</b>	<b>260</b>	<b>453,165</b>
Total cost	384,118	42,443	103,401	105,467	11,631	1,291	260	648,611
Accumulated amortization	(9,486)	(29,866)	(103,401)	(52,693)	-	-	-	(195,446)
<b>Net book value</b>	<b>374,632</b>	<b>12,577</b>	<b>-</b>	<b>52,774</b>	<b>11,631</b>	<b>1,291</b>	<b>260</b>	<b>453,165</b>
Annual average amortization rates	-	26%	10%	20%	-	-	-	-



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

(i) Goodwill related to prior years' business combination of companies merged into the Company;

Allocation of goodwill	December 31, 2024	March 31, 2024
Sugar	242,960	242,960
Ethanol	122,579	122,579
Others	9,093	9,093
	<b>374,632</b>	<b>374,632</b>

(ii) Relates to the acquisition of rights to agricultural partnership and sugarcane supply contracts, which have a useful life defined pursuant to their contractual relationship, with amortization calculated on the basis of the quantity of sugarcane harvested during the term of the contract with the partner or supplier.

### Impairment of non-financial assets

In accordance with the provisions of CPC 01 (IAS 36) - Impairment of assets, goodwill, property, plant and equipment, and intangible assets are tested for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable.

Goodwill and intangible assets with indefinite useful lives are tested for impairment at least once a year, or more frequently, if evidence of impairment is found. Annual impairment tests are performed at the end of March. In order to determine impairment loss, assets are grouped into Cash-Generating Units (CGU), which correspond to the smallest group of cash flow generating assets that are clearly independent from cash flows generated by another CGU.

On March 31, 2024, the Company tested its non-current assets for impairment. The assessment was based on calculations of the value in use of each CGU, which use pre-tax cash flow projections, based on financial budgets approved by management. The growth rate does not exceed the long-term average growth rate of the sector in which the CGU operates.

The main assumptions and estimates relate to sugar and ethanol sales prices, electric power costs, and other macroeconomic data.

Main assumptions used by the Company (data from March 31, 2024):

Cash-generating Units	Nominal perpetuity growth rate	Nominal discount rate
São Martinho production unit	5.00%	9.56%
Santa Cruz production unit	5.00%	9.56%

The annual test did not identify any losses for the year ended March 31, 2024.

### **13. Right-of-use assets, and lease and agricultural partnerships payable**

São Martinho adopts IFRS 16 (CPC 06 (R2)) - Leases, which introduces a single accounting model for leases and agricultural partnerships in the balance sheet. Right-of-use assets were recognized in assets and lease payment obligations in liabilities.

Definitions used:

#### **Lease**

The Company and its subsidiaries consider as a lease any contract that conveys the right to control the use of an asset for a period, in exchange for consideration. Accordingly, agricultural partnership agreements, although having a different legal form, were accounted for as leases.

#### **The Company as the Lessee**

The Company adopted the simplified cumulative effect approach and the following criteria: : (i) liabilities: comprised of remaining balances of the contracts in force on the date of initial adoption, net of advance payments, and discounted at the average rate of DI futures contracts (nominal interest coupon), with terms equivalent to those of partnership and lease agreements; and (ii) assets: comprised of the amount equivalent to the liabilities adjusted to present value. The right-of-use assets and balance payable are remeasured at each reporting date, based on the index disclosed by the Council of Sugarcane, Sugar and Alcohol Producers of the State of São Paulo (CONSECANA).

No assets or liabilities were recognized for low value (computers, telephones and IT equipment in general) and/or short-term lease agreements (up to 12 months). Payments associated with these agreements were recorded as expenses on a straight-line basis.

Changes relating to Right-of-use assets, Lease liabilities, and Agricultural partnerships are shown below:

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### a) Right-of-use assets

	Parent and Consolidated			
	Vehicles	Agricultural partnership	Agricultural lease	Total
<b>At March 31, 2023</b>	<b>21,094</b>	<b>2,233,580</b>	<b>670,651</b>	<b>2,925,325</b>
Additions	6,926	329,786	2,030	338,742
Reductions	(884)	-	-	(884)
Depreciation	(13,186)	(310,048)	(72,565)	(395,799)
<b>At December 31, 2023</b>	<b>13,950</b>	<b>2,253,318</b>	<b>600,116</b>	<b>2,867,384</b>
<b>At March 31, 2024</b>	<b>8,689</b>	<b>2,187,893</b>	<b>593,015</b>	<b>2,789,597</b>
Additions	34,968	315,074	40,274	390,316
Reductions	(285)	-	-	(285)
Depreciation	(10,643)	(335,824)	(73,022)	(419,489)
<b>At December 31, 2024</b>	<b>32,729</b>	<b>2,167,143</b>	<b>560,267</b>	<b>2,760,139</b>
Useful lives (years)	1 to 2	2 to 29	2 to 20	

### b) Leases and agricultural partnerships payable

	Parent and Consolidated			
	Vehicles	Agricultural partnership	Agricultural lease	Total
<b>At March 31, 2023</b>	<b>20,107</b>	<b>2,339,688</b>	<b>681,976</b>	<b>3,041,771</b>
Offset of advances	-	(61,501)	-	(61,501)
Additions	6,926	329,786	2,030	338,742
Reductions	(1,079)	-	-	(1,079)
Payments made	(14,117)	(318,913)	(100,605)	(433,635)
Financial charges	1,726	156,852	90,823	249,401
<b>At December 31, 2023</b>	<b>13,563</b>	<b>2,445,912</b>	<b>674,224</b>	<b>3,133,699</b>
<b>At March 31, 2024</b>	<b>7,685</b>	<b>2,237,857</b>	<b>629,218</b>	<b>2,874,760</b>
Offset of advances	-	(72,476)	-	(72,476)
Additions	34,969	315,074	40,273	390,316
Reductions	(994)	-	-	(994)
Payments made	(14,845)	(444,170)	(91,952)	(550,967)
Financial charges	1,643	168,712	49,309	219,664
<b>At December 31, 2024</b>	<b>28,458</b>	<b>2,204,997</b>	<b>626,848</b>	<b>2,860,303</b>
Total in current liabilities	10,879	587,701	98,316	696,896
Total in non-current liabilities	17,579	1,617,296	528,532	2,163,407
<b>At December 31, 2024</b>	<b>28,458</b>	<b>2,204,997</b>	<b>626,848</b>	<b>2,860,303</b>

The balance of long-term lease agreements and agricultural partnerships payable is as follows:

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Maturity	Parent and Consolidated
From 1/1/2026 to 12/31/2026	667,884
From 1/1/2027 to 12/31/2027	512,070
From 1/1/2028 to 12/31/2028	425,211
From 1/1/2029 to 12/31/2029	333,714
From 1/1/2030 to 12/31/2030	303,078
From 1/1/2031 to 12/31/2031	248,299
From 1/1/2032 to 12/31/2032	216,531
From 1/1/2033 onwards	742,173
(-) Adjustment to present value	(1,285,553)
	<b>2,163,407</b>

The table below shows the potential rights to PIS/COFINS built-in in lease payments:

Parent and Consolidated	Agricultural lease	Adjustment to present value
Lease payment	938,680	306,787
Potentially recoverable PIS/COFINS (9.25%)	(64,809)	(20,283)
	<b>873,871</b>	<b>286,504</b>

São Martinho's nominal incremental borrowing rates were based on the risk-free interest rates observed in the market for the terms of its contracts, according to its economic circumstances:

Parent and Consolidated	
Contract terms	Incremental rate
2 years	9.33%
3 years	8.88%
4 years	9.77%
5 years	10.52%
6 years	10.58%
7 years	9.78%
8 years	10.98%
9 years	9.25%
10 years	9.55%
11 years	10.99%
From 12 to 30 years	10.57%

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 14. Trade payables

	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Sugarcane (i)	241,509	46,296	224,679	25,187
Corn	14,800	-	14,800	-
Materials, services, and other	239,548	375,916	250,507	383,403
	<b>495,857</b>	<b>422,212</b>	<b>489,986</b>	<b>408,590</b>

(i) Trade payables relate to the supply of sugarcane, as well as to any price adjustment calculated using the TRS (Total Recoverable Sugar) index disclosed by CONSECANA.

Of the total amount of trade payables, R\$ 15,009 in the Parent, and R\$ 401 in the Consolidated (R\$ 19,071 and R\$ 179 in the Parent and Consolidated, respectively, at March 31, 2024) refer to related parties (Note 9).

### 15. Obligations and rights with Copersucar

As part of the withdrawal process from Copersucar, the Company entered into an agreement for obligations and rights that are still in force. The main obligations and rights are detailed below:

#### a) Obligations:

Copersucar provided funds, through bills of exchange, to its members, including the Company during the period of its association, for the purpose of financing their operations. These funds were obtained by the Cooperative from temporary cash surpluses arising from preliminary injunctions in lawsuits claiming suspension of the enforceability of taxes. These cash surpluses relate to provisions for contingencies recorded by the Cooperative as non-current liabilities. However, in the event of unfavorable outcomes in the lawsuits, the Company may be required to reimburse the amount within 120 days.

The liabilities include Excise Taxes (IPI), the constitutionality of which is being challenged in court by the Cooperative, as shown below.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Parent and Consolidated	December 31, 2024	March 31, 2024
REFIS - Copersucar - Adjusted based on the SELIC rate variation	-	8,303
Exchange Bill (LC) - Adjusted based on the SELIC rate variation	81,635	79,670
Exchange Bill (LC) - Transfer of funds without imposition of charges	52,356	52,356
Expenses with tax proceedings	599	39,416
Others	2,300	2,300
	136,890	182,045
Current liabilities	-	(8,336)
<b>Non-current liabilities</b>	<b>136,890</b>	<b>173,709</b>

All the Company's liabilities to Copersucar are backed by bank sureties. Additionally, in accordance with the terms negotiated upon the withdrawal from Copersucar, the Company remains liable for any obligations in proportion to its interest in Copersucar from previous harvests, resulting from tax assessments that may arise for periods when the Company was a cooperative member.

Copersucar has been served tax assessment notices with respect to State Value-Added Tax (ICMS) levied on sales of fuel and industrial ethanol made up to December 31, 2008. These assessments were settled by Copersucar in March 2024, with exemption from the penalties imposed. The Company's contribution was proportional to its share, in the amount of R\$ 9 million, recorded under Other income (expenses), net.

### b) Rights:

Copersucar is also a plaintiff in legal proceedings claiming the refund of overpaid taxes or indemnities. The Company, as a former Copersucar member, has a proportional right to these credits, and will inform the market when its clear legal right to these amounts is secured.

The lawsuits in which Copersucar is the plaintiff include a claim against the Federal Government seeking compensation for damages arising from a mandatory freeze of sugar and ethanol prices in the 1980s.

In June 2017, the 1st court-ordered debt security of R\$ 5.6 billion was issued (of which R\$ 730.5 million is due to the Company), and in June 2018, the 2nd court-ordered debt security of R\$ 10.6 billion (of which R\$ 1.4 billion is due to the Company) was issued. In March 2024, the last installment of the 2nd court-ordered debt security was settled and the 3rd court-ordered debt security was issued and settled (R\$286.3 million due to the Company), relating to the amount of R\$2.2 billion that was under dispute.

Copersucar transferred to the Company the amounts received from the Federal Government in connection with this lawsuit, as shown below.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Copersucar rights	March 2019	December 2019	September 2020	October 2021	October 2022	July 2023	March 2024
1st Court-ordered debt security	906,287	1,059,956	1,083,223	1,174,400	1,346,041	1,418,483	-
2nd Court-ordered debt security	-	1,724,797	1,974,578	2,138,858	2,450,167	2,595,166	2,750,313
3rd Court-ordered debt security	-	-	-	-	-	-	3,313,612
<b>Court-ordered debt securities - Copersucar</b>	<b>906,287</b>	<b>2,784,753</b>	<b>3,057,801</b>	<b>3,313,258</b>	<b>3,796,208</b>	<b>4,013,649</b>	<b>6,063,925</b>
<b>SMSA portion</b>	<b>150,563</b>	<b>462,634</b>	<b>507,996</b>	<b>550,436</b>	<b>630,668</b>	<b>666,792</b>	<b>1,007,407</b>
PIS/COFINS withheld - Copersucar	(13,927)	(42,794)	(46,990)	(50,915)	(58,337)	(61,678)	(93,185)
Transfer to Luiz Ometto Participações S.A.	(3,313)	(24,119)	(26,700)	(28,697)	(33,226)	(35,296)	(51,400)
Other withholdings and expenses	(26,824)	(46,665)	(51,266)	(55,348)	(63,489)	(66,984)	(121,413)
<b>Other net revenue - SMSA</b>	<b>106,499</b>	<b>349,056</b>	<b>383,040</b>	<b>415,476</b>	<b>475,616</b>	<b>502,834</b>	<b>741,409</b>

Upon transferring the funds, Copersucar withheld a portion to cover legal costs related to the dispute about the levy of PIS and COFINS on the compensation received, while undertaking to transfer the corresponding amounts in the event of a favorable outcome. At December 31, and March 31, 2024, the balance receivable from Copersucar totaled R\$ 367,826, recognized within "Other non-current assets". The Company, in line with the measures taken by Copersucar, also filed a lawsuit, supported by a judicial deposit, claiming the suspension of the levy of IRPJ/CSLL/PIS/COFINS. The judicial deposit was provided for under "Taxes with suspended collection"

As established in the Agreement for Purchase and Sale of Shares of Santa Cruz S.A. Açúcar e Alcool ("USC"), the Company transferred R\$ 202,751 to Luiz Ometto Participações S.A.

## 16. Borrowings

Borrowings are initially recognized at fair value, net of the transaction costs incurred, and are subsequently carried at amortized cost on the respective maturity dates.

Type	Annual charges		Parent		Consolidated	
	Rate	Index	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
<b>In local currency</b>						
BNDES credit facility	2.1%	+TJLP	80,621	90,619	80,621	90,619
BNDES II credit facilities	4.2%	+IPCA	1,364,804	1,261,389	1,411,418	1,302,977
BNDES III credit facilities(ii)	5.5%	Fixed rate	146,457	183,246	146,457	183,246
BNDES IV credit facilities	2.7%	Referential Rate (T	150,301	-	150,301	-
FINEP	-	Fixed rate	-	3,377	-	3,377
FINEP II	2.7%	Referential Rate (T	140,893	140,894	140,893	140,894
Agro Export	101.0%	+CDI	95,087	104,370	95,087	104,370
Rural credit	-	Referential Rate (T	-	185,723	-	185,723
Rural credit II	8.5%	Fixed rate	9,313	-	9,313	-
Rural credit III	100.0%	CDI	5,222	-	5,222	-
Agribusiness Receivable Certificate (CRA)	99.0%	CDI	1,895,080	922,970	1,895,080	922,970
Agribusiness Receivable Certificate (CRA II iii)	4.7%	+IPCA	315,245	293,778	315,245	293,778
Debentures (iii)	6.0%	+IPCA	2,398,758	2,317,491	2,398,758	2,317,491
International Finance Corporation (IFC)	1.4%	+CDI	268,724	309,628	268,724	309,628
Other securitized credits	-	-	-	28	-	28
<b>Total in local currency</b>			<b>6,870,505</b>	<b>5,813,513</b>	<b>6,917,119</b>	<b>5,855,101</b>
<b>In foreign currency</b>						
Export prepayment (PPE) (iv)	1.7%	+ 6M Sofr	250,163	301,379	250,163	301,379
International Finance Corporation (IFC) (v)	1.3%	+ 6M Sofr	1,289,744	380,338	1,289,744	380,338
<b>Total in foreign currency</b>			<b>1,539,907</b>	<b>681,717</b>	<b>1,539,907</b>	<b>681,717</b>
<b>TOTAL (i)</b>			<b>8,410,412</b>	<b>6,495,230</b>	<b>8,457,026</b>	<b>6,536,818</b>
Total in current liabilities			1,220,329	1,094,298	1,224,573	1,096,406
Total in non-current liabilities			7,190,083	5,400,932	7,232,453	5,440,412
			<b>8,410,412</b>	<b>6,495,230</b>	<b>8,457,026</b>	<b>6,536,818</b>

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

- (i) Total costs of liabilities in local and foreign currency were calculated based on the terms of the portfolios, and on Interbank Deposit (DI) and SOFR yield curves.
- (ii) 78.3% of the BNDES credit facilities at fixed rate is linked to 53.5% of the DI rate, through a swap contract.
- (iii) 25.2% of the debentures are linked to the DI rate + 1.1% p.a., 22.5% to the DI rate + 1.4% p.a., and the remaining 52.4%, to 108.2% of the DI rate, through a swap contract.
- (iv) 75.0% of the Export Credit Note (PPE) amount indexed to SOFR + is linked to the DI rate + +0.83% p.a., through a swap contract.
- (v) 21.6% of the borrowing with *International Finance Corporation* (IFC) is linked to the DI rate + 1.15% p.a.

Long-term swaps are highly susceptible to fluctuations in future inflation curves, notably the Extended Consumer Price Index (IPCA), which can significantly affect their fair value over time. Nevertheless, it is essential to note that, at the end of the contracts, the effective cost will be firmly tied to the CDI rate plus a fixed percentage, which provides a clear and stable financial outlook.

The table below shows the changes in borrowings during the period:

Changes in debt	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
<b>Balance at the beginning of the period</b>	<b>6,495,230</b>	<b>6,584,333</b>	<b>6,536,818</b>	<b>6,623,883</b>
Proceeds from borrowings	2,343,393	97,000	2,347,575	97,000
Repayment of principal	(590,276)	(698,727)	(591,185)	(698,727)
Payment of interest	(454,857)	(280,954)	(455,590)	(281,654)
Provision for interest/indexation accruals	484,335	315,410	486,821	317,234
Foreign exchange effects	132,587	(15,318)	132,587	(15,318)
<b>Balance at the end of the period</b>	<b>8,410,412</b>	<b>6,001,744</b>	<b>8,457,026</b>	<b>6,042,418</b>

Long-term borrowings mature as follows:

	Parent	Consolidated
From 1/1/2026 to 12/31/2026	618,206	620,359
From 1/1/2027 to 12/31/2027	700,315	702,536
From 1/1/2028 to 12/31/2028	959,529	961,820
From 1/1/2029 to 12/31/2029	1,299,567	1,301,931
From 1/1/2030 to 12/31/2030	612,000	614,439
From 1/1/2031 to 12/31/2031	425,293	427,810
From 1/1/2032 to 12/31/2032	992,332	994,930
From 1/1/2033 to 12/31/2033	278,944	281,626
From 1/1/2034 to 12/31/2034	247,259	250,028
From 1/1/2035 onwards	1,056,638	1,076,974
	<b>7,190,083</b>	<b>7,232,453</b>



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

In this interim financial information, R\$ 744,246 of São Martinho's debt is backed by assets, being approximately 95% by equipment, vehicles, buildings and facilities, and approximately 5% by land. In addition, the Company has a contract secured by receivables from the sale of electric power.

At the reporting date, the carrying amounts of borrowings approximate their fair value. The fair values are based on discounted cash flows using a borrowing rate of 12.9% p.a. (10.0% p.a. at March 31, 2024) ) and are classified within Level 2 of the fair value hierarchy.

### Covenants

The Company has contracts amounting to R\$ 6,739,954 with restrictive covenants, such as "cross-default" and "negative pledge", and also tied to compliance with certain financial ratios, such as the Net debt to Adjusted EBITDA ratio, which are required and assessed annually.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 17. Equity

#### a) Share capital

Share capital at the reporting date amounted to R\$ 4,445,1927 (R\$ 3,941,717 at March 31, 2024), represented by 332,435,391 (346,375,066 at March 31, 2024) registered common shares without par value.

The Company is authorized to increase capital up to the limit of 372,000,000 common shares, without requiring prior amendment to its bylaws, upon a resolution of the Board of Directors determining the share issue conditions, including price and payment term.

At the Extraordinary General Meeting held on July 26, 2024, the stockholders approved a capital increase of R\$ 503,475, without the issue of new shares, through the capitalization of the Tax Incentive Reserve.

#### b) Treasury shares

As repurchased equity instruments, treasury shares are recognized at acquisition cost, reducing Equity. No gain or loss is recognized in the statement of profit or loss on purchase, sale, issue, or cancellation of the Company's equity instruments.

The Board of Directors' meeting held on September 30, 2024 approved the cancellation of 13,939,675 treasury shares, and the opening of the 8th Share Buyback Program limited to 10,000,000 shares. Changes in the period were as follows:

	March 31, 2024	Acquisition of shares	Payment of bonus with treasury shares	Cancellation of shares	December 31, 2024
Quantity	544,400	15,758,100	(279,125)	(13,939,675)	2,083,700
Average price (in R\$)	29.99	29.04	(28.19)	(29.73)	24.80
<b>Total amount</b>	<b>16,325</b>	<b>457,667</b>	<b>(7,869)</b>	<b>(414,442)</b>	<b>51,681</b>

#### c) Carrying value adjustments

##### Deemed cost

These adjustments arose from the surplus on revaluation of the deemed cost of land, buildings and industrial facilities, vehicles and machinery, and agricultural implements. The amounts are recorded net of tax effects and their realization is made through depreciation, write-off, or sale of the related assets. The realized amounts are transferred to "Retained earnings"

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### Hedge accounting fair value

This relates to the results of unrealized/settled transactions with derivative financial instruments, classified as hedge accounting. This balance is reversed from equity over time, as the related transactions mature, or the shipments take place.

### d) Revenue reserves

#### Legal reserve

The legal reserve is credited annually with 5% of the profit for the year and cannot exceed 20% of the capital. The purpose of the legal reserve is to preserve capital, and it can only be used to offset losses and increase capital.

#### Capital budget reserve

This reserve is for future funding of investments to increase the production capacity and other projects to improve processes, and for working capital purposes.

#### Unrealized profit reserve

This reserve arises from unearned income from the sale of interest held in Agro Pecuária Boa Vista S/A, sale of properties in real estate developments, and effects of changes in shareholding.

On March 31, 2024, the transaction to sell the interest held in Agro Pecuária Boa Vista S/A was settled and, consequently, the dividends related to the completion of the operation were accrued.

#### Tax incentive reserve

The Company benefits from a tax incentive program introduced by the State of Goiás, in the form of deferral of ICMS payment, the "Goiás Industrial Development Program - *Produzir*", which provides for a partial reduction in said tax. The use of this benefit is subject to compliance with all obligations set forth in the program, which relate to factors under the Company's control.

The benefit related to the reduction in the payment of ICMS is calculated on the debt balance determined for each computation period, by applying the discount percentage granted under the tax incentive program.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

The amount of the tax incentive computed for the period was recorded in the statement of profit or loss under "Deductions from gross revenue" reducing the "ICMS payable" account. Since this amount may not be allocated as dividends, a tax incentive reserve was set up at the amount determined for the grant up to December 31, 2023, with a corresponding entry to "Retained earnings".

The amount allocated from Retained earnings to the Tax incentive reserve which impacted the result in this interim accounting information at December 31, 2023 was R\$ 41,084, both in the Parent and Consolidated accounts.

### **e) Dividends and interest on capital**

In accordance with the Compensation Policy (Dividends), the stockholders are entitled to a dividend and/or interest on capital of at least 40% of the annual cash profit, as shown in the table below and in the financial letter released by the Company, or 25% of the profit for the year, after deduction of accumulated deficit and transfer to the Legal reserve, whichever is greater.

The Board of Directors' meeting held on June 19, 2023, approved the prepayment of stockholders' compensation, in the gross amount of R\$ 155,000, paid as interest on capital.

The Board of Directors' meeting held on June 17, 2024 approved the prepayment of stockholders' compensation, in the gross amount of R\$ 150,000, paid as interest on capital; afterwards, on December 9, 2024, the Board of Directors' meeting approved the prepayment of stockholders' compensation, in the gross amount of R\$ 150,000, also paid as interest on capital. This amount will be deducted from the dividends determined in the current fiscal year, and will be deducted from the existing revenue reserve in the event that the retained earnings are not sufficient.

At the Annual General Meeting held on July 26, 2024, the stockholders approved the payment of additional dividends of R\$ 134,047, as proposed by management for the year ended March 31, 2024. This amount, increased by R\$ 16,056 from the realization of the unrealized profit reserve, totaled R\$ 150,103, paid to the stockholders on August 13, 2024.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 18. Profit sharing

As part of its policy, the Company manages a profit-sharing program for its employees, linked to a pre-agreed plan of operating and financial targets. During the reporting period, the amount of profit sharing totaled R\$ 61,390 in the Parent and R\$ 61,671 in the Consolidated (R\$ 48,909 and R\$ 48,990 in the Parent and Consolidated, respectively, at December 31, 2023).

### 19. Income tax and social contribution

Deferred taxes (income tax and social contribution) are calculated on tax loss carryforwards and corresponding temporary differences between the tax bases of assets and liabilities and their carrying amounts in this interim financial information.

Deferred tax assets are recognized to the extent it is probable that future taxable profit will be available to offset temporary differences and/or tax losses, considering projections of future profitability based on internal assumptions and future economic scenarios, which may, therefore, suffer changes.

The Company has adopted IFRIC 23/ICPC 22 - Uncertainty over Income Tax Treatments, which addresses the accounting for income taxes in cases where the tax treatments involve uncertainty that affects the application of IAS 12 (CPC 32). The entity must determine whether to consider each uncertain tax treatment separately or in combination with one or more uncertain tax treatments. The approach that best predicts the resolution of the uncertainty is followed. The Company did not identify any effects from the adoption of this interpretation.

#### a) Balances

	Parent		Consolidated	
	December 31, 2024	March 31, 2024	December 31, 2024	March 31, 2024
Current assets				
. Income tax and social contribution recoverable	<u>75,329</u>	<u>73,313</u>	<u>75,606</u>	<u>73,355</u>
Debts in current liabilities				
. Income tax and social contribution payable	<u>-</u>	<u>-</u>	<u>9,646</u>	<u>9,470</u>

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### b) Changes in deferred income tax and social contribution balances

Parent	September 30, 2024	Quarter		December 31, 2024
		Recognized in profit or loss	Recognized in other comprehensive income	
Income tax and social contribution losses	2,607	(792)	-	1,815
Exclusion of IRPJ/CSLL on tax overpayments (20.1)	6,937	-	-	6,937
Derivative financial instruments	(7,660)	35,373	4,020	31,733
Provision for contingencies	165,739	(2,929)	-	162,810
Foreign exchange gains	39,764	18,749	-	58,513
Biological assets and agricultural produce	105,071	9,402	-	114,473
Leases	103,963	24,621	-	128,584
Other assets	30,208	(2,930)	-	27,278
<b>Total deferred income and social contribution tax assets</b>	<b>446,629</b>	<b>81,494</b>	<b>4,020</b>	<b>532,143</b>
Surplus on revaluation of PP&E (deemed cost)	(96,909)	1,513	-	(95,396)
Accelerated depreciation incentive	(545,988)	(26,116)	-	(572,104)
Tax benefit on merged goodwill	(197,959)	-	-	(197,959)
Foreign exchange losses	(25,314)	(11,273)	-	(36,587)
Other liabilities	(4,578)	(730)	-	(5,308)
<b>Total deferred income and social contribution tax liabilities</b>	<b>(870,748)</b>	<b>(36,606)</b>	<b>-</b>	<b>(907,354)</b>
<b>Deferred income tax and social contribution</b>	<b>(424,119)</b>	<b>44,888</b>	<b>4,020</b>	<b>(375,211)</b>

Consolidated	September 30, 2024	Recognized in profit or loss	Recognized in other comprehensive income	Consolidation adjustment - Rights on electric power contracts	December 31, 2024
Income tax and social contribution losses	2,607	(792)	-	-	1,815
Exclusion of IRPJ/CSLL on tax overpayments (20.1)	6,937	-	-	-	6,937
Derivative financial instruments	(7,660)	35,373	4,020	-	31,733
Provision for contingencies and other liabilities	165,739	(2,929)	-	-	162,810
Foreign exchange gains	39,764	18,749	-	-	58,513
Biological assets and agricultural produce	105,071	9,402	-	-	114,473
Leases	103,963	24,621	-	-	128,584
Other assets	30,208	(2,930)	-	-	27,278
<b>Total deferred income and social contribution tax assets</b>	<b>446,629</b>	<b>81,494</b>	<b>4,020</b>	<b>-</b>	<b>532,143</b>
Surplus on revaluation of PP&E (deemed cost)	(449,485)	1,592	-	-	(447,893)
Accelerated depreciation incentive	(545,988)	(26,116)	-	-	(572,104)
Tax benefit on merged goodwill	(197,959)	-	-	-	(197,959)
Intangible assets	(1,119)	-	-	23	(1,096)
Gain from change in interest held in CTC	(5,068)	-	-	-	(5,068)
Foreign exchange losses	(25,314)	(11,273)	-	-	(36,587)
Other liabilities	(4,272)	(934)	-	-	(5,206)
<b>Total deferred income and social contribution tax liabilities</b>	<b>(1,229,205)</b>	<b>(36,731)</b>	<b>-</b>	<b>23</b>	<b>(1,265,913)</b>
<b>Deferred income tax and social contribution</b>	<b>(782,576)</b>	<b>44,763</b>	<b>4,020</b>	<b>23</b>	<b>(733,770)</b>

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

Parent	March 31, 2024	9-month period		December 31, 2024
		Recognized in profit or loss	Recognized in other comprehensive income	
Income tax and social contribution losses	3,446	(1,631)	-	1,815
Exclusion of IRPJ/CSLL on tax overpayments (i)	6,937	-	-	6,937
Derivative financial instruments	(43,826)	50,672	24,887	31,733
Provision for contingencies	166,313	(3,503)	-	162,810
Foreign exchange gains	27,617	30,896	-	58,513
Biological assets and agricultural produce	72,848	41,625	-	114,473
Leases	89,824	38,760	-	128,584
Other assets	30,385	(3,107)	-	27,278
<b>Total deferred income and social contribution tax assets</b>	<b>353,544</b>	<b>153,712</b>	<b>24,887</b>	<b>532,143</b>
Surplus on revaluation of PP&E (deemed cost)	(100,417)	5,021	-	(95,396)
Accelerated depreciation incentive	(464,238)	(107,866)	-	(572,104)
Tax benefit on merged goodwill	(197,959)	-	-	(197,959)
Foreign exchange losses	(48,114)	11,527	-	(36,587)
Other liabilities	(4,551)	(757)	-	(5,308)
<b>Total deferred income and social contribution tax liabilities</b>	<b>(815,279)</b>	<b>(92,075)</b>	<b>-</b>	<b>(907,354)</b>
<b>Deferred income tax and social contribution</b>	<b>(461,735)</b>	<b>61,637</b>	<b>24,887</b>	<b>(375,211)</b>

Consolidated	March 31, 2024	9-month period			December 31, 2024
		Recognized in profit or loss	Recognized in other comprehensive income	Consolidation adjustment - Rights on electric power contracts	
Income tax and social contribution losses	3,446	(1,631)	-	-	1,815
Exclusion of IRPJ/CSLL on tax overpayments (20.1)	6,937	-	-	-	6,937
Derivative financial instruments	(43,826)	50,672	24,887	-	31,733
Provision for contingencies and other liabilities	166,313	(3,503)	-	-	162,810
Foreign exchange gains	27,617	30,896	-	-	58,513
Biological assets and agricultural produce	72,848	41,625	-	-	114,473
Leases	89,824	38,760	-	-	128,584
Other assets	30,385	(3,107)	-	-	27,278
<b>Total deferred income and social contribution tax assets</b>	<b>353,544</b>	<b>153,712</b>	<b>24,887</b>	<b>-</b>	<b>532,143</b>
Surplus on revaluation of PP&E (deemed cost)	(453,118)	5,225	-	-	(447,893)
Accelerated depreciation incentive	(464,238)	(107,866)	-	-	(572,104)
Tax benefit on merged goodwill	(197,959)	-	-	-	(197,959)
Intangible assets	(1,151)	-	-	55	(1,096)
Gain from change in interest held in CTC	(5,068)	-	-	-	(5,068)
Foreign exchange losses	(48,114)	11,527	-	-	(36,587)
Other liabilities	(5,249)	43	-	-	(5,206)
<b>Total deferred income and social contribution tax liabilities</b>	<b>(1,174,897)</b>	<b>(91,071)</b>	<b>-</b>	<b>55</b>	<b>(1,265,913)</b>
<b>Deferred income tax and social contribution</b>	<b>(821,353)</b>	<b>62,641</b>	<b>24,887</b>	<b>55</b>	<b>(733,770)</b>
	<b>(821,353)</b>	<b>62,641</b>	<b>24,887</b>	<b>55</b>	<b>(733,770)</b>

Deferred tax assets and liabilities are presented net in the balance sheet, by each legal entity, when there is a legally enforceable right and the intention to offset them upon computation of current taxes, and when related to the same tax authority.

The Company recognizes deferred tax assets based on projections of taxable profit, which do not exceed a period of ten years, and are reviewed annually.

## Notes to the interim financial information at December 31, 2024

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Deferred income tax and social contribution liabilities are realized mainly through the depreciation and disposal of the underlying property, plant and equipment items. The realization of this liability is estimated at the average rate of 15% per year, consistent with the depreciation rates of the respective property, plant and equipment items, except for the deferred tax liabilities on the surplus value of land, which will be realized if sold.

### (i) Income tax/social contribution (IRPJ/CSLL) levied on tax overpayment refunds adjusted by the Selic rate declared to be unconstitutional

On September 24, 2021, the Supreme Court ("STF") judgment on RE No. 1.063.187, with general repercussion (Topic 962), unanimously ruled as unconstitutional the levy of income taxes on indexation/interest accruals (Selic rate) received by taxpayers as refunds for tax overpayments.

Based on this decision, and in accordance with ICPC 22 / IFRIC 23 - Uncertainty over Tax Treatments, the Company recognized R\$ 15,920 as current and deferred income tax assets for the year, as follows: R\$ 8,983 as income tax (IRPJ) and social contribution (CSLL) recoverable for the periods when the Company recorded actual profit, presented in non-current assets; The remaining R\$ 6,937 relates to the recomposition of tax losses for the periods in which the Company recorded tax loss carryforwards and to the use of excess tax losses resulting from the taxation at the Selic rate, offset against non-current liabilities under Deferred income tax and social contribution.

### Reconciliation of the income tax and social contribution expense

Parent	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Profit before taxes	113,454	381,725	89,362	874,476
<b>Income tax and social contribution at nominal rates (34%)</b>	<b>(38,574)</b>	<b>(129,787)</b>	<b>(30,383)</b>	<b>(297,322)</b>
Adjustments for calculation of the effective tax rate:				
. Equity in the results of investees	22,054	71,016	22,123	57,966
. Permanent (additions) exclusions, net	(1,495)	(3,076)	(729)	(1,892)
. Cbios	5,346	16,173	12,050	15,813
. Interest on capital	51,000	102,000	-	52,700
. State subsidy (Produzir/granted)	-	-	109,749	123,712
. Tax credit arising from subsidy (Law 14.789/2023)	2,525	13,915	-	-
. Tax incentives	205	468	-	-
. Recognition of income tax and social contribution credits from prior years	-	(4,168)	5,063	20,144
. "Lei do Bem "	3,400	3,400	3,400	3,400
. Others	6	24	-	-
<b>Income tax and social contribution expenses</b>	<b>44,467</b>	<b>69,965</b>	<b>121,273</b>	<b>(25,479)</b>
Income tax and social contribution at the effective rate	-39.2%	-18.3%	-135.7%	2.9%
Current income tax and social contribution	(421)	8,328	4,229	(186,850)
Deferred income tax and social contribution	44,888	61,637	117,044	161,371



## Notes to the interim financial information at December 31, 2024

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Consolidated	December 31, 2024		December 31, 2023	
	Quarter	Year-to-date	Quarter	Year-to-date
Profit before taxes	119,010	399,882	93,834	889,071
<b>Income tax and social contribution at nominal rates (34%)</b>	<b>(40,463)</b>	<b>(135,960)</b>	<b>(31,904)</b>	<b>(302,284)</b>
Adjustments for calculation of the effective tax rate:				
. Equity in the results of investees	920	2,441	762	2,091
. Permanent (additions) exclusions, net	(1,495)	(3,076)	(730)	(1,893)
. Cbios	5,346	16,173	12,050	15,813
. Interest on capital	51,000	102,000	-	52,700
. State subsidy (Note 22.5) / Credit granted (Note 27)	-	-	109,749	123,712
. Tax credit arising from subsidy (Law 14.789/2023)	2,526	13,915	-	-
. Tax incentives	205	468	-	-
. Adjustment to the calculation relating to subsidiary taxed based on deemed pr	17,456	56,569	18,407	46,236
. Recognition of income tax and social contribution credits from prior years	-	(4,168)	5,066	20,145
. "Lei do Bem "	3,400	3,400	3,400	3,400
. Others	16	46	1	6
<b>Income tax and social contribution expenses</b>	<b>38,911</b>	<b>51,808</b>	<b>116,801</b>	<b>(40,074)</b>
Income tax and social contribution at the effective rate	-32.7%	-13.0%	-124.5%	4.5%
Current income tax and social contribution	(5,852)	(10,833)	(731)	(203,075)
Deferred income tax and social contribution	44,763	62,641	117,532	163,001

## 20. Commitments

The Company assumes various commitments in the ordinary course of its business, among which:

### Riparian forests and Legal Reserve areas

São Martinho has uncultivated areas, covered by preserved native vegetation, which are in the process of regeneration or enrichment, intended for the protection of the biodiversity and the sustainability of agricultural activities.

São Martinho's commitment to adopt the best environmental practices and sustainable actions is confirmed through full compliance with the Forest Code and other environmental legislation regarding Permanent Preservation (PPA) and Legal Reserve (LR) Areas. The Company has registered all its properties with the Rural Environmental Register (CAR) and adhered to the Environmental Regularization Program (PRA), which awaits legal regulation to be implemented.

Investments in Permanent Preservation Areas, Legal Reserve, and other activities in connection with environmental regularization are duly recorded within property, plant and equipment.

### Sales commitments

The Company's commitments for future sales of ethanol, sugar, electric power, and biomethane at the reporting date are shown below:

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	Up to 1 year	From 2 to 3 years	More than 3 years
Ethanol (m³)	119,452	123,817	492,000
Sugar (metric tons)	1,250,247	1,291,505	2,100,000
Electric power (Mwh)	482,188	755,888	4,851,842
Biomethane (m³)	3,629,599	30,692,722	99,960,122

These commitments reflect the Company's strategy of ensuring the sale of its future production and the stability of its revenue.

### **Purchases of inputs and corn**

The Company regularly enters into purchase agreements for the acquisition of inputs intended for crop maintenance throughout the crop season, and also to purchase, at fixed prices, corn to be used in its ethanol production. These transactions are usually carried out on an annual basis.

These contracts are a common practice for the Company to ensure the proper supply of agricultural inputs and essential raw materials for its operations, thereby contributing to the efficient management of its production over time.

## **21. Provision for contingencies**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. Provisions are set up, reviewed, and adjusted to reflect management's best estimate at the reporting date.

### **21.1 Probable losses**

Supported by its legal counsel's assessment of probable losses, management recorded the following provisions for contingencies classified as involving probable risk of losses (amounts adjusted for inflation):

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	Tax claims	Civil and environmental claims	Labor claims	Total
<b>At March 31, 2023</b>	<b>16,247</b>	<b>7,681</b>	<b>86,778</b>	<b>110,706</b>
Additions	1,100	911	36,060	38,071
Reversals	(359)	(246)	(10,258)	(10,863)
Utilization	(488)	(1,928)	(31,099)	(33,515)
Interest/indexation accruals	7,965	(90)	9,106	16,981
<b>At December 31, 2023</b>	<b>24,465</b>	<b>6,328</b>	<b>90,587</b>	<b>121,380</b>
<b>At March 31, 2024</b>	<b>21,830</b>	<b>6,536</b>	<b>94,885</b>	<b>123,251</b>
Additions	2,731	827	37,943	41,501
Reversals	(3,417)	(227)	(10,899)	(14,543)
Utilization	(530)	(926)	(36,659)	(38,115)
Interest/indexation accruals	(8,679)	658	8,902	881
<b>At December 31, 2024</b>	<b>11,935</b>	<b>6,868</b>	<b>94,172</b>	<b>112,975</b>

	Consolidated			
	Tax claims	Civil and environmental claims	Labor claims	Total
<b>At March 31, 2023</b>	<b>16,247</b>	<b>8,516</b>	<b>86,778</b>	<b>111,541</b>
Additions	1,100	1,014	36,060	38,174
Reversals	(359)	(246)	(10,258)	(10,863)
Utilization	(488)	(2,031)	(31,099)	(33,618)
Interest/indexation accruals	7,966	(39)	9,106	17,033
<b>At December 31, 2023</b>	<b>24,466</b>	<b>7,214</b>	<b>90,587</b>	<b>122,267</b>
<b>At March 31, 2024</b>	<b>21,829</b>	<b>7,452</b>	<b>94,885</b>	<b>124,166</b>
Additions	3,839	827	37,943	42,609
Reversals	(5,370)	(227)	(10,899)	(16,496)
Utilization	(537)	(926)	(36,659)	(38,122)
Interest/indexation accruals	(6,492)	722	8,902	3,132
<b>At December 31, 2024</b>	<b>13,269</b>	<b>7,848</b>	<b>94,172</b>	<b>115,289</b>

The nature of the main lawsuits to which the provisions are linked was as follows (Parent and Consolidated):

### Tax lawsuits:

Relate to (i) Social Security Contribution; and (ii) success fees payable to lawyers defending the Company's interests in the related lawsuits.

### Civil and environmental lawsuits:

Relate to: i) indemnities in general; (ii) environmental administrative penalties for environmental damages caused by the burning of sugarcane fields, which is being challenged by the Company; and (iii) success fees payable to the legal counsel for defending the respective lawsuits.

### Labor lawsuits:

Relate to: (i) overtime payment; (ii) indemnity for elimination of breaks between shifts; (iii) hazardous duty and health hazard premiums; (iv) sundry indemnities; and (v) other labor charges.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 21.2 Judicial deposits

	Parent			Consolidated		
	IAA (i)	Others	Total	IAA (i)	Others	Total
<b>At March 31, 2023</b>	<b>1,051,683</b>	<b>37,289</b>	<b>1,088,972</b>	<b>1,051,683</b>	<b>37,293</b>	<b>1,088,976</b>
Additions	266,640	4,328	270,968	266,640	4,333	270,973
Utilization	-	(7,703)	(7,703)	-	(7,701)	(7,701)
Interest/indexation accruals	96,070	1,718	97,788	96,070	1,725	97,795
<b>At December 31, 2023</b>	<b>1,414,393</b>	<b>35,632</b>	<b>1,450,025</b>	<b>1,414,393</b>	<b>35,650</b>	<b>1,450,043</b>
<b>At March 31, 2024</b>	<b>1,455,585</b>	<b>35,611</b>	<b>1,491,196</b>	<b>1,455,585</b>	<b>35,628</b>	<b>1,491,213</b>
Additions	401,013	4,739	405,752	401,013	4,739	405,752
Utilization	-	(6,966)	(6,966)	-	(6,966)	(6,966)
Interest/indexation accruals	108,759	1,245	110,004	108,759	1,244	110,003
<b>At December 31, 2024</b>	<b>1,965,357</b>	<b>34,629</b>	<b>1,999,986</b>	<b>1,965,357</b>	<b>34,645</b>	<b>2,000,002</b>

(i) Note 15 (b))

Judicial deposits relate to contingent assets and liabilities, accrue interest, and are recorded as non-current assets.

### 21.3 Possible risk of losses

São Martinho is a party to a number of litigation proceedings of a tax, environmental, civil and labor nature, for which the risk of loss is classified as possible. The nature and estimated amounts are as follows:

Nature		December 31, 2024		March 31, 2024		December 31, 2024		March 31, 2024	
		Number of proceedings	Amount	Number of proceedings	Amount	Number of proceedings	Amount	Number of proceedings	Amount
Environmental		94	9,561	95	9,671	94	9,561	95	9,671
Civil		44	30,424	68	26,671	125	42,221	145	36,690
Labor claims		69	16,190	78	16,379	69	16,190	79	16,400
Tax claims									
Social security contribution	(i)	6	62,706	8	102,455	9	110,724	8	102,455
Computation of IRPJ/CSLL	(ii)	3	98,511	4	213,447	3	98,511	4	213,447
Offset of federal taxes	(iii)	56	164,646	74	192,523	62	171,183	81	207,197
ICMS	(iv)	17	137,579	18	103,534	17	137,579	18	103,534
Federal taxes	(v)	1	1,965,357	1	1,455,585	1	1,965,357	1	1,455,585
Other lawsuits	(vi)	6	18,026	9	16,582	8	18,285	12	16,029
Total		296	2,503,000	355	2,136,847	388	2,569,611	443	2,161,008

#### Tax lawsuits:

- (i) The lawsuits relate to the levy of the Social Security Contribution (INSS) on export revenue, under the allegation that the exports carried out through the intermediation of a cooperative are not eligible for the exemptions set out in Article 149, paragraph 2, of the Brazilian Federal Constitution.
- (ii) Relate to the exclusion from the income tax and social contribution tax base, of expenses related to incentivized accelerated depreciation, as provided for in Article 325 of the Income Tax Regulations (RIR)/2018.
- (iii) Relate to requests to offset and refund IRPJ, CSLL, PIS, COFINS, and other federal taxes for overpayments and/or tax losses, and tax credits proportional to the export revenue, which have been rejected by the Brazilian Federal Revenue Service (RFB).

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- (iv) ICMS: a) challenge of credits based on the Control of ICMS Credit on Permanent Assets (CIAP); b.) allegedly undue ICMS credits granted under the "PRODUZIR" Program; c) ICMS-ST levied on interstate sales of ethanol; d) ICMS improperly levied on sales of yeast intended for animal feed, which are exempt from this tax.
- (v) The lawsuit relates to the levy of IRPJ/CSLL/PIS/COFINS on court-ordered debt payment received pursuant to the Sugar Pricing Lawsuit filed against the Sugar and Alcohol Institute (IAA) (Note 15).
- (vi) Other tax disputes: a) fee payable to the National Department of Mineral Research (DNPM); b.) levy of Property Transfer Tax (ITBI) on a merger transaction; c) Municipal Real Estate Tax (IPTU) collection claims; d.) Supplementary collection of Rural Property Tax (ITR); f) improper deduction of goodwill (joint and several liability).

### Other proceedings:

Civil proceedings comprise lawsuits for damage, in general arising from (i) traffic accidents; (ii) review of contracts; and (iii) damage to third parties resulting from fires in sugarcane plantation areas.

Environmental proceedings relate to assessment notices issued by the Environmental Company of São Paulo State (CETESB) and/or environmental authorities for fires caused when clearing sugarcane fields, as well as annulment actions to cancel the fines imposed by the aforementioned entities.

Labor claims relate mainly to notices of infraction served up by the Ministry of Labor and/or annulment actions to cancel these notices.

### 21.4 Income tax and social contribution levied on ICMS tax benefits (Topic 1.182 of the Superior Court of Justice (STJ))

The ICMS tax benefits received by the Company under the State of Goiás (Produzir Program) continue to be recognized and accounted for as an investment grant under Revenue reserves, in accordance with the requirements set forth in Supplementary Law 160/2017, and Law 12.973/2014 up to December 31, 2023.

Based on the decision of the Superior Court of Justice (STJ) (Topic 1.182) and on the legal advisors' opinion, on December 31, 2023, the Company excluded the other tax benefits (ICMS deferral, reduction of tax base and tax rate, among others) from the IRPJ and CSLL calculations.

Accordingly, in view of the trial court rulings and the STJ decision on the topic, the Company excluded the amount of R\$ 255,665 (recorded as Tax incentive reserve) from the calculation of income tax and social contribution on these benefits for the period ended December 31, 2023, which resulted in a tax reduction of R\$ 86,926. For periods prior to 2023, the exclusions from the income tax and social contribution

calculations and the corresponding accounting records will only be made after a final decision on the matter has been rendered.

With respect to the exclusion of tax incentives from the calculation of income tax and social contribution, pursuant to STJ decision (Topic 1.182), management believes that a successful outcome in the dispute is possible, based on the assessment of its legal counsel and considering the current case law.

## **22 Risk management and derivative financial instruments**

The Company is exposed to market risks, including foreign exchange risk, commodity price volatility risk, interest rate risk, credit risk and liquidity risk. Management believes that risk management is fundamental to: (i) monitor, on a continuous basis, the exposure levels relating to the sales volumes contracted; (ii) estimate the value of each risk, based on established limits of foreign exchange exposure and sugar sales prices; and (iii) prepare future cash flow forecasts and define the approval authority levels for taking out financial instruments designed to protect product prices and hedge sales performance against foreign exchange fluctuation, price volatility and interest rate.

Derivative financial instruments are contracted exclusively for the purpose of pricing and hedging the Company's exports of sugar, ethanol and other products against foreign exchange risk, price fluctuation, and interest rate variations.

### **22.1 Market risks**

#### **a) Foreign exchange risk**

Management's policy requires the Company to manage its foreign exchange risk to reduce the adverse effects of a possible currency mismatch.

The Company manages its foreign exchange risk through currency non-deliverable forward contracts ("NDFs"), options strategies, swaps, and natural hedges (such as debt or purchases in foreign currency). The Company's financial risk management policy defines guidelines that establish the adequate level of protection for expected cash flows, mainly those related to export sales.

#### **Assets and liabilities exposed to exchange variation**

The table below summarizes the assets and liabilities denominated in foreign currency (U.S. dollars), recorded in the balance sheet:

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All amounts in thousands of reais unless otherwise stated

Consolidated	December 31, 2024	Equivalent to thousands of US\$
Current and non-current assets		
Cash and cash equivalents (banks - demand deposits)	1,351,373	218,256
Trade receivables	498,981	80,589
Derivative financial instruments	284,591	45,963
<b>(+) Total assets</b>	<b>2,134,945</b>	<b>344,808</b>
Current and non-current liabilities:		
Borrowings	1,539,907	248,681
Derivative financial instruments	459,178	74,153
<b>(-) Total liabilities</b>	<b>1,999,085</b>	<b>322,834</b>
Subtotal assets (liabilities)	135,860	21,974
Borrowings in foreign currency	1,539,907	248,681
<b>Net asset exposure</b>	<b>1,675,767</b>	<b>270,655</b>

Borrowings in foreign currency are not included in the calculation of net exposure, since these will be settled with resources from future export revenue and are, therefore, covered by the Company's hedging policy.

These assets and liabilities were adjusted and recorded at the exchange rate in effect on the reporting date: R\$ 6.1917 per US\$ 1.00 for assets, and R\$ 6.1923 per US\$ 1.00 for liabilities.

### b) Commodity price volatility risk

São Martinho is exposed to the risk of commodity price fluctuations in its sugar and ethanol production processes, and in acquisition of corn.

### c) Cash flow and fair value interest rate risk

The Company's borrowings are contracted at floating rates. For borrowings in local currency, the risk of fluctuation in interest rates is mitigated naturally since all financial investments are linked to floating rates. For borrowings in foreign currency, the risk of interest rate and currency fluctuation is mitigated through offshore financial investments, exports, and derivative instruments such as swaps.

### d) Market risk sensitivity analysis

The following table provides a sensitivity analysis of the effects of changes in the significant risk factors to which the Company is exposed. The analysis considers only instruments that have not been designated for hedge accounting.

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Consolidated	Risk factor	Impacts on P/L		
		Probable scenarios 5%	Possible scenarios 25%	Possible scenarios 50%
Cash and cash equivalents	Decrease in exchange rate - R\$/US\$	(67,575)	(337,876)	(675,752)
Trade receivables	Decrease in exchange rate - R\$/US\$	(12,112)	(60,558)	(121,116)
Borrowings	Increase in exchange rate - R\$/US\$	(6,941)	(34,705)	(69,410)
Derivative financial instruments				
Currency forward contracts	Increase in exchange rate - R\$/US\$	(173)	(867)	(1,735)
Futures price (sugar and ethanol)	Increase in commodity futures prices	(249)	(1,246)	(2,492)
Swap contracts	Decrease in exchange rate - R\$/US\$ and increase in the yield curve	(6,924)	(17,461)	(35,428)
<b>Net exposure</b>		<b>(93,974)</b>	<b>(452,713)</b>	<b>(905,933)</b>

The sensitivity analysis of changes in interest rates considers the effects of an increase or decrease of 5bps, 25bps and 50bps (basis points) in the pricing curve of the derivative instrument. The exposure to rates relates exclusively to changes in the Interbank Deposit (DI) yield curve. The impact on the result for other risk factors corresponds to changes of 5%, 25% and 50% in the respective market curve of their associated risk, described above (foreign exchange and commodities prices).

### e) Financial instruments

São Martinho elected to use hedge accounting to record the following derivative financial instruments: a) derivatives of sugar, ethanol and foreign currency - US dollar; and b) foreign currency debts - US dollar - that cover sales of the 2023/24 to 2025/26 crop seasons and were classified as cash flow hedges of highly probable expected transactions (future sales).

Prospective and retrospective tests carried out to verify the hedge accounting effectiveness showed that the hedge-designated instruments qualify as highly effective hedges against the effects of price fluctuations on the value of future sales.

Derivatives designated as cash flow hedges mitigate the effects of changes in future sales of sugar. These transactions are carried out on the New York - Intercontinental Exchange (ICE Futures US), with top-tier financial institutions through OTC contracts, or directly with the Company's customers.

For foreign exchange hedges, derivative and non-derivative financial instruments were designated as cash flow hedges in respect of future sales in foreign currency. These hedges are contracted through Non-Deliverable Forwards (NDFs), option strategies, swaps, and foreign currency borrowings from top-tier financial institutions, following the Risk Management criteria (Note 23.2).



## Notes to the interim financial information at December 31, 2024

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At the reporting date and on March 31, 2024, the balances of assets and liabilities related to transactions involving derivative financial instruments and the respective maturity dates were as follows:

Parent and Consolidated	Contracted amount/volume	Average price/rate	Notional value - R\$	Fair value - R\$
<u>In current assets - Gain</u>				
Margin deposit				15,154
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Sale commitment	262,090	19.59 U\$/lb	700,924	46,246
. Purchase commitment	8,941	18.59 U\$/lb	22,691	462
Commodity futures contracts - Soybean				
. Sale commitment	9,000	7.09 USD/metric tons	9,604	278
Commodity futures contracts - Ethanol				
. Sale commitment	1,500	2,680.00 BRL/m³	4,020	12
Commodity forward contracts - Sugar #11				
. Sale commitment	15,546	18.43 U\$/lb	39,114	1,835
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	10,000	6.23 USD/BRL	62,319	128
. Purchase commitment	11,299	5.64 USD/BRL	63,731	7,361
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Bidding position in call options	254,774	21.30 U\$/lb	740,833	7,957
. Bidding position in put options	98,353	19.16 U\$/lb	257,258	24,710
Interest rate swap contracts - OTC				10,529
<b>Total derivative financial instruments in current assets</b>				<b>114,672</b>
<u>In non-current assets - Gain</u>				
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Sale commitment	7,925	18.69 U\$/lb	20,221	1,067
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Bidding position in call options	41,353	19.14 U\$/lb	108,052	13,820
. Bidding position in put options	4,979	19.75 U\$/lb	13,424	598
Interest rate swap contracts - OTC				154,434
<b>Total derivative financial instruments in non-current assets</b>				<b>169,919</b>

Parent and Consolidated	December 31, 2024			
	Contracted amount/volume	Average price/rate	Notional value - R\$	Fair value - R\$
<u>In current liabilities - Loss</u>				
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Sale commitment	40,845	18.89 U\$/lb	105,331	2,057
. Purchase commitment	136,658	21.80 U\$/lb	406,703	49,270
Commodity futures contracts - Ethanol				
. Sale commitment	1,470	2,680.00 BRL/m³	3,940	89
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	342,956	5.80 USD/BRL	1,987,567	191,128
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Short position in call options	353,127	22.62 U\$/lb	1,090,459	8,482
Interest rate swap contracts - OTC				135,846
<b>Total derivative financial instruments in current liabilities</b>				<b>386,872</b>
<u>In non-current liabilities - Loss</u>				
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	20,462	6.26 USD/BRL	128,162	10,453
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Short position in call options	46,332	20.71 U\$/lb	130,993	4,342
Interest rate swap contracts - OTC				57,511
<b>Total derivative financial instruments in non-current liabilities</b>				<b>72,306</b>

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Parent and Consolidated	March 31, 2024			
	Contracted amount/volume	Average price/rate	Notional value - R\$	Fair value - R\$
<b>In current assets - Gain</b>				
Margin deposit				30,292
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Sale commitment	62,589	23.56 U\$/lb	162,423	8,913
. Purchase commitment	57,712	22.09 U\$/lb	140,422	5,906
Commodity futures contracts - Corn				
. Purchase commitment	87,750	60.40 BRL/sc	5,300	91
Commodity futures contracts - Ethanol				
. Sale commitment	150	2,210.00 BRL/m³	332	1
Commodity forward contracts - Sugar #11				
. Sale commitment	9,703	22.93 U\$/lb	24,507	585
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	117,764	5.16 USD/BRL	607,662	10,062
. Purchase commitment	10,092	5.03 USD/BRL	50,763	474
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Bidding position in call options	67,872	24.78 U\$/lb	185,253	2,396
. Bidding position in put options	216,723	23.21 U\$/lb	554,056	39,173
Interest rate swap contracts - OTC				5,315
<b>Total derivative financial instruments in current assets</b>				<b>103,208</b>
<b>In non-current assets - Gain</b>				
Currency forward contracts (NDF) - USD - OTC				
. Purchase commitment	590	5.18 USD/BRL	3,056	21
Interest rate swap contracts - OTC				207,877
<b>Total derivative financial instruments in non-current assets</b>				<b>207,898</b>

Parent and Consolidated	March 31, 2024			
	Contracted amount/volume	Average price/rate	Notional value - R\$	Fair value - R\$
<b>In current liabilities - Loss</b>				
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Sale commitment	140,875	21.22 U\$/lb	329,271	15,454
. Purchase commitment	66,094	25.11 U\$/lb	182,803	23,115
Commodity futures contracts - Corn				
. Purchase commitment	319,500	62.89 BRL/sc	20,093	538
Commodity forward contracts - Sugar #11				
. Sale commitment	19,915	21.73 U\$/lb	47,667	852
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	307,054	5.03 USD/BRL	1,544,482	10,938
. Purchase commitment	7,505	5.12 USD/BRL	38,426	337
Commodity futures contracts - Sugar #11 - Commodities Exchange				
. Short position in call options	282,004	26.09 U\$/lb	810,407	7,710
. Bidding position in put options	2,591	24.50 U\$/lb	6,992	776
Interest rate swap contracts - OTC				98,409
<b>Total derivative financial instruments in current liabilities</b>				<b>158,129</b>
<b>In non-current liabilities - Loss</b>				
Currency forward contracts (NDF) - USD - OTC				
. Sale commitment	590	5.19 USD/BRL	3,063	14
Interest rate swap contracts - OTC				13,582
<b>Total derivative financial instruments in non-current liabilities</b>				<b>13,596</b>

Margin deposit balances relate to funds maintained in current accounts with brokers to cover the initial and variation margins established by the Commodities Exchange on which the contracts are signed, and also to secure outstanding contracts and net remittances related to daily adjustments resulting from fluctuations in contract prices in the futures and options market.

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The potential results of futures, options and forward contracts relate to the cumulative positive (negative) effect of the fair value of derivative financial instruments, on the corresponding categories.

Financial instruments designated for hedge accounting at December 31, 2024:

Parent and Consolidated	Assets	Liabilities	Total in other comprehensive income
Financial instruments:			
Commodity derivatives - Futures, options and forward contracts	91,196	52,137	39,059
Foreign exchange derivatives - Options / NDF	-	194,548	(194,548)
Foreign exchange differences on borrowings (Trade Finance)	674	155,174	(154,500)
	91,870	401,859	(309,989)
Deferred taxes on the items above	(31,236)	(136,632)	105,396
	<b>60,634</b>	<b>265,227</b>	<b>(204,593)</b>

### f) Estimated realization

The impacts recorded in the Company's equity at the reporting date, and the estimated realization in profit or loss are shown below:

Parent and Consolidated	24/25 crop season	25/26 crop season	Total
Derivative financial instruments:			
Commodity derivatives - Futures, options and forward contracts	(10,396)	49,455	39,059
Foreign exchange derivatives - Options / NDF	(70,576)	(123,972)	(194,548)
Foreign exchange differences on borrowings (Trade Finance)	(13,959)	(140,541)	(154,500)
	(94,931)	(215,058)	(309,989)
Deferred taxes on the items above	32,277	73,119	105,396
	<b>(62,654)</b>	<b>(141,939)</b>	<b>(204,593)</b>

## 22.2 Credit risk

Credit risk is managed by contracting operations only with top-tier financial institutions, which meet the Company's risk assessment criteria. São Martinho controls, on a monthly basis, its exposure in derivatives and financial investments, using maximum concentration criteria, based on the financial institution's rating and equity.

For customers' default, the credit risk associated with each individual customer is assessed annually, and whenever a new customer is included in the Company's customer base, for which an individual credit limit is established, based on the risk identified.

## 22.3 Liquidity risk

The Finance Department monitors rolling forecasts of the Company's liquidity requirements to ensure that it has sufficient cash to meet operating needs and short-term debt.

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Cash surplus in local currency is invested in repurchase agreements backed by corporate bonds, Bank Deposit Certificates (CDBs) and investment funds pegged to the CDI interest rate, with high liquidity and actively traded in the market.

Cash surplus in foreign currency is invested with daily liquidity at fixed rates previously established.

The table below presents the financial liabilities by maturity groupings, which correspond to the remaining period from the reporting date to the contractual maturity date, based on undiscounted future cash flows:

Parent	Up to 1 year	From 2 to 3 years	More than 3 years	Total
<b>At December 31, 2024</b>				
Borrowings	487,944	2,424,430	8,442,598	11,354,972
Leases payable	157,856	247,183	563,324	968,363
Agricultural partnership payable	848,595	932,771	1,705,682	3,487,048
Derivative financial instruments	386,872	72,306	-	459,178
Trade payables	495,857	-	-	495,857
Other liabilities	30,829	21,636	-	52,465
	<b>2,407,953</b>	<b>3,698,326</b>	<b>10,711,604</b>	<b>16,817,883</b>

<b>At March 31, 2024</b>				
Borrowings	1,377,190	2,066,780	5,687,546	9,131,516
Leases payable	153,658	255,747	540,305	949,710
Agricultural partnership payable	789,954	922,807	1,773,674	3,486,435
Derivative financial instruments	158,129	13,596	-	171,725
Trade payables	422,212	-	-	422,212
Other liabilities	27,311	-	-	27,311
	<b>2,928,454</b>	<b>3,258,930</b>	<b>8,001,525</b>	<b>14,188,909</b>

Consolidated	Up to 1 year	From 2 to 3 years	More than 3 years	Total
<b>At December 31, 2024</b>				
Borrowings	489,712	2,431,659	8,492,304	11,413,675
Leases payable	157,856	247,183	563,324	968,363
Agricultural partnership payable	848,595	932,771	1,705,682	3,487,048
Derivative financial instruments	386,872	72,306	-	459,178
Trade payables	489,986	-	-	489,986
Other liabilities	35,463	21,636	-	57,099
	<b>2,408,484</b>	<b>3,705,555</b>	<b>10,761,310</b>	<b>16,875,349</b>

<b>At March 31, 2024</b>				
Borrowings	1,380,441	2,073,255	5,732,961	9,186,657
Leases payable	153,658	255,747	540,305	949,710
Agricultural partnership payable	789,954	922,807	1,773,674	3,486,435
Derivative financial instruments	158,129	13,596	-	171,725
Trade payables	408,590	-	-	408,590
Other liabilities	41,407	-	-	41,407
	<b>2,932,179</b>	<b>3,265,405</b>	<b>8,046,940</b>	<b>14,244,524</b>

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### 22.4 Capital management

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern to provide returns for stockholders and benefits for other stakeholders, and to maintain an optimal debt-equity structure to reduce the cost of capital.

In order to maintain or adjust its capital structure, the Company may take actions to ensure the achievement of the above-mentioned objectives, as permitted by the Brazilian Corporate Law.

### 23 Classification and fair value of financial instruments

#### 23.1 Classification

Financial assets and liabilities are classified as follows:

		Parent	
	Classification	December 31, 2024	March 31, 2024
Financial assets			
Cash and cash equivalents	Amortized cost	1,352,252	204,467
Financial investments	Fair value through profit or loss	1,769,166	2,743,929
Trade receivables	Amortized cost	752,781	651,856
	Fair value through other comprehensive income	119,628	97,914
Derivative financial instruments	Fair value through profit or loss	164,963	213,192
Judicial deposits	Amortized cost	1,999,986	1,491,196
Other assets, except prepayments	Amortized cost	373,798	374,524
		<b>6,532,574</b>	<b>5,777,078</b>
Financial liabilities			
Borrowings	Amortized cost	8,410,412	6,495,230
	Fair value through other comprehensive income	265,821	59,734
Derivative financial instruments	Fair value through profit or loss	193,357	111,991
Leases and agricultural partnerships payable	Amortized cost	2,860,303	2,874,760
Trade payables	Amortized cost	495,857	422,212
Other liabilities	Amortized cost	52,465	27,311
		<b>12,278,215</b>	<b>9,991,238</b>

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		Consolidated	
	Classification	December 31, 2024	March 31, 2024
Financial assets			
Cash and cash equivalents	Amortized cost	1,352,343	204,560
Financial investments	Fair value through profit or loss	1,970,394	3,017,449
Trade receivables	Amortized cost	828,848	698,384
	Fair value through other		
Derivative financial instruments	comprehensive income	119,628	97,914
Derivative financial instruments	Fair value through profit or loss	164,963	213,192
Judicial deposits	Amortized cost	2,000,002	1,491,213
Other assets, except prepayments	Amortized cost	374,059	376,669
		<b>6,810,237</b>	<b>6,099,381</b>
Financial liabilities			
Borrowings	Amortized cost	8,457,026	6,536,818
	Fair value through other		
Derivative financial instruments	comprehensive income	265,821	59,734
Derivative financial instruments	Fair value through profit or loss	193,357	111,991
Trade payables	Amortized cost	489,986	408,590
Leases and agricultural partnerships payable	Amortized cost	2,860,303	2,874,760
Other liabilities	Amortized cost	57,099	41,407
		<b>12,323,592</b>	<b>10,033,300</b>

The credit quality of financial assets that are neither past due nor impaired is assessed by reference to external credit ratings (if available) or to historical information about counterparty default rates: There is no history of significant default in the Company.

### 23.2 Fair value

The Company measures and determines fair value through the use of various methods, including market approaches of income or cost, in order to estimate the value that market participants would use to price the asset or liability. Financial assets and liabilities carried at fair value are classified and disclosed within the following fair value hierarchy levels:

**Level 1** - Quoted prices (unadjusted) in active, liquid and visible markets, for identical assets and liabilities that are readily available at the measurement date;

**Level 2** - Quoted prices (which may be adjusted or not) for similar assets or liabilities in active markets; and

**Level 3** - Assets and liabilities for which there is little, if any, market activity, or whose prices or valuation techniques are supported by inputs from a thin, nonexistent, or illiquid market (non-observable inputs).

During the reporting period, there was no reclassification of assets and liabilities at fair value to or from levels 1, 2 or 3.

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Parent	December 31, 2024			March 31, 2024		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Assets						
Financial investments	-	1,769,166	-	-	2,743,929	-
Derivative financial instruments	110,026	174,565	-	56,389	254,717	-
Biological assets (i)	-	-	1,165,764	-	-	1,364,508
	<b>110,026</b>	<b>1,943,731</b>	<b>1,165,764</b>	<b>56,389</b>	<b>2,998,646</b>	<b>1,364,508</b>
Liabilities						
Derivative financial instruments	64,240	394,938	-	47,055	124,670	-
	<b>64,240</b>	<b>394,938</b>	<b>-</b>	<b>47,055</b>	<b>124,670</b>	<b>-</b>

Consolidated	December 31, 2024			March 31, 2024		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Assets						
Financial investments	-	1,970,394	-	-	3,017,449	-
Derivative financial instruments	110,026	174,565	-	56,389	254,717	-
Biological assets (i)	-	-	1,165,764	-	-	1,364,508
	<b>110,026</b>	<b>2,144,959</b>	<b>1,165,764</b>	<b>56,389</b>	<b>3,272,166</b>	<b>1,364,508</b>
Liabilities						
Derivative financial instruments	64,240	394,938	-	47,055	124,670	-
	<b>64,240</b>	<b>394,938</b>	<b>-</b>	<b>47,055</b>	<b>124,670</b>	<b>-</b>

### **Futures and Options - ICE**

The fair value of futures traded on the New York - Intercontinental Exchange (ICE Futures US) and B3 - Brazil, Stock Exchange, OTC is calculated as the difference between the price of the derivative in the contract and the market closing price on the base date, which is obtained from quotations in an active market, and reconciled with creditor or debtor balances with the brokers. The fair value of options traded on the ICE platform is obtained from market quotations.

### **Currency options**

The fair value of currency options is obtained through the use of the Garman & Kohlhagen model, which is based on public market data and characteristics thereof, specifically the underlying asset price, strike of options, volatility, yield curve, and the time remaining to the maturity of the contracts.

### **Forward contracts**

The fair values of forward contracts, both for foreign exchange and sugar, contracted in the OTC market with leading banks, are calculated using discounted future cash flow methods, which are based on observable market data, specifically the DI, SOFR, exchange coupon interest curves published by B3, PTAX 800 published by the Brazilian Central Bank, and sugar futures prices disclosed by ICE Exchange.

### **Other financial assets and liabilities**

The carrying amounts of trade receivables, notes receivable, trade payables and notes payable less impairment provision, or adjustment to present value, where applicable, are assumed to approximate their fair values.

# Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

## 24 Segment information (Consolidated)

Management has determined the Company's operating segments based on the reports used for strategic decisions and reviewed by the chief decision-makers, namely: the Executive Board, the CEO, and the Board of Directors.

The analyses are made by business segment, as described below, based on the products sold by the Company:

- (i) Sugar;
- (ii) Ethanol;
- (iii) Corn ethanol;
- (iv) Electric power;
- (v) Real estate businesses;
- (vi) Yeast; and
- (vii) Other products and by-products.

The analyses of operating segment performance are based on each product's operating results, focusing on profitability. The operating assets related to these segments are all located in Brazil.

### Consolidated result by segment

December 31, 2024									
Consolidated	Sugar	Ethanol	Corn ethanol	Electric power	Real estate businesses	Yeast	Other products	Not by segment	Total
Gross revenue									
Domestic market	262,306	1,877,177	327,128	232,731	23,379	51,728	281,342	-	3,055,791
Foreign market	2,584,812	283,584	-	-	-	-	2,682	-	2,871,078
Gain/loss on derivatives	(196,395)	(4,600)	-	-	-	(1,036)	-	-	(202,031)
Amortization of electric power supply contract	-	-	-	-	-	-	-	-	-
(-) Taxes, contributions, and deductions on sales	(19,964)	(246,574)	14,425	(10,446)	(5,110)	(2,777)	(29,933)	-	(300,379)
<b>Net revenue</b>	<b>2,630,759</b>	<b>1,909,587</b>	<b>341,553</b>	<b>222,285</b>	<b>18,269</b>	<b>47,915</b>	<b>254,091</b>	-	<b>5,424,459</b>
Cost of goods sold	(1,481,892)	(1,725,662)	(251,494)	(84,651)	(1,360)	(25,556)	(225,330)	-	(3,795,945)
Change in the market value of biological assets, agricultural produce, and CBIOs	(33,979)	(86,212)	-	-	-	-	-	-	(120,191)
<b>Gross profit</b>	<b>1,114,888</b>	<b>97,713</b>	<b>90,059</b>	<b>137,634</b>	<b>16,909</b>	<b>22,359</b>	<b>28,761</b>	-	<b>1,508,323</b>
Gross margin	42.4%	5.1%	26.4%	61.9%	92.6%	46.7%	11.3%	-	27.8%
Selling expenses	(136,118)	(48,874)	(6,420)	(13,588)	-	(10)	151	-	(204,859)
Other operating expenses, net	-	-	-	-	-	-	-	(45,246)	(45,246)
<b>Operating profit</b>	<b>978,770</b>	<b>48,839</b>	<b>83,639</b>	<b>124,046</b>	<b>16,909</b>	<b>22,349</b>	<b>28,912</b>	<b>(45,246)</b>	<b>1,258,218</b>
Operating margin	37.2%	2.6%	24.5%	55.8%	92.6%	46.6%	11.4%	-	23.2%
Other income and expenses not by segment	-	-	-	-	-	-	-	(806,528)	(806,528)
<b>Profit for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>451,690</b>
Depreciation and amortization - intangible assets and right-of-use assets	(808,116)	(729,653)	(13,630)	(11,835)	-	(9,060)	(56,474)	(15,060)	(1,643,828)

December 31, 2023									
Consolidated	Sugar	Ethanol	Corn ethanol	Electric power	Real estate businesses	Yeast	Other products	Not by segment	Total
Gross revenue									
Domestic market	237,830	1,228,397	224,167	195,207	13,666	53,743	302,702	-	2,255,712
Foreign market	2,150,776	220,489	-	-	-	8,322	-	-	2,379,587
Gain/loss on derivatives	43,511	6,583	-	-	-	-	-	-	50,094
Amortization of electric power supply contract	-	-	-	-	-	-	-	(8,800)	(8,800)
(-) Taxes, contributions, and deductions on sales	(16,157)	(116,675)	(2,055)	(10,187)	(7,741)	(5,807)	(47,994)	-	(206,616)
<b>Net revenue</b>	<b>2,415,960</b>	<b>1,338,794</b>	<b>222,112</b>	<b>185,020</b>	<b>5,925</b>	<b>56,258</b>	<b>254,708</b>	<b>(8,800)</b>	<b>4,469,977</b>
Cost of goods sold	(1,360,365)	(1,347,094)	(228,123)	(49,258)	12	(20,537)	(226,049)	-	(3,231,414)
Changes in the market value of biological assets, and agricultural produce	116,830	(32,665)	-	-	-	-	10,202	-	94,367
<b>Gross profit</b>	<b>1,172,425</b>	<b>(40,965)</b>	<b>(6,011)</b>	<b>135,762</b>	<b>5,937</b>	<b>35,721</b>	<b>38,861</b>	<b>(8,800)</b>	<b>1,332,930</b>
Gross margin	48.5%	-3.1%	-2.7%	73.4%	100.2%	63.5%	15.3%	-	29.8%
Selling expenses	(111,660)	(24,746)	(1,559)	(10,904)	-	-	(561)	-	(149,430)
Other operating income, net	-	-	-	-	-	-	-	288,490	288,490
<b>Operating profit</b>	<b>1,060,765</b>	<b>(65,711)</b>	<b>(7,570)</b>	<b>124,858</b>	<b>5,937</b>	<b>35,721</b>	<b>38,300</b>	<b>279,690</b>	<b>1,471,990</b>
Operating margin	43.9%	-4.9%	-3.4%	67.5%	100.2%	63.5%	15.0%	-	32.9%
Other income and expenses not by segment	-	-	-	-	-	-	-	(622,993)	(622,993)
<b>Profit for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>848,997</b>
Depreciation and amortization - intangible assets and right-of-use assets	(687,879)	(625,732)	(4,705)	(11,204)	-	(7,007)	(25,090)	(13,057)	(1,374,674)



## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

On December 31, 2024, net revenue from Cbios (decarbonization credits), amounting to R\$ 40,796, (R\$ 35,214 at December 31, 2023), is recorded under "Ethanol".

Consolidated net operating revenues are geographically distributed as follows:

Consolidated	December 31, 2024	December 31, 2023
Domestic market	2,754,914	2,011,461
Foreign market		
Middle East and Asia	1,457,297	1,113,600
Europe	1,164,379	1,001,773
North America	17,139	316,101
Specifically intended for export	30,730	27,042
<b>Net revenue</b>	<b>5,424,459</b>	<b>4,469,977</b>

At the reporting date, the Company's main customers represented approximately 50% of its net revenue (45% at December 31, 2023).

### Consolidated operating assets by segment

The main operating assets of São Martinho were segregated by segment based on the cost centers into which they are allocated and/or the apportionment criterion that takes into consideration the share of each product in relation to total production. This allocation could, therefore, vary from one period to another.

December 31, 2024								
	Sugar	Ethanol	Corn ethanol	Electric power	Real estate businesses	Yeast	Not by segment	Total
Trade receivables	451,217	140,838	59,858	24,949	53,648	3,668	94,670	828,848
Inventories and advances to suppliers	549,061	1,300,111	252,828	-	5,840	1,625	19,428	2,128,893
Biological assets	705,551	460,213	-	-	-	-	-	1,165,764
Property, plant and equipment	3,417,138	3,628,527	526,430	167,991	-	33,080	117,351	7,890,517
Intangible assets	278,265	173,792	1,108	-	-	-	-	453,165
Right-of-use assets	1,435,021	1,325,118	-	-	-	-	-	2,760,139
<b>Total assets allocated</b>	<b>6,836,253</b>	<b>7,028,599</b>	<b>840,224</b>	<b>192,940</b>	<b>59,488</b>	<b>38,373</b>	<b>231,449</b>	<b>15,227,326</b>
Other unallocated assets (i)	-	-	-	-	-	-	7,088,478	7,088,478
<b>Total</b>	<b>6,836,253</b>	<b>7,028,599</b>	<b>840,224</b>	<b>192,940</b>	<b>59,488</b>	<b>38,373</b>	<b>7,319,927</b>	<b>22,315,804</b>

March 31, 2024								
	Sugar	Ethanol	Corn ethanol	Electric power	Real estate businesses	Yeast	Not by segment	Total
Trade receivables	293,687	221,395	73,402	6,607	41,839	1,825	59,629	698,384
Inventories and advances to suppliers	374,632	190,199	151,649	-	6,594	460	12,676	736,210
Biological assets	890,278	474,230	-	-	-	-	-	1,364,508
Property, plant and equipment	3,740,024	3,559,977	527,821	147,148	-	33,547	36,631	8,045,148
Intangible assets	281,656	172,195	1,116	-	-	-	-	454,967
Right-of-use assets	1,166,783	1,622,814	-	-	-	-	-	2,789,597
<b>Total assets allocated</b>	<b>6,747,060</b>	<b>6,240,810</b>	<b>753,988</b>	<b>153,755</b>	<b>48,433</b>	<b>35,832</b>	<b>108,936</b>	<b>14,088,814</b>
Other unallocated assets (i)	-	-	-	-	-	-	6,282,635	6,282,635
<b>Total</b>	<b>6,747,060</b>	<b>6,240,810</b>	<b>753,988</b>	<b>153,755</b>	<b>48,433</b>	<b>35,832</b>	<b>6,391,571</b>	<b>20,371,449</b>

(i) Mainly represented by the balances of financial investments and judicial deposits.

According to the approach of the main decision-makers, liabilities are not being disclosed by segment, but are analyzed on a consolidated basis.

## **25 Revenue**

The Company recognizes its revenues based on the consideration expected to be received in exchange for the control of goods and services.

No losses are expected in connection with sales in the sugar and ethanol market and other by-products, since all the performance obligations are met upon delivery of the final product, when revenue is recognized.

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the Company's activities.

### **a) Sale of goods and rendering of services**

São Martinho sells sugar, ethanol, electric power, and yeast, among other products. Sales are recognized when the products are delivered to the customer. In order for revenue to be recognized, the Company follows the conceptual framework of the standard, which comprises the following steps: identification of contracts with customers, identification of performance obligations under the contracts, determination of the transaction price, and allocation of the transaction price.

São Martinho renders planting, mechanization and logistics services. These services are priced based on the time consumed and the materials used, and revenue is recognized as the services are rendered.

### **b) Sale of plots of land and land subdivisions (real estate developments)**

Sales revenue and cost of land inherent in real estate developments are recognized in profit or loss to the extent that the infrastructure work progresses, as directed by the CVM and detailed above.

For sales in installments of land with completed infrastructure projects, revenue is recognized when the sale is made, regardless of the term to receive the contractual amount, and is measured at the fair value of the consideration received and receivable. The amounts receivable are adjusted to present value.

Composition:

## Notes to the interim financial information at December 31, 2024

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Parent	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Gross sales revenue				
Domestic market	1,137,354	2,855,483	745,526	2,101,633
Foreign market	883,559	2,871,078	855,126	2,379,587
Gain/loss on derivatives	(142,017)	(202,031)	27,636	50,094
	<u>1,878,896</u>	<u>5,524,530</u>	<u>1,628,288</u>	<u>4,531,314</u>
Taxes, contributions, and deductions on sales	(113,217)	(284,998)	(75,217)	(190,243)
	<u><b>1,765,679</b></u>	<u><b>5,239,532</b></u>	<u><b>1,553,071</b></u>	<u><b>4,341,071</b></u>

Consolidated	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Gross sales revenue				
Domestic market	1,198,177	3,055,791	793,538	2,255,712
Foreign market	883,559	2,871,078	855,126	2,379,587
Gain/loss on derivatives	(142,016)	(202,031)	27,636	50,094
	<u>1,939,720</u>	<u>5,724,838</u>	<u>1,676,300</u>	<u>4,685,393</u>
Amortization of electric power supply contract (i)	-	-	(1,582)	(8,800)
	<u>1,939,720</u>	<u>5,724,838</u>	<u>1,674,718</u>	<u>4,676,593</u>
Taxes (ii), contributions, and deductions on sales	(117,382)	(300,379)	(82,317)	(206,616)
	<u><b>1,822,338</b></u>	<u><b>5,424,459</b></u>	<u><b>1,592,401</b></u>	<u><b>4,469,977</b></u>

(i) Amortization of the electric power supply contracts entered into with BIO SC.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 26 Costs and expenses by nature

Reconciliation of expenses by nature:

Parent	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Depreciation and amortization (including biological assets harvested)	(665,352)	(1,637,866)	(540,933)	(1,370,994)
Raw materials and consumables	(403,530)	(1,369,451)	(402,962)	(1,271,226)
Personnel expenses	(167,243)	(457,673)	(124,559)	(382,118)
Material for resale	(8,739)	(51,887)	(9,937)	(34,103)
Maintenance parts and services	(69,108)	(206,182)	(65,549)	(152,346)
Changes in the fair value of biological assets, agricultural produce, and CBIO	(25,493)	(120,191)	(62,654)	94,367
Recognition (reversal) of provision for losses on realization of inventories	-	2,814	(20,460)	(20,460)
Freight on sales	(57,572)	(173,400)	(47,808)	(128,340)
Third-party services	(39,619)	(111,254)	(29,478)	(78,439)
Litigation	(6,892)	(25,521)	(5,497)	(23,205)
Inputs	(58,864)	(136,723)	(43,640)	(94,688)
Other expenses	(39,830)	(107,139)	(33,072)	(94,147)
	<b>(1,542,242)</b>	<b>(4,394,473)</b>	<b>(1,386,549)</b>	<b>(3,555,699)</b>

Classified as:

Cost of goods sold	(1,402,167)	(3,950,527)	(1,282,031)	(3,195,186)
Selling expenses	(62,478)	(193,604)	(54,320)	(140,148)
General and administrative expenses	(77,597)	(250,342)	(50,198)	(220,365)
	<b>(1,542,242)</b>	<b>(4,394,473)</b>	<b>(1,386,549)</b>	<b>(3,555,699)</b>

Consolidated	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
Depreciation and amortization (including biological assets harvested)	(667,326)	(1,643,828)	(542,130)	(1,374,674)
Raw materials and consumables	(377,098)	(1,300,204)	(368,584)	(1,202,038)
Personnel expenses	(168,402)	(464,503)	(126,306)	(387,643)
Material for resale	(23,599)	(69,434)	(11,832)	(38,116)
Maintenance parts and services	(69,190)	(206,450)	(65,613)	(152,597)
Changes in the fair value of biological assets, agricultural produce, and CBIO	(25,493)	(120,191)	(62,654)	94,367
Recognition (reversal) of provision for losses on realization of inventories		2,814	(20,460)	(20,460)
Freight on sales	(57,572)	(173,400)	(47,789)	(128,321)
Third-party services	(40,194)	(113,214)	(31,273)	(81,937)
Litigation	(6,902)	(25,893)	(5,600)	(23,306)
Cost of land sales	(583)	(1,360)	15	74
Inputs	(59,060)	(145,533)	(44,113)	(103,303)
Other expenses	(44,561)	(124,931)	(36,975)	(102,999)
	<b>(1,539,980)</b>	<b>(4,386,127)</b>	<b>(1,363,314)</b>	<b>(3,520,953)</b>

Classified as:

Cost of goods sold	(1,394,031)	(3,916,136)	(1,252,450)	(3,137,047)
Selling expenses	(66,560)	(204,859)	(57,006)	(149,430)
General and administrative expenses	(79,389)	(265,132)	(53,858)	(234,476)
	<b>(1,539,980)</b>	<b>(4,386,127)</b>	<b>(1,363,314)</b>	<b>(3,520,953)</b>

### 27 Other income, net

Of the total recorded under Other income in the Consolidated at the reporting date, R\$ 199,446 refers to presumed PIS/COFINS credits on sugar cane (Note 8). At December 31, 2023, the amount of R\$ 502,834 relates to the indemnity received from Copersucar and transferred to the Company (Note 15(b)).

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 28 Finance income (costs)

Parent	Quarter	9-month period	Quarter	9-month period
Finance income				
Interest received and earned	57,547	199,753	36,457	177,297
Other income	7,287	18,121	2,019	18,370
PIS/COFINS on finance income	(3,134)	(9,613)	(1,435)	(9,407)
	<b>61,700</b>	<b>208,261</b>	<b>37,041</b>	<b>186,260</b>
Finance costs				
Interest on borrowings	(188,713)	(503,050)	(132,648)	(447,866)
Adjustment to present value (i)	(59,647)	(214,747)	(66,523)	(241,806)
Interest paid	(8,601)	(22,914)	(2,937)	(9,285)
Bank guarantee commission	(2,128)	(6,304)	(2,479)	(7,329)
Payables to Copersucar	(1,934)	(7,678)	(1,515)	(4,615)
Other expenses	2,067	1,205	(13,181)	(18,489)
	<b>(258,956)</b>	<b>(753,488)</b>	<b>(219,283)</b>	<b>(729,390)</b>
Exchange and monetary variation, net				
Trade receivables and payables	(5,272)	(3,527)	7,379	(1,662)
Available funds	33,230	43,466	(1,961)	(7,977)
Borrowings	(69,373)	(188,554)	8,361	(61,477)
	<b>(41,415)</b>	<b>(148,615)</b>	<b>13,779</b>	<b>(71,116)</b>
Derivatives - not designated for hedge accounting				
Gain/loss on swap transactions	(103,576)	(199,442)	13,791	(4,206)
Gain (loss) on ethanol transactions	495	341	(14)	(57)
Foreign exchange gain (loss), net	11,378	14,090	(2,102)	(2,705)
Gain (loss) on sugar transactions	(16,238)	28,685	5,983	2,963
Gain (loss) on foreign exchange transactions	(18,917)	(31,502)	5,228	20,142
Gain (loss) on corn transactions	-	3	-	-
Cost of stock exchange transactions	(88)	458	549	(36)
	<b>(126,946)</b>	<b>(187,367)</b>	<b>23,435</b>	<b>16,101</b>
	<b>(365,617)</b>	<b>(881,209)</b>	<b>(145,028)</b>	<b>(598,145)</b>
Consolidated	Quarter	9-month period	Quarter	9-month period
Finance income				
Interest received and earned	65,052	224,622	42,622	198,539
Other income	8,456	20,279	1,798	14,884
PIS/COFINS on finance income	(3,212)	(9,878)	(1,431)	(9,283)
	<b>70,296</b>	<b>235,023</b>	<b>42,989</b>	<b>204,140</b>
Finance costs				
Interest on borrowings	(189,601)	(505,536)	(133,277)	(450,319)
Adjustment to present value (i)	(59,647)	(214,747)	(66,523)	(241,806)
Interest paid	(8,587)	(22,644)	(2,927)	(9,270)
Bank guarantee commission	(2,137)	(6,315)	(2,485)	(7,335)
Payables to Copersucar	(1,934)	(7,678)	(1,515)	(4,615)
Other expenses	1,543	(457)	(13,298)	(18,699)
	<b>(260,363)</b>	<b>(757,377)</b>	<b>(220,025)</b>	<b>(732,044)</b>
Exchange and monetary variation, net				
Trade receivables and payables	(5,272)	(3,527)	7,379	(1,662)
Available funds	33,230	43,466	(1,961)	(7,977)
Borrowings	(69,373)	(188,554)	8,361	(61,477)
	<b>(41,415)</b>	<b>(148,615)</b>	<b>13,779</b>	<b>(71,116)</b>
Derivatives - not designated for hedge accounting				
Gain/loss on swap transactions	(103,576)	(199,442)	13,791	(4,206)
Gain (loss) on ethanol transactions	495	341	(14)	(57)
Foreign exchange gain (loss), net	11,378	14,090	(2,102)	(2,705)
Gain (loss) on sugar transactions	(16,238)	28,685	5,983	2,963
Gain (loss) on foreign exchange transactions	(18,917)	(31,502)	5,228	20,142
Gain (loss) on corn transactions	-	3	-	-
Cost of stock exchange transactions	(88)	458	549	(36)
	<b>(126,946)</b>	<b>(187,367)</b>	<b>23,435</b>	<b>16,101</b>
	<b>(358,428)</b>	<b>(858,336)</b>	<b>(139,822)</b>	<b>(582,919)</b>

(i) Mainly leases and agricultural partnerships payable.

## Notes to the interim financial information at December 31, 2024

All amounts in thousands of reais unless otherwise stated

### 29 Earnings per share

	December 31, 2024		December 31, 2023	
	Quarter	9-month period	Quarter	9-month period
<b>Profit for the period attributable to owners of the Parent</b>	<b>157,921</b>	<b>451,690</b>	<b>210,635</b>	<b>848,997</b>
Common shares at the beginning of the period - in thousands	332,435	346,375	346,375	346,375
Weighted average number of treasury shares - in thousands	(462)	(11,419)	-	-
Weighted average number of common shares outstanding - in thousands (i)	331,973	334,956	346,375	346,375
<b>Basic and diluted earnings per share - R\$</b>	<b>0.4757</b>	<b>1.3485</b>	<b>0.6081</b>	<b>2.4511</b>

(i) In 2024, the weighted average price of shares was affected by the share buyback program, cancellation of shares, and share-based payment of bonus (Note 17b).

### 30 Insurance coverage

São Martinho maintains a standard safety, training and quality program for all units, which aims at reducing the risks of accidents, among other purposes. Insurance policies are taken out at amounts considered sufficient (unaudited information) to cover potential losses, if any, on its assets and liabilities. The amounts covered by the insurance policies in effect at the reporting date are as follows:

Parent and Consolidated Item	Insured risks	Maximum coverage (i)
Loss of Profits and Operational Risks (ii)	Income lost due to business interruption caused by an insured event. Any material damage to buildings, facilities, inventories, agricultural and industrial machinery and equipment.	2,517,664
Civil Liability	Damages caused to third parties as a result of professional errors or omissions (E&O insurance).	2,154,250
Environmental Responsibility	Environmental accidents that may lead to breaches of environmental laws.	30,000

(i) Corresponds to the maximum coverage amount for the various assets and locations insured.

(ii) Insurance coverage against material damages (operating risks) to vehicles are excluded, as the reference used is 100% of the Economic Research Institute (FIPE) table.

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