ELDORADO BRASIL CELULOSE S.A.

Parent company and consolidated interim

financial information

March 31, 2024

Eldorado Brasil

Contents

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Report on review of interim financial information
(A free translation of the original report in Portuguese)

To the Shareholders, Board of Directors, and Management of
Eldorado Brasil Celulose S.A.
São Paulo – SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Eldorado Brasil Celulose S.A. (the "Company") contained in the Quarterly Information Form (ITR) for the quarter ended March 31, 2024, which comprises the statement of financial position as of March 31, 2024 and the respective statements of income, comprehensive income for the three-month period then ended, changes in equity and cash flows for the three period then ended, including the explanatory notes.

The Company's management is responsible for the preparation of this individual and consolidated interim financial information in accordance with Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in accordance with standards issued by the Brazilian Securities Commission, applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of the review

We conducted our review in accordance with the Brazilian and International standards on review engagements of interim financial information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity 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 the financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the 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 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 has not been prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, applicable to the preparation of Quarterly Information (ITR), and presented in accordance with the standards issued by the Brazilian Securities Commission.

Other matters

Statements of value added

The interim financial information as referred to above includes individual and consolidated statements of value added (DVA) for the three-month period ended March 31, 2024, prepared under the responsibility of the Company's management, presented as supplementary information for the purposes of IAS 34. The financial information were submitted to the review procedures followed together with the review of the Quarterly Information, in order to form our conclusion whether these statements are reconciled to the interim financial information and to the accounting records, as applicable, and whether their form and content are in accordance with the criteria set on Technical Pronouncement CPC 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that Statement of Value Added has not been prepared, in all material respects, in accordance with requirements described at the Technical Pronouncement and consistent with the individual and consolidated interim financial information taken as a whole.

São Paulo, May 15, 2024

KPMG Auditores Independentes Ltda.

CRC 2SP014428/O-6

Original report in Portuguese signed by

Leslie Nares Laurenti

Accountant CRC 1SP215906/O-1

(In thousands of reais)

		Parent Company		Consolidated	
ASSETS	Notes	**03/31/2024**	**12/31/2023**	**03/31/2024**	**12/31/2023**
Current assets					
Cash and cash equivalents	5	141,444	916,360	1,226,244	1,407,283
Trade accounts receivable	6	1,341,395	868,311	1,118,962	1,133,769
Inventories	8	659,662	627,092	779,919	748,147
Recoverable taxes	9	95,945	80,382	97,946	84,347
Income tax and social contribution - current		-	-	52,117	13,895
Derivative financial instruments	4.4	116,992	149,695	116,992	149,695
Advances to suppliers		101,082	65,588	102,436	66,906
Other current assets		50,028	44,831	51,328	45,725
Total current assets		**2,506,548**	**2,752,259**	**3,545,944**	**3,649,767**
Non-current assets					
Recoverable taxes	9	24,221	15,572	24,469	15,959
Advances to suppliers		439,623	395,627	439,623	395,627
Derivative financial instruments	4.4	173,766	175,554	173,766	175,554
Loans with related parties	7.3	357,519	291,037	-	-
Income tax and social contribution - deferred	17.2	-	-	9,984	-
Other non-current assets		1,900	2,370	2,378	2,881
		997,029	**880,160**	**650,220**	**590,021**
Biological assets	10	4,777,807	4,748,287	4,777,807	4,748,287
Investments	11.2	2,275,847	2,108,742	-	-
Property, plant and equipment	12.1	4,911,686	4,983,149	5,247,239	5,323,027
Intangible assets	13	45,975	30,384	161,233	126,398
Rights-of-use	14.1	1,407,279	1,402,098	1,694,599	1,671,985
		13,418,594	**13,272,660**	**11,880,878**	**11,869,697**
Total non-current assets		**14,415,623**	**14,152,820**	**12,531,098**	**12,459,718**
Total Assets		**16,922,171**	**16,905,079**	**16,077,042**	**16,109,485**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of reais)

		Parent Company		Consolidated	
LIABILITIES	Notes	**03/31/2024**	**12/31/2023**	**03/31/2024**	**12/31/2023**
Current liabilities					
Suppliers	15	274,449	350,493	300,381	389,798
Loans and financing	16.1	1,068,969	1,188,827	1,068,969	1,188,827
Leases payable	14.2	135,894	146,141	192,403	191,174
Loans with related parties	7.4	1,115,312	1,068,046	-	-
Labor and social security obligations		165,084	225,013	170,083	232,873
Tax liabilities		16,538	15,867	54,088	17,381
Income tax and social contribution - current		40,478	-	40,485	-
Derivative financial instruments	4.4	12,936	3,968	12,936	3,968
Other current liabilities		11,690	24,757	79,017	88,410
Total current liabilities		**2,841,350**	**3,023,112**	**1,918,362**	**2,112,431**
Non-current liabilities					
Loans and financing	16.1	1,226,462	1,434,146	1,226,462	1,434,146
Leases payable	14.2	1,453,739	1,429,471	1,531,559	1,544,521
Income tax and social contribution - deferred	17.2	690,379	656,289	690,379	656,289
Provision for legal risks	18	39,376	42,205	39,415	42,244
Other non-current liabilities		36,887	30,727	36,887	30,725
Total non-current liabilities		**3,446,843**	**3,592,838**	**3,524,702**	**3,707,925**
Total liabilities		**6,288,193**	**6,615,950**	**5,443,064**	**5,820,356**
Shareholders' equity					
Share Capital		1,788,792	1,788,792	1,788,792	1,788,792
Profit reserves		8,232,269	8,232,269	8,232,269	8,232,269
Equity valuation adjustments		306,863	268,068	306,863	268,068
Retained earnings		306,054	-	306,054	-
Total shareholders' equity		**10,633,978**	**10,289,129**	**10,633,978**	**10,289,129**
Total liabilities and shareholders’ equity		**16,922,171**	**16,905,079**	**16,077,042**	**16,109,485**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of reais)

		Parent Company			Consolidated
	Notes	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Net revenue	20	1,243,048	733,326	1,424,676	1,535,357
Cost of products sold	22	(646,980)	(538,305)	(664,984)	(530,849)
Gross income		**596,068**	**195,021**	**759,692**	**1,004,508**
Operating revenues (expenses)					
Administrative and general	22	(85,760)	(72,606)	(103,850)	(76,752)
Sales and logistics	22	(76,057)	(55,497)	(152,084)	(134,565)
Equity in net income of subsidiaries	11.2	91,947	728,864	-	-
Reversal of expected credit losses	6.2	532	315	7,010	5,580
Other operating revenues (expenses), net	23	14,237	5,651	13,895	5,452
Operating income (loss) before financial income (loss)		**540,967**	**801,748**	**524,663**	**804,223**
Net financial income (loss)	24				
Financial revenues		13,813	14,023	23,527	25,035
Financial expenses		(86,212)	(138,762)	(79,273)	(128,008)
Derivative financial instruments		(9,856)	209,646	(9,856)	209,646
Net exchange-rate change		(40,484)	78,419	(40,668)	77,161
Income before taxes		**418,228**	**965,074**	**418,393**	**988,057**
Income tax and social contribution	17.1				
Current		(72,197)	(2,011)	(82,189)	(24,994)
Deferred		(39,977)	(71,255)	(30,150)	(71,255)
Net income for the period		**306,054**	**891,808**	**306,054**	**891,808**
Basic and diluted net earnings per share – in reais (R$)	19.1			**0.2006**	**0.5846**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of Reais)

	Parent company and Consolidated	
	03/31/2024	03/31/2023
Net income for the period	**306,054**	**891,808**
Items that can be subsequently reclassified to income (loss):		
Foreign exchange differences on translation of foreign operations	63,710	(52,996)
Adjustment of cash flow hedge	(37,750)	21,577
Deferred income tax/social contribution on cash flow hedge	12,835	(7,336)
Other comprehensive income for the period, net of income tax and social contribution	**38,795**	**(38,755)**
Total comprehensive income for the period	**344,849**	**853,053**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of reais)

		Profit reserves					Equity valuation adjustments			
	Share Capital	Legal reserve	Tax incentive reserve	Expansion reserve	Reserve for retained minimum mandatory dividends	Profit retention	Hedge accounting	Accumulated translation adjustments	Retained earnings	Total shareholders' equity
Balance at December 31, 2022	**1,788,792**	**257,199**	**1,004,037**	**1,039,340**	**238,037**	**3,346,461**	**58,982**	**291,890**	**-**	**8,024,738**
Net income for the period	-	-	-	-	-	-	-	-	891,808	**891,808**
Other comprehensive income for the period	-	-	-	-	-	-	14,241	(52,996)	-	**(38,755)**
Comprehensive income for the period	**-**	**-**	**-**	**-**	**-**	**-**	**14,241**	**(52,996)**	**891,808**	**853,053**
Formation of reserves	-	-	4,539	-	-	-	-	-	(4,539)	**-**
Balance at March 31, 2023	**1,788,792**	**257,199**	**1,008,576**	**1,039,340**	**238,037**	**3,346,461**	**73,223**	**238,894**	**887,269**	**8,877,791**
Balance at December 31, 2023	**1,788,792**	**357,758**	**1,008,576**	**1,039,340**	**238,037**	**5,588,558**	**113,700**	**154,368**	**-**	**10,289,129**
Net income for the period	-	-	-	-	-	-	-	-	306,054	**306,054**
Other comprehensive income for the period	-	-	-	-	-	-	(24,915)	63,710	-	**38,795**
Comprehensive income for the period	-	-	-	-	-	-	**(24,915)**	**63,710**	**306,054**	**344,849**
Balance at March 31, 2024	**1,788,792**	**357,758**	**1,008,576**	**1,039,340**	**238,037**	**5,588,558**	**88,785**	**218,078**	**306,054**	**10,633,978**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of Reais)

	Notes	Parent Company 03/31/2024	Parent Company 03/31/2023	Consolidated 03/31/2024	Consolidated 03/31/2023
Cash flow from operating activities:					
Net income for the period		**306,054**	**891,808**	**306,054**	**891,808**
Adjustments due to:					
Depreciation, amortization and depletion	22|23	206,659	140,539	208,989	153,337
Income (loss) from disposal of property, plant and equipment and biological assets		(17,551)	(8,809)	(17,551)	(8,809)
Income tax and social contribution - deferred	17	39,977	71,255	30,150	71,255
Income tax and social contribution - current	17	72,197	2,011	82,189	24,994
Financial charges - interest and exchange-rate change		152,598	24,420	142,699	36,579
Equity in net income of subsidiaries	11.2	(91,947)	(728,864)	-	-
Gain (loss) with derivatives	24	9,856	(209,646)	9,856	(209,646)
Provision for legal risks		5,514	5,993	5,515	6,020
Reversal of ICMS credit losses	23	-	(7,623)	-	(7,623)
Reversal of estimated inventory losses		(49)	(388)	(49)	(388)
Formation (reversal) of expected credit losses	6.2	(532)	(315)	(7,010)	(5,580)
		682,776	**180,381**	**760,842**	**951,947**
Decrease / (increase) in assets					
Trade accounts receivable		(475,665)	158,676	47,609	226,077
Inventories		6,206	(34,639)	18,195	(58,421)
Recoverable taxes		(37,550)	67,295	(69,774)	65,912
Advances to suppliers		(36,329)	(14,355)	(36,366)	(14,461)
Other current and non-current assets		(4,719)	7,548	(5,066)	12,193
		(548,057)	**184,525**	**(45,402)**	**231,300**
Increase / (decrease) in liabilities					
Suppliers		(76,044)	(24,271)	(114,896)	(16,325)
Labor and social security obligations		(59,929)	(68,619)	(62,915)	(71,458)
Tax liabilities		7,620	(7,896)	42,876	(6,789)
Payment for legal risks	18	(8,343)	(3,464)	(8,344)	(3,464)
Other current and non-current liabilities		(6,918)	(1,479)	(5,336)	(20,213)
		(143,614)	**(105,729)**	**(148,615)**	**(118,249)**
Cash generated by (invested in) operating activities		**(8,895)**	**259,177**	**566,825**	**1,064,998**
Income tax and social contribution paid		(18,380)	(68,293)	(31,172)	(84,632)
Net cash generated (invested) by operating activities		**(27,275)**	**190,884**	**535,653**	**980,366**
Cash flow from investment activities:					
Increase in biological assets	10|26	(113,301)	(118,841)	(113,301)	(118,841)
Additions to property, plant and equipment and intangible assets	12|13	(54,432)	(151,555)	(73,565)	(212,278)
Capital increase in subsidiary		-	15,612	-	15,612
Cash received upon disposal of property, plant and equipment and biological assets	23	18,364	-	18,364	-
Loan granted to related parties	7.3	(78,000)	(97,000)	-	-
Dividends received		-	1,152,619	-	-
Net cash generated (invested) by investment activities		**(227,369)**	**800,835**	**(168,502)**	**(315,507)**
Cash flow from financing activities:					
Loans and financing obtained		-	578,279	-	578,279
Amortization of loans and financing - principal	16.3	(305,610)	(774,653)	(305,610)	(774,653)
Amortization of loans and financing - interest	16.3	(127,582)	(134,864)	(127,582)	(134,864)
(Payment) Receipt of operations with derivatives	24	(1,034)	185,916	(1,034)	185,916
Payment of lease agreements	14.2	(86,046)	(71,694)	(134,928)	(118,235)
Net cash invested in financing activities		**(520,272)**	**(217,016)**	**(569,154)**	**(263,557)**
Exchange-rate change on cash		-	-	20,964	(18,531)
Net changes in cash and cash equivalents		**(774,916)**	**774,703**	**(181,039)**	**382,771**
Cash and cash equivalents at the beginning of the period		916,360	173,122	1,407,283	1,347,256
Cash and cash equivalents at the end of the period		141,444	947,825	1,226,244	1,730,027
Net changes in cash and cash equivalents		**(774,916)**	**774,703**	**(181,039)**	**382,771**

See the accompanying notes to the parent company and consolidated interim financial information.

(In thousands of reais)

		Parent Company		Consolidated	
		03/31/2024	03/31/2023	03/31/2024	03/31/2023
Revenues:					
Sale of goods, products and services	20	1,298,992	798,544	1,484,013	1,600,971
Transfers from construction of own assets		9,869	13,229	9,869	13,229
Reversal of expected credit losses	6.2	532	315	7,010	5,580
Other operating revenues (expenses)		14,933	(950)	14,741	(943)
		1,324,326	**811,138**	**1,515,633**	**1,618,837**
Inputs acquired from third parties:					
Raw material and consumable items		(144,980)	(177,899)	(172,565)	(205,677)
Materials, energy, outsourced services and other		(261,456)	(184,533)	(290,465)	(174,092)
Reversal of loss of ICMS credits		-	7,623	-	7,623
		(406,436)	**(354,809)**	**(463,030)**	**(372,146)**
Gross added value		**917,890**	**456,329**	**1,052,603**	**1,246,691**
Depreciation, amortization and depletion	22|23	(206,659)	(140,539)	(208,989)	(153,337)
		711,231	**315,790**	**843,614**	**1,093,354**
Added value received as transfer:					
Equity in net income of subsidiaries	11.2	91,947	728,864	-	-
Financial revenues (expenses) and foreign exchange gain		(36,527)	302,088	(26,997)	311,842
Total added value payable		**766,651**	**1,346,742**	**816,617**	**1,405,196**
Distribution of added value:					
Personnel:					
Direct remuneration		76,207	65,331	78,957	62,656
Benefits		54,752	45,181	56,139	46,239
FGTS		6,264	5,956	6,264	5,956
		137,223	**116,468**	**141,360**	**114,851**
Taxes, rates and contributions:					
Federal		156,306	127,175	159,649	150,544
State		32,396	35,917	33,934	36,067
Municipal		-	-	836	396
		188,702	**163,092**	**194,419**	**187,007**
Third-party capital remuneration:					
Interest and exchange-rate change		84,685	132,922	72,201	119,525
Rents		49,896	42,405	99,504	89,275
Other		91	47	3,079	2,730
		134,672	**175,374**	**174,784**	**211,530**
Remuneration of own capital:					
Net income for the period		**306,054**	**891,808**	**306,054**	**891,808**
Total added value paid		**766,651**	**1,346,742**	**816,617**	**1,405,196**

See the accompanying notes to the parent company and consolidated interim financial information.

1. Operations

Eldorado Brasil Celulose S.A. ("Eldorado"), jointly with its subsidiaries ("Company"), is a publicly-held company incorporated under Brazilian law, registered with the Brazilian Securities and Exchange Commission (CVM), under category B, and headquartered in city of São Paulo, state of São Paulo (SP).

The Company is mainly engaged in the production, sale, import and export of pulp, with an industrial unit in the city of Três Lagoas, state of Mato Grosso do Sul - MS. It also operates in the cultivation of seedlings and trees, extraction of wood from planted forests, reforestation of its own land and of third-party land, as well as in the production of electric power from the processing of biomass.

Pulp sales on the international market are made through direct sales by Eldorado and its subsidiaries located in Austria, the United States of America and China.

The issue of this financial information was authorized by the Company's Board of Directors as of May 15, 2024.

2. Preparation and presentation of individual and consolidated interim financial information

(a) Statement of conformity (in relation to IFRS and CPC standards)

The parent company and consolidated interim financial information was prepared in accordance with IAS 34 – Interim Financial Reporting issued by the International Accounting Standards Board (IASB) and CPC 21 – Interim Financial Reporting issued by Accounting Pronouncement Committee.

Management states that all significant information specific to financial information and only this one, is being evidenced and corresponds to this one used by it in its management.

(b) Measuring basis

The interim financial information was prepared based on material accounting practices and policies consistent with those adopted for preparation of financial statements as of December 31, 2023 and should be read with these statements.

Information from notes which did not suffer material changes compared to the one disclosed in the financial statements as of December 31, 2023, were not fully reproduced in this quarterly information. Certain information was included to explain the main events and transactions that took place, in order to provide an understanding of the changes in the Company's financial position and operating performance since the disclosure of financial statements at December 31, 2023.

The change for the year ended December 31, 2023 is presented in the Parent Company and consolidated annual financial statements for the year then ended, published on March 13, 2024.

The notes listed below are not being presented or are not at the same level of detail as the notes included in the annual financial statements:

- Description of material accounting policies (Note 7);
- Trade accounts receivable (Note 10);
- Recoverable taxes (Note 13);
- Biological assets (Note 14);
- Property, plant and equipment (Note 16);
- Intangible assets (Note 17);
- Right-of-use and leases payable (Note 18);
- Loans and financing (Note 20);
- Income tax and social contribution - current and deferred (Note 21);
- Provision for lawsuit risks (Note 22);
- Shareholders' equity (Note 23);
- Financial instruments (Note 8) and;
- Take or pay contracts (Note 29);
- Insurance (Note 31);
- Management fees (Note 11.4).

(c) Use of estimates and judgments

In the preparation of this individual and consolidated interim financial information, in accordance with IFRS and CPC standards, Management used judgments, estimates and assumptions that affect the application of accounting principles and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

These estimates and assumptions are reviewed in a continuous manner, and such reviews are recognized on a prospective basis.

There was no change of any nature in Management's estimates and judgments in relation to those used and disclosed in the Parent Company and consolidated annual financial statements as of December 31, 2023.

(d) Measurement of fair value

When measuring fair value of an asset or liability, the Company uses observable market data as much as possible. Further information about the assumptions made in measuring fair values is included in the following notes:

- **Note 10** - Biological assets;
- **Note 4** – financial instruments.

(e) Functional and presentation currency

The parent company and consolidated interim financial information is presented in reais (R$), functional currency of the Company. The foreign subsidiaries' functional currency is the US. dollar. All balances have been rounded to the nearest value, unless otherwise indicated.

In thousands of reais, unless otherwise indicated

(i) Foreign currency transactions

Foreign currency transactions are translated into the respective functional currencies of the Group's entities at the exchange rates on the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are converted into the functional currency at the exchange rate determined on the balance sheet date. Exchange differences arising from the reconversion are charged to income (loss).

(ii) Foreign operations

The assets and liabilities of foreign operations are converted into *reais* at the exchange rates calculated on balance sheet date. Foreign transactions' revenue and expenses are translated into *reais* (R$) at exchange rates determined in the respective periods of the transactions.

The differences in foreign currencies (functional currency of the foreign subsidiaries) generated for the translation into the presentation currency, the *reais*, are recognized in comprehensive income and accumulated in "Accumulated translation adjustments" in the shareholders' equity.

3. Consolidation

The Company consolidates all entities in which they retain control, i.e., when it is exposed to or is entitled to variable returns from its involvement in an investee and has the capacity to direct activities related of the investee.

The subsidiaries included in the consolidation are:

Direct subsidiaries	**Country**	**03/31/2024**	**12/31/2023**
Cellulose Eldorado Austria GmbH	Austria	100%	100%
Rishis Empreendimentos e Participações S.A.	Brazil	100%	100%
Eldorado Brasil Celulose Logística Ltda	Brazil	100%	100%
Indirect subsidiaries			
Eldorado USA, Inc.	USA	100%	100%
Eldorado Intl. Finance Gmbh	Austria	100%	100%
Cellulose Eldorado Asia	China	100%	100%

The material accounting policies applied in the preparation of the consolidated financial statements are disclosed in the Parent Company and consolidated annual financial statements as of December 31, 2023.

4. Management of financial risks and financial instruments

The Company is exposed to several financial and market risks that may impact its performance and financial position.

Risk management is carried out by the financial department, following the financial and market risk management policy, whose objective is to establish guidelines and best practices related to fundraising, foreign exchange, interest rates and related risks. The policy was updated and approved by the Board of Directors as of May 12, 2023.

In thousands of reais, unless otherwise indicated

The Company uses derivative financial instruments to hedge certain risk exposures, and for decision-making purposes, all exposure is monitored and analyzed together with macroeconomic variables.

4.1. Financial instruments by category

	Consolidated	
	03/31/2024	**12/31/2023**
Amortized cost:		
Cash and cash equivalents	1,226,244	1,407,283
Trade accounts receivable	1,118,962	1,133,769
Advances to suppliers	542,059	462,533
Other assets	53,706	48,606
Amortized cost - Assets	**2,940,971**	**3,052,191**
Fair value through other comprehensive income:		
Derivative financial instruments	290,758	325,110
Fair value through profit or loss:		
Derivative financial instruments	-	139
Assets	**3,231,729**	**3,377,440**
Amortized cost - Other financial liabilities:		
Loans and financing	2,295,431	2,622,973
Suppliers	300,381	389,798
Leases payable	1,723,962	1,735,695
Other liabilities	115,904	119,135
Amortized cost - Other financial liabilities	**4,435,678**	**4,867,601**
Fair value through profit or loss:	-	-
Derivative financial instruments	12,936	3,968
Liabilities	**4,448,614**	**4,871,569**

4.2. Fair value hierarchy

Assets and liabilities measured at fair value in the balance sheet are calculated based on valuation techniques determined from inputs classified into the following hierarchy levels:

Level 1 - Prices quoted in active markets (unadjusted) for identical assets and liabilities;

Level 2 - Other available information, except Level 1 information, which includes quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, or other information other than quoted prices that are observable for the asset or liability;

Level 3 - The indices used for calculation are not derived from observable data, as relevant observable data are not available.

In the period ended March 31, 2024, Company's derivative financial instruments are classified as Level 2.

Operations with financial and derivative instruments are classified and recognized in the financial information of the Company and its subsidiaries. The estimated fair values of the derivative financial instruments are the same as the book values and other financial instruments; the book value corresponds to a reasonable approximation of fair value.

In thousands of reais, unless otherwise indicated

4.3. Financial risk factors

The Company is exposed to the following financial risks:

a. Market risk;

   (i) Interest rate risk;
   (ii) Exchange rate risk;

b. Credit risk;

c. Liquidity risk.

a. Market risk

i. Interest rate risk

The interest rate risk on financial assets and liabilities, except derivative instruments, is calculated based on a historical analysis of the change in rates. For the probable scenario, a 25% increase in the current rates as of March 31, 2024 is considered, resulting in the following impact on the financial income (loss):

				Probable scenario	
Modality	**Index**	**Rate**	**03/31/2024**	**Rate**	**Gain (loss) in R$**
Cash and cash equivalents	CDI	10.65%	112,886	13.31%	3,003
Other non-current assets	REF. RATE	1.35%	2,378	1.69%	8
Loans and financing	IPCA	3.93%	(575,157)	4.91%	(5,637)
Loans and financing	SOFR	5.34%	(278,312)	6.68%	(3,729)
Loans and financing	CDI	10.65%	(1,387,734)	13.31%	(36,914)
Leases payable	IPCA	3.93%	(1,723,962)	4.91%	(16,895)
Net exposure			**(3,849,901)**		**(60,164)**

R$ 1,113,358 of cash and cash equivalents and R$ 54,228 of loans and financing, exposed in foreign currencies, as disclosed in Note 4.3.a.ii, are pegged to fixed rates and do not present a future scenario of fluctuations.

In thousands of reais, unless otherwise indicated

ii. Exchange rate risk

Financial instruments denominated in foreign currencies, except derivative financial instruments, which are exposed to the risk of fluctuations in the quotations of the respective foreign currencies. The positive or negative effect on pre-tax income (loss) arising from a reasonably possible devaluation of the Real (R$) against foreign currencies for the likely scenario considers a historical analysis of rates resulting in a scenario of a 10% increase in exchange rates in effect on March 31, 2024, presents the following impact on financial income (loss):

				03/31/2024	Probable scenario	
Exposure	**Currency**	**Foreign exchange rate**	**R$**	**Exposed amount**	**Probable foreign exchange rate**	**Gain (loss) in R$**
Cash and cash equivalents	US$	4,996	1,103,794	220,936	5,496	110,468
Cash and cash equivalents	EUR	5,398	4,551	843	5,938	455
Cash and cash equivalents	CNY	0,691	5,013	7,255	0,761	508
Trade accounts receivable	US$	4,996	930,734	186,296	5,496	93,148
Suppliers	US$	4,996	(7,332)	(1,468)	5,496	(734)
Suppliers	EUR	5,398	(2,571)	(476)	5,938	(257)
Suppliers	GBP	6,312	(208)	(33)	6,943	(21)
Loans and financing	US$	4,996	(901,746)	(180,494)	5,496	(90,247)
Net exposure			**1,132,235**			**113,320**

b. Credit risk

The book value of financial assets represents the maximum credit risk exposure, and presents the following position at the end of the period:

	Consolidated	
	03/31/2024	**12/31/2023**
Cash and cash equivalents	1,226,176	1,407,223
Trade accounts receivable	1,118,962	1,133,769
Advances to suppliers	542,059	462,533
Derivative financial instruments	290,758	325,249
Total	**3,177,955**	**3,328,774**

Client credit risk, except for the receivables from related parties for which risks on its realization are not identified, is centrally managed by Eldorado, pursuant to control procedures established by the Company, in accordance with management of credit risk and client collection. Credit limits are previously established for all clients based on internal rating criteria. Outstanding trade notes are monitored frequently and, where necessary, an expected credit loss is recognized at each closing period.

The Company has a partial insurance policy for receivables in the domestic and foreign markets.

In thousands of reais, unless otherwise indicated

c. Liquidity risk

Liquidity risk can be characterized by the possibility that the Company may face difficulties in meeting the current financial obligations which are settled by delivering cash or other financial assets.

The table below presents the amount of the Company's financial liabilities classified according to contractual maturities. These amounts represent gross, undiscounted amounts and include interest payments and exchange-rate change. Therefore, they cannot be reconciled with the amounts disclosed in the balance sheet.

					Consolidated
	≤01 year	01–02 years	02–03 years	>03 years	Total
Balance at 03/31/2024					
Loans and financing	1,230,050	741,934	277,630	292,531	2,542,145
Leases payable	344,288	386,871	348,873	2,388,518	3,468,550
Suppliers	300,381	-	-	-	300,381
Other liabilities	79,017	36,887	-	-	115,904
Total	**1,953,736**	**1,165,692**	**626,503**	**2,681,049**	**6,426,980**

4.4. Derivative financial instruments

4.4.1. Outstanding derivatives by contract type

Outstanding derivative positions are presented below:

					Parent company and Consolidated
			Notional value		Fair value
Type of derivative	**Currency**	**03/31/2024**	**12/31/2023**	**03/31/2024**	**12/31/2023**
Operating hedge:					
Non-deliverable forward (US$)	US$	500,000	500,000	(12,936)	(3,829)
Debt hedge - interest and foreign exchange rates					
Assets:					
Double index swap	R$	103,340	103,340	1,884	2,030
Debt hedge - interest rates:					
Assets:					
Swap IPCA for fixed rate (US$)	R$	500,000	500,000	694,997	627,662
Swap CDI for fixed rate (US$)	R$	700,000	700,000	642,421	743,187
		1,200,000	**1,200,000**	**1,337,418**	**1,370,849**
Liabilities:					
Swap IPCA for fixed rate (US$)	US$	88,221	88,221	(501,275)	(432,536)
Swap CDI for fixed rate (US$)	US$	124,643	124,643	(547,269)	(615,233)
		212,864	**212,864**	**(1,048,544)**	**(1,047,769)**
				277,822	**321,281**
Current assets				116,992	149,695
Non-current assets				173,766	175,554
Current liabilities				(12,936)	(3,968)
				277,822	**321,281**

In thousands of reais, unless otherwise indicated

4.4.2. Maturity schedule for fair value

The fair value maturity schedule is as follows:

	Consolidated	
	03/31/2024	12/31/2023
2024	94,073	145,727
2025	20,368	19,638
2026	90,614	85,478
2027	72,767	70,438
	277,822	**321,281**

4.4.3. Hedge accounting

a. Purpose and strategy of the risk management

The expected future revenues from exports of pulp expose the Company to risks of exchange rate fluctuations of Reais (R$) against the US Dollar (US$) since the Company's functional currency is the Reais (R$). The financial and market risk management policy allows the structuring of hedge accounting, with the use of derivative and non-derivative financial instruments, with the purpose of recording increases or losses arising from such instruments in the same accounting periods in which the fair value of hedged items is calculated, reducing the volatility in the Company's results.

The Company designates the exchange-rate change component of currency and interest rate swaps for cash flow hedge accounting.

b. Hedging relationship and nature of hedged risk

The Company adopts a cash flow hedge, as defined in CPC 48 and IFRS 9, with the nature of the hedged risk being the exchange-rate change of expected revenues in US dollars, which are related to the foreign exchange portion of swap contracts, which exchange the change of "DI" and "IPCA" rates in reais (R$) by at a fixed rate in US dollars (USD), in line with the natural exposure of the Company's receivables in US dollars.

c. Identification of hedge instrument

The hedge instrument is the principal value and debt interest in reais, converted into foreign currencies by means of swaps, fixed in US Dollar with the following characteristics:

Type	Swap
Start date of Contract	10/14/2021
Maturity date	09/13/2027
Amount denominated in USD	212,864
Average parity USD x BRL	5.6374
Start date of hedge	10/14/2021

In thousands of reais, unless otherwise indicated

d. Effectiveness of the hedge relationship

The Company assesses the effectiveness of its hedging strategy by comparing changes in the fair value of the hedging instrument with changes in the fair value of the hedged item, in relation to the hedged risk. If the hedging relationship does not prove to be effective, within the limits established in relation to the desired hedge, the ineffective portion of the effects of exchange-rate change on loans and financing is reclassified to the statement of income under "Net financial income (loss)". In the period ended March 31, 2024, effectiveness tests demonstrated that the implemented hedge accounting strategy is effective.

e. Accounting

	Effect in shareholders' equity (Hedge accounting)	
	03/31/2024	**12/31/2023**
Type of derivative		
Swap IPCA for fixed rate (US$)	67,452	73,815
Swap CDI for fixed rate (US$)	67,070	98,457
	134,522	**172,272**
Deferred income tax and social contribution	(45,737)	(58,572)
Net restatement of cash flow hedge	**88,785**	**113,700**

4.5. Capital management

Capital management is carried out through a continuous and prospective process of planning and monitoring the capital needs considering the Company's strategic objectives. To this end, mechanisms are established to monitor the capital required to cover financial and operating risks.

The Company constantly monitors the consolidated financial leverage ratio, corresponding to Net Debt to Adjusted Earnings Before Interest, Tax, Depreciation and Amortization ("Adjusted EBITDA").

Capital management is carried out at consolidated manner.

(i) Covenants

The Company has financing agreements that have the following compliance obligations:

Index	Parameter	Limit
Leveraging	Net debt(1)/*EBITDA*(2)	Up to 4.0×

Leverage is measured by the Net Debt to EBITDA ratio and is performed quarterly, in Reais.

(1) Net debt is the balance of loans and financing minus the balance of cash and cash equivalents on the covenant measurement date.
(2) EBITDA means Earnings Before Interest, Taxes, Depreciation and Amortization.

On March 31, 2024, the Company complied with the covenants.

In thousands of reais, unless otherwise indicated

5. Cash and cash equivalents and interest earning bank deposits

5.1. Breakdown of balances

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Cash and cash equivalents	57	55	68	60
Banks – demand deposits (a)	34,505	37,639	1,114,921	494,957
Banks – interest earning bank deposits (a)(b)	106,882	95,754	111,255	129,354
National Financial Treasury Bills (a)(c)	-	782,912	-	782,912
	141,444	**916,360**	**1,226,244**	**1,407,283**

(a) The Company maintains its operations and financial funds distributed in financial institutions with credit risk compatible with its practices and risk management policy, according to the rating below.

(b) Interest earning bank deposits have daily liquidity, invested in Bank Deposit Certificates ("CDBs") whose yield is linked to the Interbank Deposit Certificate ("CDI").

(c) Brazilian Financial Treasury Bills are remunerated according to the Selic rate, with daily liquidity and maturities of between one and three years.

5.2. Risk rating

The balances of demand deposits and interest earning bank deposits, distributed by the credit risk rating(1) of financial institutions with which the Company maintains a relationship, are as follows:

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
AAA	-	-	1,665	974
AA-	-	-	-	4,560
A+	35,570	38,157	1,114,542	491,273
A	-	-	-	1,536
A-	-	-	1,488	-
BBB	-	-	-	24,267
BB+	1	-	1	-
BB	36,033	873,043	38,697	879,507
BB-	5,180	5,054	5,180	5,055
B+	64,602	50	64,602	50
B-	1	1	1	1
	141,387	**916,305**	**1,226,176**	**1,407,223**

(1) Rating assigned by Fitch Ratings, Moodys and Standard & Poor's rating agencies, on a global scale.

In thousands of reais, unless otherwise indicated

6. Trade accounts receivable

6.1. Breakdown of balances

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Clients				
Domestic market	199,221	165,923	199,818	166,319
Foreign market	38,573	64,301	930,734	985,602
Related parties - Note 7.1	1,106,507	641,527	-	-
	1,344,301	**871,751**	**1,130,552**	**1,151,921**
Expected credit losses	(2,906)	(3,440)	(11,590)	(18,152)
	1,341,395	**868,311**	**1,118,962**	**1,133,769**
Balance by maturity:				
Falling due	1,335,737	826,120	1,061,326	945,728
Overdue 1–30 days	4,121	30,801	37,752	145,033
Overdue 31–60 days	1,057	10,154	2,168	11,351
Overdue 61–90 days	-	1,208	5,596	1,226
>90 days	480	28	12,120	30,431
	1,341,395	**868,311**	**1,118,962**	**1,133,769**

6.2. Changes in expected credit losses

	Parent Company	Consolidated
Balance at the beginning of the period	**(3,440)**	**(18,152)**
Formations	(117)	(455)
Reversals	649	7,465
Exchange-rate change	2	(448)
Balance at the end of the period	**(2,906)**	**(11,590)**

In thousands of reais, unless otherwise indicated

7. Related parties

All the balances of the balance sheet accounts and the transactions in the income (loss) accounts result from operations under conditions and prices established between the parties, being presented below:

7.1. Balances of Asset and Liabilities

		Parent Company		Consolidated	
	Modality	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Balances with subsidiaries:					
Cellulose Eldorado Austria GmbH	Sales of pulp	763,901	266,135	-	-
Eldorado USA, Inc.	Sales of pulp	342,575	375,361	-	-
Eldorado Intl. Finance Gmbh	PPE (Export prepayment) (i)	(1,115,312)	(1,068,046)	-	-
Rishis Empreendimentos e Participações S.A.	Rendering of services	(590)	-	-	-
Eldorado Brasil Celulose Logística Ltda.	Loans (ii)	357,519	291,037	-	-
Eldorado Brasil Celulose Logística Ltda.	Rendering of services	31	31		
Eldorado Brasil Celulose Logística Ltda.	Rendering of services	(15,734)	-	-	-
		332,390	**(135,482)**	**-**	**-**
Balance with other related parties:					
JBS	Sundry (iii)	(212)	(203)	(212)	(203)
Seara Alimentos	Consumables (iv)	(5)	(944)	(5)	(944)
		(217)	**(1,147)**	**(217)**	**(1,147)**
		332,173	**(136,629)**	**(217)**	**(1,147)**
Assets:					
Trade accounts receivable (Note 6.1)		1,106,507	641,527	-	-
Loans with related parties		357,519	291,037	-	-
Liabilities:					
Suppliers (Note 15)		(16,541)	(1,147)	(217)	(1,147)
Loans with related parties		(1,115,312)	(1,068,046)	-	-
		332,173	**(136,629)**	**(217)**	**(1,147)**

7.2. Transactions in the period

		Parent Company		Consolidated	
	Modality	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Transactions with subsidiaries:					
Cellulose Eldorado Austria GmbH.	Sales of pulp	727,849	172,218	-	-
Eldorado USA, Inc.	Sales of pulp	223,013	170,505	-	-
Eldorado Intl. Finance Gmbh.	PPE (Export prepayment) (i)	(13,045)	(13,441)	-	-
Rishis Empreendimentos e Participações S.A.	Rendering of services	(10,538)	(7,030)	-	-
Eldorado Brasil Celulose Logística Ltda.	Rendering of services	(15,030)	-	-	-
		912,249	**322,252**	**-**	**-**
Related-party transactions:					
JBS	Sundry (iii)	(703)	(1,101)	(703)	(1,101)
Seara Alimentos	Consumables (iv)	(21)	-	(21)	-
		(724)	**(1,101)**	**(724)**	**(1,101)**
Total net income (loss)		**911,525**	**321,151**	**(724)**	**(1,101)**

(i) Export financing operation granted by Eldorado Intl. Finance GmbH, with a five-year term, maturing in June 2024, remunerated at the market rate, plus exchange-rate change;
(ii) Loan agreement with the subsidiary Eldorado Brasil Logística Ltda., with a five-year term, expiring in November 2026.
(iii) Amounts payable on sundry transactions, including freight for transporting pulp, purchase of consu'mables and data center lease;

In thousands of reais, unless otherwise indicated

(iv) Amounts payable arising from the acquisition of consumables for use in the Eldorado's cafeteria;

7.3. Changes in loans with related parties – Eldorado Brasil Celulose Logística LTDA.

	Parent Company
Balance at the beginning of the period	**291,037**
Loan Granted	78,000
Fair value	(11,518)
Balance at the end of the period	**357,519**

7.4. Changes in loans with related parties – Eldorado. Intl. Finance GmbH.

	Parent Company
Balance at the beginning of the period	**1,068,046**
Interest incurred	13,045
Exchange-rate change	34,221
Balance at the end of the period	**1,115,312**

7.5. Management fees

Management remuneration, including the Board of Directors, Audit Committee and Executive Board, recognized in the income (loss) for the period, is as follows:

	Parent Company		Consolidated	
	03/31/2024	**03/31/2023**	**03/31/2024**	**03/31/2023**
Benefits (a)	10,594	10,232	12,245	11,801
Private pension	124	120	143	138
	10,718	**10,352**	**12,388**	**11,939**

(a) Benefits include fixed remuneration (salaries, vacation pay and 13th salary), social security contributions to the FGTS, variable remuneration and other.

8. Inventories

	Parent Company		Consolidated	
	03/31/2024	**12/31/2023**	**03/31/2024**	**12/31/2023**
Warehouses (i)	251,264	238,700	251,686	239,080
Pulp	98,542	56,665	218,376	177,341
Wood for production	181,413	221,988	181,413	221,988
Industrial and forestry inputs (i)	128,443	109,739	128,444	109,738
	659,662	**627,092**	**779,919**	**748,147**

(i) Net balances of estimated losses of R$ 3,909 (R$ 3,958 in December 2023) arising from obsolete and slow-moving materials.

In thousands of reais, unless otherwise indicated

9. Recoverable taxes

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Recoverable ICMS	1,002,830	1,002,830	1,002,830	1,002,830
ICMS credit losses	(1,002,830)	(1,002,830)	(1,002,830)	(1,002,830)
PIS and COFINS	20,477	7,044	20,870	7,504
Reimbursement of Export PIS and COFINS – reintegra	14,741	15,144	14,741	15,144
IRPJ/CSLL advances/withholdings	74,088	71,555	74,402	72,244
Recoverable Withholding income tax (IRRF)	8,749	97	8,997	331
Recoverable INSS	1,827	1,827	2,222	2,222
Other	284	287	1,183	2,861
	120,166	**95,954**	**122,415**	**100,306**
Current	95,945	80,382	97,946	84,347
Non-current	24,221	15,572	24,469	15,959
	120,166	**95,954**	**122,415**	**100,306**

10. Biological assets

Changes in biological assets in the three-month period ended March 31, 2024 are as follows:

	Parent company and Consolidated
Balance at the beginning of the period	**4,748,287**
Cost applied in the formation of forests	162,619
Exhaustion of formed forests	(133,099)
Balance at the end of the period	**4,777,807**

The forests comprising the biological asset are subject to operational and environmental risks, such as fires, pests, diseases and climate changes, which can affect the balance of ecosystems and consequently the productivity of planting.

Management understood that it was not necessary to reassess the biological assets as of March 31, 2024, since there was no significant change in relation to the last measurement of fair value, which took place in the year ended December 31, 2023.

The main assumptions considered in estimating the fair value of biological assets as of December 31, 2023 were as follows:

Area planted for the purpose of the biological asset (hectare)	266,939
Average annual increment (IMA) - m³/ hectare (i)	40.96
Discount rate (WACC without consumer price index) - %	8.02
Price of standing wood– R$/m³	148.00

(i) Refers to IMA 6, relative to age/cut considering six years.

In thousands of reais, unless otherwise indicated

11.Investments

11.1. Breakdown of investments and information on subsidiaries

	Percentage interest	Total assets	Capital	Shareholders' equity	Net revenue
Cellulose Eldorado Austria GmbH	100%	3,009,072	111	2,009,072	1,130,323
Eldorado Brasil Celulose Logística Ltda.	100%	756,018	154,888	255,165	14,306
Rishis Empreendimentos e Participações S.A.	100%	5,502	5,325	4,477	11,589

11.2. Changes in investments – Parent company

	Cellulose Eldorado Austria Gmbh	Eldorado Brasil Celulose Logística Ltda.	Rishis Empreend. e Participações S.A.	Rishis Empreend. e Participações S.A. - Surplus	Total investments in subsidiaries
Balance at 12/31/2023	**1,860,728**	**236,677**	**4,134**	**7,203**	**2,108,742**
Write-off by amortization of surplus (i)	-	-	-	(70)	(70)
Fair value of the intercompany loan (ii)	-	11,518	-	-	11,518
Net income for the period	93,873	6,970	343	-	101,186
Accumulated translation adjustment	63,710	-	-	-	63,710
Unearned income from inventories	(9,239)	-	-	-	(9,239)
Balance at 03/31/2024	**2,009,072**	**255,165**	**4,477**	**7,133**	**2,275,847**

(i) The surplus arising from the right of use of the area in the port area, which is being amortized over the contractual term, in force until November 05, 2049.

(ii) The amount refers to the change between the nominal value and the present value of the loan agreement on the date of initial recognition.

In thousands of reais, unless otherwise indicated

12. Property, plant and equipment

12.1. Breakdown and changes in property, plant and equipment

	Works in progress	IT equipment	Vehicles and vessels	Machinery and equipment	Building and facilities	Other	Total
Parent Company:							
Balance at 12/31/2023	340,541	60,168	139,764	3,016,319	1,294,009	132,348	4,983,149
Additions	53,600	25	768	5	-	34	54,432
Write-offs	-	(7)	(144)	(579)	-	(83)	(813)
Transfers	(70,838)	(16,531)	6,775	21,596	38,998	1,281	(18,719)
Depreciation	-	(3,143)	(12,531)	(73,956)	(15,546)	(1,187)	(106,363)
Balance at 03/31/2024	**323,303**	**40,512**	**134,632**	**2,963,385**	**1,317,461**	**132,393**	**4,911,686**
Cost	323,303	93,008	305,194	4,817,907	1,883,832	156,624	7,579,868
Accumulated depreciation	-	(52,496)	(170,562)	(1,854,522)	(566,371)	(24,231)	(2,668,182)
Consolidated:							
Balance at 12/31/2023	340,541	66,754	141,571	3,072,211	1,567,583	134,367	5,323,027
Additions	53,600	51	768	5	-	35	54,459
Write-offs	-	(7)	(144)	(579)	-	(83)	(813)
Transfers	(70,838)	(16,531)	6,775	21,596	38,743	1,282	(18,973)
Exchange-rate change	-	8	-	-	-	19	27
Depreciation	-	(3,263)	(12,832)	(74,613)	(18,533)	(1,247)	(110,488)
Balance at 03/31/2024	**323,303**	**47,012**	**136,138**	**3,018,620**	**1,587,793**	**134,373**	**5,247,239**
Cost	323,303	100,796	307,703	4,874,714	2,161,190	158,871	7,926,577
Accumulated depreciation	-	(53,784)	(171,565)	(1,856,094)	(573,397)	(24,498)	(2,679,338)

12.2. Works in progress

Works in progress mainly refer to structural improvements in the pulp plant and its surroundings, as well as expenses with basic engineering, environmental licensing and infrastructure works for the construction of the new pulp production line, the "Project Vanguarda 2.0".

12.3. Provision for impairment

In the period ended March 31, 2024, there is no indication that an asset, or group of assets, may be impaired.

12.4. Transfers

The main transfers in the Consolidated come from (are destined to) works in progress in intangible assets – Note 13.

In thousands of reais, unless otherwise indicated

13. Intangible assets

	IT Software	Surplus for the right of use of the port concession	Works in progress	Total
Parent Company:				
Balance at 12/31/2023	30,384	-	-	30,384
Transfers	18,719	-	-	18,719
Amortization	(3,128)	-	-	(3,128)
Balance at 03/31/2024	**45,975**	**-**	**-**	**45,975**
Cost	89,320	-	-	89,320
Accumulated amortization	(43,345)	-	-	(43,345)
Consolidated:				
Balance at 12/31/2023	34,995	7,203	84,200	126,398
Additions	-	-	19,106	19,106
Transfers	18,719	-	254	18,973
Amortization	(3,174)	(70)	-	(3,244)
Balance at 03/31/2024	**50,540**	**7,133**	**103,560**	**161,233**
Cost	93,992	17,002	103,560	214,554
Accumulated amortization	(43,452)	(9,869)	-	(53,321)

The additions to work in progress in the consolidated accounts, amounting to R$ 19,106 are related to investments in the construction in the surroundings of the Santos port terminal.

In thousands of reais, unless otherwise indicated

14. Rights-of-use and leases payable

14.1. Breakdown of right-of-use

	Land and land plots	Buildings	Vehicles	Forestry machinery, equipment and implements	Facilities and improvements (i)	Total
Parent Company						
Balance at 12/31/2023	1,386,524	-	14,788	786	-	1,402,098
Additions and readjustment of installments	53,717	1,498	-	-	-	55,215
Write-off or termination	(1,674)	-	-	-	-	(1,674)
Depreciation	(46,098)	(188)	(2,074)	-	-	(48,360)
Balance at 03/31/2024	**1,392,469**	**1,310**	**12,714**	**786**	**-**	**1,407,279**
Cost	1,988,187	6,089	44,123	5,647	-	2,044,046
Accumulated depreciation	(595,718)	(4,779)	(31,409)	(4,861)	-	(636,767)
Consolidated						
Balance at 12/31/2023	1,386,524	42	14,788	786	269,845	1,671,985
Additions and readjustment of installments	53,717	3,660	-	-	17,884	75,261
Write-off or termination	(1,674)	-	-	-	-	(1,674)
Exchange-rate change	-	13	-	-	-	13
Depreciation	(46,098)	(288)	(2,074)	-	(2,526)	(50,986)
Balance at 03/31/2024	**1,392,469**	**3,427**	**12,714**	**786**	**285,203**	**1,694,599**
Cost	1,988,187	9,508	44,123	5,647	291,999	2,339,464
Accumulated depreciation	(595,718)	(6,081)	(31,409)	(4,861)	(6,796)	(644,865)

Of the total depreciation for the period, R$ 26,310 was considered as a cost applied to the formation of forests in biological assets (Note 10), the R$ 19,829 as advance to suppliers, R$ 2,041 as a cost applied to inventories (Note 8).

(i) The amounts for Facilities and Improvements refer to payments under the port lease agreement and the minimum contractual activity - MMC.

In thousands of reais, unless otherwise indicated

14.2. Changes in leases payable

	Parent Company	Consolidated
	03/31/2024	03/31/2024
Balance at 12/31/2023	**1,575,612**	**1,735,695**
Additions and readjustments of installments (i)	55,215	75,261
Payments	(86,046)	(134,928)
Financial interest (ii)	46,886	49,955
Write-off or termination	(2,034)	(2,034)
Exchange-rate change	-	13
Balance at 03/31/2024	**1,589,633**	**1,723,962**
Current	135,894	192,403
Non-current	1,453,739	1,531,559
	1,589,633	**1,723,962**

(i) Refer to the additions of new contracts and price changes (indexed by IPCA and CEPEA) and/or terms in existing contracts.

(ii) Of the Parent Company's total financial interest, R$ 23,008 was considered as a cost applied to the formation of forests in biological assets (Note 10), R$ 23,331 as advance to suppliers (partnership agreements), R$ 504 as inventories.

The schedule of future lease disbursements, not discounted to present value, is disclosed in Note 4.3 c.

14.3. Potential right to recoverable PIS/COFINS

Leases payable were calculated at the gross amount, which does not consider the deduction of PIS and COFINS credits recoverable embedded in the lease consideration. The following table demonstrates this potential right:

	Parent Company		Consolidated	
	Nominal value	Adjusted to present value	Nominal value	Adjusted to present value
Balance at 03/31/2024				
Leases payable consideration	3,221,384	1,589,633	3,461,466	1,723,962
Potential PIS/COFINS levied on contracts signed with legal entities	191,945	92,362	204,568	96,922

In thousands of reais, unless otherwise indicated

15.Suppliers

	Parent Company			Consolidated
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
In domestic currency:				
Third-parties(i)	256,201	339,254	290,053	366,272
Related parties - Note 7.1	16,541	1,147	217	1,147
	272,742	**340,401**	**290,270**	**367,419**
In foreign currency:				
Third parties	1,707	10,092	10,111	22,379
	274,449	**350,493**	**300,381**	**389,798**

(i) The balance of March 31, 2024 considers R$ 16,714 of operations with drawee risk in the parent company and in the consolidated (R$ 24,552 as of December 31, 2023). Such operations did not present relevant changes in the purchase conditions (term, payment flow and negotiated prices) in relation to the conditions usually practiced by the Company.

16. Loans and financing

16.1. Breakdown of loans and financing

			Parent Company and Consolidated	
Modality	**Average annual interest rate and commissions**	**Maturity**	**03/31/2024**	**12/31/2023**
In foreign currency:				
ACC (i)	SOFR + spread / fixed rate	Sep 2024–Aug 2025	132,835	333,559
Export prepayment (ii)	SOFR + spread / % CDI	Ago 2024–Mar 2026	768,911	744,874
NCE (iii)	-	Feb 2024	-	96,826
			901,746	**1,175,259**
In domestic currency:				
Export prepayment (ii)	% CDI	Ago 2024–Oct 2025	13,662	31,193
NCE (iii)	CDI + spread	Oct 2025	107,135	117,299
CRA (iv)	IPCA + 7.1945% p.a.	Sep 2026–Sep 2027	575,157	577,549
Debentures (v)	CDI + 3.00% p.a.	Sep 2024	697,731	721,673
			1,393,685	**1,447,714**
			2,295,431	**2,622,973**
Current			1,068,969	1,188,827
Non-current			1,226,462	1,434,146
			2,295,431	**2,622,973**

16.2. Maturity Schedule - non-current

The maturity schedule of loans and financing classified in non-current liabilities as of March 31, 2024 is as follows:

Year	**2025**	**2026**	**2027**	**Total**
Amounts	533,013	406,679	286,770	1,226,462

In thousands of reais, unless otherwise indicated

16.3. Changes in loans and financing

	Parent company and Consolidated
Balance at 12/31/2023	**2,622,973**
Interest incurred	71,339
Settlement of principal	(305,610)
Settlement of interest	(127,582)
Exchange-rate change	34,311
Balance at 03/31/2024	**2,295,431**

Interest payments are presented as a flow of financing activities in the statements of cash flows, as they are costs of obtaining financial resources.

16.4. Company's Credit facilities

The Company uses trade finance lines and bilateral loans with banks to cover a possible working capital need and investments.

The credit facilities currently contracted are as follows:

(i) Financing of working capital through Advances on Foreign Exchange Contracts (ACCs);

(ii) Export prepayment (PPE) maturing in 2026. Transactions are restated by SOFR, plus a spread in case of financing in foreign currencies and CDI percentage, in case of financing in domestic currency;

(iii) Export Credit Notes (NCE), maturing up to 2025, indexed to CDI;

(iv) Simple, non-convertible, debentures, linked to Agribusiness Receivables Certificates – CRAs, in the amount of R$ 500,000, due in September 2027 and indexed to IPCA + spread;

(v) Simple, non-convertible, debentures of R$ 700,000, due in September 2024, with interest rate indexed to IPCA + spread.

16.5. Loan guarantees

As of March 31, 2024, the Company does not have guarantee clauses in its outstanding loan and financing agreements.

In thousands of reais, unless otherwise indicated

17. Current and deferred income tax and social contribution

17.1. Effective tax rates reconciliation:

	Parent Company		Consolidated	
	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Income before taxes	**418,228**	**965,074**	**418,393**	**988,057**
Income tax and social contribution - nominal rate of 34%	(142,198)	(328,125)	(142,254)	(335,940)
Reconciliation to the effective rate:				
Equity in net income of subsidiaries	31,262	247,814	-	-
Reimbursement of Export PIS and COFINS – reintegra	350	151	350	151
Formation of ICMS credit losses	-	2,592	-	2,592
Government grant	-	1,543	-	1,543
Difference in tax base and nominal rates of subsidiaries abroad	-	-	22,245	233,616
Other	(1,588)	2,759	7,320	1,789
Current and deferred income tax and social contribution	**(112,174)**	**(73,266)**	**(112,339)**	**(96,249)**
Current	(72,197)	(2,011)	(82,189)	(24,994)
Deferred	(39,977)	(71,255)	(30,150)	(71,255)
Current and deferred income tax and social contribution	**(112,174)**	**(73,266)**	**(112,339)**	**(96,249)**
Effective rate	**26.82%**	**7.59%**	**26.85%**	**9.74%**

The Company expects not to be significantly impacted by the OECD's Pillar Two rule, as demonstrated in this calculation, since the Consolidated effective tax rate is above 15%.

17.2. Changes in deferred income tax and social contribution:

			Consolidated
	Balance at 12/31/2023	Tax additions (exclusions)	Balance at 03/31/2024
Tax loss (i)	**538,643**	**(19,174)**	**519,469**
Temporary credit differences:			
Unrealized exchange-rate change	39,067	17,399	56,466
Non-deductible provision	81,850	(43,736)	38,114
Tax overpayments – IRPJ/CSLL on Selic	4,793	-	4,793
Other	-	5,380	5,380
	664,353	**(40,131)**	**624,222**
Temporary liability differences:			
Fair value of biological assets	(297,574)	18,913	(278,661)
Derivative financial instruments	(109,235)	14,776	(94,459)
Incentivized accelerated depreciation	(913,833)	(2,300)	(916,133)
Lease	-	(15,364)	(15,364)
	(1,320,642)	**16,025**	**(1,304,617)**
	(656,289)	**(24,106)**	**(680,395)**
Non-current deferred assets	-	9,984	9,984
Non-current deferred assets	(656,289)	(34,090)	(690,379)
	(656,289)	**(24,106)**	**(680,395)**

In thousands of reais, unless otherwise indicated

(i) As of March 31, 2024, the Company had a balance of tax loss and negative base of social contribution of R$ 1,527,850 (R$ 1,584,244 as of December 31, 2023).

18. Provision for legal risks

The Company, in the ordinary course of its business, is subject to environmental, civil, tax and labor lawsuits, based on its legal advisors' opinion, assesses the expectation of the outcome aiming at determining the risk of loss, which is reflected in the formation of a provision for contingencies, which presented the following changes in the period:

	Environmental	Civil	Labor	Total
Parent Company				
Balance at 12/31/2023	9,889	2,345	29,971	42,205
Additions	-	1,587	4,106	5,693
Payments	-	(1,587)	(6,756)	(8,343)
Reversals	-	-	(2,032)	(2,032)
Restatements	401	62	1,390	1,853
Balance at 03/31/2024	**10,290**	**2,407**	**26,679**	**39,376**
Consolidated				
Balance at 12/31/2023	9,889	2,345	30,010	42,244
Additions	-	1,587	4,106	5,693
Payments	-	(1,587)	(6,757)	(8,344)
Reversals	-	-	(2,032)	(2,032)
Restatements	401	62	1,391	1,854
Balance at 03/31/2024	**10,290**	**2,407**	**26,718**	**39,415**

As of March 31, 2024, the Company presents the following contingencies, whose expected loss, assessed by Management and supported by its legal advisors, is classified as possible, and consequently, are not accrued:

	Parent Company		**Consolidated**	
Possible	**03/31/2024**	**12/31/2023**	**03/31/2024**	**12/31/2023**
Environmental	201	201	201	201
Civil	22,719	21,888	22,719	21,888
Labor	25,070	29,951	25,211	30,092
Tax	483,745	472,219	483,745	472,219
Administrative	357	110	357	110
	532,092	**524,369**	**532,233**	**524,510**

In thousands of reais, unless otherwise indicated

19. Shareholders' equity

19.1. Earnings (loss) per share - basic and diluted

The calculation of basic and diluted earnings per share was based on the income attributable to common shareholders, divided into the weighted average of outstanding common shares:

	Parent company and Consolidated	
	03/31/2024	**03/31/2023**
Net income for the period	306,054	891,808
Total shares of the period	1,525,558	1,525,558
Basic and diluted earnings per share	**0.2006**	**0.5846**

The Company has no financial instruments that could potentially dilute earnings per share.

20. Net revenue

	Parent Company		Consolidated	
	03/31/2024	**03/31/2023**	**03/31/2024**	**03/31/2023**
Domestic market	289,369	360,882	293,119	360,885
Foreign market	1,012,984	440,115	1,552,596	1,726,058
Deductions and rebates	(3,361)	(2,453)	(361,702)	(485,972)
Gross revenue	**1,298,992**	**798,544**	**1,484,013**	**1,600,971**
Sales taxes	(55,944)	(65,218)	(59,337)	(65,614)
Net revenue	**1,243,048**	**733,326**	**1,424,676**	**1,535,357**

21. Operating segments

21.1. Geographic segments

Consolidated net revenue, distributed based on the geographic location of clients is as follows:

	Consolidated	
	03/31/2024	**03/31/2023**
Domestic market	**230,850**	**295,203**
Asia	613,917	438,884
North America	298,792	372,178
Europe	167,666	284,849
South America	53,442	86,480
Middle East	53,771	43,213
Africa	6,238	14,550
Foreign market	**1,193,826**	**1,240,154**
Net revenue	**1,424,676**	**1,535,357**

21.2. Information on main clients

In sales made in the periods ended March 31, 2024 and 2023, only one client, individually, represented more than 10% of the Company’s net revenue.

In thousands of reais, unless otherwise indicated

21.3. Information on total non-current assets

The geographic segmentation of non-current assets is as follows:

	Consolidated	
	03/31/2024	12/31/2023
Brazil	12,527,536	12,458,251
Austria	838	365
USA	2,614	994
China	110	108
Total non-current assets	**12,531,098**	**12,459,718**

22. Costs and expenses by category and type

	Parent Company		Consolidated	
	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Cost of products sold	(646,980)	(538,305)	(664,984)	(530,849)
Administrative and general expenses	(85,760)	(72,606)	(103,850)	(76,752)
Sales and logistics expenses	(76,057)	(55,497)	(152,084)	(134,565)
Total by category	**(808,797)**	**(666,408)**	**(920,918)**	**(742,166)**
Personnel expenses	(155,746)	(134,555)	(160,341)	(133,309)
Expenses with services, materials and transport	(290,005)	(198,455)	(365,523)	(274,026)
Depreciation, exhaustion and amortization	(206,589)	(140,244)	(208,919)	(153,042)
Raw material and consumable items	(144,980)	(184,533)	(172,567)	(174,092)
Other	(11,477)	(8,621)	(13,568)	(7,697)
Total by nature	**(808,797)**	**(666,408)**	**(920,918)**	**(742,166)**

23. Other operating revenues (expenses), net

	Parent Company		Consolidated	
	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Reversal of loss of ICMS credits	-	7,623	-	7,623
Write-off of property, plant and equipment – Note 12	(813)	(3,660)	(813)	(3,660)
Non-recoverable ICMS	(241)	(510)	(391)	(510)
Procedural contingencies	(5,514)	(6,276)	(5,515)	(6,303)
Sales of property, plant and equipment and biological assets	18,364	12,469	18,364	12,469
Depreciation and amortization	(70)	(295)	(70)	(295)
Other	2,511	(3,700)	2,320	(3,872)
	14,237	**5,651**	**13,895**	**5,452**

In thousands of reais, unless otherwise indicated

24. Net financial income (loss)

	Parent Company		Consolidated	
	03/31/2024	03/31/2023	03/31/2024	03/31/2023
Yield from interest earning bank deposits	10,768	5,613	20,482	24,677
Interest receivable	484	8,398	484	346
Other financial revenues	2,561	12	2,561	12
Financial revenues	**13,813**	**14,023**	**23,527**	**25,035**
Bank expenses	(31)	(47)	(67)	(88)
Interest payable	(84,593)	(133,923)	(74,662)	(120,463)
Other financial expenses	(1,588)	(4,792)	(4,544)	(7,457)
Financial expenses	**(86,212)**	**(138,762)**	**(79,273)**	**(128,008)**
Realized gains (losses)	(1,034)	187,918	(1,034)	187,918
Realized gains (losses)	(8,822)	21,728	(8,822)	21,728
Derivative financial instruments	**(9,856)**	**209,646**	**(9,856)**	**209,646**
Loans and financing	(34,311)	78,495	(34,311)	78,495
Other assets and liabilities	(6,173)	(76)	(6,357)	(1,334)
Net exchange-rate change	**(40,484)**	**78,419**	**(40,668)**	**77,161**
Net financial income (loss)	**(122,739)**	**163,326**	**(106,270)**	**183,834**

25. Take-or-pay contracts

25.1. Chemical plants and gas distribution branch

There was no change in the take or pay contract characteristics and indices listed in Note 29.1 of the financial statements for the year ended December 31, 2023.

As of March 31, 2024, the non-cancelable future minimum payments are as follows:

				Parent company and Consolidated	
Year	**2024**	**2025**	**2026**	**2027**	**2028**
Amounts	111,690	117,037	117,037	113,472	29,757

The total amount recognized in income (loss) for the three-month period ended March 31, 2024 was R$ 62,133.

In thousands of reais, unless otherwise indicated

26. Non-cash transactions

Lease agreements refer mainly to land use rights used for planting eucalyptus forests, whose related expenses are capitalized during the forest formation period. The difference between depreciation and interest expense in relation to lease payments has no cash effect and is presented below:

	Parent Company			Consolidated		
	Additions and readjustments of installments	Right-of-use depreciation	Lease interest	Additions and readjustments of installments	Right-of-use depreciation	Lease interest
Inventories	-	2,041	504	-	2,041	504
Advances to suppliers	-	19,829	23,331	-	19,829	23,331
Biological assets	-	26,310	23,008	-	26,310	23,008
Rights-of-use	55,215	(48,180)	-	75,261	(48,180)	-
Leases payable	(55,215)	-	(46,843)	(75,261)	-	(46,843)

27. Share Purchase and Sale Agreement

On September 2, 2017, J&F Investimentos S.A. ("J&F") entered into a share purchase and sale agreement for the disposal of the totality of its direct and indirect shareholding interest in the Company (Share Purchase and Sale Agreement) to CA Investment (Brazil) S.A., a company belonging to the Paper Excellence group ("CA Investment").

The Share Purchase and Sale Agreement states that the transfer of control of Eldorado, from J&F to CA, could occur during a period of up to twelve (12) months, if certain precedent conditions were met, which did not occur.

The parties discuss the reasons for the non-realization of the transfer of control of Eldorado as provided for in the Share Purchase and Sale Agreement, and a judicial and arbitration dispute was initiated in the second semester of 2018.

On February 3, 2021, a decision was issued in the arbitration proceedings, giving CA Investment the right to close the transaction, provided that the seller's guarantees are effectively released and the price payment is made.

On March 19, 2021, J&F filed a declaratory action against the arbitration award in the face of the Company and CA Investment, with an injunction to partially suspend the effects of that arbitration award.

On July 29, 2022, the Judge of the 2nd Corporate and Arbitration Related Disputes Court of the Central Court of the District of São Paulo - SP denied the request made by J&F and Eldorado for the nullity of the arbitration award and all acts performed in the arbitration procedure to be declared null and void. Eldorado and J&F filed appeals against the decision and are awaiting the conclusion of the judgment.

On May 19, 2023, a class action was filed by Mr. Luciano José Buligon ("Popular Plaintiff") against Eldorado, Paper Excellence BV, CA Investment, J&F, the National Institute of Colonization and Agrarian Reform – INCRA and the Federal Government, requesting recognition of the full nullity of the share transfer regarding the shares of Eldorado to CA Investment, due to non-compliance with the provisions of Federal Law 5709/71 and Law 8629/93, as well as Decree 74965/74, with a request for urgent protection.

On April 09, 2024, the judgment of the preliminary injunction was completed, with the 3rd Panel of the Regional Federal Court of the 4th Region determining the following, in confirmation of the previous decisions handed down as of July 03, 2023 and January 17, 2024, and until the final judgment of the popular action: (i) the suspension of transfers of Eldorado shares issued by J&F on behalf of CA Investment, including any contracts ancillary to the main transaction, until permissions are presented by the National Institute of Colonization and Agrarian Reform (INCRA) and the National Congress, as required by Law 5.709/1971 and Law 8.629/1993; and (ii) the suspension of Decision A-14 issued in CCI Arbitration Case 23909/GSS/PFF, through which the Coordination Body was established in the Company, as well as the instruments and acts related to said decision. Moreover, administrative measures that indirectly transfer or anticipate the management power of Eldorado to CA Investment were also prohibited by the 3rd Panel of the Regional Federal Court of the 4th Region.

28. Subsequent events

As stated in the minutes of the Company's Ordinary General Meeting held on April 30, 2024, considering that the shareholders did not reach a unanimous position on the management's proposal to retain all the remaining net income after allocations to the legal reserve and tax incentive reserve, the distribution of the minimum mandatory dividend was declared in the amount of R$ 560,524, corresponding to 25% of the remaining net income for the year ended December 31, 2023, after allocations to the reserves provided for in Law 6404/1976.

Statutory Executive Board

Carmine De Siervi Neto
Chief Executive Officer

Germano Aguiar Vieira
Chief Forestry Officer

Carlos Roberto de Paiva Monteiro

Chief Industrial Technical Officer

Rodrigo Libaber

Chief Sales Officer

Fernando Storchi
Chief Financial and Investor Relations Officer

Board of Directors

Aguinaldo Gomes Ramos Filho
Chairman of the Board of Directors

João Adalberto Elek Júnior
Board Member

Sérgio Longo
Board Member

Mauro Eduardo Guizeline
Board Member

Francisco de Assis e Silva
Board Member

Marcio Antonio Teixeira Linares
Board Member

Raul Rosenthal Ladeira de Matos
Board Member

Accountant

Euclydes Paula Santos Neto
CRC SP 322712/O