

São Leopoldo, May 14, 2024 – Taurus Armas S.A. (“Taurus” or “Company”) (B3:TASA3; TASA4), listed on B3’s Level 2 of Corporate Governance, being the company that has created the 3rd generation of pistols, and the world’s largest manufacturers of light firearms, hereby announces its results for the first quarter of 2024 (1Q24). The financial and operational information disclosed herein, except where indicated otherwise, is presented in Brazilian Reais (R\$), and complies with the International Financial Reporting Standards (IFRS), in addition to the Brazilian accounting principles. All comparisons refer to the same periods of 2023, except where indicated otherwise.



1Q24 • RESULTS

Adjusted EBITDA for 1Q24, in the amount of R\$ 64.7 million, has exceeded Taurus' expectations, and stood 65.9% above the figure recorded for 4Q23

Highlights for 1Q24

**NET
REVENUES:**



R\$ 448.9 million

**GROSS
PROFIT:**



R\$ 145.4 million
Gross margin 32.4%

**ADJUSTED
EBITDA:**



R\$ 64.7 million
Adjusted EBITDA margin 14.4%

**NET
INCOME:**



R\$ 18.9 million

ESG

Water reuse system was launched, with a reuse capacity of 21 million liters of water per year.





Main Indicators

R\$ million	1Q24x1Q23			1Q24x4Q23	
	1Q24	1Q23	% Chg.	4Q23	% Chg.
Net operating revenues	448.9	453.2	-0.9%	419.1	7.1%
Domestic market	55.9	73.9	-24.4%	67.4	-17.1%
Exports market	393.0	379.3	3.6%	351.7	11.7%
COGS	-303.5	-276.8	9.6%	-300.9	0.9%
Gross profit	145.4	176.4	-17.6%	118.1	23.1%
Gross margin (%)	32.4%	38.9%	-6.5 p.p.	28.2%	4.2 p.p.
Operating expenses (SG&A)	-90.0	-120.3	-25.2%	-90.1	-0.1%
Earnings before financial result and income tax (EBIT)	55.5	56.1	-1.1%	28.0	98.2%
Net financial income (expenses)	-26.0	-0.1	-	7.9	-
Income tax and social contribution	-10.5	-20.1	-47.8%	6.1	-
Net income (loss) from continued operations	18.9	35.9	-47.4%	42.0	-55.0%
Net income (loss) from discontinued operations	0.0	-0.5	-	0.5	-
Net income (loss)	18.9	35.4	-46.6%	42.5	-55.5%
Adjusted EBITDA*	64.7	65.3	-0.9%	39.0	65.9%
Adjusted EBITDA Margin*	14.4%	14.4%	0.0 p.p.	9.3%	5.1 p.p.
Net debt (end of period)	279.0	94.2	196.2%	324.6	-14.0%

* Adjusted EBITDA does not consider the result from discontinued operations. This indicator is not adopted by the accounting practices. Its calculation is presented in the item "EBITDA" of this report.





Message from Management

We are very pleased with the results we are now presenting for 1Q24. We closed the period with a good operational performance, above our expectations, despite the adverse circumstances, external to the Company, related to the domestic market. The trend towards a resumption in the growth of results, as we have commented, has been confirmed, as has the solidity of Taurus and the correctness of our strategic planning, which involves opening up new paths, based on the development of products and businesses.

All operational indicators for 1Q24 stood above those recorded in 4Q23. As a result of the increase in sales volume, we have reduced our inventories, as planned, and consolidated revenues amounted to R\$ 448.9 million in 1Q24, up by 7.1% over the previous quarter, whereas gross profit increased by 23.1%, bringing gross margin to 32.4%, up by 4.2 p.p. versus 4Q23. At the same time, the adoption of various measures to curb expenses, coupled with non-operating income from the management of tax and provisioning aspects, contributed to the result before financial income and taxes (EBIT) having almost doubled, up by 98.2%, and to adjusted EBITDA amounting to R\$ 64.7 million, representing a 65.9% growth in the period. This positive performance when compared to 4Q23 was even more remarkable than what we had expected for the quarter, based on our management assessment, including the fact that, as was the case in December/23, the manufacturing plant in Brazil was shut down for 15 days in January due to collective vacations. Moreover, the operating result for 1Q24 also incorporated factors that put pressure on our margins, such as the almost non-existent sales in the Brazilian market, coupled with the higher share of long firearms in the sales mix.

In the Brazilian market, the ordinances published on December 23, establishing the new rules for CACs (collectors, marksmen and hunters), both concerning the acquisition of firearms and new registrations in the category, have not yet translated into new purchase permits, since these rules are still being processed by the control bodies. At the same time, issues relating to the acquisition of firearms by an important consumer group in the country, represented by members of the armed forces, police officers, Military Fire Brigades, the Office of Institutional Security of the Presidency of the Republic, and other members of the institutions listed in Article 6 of Law 10.826/2003 (Disarmament Statute), are still pending. This means that a strong pent-up demand in the Brazilian market will persist over the coming months. In addition to this segment aimed at individual consumers, we also monitor and participate in bids held by military forces in Brazil, such as the Santa Catarina Military Police bid for rifles and carbines held in 2Q24, in April/24, in which Taurus was the winner.

We are prepared to launch Taurus pistol models in Brazil with the unprecedented .38 TPC caliber developed by our CITE team. The launch is scheduled for the month of May, depending only on the approval, in pistol versions of the renowned G2C platform, the best-selling firearm in the world in its category, and GX4 Carry, whose platform has already won six important international awards.

In the USA, Taurus' major market, we received more orders in the first quarter of 2024, as the inventory level in the sales chain was adjusted to operate at a higher turnover. Our sales volume in this country has increased by 16.1 in comparison to the last quarter of 2023, in contrast to the main performance indicator for this market, the Adjusted NICS, which showed a 16.0% reduction in the number of people considering to purchase a firearm in the country in the period, due to seasonality following the higher demand traditionally seen at the end of the year. Nonetheless, the expectation that we have been reporting, that this market will continue to react in relation to historical parameters, prior to the pandemic period, has also been confirmed, since the Adjusted NICS for 1Q24 was 16.8% higher than in 1Q19 and, in April, **exceeded one million queries for the 57th consecutive month.**

We have been taking several measures to maintain and expand our prominent position in the US firearms market, where Taurus is the foreign company with the highest sales volume. At the world's largest trade fair for the sector - Shot Show, held in January in Las Vegas, Taurus was present with a booth in a prominent location. This event is attended by the major brands in the sector, and attracts buyers from every US state and more than 100 countries. In addition to our traditional wide range of products, at the Shot Show we introduced a new brand in the USA, Taurus Hunt, and organized our existing brands: Taurus, Heritage and Rossi. We presented several launches, including the new five-shot revolver under our Heritage brand, and marked our entry into a new and broad segment of firearms in the USA with the launch by Taurus Hunt of our first bolt-action rifle, the Taurus Expedition,



aimed at consumers who are adept at "big game hunting". At the same time, we are acting to strengthen the Rossi brand, which is owned by Taurus and has a tradition of more than 135 years in the market. To this end, we have also launched four new models of Rossi "lever action" rifles during the event.

The international market, in which we operate mainly to cater for the military and defense forces, represents an alternative and complementary market with positive prospects for Taurus, considering the competitiveness of our products and the Company's growth projects. International biddings, which were reduced in 2023, are starting to pick up again in greater volume, especially after the start of the Ukraine-Israel war. After winning a tender for more than 12,000 rifles for the Philippine Army in 2020, we have been shortlisted in a new tender launched by that country's Army, now for more than 5,000 rifles. We are also participating in other ongoing international tenders, such as the Chilean Police, for 3,000 9 mm pistols, and even some tenders carried out by military security forces in India, where we are participating through JD Taurus, such as the Border Security Force, for the purchase of 5,400 9 mm pistols and 1,900 T9 submachine guns, and Sashastra Seema Bal (SSB), for 1,800 T9 submachine guns.

In the Indian Ministry of Defense's tender for 425,000 rifles, after sending samples of our firearms, we have already passed three stages of the process. Then the firearms' qualification tests begin. The 4th phase of the process, represented by the summer tests, which include evaluating the use of the weapons in extreme conditions of high temperatures, is scheduled to begin in May. The 5th and final phase will be the winter tests, to be carried out by the end of 2024, after which the winners will be announced.

The JD Taurus operation in India began in March, and continues with the assisted production of pilot batches, with the support, training and quality control of a team of professionals from Taurus do Brasil. In 1Q24, we made the first sales in the local market through the joint venture, and production is being carried out in accordance with orders placed by distributors. Our plan is to launch a revolver in the second half of 2024, and two pistol models in the first half of 2025, all with a focus on the civilian market. Some of the next steps in JD Taurus' planning include expanding participation in institutional biddings, diversifying suppliers of critical components, in addition to installing SAP in this unit, so as to allow the system to be integrated with our headquarters.



Also in progress is the work regarding the MoU - Memorandum of Understanding - signed in December 2023 for the possible creation of a joint venture with Scopa Military Industries, one of Saudi Arabia's most prominent defense companies, for the development of a manufacturing plant in that country. The proposal for a business plan is being drawn up, including the creation of a plan for the possible location of the plant and the structuring of the JV's contract proposal. This stage is expected to be completed in the first half of this year and, if approved by both parties, will be followed by the signing of the JV agreement. We are also developing contact with the Saudi government's public security bodies. In Saudi Arabia, although there is currently no official bidding process open, the National Guard has established, among the items with priority for purchase and/or development in the short to medium term, firearms that make up our product line, such as submachine guns and 9mm pistols and assault and precision rifles.

Another project being carried out internally is the increase in installed capacity, along with the preparation of M.I.M. (Metal Injection Molding) to become a new Taurus business unit. M.I.M. technology allows us to produce complex geometric parts at low cost. Our expansion in M.I.M. production capacity will enable us to meet our internal needs, lowering our dependence on foreign suppliers, and achieving cost savings, as well as increasing our made-to-order sales to third parties in different industrial segments both in Brazil and abroad, such as: auto parts, medical devices, the aerospace industry, among others.

We have plenty of reasons to remain enthusiastic about the outlook for Taurus: we recorded an increase in operating performance during the quarter; general expectations point to a resumption of the upward trend in the North American market; pent-up



demand, accumulated since the beginning of 2023 in Brazil, is expected to reach the market at some point in the near future; we have started to witness the return of international biddings; and we have a number of projects underway, including the research and development of our CITE and the actions reported above. We are also proud to see that the expectations and projects we have presented to the market, in line with our planning, have been coming to fruition. In 2023, we faced a year with more adverse market conditions, as was expected and reported, and we are considering the resumption of a more positive trend for 2024.

Since the last days of April, we in Rio Grande do Sul have been facing the catastrophic flooding caused by heavy rains in the state. We deeply regret the tragedy that has taken place, something never seen before in our state. We are taking all possible measures to ensure that society, and especially our employees, can return to normal life. In this regard, even though our industrial plant in São Leopoldo has not been affected by the floods, in solidarity with the people of Rio Grande do Sul and our employees, we halted our manufacturing activities on May 6. Nonetheless, we had many colleagues assisting in the distribution of donations at the plant, helping the restaurant to make and distribute meals to the affected colleagues and families, and we are still producing our products precariously. I would like to take this opportunity to express my gratitude for the spirit and determination to start over again. This week, we saw the gradual resumption of our local production.

We would also like to thank our shareholders for their confidence in Taurus and the support and contribution from all our employees and other stakeholders. It is based on this support that we continue to work persistently, with the aim of pursuing our journey of success at the Company.

We would like to reiterate our solidarity with the people living in the state of Rio Grande do Sul. We will therefore remain committed to assisting our municipality, so that the population has access to basic requirements, and assisting our employees and families to return to their normal lives. We would like to take this opportunity to ask all Brazilians to provide as much help as possible to the state of Rio Grande do Sul. At Taurus, we have a center for receiving and distributing donations, whose details can be accessed by clicking [here](#).

Salésio Nuhs

CEO Global





Operational Performance

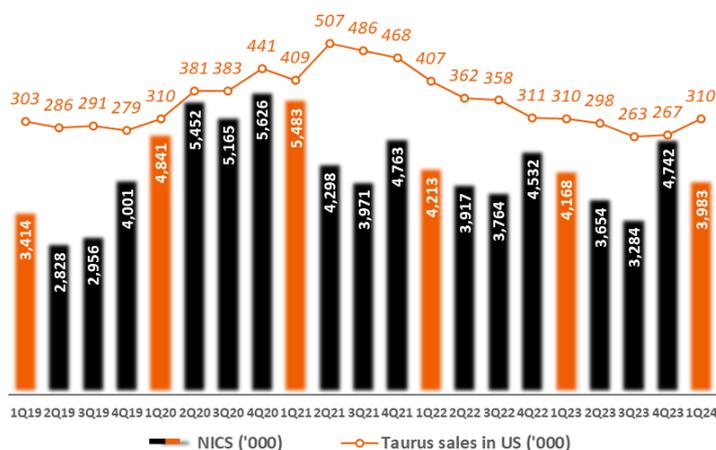
Market

Demand for weapons by end consumers **in the US market** during 1Q24 remained within expectations, following the trend of normalization after the record years seen during the pandemic period. The Adjusted NICS (National Instant Criminal Background System) for 1Q24, an indicator that measures the number of people who intend to acquire a firearm in the US, fell by 16.0% compared to the previous quarter, and by 4.4% compared to 1Q23. When compared to 1Q19, however, the same quarter before the start of the pandemic, this indicator rose by 16.7% and, in April/24, surpassed the mark of one million inquiries in a single month for the 57th consecutive month. Due to the seasonal effects, the first quarter of the year shows a drop in demand in the US in comparison with the previous quarter, due to the higher demand at the end of the year, when the hunting season and Christmas sales begin.

The outlook is for US consumer demand to remain on an upward trend, with a likely increase in relation to 2023, in view of the 2024 presidential elections, a factor which generally leads to an increase in demand in view of the uncertainty surrounding the sector-related policies to be adopted by the government to be elected.

Over the course of 2023, the sales chain reduced inventories, increasing its turnover as a strategy to reduce the financial cost generated by the rise in US inflation. After this period of inventory readjustment, accelerated by the sales that occurred at the close of the year, orders finally resumed in 1Q24. As can be seen in the chart below, Taurus' sales in the US were up compared to 4Q23, in a contrasting performance to that seen in the Adjusted NICS.

Adjusted NICS - Intentions to acquire firearms and Taurus sales in the US
 ('000 queries)



In **Brazil**, the civilian firearm market remained largely flat in the first quarter, as it had been throughout the whole of 2023, still due to legal issues. In December/23, the regulations that had been pending since early that year were published, such as those relating to permits for new firearm purchases by CACs (collectors, sport shooters and hunters), and the possibility of new registrations. However, the new rules are still being assimilated by the regulatory bodies, so no new authorizations have been granted in 1Q24. At the same time, the process of purchasing firearms by members of the Military Police, Military Fire Brigades and the Office of Institutional Security of the Presidency of the Republic - a group that represents an important part of demand - is still under review.

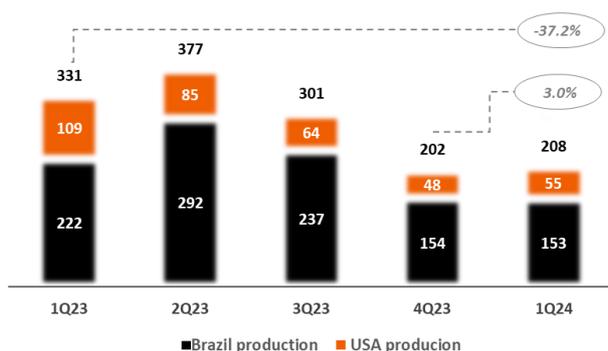
As a result, a pent-up demand continues to persist in the Brazilian market, which has been repressed since January 2023. The outlook for the local market is therefore one of gradual recovery, as new registrations and purchase authorizations for CACs are granted and, above all, once the last legal issues have been resolved.



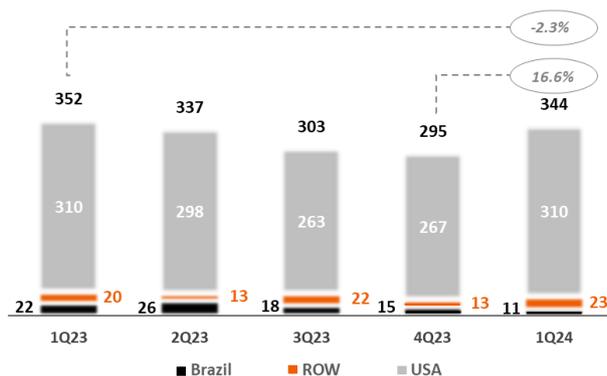
During 1Q24, in the **international market**, excluding the US, it became clear that military and defense force tenders were beginning to pick up again, after a period of slackening in negotiations, following the outbreak of the wars in Ukraine and Israel.

Production and sales

Production of Taurus firearms ('000 units)



Sales of Taurus firearms ('000 units)



Overall **production** of Taurus firearms in 1Q24 totaled 208,000 units, up by 3.0% versus 4Q23, and higher than initially forecast by the Company, although affected by the 30-day collective vacation granted to employees in Brazil between December/23 and January/24. Production at the Brazilian plant has basically remained flat (down by 0.6%) in the period, whereas production at the Company's North American plant has increased by 14.6%.

As it happens every year, Taurus was present, with a booth in a prominent area, at Shot Show 2024, the world's largest trade fair for the sector, held between January 23 and 26 in Las Vegas, USA. The event, restricted to members of the industry of firearms and ammunition, hunting, military and foreign trade, including consumers and retailers of military, police and tactical products, attracts buyers from all US states, from more than 100 countries.

At the event, in addition to its complete portfolio with options for shooting sports, hunting and defense, the Company presented its already traditional products, as well as the new models developed by the Brazil/USA Integrated Technology and Engineering Center (CITE), introducing the launch of a new brand, Taurus Hunt, and the repositioning of its existing brands: Taurus, Heritage and Rossi. Among the main launches for the North American market held at the Shot Show were:



Taurus Expedition

First bolt-action rifle under the new Taurus Hunt brand, in .308 Winchester caliber, with new calibers expected to be released.



Taurus Deputy

.45 and .357 caliber revolvers with an "old west" design and modern manufacturing.



Taurus 605 Executive Grade

Combat revolver, based on the best-selling Taurus 605, chambered in .357 Magnum.



The **sales volume** in the USA, the main destination for Taurus products, has also exceeded the Company's estimates. A total of 310,000 units were sold in 1Q24, up by 16.1% over 4Q23, in contrast to the Adjusted NICS, an indicator of demand for firearms in the country, which fell by 16.0% in the same period. One of the factors that has contributed to the Company's sales performance in the North American market was the replenishment of inventories in the North American sales chain after the end-of-year sales. As North American retailers have adopted a pattern of lower inventories, with greater turnover, the tendency is for lower volume orders to be placed with the plants, although with greater frequency.

In the Brazilian market, sales of Taurus firearms in 1Q24 have not yet reflected the positive effect of the disclosure of the clarifications related to the legal issue of the sector published in December/23, since new authorizations have not yet been processed. At the beginning of 2023, some sales had still been made based on authorizations granted in 2022, prior to the change in legislation, which explains the lower sales volume in 1Q24 when compared to 1Q23. Thus, there is still a pent-up demand in the domestic market, which represents a potential for sales growth, once new permits for the registration and purchase of firearms by CACs are released, based on the regulations published in December/23 and, above all, when the pending issues for the purchase of firearms by military personnel are clarified. Taurus is prepared to meet this demand, having developed the innovative .38 TPC caliber. The firearms to be launched in May with the TPC caliber are expected to be the most heavily used in Brazil, while maintaining the limits established by the current legislation. The GX4 Carry pistols, whose platform has won six international awards, and the G2C, Taurus' best-selling pistol in the world, shall also be available with the new caliber.

In addition to sales to the civilian market, Taurus also markets to national military forces, such as the bidding process carried out by the Santa Catarina Military Police at the beginning of 2Q24, for 400 rifles and 400 T9 carbines, which was won by the Company.

With regard to exports to countries other than the USA, the volume recorded in 1Q24 came to 23,000 units, with the main destinations being Honduras, Haiti, Mexico and Guatemala. These destinations accounted for 48.0% of overall sales and longer development cycles, including phases of budget approval, presentation, negotiation, delivery of samples, tests, revisions, approvals, among other stages. Taurus is present in more than 100 countries around the world, and its exports are always authorized in advance by the Ministry of Foreign Affairs and the Ministry of Defense. At the moment, due to diplomatic issues, the Company is prevented by the Brazilian authorities from carrying out sales to Ukraine and Israel.

Following a period in which international military bids were reduced, purchases are starting to pick up again, as 1Q24 has shown the best performance of the last 12 months. One example is the tender opened by the Philippine Army for the acquisition of more than 5,000 rifles, for which we have already been qualified.

In India, assisted production of pilot batches is underway at the JD Taurus plant, and the first sales to the civilian market have already taken place. Production at JD Taurus proceeds according to the orders placed by distributors. The launch of a revolver in the country is expected to take place in the second half of 2024. Two models of pistols are expected to be launched in the first half of 2025, all with a focus on the civilian market.

As for the tender for 425,000 rifles for the Indian Ministry of Defense, the delivery of the firearms for qualifying evaluations has taken place, and the summer tests are scheduled to take place in May. The Company is already in the final stages of a contract for the sale of 550 T9 9mm submachine guns to the Indian Army, as well as participating in other smaller bids for police and paramilitary forces. In the medium term, these involve deals estimated at more than US\$ 30 million, such as the tender for 5,600 units of the T9 for the Uttar Pradesh Special Task Force, another 1,900 units of the T9, and 5,300 units of the TS9 pistol for the Border Security Force & Central Industrial Security Force, among others.

The Saudi Arabia Project is still underway, which assesses the possibility of developing a joint venture between Taurus and Scopa Military Industries to manufacture firearms in that country, with commercial coverage throughout the GCC - Cooperation Council for the Arab States of the Gulf, which includes, in addition to Saudi Arabia, Bahrain, Qatar, the United Arab Emirates, Kuwait and Oman. At the end of December/23, the non-binding Term Sheet was signed, which lays down the initial preconditions for moving forward with the study. The evaluation of the business plan is expected to be completed in the first half of 2024.



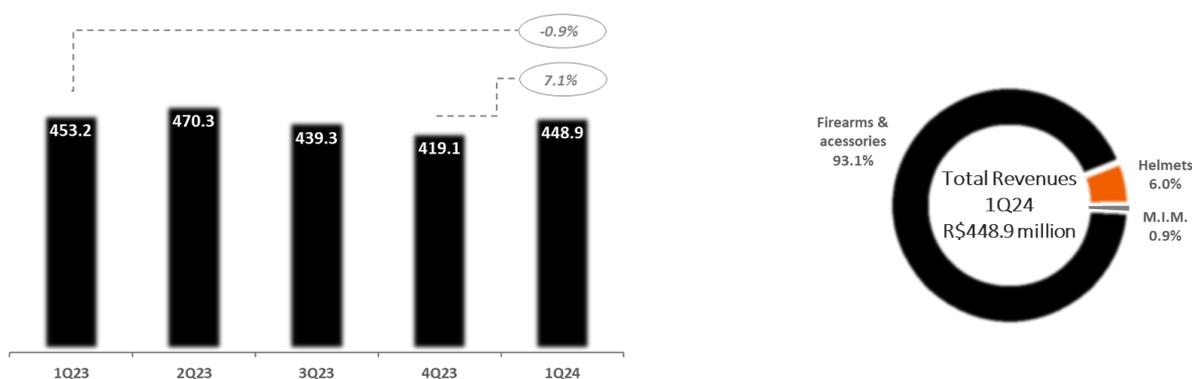
Economic and Financial Performance

The results for the first quarter of 2023, which are being used as a basis for comparison in the table below, are the same as those published at the time, with a few differences in relation to the attachments to this report and the Financial Statements (ITR) disclosed on this date, since retroactive adjustments were made due to the corporate restructuring approved at the EGM held on December 29, 2023.

Net Operating Revenues

Taurus' consolidated revenues include, in addition to the sales of firearms & accessories, also revenues from the sales of helmets and M.I.M. (Metal Injection Molding). As the Company's core business, the firearms & accessories segment accounted for 93.1% of overall revenues in 1Q24, and its results were therefore the main contributors to the consolidated performance.

Consolidated Net Operating Revenues (R\$ million)



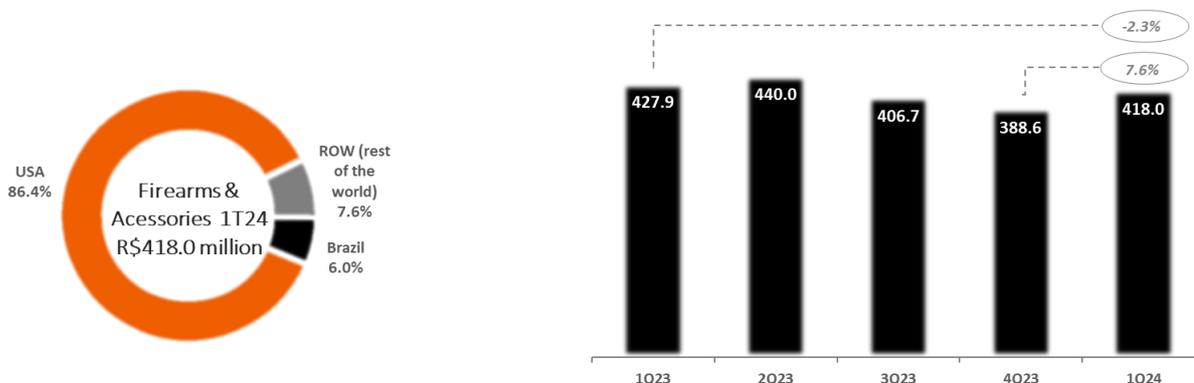
Consolidated revenues for 1Q24, which stood at R\$ 448.9 million, were up by 7.1% over 4Q23, and by 2.2% over 3Q23, remaining basically stable (down by 0.9%) when compared to the same quarter of the previous year. Revenues from the sale of helmets, which accounted for 6.0% of consolidated revenues for the quarter, rose by 27.5% (+R\$ 5.8 million) when compared to 1Q23, contributing to the balanced performance of consolidated revenues in the period.

Considering the **arms & accessories segment** alone, net revenues in the amount of R\$ 418.0 million in 1Q24 show growth of 7.6% when compared to 4Q23, and a slight drop of 2.3% when compared to 1Q23. In both periods of comparison, there was an increase in revenues from sales in the USA, and from exports to other countries, even above what the Company had estimated. When comparing to 1Q23, sales abroad even offset the pressure exerted by the exchange rate variation, when accounting for these revenues in Brazilian Reais, since the national currency appreciated by 4.8% against the US dollar in the period, considering the average exchange rate in both quarters. When evaluating the performance of 1Q24 in relation to 1Q23, the rise in revenues from sales abroad was not enough to offset the reduction in revenues from the domestic market, since at the beginning of 2023 there were still some firearms purchase authorizations issued in the previous year, before the change in legislation. In 1Q24, new authorizations had not yet been released and, additionally, there are still pending issues to date regarding the acquisition of firearms by a relevant group of consumers made up of members of military corporations, and all those listed in Article 6 of Law 10.826/2003 (Disarmament Statute).

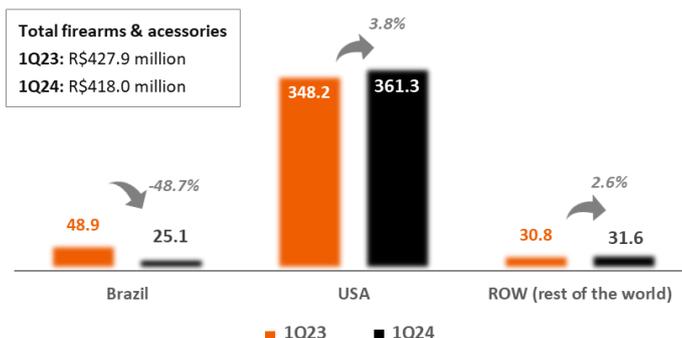
The company remains committed to its strategy of investing in research and innovation, while consistently launching new products and models on the market. In 2023, revenues from the sale of new products accounted for 14.2% of the segment's overall revenues.



Net Operating Revenues - Firearms & Accessories



Firearms & Accessories (R\$ million)



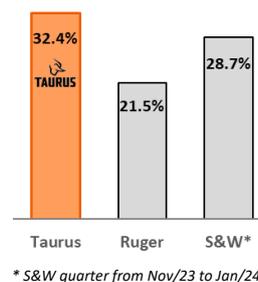
Gross profit

Taurus has been keeping a tight control over its cost management, and has even carried out a readjustment in its internal structure. Costs of goods sold totaled R\$ 303.5 million in 1Q24, up by 9.6% when compared to 1Q23, pressured by the following factors: (i) inflation of 3.9% accumulated over the last 12 months; (ii) the portion of fixed costs that is independent of production volume; and (iii) the 4% severance pay granted by the Company in July 2023. At the same time, the 4.8% devaluation of the average dollar against the Brazilian Real between 1Q24 and 1Q23 put pressure on the gross margin, since most of the Company's sales are denominated in dollars. Also influencing the gross margin in 1Q24 was the greater share of long firearms in the sales mix, products which provide lower margins than short firearms, and the low volume of sales in Brazil, since the Company earns better margins on this market.

Gross profit for the quarter reached R\$ 145.4 million, with a 32.4% gross margin. This result is lower than that posted in the same quarter of 2023, but 23.1% higher than in 4Q23, with a 4.2 p.p. rise in margin, evidencing a trend towards a resumption of growth.

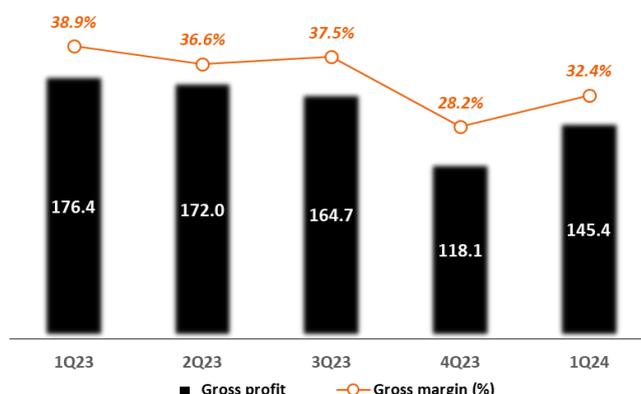
Taurus' operational efficiency is evidenced by the fact that the Company's gross profitability continues to be ahead of that obtained by North American companies in the sector that disclose their results, since they also have their shares listed on the stock exchange. In 1Q24, Ruger's gross margin was 21.5%, and it was 28.7% for Smith & Wesson, considering the quarter from November/23 to January/24.

Gross Margin - 1Q24





Gross Profit (R\$ million) and Gross Margin (%)



Operating expenses

Taurus' efforts to adapt its operations and activities to the market environment involved intense management of operating expenses. Compared to the same quarter in 2023, operating expenses fell by 25.2% or R\$ 30.3 million, despite the effects from inflation. This performance reflects a decrease in all expense lines, especially the 26.0% decrease (-R\$ 14.4 million) in general & administrative expenses, which was achieved as a result of various savings adopted over the last 12 months, in addition to the reversal of labor provisions. In the period, there was also an increase in the balance of net income in the line referring to "other operating expenses/income", which totaled R\$ 6.3 million in 1Q24, primarily due to tax credits to be recovered, including benefits earned from the corporate restructuring operation planned by management, and approved at the extraordinary general meeting held on December 29, 2023. Furthermore, the 4.8% appreciation in the average rate of the Brazilian currency against the dollar between 1Q23 and 1Q24 helped contributed to a decline in the North American subsidiary's expenses when accounted for in Brazilian Reais.

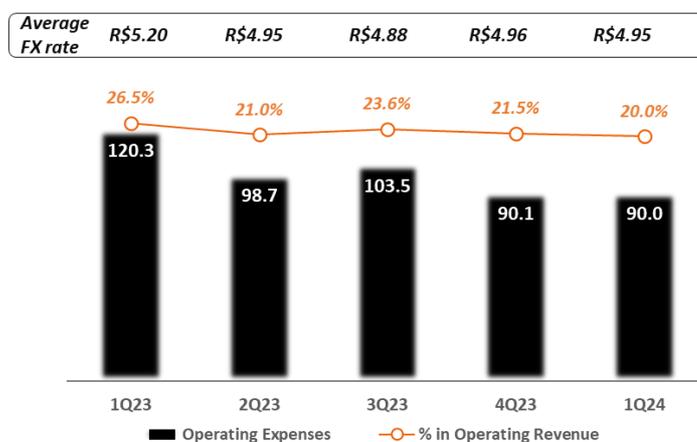
Net revenues in 1Q24 remained in line with 1Q23, which led to a greater dilution of expenses, representing 20.0% of revenues in 1Q24, compared to 26.5% in the same period of the previous year.

	1Q24	1Q23	1Q24x1Q23 % Chg.	4Q23	1Q24x4Q23 % Chg.
Selling expenses	53.5	61.4	-12.9%	47.9	11.7%
General and administrative expenses	41.0	55.4	-26.0%	56.5	-27.4%
Losses (income) due to non-recoverable assets	1.5	3.8	-60.5%	-0.8	-
Other operating (income)/expenses	-6.3	-0.9	600.0%	-14.9	-57.7%
Equity from results of affiliates	0.2	0.7	-71.4%	1.3	-84.6%
Operating expenses (SG&A)	90.0	120.3	-25.2%	90.1	-0.1%
<i>Op. expenses / Net Op.Revenues (%)</i>	<i>20.0%</i>	<i>26.5%</i>	<i>-6.5 p.p.</i>	<i>21.5%</i>	<i>-1.5 p.p.</i>
<i>Average Ptax dollar exchange rate (R\$)</i>	<i>4.95</i>	<i>5.20</i>	<i>-4.8%</i>	<i>4.96</i>	<i>-0.2%</i>

Compared to 4Q23, operating expenses were virtually flat (down by 0.1% or R\$ 0.1 million). The cost-saving measures adopted led to a 27.4% (R\$ 15.5 million) drop in general & administrative expenses in the period. This more than offset the evolution of the other items that comprise operating expenses, in particular the lower balance of net income recorded in the other operating expenses/income account, which fell from R\$ 14.9 million in 4Q23 to R\$ 6.3 million in 1Q23. In both quarters, the balance of income in this account was mainly due to the management of tax credits.



Operating Expenses (R\$ million) and their share over Net Revenues (%)



Adjusted EBITDA

EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) is not a financial metric recognized by the BR GAAP and the International Financial Reporting Standards (IFRS). It should not be considered separately as an operating performance indicator, or an alternative to operating cash flow as a liquidity indicator. It is used for management purposes, and meant to provide additional information on the operating cash generation.

The recovery in sales volume and, consequently, in net revenues, together with the control of net operating expenses, which led to a greater dilution of these expenses, led Taurus to record adjusted EBITDA of R\$ 64.7 million in 1Q24, with a margin of 14.4% on net revenues. This result came in 65.9% higher than in the previous quarter in value terms, and 5.1 p.p. higher in terms of margin over net revenues. Year-over-year, adjusted EBITDA was in line with 1Q23, showing a slight reduction of 0.9%, and the margin remained stable.

The measures adopted by the Company regarding control of costs and expenses, fiscal management (related to the corporate restructuring approved at the EGM held in December/23), including management of its provisions, made it possible to achieve this positive performance in operating cash generation, as measured by adjusted EBITDA in 1Q24. The Company's proactive action to maintain operating profitability was essential to offset adverse external factors, such as inflation, the effect of the appreciation of the national currency against the dollar on revenues from sales abroad. and the fact that the domestic market remained almost non-existent.

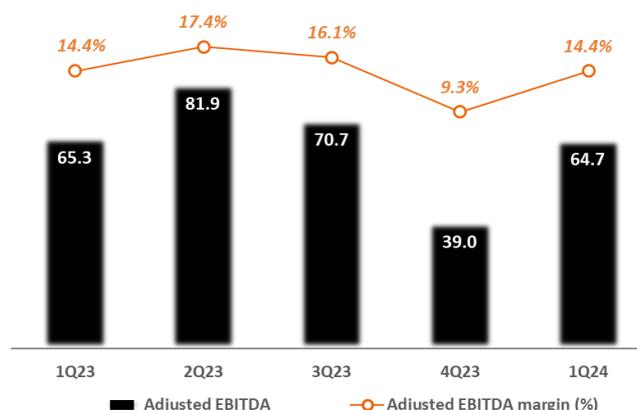
Adjusted EBITDA (earnings before interest, taxes, depreciation and amortization) disregards the results from discontinued operations and equity in earnings from affiliated companies, since these results are not directly linked to Taurus' operating activities.

Calculation of adjusted EBITDA – Conciliation pursuant to ICVM 156/22

R\$ million	1Q24	1Q23	1Q24x1Q23 % Chg.	4Q23	1Q24x4Q23 % Chg.
Net income	18.9	35.4	-46.6%	42.5	-55.5%
Taxes	10.5	20.0	-47.5%	-6.1	-
Net financial result	26.0	0.1	-	-7.9	-
Depreciation and amortization	9.1	8.5	7.1%	9.7	-6.2%
EBITDA	64.5	64.1	0.6%	38.2	68.8%
<i>EBITDA margin</i>	<i>14.4%</i>	<i>14.1%</i>	<i>0.2 p.p.</i>	<i>9.1%</i>	<i>5.3 p.p.</i>
Result from discontinued operations	0.0	0.5	-	-0.5	-
Equity from results of affiliates	0.2	0.7	-71.4%	1.3	-84.6%
Adjusted EBITDA	64.7	65.3	-0.9%	39.0	65.9%
<i>Adjusted EBITDA margin</i>	<i>14.4%</i>	<i>14.4%</i>	<i>0.0 p.p.</i>	<i>9.3%</i>	<i>5.1 p.p.</i>



Adjusted EBITDA (R\$ million) and its Margin (%)



Financial result

Taurus posted net financial expenses of R\$ 26.0 million in 1Q24, resulting from financial income of R\$ 12.5 million and financial expenses of R\$ 38.5 million. Exchange rate variations, both assets (income) and liabilities (expenses), represent the main component of the financial result, since the Company's revenues mostly (87.5% in 1Q24) come from sales abroad, and a large portion of its bank debt (83.7% on 03/31/2024) is denominated in foreign currency. The devaluation of the Brazilian currency is reflected in the form of an asset exchange variation (income) on the client portfolio, and on the US subsidiary's cash in dollars, and in the form of a liability exchange variation (expense) on the financial obligations relating to the Company's bank debt denominated in dollars. Exchange rate variations, however, are **accounting records with no cash effect, and affect balance sheet accounts**, calculated on the closing date of the period, so that their accounting record takes into account the exchange rate on that date, and not the average exchange rate for the period.

Financial expenses in 1Q24 dropped by 10.3% year-over-year, a much smaller proportion than the 70.8% drop in financial income over the same period, as can be seen in the table below. This performance can mainly be attributed to asset and liability exchange rate variations, considering the exchange rate variation for each quarter under analysis: (i) 1Q23 - 2.7% appreciation of the Brazilian currency against the US dollar, between January and the end of March 2023; and (ii) 1Q24 - 3.3% devaluation of the Brazilian Real against the US dollar during the same period in 2024. As the Company's liability foreign currency base is larger than its asset base, in the first quarter of 2023, the appreciation of the local currency led to a higher income, while in 1Q24 the devaluation seen within the quarter led to the opposite effect, further reinforced by the fact that, in this period, the balance of the Company's foreign currency base was an even larger liability than in 1Q23.

The lower financial income in 1Q24 can also be explained by the decline in cash and, therefore, in the amount of funds invested, coupled with the drop in interest rates.

<i>R\$ million</i>	1Q24	1Q23	1Q24x1Q23 % Chg.	4Q23	1Q24x4Q23 % Chg.
(+) Financial income	12.5	42.8	-70.8%	44.0	-71.6%
Foreign exchange gains	7.5	35.7	-79.1%	25.3	-70.4%
Interest and other income	5.0	13.8	-63.8%	18.7	-73.3%
(-) Financial expenses	38.5	42.9	-10.3%	36.1	6.6%
Foreign exchange losses	21.3	54.1	-60.6%	18.1	17.7%
Interest, IOF and other expenses	17.2	16.0	7.5%	18.0	-4.4%
(+/-) Net financial result	-26.0	-0.1	-	7.9	-
US dollar Ptax rate at the end of period (R\$)	5.00	5.08	-1.6%	4.84	3.3%

Net income

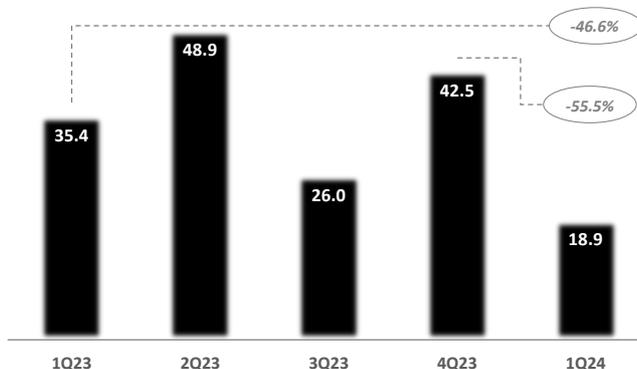
The Company achieved good operating results in 1Q24, thus overcoming the fact that the domestic market remained stagnant, in a standstill, since the rules for the granting of authorizations for CACs published in December/23 are still being processed by the regulatory bodies and, at the same time, other legal issues relating to the sector are still pending.



The performance of operational indicators in relation to 4Q23 shows a more positive trend for the FY2024: due to the growth in sales of firearms in the North American and international markets, consolidated net revenues grew by 7.1% in the period, while costs remained unchanged, which led to a 23.1% increase in gross profit, and a 4.2 p.p. rise in gross margin. In the same period, operating expenses remained flat and, when comparing the performance between 1Q24 and 1Q23, fell by 25.2, resulting from the management and cost control measures adopted by the Company. Consequently, the result before financial income and taxes in 1Q24 came to R\$ 55.5 million, almost double (+98.2% or R\$ 27.5 million) the amount recorded for the last quarter of 2023, whereas adjusted EBITDA amounted to R\$ 64.7 million, with a 14.4% margin, representing a 65.9% and 5.1 p.p. year-over-year improvement from 4Q23.

The financial net expense of R\$ 26.0 million, largely derived from the accounting (non-cash) effects of the exchange rate variation, in addition to the lower volume of financial investments, coupled with the reduction in interest rates on these investments, nevertheless put pressure on net income in 1Q24, which stood at R\$ 18.9 million, also taking into account the disbursement of R\$ 10.5 million for income tax and social contribution.

Net Income (R\$ million)



Debt

At the close of 1Q24, Taurus' net bank debt amounted to R\$ 279.0 million, an amount R\$ 45.6 million lower than that recorded at the close of FY 2023. This performance reflects a R\$ 41.4 million increase in cash and marketable securities, with a simultaneous reduction of R\$ 4.2 million in gross bank debt.

Taurus has lengthened its debt maturity profile, and today counts on a comfortable liquidity situation, with a degree of leverage measured by the Net Debt/Adjusted EBITDA ratio, of 1.09 times at the close of 1Q24. From the total amount of R\$ 440.2 million of gross bank debt, recorded as maturing in the short term on 03/31/2024, 97.6% (R\$ 429.5 million) comprises foreign exchange drafts (ACC), which can be renewed at each maturity. Excluding this amount referring to exchange drafts from the short-term total, the portion of the debt that actually matures within the following 12 months amounts to only R\$ 10.7 million.

Gross bank debt maturing in the short term, recorded on 03/31/2024



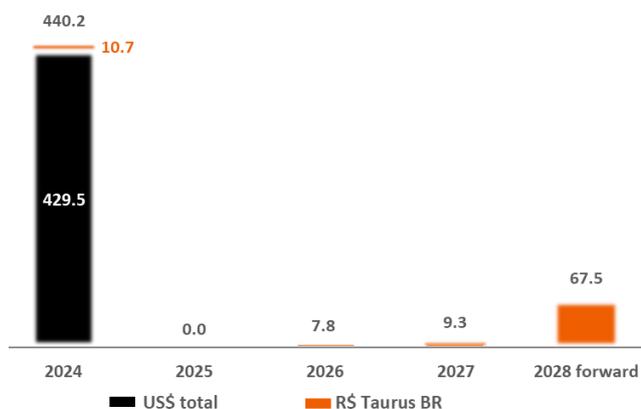
In view of Taurus' current position and strong cash generation profile, the Company can rely on the availability of enough credit lines to roll over the amounts of its bank debt under favorable conditions. In addition to exchange draft operations, the Company



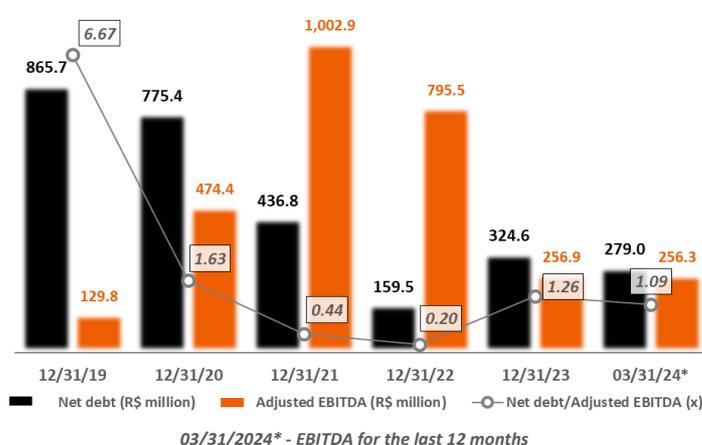
is focusing its new funding mainly on a loan at very favorable interest rates from FINEP (Financing Agency for Studies and Projects), geared towards financing investments in innovation. The approved credit line comprises R\$ 175.1 million, to be received in six-monthly installments. In 2023, the Company received two installments of this credit line, totaling R\$ 89.7 million, which accounts for 51.1% of the total amount approved. This line of credit, intended to finance 90% of Taurus' Strategic Innovation Plan for Competitiveness, carries a grace period of 36 months and is payable in 108 monthly installments.

R\$ million	31/03/2024	31/12/2023	% Chg.
Loans and financing	10.7	14.1	-24.1%
Foreign exchange drafts	429.5	398.9	7.7%
Short term	440.2	413.0	6.6%
Foreign exchange drafts + Loans and financing	84.5	116.0	-27.2%
Long term	84.5	116.0	-27.2%
Gross debt	524.8	529.0	-0.8%
Cash and marketable securities	245.7	204.3	20.3%
Net debt	279.0	324.6	-14.0%
US dollar Ptax rate at the end of period (R\$)	5.00	4.84	3.3%
Gross debt converted into dollars (US\$ million)	105.0	109.3	-3.9%
Net debt converted into dollars (US\$ million)	55.8	67.1	-16.8%

Bank debt profile
(R\$ million)



Level of financial leverage
Net debt/adjusted EBITDA



Capital Expenditures

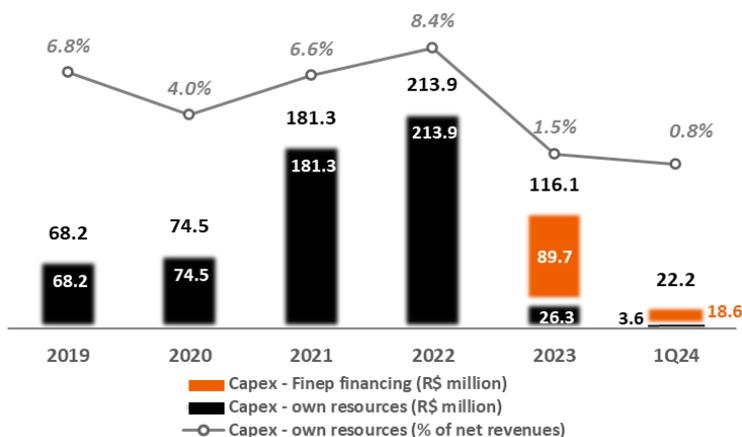
Considering that most of the investments aimed at improving processes and industrial modernization have already been made over the last few years, the planning considers a reduction in the amount of annual investments to be made in 2024. Between 2019 and 2023, a total of R\$ 654.0 million was invested, mainly concentrated in 2021 and 2022. From the total investments made over the last five years, 69.0% have been allocated to the acquisition of machinery and equipment, bringing state-of-the-art machinery to the Plant, which provides greater efficiency on the production line.

Up to 2022, the total amount of investments made has been fully financed with the Company's own resources, based on its strong cash generation. In 2023, financing came mainly from the credit line approved by FINEP, a model that will be repeated in 2024. Out of a total of R\$ 175.1 million from the FINEP line, the Company holds a balance of R\$ 85.4 million to be released in 2024.

Total investments in 1Q24 amounted to R\$ 22.2 million, 83.7% of which were financed with funds from FINEP's credit line, mainly for the acquisition of machinery, equipment and tools, and only 16.3% with own funds, basically for maintenance.



Capex (R\$ million) and share of Capex funded with own generation over net revenues



Capital Markets

Taurus holds common shares (TASA3) and preferred shares (TASA4), which are listed on B3's Level II of Corporate Governance, a market segment that comprises those companies that have voluntarily adopted distinct corporate governance practices. Both classes of shares take part in the IGCX portfolio (Differentiated Corporate Governance Stock Index), and ITAG (Differentiated Tag-Along Stock Index), and its preferred shares also take part in IBrA (Broad Brazil Index), IGCT (Corporate Governance Trade Index), INDX (Industrial Sector Index), and SMLL (Small Cap Index) of B3.

At the close of March/24, the number of shareholders holding the Company's shares totaled 116,600, up by 2.2% from the number recorded at the close of the FY 2023.

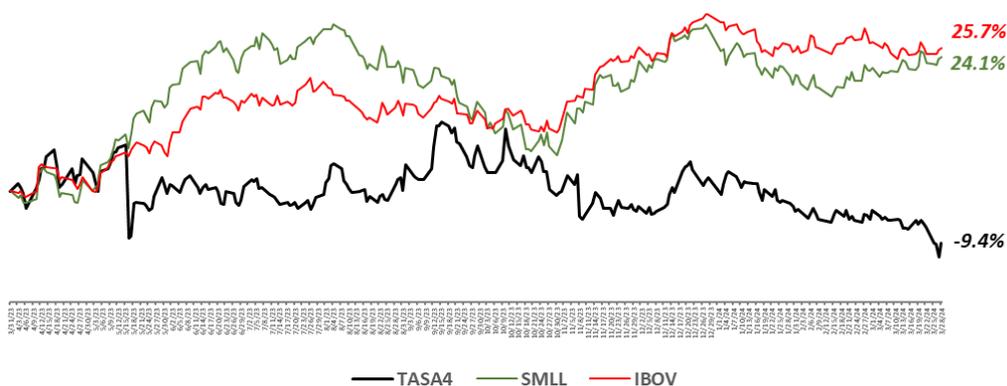
Date	TASA3*		TASA4*		TASA (Total no. of shares)	TASA4 Treasury (No. of shares)	Market value (R\$ million)	EV** (R\$ million)
	(R\$/share)	(No. of shares)	(R\$/share)	(No. of shares)				
03/31/2023	R\$ 14.34	46,445,314	R\$ 14.85	80,189,120	126.634.434	—	R\$ 1,856.8	R\$ 1,882.3
03/28/2024	R\$ 13.74	46,445,314	R\$ 13.46	80,189,120	126.634.434	699,900	R\$ 1,717.5	R\$ 1,989.5
% change	-4.2%	—	-9.4%	—	—	—	-7.5%	5.7%

* The share prices of ON (TASA3) and PN (TASA4) shares on 03/31/2023 are adjusted for the dividends paid.

** Market capitalization + net debt - non-operating assets (non-current assets for sale)

IGCX B3 ITAG B3 IGCT B3 SMLL B3 IDIV B3 IBRA B3

Performance of preferred shares (TASA4) versus SMLL B3 and IBOV B3
Last 12 months - Base 100: closing 03/31/2023





Share buyback program

Under the scope of the current Buyback Program, in effect from June 21, 2023 to December 20, 2024, up to 300,000 common shares (TASA3) and 3,003,300 preferred shares (TASA4) may be acquired. The purpose of the Program is: (a) to carry out efficient management of the capital structure and maximize the creation of value for the shareholder; and (b) to meet the Company's obligations arising from the Stock Grant Plan, which is geared towards the Company's Managers, Executive Officers and other professionals in strategic positions. In accordance with the approved terms, the shares acquired herein may be held in treasury, canceled or subsequently sold.

Up to 03/31/2024, the Company has acquired 699,900 preferred shares (TASA4) which, to date, are held in treasury.

ESG

Corporate governance

Taurus relies on a well-structured and established corporate governance system, which presents well-defined principles and management processes, capable of formally ensuring compliance with laws and regulations and connecting employees, suppliers, shareholders and investors.

The management of Taurus Armas S.A. is exercised by a Board of Directors, with deliberative functions; by a Board of Executive Officers, with representative and executive functions; and by advisory committees to the Board of Directors, namely: (i) the Audit and Risks Committee; (ii) the Ethics Committee, (iii) the Information Security Privacy Committee and (iv) the ESG Committee. These bodies aim to propose and keep up-to-date the guidelines/rules of the policies linked to governance, analyze any violations of the policies and, in the event that non-compliance is identified, report their findings to the Board of Directors. The Company's Supervisory Board is permanently in place and performs the duties laid down by law.

Social

Taurus reinforces its commitment to the continuous training and development of people, along with a collaborative environment between the team, the company and society.

With the purpose of broadening inclusion and enabling communication between all the employees of the Brazilian unit, Taurus held the first module of the Brazilian Sign Language (Libras) course, taught by SENAI, with the participation of 60 employees, who will act as multipliers of the knowledge acquired, promoting the inclusion of deaf people. The initiative is part of the Taurus Continued Education Program, offered to train the professionals who work for the Company.

In March 2024, the fourth round of Module I - Basic began, with the participation of 25 Taurus employees, and two groups, totaling 31 students, of Module II - Intermediate.

As part of the social project "Taurus do Bem - Respecting differences for the sake of equality", the mapping of areas to carry out the educational production practices stage has been carried out, with the collaboration of the program's managers and sponsors. The initiative is part of the pedagogical practice developed in partnership with SENAI (the National Industrial Training Service).

Environment

Aware of its environmental responsibilities, Taurus is constantly striving to improve its environmental management system, relying on a trained and motivated team that works on the environmental management of all the existing processes at the São Leopoldo (RS) plant, as well as ensuring that good environmental practices are applied to new projects.

The wastewater reuse system in the M.I.M. (Metal Injection Molding) Surface Treatment sector was inaugurated in March 24. In order to provide sustainable processes, the Company, through its Brazil/United States Integrated Technology and Engineering Center (CITE) and the Environment and Maintenance areas, has invested techniques and resources in designing a closed water



recycling system for the metal coating surface treatment line, which mainly processes pistol and revolver components. This new system will enable Taurus to use around 21 million liters of water per year.

Taurus operates to enable a circular economy in its processes, increased efficiency in the use of materials, the reuse and recycling of waste and a reverse logistics system. Materials that cannot be reused in the internal production stages are sent to licensed companies for recycling, co-processing, re-refining and composting. During the period, the Company diverted around 98% of its waste from landfill.

Subsequent events

Dividend credits

At the Annual General Shareholders' Meeting held on April 30, 2024, it was approved that shareholders be paid dividends worth 35% of the adjusted net income for 2023, for the total amount of R\$ 38.3 million, equivalent to R\$ 0.3034 per common and preferred share, net of taxes, as shown in the table below.

<i>Amounts in R\$</i>	Total amount	Amount per share PN	Amount per share ON
Overall dividends for 2023	50,989,783.69	0.40345831480	0.40345831480
(-) Dividends paid in advance (as at 08/31/2023)	12,663,443.40	0.10000000000	0.10000000000
Dividends payable	38,326,340.29	0.30345831480	0.30345831480

Holders of shares issued by the Company on the base date of April 30, 2024 will be entitled to the dividends to be paid, excluding treasury shares on that date. Dividends will be paid in cash by the end of the current financial year, on a date to be announced to shareholders at a later date.

Temporary suspension

For reasons of force majeure and in compliance with State Decree No. 57,600 of May 4, 2024, issued due to the state of public calamity in Rio Grande do Sul as a result of heavy rainfall, the Company has momentarily suspended in-person operations at the plant located in the city of São Leopoldo, in the state of Rio Grande do Sul. The temporary suspension began on Monday, May 6, and the Company's Crisis Committee continues to monitor the situation of society in general and, in particular, of Taurus employees, in order to conclude on the return of in-person activities.

The administrative and backup areas continue to work on-site and remotely. The Company has stressed that it has not been affected by the floods, and that the interruption will not affect sales, since it operates in the North American market with a 60-day strategic safety stock at its Bainbridge, Georgia plant.

Capital Increase

The Extraordinary General Shareholders' Meeting held on April 30, 2024 approved an increase in the share capital, without changing the number of shares, by capitalizing part of the statutory reserve in the amount of R\$ 80.2 million.

This document may contain statements reflecting future prospects of the Company's business. The projections, results and their impact rely on estimates, information or methods that may be inaccurate and may not materialize. Such estimates are also subject to risks, uncertainties and assumptions including, among others: the overall economic, political and market conditions in Brazil and in the exports markets in which the Company operates, as well as current and future government regulations. Shareholders and potential investors are hereby warned that none of those forecasts and/or expectations is guarantee of future performance since they involve risks and uncertainties. Future earnings and prospects of creating shareholder value may differ materially from those expressed or suggested in forward-looking statements. Many of the factors that will determine those results and amounts are beyond Taurus's control or foresight. The Company does not assume, and specifically refutes, any commitment to update any forecasts, which make sense only on the date on which they were made.



Income Statement

<i>R\$ million</i>	1Q24	1Q23	% Chg.	4Q23	% Chg.
Net revenues from sales of goods and/or services	448.9	453.2	-0.9%	419.1	7.1%
Cost of goods and/or services sold	-303.5	-276.8	9.6%	-300.9	0.9%
Gross Profit	145.4	176.4	-17.6%	118.1	23.1%
Operating (expenses)/income	-90.0	-120.3	-25.2%	-90.1	-0.1%
Selling expenses	-53.5	-61.4	-12.9%	-47.9	11.7%
General and administrative expenses	-41.0	-55.4	-26.0%	-56.5	-27.4%
Losses due to non-recoverable assets	-1.5	-3.8	-60.5%	0.8	-
Other operating income	7.7	3.4	126.5%	27.8	-72.3%
Other operating expenses	-1.4	-2.5	-	-12.8	-89.1%
Equity from results of subsidiaries and affiliates	-0.2	-0.7	-71.4%	-1.3	-84.6%
Profit before financial income (expenses) and taxes	55.5	56.1	-1.1%	28.0	98.2%
Financial result	-26.0	-0.1	-	7.9	-
Financial income	12.5	42.8	-70.8%	44.0	-71.6%
Financial expenses	-38.6	-42.9	-10.0%	-36.1	6.9%
Earnings (loss) before taxes	29.4	56.0	-47.5%	36.0	-18.3%
Income tax and social contribution	-10.5	-20.0	-47.5%	6.1	-272.1%
Current	-3.6	-23.8	-84.9%	-4.6	-21.7%
Deferred	-6.9	3.7	-	10.7	-164.5%
Net income (loss) from continued operations	18.9	35.9	-47.4%	42.0	-55.0%
Net income (loss) from discontinued operations	0.0	-0.5	-	0.5	-
Consolidated net income (loss) for the period	18.9	35.4	-46.6%	42.5	-55.5%
Attributed to shareholders of the parent company	18.9	35.4	-46.6%	42.5	-55.5%
<i>Earnings per share (R\$/share)</i>					
<i>Basic earnings per share</i>					
Common shares (ON)	0.1504	0.2795	-46.2%	0.3358	-33.3%
Preferred shares (PN)	0.1501	0.2795	-46.3%	0.3359	-33.3%
<i>Diluted earnings per share</i>					
Common shares (ON)	0.1504	0.2795	-46.2%	0.3358	-33.3%
Preferred shares (PN)	0.1501	0.2795	-46.3%	0.3356	-33.3%



Assets

<i>R\$ million</i>	03/31/24	12/31/23	% Chg.
Total Assets	2,176.2	2,153.9	1.0%
Current assets	1,204.0	1,195.0	0.8%
Cash and cash equivalents	131.1	83.4	57.2%
Cash and banks	98.0	73.0	34.2%
Highly-liquid short-term investments	33.1	10.4	218.3%
Marketable securities	114.6	121.0	-5.3%
Accounts receivable	254.8	211.6	20.4%
Inventories	603.6	661.8	-8.8%
Recoverable taxes	49.8	61.8	-19.4%
Prepaid expenses	28.6	30.2	-5.3%
Other current assets	21.4	25.2	-15.1%
Non-current assets	972.2	958.9	1.4%
Long-term receivables	175.6	178.8	-1.8%
Financial investments at amortized cost	0.0	0.0	-
Deferred taxes	69.9	76.9	-9.1%
Receivables from related-party	13.2	12.5	-
Other non-current assets	92.5	89.4	3.5%
Investments	68.4	68.5	-0.1%
Stake in jointly-controlled subsidiaries	6.4	6.5	-1.5%
Other investments	62.0	62.0	0.0%
Property, plant and equipment	590.4	575.2	2.6%
Fixed assets in operation	381.1	403.1	-5.5%
Fixed assets in progress	209.4	172.1	21.7%
Intangible assets	137.8	136.3	1.1%



Liabilities

<i>R\$ million</i>	03/31/24	12/31/23	% Chg.
Total Liabilities and Equity	2,176.2	2,153.9	1.0%
Current Liabilities	832.9	800.5	4.0%
Social and labor obligations	49.2	44.3	11.1%
Social obligations	7.0	7.8	-10.3%
Labor obligations	42.2	36.6	15.3%
Suppliers	112.0	111.6	0.4%
Local suppliers	55.9	58.9	-5.1%
Foreign suppliers	56.0	52.8	6.1%
Taxes payable	63.9	58.7	8.9%
Federal Taxes payable	63.3	57.8	9.5%
Income tax and social contribution payable	3.0	2.4	25.0%
Other taxes	60.3	55.4	8.8%
State tax payable	0.5	0.8	-37.5%
Municipal tax payable	0.0	0.1	-100.0%
Loans and financing	440.2	413.0	6.6%
In local currency	1.0	1.6	-37.5%
In foreign currency	439.2	411.4	6.8%
Other accounts payable	98.1	102.5	-4.3%
Dividends and interest on equity payable	38.4	38.4	0.0%
Advances from customers	12.8	17.5	-26.9%
Other payables	46.9	46.6	0.6%
Provisions	69.4	70.4	-1.4%
Provisions for tax	46.6	48.1	-3.1%
Provisions for social security and labor risks	4.5	4.9	-8.2%
Provisions for civil risks	8.9	8.1	9.9%
Other provisions	9.5	9.2	3.3%
Noncurrent Liabilities	215.3	261.6	-17.7%
Loans and financing	84.5	116.0	-27.2%
In local currency	84.5	85.0	-0.6%
In foreign currency	0.0	31.0	-
Other accounts payable	65.8	68.8	-4.4%
Related-party liabilities	2.0	2.0	0.0%
Taxes payable	10.3	12.4	-16.9%
Suppliers	8.3	9.3	-10.8%
Other accounts payable	45.1	45.2	-0.2%
Deferred taxes	14.2	14.1	0.7%
Provisions	50.8	62.6	-18.8%
Provisions for tax	1.4	1.4	0.0%
Provisions for social security and labor	29.0	41.6	-30.3%
Provisions for civil risks	15.7	15.7	0.0%
Other provisions	4.7	3.9	20.5%
Consolidated Shareholders' Equity	1,128.0	1,091.8	3.3%
Share Capital	367.9	367.9	0.0%
Capital reserves	-16.2	-17.1	-5.3%
Disposal of subscription warrants	9.9	9.9	0.0%
Stock options granted	29.4	25.4	15.7%
Shares held in treasury	-9.9	-6.8	45.6%
Capital transactions	-45.6	-45.6	0.0%
Retained earnings	566.6	566.6	0.0%
Legal reserve	48.7	48.7	0.0%
Statutory reserve	399.4	399.4	0.0%
Tax incentive reserve	118.5	118.5	0.0%
Proposed supplementary dividend	0.0	0.0	-
Accumulated earnings/losses	19.1	0.0	-
Equity valuation adjustments	43.9	44.0	-0.2%
Accumulated translation adjustments	146.8	130.4	12.6%