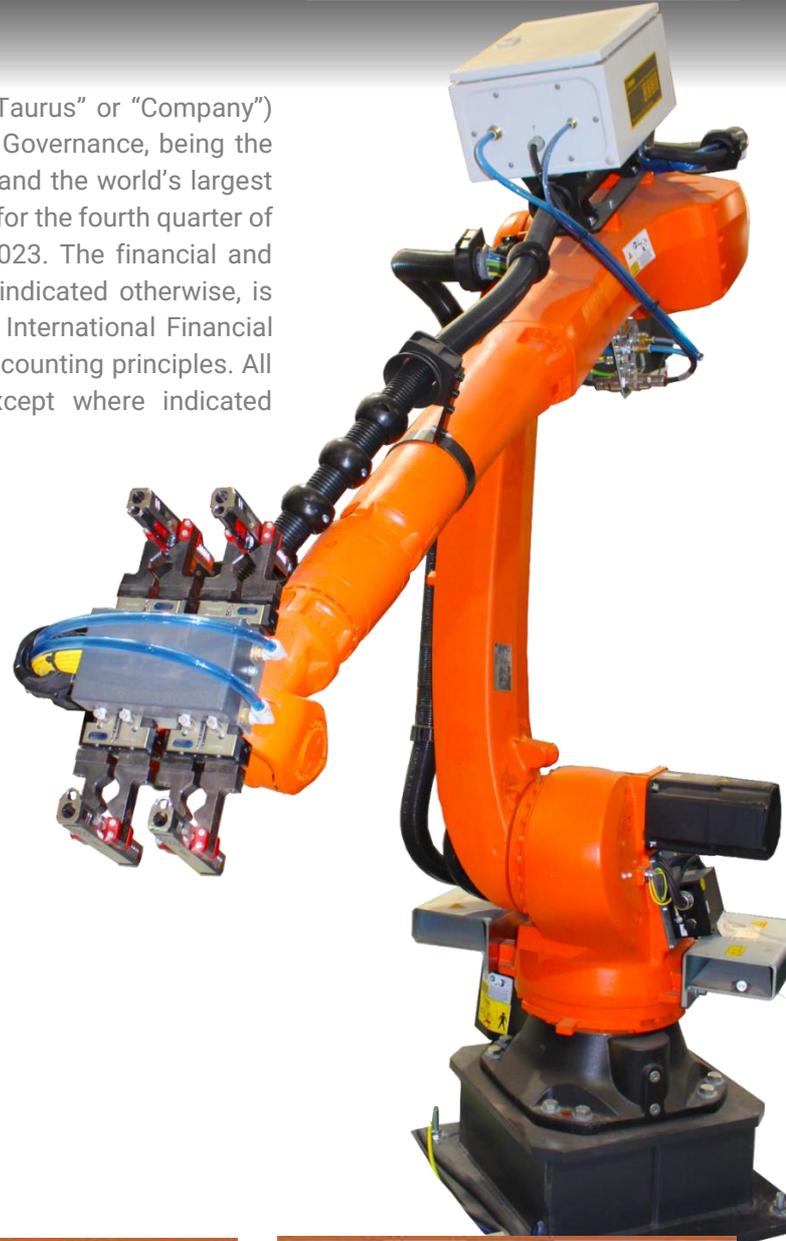




São Leopoldo, March 26, 2024 – Taurus Armas S.A. (“Taurus” or “Company”) (B3:TASA3; TASA4), listed on B3’s Level 2 of Corporate Governance, being the company that has created the 3rd generation of pistols, and the world’s largest manufacturers of revolvers, hereby announces its results for the fourth quarter of 2023 (4Q23), along with the results for the whole FY 2023. 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 2022, except where indicated otherwise.

RESULTS FOR 4Q23/FY2023

Even without the regulation of the Brazilian legislation, Taurus closed the fiscal year 2023 showing net revenues of R\$ 1.8 billion, along with a 35.4% gross margin



Highlights for FY 2023

NET REVENUES:

R\$ 1,781.9 million

GROSS PROFIT:

R\$ 631.2 million
Gross margin 35.4%

ADJUSTED EBITDA:

R\$ 256.9 million
Adjusted EBITDA margin 14.4%

NET INCOME:

R\$ 152.8 million

Reduction in greenhouse gas emissions and engagement of all areas in achieving Taurus targets




MAIN INDICATORS

R\$ million	2023x2022			4Q23x4Q22		
	2023	2022	% Chg.	4Q23	4Q22	% Chg.
Net operating revenues	1,781.9	2,540.0	-29.8%	419.1	597.9	-29.9%
Domestic market	297.6	881.0	-66.2%	67.4	228.8	-70.5%
Exports market	1,484.3	1,659.0	-10.5%	351.7	369.1	-4.7%
COGS	-1,150.7	-1,379.6	-16.6%	-300.9	-363.7	-17.3%
Gross profit	631.2	1,160.4	-45.6%	118.1	234.2	-49.6%
Gross margin (%)	35.4%	45.7%	-10.3 p.p.	28.2%	39.2%	-11.1 p.p.
Operating expenses (SG&A)	-412.5	-399.6	3.2%	-90.1	-78.0	15.5%
Earnings before financial result and income tax (EBIT)	218.8	760.9	-71.2%	28.0	156.2	-82.1%
Net financial income (expenses)	-10.0	-4.7	112.8%	7.9	17.0	-53.5%
Income tax and social contribution	-55.9	-233.3	-76.0%	6.1	-51.6	-111.8%
Net income (loss) from continued operations	152.8	522.8	-70.8%	42.0	121.6	-65.5%
Net income (loss) from discontinued operations	0.0	-2.8	-	0.5	-0.6	-
Net income (loss)	152.8	520.0	-70.6%	42.5	121.0	-64.9%
Adjusted EBITDA*	256.9	795.5	-67.7%	39.0	166.0	-76.5%
Adjusted EBITDA Margin*	14.4%	31.3%	-16.9 p.p.	9.3%	27.8%	-18.5 p.p.
Net debt (end of period)	324.6	218.4	48.6%	324.6	218.4	48.6%

* 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

The year 2023 was a challenging period for our sector, with a drastic change in the market environment in comparison to the one we experienced in previous years. It was a test through which, I am proud to say, Taurus has maintained its sound structure, with solid results and indicators, which have confirmed our operational agility and flexibility, coupled with our ability to adapt to different market conditions. Just as we were quickly able to meet the unprecedented demand seen during the pandemic, while benefitting from the positive momentum, we were also prepared for the new market conditions that emerged in 2023. We pursued opportunities within the situation that prevailed, carried out several launches, took part in the sector's main fairs and events both in Brazil and abroad, and remained committed to research and innovation. At the same time, we managed costs and expenses, ensuring strict discipline, and made adjustments to the operation.

The results for FY 2023 that we are presenting in this report are perfectly in line with our expectations, and with what we have been reporting to the market over the course of the year. The structure we have developed at Taurus over the last few years has resulted in a Company with solid foundations. We recorded a positive result for the year, even when considering the less favorable market conjuncture, with sales in Brazil having been interrupted due to the lack of regulations, which was combined with a 4.6% inflation rate, putting pressure on costs and expenses, plus the exchange rate variation, with the appreciation of the real against the dollar having an impact on our revenues, since Taurus is a major exporter. We also granted a 30-day collective vacation to employees between December/23 and January/24, which ended up impacting EBITDA, given the reduction in production.

This structure that we have developed at the Company has enabled us to close the year with a gross margin higher than that of our international peers in the sector, as has occurred on a recurring basis. At Taurus, we achieved a gross margin of 35.4% in 2023, versus 24.6% at Ruger and, at Smith & Wesson, considering the last 12 months ended in January/24, 27.5%. In terms of operating cash generation, as measured by adjusted EBITDA, we recorded R\$ 256.9 million, with a net income of R\$ 152.8 million, more than three and a half times higher (+252.1%) than in 2019, the year before the pandemic. Thus, following approval at the general shareholders' meeting, the Company will pay dividends to shareholders for the third consecutive year. Our bylaws provide for the payment of at least 35% of adjusted net income, which this year will be deducted from the amount already paid in August/23.

Following the publication of Decree 11.366 on January 1, 2023, with the initial expectation that the regulation would be laid down by April, the legal uncertainty regarding the sector in Brazil remained throughout 2023. It was only in December that the regulation was published, which set out aspects that had been pending until then, such as authorizations for new gun purchases by CACs (collectors, sport shooters and hunters), and the possibility of new registrations. However, the process of purchasing firearms, including restricted calibers, by the Military Police, Military Fire Brigades and the Office of Institutional Security Bureau of the Presidency of the Republic is still under review. Although the regulations in force today are not the most positive for the sector, almost all aspects have been laid down, allowing the domestic market to finally resume. There is already some movement in the retail sector, especially of items that have been sitting in stock for a long time. Thus, expectations are more positive for 2024, with the Brazilian market gradually recovering the conditions and legal certainty for consumers to resume purchases. We shall feel the effects of this recovery from 2Q24 onwards, following the return of consumer demand and orders from retailers.

*In the US, the market's performance in 2023 came as expected, reviving the upward trend in demand compared to pre-pandemic levels. **Revenues from the sale of Taurus firearms & accessories in the USA, of R\$ 1.4 billion in 2023, exceeded by more than 88% the amount recorded in 2019**, during the pre-pandemic, a remarkable percentage even if we consider the 26.5% devaluation of the average annual dollar exchange rate in the period. The country's economy has shown stronger signs of recovery than other countries with advanced economies. The United States has shown impressive growth, with a strong labor market and declining inflation, and will end 2023 with a GDP increase of 2.5%. Inflation is expected to continue decelerating in the coming months, heading back towards the target of 2% per year. As a result, interest rates are starting to fall, after falling from almost zero to the highest level in 22 years. In addition to the positive economic outlook, the fact that 2024 is a presidential election year in this country could be a further stimulus to increased demand for firearms, since historically sales heat up due to uncertainty about the policy to be adopted for the sector by the new government. The end-of-year sales in the US helped the sales chain to adjust the level of its product inventories to lower levels, so as to increase turnover and thus protect itself from financial costs. This contributed to the upturn in new orders. The effect of this inventory adjustment tends to be maintained in 2024, with positive impacts for the Company. Taurus has also started 2024 with inventories at an adequate level, with a strategic volume capable of meeting demand. As a result of these factors, we can consider market expectations in the US to be more optimistic for 2024.*

With regard to exports to the rest of the world, where Taurus mainly caters to military and defense forces, several international bids were interrupted in 2023, mainly after the start of the Ukraine-Israel war. No major international bidding processes were concluded during the year, but we are continuously monitoring all opportunities that arise, and acting to reinforce Taurus' prominent position in the global firearms industry. Our exports have always been authorized in advance by the Ministry of Foreign Affairs and the Ministry of Defense. At the moment, for diplomatic reasons, sales authorizations for Ukraine and Israel are suspended, preventing any Taurus sales to these countries. Nevertheless, the war situation in both regions could lead to greater movement in the sector in general and, should there be an increase in demand from countries to which we have export authorization, we are prepared to respond.

Through JD Taurus, we are participating in the largest rifle tender ever held in the world, for 425,000 units, by the Indian Ministry of Defense. In March, we sent the firearms samples for the qualifying evaluations, which involve a strict testing protocol, including the use of the firearms in extreme weather conditions, such as tests at a base in the Himalayas, in low temperatures, and in the desert, in high temperatures.

After having received all the necessary licenses, the operation of the new industrial unit in India had also begun in March, with the manufacture of pilot batches of firearms, accompanied by a team of Brazilian professionals from Taurus. The plant currently holds an assembly capacity of approximately 1,150 firearms per day, and the infrastructure created features the possibility of ramping up, depending on demand. Opportunities are being evaluated in India's public security and military markets, as well as in the huge and almost untapped civilian market. With this operation in India, one of the first private plants created to supply the civilian market in the country, Taurus marks its pioneering position in terms of transfer of technology to the promising Indian defense area, in accordance with the "Make in India" program, which aims to further boost the local industry.

In Saudi Arabia, after signing a Memorandum of Understanding (MoU) with the company Scopa Military Industries, one of the country's most prominent defense-related companies, on December 28, we signed a non-binding Term Sheet that lays down the initial preconditions for moving forward with the feasibility study for setting up a joint venture (JV) in the country. This JV, if implemented, will aim to manufacture Taurus firearms in the Kingdom of Saudi Arabia, and market them throughout the region of the "GCC" (Cooperation Council for the Arab States of the Gulf), as part of the "Saudi Vision 2030" project to foster economic and social development in the region. The business plan has been submitted for our evaluation in 2Q24, and Taurus' decision to participate in the joint venture will be confirmed in 3Q24, respecting the companies' schedules and requirements.

Throughout the year 2023, we have maintained our solid structure, robust results and indicators, while maintaining an adequate capital structure, debt, cash and costs under strict control, which has enabled us to get this far with the indicators in line with the implementation of the planning outlined without deviating from our objectives and, with resilience, focusing on our strategy. We trust that Taurus can go further by implementing its strategic plans jointly with all the stakeholders, so that we can build a better future. It was necessary to perform several adjustments to adapt the operation to the external factors imposed by the market situation. We continued with strong cost and expense management; we changed the product mix, by increasing the share of revolvers in total production to around 40%, with the aim of better meeting the demand in the North American market for these products; and we continued to offer new products to the market, with the launch of 14 pistol models, 14 revolvers, 2 rifles and 4 suppressor models during the year. Taurus has also conducted a corporate restructuring operation, approved at a general shareholders' meeting held on December 29, 2023, with the aim of reducing the mutuals between the group's companies by almost 100%, further improving the organizational structure, improving the allocation of resources, streamlining processes, and reducing costs.

Our Brazil/USA Integrated Technology and Engineering Center (CITE) is still running at full capacity, conducting research intended to develop new products, new processes and new materials. Among CITE's product projects, I would highlight the incremental technology developed by Taurus for the .38 TPC (Taurus Pistol Caliber), unprecedented in the world. This new caliber falls within the maximum energy limit established by legislation, so as to occupy the space left by the 9mm caliber, now restricted in Brazil, and with benefits for consumers, since it will be a more affordable pistol, including ammunition. The versions of the G2C and GX4 .38 TPC pistols are ready, just waiting for the required permits for production and sale.



In line with our strategy geared towards investing in equipment technology and research and development of materials, the new MIM continuous electric furnace should arrive in 2Q24. The equipment will provide greater efficiency and productivity, in addition to ensuring that a wider range of metal alloys can be used, thereby leading to a reduction in costs. With this state-of-the-art furnace, which is due to start operating in August 2024, we will double M.I.M.'s installed capacity, which will enable us to expand sales to third parties in different businesses and markets, on a global basis. Thus, as of 2024, we will hold a new Taurus business center at M.I.M. At the same time, at present CITE is actively engaged in the development of a compound, which is M.I.M.'s raw material, specific to Taurus. With this new compound, we will reduce our dependence on external suppliers, increasing the Company's self-sufficiency.

The key investments aimed at industrial modernization and expansion of installed capacity have been made over the last few years. Between 2019 and 2022, we invested R\$ 537.9 million, fully funded with our own resources, with 73.5% of this total concentrated in the years 2021 and 2022. The major investments required have been made at the right time. In 2023, with the main projects already completed, and also considering the lower cash generation for the year, we slowed down the pace of investments. We invested R\$ 116.1 million in the year, 77.4% of which funded from the credit line for innovation granted by FINEP. Our plan now is to maintain this pattern of investment in the Company, basically concentrated on projects financed by FINEP.

We currently enjoy a comfortable financial position, having lengthened the maturity profile of our bank debt, and have consolidated a low level of leverage, so we have been able to return to the credit market in order to maintain an adequate capital structure, seeking the best balance between the use of our own resources and those of third parties. This is the Company's strategy in financial terms. We currently rely on a credit line approved by FINEP, with very advantageous conditions for the Company, aimed at financing innovation, in accordance with the Taurus Strategic Innovation Plan for Competitiveness, for the amount of R\$ 175.7 million.

The year 2023 may not have been one of the most favorable, as a result of market issues which are external to the Company, but it proved that Taurus is prepared for the future, remaining solid regardless of the market environment. We are very pleased to look back and see all that has been achieved over the last few years, since the start of our management of the Company in 2018. Between 2018 and 2023, Taurus generated an accumulated R\$ 2.7 billion in cash, measured by adjusted EBITDA, R\$ 1.6 billion in net income. Furthermore, it reduced its net debt balance by R\$ 555 million, moving from a situation where it was not even possible to measure financial leverage by the Net Debt/EBITDA indicator at the end of 2017, since EBITDA for that year was negative, to a degree of leverage of 11.2 times at the close of 2018 and, in 2023, only 1.3 times. At the same time, investments worth R\$ 671 million have been made in the development of products, processes, materials, equipment and technology. In 2023, we issued our first report based on ESG criteria. We internalized suppliers, the magazine plant, the two AMTT shops in Brasília and São Paulo, JD Taurus in India, and began discussions and studies for another potential joint venture, this time in Saudi Arabia.

We are currently recognized for our level of excellence in terms of governance, which goes beyond the requirements of B3's Level II. Our Board of Directors comprises 6 members, 5 of whom are independent; we have a permanent Fiscal Council; a statutory Audit and Risk Committee; we pay out at least 35% of Adjusted Net Income, as laid down in our Bylaws, not to mention ESG issues, which guarantee transparency regarding the issues related to the environment, social issues and governance. All these changes made at Taurus over the last few years have been accompanied by the growing interest of stakeholders in the Company. Thus, the number of shareholders has soared from 4,200 in 2018 to 114,100 at the end of 2023, in other words, it has multiplied more than 27 times since we took over management of the Company. We are pleased to report this huge increase in interest and confidence in Taurus, as we continue to endeavor to create an ever-stronger Company, seeking the best return for all shareholders.

We would like to thank all those who have accompanied us on this successful journey, during which we have had the support and guidelines from our Board of Directors, the support of our shareholders, the commitment of our entire team, the partnership of our suppliers and the trust of our clients.

Salésio Nuhs

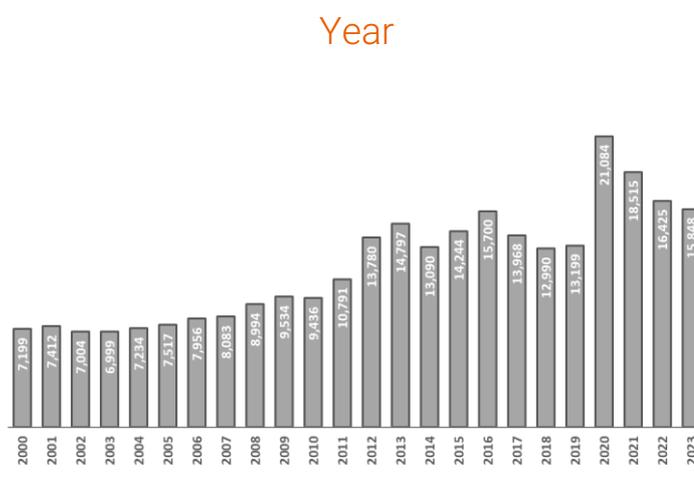
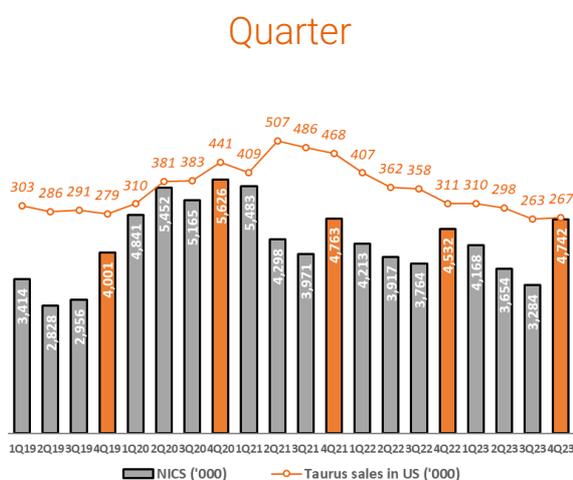
OPERATIONAL PERFORMANCE
Market

The **US market performance** in 2023 has confirmed the expectations for the year, with normalization after the sharp upswing seen during the pandemic. In 4Q23, a period of higher seasonal demand, the Adjusted NICS (National Instant Criminal Background System), an indicator that measures the number of people who intend to purchase a firearm in the US, rose by 44.4% when compared to the previous quarter, and by 4.6% when compared to 4Q22.

The Adjusted NICS accumulated for the 12-month period of 2023 reached 15.8 million queries, which, excluding the years 2020 to 2022, was the highest point ever recorded by this indicator since it began to be calculated in the year 2000. This trend is expected to be sustained in 2024, with the North American market returning to pre-pandemic levels. In addition, 2024 is the year of the US presidential elections, which traditionally leads to an increase in demand in the run-up to the election, due to the uncertainty surrounding the policies to be adopted by the new government.

During the course of 2023, the sales chain has downsized inventories of products, so as to increase its turnover and thus reduce the financial cost generated by the rise in US inflation. This movement in the sales chain had an impact on new orders. The higher demand seen at the end of the year in the US was also important in reducing and adjusting distributors' inventory levels to a new level.

Adjusted NICS - Intentions to acquire firearms in the US (‘000 queries)

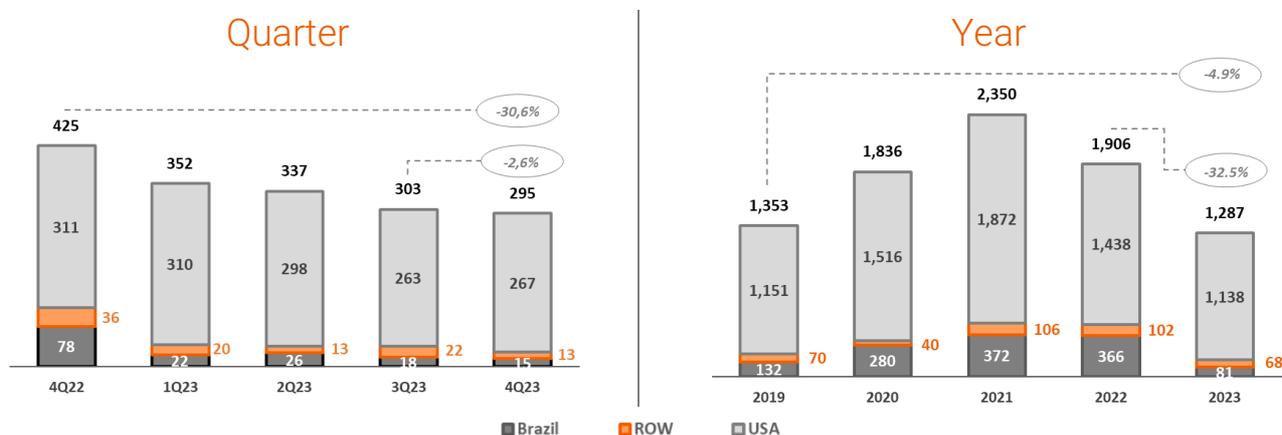


In **Brazil**, 2023 represents a gap for the sector, since throughout the year there was basically no civilian market, as a result of legal uncertainties. Pending clarifications regarding some regulations and processes, such as authorizations for new firearm purchases by CACs (collectors, sport shooters and hunters), as well as the possibility of new registrations, were only published at the end of 2023, far behind initial expectations. However, the firearm purchasing process, including restricted calibers by the Military Police, Military Fire Brigades and the Institutional Security Bureau of the Presidency of the Republic, is under review. In addition, throughout the year we have seen consumers and dealers waiting for the legal processes to be normalized, with demand almost zero and very low inventories in the sales chain.

Following the definition of processes and regulations that took place in December, the expectation is that the domestic market should start to pick up. The effect should be felt from the end of 1Q24, with demand expected to resume over the course of the year.

In terms of sales volume, the performance in 2023 reflected the market environment in which Taurus operates, with normalization of sales in the US after historic records; stagnation in the domestic market as a result of legal uncertainties throughout 2023, and almost no conclusions from major international tenders.

Firearms Sales Volume – Taurus ('000 units)



In the US market, Taurus sold 267,000 units in 4Q23, totaling 1,138,000 for the year, which represents 88.4% of the total volume of firearms sold by the Company in 2023. Year-end retail sales, boosted by Black Friday, Christmas and the hunting season in the US, allowed for a reduction in product inventories, which have begun 2024 at adequate levels, in line with the economic environment of higher inflation in the US. Thus, the outlook for 2024 is positive, also considering the trend towards a resumption of growth in demand compared to 2019 levels, as evidenced by the Adjusted NICS indicator.

Taurus' sales in the **Brazilian market** in 2023 were impacted by the atypical condition of the market, which remained practically stagnant, due to the postponement of legal decisions that were only clarified at the end of the year. Although the domestic market traditionally has a small share of total sales, it delivers competitive margins, with cost dilution for the Company, representing market support. The outlook is more positive for 2024, which begins with the domestic distribution channel being depleted and consumer demand picking up again. After a year that was null and void, the expectation is that this market upturn will start to be reflected in Taurus' sales from March onwards, especially after the Company is granted clearance for the caliber developed by Taurus, the TPC - Taurus Pistol Caliber, which should be the alternative to the 9mm caliber, redefined as restricted. This is yet another incremental technology project developed by CITE - Brazil/USA Integrated Technology and Engineering Center, unique worldwide and an example of the Company's quick reaction to market conditions and setbacks.

PRESENCE AT INTERNATIONAL EVENTS 2023

EVENT	LOCATION
Shot Show	Las Vegas, USA
IDEX	Dubai, UAE
IWA	Nuremberg, Germany
Feindef 2023	Madrid, Spain
Milipol India	New Delhi, India
DSEI	London, England
Milipol France	Paris, France
Defense & Security	Bangkok, Thailand

As regards **exports to countries other than the USA**, the major sales in 2023 were made to Guatemala, the Philippines and Honduras, which accounted for 34.1% of the overall sales. International sales are mainly geared towards security force bids, business that usually involves longer sales and development cycles, including phases of budget approval, presentation, negotiation, sending samples, tests, reviews, approvals, among other stages. In 2023, no major international bids were completed, and the war in Ukraine and Israel have created instability in procurement processes around the world in terms of bids.

Taurus products serve the military and police forces and are present in more than 100 countries around the world. These exports are always authorized in advance by the Ministry of Foreign Affairs and the Ministry of Defense. The war situation in Ukraine and Israel tends to create greater movement in the sector, with the possibility of an increase in demand which, if it occurs,

Taurus will be prepared to meet. However, for diplomatic reasons, Taurus is currently prevented by the Brazilian authorities from making sales to Ukraine and Israel.

The largest tender ever held in the world, for 425,000 rifles for the Indian Ministry of Defense, in which JD Taurus is participating, is underway. Samples of the firearms were sent for qualifying assessment in March 2024. Tests will be carried out, following strict

protocol, which include using the weapons in extreme conditions, with tests at a base in the Himalayas, at low temperatures, and in the desert, at high temperatures. The Company is also competing in other smaller bids for police and paramilitary forces which, in the medium term, involve business estimated at more than US\$ 30 million.

Even though the international market has gone through a period of lower activity, Taurus was present at the most important events in the sector held during 2023, with a view to maintaining and strengthening its prominent presence in the international market.



Under the headline "A legendary upgrade", the Dec/23 cover story of the renowned American magazine Shooting Industry featured the TORO version of the Taurus Judge revolver, one of the best-selling firearms in the USA.

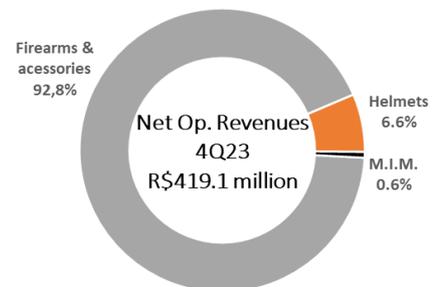
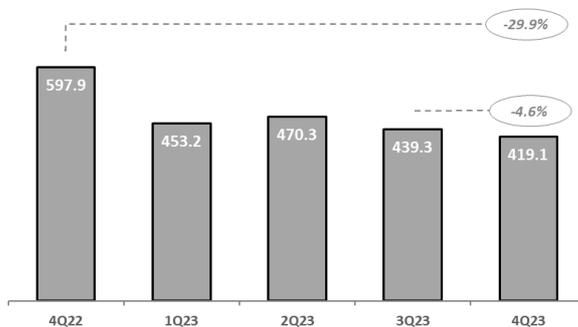
ECONOMIC AND FINANCIAL PERFORMANCE

The results for the FY 2022, which are being used as a basis for comparison below, are the same as those disclosed at the time, although they differ in some captions appearing in the attachments to this report, as well as in the Financial Statements disclosed herein, considering that retroactive adjustments have been made, as a result of the corporate restructuring approved at the GSM held on December 29, 2023.

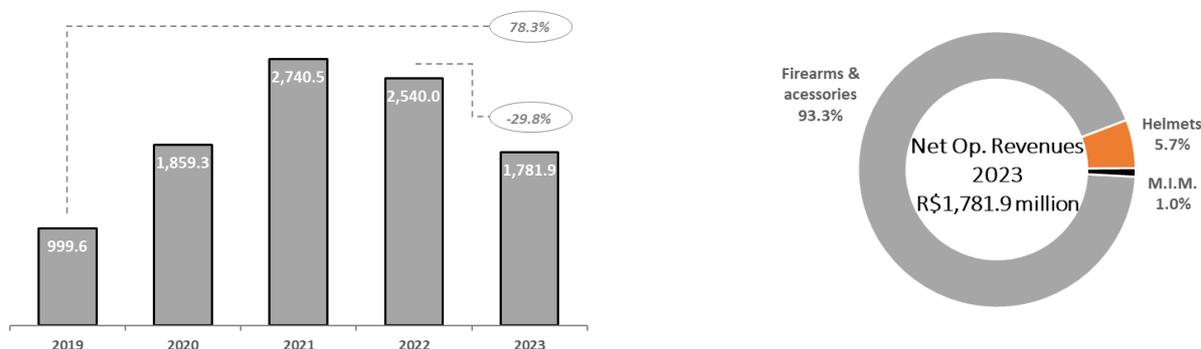
Net Operating Revenues

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 93.3% of overall revenues in 2023, and 93.5% in 9M23, with its results therefore being the main drivers of consolidated performance.

Consolidated Net Operating Revenues - (R\$ million) Quarter



Consolidated Net Operating Revenues - (R\$ million) Year

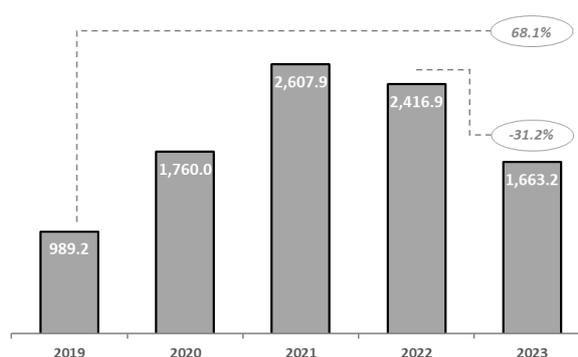


In line with the market trends for firearms, consolidated net revenue in 4Q23 amounted to R\$ 419.1 million, which led overall revenues for the year to R\$ 1,781.9 million. The performance for 2023 is not quite the same as in the previous year, but already close to the net revenues for 2020 (-4.2%), the first year of the pandemic, and 78.3% higher than in 2019, the year preceding the period of record demand in the US.

Taurus' average selling prices of firearms (R\$/unit)



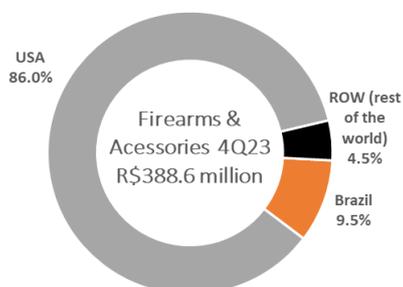
Net Revenues - Firearms & Accessories (R\$ million)



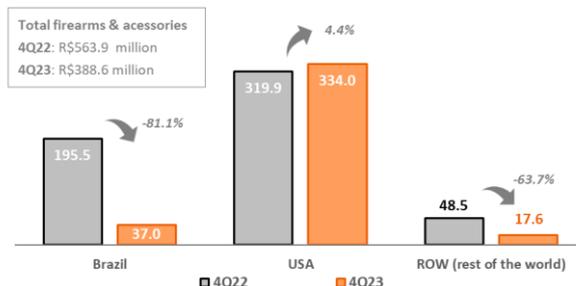
Considering the **net revenues of the weapons & accessories** segment alone, the result for 2023 came to R\$ 1,663.2 million. This performance is explained by the lower sales volume of firearms in the period, coupled with the 3.3% appreciation of the average annual exchange rate of the Brazilian Real against the US dollar, which negatively affects the revenues translated into national currency from sales made abroad. At the same time, despite the unfavorable effect from the exchange rate variation, Taurus' average sales price increased by 1.9% compared to 2022, partially mitigating the negative impact on net revenues for the segment of firearms & accessories.

Innovation and consistent launches of products and models play an important role in Taurus' strategy. In 2023, revenues from the sale of new products accounted for 17.9% of the segment's overall revenues. The renewal of the product line, leading to the progressive sophistication of the Company's product mix, provides for the continuous increase in Taurus' average sales price seen in recent years. Between 2019 and 2023, the compound annual growth rate (CAGR) of the average selling price was 15.3% per year, while the end-to-end increase in the period was 76.8%. This performance is also partly due to the positive effect from the exchange rate variation on sales denominated in foreign currency, since the devaluation of the Real between 2019 and 2023, considering the average annual price, was 26.5%. The two factors combined - average price and exchange rate variation - partly explain the 68.1% growth in net revenues in 2023 in comparison to 2019, the year before the unprecedented heat in the market, even though the number of units sold showed a decline of 4.9% in the period.

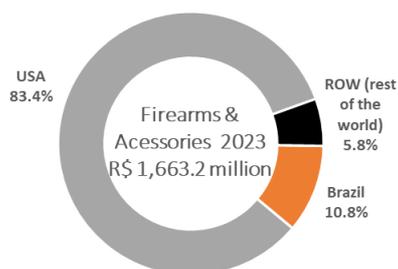
Net Operating Revenues - Firearms & Accessories Quarter



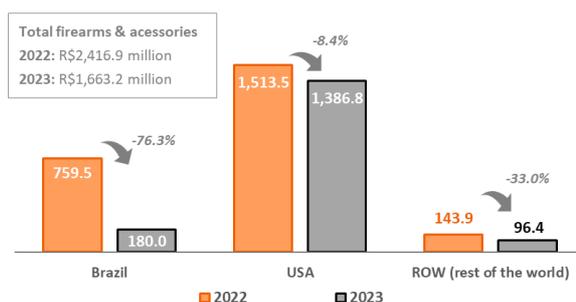
Revenues from firearms & accessories by market (R\$ million)



Year



Revenues from firearms & accessories by market (R\$ million)



The segment's net revenues from sales in the North American market in 4Q23 accounted for 86.0% of the total for the quarter, and have already grown by 4.4% when compared to 4Q22, despite the 5.7% depreciation of the average dollar between the periods, which acts to reduce revenues from sales in this market, when converted into the domestic currency. This performance is a sign of the normalization in demand, showing a tendency to grow at levels closer to historical figures, after the period of sharp rise seen during the pandemic, and the beginning of the stabilization of inventories in the sales chain at lower levels, with a consequent resumption of orders.

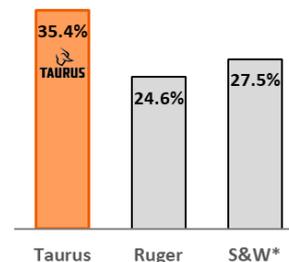
As the Brazilian market was practically non-existent throughout the year 2023, revenues from the sales of firearms on the domestic market in 4Q23 amounted to R\$ 37.0 million, totaling R\$ 180.0 million for the year.

Gross profit

Taurus has maintained a strict discipline in the management of its costs, including the rearrangement of its internal structure. Thus, although inflation (IPCA) has reached 4.6% in the 12-month period of 2023, and employees were granted up to 4% severance pay in the third quarter of 2023, the cost of goods sold fell by 16.6% in the year when compared to the previous year.

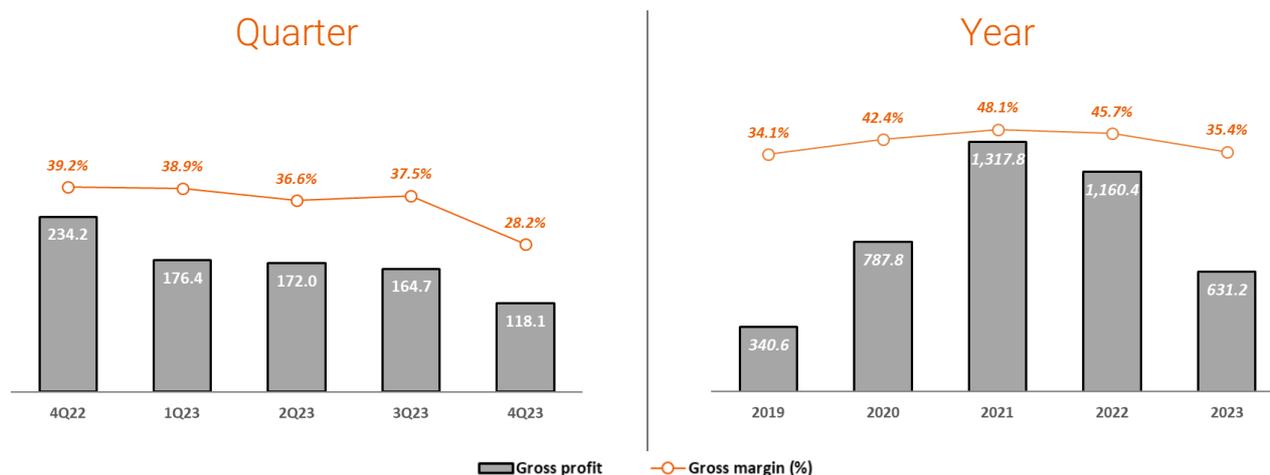
2023 gross margin -Taurus and peers

As a result of competitive costs, Taurus' gross profitability in 2023 remained higher than that recorded by North American companies listed on the stock exchange



* Last 12 months ended January 31, 2024

However, in view of the decline in operating revenues, driven by lower sales and the exchange rate variation, with a 3.3% devaluation of the average US dollar against the Brazilian Real in the year-over-year comparison, there was a lower dilution of fixed costs. Gross margin stood at 28.2% in 4Q23 and 35.4% for the year 2023. In addition to the factors already mentioned, the performance was also impacted by the greater share of revolvers in the mix, products which require more working hours to produce and provide lower margins for the Company, and by the reduced share of the local market in the result, given its downturn in 2023.

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

Operating expenses

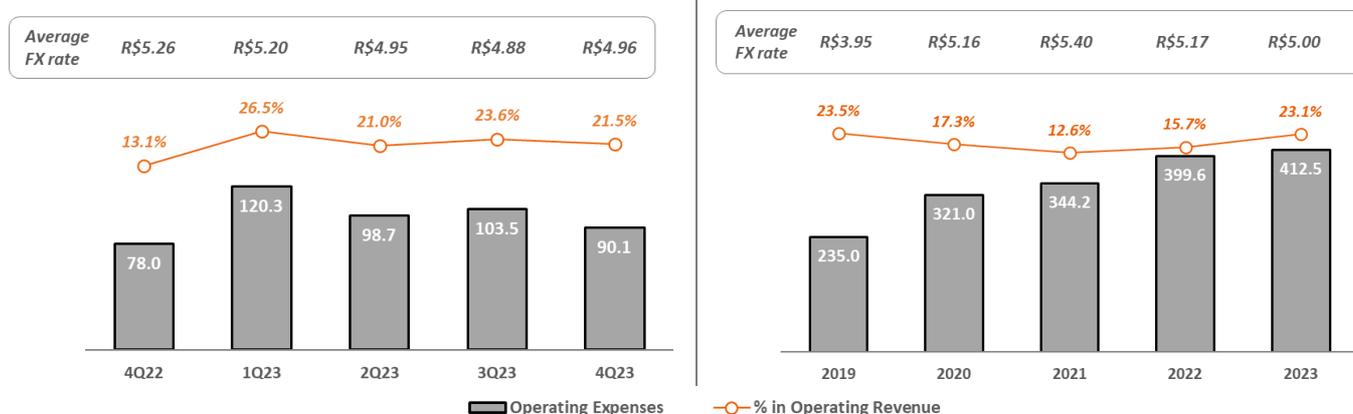
Taurus' efforts to adapt its operations and activities to the market environment involved intense management, which also involved controlling operating expenses. On the other hand, the inflation rate in 2023, coupled with the severance pay of up to 4% granted to employees in July, contributed to putting pressure on the Company's expenses. Selling expenses, also influenced by lower sales and consequently lower freight and commission expenses, fell by 23.8% (R\$ 15.0 million) in 4Q23 when compared to 4Q22, and by 11.6% (R\$ 29.4 million) in the year, versus 2022, while administrative expenses rose by 26.7% (R\$ 11.9 million) in the quarterly review, and by 9.4% (R\$ 19.0 million) in the annual comparison.

	2023	2022	2023x2022 % Chg.	4Q23	4Q22	4Q23x4Q22 % Chg.
Selling expenses	223.3	252.7	-11.6%	47.9	62.9	-23.8%
General and administrative expenses	220.9	201.9	9.4%	56.5	44.6	26.7%
Losses (income) due to non-recoverable assets	1.7	2.8	-39.3%	-0.8	1.7	-
Other operating (income)/expenses	-36.2	-61.2	-40.8%	-14.9	-33.1	-55.0%
Equity from results of affiliates	2.8	3.4	-17.6%	1.3	1.9	-31.6%
Operating expenses (SG&A)	412.5	399.6	3.2%	90.1	78.0	15.5%
<i>Op. expenses / Net Op.Revenues (%)</i>	<i>23.1%</i>	<i>15.7%</i>	<i>7.4 p.p.</i>	<i>21.5%</i>	<i>13.1%</i>	<i>8.4 p.p.</i>
<i>Average Ptx dollar exchange rate (R\$)</i>	<i>5.00</i>	<i>5.17</i>	<i>-3.3%</i>	<i>4.96</i>	<i>5.26</i>	<i>-5.7%</i>

However, the most significant change in both periods of comparison is recorded in the "other operating expenses/income" caption. In 4Q23, this account showed a net income balance of R\$ 14.9 million, compared to a net income of R\$ 33.1 million in 4Q22. In the 12-month period to date, the net balance of the account was also an income in both years, reducing total operating expenses by R\$ 36.2 million in 2023 and R\$ 61.2 million in 2022. In other words, there was a reduction in the income balance by 40.8% or R\$ 25.0 million in the period. The main driver impacting the other operating income/expenses account consists of recoverable tax credits.

Considering the aforementioned aspects and also the variation in the captions "losses/(income) due to impairment of assets" and "equity from results of affiliates", total operating expenses amounted to R\$ 90.1 million in 4Q23 and R\$ 412.5 million during FY 2023.

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



Adjusted EBITDA

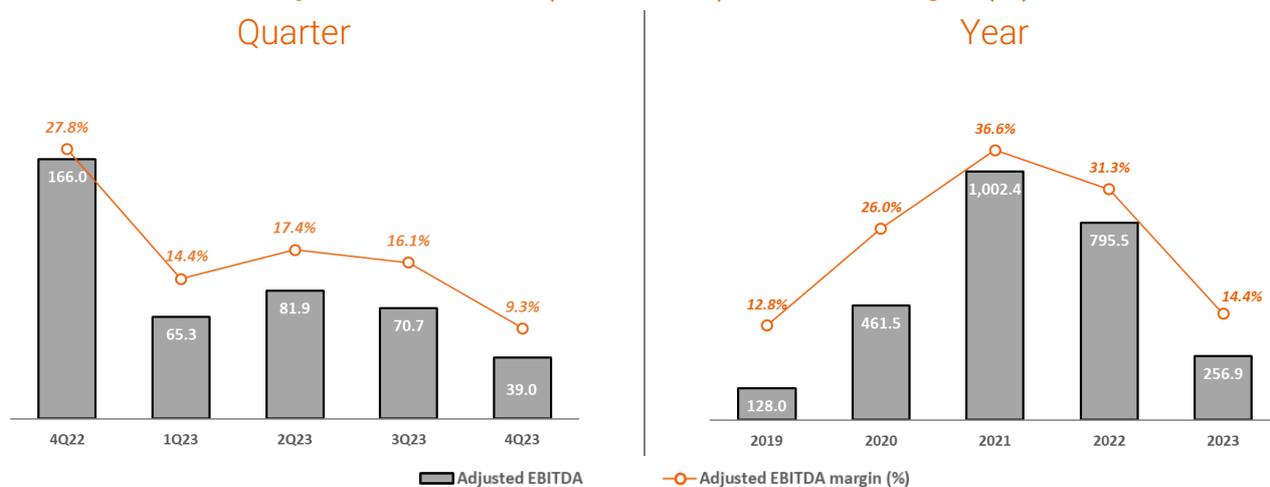
The circumstances surrounding the firearms market, involving stagnation in Brazil, alongside the resumption of more normalized levels in the North American market, following the period of exceptional demand during the pandemic, were reflected in Taurus' operating results. Furthermore, the Company granted a 30-day collective vacation to its employees between December/23 and January/24. As previously mentioned, these factors influenced the performance of sales volume, revenues, gross profit and the dilution of expenses and costs.

Adjusted EBITDA, which disregards the results from discontinued operations and equity in earnings from affiliated companies, since these results are not directly linked to Taurus' operating activities, amounted to R\$ 39.0 million in 4Q23, totaling R\$ 256.9 million in FY 2023. The adjusted EBITDA margin stood at 9.3% in 4Q23, leading the 2023 adjusted EBITDA margin to stand at 14.4%. Performance in 2023 stands at a lower level than that achieved between 2020 and 2022, but already shows signs of reaction when compared to the EBITDA margin of 12.8% in 2019.

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

R\$ million	2023x2022		4Q23x4Q22			
	2023	2022	% Chg.	4Q23	4Q22	% Chg.
Net income	152.8	520.0	-70.6%	42.5	121.0	-64.9%
Taxes	55.9	233.3	-76.0%	-6.1	51.6	-111.8%
Net financial result	10.0	4.7	112.8%	-7.9	-17.0	-53.5%
Depreciation and amortization	35.4	31.3	13.1%	9.7	7.9	22.8%
EBITDA	254.1	789.4	-67.8%	38.2	163.5	-76.6%
<i>EBITDA margin</i>	<i>14.3%</i>	<i>31.1%</i>	<i>-16.8 p.p.</i>	<i>9.1%</i>	<i>27.3%</i>	<i>-18.2 p.p.</i>
Result from discontinued operations	0.0	2.8	-	-0.5	0.6	-
Equity from results of affiliates	2.8	3.4	-17.6%	1.3	1.9	-31.6%
Adjusted EBITDA	256.9	795.5	-67.7%	39.0	166.0	-76.5%
<i>Adjusted EBITDA margin</i>	<i>14.4%</i>	<i>31.3%</i>	<i>-16.9 p.p.</i>	<i>9.3%</i>	<i>27.8%</i>	<i>-18.5 p.p.</i>

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



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.

Financial result

With most of its revenues (83.3% in 2023) resulting from sales abroad and most of its bank debt (81.3% as at December 31, 2023) denominated in foreign currency, exchange rate variations, both assets (income) and liabilities (expenses), represent the main component of Taurus' financial results. The devaluation of the local currency is reflected in the form of assets (income) on the client portfolio, and on the cash in dollars of the US subsidiary, and in the form of liabilities (expenses) on the financial obligations relating to the Company's bank debt denominated in dollars. Exchange rate variations, however, are accounting records that have no cash effect. It is also important to emphasize that exchange rate variations affect balance sheet accounts, which are recorded 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.

The company's current financial profile is quite different from the context of a few years ago, when a significant part of revenues was used to cover financial commitments. With a low level of indebtedness and, therefore, also a low cost of debt, the net financial result in 4Q23 was a R\$ 7.9 million income, R\$ 9.1 million less than the net financial income in the same quarter of 2022, as a result of the reduction in financial income, but with an even greater reduction in financial expenses in the period. In the accumulated result for 2023, Taurus recorded net financial expenses of R\$ 10.0 million, compared to a R\$ 4.7 million expense in the previous year.

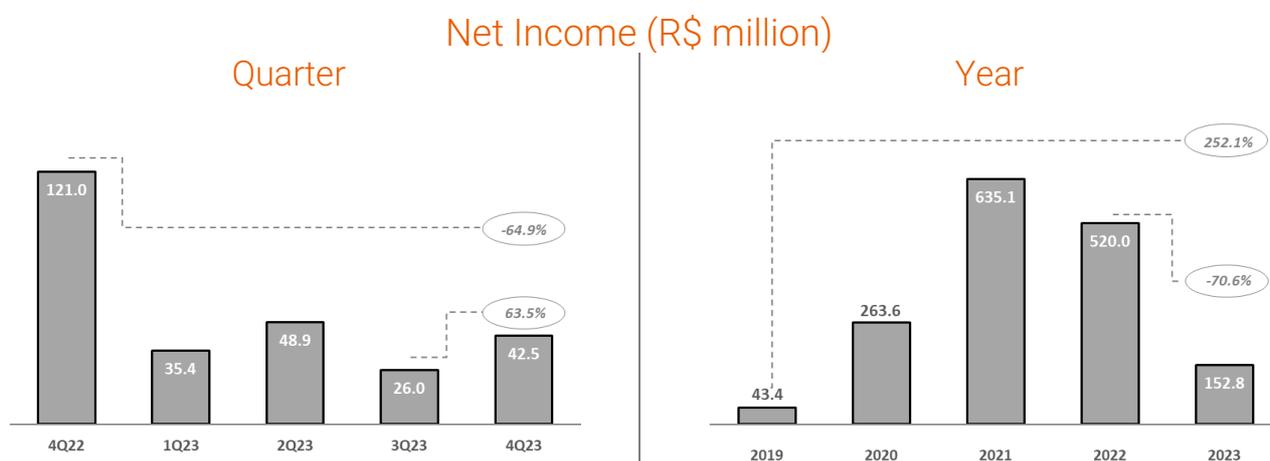
R\$ million	2023x2022			4Q23x4Q22		
	2023	2022	% Chg.	4Q23	4Q22	% Chg.
(+) Financial income	159.4	383.4	-58.4%	44.0	101.8	-56.8%
Foreign exchange gains	123.7	35.7	246.4%	25.3	261.6	-90.3%
Interest and other income	35.8	13.8	159.4%	18.7	19.9	-6.0%
(-) Financial expenses	169.4	388.1	-56.4%	36.1	84.8	-57.4%
Foreign exchange losses	112.1	54.1	107.2%	18.1	261.3	-93.1%
Interest, IOF and other expenses	57.3	16.0	258.1%	18.0	42.0	-57.1%
(+/-) Net financial result	-10.0	-4.7	112.8%	7.9	17.0	-53.5%
US dollar Ptax rate at the end of period (R\$)	4.84	5.22	-7.3%	4.84	5.22	-7.3%

Net income

Throughout 2023, Taurus had to face a rather atypical market environment in Brazil, which remained practically sluggish, caused by legal uncertainty regarding the sector. Although the domestic market represents a small share and is not large enough to support the Company's sizable structure, which holds international prominence and is the largest manufacturer of revolvers in the world, sales in the country represent an important base and boost Taurus' results with strong margins. In the US, the main destination for the Company's products, demand for firearms has returned to normal after the unprecedented rise seen in recent years. The North American market performed as expected, or even a little better than expected, showing a more favorable trend in demand, taking the year 2019 as a base, thus disregarding the extraordinary period from 2020 to 2022. However, with rising inflation and higher interest rates in the country, the sales chain has sought to downsize its product inventories, increasing turnover in order to protect itself against the adverse effects of the economic environment. This led to a reduction in orders to the plants.

In view of this very challenging scenario compared to the situation in previous years, Taurus has taken swift action to adapt to market conditions. As North American consumers began to demand more revolvers, the Company increased the share of this product line in its mix. These products, however, provide lower margins for Taurus. Costs and expenses were managed with strong discipline. Some adjustments were made to the operation, including with regard to personnel. Product inventories were reduced over the course of the year, particularly in the last quarter, making it possible to enter 2024 with more adequate volumes and ready for the new market environment expected for 2024. Taurus has also conducted a corporate restructuring operation, approved at a general shareholders' meeting held on December 29, 2023, with the aim of reducing the mutuals between the group's companies by almost 100%, further improving the organizational structure, improving the allocation of resources, streamlining processes, and reducing costs.

Taurus' net income in 4Q23 came to R\$ 42.5 million, adding up to a net income of R\$ 152.8 million for the FY 2023. Taking the net income for 2019 as a basis, Taurus' earnings in 2023 have grown more than three and a half times (+252.1%), which is explained by the improved operational efficiency, the mix of production and sales, the rise in average prices, and the devaluation of the Brazilian Real against the US dollar in the period.



DEBT

At the close of the 2023 financial year, Taurus' net bank debt amounted to R\$ 324.6 million, an amount R\$ 165.1 million higher than that recorded at the end of FY 2022. This performance reflects a decrease in the cash and financial investments position by R\$ 124.4 million, following the payment of mandatory dividends in May and additional dividends in August, amounting to approximately R\$ 164.1 million and R\$ 12.7 million, respectively, with a simultaneous increase of R\$ 40.8 million in gross bank debt.

Taurus has lengthened the maturity profile of its debt, and today enjoys a comfortable liquidity situation, with a degree of leverage measured by the Net Debt/Adjusted EBITDA ratio of 1.26 times at the end of FY 2023. From the total of R\$ 413.0 million of gross bank debt, which matures in the short term on December 31, 2023, 96.6% (R\$ 398.9 million) is represented by advance payments

on foreign exchange contracts (ACC), which can be renewed at each maturity. If we exclude this amount relating to foreign exchange drafts from the short-term total, the portion of the debt that actually matures in the following 12 months amounts to only R\$ 14.1 million, which accounts for 2.7% of the overall gross debt on that date.

At present, considering Taurus' position and cash generation, the Company relies on sufficient credit lines to roll over the amounts of its bank debt under favorable terms.

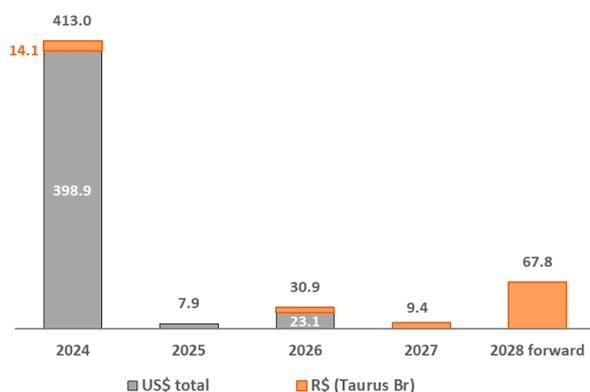
Gross bank debt maturing in the short term on December 31, 2023



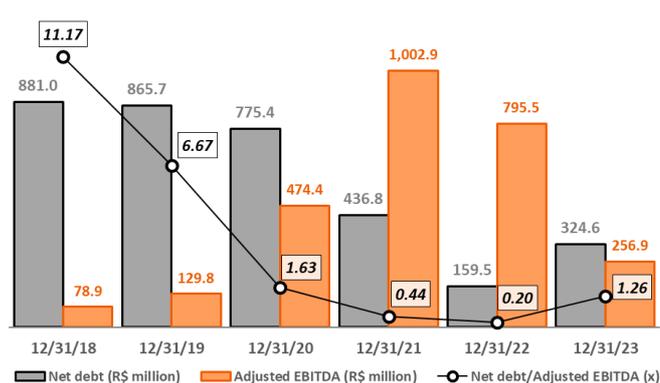
Having resumed its access to the credit market, in addition to exchange draft operations, the Company has focused its new funding primarily on loans at very favorable interest rates from FINEP (Financing Agency for Studies and Projects), geared towards financing investments in innovation. In 2023, the Company was granted two installments of this credit line, being the first in May and the second in November, for a total amount of R\$ 89.7 million, which accounts for 51.1% of the total credit line of R\$ 175.7 million approved by the institution. This line of credit, aimed at financing 90% of Taurus' Strategic Innovation Plan for Competitiveness, is subject to a 36-month grace period, with payment in 108 monthly installments.

<i>R\$ million</i>	12/31/2023	12/31/2022	% Chg.
Loans and financing	14.1	78.0	-81.9%
Foreign exchange drafts	398.9	315.0	26.6%
Short term	413.0	393.0	5.1%
Foreign exchange drafts + Loans and financing	116.0	95.3	21.7%
Long term	116.0	95.3	21.7%
Gross debt	529.0	488.2	8.4%
Cash and marketable securities	204.3	328.7	-37.8%
Net debt	324.6	159.5	103.5%
US dollar Ptax rate at the end of period (R\$)	4.84	5.22	-7.2%
Gross debt converted into dollars (US\$ million)	109.3	93.6	16.8%
Net debt converted into dollars (US\$ million)	67.1	30.6	119.3%

Bank debt profile (R\$ million)



Level of Financial Leverage Net Debt/Adjusted EBITDA



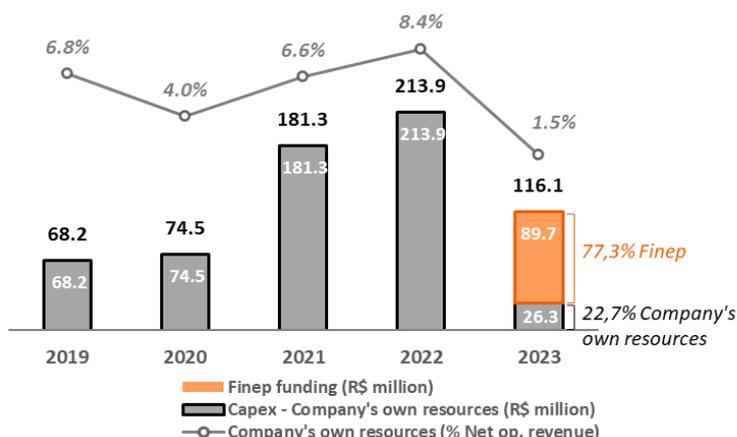

CAPITAL EXPENDITURES

In recent years, in line with its strategic planning, and an essential part of the turnaround that has led Taurus to the world-class position it enjoys today in the sector, a number of investments have been made to improve processes, expand installed capacity, develop new products and industrial modernization. Between 2019 and 2023, a total of R\$ 654.0 million have been invested, with 69.0% of the total amount earmarked for the acquisition of machinery and equipment, bringing state-of-the-art machinery to the plant, providing greater efficiency on the production line.

A major part of these investments were carried out up to 2022, having been funded with the Company's own resources, based on strong cash generation. The investments were concentrated over the course of FY 2021 and FY 2022, as can be seen in the chart below. The total amount of investments carried out in the year was cut down, and was basically concentrated on projects funded by FINEP, with the main industrial modernization projects completed, and lower cash generation in 2023, as a result of external factors. During the FY 2023, the first two installments of this FINEP credit line were released, in May and November, for the total amount of R\$ 89.7 million.

The total investments made in 2023 amounted to R\$ 116.1 million, 77.3% of which was funded by FINEP's credit line, and only 22.7% by the Company's own resources. This trend is expected to continue in 2024. The funds were mainly geared towards acquiring machinery and equipment, setting up the new facilities at CITE - the Brazil/USA Integrated Technology and Engineering Center, in addition to developing new products. The Company also earmarked a portion of the investment for the installation of the new SAP management system, in line with the Company's digital transformation plan.

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



Among the ongoing projects funded by FINEP are the construction of the Taurus Shooting Academy (TSA) Advanced Test Laboratory, and the building of the Integrated Technology and Engineering Center (CITE). The new TSA laboratory will make it possible to develop more efficient and effective firearms, with adequate premises for quality control, measurements, dimensional gauges, design tests for the grip, weight, gravity center of the firearm, checking the safety of the shot and the parts used, and tests with new, lighter and more resistant materials (such as graphene). The project also sets Taurus apart in world terms, considering the national and international championships in various shooting categories that can be held at the TSA facilities.

The building that will house CITE, in its turn, will feature infrastructure specially designed for R&D development, enabling Taurus to absorb and use further knowledge. The facilities include testing and characterization laboratories, a prototyping area, tooling and process development and Engineering R&D Infrastructure.

TAURUS STRATEGIC INNOVATION PLAN FOR COMPETITIVENESS: 2023 – 2025

Total planned investment: R\$192.5 million

Handguns	Tactical rifles	New materials	Infra R&D – CITE
Enhancement and new products: <ul style="list-style-type: none"> Revolver Pistol 	Development of a new rifle platform in 9 mm and .40 calibers	<ul style="list-style-type: none"> Niobium Diamond Like Carbon (DLC) Graphene 	<ul style="list-style-type: none"> New building with 1,800 m² 1,880 m² building renovation Advanced Test Laboratories Prototype and shooting lanes Development area
R\$4.1 million	R\$45.2 million	R\$1.5 million	R\$144.4 million

As a further investment in equipment technology, in 2Q24 the Company was expected to deliver a new M.I.M. continuous electric furnace. This new generation furnace, with a double Debinder chamber, is scheduled to start operating in August/24 and has been entirely funded with the Company's own resources. The equipment allows the use of a wider range of metal alloys, providing cost savings, greater efficiency and gains in productivity. This will double M.I.M.'s current installed capacity, creating the possibility of generating new business for various industrial segments, such as medical devices and industrial automation, on a global level. At the same time, CITE is currently striving to develop Taurus' own compound. The new compound, which is the raw material for M.I.M., will mitigate Taurus' dependence on external suppliers, increasing the Company's self-sufficiency. These advances based on technology, research and development, will make M.I.M. a new business center for Taurus.


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, and IDIV (Dividends Index) of B3.

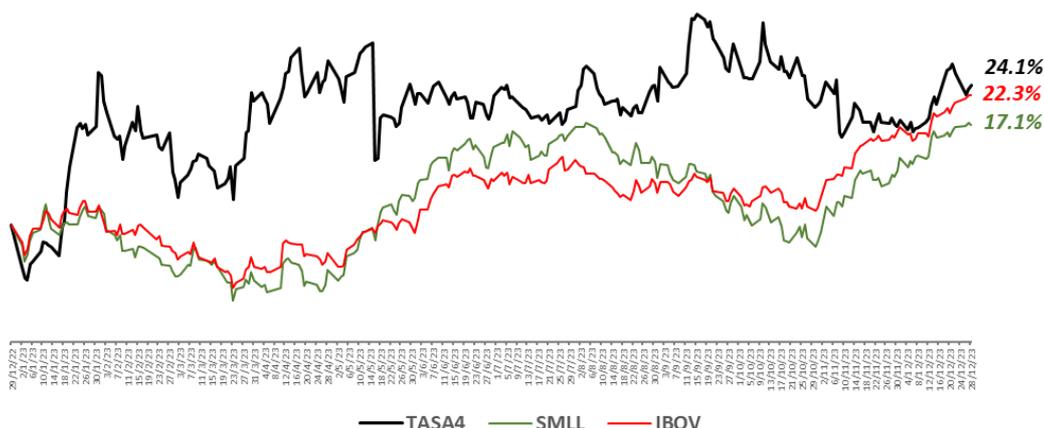
Date	TASA3* (R\$/share)	TASA3 (Volume/'000)	TASA4* (R\$/share)	TASA (Volume/'000)	TASA4 held in treasury (Volume/'000)	Market Value (R\$ million)	Enterprise Value (R\$ million)
12/29/2022	R\$ 12.16	46.445	R\$ 12.25	126,634	–	R\$ 1,547.09	R\$ 1,638.56
12/28/2023	R\$ 14.96	46.445	R\$ 15.20	126,634	441	R\$ 1,907.00	R\$ 2,224.60
% Chg.	23.0%	–	21.6%	–	–	23.3%	+35.8%

* Share prices ON (TASA3) and PN (TASA4) on 12/29/2022 are adjusted for dividends paid.

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

IGCX B3 ITAG B3 IGCT B3 SMLL B3 IDIV B3

Performance of preferred shares (TASA4) versus SMLL B3 and IBOV B3
2023 - Base 100: Closing prices as at 12/29/2022



Share buyback program

Since June 21, 2023, Taurus has had an open share buyback program, which will run through December 20, 2024. The Buyback Program aims to acquire shares issued by the Company to be held in treasury, to be cancelled or to be later sold, with the purpose of: (a) efficiently managing the capital structure and maximizing the generation of value for the shareholder; and (b) meeting the Company's obligations arising from the Stock Grant Plan, aimed towards managers, directors or other individuals occupying key positions in the Company.

Under the scope of the current Buyback Program, up to 300,000 common shares (TASA3) and 3,003,300 preferred shares (TASA4) may be acquired. By the end of 2023, the Company had acquired 440,900 common shares (TASA3) which, to date, have been held in treasury.



ESG

Corporate governance

Taurus relies on well-structured and consolidated corporate governance, with well-defined management principles and processes, capable of formally ensuring compliance with all applicable laws and regulations, and ensuring that employees, suppliers, shareholders and investors are involved.

The management of Taurus Armas S.A. is performed by a Board of Directors, with deliberating 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 committees aim to propose and keep updated the guidelines/rules of the policies linked to governance, assess any violations of the policies and, in the event that non-compliance is identified, forward an opinion to the Board of Directors. The Company's Supervisory Board is permanently in place and has the duties laid down by law.

As a result of its commitment to governance, social and environmental issues, Taurus has carried out an internal restructuring, bringing together the Occupational Health, Occupational Safety and Environment issues in the ESG, consolidating the Health, Safety and Environment (HSE) sector. This positioning adds value and recognizes the areas as fundamental strategic matters for the Company, based on the direct monitoring of initiatives and results by the Executive Board.

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. Moving forward with the Program, two classes of the Intermediate Module of the Libras course, as well as a new class with 24 employees for the Basic Module, began in February/2024.

As part of the social Project "Taurus do Bem - Respecting differences for the sake of equality", a number of areas have been mapped out, for the implementation of the educational production practices stage, with the collaboration of the Program's managers and sponsors. The initiative is part of the pedagogical practice developed in partnership with SENAI..



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.

With the aim of consolidating the culture of environmental issues, awareness-raising work was carried out involving all Health, Safety and Environment (HSE) employees, with the aim of increasing the number of multipliers in the Company of knowledge related to environmental issues, and thus promoting an increase in quality in the management of energy, water, waste and greenhouse gas emissions.

With a strong presence in the ESG collaborative environment pillar, employee awareness regarding this issue increases the reliability of compliance with the legal responsibilities set out in the environmental licenses in force. To this end, opportunities for improvement have been identified by a multidisciplinary team, also with a view to the safety and well-being of employees located in areas such as the Waste Center and Wastewater Treatment Plant.

Improving waste and wastewater management processes is essential to maintaining quality in the implementation of services and ensuring the engagement of the teams involved. To this end, revisions to the environmental procedures have been initiated, and training for employees has been carried out, in order to ensure the reliability of the operation, with results monitored by means of indicators.

Taurus strives 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. Therefore, the Company diverts approximately 95% of its waste from landfill.

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>	2023	2022	% Chg.	4Q23	4Q22	% Chg.
Net revenues from sales of goods and/or services	1,781.9	2,540.0	-29.8%	419.1	597.9	-29.9%
Cost of goods and/or services sold	-1,150.7	-1,379.6	-16.6%	-300.9	-363.7	-17.3%
Gross Profit	631.2	1,160.4	-45.6%	118.1	234.2	-49.6%
Operating (expenses)/income	-412.5	-400.6	3.0%	-90.1	-79.0	14.1%
Selling expenses	-223.3	-252.7	-11.6%	-47.9	-62.9	-23.8%
General and administrative expenses	-220.9	-202.3	9.2%	-56.5	-45.0	25.6%
Losses due to non-recoverable assets	-1.7	-2.8	-39.3%	0.8	-1.7	-
Other operating income	59.0	53.2	10.9%	27.8	11.9	133.6%
Other operating expenses	-22.9	7.5	-	-12.8	20.6	-
Equity from results of subsidiaries and affiliates	-2.8	-3.4	-17.6%	-1.3	-1.9	-31.6%
Profit before financial income (expenses) and taxes	218.7	759.8	-71.2%	28.0	155.2	-82.0%
Financial result	-10.0	-4.6	117.4%	7.9	17.1	-53.8%
Financial income	159.4	383.5	-58.4%	44.0	102.0	-56.9%
Financial expenses	-169.4	-388.2	-56.4%	-36.1	-84.9	-57.5%
Earnings (loss) before taxes	208.7	755.2	-72.4%	36.0	172.3	-79.1%
Income tax and social contribution	-55.9	-235.2	-76.2%	6.1	-53.5	-111.4%
Current	-71.0	-173.7	-59.1%	-4.6	-36.6	-87.4%
Deferred	15.1	-61.5	-	10.7	-16.8	-
Net income (loss) from continued operations	152.8	520.0	-70.6%	42.0	118.8	-64.6%
Net income (loss) from discontinued operations	0.0	0.0	-	0.5	2.2	-
Consolidated net income (loss) for the period	152.8	520.0	-70.6%	42.5	121.0	-64.9%
Attributed to shareholders of the parent company	152.8	520.0	-70.6%	42.5	121.0	-64.9%
<i>Earnings per share (R\$/share)</i>						
<i>Basic earnings per share</i>						
Common shares (ON)	1.21076	4.1062	-70.5%	0.3401	0.9498	-64.2%
Preferred shares (PN)	1.20436	4.4038	-72.7%	0.3337	0.9473	-64.8%
<i>Diluted earnings per share</i>						
Common shares (ON)	1.21076	4.1062	-70.5%	0.3401	0.9498	-64.2%
Preferred shares (PN)	1.20331	4.4038	-72.7%	0.3334	0.9561	-65.1%


ASSETS

<i>R\$ million</i>	12/31/23	12/31/22	% Chg.
Total Assets	2,153.9	2,276.2	-5.4%
Current assets	1,195.0	1,467.6	-18.6%
Cash and cash equivalents	83.4	201.2	-58.5%
Cash and banks	73.0	178.6	-59.1%
Highly-liquid short-term investments	10.4	22.6	-54.0%
Marketable securities	121.0	105.5	14.7%
Accounts receivable	211.6	352.4	-40.0%
Inventories	661.8	630.4	5.0%
Recoverable taxes	61.8	37.0	67.0%
Prepaid expenses	30.2	41.9	-27.9%
Other current assets	25.2	99.0	-74.5%
Non-current assets	958.9	808.6	18.6%
Long-term receivables	178.8	165.7	7.9%
Financial investments at amortized cost	0.0	21.9	-
Deferred taxes	76.9	60.9	26.3%
Receivables from related-party	12.5	0.0	-
Other non-current assets	89.4	82.9	7.8%
Investments	68.5	4.4	1456.8%
Stake in jointly-controlled subsidiaries	6.5	4.2	54.8%
Other investments	62.0	0.2	30900.0%
Property, plant and equipment	575.2	512.7	12.2%
Fixed assets in operation	403.1	353.0	14.2%
Fixed assets in progress	172.1	159.7	7.8%
Intangible assets	136.3	125.8	8.3%


LIABILITIES

<i>R\$ million</i>	12/31/23	12/31/22	% Chg.
Total Liabilities and Equity	2,153.9	2,276.2	-5.4%
Current Liabilities	800.5	998.7	-19.8%
Social and labor obligations	44.3	66.9	-33.8%
Social obligations	7.8	6.9	13.0%
Labor obligations	36.6	60.0	-39.0%
Suppliers	111.6	112.2	-0.5%
Local suppliers	58.9	69.3	-15.0%
Foreign suppliers	52.8	42.9	23.1%
Taxes payable	58.7	86.8	-32.4%
Federal Taxes payable	57.8	80.9	-28.6%
Income tax and social contribution payable	2.4	16.3	-85.3%
Other taxes	55.4	64.6	-14.2%
State tax payable	0.8	5.8	-86.2%
Municipal tax payable	0.1	0.1	0.0%
Loans and financing	413.0	393.0	5.1%
In local currency	1.6	1.8	-11.1%
In foreign currency	411.4	391.1	5.2%
Debentures	0.0	0.0	-
Other accounts payable	102.5	258.4	-60.3%
Dividends and interest on equity payable	38.4	164.1	-76.6%
Derivative financial instruments	0.0	0.0	-
Advances from customers	17.5	38.9	-55.0%
Legal settlements to be paid	0.0	0.0	-
Other payables	46.6	55.3	-15.7%
Provisions	70.4	71.6	-1.7%
Provisions for tax	48.1	48.0	0.2%
Provisions for social security and labor risks	4.9	6.7	-26.9%
Provisions for civil risks	8.1	5.9	37.3%
Other provisions	9.2	11.0	-16.4%
Liabilities on assets of discontinued operations	0.0	9.7	-
Noncurrent Liabilities	261.6	253.3	3.3%
Loans and financing	116.0	95.3	21.7%
In local currency	85.0	1.8	4622.2%
In foreign currency	31.0	93.4	-66.8%
Debentures	0.0	0.0	-
Other accounts payable	68.8	80.1	-14.1%
Related-party liabilities	2.0	1.8	11.1%
Provision for unsecured liabilities	0.0	0.0	-
Taxes payable	12.4	22.6	-45.1%
Suppliers	9.3	12.6	-26.2%
Rents	0.0	0.0	-
Other accounts payable	45.2	43.1	4.9%
Deferred taxes	14.1	16.7	-15.6%
Provisions	62.6	61.1	2.5%
Provisions for tax	1.4	2.7	-48.1%
Provisions for social security and labor	41.6	37.5	10.9%
Provisions for civil risks	15.7	15.9	-1.3%
Other provisions	3.9	5.0	-22.0%
Liabilities on assets of discontinued operations	0.0	0.0	-
Consolidated Shareholders' Equity	1,091.8	1,024.2	6.6%
Share Capital	367.9	367.9	0.0%
Capital reserves	-17.1	-21.4	-20.1%
Disposal of subscription warrants	9.9	9.9	0.0%
Stock options granted	25.4	14.1	80.1%
Shares held in treasury	-6.8	0.0	-
Capital transactions	-45.6	-45.3	0.7%
Retained earnings	566.6	464.3	22.0%
Legal reserve	48.7	41.1	18.5%
Statutory reserve	399.4	0.0	-
Retained earnings reserve	0.0	304.7	-
Tax incentive reserve	118.5	118.5	0.0%
Proposed supplementary dividend	0.0	0.0	-
Accumulated earnings/losses	0.0	0.0	-
Equity valuation adjustments	44.0	44.5	-1.1%
Accumulated translation adjustments	130.4	168.9	-22.8%