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ANGLOGOLD ASHANTI CÓRREGO DO SÍTIO MINERAÇÃO SA

CNPJ: 18.565.382/0001-66

balance sheet
December 31, 2021 and 2020 (In thousands of reais)

Active	Grades	2021	2020
Current			
Cash and cash equivalents	3	**499.939**	441.147
Stocks	4	**355.003**	255.975
Related parties	6	**6.809**	1.454
Bills to receive	5	37.155	50.475
Other current assets	5	**185.368**	129.059
Total current assets		**1.084.274**	878.110
Not CIRCULANT			
Immobilized	8	**2.734.324**	2.123.272 **5.939**
Intangible	9	12.224	**1.123.671**
Related parties	6	1.307.484	**30.223** 32.491
Other non-current assets	5	**3.894.157**	3.475.471
Total non-current assets			
total assets		**4.978.431**	4.353.581

Passive	Grades	2021	2020
Current			
Suppliers		**358.617**	283.161
Loans and financing	10	**444**	444
leases	11	**95.466**	34.772
Social and fiscal obligations	12	**284.415**	403.194
provisions	13	**9.118**	18.596
Related parties	6	**7.284**	6.328
Other current liabilities		**416**	263
Total current liabilities		**755.760**	746.758
Not CIRCULANT			
Loans and financing	10	**95**	539
leases	11	**138.338**	94.214
provisions	13	**397.031**	305.702
Deferred income tax liability, net	7c	**293.208**	290.198
Related parties	6	**5.077**	4.354
Other non-current liabilities		**4.707**	3.626
Total non-current liabilities		**838.456**	698.633
Net worth	14		
Capital social		**669.550**	669.550 **827.863**
profit reserve		610.003	**1.886.802**
Other comprehensive income		1.628.637	**3.384.215**
Total equity		2.908.190	**4.978.431**
Total liabilities and shareholders' equity		4.353.581	

The accompanying notes are an integral part of these financial statements.

income statement
Years ended on December 31, 2021 and 2020 (In thousands of reais)

	Use	2021	2020
Net sales revenue Cost of goods	15	**3.386.232**	3.481.537
sold Gross profit General,	16	**(1.916.060)**	(1.691.220)
administrative		**1.470.172**	1.790.317
and selling expenses Other operating expenses, net	16	**(623.121)**	(448.497)
Financial result Operating result before taxes on	17	**(81.965)**	(95.819)
profit Taxes on profit Net	18	**47.742**	8.011
profit for the year The explanatory notes are an integral part of these		**812.828**	1.254.012
financial statements.	7a	**(365.820)**	(629.454)
		447.008	624.558

Cash flow statement
Years ended on December 31, 2021 and 2020 (In thousands of reais)

	2021	2020
Net income before income tax	**812.828**	1.254.012
Item adjustments without cash disbursement to reconcile pre-tax earnings:		
Depreciation and amortization	**213.024**	172.487
Variations in provisions	**97.740**	65.416
Write-off of fixed and intangible assets	**942**	913
Interest related parties	**(24.705)**	(16.728)
lease interest	**12.719**	7.841
Working capital variations	**(188.811)**	(150.111)
Net cash flow from operating activities	**923.737**	1.333.830
investment activities		
Acquisition of fixed and intangible assets	**(581.766)**	(178.132)
Cash flow from investing activities	**(581.766)**	(178.132)
Financing activities		
dividend payment	**(229.148)**	(154.941)
Furniture payment	**(81.972)**	(44.764)
Loans and related parties, net	**(6.444)**	(942.147)
Cash flow from financing activities	**(317.564)**	(1.141.852)
Effect of changes in exchange rates on cash and cash equivalents	**34.385**	98.993
Net change in cash and cash equivalents	**58.792**	112.839
Cash and cash equivalents at the beginning of the year	**441.147**	328.308
Cash and cash equivalents at the end of the year	**499.939**	441.147
Increase in cash and cash equivalents	**58.792**	112.839
Supplementary information		
Income tax and social contribution paid (changes in working capital - operating activities)	**212.040**	194.017
Interest paid (i)	**16.136**	8.377
non-cash transactions		
Addition of new CPC 06 (R2) contracts	**168.479**	53.756
Remeasurement of lease agreements CPC 06 (R2)	**78**	
Provision for demobilization	**(3.524)**	(20.347)

(i) According to paragraph 33 of CPC 03 (R2), the Company understands that the interest paid is better presented in the financing activity.

The accompanying notes are an integral part of these financial statements

Statement of Comprehensive Income Years ended December 31, 2021 and 2020 (In thousands of reais)

	2021	2020
Net income for the year	**447.008**	624.558
Conversion effect for presentation currency	**257.852**	600.245
Actuarial gain net of deferred income tax	**313**	1.253
Total comprehensive income for the year	**705.173**	1.226.056

The accompanying notes are an integral part of these financial statements.

Statement of changes in equity December 31, 2021 and 2020 (In thousands of reais)

	Capital social	Profit Reserve Reserve: legal	Profit Reserve Reserve: Profits withheld	dividends to be distributed	Other comprehensive income	Retained earnings	Total
Balances on December 31, 2019	669.550	82.465	57.921		1.027.139		**1.837.075**
Presentation currency conversion adjustment					600.245		**600.245**
Actuarial valuation with retirement benefits					1.253		**1.253**
Net income for the year						**624.558**	**624.558**
Allocation of profits:							
constitution of reserve		31.228				**(31.228)**	
distributed dividends			(154.941)				**(154.941)**
profit retention			**593.330**			**(593.330)**	
Balances on December 31, 2020	669.550	113.693	496.310		1.628.637		**2.908.190**
Presentation currency conversion adjustment					**257.852**		**257.852**
Actuarial valuation with retirement benefits					**313**		**313**
Net income for the year						**447.008**	**447.008**
Allocation of profits:							
constitution of reserve		**22.350**				**(22.350)**	
distributed dividends			**(229.148)**				**(229.148)**
dividends to be distributed			**(158.500)**	**158.500**			
profit retention			**424.658**			**(424.658)**	
Balances on December 31, 2021	**669.550**	**136.043**	**533.507**	**158.500**	**1.886.802**		**3.384.215**

The accompanying notes are an integral part of these financial statements.

Notes to the financial statements December 31, 2020 and 2019 (In thousands of reais)

1. Operational context

AngloGold Ashanti Córrego do Sítio Mineração SA ("AGACSM" or "Company) is engaged in the research, mining, processing and sale of ores in general, mainly gold, and is a wholly-owned subsidiary of AngloGold Ashanti, one of the largest gold medal in the world, headquartered in Johannesburg, South Africa.

The Company currently operates in 2 (two) regional mines in Minas Gerais: (1) Regional Sabará/Nova Lima, comprising 2 (two) underground mines, located in Sabará/
MG, whose ore is processed in the metallurgical plants in Sabará and Nova Lima/
MG. (2) Regional Santa Bárbara, composed of 3 (three) mines, 2 (two) underground and 1 (one) in the open, whose ore is processed in metallurgical plants located in Santa Bárbara and Nova Lima/MG. Impacts of Covid-19: On March 11, 2020, the World Health Organization ("WHO") declared the Coronavirus (COVID-19) outbreak to be a pandemic. The spread of the virus led to the edition, by the National Congress, of Legislative Decree nº 06/2020, which recognizes the occurrence of the state of public calamity throughout the national territory, without prejudice to the other normative recommendations of the WHO. In this context, the Company has been acting in such a way as to fully cooperate with society, always maintaining its commitment to the health and safety of its employees, their families and the community. The Company, on a daily basis, evaluates the evolution of the COVID-19 situation both in the country and in the administrative and operational units.

Through the Crisis Committee, all measures are being taken to establish adequate preventive measures to protect its employees and operations. In financial terms, the Company made donations aimed both at reducing the population's risks of contagion by COVID-19 and at providing better conditions for treatment. AngloGold Ashanti donated BRL 324 to support the fight against COVID-19 to public hospitals, health institutions and social projects in the cities where it operates: Barão de Cocais, Caeté, Nova Lima, Raposos, Sabará, Santa Bárbara, in Minas Gerais; and Crixás, Goiás, which was used, among others, to purchase respirators. In addition, the company incurred additional expenses due to absenteeism during the pandemic, totaling BRL 40,195. The Company's operation has been carried out effectively and continuously in all units. Management has been monitoring the Company's activities and, so far, no renegotiation with suppliers has been necessary. Additionally, the Company also implemented a "home-office" model for administrative activities. Management concluded that there was no significant increase in credit risk in relation to Accounts Receivable from customers that could justify any impact on the provision for expected credit losses, as well as the need, at this time, for any additional disclosure on the impact of COVID-19 pandemic in relation to the Company's receivables.

2. Accounting policies

2.1. **Basis of presentation and declaration of compliance -** The financial statements for the years ended December 31, 2021 and 2020 were prepared in accordance with accounting practices adopted in Brazil, which comprise the pronouncements of the Accounting Pronouncements Committee (CPC). The Company considered Technical Guidance OCPC 07, issued by the CPC in November 2014, when preparing its financial statements. In this way, the relevant information specific to the financial statements is being evidenced, and corresponds to that used by Management in its management. These financial statements were approved and authorized for disclosure by the Executive Board on April 18, 2022. (a) Measurement basis: the financial statements were prepared using historical cost as a value basis, except for the valuation of certain financial assets and liabilities, the which, when applicable, are measured at fair value. (b) Functional and presentation currency: the Company's Management defined that the functional currency is the US dollar, as it better reflects the economic environment in which the Company operates and the way in which the Company is managed. The financial statements are being presented in reais, converting the functional currency values, using the closing exchange rate of the year for assets and liabilities, average annual rate for income accounts, with shareholders' equity maintained at value training history. (c) Significant accounting judgments, estimates and assumptions: the preparation of financial statements requires Management to make judgments and estimates and adopt assumptions, in its best judgment, that affect the amounts presented. Significant items subject to these estimates and assumptions include the determination of reserves and useful life of property, plant and equipment, analysis of impairment of long-term assets and provisions, mainly those for environmental recovery, asset decommissioning and lawsuits. The settlement of transactions involving these estimates may result in different amounts due to inaccuracies inherent to the process of their determination. The Company reviews estimates and assumptions at least annually. 2.2. **Summary of significant accounting practices:** (a) Impairment of assets: long-term non-financial assets are reviewed annually to verify their recoverable value. Long-term assets that eventually suffer a reduction will be reviewed to identify a possible reversal of the provision for *impairment* losses on the balance sheet date. In the 2021 financial year, *impairment indicators were identified,* calculations were made and the need to set up a provision for asset devaluation was not identified. (B)

Employee benefits: (i) *Post-employment benefits:* the Company sponsors defined contribution and defined benefit pension plans managed by Bradesco Previdência e Seguros SA The defined contribution "supplementary plan" is optional, with contributions of employees ranging from 3% to 5% of the nominal salary. The Company makes additional contributions of 50% of the contribution made by the employee. This plan will generate savings monetarily corrected by the variation in the share of the respective investment fund. Additionally, the Company sponsors a retirement bonus as provided for in the collective bargaining agreement. Employees who retire will be granted a bonus, to be paid upon effective termination, limited to a maximum of eight minimum wages or another benchmark that replaces it, when certain conditions are met. The actuarial liability refers to the technical reserves to cover future disbursements related to the defined benefit modality. Actuarial results arising from the defined benefit plan, resulting from actuarial assets or liabilities are recognized in Other Comprehensive Income; (ii)

Share-based payments: the Company's main executives and managers receive a portion of their compensation in the form of share-based payments from the parent company AngloGold Ashanti Ltd., and; (iii) *Profit sharing:* the Company adopts the policy of profit sharing, based on the achievement of individual performance targets, the area of operation and the Company's performance. The corresponding provision is recorded as cost of goods sold and services rendered or operating expenses, depending on the employee's activity in productive or administrative activities, respectively. (c) Exploration expenses for mineral resources: exploration expenses are recognized in income as operating expenses when incurred. (d) Provision for environmental repair and asset decommissioning obligations: The Company recognizes a provision for asset decommissioning and environmental repair costs arising from mining activities, based on the present value of expected costs for repairing and deactivating assets and areas related to mining activities using estimated cash flows, being recognized as part of the cost of the corresponding asset. Cash flows are discounted at a pre-tax rate that reflects the specific risks inherent in the asset decommissioning and environmental remediation obligation. The financial effect of the discount is expensed as incurred and recognized in the income statement as a financial cost. Estimated future asset decommissioning and asset repair costs are reviewed annually and adjusted, as appropriate. Changes in estimated future costs or applied discount rate are added to or deducted from the cost of the asset. Other relevant accounting practices are being presented together with the other explanatory notes. **1.3.**

New accounting pronouncements, amendments and interpretations of standards: The Company has applied for the first time certain standards and amendments, which are effective for annual periods beginning on or after January 1, 2021. • Amendments to CPC 06 (R2), CPC 11, CPC 38, CPC 40 (R1) and CPC 48: Reform of the Reference Interest Rate: The amendments to Pronouncements CPC 38 and 48 provide temporary exceptions that address the effects of financial statements when an interbank certificate of deposit rate is replaced with an alternative to a nearly risk-free rate. These changes did not impact the Company's financial statements. The Company intends to evaluate practical expedients in future periods if they become applicable; • Amendments to CPC 06 (R2): Benefits Related to Covid-19 Granted to Lessees in Lease Agreements that go beyond June 30, 2021: The amendments provide for concessions to tenants in the application of CPC 06 (R2) guidelines on the modification of the lease agreement, when accounting for related benefits as a direct consequence of the Covid-19 pandemic. The Company has not yet received benefits granted to tenants related to Covid-19 but plans to apply the practical expedient when available within the period of the rule. • Amendments to CPC 06 (R2): Benefits Related to Covid-19 Granted to Lessees in Lease Agreements: the Company did not adopt the practical expedient of the amendments to CPC 06 (R2). The new and amended standards and interpretations issued, but not yet effective up to the date of issue of the Company's financial statements, are described below. The Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective. IFRS 17 - Insurance contracts: IFRS 17 is effective for periods beginning on or after January 1, 2023, requiring the presentation of comparative amounts. Early adoption is permitted if the entity also adopts IFRS 9 and IFRS 15 on the same date or before the initial adoption of IFRS 17. This standard does not apply to the Company. Amendments to IAS 1: Classification of liabilities as current or non-current: In January 2020, the IASB issued amendments to paragraphs 69 to 76 of IAS 1, correlated to CPC 26, in order to specify the requirements for classifying liabilities as current or not CIRCULANT. The amendments clarify: • What is meant by a right to postpone settlement; • That the right to postpone must exist on the base date of the report; • That this classification is not affected by the likelihood that an entity will exercise its right of deferral • That only if a derivative embedded in a convertible liability is itself an equity instrument would the terms of a liability not affect its classification Changes are effective for fiscal years starting from January 1, 2023 and must be applied retrospectively. The Company is currently evaluating the impact that the changes will have on current practice and whether existing loan agreements may require renegotiation. Amendments to IAS 8: Definition of Accounting Estimates: In February 2021, the IASB issued amendments to IAS 8 (related standard to CPC 23), which introduces the definition of 'accounting estimates'. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and error correction. In addition, they clarify how entities use measurement techniques and inputs to develop accounting estimates. The amendments will be effective for periods beginning on or after January 1, 2023 and will apply to changes in accounting policies and estimates that occur on or after the beginning of that period. Early adoption is permitted if disclosed. The changes are not expected to have a significant impact on the Group's financial statements. Amendments to IAS 1 and IFRS Practice Statement 2: Accounting Policy Disclosures: In February 2021, the IASB issued amendments to IAS 1 (corresponding standard to CPC 26 (R1)) and IFRS Practice Statement 2 Making Materiality Judgments, in which it provides guidance and examples to help entities apply materiality judgment to reporting accounting policies. The amendments are to help entities disclose accounting policies that are more useful by replacing the requirement to disclose significant accounting policies for material accounting policies and adding guidance for how entities should apply the concept of materiality to make decisions about policy disclosures. accounting. Amendments to IAS 1 are applicable for periods beginning on or after January 1, 2023 with early adoption permitted. Since amendments to Practice Statement 2 provide non-mandatory guidance on applying the material definition to accounting policy reporting, an adoption date for this amendment is not required. The Group is currently assessing the impacts of these changes on disclosed accounting policies.

3. Cash and cash equivalents: Include cash, bank deposits, other highly liquid short-term investments, with original maturities of up to three months, with insignificant risk of change in fair value.

	2021	2020	12 18
Box			**363.890 378.763**
Banks movement account		**21.550**	**62.213 114.487**
Financial investments (i)		153 **499.939**	441.147
Exchange contracts to settle (ii)			

(i) Financial investments are substantially concentrated in investments in Bank Deposit Certificates and Committed Debentures. On December 31, 2021, these financial investments are remunerated at an average rate of 86.47% (97.11% on December 31, 2020) of the Interbank Deposit Certificate (CDI), with daily liquidity. (ii) Unsettled exchange contracts refer to receipts of financial resources in foreign currency (Dollar), from customers located abroad, whose exchange rate was not carried out by the closing dates of the fiscal years.

This amount has immediate liquidity, depending exclusively on the exchange closing order by the Company.

4. Inventories: Inventory formation costs are determined by production costs, appropriated by the average cost method. The net realization value of inventories corresponds to the estimated selling price, minus all completion costs and necessary costs to carry out the sale. The Company estimates and recognizes a provision for the loss of obsolete or slow-moving inventories.

	2021	2020
Finished product (gold)	4.255	8.464
Finished product (sulfuric acid)	6.534	3.078
Products under development	135.528	88.158
Supplies and consumables	173.261	137.432
Import in progress	670	585
Provision for losses (a)	(3.208)	(6.210)
Conversion adjustments	37.963	24.468
	355.003	255.975

(a) Provisions were made for losses in inventories related to supply materials that were not in conditions of use. The net change in the provision for inventory losses was R$3,002 (R$3,035 in 2020).

5. Accounts receivable and other current and non-current assets

	2021	2020
Accounts receivable (a) 50,475	**37.155**	
Taxes to be recovered (b) 101,895	**137.171**	
Other current assets 27,164	**48.197**	
Total other current assets 129,059	**185.368**	
Judicial deposits (explanatory note 13) 17,603	**17.563**	
Taxes to be recovered (b) 9,915	**10.654**	
Other non-current assets 4,973	**2.006**	
Total other non-current assets 32,491	**30.223**	

(a) The amount receivable basically refers to the sale of gold to Rand Refinery Limited in the amount of R$26,130 in 2021 (R$43,203 in 2020), which is a related party of the Company, as can be seen in the Explanatory Note 6.
In addition, the remainder of the balance refers to the sale of acid (by-product) in the domestic market. There are no overdue balances on December 31, 2021 and 2020. (b) Amount refers to ICMS, PIS and COFINS credits. (c) The amount receivable refers substantially to advances to suppliers - TSF project.

6. Related parties

	Active 2021	Active 2020	Passive 2021	Passive 2020	Result 2021	Result 2020
Bills to receive						
Rand Refinery	(viii) **26.130**	43.203 **26.130**	-	-	**- 26.130**	43.203
Total		43.203	-	-	**- 26.130**	43.203
Related parties						
Mineração Serra Grande SA (i)	**4.663**		297 **216**	234 **36.240**	6.228	
Anglogold Colombia (iv)			8 **2.201**	**99** 2.992	-	
Mining Ribeirão dos Cristais (vii)	**5**		5.218 **253**	198	-	
Cerro Vanguard SA (iv)	**3.758**		1.103 - 212	**221** 210		
Mineração Morro Velho Ltda (vi)	**736**	**1.395**	32.251 **118**	1.006 **4.737**	795	
AngloGold Ashanti Limited (ii)	-		- **8.245**	7.444 **(40.913)**	(34.636)	
Mineracao Serra Velha Ltda.	**12**	12 **159**	159	-	-	
Mineracao Serra do Norte Ltda.	-	(in) **1,119,654**	-	-	-	
AngloGold Australia	1,042,871	**1,165** 1,236	**1,715** (7.695)			
AngloGold Ashanti Holding plc (iii)		**98** 227.019	**3.952** 7.408	-		
AngloGold North America (iv)	-		- **416** 550	**(4.408)** (7.978)		
Total	**1.130.480**	1.308.938	**12.361** 10.682	**1.896** (32.478)		
Current Non-	**6.809**	1.454	**7.284** 6.328			
Current	**1.123.671**	1.307.484	**5.077** 4.354			

(i) The Company provides *bullion* refining services and purchases goods from its related party, which in the year generated net revenue of R$36,240. (ii) Some members of Management participate in the Parent Company's share-based payment plan, for which the Company provisioned a total of R$3,392 in the year and settled part of the balance recognized in previous years. Additionally, the total net amount of R$37,720 referring to shared services between group companies was recognized in the income statement. (iii) On December 31, 2021 and 2020, the Company had a principal balance of US$ 40,000 related to a loan granted to AngloGold Holding PLC, due in 2025 and remunerated at Libor + 2.5%. In August 2021, the loan was settled in the amount of R$151,116 and interest income of R$3,180 was recognized in income. Additionally, revenue of R$772 related to services shared between group companies was recognized in the income statement. (iv) Referring to contracting and/or provision of shared services between group companies. (v) On December 31, 2021, the Company had a principal balance of US$ 220,000 (US$ 200,000 in 2020), referring to a loan granted to

AngloGold Australia maturing in 2023 and yielding Libor + 1.45%. The total receivable balance including interest is R$1,119,652 and interest income of R$17,792 was recognized in income. Additionally, an expense of R$16,077 related to services shared between group companies was recognized in income. (vi) In 2021, Mineração Morro Velho fully paid off the loan with the Company (R$ 35,056), the balance of which was subject to remuneration of 100% of the CDI, and which in 2021 generated financial income of R$ 3,391 , which was partially offset by net financial expenses generated by other transactions. (vii) Substantial part refers to the loan granted to Mineração Ribeirão dos Cristais Ltda., whose balance is subject to remuneration of 100% of the CDI and which in 2021, generated financial income of R$ 197, which was increased by financial income net income generated by other transactions. (viii) Refers to the sale of gold as described in Note 5. Key Management personnel include the main executives and administrators. Compensation paid or payable to key Management personnel for services rendered was R$17,395 in 2021 (R$13,181 in 2020). This option was maintained for the 2021 financial year.

7. Income tax and social contribution

a) Income tax and social contribution in income: Income tax and social contribution expenses in 2021 and 2020 were calculated based on taxable income, as shown below:

	2021	2020
Net profit before income tax and social contribution	**812.828**	1.254.012
Nominal taxes (34%)	**(276.362)**	(426.364)
Settings		
Permanent additions (deletions)	**(68.669)**	(81.121)
Tax breaks	**5.695**	4.292
Deferred income tax on non-cash items	**(27.879)**	(127.184)
Others	**1.395**	923
Income tax and social contribution on income	**(365,820)**	(629,454)
Current income tax and social contribution	**(362,971)**	(482,549)
Deferred income tax and social contribution	**(2,849)**	(146,905)

b) Income tax and social contribution payable - Explanatory Note 12 **2021 2020**

Income tax	**265.416**	354.391
Social contribution	**97.562**	129.083
Prepayments of income tax and social contribution	**(212.040)**	(194.017)
	150.938	289.457

c) Deferred income tax and social contribution

	2021	2020
Provisions for temporary adjustments (i)	**138.031**	135.889
Income from unrealized exchange variation (iii)	**(3.692)**	(26.560)
Actuarial liability	**158**	319
Effect of difference between functional and fiscal currency (ii)		
Fixed Assets	**(414,746)**	(391,481)
Investments	**(52)**	(46)
Inventories	**(12,907)**	(8,319)
Total net deferred liabilities	**(293,208)**	(290,198)

(i) Refers to provisions for temporary adjustments for which it is probable that future taxable income will allow the recovery of such tax assets. (ii) Temporary differences are mainly composed of the effects of the difference between the functional and fiscal currencies of non-monetary assets and liabilities. (iii) In 2020, Management opted to change the Taxation Regime from IR/CS on the exchange variation to a Cash Regime, due to the high exchange rate variation verified in the period.

8. Fixed Assets

	Land	Buildings	Equip vehicles and others	Installations, paces	Works in ment	Total
Cost						
Balance on December 31, 2019	29.090	1.549.319	1.081.082	1.490.350	656	4.150.497
Additions	7.163		5.457		(8,828)	173.486 177.278
Casualties	-		(130) (20.834)		(18.213)	(573) (39.750)
Transfers	5.777		1.927		141.381	(150.089) (1.004)
Right of use - CPC 06 (R2)	-		-		53.756	- 53.756
Conversion adjustments	9.559	444.597	277.406		397.045	(86) 1.128.521
Balance on December 31, 2020	51.589	1.993.786	1.345.038	2.055.491		23.394 5.469.298
Additions	**1.774**	-	**10.240**		**1.438**	**568.065 581.517**
Casualties	-		**- (39.323)**		**(31.165)**	**- (70.488)**
Transfers	**12.314**	-	**7.571**		**37.016**	**(57.040) (139)**
Right of use - CPC 06 (R2)	-	-	-		**168.479**	**- 168.479**
Conversion adjustments	**3.683**	**147.270**	**44.204**		**112.583**	**16.113 323.853**
Balance on December 31, 2021	**69.360**	**2.141.056**	**1.367.730**	**2.343.842**	**550.532**	**6.472.520**
Accumulated depreciation						
Balance on December 31, 2019	-	(1.066.785)	(632.671)	(749.418)	- (21.020)	-(2.448.874)
Additions		(40.817)	(76.183)	106 20.575	18.156	- (138.020)
Casualties	-		(1.112)	(31.923)	- (322.810)	38.837
Right of use - CPC 06 (R2)	-	-		(201.281)	(240.843)	- (33.035)
Conversion adjustments						- (764.934)
Balance on December 31, 2020	-	(1.410.509)	(855.306)	(1.080.211)	-	-(3.346.026)
Additions		**(23.027)**	**(38.076)**	**(83.662)**	**38.934 30.647**	**- (144.765)**
Casualties	-	-		**(278) (66.456)**	-	**- 69.581**
Right of use - CPC 06 (R2)	-	-		**(123.734) (58.221)**		**- (66.734)**
Conversion adjustments		**(68.297)**				**- (250.252)**
Balance on December 31, 2021		**- (1,557,270)**	**(912,947)**	**(1,267,979)**	25	**-(3.738.196)**
Average depreciation rates			years 10	years 3 to 10	years	
Net book value at:						
December 31, 2021	**69.360**	**583.786**	**454.783**	**1.075.863**	**550.532**	**2.734.324**
December 31, 2020	51.589	583.277	489.732	23.394	2.123.272	2.975.280

(a) Measurement: Property, plant and equipment items are measured at historical acquisition cost less depreciation and any accumulated unrecoverable losses. (b) Leasing: the breakdown of recognized balances in accordance with CPC 06 (R2) - Leasing was disclosed in note 11. (c) Depreciation:

calculated based on the straight-line method for cost allocation, less the residual value during the useful life. (d) Maintenance expenses: are directly allocated to income for the year when realized. (e) Disposals: gains and losses on disposals are determined by comparing the sale value with the book value and are recognized as "Other operating income (expenses)" in the statement of income. (f) Impairment: the carrying amount of an asset is immediately reduced to its recoverable amount if the carrying amount of the asset is greater than its estimated recoverable amount.

9. Intangibles

	Software and other SAP	Right of use - Substation CEMIG	Total
Cost:			
Balance on December 31, 2019	20.228 96.279	854 37.622 154.129	854
Additions	-	-	-
Casualties	-	-	-
Transfer	1.004	-	1.004
Conversion adjustments	5.792 27.856	27.878 11.827 45.475	49.449
Balance on December 31, 2020	124.135 **252**	201.462 **252**	
Additions	-	-	
Casualties	**(780)** -	-	**(780)**
Transfer	**138** -	-	**138**
Conversion adjustments	**1.007**	**9.169 28.495**	**3.911 14.087 53.360**
Balance on December 31, 2021	**133.304**	**215.159**	
Amortization:			
Balance as of December 31, 2019 Additions	(14.906) (96.279)	(32.644) (143.829)	
Write-off	(1.005)	(427) (1.432)	
Conversion adjustments	(5.767) (27.856)	(10.354) (43.977)	
Balance as of December 31, 2020 Additions	(21.678) (124.135)	(43.425) (189.238)	
Write-off	**(1.175)**	**(350) (1.525) 744**	
(4,009)	**744**	-	
Conversion adjustments	**(10,201)**	**(6.023) (9.169)**	
Balance as of December 31, 2021	**(47,784)**	**(209,220)**	**(28.132) (133.304) 363**
Net balance on December 31, 2021	**5,576**	**5,939**	Net balance on December 31, 2020 6,024 12,224 6.200

The rights to use the CEMIG substation used in the Company's operations are amortized by production units, while software is amortized using the straight-line method at an average rate of 33.33% per year.

10. Loans and financing

	2019	Amortization and interest provision (i)	for 2020	Amortizations and provision interest	2021
FINAME	1.532	(549)	(i) 983	(444) 983 **(444)**	539
	1.532		444	539	**539**
Current					**444**
Not CIRCULANT					**95**

(i) According to paragraph 33 of CPC 03 (R2), the Company understands that the interest paid is better presented in the financing activity. a) Finame: Finame is a financing line subsidized by the BNDES (National Bank for Economic and Social Development) for the production and acquisition of new machinery and equipment, manufactured in Brazil, accredited by the BNDES. AngloGold Ashanti's Finame operations

Córrego do Sítio Mineração SA were contracted in 2010 in the amount of R$1,439 and in 2013 in the total amount of R$3,784 for the acquisition of equipment. Charges and interest on operations range from 2.75% to 3% per year and mature on 06/15/2023.

11. Leases

Liabilities were measured at the present value of remaining payments, discounted at the incremental rate (nominal rate) on the Company's borrowings, which average 10.83% (contracts in BRL) and 1.59% (contracts in US$) and right-of-use assets were measured at an amount equal to the lease liability at present value on the acquisition date. The Company applied the practical expedient in relation to the definition of a lease agreement, applying the criteria of control right and obtaining benefits from the identifiable asset, contracting period greater than 12 months, expectation of contractual renewal period, fixed consideration and relevance of the value of the leased property. The Company's main leasing agreements refer to: (i) lease of land, with an average remaining term of 8 years; (ii) rental of vehicles used in its operations, with an average remaining term of 5 years; (iii) lease of machinery and equipment used in its operations, with an average remaining term of 5 years. a) Changes in balances payable for leases **in 2020**

	2021	
Balance at the beginning of the fiscal year	**128.986**	94.861
Additions of new contracts	**168.479**	53.756
Payments paid (i)	**(81.972)**	(44.764)
Interest on lease	**12.719**	7.841
Exchange variation	**5.592**	17.292
Balance at the end of the fiscal year	**233.804**	128.986
Current	**95.466**	34.772
Not CIRCULANT	**138.338**	94.214

(i) According to paragraph 33 of CPC 03 (R2), the Company understands that the interest paid is better presented in the financing activity.

	Labor/ civil	Tax	Environmental	Demobilization	Restoration	Others	Total
	49,774 15,628	3,841					
On December 31, 2019		19,484		60,107	189,778	14,160	320.356
Additions			2,696,843			7,412	43.367
Estimate review	(2.429)	(761)		(20.347)	26.356		2.819
provision discount							
Payments	(8.563)	(12.766)			(13.773)	(7.142)	(42.244)
On December 31, 2020	54.410	9.798	3.539	39.760	202.361	14.430	324.298
Additions	**18.029**	**4.138**	**1.138**	**10.974**	**165.199**	**8.958**	**208.436**
Estimate review	**(56)**	**(3.372)**	-	**(14.498)**	**(80.031)**	-	**(97.957)**
Payments	**(9.208)**	**(456)**	-		**(14.598)**	**(4.366)**	**(28.628)**
On December 31, 2021	**63.175**	**10.108**	**4.677**	**36.236**	**272.931**	**19.022**	**406.149**

There are other administrative and judicial proceedings evaluated by the Company's legal advisors, as being a possible loss, in the amount of approximately R$151,283 on December 31, 2021 (R$144,172 in 2020), for which no provision was constituted. It stands out as the main cause referring to a tax notification of debit entry for payment for supposed default or underpayment of CFEM on extraction of gold, silver and pyrite.

The net change in the provision for environmental restoration and contingencies was R$81,851 (R$3,942 in 2020).

14. Equity

a) Share capital: On December 31, 2021 and 2020, the share capital was represented by 4,167,085,000 registered common shares with no par value.

Shareholders	Common shares
São Bento Gold Company	**833,416,999**
AngloGold South America	**3.333.668.000**
Others	**1**
	4.167.085.000

b) Legal reserve: It is set up in accordance with the Brazilian Corporation Law and the Company's Articles of Incorporation, on the basis of 5% of net income for each year until it reaches 20% of the capital stock. c) Dividends and interest on equity: The Company grants its shareholders the right to receive a mandatory minimum dividend of 2% of adjusted annual net income each year. The distribution of income for the years is shown below:

	2021	2020
Net income for the year	**447.008**	**624.558**
Constitution of legal reserve Base	**(22.350)**	**(31.228)**
income adjusted for distribution of dividends Dividends and	**424.658**	**593.330**
interest on capital paid On December 31, 2021, the	**229.148**	**154.941**

Company maintains dividends to be distributed that will be evaluated during the year 2022. d) Other comprehensive income: Refers to exchange variations resulting from the conversion of the balance sheet and income for the year from the Company's functional currency, the US Dollar, to the presentation currency of the financial statements, the Real.

15. Net sales revenue

	2021	2020
gold sale	**3.274.378**	3.408.259
sale of acid	**164.775**	100.278
silver sale	**3.203**	3.306
scrap sale	**2.181**	1.931
merchandise resale	**5.843**	3.140
Services provision	**180**	180
Taxes levied on sales	**(64.328)**	(35.557)
	3.386.232	3.481.537

Revenues arising from the sale of goods are recognized when the buyer has control of the asset inherent in the ownership of products and goods and when it is probable that economic benefits associated with the transaction will be generated in favor of the Company. Revenue is presented net of taxes, returns, rebates and discounts, and is recognized at the fair value of the consideration received or receivable, to the extent that it is probable that future economic benefits will flow to the Company and the revenues and costs may be measured reliably.

As of December 31, 2021, the concentration in the top four gold sales customers is 97% of total revenue (98% as of December 31, 2020). With regard to the sale of other products, the client portfolio is fragmented.

**16. Information on the nature of cost

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ArcelorMittal Artefatos de Arame Ltda.

ArcelorMittal Planos Comercial Ltda.

CNPJ: 27.498.830/0001-47

CNPJ: 02.967.874/0001-48

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transforming tomorrow

ArcelorMittal

BOARD'S REPORT

Dear sirs,

Shareholders,

In compliance with the legal provisions, we submit to your appreciation. the Financial Statements and explanatory notes for the year ended December 31, 2021

In compliance with the legal provisions, we submit to your appreciation. the Financial Statements for the year ended December 31, 2021

BALANCE SHEET
Year ended on December 31, 2021
In thousands of reais

Active	2021	2020
Current		
Cash and cash equivalents (Note 5)	7.546	7.769
Taxes recoverable (note 6)	2.601	2.049
dividends receivable	18.044	10.540
Total current assets	**28.191**	**20.358**
Not CIRCULANT		
Investments in associated company (Note 7)	260.440	240.563
Total non-current assets	**289.631**	**260.921**
Total Assets	**317.822**	**281.279**

Liabilities and equity	2021	2020
Current		
taxes payable	-	-
Dividends payable (note 8c)	5.179	5.179
Accounts payable to group companies	29	33
Total current liabilities	**10.887**	**5.212**
Not CIRCULANT		
Deferred income tax and social contribution (Note 12)	24.068	25.488
Accounts payable to group companies	29.077	29.338
Total non-current liabilities	**53.145**	**54.826**
Equity (note 8)		
Share capital	192.656	192.656
Equity valuation adjustment	9.248	9.261
Profit reserves	51.886	19.324
Total equity	**253.790**	**221.241**
Total liabilities and shareholders' equity	**317.822**	**281.279**

The accompanying notes are an integral part of these financial statements.

STATEMENT OF SHAREHOLDERS' EQUITY CHANGES
Year ended on December 31, 2021
In thousands of reais

	Capital social	Asset valuation adjustment	Special profit reserve	Retained earnings	Total
On December 31, 2019	**192.656**	**9.261**	**11.237**		**213.154**
profit for the year				20.716	20.716
Profit Allocation:					
constitution of reserves			15.537	(15.537)	-
Dividends (note 8c)				(5.179)	(5.179)
On December 31, 2020	**192.656**	**9.261**	**19.324**	-	**221.241**
profit for the year				43.404	43.404
Profit Allocation:					
Realization of assigned cost		(13)		13	-
constitution of reserves			32.562	(32.562)	-
Dividends (note 8c)				(10.855)	(10.855)
On December 31, 2021	**192.656**	**9.248**	**51.886**	-	**253.790**

The accompanying notes are an integral part of these financial statements.

INCOME STATEMENT
Year ended on December 31, 2021
In thousands of reais

	2021	2020
Operating income (expenses)		
General and administrative (note 9)	(179)	(129)
Equity equivalence (note 7)	24.409	24.409
Total net operating non-current assets		
Operating profit before financial result and taxes	**41.444**	**24.230**
Financial income (Note 10)	393	240
Financial expenses (Note 10)	(18)	(131)
Exchange variation, net (Note 10)	262	(8.498)
Profit before income tax and social contribution	**42.081**	**15.841**
Income tax and social contribution (Note 12)	1.323	4.875
profit for the year	**43.404**	**20.716**
Quantity of quotas	**192.656.312**	**192.656.312**
Profit per share - R$	**0,23**	**0,11**

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CASH FLOWS
Year ended December 31, 2021
In thousands of reais

	2021	2020
profit for the year	**43.404**	**20.716**
Expenses (income) that do not affect cash:		
Monetary variation and interest	**107,153**	**114.903**
Equity equivalence (Note 7)	(41.573)	(24.409)
Deferred income tax and social contribution	(1.420)	(4.875)
	149	(70)
(Increases) decreases in assets:		
dividends	5.360	114.904
Taxes to recover	(552)	(199)
Increases (decreases) in liabilities:		
Other liabilities	(3)	(67)
Income tax and contribution		
Accounts payable	(723)	
taxes payable	725	(22)
Cash flow from operating activities	**4.956**	**5.623**
dividends paid (note 8c)	(5.179)	(11.196)
Cash flow from activities of financing	**(5.179)**	**(11.196)**
Increase (decrease) in cash and cash equivalents	**(223)**	**(5.573)**
Cash and cash equivalents at the beginning of the year	**7.769**	**13.342**
Cash and cash equivalents at the end of the year	**7.546**	**7.769**

The accompanying notes are an integral part of these financial statements.

COMPREHENSIVE INCOME STATEMENT
Year ended on December 31, 2021
In thousands of reais

	2021	2020
profit for the year	**43.404**	**20.716**
Other comprehensive income		
	43.404	**20.716**

The accompanying notes are an integral part of these financial statements.

The Explanatory Notes and the Independent Auditors' Report without exception, are available at the Company's headquarters and also on the newspaper's website: diariodocomercio.com.br/puplicidade-legal

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
On December 31, 2021
In thousands of reais, unless otherwise indicated

1. OPERATIONAL CONTEXT AND CORPORATE ASPECTS

ArcelorMittal Artefatos de Arame Ltda. ("Company") is a limited liability company, headquartered in Belo Horizonte - MG, whose main corporate purpose is the manufacture and sale of coated steel cables for reinforcing tires ("steel cord"), steel wires for *reinforcing* products rubber and other products derived from steel manufactured by the company or by third parties. The Company has other industrial or commercial activities that are related to its corporate purpose, as well as participating in other companies in Brazil or abroad. During the years 2021 and 2020, the Company did not carry out any industrial operations.

Currently, it has a stake in the company BMB - Belgo-Mineira Bekaert Artefatos de Arame Ltda., whose activity is the production and sale of coated steel cables for reinforcing tires ("steel cord"), steel wires for reinforcing *rubber* products and other self-manufactured steel products. It has three manufacturing units located in the municipalities of Vespasiano, Itaúna and Sumaré, in the states of Minas Gerais and São Paulo.

2. PRESENTATION OF FINANCIAL STATEMENTS

The Company's financial statements were prepared based on the accounting practices adopted in Brazil, which cover the Brazilian corporate law, the pronouncements and respective guidelines and technical interpretations issued by the "CPC" - Accounting Pronouncements Committee approved by the "CFC" - Council Federal Accounting.

The adoption of the new or revised accounting practices did not have any effect on the amounts reported for the current and prior years.

3. MAIN ACCOUNTING POLICIES

The summary of the main accounting policies adopted by the Company is as follows:

The. Functional currency and presentation currency

The Company's functional currency and presentation currency is the Brazilian Real ("R$").

B. financial instruments

Financial instruments include cash and cash equivalents and accounts payable to group companies.

Financial assets and liabilities are initially measured at fair value. Transaction costs directly attributable to the acquisition or issuance of financial assets and liabilities (except for financial assets and liabilities recognized at fair value through profit or loss) are added to or deducted from the fair value of financial assets or liabilities, if applicable, upon recognition initial. Transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are recognized immediately in profit or loss.

w. financial assets

The classification of financial assets is presented in the following categories: assets at fair value with gains and losses recognized in profit or loss, assets at fair value with gains and losses recognized in other comprehensive income and financial assets at amortized cost.

The classification depends on the nature and purpose of the financial assets and is determined on the date of initial recognition according to the Company's business model. All normal acquisitions or disposals of financial assets are recognized or derecognized on a trade date basis. Normal acquisitions or disposals correspond to acquisitions or disposals of financial assets that require the delivery of assets within the period established by means of a standard or market practice.

(i) Financial assets recorded at amortized cost

The amortized cost of a financial asset corresponds to the amount at which the financial asset is measured on the date of initial recognition, less the amortization of the principal amount, plus accumulated amortization using the effective interest rate method of any difference between the initial amount and the amount at maturity, adjusted for any allowance for losses. The gross carrying amount of a financial asset corresponds to the amortized cost of a financial asset before adjusting for any allowance for losses.

The effective interest method is used to calculate the amortized cost of a debt instrument and allocate its interest income over the corresponding period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that are an integral part of the effective interest rate, transaction costs and other premiums or deductions) over the lifetime of the debt instrument or, where appropriate, over a shorter period, to the net carrying amount at the date of initial recognition.

Revenue is recognized based on effective interest for financial instruments not characterized as financial assets at fair value through profit or loss or other comprehensive income.

(ii) Financial assets recorded at fair value through profit or loss

An instrument is classified at fair value through profit or loss if it is held for trading or designated as such upon initial recognition. Financial instruments are designated at fair value through profit or loss when managing these investments and making investment decisions.

purchase and sale based on their fair value in accordance with the investment strategy and risk management documented by the Company. After initial recognition, attributable transaction costs are recognized in profit or loss as incurred. Financial instruments at fair value through profit or loss are measured at fair value, and their fluctuations are recognized in profit or loss.

(iii) Financial assets recorded at fair value through other comprehensive income

An instrument is classified at fair value through other comprehensive income if it is held within a business model whose objective is achieved both by receiving contractual cash flows and by selling financial assets and if the contractual terms of this financial asset give rise to , on specified dates, to cash flows consisting solely of payments of principal and interest on the outstanding principal amount. Financial instruments at fair value through other comprehensive income are measured at fair value, and their fluctuations are recognized in equity.

(iv) Impairment of financial assets

The Company measures the recoverable amount of its financial assets, measured at amortized cost or at fair value through other comprehensive income, considering the expected credit loss.

The methodology includes quantitative and qualitative information and analysis, based on the Company's historical experience in assessing credit, as well as any increase in the risk of impairment of its assets since initial recognition.

(v) Write-off of financial assets

The Company derecognises a financial asset only when the contract assets to the asset's cash flows expire, or when the Company transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

When derecognising a financial asset measured at amortized cost, the difference between the carrying amount of the asset and the sum of consideration received and receivable is recognized in profit or loss. Additionally, on derecognition of an investment in a debt instrument classified at fair value through other comprehensive income, the previously accumulated gain or loss accumulated in the investment revaluation reserve is reclassified to income.

d. Investment in affiliates

An associate is an entity over which the Group has significant influence and which is neither a subsidiary nor an interest in an undertaking under common control *("joint venture")*. Significant influence is the power to participate in decisions about the financial and operating policies of the investee, without exercising individual or joint control over those policies.

The results, assets and liabilities of affiliates are incorporated into the financial statements based on the equity method.
Under the equity method, investments in associates are initially recorded at cost and then adjusted for purposes of recognizing the Company's share of profit or loss.

It is. financial liabilities

Financial liabilities are classified into: (i) financial liabilities at fair value through profit or loss and (ii) financial liabilities subsequently measured at amortized cost.

(i) Financial liabilities at fair value through profit or loss

Financial liabilities are classified at fair value through profit or loss when the financial liability is: (i) a contingent consideration from a buyer in a business combination, (ii) held for trading, or (iii) designated at fair value through the result.

(ii) Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not (i) contingent consideration from a buyer in a business combination, (ii) held for trading, or (iii) designated at fair value through profit or loss are subsequently measured at amortized cost using the of the effective interest rate.

The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that are an integral part of the effective interest rate, transaction costs and other premiums or deductions), during the estimated life of the financial liability or (where appropriate) a shorter period, to the amortized cost of the financial liability.

(iii) Write-off of financial liabilities

The Company writes off a financial liability if, and only if, its obligations are withdrawn, canceled or when they fall due. The difference between the value

financial liability derecognized and the consideration paid and payable is recognized in income.

f. Income tax and social contribution

Income tax and social contribution, current and deferred, are calculated based on the rates of 15% plus an additional 10% on taxable income in excess of R$240,000 and the rate is calculated on taxable income for social contribution. additionally consider offsetting tax losses and negative social contribution base limited to 30% of taxable income.

Income tax and social contribution expenses comprise current and deferred income taxes. Current tax and deferred tax are recognized in profit or loss, unless they are related to a business combination, or items directly recognized in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on taxable income or loss for the year, at tax rates enacted or substantively enacted on the reporting date of the financial statements and any adjustment to taxes payable in respect of prior years.

Deferred tax is recognized in connection with temporary differences between the carrying amounts of assets and liabilities for accounting purposes and the corresponding amounts used for taxation purposes.

Deferred tax assets and liabilities are offset if there is a legal right to offset current tax assets and liabilities and they relate to income taxes assessed by the same tax authority on the same entity subject to taxation.

A deferred income tax and social contribution asset is recognized for tax losses, tax credits and unused deductible temporary differences when it is probable that future taxable profits will be available and against which they will be used.

Deferred income tax and social contribution assets are reviewed annually and reduced to the extent that their realization is no longer (note 18) probable.

The criteria for realizing deferred taxes are described in Note 12.

4. MAIN ACCOUNTING JUDGMENTS AND SOURCES OF UNCERTAINTIES IN ESTIMATES

In applying the Company's accounting policies, the management must make judgments and make estimates regarding the carrying amounts of assets and liabilities that are not easily obtained from other sources. Estimates and related assumptions are based on historical experience and other factors considered relevant. Actual results may differ from these estimates.

The underlying estimates and assumptions are reviewed at least annually and at the end of each quarter. The effects arising from the revisions made to accounting estimates are recognized in the period in which the estimates are revised.

Information on critical judgments regarding accounting policies adopted that have effects on the amounts recognized in the financial statements are included in the following explanatory notes:

- Note 7 - Investments
- Note 12 - Income tax and social contribution

5. CASH AND CASH EQUIVALENTS

Financial investments indicated in cash and cash equivalents are fixed income operations and certificates of bank deposit banking - "CDB", with immediate liquidity, subject to an insignificant risk of change in value.

During 2021, investments were remunerated at the weighted average rate of 97.5% of the CDI (100% in 2020).

6. TAXES RECOVERABLE

Refers to the balance of income tax and social contribution to be offset.

7. INVESTMENTS

	Belgo-Mineira Bekaert Artefatos Arames Ltda.	Goodwill *(i)*	Added Value Assets *(i)*	Added Value Customers *(i)*	Total
Final balance on 12/31/2019	**150,604**	**8.290**	**79.142**	**10,162**	**248.198**
Dividends / Interest on capital	(11,686)				**(11.686)**
Equity	38,747		(4.176)	(10.162)	24.409
Final balance on 12/31/2020	**177,665**	**8.290**	**74.966**	-	**260.921**
Dividends / Interest on capital	(12.863)				**(12.863)**
Equity	45.749		(4.176)		**41.573**
Final balance on 12/31/2021	**210.551**	**8.290**	**70.790**	-	**289.631**

(i) Amounts arising from the acquisition of a stake in ArcelorMittal Bekaert Sumaré Ltda., a company merged into Belgo-Mineira Bekaert Artefatos de Arames Ltda. on November 1, 2017.

8. SHAREHOLDERS' EQUITY

a. Capital Social

The Company's share capital, fully subscribed and paid in, is R$192,656, corresponding to 192,656,312 shares.

B. Asset valuation adjustment

Refers to the gain in the variation of interest in BMB – Belgo-Mineira Bekaert Artefatos de Arames Ltda.

dividends

	2021	2020
Net income for the year	43.404	20.716
(+) Realization of assigned cost	13	
Minimum dividends (25%)	10.855	5.179
Proposed Dividends % on the calculation basis	**10.855** 25%	**5.179** 25%

9. EXPENSES BY NATURE

	2021	2020
third-party services	115	172
advertising expenses	13	6
Other expenses		
Total	**129**	**179**
general and administrative	129	179
Total	**129**	**179**

10. FINANCIAL RESULT

	2021	2020
Financial income		
Income from financial investments	393	230
Other financial income		10
	393	**240**
Financial expenses		
Taxes on financial operations	(18)	(131)
	(18)	**(131)**
Exchange variation, net	262	(8.498)
	262	**(8.498)**
Total	**637**	**(8.389)**

11. FINANCIAL INSTRUMENTS

The Company has financial instruments, including: financial investments and accounts payable.

These instruments are managed through operational strategies aimed at obtaining liquidity, profitability and security.

Financial risk management

Risk can be defined as the degree of uncertainty regarding future results in which there may be a possibility of financial loss.

The Company manages its capital in order to ensure its growth strategies, maximizing the return of all interested parties. Risk management is seen as fundamental for the company that aims to mitigate possible impacts on its results.

The financial operations carried out are analyzed and approved by the relevant authorities, ensuring that the rules established by the Management are complied with.

The. Credit risk

Credit risk is defined as the possibility of loss resulting from uncertainty regarding the receipt of amounts agreed upon with customers and financial institutions.

The maximum exposure to credit risk as of December 31, 2021 by class of financial instrument is presented as follows:

	2021	2020
Non-derivative financial assets		
Cash and cash equivalents	7.546	7.769

(i) Cash and cash equivalents

Cash and cash equivalents include bank deposits and other highly liquid short-term investments, subject to an insignificant risk of changes in value. Cash equivalents are held for the purpose of meeting the company's short-term commitments and not for investment or other purposes.

Cash and cash equivalents risk translates into the impossibility of a financial institution honoring its commitments when due or only doing so with high losses.

In order to mitigate this risk, the Company follows the Treasury Policy of the ArcelorMittal Group, approved by the Global Treasury Committee, which consists of managing exposures globally, thus reducing the likelihood that liquidity problems in the market will affect the ability to pay from the company.

B. Cash flow liquidity risk

This risk is associated with the possibility of a lack of resources to honor the commitments assumed due to the mismatch between assets and liabilities.

The Company's liquidity risk is managed on a daily basis by the treasury, through economic and financial analyzes that demonstrate, through the generation of different scenarios, the possible financial impacts in atypical situations.

The liquidity risk linked to accounts payable from suppliers and other accounts payable is presented by class of financial instrument as follows:

	2021	2020
Non-derivative financial liabilities		
Liabilities with related parties	29.106	29.371

The table below includes the remaining contractual maturities of financial liabilities.

December 31, 2021	Value accounting	Flow of Box Contractual	12 years
Non-derivative Financial Liabilities			
Liabilities with related parties	29.106	29.106	29.106
	29.106	**29.106**	**29.106**

w. market risk

Market risk measures the possibility of losses that may be caused by changes in the behavior of interest rates and exchange rates.

The Company, together with its parent company, analyzes and eventually contracts financial instruments that allow it to mitigate the market risks to which it is exposed, as part of the global risk management policy of the ArcelorMittal Group.

(i) Exchange rate risk

The exchange rate risk is linked to the possibility of changes in the nominal value of the real in relation to other global currencies, directly affecting the financial expense (or income) and the liability (or asset) balance of contracts indexed to a currency other than the company's functional currency (Reais).

The Company's foreign currency exposure is linked to financial assets and liabilities shown in the table below, which indicates the maximum exposure to exchange rate risk on December 31, 2021.

	2021	2020
Passive		
Euro		
Accounts payable to group companies	29.106	29.371
Total liability exposure	**29.106**	**29.371**

Sensitivity analysis for exchange rate risk

The sensitivity analysis on the exchange rate, on December 31, 2021, considers the variation in the Company's functional currency, against the exchange rates of transactions in foreign currency. This analysis considers that all other variables, especially the interest rate, remained constant.

The scenarios presented in the sensitivity analysis for exchange rate risk were determined considering the probable scenario and the pessimistic scenario for exchange rate variations. The following table shows the depreciation of the exchange rate in a proportion of 25% in relation to the "Probable Scenario" for the year 2021.

It was considered as a probable scenario, the exchange rates on December 31, 2021:

	Active		Passive	
	Scenario Likely	Scenario 25%	Scenario Likely	Scenario 25%
Euro			29.077	36.346
Result				7.269
Net worth				

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ArcelorMittal Artefatos de Arame Ltda.

CNPJ: 27.498.830/0001-47
brasil.arcelormittal.com.br

ArcelorMittal Fintos Comercial Ltda.
CNPJ: 02.967.874/0001-48

ArcelorMittal

BOARD'S REPORT

Dear sirs,

In compliance with the legal provisions, we submit to your appreciation. the Financial Statements for the year ended December 31, 2021

	unaudited 2021	2020
Active		
Current		
Cash and cash equivalents (Note 6)	207.606	
Accounts receivable from customers (Note 7)	359.791	
Inventories (note 8)	123.504	
Taxes recoverable (note 9)	25.515	
Other business accounts receivable	520	
of the group (note 11)		
Other accounts receivable		
Total current assets	**716,958**	
Not CIRCULANT		
Compulsory deposits		
and court values		
Accounts Receivable - Acquisition		
of investments (note 10b)		
Investments		
Investments in an associated company (Note		
10)		
Lease right to use assets		
Total non-current assets		
Total Assets	**107,153**	**114.903**

	unaudited 2021	2020
Liabilities and Shareholders' Equity		
Current		
Suppliers (note 12)	677.181	
Salaries and social charges	2.672	
leases	268	
taxes payable	14.730	
Income tax and social contribution	1,277	
Accounts payable to group companies (Note 11)	283	
Other liabilities		
Total current liabilities	**699.927**	**4.188**
Not CIRCULANT		
Income tax and contribution		
deferred social benefits (note 20)		
leases		
Derivative financial instruments		
(use 18)		
Contingent obligations (Note 10)		
Total non-current liabilities	27.616	10.495
Equity (Note 13)		
Capital social	70.989	70.989
Accumulated losses	(156.844)	
Total equity	**1.616**	
Total liabilities and shareholders' equity	**824.111**	**114.904**

12. DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION

The. Income tax and social contribution in the result

	2021	2020
Profit before income tax and social contribution	42.081	15.841
Combined tax rate	34%	34%
Income tax and social contribution by tax rate	(14.308)	(5.386)
Result adjustments		
Effects on income from additions (exclusions) that do not generate tax credits		
Equity Income	14.135	12.396
Interest received on equity		389
Other permanent additions/deletions	1.496	(2.524)
Calculated income tax and social contribution	1.323	4.875
effective rate	3%	31%
Current income tax and social contribution	(97)	-
Deferred income tax and social contribution	1.420	4.875

B. Deferred income tax and social contribution balance

	Balance on 12/31/2020	Recognition no result	Balance on 12/31/2021
non-current liabilities			
Effects of Law 11,638 (Added value from investments)	25.488	(1.420)	24.068
Total non-current liabilities	**25.488**	**(1.420)**	**24.068**
Effect on result		**(1.420)**	

13. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Company's Management on April 14, 2022.

BOARD

RICARDO ANTÔNIO DA ROCHA
President

MARCELO MARINO PENA LUZ
Director

TECHNICAL RESPONSIBLE

Delanir Cristina Gomes
Accounting Manager
CRC-MG 078.705/O-8 - Accountant

Gregori Ranieri Krieger Mora
Contador - CRC-SC 029.020/O-9 T-MG

EDITAL DE LEILÃO PRESENCIAL E ON-LINE – BANCO BS2 S/A, nova denominação social de BANCO BONSUCESSO S/A, com sede na Av. Raja Gabaglia, nº 1.145, andar 14, Bairro Luxemburgo, em Belo Horizonte/MG, inscrito no CNPJ/MF sob o n.º 71.027.866/000[illegible] constituído, REALIZARÁ pelo Leiloeiro Público Oficial, Dilson Marcos Moreira, devidamente matriculado na JUCEMG sob nº 507, Leilão Público para vender o imóvel consolidado pela Instituição Financeira, nos [illegible] em Belo Horizonte/MG, a saber: Apartamento nº 101 do Edifício Maria Helena, com todas as suas benfeitorias, instalações, pertences e acessórios, sito à Rua Plínio de Morais, nº 885, com direito a [illegible] de condomínio e sua respectiva fração ideal de 1/8 do lote nº 22 do quarteirão 19 do Bairro Cidade Nova em Belo Horizonte/MG, com a área, limites e confrontações de acordo com a planta cadastral respectiva. Registrado no 4º Registro de Imóveis de Belo Horizonte/MG, Matrícula nº 7627, como todas as suas benfeitorias e acessórios, tendo como devedor(es) fiduciante(s): Paulo Márcio Tassara, brasileiro, advogado, OAB/MG 24.348, RG M-46.833 [illegible] sob o regime de comunhão de bens com Neida Amâncio Tassara, coobrigada, avalista, devedora fiduciante, brasileira, professora aposentada, RG 2.275.921 MG, CPF 529.778.446-20, residentes à Rua Dr. Plínio de Morais, nº 885, [illegible] Belo Horizonte/MG. 1) Fica autorizado ao leiloeiro público aqui indicado colocar à venda, em primeiro público leilão, o imóvel acima descrito e caracterizado, a ser realizado no dia 25 de maio de 2022, às 17:00 horas, na [illegible] nº 4697, Bairro Santa Lúcia em Belo Horizonte/MG, por preço não inferior a R$ 450.000,00 (quatrocentos e cinquenta mil reais), de acordo com o disposto no § 1º, do artigo 27, c.c inciso VI, do artigo 24, ambos da Lei 9.[illegible] devendo os interessados pré cadastrarem no site www.casaleiloeira.com.br para receberem a senha de acesso e automaticamente estarão vinculados aos termos de adesão do leilão on-line [illegible] à espécie. 2) Caso o imóvel não alcance no primeiro leilão o lance acima determinado, fica desde já autorizada a realização de segundo público leilão, no dia 01 de junho de 2022, às 17:00 horas, no [illegible] o leilão, pelo maior lance, desde que igual ou superior ao valor da dívida, acrescida de todos encargos, multa, prêmios de seguro e demais encargos contratuais, custas de intimação, tributos, imposto de transmissão - ITBI [illegible] despesas de leiloeiro, editais e eventuais anúncios através da mídia pelo valor de R$ 269.574,63 (duzentos e setenta nove mil quinhentos e setenta e quatro reais e sessenta e três centavos) tudo na forma do disposto nos incisos I e II, do § 3º, do artigo 27, da Lei 9.514/97. 3) Para tanto fica, [illegible] autorizada a publicação dos editais necessários e obrigatórios, em jornal de circulação local, quando houver. 4) Em [illegible] no ato do leilão o sinal de 20% sobre o valor arrematado e mais a comissão de 5% de leilão, sobre o valor da arrematação, de acordo com a legislação que regulamenta a profissão e o restante 80%, [illegible] visitar o imóvel poderão fazê-lo nos dias úteis, desde que haja prévia comunicação à equipe do leiloeiro e concordância do ocupante do imóvel. 5) Em caso de arrematação, quer em primeiro ou segundo leilão, fica estabelecido que: a) Deverá ser expedida, no ato da arrematação, a respectiva carta, devidamente assinada pelo leiloeiro, arrematante, credor fiduciário e 05 (cinco) testemunhas. b) Fica ciente, o arrematante, que o imóvel está ocupado, como fica também notificados os devedores fiduciantes da realização do 1º e do 2º leilão. c) De acordo com a Lei 9.514/97, em seu artigo 27, se o bem estiver locado, a locação deve ser encerrada em 30 dias, após a consolidação da venda. d) O imóvel não possui débitos de IPTU em aberto até a presente data. e) Todas as taxas e impostos correrão por conta do arrematante a partir do momento da imissão na posse do mesmo. Belo Horizonte, 28 de abril de 2022. Dilson Marcos Moreira-Leiloeiro Público [illegible]

PUBLISH THE 22 BALANCE SHEET FROM YOUR NO. COMPANY JOURNAL OF SUSTAINABILITY PUT A YOUR COMPANY AHEAD.

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DIÁRIO DO COMERCIO

VISION ENGENHARIA E CONSULTORIA SA - CNP: 05.537.083/0001-76

Balance sheets on December 31, 2021 and 2020 - (In thousands of reais, unless otherwise indicated)

Active	Controller 2021	2020	Consolidated 2021	2020
Current assets				
Cash and cash equivalents	11.740	4.769	11.733	4.789
Customers	60.844	61.858	23.141	25.458
Stocks	23.935	20.684	24.062	20.811
receivables	25.604	28.115	19.514	22.087
recoverable taxes	8.766	4.718		
Related parties				
Prepaid expenses	1.064	803	1.282	
total current assets	155.062	146.155	150.410	141.592
non-current assets				
Related parties			87	87
Other non-current assets	1.911	1.571	9.152	4.971
Investments	10.562	10.739	16.065	16.065
Immobilized	5.751	4.685	5.765	
Intangible	1.[illegible]	2	68	
Leasing	378		378	
Total non-current assets	18.601	20.487	31.515	25.924
total assets	180.973	166.642	181.925	167.516

Liabilities and Shareholders' Equity	Controller 2021	2020	Consolidated 2021	2020
Current Liabilities				
Suppliers 3,516	32.055	30.838	32.091	30.858
obligations Advances and financings	45.383	14.093	9.870	42.163
Related parties Tax installment payments	11.999	9.670	12.289	
Financial leasing Third-party				
equipment **Total current**				
liabilities Non-current liabilities	1.251	964	1.271	202
	202			
	176	923		
	121.795	134.175	122.643	
Suppliers			- 2.728	
Loans and financing from customers	21.117	14.242	21.117	14.242
Tax installments	1.784	345	1.793	351
financial leasing				
Total non-current liabilities	23.444	20.547	23.450	20.[illegible]
Net worth				
Capital social	3.000	3.000	3.000	3.000
goodwill reserves	17.875	17.875	17.875	17.875
reserve profits	1.652	1.652	601	1.652
legal reserve	601	601		601
Advance for future capital increase	23.128	23.128	23.128	23.128
	1.172	24.300	24.300	24.300
Total shareholders' equity	166.642	181.925	167.516	
Total liabilities and shareholders' equity	158,460	(118,571)	39,889	158.460

The statements with their explanatory notes are available at the Company's headquarters.

Statement of changes in equity for the years ended December 31, 2021 and 2020
(In thousands of reais, unless otherwise indicated)

	Capital social	AFAC	Goodwill reserve	Legal reserve	Profit reserve	Retained earnings	Total
Balances on December 31, 2019	3.000	1.172	17.875	601			22.648
Net income for the year						4.707	4.707
Minimum distributed dividends						(1.177)	(1.177)
Additional distributed dividends						(1.878)	(1.878)
Advance for future capital increase							
Balances on December 31, 2020	3.000	1.172	17.875	601	0	1.652	24.300
Profit Reserve						(1.652)	(1.652)
Net income for the year						4.362	4.362
Minimum distributed dividends					1.652	(1.091)	561
Additional distributed dividends						(3.271) 0	(3.271)
Balances on December 31, 2021	3.000	1.172	17.875	601	1,652		24.300

The statements with their explanatory notes are available at the Company's headquarters.

Statement of cash flows for the years ended December 31, 2021 and 2020
(In thousands of reais, unless otherwise indicated)

	Controller 2021	2020	Consolidated 2021	2020
Cash flow from operating activities				
Income for the year before IRPJ/CSLL	5.996	7.647	5.996	7.647
Adjustments to reconcile profit:				
Depreciation, amortization	1.576	806	1.586	822
Loan interest	7.583	1.374	7.583	1.374
Equity	177	159		
Monetary variations	1.[illegible]			(2.940)
(Increase) decrease in assets				
receivables	6.578	(22.856)	6.578	(22.548)
	(15.717)	3.368	(15.718)	
recoverable taxes	(4.048)	(4.213)	(4.048)	(4.214)
Stocks	2.317	(9.752)	2.317	(9.752)
Other credits	(4.659)	(4.862)		
Prepaid expenses	6		6	
Increase (reduction) of liabilities				
Suppliers	(1.511)	18.843	(1.495)	2.329
Social and tax obligations	2.574	2.419	(23.143)	30.901
advances from customers	(23.143)	(1.161)	(813)	(1.190)
tax installment payment	(747)	(747)	794	(6.979)
Other obligations	(7.069)			795
Cash generated by operating activities				1.887
Cash flow from investing activities				
Acquisition of fixed assets	(3.002)	(1.411)	(3.002)	5 5 (1.411)
Write-off due to the sale of fixed assets		5		5
Cash used in investment activities	(2.997)	(1.406)	(2.997)	(1.406)
Financing activity cash flow				
Entry of loans and financing	62.091	24.508	62.091	24.508
Loan payments and financing	(36.673)	(7.130)	(36.673)	(7.130)
Cash flow from shareholder financing activities				
dividends paid	(4.362)	(3.054)	(4.362)	(3.054)
Advance for future capital increase				
Related party	(4.109)	(13.412)	(4.046)	(13.356)
Cash used in financing activities	16.947	912	17.010	968 6.971 1.457 6.944
Increase in cash and cash equivalents	1.449	4.769	3.312	4.789 3.340 11.740
Cash and cash equivalents at the beginning of the year	4.769	11.733	4.789	6.971 1.457 6.944
Cash and cash equivalents at the end of the year	1.449			
Increase in cash and cash equivalents				

The demonstrations with their explanatory notes are at available at the Company's headquarters.

Statement of income for the years ended on December 31, 2021 and 2020 - (In thousands of reais)

	Parent Company 2021	2020	Consolidated 2021	2020
gross operating income	334,580			
Revenue from services rendered	303,824	334,580	303,824	(31,320)
	(36,060)		(36,060)	(31,320)
Net operating revenue	303.260	267.764	303.260	267.764
Cost of goods and services rendered	(285.973)	(249.434)	(286.095)	(249.539)
gross profit	17.287	18.330	17.165	18.225
General and Administrative Expenses				
General and Administrative Expenses	(9.231)	(8.549)	4.918 65	(9.258)
Other recipes	(177)	(159)	4.918	65
Equity				
Operating profit before financial result	12.797	9.687	12.825	9.697
Financial income	3.582	691	3582	(10.383) (2.731)
Financial expenses	(10.411)	5.996	7.647	5.996
Profit before tax on profit				7.647
Income tax	(1.187)	(2.141)	(447)	(1.187) (2.141)
Social contribution	(799)	4.362	4.707	(447) (799)
Net income for the year	3.002	3.002	1,45	1,57 4.362 4.707
Number of shares (lot thousand)				3.002 3.002
Net earnings per share (in reais)				1,45 1,57

The statements with their explanatory notes are at available at the Company's headquarters.

Statement of comprehensive income for the years ended on December 31, 2021 and 2020 - (In thousands of reais)

	Grades	Controller 2021 2020		Consolidated 2021 2020	
Net income for the year		4.362	4.707	4.362	4.707
Other comprehensive income					
comprehensive income		4.362	4.707	4.362	4.707

The demonstrations with their explanatory notes are at available at the Company's headquarters.

VISION ENGENHARIA E CONSULTORIA SA

CNPJ: 05.537.083/0001-76

LUISA MARIA CARVALHO DE LIMA

CRC no 046328 - Accountant

MOTA ENGIL ENGENHARIA E CONSTRUÇÃO SA
CNPJ: 15.321.765/0001-09

Balance sheet on December 31 - (In Reais)

ACTIVE	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	469.472	3.379.848
Customers	96.166.130	110.842.043
Inventory	[illegible]	[illegible]
Tax recoverable Related parties.	26.875.126	9.035.224
Other assets	2.360.455	2.360.455
Prepaid expenses	3.209.174	720.607
Total current assets	544.112	966.514
NON-CURRENT ASSETS	[illegible]	[illegible]
Deferred IRPJ and CSLL	[illegible]	[illegible]
Immobilized	1.557.313	3.820.561
Total non-current assets	**5.396.465**	**3.820.561**
Total Assets	**153.053.657**	**146.078.732**
LIABILITIES AND SHAREHOLDERS' EQUITY	**2021**	**2020**
CURRENT LIABILITIES		
Suppliers	20.869.491	38.754.000
Loans and financing taxes to be collected	5.250.000	9.645.706
	14.947.287	18.043.051
Taxes in installments	1.386.074	
Salaries and social charges	29.655.634	24.000.058
Related parties	64.081.782	59.097.718
advances from customers	12.805.329	
Total current liabilities	**148.986.537**	**144.570.533**
NON-CURRENT LIABILITIES		
Loans and financing		- 1.607.618
Taxes in installments	5.646.033	
Total non-current liabilities	**5.646.033**	**1.607.618**
Total liabilities	**154.632.570**	**146.178.151**
NET WORTH		
Capital social - Exterior	2.210.000	2.210.000
Accumulated losses	(3.788.913)	(2.309.419)
Total equity	**(1.578.913)**	**(99.419)**
Total Liabilities and Shareholders' Equity	**153.053.657**	**146.078.732**

Income Statement on December 31 - (In Reais)

	2021	2020
NET REVENUE FROM SERVICES	769.960	11.781.339
COSTS OF SALES AND SERVICES RENDERED	(1.068.008)	(10.362.152)
GROSS PROFIT	**(298.048)**	**1.419.186**
OPERATING INCOME (EXPENSES):		
General and Administrative Expenses	(68.017)	(67.830)
Other operating income, net	(3)	4.656
Total	**(68.020)**	**(63.174)**
OPERATING PROFIT BEFORE FINANCIAL RESULT	**(366.068)**	**1.356.013**
FINANCIAL RESULT		
Financial income	77.625	132.637
Financial expenses	(1.344.585)	(1.613.462)
	(1.266.960)	**(1.480.824)**
LOSS BEFORE INCOME TAX AND SOCIAL CONTRIBUTION (1,633,028) (124,812)		
INCOME TAX AND SOCIAL CONTRIBUTION		
Chains	18.298	(414.884)
Deferred	135.236	
LOSS FOR THE YEAR	**(1.479.494)**	**(539.695)**

Administrative Council
Horácio Fernando Lopes Zenha Reis e Sá - Chairman of the Board of Directors

board
. Mário Jorge de Melo Faria de Barros. . Pedro João Quaresma Bagulho
Miguel Paiva Caldeira Gormicho Boavida . José Carlos Barroso Pereira Pinto Nogueira

Attorneys . Mário
Rui Sousa de Oliveira Couto . Rui Alexandre Dias Caetano . Rui Pedro Pinheiro de Almeida Dias Simões

Accountant
Thaís Nery de Assunção - CRC 111.456/O-0

"The complete financial statements, including the Explanatory Notes and the Independent Auditors' Report are available at the Company's headquarters"

EDUARDO FARES ZANOTTI
CEO

PAULO HENRIQUE WANNIC MATTOS
CFO

ALEXANDRE AUGUSTO SILVA BARCELOS
Investment Director

GREGORI RANIERI KRIEGER MORA
CRC-SC 029.020/O-9 T-MG - Contador

The complete Financial Statements, including the Explanatory Notes and the Independent Auditors' Report without exception, are available at available at the Company's headquarters and also on the newspaper's website: diariodocomercio.com.br/puplicidade-legal

Gustavo Costa Aguiar Oliveira, Official Auctioneer MAT. JUCEMG nº 507, will hold an online auction, through the Portal: www.gpleiloes.com.br Opening: 05/06/2022. Closing: 05/31/2022 at from 10:00 am. Goods: Equipment and furniture. Client: **Espaço Eventos e Promo ções Ltda.** Information about visitation and complete announcement on the website or by tel.: (31) 3241-4164.

SICOOB CECREF INFORMS:
The President of the Board of Directors of the Cooperative of Economy and Mutual Credit of the Servers of the Hospital Foundation and Employees of the Hospital Establishments of Belo Horizonte, Metropolitan Region and Zona da Mata Ltda - Sicoob Cecref, informs the readjustments of the Cooperative's rates, presented and voted in the Ordinary and Extraordinary General Meeting, on 04/19/2022: Administration Fee from R$4.50 to R$10.00; FAS - Social Assistance Fund from R$3.00 to R$5.00; Administration Fee for the UNIMED BH Health Plan from 2% to 3%, as of May 2022.
Belo Horizonte, April 29, 2022.
(a) Eugênio de Souza Costa
Chairman of the Board of Directors

ELASA ELO ALIMENTAÇÃO S/A - CNPJ: 03.300.974/0001-89

Balance sheet ending in: - (amounts expressed in reais)

ACTIVE	31/12/2021	31/12/2020
CURRENT	**63.223.183**	**49.849.983**
Cash and Cash Equivalents	7.620.430	5.791.249
Customers	25.598.840	20.672.873
advances	6.555.375	7.647.833
Stock	3.889.072	2.860.338
Recoverable Taxes	13.027.364	9.080.278
Contractual Deposits	6.507.578	3.772.618
Expenses Next Year	24.525	24.795
NOT CIRCULANT	**3.622.524**	**7.153.784**
Judicial deposits	1.259.166	4.058.781
Investments	71.670	71.670
Immobilized	2.291.688	3.023.333
TOTAL ASSETS	**66.845.707**	**57.003.767**

PASSIVE	31/12/2021	31/12/2020
CURRENT	**32.905.090**	**28.856.911**
Suppliers	10.363.292	10.963.406
Labor and Social Security Obligations	7.178.680	6.322.941
Taxes and Contributions	6.557.092	4.271.797
advances	56.948	20.567 528.602
Other obligations	537.184	8.220.476
Loans and Financing	6.741.014	
NOT CIRCULANT	**12.905.996**	**13.347.782**
Loans and Financing	9.175.100	11.559.068
Taxes and Contributions	3.506.883	1.581.769
Other bills to pay		
commissions payable	224.014	206.945
NET WORTH	**21.034.621**	**14.799.074**
Capital Social	1.619.360	1.619.360
Profit Reserve	3.202.479	698.921
legal reserve	323.872	323.872
Capital Reserve	12.442.909	8.710.920
Advance for future Increase of Capital	3.446.000	3.446.000
TOTAL LIABILITIES	**66.845.707**	**57.003.767**

Statement of Changes in Shareholders' Equity for the year ended December 31, 2021 - (amounts expressed in reais)

Description	Capital reservations	Let them go. in the future aum. capital	Reservation Legal	Reservation capital	social of Total Profits
Balance on December 31, 2019	1.619.360	3.446.000	323.872	8.710.920	9.157.187 23.257.339
Distributed Profits					(386.000) (386.000)
Net Income for the Year					- (8.072.265) (8.072.265)
Grant Reserve					
Balance on December 31, 2020	1.619.360	3.446.000	323.872	8.710.920	698.921 14.799.074
Distributed Profits					(770.227) - (770.227)
Grant Reserve				3.731.989	(3.731.989) - 7.005.775
Net Income for the Year					7.005.775
Balance on December 31, 2021	1.619.360	3.446.000	323.872	12.442.909	3.202.479 21.034.621

Income Statement for the year ended in: -
(amounts expressed in reais)

	31/12/2021	31/12/2020
Net operating revenue	**164.375.099**	**132.748.748**
Cost of Goods Sold	(64.842.912)	(51.853.550)
Personnel Cost	(59.868.037)	(55.940.872)
gross profit	**39.664.151**	**24.954.326**
Operating Expenses/Revenues	**(29.623.465)**	**(31.715.064)**
With Adm Staff	(6.747.946)	(7.681.167)
General and Administrative	(24.515.239)	(23.770.195)
Tax	(4.638.051)	(291.467)
Other Operating Income	6.277.772	27.765 **10.040.686**
Operational result	**(6.760.737)**	
Financial result	**(1.882.010)**	**(1.417.986)**
Financial expenses	(2.821.643)	(3.083.603)
Financial income	939.633	1.665.617 30.656
non-operating income	106.458	30.656 109.099
non-operating income	(2.641)	
non-operating expense		
Profit/Loss before Income Tax	**8.189.331**	**(8.072.265)**
Income tax and social contribution	(1.183.556)	
Profit/Loss after Income Tax	7.005.775	(8.072.265)

Indirect Cash Flow Statement for the year ended: -
(amounts expressed in reais)

	31/12/2021	31/12/2020
Loss/Net profit for the period	7.005.775	(8.072.265)
Cash flow from operating activities		
Adjustments to net income for the year with cash generated by operating activities:		
Fixed asset depreciation in the current year	1.021.957	1.473.412
	8.027.732	**(6.598.854)**
Increase/decrease in operating assets:		
Accounts receivable from customers	(4.925.966)	(175.357)
Stocks	(1.028.734)	336.465
recoverable taxes	(3.947.087)	2.251.609
advances	1.092.458	959.861 64.925
Other current and non-current assets	86.920	**(8.744.404)**
	3.459.499	
Increase/decrease in operating liabilities:		
Suppliers	(600.114)	1.870.438
Labor and social obligations	1.287.309	(720.151)
tax obligations	1.282.742	(141.165)
Other current and non-current liabilities	2.540.962	1.339.112
Related Parties		
	4.510.899	**2.348.233**
Net cash applied to operating activities	**3.794.227**	**(791.121)**
Cash flow from investing activities		
Addition in investment activities		49.889
addition to fixed assets	(290.312)	(285.102)
Net cash from investing activities	**(290.312)**	**(235.214)**
Cash flow from financing activities		
Dividend Payments	(770.227)	(386.000)
Loans and financing	(904.506)	1.992.210
Net cash from financing activities	**(1.674.734)**	**1.606.210**
Increase/Decrease of cash and cash equivalents	1.829.181	579.875
Cash and cash equivalents at the beginning of the year	5.791.249	5.211.374
Cash and cash equivalents at the end of the year	7.620.430	5.791.249
Increase/Decrease of cash and cash equivalents	**1.829.181**	**579.874**

Explanatory Notes to the Financial Statements December 31, 2021 and 2020

1. Operational Context - The purpose of the company is to provide collective meals in public or private companies, in hospitals, prisons and similar areas; provision of school meals; provision of outsourced labor; provision of management services for industrial restaurants; provision of support services for restaurant activities; provision of cleaning and building and industrial conservation services; provision of food, foodstuffs, hotels and leisure on vessels and in onshore and offshore oil extraction companies; snack bars, bars and the like; chamber services, prison management and co-management services; leasing and subleasing of equipment for industrial kitchens, snack bars, laundry, vehicles, refrigeration containers and the like; wholesale trade of goods in general, with a predominance of food products; retail trade of food products in general or specialized in food products not otherwise specified; wholesale trade of goods in general, with no predominance of food or agricultural inputs; maritime agency activities; wholesale trade of clothing and accessories for professional and work safety use; wholesale trade of hardware and tools; retail trade of hardware and tools; specialized wholesale trade of construction materials not otherwise specified; wholesale trade of steel and metallurgical products, except for construction; wholesale trade of machinery and equipment for industrial use; parts and pieces; wholesale trade of personal hygiene products; retail trade of cosmetics, perfumery and personal hygiene products; wholesale trade of hygiene, cleaning and home care products; retail trade of household sanitizing products; wholesale trade of machinery, apparatus and equipment for agricultural use; parts and pieces; retail trade of other products not previously specified; wholesale trade of building materials in general; retail trade of building materials in general; wholesale trade of paints, varnishes and the like; retail trade of paints and materials for painting; wholesale trade of lubricants; retail trade of lubricants; wholesale trade of bed, table and bath articles; retail trade of bed, table and bath items; packaging wholesale trade; wholesale trade of office and stationery articles retail trade of stationery articles; wholesale trade of computer equipment; wholesale trade in computer supplies; specialized retail trade of computer equipment and supplies; slaughter of cattle, pigs, sheep and goats; industrialization and commercialization of meat products; manufacture of sandwiches in general; franchise administration; and may also participate in other companies, as partners, shareholders or quota holders.

2. Main Accounting Practices - The Company's financial statements are prepared in accordance with the accounting practices established by the Brazilian Corporate Law. The main ones are as follows: (a) - Financial Investments - These are recorded at cost, plus income earned up to the balance sheet date, consistent with market values. (b) - Inventories - Inventories are stated at average purchase cost, lower than replacement costs or realizable values. (c) - Current and Non-Current Assets - Other assets are presented at their realizable value, including, when applicable, earnings and monetary variations earned. (d) - Property, plant and equipment - Presented at historical cost, restated up to December 31, 1996, pursuant to legislation. Depreciation of Fixed Assets in operation is calculated based on the estimated useful life of the assets, using the straight-line method, observing the stated rates. (e) - Current and Non-Current Liabilities - Stated at known or estimated amounts, plus, when applicable, the resulting charges and monetary variations incurred. (f) - Income Tax - The provision for income tax is made on taxable income, considering the exclusions and additions provided for in tax legislation. (g) - Income and Expenses - These are recognized on an accrual basis. (h) - Net Revenue and the breakdown of Operating Revenue - Sales Returns - Sales Taxes.

	2021 R$	2020 R$
Operating income	189.583.957	154.420.738
Sales/Return Tax	25.208.858	21.671.990
Net Revenue	**164.375.099**	**132.748.748**

3 - Stocks

	2021 R$	2020 R$
Raw Materials/Inputs	3.497.504	2.494.092 201.635
Finished products	94.457	16.670 130.887
Intermediate Products	13.737	14.619 159.525
merchandise for resale	126.282	**3.889.072**
consumption stock		**2.860.338**
Total		

4 - Fixed Assets

	Cost Original	Depreciation accumulated	2021 BRL Liquid	2020 R$ Net
land	76,988	- 76,988	76,988	2,400,109 (2,336,801)
Vehicles	63,307	116,693		
furniture and Utensils	2.475.544	(2.340.503)	135.041	173.781
Machines and Equipment	8.359.037	(7.417.844)	941.193	1.101.495 45.406
Brands and patents	45.406	45.571	3.702.133	(3.509.267) 192.867
Other Improvements	245.770	(284.070)	76.660	114.929
Software	360.730			
Equipment Computing	1,468,704	(1,258,906)	209,797	275,449 6,198,017
Hospitality	(5,647,588)	550,428	872,658	**24,796,355 (21,773,022)**
Total	**2,291,688**	**3,023,333**		**5 - Loan Terms and Financing**

Short term	2021 R$	2020 R$
Bradesco	2.881.081	4.165.217 500.794
Financing card BNDES Bank	442.700	687.331 248.289
Santander Banco	4.151.269	1.884.808
Itaú	**8.220.476**	**6.741.014**
Total		

Long term	2021 R$	2020 R$
Bradesco	2.914.325	2.193.356 360.570
BNDES card financing	608.733	1.112.161
Santander Bank	1.806.848	4.788.044
Itau bank	6.950.131	**9.175.100**
Total	**11.559.068**	

Luciana Carolina de Souza Noli - CEO
ELASA - Elo Alimentos S/A
Cristiane Saraiva Martins - Accountant CRC/MG 088570/0-9

Independent Auditors' Report on the Financial Statements

To the Administrators and Shareholders of **Elasa – Elo Comida S/A.**
Belo Horizonte – MG

We audited the financial statements of **Elasa – Elo Comida S/A.,** ended December 31, 2021 and 2020, which comprise the balance sheet, statements of income, changes in equity and cash flows for the period ended on that date , as well as the summary of the main accounting practices and other explanatory notes.

Responsibility of the Management regarding the financial statements - The Company's management is responsible for the preparation and adequate presentation of these financial statements in accordance with the accounting practices adopted in Brazil for Small and Medium-sized Companies (Technical Pronouncement CPC PME - Accounting for Small and Medium-Sized Companies) and such internal controls as it has determined are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of independent auditors - Our responsibility is to express an opinion on these financial statements based on auditing standards, conducted in accordance with Brazilian and international auditing standards. These standards require compliance with ethical requirements and are carried out with the objective of obtaining security in the financial statements. The audit involves performing selected procedures to obtain evidence regarding the amounts and disclosures presented in the financial statements. The procedures depend on the auditor's judgment, including the assessment of risks of material misstatement in the financial statements. In this risk assessment, the auditor considers the internal controls relevant to the preparation and fair presentation of the company's financial statements. An audit also includes evaluating the appropriateness of accounting practices made by management as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion - In our opinion, the financial statements of **Elasa – Elo Comida S/

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AETHRA AUTOMOTIVE SYSTEMS SA

CNPJ/MF 41.757.527/0001-42

Balance Sheet - Year ended December 31, 2021 - In thousands of reais, except basic and diluted loss per share

Active	parent company 31/12/2021	parent company 31/12/2020	Consolidated 31/12/2021	Consolidated 31/12/2020
Current				
Cash and cash equivalents (Note 6)	3.671	6.704	26.497	10.263
Trade accounts receivable (Note 7)	28.843	83.906	81.762	176.985
Inventories (Note 8)	151.703	65.818	87.899	68.711
Taxes recoverable (Note 9)	84.908	41.021	3.808	10.932
Advances to suppliers	42.699			
Too many accounts receivable	7.839			
	319.663	228.625	399.963	308.132
Not CIRCULANT				
achievable in the long term				
Inventories (Note 8)		20.526		20.526
Taxes recoverable (Note 9)	79.621	102.228	2.860	85.209
Judicial deposits (Note 21)	2.837	63.388	55.579	9.924
Deferred taxes (Note 15)				1.334
Too many accounts receivable				
	145.869	181.170	160.296	189.929
Investments (Note 10)	193.500	159.434	714	348.822
Fixed Assets (Note 12)	537.451	11.685	13.462	2
Intangible assets (Note 14)	11.460	13.090		
Other assets				
Right of use (Note 13)	2 61.717	2 71.796		
	615.501	782.818	773.622	813.354
total assets	1.081.033	1.011.443	1.173.585	1.121.486

Liabilities and equity	parent company 31/12/2021	parent company 31/12/2020	Consolidated 31/12/2021	Consolidated 31/12/2020
Current				
Suppliers (Note 16)	133.930	137.243	164.683	155.911
Loans and financing (Note 17)	198.410	16.240	8.766	204.743
Leases (Note 13)	9.022	65.554	45.201	9.022
Salaries and social charges	120.385	117.215		150.651
Advances from customers (Note 18)	30.016	15.294	7.075	30.016
Other obligations (Note 19)	15.541			24.414
taxes payable				5
Income tax and social contribution				
Tax obligations (Note 20)	46.328	44.324		74.674
Too many bills to pay				5
Related parties (Note 11)	90.466	14.682		
	700.930	414.762	745.889	471.971
Not CIRCULANT				
Loans and financing (Note 17)	133.446	338.685	13.910	136.817
Other obligations (Note 19)	42.469	131.137		42.469
Tax obligations (Note 20)	117.482	60.767	68.064	147.853
Leases (Note 13)	2.377	1.926		8.972
Provision for contingencies (Note 21)				9.896
Too many bills to pay				
	341.637	568.626		389.179
Equity (Note 22)				
Capital social	226.964	226.964	226.964	226.964
Asset valuation adjustments	62.214	66.224	(250.712)	(265.133)
Accumulated losses	(265.133)			
	38.466	28.055	38.466	28.055
Participation of non-controlling				51 58
Total equity	38.466	28.055	38.517	28.113
Total liabilities and shareholders' equity	1.081.033	1.011.443	1.173.585	1.121.486

Management's explanatory notes are an integral part of the financial statements.

Statement of changes in equity - Year ended December 31, 2021 - In thousands of reais, except basic and diluted loss per share

	Capital social	Asset valuation adjustments	losses accumulated	Shareholders' equity of the parent company	Participation of non-controlling	Consolidated shareholders' equity
On December 31, 2019	226.964	72.640	(154.589)	145.015	15	145.030
Comprehensive income for the year						
loss for the year			(113.261)	(113.261)	(24)	(113.285)
Exchange variation of subsidiary located abroad		(3.699)		(3.699)	67	(3.632)
Total comprehensive income for the year		(3.699)	(113.261)	(116.960)	43	(116.917)
Realization of assigned cost		(2.717)	2.717			
On December 31, 2020	226.964	66.224	(265.133)	28.055	58	28.113
Comprehensive income for the year						
profit for the year			11.833	11.833	(14)	11.819
Exchange variation of subsidiary located abroad		(1.422)		(1.422)	7	(1.415)
Total comprehensive income for the year		(1.422)	11.833	10.411	(7)	10.404
Realization of assigned cost		(2.588)	2.588			
On December 31, 2021	226.964	62.214	(250.712)	38.466	51	38.517

Management's explanatory notes are an integral part of the financial statements.

Income Statement - Year ended December 31, 2021
In thousands of reais, except basic and diluted loss per share

	Controller 12/31/2021	Controller 12/31/2020	Consolidated 31/12/2021	Consolidated 31/12/2020
Net income (Note 23)	920.265	546.836	1.239.469	715.476
Cost of goods sold and services rendered	(844.102)	(613.803)	(1.084.850)	(764.531)
Gross Profit / (Loss)	76.163	(66.967)	154.619	(49.055)
Operating income (expenses)				
With sales	(3.128)	(3.815)	(4.954)	(10.056)
general and administrative	(48.091)	(49.587)	(70.261)	(69.721)
Equity	30.806	1.031		
Other (expenses) / operating income, net	9.893	1.635	7.729	26.355
Operating profit (loss)	65.643	(117.703)	87.133	(102.477)
Financial expenses	(66.824)	(66.440)	(80.276)	(75.907)
Financial income	5.201	4.898	6.533	4.941
Exchange variations, net	4	4.206	(51)	2.966
Financial result (Note 24)	(61.619)	(57.336)	(73.794)	(68.000)
Profit (Loss) before income tax and social contribution	4.024	(175.039)	13.339	(170.477)
Deferred income tax and social contribution (Use 15)	7.809	61.778	7.719	57.192
Current income tax and social contribution (Use 15)			(9.239)	
Profit (Loss) for the year	11.833	(113.261)	11.819	(113.285)
Number of shares	226.964.145	226.964.145		
Earnings (Loss) per share (basic and diluted) - BRL (Use 22)	0,05	(0,50)		
Assigned to:				
Company's Shareholders			11.833	(113.261)
Participation of non-controlling			(14)	(24)
			11.819	(113.285)

Management's explanatory notes are an integral part of the financial statements.

Statement of comprehensive income - Year ended December 31, 2021
In thousands of reais, except basic and diluted loss per share

	Controller 31/12/2021	Controller 12/31/2020	Consolidated 31/12/2021	Consolidated 31/12/2020
Profit (Loss) for the year	11.833	(113.261)	11.819	(113.285)
Other components of comprehensive income				
Items to be subsequently reclassified to the result				
Exchange variation of subsidiary located abroad	(1.422)	(3.699)	(1.415)	(3.632)
Total comprehensive income for the year	10.411	(116.960)	10.404	(116.917)
Assigned to:				
Company's Shareholders			10.411	(116.960)
Participation of non-controlling			(7)	43
			10.404	(116.917)

Management's explanatory notes are an integral part of the financial statements.

Statements of cash flows - Year ended December 31, 2021
In thousands of reais, except basic and diluted loss per share

	parent company 31/12/2021	parent company 31/12/2020	Consolidated 31/12/2021	Consolidated 31/12/2020
Cash flows from operating activities				
Profit (Loss) before income tax and social contribution	4.024	(175.039)	13.339	(170.477)
Adjustments for:				
Depreciation and amortization	39.296	43.700	51.960	54.264
Loss on write-off of property, plant and equipment (Note 12)	4.089	249	4.591	867
Loss on write-off of investment Loss on	714		714	
write-off of right of use Equity	(539)		(539)	
equivalence Financial charges	(30.806)	(3.213)		
on loans and financing (Note17)	30.110	27.007	31.204	28.145
Financial charges on leases (Note 13)	7.952	7.199	7.952	7.199
Financial charges on tax obligations (Note 20)	6.614	4.101	8.557	5.618
Non-Controlling			(14)	(24)
Changes in assets and liabilities				
Accounts receivable from customers	2.187	(11.399)	29.170	(48.240)
Stocks	(49.413)	16.985	(59.057)	24.357
Taxes to recover	3.517	31.952	(1.360)	30.788
Advances to suppliers	(3.195)	(26.893)	(31.232)	(28.018)
Too many accounts receivable	(4.031)	1.392	(5.436)	(1.179)
Related parties	75.784	9.530		
Suppliers	(8.787)	101.784	3.298	107.341
Salaries and social charges	20.351	2.298	24.914	6.611
advances from customers	3.170	80.315	52.297	78.734
Taxes payable and installments	579	197	16.676	16.323
Other bills to pay	450	(488)	4.464	4.659
judicial deposit	(23)		336	
Cash from operations	102.043	109.677	151.834	116.968
Interest on loans paid (Note 17)	(27.314)	(10.289)	(28.426)	(10.931)
Interest on leases paid (Note 13)	(7.952)	(7.199)	(7.952)	(7.199)
Net cash generated by operating activities	66.777	92.189	115.456	98.838
Cash flows from investing activities				
Acquisition of fixed assets (Notes 12 and 25)	(14.779)	(30.785)	(39.689)	(35.572)
Acquisition of intangible assets (Note 14)	(379)	(2.363)	(404)	(2.359)
Investment in subsidiaries (Note 10)	(5.396)	(3.397)		
Net cash used in investment activities	(20.554)	(36.545)	(40.093)	(37.931)
Cash flows from financing activities				
Amortization of loans (Note 17)	(25.865)	(41.136)	(30.270)	(43.696)
Paid leases (Note 13)	(9.553)	(9.297)	(9.553)	(9.297)
Other obligations	(13.838)		(19.306)	
Net cash used in financing activities	(49.256)	(50.433)	(59.129)	(52.993)
Increase (Decrease) in cash and cash equivalents, net	(3.033)	5.211	16.234	7.914
Cash and cash equivalents at the beginning of the year	6.704	1.493	10.263	2.349
Cash and cash equivalents at the end of the year	3.671	6.704	26.497	10.263

Management's explanatory notes are an integral part of the financial statements.

Management's explanatory notes to the financial statements as of December 31, 2021 - In thousands of reais, unless otherwise indicated

1 General information
Aethra Sistemas Automotivos SA (the "Company" or "Aethra") and its subsidiaries (together, the "Group"), headquartered in Betim, State of Minas Gerais, was incorporated in 1992, succeeding its affiliate and predecessor, Hammer Indústria de Autopeças Ltda., whose activities began in 1974, with the manufacture of stamped parts. Currently, the Company is dedicated to the development of products for vehicle bodywork, from its origins in design, project elaboration, prototype production, construction of medium and large-sized tools to the production of parts, assemblies, systems and complete cabins. .

In its economic group, the Company also has:
Aethra Indústria e Comércio de Carrocerias Ltda. ("AKC"), a company in the automotive sector engaged in the design and manufacture of truck cabins for MAN (Volkswagen), at its plant located in the city of Resende – RJ.

Aethra Sistemas Automotivos Argentina SA. ("Aethra Argentina"), a company controlled by Aethra, incorporated in 2011, and located in Córdoba, Argentina, whose objective is to serve the automotive sector, initially intended for the production of Fiat's Pálio and Siena models, having Its production started in January 2013.
Flamma Automotiva SA ("Flamma") headquartered in Pouso Alegre (MG), Flamma produces parts and cabins painted in their definitive color, from the development of raw materials to the final product, passing through the processes of stamping, welding, painting and assembly. With a relevant customer base, which includes several automakers such as Ford Caminhões, Scania, Mitsubishi, DAF, Mercedes Benz, Man among others.
Financial situation
In view of the lengthening of the global economic crisis as well as the fight against COVID, the Shareholders and the Board of Directors of Aethra Sistemas Automotivos took measures to face the drop in activity in the automotive sector through a medium and long-term Action Plan.
From 2017 to 2021, Aethra completed some important actions, among which we highlight in chronological order:

In December 2017, it concluded the restructuring of the financial debt with the main creditors, representing approximately 85.7% of the total debt at the time, including a reduction in the average financial cost and variable amortization flow in the main contracts, adapting its debt profile to the generation of the Company's cash flow and the growth perspectives of the Brazilian economy in the medium and long term.
In November 2018, shareholders carried out the sale of a property owned by their heritage company, reverting all proceeds from the transaction to the operation of Aethra, including increasing the share capital by R$ 23,570 in 2018 and R$ 4,600 in 2019 .

It is also worth mentioning that, in September 2019, Aethra qualified PIS and Cofins credit with the Brazilian Federal Revenue Service in the amount of R$ 216,290, due to the final and unappealable decision in the records of Writ of Mandamus No. 2008.38. 00.022660-6, which questions the inclusion of ICMS in the calculation basis of said contributions (Note 9).

Other actions are in progress with the aim of completing the financial balance sought by the Company, aiming at recovering the net consolidated working capital, still negative on December 31, 2021, in the amount of R$345,926 (R$163,839 on December 31, 2020) .

Among these actions in progress, we are working on reducing the number of employees, paying tax debts in installments and extending liabilities with customers and suppliers, which are resulting in the reversal of operating losses recorded in the Company's last fiscal years.

It is worth highlighting relevant actions adopted in 2021 to reduce Costs and Expenses, such as:
• Closure of the prototype unit in Caiçara (BH) in July 2021, with a reduction in Costs and Expenses of around BRL 200 per month, resulting in annual savings of BRL 2.4 million and making the asset available for sale; • Closing of the manufacturing units in São José dos Pinhais
(PR) in September. Production was directed to MG, with an estimated annual reduction of R$ 5 million per year;

• Reduction of indirect labor and administration (extinction of leadership positions, reduction of Management Positions), with an estimated annual reduction of R$ 12 million;
• There was a review of the scope of service providers (security, cleaning, return of leased fleet, etc.), which reduced expenses by BRL 500 thousand per month, which will result in savings of BRL 6.0 million per year;
• Aethra's operation in Argentina was finalized and is expected to shut down completely by the end of December 2022, resulting in savings of R$ 6 million per year in rent. • Studies related to the maximization of tax credits, with
the incorporation of a Group company, Flamma Automotiva S/A, with the aim of freeing up cash for the Group's operations in an annual reduction of R$ 12 million.
We highlight its main indicators in December 2021: (i) Net Revenue reached the amount of R$1,239,469, an increase of 73.24% compared to the same period of 2020, of R$715,476; (ii) gross profit for the year ended December 31, 2021 was R$154,619 (equivalent to 12.47% of Net Revenue), against a gross loss of R$49,055 (equivalent to -6.86% of Net Revenue), in same period of 2020, these results demonstrating the company's financial recovery.

Considering the production volumes scheduled by the automakers for 2022, the volumes already produced in the first quarter of 2022, the new projects in which the Company participates and which start production in 2022, tooling revenues already programmed, important reductions in costs and expenses already implemented and still to be implemented, existence of a relevant balance of tax credits to be used in the coming years, renegotiation completed in 2022 of the current debt (see explanatory note No. 27), in addition to the expectation of selling certain assets to raise funds, management of the Company understands that it will have sufficient resources to fulfill its obligations, considering the planning of the operation and its cash flows for the next years, becoming an efficient company, with adequate leverage and capital structure already in the next two years.

In view of the above, despite the situation listed above indicating the existence of relevant uncertainty that may raise significant doubts as to the capacity of its operational continuity, the Company's Management concluded that the assumption of the continuity of operations remains appropriate and, therefore, the financial statements were prepared based on this premise.

The issuance of these financial statements was approved by the Company's management on April 29, 2022.
2 Summary of main accounting policies
The main accounting policies applied in the preparation of these financial statements (hereinafter "financial statements") are set out below. These policies have been consistently applied in all years presented, unless otherwise stated.

2.1 Basis of preparation and presentation
The individual and consolidated financial statements were prepared in accordance with accounting practices adopted in Brazil ("BR GAAP"). Accounting practices adopted in Brazil include those included in Brazilian corporate law and pronouncements, guidelines and technical interpretations issued by the Accounting Pronouncements Committee – CPC and approved by the Federal Accounting Council – CFC.

Management declares that all relevant information specific to the financial statements, and only these, are being evidenced and correspond to those used by Management in its management.
The financial statements were prepared considering historical cost as the value basis.
In the individual financial statements, subsidiaries are accounted for using the equity method adjusted to the proportion held in the Group's contractual rights and obligations. The same adjustments are made to both the individual financial statements and the consolidated financial statements to arrive at the same result and shareholders' equity attributable to the Company's shareholders.

The preparation of financial statements requires the use of certain critical accounting estimates and also the exercise of judgment by the Company's management in the process of applying accounting policies. Those areas that require a higher level of judgment and are more complex, as well as areas in which assumptions and estimates are significant for the financial statements, are disclosed in Note 3.

2.2 Consolidation
The Company consolidates all entities over which it has control, that is, when it is exposed or has rights to variable returns from its involvement with the investee and has the capacity to direct the relevant activities of the investee.

Subsidiaries are fully consolidated from their incorporation date, which is the date on which the Company obtains control, and continue to be consolidated until the date on which this control ceases to exist.
The subsidiary's financial statements are prepared for the same reporting period as the parent company, using consistent accounting policies. All intergroup balances, income and expenses and unrealized gains and losses arising from intergroup transactions are eliminated in full.
Aethra uses the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair value of the assets transferred, liabilities incurred and equity instruments issued by the company. The consideration transferred includes the fair value of assets and liabilities arising from a contingent consideration agreement, when applicable. Acquisition-related costs are recorded in income for the year as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are initially measured at fair values on the acquisition date. Excess: (i) transferred consideration; (ii) the value of the non-controlling interest in the acquiree; and (iii) the fair value on the acquisition date of any previous equity interest in the acquiree, in relation to the fair value of the Group's interest in the acquired identifiable net assets is recorded as goodwill . When the total consideration transferred, the non-controlling interest recognized and the measurement of the previously held interest is less than the fair value of the net assets of the acquired subsidiary, the difference is recognized directly in the income statement for the year.

In July 2018, considering that the accumulated inflation in the last three years in Argentina was above 100%, the application of the accounting and disclosure standard in a highly inflationary economy became required.
The Company applied CPC 42 – "Accounting in a hyperinflationary economy" as an accounting practice for the purposes of Accounting and Disclosure of a Highly Inflationary Economy in its financial statements for the accounting of the subsidiary in Argentina. The financial statements of an entity whose functional currency is the currency of a highly inflationary economy, whether based on the historical cost approach or the current cost approach, shall be expressed in terms of the measurement unit current at the balance sheet date and translated to Real at the closing exchange rate for the year.

The consolidated financial statements comprise Aethra Sistemas Automotivos SA and its subsidiaries Aethra Indústria e Comércio de Carrocerias Ltda. ("AKC"), Aethra Sistemas Automotivos Argentina SA ("Aethra Argentina"), Flamma Automotiva SA ("Flamma").

2.4 Foreign currency conversion
(a) *Functional currency and presentation currency*
Items included in the financial statements of each of the Group's companies are measured using the currency of the main economic environment in which the company operates ("the functional currency"). The individual and consolidated financial statements are presented in BRL, which is the Company's functional currency and also the Group's presentation currency.

(b) Transactions and balances
Transactions with foreign currencies are translated into the functional currency, using the exchange rates prevailing on the transaction dates or on the valuation dates, when the items are remeasured.
Foreign exchange gains and losses relating to borrowings, cash and cash equivalents are presented in the statement of income within "Exchange rate changes, net".
(c) *Group companies with different functional currency*
The results and financial position of all Group entities, whose functional currency is different from the presentation currency, are translated into the presentation currency, as follows:
(i) Assets and liabilities in each balance sheet presented are translated at the closing rate on the balance sheet date.

(ii) Income and expenses for each statement of income are translated at the average monthly exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the dates of the transactions, in which case the income and expenses are converted at the rate on the dates of the operations).
(iii) All resulting exchange differences are recognized as a separate component in shareholders' equity, under "Carrying value adjustments".
On consolidation, exchange differences arising from the translation of the net investment in foreign operations are recognized in equity. When a foreign operation is partially disposed of or sold, exchange differences that were recorded in equity are recognized in the income statement as part of the gain or loss on the sale.

The following Group subsidiaries have a functional currency different from the parent company's currency:

Empresa	Country	functional currency
Aethra Sistemas Automotivos Argentina SA	Argentina	Argentine Peso

2.5 Cash and cash equivalents Cash and cash equivalents include cash on hand, bank deposits, other highly liquid short-term investments, with original maturities of up to three months, and with insignificant risk of change in value .
2.6 Financial assets
Aethra classifies its financial assets under the following measurement categories:
• Measured at amortized cost; It is
• Measured at fair value (either through other comprehensive income or through profit or loss).
The classification depends on the Company's business model for managing financial assets and the contractual terms of cash flows.

The amortized cost of a financial asset corresponds to the amount at which the financial asset is measured on the date of initial recognition, less the amortization of the principal amount, plus accumulated amortization using the effective interest rate method of any difference between the initial amount and the amount at maturity, adjusted for any allowance for losses. The gross carrying amount of a financial asset corresponds to the amortized cost of a financial asset before adjusting for any allowance for losses.

The Company did not have financial assets measured at fair value in any of the years presented.
2.7 Accounts receivable from customers
Accounts receivable from customers correspond to amounts receivable from customers for the sale of goods or provision of services in the normal course of Aethra's activities. If the receipt period is equivalent to one year or less, accounts receivable are classified in current assets. Otherwise, they are presented in non-current assets.

Accounts receivable from customers are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method less the allowance for doubtful accounts ("PCLD" or "impairment") . In practice, they are recognized at the amount of the invoices, considering the short period of receipt.

2.8 Stocks
Inventories are stated at cost or net realizable value, whichever is lower. Cost is determined using the weighted average cost method. The cost of finished goods comprises raw materials, direct labor, other direct costs and related production overheads (based on normal operating capacity). The net realizable value is the estimated selling price in the ordinary course of business, less execution costs and selling expenses.

2.9 Fixed Assets
Land and buildings comprise mainly factories and offices.
On January 1, 2009, the Company opted for the option established by ICPC 10, of recording the cost attributed to the costs of land, buildings, machinery and equipment, according to the appraisal report issued by a specialized company.

Subsequent costs are included in the carrying amount of the asset or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with these costs will flow and can be reliably measured. The book value of replaced items or parts is written off.
All other repairs and maintenance are recorded against income for the year, when incurred.
Land is not depreciated. Depreciation of other assets is calculated using the straight-line method to allocate their costs to their residual values over their estimated useful lives, as follows:

	Years
buildings and improvements	25-37
Industrial equipment and facilities	5-15
Other fixed assets	2-10

Residual values and useful lives of assets are reviewed and adjusted, if appropriate, at the end of each financial year. The carrying amount of an asset is immediately written down to its recoverable amount when the carrying amount of the asset is greater than its estimated recoverable amount (Note 2.11).
Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized in "Other (expenses)/operating income, net" in the income statement.
2.10 Intangible assets
Software
Software licenses are capitalized based on the costs incurred to acquire the *software* and get it ready to use. These costs are amortized over their estimated useful lives at the rates described in Note 14.

Costs associated with maintaining *software* are recognized as expenses as incurred. Development costs that are directly associated with identifiable and unique *software* , controlled by the Company and that are likely to generate economic benefits greater than the costs for more than one year, are recognized as intangible assets. *Software* development costs recognized as assets are amortized using the straight-line method over the useful lives of the items comprising it, at the rates described in Note 14.
2.11 *Impairment* of non-financial assets Assets
that have an indefinite useful life are not subject to amortization and are tested annually to identify any need for impairment . Assets that are subject to depreciation or amortization are reviewed for *impairment* whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An *impairment* loss is recognized when the asset's carrying amount exceeds its recoverable amount, which represents the higher of an asset's fair value less costs to sell and its value in use. Non-financial assets that have been adjusted for *impairment* are subsequently reviewed for the analysis of a possible reversal of the *impairment* on the reporting date.

2.12 Suppliers
Accounts payable to suppliers are obligations to pay for goods or services that were acquired from suppliers in the normal course of business, being classified as current liabilities if payment is due within a period of up to one year. Otherwise, accounts payable are presented as non-current liabilities.
They are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method. In practice, they are normally recognized at the amount of the corresponding invoice, considering the short payment period.

2.13 Loans and financing
Loans and financing are initially recognized at fair value, net of costs incurred in the transaction and are subsequently stated at amortized cost. Any difference between the amounts raised (net of transaction costs) and the total amount payable is recognized in the income statement during the period in which the loans are outstanding, using the effective interest rate method.

Loans and financing are classified as current liabilities, unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.
General and specific borrowing and financing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, which is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale, are capitalized as part of the cost of the asset when it is probable that they will result in future economic benefits for the entity and such costs can be measured reliably. Other borrowing costs are recognized as an expense in the year in which they are incurred.

2.14 Provisions
Provisions (labor, civil and tax) are recognized when: (i) the Group has a present or non-formalized obligation *(constructive obligation)* as a result of events that have already occurred; (ii) it is probable that an outflow of resources will be required to settle the obligation; and (iii) the amount can be reliably estimated.
Provisions are measured at the present value of the expenditures expected to be required to settle the obligation, using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the obligation due to the passage of time is recognized as a financial expense.

2.15 Current and deferred income tax and social contribution
Income tax and social contribution expenses for the year comprise: current and deferred taxes. Income taxes are recognized in the statement of income, except to the extent that they relate to items recognized directly in equity or comprehensive income.

In this case, the tax is also recognized in equity or comprehensive income.
Current income tax and social contribution are calculated based on the tax laws in force on the date of presentation of the financial statements, on taxable income. The rates of these taxes, currently defined, are 25% for income tax and 9% for social contribution (Note 15).
Current income tax and social contribution are presented net, by taxable entity, in liabilities when there are amounts payable, or in assets when amounts paid in advance exceed the total due on the reporting date.

Deferred income tax and social contribution are recognized using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax and social contribution assets are recognized only in proportion to the probability that future taxable income will be available against which the temporary differences can be used.

Deferred income tax assets and liabilities are presented net in the balance sheet when there is a legal right and intention to offset them when calculating current taxes, generally related to the same legal entity and the same tax authority. Accordingly, deferred tax assets and liabilities in different entities or in different countries are generally presented separately, and not net.

2.16 Employee benefits
profit sharing
Aethra recognizes a liability and a profit-sharing expense based on methodology, which takes into account the profit attributable to the Company's shareholders after certain adjustments. Aethra recognizes a provision when it is contractually obligated or when there is a past practice that has generated a non-formalized obligation *(constructive obligation).*

2.17 Capital social
Common shares are classified in shareholders' equity.
2.18 Revenue recognition
(a) **Sale of products and services**
Revenue is measured at the fair value of the consideration received or receivable, less any estimated returns, trade discounts and/or bonuses granted to the buyer and other similar deductions, and presented at its net value.

Sales revenue is recognized in accordance with the requirements of CPC 47, with the following steps being evaluated:
• Identification of contracts with customers;
• Identification of performance obligations;
• Determining the transaction price;
• Allocation of transaction price to performance obligations;
• Revenue recognition when (or as) the entity satisfies a performance obligation.
Products and services are developed and sold based on customer contracts and purchase orders, made to order, and delivered under the customer's own approval, authorization and schedule.
The Company adopts as a revenue recognition criterion, therefore, the date on which the product is delivered to the buyer, since this represents the moment in which the right to consideration becomes unconditional. (b) **Financial income** Financial income is recognized over time on an
accrual basis, using the effective interest rate method.

2.19 Distribution of dividends and interest on equity
The distribution of dividends and interest on equity to the Company's shareholders is recognized as a liability in Aethra's financial statements at the end of the year, based on the Company's bylaws. Any amounts above the mandatory minimum are only accrued on the date they are approved by the Board of Directors.

The tax benefit of interest on shareholders' equity is recognized in the income statement.
2.20 Earnings per share
Basic and diluted earnings/losses per share are calculated by dividing net income for the year attributable to holders of common shares in the parent company by the weighted average number of common shares outstanding during the year. The Company does not have instruments that could potentially dilute profit/
loss per share.
2.21 Leases
Leases are recognized as a right-of-use asset and a corresponding liability on the date the leased asset becomes available for use by the Group. Each lease payment is allocated between liabilities and interest expenses. Financial expenses are recognized in profit or loss during the lease period. The right-of-use asset is depreciated over the useful life of the asset or the lease term using the straight-line method, whichever is shorter.

Assets and liabilities arising from a lease are initially measured at present value.
Lease payments are discounted using the interest rate implicit in the lease. If this rate cannot be readily determined, the lessee's incremental borrowing rate is used, which is the rate that the lessee would have to pay on a loan to obtain the funds needed to acquire an asset of similar value, in a similar economic environment. , with equivalent terms and conditions.

To determine the incremental borrowing rate, the Group, whenever possible, uses as a starting point rates of recent third-party financing, adjusted to reflect changes in financing conditions since such third-party financing was received;

The Group is exposed to potential future increases in variable lease payments based on an index or rate, which are not included in the lease liability until they are realised. when the adjustments
when lease payments based on an index or rate are realized, the lease liability is revalued and adjusted against the right-of-use asset.

Lease payments are allocated between principal and interest expenses. Financial expenses are recognized in profit or loss over the lease period to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Right-of-use assets are measured at cost, according to the following items:
• the initial measurement amount of the lease liability; • any upfront direct
costs; and If the Group is reasonably
certain that it will exercise a call option, the right-of-use asset is depreciated over the useful life of the underlying asset.

Payments associated with short-term leases of equipment and vehicles and all leases of low-value assets are recognized using the straight-line method as an expense in profit or loss. Short-term leases are those with a term of 12 months or less. Low value assets include IT equipment and small items of office furniture.

2.22 Adoption of new and revised IFRSs
The following standards were adopted for the first time for the year beginning on January 1, 2021 and had no material impact on the Group:

Pronouncement	Description
IFRS 4 (CPC 11), IFRS 7 (CPC 40(R1)), IFRS 9 (CPC 48), IFRS 16 (CPC 06(R2)) and IAS 39 (CPC 38) Impact of the initial adoption of the amendments to the Reference Interest Rate Reform – Phase 2 (Effective for annual periods beginning on or after January 1, 2021)	Interbank Offered Rates (IBORs) are reference interest rates such as LIBOR, EURIBOR and TIBOR. However, recent market discussions have called into question the long-term viability of these benchmarks. Thus, in August 2020, the IASB issued the Reference Interest Rate Reform (Amendments to IFRS 4(CPC 11), IFRS 7 (CPC 40(R1)), IFRS 9(CPC 48), IFRS 16 (CPC 06(R2)) and IAS 39(CPC 38) - Phase 2). No relevant impacts were identified on the Company's financial statements.
IFRS 16 (CPC 06 (R2)) - Impact of the initial application of Amendment to IFRS 16 (CPC 06 (R2)) - Lease Concessions Related To Covid 19(Applicable for annual fiscal years or periods beginning on or after June 30, 2021)	In May 2020, the IASB issued Covid-19 Rent Leases (Amendments to IFRS16/CPC 06(R2)) which sets out practical steps for lessees in accounting for rent concessions incurred as a direct result of COVID-19. The practical expedient allows the lessee to opt out of assessing whether the COVID-19 related lease grant is a lease modification. A lessee electing must account for any change in lease payments resulting from the COVID19-related lease grant applying IFRS 16 as if the change were not a lease modification, assuming payments due on or before 30 June 2021. Due to the ongoing nature of the impacts of the COVID19 pandemic, in March 2021 the IASB issued an amendment to the practical expedient, which extended its applicability to said payments originally due on or before June 30, 2022. No relevant impacts were identified on the Company's financial statements.

2.23 New standards that are not yet in force
On the date of authorization of these financial statements, the Company did not adopt the new and revised standards below, which have already been issued and are not yet effective:

Pronouncement	Expectation beginning of validity	Description
IFRS 17	01/01/2023	Insurance Contracts
Amendments to IFRS 10 - Consolidated Statements and IAS 28 (amendments)	Not yet defined by IASB	Sale or Contribution of Assets between an Investor and its Affiliate or Joint Venture
Amendments to IAS 1	01/01/2023	Classification of Liabilities as Current or Not Current
Amendments to IFRS 3	01/01/2022	Reference to the Conceptual Framework
Amendments to IAS 16	01/01/2022	Fixed Assets - Resources Before Intended Use
Amendments to IAS 37	01/01/2022	Onerous Contracts - Cost of Fulfillment Contract
Annual Improvements to the Cycle IFRSs2018–2020	01/01/2022	Amendments to IFRS 1 - Initial Adoption of Standards International Accounting, IFRS 9 - Instruments Financial, IFRS 16 - Leases, and IAS 41 - Agriculture
Amendments to IAS 1 and IFRS Statement of Practice	01/01/2023	Disclosure of Accounting Policies
Amendments to IAS 8	01/01/2023	Definition of Accounting Estimates
Amendments to IAS 12	01/01/2023	Deferred Tax Related to Assets and Liabilities Result of a single action

The Company's Management does not expect significant impacts arising from the application of these new standards.
3 Critical Accounting Estimates and Judgments
Accounting estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events considered reasonable under the circumstances.
Based on assumptions, the Group makes estimates regarding the future. By definition, the resulting accounting estimates will rarely equal the related actual results. The estimates and assumptions that present significant risks, likely to cause a material adjustment to the carrying amounts of assets and liabilities for the next fiscal year, are included below:

(i) **Provisions for contingencies**
The Group recognizes a provision for tax, civil and labor risks. The assessment of the likelihood of loss includes an assessment of the available evidence, the hierarchy of laws, the available jurisprudence, the most recent court decisions and their relevance in the legal system, as well as the assessment of external lawyers.
Provisions are reviewed and adjusted to take into account changes in circumstances, such as applicable statute of limitations, conclusions of tax inspections or exposures identified as the basis for new matters or court decisions.

(ii) **Useful life of property, plant and equipment**
Depreciation of property, plant and equipment is calculated using the straight-line method over the useful lives of the assets. The useful life is based on a report by the Company's independent consultants, which are reviewed regularly.
(iii) **Incremental rate on the lessee's loan** The Group is unable to
determine the implicit discount rate to be applied to its lease agreements. Therefore, the incremental rate on the lessee's borrowing is used to calculate the present value of the lease liabilities at initial contract registration.

The incremental rate on the lessee's loan is the interest rate that the lessee would have to pay when borrowing funds to acquire an asset similar to the asset subject to the lease, for a similar term and with similar collateral, the funds necessary to obtain the asset with a value similar to the right-of

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AETHRA AUTOMOTIVE SYSTEMS SA

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Management's explanatory notes to the financial statements as of December 31, 2021 - In thousands of reais, unless otherwise indicated

The adoption of CPC 06(R2) allows the incremental rate to be determined for a group of contracts, since this choice is associated with the validation that the grouped contracts have similar characteristics.

The Group adopted the referred practical expedient of determining groupings for its lease agreements in scope because it understands that the effects of its application do not differ materially from the application to individual leases. The size and composition of the portfolios were defined according to the following assumptions: (a) assets of similar natures and (b) similar remaining terms in relation to the date of initial investment.

(iv) **Determination of the lease term**
In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option or not to exercise a termination option. Extension options (or periods following termination options) are included in the lease term only when there is reasonable certainty that the lease will be extended (or not terminated).

For leases of land, offices and warehouses, the following factors are usually the most relevant:

• If termination (or non-extension) incurs significant penalties, it is reasonably certain that the Group will extend (or not terminate).

• If there are improvements to third-party properties with a significant residual balance, it is reasonably certain that the Group will extend (or not terminate) the lease.
• In addition, the Group considers other factors, including past practice regarding the periods of use of specific types of assets (leased or owned) and duration of leases, and the costs and business disruption required to replace the leased asset.

(v) **Current and deferred income tax and social contribution**
Determining the provision for income tax and social contribution or deferred income tax and social contribution assets and liabilities and any provision for losses on tax credits requires management estimates. For each future tax credit, the Company assesses the likelihood that part or all of the tax asset will not be recoverable. The Company recognizes, when applicable, a provision for loss in cases where it believes that tax credits are not fully recoverable in the future.

(vi) **Impairment of non-financial assets**
Management exercises judgment to assess the existence of events or changes in circumstances that indicate that the carrying amount of non-financial assets is not recoverable. When this is the case, the recoverable amount is calculated to check for loss. When estimating the recoverable amount of non-financial assets, Management made assumptions regarding the net selling price for similar assets, given that the carrying amount of the asset did not exceed its recoverable amount.

(vii) **Measurements of the fair value of financial instruments**
The Company has exercised judgment in concluding that the carrying amounts of the main financial instruments measured at amortized cost and recognized in the financial statements approximate their respective fair values. Said judgment exercised by Management considered the characteristics of these financial instruments, term of realization or liability, as well as the negotiation date.

4 Financial risk management
4.1 Financial risk factors
The activities of the Company and its subsidiaries expose them to various financial risks: market risk, credit risk and liquidity risk. Management seeks to minimize potential adverse effects on the Group's financial performance.

The Company's treasury identifies, evaluates and protects the Group against possible financial risks.
(a) Market Risk
(i) Cash flow or fair value risk associated with interest rate
Aethra's interest rate risk arises from long-term loans and financing. Loans and financing at variable rates expose Aethra to cash flow interest rate risk. Loans and financing at fixed rates expose the Group to fair value risk associated with interest rates. The associated risk arises from the possibility of the Company and its subsidiaries incurring losses due to fluctuations in interest rates that increase financial expenses related to loans and financing. Exposure to interest rates is summarized in Note 17.

The Company carried out sensitivity tests for adverse scenarios (deterioration of the CDI/SELIC rate by 25% or 50% higher than the probable scenario), considering the following assumptions:
• On December 31, 2021, the Company's gross debt is R$341,560, deducting the availability of R$26,497, the Company's net debt totaled R$315,063. Excluding the amount of R$1,141 from this total, with a pre-fixed cost at an average rate of 6.0% per year, referring to operations contracted at a pre-fixed rate. Thus, the net debt subject to the CDI/SELIC variation amounts to R$313,922 on December 31, 2021.

• The scenario considered probable for the next 12 months was estimated at an average rate of CDI/
SELIC of 11.6%, according to information from the Focus Bulletin issued by the Central Bank of Brazil, compared to the average annualized rate of 4.42%, verified in the year ended December 31, 2021.

			Consolidated
	Scenario Likely	Scenario I - 25% deterioration	Scenario II - 50% deterioration
Net debt on December 31, 2021	**315.063**	**315.063**	**315.063**
Pre-fixed rate debts	(1.141)	(1.141)	(1.141)
Net debt subject to CDI/SELIC variation	**313.922**	**313.922**	**313.922**
Average effective CDI rate for the year ended 12/31/2021	4,42%	4,42%	4,42%
Estimated average annual rate of the CDI/Selic according to foreseen scenarios	11,60%	14,49%	17,39%
Effect on financial expenses subject to CDI/SELIC variations - According to the effective rate from January to December 2021 - According to scenarios Increase	(13.875)	(13.875)	(13.875)
	(36.415)	(45.487)	(54.591)
in financial expenses for the next twelve months (ii) **Currency risk**	**(22.540)**	**(31.612)**	**(40.716)**

The associated risk stems from the possibility of Aethra incurring losses due to fluctuations in exchange rates, which reduce nominal amounts billed or increase amounts raised in the market.
The Group's net currency exposure, linked mainly to the US dollar, is as follows:

	Parent Company			Consolidated
	31/12/2021	12/31/2020	12/31/2021	31/12/2020
Foreign market suppliers (Note 16)	(7.373)	(11.399)	(7.565)	(11.399)
net exposure	(7.373)	(11.399)	(7.565)	(11.399)

The sensitivity analysis on the exchange rate, on December 31, 2021, considers the variation in Aethra's functional currency (Reais), against the exchange rates of transactions in foreign currency (US$). This analysis considers that all other variables remained constant, as well as the analysis parameters are similar to those used in the year 2021.

The scenarios presented in the sensitivity analysis for exchange rate risk were determined by an appreciation of 25% and 50% in relation to the equity position, considered as "Scenario 1" and "Scenario 2", respectively, for 2021.

	parent company and consolidated	
	Scenario I (+25%)	Scenario II (+50%)
Loss with projected exchange variation **(b)**	1.843	3.783

Credit risk
Credit risk is managed corporately. Credit risk arises from deposits with banks and financial institutions and from accounts receivable from customers. For banks and financial institutions, the operations agreed by Aethra are carried out with renowned entities in the financial market and of first line. For customers, the commercial and financial areas assess the customer's credit quality, taking into account their financial position, past experience and other factors.

The Company also has a provision for doubtful accounts in the amount of R$ 5,302 on December 31, 2021 (December 31, 2020 - R$ 446) and R$ 5,440 (December 31, 2020 - R$ 446) on parent company and consolidated respectively.

(c) Liquidity risk
It is the risk that the Company does not have sufficient liquid resources to honor its financial commitments, due to the mismatch in term or volume between expected receipts and payments.
In order to manage cash liquidity, assumptions are established for future disbursements and receipts, which are monitored daily by the Treasury area.
Liquidity risk is linked to accounts payable from suppliers, loans and financing, balances payable to related parties and other payable obligations entered into by the Company, which are presented by class of financial instrument. As mentioned in note 1, on December 31, 2021, the Company presented negative consolidated working capital in the amount of R$345,926 (R$163,839 on December 31, 2020).

The table below includes the remaining contractual maturities of financial liabilities.

				parent company
	Value	1-12 months	1-2 years	2-5 years
financial liabilities				
Suppliers	133.930	133.930		
Loans and financing	435.282	256.168	140.643	38.471
Other obligations	43.925	30.016	13.910	
Related parties	90.466	90.446		

				Consolidated
	Value	1-12 months	1-2 years	2-5 years
financial liabilities				
Suppliers Loans	164.683	164.683		
and financing Other obligations **4.2**	448.161	263.404	146.014	38.743
Capital management	43.926	30.016	13.910	

The Company's objectives in managing its capital are to safeguard the Group's ability to continue to offer returns to shareholders and benefits to other stakeholders, in addition to maintaining an ideal capital structure to reduce this cost.

In order to maintain or adjust the capital structure, the Company may review the dividend payment policy, return capital to shareholders, or even issue new shares or sell assets to reduce, for example, the level of indebtedness.

Consistent with other companies in the industry, the Company monitors capital based on the financial leverage ratio. This ratio corresponds to net debt divided by total capital. Net debt, in turn, corresponds to total loans and financing (including short- and long-term loans and financing, as shown in the balance sheet), minus the amount of cash and cash equivalents.

Total capital is calculated by adding shareholders' equity, as shown in the balance sheet, with net debt.

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Total loans and financing (Note 17)	331.856	354.925	341.560	369.052
Cash and cash equivalents and financial investments (Note 6)	(3.671)	(6.704)	(26.497)	(10.263)
Net debt Total	328.185	348.221	315.063	358.789
equity (Note 22)	38.466	28.055	38.517	28.113
Equity and net debt	366.651	376.276	353.580	386.902
Financial leverage ratio - % **4.3 Fair value**	89,51%	92,54%	89,11%	92,73%

estimate
It is assumed that the balances at book value of accounts receivable from customers and suppliers, less loss *(impairment),* are close to their fair values.
Financial instruments carried at fair value are classified according to the valuation method.
The classification was defined as follows: •
Quoted prices (unadjusted) in active markets for identical assets and liabilities (level 1). • Information, other than quoted prices, included in Level 1 that is adopted by the market for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices) (Level 2).
• Inputs for assets or liabilities that are not based on observable market data (ie, unobservable assumptions) (Level 3).

5 Financial instruments by category

	Controller		Consolidated	
Active	31/12/2021	12/31/2020	31/12/2021	31/12/2020
amortized cost				
Cash and cash equivalents	3.671	6.704	26.497	10.263
Accounts receivable from customers	28.843	31.029	54.738	83.906
Judicial deposits	2.860	2.837	9.591	9.924
Too many accounts receivable	7.839	3.808	10.932	6.829
	43.213	44.378	101.758	110.922
Passive				
amortized cost				
Suppliers	133.930	137.243	164.683	155.911
Other obligations	43.926	57.763	43.926	57.763
Loans and financing	331.856	354.925	341.560	369.052
	509.712	549.931	550.169	582.726

6 Cash and cash equivalents

	Controller		Consolidated	
	31/12/2021	12/31/2020	31/12/2021	31/12/2020
cash resources	125	126	135	147
Banks movement account	574	1.577	1.339	5.081
Financial investments	2.972	5.001	25.023	5.035
	3.671	6.704	26.497	10.263

On December 31, 2021, the investments correspond to investments in CDB and have an annual weighted average remuneration of 50% of the Interbank Deposit Certificate ("CDI") rate (50% on December 31, 2020).

7 Accounts receivable from customers

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Accounts receivable from customers	33.972	31.457	60.178	84.352
Accounts receivable from related parties (Note 11)	173	18		
Provision for *impairment* of accounts receivable from customers	(5.302)	(446)	(5.440)	(446)
	28.843	31.029	54.738	83.906

The breakdown of accounts receivable by maturity is as follows:

	parent company			Consolidated
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
To win	28.843	31.029	52.842	81.418
Overdue:				
Up to 30 days			736	965
Between 31 and 60 days			154	116
Between 61 and 90 days			33	
Over 90 days	5.302	446	6.413	1.853
	34.145	31.475	60.178	84.352
Allowance for doubtful debts	(5.302)	(446)	(5.440)	(446)
	28.843	31.029	54.738	83.906

Changes in the provision for *impairment* of accounts receivable from the Company's customers are as follows:

	Controller		Consolidated	
	31/12/2021	12/31/2020	31/12/2021	31/12/2020
Balance at the beginning of the fiscal year	446	2.114	446	2.145
Constitution (Reversal) of Provision	4.856	(1.668)	4.994	(1.699)
Balance at the end of the fiscal year	5.302	446	5.440	446

On December 31, 2021, accounts receivable from customers in the amount of R$ 7,336 (December 31, 2020 - R$ 2,934), in the consolidated, are overdue, but for which no allowance was made for doubtful accounts for all these items. These accounts for which no provision was made, refer to a series of independent customers who have no recent history of default and, therefore, the Company does not expect a loss on these balances.

The constitution and write-off of the allowance for doubtful accounts were recorded in income for the year. The amounts debited to the provision account are written off when funds are actually received.
The maximum exposure to credit risk at the reporting date is the carrying amount of each class of receivables mentioned above. The Company does not maintain any security as collateral.
8 stocks

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Finished and semi-finished products	10.652	6.167	16.481	9.904
Products under development	16.189	13.160	18.448	14.615
Tooling	86.712	33.090	86.917	33.093
Raw material	38.150	29.345	55.139	39.790
total current	151.703	81.762	176.985	97.402
Tooling - Non-current		20.526		20.526
Total	151.703	102.288	176.985	117.928

(i) Basically refer to tooling and prototypes in the development and production process. During the year ended December 31, 2020, the Company wrote off, as a contra entry to the cost of goods sold and services provided, amounts related to discontinued projects or projects with no expectation of realization, in the amount of R$63,671.

9 Tributes to recover

	Controller		Consolidated	
	12/31/2021	12/31/2020	31/12/2021	31/12/2020
IRPJ and CSLL to be recovered		3.544	151	4.434
Recoverable withholding tax	2.022	1.717	2.058	1.781
ICMS on direct and indirect materials and inputs	32.412	19.163	32.550	19.201
COFINS (i)	71.496	91.346	74.655	91.380
PIS(i)	41.624	40.320	42.310	40.497
ICMS on fixed assets	4.248	5.573	7.017	6.891
Other taxes and contributions to be recovered	12.727	6.383	14.367	7.564
	164.529	168.046	173.108	171.748
Current 68,711 Non-current 103,037	84.908	65.818	87.899	
	79.621	102.228	85.209	

(i) Refers, substantially, to credit arising from the exclusion of ICMS from the PIS and COFINS calculation base. On June 12, 2019, the decision handed down in the records of Writ of Mandamus No. 2008.38.00.022660-6 became final, with the credit of the contributions having been authorized by the Federal Revenue Service of Brazil for compensation with federal taxes as of September 2019. The estimated term for full compensation of credits is five years. With the decision of the Federal Supreme Court in May/2021 on the exclusion of ICMS from the PIS/Cofins base, the subsidiary Flamma raised an amount of R$ 3 million in PIS/COFINS credits for the period from March/2017 to June/ 2018, considering that the company did not have an individual process on the subject. Credits were estimated considering the exclusion of ICMS as highlighted in the invoices, and will be used to offset existing debts, in accordance with current legislation.

10 Investments
(a) **Breakdown of investments**

	Controller		Consolidated	
	12/31/2021	12/31/2020	31/12/2021	31/12/2020
Investment in subsidiaries	169.397	132.459		
Gain on net assets acquired (i)	24.103	26.261		
Other investments		714		714
	193.500	159.434		714

(i) On December 20, 2013, Aethra completed the purchase of 100% of the shares of Automotiva Usiminas SA (currently Flamma Automotiva SA – "Flamma"). On the acquisition date, the seller undertook not to create or control in Brazil another company that competes with Aethra's business, as well as not to carry out an activity in Brazil that could classify it as a company that competes with the Company's business, for 3 years, except in relation to those companies in which the Seller already holds an equity interest prior to the closing date. The fair value of the non-compete clause was measured using the *With and Without method (Income*

approach) at R$1,391, whose amortization was completed in 2016. On that date, the fair value of property, plant and equipment was R$205,717, including a capital gain of R$48,308, measured using the replacement method (cost approach) *with* useful life remnant of about 30 years. The balance shown on December 31, 2021 is net of amortization and depreciation for the year.

Amortization recorded in income for the year was R$2,158 (2020 – R$2,182).
(b) **Subsidiary information**

	AKC		Aether Argentina				The flame	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020	31/12/2021	31/12/2020		
Company's shares/quotas	99.900	99.900	102.532.256	102.532.256	99,90%		412.493	412.493 100%
Company's share Equity Net	99,90%	99,64%	99,56%	8.658	10.579	11.225	2.627	100,00%
income (loss) for the	12.865	(4.625)	(6.085)				146.005	112.635 33.370
year The company Vesta Engenharia	4.207						6.648	

Ltda was merged on September 2, 2019 by Aethra Sistemas Automotivos SA Information on subsidiaries Aethra Norte de Minas, in Montes Claros – Minas Gerais and Aethra Nordeste, in Goiana – Pernambuco, are not being presented due to their irrelevant values, and because they are in the process of closing.

(c) **Movement of investments**

	AKC	Aethra Argentina	Flame	Total
		6.025		
Balances on January 1, 2020	831		105,987	112.843
Capitalization (i)		20.102		20.102
Conversion adjustment in subsidiaries abroad		(3.700)		(3.700)
Equity	2.624	(6.058)	6.648	3.214
Balances on December 31, 2020	8.649	11.175	112.635	132.459
Capitalization (i)		5.396		5.396
Conversion adjustment in subsidiaries abroad		(1.422)		(1.422)
Equity	4.202	(4.608)	33.370	32.964
Balances on December 31, 2021	12.851	10.541	146.005	169.397

In addition to the subsidiaries indicated above, in 2012 Aethra Indústria e Comércio de Sistemas Automotivos do Norte de Minas Ltda., in the city of Montes Claros/MG, and Aethra Indústria e Comércio de Sistemas Automotivos do Nordeste, in the city of Goiana/ PE, both dedicated to the supply of Stampings, Welded Assemblies, Rear Axle, Heat Deflectors, Rear Bumper Support, Suspension Arms and the respective tools for these items; these companies are in the study and project preparation phase and have not had operations since their incorporation.

(i) In 2021, refers to the capital increase in Aethra Argentina in cash carried out by the Parent Company. In 2020, it refers to the capital increase carried out in the subsidiary Aethra Argentina through compensation of amounts receivable from said subsidiary and capital increase in cash.
(d) **Financial information**
The summarized financial information relating to each of the subsidiaries is presented below.

	The flame		AKC		Aether Argentina	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Current assets	168.423	72.281	26.680	11.929	5.176	4.613
non-current assets	168.031	147.885	7.254	12.510	6.363	7.984
current liabilities	152.020	57.955	11.960	12.581	960	1.372
non-current liabilities	38.430	49.576	9.109	3.200		
Shareholders' equity attributable to owners of the Parent Company	146.005	112.635	12.852	8.650	10.541	11.176
minority interests			13	8	38	49
net income	268.891	140.283	58.145	35.644	268	
Income for the year	33.370	6.648	4.207	2.627	(4.625)	(6.085)

11 **Transactions with related parties**
(a) **Equity balances - Parent company**
The Company's balances with related parties are as follows:

				31/12/2021
	AKC	The flame	Rhea	Total
Active				
Current				
Accounts Receivable - Note 7		103		103
		103		103
Passive				
Current				
Advances (ii)	16.967	73.499		90.466
	16.967	73.499		90.466

				31/12/2020
	AKC	flame	Rhea	Total
Active				
Current				
Accounts Receivable - Note 7		18		18
Advances to suppliers (i)			113	113
		18	113	131
Passive				
Current				
Advances (ii)	5.384	9.298		14.682
	5.384	9.298		14.682

(i) The balance with Rhea refers to an advance on rent for the property used by the Cedep unit, located in Belo Horizonte, Minas Gerais. Rhea Empreendimentos Imobiliários Ltda has common partners with Aethra Sistemas Automotivos SA

(ii) Refers to advances made to subsidiaries Flamma and AKC for the supply of parts and remittance of funds.

Accounts receivable from customers classified as related parties arise mainly from sales operations and mature within 30 days. The sale of products to related parties is carried out in accordance with the terms and conditions agreed between the related parties, respecting the transfer pricing rules applied in the country.

Amounts payable to related companies classified as advances are mainly due to input purchase operations and fall due within 30 days after the date of purchase. Acquisitions are made in accordance with the terms and conditions agreed between the related parties, respecting the transfer pricing rules applied in the country. **(b) Transactions between related parties - Parent company**

Transactions with related parties resulted in the following amounts:

			31/12/2021
	The flame	Rhea	Total
Gross sales revenue (i)	10.274		10.724
Other (expenses)/operating income, net (ii)		(1.815)	(1.815)

			31/12/2020
	The flame	Rhea	Total
Gross sales revenue (i)	9.982		9.982
Other (expenses)/operating income, net (ii) (2,178)		(2.178)	

(i) On December 31, 2021, the amount of R$10,724 in revenue (December 31, 2020 - R$9,982) refers to parts sold by Aethra to Flamma.
(ii) Expenses with Rhea refer to the rental of
the property used by the Cedep unit, located in Belo Horizonte, Minas Gerais.

(c) Equity balances - Consolidated
The consolidated balances of related parties correspond to transactions carried out with Rhea Empreendimentos Imobiliários Ltda. and related to the rent of industrial property and with Rhea Turismo related to travel expenses, as shown below:

	31/12/2021	31/12/2020
Passive		
Current		
advances		113
		113

(d) Transactions between related parties - Consolidated
In December 2021, the Company incurred rental costs with Rhea related to the property used by the Cedep unit in Belo Horizonte/MG, in the amount of R$1,815 (on December 31, 2020 – R$1,089). In November 2021, the contract with Rhea was terminated.

12 Fixed Assets
(a) Composition of the balance

					parent company
	Land, buildings and improvements	Equipment and facilities industrial	Others	Construction in progress	Total
Cost	142.710	609.362	21.958	13.415	787.445
Accumulated depreciation	(36.504)	(381.960)	(20.159)		(438.623)
Balance on December 31, 2021	106.206	227.402	1.799	13.415	348.822
Cost	142.709	598.691	21.721	9.590	772.711
Accumulated depreciation	(34.529)	(361.680)	(19.176)		(415.385)
Balance on December 31, 2020	108.180	237.011	2.545	9.590	357.326

					Consolidated
	land, buildings and improvements	Equipment and facilities industrial	Others	Construction in progress	Total
Cost	228.290	893.672	27.333	19.899	1.169.194
Accumulated depreciation	(64.398)	(539.731)	(25.143)		(629.272)
Balance on December 31, 2021	163.892	353.941	2.190	19.899	539.922
Cost	227.259	864.076	26.745	13.882	1.131.962
Accumulated depreciation	(59.957)	(510.798)	(23.756)		(594.511)
Balance on December 31, 2020	167.302	353.278	2.989	13.882	537.451

(b) Movement of property, plant and equipment

					parent company
	Land, buildings and improvements	Equipment and facilities industrial	Others	Construction in progress	Total
Balance on December 31, 2019	110.154	234.422	3.591	8.356	356.523
Additions		25.900	274	1.234	27.408
Accumulated depreciation	(1.974)	(23.244)	(1.139)	(67)	(26.357)
Write-off of assets		(181)			(248)
Balance on December 31, 2020	108.180	237.011	2.545	9.590	357.326
Additions		12.927	237	7.089	20.253
Accumulated depreciation	(1.974)	(21.711)	(983)		(24.668)
Write-off of assets		(825)		(3.264)	(4.089)
Balance on December 31, 2021	106.206	227.402	1.799	13.415	348.822

					Consolidated
	Land, buildings and improvements	Equipment and facilities industrial	Others	Works in progress	Total
Balance on December 31, 2019	169.341	359.485	4.892	545,660	11.942
Additions	1.134	28.586	274	2.202	32.196
Accumulated depreciation	(3.173)	(34.010)	(1.727)		(38.910)
Write-off of assets		(155)	(450)	(262)	(867)
Controller conversion adjustment		(628)			(628)
Balance on December 31, 2020	167.302	353.278	2.989	13.882	537.451
Additions	2	35.587	307	9.281	45.177
Accumulated depreciation	(3.412)	(32.658)	(1.106)	(1.327)	(37.176)
Write-off of assets		(939)		(3.264)	(4.591)
Controller conversion adjustment					(939)
Balance on December 31, 2021	163.892	353.941	2.190	19.899	539.922

As noted in Note 17, some fixed assets are pledged as collateral for loan and financing operations.

During the 2020 financial year, Aethra reviewed the recoverable value of the plants and corresponding equipment in view of the unexpected weak performance. The automotive industry was severely affected during the year by the impacts of the COVID-19 pandemic. In view of the above, the entire chain came to an abrupt standstill, with a gradual return to activity levels throughout the year.

The assessment of the impairment loss was based on fair value less costs to sell the plants and corresponding equipment, which is based on recent market prices of assets with similar age and obsolescence. In 2020, fair value less the cost of sale was higher than the value in use and, therefore, not suffering any adjustment to the book value.

As of December 31, 2021, Management has not identified indications that property, plant and equipment could be recorded at amounts greater than the respective recoverable amounts.
13 leases
The Group leases land, offices and warehouses under non-cancelable operating leases. Lease terms are from five to twelve years, and most lease agreements are renewable at the end of the period at the market rate.

Lease terms are individually negotiated and contain a wide range of different terms and conditions. The leasing agreements do not contain restrictive clauses, however the leased assets cannot be used as loan guarantees, with the exception of the São José dos Pinhais / PR manufacturing unit Agreement, which is a Sale & LeaseBack agreement within the *period* of 12 years from November/ 2018. **(i) Balances recognized in the balance sheet**

The balance sheet contains the following lease-related balances:

	December 31, 2021	December 31, 2020
Right of Use Assets		
Buildings & Office	61.717	71.796
lease liabilities		
Current	8.766	9.022
Not CIRCULANT	60.767	68.064
	69.533	77.086

(ii) Balances recognized in the income statement
The income statement includes the following lease-related amounts:

	31/12/2021	31/12/2020
Depreciation charge of right-of-use assets (including in costs and expenses - total depreciation charge)		
Buildings & Office	12.618	11.783
Interest expenses (included in financial expenses)	7.952	7.199

(iii) Additional disclosures The
Group estimated the discount rates, based on the risk-free interest rates observed in the Brazilian market, for the terms of its contracts, adjusted to its reality ("credit spread"). The table below shows the rates practiced taking into account the average terms of the contracts:

Contracts by term and discount rate

Terms	Taxa % aa
5 years	9,6
12 years - Sale&leaseback	8,2

lease liabilities

Changes in lease liability balances are shown in the table below:

	31/12/2021	31/12/2020
Balance on December 31, 2020	**77.086**	**83.722**
accrued interest	7.952	7.199
interest paid	(7.952)	(7.199)
Lease remeasurement adjustment	6.677	4.963
Payments	(9.553)	(9.297)
Write-off of contracts	(4.677)	(2.302)
Balances of lease liabilities on December 31, 2021	69.533	**77.086**

The Group presents, in the table below, the analysis of its contracts based on maturity dates. The values are presented based on the undiscounted installments:
Contract maturity

Installment maturity Less than 1 year Between 1	15.430
and 2 years	15.430
Between 2 and 5	32.671
years Over 5 years	37.720
Embedded interest	(31.718)
Balance of lease liabilities on December 31, 2021	**69.533**

Right of Use Assets
The movement in balances of right-of-use assets is shown below:

	31/12/2021	31/12/2020
Balance on December 31	**71.796**	**80.770**
Write-off of contracts	(4.232)	(2.154)
Remeasurement adjustment	6.771	4.963
depreciation expense	(12.618)	(11.783)
Balance of right-of-use assets on December 31	**61.717**	**71.796**

14 Intangibles
(a) Composition of the balance

	Controller		Consolidated	
	31/12/2021	12/31/2020	31/12/2021	31/12/2020
Brands and patents	1.331	1.486	1.331	1.486
Application systems - Software	2.446	3.905	2.671	4.277
technology exchange	83	167	83	167
Program under development	7.600	7.532	7.600	7.532
	11.460	13.090	11.685	13.462

(b) Handling

					parent company
	brands and patents	Systems Applications Software	Exchange of technology	Program under development	Total
Balance on December 31, 2019	1.258	7.694	250	5.991	15.193
software additions	523	296		1.541	2.360
Amortization of software	(295)	(4.085)	(83)		(4.463)
Balance on December 31, 2020	1.486	3.905	167	7.532	13.090
software additions	164	146		68	378
Amortization of software	(319)	(1.605)	(84)		(2.008)
Balance on December 31, 2021	1.331	2.446	83	7.600	11.460

					Consolidated
	brands and patents	Application Systems Software	technology exchange	Program under development	Total
Balance on December 31, 2019	1.258	8.235	250	5.992	15.735
software additions	523	320		1.540	2.383
Amortization of software	(295)	(4.278)	(83)		(4.656)
Balance on December 31, 2020	1.486	4.277	167	7.532	13.462
software additions	164	170		68	402
Amortization of software	(319)	(1.776)	(84)		(2.179)
Balance on December 31, 2021	1.331	2.671	83	7.600	11.685

The amortization rate of the right to use software and other intangible assets was determined at 20% pa, applying the straight-line method.
15 Income tax and social contribution on profit
Deferred income tax and social contribution are calculated on income tax loss carryforwards, the negative social contribution base and the corresponding temporary differences between the tax calculation bases on assets and liabilities and the carrying amounts of the financial statements. The rates of these taxes, currently defined for determining deferred taxes, are 25% for income tax and 9% for social contribution.

Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available to offset temporary differences/tax losses, based on projections of future results prepared and based on internal assumptions and future economic scenarios that may therefore undergo changes.

(a) **Breakdown of deferred income tax and social contribution**
Deferred income tax and social contribution balances, subject to offset, are presented net, in non-current liabilities, as follows:

			parent company
Active	31/12/2021	31/12/2020	
Income tax loss to be compensated	81.904	79.772	
Negative basis of social contribution	29.486	28.718	
Provision for contingent liabilities	808	655	
Acquisition of Flamma (i)	6.143	6.143	
Lease	2.361	1.799	
Others	1.955	152	
	122.657	117.239	
Passive			
Assigned cost, fixed assets	(38.054)	(39.387)	
tax rate depreciation	(13.020)	(13.344)	
Gains on acquired assets (Note 10)	(8.195)	(8.929)	
	(59.269)	(61.660)	
	63.388	55.579	

			Consolidated
Active	31/12/2021	31/12/2020	
Income tax loss to be compensated	92.010	90.085	
Negative basis of social contribution	33.073	33.044	
Provision for contingent liabilities	3.043	655	
Acquisition of Flamma (i)	6.143	6.143	
Lease	2.361	1.799	
Others	5.894	4.984	
	142.524	136.710	
Passive			
Assigned cost, fixed assets	(38.054)	(39.387)	
tax rate depreciation	(32.113)	(31.952)	
Gains on acquired assets (Note 10)	(8.195)	(8.929)	
	(78.362)	(80.268)	
	64.162	56.442	

(i) Refers to the total amount of goodwill on the acquisition of Flamma, which is expected to be deductible for tax purposes, in the event of incorporation or disposal of the investment.
Deferred income tax and social contribution balances, classified in non-current assets in the consolidated, arise from operations of subsidiaries Aethra Argentina, Flamma and AKC, and are presented net, as follows:

	Aether Flame		AKC 31/12/2021	31/12/2020	
Active					
Tax loss	81.904	9.618	488	92.010	90.085
Negative basis	29.486	3.462	125	33.073	33.044
temporary differences					
Provision for contingencies and losses on deposits	808	2.235		3.043	655
Acquisition Flamma	6.143			6.143	6.143
Lease	2.361			2.361	1.799
Provision for losses and others	1.9551	3.939		5.894	4.984
	122.657	19.254	613	142.524	136.710
Passive					
Assigned cost, fixed assets	(38.054)			(38.054)	(39.387)
tax rate depreciation	(13.020)	(19.093)		(32.113)	(31.952)

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AETHRA AUTOMOTIVE SYSTEMS SA

CNPJ/MF 41.757.527/0001-42

Management's explanatory notes to the financial statements as of December 31, 2021 - In thousands of reais, unless otherwise indicated

(b) Reconciliation of income tax and social contribution expense
The reconciliation between income tax and social contribution expense at the nominal and effective rates is shown below:

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Profit (Loss) before income tax and social contribution	4.024	(175.039)	13.339	(170.477)
nominal rate	34%	34%	34%	34%
Income tax social contribution at nominal rate	(1.368)	59.513	(4.535)	57.962
Equity	11.208	1.093		
Permanent additions/deletions	(2.031)	1.1.72	3.015	(770)
deferred income tax	7.809	61.778	7.719	57.192
current income tax			(9.239)	

16 Suppliers

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
National suppliers	126.557	125.844	157.118	144.512
Foreign suppliers	7.373	11.399	7.565	11.399
	133.930	137.243	164.683	155.911

17 Loans and financing

	Charge Currency		parent company		Consolidated	
			31/12/2021	31/12/2020	31/12/2021	31/12/2020
FINAME (BDMG)	R$	CDI	3.199	4.417	3.199	4.417
FINAME (BDMG)	R$ 6,00%				1.377	1.619
FINAME (BDMG)	R$ META SELIC					277
FINAME (ITAÚ)	R$ 8,70%					
Automatic BNDES (BNDES) BRL		URTJLP			441	3
Automatic BNDES (Itaú)	R$	SELIC			1.530	938
PROGRAM (BDMG)	R$	CDI	31.902	31.530	31.902	632
NCE (ITAÚ)	R$	CDI		99.184		33.821
NCE (BRAZIL)	R$	CDI		82.312		99.184
CCB (BRAZIL)	R$	CDI		97.075		82.312
working capital	R$	CDI	296.755	40.407	303.151	97.075 48.774
			331.856	354.925	341.560	369.052
Current liabilities Non-			198.410	16.240	204.743	20.439
current liabilities The loans			133.446	338.685	136.817	348.613

and financing mentioned above additionally have fixed charges, namely:
• Automatic BNDES 5.00% •
PROGEREN 3.70% to 4.00%;
• CDI 4.0% to 13.00%;
• SELIC 3,70% a 6,00%.
Loans and financing are guaranteed by letter of credit, fiduciary assignment of property, plant and equipment and shareholder guarantees in the amount of R$313,245 (December 31, 2020 – R$316,227) in the parent company and R$322,950 (December 31, 2020 – R$327,114) in the consolidated, respectively.
Most financial contracts present a hypothesis of early maturity in case of change in share control.

Loans and financing require compliance with restrictive clauses *(covenants),* and the Company is required to maintain, throughout the amortization period of loans and financing, a ratio between net debt and EBITDA greater than or equivalent to 3, 0 determined in the Company's consolidated financial statements. For the year ended December 31, 2021, it complied with the restrictive clause and reached the index at 2.6.

Failure to comply with these requirements may cause the maturity of obligations recorded in non-current liabilities to be accelerated.

Long-term amounts break down as follows, by maturity year:

	Parent Company		Consolidated	
	31/12/2021	12/31/2020	31/12/2021	31/12/2020
2022	198.410	197,493	204.743	202.627
2023	65.819	111,486	60.213	116.050
2024	57.342	19,001	66.318	19.231
2025	10.285	10,705	10.286	10.705
	331.856	338,685	341.560	348.613

All book values of the Company's loans and financing are maintained in Reais.
The movement in loans and financing is shown below:

	parent company	Consolidated
Balance on December 31, 2019	**379.343**	**395.534**
Provision for interest / Monetary restatement	27.007	28.145
main payment	(41.137)	(43.696)
interest payments	(10.288)	(10.931)
Balance on December 31, 2020	354.925	369.052
Provision for interest / Monetary restatement	30.110	31.204
main payment	(25.865)	(30.270)
interest payments	(27.314)	(28.426)
Balance on December 31, 2021	331.856	341.560

18 Advances from customers
Refer to advances received for the provision of engineering services, prototypes and/or tooling for customers.

19 Other obligations Other
obligations refer to the payment of installments by suppliers in the long term, as shown below:

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Mutual with other suppliers	30.016	15.294	30.016	15.294
current liabilities	30.016	15.294	30.016	15.294
Mutual with other suppliers		15.294		15.294
National suppliers	13.910	27.175	13.910	27.175
non-current liabilities	13.910	42.469	13.910	42.469

20 Tax obligations
The tax liabilities refer to the payment of taxes in installments as shown below:

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
State (i)	11.172	20.361	20.222	24.747
Federal (i)	166.293	141.445	218.271	181.242
	177.465	161.806	238.493	205.989
current liabilities	46.328	44.324	74.674	58.136
non-current liabilities	131.137	117.482	163.819	147.853

(i) Between 2016 and 2019, the Company and its subsidiaries AKC and Flamma opted for the installment payment of state (ICMS) and Federal (CPRB/CSLL/PIS/COFINS/IPI/SESI/SENAI/CIDE) taxes, having adhered to the Programs of Federal (PRT/PERT/Ordinary) and State (Regularize/Ordinary) Installments, and the amounts that make up the short and long-term balances have the following composition, by maturity year:

	Controller	Controller
	12/31/2021	12/31/2021
2021		
2022	46.328	74.674
2023	46.292	57.499
2024 a 2030	84.845	106.320
Balances at the end of the year	177.465	238.493

Movements in tax liabilities are shown below:

	Controller 2021		Consolidated	
	2020		2021	2020
Balances at the beginning of the	161.806	161.847	205.989	194.040
fiscal year Debts declared (i)	32.683	59.123	58.421	84.086
Others	2.787		3.423	
Update SELIC PERT-	6.614	4.101	8.557	5.618
Prog. Spec. Reg. Trib.			(162)	(126)
Payments	(26.425)	(63.265)	(37.735)	(77.629)
Balances at the end of the year	177.465	161.806	238.493	205.989

(i) Ordinary, simplified and special installments were made before the Federal, State and Municipal Treasuries.

21 Provision for contingencies On the
dates of the financial statements, the Company had the following contingent liabilities and escrow deposits:

	parent company			
	31/12/2021		31/12/2020	
	Provision for contingencies	Total other judicial deposits	Provision for contingencies	Total other judicial deposits
Tax		927		1.366
Labor	(2.377)	1.933	(1.926)	1.471
	(2.377)	2.860	(1.926)	2.837

	Consolidated			
	31/12/2021		31/12/2020	
	Provision for contingencies	total of others judicial deposits	Provision for contingencies	total of others judicial deposits
Tax		4.933		5.372
Labor	(8.972)	4.652	(4.507)	4.546
Civil		6		6
	(8.972)	9.591	(4.507)	9.924

Movements in provisions for contingencies and judicial deposits are as follows:

	parent company				
	2020 Constitution	Reversal		Reclassification/ Recovery	Loss 12/31/2021
Provision	(1.926)	(3.251)	2.800		(2.377)
Deposits	2.837	465		(442)	2.860

	Consolidated					
	2020 Constitution		Reversal	Reclassification/ Recovery		Loss 12/31/2021
Provision	(4.507)	(8.260)	3.796			(8.972)
for Deposits	9.924	1.403		(703)	(1.033)	9.591

Nature of contingencies
The Company is a party to certain labor, civil, tax and other lawsuits, in progress in the competent forums, discussing these issues both at the administrative and judicial levels, which, when applicable, are supported by judicial deposits.

Provisions for lawsuits classified as probable losses are estimated and updated by management based on the assessment of external consultants and were recorded as contingencies in non-current liabilities, as provisions for contingencies. See details below:

(a) Tax and Civil
On December 31, 2021, the Company is involved in tax and civil proceedings, arising in the normal course of its business, involving, after risk classification, as a loss classified as possible by the Company's legal advisors, in the amount of R $71,875 (December 31, 2020 - R$45,302 in which the provision for possible losses is not required, and constitutes provisions for risks for those processes in which the probability of loss was considered probable, in accordance with the accounting practices adopted in the Brazil.

(b) Labor
The provision refers to contingencies resulting from lawsuits filed by former employees or third parties, with the most varied list of requests contained in the initials of these lawsuits, among which we highlight, by way of example, overtime, hours in itinere, additional hazard and unhealthy conditions, among others.
The Company is involved in other lawsuits related to labor issues arising in the normal course of its business, involving a risk of loss classified as possible by the Company's legal advisors, in the amount of R$3,919 on December 31, 2021 (December 31, 2020 – R$2,511), for which a provision for possible losses is not required, in accordance with accounting practices adopted in Brazil.

22 Equity
(a) **Capital social**
The subscribed and paid-up share capital is represented by 226,964,145 shares on December 31, 2021 and December 31, 2020, each equivalent to R$1.00 and distributed as follows:

	31/12/2021		31/12/2020	
	In Shares	Participation -%	In Shares	Participation - %
Peter Sportelli	97.910.653	43,14%	97.910.653	43,14%
Gilma de Lima Gomes Sportelli	97.910.653	13,72%	97.910.653	43,14%
Rafael Giovanni Gomes Sportelli	31.142.839	100%	31.142.839	13,72%
	226.964.145		226.964.145	100%

The table below shows the result data and number of shares used in the calculation of basic and diluted earnings/losses per share for each of the years presented in the income statement:

	31/12/2021	31/12/2020
Profit (Loss) for the fiscal year	11.833	(113.261)
Earnings (Loss) per basic / diluted share:		
Weighted average of common shares available (unit)	226.964.145	226.964.145
Earnings (Loss) per basic / diluted share (R$) (b) Profit	0,05	(0,50)

reserves
(i) Legal reserve
The purpose of the legal reserve is to preserve capital and can only be used to offset losses or increase capital. Represents the appropriation of 5% of net income for the year, as determined in the Company's bylaws, up to the limit of 20% of the capital stock. The Company has not constituted a legal reserve due to the existence of accumulated losses.

(ii) Investment reserve and working capital
The investment and working capital reserve comprises the allocation of net income for the year adjusted by the legal reserve, as provided for in the Company's bylaws.
The balance of profit reserves may be used to absorb losses, distribute dividends, or even capitalized. The Company has not been setting up an investment and working capital reserve due to the existence of accumulated losses.

(c) Asset valuation adjustments Refers to:
(i) adjustment to the deemed cost of the Company's fixed assets, recorded on the transition date to the CPCs, whose realization occurs through depreciation and write-off, with the corresponding transfer to the retained earnings account and (ii) accumulated translation adjustment of the foreign subsidiary Aethra Argentina.
(d) Proposed dividends
Shareholders are guaranteed a minimum dividend corresponding to 25% of net income for the year, adjusted in accordance with Brazilian corporate law and the provisions of the bylaws. On December 31, 2021 and December 31, 2020, the Company did not present profit to be distributed.
23 Revenue
The reconciliation of gross revenue to net revenue is as follows:

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Gross revenue from sales and services	1.067.661	640.710	1.446.936	842.872
sales tax	(145.281)	(91.380)	(205.063)	(123.779)
sales deductions	(2.115)	(2.494)	(2.404)	(3.617)
Liquid revenue of sales	920.265	546.836	1.239.469	715.476

24 Financial result

	parent company		Consolidated	
	31/12/2021	31/12/2020	31/12/2021	31/12/2020
Financial expenses				
Interest and charges on financing	(30.112)	(27.007)	(31.197)	(28.138)
IOF	(48)	(23)	(61)	(23)
Fee and correction on financing	(198)	(421)	(198)	(421)
Interest on arrears and loan	(11.913)	(12.425)	(13.278)	(12.425)
Leasing interest	(7.952)	(7.199)	(9.219)	(7.199)
Interest and fine on taxes	(11.722)	(16.910)	(19.863)	(21.653)
Other financial expenses	(4.879)	(2.455)	(6.460)	(6.048)
	(66.824)	(66.440)	(80.276)	(75.907)
Financial income				
Monetary update on Pis/Cofins credit	4.459	4.708	5.128	4.708
Other financial income	742	190	1.405	233
	5.201	4.898	6.533	4.941
Net exchange variations	4	4.206	(51)	2.966
	(61.619)	(57.336)	(73.794)	(68.000)

25 Transactions not involving cash
During the 2021 fiscal year, the Parent Company carried out the following transactions that did not involve cash:
• purchase of property, plant and equipment in the amount of R$5,473 (R$12,779 on December 31, 2020), for which the amount has not yet been paid to the supplier; It is
• capital increase in Aethra Argentina with amounts receivable from that company, in the amount of R$20,101 on December 31, 2020;

• remeasurement of the right-of-use asset and lease liability in the amount of R$6,677 (R$4,963 on December 31, 2020).

26 Insurance coverage
With the aim of limiting risks, the Company searches the market for coverage compatible with its size and operation. Coverage was contracted for amounts considered compatible by management to cover possible claims, considering the nature of its activity, the risks involved in its operations and the guidance of its insurance consultants. The Company adopts operational risk insurance, which guarantees compensation against fire, lightning, explosion, aircraft crash, existence, use and conservation of the property, electrical damage, riots, strikes, willful acts, theft of goods, electrical equipment, civil liability , fixed expenses and losses or payment of rent.

The value of the assets covered on December 31, 2021 corresponds to R$ 1,771,805, of which R$ 315,101 refers to loss of profit, and the maximum indemnity limit of R$ 277,672, of which R$ 24,672 refers to the maximum indemnity limit for the lost profit.

27 Subsequent Events
Operation in Argentina
Due to the strategic actions adopted by the Management and in view of the uncertainties in the world economy, in 2022 the Subsidiary established in Argentina was extinguished, which will result in annual savings for the Group in the amount of approximately R$ 6 million.

We recognize currency variations on the accounting result on a monthly basis, so according to studies carried out, to date, we would not have exchange rate risks related to the amounts recorded in the Company's Balance Sheet.
debt renegotiation
On January 31, 2022, the company formalized with Banco do Brasil and Banco Itaú an amendment to the debt agreements, altering the debt amortization schedule, significantly altering the short- and long-term amounts. The amendments consisted only of a new amortization schedule with no changes in rates, guarantees or other clauses. After this renegotiation, the company had a material change in current liabilities and non-current liabilities, as follows:

Amount due by December 31, 2022	38.100
Amount due by December 31, 2023	104.461
Amount due from 2024 onwards	198.999

BOARD: PIETRO SPORTELLI — **CEO**
RAFAEL GIOVANNI GOMES SPORTELLI — **Statutory director**
RESPONSIBLE ACCOUNTANT: Risaneide Sobral Henrique Rodrigues - CRCMG – 083294/0-1

INDEPENDENT AUDITOR'S REPORT ON THE STATEMENTS INDIVIDUAL AND CONSOLIDATED FINANCIAL

To the Administrators and Shareholders of
Aethra Sistemas Automotivos SA
Qualified opinion
We audited the individual and consolidated financial statements of Aethra Sistemas Automotivos SA
("Company"), identified as parent company and consolidated, respectively, comprising the balance sheet on December 31, 2021 and the respective statements of income, comprehensive income, changes in equity and cash flows for the year ended on that date, as well as the corresponding explanatory notes, including the summary of the main accounting policies.

In our opinion, except for the possible effects of the matter described in the following section entitled "Basis for qualified opinion", the individual and consolidated financial statements referred to above fairly present, in all material respects, the individual and consolidated equity and financial position , of Aethra Sistemas Automotivos SA on December 31, 2021, the individual and consolidated performance of its operations and their respective individual and consolidated cash flows for the year then ended, in accordance with accounting practices adopted in Brazil.

Basis for qualified opinion
Write-off of assets related to discontinued projects or projects with no expectation of realization
As mentioned in explanatory note 8 to the individual and consolidated financial statements, during the year ended December 31, 2020, the Company wrote off capitalized amounts as part of its inventories, in the amount of R$63,671 thousand, as a contra entry to the statement of result of that fiscal year, due to the identification of certain projects discontinued or with no expectation of realization. It was not possible to obtain appropriate and sufficient audit evidence to conclude whether a portion or all of this amount should have already been paid in previous years. Consequently, it was not possible to determine whether the individual and consolidated statements of income and cash flows corresponding to the year ended December 31, 2020 should be adjusted as a result of this matter. Our audit opinion on the individual and consolidated financial statements corresponding to the year ended December 31, 2021 contains qualification due to the comparability of current period amounts with corresponding amounts as of December 31, 2020.

Our audit was conducted in accordance with Brazilian and international auditing standards. Our responsibilities under these standards are described in the following section entitled "Auditor's Responsibilities for the Audit of the Individual and Consolidated Financial Statements". We are independent in relation to the Company and its subsidiaries, in accordance with the relevant ethical principles set forth in the Code of Professional Ethics for Accountants and in the professional standards issued by the Federal Accounting Council - CFC, and we comply with the other ethical responsibilities in accordance with these standards. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Significant uncertainty related to going concern
We draw attention to explanatory note nº 1 to the individual and consolidated financial statements, which describes the action plan defined by Management to rebalance the Company's operating and economic results and equalize financial obligations to cash generation. On December 31, 2021, the Company had an excess of liabilities over current assets in the amount of R$345,926 thousand (R$163,839 thousand on December 31, 2020) and presented a balance of accumulated losses of R$250,712 thousand (R$265,133 thousand on December 31, December 2020).

These events or conditions, together with other matters described in explanatory note No. 1 to the individual and consolidated financial statements, as well as the risk of non-completion of Management's action plan, indicate the existence of material uncertainty that may raise significant doubts as to the capacity of the Company's operational continuity. Our opinion is unqualified relating to this matter.

Management Responsibilities for Individual and Consolidated Financial Statements
Management is responsible for the preparation and fair presentation of the individual and consolidated financial statements in accordance with accounting practices adopted in Brazil and for the internal controls it has determined to be necessary to permit the preparation of financial statements free from material misstatement, whether caused by fraud or error.

In the preparation of the individual and consolidated financial statements, Management is responsible for assessing the Company's ability to continue operating and disclosing, when applicable, matters related to its going concern and the use of this accounting basis in the preparation of the financial statements, unless unless Management intends to liquidate the Company and its subsidiaries or cease operations, or has no realistic alternative to avoid the closure of operations.

Auditor's responsibilities for auditing individual and consolidated financial statements
Our objectives are to obtain reasonable assurance about whether the individual and consolidated financial statements, taken as a whole, are free from material misstatement, whether caused by fraud or error, and to issue an auditor's report containing our opinion. Reasonable security is a high level of security, but not a guarantee that the audit carried out in accordance with Brazilian and international auditing standards always detects any material misstatements that exist. Misstatements may arise from fraud or error and are considered material when, individually or jointly, they could influence, within a reasonable perspective, the economic decisions of users taken based on said financial statements.

As part of an audit performed in accordance with Brazilian and international auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. Furthermore:
• We identify and assess the risks of material misstatement in the individual and consolidated financial statements, whether due to fraud or error, plan and perform procedures audit procedures in response to such risks, as well as obtaining sufficient appropriate audit evidence to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is greater than that resulting from error, as fraud can involve circumventing internal controls, collusion, forgery, omission or intentional misrepresentation.

• We obtain an understanding of the internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of the Company and its subsidiaries.
• We evaluated the adequacy of the accounting policies used and the reasonableness of the accounting estimates and respective disclosures made by Management.
• Concluded on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether there is material uncertainty regarding events or conditions that could cast significant doubt on the going concern ability of the company Company and its subsidiaries. If we conclude that a material uncertainty exists, we must draw attention in our auditor's report to the related disclosures in the individual and consolidated financial statements or include a modification in our opinion if the disclosures are inadequate. Our conclusions are based on audit evidence obtained up to the date of our report. However, future events or conditions may lead the Company and its subsidiaries to no longer remain in operational continuity.

• We evaluated the overall presentation, structure and content of the financial statements, including the disclosures and whether the individual and consolidated financial statements represent the related transactions and events in a manner consistent with the objective of fair presentation.
• We obtain sufficient appropriate audit evidence relating to the financial information of the Group's entities or business activities to express an opinion on the consolidated financial statements.
We are responsible for the direction, supervision and performance of the Group's audit and, consequently, for the audit opinion.

We communicate with those responsible for Management regarding, among other aspects, the planned scope, timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our work.

Belo Horizonte, April 29, 2022

DELOITTE TOUCHE TOHMATSU
Independent Auditors Ltd.
CRC nº 2 SP 011609/O-8 "F" MG

Daniel de Carvalho Primo
Counter
CRC nº MG 076441/O-9

CITY HALL OF ITAÚNA

PRICE TAKE 001-22 SNOW WHITE DAY CARE
The Municipality of Itaúna makes public the bidding process in the Price Take 001/2022 modality (Caixa Escolar Creche Branca de Neve). Opening for the 19/05/2022th at 14:00. Purpose: Hiring a specialized company to carry out a partial expansion work on the new classroom block at Creche Branca de Neve, located at Rua Zulmira Alves de Abreu, n° 155, Bairro Vila Vilaça, Itaúna/MG. Full content on the website: **www.itauna.mg.gov.br** as of 04/29/2022 – Fábio Ricardo de Souza - President of Creche Branca de Neve.

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HOSPITAL E MATERNIDADE SANTA RITA S/A
CNPJ 23.237.142/0001-72 - NIRC 3130004445-9.
Minutes of the Ordinary General Meeting of Hospital e Maternidade Santa Rita S/A, held on April 29, 2022.
DATE, TIME AND PLACE: April 29, 2022, at 10:00 am, at the Company's headquarters, located at Avenida Tito Fulgêncio, 1045, Bairro Jardim Industrial, Municipality of Contagem/MG.
CALL NOTICE OF THE ORDINARY GENERAL MEETING AND NOTICE TO SHAREHOLDERS: Notices published: Jornal Diário do Comércio on 03/29/2022, page 30; 03/30/2022, page 13; and 03/31/2022, page 17. **FINANCIAL STATEMENTS:** Published in the Diário do Comércio, 04/06/2022, page 6. **ATTENDANCE:** Shareholders representing more than 2/3 (two thirds) of the voting share capital, as per signatures contained in the "Shareholders' Attendance Book at the Company's General Meetings". **DIRECTOR OF WORKS:** Dr. Reginaldo Teofánes Ferreira de Araújo, Chief Executive Officer of the Company and Maria de Fátima Ferreira, Secretary for the works. **AGENDA OF THE ORDINARY GENERAL MEETING: a)** Decide on the accountability of the managers; examination, discussion and voting on the financial statements for the fiscal year ended on 12/31/2021; **b)** Resolve on the result of the fiscal year ended on 12/31/2021; **c)** Establishment of management fees. **DELIBERATIONS:** a) **Rendering of Accounts:** After presentation and discussion, the Assembly unanimously approved the rendering of accounts of the managers, accompanied by the General Balance Sheet, the Board of Directors' Report and the Financial Statements for the fiscal year ended on 12/31/ 2021, abstaining from voting those legally impeded; b) **Deliberation on the result for the fiscal year:** The Meeting, unanimously, decided that the result presented by the General Balance Sheet for the fiscal year ended on 12/31/2021 will be taken to the account of accumulated losses; c) **Establishment of management fees:** The Meeting unanimously resolved to set management fees in the amount of R$7,087.22 (seven thousand, eighty-seven reais and twenty-two cents) for the Chief Executive Officer and R$4,625, 30 (four thousand, six hundred and twenty-five reais and thirty cents) to the Technical Director. **CLOSING:** With the resolutions concluded and there being nothing further to be discussed, the Chairman of the Board determined the drawing up of these minutes, which, after being read, were signed by the shareholders and the other attendees. Contagem/MG, April 29, 2022. Signed: Dr. Reginaldo Teófanes Ferreira de Araújo (CEO and shareholder representing more than 2/3 of the voting share capital); Dr. Cleverson Martins Kill (Technical Director and shareholder); Maria de Fátima Ferreira (shareholder and works secretary). We certify that this copy matches the original drawn up on pages 50 to 51 of the "Book of Minutes of the Company's General Meetings".

Countdown, April 29, 2022.
Dr. Reginaldo Teofanes Ferreira de Araujo
CEO

TAMASA ENGENHARIA S/A

CNPJ 18.823.724/0001-09 - NIRE 3130004411-4 **MINUTES OF THE ANNUAL GENERAL MEETING On the twenty-second**

(22) day of April 2022, at 10:00 am, at the Company's headquarters at Rua Conselheiro Joaquim Caetano, nº 891, Bairro Nova Granada, in Belo Horizonte – MG, regardless of the publication of call notices, pursuant to paragraph 4 - Article 124 of Law No. 6,404 of 12/15/1976 the shareholders holding the totality of of the Share Capital of TAMASA ENGENHARIA SA, as per the signatures in the "Shareholders' Attendance" book. The works were chaired by shareholder Wilson Tavares Filho and secretary by shareholder Alvimar Pereira Matos. The Ordinary General Meeting was convened to resolve on: **a) Taking of the accounts of the administrators and analysis of the financial statements published in the central balance sheets and "Diário do Comércio" on 04/20/2022; b) Allocation of the result for the year 2021; DELIBERATIONS:**

a) The Management Report and the Financial Statements for the year ended 12/31/2021, included in the Balance Sheet and Income Statement for the 2021 financial year, were approved without reservations; **b)** Regarding the allocation of the result for the year 2021, it was unanimously
approved that there will be no allocation of the result for the year and/or distribution of profits, due to the loss for the year 2021; Belo Horizonte, April 22, 2022. a) Alvimar Pereira Matos and Marcos Miguel Reis Tavares, both by JAWAMAR LTDA.; other shareholders b)

Alvimar Pereira Matos c) José Antônio Reis Tavares d) Marcos Miguel Reis Tavares e) Geraldo Sérgio Reis Tavares. The conference of these Minutes is certified with the original drawn up on page 143 of the book of "Minutes of General Meeting", registered in the Board of Trade of the State of Minas Gerais - JUCEMG, under No. 139.607 of 01/27/1976. Sign digitally – Alvimar Pereira Matos, CPF 083.714.156-72, Secretary.
Board of Trade of the State of Minas Gerais - I certify the registration under No. 9315244 on 04/26/2022 and protocol 221990038 - 04/22/2022. Marinely de Paula Bomfim - General Secretary.

CENTER SHOPPING S/A
CNPJ: 38.720.884/0001-21

Management Report: We present to you. our Financial Statements ended on 12/31/2017. The Board

Balance Sheet Year ended December 31 In thousands of Reais

Active	2016	2017
Current		
Cash and cash equivalents	181	1.423 2.824
Marketable securities	142	11.903 22.151
Bills to receive	200	1.624 270 575
Taxes to recover	42	1.360 546
advances	463	**15.966**
Prepaid expenses		**27.738**
Other receivables		
Not CIRCULANT		
Bills to receive	1.151	1.599
Deposits and guarantees	170	155
Debts of subsidiaries and affiliates	184	
Investments	48.937	39.284
investment property	880.609	149.981
	931.051	**191.019**
total assets	**947.017**	**218.757**
Passive	**2017**	**2016**
Current		
Bills to pay	1.127	959
Taxes and contributions to collect	1.443	1.641
Salaries and social charges		577
Provision for judicial, administrative and legal obligations		
	365	
advances from customers	701	467
Other amounts payable		
	1 3.637	**1 3.645**
Not CIRCULANT		
Provision for tax risks and other contingent liabilities	67	144
deferred taxes	249.727	
deferred income	1.684	
Loans from related companies	53.209	45.925
	304.687	**46.069**
Net worth		
Capital social	152.091	152.091
profit reserves	486.602	16.952
	638.693	**169.043**
Total liabilities and shareholders' equity	**947.017**	**218.757**

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2017 and 2016.

Note 1 – Operational Context: Center Shopping SA, is a privately-held corporation headquartered in the city of Uberlândia – MG, exploring the activity of shopping malls, whose corporate purpose is to organize and manage enterprises in the commercial area, provide services of administration and management of own movable and immovable assets for assignment of use and own infrastructure, including parking lots. **Note 2 – Summary of Accounting Practices:** The financial statements were prepared in accordance with accounting practices adopted in Brazil, based on the provisions contained in the Brazilian Corporate Law and the rules established by the Brazilian Securities Commission – CVM. **(a) Use of estimates.** When preparing the financial statements, it is necessary to use estimates to account for certain assets and liabilities. financial statements

Income statement Year ended December 31 In thousand reais 2017 2016 51.791
52.962 (10.272)

Net income from rents and services	(19.069)
Rental and service costs	
Gross profit from rents and services	**41.519 33.893**
Operational expenses	
Business expenses	(10.367) (4.533)
Administrative costs	(219) (126)
Loss on fair value of investment property	(21.766)
Other operating expenses	(401) (81)
	(32.753) (4.740)
Income before financial result and taxes	**8.766 29.153**
Equity Income	**9.656 8.960**
net financial result	
Financial income	705 857
Financial expenses	(305) (26)
	400 831
Net income before taxation	**18.822 38.944**
Income tax and social contribution	
Chains	(5.637) (5.834)
Deferred	4.447
	(1.190) (5.834)
Net income for the year	**17.632 33.110**

Statements of changes in equity
Year ended December 31 In reais thousand

	Capital social	profit reserves: Re the edge legal	reserve of earnings	retained (loss) profit	Accumulated Total
Balance on December 31, 2015	**152.091**	**8.818**	**12.294**		**- 173.203**
Net income for the year				33.110	33.110
dividends paid			(5.816)	(31.455)	(37.270)
constitution of reserves		- 1.656		(1.656)	
Balance on December 31, 2016	**152.091**	**10.474**	**6.479**		**- 169.043**
Balance on January 1, 2017	**152.091**	**10.474**	**498.795**		**- 661.359**
Net income for the year				17.632	17.632
dividends paid			(23.548)	(16.750)	(40.298)
constitution of reserves		882		(882)	
Balance on December 31, 2017	**152.091**	**11.355**	**475.247**		**- 638.693**

The company's financials include estimates referring to the selection of useful lives of property, plant and equipment, allowance for doubtful accounts and provisions for income tax, social contribution and other similar matters. As they are estimates, it is normal for variations to occur when the actual realization or settlement of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.
Revenues and costs derive substantially from the shopping center operation. The Company proportionally recognizes its share in the rent paid and corresponding costs passed on by the condominiums, based on the percentage of the Company's share in these developments. **(w)**
Bills to receive. Include rent receivables. They are stated at historical values, already deducted from the respective provisions for loan losses. The company's management considers the aforementioned provision to be sufficient to cover possible losses, having adopted as a criterion the provisioning, substantially, of all amounts receivable overdue for more than 180 days. **(d)**

Cash flow statement
For the year ended December 31 In thousand reais

	2017	2016
Operating cash flow Net income for the year	17.632	33.110
Adjustments		
Income from marketable securities Deferred		(164)
income tax and social contribution Change in fair	(4.447)	
value of investment properties Equity income Depreciation	21.766	
Allowance for doubtful	(9.656)	(8.960)
accounts	8.526	9.309
Adjusted net income Changes in working capital	10.367	
	44.188	**33.295**
Changes in operating assets and liabilities		
Accounts receivable	329	(5.951)
Taxes recoverable	1.424	371
Advances	305	(20)
Prepaid expenses	1.318	(594)
Deposits and	(15)	16
guarantees	167	(675)
Suppliers Taxes and contributions	(198)	(48)
payable Salaries and social	(577)	(214)
security charges Provisions for	365	
contingencies Advances	234	411
from customers		
	(83)	(463)
Deferred Revenue Others Cash flow **generated**	**47.457**	**26.128**
by operations Cash flow from investments		
Investment		
Advance for future capital increase Purchase/sale	3	9.141
of securities Related party transactions Dividends	7.055	1.030
received in advance Acquisition of	(2.682)	(431) 1.164
property, plant and equipment Acquisition		343
and construction of	(3.319)	762
investment property Cash flow generated by investing activities	(9.027)	
Cash flow from financing Dividends paid (40,298) (37,270)	**(8.401)**	**12.440**
Cash flow used in financing activities (40,298) (37,270)		
Cash flow 1,298 Cash flow Cash and cash equivalents at the beginning of the year Cash and cash	**(1.242)**	
equivalents at the end of the year **Cash Variation**	1.423	125
	181	1.423
	(1.242)	**1.298**

Immobilized. Stated at cost less the respective accumulated depreciation. Depreciation is calculated using the straight-line method at annual rates considered compatible with the useful and economic life of the assets. **(e) Other assets and liabilities, current and non-current.** They are stated at cost or realizable values and include, when applicable, accrued financial charges, recognized pro rata up to the balance sheet date. **(f) Income tax and social contribution.** They are computed on a monthly basis under the presumed profit system, whose income tax calculation base is calculated at the rate of 32% for income from rents and 100% for financial income; the social contribution on net income is calculated at the rate of 32% on gross revenues, on which nominal rates apply. **Note 3 –** Shareholders'

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EMPREENDIMENTOS BERNARDO ALVARES SA - CNPJ 22.504.633/0001-70

BOARD'S REPORT

Shareholders: In compliance with legal and statutory provisions, we submit the financial statements for the financial year ended on December 31, 2021 for your appreciation, and we remain at your disposal for any clarifications you deem necessary. Belo Horizonte, December 31, 2021, THE BOARD.

BALANCE SHEET CLOSED ON DECEMBER 31, 2021 (Values in BRL THOUSAND)

ACTIVE	2021	2020	PASSIVE	2021	2020
Current	**1.349**	**2.164**	**Current**	**130**	**106**
Available			Suppliers	0	3
Box	11	4	Social Obligations		1
Banks Movement Account	53	40	Tax Obligations	5	102
Financial Investment	1.216	2.051	Other Current Accounts	111 14	0
Other Current Assets			**Not CIRCULANT**		
receivables			**Liable in the Long Term**		0
Recoverable Taxes	0	0	Loans and Installments		0
Loans Receivable	19	19	**Net worth**	0 0	**22.184**
Not CIRCULANT	50 **19.675**	50 **20.126**	Capital Social	**20.894**	7.049
Achievable in the Long Term			Profit Reserve		457
Other Investments	3.602	3.896	Accumulated Profit/Loss	7.049	14.678
Permanent					
Immobilized	16.073	16.230			
TOTAL ASSETS	**21.024**	**22.290**	**TOTAL LIABILITIES**	457 13.388	**21.024 290**

STATEMENT OF SHAREHOLDERS' EQUITY CHANGES

Movement	Capital	Capital a Integrate 0 0 0	reserves of Capital	reserves of Profits	Profits Accumulated
Balance on 12/31/2019	**7049**	0	**0**	**457** 0	**14906**
Increase in capital			0		
Adjustments from Previous Exercises			0		0 35
Distribution of Dividends			0		(2380)
Fiscal Year Result			0		2117
Balance on 12/31/2020	0 0 0		**0**	0 0	**14678**
Increase in capital			0		
Adjustments from Previous Exercises			0		0 (550)
Distribution of Dividends			0		(2722)
Fiscal Year Result			0		1982
Balance on 12/31/20121	0 **7049** 0 0 0 0 **7049**	0 0 0 0 0 0 0	**0**	0 **457** 0 0 0 0 **457**	**13388**

INCOME STATEMENT EXERCISE

	31/12/2021	31/12/2020
Gross Operating Revenue	**3.191**	**2.978**
(-) Taxes on Sales	(117)	(109)
Net Operating Revenue (-) Cost of Services Provided **Gross Profit**	**3.074**	**2.869**
Operating Expenses/	**3.074**	**2.869**
Revenues Net Financial Result Exp.	**(751)**	**(432)**
Commercial and Administrative Other	93	57
Operating Income Other Operating Expenses	(755)	(466)
Operating Income (-) Non-Operating		19
Expenses (+) Non-Operating Income	5	(42)
Income **for the Year**	(94) **2.323**	**2.437**
	2 **2.325**	**2.437**
(-) Provision for CSSL	(97)	(91)
(-) Provision for IRPJ	(246)	(229)
Net Income/Loss for the Year	**1.982**	**2.117**

STATEMENT OF CASH FLOWS

Operational Activities	31/12/2021	31/12/2020
Net Income for the Period	**1.982**	**2.117**
Expenses/Revenues that do not Affect Cash		
Prior year adjustments	(550)	35
Changes in Current and Non-Current Assets		
(increase) decrease in Bills to receive		
(increase) decrease in Recoverable Taxes		23
(increase) decrease in other accounts		(40)
Changes in Current and Non-Current Liabilities		
Increase (decrease) of Suppliers	(3)	(2)
Increase (decrease) in Taxes and Social Accounts Increase	13	(38)
(decrease) in Others accounts	14	
Net Cash Generated	**1.456**	**2.095**
Operational Activities		
Investment Activities		
Acquisitions or Disposals for the Immobilized	157	(235)
distributed dividends	(2.722)	(2.380)
Net Cash in Investment Activities	(2.565)	(2.615)
Investment Activities		
Shareholdings	294	(189)
Net Cash in Financing Activities	294	(189)
Net Cash Change	**(815)**	**(709)**
Cash plus Initial Cash Equivalents	2.095	2.804
Cashier plus End Cash Equivalents	1.280	2.095
Net Cash Change	**(815)**	**(709)**

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS ENDED ON DECEMBER 31, 2021

1. Operational Context: Empreendimentos Bernardo Alvares SA is a privately-held corporation, having started its activities on 11/05/1986, headquartered in the city of Belo Horizonte-MG, with the corporate purpose of renting its own properties 2 . **Presentation of Financial Statements:** The financial statements were prepared in accordance with generally accepted accounting principles. **3. Main Accounting Guidelines: a)** Permanent Assets were recorded at acquisition cost; **b)** Income for the Year, all revenues, costs and expenses are shown on an accrual basis; **c)** Inventories: are valued at the average acquisition cost of inputs and other criteria provided for in tax legislation. **4. Capital Stock:** The Capital Stock subscribed and paid in on 12/31/2021 is BRL 7,048,632.10 (Seven million, forty-eight thousand, six hundred and thirty-two reais and ten cents).

BOARD

Bernardo Alvares SA Enterprises
Maria José Capanema Alvares – President
Form Accounting Ltd. - CRC MG 007930/O-9
Cristina Mendanha Leão - CRC MG 097491/O-2

Judicial District of Contagem - Free Justice - Notice of Citation With a Term of 30 Days - Free Justice - Dr. Marcos Alberto Ferreira, MM. Judge of the 6th Civil Court of the Judicial District of Contagem/MG, pursuant to the Law, etc... Let everyone who sees or is aware of this public notice know that before this Court and the respective Secretariat, the action of Common Procedure filed under No. 5003932-98.2018.8.13.0079 filed by Banco Bradesco Cartoes SA against BHEmbalagens Ltda - EPP, this notice was issued through which Cita BH Embalagens Ltda - Epp, CNPJ 03.809.516/0001- 70, to present a defense within 15 (fifteen) days, under penalty of the facts alleged by the plaintiff being considered true, and observing all the other requirements of article 257 of the Code of Civil Procedure, under penalty of appointment of a special curator in case of default. This announcement will be published and posted in accordance with the law. Countdown, August 25, 2021.

K-30/04e01/05

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CENTER SHOPPING S/A
CNPJ: 38.720.884/0001-21

Management Report: We present to you. our Financial Statements ended on 12/31/2018. The Board

Balance Sheet Year ended December 31 In thousands of Reais

Active 2017	**2018**	
Current		
Cash and cash equivalents		181
Marketable securities	4.304	2.824
Bills to receive	8.651	11.903
Taxes to recover	185	200
advances	280	270
Prepaid expenses		42
Other receivables	1.556	546
	14.976	**15.966**
Not CIRCULANT		
Bills to receive	1.373	1.151
Deposits and guarantees	74	170
Debts of subsidiaries and affiliates		184
Investments	5.556	48.937
Immobilized	975.443	880.609
	982.446	**931.051**
total assets	**997.422**	**947.017**
Passive	**2018**	**2017**
Current		
Bills to pay	1.521	1.127
Taxes and contributions to collect	1.597	1.443
Taxes and contributions - installments	165	
Provision for judicial, administrative and legal obligations		
	74	365
advances from customers	700	701
Other amounts payable		1
	4.057	**3.637**
Not CIRCULANT		
Provision for tax risks and other contingent liabilities		67
deferred taxes	282.248	249.727
deferred income	1.188	1.684
Loans from related companies	1.209	53.209
	284.645	**304.687**
Net worth		
Capital social	160.929	152.091
profit reserves	547.791	486.602
	708.720	**638.693**
Total liabilities and shareholders' equity	**997.422**	**947.017**

Income Statement Year ended December 31 In thousands of Reais

	2018	2017
Net income from rents and services	52.215	51.791
Rental and service costs	(8.850)	(10.272)
Gross profit from rents and services	**43.365**	**41.519**
Operating income/(expenses)		
Business expenses	(3.842)	(10.367)
Administrative costs		(219)
Gain on fair value of investment property	87.024	(21.766)
Other operating income/(expenses)	(53)	(401)
	83.129	**(32.753)**
Income before financial result and taxes	**126.494**	**8.766**
Equity Income	10.720	9.656
net financial result	**431**	**400**
Financial income	615	705
Financial expenses	(184)	(305)
Net income before taxation	**137.645**	**18.822**
Income tax and social contribution		
Chains	(5.918)	(5.637)
Deferred	(32.520)	4.447
	(38.438)	**(1.190)**
Net income for the year	**99.207**	**17.632**

Statements of changes in equity Year ended December 31 In reais thousand

	Capital social	Reservation legal	profit reserves / reserve of profit retention	Profits/ (losses) accumulated	Total
Balance on January 1, 2017	**152.091**	**10.474**	**498.795**		**- 661.359**
profit for the year				17.632	17.632
dividends paid			(23.548)	(16.750)	(40.298)
constitution of reserves		882		(882)	
Balance on December 31, 2017	**152.091**	**11.355**	**475.247**	8.838	**- 638.693** -
Increase in capital					8.838
profit for the year				99.207	99.207
dividends paid				(35.620)	(35.620)
IFRS9 adoption			(2.398)		- (2.398)
constitution of reserves		4.960	58.627	(63.587)	
Balance on December 31, 2018	**160.929**	**16.315**	**531.476**		**- 708.720**

Cash flow statement Year ended December 31 In reais thousand

Operating cash flow	**2018**	**2017**
Net profit/loss for the year	**99.207**	**17.632**
Settings		
Update on loans and financing	135	
Yield from bonds and securities	(139)	
Deferred income tax and social contribution	32.520	(4.447)
Change in the fair value of investment properties	(87.024)	21.766
Amortization of intangibles	8.620	8.526
Equity	(10.720)	(9.656)
Allowance for doubtful debts	3.842	10.367
adjusted loss	**46.441**	**44.188**
Changes in working capital		
Changes in operating assets and liabilities		
Bills to receive	(1.544)	329
recoverable taxes	15	1.424
advances	(10)	305
prepaid expenses	42	1.318
security deposits	96	(15)
Suppliers	394	167
Taxes and contributions	6.121	(198)
Salaries and social charges		(577)
advances from customers	(2)	234
Provision for judicial and administrative proceedings and legal obligations	(358)	365
Others	(178)	(83)
Income tax and social contributions paid	(5.802)	
Cash flow generated by operations	**45.215**	**47.457**
Investment cash flow		
Advance for future capital increase		7.055
Acquisition of bonds and securities	(1.341)	(2.682)
Transactions with related parties	256	(431)
dividends received	(43.667)	
Investment	53.653	3
Acquisition of fixed assets	(9.016)	(3.319)
Acquisition and construction of investment property	(9.527)	(9.027)
Cash flow generated by (applied to) investing activities	**(9.641)**	**(8.401)**
Financing cash flow		
Amortization of loans (135)		
Dividends paid (35,620) (40,298)		
Cash flow used in financing activities (35,755) (40,298)		
Cash flow (181) (1,242)		
Cash flow Cash		
and cash equivalents at the beginning of the year Cash and	181	1.423
cash equivalents at the end of the year **Change in Cash**		181
(181) (1,242)		

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS ON DECEMBER 31, 2018 and 2017

Note 1 – Operational Context: Center Shopping SA, is a privately held corporation headquartered in the city of Uberlândia – MG, exploring the activity of shopping centers, whose corporate purpose is to organize and manage undertakings in the commercial area, provide administration and management services for own movable and immovable assets for assignment of use and own infrastructure, including parking lots. **Note 2 – Summary of Accounting Practices:** The financial statements were prepared in accordance with accounting practices adopted in Brazil, based on the provisions contained in the Brazilian Corporate Law and the rules established by the Brazilian Securities Commission – CVM. **(a) Use of estimates.** When preparing the financial statements, it is necessary to use estimates to account for certain assets and liabilities. The company's financial statements include estimates relating to the selection of useful lives of property, plant and equipment, provision for doubtful accounts and provisions for income tax, social contribution and other similar matters. As they are estimates, it is normal for variations to occur when the actual realization or liquidation of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.

Revenues and costs derive substantially from the shopping center operation. The Company proportionally recognizes its share in the rent paid and corresponding costs passed on by the condominiums, based on the percentage of the Company's share in these developments. **(w)**

Bills to receive. Include rent receivables. They are stated at historical values, already deducted from the respective provisions for loan losses. The company's management considers the aforementioned provision to be sufficient to cover possible losses, having adopted as a criterion the provisioning, substantially, of all amounts receivable overdue for more than 180 days. **(d)**

Immobilized. Stated at cost less the respective accumulated depreciation. Depreciation is calculated using the straight-line method at annual rates considered compatible with the useful and economic life of the assets. **(e) Or Ruy Kameyama - President - CPF: 071.506.847-42; William assets and liabilities, current and non-current.** They are stated at cost or realizable values and include, when applicable, accrued financial charges, recognized pro rata up to the balance sheet date. **(f) Income tax and social contribution.** They are computed on a monthly basis under the presumed profit system, whose income tax calculation base is calculated at the rate of 32% for income from rents and 100% for financial income; the social contribution on net income is calculated at the rate of 32% on gross revenues, on which nominal rates apply. **Note 3 –** Shareholders' equity: On December 31, 2018, the Company's capital stock is R$160,929,317.80 (2017 R$152,091,475.54), divided into 9,355,351 preferred shares without the right to vote, all nominative and with no face value.

Costa Dias - Director - CPF: 736.160.956-20; Rafael da Silva Bittencourt - Accountant - CRC: 110239/O-4 - CPF: 055.635.647-03

CENTER SHOPPING S/A
CNPJ: 38.720.884/0001-21

Management Report: We present to you. our Financial Statements ended on 12/31/2019. The Board

Balance Sheet Year ended December 31 In thousands of Reais

Active 2018	**2019**	
Current		
Cash and cash equivalents	1.116	
Marketable securities	1.995	4.304
Bills to receive	11.680	8.651
recoverable taxes	3	
Income tax and social contribution recoverable		185
advances	1.003	280
Prepaid expenses	476	
Other receivables	436	1.556
	16.709	14.976
Not CIRCULANT		
Customers	2.189	1.373
Deposits and guarantees	32	74
Investments	6.619	5.556
investment property	1.074.694	975.443
	1.083.534	982.446
total assets	1.100.243	997.422
Passive	**2019**	**2018**
Current		
Suppliers	1.201	1.544
Taxes and contributions to collect	136	120
Provision for income tax and social contribution	1.402	1.455
Salaries and social charges	118	
Taxes and contributions - installments	165	165
Provision for tax risks and other contingent liabilities	35	74
advances from customers	198	699
deferred income	680	
	3.935	4.057
Not CIRCULANT		
deferred taxes	313.098	282.248
deferred income	661	1.188
Loans to related companies	781	1.209
	314.540	284.645
Net worth		
Capital social	160.929	160.929
profit reserves	620.839	547.791
	781.768	708.720
Total liabilities and shareholders' equity	1.100.243	997.422

Income Statement Year ended December 31 In thousands of Reais

	2019	2018
Net income from rents and services	55.789	52.215
Rental and service costs	(8.839)	(8.850)
Gross profit from rents and services	**46.950**	**43.365**
Operational expenses		
Business expenses	(2.818)	(3.842)
Administrative costs	(32)	
Variation with fair value of investment properties	81.748	87.024
Other operating income/losses	571	(53)
	79.469	83.129
Earnings before financial income and taxes Equity pickup	**126.419**	**126.494**
result Net financial income Financial income	**11.011**	**10.720**
Financial expenses **Net income**	**662**	**431** 1.249
before taxation Income	615 (587) (184)	
tax and social contribution	**138.092**	**137.645**
Chains (6,441)		(5.918)
Deferred (30,850)		(32.520)
Net income for the year 100,801 Statements of changes in equity Year ended		**99.207**

December 31 In thousand reais

	Capital social	legal reserve	Profit reserve retention / accumulates profit	of the	Total
Balance on December 31, 2017	**152.091**	**11.355**	**475.247**	**- 638.693**	
profit for the year	8.838		- 99.207	108.045	
dividends paid			- (35.620)	(35.620)	
IFRS9 adoption			(2.398)	(2.398)	
constitution of reserves		4.960	58.627	(63.587)	
Balance on December 31, 2018	**160.929**	**16.315**	**531.476**	**- 708.720**	
profit for the year			- 100.801	100.801	
dividends paid			- (27.753)	(27.753)	
constitution of reserves		5.040	68.008	(73.048)	
Balance on December 31, 2019	**160.929**	**21.355**	**599.484**	**- 781.768**	

Cash flow statement Year ended December 31 In reais thousand

Operating cash flow Net income for the year Adjustments	**2019**	**2018**
	100.801	**99.207**
Update on loans and financing Financial expenses		135
Yield from marketable securities Straight line adjustment Deferred income	587	
tax and social contribution	(1.249)	(139)
Change in the fair value of investment properties Equity	(537)	
pickup Allowance for doubtful accounts Adjusted profit Changes in	30.850	32.520
working **capital**	(81.748)	(78.404)
	(11.011)	(10.720)
	2.617	3.842
	40.310	**46.441**
Changes in operating assets and liabilities		
Accounts receivable	(5.925)	(1.544)
Taxes recoverable	182	15
Advances Prepaid	(723)	(10)
expenses Deposits escrow	(476)	42
Suppliers Taxes and contributions	42	96
	(343)	394
Salaries and social charges	6.404	6.121
Advances from customers	118	
Deferred Revenue Provision	(501)	(2)
for legal and	(527)	
administrative proceedings and legal obligations Other		
Amounts Income tax and social	641	(358)
	1.119	(178)
contributions paid Cash flow generated by operations	(6.441)	(5.802)
Cash **flow investment box**	**33.880**	**45.215**
Acquisition of bonds and securities 3,558 (1,341)		
Transactions with related parties (428) 256		
Dividends received - (43,667)		
Investment 9,948 53,653		
Acquisition of fixed assets - (9,016)		
Acquisition and construction of investment property (17,503) (9,527)		
Cash flow applied to investment activities (4,425) (9,641)		
Financing cash flow Financial expenses		
(587) (135)		
Dividends paid (27,753) (35,620)		
Cash flow used in financing activities (28,340) (35,755)		
Cash flow (181)	**1.116**	
Cash flow Cash		
and cash equivalents at the beginning of the year Cash and		181
cash equivalents at the end of the year **Cash Variation**	1.116	
	1.116	**(181)**

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS ON DECEMBER 31, 2019 and 2018

Note 1 – Operational Context: Center Shopping SA, is a privately held corporation headquartered in the city of Uberlândia – MG, exploring the activity of shopping centers, whose corporate purpose is to organize and manage undertakings in the commercial area, provide administration and management services for own movable and immovable assets for assignment of use and own infrastructure, including parking lots. **Note 2 – Summary of Accounting Practices:** The financial statements were prepared in accordance with accounting practices adopted in Brazil, based on the provisions contained in the Brazilian Corporate Law and the rules established by the Brazilian Securities Commission – CVM. **(a) Use of estimates.** When preparing the financial statements, it is necessary to use estimates to account for certain assets and liabilities. The company's financial statements include estimates relating to the selection of useful lives of property, plant and equipment, provision for doubtful accounts and provisions for income tax, social contribution and other similar matters. As they are estimates, it is normal for variations to occur when the actual realization or liquidation of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.

Revenues and costs derive substantially from the shopping center operation. The Company proportionally recognizes its share in the rent paid and corresponding costs passed on by the condominiums, based on the percentage of the Company's share in these developments. **(w)**

Bills to receive. Include rent receivables. They are stated at historical values, already deducted from the respective provisions for loan losses. The company's management considers the aforementioned provision to be sufficient to cover possible losses, having adopted as a criterion the provisioning, substantially, of all amounts receivable overdue for more than 180 days. **(d)**

Immobilized. Stated at cost less the respective accumulated depreciation. Depreciation is calculated using the straight-line method at annual rates considered compatible with the useful and economic life of the assets. **(e) Other assets and liabilities, current and non-current.** They are demonstrated by **Ruy Kameyama - President - CPF: 071.506.847-42; William Costa Dias - cost or realization values and includes, when applicable, financial charges incurred, recognized pro rata up to the balance sheet date. (f) Income tax and social contribution.** They are computed on a monthly basis under the presumed profit system, whose income tax calculation base is calculated at the rate of 32% for income from rents and 100% for financial income; the social contribution on net income is calculated at the rate of 32% on gross revenues, on which nominal rates apply. **Note 3 –** Shareholders' Equity: On December 31, 2019, the Company's share capital is R$ 160,929,317.80 (2018 R$ 160,929,317.80), divided into 9,355,351 preferred shares without voting rights, all nominative and with no face value.

Director - CPF: 736.160.956-20; Rafael da Silva Bittencourt - Accountant - CRC: 110239/O-4 - CPF: 055.635.647-03

CENTER SHOPPING S/A
CNPJ: 38.720.884/0001-21

Management Report: We present to you. our Financial Statements ended on 12/31/2020. The Board

Balance Sheet Year ended December 31 In thousands of Reais

Active 2019	**2020**	
Current		
Cash and cash equivalents	500	1.116
Marketable securities	7.118	1.995
Bills to receive	13.153	11.680
Taxes to recover	22	
advances	1.623	3
Prepaid expenses	967	
Other receivables	109	
	23.493	1.003 476 436 **16.709**
Not CIRCULANT		
Bills to receive	5.070	2.189
Deposits and guarantees	35	32
Debts of subsidiaries and affiliates	1.002	
Investments	8.580	6.619 974.142
investment properties	1.074.694	**988.828**
	1.083.534	**1.012.321**
total assets	**1.100.243**	**2020 2019**
Passive		
Current		
Bills to pay	1.760	1.200
Taxes and contributions to collect	754	1.649
Salaries and social charges		
Taxes and contributions - installments	7 165	8 165
Provision for judicial, administrative and legal obligations		
	113	35
deferred income	507	680
Other amounts payable	138	199
	3.445	**3.935**
Not CIRCULANT		
deferred taxes	280.530	313.098 428
deferred income	661	7.022 781
Loans from related companies	**287.980**	**314.540**
Net worth		
Capital social	160.929	160.929
profit reserves	559.967	620.839
	720.896	**781.768**
Total liabilities and shareholders' equity	**1.012.321**	**1.100.243**

Income statement Year ended December 31 In thousand reais 2019 55.790 (8.765)

	2020	
Net income from rents and services	38.705	
Rental and service costs	(7.364)	
Gross profit from rents and services	**31.341**	**47.025**
Operational expenses		
Business expenses	(7.467)	(2.819)
Administrative costs	(207)	(85)
Gain/Loss on fair value of investment properties	(107.604)	81.748
Other operating gains		613
	(115.278)	**79.458**
Income before financial result and taxes	**(83.937)**	**126.483**
Equity Income	4.985	11.011
net financial result	**93**	**598**
Financial income	946	1.297
Financial expenses	(853)	(699)
Profit / Loss before taxation	**(78.859)**	**138.092**
Income tax and social contribution		
Chains	(3.307)	(6.441)
Deferred	32.568	(30.850)
Net income / Loss for the year	**(49.597)**	**100.801**

Statements of changes in equity Year ended December 31 In thousands of reais

	Capital social	Accumulate reserve - legal retention / profit	Profit Reserve / of the	Total
Balance on December 31, 2018	**160.929**	**16.315**	**531.476**	**- 708.720** - 100.801 100.801 -
profit for the year				(27.753) (27.753)
dividends paid				
constitution of reserves		5.040	68.008	(73.048)
Balance on December 31, 2019	**160.929**	**21.355**	**599.484**	**- 781.768**
loss for the year				- (49.597) (49.597)
dividends paid				(11.275) - (11.275)
loss absorption				(49.597) 49.597
Balance on December 31, 2020	**160.929**	**21.355**	**538.612**	**- 720.896**

Cash flow statement Year ended December 31 In reais thousand

2020 operating cash flow		**2019**
Net income / Loss for the period	**(49.597)**	**100.801**
Settings		
Financial expenses	853	587
Yield from bonds and securities	(946)	(1.249)
Linearization adjustment	(8.341)	(537)
Deferred income tax and social contribution	(32.568)	30.850
Change in the fair value of investment properties	107.604	(81.748)
Equity	(4.985)	(11.011)
Allowance for doubtful debts	6.243	2.617
adjusted profit	**18.263**	**40.888**
Changes in working capital		
Changes in operating assets and liabilities		
Bills to receive	(2.256)	(5.925)
recoverable taxes	(18)	182
advances	(620)	(723)
prepaid expenses	(491)	(476)
security deposits	(4)	42
Suppliers	561	(343)
Taxes and contributions	2.412	6.404
Salaries and social charges	(1)	118
advances from customers		(501)
Deferred Revenue	(233)	(527)
Provision for judicial and administrative proceedings and legal obligations	(94)	641
Other Amounts	266	1.119
Income tax and social contributions paid	(3.307)	(6.441)
Cash flow generated by operations	**14.478**	**34.414**
Investment cash flow		
Acquisition of bonds and securities	(4.178)	3.558
Transactions with related parties	5.239	(428)
Investment	3.025	9.948
Acquisition and construction of investment property	(7.052)	(17.503)
Cash flow applied to investment activities	**(2.966)**	**(4.958)**
Financing cash flow		
Financial expenses	(853)	587
dividends paid	(11.275)	(27.753)
Cash flow applied to financing activities	**(12.128)**	**(28.340)**
Cash flow	**(615)**	**1.116**
Cash flow		
Cash and cash equivalents at the beginning of the year	1.116	
Cash and cash equivalents at the end of the year	500	1.116
Cash Variation	**(615)**	**1.116**

NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2020 and 2019 Note 1 – Operating Context: Center Shopping SA is a privately held corporation headquartered in the city of Uberlândia – MG, exploring The shopping center activity has the corporate purpose of organizing and managing undertakings in the commercial area, providing administration and management services for own movable and immovable assets for assignment of use and own infrastructure, including parking lots. **Note 2 – Summary of Accounting Practices:** The financial statements were prepared in accordance with accounting practices adopted in Brazil, based on the provisions contained in the Brazilian Corporate Law and the rules established by the Brazilian Securities Commission – CVM. **(a) Use of estimates.** When preparing the financial statements, it is necessary to use estimates to account for certain assets and liabilities. financial statements

The company's financials include estimates referring to the selection of useful lives of property, plant and equipment, allowance for doubtful accounts and provisions for income tax, social contribution and other similar matters. As they are estimates, it is normal for variations to occur when the actual realization or settlement of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.

Revenues and costs derive substantially from the shopping center operation. The Company proportionally recognizes its share in the rent paid and corresponding costs passed on by the condominiums, based on the percentage of the Company's share in these developments. **(w)**

Bills to receive. Include rent receivables. They are stated at historical values, already deducted from the respective provisions for loan losses. The company's management considers the aforementioned provision to be sufficient to cover possible losses, having adopted as a criterion the provisioning, substantially, of all amounts receivable overdue for more than 180 days. **(d)**

Immobilized. Stated at cost less the respective accumulated depreciation. Depreciation is calculated using the straight-line method at annual rates considered compatible with the useful and economic life of the assets. **(e) Other assets and liabilities, current and non-current.** They are demonstrated by **Ruy Kameyama - President - CPF: 071.506.847-42; William Costa Dias - cost or realization values and includes, when applicable, financial charges incurred, recognized pro rata up to the balance sheet date. (f) Income tax and social contribution.** They are computed on a monthly basis under the presumed profit system, whose income tax calculation base is calculated at the rate of 32% for income from rents and 100% for financial income; the social contribution on net income is calculated at the rate of 32% on gross revenues, on which nominal rates apply. **Note 3 –** Shareholders' Equity: On December 31, 2020, the Company's share capital is R$ 160,929,317.80 (2019 R$ 160,929,317.80), divided into 9,197,985 preferred shares without the right to vote, all nominative and with no face value.

Director - CPF: 736.160.956-20; Rafael da Silva Bittencourt - Accountant - CRC: 110239/O-4 - CPF: 055.635.647-03

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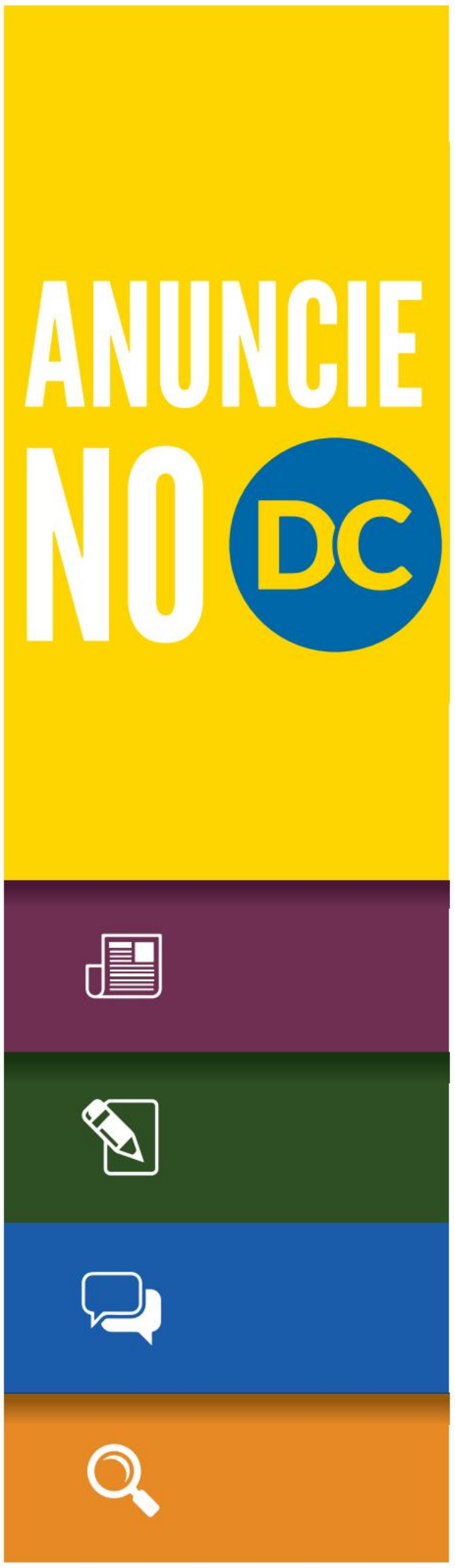

CENTER SHOPPING S/A
CNPJ: 38.720.884/0001-21

Management Report: We present to you. our Financial Statements ended on 12/31/2021. The Board

Balance Sheet Year ended December 31 In thousands of Reais

Active 2020	**2021**	
Current		
Cash and cash equivalents	46	500
Marketable securities	2.459	7.118
Bills to receive	15.804	13.153
Taxes to recover	33	22
advances	1.663	1.623
Other receivables	256	109
	20.260	**23.493**
Not CIRCULANT		
Bills to receive	6.556	5.070 28 35
Deposits and guarantees	485	1.002 7.026
Debts of subsidiaries and affiliates	8.580	967.983
Investments	974.142	**982.078**
investment properties	**988.828**	**1,002.338**
	1.012.321	
total assets		
Passive	**2021**	**2020**
Current		
Bills to pay	545	1.760
Taxes and contributions to collect	1.977	754
Taxes and contributions - installments		165
Salaries and social charges	26	7
Provision for judicial, administrative and legal obligations		
	1.028	113
deferred income	590	507
Other amounts payable	252	138
	4.419	**3.445**
Not CIRCULANT		
deferred taxes	276.924	280.530
deferred income	1.080	428
Loans from related companies	4.013	7.022
	282.017	**287.980**
Net worth		
Capital social	160.929	160.929
profit reserves	554.972	559.967
	715.901	**720.896**
Total Liabilities and Equity NOTES	**1.002.338**	**1.012.321**

TO THE FINANCIAL STATEMENTS ON DECEMBER 31, 2021 and 2020.

Note 1 – Operational Context: Center Shopping SA, is a privately held corporation headquartered in the city of Uberlândia – MG, exploring the activity of shopping centers, whose corporate purpose is to organize and manage undertakings in the commercial area, provide administration and management services for own movable and immovable assets for assignment of use and own infrastructure, including parking lots. **Note 2 – Summary of Accounting Practices:** The financial statements were prepared in accordance with accounting practices adopted in Brazil, based on the provisions contained in the Brazilian Corporate Law and the rules established by the Brazilian Securities Commission – CVM. **(a) Use of estimates.** In preparing the financial statements, it is necessary to use estimates to account for certain assets and liabilities. The company's financial statements include estimates referring to the selection of useful lives of property, plant and equipment items, provision for doubtful accounts and provisions for income tax, social contribution and other similar items. As they are estimates, it is normal for variations to occur when the actual realization or liquidation of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.

Revenues and costs derive substantially from the shopping center operation. The Company proportionally recognizes its share in the rent paid and corresponding costs passed on by the condominiums, based on the percentage of the Company's share in these developments. **(w)**

Bills to receive. Include rent receivables. They are stated at historical values, already deducted from the respective provisions for loan losses. The company's management considers the aforementioned provision to be sufficient to cover possible losses, having adopted as a criterion the provisioning, substantially, of all amounts receivable overdue for more than 180 days. **(d)**

Immobilized. Stated at cost less the respective accumulated depreciation. Depreciation is calculated using the straight-line method at annual rates **Ruy Kameyama - President -**

Income Statement Year ended December 31 In thousands of Reais

	2021	**2020**
Net income from rents and services	45.619	38.705
Rental and service costs	(6.955)	(7.364)
Gross profit from rents and services	**38.664**	**31.341**
Operational expenses		
Business expenses	350	(7.467)
Administrative costs	(901)	(207)
Loss on fair value of investment properties	(18.716)	(107.604)
	(19.267)	**(115.278)**
Earnings before financial income and taxes Equity	**19.397**	**(83.937)**
pickup result Net financial income Financial	**6.204**	4.985
income Financial expenses **Net**	**60**	**93**
income before	1.128	946
taxation Income tax	(1.068)	(853)
and social contribution	**25.661**	**(78.859)**
Chains	(4,611)	(3,307)
Deferred	3,615	32,568
Net income for the year	**24,665**	**(49,597)**

Statements of changes in equity Year ended December 31 In thousands of reais

	Capital social	profit reserves: the edge legal	Profit retention reserve	Retained earnings	Total
Balance on December 31, 2019	**160.929**	**21.355**	**599.484**	**- 781.768**	
loss for the year				- (49.597)	(49.597)
dividends paid			(11.275)	-	(11.275)
loss absorption			(49.597)	49.597	
Balance on December 31, 2020	**160.929**	**21.355**	**538.612**	**-**	**720.896**
profit for the year				24.665	24.665
dividends paid			(6.228)	(23.432)	(29.660)
constitution of reserves	-	1.233		(1.233)	
Balance on December 31, 2021	**160.929**	**22.589**	**532.384**	**-**	**715.901**

Cash flow statement Year ended December 31 In reais thousand

	2021	**2020**
Operating cash flow		
Net income for the period	**24.665**	**(49.597)**
Adjustments		
Financial expenses	637	853
Income from marketable securities Deferred	(277)	(946)
income tax and social contribution Change in the fair	(3.615)	(32.568)
value of investment properties Equity pickup Allowance for doubtful	18.716	107.604
accounts Adjusted **profit**	(6.204)	(4.985)
Changes in working capital	(2.503)	6.243
	31.419	**18.263**
Changes in operating assets and liabilities		
Accounts receivable	(1.633)	(2.256)
Taxes recoverable	(11)	(18)
Advances	(40)	(620)
Prepaid expenses	967	(491)
Deposits escrow	7	(4)
Suppliers	(1.215)	561
Taxes and contributions	5.679	2.412
Salaries and social charges	19	(1)
Deferred revenue	652	(233)
Provision for lawsuits, administrative and legal obligations		
Other Amounts	998	(94)
Income tax and	(33)	266
social contributions paid Cash flow generated by	(4.611)	(3.307)
operations Cash flow from **investments**	**32.198**	**14.478**
Acquisition of securities 4,936 (4,178)		
Transactions with related parties (2,492) 5,239		
Investment 7,758 3,025		
Acquisition and construction of investment property (12,558) (7,052)		
Cash flow applied to investment activities (2,355) (2,966)		
Financing cash flow		
Financial expenses (637) (853)		
Dividends paid (29,660) (11,275)		
Cash flow used in financing activities (30,297) (12,128)		
Cash flow (615)	**(454)**	
Cash flow		
Cash and cash equivalents at the beginning of the year	500	1.116
Cash and cash equivalents at the end of the year **Cash**	46	500
Variation	**(454)**	**(615)**

estimates to account for certain assets and liabilities. The company's financial statements include estimates referring to the selection of useful lives of property, plant and equipment items, provision for doubtful accounts and provisions for income tax, social contribution and other similar items. As they are estimates, it is normal for variations to occur when the actual realization or liquidation of the corresponding assets and liabilities takes place. **(b) Determination of income for the year.** The income for the year is determined on an accrual basis.

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considered compatible with the economic useful life of the goods. **(e) Other assets and liabilities, current and non-current.** They are stated at cost or realizable values and include, when applicable, accrued financial charges, recognized pro rata up to the balance sheet date. **(f) Income tax and social contribution.** They are computed on a monthly basis under the presumed profit system, whose income tax calculation base is calculated at the rate of 32% for income from rents and 100% for financial income; the social contribution on net income is calculated at the rate of 32% on gross revenues, on which nominal rates apply. **Note 3 –** Shareholders' Equity: On December 31, 2021, the Company's share capital is R$ 160,929,317.80 (2020 R$ 160,929,317.80), divided into 9,355,351 preferred shares without the right to vote, all nominative and with no face value.

CPF: 071.506.847-42; William Costa Dias - Director - CPF: 736.160.956-20; Rafael da Silva Bittencourt Accountant - CRC: 110239/O-4 - CPF: 055.635.647-03

Audaz Tecnologia SA
CNPJ/MF No. 38.742.698/0001-93

Management report

gentlemen Shareholders: In compliance with legal and statutory provisions, we submit for your appreciation, the financial statements for the years ended December 31, 2021 and 2020.

Balance Sheets As of December 31, 2021 and 2020 (In Thousand Reais)

Active	**31/12/2021**	**31/12/2020**
Current		
Cash and cash equivalents	13.020	2.340
Accounts receivable from customers	923	1.029
recoverable taxes	120	214
Other assets	943	321
Total current assets	**15.006**	**3.904**
Not CIRCULANT		
Other accounts receivable	687	681
Immobilized	115	155
Intangible	1.473	42
Total non-current assets	**2.275**	**878**
total assets	**17.281**	**4.782**

Passive	**31/12/2021**	**31/12/2020**
Current		
Suppliers	175	73
Labor and tax obligations	1.540	965
Loans and financing payable	319	476
Other liabilities	745	208
Total current liabilities	**2.779**	**1.722**
Not CIRCULANT		
Loans and financing payable	1.385	1.781
Total non-current liabilities	**1.385**	**1.781**
Net worth		
Capital social	12.200	200
legal reserve	146	40
Other profit reserves	1.293	1.561
(-) Accumulated losses	(522)	(522)
Total equity	**13.117**	**1.279**
Total liabilities and shareholders' equity	**17.281**	**4.782**

Statement of Changes in Shareholders' Equity - Years ended December 31, 2021 and 2020 (In thousands of reais)

	Capital Social	Reservation Legal	Other Profit Reserves	Profits (Losses) Accumulated	Total Equity Liquid
Balances on December 31, 2019	**10**	-	**1.245**	**(522)**	**733**
Increase in share capital	190	-	(190)	-	
profit for the year	-	-	-	1.610	1.610
Proposed destination:					
Reservations	-	40	506	(546)	-
dividend payment	-	-	-	(1.064)	(1.064)
Balances on December 31, 2020	**200**	**40**	**1.561**	**(522)**	**1.279**
Increase in share capital	12.000	-	-	-	12.000
profit for the year	-	-	-	2.114	2.114
Proposed destination:					
Reservations	-	106	-	(106)	-
dividend payment	-	-	(268)	(2.008)	(2.276)
Balance on December 31, 2021	**12.200**	**146**	**1.293**	**(522)**	**13.117**

Income Statement - Years ended December 31, 2021 and 2020 (In thousands of reais)

	31/12/2021	**31/12/2020**
net income	**12.045**	**10.339**
(-) Costs of services provided	(5.215)	(4.840)
gross profit	**6.830**	**5.499**
Operating Income (Expenses)		
Administrative and general expenses	(4.808)	3 (3.618)
Other operating income/expenses		
net financial result	89	(125)
Profit before income tax		
and social contribution	**2.114**	**1.756**
Current income tax and social contribution	-	(146)
Net income for the year	**2.114**	**1.610**

Statement of Cash Flows - Years ended December 31, 2021 and 2020 (In thousands of reais)

Operating activities 12/31/2021	**12/31/2020**	
Net income for the period 2,114 1,610		
Adjustments to reconcile the result with cash generated by operating activities		
Depreciation and amortization Prepaid	186	47
expenses Financial expenses incurred	-	9
Appropriated financial income **Changes in**	128	88
assets and liabilities:	(23)	(16)
Trade accounts receivable Taxes	106	201
recoverable Other current	94	104
assets Suppliers Labor and tax	(605)	(34)
obligations Other	111	(18)
accounts payable **Net cash from operating**	574	298
activities Additions to	538	100
property, plant and equipment Additions to intangible	**3.223**	**2.389**
assets Net cash from activities	(1)	(70)
	(1.576)	(23)
of investment	**(1.577)**	**(93)**
Increase in share capital	12.000	-
Dividends paid to shareholders	(2.276)	(1.064)
Receipt of loans and financing	-	826
Loan and financing payments	(690)	(107)
Net cash from activities of financing	**9.034**	**(345)**
Net change in cash and cash equivalents	**10.680**	**1.952**
Cash and cash equivalents		
At the beginning of the year	2.340	389
At the end of the year	13.020	2.340
Net change in cash and cash equivalents	**10.680**	**1.951**

Explanatory Notes to the Financial Statements - On December 31, 2021 and 2020 (Amounts expressed in thousands of reais, unless otherwise indicated)

1. Operational context – Audaz Tecnologia S/A is a privately held corporation, domiciled in Brazil, incorporated on 08/31/1990 and headquartered in the city of Nova Lima, Minas Gerais.

The company operates in the development and licensing of computer programs, assignment of rights, leasing, advisory, consultancy, training, support and maintenance of computer programs, advisory, consultancy in the management of acquisition of transport voucher benefits, agency, brokerage or intermediation of titles, securities and contracts, commercial representation and consultancy in business management. Audaz Tecnologia S/A is governed by its Bylaws and applicable legal provisions, including Law No. 6,404, of December 15, 1976. **2. Accounting policies – 2.1.**

Basis of preparation of the statements: The Company's financial statements were prepared in accordance with accounting practices adopted in Brazil. The accounting practices adopted in Brazil include those included in the Brazilian corporate law, and the pronouncements, guidelines and technical interpretations issued by the Accounting Pronouncements Committee ("CPC"), approved by the Federal Accounting Council ("CFC"), through the Brazilian Standards of Accounting. The Company's functional currency is the Brazilian real, all amounts presented in these financial statements are expressed in thousands of reais, unless otherwise indicated. **2.2. Significant accounting practices: a) Cash and cash equivalents:** Cash and cash equivalents are held for the purpose of meeting short-term cash commitments, and not for investment or other purposes. The Company considers cash equivalents to be a financial investment that can be immediately converted into a known amount of cash, subject to an insignificant risk of change in value. Therefore, normally, an investment qualifies as a cash equivalent when it has a short-term maturity, redeemable within 90 (ninety) days, as of the contracting date. **b) Accounts receivable and provision for loss:** Accounts receivable are presented in the balance sheet at the nominal value of the securities representing these credits, plus monetary restatement or exchange variation, when applicable, and segregated between short and long-term according to maturity . Management recognizes the allowance for doubtful accounts based on the expected loss and no longer based on the incurred loss.

Thus, the Company chose to use the practical expedient provided for in the standard, and applied the simplified model to measure the expected loss for the duration of the contract, through historical data and the segmentation of receivables into groups that present the same pattern. **c) Other assets and liabilities:** Stated at known or estimated amounts plus, when applicable, the corresponding charges and monetary variations up to the balance sheet date, the contra entry of which is recorded in the statement of income for the year. **d) Property, plant and equipment:** It is recorded at cost value, less accumulated depreciation and the provision for impairment of assets (impairment), when applicable, as per CPC 27.

e) **Intangible assets:** Represented by amounts paid in the acquisition of intangible , measured upon initial recognition at acquisition cost and subsequently deducted from accumulated amortization and impairment losses, when applicable.

3. Cash and cash equivalents Cash and	**31/12/2021**	**31/12/2020**
banks	342	205
Financial investments **Total**	12.678	2.135
4.	**13.020**	**2.340**
Accounts receivable from customers	**31/12/2021**	**31/12/2020**
Accounts receivable	1.154	1.029
Provision for Settlement Credits dubious	(231)	
Total	**923**	**1.029**
5. Intangible	**2021**	**2020**
Software	108	74
Software under development	1.542	-
Accumulated amortization	(177)	(32)
Total	**1.473**	**42**
6. Labor and tax obligations 12/31/2021 12/31/2020		
Salaries 416 258		
Labor provisions 608 432		
Obligations and charges Other	350	186
labor obligations Tax obligations **Total 7.**	68	16
Shareholders' equity – The	98	73
share	**1.540**	**965**

capital on December 31, 2021, fully subscribed and paid in national currency is of R$12,200 (R$200 in 2020), represented by 266,845 registered common shares with no par value.

8. Gross profit 12/31/2021	**12/31/2020**
Provision of services 13,511	11,606
Taxes on services (1,466)	(1,267)
Cash receipts 12,045	**10,339**
General costs of providing services (1,559)	(1,132)
Costs with personnel linked to the provision of Services	
Costs of	(3,656) (3,708)
services provided Total 9. Administrative	**(5,215) (4,840)**
and	**6,830 5,499**
general expenses Expenses with administrative	**31/12/2021 31/12/2020**
and commercial personnel Expenses with services contracted	(1.480) (1.138)
from third parties	(1.815) (1.614)
Expenses with rent and condominium	(127) (164)
Depreciation and amortization expenses	(185) (46)
General costs	(1,201) (656)
Total	**(4,808) (3,618)**

The Board

José Flávio Fonseca – Accountant CRC 39.599/MG

MEBR PARTICIPAÇÕES SA
CNPJ: 13.450.997/0001-23

Balance sheet as of December 31 - (In thousands of reais, unless otherwise indicated)

ACTIVE 2020	**2021**	
CURRENT		
Cash and cash equivalents	29	
Accounts receivable from customers	107	6
Accounts receivable from related parties	102.913	107
Recoverable taxes and contributions	54	
Other assets	142	
Total current assets	**103.245**	102.238 72 134 **102.557**
NOT CIRCULANT		
Investments	70.232	69.352
Immobilized		63
Total non-current assets	**70.232**	**69.415**
TOTAL ASSETS	**173.477**	**171.972**

LIABILITIES AND SHAREHOLDERS' EQUITY	**2021**	**2020**
CURRENT		
Suppliers	53	24
Loans and financing		2.603
Related parties	166.778	158.947
Other liabilities		
Total current liabilities	4 **166.835**	4 **161.578**
NOT CIRCULANT		
Deferred income and social contribution taxes	1.742	1.914
Total non-current liabilities	**1.742**	**1.914**
Total liabilities	**168.577**	**163.492**
NET WORTH		
Capital social	53.127	53.127
Asset valuation adjustment	3.495	3.827
Accumulated losses	(51.722)	(48.474)
Total equity	**4.900**	**8.480**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**173.477**	**171.972**

Income statement on December 31
(In thousands of reais, unless otherwise indicated)

	2021	**2020**
OPERATING INCOME (EXPENSES):		
Equity in earnings	1.070	(30.917)
General and Administrative Expenses	(43)	(39)
Other operating income/expenses, net	(63)	
OPERATING PROFIT (LOSS) BEFORE FINANCIAL RESULT	964	(30.956)
FINANCIAL RESULT		
Financial income	380	394
Financial expenses	(4.905)	(25.723)
	(4.525)	(25.329)
PROFIT (LOSS) BEFORE INCOME TAXES AND SOCIAL CONTRIBUTION	(3.561)	(56.285)
INCOME TAX AND SOCIAL CONTRIBUTION		
NET INCOME (LOSS) FOR THE YEAR	**(3.561)**	**(56.285)**

board

Mario Rui Sousa de Oliveira Couto - Chief Executive Officer
Rui Alexandre Dias Caetano
Rui Pedro Pinheiro de Almeida Dias Simões

accountant

Thaís Nery de Assunção- CRC 111.456/O-0

"The complete financial statements, including the Explanatory Notes and the Independent Auditors' Report are available at the Company's headquarters"

CARMEUSE BRASIL SOLUÇÕES QUÍMICAS S/A
CNPJ: 19.281.807/0034-36

MANAGEMENT REPORT Dear

Shareholders: In compliance with legal and statutory provisions, we submit the Financial Statements for the years ended December 31, 2021 for your appreciation. We remain at your disposal for any clarifications you deem necessary. THE BOARD.

balance sheets
Years ended on December 31, 2021 and 2020 - In reais (R$)

Active	**2021**	**2020**
Current		
Cash and cash equivalents	4.349.508	1.391.948
Bills to receive	11.946.581	6.079.878
Stocks	3.320.956	1.445.990
Taxes and contributions to be recovered	**2.490.654**	**2.731.327**
advances to employees	16.678	5.595 346.298
Advance to suppliers	23.404	1.270 58.026
Prepaid expenses		
Other credits	78.081	296.347
Purchases to be delivered	88.000	**22.826.318**
	11.844.223	
Not CIRCULANT		
Related parties	69.414	40.966 -
Deferred taxes		1.504.288 470
Taxes and contributions recoverable LP		
Investimentos	164.265	164.265
Intangible	37.473.676	26.118.663
Fixed Assets	6.901.225	7.839.995
	44,609,050	**35,668,177**
total assets	**67.435.368**	**47,512.400**

Passive	**2021**	**2020**
Current		
Suppliers	11.274.440	4.271.931
cash in transit	46.983	4.786
Tax and fiscal obligations	1.849.820	798.044
Social and labor obligations	1.222.055	876.939
advances from customers	17.929	22.844
Other accounts payable (CP)	154.559	9.068
	14.565.786	**5.983.612**
Not CIRCULANT		
Other obligations	- 7,312.500	-
	7.312.500	
Net worth		
Capital social	38.012.993	28.584.169
capital reserve	15.935.487	15.935.486
Accumulated profits (losses)	(1,078.898)	(10,303.367)
	52.869.582	**34,216.288**
Total liabilities and shareholders' equity	**67.435.368**	**47,512.400**

Statements of changes in equity
Years ended on December 31, 2021 and 2020 - In reais (R$)

	Capital	Reserve social capital	Profits/ losses accrued	Total	Balance on
December 31, 2019	13,703,266	966,103	14,669,369	Income for the Year - (2,003,578)	(2,003,578)
Capital increase 14,880,903 Capital reserve		15,935,486	14,880,903	Adjustment from previous years (9,265,892)	(9,265,892)
				15.935.486	
Balance on December 31, 2020	28,584,169	15,935,486	(10,303,367)	34,216,288	Capital increase
9,428,824 9,428,824 Income for the Year - 10,978,947				10,978,947 1 1 Adjustments from previous years - (1.75 4,478) (1,754,478)	
Balance on December 31, 2021	38,012,993	15,935,487	(1,078,898)	52,869,582	

Income statement for the years
Years ended on December 31, 2021 and 2020 - In reais (R$)

	2021	**2020**
Net Revenue	77.592.798	44.960.585
(-) Cost of goods sold	(46.308.380)	(37.735.241)
(=) Gross profit	**31.284.418**	**7.225.344**
(+/-) Operating expenses/income		
General and Administrative Expenses	(14.456.880)	(7.123.470)
tax expenses	(123.729)	(66.379)
Other operating income and expenses	(10.187)	(30.977)
(=) Operating result before financial result	**16.693.622**	**4.518**
Financial expenses	(2.419.347)	(415.186)
Financial income	129.081	86.183
(=) Net financial result	**(2.290.266)**	**(329.003)**
(=) Earnings before income tax and social contribution	**14.403.356**	**(324.485)**
Income tax and social contribution	(3.424.409)	(1.679.093)
(=) Profit (loss) for the year	**10.978.947**	**(2.003.578)**

Cash flow statement
Years ended on December 31, 2021 - In reais (R$)

	2021
Cash flow from operating activities	
profit for the year	10.978.947
Adjustments to reconcile net income for the year with net cash generated by operating activities:	
Depreciation and amortization	3.743.949
Write-off of fixed assets	(10.040)
(Increase) decrease in operating assets:	
Bills to receive	(5.866.703)
recoverable taxes	240.203
advances	(333.977)
deferred taxes	1.504.288
Other credits	(189.562)
Stocks	(1.874.966)
Increase (decrease) in operating liabilities:	
Suppliers	7.002.509
tax obligations	1.051.776
Social and labor obligations	345.117
Other bills to pay	(8.884.205)
Cash generated (invested) in operations	**7.707.336**
Cash flow from investing activities	
Acquisitions of fixed and intangible assets	(14.150.151)
Net cash used in investment activities	**(14.150.151)**
Cash flow from financing activities	
Increase in share capital	9.428.824
Acquisition of related party loans	(28.448)
Net cash generated (invested) in financing activities	**9.400.376**
Increase (decrease) in cash and cash equivalents	**2.957.560**
Cash and cash equivalents at the beginning of the year	1.391.948
Cash and cash equivalents at the end of the year	4.349.508
Increase (decrease) in cash and cash equivalents	**2.957.560**

Carlos Eduardo Avelar Batista
Director

Julian Clemente
Counter
CRC: 1SP 197.232/O-6

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- Luiz Carlos Mota Costa (Signatory - Diário do Comércio Empresa Jornalística LTDA) - 045.***.***-72 on 04/30/2022 15:44 UTC 03:00

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