

(Convenience Translation into English  
from the Original Previously Issued in Portuguese)

## **Indústrias Romi S.A.**

Report on Review of Individual and  
Consolidated Interim Financial  
Information for the  
Quarter Ended June 30, 2021

Deloitte Touche Tohmatsu Auditores Independentes

(Convenience Translation into English from the Original Previously Issued in Portuguese)

## REPORT ON REVIEW OF INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

To the Shareholders, Board of Directors and Management of  
Indústrias Romi S.A.

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of Indústrias Romi S.A. ("Company"), identified as Parent and Consolidated, respectively, included in the Interim Financial Information Form - ITR, for the quarter ended June 30, 2021, which comprises the individual and consolidated balance sheet as at June 30, 2021 and the related individual and consolidated statements of profit and loss and of comprehensive income for the three- and six-month periods then ended, and the individual and consolidated statements of changes in equity and of cash flows for the six-month period then ended, including the explanatory notes.

Management is responsible for the preparation of this individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM, applicable to the preparation of Interim Financial Information - ITR. Our responsibility is to express a conclusion on this interim financial information based on our review.

### **Scope of review**

We conducted our review in accordance with Brazilian and International Standards on Review of Interim Financial Information (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion on the individual and consolidated interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the Interim Financial Information - ITR referred to above is not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34, applicable to the preparation of ITR, and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM.

## Other matters

### *Statements of value added*

The interim financial information referred to above includes the individual and consolidated statements of value added ("DVA") for the six-month period ended June 30, 2021, prepared under the responsibility of the Company's Management and presented as supplemental information for international standard IAS 34 purposes. These statements were subject to the review procedures performed together with the review of the Interim Financial Information - ITR to reach a conclusion on whether they are reconciled with the interim financial information and the accounting records, as applicable, and if their form and content are consistent with the criteria set forth in technical pronouncement CPC 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with technical pronouncement CPC 09 and consistently with the accompanying individual and consolidated interim financial information taken as a whole.

The accompanying individual and consolidated interim financial information has been translated into English for the convenience of readers outside Brazil.

Campinas, July 20, 2021



DELOITTE TOUCHE TOHMATSU  
Auditores Independentes



Paulo de Tarso Pereira Jr.  
Engagement Partner

**INDÚSTRIAS ROMI S.A.**
**BALANCE SHEETS**

(In thousands of Brazilian reais - R\$)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

		Parent		Consolidated	
	Note	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	3	60,216	140,932	110,676	195,418
Short-term investments	3	54,257	127,166	54,257	127,166
Trade accounts receivable	4	112,522	98,974	181,648	186,183
Onlending of FINAME - manufacturer financing	5	141,290	131,494	141,290	131,494
Inventories	6	390,741	266,114	511,327	358,674
Related parties	8	36,776	47,052	-	-
Taxes recoverable	9	65,715	44,538	76,193	51,204
Other receivables		10,627	13,686	17,355	18,556
		872,144	869,956	1,092,746	1,068,695
NONCURRENT ASSETS					
Trade accounts receivable	4	16,038	11,161	19,334	13,106
Onlending of FINAME - manufacturer financing	5	214,598	203,222	214,598	203,222
Related parties	8	46,264	34,223	-	-
Taxes recoverable	9	21,559	28,250	21,565	28,256
Deferred income tax and social contribution	16	16,504	23,552	20,481	23,934
Judicial deposits	15	1,976	1,884	1,976	1,884
Other receivables		5,568	3,054	6,144	3,687
		322,507	305,346	284,098	274,089
Investments in subsidiaries	7	163,215	180,393	-	-
Property, plant and equipment	11	235,627	212,188	331,801	314,748
Investment properties	10	13,500	13,500	18,388	18,388
Intangible assets	12	1,073	1,096	63,051	70,788
		735,922	712,523	697,338	678,013
TOTAL ASSETS		1,608,066	1,582,479	1,790,084	1,746,708

		Parent		Consolidated	
	Note	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Borrowings	13	34,966	115,025	35,506	115,422
FINAME manufacturer financing	14	118,208	122,704	118,208	122,704
Trade accounts payable		136,543	87,756	152,663	96,054
Payroll and related taxes		32,857	27,272	45,324	36,163
Taxes payable		11,662	7,553	18,780	13,182
Advances from customers		40,457	32,156	101,975	70,462
Profit sharing		3,074	4,856	3,074	4,856
Dividends and interest on capital		35,418	91,130	35,418	91,130
Provision for tax, labor and civil risks	15	1,422	1,216	1,422	1,216
Other payables		3,906	3,811	24,779	35,612
Related parties	8	1,677	430	-	-
		420,190	493,909	537,149	586,801
NONCURRENT LIABILITIES					
Borrowings	13	102,950	62,384	133,873	96,668
FINAME manufacturer financing	14	222,662	201,710	222,662	201,710
Provision for tax, labor and civil risks	15	309	296	309	296
Other payables		5	48	3,438	3,277
Provision for net equity deficiency - subsidiary	7	10,224	11,129	-	-
Deferred income tax and social contribution	16	-	-	39,314	43,372
		336,150	275,567	399,596	345,323
TOTAL LIABILITIES		756,340	769,476	936,745	932,124
EQUITY					
Capital	17	637,756	637,756	637,756	637,756
Earnings reserve		130,500	86,894	130,500	86,894
Carrying value adjustment		83,470	88,353	83,470	88,353
		851,726	813,003	851,726	813,003
NONCONTROLLING INTEREST		-	-	1,613	1,581
TOTAL EQUITY		851,726	813,003	853,339	814,584
TOTAL LIABILITIES AND EQUITY		1,608,066	1,582,479	1,790,084	1,746,708

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

**INDÚSTRIAS ROMI S.A.****STATEMENTS OF PROFIT AND LOSS****QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais -R\$, except for earnings per share expressed in Brazilian reais)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	Current quarter 2021	Accumulated current year 2021	Same quarter prior year 2020	Parent Accumulated prior year 2020
<b>Operations</b>				
Net operating revenue	275,006	473,294	114,643	237,116
Cost of sales and services	(184,748)	(313,919)	(81,150)	(170,614)
<b>Gross profit</b>	<b>90,258</b>	<b>159,375</b>	<b>33,493</b>	<b>66,502</b>
<b>Operating income (expenses)</b>				
Selling	(15,341)	(28,233)	(9,531)	(18,559)
General and administrative	(8,510)	(16,884)	(7,382)	(14,527)
Research and development	(6,953)	(13,167)	(5,474)	(10,544)
Management profit sharing and fees	(4,148)	(7,091)	(2,153)	(4,108)
Equity in earnings of subsidiaries	335	(9,726)	111	(5,611)
Other operating income, net	851	893	908	626
	(33,766)	(74,208)	(23,521)	(52,723)
<b>Operating profit</b>	<b>56,492</b>	<b>85,167</b>	<b>9,972</b>	<b>13,779</b>
<b>Finance income (costs)</b>				
Finance income	2,418	4,475	2,455	29,453
Finance costs	(2,668)	(6,057)	(2,128)	(3,633)
Foreign exchange gains (losses), net	2,384	4,457	2,490	4,297
	2,134	2,875	2,817	30,117
<b>Profit before taxation</b>	<b>58,626</b>	<b>88,042</b>	<b>12,789</b>	<b>43,896</b>
<b>Income tax and social contribution</b>				
Current	(15,890)	(24,636)	(1,469)	8,182
Deferred	(11,913)	(17,588)	(1,263)	8,090
	(3,977)	(7,048)	(206)	92
<b>Profit for the period</b>	<b>42,736</b>	<b>63,406</b>	<b>11,320</b>	<b>52,078</b>
Basic earnings per share in reais - R\$	0.58	0.86	0.18	0.83

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

**INDÚSTRIAS ROMI S.A.****STATEMENTS OF PROFIT AND LOSS  
QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais -R\$, except for earnings per share expressed in Brazilian reais)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	Current quarter 2021	Accumulated current year 2021	Same quarter prior year 2020	Consolidated Accumulated prior year 2020
Net operating revenue	351,459	574,089	196,012	361,953
Cost of sales and services	(236,640)	(383,800)	(140,976)	(258,634)
<b>Gross profit</b>	<b>114,819</b>	<b>190,289</b>	<b>55,036</b>	<b>103,319</b>
<b>Operating income (expenses)</b>				
Selling	(27,923)	(50,316)	(20,373)	(39,454)
General and administrative	(21,222)	(41,645)	(17,579)	(34,772)
Research and development	(6,953)	(13,167)	(5,474)	(10,544)
Management profit sharing and fees	(4,182)	(7,150)	(2,181)	(4,161)
Other operating income, net	1,506	3,409	871	626
	(58,774)	(108,869)	(44,736)	(88,305)
<b>Operating profit</b>	<b>56,045</b>	<b>81,420</b>	<b>10,300</b>	<b>15,014</b>
<b>Finance income (costs)</b>				
Finance income	2,609	4,755	2,639	29,932
Finance costs	(3,211)	(7,099)	(2,673)	(4,815)
Foreign exchange gains (losses), net	2,830	4,696	2,429	3,364
	2,228	2,352	2,395	28,481
<b>Profit before taxation</b>	<b>58,273</b>	<b>83,772</b>	<b>12,695</b>	<b>43,495</b>
<b>Income tax and social contribution</b>				
Current	(15,454)	(20,209)	(1,336)	8,681
Deferred	(12,111)	(17,955)	(1,233)	7,660
	(3,343)	(2,254)	(103)	1,021
<b>Profit for the period</b>	<b>42,819</b>	<b>63,563</b>	<b>11,358</b>	<b>52,176</b>
<b>Attributable to</b>				
Controlling interests	42,736	63,406	11,320	52,078
Noncontrolling interests	83	157	38	98
	<b>42,819</b>	<b>63,563</b>	<b>11,358</b>	<b>52,176</b>

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

**INDÚSTRIAS ROMI S.A.**

**STATEMENTS OF COMPREHENSIVE INCOME  
QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais - R\$)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	<b>Current quarter 2021</b>	<b>Accumulated current year 2021</b>	<b>Same quarter prior year 2020</b>	<b>Parent Accumulated prior year 2020</b>
<b>Profit for the period</b>	42,736	63,406	11,320	52,078
Foreign currency translation effects	(16,199)	(4,883)	38,149	37,404
<b>Comprehensive profit for the period</b>	<u>26,537</u>	<u>58,523</u>	<u>49,469</u>	<u>89,482</u>

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

**INDÚSTRIAS ROMI S.A.****STATEMENTS OF COMPREHENSIVE INCOME  
QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais - R\$)

Convenience Translation into English from the Original Previously Issued in Portuguese)

				<b>Consolidated</b>
	<b>Current quarter</b>	<b>Accumulated</b>	<b>Same quarter</b>	<b>Accumulated prior</b>
	<b>2021</b>	<b>current year</b>	<b>prior year</b>	<b>year</b>
		<b>2021</b>	<b>2020</b>	<b>2020</b>
<b>Profit for the period</b>	42,819	63,563	11,358	52,176
Foreign currency translation effects	(16,199)	(4,883)	38,149	37,404
<b>Comprehensive profit for the period</b>	<u>26,620</u>	<u>58,680</u>	<u>49,507</u>	<u>89,580</u>
<b>Attributable to</b>				
Controlling interests	26,537	58,523	49,469	89,482
Noncontrolling interests	<u>83</u>	<u>157</u>	<u>38</u>	<u>98</u>
	<u>26,620</u>	<u>58,680</u>	<u>49,507</u>	<u>89,580</u>

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



INDÚSTRIAS ROMI S.A.

STATEMENTS OF CHANGES IN EQUITY

(In thousands of Brazilian reais - R\$)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

Note	Attributable to the controlling interests						Non-controlling interests controladores	Total
	Capital social	Income reserve	Earnings reserve Legal reserve	Total	Carrying value adjustment	Profit for the period		
<b>At December 31, 2019</b>	<b>492,025</b>	<b>165,161</b>	<b>54,321</b>	<b>219,482</b>	<b>45,777</b>	<b>-</b>	<b>1,598</b>	<b>758,882</b>
Profit for the period	-	-	-	-	-	52,078	98	52,176
Foreign currency translation effects	-	-	-	-	37,404	-	-	37,404
Total comprehensive income for the period	-	-	-	-	37,404	52,078	98	89,580
Interest on capital	-	-	-	-	-	(37,715)	-	(37,715)
Dividends paid by subsidiary	-	-	-	-	-	-	(141)	(141)
Transfers between reserves	-	14,363	-	14,363	-	(14,363)	-	-
Total contributions by and distributions to controlling interests	-	14,363	-	14,363	-	(52,078)	(141)	(37,856)
<b>At June 30, 2020</b>	<b>492,025</b>	<b>179,524</b>	<b>54,321</b>	<b>233,845</b>	<b>83,181</b>	<b>-</b>	<b>1,555</b>	<b>810,606</b>
<b>At December 31, 2020</b>	<b>637,756</b>	<b>23,849</b>	<b>63,045</b>	<b>86,894</b>	<b>88,353</b>	<b>-</b>	<b>1,581</b>	<b>814,584</b>
Profit for the period	-	-	-	-	-	63,406	157	63,563
Foreign currency translation effects	-	-	-	-	(4,883)	-	-	(4,883)
Total comprehensive income for the period	-	-	-	-	(4,883)	63,406	157	58,680
Interest on capital	-	-	-	-	-	(19,800)	-	(19,800)
Dividends paid by subsidiary	-	-	-	-	-	-	(124)	(124)
Transfers between reserves	-	43,606	-	43,606	-	(43,606)	-	-
Total contributions by and distributions to controlling interests	-	43,606	-	43,606	-	(63,406)	(124)	(19,925)
<b>At June 30, 2021</b>	<b>637,756</b>	<b>67,455</b>	<b>63,045</b>	<b>130,500</b>	<b>83,470</b>	<b>-</b>	<b>1,613</b>	<b>853,339</b>

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

**INDÚSTRIAS ROMI S.A.**
**STATEMENTS OF CASH FLOWS**
**QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais - R\$)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	Note	Parent		Consolidated	
		2021	2020	2021	2020
<b>Cash flows from operating activities</b>					
<b>Profit before taxation</b>		<b>88,042</b>	<b>43,896</b>	<b>83,772</b>	<b>43,495</b>
Adjustments from:					
Unrealized finance costs and foreign exchange difference		(7,725)	(26,374)	(10,013)	(18,683)
Depreciation and amortization	11, 12	12,098	10,589	20,495	17,479
Allowance (reversal) for doubtful accounts and other receivables	4, 5	88	779	(724)	1,884
Recognition of inventory realization	6	(3,184)	1,692	(4,216)	8,739
Gain on disposals of property, plant and equipment and intangible assets	11, 12	(495)	(1,445)	(495)	(1,292)
Equity in earnings of subsidiaries	7	9,726	5,611	-	-
Recognition (reversal) of provision for contingent liabilities		(189)	(9)	(189)	(9)
Change in operating assets and liabilities					
Trade accounts receivable		(14,938)	25,694	2,606	8,476
Related parties (assets and liabilities)		(570)	(42,663)	-	-
Onlending of FINAME - manufacturer financing		(20,777)	(15,425)	(20,777)	(15,425)
Inventories		(121,443)	(23,599)	(148,437)	(90,416)
Taxes recoverable		(32,117)	(28,350)	(14,845)	(37,746)
Judicial deposits		(92)	53	(92)	53
Other receivables		1,112	29,915	(689)	27,660
Trade accounts payable		50,017	8,061	57,839	12,405
Payroll and related taxes		5,585	3,752	9,161	8,653
Taxes payable		4,109	(6,664)	(18,378)	10,627
Advances from customers		8,301	7,353	31,513	9,180
Other payables		(1,275)	5,934	(12,042)	14,197
Cash used in operations		(23,727)	(1,200)	(25,511)	(723)
Income tax and social contribution paid		-	-	(291)	(201)
<b>Cash used in operating activities</b>		<b>(23,727)</b>	<b>(1,200)</b>	<b>(25,802)</b>	<b>(924)</b>
<b>Cash flows from investing activities</b>					
Short-term investments	3	72,909	164	72,909	164
Purchase of property, plant and equipment	11	(36,105)	(9,317)	(42,580)	(9,667)
Purchase of intangible assets	12	(223)	(663)	(223)	(663)
Proceeds from the sale of property, plant and equipment	11	1,309	1,738	1,309	1,738
Dividends received	7	1,664	1,899	-	-
<b>Net cash provided by (used in) investing activities</b>		<b>39,554</b>	<b>(6,179)</b>	<b>31,415</b>	<b>(8,428)</b>
<b>Cash flows from financing activities</b>					
Interest on capital and dividends paid	17	(75,512)	(39,378)	(75,636)	(39,519)
New borrowings		57,532	88,029	57,532	88,209
Financing paid		(89,227)	(64,398)	(90,210)	(65,633)
Interest paid		(5,792)	(1,870)	(5,792)	(1,870)
New Finame - manufacturer financing		99,974	70,447	99,974	70,447
Payment of Finame - manufacturer financing		(70,402)	(36,918)	(70,402)	(36,918)
Interest paid - Finame - manufacturer financing		(13,116)	(6,274)	(13,116)	(6,274)
<b>Cash provided by (used in) financing activities</b>		<b>(96,543)</b>	<b>9,638</b>	<b>(97,650)</b>	<b>8,442</b>
<b>Increase (decrease) in cash and cash equivalents, net</b>		<b>(80,716)</b>	<b>2,259</b>	<b>(92,037)</b>	<b>(910)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>140,932</b>	<b>102,838</b>	<b>195,418</b>	<b>147,807</b>
<b>Foreign exchange gains (losses) on cash equivalents of foreign subsidiaries</b>		<b>-</b>	<b>-</b>	<b>7,295</b>	<b>(9,186)</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>60,216</b>	<b>105,097</b>	<b>110,676</b>	<b>137,711</b>
		-	-	-	-

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

**INDÚSTRIAS ROMI S.A.****STATEMENTS OF VALUE ADDED  
QUARTERS ENDED JUNE 30**

(In thousands of Brazilian reais - R\$)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	<b>Parent</b>		<b>Consolidated</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
<b>Revenues</b>				
Sales of goods, products and services	545,232	273,148	646,123	398,042
Revenues related to the constructions of own assets	27,478	6,223	35,533	6,223
Allowance for doubtful accounts	(384)	(1,362)	1,207	(1,777)
Other operating income, net	893	626	3,409	626
	<u>573,219</u>	<u>278,635</u>	<u>686,272</u>	<u>403,114</u>
<b>Inputs acquired from third parties</b>				
Materials used	(289,319)	(127,934)	(300,388)	(174,223)
Other costs of products and services	(37,871)	(9,779)	(43,705)	(20,755)
Electricity, third-party services and other expenses	(50,300)	(18,071)	(75,550)	(27,947)
	<u>(377,490)</u>	<u>(155,784)</u>	<u>(419,643)</u>	<u>(222,925)</u>
<b>Gross value added</b>	195,729	122,851	266,629	180,189
Depreciation and amortization	(12,097)	(10,589)	(20,495)	(17,479)
<b>Net value added generated by the Company</b>	<u>183,632</u>	<u>112,262</u>	<u>246,134</u>	<u>162,710</u>
<b>Value added received through transfers</b>				
Equity in earnings of subsidiaries	(9,726)	(5,574)	-	-
Finance income (costs) and net foreign exchange gains (losses)	8,932	33,750	9,451	33,296
<b>Total value added to distribute</b>	<u>182,838</u>	<u>140,438</u>	<u>255,585</u>	<u>196,006</u>
<b>Distribution of value added</b>				
Employees				
Payroll and related taxes	85,780	55,676	157,405	110,658
Sales commission	2,601	1,344	2,601	1,344
Management profit sharing and fees	7,080	6,063	7,136	6,117
Profit sharing	-	-	-	-
Private pension plan	504	399	504	399
Taxes, fees and contributions	16,490	20,550	17,509	21,743
Interest	6,057	3,633	2,403	1,451
Rentals	920	695	4,588	2,259
Interest on capital declared but not yet distributed	19,800	37,715	19,800	37,715
Noncontrolling interests	-	-	33	(43)
<b>Retained earnings</b>	<u>43,606</u>	<u>14,363</u>	<u>43,606</u>	<u>14,363</u>
<b>Value added distributed</b>	<u>182,838</u>	<u>140,438</u>	<u>255,585</u>	<u>196,006</u>

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

# **Indústrias Romi S.A.**

## **Notes to the interim financial information at June 30, 2021**

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

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### **1 General information**

Indústrias Romi S.A. (Parent) and its subsidiaries (jointly referred to as “Company” or “Consolidated”), listed on the “New Market” of B3 S.A. - Brasil, Bolsa, Balcão, since March 23, 2007, and headquartered in Santa Bárbara d’Oeste, São Paulo, are engaged in the manufacture and sale of capital goods in general, including machine tools, plastic injection molding machines, industrial equipment and accessories, tools, castings and parts, as well as providing system analysis and developing data processing software related to the production, sale, and use of machine tools and plastic injectors; the manufacture and sale of rough cast parts and machined cast parts; the export, import and representation on its own account or on behalf of third parties; and the provision of related services. It also holds interest in other companies as a partner, shareholder or member in other civil or business entities, business ventures of any nature, in Brazil or abroad, as well as the management of its own and/or third-party assets.

The Company's industrial facilities consist of thirteen plants in three units located in the city of Santa Bárbara d’Oeste, in the State of São Paulo, and one located in the city of Reutlingen, Germany. The latter is a large tooling machine manufacturer. It also holds interest in subsidiaries in Brazil and abroad.

This interim financial information was approved by the Company’s Board of Directors and authorized for issue on July 20, 2021.

### **2 Basis of preparation and accounting policies**

The individual and consolidated interim financial information for the quarter ended June 30, 2021 has been prepared in accordance with CVM Ruling No. 673 dated October 20, 2011, which approved accounting standard CPC 21 (R1) and IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board (IASB).

The accounting practices adopted by the Company in the preparation of the individual and consolidated interim financial information are the same as those used in the preparation of the financial statements for the year ended December 31, 2020 and, therefore, should be read in conjunction with those financial statements.

The preparation of the individual and consolidated statements of value added (DVA) is required by the Brazilian corporate law and the accounting practices adopted in Brazil for listed companies, but is not required by IFRS. Therefore, under IFRS, the presentation of such statements is considered supplementary information, and not part of the set of financial statements.

## **Indústrias Romi S.A.**

### **Notes to the interim financial information at June 30, 2021**

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

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**(a) Notes included in the financial statements for the year ended December 31, 2020 not included in this quarterly information**

The individual and consolidated interim financial information is presented in accordance with accounting pronouncement CPC 21 (R1) and IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board (IASB). The preparation of this individual and consolidated interim financial information involves judgment by the Company's management on the materiality and changes that should be disclosed in the accompanying notes. Accordingly, this individual and consolidated interim financial information includes selected notes and does not comprise all notes presented for the year ended December 31, 2020. As permitted by Circular Letter 03/2011 of the Brazilian Securities and Exchange Commission (CVM), the following notes are not presented:

- Basis of preparation and significant accounting policies (Note 2);
- Pension plan (Note 18);
- Insurance (Note 19);
- Financial instruments and operational risks (Note 20);
- Net sales revenue (Note 23);
- Expenses by nature (Note 24);
- Finance income (costs) (Note 25); and
- Other operating income (expenses), net (Note 26).

# Indústrias Romi S.A.

## Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

### 3 Cash and cash equivalents and short-term investments

	Parent		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Cash and banks	3,864	7,377	33,427	41,510
Bank deposit certificates (CDB) (a)	56,303	133,490	77,200	153,843
Other	49	65	49	65
Total cash and cash equivalents	<u>60,216</u>	<u>140,932</u>	<u>110,676</u>	<u>195,418</u>
Short-term investments backed by debentures (a)	9,074	10,652	9,074	10,652
Investment funds DI and fixed income (b)	<u>45,183</u>	<u>116,514</u>	<u>45,183</u>	<u>116,514</u>
Total assets held for trading	<u>54,257</u>	<u>127,166</u>	<u>54,257</u>	<u>127,166</u>

(a) These investments are substantially pegged to the Interbank Deposit Certificate ("CDI") rate.

(b) They are comprised of investment funds with notes backed by LTN and NTN.

## Indústrias Romi S.A.

### Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

#### 4 Trade accounts receivable

	Parent		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Current				
Domestic customers (Brazil)	105,647	89,537	105,648	89,537
Foreign customers	8,458	10,803	81,837	103,078
Allowance for doubtful accounts	(1,583)	(1,366)	(5,837)	(6,432)
	<u>112,522</u>	<u>98,974</u>	<u>181,648</u>	<u>186,183</u>
Noncurrent				
Domestic customers (Brazil)	11,227	6,318	11,227	6,318
Foreign customers	5,474	5,240	8,770	7,185
Allowance for doubtful accounts	(663)	(397)	(663)	(397)
	<u>16,038</u>	<u>11,161</u>	<u>19,334</u>	<u>13,106</u>

Trade accounts receivables are recorded at their amortized costs, which approximate their fair values.

The balance of current trade accounts receivable as at June 30, 2021 and December 31, 2020, parent and consolidated, is distributed as follows:

## Indústrias Romi S.A.

### Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	Parent		Consolidated	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Falling due	95,351	82,542	151,654	157,272
Past due:				
1 to 30 days	10,624	11,202	15,225	16,466
31 to 60 days	1,335	2,312	3,269	5,197
61 to 90 days	1,536	454	2,529	1,194
91 to 180 days	1,374	320	3,848	2,204
181 to 360 days	723	543	2,777	1,723
Over 360 days	3,162	2,967	8,183	8,559
	18,754	17,798	35,831	35,343
<b>Total</b>	<b>114,105</b>	<b>100,340</b>	<b>187,485</b>	<b>192,615</b>
Allowance for doubtful accounts	(1,583)	(1,366)	(5,837)	(6,432)
<b>Total current</b>	<b>112,522</b>	<b>98,974</b>	<b>181,648</b>	<b>186,183</b>

The balance of noncurrent trade accounts receivable as at June 30, 2021, parent and consolidated, is distributed as follows:

	Parent	Consolidated
Falling due:		
2022 (6 months)	10,339	12,719
2023	5,334	6,250
2024 onward	1,028	1,028
Allowance for doubtful accounts	(663)	(663)
<b>Total – noncurrent</b>	<b>16,038</b>	<b>19,334</b>



## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

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Changes in allowance for doubtful accounts, parent and consolidated, are as follows:

	<u>Parent</u>	<u>Consolidated</u>
At December 31, 2020	1,763	6,829
Receivables recognized for the period	483	435
Receivables written off	-	-
Foreign exchange difference	<u>-</u>	<u>(764)</u>
At June 30, 2021	<u>2,246</u>	<u>6,500</u>

Allowance for doubtful accounts is estimated and recorded based on the individual analysis of each customer, and for the transactions where there are security interests, the expected loss is calculated based on the net realizable value and the amount of the security interest receivable.

The additions to and release of the provision for impaired receivables have been included in the statement of profit and loss line item "General and administrative expenses".

# Indústrias Romi S.A.

## Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

### 5 Onlending of FINAME manufacturer financing

	Parent and Consolidated	
	June 30, 2021	December 31, 2020
Current		
FINAME falling due	131,816	122,286
FINAME awaiting release (a)	1,883	614
FINAME past due (b)	13,626	15,526
	147,325	138,426
Allowance for doubtful accounts	(6,035)	(6,932)
	<u>141,290</u>	<u>131,494</u>
Noncurrent		
FINAME falling due	209,661	202,678
FINAME awaiting release (a)	7,455	2,560
	217,116	205,238
Allowance for doubtful accounts	(2,518)	(2,016)
	<u>214,598</u>	<u>203,222</u>
Total	<u>355,888</u>	<u>334,716</u>

The item "Onlending of FINAME manufacturer financing" refers to sales to customers financed by funds from the Brazilian Development Bank ("BNDES") (Note 14) which are carried at their amortized costs, which approximate their fair values.

FINAME manufacturer refers to financing specifically linked to sales transactions, with terms of up to 60 months with a grace period of up to six months, in accordance with the terms defined by the BNDES at the time of the financing.

## Indústrias Romi S.A.

### Notes to the interim financial information at June 30, 2021

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The financing terms are also based on customer's characteristics. Funds are released by the BNDES on identification of a customer and sale, as well as checking that a customer has fulfilled the terms of Circular Letter 195 dated July 28, 2006 issued by BNDES, through a financial agent, with the formalization of a financing agreement in the name of the Company and consent of the customer to be financed. The amounts, periods and charges of the transaction are fully reflected in the amounts to be received by the Company from the bank mediating the agreement to which the Company is the debtor. The Company retains title to the financed equipment until the final settlement of the obligation by the customer.

The differences between onlending of FINAME manufacturer financing receivables and payables include:

- (a) FINAME transactions awaiting release: refers to FINAME manufacturer financing transactions that meet the specified terms and have been approved by all parties involved. The preparation of documentation, the issue of the sales invoice, and the delivery of the equipment to the customer have all taken place. The crediting of the related funds to the Company's account by the agent bank is pending at the end of the reporting period, in view of the normal operating terms of the agent.
- (b) FINAME past due: refers to amounts receivable not settled by customers on their due dates. The Company records the provision for possible losses on the realization of these balances, at the amount of the difference between the expected value of the sale of the collateral (machines) recovered through the enactment of covenant regarding reservation of title over the machinery sold (security interest) and the value of the receivables from defaulting customers. In instances in which the security interest cannot be located, a full loss provision is made for the balance of the receivable.

The machinery repossessed as part of the execution process are recorded at their carrying amount, not exceeding their fair value, under the category of "Other receivables", pending a final and unappealable court decision, after which they are repossessed and transferred to inventories. As at June 30, 2021, the balance of repossessed machinery, included under the line item of "Other receivables", parent and consolidated, amounted to R\$905 (R\$1,191 as at December 31, 2020) in current assets and R\$4,054 (R\$2,361 as at December 31, 2020) in noncurrent assets.

## Indústrias Romi S.A.

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As at June 30, 2021 and December 31, 2020, the balances of "Onlending of FINAME manufacturer financing", parent and consolidated, were as follows:

	<b>Parent and Consolidated</b>	
	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Falling due	133,699	122,898
Past due:		
1 to 30 days	1,222	1,173
31 to 60 days	856	559
61 to 90 days	524	236
91 to 180 days	983	540
181 to 360 days	698	895
Over 360 days	9,343	12,125
	<u>13,626</u>	<u>15,528</u>
Total - current	<u>147,325</u>	<u>138,426</u>

The expected realization of noncurrent receivables relating to the onlending of FINAME manufacturer financing, parent and consolidated, is as follows:

	<b>Parent and Consolidated</b>
Falling due:	
2022 (6 months)	55,190
2023	93,211
2024	56,991
2025	11,597
2026 onward	<u>127</u>
Total – noncurrent	<u>217,116</u>

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

Changes in allowance for doubtful accounts, parent and consolidated, are as follows:

	<b>Parent and Consolidated</b>
At December 31, 2020	8,948
Allowance recognized (or written off) for the period	<u>(395)</u>
At June 30, 2021	<u><u>8,553</u></u>

Allowance for doubtful accounts is estimated and recorded based on the individual analysis of each customer, and for the transactions where there are security interests, the expected loss is calculated based on the net realizable value and the amount of the security interest receivable.

The additions to and release of the provision for impaired receivables have been included in the statement of profit and loss line item "General and administrative expenses".

## 6 Inventory

	<b>Parent</b>		<b>Consolidated</b>	
	<b>June 30, 2021</b>	<b>December 31, 2020</b>	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Finished products	27,981	19,736	70,038	65,253
Used machinery	8,814	10,348	8,820	10,348
Work in progress	112,275	79,005	152,164	97,563
Raw materials and components	225,293	130,540	260,114	158,999
Imports in transit	<u>16,378</u>	<u>26,485</u>	<u>20,191</u>	<u>26,511</u>
Total	<u><u>390,741</u></u>	<u><u>266,114</u></u>	<u><u>511,327</u></u>	<u><u>358,674</u></u>

The inventory balances, parent and consolidated, as at June 30, 2021 are net of provision for slow-moving inventories and inventories posing a remote probability of being realized through sale or use, amounting to R\$ 23,323 and R\$ 34,810 (R\$ 26,508 and R\$ 39,026 as at December 31, 2020), respectively.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

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The changes in the provision to bring inventories to their net realizable value are as follows:

	<u>Parent</u>	<u>Consolidated</u>
At January 1, 2020	26,507	39,026
Inventory sold or written off	(8,509)	(8,738)
Provision recorded	3,535	3,839
Foreign exchange difference		(1,107)
Transfer of provision resulting from machines repossessed during the period	1,790	1,790
	<u>23,323</u>	<u>34,810</u>
At June 30, 2021	<u>23,323</u>	<u>34,810</u>

The changes in the provision for inventory losses by class of inventory are as follows:

	<u>Parent</u>		<u>Consolidated</u>	
	<u>June 30, 2021</u>	<u>December 31, 2020</u>	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Finished products	988	884	4,195	8,158
Used machinery	3,535	6,890	3,535	6,890
Work in progress	4,937	4,807	4,937	4,807
Raw materials and components	13,863	13,926	22,143	19,171
	<u>23,323</u>	<u>26,507</u>	<u>34,810</u>	<u>39,026</u>
Total	<u>23,323</u>	<u>26,507</u>	<u>34,810</u>	<u>39,026</u>

# Indústrias Romi S.A.

## Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

## 7 Investments in subsidiaries

Company investments in its subsidiaries are as follows:

	<b>Subsidiary</b>	<b>Country</b>	<b>Main activity</b>
1.	Romi Itália S.r.l. ("Romi Italy")	Italy	Sale of machines for plastics and machine tools, spare parts and technical support.
1.1	Romi Machines UK Ltd.	United Kingdom	
1.2	Romi France SAS	France	
1.3	Romi Máquinas España S.A.	Spain	Production and sale of large tooling machinery with high technology, precision and productivity, as well as machinery for specialized applications. Sale of machine tools produced by B+W and provision of services (spare parts and technical support).
2.	Romi Europa GmbH ("Romi Europe")	Germany	
2.1	Burkhardt + Weber Fertigungssysteme GmbH ("B+W")	Germany	
2.1.1	Burkhardt + Weber / Romi (Shanghai) Co., Ltd	China	
2.1.2	Burkhardt + Weber LLC	United States of America	
3.	Rominor Comércio, Empreendimentos e Participações S.A. ("Rominor")	Brazil	Real estate activity, including purchases and sales, lease of company-owned properties, exploration of real estate rights, intermediation of real estate businesses, and provisions of sureties and guarantees.
4.	Romi Machine Tools, Ltd. ("Romi Machine Tools")	United States of America	Sale of machine tools, spare parts, technical support and cast and machined products in North America.
5.	Rominor Empreendimentos Imobiliários S.A.	Brazil	Interest in real estate ventures.
6.	Romi A.L. S.A. ("Romi A.L.")	Uruguay	Sales representation for operations in the foreign market.
7.	Irsa Maquinas México S. de R. L. de C.V.	Mexico	Sale of machines for plastics and machine tools, spare parts and technical support.

## Indústrias Romi S.A.

### Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	30 de junho de 2021							
	Romi Itália e Controladas (1)	Romi Europa e Controladas (2)	Rominor Comércio (3)	Romi Machine Tools (4)	Rominor Empreendimentos (5)	Romi A.L. (6)	IRSA Máq. México (7)	Total
<b>Investimentos:</b>								
Número de ações/cotas representativas do capital social	(a)	(a)	6.191.156	3.000.000	78	13.028.000	1.188.000	
Participação do capital social	100,0%	100,0%	93,1%	100,0%	100,0%	100,0%	100,0%	
Ativo circulante	61.923	146.735	23.208	14.846	2.512	11.799	13.762	
Ativo não circulante	9.481	144.802	300	1.600	-	-	2.968	
Passivo circulante	51.874	110.718	223	23.283	4	2	19.836	
Passivo não circulante	18.249	54.861		280	-	-	-	
Patrimônio líquido (patrimônio líquido negativo) da controlada	<u>1.281</u>	<u>125.958</u>	<u>23.285</u>	<u>(7.117)</u>	<u>2.508</u>	<u>11.797</u>	<u>(3.106)</u>	
<b>Movimentação do investimento:</b>								
Saldo contábil do investimento em 31 de dezembro de 2020	1.549	142.572	21.230	(8.001)	2.517	12.525	(3.128)	169.264
Variação cambial sobre investimentos no exterior	(309)	(4.518)	-	280	-	(455)	120	(4.883)
Dividendos declarados e distribuídos (b)	-	-	(1.664)	-	-	-	-	(1.664)
Resultado de participações societárias	<u>41</u>	<u>(12.096)</u>	<u>2.106</u>	<u>603</u>	<u>(9)</u>	<u>(274)</u>	<u>(97)</u>	<u>(9.726)</u>
Valor patrimonial equivalente - saldo final	<u>1.281</u>	<u>125.958</u>	<u>21.672</u>	<u>(7.117)</u>	<u>2.508</u>	<u>11.797</u>	<u>(3.106)</u>	<u>152.991</u>
Investimento em controladas	<u>1.281</u>	<u>125.958</u>	<u>21.672</u>	<u>-</u>	<u>2.508</u>	<u>11.797</u>	<u>-</u>	<u>163.215</u>
Provisão para patrimônio líquido negativo - controladas	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7.117)</u>	<u>-</u>	<u>-</u>	<u>(3.106)</u>	<u>(10.224)</u>

(a) The subsidiaries' capital is not divided into units of interest or shares in their articles of organization.

(b) Payment of dividends by subsidiary ROMINOR, approved by the Board of Directors at the meeting held on February 11, 2021, in the amount of R\$ 1,788, related to the second half of 2020. The Company received from this distribution the amount of R\$1,664.



## Indústrias Romi S.A.

### Notes to the interim financial information at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

(Convenience Translation into English from the Original Previously Issued in Portuguese)

	30 de junho de 2020							
	Romi Itália e Controladas (1)	Romi Europa e Controladas (2)	Rominor Comércio (3)	Romi Machine Tools (4)	Rominor Empreendimentos (5)	Romi A.L. (6)	IRSA Máq. México (7)	Total
<b>Investimentos:</b>	(a)	(a)	6.191.156	3.000.000	78	13.028.000	1.188.000	
Número de ações/cotas representativas do capital social	100,0%	100,0%	93,1%	100,0%	100,0%	100,0%	100,0%	
<b>Participação do capital social</b>	73.899	148.958	22.488	21.163	2.520	11.616	18.365	
Ativo circulante	9.386	155.258	75	112	-	-	200	
Ativo não circulante	64.465	129.438	127	26.320	-	3	21.050	
Passivo circulante	16.377	37.970	-	495	-	-	-	
Passivo não circulante	2.443	136.808	22.436	(5.540)	2.520	11.613	(2.485)	
Patrimônio líquido (patrimônio líquido negativo) da controlada								
<b>Movimentação do investimento:</b>								
<b>Saldo contábil do investimento em 31 de dezembro de 2019</b>	3.215	105.124	21.465	(3.176)	2.522	8.389	(1.228)	136.311
Variação cambial sobre investimentos no exterior	320	35.962	-	(1.353)	-	3.055	(580)	37.404
Dividendos declarados e distribuídos (b)	-	-	(1.899)	-	-	-	-	(1.899)
Resultado de participações societárias	(1.091)	(4.277)	1.315	(1.011)	(2)	169	(714)	(5.611)
<b>Valor patrimonial equivalente - saldo final</b>	<b>2.444</b>	<b>136.809</b>	<b>20.881</b>	<b>(5.540)</b>	<b>2.520</b>	<b>11.613</b>	<b>(2.485)</b>	<b>166.242</b>
<b>Investimento em controladas</b>	<b>2.444</b>	<b>136.809</b>	<b>20.881</b>	<b>-</b>	<b>2.520</b>	<b>11.613</b>	<b>-</b>	<b>174.267</b>
<b>Provisão para patrimônio líquido negativo - controladas</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5.540)</b>	<b>-</b>	<b>-</b>	<b>(2.485)</b>	<b>(8.025)</b>

(a) The subsidiaries' capital is not divided into units of interest or shares in their articles of organization.

(b) Payment of dividends by subsidiary ROMINOR, approved by the Board of Directors at the meeting held on February 11, 2020, in the amount of R\$2,041, related to the second half of 2019. The Company received from this distribution the amount of R\$1,899.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

## 8 Related party transactions and balances

The balances and transactions with related parties as at June 30, 2021 and December 31, 2020 are as follows:

### (i) Balance sheet accounts – Parent

	Receivables		Payables	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Direct subsidiaries				
Romi Europe	5,497	5,057	61	50
Romi Italy	14,021	14,224	-	-
Romi Machine Tools	20,275	23,272	-	-
Romi A.L.	-	67	386	380
Irsa Maquinas Mexico	17,576	16,501	-	-
Rominor	-	5	-	-
	57,369	59,126	447	430
Indirect subsidiaries				
B+W - Burkhardt+Weber	1,495	316	1,230	-
Romi France S.A.S.	8,901	6,465	-	-
Romi Máquinas España S.A.	8,668	7,714	-	-
Romi Machines UK	6,607	7,654	-	-
	25,671	22,149	1,230	-
Total	83,040	81,275	1,677	430
Current	36,776	47,052	1,677	430
Noncurrent	46,264	34,223	-	-
Total	83,040	81,275	1,677	430

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### (ii) Transactions

	Sales revenue		Operating expense and finance income (costs)	
	June 30, 2021	June 30, 2020	June 30, 2021	June 30, 2020
Romi Europe	1,079	1,932	308	690
Rominor Comércio	5	9	0	0
Romi Italy	3,816	3,373	0	0
Romi Machine Tools	2,153	5,701	0	-
Romi France S.A.S.	3,749	4,495	-	-
Romi A.L.	-	-	136	175
Romi Machines UK	2,938	7,224	-	-
Irsa Maquinas Mexico	1,595	2,785	0	0
B+W - Burkhardt + Weber	623	36	0	0
Romi Máquinas España	1,347	1,507	-	-
Total	17,305	27,062	444	865

The main balances and transactions with the aforementioned related parties refer to trading transactions between the parent and its subsidiaries.

The Company entered into trading transactions with certain subsidiaries for the supply and purchase of equipment, parts and pieces, but it does not have material transactions with related parties other than those described above. Decisions regarding transactions between the parent and its subsidiaries are made by management. Notes fall due in the short term.

The Company provides administrative services, mainly accounting and legal services, to the parent Fênix Empreendimentos S.A. The revenue until June 2021 was R\$89 (R\$78 as at June 30, 2020).

The Company makes donations to Romi Foundation at amounts set in the agreement approved by the State Prosecutor's Office. Donations until June 2021 totaled R\$495 (R\$474 as at June 30, 2020).

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

Management compensation for the periods ended June 30, 2021 and 2020 was as follows:

	June 30, 2021	June 30, 2020
Fees and charges	3,464	2,909
Profit sharing	3,273	807
Private pension plan	240	262
Healthcare plan	114	130
Parent	7,091	4,108
Fees and charges of subsidiaries	59	53
Consolidated	7,150	4,161

The amounts shown above comply with the limits established by the Board of Directors and approved at the Annual General Meeting of Shareholders held on March 16, 2021.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### 9 Taxes recoverable

The breakdown of taxes recoverable is as follows:

	Note	June 30, 2021	December 31, 2020
Current			
Withholding Income Tax (IRRF)		128	155
Corporate Income Tax (IRPJ)		130	160
IRPJ/CSLL - "Plano Verão"	15 (b)	-	13,332
Social Contribution on Net Income (CSLL)		16	22
Social Security Contribution (INSS)		6	6
ICMS included in the PIS and COFINS tax base	15 (a)	23,609	21,254
Excise Tax (IPI) - R\$		9,509	7,979
Value-added Tax on Sales and Services (ICMS)		19,971	1,333
Social Integration Program (PIS)		2,524	53
Social Contribution on Revenues (COFINS)		9,822	244
<b>Total Parent</b>		<b>65,715</b>	<b>44,538</b>
Taxes recoverable of subsidiaries		10,478	6,666
<b>Total Parent and Consolidated</b>		<b>76,193</b>	<b>51,204</b>
Noncurrent			
ICMS included in the PIS and COFINS tax base	15 (a)	20,080	26,824
Value-added Tax on Sales and Services (ICMS)		1,388	1,330
Other		97	102
<b>Total Consolidated</b>		<b>21,565</b>	<b>28,256</b>

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### 10 Investment property

In 2012, the Company's management decided, based on the perspectives of short and medium-term expansion of operations, to classify certain property as "Investment Property" for future capital appreciation. The amounts classified as investment property are R\$13,500 (R\$13,500 as at December 31, 2020) in the parent and R\$18,388 (R\$18,388 as at December 31, 2020) in the consolidated.

The investment property is stated at historical cost, and for fair value disclosure purposes the Company contracted an independent expert who applied a methodology accepted by the Brazilian Institute of Engineering Appraisals as well as recent transactions with similar property and assessed the fair value less cost to sell of this property at R\$110,661 in the parent and R\$191,306 in the consolidated.

#### 11 Property, plant and equipment

Changes in property, plant and equipment, parent and consolidated, are as follows:

	Parent	Consolidated
At December 31, 2020, net	212,188	314,748
Additions	36,105	42,580
Disposals	(814)	(814)
Depreciation	(11,852)	(19,602)
Foreign exchange difference	-	(5,111)
At June 30, 2021, net	235,627	331,801
Total cost	619,022	790,580
Accumulated depreciation	(383,395)	(458,779)
Net balance	235,627	331,801

The carrying amount of the property, plant and equipment under finance leases at June 30, 2021 amounted to R\$7,474. The Company has discounted these assets to their present value. During the period ended June 30, 2021, the Company recognized the amount of R\$1,787 as depreciation expense in profit or loss.

Due to the financing agreements with the BNDES, the Company pledged as collateral property, plant and equipment items amounting to R\$105,369 as at June 30, 2021 (R\$67,736 as at December 31, 2020). These items refer to land, buildings, facilities, machinery and equipment.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

Of the investments made in the first quarter of 2021, R\$11,947 million refer to machines manufactured by the Company that were allocated to the machinery rental business, a new solution launched in the third quarter of 2020.

Management prepared the discounted cash flow projections for each of the group's business segments and concluded that there is no need to recognize a provision for impairment of property, plant and equipment and intangible assets as at December 31, 2020. For June 30, 2021, the Company made a follow-up and did not consider necessary to perform a new test for the quarter.

## 12 Intangible assets

Changes in intangible assets, parent and consolidated, are as follows:

	Parent	Consolidated
At December 31, 2020, net	1,096	70,788
Additions	223	223
Amortization	(246)	(893)
Foreign exchange difference	-	(7,067)
At June 30, 2021, net	1,073	63,051
Total cost	7,075	104,332
Accumulated amortization	(6,002)	(41,281)
Net balance	1,073	63,051

Management prepared the discounted cash flow projections for each of the group's business segments and concluded that there is no need to recognize a provision for impairment of property, plant and equipment and intangible assets as at December 31, 2020. For June 30, 2021, the Company made a follow-up and did not consider necessary to perform a new test in the quarter.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### 13 Borrowings

Changes in borrowings, parent and consolidated, are as follows:

			Parent	Consolidated
	Domestic currency	Foreign currency	Total	Total
Borrowing balance at				
December 31, 2020	128,728	48,681	177,409	212,090
New borrowing	-	57,532	57,532	57,532
Payment of principal	(61,224)	(28,003)	(89,227)	(90,210)
Payment of interest	(5,318)	(474)	(5,792)	(5,792)
Exchange and monetary difference (principal and interest)	-	(7,150)	(7,150)	(9,385)
Interest at the end of the period	4,291	853	5,144	5,144
Borrowing balance at				
June 30, 2021	66,477	71,439	137,916	169,379
Current	7,526	27,440	34,966	35,506
Noncurrent	58,952	43,998	102,950	133,873
	66,478	71,439	137,916	169,379

The maturities of financing recorded in noncurrent liabilities as at June 30, 2021, in the parent and consolidated, were as follows:

	Parent	Consolidated
2022 (6 months)	2,990	26,541
2023	906	2,547
2024 onward	99,054	104,785
Total	102,950	133,873



## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### 14 FINAME manufacturer financing

	June 30, 2021	December 31, 2020
Current		
FINAME manufacturer financing	118,208	122,704
Noncurrent		
FINAME manufacturer financing	222,662	201,710
Total	340,870	324,414

The agreements related to FINAME manufacturing financing are guaranteed by promissory notes and sureties, and the main guarantor is the subsidiary Rominor. Balances are directly related to the balances of "Onlending of FINAME manufacturer financing" (Note 5), considering that the loans are directly linked to sales to specific customers. The contractual terms related to the amounts, charges and periods financed under the program are on-lent in full to the financed customers and amounts received on a monthly basis under the line item "Amounts receivable - onlending of FINAME manufacturer financing" are fully used for the repayment of the related financing agreements. The Company, therefore, acts as an agent for the financing, but remains as the main debtor in this transaction.

The balances of the line item "FINAME manufacturer financing" and, consequently, of the line item "Onlending of FINAME manufacturer financing" as at June 30, 2021 and December 31, 2020 were monetarily adjusted through the end of the reporting period. The difference of R\$15,018 between these line items as at June 30, 2021 (R\$10,302 as at December 31, 2020) refers to past-due trade notes, renegotiations in progress, and FINAME transactions not yet released by the agent bank. Management understands that there are no risks to the realization of these receivables, other than the amount of the allowance for doubtful accounts already recorded, since the amounts are collateralized by the financed machinery.

The noncurrent maturities of the FINAME manufacturer financing as at June 30, 2021, parent and consolidated, were as follows:

## Indústrias Romi S.A.

Notes to the interim financial information  
at June 30, 2021  
(In thousands of Brazilian reais unless otherwise stated)

	<u>Parent and Consolidated</u>
2022	71,350
2023	89,340
2024	53,160
2025 onward	<u>8,812</u>
Total	222,662

### 15 Provision for tax, labor and civil risks

The Company's management, based on the opinion of legal counsel, classified the legal proceedings in accordance with the likelihood of loss, as follows:

	<u>Parent and Consolidated</u>	
	<u>June 30, 2021</u>	<u>December 31, 2020</u>
Civil	623	581
Labor	1,108	931
Total	<u>1,731</u>	<u>1,512</u>
Current liabilities	1,422	1,216
Noncurrent liabilities	<u>309</u>	<u>296</u>
	<u>1,731</u>	<u>1,512</u>

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

For legal proceedings classified as probable losses, changes in the provision for the period ended June 30, 2021 are as follows:

	December 31,  2020	Additions	Utilizations/ reversals	Monetary adjustment and Foreign exchange difference	June 30,  2021
Civil	581	6	-	36	623
Labor	931	200	(395)	372	1,108
<b>Total Parent</b>	<b>1,512</b>	<b>206</b>	<b>(395)</b>	<b>408</b>	<b>1,731</b>
<b>Total Parent and Consolidated</b>	<b>1,512</b>	<b>206</b>	<b>(395)</b>	<b>407</b>	<b>1,731</b>

As at June 30, 2021, the main legal proceedings classified by Management, based on the opinion of its legal counselors, as probable losses or as legal obligation are as follows:

#### (a) Tax proceedings

Refer to the provisions for:

- (i) Excess of IRPJ and CSLL on interest on capital: Refers to the deductibility of interest on capital, based on profits from previous years, which were not distributed at the time they were calculated. According to the analysis of our legal counselors, decisions on the judicial level are mostly favorable to taxpayers.

As at June 30, 2021, there were no legal proceedings with risks of losses classified as probable.

#### (b) Tax proceedings (Plano Verão)

On February 22, 2017, the Company obtained a favorable outcome in the proceeding in which the Company was the plaintiff and the Federal Government was the defendant, which claimed for the right to monetarily adjust the balance sheet for the calendar year 1989 by reference to the inflation for January and February of that year and to dismiss the inflation indexes of the legislation then in force (Plano Verão). After the final and unappealable decision, the Company measured the amounts arising

## **Indústrias Romi S.A.**

### **Notes to the interim financial information**

**at June 30, 2021**

**(In thousands of Brazilian reais unless otherwise stated)**

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from the proceeding, and on February 17, 2020, it filed a request with the Federal Revenue Office for authorization related to the inflation purge on the assets for the purpose of determining the complementary balance of the depreciation and their effects on the calculation of income tax and social contribution over the years. On March 16, 2020, the Federal Revenue Office approved the request regarding this credit, authorizing the Company to utilize it to offset future federal taxes. The Company recognized in the interim financial information for 1Q20 the effects from the favorable outcome on the tax proceeding “Plano Verão”, which impacted the profit or loss for 1Q20 as follows: (i) EBIT/ EBITDA: reduced by R\$955, due to the recognition of attorney’s fees, in line item “Other operating income (expenses), net”; (ii) finance income (costs): increased by R\$25,135, due to the monetary adjustment of the original amount of the credits; (iii) income tax and social contribution: increased by R\$10,794, regarding the original amount of the credits; and (iv) profit for the period: increased by the impact from the net gain of R\$34,974, already including the effects of income tax and social contribution on the gain, which was reduced by the use of the interest on capital, proposed in March 2020, as per the Shareholder Notice dated March 17, 2020.

#### **(c) Civil proceedings**

These refer to civil proceedings in which the Company is the defendant related mainly to the following claims: (i) revision/termination of contracts; (ii) damages; and (iii) annulment of protest of notes with losses and damages, among others.

#### **(d) Labor claims**

The Company has recorded a provision for contingencies for labor claims in which it is the defendant, the main causes are as follows: (i) additional overtime due to reduction of lunch break; (ii) health hazard premium/hazardous duty premium; (iii) stability prior to retirement; (iv) damages for work-related accident/disease; and (v) jointly liability over outsourced companies, among others.

#### **(e) Judicial deposits**

The Company has judicial deposits amounting to R\$1,976 as at June 30, 2021 (2020 - R\$1,884) of different nature and classified in noncurrent assets, referring to possible or remote lawsuits.

The tax, civil and labor proceedings assessed as representing possible losses involve matters similar to those above. The Company’s management believes that the outcomes of ongoing legal proceedings shall not result in disbursements higher than those recognized in the provision. The amounts involved do not qualify as legal obligations.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

#### 16 Income tax and social contribution

Income tax is calculated at the rate of 15% on the taxable profits plus a 10% surtax on taxable profit exceeding R\$240, and social contribution is calculated at the rate of 9% on taxable profits, except for subsidiaries Rominor Comércio and Rominor Empreendimentos, which pay income tax and social contribution based on the deemed taxable income method.

The reconciliation of the tax effect on the Company's profit before income tax and social contribution through application of the prevailing tax rates as at June 30, 2021 and 2020 is as follows:

	Parent		Consolidated	
	2021	2020	2021	2020
Profit before income tax and social contribution	88,042	43,896	83,772	43,495
Statutory rate (income tax and social contribution)	34%	34%	34%	34%
Income tax and social contribution expense at statutory rates	(29,934)	(14,925)	(28,482)	(14,788)
Interest on capital	6,732	12,823	6,732	6,411
IR/CSLL Tax proceeding ("Plano Verão")	-	10,794	-	10,794
Research and development ("Lei do Bem" - Law 11,196/05)	1,983	1,622	1,983	1,622
Equity in earnings of subsidiaries	(3,307)	(1,908)	-	-
Unrecorded deferred income tax and social contribution in subsidiaries	-	-	(106)	(4,278)
Management profit sharing	(1,113)	(274)	(1,113)	(274)
Other additions (deductions), net	1,003	50	777	9,194
Current and deferred income tax and social contribution income (expense)	(24,636)	8,182	(20,209)	8,681

- (a) The amount in the consolidated financial information refers basically to the difference in the calculation of income tax and social contribution between actual income method <lucro real> and deemed taxable income method <lucro presumido>, due to the fact that subsidiaries Rominor Comércio and Rominor Empreendimentos opted to calculate tax based on deemed taxable income method in the years presented, and for non-recognition of deferred income taxes on the tax losses of foreign subsidiaries, except for BW.

The breakdown of income tax and social contribution income (expense) is as follows:

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

	Parent		Consolidated	
	2021	2020	2021	2020
Current	(17,588)	8,090	(17,955)	7,660
Deferred	(7,048)	92	(2,254)	1,021
Total	<u>(24,636)</u>	<u>8,182</u>	<u>(20,209)</u>	<u>8,681</u>

Changes in deferred tax assets and liabilities, parent and consolidated, for the period ended June 30, 2021 were as follows:

	Assets		Liabilities
	Parent	Consolidated	Consolidated
At December 31, 2020	23,552	23,934	43,372
Changes in the period			
Additions	3,663	5,522	-
Realization	(10,711)	(8,279)	(503)
Foreign exchange difference	-	(696)	(3,555)
At June 30, 2021	<u>16,504</u>	<u>20,481</u>	<u>39,314</u>

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

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#### 17 Equity

##### Capital

As at June 30, 2021, the Company's subscribed and paid-up capital amounting to R\$637,756 (R\$637,756 as at December 31, 2020) is represented by 73,333,922 (73,333,922 in 2020) book-entry, registered common shares, without par value.

##### Earnings reserve

###### a) Legal reserve

As required by Article 193 of Law 6404/76, the balance of the line item "Legal reserve" is equivalent to 5% of the profit for the year, limited to 20% of the share capital.

###### b) Dividends

According to the notice to the market on March 16, 2021, approval was given for the distribution of interest on capital, to be attributed to the mandatory dividends for 2021 in the gross amount of R\$11,000, for payment on April 28, 2021.

According to the notice to the market on June 8, 2021, approval was given for the distribution of interest on capital, to be attributed to the mandatory dividends for 2021 in the gross amount of R\$8,800, for payment on July 20, 2021.

The total amount paid by the Company in the period ended June 30, 2021, net of withholding income tax, was R\$75,512.

##### Earnings per share

Basic earnings per share are calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of outstanding common shares in the period, excluding common shares purchased by the parent and held as treasury shares.

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

	Note	June 30, 2021	June 30, 2020
Profit for the period attributable to the controlling interests		63,406	52,078
Weighted average number of shares outstanding		<u>73,334</u>	<u>62,858</u>
Basic and diluted earnings per share		<u>0.86</u>	<u>0.83</u>
Other non-recurring operating results	15	-	(34,974)
Profit for the period attributable to the controlling interests		<u>63,406</u>	<u>17,103</u>
Basic and diluted earnings (loss) per share - adjusted		<u>0.86</u>	<u>0.27</u>

Basic and diluted earnings per share are the same, since the Company does not have any instruments diluting the earnings per share.

## 18 Segment reporting - consolidated

To manage its business, the Company is organized into three business units on which the Company reports its primary information by segment, namely: Romi Machinery, Burkhardt+Weber Machinery and Cast and Machined Products. The information for the period ended June 30, 2021 was prepared and is being presented on a comparative basis with the period ended June 30, 2020, according to the Company's segments:



## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

					June 30, 2021
	Romi Machinery	Burkhardt + Weber Machinery	Cast and machined products	Eliminations between segments	Consolidated
Net operating revenue	324,949	71,175	177,965	-	574,089
Cost of sales and services	(157,706)	(63,880)	(162,214)	-	(383,800)
Transfers remitted	667	-	29,067	(29,734)	
Transfers received	(29,067)	-	(667)	29,734	
Gross profit	138,843	7,295	44,151	-	190,289
Operating (expenses) income:					
Selling expenses	(38,241)	(7,663)	(4,413)	-	(50,316)
General and administrative expenses	(16,251)	(16,328)	(9,067)	-	(41,645)
Research and development	(9,580)	-	(3,586)	-	(13,167)
Management fees	(3,342)	-	(3,808)	-	(7,150)
Other revenues					
(expenses), net	1,549	1,861	-	-	3,409
Operating profit (loss) before					
finance income (costs)	72,978	(14,835)	23,277	-	81,420
Inventories	358,615	75,101	77,611	-	511,327
Depreciation and amortization	8,567	6,103	5,825	-	20,495
Property, plant and equipment, net	133,337	76,049	122,415	-	331,801
Intangible assets	1,064	61,977	10	-	63,051
	Europe	Latin America	North America	Africa and Asia	Total
Net operating revenue per geographical region	111,116	444,495	14,817	3,661	574,089

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

	June 30, 2020				
	Romi Machinery	Burkhardt + Weber Machinery	Cast and machined products	Eliminations between segments	Consolidated
Net operating revenue	158,753	106,788	96,411	-	361,953
Cost of sales and services	(81,591)	(87,473)	(89,570)	-	(258,634)
Transfers remitted	550	-	10,100	(10,650)	-
Transfers received	(10,100)	-	(550)	10,650	-
Gross profit	67,612	19,315	16,391	-	103,319
Operating (expenses) income:					
Selling expenses	(29,611)	(7,991)	(1,853)	-	(39,454)
General and administrative expenses	(14,827)	(13,512)	(6,433)	-	(34,772)
Research and development	(8,235)	-	(2,309)	-	(10,544)
Management fees	(2,342)	-	(1,819)	-	(4,161)
Other operating income (expenses), net	626	-	-	-	626
Operating profit (loss) before finance income (costs)	13,224	(2,188)	3,978	-	15,014
Inventories	287,851	82,092	46,054	-	415,997
Depreciation and amortization	6,164	5,250	6,064	-	17,479
Property, plant and equipment, net	88,905	85,098	117,442	-	291,445
Intangible assets	1,076	70,056	14	-	71,146
	Europe	Latin America	North America	Africa and Asia	Total
Net operating revenue per geographical region	99,393	206,767	12,022	43,772	361,953

## Indústrias Romi S.A.

### Notes to the interim financial information

at June 30, 2021

(In thousands of Brazilian reais unless otherwise stated)

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#### 19 Future commitments

On April 10, 2017, the Company and Centrais Elétricas Cachoeira Dourada S.A. - CDSA, belonging to Endesa, decided to amend the agreement for the supply of electric energy entered into on May 1, 2007, which intended to contract a volume of electric energy according to the Company's needs. On May 30, 2019, the Company entered into an electric energy purchase agreement with Engie Brasil Energia Comercializadora LTDA - Engie, for the periods following the ongoing agreement with CDSA. As a result, the supply of electric energy has been extended for further three years, up to December 31, 2023, and has reflected the following commitments that will be adjusted annually by the General Market Price Index (IGP-M).

Year of supply	Amount
2021	18,513
2022	14,743
2023	14,528
	<hr/>
	<b>47,784</b>

The Company's management believes that this agreement is compatible with the electricity requirements for the contracted period.

\* \* \*

# 2Q21 Earnings Release

July 20, 2021



## June 30, 2021

**Share price at 7/19/2021**  
ROMI3 - R\$23.40 per share

**Market value**  
R\$1,716 million  
US\$326.8 million

**Number of shares**  
Common: 73,333,922  
Total: 73,333,922

**Free float = 50.8%**

**Earnings Conference Call broadcast over the web in Portuguese, with  
simultaneous translation into English**

July 20, 2021

11a.m. (São Paulo) | 2 p.m. (London) | 9 a.m. (New York)

[https://us02web.zoom.us/webinar/register/WN\\_UbhivmkeTOO1qLBiBicuXw](https://us02web.zoom.us/webinar/register/WN_UbhivmkeTOO1qLBiBicuXw)

Zoom ID: 875 7231 7357

Dial-in number: +55 (11) 4680-6788

Dial-in numbers at <https://us02web.zoom.us/j/kszWE5ZfN>

**Santa Bárbara d'Oeste - São Paulo, June 30, 2021**

Indústrias Romi S.A. ("Romi" or "Company") (B3: ROMI3), domestic market leader in the Machine Tools and Plastic Processing Machines markets, as well as an important producer of Rough and Machined Cast Iron Parts, announces its results for the second quarter of 2021 ("2Q21"). Except where otherwise stated, the Company's operating and financial information is presented on a consolidated basis, in accordance with the International Financial Reporting Standards (IFRS).

*Statements contained in this release related to Romi's business outlook, projections of operating and financial results and references to the Company's growth potential are mere forecasts and have been based on Management's expectations regarding its future performance. These expectations are highly dependent upon market behavior, the economic situation in Brazil, the industry and international markets. Therefore, they are subject to changes.*

**Investor Relations Contact**  
**Fábio B. Taiar**

Investor Relations Officer  
+55 (19) 3455-9418  
dri@romi.com

## Highlights

**EBITDA in 2Q21 was R\$66.5M (+245.9% over 2Q20);**

**Incoming orders of R\$365.2M in 2Q21 (+100.2% over 2Q20);**

**Order backlog reaches R\$674.8M at the end of 2Q21 (+68.5% over 2Q20)**

- Consolidated net operating revenue for 2Q21 reached R\$351.4 million, an increase of 79.3% compared to 2Q20. With the increase in revenue and the effective control over costs and expenses, EBITDA, in 2Q21 posted a growth of 245.9% compared to 2Q20;
- At the Romi Machines Unit, net operating revenue increased by 153.1% in 2Q21 compared to 2Q20, due to the resumption of orders from June 2020 and more recently of the foreign market. The increase in revenue, coupled with an effective control over operating expenses, resulted in a 15.5 p.p. expansion in operating margin compared to 2Q20;
- At the Rough and Machined Cast Iron Parts Unit, net operating revenue increased by 102.9% in 2Q21 compared to 2Q20, with the continuity of deliveries of large parts and the recovery of the other segments. Operating margin grew by 6.8 p.p., reflecting the higher production volume and improved operational efficiency;
- Incoming orders at the Romi Machines Unit increased by 100.4% in 2Q21 compared to 2Q20, reflecting the highly favorable environment for investments, the technology in our products and the new business alternatives, such as the machine rental business;
- In 2Q21, incoming orders at the Rough and Machined Cast Iron Parts Unit increased by 63.4% compared to 2Q20, reflecting the continuity of orders for large parts placed by customers from the energy industry and the recovery of all the other industrial segments;

In 2021, incoming orders at the Burkhardt+Weber Unit reached R\$80.2 million, an increase of 297.6% compared to 2020, reflecting the resumption of projects that had been suspended due to the COVID-19 pandemic;

- At the end of 2Q21, the Company's order backlog grew by 68.8% in comparison to 2Q20.

	Quarterly					Acumulated		
R\$'000	2Q20	1Q21	2Q21	Var.	Var.	1Q20	1Q21	Var.
Revenues Volume				2Q21/1Q21	2Q21/2Q20			2021/2020
Romi Machines (units)	137	219	332	52%	142%	301	551	83,1%
Burkhardt+Weber (units)	5	-	5	0%	0%	8	5	-37,5%
Rough and Machined Cast Iron Parts (tons)	4.263	5.808	7.329	26%	72%	8.359	13.137	57,2%
<b>Net Operating Revenue</b>	<b>196.012</b>	<b>222.630</b>	<b>351.459</b>	57,9%	79,3%	<b>361.953</b>	<b>574.089</b>	58,6%
Gross margin (%)	28,1%	33,9%	32,7%			28,5%	23,4%	
<b>Operating Income (EBIT)</b>	<b>10.300</b>	<b>25.375</b>	<b>56.045</b>	120,9%	444,1%	<b>15.014</b>	<b>81.420</b>	442,3%
Operating margin (%)	5,3%	11,4%	15,9%			4,1%	14,2%	
<b>Operating Income (EBIT) - adjusted (*)</b>	<b>10.300</b>	<b>25.375</b>	<b>56.045</b>	120,9%	444,1%	<b>15.969</b>	<b>81.420</b>	409,9%
Operating margin (%) - adjusted (*)	5,3%	11,4%	15,9%			4,4%	14,2%	
<b>Net Income</b>	<b>11.359</b>	<b>20.744</b>	<b>42.819</b>	106,4%	277,0%	<b>52.176</b>	<b>63.563</b>	21,8%
Net margin (%)	5,8%	9,3%	12,2%			14,4%	11,1%	
<b>Net Income - adjusted (*)</b>	<b>11.359</b>	<b>20.744</b>	<b>42.819</b>	106,4%	277,0%	<b>17.202</b>	<b>63.563</b>	269,5%
Net margin (%) - adjusted (*)	5,8%	9,3%	12,2%			4,8%	11,1%	
<b>EBITDA</b>	<b>19.221</b>	<b>35.429</b>	<b>66.486</b>	87,7%	245,9%	<b>32.492</b>	<b>101.915</b>	213,7%
EBITDA margin (%)	9,8%	15,9%	18,9%			9,0%	17,8%	
<b>EBITDA - adjusted (*)</b>	<b>19.221</b>	<b>35.429</b>	<b>66.486</b>	87,7%	245,9%	<b>33.447</b>	<b>101.915</b>	204,7%
EBITDA margin (%) - adjusted (*)	9,8%	15,9%	18,9%			9,2%	17,8%	
<b>Investments</b>	<b>3.351</b>	<b>18.310</b>	<b>19.408</b>	6,0%	479,2%	<b>9.667</b>	<b>37.718</b>	290,2%

EBITDA = Earnings before interest, taxes, depreciation and amortization.

(\*) Of the investments made in 2Q21 and 1Q21, R\$11.9 million and R\$7.5 million, respectively, refer to machines manufactured by the Company that were allocated to the machinery rental business, a new solution launched in 3Q20.



## Corporate Profile



Romi, founded in 1930, is the leader in the Brazilian industrial machinery and equipment market, and an important manufacturer of rough and machined cast iron parts.

The Company is listed on B3's "New Market", which is reserved for companies with a higher level of corporate governance. Romi manufactures machine tools (Conventional Lathes, Computerized Numerical Control (CNC) Lathes, Lathing Centers, Machining Centers, Vertical and Horizontal Heavy and Extra-Heavy Lathes and Drilling Mills), Plastic Injection or Blow Molding Machines and ductile or CDI gray cast iron parts, either in raw or machined form. The Company's cutting-edge products and services, which feature Industry 4.0 technologies, enable the smart use of the data generated, whether through built-in artificial intelligence or through the transfer of big data over the networks (connectivity) to a central analysis site. The Company's equipment is sold all globally and used by a number of industrial segments, such as the agricultural machinery, capital goods, consumer goods, packaging, tooling, hydraulic equipment, sanitation, automotive and wind power industries, among many others.

The Company has thirteen manufacturing units, four of which for final assembly of industrial machinery, two foundries, four units for machining of mechanical components, two units for manufacture of steel sheet components, and a unit for assembly of electronic panels. Of these, eleven are located in Brazil and two in Germany. The Company has an installed production capacity of approximately 2,900 industrial machines and 50,000 thousand metric tons of castings per year.

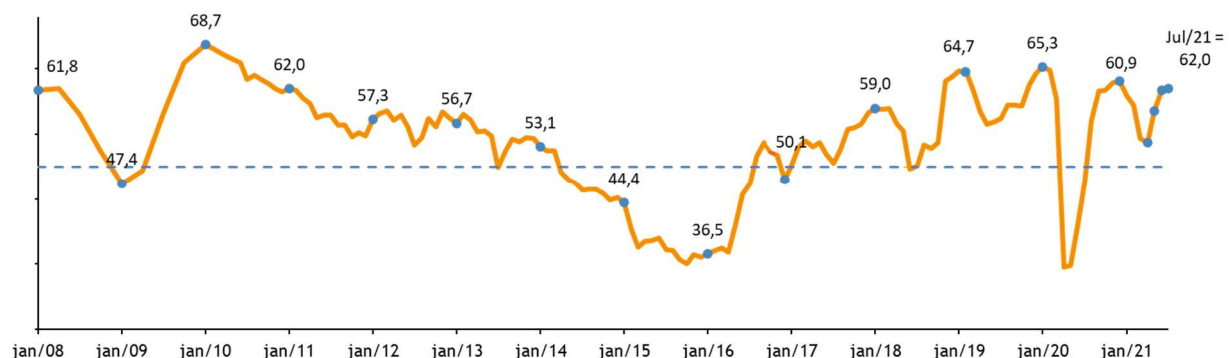
## Current Economic Scenario

2021 continues to show a favorable environment for investments, as started in mid-2020. This important recovery in turnover can be seen mainly in the incoming orders for Romi machines. The current interest rates, as well as the exchange rate level stimulates the domestic industry and Brazil in general to allocate a larger share of capital to the productive economy, seeking increased productivity and the preservation of competitiveness. In view of the more concrete signs of this resumption that took place in 2020, the Company prepared itself, especially in relation to orders for raw materials and components along the supply chain, which have allowed us to serve customers in an appropriate and competitive period. Romi is prepared to continue to support its customers by providing high-technology products, within deadlines suitable to the market's needs.

In the foreign market, we have also noted a gradual resumption of machine orders, for machines produced by both Romi and by B+W, and the latter already completed major orders in 4Q20 and in the first half of 2021, as may be seen in the incoming orders reported for these quarters. These orders reflect the growing volume of opportunities, particularly in Asia, although Europe is already showing stronger signs of recovery.

The Industrial Entrepreneur Confidence Index (ICEI) also shows a strong recovery of confidence throughout the first half of 2021, and in recent months this index remained stable at a level considered highly favorable for new investments.

### *Industrial Entrepreneur Confidence Index - ICEI*

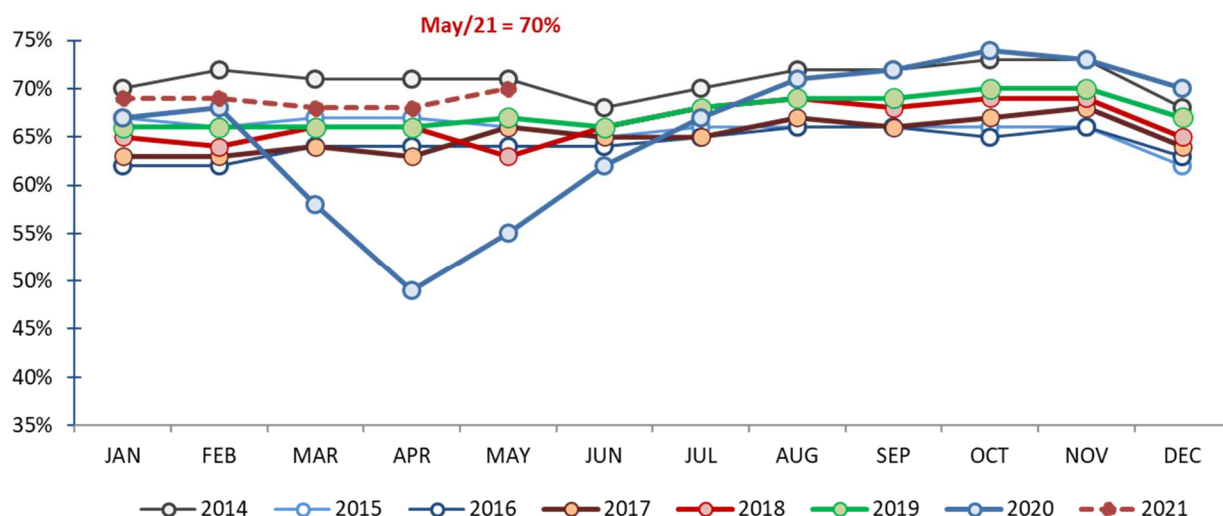


Source: CNI - ICEI, July 2021

The Installed Capacity Utilization (UCI) index of the domestic industry in general, released by the National Confederation of Industries (CNI), which has been impacted by the COVID-19 pandemic, returned to its normal levels in August 2020. With the increase in COVID cases at the beginning of 2021, this index has shown greater volatility, however, it remains at levels favorable to investments.



## Average Installed Capacity Utilization (UCI)



Source: CNI - UCI, June 2021.

The past few years have been marked by an environment of uncertainty and high volatility, with major challenges in relation to production volume forecasts, for example. Accordingly, we continue to implement actions to streamline the structure and the planning and manufacturing process, to respond quickly to the demand volatility. Over the past few years we have made several optimizations, especially in indirect structures and internal processes automation. We also reinforced the focus on cost and expense reduction projects, in addition to investing in automation and productivity, focusing on the increase of profitability, which can be noted since 2017. Strategically, we have defined the development of new product generations as a priority, and have advanced significantly in terms of technological content, aligned to the needs of Industry 4.0, and the first lines launched in 2018 and 2019 are already a success both in the domestic and foreign markets. This gives us great confidence that we are well prepared to keep seizing the opportunities arising from the rebound in the domestic and foreign economies.

## Market

The Company's main leading edges in the market - namely, our ongoing investments in the development of cutting-edge products and solutions, our nationwide distribution network, our own permanent technical assistance service, the availability of attractive customer credit packages in local currency, and our short product delivery times - are all recognized by our customers, giving the ROMI® brand name a traditional and prestigious reputation.

### Incoming Orders

Order Entry (R\$ 000)	2Q20	1Q21	2Q21	Chg. 2Q21/1Q21	Chg. 2Q21/2Q20	1H20	1H21	Chg. 21/20
Gross Values, sales taxes included								
Romi Machines	109,324	219,244	219,063	-0.1%	100.4%	196,948	438,307	122.5%
Burkhardt+Weber Machines	-	53,517	26,728	-50.1%	0.0%	20,182	80,245	297.6%
Rough and Machined Cast Iron Parts	73,095	135,451	119,460	-11.8%	63.4%	152,711	254,911	66.9%
<b>Total *</b>	<b>182,418</b>	<b>408,213</b>	<b>365,250</b>	<b>-10.5%</b>	<b>100.2%</b>	<b>369,841</b>	<b>773,463</b>	<b>109.1%</b>

\*The informed amounts related to incoming orders and order backlog do not include parts and services.

Although the environment still presents uncertainties, mainly related to the pandemic, the recovery of industrial activities started in mid-2020 continues in 2021. The confidence of the industrial entrepreneur has been showing favorable levels, as well as the basic interest rate and the foreign exchange devaluation continue to boost the incoming orders volume at the Romi Machines Unit observed in 2Q21, which increased by 100.2% compared to 2Q20. In addition to the new generations of products previously commented on, with important technological advances in the mechatronics, thermal compensation and connectivity areas, the Company has been seeking alternatives to offer new business to its customers, such as machine rental, for example. Since the launch of this new product, in 2020, were signed contracts in a total of R\$38.6 million, and in 2021 such contracts totaled R\$16.1 million. These contracts are effective from 12 to 24 months.

The German subsidiary B+W, in 2Q21, obtained new orders totaling R\$26.7 million, demonstrating the economic recovery of Asia and of projects in Europe. Accumulated in 2021, the incoming orders totaled R\$80.2 million, an increase of 297.6% compared to 2020.

In 2Q21, the Rough and Machined Cast Iron Parts Unit posted a 63.4% increase in incoming orders when compared to 2Q20, demonstrating not only the continuity of the business of production of large castings for the energy industry, but also a recovery of the other segments served by this business unit.

## Order Backlog

Order Backlog (R\$ 000) Gross Values, sales taxes included	2Q20	1Q21	2Q21	Chg. 2Q21/1Q21	Chg. 2Q21/2Q20
Romi Machines	151,191	340,662	340,565	0.0%	125.3%
Burkhardt+Weber Machines	118,574	185,812	146,063	-21.4%	23.2%
Rough and Machined Cast Iron Parts	130,080	181,930	188,265	3.5%	44.7%
<b>Total *</b>	<b>399,845</b>	<b>708,404</b>	<b>674,893</b>	<b>-4.7%</b>	<b>68.8%</b>

\*The informed amounts related to incoming orders and order backlog do not include parts and services.

At the end of the second quarter of 2021, the order backlog grew by 68.8% compared to the same period in 2020. This growth is related to the higher volume of business experienced by Romi Machines in the domestic market, where we noticed an important resumption of investments as from June 2020, and the orders fulfilled by the German subsidiary B+W in 2021. At the Rough and Machined Cast Iron Parts Unit, the agricultural, commercial vehicle and construction markets have been recently showing signs of recovery. In addition, the heavy parts market continues quite heated, as can be seen in the growth in volume of new orders at this unit.

## Operational Performance

### Net Operating Revenue by Business Unit

Net operating revenue posted by the Company in 2Q21 reached R\$351.4 million, 58.6% and 79.3% higher than in 1Q21 and 2Q20, respectively, with emphasis to the Romi Machines and Rough and Machined Cast Iron Parts Units.

Net Operating Revenue (R\$ 000)	Quarterly					Accumulated		
	2Q20	1Q21	2Q21	Var. 2Q21/1Q21	Var. 2Q21/2Q20	1H20	1H21	Chg. 21/20
Romi Machines	76,250	131,934	193,015	46.3%	153.1%	158,753	324,949	104.7%
Burkhardt+Weber Machines	70,082	13,516	57,659	326.6%	-17.7%	106,789	71,175	-33.3%
Rough and Machined Cast Iron Parts	49,680	77,180	100,785	30.6%	102.9%	96,411	177,965	84.6%
<b>Total</b>	<b>196,012</b>	<b>222,630</b>	<b>351,459</b>	<b>57.9%</b>	<b>79.3%</b>	<b>361,953</b>	<b>574,089</b>	<b>58.6%</b>

### Romi Machines

The net operating revenue of the Romi Machines Unit reached R\$193.0 million in 2Q21, an increase of 153.1% compared to 2Q20, reflecting the resumption of orders from June 2020 and the gradual resumption of orders in the foreign market in 2021.

### Burkhardt + Weber Machines

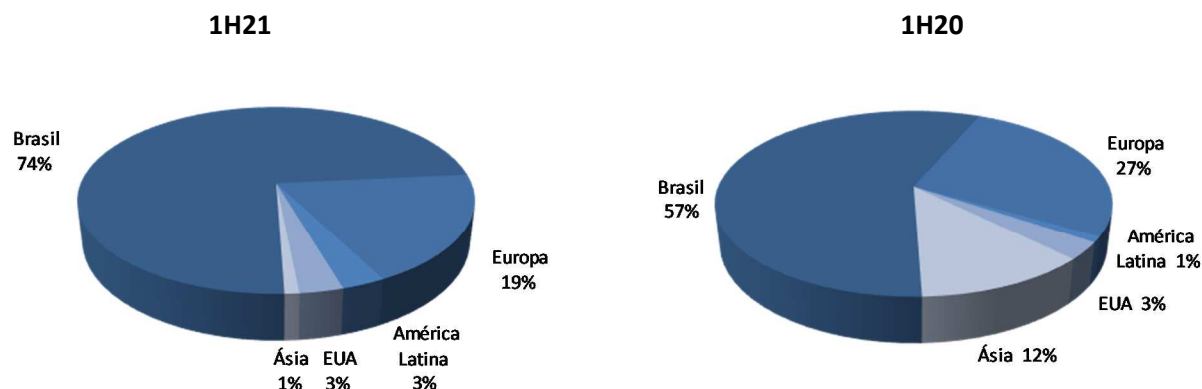
The revenue of the German subsidiary B+W in Reais, in 2Q21, was -17,7% lower than in 2Q20, reflecting the impacts of the pandemic, which led to a reduction in the volume of orders in the first nine months of 2020 and, consequently, negatively impacted the revenue of 2021. It is worth noting that the volume of new orders from the fourth quarter of 2020 showed significant growth, as it can be seen in the income orders table of this report.

### Rough and Machined Cast Iron Parts

The net operating revenue of this Business Unit totaled R\$100.7 million in 2Q21, up 102.9% over 2Q20, due to the continuity of business related to large rough and machined cast iron parts for the energy sector and the recovery of the other segments served by this unit.

### Net Operating Revenue per Geographical Region

The domestic market accounted for 74% of Romi's consolidated revenue in 1H21 (57% in 1H20). Considering the revenue obtained in foreign markets, which takes into account sales by Romi's subsidiaries abroad (Germany, China, United States, Italy, United Kingdom, France, Mexico and Spain) and direct sales to other markets, the distribution of Romi's consolidated revenue by geographical region was the following:



The following shows the foreign market revenue, in Reais (R\$) and in US dollars (US\$):

Foreign Sales	Quarterly					Accumulated		
	2Q20	1Q21	2Q21	Var. 2Q21/1Q21	Var. 2Q21/2Q20	1H20	1H21	Chg. 1H19/1H18
Net Sales (R\$ million)	101.5	44.7	105.5	-70.6%	-25.7%	161.6	150.2	-7.1%
Net Sales (US\$ million)	18.6	8.0	20.2	-71.4%	-38.1%	31.6	28.2	-10.7%

In the foreign market, Europe and Asia decreased their share of consolidated revenue in 1H21 when compared to 1H20, due to lower revenues from the German subsidiary B+W. Latin America increased its share, mainly in South America.

### Adjusted Gross and Operating Margins

The operating margin of 1S20 presented below has been adjusted to reflect the gains from the “Summer Plan” legal proceeding (more information can be found in the 4Q20 Earnings Release), to provide a more objective and transparent view of the results of the Company’s normal and recurring operations. The gross margin obtained in 2Q21 was 32.7%, an increase of 4.6 p.p. compared to 2Q20. The adjusted operating margin (EBIT) increased by 10.7 p.p. in the same period. The higher volume of revenues, combined with the focus on projects aimed at operating efficiency and the efficient control over operating expenses, resulted in this growth in operating margins.

	Quarterly					Accumulated		
Gross Margin	2Q20	1Q21	2Q21	Var. p.p. 2Q21/1Q21	Var. p.p. 2Q21/2Q20	1H20	1H21	Chg. pp 2021/2020
Romi Machines	41.3%	45.9%	40.6%	(5.3)	(0.7)	42.6%	42.7%	0.1
Burkhardt+Weber Machines	18.1%	-22.9%	18.0%	40.9	(0.1)	18.1%	10.2%	(7.8)
Rough and Machined Cast Iron Parts	21.8%	23.4%	25.9%	2.5	4.1	17.0%	24.8%	7.8
<b>Total</b>	<b>28.1%</b>	<b>33.9%</b>	<b>32.7%</b>	<b>(1.2)</b>	<b>4.6</b>	<b>28.5%</b>	<b>33.1%</b>	<b>4.6</b>

	Quarterly					Accumulated		
EBIT Margin - Adjusted	2Q20	1Q21	2Q21	Var. p.p. 2Q21/1Q21	Var. p.p. 2Q21/2Q20			
Romi Machines	6.7%	23.6%	22.1%	(1.5)	15.5	8.9%	22.8%	13.8
Burkhardt+Weber Machines	1.1%	-90.9%	-4.4%	86.5	(5.5)	-2.0%	-20.8%	(18.8)
Rough and Machined Cast Iron Parts	8.9%	9.6%	15.7%	6.1	6.8	4.1%	13.1%	9.0
<b>Total</b>	<b>5.3%</b>	<b>11.8%</b>	<b>15.9%</b>	<b>4.1</b>	<b>10.7</b>	<b>4.4%</b>	<b>14.3%</b>	<b>9.9</b>

(\*) 1H20 is adjusted by the impacts of the “Plano Verão” legal proceeding.

#### Romi Machines

The gross margin of this Business Unit in 2Q21 decreased by 0.7 p.p. compared to 2Q20 due to the product mix. The evolution of net operating revenue, coupled with the effective control over operating expenses, resulted in an expansion of 15.5 p.p. in operating margin (EBIT) in the same comparison period.

#### Burkhardt + Weber Machines

The gross margin and the operating margin of this business unit in 2Q21 decreased by 0.1 p.p. and 5.5 p.p., respectively, when compared to 2Q20, due to the lower revenue in 2021.

### Rough and Machined Cast Iron Parts

In 2Q21, the gross margin of this Business Unit grew by 4.1 p.p. compared to 2Q20, and its operating margin (EBIT) grew by 6.8 p.p. in the same comparison period. This growth was due to the higher volume of revenues and production in 2Q21, reflecting the deliveries of large castings and machined parts, the recovery of the other manufacturing segments, and the projects focused on increasing productivity and operational efficiency.

### EBITDA and EBITDA Margin

In 2Q21, the operating cash generation as measured by EBITDA amounted to R\$66.5 million (245.9% over 2Q20), representing an EBITDA margin of 18.9% in the quarter, as shown in the table below:

Reconciliation of Net Income to EBITDA (R\$ 000)	Quarterly					Accumulated		
	2Q20	1Q21	2Q21	Var. 2Q21/1Q21	Var. 2Q21/2Q20	1H20	1H21	Chg. 2021/2020
<b>Net Income</b>	11,359	20,744	42,819	106.4%	277.0%	52,176	63,563	21.8%
Income tax and social contributions	1,336	4,755	15,454	225.0%	1056.7%	(8,681)	20,209	-332.8%
Net Financial Income	(2,395)	(124)	(2,228)	1696.8%	-7.0%	(28,481)	(2,352)	-91.7%
Depreciation and amortization	8,921	10,054	10,441	3.8%	17.0%	17,478	20,495	17.3%
<b>EBITDA</b>	19,221	35,429	66,486	87.7%	245.9%	32,492	101,915	213.7%
<b>EBITDA Margin</b>	9.8%	15.9%	18.9%	18.9%	92.9%	17.8%	34.8%	95.6%
<b>EBITDA - Adjusted (*)</b>	19,221	35,429	66,486	87.7%	245.9%	33,447	101,915	204.7%
<b>EBITDA Margin - Adjusted (*)</b>	9.8%	15.9%	18.9%	18.9%	92.9%	18.4%	34.8%	89.5%
<b>Total Net Operating Revenue</b>	<b>196,012</b>	<b>222,630</b>	<b>351,459</b>	<b>57.9%</b>	<b>79.3%</b>	<b>361,953</b>	<b>574,089</b>	<b>58.6%</b>

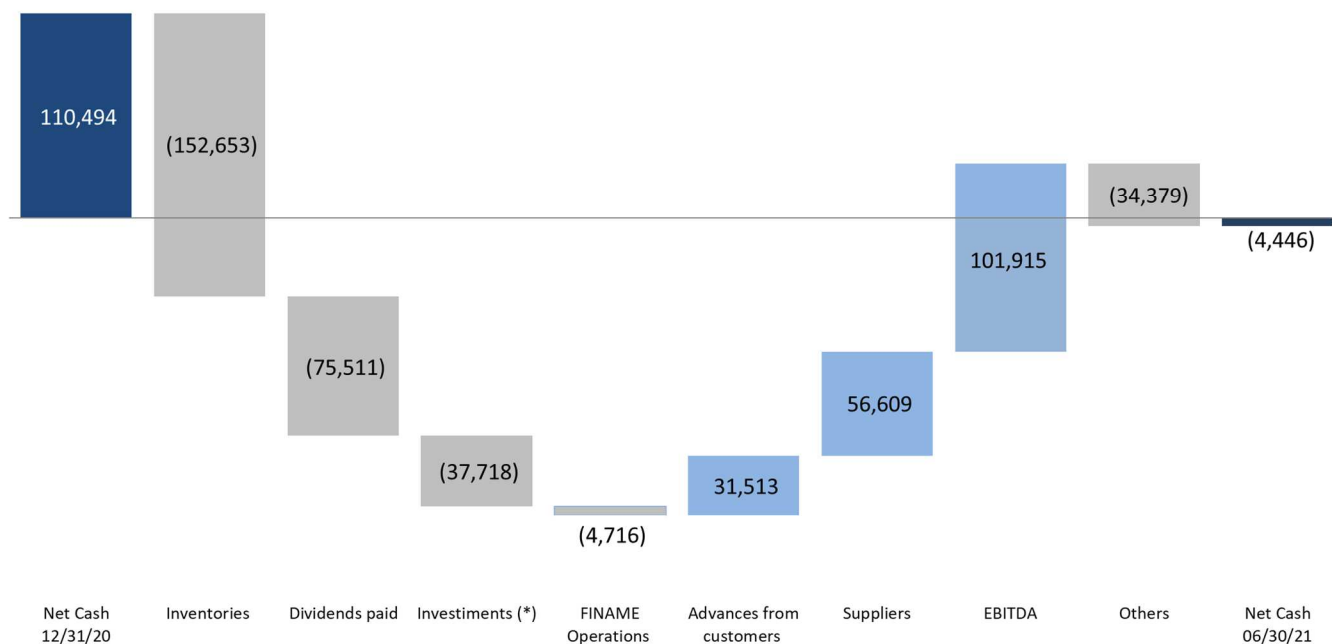
(\*) 1H20 is adjusted by the impacts of the “Plano Verão” legal proceeding.

### Net Profit

The profit for 2Q21 was R\$42.8 million, an increase of 277.0% compared to the profit for 2Q20.

## Evolution of Net Cash (Debt) Position

The main changes in net cash position during 2Q21, in thousands of reais, are described below:



\*The balances recognized under "Investments" are net of the impacts recognized in accordance with CPC 06 (R2) - Leases, equivalent to international standard IFRS 16 - Leases.

In 1H21, the Company's net cash position presented the following main changes:

- Increase in inventories due to the growth of about 33% in the backlog. There is also increase in the "Trade accounts payable" account, as a result of the increase in inventories;
- Payment of interest on capital proposed in December 2020 and March 2021, and paid in January and April 2021, respectively;
- Investments made in 1H21, aimed at the maintenance, productivity, flexibility and competitiveness of the other units in the manufacturing complex, as well as in connection with the new machine rental business; and
- Increase in the "Advances from customers" account due to the increase in the volume of new orders and consequently in the backlog.

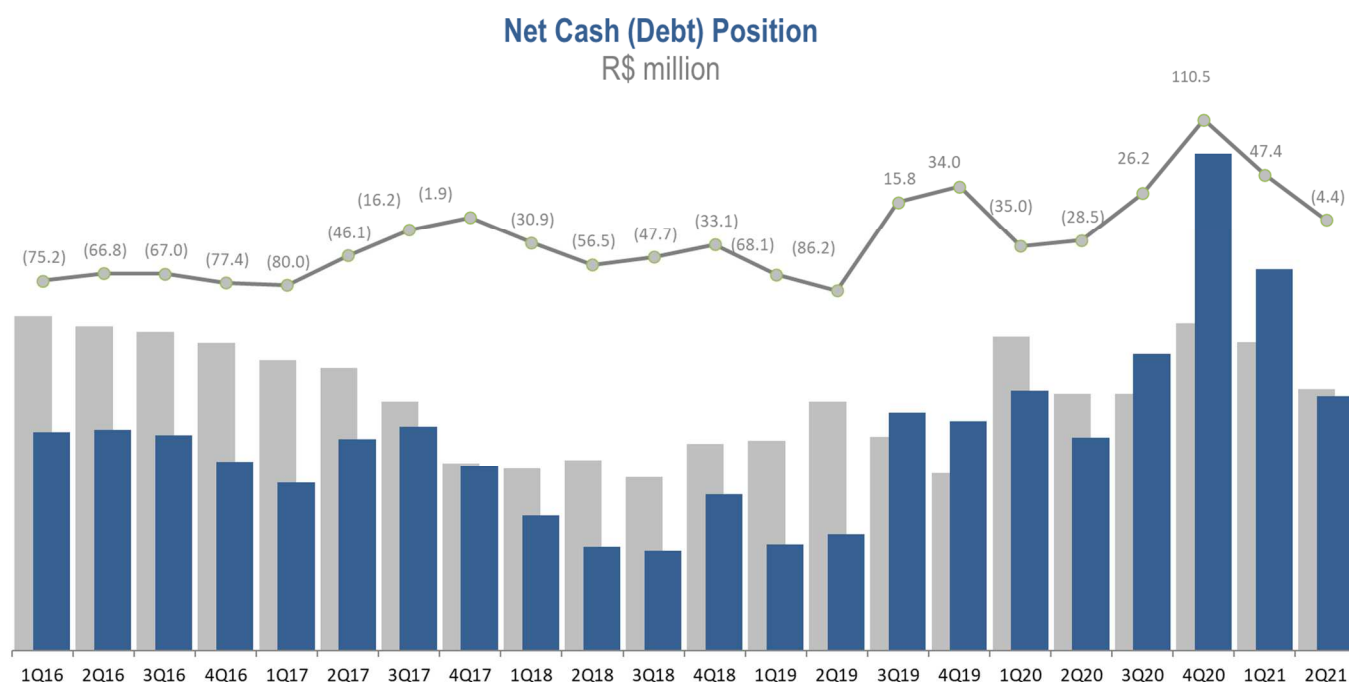


## Financial Position

Short-term investments are made with prime financial institutions with low credit risk and their yield is mainly pegged to the Interbank Certificate of Deposit (CDI). The consolidated net cash position as at June 30, 2021 was negative by R\$4.4 million.

The Company's borrowings are used mainly for investments in the modernization of its manufacturing facilities, research and development of new products, and financing of exports and imports. As at June 30, 2021, the amount of financing in local currency was R\$66.4 million, and in foreign currency, R\$102.9 million, totaling R\$169.3 million, of which R\$35.5 million maturing in up to 12 months.

As at June 30, 2021, the Company recorded R\$164.9 million as cash and cash equivalents and short-term investments.



The balances recorded under "Finame Manufacturer Financing" are not used in the calculation of the Company's net debt.

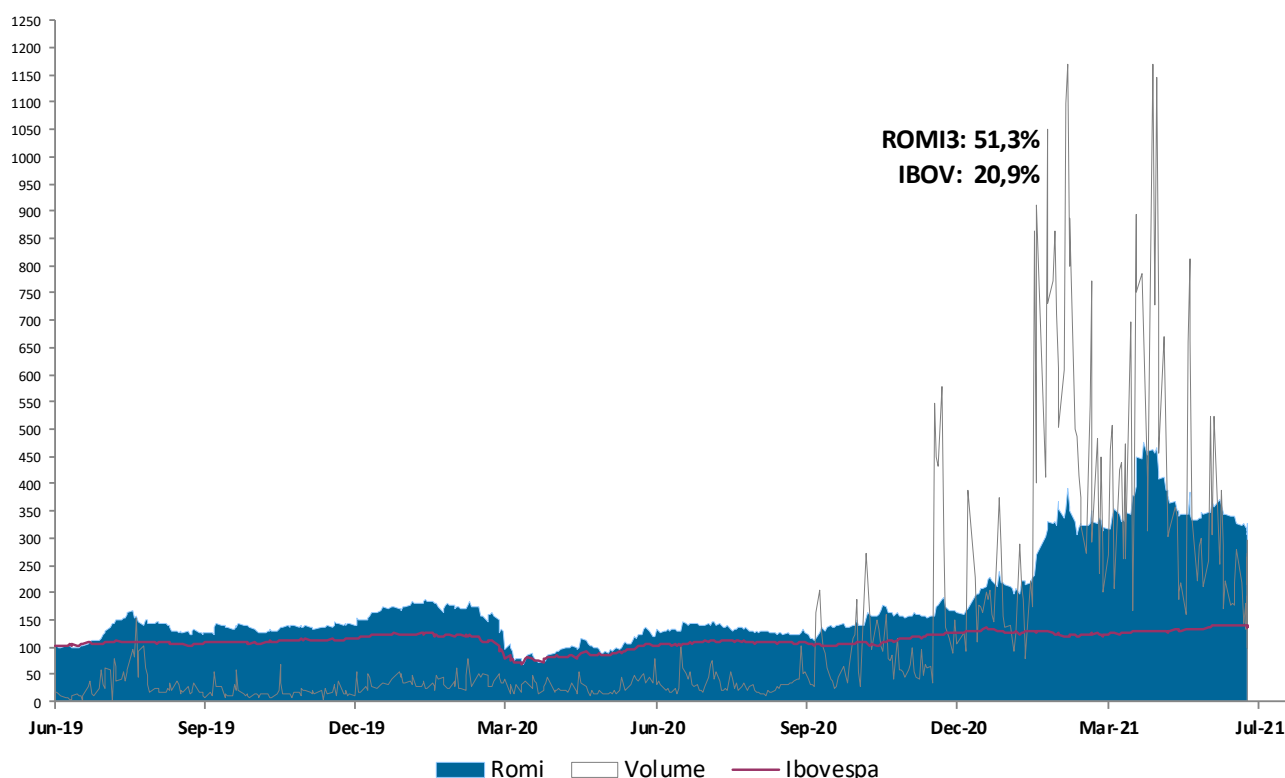
As at June 30, 2021, the Company did not have any derivative transactions.



## Capital Markets

### Share Performance ROMI3 vs. Ibovespa

From: 06/03/2019 to 07/19/2021



Source: B3.

On July 19, 2021 the Company's common shares (ROMI3), which were quoted at R\$23.40, posted valuation of 81.9% since July 31, 2020 and 51.3% since June 30, 2019. The Bovespa Index (Ibovespa) went up by 18.5% and 20.9%, respectively, in the same periods.

The Company's market capitalization on July 19, 2021 was R\$1,716 million. The average daily trading volume during 2Q21 was R\$31.3 million.

## Consolidated Balance Sheet

IFRS (R\$ 000)

ASSETS	06/30/20	12/31/20	03/31/21	06/30/21
<b>CURRENT</b>	<b>879,539</b>	<b>1,068,695</b>	<b>1,080,877</b>	<b>1,092,746</b>
Cash and Cash equivalents	137,711	195,418	147,735	110,676
Financial investments	519	127,166	99,444	54,257
Trade accounts receivable	157,429	186,183	161,805	181,648
Onlending of FINAME manufacturer financing	114,768	131,494	135,019	141,290
Inventories	415,997	358,674	457,509	511,327
Recoverable taxes	38,001	51,204	63,506	76,193
Other receivables	15,114	18,556	15,859	17,355
Judicial Deposits	-	-	-	-
<b>NON CURRENT</b>	<b>275,816</b>	<b>274,089</b>	<b>278,439</b>	<b>284,098</b>
Trade accounts receivable	10,624	13,106	18,590	19,334
Onlending of FINAME manufacturer financing	163,997	203,222	203,583	214,598
Recoverable taxes	68,146	28,256	23,029	21,565
Deferred income and social contribution taxes	26,169	23,934	24,830	20,481
Judicial Deposits	1,877	1,884	2,001	1,976
Other receivables	5,003	3,687	6,406	6,144
<b>Investments</b>				
Property, Plant and Equipment	291,445	314,748	326,769	331,801
Investment Properties	18,163	18,388	18,388	18,388
Intangible assets	71,146	70,788	72,641	63,051
<b>TOTAL ASSETS</b>	<b>1,536,109</b>	<b>1,746,708</b>	<b>1,777,114</b>	<b>1,790,084</b>

LIABILITIES AND SHAREHOLDER'S EQUITY	06/30/20	12/31/20	03/31/21	06/30/21
<b>CURRENT</b>	<b>491,268</b>	<b>586,801</b>	<b>547,701</b>	<b>537,149</b>
Loans and financing	144,079	115,422	53,893	35,506
FINAME manufacturer financing	97,228	122,704	126,034	118,208
Trade accounts payable	67,630	96,054	142,365	152,663
Payroll and related taxes	29,941	36,163	32,262	45,324
Taxes payables	6,512	13,182	13,192	18,780
Advances from customers	77,380	70,462	117,324	101,975
Related parties	608	4,856	887	3,074
Dividends	33,081	91,130	37,322	35,418
Provision for contingent liabilities	944	1,216	1,475	1,422
Other payables	33,865	35,612	22,947	24,779
<b>NON CURRENT</b>	<b>234,235</b>	<b>345,323</b>	<b>393,893</b>	<b>399,596</b>
Loans and financing	22,653	96,668	145,927	133,873
FINAME manufacturer financing	164,990	201,710	198,946	222,662
Deferred income and social contribution taxes	42,416	43,372	44,680	39,314
Reserve for contingencies	424	296	295	309
Other payables	3,752	3,277	4,045	3,438
<b>SHAREHOLDER'S EQUITY</b>	<b>809,051</b>	<b>813,003</b>	<b>833,989</b>	<b>851,726</b>
Capital	492,025	637,756	637,756	637,756
Retained earnings	233,845	86,894	96,564	130,500
Cumulative translation adjustments	83,181	88,353	99,669	83,470
<b>NON CONTROLLING INTERESTS</b>	<b>1,555</b>	<b>1,581</b>	<b>1,531</b>	<b>1,613</b>
<b>TOTAL SHAREHOLDER'S EQUITY</b>	<b>810,606</b>	<b>814,584</b>	<b>835,520</b>	<b>853,339</b>
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>	<b>1,536,109</b>	<b>1,746,708</b>	<b>1,777,114</b>	<b>1,790,084</b>

## Consolidated Income Statement

IFRS (R\$ thousand)

	2Q20	1Q21	2Q21	Chg. 2Q21/1Q21	Chg. 2Q21/2Q20	1H20	1H21	Chg. 2021/2020
<b>Net Operating Revenue</b>	<b>196,012</b>	<b>222,630</b>	<b>351,459</b>	<b>57.9%</b>	<b>79.3%</b>	<b>361,953</b>	<b>574,089</b>	<b>58.6%</b>
Cost of Goods Sold	(140,976)	(147,160)	(236,640)	60.8%	67.9%	(258,634)	(383,800)	48.4%
<b>Gross Profit</b>	<b>55,036</b>	<b>75,470</b>	<b>114,819</b>	<b>52.1%</b>	<b>108.6%</b>	<b>103,319</b>	<b>190,289</b>	<b>84.2%</b>
<i>Gross Margin %</i>	<i>28.1%</i>	<i>33.9%</i>	<i>32.7%</i>			<i>28.5%</i>	<i>33.1%</i>	
<b>Operating revenues (expenses)</b>	<b>(44,736)</b>	<b>(50,095)</b>	<b>(58,774)</b>	<b>17.3%</b>	<b>31.4%</b>	<b>(88,305)</b>	<b>(108,869)</b>	<b>23.3%</b>
Selling expenses	(20,373)	(22,393)	(27,923)	24.7%	37.1%	(39,454)	(50,316)	27.5%
Research and development expenses	(5,474)	(6,214)	(6,953)	11.9%	27.0%	(10,544)	(13,167)	24.9%
General and administrative expenses	(17,579)	(20,423)	(21,222)	3.9%	20.7%	(34,772)	(41,645)	19.8%
Management profit sharing and compensation	(2,181)	(2,968)	(4,182)	40.9%	91.7%	(4,161)	(7,150)	71.8%
Other operating income, net	871	1,903	1,506	-20.9%	72.9%	626	3,409	444.6%
<b>Operating Income (loss) before Financial Results</b>	<b>10,300</b>	<b>25,375</b>	<b>56,045</b>	<b>120.9%</b>	<b>444.1%</b>	<b>15,014</b>	<b>81,420</b>	<b>442.3%</b>
<i>Operating Margin %</i>	<i>5.3%</i>	<i>11.4%</i>	<i>15.9%</i>			<i>4.1%</i>	<i>14.2%</i>	
<b>Operating Income (loss) before Financial Results - Adjusted (*)</b>		<b>25,375</b>	<b>56,045</b>			<b>5,669</b>	<b>140,756</b>	
<i>Operating Margin % - Adjusted (*)</i>		<i>11.4%</i>	<i>15.9%</i>			<i>1.6%</i>	<i>24.5%</i>	
<b>Financial Results, Net</b>	<b>2,395</b>	<b>124</b>	<b>2,228</b>	<b>1696.8%</b>	<b>-7.0%</b>	<b>28,481</b>	<b>2,352</b>	<b>-91.7%</b>
Financial income	2,639	2,146	2,609	21.6%	-1.1%	29,932	4,755	-84.1%
Financial expenses	(2,673)	(3,888)	(3,211)	-17.4%	20.1%	(4,815)	(7,099)	47.4%
Exchange gain (loss), net	2,429	1,866	2,830	51.7%	16.5%	3,364	4,696	39.6%
<b>Operations Operating Income</b>	<b>12,695</b>	<b>25,499</b>	<b>58,273</b>	<b>128.5%</b>	<b>359.0%</b>	<b>43,495</b>	<b>83,772</b>	<b>92.6%</b>
Income tax and social contribution	(1,336)	(4,755)	(15,454)	225.0%	1056.7%	8,681	(20,209)	-332.8%
<b>Net income</b>	<b>11,359</b>	<b>20,744</b>	<b>42,819</b>	<b>106.4%</b>	<b>277.0%</b>	<b>52,176</b>	<b>63,563</b>	<b>21.8%</b>
<i>Net Margin %</i>	<i>5.8%</i>	<i>9.3%</i>	<i>12.2%</i>			<i>14.4%</i>	<i>11.1%</i>	
<b>Net profit (loss) concerning:</b>								
Controlling interests	11,320	20,670	42,736	106.8%	277.5%	52,077	63,406	21.8%
Non controlling interests	38	74	83	12.2%	118.4%	98	157	60.2%
<b>EBITDA</b>	<b>19,221</b>	<b>35,429</b>	<b>66,486</b>	<b>87.7%</b>	<b>245.9%</b>	<b>32,492</b>	<b>101,915</b>	<b>213.7%</b>
Profit (loss) for the period	11,359	20,744	42,819	106.4%	277.0%	52,176	63,563	21.8%
Income tax and social contribution	1,336	4,755	15,454	225.0%	1056.7%	(8,681)	20,209	-332.8%
Financial result, net	(2,395)	(124)	(2,228)	1696.8%	-7.0%	(28,481)	(2,352)	-91.7%
Depreciation and amortization	8,921	10,054	10,441	3.8%	17.0%	17,478	20,495	17.3%
<i>EBITDA Margin %</i>	<i>9.8%</i>	<i>15.9%</i>	<i>18.9%</i>			<i>9.0%</i>	<i>17.8%</i>	
<b>EBITDA - Adjusted (*)</b>	<b>62,858</b>	<b>35,429</b>	<b>66,486</b>			<b>77,084</b>	<b>101,915</b>	
<i>EBITDA Margin % - Adjusted (*)</i>		<i>15.9%</i>	<i>18.9%</i>			<i>21.3%</i>	<i>17.8%</i>	
Nº of shares in capital stock (th)	62,858	73,334	73,334			125,715	146,668	16.7%
Profit (loss) per share - R\$	0.18	0.28	0.58			0.83	0.86	4.4%

## Consolidated Cash Flow Statement

IFRS (R\$ thousand)

	2Q20	1Q21	2Q21
<b>Cash from operating activities</b>			
<b>Net Income before taxation</b>	<b>12,695</b>	<b>25,499</b>	<b>83,772</b>
<b>Net Income discontinued operations</b>	<b>-</b>	<b>-</b>	<b>-</b>
Financial expenses and exchange gain	5,440	1,424	(10,013)
Depreciation and amortization	8,922	10,054	20,495
Allowance for doubtful accounts and other receivables	806	(209)	(724)
Proceeds from sale of fixed assets and intangibles	(375)	(188)	(495)
Provision for inventory realization	3,349	1,935	(4,216)
Reserve for contingencies	(57)	(13)	(189)
Trade accounts receivable	(11,672)	26,164	2,606
Onlending of Finame manufacturer financing	(4,747)	(3,464)	(20,777)
Inventories	(13,370)	(100,770)	(148,437)
Recoverable taxes, net	(21,604)	(7,971)	(14,845)
Judicial deposits	63	(117)	(92)
Other receivables	27,327	153	(689)
<b>Change on operating liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>
Trade accounts payable	(21,190)	45,012	57,839
Payroll and related taxes	10,814	(3,901)	9,161
Taxes payable	(1,906)	(3,288)	(18,378)
Advances from customers	4,746	46,862	31,513
Other payables	10,285	(15,593)	(12,042)
<b>Cash provided by (used in) operating activities</b>	<b>9,526</b>	<b>21,589</b>	<b>(25,511)</b>
Income tax and social contribution paid	(53)	(147)	(291)
<b>Net Cash provided by (used in) operating activities</b>	<b>9,473</b>	<b>21,442</b>	<b>(25,802)</b>
Financial Investments	3,137	27,722	72,909
Purchase of fixed assets	(3,351)	(18,307)	(42,580)
Sales of fixed assets	633	324	1,309
Purchase of intangible assets	(447)	(222)	(223)
<b>Net cash Used in Investing Activities</b>	<b>(28)</b>	<b>9,517</b>	<b>31,415</b>
Interest on capital paid	1	(64,931)	(75,636)
New loans and financing	180	57,532	57,532
Payments of loans and financing	(44,779)	(73,962)	(90,210)
Interests paid (including Finame manufacturer financing)	(3,783)	(10,464)	(18,908)
New loans in Finame manufacturer	29,966	40,217	99,974
Payment of Finame manufacturer financing	(15,420)	(32,811)	(70,402)
<b>Net Cash provided by (used in) Financing Activities</b>	<b>(33,835)</b>	<b>(84,419)</b>	<b>(97,650)</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(24,390)</b>	<b>(53,460)</b>	<b>(92,037)</b>
Exchange variation changes on cash and cash equivalents abroad	(2,968)	5,777	7,295
<b>Cash and cash equivalents - beginning of period</b>	<b>165,069</b>	<b>195,418</b>	<b>195,418</b>
<b>Cash and cash equivalents - end of period</b>	<b>137,711</b>	<b>147,735</b>	<b>110,676</b>

## Attachment I – Income Statement by Business Unit

### Income Statement by Business Units - 1Q21

R\$ 000	Romi Machines	Burkhardt + Weber Machines	Rough and Machined Cast Iron	Total
<b>Net Operating Revenue</b>	<b>193,015</b>	<b>57,659</b>	<b>100,785</b>	<b>351,459</b>
<b>Cost of Sales and Services</b>	<b>(98,587)</b>	<b>(47,274)</b>	<b>(90,779)</b>	<b>(236,640)</b>
Business Units Transfers	333	-	16,431	16,764
Business Units Transfers	(16,431)	-	(333)	(16,764)
<b>Gross Profit</b>	<b>78,330</b>	<b>10,385</b>	<b>26,104</b>	<b>114,819</b>
<i>Gross Margin %</i>	<i>40.6%</i>	<i>18.0%</i>	<i>25.9%</i>	<i>32.7%</i>
<b>Operating Expenses</b>	<b>(37,086)</b>	<b>(12,929)</b>	<b>(10,264)</b>	<b>(60,279)</b>
Selling	(20,636)	(4,921)	(2,365)	(27,923)
General and Administrative	(9,264)	(8,007)	(3,950)	(21,222)
Research and Development	(5,014)	-	(1,938)	(6,953)
Management profit sharing	(2,171)	-	(2,010)	(4,181)
Other operating revenue	-	-	-	-
<b>Operating Income (loss) before Financial Results</b>	<b>41,244</b>	<b>(2,544)</b>	<b>15,840</b>	<b>54,540</b>
<i>Operating Margin %</i>	<i>21.4%</i>	<i>-4.4%</i>	<i>15.7%</i>	<i>15.5%</i>
<b>Operating loss before Financial Results - Adjusted (*)</b>	<b>41,244</b>	<b>(2,544)</b>	<b>15,840</b>	<b>54,540</b>
<i>Operating Margin % - Adjusted (*)</i>	<i>21.4%</i>	<i>-4.4%</i>	<i>15.7%</i>	<i>15.5%</i>
Depreciation and amortization	4,502	2,996	2,943	10,441
<b>EBITDA</b>	<b>45,746</b>	<b>452</b>	<b>18,783</b>	<b>64,981</b>
<i>EBITDA Margin %</i>	<i>23.7%</i>	<i>0.8%</i>	<i>18.6%</i>	<i>18.5%</i>
<b>EBITDA - Adjusted (*)</b>	<b>45,746</b>	<b>452</b>	<b>18,783</b>	<b>64,981</b>
<i>EBITDA Margin % - Adjusted (*)</i>	<i>23.7%</i>	<i>0.8%</i>	<i>18.6%</i>	<i>18.5%</i>

### Income Statement by Business Units - 2Q20

R\$ 000	Romi Machines	Burkhardt + Weber Machines	Rough and Machined Cast Iron Parts	Total
<b>Net Operating Revenue</b>	<b>76,250</b>	<b>70,081</b>	<b>49,680</b>	<b>196,011</b>
<b>Cost of Sales and Services</b>	<b>(40,299)</b>	<b>(57,372)</b>	<b>(43,305)</b>	<b>(140,976)</b>
Business Units Transfers	411	-	4,873	5,284
Business Units Transfers	(4,873)	-	(411)	(5,284)
<b>Gross Profit</b>	<b>31,489</b>	<b>12,709</b>	<b>10,837</b>	<b>55,035</b>
<i>Gross Margin %</i>	<i>41.3%</i>	<i>18.1%</i>	<i>21.8%</i>	<i>28.1%</i>
<b>Operating Expenses</b>	<b>(26,394)</b>	<b>(11,949)</b>	<b>(6,395)</b>	<b>(44,737)</b>
Selling	(14,706)	(4,746)	(922)	(20,374)
General and Administrative	(7,077)	(7,203)	(3,299)	(17,579)
Research and Development	(4,262)	-	(1,212)	(5,474)
Management profit sharing	(1,219)	-	(962)	(2,181)
Other operating revenue	871	-	-	871
<b>Operating Income (loss) before Financial Results</b>	<b>5,095</b>	<b>760</b>	<b>4,443</b>	<b>10,298</b>
<i>Operating Margin %</i>	<i>6.7%</i>	<i>1.1%</i>	<i>8.9%</i>	<i>5.3%</i>
<b>Operating loss before Financial Results - Adjusted (*)</b>	<b>5,095</b>	<b>760</b>	<b>4,443</b>	<b>10,298</b>
<i>Operating Margin % - Adjusted (*)</i>	<i>6.7%</i>	<i>1.1%</i>	<i>8.9%</i>	<i>5.3%</i>
Depreciation and amortization	3,220	2,894	2,808	8,922
<b>EBITDA</b>	<b>8,315</b>	<b>3,654</b>	<b>7,251</b>	<b>19,220</b>
<i>EBITDA Margin %</i>	<i>10.9%</i>	<i>5.2%</i>	<i>14.6%</i>	<i>9.8%</i>
<b>EBITDA - Adjusted (*)</b>	<b>8,315</b>	<b>3,654</b>	<b>7,251</b>	<b>19,220</b>
<i>EBITDA Margin % - Adjusted (*)</i>	<i>10.9%</i>	<i>5.2%</i>	<i>14.6%</i>	<i>9.8%</i>

### Income Statement by Business Units - 1H21

R\$ 000	Machines	Burkhardt + Weber	Raw and Machined Cast Iron	Total
<b>Net Operating Revenue</b>	<b>324,949</b>	<b>71,175</b>	<b>177,965</b>	<b>574,089</b>
<b>Cost of Sales and Services</b>	<b>(157,706)</b>	<b>(63,880)</b>	<b>(162,214)</b>	<b>(383,800)</b>
Business Units Transfers	667	-	29,067	29,734
Business Units Transfers	(29,067)	-	(667)	(29,734)
<b>Gross Profit</b>	<b>138,843</b>	<b>7,295</b>	<b>44,151</b>	<b>190,289</b>
<i>Gross Margin %</i>	<i>42.7%</i>	<i>10.2%</i>	<i>24.8%</i>	<i>33.1%</i>
<b>Operating Expenses</b>	<b>(65,863)</b>	<b>(22,130)</b>	<b>(20,874)</b>	<b>(108,868)</b>
Selling	(38,241)	(7,663)	(4,413)	(50,316)
General and Administrative	(16,250)	(16,328)	(9,067)	(41,645)
Research and Development	(9,580)	-	(3,586)	(13,167)
Management profit sharing	(3,342)	-	(3,808)	(7,150)
Other operating revenue	1,549	1,861	-	3,409
<b>Operating Income before Financial Results</b>	<b>72,980</b>	<b>(14,835)</b>	<b>23,276</b>	<b>81,421</b>
<i>Operating Margin %</i>	<i>22.5%</i>	<i>-20.8%</i>	<i>13.1%</i>	<i>14.2%</i>
<b>Operating loss before Financial Results - Adjusted (*)</b>	<b>73,935</b>	<b>(14,835)</b>	<b>23,276</b>	<b>82,376</b>
<i>Operating Margin % - Adjusted (*)</i>	<i>22.8%</i>	<i>-20.8%</i>	<i>13.1%</i>	<i>14.3%</i>
Depreciation and amortization	8,566	6,104	5,826	20,495
<b>EBITDA</b>	<b>81,545</b>	<b>(8,731)</b>	<b>29,102</b>	<b>101,916</b>
<i>EBITDA Margin %</i>	<i>25.1%</i>	<i>-12.3%</i>	<i>16.4%</i>	<i>17.8%</i>
<b>EBITDA - Adjusted (*)</b>	<b>82,500</b>	<b>(8,731)</b>	<b>29,102</b>	<b>102,871</b>
<i>EBITDA Margin % - Adjusted (*)</i>	<i>25.4%</i>	<i>-12.3%</i>	<i>16.4%</i>	<i>17.9%</i>

### Income Statement by Business Units - 1H20

R\$ 000	Machines	Burkhardt + Weber	Raw and Machined Cast Iron Parts	Total
<b>Net Operating Revenue</b>	<b>158,753</b>	<b>106,788</b>	<b>96,411</b>	<b>361,952</b>
<b>Cost of Sales and Services</b>	<b>(81,591)</b>	<b>(87,473)</b>	<b>(89,570)</b>	<b>(258,634)</b>
Business Units Transfers	550	-	10,100	10,650
Business Units Transfers	(10,100)	-	(550)	(10,650)
<b>Gross Profit</b>	<b>67,612</b>	<b>19,315</b>	<b>16,391</b>	<b>103,318</b>
<i>Gross Margin %</i>	<i>42.6%</i>	<i>18.1%</i>	<i>17.0%</i>	<i>28.5%</i>
<b>Operating Expenses</b>	<b>(54,389)</b>	<b>(21,503)</b>	<b>(12,414)</b>	<b>(88,306)</b>
Selling	(29,611)	(7,991)	(1,853)	(39,455)
General and Administrative	(14,827)	(13,512)	(6,433)	(34,772)
Research and Development	(8,235)	-	(2,309)	(10,544)
Management profit sharing	(2,342)	-	(1,819)	(4,161)
Other operating revenue	626	-	-	626
<b>Operating Income before Financial Results</b>	<b>13,223</b>	<b>(2,188)</b>	<b>3,977</b>	<b>15,012</b>
<i>Operating Margin %</i>	<i>8.3%</i>	<i>-2.0%</i>	<i>4.1%</i>	<i>4.1%</i>
<b>Operating loss before Financial Results - Adjusted (*)</b>	<b>14,178</b>	<b>(2,188)</b>	<b>3,977</b>	<b>15,967</b>
<i>Operating Margin % - Adjusted (*)</i>	<i>8.9%</i>	<i>-2.0%</i>	<i>4.1%</i>	<i>4.4%</i>
Depreciation and amortization	6,164	5,251	6,064	17,479
<b>EBITDA</b>	<b>19,387</b>	<b>3,063</b>	<b>10,041</b>	<b>32,491</b>
<i>EBITDA Margin %</i>	<i>12.2%</i>	<i>2.9%</i>	<i>10.4%</i>	<i>9.0%</i>
<b>EBITDA - Adjusted (*)</b>	<b>20,342</b>	<b>3,063</b>	<b>10,041</b>	<b>33,446</b>
<i>EBITDA Margin % - Adjusted (*)</i>	<i>12.8%</i>	<i>2.9%</i>	<i>10.4%</i>	<i>9.2%</i>

## Attachment II - Financial Statements of B+W

### Balance Sheet B+W

	(€ 000)			
ASSETS	06/30/20	12/31/20	03/31/21	06/30/21
<b>CURRENT</b>	<b>23,039</b>	<b>19,544</b>	<b>22,132</b>	<b>24,492</b>
Cash and Cash equivalents	169	3,262	4,130	2,073
Trade accounts receivable	7,737	9,154	5,809	7,458
Inventories	13,856	6,342	10,401	12,676
Recoverable taxes	362	331	467	710
Deferred income and social contribution taxes	406	60	650	671
Related Parties	23	-	3	-
Other receivables	486	395	672	904
<b>Investments</b>				
Property, plant and equipment	13,539	13,338	12,803	12,606
Investment in subsidiaries	-	-	-	-
Intangible assets	11,387	10,931	10,682	10,461
<b>TOTAL ASSETS</b>	<b>47,965</b>	<b>43,813</b>	<b>45,617</b>	<b>47,559</b>
<b>LIABILITIES AND SHAREHOLDER'S EQUITY</b>	<b>06/30/20</b>	<b>12/31/20</b>	<b>03/31/21</b>	<b>06/30/21</b>
<b>CURRENT</b>	<b>18,242</b>	<b>10,421</b>	<b>14,223</b>	<b>16,535</b>
Loans and financing	1,953	-	-	-
Trade accounts payable	2,812	888	462	2,083
Payroll and related taxes	1,348	891	1,098	1,646
Taxes payable	156	187	284	335
Advances from customers	8,878	5,209	9,798	9,653
Other payables	2,196	2,834	2,024	2,354
Related Parties	900	412	557	464
<b>NON CURRENT</b>	<b>6,172</b>	<b>9,483</b>	<b>9,276</b>	<b>9,148</b>
Loans and financing	1,937	5,338	5,255	5,172
Deferred income and social contribution taxes	4,235	4,145	4,021	3,976
<b>SHAREHOLDER'S EQUITY</b>	<b>23,551</b>	<b>23,908</b>	<b>22,118</b>	<b>21,876</b>
Capital	7,025	7,025	7,025	7,025
Capital reserve	505	505	505	505
Profit reserve	16,021	16,378	14,588	14,346
<b>TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY</b>	<b>47,965</b>	<b>43,813</b>	<b>45,617</b>	<b>47,559</b>

## B+W Income Statement

	(€ 000)			(€ 000)	
	2Q20	1Q21	2Q21	1H20	1H21
<b>Net Operating Revenue</b>	<b>11,701</b>	<b>2,035</b>	<b>9,353</b>	<b>18,980</b>	<b>11,388</b>
Cost of Goods Sold	(9,573)	(2,519)	(7,595)	(15,652)	(10,114)
<b>Gross Profit</b>	<b>2,128</b>	<b>(484)</b>	<b>1,758</b>	<b>3,328</b>	<b>1,274</b>
<i>Gross Margin %</i>	<i>18.2%</i>	<i>-23.8%</i>	<i>18.8%</i>	<i>17.5%</i>	<i>11.2%</i>
<b>Operating Expenses</b>	<b>(2,010)</b>	<b>(1,401)</b>	<b>(2,043)</b>	<b>(3,950)</b>	<b>(3,444)</b>
Selling expenses	(797)	(414)	(791)	(1,445)	(1,206)
General and administrative expenses	(1,213)	(986)	(1,252)	(2,505)	(2,239)
<b>Operating Income before Financial Results</b>	<b>118</b>	<b>(1,885)</b>	<b>(285)</b>	<b>(622)</b>	<b>(2,170)</b>
<i>Operating Margin %</i>	<i>1.0%</i>	<i>-92.6%</i>	<i>-3.0%</i>	<i>-3.3%</i>	<i>-19.1%</i>
<b>Financial Results, Net</b>	<b>(77)</b>	<b>(69)</b>	<b>(23)</b>	<b>(170)</b>	<b>(92)</b>
<b>Operations Operating Income</b>	<b>41</b>	<b>(1,954)</b>	<b>(308)</b>	<b>(792)</b>	<b>(2,262)</b>
Income tax and social contribution	(36)	635	66	131	701
<b>Net income</b>	<b>5</b>	<b>(1,319)</b>	<b>(242)</b>	<b>(661)</b>	<b>(1,561)</b>
<i>Net Margin %</i>	<i>0.0%</i>	<i>-64.8%</i>	<i>-2.6%</i>	<i>-3.5%</i>	<i>-13.7%</i>
<b>EBITDA</b>	<b>564</b>	<b>(1,414)</b>	<b>184</b>	<b>262</b>	<b>(1,230)</b>
Net income / loss for the period	5	(1,319)	(242)	(661)	(1,561)
Income tax and social contribution	36	(635)	(66)	(131)	(701)
Financial income, net	77	69	23	170	92
Depreciation and amortization	446	471	469	884	940
<i>EBITDA Margin %</i>	<i>4.8%</i>	<i>-69.5%</i>	<i>2.0%</i>	<i>1.4%</i>	<i>-10.8%</i>