

1Q21 Earnings Release

April 27, 2021



March 31, 2021

Share price at 04/26/2021
ROMI3 - R\$ 36.10 per share

Market value
R\$ 2,647.3 million
US\$ 485.2 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**

April 28, 2021

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

https://us02web.zoom.us/webinar/register/WN_-r8she9UTgC8yiefv-Nb3g

Zoom ID: 879 8030 6115

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

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

Santa Bárbara d'Oeste – São Paulo, March 31, 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 first quarter of 2021 ("1Q21"). 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.

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Highlights

EBITDA - Adjusted in 1Q21 was R\$ 35.4 (149.0% over 1Q20);

Incoming orders of R\$ 408.2M in 1Q21 (117.8% over 1Q20);

Order backlog reaches R\$ 708M at the end of 1Q21 (85.5% over 1Q20)

- Consolidated net operating revenue in 1Q21 reached R\$ 222.6 million, an increase of 34.2% compared to 1Q20. With the higher volume of billing, and the effective control of costs and expenses, EBITDA - adjusted in 1Q21 presented a growth of 149.0% compared to 1Q20;
- At the Romi Machines Unit, net operating revenue increased by 59.9% in 1Q21 compared to 1Q20, due to the resumption of orders from June 2020. The increase in revenue, coupled with an effective control in operating expenses, resulted in an 11.9 p.p. expansion in operating margin compared to 1Q20;
- At the Rough and Machined Cast Iron Parts Unit, net operating revenue increased by 65.2% compared to 1Q20, with the continuous deliveries of large parts and the recovery of the other segments. Operating margin grew by 10.6 p.p., reflecting the higher production volume, improved operational efficiency;
- Incoming orders at the Romi Machines Unit increased by 150.2% in 1Q21 compared to 1Q20, reflecting the highly favorable environment for investments, the technology in our products and the new business alternatives, such as the machine rental business;
- In 1Q21, incoming orders at the Rough and Machined Cast Iron Parts Unit increased 70.1% compared to 1Q20, reflecting orders for large parts placed by customers from the energy industry and the recovery of all the other industrial segments served by this unit;
- In 1Q21, incoming orders at the Burkhardt+Weber Unit reached R\$ 53.5 million, an increase of 165.2% compared to 1Q20, reflecting the resumption of business, mainly in China;
- At the end of the first quarter of 2021, the Company's order backlog grew by 85.5% in comparison to March 31, 2020.

R\$'000	1Q20	4Q20	1Q21	Var.	Var.
Revenues Volume					
Romi Machines (units)	164	329	219	-33.4%	33.5%
Burkhardt + Weber (units)	3	7	-	-100.0%	-100.0%
Rough and Machined Cast Iron Parts (tons)	4,095	6,528	5,808	-11.0%	41.8%
Net Operating Revenue	165,941	360,643	222,630	-38.3%	34.2%
<i>Gross margin (%)</i>	29.1%	32.2%	33.9%		
Operating Income (EBIT)	4,714	61,007	25,375	-58.4%	438.3%
<i>Operating margin (%)</i>	2.8%	16.9%	11.4%		
Operating Income (EBIT) - adjusted (*)	5,669	59,336	25,375	-57.2%	347.6%
<i>Operating margin (%) - adjusted (*)</i>	3.4%	16.5%	11.4%		
Net Income	40,817	86,406	20,744	-76.0%	-49.2%
<i>Net margin (%)</i>	24.6%	24.0%	9.3%		
Net Income - adjusted (*)	5,843	48,974	20,744	-57.6%	255.0%
<i>Net margin (%) - adjusted (*)</i>	3.5%	13.6%	9.3%		
EBITDA	13,271	71,115	35,429	-50.2%	167.0%
<i>EBITDA margin (%)</i>	8.0%	19.7%	15.9%		
EBITDA - adjusted (*)	14,226	69,444	35,429	-49.0%	149.0%
<i>EBITDA margin (%) - adjusted (*)</i>	8.6%	19.3%	15.9%		
Investments (**)	6,316	15,861	18,310	15.4%	189.9%

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

1Q20: As described in the "Success in Legal Proceeding (Plano Verão)" section of this report, the Company recognized in the financial statements for 1Q20 the effects of the favorable final decision on the tax proceeding (Plano Verão), which impacted the quarterly results as follows: (i) EBIT/EBITDA: decreased by R\$1.0 million, due to the recognition of expenses with legal fees, under "Other operating income (expenses), net"; (ii) financial results: increased by R\$25.1 million as a result of the monetary restatement of the original amount of the tax credits; (iii) income tax and social contribution: increased by R\$10.8 million, due to the original amount of the credits; and (iv) profit for the period: increased by the impact of the net gain of R\$35.0 million, already considering the effects of income tax and social contribution on the gain, which were reduced by the use of the interest on capital proposed in April 2020, as per the Shareholders Notice dated March 17, 2020.

(*) 4Q20: As described in the "Legal Proceedings (Eletrobrás)" section of this report, the Company recognized in the financial statements for 4Q20 the effects of the favorable final decision in the tax proceeding filed against Eletrobrás, which impacted the result for this quarter as follows: (i) EBIT/EBITDA: increased by R\$ 1.7 million, due to the recognition of a gain relating to the amount of the proceeding, net of expenses incurred with legal fees, under "Other operating income (expenses), net"; (ii) finance income (costs): increased by R\$ 37.5 million, due to the restatement of the original amounts of the credits; and (iii) profit for the period: increased by the impact of the net gain of R\$ 38.4 million, already considering the effects of Income Tax and social contribution on the gain, which were reduced by the use of the interest on capital proposed in December 2020, as per the Shareholders Notice dated December 8, 2020.

(**) of the investments made during 1Q21 and 4Q20, R\$ 8.6 million and R\$ 7.5 million, respectively, refers to machines manufactured by the Company that were allocated to the machinery rental business, a new solution launched in the 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.

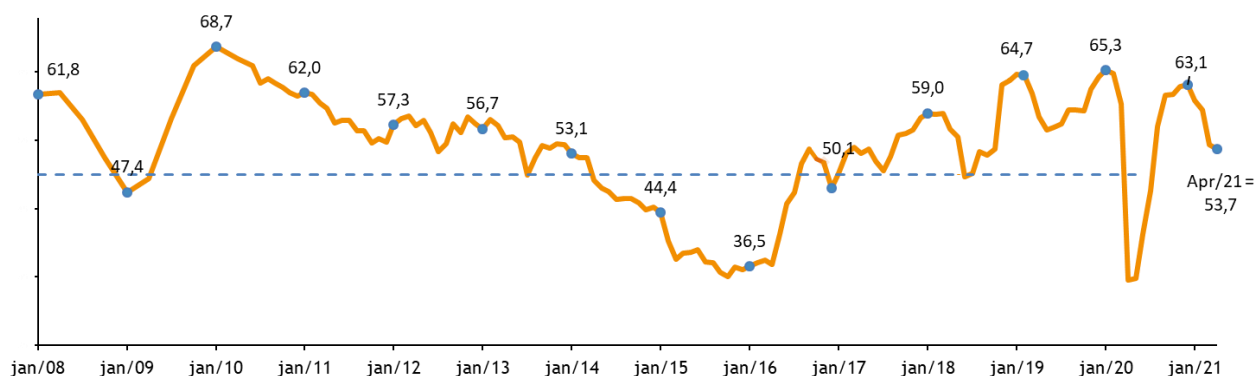
Current Economic Scenario

2021 continues to show a favorable environment for the investment initiated in mid-2020. This important recovery in turnover can be seen 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 1Q21 and 4Q20, as may be seen in the incoming orders reported for these periods. These requests are a reflection of the growing volume of opportunities, mainly in the Asian continent.

The Industrial Entrepreneur Confidence Index (ICEI) also shows a strong recovery of confidence throughout the second half of 2020, and in the later months of the year this index remained stable at a level considered highly favorable for new investments.

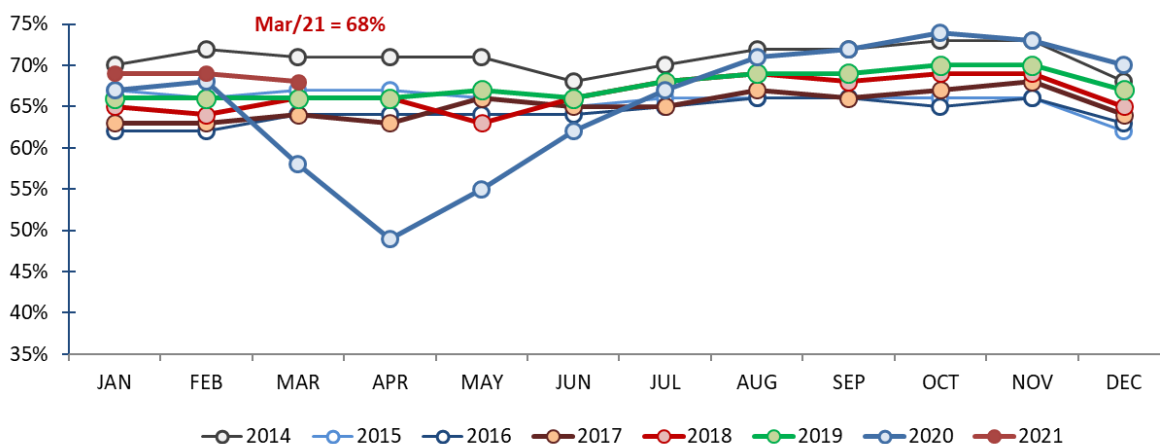
Industrial Entrepreneur Confidence Index - ICEI



Source: CNI - ICEI, April 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 pandemic, returned to its normal levels in August 2020. With the increase in COVID cases in the beginning of 2021, this index has shown greater volatility, however, it remains at levels favorable to perform investments.

Average Installed Capacity Utilization (UCI)



Source: CNI - UCI, March 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)	1Q20	4Q20	1Q21	Chg. 1Q21/4Q20	Chg. 1Q21/1Q20
Gross Values, sales taxes included					
Romi Machines	87,624	208,471	219,244	5.2%	150.2%
Burkhardt+Weber Machines	20,182	99,346	53,517	-46.1%	165.2%
Rough and Machined Cast Iron Parts	79,616	82,250	135,451	64.7%	70.1%
Total *	187,423	390,067	408,213	4.7%	117.8%

* 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 exchange devaluation continue to boost the incoming orders volume at the Romi Machines Unit observed in 1Q21, which increased by 150.2% compared to 1Q20. 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, and these initiatives have been yielding good results. At the German subsidiary B+W, the volume of incoming orders increased by 165.2% over 1Q20, showing that the demand for machines, particularly in Asia, has recovered in a consistent manner.

In 1Q21, the Rough and Machined Cast Iron Parts Unit posted a 70.1% increase in incoming orders when compared to 1Q20, 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)	1Q20	4Q20	1Q21	Chg. 1Q21/4Q20	Chg. 1Q21/1Q20
Gross Values, sales taxes included					
Romi Machines	111,063	254,213	340,662	34.0%	206.7%
Burkhardt+Weber Machines	164,039	126,200	185,812	47.2%	13.3%
Rough and Machined Cast Iron Parts	106,829	129,612	181,930	40.4%	70.3%
Total *	381,931	510,024	708,404	38.9%	85.5%

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

At the end of the first quarter of 2021, the order backlog grew by 85.5% 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 completed by the German subsidiary B+W in 1Q21. 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 the volume of new orders at this unit.

Operational Performance

Net Operating Revenue by Business Unit

Net operating revenue posted by the Company in 1Q21 reached R\$ 222.6 million, 34.2% higher than in 1Q20, with emphasis to the Romi Machines and Rough and Machined Cast Iron Parts Units.

	1Q20	4Q20	1Q21	Var. 1Q21/4Q20	Var. 1Q21/1Q20
Net Operating Revenue (R\$ 000)					
Romi Machines	82,503	177,300	131,934	-25.6%	59.9%
Burkhardt+Weber Machines	36,707	107,761	13,516	-87.5%	-63.2%
Rough and Machined Cast Iron Parts	46,731	75,582	77,180	2.1%	65.2%
Total	165,941	360,643	222,630	-38.3%	34.2%

Romi Machines

The net operating revenue of the Romi Machines Unit reached R\$ 131.9 million in 1Q21, an increase of 59.9% compared to 1Q20, reflecting the resumption of orders from June 2020.

Burkhardt + Weber Machines

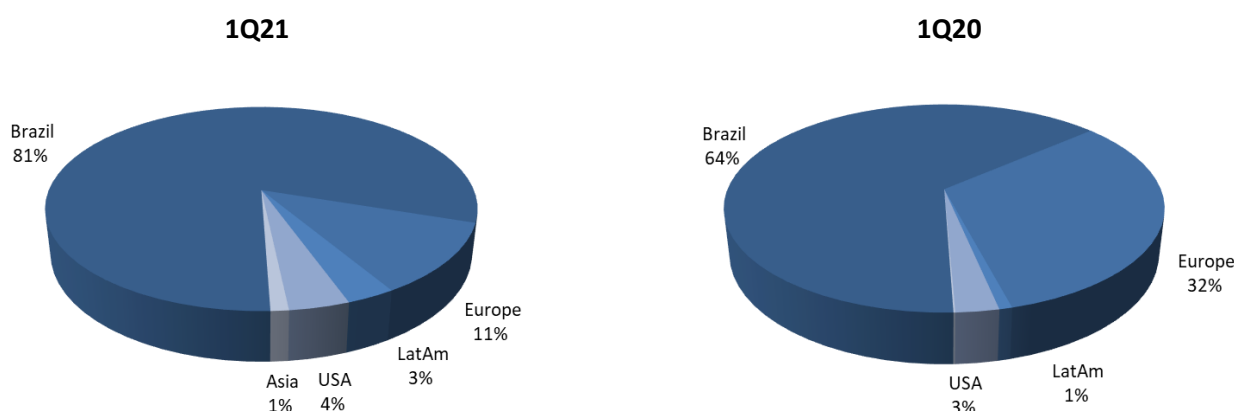
In 1Q21, the revenue of the German subsidiary B+W, in reais, was 63.2% lower than in 1Q20, reflecting the higher concentration of machine deliveries in the second half of 2021.

Rough and Machined Cast Iron Parts

The net operating revenue of this Business Unit totaled R\$ 77.2 million in 1Q21, up 65.2% over 1Q20, 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 81% of Romi's consolidated revenue in 1Q21 (64% in 1Q20). 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				
	1Q20	4Q20	1Q21	Var. 1Q21/4Q20	Var. 1Q21/1Q20
Net Sales (R\$ million)	60.2	151.9	44.7	-70.6%	-25.7%
Net Sales (US\$ million)	12.9	28.0	8.0	-71.4%	-38.1%

In the foreign market, Europe decreased its share of consolidated revenue in 1Q21 from 32% to 11%, due to the fact that the projects of the German subsidiary B+W for 2021 have more concentrated delivery times in the second half of the year. Latin America increased its share, mainly in South America.

Adjusted Gross and Operating Margins

The gross and operating margins presented below have been adjusted to reflect the gains from the "Summer Plan" and "Eletrobrás" legal proceedings described in this report, to provide a more objective view of the results of our regular and recurring operations. The gross margin obtained in 1Q21 was 33.9%, an increase of 4.8 p.p. compared to 1Q20. The adjusted operating margin (adjusted EBIT) increased by 8.0 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				
	1Q20	4Q20	1Q21	Var. p.p. 1Q21/4Q2	Var. p.p. 1Q21/1Q2
Gross Margin					
Romi Machines	43.8%	41.0%	45.9%	4.9	2.1
Burkhardt+Weber Machines	18.0%	24.7%	-22.9%	(47.5)	(40.9)
Rough and Machined Cast Iron Parts	11.9%	22.5%	23.4%	0.9	11.5
Total	29.1%	32.2%	33.9%	1.7	4.8

	Quarterly				
	1Q20	4Q20	1Q21	Var. p.p. 1Q21/4Q2	Var. p.p. 1Q21/1Q2
EBIT Margin - Adjusted					
Romi Machines	11.0%	24.8%	22.9%	(1.9)	11.9
Burkhardt+Weber Machines	-8.0%	8.6%	-90.9%	(99.6)	(82.9)
Rough and Machined Cast Iron Parts	-1.0%	8.0%	9.6%	1.6	10.6
Total	3.4%	16.5%	11.4%	(5.1)	8.0

(*) 1Q20 and 4Q20 adjusted by the impacts of the “Plano Verão” and “Eletrobrás” legal proceedings described in this report.

Romi Machines

In 1Q21, the gross margin of this Business Unit increased by 2.1 p.p. compared to 1Q20 as a result of the higher volume of revenue and increased product mix, which, coupled with the effective control over operating expenses, resulted in an expansion of 11.9 p.p. in adjusted operating margin (adjusted EBIT) in the same comparison period.

Burkhardt + Weber Machines

In 1Q21, the gross margin and operating margin of this business unit decreased by 40.9 p.p. and 82.9 p.p., respectively, compared to 1Q20. As the projects from B+W, in 2021, have their delivery dates on the second quarter of the year, there were no deliveries in the current quarter, impacting operating results in the period. It is important to mention that BW ended 1Q21 with a backlog of approximately R\$ 186 million, with a substantial part of this backlog being projects to be delivered in 2021.

Rough and Machined Cast Iron Parts

In 1Q21, the gross margin of this Business Unit grew by 11.5 p.p. compared to 1Q20, and its adjusted operating margin (adjusted EBIT) grew by 10.6 p.p. on the same basis of comparison. This growth was due to the higher volume of revenues and production in 1Q21, 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 1Q21, the operating cash generation as measured by EBITDA amounted to R\$ 35.4 million, representing an EBITDA margin of 15.9% in the quarter, as shown in the table below:

Reconciliation of Net Income to EBITDA (R\$ 000)	Quarterly				
	1Q20	4Q20	1Q21	Var. 1Q21/4Q20	Var. 1Q21/1Q20
Net Income	40,817	86,406	20,744	-76.0%	-49.2%
Income tax and social contributions	(10,017)	7,958	4,755	-40.2%	-147.5%
Net Financial Income	(26,086)	(33,357)	(124)	-99.6%	-99.5%
Depreciation and amortization	8,557	10,108	10,054	-0.5%	17.5%
EBITDA	13,271	71,115	35,429	-50.2%	167.0%
EBITDA Margin	8.0%	19.7%	15.9%	-19.3%	99.0%
EBITDA - Adjusted (*)	14,226	69,444	35,429	-49.0%	149.0%
EBITDA Margin - Adjusted (*)	8.6%	19.3%	15.9%	-17.4%	85.6%
Total Net Operating Revenue	165,941	360,643	222,630	-38.3%	34.2%

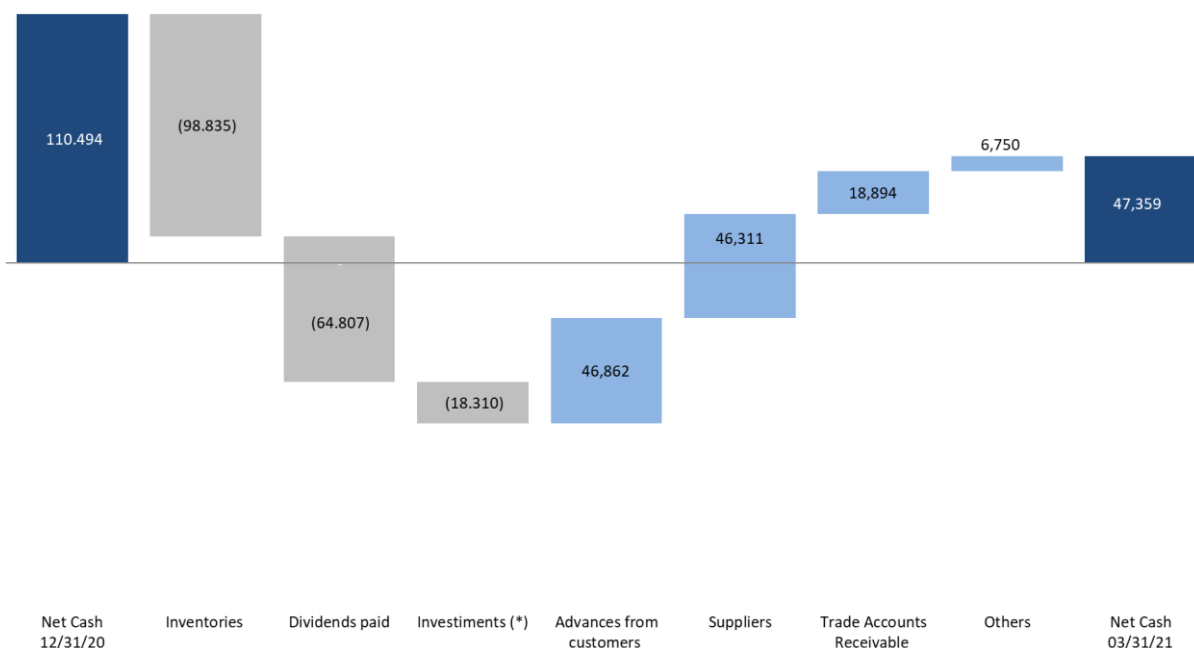
(*) 1Q20 and 4Q20 adjusted by the impacts of the “Plano Verão” and “Eletrobrás” legal proceedings described in this report.

Adjusted Net Result

Adjusted result in 1Q21 was positive by R\$ 20.7 million, an increase of 325.7% compared to the adjusted net profit of 1Q20.

Evolution of Net Cash (Debt) Position

The main changes in net cash position during 1Q21, 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 1Q21, the Company's net cash position presented the following main changes:

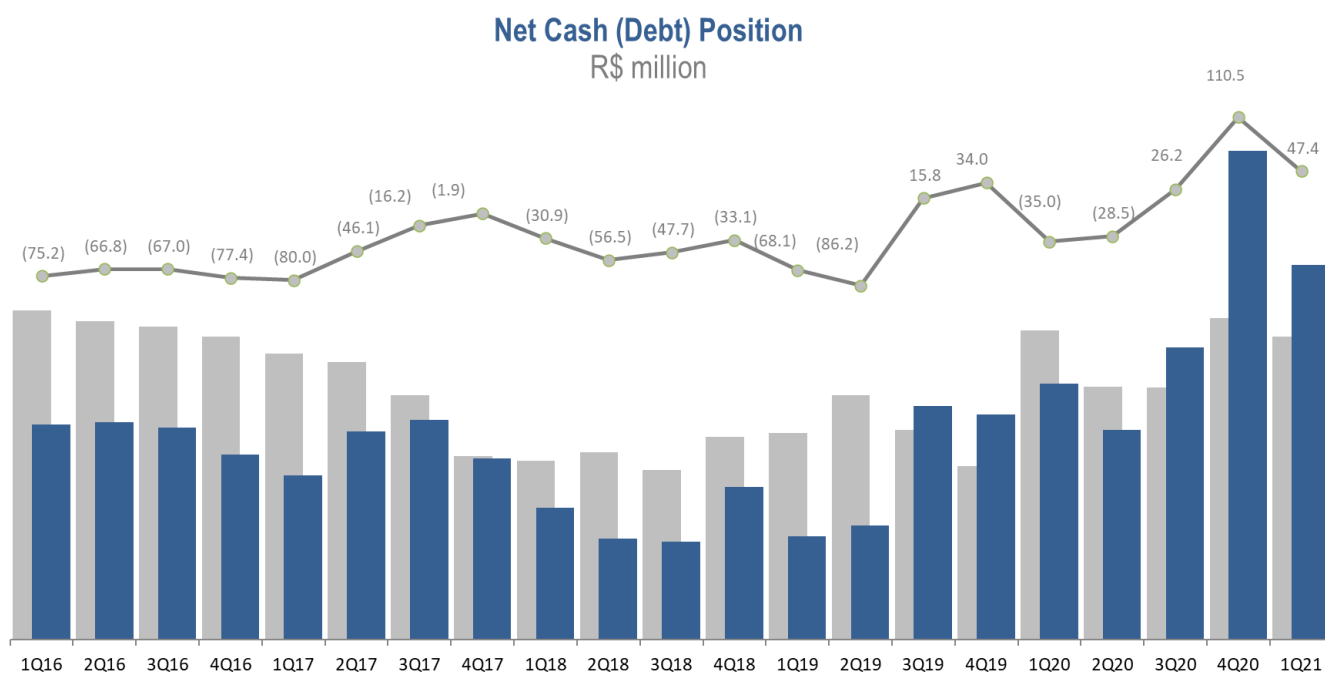
- Investment in inventories, with a 38.9% higher backlog in 1Q21, when compared to the 4Q20 backlog;
- Payment of interest on capital proposed in December 2020 and paid in January 2021;
- Investments made in 1Q21, aimed at the maintenance, productivity, flexibility and competitiveness of the other units in the manufacturing complex, as well as in connection with the new machine rental business;

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). At March 31, 2021, the Company had a positive net cash position of R\$ 47.4 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. At March 31, 2021, the Company had financing in local currency of R\$ 68.3 million, and in foreign currency of R\$ 131.5 million, totaling R\$ 199.8 million, of which R\$ 53.9 million matures in up to twelve months.

As at March 31, 2021, the Company recorded R\$ 247.2 million as cash and cash equivalents and short-term investments.



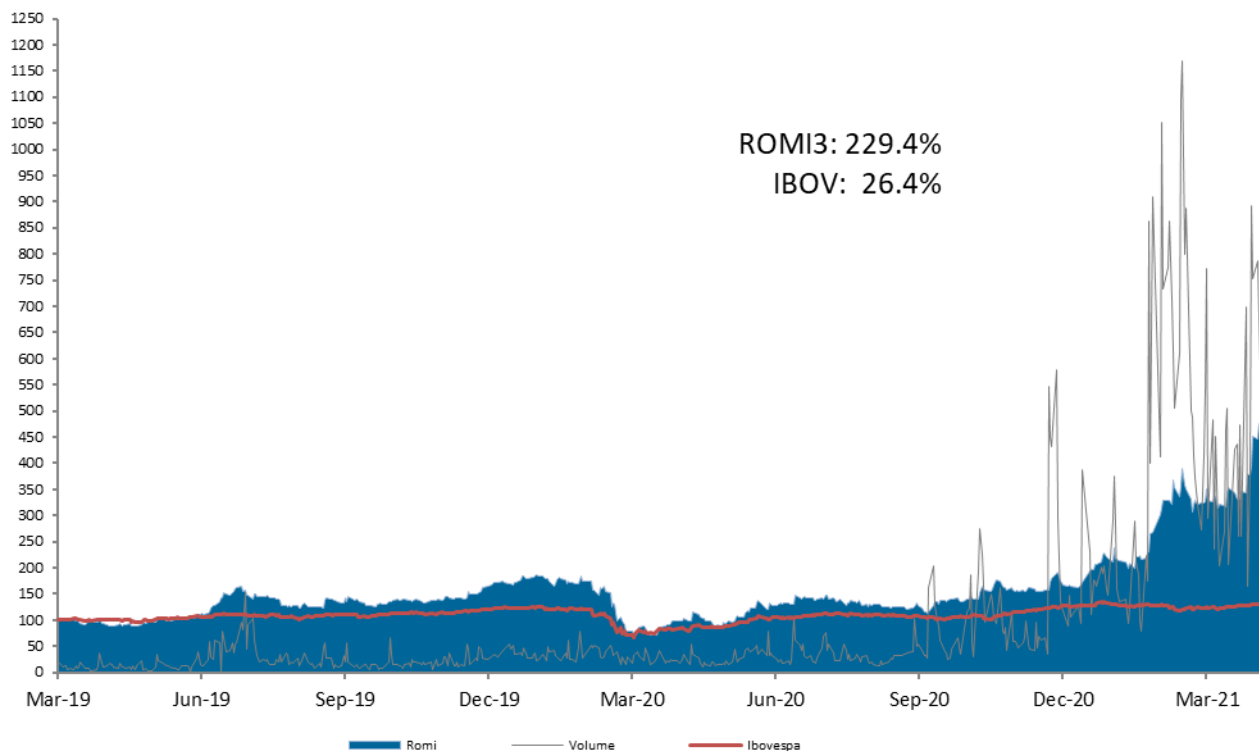
The balances recorded under "Finame Manufacturer Financing" are not used in the calculation of the Company's net debt.

As at March 31, 2020, the Company did not have any derivative transactions.

Capital Markets

Share Performance ROMI3 vs. Ibovespa

From 03/29/2019 to 04/26/2021



Source: B3.

On April 26, 2021, the Company's common shares (ROMI3) were quoted at R\$36.10. Our share price has gone up by 352.9% since March 31, 2020, and up by 229.4% since March 29, 2019. The Bovespa Index (Ibovespa) went up by 65.2% and 26.4%, respectively, in the same periods.

The Company's market capitalization on April 26, 2021 was R\$ 2,647.4 million. The average daily trading volume during 1Q21 was R\$ 43.1 million.

Consolidated Balance Sheet

IFRS (R\$ 000)

	12/31/19	09/30/20	12/31/20	03/31/21	LIABILITIES AND SHAREHOLDER'S EQUITY			
ASSETS					CURRENT	558,173	586,801	547,701
CURRENT	760,182	938,737	1,068,695	1,080,877	Loans and financing	91,649	123,144	53,893
Cash and Cash equivalents	147,807	180,472	195,418	147,735	FINAME manufacturer financing	82,177	110,550	126,034
Financial investments	683	12,097	127,166	99,444	Trade accounts payable	51,451	79,563	142,365
Trade accounts receivable	140,395	156,057	186,183	161,805	Payroll and related taxes	21,288	37,529	32,262
Onlending of FINAME manufacturer financing	97,053	127,978	131,494	135,019	Taxes payables	15,553	13,124	13,192
Inventories	344,878	405,514	358,674	457,509	Advances from customers	68,200	79,356	117,324
Recoverable taxes	15,347	36,574	51,204	63,506	Related parties	1,205	2,412	4,856
Other receivables	14,019	20,045	18,556	15,859	Dividends	39,523	76,843	91,130
Judicial Deposits	-	-	-	-	Provision for contingent liabilities	806	935	1,216
					Other payables	23,577	34,717	35,612
NON CURRENT	265,282	288,733	274,089	278,439	NON CURRENT	212,930	266,807	393,893
Trade accounts receivable	11,489	10,460	13,106	18,590	Loans and financing	22,866	43,208	96,668
Onlending of FINAME manufacturer financing	166,959	177,228	203,222	203,583	FINAME manufacturer financing	152,786	173,623	201,710
Recoverable taxes	54,401	63,169	28,256	23,029	Deferred income and social contribution taxes	31,630	45,277	44,680
Deferred income and social contribution taxes	24,822	31,068	23,934	24,830	Reserve for contingencies	454	605	295
Judicial Deposits	1,930	1,887	1,884	2,001	Other payables	5,194	4,094	3,277
Other receivables	5,681	4,921	3,687	6,406				
Investments					SHAREHOLDER'S EQUITY	757,284	805,029	833,989
Property, Plant and Equipment	269,235	310,912	314,748	326,769	Capital	492,025	492,025	637,756
Investment Properties	18,181	18,163	18,388	18,388	Retained earnings	219,482	219,641	96,564
Intangible assets	54,361	74,956	70,788	72,641	Cumulative translation adjustments	45,777	93,363	99,669
					NON CONTROLLING INTERESTS	1,598	1,492	1,531
TOTAL ASSETS	1,367,241	1,631,501	1,746,708	1,777,114	TOTAL SHAREHOLDER'S EQUITY	758,882	806,521	835,520
					TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	1,367,241	1,631,501	1,746,708
								1,777,114

Consolidated Income Statement

IFRS (R\$ thousand)

	1Q20	4Q20	1Q21	Chg. 1Q21/4Q20	Chg. 1Q21/1Q20
Net Operating Revenue	165,941	360,643	222,630	-38.3%	34.2%
Cost of Goods Sold	(117,658)	(244,426)	(147,160)	-39.8%	25.1%
Gross Profit	48,283	116,217	75,470	-35.1%	56.3%
<i>Gross Margin %</i>	<i>29.1%</i>	<i>32.2%</i>	<i>33.9%</i>		
Operating revenues (expenses)	(43,569)	(55,210)	(50,095)	-9.3%	15.0%
Selling expenses	(19,081)	(29,855)	(22,393)	-25.0%	17.4%
Research and development expenses	(5,070)	(6,037)	(6,214)	2.9%	22.6%
General and administrative expenses	(17,193)	(20,937)	(20,423)	-2.5%	18.8%
Management profit sharing and compensation	(1,980)	(4,101)	(2,968)	-27.6%	49.9%
Other operating income, net	(245)	5,720	1,903	-66.7%	-876.7%
Operating Income (loss) before Financial Results	4,714	61,007	25,375	-58.4%	438.3%
<i>Operating Margin %</i>	<i>2.8%</i>	<i>16.9%</i>	<i>11.4%</i>		
Operating Income (loss) before Financial Results - Adjusted (*)	5,669	59,336	25,375		
<i>Operating Margin % - Adjusted (*)</i>	<i>3.4%</i>	<i>16.5%</i>	<i>11.4%</i>		
Financial Results, Net	26,086	33,357	124	-99.6%	-99.5%
Financial income	27,293	38,498	2,146	-94.4%	-92.1%
Financial expenses	(2,142)	(3,804)	(3,888)	2.2%	81.5%
Exchange gain (loss), net	935	(1,337)	1,866	-239.6%	99.6%
Operations Operating Income	30,800	94,364	25,499	-73.0%	-17.2%
Income tax and social contribution	10,017	(7,958)	(4,755)	-40.2%	-147.5%
Net income	40,817	86,406	20,744	-76.0%	-49.2%
<i>Net Margin %</i>	<i>24.6%</i>	<i>24.0%</i>	<i>9.3%</i>		
Net profit (loss) concerning:					
Controlling interests	40,757	86,317	20,670	-76.1%	-49.3%
Non controlling interests	60	89	74	-16.9%	23.3%
EBITDA	13,271	71,115	35,429	-50.2%	167.0%
Profit (loss) for the period	40,817	86,406	20,744	-76.0%	-49.2%
Income tax and social contribution	(10,017)	7,958	4,755	-40.2%	-147.5%
Financial result, net	(26,086)	(33,357)	(124)	-99.6%	-99.5%
Depreciation and amortization	8,557	10,108	10,054	-0.5%	17.5%
<i>EBITDA Margin %</i>	<i>8.0%</i>	<i>19.7%</i>	<i>15.9%</i>		
EBITDA - Adjusted (*)	14,226	69,444	35,429		
<i>EBITDA Margin % - Adjusted (*)</i>	<i>8.6%</i>	<i>19.3%</i>	<i>15.9%</i>		
Nº of shares in capital stock (th)	62,858	73,334	73,334		
Profit (loss) per share - R\$	0.65	1.18	0.28		

Consolidated Cash Flow Statement

IFRS (R\$ thousand)

	1Q20	4Q20	1Q21
Cash from operating activities			
Net Income before taxation	30,800	94,364	25,499
Net Income discontinued operations	-	-	-
Financial expenses and exchange gain	(24,123)	(28,404)	1,424
Depreciation and amortization	8,557	10,137	10,054
Allowance for doubtful accounts and other receivables	1,078	2,565	(209)
Proceeds from sale of fixed assets and intangibles	(917)	(2,601)	(188)
Provision for inventory realization	5,390	(2,158)	1,935
Reserve for contingencies	48	(99)	(13)
Trade accounts receivable	20,148	(32,106)	26,164
Onlending of Finame manufacturer financing	(10,678)	(37,126)	(3,464)
Inventories	(77,046)	59,109	(100,770)
Recoverable taxes, net	(16,142)	32,971	(7,971)
Judicial deposits	(10)	3	(117)
Other receivables	333	21,719	153
Change on operating liabilities	-	-	-
Trade accounts payable	33,595	18,373	45,012
Payroll and related taxes	(2,161)	(1,366)	(3,901)
Taxes payable	12,533	(48,013)	(3,288)
Advances from customers	4,434	(8,894)	46,862
Other payables	3,912	3,281	(15,593)
Cash provided by (used in) operating activities	(10,249)	81,755	21,589
Income tax and social contribution paid	(148)	(256)	(147)
Net Cash provided by (used in) operating activities	(10,397)	81,499	21,442
Financial Investments	(2,973)	(115,069)	27,722
Purchase of fixed assets	(6,316)	(17,910)	(18,307)
Sales of fixed assets	1,105	3,624	324
Purchase of intangible assets	(216)	(357)	(222)
Net cash Used in Investing Activities	(8,400)	(129,712)	9,517
Interest on capital paid	(39,520)	(49,298)	(64,931)
New loans and financing	88,029	57,669	57,532
Payments of loans and financing	(20,854)	(3,139)	(73,962)
Interests paid (including Finame manufacturer financing)	(4,361)	(4,152)	(10,464)
New loans in Finame manufacturer	40,481	73,259	40,217
Payment of Finame manufacturer financing	(21,498)	(29,530)	(32,811)
Net Cash provided by (used in) Financing Activities	42,277	44,809	(84,419)
Increase (decrease) in cash and cash equivalents	23,480	(3,404)	(53,460)
Exchange variation changes on cash and cash equivalents abroad	(6,218)	18,350	5,777
Cash and cash equivalents - beginning of period	147,807	180,472	195,418
Cash and cash equivalents - end of period	165,069	195,418	147,735

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
Net Operating Revenue	131,934	13,516	77,180	222,630
Cost of Sales and Services	(59,119)	(16,606)	(71,435)	(147,160)
Business Units Transfers	334	-	12,636	12,969
Business Units Transfers	(12,636)	-	(334)	(12,969)
Gross Profit	60,513	(3,090)	18,047	75,470
<i>Gross Margin %</i>	<i>45.9%</i>	<i>-22.9%</i>	<i>23.4%</i>	<i>33.9%</i>
Operating Expenses	(30,283)	(9,201)	(10,611)	(50,095)
Selling	(17,604)	(2,741)	(2,048)	(22,393)
General and Administrative	(6,985)	(8,321)	(5,117)	(20,423)
Research and Development	(4,566)	-	(1,648)	(6,214)
Management profit sharing	(1,170)	-	(1,798)	(2,968)
Other operating revenue	42	1,861	-	1,903
Operating Income (loss) before Financial Results	30,230	(12,291)	7,436	25,375
<i>Operating Margin %</i>	<i>22.9%</i>	<i>-90.9%</i>	<i>9.6%</i>	<i>11.4%</i>
Operating loss before Financial Results - Adjusted (*)	30,230	(12,291)	7,436	25,375
<i>Operating Margin % - Adjusted (*)</i>	<i>22.9%</i>	<i>-90.9%</i>	<i>9.6%</i>	<i>11.4%</i>
Depreciation and amortization	4,064	3,106	2,883	10,053
EBITDA	34,294	(9,185)	10,319	35,428
<i>EBITDA Margin %</i>	<i>26.0%</i>	<i>-68.0%</i>	<i>13.4%</i>	<i>15.9%</i>
EBITDA - Adjusted (*)	34,294	(9,185)	10,319	35,428
<i>EBITDA Margin % - Adjusted (*)</i>	<i>26.0%</i>	<i>-68.0%</i>	<i>13.4%</i>	<i>15.9%</i>

Income Statement by Business Units - 4Q20

R\$ 000	Romi Machines	Burkhardt + Weber Machines	Rough and Machined Cast Iron	Total
Net Operating Revenue	177,300	107,761	75,582	360,643
Cost of Sales and Services	(96,614)	(81,178)	(66,634)	(244,426)
Business Units Transfers	325	-	8,354	8,679
Business Units Transfers	(8,354)	-	(325)	(8,679)
Gross Profit	72,657	26,583	16,977	116,217
<i>Gross Margin %</i>	<i>41.0%</i>	<i>24.7%</i>	<i>22.5%</i>	<i>32.2%</i>
Operating Expenses	(26,996)	(17,291)	(10,923)	(55,210)
Selling	(18,643)	(9,385)	(1,827)	(29,855)
General and Administrative	(7,704)	(7,906)	(5,327)	(20,937)
Research and Development	(4,504)	-	(1,533)	(6,037)
Management profit sharing	(1,865)	-	(2,236)	(4,101)
Other operating revenue	5,720	-	-	5,720
Operating Income (loss) before Financial Results	45,661	9,292	6,054	61,007
<i>Operating Margin %</i>	<i>25.8%</i>	<i>8.6%</i>	<i>8.0%</i>	<i>16.9%</i>
Operating loss before Financial Results - Adjusted (*)	43,990	9,292	6,054	59,336
<i>Operating Margin % - Adjusted (*)</i>	<i>24.8%</i>	<i>8.6%</i>	<i>8.0%</i>	<i>16.5%</i>
Depreciation and amortization	3,726	3,648	2,734	10,108
EBITDA	49,387	12,940	8,788	71,115
<i>EBITDA Margin %</i>	<i>27.9%</i>	<i>12.0%</i>	<i>11.6%</i>	<i>19.7%</i>
EBITDA - Adjusted (*)	47,716	12,940	8,788	69,444
<i>EBITDA Margin % - Adjusted (*)</i>	<i>26.9%</i>	<i>12.0%</i>	<i>11.6%</i>	<i>19.3%</i>

Attachment II - Financial Statements of BW

Balance Sheet B+W

	(€ 000)		
ASSETS	03/31/20	12/31/20	03/31/21
CURRENT	23,873	19,544	22,132
Cash and Cash equivalents	25	3,262	4,130
Trade accounts receivable	5,511	9,154	5,809
Inventories	16,823	6,342	10,401
Recoverable taxes	659	331	467
Deferred income and social contribution taxes	442	60	650
Related Parties	30	-	3
Other receivables	384	395	672
Investments			
Property, plant and equipment	13,819	13,338	12,803
Investment in subsidiaries	-	-	-
Intangible assets	11,630	10,931	10,682
TOTAL ASSETS	49,322	43,813	45,617
LIABILITIES AND SHAREHOLDER'S EQUITY	03/31/20	12/31/20	03/31/21
CURRENT	19,495	10,421	14,223
Loans and financing	864	-	-
Trade accounts payable	4,367	888	462
Payroll and related taxes	1,141	891	1,098
Taxes payable	551	187	284
Advances from customers	9,727	5,209	9,798
Other payables	1,929	2,834	2,024
Related Parties	916	412	557
NON CURRENT	6,286	9,483	9,276
Loans and financing	2,006	5,338	5,255
Deferred income and social contribution taxes	4,280	4,145	4,021
SHAREHOLDER'S EQUITY	23,542	23,908	22,118
Capital	7,025	7,025	7,025
Capital reserve	505	505	505
Profit reserve	16,012	16,378	14,588
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	49,322	43,813	45,617

B+W Income Statement

	(€ 000)		
	1Q20	4Q20	1Q21
Net Operating Revenue	7,279	16,907	2,035
Cost of Goods Sold	(6,079)	(12,582)	(2,519)
Gross Profit	1,200	4,325	(484)
<i>Gross Margin %</i>	<i>16.5%</i>	<i>25.6%</i>	<i>-23.8%</i>
Operating Expenses	(1,940)	(2,690)	(1,401)
Selling expenses	(648)	(1,460)	(414)
General and administrative expenses	(1,292)	(1,230)	(986)
Operating Income before Financial Results	(740)	1,635	(1,885)
<i>Operating Margin %</i>	<i>-10.2%</i>	<i>9.7%</i>	<i>-92.6%</i>
Financial Results, Net	(93)	(80)	(69)
Operations Operating Income	(833)	1,555	(1,954)
Income tax and social contribution	167	(547)	635
Net income	(666)	1,008	(1,319)
<i>Net Margin %</i>	<i>-9.1%</i>	<i>6.0%</i>	<i>-64.8%</i>
EBITDA	(302)	2,164	(1,414)
Net income / loss for the period	(666)	1,008	(1,319)
Income tax and social contribution	(167)	547	(635)
Financial income, net	93	80	69
Depreciation and amortization	438	529	471
<i>EBITDA Margin %</i>	<i>-4.1%</i>	<i>12.8%</i>	<i>-69.5%</i>