

3Q21 Earnings Release

October 26, 2021



September 30, 2021

Share price at 10/25/2021
ROMI3 - R\$19.25 per share

Market value
R\$1,411 million
US\$253.9 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**

October 27, 2021

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

https://us02web.zoom.us/webinar/register/WN_t-QUbnH0TruQpfGnuZ8VDg

ID Zoom: 853 1635 2862

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

Dial-in numbers at <https://us02web.zoom.us/j/85316352862>

Santa Bárbara d'Oeste - São Paulo, September 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 third quarter of 2021 ("3Q21"). 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. Tairar

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

Highlights

EBITDA in 3Q21 was R\$66.8M (+66.7% over 3Q20);

Incoming orders of R\$415.9M in 3Q21 (+32.7% over 3Q20);

Order backlog reaches R\$730.6M at the end of 3Q21 (+54.8% over 3Q20)

- Consolidated net operating revenue for 3Q21 reached R\$366.6 million, an increase of 46.3% compared to 3Q20. With the increase in revenue and the effective control over costs and expenses, EBITDA in 3Q21 posted a growth of 66.7% compared to 3Q20;
- At the Romi Machines Unit, net operating revenue increased by 53.5% in 3Q21 compared to 3Q20, due to the resumption of orders in the domestic and foreign markets. The increase in revenue, coupled with an effective control over operating expenses, resulted in an increase of 61.2% in operating profit compared to 3Q20;
- At the Rough and Machined Cast Iron Parts Unit, net operating revenue increased by 51.6% in 3Q21 compared to 3Q20, with the continuity of deliveries of large parts and the recovery of the other segments. Operating margin grew by 4.4 p.p., reflecting the higher production volume and improved operational efficiency;
- Incoming orders at the Romi Machines Unit increased by 16.2% in 3Q21 compared to 3Q20, reflecting the highly favorable environment for investments, the technology in our products and the new business alternatives, such as the machine rental business;
- In 3Q21, incoming orders at the Rough and Machined Cast Iron Parts Unit increased by 50.4% compared to 3Q20, 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\$110.1 million, an increase of 320.5% compared to 2020, reflecting the gradual resumption of projects that had been suspended due to the COVID-19 pandemic;

- At the end of 3Q21, the Company's order backlog reached R\$ 730.6 million, an increase of 54.8% in comparison to 3Q20.

R\$'000	Quarterly					Acumulated		
	2Q20	2Q21	3Q21	Var. 3Q21/2Q21	Var. 3Q21/3Q20	9M20	9M21	Var. 2021/2020
Revenues Volume								
Romi Machines (units)	230	332	312	-6%	36%	531	863	62,5%
Burkhardt+Weber (units)	2	5	6	20%	200%	10	11	10,0%
Rough and Machined Cast Iron Parts (tons)	7.056	7.329	7.819	7%	11%	15.415	20.956	35,9%
Net Operating Revenue	250.554	351.459	366.577	4,3%	46,3%	612.507	940.665	53,6%
<i>Gross margin (%)</i>	31,6%	32,7%	31,3%			29,8%	32,4%	
Operating Income (EBIT)	30.847	56.045	56.122	0,1%	81,9%	45.861	137.542	199,9%
<i>Operating margin (%)</i>	12,3%	15,9%	15,3%			7,5%	14,6%	
Operating Income (EBIT) - adjusted (*)	30.847	56.045	56.122	0,1%	81,9%	46.816	137.542	193,8%
<i>Operating margin (%) - adjusted (*)</i>	12,3%	15,9%	15,3%			7,6%	14,6%	
Net Income	36.117	42.819	85.850	100,5%	137,7%	88.293	149.413	69,2%
<i>Net margin (%)</i>	14,4%	12,2%	23,4%			14,4%	15,9%	
Net Income - adjusted (*)	36.117	42.819	40.789	100,5%	137,7%	53.319	104.352	95,7%
<i>Net margin (%) - adjusted (*)</i>	14,4%	12,2%	11,1%			8,7%	11,1%	
EBITDA	40.078	66.486	66.826	0,5%	66,7%	72.570	168.741	132,5%
<i>EBITDA margin (%)</i>	16,0%	18,9%	18,2%			11,8%	17,9%	
EBITDA - adjusted (*)	40.078	66.486	66.826	0,5%	66,7%	73.525	168.741	129,5%
<i>EBITDA margin (%) - adjusted (*)</i>	16,0%	18,9%	18,2%			12,0%	17,9%	
Investments (**)	18.540	19.408	25.696	32,4%	38,6%	28.207	63.414	124,8%

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

(*) 9M20: 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 result: 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.

9M21. On March 20, 2019, the Company filed for a writ of mandamus in order to recover taxes that it believes were unduly paid in the last five years, since IRPJ (corporate income tax) and CSLL (social contribution on net income) were not levied on the amounts related to monetary adjustment and late payment interest on the refund of tax credits. This subject was submitted to the analysis of general repercussion on September 24, 2021 when, judging extraordinary appeal 1.063.187, the Supreme Federal Court (STF), by unanimous decision, ruled on the non-levy of IRPJ and CSLL on the amounts related to monetary adjustment and interest on the refund of tax credits, as transcribed below: "The levy of IRPJ and CSLL on the amounts related to the Selic rate received due to claim for refund of undue payment is unconstitutional". The effects of the acknowledgment represented the following impacts on the statements of income: (i) finance income: R\$2.1 million; and (ii) income tax and social contribution on income: R\$42.9 million."

(**) Of the investments made in 2Q21, 3Q21 and 9M21, the value R\$11.9 million, R\$9.4 million and R\$28.8 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.

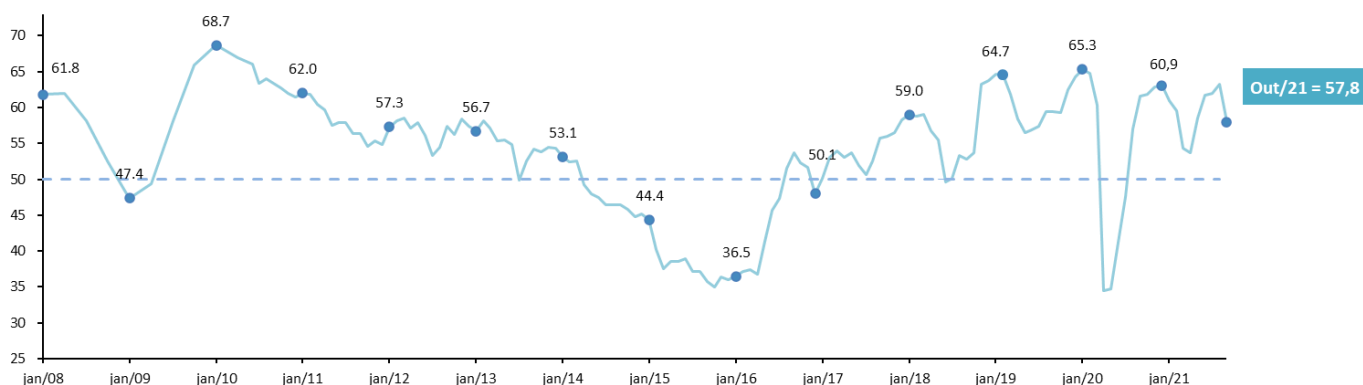
Current Economic Scenario

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. Although the current level of real interest rates and the prospects indicate its increase, the current exchange rate level encourages the national industry and the country, in general, to allocate a greater portion of production to Brazil, as well as to seek greater productivity and 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 BW, and the latter completed major orders in 4Q20 and in the first nine months 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.

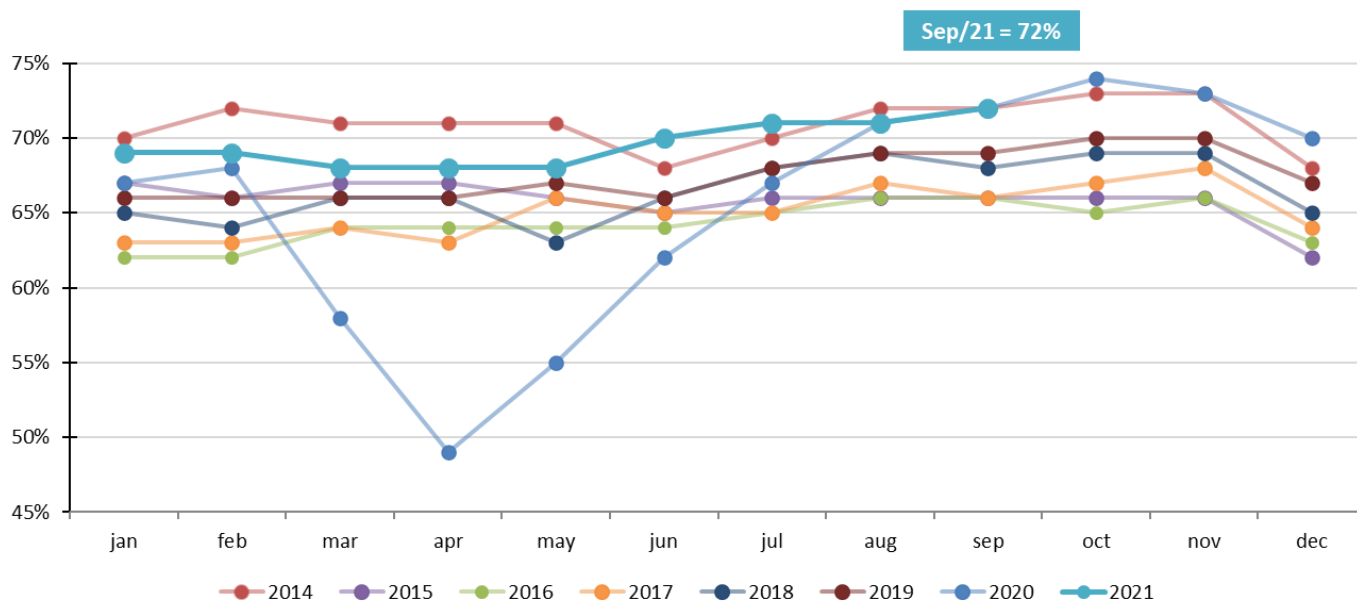
Industrial Entrepreneur Confidence Index - ICEI



Source: CNI - ICEI, October 2021.

Having suffered the impact of the pandemic, the Installed Capacity Utilization (UCI) index of the domestic industry in general, released by the National Confederation of Industries (CNI), 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, september 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) Gross Values, sales taxes included	3Q20	2Q21	3Q21	Chg. 3Q21/2Q21	Chg. 3Q21/3Q20	9M20	9M21	Chg. 21/20
Romi Machines	223,189	219,063	259,321	18.4%	16.2%	420,137	697,627	66.0%
Burkhardt+Weber Machines	6,012	26,728	29,896	11.9%	397.3%	26,194	110,141	320.5%
Rough and Machined Cast Iron Parts	84,236	119,460	126,711	6.1%	50.4%	236,946	381,622	61.1%
Total *	313,436	365,250	415,928	13.9%	32.7%	683,278	1,189,391	74.1%

*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 foreign exchange devaluation continues to boost the incoming orders volume at the Romi Machines Unit observed in 3Q21, which increased by 32.7% compared to 3Q20. 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. These initiatives have been yielding good results. In 2021, 115 machines were leased, whose contracts represent R\$28 million. In 2020, since June, the month in which this new solution was launched, 222 machines were leased, with contracts representing R\$51.6 million. These contracts are effective from 12 to 24 months.

The German subsidiary BW, in 3Q21, obtained new orders totaling R\$29.8 million, demonstrating the economic recovery of Asia and of projects in Europe. Accumulated in 2021, the incoming orders totaled R\$110.1 million, an increase of 320.5% compared to 2021.

In 3Q21, the Rough and Machined Cast Iron Parts Unit posted a 50.4% increase in incoming orders when compared to 3Q20, 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	3Q20	2Q21	3Q21	Chg. 3Q21/2Q21	Chg. 3Q21/3Q20
Romi Machines	255,346	340,565	400,366	17.6%	56.8%
Burkhardt+Weber Machines	89,526	146,063	144,727	-0.9%	61.7%
Rough and Machined Cast Iron Parts	127,262	188,265	185,538	-1.4%	45.8%
Total *	472,134	674,893	730,631	8.3%	54.8%

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

At the end of the third quarter of 2021, the order backlog grew by 54.8% 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 BW 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 3Q21 reached R\$366.6 million, 4.3% and 46.3% higher than in 2Q21 and 3Q20, respectively, with emphasis to the Romi Machines and Rough and Machined Cast Iron Parts Units.

Net Operating Revenue (R\$ 000)	Quarterly					Accumulated		
	3Q20	2Q21	3Q21	Var. 3Q21/2Q21	Var. 3Q21/3Q20	9M20	9M21	Chg. 21/20
Romi Machines	126,823	193,015	194,669	0.9%	53.5%	285,576	519,618	82.0%
Burkhardt+Weber Machines	46,672	57,659	55,064	-4.5%	18.0%	153,461	126,239	-17.7%
Rough and Machined Cast Iron Parts	77,059	100,785	116,844	15.9%	51.6%	173,470	294,809	69.9%
Total	250,554	351,459	366,577	4.3%	46.3%	612,507	940,666	53.6%

Romi Machines

The net operating revenue of the Romi Machines Unit reached R\$194.7 million in 3Q21, an increase of 53.5% compared to 3Q20, reflecting the resumption of orders from June 2020 and the resumption of orders in the foreign market in 2021.

Burkhardt + Weber Machines

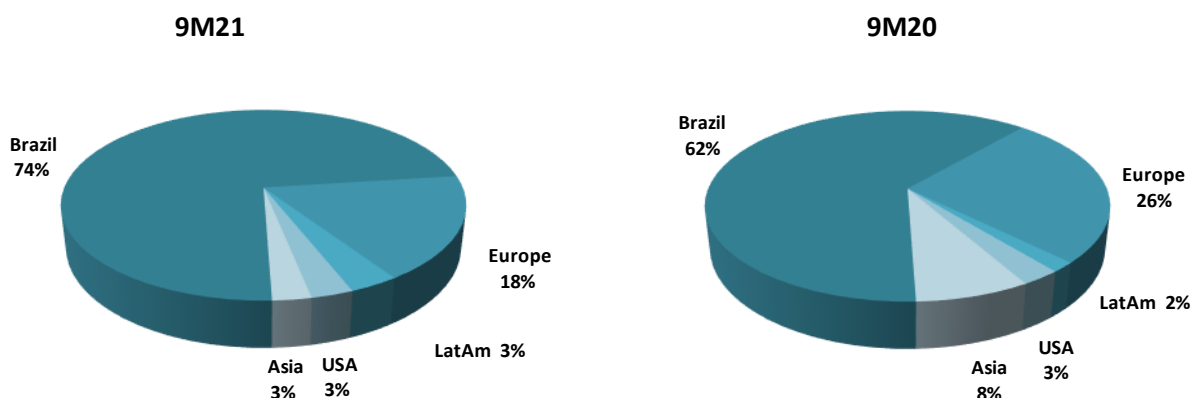
The revenue of the German subsidiary BW in Reais, in 3Q21, was 18.0% higher than in 3Q20, reflecting the impacts of the pandemic, which led to a reduction in the volume of orders in the first nine months of 2020 and, consequently, negatively impacted the revenue of 2021. It is worth noting that the volume 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\$116.8 million in 3Q21, up 51.6% over 3Q20, 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 73% of Romi's consolidated revenue in 9M21 (57% in 9M20). 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		
	3Q20	2Q21	3Q21	Var. 3Q21/2Q21	Var. 3Q21/3Q20	9M20	9M21	Chg. 1H19/1H18
Net Sales (R\$ million)	79,7	105,5	106,3	0,8%	33,4%	241,4	256,5	6,2%
Net Sales (US\$ million)	14,7	20,2	20,3	0,5%	38,1%	46,2	48,5	5,0%

In the foreign market, Europe and Asia decreased their share of consolidated revenue in 9M21 when compared to 9M20, due to lower revenues from the German subsidiary BW. Latin America increased its share, mainly in South America.

Adjusted Gross and Operating Margins

The gross margin obtained in 3Q21 was 31.3%, a decrease of -0.3 p.p. compared to 3Q20. The adjusted operating margin (EBIT) increased by 3.0 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.

Gross Margin	Quarterly					Accumulated		
	3Q20	2Q21	3Q21	Var. p.p. 3Q21/2Q21	Var. p.p. 3Q21/3Q20	9M20	9M21	Chg. pp 2021/2020
Romi Machines	45.2%	40.6%	41.8%	1.2	(3.5)	43.8%	42.4%	(1.4)
Burkhardt+Weber Machines	11.5%	18.0%	12.7%	(5.3)	1.2	16.1%	11.3%	(4.8)
Rough and Machined Cast Iron Parts	21.5%	25.9%	22.6%	(3.3)	1.1	19.0%	23.9%	4.9
Total	31.6%	32.7%	31.3%	(1.4)	(0.4)	29.8%	32.4%	2.6

EBIT Margin - Adjusted (*)	Quarterly					Accumulated		
	3Q20	2Q21	3Q21	Var. p.p. 3Q21/2Q21	Var. p.p. 3Q21/3Q20	9M20	9M21	Chg. pp 2021/2020
Romi Machines	22.7%	22.1%	23.8%	1.7	1.1	14.4%	24.8%	10.4
Burkhardt+Weber Machines	-10.6%	-4.4%	-11.0%	(6.6)	(0.4)	-4.7%	-16.6%	(11.9)
Rough and Machined Cast Iron Parts	9.2%	15.7%	13.6%	(2.1)	4.4	6.4%	15.6%	9.3
Total	12.3%	15.9%	15.3%	(0.6)	3.0	29.8%	32.4%	2.6

(*) 9M20 is adjusted by the impacts of the "Plano Verão" legal proceeding.

Romi Machines

The gross margin of this Business Unit in 3Q21 decreased by -3.5 p.p. compared to 3Q20 due to the product mix. The evolution of net operating revenue, coupled with the effective control over operating expenses, resulted in an expansion of 1.1 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 3Q21 increased by 1.2 p.p. and decreased by -0.4 p.p., when compared to 3Q20, due to the lower revenue in 2021.

Rough and Machined Cast Iron Parts

In 3Q21, the gross margin of this Business Unit grew by 1.1 p.p. compared to 3Q20, and its operating margin (EBIT) grew by 4.4 p.p. in the same comparison period. This growth was due to the higher volume of revenues and production in 3Q21, 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 3Q21, the operating cash generation as measured by EBITDA amounted to R\$66.8 million (66.7% over 3Q20), representing an EBITDA margin of 18.2% in the quarter, as shown in the table below:

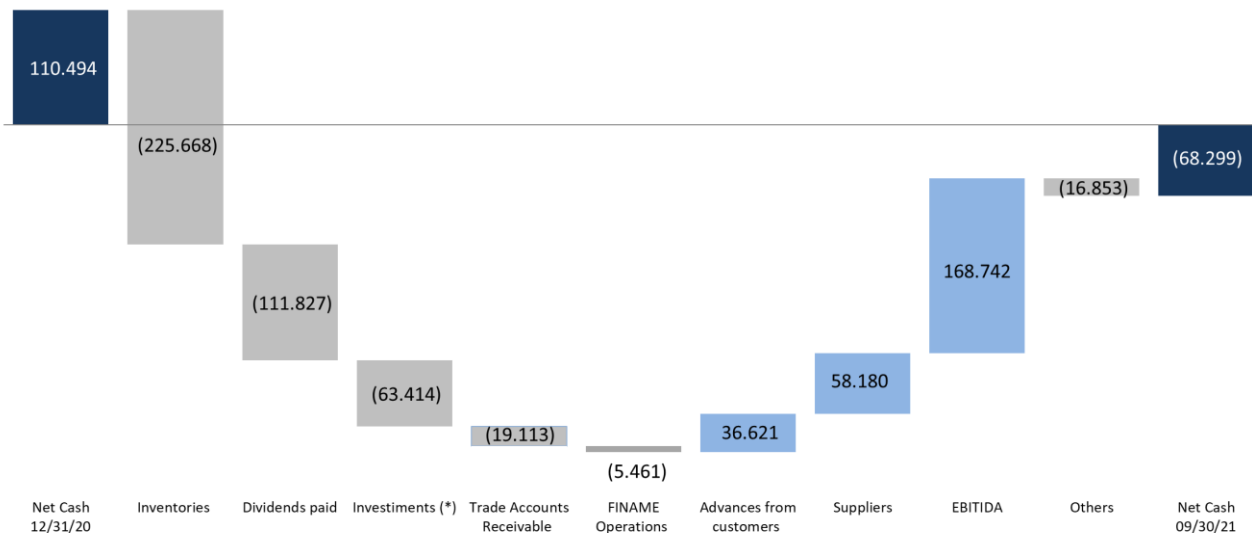
Reconciliation of Net Income to EBITDA (R\$ 000)	Quarterly					Accumulated		
	3Q20	2Q21	3Q21	Var. 3Q21/2Q21	Var. 3Q21/3Q20	9M20	9M21	Chg. 2021/2020
Net Income	36,117	42,819	85,850	100.5%	137.7%	88,293	149,413	69.2%
Income tax and social contributions	(4,831)	15,454	(28,159)	-282.2%	482.9%	(13,512)	(7,950)	-41.2%
Net Financial Income	(439)	(2,228)	(1,569)	-29.6%	257.4%	(28,920)	(3,921)	-86.4%
Depreciation and amortization	9,231	10,441	10,704	2.5%	16.0%	26,709	31,199	16.8%
EBITDA	40,078	66,486	66,826	0.5%	66.7%	72,570	168,741	132.5%
EBITDA Margin	16.0%	18.9%	18.2%	-3.6%	14.0%	33.8%	53.1%	57.0%
EBITDA - Adjusted (*)	40,078	66,486	66,826	0.5%	66.7%	73,525	168,741	129.5%
EBITDA Margin - Adjusted (*)	16.0%	18.9%	18.2%	-3.6%	14.0%	34.4%	53.1%	54.4%
Total Net Operating Revenue	250,554	351,459	366,577	4.3%	46.3%	612,507	940,665	53.6%

Net Profit Adjusted

The profit adjusted for 3Q21 was R\$40.8 million, an increase of 12.9% compared to the profit for 3Q20.

Evolution of Net Cash (Debt) Position

The main changes in net cash position during 3Q21, 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 9M21, the Company's net cash position presented the following main changes:

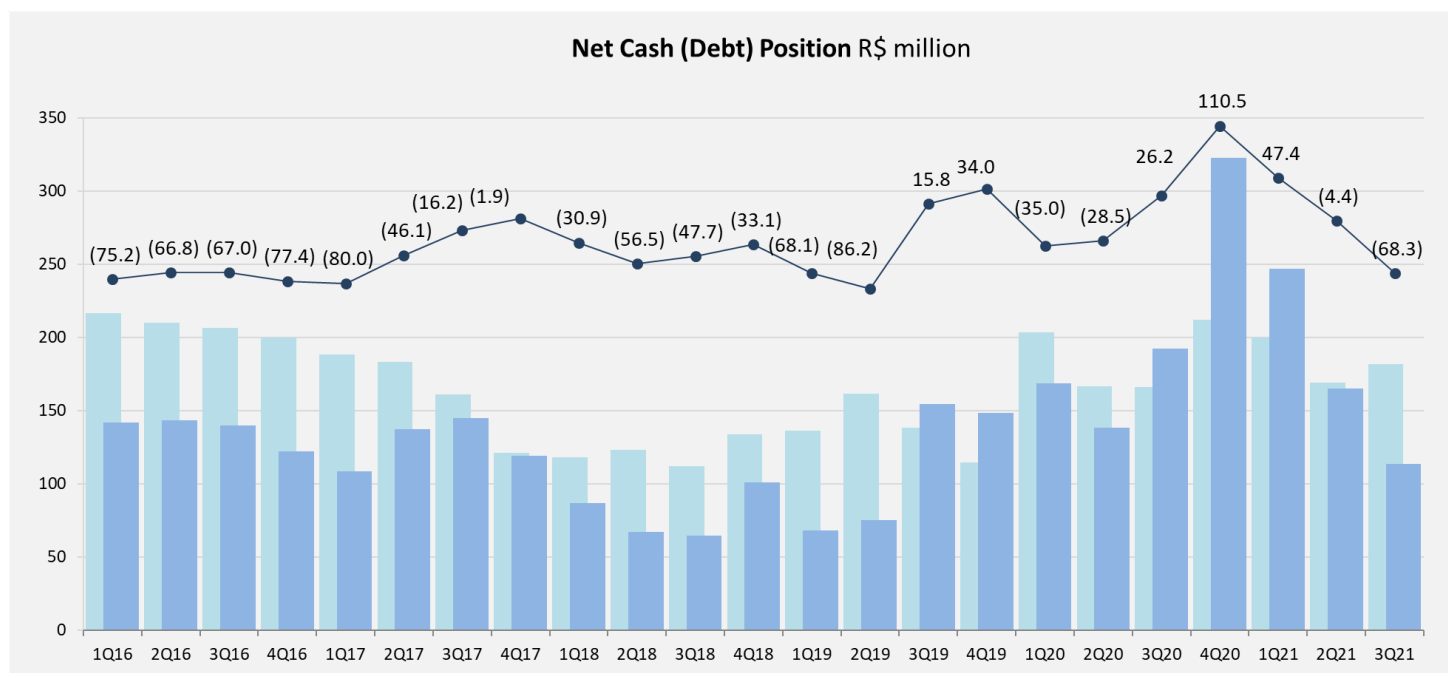
- Increase in inventories due to the growth of about 43% in the backlog, when compared to December 2020. There is also increase in the "Trade accounts payable" account, as a result of the increase in inventories;
- Payment of interest on capital proposed in December 2020 and throughout 2021, and paid during the year;
- Investments made in 9M21, 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 September 30, 2021 was negative by R\$68.3 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 September 30, 2021, the amount of financing in local currency was R\$65.4 million, and in foreign currency, R\$116.3 million, totaling R\$181.7 million, of which R\$32.4 million maturing in up to 12 months.

As at September 30, 2021, the Company recorded R\$113.5 million as cash and cash equivalents and short-term investments.

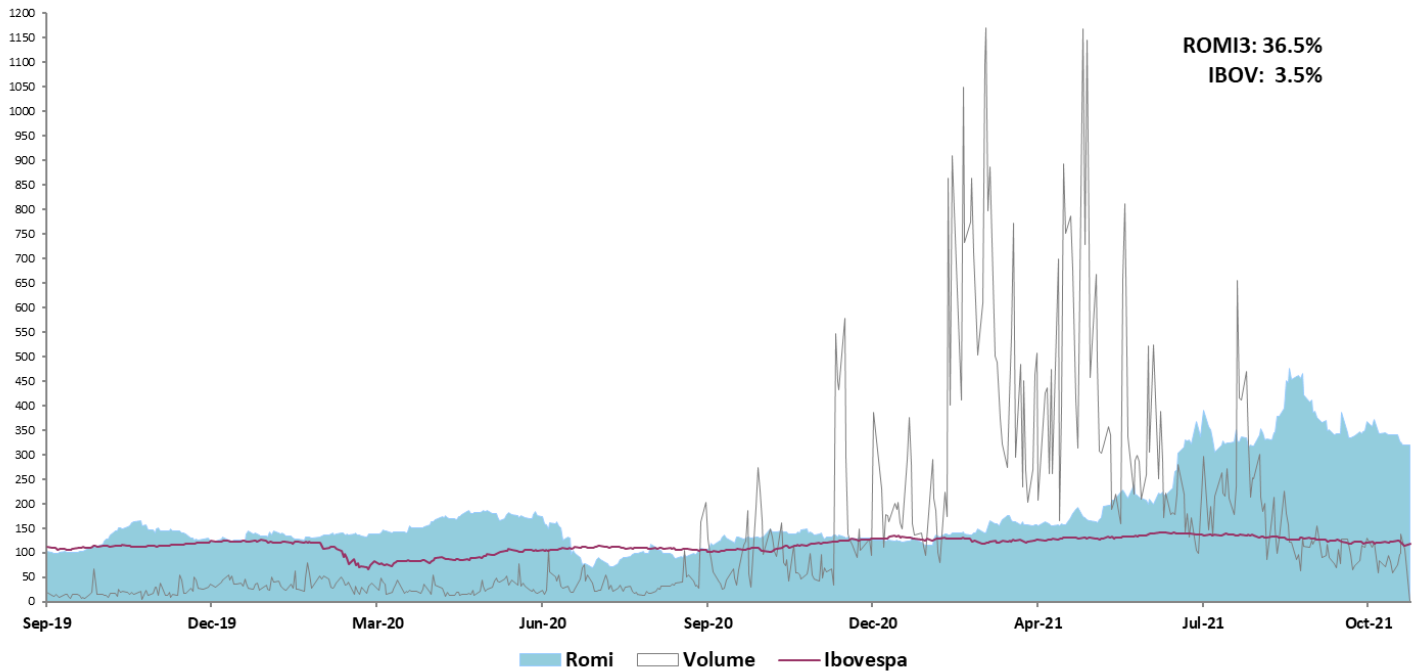


The balances recorded under "Finame Manufacturer Financing" are not used in the calculation of the Company's net debt.

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

Capital Markets

From: 9/27/2019 to 10/25/2021



Source: B3.

On October 25, 2021 the Company's common shares (ROMI3), which were quoted at R\$19.25, posted valuation of 59.8% since September 30, 2020 and 36.5% since September 27, 2019. The Bovespa Index (Ibovespa) went up by 3.5%, in the same periods.

The Company's market capitalization on September 25, 2021 was R\$1,411 million. The average daily trading volume during 3Q21 was R\$ 15.9 million.

Consolidated Balance Sheet

IFRS (R\$ 000)

	09/30/20	12/31/20	06/30/21	09/30/21	09/30/20	12/31/20	06/30/21	09/30/21
ASSETS					LIABILITIES AND SHAREHOLDER'S EQUITY			
CURRENT	938,737	1,068,695	1,092,746	1,137,982	558,173	586,801	537,149	574,515
Cash and Cash equivalents	180,472	195,418	110,676	63,188	123,144	115,422	35,506	34,170
Financial investments	12,097	127,166	54,257	50,283	110,550	122,704	118,208	138,253
Trade accounts receivable	156,057	186,183	181,648	193,624	79,563	96,054	152,663	156,606
Onlending of FINAME manufacturer financing	127,978	131,494	141,290	147,982	37,529	36,163	45,324	55,593
Inventories	405,514	358,674	511,327	584,342	13,124	13,182	18,780	23,225
Recoverable taxes	36,574	51,204	76,193	84,277	79,356	70,462	101,975	107,083
Other receivables	20,045	18,556	17,355	14,286	2,412	4,856	3,074	4,886
Judicial Deposits	-	-	-	-	76,843	91,130	35,418	25,513
					935	1,216	1,422	1,525
					34,717	35,612	24,779	27,661
NON CURRENT	288,733	274,089	284,098	330,486	266,807	345,323	399,596	404,876
Trade accounts receivable	10,460	13,106	19,334	24,778	43,208	96,668	133,873	147,600
Onlending of FINAME manufacturer financing	177,228	203,222	214,598	217,650	173,623	201,710	222,662	211,616
Recoverable taxes	63,169	28,256	21,565	49,050	45,277	43,372	39,314	41,490
Deferred income and social contribution taxes	31,068	23,934	20,481	21,078	605	296	309	561
Judicial Deposits	1,887	1,884	1,976	12,092	4,094	3,277	3,438	3,609
Other receivables	4,921	3,687	6,144	5,838				
Investments								
Property, Plant and Equipment	310,912	314,748	331,801	349,784				
Investment Properties	18,163	18,388	18,388	16,621				
Intangible assets	74,956	70,788	63,051	65,310				
					805,029	813,003	851,726	919,233
					492,025	637,756	637,756	637,756
					219,641	86,894	130,500	189,845
					93,363	88,353	83,470	91,632
					1,492	1,581	1,613	1,559
					806,521	814,584	853,339	920,792
TOTAL ASSETS	1,631,501	1,746,708	1,790,084	1,900,183	1,631,501	1,746,708	1,790,084	1,900,183

Consolidated Income Statement

IFRS (R\$ thousand)

	3Q20	2Q21	3Q21	Chg. 3Q21/2Q21	Chg. 3Q21/3Q20	9M20	9M21	Chg. 2021/2020
Net Operating Revenue	250.554	351.459	366.577	4,3%	46,3%	612.507	940.665	53,6%
Cost of Goods Sold	(171.261)	(236.640)	(251.945)	6,5%	47,1%	(429.895)	(635.745)	47,9%
Gross Profit	79.293	114.819	114.632	-0,2%	44,6%	182.612	304.920	67,0%
<i>Gross Margin %</i>	31,6%	32,7%	31,3%			29,8%	32,4%	
Operating revenues (expenses)	(48.446)	(58.774)	(58.510)	-0,4%	20,8%	(136.751)	(167.378)	22,4%
Selling expenses	(21.746)	(27.923)	(26.943)	-3,5%	23,9%	(61.200)	(77.259)	26,2%
Research and development expenses	(5.937)	(6.953)	(7.001)	0,7%	17,9%	(16.481)	(20.168)	22,4%
General and administrative expenses	(18.296)	(21.222)	(21.904)	3,2%	19,7%	(53.068)	(63.549)	19,8%
Management profit sharing and compensation	(3.425)	(4.182)	(3.938)	-5,8%	15,0%	(7.586)	(11.088)	46,2%
Other operating income, net	958	1.506	1.276	-15,3%	33,2%	1.584	4.686	195,8%
Operating Income (loss) before Financial Results	30.847	56.045	56.122	0,1%	81,9%	45.861	137.542	199,9%
<i>Operating Margin %</i>	12,3%	15,9%	15,3%			7,5%	14,6%	
Operating Income (loss) before Financial Results - Adjusted (*)	30.847	56.045	56.122			36.516	137.542	
<i>Operating Margin % - Adjusted (*)</i>	12,3%	15,9%	15,3%			6,0%	14,6%	
Financial Results, Net	439	2.228	1.569	-29,6%	257,4%	28.920	3.921	-86,4%
Financial income	1.099	2.609	4.869	86,6%	343,0%	31.031	9.624	-69,0%
Financial expenses	(3.153)	(3.211)	(3.224)	0,4%	2,3%	(7.968)	(10.323)	29,6%
Exchange gain (loss), net	2.493	2.830	(76)	-102,7%	-103,0%	5.857	4.620	-21,1%
Operations Operating Income	31.286	58.273	57.691	-1,0%	84,4%	74.781	141.463	89,2%
Income tax and social contribution	4.831	(15.454)	28.159	-282,2%	482,9%	13.512	7.950	-41,2%
Net income	36.117	42.819	85.850	100,5%	137,7%	88.293	149.413	69,2%
<i>Net Margin %</i>	14,4%	12,2%	23,4%			14,4%	15,9%	
Net profit (loss) concerning:								
Controlling interests	36.082	42.736	85.747	100,6%	137,6%	88.159	149.153	69,2%
Non controlling interests	35	83	103	24,1%	194,3%	133	260	95,5%
EBITDA	40.078	66.486	66.826	0,5%	66,7%	72.570	168.741	132,5%
Profit (loss) for the period	36.117	42.819	85.850	100,5%	137,7%	88.293	149.413	69,2%
Income tax and social contribution	(4.831)	15.454	(28.159)	-282,2%	482,9%	(13.512)	(7.950)	-41,2%
Financial result, net	(439)	(2.228)	(1.569)	-29,6%	257,4%	(28.920)	(3.921)	-86,4%
Depreciation and amortization	9.231	10.441	10.704	2,5%	16,0%	26.709	31.199	16,8%
<i>EBITDA Margin %</i>	16,0%	18,9%	18,2%			11,8%	17,9%	
EBITDA - Adjusted (*)	40.078	66.486	66.826			117.162	168.741	
<i>EBITDA Margin % - Adjusted (*)</i>	16,0%	18,9%	18,2%			19,1%	17,9%	
Nº of shares in capital stock (th)	62.858	73.334	73.334			188.573	220.002	16,7%
Profit (loss) per share - R\$	0,57	0,58	1,17			1,40	2,03	45,0%

Consolidated Cash Flow Statement

IFRS (R\$ thousand)

	3Q20	2Q21	3Q21	9M20	9M21
Cash from operating activities					
Net Income before taxation	31.286	58.273	57.691	74.781	141.463
Financial expenses and exchange gain	(33.524)	(11.437)	4.718	(52.207)	(5.295)
Depreciation and amortization	9.231	10.441	12.040	26.710	32.535
Allowance for doubtful accounts and other receivables	(939)	(515)	(511)	945	(1.235)
Proceeds from sale of fixed assets and intangibles	(899)	(307)	(249)	(2.191)	(744)
Provision for inventory realization	1.977	(6.151)	230	10.716	(3.986)
Reserve for contingencies	150	(176)	324	141	135
Trade accounts receivable	20.197	(23.558)	(12.661)	28.673	(10.055)
Onlending of Finame manufacturer financing	(25.583)	(17.313)	(9.326)	(41.008)	(30.103)
Inventories	8.953	(47.667)	(72.147)	(81.463)	(220.584)
Recoverable taxes, net	1.505	(6.874)	6.759	(36.241)	(8.086)
Judicial deposits	(10)	25	(10.116)	43	(10.208)
Other receivables	20.950	(842)	4.016	48.610	3.327
Trade accounts payable	10.660	12.827	4.795	23.065	62.634
Payroll and related taxes	7.588	13.062	10.269	16.241	19.430
Taxes payable	14.406	(15.090)	(8.104)	25.033	(26.482)
Advances from customers	1.976	(15.349)	5.108	11.156	36.621
Other payables	(2.763)	3.551	4.892	11.434	(7.150)
Cash provided by (used in) operating activities	65.161	(47.100)	(2.272)	64.438	(27.783)
Income tax and social contribution paid	(102)	(144)	(41)	(303)	(332)
Net Cash provided by (used in) operating activities	65.059	(47.244)	(2.313)	64.135	(28.115)
Financial Investments	(11.578)	45.187	3.974	-	76.883
Purchase of fixed assets	(19.207)	(24.273)	(14.223)	(28.874)	(56.803)
Sales of fixed assets	(1)	985	802	1.737	2.111
Purchase of intangible assets	(111)	(1)	(347)	(774)	(570)
Unrealized profit	-	-	-	-	-
Net cash Used in Investing Activities	(30.897)	21.898	(9.794)	(39.325)	21.621
Interest on capital paid	(98)	(10.705)	(36.472)	(39.617)	(112.108)
New loans and financing	63.591	-	22.105	151.800	79.637
Payments of loans and financing	(71.241)	(16.248)	(18.043)	(136.874)	(108.253)
Interests paid (including Finame manufacturer financing)	(3.844)	(8.444)	(12.778)	(11.988)	(31.686)
New loans in Finame manufacturer	40.598	59.757	58.414	111.045	158.388
Payment of Finame manufacturer financing	(17.126)	(37.591)	(39.183)	(54.044)	(109.585)
Net Cash provided by (used in) Financing Activities	11.880	(13.231)	(25.957)	20.322	(123.607)
Increase (decrease) in cash and cash equivalents	46.042	(38.577)	(38.064)	45.132	(130.101)
Exchange variation changes on cash and cash equivalents abroad	(3.280)	1.518	(9.424)	(12.466)	(2.129)
Cash and cash equivalents - beginning of period	137.710	147.735	110.676	147.807	195.418
Cash and cash equivalents - end of period	180.472	110.676	63.188	180.472	63.188

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	194,669	55,064	116,844	366,577
Cost of Sales and Services	(93,713)	(48,087)	(110,145)	(251,945)
Business Units Transfers	287	-	19,957	20,244
Business Units Transfers	(19,957)	-	(287)	(20,244)
Gross Profit	81,286	6,977	26,369	114,632
<i>Gross Margin %</i>	<i>41.8%</i>	<i>12.7%</i>	<i>22.6%</i>	<i>31.3%</i>
Operating Expenses	(34,957)	(13,048)	(10,505)	(58,510)
Selling	(19,509)	(5,300)	(2,134)	(26,943)
General and Administrative	(8,940)	(7,748)	(4,564)	(21,252)
Research and Development	(4,986)	-	(2,015)	(7,001)
Management profit sharing	(2,146)	-	(1,792)	(3,938)
Other operating revenue	624	-	-	624
Operating Income (loss) before Financial Results	46,329	(6,071)	15,864	56,122
<i>Operating Margin %</i>	<i>23.8%</i>	<i>-11.0%</i>	<i>13.6%</i>	<i>15.3%</i>
Operating loss before Financial Results - Adjusted (*)	46,329	(6,071)	15,864	56,122
<i>Operating Margin % - Adjusted (*)</i>	<i>23.8%</i>	<i>-11.0%</i>	<i>13.6%</i>	<i>15.3%</i>
Depreciation and amortization	5,466	3,604	2,969	12,039
EBITDA	51,795	(2,467)	18,833	68,160
<i>EBITDA Margin %</i>	<i>26.6%</i>	<i>-4.5%</i>	<i>16.1%</i>	<i>18.6%</i>
EBITDA - Adjusted (*)	51,795	(2,467)	18,833	68,160
<i>EBITDA Margin % - Adjusted (*)</i>	<i>26.6%</i>	<i>-4.5%</i>	<i>16.1%</i>	<i>18.6%</i>

Income Statement by Business Units - 3Q20

R\$ 000	Romi Machines	Burkhardt + Weber Machines	Rough and Machined Cast Iron	Total
Net Operating Revenue	126,823	46,672	77,059	250,554
Cost of Sales and Services	(63,133)	(41,304)	(66,824)	(171,261)
Business Units Transfers	410	-	6,742	7,152
Business Units Transfers	(6,742)	-	(410)	(7,152)
Gross Profit	57,358	5,368	16,567	79,293
<i>Gross Margin %</i>	<i>45.2%</i>	<i>11.5%</i>	<i>21.5%</i>	<i>31.6%</i>
Operating Expenses	(28,617)	(10,332)	(9,497)	(48,446)
Selling	(17,897)	(2,477)	(1,372)	(21,746)
General and Administrative	(5,971)	(7,855)	(4,470)	(18,296)
Research and Development	(4,346)	-	(1,591)	(5,937)
Management profit sharing	(1,361)	-	(2,064)	(3,425)
Other operating revenue	958	-	-	958
Operating Income (loss) before Financial Results	28,741	(4,964)	7,070	30,847
<i>Operating Margin %</i>	<i>22.7%</i>	<i>-10.6%</i>	<i>9.2%</i>	<i>12.3%</i>
Operating loss before Financial Results - Adjusted (*)	28,741	(4,964)	7,070	30,847
<i>Operating Margin % - Adjusted (*)</i>	<i>22.7%</i>	<i>-10.6%</i>	<i>9.2%</i>	<i>12.3%</i>
Depreciation and amortization	3,412	3,009	2,810	9,231
EBITDA	32,153	(1,955)	9,880	40,078
<i>EBITDA Margin %</i>	<i>25.4%</i>	<i>-4.2%</i>	<i>12.8%</i>	<i>16.0%</i>
EBITDA - Adjusted (*)	32,153	(1,955)	9,880	40,078
<i>EBITDA Margin % - Adjusted (*)</i>	<i>25.4%</i>	<i>-4.2%</i>	<i>12.8%</i>	<i>16.0%</i>

Attachment II - Financial Statements of BW

Income Statement by Business Units - 9M21

R\$ 000	Machines	Burkhardt + Weber	Raw and Machined Cast Iron	Total
Net Operating Revenue	519,618	126,239	294,808	940,665
Cost of Sales and Services	(251,419)	(111,967)	(272,359)	(635,745)
Business Units Transfers	954	-	49,024	49,978
Business Units Transfers	(49,024)	-	(954)	(49,978)
Gross Profit	220,129	14,272	70,519	304,920
<i>Gross Margin %</i>	<i>42.4%</i>	<i>11.3%</i>	<i>23.9%</i>	<i>32.4%</i>
Operating Expenses	(100,820)	(35,177)	(31,381)	(167,378)
Selling	(57,749)	(12,962)	(6,548)	(77,259)
General and Administrative	(25,189)	(24,076)	(13,632)	(62,897)
Research and Development	(14,567)	-	(5,601)	(20,168)
Management profit sharing	(5,488)	-	(5,600)	(11,088)
Other operating revenue	2,173	1,861	-	4,034
Operating Income before Financial Results	119,309	(20,905)	39,138	137,542
<i>Operating Margin %</i>	<i>23.0%</i>	<i>-16.6%</i>	<i>13.3%</i>	<i>14.6%</i>
Operating loss before Financial Results - Adjusted (*)	128,976	(20,905)	39,138	147,209
<i>Operating Margin % - Adjusted (*)</i>	<i>24.8%</i>	<i>-16.6%</i>	<i>13.3%</i>	<i>15.6%</i>
Depreciation and amortization	14,032	9,708	8,795	32,535
EBITDA	133,341	(11,197)	47,933	170,077
<i>EBITDA Margin %</i>	<i>25.7%</i>	<i>-8.9%</i>	<i>16.3%</i>	<i>18.1%</i>
EBITDA - Adjusted (*)	133,341	(11,197)	47,933	170,077
<i>EBITDA Margin % - Adjusted (*)</i>	<i>25.7%</i>	<i>-8.9%</i>	<i>16.3%</i>	<i>18.1%</i>

Income Statement by Business Units - 9M20

R\$ 000	Machines	Burkhardt + Weber	Raw and Machined Cast Iron	Total
Net Operating Revenue	285,577	153,460	173,470	612,507
Cost of Sales and Services	(144,724)	(128,777)	(156,394)	(429,895)
Business Units Transfers	960	-	16,842	17,802
Business Units Transfers	(16,842)	-	(960)	(17,802)
Gross Profit	124,971	24,683	32,958	182,612
<i>Gross Margin %</i>	<i>43.8%</i>	<i>16.1%</i>	<i>19.0%</i>	<i>29.8%</i>
Operating Expenses	(83,003)	(31,836)	(21,911)	(136,750)
Selling	(47,506)	(10,469)	(3,225)	(61,200)
General and Administrative	(20,798)	(21,367)	(10,903)	(53,068)
Research and Development	(12,581)	-	(3,900)	(16,481)
Management profit sharing	(3,703)	-	(3,883)	(7,586)
Other operating revenue	1,585	-	-	1,585
Operating Income before Financial Results	41,968	(7,153)	11,047	45,862
<i>Operating Margin %</i>	<i>14.7%</i>	<i>-4.7%</i>	<i>6.4%</i>	<i>7.5%</i>
Operating loss before Financial Results - Adjusted (*)	41,252	(7,153)	11,047	45,146
<i>Operating Margin % - Adjusted (*)</i>	<i>14.4%</i>	<i>-4.7%</i>	<i>6.4%</i>	<i>7.4%</i>
Depreciation and amortization	9,576	8,258	8,874	26,708
EBITDA	51,544	1,105	19,921	72,570
<i>EBITDA Margin %</i>	<i>18.0%</i>	<i>0.7%</i>	<i>11.5%</i>	<i>11.8%</i>
EBITDA - Adjusted (*)	50,828	1,105	19,921	71,854
<i>EBITDA Margin % - Adjusted (*)</i>	<i>17.8%</i>	<i>0.7%</i>	<i>11.5%</i>	<i>11.7%</i>

Balance Sheet BW

	(€ 000)			
ASSETS	09/30/20	12/31/20	06/30/21	09/30/21
CURRENT	20,290	19,544	24,492	24,693
Cash and Cash equivalents	640	3,262	2,073	916
Trade accounts receivable	5,330	9,154	7,458	6,177
Inventories	13,031	6,342	12,676	15,194
Recoverable taxes	254	331	710	793
Deferred income and social contribution taxes	599	60	671	902
Related Parties	13	-	-	50
Other receivables	424	395	904	661
Investments				
Property, plant and equipment	13,309	13,338	12,606	12,638
Investment in subsidiaries	-	-	-	-
Intangible assets	11,174	10,931	10,461	10,209
TOTAL ASSETS	44,774	43,813	47,559	47,540
LIABILITIES AND SHAREHOLDER'S EQUITY	09/30/20	12/31/20	06/30/21	09/30/21
CURRENT	12,516	10,421	16,535	17,364
Loans and financing	(0)	-	-	-
Trade accounts payable	1,186	888	2,083	3,697
Payroll and related taxes	1,201	891	1,646	1,526
Taxes payable	133	187	335	420
Advances from customers	7,148	5,209	9,653	8,366
Other payables	2,221	2,834	2,354	2,878
Related Parties	627	412	464	477
NON CURRENT	9,358	9,483	9,148	9,020
Loans and financing	5,167	5,338	5,172	5,089
Deferred income and social contribution taxes	4,190	4,145	3,976	3,931
SHAREHOLDER'S EQUITY	22,900	23,908	21,876	21,156
Capital	7,025	7,025	7,025	7,025
Capital reserve	505	505	505	505
Profit reserve	15,370	16,378	14,346	13,626
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	44,774	43,813	47,559	47,540

BW Income Statement

	(€ 000)			(€ 000)	
	3Q20	2Q21	3Q21	9M20	9M21
Net Operating Revenue	7,356	9,353	8,899	26,336	20,288
Cost of Goods Sold	(6,506)	(7,595)	(7,779)	(22,158)	(17,894)
Gross Profit	850	1,758	1,120	4,178	2,394
<i>Gross Margin %</i>	11.6%	18.8%	12.6%	15.9%	11.8%
Operating Expenses	(1,643)	(2,043)	(2,114)	(5,593)	(5,559)
Selling expenses	(392)	(791)	(857)	(1,837)	(2,063)
General and administrative expenses	(1,251)	(1,252)	(1,257)	(3,756)	(3,496)
Operating Income before Financial Results	(793)	(285)	(994)	(1,415)	(3,165)
<i>Operating Margin %</i>	-10.8%	-3.0%	-11.2%	-5.4%	-15.6%
Financial Results, Net	(71)	(23)	(104)	(241)	(196)
Operations Operating Income	(864)	(308)	(1,098)	(1,656)	(3,361)
Income tax and social contribution	192	66	276	323	977
Net income	(672)	(242)	(823)	(1,333)	(2,384)
<i>Net Margin %</i>	-9.1%	-2.6%	-9.2%	-5.1%	-11.8%
EBITDA	(329)	184	(568)	(67)	(1,798)
Net income / loss for the period	(672)	(242)	(823)	(1,333)	(2,384)
Income tax and social contribution	(192)	(66)	(276)	(323)	(977)
Financial income, net	71	23	104	241	196
Depreciation and amortization	464	469	426	1,348	1,366
<i>EBITDA Margin %</i>	-4.5%	2.0%	-6.4%	-0.3%	-8.9%