

Marcopolo S.A.

Quarterly Information at 9/30/2021 and Report on Review of Quarterly Information

(A free translation of the original report in Portuguese as published in
Brazil containing financial statements prepared in accordance with
accounting practices adopted in Brazil)

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Company Information/Capital Composition

Number of Shares (Unit)	Current Quarter 09/30/21
Paid-in Capital	
Common	341,625,744
Preferred	605,267,138
Total	946,892,882
In Treasury	
Common	0
Preferred	7,205,550
Total	7,205,550

Individual Financial Statements / Balance Sheet -**Assets (Thousand Reais)**

Account Code	Account Description	Current Quarter 09/30/2021	Previous Year 12/31/2020
1	Total Assets	4,955,556	4,191,895
1.01	Current Assets	1,673,820	1,426,798
1.01.01	Cash and Cash Equivalents	816,544	626,682
1.01.02	Financial Investments	3,009	1,187
1.01.02.01	Financial investments measured at fair value through profit or loss	3,009	1,187
1.01.02.01.01	Trading Securities	3,009	1,187
1.01.03	Accounts Receivable	273,204	387,514
1.01.03.01	Trade Accounts	273,204	387,514
1.01.04	Inventories	311,122	215,087
1.01.06	Taxes Recoverable	143,872	71,826
1.01.06.01	Current Taxes to Recover	143,872	71,826
1.01.08	Other Current Assets	126,069	124,502
1.01.08.03	Other	126,069	124,502
1.02	Non-current Assets	3,281,736	2,765,097
1.02.01	Long-Term Assets	555,289	221,291
1.02.01.03	Financial investments assessed at amortized cost	91,966	69,295
1.02.01.04	Accounts Receivable	333,136	48,756
1.02.01.04.02	Other Accounts Receivable	41,885	44,468
1.02.01.04.03	Taxes Recoverable	291,251	4,288
1.02.01.07	Deferred Taxes	130,187	103,240
1.02.01.07.01	Deferred Income Tax and Social Contribution	130,187	103,240
1.02.02	Investments	2,285,522	2,136,883
1.02.02.01	Equity Interests	2,279,223	2,130,406
1.02.02.01.01	Investments in Associates	42,505	44,778
1.02.02.01.02	Shares in Controlled Companies	2,117,044	1,960,849
1.02.02.01.03	Interests in Jointly Controlled Entities	119,674	124,779
1.02.02.02	Property for Investments	6,299	6,477
1.02.03	Property, plant and equipment	431,749	399,190
1.02.03.01	Property, plant and equipment in operation	425,150	393,645
1.02.03.02	Right of Use in Lease	6,599	5,545
1.02.04	Intangible assets	9,176	7,733
1.02.04.01	Intangibles	9,176	7,733
1.02.04.01.02	Intangibles	9,176	7,733

Individual Financial Statements / Balance Sheet - Liabilities**(Thousand Reais)**

Account Code	Account Description	Current Quarter 09/30/2021	Previous Year 12/31/2020
2	Total Liability	4,955,556	4,191,895
2.01	Current Liabilities	628,997	654,473
2.01.01	Social and Labor Obligations	77,298	53,703
2.01.01.02	Labor Obligations	77,298	53,703
2.01.02	Suppliers	121,670	153,788
2.01.02.01	Domestic Suppliers	115,141	142,004
2.01.02.02	Foreign Suppliers	6,529	11,784
2.01.03	Tax Liabilities	38,589	41,595
2.01.03.01	Federal Tax Obligations	35,596	40,128
2.01.03.01.01	Income Tax and Social Contribution Payable	35,596	40,128
2.01.03.02	State Tax Obligations	2,880	1,314
2.01.03.03	Municipal Tax Obligations	113	153
2.01.04	Loans and Financing	206,344	246,315
2.01.04.01	Loans and Financing	206,344	246,315
2.01.04.01.01	In Domestic Currency	42,651	23,695
2.01.04.01.02	In Foreign Currency	163,693	222,620
2.01.05	Other Obligations	185,096	159,072
2.01.05.02	Other	185,096	159,072
2.01.05.02.02	Mandatory Minimum Dividend Payable	58,911	92
2.01.05.02.04	Advances from customers	15,550	50,712
2.01.05.02.05	Commissioned representatives	22,850	33,801
2.01.05.02.06	Profit sharing for managers	2,756	3,608
2.01.05.02.07	Lease obligations	1,834	1,169
2.01.05.02.08	Other current accounts payable	83,195	69,690
2.02	Non-current Liabilities	1,483,353	985,205
2.02.01	Loans and Financing	1,284,870	821,202
2.02.01.01	Loans and Financing	1,284,870	821,202
2.02.01.01.01	In Domestic Currency	469,067	292,481
2.02.01.01.02	In Foreign Currency	815,803	528,721
2.02.02	Other Obligations	29,940	29,424
2.02.02.02	Other	29,940	29,424
2.02.02.02.03	Obligation on account of equity interest	24,406	24,406
2.02.02.02.04	Lease obligations	5,534	5,018
2.02.04	Provisions	168,543	134,579
2.02.04.01	Labor and Social Security Tax Provisions	92,210	74,663
2.02.04.01.01	Tax Provisions	10,979	10,823
2.02.04.01.02	Social Security and Labor Provisions	80,199	62,876
2.02.04.01.04	Civil Provisions	1,032	964
2.02.04.02	Other Provisions	76,333	59,916
2.02.04.02.04	Provision for losses on investments	76,333	59,916
2.03	Shareholders' Equity	2,843,206	2,552,217
2.03.01	Paid-in Capital	1,334,052	1,334,052
2.03.02	Capital reserves	2,701	3,268
2.03.02.04	Granted Options	-8,751	-8,751
2.03.02.07	Capital transaction reserves	11,452	12,019
2.03.04	Profit reserve	1,008,445	798,068

Individual Financial Statements / Balance Sheet - Liabilities**(Thousand Reais)**

Account Code	Account Description	Current Quarter 09/30/2021	Previous Year 12/31/2020
2.03.04.01	Legal reserve	76,201	76,201
2.03.04.02	Statutory reserve	960,087	751,643
2.03.04.09	Treasury Shares	-27,843	-29,776
2.03.06	Asset valuation adjustments	491,830	400,550
2.03.08	Other comprehensive income	6,178	16,279
2.03.08.01	Equity in comprehensive income of Subsidiaries and Associates	6,178	16,279

Individual Financial Statements / Income Statement**(Thousand Reais)**

Account Code	Account Description	Current Quarter 07/01/2021 to 09/30/2021	Accumulated in the Current Previous 01/01/2021 to 09/30/2021	Equal Quarter of Previous 07/01/2020 to 09/30/2020	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
3.01	Income on sale of goods and/or services	267,513	883,140	376,471	1,183,299
3.02	Cost of goods and/or services sold	-254,939	-843,270	-308,075	-943,610
3.02.01	Cost of goods and/or services sold	-252,647	-837,522	-302,127	-928,323
3.02.02	Cost of Idleness	-2,292	-5,748	-5,948	-15,287
3.03	Gross Profit/Loss	12,574	39,870	68,396	239,689
3.04	Operating Income/Expenses	67,601	131,669	-121,873	-206,905
3.04.01	Sales Expenses	-18,414	-59,259	-31,546	-92,898
3.04.02	General and Administrative Expenses	-24,703	-75,566	-24,632	-67,418
3.04.05	Other Operating Expenses	85,375	192,118	-43,810	-58,708
3.04.06	Equity income	25,343	74,376	-21,885	12,119
3.05	Profit/loss before financial and taxes results	80,175	171,539	-53,477	32,784
3.06	Financial Result	8,994	133,004	-15,538	-134,647
3.06.01	Financial Revenue	120,581	311,949	69,082	343,958
3.06.02	Financial Expenses	-111,587	-178,945	-84,620	-478,605
3.07	Earnings before income taxes	89,169	304,543	-69,015	-101,863
3.08	Income tax and social contribution on profit	19,027	-6,379	14,695	67,242
3.08.01	Current	-2,376	-33,326	-513	23,133
3.08.02	Deferred	21,403	26,947	15,208	44,109
3.09	Net profit from continued operations	108,196	298,164	-54,320	-34,621
3.11	Profit/Loss for the period	108,196	298,164	-54,320	-34,621
3.99	Profit per Share - (Reais / Share)				
3.99.01	Basic Profit per Share				
3.99.01.01	Common	0.11426	0.31732	-0.05737	-0.03685
3.99.01.02	Preferred	0.11426	0.31732	-0.05737	-0.03685
3.99.02	Diluted Profit per Share				
3.99.02.01	Common	0.11515	0.31489	-0.05782	-0.03656
3.99.02.02	Preferred	0.11515	0.31489	-0.05782	-0.03656

Individual Financial Statements / Statement of Comprehensive**(Thousand Reais)**

Account Code	Account Description	Current Quarter 07/01/2021 to 09/30/2021	Accumulated in the Current Previous 01/01/2021 to 09/30/2021	Equal Quarter of Previous 07/01/2020 to 09/30/2020	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
4.01	Net Profit for the Period	108,196	298,164	-54,319	-34,621
4.02	Other Comprehensive Income	51,789	81,179	42,570	259,495
4.02.01	Foreign investment exchange rate change	55,679	91,279	38,729	259,772
4.02.02	Actuarial gains/losses	0	0	6,218	0
4.02.03	Deferred IR and CS on actuarial gains or losses	0	0	-2,115	0
4.02.04	Participation in comprehensive income of controlled	-3,890	-10,100	-262	-277
4.03	Comprehensive Income for the Period	159,985	379,343	-11,749	224,874

Individual Financial Statements / Cash Flow Statement - Indirect Method**(Thousand Reais)**

Account Code	Account Description	Accumulated for the Fiscal Year 01/01/2021 to 09/30/2021	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
6.01	Net Cash from Operating Activities	-131,789	62,886
6.01.01	Cash Generated in Operations	311,997	173,867
6.01.01.01	Net profit for the year	298,164	-34,621
6.01.01.02	Depreciation and amortization	26,112	23,595
6.01.01.03	Income from the sale of investments, property, plant and equipment ad intangible assets	6,572	4,455
6.01.01.04	Equity income	-74,376	-12,119
6.01.01.05	Allowance for doubtful accounts	4,444	3,107
6.01.01.06	Current and deferred income and social contribution taxes	6,379	-67,242
6.01.01.07	Appropriated interest and changes	44,702	256,692
6.01.02	Assets and liabilities variations	-443,786	-110,981
6.01.02.01	(Increase) decrease in accounts receivable	109,866	-188,887
6.01.02.02	(Increase) decrease in inventories	-96,035	-56,500
6.01.02.03	(Increase) decrease in other accounts receivable	-384,940	-79,955
6.01.02.04	(Increase) decrease in assets measured at fair value	-24,493	69,401
6.01.02.05	Increase (decrease) suppliers	-32,118	62,845
6.01.02.07	Increase (decrease) in accounts payable and provisions	17,260	58,982
6.01.02.08	Taxes on profit paid	-33,326	23,133
6.02	Net Cash from Investment Activities	-41,090	-100,312
6.02.01	Investments	-54,942	-23,737
6.02.02	Dividends from jointly controlled entities and associates	77,000	4,523
6.02.03	Additions of property, plant and equipment	-60,823	-79,245
6.02.04	Additions of intangible assets	-3,185	-1,853
6.02.05	Receipts from sale of property, plant and equipment	860	0
6.03	Net Cash from Loan Activities	362,741	-65,777
6.03.02	Loans from third parties	599,806	188,280
6.03.03	Payment of loans - principal	-205,924	-173,901
6.03.04	Payment of loans - interest	-15,968	-11,520
6.03.05	Payment of interest on shareholders' equity and dividends	-16,539	-69,971
6.03.06	Treasury shares	1,366	1,335
6.05	Increase (decrease) in cash and cash equivalents	189,862	-103,203
6.05.01	Opening Balance of Cash and Cash Equivalents	626,682	644,493
6.05.02	Closing balance of cash and cash equivalents	816,544	541,290

Individual Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2021 to 09/30/2021**(Thousand Reais)**

Account	Account Description	Share Capital	Capital Reserves,	Profit Reserves	Accumulated	Other Comprehensive	Shareholders' Equity
Comprehensive		Paid-In	Granted Options and Treasury shares		Profit or Loss	Income	
5.01	Beginning Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217
5.03	Adjusted Beginning Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217
5.04	Capital Transactions with Partners	0	1,366	-23,945	-65,775	0	-88,354
5.04.05	Treasury shares sold	0	1,366	0	0	0	1,366
5.04.06	Dividends	0	0	-23,945	0	0	-23,945
5.04.07	Interest on equity	0	0	0	-65,775	0	-65,775
5.05	Total Comprehensive Profit/Loss	0	0	0	298,164	81,179	379,343
5.05.01	Net Profit for the Period	0	0	0	298,164	0	298,164
5.05.02	Other comprehensive income	0	0	0	0	81,179	81,179
5.05.02.03	Equity in comprehensive income of Subsidiaries and Associates	0	0	0	0	-10,100	-10,100
5.05.02.04	Conversion Adjustments for the Period	0	0	0	0	91,279	91,279
5.07	Ending Balances	1,334,052	-25,142	803,899	232,389	498,008	2,843,206

Individual Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2020 to 09/30/2020**(Thousand Reais)**

Account Comprehensive	Account Description	Share Capital Paid-In	Capital Reserves, Granted Options and Treasury shares	Profit Reserves	Accumulated Profit or Loss	Other Comprehensive Income	Shareholders' Equity
5.01	Beginning Balances	1,334,052	-27,764	796,145	0	207,646	2,310,079
5.03	Adjusted Beginning Balances	1,334,052	-27,764	796,145	0	207,646	2,310,079
5.04	Capital Transactions with Partners	0	1,335	-53,848	-23,473	0	-75,986
5.04.05	Treasury shares sold	0	1,335	0	0	0	1,335
5.04.06	Dividends	0	0	-53,848	0	0	-53,848
5.04.07	Interest on equity	0	0	0	-23,473	0	-23,473
5.05	Total Comprehensive Profit/Loss	0	0	0	-34,621	259,495	224,874
5.05.01	Net Profit for the Period	0	0	0	-34,621	0	-34,621
5.05.02	Other comprehensive income	0	0	0	0	259,495	259,495
5.05.02.03	Equity in comprehensive income of Subsidiaries and Associates	0	0	0	0	-277	-277
5.05.02.04	Conversion Adjustments for the Period	0	0	0	0	259,772	259,772
5.07	Ending Balances	1,334,052	-26,429	742,297	-58,094	467,141	2,458,967

Individual Financial Statements / Value Added Statement**(Thousand Reais)**

Account Code	Account Description	Accumulated for the Fiscal Year 01/01/2021 to 09/30/2021	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
7.01	Revenue	1,167,761	1,305,277
7.01.01	Sales of Goods, Products and Services	1,000,955	1,305,732
7.01.02	Other Revenues	171,250	2,652
7.01.04	Provision/Reversal of Doubtful Accounts Inputs	-4,444	-3,107
7.02	Purchased from Third Parties	-808,363	-1,057,370
7.02.01	Costs Products, Merchandise and Services Sold	-709,567	-839,461
7.02.02	Materials, energy, outsourced services and others	-119,664	-156,550
7.02.03	Loss/Recovery of Asset Values	20,868	-61,359
7.03	Gross value added	359,398	247,907
7.04	Retention	-26,112	-23,595
7.04.01	Depreciation, Amortization and	-26,112	-23,595
7.05	Depletion Net value added produced	333,286	224,312
7.06	Value Added received as transfer	386,325	356,077
7.06.01	Equity income	74,376	12,119
7.06.02	Financial Revenue	311,949	343,958
7.07	Total value added to be distributed	719,611	580,389
7.08	Value Added Distribution	719,611	580,389
7.08.01	Personnel	242,822	218,765
7.08.01.01	Direct Remuneration	174,871	131,840
7.08.01.02	Benefits	41,637	49,332
7.08.01.03	F.G.T.S.	26,314	37,593
7.08.02	Taxes, Fees and Contributions	-4,362	-87,105
7.08.02.01	Federal	20,538	-61,651
7.08.02.02	State	-25,831	-26,302
7.08.02.03	Municipal	931	848
7.08.03	Remuneration of third-party capital	182,987	483,350
7.08.03.01	Interest	178,945	478,605
7.08.03.02	Rents	4,042	4,745
7.08.04	Remuneration of own party capital	298,164	-34,621
7.08.04.01	Interest on equity	65,775	23,473
7.08.04.03	Retained Profit/Loss of the Year	232,389	-58,094

Consolidated Financial Statements / Balance Sheet - Assets;**(Thousand Reais)**

Account Code	Account Description	Current Quarter 30/09/2021	Previous Year 31/12/2020
1	Total Assets	6,476,715	5,860,911
1.01	Current Assets	3,330,019	3,171,052
1.01.01	Cash and Cash Equivalents	1,174,773	1,040,931
1.01.02	Financial Investments	3,522	2,641
1.01.02.01	Financial investments measured at fair value through profit or loss	3,522	2,641
1.01.02.01.01	Trading Securities	3,522	2,641
1.01.03	Accounts Receivable	738,764	970,452
1.01.03.01	Trade Accounts	738,764	970,452
1.01.04	Inventories	917,101	748,411
1.01.06	Taxes Recoverable	310,908	228,711
1.01.06.01	Current Taxes to Recover	310,908	228,711
1.01.08	Other Current Assets	184,951	179,906
1.01.08.03	Other	184,951	179,906
1.02	Non-current Assets	3,146,696	2,689,859
1.02.01	Long-Term Assets	1,145,106	758,936
1.02.01.03	Financial investments assessed at amortized cost	72,647	67,961
1.02.01.04	Accounts Receivable	881,244	526,250
1.02.01.04.01	Trade Accounts	418,555	449,933
1.02.01.04.02	Other Accounts Receivable	67,560	71,404
1.02.01.04.03	Taxes to Recover	395,129	4,913
1.02.01.07	Deferred Taxes	191,215	164,725
1.02.01.07.01	Deferred Income Tax and Social Contribution	191,215	164,725
1.02.02	Investments	644,434	578,673
1.02.02.01	Equity Interests	560,674	489,312
1.02.02.01.01	Investments in Associates	453,609	374,458
1.02.02.01.04	Interests in Jointly Controlled Entities	102,663	111,462
1.02.02.01.05	Other Investments	4,402	3,392
1.02.02.02	Property for Investments	83,760	89,361
1.02.03	Property, plant and equipment	1,010,556	1,006,320
1.02.03.01	Property, plant and equipment in operation	954,369	936,647
1.02.03.02	Right of Use in Lease	56,187	69,673
1.02.04	Intangible assets	346,600	345,930
1.02.04.01	Intangibles	43,003	43,204
1.02.04.01.02	Intangible Assets	43,003	43,204
1.02.04.02	Goodwill	303,597	302,726

Consolidated Financial Statements / Balance Sheet - Liabilities**(Thousand Reais)**

Account Code	Account Description	Current Quarter 30/09/2021	Previous Year 31/12/2020
2	Total Liability	6,476,715	5,860,911
2.01	Current Liabilities	1,626,569	1,718,308
2.01.01	Social and Labor Obligations	132,266	102,505
2.01.01.01	Social Obligations	132,266	102,505
2.01.02	Suppliers	348,097	358,825
2.01.02.01	Domestic Suppliers	207,822	261,769
2.01.02.02	Foreign Suppliers	140,275	97,056
2.01.03	Tax Liabilities	102,030	82,399
2.01.03.01	Federal Tax Obligations	97,008	79,976
2.01.03.01.01	Income Tax and Social Contribution Payable	97,008	79,976
2.01.03.02	State Tax Obligations	4,762	2,107
2.01.03.03	Municipal Tax Obligations	260	316
2.01.04	Municipal Tax Obligations	636,603	727,820
2.01.04.01	Loans and Financing	636,603	727,820
2.01.04.01.01	In Domestic Currency	270,963	270,962
2.01.04.01.02	In Foreign Currency	365,640	456,858
2.01.05	Other Obligations	407,573	446,759
2.01.05.02	Other	407,573	446,759
2.01.05.02.02	Mandatory Minimum Dividend Payabler	58,911	92
2.01.05.02.04	Advances from customers	93,969	202,149
2.01.05.02.05	Commissioned representatives	31,564	45,737
2.01.05.02.06	Profit sharing for managers	2,756	3,608
2.01.05.02.07	Lease obligations	17,599	18,371
2.01.05.02.08	Other current accounts payable	202,774	176,802
2.02	Non-current Liabilities	1,954,413	1,534,607
2.02.01	Loans and Financing	1,710,249	1,302,965
2.02.01.01	Loans and Financing	1,710,249	1,302,965
2.02.01.01.01	In Domestic Currency	858,646	756,580
2.02.01.01.02	In Foreign Currency	851,603	546,385
2.02.02	Other Obligations	67,281	90,890
2.02.02.02	Other	67,281	90,890
2.02.02.02.03	Other non-current accounts payable	1,534	13,887
2.02.02.02.04	Obligation on account of equity interest	24,406	24,406
2.02.02.02.05	Lease obligations	41,341	52,597
2.02.04	Provisions	176,883	140,752
2.02.04.01	Labor and Social Security Tax Provisions	122,607	97,478
2.02.04.01.01	Tax Provisions	24,109	18,179
2.02.04.01.02	Social Security and Labor Provisions	95,880	76,772
2.02.04.01.04	Civil Provisions	2,618	2,527
2.02.04.02	Other Provisions	54,276	43,274
2.02.04.02.04	Provision for losses on investments	54,276	43,274
2.03	Consolidated Shareholders' Equity	2,895,733	2,607,996
2.03.01	Paid-in Capital	1,334,052	1,334,052
2.03.02	Capital reserves	2,701	3,268
2.03.02.04	Granted Options	-8,751	-8,751
2.03.02.07	Capital transaction reserves	11,452	12,019

Consolidated Financial Statements / Balance Sheet - Liabilities**(Thousand Reais)**

Account Code	Account Description	Current Quarter 30/09/2021	Previous Year 31/12/2020
2.03.04	Profit reserve	1,008,445	798,068
2.03.04.01	Legal reserve	76,201	76,201
2.03.04.02	Statutory reserve	960,087	751,643
2.03.04.09	Treasury Shares	-27,843	-29,776
2.03.06	Asset valuation adjustments	491,830	400,550
2.03.08	Other comprehensive income	6,178	16,279
2.03.09	Non-Controlling Interests	52,527	55,779

Consolidated Financial Statements / Income Statement**((Thousand Reais))**

Account Code	Account Description	Current Quarter 07/01/2021 to 09/30/2021	Accumulated in the Current Previous 01/01/2021 to 09/30/2021	Equal Quarter of Previous 07/01/2020 to 09/30/2020	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
3.01	Income on sale of goods and/or services	757,619	2,415,285	836,487	2,554,355
3.02	Cost of goods and/or services sold	-685,587	-2,182,217	-699,805	-2,137,140
3.02.01	Cost of goods and/or services sold	-682,114	-2,173,494	-686,955	-2,096,300
3.02.02	Cost of Idleness	-3,473	-8,723	-12,850	-40,840
3.03	Gross Profit/Loss	72,032	233,068	136,682	417,215
3.04	Operating Income/Expenses	-872	-52,128	-186,429	-370,749
3.04.01	Sales Expenses	-39,295	-131,092	-53,307	-159,979
3.04.02	General and Administrative Expenses	-51,403	-156,854	-48,959	-135,816
3.04.05	Other Operating Expenses	90,265	224,501	-42,786	-15,913
3.04.06	Equity income	-439	11,317	-41,377	-59,041
3.05	Profit/loss before financial and taxes results	71,160	180,940	-49,747	46,466
3.06	Financial Result	9,078	164,657	-23,922	-144,439
3.06.01	Financial Revenue	138,391	403,311	84,713	468,509
3.06.02	Financial Expenses	-129,313	-238,654	-108,635	-612,948
3.07	Earnings before income taxes	80,238	345,597	-73,669	-97,973
3.08	Income tax and social contribution on profit	26,818	-52,376	16,240	52,569
3.08.01	Current	4,245	-78,865	-5,023	-1,878
3.08.02	Deferred	22,573	26,489	21,263	54,447
3.09	Net profit from continued operations	107,056	293,221	-57,429	-45,404
3.11	Consolidated Profit/Loss for the period	107,056	293,221	-57,429	-45,404
3.11.01	Assigned to Controlling Company's Partners	108,196	298,164	-54,319	-34,621
3.11.02	Assigned to Non-controlling Partner Company	-1,140	-4,943	-3,110	-10,783
3.99	Profit per Share - (Reais / Share)				
3.99.01	Basic Profit per Share				
3.99.01.01	Common	0.11426	0.31732	-0.05737	-0.03685
3.99.01.02	Preferred	0.11426	0.31732	-0.05737	-0.03685
3.99.02	Diluted Profit per Share				
3.99.02.01	Common	0.11515	0.31489	-0.05782	-0.03656

Consolidated Financial Statements / Income Statement

(Thousand Reais)

Account Code	Account Description	Current Quarter 07/01/2021 to 09/30/2021	Accumulated in the Current Previous 01/01/2021 to 09/30/2021	Equal Quarter of Previous 07/01/2020 to 09/30/2020	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
3.99.02.02	Preferred	0.11515	0.31489	-0.05782	-0.03656

Consolidated Financial Statements / Comprehensive Income Statement**(Thousand Reais)**

Account Code	Account Description	Current Quarter 07/01/2021 to 09/30/2021	Accumulated in the Current Previous 01/01/2021 to 09/30/2021	Equal Quarter of Previous 07/01/2020 to 09/30/2020	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
4.01	Consolidated Net Profit for the period	107,056	293,221	-57,429	-45,404
4.02	Other Comprehensive Income	54,706	82,870	44,422	277,966
4.02.01	Foreign investment exchange rate change	58,596	92,970	40,581	278,243
4.02.02	Actuarial gains/losses	0	0	6,312	0
4.02.03	Deferred IR and CS on actuarial gains or losses	0	0	-2,157	0
4.02.04	Participation in comprehensive income of controlled	-3,890	-10,100	-314	-277
4.03	Comprehensive Consolidated Income for the period	161,762	376,091	-13,007	232,562
4.03.01	Assigned to Controlling Company's Partners	159,985	379,343	-11,749	224,874
4.03.02	Assigned to Non-controlling Partner Company	1,777	-3,252	-1,258	7,688

Consolidated Financial Statements / Cash Flow Statement - Indirect Method (Thousand Reais)

Account Code	Account Description	Accumulated for the Fiscal Year 01/01/2021 to 09/30/2021	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
6.01	Net Cash from Operating Activities	8,924	-22,787
6.01.01	Cash Generated in Operations	516,941	346,567
6.01.01.01	Net profit for the year	293,221	-45,404
6.01.01.02	Depreciation and amortization	78,178	72,488
6.01.01.03	Income from the sale of investments, property, plant and equipment ad intangible assets	11,818	3,213
6.01.01.04	Equity income	11,317	59,041
-6.01.01.05	Allowance for doubtful accounts	12,808	6,602
6.01.01.06	Current and deferred income and social contribution taxes	52,376	-52,568
6.01.01.07	Appropriated interest and changes	84,800	313,978
6.01.01.08	Non-controlling shareholder equity interest	-4,943	-10,783
6.01.02	Assets and liabilities variations	-508,017	-369,354
6.01.02.01	(Increase) decrease in accounts receivable	245,707	-425,840
6.01.02.02	(Increase) decrease in inventories	-171,152	-120,192
6.01.02.03	(Increase) decrease in other accounts receivable	-500,955	-141,073
6.01.02.04	(Increase) decrease in assets measured at fair value	-5,567	71,459
6.01.02.05	Increase (decrease) suppliers	-8,082	10,631
6.01.02.07	Increase (decrease) in accounts payable and provisions	10,897	237,539
6.01.02.08	Taxes on profit paid	-78,865	-1,878
6.02	Net Cash from Investment Activities	-76,243	-108,311
6.02.02	Dividends from jointly controlled entities and associates	4,749	448
6.02.04	Additions of property, plant and equipment	-78,824	-105,658
6.02.04	Additions of intangible assets	-3,421	-3,101
6.02.05	Receipts from sale of property, plant and equipment	1,253	0
6.03	Net Cash from Loan Activities	203,776	-40,582
6.03.02	Loans from third parties	792,578	507,281
6.03.03	Payment of loans - principal	-520,261	-447,195
6.03.04	Payment of loans - interest	-53,368	-32,032
6.03.05	Payment of interest on shareholders' equity and dividends	-16,539	-69,971
6.03.06	Treasury shares	1,366	1,335
6.04	Exchange rate change without cash and cash equivalents	-2,615	52,814
6.05	Increase (decrease) in cash and cash equivalents	133,842	-118,866
6.05.01	Opening Balance of Cash and Cash Equivalents	1,040,931	1,074,622
6.05.02	Closing balance of cash and cash equivalents	1,174,773	955,756

Consolidated Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2021 to 09/30/2021**(Thousand Reais)**

Account Code	Account Description	Share Capital Paid-In	Capital Reserves, Granted Option and Treasury Shares	Profit Reserves	Accumulated Profit or Loss	Other Comprehensive Income	Shareholders' Equity Controllers	Participation of Non-Consolidated	Shareholders' Equity
5.01	Beginning Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217	55,779	2,607,996
5.03	Adjusted Beginning Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217	55,779	2,607,996
5.04	Capital Transactions with Partners	0	1,366	-23,945	-65,775	0	-88,354	0	-88,354
5.04.05	Treasury shares sold	0	1,366	0	0	0	1,366	0	1,366
5.04.06	Dividends	0	0	-23,945	0	0	-23,945	0	-23,945
5.04.07	Interest on equity	0	0	0	-65,775	0	-65,775	0	-65,775
5.05	Total Comprehensive Profit/Loss	0	0	0	298,164	81,179	379,343	-3,252	376,091
5.05.01	Net Profit for the Period	0	0	0	298,164	0	298,164	-4,943	293,221
5.05.02	Other comprehensive income	0	0	0	0	81,179	81,179	1,691	82,870
5.05.02.03	Equity in comprehensive income of Associates	0	0	0	0	-10,100	-10,100	0	-10,100
5.05.02.04	Conversion adjustment for the period	0	0	0	0	91,279	91,279	1,691	92,970
5.07	Ending Balances	1,334,052	-25,142	803,899	232,389	498,008	2,843,206	52,527	2,895,733

Consolidated Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2020 to 09/30/2020**(Thousand Reais)**

Account Code	Account Description	Share Capital Paid-In	Capital Reserves, Granted Option and Treasury Shares	Profit Reserves	Accumulated Profit or Loss	Other Comprehensive Income	Shareholders' Equity Controllers	Participation of Non-Consolidated	Shareholders' Equity
5.01	Beginning Balances	1,334,052	-27,764	796,145	0	207,646	2,310,079	48,333	2,358,412
5.03	Adjusted Beginning Balances	1,334,052	-27,764	796,145	0	207,646	2,310,079	48,333	2,358,412
5.04	Capital Transactions with Partners	0	1,335	-53,848	-23,473	0	-75,986	0	-75,986
5.04.05	Treasury shares sold	0	1,335	0	0	0	1,335	0	1,335
5.04.06	Dividends	0	0	-53,848	0	0	-53,848	0	-53,848
5.04.07	Interest on equity	0	0	0	-23,473	0	-23,473	0	-23,473
5.05	Total Comprehensive Profit/Loss	0	0	0	-34,621	259,495	224,874	7,688	232,562
5.05.01	Net Profit for the Period	0	0	0	-34,621	0	-34,621	-10,783	-45,404
5.05.02	Other comprehensive income	0	0	0	0	259,495	259,495	18,471	277,966
5.05.02.03	Equity in comprehensive income of Associates	0	0	0	0	-277	-277	0	-277
5.05.02.04	Conversion adjustment for the period	0	0	0	0	259,772	259,772	18,471	278,243
5.07	Ending Balances	1,334,052	-26,429	742,297	-58,094	467,141	2,458,967	56,021	2,514,988

Consolidated Financial Statements / Value Added Statement**(Thousand Reais)**

Account Code	Account Description	Accumulated for the Fiscal Year 01/01/2021 to 09/30/2021	Accumulated for the Fiscal Year 01/01/2020 to 09/30/2020
7.01	Revenue	2,817,468	2,899,004
7.01.01	Sales of Goods, Products and Services	2,639,588	2,848,084
7.01.02	Other Revenues	190,688	57,522
7.01.04	Provision/Reversal of Doubtful Accounts	-12,808	-6,602
7.02	Inputs Purchased from Third Parties	-2,252,273	-2,211,672
7.02.01	Costs Products, Merchandise and Services Sold	-2,093,311	-1,878,503
7.02.02	Materials, energy, outsourced services and others	-207,138	-236,172
7.02.03	Loss/Recovery of Asset Values	48,176	-96,997
7.03	Gross value added	565,195	687,332
7.04	Retention	-78,178	-72,488
7.04.01	Depreciation, Amortization and Depletion	-78,178	-72,488
7.05	Net value added produced	487,017	614,844
7.06	Value Added received as transfer	414,628	409,468
7.06.01	Equity income	11,317	-59,041
7.06.02	Financial Revenue	403,311	468,509
7.07	Total value added to be distributed	901,645	1,024,312
7.08	Value Added Distribution	901,645	1,024,312
7.08.01	Personnel	383,579	493,950
7.08.01.01	Direct Remuneration	284,088	356,345
7.08.01.02	Benefits	66,349	91,964
7.08.01.03	F.G.T.S.	33,142	45,641
7.08.02	Taxes, Fees and	-19,788	-46,637
7.08.02.01	Contributions Federal	50,770	-15,849
7.08.02.02	State	-71,852	-32,120
7.08.02.03	Municipal	1,294	1,332
7.08.03	Remuneration of third-party capital	244,633	622,403
7.08.03.01	Interest	238,654	612,948
7.08.03.02	Rents	5,979	9,455
7.08.04	Remuneration of own party capital	293,221	-45,404
7.08.04.01	Interest on equity	65,775	23,473
7.08.04.03	Retained Profit/Loss of the Year	227,446	-68,877

Caxias do Sul, November 03, 2021 - Marcopolo S.A. (B3: POMO3; POMO4) publishes the results referring to the performance of the third quarter of 2021 (3T21). The financial statements are presented in accordance with accounting practices adopted in Brazil and with IFRS – *International Financial Reporting Standards*, established by IASB - *International Accounting Standards Board*.

HIGHLIGHTS OF THE 3rd QUARTER OF 2021

- ✿ **Total Production** of Marcopolo reached 2,210 units, 35.4% lower than 3Q20.
- ✿ **Net Revenue** totaled BRL 757.6 million, a reduction of 9.4% compared to 3Q20.
- ✿ **Gross Profit** reached BRL 72.0 million, with a margin of 9.5%.
- ✿ **EBITDA** was negative by 95.1 million, with a margin of 12.6%.
- ✿ **Net Profit** was BRL 107.1 million, with a margin of 14.1%.

(BRL million and percentage variation, unless otherwise indicated).

Selected Information	3T21	3T20	Var. %	9M21	9M20	Var. %
Net operating revenue	757.6	836.5	-9.4%	2415.3	2554.4	-5.4%
Revenues in Brazil	376.0	480.4	-21.7%	1284.9	1306.30	-1.6%
Brazil's export revenue	96.9	192.1	-49.6%	401.1	653.7	-38.6%
Revenue overseas	284.7	164.0	73.6%	729.3	594.3	22.7%
Gross Profit	72.0	136.7	-47.3%	233.1	417.2	-44.1%
EBITDA ⁽¹⁾	95.1	-23.8	-	259.1	119.0	117.7%
Net Profit	107.1	-57.4	-	293.2	-45.4	-
Profit per Share	0.114	-0.061	-	0.312	-0.036	-
Return on Invested Capital (ROIC) ⁽²⁾	7.4%	3.6%	3.8 pp	7.4%	3.6%	3.8 pp
Return on Equity (ROE) ⁽³⁾	16.8%	1.1%	15.7 pp	16.8%	1.1%	15.7 pp
Investments	19.7	35.6	-44.8%	82.2	108.8	-24.4%
Gross Margin	9.5%	16.3%	-6.8 pp	9.6%	16.3%	-6.7 pp
EBITDA Margin	12.6%	-2.8%	15.4 pp	10.7%	4.7%	6 pp
Net Margin	14.1%	-6.9%	21 pp	12.1%	-1.8%	13.9 pp
Balance Sheet Data	09/30/21	06/30/21	Var. %			
Net Worth	2,843.2	2682.5	6.0%			
Cash, cash equivalents and financial investments	1,250.9	1,140.7	9.7%			
Short-term financial liabilities	-636.6	-630.5	-1.0%			
Long-term financial liabilities	-1,710.2	-1524.5	-12.2%			
Net financial liabilities - Industrial Segment	-608.8	-544.9	-11.7%			

Notes: ⁽¹⁾ EBITDA = Earnings before interest, taxes, depreciation and amortization; ⁽²⁾ ROIC (Return on Invested Capital) = (Nopat of the last 12 months) / (customers + inventories + other receivables + investments + intangible - suppliers - other payables). Banco Moneo's effects on the assets and liabilities base were excluded from the calculation. ⁽³⁾ ROE (Return on Equity) = Net Revenue of the last 12 months / Initial Net Equity; pp = percentage points.

PERFORMANCE OF THE BRAZILIAN BUS SECTOR

In 3Q21, Brazilian bus production reached 2,941 units, a reduction of 35.9% compared to 3Q20.

a) Domestic Market. Domestic production totaled 2,267 units in 3Q21, 40.9% lower than 3,839 units produced in 3Q20.

b) Foreign Market. Exports totaled 674 units in 3Q21, 10.4% lower than the 752 units exported in 3Q20.

BRAZILIAN BUS PRODUCTION (in units)

PRODUCTS ⁽¹⁾	3T21			3T20			Var.
	MI	ME ⁽²⁾	TOTAL	MI	ME ⁽²⁾	TOTAL	%
Intercity	798	370	1168	884	251	1135	2.9%
Urban	1,145	246	1391	1746	473	2219	-37.3%
Micro	324	58	382	1209	28	1237	-69.1%
TOTAL	2,267	674	2941	3839	752	4591	-35.9%

PRODUCTS ⁽¹⁾	9M21			9M20			Var.
	MI	ME ⁽²⁾	TOTAL	MI	ME ⁽²⁾	TOTAL	%
Intercity	2,348	987	3335	2398	770	3168	5.3%
Urban	3,224	901	4125	5255	1573	6828	-39.6%
Micro	1,868	134	2002	2370	69	2439	-17.9%
TOTAL	7,440	2022	9462	10023	2412	12435	-23.9%

Sources: FABUS (Associação Nacional dos Fabricantes de Ônibus) and SIMEFRE (Sindicato Interestadual da Indústria de Materiais e Equipamentos Ferroviários e Rodoviários).

Notes: ⁽¹⁾ MI = Domestic Market; ME = Foreign Market, units produced for export; ⁽²⁾ Includes units exported in KD (dismantled).

OPERATIONAL AND FINANCIAL PERFORMANCE OF MARCOPOLO

Units recorded in Net Revenue

In 3Q21, 2,341 units were recorded in net revenue, 1,421 of which were invoiced in Brazil (60.7% of the total), 224 exported from Brazil (9.6%) and 696 abroad (29.7%).

OPERATIONS (in units)	3T21	3T20	Var. %	9M21	9M20	Var. %
BRAZIL:						
- Domestic Market	1,421	2613	-45.6%	5528	6624	-16.5%
- Foreign Market	247	508	-51.4%	1374	1680	-18.2%
SUBTOTAL	1,668	3121	-46.6%	6902	8304	-16.9%
Exported KD eliminations ⁽¹⁾	23	55	-58.2%	343	353	-2.8%
TOTAL IN BRAZIL	1,645	3066	-46.3%	6559	7951	-17.5%
OVERSEAS:						

CONSOLIDATED INFORMATION - 3Q21

- South Africa	74	36	105.6%	194	120	61.7%
- Australia	60	48	25.0%	196	217	-9.7%
- China	18	19	-5.3%	20	34	-41.2%
- Mexico	276	157	75.8%	696	647	7.6%
- Argentina	268	73	267.1%	510	101	405.0%
TOTAL OVERSEAS	696	333	109.0%	1616	1119	44.4%
GRAND TOTAL	2,341	3399	-31.1%	8175	9070	-9.9%

Note: ⁽¹⁾ KD (*Knock Down*) = Partially or fully disassembled bodies.

PRODUCTION

Marcopolo's consolidated production was 2,210 units in 3Q21. In Brazil, production reached 1,514 units, 50.6% lower than in 3Q20, while abroad production was 696, 94.4% higher than the units produced in the same period of the previous year.

The decrease in production in 3Q21 compared to 3Q20 is explained by the granting of collective vacation in the Company's units located in Brazil, lasting 20 days in the Caxias do Sul (RS) and 30 days in São Mateus (ES) plants. The volumes were also affected by the absence of production focused on the federal program Caminho da Escola. The highlight of the quarter was the increase in volumes produced in international operations.

Marcopolo's production data and its respective comparison with the previous year are presented in the following table:

MARCOPOLO - CONSOLIDATED GLOBAL PRODUCTION

OPERATIONS (in units)	3T21	3T20	Var. %	9M21	9M20	Var. %
BRAZIL: ⁽¹⁾						
- Domestic Market	1,291	2571	-49.8%	5603	6827	-17.9%
- Foreign Market	246	548	-55.1%	1323	1572	-15.8%
SUBTOTAL	1,537	3119	-50.7%	6926	8399	-17.5%
Exported KD eliminations ⁽²⁾	23	55	-58.2%	343	353	-2.8%
TOTAL IN BRAZIL	1,514	3064	-50.6%	6583	8046	-18.2%
OVERSEAS:						
- South Africa	74	58	27.6%	194	133	45.9%
- Australia	60	48	25.0%	196	217	-9.7%
- China	18	8	125.0%	20	34	-41.2%
- Mexico	276	171	61.4%	696	685	1.6%
- Argentina	268	73	267.1%	510	89	473.0%
TOTAL OVERSEAS	696	358	94.4%	1616	1158	39.6%
GRAND TOTAL	2,210	3422	-35.4%	8199	9204	-10.9%

CONSOLIDATED INFORMATION - 3Q21

UNCONSOLIDATED OPERATIONS (in units)	3T21	3T20	Var. %	9M21	9M20	Var. %
- Colombia (50%)	64	177	-63.8%	203	463	-56.2%
TOTAL AFFILIATES	64	177	-63.8%	203	463	-56.2%

Notes: ⁽¹⁾ Includes the production of the Volare model; ⁽²⁾ KD (*Knock Down*) = Partially or fully disassembled bodies; ⁽³⁾ Volume proportional to Marcopolo's participation in the respective companies.

MARCOPOLO - GLOBAL PRODUCTION CONSOLIDATED BY MODEL

PRODUCTS/MARKETS ⁽²⁾ (in units)	3T21			3T20		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Intercity	394	129	523	434	189	623
Urban	343	745	1088	1008	559	1567
Micro	81	29	110	660	23	683
SUBTOTAL	818	903	1721	2102	771	2873
Volares ⁽³⁾	473	39	512	469	95	564
TOTAL PRODUCTION	1,291	942	2233	2571	866	3437

PRODUCTS/MARKETS ⁽²⁾ (in units)	9M21			9M20		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Intercity	1,325	411	1736	1201	496	1697
Urban	1,137	2304	3441	2738	1641	4379
Micro	842	73	915	1371	52	1423
SUBTOTAL	3,304	2788	6092	5310	2189	7499
Volares ⁽³⁾	2,299	151	2450	1517	139	1656
TOTAL PRODUCTION	5,603	2939	8542	6827	2328	9155

Notes: ⁽¹⁾ The total production of ME includes the units exported in KD (partially or fully dismantled bodies); ⁽²⁾ MI = Domestic Market; ME = Foreign Market; ⁽³⁾ The production of Volares is not part of the data of SIMEFRE and FABUS, or the production of the sector.

MARCOPOLO - PRODUCTION IN BRAZIL

PRODUCTS/MARKETS ⁽²⁾ (in units)	3T21			3T20		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Intercity	394	105	499	434	150	584
Urban	343	75	418	1008	280	1288
Micro	81	27	108	660	23	683
SUBTOTAL	818	207	1025	2102	453	2555
Volares ⁽³⁾	473	39	512	469	95	564
TOTAL PRODUCTION	1,291	246	1537	2571	548	3119

PRODUCTS/MARKETS ⁽²⁾ (in units)	9M21			9M20		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Intercity	1,325	374	1699	1201	361	1562
Urban	1,137	727	1864	2738	1023	3761
Micro	842	73	915	1371	52	1423
SUBTOTAL	3,304	1174	4478	5310	1436	6746
Volares ⁽³⁾	2,299	149	2448	1517	136	1653
TOTAL PRODUCTION	5,603	1323	6926	6827	1572	8399

Note: See notes in the table Consolidated Global Production by Model.

PARTICIPATION IN THE BRAZILIAN MARKET

Marcopolo's market share in Brazilian bodywork production was 34.5% in 3Q21 compared to 55.7% in 3Q20.

The decrease in participation is explained by the granting of collective vacations in the units located in Brazil, with complete shutdown of production in these plants. The negative impact on market share should be partially offset in 4Q21, with accelerated production aimed at road and export, as well as by the return of volumes of the Caminho da Escola program.

PARTICIPATION IN BRAZILIAN PRODUCTION (%)

PRODUCTS	3T21	9M21	3T20	9M20
Intercity	42.7	50.9	51.5	49.3
Urban	30.1	45.2	58.0	55.1
Micro	28.3	45.7	55.2	58.3
TOTAL ⁽¹⁾	34.5	47.2	55.7	54.3

Source: FABUS and SIMEFRE

Note: ⁽¹⁾ Volare is not calculated for market share purposes.

NET REVENUE

Consolidated net revenue reached BRL 757.6 million in 3Q21, of which BRL 376.0 million, or 49.6% of the total, came from the domestic market, and BRL 381.6 million, representing the remaining 50.4%, from the foreign market.

In 3Q21, the increase in revenue in foreign markets directly reflects the better performance of international operations. All operations increased in the quarter, benefiting from the economic reopening and a weak basis of comparison with 3Q20.

The table and charts below present the net revenue opening by products and markets:

TOTAL CONSOLIDATED NET REVENUE

By Products and Markets (BRL Million)

PRODUCTS/MARKETS ⁽¹⁾	3T21			3T20		
	MI	ME	TOTAL	MI	ME	TOTAL
Intercity	97.7	86.9	184.6	131.9	117.1	248.9
Urban	68.3	270.3	338.6	124.0	156.5	280.5
Micro	14.8	7.1	21.9	65.9	4.7	70.7
Bodywork subtotal	180.8	364.3	545.1	321.8	278.3	600.2
Volares ⁽²⁾	159.4	12.7	172.1	139.2	52.8	192.0
Chassis	0.0	3.5	3.5	0.3	8.3	8.6
Bco. Moneo	21.2	0.0	21.2	9.4	-	9.4
Parts and Others	14.6	1.1	15.7	9.6	16.7	26.3
GRAND TOTAL	376.0	381.6	757.6	480.4	356.1	836.5

PRODUCTS/MARKETS ⁽¹⁾	9M21			9M20		
	MI	ME	TOTAL	MI	ME	TOTAL
Intercity	319.5	241.2	560.7	371.1	417.7	788.8
Urban	193.0	745.2	938.2	354.1	598.8	952.9
Micro	101.9	19.5	121.4	139.6	16.1	155.7
Bodywork subtotal	614.4	1005.9	1620.3	864.8	1032.6	1897.4
Volares ⁽²⁾	568.2	55.3	623.5	376.2	61.7	437.9
Chassis	0.7	12.4	13.1	4.6	98.6	103.2
Bco. Moneo	63.1	0.0	63.1	34.9	-	34.9
Parts and Others	38.4	56.8	95.2	25.9	55.1	81.0
GRAND TOTAL	1,284.8	1130.4	2415.3	1306.3	1248.1	2554.4

Notes: ⁽¹⁾ MI = Domestic Market; ME = Foreign Market, units exported and produced in international operations by subsidiaries; ⁽²⁾ Volare revenue includes chassis.

GROSS PROFIT AND MARGINS

Consolidated gross profit in 3Q21 reached BRL 72.0 million, with a margin of 9.5%, versus BRL 136.7 million and a margin of 16.3% in 3Q20. The gross margin was affected by new adjustments in the staff, by the lower volume of exports, by the greater representativeness of the revenue of the Volare segment and by the lighter *mix* of products, especially in the road segment with sales concentrated in chartering.

In 3Q21, the Company made dismissals seeking to adapt its staff to smaller volumes than expected. In a smaller number than the terminations made in 1Q21 and 2Q21, the impact on gross margin was BRL 7.1 million in the quarter. If we excluded this effect, the gross margin would have reached 10.2% in the quarter.

SELLING EXPENSES

Sales expenses totaled BRL 39.3 million in 3Q21, or 5.2% of net revenue, versus BRL 53.3 million in 3Q20, 6.4% on net revenue. The reduction, both in absolute and relative values, is explained by the lower representativeness of sales directed to the foreign market and the cost reduction efforts made in 2020.

GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses totaled BRL 51.4 million in 3Q21, or 6.8% of net revenue, while in 3Q20 these expenses totaled BRL 48.9 million, or 5.9% of net revenue. The growth in general and administrative expenses is explained by indemnity costs associated with framework adjustments made in 3Q21, as well as by the category's salary agreement, which occurred as of July 2021.

OTHER NET OPERATING REVENUE/EXPENSES

In 3Q21, BRL 90.3 million were accounted as "Other Net Operating Revenue" against BRL 42.8 million recognized as "Other Net Operating Revenue" in 3Q20.

The main positive impacts are represented by R\$ 67,6 million referring to the non-levy of Corporate Income Tax (IRPJ) and the Social Contribution on Net Income (CSLL) on the adjustment of tax overdue, according to the recent judgment of the Brazil's Supreme Court, and R\$33.5 million referring to the success of a lawsuit that discussed the non-levy of IRPJ and CSLL on the monetary restatement linked to financial investments.

In Other Net Operating Expenses, the main impact in the amount of BRL 13.5 million, refers to the complementation of labor provisions related to terminations made during the pandemic. The Company has adopted all the necessary measures to defend itself, reduce losses and mitigate future labor risks.

EQUITY EQUIVALENCE RESULT

The equity equivalence result in 3Q21 was negative BRL 0.4 million compared to negative BRL 41.4 million in 3Q20.

The main contributions were originated by the Canadian associate NFI Group Inc., which brought positive equity of BRL 1.3 million, and by the Colombian Superpolo, with BRL 2.4 million. On the other hand, the results of minority interests in affiliates in Argentina, Egypt and Brazil negatively impacted equity equivalence by BRL 3.6 million.

The equity equivalence result is presented in detail in Explanatory Note No. 11 to the Quarterly Information.

NET FINANCIAL RESULT

The net financial result of 3Q21 was positive in BRL 9.1 million, compared to negative BRL 23.9 million in 3Q20. The financial result was negatively impacted by BRL 27.5 million by the exchange rate variation generated by the devaluation of the Brazilian Real against the US dollar on the portfolio of orders in dollars. The Company performs the export exchange hedge at the time of confirmation of sales orders, ensuring the

business margin. As the products are delivered and invoiced, the Company captures the benefits of devaluation of the Real in its operating margins.

In addition, the financial result was benefited by BRL 22.0 million by the non-levy of IRPJ and CSLL on the adjustment of tax overdue and by BRL 19.9 million by the recognition of success in a lawsuit that discussed the non-levying of IRPJ and CSLL on the monetary restatement linked to financial investments.

The financial result is presented in detail in Explanatory Note No. 27.

EBITDA

EBITDA was positive by BRL 95.1 million in 3Q21, with a margin of 12.6%, versus a negative *EBITDA* of 23.8 million and margin of -2.8% in 3Q20.

EBITDA was negatively affected by the adjustments in the staff (BRL 9.6 million in 3Q21, considering the costs of terminating the administrative, commercial and industrial labor), the lower export revenue, the lighter *mix* aimed at buses with lower added value, and the impact of labor provisions. In general, the result was impacted due to the granting of collective vacations that reflected in lower volumes, billing and dilution of fixed costs. Also, *EBITDA* was positively impacted by BRL 101,1 million by the success in several tax lawsuits as described above.

The table below highlights the accounts that make up the *EBITDA*:

BRL million	3T21	3T20	9M21	9M20
Result before IR and CS	80.2	-73.7	345.6	-98.0
Financial Revenue	-138.4	-81.4	-403.3	-465.2
Financial Expenses	129.3	105.3	238.6	609.7
Depreciation / Amortization	24.0	25.9	78.2	72.5
EBITDA	95.1	-23.8	259.1	119.0

NET PROFIT

Consolidated net profit in 3Q21 was BRL 107.1 million, with a margin of 14.1%, against a net loss of BRL 57.4 million and a negative margin of 6.9% in 3Q20. The result was affected by the same effects reflected in *EBITDA* and the financial results. In addition, net profit was benefited by BRL 12.9 million in reversal of the provision for IRPJ and CSLL due to the success in discussion related to the non-levy of IRPJ and CSLL on the adjustment of tax overdue in complement to the impacts recognized in Other Net Operating Revenue and financial results.

FINANCIAL DEBT

Net financial debt totaled BRL 1,095.9 million on September 30, 2021 (BRL 1,014.3 million on June 30, 2021). BRL 480.7 million of this total came from the financial segment (Banco Moneo) and BRL 615.3 million from the industrial segment.

It should be noted that the debt from the financial segment comes from the consolidation of Banco Moneo's activities and should be analyzed separately, since it has

characteristics that are different from those of the Company's industrial activities. Banco Moneo's financial liabilities have as counterpart the "Customer" account in the Bank's Assets. The credit risk is properly provisioned. Since these are FINAME transfers, each disbursement from BNDES has an exact counterpart in the receivables account of Banco Moneo's customer, both in term and in rate.

On September 30, the net financial debt of the industrial segment represented 1.5 times *EBITDA* for the last 12 months.

CASH GENERATION

In 3Q21, operating activities generated of BRL 26.4 million, while investment activities, net of dividends and exchange variation, demanded BRL 18.7 million and financing activities aggregated BRL 87.6 million.

The initial cash balance of BRL 1,140.7 million at the end of June 2021, considering the unavailable financial investments and adding BRL 14.9 million of the difference between the exchange rate change and the change in accounts related to unavailable financial investments, amounted to BRL 1,250.9 million at the end of September 2021.

INVESTMENTS IN FIXED ASSETS

In 3Q21, Marcopolo invested BRL 19.7 million in its fixed assets, BRL 15.7 million of which was spent by the parent company and invested as follows: BRL 10.9 million in machinery and equipment, BRL 1.5 million in *hardware* and *software*, BRL 3.1 million in improvements, and BRL 0.2 million in other fixed assets. BRL 4.0 million was invested in the subsidiaries, BRL 1.6 million of which was invested in Volare Veículos (São Mateus), BRL 1.3 million in San Marino (Neobus), BRL 0.9 million in Marcopolo Argentina and BRL 0.2 million in the other units.

CAPITAL MARKET

In 3Q21, transactions with Marcopolo shares moved BRL 1,011.7 million. On September 30, the participation of foreign investors in Marcopolo's share capital amounted to 37.4% of the preferred shares and 24.7% of the total share capital. At the end of the period, the Company had 88,383 shareholders.

The following table shows the evolution of the main indicators related to the capitals market:

INDICATORS	3T21	3T20	9M21	9M20
Traded value (BRL million)	1,011.6	1800.8	4016.6	6657.9
Market value (BRL million) ⁽¹⁾⁽²⁾	2,755.5	2537.7	2755.5	2537.7
Existing shares	946.892.882	946.892.882	946.892.882	946.892.882
Equity value per share (BRL)	2.90	2.60	2.90	2.60
POMO4 quotation at the end of the period	2.91	2.68	2.91	2.68

Notes: ⁽¹⁾ Quotation of the last transaction of the Book-entry Preferred share (PE) period, multiplied by the total of the shares (OE+PE) existing in the same period; ⁽²⁾ Of this total 7,205,550 preferred shares were in treasury on 09/30/2021.

ANALYSIS & PERSPECTIVES

3Q21 was deeply affected by the granting of collective vacation in Brazil, started on August 23, lasting 20 days for the factories located in Caxias do Sul (RS) and 30 days for the São Mateus (ES) plant, due to the shortage of certain electronic components. The lack of inputs associated with the lack of volumes for the School Path and a shorter order portfolio, built in the most critical period of the pandemic – from March to June 2021 – created a challenging quarter, as already anticipated in the 2Q21 earnings release.

In the quarter, deliveries in Brazil focused on road dedicated to chartering, as well as micros of the Volare model. Concerns about the pandemic continued to require social distancing in public transport, with the use of double fleets to transport employees from their homes to their respective jobs. Both light and micro highways benefited from this additional demand, maintaining the good performance verified throughout the crisis. In urban areas, demand recovery still suffers from a lower number of users and lack of adequate compensation to operators for the restrictions imposed on public transport during the pandemic.

In 3Q21, the Company did not have deliveries associated with the federal Caminho da Escola program. The new auction has already taken place and the Company has qualified to supply, directly or indirectly (through a partnership with a chassis assembler) 3,900 units (2,500 micro and 1,400 Volares) of a total of 7,000 buses auctioned. The manufacturing of these vehicles has already started and the expectation is positive for 4Q21 and 1H22, considering the high volume of adhesions by the municipalities.

Exports continued to be affected by the pandemic, with purchase transfers or postponement of order closing for 4Q21 and 2022. In the annual comparison, the effect is even more adverse, considering that in 3Q20 the Company had a long portfolio of exports sold before the beginning of the pandemic, especially volumes directed to the African continent. In 3Q21, the second wave of Covid-19 had already affected all markets, affecting the confidence of customers and users. The paralysis of production also penalized deliveries, also affecting the domestic market and exports from Brazil. The main positive aspect remains the exchange rate, assisting in the Company's competitiveness.

International operations were the highlight of 3Q21, with sales growth in all operations based on weaker comparison bases and recovery of economic activity in several countries. Marcopolo Argentina maintained accelerated urban production delivering consistent results, with a bullish bias for 4Q21. In 3Q21, Marcopolo Australia achieved an important achievement for the supply of 341 units in Melbourne in the coming years, reinforcing a robust portfolio of orders for 4Q21 and 2022. The operation has also been standing out with the development of projects aimed at alternative propulsion. Marcopolo South Africa was able to reach the break-even point from the restructuring of the operation, also with positive prospects for the coming quarters. In Mexico, the sales *mix* continues to be concentrated in urban cities with lower added value, affecting the profitability of the operation, without sketching a relevant recovery in the short term. Marcopolo China shows a gradual resumption of sales, including the

opening of new markets, reducing its operating loss. Colombian associate Superpolo maintained positive results even with declining volumes, sustaining good prospects also for the next quarter.

The Company projects that 4Q21 will have a positive inflection in volumes, reflecting sales made in a period of a consistent fall in contagions and the reopening of cities, including tourism, longer trips, face-to-face work and classes in schools and universities. Heavy road buses appear again in the portfolio of orders in larger volumes, with sales stimulated by the successful launch of Generation 8, and the volumes of the Caminho da Escola ensure healthy production of micro and Volares in plants located in Brazil. Exports also show recovery, with the closing of important orders directed to the markets in Chile and the Africa.

The labor readjustment process, started in 2Q20, went through another step in 3Q21. The Company does not project new significant impact reductions in 4Q21 and started rehiring. Mechanisms such as *layoff* and collective vacation, used on a recurring basis since 1Q20, will not be used in 4Q21. Important initiatives such as plant optimization, restructuring of international operations and cost reductions, which have penalized the results since the beginning of the pandemic, are now starting to show the first results.

Even during the pandemic, the Company maintained strategic investments that allowed efficiency gains, quality and launch of innovative products, including the exploration of new modalities, such as rail transport. The challenge is renewed in a scenario of persistent increase in costs, but today Marcopolo is adjusted to more modest volumes.

The long-awaited resumption of volumes is already occurring in practice and several factors, such as the slowdown of orders derived from under-renovation between 2020 and 2021, the possible anticipation of purchases due to the motorization change in 2023, and the success related to the bidding for the Camino da Escola program, demonstrate the best timing for demand since the end of 2019. With the pandemic cooling down, the Company sees a suitable environment for a gradual recovery in volumes and results, and is confident about the prospects for 2022.

Marcopolo reinforces its leadership in the bodywork and bus market, leading to a post-pandemic recovery with responsibility and innovation, aware of the importance of mobility in the daily lives of millions of people. The Company remains committed to adding increased safety, comfort and technology to public land transport and its customers, giving its products the competitiveness necessary for users to choose the bus as the most sustainable alternative, environmentally, socially and economically.

The Management.

1 Operating context

Marcopolo S.A. Marcopolo S.A. ("Marcopolo") is a publicly held company, having its head office situated in Caxias do Sul, State of Rio Grande do Sul. The Company's individual and consolidated quarterly information for the period ended on September 30, 2021 encompass Marcopolo and its subsidiaries, jointly controlled entities and associates (referred to as "Company").

Marcopolo's core activity is the manufacturing and sale of buses, automotive vehicles, bodies, parts, agricultural and industrial machinery, and imports and exports, and may also acquire equity interests in other companies.

Marcopolo has its shares traded on B3 (Brasil, Bolsa, Balcão) under the acronyms "POMO3" and "POMO4" and is listed in the segment of corporate governance level 2.

2 Summary of the main accounting policies

The main accounting policies employed in the preparation of this quarterly financial information are defined below. These accounting policies have been applied consistently to all periods presented in this individual and consolidated quarterly information.

2.1 Preparation basis

(a) Declaration of compliance

The individual and consolidated quarterly financial information contained in the Quarterly Information Form (ITR) was prepared, and is being presented in accordance with CPC 21 (R1) - Interim Financial Reporting, issued by the Accounting Pronouncements Committee ("CPC") and in accordance with IAS 34 - *Interim Financial Reporting* issued by the *International Accounting Standards Board* ("IASB"), in a manner consistent with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of the Quarterly Information Form (ITR).

Company Management affirms that all material information related to the financial information and that alone is being demonstrated and that it corresponds to that used by it in its management.

(b) Measurement basis

The individual and consolidated quarterly information has been prepared based on historical cost as a value base, in the case of financial assets (including derivative instruments) it is adjusted to reflect the measurement at fair value according to Note 2.6.

(c) Use of estimates and judgments

The Management used judgment, estimates and assumptions in the preparation of this individual and consolidated quarterly information which affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results may differ from these estimates.

Estimates and assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

Information about judgments in applying accounting policies and uncertainties in the assumptions and estimates that pose a significant risk of an adjustment in the next financial year have been included in the following notes: Note 2.2 (a, ii) - Subsidiaries;

- Note 8 – Allowance for doubtful accounts;
- Note 14 (b) – Goodwill test for *impairment* verification;
- Note 18 – Allowance for civil, labor-related and tax risks;
- Note 20 – Deferred taxes.

(d) Value added statement

The Company prepared individual and consolidated Value Added Statements (DVA) in accordance with technical pronouncement CPC 09 - Value Added Statement, which are presented as an integral part of the quarterly information according to BR GAAP applicable to publicly held companies, while consisting of supplementary financial information under IFRS.

2.2 Consolidation basis

(a) Consolidated financial information

The following accounting policies are applied in the preparation of the consolidated quarterly information.

(i) Non-controlling shareholder equity interest

The Company elected to measure any non-controlling interest in the acquired entity according to the proportional interest in the liquid assets identifiable at the acquisition date.

Any changes in the Company's interest in a subsidiary which does not entail loss of control are recorded as shareholders' equity transactions.

(ii) Subsidiaries

Subsidiaries are all entities (including specific purpose entities) in which the Company has the power to determine the financial and operating policies, generally accompanied by an interest of more than half of the voting rights (voting share). The existence and the effect of possible voting rights currently exercisable or convertible are taken into account when evaluating whether the Company controls another entity. The subsidiaries are totally consolidated from the date on which the control is transferred to the Company. The consolidation is interrupted on the date when the control ends.

The Company uses the acquisition method of accounting to record the combination of businesses. The consideration transferred for the acquisition of a subsidiary is the fair value of transferred assets, liability incurred and equity instruments issued by the Company.

The transferred consideration includes the fair value of any assets or liabilities resulting from a contingent consideration agreement, when applicable. Costs related to acquisition are recorded in the statement of income for the period as incurred. Acquired assets identifiable, liabilities and the contingent liabilities assumed in a business combination are initially measured at fair values at the acquisition date.

Any excess consideration transferred and fair amount on the acquisition date of any prior equity interest in the acquired entity in relation to the fair value of the Company's interest in liquid identifiable liquid assets purchased is recorded as *goodwill*. In acquisitions where the Company assigns a fair value to non-controlling shareholders, the determination of goodwill also includes the amount of any non-controlling interest in the acquired entity, and goodwill is determined considering the interest of the Company and non-controlling shareholders. When the consideration transferred is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the statement of income for the period (Note 2.11).

(iii) Transactions eliminated in the consolidation

Intra-company balances and transactions, and any unrealized income or expenses arising from intra-company transactions, are eliminated. Unrealized gains arising from transactions with investees recorded by equity method are eliminated against the investment to the extent of the Company's interest in the investee. Unrealized losses are eliminated in the same manner as unrealized gains, but only to the extent that there is no evidence of impairment.

(iv) Investment in companies with joint businesses (joint venture - joint operation)

Joint businesses may be categorized as either a joint operation or a joint venture.

A joint operation is a joint business according to which the integral parts that have joint control of the business have rights over the assets, have obligations for the liabilities related to the business; and recognizes the assets, obligations, revenues and expenses that belong to it as a result of the joint operations.

A joint venture is a joint business that happens when an operator has rights over the liquid assets of the agreements and records the investment through the equity method.

(v) Loss of control

Upon loss of control, the Company ceases to recognize assets and liabilities of the subsidiary, any non-controlling interest and other components recorded in the shareholders' equity concerning this subsidiary. Any gain or loss originated from loss of control is recognized in profit or loss. If the Company retains any interest in the former subsidiary, this interest is measured by its fair value on the date when control is lost. Subsequently, this interest is recorded by using the equity method in associated companies or at cost fair value through profit or loss, depending on the retained influence level.

(vi) Associates

Associates are all entities over which the Company has a significant influence, but not control, usually together with an ownership interest of 20% to 50% of the voting rights.

Investments in associates are recorded through the equity method and are initially recognized at their cost value. The Company's investment in associates includes the goodwill identified in the acquisition, net of any accumulated *impairment* loss. See Note 2.11 regarding *impairment* of non-financial assets, including goodwill.

The Company's interest in the profits or losses of its associates post-acquisition is recognized in the income statement and its interest in the activity in post-acquisition reserves is recognized in the reserves. The post-acquisition cumulative transactions are adjusted against the investment's carrying amount. When the Company's interest in the losses of an associate is equal to or greater than its interest in that company, including any other accounts receivable, the Company does not recognize additional losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealized gains on transactions between the Company and its associates are eliminated in proportion to the Company's interest in the associates. Unrealized losses are also eliminated unless the transaction provides evidence of an *impairment* of the transferred asset. The accounting policies of the associates have been changed when required to ensure consistency with the policies adopted by the Company.

If the ownership interest in the associate is reduced but significant influence is retained, only a proportional part of the amounts previously recognized in other comprehensive income shall be reclassified in income or loss, where appropriate.

Gains and losses resulting from dilution occurring in interests in associates are recognized in the income statement.

(vii) Adjustment for inflation for hyperinflation – IAS 29 (CPC 42)

With cumulative inflation of more than 100% in the last three years in Argentina, the application of IAS 29 (CPC 42) – Accounting in a hyperinflationary economy – became required in 2018. According to the standard, non-monetary assets and liabilities, shareholders' equity and income statement of investees operating in highly inflationary economies are adjusted by the change in the general purchasing power of the currency, applying a general price index.

In the quarter, the Company carried out the adjustment for inflation in its subsidiary MP Argentina, its jointly owned Loma and its related Metalpar, headquartered in Argentina. Non-monetary assets and liabilities recorded at historical cost and shareholders' equity were adjusted for inflation. The impacts of the adjustment for inflation were recorded as equity valuation adjustment, in shareholders' equity, in the negative amount of BRL 10,100 on September 30, 2021 (negative of BRL 4,287 on December 31, 2020) and in the consolidated income statement in the positive amount of BRL 11,316 (positive of BRL 2,664 on December 31, 2020) in equity income.

2.3 Presentation of information per segments

Information by operating segment is reported consistently with the internal report provided to the main operating decision makers. The main operating decision maker, responsible for the allocation of funds and performance evaluation of the operating segment, is the Board of Directors, also responsible for the Company's strategic decision-making.

2.4 Functional currency and presentation currency

The consolidated quarterly information is being presented in Reals (BRL), which is Marcopolo's functional currency and the Company's reporting currency. All balances have been rounded to the nearest thousand, except when otherwise indicated.

Items included in each of the Company's businesses quarterly information are measured by using the currency of the main economy in which the company operates ("functional currency").

Each entity's functional currency is listed below:

Subsidiaries	Denomination	Functional Currency	Country
Apolo Soluções em Plásticos Ltda.	Apolo	Brazilian Reais	Brazil
Arcanjos Investimentos e Participações Ltda.	Arcanjos	Brazilian Reais	Brazil
Banco Moneo S.A.	Banco Moneo	Brazilian Reais	Brazil
Ciferal Indústria de Ônibus Ltda.	Ciferal	Brazilian Reais	Brazil
Ilmot International Corporation.	Ilmot	US Dollar	Uruguay
Marcopolo (Changzhou) Bus Manufacturing Co; Ltd.	MBC	Renminbi	China
Marcopolo Australia Holdings Pty Ltd.	MP Australia	Australian Dollar	Australia
Marcopolo Auto Components Co.	MAC	Renminbi	China
Marcopolo Canada Holdings Corp.	MP Canada	Canadian Dollar	Canada
Marcopolo International Corp.	MIC	US Dollar	Virgin Islands
Marcopolo Middle East and Africa FZE.	MP Middle East	Dirham	United Arab Emirates
Marcopolo Next Serviços em Mobilidade Ltda.	MP Next	Brazilian Reais	Brazil
Marcopolo South Africa Pty Ltd.	Masa	Rand	South Africa
Marcopolo Trading S.A.	Trading	Brazilian Reais	Brazil
Marcopolo Argentina S.A.	MP Argentina	Argentine Peso	Argentina
Moneo Investimentos S.A.	Moneo	Brazilian Reais	Brazil
Neobus Chile SPA.	Neobus Chile	Chilean Peso	Chile
NewRoad México S.A. de C.V.	NewRoad	Mexican Peso	Mexico
Polo Venture Participações Ltda.	Polo Venture	Brazilian Reais	Brazil
Pologren Austrália Pty Ltd.	Pologren	Australian Dollar	Australia
Polomex S.A. de C.V.	MP México	Mexican Peso	Mexico
Rotas do Sul Logística Ltda.	Rotas do Sul	Brazilian Reais	Brazil
San Marino Bus de México S.A. de C.V.	San Marino Mexico	Mexican Peso	Mexico
San Marino Ônibus Ltda.	San Marino	Brazilian Reais	Brazil

Syncroparts Comércio e Distribuição de Peças Ltda.	Syncroparts	Brazilian Reais	Brazil
Volare Comércio e Distribuição de Veículos e Peças Ltda.	Volare Comércio	Brazilian Reais	Brazil
Volare Veículos Ltda.	Volare Veículos	Brazilian Reais	Brazil
Volgren Austrália Pty Ltd.	Volgren	Australian Dollar	Australia

Jointly controlled entities	Denomination	Functional Currency	Country
Loma Hermosa S.A.	Loma	Argentine Peso	Argentina
Metalpar S.A.	Metalpar	Argentine Peso	Argentina
Superpolo S.A.	Superpolo	Colombian Peso	Colombia

Associates	Denomination	Functional Currency	Country
GB Polo Bus Manufacturing S.A.E.	GB Polo	Egyptian Pound	Egypt
Mercobus S.A.C.	Mercobus	Novo Sol	Peru
New Flyer Industries Inc.	New Flyer	US Dollar	Canada
Spheros Thermosystems Colombia Ltda.	Spheros Colombia	Colombian Peso	Colombia
Valeo Climatização do Brasil – Veículos Comerciais S.A.	Valeo	Brazilian Reais	Brazil
Valeo Thermal Commercial Vehicles México, SA CV	Valeo México	Mexican Peso	Mexico
WSul Espumas Indústria e Comércio Ltda.	WSul	Brazilian Reais	Brazil

2.5 Foreign currency

(a) Transactions in foreign currency

Transactions in foreign currency are converted into the respective functional currencies of the Company entities by the exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated and calculated in foreign currencies on the balance sheet date are reconverted to the functional currency at the exchange rate on that date. Non-monetary assets and liabilities that are measured at fair value in foreign currency are reconverted to the functional currency at the exchange rate on the date in which the fair value was determined. Non-monetary items that are measured based on historical cost in foreign currency are converted at the exchange rate on the transaction date. The differences in foreign currency resulting from this conversion are generally acknowledged in the income or loss.

However, exchange differences resulting from the re-conversion of the items listed below are recognized in other comprehensive income:

- financial instruments (except in the case of impairment in which foreign exchange differences recognized in other comprehensive income are transferred to profit or loss);
- financial liability designated as a *hedge* of the net investment in a foreign operation, to the extent that the *hedge* is effective; and
- a qualified and effective cash flow *hedge*.

(b) Overseas operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments resulting from the acquisition, are translated into the Brazilian Real at the exchange rates determined on the balance sheet date. Income and expenses from foreign operations are translated into the Brazilian real at the exchange rates determined on the dates of the transactions.

Foreign currency differences generated on translation into the reporting currency are recognized in other comprehensive income and accumulated in equity valuation adjustments in equity. If the subsidiary is not a wholly-owned subsidiary, the corresponding portion of the conversion difference is attributed to non-controlling shareholders.

When a foreign operation (a subsidiary, jointly controlled or associate) is transferred, the cumulative amount in the equity valuation adjustment account is reclassified to the income statement as part of profit or loss in the transfer. When only part of the investment of a subsidiary including a foreign operation is transferred, so that the control is maintained, the relevant part of such accumulated value is reassigned to the non-controlling interest. In any other partial transfer of a foreign transaction, the portion corresponding to the transfer is reclassified to profit or loss.

2.6 Financial instruments

The Company classifies financial assets and liabilities in the following categories: at *fair value through profit or loss* (FVTPL), at *fair value through other comprehensive income* (FVOCI) and at amortized cost.

2.6.1 Non-derivative financial assets and financial liabilities - recognition and derecognition

The Company initially recognizes loans and receivables and debt instruments on the date they were originated. All other financial assets and liabilities are recognized on the trade date, when the entity becomes a party to the instrument's contractual provisions.

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when the Company transfers the rights to receive the contractual cash flows from a financial asset in a transaction in which substantially all the risks and benefits of ownership of the financial asset are transferred. Any interest in such transferred financial assets that is created or retained by the Company is recognized as a separate asset or liability.

The Company derecognizes a financial liability when its contractual obligations are discharged, canceled or expire.

Financial assets and liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to offset the amounts and intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

2.6.2 Non-derivative financial assets - measurement

(a) Financial assets measured at the fair value through other comprehensive income

A debt instrument is measured at FVOCI only if it meets both conditions below:

- the asset is kept within a business model the purpose of which is achieve both through the collection of contractual cash flows and the sale of financial assets; and
- the contractual terms of the financial asset, on specific dates, originate cash flows representing payment of principal and interest on the outstanding principal amount.

(b) Financial assets measured at the amortized cost

A financial asset is measured at amortized cost if it meets both conditions below:

- the asset is kept within a business model for the purpose of collecting contractual cash flows; and
- the contractual terms of the financial asset, on specific dates, originate cash flows that are only payments of principal and interest on the outstanding principal amount.

All the other financial assets are classified as measured at the fair value through profit or loss.

Furthermore, upon initial recognition, the Company may irrevocably designate a financial assets meeting the requirements to be measured at amortized cost, FVOCI or even FVTPL. This designation has the purpose of eliminating or significantly reducing a possible accounting mismatch arising from the result produced by the respective asset.

2.6.3 Non-derivative financial assets - measurement

(a) **Financial liabilities measured at the fair value through profit or loss**

A financial liability is classified as measured at the fair value through profit or loss in case it is classified as kept for trade or designated as such upon initial recognition. The transaction costs are recognized in profit or loss as they are incurred. Financial liabilities measured at the fair value through profit or loss are measured at fair value and any changes in the fair value of these liabilities, including interest and dividend gains, are recognized in the profit or loss for the period.

(b) **Financial liabilities measured at the amortized cost**

Non-derivative financial liabilities are initially measured at fair value and, provided it is not an item measured at the fair value through profit or loss, increased by transaction costs directly attributable to its acquisition or issuance.

2.6.4 Repurchase and reissue of shares - Treasury Share

When shares recognized as shareholders' equity are repurchased, the amount of the consideration paid, which includes any directly attributable costs, is recognized as deduction from the shareholders' equity. The repurchased shares are classified as treasury share and stated as deduction from the shareholders' equity. When treasury share is subsequently sold or reissued, the amount received is recognized as an increase in shareholders' equity and the gain or loss resulting from the transaction is stated as capital reserve.

2.6.5 Reduction to the recoverable value - Impairment

(a) **Non-derivative financial assets**

The Company evaluates, on a prospective basis, the expected credit losses associated with debt securities recorded at amortized cost and at fair value through other comprehensive income. The applied *impairment* methodology depends on whether or not there has been a significant increase in credit risk.

For the trade accounts receivable, the Company applies the simplified approach as permitted by IFRS 9/CPC 48 and, therefore, recognizes the expected losses over the useful life from the initial recognition of the receivables.

(b) **Financial assets measured by the amortized cost**

The Company considers evidence of loss of value of assets measured at amortized cost at both on an individual and on a collective level. All the individually significant assets are evaluated for impairment loss. Those that have not suffered loss of value individually are then evaluated collectively for any loss of value that may have happened but not yet been identified. Assets that are not individually significant are evaluated collectively for loss of value based on a group of assets with similar risk characteristics.

When evaluating impairment loss collectively, the Company uses historical trends for recovery periods and lost amounts incurred, adjusted to reflect the Management's judgment on whether the current economic and credit conditions are such that the actual losses will likely be greater or smaller than those suggested by the historical trends.

Impairment loss is computed as the difference between the carrying amount and the present value of future estimated cash flows, discounted at the asset's original effective interest rate. The losses are recognized in profit or loss and reflected in an allowance account. When the Company considers that there are no reasonable prospects of recovery, the amounts are reversed. When a subsequent event indicates a reduction in the loss of value, the reduction through loss of value is reversed by means of profit or loss.

(c) Investees accounted for under the equity method

An impairment loss concerning an investee appraised by the equity method is measured by comparing the investment's recoverable value against its carrying amount. An impairment loss is recognized in profit or loss and it is reversed if there has been any favorable change in the estimates used to determine the recoverable value.

(d) Non-financial assets

The carrying amount of the Company's non-financial assets, other than inventory, income tax and active deferred social contribution, are reviewed at each reporting date to check whether there is any indication of impairment loss. If such indication is found, then the asset's recoverable amount is estimated. In case of goodwill and intangible assets with undefined useful lives, the recoverable amount is tested annually.

Impairment losses are recognized in profit or loss. Recognized impairments relating to the Cash Generating Units (CGUs) are initially allocated to reduce any goodwill allocated to this CGU (or CGU group), and then to reduce the carrying amount of other CGU assets (or CGU group) on a *pro rata* basis.

An impairment related to goodwill is not reversed. As for other assets, impairment losses are reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, in case the loss of value had not been recognized.

2.7 Derivatives measured at fair value through profit or loss

Derivative instruments procured do not qualify for *hedge* accounting. The changes in the fair value of any of these derivative instruments are immediately recognized in the income statement under "financial revenue (expenses)".

2.8 Accounts receivable from customers

Accounts receivable are amounts due from customers for merchandise sold or services performed in the ordinary course of the Company's business. If the deadline for receipt is equivalent to a year or less (or another that meets the normal cycle of the Company's operations), accounts receivable are classified in the current assets. Otherwise, they are presented as noncurrent assets.

Accounts receivable are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method, less the allowance for *impairment*.

2.9 Inventory

Inventories are measured at the lower between cost and net realizable value. The cost of inventories is based on the average cost principle and includes expenses incurred in the purchase of inventories, production, transformation and other costs incurred to bring them to their places and existing conditions. In the case of manufactured inventories and products in progress, the cost includes a portion of the manufacturing overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the ordinary course of business, minus estimated costs of completion and selling expenses.

2.10 Property, Plant and Equipment

Recognition and measurement

Property, plant and equipment are measured at the historical cost of purchase of construction minus accumulated depreciation and accumulated (*impairment*) losses.

The cost includes expenses that are directly attributable to the purchase of an asset. Cost of assets built by the Company itself includes:

- Cost of materials and direct labor;
- Any other costs to place the asset in the necessary site and condition for it to operate as intended by the Management;
- Costs for disassembly and restoration of the site where such assets are located; and
- Loan costs on qualifiable assets.

When parts of an item of property, plant and equipment have different useful lives, they are recorded as separate items (major components) of property, plant and equipment.

Any gains and losses on the disposal of an item of property, plant and equipment are recognized in profit or loss.

Reclassification for investment property

When the property use changes from occupied by the owner to investment property, it is reclassified as investment property. The Company measures its investment properties using the cost method, recognizing depreciation over its useful life.

Subsequent losses

Subsequent expenses are capitalized to the extent that it is likely that future benefits associated to the expenses will be derived by the Company. Recurring maintenance and repair expenses are recorded in profit or loss.

Depreciation

Items of property, plant and equipment are depreciated by the straight-line method in the statement of income for the period based on the estimated economic useful life of each component. Leased assets are depreciated for the shorter period between the estimated useful life of the asset and the term of the agreement, unless it is reasonably certain that the Company will obtain ownership of the asset at the end of the lease term. Land is not depreciated.

Property, plant and equipment items are depreciated from the date they are installed and available for use or, in respect of assets built internally, from the date when the construction is completed and the asset is available for use.

The estimated useful lives for the current and comparative period are as follows:

	<u>Years</u>
Buildings	40-60
Machines	10-15
Vehicles	7-8
Furniture, fixtures and equipment	5-12

The depreciation methods, the useful lives and the residual values are reviewed at each balance sheet date and adjusted if appropriate.

2.11 Intangible assets and goodwill

(a) Goodwill

Goodwill consists of the positive difference between the amount paid or payable and the net amount of the acquired entity's assets and liabilities at fair value. Goodwill on acquisitions of subsidiaries is recorded as an "intangible asset." If the acquirer determines negative goodwill, it should record the amount as gain in profit or loss at period, on the date of acquisition. Goodwill is tested annually to check for likely *impairment* and recorded at cost minus accumulated *impairment* losses, which are not reversed. Gains and losses on the disposal of an entity include the carrying amount of goodwill related to the entity sold.

(b) Trademarks and licenses

Trademarks and licenses purchased separately are stated at historical cost. Trademarks and licenses acquired in a business combination are recognized at fair value at the date of acquisition, since they have a defined useful life and are accounted for at cost less accumulated amortization. Amortization is calculated using the straight-line method to allocate the cost of trademarks and licenses during their estimated useful life from 10 to 20 years.

(c) Software

The *software* licenses purchased are capitalized based on costs incurred to purchase the *software* and get it ready for use. These costs are amortized over their useful life of up to 5 years.

The costs associated with maintaining *software* are recognized as an expense, as incurred. Development costs directly attributable to the design and tests of identifiable and exclusive *software* products, controlled by the Company are recognized as intangible assets when the following criteria are met:

- . it is technically feasible to complete the *software* so it is available for use;
- . management intends to complete the *software* and use it or sell it;
- . the *software* can be sold or used;
- . the *software* will likely generate future and demonstrable economic benefits;
- . . . technical, financial and other suitable resources are available to complete the development for the use or sale of the *software*; and
- . the expense attributable to the *software* during the development thereof can be measured safely.

Other development expenses that do not meet these criteria are recognized as expenses as incurred. Development costs previously recognized as an expense are not recognized as an asset in a subsequent period.

(d) Research and Development

Expenses on research activities are recognized in the income statement as incurred.

Development costs are capitalized only if development costs can be measured reliably, if the product or process is technically and commercially viable, if the future economic benefits are probable, and if the Company has the intention and resources sufficient to complete the development and use or sell the asset. Capitalized expenditures include the cost of materials, direct labor, manufacturing costs that are directly attributable to the preparation of the asset for its proposed use, and borrowing costs. Other development expenses are recognized in the income statement as incurred.

After initial recognition, capitalized development expenses are measured at cost, less accumulated amortization and impairments.

(e) Other intangible assets

Other intangible assets that are acquired by the Company and have finite useful lives are measured at cost, less accumulated amortization and any accumulated impairment losses.

(f) Subsequent expenses

Subsequent expenses are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate. All other expenses, including expenses on goodwill generated internally and brands, are recognized in profit or loss as they are incurred.

(g) Amortization

Except for goodwill, amortization is recognized in profit or loss by the straight-line method considering the estimated useful lives of intangible assets, as of the date they are available for use.

2.12 Investment Property

Investment property is measured at the historical cost of purchase of construction minus accumulated depreciation and accumulated (*impairment*) losses.

Gains and losses in the transfer of investment property (calculated by the difference between the net amount received from the sale and the item's carrying amount) are recognized in profit or loss. When investment property previously recognized as property, plant and equipment is sold, any amount recognized in equity valuation adjustment is transferred to accumulated profit.

2.13 Accounts payable to suppliers

Accounts payable to suppliers are obligations to pay for goods or services that were purchased from suppliers in the ordinary course of business, being classified as current liabilities if the payment is due within one year or less (or within the normal business operating cycle, even if it is longer). Otherwise, the accounts payable are presented as non-current liabilities.

They are initially recognized at fair value and subsequently measured at amortized cost using the effective interest rate method. In practice, they are usually recognized at the amount of the corresponding invoice.

2.14 Loans and Financing

Loans are initially recognized at fair value, net of transaction costs incurred and are subsequently stated at the amortized cost. Any difference between the amounts raised (net of transaction costs) and the redemption value is recognized in the income statement while the loans are in progress, using the effective interest rate method.

Loans are classified as current liabilities, unless the Company has some unconditional right to defer the liability liquidation for at least 12 months after the balance sheet date.

2.15 Determining the adjustment to present value

Items subject to discount to present value are:

- Trade accounts receivable comprised of the forward sale to customers of the Company with low credit risk. The discount rate used by Management for the discount to present value for these items is 100% of the monthly CDI for domestic market customers and the market rate of the advance of foreign exchange contract for foreign market customers. The interest rate charged in a sales transaction is determined at the time of the initial registration of the transaction and is not adjusted subsequently; and
- Accounts payable to suppliers comprised of forward purchases from suppliers of the Company. The Company performed a calculation of the present value using the same assumptions used for accounts receivable.

2.16 Allowances

An allowance is recognized on the basis of a past event if the Company has a legal or constructive obligation that may be estimated reliably and it is likely that economic funds are required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and specific risks for the liability. Any financial costs incurred are recorded in profit or loss.

2.17 Provision for warranties

An allowance for warranties is recognized when the products or services are sold. The allowance is based on historical warranty data and by weighting all the possible results in respect of the associated probabilities.

2.18 Income tax and social contribution

The Income and Social Contribution Taxes for the period, both current and deferred, are computed based on the rates of 15% plus a surcharge of 10% on taxable income in excess of BRL 180 within the income tax period and 9% on taxable income for social contribution on net profit within the period, considering the offsetting of tax losses and negative basis of social contribution limited to 30% of the taxable income.

The income tax and social contribution expense encompasses both current and deferred income tax. Current tax and deferred tax are recognized in profit or loss unless they refer to a combination of businesses or items directly recognized in shareholders' equity or other comprehensive income.

The Company applies technical interpretation IFRIC 23/ICPC 22, which deals with the accounting of taxes on profit when there is uncertainty about the acceptability of certain tax treatment. If the organization concludes that the tax authority is not likely to accept uncertain tax treatment, the entity reflects the effect of uncertainty in determining taxable income.

(a) Income tax and social contribution expenses - current

Current tax expense is the estimated tax payable or receivable on the taxable income or loss for the period and any adjustment to tax payable in respect of previous years. The amount of current tax payable or receivable is recognized in the balance sheet as tax assets or liabilities by the best estimate of the expected value of taxes to be paid or received, reflecting the uncertainties inherent to the determination thereof, if any. It is measured based on the tax rates that have been decreed on the balance sheet date.

Current tax assets and liabilities are offset only if certain criteria are met.

(b) Income tax and social contribution expenses - deferred

Deferred tax assets and liabilities are recognized in relation to temporary differences between the carrying amount of assets and liabilities for financial information purposes and those used for taxation purposes. The changes in deferred tax assets and liabilities in the period are recognized as a deferred income and social contribution tax expense. Deferred tax is not recognized for:

- temporary differences on the initial recognition of assets and liabilities in a transaction that is not a business combination and does not affect neither taxable profit or loss or net profit;
- temporary differences related to investments in subsidiaries, associates and joint ventures, to the extent that the Company is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not be reversed in the foreseeable future; and
- temporary taxable differences arising from the initial recognition of goodwill.

A deferred tax asset is recognized in respect of tax losses and deductible temporary differences not used, to the extent that it is probable that future taxable profits will be available against which they will be used. Deferred tax assets are reviewed at each balance sheet date and are reduced to the extent that their realization is no longer likely.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to be applied to the temporary differences when they are reversed, based on the tax rates that have been enacted up to the balance sheet date.

The measurement of deferred tax assets and liabilities reflects the tax consequences arising from the manner in which the Company expects to recover or settle its assets and liabilities.

Deferred tax assets and liabilities are offset only if certain criteria are met.

2.19 Pension and post-employment benefits

The Company recognizes its obligations related to employee benefit plans and related costs, net of plan assets, in accordance with the following practices:

- (i) The cost of pension and other post-employment benefits provided to employees is actuarially determined using the projected unit credit method and the Management's best estimate of expected investment performance for fund plans, salary increases, retirement age of employees and expected health care costs. The discount rate used to determine the obligation for future benefits is an estimate of the current interest rate at the balance sheet date;
- (ii) Pension plan assets are evaluated at the market value;
- (iii) Past service costs arising from plan adjustments are amortized on a straight-line basis over the remaining service period of active employees at the adjustment date;
- (iv) Actuarial gains and losses are immediately recognized in the comprehensive income for the period;
- (v) Plan reductions result from significant changes in the expected length of service of active employees. A net loss is recognized with reduction when the event is probable and can be estimated, while the net gain with reduction is deferred until its realization.

In accounting for pension and post-employment benefits, various statistics and other factors are used in an attempt to anticipate future events in the calculation of the expense and the obligation related to the plans.

These factors include assumptions about discount rate, expected return on plan assets, future increases in cost with health care, and rate of future compensation increases.

In addition, actuarial consultants also use subjective factors such as termination, turnover and mortality rates to estimate these factors. The actuarial assumptions used by the Company may be materially different from actual results due to changes in economic and market conditions, regulatory events, court decisions, higher or lower termination rates or shorter or longer periods of life of participants.

2.20 Share Capital

Common shares

They are classified as shareholders' equity. Additional costs directly attributable to the issuance of shares and options are recognized as a deduction from shareholders' equity, net of any tax effects.

Preferred Shares

They are classified in shareholders' equity if they are not redeemable, or redeemable only at the option of the Company, and any dividends are discretionary. Discretionary dividends are recognized as distributions in shareholders' equity on the date of their approval by the Company's shareholders. According to the Company's bylaws, the preferred shares differ from the common ones by the priority of repayment in the capital.

The distribution of minimum dividends and interest on shareholders' equity to Marcopolo's shareholders is recognized as a liability in the Company's financial statements at the end of the year, based on Marcopolo's articles of incorporation. Any amount in excess of the mandatory minimum is only provisioned for on the date it is approved by the shareholders at the annual general meeting.

2.21 Revenue recognition

The operating revenue is recognized when the performance obligation is fulfilled, considering the following control transfer indicators: (i) the entity has a present right to pay for the asset; (ii) the client has legal ownership of the asset; (iii) the entity transferred the physical ownership of the asset; (iv) the customer has the significant risks and benefits of ownership of the asset; and (v) the customer accepted the asset. Revenue is measured net of returns, trade discounts and bonuses, as well as after elimination of intercompany sales.

(a) Bus sales

Revenue is not recognized until: (i) the cars have been delivered to the customer; (ii) the risks of obsolescence and loss have been transferred to the customer; (iii) the client has accepted the cars in accordance with the sales contract; and (iv) the acceptance provisions have been agreed, or the Company has objective evidence that all criteria for acceptance have been met.

Sales are recorded based on the price specified in the sales contracts, and are discounted to the present value.

(b) Financial services

We carry out financial intermediation operations through the subsidiary Banco Moneo, having as main objective the realization of financing for the acquisition of goods and services, aiming at serving the Company's customers. This income is recognized on an accrual basis and accounted for in revenue accounts, based on the effective interest rate and pro rata interest method for operations due up to the 59th day. After 60 days of delay, they are kept in revenues to be appropriated and recognized upon receipt of the amounts.

2.22 Financial income and financial expenses

The Company's financial income and expenses comprise:

- revenue and interest expense;
- net gains/losses on disposal of available-for-sale financial assets;
- net gains/losses on financial assets measured at fair value through profit or loss;
- net gains/losses from exchange rate change on financial assets and liabilities;
- impairment of fair value in contingent consideration classified as financial liabilities;
- impairment on financial assets (other than accounts receivable);
- net gains/losses in *hedge* instruments recognized in profit or loss; and
- reclassifications of net gains previously recognized in other comprehensive income.

Interest income and expense are recognized in the result using the effective interest method.

The Company classifies both the dividends and the interest on shareholders' equity received as cash flows from investing activities.

3 Critical accounting estimates and judgments

The estimates and accounting premises are continuously evaluated and based on historic experience and other factors, including expectations for future events that are considered reasonable for the circumstances.

Based on assumptions, the Company makes estimates concerning the future. By definition, the resulting accounting estimates will rarely be the same as their actual results. The estimates and assumptions that pose a significant risk, with the likelihood of causing a material adjustment to the carrying amount of assets and liabilities for the next year, are addressed below.

(a) Estimated loss (*impairment*) of goodwill

The Company is testing goodwill for *impairment* annually, in accordance with the accounting policy presented in Note 2.11. The recoverable amounts of CGUs were determined based on calculations of the value in use, based on estimates.

(b) Income tax, social contributions and other taxes

The Company is subject to income tax in all countries in which it operates. A significant judgment is required to determine the allowance for income taxes in these various countries.

(c) Allowance for doubtful accounts

The credit analysis area of the Company evaluates and judges the credit quality of the customer, taking into account their financial position, the guarantees offered and past experiences, periodically revisiting the balances.

(d) Contingencies

The Company has labor, civil and tax lawsuits and has been discussing these issues both at the administrative and judicial levels. The allowances for possible losses arising from these lawsuits are estimated and updated by Management, based on the opinion of its external and internal legal advisors.

4 Financial risk management

4.1 Risk Factors

(a) Market risk

(i) Foreign exchange risk

The Company's results are susceptible to variations, since its assets and liabilities are linked to the volatility of the exchange rate, mainly the US dollar.

As a strategy to prevent and reduce the effects of exchange rate fluctuation, the Management has adopted the policy of using natural *hedges* with the maintenance of related assets also susceptible to exchange variance.

As of September 30, 2021, and December 31, 2020, the Company had assets, liabilities and *forwards* denominated in foreign currency in the following amounts (in thousands of Brazilian Reais):

Consolidated				
09/30/21				
	Accounts receivable	Suppliers	Loans	Forwards
Currency				
Dirham	451	310	-	-
US Dollar	165,215	9,495	995,417	146,767
Australian Dollar	41,813	26,658	156,832	-
Argentine Peso	31,342	30,996	36,903	-
South African Rand	19,573	7,912	1,310	-
Chinese Renminbis	8,062	3,741	25,813	844
Mexican Peso	52,463	61,163	-	-
Euro	-	-	-	156
Singapore Dollar	-	-	-	1,230
Swiss Franc	-	-	-	1,244
	<u>318,919</u>	<u>140,275</u>	<u>1,216,275</u>	<u>150,241</u>
Consolidated				
12/31/20				
	Accounts receivable	Suppliers	Loans	Forwards
Currency				
Dirham	431	943	-	-
US Dollar	243,565	12,481	752,842	266,466
Australian Dollar	71,172	31,859	166,185	9,065
Argentine Peso	54,449	13,913	16,034	-
Chilean Peso	-	1,828	-	-
South African Rand	14,690	3,576	9,069	7,430
Chinese Renminbis	6,526	1,535	53,390	-
Mexican Peso	26,209	30,589	-	-
Euro	-	-	-	4,357
	<u>417,042</u>	<u>96,724</u>	<u>997,520</u>	<u>287,318</u>

(ii) Interest rate risk

The Company's results are susceptible to losses due to fluctuations in interest rates that increase financial expenses related to loans and financing raised in the market, or decrease financial income related to financial investments. The Company continuously monitors the market interest rates in order to assess any requirement to contract new transactions to protect itself against the volatility risk of these rates.

(iii) Sale and purchase price risk

Considering that exports are equivalent to 40.2% of the projected revenues for 2021, a possible volatility of foreign exchange rates represents, in fact, a price risk that may alter the results planned by the Management.

On the other hand, the purchases of raw materials considered as commodities amount to approximately 22% of total purchases, and accordingly, the Company is subject to the effects of market price oscillations of these items.

To mitigate these risks, the Company continuously monitors price developments.

(b) **Credit risk**

Credit risk is managed corporately. Credit risk arises from cash and cash equivalents, derivative financial instruments, deposits at banks and financial institutions, as well as credit exposures to customers, including outstanding accounts receivable and committed transactions. If there is no independent rating, the credit analysis area evaluates the credit quality of the customer, taking into account their financial position, past experience and other factors. The individual risk limits are determined based on internal or external ratings or according to the limits established by the Board of Directors. The utilization of credit limits is monitored on a regular basis.

The Company also has an allowance for doubtful accounts in the amount of BRL 39,600 (parent company) and BRL 138,414 (consolidated) as of September 30, 2021 (BRL 37,354 and BRL 147,220 as of December 31, 2020) 12.7% and 10.7%, respectively, of the balance of trade accounts receivable of the parent company and the outstanding consolidated (8.8% and 9.4% as of December 31, 2020), which was set up against credit risk.

(c) **Liquidity risk**

It is the risk that the Company may not have sufficient net funds to honor its financial commitments, as a result of the mismatch of term or volume between expected receipts and payments.

Future receipt and payment premises are established to manage cash liquidity in domestic and foreign currency, which are monitored on a daily basis by the Treasury Department.

Consolidated					
09/30/21					
Contractual cash flow					
	Carrying Amount	Total	Between one and two years	Between two and five years	Over five years
Non-derivative financial liabilities					
Loans and Financing	2,345,884	2,496,290	663,197	1,651,302	181,791
Lease obligations	58,940	58,940	34,411	18,188	6,341
Suppliers	348,097	348,097	348,097	-	-
Derivative financial liabilities					
Derivative financial instruments	968	968	968	-	-

Consolidated					
12/31/20					
Contractual cash flow					
	Carrying Amount	Total	Between one and two years	Between two and five years	Over five years
Non-derivative financial liabilities					
Loans and Financing	2,025,062	2,244,671	753,561	1,300,813	190,297
Lease obligations	70,968	70,968	36,696	21,415	12,857
Suppliers	358,825	358,825	358,825	-	-
Derivative financial liabilities					
Derivative financial instruments	5,723	5,723	5,723	-	-

(d) **Sensitivity analysis**

The following table shows the sensitivity analysis of the financial instruments, which describes the risks that may cause material variations for the Company, with a more probable scenario (scenario I), according to an evaluation carried out by Management, considering a 12-month horizon when the next financial statements should be disclosed. Two more scenarios are presented which, if occurring, may generate adverse results for the Company, scenario II considering a possible deterioration of 25%; and scenario III, a deterioration of 50%.

<u>Premises</u>	<u>Effects of accounts on net income</u>	<u>Probable scenario (Scenario I)</u>	<u>(Scenario II)</u>	<u>(Scenario III)</u>
CDI - %		6.25	7.81	9.38
TJLP - %		5.32	6.65	7.98
Exchange Rate - USD		5.25	6.56	7.87
Exchange rate - Euro		6.29	7.87	9.45
LIBOR - %		0.15	0.20	0.24
ACC cost discount - %		2.10	2.62	3.15
	Financial investments	58,904	66,500	88,366
	Inter-financial relations	91,438	97,580	103,721
	Loans and Financing	(99,877)	(204,335)	(310,902)
	Forwards	(2,799)	22,979	52,204
	Accounts receivable subtracted from accounts payable	(7,904)	47,044	101,992
	Gain/(Loss)	<u>39,762</u>	<u>29,768</u>	<u>35,381</u>

4.2 Capital management

The Company's objective in managing capital is to safeguard the ability of its operational continuity, to guarantee return to shareholders, maintaining an optimized capital structure to reduce capital costs.

Seeking the sustainability and perpetuation of its business, in addition to social and environmental aspects, the Company places emphasis on the economic and financial results, which result in added value to the business and return to shareholders. In order to monitor the performance, the methodology known as Value-added Management was adopted in 2001, which focuses on operational actions which result in superior financial performance. The staff received training under this program on the development and use of measurement and control tools to accomplish targets, thus enabling the simulation and analysis of efficiency in the management of working capital and the effects of new investments on the Company's profitability. Simultaneously, Marcopolo adopted the concepts of BSC (*Balanced Score Card*) which translates each unit's strategy into objectives, drivers, targets and action plans, which are frequently monitored and managed. The tools related to the objectives are: WACC (*Weighted Average Cost of Capital*), Net Debt/EBITDA (*Earnings Before Interest, Taxes, Depreciation and Amortization*) and Debt/Shareholders' Equity Ratio. In recent years, these key indicators have been:

WACC - between 8% and 12% p.a.

Net Debt/EBITDA - between 0.90x and 2.50x

Debt/net equity ratio - between 15% and 80%

The financial leverage indexes as of September 30, 2021 and December 31, 2020 have been summarized below (Note 30):

	<u>Consolidated</u>		<u>Industrial Segment</u>		<u>Financial Segment (*)</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Total loans	2,345,884	2,025,062	1,839,707	1,449,439	506,177	575,623
Derivative financial instruments	968	5,723	968	5,723	-	-
Less: cash and cash equivalents	(1,174,773)	(1,040,931)	(1,149,252)	(989,248)	(25,521)	(51,683)
Less: financial investments	-	-	-	-	-	-
Less: derivative financial instruments	(3,522)	(2,641)	(3,522)	(2,641)	-	-
Net debt (A)	<u>1,168,557</u>	<u>987,213</u>	<u>687,901</u>	<u>463,273</u>	<u>480,656</u>	<u>523,940</u>
Total net equity (B)	<u>2,895,733</u>	<u>2,607,996</u>	<u>2,661,807</u>	<u>2,380,060</u>	<u>233,926</u>	<u>227,936</u>

Financial leverage ratio - % (A/B) 40 38 26 19 205 230

(*) Banco Moneo maintains equity compatible with the degree of risk of the structure of its assets, according to Resolution 2.099/94 of the National Monetary Council and complementary legislation.

4.3 Estimated fair value

It is assumed that the balances of accounts receivable from customers and accounts payable to suppliers at their carrying amount, less *impairment*, are close to their fair values. The fair value of financial liabilities for reporting purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.

The Company applies CPC 40/IFRS 7 to financial instruments measured in the balance sheet at fair value, which requires disclosure of fair value measurements by the level of the following measurement hierarchy at fair value:

- Quoted prices (unadjusted) on active markets for identical assets and liabilities (level 1);
- Information other than quoted prices included within level 1 that is adopted by the market for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2); and
- Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

The following table presents the Company's assets and liabilities that are measured at fair value on September 30, 2021 and December 31, 2020 which were fully classified in level 2:

	<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>
Assets		
Financial assets at fair value through profit or loss		
- Derivatives for trading	<u>3,522</u>	<u>2,641</u>
	<u>3,522</u>	<u>2,641</u>
Liabilities		
Financial liabilities at fair value through profit or loss		
- Derivatives for trading	<u>968</u>	<u>5,723</u>
	<u>968</u>	<u>5,723</u>

4.4 Other risk factors

The Company, at the initiative of the Board of Directors, may carry out internal evaluation procedures whenever external or internal factors indicate the possibility that misstatements in the quarterly data may have occurred. Such procedures are performed independently, with or without the support of external experts, and their results are reported to the Board of Directors.

5 Financial instruments by category

(a) Financial assets measured at fair value through profit or loss

- (i) Derivatives - The derivative instruments obtained by the Company are intended to protect its portfolio ordering operations and exposure to fluctuations risks in exchange rates and interest rates, and are not used for speculative purposes.

(b) Financial assets measured at the amortized cost

- (i) Cash and cash equivalents - Checking account balances held at banks have their market values similar to the accounting balances, considering their characteristics and maturities;
- (ii) Financial investments - Financial investments are measured at the amortized cost;
- (iii) Trade accounts receivable - Trade accounts receivable for the sale of goods and services rendered; and
- (iv) Related parties - Represented by loans.

(c) Financial liabilities measured at the fair value through profit or loss

- (i) Derivatives - The derivative instruments obtained by the Company are intended to protect its portfolio ordering operations and exposure to fluctuations risks in exchange rates and interest rates, and are not used for speculative purposes.

(d) Financial liabilities measured at the fair value through profit or loss

- (i) Loans and financing - Loans and financing are recorded based on the contractual interest of each operation. The difference between the book value and the market value, determined by the discounted cash flow method, can be summarized as follows:

Nature of the asset	Consolidated		Consolidated	
	09/30/21		12/31/20	
	Equity value	Market value	Equity value	Market value
Loans and Financing	2,345,884	2,368,287	2,025,062	2,031,995

- (ii) Suppliers - Represented by amounts payable for the purchase of merchandise and services.

(e) Derivative financial instruments

The table below presents an estimate of the market value of our position of Non-deliverable Forward (NDF) and *Forward* contracts. Unrealized gains and losses on derivative transactions are recorded (if loss) under the heading of derivative financial instruments or (if gain) under derivative financial instruments and the corresponding entry in the result in the heading financial income or expenses - exchange rate change, respectively.

Assets

					Notional value	Fair value		Values receivable	
Company	Counterpart	Position	Start	End	09/30/21	09/30/21	12/31/20	09/30/21	12/31/20
<u>Marcopolo</u>					USD thousand				
	BBA	Purchase	01/26/21	10/08/21	1,540	35	718	35	718
	BRADESCO	Purchase	06/18/21	12/23/21	7,267	2,043	285	2,043	285
	BRAZIL	Purchase	09/22/21	12/28/21	520	81	-	81	-
	FIBRA	Purchase	01/28/21	12/28/21	3,126	783	-	783	-
	SANTANDER	Purchase	09/29/21	12/14/21	4,200	67	184	67	184
						3,009	1,187	3,009	1,187

<u>Masa</u>					USD thousand				
	STD	Purchase	07/30/21	12/15/21	1,096	156	20	156	20
						156	20	156	20
<u>Ciferal</u>					USD thousand				
	BRADESCO	Sale	-	-	-	-	221	-	221
						-	221	-	221
<u>San Marino</u>					USD thousand				
	BRADESCO	Sale	-	-	-	-	1,213	-	1,213
						-	1,213	-	1,213
<u>MP Australia</u>					USD thousand				
	WESTERN UNION	Purchase	05/17/21	12/22/21	1,268	262	-	262	-
	WESTERN UNION	Purchase	05/17/21	12/22/21	CNY thousand 1,000	44	-	44	-
	WESTERN UNION	Purchase	05/17/21	12/22/21	SGD thousand 307	34	-	34	-
	WESTERN UNION	Purchase	05/17/21	12/22/21	EUR thousand 33	3	-	3	-
	WESTERN UNION	Purchase	05/17/21	12/22/21	CHF thousand 214	14	-	14	-
						357	-	357	-
						3,522	2,641	3,522	2,641

Liabilities

					Notional value	Fair value		Values payable	
Company	Counterpart	Position	Start	End	09/30/21	09/30/21	12/31/20	09/30/21	12/31/20
<u>Marcopolo</u>					USD thousand				
	BBA	Purchase	01/27/21	10/08/21	291	(10)	(3,255)	(10)	(3,255)
	BRADESCO	Purchase	04/09/21	12/14/21	1,000	(307)	(136)	(307)	(136)
	BRAZIL	Purchase	-	-	-	-	(101)	-	(101)
	FIBRA	Purchase	01/28/21	10/08/21	418	(28)	(207)	(28)	(207)
	SAFRA	Purchase	04/22/21	11/08/21	1,000	(99)	(9)	(99)	(9)
						(444)	(3,708)	(444)	(3,708)
<u>Ciferal</u>					USD thousand				
	BRADESCO	Sale	08/30/21	11/30/21	3,267	(487)	-	(487)	-
						(487)	-	(487)	-
<u>San Marino</u>					USD thousand				
	BRADESCO	Sale	09/29/21	11/30/21	916	(23)	(243)	(23)	(243)
						(23)	(243)	(23)	(243)
<u>MP Australia</u>					USD thousand				
	WESTERN UNION	Purchase	-	-	-	-	(825)	-	(825)

					<u>CHF</u> <u>thousand</u>				
	WESTERN UNION	Purchase	-	-	-	-	(96)	-	(96)
					<u>SGD</u> <u>thousand</u>				
	WESTERN UNION	Purchase	-	-	-	-	(371)	-	(371)
					<u>EUR</u> <u>thousand</u>				
	WESTERN UNION	Purchase	-	-	-	-	(127)	-	(127)
						-	(1,419)	-	(1,419)
<u>Masa</u>									
					<u>USD</u> <u>thousand</u>				
	STD	Purchase	09/30/21	12/30/21	716	(14)	(353)	(14)	(353)
						(14)	(353)	(14)	(353)
						(968)	(5,723)	(968)	(5,723)

Marcopolo earned gains and losses on derivatives in the periods ended September 30, 2021 and 2020, as below:

	<u>Realized gains/losses</u>			
	<u>Interest on derivatives</u>		<u>Exchange variation on derivatives</u>	
	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>
Marcopolo	(1,667)	(394)	3,527	5,175
Ciferal	313	171	(504)	(8,546)
San Marino	168	185	(1,473)	(9,326)
Masa	-	-	(244)	-
MP Australia	-	-	1,125	(1,866)

6 Consolidated financial information

The consolidated financial information includes the financial information of Marcopolo S.A. and its subsidiaries, listed below:

(a) Subsidiaries

	Percentage participation					
	09/30/21			12/31/20		
	Direct	Indirect	Non-controlling	Direct	Indirect	Non-controlling
Apolo	65.00	-	35.00	65.00	-	35.00
Arcanjos	-	100.00	-	-	100.00	-
Banco Moneo	-	100.00	-	-	100.00	-
Ciferal	99.99	0.01	-	99.99	0.01	-
Ilmot	100.00	-	-	100.00	-	-
MAC	100.00	-	-	100.00	-	-
Marcopolo Next	99.99	0.01	-	99.99	0.01	-
Masa	100.00	-	-	100.00	-	-
MBC	100.00	-	-	100.00	-	-
MP Argentina	43.99	26.01	30.00	43.99	26.01	30.00
MIC	100.00	-	-	100.00	-	-
Moneo	100.00	-	-	100.00	-	-
MP Australia	100.00	-	-	100.00	-	-
MP Canada	100.00	-	-	100.00	-	-
MP Middle East	100.00	-	-	100.00	-	-
Neobus Chile (2)	-	100.00	-	-	100.00	-
NewRoad (2)	-	100.00	-	-	100.00	-
Polo Venture	99.99	0.01	-	99.99	0.01	-
Pologren (1)	-	100.00	-	-	100.00	-
MP México	3.61	70.39	26.00	3.61	70.39	26.00
Rotas do Sul (2)	-	100.00	-	-	100.00	-
San Marino	100.00	-	-	99.90	0.10	-
San Marino Mexico (2)	-	100.00	-	-	100.00	-
Syncroparts	100.00	-	-	99.99	0.01	-
Trading	99.99	0.01	-	99.99	0.01	-
Volare Comércio	100.00	-	-	99.90	0.10	-
Volare Veículos	100.00	-	-	99.90	0.10	-
Volgren (1)	-	100.00	-	-	100.00	-

(1) Consolidation in MP Australia.

(2) Consolidation in San Marino.

In the preparation of the consolidated financial information, the following practices should be highlighted:

- (a) Elimination of asset and liability account balances between consolidated companies;
- (b) Elimination of equity, reserves and retained earnings of subsidiaries;
- (c) Elimination of the balances of revenues and expenses, as well as unrealized profits, arising from intercompany transactions. Unrealized losses are eliminated in the same manner, but only when there is no evidence of impairment of the related assets;
- (d) Elimination of tax charges on the portion of unrealized profit presented as deferred taxes in the consolidated balance sheet; and
- (e) Highlight of the value of the non-controlling interest in the consolidated financial information.

(b) Jointly controlled entities (non-consolidated)

	Percentage participation			
	09/30/21		12/31/20	
	Direct	Indirect	Direct	Indirect
Loma	51.00	-	51.00	-
Metalpar	1.00	49.00	1.00	49.00
Kamaz	-	-	50.00	-
Superpolo	20.61	29.39	20.61	29.39

The main balances of the financial information of these companies are as follows:

	<u>Assets</u>		<u>Liabilities</u>		<u>Net revenue</u>		<u>Profit (loss)</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>
Kamaz	-	565	-	743	-	-	-	(308)
Superpolo	385,667	412,468	189,243	199,198	152,941	426,225	10,388	26,366

(c) Associates (non-consolidated)

	<u>Percentage participation</u>			
	<u>09/30/21</u>		<u>12/31/20</u>	
	<u>Direct</u>	<u>Indirect</u>	<u>Direct</u>	<u>Indirect</u>
GB Polo	20.00	-	20.00	-
Mercobus	40.00	-	40.00	-
New Flyer	-	9.28	-	10.54
Valeo	40.00	-	40.00	-
Setbus (1)	-	40.00	-	40.00
Spheros Colômbia (1)	-	40.00	-	40.00
Valeo México (1)	-	40.00	-	40.00
WSul	30.00	-	30.00	-

(1) Consolidated in the associates (unconsolidated) Valeo.

The main balances of the financial information of these companies are as follows:

	<u>Assets</u>		<u>Liabilities</u>		<u>Net revenue</u>		<u>Profit (loss)</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>
GBPollo	99,793	115,837	141,253	136,717	2,181	37,871	(19,265)	(5,845)
Mercobus	4,759	9,354	2,089	2,824	2,545	2,952	(303)	8
Valeo	143,219	155,686	44,024	56,408	14,958	105,036	(883)	18,915
WSul	10,938	12,348	5,075	4,165	22,240	20,754	(320)	777

7 Cash and cash equivalents, financial assets and derivatives

7.1 Cash and cash equivalents

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Cash and bank deposits				
In Brazil	80,113	109,131	85,204	116,340
Overseas	286	481	83,554	72,552
Securities of immediate liquidity				
In Brazil (*)	736,145	517,070	981,215	825,633
Overseas	-	-	24,800	26,406
Total cash and cash equivalents	816,544	626,682	1,174,773	1,040,931

(*) Corresponds substantially to investments in Bank Deposit Certificates (CDB), remunerated at rates that vary between 94.0% and 105.0% of the CDI, resulting in a weighted average of 102.11% of the CDI on September 30, 2021.

7.2 Financial assets measured at amortized cost loss and derivative financial instruments

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Current				
Derivative financial instruments				
Derivatives - <i>Non Deliverable Forwards</i>	3,009	1,187	3,522	2,641
	<u>3,009</u>	<u>1,187</u>	<u>3,522</u>	<u>2,641</u>
Noncurrent				
At amortized cost				
Related parties	91,966	69,295	72,647	67,961
	<u>91,966</u>	<u>69,295</u>	<u>72,647</u>	<u>67,961</u>

Derivative financial instruments are presented as current assets or liabilities. The Company does not have financial instruments that have been recorded under the *hedge accounting* method in accordance with IAS 39.

8 Accounts receivable from customers

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Current				
In the domestic market	92,305	136,928	186,773	327,049
In the foreign market	143,647	218,278	370,684	463,042
Related parties	78,280	71,603	-	-
Inter-financial relations	-	-	275,357	284,981
Adjustment to present value	(1,428)	(1,941)	(3,480)	(7,915)
Allowance for doubtful accounts	<u>(39,600)</u>	<u>(37,354)</u>	<u>(90,570)</u>	<u>(96,705)</u>
	<u>273,204</u>	<u>387,514</u>	<u>738,764</u>	<u>970,452</u>
Noncurrent				
Inter-financial relations	-	-	466,399	500,448
Allowance for doubtful accounts	<u>-</u>	<u>-</u>	<u>(47,844)</u>	<u>(50,515)</u>
	<u>-</u>	<u>-</u>	<u>418,555</u>	<u>449,933</u>
	<u>273,204</u>	<u>387,514</u>	<u>1,157,319</u>	<u>1,420,385</u>

Interbank relations refer to loans for bus financing by Banco Moneo, through onlending of the FINAME program of BNDES.

The composition of trade accounts receivable by maturity is as follows:

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Amounts due	224,742	315,067	1,091,105	1,337,103
Overdue:				
Up to 30 days	11,057	18,324	29,035	53,907
Between 31 and 60 days	1,756	1,314	20,260	20,947
Between 61 and 90 days	3,125	1,189	11,754	7,822
Between 91 and 180 days	9,305	2,323	26,200	30,728
Over 181 days	64,247	88,592	120,859	125,013
Adjustment to present value	(1,428)	(1,941)	(3,480)	(7,915)
(-) Allowance for doubtful accounts	(39,600)	(37,354)	(138,414)	(147,220)
	<u>273,204</u>	<u>387,514</u>	<u>1,157,319</u>	<u>1,420,385</u>

The allowance for doubtful accounts is shown below:

	Parent company	Consolidated
Balance on December 31, 2020	(37,354)	(147,220)
Allowance recorded in the period	(4,444)	(14,467)
Reversal of allowance for accounts receivable (<i>write-off</i>)	2,198	22,145
Recovery of provisioned credits	-	1,658
Exchange variation	-	(530)
Balance on September 30, 2021	<u>(39,600)</u>	<u>(138,414)</u>

Accounts receivable are denominated in the following currencies:

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Brazilian Real	129,557	169,236	838,400	1,003,343
Dirham	-	-	451	431
US Dollar	143,647	218,278	165,215	243,565
Australian Dollar	-	-	41,813	71,172
Argentine Pesos	-	-	31,342	54,449
Rand	-	-	19,573	14,690
Renminbi	-	-	8,062	6,526
Mexican Peso	-	-	52,463	26,209
	<u>273,204</u>	<u>387,514</u>	<u>1,157,319</u>	<u>1,420,385</u>

9 Inventory

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Finished products	40,321	38,263	233,885	224,238
Products in preparation	54,957	34,983	123,607	110,781
Raw and auxiliary materials	208,392	135,164	535,528	372,143
Advances to suppliers and others	12,828	13,146	41,674	54,915
Allowance for losses in inventories	(5,376)	(6,469)	(17,593)	(13,666)
	<u>311,122</u>	<u>215,087</u>	<u>917,101</u>	<u>748,411</u>

The change in the allowance for inventory losses is shown below:

	<u>Parent company</u>	<u>Consolidated</u>
Balance on December 31, 2020	(6,469)	(13,666)
Reversal of allowance	3,126	5,414
Allowance recorded in the period	(2,033)	(7,913)
Exchange variation	-	(1,428)
	<u>-</u>	<u>(1,428)</u>
Balance on September 30, 2021	<u>(5,376)</u>	<u>(17,593)</u>

10 Taxes and contributions recoverable

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Current				
Corporate Income Tax (IRPJ)	5,016	25,408	10,534	35,704
Social Contribution on Net Profit (CSLL)	14,387	17,266	16,266	21,873
Tax on Industrialized Products (IPI)	2,493	2,632	3,409	3,940
Tax on Circulation of Goods and Services (ICMS)	12,085	5,553	27,030	17,246
Social Integration Program (PIS)	2,687	2,768	13,235	20,746
Contribution to				
Social Security Financing (COFINS)	11,961	12,536	60,983	92,539
National Institute of Social Security (INSS)	-	-	585	584
Reintegra	820	3,241	1,743	4,191
Value Added Tax (IVA)	866	-	53,739	29,002
IRPJ/CSLL on Selic	83,601	-	89,657	-
ICMS on the Pis/Cofins calculation basis	943	-	26,493	-
Other	9,013	2,422	7,234	2,886
	<u>143,872</u>	<u>71,826</u>	<u>310,908</u>	<u>228,711</u>
Noncurrent				
ICMS on the Pis/Cofins calculation basis	287,729	-	382,632	-
Tax on Circulation of Goods and Services (ICMS)	3,522	4,288	3,818	4,327
Value Added Tax (IVA)	-	-	8,679	586
	<u>291,251</u>	<u>4,288</u>	<u>395,129</u>	<u>4,913</u>
	<u>435,123</u>	<u>76,114</u>	<u>706,037</u>	<u>233,624</u>

11 Investments

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Subsidiaries	2,117,044	1,960,849	-	-
Jointly controlled entities	119,674	124,779	102,663	111,462
Associates	42,505	44,778	453,609	374,458
Other investments	-	-	4,402	3,392
	<u>2,279,223</u>	<u>2,130,406</u>	<u>560,674</u>	<u>489,312</u>

(a) Investment in subsidiaries, joint ventures and associates

Investments in subsidiaries, joint ventures and associates are as follows:

Subsidiaries:

																						Total	
	Apolo	Ciferal	Ilmot	Loma Metalsur	MAC	MBC	MP Australia	Masa	MP Argentina	MIC	Moneo	MP Canada	MP Middle East	MP Next	MP México	San Marino	Polo Venture	Syncro	Trading	Volare Vehicles	Volare Comércio	09/30/21	12/31/20
			(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)		(1)	(1)		(1)	(2)							
Investment Data																							
Share capital	3,850	20,000	83,758	17,289	33,783	20,081	88,439	11,229	17,289	7,614	150,000	191,210	1,481	5,000	52,133	288,055	20,000	4,000	5,000	279,810	11,000		
Adjusted net equity	7,903	150,167	186,675	11,479	(18,211)	(1,060)	91,131	70,037	11,479	8,126	234,880	510,378	(1,223)	(1,563)	178,144	555,978	7,008	6,187	8,798	237,684	5,527		
Shares or quotas held	3,250,000	124,994	50,000	4,897,938	1	1	100	100,000	4,897,938	1,400,000	150,000	4,925,530	1	4,999,500	3,011,659	288,054,976	19,998,000	4,000,000	4,999,850	263,260,000	10,989,000		
% participation	65.00	99.99	100.00	26.01	100.00	100.00	100.00	100.00	43.99	100.00	100.00	100.00	100.00	99.99	3.61	100.00	99.99	100.00	99.99	100.00	100.00		
Net profit (loss) for the period	997	39,469	(8,095)	(5,590)	(20,299)	(7,712)	(4,470)	70	(5,590)	5,150	5,988	9,518	(1,284)	(4,877)	(13,906)	68,046	(4,268)	85	280	1,225	127		
Changes in Investments																							
Opening balances:																							
By the equity value	4,489	180,705	196,619	3,596	-	-	98,056	68,506	30,952	2,449	231,147	406,955	81	-	6,833	487,509	3,250	6,101	8,517	219,690	5,394	1,960,849	1,713,714
Reclassification of income for investment loss	-	-	-	-	(6,932)	(9,284)	-	-	-	-	-	-	-	(426)	-	-	-	-	-	-	-	(16,642)	(3,917)
Payment of capital	-	-	-	-	10,323	15,876	-	-	-	-	-	-	-	3,740	-	442	8,024	1	-	16,769	5	55,180	8,060
Advance for capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	47,712
Dividends received/reversed	-	(69,996)	-	-	-	-	-	-	-	-	(2,255)	-	-	-	-	-	-	-	-	-	-	(72,251)	(5,486)
Equity equivalence result	648	39,467	(8,095)	(1,454)	(20,299)	(7,712)	(4,470)	70	(2,459)	5,150	5,988	9,518	(1,284)	(4,877)	(502)	68,046	(4,268)	85	280	1,225	127	75,184	(4,618)
Cumulative conversion adjustments	-	(16)	(1,849)	(340)	(1,303)	60	(2,455)	1,461	(574)	527	-	93,905	(20)	-	100	102	-	-	-	-	-	89,598	211,797
Capital reduction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(56,932)
Exchange variation on capital reduction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	28,302
Monetary correction for hyperinflation	-	-	-	1,182	-	-	-	-	1,999	-	-	-	-	-	-	-	-	-	-	-	-	3,181	5,724
Transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital gains amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(112)	-	-	-	-	-	(112)	(149)
Closing balances:	5,137	150,160	186,675	2,984	(18,211)	(1,060)	91,131	70,037	29,918	8,126	234,880	510,378	(1,223)	(1,563)	6,431	555,987	7,006	6,187	8,797	237,684	5,526	2,094,987	1,944,207
Allowance for loss of investment	-	-	-	-	18,211	1,060	-	-	-	-	-	-	1,223	1,563	-	-	-	-	-	-	-	22,057	16,642
By the equity value	5,137	150,160	186,675	2,984	-	-	91,131	70,037	29,918	8,126	234,880	510,378	-	-	6,431	555,987	7,006	6,187	8,797	237,684	5,526	2,117,044	1,960,849

(1) Enterprises overseas.

(2) These balances include investments and goodwill.

Joint ventures:

	Joint ventures					
						Total
	Kamaz	Loma	Metalpar	Superpolo	09/30/21	12/31/20
	(1)	(1),(2)	(1)	(1)		
Investment Data						
Share capital	10,524	107,523	17,530	17,212		
Adjusted net equity	-	(42,564)	(74,200)	196,424		
Shares or quotas held	1	15,949,948	473,995	265,763		
% participation	50.00	51.00	1.00	20.61		
Net profit (loss) for the period	(708)	3,243	17,400	10,388		
Changes in Investments						
Opening balances:						
By the equity value	-	42,567	-	43,955	86,522	124,264
Reclassification of allowance for investment loss	(89)	-	(752)	-	(841)	(1,126)
Payment of capital	-	-	-	-	-	865
Dividends received	-	-	-	(2,909)	(2,909)	-
Equity equivalence result	156	1,654	174	2,141	4,125	(22,623)
Cumulative conversion adjustments	503	3,926	82	(2,704)	1,807	2,064
Monetary correction for hyperinflation	-	(13,035)	(246)	-	(13,281)	(10,011)
Exchange variation on disposal of investment	(510)	-	-	-	(510)	18,868
Disposal of investment	-	-	-	-	-	(25,069)
Transfer of jointly controlled entity to associates/subsidiary	-	-	-	-	-	-
Capital gains amortization	-	(1,163)	-	-	(1,163)	(1,551)
Investment write-off	(60)	-	-	-	(60)	-
Closing balances:	-	33,949	(742)	40,483	73,690	85,681
Allowance for loss of investment	-	45,242	742	-	45,984	39,098
By the equity value	-	79,191	-	40,483	119,674	124,779
Goodwill on investment	-	(52,172)	-	-	(52,172)	(52,172)
Allocation of the purchase price	-	(22,567)	-	-	(22,567)	(23,824)
Indirect participation - Superpolo	-	-	-	57,728	57,728	62,679
By the consolidated equity value	-	4,452	-	98,211	102,663	111,462
(1) Enterprises overseas.						
(2) These balances include investments and goodwill.						

Associates:

	Associates					
	Total					
	GBPolo	Mercobus	Valeo	WSul	New Flyer	
	(1)	(1)			(1)	
Investment Data						
Share capital	31,312	755	30,000	6,100	4,741,584	
Adjusted net equity	(41,460)	2,670	99,195	5,863	4,429,913	
Shares or quotas held	4,803,922	232	244,898	1,830,000	6,587,834	
% participation	20.00	40.00	40.00	30.00	9.28	
Net profit (loss) for the period	(19,265)	(303)	(883)	(320)	97,319	
Changes in Investments						
Opening balances:						
By the equity value	-	2,612	39,711	2,455	-	44,778
Reclassification of allowance for investment						
loss	(4,176)	-	-	-	-	(4,176)
Dividends received	-	(1,240)	-	(600)	-	(1,840)
Equity equivalence result	(3,853)	(121)	(353)	(96)	-	(4,423)
Cumulative conversion adjustments	(263)	(183)	320	-	-	(126)
Closing balances:	(8,292)	1,068	39,678	1,759	-	34,213
Allowance for loss of investment	8,292	-	-	-	-	8,292
By the equity value	-	1,068	39,678	1,759	-	42,505
Indirect participation - New Flyer	-	-	-	-	411,104	411,104
By the consolidated equity value	-	1,068	39,678	1,759	411,104	453,609
(1) Enterprise abroad.						374,458

12 Investment property

The investment properties consist of three properties: one located in Três Rios; one in Duque de Caxias and the other in Caxias do Sul. The land located in Três Rios, in Rio de Janeiro has 140.000m², its constructed area is 20.378,87m². The property is measured at its book value of BRL 41,867 and was valued at its fair value by a specialized valuer, at BRL 41,971. The land located in Duque de Caxias, in Rio de Janeiro has 211,846.87m², its constructed area is 63,172.70m². The property is measured at its book value of BRL 35,595 and was valued at its fair value by a specialized valuer, at BRL 72,640. The land located in Caxias do Sul, in Rio Grande do Sul has 46,530.05m², its built area is 35,860.75m². The property is measured at its book value of BRL 6,299 and was valued at its fair value by a specialized valuer, at BRL 49,930. The fair values are net of marketing expenses and were calculated by specialized valuers. There are no operating activities being carried out at the sites, which are maintained to earn rental income or for the appreciation of the property. During the quarter ended September 30, 2021 there were only irrelevant expenditures on surveillance, insurance and energy. The movements are shown below:

	Parent company			
	Land	Buildings and Constructions	Machinery and Equipment	Total
Balances as of December 31, 2020	2,609	3,542	326	6,477
Fixed asset reclassification	-	-	-	-
Depreciation	-	(144)	(34)	(178)
Balances as of September 30, 2021	2,609	3,398	292	6,299
Cost of the investment property	2,609	3,558	330	6,497
Accumulated depreciation	-	(160)	(38)	(198)
Residual value	2,609	3,398	292	6,299
Annual depreciation rates - %		5.4	14.1	
	Consolidated			
	Land	Buildings and Constructions	Machinery and Equipment	Total
Balances as of December 31, 2020	29,076	57,264	3,021	89,361
Impairment	(2,679)	(2,905)	-	(5,584)
Fixed asset reclassification	-	-	1,995	1,995
Depreciation	-	(1,590)	(422)	(2,012)
Balances as of September 30, 2021	26,397	52,769	4,594	83,760
Cost of the investment property	26,397	57,187	6,360	89,944
Accumulated depreciation	-	(4,418)	(1,766)	(6,184)
Residual value	26,397	52,769	4,594	83,760
Annual depreciation rates - %		3.8	13.1	

13 Property, plant and equipment

a) Overview of the parent company's asset movements

	Land	Buildings and constructions	Machinery and equipment	Furniture and fixtures	IT equipment	Vehicles	Other prop. plant and equip.	Total	Building usage rights	Total
Balances as of December 31, 2020	15,659	130,368	232,355	3,278	9,938	1,872	175	393,645	5,545	399,190
Additions	-	9,738	47,793	224	2,988	80	-	60,823	2,263	63,086
Write-offs	-	(171)	(5,623)	(12)	(175)	(176)	-	(6,157)	-	(6,157)
Transfers	-	(396)	396	-	-	-	-	-	-	-
Depreciation	-	(2,769)	(17,316)	(504)	(2,411)	(161)	-	(23,161)	(1,209)	(24,370)
Balances as of September 30, 2021	15,659	136,770	257,605	2,986	10,340	1,615	175	425,150	6,599	431,749
Cost of prop., plant and equip.	15,659	205,509	435,708	9,524	31,287	5,593	175	703,455	9,772	713,227
Accumulated depreciation	-	(68,739)	(178,103)	(6,538)	(20,947)	(3,978)	-	(278,305)	(3,173)	(281,478)
Residual value	15,659	136,770	257,605	2,986	10,340	1,615	175	425,150	6,599	431,749
Annual depreciation rates - %		1.7	8.2	9.1	15.3	12.9				

b) Summary of movement of consolidated property, plant and equipment

	Land	Buildings and constructions	Machinery and equipment	Furniture and fixtures	IT equipment	Vehicles	Other prop. plant and equipment	Prop., plant and equip. in progress	Total	Building usage rights	Machines Use Rights	Total
Balances as of December 31, 2020	55,624	424,655	386,285	8,333	12,119	4,986	13,084	31,561	936,647	65,341	4,332	1,006,320
Exchange rate effect	38	(1,216)	(1,087)	69	-	2	(179)	34	(2,339)	(149)	-	(2,488)
Monetary correction for hyperinflation	513	3,983	2,781	135	-	299	2,586	2,170	12,467	-	-	12,467
Additions	-	10,451	52,049	586	4,247	3,657	1,879	5,955	78,824	2,711	-	81,535
Write-offs	-	(3,037)	(7,418)	(385)	(309)	(706)	(151)	(26)	(12,032)	-	-	(12,032)
Reclassified for invest. prop.	-	-	(608)	-	-	-	-	-	(608)	-	-	(608)
Transfers	6	19,756	967	1	-	89	(6)	(20,813)	-	-	-	-
Depreciation	-	(10,319)	(39,253)	(1,357)	(2,912)	(1,429)	(3,299)	(21)	(58,590)	(15,561)	(487)	(74,638)
Balances as of September 30, 2021	56,181	444,273	393,716	7,382	13,145	6,898	13,914	18,860	954,369	52,342	3,845	1,010,556
Cost of property, plant and equipment	56,181	560,101	855,148	25,426	40,010	19,167	43,118	18,860	1,618,011	106,444	6,294	1,730,749
Accumulated depreciation	-	(115,828)	(461,432)	(18,044)	(26,865)	(12,269)	(29,204)	-	(663,642)	(54,102)	(2,449)	(720,193)
Residual value	56,181	444,273	393,716	7,382	13,145	6,898	13,914	18,860	954,369	52,342	3,845	1,010,556
Annual depreciation rates - %		1.7	8.2	9.1	15.3	12.9						

Land and buildings comprise mainly factories and offices.

(c) **Guarantee**

As of September 30, 2021, properties with a residual book value of BRL 20,895 (BRL 21,893 as of December 31, 2020) are subject to a registered guarantee to guarantee bank loans and contingencies.

14 Goodwill and intangible assets

(a) **Summary of the movement of the parent company's intangible assets**

	Software	Trademarks and licenses	Total
Balances as of December 31, 2020	7,243	490	7,733
Additions	3,090	95	3,185
Write-offs	-	-	-
Amortizations	(1,718)	(24)	(1,742)
Balances as of September 30, 2021	<u>8,615</u>	<u>561</u>	<u>9,176</u>
Cost of intangible assets	63,308	959	64,267
Accumulated amortization	<u>(54,693)</u>	<u>(398)</u>	<u>(55,091)</u>
Residual value	<u>8,615</u>	<u>561</u>	<u>9,176</u>
Average amortization rates - %	20.0	7.0	

(b) **Summary of the movement of consolidated goodwill and intangible assets**

	Software	Trademarks and licenses	Customer portfolio	Other intangible assets	Goodwill	Total
Balances as of December 31, 2020	8,852	9,611	23,952	789	302,726	345,930
Exchange rate effect	(39)	-	-	-	871	832
Monetary correction for hyperinflation	387	-	-	-	-	387
Additions	3,313	108	-	-	-	3,421
Write-offs	(6)	-	-	(424)	-	(430)
Transfers	282	1	4	(287)	-	-
Amortizations	(3,002)	(27)	(511)	-	-	(3,540)
Balances as of September 30, 2021	<u>9,787</u>	<u>9,693</u>	<u>23,445</u>	<u>78</u>	<u>303,597</u>	<u>346,600</u>
Cost of property, plant and equipment	85,481	10,131	55,979	9,721	303,597	464,909
Accumulated amortization	<u>(75,694)</u>	<u>(438)</u>	<u>(32,534)</u>	<u>(9,643)</u>	-	<u>(118,309)</u>
Residual value	<u>9,787</u>	<u>9,693</u>	<u>23,445</u>	<u>78</u>	<u>303,597</u>	<u>346,600</u>
Average amortization rates - %	20.0	8.3	2.8	10.0		

Composition of goodwill:

	Loma / Metalsur	San Marino	New Flyer	Pologren	Total
Balances as of December 31, 2020	52,172	30,739	76,484	143,331	302,726
Exchange rate effect	-	-	4,053	(3,182)	871
Balances as of September 30, 2021	<u>52,172</u>	<u>30,739</u>	<u>80,537</u>	<u>140,149</u>	<u>303,597</u>

At the end of each year, the Company tests goodwill for *impairment*, or whenever there are indications that a loss may have occurred.

15 Related Parties - Parent Company

(a) Related party balances and transactions

The main balances of assets and liabilities with related parties as of September 30, 2021, as well as the transactions that influenced the results for the period are detailed in the table below:

Related Parties	Asset balances by loan and current account	Accounts receivable from sales	Accounts payable for purchases	Sales of products/services	Product purchases/services
Apolo	-	-	671	-	7,974
Ciferal	-	56	2	536	7
GB Polo	4,125	-	-	-	-
Ilmot	1,025	-	-	-	-
Loma	68,522	-	-	-	-
Mac	16,514	2,511	171	705	4,630
Masa	-	11,133	-	9,290	-
Marcopolo Australia	-	272	-	20	-
MP Argentina	-	26,079	-	27,766	-
MP México	-	5,399	-	11,654	-
San Marino	-	3,794	175	126,490	2,757
Superpolo	-	-	-	-	-
Valeo	-	-	3,242	-	45,549
Volare Veículos	102	26,794	3	28,050	746
Volare Comércio	50	180	3	320	25
Marcopolo Next	1,628	-	-	-	-
Marcopolo Trading	-	2,062	-	1,948	-
WSul	-	-	4,137	-	26,583
Balance on September 30, 2021	91,966	78,280	8,404	206,779	88,271
Balance on December 31, 2020	69,295	100,825	9,933	243,959	136,282

The balances of loans and current accounts of companies headquartered in Brazil are subject to financial charges equivalent to the variation of the CDI, and with companies abroad are subject to interest calculated at the semi-annual LIBOR rate plus 3% p.a..

(b) Remuneration of key management personnel

Key management personnel include the directors, officers and members of the Executive Committee. The remuneration paid or payable is as follows:

	09/30/21				
	Fixed	Variable	Pension plan	Share-based payment	Total
Board of Directors and statutory directors	7,390	4,115	42	-	11,547
Non-statutory directors	4,852	3,247	171	652	8,922
	12,242	7,362	213	652	20,469

	09/30/20				
	Fixed	Variable	Pension plan	Share-based payment	Total
Board of Directors and statutory directors	5,266	1,348	38	370	7,022
Non-statutory directors	5,410	1,292	154	1,073	7,929
	10,676	2,640	192	1,443	14,951

16 Loans and Financing

	Average rate weighted % p.a.	Year of Maturity	Parent company		Consolidated	
			09/30/21	12/31/20	09/30/21	12/31/20
Domestic currency						
FINAME	3.55	2022 to 2025	387	545	3,095	4,357
Bank loans	8.30	2027	-	-	7,680	8,280
Interbank deposits	5.22	2021 to 2025	-	-	16,650	20,620
FINEP	5.63	2022 to 2030	325,991	315,631	341,651	339,164
FDE – Development funds	3.00	2025	-	-	79,156	92,729
Fundepar – ES		2026	-	-	30,000	30,000
Export credit notes - Compulsory	8.43	2026	185,056	-	185,056	-
Related parties	CDI	-	284	-	-	-
Foreign currency						
Advances on exchange contracts	1.71	2021	-	51,015	16,365	56,224
Pre-payment for export in US dollars	3.06	2022 to 2026	207,006	231,310	207,006	231,310
Export credit notes - USD	2.52	2022 to 2026	763,886	457,512	763,886	457,512
Financing in Rand	8.93	2021 to 2026	-	-	1,310	9,069
Financing in Renminbi	5.54	2021 to 2022	-	-	25,813	53,390
Financing in Australian dollars	3.02	2021	-	-	156,832	166,185
Financing in Argentine Pesos	31.07	2026	-	-	36,903	16,034
Surety	-	-	8,160	7,796	8,160	7,796
Subtotal of domestic and foreign currency			<u>1,490,770</u>	<u>1,063,809</u>	<u>1,879,563</u>	<u>1,492,670</u>
Open market funding						
Domestic currency						
BNDES - Pre-fixed Operations	7.94	2026 to 2027	-	-	361,745	370,426
BNDES - Post-fixed Operations	IPCA + 1.49	2026	-	-	48,550	76,364
BNDES - Post-fixed Operations	TJLP + 1.96	2022 to 2024	-	-	32,593	75,051
BNDES - Post-fixed Operations	SELIC + 1.57	2021 to 2026	-	-	23,433	10,551
Subtotal of open market funding			<u>-</u>	<u>-</u>	<u>466,321</u>	<u>532,392</u>
Subtotal of loans and financing			<u>1,490,770</u>	<u>1,063,809</u>	<u>2,345,884</u>	<u>2,025,062</u>
Derivative financial instruments			444	3,708	968	5,723
Total loans and financing			<u>1,491,214</u>	<u>1,067,517</u>	<u>2,346,852</u>	<u>2,030,785</u>
Current liabilities			<u>206,344</u>	<u>246,315</u>	<u>636,603</u>	<u>727,820</u>
Non-current liabilities			<u>1,284,870</u>	<u>821,202</u>	<u>1,710,249</u>	<u>1,302,965</u>

Long-term installments have the following payment schedule:

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
From 13 to 24 months	543,776	394,794	708,509	553,510
From 25 to 36 months	158,739	206,306	283,074	352,033
From 37 to 48 months	411,966	68,603	498,968	147,437
From 49 to 60 months	61,054	36,144	78,765	95,536
After 60 months	109,335	115,355	140,933	154,449
	1,284,870	821,202	1,710,249	1,302,965

(a) Loans and Financing

FINAME financing is guaranteed by a chattel mortgage of the financed assets in the amount of BRL 20,895 at September 30, 2021 (BRL 21,893 as of December 31, 2020).

(b) Open market funding

Open market funding refers to funding made by Banco Moneo, from BNDES, to finance FINAME operations.

The face value and fair value of funding in the open market is:

	Face value (future)		Fair value (present)	
	09/30/21	12/31/20	09/30/21	12/31/20
1 to 12 months	203,058	225,708	177,456	197,913
From 13 to 24 months	156,013	170,801	140,274	152,949
From 25 to 36 months	102,192	114,793	95,014	105,797
After 36 months	56,071	79,226	53,577	75,734
	517,334	590,528	466,321	532,393

The face value of current liabilities loans approximates their fair value.

(c) Debt reconciliation

	Consolidated			
	Bank loans	Derivatives	Funding Open Market	Total
Debt as of December 31, 2020	1,472,050	5,723	553,012	2,030,785
Movements that affected the cash flow	340,056	(4,755)	(99,986)	235,315
Movements that did not affect the cash flow	-	-	-	-
Interest and exchange variations	50,807	-	29,945	80,752
Debt as of September 30, 2021	1,862,913	968	482,971	2,346,852

17 Lease obligations

The changes in the balances of the lease liabilities are shown below.

	Parent company		Consolidated	
	09/30/21	09/30/20	09/30/21	09/30/20
Opening balance	6,188	6,771	70,968	50,523
Interest and exchange variations	682	630	1,629	22,189
Additions	2,263	214	2,668	15,856
Considerations paid	(1,765)	(1,198)	(16,325)	(15,569)
	<u>7,368</u>	<u>6,417</u>	<u>58,940</u>	<u>72,999</u>

The lease maturity schedule is shown below.

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
1 to 12 months	1,834	1,169	17,599	18,371
From 13 to 24 months	1,886	1,309	16,812	18,325
From 25 to 36 months	1,582	1,497	9,584	12,459
From 37 to 48 months	426	895	4,622	5,095
From 49 to 60 months	488	342	3,982	3,861
Over 60 months	1,152	975	6,341	12,857
Present value of contracts	<u>7,368</u>	<u>6,187</u>	<u>58,940</u>	<u>70,968</u>

The potential right of Pis/Cofins to recover embedded in the lease consideration is shown below.

	Parent company and Consolidated		Parent company and Consolidated	
	09/30/21	09/30/21	12/31/20	12/31/20
	Nominal	Adjusted to present value	Nominal	Adjusted to present value
Lease Consideration	4,910	4,153	4,833	3,909
Potential Pis/Cofins (9.25%)	454	384	447	362

18 Allowances

(a) Passive contingencies

The Company is a party to labor, civil, tax and other lawsuits in progress and is discussing these issues both at the administrative and judicial levels. When applicable, the claims are supported by judicial deposits. The allowances for possible losses arising from these lawsuits are estimated and updated by Management, based on the opinion of its external and internal legal advisors.

The contingencies which, in the opinion of the Company's legal advisors, are considered as possible or probable losses as of September 30, 2021 and December 31, 2020 are presented below. Contingencies considered as probable losses are provisioned.

		Parent company			
		09/30/21		12/31/20	
Nature		Probable	Possible	Probable	Possible
Civil		1,032	25,464	964	24,362
Labor		80,199	79,887	62,876	47,564
Tax		10,979	267,394	10,823	254,641
		<u>92,210</u>	<u>372,745</u>	<u>74,663</u>	<u>326,567</u>
		Consolidated			
		09/30/21		12/31/20	
Nature		Probable	Possible	Probable	Possible
Civil		2,618	25,906	2,527	24,804
Labor		95,880	89,958	76,772	57,473
Tax		24,109	300,033	18,179	292,504
		<u>122,607</u>	<u>415,897</u>	<u>97,478</u>	<u>374,781</u>
		Parent company		Consolidated	
Judicial deposits		09/30/21	12/31/20	09/30/21	12/31/20
Civil		2,987	3,064	3,965	3,878
Labor		19,396	21,326	23,292	25,789
Tax		18,902	20,078	36,869	37,003
		<u>41,285</u>	<u>44,468</u>	<u>64,126</u>	<u>66,670</u>

(i) Civil and labor

The Company is a party to civil and labor lawsuits, among which are claims for indemnification of work accidents and occupational diseases. None of these cases refer to individually significant amounts.

(ii) Tax

The Company and its subsidiaries are parties to tax lawsuits. Below is a description of the nature of the main causes:

. Provisioned

		Parent company		Consolidated	
		09/30/21	12/31/20	09/30/21	12/31/20
REINTEGRA - credit appropriation (i)		662	662	662	662
Special Tax Regime - tax credit (ii)		742	728	742	728
IRPJ 2010, 2011 and 2012 (iii)		6,264	6,147	6,264	6,147
Other contingencies		3,311	3,286	16,441	10,642
		<u>10,979</u>	<u>10,823</u>	<u>24,109</u>	<u>18,179</u>

- (i) Contingency related to REINTEGRA credit - contingency arising from divergence of procedure in the request for Reintegra credit related to the 1st and 2nd Quarter of 2012.
- (ii) Contingency regarding the discussion of the procedures adopted for the enjoyment of tax benefits used in the commercialization of products.
- (iii) Contingency related to the discussion of the procedures adopted to offset the income tax paid abroad.

• **Not provisioned**

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
PIS, COFINS and FINSOCIAL - offsets	2,211	2,165	2,211	2,165
COFINS - refund request (i)	23,903	23,592	23,903	23,592
PIS, COFINS - credit	10,074	9,376	10,074	9,376
PIS - offsets (ii)	12,890	12,616	12,890	12,616
IPI - credit	3,567	1,744	3,567	1,744
IRPJ - lower realized inflationary profit	3,084	3,058	3,084	3,058
IRPJ and CSLL - Negative Balance (iii)	18,846	18,606	18,846	18,606
IRPJ and CSLL - profits overseas (iv)	32,208	31,778	32,208	31,778
IRPJ and CSLL - IR paid overseas	1,219	1,192	1,219	1,192
IRPJ and CSLL - profits from overseas (v)	85,348	77,586	85,348	77,586
DCP - Monetary adjustment (vi)	29,423	28,948	29,423	28,948
REINTEGRA - Offset (vii)	17,507	17,265	17,507	17,265
ICMS - outputs with reduced tax rate for non-taxpayers (viii)	-	-	16,104	15,697
ICMS - unsuitable tax documents (ix)	2,128	2,094	2,128	2,094
ISS - services rendered by third parties	6,648	6,546	6,648	6,546
INSS - services rendered by legal entities	4,710	4,649	4,710	4,649
Other lower value contingencies	13,628	13,426	30,163	35,592
	<u>267,394</u>	<u>254,641</u>	<u>300,033</u>	<u>292,504</u>

(i) Contingencies whose prospects of loss are considered possible, related to procedures questioned by the inspection, regarding requests for COFINS refund. The administrative proceeding is in progress at the Federal Revenue Judgment Office.

(ii) Contingency whose perspective of loss is considered possible, related to amounts recorded in active debt, arising from unapproved offsetting derived from credits obtained in legal proceedings. The case is in progress at the first instance of the Federal Court of Caxias do Sul.

(iii) Contingency whose perspective of loss is considered possible, related to procedures questioned by the inspection, regarding requests for refund of the negative balance of IRPJ and CSLL. The case is in progress before the Administrative Council of Tax Appeals.

(iv) Contingency whose perspective of loss is considered possible, related to the discussion on the consolidation abroad of the results of indirect subsidiaries, before the offering of profits to taxation in Brazil. The case is in progress before the Federal Revenue Judgment Office.

(v) Contingency whose perspective of loss is considered possible, related to the discussion on the rejection of offsets made with foreign taxes. The proceeding is in progress before the Regional Judgment Office (DRJ).

(vi) Contingency whose perspective of loss is considered possible, related to the discussion on DCP credits, referring to the rejection of the monetary adjustment and isolated fine applied as a result of the declarations that were not approved. The proceeding is in progress before the Regional Judgment Office (DRJ).

(vii) Contingency whose perspective of loss is considered possible, related to the discussion on Reintegra's credit, due to divergence of procedure in the credit claim. The proceeding is in progress before the Regional Judgment Office (DRJ).

(viii) Contingency, whose perspective of loss is considered possible, of the subsidiary, related to ICMS - exits at a reduced rate for non-taxpayers established outside the State. The lawsuit is in progress before the Taxpayers' Council of the State of Rio de Janeiro.

(ix) Contingency whose perspective of loss is considered possible, related to discussions on ICMS, due to the alleged issuance of tax documents with error in the application of the tax rate, in sales transactions to non-taxpayers established outside the State. The lawsuit is in progress in the Court of Justice of the State of São Paulo.

(b) Active tax contingencies

During the first quarter, the Company enabled credit in the amount of BRL 87,716 related to the court decision that excluded monetary correction (corresponding to inflation) from the IRPJ and CSLL tax bases in financial investments. The Company recognized as revenue the amount of BRL 53,390 in the quarter and accumulated BRL 57,811 in the year, referring to credits offset in the period. With BRL 36,272 of principal recorded in other revenues and BRL 21,538 of monetary restatement recorded in financial result.

19 Employee pension and post-employment benefits plan

Marcopolo is the main sponsor of Marcoprev Sociedade de Previdência Privada, a non-profit civil society founded in December 1995, whose main purpose is to grant complementary benefits to Social Security to all employees of the sponsors: Marcopolo (main), San Marino, Syncroparts, Trading, Banco Moneo and Fundação Marcopolo. In the period ended September 30, 2021, the amount of BRL 5,965 (BRL 6,211 at September 30, 2020) was spent on contributions at the consolidated level. The actuarial regime for determining the cost and contributions of the plan is the capitalization method. It is a mixed "defined benefit" plan, where contributions are the sole responsibility of the sponsor, and "defined contribution" where contributions are the responsibility of the sponsor and the participant, on an optional basis.

As of September 30, 2021 and December 31, 2020, the amounts related to post-employment benefits were determined based on an annual actuarial evaluation conducted by independent actuaries and are recognized in the financial statements as presented below.

The amounts recognized in the balance sheet are as follows:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Present value of actuarial liabilities	(333,149)	(325,555)	(337,652)	(329,936)
Fair value of the plan assets	360,263	353,656	365,119	358,423
Surplus not subject to reimbursement or reduction in future contributions	<u>(27,114)</u>	<u>(28,101)</u>	<u>(27,467)</u>	<u>(28,487)</u>
Liabilities to be recognized	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

According to the prerogatives contained in the regulations of the retirement plan and in the accounting portion of the supplementary retirement plan, there is no possibility of reimbursement, increase in benefit or reduction in future contributions. Consequently, assets arising from the surplus of the plans were not recorded on September 30, 2021

The movements in the defined benefit obligation during the period are shown below:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
On January 1	-	-	-	-
Contributions from plan participants	3,259	5,375	3,282	5,400
Actuarial losses (gains)	(3,259)	(5,375)	(3,282)	(5,400)
Recognized net annual revenue (expense)	-	-	-	-
On September 30	-	-	-	-

The changes in the fair value of the assets of the benefit plan in the periods presented are as follows:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
On January 1	353,656	341,022	358,423	345,164
Sponsors' contribution	3,259	5,357	3,282	5,400
Employee contribution	55	60	56	61
Benefits paid	(10,992)	(17,036)	(11,111)	(17,181)
Expected return on plan assets	14,285	24,253	14,469	24,979
On September 30	360,263	353,656	365,119	358,423

The changes in the actuarial obligation in the periods presented are as follows:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
On January 1	325,555	335,523	329,936	339,591
Actuarial (gains) losses	214	(9,883)	215	(9,778)
Cost of current services	1,329	(7,315)	1,338	(7,258)
Financial cost	16,988	24,206	17,218	24,501
Employee contribution	55	60	56	61
Benefits paid	(10,992)	(17,036)	(11,111)	(17,181)
On September 30	333,149	325,555	337,652	329,936

The amounts recognized in the income statement are:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>09/30/21</u>	<u>12/31/20</u>	<u>09/30/21</u>	<u>12/31/20</u>
Cost of current services	1,329	(7,315)	1,338	(7,258)
Financial cost	(145)	(251)	(145)	(254)
Total included in personnel costs	1,184	(7,566)	1,193	(7,512)

The main actuarial assumptions at the balance sheet date are:

• **Economic hypotheses**

	Percentage p.a.			
	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Discount rate (*)	7.17	7.17	7.17	7.17
Expected rate of return on plan assets	7.17	7.17	7.17	7.17
Future salary increases	5.73	5.73	5.73	5.73
Inflation	3.25	3.25	3.25	3.25

(*) The discount rate is composed of: inflation 3.80% p.a. plus interest 3.48% p.a. for the period ended September 30, 2021 (inflation 3.80% p.a. plus interest 3.48% p.a. for the year ended December 31, 2020).

• **Demographic assumptions**

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Mortality table	AT 2000(*)	AT 2000(*)	AT 2000(*)	AT 2000(*)
Death and disability table	RRB 1983	RRB 1983	RRB 1983	RRB 1983
Disability entry table	RRB 1944	RRB 1944	RRB 1944	RRB 1944

(*) Table segregated by sex, based on the AT-2000 Basic smoothed by 10%.

20 Income tax and social contribution

(a) Deferred income tax and social contribution

The basis for the constitution of deferred taxes is as follows:

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
Asset (liability)				
Provision for technical assistance	33,929	38,442	63,159	63,417
Provision for commissions	18,932	31,076	25,514	36,803
Allowance for doubtful accounts	11,161	7,733	70,895	63,356
Provision for profit sharing	41,740	20,400	43,129	22,069
Provision for contingencies	97,261	76,793	133,439	115,449
Allowance for losses in inventories	5,376	6,469	9,758	11,854
Provision for third party services	9,783	9,846	23,160	20,121
Provision for contract terminations	7,712	14,330	13,517	16,571
Unrealized inventories	8,534	7,933	8,534	7,933
Adjustment to present value	1,088	1,434	1,301	1,909
Suspended withholding income tax	9,776	8,765	9,776	8,765
(Tax depreciation)	(21,911)	(21,690)	(21,911)	(21,690)
(Settlement of gains/losses with derivatives)	(2,565)	2,521	(2,542)	1,550
Exchange variation	69,805	82,515	69,805	82,515
Tax loss and negative social contribution base	59,849	-	111,834	46,128
Industrial Development Program	5,429	-	5,429	-
Other provisions	27,004	17,080	(2,400)	7,735
Calculation basis	382,903	303,647	562,397	484,485
Nominal rate - %	34	34	34	34
Deferred income tax and social contribution	130,187	103,240	191,215	164,725

(b) Estimated installments of realization of deferred tax assets and liabilities

The recovery of tax credits is based on projections of taxable income, as well as on the realization of temporary differences for the following years:

	Parent company		Consolidated	
	09/30/21	12/31/20	09/30/21	12/31/20
1 to 12 months	45,960	14,570	67,598	61,349
From 13 to 24 months	51,817	62,605	75,765	71,618
From 25 to 36 months	10,156	21,033	22,830	24,320
From 37 to 48 months	12,769	87	13,458	696
Over 48 months	9,485	4,945	11,564	6,742
	130,187	103,240	191,215	164,725

(c) Reconciliation of current income tax and social contribution expenses

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Reconciliation								
Income before income tax and social contribution	89,169	(69,015)	304,543	(101,863)	80,238	(73,669)	345,597	(97,973)
Nominal rate - %	34	34	34	34	34	34	34	34
	(30,317)	23,465	(103,545)	34,633	(27,281)	25,047	(117,503)	33,311
Permanent additions and exclusions								
Equity equivalence	372	(5,861)	19,102	5,066	-	-	-	-
Interest on equity	-	-	22,364	7,981	-	-	22,364	7,981
Reintegra	-	-	-	(128)	-	-	-	(128)
Tax loss on subsidiaries	-	-	-	-	(2,319)	(2,050)	(8,749)	(6,210)
ICMS base PIS/COFINS	-	-	-	-	-	-	-	13,419
Exclusion of monetary restatement of the IRPJ/CSLL base in financial investments	12,332	-	12,332	-	12,332	-	12,332	-
IRPJ/CSLL process on the Selic rate	28,424	-	28,424	-	30,457	-	30,457	-
Industrial Development Program	(267)	-	2,043	-	(267)	-	2,043	-
Profit sharing for managers	(781)	(312)	(1,093)	(858)	(781)	(312)	(1,093)	(858)
IR/CS on results abroad	-	-	-	22,449	-	-	-	22,449
Supplementary Law 160	700	-	5,110	-	700	-	5,110	(13,352)
Other additions (exclusions)	8,564	(2,597)	8,884	(1,901)	13,977	(6,445)	2,663	(4,043)
	19,027	14,695	(6,379)	67,242	26,818	16,240	(52,376)	52,569
Income tax and social contribution								
Current	(2,376)	(513)	(33,326)	23,133	4,245	(5,023)	(78,865)	(1,878)
Deferred	21,403	15,208	26,947	44,109	22,573	21,263	26,489	54,447
	19,027	14,695	(6,379)	67,242	26,818	16,240	(52,376)	52,569

21 Shareholders' equity

(a) Share capital

The Company's authorized share capital is 2,100,000,000 shares, of which 700,000,000 are common shares and 1,400,000,000 are registered preferred shares with no par value.

As of September 30, 2021, the subscribed and paid-in capital is represented by 946,892,882 (946,892,882 as of December 31, 2020) registered shares, of which 341,625,744 are common shares and 605,267,138 are preferred shares, without par value.

Of the total subscribed capital, 233,282,816 (240,469,955 as of December 31, 2020) registered preferred shares belong to foreign shareholders.

(b) Reserves

(i) Legal reserve

This is constituted at the rate of 5% of the net profit ascertained in each fiscal year pursuant to article 193 of Law no. 6.404/76, up to the limit of 20% of the share capital.

(ii) Statutory reserves

Marcopolo allocates at least 25% (twenty-five percent) of the remaining profit to the payment of dividends to all shares of Marcopolo, as a minimum mandatory dividend. The remaining balance of the net profit will be allocated, in its entirety, to the formation of the following reserves:

- Reserve for future capital increase to be used in future capital increases, to be formed by 70% of the remaining balance of the net profit for each year, not exceeding 60% of the share capital.
- Reserve for payment of interim dividends to be used for payment of interim dividends provided for in paragraph 1 of article 35 of the Bylaws, to be formed by 15% of the remaining balance of the net profit of each fiscal year, not exceeding 10% of the share capital.
- Reserve for the purchase of own shares to be used for the acquisition of shares issued by Marcopolo, for cancellation, holding in treasury and/or respective disposal, to be formed by 15% of the remaining balance of the net profit for each year, not exceeding 10% of the share capital.

(iii) Tax incentives

Based on Article 30 of Law 12.973/14, amended after the enactment of Complementary Law 160 on August 7, 2017, the tax incentives granted by the States and the Federal District are considered grants for investments and cannot be distributed as profit or dividends to shareholders. The adoption of this procedure is the basis for non-taxation of the subsidy for investments in income tax and social contribution.

(c) Treasury shares

Corresponds to the treasury stock of 7,205,550 nominative preferred shares, acquired at the average cost of BRL 3.8641 (in Reais) per share. The value of treasury shares as of September 30, 2021 corresponds to BRL 27,843. The shares will be used to, pursuant to paragraph 3 of article 168 of Brazilian Corporate Law and CVM Instruction no. 390/03, grant stock options to Marcopolo's management and employees, in accordance with the Stock Option Plan approved by the Extraordinary General Meeting held on December 22, 2005.

22 Insurance Coverage

As of September 30, 2021, the Company had insurance coverage against fire and other risks for property, plant and equipment and inventories at amounts considered sufficient to cover possible losses.

The main insurance coverage is:

		Consolidated	
Nature of the asset	Equity value	09/30/21	12/31/20
Inventories, buildings and contents	Fire and various risks	1,039,294	1,038,494
Vehicles	Collision and civil liability	54,315	70,255
		<u>1,093,609</u>	<u>1,108,749</u>

23 Surety and guarantees

As of September 30, 2021, the Company had contracted sureties and/or guarantees in the amount of BRL 95,846 (BRL 96,589 as of December 31, 2020), granted to banks in financing transactions with clients, with a corresponding guarantee of the respective financed assets, as well as the residual book value of financed assets in the amount of BRL 20,895 (BRL 21,893 as of December 31, 2020) given in guarantees for bank loans and contingencies. The company had guarantee insurance in force as of September 30, 2021 in the amount of BRL 101,327 (BRL 92,779 as of December 31, 2020).

24 Employee Profit Sharing

Employee participation was calculated as established in the Marcopolo Target Effectiveness Program (EFIMAR) Agreement.

The amounts are classified in the income statement for the period as follows:

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Cost of Products and Services Sold	3,322	311	8,416	7,651	3,732	320	9,843	9,527
Selling expenses	1,061	373	2,795	2,753	1,061	373	2,805	2,780
Administration expenses	1,316	294	6,874	1,772	1,712	646	8,026	3,038
	<u>5,699</u>	<u>978</u>	<u>18,085</u>	<u>12,176</u>	<u>6,505</u>	<u>1,339</u>	<u>20,674</u>	<u>15,345</u>

25 Revenue

The reconciliation of gross sales to net revenue is as follows:

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Gross sales of products and services	309,582	426,839	1,020,712	1,314,204	850,155	983,145	2,708,489	2,931,352
Taxes on sales and returns	<u>(42,069)</u>	<u>(50,368)</u>	<u>(137,572)</u>	<u>(130,905)</u>	<u>(92,536)</u>	<u>(134,334)</u>	<u>(293,204)</u>	<u>(339,346)</u>
Net revenue	<u>267,513</u>	<u>376,471</u>	<u>883,140</u>	<u>1,183,299</u>	<u>757,619</u>	<u>848,811</u>	<u>2,415,285</u>	<u>2,592,006</u>

26 Expenditure by nature

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Raw materials and consumables	166,916	233,758	555,267	660,435	549,706	504,580	1,734,339	1,500,644
Cost of idleness	2,292	6,159	5,748	15,498	3,473	15,127	8,723	43,117
Third party services and others	36,380	57,370	119,663	156,549	52,431	80,308	187,529	236,172
Direct remuneration	55,324	17,900	181,410	154,650	98,939	107,270	330,554	417,939
Remuneration of management	3,589	3,691	10,688	8,814	3,589	3,691	10,688	8,814
Employee participation in profits and results	5,699	978	18,085	12,176	6,505	1,339	20,674	15,345
Depreciation and amortization charges	9,201	7,964	24,706	23,595	23,983	25,931	76,059	72,487
Private pension expenses	1,737	1,593	5,224	5,532	1,980	1,812	5,965	6,211
Other expenses	<u>16,918</u>	<u>34,840</u>	<u>57,304</u>	<u>66,677</u>	<u>35,679</u>	<u>62,013</u>	<u>95,632</u>	<u>132,206</u>
Total costs and expenses of sales, distributions and administrative expenses.	<u>298,056</u>	<u>364,253</u>	<u>978,095</u>	<u>1,103,926</u>	<u>776,285</u>	<u>802,071</u>	<u>2,470,163</u>	<u>2,432,935</u>

27 Financial profit/loss

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Financial income								
Interest and monetary variations received (i)	46,669	1,390	178,363	6,547	47,308	1,124	215,334	30,063
Interest on derivatives	-	231	7	273	223	321	488	629
Income from financial investments	5,956	1,481	10,065	8,633	8,388	2,582	16,719	12,024
Adjustment to present value of accounts receivable	3,150	6,509	10,078	14,304	5,725	11,452	21,475	26,894
	<u>55,775</u>	<u>9,611</u>	<u>198,513</u>	<u>29,757</u>	<u>61,644</u>	<u>15,479</u>	<u>254,016</u>	<u>69,610</u>
Financial expenses								
Interest on loans and financing	(12,559)	(7,941)	(32,951)	(33,997)	(20,300)	(15,156)	(54,024)	(45,452)
Interest on derivatives	(797)	(286)	(1,674)	(667)	(797)	(286)	(1,674)	(667)
Bank expenses	(2,822)	(2,002)	(3,477)	(6,137)	(4,073)	(3,417)	(7,065)	(9,250)
Adjustment to present value of suppliers	(1,138)	(199)	(3,482)	(3,036)	(2,568)	(957)	(8,305)	(5,888)
	<u>(17,316)</u>	<u>(10,428)</u>	<u>(41,584)</u>	<u>(43,837)</u>	<u>(27,738)</u>	<u>(19,816)</u>	<u>(71,068)</u>	<u>(61,257)</u>
Currency variations								
Active exchange variation	57,902	57,325	107,595	304,963	69,369	67,797	136,799	390,350
Active exchange variation on derivatives	6,904	2,146	5,841	9,238	7,378	1,437	12,496	8,549
Passive exchange variation	(95,479)	(70,129)	(135,047)	(430,705)	(100,400)	(81,011)	(157,521)	(528,579)
Passive exchange variation on derivatives	1,208	(4,063)	(2,314)	(4,063)	(1,175)	(7,808)	(10,065)	(23,112)
	<u>(29,465)</u>	<u>(14,721)</u>	<u>(23,925)</u>	<u>(120,567)</u>	<u>(24,828)</u>	<u>(19,585)</u>	<u>(18,291)</u>	<u>(152,792)</u>
Financial profit/loss	<u>8,994</u>	<u>(15,538)</u>	<u>133,004</u>	<u>(134,647)</u>	<u>9,078</u>	<u>(23,922)</u>	<u>164,657</u>	<u>(144,439)</u>

(i) In the quarter, the amount of BRL 22,019 corresponding to the unconstitutionality of the incidence of IRPJ and CSLL on the amounts related to the Selic rate was recognized. In the period, the amount of R\$168,521 of Selic interest updates related to the exclusion of ICMS from the PIS and COFINS tax bases was also recognized.

28 Other operating income (expenses)

	Parent company				Consolidated			
	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20	07/01/21 to 09/30/21	07/01/20 to 09/30/20	09/30/21	09/30/20
Process excluding ICMS from the PIS and Cofins tax bases (III)	-	-	157,223	-	-	-	214,545	-
Process exclusion of monetary correction from the IRPJ/CSLL calculation basis in financial investments (ii)	33,497	-	36,272	-	33,497	-	36,272	-
IRPJ/CSLL process at Selic rate (i)	61,791	-	61,791	-	67,638	-	80,523	-
Attorneys' fees	-	-	(26,820)	-	-	-	(32,707)	-
Provision for labor contingencies	(13,523)	(5,688)	(37,625)	(14,916)	(13,523)	(6,639)	(43,213)	(17,616)
Allowance for losses in inventories	-	(560)	-	(1,683)	-	(879)	-	(3,642)
Labor terminations	-	(31,702)	-	(31,702)	-	(37,161)	-	(37,161)
ICMS credits	-	-	-	-	-	-	-	47,927
Tax expenses	-	-	(4,911)	-	-	-	(12,116)	-
Impairment of investment property	-	-	-	-	-	-	(5,584)	-
Other expenses	3,610	(5,860)	6,188	(10,407)	2,653	1,893	(13,219)	(5,421)
Total of other operating income (expenses)	<u>85,375</u>	<u>(43,810)</u>	<u>192,118</u>	<u>(58,708)</u>	<u>90,265</u>	<u>(42,786)</u>	<u>224,501</u>	<u>(15,913)</u>

(i) From the decision of the Federal Supreme Court on the unconstitutionality of the incidence of IRPJ and CSLL on amounts related to the Selic rate received due to the repetition of tax undue (RE 1.063.187 – Theme 962) the Company and its subsidiaries Ciferal and San Marino, carried out the calculation of the amounts included in their lawsuits that discuss the subject. Based on the best estimate of amounts associated with the aforementioned survey, the Company and its subsidiaries recognized in September, the amount of BRL 102,542. BRL 67,638 recorded in other revenues, BRL 22,019 recorded in financial income and BRL 12,885 recorded in current income tax/social contribution.

(ii) Its details are contained in note 18 (b).

(*) From the decision of the Federal Supreme Court on the exclusion of ICMS from the PIS and COFINS tax bases, the Company and its subsidiaries Ciferal Indústria de Ônibus Ltda. and Volare Veículos Ltda. carried out the calculation of the amounts included in their lawsuits that discuss the subject. Based on the best estimate of amounts associated with the aforementioned survey, the Company and its subsidiaries recognized in June, BRL 383,065. Part of this amount includes the principal of BRL 214,545, recorded in other revenues and the Selic interest update of BRL 168,521 recorded in the financial result.

29 Profit per share

(a) Basic

Basic profit per share is calculated by dividing the profit attributable to the Company's shareholders by the weighted average number of shares issued during the year, excluding the shares purchased by the Company and held as treasury shares.

	<u>09/30/21</u>	<u>09/30/20</u>
Profit attributable to shareholders	298,164	(34,621)
Weighted average number of shares issued (thousands)	939,687	939,414
(Loss) Profit per share	0.31732	(0.03685)

(b) Diluted

Diluted profit per share are calculated by adjusting the weighted average number of common and preferred shares outstanding to assume the conversion of all potential diluted common shares.

The Company considers the exercise of stock options by employees and management as a dilution effect of common and preferred shares. The number of shares calculated as described above is compared with the number of shares issued, assuming the exercise of stock options.

	<u>09/30/21</u>	<u>09/30/20</u>
Profit (Loss) attributable to shareholders	298,164	(34,621)
Weighted average number of shares issued (thousands)	939,687	939,414
Adjustments for:		
Exercise of stock options	7,206	7,478
(Loss) Profit per share	0.31489	(0.03656)

30 Balance sheets and income statements by segment

The industrial segment produces bus bodies and spare parts. The financial segment is responsible for financing operations through Banco Moneo.

Balance sheets

	Consolidated		Industrial		Financial	
	09/30/21	12/31/20	09/30/21	12/31/20	09/30/21	12/31/20
Assets						
Current						
Cash and cash equivalents	1,174,773	1,040,931	1,149,252	989,248	25,521	51,683
Derivative financial instruments	3,522	2,641	3,522	2,641	-	-
Accounts receivable from customers	738,764	970,452	485,449	702,407	253,315	268,045
Stocks	917,101	748,411	917,101	748,411	-	-
Other accounts receivable	495,859	408,617	464,914	379,187	30,945	29,430
	<u>3,330,019</u>	<u>3,171,052</u>	<u>3,020,238</u>	<u>2,821,894</u>	<u>309,781</u>	<u>349,158</u>
Noncurrent						
Financial assets measured at amortized cost	72,647	67,961	72,647	67,961	-	-
Accounts receivable from customers	418,555	449,933	-	-	418,555	449,933
Other accounts receivable	653,904	241,042	631,027	220,836	22,877	20,206
Investments	560,674	489,312	560,674	489,312	-	-
Investment properties	83,760	89,361	83,760	89,361	-	-
Property, plant and equipment	1,010,556	1,006,320	1,009,622	1,005,714	934	606
Goodwill and intangible assets	346,600	345,930	346,297	345,559	303	371
	<u>3,146,696</u>	<u>2,689,859</u>	<u>2,704,027</u>	<u>2,218,743</u>	<u>442,669</u>	<u>471,116</u>
Total assets	<u>6,476,715</u>	<u>5,860,911</u>	<u>5,724,265</u>	<u>5,040,637</u>	<u>752,450</u>	<u>820,274</u>
Liabilities						
Current						
Suppliers	348,097	358,825	348,097	358,825	-	-
Loans and Financing	635,635	722,097	442,537	503,673	193,098	218,424
Derivative financial instruments	968	5,723	968	5,723	-	-
Other accounts payable	641,869	631,663	631,063	616,790	10,806	14,873
	<u>1,626,569</u>	<u>1,718,308</u>	<u>1,422,665</u>	<u>1,485,011</u>	<u>203,904</u>	<u>233,297</u>
Noncurrent						
Loans and Financing	1,710,249	1,302,965	1,397,170	945,766	313,079	357,199
Other accounts payable	244,164	231,642	242,623	229,800	1,541	1,842
	<u>1,954,413</u>	<u>1,534,607</u>	<u>1,639,793</u>	<u>1,175,566</u>	<u>314,620</u>	<u>359,041</u>
Participation of non-controlling shareholders	<u>52,527</u>	<u>55,779</u>	<u>52,527</u>	<u>55,779</u>	<u>-</u>	<u>-</u>
Shareholders' equity attributable to controlling shareholders	<u>2,843,206</u>	<u>2,552,217</u>	<u>2,609,280</u>	<u>2,324,281</u>	<u>233,926</u>	<u>227,936</u>
Total liabilities	<u>6,476,715</u>	<u>5,860,911</u>	<u>5,724,265</u>	<u>5,040,637</u>	<u>752,450</u>	<u>820,274</u>

Income statements

	<u>Consolidated</u>		<u>Industrial</u>		<u>Financial</u>	
	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>
Operations						
Net sales and services revenue	2,415,285	2,592,006	2,352,221	2,519,454	63,064	72,552
Cost of products sold and services rendered	(2,182,217)	(2,174,701)	(2,151,756)	(2,137,140)	(30,461)	(37,651)
Gross profit	233,068	417,215	200,465	382,314	32,603	34,901
Operating revenues (expenses)						
Selling expenses	(131,092)	(159,979)	(125,027)	(144,778)	(6,065)	(15,201)
Administrative costs	(156,854)	(135,816)	(145,338)	(121,926)	(11,516)	(13,890)
Other net operating income (expenses)	224,501	(15,913)	227,908	(17,396)	(3,407)	1,483
Equity equivalence result	11,317	(59,041)	11,317	(59,041)	-	-
Operational profit/loss	180,940	46,466	169,325	39,173	11,615	7,293
Financial profit/loss						
Financial income	403,311	468,509	403,311	468,509	-	-
Financial expenses	(238,654)	(612,948)	(238,654)	(612,948)	-	-
Income before income tax and social contribution	345,597	(97,973)	333,982	(105,266)	11,615	7,293
Income tax and social contribution	(52,376)	52,569	(46,750)	55,835	(5,626)	(3,266)
Net profit for the period	<u>293,221</u>	<u>(45,404)</u>	<u>287,232</u>	<u>(49,431)</u>	<u>5,989</u>	<u>4,027</u>

31 Cash flow statements by business segment - indirect method

	<u>Consolidated</u>		<u>Industrial Segment</u>		<u>Financial Segment</u>	
	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>	<u>09/30/21</u>	<u>09/30/20</u>
Cash flows from operating activities						
Net profit for the period	293,221	(45,404)	287,232	49,431	5,989	4,027
Adjustments to reconcile income to cash generated by operating activities:						
Depreciation and amortization	78,178	72,488	77,993	72,293	185	195
Gain on sale of investment assets, property, plant and equipment						
and intangible assets	11,818	3,213	11,818	3,236	-	(23)
Equity equivalence	(11,317)	59,041	(11,317)	59,041	-	-
Allowance for doubtful accounts	12,808	6,602	6,743	(8,599)	6,065	15,201
Current and deferred income tax and social contribution	52,376	(52,568)	46,750	(55,811)	5,626	3,266
Appropriate interest and variations	84,800	313,978	84,800	285,618	-	28,360
Non-controlling interests	(4,943)	(10,783)	(4,943)	(10,783)	-	-
Changes in assets and liabilities						
(Increase) decrease in trade accounts receivable	245,707	(425,840)	205,664	(327,386)	40,043	(98,454)
(Increase) reduction in securities	(5,567)	71,459	(5,567)	71,459	-	-
(Increase) decrease in inventories	(171,152)	(120,192)	(171,152)	(120,192)	-	-
(Increase) decrease in other accounts receivable	(500,955)	(141,073)	(496,769)	(138,403)	(4,186)	(2,670)
Increase (decrease) in suppliers	(8,082)	10,631	(8,082)	10,631	-	-
Increase (decrease) actuarial liabilities	-	-	-	-	-	-
Increase (decrease) in accounts payable and provisions	10,897	237,539	12,695	239,889	(1,798)	(2,350)
Cash generated from operating activities	87,789	(20,909)	35,865	31,539	51,924	(52,448)
Profit taxes paid	(78,865)	(1,878)	(70,669)	2,821	(8,196)	(4,699)
Net cash from operating activities	<u>8,924</u>	<u>(22,787)</u>	<u>(34,804)</u>	<u>34,360</u>	<u>43,728</u>	<u>(57,147)</u>
Cash flows from investment activities						
Investments	-	-	-	-	-	-
Dividends from subsidiaries, joint ventures and associates	4,749	448	4,749	448	-	-

Fixed asset additions	(78,824)	(105,658)	(78,426)	(105,507)	(398)	(151)
Intangible additions	(3,421)	(3,101)	(3,375)	(3,024)	(46)	(77)
Receipts from sale of property, plant and equipment	1,253	-	1,253	-	-	-
Net cash from investment activities	(76,243)	(108,311)	(75,799)	(108,083)	(444)	(228)
Cash flows from financing activities						
Treasury shares	1,366	1,335	1,366	1,335	-	-
Loans from third parties	792,578	507,281	861,540	254,061	(68,962)	253,220
Loan payment - principal	(520,261)	(447,195)	(519,835)	(284,844)	(426)	(162,351)
Loan payment - interest	(53,368)	(32,032)	(53,310)	(17,717)	(58)	(14,315)
Payment of interest and dividends	(16,539)	(69,971)	(16,539)	(69,971)	-	-
Net cash used in financing activities	203,776	(40,582)	273,222	(117,136)	(69,446)	76,554
Effect of exchange rate changes on cash and cash equivalents	(2,615)	52,814	(2,615)	52,814	-	-
Net increase (decrease) in cash and cash equivalents	133,842	(118,866)	160,004	(138,045)	(26,162)	19,179
Cash and cash equivalents at the beginning of the period	1,040,931	1,074,622	989,248	1,057,258	51,683	17,364
Cash and cash equivalents at the end of the period	1,174,773	955,756	1,149,252	919,213	25,521	36,543

32 Additional information

The industrial business segment operates in the geographical regions specified below. The financial business segment operates exclusively in Brazil.

(a) Net revenue by geographical region

	Consolidated	
	09/30/21	09/30/20
Brazil	1,685,942	1,960,016
Africa	72,696	44,968
Argentina	184,120	45,840
Australia	315,464	302,504
China	10,672	15,289
Mexico	146,147	185,433
United Arab Emirates	244	305
	2,415,285	2,554,355

(b) **Property, plant and equipment, goodwill and intangible assets by geographical region**

	Consolidated	
	09/30/21	12/31/20
Brazil	956,516	938,025
Africa	18,980	19,284
Argentina	31,182	24,367
Australia	222,213	234,221
Canada	80,537	76,484
China	12,434	15,386
Mexico	34,844	44,015
Uruguay	97	93
United Arab Emirates	353	375
	1,357,156	1,352,250

33 Other information

(a) **COVID-19 Pandemic**

Since the beginning of January 2020, the coronavirus outbreak, which is a rapidly evolving situation, has adversely impacted global economic activities. The rapid development and fluidity of this situation prevent an accurate prediction of its final impact.

In order for the Company to monitor and analyze the impacts of Covid-19, a Crisis Committee composed of its board and some invited managers was created. In this environment, the main actions taken by the Company are being discussed daily, aiming at operational sustainability.

Despite having resumed its activities, we adopted several measures, recommendations and determinations from health agencies and competent authorities, reiterating our commitment to the safety of all employees, customers and other stakeholders.

At this time, in relation to receivables agreements entered into with customers, we have not identified risks of losses in addition to the amounts of the allowances for losses already recognized. However, there were occasional renegotiations with some customers aimed at extending maturities. We are following the issue very closely and believe that the level of allowance for doubtful debts of the Company is appropriate to the risk condition that we estimate for our customers.

Regarding the realization of inventories, we do not expect risks of realization of them in an amount lower than their cost. This is also due to the fact that for the coming months, there was a re-planning of the purchase volumes supported by the industrial schedules of the specific area.

As for the debts already incurred, we obtained some re-negotiations in the flow of payments and not anticipated restrictions on the Company's ability to proceed with its payment on the due date. Additionally, we do not have loan agreements with restrictive *Covenants* clauses.

Regarding non-financial assets, to date we have not identified material impacts for the recoverability of the amounts recorded considering the revised estimates of expected future cash flows. Regarding exchange variation, the Company adopts as a practice the realization of export exchange hedge at the time of confirmation of sales orders (when the order enters our backlog), ensuring the business margin. In this line, any devaluation of the exchange implies the recognition of an expense in the Company's income. As the products are delivered and invoiced, the Company captures the benefits of devaluation of the Real in its operating margins. Currently, the Company's foreign exchange exposure is backed by the amount of the order portfolio signed with customers.

The measurement of deferred tax assets and liabilities reflects the tax consequences arising from the manner in which the Company expects to recover or settle its assets and liabilities.

The Company maintains a liquidity scenario and a good cash position – the medium and long-term amortization flow is adequate. Currently, firm orders added to internal fixed cost adjustment measures will allow us to balance for the coming months. In any case, we are taking expenditure and investment containment measures.

To date, the activities present full conditions of continuity of operations.

* * *

1 Composition of the shareholders of Marcopolo S.A. with more than 5% of common and/or preferred shares, up to the individual level, on September 30, 2021:

SHAREHOLDERS	COMMON		PREFERRED		TOTAL	
	QTY.	%	QTY.	%	QTY.	%
Bellpart Participações Ltda	151,954,920	44.48	4,027,352	0.67	155,982,272	16.47
Mauro Gilberto Bellini	7,678,920	2.25	11,551,523	1.91	19,230,443	2.03
James Eduardo Bellini	7,678,920	2.25	14,206,664	2.34	21,885,584	2.32
Paulo Alexander Pacheco Bellini	6,901,160	2.02	5,997,700	0.99	12,898,860	1.36
Controlling Group Subtotal	174,213,920	51.00	35,783,239	5.91	209,997,159	22.18
Alaska Investimentos Ltda	50,175,735	14.69	15,560,631	2.57	65,736,366	6.94
Fund Petrobras Seg Soc Petros	-	0.00	83,291,100	13.76	83,291,100	8.80
T Rowe Price Funds Sicav (overseas)	-	0.00	65,017,020	10.74	65,017,020	6.87
Viviane Maria Pinto Bado	44,963,544	13.16	808,927	0.13	45,772,471	4.83
Actions in treasury	-	0.00	7,205,550	1.19	7,205,550	0.76
Other shareholders overseas (*)	7,068,003	2.07	161,197,793	26.63	168,265,796	17.77
Other shareholders (*)	65,204,542	19.09	236,402,878	39.06	301,607,420	31.85
Subtotal	167,411,824	49.00	569,483,899	94.09	736,895,723	77.82
TOTAL	341,625,744	100.00	605,267,138	100.00	946,892,882	100.00
PROPORTION		36.08		63.92		100.00

* In this item there are no individual shareholders who own more than 5% of common and/or preferred shares.

2 Composition of the capital of Bellpart Participações Ltda. on September 30, 2021:

Table presented in quotas:

QUOTA HOLDERS	QUOTAS		
	QTY.	NOMINAL VALUE	%
James Eduardo Bellini	95,064,957	95,064,957	41.05
Mauro Gilberto Bellini	95,064,957	95,064,957	41.05
Paulo Alexander Pacheco Bellini	41,430,086	41,430,086	17.90
TOTAL	231,560,000	231,560,000	100.00

3 Quantity and characteristics of the securities issued by the company owned by the Controlling Shareholders, Directors, Members of the Fiscal Council and Shares in circulation.

**Consolidated Shareholding Position of the Controllers
and Managers and Shares in circulation.
Position on 09/30/2021**

Table presented in shares:

SHAREHOLDERS	COMMON		PREFERRED		TOTAL	
	QTY.	%	QTY.	%	QTY.	%
Controllers	174,213,920	51.00	35,783,239	5.91	209,997,159	22.18
Relatives of controllers	-	-	-	-	-	-
Administrators	-	-	-	-	-	-
Board of Directors	-	-	-	-	-	-
Executive Board	314,800	0.09	3,545,524	0.59	3,860,324	0.41
Fiscal Board (*)	504,696	0.15	789,396	0.13	1,294,092	0.14
Actions in treasury	-	0.00	7,205,550	1.19	7,205,550	0.76
Other	166,592,328	48.76	557,943,429	92.08	724,535,757	76.52
TOTAL	341,625,744	100.00	605,267,138	100.00	946,892,882	100.00
Shares in Circulation in the Market	166,592,328	48.76	557,943,429	92.08	724,535,757	76.52

* Shares held by a director and a substitute of the fiscal board, elected by the controlling group.

**Consolidated Shareholding Position of the Controllers
and Managers and Shares in circulation.
Position on 09/30/2020**

Table presented in shares:

SHAREHOLDERS	COMMON		PREFERRED		TOTAL	
	QTY.	%	QTY.	%	QTY.	%
Controllers	173,132,720	50.68	20,129,751	3.33	193,262,471	20.41
Relatives of controllers	-	-	-	-	-	-
Administrators	-	-	-	-	-	-
Board of Directors	-	-	-	-	-	-
Executive Board	314,800	0.09	3,304,289	0.55	3,619,089	0.38
Fiscal Board (*)	504,697	0.15	830,415	0.14	1,335,112	0.14
Actions in treasury	-	0.00	7,478,248	1.24	7,478,248	0.79
Other	167,673,527	49.08	573,524,435	94.76	741,197,962	78.28
TOTAL	341,625,744	100.00	605,267,138	100.00	946,892,882	100.00
Shares in Circulation in the Market	167,673,527	49.08	573,524,435	94.76	741,197,962	78.28

* Shares held by a director and a substitute of the fiscal board, elected by the controlling group.

4 The Company is bound to arbitration in the Market Arbitration Chamber, according to the Commitment Clause in its Bylaws.

Report on review of quarterly information

To the Board of directors and Stockholders
Marcopolo S.A.

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Marcopolo S.A. ("Company"), included in the Quarterly Information Form (ITR) for the quarter ended September 30, 2021, comprising the balance sheet as of September 30, 2021 and the statements of income, and of comprehensive income, for the three-month and nine-month period then ended and the changes in shareholders' equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21 – *Interim Financial Reporting*, of the Brazilian Accounting Pronouncements Committee (CPC) and *International Accounting Standard (IAS) 34 - Interim Financial Reporting*, issued by the *International Accounting Standards Board (IASB)*, as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission, (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). A review of interim 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 Brazilian and International 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 interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information and presented in accordance with the standards issued by the CVM.

Marcopolo S.A.

Other matters

Statements of value added

The quarterly information referred to above includes the consolidated statements of value added for the nine-month period ended September 30, 2021. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the interim accounting information, for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard 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 have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

Porto Alegre, November 03, 2021

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Carlos Alexandre Peres
Contador CRC 1SP198156/O-7

MARCOPOLO S.A.
CNPJ no. 88.611.835/0001-29
Public Company
NIRE No.43 3 0000723 5

DECLARATION

Messrs. James Eduardo Bellini and José Antonio Valiati, Directors of MARCOPOLO S.A., a company headquartered at Avenida Marcopolo, 280, Planalto District, in the city of Caxias do Sul, RS, registered with the CNPJ under No. 88.611.835/0001-29, pursuant to the provisions of items V and VI of Article 25 of CVM Instruction No. 480 of December 7, 2009, hereby declare that:

- a) They have reviewed, discussed and agreed with the interim accounting information (controlled company and consolidated) of Marcopolo S.A. for the quarter closed on September 30, 2021; and
- b) They have reviewed, discussed and agreed with the opinion stated by PRICEWATERHOUSECOOPERS - Auditores Independentes in the Independent Auditors' Report about the interim accounting information (controlled company and consolidated) of Marcopolo S.A. for the quarter closed on September 30, 2021.

Caxias do Sul, November 03, 2021.

James Eduardo Bellini
Board Member

Jose Antonio Valiati
Board Member and Director of Investor Relations

MARCOPOLO S.A.
CNPJ no. 88.611.835/0001-29
Public Company
NIRE No.43 3 0000723 5

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Messrs. James Eduardo Bellini and José Antonio Valiati, Directors of MARCOPOLO S.A., a company headquartered at Avenida Marcopolo, 280, Planalto District, in the city of Caxias do Sul, RS, registered with the CNPJ under No. 88.611.835/0001-29, pursuant to the provisions of items V and VI of Article 25 of CVM Instruction No. 480 of December 7, 2009, hereby declare that:

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- b) They have reviewed, discussed and agreed with the opinion stated by PRICEWATERHOUSECOOPERS - Auditores Independentes in the Independent Auditors' Report about the interim accounting information (controlled company and consolidated) of Marcopolo S.A. for the quarter closed on September 30, 2021.

Caxias do Sul, November 03, 2021.

James Eduardo Bellini
Board Member

Jose Antonio Valiati
Board Member and Director of Investor Relations