

Marcopolo S.A.

Quarterly Information at 6/30/2022 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)

Index

Company Details

Capital Composition	1
---------------------	---

Individual Financial Statements

Balance Sheet - Assets	2
------------------------	---

Balance Sheet - Liabilities	3
-----------------------------	---

Income Statement	5
------------------	---

Comprehensive Income Statement	6
--------------------------------	---

Cash Flow Statement (Indirect Method)	7
---------------------------------------	---

Statement of Changes in Shareholders' Equity

DMPL - 01/01/2022 to 06/30/2022	8
---------------------------------	---

DMPL - 01/01/2021 to 06/30/2021	9
---------------------------------	---

Value Added Statement	10
-----------------------	----

Consolidated Financial Statements

Balance Sheet - Assets	11
------------------------	----

Balance Sheet - Liabilities	12
-----------------------------	----

Income Statement	14
------------------	----

Comprehensive Income Statement	16
--------------------------------	----

Cash Flow Statement (Indirect Method)	17
---------------------------------------	----

Statement of Changes in Shareholders' Equity

DMPL - 01/01/2022 to 06/30/2022	18
---------------------------------	----

DMPL - 01/01/2021 to 06/30/2021	19
---------------------------------	----

Value Added Statement	20
-----------------------	----

Performance Comments	21
----------------------	----

Notes	33
-------	----

Other Information Considered Relevant by the Company	83
--	----

Opinions and Statements

Special Review Report - Without Exceptions	85
--	----

Officers' Declaration on the Financial Statements	86
---	----

Officers' Declaration on the Independent Auditor's Report	87
---	----

Company Information/Capital Composition

Number of Shares (Units)	Current Quarter 06/30/2022
Paid-in Capital	
Common	341,625,744
Preferred	605,267,138
Total	946,892,882
In Treasury	
Common	0
Preferred	6,583,647
Total	6,583,647

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Year 12/31/2021
1	Total Assets	5,232,247	5,062,831
1.01	Current Assets	1,827,868	1,644,286
1.01.01	Cash and Cash Equivalents	840,754	817,438
1.01.02	Financial Investments	922	131
1.01.02.01	Financial Investments Valued at Fair Value through Profit/Loss	922	131
1.01.02.01.01	Securities for Trading	922	131
1.01.03	Accounts Receivable	308,467	267,520
1.01.03.01	Customers	308,467	267,520
1.01.04	Inventories	457,343	356,599
1.01.06	Recoverable Taxes	106,933	55,829
1.01.06.01	Current Taxes Recoverable	106,933	55,829
1.01.08	Other Current Assets	113,449	146,769
1.01.08.03	Other	113,449	146,769
1.02	Non-current Assets	3,404,379	3,418,545
1.02.01	Long-Term Assets	634,972	688,166
1.02.01.03	Financial investments valued at amortized cost	73,515	106,539
1.02.01.04	Accounts Receivable	391,470	428,801
1.02.01.04.02	Other Accounts Receivable	41,311	41,783
1.02.01.04.03	Recoverable taxes	350,159	387,018
1.02.01.07	Deferred Taxes	169,987	152,826
1.02.01.07.01	Deferred Income Tax and Social Contribution	169,987	152,826
1.02.02	Investments	2,325,358	2,287,891
1.02.02.01	Equity Interests	2,319,237	2,281,651
1.02.02.01.01	Interests in Associates	46,197	44,368
1.02.02.01.02	Interests in Subsidiaries	2,157,656	2,118,118
1.02.02.01.03	Interests in Jointly Controlled Companies	115,384	119,165
1.02.02.02	Investment Properties	6,121	6,240
1.02.03	Fixed assets	434,929	433,462
1.02.03.01	Fixed assets in operation	428,005	427,565
1.02.03.02	Right of Use in Lease	6,924	5,897
1.02.04	Intangible	9,120	9,026
1.02.04.01	Intangibles	9,120	9,026
1.02.04.01.02	Intangibles	9,120	9,026

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Year 12/31/2021
2	Total Liabilities	5,232,247	5,062,831
2.01	Current Liabilities	985,916	942,362
2.01.01	Social and Labor Obligations	92,497	69,097
2.01.01.02	Labor Obligations	92,497	69,097
2.01.02	Suppliers	241,654	181,980
2.01.02.01	National Suppliers	229,188	171,795
2.01.02.02	Foreign Suppliers	12,466	10,185
2.01.03	Tax Obligations	44,340	49,205
2.01.03.01	Federal Tax Obligations	41,151	45,887
2.01.03.01.01	Income Tax and Social Contribution Payable	41,151	45,887
2.01.03.02	State Tax Obligations	2,862	3,201
2.01.03.03	Municipal Tax Obligations	327	117
2.01.04	Loans and Financing	480,384	449,103
2.01.04.01	Loans and Financing	480,384	449,103
2.01.04.01.01	In National Currency	57,302	49,490
2.01.04.01.02	In Foreign Currency	423,082	399,613
2.01.05	Other Obligations	127,041	192,977
2.01.05.02	Other	127,041	192,977
2.01.05.02.02	Minimum Mandatory Dividend Payable	876	71,401
2.01.05.02.04	Advance from customers	19,794	16,665
2.01.05.02.05	Commissioned representatives	17,296	16,014
2.01.05.02.06	Management participation	1,106	3,981
2.01.05.02.07	Lease obligations	2,484	1,819
2.01.05.02.08	Other current accounts payable	82,675	82,177
2.01.05.02.09	Derivative financial instruments	2,810	920
2.02	Non-current Liabilities	1,255,913	1,215,464
2.02.01	Loans and Financing	1,059,378	1,014,352
2.02.01.01	Loans and Financing	1,059,378	1,014,352
2.02.01.01.01	In National Currency	426,046	456,464
2.02.01.01.02	In Foreign Currency	633,332	557,888
2.02.02	Other Obligations	29,728	29,233
2.02.02.02	Other	29,728	29,233
2.02.02.02.03	Obligation on account of equity interest	24,331	24,331
2.02.02.02.04	Lease obligations	5,397	4,902
2.02.04	Provisions	166,807	171,879
2.02.04.01	Labor and Civil Social Security Tax Provisions	97,648	90,802
2.02.04.01.01	Tax Provisions	11,444	11,086
2.02.04.01.02	Social Security and Labor Provisions	85,315	78,684
2.02.04.01.04	Civil Provisions	889	1,032
2.02.04.02	Other Provisions	69,159	81,077
2.02.04.02.04	Provision for loss on investment	69,159	81,077
2.03	Shareholders' Equity	2,990,418	2,905,005
2.03.01	Paid-in Capital	1,334,052	1,334,052
2.03.02	Capital Reserves	1,862	2,644
2.03.02.04	Options Granted	-10,157	-9,375
2.03.02.07	Capital transaction reserves	12,019	12,019

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Year 12/31/2021
2.03.04	Profit Reserves	1,176,054	1,060,724
2.03.04.01	Legal reserve	93,520	93,520
2.03.04.02	Statutory Reserve	1,108,577	994,738
2.03.04.09	Treasury Shares	-26,043	-27,534
2.03.06	Equity Valuation Adjustments	486,146	504,853
2.03.08	Other Comprehensive Income	-7,696	2,732
2.03.08.01	Equity Equiv. on Comprehensive Result Subsidiaries and Associates	-7,696	2,732

Individual Financial Statements / Income Statement (Thousand Reais)

Account Code	Account description	Current Quarter Accumulated in the Current		Accumulated in the	Previous Fiscal Year
		Equal Quarter of the 04/01/2022 to 06/30/22	Fiscal Year 01/01/2022 to 06/30/2022	Previous Fiscal Year 04/01/2021 to 06/30/2022	Previous Fiscal Year 01/01/2021 to 06/30/2021
3.01	Revenue from Sale of Goods and/or Services	407,532	794,312	329,628	615,627
3.02	Cost of Goods and/or Services Sold	-369,380	-730,201	-325,523	-588,331
3.02.01	Cost of Goods and/or Services Sold	-369,380	-730,201	-324,226	-584,875
3.02.02	Idle Cost	0	0	-1,297	-3,456
3.03	Gross Result	38,152	64,111	4,105	27,296
3.04	Operating Expenses/Revenues	5,555	7,021	94,245	64,068
3.04.01	Selling Expenses	-23,546	-46,888	-22,630	-40,845
3.04.02	General and Administrative Expenses	-31,277	-57,820	-27,195	-50,863
3.04.05	Other Operating Expenses	-4,295	-6,184	119,739	106,743
3.04.06	Equity Income	64,673	117,913	24,331	49,033
3.05	Result Before Financial Result and Taxes	43,707	71,132	98,350	91,364
3.06	Financial Result	-43,394	38,399	153,134	124,010
3.06.01	Financial Revenues	6,683	307,986	91,147	191,368
3.06.02	Financial Expenses	-50,077	-269,587	61,987	-67,358
3.07	Income Before Taxes on Profit	313	109,531	251,484	215,374
3.08	Income Tax and Social Contribution on Profit	32,426	22,596	-48,145	-25,406
3.08.01	Current	5,089	5,435	-30,890	-30,950
3.08.02	Deferred	27,337	17,161	-17,255	5,544
3.09	Net Income from Continuing Operations	32,739	132,127	203,339	189,968
3.11	Profit/Loss for the Period	32,739	132,127	203,339	189,968
3.99	Profit per Share - (Reais / Share)				
3.99.01	Basic Profit per Share				
3.99.01.01	ON	0.03458	0.14051	0.21474	0.20217
3.99.01.02	PN	0.03458	0.14051	0.21474	0.20217
3.99.02	Diluted Profit per Share				
3.99.02.01	ON	0.03483	0.13954	0.2164	0.20062
3.99.02.02	PN	0.03483	0.13954	0.2164	0.20062

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

Account Code	Account Description	Current Quarter 04/01/2022 to 06/30/22	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Equal Quarter of the Previous Fiscal Year 04/01/2021 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
4.01	Net Income for the Period	32,739	132,127	203,339	189,968
4.02	Other Comprehensive Income	54,427	-29,135	-44,539	29,390
4.02.01	Exchange Rate Variation on Foreign Investments	61,578	-18,707	-41,478	35,600
4.02.04	Participation in the comprehensive income of subsidiary	-7,151	-10,428	-3,061	-6,210
4.03	Comprehensive Income for the Period	87,166	102,992	158,800	219,358

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

Account Code	Account Description	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
6.01	Net Cash from Operating Activities	-24,059	-54,260
6.01.01	Cash Generated in Operations	9,730	147,984
6.01.01.01	Result for the period	132,127	189,968
6.01.01.02	Depreciation and amortization	19,510	16,911
6.01.01.03	Result on sale of fixed and intangible assets	912	1,023
6.01.01.04	Equity method	-117,913	-49,033
6.01.01.05	Expected credit losses	-1,292	3,989
6.01.01.06	Current and deferred income tax and social contribution	-17,161	25,406
6.01.01.07	Interest and appropriate variations	-38,686	-30,184
6.01.01.08	Change in assets measured at fair value	32,233	-10,096
6.01.02	Changes in Assets and Liabilities	-33,789	-202,244
6.01.02.01	(Increase) decrease in accounts receivable from customers	-39,655	104,050
6.01.02.02	(Increase) decrease in inventories	-100,744	-58,951
6.01.02.03	(Increase) decrease in other accounts receivable	2,386	-268,021
6.01.02.05	Increase (decrease) suppliers	59,674	11,727
6.01.02.07	Increase (decrease) in other accounts payable and provisions	44,550	39,901
6.01.02.08	Profit taxes paid	0	-30,950
6.02	NetCash from Investment Activities	19,448	124
6.02.01	Investments	-52,385	-28,875
6.02.02	Controlled dividends, jointly controlled and affiliates	90,927	76,553
6.02.03	Additions of fixed assets	-17,863	-45,755
6.02.04	Additions of intangible assets	-1,303	-2,535
6.02.05	Receipt on sale of fixed assets	72	736
6.03	Net Cash from Financing Activities	27,927	230,317
6.03.02	Loans taken from third parties	252,559	414,373
6.03.03	Payment of loans - principal	-115,167	-159,675
6.03.04	Payment of loans - interest	-21,389	-8,492
6.03.05	Payment of interest on shareholders' equity and dividends	-88,785	-16,539
6.03.06	Treasury shares	709	650
6.05	Increase (Decrease) in Cash and Cash Equivalents	23,316	176,181
6.05.01	Opening Balance of Cash and Cash Equivalents	817,438	626,682
6.05.02	Final Balance of Cash and Cash Equivalents	840,754	802,863

Individual Financial Statements/ Statement of Changes in Shareholders' Equity / DMPL - 01/01/2022 to 06/30/2022 (Thousand Reais)

Account Code	Account Description	Share Capital Paid-In	Capital reserves, Granted options and Treasury shares	Profit reserves	Profit or loss Accumulated	Other Comprehensive Income	Shareholders' Equity
5.01	Beginning Balances	1,334,052	-24,890	1.088.258	0	507,585	2.905,005
5.03	Adjusted Beginning Balances	1,334,052	-24,890	1.088.258	0	507,585	2.905,005
5.04	Capital Transactions with Members	0	709	-18.288	0	0	-17,579
5.04.05	Treasury Shares Sold	0	709	0	0	0	709
5.04.06	Dividends	0	0	-18.288	0	0	-18,288
5.05	Total Comprehensive Income	0	0	0	132,127	-29,135	102,992
5.05.01	Net Income for the Period	0	0	0	132,127	0	132,127
5.05.02	Other Comprehensive Income	0	0	0	0	-29,135	-29,135
5.05.02.03	Equity Equiv. on Comprehensive Result Subsidiaries and Associates	0	0	0	0	-10,428	-10,428
5.05.02.04	Conversion Adjustments for the Period	0	0	0	0	-18,707	-18,707
5.07	Closing Balances	1,334,052	-24,181	1.069.970	132,127	478,450	2,990,418

**Individual Financial Statements/ Statement of Changes in Shareholders' Equity / DMPL - 01/01/2021 to 06/30/2021
(Thousand Reais)**

Account Code	Account Description	Share Capital Paid-In	Capital reserves, Granted options and Treasury shares	Profit reserves	Profit or loss Accumulated	Other Comprehensive Income	Shareholders' Equity
5.01	Initial Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217
5.03	Adjusted Initial Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217
5.04	Capital Transactions with Members	0	650	-23,945	-65,775	0	-89,070
5.04.05	Treasury Shares Sold	0	650	0	0	0	650
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 Income	0	0	0	189,968	29,390	219,358
5.05.01	Net Income for the Period	0	0	0	189,968	0	189,968
5.05.02	Other Comprehensive Income	0	0	0	0	29,390	29,390
5.05.02.03	Equity Equiv. on Comprehensive Result Subsidiaries and Associates	0	0	0	0	-6,210	-6,210
5.05.02.04	Period Conversion Adjustments	0	0	0	0	35,600	35,600
5.07	Closing Balances	1,334,052	-25,858	803,899	124,193	446,219	2,682,505

Individual Financial Statements / Value Added Statement (Thousand Reais)

Account Code	Account Description	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
7.01	Revenues	919,961	854,384
7.01.01	Sales of Goods, Products and Services	894,270	691,801
7.01.02	Other Revenues	24,399	166,572
7.01.04	Provision/Reversal of Doubtful Accounts	1,292	-3,989
7.02	Inputs Acquired from Third Parties	-756,338	-635,343
7.02.01	Costs Products, Merchandise and Services	-623,947	-492,230
7.02.02	Materials, Energy, Third Party Services and Others	-101,808	-83,283
7.02.03	Loss/Recovery of Assets	-30,583	-59,830
7.03	Gross Added Value	163,623	219,041
7.04	Withholdings	-19,510	-16,911
7.04.01	Depreciation, Amortization and Depletion	-19,510	-16,911
7.05	Net Added Value Produced	144,113	202,130
7.06	Added Value Received in Transfer	425,899	240,401
7.06.01	Equity method result	117,913	49,033
7.06.02	Financial Revenues	307,986	191,368
7.07	Total Added Value to Distribute	570,012	442,531
7.08	Distribution of Added Value	570,012	442,531
7.08.01	Personnel	200,971	167,310
7.08.01.01	Direct Remuneration	160,367	121,189
7.08.01.02	Benefits	26,850	28,971
7.08.01.03	F.G.T.S.	13,754	17,150
7.08.02	Taxes, Fees and Contributions	-36,337	15,266
7.08.02.01	Federal	-15,083	32,719
7.08.02.02	State	-21,964	-18,125
7.08.02.03	Municipal	710	672
7.08.03	Remuneration of Third Party Capital	273,251	69,987
7.08.03.01	Interest	269,587	67,358
7.08.03.02	Rentals	3,664	2,629
7.08.04	Equity Compensation	132,127	189,968
7.08.04.01	Interest on Equity	0	65,775
7.08.04.03	Retained Earnings / Loss for the Period	132,127	124,193

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Fiscal Year 12/31/2021
1	Total Assets	7,042,532	6,654,524
1.01	Current Assets	3,765,373	3,367,187
1.01.01	Cash and Cash Equivalents	1,100,176	1,322,975
1.01.02	Financial Investments	1,925	683
1.01.02.01	Financial investments valued at fair value through Profit/Loss	1,925	683
1.01.02.01.01	Securities for Trading	1,925	683
1.01.03	Accounts Receivable	985,280	657,575
1.01.03.01	Customers	985,280	657,575
1.01.04	Inventories	1,202,317	987,614
1.01.06	Recoverable Taxes	298,915	234,156
1.01.06.01	Current Taxes Recoverable	298,915	234,156
1.01.08	Other Current Assets	176,760	164,184
1.01.08.03	Other	176,760	164,184
1.02	Non-current Assets	3,277,159	3,287,337
1.02.01	Long-Term Assets	1,355,477	1,309,063
1.02.01.03	Financial investments valued at amortized cost	71,889	75,061
1.02.01.04	Accounts Receivable	1,001,600	1,013,092
1.02.01.04.01	Customers	454,252	435,455
1.02.01.04.02	Other Accounts Receivable	69,998	69,545
1.02.01.04.03	Recoverable Taxes	477,350	508,092
1.02.01.07	Deferred Taxes	281,988	220,910
1.02.01.07.01	Deferred Income Tax and Social Contribution	281,988	220,910
1.02.02	Investments	597,882	608,127
1.02.02.01	Equity Interests	550,205	560,123
1.02.02.01.01	Interests in Associates	97,500	102,915
1.02.02.01.04	Interests in Jointly Controlled Companies	448,057	451,901
1.02.02.01.05	Other Investments	4,648	5,307
1.02.02.02	Investment Properties	47,677	48,004
1.02.03	Fixed assets	994,158	1,017,759
1.02.03.01	Fixed assets in operation	947,209	960,533
1.02.03.02	Right of Use in Lease	46,949	57,226
1.02.04	Intangible assets	329,642	352,388
1.02.04.01	Intangible assets	42,454	42,628
1.02.04.01.02	Intangibles	42,454	42,628
1.02.04.02	Goodwill	287,188	309,760

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Year 12/31/2021
2	Total Liabilities	7,042,532	6,654,524
2.01	Current Liabilities	2,333,559	2,026,040
2.01.01	Social and Labor Obligations	155,209	122,656
2.01.01.01	Social Obligations	155,209	122,656
2.01.02	Suppliers	648,870	459,049
2.01.02.01	National Suppliers	476,689	299,007
2.01.02.02	Foreign Suppliers	172,181	160,042
2.01.03	Tax Liabilities	111,343	128,191
2.01.03.01	Federal Tax Obligations	103,910	120,976
2.01.03.01.01	Income Tax and Social Contribution Payable	103,910	120,976
2.01.03.02	State Tax Obligations	6,928	6,939
2.01.03.03	Municipal Tax Obligations	505	276
2.01.04	Loans and Financing	954,496	886,657
2.01.04.01	Loans and Financing	954,496	886,657
2.01.04.01.01	In National Currency	275,935	277,873
2.01.04.01.02	In Foreign Currency	678,561	608,784
2.01.05	Other Obligations	463,641	429,487
2.01.05.02	Other	463,641	429,487
2.01.05.02.02	Minimum Mandatory Dividend Payable	876	71,401
2.01.05.02.04	Advance from customers	203,263	112,597
2.01.05.02.05	Commissioned representatives	27,480	22,575
2.01.05.02.06	Management participation	1,106	3,981
2.01.05.02.07	Lease obligations	17,108	19,661
2.01.05.02.08	Other current accounts payable	210,998	198,351
2.01.05.02.09	Derivative financial instruments	2,810	921
2.02	Non-current Liabilities	1,676,586	1,672,253
2.02.01	Loans and Financing	1,442,522	1,434,302
2.02.01.01	Loans and Financing	1,442,522	1,434,302
2.02.01.01.01	In National Currency	796,942	838,315
2.02.01.01.02	In Foreign Currency	645,580	595,987
2.02.02	Other Obligations	56,653	64,549
2.02.02.02	Other	56,653	64,549
2.02.02.02.03	Other non-current accounts payable	0	253
2.02.02.02.04	Obligation on account of equity interest	24,331	24,331
2.02.02.02.05	Lease obligations	32,322	39,965
2.02.04	Provisions	177,411	173,402
2.02.04.01	Labor and Civil Social Security Tax Provisions	128,322	121,567
2.02.04.01.01	Tax Provisions	24,515	24,164
2.02.04.01.02	Social Security and Labor Provisions	101,191	94,666
2.02.04.01.04	Civil Provisions	2,616	2,737
2.02.04.02	Other Provisions	49,089	51,835
2.02.04.02.04	Provision for loss on investment	49,089	51,835
2.03	Consolidated Shareholders' Equity	3,032,387	2,956,231
2.03.01	Paid-in Capital	1,334,052	1,334,052
2.03.02	Capital Reserves	1,862	2,644
2.03.02.04	Options Granted	-10,157	-9,375

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

Account Code	Account Description	Current Quarter 06/30/2022	Previous Year 12/31/2021
2.03.02.07	Capital transaction reserves	12,019	12,019
2.03.04	Profit Reserves	1,176,054	1,060,724
2.03.04.01	Legal reserve	93,520	93,520
2.03.04.02	Statutory Reserve	1,108,577	994,738
2.03.04.09	Treasury Shares	-26,043	-27,534
2.03.06	Equity Valuation Adjustments	486,146	504,853
2.03.08	Other Comprehensive Income	-7,696	2,732
2.03.09	Participation of Non-Controlling Shareholders	41,969	51,226

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

Account Code	Account Description	Current Quarter 04/01/2022 to 06/30/22	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Equal Quarter of the Previous Fiscal Year 04/01/2021 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
3.01	Revenue from Sale of Goods and/or Services	1,151,790	2,110,437	823,692	1,657,666
3.02	Cost of Goods and/or Services Sold	-1,020,486	-1,866,801	-763,143	-1,496,630
3.02.01	Cost of Goods and/or Services Sold	-1,020,486	-1,866,801	-761,423	-1,491,380
3.02.02	Idle Cost	0	0	-1,720	-5,250
3.03	Gross Result	131,304	243,636	60,549	161,036
3.04	Operating Expenses/Revenues	-108,661	-196,312	51,885	-51,256
3.04.01	Selling Expenses	-31,808	-76,492	-49,094	-91,797
3.04.02	General and Administrative Expenses	-56,703	-106,442	-55,505	-105,451
3.04.05	Other Operating Expenses	-11,057	-14,396	150,772	134,236
3.04.06	Equity Income	-9,093	1,018	5,712	11,756
3.05	Result Before Financial Result and Taxes	22,643	47,324	112,434	109,780
3.06	Financial Result	-39,870	50,639	182,696	155,579
3.06.01	Financial Revenues	38,163	372,592	144,249	264,920
3.06.02	Financial Expenses	-78,033	-321,953	38,447	-109,341
3.07	Income Before Taxes on Profit	-17,227	97,963	295,130	265,359
3.08	Income Tax and Social Contribution on Profit	44,073	26,926	-94,272	-79,194
3.08.01	Current	-15,621	-34,152	-64,261	-83,110
3.08.02	Deferred	59,694	61,078	-30,011	3,916
3.09	Net Income from Continuing Operations	26,846	124,889	200,858	186,165
3.11	Consolidated Profit/Loss for the Period	26,846	124,889	200,858	186,165
3.11.01	Assigned to Partners of the Parent Company	32,739	132,127	203,339	189,968
3.11.02	Assigned to Non-Controlling Partners	-5,893	-7,238	-2,481	-3,803
3.99	Profit per Share - (Reais / Share)				
3.99.01	Basic Profit per Share				
3.99.01.01	ON	0.03458	0.14051	0.21474	0.20217
3.99.01.02	PN	0.03458	0.14051	0.21474	0.20217
3.99.02	Diluted Profit per Share				
3.99.02.01	ON	0.03482	0.13954	0.2164	0.20062

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

Account Code	Account Description	Current Quarter 04/01/2022 to 06/30/22	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Equal Quarter of the Previous Fiscal Year 04/01/2021 to 06/30/2022	Acumulado do Exercício Anterior 01/01/2021 à 30/06/2021
3.99.02.02	PN	0.03482	0.13954	0.2164	0.20062

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

Account Code	Account Description	Current Quarter 04/01/2022 to 06/30/22	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Equal Quarter of the Previous Fiscal Year 04/01/2021 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
4.01	Consolidated Net Income for the Period	26,846	124,889	200,858	186,165
4.02	Other Comprehensive Income	58,469	-31,154	-49,655	28,164
4.02.01	Exchange variation on investments abroad	65,620	-20,726	-46,594	34,374
4.02.04	Participation in the comprehensive income of subsidiary	-7,151	-10,428	-3,061	-6,210
4.03	Consolidated Comprehensive Income for the Period	85,315	93,735	151,203	214,329
4.03.01	Assigned to Partners of the Parent Company	87,166	102,992	158,800	219,358
4.03.02	Assigned to Non-Controlling Partners	-1,851	-9,257	-7,597	-5,029

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

Account Code	Account Description	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
6.01	Net Cash from Operating Activities	-196,690	-17,466
6.01.01	Cash Generated in Operations	88,576	323,258
6.01.01.01	Result for the period	124,889	186,165
6.01.01.02	Depreciation and amortization	55,608	54,195
6.01.01.03	Result on sale of fixed and intangible assets	899	6,571
6.01.01.04	Equity method	-1,018	-11,756
6.01.01.05	Expected credit losses	-19,163	13,625
6.01.01.06	Current and deferred income tax and social contribution	-61,078	79,194
6.01.01.07	Interest and appropriate variations	-6,253	-3,903
6.01.01.08	Non-controlling interest	-7,238	-3,803
6.01.01.09	Change in assets measured at fair value	1,930	2,970
6.01.02	Changes in Assets and Liabilities	-285,266	-340,724
6.01.02.01	(Increase) decrease in accounts receivable from customers	-344,000	131,216
6.01.02.02	(Increase) decrease in inventories	-253,345	-112,571
6.01.02.03	(Increase) decrease in other accounts receivable	-128,100	-351,848
6.01.02.05	Increase (decrease) in suppliers	209,094	27,679
6.01.02.07	Increase (decrease) in other accounts payable and provisions	239,625	47,910
6.01.02.08	Taxes on profit paid	-8,540	-83,110
6.02	Net Cash from Investment Activities	-31,357	-57,528
6.02.02	Jointly Controlled and Associated Dividends	270	4,302
6.02.03	Additions of fixed assets	-30,421	-59,925
6.02.04	Additions of intangible assets	-1,780	-2,670
6.02.05	Receipt on sale of fixed assets	574	765
6.03	Net Cash from Financing Activities	15,908	116,101
6.03.02	Loans taken from third parties	456,202	532,699
6.03.03	Payment of loans - principal	-301,488	-367,554
6.03.04	Payment of loans - interest	-50,730	-33,155
6.03.05	Payment of interest on shareholders' equity and dividends	-88,785	-16,539
6.03.06	Treasury shares	709	650
6.04	Exchange Variation on Cash and Cash Equivalents	-10,660	-8,978
6.05	Increase (Decrease) in Cash and Cash Equivalents	-222,799	32,129
6.05.01	Increase (Decrease) in Cash and Cash Equivalents	1,322,975	1,040,931
6.05.02	Final Balance of Cash and Equivalents	1,100,176	1,073,060

Consolidated Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2022 to 06/30/2022**(Thousand Reais)**

Account Code	Account Description	Share Capital Paid-In	Capital reserves, Granted options and Treasury shares	Profit reserves	Profit or loss Accumulated	Other Comprehensive Income	Shareholders' Equity	Participation of Non-Controllers	Consolidated Shareholders' Equity
5.01	Initial Balances	1,334,052	-24,890	803,899	284.359	507,585	2,905,005	51,226	2,956,231
5.03	Adjusted Initial Balances	1,334,052	-24,890	803,899	284.359	507,585	2,905,005	51,226	2,956,231
5.04	Capital Transactions with Members	0	709	-18,288	0	0	-17,579	0	-17,579
5.04.05	Treasury Shares Sold	0	709	0	0	0	709	0	709
5.04.06	Dividends	0	0	-18,288	0	0	-18,288	0	-18,288
5.05	Total Comprehensive Income	0	0	0	132,127	-29,135	102,992	-9,257	93,735
5.05.01	Net Income for the Period	0	0	0	132,127	0	132,127	-7,238	124,889
5.05.02	Other Comprehensive Income	0	0	0	0	-29,135	-29,135	-2,019	-31,154
5.05.02.03	Equity Equiv. on Comprehensive Result Associates	0	0	0	0	-10,428	-10,428	0	-10,428
5.05.02.04	Conversion Adjustments for the Period	0	0	0	0	-18,707	-18,707	-2,019	-20,726
5.07	Closing Balances	1,334,052	-24,181	785,611	416,486	478,450	2,990,418	41,969	3,032,387

Consolidated Financial Statements / Statement of Changes in Shareholders' Equity / DMPL - 01/01/2021 to 06/30/2021**(Thousand Reais)**

Account Code	Account Description	Paid-in capital stock	Capital reserves, Granted options and Treasury shares	Profit reserves	Profit or loss Accumulated	Other Comprehensive Income	Net Worth	Participation of Non-Controllers	Net Worth Consolidated
5.01	Initial Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217	55,779	2,607,996
5.03	Adjusted Initial Balances	1,334,052	-26,508	827,844	0	416,829	2,552,217	55,779	2,607,996
5.04	Capital Transactions with Members	0	650	-23,945	-65,775	0	-89,070	0	-89,070
5.04.05	Capital Transactions with Members	0	650	0	0	0	650	0	650
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 Income	0	0	0	189,968	29,390	219,358	-5,029	214,329
5.05.01	Total Comprehensive Income	0	0	0	189,968	0	189,968	-3,803	186,165
5.05.02	Other Comprehensive Income	0	0	0	0	29,390	29,390	-1,226	28,164
5.05.02.03	Equity Equiv. on Comprehensive Result Affiliates	0	0	0	0	-6,210	-6,210	0	-6,210
5.05.02.04	Period Conversion Adjustments	0	0	0	0	35,600	35,600	-1,226	34,374
5.07	Closing Balances	1,334,052	-25,858	803,899	124,193	446,219	2,682,505	50,750	2,733,255

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

Account Code	Account Description	Accumulated in the Current Fiscal Year 01/01/2022 to 06/30/2022	Accumulated in the Previous Fiscal Year 01/01/2021 to 06/30/2021
7.01	Revenues	2,411,028	2,036,110
7.01.01	Sales of Goods, Products and Services	2,336,723	1,822,269
7.01.02	Other Revenues	55,142	227,362
7.01.04	Provision/Reversal of Doubtful Accounts	19,163	-13,521
7.02	Inputs Acquired from Third Parties	-2,057,424	-1,649,809
7.02.01	Costs Products, Merchandise and Services Sold	-1,828,820	-1,437,048
7.02.02	Materials, Energy, Third Party Services and Others	-158,480	-135,098
7.02.03	Loss/Recovery of Assets	-70,124	-77,663
7.03	Gross Added Value	353,604	386,301
7.04	Withholdings	-55,608	-54,195
7.04.01	Depreciation, Amortization and Depletion	-55,608	-54,195
7.05	Net Added Value Produced	297,996	332,106
7.06	Added Value Received in Transfer	373,610	276,676
7.06.01	Equity Equivalence Result	1,018	11,756
7.06.02	Financial Revenues	372,592	264,920
7.07	Total Added Value to Distribute	671,606	608,782
7.08	Distribution of Added Value	671,606	608,782
7.08.01	Personnel	313,179	281,035
7.08.01.01	Direct Remuneration	250,119	211,704
7.08.01.02	Benefits	44,180	46,908
7.08.01.03	FGTS	18,880	22,423
7.08.02	Taxes, Fees and Contributions	-94,226	28,023
7.08.02.01	Federal	-42,228	75,672
7.08.02.02	State	-52,899	-48,584
7.08.02.03	Municipal	901	935
7.08.03	Remuneration of Third Party Capital	327,764	113,559
7.08.03.01	Interest	321,953	109,341
7.08.03.02	Rentals	5,811	4,218
7.08.04	Equity Remuneration	124,889	186,165
7.08.04.01	Interest on Equity	0	65,775
7.08.04.03	Retained Earnings / Loss for the Period	124,889	120,390

Caxias do Sul, August 1, 2022 - Marcopolo S.A. (B3: POMO3; POMO4) discloses the results referring to the performance of the second quarter of 2022 (2Q22). The financial statements are presented in accordance with accounting practices adopted in Brazil and IFRS – *International Financial Reporting Standards*, established by the IASB - *International Accounting Standards Board*.

HIGHLIGHTS OF the 2nd QUARTER OF 2022

- ✿ **Marcopolo's Total Production** reached 3,395 units, 14.2% higher than in 2Q21.
- ✿ **Net Revenue** totaled R\$1,151.8 million, an increase of 39.8% compared to 2Q21.
- ✿ **Gross Profit** reached R\$131.3 million, with a margin of 11.4%.
- ✿ **EBITDA** totaled R\$51.6 million, with a 4.5% margin.
- ✿ **Net Income** was R\$26.8 million, with a margin of 2.3%.

(R\$million and percentage change, unless otherwise indicated).

Selected Information	2Q22	2Q21	Var. %	1H22	1H21	Var. %
Net operating revenue	1,151.8	823.7	39.8%	2,110.4	1,657.7	27.3%
Revenues in Brazil	639.9	460.1	39.1%	1,228.4	908.9	35.2%
Export revenue from Brazil	170.8	147.3	15.9%	343.7	304.2	13.0%
Revenue abroad	341.1	216.3	57.7%	538.3	444.6	21.1%
Gross Profit	131.3	60,5	117.0%	243.6	161.0	51,3%
EBITDA ⁽¹⁾	51.6	140.5	-63.3%	102.9	164.0	-37.2%
Net Profit	26.8	200.9	-86.6%	124.9	186.2	-32.9%
Earnings per Share	0.029	0.214	-86.7%	0.133	0.198	-32.9%
Return on Invested Capital (ROIC) ⁽²⁾	2.0%	4.5%	-2.5 pp	2.0%	4.5%	-2.5 pp
Return on Shareholders' Equity (ROE) ⁽³⁾	10,2%	10,4%	-0.2 pp	10,2%	10,4%	-0.2 pp
Investments	18,1	29.6	-38.9%	32,2	62.6	-48.6%
Gross Margin	11,4%	7,4%	4 pp	11,5%	9,7%	1.8 pp
EBITDA Margin	4.5%	17.1%	-12.6 pp	4,9%	9.9%	-5 pp
Net Margin	2.3%	24.4%	-22.1 pp	5,9%	11,2%	-5.3 pp
Balance Sheet Data	06/30/2022	03/31/2022	Var. %			
Shareholders' equity	2,990.4	2,920.8	2.4%			
Cash, cash equivalents and financial investments	1,174.0	1,298.2	-9.6%			
Short-term financial liabilities	957.3	837.8	14,3%			
Long-term financial liabilities	1,442.5	1,525.5	-5.4%			
Net financial liabilities – Industrial Segment	758.3	587.9	29.0%			

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

PERFORMANCE OF THE BRAZILIAN BUS SECTOR

In 2Q22, Brazilian bus production reached 4,292 units, an increase of 24.2% compared to 2Q21.

(a) Internal market: Production destined for the domestic market totaled 3,409 units in the quarter, 31.2% higher than the 2,599 units produced in 2Q21.

b) Foreign Market: Exports totaled 883 units in 2Q22, 3.0% higher than the 857 units exported in 2Q21.

BRAZILIAN PRODUCTION OF BUS BODIES (in units)

PRODUCTS ⁽¹⁾	2Q22			2Q21			Var.
	MI	ME ⁽²⁾	TOTAL	MI	ME ⁽²⁾	TOTAL	%
Road	779	407	1,186	827	352	1,179	0,6%
Urban	1,734	426	2,160	1,243	465	1,708	26,5%
Micros	896	50	946	529	40	569	66,3%
TOTAL	3,409	883	4,292	2,599	857	3,456	24,2%

PRODUCTS ⁽¹⁾	1H22			1H21			Var.
	MI	ME ⁽²⁾	TOTAL	MI	ME ⁽²⁾	TOTAL	%
Road	1,449	936	2,385	1,550	617	2,167	10,1%
Urban	3,366	689	4,055	2,079	655	2,734	48,3%
Micros	1,784	123	1,907	1,544	76	1,620	17,7%
TOTAL	6,599	1,748	8,347	5,173	1,348	6,521	28,0%

Sources: FABUS (National Association of Bus Manufacturers). The production of bus bodies does not compute the Volare model volumes. Notes: ⁽¹⁾ MI = Domestic Market; ME = Foreign Market, units produced for export; ⁽²⁾ Includes units exported in PKD (partially dismantled).

OPERATIONAL AND FINANCIAL PERFORMANCE OF MARCOPOLO

Units recorded in Net Revenue

In 2Q22, 3,092 units were recorded in net revenue, of which 2,195 were billed in Brazil (71.0% of the total), 316 exported from Brazil (10.2%) and 581 abroad (18.8%).

OPERATIONS (in units)	2Q22	2Q21	Var. %	1H22	1H21	Var. %
BRAZIL:						
- Internal market	2,195	2,037	7,8%	4,173	4,107	1,6%
- Foreign Market	324	685	-52,7%	695	1,127	-38,3%
SUBTOTAL	2,519	2,722	-7,5%	4,868	5,234	-7,0%
Exported PKD's Eliminations ⁽¹⁾	8	262	-96,9%	15	320	-95,3%
TOTAL IN BRAZIL	2,511	2,460	2,1%	4,853	4,914	-1,2%

ABROAD:						
- South Africa	56	90	-37.8%	90	120	-25.0%
- Australia	73	63	15.9%	136	136	0,0%
- China	34	2	1600.0%	47	2	2250.0%
- Mexico	223	190	17,4%	378	420	-10.0%
- Argentina	195	145	34.5%	301	242	24.4%
TOTAL ABROAD	581	490	18.6%	952	920	3.5%
GRAND TOTAL	3,092	2,950	4,8%	5,805	5,834	-0,5%

Note: ⁽¹⁾ PKD (Partial Knock Down) = Partially disassembled bodies.

PRODUCTION

Marcopolo's consolidated production was 3,395 units in 2Q22. In Brazil, production reached 2,812 units, 13.3% higher than in 2Q21, while abroad production was 583 units, 19.0% higher than the units produced in the same period of the previous year. In the quarter, production was negatively affected, both in Brazil and in international operations, by the lack of certain components, especially semiconductors and chassis. Despite the impact, there was an evolution in deliveries and monthly chassis production, allowing a gradual increase in the volume of body production. The Company believes in a substantial improvement in the supply conditions of components throughout 3Q22 in order to adapt bus production to the growing demand.

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

MARCOPOLO - CONSOLIDATED WORLD PRODUCTION

OPERATIONS (in units)	2Q22	2Q21	Var. %	1H22	1H21	Var. %
BRAZIL: ⁽¹⁾						
- Internal market	2,367	2,084	13.6%	4,499	4,312	4,3%
- Foreign Market	453	661	-31.5%	1,043	1,077	-3.2%
SUBTOTAL	2,820	2,745	2,7%	5,542	5,389	2,8%
Exported KD deletions ⁽²⁾	8	262	-96.9%	15	320	-95.3%
TOTAL IN BRAZIL	2,812	2,483	13,3%	5,527	5,069	9.0%
ABROAD:						
- South Africa	53	90	-41.1%	78	120	-35.0%
- Australia	74	63	17.5%	138	136	1.5%
- China	46	2	2,200.0%	68	2	3,300.0%
- Mexico	215	190	13.2%	367	420	-12.6%
- Argentina	195	145	34.5%	301	242	24.4%
TOTAL ABROAD	583	490	19.0%	952	920	3.5%
GRAND TOTAL	3.395	2,973	14.2%	6,479	5,989	8.2%

NON-CONSOLIDATED OPERATIONS (in units) ⁽³⁾	2Q22	2Q21	Var. %	1H22	1H21	Var. %
- Colombia (50%)	85	91	-6.6%	241	139	73.4%
TOTAL OF ASSOCIATES	85	91	-6.6%	241	139	73.4%

Notes: ⁽¹⁾ Includes the production of the Volare model; ⁽²⁾ PKD (Partial Knock Down) = Partially dismantled bodies; ⁽³⁾ Volume proportional to Marcopolo's participation in the respective companies.

MARCOPOLO – CONSOLIDATED WORLD PRODUCTION BY MODEL

PRODUCTS/MARKETS ⁽²⁾ (in units)	2Q22			2Q21		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Road	290	263	553	522	137	659
Urban	1,045	729	1,774	495	942	1,437
Micros	78	23	101	235	29	264
SUBTOTAL	1,413	1,015	2,428	1,252	1,108	2,360
Volares ⁽³⁾	954	21	975	832	43	875
TOTAL PRODUCTION	2,367	1,036	3,403	2,084	1,151	3,235

PRODUCTS/MARKETS ⁽²⁾ (in units)	1H22			1H21		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Road	588	596	1,184	931	282	1,213
Urban	1,748	1,253	3,001	794	1,559	2,353
Micros	206	87	293	761	46	807
SUBTOTAL	2,542	1,936	4,478	2,486	1,887	4,373
Volares ⁽³⁾	1,957	59	2,016	1,826	110	1,936
TOTAL PRODUCTION	4,499	1,995	6,494	4,312	1,997	6,309

Notes: ⁽¹⁾ The total ME production includes units exported in PKD (partially disassembled bodies); ⁽²⁾ MI = Internal Market; ME = Foreign Market; ⁽³⁾ The production of Volars is not part of FABUS data.

MARCOPOLO - PRODUCTION IN BRAZIL

PRODUCTS/MARKETS ⁽²⁾ (in units)	2Q22			2Q21		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Road	290	154	444	522	126	648
Urban	1,045	255	1,300	495	463	958
Micros	78	23	101	235	29	264
SUBTOTAL	1,413	432	1,845	1,252	618	1,870
Volares ⁽³⁾	954	21	975	832	43	875
TOTAL PRODUCTION	2,367	453	2,820	2,084	661	2,745

PRODUCTS/MARKETS ⁽²⁾ (in units)	1H22			1H21		
	MI	ME ⁽¹⁾	TOTAL	MI	ME ⁽¹⁾	TOTAL
Road	588	439	1,027	931	269	1,200
Urban	1,748	458	2,206	794	652	1,446
Micros	206	87	293	761	46	807
SUBTOTAL	2,542	984	3,526	2,486	967	3,453
Volares ⁽³⁾	1,957	59	2,016	1,826	110	1,936
TOTAL PRODUCTION	4,499	1,043	5,542	4,312	1,077	5,389

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

PARTICIPATION IN THE BRAZILIAN MARKET

Marcopolo's market share in Brazilian body production was 53.5% in 2Q22 versus 53.4% in 1Q22.

The highlight of the quarter was the growth of 12.4 p.p. in the Company's *market share* in the urban bus market, with good performance of deliveries directed to the School Path. The reduction in market share in the micros segment is explained by the greater participation of competitors in the Caminho da Escola bidding, 2021 edition, whose models are classified in the segment.

In the road market, the lower participation is justified by the need for cost transfers, prioritizing the use of installed capacity in healthier businesses, as well as the lack of components for the production of heavy road, which use a greater number of semiconductors. The Company's order portfolio in the segment extends until the end of November and the acceleration of production still depends on the normalization in the chassis supply.

PARTICIPATION IN BRAZILIAN PRODUCTION (%)

PRODUCTS	2Q22	1Q22	4Q21	1H22	2021
Road	37,4	48.6	46,0	43.1	49.6
Urban	60,2	47.8	34,1	54,4	42.1
Micros	56,0	61.6	83,0	58.9	77.3
TOTAL ⁽¹⁾	53,5	53,4	53,3	53,5	56.9

Source: FABUS and Marcopolo.

Note: ⁽¹⁾ The Volare models were computed as micro buses for the purpose of market share.

NET REVENUE

Consolidated net revenue reached R\$1,151.8 million in 2Q22, of which R\$639.9 million, or 55.6% of the total, came from the domestic market, and R\$511.9 million, representing the remaining 44.4%, from the foreign market.

In 2Q22, the increase in revenue reflects the increase in volumes and cost transfers made especially in sales directed to the domestic market and international operations throughout 2021 and 1Q22. The improvement in the road sales *mix*, with a higher volume of heavy bodies, helped to compensate for the drop in the charter

market. In the quarter, heavy road sales represented approximately 50% of the volumes delivered in this segment of the domestic market versus 12% in 2Q21. The export of buses for chartering was also highlighted in the segment in 2Q22. In urban areas, the increase in revenue is explained by the higher turnover of units to the Caminho da Escola program. The lowest revenue in micro is due to the fact that the volumes conquered by the Company in the 2021 bidding are classified as urban buses or Volare, and not as micro, a segment that covered the volumes delivered in 2Q21.

The table and graphs below show the opening of net revenue by products and markets:

CONSOLIDATED TOTAL NET REVENUE
By Products and Markets (R\$Million)

PRODUCTS/MARKETS ⁽¹⁾	2Q22			2Q21		
	MI	ME	TOTAL	MI	ME	TOTAL
Road	119.2	212.6	331.8	131.8	79.6	211.4
Urban	176.6	242.5	419.1	76.0	235.5	311.5
Micros	15.0	11.3	26,3	32.7	6.0	38,7
Subtotal bodies	310.8	466.4	777.2	240.5	321.1	561.6
Volares ⁽²⁾	276.8	14.1	290.9	185.1	14.5	199.6
Chassis	0.6	8.5	9.1	0.6	1.1	1,7
Bco. Moneo	25.2	0.0	25,2	20.5	0,0	20,5
Parts and Others	26.5	22.9	49.4	13.4	26.9	40,3
GRAND TOTAL	639.9	511.9	1,151.8	460.1	363.6	823.7

PRODUCTS/MARKETS ⁽¹⁾	1H22			1H21		
	MI	ME	TOTAL	MI	ME	TOTAL
Road	243.4	388.7	632.1	221.8	154.2	376.0
Urban	287.4	408.1	695.5	124.8	474.9	599.7
Micros	39.5	13.7	53.2	87.1	12.5	99.6
Subtotal bodies	570.3	810.5	1,380.8	433.7	641.6	1,075.3
Volares ⁽²⁾	563.5	18.2	581.7	408.9	42.6	451.5
Chassis	2.0	12.9	14.9	0,6	9	9,6
Bco. Moneo	48.4	0.0	48.4	41.8	0	41.8
Parts and Others	44.2	40.5	84.7	23.8	55.6	79,4
GRAND TOTAL	1,228.4	882.1	2,110.5	908.8	748.8	1,657.7

Notes: ⁽¹⁾ MI = Internal Market; ME = Foreign Market, units exported and produced in international operations by controlled companies; ⁽²⁾ The revenue from Volares includes chassis.

GROSS INCOME AND MARGINS

Consolidated gross profit reached R\$131.3 million in 2Q22, with a margin of 11.4%, against R\$60.5 million with a margin of 7.4% in 2Q21. The gross margin was positively affected by cost transfers in prices and a better sales *mix* and, negatively, by inefficiencies generated by the lack of components and chassis, as well as by operational difficulties of the Argentine subsidiary Metalsur.

SELLING EXPENSES

Selling expenses totaled R\$31.8 million in 2Q22, or 2.8% of net revenue, against R\$49.1 million in 2Q21, 6.0% of net revenue.

The line benefited by R\$20.9 million from the reversal of the remaining provision for doubtful accounts associated with exports to a traditional customer in Central America, which had been constituted in 4Q21 (part of which had already been reversed in 1Q22). Without the reversal, selling expenses would total R\$52.7 million, 4.8% of net revenue for the quarter.

GENERAL AND ADMINISTRATIVE EXPENSES

General and administrative expenses totaled R\$56.7 million in 2Q22, or 4.6% of net revenue, while in 2Q21 these expenses totaled R\$55.5 million, 6.7% of net revenue.

OTHER NET OPERATING INCOME/EXPENSES

In 2Q22, R\$11.1 million were recorded as "Other Operating Expenses" against R\$150.8 million recognized as "Other Operating Revenues" in 2Q21.

The main negative impact refers to the constitution of labor provisions related to terminations made during the pandemic, in the amount of R\$11.6 million (R\$14.4 million in 2Q21). The Company has been adopting all necessary measures for its defense, loss reduction and mitigation of future labor risks.

In 2Q21, the Other Operating Revenues line had benefited by R\$182.0 million, an amount associated with lawsuits that deal with the exclusion of ICMS from the PIS and COFINS calculation basis.

RESULT OF EQUITY METHOD

The result of the equity method in 2Q22 was negative by R\$9.1 million against R\$5.7 million in 2Q21. The main impact on equivalence refers to the result of the Canadian affiliate NFI Group Inc., in the amount of negative R\$13.2 million. The result of the equity method is presented in detail in the Explanatory Note Investments.

NET FINANCIAL RESULT

The net financial result for 2Q22 was negative by R\$39.9 million, compared to a positive result of R\$182.7 million recorded in 2Q21.

The financial result was negatively impacted by R\$60.0 million due to the exchange rate variation generated by the devaluation of the Real against the US dollar on the dollar orders portfolio. The Company *hedges* the exchange rate of exports at the time of confirmation of sales orders, ensuring the margin of business. As the products that make up the export portfolio are delivered and invoiced, the Company will capture the effects of the devaluation of the Real on its operating margins.

The financial result is presented in detail in the Explanatory Note Financial Result.

EBITDA

EBITDA was R\$51.6 million in 2Q22, with a margin of 4.5%, versus an *EBITDA* of 140.5 million and a margin of 17.1% in 2Q21 (or negative R\$41.5 million and a margin of -5.0%, if we disregard the positive effects of tax lawsuits that benefited 2Q21 results).

EBITDA was positively affected by better sales *mix*, better margins from price recomposition, higher expense dilution and reversal of allowance for doubtful accounts, as detailed above. Negatively, *EBITDA* was impacted by the constitution of labor provisions, inefficiencies generated by the lack of components and chassis, and operating losses in the subsidiary Metalsur.

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

R\$million	2Q22	2Q21	1H22	1H21
Income before Income Tax and Social Security Contribution Tax	-17.2	295.1	98,0	265.4
Financial Revenues	-38.2	-144.2	-372.6	-265
Financial Expenses	78.0	-38.4	321.9	109.3
Depreciation / Amortization	29.0	28.0	55.6	54.2
EBITDA	51.6	140.5	102.9	163.9

NET PROFIT

Consolidated net income for 2Q22 was R\$26.8 million, with a margin of 2.3%, against a result of R\$200.9 million and a margin of 24.4% in 2Q21. Net income for 2Q22 was affected by the same effects described in *EBITDA* and financial results.

The result of 2Q21 benefited from the recognition of the processes for excluding ICMS from the PIS and COFINS calculation basis in the line of Other Operating Income, as well as from the positive impact of the financial result, generated by the recognition of the monetary restatement on the processes for excluding ICMS from the PIS and COFINS calculation basis.

FINANCIAL INDEBTEDNESS

Net financial indebtedness totaled R\$1,225.8 million on 06.30.2022 (R\$1,065.2 million on 03.31.2022). Of this total, R\$467.5 million came from the financial segment (Banco Moneo) and R\$758.3 million from the industrial segment.

It is noteworthy that the indebtedness of the financial segment comes from the consolidation of Banco Moneo's activities and must be analyzed separately, since it has characteristics different from that of the Company's industrial activities. Banco Moneo's financial liabilities are matched by the "Customers" account in the Bank's Assets. Credit risk is duly provisioned. Because these are FINAME transfers, each disbursement from BNDES has an exact counterpart in Banco Moneo's customer receivables account, both in term and in rate.

As of June 30, the net financial indebtedness of the industrial segment represented 2.8 times the *EBITDA* of the last 12 months.

CASH GENERATION

In 2Q22, operating activities generated cash of R\$61.3 million, investment activities, net of dividends and exchange variation, consumed R\$17.6 million, while financing activities consumed R\$180.1 million.

The initial cash balance of R\$1,298.2 million at the end of March 2022, considering non-available financial investments and adding up to R\$12.2 million of the difference between the exchange variation and the variation of the accounts related to non-available financial investments, decreased to R\$1,174.0 million at the end of June 2022.

INVESTMENTS IN PERMANENT ASSETS

In 2Q22, Marcopolo invested R\$18.1 million in its fixed assets, of which R\$10.7 million was spent by the parent company and applied as follows: R\$7.0 million in machinery and equipment, R\$2.2 million in *hardware* and *software*, R\$1.4 million in improvements, and R\$0.1 million in other fixed assets. In the subsidiaries, R\$7.4 million were invested, of which R\$4.2 million in Volare Veículos (São Mateus), R\$1.5 million in Ciferal (formerly San Marino), R\$1.6 million in Marcopolo Australia and R\$0.1 million in the other units.

CAPITAL MARKETS

In 2Q22, transactions with Marcopolo shares totaled R\$714.3 million. The participation of foreign investors in Marcopolo's capital stock totaled, on June 30, 41.4% of the preferred shares and 27.3% of the total capital stock. At the end of the period, the Company had 72,433 shareholders.

On July 7, the Company held at its headquarters, Marcopolo Day 2022, a face-to-face event for analysts and investors where the scenarios, perspectives and market trends were presented, in addition to providing visits to industrial plants located in Caxias do Sul. The meeting was also broadcast live on the Company's YouTube channel and is available through the link: <https://www.youtube.com/watch?v=Vx-lhxrXoP4>.

The following table shows the main indicators related to the capital market:

INDICATORS	2Q22	2Q21	1H22	1H21
Transacted value (R\$million)	714.3	1,235.6	1,851.4	3,004.8
Market value (R\$million) ⁽¹⁾⁽²⁾	2,338.8	3,210.0	2,338.8	3,210.0
Existing actions	946,892,882	946,892,882	946,892,882	946,892,882
Equity value per share (R\$)	3,18	2.83	3,18	2.83
POMO4 quote at the end of the period	2.47	3.39	2.47	3.39

Notes: ⁽¹⁾ Quotation of the last transaction of the period of the Book-entry Preferred Share (PE), multiplied by the total of the shares (OE+PE) existing in the same period; ⁽²⁾ Of this total 6,979,720 preferred shares were in treasury on 06.30.2022.

ANALYSIS & PROSPECTS

The process of resuming the bus industry accelerates its pace in 2Q22, with growth in volumes and revenue, preparing the basis for an even more significant *ramp-up* in 2Q22. The decline of the pandemic, with the broad return on face-to-face activities, stimulates investments in fleet renewal, aimed at taking advantage of opportunities in all segments. The market has also been strengthening from the greater competitiveness of the bus modal compared to the alternatives of air transport, individual transport by applications and the automobile.

In the bus market, the increase in the production of heavy models, with greater added value, to the detriment of lighter charter models, is already a reality. The movement anticipated by the order book is an increase in the proportion of models such as the *double deck*, used for long distance travel and tourism, with the new Generation 8 quickly replacing Generation 7. The Company believes that the evolution of volumes and qualification of the sales *mix* should continue, based on the expectation of operators regarding the recovery of their results in the post-pandemic.

The demand for urban public transport has also been pressing cities to promote investments in reopening. Confirmation of expressive urban requests is supported by the increase in subsidies or direct investments by the granting authority. Heavy urban models, such as articulated buses, which had their sales reduced due to demand restrictions in large urban centers, are back on the production line. In addition, the Caminho da Escola program continues to help the segment.

The Volare business maintains good performance, with retail sales presenting stable volumes compared to a good 2021. In 2Q22, the Company delivered 1,076 units for the Caminho da Escola program, of these 730 urban and 346 Volare models. When we add these units to the 1,215 units delivered in 4Q21 and 1Q22, there are still 1,609 units left in the 2021 bid for delivery in 2022. A new bidding process was held on April 5, 2022 and the Company was authorized to deliver up to 3,050 additional vehicles (1,400 urban, 900 micro and 750 Volares). The production and delivery of this new batch should start at the end of 3Q22, depending on the adhesions of municipalities and states to the contract with the Federal Government.

Exports follow a gradual recovery trajectory. Relevant markets such as Chilean and Argentine show mixed signs, interspersing large orders and macroeconomic difficulties that affect an even more consistent recovery. The requests for buses focused on tourism signal sales growth, such as the scenario of the domestic market and fostered by the launch of the G8 in several Latin American countries. The devaluation of the Real has contributed to healthy margins in closing new orders directed to the foreign market, after the cost transfers made in recent months.

International operations advance, with growth in volumes and revenue. The impacts of inflation and the lack of components are also felt by the Company's subsidiaries located abroad later than in the domestic market.

At Marcopolo México (Polomex), 2Q22 marks the return of heavy bus sales, with the recovery of tourism and long-distance lines. In June, the Company participated in Expo Foro 2022, a large fair in the mobility sector, where it launched the G8 and the Attivi electric bus in the Mexican market. Marcopolo Australia (Volgren), with

guaranteed sales until the beginning of 2023, has been working to improve its efficiency rates. The operation should benefit from volume increases, with results recovery in 2Q22. The demand scenario remains positive for Metalsur, which maintains a robust order portfolio, composed of urban and heavy road. Marcopolo China (MAC) still finds difficulties associated with the realization of *lockdowns* in the country, with production limits due to lack of raw materials and components.

Among the affiliates, the Colombian company Superpolo is expected to present an evolution in the results in 2Q22, after having suffered from the effects of inflation on its costs. In relation to the Canadian NFI Group Inc., results recovery is expected from the normalization of component supply chains.

2Q22 benefited from a market environment without interruptions or bumps caused by the pandemic, reflecting increased sales. Since March 2020, demand has been fluctuating between the expectation of reopening and restrictions generated by new variants, without a stability that would allow greater confidence for investments and travel. Although still below 2019 levels, volumes recover in all markets. The lack of materials, especially chassis, continue to limit a higher production growth that could be from 5% to 10% higher. The Company expects greater regularity for chassis deliveries in the coming months, allowing production to reach the expected potential.

The Company maintains its permanent cost transfer efforts and continues to readjust prices. The expectation of lower inflation, despite some tests on relevant raw materials such as steel and aluminium, is not yet fully confirmed in practice. We remain attentive to the control of expenses and investments at a time of production growth, with new hires and reopening of work shifts, seeking to intensify the effects of operational leverage.

Marcopolo applies the openness to dialogue and transparency with employees, suppliers, customers and shareholders, essential during the last crisis, to generate an environment of permanent cooperation, in search of the goals of volume growth and reduction of delivery times. Aggregate knowledge and experience over the past 2 years now work to maximize results and reinforce confidence in a promising future. The challenges have changed and Marcopolo, united, transforms to grow.

The administration.

1 Operational context

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 June 30, 2022 covers Marcopolo and its subsidiaries, jointly controlled companies and investments in affiliates (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 significant 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 2.2 (a, iv) - Investment in companies with joint businesses (Joint venture - Joint operation);
- Note 2.18 (a) - Uncertainty about the treatment of taxes on profit
- Note 8 – Expected credit losses;
- Note 18 - Provisions 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-controller 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 income statement 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-controller 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-controller 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 income statement 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) 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 statement, where appropriate.

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

(vi) Monetary correction 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 monetary restatement were recorded as equity valuation adjustment, in shareholders' equity, in the negative amount of BRL 10,428 as of June 30, 2022 (negative of BRL 13,547 as of December 31, 2021) and in the consolidated income statement in the positive amount of BRL 13,387 (positive of BRL 15,051 as of December 31, 2021) in the equity accounting item.

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:

<u>Subsidiaries</u>	<u>Denomination</u>	<u>Functional Currency</u>	<u>Country</u>
Apolo Soluções em Plásticos Ltda.	Apolo	Brazilian Real	Brazil
Arcanjos Investimentos e Participações Ltda.	Arcanjos	Brazilian Real	Brazil
Banco Moneo S.A.	Banco Moneo	Brazilian Real	Brazil
Ciferal Indústria de Ônibus Ltda.	Ciferal	Brazilian Real	Brazil
Ilmot International Corporation.	Ilmot	US Dollar	Uruguay
Marcopolo (Changzhou) Bus Manufacturing Co; Ltd.	MBC	Renminbi	China
Marcopolo Argentina S.A.	MP Argentina	Argentine Peso	Argentina
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
			United Arab
Marcopolo Middle East and Africa FZE.	MP Middle East	Dirham	Emirates
Marcopolo Next Serviços em Mobilidade Ltda.	MP Next	Brazilian Real	Brazil
Marcopolo South Africa Pty Ltd.	Masa	Rand	South Africa
Marcopolo Trading S.A.	MP Trading	Brazilian Real	Brazil
Moneo Investimentos S.A.	Moneo	Brazilian Real	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 Real	Brazil
Pologren Australia Pty Ltd.	Pologren	Australian Dollar	Australia
Polomex S.A. de C.V.	MP Mexico	Mexican Peso	Mexico
Rotas do Sul Logística Ltda.	Rotas do Sul	Brazilian Real	Brazil
San Marino Bus de México S.A. de C.V.	San Marino Mexico	Mexican Peso	Mexico
San Marino Ônibus Ltda.	San Marino	Brazilian Real	Brazil
Syncroparts Comércio e Distribuição de Peças Ltda.	Syncroparts	Brazilian Real	Brazil
Volare Comércio e Distribuição de Veículos e Peças Ltda.	Volare Comércio	Brazilian Real	Brazil
Volare Veículos Ltda.	Volare Veículos	Brazilian Real	Brazil
Volgren Australia Pty Ltd.	Volgren	Australian Dollar	Australia
<u>Jointly controlled entities</u>	<u>Denomination</u>	<u>Functional Currency</u>	<u>Country</u>
Loma Hermosa S.A.	Loma	Argentine Peso	Argentina
Metalpar S.A.	Metalpar	Argentine Peso	Argentina
Superpolo S.A.	Superpolo	Colombian Peso	Colombia
<u>Associates</u>	<u>Denomination</u>	<u>Functional Currency</u>	<u>Country</u>
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 Real	Brazil
Valeo Thermal Commercial Vehicles México, SA CV	Valeo México	Mexican Peso	Mexico
WSul Espumas Indústria e Comércio Ltda.	WSul	Brazilian Real	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 statement.

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-controller shareholders.

When a foreign operation (a subsidiary, jointly controlled entity 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.

2.5 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 of the following conditions:

- 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. Financial liabilities are measured subsequent to the amortized cost.

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 recognizes 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 assesses, on a prospective basis, the expected credit losses associated with debt

securities recorded at amortized cost and 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 accounts receivable from customers, 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 a provision 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.

2.6 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)".

2.7 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 provision for impairment.

2.8 Inventories

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.

2.9 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 income statement 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 "investments" in the Parent Company and as "intangible assets" in the Consolidated. 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 payable for goods or services that were purchased from suppliers in the ordinary course of business, and are classified as current liabilities if payment is due within a period of up to 12 months. 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.

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 Provisions

A provision 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. The financial costs incurred are recorded in the income statement.

2.17 Provision for warranties

An provision for warranties is recognized when the products or services are sold. The provision 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

Income Tax and Social Contribution for the current and deferred period are calculated based on the rates of 15%, plus an additional 10% on taxable income in excess of BRL 120 in the period for income tax and 9% on taxable income for social contribution on net income for the period, and consider the offsetting of tax losses and negative basis of social contribution, limited to 30% of 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 statement 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 maybe

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

Operating revenue is recognized when the performance obligation is satisfied, taking into consideration the following indicators of transfer of control: (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 recognition does not occur 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 to the following statutory reserves:

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 provision for income taxes in these various countries.

(c) Expected credit losses

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 June 30, 2022 and December 31, 2021, the Company had assets, liabilities and *forwards* denominated in foreign currency in the amounts described below (in thousands of Brazilian Reais):

Consolidated				
06/30/22				
	Accounts receivable from customers	Suppliers	Loans	Forwards
Currency				
Dirham	369	288	-	-
US Dollar	142,694	14,685	1,089,545	201,389
Australian Dollar	64,825	65,690	175,438	-
Argentine Peso	39,367	32,419	33,714	-
Chilean Peso	-	1,886	-	-
South African Rand	15,984	12,406	2,672	-
Chinese Renminbi	7,431	5,886	22,772	-
Mexican Peso	75,307	38,921	-	-
Euro	-	-	-	74
Singapore Dollar	-	-	-	1,884
Swiss Franc	-	-	-	2,192
	<u>345,977</u>	<u>172,181</u>	<u>1,324,141</u>	<u>205,539</u>

Consolidated				
12/31/21				
	Accounts receivable from customers	Suppliers	Loans	Forwards
Currency				
Dirham	313	306	-	-
US Dollar	170,354	12,396	980,705	106,610
Australian Dollar	28,439	30,187	161,324	-
Argentine Peso	21,555	38,172	39,303	-
Chilean Peso	-	2,215	-	-
South African Rand	21,222	11,470	5,332	-
Chinese Renminbi	9,871	3,558	18,107	879
Mexican Peso	58,202	61,738	-	-
Euro	-	-	-	73
Singapore Dollar	-	-	-	230
Swiss Franc	-	-	-	205
	<u>309,956</u>	<u>160,042</u>	<u>1,204,771</u>	<u>107,997</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 44.6% of the projected revenues for 2022, 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.

<u>Premises</u>	<u>Effects of accounts on net profit</u>	Probable scenario		
		(Scenario I)	(Scenario II)	(Scenario III)
CDI - %		13.15	16.44	19.73
TJLP - %		7.01	8.76	10.51
Exchange Rate - USD		5.24	6.55	7.86
Exchange rate - Euro		5.60	7.00	8.40
LIBOR - %		2.94	3.67	4.40
ACC cost discount - %		5.45	6.81	8.17
	Financial investments	124,774	155,974	187,173
	Interbank relations	110,237	121,776	133,315
	Loans and financing	(103,677)	(179,543)	(255,688)
	<i>Forwards</i>	(2,790)	27,322	66,146
	Accounts receivable subtracted from accounts payable	107	54,121	108,135
	Gain/(Loss)	<u>128,651</u>	<u>179,650</u>	<u>239,081</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/shareholders' equity ratio - between 15% and 80%

The financial leverage ratios as of June 30, 2022 and December 31, 2021 can be summarized as follows (Note 30):

	<u>Consolidated</u>		<u>Industrial Segment</u>		<u>Financial Segment (*)</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Total loans	2,397,018	2,320,959	1,890,653	1,813,557	506,365	507,402
Derivative financial instruments	2,810	921	2,810	921	-	-
Less: cash and cash equivalents	(1,100,176)	(1,322,975)	(1,061,352)	(1,279,679)	(38,824)	(43,296)
Less: derivative financial instruments	(1,925)	(683)	(1,925)	(683)	-	-
Net debt (A)	<u>1,297,727</u>	<u>998,222</u>	<u>830,186</u>	<u>534,116</u>	<u>467,541</u>	<u>464,106</u>
Total shareholders' equity (B)	<u>3,032,387</u>	<u>2,956,231</u>	<u>2,791,930</u>	<u>2,722,650</u>	<u>240,457</u>	<u>233,581</u>

Financial leverage ratio - % (A/B) 43 34 30 20 194 199

(*) 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 46/IFRS 13 for financial instruments measured in the balance sheet at fair value, which requires disclosure of fair value measurements at the level of the following fair value measurement hierarchy:

- . 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 table below shows the Company's assets and liabilities measured at fair value on June 30, 2022 and December 31, 2021, which were fully classified in level 2:

	<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>
Assets		
Financial assets at fair value through profit or loss		
- Derivatives for trading	<u>1,925</u>	<u>683</u>
	<u>1,925</u>	<u>683</u>
Liabilities		
Financial liabilities at fair value through profit or loss		
- Derivatives for trading	<u>2,810</u>	<u>921</u>
	<u>2,810</u>	<u>921</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 rate 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:

<u>Nature of the asset</u>	<u>Consolidated</u>		<u>Consolidated</u>	
	<u>06/30/22</u>		<u>12/31/21</u>	
	<u>Equity value</u>	<u>Market value</u>	<u>Equity value</u>	<u>Market value</u>
Loans and financing	2,397,018	2,401,313	2,320,959	2,340,679

- (ii) Suppliers - Represented by amounts payable for the purchase of merchandise and services. The book value of suppliers is a reasonable approximation of their fair value.

(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

Company	Counterpart	Position	Start	End	Notional value	Fair value		Amounts due	
					06/30/22	06/30/22	12/31/21	06/30/22	12/31/21
<u>Marcopolo</u>					USD thousand				
	BRDESCO	Purchase	03.17.22	07.05.22	622	15	-	15	-
	FIBRA	Purchase	03.22.22	07.14.22	1,538	495	-	495	-
	SAFRA	Purchase	04.11.22	07.12.22	917	394	-	394	-
	FIBRA	Sale	06.28.22	10.20.22	750	18	-	18	-
	VOTORANTIM	Purchase	-	-	-	-	131	-	131
						922	131	922	131
<u>Masa</u>					USD thousand				
	STD	Purchase	-	-	-	-	171	-	171
						-	171	-	171
<u>Ciferal</u>					USD thousand				
	BRDESCO	Sale			-	-	290	-	290
						-	290	-	290
<u>MP Australia</u>					USD thousand				
	WESTERN UNION	Purchase	03.31.22	11.01.22	3,200	868	76	868	76
					CHF thousand				
	WESTERN UNION	Purchase	03.31.22	11.01.22	400	46	6	46	6
					SGD thousand				
	WESTERN UNION	Purchase	03.31.22	11.01.22	500	81	9	81	9
					CNH thousand				
	WESTERN UNION	Purchase	03.31.22	11.01.22	5,400	7	-	7	-
					EURO thousand				
	WESTERN UNION	Purchase	03.16.22	07.11.22	15	1	-	1	-
						1,003	91	1,003	91
						1,925	683	1,925	683

Liabilities

Company	Counterpart	Position	Start	End	Notional value	Fair value		Amounts payable	
					06/30/22	06/30/22	12/31/21	06/30/22	12/31/21
<u>Marcopolo</u>					USD thousand				
	PACTUAL	Purchase	-	-	-	-	(444)	-	(444)
	SANTANDER	Purchase	-	-	-	-	(19)	-	(19)
	BRDESCO	Purchase	05.12.22	09.27.22	1,000	(142)	(252)	(142)	(252)
	BRAZIL	Purchase	-	-	-	-	(15)	-	(15)
	FIBRA	Purchase	02.15.22	12.15.22	15,000	(2,631)	(101)	(2,631)	(101)
	VOTORANTIM	Purchase	-	-	-	-	(89)	-	(89)
	FIBRA	Sale	05.13.22	10.18.22	1,000	(37)	-	(37)	-
						(2,810)	(920)	(2,810)	(920)
<u>MP Australia</u>					EUR thousand				
	WESTERN UNION	Purchase	-	-	-	-	(1)	-	(1)
						-	(1)	-	(1)
						(2,810)	(921)	(2,810)	(921)

Marcopolo earned gains and losses on derivatives in the periods ended June 30, 2022 and 2021 as follows:

	Realized gains/losses			
	Fair value gains (losses) on derivatives		Exchange variation on derivatives	
	06/30/22	06/30/21	06/30/22	06/30/21
Marcopolo	(6,272)	(870)	(7,209)	(4,585)
Ciferal	546	131	2,133	965
San Marino	-	127	-	(1,150)
Masa	-	-	221	218
MP Australia	-	-	6	780

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					
	06/30/22			12/31/21		
	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	100.00	-	-	99.99	0.01	-
Ilmot	100.00	-	-	100.00	-	-
MAC	100.00	-	-	100.00	-	-
Masa	100.00	-	-	100.00	-	-
MBC	100.00	-	-	100.00	-	-
MIC	100.00	-	-	100.00	-	-
Moneo	100.00	-	-	100.00	-	-
MP Argentina	43.99	26.01	30.00	43.99	26.01	30.00
MP Australia	100.00	-	-	100.00	-	-
MP Canada	100.00	-	-	100.00	-	-
MP Mexico	3.61	70.39	26.00	3.61	70.39	26.00
MP Middle East	100.00	-	-	100.00	-	-
MP Next	99.99	0.01	-	99.99	0.01	-
MP Trading	99.99	0.01	-	99.99	0.01	-
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	-
Rotas do Sul (2)	-	100.00	-	-	100.00	-
San Marino	-	-	-	100.00	-	-
San Marino Mexico (2)	-	100.00	-	-	100.00	-
Syncroparts	100.00	-	-	100.00	-	-
Volare Comércio	100.00	-	-	100.00	-	-
Volare Veículos	100.00	-	-	100.00	-	-
Volgren (1)	-	100.00	-	-	100.00	-

(1) Consolidation in MP Australia.

(2) Consolidated in Ciferal.

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 participations in the capital, reserves and retained earnings of controlled companies;
- (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;

(c) 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)

	<u>Percentage participation</u>			
	<u>06/30/22</u>		<u>12/31/21</u>	
	<u>Direct</u>	<u>Indirect</u>	<u>Direct</u>	<u>Indirect</u>
Loma	51.00	-	51.00	-
Metalpar	1.00	49.00	1.00	49.00
Superpolo	20.61	29.39	20.61	29.39

The amount of the main balances of the financial information of this company is shown as follows:

	<u>Assets</u>		<u>Liabilities</u>		<u>Net revenue</u>		<u>Profit</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>06/30/21</u>	<u>06/30/22</u>	<u>06/30/21</u>
Superpolo	439,699	413,947	252,494	216,232	144,563	103,356	5,871	5,614

(c) Associates (non-consolidated)

	<u>Percentage participation</u>			
	<u>06/30/22</u>		<u>12/31/21</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	-	9.02	-	9.28
Valeo	40.00	-	40.00	-
Setbus (1)	-	40.00	-	40.00
Spheros Colombia (1)	-	40.00	-	40.00
Valeo Mexico (1)	-	40.00	-	40.00
WSul	30.00	-	30.00	-

(1) Consolidated in the associate (not consolidated) 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>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>06/30/21</u>	<u>06/30/22</u>	<u>06/30/21</u>
GBPolo	84,876	119,969	124,496	149,124	6,717	1,573	(16,235)	(13,685)
Mercobus	4,515	5,550	1,822	1,975	1,137	1,587	(773)	(360)
Valeo	171,481	165,249	64,666	63,201	109,956	83,506	5,343	1,270
WSul	15,941	16,387	7,961	9,324	21,391	15,892	1,817	(207)

7 Cash and cash equivalents, financial assets and derivatives

7.1 Cash and cash equivalents

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
Cash and bank deposits				
In Brazil	51,216	82,194	57,076	93,599
Overseas	-	314	59,574	88,142
Securities of immediate liquidity				
In Brazil (*)	789,538	734,930	968,293	1,114,697
Overseas	-	-	15,233	26,537
Total cash and cash equivalents	840,754	817,438	1,100,176	1,322,975

(*) Corresponds substantially to investments in Bank Deposit Certificates (CDB), remunerated at rates ranging from 94.0% to 105.0% of the CDI, resulting in a weighted average of 102.45% of the CDI as of June 30, 2022.

7.2 Financial assets at fair value through profit or loss and derivative financial instruments

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
Current				
Derivative financial instruments				
Derivatives - Non Deliverable Forwards	922	131	1,925	683
	922	131	1,925	683
Non-current				
At amortized cost				
Related parties	73,515	106,539	71,889	75,061
	73,515	106,539	71,889	75,061

Derivative financial instruments are presented as current assets or liabilities. The Company does not have financial instruments that have been registered under the hedge accounting method in accordance with IAS 39/CPC 38.

8 Accounts receivable from customers

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
Current				
In the domestic market	111,278	84,850	480,305	180,039
In the foreign market	151,143	142,352	329,690	324,855
Related parties	85,709	81,479	-	-
Interbank relations	-	-	271,115	267,536
Adjustment to present value	(4,543)	(2,951)	(12,823)	(7,087)
Expected credit losses	(35,120)	(38,210)	(83,007)	(107,768)
	308,467	267,520	985,280	657,575
Non-current				
In the foreign market	-	-	60,135	28,788
Interbank relations	-	-	449,978	459,420
Expected credit losses	-	-	(55,861)	(52,753)
	-	-	454,252	435,455
	308,467	267,520	1,439,532	1,093,030

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	
	06/30/22	12/31/21	06/30/22	12/31/21
Amounts due	274,455	231,300	1,382,508	1,077,418
Overdue:				
Up to 30 days	3,497	6,955	78,298	54,172
Between 31 and 60 days	174	5,296	27,503	8,142
Between 61 and 90 days	439	2,916	6,424	3,946
Between 91 and 180 days	8,340	2,808	12,148	9,239
Over 181 days	61,225	59,406	84,342	107,721
Adjustment to present value	(4,543)	(2,951)	(12,823)	(7,087)
(-) Expected credit losses	(35,120)	(38,210)	(138,868)	(160,521)
	<u>308,467</u>	<u>267,520</u>	<u>1,439,532</u>	<u>1,093,030</u>

The changes in expected credit losses are shown below:

	Parent company	Consolidated
Balance on December 31, 2021	(38,210)	(160,521)
Provision recorded in the period	(857)	(7,129)
Reversal of provision for accounts receivable (write-off)	1,798	1,866
Recovery of provisioned credits	2,149	26,292
Exchange variation	-	624
Balance as of June 30, 2022	<u>(35,120)</u>	<u>(138,868)</u>

Accounts receivable are denominated in the following currencies:

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
Brazilian Real	157,324	125,168	1,093,555	783,074
Dirham	-	-	369	313
US Dollar	151,143	142,352	142,694	170,354
Australian Dollar	-	-	64,825	28,439
Argentine Pesos	-	-	39,367	21,555
Rand	-	-	15,984	21,222
Renminbi	-	-	7,431	9,871
Mexican Peso	-	-	75,307	58,202
	<u>308,467</u>	<u>267,520</u>	<u>1,439,532</u>	<u>1,093,030</u>

9 Inventory

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
Finished products	120,184	55,758	307,687	207,922
Products in preparation	54,477	44,559	190,580	145,232
Raw and auxiliary materials	265,196	220,509	649,307	569,584
Advances to suppliers and others	23,546	41,134	67,882	81,362
Provision for losses from inventories	(6,060)	(5,361)	(13,139)	(16,486)
	<u>457,343</u>	<u>356,599</u>	<u>1,202,317</u>	<u>987,614</u>

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

	<u>Parent company</u>	<u>Consolidated</u>
Balance on December 31, 2021	(5,361)	(16,486)
Reversal of provision	-	(1,431)
Provision recorded in the period	(699)	4,137
Exchange variation	-	641
	<u> </u>	<u> </u>
Balance as of June 30, 2022	<u>(6,060)</u>	<u>(13,139)</u>

10 Taxes and contributions recoverable

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Current				
Corporate Income Tax (IRPJ)	14,738	9,727	22,281	15,462
Social Contribution on Net Profit (CSLL)	7,542	7,542	7,913	9,443
Tax on Industrialized Products (IPI)	1,352	2,470	3,035	3,925
Tax on Circulation of Goods and Services (ICMS)	10,335	11,771	42,779	27,912
Social Integration Program (PIS)	3,132	2,232	19,188	13,668
Contribution to Social Security Financing (COFINS)	12,373	9,964	76,627	57,581
National Institute of Social Security (INSS)	-	-	584	584
Reintegra	820	820	1,195	1,677
Value Added Tax (VAT)	-	-	50,768	77,561
Pis/Cofins to recover - ICMS exclusion base calculation (ii)	40,199	-	55,405	16,272
Other	16,442	11,303	19,140	10,071
	<u>106,933</u>	<u>55,829</u>	<u>298,915</u>	<u>234,156</u>
Non-current				
Tax on Circulation of Goods and Services (ICMS)	2,784	3,368	3,024	3,644
Pis/Cofins to recover - ICMS exclusion base calculation (ii)	260,409	298,929	347,434	402,031
IRPJ/CSLL recoverable on Selic rate (i)	86,966	84,721	93,079	90,834
Value Added Tax (VAT)	-	-	33,813	11,583
	<u>350,159</u>	<u>387,018</u>	<u>477,350</u>	<u>508,092</u>
	<u>457,092</u>	<u>442,847</u>	<u>776,265</u>	<u>742,248</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, which was recognized in accounting in 2021.

(ii) 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, which was recognized in accounting in 2021. Regarding the exclusion of ICMS in the PIS calculation basis, the Company and its subsidiary Ciferal had the final decision of their lawsuit on January 24, 2022.

11 Investments

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Subsidiaries	2,157,656	2,118,118	-	-
Jointly controlled entities	115,384	119,165	97,500	102,915
Associates	46,197	44,368	448,057	451,901
Other investments	-	-	4,648	5,307
	<u>2,319,237</u>	<u>2,281,651</u>	<u>550,205</u>	<u>560,123</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 Mexico	San Marino	Polo Venture	Syncro	MP Trading	Volare Vehicles	Volare Commerce	06/30/22	12/31/21	
	(2)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(2), (3)								
Investment Data																								
Share capital	3,850	308,055	80,656	19,901	63,428	18,608	81,370	9,977	19,901	7,332	150,000	132,435	1,426	5,000	51,310	-	20,000	4,000	5,000	351,110	11,000			
Adjusted shareholders' equity	8,482	695,902	175,223	(19,013)	5,711	(3,248)	64,808	63,484	(19,013)	7,931	241,442	487,012	(3,513)	(402)	171,967	-	7,248	6,607	9,011	349,881	6,438			
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	11,000,000			
% 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	331	73,764	2,434	(25,454)	(6,232)	(968)	(13,860)	(4)	(25,454)	92	6,903	(17,029)	(1,105)	34	1,080	36,938	(628)	343	122	36,870	942			
Changes in Investments																								
Opening balances:																								
By the equity value	5,298	110,389	183,582	1,494	-	-	87,896	68,916	27,398	8,347	235,196	515,032	-	-	6,478	564,058	7,675	6,264	8,888	275,711	5,496	2,118,118	1,960,849	
Reclassification of income for investment loss	-	-	-	-	(22,396)	(2,547)	-	-	-	-	-	-	(2,567)	(1,732)	-	-	-	-	-	-	-	(29,242)	(16,642)	
Acquisition of Subsidiary (3)	-	511,222	-	-	-	-	-	-	-	-	-	-	-	-	-	(511,222)	-	-	-	-	-	-	667	
Advance for capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	37,300	-	37,300	64,114
Payment of capital	-	-	-	-	33,068	-	-	-	-	-	-	-	-	2,100	-	-	200	-	-	-	-	-	35,368	26,199
Dividends received/reversed	-	-	-	-	-	-	-	-	-	-	(657)	-	-	-	-	(90,000)	-	-	-	-	-	(90,657)	(158,020)	
Equity equivalence result	215	73,760	2,434	(6,620)	(6,232)	(968)	(13,860)	(4)	(11,197)	92	6,903	(17,029)	(1,105)	34	39	36,938	(628)	343	122	36,870	942	101,049	103,490	
Cumulative conversion adjustments	-	498	(10,793)	(314)	1,271	267	(9,228)	(5,428)	(533)	(508)	-	(1,771)	159	-	(309)	300	-	-	-	-	-	(26,389)	103,847	
Capital reduction	-	-	-	-	-	-	-	-	-	-	-	(20,164)	-	-	-	-	-	-	-	-	-	(20,164)	-	
Monetary correction for hyperinflation	-	-	-	495	-	-	-	-	838	-	-	-	-	-	-	-	-	-	-	-	-	1,333	4,521	
Exchange variation on capital reduction	-	-	-	-	-	-	-	-	-	-	-	10,944	-	-	-	-	-	-	-	-	-	10,944	-	
Capital gains amortization	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(74)	-	-	-	-	-	(74)	(149)	
Closing balances:	5,513	695,869	175,223	(4,945)	5,711	(3,248)	64,808	63,484	16,506	7,931	241,442	487,012	(3,513)	402	6,208	-	7,247	6,607	9,010	349,881	6,438	2,137,586	2,088,876	
Provision for loss of investment	-	-	-	4,945	-	3,248	-	-	8,364	-	-	-	3,513	-	-	-	-	-	-	-	-	20,070	29,242	
By the equity value	5,513	695,869	175,223	-	5,711	-	64,808	63,484	24,870	7,931	241,442	487,012	-	402	6,208	-	7,247	6,607	9,010	349,881	6,438	2,157,656	2,118,118	

(1) Enterprises overseas.

(2) These balances include investments and goodwill.

(3) San Marino was merged into Ciferal, both controlled by Marcopolo, on March 31, 2022. As of April 1, 2022, the company San Marino ceased to exist and its operation was fully transferred to Ciferal.

Joint ventures:

	Joint ventures				
	Total				
	Loma	Metalpar	Superpolo	06/30/22	12/31/21
	(1), (2)	(1)	(1)		
Investment Data					
Share capital	117,218	19,111	16,317		
Adjusted shareholders' equity	(25,347)	(65,900)	187,205		
Shares or quotas held	15,949,948	473,995	265,763		
% participation	51.00	1.00	20.61		
Net profit for the period	(22,641)	13,200	5,817		
Changes in investments					
Opening balances:					
By the equity value	33,169	-	40,749	73,918	86,522
Reclassification of provision for investment loss	-	(757)	-	(757)	(841)
Dividends received	-	-	-	-	(2,909)
Equity equivalence result	5,452	132	1,210	6,794	9,892
Cumulative conversion adjustments	9,996	180	(3,376)	6,800	686
Monetary correction for hyperinflation	(11,547)	(214)	-	(11,761)	(18,068)
Exchange variation on disposal of investment	-	-	-	-	(510)
Capital gains amortization	(775)	-	-	(775)	(1,551)
Investment write-off	-	-	-	-	(60)
Closing balances:	36,295	(659)	38,583	74,219	73,161
Provision for loss of investment	40,506	659	-	41,165	46,004
By the equity value	76,801	-	38,583	115,384	119,165
Goodwill on investment	(52,172)	-	-	(52,172)	(52,172)
Allocation of the purchase price	(20,730)	-	-	(20,730)	(22,184)
Indirect participation - Superpolo	-	-	55,018	55,018	58,106
By the consolidated equity value	3,899	-	93,601	97,500	102,915

(1) Enterprises overseas.

(2) These balances include investments and goodwill.

Associates:

	Associates						
	Total						
	GBPolo	Mercobus	Valeo	WSul	New Flyer	06/30/22	12/31/21
	(1)	(1)			(1)		
Investment Data							
Share capital	25,476	741	30,000	6,100	5,174,614		
Adjusted shareholders' equity	(39,620)	2,693	106,815	7,980	4,455,211		
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	9.02		
Net profit (loss) for the period	(16,235)	(773)	5,343	1,817	(41,710)		
Changes in investments							
Opening balances:							
By the equity value	-	1,430	40,819	2,119	-	44,368	44,778
Reclassification of provision for investment loss	(5,831)	-	-	-	-	(5,831)	(4,176)
Dividends received	-	-	-	(270)	-	(270)	(1,840)
Equity equivalence result	(3,247)	(309)	2,137	545	-	(874)	5
Cumulative conversion adjustments	1,154	(44)	(230)	-	-	880	(230)
Closing balances:	(7,924)	1,077	42,726	2,394	-	38,273	38,537
Provision for loss of investment	7,924	-	-	-	-	7,924	5,831
By the equity value	-	1,077	42,726	2,394	-	46,197	44,368
Indirect participation - New Flyer	-	-	-	-	401,860	401,860	407,533
By the consolidated equity value	-	1,077	42,726	2,394	401,860	448,057	451,901
(1) Enterprise abroad.							

12 Investment Property

The investment properties consist of two properties: one located in Três Rios 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 41,557 and was valued at its fair value at BRL 41,971. 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 6,121 and was valued at its fair value 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 June 30, 2022, there were only irrelevant expenses with surveillance, insurance and energy. The movements are shown below:

	Parent company			
	Land	Buildings and Constructions	Machinery and Equipment	Total
Balance on December 31, 2021	2,609	3,351	280	6,240
Depreciation	-	(96)	(23)	(119)
Balances as of June 30, 2022	<u>2,609</u>	<u>3,255</u>	<u>257</u>	<u>6,121</u>
Cost of the investment property	2,609	3,558	330	6,497
Accumulated depreciation	-	(303)	(73)	(376)
Residual value	<u>2,609</u>	<u>3,255</u>	<u>257</u>	<u>6,121</u>
Annual depreciation rates - %		5.4	14.1	
	Consolidated			
	Land	Buildings and Constructions	Machinery and Equipment	Total
Balance on December 31, 2021	22,822	22,612	2,570	48,004
Depreciation	-	(207)	(120)	(327)
Balances as of June 30, 2022	<u>22,822</u>	<u>22,405</u>	<u>2,450</u>	<u>47,677</u>
Cost of the investment property	22,822	24,998	3,799	51,619
Accumulated depreciation	-	(2,593)	(1,349)	(3,942)
Residual value	<u>22,822</u>	<u>22,405</u>	<u>2,450</u>	<u>47,677</u>
Annual depreciation rates - %		2.5	11.2	

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 property, plant and equipment	Total	Building usage rights	Total
Balance on December 31, 2021	15,659	137,201	260,266	2,821	9,947	1,496	175	427,565	5,897	433,462
Additions	-	1,659	14,739	197	1,268	-	-	17,863	2,040	19,903
Write-offs	-	-	(86)	(2)	(31)	-	(16)	(135)	-	(135)
Depreciation	-	(2,006)	(13,412)	(284)	1,494	(92)	-	(17,288)	(1,013)	(18,301)
Balances as of June 30, 2022	<u>15,659</u>	<u>136,854</u>	<u>261,507</u>	<u>2,732</u>	<u>9,690</u>	<u>1,404</u>	<u>159</u>	<u>428,005</u>	<u>6,924</u>	<u>434,929</u>
Cost of property, plant and equipment	15,659	208,516	458,195	9,674	32,570	5,516	159	730,289	11,409	741,698
Accumulated depreciation	-	(71,662)	(196,688)	(6,942)	(22,880)	(4,112)	-	(302,284)	(4,485)	(306,769)
Residual value	<u>15,659</u>	<u>136,854</u>	<u>261,507</u>	<u>2,732</u>	<u>9,690</u>	<u>1,404</u>	<u>159</u>	<u>428,005</u>	<u>6,924</u>	<u>434,929</u>
Annual depreciation rates - %		1.7	8.2	9.1	15.3	12.9			34.3	

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

	Land	Buildings and Constructions	Machinery and Equipment	Furniture and fixtures	IT equipment	Vehicles	Other property, plant and equipment	Property, plant and equipment in progress	Total	Building usage rights	Machine Use Rights	Total
Balance on December 31, 2021	56,349	445,310	393,341	7,103	12,568	6,561	13,705	25,596	960,533	53,548	3,678	1,017,759
Exchange rate effect	(128)	(6,107)	(7,068)	(1,422)	-	(263)	(947)	(119)	(16,054)	(4,535)	-	(20,589)
Monetary correction for hyperinflation	591	13,790	3,886	167	-	354	300	(1,969)	17,119	-	-	17,119
Additions	-	2,530	17,685	315	1,507	-	308	8,076	30,421	4,455	-	34,876
Write-offs	-	-	(300)	(6)	(41)	(574)	(27)	(525)	(1,473)	(231)	-	(1,704)
Transfers	-	-	-	-	182	-	-	(182)	-	-	-	-
Depreciation	-	(9,034)	(29,081)	(847)	(2,205)	(1,030)	(1,129)	(11)	(43,337)	(9,779)	(187)	(53,303)
Balances as of June 30, 2022	<u>56,812</u>	<u>446,489</u>	<u>378,463</u>	<u>5,310</u>	<u>12,011</u>	<u>5,048</u>	<u>12,210</u>	<u>30,866</u>	<u>947,209</u>	<u>43,458</u>	<u>3,491</u>	<u>994,158</u>
Cost of property, plant and equipment	56,812	572,354	867,899	24,518	40,932	17,971	40,543	30,866	1,651,895	104,849	5,904	1,762,648
Accumulated depreciation	-	(125,865)	(489,436)	(19,208)	(28,921)	(12,923)	(28,333)	-	(704,686)	(61,391)	(2,413)	(768,490)
Residual value	<u>56,812</u>	<u>446,489</u>	<u>378,463</u>	<u>5,310</u>	<u>12,011</u>	<u>5,048</u>	<u>12,210</u>	<u>30,866</u>	<u>947,209</u>	<u>43,458</u>	<u>3,491</u>	<u>994,158</u>
Annual depreciation rates - %		1.7	8.2	9.1	15.3	12.9	16.5			36.5	10.2	

Land and buildings comprise mainly factories and offices.

(c) **Guarantee**

As of June 30, 2022, properties with a residual book value of BRL 16,483 (BRL 20,225 as of December 31, 2021) 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**

	<u>Software</u>	<u>Trademarks and licenses</u>	<u>Total</u>
Balance on December 31, 2021	8,366	660	9,026
Additions	1,208	95	1,303
Amortizations	(1,176)	(33)	(1,209)
Balances as of June 30, 2022	<u>8,398</u>	<u>722</u>	<u>9,120</u>
Cost of intangible assets	64,845	1,165	66,010
Accumulated amortization	(56,447)	(443)	(56,890)
Residual value	<u>8,398</u>	<u>722</u>	<u>9,120</u>
Average depreciation rates - %	20.0	7.0	

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

	<u>Software</u>	<u>Trademarks and licenses</u>	<u>Customer portfolio</u>	<u>Other intangible assets</u>	<u>Goodwill</u>	<u>Total</u>
Balance on December 31, 2021	9,482	9,794	22,987	365	309,760	352,388
Exchange rate effect	(142)	-	-	-	(22,572)	(22,714)
Monetary correction for hyperinflation	493	-	-	-	-	493
Additions	1,684	96	-	-	-	1,780
Amortizations	(1,919)	(45)	(341)	-	-	(2,305)
Balances as of June 30, 2022	<u>9,598</u>	<u>9,845</u>	<u>22,646</u>	<u>365</u>	<u>287,188</u>	<u>329,642</u>
Cost of property, plant and equipment	87,473	10,427	52,579	9,346	287,188	447,013
Accumulated amortization	(77,875)	(582)	(29,933)	(8,981)	-	(117,371)
Residual value	<u>9,598</u>	<u>9,845</u>	<u>22,646</u>	<u>365</u>	<u>287,188</u>	<u>329,642</u>
Average depreciation rates - %	20.0	8.3	3.0	10.0		

Composition of goodwill:

	<u>Loma / Metalsur</u>	<u>Ciferal</u>	<u>New Flyer</u>	<u>Pologren</u>	<u>Goodwill Total</u>
Balance on December 31, 2021	52,172	30,739	82,321	144,528	309,760
Exchange rate effect	-	-	(5,971)	(16,601)	(22,572)
Balances as of June 30, 2022	<u>52,172</u>	<u>30,739</u>	<u>76,350</u>	<u>127,927</u>	<u>287,188</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 June 30, 2022, as well as the transactions that influenced the result for the period are detailed in the table below:

<u>Related Parties</u>	<u>Asset balances by loan and current account</u>	<u>Accounts receivable from sales</u>	<u>Accounts payable for purchases</u>	<u>Sales of products/services</u>	<u>Product purchases/services</u>
Apolo	-	-	1,064	-	6,344
Ciferal	275	33	2,571	295	1,307
GB Polo	3,972	-	-	-	-
Ilmot	1,027	-	-	-	-
Loma	67,874	-	-	-	-
Mac	-	206	164	490	2,617
Masa	-	8,571	420	8,016	-
MP Argentina	-	23,646	-	4,779	-
MP Australia	-	238	-	20	-
MP Mexico	-	4,888	-	10,618	-
Valeo	-	-	11,650	-	39,947
Volare Veículos	277	47,878	217	37,066	724
Volare Comércio	90	249	-	273	5
San Marino	-	-	-	57,220	1,331
WSul	-	-	9,903	-	25,634
Balance on 06/30/22	<u>73,515</u>	<u>85,709</u>	<u>25,989</u>	<u>118,777</u>	<u>77,909</u>
Balance on 12/31/21	<u>106,539</u>	<u>81,479</u>	<u>18,144</u>	<u>291,716</u>	<u>124,544</u>

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:

	<u>06/30/22</u>			
	<u>Fixed</u>	<u>Variable</u>	<u>Pension plan</u>	<u>Total</u>
Board of Directors and statutory directors	5,226	2,024	31	7,281
Non-statutory directors	4,088	2,866	161	7,115
	<u>9,314</u>	<u>4,890</u>	<u>192</u>	<u>14,396</u>
	<u>06/30/21</u>			
	<u>Fixed</u>	<u>Variable</u>	<u>Pension plan</u>	<u>Total</u>
Board of Directors and statutory directors	4,968	2,744	28	7,740
Non-statutory directors	3,209	2,247	114	5,570
	<u>8,177</u>	<u>4,991</u>	<u>142</u>	<u>13,310</u>

16 Loans and Financing

	Average rate weighted % p.a.	Year of Maturity	Parent company		Consolidated	
			06/30/22	12/31/21	06/30/22	12/31/21
Domestic currency						
FINAME	3.69	2022 to 2025	230	335	1,832	2,674
Bank loans	10.90	2027	-	-	6,717	7,368
Interbank deposits	27.00	2022 to 2026	-	-	13,869	19,494
FINEP	6.29	2022 to 2030	297,922	320,369	305,714	333,408
FDE – Development funds	3.00	2025	-	-	63,053	73,795
Fundepar – ES	-	2026	-	-	30,000	30,000
Export credit notes - Compulsory	15.33	2026	185,196	185,197	185,196	185,197
Related parties	CDI	-	-	53	-	-
Foreign currency						
Advances on exchange contracts	4.03	2022	-	-	33,131	23,204
Pre-payment for export in US dollars	4.18	2022 to 2026	106,977	175,684	106,977	175,684
Export credit notes - USD	3.92	2022 to 2026	949,437	781,817	949,437	781,817
Financing in Rand	8.57	2022 to 2026	-	-	2,672	5,332
Financing in Renminbi	5.91	2022	-	-	22,772	18,107
Financing in Australian Dollars	3.49	2022	-	-	175,438	161,324
Financing in Argentine pesos	31.06	2022	-	-	33,714	39,303
Subtotal of domestic and foreign currency			<u>1,539,762</u>	<u>1,463,455</u>	<u>1,930,522</u>	<u>1,856,707</u>
Open market funding						
Domestic currency						
BNDES – Pre-fixed Operations	9.04	2026 to 2027	-	-	403,039	373,882
BNDES – Post-fixed Operations	IPCA + 1.48	2026	-	-	29,372	41,816
BNDES – Post-fixed Operations	TJLP + 2.10	2024	-	-	7,802	22,685
BNDES – Post-fixed Operations	SELIC + 1.59	2027	-	-	26,283	25,869
Subtotal of open market funding			<u>-</u>	<u>-</u>	<u>466,496</u>	<u>464,252</u>
Total loans and financing			<u>1,539,762</u>	<u>1,463,455</u>	<u>2,397,018</u>	<u>2,320,959</u>
Current liabilities			<u>480,384</u>	<u>449,103</u>	<u>954,496</u>	<u>886,657</u>
Non-current liabilities			<u>1,059,378</u>	<u>1,014,352</u>	<u>1,442,522</u>	<u>1,434,302</u>

Long-term installments have the following payment schedule:

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
From 13 to 24 months	165,039	275,831	331,249	443,754
From 25 to 36 months	249,170	159,942	370,837	285,711
From 37 to 48 months	528,607	414,310	591,333	506,891
From 49 to 60 months	27,975	61,913	57,993	93,650
After 60 months	88,587	102,356	91,110	104,296
	1,059,378	1,014,352	1,442,522	1,434,302

(a) Loans and Financing

FINAME financing is guaranteed by a fiduciary sale of the financed assets in the amount of BRL 16,483 as of June 30, 2022 (BRL 20,225 as of December 31, 2021).

(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)	
	06/30/22	12/31/21	06/30/22	12/31/21
From 1 to 12 months	207,303	205,179	176,083	178,469
From 13 to 24 months	158,082	155,909	137,714	139,182
From 25 to 36 months	94,975	99,157	84,195	91,248
After 36 months	75,097	58,910	68,504	55,353
	535,457	519,155	466,496	464,252

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, 2021	1,837,213	921	483,746	2,321,880
Movements that affected the cash flow	141,324	1,889	(26,983)	116,230
Movements that did not affect the cash flow				
Interest and exchange variations	(61,884)	-	23,602	(38,282)
Debt as of June 30, 2022	1,916,653	2,810	480,365	2,399,828

17 Lease obligations

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

	Parent company		Consolidated	
	06/30/22	06/30/21	06/30/22	06/30/21
Opening balance	6,721	6,188	59,626	70,967
Interest and exchange variations	505	428	(2,173)	(1,546)
Additions	2,036	1,044	5,110	1,394
Considerations paid	(1,381)	(1,103)	(13,133)	(10,994)
	<u>7,881</u>	<u>6,557</u>	<u>49,430</u>	<u>59,821</u>

The lease maturity schedule is shown below.

	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
From 1 to 12 months	2,484	1,819	17,108	19,661
From 13 to 24 months	1,951	1,820	12,942	15,842
From 25 to 36 months	478	1,100	5,337	6,557
From 37 to 48 months	547	441	3,767	4,041
From 49 to 60 months	624	504	3,592	3,821
Above 60 months	1,797	1,037	6,684	9,704
Present value of contracts	<u>7,881</u>	<u>6,721</u>	<u>49,430</u>	<u>59,626</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	
	06/30/22	06/30/22	12/31/21	12/31/21
	Nominal	Adjusted to present value	Nominal	Adjusted to present value
Lease Consideration	3,775	3,327	4,618	3,938
Potential Pis/Cofins (9.25%)	349	308	427	364

18 Provisions

(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 that, in the opinion of the Company's legal counsel, are considered as possible or probable losses as of June 30, 2022 and December 31, 2021 are presented below. Contingencies considered as probable losses are provisioned.

Nature	Parent company			
	06/30/22		12/31/21	
	Probable	Possible	Probable	Possible
Civil	889	29,373	1,032	25,147
Labor	85,315	96,640	78,684	79,887
Tax	11,444	253,010	11,086	263,818
	<u>97,648</u>	<u>379,023</u>	<u>90,802</u>	<u>368,852</u>
Nature	Consolidated			
	06/30/22		12/31/21	
	Probable	Possible	Probable	Possible
Civil	2,616	29,815	2,737	25,589
Labor	101,191	107,764	94,666	89,958
Tax	24,515	287,779	24,164	302,965
	<u>128,322</u>	<u>425,358</u>	<u>121,567</u>	<u>418,512</u>
Judicial deposits	Parent company		Consolidated	
	06/30/22	12/31/21	06/30/22	12/31/21
	Probable	Possible	Probable	Possible
Civil	2,987	2,987	3,967	3,962
Labor	17,735	18,980	21,370	22,637
Tax	19,995	19,196	41,690	40,532
	<u>40,717</u>	<u>41,163</u>	<u>67,027</u>	<u>67,131</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) Taxes

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	
	06/30/22	12/31/21	06/30/22	12/31/21
	Probable	Possible	Probable	Possible
REINTEGRA – credit appropriation (i)	664	662	664	662
Special Tax Regime – tax credit (ii)	783	752	783	752
IRPJ 2010, 2011 and 2012 (iii)	6,610	6,344	6,610	6,344
Other contingencies	3,387	3,328	16,458	16,406
	<u>11,444</u>	<u>11,086</u>	<u>24,515</u>	<u>24,164</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**

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
PIS, COFINS and FINSOCIAL - offsets	2,167	2,068	2,167	2,068
COFINS - refund request (i)	24,822	24,115	24,822	24,115
PIS, COFINS - credit	10,520	10,177	10,520	10,177
PIS - offsets (ii)	13,702	13,078	13,702	13,078
IPI - credit	3,732	3,605	3,732	3,605
IRPJ - lower realized inflationary profit	3,161	3,102	3,161	3,102
IRPJ and CSLL - Negative Balance (iii)	19,557	19,011	19,557	19,011
IRPJ and CSLL - profits overseas (iv)	13,187	32,502	13,187	32,502
IRPJ and CSLL - IR paid overseas	1,296	1,237	1,296	1,237
IRPJ and CSLL - profits from overseas (v)	83,519	80,110	83,519	80,110
DCP - Monetary adjustment (vi)	30,831	29,749	30,831	29,749
REINTEGRA - Offset (vii)	18,222	17,672	18,222	17,672
ICMS - outputs with reduced tax rate for non-taxpayers (viii)	-	-	17,445	16,207
ICMS - unsuitable tax documents (ix)	2,229	2,156	2,229	2,156
ISS - services rendered by third parties	6,949	6,718	6,949	6,718
INSS - services rendered by legal entities	4,890	4,752	4,890	4,752
Other lower value contingencies	14,226	13,766	31,550	36,706
	<u>253,010</u>	<u>263,818</u>	<u>287,779</u>	<u>302,965</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 disallowance of compensations 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 disallowance of the monetary restatement and isolated fine applied as a result of the unapproved statements. 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.

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), Ciferal, Syncroparts, Trading, Banco Moneo and Marcopolo Foundation. In the period ended June 30, 2022, the amount of BRL 4,166 (BRL 3,985 as of June 30, 2021) 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.

On the base date of June 30, 2022 and December 31, 2021, the amounts related to post-employment benefits were determined in an annual actuarial valuation, conducted by independent actuaries, and are recognized in the financial statements as shown below.

The amounts recognized in the balance sheet are as follows:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Present value of actuarial liabilities	(306,419)	(301,061)	(310,467)	(305,014)
Fair value of the plan assets	354,542	348,872	359,212	353,467
Surplus not subject to reimbursement or reduction in future contributions	<u>(48,123)</u>	<u>(47,811)</u>	<u>(48,745)</u>	<u>(48,453)</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, the asset resulting from the surplus of the plans was not accounted for on June 30, 2022.

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

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
On January 1	-	-	-	-
Contributions from plan participants	2,166	4,360	2,178	4,392
Actuarial losses (gains)	<u>(2,166)</u>	<u>(4,360)</u>	<u>(2,178)</u>	<u>(4,392)</u>
On June 30	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
On January 1	348,872	353,656	353,467	358,423
Sponsors' contribution	2,166	4,360	2,178	4,392
Employee contribution	25	71	25	72
Benefits paid	(8,372)	(15,993)	(8,455)	(16,167)
Expected return on plan assets	<u>11,851</u>	<u>6,778</u>	<u>11,997</u>	<u>6,747</u>
On June 30	<u>354,542</u>	<u>348,872</u>	<u>359,212</u>	<u>353,467</u>

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

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
On January 1	301,061	325,555	305,014	329,936
Actuarial (gains) losses	303	(32,995)	307	(33,568)
Cost of current services	546	1,772	550	1,784
Financial cost	12,856	22,651	13,026	22,957
Employee contributions	25	71	25	72
Benefits paid	(8,372)	(15,993)	(8,455)	(16,167)
On June 30	<u>306,419</u>	<u>301,061</u>	<u>310,467</u>	<u>305,014</u>

The amounts recognized in the income statement are:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Cost of current services	886	1,772	892	1,784
Financial cost	(95)	(192)	(96)	(193)
Total included in personnel costs	<u>791</u>	<u>1,580</u>	<u>796</u>	<u>1,591</u>

The main actuarial assumptions at the balance sheet date are:

• **Economic hypotheses**

	<u>Percentage p.a.</u>			
	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Discount rate (*)	8.88	8.88	8.88	8.88
Expected rate of return on plan assets	8.88	8.88	8.88	8.88
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 3.25% p.a. plus interest 5.73% p.a. for the period ended June 30, 2022 (inflation 3.25% p.a. plus interest 5.73% p.a. for the year ended December 31, 2021).

• **Demographic assumptions**

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Mortality table	AT 2000(*)	AT 2000(*)	AT 2000(*)	AT 2000(*)
Mortality table and invalids	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:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Assets (liabilities)				
Provision for technical assistance	37,428	34,965	75,605	57,458
Provision for commissions	15,960	12,408	33,949	16,639
Expected credit losses	5,468	9,746	80,871	77,418
Provision for profit sharing	31,740	39,807	34,247	41,731
Provision for contingencies	102,026	95,463	132,557	104,909
Provision for losses from inventories	6,060	5,361	7,491	9,272
Provision for third party services	10,495	9,944	25,371	25,126
Provision for contractual terminations	9,614	8,753	17,593	14,800
Unrealized inventories	7,969	9,626	7,969	9,626
Adjustment to present value	2,240	2,033	4,591	3,393
Suspended withholding income tax (Tax depreciation)	10,379	10,121	10,379	10,121
	(22,053)	(22,102)	(22,053)	(22,102)
Appropriation of gains/losses from derivatives	1,888	790	3,167	2,220
Exchange variation	4,412	77,675	4,412	77,675
Tax loss and negative basis of social contribution	266,695	144,882	398,559	232,092
Other provisions	9,641	10,016	14,669	(10,643)
	<u>499,962</u>	<u>449,488</u>	<u>829,377</u>	<u>649,735</u>
Calculation Basis				
Nominal rate - %	<u>34</u>	<u>34</u>	<u>34</u>	<u>34</u>
Deferred income tax and social contribution	<u>169,987</u>	<u>152,826</u>	<u>281,988</u>	<u>220,910</u>

(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:

	<u>Parent company</u>		<u>Consolidated</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
From 1 to 12 months	38,816	40,696	75,469	52,023
From 13 to 24 months	40,740	35,767	63,999	56,500
From 25 to 36 months	23,426	16,759	55,777	36,036
From 37 to 48 months	31,195	22,908	50,928	37,001
Over 48 months	35,810	36,696	35,815	39,350
	<u>169,987</u>	<u>152,826</u>	<u>281,988</u>	<u>220,910</u>

(d) **Reconciliation of current income tax and social contribution expenses**

	Parent company				Consolidated			
	04/01/22	04/01/21			04/01/22	04/01/21		
	to	to			to	to		
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Reconciliation								
Income before income tax and social contribution	313	251,484	109,531	215,374	(17,227)	295,130	97,963	265,359
Nominal rate - %	34	34	34	34	34	34	34	34
	(107)	(85,505)	(37,241)	(73,227)	5,857	(100,344)	(33,307)	(90,222)
Permanent additions and exclusions								
Equity method	21,364	8,121	40,170	17,014	-	-	-	-
Interest on equity	-	22,364	-	22,364	-	22,364	-	22,364
IRPJ/CSLL on Selic/IPC A rate	3,661	-	9,303	-	4,920	-	10,562	-
Tax loss of subsidiaries	-	-	-	-	-	(10,506)	-	(6,430)
Credit - Social Contribution	5,180	-	5,180	-	5,180	-	5,180	-
Controlled tax loss	-	-	-	-	26,995	-	26,995	-
Presumed credit ICMS	-	-	-	-	8,841	-	8,841	-
Industrial Development Program	-	2,310	-	2,310	-	2,310	-	2,310
Management participation	(376)	157	(818)	(312)	(376)	157	(818)	(312)
Complementary Law 160	1,694	4,159	2,872	3,153	1,694	4,159	5,204	3,153
Other additions (exclusions)	1,010	249	3,130	3,292	(9,038)	(12,412)	4,269	(10,057)
	32,426	(48,145)	22,596	(25,406)	44,073	(94,272)	26,926	(79,194)
Income tax and social contribution								
Current	5,089	(30,890)	5,435	(30,950)	(15,621)	(64,261)	(34,152)	(83,110)
Deferred	27,337	(17,255)	17,161	5,544	59,694	(30,011)	61,078	3,916
	32,426	(48,145)	22,596	(25,406)	44,073	(94,272)	26,926	(79,194)

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 June 30, 2022, the subscribed and paid-in capital stock is represented by 946,892,882 (946,892,882 as of December 31, 2021) registered shares, of which 341,625,744 are common shares and 605,267,138 are preferred shares, with no par value.

Of the total subscribed capital, 258,347,472 (236,669,520 as of December 31, 2021) registered preferred shares belong to shareholders abroad.

(b) Reserves

(i) Legal reserve

This is constituted at the rate of 5% of the net income 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 income 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 hoarding of 6,583,647 registered preferred shares, acquired at an average cost of BRL 3.956 (in reais one) per share. The value of treasury shares as of June 30, 2022 corresponds to BRL 26,043. The shares will be used to, pursuant to paragraph 3 of article 168 of Brazilian Corporations Law and CVM Instruction No. 567, grant stock options to Marcopolo's managers and employees, in accordance with the Stock Option Plan approved at the Extraordinary General Meeting held on December 22, 2005.

22 Insurance coverage

As of June 30, 2022, the Company had insurance coverage against fire and various risks for property, plant and equipment and inventories, for amounts considered sufficient to cover possible losses.

The main insurance coverages are:

<u>Nature of the asset</u>	<u>Equity value</u>	<u>Consolidated</u>	
		<u>06/30/22</u>	<u>12/31/21</u>
Inventories, buildings and contents	Fire and various risks	999,356	1,035,815
Vehicles	Collision and civil liability	127,742	55,887
		<u>1,127,098</u>	<u>1,091,702</u>

23 Surety and guarantees

The Company had contracted, on June 30, 2022, sureties and/or guarantees in the amount of BRL 119,491 (BRL 93,674 on December 31, 2021), granted to banks in customer financing operations, which have as counterpart the guarantee of the respective financed assets, as well as the residual book value of financed assets in the amount of BRL 16,483 (BRL 20,225 on December 31, 2021) given in guarantees of bank loans and contingencies. The company had surety bonds effective on June 30, 2022 in the amount of BRL 142,453 (BRL 98,149 on December 31, 2021).

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			
	04/01/22	04/01/21			04/01/22	04/01/21		
	to	to			to	to		
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Cost of Products and Services Sold	5,512	3,489	9,720	5,094	6,380	3,965	11,121	6,111
Selling expenses	1,272	1,242	2,562	1,734	1,272	1,242	2,562	1,744
Administration expenses	1,480	1,423	2,961	5,558	1,918	1,795	3,845	6,314
	<u>8,264</u>	<u>6,154</u>	<u>15,243</u>	<u>12,386</u>	<u>9,570</u>	<u>7,002</u>	<u>17,528</u>	<u>14,169</u>

25 Revenue

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

	Parent company				Consolidated			
	04/01/22	04/01/21			04/01/22	04/01/21		
	to	to			to	to		
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Gross sales of products and services	463,413	382,778	903,906	711,130	1,292,258	932,717	2,373,790	1,858,334
Taxes on sales and returns	(55,881)	(53,150)	(109,594)	(95,503)	(140,468)	(109,025)	(263,353)	(200,668)
Net revenue	<u>407,532</u>	<u>329,628</u>	<u>794,312</u>	<u>615,627</u>	<u>1,151,790</u>	<u>823,692</u>	<u>2,110,437</u>	<u>1,657,666</u>

26 Expenditure by nature

	Parent company				Consolidated			
	04/01/22	04/01/21			04/01/22	04/01/21		
	to	to			to	to		
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Raw materials and consumables	238,809	224,134	488,116	388,351	830,572	585,238	1,488,180	1,183,579
Cost of idleness	-	1,297	-	3,456	-	1,720	-	5,250
Third party services and others	54,817	43,458	101,808	83,283	82,848	74,655	158,480	135,098
Direct remuneration	87,066	65,266	160,714	126,086	133,327	145,369	265,002	231,615
Remuneration of management	3,902	3,320	7,603	7,099	3,902	3,320	7,603	7,099
Employee participation in profits and results	8,264	6,154	15,243	12,386	9,570	7,002	17,528	14,169
Depreciation and amortization charges	9,910	8,441	19,510	15,505	28,964	28,024	55,608	52,076
Private pension expenses	1,874	1,717	3,657	3,487	2,136	1,965	4,166	3,985
Other expenses	19,561	21,561	38,258	40,386	17,678	20,449	53,168	61,007
Total costs and expenses of sales, distributions and administrative expenses.	<u>424,203</u>	<u>375,348</u>	<u>834,909</u>	<u>680,039</u>	<u>1,108,997</u>	<u>867,742</u>	<u>2,049,735</u>	<u>1,693,878</u>

27 Financial result

	Parent company				Consolidated			
	04/01/22 to 06/30/22	04/01/21 to 06/30/21	06/30/22	06/30/21	04/01/22 to 06/30/22	04/01/21 to 06/30/21	06/30/22	06/30/21
Financial revenue								
Interest and monetary variations received	10,957	129,431	24,941	131,694	12,864	165,647	28,867	168,026
Interest on derivatives	99	-	99	7	260	164	645	265
Income from financial investments	20,552	3,880	36,726	4,109	25,440	6,546	49,248	8,331
Adjustment to present value of accounts receivable	6,156	3,751	8,937	6,928	16,852	8,108	26,955	15,750
	<u>37,764</u>	<u>137,062</u>	<u>70,703</u>	<u>142,738</u>	<u>55,416</u>	<u>180,465</u>	<u>105,715</u>	<u>192,372</u>
Financial expenses								
Interest on loans and financing	(21,674)	(10,636)	(39,043)	(20,392)	(30,737)	(21,575)	(54,077)	(33,724)
Interest on derivatives	(3,558)	(563)	(6,371)	(877)	(3,558)	(563)	(6,371)	(877)
Bank expenses	(1,476)	673	(2,639)	(655)	(3,117)	(987)	(8,428)	(2,992)
Adjustment to present value of suppliers	(3,676)	(1,361)	(6,006)	(2,344)	(9,032)	(3,102)	(14,565)	(5,737)
	<u>(30,384)</u>	<u>(11,887)</u>	<u>(54,059)</u>	<u>(24,268)</u>	<u>(46,444)</u>	<u>(26,227)</u>	<u>(83,441)</u>	<u>(43,330)</u>
Currency variations								
Active exchange variation	(45,661)	(39,949)	222,703	49,693	(32,634)	(36,692)	248,041	67,430
Active exchange variation on derivatives	14,580	(5,966)	14,580	(1,063)	15,382	476	18,836	5,118
Passive exchange variation	(16,628)	81,656	(193,739)	(39,568)	(27,333)	73,545	(214,827)	(57,121)
Exchange variation liabilities on derivatives	(3,065)	(7,782)	(21,789)	(3,522)	(4,257)	(8,871)	(23,685)	(8,890)
	<u>(50,774)</u>	<u>27,959</u>	<u>21,755</u>	<u>5,540</u>	<u>(48,842)</u>	<u>28,458</u>	<u>28,365</u>	<u>6,537</u>
Financial result	<u>(43,394)</u>	<u>153,134</u>	<u>38,399</u>	<u>124,010</u>	<u>(39,870)</u>	<u>182,696</u>	<u>50,639</u>	<u>155,579</u>

28 Profit per share - common and preferred

(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.

	06/30/22	06/30/21
Profit attributable to shareholders	132,127	189,968
Weighted average number of shares issued (thousands)	940,309	939,640
Earnings per share	0.14051	0.20217

(b) Diluted

Diluted profit per share is 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>06/30/22</u>	<u>06/30/21</u>
Profit attributable to shareholders	132,127	189,968
Weighted average number of shares issued (thousands)	940,309	939,640
Adjustments for:		
Exercise of stock options	6,584	7,253
Earnings per share	0.13954	0.20062

29 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

	<u>Consolidated</u>		<u>Industrial</u>		<u>Financial</u>	
	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>	<u>06/30/22</u>	<u>12/31/21</u>
Assets						
Current						
Cash and cash equivalents	1,100,176	1,322,975	1,061,352	1,279,679	38,824	43,296
Derivative financial instruments	1,925	683	1,925	683	-	-
Accounts receivable from customers	985,280	657,575	735,874	411,051	249,406	246,524
Inventories	1,202,317	987,614	1,202,317	987,614	-	-
Other accounts receivable	<u>475,675</u>	<u>398,340</u>	<u>427,900</u>	<u>362,078</u>	<u>47,775</u>	<u>36,262</u>
	<u>3,765,373</u>	<u>3,367,187</u>	<u>3,429,368</u>	<u>3,041,105</u>	<u>336,005</u>	<u>326,082</u>
Non-current						
Financial assets measured at fair value through profit or loss	71,889	75,061	71,889	75,061	-	-
Accounts receivable from customers	454,252	435,455	58,040	27,380	396,212	408,075
Other accounts receivable	829,336	798,547	803,829	774,692	25,507	23,855
Investments	550,205	560,123	550,205	560,123	-	-
Investment properties	47,677	48,004	47,677	48,004	-	-
Property, plant and equipment	994,158	1,017,759	992,989	1,016,405	1,169	1,354
Goodwill and intangible assets	<u>329,642</u>	<u>352,388</u>	<u>329,119</u>	<u>352,124</u>	<u>523</u>	<u>264</u>
	<u>3,277,159</u>	<u>3,287,337</u>	<u>2,853,748</u>	<u>2,853,789</u>	<u>423,411</u>	<u>433,548</u>
Total Assets	<u>7,042,532</u>	<u>6,654,524</u>	<u>6,283,116</u>	<u>5,894,894</u>	<u>759,416</u>	<u>759,630</u>
Liabilities						
Current						
Suppliers	648,870	459,049	648,870	459,049	-	-
Loans and financing	954,496	886,657	764,796	691,958	189,700	194,699
Derivative financial instruments	2,810	921	2,810	921	-	-
Other accounts payable	<u>727,383</u>	<u>679,413</u>	<u>716,330</u>	<u>662,307</u>	<u>11,053</u>	<u>17,106</u>
	<u>2,333,559</u>	<u>2,026,040</u>	<u>2,132,806</u>	<u>1,814,235</u>	<u>200,753</u>	<u>211,805</u>
Non-current						
Loans and financing	1,442,522	1,434,302	1,125,857	1,121,599	316,665	312,703
Other accounts payable	<u>234,064</u>	<u>237,951</u>	<u>232,523</u>	<u>236,410</u>	<u>1,541</u>	<u>1,541</u>
	<u>1,676,586</u>	<u>1,672,253</u>	<u>1,358,380</u>	<u>1,358,009</u>	<u>318,206</u>	<u>314,244</u>
Participation of non-controller shareholders	<u>41,969</u>	<u>51,226</u>	<u>41,969</u>	<u>51,226</u>	<u>-</u>	<u>-</u>
Shareholders' equity attributable to controlling shareholders	<u>2,990,418</u>	<u>2,905,005</u>	<u>2,749,961</u>	<u>2,671,424</u>	<u>240,457</u>	<u>233,581</u>
Total liabilities	<u>7,042,532</u>	<u>6,654,524</u>	<u>6,283,116</u>	<u>5,894,894</u>	<u>759,416</u>	<u>759,630</u>

Income statements

	Consolidated		Industrial		Financial	
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Operations						
Net sales and services revenue	2,110,437	1,657,666	2,062,099	1,615,837	48,338	41,829
Cost of goods sold and services rendered	(1,866,801)	(1,496,630)	(1,841,859)	(1,476,054)	(24,942)	(20,576)
Gross profit	243,636	161,036	220,240	139,783	23,396	21,253
Operating revenues (expenses)						
Selling expenses	(76,492)	(91,797)	(73,399)	(85,559)	(3,093)	(6,238)
Administrative expenses	(106,442)	(105,451)	(98,081)	(98,092)	(8,361)	(7,359)
Other net operating revenue (expenses)	(14,396)	134,236	(14,687)	135,109	291	(873)
Equity equivalence result	1,018	11,756	1,018	11,756	-	-
Operational profit/loss	47,324	109,780	35,091	102,997	12,233	6,783
Financial result						
Financial revenue	372,592	264,920	372,592	264,920	-	-
Financial expenses	(321,953)	(109,341)	(321,953)	(109,341)	-	-
Profit before income tax and social contribution	97,963	265,359	85,730	258,576	12,233	6,783
Income tax and social contribution	26,926	(79,194)	32,283	(76,238)	(5,357)	(2,956)
Net profit for the period	124,889	186,165	118,013	182,338	6,876	3,827

30

Cash flow statements by business segment - indirect method

	Consolidated		Industrial Segment		Financial Segment	
	06/30/22	06/30/21	06/30/22	06/30/21	06/30/22	06/30/21
Cash flows from operating activities						
Net profit for the period	124,889	186,165	118,013	182,338	6,876	3,827
Adjustments to reconcile the results to the availabilities generated by operating activities:						
Depreciation and amortization	55,608	54,195	55,464	54,073	144	122
Gain on sale of investment assets, property, plant and equipment and intangible assets	899	6,571	558	6,571	341	-
Equity method	(1,018)	(11,756)	(1,018)	(11,756)	-	-
Allowance for doubtful accounts	(19,163)	13,625	(22,256)	7,387	3,093	6,238
Current and deferred income tax and social contribution	(61,078)	79,194	(66,435)	76,238	5,357	2,956
Appropriated interest and variations	(6,253)	(3,903)	(29,855)	(23,974)	23,602	20,071
Non-controlling interests	(7,238)	(3,803)	(7,238)	(3,803)	-	-
Assets measured at fair value	1,930	2,970	1,930	2,970	-	-
Changes in assets and liabilities						
(Increase) decrease in accounts receivable from customers	(344,000)	131,216	(349,888)	83,812	5,888	47,404
(Increase) decrease in inventories	(253,345)	(112,571)	(253,345)	(112,571)	-	-
(Increase) decrease in other accounts receivable	(128,100)	(351,848)	(114,935)	(356,984)	(13,165)	5,136
Increase (decrease) in suppliers	209,094	27,679	209,094	27,679	-	-
Increase (decrease) in accounts payable and provisions	239,625	47,910	244,027	54,779	(4,402)	(6,869)
Cash generated in operating activities	(188,150)	65,644	(215,884)	(13,241)	27,734	78,885
Profit taxes paid	(8,540)	(83,110)	(1,532)	(79,140)	(7,008)	(3,970)
Net cash from operating activities	(196,690)	(17,466)	(217,416)	(92,381)	20,726	74,915
Cash flows from investment activities						
Dividends from subsidiaries, jointly controlled entities and associates	270	4,302	270	4,302	-	-
Additions of property, plant and equipment	(30,421)	(59,925)	(30,211)	(59,637)	(210)	(288)
Intangible asset additions	(1,780)	(2,670)	(1,431)	(2,655)	(349)	(15)
Receipts from sale of property, plant and equipment	574	765	574	765	-	-
Net cash from investment activities	(31,357)	(57,528)	(30,798)	(57,225)	(559)	(303)

	<u>Consolidated</u>		<u>Industrial Segment</u>		<u>Financial Segment</u>	
	<u>06/30/22</u>	<u>06/30/21</u>	<u>06/30/22</u>	<u>06/30/21</u>	<u>06/30/22</u>	<u>06/30/21</u>
Cash flows from financing activities						
Treasury shares	709	650	709	650	-	-
Loans from third parties	456,202	532,699	341,425	460,009	114,777	72,690
Loan payment - principal	(301,488)	(367,554)	(182,392)	(224,173)	(119,096)	(143,381)
Loan payment - interest	(50,730)	(33,155)	(30,410)	(13,885)	(20,320)	(19,270)
Payment of interest and dividends	(88,785)	(16,539)	(88,785)	(16,539)	-	-
Net cash used in financing activities	<u>15,908</u>	<u>116,101</u>	<u>40,547</u>	<u>206,062</u>	<u>(24,639)</u>	<u>(89,961)</u>
Effect of exchange rate changes on cash and cash equivalents	(10,660)	(8,978)	(10,660)	(8,978)	-	-
Net increase (decrease) in cash and cash equivalents	<u>(222,799)</u>	<u>32,129</u>	<u>(218,327)</u>	<u>47,478</u>	<u>(4,472)</u>	<u>(15,349)</u>
Cash and cash equivalents at the beginning of the period	1,322,975	1,040,931	1,279,679	989,248	43,296	51,683
Cash and cash equivalents at the end of the period	1,100,176	1,073,060	1,061,352	1,036,726	38,824	36,334

31 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

	<u>Consolidated</u>	
	<u>06/30/22</u>	<u>06/30/21</u>
Brazil	1,572,091	1,213,046
Africa	51,290	43,869
Argentina	138,988	84,279
Australia	188,536	229,761
China	19,518	2,212
Mexico	139,743	84,362
United Arab Emirates	271	137
	<u>2,110,437</u>	<u>1,657,666</u>

(b) **Fixed assets, goodwill and intangible assets by geographic region**

	Consolidated	
	06/30/22	12/31/21
Brazil	954,923	957,050
Africa	16,559	18,388
Argentina	37,313	36,068
Australia	200,635	229,535
Canada	76,349	82,321
China	10,098	11,685
Mexico	27,520	34,651
Uruguay	94	100
United Arab Emirates	309	349
	1,323,800	1,370,147

* * *

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 June 30, 2022:

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	11,520,523	1.90	19,199,443	2.03
James Eduardo Bellini	7,678,920	2.25	19,102,264	3.16	26,781,184	2.83
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	40,647,839	6.72	214,861,759	22.69
Alaska Investimentos Ltda	52,708,142	15.43	12,995,385	2.15	65,703,527	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	65,927,433	10.89	65,927,433	6.96
Viviane Maria Pinto Bado	44,963,544	13.16	654,027	0.11	45,617,571	4.82
Actions in treasury	-	0.00	6,583,647	1.09	6,583,647	0.70
Other shareholders overseas (*)	7,922,094	2.32	184,497,945	30.48	192,420,039	20.32
Other shareholders (*)	61,818,044	18.09	210,669,769	34.80	272,487,806	28.77
Subtotal	167,411,824	49.00	564,619,299	93.28	732,031,123	77.31
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 June 30, 2022:

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 06/30/2022**

Table presented in shares:

SHAREHOLDERS	COMMON		PREFERRED		TOTAL	
	QTY.	%	QTY.	%	QTY.	%
Controllers	174,213,920	51.00	40,647,839	6.72	214,861,759	22.69
Relatives of controllers	-	-	-	-	-	-
Administrators	-	-	-	-	-	-
Board of Directors	-	-	131,543	0.02	131,543	0.01
Executive Board	-	-	1,783,577	0.29	1,783,577	0.19
Fiscal Board (*)	504,696	0.15	789,396	0.13	1,294,092	0.14
Actions in treasury	-	-	6,583,647	1.09	6,583,647	0.70
Other	166,907,128	48.86	555,331,136	91.75	722,238,264	76.27
TOTAL	341,625,744	100.00	605,267,138	100.00	946,892,882	100.00
Shares in Circulation in the Market	166,907,128	48.86	555,331,136	91.75	722,238,264	76.27

* 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 06/30/2021**

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	7,252,882	1.20	7,252,882	0.77
Other	166,592,328	48.76	557,896,097	92.17	724,488,425	76.51
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	557,896,097	92.17	724,488,425	76.51

* 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 the review of quarterly information – ITR

(A free translation of the original report in Portuguese, as filed with the Brazilian Securities Commission – CVM, prepared in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Financial Reporting and the international standard IAS 34 – Interim Financial Reporting, as issued by the International Accounting Standard Board – IASB)

To the Board of Directors and Shareholders of
Marcopolo S.A.
Caxias do Sul – RS

Introduction

We have reviewed the individual and consolidated interim financial information of Marcopolo S.A. (“Company”), included in the Quarterly Information Form - (ITR) for the quarter ended June 30, 2022, which comprises the balance sheets on June 30, 2022, and the respective statements of income and comprehensive income for the three and six-months periods then ended, and statements of changes in shareholders’ equity and of cash flows for the six-months period then ended, including explanatory notes.

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

Scope of Review

We conducted our review in accordance with the Brazilian and International Review Standards for 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 to the persons in charge of 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 individual and consolidated interim financial information

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

Other matters

Statement of Added Value

The individual and consolidated interim financial information referred to above includes the individual and consolidated statement of added value (DVA) for the six-months period ended at June 30, 2022, prepared under responsibility of the Company’s Management, and presented as supplementary information for IAS 34 purposes. These statements were submitted to review procedures carried out together with the review of the Company’s quarterly information to conclude that they are reconciled

with interim financial information and accounting records, as applicable, and its form and content are in accordance with the criteria defined in Technical Pronouncement CPC 09 – Statement of Added Value. Based on our review, we are not aware of any event that make us believe that those were not prepared, in all material respects, in accordance with the criteria set forth this Standard and that they were not consistent to the individual and consolidated interim financial information taken as a whole.

Corresponding Values

Corresponding amounts related to individual and consolidated balance sheets as of December 31, 2021 were previously audited by other independent auditors who issued a report dated February 24, 2022, without qualification. The individual and consolidated statements of income and comprehensive income of the three and six-months periods and the statements of changes in shareholders' equity and of cash flow for the six-months period of the quarter ended June 30, 2021 were previously reviewed by other independent auditors, who issued an unqualified conclusion report dated August 02, 2021, without qualification. The corresponding amounts referring to the individual and consolidated Statements of Added Value for the six-months period ended June 30, 2021, have been submitted to the same review procedures by the aforementioned independent auditors, and, based on their review, nothing came to their attention that caused them to believe that these statements had not been properly prepared, in all material respects, consistent to the individual and consolidated interim financial information taken as a whole.

Porto Alegre, August 01, 2022.

KPMG Auditores Independentes Ltda.

CRC SP-014428/F-7

(Original review report in Portuguese signed by)

Cristiano Jardim Seguecio

Accountant CRC SP-244525/O-9 T-RS

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 June 30, 2022; and
- b) They have reviewed, discussed and agreed with the opinion stated by KPMG - 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 June 30, 2022.

Caxias do Sul, August 01, 2022.

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

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 June 30, 2022; and
- b) They have reviewed, discussed and agreed with the opinion stated by KPMG - 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 June 30, 2022.

Caxias do Sul, August 01, 2022.

James Eduardo Bellini
Board Member

Jose Antonio Valiati
Board Member and Director of Investor Relations