

EARNINGS RELEASE - 2Q25

Dias d'Ávila, August 9th, 2025 - PARANAPANEMA S.A. ("Paranapanema" or "Company", B3 S.A. Brasil, Bolsa, Balcão: PMAM3), Brazil's largest non-integrated producer of refined copper and its byproducts (rods, drawn wires, laminates, bars, pipes, connections, and their alloys) hereby presents its results for the second quarter of 2025 (2Q25). The quarterly information is prepared in compliance with the International Financial Reporting Standards (IFRS) issued by IASB and are presented in Reais, Brazil's official currency and the Company's functional currency.

Highlights

On April 16, 2025, the 5th Conversion Request Window started, during which the Company's creditors can express any interest in converting their credits into shares issued by the Company, at a price of two reais and fifteen cents (R\$ 2.15) per share, under the terms of Clause 11 of its Court-Ordered Reorganization Plan.

On May 6, 2025, the Board of Directors approved the 5th increase in the Company's capital in the scope of its Court-Ordered Reorganization Plan, by private subscription of shares and within the limit of the authorized capital, in accordance with Article 5, paragraph 4 of its Bylaws, and Article 168 of Law 6404/76 ("Corporation Law") ("5th Capital Increase").

On June 20, 2025, the 6th Conversion Request Window started, during which the Company's creditors can express any interest in converting their credits into shares issued by the Company, at a price of two reais and thirty-two cents (R\$ 2.32) per share, under the terms of Clause 11 of its Court-Ordered Reorganization Plan.

On July 1, 2025, the Board of Directors approved an increase in the Company's share capital, by means of a private subscription of shares and within the limit of the authorized capital, under the terms of Article 5, Paragraph 4 of its Bylaws and Article 168, Paragraph 1, item 'b' of Law 6404/76, with a view to implementing the 6th Capital Increase and Conversion Process, as provided for in Clause 11.1 of the Court-Ordered Reorganization Plan.

According to a material fact disclosed on July 14, 2025, the proposal of the Third Addendum to the Company's Court-Ordered Reorganization Plan, which will be submitted to future resolution at the Creditors' General Meeting was registered by the Judges of the 1st Regional Court of Business Competence and Conflicts Related to Arbitration of the 1st RAJ of the city of São Paulo, state of São Paulo, in the records of proceeding 1001409- 24.2022.8.26.0260.

The sales volume of copper products in 2Q25 totaled 10,462 tons. Volume 33% higher when compared to the same period of the previous year. As a result of maintaining the performance of the Eluma Unit and the new partnerships at the Caraíba Unit.

EBITDA in 2Q25 was negative by R\$ 84 million, 12% better than the negative R\$ 95 million obtained in the same period of last year. The result reflects the search for better commercial strategies and operational efficiency. However, it was strongly impacted by the inactive operational part of the Caraíba unit.

For the fourth quarter in a row, the Company recorded a positive operating cash flow. It totaled R\$ 15 million in this quarter. The result of the best sales mix, effective cost control and negotiations and dealings with suppliers and tax commitments.

Market value – June 30th, 2025

R\$ 144,6 million / US\$ 26,5 million*
PMAM3: R\$ 1,80
Total of shares (ON): 80.329.422
(*) Market value in US\$ converted by
Ptax

Teleconference: August, 11th, 2025

Portuguese: 09:00 am (Brasília)

Participants:

<https://msgroup.zoom.us/j/755q7oHw#/registration>
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Investor Relations

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O cobre transforma o mundo. A Paranapanema transforma o cobre.

Main indicators

In R\$ lhd, except otherwise stated	2Q24	2Q25	Δ %
Net Revenue	119.363	142.677	20%
Cost of Goods Sold (COGS)	(149.681)	(177.677)	19%
Gross Profit	(30.318)	(35.000)	-15%
% Revenue	-25,4%	-24,5%	0,9 p.p.
Adjusted Gross Profit	18.802	15.352	
% Revenue	15,8%	10,8%	-5,0 p.p.
EBITDA	(95.202)	(83.774)	
% Revenue	-79,8%	-58,7%	21,0 p.p.
Adjusted EBITDA	(86.843)	(68.026)	
% Revenue	-72,8%	-47,7%	25,1 p.p.
Net Income	(670.762)	(257.487)	
% Revenue	-562,0%	-180,5%	381,5 p.p.
Adjusted Net Income	(61.583)	(71.657)	
% Revenue	-51,6%	-50,2%	1,4 p.p.

MESSAGE FROM THE BOARD

One more quarter that the Company has been maintaining its strategy aimed at ensuring the continuity of operations, amid challenges in obtaining credit for working capital and the stages of the Court-Ordered Reorganization process, through meetings with creditors and stakeholders.

In compliance with our Court-Ordered Reorganization Plan, we opened the 5th and 6th Conversion Request windows, during which the Company's creditors can express any interest in converting their credits into shares issued by the Company, under the terms of clause 11 of its Court-Ordered Reorganization Plan.

The Board of Directors approved an increase in the Company's capital through a private subscription of shares, within the limit of authorized capital, pursuant to Article 5, paragraph. 4 of the Bylaws and Article 166, item II of Law 6404/76. This approval follows a previous resolution approved at the Board meeting held on May 6, 2025 and July 01, 2025, aiming to capitalize credits held by certain Company's creditors as part of the 5th and 6th Capital Increase and Conversion Processes, respectively, as provided for in Clause 11.1 of the Court-Ordered Reorganization Plan ("Plan").

According to a material fact disclosed on July 14, 2025, the proposal of the Third Addendum to the Company's Court-Ordered Reorganization Plan, which will be submitted to future resolution at the Creditors' General Meeting was registered by the Judges of the 1st Regional Court of Business Competence and Conflicts Related to Arbitration of the 1st RAJ of the city of São Paulo, state of São Paulo, in the records of proceeding 1001409- 24.2022.8.26.0260.

Our unit in São Paulo was affected by the market downturn, but still achieved a sales volume of 5,716 tons in the quarter. By consolidating with the Bahia unit, which has been looking for new business partnerships, we reached a total of 10,462 tons. The volume is 33% higher than in the same period of last year. The Caraíba unit was waiting for maintenance to begin.

As a result of our better sales mix and effective management of our costs, we achieved a 12% better EBITDA compared to the same period in 2024. The Company recorded a negative EBITDA of R\$ 84 million, as a result of the partial idleness of the Caraíba unit, tax and labor contingencies and the required maintenance of its Administrative and Commercial staff.

For the fourth quarter in a row, we generated positive operating cash flow. This shows that our commercial, operational and financial strategies have contributed to sustaining the business at this challenging time in terms of obtaining Working Capital and the market downturn.

Regarding the debt of the Global Agreement, the Company continues negotiating with the creditors to obtain new conditions, more favorable for the settlement of its liabilities.

We continue making efforts to bring a better operational balance to our units, seeking to maintain our commitments to current partners and looking for new sources of financing that will allow us to increase our sales volumes.

Finally, we would like to thank all our employees, clients, suppliers, shareholders and other partners for their trust and support.

ECONOMIC PERFORMANCE

Net revenue

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
Primary Copper	(387)	1.240	420%
% of Revenue	-0,3%	0,9%	1,2 p.p.
Copper Products	117.876	134.372	14%
% of Revenue	98,8%	94,2%	-4,6 p.p.
Rods, Wires and Others	1.943	19.561	907%
Bars/Profiles/Rolled/Tubes/Fittings	115.933	114.811	-1%
Byproducts	1.874	7.065	277%
% of Revenue	1,6%	5,0%	3,4 p.p.
Total Net Revenue	119.363	142.677	20%
Domestic Market [%]	59,9%	49,1%	-10,7 p.p.
Export Market [%]	5,0%	15,6%	10,6 p.p.
Toll [%]	35,2%	35,3%	0,2 p.p.

Net Revenue for 2Q25 totaled R\$ 143 million, accounting for an increase of 20% compared to the same period of the previous year. This was the result of the increase in sales volume at the Bahia unit, which rose from 1,198 tons in 2Q24 to 4,746 tons in 2Q25, and the growth in sales volume in the Integral modality at the São Paulo unit, which exceeded the 23% share compared to 21% in the same period of the previous year.

Gross income

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
Net Revenue	119.363	142.677	20%
Total COGS	(149.681)	(177.677)	19%
(-) Metal Cost	(57.607)	(77.424)	34%
(-) Transformation Cost	(92.074)	(100.253)	9%
COGS Total/tonnes sold	19,0	17,0	-11%
Metal Cost/tonnes sold	7,3	7,4	1%
Transformation Cost/tonnes sold	11,7	9,6	-18%
Gross Profit	(30.318)	(35.000)	15%
% of Revenue	-25,4%	-24,5%	0,9 p.p.
Adjusted Gross Profit (idleness)	18.802	15.352	-18%
% of Revenue	15,8%	10,8%	-5,0 p.p.
Premiums	61.756	65.253	6%
Premium/Net Revenue [%]	51,7%	45,7%	-6,0 p.p.
Premium/tonnes sold	7,8	6,2	-21%

Adjusted Gross Income in 2Q25 of R\$ 15 million was lower than the R\$ 19 million achieved in the same period of last year. Impact of high copper scrap prices on the domestic market.

Adjusted Gross Income eliminates the effects of idleness that impacted the income (loss).

Fixed Costs (including Idleness)

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
Fixed Costs including idleness	(81,380)	(83,069)	2%

The Company realized R\$ 83 million in fixed costs including idleness in 2Q25, accounting for an increase of 2% compared to the same period of last year. Due to the services and maintenance required to meet the growth in production volume.

Operating expenses

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
Total Operating Expenses	(88,441)	(70,055)	-21%
Sales Expenses	(2,326)	(2,286)	-2%
G&A Expenses and Management Compensation	(18,517)	(22,680)	22%
Other Operating, net	(67,598)	(45,089)	-33%

In 2Q25, Operating Expenses reached R\$ 70 million, mainly due to Provisions for Labor and Tax Contingencies of R\$ 15 million and Labor Indemnities of R\$ 30 million.

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
*Main items - Other Operating, Net:			
Provisions for labor and tax contingencies	(7,034)	(15,358)	-118%
Other provisions	(1,325)	(390)	71%
Exclusion of ICMS from the COFINS and PIS assessment base	0	0	n.a
Total Non-recurring Items:	(8,359)	(15,748)	-88%
Total Recurring Items:	(59,239)	(29,341)	42%

EBITDA

In R\$ thd, except otherwise stated	2Q24	2Q25	Δ %
Net Income	(670,762)	(257,487)	62%
(+) Taxes	(12,828)	(428)	97%
(+) Net Financial Result	564,831	152,860	-73%
EBIT	(118,759)	(105,055)	12%
(+) Depreciation and Amortization	23,557	21,281	-10%
EBITDA	(95,202)	(83,774)	12%
% of Revenue	-79.8%	-58.7%	21.0 p.p.
ADJUSTED EBITDA	(86,843)	(68,026)	22%
% of Revenue	-72.8%	-47.7%	25.1 p.p.

Adjusted EBITDA, which excludes the effects of the LME and Dollar on inventory, contingencies, and other non-recurring effects, ended 2Q25 negative at R\$ 68 million, being 22% better than the same period of the previous year. Reflecting the growth in volume and the better mix of sales modalities, Integral recorded a 2% increase in the Eluma unit.

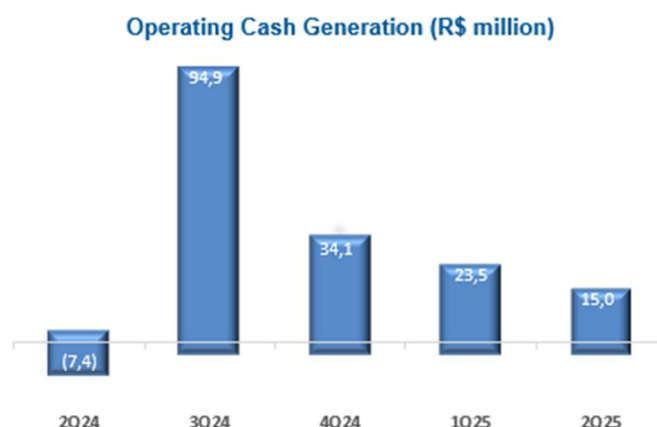
Net Income and Adjusted Net Income

Net loss on 2Q25 was R\$ 258 million, mainly driven by the financial charges on loans and financing of R\$ 153 million, by the Idleness amounts of R\$ 50 million, as well as Provisions for Procedural Contingencies of R\$ 15 million. When the effects of financial charges and other non-recurring effects are excluded, there is an Adjusted Net Loss of R\$ 72 million.

Through its Court-Ordered Reorganization Plan ("CORP"), the company hopes to gain greater access to financing facilities for working capital and to increase its production and sales volume, balancing its results.

Operating Cash Generation

The Company recorded a positive operating cash flow of R\$ 15 million in 2Q25. The result of the best sales mix, effective cost control and negotiations and dealings with suppliers and tax commitments.



Indebtedness

In R\$ thd, except otherwise stated	2Q24	3Q24	4Q24	1Q25	2Q25
Loans and Financing Short Term	4,031,995	4,251,434	4,884,263	4,734,521	4,843,750
Loans and Financing Long Term	417,192	386,831	354,311	487,963	455,182
Total Bank Loans	4,449,187	4,638,265	5,238,574	5,222,484	5,298,932
Transaction Costs - reprofilin	(25,275)	(22,840)	(21,496)	(20,154)	(18,809)
Total Loans	4,423,912	4,615,425	5,217,078	5,202,330	5,280,123
Forfeiting and letter of credit operations	10,626	10,366	21,165	30,109	25,492
Derivatives financial instruments	0	0	0	0	0
Derivatives	(176)	(172)	(196)	0	0
Gross Debt	4,434,362	4,625,619	5,238,047	5,232,439	5,305,615
Cash and Cash Equivalents	3,109	3,693	8,524	1,408	1,451
Financial Investments	25,917	33,077	33,920	34,886	35,788
Linked bank account	2	0	0	0	0
Net Debt	4,405,334	4,588,849	5,195,603	5,196,145	5,268,376
Short Term (%)	91%	92%	93%	91%	91%
Long Term (%)	9%	8%	7%	9%	9%

Due to the non-payment of the debt portion of the Global Agreement, the debts under renegotiation in 4Q22 were reclassified to short-term liabilities, pursuant to CPC 26. In the 2Q25 balance sheet position, the reclassified amount is R\$ 1,722.2 million, which maintains the debt profile with 91% maturing in the short term.

The Company continues negotiating with the creditors to obtain new conditions for the settlement of its liabilities.

<i>In R\$ thd, except otherwise stated</i>	2Q24	3Q24	4Q24	1Q25	2Q25
<i>In Foreign Currency</i>	57%	53%	55%	54%	52%
<i>In Local Currency</i>	43%	47%	45%	46%	48%

Debt in local currency represented 48% of debt in 2Q25, due to the increase in contributions from local financial partners to make operations viable.

Court-Ordered Reorganization

General Recovery Measures contained in the Plan:

- Resumption of Operations
- Granting of special terms and conditions for the payment of Credits
- Partial sale of the assets of the Paranapanema Group
- Obtaining New Financing

Summary of the list of Creditors according to the accounting position as of June 30, 2025 and the report of the Judicial Administrator (JA):

Class of creditors	Valor	Amount
Class I - Labor Credits	119,967	564
Class II - Credits with real guarantee	10,369	1
Class III - Unsecured Credits	233,875	980
Class IV - ME e EPP	4,153	124
Total	368,364	1,669

The detailed plan can be found on Paranapanema's Investor Relations website.

Annex I – INCOME STATEMENT

(BRL thousand)	2Q24	2Q25	Δ %
Net Revenue	119,363	142,677	20%
Cost of Goods Sold	(149,681)	(177,677)	1%
Gross Profit	(30,318)	(35,000)	-15%
% of Revenue	-25.4%	-24.5%	0.9 p.p.
Sales Expenses	(2,326)	(2,286)	2%
General and Administrative	(18,517)	(22,680)	-22%
Other Operating, net	(67,598)	(45,089)	33%
Result before Financial Result and Taxes	(118,759)	(105,055)	12%
% of Revenues	-99.5%	-73.6%	25.9 p.p.
(+) Depreciation and Amortization	23,557	21,281	-10%
EBITDA	(95,202)	(83,774)	12%
Financial Result	(564,831)	(152,860)	73%
Result Before Taxes	(683,590)	(257,915)	62%
% of Revenues	-572.7%	-180.8%	391.9 p.p.
Taxes	12,828	428	-97%
IR and CSLL - Current	(48)	(1,629)	-111%
IR and CSLL - Deferred	12,876	2,057	-84%
Net Income	(670,762)	(257,487)	62%
	-562.0%	-180.5%	381.5 p.p.

Annex II – BALANCE SHEET (ASSETS)

(BRL thousand)	4Q24	2Q25	Δ %
Assets			
Current assets	397,927	342,941	-14%
Cash and cash equivalents	8,524	1,451	-83%
Financial investments	33,920	35,788	6%
Linked account deposits/guarantees	0	0	n.a.
Accounts receivables	1,736	7,597	338%
Inventory	271,750	242,652	-11%
Tax recoverables	59,264	27,584	-53%
Other Current assets	12,229	8,873	-27%
Derivatives financial instruments	196	0	n.a.
Prepaid expenses	10,308	18,996	84%
Non-current assets	1,229,175	1,216,878	-1%
Maintained assets for sale	0	0	n.a.
Financial investments	0	0	n.a.
Accounts receivable	393	300	-24%
Tax recoverables	20,196	20,362	1%
Deferred Income Tax and Social Contribution	0	278	n.a.
Legal deposits	190,762	198,156	4%
Other non-current assets	51,604	51,603	0%
Prepaid expenses	5,454	25,108	360%
Prepaid expenses	6,656	3,129	-53%
Other Investments	25,701	25,463	-1%
Property, plant and equipment	925,018	889,442	-4%
Intangible assets	3,391	3,037	-10%
Total Assets	1,627,102	1,559,819	-4%

Annex II – BALANCE SHEET (LIABILITIES)

(BRL thousand)	4Q24	2Q25	Δ %
Liabilities			
Current liabilities	6,261,203	6,390,770	2%
Local Suppliers	335,222	369,057	10%
Suppliers	303,890	301,573	-1%
Forfaiting and Letter of Credit Operations	15,777	19,752	25%
Leasing	3,770	2,723	-28%
Loans and financing	4,862,767	4,824,941	-1%
Derivatives financial instruments	0	0	n.a.
Payroll and related charges	77,132	116,381	51%
Tax payable	537,798	621,031	15%
Income tax and Social contribution for the current year	0	0	n.a.
Advances from clients	72,840	75,224	3%
Other current liabilities	52,007	60,088	16%
Non-current liabilities	1,651,745	1,827,188	11%
Suppliers	156,327	165,132	6%
Forfaiting and Letter of Credit Operations	5,388	5,740	7%
Leasing	2,886	407	-86%
Loans and financing	354,311	455,182	28%
Payroll and related charges	12,014	11,125	-7%
Tax payable	103,749	116,951	13%
Legal deposits	945,654	1,003,343	6%
Deferred Income Tax and Social Contribution	57,305	55,024	-4%
Other payable	14,111	14,284	1%
Shareholders' Equity	(6,285,846)	(6,658,139)	6%
Paid-in Capital	2,172,388	2,189,499	1%
Convertible debentures in action	0	0	n.a.
Capitalization costs	(5,375)	(5,375)	0%
Equity valuation adjustments	108,689	106,812	-2%
Treasury shares	(741)	(741)	0%
Retained earnings	(8,560,807)	(8,948,334)	5%
Total liabilities and equity	1,627,102	1,559,819	-4%

Annex III – CASH FLOW

(BRL thousand)	2Q24	2Q25	Δ %
Cash flow from operating activities	(7.427)	14.955	-301%
Profit before taxes	(683.590)	(257.915)	-62%
Adjustments to reconcile net income to cash flow from operating activities			
Residual value of written-off fixed assets	0	0	n.a.
Depreciation and amortization	22.148	23.728	7%
Amortization of right-to-use assets	1.409	1.777	26%
(Reversion)/Provision for recoverable value estimated loss	380	130	-66%
Provision of other estimated losses	7	30.003	428514%
Provision judicial losses	7.034	15.358	118%
Present value adjustment - receivables and suppliers	148	170	15%
Equity valuation adjustments	0	0	n.a.
Provision	0	6.543	n.a.
Losses (Gains) on financial charges	590.881	119.316	-80%
Adjusted Net Profit (Loss)	(61.583)	(60.890)	
Change in operating assets and liabilities			
Accounts receivable	2.330	(2.274)	-198%
Inventory	7.945	10.791	36%
Tax recoverable	173.022	13.354	-92%
Prepaid expenses	3.787	(18.419)	-586%
Legal deposits	(160.135)	(3.892)	-98%
Derivatives	0	0	n.a.
Maintained assets for sale	0	0	n.a.
Other current and non-current liabilities	(1.369)	3.008	-320%
Suppliers	4.631	48.474	947%
Forfeiting and Credit letter operations	109	(4.617)	-4336%
Taxes payable	33.452	25.620	-23%
Write-offs for judicial demands	(18.406)	(759)	-96%
Payroll and social charges	1.941	(114)	-106%
Derivatives	0	0	n.a.
Advances from clients	(1.868)	2.214	-219%
Other current and non-current liabilities	8.660	2.403	-72%
Income and social contribution taxes paid	57	56	-2%
Cash flow from investing activities	(2.086)	(2.910)	68%
Financial investments	(214)	0	n.a.
Other Investments	0	238	n.a.
Fixed assets and intangible additions	(1.872)	(3.148)	68%
Cash flow from financing activities	11.371	(12.002)	n.a.
Capital increase	26.063	610	-98%
Borrowing and financing	125.676	118.642	-6%
Amortization of loans and financing	(125.026)	(114.344)	-9%
Amortization of interest	(11.690)	(14.062)	20%
Loss Liabilities	(1.557)	(1.946)	25%
Loss Liabilities	(2.095)	(902)	-57%
Increase (decrease) of cash and cash equivalents	1.858	43	-98%
Cash and cash equivalents at the beginning of the period	1.251	1.408	13%
Cash and cash equivalents at the end of the period	3.109	1.451	-53%

Annex IV – SALES VOLUME

Sales amount (in tonnes)	2Q24	2Q25	Δ %
Primary Copper	0	550	n.a
Copper Products	7,871	9,912	26%
Rods, Wires and Others	1,198	4,196	250%
Bars/Profiles/Rolled/Tubes/Fittings	6,673	5,716	-14%
Total Sales Volume	7,871	10,462	33%
% of Total Production	121.1%	118.3%	-2.9 p.p.
Byproducts	51,697	51,754	0%