

The background image shows an industrial facility. On the left, a large factory interior is visible with a high ceiling, steel beams, and yellow overhead cranes. In the foreground and middle ground, there are several large, cylindrical silos made of corrugated metal. One of the silos has a small orange sign with the 'KEPLERWEBER' logo. A yellow staircase or walkway is visible on top of one of the silos. The sky is a clear, light blue. The image is overlaid with a large orange diagonal shape on the left and a large grey diagonal shape on the right.

Interim Financial Statements
March 31st, 2024 and 2023
with Independent Auditor's Review Report

KEPLERWEBER[®]

Kepler Weber S.A.

Parent company and consolidated interim financial statements

March 31st, 2024 and 2023

Summary

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1Q24 EARNINGS RELEASE

“Strong quarter with robust profitability, driven by Positive Sales Mix and Strategic Diversification”

HIGHLIGHTS

NET REVENUES reached R\$380.3 million in the first quarter of 2024, representing an increase of 17.7% compared to the same period in 2023.

EBITDA totaled R\$90.4 million in the first quarter of 2024, up by 16.8% compared to the first quarter of 2023. The EBITDA margin for the quarter remained at the same level as the first quarter of 2023, at 23.8% and 24.0%, respectively.

NET INCOME reached R\$52.2 million in the first quarter of 2024, up by 2.0% compared to the first quarter of 2023. The net margin was 13.7%, down by 2.1 percentage points compared to the same period of the previous year. This negative variation is due to the increase of 6.5 percentage points in the effective IR/CSLL tax rate, as a result of the changes caused by Law 14.789/23.

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ITAG B3

SMLL B3

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1Q24 EARNINGS RELEASE

São Paulo, April 29, 2024 | Kepler Weber S/A (B3: KEPL3), the parent company of the Kepler Weber Group and a leader in equipment for storage and post-harvest grain solutions in Latin America, announces its consolidated results for the first quarter, ended March 31, 2024 ("1Q24"). The individual and consolidated interim financial statements were prepared in accordance with CPC 21 (R1) – Intermediate Statements, which was prepared by the Accounting Pronouncements Committee (CPC), and in accordance with IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB)

MESSAGE FROM THE MANAGEMENT

KEPLER achieved an outstanding performance in 1Q24, with notable expansion in most of its operating segments. This success led to a significant growth of 17.7% in Net Revenues, driving an increase of 18.0% in adjusted EBITDA compared to the same period of the previous year.

The adjusted EBITDA margin increased by 0.1 percentage points compared to 1Q23, reaching 24.0%. This increase evidences the Company's robust profitability, demonstrating operational consistency and business diversification.

Due to this diversification, we achieved a favorable sales mix, driven by the notable growth of 22.8% in the **Farms segment**, combined with the continuous improvement of our operational process. These factors enabled a robust margin in the first quarter of 2024.

Another highlight was the resumption of growth in **International Business**, expanding our billings by 70.2% as a result of sales to South American countries, driven by the stabilization rainfall levels and record grain production. In the **Ports and Terminals** segment, there was a significant increase in revenues of 46.5% compared to 1Q23, due to the realization of sales made in 2023 and participation in several important projects at the beginning of 2024.

In the **Replacement and Services** segment, we achieved an increase of 11.8% in Net Revenues. We highlight the significant contribution of PROCER, which started 2024 by boosting Kepler's performance. In this quarter, the R&S segment served 1,826 customers, an increase of 6.3% compared to 1Q23, reaffirming our customer proximity strategy and increasing our share in recurring revenues in the period.

We advanced in another quarter with exemplary ROIC, delivering 43.0% and maintaining consistency in this important indicator. Likewise, the Company's Cash remains at a sound level of R\$319.7 million, in spite of the amortization of R\$50.0 million in financing and consumption of R\$40.5 million in Working Capital, which is a natural trend in a period of negative inflection in sales seasonality.

The outlook for the coming quarters remains positive, driven by opportunities in the segments of Agribusiness, Ports and Terminals, and Replacement and Services, in addition to the potential growth in orders in the Farms segment, despite macroeconomic challenges. Although the second quarter is traditionally marked by lower revenues due to typical seasonality, we are working with a scenario of gradual evolution throughout the year. Usually, the Warehouse Construction and Expansion Program ("PCA") is announced at the end of the second quarter, which generally boosts the order book for the second half of the year.

Table 1 | Key Performance Indicators (R\$ million)

	1Q24	1Q23	Δ%	4Q23	Δ%
Return on Invested Capital (*)	43.0%	80.3%	-37.3 p.p.	43.9%	-0.9 p.p.
Net Operating Income	380.3	323.1	17.7%	502.2	-24.3%
Net Income	52.2	51.2	2.0%	94.0	-44.5%
Adjusted Net Income	52.8	51.2	3.1%	84.5	-37.5%
Net Margin	13.7%	15.8%	-2.1 p.p.	18.7%	-5 p.p.
Adjusted Net Margin	13.9%	15.8%	-2 p.p.	16.8%	-2.9 p.p.
EBITDA	90.4	77.4	16.8%	117.2	-22.9%
EBITDA Margin	23.8%	24.0%	-0.2 p.p.	23.3%	0.4 p.p.
ADJUSTED EBITDA (**)	91.3	77.4	18.0%	117.9	-22.6%
Adjusted EBITDA Margin (**)	24.0%	23.9%	0.1 p.p.	23.5%	0.5 p.p.
Earnings per Share	0.2951	0.2868	2.9%	0.5319	-44.5%

(*) ROIC LTM for the last 12 months | (**) Adjusted Ebitda = Ebitda (-) Non-recurring events (provisions for legal proceedings and non-expected costs)

NET OPERATING REVENUES

Net Revenues in 1Q24 recorded an increase of 17.7% compared to the same period in 2023, with 90% coming from operations in the domestic market, while the remaining 10% came from operations in the foreign market.

This quarter, we saw an increase of R\$13.9 million in net revenues in the Replacement & Services segment. This performance was mainly due to Procer, which, alone, generated a 216% increase in net revenues in 1Q24, considering that the takeover took place in March 2023, that is, three full months in 1Q24 versus one month in 1Q23.

Figure 1 below illustrates the evolution in the proportion of revenues among the markets:

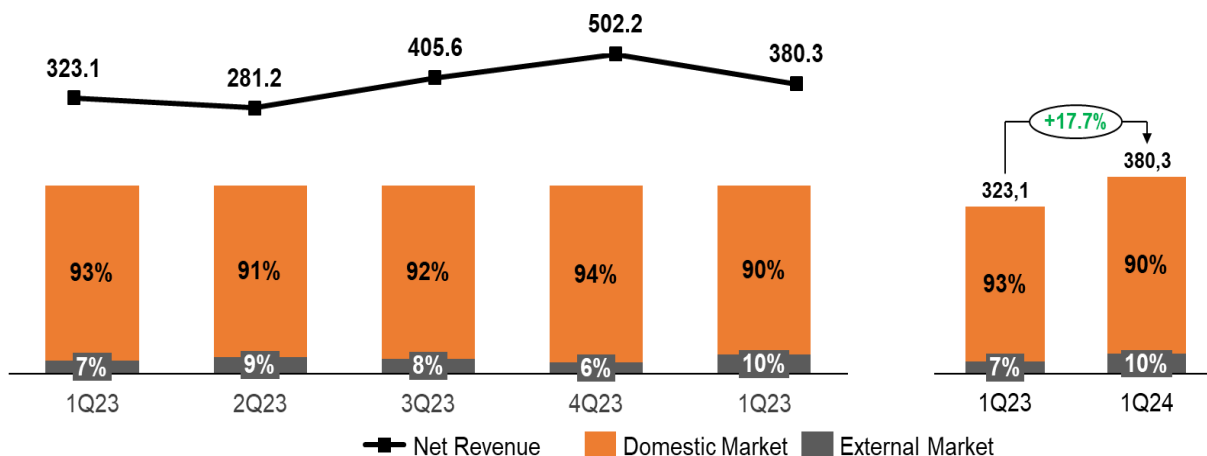
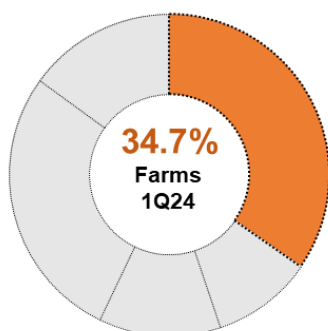


Figure 1 | Net Operating Revenues by Market (in R\$ million)

Farms



ROL	Farms
1Q24	132.0
1Q23	107.4
Δ%	22.8%
4Q23	151.2
Δ%	-12.7%



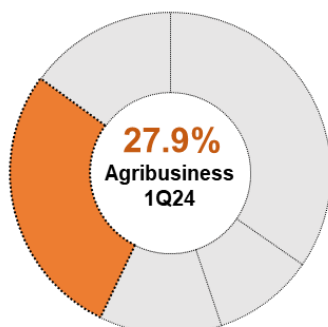
- In 1Q24, Net Revenues from the "Farms" segment was R\$132 million, or an increase of 22.8% compared to the same period in 2023. Compared to the last quarter (4Q23), there was a seasonal reduction of 12.7% in revenues in this segment.
- Compared to the same period in the previous year, the increase was driven by a sound portfolio by year-end, which supported revenues in 1Q24. Furthermore, our territory segmentation strategy demonstrated its effectiveness once again. Despite facing severe droughts in the North region, we were able to take advantage of the favorable climate in the South region for the first time in the last three years, which boosted the resumption of investments in storage.
- Compared to 4Q23 earnings, there was a reduction, which is due to the historical market seasonality in the segment, influenced by the soybean harvest calendar, which reduced the volume of investments during the first quarter.

- In 1Q24, new sales amounted to R\$35.5 million, which will boost performance in the second and third quarters of 2024. These sales include four projects worth R\$22.2 million and aimed at medium-sized rural producers in the states of Bahia, Roraima, Goiás, Paraná and Mato Grosso. Furthermore, we highlight a larger project worth R\$13.3 million for a client in the State of Minas Gerais.

Agribusiness



ROL	Agribusiness
1Q24	106.0
1Q23	110.1
Δ%	-3.7%
4Q23	198.8
Δ%	-46.7%



- In 1Q24, Net Revenues from the "Agribusiness" segment reached R\$106.0 million, down by 3.7% compared to the same period in 2023.
- In the quarter, we strategically prioritized the allocation of resources to most profitable segments. As a result, we were able to maintain a stable level of net revenues in absolute numbers in this segment.
- In relation to 4Q23, we saw a reduction of 46.7% in the Agribusiness market, which was also reflected in the Farms segment, as a result of seasonality, influenced by the summer harvest, which is the most significant period in the agricultural calendar.
- In 1Q24, the segment recorded important new sales in the amount of R\$119.3 million. This includes projects for two cooperatives, four grain producers and four agribusiness companies. These sales are expected to boost revenues in the second half of 2024.

International Business



ROL	International Businesses
1Q24	38.8
1Q23	22.8
Δ%	70.2%
4Q23	32.2
Δ%	20.5%

- Net Revenues from the "International Business" segment in 1Q24 reached R\$38.8 million, up by 70.2% compared to the same period in 2023. Compared to the last quarter of 2023, there was an increase of 20.5% in revenues.
- The 70.2% increase in Net Revenues from International Business reflects our excellent performance in sales of larger projects that were agreed in the fourth quarter of 2023. Added to the robustness of the year-end portfolio, this segment contributed with the highest % growth for the quarter.



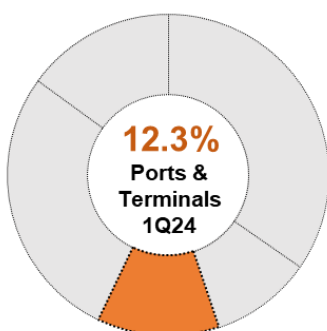
- In addition to Paraguay, as already mentioned in previous quarters, the period's results were positively affected by significant business in Venezuela and Ecuador, which enabled a 20.5% increase in revenues compared to 4Q23. This reinforces Kepler Weber's leading position in the Latin American market.
- In 1Q24, important sales were made in this segment in the amount of R\$22.9 million, including 03 projects for grain producers, which will boost revenues until the second half of 2024.

Ports and Terminals

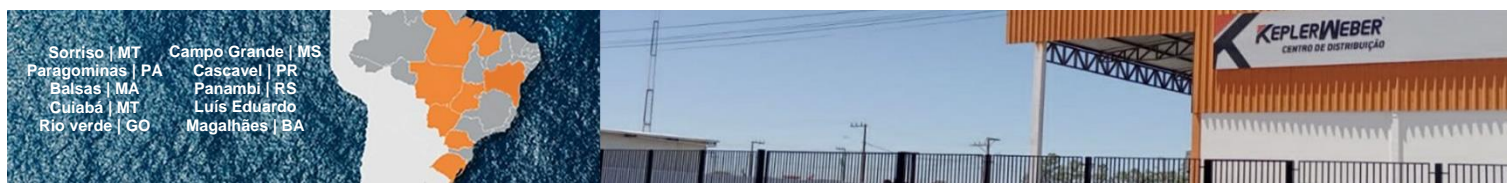


ROL	Ports & Terminals
1Q24	46.6
1Q23	31.8
Δ%	46.5%
4Q23	31.7
Δ%	47.0%

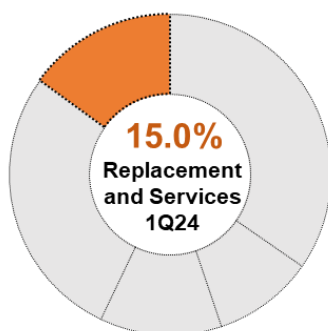
- In 1Q24, Net Revenues from the "**Ports and Terminals**" segment reached R\$46.6 million, or an increase of 46.5% compared to the same period in 2023. Compared to 4Q23, there was an increase of 47.0% in Net Revenues from this segment.
- The segment's sound performance during this period was mainly driven by three major projects. A terminal in Bahia, dedicated to grains and fertilizers, will play a crucial role in increasing agricultural production in the MATOPIBA region; a port project in the State of Pará will foster the logistic and economic development in the Northern Arc region; and, finally, an important corn ethanol company in the State of Mato Grosso, which has also contributed significantly to this growth.
- Additionally, two projects in Paranaguá (State of Paraná), which is one of Brazil's main grain ports, are in advanced stages of implementation. They will play a crucial role in increasing flow capacity, and will be instrumental in boosting agricultural units in their respective regions.
- The Company keeps a sound position and has a robust business portfolio in this segment, which has a highly relevant role in our diversification strategy.



Replacement and Services (R&S)



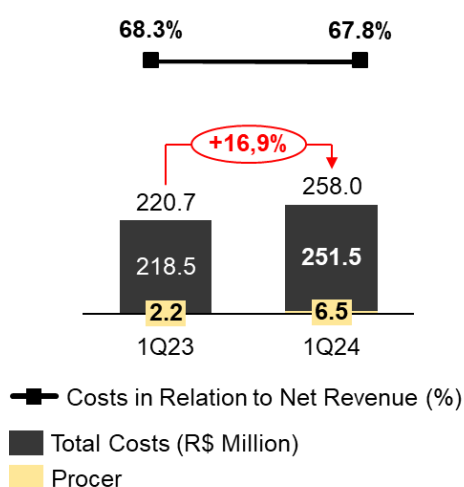
ROL	Replacement and Services
1Q24	57.0
1Q23	51.0
Δ%	11.8%
4Q23	88.3
Δ%	-35.4%



- In 1Q24, Net Revenues from the "Replacement and Services" segment reached R\$57.0 million, up by 11.8% compared to the same period in 2023. However, compared to 4Q23, the variation of 35.4% is associated with the seasonal effect in the segment.
- This increase is mainly explained by the consolidation of Procer, which contributed with an increase of R\$9.5 million compared to 1Q23 and 1Q24. This result was driven by the robust order portfolio. The R&S segment served 1,826 customers and processed 3.6 thousand orders, up by 6.3% and 10% respectively compared to 1Q23.
- Furthermore, growth was driven by a broad and diversified portfolio across all agricultural regions. Among all regions where we operate, the South region recorded the highest volume of revenues, favored by a more favorable climate.
- We are developing two new projects in this segment: "Grãos de Conhecimento," a distance learning platform with educational videos, created to guide our customers on the safety and proper use by the labor force of Kepler's equipment in the storage process; and Kepler Checklist, a preventive diagnosis and maintenance application that aims to improve operational efficiency. Both projects aim at continually generating value in customer relationships, and facilitating the receipt of automated purchase orders through the diagnosis application.

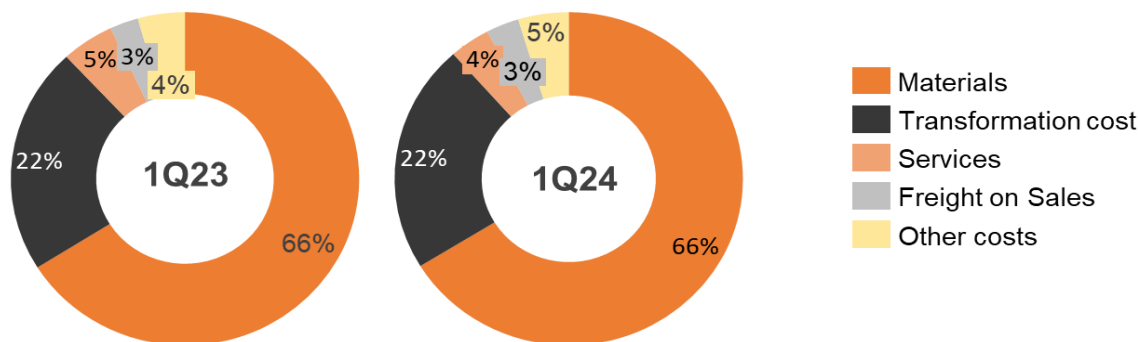
COST OF GOODS SOLD (COGS)

Costs of Goods Sold (R\$ million) | Net Revenues (%)



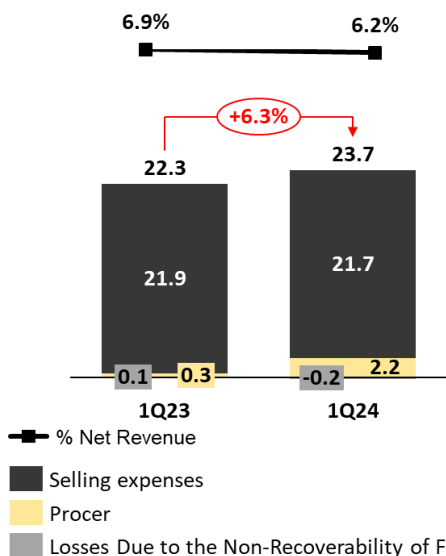
- The Company's COGS remained stable, with a slight drop of 0.5 p.p. and an increase of R\$37.3 million in absolute values.
- Despite the unfavorable scenario for the mix, with greater consumption of time in more robust and complex projects, we operated with significantly higher production volumes in the quarter. Even so, costs have not followed this increase due to efficient management, scale savings, and optimization of operational performance, recording a variation of only 16.9% in COGS.
- Furthermore, in 1Q24, we highlight the increase of R\$4.3 million relating to the costs of Procer, a company that started to be consolidated in March 2023, representing three full months in 1Q24, compared to just one month in 1Q23.

Figure 2 | COGS Breakdown



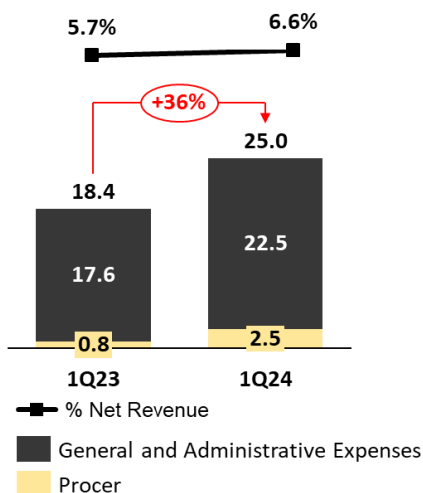
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES

Selling Expenses (R\$ million) % against Net Revenues



- **Selling Expenses** in 1Q24 totaled R\$23.7 million, representing 6.2% of net revenues, with a reduction of 0.7 percentage point compared to the same period of the previous year. This improvement reflects our ongoing commitment to improving our business efficiency.
- The variation in Selling Expenses reflects the impact of inflation on personnel costs and related charges (+R\$1.0 million), as well as the increase in expenses with trade fairs and exhibitions and third-party services (+R\$0.5 million). However, the positive performance of Commissions, which represent a decrease of 1.0 percentage point against Net Revenues, has offset the impact of the merger of Procer's expenses the quarter.

General and Administrative Expenses (R\$ million) % against Net Revenues



- **General and Administrative Expenses** totaled R\$25.0 million in 1Q24, corresponding to 6.6% of Net Revenues, an increase of 0.9 percentage point compared to previous quarters.
- The variation in expenses from 1Q24 to 1Q23 is mainly due to one-off expenditures on strategic projects, as well as expenses related to the completion of the Company's succession plan.

OTHER NET OPERATING REVENUES AND EXPENSES

Other **Net Operating Revenues and Expenses** presented positive results of R\$7.0 million and R\$8.0 million in 1Q24 and 1Q23, respectively, representing a reduction of 12.6%. This reduction is mainly due to the provision for Profit Sharing, given the performance of the results, which increased by +1.8% compared to 1Q23.

FINANCIAL RESULT

Financial Revenues

Financial Revenues amounted to R\$8.6 million in 1Q24 and R\$15.6 million in 1Q23, representing 2.3% and 4.8% of net revenues, respectively. Although Cash has been kept in line with the first quarter of 2023, the reduction in the Selic rate in the period impacted the earnings from financial investments.

Financial expenses

Financial Expenses amounted to R\$9.1 million in 1Q24, compared to R\$13.5 million in 1Q23, representing 2.4% and 4.2% of net revenues, respectively. This decline mainly reflects the Company's lower debt.

Net Financial Result

The **Net Financial Result** amounted to negative R\$0.5 million in 1Q24, compared to a positive result of R\$2.1 million in 1Q23. The variation in the quarter mainly reflects the performance of financial revenues.

EBITDA

Table 2| EBITDA

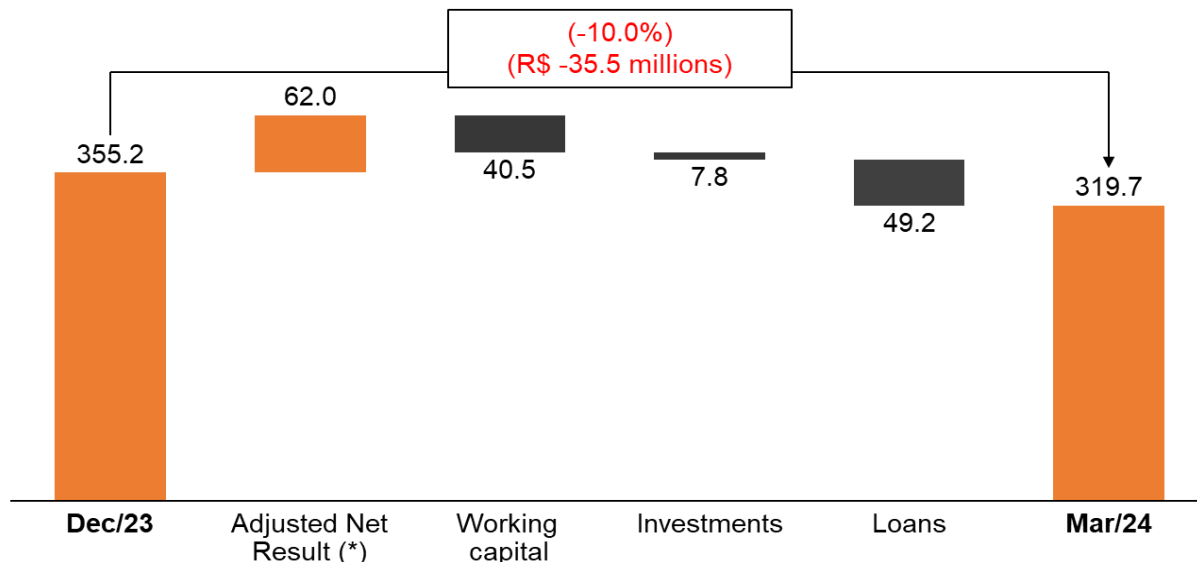
Net Result (R\$ thousands)	1Q24	1Q23	Δ% 1Q24 x	4Q23	Δ% 1Q24 x
Net Operating Revenue	380,311	323,104	17.7%	502,205	-24.3%
Profit for the Period	52,156	51,241	1.8%	94,024	-44.5%
(+) Provision for IR and CS – Current and Deferr	27,866	20,536	35.7%	13,070	113.2%
(-) Financial Revenues	(8,597)	(15,624)	-45.0%	(14,622)	-41.2%
(+) Financial Expenses	9,141	13,545	-32.5%	15,356	-40.5%
(+) Depreciation and Amortization	9,848	7,727	27.4%	9,411	4.6%
EBITDA Margin	23.8%	24.0%	-0,2 p.p.	23.3%	0,4 p.p.
EBITDA	90,414	77,425	16.8%	117,239	-22.9%
Supplementary Costs and Warranties	-	-	-	-	-
(+) Contingencies/Other	924	(65)	-1528.2%	695	32.9%
Adjusted EBITDA Margin	24.0%	23.9%	0,1 p.p.	23.5%	0,5 p.p.
Adjusted EBITDA	91,337	77,360	18.1%	117,934	-22.6%
(+) Provision for IR and CS – Current and Deferr	(314)	22	-1528.2%	(10,236)	-96.9%
Adjusted Net Margin	13.9%	15.8%	-2 p.p.	16.8%	-2,9 p.p.
Adjusted Net Income	52,766	51,198	3.1%	84,483	-37.5%

In 1Q24, the Company's **EBITDA** reached R\$90.4 million, compared to R\$77.4 million in 1Q23. The EBITDA margin for the quarter was 23.8%, 0.2 percentage point lower than in 1Q23. Despite an unfavorable mix, the positive variation of +16.8% in EBITDA is explained by the increase in the level of activity during the period, as a result of a balanced management of volumes, prices and costs.

NET INCOME

In 1Q24, **Net Income** reached R\$52.2 million, with net margin of 13.7%, representing a reduction of 2.1 percentage points compared to the net margin of 15.9% recorded in 1Q23.

CASH FLOW



(*) Adjusted net result from Depreciation/Amortization and Income Tax.

Figure 3 | Cash flow reconciliation (in R\$ million)

The accrued result, net of depreciation, amortization and income tax, totaled R\$62.0 million. There was a cash consumption of R\$35.5 million, reflecting the greater consumption of Working Capital, as a result of the typical seasonality of the period in the main operational accounts, such as suppliers and customers.

In 1Q24, our investments totaled R\$7.8 million, distributed as follows: R\$2.6 million in Sustenance Capex, R\$2.1 million in modernization and expansion of production capacity, R\$1 million in information technology and R\$2.1 million in the development of new products.

Regarding financing activities, the Company's main transaction was the settlement of FINAME Materials financing, in the amount of R\$50 million.

RETURN ON INVESTED CAPITAL (ROIC)

In 1Q24, **ROIC** was 43%, representing a reduction of 0.9 percentage point compared to 2023. Operating Income after taxes reached R\$245.1 million, up by 1.2% compared to R\$242.1 million recorded in the 12-month period ended in 2023. Furthermore, the average level of invested capital showed a variation of 37.3% between the quarters, amounting to R\$570.2 million compared to R\$415.4 million in the previous year.

INVESTMENTS (CAPEX)

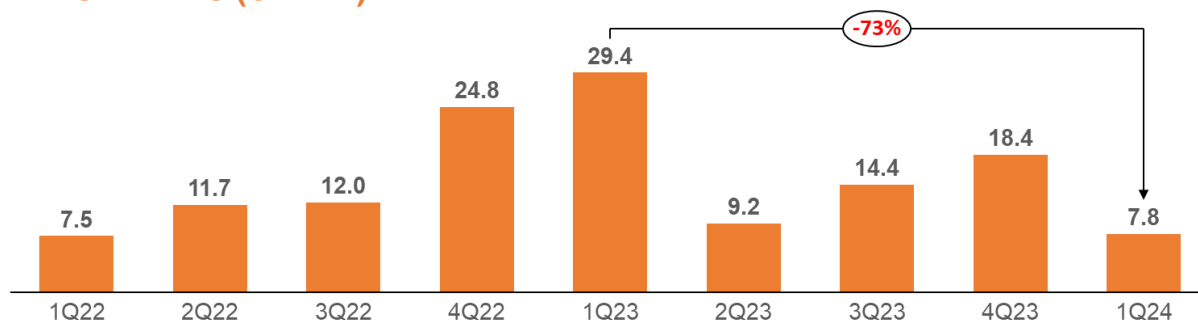
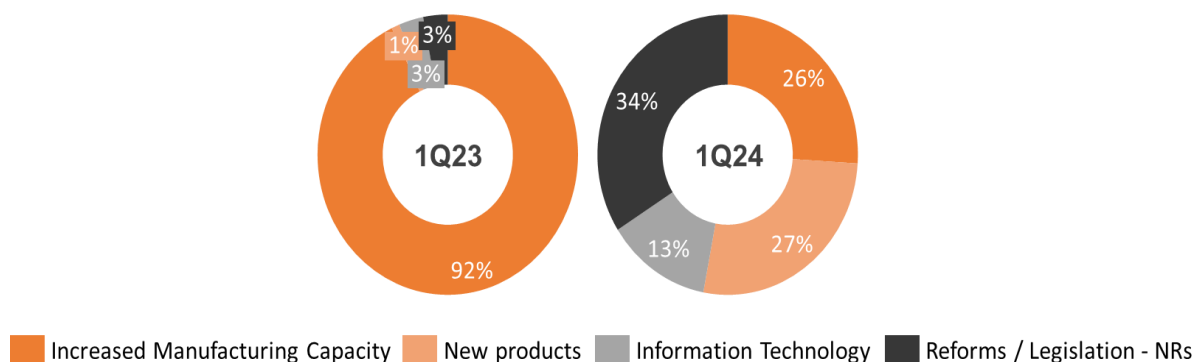


Figure 4 | Quarterly Evolution of CAPEX (in R\$ million)

In 1Q24, our investments totaled R\$7.8 million, distributed as follows: R\$2.7 million in Sustenance Capex, R\$2.0 million in modernization and expansion of production capacity, R\$1 million in information technology and R\$2.1 million in the development of new products.

In 1Q23, we made a strategic investment in the new Powder Painting line. This investment represented a significant Capex at that time.

Figure 5 | Evolution of CAPEX (in %)



CASH AND CASH EQUIVALENTS AND INDEBTEDNESS

Table 3 | Cash and Cash Equivalents and Indebtedness

Indebtedness (R\$ thousands)	Mar/24		Dec/23		Mar/23	
FINAME Materials	-		52,216		-	
Export Credit Note	25,988		14,530		68,453	
Financial Rural Producer Note	13,908		12,310		14,857	
Agribusiness Credit Rights Certificate	50,399		50,430		-	
Short Term	90,295	62%	129,486	66%	83,310	49%
Export Credit Note	20,000		30,000		40,000	
Financial Rural Producer Note	36,000		36,000		48,000	
Long Term	56,000	38%	66,000	34%	88,000	51%
Total Debt	146,295	100%	195,486	100%	171,310	100%
Availability (Current and Non-current)	319,722		355,235		318,573	
Net Debt	(173,427)		(159,749)		(147,263)	

On March 31, 2024, the total consolidated debt showed a reduction of 25% compared to the same period in 2023. Of this debt, 31.4% corresponds to the Export Credit Note, 34.5% refers to the Agribusiness Credit

Rights Certificate, and 34.1% relate to the Financial Rural Producer Certificate. As a result, Positive Net Cash on March 31, 2024 was R\$173.4 million, compared to R\$147.3 million in the same period in 2023.

DIVIDENDS AND INTEREST ON EQUITY

As resolved by the Annual Shareholders' Meeting held on April 3, 2024, the Company has approved the following payment:

- **Minimum mandatory dividends: R\$27.9 million, equivalent to R\$0.15767046 per share.**
- **Additional dividends: R\$47.0 million, representing R\$0.26589691 per share.**

Payment was made on April 15, 2024, without withholding income tax, in accordance with the current legislation, and without remuneration or monetary adjustment.

Table 4 | Payout

	1Q24	2023	2022	Δ% 2023/2022
Mandatory dividends	-	27,871	77,690	-64.1%
Interest on Equity	-	32,718	18,678	75.2%
Additional dividends	-	-	-	0.0%
Interim dividends	-	42,282	84,338	-49.9%
Gross Total	-	102,871	180,706	-43.1%
Net profit	52,156	245,214	382,468	-35.9%
Payout	0.00%	41.95%	47.2%	-11.2%

SHARE PERFORMANCE | KEPL3

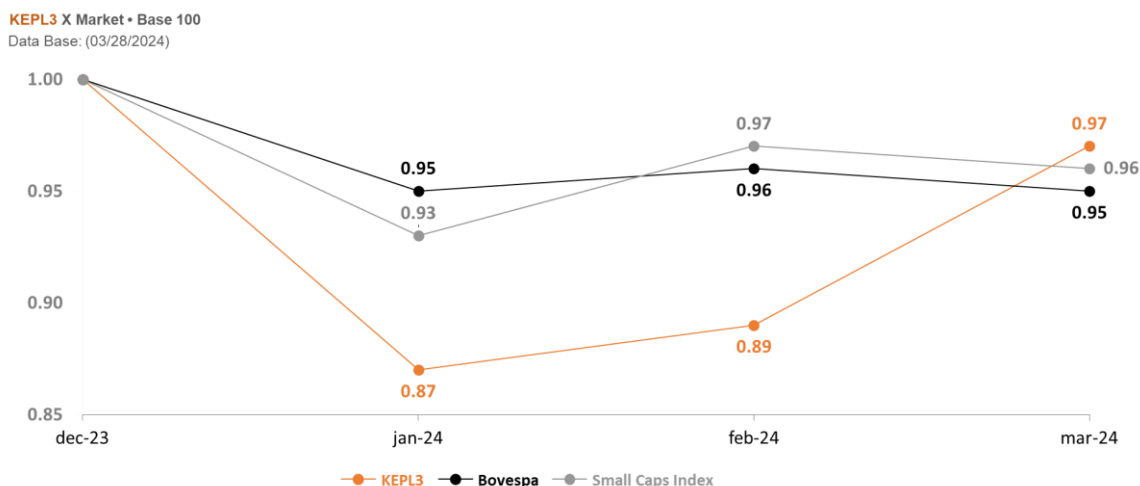


Figure 6| Kepler versus Market | Base 100 | Base date: 03/28/2024

In March 2024, Kepler shares showed a reduction of -3.3% compared to December 2023. In the same period, the Ibovespa index depreciated -4.5%, while the Small Caps index recorded a devaluation of -4.1%. In March 2024, the average daily liquidity of Kepler shares reached R\$11.3 million.

OWNERSHIP STRUCTURE

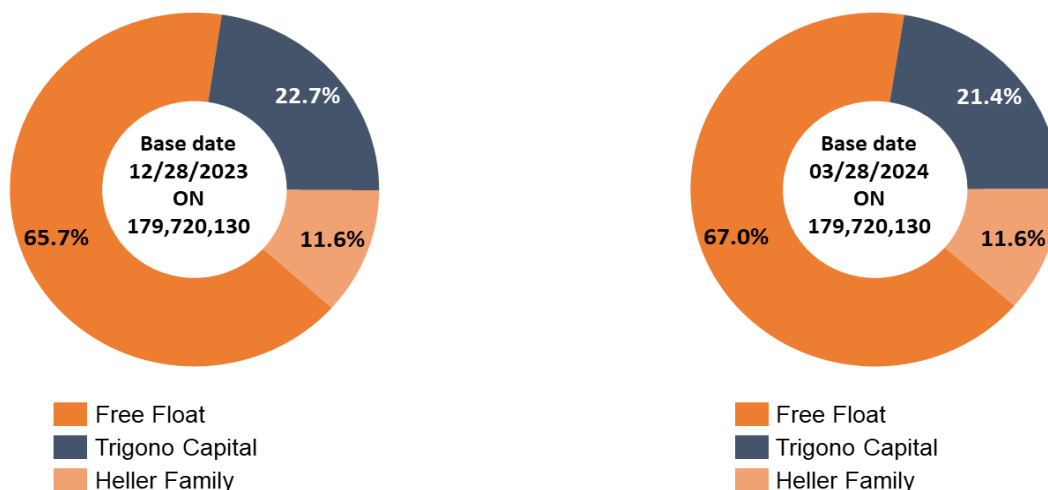


Figure 7 | Ownership Structure (KEPL3)

KEPL3 Share Repurchase Program

On March 25, 2024, the Company disclosed, through a Material Fact, the creation of a share repurchase plan. This plan aims at purchasing up to 17,658,311 common shares issued by the Company, which is equivalent to 10% of KEPL3 outstanding shares, with due regard for the limits provided for in the applicable regulations, without reducing the capital stock.

The primary purpose of the program is to keep shares in treasury for possible cancellations or disposals by the Company. The repurchase program will last 12 months, with an expected expiration date on March 25, 2025.

ESG (ENVIRONMENTAL, SOCIAL AND GOVERNANCE)



In 1Q24, Kepler Weber achieved significant milestones in corporate governance. It became a voluntary signatory to the UN Global Compact, committing to integrate its principles into its strategy and daily operations, in addition to participating in cooperative projects to promote the Sustainable Development Goals. The company has also joined the Brazil Pact for Business Integrity, reinforcing its commitment to ethics and integrity in all aspects of its business.

The company obtained the approval of the Corporate Risk Matrix, as a result of a partnership with an external consultancy firm, having identified and classified 26 risks distributed across different areas. The process included the analysis of financial and reputational impact, establishing criteria for prioritization and definition of mitigation responses.

Furthermore, the company has implemented “Be Compliance,” a Compliance-as-a-Service platform aimed at fostering a culture of integrity and transparency. The platform offers continuous monitoring of regulatory changes, policy development, risk analysis, employee training programs and facilitation of documentary due diligence of partners.

These initiatives reflect Kepler Weber's commitment to integrity, sustainability and excellence in corporate governance.



In the social sphere, Kepler Weber started a vaccination campaign in January, and is now structuring a Mental Health Program to be implemented by the middle of the year. In addition, the investments in social projects have started, such as the "Fun Tour through the World of Dyslexia," held from March 18 to 22. Sponsored by the Company through the Culture Incentive Law, the project visited six municipal schools in Panambi, State of Rio Grande do Sul, reaching more than 1,300 students and teachers.

Through a light and playful approach by Cia. Teatral Triatinhos theater group, the project brought reflections on the importance of family support in the learning of children with dyslexia. The company reinforced its purpose of “Caring for Life” through participation in the initiative, highlighting its commitment to education and inclusion in local communities. The project will also be performed throughout the year in Campo Grande, State of Mato Grosso do Sul.



In 1Q24, Kepler Weber carried out the 2023 Greenhouse Gases (GHG) inventory, following the methods established by the Brazilian GHG Protocol Program and the ABNT NBR ISO 14064-1/2007 standard. The inventory covered all direct and indirect emissions linked to the company's operations, including waste emissions. This is the third year of the historical series of accounting for emissions, starting the implementation of decarbonization targets at Kepler's manufacturing units.

The company recognizes the importance of frequent monitoring of its emissions in order to control targets and assess its performance, thus contributing to the reduction of greenhouse gases, global warming, and legal and economic requirements.

Kepler Weber is already implementing actions to reduce GHG, such as the introduction of the compactor at the waste plant in Panambi, resulting in a reduction in transport emissions. Furthermore, the Panambi unit started to implement a continuous electrostatic powder painting line, reducing emissions of volatile organic compounds and optimizing the operational flow. These actions evidence the company's commitment to innovation and environmental responsibility, strengthening its leadership in the market.

Kepler Weber is preparing and will publish its Sustainability Report in the next quarter in accordance with the methodology of the Global Reporting Initiative (GRI) and the Sustainability Accounting Standards Board (SASB), incorporating analyses of the GHG inventory and reflecting its environmental, social and governance commitments (ESG).

RELATIONSHIP WITH THE INDEPENDENT AUDITORS

Pursuant to CVM Instruction No. 162, dated July 13, 2022, the Company reports that its policy for engagement of services not related to the external audit is underpinned by principles that preserve the auditors' independence.

In compliance with CVM Instruction No. 162/22, for the fiscal year 2024, we inform that Ernst & Young Auditores Independentes S/S Ltda. was engaged to provide services in the amount of R\$399.7 thousand relating to independent audit services and translation services of the Company's financial statements.

CORPORATE GOVERNANCE



The Company has been improving its corporate governance practices in the conduct of its business to create value for shareholders and other stakeholders. Listed in B3's traditional segment, the Company complies with all obligations stipulated for that listing segment.

Management fosters an organizational culture based on ethics and integrity and, in order to strengthen its corporate governance even more, the Company announced, by means of a Notice of Material Fact published on July 19, 2023, that B3 S.A. - Brasil, Bolsa, Balcão (“B3”), according to Section 7.3 of its Regulations for Issuer Listing of Issuers and Admission of Securities for Trading, approved the Company's request to migrate to the special corporate governance segment referred to as “Novo Mercado.”

Given the approval of the migration to Novo Mercado, the Company's common shares started to be traded in this segment on July 26, 2023.

The migration to Novo Mercado is a significant step forward for the Company, which reinforces its commitment to high standards of corporate governance.

Board of Directors

The Board of Directors consists of no fewer than seven and no more than nine standing members. They are elected by the shareholders' meeting through a voting process where the shareholders designate their representatives for a two-year term of office, with reelection permitted.

The Board of Directors is the highest governing body responsible for the long-term planning strategy and for supervising the performance of executive officers. This body holds regular meetings on a quarterly basis, or extraordinary meetings, whenever necessary.

The chairman and the deputy chairman of the Board of Directors are selected by the body itself. In line with best practices, the offices of chairman of the Board of Directors and Chief Executive Officer or Chief Executive may not be held by a same person.

At the Annual Shareholders' Meeting held on March 21, 2023, the shareholders elected a ticket consisting of eight members to make up the Company's Board of Directors, whose terms of office will end when the 2025 Annual Shareholders' Meeting is held. All directors took office and have no duties or positions at the Company other than those relating to the Board of Directors and its Strategy, Investment and Finance Committee, its People, Compliance and Sustainability Committee or the Audit and Non-Statutory Risks Committee.

Audit and Risks Committee

On June 1, 2023, the setup of the Non-statutory Audit and Risks Committee was approved according to the "Audit Committee Regulations," as previously approved in the Board of Directors' meeting held on March 15, 2023. Also in the meeting held on June 1, 2023, three members were elected for the Audit and Risks Committee for a unified term of office of two years, corresponding to the terms of office of the members of the Board of Directors, with reelection permitted.

In view of the resignation of a member of the aforementioned Committee, at the meeting of the Company's Board of Directors, dated February 28, 2024, a substitute was elected with a term of office equal to that of the members of the Board of Directors and the other members of the Audit and Risks Committee. The review of the Committee's Internal Regulations was also approved, and, from that date onwards, the Committee was renamed "Audit and Risks Committee." The Audit and Risks Committee is made up of 1 Board member, 2 independent members of which one is the coordinator of the body. The members of the Audit and Risks Committee took office by signing their relevant inauguration instruments, and they have already started their activities.

The primary purposes of the Committee are overseeing: (i) the quality and integrity of financial reports; (ii) adherence to legal, statutory and regulatory standards; (iii) the adequacy of processes related to risk management and compliance; (iv) internal controls; (v) internal audit and risk management, compliance and internal control activities; (vi) the activities of independent auditors; and (vii) the adequacy of processes related to the handling of reports of potential noncompliance with legal and regulatory provisions applicable to the Company, in addition to internal regulations and codes.

Strategy, Investment and Finance Committee

On December 14, 2023, the setup of the Strategy, Investment and Finance Committee was approved. In such meeting, six members were elected for the committee for a unified term of office of two years, corresponding to the terms of office of the members of the Board of Directors, with reelection permitted. The members of the Committee took office by signing their relevant inauguration instruments, and they have already started their activities.

The Committee's primary objectives are to review and issue recommendations to the proposed strategic plan, business plan, and other guidelines related to the Company's strategy, to be submitted to the Board of Directors, as well as to identify and review business opportunities.

People, Compliance and Sustainability Committee

On December 14, 2023, the setup of the People, Compliance and Sustainability Committee was approved. In such meeting, six members were elected for the committee for a unified term of office of two years, corresponding to the terms of office of the members of the Board of Directors, with reelection permitted. The members of the Committee took office by signing their relevant inauguration instruments, and they have already started their activities. The Committee's primary objectives are to ensure the Company's commitment to an administration and culture that complies with the pillars of corporate governance, sustainability and business ethics, and monitor and resolve on actions of the Discipline, Integrity, Strategic Security, ESG and Privacy Committees.

Fiscal Council

The Fiscal Council is permanent, installed in accordance with the law, and is guided by Internal Regulations. It is made up of three full members and their respective alternates, who are elected by the Annual Shareholders' Meeting in accordance with the provisions of Article 161, Paragraph 4, of Law 6404/76. The members perform their duties for the current term as determined by the Annual Shareholders' Meeting, and they may be re-elected. The Body's main responsibilities include: supervising management's activities, reviewing the Company's financial statements, and reporting their conclusions to shareholders.

At the Annual Shareholders' Meeting held on April 3, 2024, shareholders elected, by simple vote, 6 members (3 full members and their respective alternates) to make up the Company's Fiscal Council, whose term of office will end when the 2025 Annual Shareholders' Meeting is held. All elected members will take office through the signing of an inauguration instrument, within the terms and in the form of the law, and will declare, in accordance with the law, that they are not involved in any of the crimes provided for by law that would prevent them from carry out commercial activities and management duties in publicly-held companies, and that they will use the Internal Regulations to conduct the body's functions.

Statutory Board

Kepler Weber's current Statutory Board is made up of three members, elected by the Board of Directors. The Company's Officers have extensive experience in the industry, contributing towards the positioning of Kepler Weber as a leader in post-harvest solutions and a relevant player in the solid bulk handling equipment market.

It is important to highlight that on April 3, 2024, following the Notice to the Market published on February 16, 2023 regarding the Company's Succession Process, the Board of Directors acknowledged the resignation of Mr. Piero Abbondi, and approved the election of Mr. Bernardo Osborn Gomes Nogueira as Chief Executive Officer for Kepler Weber S/A, under the statutory regime, with a two-year term of office as from April 3, 2024.

Composition of Governance Bodies

<p style="text-align: center;">BOARD OF DIRECTORS</p> <p style="text-align: center;">Luiz Tarquínio Sardinha Ferro Chairman</p> <p style="text-align: center;">Júlio Toledo Piza Vice-President</p> <p style="text-align: center;">Standing Members</p> <p style="text-align: center;">Arthur Heller Britto Marcelo Guimaraes Lopo Lima Maria Gustavo Brochado Heller Britto Piero Abbondi Ricardo Sodré Oliveira Ruy Flaks Schneider</p>	<p style="text-align: center;">FISCAL COUNCIL</p> <p style="text-align: center;">Reginaldo Ferreira Alexandre Chairman</p> <p style="text-align: center;">Standing Members</p> <p style="text-align: center;">Doris Beatriz França Wilhelm Francisco Eduardo de Queiroz Ferreira</p> <p style="text-align: center;">Alternate Members</p> <p style="text-align: center;">Emílio Otranto Neto Maria Elvira Lopes Gimenez Rosângela Costa Süffert</p>	<p style="text-align: center;">STATUTORY BOARD</p> <p style="text-align: center;">Bernardo Nogueira Chief Executive Officer</p> <p style="text-align: center;">Paulo Polezi Chief Financial and IR Officer</p> <p style="text-align: center;">Fabiano Schneider Industrial and Product Officer</p>
<p style="text-align: center;">STRATEGY, INVESTMENT AND FINANCE COMMITTEE</p> <p style="text-align: center;">Members:</p> <p style="text-align: center;">Arthur Heller Britto Bernardo Nogueira Luiz Tarquínio Sardinha Ferro Marcelo Guimaraes Lopo Lima Paulo Polezi Piero Abbondi Ricardo Sodré Oliveira</p>	<p style="text-align: center;">AUDIT AND RISKS COMMITTEE</p> <p style="text-align: center;">Antonio Edson Maciel dos Santos Coordinator</p> <p style="text-align: center;">Valmir Pedro Rossi Member</p> <p style="text-align: center;">Luiz Tarquínio Sardinha Ferro Member and Director</p>	<p style="text-align: center;">PEOPLE, COMPLIANCE AND SUSTAINABILITY COMMITTEE</p> <p style="text-align: center;">Members:</p> <p style="text-align: center;">Júlio Toledo Piza Karine Olczewski Maria Gustavo Brochado Heller Britto Misiara de Alcântara Piero Abbondi Ruy Flaks Schneider</p>

1Q24 FINANCIAL STATEMENTS

Earnings Videoconference

EARNINGS VIDEOCONFERENCE

Kepler will hold a videoconference in Portuguese, on April 30, 2024 (Tuesday), with simultaneous translation into English, at the following time:

- 10 a.m. – Time in Brazil
- 9 a.m. – Time in the U.S.

The access link for the Video Conference is available on the Investor Relations website https://mzgroup.zoom.us/webinar/register/WN_ZWWjbtYAQ7un5-GpQ7m-3Q#/

Participants:

- **Bernardo Nogueira** | Chief Executive Officer (CEO)
- **Paulo Polezi** | Chief Financial and IR Officer

Investor Relations:

- **Sandra Vieira** | IR Coordinator
- **Leonardo Santos** | IR Analyst
- **Laura Sannomiya** | IR Analyst

Contact: ri@ri.kepler.com.br

The presentation will also be available on our website, in the Investor Relations section (<http://ri.kepler.com.br/>). Please log on approximately 10 minutes before the time set for the videoconference.



FORWARD-LOOKING STATEMENTS

Statements contained in this report concerning Kepler's business prospects, projections and actual results and potential growth are mere forecasts based on Management's expectations for Kepler's future. These expectations are highly dependent on market changes, on the general economic performance of Brazil, the industry and international markets, and are subject to change.

INDEPENDENT AUDITOR'S REVIEW REPORT ON QUARTERLY INFORMATION

The Shareholders, Board of Directors and Officers
Kepler Weber S.A.
São Paulo - SP

Introduction

We have reviewed the individual and consolidated interim financial statements of Kepler Weber S.A. (Company) contained in the Quarterly Information Form (ITR) for the quarter ended March 31, 2024, which comprise the statement of financial position as at March 31, 2024 and the related statements of profit or loss, of comprehensive income, of changes in equity, and of cash flows for the three-month period then ended, and notes to the individual and consolidated interim financial statements, including material accounting policies and other explanatory information.

Management is responsible for preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21 – Interim Financial Reporting, and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (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 Brazilian and international standards on review engagements (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards 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 form referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information (ITR) and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The abovementioned quarterly information includes the individual and consolidated statement of value added (SVA) for the three-month period ended March 31, 2024, prepared under Company's Management responsibility, and presented as supplementary information by IAS 34. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled to the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

Audit and review of corresponding figures

The audit of the individual and consolidated statements of financial position as at December 31, 2023 and the review of the individual and consolidated interim financial information for the quarter ended March 31, 2023 presented for comparison purposes were conducted under the responsibility of other independent auditor, who issued unmodified audit and review reports dated February 28, 2024 and April 26, 2023, respectively.

Porto Alegre, April 29, 2024.

ERNST & YOUNG

Auditores Independentes S/S Ltda.

CRC SP-015199/F

Arthur Ramos Arruda

Accountant CRC RS-096102/O

STATEMENT FROM THE BOARD OF EXECUTIVE OFFICERS ON THE FINANCIAL STATEMENTS

The Company's Board of Executive Officers, pursuant to subsection VI of § 1st of Article 27 of CVM Instruction 80/2022, declares that reviewed, discussed and agreed with the individual and consolidated interim financial statements for the period ended on March 31st, 2024, prepared in accordance with the law and the Bylaws, audited by Ernst & Young Auditores Independentes S/S Ltda.

São Paulo, April 29th, 2024.

BOARD OF EXECUTIVE OFFICERS

Chief Executive Officer

Bernardo Osborn Gomes Nogueira

Chief Financial and Investor Relations Officer

Paulo Geraldo Polezi

Chief Industrial and Product Officer

Fabiano Schneider

STATEMENT FROM THE BOARD OF EXECUTIVE OFFICERS ON THE REPORT OF THE INDEPENDENT AUDITORS

The Company's Board of Executive Officers, pursuant to subsection V of § 1st of Article 27 of CVM Instruction 80/2022, declares that reviewed, discussed and agreed with the opinion expressed in the Independent auditors' report prepared by Ernst & Young Auditores Independentes S/S Ltda., dated April 29th, 2024, relating to the individual and consolidated Interim Financial Statements for the quarter ended on March 31st, 2024.

São Paulo, April 29th, 2024.

BOARD OF EXECUTIVE OFFICERS

Chief Executive Officer

Bernardo Osborn Gomes Nogueira

Chief Financial and Investor Relations Officer

Paulo Geraldo Polezi

Chief Industrial and Product Officer

Fabiano Schneider



Interim Financial Statements
March 31st, 2024 and 2023
with Independent Auditor's Review Report

KEPLERWEBER®

Kepler Weber S.A.

BALANCE SHEETS

March 31st, 2024 and December 31st, 2023

(In thousands of reais)

	Note	Parent Company		Consolidated	
		03/31/2024	12/31/2023	03/31/2024	12/31/2023
Assets					
Current assets					
Cash and cash equivalents	7	6,543	4,534	319,722	322,923
Short-term investments	7	-	2,391	-	32,312
Trade accounts receivable	8	-	-	264,293	308,132
Inventories	9	-	-	260,236	254,147
Taxes recoverable	10	1,671	1,617	48,563	43,802
Other assets	17	25,916	26,144	23,121	20,592
Total current assets		34,130	34,686	915,935	981,908
Noncurrent assets					
Long-term receivables					
Trade accounts receivable	8	-	-	5,790	11,773
Taxes recoverable	10	12,000	12,000	33,050	36,827
Deferred taxes	11	16,234	16,378	43,344	54,894
Other assets	17	25	15	4,744	3,799
		28,259	28,393	86,928	107,293
Investments	12	793,396	739,237	101	93
Investment properties	13	31,648	32,083	1,380	1,398
Property, plant and equipment	14	9	13	257,111	257,983
Intangible assets	15	1,280	1,280	120,703	121,397
Right-of-use	16	-	-	23,598	1,208
		826,333	772,613	402,893	382,079
Total noncurrent assets		854,592	801,006	489,821	489,372
Total assets		888,722	835,692	1,405,756	1,471,280

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

BALANCE SHEETS

March 31st, 2024 and December 31st, 2023

(In thousands of reais)

	Note	Parent Company		Consolidated	
		03/31/2024	12/31/2023	03/31/2024	12/31/2023
Liabilities					
Current liabilities					
Suppliers	18	1,334	971	103,087	120,878
Loans and financing	19	-	-	90,295	129,486
Social and labor obligations		1,364	3,479	32,031	44,844
Advances from customers		-	-	140,243	197,992
Taxes payable	23	697	935	7,393	9,984
Income and social contribution taxes payable	23	107	-	5,771	6,570
Commissions payable		-	-	13,227	16,443
Interest on equity and dividends payable	27.7	27,871	27,871	27,871	30,811
Provision for guarantees		-	-	31,595	26,943
Leases	16	-	-	3,568	501
Other liabilities	25	2,660	2,415	23,050	23,449
Total current liabilities		34,033	35,671	478,131	607,901
Noncurrent liabilities					
Suppliers	18	-	-	6	12
Loans and financing	19	-	-	56,000	66,000
Provisions for tax, civil and labor contingencies	24	31	25	12,292	11,800
Put option – contingent consideration	26.2	54,960	54,960	54,960	54,960
Leases	16	-	-	20,480	787
Other liabilities	25	19,935	18,833	4,124	3,617
Total noncurrent liabilities		74,926	73,818	147,862	137,176
Equity					
Capital	27	244,694	244,694	244,694	244,694
Treasury shares	27	(22,303)	(22,303)	(22,303)	(22,303)
Capital reserves	27	8,860	7,456	8,860	7,456
Revaluation reserves	27	158	158	158	158
Equity adjustments	27	23,940	24,367	23,940	24,367
Income reserves	27	471,831	471,831	471,831	471,831
Retained earnings in the period		52,583	-	52,583	-
Total equity		779,763	726,203	779,763	726,203
Total liabilities and equity		888,722	835,692	1,405,756	1,471,280

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

INCOME STATEMENTS

Periods ended March 31st, 2024 and 2023

(In thousands of reais, except earnings per share)

	Note	Parent Company		Consolidated	
		1Q24	1Q23	1Q24	1Q23
Net operating revenue	28	-	-	380,311	323,104
Cost of sales and services	30	-	-	(258,002)	(220,701)
Gross profit		-	-	122,309	102,403
Operating income (expenses)					
Selling expenses	30	-	-	(23,910)	(22,285)
Losses on impairment of financial assets	30	-	-	161	(59)
General and administrative expenses	30	(6,823)	(4,735)	(24,982)	(18,357)
Other operating income (expenses), net	29	6,216	5,286	6,988	7,996
Equity on profit/loss of subsidiaries	12	54,159	51,882	-	-
Operating profit		53,552	52,433	80,566	69,698
Finance costs	31	(863)	(975)	(9,141)	(13,545)
Finance income	31	227	798	8,597	15,624
Income before income and social contribution taxes		52,916	52,256	80,022	71,777
Current income and social contribution taxes	11	(616)	(944)	(16,316)	(9,497)
Deferred income and social contribution taxes	11	(144)	(71)	(11,550)	(11,039)
Net income for the period		52,156	51,241	52,156	51,241
Basic earnings per share (in reais)	32	0.2951	0.2868	0.2951	0.2868
Diluted earnings per share (in reais)	32	0.2930	0.2852	0.2930	0.2852

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.**STATEMENTS OF COMPREHENSIVE INCOME**Periods ended March 31st, 2024 and 2023

(In thousands of reais)

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Income for the period	52,156	51,241	52,156	51,241
Total comprehensive income for the period	52,156	51,241	52,156	51,241

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

STATEMENTS OF CHANGES IN EQUITY

Periods ended March 31st, 2024 and 2023

(In thousands of reais)

	Capital reserves					Income reserves				Retained earnings/ accumulated losses	Total
	Capital	Treasury shares	Tax incentives	Fair value of restricted share plan	Revaluation reserve	Equity adjustments	Legal reserve	Tax incentive reserve	Investment and working capital reserve		
Balances on December 31st, 2022	144,694	(7,806)	617	2,812	158	26,139	28,940	57,257	344,459	-	597,270
Fair value of restricted share plan	-	-	-	2,218	-	-	-	-	-	-	2,218
Realization of deemed cost due to depreciation	-	-	-	-	-	(678)	-	-	-	678	-
Taxes on realization of deemed cost	-	-	-	-	-	230	-	-	-	(230)	-
Net income for the period	-	-	-	-	-	-	-	-	-	51,241	51,241
Balances on March 31st, 2023	144,694	(7,806)	617	5,030	158	25,691	28,940	57,257	344,459	51,689	650,729
Balances on December 31st, 2023	244,694	(22,303)	617	6,839	158	24,367	41,200	57,257	373,374	-	726,203
Fair value of restricted share plan	-	-	-	1,404	-	-	-	-	-	-	1,404
Realization of deemed cost due to depreciation	-	-	-	-	-	(646)	-	-	-	646	-
Taxes on realization of deemed cost	-	-	-	-	-	219	-	-	-	(219)	-
Net income for the period	-	-	-	-	-	-	-	-	-	52,156	52,156
Balances on March 31st, 2024	244,694	(22,303)	617	8,243	158	23,940	41,200	57,257	373,374	52,583	779,763

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

STATEMENTS OF CASH FLOWS - INDIRECT METHOD

Periods ended March 31st, 2024 and 2023

(In thousands of reais)

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Cash flows from operating activities				
Net income for the period	52,156	51,241	52,156	51,241
Adjustments:				
Depreciation and amortization	439	470	9,858	7,727
Provisions for tax, civil and labor contingencies	6	2	492	(955)
Provisions for inventories	-	-	386	204
Provisions for guarantees	-	-	4,652	(527)
Losses on impairment of financial assets	-	-	(161)	59
Other provisions	(142)	(9)	392	(3,411)
Cost of PPE/intangible assets written off	-	-	151	2
Finance income (costs)	412	337	(872)	2,802
Current income and social contribution tax expenses	616	944	16,316	9,497
Deferred income and social contribution tax expenses	144	71	11,550	11,039
Equity on profit/loss of subsidiaries	(54,159)	(51,882)	-	-
	(528)	1,174	94,920	77,678
Changes in assets and liabilities				
Trade accounts receivable	-	-	49,983	22,882
Inventories	-	-	(6,475)	24,124
Taxes recoverable	(54)	99	(984)	13,788
Other assets	(622)	(226)	(2,585)	(6,035)
Suppliers	363	(66)	(17,797)	(4,825)
Social and labor obligations	(2,115)	(3,878)	(12,813)	(20,177)
Taxes payable	(238)	(253)	(2,591)	694
Advances from customers	-	-	(57,749)	(55,175)
Other liabilities	2,322	(1,016)	(2,072)	(5,432)
Cash flows from (used in) operating activities	(872)	(4,166)	41,837	47,522
Interest paid on loans, financing and intercompany loans	-	(1,426)	(4,321)	(1,712)
Income and social contribution taxes paid	(509)	(797)	(17,139)	(11,828)
Net cash flows from (used in) operating activities	(1,381)	(6,389)	20,377	33,982
Cash flows from investing activities				
Acquisition of PPE and intangible assets	-	-	(7,173)	(9,454)
Short-term investments	2,550	-	38,314	(33,597)
Receipt of dividends and IOE	840	203,690	-	-
Acquisition of subsidiary, net of cash acquired	-	(45,262)	-	(45,262)
Net cash flows from (used in) investing activities	3,390	158,428	31,141	(88,313)
Cash flows from financing activities				
Repayment of loans and financing	-	-	(50,000)	-
Dividends and IOE paid	-	-	(2,940)	-
Intercompany loans	-	(70,000)	-	-
Lease considerations paid	-	(32)	(1,779)	(995)
Net cash flows used in financing activities	-	(70,032)	(54,719)	(995)
Increase (decrease) in cash and cash equivalents	2,009	82,007	(3,201)	(55,326)
Statement of increase (decrease) in cash and cash equivalents	2,009	82,007	(3,201)	(55,326)
At beginning of period	4,534	4,630	322,923	254,454
At end of period	6,543	86,637	319,722	199,128

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

STATEMENTS OF VALUE ADDED

Periods ended March 31st, 2024 and 2023

(In thousands of reais)

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Operating revenue				
Sale of goods, products and services	-	-	445,228	382,101
Losses on impairment of financial assets	-	-	161	(59)
Cost of products, goods and services sold	-	-	(254,373)	(214,241)
Materials, energy, third-party services and other	(1,312)	(3,126)	(41,721)	(37,627)
Gross value added	(1,312)	(3,126)	149,295	130,174
Depreciation and amortization	(439)	(470)	(9,858)	(7,727)
Net value added generated by the Company	(1,751)	(3,596)	139,437	122,447
Value added received in transfer	60,772	58,769	(581)	4,828
Equity on profit/loss of subsidiaries	54,159	51,882	-	-
Finance income	166	796	8,129	11,151
Exchange differences/monetary variation receivable	61	2	468	4,473
Deferred income and social contribution taxes	(144)	(71)	(11,550)	(11,039)
Rental and royalties	6,333	6,160	-	-
Other	197	-	2,372	243
Total value added to be distributed	59,021	55,173	138,856	127,275
Distribution of value added	59,021	55,173	138,856	127,275
Employees	3,416	792	48,688	40,120
Salaries	215	341	36,013	31,746
Benefits	117	83	5,395	4,468
Unemployment Compensation Fund (FGTS)	-	-	2,494	2,300
Management fees	2,945	368	2,945	368
Other	139	-	1,841	1,238
<i>Severance pay</i>	-	-	393	752
<i>Other employee expenses</i>	139	-	1,448	486
Taxes	2,597	2,203	17,395	10,337
Federal	2,540	2,145	21,023	13,931
State	-	-	(3,914)	(3,835)
Local	57	58	286	241
Debt remuneration	852	937	20,617	25,577
Interest and other financial charges	593	748	8,054	8,201
Commissions	-	-	11,725	12,618
Exchange differences payable	6	20	170	3,945
Other third-party expenses	253	169	668	813
Equity remuneration	52,156	51,241	52,156	51,241
P&L for the year	52,156	51,241	52,156	51,241

The explanatory notes are an integral part of these individual and consolidated interim financial statements.

Kepler Weber S.A.

NOTES TO PARENT COMPANY AND CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(In thousands of reais, unless otherwise stated)

1. OPERATIONS

Kepler Weber S.A. ("Parent Company" or "KWSA") is a publicly-held corporation headquartered in the city and state of São Paulo, Brazil, listed on B3 S.A. Brasil, Bolsa, Balcão ("B3"), in the "Novo Mercado" segment, under ticker "KEPL3" since December 15, 1980.

The operational activities of production of grain storage and preservation systems (silos, dryers, cleaning machines and their components), industrial facilities, port terminals, spare parts and technical assistance services, grain temperature and humidity monitoring services in the processing and storage process, among others, are carried out by its direct and indirect subsidiaries, individually or jointly ("Company" or "Consolidated").

2. BASIS OF CONSOLIDATION

The consolidated financial statements include the following companies, all of which are headquartered in Brazil and have the Brazilian real as functional currency:

	Direct and indirect equity interest %	
	03/31/2024	12/31/2023
Direct subsidiaries		
Kepler Weber Industrial S.A. ("KWI")	100%	100%
Procer Automação S.A. ("Procer")	100%	100%
Special Purpose Entity (SPE) – indirect subsidiary		
Kepler Weber FIAGRO-Direitos Creditórios ("FIDC KWI")	100%	100%

The subsidiaries' financial statements are included in the consolidated financial statements from the date that control commences until the date it ceases to exist. In preparing these financial statements, the financial statements of the subsidiaries closed on the same reporting date were used, whose financial information is recognized using the equity method.

The subsidiaries' accounting policies are aligned with the policies adopted by the Parent Company.

The Company consolidates the financial statements of FIDC KWI, in accordance with *CPC 36 (R3) / IFRS 10 – Consolidated financial statements*, since the activities are conducted for the most part based on the operational needs of the subsidiary KWI, which is exposed to most of the risks and rewards related to the fund through the ownership of all subordinated shares. In the process of consolidating FIDC KWI, assets and liabilities, and gains and losses from operations between the Company and FIDC KWI were eliminated.

Transactions eliminated on consolidation

Intercompany balances and transactions, and any revenues or expenses derived from intercompany transactions are eliminated upon preparation of the consolidated financial statements. Unrealized gains arising from transactions with investees accounted for under the equity method are eliminated against the investment, proportionally to the interest held in the investee.

Unrealized losses are eliminated similarly to unrealized gains, but only to the extent that there is no evidence of impairment loss.

3. BASIS OF PREPARATION AND PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS

The parent company and consolidated interim financial statements were prepared in accordance with *CPC 21 (R1)* – Interim Financial Reporting, issued by Brazilian Financial Accounting Standards Board (*CPC*), and in accordance with IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), having been analyzed by the Audit and Risk Committee and the Fiscal Council on April 29, 2024 and resolved by the Board of Directors on April 29, 2024, for publication on the same date.

The parent company and consolidated interim financial statements have been prepared to update users on the material information presented in the period and should be analyzed together with the parent company and consolidated financial statements for the year ended December 31, 2023. In order to disclose only material information or information that has changed significantly in relation to the last annual financial statements, the explanatory notes listed below have not been fully disclosed or are not at the same level of detail as the notes included in the annual financial statements:

- Business combination (Note 4);
- Cash, cash equivalents and short-term investments (Note 8);
- Trade accounts receivable (Note 9);
- Inventories (Note 10);
- Income and social contribution taxes (Note 12);
- Investments (Note 13);
- Investment properties (Note 14);
- Property, plant and equipment (Note 15);
- Intangible assets (Note 16);
- Right-of-use and leases (Note 17);
- Asset impairment test (Note 18);
- Share-based payment agreements (Note 23);
- Provisions for tax, civil and labor contingencies (Note 26);
- Financial instruments (Note 28);
- Net revenue (Note 30); and
- Insurance coverage (Note 36).

3.1. Statement of relevance

The relevant information specific to the interim financial statements, and only such information, is being disclosed, and corresponds to the information used by The Management, in compliance with Accounting Guidance *OCPC 07*.

3.2. Measurement basis

The parent company and consolidated interim financial statements have been prepared on a historical cost basis, except for certain financial instruments that have been measured at fair value, when required by the standard, and the initial recognition of a Business Combination and the seller's put option.

3.3 Functional and presentation currency and transactions and balances in foreign currency

The parent company and consolidated interim financial statements are presented in Brazilian reais (R\$), which is the Parent Company's and subsidiaries' functional currency. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the transaction dates. Balances of the statement of financial position accounts stated in foreign currency are translated at the exchange rate prevailing on the statement of financial position date. Exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currency are recognized in P&L for the year.

3.4 Significant accounting judgments, estimates and assumptions

In preparing the parent company and consolidated interim financial statements, the Company uses judgments, estimates and assumptions that affect the application of accounting policies and reported asset, liability, revenue and expense amounts. Actual results could differ from these estimates, which are revised on an ongoing basis and recognized prospectively.

3.4.1 Judgments

The Company understands that information on judgments made for application of accounting policies that have significant effects on the amounts recognized in the parent company and consolidated interim financial statements is included in Note 24 – Provision for tax, civil and labor contingencies: key assumptions about the likelihood and magnitude of outflows of resources.

3.4.2 Uncertainties about assumptions and estimates

The Company understands that the information on uncertainties related to assumptions and estimates in the period ended March 31st, 2024 is included in the following notes:

- i) Recognition of deferred tax assets: availability of future taxable profit against which deductible temporary differences and tax losses may be used (Note 11);
- ii) Property, plant and equipment (PP&E): Subsequent recognition, measurement and costs (Note 14);
- iii) Intangible assets: development and subsequent costs (Note 15);
- iv) Right-of-use and leases (Note 16);
- v) Share-based payment agreements (Note 21); and
- vi) Provision for tax, civil and labor contingencies: key assumptions about estimated outflows of resources (Note 24).

3.5 New standards and interpretations, both effective and not yet effective

The new standards and interpretations, both effective and not yet effective, are disclosed below:

- i) Supply chain financing arrangements - reverse factoring, amendment to *CPC 26/IAS 1* and *CPC 40/IFRS 7* – became effective on January 1st, 2024 and did not generate an impact as the Company does not currently have this type of arrangement;
- ii) IFRS 18 Presentation and Disclosure of Financial Statements – effective as of January 1st, 2027 – the Company is evaluating the impacts of the standard; and
- iii) IFRS S1 and IFRS S2 General requirements for disclosure of sustainability- and climate-related financial information – the Company is evaluating the impacts of the standard to comply with the defined deadline.

4 KEPLER WEBER FIAGRO-DIREITOS CREDITÓRIOS (“FIDC KWI”)

FIDC KWI began operating in January 2023 and its business purpose defined in the regulation is to foster investment in fixed capital and promote the access of small and medium-sized companies and rural producers to capital resources, in order to increase the competitiveness of the Brazilian agribusiness industry. It was organized as a closed-end fund, governed by Law No. 8668, of June 25, 1993, as amended by Law No. 14130, of March 29, 2021, by CVM Resolution No. 39, by CVM Ruling No. 356, by the

Regulations and by other applicable legal and regulatory provisions, for the specific purpose of granting financing with charges to the Company's customers. FIDC KWI has an indefinite operational life.

The equity structure of FIDC KWI is as follows:

Shares	Remuneration rate	% of equity of FIDC	Number (in thousands)	03/31/2024	12/31/2023
Junior subordinated	(*)	100%	8	9,164	8,891

(*) The FIDC Kepler regulation does not define a remuneration rate for junior subordinated shares.

Income from junior subordinated shares is presented as cash and cash equivalents, totaling R\$273 on March 31st, 2024 (R\$891 on December 31st, 2023).

FIDC KWI equity balance is consolidated and broken down as follows:

	03/31/2024	12/31/2023
Assets		
Current		
Cash and cash equivalents	3,564	2,762
Trade accounts receivable	776	999
Total current assets	4,340	3,761
Noncurrent		
Trade accounts receivable	4,880	5,185
Total noncurrent assets	4,880	5,185
Total assets	9,220	8,946
Liabilities		
Current		
Other accounts payable	56	55
Total current liabilities	56	55
Equity		
Capital	8,000	8,000
Income reserve	891	891
Retained earnings in the period	273	-
Total equity	9,164	8,891
Total liabilities and equity	9,220	8,946

5 FINANCIAL RISK MANAGEMENT

The Company engages in transactions involving financial instruments. The Company's risk management policies and guidelines are established to detect and analyze any risks to which it is exposed, set limits and appropriate risk controls, and also to monitor risks and compliance with these limits. The risk management policies and guidelines are regularly revised to reflect changes in market conditions and in the Company's activities.

Given its nature and operational structure, the Company is exposed to the following risks arising from the use of financial instruments:

- i) Credit risk;
- ii) Liquidity risk; and
- iii) Market risk.

5.1 Credit risk

Credit risk is the risk that a counterparty of a business will not meet an obligation under a financial instrument or agreement, which would lead to financial loss. The Company is exposed to credit risk in its operating (particularly in connection with accounts receivable) and financing activities, including deposits in banks and financial institutions, foreign exchange transactions and other financial instruments. Credit risk from balances with banks and financial institutions is managed by the Company's Treasury area in accordance with the established policies and guidelines. Surplus funds are invested only in financial institutions authorized and approved by the Company's executive board, observing the defined credit limits, which are established with the objective of minimizing the concentration of risks and thus mitigating financial loss in the event of a potential bankruptcy of a counterparty.

5.1.1 Trade accounts and other receivables

The Company's credit granting policy aims to minimize issues arising from customer defaults through the careful selection of the portfolio. Credit limits are established by the Risk Committee based on internal classification criteria.

To monitor credit risk, customers are grouped according to their credit characteristics, geography, type of industry, maturity and existence of previous financial hardship, and are segregated into individuals, agricultural producers, legal entities, agricultural cooperatives, or trading companies.

The Company basically operates with sales on demand from end customers, under contract, and with partial payments according to the physical events (equipment assembly stage), which may cause an increase in the overdue position that does not necessarily mean default due to lack of financial conditions of the customers. Historically, no significant losses were recognized in trade accounts receivable.

In January 2023, Kepler Weber Fiagro – Direitos Creditórios ("FIDC KWI") began operating, with which customers of the subsidiary KWI carry out financing transactions, transferring the credit risk to the shareholders according to the equity interest held, as detailed in Note 4. Also, part of the sales is carried out through lines of financing with financial institutions, taken by the customer himself, transferring the credit risk to the financial agent.

The Company understands that there is no significant credit risk in relation to transactions classified as other receivables in the interim financial statements.

5.1.2 Credit risk exposure

The table below summarizes the Company's exposure to credit risk:

	Note	Parent Company		Consolidated	
		03/31/2024	12/31/2023	03/31/2024	12/31/2023
Cash and cash equivalents	7	6,543	4,534	319,722	322,923
Short-term investments	7	-	2,391	-	32,312
Trade accounts receivable	8	-	-	270,083	319,905
Total		6,543	6,925	589,805	675,140

5.2 Liquidity risk

This is the risk that the Company may not have sufficient funds to honor its commitments.

Control over liquidity and cash flow is constantly monitored to ensure that the operational generation of cash and advance funding, when necessary, are in excess of the working capital needs, not generating liquidity risks to the Company.

The table below summarizes the maturity profile of the Company's financial liabilities as of the date of these financial statements:

	Parent Company					Consolidated				
	Carrying amount	Contractual cash flow	Within 6 months	7 to 12 months	Above 1 year	Carrying amount	Contractual cash flow	Within 6 months	7 to 12 months	Above 1 year
Loans and financing	-	-	-	-	-	146,295	166,461	72,201	27,265	66,995
Suppliers	1,334	1,334	1,334	-	-	103,093	103,093	102,953	134	6
Leases	-	-	-	-	-	24,048	34,369	3,440	3,399	27,530
Put option - consideration	54,960	54,960	-	-	54,960	54,960	54,960	-	-	54,960
Total financial liabilities	56,294	56,294	1,334	-	54,960	328,396	358,883	178,594	30,798	149,491

The Company's contractual cash flows are presented considering the principal amount plus interest incurred up to the date of final settlement of financing, loans and leases, and only the principal amount for the other liabilities.

5.3 Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to variation in market prices, especially the financial risks of exchange rate differences and interest rate variations, affecting the Company's P&L. The objective of market risk management is to manage and control exposures to risks, within acceptable parameters, while optimizing return.

5.3.1 Currency risk

The Company operates in the foreign market, and its sales are used as collateral in foreign currency transactions. The Company's P&L is susceptible to variations due to the effects of exchange rate volatility on assets and liabilities pegged to foreign currencies, especially the US dollar.

Currency risk exposure

The tables below summarize the Company's exposure to currency risk as of the date of the financial statements (based on nominal values).

Items	Consolidated	
	03/31/2024	12/31/2023
Trade accounts receivable	2,393	3,364
Cash and cash equivalents	2,080	4,296
Suppliers	(661)	(665)
Commissions to representatives	(1,873)	(1,343)
Total	1,939	5,652
Net exposure in thousands of US dollars	388	1,168

Items	Consolidated	
	03/31/2024	12/31/2023
Suppliers	(458)	(856)
Total	(458)	(856)
Net exposure in thousands of euros	(85)	(160)

The following tables show the sensitivity of the Company's pretax income and equity to variation in US dollar and euro exchange rates, keeping all other variables constant. The Company considers as a possible scenario the market projections and expectations for the next disclosure of the exchange rate and for the variations of the respective contracts subject to these risks.

Net financial instruments subject to US dollar 388 variation
Annual financial projection – R\$
Variation – R\$

Consolidated		
Rate on 03/31/2024	Possible rate	
4.9956	4.9500	
1,939	1,921	
	(18)	

Net financial instruments subject to (EUR 85) variation
Annual financial projection – R\$
Variation – R\$

Consolidated		
Rate on 03/31/2024	Possible rate	
5.3979	5.3044	
(458)	(450)	
	8	

The following exchange rates were applied in the period:

Average US\$ rate		US\$ spot rate as of the financial statements date	
03/31/2024	12/31/2023	03/31/2024	12/31/2023
4.9509	4.9947	4.9956	4.8407

Average EUR rate		EUR spot rate as of the financial statements date	
03/31/2024	12/31/2023	03/31/2024	12/31/2023
5.3768	5.4023	5.3979	5.3516

5.3.2 Interest rate risk

This is the risk that the fair value of the future cash flows of a financial instrument will fluctuate due to market interest rate variations. Short-term investment income is affected by the CDI interest rate, while finance costs from loans and financing and hedge transactions through the Company's swap instrument are affected by the CDI interest rate plus fixed rates.

Profile: As of the interim financial statements date, the profile of CDI interest-bearing financial instruments is as follows:

Carrying amount

Instruments subject to variable rates

Financial assets

Highly liquid short-term investments
Short-term investments

Financial liabilities

Other liabilities - Intercompany loans

Net financial assets and liabilities

Parent Company	
03/31/2024	12/31/2023
6,519	6,915
6,519	4,524
-	2,391
(16,899)	(16,328)
(16,899)	(16,328)
(10,380)	(9,413)

Carrying amount

Instruments subject to variable rates

Financial assets

Highly liquid short-term investments
Short-term investments

Financial liabilities

Export Credit Note (NCE)
Agribusiness Receivables Certificate (CDCA)
FINAME
Swap FINAME
Rural Product Bill (CPR)
Swap CPR

Net financial assets and liabilities

Consolidated	
03/31/2024	12/31/2023
316,617	348,301
316,617	315,989
-	32,312
(146,295)	(195,486)
(45,988)	(44,530)
(50,399)	(50,430)
-	(51,726)
-	(490)
(46,977)	(44,723)
(2,931)	(3,587)
170,322	152,815

Trade accounts receivable and payable balances are not subject to interest adjustment.

Cash flow sensitivity analysis for variable rate instruments

For financial investments with immediate and non-immediate liquidity and for loans and financing and hedge transactions through swap instruments, subject to the variation of the CDI rate, management considered the market projections and expectations for the next disclosure of the CDI rate as the possible scenario.

	Parent Company	
	Annual revenue on index 03/31/2024	Possible rate
Net financial assets and liabilities subject to CDI variation: (R\$ 10,380)	10.65%	10.02%
Annual projection on financial liabilities	(1,105)	(1,040)
Variation		65

	Consolidated	
	Annual revenue on index 03/31/2024	Possible rate
Net financial assets and liabilities subject to CDI variation: R\$170,322	10.65%	10.02%
Annual projection on financial assets	18,139	17,066
Variation		(1,073)

5.3.3 Derivatives

The Company has a market risk mitigation policy so as to avoid exposure to changes in amounts, operating with instruments that allow risk control. Swap contracts are used as hedging instruments for exposure to foreign exchange and interest rate volatilities. The Company does not invest in derivatives or any other risky financial instruments for speculative purposes. The Company does not apply hedge accounting.

In December 2022, subsidiary KWI raised a loan (CPR) in dollars totaling US\$11,510, bearing interest of 6.92% p.a. and maturing in 2027. To protect against exchange differences arising from the transaction, hedge was contracted through a swap instrument. This transaction consists of an exchange of fixed interest rates and exchange differences (long position) for an interest rate based on the CDI plus fixed rate (short position). The value of the principal (notional) and maturities of the swap transaction are identical to the debt flow, which is the hedged item. As such, the currency risk is eliminated.

The table below details the swap transactions as of the date of the interim financial statements:

Instrument	Maturity	Notional value	Long position	Short position	Fair value assets	Fair value liabilities	Accounts receivable (payable)	
							03/31/2024	12/31/2023
Currency swap								
CPR	Dec/27	US\$11,510	US\$ + 6.92%	CDI + 2.48%	46,977	(49,908)	(2,931)	(3,587)
Interest rate swap								
FINAME	Feb/24	R\$50,000	IPCA + 7.2667%	CDI + 0.35%	-	-	-	(490)
Total consolidated							(2,931)	(4,077)

5.4 Capital structure

The main objective of the Company's capital management is to ensure a strong credit rating with financial institutions and an optimal capital ratio, thus supporting business and maximizing shareholder value.

To mitigate liquidity risks and optimize the weighted average cost of capital, the Company constantly monitors its debt levels based on market patterns.

The Company's net debt for the adjusted capital ratio is presented below:

	Consolidated	
	03/31/2024	12/31/2023
Loans and financing	146,295	195,486
Cash and cash equivalents	(319,722)	(322,923)
Short-term investments	-	(32,312)
Net debt (A) (*)	(173,427)	(159,749)
Total equity (B)	779,763	726,203
Net debt/equity ratio (A/B)	(22%)	(22%)

(*) The Company has cash and cash equivalents and short-term investments in excess of gross debt.

6 SEGMENT INFORMATION

The Company has five reportable business segments that require different operating strategies:

Farms: This system has a complex structure, which involves the different stages of the storage process in order to maintain all the characteristics of the grain, both in terms of sanitary and quality preservation. This segment includes: storage silos, cleaning machines, dryers and conveyors, and focuses on rural producers of all sizes.

Agroindustry: Business unit focused on serving cooperatives, grain merchants and trading companies, which offers complete and customized solutions for agrobusiness and ethanol plants with the objective of providing the best cost-benefit.

Ports and Terminals: This segment includes equipment that involves advanced engineering projects and significant structural calculations to support an uninterrupted operation throughout the year and, in addition, the sea and rain ports, multimodal transshipment stations, sugar terminals, ports and terminals, floating industry and processing of grains and solid bulk in general operate with flows of up to 3 thousand tons and capacity of up to 30 thousand tons. This requires such structures to be more robust than the silos used on rural properties.

Replacement and Services: The Replacement and Services Department has nine strategically located Distribution Centers (states of Bahia, Paraíba, Tocantins, Mato Grosso, Mato Grosso do Sul, Goiás, Paraná and Rio Grande do Sul), which offer safety and agility in equipment maintenance, with parts ready for delivery at factory prices. Since the acquisition of Procer, the related services and products have become part of this segment.

International Business: includes all the lines of the segments reported above, but with a focus on the foreign market. This segment has a consolidated brand that has been operating in Latin America for more than 50 years and strategically participates in specific business in other markets.

6.1 Operating income per segment

Management separately monitors operating income (loss) of the business segments to make decisions on fund allocation and evaluate performance. The performance of the segments is presented based on gross profit. Operating expenses, net finance income and costs, and income taxes are administered at the consolidated level and are not allocated to the operating segments.

	Consolidated											
	Farms		Agroindustry		International Business		Ports and Terminals		Replacement and Services		Total	
	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23
Net revenue	131,952	107,507	106,042	110,104	38,786	22,753	46,567	31,785	56,964	50,955	380,311	323,104
Cost of sales and services	(84,991)	(72,010)	(71,986)	(76,452)	(26,653)	(14,127)	(37,205)	(25,509)	(37,167)	(32,603)	(258,002)	(220,701)
Gross profit	46,961	35,497	34,056	33,652	12,133	8,626	9,362	6,276	19,797	18,352	122,309	102,403
Operating expenses (SG&A)											(48,731)	(40,701)
Other operating income (expenses), net											6,988	7,996
Net finance income (costs)											(544)	2,079
Income before income taxes											80,022	71,777

Operating assets and liabilities are substantially the same for all segments.

6.2 Geographical information by segment

Net revenues segregated by domestic market and continents are presented below:

	Consolidated											
	Farms		Agroindustry		International Business		Ports and Terminals		Replacement and Services		Total	
	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23	1Q24	1Q23
Domestic market	131,952	107,507	106,042	110,104	-	-	46,567	31,785	55,329	46,369	339,890	295,765
Americas	-	-	-	-	38,786	22,150	-	-	900	4,573	39,686	26,723
<i>Central America</i>	-	-	-	-	823	18	-	-	13	56	836	74
<i>South America</i>	-	-	-	-	37,963	22,132	-	-	887	4,517	38,850	26,649
Africa	-	-	-	-	-	487	-	-	228	13	228	500
Europe	-	-	-	-	-	116	-	-	-	-	-	116
Asia	-	-	-	-	-	-	-	-	507	-	507	-
Total	131,952	107,507	106,042	110,104	38,786	22,753	46,567	31,785	56,964	50,955	380,311	323,104

7 CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS

7.1 Cash and cash equivalents

	Rate	Parent Company		Consolidated	
		03/31/2024	12/31/2023	03/31/2024	12/31/2023
Cash and banks		24	10	3,105	6,934
Highly liquid short-term investments		6,519	4,524	316,617	315,989
Sweep account	2% to 5% of the CDI	1	8	5	36
CDB	92% to 103% of the CDI	6,518	4,516	313,049	313,191
LFT – FIDC KWI	100% of the SELIC	-	-	875	1,135
Investment funds – FIDC KWI	(i)	-	-	2,688	1,627
		6,543	4,534	319,722	322,923

(i) Refers to an investment fund that is linked to financial transactions referenced to the variation of the Interbank Deposit Certificate (CDI), with the objective of offering the Company with profitability that follows the variation of the CDI.

7.2 Short-term investments

Type	Rate	Parent Company		Consolidated	
		03/31/2024	12/31/2023	03/31/2024	12/31/2023
CDB	101% of the CDI	-	2,391	-	32,312
		-	2,391	-	32,312

As of March 31st, 2024, the weighted average of the yield rates on short-term investments with immediate and non-immediate liquidity was 101.47% of the CDI (101.72% of the CDI as of December 31st, 2023).

The Company's exposure to interest rate risks and a sensitivity analysis for financial assets and liabilities are disclosed in Note 5.

8 TRADE ACCOUNTS RECEIVABLE

Trade accounts receivable correspond to customer receivables for the sale of products or provision of services in the ordinary course of the Company's business.

	Consolidated	
	03/31/2024	12/31/2023
Current		
Domestic - trade accounts receivable	270,504	319,516
Foreign - trade accounts receivable	2,393	3,364
	272,897	322,880
Expected credit losses	(2,814)	(2,975)
Total	270,083	319,905
Current assets	264,293	308,132
Noncurrent assets	5,790	11,773
Total	270,083	319,905

Changes in expected credit losses are as follows:

	Consolidated	
	03/31/2024	12/31/2023
Opening balance	(2,975)	(904)
Additions from business combination	-	(361)
Additions	(359)	(3,172)
Reversals	520	1,462
Closing balance	(2,814)	(2,975)

The allowance for expected credit losses is considered sufficient by the Management to cover expected losses on realization of the receivables, based on analysis of the customer portfolio.

As of March 31st, 2024 and 2023, overdue and falling due receivables are as follows:

	Consolidated	
	03/31/2024	12/31/2023
Overdue		
Within 30 days	8,295	7,136
31 to 60 days	7,011	4,444
61 to 90 days	3,968	1,694
91 to 120 days	431	984
121 to 150 days	1,076	2,700
151 to 180 days	408	718
181 to 365 days	8,153	11,669
More than 365 days	5,065	3,410
	34,407	32,755
Percentage of overdue x trade accounts receivable	13%	10%
Falling due		
Within 30 days	101,859	85,358
31 to 60 days	52,751	49,621
61 to 90 days	38,343	38,815
91 to 120 days	17,337	43,007
121 to 150 days	7,010	23,380
151 to 180 days	4,855	17,139
181 to 365 days	10,545	21,032
More than 365 days	5,790	11,773
	238,490	290,125
Provision for impairment of financial assets	(2,814)	(2,975)
Total, net	270,083	319,905

Of the total amount overdue, approximately R\$11,619 is concentrated in five customers (R\$14,525 in five customers as of December 31, 2023), whose delays are related to physical events (equipment assembly stage), with no expectation of future losses.

The equipment sold by the Company has specific characteristics individually designed for each customer. According to the business model and commercial agreement between the parties, advances from customers are received.

9 INVENTORIES

9.1 Inventory breakdown

	Consolidated	
	03/31/2024	12/31/2023
Finished products	26,712	25,440
Work in process	80,913	78,024
Raw materials	156,773	158,366
Advances to suppliers	4,566	659
Provision for losses due to obsolescence	(8,728)	(8,342)
Total	260,236	254,147

9.2 Changes in provision for inventory losses

	Consolidated	
	03/31/2024	12/31/2023
Opening balance	(8,342)	(6,435)
Additions from business combination	-	(82)
Additions	(2,826)	(5,855)
Write-offs	2,440	4,030
Closing balance	(8,728)	(8,342)

10 TAXES RECOVERABLE

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
State VAT (ICMS)	-	-	19,370	17,197
Federal VAT (IPJ)	-	-	5,331	6,502
Contribution Tax on Gross Revenue for Social Integration Program (PIS) / Contribution Tax on Gross Revenue for Social Security Financing (COFINS) recoverable	-	-	526	553
REINTEGRA (tax incentive for exports) – Decree No. 7633/11	-	-	391	351
Withholding Income Tax (IRRF), Corporate Income Tax (IRPJ) and Social Contribution Tax on Net Profit (CSLL)	1,628	1,617	19,211	14,532
Other taxes recoverable	43	-	3,734	4,667
Total current liabilities	1,671	1,617	48,563	43,802
ICMS	-	-	21,050	24,827
IRRF, IRPJ and CSLL	12,000	12,000	12,000	12,000
Total noncurrent liabilities	12,000	12,000	33,050	36,827
Total	13,671	13,617	81,613	80,629

Term of Agreement TSC 001/22: The subsidiary KWI has been realizing the ICMS credit balance through the Term of Agreement TSC 001/22, signed on January 20, 2022, with the state of Rio Grande do Sul, published in the Official Gazette of this state on April 28, 2022 and amended on May 12, 2023, valid for credit transfers until March 31, 2028. The objective of the agreement is to improve and expand the productive infrastructure involving machinery and equipment, with an initial investment of R\$65.4 million, expanded to R\$70.0 million in the amendment, until December 31, 2025 and, in return, the subsidiary will be authorized to transfer the ICMS credit balance to third parties. The Company expects to realize these ICMS credits within the term of the Agreement, with monthly transfer limited to R\$1.2 million, pursuant to current legislation. Until March 31, 2024, ICMS credits totaling R\$20.4 million had been realized.

Non-levy of IRPJ/CSLL on SELIC-based adjustment of taxes paid in error: After judgment on June 10, 2022 of Topic 962 of the Federal Supreme Court, which ruled out the levy of IRPJ and CSLL on the Central Bank Benchmark rate (SELIC)-based adjustment exclusively regarding taxes paid in error, whether at the administrative or legal level, the stay of the proceeding was suspended and decisions were awarded denying that the Appeal to the High Court of Justice continue - application of Topic 962 of the Federal Supreme Court - and dismissing the Appeals to the High Court of Justice and to the Supreme Court lodged by the Company in relation to the claim for breach of contract. KWI filed appeals against the order dismissing the decision so that the discussion regarding the breach of contract could be remanded to the higher courts, and the Federal Government did not lodge an appeal.

After receiving the appeal, the High Court of Justice decided on its dismissal, so the case became final and unappealable at the High Court of Justice on June 13, 2023. Accordingly, the case was remanded to the Federal Supreme Court, which denied the Company's appeal. Therefore, considering the judgment of Topic 962 of the STF and the absence of Federal Government resources, subsidiary KWI recognized in the second quarter of 2023 the amount of R\$4,379 in current assets as overpayment of IRPJ and CSLL on SELIC in taxes paid in error, charged against "Recovery of sundry expenses" in "Other operating income (expenses), net" in the amount of R\$3,512, and the amount of R\$867 as "Monetary variation receivables" in "Finance income (costs)".

11 INCOME AND SOCIAL CONTRIBUTION TAXES

11.1 Reconciliation of effective rate

The reconciliation of income and social contribution taxes calculated by applying the combined tax rates on P&L is shown below:

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Income (loss) before IRPJ and CSLL	52,916	52,256	80,022	71,777
Combined tax rate	34%	34%	34%	34%
Tax expense at nominal rate	(17,991)	(17,767)	(27,207)	(24,404)
Permanent (additions) exclusions:				
Equity on profit/loss of subsidiaries	18,414	17,640	-	-
Government grants	-	-	-	4,005
Bonus	(671)	(601)	(671)	(601)
Other permanent (additions) exclusions, net	(512)	(287)	12	464
IRPJ and CSLL in P&L	(760)	(1,015)	(27,866)	(20,536)
Current	(616)	(944)	(16,316)	(9,497)
Deferred	(144)	(71)	(11,550)	(11,039)
Effective rate	1.44%	1.94%	34.82%	28.61%

11.2 Deferred income and social contribution taxes

The projections indicate that the tax credit balances accounted for as of March 31, 2024 will be absorbed by taxable profits in an estimated period of 8 years at the Parent Company, and in an estimated period of 4 years at the subsidiary KWI, as follows:

Year	Parent Company				Consolidated			
	IRPJ	CSLL	Total	Realization %	IRPJ	CSLL	Total	Realization %
2024	592	213	805	3.18%	12,084	3,688	15,772	21.73%
2025	1,371	493	1,864	7.37%	9,570	3,445	13,015	17.93%
2026	1,872	674	2,546	10.06%	11,346	4,085	15,431	21.26%
2027	2,351	847	3,198	12.64%	8,447	3,040	11,487	15.82%
2028 to 2030	12,362	4,531	16,893	66.75%	12,362	4,531	16,893	23.26%
	18,548	6,758	25,306	100.00%	53,809	18,789	72,598	100.00%

Deferred income and social contribution taxes originate as follows:

	KWSA		KWI		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Assets						
Income and social contribution tax losses	20,247	20,513	10,769	17,203	31,016	37,716
Temporary differences	5,059	5,057	36,523	41,368	41,582	46,425
Allowance for expected losses	-	-	638	685	638	685
Provision for inventory obsolescence	-	-	2,803	2,679	2,803	2,679
Provision for commissions payable	-	-	4,089	4,994	4,089	4,994
Provision for freight payable	-	-	1,741	2,258	1,741	2,258
Provision for contingencies	9	9	4,169	4,003	4,178	4,012
Provision for bonus and profit sharing	282	1,050	1,704	5,127	1,986	6,177
Provision for guarantees and additional orders	-	-	10,742	9,161	10,742	9,161
Deferral of assembly income and extended warranty	-	-	4,290	6,360	4,290	6,360
Provision for variable remuneration/ Share plan	4,639	3,849	-	-	4,639	3,849
Other provisions	129	149	6,347	6,101	6,476	6,250
	25,306	25,570	47,292	58,571	72,598	84,141
Liabilities						
Revaluation reserve to be released to retained earnings	(81)	(81)	-	-	(81)	(81)
Equity adjustments	(8,516)	(8,634)	(3,808)	(3,908)	(12,324)	(12,542)
Depreciation for tax x corporate purposes	(475)	(477)	(15,441)	(15,214)	(15,916)	(15,691)
IRPJ/CSLL on capitalization of interest	-	-	(933)	(933)	(933)	(933)
	(9,072)	(9,192)	(20,182)	(20,055)	(29,254)	(29,247)
Deferred taxes, net	16,234	16,378	27,110	38,516	43,344	54,894

Below is the breakdown and changes in assets and liabilities net of deferred income and social contribution taxes, recognized at nominal rates:

Parent Company						
	Balance in Dec/2022	Other	Recognized in P&L	Balance in Dec/2023	Recognized in P&L	Balance in Mar/2024
Assets						
Income tax losses	7,473	(2,835)	10,311	14,949	(235)	14,714
Social contribution tax losses	2,770	(1,020)	3,814	5,564	(31)	5,533
Other temporary differences	2,695	-	2,362	5,057	2	5,059
Total noncurrent assets	12,938	(3,855)	16,487	25,570	(264)	25,306
Liabilities						
Equity adjustment – useful life x tax life variation	(9,674)	-	482	(9,192)	120	(9,072)
Total noncurrent liabilities	(9,674)	-	482	(9,192)	120	(9,072)
Net balance	3,264		16,969	16,378	(144)	16,234

Consolidated						
	Balance in Dec/2022	Other	Recognized in P&L	Balance in Dec/2023	Recognized in P&L	Balance in Mar/2024
Assets						
Income tax losses	38,335	(2,725)	(7,922)	27,688	(4,966)	22,722
Social contribution tax losses	13,216	(981)	(2,207)	10,028	(1,734)	8,294
Other temporary differences	42,380	-	4,045	46,425	(4,843)	41,582
Total noncurrent assets	93,931	(3,706)	(6,084)	84,141	(11,543)	72,598
Liabilities						
Equity adjustment – useful life x tax life variation	(29,424)	-	177	(29,247)	(7)	(29,254)
Total noncurrent liabilities	(29,424)	-	177	(29,247)	(7)	(29,254)
Net balance	64,507		(5,907)	54,894	(11,550)	43,344

As of March 31, 2024, the Parent Company records income and social contribution tax loss carryforward to be offset in the amount of R\$10,675 (R\$10,675 as of December 31, 2023), which was not used as base for recognition of deferred income and social contribution taxes. Tax credits arising from these tax losses will be recognized to the extent that projections indicate that their realization is highly likely in the foreseeable future. As they are not within the foreseeable profit period defined by management, deferred tax assets were not recognized in relation to these items, in the amounts of R\$3,630 in the Parent Company. Deductible temporary differences and tax loss carryforward may be carried indefinitely in accordance with current tax legislation.

12 INVESTMENTS

12.1 Investment balances

	03/31/2024		12/31/2023	
	Procer	KWI	Procer	KWI
Equity interest	100%	100%	100%	100%
Number of shares	213,376	160,919,458	213,376	160,919,458
Current assets	27,964	877,290	32,857	943,517
Noncurrent assets	12,876	352,344	10,964	351,407
Total assets	40,840	1,229,634	43,821	1,294,924
Current liabilities	13,637	456,176	18,399	584,257
Noncurrent liabilities	514	89,321	172	79,514
Total liabilities	14,151	545,497	18,571	663,771
Equity	26,689	684,137	25,250	631,153
Total liabilities and equity	40,840	1,229,634	43,821	1,294,924

	03/31/2024		03/31/2023	
	Procer	KWI	Procer	KWI
Revenues	16,119	366,364	5,049	318,657
Expenses	(14,680)	(313,380)	(3,846)	(267,623)
Net income for the period	1,439	52,984	1,203	51,034

12.2 Changes in investments

	Procer	KWI	Total
Balance on December 31, 2022	-	639,417	639,417
Business combination	105,794	-	105,794
Equity on profit/loss of subsidiaries (i)	6,070	233,150	239,220
Distribution of dividends	(840)	(215,021)	(215,861)
Interest on equity (IOE)	-	(26,393)	(26,393)
Discretionary dividends	(2,940)	-	(2,940)
Balance on December 31, 2023	108,084	631,153	739,237
Equity on profit/loss of subsidiaries (i)	1,175	52,984	54,159
Balance on March 31, 2024	109,259	684,137	793,396

- i) As of March 31, 2024, equity on profit/loss of subsidiaries with effect of profit on intercompany inventories in the amount of R\$685 (negative R\$1,541 as of December 31, 2023), and depreciation and amortization of revaluation surplus in the negative amount of R\$949 (negative R\$2,302 as of December 31, 2023), in the subsidiary Procer.

13 INVESTMENT PROPERTIES

13.1 Breakdown of investment properties

Items	Weighted average depreciation rate % p.a.	Parent Company			
		03/31/2024		12/31/2023	
		Cost	Depreciation	Net value	Net value
Land	-	11,931	-	11,931	11,931
Buildings and improvements	2%	51,694	(32,006)	19,688	20,112
Facilities	10%	3,855	(3,826)	29	40
		67,480	(35,832)	31,648	32,083

Items	Weighted average depreciation rate % p.a.	Consolidated			
		03/31/2024		12/31/2023	
		Cost	Depreciation	Net value	Net value
Land	-	434	-	434	434
Buildings and improvements	2%	2,464	(1,518)	946	964
		2,898	(1,518)	1,380	1,398

13.2 Changes in the net residual value of investment properties

Items	Parent Company				
	12/31/2022	Depreciation	12/31/2023	Depreciation	03/31/2024
Land	11,931	-	11,931	-	11,931
Buildings and improvements	21,808	(1,696)	20,112	(424)	19,688
Facilities	84	(44)	40	(11)	29
	33,823	(1,740)	32,083	(435)	31,648

Items	Consolidated				
	12/31/2022	Depreciation	12/31/2023	Depreciation	03/31/2024
Land	434	-	434	-	434
Buildings and improvements	1033	(69)	964	(18)	946
	1,467	(69)	1,398	(18)	1,380

14 PROPERTY, PLANT AND EQUIPMENT (PP&E)

14.1 Breakdown of PP&E

Items	Weighted average depreciation rate % p.a.	Parent Company			
		03/31/2024		12/31/2023	
		Cost	Depreciation	Net value	Net value
Machinery and equipment	10%	1	(1)	-	-
Furniture and fixtures	10%	240	(231)	9	13
IT equipment	20%	444	(444)	-	-
		685	(676)	9	13

Items	Weighted average depreciation rate % p.a.	Consolidated			
		03/31/2024		12/31/2023	
		Cost	Depreciation	Net value	Net value
Land	-	11,772	-	11,772	11,772
Buildings and improvements	2%	106,604	(66,093)	40,511	41,236
Facilities	10%	37,071	(27,056)	10,015	10,539
Machinery and equipment	7%	303,762	(154,792)	148,970	141,675
Furniture and fixtures	10%	9,315	(7,403)	1,912	1,907
Vehicles	18%	1,129	(866)	263	370
IT equipment	21%	21,347	(17,679)	3,668	3,998
Lease	20%	395	(395)	-	-
Construction in progress	-	39,410	-	39,410	45,824
Revaluation surplus – PP&E	30%	865	(275)	590	662
		531,670	(274,559)	257,111	257,983

14.2 Changes in PP&E

Items	Parent Company				
	12/31/2022	Depreciation	12/31/2023	Depreciation	03/31/2024
Furniture and fixtures	28	(15)	13	(4)	9
	28	(15)	13	(4)	9

Items	Consolidated						
	12/31/2022	Additions	Additions from business combinations	Write-offs	Depreciation	Transfers	12/31/2023
Land	11,772	-	-	-	-	-	11,772
Buildings and improvements	42,914	55	920	-	(3,912)	1,259	41,236
Facilities	10,196	-	65	-	(2,065)	2,343	10,539
Machinery and equipment	115,444	104	532	(2)	(11,597)	37,194	141,675
Furniture and fixtures	1,456	199	193	-	(528)	587	1,907
Vehicles	-	64	449	-	(143)	-	370
IT equipment	3,916	14	442	(72)	(1,391)	1,089	3,998
Construction in progress	22,342	65,780	115	(49)	-	(42,364)	45,824
Revaluation surplus – PP&E	-	-	865	-	(203)	-	662
	208,040	66,216	3,581	(123)	(19,839)	108	257,983

Items	Consolidated					
	12/31/2023	Additions	Write-offs	Depreciation	Transfers	03/31/2024
Land	11,772	-	-	-	-	11,772
Buildings and improvements	41,236	262	-	(987)	-	40,511
Facilities	10,539	-	-	(524)	-	10,015
Machinery and equipment	141,675	262	(88)	(3,289)	10,410	148,970
Furniture and fixtures	1,907	33	-	(119)	91	1,912
Vehicles	370	-	(63)	(44)	-	263
IT equipment	3,998	10	-	(374)	34	3,668
Construction in progress	45,824	4,122	-	-	(10,536)	39,410
Revaluation surplus - PPE	662	-	-	(72)	-	590
	257,983	4,689	(151)	(5,409)	(1)	257,111

As of March 31, 2024, no indication of impairment was identified for the Company's property, plant and equipment items.

15 INTANGIBLE ASSETS

15.1 Breakdown of intangible assets

Items	Amortization rate % p.a.	Parent Company			
		03/31/2024		12/31/2023	
		Cost	Amortization	Net value	Net value
Trademarks and patents	-	1,280	-	1,280	1,280
Software and licenses	20%	12	(12)	-	-
		1,292	(12)	1,280	1,280

Items	Amortization rate % p.a.	Consolidated			
		03/31/2024		12/31/2023	
		Cost	Amortization	Net value	Net value
Product development	20%	30,957	(9,267)	21,690	21,160
Trademarks and patents	-	5,580	(177)	5,403	5,580
Software and licenses	20%	82,864	(67,226)	15,638	17,329
Intangible assets in progress	-	8,388	-	8,388	7,320
Revaluation surplus of customer portfolio	17%	9,900	(1,697)	8,203	8,627
Goodwill	-	61,381	-	61,381	61,381
		199,070	(78,367)	120,703	121,397

15.2 Changes in intangible assets

Items	12/31/2022	Additions	Consolidated			12/31/2023
			Additions from business combinations	Amortization	Transfers	
Product development	3,794	3,797	15,800	(2,914)	683	21,160
Trademarks and patents	1,882	-	3,698	-	-	5,580
Software and licenses	21,128	62	64	(6,766)	2,841	17,329
Intangible assets in progress	5,661	5,291	-	-	(3,632)	7,320
Revaluation surplus of customer portfolio	-	-	9,900	(1,273)	-	8,627
Goodwill	-	-	61,381	-	-	61,381
	32,465	9,150	90,843	(10,953)	(108)	121,397

Items	12/31/2023	Additions	Consolidated			03/31/2024
			Amortization	Transfers		
Product development	21,160	1,402	(872)	-	-	21,690
Trademarks and patents	5,580	-	(177)	-	-	5,403
Software and licenses	17,329	14	(1,706)	1	-	15,638
Intangible assets in progress	7,320	1,068	-	-	-	8,388
Revaluation surplus of customer portfolio	8,627	-	(424)	-	-	8,203
Goodwill	61,381	-	-	-	-	61,381
	121,397	2,484	(3,179)	1	-	120,703

The amounts related to "intangible assets in progress" correspond mainly to investments in SAP modules, still in the deployment phase, and to development of new products.

As of March 31, 2024, no indication of impairment was identified for the Company's intangible assets.

16 RIGHT-OF-USE - LEASES

16.1 Breakdown of right-of-use

Description	Useful life (years)	Consolidated	
		03/31/2024	12/31/2023
Real estate properties	2	1,154	791
Vehicles	1 to 5	22,108	18
Machinery and equipment	1 to 17	336	399
Total		23,598	1,208

16.2 Changes in right-of-use

Description	Consolidated			
	12/31/2023	Additions / write-offs	Depreciation	03/31/2024
Real estate properties	791	482	(119)	1,154
Vehicles	18	23,160	(1,070)	22,108
Machinery and equipment	399	-	(63)	336
Total	1,208	23,642	(1,252)	23,598

16.3 Breakdown of leases

Description	Weighted average rate (p.a.)	Maturity	Consolidated	
			03/31/2024	12/31/2023
Real estate properties	7.90%	2026	1,194	815
Vehicles	15.75%	2029	22,462	18
Machinery and equipment	7.9% to 8.02%	2035	392	455
Total			24,048	1,288
Current liabilities			3,568	501
Noncurrent liabilities			20,480	787
Total			24,048	1,288

Payments of lease liabilities generate potential PIS and COFINS credit right included in the lease consideration, according to the periods scheduled for payment, of 9.25%, totaling R\$2,224 as of March 31, 2024.

16.4 Changes in leases

Description	Consolidated				
	12/31/2023	Additions/write-offs	Settlement	Interest incurred	03/31/2024
Real estate properties	815	482	(147)	44	1,194
Vehicles	18	23,160	(1,559)	843	22,462
Machinery and equipment	455	-	(73)	10	392
Total	1,288	23,642	(1,779)	897	24,048

17 OTHER ASSETS

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Rental and royalties – related parties	2,026	2,535	-	-
Dividends receivable – related parties	22,470	23,310	-	-
Prepaid expenses	236	117	3,714	3,330
Advances to employees	3	-	1,530	1,365
Advances to suppliers	-	-	11,543	10,845
ICMS negotiated with third parties	-	-	4,961	4,355
Judicial deposits	13	-	4,099	3,473
Other assets	1,193	197	2,018	1,023
Total	25,941	26,159	27,865	24,391
Current assets	25,916	26,144	23,121	20,592
Noncurrent assets	25	15	4,744	3,799
Total	25,941	26,159	27,865	24,391

18 SUPPLIERS

Suppliers presents the obligations payable for goods and/or services acquired in the normal course of the Company's business. Obligations from purchase of raw materials, use and consumption, goods, PP&E and intangibles, in addition to obligations from services taken, are allocated to this account.

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Domestic	1,334	971	101,974	119,369
Foreign	-	-	1,119	1,521
Total	1,334	971	103,093	120,890
Current liabilities	1,334	971	103,087	120,878
Noncurrent liabilities	-	-	6	12
Total	1,334	971	103,093	120,890

19 LOANS AND FINANCING

	Maturity	Charges	Consolidated					
			03/31/2024			12/31/2023		
			Current	Noncurrent	Total	Current	Noncurrent	Total
Local currency								
NCE	Mar/27	CDI + 2.55% p.a.	25,988	20,000	45,988	14,530	30,000	44,530
CDCA	Jun/24	106.5% of CDI	50,399	-	50,399	50,430	-	50,430
FINAME	Feb/24	IPCA + 7.17% p.a.	-	-	-	51,726	-	51,726
(+/-) Swap - FINAME	Feb/24	CDI + 0.35% p.a.	-	-	-	490	-	490
Foreign currency								
CPR	Dec/27	US\$ + 6.92% p.a.	12,474	34,503	46,977	11,290	33,433	44,723
(+/-) Swap - CPR	Dec/27	CDI + 2.48% p.a.	1,434	1,497	2,931	1,020	2,567	3,587
Total			90,295	56,000	146,295	129,486	66,000	195,486

The Parent Company is listed as guarantor for the funds raised by the subsidiary KWI in the amount of R\$138,000 as of March 31, 2024 (R\$188,000 as of December 31, 2023).

The amounts recorded as noncurrent liabilities as of March 31, 2024 mature as follows:

Maturity	Consolidated
	03/31/2024
2025	12,000
2026	22,000
2027	22,000
	56,000

Current loan and financing agreements do not contain covenants.

The Company's exposure to interest rate risks and a sensitivity analysis for financial assets and liabilities are disclosed in Note 5.

20 EMPLOYEE BENEFITS

Obligations arising from short-term employee benefits are measured on an undiscounted basis and are incurred as expenses as the related service is provided.

Private pension plan

The Company offers a defined contribution pension plan to its employees. The plan provides for one-to-one matching contributions, i.e., for every R\$1 (one real) contributed by the employee, the Company contributes R\$1 (one real). Under the defined contribution plan, no long-term liabilities are recognized. The amounts of contributions stated in P&L for the period, under "administrative and general expenses" and recognized contributions are presented below:

	Consolidated	
	1Q24	1Q23
Private pension plan contributions recognized	72	71
Total	72	71

21 SHARE-BASED PAYMENT AGREEMENTS

The breakdown of Restricted Share Plans as of March 31, 2024 is as follows:

Grants	Approval	Volatility	Number of shares granted	Short-term batch (i)				Fair value	Long-term batch (i)				Initial price	Risk-free interest rate
				04/30/2024	04/30/2025	04/30/2026	04/30/2027		04/30/2024	04/30/2025	04/30/2026	04/30/2027		
2 nd grant	RCA - 04/08/2021	35.90%	251,820	37,554	-	-	-	8.86	139,158	-	-	-	7.57	7.62%
3 rd grant	RCA - 04/27/2022	36.62%	496,104	63,786	63,786	-	-	9.48	-	304,746	-	-	8.34	11.73%
4 th grant	RCA - 02/15/2023	37.78%	409,502	52,536	52,536	52,536	-	11.87	-	-	251,894	-	10.57	12.52%
5 th grant	RCA - 03/20/2024	36.58%	248,830	-	35,843	35,843	35,843	10.49	-	-	-	141,301	10.02	9.94%
				153,876	152,165	88,379	35,843		139,158	304,746	251,894	141,301		

(i) Appropriate number and amounts based on the split of May 5, 2022 in the proportion of 1:3, and the split of April 3, 2023 in the proportion of 1:2.

The fair value of the share purchase plan rights was assessed based on the Monte Carlo model. The expected volatility was estimated considering the historical volatility of the Company's share price in a period proportional to the expected term. The expected term of the instruments was based on historical experience and the general behavior of the shareholder.

The changes in grants under the restricted share plan are as follows:

	2 nd grant	3 rd grant	4 th grant	5 th grant	Total
Balance on 12/31/2023	176,712	432,318	409,502	-	1,018,532
New grants	-	-	-	248,830	248,830
Balance on 03/31/2024	176,712	432,318	409,502	248,830	1,267,362

As of March 31, 2024, the total amount of R\$1,404 (R\$2,218 as of March 31, 2023) was recognized as capital reserve in the Company's equity, matched against an expense in P&L.

22 RELATED PARTIES

22.1 Transactions with related parties – effects on the Parent Company

Related party balances are presented below:

	03/31/2024			12/31/2023		
	KWI	Procer	Total	KWI	Procer	Total
Current assets	24,496	-	24,496	25,005	840	25,845
Other assets	24,496	-	24,496	25,005	840	25,845
Rentals	903	-	903	994	-	994
Royalties	1,123	-	1,123	1,541	-	1,541
Dividends receivable	22,470	-	22,470	22,470	840	23,310
Noncurrent liabilities	(16,899)	-	(16,899)	(16,328)	-	(16,328)
Other liabilities	(16,899)	-	(16,899)	(16,328)	-	(16,328)
Intercompany loans	(16,899)	-	(16,899)	(16,328)	-	(16,328)
Total	7,597	-	7,597	8,677	840	9,517

The table below presents income (expenses) with related parties:

	Executive Board and Board of Directors			Executive Board and Board of Directors		
	KWI	1Q24		KWI	1Q23	
Income (expenses)						
Other income (rental)	2,726	-	2,726	2,921	-	2,921
Other income (royalties)	3,607	-	3,607	3,239	-	3,239
Finance costs (intercompany loan)	(571)	-	(571)	(719)	-	(719)
Management fees and benefits	-	(3,062)	(3,062)	-	(451)	(451)

- a) The Parent Company KWSA has a commercial lease agreement and amendment effective until June 17, 2032 with its subsidiary KWI regarding the industrial plant located in Panambi.
- b) d) There is an onerous assignment agreement (royalties) for use of trademarks between the Parent Company KWSA and its wholly-owned subsidiary KWI effective until April 1, 2025.
- c) The Parent Company is the guarantor of loans and financing of the subsidiary KWI, in the amount of R\$138,000 as of March 31, 2024 (R\$188,000 as of December 31, 2023).
- d) The intercompany loan agreement with the subsidiary KWI was signed on May 8, 2023, effective until March 23, 2028, bearing interest of CDI + 0.9% p.a., taken out to meet obligations in the ordinary course of business.

The rental, royalty payment and loan transactions with related parties were carried out under specific conditions between the parties and could be different had they been carried out with unrelated third parties. Fees payable are stated under "Social and labor obligations".

22.2 Key management personnel compensation

At the Annual and Special General Meeting (AGM/SGM) held on March 21, 2023, management's annual global compensation limit was set at up to R\$10,472, which includes fees and bonuses, for the period from April 2023 to March 2024.

At the Annual General Meeting (AGM) held on April 3, 2024, management's annual global compensation limit was set at up to R\$13,190, which includes fees and bonuses, for the period from April 2024 to March 2025.

	Parent Company and Consolidated	
	1Q24	1Q23
Fees and bonuses	(1,755)	841
Direct and indirect benefits	(117)	(83)
Share-based payment agreement	(1,190)	(1,209)
Total	(3,062)	(451)

23 INCOME AND SOCIAL CONTRIBUTION TAXES PAYABLE

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
ICMS payable	-	-	843	1,516
PIS/COFINS payable	188	232	4,040	5,531
Installment payment of Tax on Financial Transactions (IOF) – Law No. 11941/09	490	693	491	693
Other taxes payable	19	10	2,019	2,244
Taxes payable	697	935	7,393	9,984
Income and social contribution taxes	107	-	5,771	6,570
Income and social contribution taxes	107	-	5,771	6,570
Total	804	935	13,164	16,554

24 PROVISION FOR TAX, CIVIL AND LABOR CONTINGENCIES

The Company is a party to labor, civil, tax and other proceedings in progress, with disputes at both the administrative and legal levels. When applicable, such proceedings are supported by judicial deposits. The provisions for losses, if any, arising from these proceedings are estimated and restated by management, based on the opinion of its external legal advisors.

Labor and social security proceedings: refer mostly to labor claims filed by former employees involving amounts owed under their employment contract.

Tax proceedings: involve discussions about unapproved tax credits, reimbursements, tax bases, taxes and disallowance of credits in request for COFINS refund and for IPI reimbursement.

Civil proceedings: these include lawsuits that result in conflict of interests, represented by compensation claims filed mostly by customers. Among these proceedings, we highlight the compensation claim filed in 2008 against Kepler Weber Industrial S.A. for payment of fine for late delivery of transmission towers.

As of March 31, 2024, the balances of provision for tax, civil and labor risks are as follows:

	Parent Company			
	Civil	Labor	Tax	Total
Balance on 12/31/2023	25	-	-	25
Additions of provisions	-	6	-	6
Balance on 03/31/2024	25	6	-	31

	Consolidated			
	Civil	Labor	Tax	Total
Balance on 12/31/2023	9,664	2,044	92	11,800
Additions of provisions	29	996	-	1,025
Reversals of provisions	(38)	(306)	-	(344)
Write-offs	-	(189)	-	(189)
Balance on 03/31/2024	9,655	2,545	92	12,292

Contingent liabilities:

In addition, the Company is a party to labor, civil, tax and other proceedings whose likelihood of loss has been assessed as possible by management and the legal advisors and for which no provision was set up.

Of such proceedings, we highlight the following: Notice served by the Rio Grande do Sul State Finance Department on October 9, 2015 against subsidiary Kepler Weber Industrial S.A. alleging violation of ICMS legislation in certain transactions carried out by the unit located in Panambi, state of Rio Grande do Sul. The tax credit subject matter of the notice totals R\$61,071, of which R\$20,439 refers to the principal amount, R\$12,263 to the fine, and R\$28,369 to interest, restated as of March 31, 2024. In April 2019, the Administrative Court of Tax Appeals' judgment of the appeal to the Supreme Court was published, granting the Notice and summoning the Company to pay the debt. The Parent Company and its subsidiary Kepler Weber Industrial S.A. filed an appeal, which is being processed at the 6th Court of the Porto Alegre State Finance Department, seeking the guarantee/security deposit of the debts through Court Bond in the total amount of R\$63,590, which guarantees 104% of the restated debt amount on the contract date, combined with an interim relief that was granted, allowing the company to issue a tax compliance certificate and preventing the inclusion of the debt in credit restriction agencies, as well as the elimination of the effects of the Notice, which is awaiting judgment. The Rio Grande do Sul State filed a tax enforcement suit in the amount of R\$57,134, which is being processed at the 1st Judicial Court of Panambi/RS, seeking the payment of this guaranteed debt, for which the Company stated a request to suspend the enforcement until the suit is judged. The enforcement was suspended and a judgment was issued on the proceeding, whereby the request presented by the Company was granted, thus considering the notice undue and fully eliminating the effects of the tax debts based on Notice No. 0034087737. As a result of this judgment, the Rio Grande do Sul State filed an appeal, which will be remanded to the Court of Justice of the State of Rio Grande do Sul State Court of Justice. The likelihood of loss is assessed as possible by the legal advisors.

The table below presents the amounts of the proceedings assessed as possible loss:

Type	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Labor	20	-	561	1,001
Tax	5,638	5,521	68,075	66,338
Civil	-	-	5,072	5,035
	5,658	5,521	73,708	72,374

25 OTHER LIABILITIES

	Parent Company		Consolidated	
	03/31/2024	12/31/2023	03/31/2024	12/31/2023
Intercompany loans payable (Note 22)	16,899	16,328	-	-
Provision for freight	-	-	5,121	6,640
Provision for charges on share-based payment program	5,401	4,481	5,401	4,481
Kepler Contractor Development Program	-	-	1,700	1,200
Provision for contractors payable	-	-	744	1,141
Provision for negotiations of fines	-	-	2,593	2,798
Sundry provisions and other liabilities (i)	295	439	11,615	10,806
Total	22,595	21,248	27,174	27,066
Current liabilities	2,660	2,415	23,050	23,449
Noncurrent liabilities	19,935	18,833	4,124	3,617
Total	22,595	21,248	27,174	27,066

(i) The amounts contained in this item include sundry provisions in the normal course of the business, consisting mainly of amounts referring to indemnities with representatives, lifetime pensions, electricity, consulting fees, among others.

26 FINANCIAL INSTRUMENTS

26.1 Classification of financial instruments

Financial instruments are classified as follows:

	Note	Parent Company					
		FVTPL (i)	Amortized cost	03/31/2024	FVTPL (i)	Amortized cost	12/31/2023
Financial assets							
Cash and cash equivalents	7	6,543	-	6,543	4,534	-	4,534
Short-term investments	7	-	-	-	2,391	-	2,391
Financial liabilities							
Suppliers	18	-	(1,334)	(1,334)	-	(971)	(971)
Intercompany loans payable	22	-	(16,899)	(16,899)	-	(16,328)	(16,328)
Put option – contingent consideration		(54,960)	-	(54,960)	(54,960)	-	(54,960)
Total		(48,417)	(18,233)	(66,650)	(48,035)	(17,299)	(65,334)

(*) Fair value through profit or loss.

	Note	Consolidated					
		FVTPL (i)	Amortized cost	03/31/2024	FVTPL (i)	Amortized cost	12/31/2023
Financial assets							
Cash and cash equivalents	7	319,722	-	319,722	322,923	-	322,923
Short-term investments	7	-	-	-	32,312	-	32,312
Trade accounts receivable	8	-	270,083	270,083	-	319,905	319,905
Financial liabilities							
Suppliers	18	-	(103,093)	(103,093)	-	(120,890)	(120,890)
Loans and financing	19	(2,931)	(143,364)	(146,295)	(4,077)	(191,409)	(195,486)
Leases	16	-	(24,048)	(24,048)	-	(1,288)	(1,288)
Put option - contingent consideration		(54,960)	-	(54,960)	(54,960)	-	(54,960)
Total		261,831	(422)	261,409	296,198	6,318	302,516

(*) Fair value through profit or loss.

26.2 Fair value

The fair values of financial instruments, presented for reference purposes only, are as follows:

	Hierarchy	Parent Company			
		03/31/2024		12/31/2023	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets					
Cash and cash equivalents	(2)	6,543	6,543	4,534	4,534
Short-term investments	(2)	-	-	2,391	2,391
Liabilities					
Put option - contingent consideration (i)	(3)	(54,960)	(54,960)	(54,960)	(54,960)
		(48,417)	(48,417)	(48,035)	(48,035)

	Hierarchy	Consolidated			
		03/31/2024		12/31/2023	
		Carrying amount	Fair value	Carrying amount	Fair value
Financial assets					
Cash and cash equivalents	(2)	319,722	319,722	322,923	322,923
Short-term investments	(2)	-	-	32,312	32,312
Liabilities					
Swap - CPR and FINAME	(2)	(2,931)	(2,931)	(4,077)	(4,077)
Put option - contingent consideration (i)	(3)	(54,960)	(54,960)	(54,960)	(54,960)
		261,831	261,831	296,198	296,198

The Company management considered the following assumptions in assessing the fair value of the financial instruments: Cash and cash equivalents and short-term investments in CDBs and similar instruments have daily liquidity and are subject to repurchase agreements, considering the remuneration provided for in the instrument's yield curve and, therefore, the carrying amount reflects the fair value.

- (i) The put option – contingent consideration refers to the business combination that took place in March 2023, with the acquisition of 50.002% of Procer shares. The amount of R\$54,960 to be paid by May 2028, deadline established in the agreement for acquisition of the remaining shares of Procer, considered as the seller's put option under "Put option - contingent consideration" in the Parent Company's liabilities, was calculated considering the mechanism established in the Shareholders' Agreement, which provides for an evaluation of the equivalent of 8x the EBITDA of the twelve months prior to the exercise of the seller's put option. The put option is updated by multiples of the EBITDA of the acquired entity every year end until the date of its settlement. According to the projections existing on the acquisition date, the Company did not identify a significant change in Procer's performance projections that could impact the updating of the fair value of the put option – contingent consideration recognized in the Parent Company's noncurrent liabilities as of March 31, 2024. The projections will be updated at each year end of the subsidiary, until the settlement date of the put option – contingent consideration.

Fair value hierarchy

When measuring the fair value of an asset or liability, the Company uses observable market data, whenever possible. The fair values are classified into different hierarchical levels based on inputs used in the valuation techniques, as follows:

Level 1 – quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2: other techniques for which all inputs that have a significant effect on the recorded fair value are observable, whether directly or indirectly; and

Level 3: techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

27 EQUITY

27.1 Capital

At the Special General Meeting (*RCA*) held on April 3, 2023, capital increase of R\$100,000 was approved through capitalization of the investment and working capital reserve. The 1:2 stock split was approved on the same date.

As of March 31, 2024, capital is represented by 179,720,130 (one hundred and seventy-nine million, seven hundred and twenty thousand, one hundred and thirty) common shares, totaling R\$244,694 (R\$244,694 as of December 31, 2023).

27.2 Treasury shares

At the Board of Directors' Meeting held on March 28, 2024, the Company's Share Buyback Program was approved, with the objective of acquiring up to 17,658,311 common shares in a period of up to 12 months.

As of March 31, 2024, the total number of treasury shares is 2,959,896 (two million, nine hundred and fifty-nine thousand, eight hundred and ninety-six), in the amount of R\$22,303 (R\$22,303 as of December 31, 2023).

27.3 Capital reserves

Tax incentives

This refers to tax incentives, donations and investment grants, totaling R\$617 as of March 31, 2024 and December 31, 2023.

Share-based payment reserve – Fair value of restricted share plan

This refers to grants of Restricted Shares, still open and approved on the dates below:

<u>Grant of restricted shares</u>	<u>Approval date</u>
2 nd grant	04/08/2021
3 rd grant	04/27/2022
4 th grant	02/15/2023
5 th grant	03/20/2024

As of March 31, 2024, the recognized balance of the share-based payment reserve is R\$8,243 (R\$6,839 as of December 31, 2023).

27.4 Equity adjustments

This refers to adjustments resulting from adoption of the deemed cost of PP&E on the transition date, with adjustments made mainly due to depreciation of items not measured on January 1, 2009, totaling the balance of R\$23,940 at March 31, 2024 (R\$24,367 at December 31, 2023).

27.5 Revaluation reserves

These refer to balances of revaluations carried out in 1984 and 1991. The residual balance of R\$158 refers to land.

27.6 Income reserves

Net income for the year will be allocated as follows:

- 5% (five percent) for the legal reserve, up to 20% (twenty percent) of capital;
- 25% (twenty-five percent) for dividends to shareholders;
- 25% (twenty-five percent) for investment and working capital reserve.

The purpose of the investment and working capital reserve is to ensure investments in permanent assets and increase in working capital, including through amortization of the Parent Company's debts, as well as financing of subsidiaries. This reserve is capped at the amount of paid-in capital.

Legal reserve

This refers to setup of the legal reserve according to Law No. 6404/76. The balance as of March 31, 2024 totals \$41,200 (\$41,200 as of December 31, 2023).

Tax incentive reserves

This refers to the government grant of the subsidiary KWI as a tax incentive recognized by the Parent Company. The balance totals R\$57,257 as of March 31, 2024 and December 31, 2023.

Investment and working capital reserve

This refers to the investment and working capital reserve pursuant to the Company's bylaws. As of March 31, 2024, this reserve totals R\$373,374 (R\$373,374 as of December 31, 2023), exceeding the limit provided for in article 199 of Law No. 6404/76.

Accordingly, supplementary dividends for 2023 of R\$47,000 was resolved at the Annual General Meeting held on April 3, 2024, and allocation of R\$100,000 for capital increase was resolved at the Special General Meeting held on April 11, 2024. After approvals, capital increased to R\$344,694 and the investment and working capital reserve reduced to R\$226,374.

27.7 Dividends and interest on equity

At the Annual General Meeting held on April 3, 2024, mandatory minimum dividends for 2023 was resolved, in the amount of R\$27,871, which was paid on April 15, 2024, together with additional dividends of R\$47,000, as mentioned in Note 27.6.

28 NET REVENUE

	Consolidated	
	1Q24	1Q23
Gross revenue	447,825	384,419
Sales taxes	(64,917)	(58,997)
Returns and rebates	(2,597)	(2,318)
Total	380,311	323,104

	Consolidated	
	1Q24	1Q23
Sale of products	364,632	313,016
Provision of services	15,679	10,088
Total	380,311	323,104

29 OTHER OPERATING INCOME (EXPENSES), NET

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Rental of investment properties	2,726	2,921	-	-
Royalties	3,607	3,239	-	-
Government grants, net of PIS/COFINS	-	-	13,209	11,778
SEPROTUR-FAI contribution	-	-	(288)	(236)
Gain (loss) on disposal of PP&E	-	-	(27)	(2)
Recovery of sundry expenses	217	19	2,959	320
Provision for inventory obsolescence and losses	-	-	(1,062)	(518)
Provision for civil, labor and tax contingencies	(6)	(2)	(492)	955
Miscellaneous sentences	(20)	(18)	(126)	(214)
Loss on receipt of trade accounts receivable	-	-	205	429
PIS/COFINS on other revenues	(586)	(570)	(586)	(576)
Profit sharing	284	2,042	(5,293)	(3,971)
Contractual fines	-	-	(305)	(648)
Kepler Contractor Development Program	-	-	(500)	(300)
Other	(6)	(2,345)	(706)	979
Total	6,216	5,286	6,988	7,996

30 EXPENSES BY NATURE

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Depreciation and amortization (i)	(439)	(470)	(9,858)	(7,727)
Personnel expenses	(4,910)	(3,345)	(48,793)	(41,305)
Raw materials / acquired products	-	-	(179,512)	(145,818)
Expenses with employee benefits	(117)	(83)	(5,395)	(5,217)
Sales commissions	-	-	(11,034)	(16,252)
Guarantees	-	-	(8,064)	(6,112)
Freight on sales	-	-	(8,119)	(6,725)
Assembly services	-	-	(6,445)	(10,782)
Third-party services	(863)	(447)	(7,898)	(5,738)
Travels and representations	(103)	(110)	(3,151)	(3,182)
Rentals	(73)	(37)	(1,236)	(2,085)
Manufacturing idle time	-	-	-	(1,507)
Maintenance of machinery and equipment	-	-	(4,671)	(4,147)
Production consumables	-	-	(11,294)	(10,983)
Other expenses	(318)	(243)	(1,263)	6,178
Total	(6,823)	(4,735)	(306,733)	(261,402)
Selling expenses	-	-	(23,910)	(22,285)
Losses on impairment of financial assets	-	-	161	(59)
General and administrative expenses	(6,823)	(4,735)	(24,982)	(18,357)
Cost of sales and services	-	-	(258,002)	(220,701)
Total	(6,823)	(4,735)	(306,733)	(261,402)

(i) The amounts contained in this account refer to changes in depreciation/amortization of the groups of rights-of-use, investment properties, PP&E and intangible assets, including revaluation surplus due to business combination.

Manufacturing idle time refers to unusual amounts or overhead possibly not allocated to the products, especially because of the low volume of production and shipping, recognized directly in P&L in the period in which they take place in a separated account from cost of sales, in line with *CPC 16/ IAS 2 - Inventories*.

31 FINANCE INCOME (COSTS)

	Parent Company		Consolidated	
	1Q24	1Q23	1Q24	1Q23
Finance income				
Gains on monetary variation/exchange differences	61	2	468	4,473
Short-term investment income	6	414	2,058	7,375
Income from interest appropriated	159	382	6,002	3,429
Other finance income	1	-	69	347
	227	798	8,597	15,624
Finance costs				
Financial charges paid	-	-	(1,835)	(1,024)
Expenses from interest appropriated	(571)	(719)	(5,130)	(6,231)
Losses on monetary variation/exchange differences	(6)	(20)	(170)	(3,945)
Late-payment interest and contractual <i>IOF</i>	(14)	(25)	(186)	(536)
<i>PIS/COFINS</i> on other finance income	(11)	(37)	(387)	(561)
Withholding income tax on foreign operations	-	-	(88)	(69)
Other finance costs	(261)	(174)	(1,345)	(1,179)
	(863)	(975)	(9,141)	(13,545)
Finance income (costs), net	(636)	(177)	(544)	2,079

32 EARNINGS PER SHARE

	Parent Company and Consolidated	
	1Q24	1Q23
Basic:		
Net income	52,156	51,241
Weighted average number of common shares	176,760,234	178,656,050
Basic earnings per common share (R\$)	0.2951	0.2868
Diluted:		
Net income	52,156	51,241
Weighted average number of common shares adjusted for dilution effect	178,036,928	179,693,365
Diluted earnings per share – total (R\$)	0.2930	0.2852

Appropriate quantities and values based on the 1:2 stock split of April 3, 2023.

33 GOVERNMENT GRANTS

Government grants intended to compensate the Company for expenses incurred are recognized in profit or loss as other income on a systematic basis in the same periods in which the expenses were recognized. Upon setup of the plant in the state of Mato Grosso do Sul, subsidiary KWI was granted a tax benefit of 90% reduction in the ICMS debit balance calculated on a monthly basis. The term of the agreement originally signed in 2002 was later amended, extending the benefit to 2032. The Company agreed to the following considerations:

- a) Make investments until December 31, 2028;
- b) Maintain and create jobs until December 31, 2032; e
- c) Maintain minimum annual revenues (Mato Grosso do Sul plant) until 2032.

The benefit recognized in the period ended March 31, 2024 totaled R\$14,423 (R\$11,778 in the period ended March 31, 2023), recognized in P&L for the period as "Other operating income", and allocated at the end of the current year to the tax incentive reserve in the Subsidiary's equity.

34 INSURANCE COVERAGE

	Consolidated	
	Effective period	Amount
Civil liability – life insurance	May/24	3,529
Civil liability D&O	Sep/24	25,000
Civil liability and property damage – third parties - industrial	Mar-Apr/25	75,000
		103,529
Business risks (inventories, buildings and credit risks)	Sep/25	600
	Jun/24	4,203
	Nov/24	92
	Nov/24	1,329,561
	Jan/25	122
	Jan/25	375
	Dec/24	4,043
	Apr/24	524
	May/24	73,040
	Jun/24	4,865
	Aug/24	4,889
	Sep/24	2,200,457
	Jan/25	42,000
	Oct/25	1,281
	Apr/26	4,718
		3,670,770
		3,774,299

Breakdown of the insurance lines is as follows:

Insurance line	Consolidated
Guarantees related to customers/suppliers	134,670
Domestic transportation	1,900,000
Export transportation	175,266
Import transportation	125,190
Engineering risks (assembly-related work of the Company's responsibility)	70,000
Property (loss of profits)	1,336,694
Civil liability D&O	25,000
General civil liability	5,000
Life	2,479
	3,774,299

35 SUPPLEMENTARY CASH FLOW INFORMATION – FINANCING ACTIVITIES

The changes in cash flows from financing activities are shown below:

Items	Parent Company					Total
	Intercompany loans	Leases	Treasury shares	IOE and dividends	IOE and dividends received	
Balance at 12/31/2022	70,707	43	(7,806)	77,690	(59,745)	80,889
Changes in cash	(71,426)	(32)	-	-	203,690	132,232
Dividends and IOE (paid)/received	-	-	-	-	203,690	203,690
Repayment of loans, financing and intercompany loans	(70,000)	-	-	-	-	(70,000)
Interest paid on loans, financing and intercompany loans	(1,426)	-	-	-	-	(1,426)
Settlement of finance leases	-	(32)	-	-	-	(32)
Noncash changes	719	-	-	-	(143,945)	(143,226)
Distribution/(receipt) of dividends and IOE	-	-	-	-	(143,945)	(143,945)
Interest on loans, financing and intercompany loans	719	-	-	-	-	719
Balance at 03/31/2023	-	11	(7,806)	77,690	-	69,895

Parent Company					
Items	Intercompany loans	Treasury shares	IOE and dividends	IOE and dividends received	Total
Balance at 12/31/2023	16,328	(22,303)	27,871	(23,310)	(1,414)
Changes in cash	-	-	-	840	840
Dividends and IOE (paid)/received	-	-	-	840	840
Noncash changes	571	-	-	-	571
Interest on loans, financing and intercompany loans	571	-	-	-	571
Balance at 03/31/2024	16,899	(22,303)	27,871	(22,470)	(3)

Consolidated					
Items	Loans and financing	Leases	Treasury shares	IOE and dividends	Total
Balance at 12/31/2022	166,791	4,069	(7,806)	77,690	240,744
Changes in cash	(1,712)	(995)	-	-	(2,707)
Interest paid on loans, financing and intercompany loans	(1,712)	-	-	-	(1,712)
Settlement of finance leases	-	(995)	-	-	(995)
Noncash changes	6,231	791	-	-	7,022
Interest on loans, financing and intercompany loans	6,231	-	-	-	6,231
Remeasurement and new agreements	-	791	-	-	791
Balance at 03/31/2023	171,310	3,865	(7,806)	77,690	245,059

Consolidated					
Items	Loans and financing	Leases	Treasury shares	IOE and dividends	Total
Balance at 12/31/2023	195,486	1,288	(22,303)	30,811	205,282
Changes in cash	(54,321)	(1,779)	-	(2,940)	(59,040)
Dividends and IOE (paid)/received	-	-	-	(2,940)	(2,940)
Repayment of loans, financing and intercompany loans	(50,000)	-	-	-	(50,000)
Interest paid on loans, financing and intercompany loans	(4,321)	-	-	-	(4,321)
Settlement of finance leases	-	(1,779)	-	-	(1,779)
Noncash changes	5,130	24,539	-	-	29,669
Interest on loans, financing and intercompany loans	5,130	897	-	-	6,027
Remeasurement and new agreements	-	23,642	-	-	23,642
Balance at 03/31/2024	146,295	24,048	(22,303)	27,871	175,911

36 EVENTS AFTER THE REPORTING PERIOD

36.1 Annual General Meeting (AGM)

The Company's AGM was held on April 3, 2024, with approval of the following items:

- i) Management accounts for the period from April 2023 to March 2024;
- ii) The Company's financial statements for 2023;
- iii) Allocation of net income for 2023 and distribution of supplementary dividends of R\$47,000 to be paid on April 15, 2024; and
- iv) Election of Fiscal Council members.

36.2 Special General Meeting (SGM)

The Company's SGM was held on April 11, 2024, with approval of capital increase by R\$100,000 through capitalization of the Investment and Working Capital Reserve, increasing the Company's capital from R\$244,694 to R\$344,694 on this date.

BOARD OF DIRECTORS

President of the Board of Directors

Luiz Tarquínio Sardinha Ferro

Vice-President of the Board of Directors

Júlio Cesar de Toledo Piza Neto

Members

Marcelo Guimaraes Lopo Lima

Arthur Heller Britto

Ricardo Sodré Oliveira

Piero Abbondi

Maria Gustavo Brochado Heller Britto

Ruy Flaks Schneider

AUDIT AND RISK COMMITTEE

Audit and Risk Committee Coordinator

Antônio Edson Maciel dos Santos

Members and Board of Directors

Valmir Pedro Rossi (member)

Luiz Tarquínio Sardinha Ferro (member and advisor)

FISCAL COUNCIL

Chairman of the Fiscal Council

Reginaldo Ferreira Alexandre

Members

Dóris Beatriz França Wilhelm

Francisco Eduardo de Queiroz Ferreira

BOARD OF EXECUTIVE OFFICERS

Chief Executive Officer

Bernardo Osborn Gomes Nogueira

Chief Financial and Investor Relations Officer

Paulo Geraldo Polezi

Chief Industrial and Product Officer

Fabiano Schneider

MANAGEMENT

Controllership Manager

Edirlei Lohrentz da Silva

ACCOUNTANT

Cristiane Beatriz Back Bender

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