

2Q23 RESULTS

WEBCAST

INSTITUTIONAL PRESENTATION

AGENDA

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2Q23 Results Presentation

Highlights



Steel sales volume within guidance, with 972 thousand tons;



Recovery of **iron ore sales volume**, with 2.4 million tons;



Adjusted EBITDA of R\$ 366 million in the quarter;



Reduction of R\$ 400 million in **Working Capital**;



Net Leverage (net debt/EBITDA) of 0.38x.



Revamp of BF#3 in progress and expected return in September;

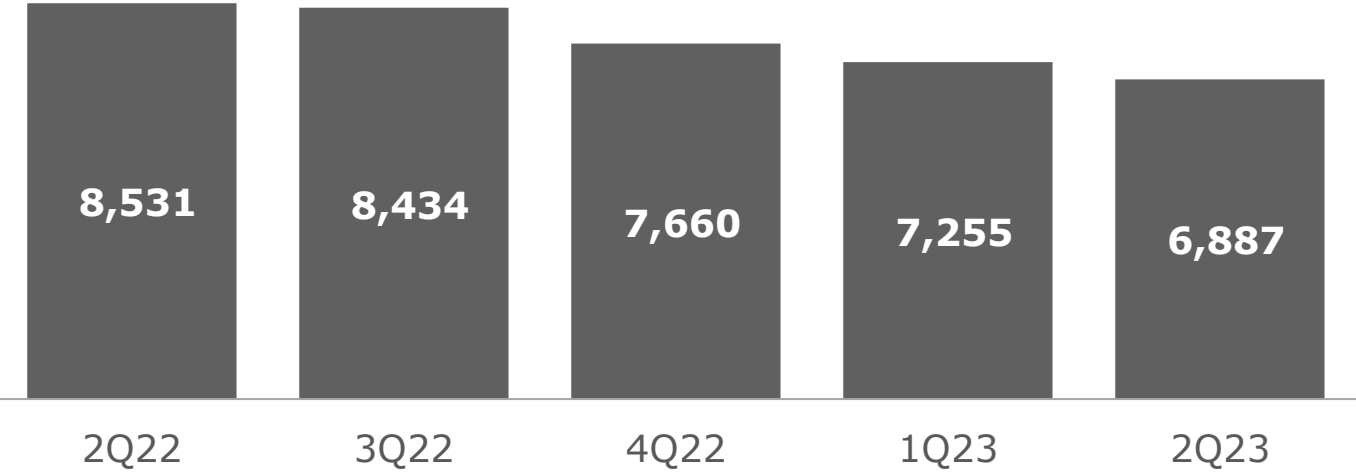


Beginning of works to the **decharacterization** of Samambaia dam.

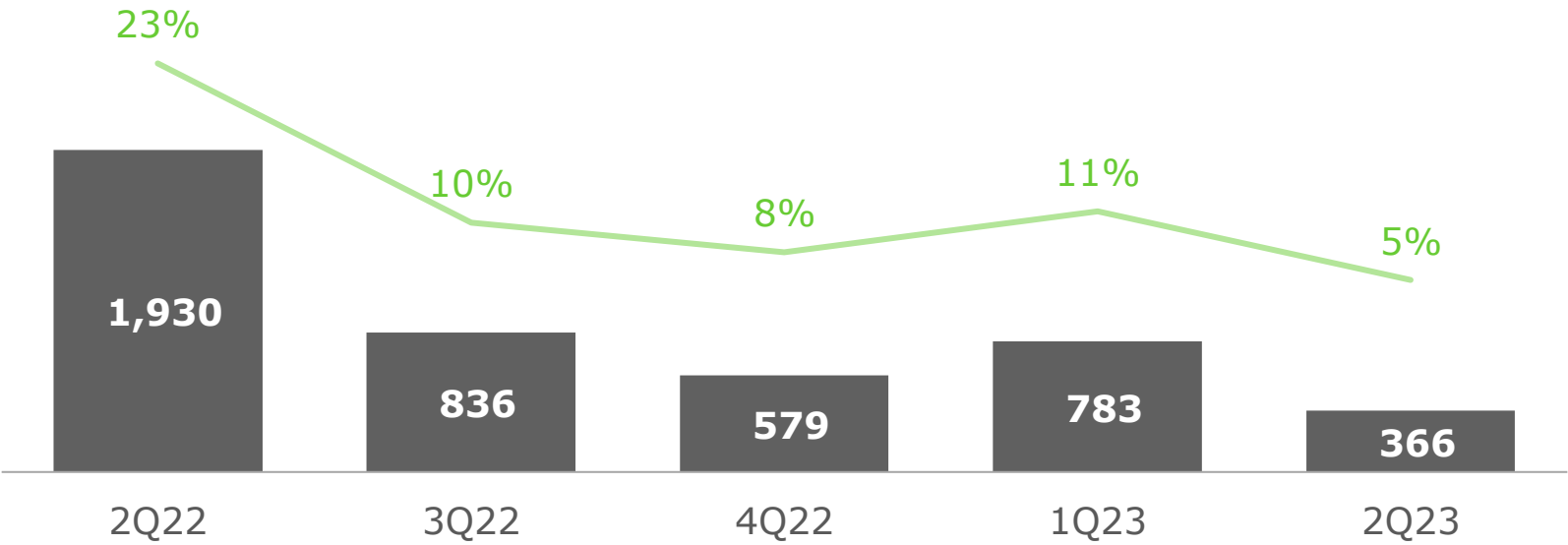
2Q23 Results - Consolidated



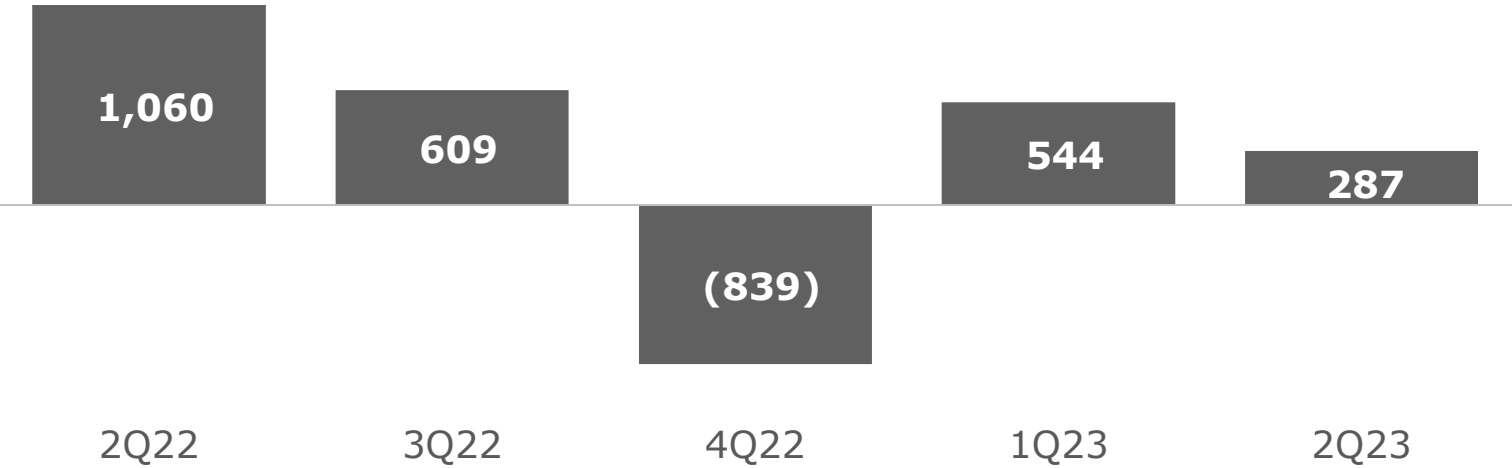
Net Revenue
R\$ million



Adjusted EBITDA
R\$ million



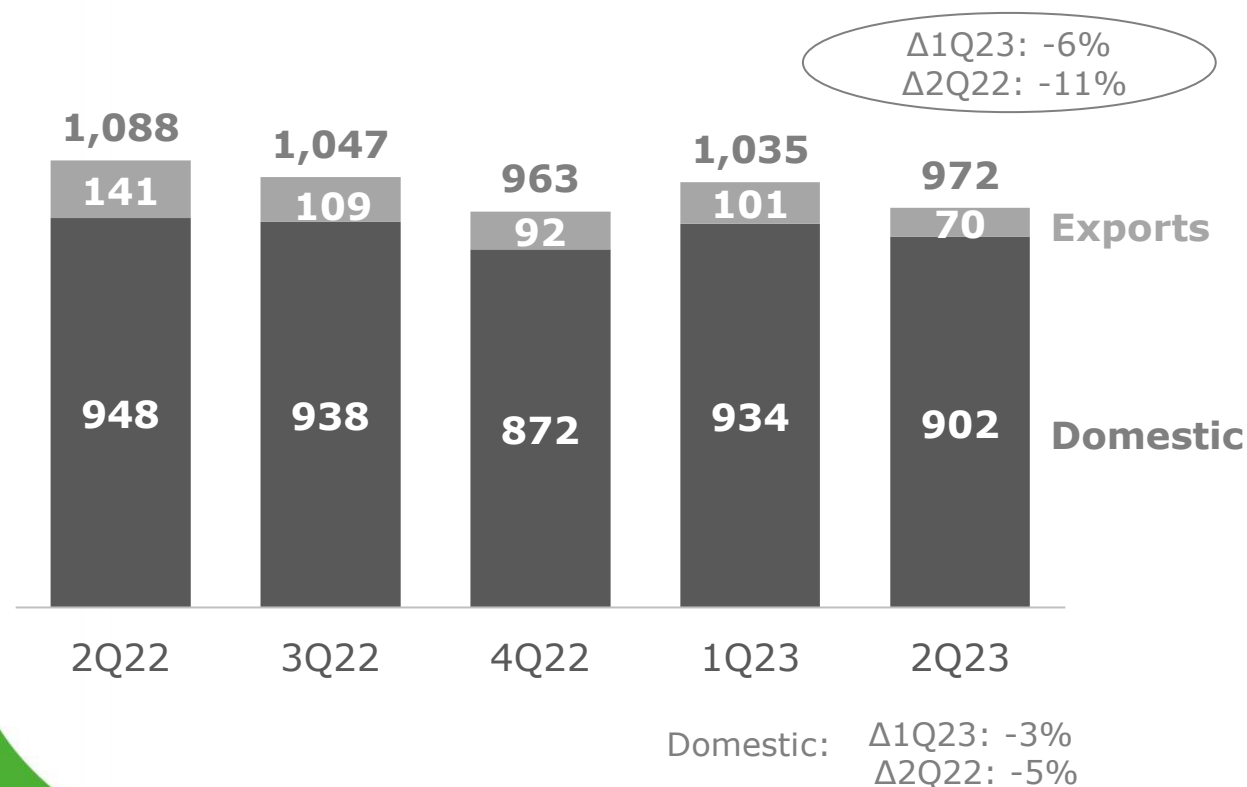
Net Income
R\$ million



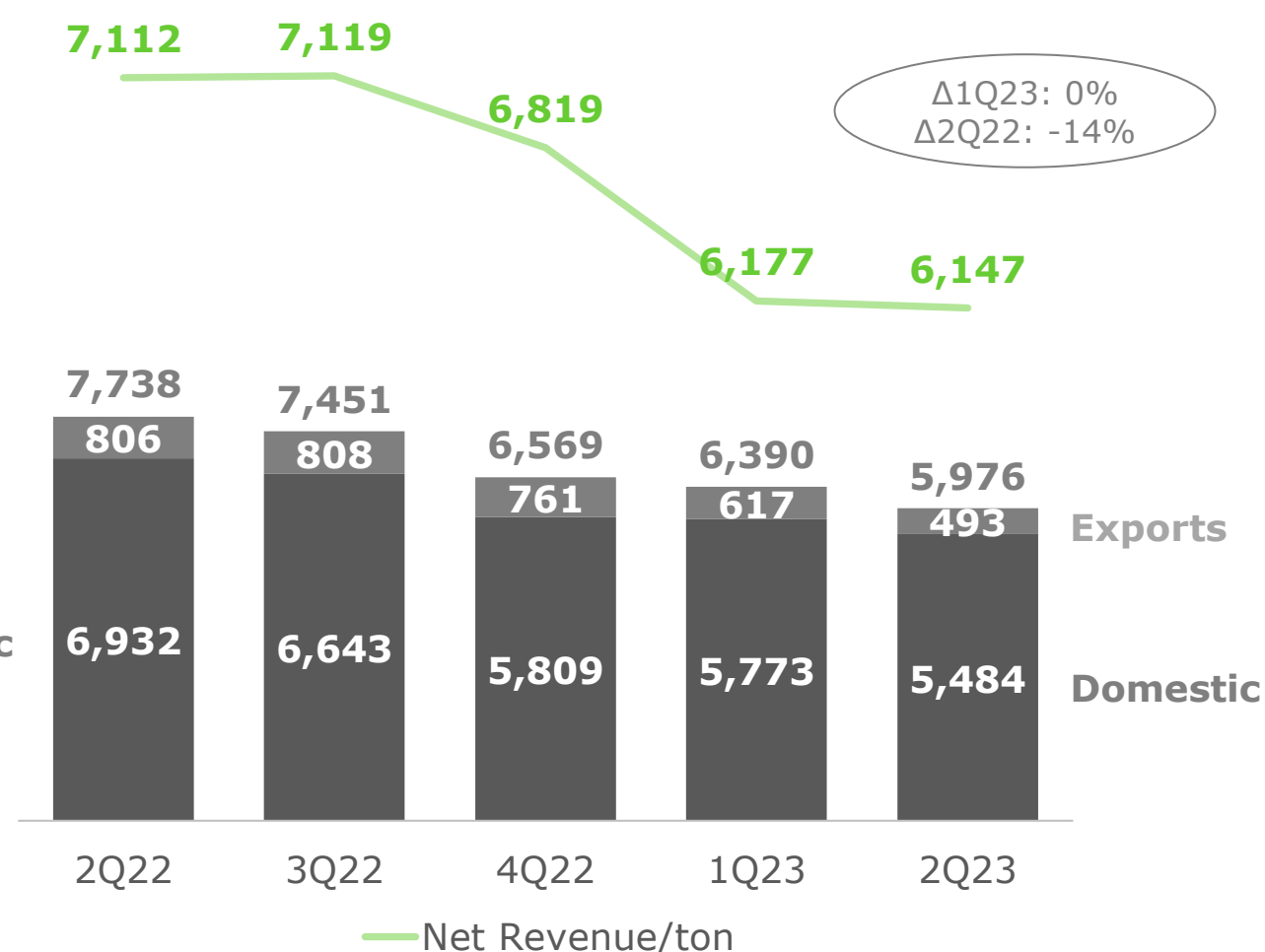
2Q23 Results – Steel Unit

- U Sales 6% lower than 1Q23, but within the guidance;
- U Stable Net Revenue/ton, with the better mix offsetting the reduction in prices;

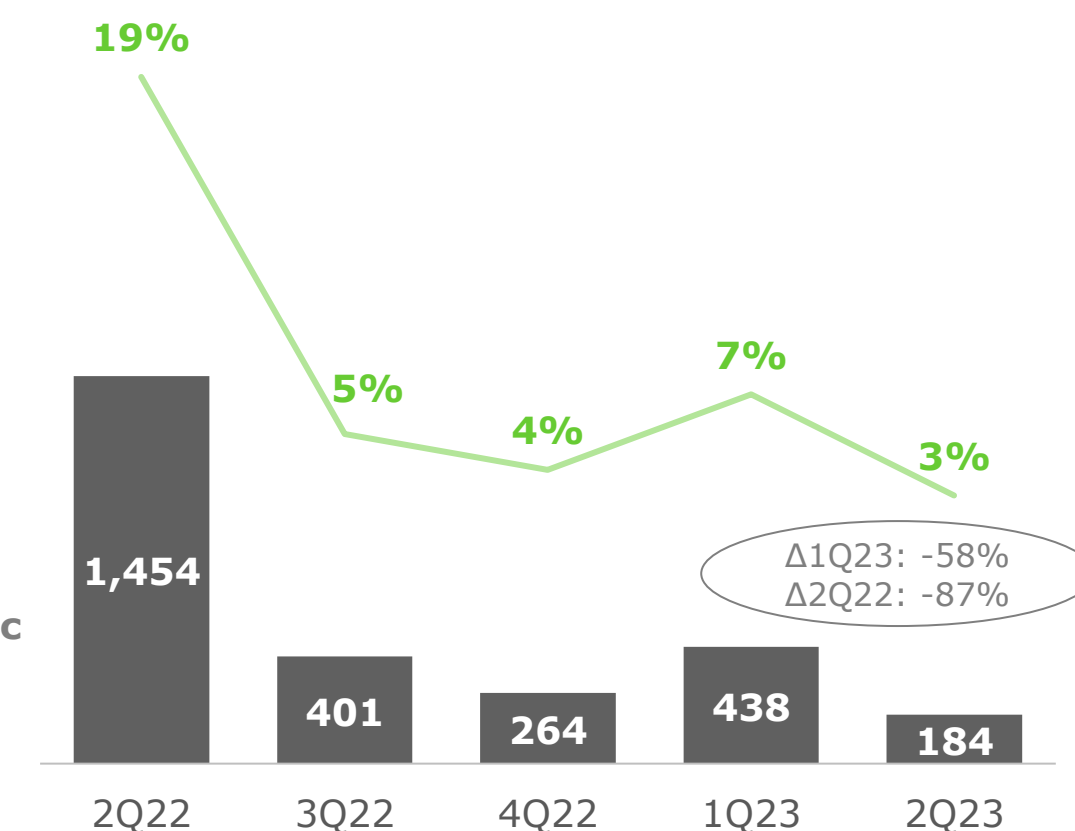
Steel Sales – thousand tons



Net Revenue (R\$ million) and per ton (R\$/ton)



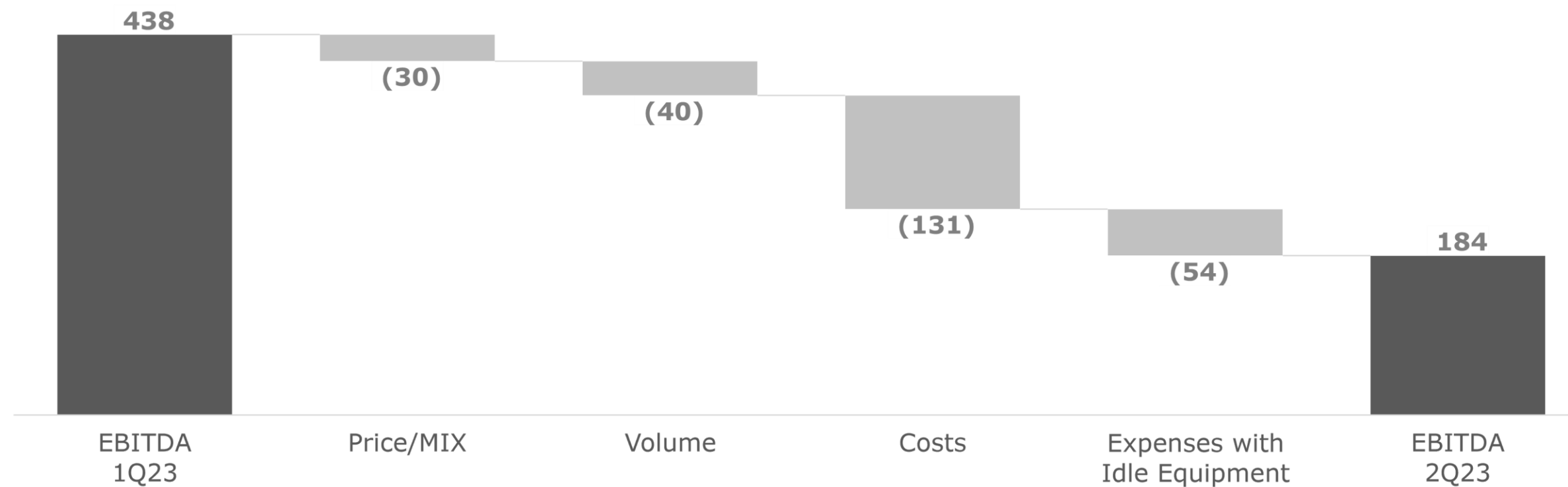
Adjusted EBITDA (R\$ million)



2Q23 Results – Steel Unit

Decrease in EBITDA mainly due to higher COGS/ton (2.4%), higher expenses with idle equipment due to the revamp of BF#3 and lower volume.

Quarterly variation in EBITDA (R\$ million)



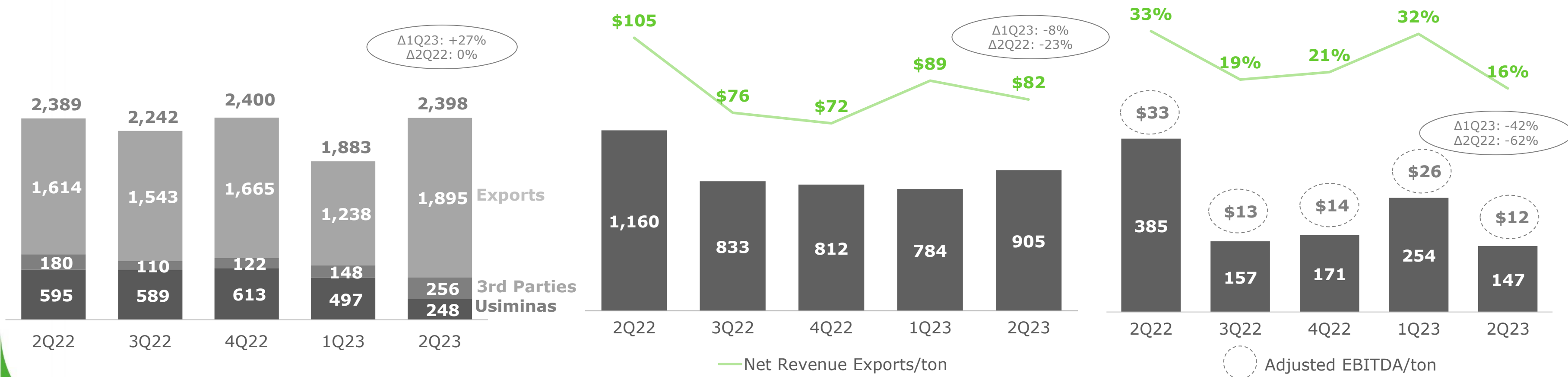
2Q23 Results – Mineração Usiminas

- Higher sales volume compared to 1Q23;
- Decreases in net revenue/ton and EBITDA with the reduction in the average reference price of iron ore.

Iron Ore Sales – thousand tons

Total Net Revenue (R\$ million) and per ton for Exports (US\$/ton)

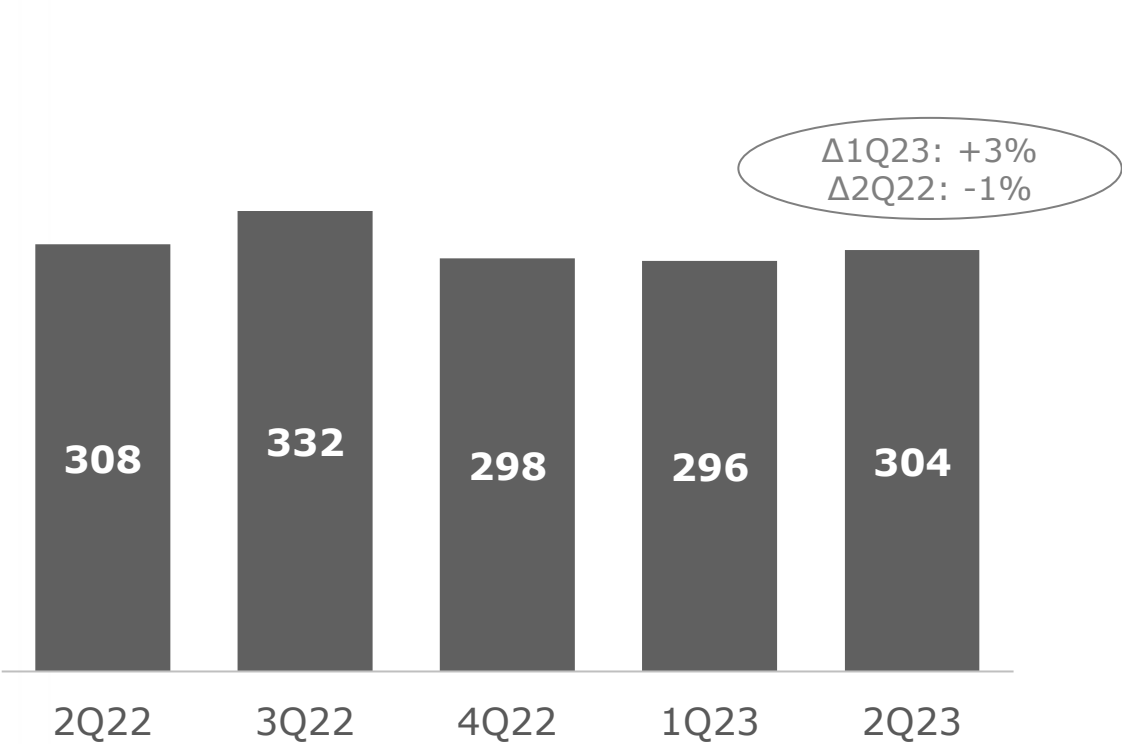
Adjusted EBITDA (R\$ million and US\$/ton)



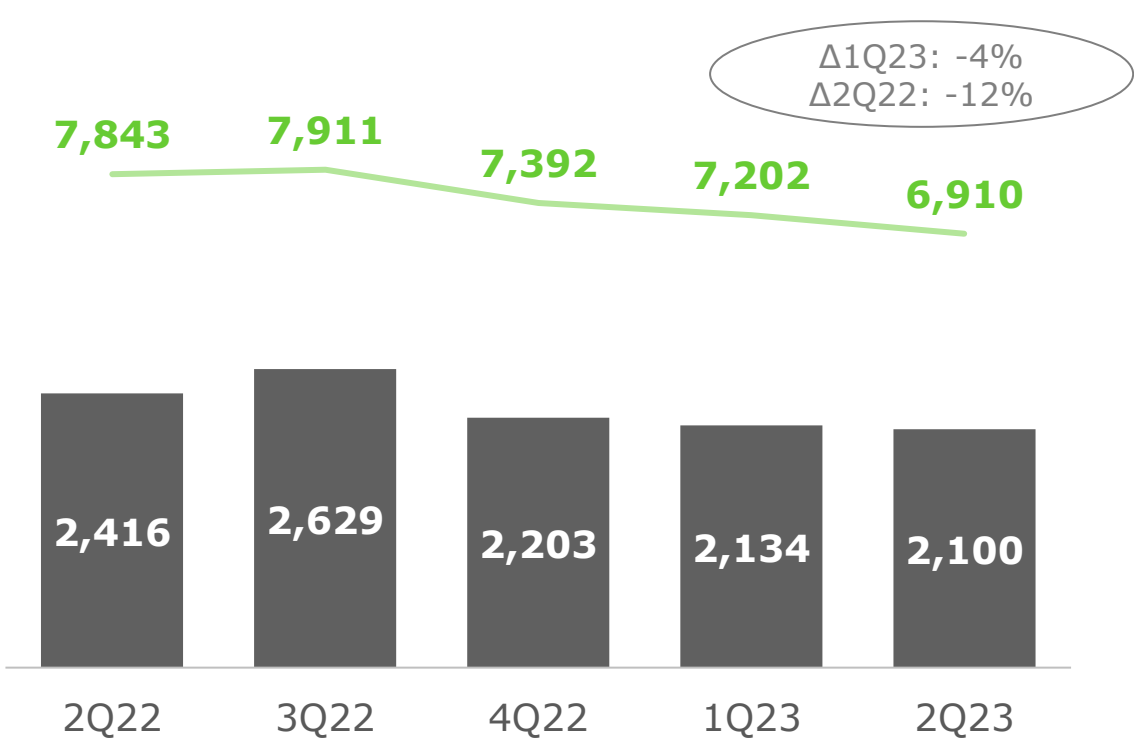
2Q23 Results – Soluções Usiminas

- 3% increase in sales volume compared to 1Q23;
- Decrease in Adjusted EBITDA mainly due to the impact on product inventories for the automotive sector derived from contracts updated in April.

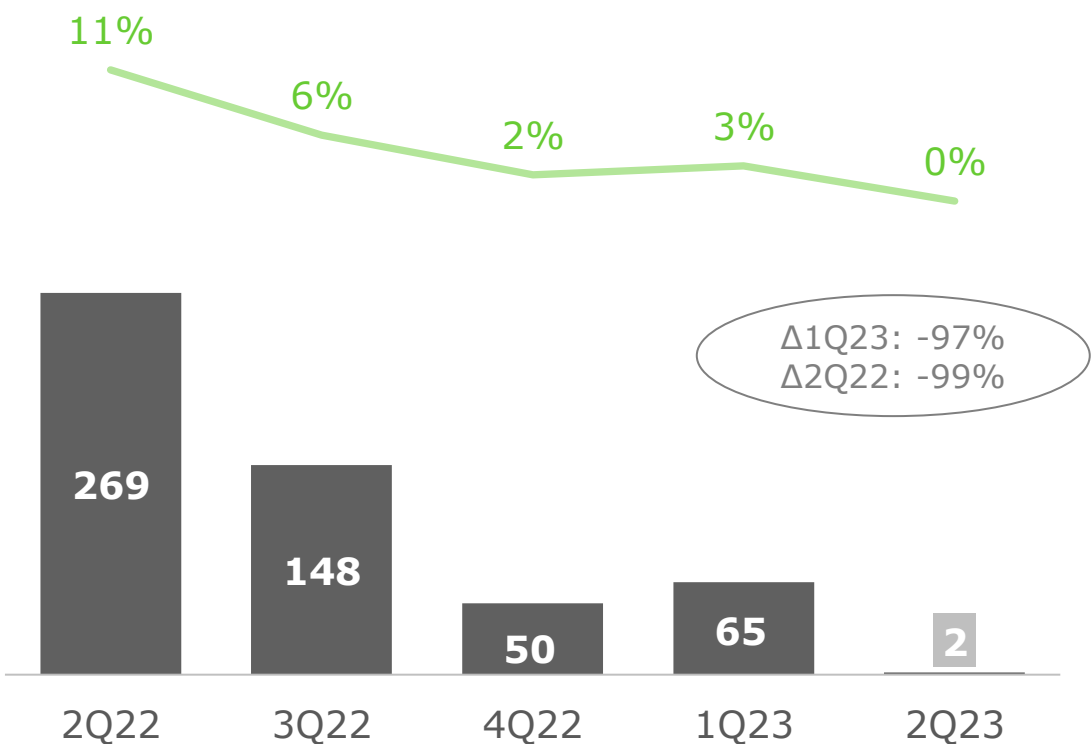
Steel Sales – thousand tons



Net Revenue (R\$ million and R\$/ton)



Adjusted EBITDA (R\$ million)

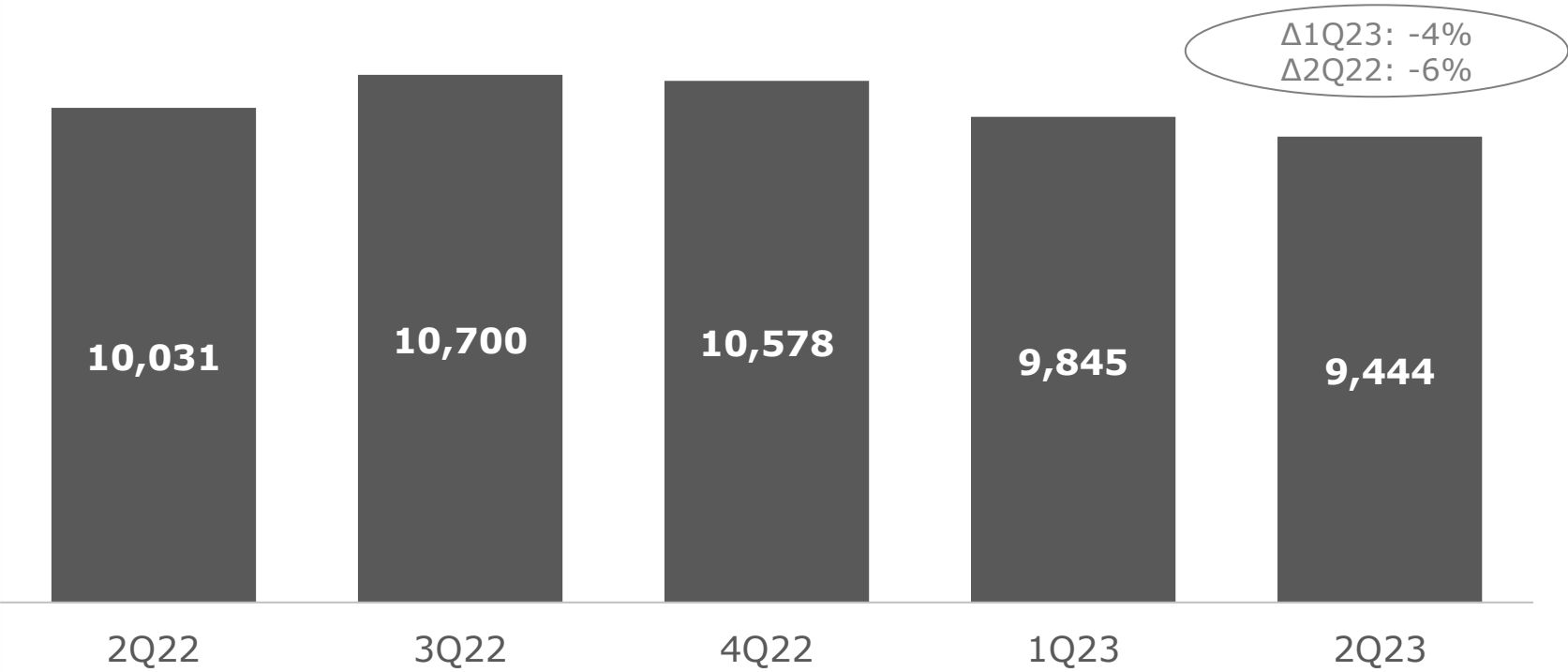




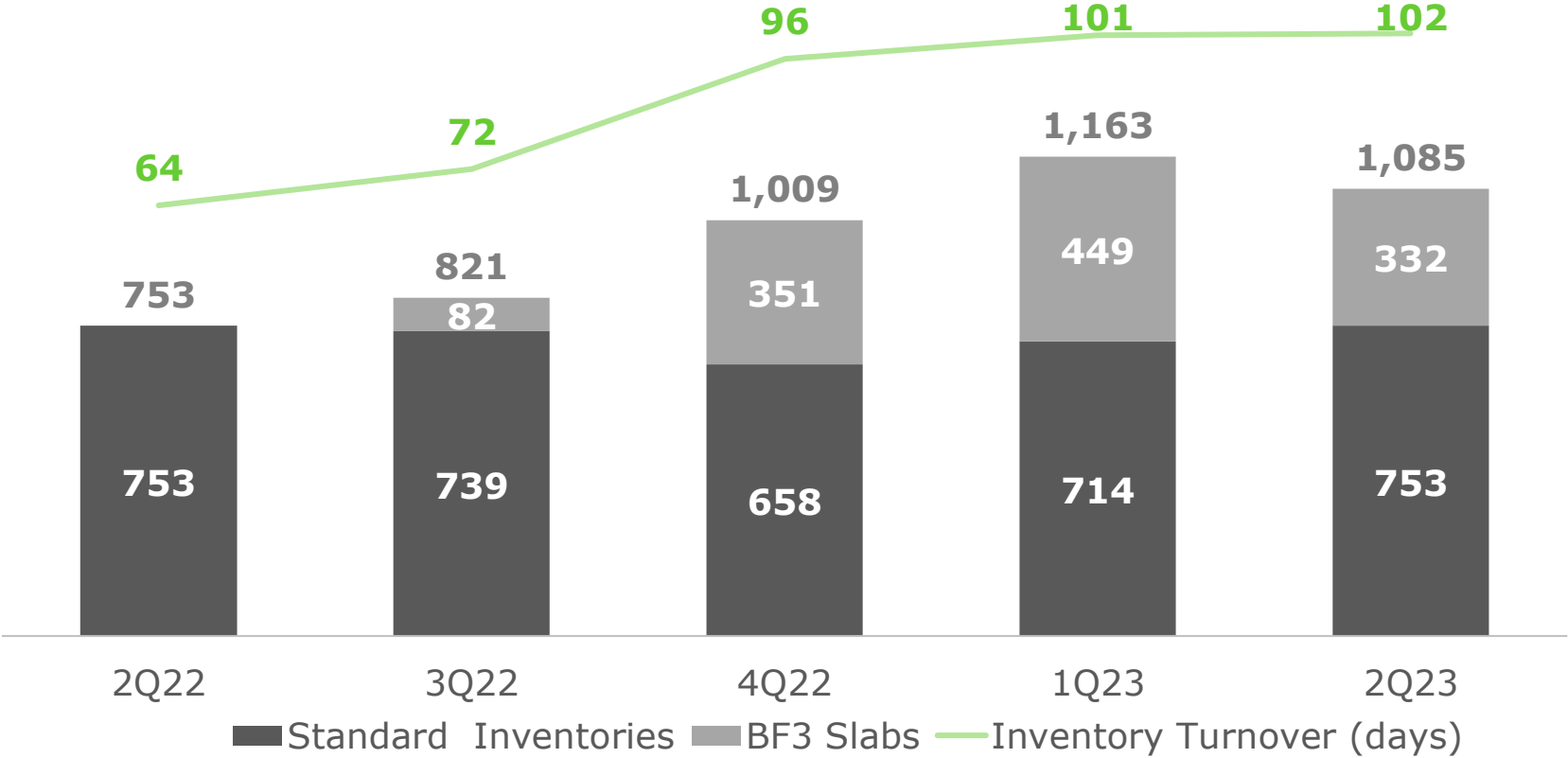
Financial indicators

- Decrease in working capital in 2Q23 mainly due to the reduction in Inventories and Accounts Receivable;
- Reduction in slabs inventories for the revamp of BF#3.

Consolidated Working Capital (R\$ Million)

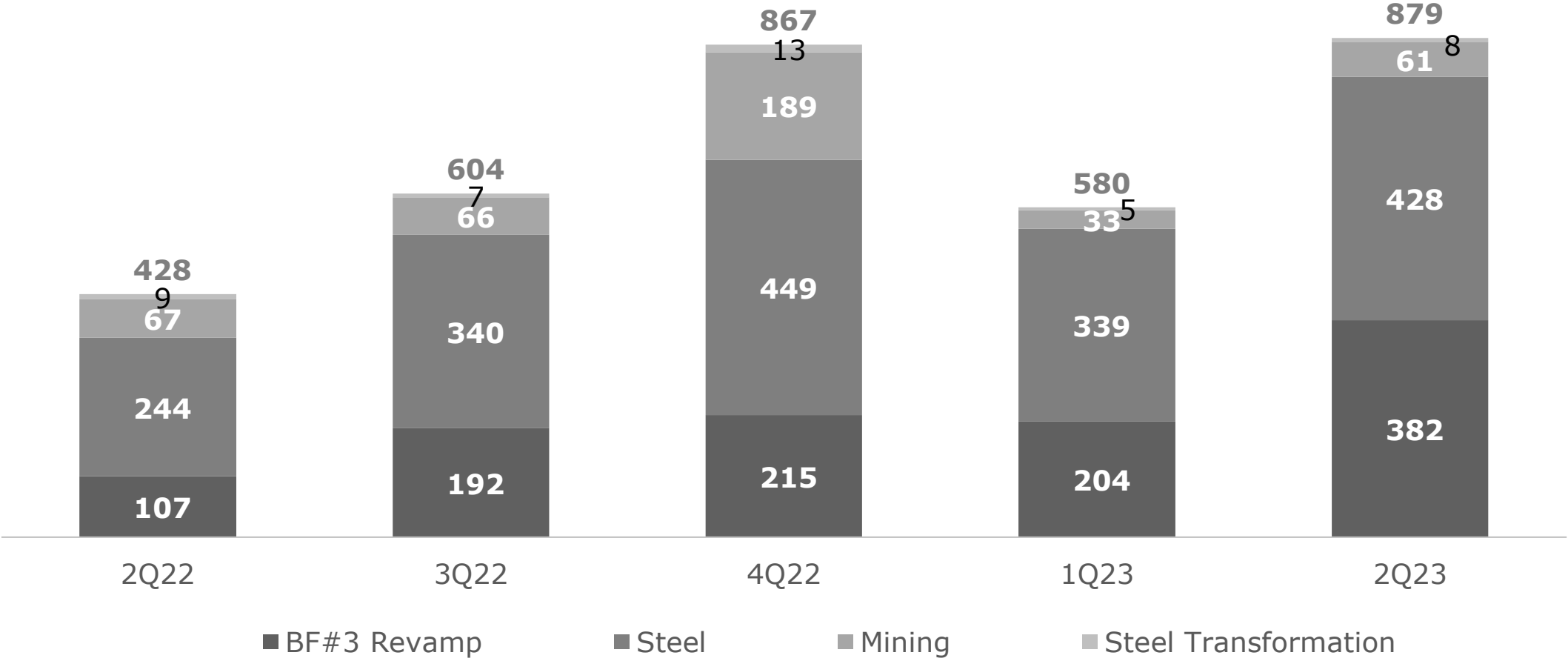


Steel inventories - thousand tons



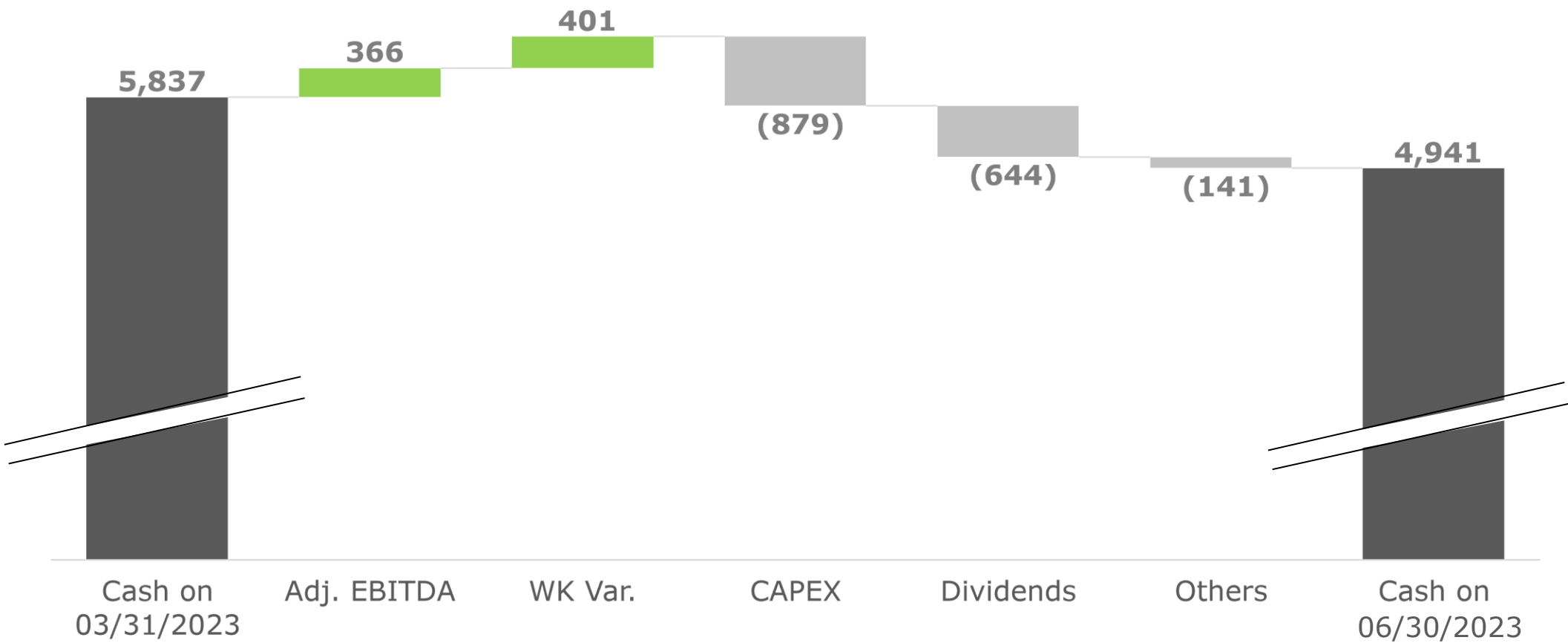
Consolidated - R\$ Million

- U R\$879 million in 2Q23;
- U Revamp of BF#3 with investments of R\$382 million in 2Q23.



- Reduction of R\$896 million in Cash due to the higher CAPEX and payment of dividends in the quarter, partially offset by the reduction in Working Capital and EBITDA generation.

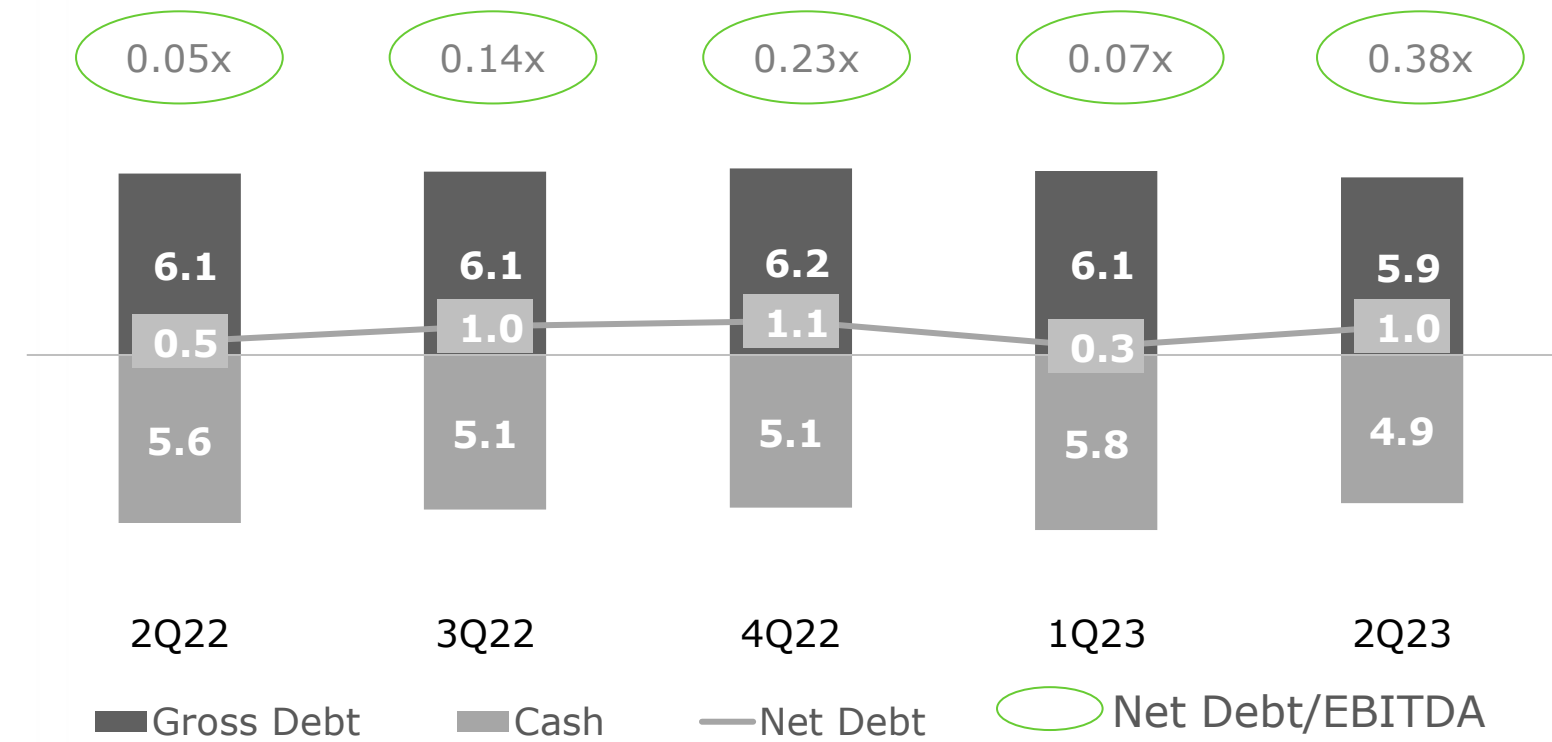
Consolidated Cash Variation(R\$ Million)



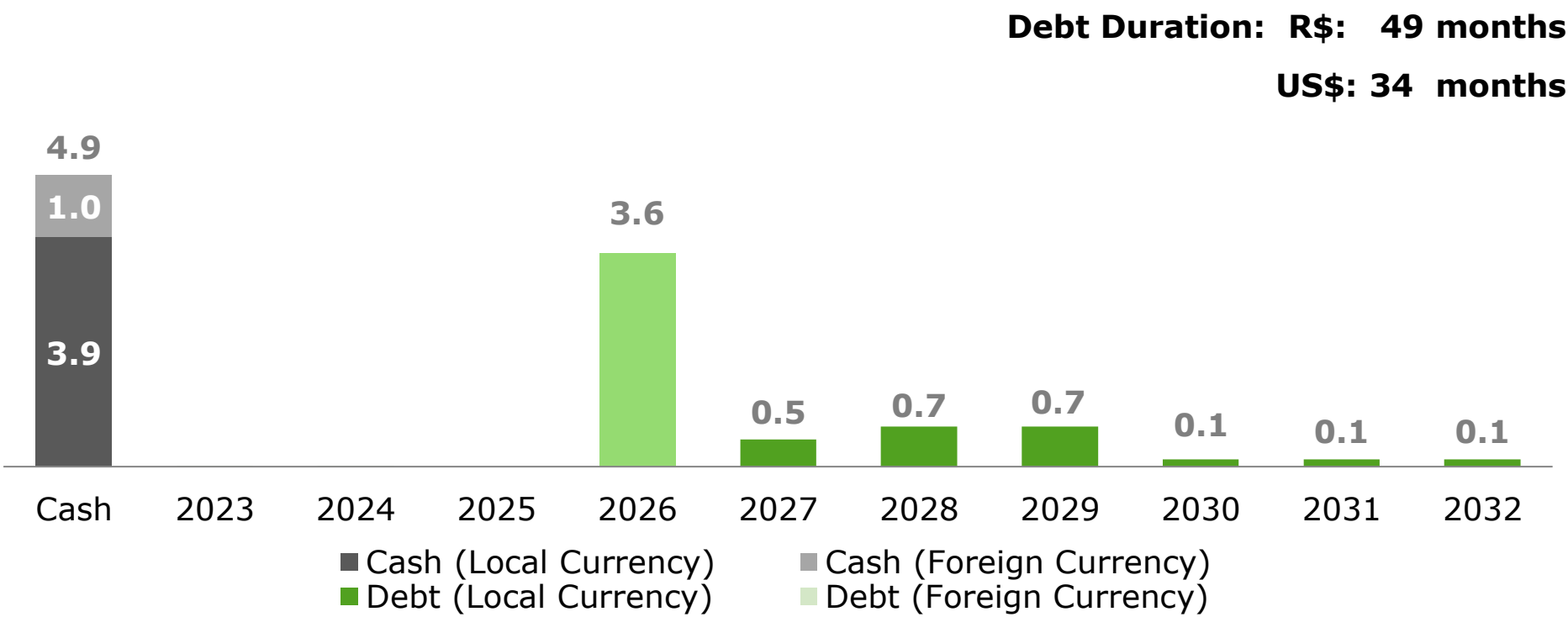
Cash, Net Debt and Amortization Profile

- U Increase of R\$ 681 million in net debt with the reduction in Cash. 0.38x net leverage;
- U Debt without amortization in the coming years, maturing only in 2026.

Cash, Gross Debt, Net Debt (R\$ billion) and Net Leverage



Gross Debt Amortization Profile – Principal Only (R\$ billion)



Debt Duration: R\$: 49 months
US\$: 34 months

Institutional Presentation

2Q23

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Usiminas

Overview

- ✓ **One of the largest flat steel producers in Brazil**
- ✓ **Operations in several segments of the value chain**
 - **Mining and logistics, capital goods, service and distribution centers and customized solutions**
- ✓ **Two steel plants strategically located along Brazil's main industrial axis**
 - **Sales force present in the main regions of the country**
- ✓ **Founder of the most enduring environmental education project in the private sector since 1984**
- ✓ **First Brazilian steel company certified by ISO 9001**

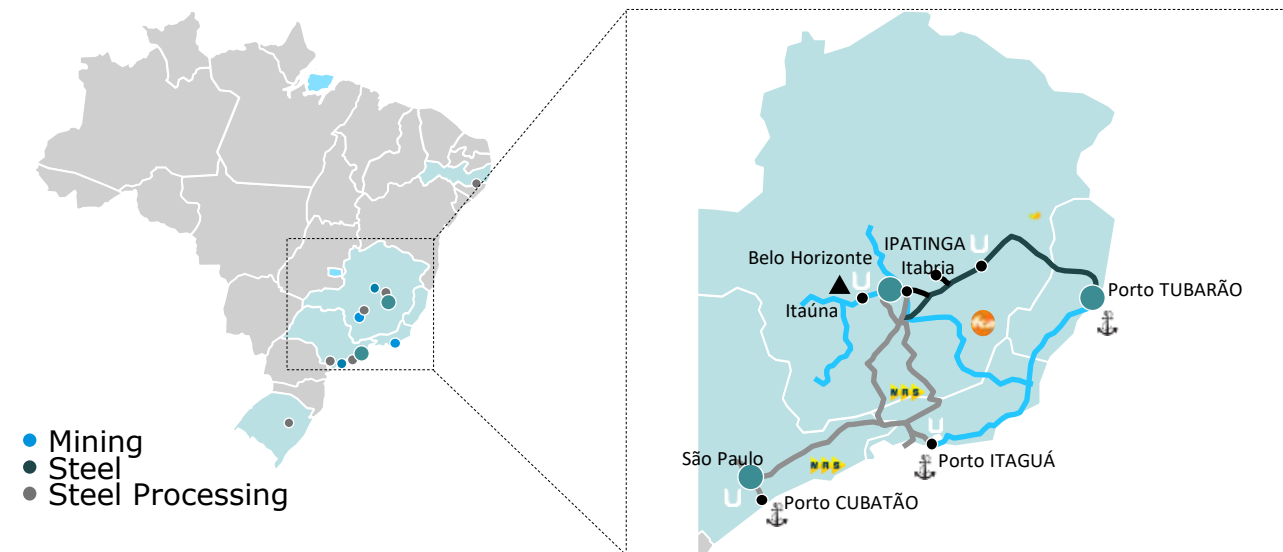


Usiminas at a Glance

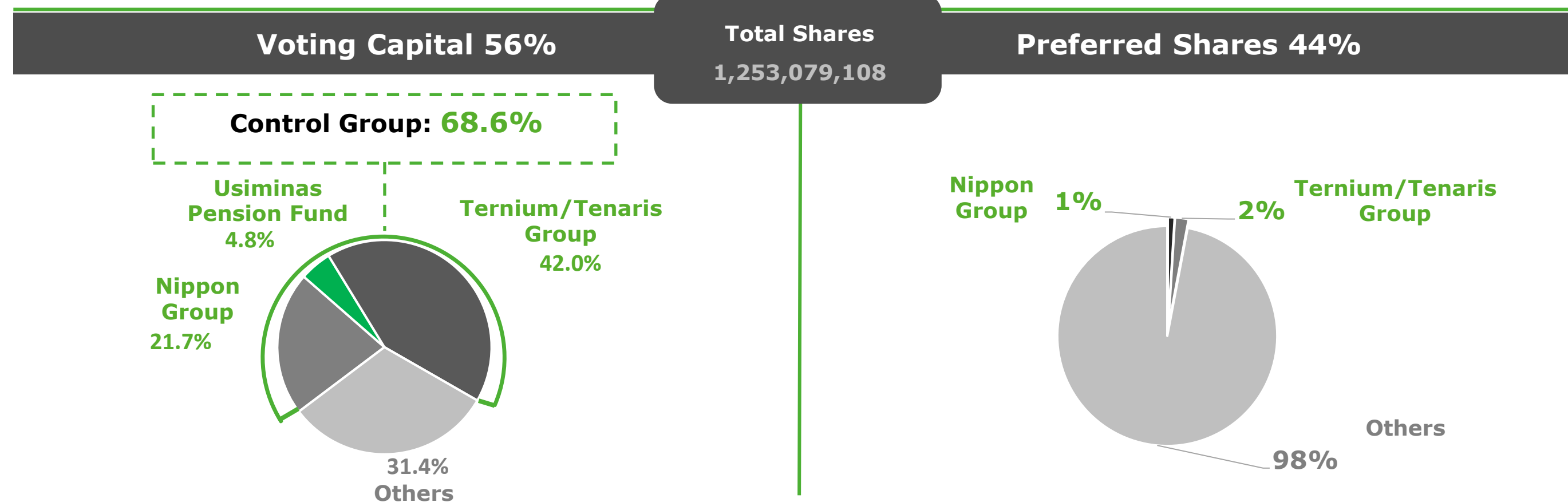
Financial Highlights

	2017	2018	2019	2020	2021	2022
Net Revenues	10,734	13,737	14,950	16,088	33,737	32,471
<i>Growth YoY</i>	27%	28%	9%	8%	110%	-4%
Adjusted EBITDA	2,186	2,693	1,973	3,194	12,830	4,905
<i>Margin</i>	20%	20%	13%	24%	38%	15%
Net Income	315	829	377	1,292	10,060	2,093
<i>Margin</i>	3%	6%	3%	8%	30%	6%
Total Debt	6,656	5,854	5,111	5,793	6,304	6,202
Cash and Equivalents	2,314	1,693	1,921	4,868	7,023	5,072
Net Debt	4,342	4,161	3,189	1,105	720	1,130
<i>Net Debt / EBITDA</i>	2.0 x	1.6 x	1.6 x	0.3 x	-0.06x	0.23x

Geographic Footprint



Shareholder Structure



Complete Solutions on Products and Services



- ✓ *JV formed in 2010 through a partnership with Sumitomo Corporation*
- ✓ *Responsible for the mining operations, in addition to rail and port transportation*
- ✓ *Three iron ore plants at Serra Azul - MG*



- ✓ One of the largest producers of flat rolled steel in Brazil
- ✓ Two industrial plants in Ipatinga (MG) and Cubatão (SP)
- ✓ Also holds Unigal Usiminas, a JV with Nippon Steel responsible for steel hot-dip galvanizing activities, enhancing the technology content within Usiminas' steel



- ✓ Created in 2009, Soluções Usiminas has a wide portfolio of products and services in the transformation and distribution of flat rolled steel division
- ✓ Holds 7 industrial facilities
- ✓ Soluções Usiminas' portfolio includes steel coils, coarse plates, rollers, welded assemblies, metal structures and metal disks and tubes, among other items

Upstream

Downstream

Mining

Overview

- ✓ JV formed in 2010 through a partnership with Sumitomo Corporation (30% economic stake) responsible for mining and railway operations
- ✓ Three mining sites in the Serra Azul region (MG), with resources of 2.4 billion tons of iron ore
- ✓ Asset base also includes pellet and sinter feed processing plants
- ✓ Current capacity of 12 million tons/year
- ✓ The company also has voting equity stake of 20% of MRS Logística and a strategic field in Sepetiba Bay (RJ)

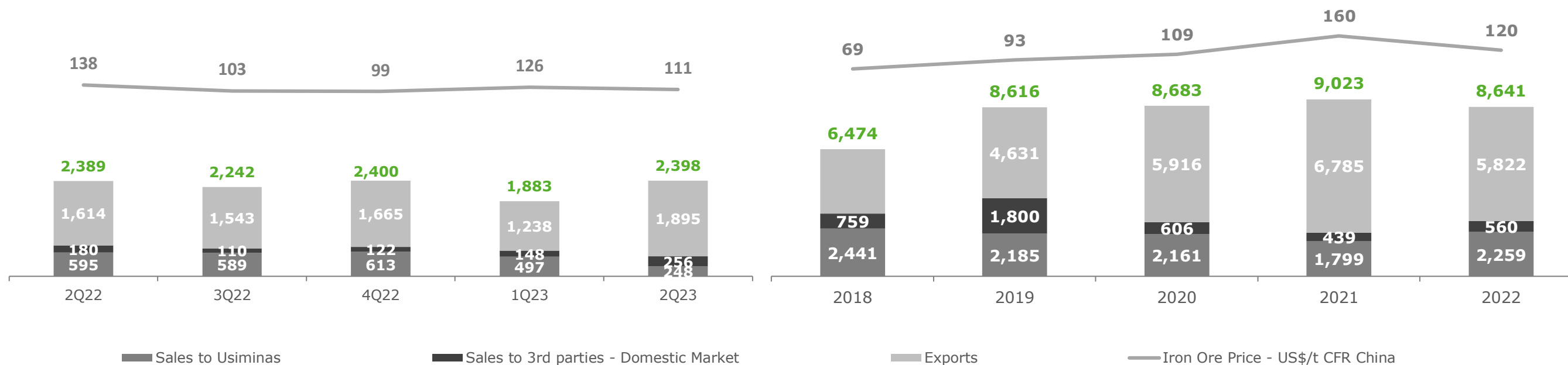


Mining

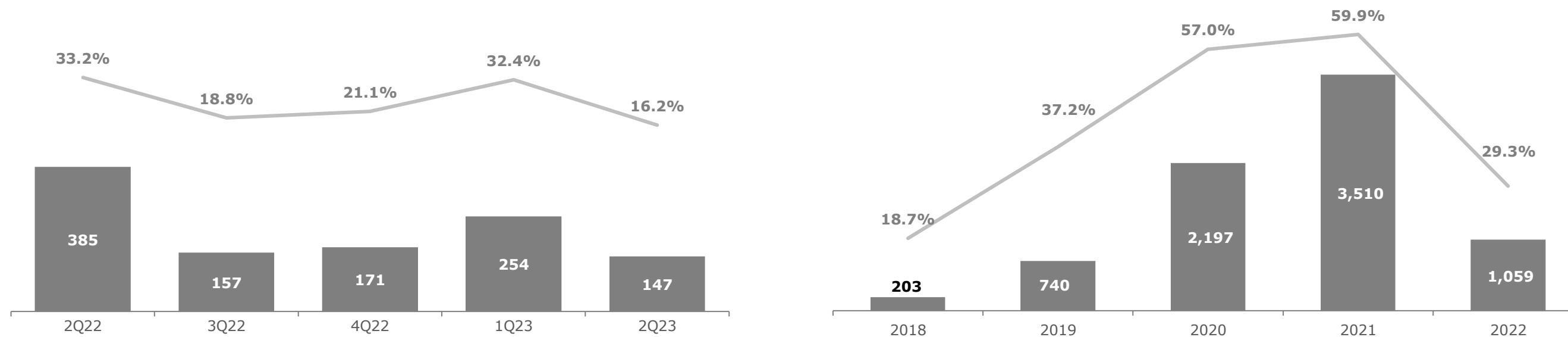
Financial Highlights

Iron Ore Sales and Price PLATTS (62% FE CFR China)

Mining Business Unit - Thousand tons – Prices in US\$/ton



EBITDA (R\$ mm) and EBITDA Margin (%)



Mining and Logistics (Cont'd)

Key Projects

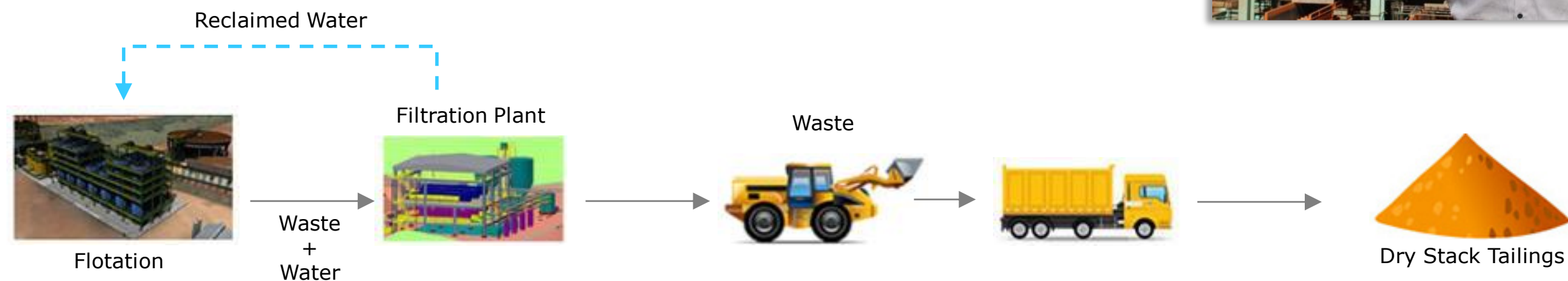


Friables

- ✓ Started operation in 2014
- ✓ Increased nominal capacity from 8 million to 12 million tons/year of iron ore
- ✓ Iron ore with better quality, higher concentration of iron content and lower impurity level
- ✓ Two iron ore processing plants

Dry Stacking

- ✓ Disposal of tailings by the dry stacking process, replacing dams
- ✓ Started operation in December 2021
- ✓ R\$235 million invested

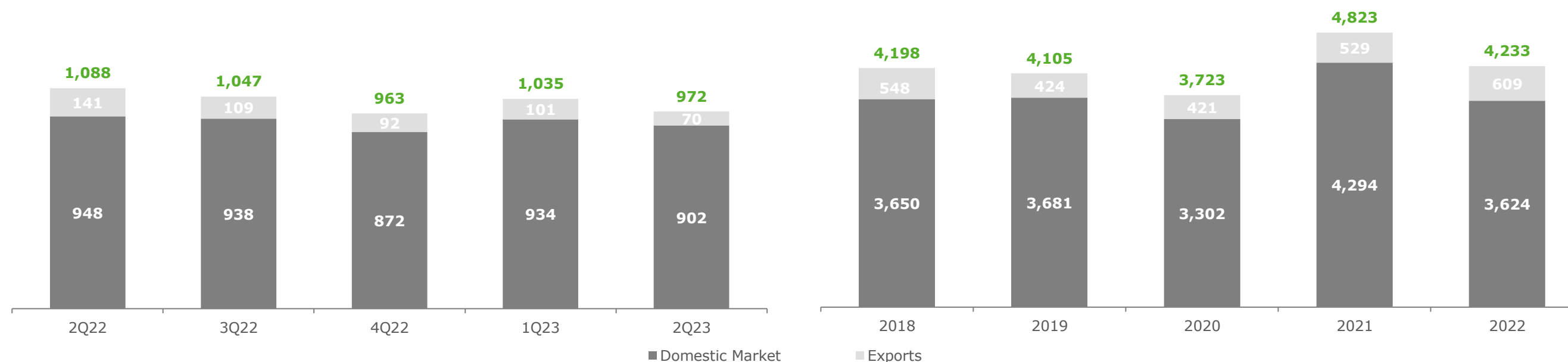


Steel

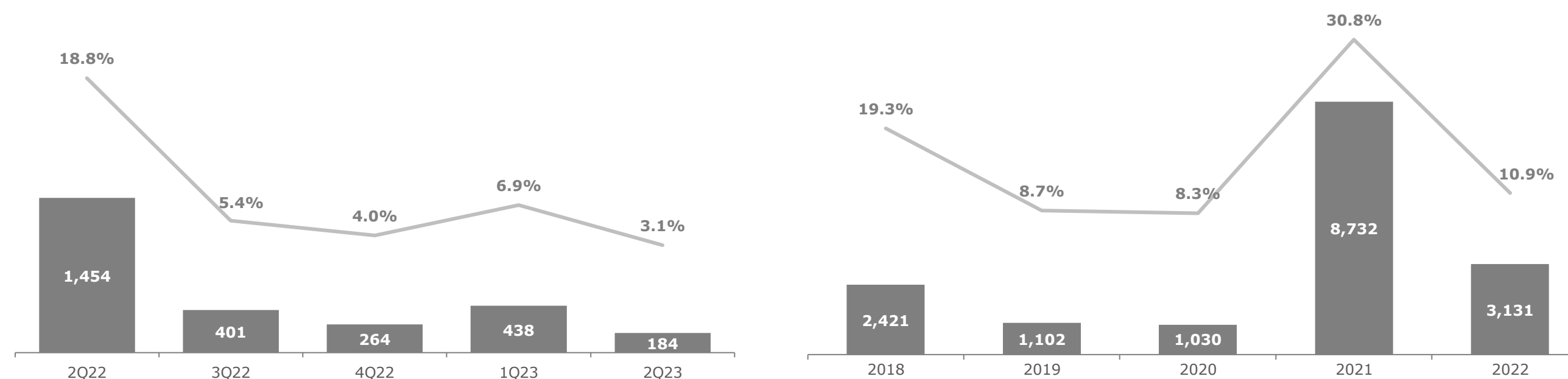
Overview

- ✓ One of the largest producers of flat rolled steel in Brazil
- ✓ Two industrial plants in Ipatinga (MG) and Cubatão (SP)
- ✓ Nominal crude steel production capacity of 5 million tons/year
- ✓ Owns Unigal Usiminas, a JV with Nippon Steel engaged in steel hot-dip galvanizing, enhancing the technology content within Usiminas' steel
- ✓ Largest center of steel research in Latin America
- ✓ Restructured and incorporated into the steel industry in mid-2020, Usiminas Mecânica started to act only in the provision of services to Usiminas companies in the Industrial Assembly and Maintenance segments

Steel Sales Evolution (Thousand tons)



EBITDA (R\$ mm) and EBITDA Margin (%)



Steel (Cont'd)

Flat steel consumption markets



Heavy Plates



Civil Construction



Machinery and Equipment



Pipelines



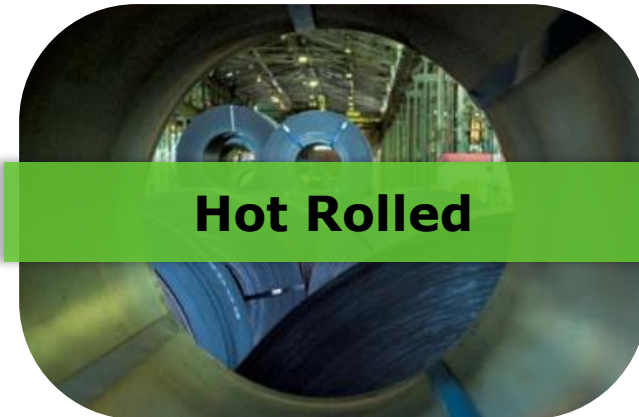
Capital Goods



Wind Energy



Oil and Gas



Hot Rolled



Civil Construction



Machinery and Equipment



Pipelines



Auto Industry



Solar Energy



Oil and Gas



Cold Rolled



Civil Construction



White Line



Auto Industry



Galvanized



Civil Construction



White Line



Auto Industry

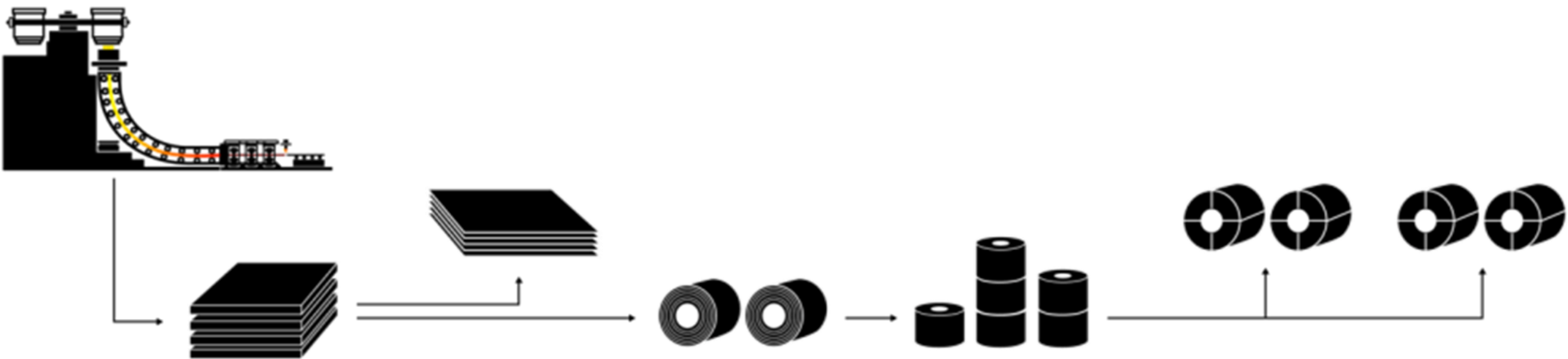


Solar Energy

Steel (Cont'd)

Flat steel consumption markets

The total crude steel generation capacity is 5 million tons and is located in Ipatinga.
Current capacity for generating finished products, considering the galvanizing lines (EG and HDG) and heavy plates at their maximum capacities.



	Heavy Plates	Hot Rolled	Cold Rolled	Galvanized		Total
Total Production Capacity of Products for Sale	1,000	1,800	2,710	360	1,030	6,900

*As of September 2021, at the Cubatão Plant, the assets of the blast furnaces and sinter plants were written off due to their obsolescence; The assets of the steelworks were not written off and remain temporarily shut down;
At the same plant, due to the lack of visibility of demand, the heavy plate mill and the number 1 hot strip mill, which had already been shut down, were also written off;

Steel (Cont'd)

Key Projects



CLC Technology

- ✓ Started operation in 2010
- ✓ Meets specific requirements from Petrobras, focused in application on pre-salt operation, besides the shipbuilding sector.
- ✓ Consists of an accelerated cooling process for heavy plates.

Hot-dip Galvanizing Line

- ✓ Started operations in 2011
- ✓ Doubled the capacity to 1 million tons / year
- ✓ Expertise in ultra-high strength steel production (dual phase)



Steel (Cont'd)

Key Projects



Revamp of the Blast Furnace #3

- ✓ **R\$ 2.7 billion total investment**
- ✓ **R\$ 1.2 billion disbursement until 2022 and R\$ 1.2 billion in 2023**
- ✓ **~ 8,000 additional workers on site**

Steel

Research and Development

Largest Center for Steel Research in Latin America

- ✓ More than 50 YEARS OF OPERATION
- ✓ 17 LABORATORIES
- ✓ Steel mill with the largest number of patents in Latin America (101 charters)
- ✓ Focus on developing new steel and improving production processes

Steel Processing

Overview

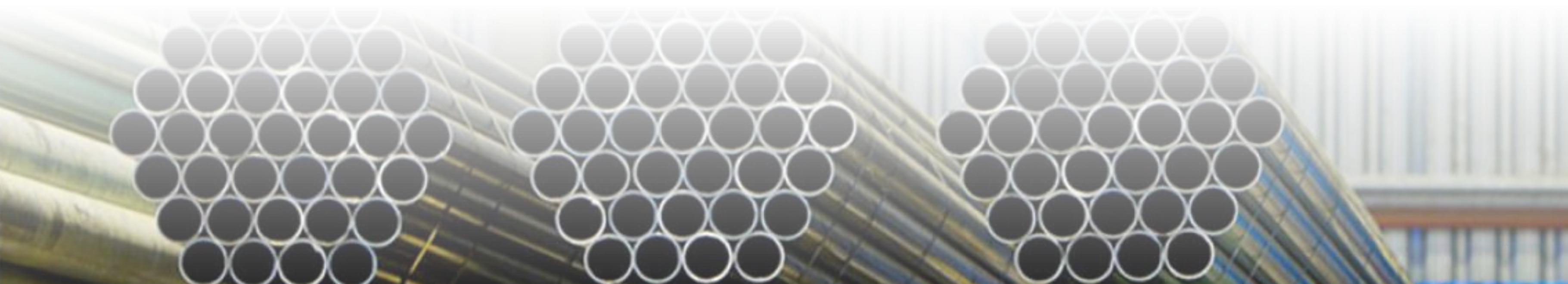
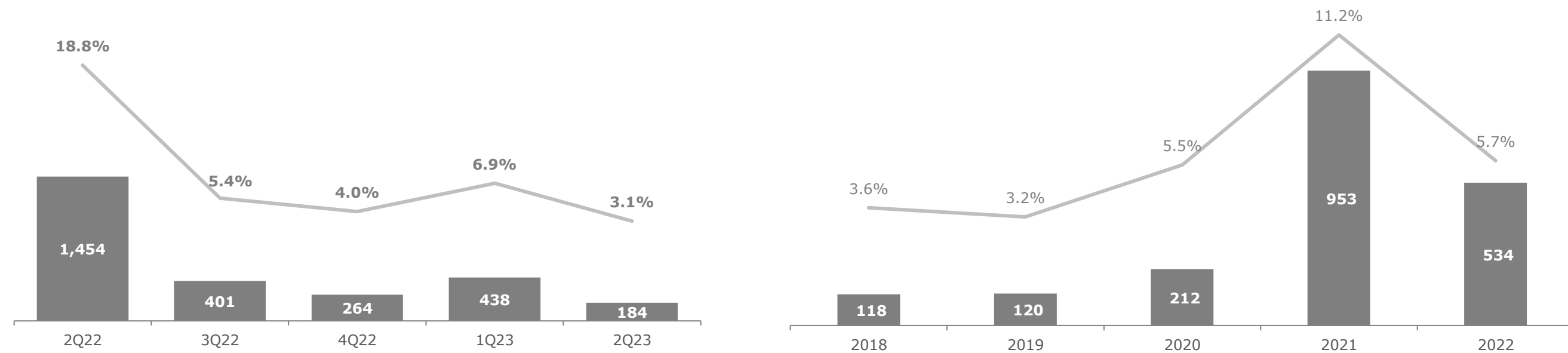
- ✓ **Soluções Usiminas engages in steel transformation and distribution**
- ✓ **The company is controlled by Usiminas, that holds a 68.9% stake**
- ✓ **Its portfolio includes the production of steel coils, coarse plates, rollers, welded assemblies, metal structures and metal disks and tubes, among other items**
- ✓ **Located in seven different sites with an installed capacity to transform 1.9 million tons of steel per year**

Steel Processing

Financial Highlights



EBITDA (R\$ mm) and EBITDA Margin (%) – Steel Processing





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Highlights



VOU – Usiminas Volunteers

1.384 employees registered on the platform, **52** actions carried out in ten cities. **1,642** thousand hours dedicated in 2022.



Program for the Recovery and Preservation of Green Areas

12,500 seedlings were produced, of which 1,000 were planted were donated to employees and the community.



18 Thousand

received the quadrivalent vaccine in 2022, among employees and dependents.



336 Scholarships to the São Francisco Xavier Educational Foundation in 2022.



Márcio Cunha Hospital

recognized by Newsweek magazine as as one of the best Brazilian hospitals for the 3rd consecutive year.

“Mobiliza Caminhos do Vale” Project

Promotes the recovery of rural roads based on steel aggregates, having as a counterpart the realization of socio-environmental projects and the recovery of springs by the municipalities

- ✓ **3.7 Million** tons of applied Siderbrita
- ✓ **1.3 Million** beneficiaries
- ✓ **4,600 km** of rural roads recovered
- ✓ **60 municipalities** already benefited



“Mobiliza Todos pela Água” Project

In partnership with the municipalities, uses metallurgical co-products in the recovery of springs



36,000

Seedlings donated
to municipalities

1,600

Springs protected

5,500

Springs identified
and mapped

People

Social and Environmental Highlights

“Mobiliza Caminhos do Vale” Project

Socio-environmental projects as counterpart in **Marliéria**



Socio-environmental considerations in **Paraíso** and **Iapú**



Increase in **tourism** and **handicraft**, and helping the local products flow



Construction of the **free flight ramp** in the community of Achado, 2nd largest in the State of Minas Gerais

People

Social and Environmental Highlights

Education and Culture

São Francisco Xavier School

First educational institution in Brazil to obtain ISO 9001



Usiminas Institute

Usiminas invested over R\$260 million, encouraging around 2,000 social projects since 1993



Projects and Programs

Xerimbabo Usiminas Project

Promotes protection and environmental education free of charge for more than 2 million young people



“Plante uma vida” Project

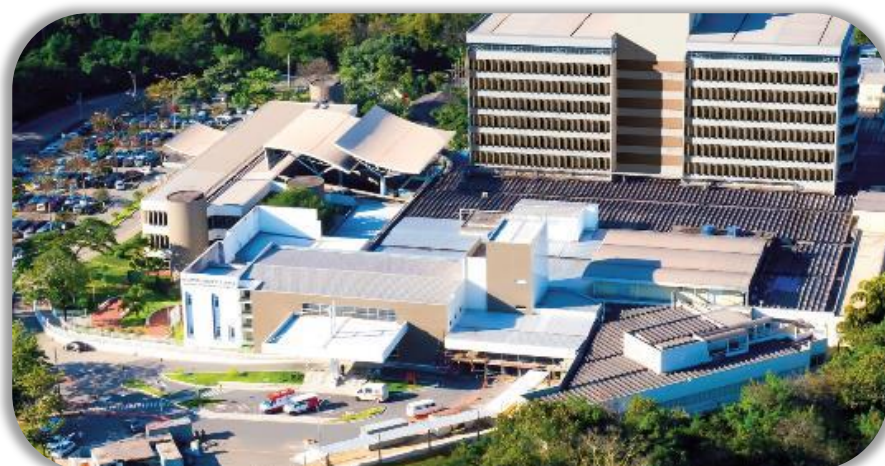
The initiative promotes the planting of native tree by employees who had a children in the year



São Francisco Xavier Foundation

Márcio Cunha Hospital – Unit I

Reference center in the area of health in Brazil



Márcio Cunha Hospital – Unit II

Hospitalization, Ambulatory Care, Diagnostic Imaging Center and Usifamília



Carlos Chagas Municipal Hospital

Reference for the municipalities of the Itabira microregion to SUS patients



People

Social and Environmental Highlights

Libertas Hospital

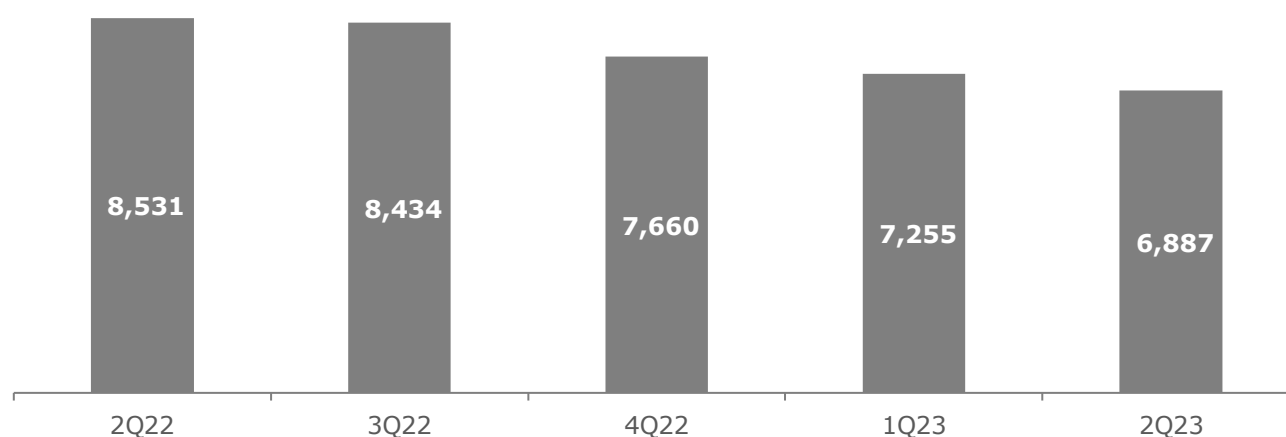
New hospital in
installation by
FSFX,
occupying the **old
headquarters
building** in Belo
Horizonte

Inicial opening
of **140 beds**
(380 in total)

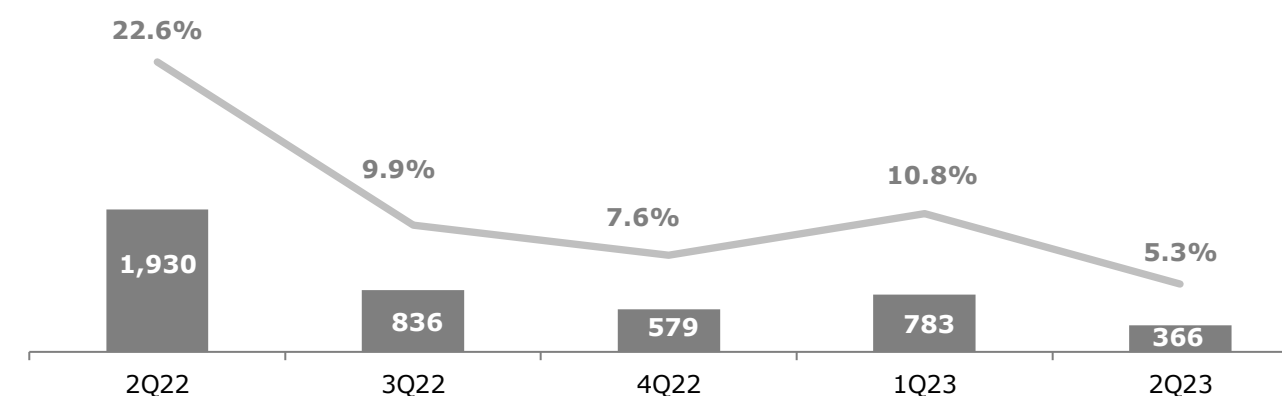
Results

(R\$ Million, except otherwise indicated)

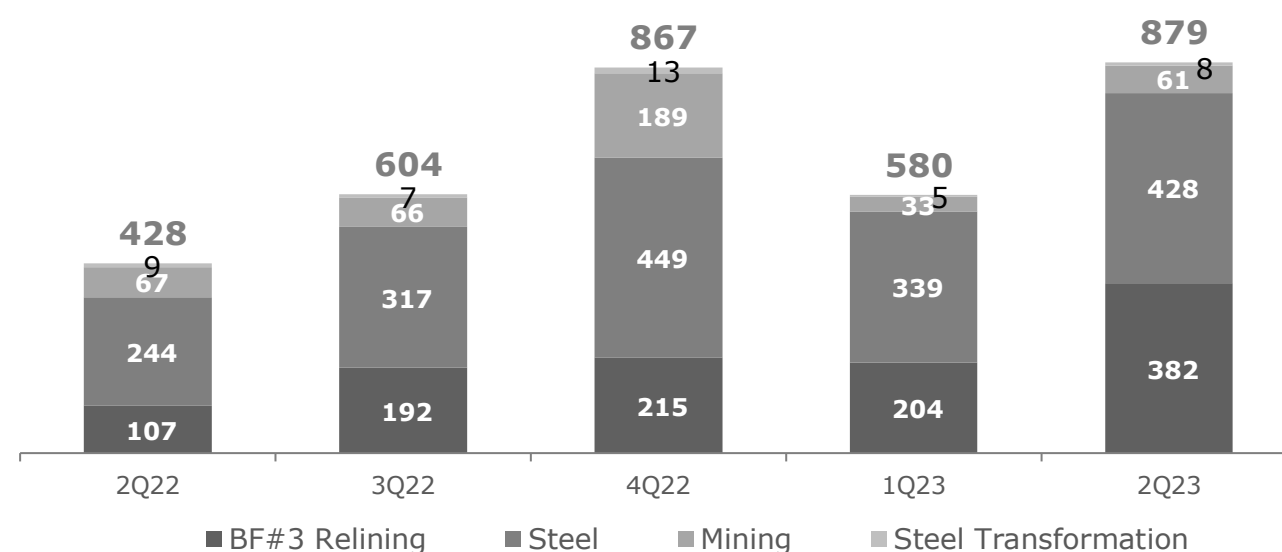
Net Revenues



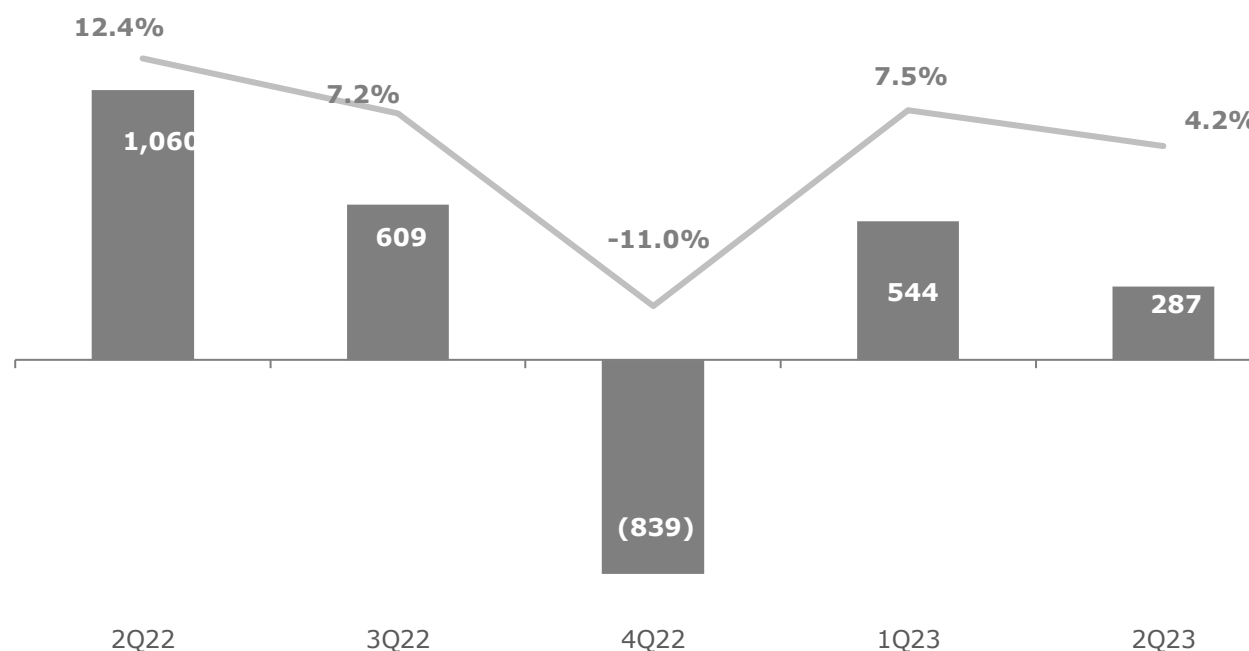
Adjusted EBITDA and Adjusted EBITDA Margin



Capex



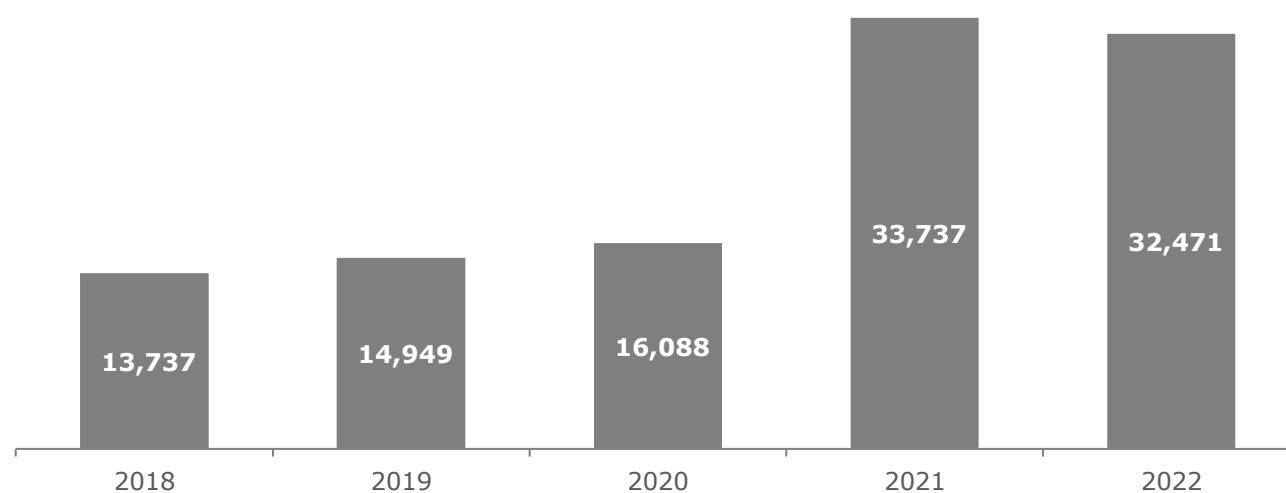
Net Income and Net Margin



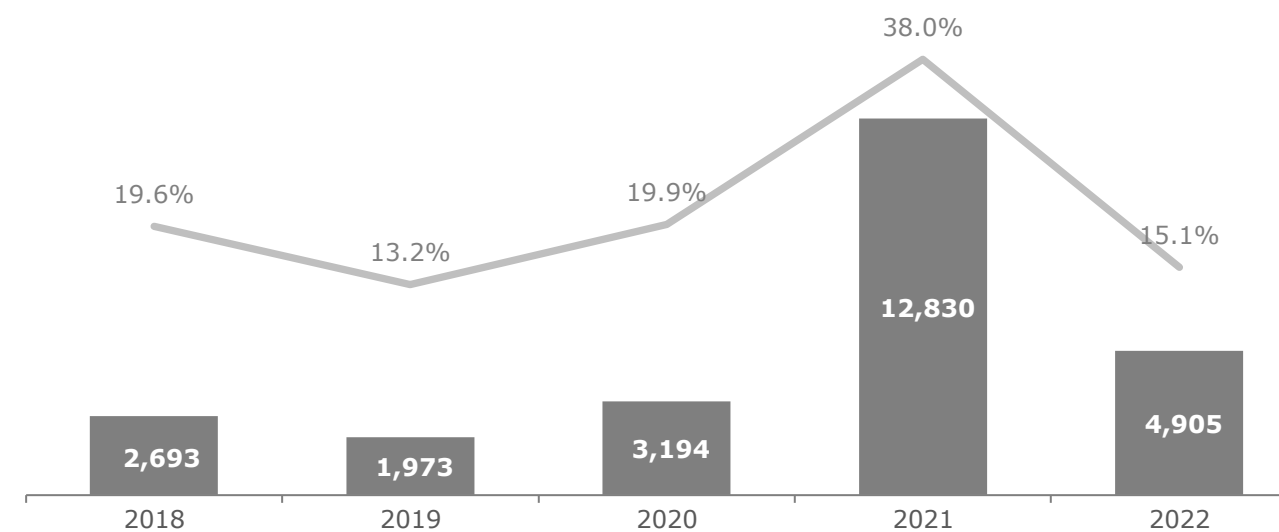
Results

(R\$ Million, except otherwise indicated)

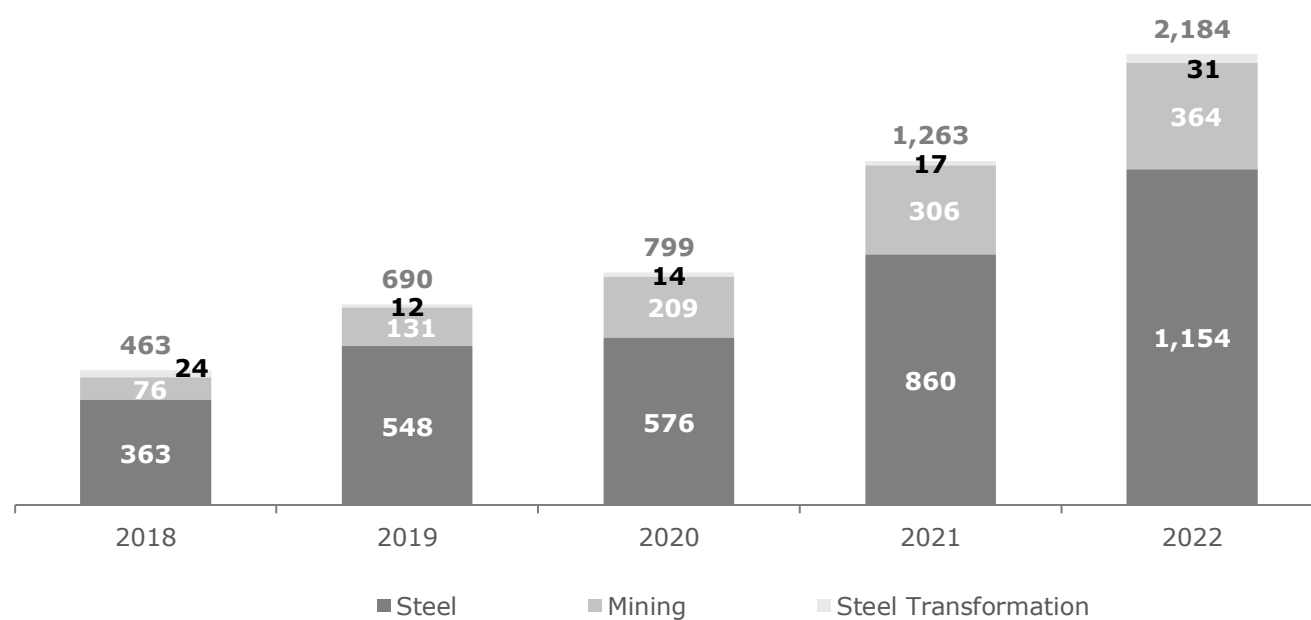
Net Revenues



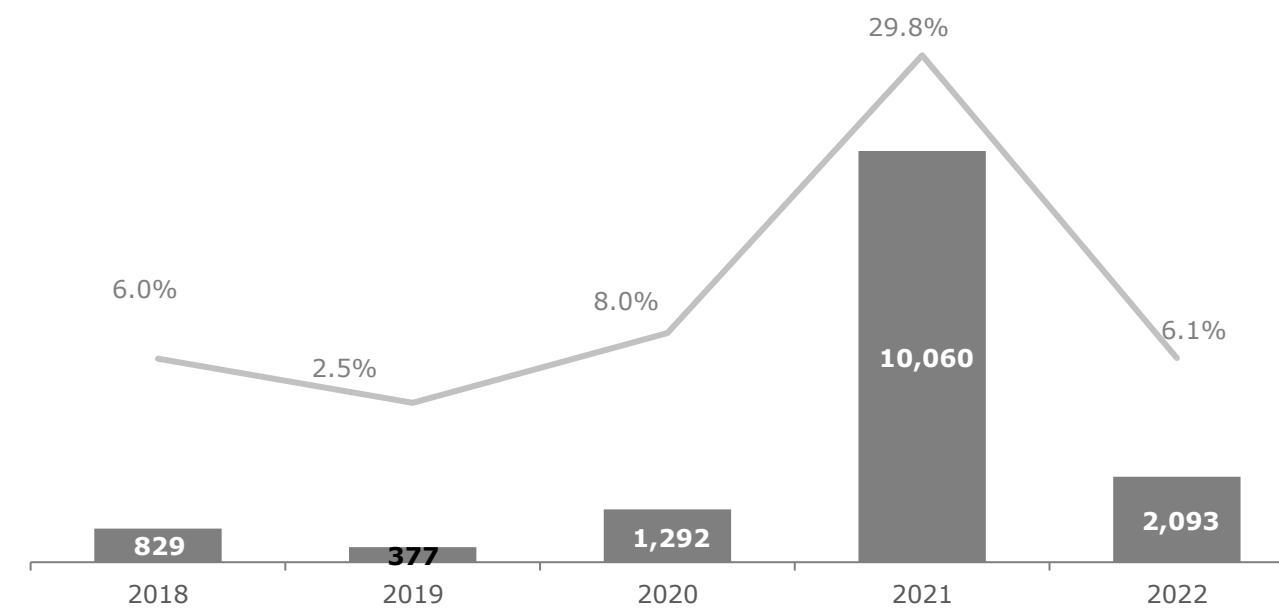
Adjusted EBITDA and Adjusted EBITDA Margin



Capex



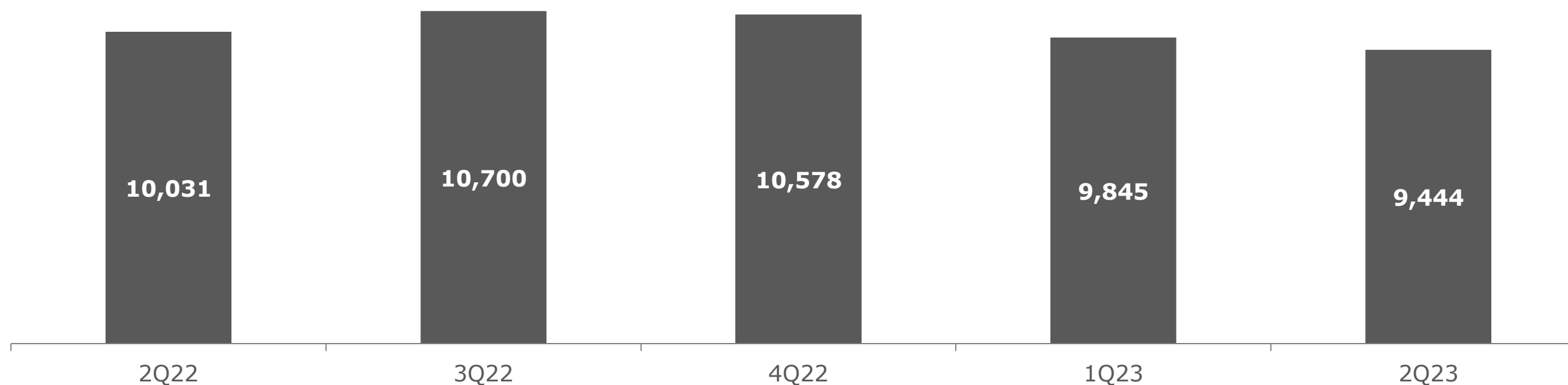
Net Income and Net Margin



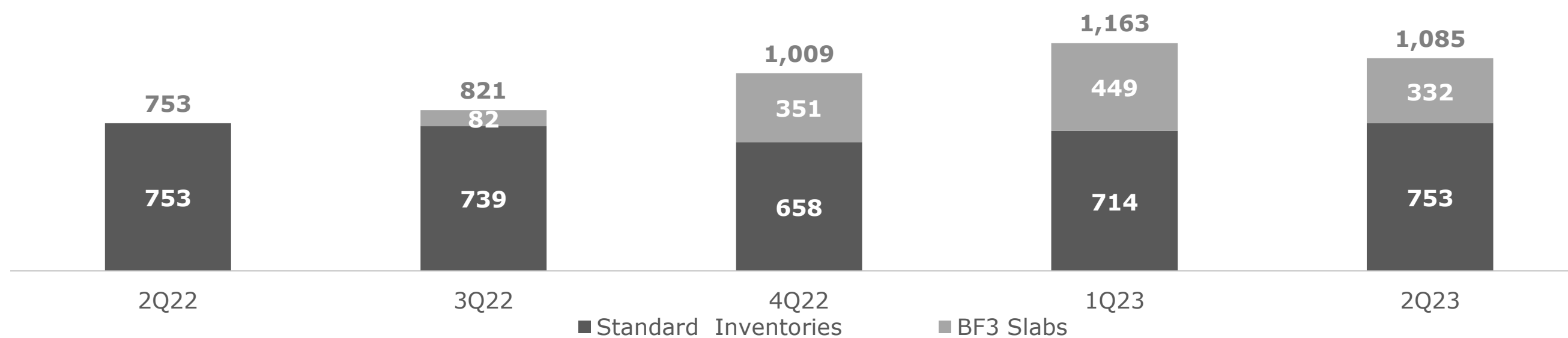
Results

Financial Results

Working Capital (R\$ million)



Working Capital – Steel inventories (Thousand tons)



Days in Inventory

63

72

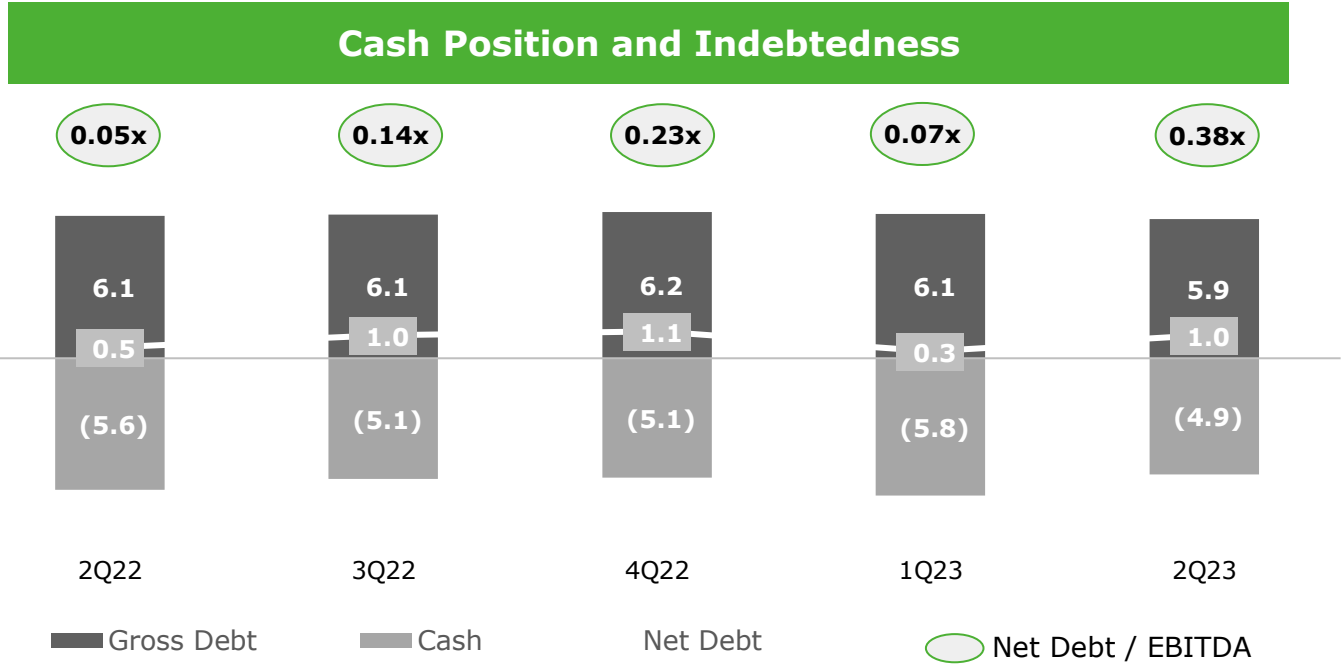
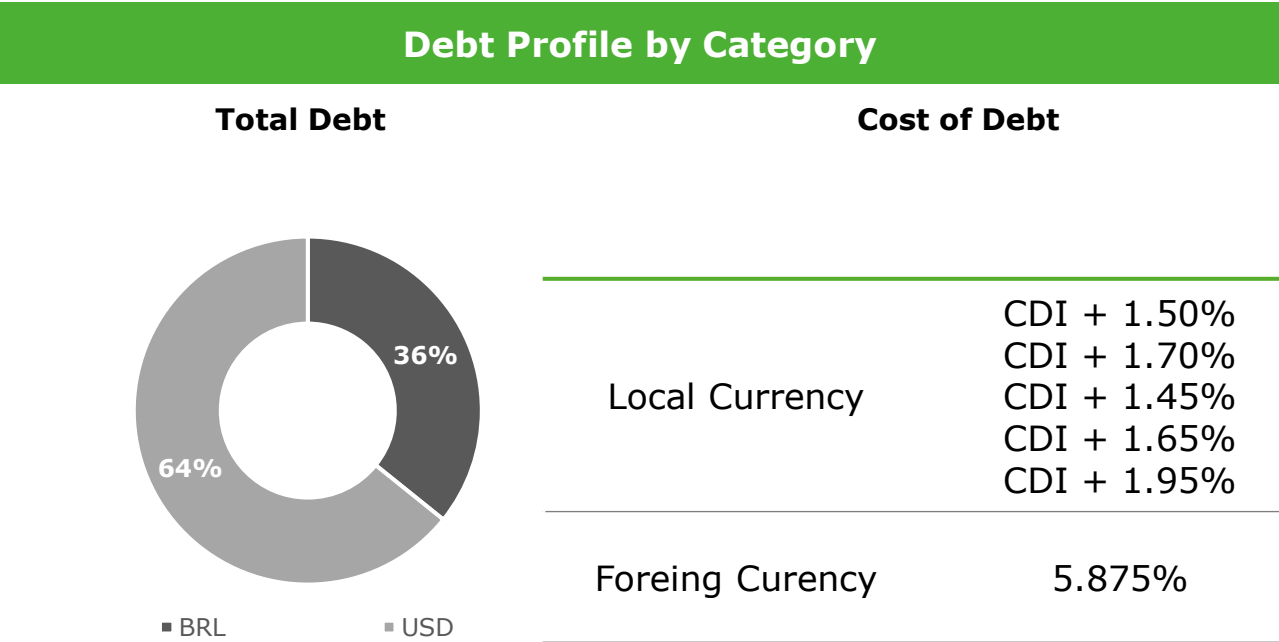
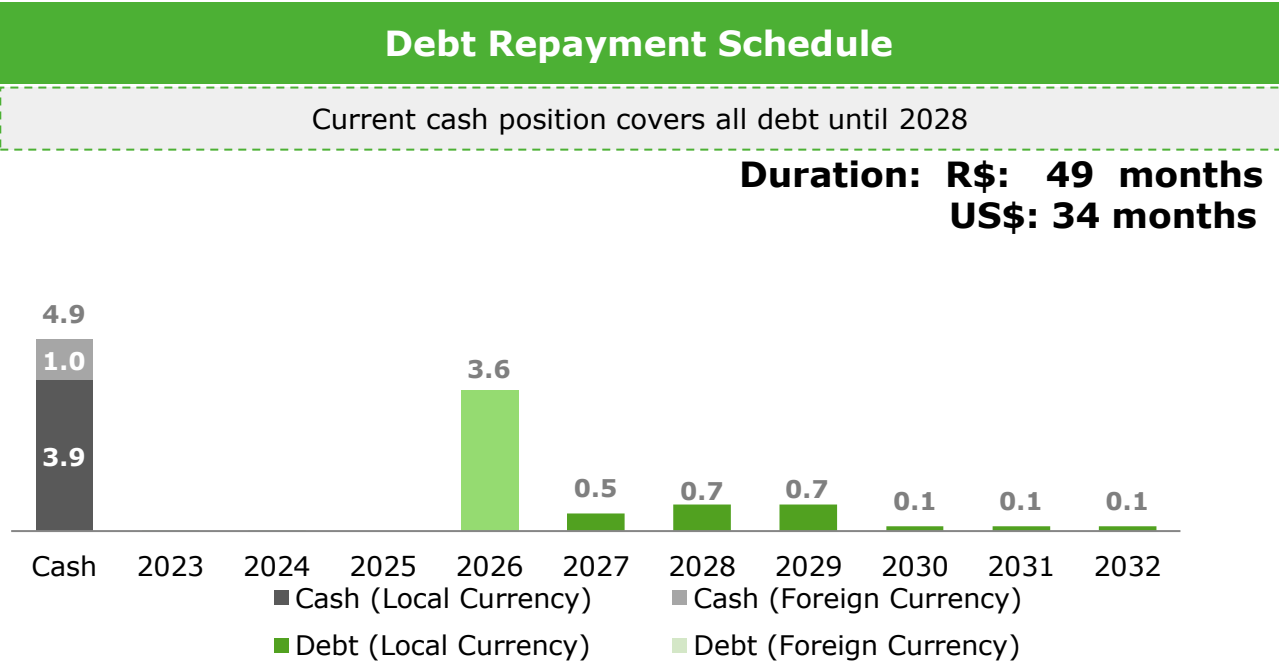
96

101



102

Liquidity and Indebtedness

(R\$ billion)



Credit Rating

	 Global	 National	Outlook
Moody's	Ba2	AA+.br	Stable
S&P Global	BB	brAAA	Stable
FitchRatings	BB	AA+(bra)	Stable

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Usiminas' Corporate Governance

Usiminas' model of corporate governance meets government and market requirements for listed companies, preserving and encouraging transparency

New Shareholders Agreement

- ✓ On July, 2023, the Company's amended and restated the Usiminas Shareholders Agreement - valid until November, 2031

Corporate Governance Model

- ✓ The Board of Directors is responsible for general strategic policies
- ✓ 8 current members and their respective alternates, besides the Chairman
- ✓ Election for unified terms of 2 years

2 committees supporting the BoD:

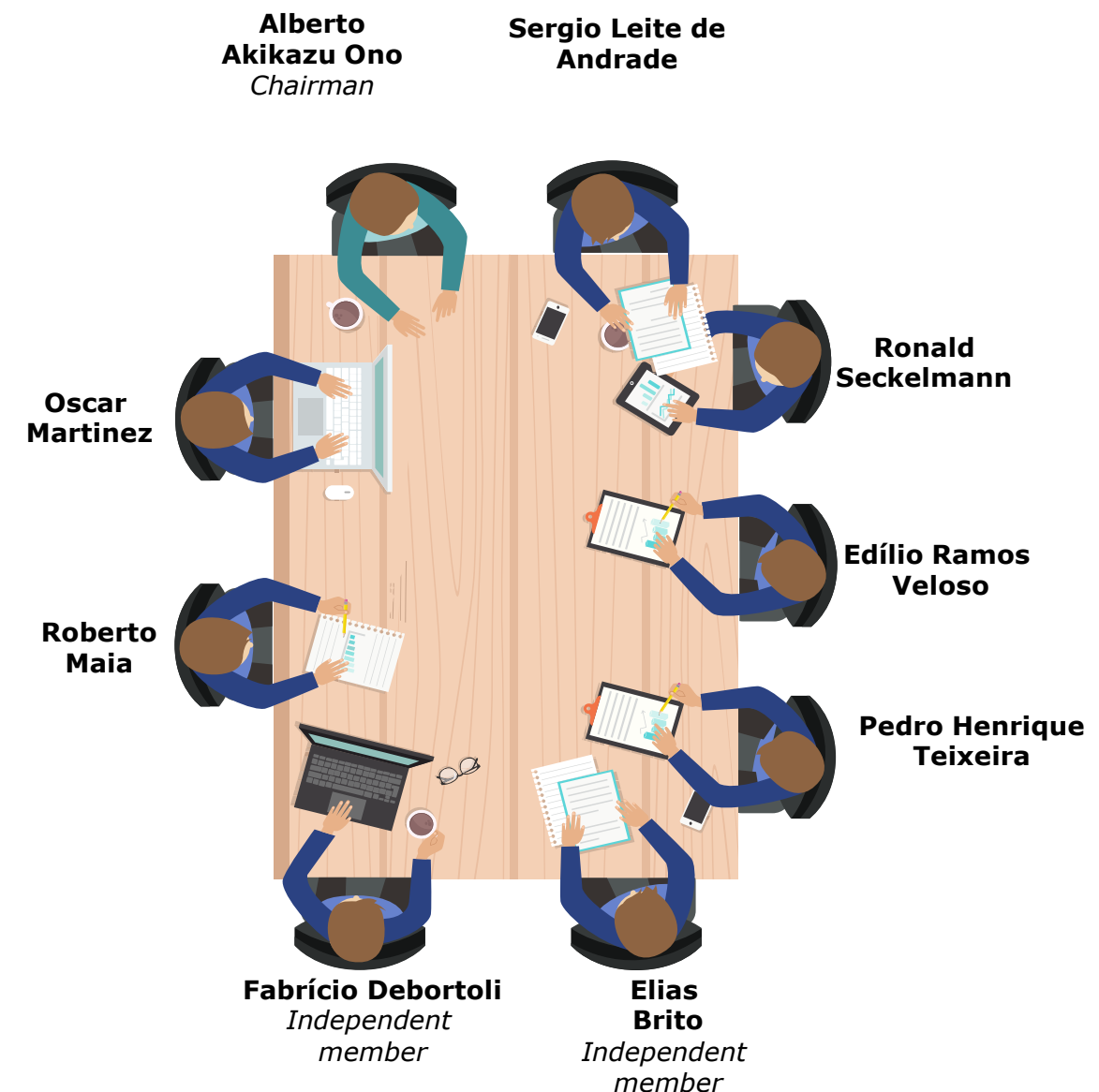
- ✓ Human Resources Committee
- ✓ Audit Committee

Permanent Fiscal Council

- ✓ Review of the financial statements, investment plans, budgets, opinion on dividend distribution, etc
- ✓ Five members elected in General Meeting

- ✓ Listing on B3 Level 1, ADR on OTC Market (New York) and Latibex exchange (Madrid)
- ✓ Improvement in quarterly reports, including the disclosure of consolidated financial statements and special audit revision
- ✓ Disclosure of an annual calendar of corporate events
- ✓ Minimum Free Float of 25%
- ✓ Evaluation of Board of Directors, Management, and Committees
- ✓ Minimum dividend payout of 25% of the net profit (after legal reserves and contingencies – in compliance with Law No 6,404)

Board of Directors (Current Members)



Note: Independent board members based on the criteria of the Brazilian Code of Corporate Governance and Novo Mercado.

Usiminas' Corporate Governance (Cont'd)

Recently approved programs that ensure safety for the investor, transparency of actions, management control and clarity in communication

Integrity Program	Policies of the Brazilian Corporate Governance Code
 Code of Ethics and Conduct	 Policy of Destination of Results
 Anticorruption Policy	
 Competition Policy	 Policy of on the Remuneration of the Members of the Board of Officers
 Policy of Conflict of Interests and Transactions with Related Parties	
 Policy of Rewards, Gifts and Hospitalities	 Policy of Contracting of Extra-audit Services
 Policy of Sponsorship and Donations	
 Policy of Relationship with Third Intermediary Parties	 Policy of Disclosure of Information and Negotiation with Securities

Approved by the Board of Directors in October 2018

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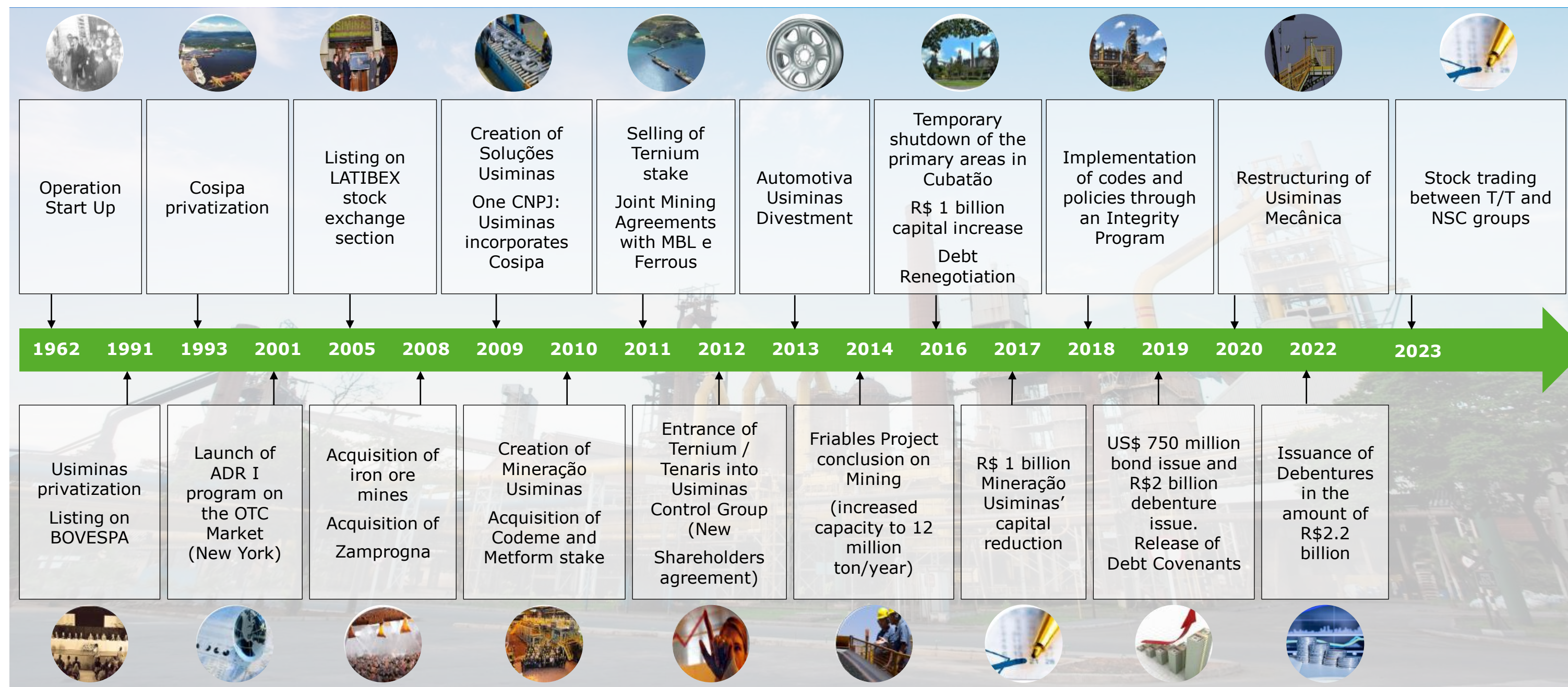
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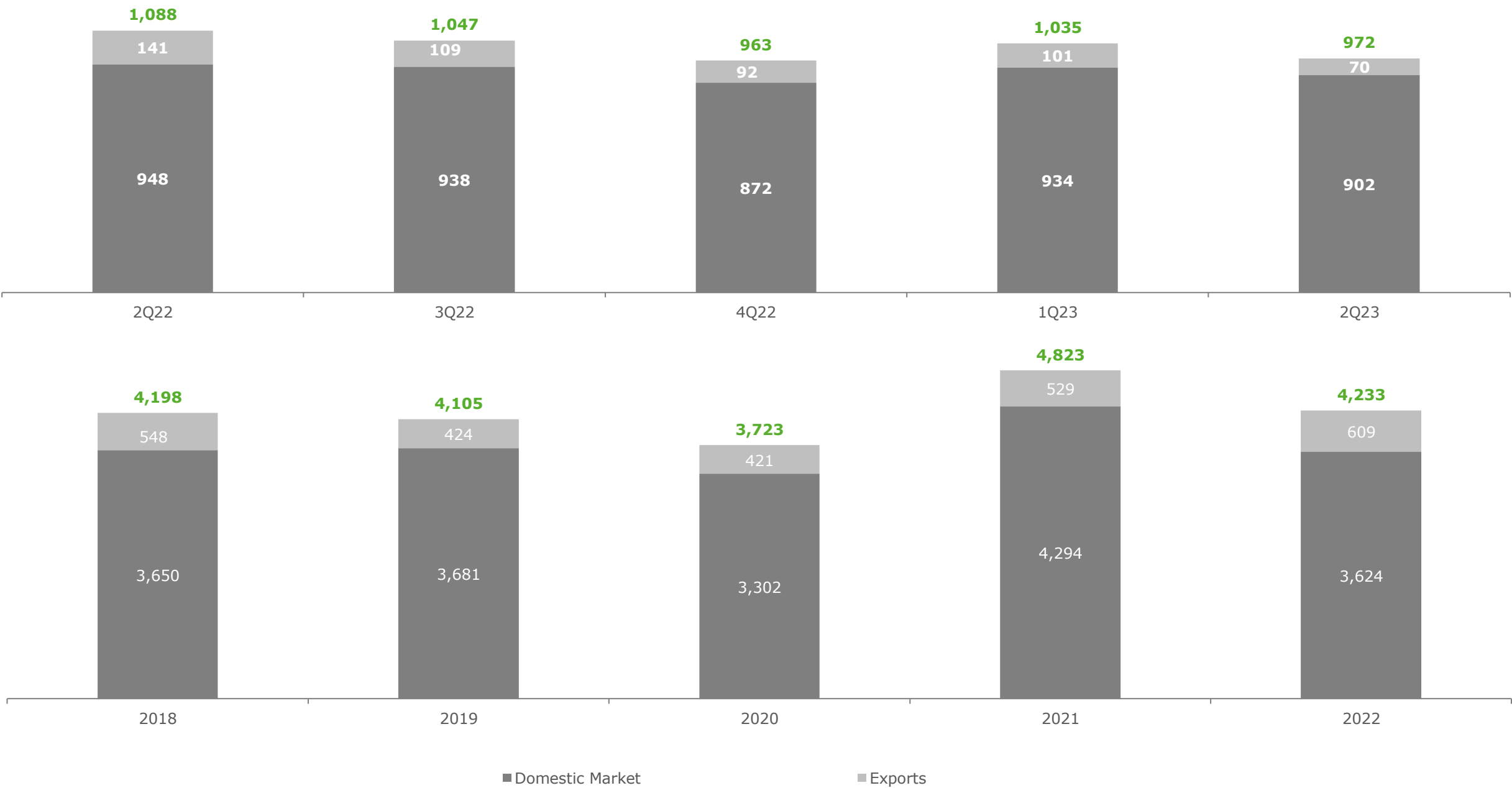
Over Half a Century of Leadership



Leading Position in the Brazilian Steel Market, with Presence in Strategic International Markets

Usiminas’ leading position is underpinned by the superior quality of its products and the long-term relationship with key clients

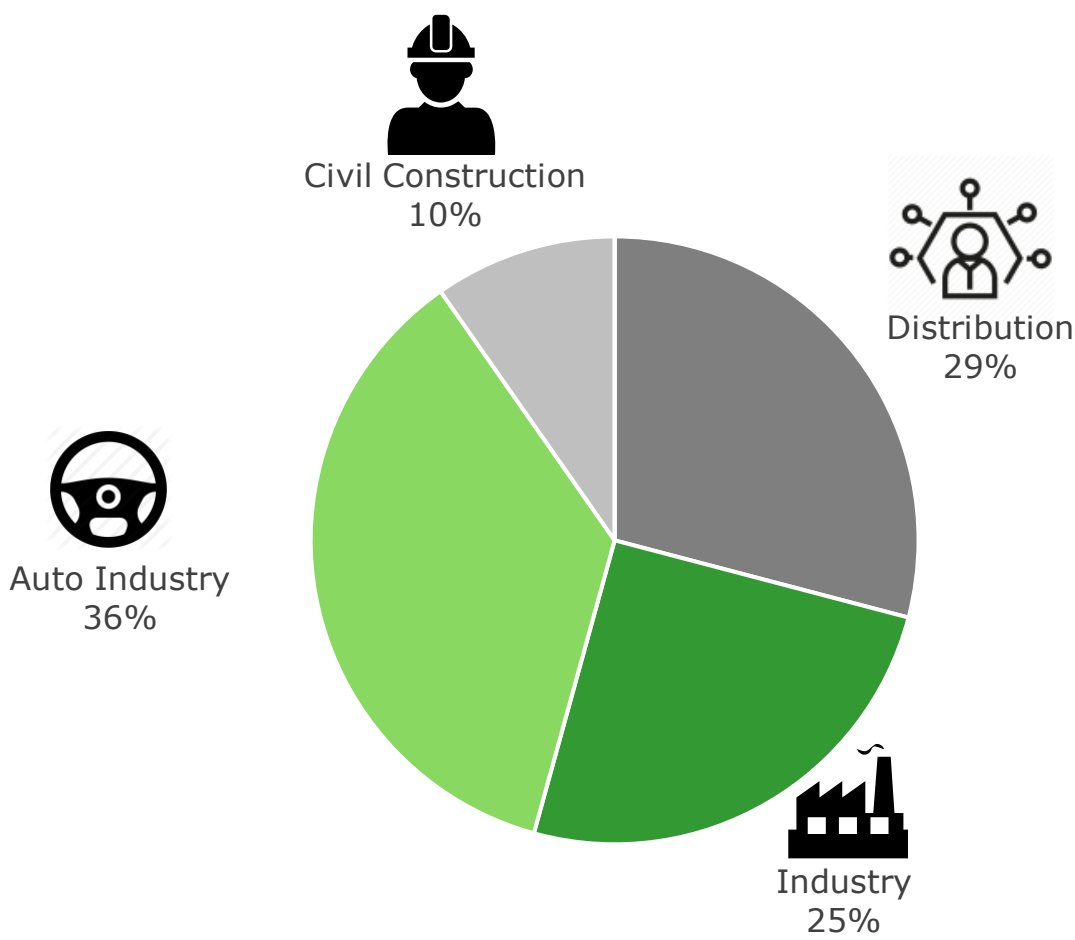
Sales Volumes – Steel – (Thousand Tons – Quarterly)



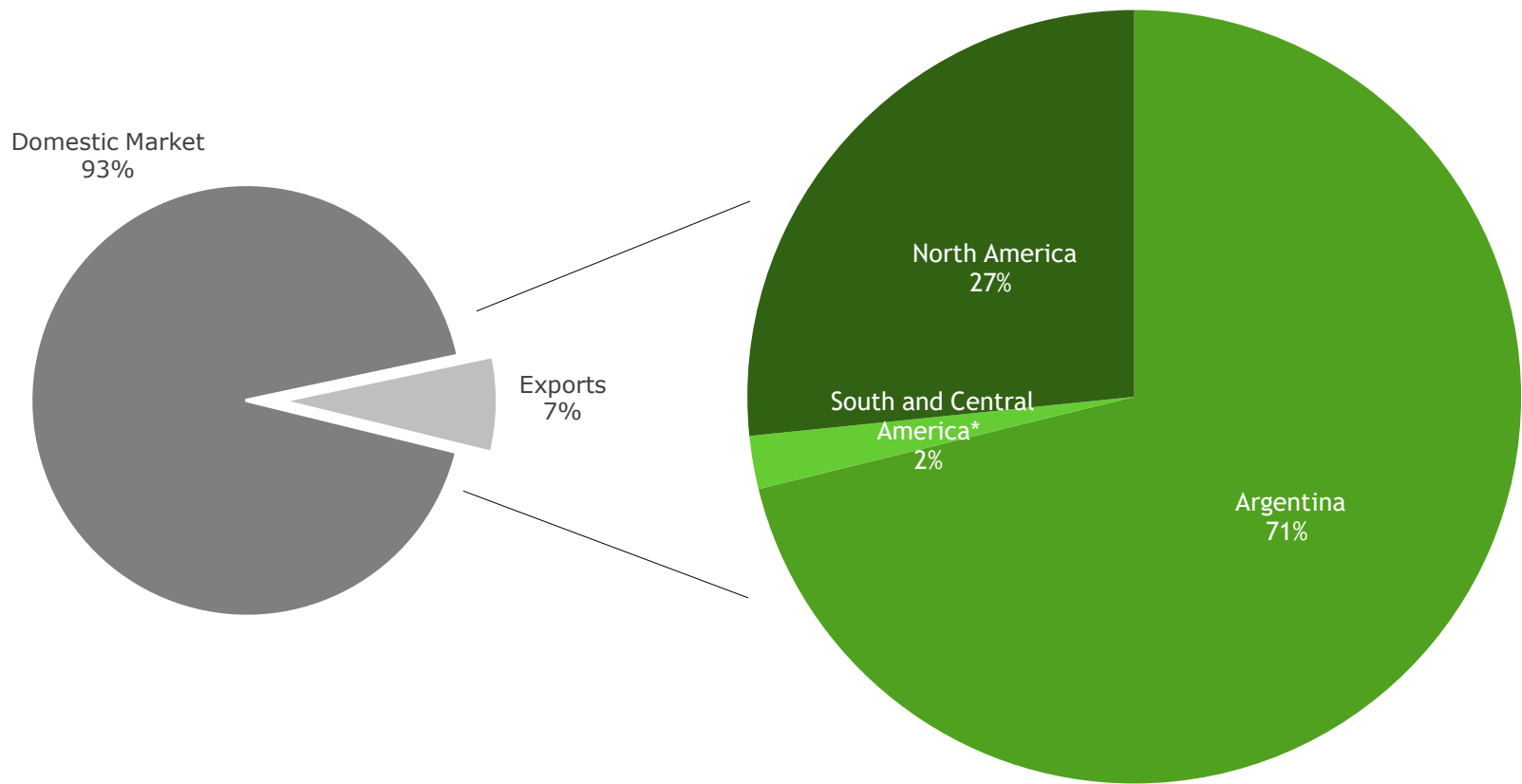
Diversification Across Products and Markets

Usiminas has capacity to produce a wide variety of steel, allowing for flexibility to adjust its production according to market demands domestically and internationally

End Markets Share of Volume, 2Q23, Domestic Market



Revenues by Country Share of Net Revenue, 2Q23, Steel

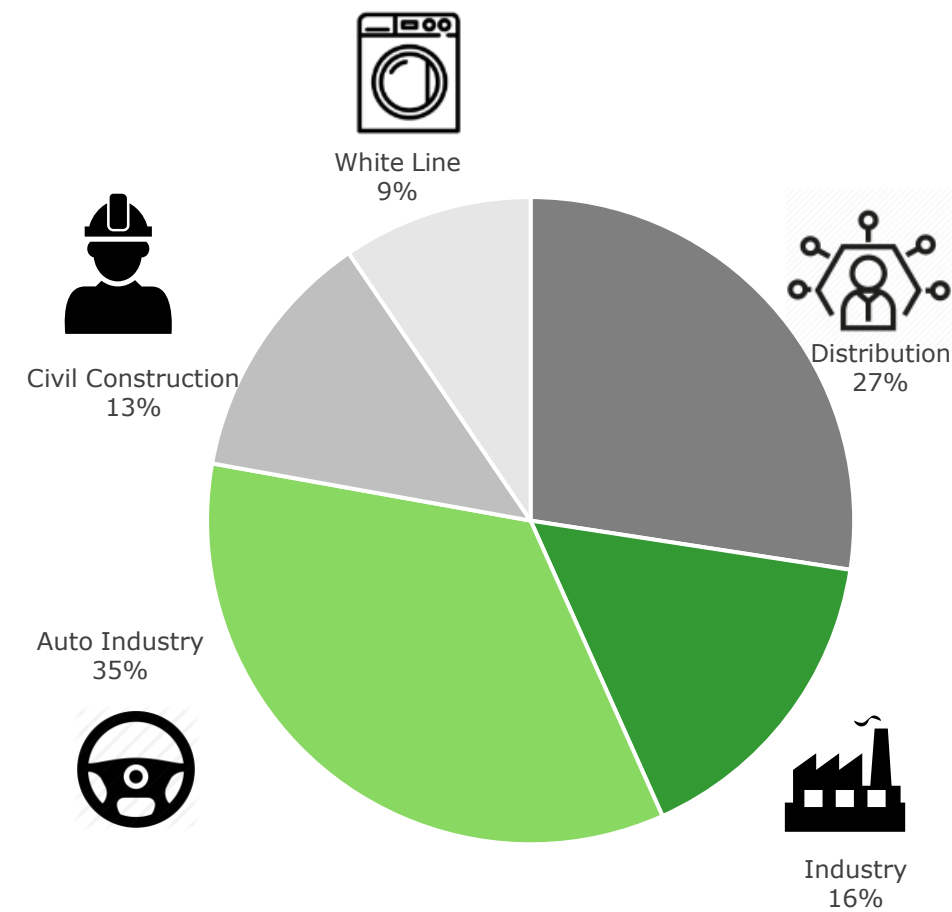


*Argentina excluded

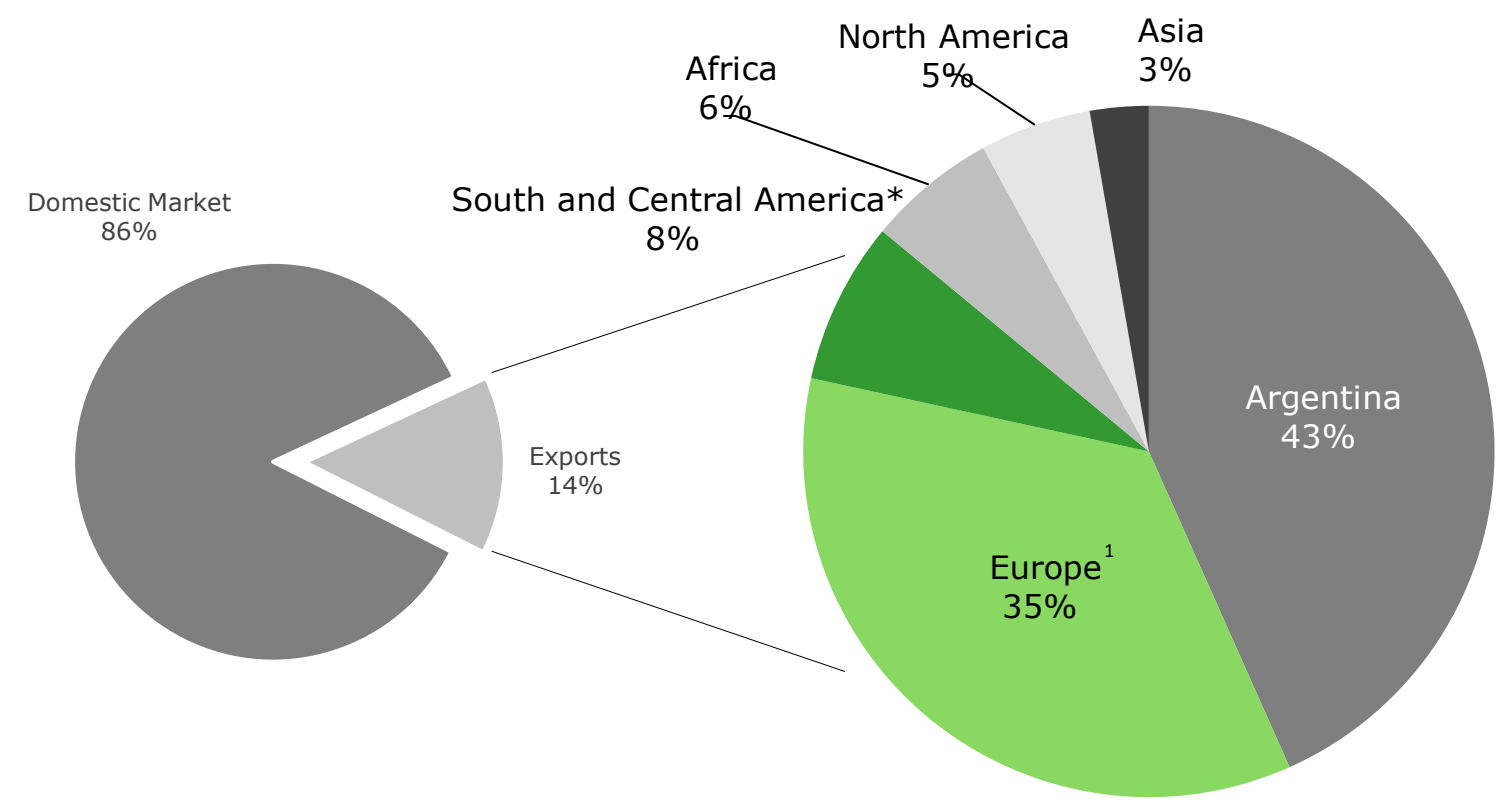
Diversification Across Products and Markets

Usiminas has capacity to produce a wide variety of steel, allowing for flexibility to adjust its production according to market demands domestically and internationally

End Markets Share of Volume, 2022, Domestic Market



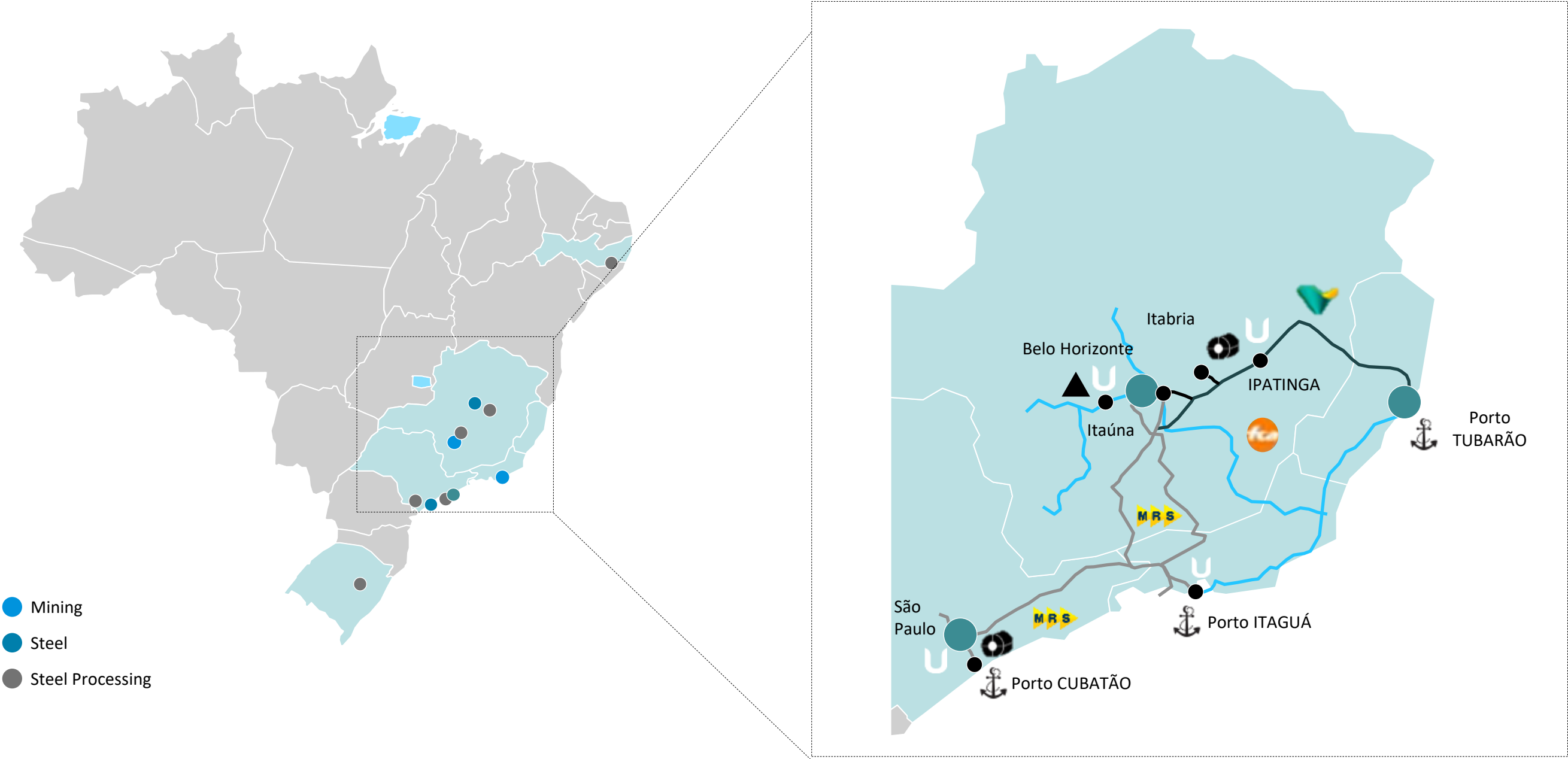
Revenues by Country Share of Net Revenue, 2022



¹ Europe includes: Germany, Belgium, Spain, UK, Portugal, Switzerland, Italy, Netherlands and Luxembourg.
*Argentina excluded

Assets Strategically Located in the Country's Main Industrial and Logistic Axis in the Country

The location of Usiminas' assets allows for access to raw materials (e.g. iron ore), consumption centers and logistic terminals (railways, ports)



Seasoned and Specialized Management Team

Usiminas' Executive Board consists of professionals with deep knowledge in their respective areas



Marcelo Chara

CEO

- Over 40 years of experience in the steel industry. He served as Executive President of Ternium Brasil from 2017 to 2023. He also served as Industrial Director at Ternium in Argentina, Industrial Vice President at Usiminas, Director at Sidor (Venezuela), among other executive positions at the Techint Group.
- He was a director at Instituto Aço Brasil, at Alacero and vice-president of the board at ABM.
- Graduated in Metallurgical Engineering from the University of Birmingham (UK). He has been a professor at the Catholic University of Córdoba, the National University of La Plata and the Catholic University of La Plata.



Toshihiro Miyakoshi

Technology and Quality Vice President Officer

- The executive returns to Brazil for his second season at the company, after a stint at Unigal in 2014.
- Graduated in metallurgy, he started his career at Nippon Steel, having held several positions directly linked to production and management.



Thiago da Fonseca Rodrigues

CFO and IR Vice President Officer

- More than 15 years of experience in the steel industry. Before joining Usiminas, he worked, among other companies, in the Brazilian operation of Ternium and Vale. He was a member of the Audit Committee of Usiminas.
- He was a member of the Tax Affairs Council of Firjan and director of the Brazilian Foreign Trade Association (AEB).
- Graduated in Business Administration from PUC-RJ and post-graduated in Management from IBMEC-RJ.



Miguel Angel Homes Camejo

Commercial Vice President Officer

- Has a career spanning more than 20 years dedicated to the steel sector, having held several positions in the Ternium Techint group in countries such as Venezuela, Argentina, Mexico and Colombia.
- Has been the head of the commercial VP at Usiminas for four years.
- Graduated in Economics from Universidad Catolica Andres Bello, in Venezuela, he participated in executive education programs at the universities of Chicago and Stanford, in the USA.



Américo Ferreira Neto

Industrial Vice President Officer

- With a career spanning more than 30 years at Usiminas, he worked in the areas of Maintenance, Hot and Cold Rolling and, in 2016, became the executive director of the Cubatão Plant. In 2019, he held the same position at the Ipatinga Plant until reaching Industrial VP in 2020.
- Electrical engineer by Unisantia, with specialization in industrial automation by Unisantos and MBA in project management by FGV, he also has a master's degree in electrical engineering from USP.



Gino Eugenio Ritagliati

Corporate Planning Vice President Officer

- Before being appointed VP of Corporate Planning, he was a member of the Audit Committee at Usiminas. He has more than 15 years of experience in positions in the Economic, Commercial and Industrial Engineering areas of the Ternium Techint group in Argentina and Brazil.
- Graduated in Accounting, with specializations in Economics and Finance.

Solid Corporate Governance


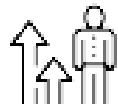










Recently approved programs that ensure safety for the investor, transparency of actions, management control and clarity in communication

Integrity Program	Policies of the Brazilian Corporate Governance Code
<div> Code of Ethics and Conduct</div>	<div> Policy of Destination of Results</div>
<div> Anticorruption Policy</div>	
<div> Competition Policy</div>	<div> Policy of on the Remuneration of the Members of the Board of Officers</div>
<div> Policy of Conflict of Interests and Transactions with Related Parties</div>	
<div> Policy of Rewards, Gifts and Hospitalities</div>	<div> Policy of Contracting of Extra-audit Services</div>
<div> Policy of Sponsorship and Donations</div>	
<div> Policy of Relationship with Third Intermediary Parties</div>	<div> Policy of Disclosure of Information and Negotiation with Securities</div>

Approved by the Board of Directors in October 2018

Culture of Employee, Social and Environmental Responsibility

Usiminas translates concepts into practice, conciliating the objective of all stakeholders

<p>Employee</p> <p><i>Investments in professional training and safety prove the ongoing commitment to the qualification, development and life of our people</i></p>	 <p>More than 700 thousand hours of training average of 58.4 hours per employee in 2022</p>	 <p>612 Apprentices and Interns monitoring and training at the company's first entry level</p>	 <p>100% of our employees performed a performance evaluation in 2022</p>	 <p>"Mãos Seguras" 627 hand safety devices created in 2021</p>
<p>Social</p> <p><i>The company's sponsorship policy planned and executed by the Institute favors projects that promote inclusion, training and human development</i></p>	 <p>Usiminas Memory Center in Ipatinga (MG), with a collection of more than 300 works of art</p>	 <p>More than R\$79 million allocated to 123 social, sports and cultural projects throughout Brazil in 2022</p>	 <p>Construction of the Libertas Hospital in Belo Horizonte (MG)</p>	 <p>VOU – Usiminas volunteers 1.364 registered employees and more than 9,000 items donated in 2022</p>
<p>Environmental</p> <p><i>We believe that innovation and sustainability are essential to ensure that we continue to do business and stay competitive</i></p>	 <p>1.84 million tons of recycled materials reused</p>	 <p>22,500 tree seedlings produced in the nursery, 1,000 of which are donated to employees and the community</p>	 <p>94,7% of the water in the steel manufacturing process at Usiminas is recirculated</p>	 <p>More than 1.5 thousand springs preserved by the Caminhos do Vale program</p>

Rating Agencies' Views

Comments from latest available rating reports

S&P Global Ratings

On Sept. 15, 2021, S&P Global Ratings raised its global scale issuer credit ratings on Usiminas to 'BB' from 'BB-' and its national scale issuer credit and issue-level ratings to 'brAAA' from 'brAA+'.

The stable outlook reflects our expectation of strong results in the second half of 2021 and in 2022, despite cost pressures, allowing Usiminas to keep EBITDA margins above 20% and gross debt to EBITDA consistently below 2.0x. We also expect management to maintain its conservative financial policy on dividends, share repurchase and investment decisions, a robust liquidity position, and smooth debt amortization profile.

Record high results, sound liquidity, and sharp deleveraging underpin the upgrade. Usiminas' EBITDA and free cash flows surged in the past 12 months ended June 2021, given robust steel demand despite considerable price hikes.

MOODY's

Usinas Siderurgicas de Minas Gerais S.A.'s (Usiminas) Ba2 ratings reflect the company's solid position in the Brazilian flat-steel market and its history of quickly adjusting operations to market conditions in Brazil. The ratings are also supported by Usiminas' good credit metrics and liquidity through economic and commodity cycles, and its enhanced financial flexibility to withstand the volatility in its main end markets. Usiminas has been able to pull levers to prevent cash burn and maintain covenant compliance in the recent past, which reduces potential liquidity risks in tougher operating environments.

On November 16, we upgraded Usiminas' ratings to Ba2 from Ba3 with a stable outlook to reflect the strengthening observed in the company's liquidity position and leverage ratios since the beginning of 2021, which provides more buffer for the company to withstand future volatility in operations and mitigates risks associated with upcoming investments. Even though we expect the favorable market conditions to gradually moderate over the next 12-18 months, the cash Usiminas generated during the last year creates a lasting buffer to net leverage metrics, covenant compliance and liquidity, all of which reduce the company's overall credit risk.

FitchRatings

On June 18, 2021, Fitch Ratings upgraded the Long-Term Foreign and Local Currency IDRs (Issuer Default Ratings) of Usinas Siderúrgicas de Minas Gerais SA (Usiminas) to 'BB' from 'BB-', and its National Long-Term Rating to 'AA+(bra)' from 'A+(bra)'. In addition, Fitch upgraded to 'BB', from 'BB-', the rating of the senior unsecured notes due 2026, issued by Usiminas International S.a.r.l. and guaranteed by Usiminas.

The Outlook on Usiminas' Foreign and Local Currency IDRs and Long-Term National Rating remains Stable.

The rating upgrade reflects Usiminas' low absolute and relative debt levels, its manageable debt amortization profile and performance despite the coronavirus pandemic, as well as the maintenance of a solid operating profile amid a favorable environment for the steel in Brazil, after the worst moment of the pandemic.

Income Statement – Per Business Unit

(Quarterly, R\$mmm, except otherwise indicated)

Income Statement per Business Units - Non Audited - Quarterly

R\$ million	Mining		Steel*		Steel Processing		Adjustment		Consolidated	
	2Q23	1Q23	2Q23	1Q23	2Q23	1Q23	2Q23	1Q23	2Q23	1Q23
Net Revenue	905	784	5,976	6,390	2,100	2,134	(2,093)	(2,052)	6,887	7,255
Domestic Market	140	212	5,484	5,773	2,095	2,131	(2,093)	(2,052)	5,626	6,063
Exports	765	572	493	617	5	3	-	-	1,262	1,192
COGS	(685)	(493)	(5,651)	(5,875)	(2,070)	(2,054)	2,102	2,051	(6,305)	(6,370)
Gross Profit or Loss	220	291	325	516	30	80	8	(2)	582	885
Operating Income and Expenses	(151)	(106)	(321)	(258)	(38)	(25)	(4)	(1)	(514)	(389)
Selling	(116)	(65)	(29)	(39)	(12)	(5)	1	-	(155)	(109)
General and Administrative	(13)	(12)	(120)	(114)	(20)	(19)	4	5	(148)	(140)
Other Operating Income and expenses, Net	(23)	(30)	(172)	(104)	(6)	(2)	(9)	(6)	(210)	(141)
EBIT	68	185	4	258	(9)	55	4	(2)	68	495
Depreciation and amortization	77	68	185	179	10	10	(10)	(9)	262	249
Equity in the results of investees	36	19	119	206	-	-	(93)	(179)	62	45
EBITDA (Instruction CVM 527)	182	271	308	643	2	65	(99)	(190)	393	789
EBITDA Margin	20.1%	34.6%	5.2%	10.1%	0.1%	3.1%	4.7%	9.3%	5.7%	10.9%
Adjusted EBITDA	147	254	184	438	2	65	34	25	366	783
Adj.EBITDA Margin	16.2%	32.4%	3.1%	6.9%	0.1%	3.1%	-1.6%	-1.2%	5.3%	10.8%

*Consolidated 70% of Unigal and 100% of Usiminas Mecânica

Note: All intercompany transactions are made at arm's length basis.

Income Statement – Per Business Unit

(Acumulated, R\$m, except otherwise indicated)

Income Statement per Business Units - Non Audited - Accumulated

R\$ million	Mining		Steel*		Steel Processing		Adjustment		Consolidated	
	1H23	1H22	1H23	1H22	1H23	1H22	1H23	1H22	1H23	1H22
Net Revenue	1,688	1,972	12,367	14,675	4,234	4,552	(4,146)	(4,824)	14,143	16,376
Domestic Market	352	568	11,256	12,418	4,226	4,546	(4,146)	(4,824)	11,689	12,708
Exports	1,336	1,405	1,110	2,257	8	6	-	-	2,454	3,668
COGS	(1,178)	(1,062)	(11,526)	(11,964)	(4,124)	(4,153)	4,152	4,705	(12,675)	(12,474)
Gross Profit (Loss)	510	910	841	2,712	110	400	6	(119)	1,467	3,903
Operating Income (Expenses)	(257)	(284)	(579)	(592)	(63)	(77)	(5)	7	(904)	(946)
Selling	(180)	(200)	(68)	(134)	(17)	(30)	1	-	(264)	(364)
General and Administrative	(24)	(21)	(234)	(230)	(39)	(36)	9	9	(288)	(278)
Other Operating Income (expenses), Net	(53)	(63)	(277)	(228)	(7)	(12)	(14)	(2)	(351)	(305)
EBIT	253	626	262	2,120	47	322	2	(112)	564	2,956
Depreciation and amortization	146	103	364	344	20	14	(19)	(17)	511	443
Equity in the results of investees	55	40	325	521	-	-	(273)	(470)	107	91
EBITDA (Instruction CVM 527)	454	768	951	2,985	67	336	(289)	(599)	1,182	3,490
EBITDA Margin	26.9%	38.9%	7.7%	20.3%	1.6%	7.4%	7.0%	12.4%	8.4%	21.3%
Adjusted EBITDA	401	730	622	2,466	67	336	60	(42)	1,149	3,490
Adj.EBITDA Margin	23.7%	37.0%	5.0%	16.8%	1.6%	7.4%	-1.4%	0.9%	8.1%	21.3%

*Consolidated 70% of Unigal and 100% of Usiminas Mecânica

Note: All intercompany transactions are made at arm 's length basis.

Environmental, Social and Governance (ESG)

Follow-up of Goals:

Material Theme	Goal	SDG		Comments
People management	Objective of Zero Accidents, in compliance with the Strategic Safety Plan, with focus on achieving a Safety Index of 1.0;	3 and 8	●	The Safety index obtained a result above the established reference. The Company is adopting several preventive actions to revert this result;
People management	Reach 18% of women in leadership positions by 2023;	5	●	Deviation generated by the removal of employees on maternity leave
Climate changes	Conducting a GHG inventory at Soluções Usiminas by 09/30/2023;	13	●	Done. The inventory was completed on 06/30/2023.
Climate changes	Adhesion of Mineração Usiminas to the Brazilian GHG Protocol Program;	13	●	Evolution in line with plan
Relationship with Stakeholders	Improvement of the General Customer Satisfaction Index;	12	●	Evolution in line with plan
Relationship with Stakeholders	Sustainability in the supply chain, strengthening relationships and reducing risks at 75% of strategic suppliers;	12	●	Evolution in line with plan
Relationship with Stakeholders	Strengthening relationships with formal and community leaders in Vale do Aço and Baixada Santista	17	●	Evolution in line with plan
Management of natural resources and environmental impacts	Donation of 100% of the steel aggregate generated in 2023 to the Caminhos do Vale program	12	●	Evolution in line with plan

● In line with planning

● Late in relation to planning



ADR
Nível I



Leonardo Karam Rosa

Head of IR

leonardo.rosa@usiminas.com

Tel: 55 31 3499-8550

Felipe Gabriel P. Rodrigues

f.gabriel@usiminas.com

Tel: 55 31 3499-8710

João Victor T. Ferreira

Joao.vferreira@usiminas.com

Tel: 55 31 3499-8178

www.usiminas.com/ri

Declarations relative to business perspectives of the Company, operating and financial results and projections, and references to the growth of the Company, constitute mere forecasts and were based on Management's expectations in relation to future performance. These expectations are highly dependent on market behavior, on Brazil's economic situation, on the industry and on international markets, and are therefore subject to change.

**Integrated Control Center of
Mineração Usiminas**

