

Mogi Guaçu, São Paulo, May 10, 2023 - MAHLE Metal Leve S.A. (B3: LEVE3), a Brazilian leading manufacturer of components for the internal combustion engine as well as filtration systems, today announced financial results for the first quarter of 2023. Unless otherwise stated, the financial and operating information contained herein is presented on a consolidated basis and in Brazilian real (BRL) and was prepared in accordance with the Brazilian Corporation Law.

**First Quarter 2023
Financial Results Video
Conference Call**

Date: May 11, 2023

Time

12 noon – Brasília
3:00 p.m. – London
11:00 a.m. – New York

To participate in

[CLICK ON THIS LINK](#)

Choose the language you wish to hear the call in: Portuguese, or simultaneous translation into English.

MAHLE Investor Relations website:

<https://ri.mahle.com.br>



FINANCIAL HIGHLIGHTS

Net Sales Revenue: Net sales were R\$ 1,022.2 million in Q1 2023, an increase of 14.9% compared to Q1 2022.

Company's performance by market:	Q1 2023 x Q1 2022
Original Equipment – Domestic market	↑ 9.2%
Original Equipment – Export market	↑ 12.1%
Aftermarket – Domestic market	↑ 34.3%
Aftermarket – Export market	↓ 20.7%
Total change in revenue:	↑ 14.9%

Further details on changes in revenue are presented in items [4.1](#), [4.2](#) and [4.3](#) of this release.

MAHLE Investor Day 2023 and APIMEC Meeting: On April 3, 2023, MAHLE hosted its fully in-person Investor Day in the city of São Paulo. It was an opportunity for senior management to present the Company's fundamentals to shareholders, investors and financial analysts. Refer to [item 5.1](#) of this release for more information.

Key performance indicators

(in BRL million, except %)	Q1 2023 (a)	Q4 2022 (b)	Q1 2022 (c)	(a/b)	(a/c)
Net sales	1,022.2	1,115.8	890.0	-8.4%	14.9%
EBITDA	260.1	171.7	178.5	51.5%	45.7%
Adjusted EBITDA ¹	260.1	202.0	178.5	28.8%	45.7%
EBITDA margin	25.4%	15.4%	20.1%	10.0 p.p.	5.3 p.p.
Adjusted EBITDA margin ¹	25.4%	18.1%	20.1%	7.3 p.p.	5.3 p.p.
Net profit	186.0	123.1	123.0	51.1%	51.2%
Adjusted net profit ¹	186.0	142.9	123.0	30.2%	51.2%
Net margin	18.2%	11.0%	13.8%	7.1 p.p.	4.4 p.p.

¹ [Click here](#) for more information about adjustments – Fourth Quarter and Full Year 2022 Management Report.

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1. Management Commentary

The Company strives to constantly strike a balance between the Original Equipment and Aftermarket business segments in both domestic and export markets to offset fluctuations across the segments and stabilize its profit margins over time.

The Company delivered net revenue growth of 14.9% in Q1 2023 compared to Q1 2022, driven by an increase in sales in the Aftermarket business segment (+21.5%), in the domestic OE market (+9.2%), and in the export OE market (+12.1%).

The chart below shows the Company's revenue by business segment in Q1 2023 and Q1 2022:



In Q1 2023, EBITDA margin was 25.4% (R\$ 260.1 million), while in Q1 2022 EBITDA margin was 20.1% (R\$ 178.5 million). See item [4.10](#) of this release for more information about changes in EBITDA.

From a technology perspective, we continue to assume a leading role in the ongoing development of the sustainable combustion engine. We believe that employing biofuels, synthetic fuels and green hydrogen presents an even greater opportunity to cut carbon emissions. We are primarily concentrating on exploiting further emission savings potential with technologies designed to increase energy efficiency.

Successful decarbonization is a key strategic goal at MAHLE. We are working flat out on promising technologies for the low-emission mobility of tomorrow with a focus on a variety of engine platforms of the future. Only if the state and society allow all technologies for sustainable transport will the transport transition succeed for the climate, the economy and society.

MAHLE is committed to its responsibility towards the environment and takes the expectations of its stakeholders seriously. We have therefore integrated global environmental issues into our business strategy. At MAHLE, we believe that there is not only one technology pathway to zero-emission transport. The future developments will vary depending on the energy matrix of each region of the world and should consider environmental, social and economic issues in a balanced way. For example, our region has a privileged position to address its environmental challenges with biofuels (ethanol, biodiesel, biomethane), which can make an immediate contribution to the decarbonization of road transport.

Our business model, technological pioneering and good governance provide crucial support in today's turbulent environment. We have adapted products for the internal combustion engine that can run on biofuels and we are also developing engine components for the use of hydrogen as a fuel. We see potential for the expansion of our product portfolio and segments, and we will take advantage of market opportunities for launching new products, suitably aligned with our competencies.

2. About MAHLE Metal Leve

MAHLE Metal Leve is a Brazilian manufacturer of components for the internal combustion engine and filter systems for the automotive industry. We manufacture state-of-the-art products and are continuously investing in research and development of new products and new production processes.

MAHLE Metal Leve has been operating in Brazil since the 1950's and has a large portfolio of products and integrated solutions, as well as customized applications and components developed in close cooperation with key customers. In the original equipment market, MAHLE customers are vehicle manufacturers. Our Aftermarket business unit supplies trade, workshop and engine repair partners.

We have five production sites: four are located in Brazil, being two in the city of Mogi Guaçu, State of São Paulo, one in the city of São Bernardo do Campo, State of São Paulo, and one in the city of Itajubá, State of Minas Gerais, and the fifth one is located in the city of Rafaela, Argentina. We have two distribution centers: one in the city of Limeira, State of São Paulo, and one in Buenos Aires, Argentina. We have a research and development center in the city of Jundiaí, State of São Paulo, which we believe is one of the largest and most well-equipped tech centers in Latin America for the development

of components and integrated solutions for the internal combustion engine. This structure enable us to create value and move with agility to offer our customers customized solutions as well as innovative technologies, products and processes.

As part of the globally active MAHLE Group, we are able to continuously exchange knowledge within the Group, both provide and have access to cutting-edge technologies, and develop customized product solutions in close cooperation with our customers, which is a key driver of the high customer loyalty we enjoy today.

3. Development of the Automotive Industry

3.1 Development of the Brazilian and Argentine markets

Brazil	Jan-Mar 2023					Jan-Mar 2022					Sales Variation (A/C)	Production Variation (B/D)
	Sales (**) (A)	Export	Import	Inventory (*)	Total Production (B)	Sales (**) (C)	Export	Import	Inventory (*)	Total Production (D)		
Total light vehicles	436,940	106,968	-63,201	26,800	507,507	375,494	102,400	-49,921	28,080	456,053	16.4%	11.3%
Total medium and heavy vehicles	34,835	5,276	-2,291	-9,308	28,512	30,174	5,655	-1,169	5,425	40,085	15.4%	-28.9%
Total vehicle sales	471,775	112,244	-65,492	17,492	536,019	405,668	108,055	-51,090	33,505	496,138	16.3%	8.0%
Variation (un) - 1T23 x 1T22	66,107	4,189	-14,402	-16,013	39,881							
Variation (%) - 1T23 x 1T22	16.3%	3.9%	28.2%	-47.8%	8.0%							

Source: Anfavea

(*) Vehicle inventory variation = production - (sales + exports - imports)

(**) Sales (Domestic + Imported)

Argentina	Jan-Mar 2023					Jan-Mar 2022					Sales Variation (A/C)	Production Variation (B/D)
	Sales (A)	Export	Import	Inventory (*)	Total Production (B)	Sales (C)	Export	Import	Inventory (*)	Total Production (D)		
Total light vehicles	90,324	67,738	-31,026	7,538	134,574	79,406	53,945	-36,398	8,105	105,058	13.7%	28.1%
Total medium and heavy vehicles	3,561	0	0	-2,723	838	3,672	0	0	-2,882	790	-3.0%	6.1%
Total vehicle sales	93,885	67,738	-31,026	4,815	135,412	83,078	53,945	-36,398	5,223	105,848	13.0%	27.9%
Variation (un) - 1T23 x 1T22	10,807	13,793	5,372	-408	29,564							
Variation (%) - 1T23 x 1T22	13.0%	25.6%	-14.8%	-7.8%	27.9%							

Source: Adefa/Acaras Argentina/IHS.

(*) Vehicle inventory variation = production - (sales + exports - imports)

Brazil and Argentina	Jan-Mar 2023					Jan-Mar 2022					Sales Variation (A/C)	Production Variation (B/D)
	Sales (A)	Export	Import	Inventory (*)	Total Production (B)	Sales (C)	Export	Import	Inventory (*)	Total Production (D)		
Total light vehicles	527,264	174,706	-94,227	34,338	642,081	454,900	156,345	-86,319	36,185	561,111	15.9%	14.4%
Total medium and heavy vehicles	38,396	5,276	-2,291	-12,031	29,350	33,846	5,655	-1,169	2,543	40,875	13.4%	-28.2%
Total vehicle sales	565,660	179,982	-96,518	22,307	671,431	488,746	162,000	-87,488	38,728	601,986	15.7%	11.5%
Variation (un) - 1T23 x 1T22	76,914	17,982	-9,030	-16,421	69,445							
Variation (%) - 1T23 x 1T22	15.7%	11.1%	10.3%	-42.4%	11.5%							

Source: Anfavea (Brazil) and Adefa/Acaras Argentina/IHS (Argentina)

(*) Vehicle inventory variation = production - (sales + exports - imports)

3.2 Vehicle production in the major export markets

Vehicle production in the leading export markets (thousands)	Jan-Mar 2023 (A)	Jan-Mar 2022 (B)	A/B
Production of light commercial vehicles	3,791	3,550	6.8%
Production of medium-sized and heavy-duty commercial vehicles	150	134	11.9%
North America	3,943	3,686	7.0%
Production of light commercial vehicles	4,358	3,914	11.3%
Production of medium-sized and heavy-duty commercial vehicles	147	145	1.4%
Europe	4,505	4,059	11.0%
Total vehicle production	8,449	7,745	9.1%

Source: IHS

4. Company's Financial and Economic Performance

Summary of the income statement (in BRL million, except percent)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Net sales	1,022.2	890.0	14.9%	100.0%	100.0%
Cost of sales	(704.2)	(653.9)	7.7%	-68.9%	-73.5%
Gross profit	318.0	236.1	34.7%	31.1%	26.5%
Selling and distribution expenses	(75.6)	(57.3)	31.9%	-7.4%	-6.4%
General and administrative expenses	(29.2)	(23.2)	25.9%	-2.9%	-2.6%
Research and development expenses	(12.9)	(11.4)	13.2%	-1.3%	-1.3%
Other operating income (expenses)	3.2	(4.7)	-168.1%	0.3%	-0.5%
Gains (losses) on inflation adjustment	31.3	16.4	90.9%	3.1%	1.8%
Operating profit	234.8	155.9	50.6%	23.0%	17.5%
Net finance income (costs)	14.8	(4.0)	-470.0%	1.4%	-0.4%
Income tax and social contribution	(63.7)	(29.3)	117.4%	-6.2%	-3.3%
Profit for the period	185.9	122.6	51.6%	18.2%	13.8%
Profit attributable to owners of the Company	186.0	123.0	51.2%	18.2%	13.8%
Profit attributable to non-controlling interests	(0.1)	(0.4)	-75.0%	0.0%	0.0%
EBITDA	260.1	178.5	45.7%	25.4%	20.1%

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4.1 Net sales by market

For the Company, Domestic Market comprises revenue from its operations in Brazil and Argentina. The following table presents sales by market and volume/price and exchange rate effects year-over-year:

Net sales by market (in BRL million, except percent)	Q1 2023 (a)	Q1 2022 (d)	HA % (a/d)
Original Equipment – Domestic market	290.0	265.5	9.2%
Original Equipment – Export market	316.9	282.6	12.1%
Subtotal	606.9	548.1	10.7%
Aftermarket – Domestic market	352.2	262.3	34.3%
Aftermarket – Export market	63.1	79.6	-20.7%
Subtotal	415.3	341.9	21.5%
Total	1,022.2	890.0	14.9%

4.2 Original equipment sales

The Company has a diversified customer portfolio, which includes all vehicle manufacturers in Brazil. We manufacture high-quality products with innovative technology and are continuously investing in research and development of new products and production processes. We continually strive to establish close relationships with our key customers by developing integrated solutions tailored to suit their needs, with an unwavering commitment to technology excellence and project confidentiality. This is what makes us different in our industry.

Domestic market:

Sales in the domestic market in Q1 2023 grew 9.2% due to an increase in volume/price of 11.5%, partially offset by negative exchange rate effects of 2.3%.

Export market:

Sales in the export market in Q1 2023 grew 12.1% due to an increase in volume/price of 10.3% and positive exchange rate effects of 1.8%. Pagana | 6

The table below presents exports in major trading currencies:

Original Equipment			
Exports by currency (in millions)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)
EUR	17.7	16.7	6.3%
USD	42.1	37.1	13.6%
Total equivalent in USD	61.3	57.2	7.1%

4.3 Aftermarket sales

MAHLE remains committed to being a leader in its key market segments and offering its customers a highly diversified product and service portfolio with on-time delivery to be a trusted partner of its customers - all in line with the highest global quality standards. With a clear focus on sustainable growth and strong participation in markets, we aim to achieve a leading market position. In addition, we want to further increase product launch agility. Consistent with our commitment to serving the entire chain, we work closely with our customers to help them increase their sales.

Domestic market:

In the Aftermarket business segment, sales in the domestic market grew by 34.3% in Q1 2023 due to an increase in volume/price of 66.6% and negative exchange rate effects of 32.3%.

Foreign market:

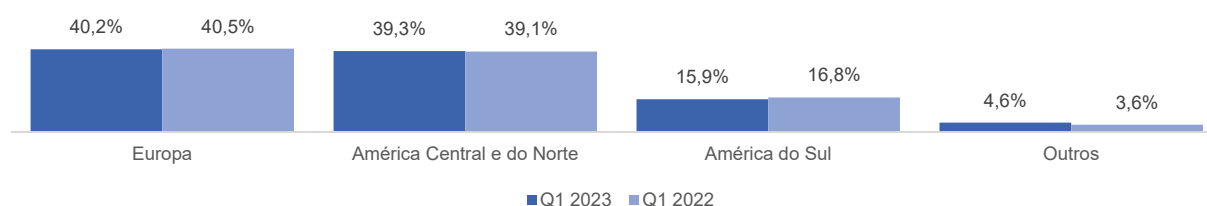
In the Aftermarket business segment, exports fell by 20.7% in Q1 2023 due to a decrease in volume/price of 17.3% and negative exchange rate effects of 3.4%.

The table below shows Aftermarket business segment's exports in major trading currencies:

Aftermarket			
Exports by currency (in millions)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)
EUR	0.5	0.6	-24.1%
USD	11.8	14.2	-16.7%
Total equivalent in USD	12.3	15.0	-17.5%

4.4 Consolidated export by geographical market

The graph below shows our exports by geographical market for the periods under review:



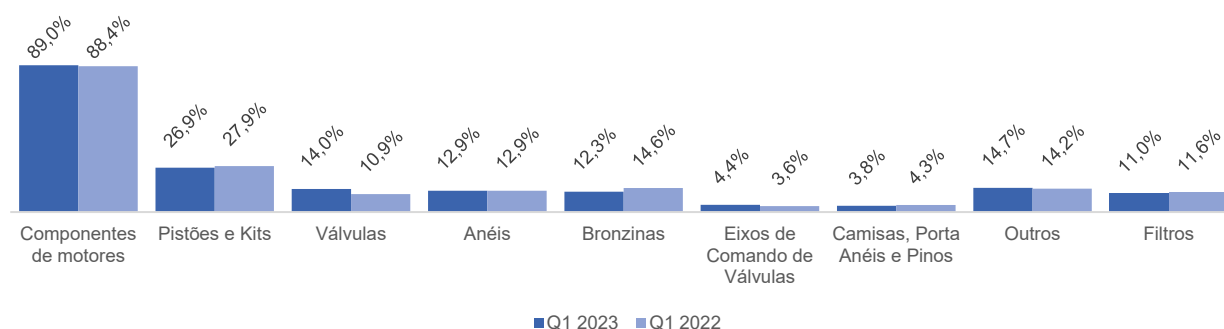
4.5 Net sales by segment and by product

In Q1 2023, sales in the Engine Components segment grew by 15.6% while sales in the Filter segment grew by 8.9% compared with Q1 2022.

Net sales by segment (in BRL million)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Engine components	910.2	787.2	15.6%	89.0%	88.4%
Filters	112.0	102.8	8.9%	11.0%	11.6%
Total	1,022.2	890.0	14.9%	100.0%	100.0%

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The graph below shows sales generated by product category compared to total sales in Q1 2023 and Q1 2022:



4.6 Gross margin

Summary of income statement items (in BRL million)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Net sales	1,022.2	890.0	14.9%	100.0%	100.0%
Cost of sales	(704.2)	(653.9)	7.7%	-68.9%	-73.5%
Gross profit	318.0	236.1	34.7%	31.1%	26.5%

MAHLE focuses on activities and actions to achieve productivity increases and synergies in the production processes, which may partially offset cost increases, especially the sharp rise in raw material and commodity prices. Furthermore, a transparent relationship with suppliers and customers through a consistent structured pricing framework helps manage these cost increases.

4.7 Selling, general and administrative expenses

Summary of income statement items (in BRL million)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Net sales	1,022.2	890.0	14.9%	100.0%	100.0%
Selling and distribution expenses	(75.6)	(57.3)	31.9%	-7.4%	-6.4%
General and administrative expenses	(29.2)	(23.2)	25.9%	-2.9%	-2.6%

Selling and distribution expenses rose due to increased freight costs, variable selling expenses and higher personnel costs.

General and administrative expenses rose due to increased maintenance expenses, service expenses, materials and utilities expenses and personnel costs.

Further information is presented in Notes 26 and 27 to the Interim Financial Statements as of March 31, 2023.

4.8 Research and development expenses

Summary of income statement items (in BRL million)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Net sales	1,022.2	890.0	14.9%	100.0%	100.0%
Research and development expenses	(12.9)	(11.4)	13.2%	-1.3%	-1.3%

Research and development expenses are driven by market demand, regional technology trends and auto industry incentive programs, in particular the motor vehicle emission control program known as PROCONVE and the fuel efficiency program called ROTA2030.

We believe that continuing investment in research and development is crucial for maintaining us at the forefront of innovative technologies and products and giving us a competitive edge in the markets we serve.

We have the second largest research and development center in South America for powertrain technology, combustion engine components and integrated solutions, and solutions to sustainable mobility and decarbonization.

4.9 Other operating income and expenses

Other operating income and expenses (in BRL million)	Q1 2023 (a)	Q1 2022 (b)	Change (a-b)
Provision for/reversal of labor, civil and tax proceedings	2.6	(4.5)	7.1
Gain/loss on disposal of assets/other	1.7	-	1.7
Recovered taxes (Reintegra)	0.3	1.5	(1.2)
Provision for/reversal of obsolescence	0.2	-	0.2
Export expenses (Argentina)	-	(1.6)	1.6
Net gain on inflation adjustment	-	0.1	(0.1)
Taxes (PIS and COFINS) on other revenue	(1.2)	-	(1.2)
Agreement with subsidiary's minority shareholder	(1.3)	-	(1.3)
Other income/expenses	0.9	(0.2)	1.1
Total other operating income (expenses), net	3,2	-4,7	7,9

4.10 Operating result measured by EBITDA

The table below shows changes in the components of EBITDA for the periods under review:

EBITDA: Changes for the period	Amount	Margin
Q1 2022	178.5	20.1%
Gross profit	81.9	
Selling and distribution expenses	(18.3)	
General and administrative expenses	(6.0)	
Technology and product development expenses	(1.5)	
Other operating income (expenses)	7.9	
Gains/losses on net monetary position	14.9	
Depreciation	2.7	
Q1 2023	260.1	25.4%

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4.11 Finance income and costs

At the end of Q1 2023, the Company recorded net finance income of R\$ 14.8 million, while in Q1 2022 it recorded net finance costs of R\$ 4.0 million, representing an improvement of R\$ 18.8 million year-over-year.

Finance income and costs (in BRL million, except percent)	Q1 2023 (a)	Q1 2022 (b)	Change (a-b)
Net interest income (expense) (i)	23.5	11.8	11.7
Interest income on financial investments	22.7	9.8	12.9
<i>Financial investments – average amount</i>	<i>257.5</i>	<i>291.4</i>	<i>-11.6%</i>
<i>Average interest rate per annum (Brazil)</i>	<i>13.6%</i>	<i>9.0%</i>	<i>4.7%</i>
<i>Average interest rate per annum (Argentina)</i>	<i>65.4%</i>	<i>34.0%</i>	<i>31.4%</i>
Interest expense on loans and borrowings	(4.3)	(2.4)	(1.9)
<i>Debt – average amount</i>	<i>(368.0)</i>	<i>(255.2)</i>	<i>44.2%</i>
<i>Average cost of debt per annum</i>	<i>3.7%</i>	<i>3.1%</i>	<i>0.6%</i>
Other interest income	5.1	4.4	0.7
Effect of movements in exchange rates and loss on derivatives (ii) - (1+2+3)	(3.0)	(10.2)	7.2
1. Exchange rate effects on accounts receivable/accounts payable (1.1. + 1.2.)	(15.2)	(15.5)	0.3
1.1. Exchange rate effects	(26.1)	(36.6)	10.5
1.2. FX hedge			
<i>Note: Further information is provided in Note 31 to the Interim Financial Statements as of March 31, 2023.</i>	11.0	21.1	(10.2)
2. Exchange rate effects on foreign exchange contracts (ACC) / export credit notes (NCE)	13.4	27.6	(14.2)
3. Other transactions	(1.3)	(22.3)	21.0
Net effects from inflation adjustments + Other (iii)	(5.7)	(5.6)	(0.1)
Net effects from inflation adjustments	(3.7)	(5.6)	1.9
Other	(2.0)	0.0	(2.0)
Net finance income (costs) (i + ii + iii)	14.8	(4.0)	18.8

4.12 Income tax and social contribution

The Company recorded an income tax and social contribution expense of R\$ 63.7 million at March 31, 2023 in the consolidated financial statements (expense of R\$ 29.3 million at March 31, 2022), as follows:

- Current tax: R\$ 51.5 million expense incurred principally by the parent company;
- Deferred tax: R\$ 12.2 million expense with no impact on cash, comprising mainly changes in provisions.

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Additional information on income tax and social contribution is presented in Note 11 to the Interim Financial Statements as of March 31, 2023.

4.13 Net profit

Summary of income statement items (in BRL million, except percent)	Q1 2023 (a)	Q1 2022 (b)	HA % (a/b)	VA % (a)	VA % (b)
Net sales	1,022.2	890.0	14.9%	100.0%	100.0%
Net profit attributable to owners of the parent	186.0	123.0	51.2%	18.2%	13.8%
Net margin attributable to owners of the parent	18.2%	13.8%	4.4 p.p.		

Additional information on earnings per share (EPS) is provided in Note 23 to the Interim Financial Statements as of March 31, 2023.

4.14 Capital expenditures

The table below shows capital expenditures and total accumulated depreciation for Q1 2023 and Q1 2022:

Capital expenditure & Depreciation (in BRL million)	Q1 2023	Q1 2022
Capital expenditure	9.9	17.7
Total depreciation	22.2	22.8
Capital expenditure	Q1 2023	Q1 2022
Ratio of capital expenditure to net sales	1.0%	2.0%
Ratio of capital expenditure to depreciation	44.6%	77.6%
Net sales	1,022.2	890.0

In Q1 2023, we invested in research and development equipment, new machinery and equipment to increase productivity and quality, new products, building improvements, information technology, among others.

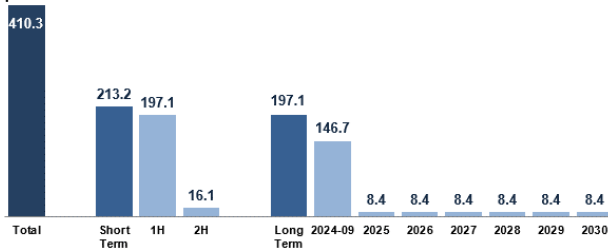
4.15 Net assets and liabilities position

The Company reported net cash of R\$ 119.7 million at the end of Q1 2023 versus net cash of R\$ 91.4 million at the end of 2022. On January 26, 2023, the Company distributed R\$ 107.1 million (0.8350347061 gross per share) of interest on capital relating to fiscal year 2022, which impacted the net assets and liabilities position, as shown below:

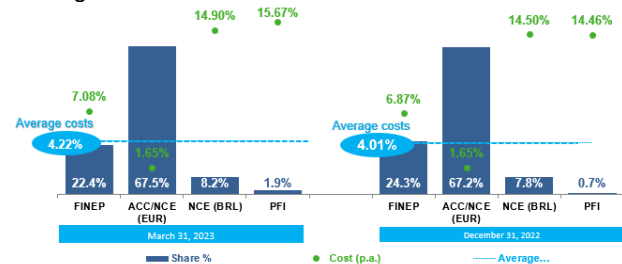
Net assets and liabilities position (in BRL million)	March 31, 2023 (a)	December 31, 2022 (b)	Change (a-b)	Debt % (a)	Debt % (b)
Cash and cash equivalents / bank balances / marketable securities (i):	530.0	505.5	24.5		
Loans and borrowings (ii):	(410.3)	(414.1)	3.8	100%	100%
Short-term	(213.2)	(209.9)	(3.3)	52.0%	50.7%
Long-term	(197.1)	(204.2)	7.1	48.0%	49.3%
Net cash (i - ii):	119.7	91.4	28.3		

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We present below the maturities of operations allocated in the short and long term at the end of 1Q2023, which represent 52.0% and 48.0%, respectively, of the financing presented in the table above:



The charts below show the breakdown of our financing on March 31, 2023, and December 31, 2022, by type of funding with their respective costs, as well as the weighted average cost:



4.16 Distribution of dividends and interest on capital to shareholders

In 2022, the Board of Directors of the Company approved the distribution of R\$ 107.1 million in the form of interest on capital (gross), which was submitted for approval by the General Meeting of Shareholders held on April 27, 2023:

Date of approval	Record date	Ex-payout date	Date of payment	Type of payout	Period	Fiscal year	Total gross amount (in BRL million)	Gross value per share (BRL)	Net value per share (BRL)
December 26, 2022	December 26, 2022	January 2, 2023	January 26, 2023	Interest on capital	January 1, 2022 to December 31, 2022	2022	107.1	0.8350347061	0.7097795002

At the same General Meeting, the shareholders approved the distribution of R\$ 451.9 million, as follows:

- R\$ 276.3 million of remaining mandatory minimum dividends and proposed additional dividends relating to the fiscal year 2022; and
- R\$ 175.6 million of proposed additional dividends out of remaining profit for the prior year: In 2020, the Company created a special reserve for dividends in accordance with paragraph 4 of article 202 of the Brazilian Corporation Law due to the COVID-19 pandemic. Now, as the pandemic has abated, the withheld amounts were released.

The following table shows more information about these distributions:

Date of approval	Record date	Ex-dividend date	Date of payment	Type of payout	Period	Fiscal year	Total gross amount (in BRL million)	Gross value per share (BRL)
April 27, 2023	April 27, 2023	April 28, 2023	May 26, 2023	Dividends	Remaining mandatory minimum dividends	2022	32.2	0.2513091589
April 27, 2023	April 27, 2023	April 28, 2023	May 26, 2023	Dividends	Proposed additional dividends	2022	244.1	1.9027104053
April 27, 2023	April 27, 2023	April 28, 2023	May 26, 2023	Dividends	Proposed additional dividends out of remaining profit for the prior year	2019	175.6	1.3683476356
Total						451.9	3.5223671998	

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For more information about payout, please visit our website <https://ri.mahle.com.br/acoes/historico-de-proventos/>

5. Investor Relations and Capital Market

During Q1 2023, our Investor Relations department continued working a number of initiatives to improve internal processes and the flow of information and intensify interactions with investors, shareholders and the overall financial community, as well as communicate the Company's fundamentals.

5.1 MAHLE Investor Day 2023 & APIMEC Meeting

Listed companies hold events to provide investors with information on strategic matters in a more transparent way.



On April 3, 2023, MAHLE Metal Leve held in São Paulo its Investor Day 2023 & APIMEC Meeting – a great opportunity to discuss topics such as: the fundamentals of the original equipment market and Aftermarket, public financial data, culture and diversity, technology, strategies and sustainability.

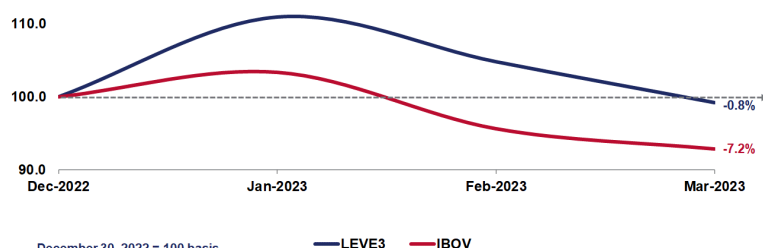
The material of the event is available at the MAHLE Investor Relations website. Scan the QR code or click on the links below to access the material in Portuguese:



- [Click here for a teaser of the event.](#)
- [Click here for presentation.](#)
- [Click here to watch the event replay video.](#)

5.2. Stock performance and free float

The graph below (base 100) shows the market performance of LEVE3 stock and Ibovespa ¹ in Q1 2023, and Average Daily Trading Volume (ADTV) and the ratio of average turnover to free-float market capitalization:



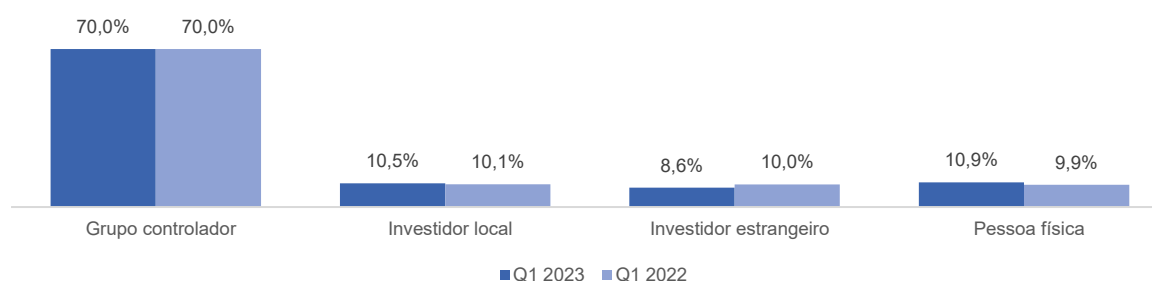
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¹ IBOVESPA is a major market index which tracks the performance of the most liquid stocks traded on Brazil's Stock Exchange B3 – Brasil, Bolsa, Balcão.

Average Daily Trading Volume and Turnover Rate				
Period:	Q2 2022	Q3 2022	Q4 2022	Q1 2023
Trading volume (in BRL million):	8.1	4.5	5.8	7.9
Turnover:	0.86%	0.48%	0.55%	0.65%

5.3. Shareholder structure

At the end of Q1 2023 and Q1 2022, the Company's existing shareholder base and free float are as follows:



6. Independent Auditors

In accordance with CVM Resolution 162/22, the Company and its subsidiaries take appropriate steps to ensure that the provision of non-audit services by the external auditors does not create any conflict of interest or impair the independence and objectivity of the external auditors.

During the first quarter of 2023, the Company did not engage Ernst & Young Auditores Independentes S/S Ltda to perform non-audit services and there is, therefore, no situation that could constitute conflict of interest under that CVM Resolution.

In addition, in compliance with articles 28 and 31 of CVM Resolution 23 of February 25, 2021, the Company made on November 28, 2022 an announcement to its shareholders and the general market that it appointed Ernst & Young Auditores Independentes S/S ("EY") as its independent auditors. [Click here](#) to access the announcement.

7. Executive Board's Declaration

In compliance with the provisions of CVM Resolution 80/22, the Executive Board hereby declares that it has discussed, reviewed and agrees with the interim financial statements for the period ended March 31, 2023 and the conclusions expressed in the independent auditor's report.

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8. Acknowledgements

We would like to thank our employees, shareholders, customers and suppliers for their continued support and confidence during the first quarter of 2023.

The Management Board

9. Appendices

9.1. Balance sheet

Balance Sheet (Consolidated)	03.31.23	12.31.22
Assets	3,242.0	3,132.7
Current assets	2,017.3	1,920.0
Cash and cash equivalents	36.3	61.9
Marketable securities	102.3	-
Financial investments	298.9	365.5
Trade accounts receivable	713.3	659.3
Inventories	593.1	545.0
Recoverable taxes	163.4	200.7
Income tax and social contribution recoverable	57.4	55.9
Other assets	52.6	31.7
Non-current assets	1,224.7	1,212.7
Deferred taxes	25.8	32.3
Loans to related parties	92.5	78.1
Recoverable taxes	11.3	17.0
Property, plant and equipment	600.1	616.1
Intangible assets	389.8	390.1
Long-term assets in use	49.6	48.5
Other assets	55.6	30.6
Liabilities	3,242.0	3,132.7
Current liabilities	983.3	1,039.2
Salaries, vacation and social charges	123.0	109.7
Trade accounts payable	357.9	327.0
Lease liability	11.1	10.9
Income tax and social contribution payable	37.9	52.7
Borrowings	213.2	209.9
Provisions	72.6	105.7
Other liabilities	167.6	223.3
Non-current liabilities	531.5	513.8
Borrowings	197.1	204.2
Trade accounts payable	39.2	38.2
Deferred taxes	13.9	8.5
Provisions	257.0	237.9
Other liabilities	24.3	25.0
Consolidated shareholder's equity	1,727.2	1,579.7
Capital stock	966.3	966.3
Revenue reserves	525.0	525.0
Special reserve	419.7	419.7
Retained earnings (accumulated deficit)	186.2	-
Other comprehensive income	36.5	34.2
Cumulative translation adjustments	(409.2)	(358.6)
Non-controlling interests	2.7	(6.9)

9.2. Statement of income

Income Statement (Consolidated)	03.31.23 (a)	03.31.22 (b)	Var. (a/b)
Net sales revenue	1,022.2	890.0	14.9%
Cost of sales	(704.2)	(653.9)	7.7%
Gross income	318.0	236.1	34.7%
Operating income (expenses)	(83.2)	(80.2)	3.7%
Selling expenses	(75.6)	(58.0)	30.3%
Gains/losses on the recoverable value of accounts receivable	0.0	0.7	-100.0%
General and administrative expenses	(29.2)	(23.2)	25.9%
Technology and product development expenses	(12.9)	(11.4)	13.2%
Other operating income (expenses), net	3.2	(4.7)	-168.1%
Gains/losses on net monetary position	31.3	16.4	90.9%
Profit before finance income and costs	234.8	155.9	50.6%
Finance income	82.4	84.7	-2.7%
Finance costs	(67.6)	(88.7)	-23.8%
Income and social contribution taxes	249.6	151.9	64.3%
Current Income tax and social contribution	(51.5)	(28.1)	83.3%
Deferred Income tax and social contribution	(12.2)	(1.2)	916.7%
Profit for the period	185.9	122.6	51.6%
Attributable to: Owners of the parent	186.0	123.0	51.2%
Attributable to: Non-controlling-interests	(0.1)	(0.4)	-75.0%
Basic and diluted earnings per share (in reais)	1.45024	0.95908	51.2%

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9.3. Statement of cash flows

Statement Of Cash Flows (Consolidated)	03.31.23	03.31.22
Cash flows from operating activities		
Profit (losses) before tax	249.6	151.9
Depreciation and amortization	25.4	22.6
Interest and monetary and exchange variations, net	5.5	(11.5)
Losses/(gains) on derivative financial instruments	(2.4)	(4.0)
Result on disposal of property, plant and equipment	(1.5)	0.1
Provision (reversal) for impairment of trade receivables	-	(1.2)
Provision (reversal) for contingencies and legal obligations	(3.7)	3.4
Provision (reversal) for guarantees	(0.6)	(0.7)
Other provisions (reversal)	14.9	(0.5)
Reversal) of provision for impairment of the property, plant and equipment and intangible assets	(0.2)	(0.2)
Provision (reversal) for losses on inventories	4.5	(3.8)
Interest expense on lease liability	1.3	0.2
PIS / COFINS (taxes)	(6.9)	(16.4)
Gain / loss on monetary variation, net	(31.3)	(9.7)
Tax credits: exclusion of ICMS from PIS and COFINS tax calculation basis	-	-
Changes in assets and liabilities		
Trade accounts receivable and related parties	(53.6)	(10.6)
Inventories	(49.2)	(44.4)
Recoverable taxes	50.9	13.3
Other assets	(16.5)	(13.8)
Trade accounts payable and related parties	32.3	36.0
Salaries, accrual for vacation and social charges	13.3	12.4
Taxes and contributions payable	(18.7)	(9.5)
Other liabilities	(30.4)	6.9
Cash from operations	182.6	120.5
Income tax and social contribution paid	(23.3)	(22.9)
Net cash used in operating activities	159.3	97.6
Net Cash from Investment Activities	(120.3)	(56.6)
Loans granted to related subsidiaries	(200.8)	(365.3)
Loan repayments received from related parties	186.3	323.5
Additions to property, plant and equipment	(11.3)	(14.8)
Marketable securities acquisition	(96.2)	-
Proceeds from sales of property, plant and equipment	1.7	0.0
Net Cash from Financing Activities	(103.1)	(14.1)
Proceeds from borrowings	5.3	-
Repayment of principal of loans	(9.6)	(9.2)
Payment of interest on loans	(1.4)	(1.8)
Dividends and interest on capital paid	(92.7)	(0.0)
Repayment of the principal of the lease liability	(4.7)	(3.1)
Effect of foreign exchange variation on cash and cash equivalents	(28.2)	(26.9)
Net increase in cash and cash equivalents	(92.3)	(0.0)
Cash and cash equivalents at the beginning of the period	427.4	361.1
Cash and cash equivalents at the end of the period	335.2	361.1
Net increase in cash and cash equivalents	(92.3)	(0.0)

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For more information, please access our Center of Results at MAHLE Investor Relations website: <https://ri.mahle.com.br/informacoes-financeiras/central-de-resultados/>

