

(A free translation of the original in Portuguese)

**MAHLE Metal Leve S.A.**

Quarterly information (ITR)  
on March 31, 2023

**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%
<b>Total change in revenue:</b>	<b>↑ 14.9%</b>

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 <sup>1</sup>	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 <sup>1</sup>	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 <sup>1</sup>	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.

<sup>1</sup> [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%).

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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 Jundiá, 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: Anfaeva

(\*) 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: Anfaeva (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%
<b>North America</b>	<b>3,943</b>	<b>3,686</b>	<b>7.0%</b>
Production of light commercial vehicles	4,358	3,914	11.3%
Production of medium-sized and heavy-duty commercial vehicles	147	145	1.4%
<b>Europe</b>	<b>4,505</b>	<b>4,059</b>	<b>11.0%</b>
<b>Total vehicle production</b>	<b>8,449</b>	<b>7,745</b>	<b>9.1%</b>

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)
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>
Cost of sales	(704.2)	(653.9)	7.7%	-68.9%	-73.5%
<b>Gross profit</b>	<b>318.0</b>	<b>236.1</b>	<b>34.7%</b>	<b>31.1%</b>	<b>26.5%</b>
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%
<b>Operating profit</b>	<b>234.8</b>	<b>155.9</b>	<b>50.6%</b>	<b>23.0%</b>	<b>17.5%</b>
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%
<b>Profit for the period</b>	<b>185.9</b>	<b>122.6</b>	<b>51.6%</b>	<b>18.2%</b>	<b>13.8%</b>
<b>Profit attributable to owners of the Company</b>	<b>186.0</b>	<b>123.0</b>	<b>51.2%</b>	<b>18.2%</b>	<b>13.8%</b>
Profit attributable to non-controlling interests	(0.1)	(0.4)	-75.0%	0.0%	0.0%
<b>EBITDA</b>	<b>260.1</b>	<b>178.5</b>	<b>45.7%</b>	<b>25.4%</b>	<b>20.1%</b>

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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%
<b>Subtotal</b>	<b>606.9</b>	<b>548.1</b>	<b>10.7%</b>
Aftermarket – Domestic market	352.2	262.3	34.3%
Aftermarket – Export market	63.1	79.6	-20.7%
<b>Subtotal</b>	<b>415.3</b>	<b>341.9</b>	<b>21.5%</b>
<b>Total</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>

### 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%
<b>Total equivalent in USD</b>	<b>61.3</b>	<b>57.2</b>	<b>7.1%</b>

## 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:

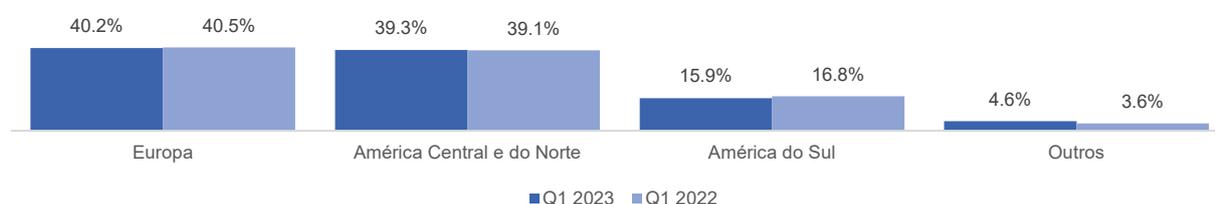
In the Aftermarket business segment, exports fell by 20.7% in Q1 2023 due to a decrease in volume/price of 17.3% and negative exchange rate effects of 3.4%.

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%
<b>Total equivalent in USD</b>	<b>12.3</b>	<b>15.0</b>	<b>-17.5%</b>

## 4.4 Consolidated export by geographical market

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



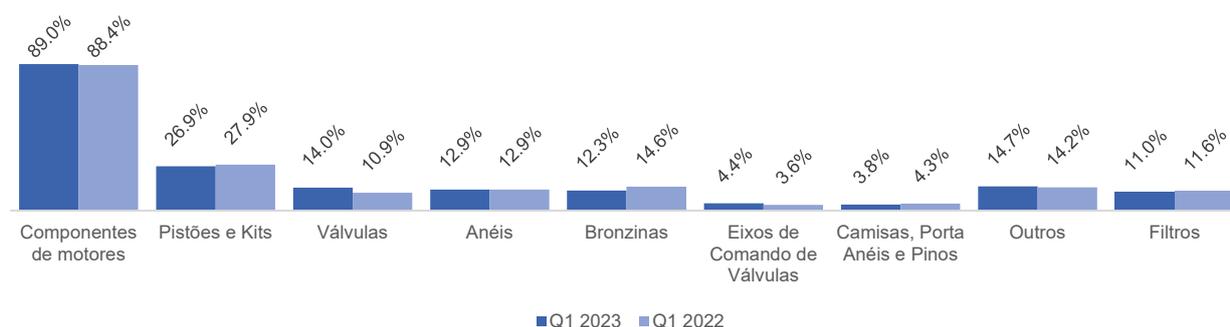
## 4.5 Net sales by segment and by product

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%
<b>Total</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>

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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)
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>
Cost of sales	(704.2)	(653.9)	7.7%	-68.9%	-73.5%
<b>Gross profit</b>	<b>318.0</b>	<b>236.1</b>	<b>34.7%</b>	<b>31.1%</b>	<b>26.5%</b>

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)
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>
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%

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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)
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>
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
<b>Total other operating income (expenses), net</b>	<b>3,2</b>	<b>-4,7</b>	<b>7,9</b>

## 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
<b>Q1 2022</b>	<b>178.5</b>	<b>20.1%</b>
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	
<b>Q1 2023</b>	<b>260.1</b>	<b>25.4%</b>

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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)
<b>Net interest income (expense) (i)</b>	<b>23.5</b>	<b>11.8</b>	<b>11.7</b>
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
<b>Effect of movements in exchange rates and loss on derivatives (ii) - (1+2+3)</b>	<b>(3.0)</b>	<b>(10.2)</b>	<b>7.2</b>
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
<b>Net effects from inflation adjustments + Other (iii)</b>	<b>(5.7)</b>	<b>(5.6)</b>	<b>(0.1)</b>
Net effects from inflation adjustments	(3.7)	(5.6)	1.9
Other	(2.0)	0.0	(2.0)
<b>Net finance income (costs) (i + ii + iii)</b>	<b>14.8</b>	<b>(4.0)</b>	<b>18.8</b>

#### 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)
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>	<b>14.9%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Net profit attributable to owners of the parent</b>	<b>186.0</b>	<b>123.0</b>	<b>51.2%</b>	<b>18.2%</b>	<b>13.8%</b>
<b>Net margin attributable to owners of the parent</b>	<b>18.2%</b>	<b>13.8%</b>	<b>4.4 p.p.</b>		

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%
<b>Net sales</b>	<b>1,022.2</b>	<b>890.0</b>

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.

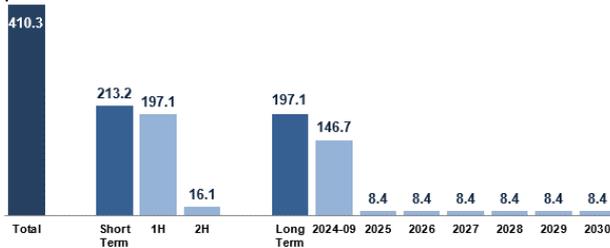
#### 4.15 Net assets and liabilities position

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:

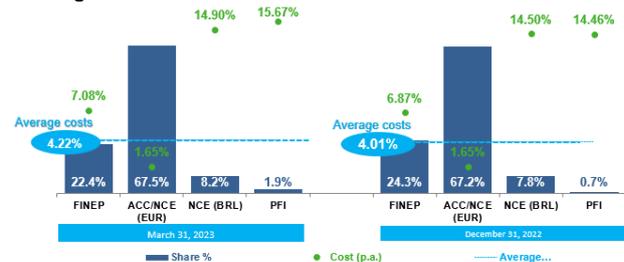
Net assets and liabilities position (in BRL million)	March 31, 2023 (a)	December 31, 2022 (b)	Change (a-b)	Debt % (a)	Debt % (b)
<b>Cash and cash equivalents / bank balances / marketable securities (i):</b>	<b>530.0</b>	<b>505.5</b>	<b>24.5</b>		
<b>Loans and borrowings (ii):</b>	<b>(410.3)</b>	<b>(414.1)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

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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
<b>Total</b>						<b>451.9</b>	<b>3.5223671998</b>	

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For more information about payout, please visit our website <https://ri.mahle.com.br/acoas/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.

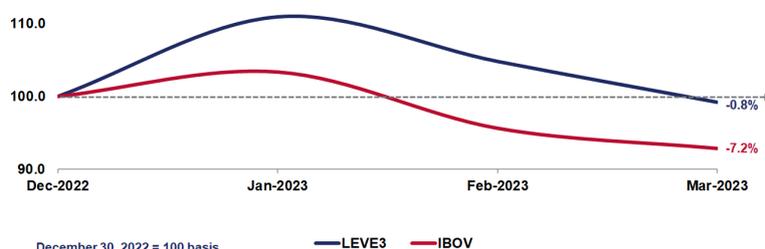
The material of the event is available at the MAHLE Investor Relations website. Scan the QR code or click on the links below to access the material in Portuguese:



- [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 <sup>1</sup> in Q1 2023, and Average Daily Trading Volume (ADTV) and the ratio of average turnover to free-float market capitalization:



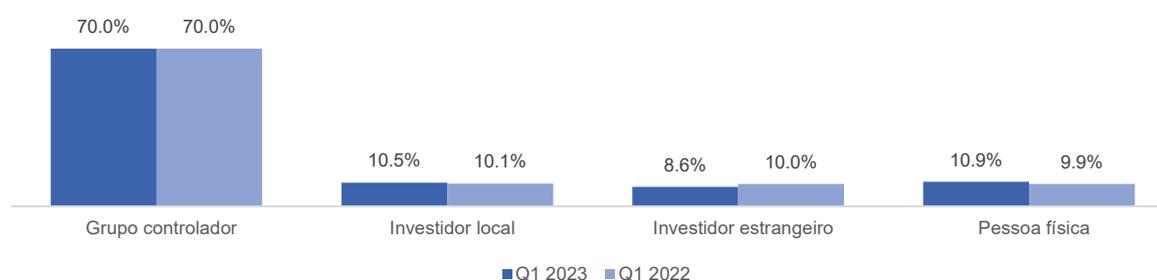
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<sup>1</sup> IBOVESPA is a major market index which tracks the performance of the most liquid stocks traded on Brazil's Stock Exchange B3 – Brasil, Bolsa, Balcão.

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

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



**A free translation from Portuguese into English of Independent Auditor's Review Report on Quarterly Information prepared in Brazilian currency in accordance with accounting practices adopted in Brazil, the International Financial Reporting Standards – IFRS and rules of the CVM.**

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## **Independent auditor's review report on quarterly information**

The Shareholders, Board of Directors and Officers  
**MAHLE Metal Leve S.A.**  
Mogi Guaçu - SP

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of MAHLE Metal Leve S.A. (the "Company"), contained in the Quarterly Information Form (ITR), for the quarter ended March 31, 2023, comprising the balance sheet as of March 31, 2023 and the respective statements of income, of comprehensive income, of changes in shareholders' equity and of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with NBC TG 21 *Demonstração Intermediária* 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 *Revisão de Informações Intermediárias Executada pelo Auditor da Entidade* 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 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 Form (ITR) and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

## **Other matters**

### ***Statements of value added***

The quarterly information referred to above includes the individual and consolidated statements of value added (SVA) for the three-month period ended March 31, 2023, prepared under the responsibility of the Company's management, and presented as supplementary information for IAS 34 purposes. These statements have been subject to review procedures performed in conjunction with the review of quarterly information to conclude that they are reconciled with interim financial information and accounting records, as applicable, and if their form and content are consistent with the criteria defined in NBC TG 09 Statement of Value Added. Based on our review, we are not aware of any fact that leads us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria established in the Technical Pronouncement and is consistent with respect to the individual and consolidated interim financial information taken as whole.

### ***Audit and review of prior year/period corresponding figures***

The amounts corresponding to the individual and consolidated balance sheet as at December 31, 2022 and the respective individual and consolidated statements of income, of comprehensive income, of changes in shareholders' equity, of cash flows and the value added for the three-month period ended March 31, 2022, and presented for comparative purposes, were previously audited and reviewed, respectively, by other independent auditors who issued an audit report on March 7, 2023 and a review report on the interim financial information on May 10, 2022, both unqualified.

Campinas, May 9, 2023.

ERNST & YOUNG  
Auditores Independentes S/S Ltda.  
CRC-SP027623/F



Alexandre Fermino Alvares  
Contador CRC-SP211793/O

(A free translation of the original in Portuguese)

**MAHLE Metal Leve S.A.**

Quarterly information (ITR)  
on March 31, 2023

(A free translation of the original in Portuguese)

MAHLE Metal Leve S.A.

Quarterly information (ITR) on March 31, 2023

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**MAHLE Metal Leve S.A.**  
**Balance sheet**  
at March 31, 2023 and December 31, 2022

All amounts in thousands of reais

(A free translation of the original in Portuguese)

Assets	Note	Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
Cash and cash equivalents	6.a	308,615	279,104	335,186	427,406
Marketable securities	6.b	-	-	102,291	-
Trade and related-party receivables	7	574,490	571,796	713,287	659,339
Inventories	8	433,046	374,166	593,113	544,997
Taxes recoverable	9	144,785	192,877	163,437	200,651
Income tax and social contribution recoverable	9	50,045	47,662	57,390	55,882
Derivative financial instruments	31	14,903	11,149	17,596	13,159
Other assets		24,373	14,989	34,980	18,615
<b>Total current assets</b>		<b>1,550,257</b>	<b>1,491,743</b>	<b>2,017,280</b>	<b>1,920,049</b>
Taxes recoverable	9	11,063	11,693	11,258	16,966
Loans to related parties	10	24,241	24,614	92,549	78,054
Judicial deposits linked to judicial proceedings	21	24,864	24,237	25,181	24,546
Deferred tax assets	11.b	25,578	32,001	25,835	32,261
Other assets		27,037	27,161	30,404	30,528
<b>Total long-term assets</b>		<b>112,783</b>	<b>119,706</b>	<b>185,227</b>	<b>182,355</b>
Investments in subsidiaries	12	459,254	427,710	-	-
Property, plant and equipment	13	525,060	537,665	600,078	616,137
Right-of-use assets	13	46,409	45,194	49,599	48,523
Intangible assets	14	389,767	390,097	389,799	390,135
		<b>1,420,490</b>	<b>1,400,666</b>	<b>1,039,476</b>	<b>1,054,795</b>
<b>Total non-current assets</b>		<b>1,533,273</b>	<b>1,520,372</b>	<b>1,224,703</b>	<b>1,237,150</b>
<b>Total assets</b>		<b>3,083,530</b>	<b>3,012,115</b>	<b>3,241,983</b>	<b>3,157,199</b>

The accompanying notes are an integral part of these interim financial statements.

**MAHLE Metal Leve S.A.**  
**Balance sheet**  
**at March 31, 2023 and December 31, 2022**

All amounts in thousands of reais

(A free translation of the original in Portuguese)

Liabilities		Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
Dividends and interest on capital payable	10	33,187	125,914	33,187	125,914
Trade and related-party payables	15	284,668	251,245	357,893	327,022
Taxes and contributions payable	16	28,238	47,792	37,876	52,749
Income tax and social contribution payable	16	20,885	-	40,235	15,310
Borrowings	17.a	205,322	207,153	213,215	209,875
Lease liabilities	17.b	9,985	9,364	11,123	10,893
Salaries, vacation pay and social charges	18	109,851	95,950	123,009	109,730
Sundry provision	19	53,761	76,196	56,756	88,017
Provisions for warranties	20	14,682	15,874	15,867	17,662
Derivative financial instruments	31	6,337	7,943	6,337	7,943
Advance from customers		14,365	16,620	15,067	16,710
Other liabilities		68,184	50,373	72,741	57,302
<b>Total current liabilities</b>		<b>849,465</b>	<b>904,424</b>	<b>983,306</b>	<b>1,039,127</b>
Deferred tax liabilities	11.b	-	-	13,933	8,488
Borrowings	17.a	197,108	204,218	197,108	204,218
Lease liabilities	17.b	36,969	35,867	39,234	38,201
Provisions for contingencies	21	251,146	256,166	256,950	262,438
Other liabilities		24,319	24,801	24,256	24,970
<b>Total non-current liabilities</b>		<b>509,542</b>	<b>521,052</b>	<b>531,481</b>	<b>538,315</b>
<b>Total liabilities</b>		<b>1,359,007</b>	<b>1,425,476</b>	<b>1,514,787</b>	<b>1,577,442</b>
<b>Equity</b>	22				
Share capital		966,255	966,255	966,255	966,255
Revenue reserves		944,743	944,743	944,743	944,743
Other comprehensive income		(372,718)	(324,359)	(372,718)	(324,359)
Retained earnings		186,243	-	186,243	-
<b>Equity attributable to the owners of the parent</b>		<b>1,724,523</b>	<b>1,586,639</b>	<b>1,724,523</b>	<b>1,586,639</b>
Non-controlling interests		-	-	2,673	(6,882)
<b>Total equity</b>		<b>1,724,523</b>	<b>1,586,639</b>	<b>1,727,196</b>	<b>1,579,757</b>
<b>Total liabilities and equity</b>		<b>3,083,530</b>	<b>3,012,115</b>	<b>3,241,983</b>	<b>3,157,199</b>

The accompanying notes are an integral part of these interim financial statements.

# MAHLE Metal Leve S.A.

## Statement of income

Periods ended March 31, 2023 and 2022

	Note	Parent company		Consolidated	
		03.31.2023	03.31.2022	03.31.2023	03.31.2022
Net revenue	24	828,753	731,901	1,022,151	890,004
Cost of sales and services	25	(590,612)	(569,440)	(704,159)	(653,878)
<b>Gross profit</b>		<b>238,141</b>	<b>162,461</b>	<b>317,992</b>	<b>236,126</b>
Selling expenses and distribution	26	(60,974)	(46,004)	(75,619)	(57,962)
Impairment of trade receivables		(656)	(20)	27	668
General and administrative expenses	27	(26,151)	(20,162)	(29,181)	(23,183)
Technology and product development costs	28	(11,110)	(10,068)	(12,916)	(11,420)
Other income	30	3,532	(2,849)	3,233	(4,714)
Gain on monetary items, net	34	46,528	27,031	31,264	16,386
<b>Profit before finance income (costs) and taxation</b>		<b>189,310</b>	<b>110,389</b>	<b>234,800</b>	<b>155,901</b>
Finance income	29	32,566	66,212	82,453	84,691
Finance costs	29	(20,870)	(71,117)	(67,623)	(88,668)
<b>Finance income (costs), net</b>	<b>29</b>	<b>11,696</b>	<b>(4,905)</b>	<b>14,830</b>	<b>(3,977)</b>
<b>Equity in the results of investees</b>	<b>12</b>	<b>33,986</b>	<b>44,217</b>	<b>-</b>	<b>-</b>
<b>Profit before taxation</b>		<b>234,992</b>	<b>149,701</b>	<b>249,630</b>	<b>151,924</b>
Current income tax and social contribution	11.a	(43,717)	(25,723)	(51,537)	(28,138)
Deferred income tax and social contribution	11.a	(5,197)	(920)	(12,147)	(1,166)
<b>Income tax and social contribution</b>		<b>(48,914)</b>	<b>(26,643)</b>	<b>(63,684)</b>	<b>(29,304)</b>
<b>Profit for the period</b>		<b>186,078</b>	<b>123,058</b>	<b>185,946</b>	<b>122,620</b>
<b>Profit attributable to:</b>	23				
Owners of the parent				186,078	123,058
Non-controlling interests				(132)	(438)
<b>Profit for the period</b>				<b>185,946</b>	<b>122,620</b>
<b>Basic and diluted earnings per share (in reais)</b>		<b>1.45024</b>	<b>0.95908</b>	<b>1.45024</b>	<b>0.95908</b>

The accompanying notes are an integral part of these interim financial statements

**MAHLE Metal Leve S.A.****Statement of comprehensive income****Periods ended March 31, 2023 and 2022**

All amounts in thousands of reais

(A free translation of the original in Portuguese)

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Profit for the period</b>	<b>186,078</b>	<b>123,058</b>	<b>185,946</b>	<b>122,620</b>
<b>Comprehensive income:</b>				
Items that may be reclassified subsequently to profit or loss				
Change in cash flow hedge, net	22.d 3,604	16,327	3,604	16,327
Income tax and social contribution on cash flow hedge	22.d (1,226)	(5,551)	(1,226)	(5,551)
Cumulative translation adjustments	22.d (50,626)	(74,926)	(50,626)	(74,926)
<b>Subtotal comprehensive income</b>	<b>(48,248)</b>	<b>(64,150)</b>	<b>(48,248)</b>	<b>(64,150)</b>
<b>Total comprehensive income for the period, net of income tax and social contribution</b>	<b>137,830</b>	<b>58,908</b>	<b>137,698</b>	<b>58,470</b>
<b>Comprehensive income attributable to:</b>				
Owners of the parent			137,830	58,908
Non-controlling interests			(132)	(438)
<b>Total comprehensive income</b>			<b>137,698</b>	<b>58,470</b>

The accompanying notes are an integral part of these interim financial statements.

**MAHLE Metal Leve S.A.**

**Statement of changes in equity**

**Years ended March 31, 2023 and 2022**

All amounts in thousands of reais  
(A free translation of the original in Portuguese)

Note	Attributable to owners of the parent												Total equity
	Revenue reserves						Other comprehensive income			Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	
	Share capital	Legal reserve	Reserve for expansion and modernization	Special reserve	Proposed additional dividends	Total	Carrying value adjustments	Cumulative translation adjustments	Total				
<b>At December 31, 2022</b>	966,255	193,251	331,789	-	419,703	944,743	34,187	(358,546)	(324,359)	-	1,586,639	(6,882)	1,579,757
<b>Equity transactions with shareholders</b>													
Prescribed dividends and interest on capital	-	-	-	-	-	-	-	-	-	54	54	-	54
Transactions with subsidiary - MAHLE Filtroil Ind. Com. de Filtros Ltda.	-	-	-	-	-	-	-	-	-	-	-	9,687	9,687
<b>Profit for the period</b>	-	-	-	-	-	-	-	-	-	186,078	186,078	(132)	185,946
<b>Other comprehensive income</b>													
Cumulative translation adjustments	22.d	-	-	-	-	-	-	(50,626)	(50,626)	-	(50,626)	-	(50,626)
Financial instrument adjustments	22.d	-	-	-	-	-	3,604	-	3,604	-	3,604	-	3,604
Taxes on financial instrument adjustments	22.d	-	-	-	-	-	(1,226)	-	(1,226)	-	(1,226)	-	(1,226)
Realization of deemed cost, net	22.d	-	-	-	-	-	(111)	-	(111)	111	-	-	-
<b>At March 31, 2023</b>	966,255	193,251	331,789	-	419,703	944,743	36,454	(409,172)	(372,718)	186,243	1,724,523	2,673	1,727,196

The accompanying notes are an integral part of these financial statements.

**MAHLE Metal Leve S.A.**

**Statement of changes in equity**

**Periods ended March 31, 2022 and 2021**

All amounts in thousands of reais

(A free translation of the original in Portuguese)

Note	Attributable to owners of the parent												Total equity
	Revenue reserves						Other comprehensive income			Retained earnings	Equity attributable to owners of the parent	Non-controlling interests	
	Share capital	Legal reserve	Reserve for expansion and modernization	Special reserve	Proposed additional dividends	Total	Carrying value adjustments	Cumulative translation adjustments	Total				
<b>At December 31, 2021</b>	966,255	184,833	157,761	175,572	404,428	922,594	28,358	(202,402)	(174,044)	-	1,714,805	(4,002)	1,710,803
<b>Profit for the period</b>	-	-	-	-	-	-	-	-	-	123,058	123,058	(438)	122,620
<b>Other comprehensive income</b>													
Cumulative translation adjustments	22.d	-	-	-	-	-	-	(74,926)	(74,926)	-	(74,926)	-	(74,926)
Financial instrument adjustments	22.d	-	-	-	-	-	16,327	-	16,327	-	16,327	-	16,327
Taxes on financial instrument adjustments	22.d	-	-	-	-	-	(5,551)	-	(5,551)	-	(5,551)	-	(5,551)
Realization of deemed cost, net	22.d	-	-	-	-	-	(123)	-	(123)	123	-	-	-
<b>At March 31, 2022</b>	966,255	184,833	157,761	175,572	404,428	922,594	39,011	(277,328)	(238,317)	123,181	1,773,713	(4,440)	1,769,273

The accompanying notes are an integral part of these interim financial statements.

**MAHLE Metal Leve S.A.**
**Statement of cash flows**
**Periods ended March 31, 2023 and 2022**

All amounts in thousands of reais

*(A free translation of the original in Portuguese)*

	Note	Parent company		Consolidated	
		03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Cash flows from operating activities</b>					
Profit before taxation		234,992	149,701	249,630	151,924
<b>Adjustments for:</b>					
Depreciation and amortization		24,599	21,583	25,384	22,577
Equity in the results of investees	12	(33,986)	(44,217)	-	-
Interest and foreign exchange and monetary variations, net		6,485	20,233	5,548	(11,512)
Unrealized (losses) gains on derivative financial instruments		(1,755)	(4,409)	(2,438)	(3,960)
Results on disposal of property, plant and equipment		(1,449)	73	(1,504)	77
Recognition (reversal) of provision for impairment of trade receivables	7	657	(204)	(27)	(1,155)
Recognition (reversal) of provision for tax and other contingencies	21	(3,806)	3,160	(3,734)	3,364
Recognition (reversal) of provisions for warranties	20	(748)	(714)	(575)	(689)
Recognition (reversal) of sundry provision	19	14,189	209	14,946	(534)
Recognition (reversal) of provision for impairment of property, plant and equipment and intangible assets		(244)	(194)	(244)	(194)
Recognition (reversal) of provision for inventory loss	8	2,362	228	4,451	(3,782)
Interest expense on lease liability	17.b	1,250	153	1,311	155
Gain on net monetary position	34	(46,528)	(27,031)	(31,264)	(16,386)
PIS and COFINS	9	(6,926)	(9,674)	(6,937)	(9,678)
<b>(Increase) decrease in assets</b>					
Trade and related-party receivables		(3,068)	(14,983)	(53,625)	(10,617)
Inventories		(60,802)	(76,702)	(49,225)	(44,401)
Taxes recoverable		54,290	10,647	50,947	13,275
Other assets		(17,920)	(7,592)	(16,493)	(13,768)
<b>Increase (decrease) in liabilities</b>					
Trade and related-party payables		34,825	52,160	32,273	36,018
Salaries, vacation pay and social charges		13,901	14,549	13,279	12,380
Taxes and contributions payable		(19,554)	(5,498)	(18,722)	(9,514)
Other liabilities		(18,451)	7,070	(30,425)	6,933
<b>Cash from operations</b>		<b>172,313</b>	<b>88,548</b>	<b>182,556</b>	<b>120,513</b>
Income tax and social contribution paid		(21,838)	(20,018)	(23,337)	(22,872)
<b>Net cash provided by operating activities</b>		<b>150,475</b>	<b>68,530</b>	<b>159,219</b>	<b>97,641</b>
<b>Cash flows from investing activities</b>					
Loans granted to subsidiaries		(2,200)	(300)	(200,837)	(365,349)
Loan repayments received from subsidiaries		-	-	186,448	323,498
Additions to property, plant and equipment	13	(9,928)	(13,952)	(11,316)	(14,832)
Additions to intangible assets	14	(35)	-	(35)	-
Acquisition of marketable securities		-	-	(96,226)	-
Proceeds from sale of property, plant and equipment		1,653	23	1,708	23
<b>Net cash used in investing activities</b>		<b>(10,510)</b>	<b>(14,229)</b>	<b>(120,258)</b>	<b>(56,660)</b>
<b>Cash flows from financing activities</b>					
Proceeds from borrowings	17.a	-	-	5,263	-
Repayment of principal of borrowings	17.a	(9,254)	(9,171)	(9,554)	(9,171)
Repayment of interest on borrowings	17.a	(1,353)	(1,770)	(1,402)	(1,770)
Repayment of the principal and interest on the lease liability	17.b	(4,244)	(2,716)	(4,651)	(3,145)
Dividends and interest on capital paid	10	(92,673)	(24)	(92,673)	(24)
<b>Net cash provided by (used in) financing activities</b>		<b>(107,524)</b>	<b>(13,681)</b>	<b>(103,017)</b>	<b>(14,110)</b>
<b>Effect of foreign exchange variation on cash and cash equivalents</b>		<b>(2,930)</b>	<b>(9,127)</b>	<b>(28,164)</b>	<b>(26,911)</b>
<b>Increase (reduction) in cash and cash equivalents, net</b>		<b>29,511</b>	<b>31,493</b>	<b>(92,220)</b>	<b>(40)</b>
<b>Represented by:</b>					
Cash and cash equivalents at the beginning of the period		279,104	273,927	427,406	361,089
Cash and cash equivalents at the end of the period	6	308,615	305,420	335,186	361,049
<b>Increase (reduction) in cash and cash equivalents, net</b>		<b>29,511</b>	<b>31,493</b>	<b>(92,220)</b>	<b>(40)</b>

The accompanying notes are an integral part of these interim financial statements.

**MAHLE Metal Leve S.A.****Statement of value added**

Periods ended March 31, 2023 and 2022

All amounts in thousands of reais

*(A free translation of the original in Portuguese)*

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Gross revenue</b>	<b>1,033,066</b>	<b>933,568</b>	<b>1,212,338</b>	<b>1,080,177</b>
Sales of goods, products and services	1,025,183	907,106	1,216,648	1,062,730
Other revenue	8,287	26,217	(4,153)	17,196
Provision for impairment of trade receivables	(404)	245	(157)	251
<b>Inputs acquired from third parties</b>	<b>(508,878)</b>	<b>(543,969)</b>	<b>(624,018)</b>	<b>(630,268)</b>
(Includes amounts of taxes: ICMS, IPI, PIS and COFINS)				
Cost of sales and services	(302,997)	(310,679)	(403,986)	(385,713)
Materials, energy, outsourced services and other	(203,764)	(231,889)	(217,915)	(243,081)
Impairment/recovery of assets	(2,117)	(1,401)	(2,117)	(1,474)
<b>Gross value added</b>	<b>524,188</b>	<b>389,599</b>	<b>588,320</b>	<b>449,909</b>
<b>Depreciation and amortization</b>	<b>(24,599)</b>	<b>(21,583)</b>	<b>(25,384)</b>	<b>(22,577)</b>
<b>Net value added generated by the company</b>	<b>499,589</b>	<b>368,016</b>	<b>562,936</b>	<b>427,332</b>
<b>Value added received through transfer</b>	<b>66,552</b>	<b>110,429</b>	<b>82,453</b>	<b>84,691</b>
Equity in the results of investees	33,986	44,217	-	-
Finance income	32,566	66,212	82,453	84,691
<b>Total value added to distribute</b>	<b>566,141</b>	<b>478,445</b>	<b>645,389</b>	<b>512,023</b>
<b>Distribution of value added</b>	<b>566,141</b>	<b>478,445</b>	<b>645,389</b>	<b>512,023</b>
<b>Personnel</b>	<b>161,881</b>	<b>145,357</b>	<b>176,335</b>	<b>157,470</b>
<b>Taxes and contributions</b>	<b>193,511</b>	<b>134,985</b>	<b>208,513</b>	<b>137,840</b>
<b>Capital providers</b>	<b>24,671</b>	<b>75,045</b>	<b>74,595</b>	<b>94,093</b>
Interest	5,281	2,291	6,704	3,093
Rentals	3,926	3,981	4,275	4,230
Foreign exchange, monetary and other variations	15,464	68,773	63,616	86,770
<b>Shareholders</b>	<b>186,078</b>	<b>123,058</b>	<b>185,946</b>	<b>122,620</b>
Retained earnings	186,078	123,058	186,078	123,058
Share of non-controlling interests of retained earnings	-	-	(132)	(438)

The accompanying notes are an integral part of these interim financial statements.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 1. Operations

#### General information

MAHLE Metal Leve S.A. (the Company) is an entity domiciled in Brazil. The registered address of the Company's head office is Ernst Mahle Avenue, number 2000, Zip Code 13.846.146, Mogi Guaçu, São Paulo. The Company's consolidated (consolidated) and separate (parent company) financial statements for the periods ended March 31, 2023, and 2022 includes the Company and its subsidiaries (referred to collectively as the Group).

The Company's main activities are the research, development, manufacturing and marketing, in Brazil and abroad, of parts and accessories for internal combustion engines, the sale of which is made to entities in various industries and lines of activity, such as manufacturers of automobiles, trucks and tractors, etc., the spare parts market, stationary and other engines industry.

The products manufactured by the Company are pistons, piston rings, gudgeon pins, camshafts, bearings, bushes, conrods, ring carriers, thrust washers, anti-polishing ring, cylinder liners and filters, The Company is also engaged in the manufacture of combustion engine valves as well as the marketing of products and provision of technical assistance on the international market.

The Company shares are listed on the Novo Mercado listing segment of B3 – Brasil, Bolsa, Balcão, which requires issuers to meet the highest standards of corporate governance

### 2. Entities of the Group (subsidiaries)

Subsidiaries	Country	Ownership percentage (%)			
		03.31.2023		12.31.2022	
		Direct	Indirect	Direct	Indirect
MAHLE Argentina S.A.	Argentina	99.2	0.8	99.2	0.8
MAHLE Filtroil Ind. e Com. de Filtros Ltda.	Brazil	100	-	60	-
MAHLE Metal Leve GmbH	Austria	100	-	100	-
MAHLE Hirschvogel Forjas S.A.	Brazil	51	-	51	-

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais), unless otherwise indicated.*

### **3. Basis of preparation**

#### ***a. Statement of compliance with respect to IFRS and CPC standards Statement of compliance (with IFRS, Brazilian accounting standards issued by the Federal Accounting Council (CFC) and pronouncements issued by the Brazilian Accounting Pronouncements Committee (CPC))***

The individual and consolidated interim financial statements of the Company have been prepared in accordance with IAS 34/CPC 21 (R1) *Interim Financial Reporting* issued by the International Accounting Standards Board (“IASB”) and the Brazilian Accounting Pronouncements Committee (“CPC”), respectively, and disclose the same information as that used by management in running the business.

In addition, the quartely information does not include all annual financial statement requirements in accordance with IAS 1/CPC 26 (R1) *Presentation of Financial Statements* and, therefore, it should be read together with the parent company and consolidated financial statements of MAHLE Metal Leve S.A. on December 31, 2022.

The preparation of interim financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company’s accounting policies. The assumptions and judgments made by management relating to the use of estimates applied in these quarterly financial statements are consistent with those applied in the financial statements for the year ended December 31, 2022 authorized for issue by the Board of Directors on March 7, 2023. conforme divulgadas na nota explicativa nº 5 das demonstrações financeiras relativas ao exercício findo em 31 de dezembro de 2022. See Note 5 of the financial statements for the year ended December 31, 2022 for details about estimates and judgements.

The issuance of the parent company and consolidated interim financial statements was authorized by the Company's Board of Directors on May 09, 2023.

### **4. Changes in accounting policies and disclosures**

These parent company and consolidated interim financial statements have been prepared under the same accounting practices as described and disclosed in Note 8 to the financial statements for the year ended December 31, 2022.

At March 31, 2023, to improve presentation the Company reclassified the amounts of judicial deposits linked to lawsuits – R\$ 24,864 Parent company (December 31, 2022: R\$ 24,237) and R\$ 25,181 Consolidated (December 31, 2022: R\$ 24,546) – to non-current assets from non-current liabilities (as a deduction from provision for contingencies).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 5. Segment reporting

#### 1) Operating segments

The Group determines the operating segments based on the reports used to take strategic operating decisions of the Management, the segments being divided into engine components and filter. The presentation of the reported information is consistent with the statement of profit or loss.

There was no change in the segment structure presented in the financial statements on December 31, 2022.

	Consolidated					
	03.31.2023			03.31.2022		
	Engine components	Filters	Consolidated	Engine components	Filters	Consolidated
<b>Revenue of the reportable segment</b>	<b>910,127</b>	<b>112,024</b>	<b>1,022,151</b>	<b>787,207</b>	<b>102,797</b>	<b>890,004</b>
Cost of sales (*)	(619,361)	(84,798)	(704,159)	(567,143)	(86,735)	(653,878)
<b>Gross profit</b>	<b>290,766</b>	<b>27,226</b>	<b>317,992</b>	<b>220,064</b>	<b>16,062</b>	<b>236,126</b>
Selling expenses and distribution and Impairment of trade receivables (*)	(66,096)	(9,496)	(75,592)	(49,093)	(8,201)	(57,294)
Administrative expenses (*)	(27,273)	(1,908)	(29,181)	(20,303)	(2,880)	(23,183)
Technology research costs (*)	(9,923)	(2,993)	(12,916)	(8,755)	(2,665)	(11,420)
Other operating income (expenses)	2,913	320	3,233	(5,328)	614	(4,714)
Gains (loss) on net monetary variation	29,463	1,801	31,264	15,456	930	16,386
<b>Profit before finance income (costs) and taxation</b>	<b>219,850</b>	<b>14,950</b>	<b>234,800</b>	<b>152,041</b>	<b>3,860</b>	<b>155,901</b>
Finance income	79,150	3,303	82,453	80,435	4,256	84,691
Finance costs	(62,817)	(4,806)	(67,623)	(82,382)	(6,286)	(88,668)
<b>Finance income (costs), net</b>	<b>16,333</b>	<b>(1,503)</b>	<b>14,830</b>	<b>(1,947)</b>	<b>(2,030)</b>	<b>(3,977)</b>
<b>Result by reportable segment before income tax and social contribution</b>	<b>236,183</b>	<b>13,447</b>	<b>249,630</b>	<b>150,093</b>	<b>1,831</b>	<b>151,924</b>
Depreciation/amortization values are included in the functional lines above (*)						
Depreciation and amortization	(23,152)	(2,232)	(25,384)	(21,294)	(1,283)	(22,577)

Net operating revenue comprises revenue from the sale of products and services, where most of service revenue refers to the engine component segment.

	Consolidated					
	03.31.2023			31.12.2022		
	Engine components	Filters	Consolidated	Engine components	Filters	Consolidated
<b>Assets</b>	<b>3,058,860</b>	<b>183,123</b>	<b>3,241,983</b>	<b>2,957,829</b>	<b>199,370</b>	<b>3,157,199</b>
	Consolidated					
	03.31.2023			03.31.2022		
	Engine components	Filters	Consolidated	Engine components	Filters	Consolidated
<b>Capital expenditures</b>	<b>8,453</b>	<b>1,496</b>	<b>9,949</b>	<b>13,598</b>	<b>4,122</b>	<b>17,720</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 2 ) Distribution by geographic area

No customer accounts for more than 10% of total consolidated.

Net operating revenue is distributed as follows:

Sales per country	Consolidated			
	1Q2023	%	1Q2022	%
<b>Domestic market (Brazil and Argentina)</b>	<b>642,179</b>	<b>62.8%</b>	<b>527,802</b>	<b>51.6%</b>
Brasil	522,135	51.1%	467,541	52.5%
Argentina	120,044	11.7%	60,261	6.8%
<b>Foreign market</b>	<b>379,972</b>	<b>37.2%</b>	<b>362,202</b>	<b>40.7%</b>
USA	89,487	8.8%	85,835	9.6%
Mexico	50,196	4.9%	48,120	5.4%
Germany	39,360	3.9%	44,679	5.0%
Italy	24,741	2.4%	30,854	3.5%
Spain	21,670	2.1%	17,717	2.0%
Sweden	16,742	1.6%	9,206	1.0%
France	13,475	1.3%	14,037	1.6%
Portugal	11,875	1.2%	9,095	1.0%
Austria	10,868	1.1%	4,624	0.5%
Canada	6,622	0.6%	4,707	0.5%
Chile	6,277	0.6%	6,154	0.7%
Paraguay	5,198	0.5%	6,352	0.7%
Turkey	4,435	0.4%	4,649	0.5%
India	4,429	0.4%	2,510	0.3%
Colombia	4,074	0.4%	5,547	0.6%
Bolivia	3,504	0.3%	2,657	0.3%
Peru	3,000	0.3%	7,204	0.8%
China	2,726	0.3%	1,736	0.2%
Belgium	2,598	0.3%	3,611	0.4%
Switzerland	2,413	0.2%	3,317	0.4%
Thailand	2,233	0.2%	1,000	0.1%
United Kingdom	2,076	0.2%	4,055	0.5%
Finland	2,027	0.2%	1,477	0.2%
Uruguay	1,676	0.2%	2,019	0.2%
Uzbekistan	1,654	0.2%	23	0.0%
Japan	1,562	0.2%	1,885	0.2%
Others	45,054	4.4%	39,132	4.4%
<b>Total</b>	<b>1,022,151</b>	<b>100.0%</b>	<b>890,004</b>	<b>100.0%</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 6. Cash and cash equivalents and marketable securities

#### a) Cash and cash equivalents

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
BRL	3,382	793	6,312	15,309
ARS (expressed in BRL)	-	-	14,325	9,923
USD (expressed in BRL)	8,651	26,823	8,651	26,823
EUR (expressed in BRL)	2,558	14,288	1,810	1,545
<b>Cash and cash equivalents</b>	<b>14,591</b>	<b>41,904</b>	<b>31,098</b>	<b>53,600</b>
BRL	285,605	232,579	289,762	236,895
ARS (expressed in BRL)	-	-	5,786	124,310
USD (expressed in BRL)	3,302	4,331	3,302	4,331
<b>Financial investments</b>	<b>288,907</b>	<b>236,910</b>	<b>298,850</b>	<b>365,536</b>
BRL	5,117	290	5,120	290
ARS (expressed em BRL)	-	-	118	7,935
USD (expressed em BRL)	-	-	-	41
EUR (expressed em BRL)	-	-	-	4
<b>Cash in transit</b>	<b>5,117</b>	<b>290</b>	<b>5,238</b>	<b>8,270</b>
<b>Total</b>	<b>308,615</b>	<b>279,104</b>	<b>335,186</b>	<b>427,406</b>

The Group holds checking accounts at major banks in Brazil and abroad.

Financial investments have made as follows:

- BRL – Certificates of bank deposit (CDBs) and resale agreements (100.0%) – These investments accrue interest, on average, at 101.0% p.a. (100.8% p.a. on December 31, 2022) of the CDI and are held only with Brazilian top-tier banks.
- ARS – Investment funds without grace periods and fixed-income investments with a term of thirty days, which carry average interest of 65% p.a. (66% p.a. on December 31, 2022) (BADLAR – Interest rate for term deposits).
- USD - Certificate deposits and Time deposits – These investments accrue interest, on average, at 6.1% p.a. (3.93% p.a. on December 31, 2021), are short-term and have original maturities of less than three months.

Cash in transit is deposits in foreign currency relating to funds received from customers abroad, available for redemption from the banks with which the Group operates, as well as payments received from local customers available on the next day (D+1).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### b) Marketable securities

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
USD (expressed em BRL)	-	-	102,291	-
<b>Marketable securities</b>	<b>-</b>	<b>-</b>	<b>102,291</b>	<b>-</b>

- USD – Debentures have an average interest rate of 5.73% p.a. and are backed by bonds rated ‘AA’ or higher by Fitch Ratings.

Financial investments are recorded at updated value up to the end of the period. Their values reflect the redemption amount that would be realized if the investments were redeemed on that date. Yields on these transactions are recognized as finance income.

## 7. Trade accounts receivables and other accounts receivables

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
<b>Market</b>				
Domestic	365,860	334,352	366,182	334,706
Foreign	62,660	65,318	226,287	218,580
	<b>428,520</b>	<b>399,670</b>	<b>592,469</b>	<b>553,286</b>
Other accounts receivable	5,476	5,948	5,476	5,948
Provision for impairment of trade receivables	(6,728)	(6,354)	(8,606)	(8,929)
	<b>427,268</b>	<b>399,264</b>	<b>589,339</b>	<b>550,305</b>
Related parties (Note 10)	147,222	172,532	123,948	109,034
<b>Total</b>	<b>574,490</b>	<b>571,796</b>	<b>713,287</b>	<b>659,339</b>

The Group's exposure to credit and currency risks relating to trade receivables is disclosed in Note 31.

Other receivables derive from the sale of property, plant and equipment, tooling, scraps and other.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

The amounts and aging analysis of trade receivables are as follows:

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Not yet due	408,751	376,041	563,494	516,956
Past due:				
Up to 7 days	3,153	4,427	5,742	10,847
From 8 to 30 days	7,859	10,811	10,724	12,064
From 31 to 60 days	6,030	5,835	7,405	7,379
From 61 to 90 days	927	1,768	2,011	3,540
From 91 to 120 days	898	791	1,155	995
From 121 to 180 days	1,999	1,462	2,375	2,072
From 181 to 360 days	2,031	2,370	2,312	2,702
Over 360 days	2,348	2,113	2,727	2,679
(-) Provision for impairment of trade receivables	(6,728)	(6,354)	(8,606)	(8,929)
<b>Total past due deducted provision</b>	<b>18,517</b>	<b>23,223</b>	<b>25,845</b>	<b>33,349</b>
<b>Total</b>	<b>427,268</b>	<b>399,264</b>	<b>589,339</b>	<b>550,305</b>

On March 31, 2023, trade receivables of the parent company in the amount of R\$ 18,517 (December 31, 2022 - R\$ 23,223) and consolidated trade receivables on March 31, 2023 of R\$ 25,845 (December 31, 2022 - R\$ 33,349) were past due but not impaired. These relate to a number of original equipment and aftermarket customers for whom there is no recent history of default. Other past-due accounts do not pose a risk for the Company because they were settled after the date of these interim financial statements.

The table above which presents the loss provision for accounts receivable past due for more than 120 days does not include amounts of goods returned and advances from customers to reflect the economic essence of the potential loss.

No provision for impairment of accounts receivable has been recognized for related parties, but there are no significant accounts.

Changes in the provision for impairment of trade receivables are as follows:

	Parent company	Consolidated
<b>At December 31, 2022</b>	<b>(6,354)</b>	<b>(8,929)</b>
Receivables provided for in the period	(2,967)	(3,143)
Receivables reversed in the period	2,311	3,067
Receivables written off definitively	252	252
Foreign exchange variation	30	147
<b>At March 31, 2022</b>	<b>(6,728)</b>	<b>(8,606)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 8. Inventories

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Finished products	186,464	173,613	292,788	289,165
Work in progress	133,046	102,725	154,347	120,257
Raw materials	82,105	80,696	99,760	98,551
Auxiliary materials	7,690	6,932	13,582	12,707
Imports in transit	23,741	10,200	32,636	24,317
<b>Total</b>	<b>433,046</b>	<b>374,166</b>	<b>593,113</b>	<b>544,997</b>

On March 31, 2023, inventory was stated net of provision for losses. These losses relate to products with a negative margin, tooling, quality issues, out-of-specification materials, obsolescence and slow-moving items in the amount of R\$ 50,311 (R\$ 47,949 on December 31, 2022) in the parent company and R\$ 69,009 (R\$ 67,430 on December 31, 2022) in the consolidated accounts.

Changes in the provision for inventory loss are as follows:

	Parent company	Consolidated
<b>At December 31, 2022</b>	<b>(47,949)</b>	<b>(67,430)</b>
Reversal of provision	4,121	7,299
Recognition of provision	(6,483)	(11,750)
Foreign exchange variation	-	2,872
<b>At March 31, 2023</b>	<b>(50,311)</b>	<b>(69,009)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 9. Taxes recoverable and income tax and social contribution recoverable

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Income tax and social contribution	50,045	47,662	57,390	55,882
<b>Income tax and social contribution recoverable</b>	<b>50,045</b>	<b>47,662</b>	<b>57,390</b>	<b>55,882</b>
COFINS (*)	109,126	127,553	109,125	127,553
ICMS and Excise Tax (IPI)	26,451	30,041	26,498	30,087
Value-added Tax on Sales and Services (ICMS) on	6,698	7,096	6,698	7,096
Import Tax	1,917	720	2,411	1,082
PIS (*)	468	27,437	468	27,438
Export incentive - Argentina	-	-	4,360	-
I.V.A. (Argentina)	-	-	11,097	3,881
Other	125	30	2,780	3,514
<b>Taxes recoverable</b>	<b>144,785</b>	<b>192,877</b>	<b>163,437</b>	<b>200,651</b>
<b>Current</b>	<b>194,830</b>	<b>240,539</b>	<b>220,827</b>	<b>256,533</b>
PIS and COFINS	-	-	195	193
Value-added Tax on Sales and Services (ICMS) on	11,063	11,693	11,063	11,693
Export incentive - Argentina	-	-	-	5,080
<b>Non-current</b>	<b>11,063</b>	<b>11,693</b>	<b>11,258</b>	<b>16,966</b>

(\*) On March 31, 2023, the Company recorded additional tax credits derived from the exclusion of ICMS from the PIS and COFINS tax base and updated the balances of tax credits for the period 2017-2023 – Parent company R\$ 6,926 and Consolidated R\$ 6,937.

The tax credits were recorded in profit or loss increasing the operating revenue for the period.

In December 2022 the Company began to offset the tax credits relating to the period August 2021-December 2022 and filed a claim with the Brazilian Revenue Service for recorded tax credits relating to the period March 2017-July 2021. On February 21, 2023 the Brazilian Revenue Service accepted the Company's tax credit claim.

At March 31, 2023, the balances of PIS and COFINS in current assets reflect Company's expectations of recovery of tax credits.

Notes to the interim financial statements

(in thousand of reais)

10. Related parties

The aggregate amount of transactions and outstanding balances with related parties is presented below:

	Parent company									
	Balances at 03.31.2023						Transactions from 01.01.2023 to 03.31.2023			
	Current assets		Non-current assets	Current liabilities			Sales/revenue		Purchases	
	Receivables (Note 7)	Payment term in days (***)	Loan	Suppliers (Note 15)	Payment term in days (***)	Dividends and interest on capital payable	Products	Other	Products	Other
<b>Companies</b>										
<b>Subsidiaries</b>										
<b>Direct subsidiaries</b>										
MAHLE Metal Leve GmbH	73,525	60	-	-	-	-	138,512	13	-	-
MAHLE Argentina S.A.	38,765	60	24,241	137	60	-	36,139	782	160	-
MAHLE Filtróil Indústria e Comércio de Filtros Ltda.	75	60	-	-	-	-	-	80	-	-
MAHLE Hirschvogel Forjas S.A.	12	60	-	-	-	-	-	12	-	-
<b>Sub-total subsidiaries</b>	<b>112,377</b>		<b>24,241</b>	<b>137</b>			<b>174,651</b>	<b>887</b>	<b>160</b>	<b>-</b>
<b>Related companies</b>										
MAHLE Behr Gerenciamento Térmico Brasil Ltda.	6,222	60	-	9,580	60	-	871	5,355	10,778	248
MAHLE Aftermarket Inc.	4,639	60	-	87	60	-	2,476	160	-	24
MAHLE Engine Components USA, Inc.	4,556	60	-	1,004	60	-	6,619	17	2,405	-
MAHLE Compressores do Brasil Ltda.	3,594	60	-	6,200	60	-	580	2,929	7,957	-
MAHLE Aftermarket S. de R.L. de C.V.	3,495	60	-	-	-	-	1,946	-	-	-
MAHLE Aftermarket GmbH	2,211	60	-	8,430	60	-	2,686	629	1,087	25
MAHLE International GmbH	1,403	60	-	12,829	60	-	-	1,909	-	11,911
MAHLE Polska Sp. z o.o.	1,381	60	-	-	-	-	-	1,382	-	-
MAHLE Componentes de Motor de Mexico, S. de R.L. de C.V.	1,176	60	-	4,848	60	-	865	-	4,915	(173)
MAHLE Engine Components Slovakia s.r.o.	1,025	60	-	-	-	-	1,003	-	-	-
MAHLE Componenti Motori Italia S.p.A.	948	60	-	101	60	-	1,587	-	-	-
MAHLE Sistemas de Filtración de Mexico S.A. de C.V.	947	60	-	-	-	-	433	-	-	-
MAHLE GmbH	507	60	-	4,210	60	-	17	251	463	4,140 (*)
MAHLE Engine Components (Yingkou) Co., Ltd.	469	60	-	-	-	-	507	-	-	-
MAHLE Indústria e Comércio Ltda.	440	60	-	2,221	60	19,347	-	1,038	1,017	2,663 (**)
MAHLE Industriemotoren-Komponenten GmbH	327	60	-	-	-	-	84	-	-	-
MAHLE Componentes de Motores S.A.	307	60	-	140	60	-	505	13	9	34
MAHLE Filter Systems USA	285	60	-	-	-	-	(3)	262	-	-
MAHLE Engine Components India Priv. Ltd.	278	60	-	-	-	-	287	-	-	-
MAHLE Engine Components (Nanjing) Co., Ltd.	242	60	-	-	-	-	249	-	-	-
MAHLE Kleinmotoren-Komponenten GmbH & Co. KG	133	60	-	-	-	-	139	-	-	-
MAHLE France SAS	70	60	-	-	-	-	31	-	-	-
MAHLE Engine Components (Chongqing) Co., Ltd.	43	60	-	-	-	-	281	-	-	-
MAHLE Ventiltrieb GmbH	43	60	-	-	-	-	43	-	-	-
MAHLE Engine Systems UK Ltd.	33	60	-	3,180	60	-	33	-	2,399	-
MAHLE Electric Drives Slovenija d.o.o.	24	60	-	-	-	-	-	23	820	-
MAHLE Anand Filter Systems Private Limited	21	60	-	-	-	-	41	-	-	-
MAHLE Engine Components Japan Corporation	21	60	-	25	60	-	22	-	-	25
MAHLE Industries, Inc.	4	60	-	2,756	60	-	-	4	-	230
MAHLE Japan Ltd.	1	60	-	108	60	-	-	1	-	109
MAHLE Aftermarket Pte. Ltd.	-	-	-	3,216	60	-	-	-	739	-
MAHLE Electric Drives (Taicang) Co., Ltd.	-	-	-	919	60	-	-	-	(1)	-
MAHLE Trading (Shanghai) Co., Ltd.	-	-	-	617	60	-	-	-	-	-
MAHLE Filtersysteme Austria GmbH	-	-	-	431	60	-	-	-	150	-
MAHLE Holding (China) Co., Ltd.	-	-	-	197	60	-	-	-	-	111
Mahle Automotive Technologies (China) Co., Ltd	-	-	-	155	60	-	-	-	-	155
MAHLE Aftermarket Italy S.p.A.	-	-	-	114	60	-	-	-	333	84
MAHLE Donghyun Filter Systems Co., Ltd.	-	-	-	92	60	-	-	-	178	-
MAHLE Filter Systems Japan Corporation	-	-	-	51	60	-	-	-	86	-
MAHLE Smartbike Systems S.L.U.	-	-	-	47	60	-	-	-	47	-
MAHLE Motor Parcalari San. Izmir A.S.	-	-	-	-	-	-	1,101	-	249	-
MAHLE Componente de Motor SRL	-	-	-	47	60	-	-	-	53	-
MAHLE chargeBIG GmbH	-	-	-	28	60	-	-	-	28	-
MAHLE Industriebeteiligungen GmbH	-	-	-	-	-	3,225	-	-	-	-
MAHLE S.A.U.	-	-	-	23	60	-	-	-	-	-
Other	-	-	-	43	60	-	-	-	8	3
<b>Total related companies</b>	<b>34,845</b>		<b>-</b>	<b>61,699</b>		<b>22,572</b>	<b>22,403</b>	<b>13,973</b>	<b>33,720</b>	<b>19,199</b>
<b>Total related parties</b>	<b>147,222</b>		<b>24,241</b>	<b>61,836</b>		<b>22,572</b>	<b>197,054</b>	<b>14,860</b>	<b>33,880</b>	<b>19,199</b>
* Brand license of RS 3,884										
** Rent of RS 2,663										
*** Realization of term days refers to current assets and current liabilities										

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Parent company									
	Balances at 12.31.2022						Transactions from 01.01.2022 to 03.31.2022			
	Current assets		Non-current assets	Current liabilities			Sales/revenue		Purchases	
	Receivables (Note 7)	Payment term in days (*)	Loan	Suppliers (Note 15)	Payment term in days (*)	Dividends and interest on capital payable	Products	Other	Products	Other
<b>Companies</b>										
<b>Subsidiaries</b>										
<b>Direct subsidiaries</b>										
MAHLE Argentina S.A.	68,643	60	24,614	149	60	-	36,177	835	358	-
MAHLE Metal Leve GmbH	66,426	60	-	-	-	-	93,839	1,536	-	-
MAHLE Filtróil Indústria e Comércio de Filtros Ltda.	55	60	-	-	-	-	-	76	-	-
MAHLE Hirschvogel Forjas S.A.	-	-	-	-	-	-	-	22	-	-
<b>Sub-total subsidiaries</b>	<b>135,124</b>		<b>24,614</b>	<b>149</b>		<b>-</b>	<b>130,016</b>	<b>2,469</b>	<b>358</b>	<b>-</b>
<b>Related companies</b>										
MAHLE Engine Components USA, Inc.	8,946	60	-	1,109	60	-	5,032	-	2,604	-
MAHLE Aftermarket GmbH	5,124	60	-	9,308	60	-	2,491	314	1,925	78
MAHLE Aftermarket S. de R.L. de C.V.	4,538	60	-	-	-	-	1,582	-	-	-
MAHLE Aftermarket Inc.	4,401	60	-	131	60	-	1,763	104	-	56
MAHLE Behr Gerenciamento Térmico Brasil Ltda.	2,484	60	-	6,794	60	-	861	5,041	8,837	260
MAHLE Componenti Motori Italia S.p.A.	2,324	60	-	185	60	-	9,338	-	80	-
MAHLE International GmbH	1,923	60	-	10,524	60	-	-	1,131	-	10,611
MAHLE Compressores do Brasil Ltda.	1,546	60	-	7,104	60	-	381	2,722	11,464	-
MAHLE Componentes de Motor de Mexico, S. de R.L. de C.V.	1,090	60	-	3,517	60	-	471	-	5,237	-
MAHLE Sistemas de Filtracion de Mexico S.A. de C.V.	807	60	-	-	-	-	-	-	-	-
MAHLE Motor Parcalari San. Izmir A.S.	696	60	-	250	60	-	1,467	-	102	-
MAHLE Engine Components (Nanjing) Co., Ltd.	676	60	-	-	-	-	30	-	-	-
MAHLE Engine Components (Chongqing) Co., Ltd.	447	60	-	-	-	-	758	-	-	-
MAHLE Engine Components (Yingkou) Co., Ltd.	426	60	-	-	-	-	289	-	-	-
MAHLE Filter Systems USA	397	60	-	-	-	-	185	211	-	-
MAHLE GmbH	330	60	-	21,031	60	-	58	3	1,047	4,572 (*)
Mahle Industriemotoren-Komponenten GmbH	285	60	-	-	-	-	14	-	-	-
MAHLE Componentes de Motores S.A.	258	60	-	2	60	-	245	7	9	-
MAHLE Indústria e Comércio Ltda.	199	60	-	2,147	60	73,990	-	671	509	2,531 (**)
MAHLE Behr GmbH & Co. KG Stuttgart	195	60	-	-	-	-	-	-	-	-
MAHLE Engine Components India Priv. Ltd.	71	60	-	-	-	-	5	-	-	1
MAHLE France SAS	62	60	-	-	-	-	19	-	-	-
MAHLE Trading Japan Co., Ltd.	52	60	-	-	-	-	-	12	-	-
MAHLE Engine Systems UK Ltd.	49	60	-	3,133	60	-	397	48	2,180	-
MAHLE Anéis Participações Ltda.	-	-	-	39	60	-	-	-	-	-
MAHLE Kleinmotoren-Komponenten GmbH & Co. KG	37	60	-	-	-	-	50	-	-	-
MAHLE Electric Drives Slovenija d.o.o.	29	60	-	287	60	-	-	34	-	-
MAHLE Aftermarket Pte. Ltd.	16	60	-	713	60	-	-	-	1,217	-
MAHLE Industries, Inc.	-	-	-	2,607	60	-	-	-	-	-
MAHLE Trading (Shanghai) Co., Ltd.	-	-	-	900	60	-	-	-	846	-
MAHLE Electric Drives (Taicang) Co., Ltd.	-	-	-	592	60	-	-	-	663	-
MAHLE Filtersysteme Austria GmbH	-	-	-	267	60	-	-	-	196	-
MAHLE Holding (China) Co., Ltd.	-	-	-	144	60	-	-	-	-	11
MAHLE Filter Systems Japan Corporation	-	-	-	118	60	-	-	-	-	-
MAHLE Filtersysteme GmbH	-	-	-	87	60	-	-	-	-	-
MAHLE Japan Ltd.	-	-	-	65	60	-	-	-	-	53
MAHLE Aftermarket Italy S.p.A.	-	-	-	30	60	-	-	-	-	-
MAHLE S.A.U.	-	-	-	23	60	-	-	-	-	-
MAHLE France SARL	-	-	-	23	60	-	-	-	-	-
MAHLE Engineering Services India Private Limited	-	-	-	9	60	-	-	-	-	-
MAHLE Automotive Technologies (China) Co., Ltd	-	-	-	8	60	-	-	-	-	-
MAHLE Filter Systems Philippines Corporation	-	-	-	5	60	-	-	-	-	-
MAHLE Aftermarket Ltd.	-	-	-	5	60	-	-	-	-	-
MAHLE Holding (India) Private Limited	-	-	-	2	60	-	-	-	-	-
MAHLE Industriebeteiligungen GmbH	-	-	-	-	-	12,332	-	-	-	-
MAHLE Engine Components Slovakia s.r.o.	-	-	-	-	-	-	46	-	-	-
MAHLE Anand Filter Systems Private Limited	-	-	-	-	-	-	21	-	9	-
MAHLE Donghyun Filter Systems Co., Ltd.	-	-	-	-	-	-	-	-	46	1
MAHLE Componente de Motor SRL	-	-	-	-	-	-	-	-	54	-
Other	-	-	-	-	-	-	177	-	-	-
<b>Total related companies</b>	<b>37,408</b>		<b>-</b>	<b>71,159</b>		<b>86,322</b>	<b>25,680</b>	<b>10,298</b>	<b>37,025</b>	<b>18,174</b>
<b>Total related parties</b>	<b>172,532</b>		<b>24,614</b>	<b>71,308</b>		<b>86,322</b>	<b>155,696</b>	<b>12,767</b>	<b>37,383</b>	<b>18,174</b>

\* Brand license of R\$ 3,742  
 \*\* Rent of R\$ 2,531  
 \*\*\* Realization of term days refers to current assets and current liabilities

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Consolidated									
	Balances at 03.31.2023						Transactions from 01.01.2023 to 03.31.2023			
	Current assets		Non-current assets	Current liabilities			Sales/revenue		Purchases	
	Receivables (Note 7)	Payment term in days (***)	Loan	Suppliers (Note 15)	Payment term in days (***)	Dividends and interest on capital payable	Products	Other	Products	Other
<b>Related companies</b>										
MAHLE Componentes de Motor de Mexico, S. de R.L. de C.V.	23,380	60	-	4,848	60	-	25,509	-	4,915	(173)
MAHLE Componenti Motori Italia S.p.A.	15,814	60	-	101	60	-	24,238	-	-	-
MAHLE Aftermarket GmbH	15,732	60	-	9,636	60	-	18,375	630	2,487	25
MAHLE Engine Components USA, Inc.	9,351	60	-	2,443	60	-	11,068	17	2,405	45
MAHLE France SAS	8,886	60	-	-	-	-	10,096	-	-	-
MAHLE Componentes de Motores S.A.	8,574	60	-	140	60	-	11,748	13	9	34
MAHLE Aftermarket S. de R.L. de C.V.	6,953	60	-	-	-	-	5,619	-	-	-
MAHLE Behr Gerenciamento Térmico Brasil Ltda.	6,263	60	-	14,060	60	-	916	5,355	14,928	248
MAHLE Aftermarket Inc.	4,954	60	-	87	60	-	2,793	160	-	24
MAHLE Compressores do Brasil Ltda.	3,594	60	-	6,200	60	-	580	2,929	7,957	-
MAHLE GmbH	3,403	60	-	8,974	60	-	4,086	251	463	4,972 (*)
MAHLE Motor Parcalari San. Izmir A.S.	3,045	60	-	-	-	-	4,227	-	249	-
MAHLE Vöcklabruck GmbH	2,478	60	-	-	-	-	-	-	-	-
MAHLE Polska Sp. z o.o.	2,032	60	-	-	-	-	682	-	-	-
MAHLE Industriemotoren-Komponenten GmbH	1,701	60	-	535	60	-	2,299	-	-	-
MAHLE International GmbH	1,460	60	-	23,368	60	-	-	2,093	-	12,856
MAHLE Engine Components (Thailand) Co., Ltd.	1,180	60	-	-	-	-	2,214	-	-	-
MAHLE Engine Components Slovakia s.r.o.	1,157	60	-	-	-	-	1,134	-	-	-
MAHLE Kleinmotoren-Komponenten GmbH & Co. KG	990	60	-	541	60	-	139	-	-	177
MAHLE Sistemas de Filtracion de Mexico S.A. de C.V.	947	60	-	-	-	-	433	-	-	-
MAHLE Indústria e Comércio Ltda.	588	60	-	2,221	60	19,347	149	1,038	1,017	2,663 (**)
MAHLE Engine Components (Yingkou) Co., Ltd.	469	60	-	-	-	-	507	-	-	-
MAHLE Filter Systems USA	285	60	-	-	-	-	(3)	262	-	-
MAHLE Engine Components India Priv. Ltd.	278	60	-	-	-	-	287	-	-	-
MAHLE Engine Components (Nanjing) Co., Ltd.	242	60	-	-	-	-	249	-	-	-
MAHLE Engine Components (Chongqing) Co., Ltd.	43	60	-	-	-	-	281	-	-	-
MAHLE Ventiltrieb GmbH	43	60	-	-	-	-	43	-	-	-
MAHLE Engine Systems UK Ltd.	33	60	-	3,180	60	-	33	-	2,399	-
MAHLE Electric Drives Slovenija d.o.o.	24	60	-	-	-	-	-	23	820	-
MAHLE Anand Filter Systems Private Limited	21	60	-	-	-	-	41	-	-	-
MAHLE Engine Components Japan Corporation	21	60	-	25	60	-	22	-	-	25
MAHLE Industries, Inc.	4	60	-	5,255	60	-	-	4	-	1,339
MAHLE Japan Ltd.	1	60	-	110	60	-	-	1	-	109
MAHLE Aftermarket Pte. Ltd.	-	-	-	3,217	60	-	-	-	739	-
MAHLE Engine Components USA, Inc.	-	-	-	1,175	60	-	-	-	-	-
MAHLE Electric Drives (Taicang) Co., Ltd.	-	-	-	919	60	-	-	-	(1)	-
MAHLE Trading (Shanghai) Co., Ltd.	-	-	-	617	60	-	-	-	-	-
MAHLE Filtersysteme Austria GmbH	-	-	-	500	60	-	-	-	150	70
MAHLE Holding (China) Co., Ltd.	-	-	-	197	60	-	-	-	-	111
Mahle Automotive Technologies (China) Co., Ltd	-	-	-	155	60	-	-	-	-	155
MAHLE Aftermarket Italy S.p.A.	-	-	-	114	60	-	-	-	333	84
MAHLE Donghyun Filter Systems Co., Ltd.	-	-	-	92	60	-	-	-	178	-
MAHLE Filter Systems Japan Corporation	-	-	-	51	60	-	-	-	86	-
MAHLE Componente de Motor SRL	-	-	-	47	60	-	-	-	53	-
MAHLE Smartbike Systems S.L.U.	-	-	-	47	60	-	-	-	47	-
MAHLE Holding Austria GmbH	-	-	92,549	30	60	-	-	-	-	-
MAHLE chargeBIG GmbH	-	-	-	28	60	-	-	-	28	-
MAHLE S.A.U.	-	-	-	23	60	-	-	-	-	-
MAHLE France SARL	-	-	-	23	60	-	-	-	-	-
MAHLE Filter Systems Philippines Corporation	-	-	-	10	60	-	-	-	5	-
Mahle Blechtechnologie GmbH	-	-	-	3	60	-	-	-	3	-
MAHLE Aftermarket Ltd.	-	-	-	3	60	-	-	-	-	3
MAHLE Engineering Services India Private Limited	-	-	-	2	60	-	-	-	-	-
MAHLE Holding (India) Private Limited	-	-	-	2	60	-	-	-	-	-
MAHLE Motorsports Inc	-	-	-	-	-	-	992	-	-	-
MAHLE India Pistons Ltd.	-	-	-	-	-	-	489	-	-	-
MAHLE Trading Japan Co., Ltd.	-	-	-	-	-	-	-	-	-	-
MAHLE Industriebeteiligungen GmbH	-	-	-	-	-	3,225	-	-	-	-
Outros	-	-	-	-	-	-	-	-	-	(349)
<b>Total related companies</b>	<b>123,948</b>		<b>92,549</b>	<b>88,978</b>		<b>22,572</b>	<b>129,246</b>	<b>12,776</b>	<b>39,270</b>	<b>22,418</b>
<b>Total related parties</b>	<b>123,948</b>		<b>92,549</b>	<b>88,978</b>		<b>22,572</b>	<b>129,246</b>	<b>12,776</b>	<b>39,270</b>	<b>22,418</b>
* Brand license of RS 4,479										
** Rent of RS 2,663										
*** Realization of term days refers to current assets and current liabilities										

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Consolidated									
	Balances at 12.31.2022						Transactions from 01.01.2022 to 03.31.2022			
	Current assets		Non-current assets	Current liabilities			Sales/revenue		Purchases	
	Receivables (Note 7)	Payment term in days (*)	Loan	Suppliers (Note 15)	Payment term in days (*)	Dividends and interest on capital payable	Products	Other	Products	Other
<b>Empresas</b>										
<b>Related companies</b>										
MAHLE Componentes de Motor de Mexico, S. de R.L. de C.V.	22,268	60	-	3,517	60	-	16,343	-	5,237	-
MAHLE Componenti Motori Italia S.p.A.	15,266	60	-	1,622	60	-	28,066	-	80	78
MAHLE Aftermarket GmbH	13,770	60	-	13,808	60	-	22,419	314	2,501	78
MAHLE Engine Components USA, Inc.	13,269	60	-	2,156	60	-	9,158	-	2,604	96
MAHLE France SAS	7,208	60	-	-	-	-	10,239	-	-	-
MAHLE Componentes de Motores S.A.	6,574	60	-	2	60	-	7,888	7	9	-
MAHLE Aftermarket S. de R.L. de C.V.	5,950	60	-	-	-	-	6,228	-	-	-
MAHLE Aftermarket Inc.	5,833	60	-	131	60	-	2,155	104	-	56
MAHLE Behr Gerenciamento Térmico Brasil Ltda.	2,559	60	-	12,109	60	-	897	5,041	11,039	260
MAHLE International GmbH	1,923	60	-	20,364	60	-	-	1,131	-	10,967
MAHLE Engine Components (Thailand) Co., Ltd.	1,689	60	-	-	-	-	731	-	-	-
MAHLE GmbH	1,577	60	-	24,907	60	-	404	3	1,047	5,253 (*)
MAHLE Compressores do Brasil Ltda.	1,546	60	-	7,104	60	-	381	2,722	11,464	-
Mahle Voeklbruck GMBH	1,504	60	-	-	-	-	(48)	-	-	-
Mahle Industriemotoren-Komponenten GmbH	1,301	60	-	544	60	-	1,466	-	-	-
MAHLE Motor Parcelari San. Izmir A.S.	1,037	60	-	250	60	-	3,913	-	102	-
MAHLE Kleinmotoren-Komponenten GmbH & Co. KG	892	60	-	552	60	-	2,025	-	-	23
MAHLE Polska Sp. z o.o.	863	60	-	-	-	-	420	-	-	-
MAHLE Sistemas de Filtracion de Mexico S.A. de C.V.	807	60	-	-	-	-	-	-	-	-
MAHLE Engine Components (Nanjing) Co., Ltd.	676	60	-	-	-	-	30	-	-	-
MAHLE Engine Components India Priv. Ltd.	528	60	-	22	60	-	138	-	-	1
MAHLE Engine Components (Chongqing) Co., Ltd.	447	60	-	-	-	-	758	-	-	-
MAHLE Engine Components (Yingkou) Co., Ltd.	426	60	-	-	-	-	289	-	-	-
MAHLE Filter Systems USA	397	60	-	-	-	-	185	211	-	-
MAHLE Indústria e Comércio Ltda.	199	60	-	2,147	60	73,990	-	671	509	2,531 (**)
MAHLE Behr GmbH & Co. KG Stuttgart	195	60	-	-	-	-	-	-	-	-
MAHLE Engine Components Slovakia s.r.o.	183	60	-	-	-	-	359	-	-	-
MAHLE Trading Japan Co., Ltd.	52	60	-	-	-	-	-	12	-	-
MAHLE Engine Systems UK Ltd.	49	60	-	3,133	60	-	397	48	2,180	-
MAHLE Anéis Participações Ltda.	-	60	-	39	60	-	-	-	-	-
MAHLE Electric Drives Slovenija d.o.o.	29	60	-	823	60	-	-	34	48	-
MAHLE Aftermarket Pte. Ltd.	16	60	-	713	60	-	-	-	1,217	-
MAHLE Industries, Inc.	-	-	-	4,006	60	-	-	-	-	-
MAHLE Engine Components USA, Inc.	-	-	-	1,154	60	-	-	-	-	-
MAHLE Trading (Shanghai) Co., Ltd.	-	-	-	900	60	-	-	-	846	-
MAHLE Electric Drives (Taicang) Co., Ltd.	-	-	-	592	60	-	-	-	663	-
MAHLE Filtersysteme Austria GmbH	-	-	-	356	60	-	-	-	196	92
MAHLE Holding (China) Co., Ltd.	-	-	-	144	60	-	-	-	-	11
MAHLE Filter Systems Japan Corporation	-	-	-	118	60	-	-	-	-	-
MAHLE Aftermarket Italy S.p.A.	-	-	-	114	60	-	-	-	-	-
MAHLE Filtersysteme GmbH	-	-	-	87	60	-	-	-	-	-
MAHLE Japan Ltd.	-	-	-	65	60	-	-	-	-	53
MAHLE Holding Austria GmbH	-	-	78,054	62	60	-	-	-	-	-
MAHLE S.A.U.	-	-	-	23	60	-	169	-	-	-
MAHLE France SARL	-	-	-	23	60	-	-	-	-	-
MAHLE Engineering Services India Private Limited	-	-	-	9	60	-	-	-	-	-
MAHLE Automotive Technologies (China) Co., Ltd	-	-	-	8	60	-	-	-	-	-
MAHLE Filter Systems Philippines Corporation	-	-	-	5	60	-	-	-	-	-
MAHLE Aftermarket Ltd.	-	-	-	5	60	-	-	-	-	-
MAHLE Holding (India) Private Limited	-	-	-	2	60	-	-	-	-	-
MAHLE Industriebeteiligungen GmbH	-	-	-	-	-	12,332	-	-	-	-
MAHLE RUS O.O.O.	-	-	-	-	-	-	179	-	-	-
Mahle Izmir AS.	-	-	-	-	-	-	-	-	-	-
MAHLE Ventiltrieb GmbH	-	-	-	-	-	-	-	-	-	-
MAHLE Behr Service Asia Co., Ltd.	-	-	-	-	-	-	-	-	-	-
MAHLE Industriemotoren-Komponenten GmbH	-	-	-	-	-	-	-	-	-	-
MAHLE Voeklbruck GmbH	-	-	-	-	-	-	-	-	-	-
MAHLE Anand Filter Systems Private Limited	-	-	-	-	-	-	21	-	9	-
MAHLE Donghyun Filter Systems Co., Ltd.	-	-	-	-	-	-	-	-	46	1
MAHLE Shared Services Mexico S. de R.L. de C.V.	-	-	-	-	-	-	-	-	-	-
MAHLE Componente de Motor SRL	-	-	-	-	-	-	-	-	53	-
Others	-	-	-	-	-	-	-	-	-	-
<b>Total related companies</b>	<b>109,034</b>		<b>78,054</b>	<b>101,616</b>		<b>86,322</b>	<b>115,210</b>	<b>10,298</b>	<b>39,850</b>	<b>19,422</b>
<b>Total related parties</b>	<b>109,034</b>		<b>78,054</b>	<b>101,616</b>		<b>86,322</b>	<b>115,210</b>	<b>10,298</b>	<b>39,850</b>	<b>19,422</b>
* Brand license of R\$ 4,018										
** Rent of R\$ 2,531										
*** Realization of term days refers to current assets and current liabilities										

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais)*

The business transactions with related parties relate mainly to the purchase and sale of products and services directly related to the Group's operating activities.

At March 31, 2023, the subsidiary MAHLE Filtroil Indústria e Comércio de Filtros Ltda. owed a loan to the Company in the amount of R\$ 25,880 (December 31, 2022: R\$ 22,941) with interest rate of 115% of the interbank deposit certificate rate (CDI). The outstanding unpaid amount was fully netted against the provision for loss on subsidiaries of R\$ (-) 25,398. At the parent company, the net amount of R\$ 482 is presented within 'investments in subsidiaries' (Note 12).

At March 31, 2023, the subsidiary MAHLE Argentina S.A. has a loan agreement with the Company in the amount of USD 4,771 equivalent to R\$ 24,241 (R\$ 24,614 on December 31, 2022) with interest of 5.38% plus spread of 2.5% p.a. Although the amortization term began in June 2021, MAHLE Argentina S.A. has not yet received authorization to remit the USD because of current foreign exchange restrictions in Argentina. The authorization process is being monitored by the teams of MAHLE Brazil and MAHLE Argentina, without expectation of recovery in the short term due to payment restrictions imposed by the Argentine government as published through notices A7532, A7542, A7553 and A7563. We identified no material risk of loss on the amount receivable by the Parent company since the risk is hedged with NDF.

The subsidiary MAHLE Metal Leve GmbH has a daily cash management contract with MAHLE Holding Austria GmbH, subject to interest based on Eonia (Euro OverNight Index Average) + 1.15% p.a., with no definite maturity date. On March 31, 2023, the subsidiary has a balance payable of R\$ 92,549 arising from these transactions (balance receivable of R\$ 78,054 on December 31, 2022).

Since February 15, 2012, the Company has had a brand licensing agreement with its parent company MAHLE GmbH, which is registered with the National Institute of Industrial Property, in which the licensor establishes the payment of royalties of up to 1% of net sales revenue and the Company is authorized to manufacture and distribute products using the brand "MAHLE". On March 31, 2023, the royalty expenses were recorded within "selling expenses - brand license", in the parent company in the amount of R\$ 3,884 (March 31, 2022 - R\$ 3,742) and in the consolidated accounts in the amount of R\$ 4,479 (March 31, 2022 - R\$ 4,018).

### ***Parent company and ultimate parent company***

The Company's direct parent company is established as a limited liability company and its corporate name is MAHLE Indústria e Comércio Ltda.

MAHLE Industriebeteiligungen GmbH is the Group's ultimate parent company, established as a limited liability company with its head office in the city of Stuttgart, in the Federal Republic of Germany.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### **Dividends and interest on capital payable**

The breakdown of dividends and interest on capital payable is presented below:

	Parent company and Consolidated				
	Balance 12.31.2022	Addition	Payment	Prescribed dividends and interest on capital	Balance 03.31.2023
MAHLE Indústria e Comércio Ltda.	73,990	-	(54,643)	-	19,347
MAHLE Industriebeteiligungen GmbH.	12,332	-	(9,107)	-	3,225
Non-controlling	39,592	-	(28,923)	(54)	10,615
<b>Total</b>	<b>125,914</b>	<b>-</b>	<b>(92,673)</b>	<b>(54)</b>	<b>33,187</b>

### **Management compensation**

The compensation of the key management personnel, which comprises the executive officers and the Board of Directors, includes salaries, fees, variable benefits and and termination pay.

	Parent company and Consolidated	
	03.31.2023	03.31.2022
Statutory officers	2,015	1,701
Non-statutory officers	1,005	808
<b>Total</b>	<b>3,020</b>	<b>2,509</b>

The officers receive no share-based compensation.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 11. Income tax and social contribution

Income tax and social contribution are calculated at the statutory rates.

#### a. Reconciliation of income tax and social contribution expense

The reconciliation of the amount that results from applying the combined statutory tax rates with the income tax and social contribution expense recorded in the statement of profit or loss is as follows:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
Profit before income tax and social contribution	234,992	149,701	249,630	151,924
Income tax and social contribution at the statutory rate in Brazil (34%)	(79,897)	(50,898)	(84,874)	(51,654)
Effects of permanent differences:				
Equity in the results of investees	11,555	15,034	-	-
Gain on monetary items, net	15,819	9,191	10,473	5,462
Loss for the year for which no deferred tax asset was recognized	-	815	581	462
Others, net	4,701	279	9,006	13,795
<b>Total income tax and social contribution</b>	<b>(48,914)</b>	<b>(26,643)</b>	<b>(63,684)</b>	<b>(29,304)</b>
Current income tax and social contribution	(43,717)	(25,723)	(51,537)	(28,138)
Deferred income tax and social contribution (Note 11.b ii)	(5,197)	(920)	(12,147)	(1,166)
	<b>(48,914)</b>	<b>(26,643)</b>	<b>(63,684)</b>	<b>(29,304)</b>
Effective rate	20.8%	17.8%	25.5%	19.3%

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### b. Recognized deferred tax assets and liabilities

Deferred income tax and social contribution were calculated on temporarily non-deductible provision.

#### i. Breakdown of deferred tax assets and liabilities:

	Parent company			
	Assets		Liabilities	
	Balance in 03.31.2023	Balance in 12.31.2022	Balance in 03.31.2023	Balance in 12.31.2022
Property, plant and equipment	-	-	(26,519)	(26,743)
Intangible assets	-	-	(97,025)	(97,025)
Tax credit	-	-	(34,773)	(34,773)
Financial incentive - Limeira	-	-	(1,349)	(1,316)
Derivatives	-	106	(2,045)	-
Inventory	17,105	16,302	-	-
Provision labor risks	55,330	54,213	-	-
Other provision	114,854	121,237	-	-
Tax (assets) liabilities	<b>187,289</b>	<b>191,858</b>	<b>(161,711)</b>	<b>(159,857)</b>
Amount eligible for offsetting	(161,711)	(159,857)	161,711	159,857
Net tax (assets) liabilities	<b>25,578</b>	<b>32,001</b>	-	-

	Consolidated			
	Assets		Liabilities	
	Balance in 03.31.2023	Balance in 12.31.2022	Balance in 03.31.2023	Balance in 12.31.2022
Property, plant and equipment	-	-	(43,514)	(42,157)
Intangible assets	-	-	(97,025)	(97,025)
Tax credit	-	-	(34,773)	(34,773)
Financial incentive - Limeira	-	-	(1,349)	(1,316)
Derivatives	-	106	(2,045)	-
Inventory	17,299	19,997	-	-
Provision labor risks	55,330	54,213	-	-
Other provision	117,979	124,728	-	-
Tax (assets) liabilities	<b>190,608</b>	<b>199,044</b>	<b>(178,706)</b>	<b>(175,271)</b>
Amount eligible for offsetting	(164,773)	(166,783)	164,773	166,783
Net tax (assets) liabilities	<b>25,835</b>	<b>32,261</b>	<b>(13,933)</b>	<b>(8,488)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

Deferred income tax and social contribution assets are recognized to the extent that it is probable future taxable profit will be available to utilize temporary differences, considering projections of future results based on internal assumptions.

In the parent company and consolidated interim financial statements, the deferred tax asset was offset against the deferred tax liability when they related to the same tax authority and the same taxable entity.

### ii. Changes in temporary differences:

	Parent company	Consolidated
<b>At December 31, 2022</b>	<b>32,001</b>	<b>23,773</b>
(+) Recognized in profit or loss (note 11.a)	(5,197)	(12,147)
(+) Recognized in other comprehensive income	(1,226)	276
<b>At March 31, 2023</b>	<b>25,578</b>	<b>11,902</b>

## 12. Investments in subsidiaries

	03.31.2023				
	Investments accounted for using the equity method	Goodwill	Impairment	Elimination of profit on inventory (Balance at 03/31/2023)	Total
MAHLE Argentina S.A.	288,324	68,071	(68,071)	(2,543)	285,781
MAHLE Metal Leve GmbH	173,783	-	-	(3,574)	170,209
MAHLE Hirschvogel Forjas S.A.	2,782	35,755	(35,755)	-	2,782
MAHLE Filtróil Indústria e Comércio de Filtros Ltda.	482	-	-	-	482
<b>Total</b>	<b>465,371</b>	<b>103,826</b>	<b>(103,826)</b>	<b>(6,117)</b>	<b>459,254</b>

	12.31.2022				
	Investments accounted for using the equity method	Goodwill	Impairment	Elimination of profit on inventory (Balance at 12/31/2022)	Total
MAHLE Argentina S.A.	275,208	68,071	(68,071)	(3,024)	272,184
MAHLE Metal Leve GmbH	155,992	-	-	(3,386)	152,606
MAHLE Hirschvogel Forjas S.A.	2,920	35,755	(35,755)	-	2,920
<b>Total</b>	<b>434,120</b>	<b>103,826</b>	<b>(103,826)</b>	<b>(6,410)</b>	<b>427,710</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

										Interest in equity			
	Interest (%)	Current assets	Non current assets	Total assets	Current Liabilities	Non current liabilities	Total liabilities	Equity	Net revenue	Profit (loss) for the period	Investments	Equity in the results of subsidiaries	Elimination of profit on inventory /other assets (equity)
<b>March 31, 2023</b>	(3M 2023)									(3M 2023)			
<b>Subsidiaries</b>													
MAHLE Argentina S.A.	99.20	409,842	78,229	488,071	153,507	43,915	197,422	290,649	196,219	15,514	288,324	15,390	481
MAHLE Metal Leve GmbH	100.00	170,106	95,131	265,237	91,454	-	91,454	173,783	172,380	19,616	173,783	19,616	(188)
MAHLE Filtroil Ind. e Com. de Filtros Ltda.	100.00	1,257	306	1,563	535	546	1,081	482	462	(1,175)	482	(1,175)	-
MAHLE Hirschvogel Forjas S.A.	51.00	4,448	3,267	7,715	859	1,402	2,261	5,454	-	(271)	2,782	(138)	-
<b>Total</b>		<b>585,653</b>	<b>176,933</b>	<b>762,586</b>	<b>246,355</b>	<b>45,863</b>	<b>292,218</b>	<b>470,368</b>	<b>369,061</b>	<b>33,684</b>	<b>465,371</b>	<b>33,693</b>	<b>293</b>
<b>December 31, 2022</b>	(FY 2022)									(FY 2022)			
<b>Subsidiaries</b>													
MAHLE Argentina S.A.	99.20	405,200	86,907	492,107	175,016	39,664	214,680	277,427	866,068	5,669	275,208	5,624	602
MAHLE Metal Leve GmbH	100.00	159,011	80,534	239,545	83,553	0	83,553	155,992	649,662	123,536	155,992	123,535	632
MAHLE Filtroil Ind. e Com. de Filtros Ltda.	60.00	1,184	305	1,489	2,247	8,931	11,178	(9,689)	1,746	(5,136)	-	(3,082)	-
MAHLE Hirschvogel Forjas S.A.	51.00	4,592	3,267	7,859	752	1,381	2,133	5,726	-	(1,679)	2,920	(856)	-
<b>Total</b>		<b>569,987</b>	<b>171,013</b>	<b>741,000</b>	<b>261,568</b>	<b>49,976</b>	<b>311,544</b>	<b>429,456</b>	<b>1,517,476</b>	<b>122,390</b>	<b>434,120</b>	<b>125,221</b>	<b>1,234</b>
<b>March 31, 2022</b>	(3M 2022)									(3M 2022)			
<b>Subsidiaries</b>													
MAHLE Argentina S.A.	99.20	284,766	74,255	359,021	98,135	38,032	136,167	222,854	133,110	(1,036)	221,071	(1,028)	226
MAHLE Metal Leve GmbH	100.00	129,715	166,718	296,433	173,560	494	174,054	122,379	157,483	42,758	122,379	42,758	2,870
MAHLE Filtroil Ind. e Com. de Filtros Ltda.	60.00	953	198	1,151	815	8,317	9,132	(7,981)	323	(864)	-	(518)	-
MAHLE Hirschvogel Forjas S.A.	51.00	6,600	3,202	9,802	908	1,668	2,576	7,226	-	(179)	3,685	(91)	-
<b>Total</b>		<b>422,034</b>	<b>244,373</b>	<b>666,407</b>	<b>273,418</b>	<b>48,511</b>	<b>321,929</b>	<b>344,478</b>	<b>290,916</b>	<b>40,679</b>	<b>347,135</b>	<b>41,121</b>	<b>3,096</b>

## MAHLE Metal Leve S.A.

### Notes to the interim financial statements

*(in thousand of reais)*

The subsidiaries belong to the engine component segment, except the subsidiary MAHLE Filtroil Indústria e Comércio de Filtros Ltda.

#### ***MAHLE Argentina S.A.***

As mentioned in Note 14, the Company has an impairment loss of R\$ 68,071 on the goodwill arising from the acquisition of the subsidiary.

#### ***MAHLE Filtroil Indústria e Comércio de Filtros Ltda.***

The subsidiary has incurred recurring operating losses and has an accumulated deficit, which led it to take loans from the Parent company (Note 10).

After an agreement was signed, the non-controlling shareholder transferred all its shares in MAHLE Filtroil Indústria e Comércio de Filtros Ltda. to the Parent company MAHLE Metal Leve S.A. The agreed amount of R\$ 30,200 (principal + attorney's fee awards) minus related judicial deposits resulted in the amount of R\$ 24,891, which was settled in January 2023.

As at March 31, 2023, the Company's interest in the equity of MAHLE Filtroil Indústria e Comércio de Filtros Ltda. is R\$ 482 and is recorded within 'investments in subsidiaries' in non-current assets.

#### ***MAHLE Hirschvogel Forjas S.A.***

On March 31, 2023, the equity interest in subsidiary MAHLE Hirschvogel Forjas S.A. is R\$ 2,782 (R\$ 2,920 on December 31, 2022) and are recorded in non-current liabilities as "Investments in subsidiaries".

The balance sheet and income statement information of the subsidiary MAHLE Hirschvogel Forjas S.A. was considered for consolidation of the Group assuming that the subsidiary will not continue as a going concern.

Due to the balances of this subsidiary are immaterial for the Group, NBC TG 31 (CPC 31) – Discontinued Operations / IFRS 5 – Presentation and disclosure of discontinued operations does not apply.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

### 13. Property, plant and equipment

	Parent company														
	Property, plant and equipment									Right-of-use assets					
	Land	Buildings and construction	Machinery, equipment and facilities	Furniture and fittings	Vehicles	Construction in progress	Advances to suppliers	Impairment	Sub-total	Right-of-use assets (IFRS 16) - buildings	Right-of-use assets (IFRS 16) - vehicles	Right-of-use assets (IFRS 16) - vehicles	Right-of-use assets (IFRS 16) - Machinery, equipment and facilities	Sub-total	Total
<b>At December 31, 2022</b>	<b>52,454</b>	<b>70,428</b>	<b>407,427</b>	<b>3,816</b>	<b>3,153</b>	<b>2,537</b>	<b>3,985</b>	<b>(6,135)</b>	<b>537,665</b>	<b>41,297</b>	<b>2,889</b>	<b>768</b>	<b>240</b>	<b>45,194</b>	<b>582,859</b>
Total cost	52,454	233,376	2,171,594	25,338	22,507	2,537	3,985	(6,135)	2,505,656	67,016	8,776	768	240	76,800	2,582,456
Accumulated depreciation	-	(162,948)	(1,764,167)	(21,522)	(19,354)	-	-	-	(1,967,991)	(25,719)	(5,887)	-	-	(31,606)	(1,999,597)
<b>Net book value</b>	<b>52,454</b>	<b>70,428</b>	<b>407,427</b>	<b>3,816</b>	<b>3,153</b>	<b>2,537</b>	<b>3,985</b>	<b>(6,135)</b>	<b>537,665</b>	<b>41,297</b>	<b>2,889</b>	<b>768</b>	<b>240</b>	<b>45,194</b>	<b>582,859</b>
Additions	-	127	4,758	150	46	3,282	163	-	8,526	-	4,712	-	5	4,717	13,243
Write-offs	-	-	(29)	-	(175)	-	-	244	40	-	-	-	-	-	40
Transfer	-	-	3,959	-	-	(299)	(3,660)	-	-	-	-	-	-	-	-
Depreciation	-	(1,159)	(18,960)	(185)	(218)	-	-	-	(20,522)	(2,065)	(949)	(366)	(122)	(3,502)	(24,024)
Depreciation/write-off (deemed cost)	-	(640)	(8)	(1)	-	-	-	-	(649)	-	-	-	-	-	(649)
<b>At March 31, 2023</b>	<b>52,454</b>	<b>68,756</b>	<b>397,147</b>	<b>3,780</b>	<b>2,806</b>	<b>5,520</b>	<b>488</b>	<b>(5,891)</b>	<b>525,060</b>	<b>39,232</b>	<b>6,652</b>	<b>402</b>	<b>123</b>	<b>46,409</b>	<b>571,469</b>
Total cost	52,454	233,503	2,174,140	25,427	22,016	5,520	488	(5,891)	2,507,657	67,016	13,488	768	245	81,517	2,589,174
Accumulated depreciation	-	(164,747)	(1,776,993)	(21,647)	(19,210)	-	-	-	(1,982,597)	(27,784)	(6,836)	(366)	(122)	(35,108)	(2,017,705)
<b>Net book value</b>	<b>52,454</b>	<b>68,756</b>	<b>397,147</b>	<b>3,780</b>	<b>2,806</b>	<b>5,520</b>	<b>488</b>	<b>(5,891)</b>	<b>525,060</b>	<b>39,232</b>	<b>6,652</b>	<b>402</b>	<b>123</b>	<b>46,409</b>	<b>571,469</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Consolidated														
	Property, plant and equipment									Right-of use assets					
	Land	Buildings and construction	Machinery, equipment and facilities	Furniture and fittings	Vehicles	Construction in progress	Advances to suppliers	Impairment	Sub-total	Right-of-use assets (IFRS 16) - buildings	Right-of-use assets (IFRS 16) - vehicles	Right-of-use assets (IFRS 16) - vehicles	Right-of-use assets (IFRS 16) - Machinery, equipment and facilities	Sub-total	Total
<b>At December 31, 2022</b>	<b>52,489</b>	<b>85,350</b>	<b>466,238</b>	<b>3,952</b>	<b>4,525</b>	<b>2,537</b>	<b>7,231</b>	<b>(6,185)</b>	<b>616,137</b>	<b>44,625</b>	<b>2,890</b>	<b>768</b>	<b>240</b>	<b>48,523</b>	<b>664,660</b>
Total cost	52,489	254,626	2,443,259	25,589	34,583	2,537	7,231	(6,185)	2,814,129	71,324	8,776	768	240	81,108	2,895,237
Accumulated depreciation	-	(169,276)	(1,977,021)	(21,637)	(30,058)	-	-	-	(2,197,992)	(26,699)	(5,886)	-	-	(32,585)	(2,230,577)
<b>Net book value</b>	<b>52,489</b>	<b>85,350</b>	<b>466,238</b>	<b>3,952</b>	<b>4,525</b>	<b>2,537</b>	<b>7,231</b>	<b>(6,185)</b>	<b>616,137</b>	<b>44,625</b>	<b>2,890</b>	<b>768</b>	<b>240</b>	<b>48,523</b>	<b>664,660</b>
Additions	-	127	(658)	150	46	3,282	6,967	-	9,914	-	4,712	-	5	4,717	14,631
Write-offs	-	-	(29)	-	(175)	-	-	244	40	-	-	-	-	-	40
Transfer	-	338	12,269	20	5	(299)	(12,333)	-	-	-	-	-	-	-	-
Depreciation	-	(1,166)	(19,515)	(191)	(240)	-	-	-	(21,112)	(2,288)	(949)	(366)	(122)	(3,725)	(24,837)
Depreciation/write-off (deemed cost)	-	(640)	(8)	(1)	-	-	-	-	(649)	-	-	-	-	-	(649)
Gain on monetary items, net	-	2,285	7,329	-	202	-	150	-	9,966	388	-	-	-	388	10,354
Translation effects	(5)	(2,645)	(10,705)	(25)	(242)	-	(603)	7	(14,218)	(304)	-	-	-	(304)	(14,522)
<b>At March 31, 2023</b>	<b>52,484</b>	<b>83,649</b>	<b>454,921</b>	<b>3,905</b>	<b>4,121</b>	<b>5,520</b>	<b>1,412</b>	<b>(5,934)</b>	<b>600,078</b>	<b>42,421</b>	<b>6,653</b>	<b>402</b>	<b>123</b>	<b>49,599</b>	<b>649,677</b>
Total cost	52,484	254,696	2,444,079	25,655	34,095	5,520	1,412	(5,934)	2,812,007	70,560	13,487	768	245	85,060	2,897,067
Accumulated depreciation	-	(171,047)	(1,989,158)	(21,750)	(29,974)	-	-	-	(2,211,929)	(28,139)	(6,834)	(366)	(122)	(35,461)	(2,247,390)
<b>Net book value</b>	<b>52,484</b>	<b>83,649</b>	<b>454,921</b>	<b>3,905</b>	<b>4,121</b>	<b>5,520</b>	<b>1,412</b>	<b>(5,934)</b>	<b>600,078</b>	<b>42,421</b>	<b>6,653</b>	<b>402</b>	<b>123</b>	<b>49,599</b>	<b>649,677</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

### *Deemed cost*

### *Changes in deemed cost*

	Parent Company and Consolidated		
	12.31.2022	Depreciation / write-off (deemed cost)	03.31.2023
Land	46,905	-	46,905
Buildings and construction	30,236	(640)	29,596
Machinery, equipment and facilities	807	(8)	799
Furniture and fittings	17	(1)	16
Vehicles	(147)	-	(147)
	<b>77,818</b>	<b>(649)</b>	<b>77,169</b>

The annual depreciation rates of the property, plant and equipment items on March 31, 2023 are equal to the rates presented at December 31, 2022.

### *Impairment*

The Group has recorded provision at an amount sufficient to cover any impairment losses on property, plant and equipment, which relates substantially to the group of machinery and equipment and is recorded in the parent company and consolidated accounts of property, plant and equipment in accordance with the requirements set out in NBC TG 01 (CPC 01) - (R1)/ IAS 36 "Impairment of assets". The parent company and consolidated balance of the provision for losses at March 31, 2023 is R\$ 5,891 (R\$ 6,135 at December 31, 2022) and R\$ 5,934 (R\$ 6,185 at December 31, 2022), respectively.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 14. Intangible assets

	Annual amortization rates (%)	Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
Goodwill on merger with subsidiary:					
MAHLE Participações Ltda. (a) (rings business)	-	568,612	568,612	568,612	568,612
Goodwill on acquisition of subsidiaries:					
MAHLE Argentina S.A. (a)	-	-	-	68,071	68,071
MAHLE Hirschvogel Forjas S.A. (a)	-	-	-	35,755	35,755
Cost of acquisition and installation of software (b)	20	52,058	52,391	55,277	55,988
Other (a and b)	-	-	344	331	713
Usage right and concessions (a)	-	5,665	5,665	5,665	5,665
Usage right and concessions (b)	20	9,325	9,325	9,325	9,325
Provision for impairment of intangible assets (Rings business)	-	(188,654)	(188,654)	(188,654)	(188,654)
Provision for impairment of intangible assets (MAHLE Argentina S.A.)	-	-	-	(68,071)	(68,071)
Provision for impairment of intangible assets (MAHLE Hirschvogel Forjas S.A.)	-	-	-	(35,755)	(35,755)
Provision for impairment of intangible assets (other)	-	-	(344)	-	(343)
		<b>447,006</b>	<b>447,339</b>	<b>450,556</b>	<b>451,306</b>
<b>Accumulated amortization</b>		<b>(57,239)</b>	<b>(57,242)</b>	<b>(60,757)</b>	<b>(61,171)</b>
		<b>389,767</b>	<b>390,097</b>	<b>389,799</b>	<b>390,135</b>

- (a) Indefinite useful life  
(b) finite useful life

### Statement of changes in intangible assets

	Parent company				
	Goodwill on acquisition of subsidiaries (merged or not)	Cost of acquisition and installation of software	Usage right and concessions	Other	Total
<b>At December 31, 2022</b>	<b>379,958</b>	<b>1,279</b>	<b>8,860</b>	<b>-</b>	<b>390,097</b>
Additions	-	35	-	-	35
Amortization	-	(359)	(6)	-	(365)
<b>At March 31, 2023</b>	<b>379,958</b>	<b>955</b>	<b>8,854</b>	<b>-</b>	<b>389,767</b>

	Consolidated				
	Goodwill on acquisition of subsidiaries (merged or not)	Cost of acquisition and installation of software	Usage right and concessions	Other	Total
<b>At December 31, 2022</b>	<b>379,958</b>	<b>1,302</b>	<b>8,860</b>	<b>15</b>	<b>390,135</b>
Additions	-	35	-	-	35
Amortization	-	(360)	(6)	-	(366)
Foreign exchange variation	-	(4)	-	(1)	(5)
<b>At March 31, 2023</b>	<b>379,958</b>	<b>973</b>	<b>8,854</b>	<b>14</b>	<b>389,799</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### Impairment

The Company's management continuously monitors the activities and did not detect substantial changes in their operational performance in the first quarter of 2023 of the subsidiaries which could justify a change in the previously recorded impairment amounts.

### 15. Trade and related-party payables

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Suppliers - Third Party				
Raw material	181,382	136,834	227,286	182,223
Services	41,450	43,103	41,629	43,183
	<b>222,832</b>	<b>179,937</b>	<b>268,915</b>	<b>225,406</b>
Related parties (Note 10)	61,836	71,308	88,978	101,616
	<b>284,668</b>	<b>251,245</b>	<b>357,893</b>	<b>327,022</b>

The Group's exposure to currency and liquidity risks in connection with accounts payable to suppliers is disclosed in Note 31.

### 16. Taxes and contributions payable

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
<b>State taxes</b>	<b>18,085</b>	<b>19,526</b>	<b>19,290</b>	<b>20,427</b>
ICMS payable	18,085	19,526	18,100	19,538
Other	-	-	1,190	889
<b>Federal taxes</b>	<b>10,153</b>	<b>28,266</b>	<b>18,219</b>	<b>31,993</b>
COFINS payable	-	8,110	7	8,117
IRRF	2,976	5,634	2,982	5,649
IPI payable	-	4,195	822	4,678
PIS payable	-	1,719	2	1,720
Import tax	7,140	8,604	7,549	9,251
Other	37	4	6,857	2,578
<b>Municipal taxes</b>	<b>-</b>	<b>-</b>	<b>367</b>	<b>329</b>
<b>Taxes and contributions payable</b>	<b>28,238</b>	<b>47,792</b>	<b>37,876</b>	<b>52,749</b>
Income tax and social contribution	20,885	-	40,235	15,310
<b>Income tax and social contribution payable</b>	<b>20,885</b>	<b>-</b>	<b>40,235</b>	<b>15,310</b>
<b>Current liabilities</b>	<b>49,123</b>	<b>47,792</b>	<b>78,111</b>	<b>68,059</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 17. Borrowings and lease liabilities

#### a) Borrowings

Description	Average cost	Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
<b>Borrowings in local currency (BRL)</b>					
FINEP (Long-Term Interest Rate (TJLP) + 5.00% p.a. - 6.00% p.a.)	6.37%	26,317	33,387	26,317	33,387
BNDES ( TJLP+ 1,25% p.a.)	14.90%	33,558	32,401	33,558	32,401
FINEP II (Long-Term Interest Rate (TJLP) + 5.00% p.a. - 5.00% p.a.)	7.37%	65,500	67,395	65,500	67,395
	9.18%	<b>125,375</b>	<b>133,183</b>	<b>125,375</b>	<b>133,183</b>
<b>Borrowings in foreign currency</b>					
		Currency			
Over Draft (average interest 15,67% p.a.)	ARS (expressed in BRL)	15.67%		7,893	2,722
ACC (average interest 1,65% p.a.)	EUR (expressed in BRL)	1.65%	277,055	278,188	278,188
		3.64%	<b>277,055</b>	<b>278,188</b>	<b>284,948</b>
		4.22%	<b>402,430</b>	<b>411,371</b>	<b>410,323</b>
Current - borrowings in local currency			69,292	70,352	69,292
Current - borrowings in foreign currency			136,030	136,801	143,923
<b>Total current</b>			<b>205,322</b>	<b>207,153</b>	<b>213,215</b>
Non-current - borrowings in local currency			56,083	62,831	56,083
Non-current - borrowings in foreign currency			141,025	141,387	141,025
<b>Total non-current</b>			<b>197,108</b>	<b>204,218</b>	<b>197,108</b>

The Company did not take new bank borrowings during the first quarter of 2023.

The Argentine subsidiary took the following bank borrowings amounting to R\$ 5,263:

- ARS 159,562 (USD 763.4) – PFI with average cost of 15.53% p.a., maturing in July 2023.
- ARS 95,670 (EUR 421.2) – PFI with average cost of 16% p.a., maturing in July 2023.

Reconciliation of changes in equity with proceeds from borrowings:

Changes in borrowings in the first quarter of 2023 were as follows:

Parent company							
Cash Flow							
12.31.2022	Addition	Principal Amortization	Amortization Interest	Monetary Variation	Exchange Variation	Appropriation of interest	03.31.2023
411,371	-	(9,254)	(1,353)	(30)	(20,827)	22,523	402,430

Consolidated							
Cash Flow							
12.31.2022	Addition	Principal Amortization	Amortization Interest	Monetary Variation	Exchange Variation	Appropriation of interest	03.31.2023
414,093	5,263	(9,554)	(1,402)	(30)	(20,729)	22,682	410,323

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

On March 31, 2023, long-term borrowings mature as follows:

	Parent company and Consolidated
	03.31.2023
From april 2024	146,579
2025	8,430
2026	8,430
2027	8,430
2028	8,430
2029	8,430
2030	8,379
	<b>197,108</b>

### Restrictive covenants

FINEP I: This financing was obtained from the Financing Agency for Studies and Projects (FINEP) to partially fund (at an average of 64%) the expenses incurred in several projects of the program "Innovation in MAHLE Components and Systems" and is collateralized by a bank guarantee with maturity on february 15, 2024. This financing is based on the TJLP interest rate (7.37% p.a. as of March 31, 2023) plus a bank spread of 5% p.a. less an equalization rate of 6% p.a. There are various accelerated maturity clauses (respecting ample defense for the Company) with loss of the equalization value: use of funds for a purpose other than that established in the contract; change in effective control of the Company; existence of FINEP amounts in arrears; inaccurate information provided to FINEP by the Company; and suspension of the projects.

FINEP II: This financing was obtained from the Financing Agency for Studies and Projects (FINEP) to partially fund (at an average of 90%) the expenses incurred in several projects of the program "Strategic plan for innovation" and is collateralized by a bank guarantee with maturity on November 03, 2024. This financing is based on the TJLP interest rate (7.37% p.a. as of March 31, 2023) plus a bank spread of 5% p.a. less an equalization rate of 4.5% p.a. and an additional interest equalization reduction of 0.5% p.a. for provision of bank guarantee. There are various accelerated maturity clauses (respecting ample defense for the Company) with loss of the equalization value: use of funds for a purpose other than that established in the contract; change in effective control of the Company; existence of FINEP amounts in arrears; inaccurate information provided to FINEP by the Company; and suspension of the projects.

On March 31, 2023, the Company did not have delinquent principal and interest payments and had not breached any provisions of the agreements with FINEP

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### b) Lease obligations

The incremental borrowing rates determined by the Group for lease liabilities are as follows:

Contracts by term and discount rate	Terms of the lease	Discount rate
Lease of buildings (Argentina)	3 years	13.40%
Lease of buildings (Brazil)	5 years	14.24%
Lease of vehicles (Brazil)	3 years	14.24%
Lease of vehicles (Brazil)	1 year	14.24%
Lease of machinery and equipment (Brazil)	5 years	14.24%

The movement in lease liabilities is shown below:

	Parent company	Consolidated
<b>Balance at December 31, 2022</b>	<b>45,231</b>	<b>49,094</b>
Addition	4,717	4,717
Lease payments	(4,244)	(4,651)
Interest	1,250	1,311
Exchange rate variation	-	(114)
<b>Balance at March 31, 2023</b>	<b>46,954</b>	<b>50,357</b>

As required by CPC 06 (R2)/IFRS 16- Leases, the Company presents in the table below an aging analysis of its contracts, reconciled to the balance appearing in the balance sheet:

	Parent company	Consolidated
	03.31.2023	03.31.2023
30 days	913	1,034
From 31 to 90 days	1,828	2,074
From 91 to 365 days	7,244	8,015
2024	7,505	9,282
2025	10,041	10,529
2026	9,352	9,352
2027	10,071	10,071
<b>Total</b>	<b>46,954</b>	<b>50,357</b>
Current	9,985	11,123
Non current	36,969	39,234
	<b>46,954</b>	<b>50,357</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Parent company	Consolidated
	12.31.2022	12.31.2022
30 days	955	1,072
From 31 to 90 days	1,909	2,148
From 91 to 365 days	6,501	7,674
2024	8,433	10,264
2025	8,292	8,795
2026	9,071	9,071
2027	10,070	10,071
<b>Total</b>	<b>45,231</b>	<b>49,094</b>
Current	9,364	10,893
Non current	35,867	38,201
	<b>45,231</b>	<b>49,094</b>

### 18. Salaries, vacation pay and social charges

	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Accrued vacation pay / 13th month salary	61,923	43,626	69,788	50,672
Employee profit sharing	32,244	35,219	34,720	37,408
INSS /FGTS	14,801	16,427	14,821	16,454
Other social security obligations	883	678	3,680	5,196
<b>Total</b>	<b>109,851</b>	<b>95,950</b>	<b>123,009</b>	<b>109,730</b>

### 19. Sundry provision

	Parent company						Total
	Losses on contracts	Commercial bonuses	Electric power	Employee benefits	Non-controlling agreement (*)	Other	
At December 31, 2022	11,846	28,943	9,078	1,438	24,891	-	76,196
Reversal	-	-	(9,078)	-	-	-	(9,078)
Payment	-	(10,295)	-	(1,438)	(30,200)	-	(41,933)
Complement	-	11,650	10,432	672	-	513	23,267
Reclassification	-	-	-	-	5,309	-	5,309
At March 31, 2023	11,846	30,298	10,432	672	-	513	53,761

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

	Consolidated							Total
	Losses on contracts	Commercial bonuses	Restructuring	Electric power	Employee benefits	Non-controlling agreement (*)	Other	
<b>At December 31, 2022</b>	<b>12,203</b>	<b>28,944</b>	<b>684</b>	<b>9,669</b>	<b>1,442</b>	<b>24,891</b>	<b>10,184</b>	<b>88,017</b>
Reversal	-	-	-	(9,669)	-	-	-	(9,669)
Payment	-	(10,295)	-	-	(1,437)	(30,200)	(1,010)	(42,942)
Complement	-	11,650	-	11,078	672	-	1,215	24,615
Foreign exchange variation	(63)	-	-	-	-	-	(104)	(167)
Reclassification	-	-	-	-	-	5,309	(8,407)	(3,098)
<b>At March 31, 2023</b>	<b>12,140</b>	<b>30,299</b>	<b>684</b>	<b>11,078</b>	<b>677</b>	<b>-</b>	<b>1,878</b>	<b>56,756</b>

(\*) In December 2022 the Company recorded a provision of R\$ 30,200 (acquisition price) related to the settlement of the lawsuit involving the minority shareholder of the subsidiary MAHLE Filtroil Indústria de Filtros Ltda. minus R\$ 5,309 (judicial deposits). The payment will be settled on January 31, 2023).

## 20. Provision for warranties

The Group guarantees the quality of its products, assuming responsibility for providing replacements and repairs for customers for defective products.

	Parent company	Consolidated
<b>At December 31, 2022</b>	<b>15,874</b>	<b>17,662</b>
Reversal	(1,049)	(1,049)
Payment	(444)	(993)
Complement	301	474
Foreign exchange variation	-	(227)
<b>At March 31, 2023</b>	<b>14,682</b>	<b>15,867</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 21. Provision for contingencies and judicial deposits linked to judicial proceedings

The provisions for contingencies are recorded based on management's estimates and legal advice, as described below:

	Parent company					
	Civil and labor	Tax	Environmental liability	Subtotal	Judicial deposits	Total
<b>At December 31, 2022</b>	<b>159,450</b>	<b>70,686</b>	<b>26,030</b>	<b>256,166</b>	<b>(24,237)</b>	<b>231,929</b>
Additions	9,709	5,851	-	15,561	(709)	14,851
Monetary restatements	4,212	243	-	4,455	(149)	4,306
Write-off for use	(5,256)	(265)	(148)	(5,669)	143	(5,526)
Write-off for reversal	(13,790)	(5,576)	-	(19,366)	-	(19,366)
Transfer	-	-	-	-	88	88
<b>At March 31, 2023</b>	<b>154,325</b>	<b>70,939</b>	<b>25,882</b>	<b>251,146</b>	<b>(24,864)</b>	<b>226,282</b>

	Consolidated					
	Civil and labor	Tax	Environmental liability	Subtotal	Judicial deposits	Total
<b>At December 31, 2022</b>	<b>162,827</b>	<b>73,581</b>	<b>26,030</b>	<b>262,438</b>	<b>(24,546)</b>	<b>237,892</b>
Additions	9,876	5,851	-	15,727	(709)	15,018
Monetary restatements	4,403	244	-	4,647	(157)	4,490
Write-off for use	(5,270)	(265)	(148)	(5,683)	143	(5,540)
Write-off for reversal	(13,885)	(5,576)	-	(19,461)	-	(19,461)
Transfer	-	-	-	-	88	88
Foreign exchange variation	(217)	(501)	-	(718)	-	(718)
<b>At March 31, 2023</b>	<b>157,734</b>	<b>73,334</b>	<b>25,882</b>	<b>256,950</b>	<b>(25,181)</b>	<b>231,769</b>

#### *i. Proceedings involving the risk of possible loss*

On March 31, 2023, the Group had civil and tax proceedings brought before the proper authorities in the amount of R\$ 69,425 (December 31, 2022 - R\$ 76,959), which were assessed by the Group's management as having a risk of possible loss, and, therefore, were not provided for in the financial statements.

#### *ii. Incentivo Municipal*

The Company has a contingent asset related to the municipal financial incentive proceeding which was judged in favor of it in September 2019.

The asset was considered contingent due to significant uncertainty relating to the length of time it would take to enforce a judgment as to the method and amount of payment.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais), unless otherwise indicated.*

In July 2022, the Company obtained a certificate of final definitive decision on the motions for clarification of judgment and, therefore, it became virtually certain that the inflow of economic benefits will arise and that the Company has control over such assets, despite uncertainty as to the length of time it will take to enforce the judgment as to the method of payment.

The asset was recognized when the realization of cash flows associated with it became relatively certain, based on management's best estimate.

At March 31, 2023, the carrying amount of the asset is R\$ 2,619 (December 31, 2022: R\$ 2,609).

### ***Contingent assets***

#### ***Compulsory loan - Eletrobrás***

The Eletrobrás compulsory loan was created by Law 4156/62, with the aim of increasing the funds from the federal government for investments in the expansion of the national electricity sector. Said Law was regulated by Decree Law 1512/76, charging companies with a monthly consumption equal to or above 2,000 kw/h according to the electricity bills issued by the electricity distribution companies. The annual amount of the contributions between 1977 and 1993 constitutes credit in favor of the contribution payers.

The legislation set a maximum term of 20 years for returning the compulsory loan to the contribution payers, giving Eletrobras the option to advance this return through the conversion of the credits into shares of its stock. Before converting the credits into shares, the credits were adjusted based on an index and quantifier called Standard Unit (UP).

The compulsory loan was charged to companies monthly through their electricity bills and consolidated during the year but only adjusted by UP in January of the following year, causing lack of monthly monetary adjustment during the years of payment as well as interest. This procedure resulted in significant financial loss to the contribution payers, especially during periods in which the monthly inflation rates were very high. In order to recover the adequate monetary adjustment and interest lost by applying the methodology of Eletrobrás, the Company filed a lawsuit seeking credits arising from the monetary adjustment of the principal, interest, interest in arrears and other amounts owed by Eletrobras on compulsory loans.

There was a judgment on the merits and Eletrobras filed an appeal, which was denied, and the judgment became final and unappealable in 2019 in favor of the Company, however there is yet the phase where the judgment will be enforced and the actual amounts to be settled will be determined. The final favorable court decision obtained allows us to conclude that future economic benefits may flow to the Company. At March 31, 2023 there is still considerable uncertainty about the time, form and amount of realization of the gain and, therefore, it is not possible to determine with sufficient reliability the amount of the gain. The Company should not recognize an asset if it is not virtually certain that the Company controls the asset.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 22. Equity

#### a. Share capital

On March 31, 2023 and December 31, 2022, subscribed and paid-up capital was represented by the following number of shares with no par value:

	Number of shares	
Mahle Indústria e Comércio Ltda.	76,985,132	60.0%
Mahle Industriebeteiligungen GmbH	12,830,850	10.0%
Non-controlling shareholders	38,492,518	30.0%
<b>Total</b>	<b>128,308,500</b>	<b>100.0%</b>

The Company is authorized to increase its capital up to the limit of R\$ 50,000,000 (fifty million) common shares, regardless of statutory reform, by resolution of the Board of Directors, which will determine the number of shares issued, the period of issuance and payment conditions.

On March 31, 2023, the market value of the Company's common shares corresponded the price of R\$ 30.52 per share (R\$ 30.77 on December 31, 2022).

There were no changes in the policies regarding dividends, interest on capital and revenue reserves in relation to those applied in the financial statements for the year ended December 31, 2022.

#### b. Appropriation of profit for the year

On December 26, 2022, the Board of Directors approved the payment of interest on capital in the gross amount of R\$ 107,142, for the period from January 1, 2022, to December 31, 2022, which will be paid on January 26, 2023, corresponding to R\$ 0.8350347061 per common share with withholding income tax at the rate of 15%, with the result that the net value of interest on capital was R\$ 0.7097795002 per common share.

#### c. Special cash reserve

##### *Reserve for expansion and modernization*

At December 31, 2022 the Company increased this reserve by R\$ 174,028 for future investments for the next three years, as per capital budget approved by the Company's management on March 7, 2023, totaling a balance of R\$ 331,789.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### d. Other comprehensive income

#### *Cumulative translation adjustments*

The Company recognizes under this heading the cumulative effect of the currency translation of the financial statements of its subsidiaries that keep accounting records in a functional currency different from the parent company's functional currency. On March 31, 2023, the Company recorded cumulative translation adjustments of R\$ (-) R\$ 50,626 ((-) R\$ 74,926 on March 31, 2022). This cumulative effect will be reversed in the statement of income as a gain or loss only in the event of the sale or write-off of the investment.

#### *Cumulative translation adjustments*

- The effects of carrying value adjustments relating to the effective portion of gains or losses on cash flow hedges, which are recognized on March 31, 2023, net of taxes, at (+) R\$ 2.378 (On March 31, 2022 (+) R\$ 10,776) in the parent company and in the consolidated accounts.
- The adjustments for the adoption of the deemed cost of property, plant and equipment, net at R\$ 111 on March 31, 2023 (On March 31, 2022 - R\$ 123). The deemed cost is accrued to property, plant and equipment recorded in carrying value adjustments, according to the depreciation, disposal or write-off of the respective item of property, plant and equipment, against retained earnings.

## 23. Earnings per share

In compliance with CVM Resolution 636/2010 which approved Technical Pronouncement NBC TG 41/ IAS 33 (CPC 41) - Earnings per share, the Company presents the following information on earnings per share:

	03.31.2023	03.31.2022
<b>Profit attributable to owners of the parent</b>	<b>186,078</b>	<b>123,058</b>
Company total shares	128,308,500	128,308,500
<b>Basic earnings per share (R\$ per share)</b>	<b>1.45024</b>	<b>0.95908</b>

There are no diluted earnings per share for the Company.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 24. Net operating revenue

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Gross revenue</b>				
Products	1,023,411	894,617	1,305,932	1,100,100
Services	18,847	22,145	17,995	19,706
<b>Total revenue with products + services</b>	<b>1,042,258</b>	<b>916,762</b>	<b>1,323,927</b>	<b>1,119,806</b>
<b>Deductions from sales:</b>				
Taxes on sales	(196,430)	(175,204)	(196,554)	(175,297)
Discounts , returns and sales incentives	(17,075)	(9,657)	(105,222)	(54,505)
<b>Net operating revenue</b>	<b>828,753</b>	<b>731,901</b>	<b>1,022,151</b>	<b>890,004</b>

Revenue is derived from two markets: OEM, where customers are car makers, and Aftermarket, where customers are large auto parts distributors and engine overhaul companies.

The following table shows sales by geographic market and by segment:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Revenue by market</b>				
Original equipment	498,000	428,585	606,860	548,171
Aftermarket	330,753	303,316	415,291	341,833
<b>Total</b>	<b>828,753</b>	<b>731,901</b>	<b>1,022,151</b>	<b>890,004</b>

### 25. Cost of sales and services

Cost of sales and services by nature are as follows:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
Raw material and others materials	(306,231)	(312,294)	(389,636)	(375,196)
Personnel and benefits	(157,790)	(143,692)	(166,632)	(151,799)
Utilities and services	(49,464)	(44,342)	(50,570)	(45,376)
Depreciation and amortization	(22,397)	(19,777)	(23,141)	(20,713)
Other	(54,730)	(49,335)	(74,180)	(60,794)
<b>Total</b>	<b>(590,612)</b>	<b>(569,440)</b>	<b>(704,159)</b>	<b>(653,878)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 26. Selling expenses and distribution

Selling expenses by nature are as follows:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
Freight	(22,300)	(21,264)	(25,422)	(23,810)
Personnel and benefits	(14,817)	(12,216)	(18,500)	(14,528)
Professional services/service orders	(5,209)	(1,068)	(6,103)	(1,428)
Variable selling expenses	(4,454)	(3,652)	(6,611)	(7,281)
Brand license	(3,884)	(3,742)	(4,479)	(4,018)
Advertising	(2,995)	(835)	(3,277)	(1,141)
General expenses	(2,931)	(1,416)	(4,596)	(3,191)
Travel and entertainment allowance	(849)	(302)	(922)	(407)
Depreciation	(366)	(121)	(382)	(133)
Export rights	-	-	(1,424)	-
Other expenses	(3,169)	(1,388)	(3,904)	(2,025)
<b>Total</b>	<b>(60,974)</b>	<b>(46,004)</b>	<b>(75,619)</b>	<b>(57,962)</b>

### 27. General and administrative expenses

General and administrative expenses by nature are as follows:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
Personnel and benefits	(9,179)	(7,659)	(10,818)	(9,164)
Professional services/service orders	(5,987)	(4,170)	(6,758)	(5,132)
Management	(3,020)	(2,509)	(3,020)	(2,509)
Taxes	(1,765)	(1,228)	(1,778)	(1,247)
Maintenance	(1,601)	(807)	(1,692)	(854)
Materials and utilities	(984)	(689)	(1,157)	(870)
Depreciation	(943)	(739)	(959)	(764)
Travel and entertainment allowance	(145)	(79)	(162)	(105)
PIS/COFINS	-	(705)	-	(714)
Other expenses	(2,527)	(1,577)	(2,837)	(1,824)
<b>Total</b>	<b>(26,151)</b>	<b>(20,162)</b>	<b>(29,181)</b>	<b>(23,183)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 28. Technology and product development costs

The costs of technology and product development by nature are as follows:

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
Personnel and benefits	(6,378)	(6,031)	(6,708)	(6,256)
Depreciation	(893)	(947)	(901)	(966)
Materials/utilities	(890)	(1,330)	(916)	(1,339)
Professional services/service orders	(798)	(612)	(906)	(750)
General expenses	(742)	(598)	(2,042)	(1,541)
Maintenance	(509)	(385)	(510)	(387)
Other expenses	(900)	(165)	(933)	(181)
<b>Total</b>	<b>(11,110)</b>	<b>(10,068)</b>	<b>(12,916)</b>	<b>(11,420)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 29. Finance income and costs, net

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Finance income</b>				
Interest	13,078	10,539	30,167	14,767
Derivative financial instruments (c)	10,610	28,237	10,609	28,443
Exchange variation (a)	5,960	25,455	37,567	39,227
Monetary variation gains	1,217	243	2,405	516
Other	1,701	1,738	1,705	1,738
	<b>32,566</b>	<b>66,212</b>	<b>82,453</b>	<b>84,691</b>
<b>Finance costs</b>				
Exchange variations (b)	(9,909)	(61,216)	(51,595)	(76,320)
Monetary variation losses	(5,759)	(5,885)	(6,132)	(6,156)
Interest	(5,271)	(2,193)	(6,694)	(2,995)
Derivative financial instruments (d)	314	(1,460)	317	(1,460)
Other	(245)	(363)	(3,519)	(1,737)
	<b>(20,870)</b>	<b>(71,117)</b>	<b>(67,623)</b>	<b>(88,668)</b>
<b>Finance income (costs), net</b>	<b>11,696</b>	<b>(4,905)</b>	<b>14,830</b>	<b>(3,977)</b>
<b>Summary of foreign exchange variations (a+b)</b>	<b>(3,949)</b>	<b>(35,761)</b>	<b>(14,028)</b>	<b>(37,093)</b>
Trade receivables	(3,338)	(27,157)	1,971	(29,254)
Cash and cash equivalents	(2,930)	(9,127)	(13,150)	(10,776)
Interest on capital receivable	-	(22,254)	-	(22,254)
Loan receivable	(654)	(3,818)	(3,412)	(5,355)
Trade payables	750	5,513	1,477	2,931
Borrowings	2,223	21,085	(341)	27,619
Lease obligations (IFRS 16)	-	-	(571)	(1)
Other	-	(3)	(2)	(3)
<b>Summary of derivative instruments (c+d)</b>	<b>10,924</b>	<b>26,777</b>	<b>10,926</b>	<b>26,983</b>
Income	10,610	28,237	10,609	28,443
Expenses	314	(1,460)	317	(1,460)
<b>Net result of foreign exchange variations and derivative financial instruments</b>	<b>6,975</b>	<b>(8,984)</b>	<b>(3,102)</b>	<b>(10,110)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 30. Other operating income and expenses, net

	Parent company		Consolidated	
	03.31.2023	03.31.2022	03.31.2023	03.31.2022
<b>Other income</b>				
Reversal of provision for labor, civil and tax contingencies	19,366	8,181	19,461	8,492
Gains on disposal of assets /other	1,752	-	1,752	-
Taxes recovered (Reintegra)	263	1,479	263	1,481
Reversal of provision for obsolescence	244	195	244	195
Gain on monetary items	-	-	2,122	652
Other income	1,618	717	1,885	716
	<b>23,243</b>	<b>10,572</b>	<b>25,727</b>	<b>11,536</b>
<b>Other expenses</b>				
Provision for labor, civil and tax contingencies	(16,660)	(12,433)	(16,854)	(13,012)
Provision for losses on agreement	(1,281)	-	(1,281)	-
PIS and COFINS on other income	(1,162)	-	(1,169)	-
Losses on disposal of assets /other	(28)	(73)	(28)	(77)
Export expenses - Argentina	-	-	-	(1,595)
Losses on monetary items	-	-	(2,431)	(549)
Other expenses	(580)	(915)	(733)	(1,017)
	<b>(19,711)</b>	<b>(13,421)</b>	<b>(22,496)</b>	<b>(16,250)</b>
<b>Other operating income (expenses), net</b>	<b>3,532</b>	<b>(2,849)</b>	<b>3,231</b>	<b>(4,714)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### 31. Financial instruments

#### I. Financial instruments and risk management

The financial instruments are presented in the financial statements and classified in accordance with guidance in NBC TG 40 (CPC 40)/48/IFRS 7/9 – Financial Instruments, permitting the user of the information to assess the financial condition of the Group.

The financial instruments are not used for speculative purposes and the table below shows their classification:

Assets	Note	Parent Company							
		03.31.2023				12.31.2022			
		Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total	Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total
Cash, demand deposits and cash in transit	6	-	19,708	-	19,708	-	42,194	-	42,194
Financial investments	6	-	288,907	-	288,907	-	236,910	-	236,910
Trade receivables	7	574,490	-	-	574,490	571,796	-	-	571,796
Receivables from and loans to related parties	10	24,241	-	-	24,241	24,614	-	-	24,614
Unrealized gains on derivatives	31	-	-	14,903	14,903	-	-	11,149	11,149
<b>Total</b>		<b>598,731</b>	<b>308,615</b>	<b>14,903</b>	<b>922,249</b>	<b>596,410</b>	<b>279,104</b>	<b>11,149</b>	<b>886,663</b>

Liabilities	Note	Parent Company							
		03.31.2023				12.31.2022			
		Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total	Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total
Payables to related parties	15	(61,836)	-	-	(61,836)	(71,308)	-	-	(71,308)
Trade payables	15	(222,832)	-	-	(222,832)	(179,937)	-	-	(179,937)
Lease liabilities	17.b	(46,954)	-	-	(46,954)	(45,231)	-	-	(45,231)
Borrowings	17.a	(402,430)	-	-	(402,430)	(411,371)	-	-	(411,371)
Unrealized losses on derivatives	31	-	-	(6,337)	(6,337)	-	-	(7,943)	(7,943)
<b>Total</b>		<b>(734,052)</b>	<b>-</b>	<b>(6,337)</b>	<b>(740,389)</b>	<b>(707,847)</b>	<b>-</b>	<b>(7,943)</b>	<b>(715,790)</b>

Assets	Note	Consolidated							
		03.31.2023				12.31.2022			
		Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total	Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total
Cash, demand deposits and cash in transit	6	-	36,336	-	36,336	-	61,870	-	61,870
Financial investments	6	-	298,850	-	298,850	-	365,536	-	365,536
Marketable securities	6	-	102,291	-	102,291	-	-	-	-
Trade receivables	7	713,287	-	-	713,287	659,339	-	-	659,339
Receivables from and loans to related parties	10	92,549	-	-	92,549	78,054	-	-	78,054
Unrealized gains on derivatives	31	-	-	17,596	17,596	-	-	13,159	13,159
<b>Total</b>		<b>805,836</b>	<b>437,477</b>	<b>17,596</b>	<b>1,260,909</b>	<b>737,393</b>	<b>427,406</b>	<b>13,159</b>	<b>1,177,958</b>

Liabilities	Note	Consolidated							
		03.31.2023				12.31.2022			
		Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total	Amortized Cost	Fair Value by Result	Designated Derivatives for Cash Flow Hedge	Total
Payables to related parties	15	(88,978)	-	-	(88,978)	(101,616)	-	-	(101,616)
Trade payables	15	(268,915)	-	-	(268,915)	(225,406)	-	-	(225,406)
Lease liabilities	17.b	(50,357)	-	-	(50,357)	(49,094)	-	-	(49,094)
Borrowings	17.a	(410,323)	-	-	(410,323)	(414,093)	-	-	(414,093)
Unrealized losses on derivatives	31	-	-	(6,337)	(6,337)	-	-	(7,943)	(7,943)
<b>Total</b>		<b>(818,573)</b>	<b>-</b>	<b>(6,337)</b>	<b>(824,910)</b>	<b>(790,209)</b>	<b>-</b>	<b>(7,943)</b>	<b>(798,152)</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais), unless otherwise indicated.*

### *- Fair value hierarchy and measurement*

The financial instruments that are measured at fair value after initial recognition must be grouped in Levels 1 to 3 based on the observable level of the fair value.

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

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices);

Level 3 - inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

### *- Fair value calculation*

Level 2 - Derivative financial instruments were included in this level. The value of these instruments was determined as follows:

- The values of derivative financial instruments (NDFs) were calculated using the discounted cash flow method; and
- The values of commodity derivative financial instruments are calculated using the "market fair value".

### *- Fair value versus carrying amount*

The carrying amounts of financial investments, trade receivables, trade payables and borrowings, less impairment loss for trade receivables, are supposed to approximate fair values.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

The table below presents an analysis of financial instruments that are measured at fair value compared to the carrying amount after initial recognition and their respective fair value hierarchies.

	Note	Consolidated				Level
		03.31.2023		12.31.2022		
		Carrying amount	Fair value	Carrying amount	Fair value	
<b>Assets</b>						
Cash, demand deposits and cash in transit	6	36,336	36,336	61,870	61,870	2
Financial investments	6	298,850	298,850	365,536	365,536	2
Marketable securities	6	102,291	102,291	-	-	2
Trade receivables	7	713,287	713,287	659,339	659,339	2
Receivables from and loans to related parties	10	92,549	92,549	78,054	78,054	2
Unrealized gains on derivatives	31	17,596	17,596	13,159	13,159	2
<b>Total</b>		<b>1,260,909</b>	<b>1,260,909</b>	<b>1,177,958</b>	<b>1,177,958</b>	
<b>Liabilities</b>						
Payables to related parties	15	(88,978)	(88,978)	(101,616)	(101,616)	2
Trade payables	15	(268,915)	(268,915)	(225,406)	(225,406)	2
Lease liabilities	17.b	(50,357)	(50,357)	(49,094)	(49,094)	2
Borrowings	17.a	(410,323)	(410,323)	(414,093)	(414,093)	2
Unrealized losses on derivatives	31	(6,337)	(6,337)	(7,943)	(7,943)	2
<b>Total</b>		<b>(824,910)</b>	<b>(824,910)</b>	<b>(798,152)</b>	<b>(798,152)</b>	

### - Hedge accounting

The Group adopts hedge accounting to minimize its exposure to volatility in currency and commodity price. The hedge accounting policy is properly formalized and sets out the hedged items; the authorized hedging instruments; and the method of assessing the effectiveness of the hedging relationship.

## II. Risk management

The Company's risk management objectives are to preserve the value of the financial assets; preserve the liquidity of the financial assets; ensure that the Company has financial resources to conduct its business, including expansion.

Basically, risks are classified into two categories - strategic/operational and economic/financial.

The main economic/financial risks considered by the Group include:

- Liquidity risk;
- Credit risk;
- Risk of fluctuation in interest rates;
- Risk of fluctuation in exchange rates;
- Market risk - fluctuations in the prices of inputs (commodities).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### a) Liquidity risk

The Group's approach to managing liquidity risk is to ensure that it will always have sufficient liquidity to pay its obligations as they fall due under all market conditions, to avoid incurring significant losses or adversely affecting the Group's reputation.

The table below shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of currency negotiation agreements at the net position, as well as financial assets that are used to manage this risk.

<b>Consolidated</b>		<b>03.31.2023</b>					
		<b>Carrying amount</b>	<b>Cash Flow</b>	<b>Up to 1 year</b>	<b>1 - 2 years</b>	<b>2 - 5 years</b>	<b>More than 5 years</b>
	<b>Note</b>						
<b>Liabilities</b>							
Payables to related parties	15	(88,978)	(88,978)	(88,978)	-	-	-
Trade payables	15	(268,915)	(268,915)	(268,915)	-	-	-
Lease liabilities	17.b	(50,357)	(50,357)	(11,123)	(39,234)	-	-
Borrowings	17.a	(410,323)	(444,159)	(362,146)	(12,147)	(36,450)	(33,416)
Unrealized losses on derivatives	31	(6,337)	(6,337)	(6,337)	-	-	-
<b>Total</b>		<b>(824,910)</b>	<b>(858,746)</b>	<b>(737,499)</b>	<b>(51,381)</b>	<b>(36,450)</b>	<b>(33,416)</b>

<b>Consolidated</b>		<b>12.31.2022</b>					
		<b>Carrying amount</b>	<b>Cash Flow</b>	<b>Up to 1 year</b>	<b>1 - 2 years</b>	<b>2 - 5 years</b>	<b>More than 5 years</b>
	<b>Note</b>						
<b>Liabilities</b>							
Payables to related parties	15	(101,616)	(101,616)	(101,616)	-	-	-
Trade payables	15	(225,406)	(225,406)	(225,406)	-	-	-
Lease liabilities	17.b	(49,094)	(49,094)	(10,893)	(38,201)	-	-
Borrowings	17.a	(414,093)	(450,500)	(181,536)	(196,310)	(36,322)	(36,332)
Unrealized losses on derivatives	31	(7,943)	(7,943)	(7,943)	-	-	-
<b>Total</b>		<b>(798,152)</b>	<b>(834,559)</b>	<b>(527,394)</b>	<b>(234,511)</b>	<b>(36,322)</b>	<b>(36,332)</b>

### b) Credit risk

Credit risk is the risk of the Group incurring financial loss if a customer or counterparty to a financial instrument fails to meet its contractual obligations. This risk arises mainly from receivables, mostly from recurring customers, demand deposits, cash in transit and financial investments.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

The carrying amount of financial assets that represent the maximum exposure to credit risk on the date of these financial statements was as follows:

Assets	Note	Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
Cash, demand deposits and cash in transit	6	19,708	42,194	36,336	61,870
Financial investments	6	288,907	236,910	298,850	365,536
Marketable securities	6	-	-	102,291	-
Trade receivables	7	574,490	571,796	713,287	659,339
Receivables from and loans to related parties	10	24,241	24,614	92,549	78,054
Unrealized gains on derivatives	31	14,903	11,149	17,596	13,159
<b>Total</b>		<b>922,249</b>	<b>886,663</b>	<b>1,260,909</b>	<b>1,177,958</b>

The Group also has policies for granting credit to its customers, where credit limits and monitoring criteria are pre-established and consist of systematic checking and pre-billing to verify items such as late payments and the available balance of the invoicing limit. Market information on customers is also important in the context of the granting and management of credit.

The Group considers that there is no significant risk of concentration of credit in relation to customers:

Trade receivables				
Counterparties with external credit rating (Standard & Poor's)				
	Parent company		Consolidated	
	03.31.2023	12.31.2022	03.31.2023	12.31.2022
Counterparties unrated external de crédito				
<i>Top 20</i>	226,245	212,325	299,175	290,721
<i>Third Parties</i>	207,751	193,293	298,770	268,513
<i>Intercompanies</i>	147,222	172,532	123,948	109,034
<b>Total Trade Receivables and Others</b>	<b>581,218</b>	<b>578,150</b>	<b>721,893</b>	<b>668,268</b>

The table above of trade accounts receivable does not consider impairment losses on accounts receivable.

With respect to financial institutions, the Group operates only with banks with a minimum risk rating of AA (Fitch National Long-Term or equivalent from Moody's or & Poor's).

### c) Risk of fluctuation in interest rates

This risk arises from the possibility of the Group incurring losses as a result of fluctuations in interest rates on its financial assets and liabilities. Aiming at mitigating this risk, the Group seeks to diversify the raising of funds in terms of fixed or floating rates with papers pegged to the CDI rate and TJLP, so that any results originating from the volatility of these indexes do not drive material impacts.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

The carrying value of financial instruments that represent the maximum exposure to the interest rate risk on the balance sheet date was:

Assets	Note	Parent company		Consolidated	
		03.31.2023	12.31.2022	03.31.2023	12.31.2022
Cash, demand deposits and cash in transit	6	19,708	42,194	36,336	61,870
Financial investments	6	288,907	236,910	298,850	365,536
Marketable securities	6	-	-	102,291	-
Borrowings	17.a	(402,430)	(411,371)	(410,323)	(414,093)
<b>Total</b>		<b>(93,815)</b>	<b>(132,267)</b>	<b>27,154</b>	<b>13,313</b>

This rate condition being considered, the Group believes that fluctuations in interest rates will not result in any material impact on its results. Accordingly, the Group maintains financial assets or liabilities bearing fixed interest rates at amortized cost and does not designate derivatives (interest rate swaps) as hedging instruments under a fair value hedge accounting model or carries out sensitivity analyses for the interest rate variation.

### d) Risk of fluctuation in exchange rates

This arises from the possibility of fluctuations in the exchange rates of the foreign currencies used by the Group for the sale of products and the contracting of financial instruments.

The Group contracts hedge instruments both for the exchange exposure originating from the operations incurred and already reflected in the balance sheet (effective cash flow) and exposure arising from the expectations outlined in the budget (budgeted cash flow).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

On March 31, 2023, the Group's exposure in USD (EUR and JPY equivalents in USD) was USD 11,123 thousand in the parent company in the consolidated accounts, as shown below:

Foreign exchange exposure arising from accounts receivable and payable in foreign currency at March 31, 2023			
Item	USD thousand	EUR thousand (*)	JPY thousand (**)
	Parent company and Consolidated	Parent company and Consolidated	Parent company and Consolidated
(+) Trade receivables	34,586	7,714	-
(+) Demand deposits (in foreign currency)	2,314	463	-
(+) Receivable - Dividends (TEUR)	-	50,151	-
(-) Advances on export exchange contract	-	(50,151)	-
(-) Imports	(4,481)	(5,056)	(145,887)
(-) Currency forwards - sale	(20,871)	(2,852)	50,618
<b>(=) Net balance of foreign exchange exposure</b>	<b>11,548</b>	<b>269</b>	<b>(95,269)</b>

Net balance of foreign exchange exposure in USD (EUR and JPY equivalents in USD) - in thousands		
Currency	Consolidated	
USD	11,548	
EUR	293	(*) Parity EUR / USD 1,08739
JPY	(718)	(**) Parity JPY / USD 132,7515
<b>Total</b>	<b>11,123</b>	

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

Additionally, we present the notional value of NDFs for hedging the Group's budget:

Parent company and Consolidated (USD)				
Year	Net Exposure (thousands)	Notional Value - Hedge (thousands)	Average Rate (Portfolio NDF)	% Hedged
2023 (Apr-Dec)	(1,204)	1,163	6.8283	96.5%
2024 (Jan-Dec)	(2,160)	1,416	5.9096	65.6%
2025 (Jan-Mar)	(1,016)	253	5.7980	24.9%
<b>Total</b>	<b>(4,380)</b>	<b>2,832</b>	<b>6.2747</b>	<b>64.7%</b>

Parent company and Consolidated (EUR)				
Year	Net Exposure (thousands)	Notional Value - Hedge (thousands)	Average Rate (Portfolio NDF)	% Hedged
2023 (Apr-Dec)	(16,097)	10,985	6.2286	68.2%
2024 (Jan-Dec)	(20,802)	5,266	6.4027	25.3%
2025 (Jan-Mar)	(5,510)	1,377	6.4308	25.0%
<b>Total</b>	<b>(42,409)</b>	<b>17,628</b>	<b>6.2964</b>	<b>41.6%</b>

Parent company and Consolidated (JPY)				
Year	Net Exposure (thousands)	Notional Value - Hedge (thousands)	Average Rate (Portfolio NDF)	% Hedged
2023 (Apr-Dec)	421,029	(271,649)	0.0524	64.5%
2024 (Jan-Dec)	541,150	(237,227)	0.0501	43.8%
2025 (Jan-Mar)	141,172	(35,294)	0.0496	25.0%
<b>Total</b>	<b>1,103,351</b>	<b>(544,170)</b>	<b>0.0512</b>	<b>49.3%</b>

### - Sensitivity analysis

For the purposes of carrying out sensitivity analysis of market risks, the Group analyzes together asset and liability positions indexed to a foreign currency.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

Sensitivity analysis table – foreign exchange exposure of March 31, 2023.

The methodology adopted for the calculation of the balances in the table below consisted of replacing the closing foreign exchange rate used for the purposes of accounting records with the stressed rates, in accordance with the scenarios below:

The selling rates published on March 31, 2023, by the Brazilian Central Bank for USD, EUR and JPY were used in this sensitivity analysis.

Parent company and Consolidated USD			
USD/BRL exchange rate for settlement of bills of exchange	* Net balance of foreign exchange exposure - USD	** Average rate of bills of exchange	Total BRL
50% better	7.6206	5.2150	27,780
25% better	6.3505	5.2150	13,113
Probable scenario	5.0804	11,548	5.2150 (1,554)
25% worse	3.8103	5.2150	(16,221)
50% worse	2.5402	5.2150	(30,888)

(\*) Amounts in thousands

(\*\*) Average rate of remittance of the bills of exchange that comprise the net balance of foreign exchange exposure

Parent company and Consolidated EUR			
EUR/BRL exchange rate for settlement of bills of exchange	* Net balance of foreign exchange exposure - EUR	** Average rate of bills of exchange	Total BRL
50% better	8.2866	5.5283	742
25% better	6.9055	5.5283	370
Probable scenario	5.5244	269	5.5283 (1)
25% worse	4.1433	5.5283	(373)
50% worse	2.7622	5.5283	(744)

(\*) Amounts in thousands

(\*\*) Average rate of remittance of the bills of exchange that comprise the net balance of foreign exchange exposure

Parent company and Consolidated JPY			
JPY/BRL exchange rate for settlement of bills of exchange	* Net balance of foreign exchange exposure - JPY	** Average rate of bills of exchange	Total BRL
50% better	0.0191	0.0395	1,944
25% better	0.0287	0.0395	1,030
Probable scenario	0.0383	(95,269)	0.0395 118
25% worse	0.0478	0.0395	(790)
50% worse	0.0574	0.0395	(1,704)

(\*) Amounts in thousands

(\*\*) Average rate of remittance of the bills of exchange that comprise the net balance of foreign exchange exposure

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais), unless otherwise indicated.

### Budgeted cash flow - exposure in foreign currency

The Group projects and conducts its transactions based on its current cash flows, which means that subsequent changes in the exchange rates can result in expenditure for the Group. To hedge its future cash flow against currency fluctuations, the Group uses forward contracts for USD, EUR and JPY (NDF).

### Sensitivity analysis table

Parent company and Consolidated sensitivity analysis table – cash flow derivatives portfolio for the period ended March 31, 2023													
Scenario	USD/BRL exchange rate for settlement of operations	Notional value - USD (thousand)	Weighted average rate at maturity (*)	Adjustment in RS thousand	EUR/BRL exchange rate for settlement of operations	Notional value - EUR (thousand)	Weighted average rate at maturity (*)	Adjustment in RS thousand	JPY/BRL exchange rate for settlement of operations	Notional value - JPY (thousand)	Weighted average rate at maturity (*)	Adjustment in RS thousand	Total adjustment in RS thousand
50% better	2.5402	2,832	6.2747	10,576	2.7622	17,628	6.2964	62,301	0.0574	(544,170)	0.0512	3,368	76,245
25% better	3.8103	2,832	6.2747	6,979	4.1433	17,628	6.2964	37,955	0.0478	(544,170)	0.0512	(1,838)	43,096
Probable scenario	5.0804	2,832	6.2747	3,382	5.5244	17,628	6.2964	13,609	0.0383	(544,170)	0.0512	(7,045)	9,946
25% worse	6.3505	2,832	6.2747	(215)	6.9055	17,628	6.2964	(10,737)	0.0287	(544,170)	0.0512	(12,251)	(23,203)
50% worse	7.6206	2,832	6.2747	(3,812)	8.2866	17,628	6.2964	(35,083)	0.0191	(544,170)	0.0512	(17,457)	(56,352)

The selling rates published on March 31, 2023, by the Brazilian Central Bank for USD, EUR and JPY were used.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

All the instruments are traded with top-tier banks on an organized over-the-counter market, duly registered with the Clearing House for the Custody and Financial Settlement of Securities, as presented below:

Weighted average forward rate - value for settlement			Notional value - thousand	
			Parent company	
Foreign currency			03.31.2023	03.31.2022
<b>Liability position</b>	<b>EUR</b>	<b>6.18431</b>	20,480	16,349
<b>Liability position</b>	<b>USD</b>	<b>5.39918</b>	23,703	23,680
<b>Asset position</b>	<b>JPY</b>	<b>0.05074</b>	(594,788)	(924,508)

Weighted average forward rate - value for settlement			Fair market value - thousand	
			Parent company	
(1) Foreign currency			03.31.2023	03.31.2022
<b>Liability position</b>	<b>EUR</b>	<b>6.18431</b>	8,010	16,337
<b>Liability position</b>	<b>USD</b>	<b>5.39918</b>	5,982	9,825
<b>Asset position</b>	<b>JPY</b>	<b>0.05074</b>	(5,346)	(10,061)

e) Market risk, fluctuations in prices of inputs (commodities).

This risk arises from possible fluctuations in prices of the main raw materials used in the Group's production process, which are: aluminum and copper.

To minimize and manage this risk, the Group contracts derivative transactions to hedge against fluctuations in the prices of these raw materials, in compliance with the Group's hedging policy.

The table below presents the outstanding position on March 31, 2023 and 2022:

<u>Asset position</u>	Weighted average price on maturity	Notional value - metric tons	
		Parent company and Consolidated	
		03.31.2023	03.31.2022
<b><u>Commodities</u></b>			
<b>Copper</b>	<b>8,836</b>	106	178
<b>Aluminum</b>	<b>2,290</b>	271	-
<b>TOTAL</b>		<b>377</b>	<b>178</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

Asset position	Weighted average price on maturity	Notional value (fair market value)	
		Parent company	
		03.31.2023	03.31.2022
<b>Commodities</b>			
Copper	8,836	791	615
Aluminum	2,290	239	-
<b>TOTAL</b>		<b>1,030</b>	<b>615</b>

Additionally, we present the notional value of the commodities to protect the economic plan of the Company:-

Parent company and Consolidated (ALUMINUM)				
Year	Net Exposure (Tons)	Notional Value - Hedge (Tons)	Average Price - Portfolio Swap	% Hedged
2023 (Apr - Dec)	358	(241)	2,428	67.3%
2024 (Jan)	39	(30)	2,429	76.9%
<b>Total</b>	<b>397</b>	<b>(271)</b>	<b>2,428</b>	<b>68.3%</b>

Parent company and Consolidated (COPPER)				
Year	Net Exposure (Tons)	Notional Value - Hedge (Tons)	Average Price - Portfolio Swap	% Hedged
2023 (Apr - Dec)	132	(95)	7,921	72.0%
2024 (Jan)	14	(11)	8,660	78.6%
<b>Total</b>	<b>146</b>	<b>(106)</b>	<b>7,998</b>	<b>72.6%</b>

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

### - Sensitivity analysis table

For the purposes of carrying out the sensitivity analysis of market risks, the Group analyzes together long and short positions of the prices of commodities (copper and aluminum).

The methodology adopted for calculating the balances presented in the table below consisted of replacing the closing exchange rate and commodity prices at March 31, 2023 used for the purposes of accounting records with the stressed rates and prices calculated in accordance with the following scenarios.

Sensitivity analysis on results of operations of purchase of commodity swap contracts - Parent company and Consolidated					
Commodity	Volume in metric tons	Settlement price on maturity (USD/metric ton)	Weighted average price on maturity (USD/metric ton)	Total adjustment BRL	Total effect on purchases of commodities BRL
<b>Copper</b>					
50% better		13,403		2,459	(2,459)
25% better		11,169		1,256	(1,256)
Probable scenario	106	8,935	8,836	53	(53)
25% worse		6,701		(1,149)	1,149
50% worse		4,468		(2,352)	2,352
<b>Aluminum</b>					
50% better		3,505		1,672	(1,672)
25% better		2,921		868	(868)
Probable scenario	271	2,337	2,290	64	(64)
25% worse		1,752		(740)	740
50% worse		1,168		(1,545)	1,545

The selling rates of the USD published on March 31, 2023, by the Brazilian Central Bank and the metal prices published on the same date by the LME were used.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

The results from foreign exchange and commodity derivative financial instruments affected the Group's and its subsidiaries' information as presented below:

	03.31.2023		03.31.2022	
	Parent company	Consolidated	Parent company	Consolidated
<b>Results of derivatives (exports/imports/loan)</b>				
<b>Provisions</b>				
- Operations on accounts receivable and payable	(BS)	-	-	8,687
<b>Cash effect</b>				
- Operations on accounts receivable and payable	Note 29	10,924	10,926	18,090
		<b>10,924</b>	<b>10,926</b>	<b>26,777</b>
<b>Total Results of derivatives (Net financial result)</b>		<b>10,924</b>	<b>10,926</b>	<b>26,777</b>
Exchange variations (gains and losses)		(3,949)	(14,028)	(35,761)
Results of derivatives (exports/imports/loan)		10,924	10,926	26,777
Gross sales		(9,085)	(9,085)	4
Cost of sales		8,120	8,120	1,897
<b>Effects of Foreign Exchange Variatons and Financial Instruments on Profit and Loss</b>		<b>6,010</b>	<b>(4,067)</b>	<b>(7,083)</b>
<b>Gross result</b>				
<b>Gross sales</b>				
- Settlements with cash effect		(9,085)	(9,085)	4
<b>Cost of sales</b>				
- Settlements with cash effect		8,120	8,120	1,897
		<b>8,120</b>	<b>8,120</b>	<b>1,897</b>
<b>Total Derivative Operations - Gross Result</b>		<b>(965)</b>	<b>(965)</b>	<b>1,901</b>
<b>Equity</b>				
<b>Provisions</b>				
- Operations on sales to be made	BS	5,165	5,165	8,651
- Operations on commodities	BS	1,030	1,030	(615)
Deferred income tax and social contribution		(2,106)	(2,106)	2,732
<b>Total Derivative Operations - Equity</b>		<b>4,089</b>	<b>4,089</b>	<b>10,768</b>
<b>Provision for unrealized losses and gains on derivatives</b>				
<b>(BS) - Sum of the net balance sheet</b>				
Balance sheet assets		14,903	17,596	27,595
Balance sheet liabilities		(6,337)	(6,337)	(11,819)
<b>Balance sheet, net</b>		<b>8,566</b>	<b>11,259</b>	<b>15,776</b>
				<b>17,480</b>

### Guarantees

The Group had no guarantee deposits relating to these derivative instruments for the periods presented above (March 31, 2023 and 2022).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais)*

### **32. Employee benefits**

The employee benefits offered by the Group are mainly granted on a monthly basis and recognized in the accounting records accordingly. There are no post-employment benefits, pension funds or other benefits that require specific accounting treatment.

For the period ended March 31, 2023, the Company paid to its employees profit sharing of R\$ 13,337 (R\$ 11,568 in the first quarter of 2022), Parent company, and R\$ 13,365 (R\$ 11,594 in the first quarter of 2022), Consolidated, based on an agreement made with the workers' union. The employee profit sharing payment followed the rules set forth in the collective labor agreement. That agreement establishes conditions to be met, as summarized herein: i) production goals for a predetermined number of workers; ii) maintenance of the absenteeism level up to previously defined annual average absence rate in relation to standard hours worked; and iii) maintenance of the scrap level up to the previously defined annual average scrap rate in relation to the number of parts produced.

#### ***Supplementary pension plan - defined contribution***

In September 2006, the Group joined a free benefit-generating private pension plan, managed by Bradesco Vida e Previdência S.A. (the Manager), offering all its employees the option to participate. The contributions are defined according to salary bracket. Annually, the Manager conducts an actuarial valuation of the plan in order to determine possible adjustments to the contribution levels.

The Group contributed to the private pension plan an amount of R\$ 543 on March 31, 2023 (R\$ 556 in the first quarter of 2022).

### **33. Insurance**

The Group has a policy of taking out insurance coverage for assets subject to risks at amounts considered sufficient to cover losses, including property insurance, domestic and international transportation insurance, vehicle insurance and other coverages considering the nature of the risks. The insurance is contracted with leading insurance companies with the advice of specialist insurance brokers.

For the fiscal year 2023, the insurance coverage for operational risks (property damages and loss of profits) is R\$ 2,111,328 (2022: R\$ 5,210,490).

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

(in thousand of reais)

### 34. Application of CPC 42 / IAS 29 - Financial Reporting in Hyperinflationary Economies

Since July 2018 Argentina is considered a hyperinflationary economy and the Group applies CPC 42/IAS 29 - Financial Reporting in Hyperinflationary Economies to its subsidiary MAHLE Argentina S.A., whose functional currency is the Argentine peso.

The income statement items are restated at the end of each fiscal quarter based on the change in the general price index and then translated into Brazilian real at the closing rates for each period (not at accumulated average rate for the year).

The impacts of the application of NBC TG 42 (CPC 42) / IAS 29 Financial Reporting in Hyperinflationary Economies on the parent company and consolidated financial statements as at March 31, 2023 are shown below:

	03.31.2023	03.31.2022
<b>Reconciliation of result adjustments</b>		
Gain on monetary position of investments from parent company - reflex recomposition	46,528	27,031
Gain on monetary position of investments from subsidiary - reflex recomposition	379	227
Loss on monetary position of subsidiary MAHLE Argentina S.A.	(15,643)	(10,872)
<b>Gain on monetary item, result (consolidated)</b>	<b>31,264</b>	<b>16,386</b>

The statement of income for the first quarter of 2023 was adjusted for inflation based on the Consumer Price Index (IPC) and subsequently was translated and subsequently translated into BRL using the exchange rate at the end of the quarter.

### 35. Events after the reporting period

At the General Meeting held on April 27, 2023, the shareholders approved the payment of additional dividends and the remaining mandatory minimum dividends relating to the fiscal year 2022 in the amount of R\$ 244,131 (R\$ 1.902688 per common share) and R\$ 32,246 (R\$ 0.251316 per common share), and additional dividends on the prior year's remaining profit in the amount of R\$ 175,572 (R\$ 1.368348 per share). The dividends will be paid on May 26, 2023, without withholding income tax as per Law No. 9,249/95, article 10.b.

# MAHLE Metal Leve S.A.

## Notes to the interim financial statements

*(in thousand of reais)*

### **Board of Directors**

#### **Principal members**

Peter Paul Wilhelm Grunow  
Heinz Konrad Junker  
Wolfgang Werner Ernst Fritz Fritzemeyer  
Eduardo Augusto Rocha Pocetti  
Reginaldo Ferreira Alexandre

#### **Alternate members**

Dimas Lazarini Silveira Costa  
Camila Pagliato Ferreira  
Flávio Venturelli Helú  
Juliana Gonçalves Soares  
Luiz Tarquinio Sardinha Ferro

#### **Executive Board**

Sergio Pancini de Sá - Chief Executive and Investor Relations Officer  
Nathan John Quye – Chief Financial Officer

### **Fiscal Conciul**

#### **Principal members**

Axel Erhard Brod  
Hélio Carlos de Lamare Cox  
Michael Lehmann

#### **Alternate members**

José Gomes Rodrigues da Silva  
Marcio de Oliveira Santos  
Massao Fábio Oya

#### **Audit Committee**

Eduardo Augusto Rocha Pocetti  
Peter Paul Wilhelm Grunow  
Orlando Octavio de Freitas Junior

#### **Technical specialist**

Daniel de Oliveira Camargo  
Accounting and tax manager  
Accountant - CRC 1SP 248941/O-2

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(A free translation of the original in Portuguese)

## MAHLE Metal Leve S.A.

### Representation by officers on the parent company and consolidated interim financial statements

MAHLE Metal Leve S.A.  
CNPJ No. 60.476.884/0001-87  
Publicly-held company

#### REPRESENTATION

Messrs. Sergio Pancini de Sá and Nathan John Quye, executive officers of MAHLE Metal Leve S.A., with its head office at Avenida Ernst MAHLE, 2000, Mombaça, in the city of Mogi Guaçu, State of São Paulo, in conformity with item VI of Article 25 of CVM Instruction 586, of June 8, 2017, do hereby declare that:

They have reviewed and discussed, and agree with, the parent company and consolidated interim financial statements of MAHLE Metal Leve S.A. for the period ended March 31, 2023, and thus authorize their completion.

Mogi Guaçu, May 09th, 2023.

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Sergio Pancini de Sá  
CEO

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Nathan John Quye  
Finance director

(A free translation of the original in Portuguese)

## MAHLE Metal Leve S.A.

### Representation by officers on the independent auditor's report on the interim financial statements

MAHLE Metal Leve S.A.  
CNPJ No. 60.476.884/0001-87  
Publicly-held company

#### REPRESENTATION

Messrs. Sergio Pancini de Sá and Nathan John Quye, executive officers of MAHLE Metal Leve S.A., with its head office at Avenida Ernst MAHLE, 2000, Mombaça, in the city of Mogi Guaçu, State of São Paulo, in conformity with item V of Article 25 of CVM Instruction 586, of June 8, 2017, do hereby declare that:

They have reviewed and discussed, and agree with the conclusion expressed by Ernst & Young Auditores Independentes S.S., on the parent company and consolidated interim financial statements of MAHLE Metal Leve S.A. for the period ended March 31, 2023.

Mogi Guaçu, May 09th, 2023.

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Sergio Pancini de Sá  
CEO

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Nathan John Quye  
Finance director