



EARNINGS
3Q 23
CONFERENCE
CALL



3Q23 highlights



OPERATING PERFORMANCE

Sales volume increase vs. 2Q23

Production cost reduction vs. 2Q23 and 3Q22

Stabilization of Smelters, with increased production in the quarter



FINANCIAL MANAGEMENT

Divestment in working capital, with release of inventories

Average debt maturity increases to 5.1 years, with payment concentration from 2027



MAIN STRATEGIC ACHIEVEMENTS

CBA's entry into **B3 IDiversa**

"Company of the Year in the Mining Sector" Award by Brasil Mineral

Start-up of **Metalex's scrap treatment line**

CAPITAL INCREASE

Private subscription of shares between R\$140 million and R\$206 million

Issuance price of R\$3.73
(preemptive right to subscribe shares from Nov 14th to Dec 14th)

Use of proceeds shall be used to preserve the capital structure and improve cash position, through the possibility of using dividend credits announced and not yet paid.



Aluminum Market

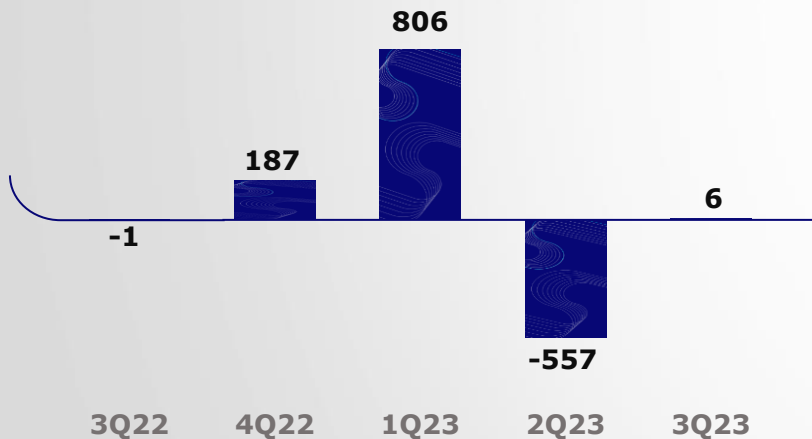
Outlook

3Q 23



Market nearly balanced in 3Q23, marked by demand growth in China

Global Balance¹ (kt) - Supply vs Demand

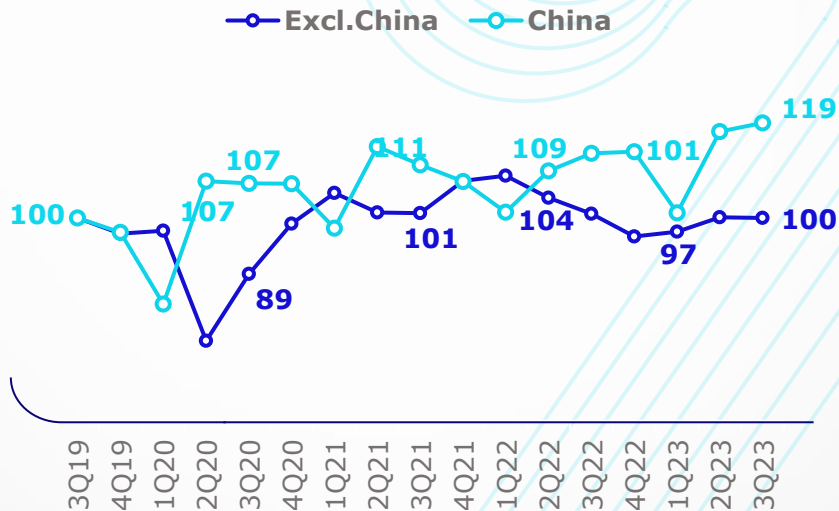


¹ Balance adjusted for net primary trade

Reduction in surplus estimates for 2023, from ~800kt to ~500kt, due to higher demand in China.

Primary Aluminum Demand

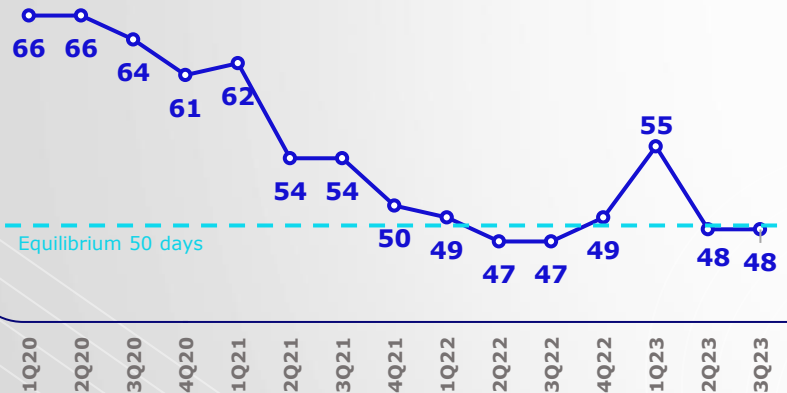
3Q19 = 100



Primary aluminum demand in China grew 1.4% vs. 2Q23, 5.3% higher than the same period last year. On the other hand, the demand excl. China declined by -0.1% q/q and -0.8% y/y.

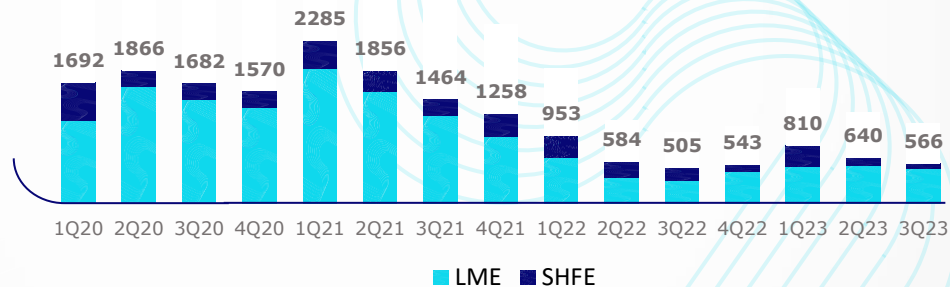
Global inventories remain close to equilibrium level. In official warehouses, volumes keep a downward trend

Global stocks in days of consumption

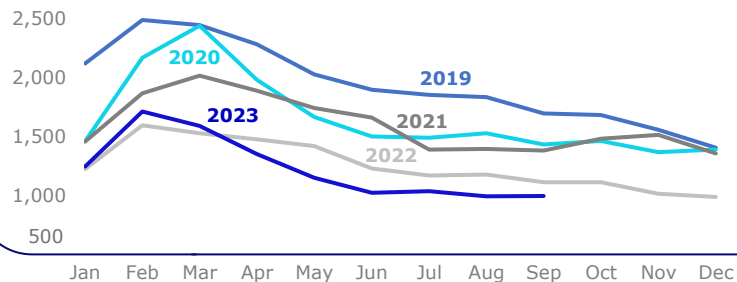


Even with smelters restarts in Yunnan, inventory levels in China continued to fall, remaining at levels below previous years.

LME and SHFE exchange stocks (kt)



China: SHFE stocks and unregistered warehouse stocks (kt)



Supply increase in China and weaker demand in other countries put pressure on LME and premiums in the quarter

LME Aluminium down 5% compared to the previous quarter. Concern about the global economy still persists and is also a relevant factor influencing the price

LME Aluminum



LME Aluminum
(US\$/t)

2,354

3Q22

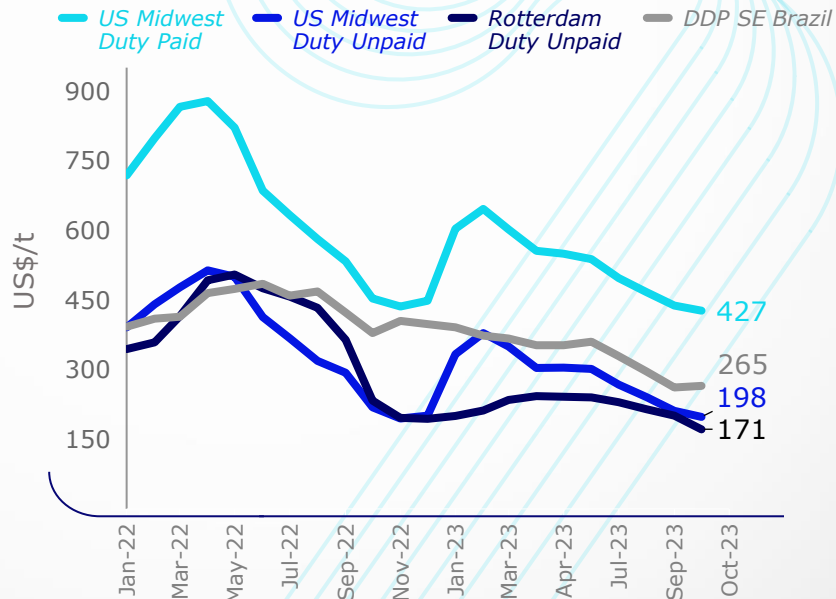
2,258

2Q23

2,154

3Q23

Reduction in regional premiums: since end of the year is looming, consumers are avoiding the risk of inventory increases, due to little visibility of demand



Brazil: demand growth compared to the previous quarter, with emphasis on the Transportation segment

Compared to 3Q22, there was also growth in domestic demand, mainly from the **consumer goods** and **construction** sectors

Deceleration of the **packaging** sector compared to last year, mainly due to the performance of the **aluminum can market**

Decline in the domestic premium, following the trend of international premiums. Despite this, in recent quarters it has shown **lower volatility** compared to the other regional premiums.

Brazil DDP SE Premium¹ (US\$/t)

450

3Q22

355

2Q23

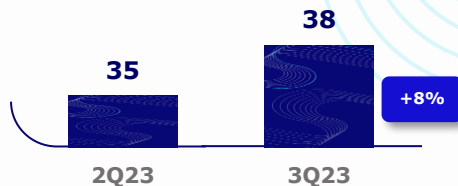
295

3Q23

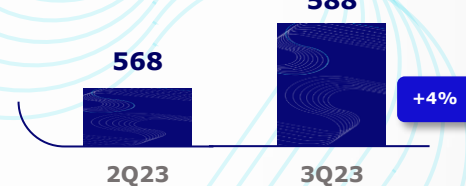
¹ Brazil DDP SE Premium: refers to P1020 – standard ingot, saw e T-bars.

Sectoral Indicators

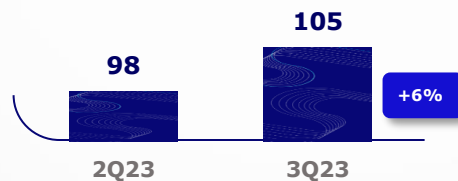
Road implements sales (Anfir)
Thousand units



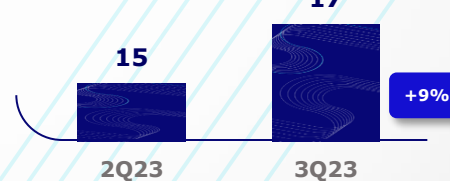
Light vehicles production (Anfavea)
Thousand units



Household appliances production (IBGE)
2022 Avg = 100



Cement consumption (SNIC)
Million tons



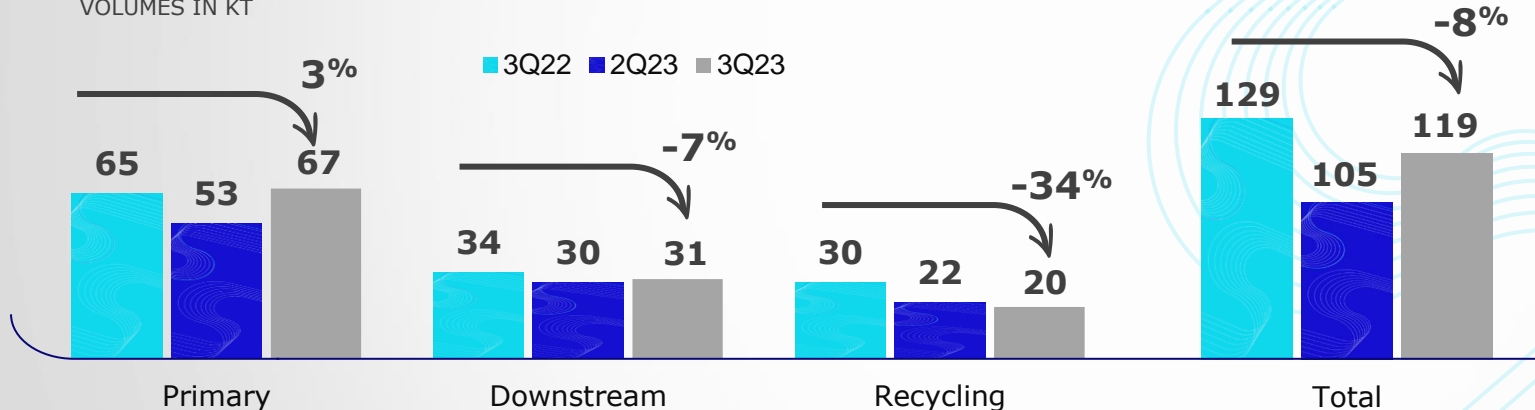


Operating and Financial Performance



Sales volume increased by 12% vs. 2Q23. Compared to 3Q22, the reduction was due to the cooling of the home remodeling segment

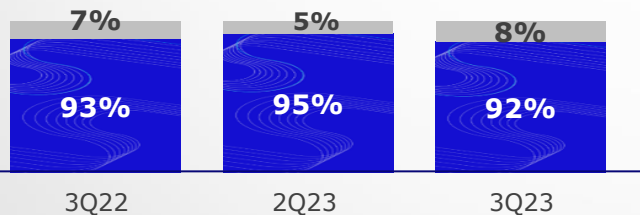
VOLUMES IN KT



% ALUMINUM SALES



Destination of sales

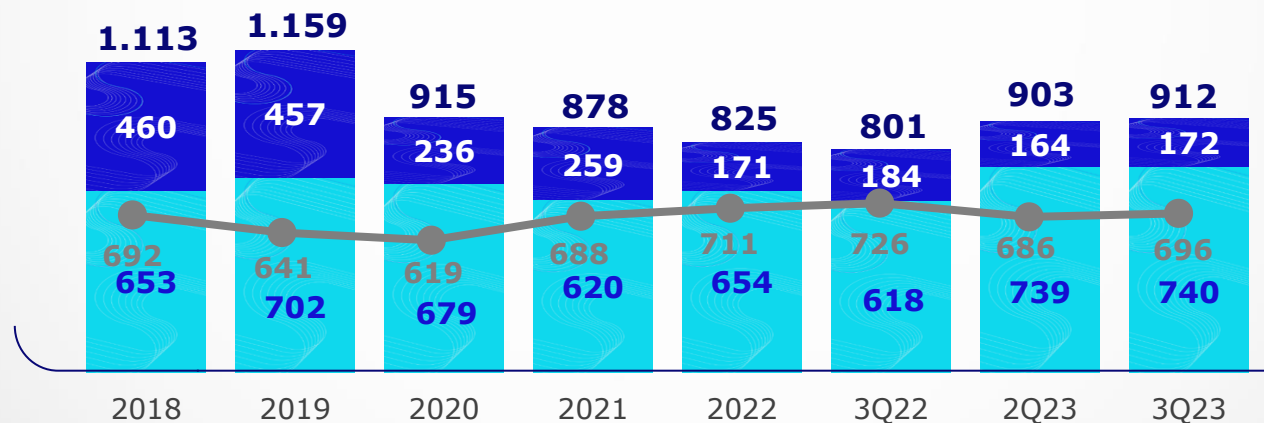


Exports Domestic Market

Reduction in the average cost of contracts due to the renegotiation of the energy swap contract

Power Balance - MWh

■ Proprietary generation ■ Contracts ● Consumption

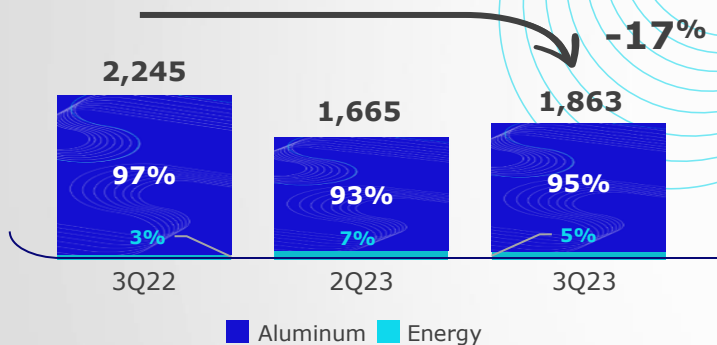


Avg. cost
(R\$/ MWh)

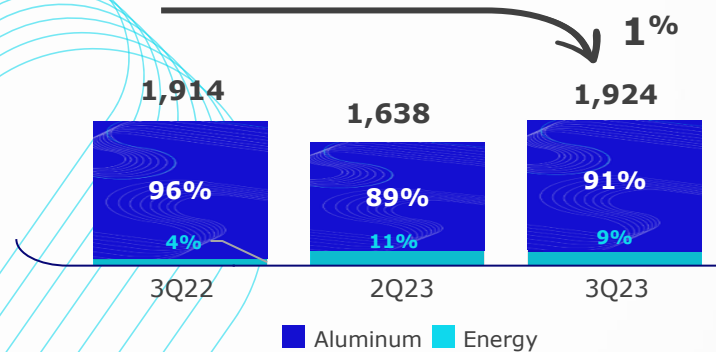
Contracts	209	220	205	288	322	330	238	201
Proprietary generation	62	65	72	88	91	106	96	110

Despite the stabilization of Smelters, costs still at high levels put pressure on the EBITDA margin, in addition to price retraction

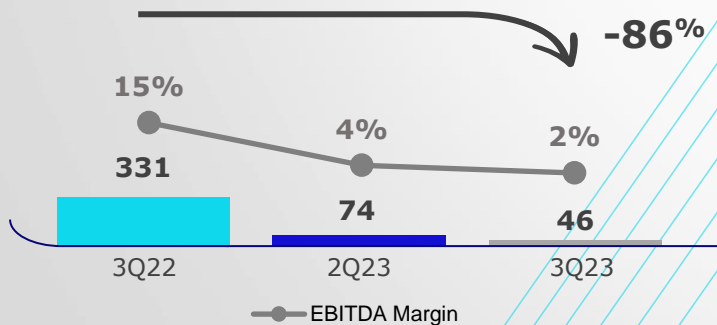
Net Revenue



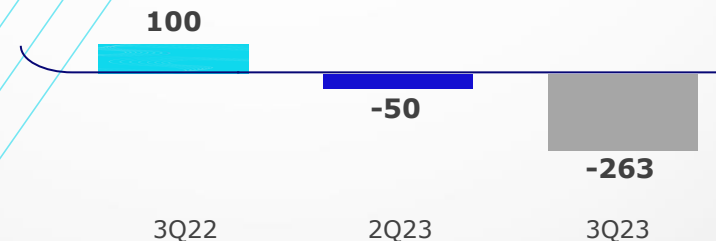
Cost of Goods Sold



Adjusted EBITDA¹



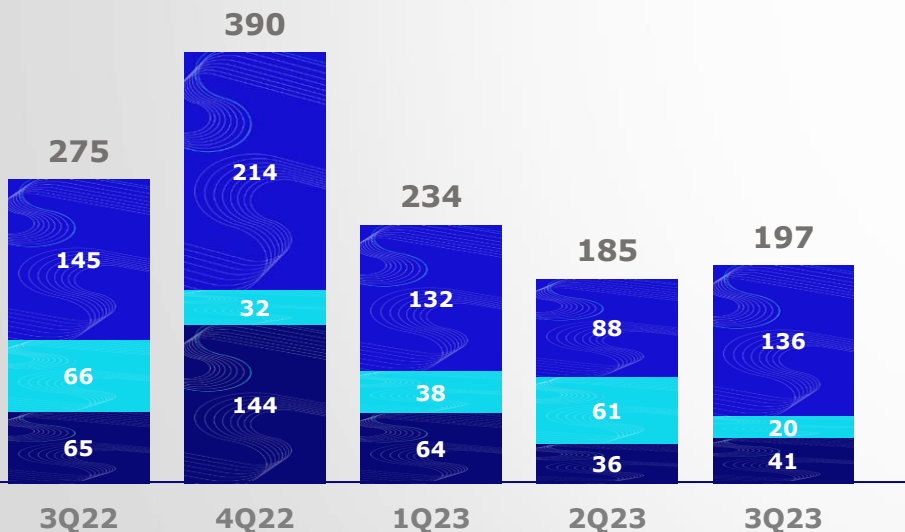
Net Income/ Loss



¹ Adjustments reflect equity income and dividends received from investees and nonrecurrent events in profit and loss, including the Market-to-Market ("MtM") of energy contracts.

CAPEX in line with expected, focusing on priority projects

Capex - R\$ million in cash basis



■ Maintenance ■ Pot relining ■ Expansion and Modernization

Ongoing projects in 2023:

Dry waste disposal project:

- ✓ The civil works and metal structures are complete. The electromechanical assembly is proceeding .

ReAl

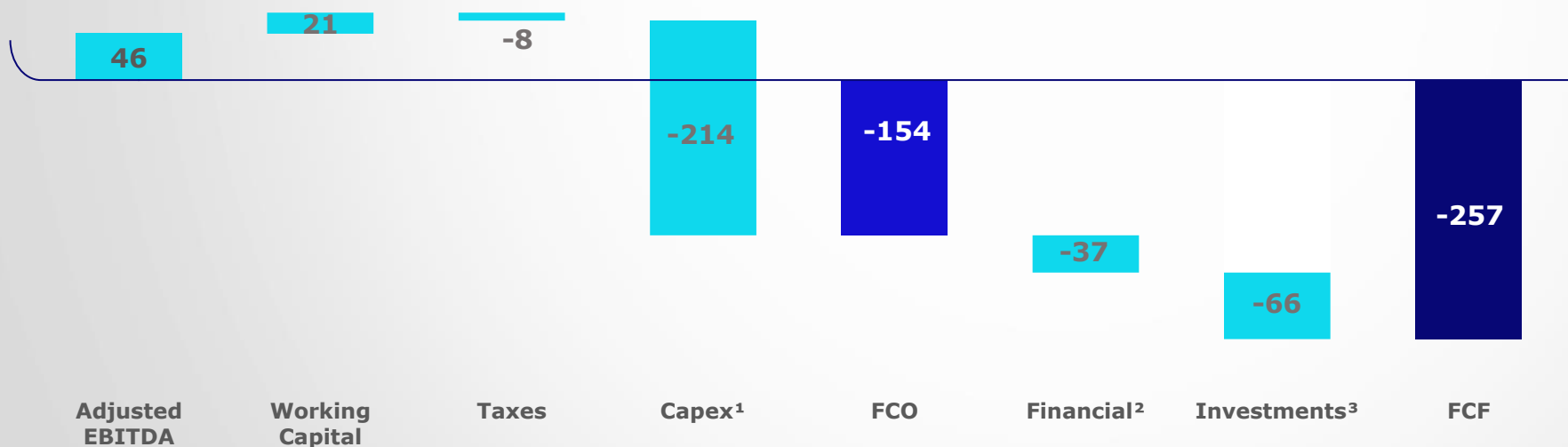
- ✓ The civil works and metal structures are complete. Electromechanical assemblies are in progress.

Metalex's scrap treatment line

- ✓ Project finished, with plant start-up in 3Q23.

Divestment of working capital due to the release of inventories with the operational stabilization of Smelters softens cash consumption

Free Cash Flow 2Q23 (R\$ million)



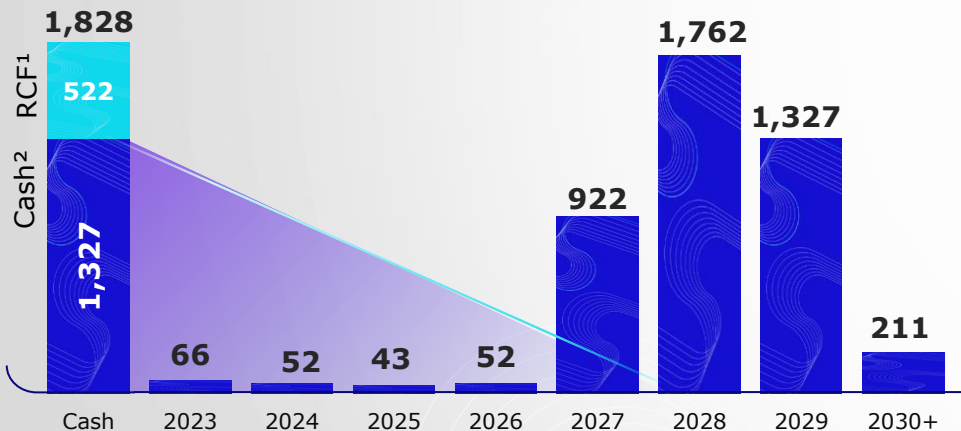
¹ Capex accrual basis ² Acquisition, sale of assets and net interest ³ Capital increase at investees.

Lengthening the debt profile

Reduction in the concentration of maturities in the coming years

Debt Amortization Schedule

R\$ milhões



AVG. MATURITY

5.1 years

AVG. COST³

USD 6.5% year

USD 78%

BRL 22%

¹ Revolving green credit facility of USD 100mm

² Includes cash, cash equivalents and financial investments as of 09/30/2023

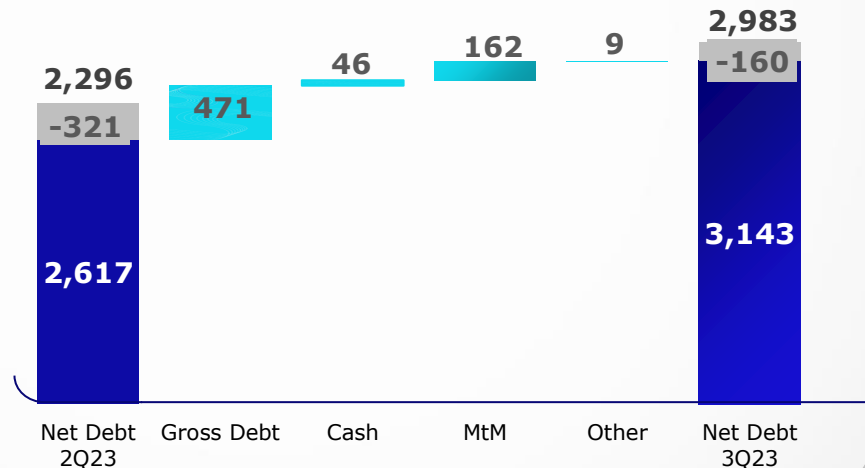
³ Considers the total cost of the debt, including in BRL, converted into USD on 09/30/2023

Net Debt

R\$ million

Net Debt/Adjusted EBITDA LTM

■ MtM



3.88x

9.71x

- ✓ Funding in the total amount of R\$272 million, in addition to refinancing of NCEs totaling US\$322 million

Main achievements and strategic moves

ESG

"Company of the Year in the Mining Sector" Award in the Environmental Governance category, bestowed by Brasil Mineral

CBA's entry into B3 Idiversa, the first index in Latin America focused on gender and race pillars

Sustainable Solutions: new partnerships for the use of Alennium and the digital passport, a tool with blockchain technology where it is possible to track the product's sustainability information

DIGITALL

Digital Maintenance: implementation of sensors for predictive monitoring and creation of an asset monitoring center at the aluminum plant

STRATEGIC PROJECTS

Start-up of **Metalex's scrap treatment line**, with state of the art technology, making CBA an important player in the aluminum scrap recycling segment in Latin America



Closing remarks

- ✓ **Consistent demand in the domestic market. On the other hand, there are still uncertainties in the global Market, mainly due to the consumption in countries excluding China**
- ✓ **In the short/medium term, the achievement of the 45Mt capacity cap in China, the maintenance of low inventories and greater traction of global demand may support future rise in the aluminum price**
- ✓ **Smelters are operating very close to normality, with positive effects on costs and production**
- ✓ **Exogenous factors such as lower prices and costs at still high levels, put pressure on the Company's results in the quarter**
- ✓ **Despite the high leverage in 3Q23, it is worth highlighting CBA's elongated debt profile**
- ✓ **The Company continues to implement its operational and financial recovery plan, with a positive outlook for 2024**
- ✓ **Continuity of strategic moves: start-up of Metalex's scrap treatment line, DigitAll and ESG Evolution**





Q&A



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