

MINERVA S.A.

Auditors' review report

Individual and Consolidated Interim Financial
Information
For the quarter ended June 30, 2024

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Individual and Consolidated Interim Financial Information
For the quarter ended June 30, 2024

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minerva
foods



EARNINGS RELEASE 2Q24

Minerva (BEEF3)

Price on August 6, 2024:
R\$6.62

Market Cap: R\$4.0 billion

Shares: 607,283,407

Free Float: 43.97%

Conference Calls

August 08, 2024

Portuguese and English:

9:00 a.m. (Brasília)

8:00 a.m. (US EDT)

[Webcast](#)

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Earnings Release

Barretos, August 7, 2024 – Minerva S.A. (BM&FBOVESPA: BEEF3 | OTC - Nasdaq International: MRVSY), the South American leader in the export of fresh beef and cattle byproducts, which also operates in the processed foods segment, announces today its results for the second quarter of 2024. The financial and operational information herein is presented in BRGAAP and Brazilian reais (R\$), under International Financial Reporting Standards.

2Q24 Highlights

- Free cash flow in 2Q24, after financial expenses, Capex, and working capital, totaled R\$404.1 million. In LTM2Q24, recurring free cash flow totaled R\$1.7 billion, with annualized free cash flow yield of 40%*. Adjusted by the acquisitions of ALC and BPU, free cash flow totaled R\$1.5 billion. Since 2018, the Company's free cash generation has totaled R\$7.3 billion.
- Consolidated gross revenue reached R\$8.2 billion in 2Q24, with exports accounting for 61% of this amount. In LTM2Q24, gross revenue totaled R\$29.9 billion, with exports reaching 63% of gross revenues, reinforcing our position as the leading beef exporter in South America, with a market share of approximately 20%.
- Net revenue amounted to R\$7.7 billion in 2Q24, up by 6.7% over the previous quarter and 5.4% compared to the 2Q23. In the last 12 months ended June 2024, consolidated net revenue totaled R\$28.1 billion.
- EBITDA reached R\$744.6 million in 2Q24, with an EBITDA margin of 9.7%, up by 18.4% over 1Q24. In LTM2Q24, EBITDA was R\$2,693.0 million, with an EBITDA margin of 9.6%. EBITDA adjusted by BPU's pro-forma performance amounted to R\$2,704.6 million in 12 months.
- The net profit for the period was also positive, reaching R\$ 95.4 million.
- Net financial leverage – measured by the Net Debt/LTM Adjusted EBITDA ratio – ended the quarter at 2.98x, adjusted by BPU's pro-forma EBITDA and the R\$1.5 billion disbursement relating to the advance payment for the acquisition of Marfrig's assets in South America.
- **MyCarbon:** The Renove ALM (Agricultural Land Management) Brazil project, aimed at generating carbon credits in livestock farming, has been submitted to the Verra certifier under methodologies VM0041 and VM0042. MyCarbon's agriculture project has also been submitted to Verra under methodology VM0042, the project has seven signed technical cooperation agreements and 590 thousand hectares prospected.
- **Institutional:** The Company released its 13th Sustainability Report, for the base year 2023, which was prepared in accordance with the Global Reporting Initiative (GRI), Sustainability Accounting Standards Board (SASB), and Task Force on Climate-Related Financial Disclosures (TCFD). Additionally, the Report was assured by an independent audit. For the second year, the Company also released the Animal Welfare Report for its global operations, including the entire value chain.



Click or scan

*Calculated based on BEEF3 closing price on July 29, 2024

Message from Management

Minerva Foods is ending the first half of 2024 with results that reinforce our leading position in South America as one of the main players in the global animal protein market. We closed 2Q24 with a net revenue of R\$7.7 billion and EBITDA of R\$744.6 million. Free cash generation – the Company's top priority – totaled R\$404.1 million in the quarter, R\$771.3 million in the first half, and R\$1.7 billion in the last 12 months, amounting to an annualized FCF yield of 40%. Since 2018, the Company's cash generation has totaled roughly R\$7.3 billion, as a result of Minerva Foods' efficient operational and financial management.

2Q24 EBITDA
R\$744.6 million

2Q24 EBITDA Margin
9.7%

1H24 EBITDA
R\$1.4 billion

LTM EBITDA
R\$2.7 billion

The market seasonality in the first half once again posed a challenge for the industry. However, the large availability of animals in South America, especially in Brazil, but also Uruguay and Paraguay, positively contributed to the operational and financial performance in the quarter. Export levels remain substantial, demonstrating resilient global demand for beef protein, which naturally represents an excellent opportunity for the Company as 61,4% of Minerva Foods' gross revenue in 2Q24 came from the international market, reaffirming our export DNA. The U.S. market continues to experience difficulties in its livestock cycle. Animal supply increasingly restricted, creating opportunities for producers from our continent. For example, Paraguay has recently been authorized to export to the U.S. Along with Brazil, Argentina and Uruguay, these countries are benefiting from this scenario, maximizing access to an important market such as the North American. It is worth that, in 2Q24, the U.S. significantly accounted for 13% of our gross revenue and that resilient demand from emerging markets – particularly Asia and the Middle East – remain as relevant destinations for our exports, accounting for 21% and 8%, respectively, of the gross revenue for the quarter. In this context, Minerva Foods, through its geographical diversification and capacity to arbitrage the markets, can optimize its operating and commercial model, always seeking to maximize its profitability level. As a result, Minerva Foods is once more showing its operational and financial excellence, which, anchored in its geographical diversification pillar and export DNA, can not only capture market opportunities but also mitigate risks in the global animal protein market. Besides the performance of exports, our domestic market operation remains very resilient, with gross revenue reaching R\$3.2 billion in the quarter. It is worth noting that such positive performance reflects the strengthening of our brands and the maximization of our commercial capillarity, bringing Minerva Foods and its products even closer to end consumers.

2Q24 Cash Generation
R\$404.1 million

1H24 Cash Generation
R\$771.3 million

LTM Cash Generation
R\$1.7 billion

FCF Yield (annualized)
40%

In 2Q24, Minerva Foods once again showed excellence in operational and financial execution, closing the period with a free cash generation of R\$404.1 million, totaling R\$771.3 million in the first half of 2024 and R\$1.7 billion in the last 12 months. Our balance sheet remains solid, with a balanced capital structure, and our net leverage ratio maintained flat at 2.98x the net debt/LTM Adjusted pro-forma EBITDA, which combined with our robust cash position of R\$16.5 billion, give us financial security and tranquility amid opportunities and challenges in the periods to come.

In the second quarter of 2024, we continued to channel resources and efforts into fostering sustainable livestock in South America. On the environmental front of our ESG agenda, we presented excellent results in yet another audit of the Public Livestock Commitment, reinforcing our policies, internal controls and transparency in trades with direct supplier farms in the Amazon biome. We have also moved forward with the certification processes of carbon credit generation projects in the agribusiness sector, which are being developed by the Company with the essential support of the Renove program and our subsidiary MyCarbon. Additionally, we continue standing out in the main animal welfare evaluations, reaching Tier 4E in the Business Benchmark on Farm Animal Welfare (BBFAW), placing us among the most well-positioned companies in the world.

We also moved forward in the social front through our strategic partnership with Instituto Gil Nogueira, contributing to reduce functional illiteracy in the Janaúba region, in the state of Minas Gerais. Finally, we reinforce our tradition and pioneering spirit in the ESG agenda – we were once again the first company in the industry to publish

our Sustainability Report, enabling all our stakeholders to keep up with detailed results of each theme making up our sustainability strategy.

We closed the first half of 2024 confident about the work our team did and once again would like to thank our more than 23 thousand employees for being part of Minerva Foods, always with focus, consistency and discipline. The Company's management remains committed and confident about the prospects for the second half of the year, always respecting our 5 corporate values – innovation, commitment, results orientation, sustainability and recognition, as we understand this is the best path toward consistent and sustainable value creation.

Minerva Foods – making connections between people, food and nature.

Fernando Galletti de Queiroz

Chief Executive Officer

Results Analysis

Key Consolidated Indicators

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Total Slaughter ('000 head)	1,099.3	1,021.1	7.7%	1,030.5	6.7%	4,146.2	3,696.5	12.2%
Total Sales Volume ('000 metric tons)	362.7	314.1	15.5%	346.1	4.8%	1,396.8	1,228.6	13.7%
Gross Revenue	8,162.2	7,759.1	5.2%	7,690.3	6.1%	29,925.7	30,877.3	-3.1%
Export Market	5,010.4	5,108.4	-1.9%	4,476.5	11.9%	18,734.8	20,197.7	-7.2%
Domestic Market	3,151.8	2,650.7	18.9%	3,213.8	-1.9%	11,190.8	10,679.6	4.8%
Net Revenue	7,666.1	7,276.5	5.4%	7,187.1	6.7%	28,086.9	28,934.8	-2.9%
EBITDA	744.6	711.2	4.7%	628.9	18.4%	2,693.0	2,656.8	1.4%
EBITDA Margin	9.7%	9.8%	-0.1 p.p.	8.8%	1.0 p.p.	9.6%	9.2%	0.4 p.p.
Net Debt / LTM Adjusted EBITDA (x)	2.98 ^(a)	2.7 ^(c)	0.3	2.8 ^(b)	0.2	2.98 ^(a)	2.7	0.3
Net Income	95.4	120.7	-21.0%	-186.2	-151.3%	70.1	350.5	-80.0%

(a) BPU's Pro-forma Adjusted EBITDA (R\$11.6 million) and net debt for the advance payment of investments (R\$1.5 billion).

(b) BPU's Pro-forma Adjusted EBITDA (R\$29.0 million) and net debt for the advance payment of investments (R\$1.5 billion).

(c) ALC's Pro-forma Adjusted EBITDA (R\$136.5 million).

Operational and financial performance

Slaughter

In 2Q24, consolidated slaughter volume totaled 1,099.3 head of cattle, up by 7% over 2Q23 and by 8% over the same period in the previous year.

The consolidated sheep slaughter volume from the Company's operations in Australia reached 908.4 million head in 2Q24, remaining flat year on year and quarter on quarter.

Figure 1 – Consolidated Cattle Slaughter (thousand)

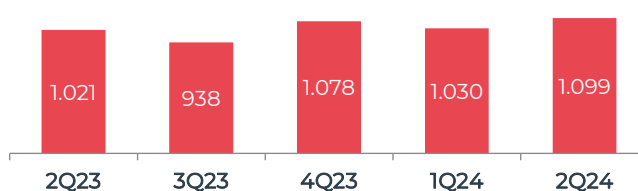
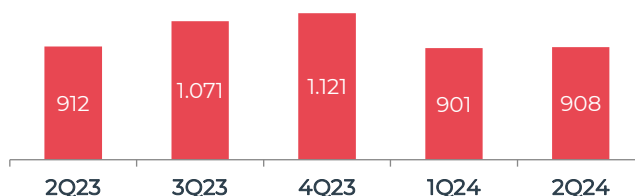


Figure 2 – Sheep Slaughter (thousand)



Gross Revenue

In 2Q24, the Company's consolidated gross revenue reached R\$8.2 billion, up by 5.2% in the annual base and 6.1% from the previous quarter. In LTM2Q24, gross revenue totaled R\$29.9 billion.

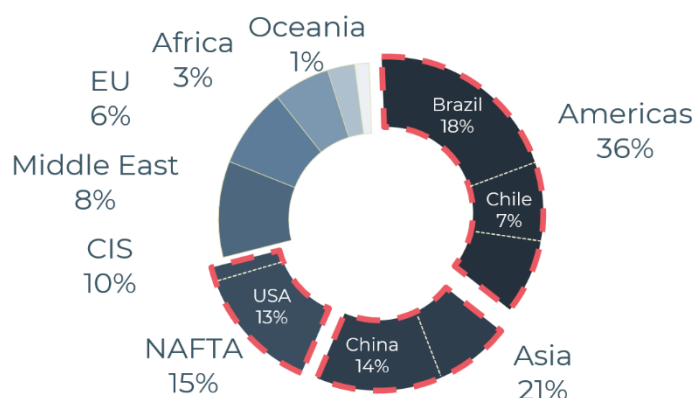
Figure 3 below shows the breakdown of gross revenue, with the Americas region accounting for 36%, Asia 21%, and the NAFTA market accounting for 15% of gross revenue for the quarter, followed by CIS, with 10%, the Middle East with 8%, Europe with 6%, Africa with 3% and finally, Oceania with 1%. It is worth noting the higher share of the United States, accounting for 13% of the Company's revenue, due to the scenario of restricted cattle supply in the country.

See the table below for more details on gross revenue by business unit.

Gross Revenue (R\$ million)	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Brazil	3,729.8	3,623.4	2.9%	3,901.4	-4.4%	14,624.2	14,539.6	0.6%
Argentina	1,123.1	945.5	18.8%	1,015.4	10.6%	2,736.8	4,074.3	-32.8%
Colombia	293.0	248.0	18.2%	286.5	2.3%	1,100.4	1,483.4	-25.8%
Paraguay	1,277.6	1,236.9	3.3%	919.1	39.0%	4,378.9	4,526.7	-3.3%
Uruguay	908.7	790.3	15.0%	741.7	22.5%	3,743.8	3,010.7	24.4%
Australia	576.8	534.3	8.0%	520.0	10.9%	2,035.3	1,030.1	97.6%
Others ⁽¹⁾	253.1	380.8	-33.5%	306.2	-17.3%	1,306.2	2,212.6	-41.0%
Total	8,162.2	7,759.1	5.2%	7,690.3	6.1%	29,925.7	30,877.3	-3.1%

⁽¹⁾ Consists of the result from live cattle exports, protein trading, energy trading, and resale of third-party products.

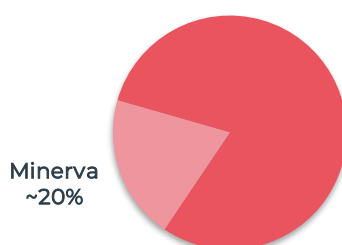
Figure 3 – Gross Revenue Breakdown by destination in 2Q24



Exports - Market Share

Minerva Foods remained as the leading beef exporter on the continent. The Company's market share accounted for approximately 20% of South American beef exports in the period.

Figure 4 – 2Q24 Market Share



Sources: Minerva, Secex, Penta-transaction, OCIT, INDEC/ICA, and Legiscomex

Export Market – 61.4% of Gross Revenue in 2Q24 | 62.6% in LTM2Q24

In 2Q24, gross revenue from exports totaled R\$5.0 billion, up by 11.9% year on year. In the last 12 months, export revenue totaled R\$18.7 billion.

The export market accounted for 58.3% of gross revenue of the Brazil division and 60.5% of its total volume. As for the operations in South America ex-Brazil (Argentina, Colombia, Paraguay and Uruguay), exports reached 70.3% of gross revenue and 60.8% of this region's volume. Concerning the sheep operation in Australia, exports accounted for 82.5% of gross revenue and 57.0% of the total volume in the period.

Below is a more detailed description of the exports share in gross revenue and volume by origin:

Exports (% of Gross Revenue)*	2Q24	2Q23	1Q24
<i>Brazil</i>	58.3%	66.5%	51.5%
<i>South America ex-Brazil</i>	70.3%	70.6%	68.6%
<i>Sheep</i>	82.5%	68.1%	68.9%
Total	65.5%	68.4%	59.6%

*Excluding "Others"

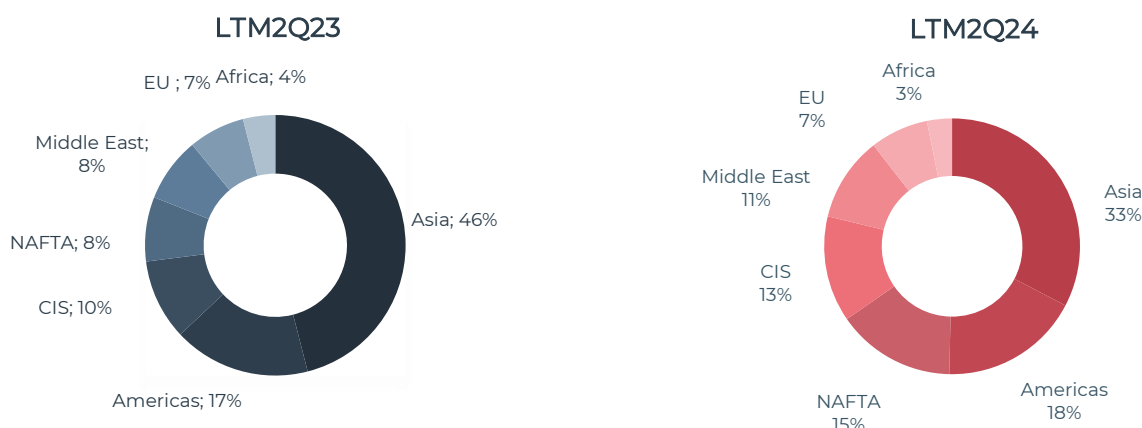
Exports (% of Volume)*	2Q24	2Q23	1Q24
<i>Brazil</i>	60.5%	58.9%	53.6%
<i>South America ex-Brazil</i>	60.8%	65.7%	66.4%
<i>Sheep</i>	57.0%	73.8%	51.5%
Total	60.4%	63.1%	58.7%

*Excluding "Others"

Below is the export revenue evolution by region in the quarter and the LTM:

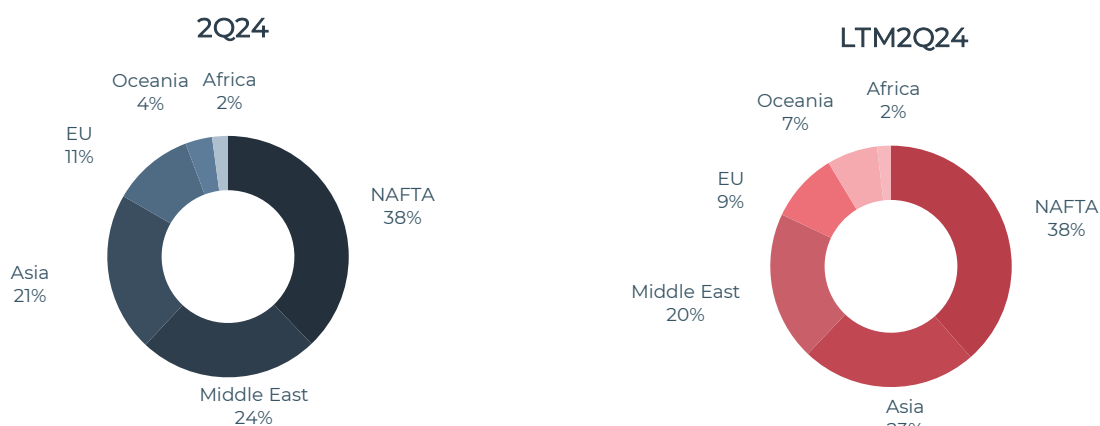
- **Africa:** The region accounted for 3% of this division's exports in LTM2Q24, flat in the annual comparison.
- **Americas:** In the last 12 months, the Americas accounted for 18% of total exports, up by 1 p.p. year on year, remaining as the second main destination of Minerva Foods' exports.
- **Asia:** Asia accounted for 33% of total exports in LTM2Q24, down by 13 p.p. over the same period of the last year but remained as the main destination for our exports. China stood out, accounting for 26% of the Company's exports in the period.
- **CIS (Commonwealth of Independent States):** In the last 12 months, the CIS, which is essentially represented by Russia, accounted for 13% of exports, up by 3 p.p.
- **European Union:** In the last 12 months, the EU accounted for 7% of the Company's exports, flat in relation to LTM2Q23.
- **NAFTA:** The region accounted for 15% of exports in LTM2Q24, a substantial increase year on year from just 8%. It is worth noting that the United States continues to be the largest driver of demand in the region.
- **Middle East:** In LTM2Q24, the Middle East accounted for 11% of total exports, up by 3 p.p. in the annual comparison.
- Export revenue for the sheep operation in **Australia** in the last 12 months was distributed as follows: NAFTA representing 38%, followed by Asia with 23%, the Middle East with 20%, and Europe with 9%. Oceania and Africa follow, with 7% and 2% share of exports, respectively.

Figures 5 and 6 - Breakdown of Export Revenue by Region ex-Australia



Source: Minerva

Figure 7 and 8 – Breakdown of Export Revenue in Australia



Source: Minerva

Domestic Market – 38.6% of Gross Revenue in 2Q24 | 37.4% in LTM2Q24

In 2Q24, gross revenue from the domestic market reached R\$3.2 billion, up by 18.9% over last year. In the last 12 months, gross revenue from the domestic market totaled R\$11.2 billion. Volume reached 143.8 thousand tons in 2Q24, up by 24.1% year on year. In the last 12 months, the accumulated volume was 544.0 thousand tons, 20.9% higher than in LTM2Q23, confirming the domestic market recovery trend, especially in Brazil.

The breakdown of gross revenue, sales volume, and average price is as follows:







Gross Revenue (R\$ million)	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Export Market	5,010.4	5,108.4	-1.9%	4,476.5	11.9%	18,734.8	20,197.7	-7.2%
Domestic Market	3,151.8	2,650.7	18.9%	3,213.8	-1.9%	11,190.8	10,679.6	4.8%
Total	8,162.2	7,759.1	5.2%	7,690.3	6.1%	29,925.7	30,877.3	-3.1%

Sales Volume ('000 metric tons)	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Export Market	218.9	198.2	10.4%	203.2	7.7%	852.8	778.5	9.5%
Domestic Market	143.8	115.8	24.1%	142.9	0.6%	544.0	450.1	20.9%
Total	362.7	314.1	15.5%	346.1	4.8%	1,396.8	1,228.6	13.7%

Average Price	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Export Market (US\$/Kg)	4.4	5.2	-15.6%	4.4	-1.4%	4.4	5.0	-12.6%
Domestic Market (R\$/Kg)	21.9	22.9	-4.2%	22.5	-2.5%	20.6	23.7	-13.3%
Average Dollar (source: Central Bank of Brazil)	5.21	4.95	5.3%	4.95	5.3%	5.00	5.16	-3.2%

Breakdown by Origin

To increase the disclosure and transparency of the Company's information, a more detailed breakdown of performance by country is provided below:

	Brazil	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	3,729.8	3,623.4	2.9%	3,901.4	-4.4%	14,624.2	14,539.6	0.6%
	Sales Volume	175.9	141.2	24.5%	182.1	-3.4%	693.0	589.1	17.6%
	Argentina	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	1,123.1	945.5	18.8%	1,015.4	10.6%	2,736.8	4,074.3	-32.8%
	Sales Volume	40.5	45.3	-10.5%	42.9	-5.4%	161.8	176.9	-8.6%
	Colombia	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	293.0	248.0	18.2%	286.5	2.3%	1,100.4	1,483.4	-25.8%
	Sales Volume	15.9	12.7	24.9%	11.6	36.6%	51.1	72.4	-29.5%
	Paraguay	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	1,277.6	1,236.9	3.3%	919.1	39.0%	4,378.9	4,526.7	-3.3%
	Sales Volume	58.6	61.4	-4.5%	49.4	18.7%	222.9	226.9	-1.7%
	Uruguay	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	908.7	790.3	15.0%	741.7	22.5%	3,743.8	3,010.7	24.4%
	Sales Volume	42.7	34.7	23.1%	38.4	11.4%	180.4	122.6	47.1%
	Australia	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	576.8	534.3	8.0%	520.0	10.9%	2,035.3	1,030.1	N/A
	Sales Volume	29.0	18.7	54.8%	21.7	33.4%	87.6	40.6	N/A
	Other	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
	Gross Revenue	253.1	380.8	-33.5%	306.2	-17.3%	1,306.2	2,212.6	-41.0%

Net Revenue

In the second quarter of the year, Minerva Foods' net revenue was R\$7.7 billion, up by 6.7% quarter on quarter and by 5.4% year on year. Year on year, net revenue totaled R\$28.1 billion.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Gross Revenue	8,162.2	7,759.1	5.2%	7,690.3	6.1%	29,925.7	30,877.3	-3.1%
Deductions and Discounts	-496.0	-482.6	2.8%	-503.2	-1.4%	-1,838.8	-1,942.5	-5.3%
Net Revenue	7,666.1	7,276.5	5.4%	7,187.1	6.7%	28,086.9	28,934.8	-2.9%
% of Gross Revenue	93.9%	93.8%	0.1 p.p.	93.5%	0.5 p.p.	93.9%	93.7%	0.1 p.p.

Cost of Goods Sold (COGS) and Gross Margin

COGS accounted for 78.3% of net revenue in 2Q24, implying a 21.7% gross margin, up by 1.8 p.p. quarter on quarter and by 0.9 p.p. year on year, owing to a positive cattle cycle in Brazil. In LTM2Q24, COGS accounted for 78.8% of net revenue, consisting of a gross margin of 21.2%, up by 1.6 p.p. in the annual comparison.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Net Revenue	7,666.1	7,276.5	5.4%	7,187.1	6.7%	28,086.9	28,934.8	-2.9%
COGS	-6,000.5	-5,764.1	4.1%	-5,757.9	4.2%	-22,144.8	-23,274.8	-4.9%
% of Net Revenue	78.3%	79.2%	-0.9 p.p.	80.1%	-1.8 p.p.	78.8%	80.4%	-1.6 p.p.
Gross Profit	1,665.6	1,512.4	10.1%	1,429.2	16.5%	5,942.0	5,660.0	5.0%
Gross Margin	21.7%	20.8%	0.9 p.p.	19.9%	1.8 p.p.	21.2%	19.6%	1.6 p.p.

Selling, General and Administrative Expenses

Selling expenses accounted for 8.4% of net revenue in 2Q24, maintaining the pattern of last quarter, while general and administrative expenses accounted for around 5.9%. We underline that the increase in expenses particularly reflects BPU's integration in Uruguay, as of 3Q23, besides the impact of the depreciation of Real on expenses in foreign currency. In LTM2Q24, selling expenses accounted for 8.5% of net revenue, while general and administrative expenses accounted for 5.3%.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Selling Expenses	-645.1	-565.0	14.2%	-606.8	6.3%	-2,374.8	-2,277.8	4.3%
% of Net Revenue	8.4%	7.8%	0.7 p.p.	8.4%	0.0 p.p.	8.5%	7.9%	0.6 p.p.
G&A Expenses	-456.1	-382.2	19.3%	-368.9	23.6%	-1,483.2	-1,220.2	21.6%
% of Net Revenue	5.9%	5.3%	0.7 p.p.	5.1%	0.8 p.p.	5.3%	4.2%	1.1 p.p.

EBITDA

In the second quarter of 2024, Minerva Foods' consolidated EBITDA reached the mark of R\$744.6 million, up by 18.4% quarter on quarter and by 4.7% year on year, with an EBITDA margin of 9.7%, up by 100 bps over 1Q24. In 1H24, Minerva Foods' consolidated EBITDA reached R\$ 1.4 billion.

In LTM2Q24, EBITDA totaled R\$2,693.0 million, with an EBITDA margin of 9.6%. Adjusted EBITDA, considering the BPU's pro-forma performance, totaled R\$2,704.7 million.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Net Income (Loss)	95.4	120.7	-21.0%	-186.2	-151.3%	70.1	350.5	-80.0%
(+/-) Deferred Income Tax and Social Contribution	6.9	23.6	-70.6%	36.3	-80.9%	-37.7	26.5	-242.2%
(+/-) Financial Result	492.8	427.1	15.4%	626.5	-21.3%	2,117.2	1,796.5	17.9%
(+/-) Depreciation and Amortization	149.4	139.8	6.9%	152.3	-1.9%	543.3	483.3	12.4%
EBITDA	744.6	711.2	4.7%	628.9	18.4%	2,693.0	2,656.8	1.4%
EBITDA Margin	9.7%	9.8%	-0.1 p.p.	8.8%	1.0 p.p.	9.6%	9.2%	0.4 p.p.

Financial Result

The net financial result in 2Q24 was negative by R\$492.8 million, due to our higher gross debt and the non-cash impact of the FX variation in the quarter.

However, thanks to our hedge policy, we recorded a financial gain of R\$1.141,6,0 million in 2Q24 from financial instruments used for FX hedging, mitigating the impact on the financial performance and protecting our balance sheet amid this scenario of significant volatility.

It is worth noting that, in line with our risk management policy, the Company has been hedging at least 50% of its long-term debt in foreign currency.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Financial Expenses	-732.5	-292.6	150.3%	-712.5	2.8%	-2,489.5	-1,246.8	99.7%
Financial Revenue	269.4	34.1	690.1%	237.1	13.6%	810.6	216.5	274.4%
Monetary Correction	-62.2	-11.9	422.8%	-25.7	142.5%	-112.7	-79.1	42.6%
FX Variation	-1,057.3	50.6	N/A	-266.0	297.4%	-1,317.0	-79.0	1,567.8%
Other Expenses	1,089.9	-207.2	N/A	140.4	676.3%	991.3	-608.0	N/A
Financial Result	-492.8	-427.0	15.4%	-626.7	-21.4%	-2,117.4	-1,796.4	17.9%
Average Dollar (R\$/US\$)	5.21	4.95	5.3%	4.95	5.3%	5.00	5.16	-3.2%
Closing Dollar (R\$/US\$)	5.56	4.82	15.3%	5.00	11.3%	5.56	4.82	15.3%

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
FX Hedge	1,141.6	-146.5	-879.2%	223.7	410.3%	1,274.4	-267.7	-576.1%
Commodities Hedge	27.7	13.2	109.8%	-7.4	-474.3%	37.8	-33.1	-214.2%
Fees, Commissions, and Other	-79.4	-73.9	7.4%	-75.9	4.6%	-320.9	-307.2	4.5%
Financial Expenses								
Total	1,089.9	-207.2	-626.0%	140.4	676.3%	991.3	-608.0	-263.0%

Net Income

Net income was positive by R\$95.4 million in 2Q24, reaching an accumulated net income of R\$70.1 million in LTM2Q24.

R\$ Million	2Q24	2Q23	Var. %	1Q24	Var. %	LTM2Q24	LTM2Q23	Var. %
Net income (loss) before Income Tax and Social Contribution	102.4	144.3	-29.1%	-149.9	N/A	32.5	377.0	-91.4%
Income Tax and Social Contribution	-6.9	-23.6	-70.6%	-36.3	-80.9%	37.7	-26.5	N/A
Net Income	95.4	120.7	-21.0%	-186.2	N/A	70.1	350.5	-80.0%
% Net Margin	1.2%	1.7%	-0.4 p.p.	-2.6%	3.8 p.p.	0.2%	1.2%	-1.0 p.p.

Cash Flow

Operating Cash Flow

In 2Q24, the Company's operating cash flow was positive by R\$766.0 million. The variation in working capital requirements was negative by R\$700 million. The working capital was negatively impacted by the trade receivables line, which consumed R\$790.2 million, particularly due to the FX variation in the period (this line is predominantly denominated in dollars) and the growth in external sales. In contrast, the trade payables line continues contributing to our working capital performance, returning R\$288.3 million this quarter.

In LTM2Q24, the Company's operating cash flow totaled R\$4.2 billion.

R\$ Million	2Q24	2Q23	1Q24	LTM2Q24
Net Income	95.4	120.7	-186.2	70.1
(+) Net Income Adjustments	1,370.7	395.4	1,223.9	3,662.1
(+) Variation in working capital requirements	-700.1	62.2	317.5	516.5
Operating cash flow	766.0	578.4	1,355.3	4,248.8

Free Cash Flow

In 2Q24, the Company's free cash flow after investments, payment of interest and working capital was positive by R\$404.1 million, totaling roughly R\$771.3 million in free cash generation in 1H24.

Year to date, excluding impacts of the acquisition of ALC and BPU and the advance payment for the acquisition of Marfrig South America, free cash flow was positive by R\$1.7 billion. Considering the acquisition of ALC and BPU, free cash flow totaled R\$1.496,7 million. We emphasize that the Company's annualized free cash flow yield totaled 40% in 2Q24.

The Company's free cash generation has totaled R\$7.3 billion since 2018.

R\$ Million	2Q24	1Q24	4Q23	3Q23	LTM2Q24
EBITDA	744.6	628.9	605.9	713.7	2,693
CAPEX	-204.3	-175.2	-223.5	-396.7	-999.8
Financial Result (on a Cash Basis)	564.0	-404.0	-583.0	-290.0	-713.0
Variation in working capital requirements	-700.1	317.5	318.0	581.2	516.5
Free cash flow	404.1	367.2	117.3	608.1	1,496.7

Capital Structure

In 2Q24, the Company's cash balance was R\$16.5 billion, sufficient to amortize its debt maturity schedule until 2030, and in line with Minerva Foods' conservative cash management and capital discipline.

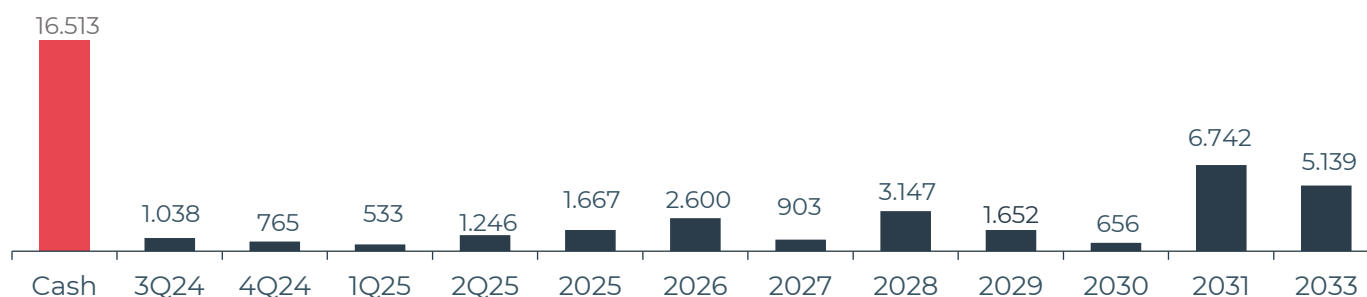
On June 30, 2024, around 76% of the gross debt was pegged to the U.S. dollar and, according to our hedge policy, the Company currently hedges at least 50% of the long-term FX exposure, protecting its balance sheet at times of high exchange rate volatility. Debt duration was around 4.6 years at the end of 2Q24.

Still this quarter, according to our commitment to maintain a healthy capital structure in line with our strategic planning, we concluded the funding of a Syndicated Debt with a 5-year term, amounting to US\$372.0 million, at a spread of 275 bps per year.

Minerva Foods remains committed to maintaining a balanced and healthy capital structure, with a lower risk profile.

Net leverage, measured by the Net Debt/LTM Adjusted EBITDA ratio, remained flat in the last 12 months, ending 2Q24 at 2.98x. We underscore that the indicator is adjusted by the pro-forma EBITDA of R\$11.6 million from BPU and by the advance payment for the acquisition of Marfrig's selected assets in South America, in the amount of R\$1.5 billion.

Figure 9 – Debt Amortization Schedule on 06/30/2024 (R\$ million)



R\$ Million	2Q24	2Q23	Var. (%)	1Q24	Var. (%)
Short-term Debt	3,581.8	3,246.8	10.3%	4,067.0	-11.9%
% of Short-term Debt	13.7%	23.4%	-9.6 p.p.	16.4%	-2.7 p.p.
Local Currency	1,317.3	2,124.3	-38.0%	2,958.4	-55.5%
Foreign Currency	2,264.5	1,122.6	101.7%	1,108.6	104.3%
Long-term Debt	22,504.9	10,646.6	111.4%	20,726.9	8.6%
% of Long-term Debt	86.3%	76.6%	9.6 p.p.	83.6%	2.7 p.p.
Local Currency	4,846.6	4,248.4	14.1%	6,121.3	-20.8%
Foreign Currency	17,658.3	6,398.2	176.0%	14,605.6	20.9%
Total Debt	26,086.7	13,893.4	87.8%	24,793.9	5.2%
Local Currency	6,163.9	6,372.6	-3.3%	9,079.7	-32.1%
Foreign Currency	19,922.8	7,520.8	164.9%	15,714.2	26.8%
Cash and Cash Equivalents	-16,513.0	-6,197.3	166.5%	-15,798.9	4.5%
Net Debt	9,573.7	7,696.2	24.4%	8,994.9	6.4%
Net Debt/Adjusted EBITDA (x)	2.98^(a)	2.7^(c)	0.3	2.8^(b)	0.2

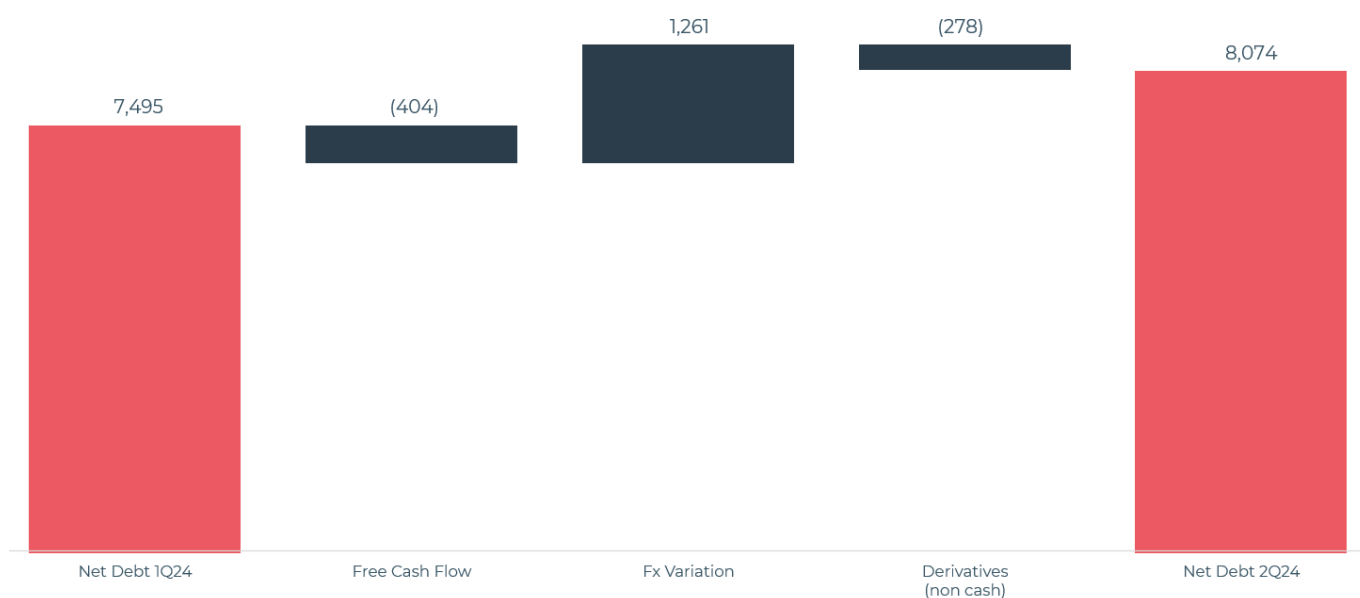
(a) BPU's Pro-forma Adjusted EBITDA (R\$11.6 million) and net debt for the advance payment of investments (R\$1.5 billion).

(b) BPU's Pro-forma Adjusted EBITDA (R\$29.0 million) and net debt for the advance payment of investments (R\$1.5 billion).

(c) ALC's Pro-forma Adjusted EBITDA (R\$136.5 million).

More details on the net debt variations in the quarter are provided below.

Figure 10 – Net Debt Bridge (R\$ million)



Net Debt adjusted by the advance payment of investments (R\$1.5 billion)

Capex

Capex totaled R\$204.3 million in 2Q24. Of this amount, around R\$152.8 million went to maintenance and R\$51.5 million to the organic expansion of our operating units.

See below a breakdown of investments (cash effect) by quarter and the last 12 months:

R\$ Million	2Q24	1Q24	4Q23	3Q23	LTM2Q24
Maintenance	152.8	134.7	141.8	141.4	570.7
Expansion	51.5	40.5	81.7	68.5	242.2
Investments in Marfrig's Target Assets	-	-	-	1,500.0	1,500.0
Total	204.3	175.2	223.5	1,709.9	2,312.9

ESG

Minerva Foods made significant progress on its environmental, social and governance (ESG) agenda during the second quarter. These initiatives have continued to position the company as a benchmark in the animal protein sector. The company's efforts have been driven by the goals outlined in its Commitment to Sustainability.

Combating illegal deforestation in the value chain

A major highlight of Minerva Foods' pioneering efforts to address illegal deforestation in its Latin American value chain during this period was the successful completion of its Public Livestock Commitment auditing process. Once again, the company achieved 100% compliance in its transactions with direct supplier farms in the Amazon biome. Compliance was based on the socio-environmental criteria defined in the commitment.

Renove Program and MyCarbon

As part of the Renove Program, the Renove ALM (Agricultural Land Management) Brazil project, which aims to generate carbon credits in the livestock sector, was submitted to the Verra certification company under methodologies VM0041 and VM0042. The project underwent a period of public consultation and an on-site audit of the participating ranches. In addition, the agricultural project of MyCarbon, a subsidiary of Minerva Foods, was submitted to Verra under methodology VM0042. The project includes seven signed technical cooperation agreements and 590,000 hectares surveyed, of which 20,000 have projects underway. These efforts are expected to generate the first carbon credits by the end of 2026. Another project that made significant progress during the reporting period was the Amazon Forest Conservation Project in Acre (REDD+ Tauari Forest Conservation Project). The project was independently audited, and a joint partnership was signed with UNICEF, the United Nations Children's Fund, to develop a joint study with the community to promote improvements in water, sanitation, hygiene and early childhood education.

The carbon-neutral beef project is making significant progress, with more cattle ranches and industrial units certified or in the process of being certified in Brazil and Uruguay. With the support of MyCarbon, the company exported its 'Zero Carbon Impact' products throughout the second quarter, with more than 300 tons going to six different countries.

Prosperity of Our People

The partnership between Minerva Foods and the Gil Nogueira Institute to develop the "Ler é Viver" project in Janaúba (MG) has delivered its first results, proving the success of the social pillar of Minerva Foods' ESG agenda, "Prosperity of Our People." The "Ler é Viver" (Reading is Living) project has a clear mission: to reduce functional illiteracy. This project encourages reading during early childhood, instilling a love of reading and emphasizing interpretation, as well as developing oral and written expression among public elementary school students. A total of 156 students were rewarded for their outstanding performance during the first semester. The initiative has benefited a total of 403 students.

Institutional

In May, Minerva Foods released its 13th Sustainability Report for the base year 2023. The report was compiled in accordance with the leading standards and frameworks in the segment, including the Global Reporting Initiative (GRI), the Sustainability Accounting Standards Board (SASB), and the Task Force on Climate-Related Financial Disclosures (TCFD). The report has been independently audited and its contents are multidisciplinary, reinforcing the company's unwavering commitment to transparent communication with all its stakeholders.

Furthermore, for the second consecutive year, the Animal Welfare Report was published for the company's global operations, including the entire value chain. The report was created in accordance with the evaluation criteria of the Business Benchmark on Farm Animal Welfare (BBFAW) ranking and the Collier FAIRR Protein Producer Index.

In the BBFAW ranking, the Company has achieved Tier 4E. As the main global assessment of management, policy, commitments, performance and transparency in animal welfare in the food sector, the ranking is an authoritative source of recognition for the Company's achievements. The ranking acknowledges the Company's success in implementing strategies related to this issue, placing it among the top 27 companies in the ranking.

About Minerva S.A.

Minerva Foods is the South American leader in beef exports and also operates in the processed foods segment, selling its products to over 100 countries. Present in Brazil, Paraguay, Argentina, Uruguay, Colombia and Australia, Minerva operates 30 slaughter and deboning plants and 3 processing plants. In the last 12 months, the Company recorded gross sales revenue of **R\$29.9 billion**, 3.1% less than in LTM2Q23.

Relationship with Auditors

Pursuant to CVM Resolutions 80/2022 and 162/22, the Company states that, in 2023FY and the quarter ended June 30, 2024, BDO RCS Auditores Independentes SS Ltda did not provide services other than those related to external audit that could lead to conflicts of interest or the loss of independence or objectivity for the audit services provided.

Statement from Management

Pursuant to CVM Instructions, Management declares that it has discussed, reviewed and agreed with the individual and consolidated interim accounting information for the period ended June 30, 2024 and the conclusion reached in the independent auditors' review report, authorizing its disclosure.



APPENDIX 1 - INCOME STATEMENT (CONSOLIDATED)

(R\$ thousand)	2Q24	2Q23	1Q24
Net operating revenue	7,666,140	7,276,483	7,187,084
Cost of goods sold	-6,000,533	-5,764,102	-5,757,922
Gross profit	1,665,607	1,512,381	1,429,162
Selling expenses	-645,112	-564,994	-606,818
General and administrative expenses	-456,095	-382,176	-368,868
Other operating revenues (expenses)	30,771	6,194	23,114
Result before financial expenses	595,171	571,405	476,590
Financial expenses	-732,534	-292,639	-712,475
Financial revenue	269,376	34,095	237,111
Monetary correction	-62,203	-11,899	-25,655
FX variation	-1,057,298	50,612	-266,045
Other expenses	1,089,870	-207,253	140,597
Financial result	-492,789	-427,084	-626,467
Income (loss) before taxes	102,382	144,321	-149,877
Income and social contribution taxes - current	-22,093	-11,319	-7,399
Income and social contribution taxes - deferred	15,149	-12,270	-28,875
Income (loss) for the period before non-controlling interest	95,438	120,732	-186,151
Controlling shareholders	88,433	118,010	-200,931
Non-controlling shareholders	7,005	2,722	14,780
Profit (loss) for the period	95,438	120,732	-186,151

APPENDIX 2 - BALANCE SHEET (CONSOLIDATED)

(R\$ thousand)	2Q24	4Q23
ASSETS		
Cash and cash equivalents	16,512,985	12,678,589
Trade receivables	3,431,575	2,402,072
Inventories	2,096,581	2,017,905
Biological assets	70,409	55,210
Taxes recoverable	750,183	545,882
Other receivables	553,891	436,042
Total current assets	23,415,624	18,135,700
Taxes recoverable	88,135	100,326
Deferred tax assets	915,754	910,184
Other receivables	283,331	318,077
Judicial deposits	14,246	13,654
Advance payment for the acquisition of investments	1,500,000	1,500,000
Capex	209,136	197,455
Fixed Assets	6,538,548	5,693,291
Intangible Assets	1,890,353	1,725,467
Total non-current assets	11,439,503	10,458,454
Total assets	34,855,127	28,594,154
LIABILITIES		
Loans and financing	3,581,778	3,794,555
Leases	9,652	10,477
Trade payables	4,212,518	3,727,546
Labor and tax liabilities	571,947	402,835
Other payables	2,154,452	1,811,090
Total current liabilities	10,530,347	9,746,503
Loans and financing	22,504,939	17,762,327
Leases	12,785	17,495
Labor and tax liabilities	29,872	35,219
Provision for contingencies	32,293	36,178
Accounts payable	112,975	102,378
Deferred tax liabilities	389,887	234,504
Total noncurrent liabilities	23,082,751	18,188,101
Equity		
Share capital	1,619,074	1,619,074
Capital reserves	170,026	156,771
Revaluation reserves	43,648	44,422
Profit reserves	979,869	979,869
Retained earnings (accumulated losses)	-111,724	0
Treasury shares	-215,699	-215,699
Other comprehensive income (loss)	-1,815,494	-2,410,058
Total shareholders' equity attributed to controlling shareholders	669,700	174,379
Non-controlling interest	572,329	485,171
Total shareholders' equity	1,242,029	659,550
Total liabilities and shareholders' equity	34,855,127	28,594,154

APPENDIX 3 – CASH FLOW (CONSOLIDATED)

(R\$ thousand)	2Q24	2Q23	1Q24
Cash flow from operating activities			
Profit (loss) for the period	95,438	120,732	-186,151
Adjustments to reconcile net income provided by operating activities:			
Depreciation and amortization	149,399	139,759	152,291
Expected loss on doubtful accounts	3,612	4,327	0
Proceeds from the sale of fixed assets	435	488	3,871
Fair value of biological assets	-1,657	4,148	-15,833
Realization of deferred taxes	-15,149	12,270	28,875
Financial charges	-474,378	293,986	713,129
Unrealized FX/monetary variation	1,643,409	-54,429	309,356
Monetary correction	62,203	11,899	25,655
Provision for litigation risks	-3,637	-22,936	-248
Equity instruments granted	6,450	5,877	6,805
Trade receivables and other receivables	-790,235	61,632	-325,983
Inventories	-51,846	59,157	-26,830
Biological assets	19,536	-36,046	-17,245
Taxes recoverable	-138,629	-35,761	-53,481
Judicial deposits	-787	71	195
Trade payables	288,262	317,829	196,710
Labor and tax liabilities	92,566	89,370	71,199
Other payables	-118,997	-394,018	472,956
Cash flow from operating activities	765,995	578,355	1,355,271
Cash flow from investing activities			
Acquisition of investments and payment in subsidiaries	-5,017	0	-6,664
Acquisition of intangible assets, net	-10,931	-10,464	-9,438
Acquisition of fixed assets, net	-188,348	-176,627	-165,765
Cash flow from investing activities	-204,296	-187,091	-181,867
Cash flow from financing activities			
Loans and financing raised	4,037,765	342,027	2,952,652
Loans and financing settled	-4,340,974	-602,571	-1,048,124
Leases	-2,730	-1,957	-6,541
Payment of additional proposed dividends	0	-181,314	0
(-) Sale of treasury shares	0	6,877	0
Non-controlling interest	76,484	-33,099	10,674
Cash flow from financing activities	-229,455	-470,037	1,908,661
FX variation on cash and cash equivalents	381,792	-97,523	38,295
Net increase/decrease in cash and cash equivalents	714,036	-176,296	3,120,360
Cash and cash equivalents			
Beginning of the period	15,798,949	6,373,567	12,678,589
End of the period	16,512,985	6,197,271	15,798,949
Net increase/decrease in cash and cash equivalents	714,036	-176,296	3,120,360

APPENDIX 4 – FOREIGN EXCHANGE

(R\$ thousand)	2Q24	2Q23	1Q24
(US\$ - Closing)			
Brazil (R\$/US\$)	5.59	4.79	5.01
Paraguay (PYG/US\$)	7,538.50	7,265.80	7,385.50
Uruguay (UYU/US\$)	39.64	37.50	37.50
Argentina (ARS/US\$)	911.51	256.73	857.67
Colombia (COP/US\$)	4,148.68	4,171.79	3,859.43
Australia (AUD/US\$)	1.50	1.50	1.53

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

To
Shareholders, Advisers and Board of Directors of
Minerva S.A.
Barretos - SP

Introduction

We have reviewed the individual and consolidated interim financial information of Minerva S.A. ("Company"), identified as the "Parent company" and "Consolidated", respectively, included in the Interim Financial Information Form (ITR) for the quarter ended on June 30, 2024, which comprise the individual and consolidated financial position on June 30, 2024, and the related individual and consolidated statements of income and comprehensive income for the three and six-months period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, as well as the related explanatory notes, including significant accounting policies and other explanatory information.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with NBC TG 21 (R4) - Interim Financial Reporting and with the International Accounting Standard (IAS) 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), and for the presentation of these interim financial information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the Quarterly Financial Information (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 Standard on Review of interim financial information (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim 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 Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that 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, we are not aware of any fact that causes us to believe that the individual and consolidated interim financial information included in the Quarterly Financial information - ITR referred to above were not prepared, in all material respects, in accordance with NBC TG 21 (R4) and IAS 34 applicable to Quarterly Financial Information (ITR) and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

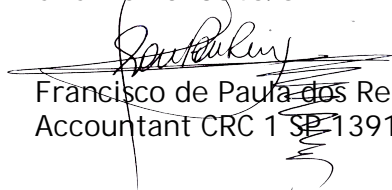
Interim statement of value added, individual and consolidated

The interim financial information referred to above includes the individual and consolidated interim statements of value added (SVA) for the six-month period ended June 30, 2024, prepared under the responsibility of Company's Management and presented as supplementary information for IAS 34 purposes. This information have been subject to review procedures performed in conjunction with the review of the interim financial information to conclude whether they are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in NBC TG 09 - "Statement of Added Value". Based on our review, nothing has come to our attention that causes us to believe that these individual and consolidated interim statements of value added were not prepared, in all material respects, in accordance with the criteria defined in referred to Standard and consistently with the individual and consolidated interim financial information taken as a whole.

São Paulo, August 07, 2024.



BDO RCS Auditores Independentes SS Ltda.
CRC 2 SP 013846/O-1



Francisco de Paula dos Reis Júnior
Accountant CRC 1 SP 139168/O-6

Statements of financial position
In June 30, 2024 and December 31, 2023
(In thousands of Brazilian Reais - R\$)

Assets					
	Notes	Parent company		Consolidated	
		06/30/2024	12/31/2023	06/30/2024	12/31/2023
Current					
Cash and cash equivalents	5	14,897,130	11,046,524	16,512,985	12,678,589
Trade receivables	6	1,609,932	1,390,756	3,431,575	2,402,072
Inventories	7	766,450	678,189	2,096,581	2,017,905
Biological assets	8	-	-	70,409	55,210
Recoverable taxes	9	322,856	232,143	750,183	545,882
Other receivables	-	273,115	231,336	553,891	436,042
Total current assets		17,869,483	13,578,948	23,415,624	18,135,700
Non-current					
Other receivables	-	274,202	288,778	283,331	318,077
Related parties	11	4,305,593	3,701,243	-	-
Recoverable taxes	9	82,042	100,326	88,135	100,326
Deferred assets	19	854,905	857,409	915,754	910,184
Court deposits	-	13,291	12,673	14,246	13,654
Advance for investment acquisition	10	1,500,000	1,500,000	1,500,000	1,500,000
Investments	12	6,877,759	5,631,273	209,136	197,455
Property, plant and equipment	13	2,657,161	2,529,911	6,538,548	5,693,291
Intangible assets	14	354,738	347,554	1,890,353	1,725,467
Total non-current assets		16,919,691	14,969,167	11,439,503	10,458,454
Total assets		34,789,174	28,548,115	34,855,127	28,594,154

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statements of financial position

In June 30, 2024 and December 31, 2023

(In thousands of Brazilian Reals - R\$)

Liabilities and equity

	Notes	Parent company		Consolidated	
		06/30/2024	12/31/2023	06/30/2024	12/31/2023
Current					
Loans and financing	15	3,597,026	3,843,523	3,581,778	3,794,555
Leases	13.1(b)	8,920	9,859	9,652	10,477
Trade payables	16	3,224,914	2,741,488	4,212,518	3,727,546
Payroll, related charges and taxes payable	17	205,500	141,252	571,947	402,835
Other payables	18	1,779,823	1,347,980	2,154,452	1,811,090
Total current liabilities		8,816,183	8,084,102	10,530,347	9,746,503
Non-current					
Loans and financing	15	21,658,812	17,116,666	22,504,939	17,762,327
Leases	13.1(b)	12,582	16,993	12,785	17,495
Payroll, related charges and taxes payable	17	29,872	35,219	29,872	35,219
Provisions for tax, labor and civil risks	20	24,137	24,470	32,293	36,178
Allowances for investment losses	12	2,817,588	2,434,139	-	-
Related parties	11	760,300	662,147	-	-
Other payables	18	-	-	112,975	102,378
Deferred taxes	19	-	-	389,887	234,504
Total non-current liabilities		25,303,291	20,289,634	23,082,751	18,188,101
Equity	21				
Capital stock	21.a.	1,619,074	1,619,074	1,619,074	1,619,074
Capital reserve	21.b.	170,026	156,771	170,026	156,771
Revaluation reserve	21.g.	43,648	44,422	43,648	44,422
Profit reserves	21.c.	979,869	979,869	979,869	979,869
Accumulated losses		(111,724)	-	(111,724)	-
Treasury shares		(215,699)	(215,699)	(215,699)	(215,699)
Other comprehensive income		(1,815,494)	(2,410,058)	(1,815,494)	(2,410,058)
Total equity attributable to Company's shareholders		669,700	174,379	669,700	174,379
Non-controlling shareholders		-	-	572,329	485,171
Total equity		669,700	174,379	1,242,029	659,550
Total liabilities and equity		34,789,174	28,548,115	34,855,127	28,594,154

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statements of income

For the three and six months periods ended at June 30, 2024 and 2023

(In thousands of Brazilian Reals - R\$, excepted when indicated otherwise)

	Notas	Parent company				Consolidated			
		2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023
Net operating revenue	23	3,746,565	7,248,825	3,494,900	6,397,697	7,666,140	14,853,224	7,276,483	13,657,956
Cost of sales	-	(2,752,555)	(5,505,994)	(2,592,806)	(4,820,831)	(6,000,533)	(11,758,455)	(5,764,102)	(10,991,675)
Gross profit		994,010	1,742,831	902,094	1,576,866	1,665,607	3,094,769	1,512,381	2,666,281
Operating income (expenses)									
Selling expenses	24	(305,681)	(608,512)	(248,015)	(467,615)	(645,112)	(1,251,930)	(564,994)	(1,034,213)
General and administrative expenses	24	(232,827)	(405,201)	(196,851)	(333,025)	(456,095)	(824,963)	(382,176)	(668,362)
Other operating income (expenses)	24	14,219	18,917	(2,202)	319	30,771	53,885	6,194	8,560
Equity in earnings of subsidiaries	11	(28,653)	70,789	86,030	134,979	-	-	-	-
Income before financial income and taxes		441,068	818,824	541,056	911,524	595,171	1,071,761	571,405	972,266
Financial expenses	25	425,010	(94,508)	(486,753)	(648,455)	357,336	(214,542)	(499,892)	(680,008)
Financial revenues	25	250,919	451,584	26,373	62,185	269,376	506,487	34,095	82,866
Monetary and Exchange rate variation, net	25	(1,028,504)	(1,285,894)	37,023	(87,429)	(1,057,298)	(1,323,343)	50,612	(85,724)
Monetary correction	25	-	-	-	-	(62,203)	(87,858)	(11,899)	(28,207)
Net financial result	25	(352,575)	(928,818)	(423,357)	(673,699)	(492,789)	(1,119,256)	(427,084)	(711,073)
(Loss) Income before taxes		88,493	(109,994)	117,699	237,825	102,382	(47,495)	144,321	261,193
Income tax and social contribution - current	19	-	-	-	-	(22,093)	(29,492)	(11,319)	(10,607)
Income tax and social contribution - deferred	19	(60)	(2,504)	311	(32)	15,149	(13,726)	(12,270)	(15,890)
(Loss) Net income for the period		88,433	(112,498)	118,010	237,793	95,438	(90,713)	120,732	234,696
Attributable to:									
Company shareholders	-	88,433	(112,498)	118,010	237,793	88,433	(112,498)	118,010	237,793
Non-controlling shareholders	-	-	-	-	-	7,005	21,785	2,722	(3,097)
(Loss)/Net income for the period		88,433	(112,498)	118,010	237,793	95,438	(90,713)	120,732	234,696
Result per share - R\$:	25								
Basic (loss) earnings per share - R\$	25	0.15070	(0.19171)	0.20111	0.40524	0.15070	(0.19171)	0.20111	0.40524
Diluted (loss) earnings per share - R\$	25	0.15070	(0.19171)	0.20111	0.40524	0.15070	(0.19171)	0.20111	0.40524

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statements of comprehensive income

For the three and six months periods ended at June 30, 2024 and 2023

(In thousands of Brazilian Reais - R\$)

	Parent company				Consolidated			
	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023
(Loss)/net income for the period	88,433	(112,498)	118,010	237,793	95,438	(90,713)	120,732	234,696
Other comprehensive income to be reclassified to statement of income in subsequent period:								
Cumulative translation adjustments	553,088	594,564	(73,250)	(171,762)	553,088	594,564	(73,250)	(171,762)
Total comprehensive income, net of taxes	641,521	482,066	44,760	66,031	648,526	503,851	47,482	62,934
Comprehensive income attributable to:								
Company shareholders	641,521	482,066	44,760	66,031	641,521	482,066	44,760	66,031
Non-controlling shareholders	-	-	-	-	7,005	21,785	2,722	(3,097)
Total comprehensive income, net of taxes	641,521	482,066	44,760	66,031	648,526	503,851	47,482	62,934

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statements of changes in equity - Parent company and consolidated
For the six month period ended at June 30, 2024
(In thousands of Brazilian Reais - R\$)

				Profit reserves								
	Capital stock	Capital reserve	Revaluation reserve	Legal reserve	Statutory reserve	Earnings retention -	Accumulated Losses	Treasury shares	Other comprehensive income	Total attributable to Company's shareholders	Non-controlling shareholders	Total equity
Balances as of January 1st, 2024	1,619,074	156,771	44,422	118,479	742,807	118,583	-	(215,699)	(2,410,058)	174,379	485,171	659,550
Loss for the period	-	-	-	-	-	-	(112,498)	-	-	(112,498)	21,785	(90,713)
Cumulative translation adjustments	-	-	-	-	-	-	-	-	594,564	594,564	-	594,564
Total comprehensive income, net from taxes	-	-	-	-	-	-	(112,498)	-	594,564	482,066	21,785	503,851
Equity instruments granted	-	13,255	-	-	-	-	-	-	-	13,255	-	13,255
Realization of revaluation reserve	-	-	(774)	-	-	-	774	-	-	-	-	-
Non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	65,373	65,373
Balances as of June 30, 2024	1,619,074	170,026	43,648	118,479	742,807	118,583	(111,724)	(215,699)	(1,815,494)	669,700	572,329	1,242,029

The accompanying notes are an integral part of these individual and consolidated interim financial information.

MINERVA S.A.



Statements of changes in equity - Parent company and consolidated

For the six month period ended at June 30, 2023

(In thousands of Brazilian Reais - R\$)

	Capital stock	Capital reserve	Revaluation reserve	Profit reserves			Additional proposed dividends	Retained earnings	Treasury shares	Other comprehensive income	Total attributable to Company's shareholders	Non-controlling shareholders	Total equity
				Legal reserve	Statutory reserve	Earnings retention -							
Balances as of January 1st, 2023	1,619,074	138,711	45,970	97,426	455,258	118,583	181,314	-	(235,396)	(1,914,112)	506,828	555,667	1,062,495
Net income for the period	-	-	-	-	-	-	-	237,793	-	-	237,793	(3,097)	234,696
Cumulative translation adjustments	-	-	-	-	-	-	-	-	-	(171,762)	(171,762)	-	(171,762)
Total comprehensive income, net from taxes	-	-	-	-	-	-	-	237,793	-	(171,762)	66,031	(3,097)	62,934
Equity instruments granted	-	11,245	-	-	-	-	-	-	-	-	11,245	-	11,245
Realization of revaluation reserve	-	-	(774)	-	-	-	-	776	-	-	2	-	2
Granting of treasury shares	-	(12,820)	-	-	-	-	-	-	10,535	-	(2,285)	-	(2,285)
Conversion of treasury shares in ADRs	-	113	-	-	-	-	-	-	9,162	-	9,275	-	9,275
Payment of proposed additional dividends	-	-	-	-	-	-	(181,314)	-	-	-	(181,314)	-	(181,314)
Non-controlling shareholders	-	-	-	-	-	-	-	-	-	-	-	(56,486)	(56,486)
Balances as of June 30, 2023	1,619,074	137,249	45,196	97,426	455,258	118,583	-	238,569	(215,699)	(2,085,874)	409,782	496,084	905,866

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statements of cash flows - Indirect method

For the six month period ended at June 30, 2024 and 2023

(In thousands of Brazilian Reals - R\$)

	Notes	Parent company		Consolidated	
		06/30/2024	06/30/2023	06/30/2024	06/30/2023
Cash flow from operating activities					
(Loss)/net income for the period	DRE	(112,498)	237,793	(90,713)	234,696
Adjustments to reconcile net income:					
Depreciation and amortization	13 e 14	143,643	115,612	301,690	270,779
Allowance for expected credit losses	6	3,217	4,798	3,612	6,875
Income on sale of fixed assets		3,038	59	4,306	538
Fair value of biological assets	8	-	4,457	(17,490)	52,411
Deferred taxes	19	2,504	32	13,726	15,890
Equity in earnings of subsidiaries	12	(70,789)	(134,979)	-	-
Finance charges		195,672	554,641	238,751	589,132
Unrealized exchange rate and monetary changes		1,912,709	175,309	1,952,765	162,435
Monetary correction	25	-	-	87,858	28,207
Provision for legal claims	20	(333)	721	(3,885)	(22,956)
Equity instruments granted	DMPL	13,255	11,245	13,255	11,245
Result on disposal/write-off of investments	12	20,121	-	-	-
Trade and other receivables		(249,596)	44,999	(1,116,218)	399,191
Inventories		(88,261)	(182,409)	(78,676)	(26,859)
Biological assets		-	6,514	2,291	(33,742)
Recoverable taxes		(72,429)	17,141	(192,110)	38,046
Court deposits		(618)	512	(592)	185
Trade payables		483,426	(444,683)	484,972	(549,512)
Payroll, related charges and taxes payable		58,901	31,241	163,765	44,847
Other payables		431,843	(707,136)	353,959	(651,409)
Net cash provided from (used in) operating activities		2,673,805	(264,133)	2,121,266	569,999
Cash flow from investing activities					
Acquisition of investments and payment in subsidiaries	12	(188,238)	(50,648)	(11,681)	(245,225)
Acquisition of intangible assets, net	14	(20,339)	(14,587)	(20,369)	(14,767)
Acquisition of property, plant and equipment, net	13	(257,049)	(200,307)	(354,113)	(298,590)
Net cash used in investing activities		(465,626)	(265,542)	(386,163)	(558,582)
Cash flow from financing activities					
Raising of loans and financing		6,785,267	948,480	6,990,417	1,037,110
Payments of loans and financing		(4,976,783)	(1,322,789)	(5,389,098)	(1,497,802)
Payments of leases		(9,077)	(3,947)	(9,271)	(4,894)
Related parties		(535,763)	139,529	-	-
Payment of proposed additional dividends		-	(181,314)	-	(181,314)
Non-controlling shareholders		-	-	87,158	(59,583)
Disposal treasury shares		-	6,877	-	6,877
Net cash provided from (used in) financing activities		1,263,644	(413,164)	1,679,206	(699,606)
Exchange rate changes on cash and cash equivalents		378,783	(89,560)	420,087	(186,003)
Net increase/(decrease) in cash and cash equivalents		3,850,606	(1,032,399)	3,834,396	(874,192)
Cash and cash equivalents					
Cash and cash equivalents at the beginning of the period	5	11,046,524	5,454,408	12,678,589	7,071,463
Cash and cash equivalents at the end of the period	5	14,897,130	4,422,009	16,512,985	6,197,271
Net increase/(decrease) in cash and cash equivalents		3,850,606	(1,032,399)	3,834,396	(874,192)

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Statement of value added

For the six month period ended at June 30, 2024 and 2023

(In thousands of Brazilian Reais - R\$)

	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Revenue	7,792,170	5,936,102	15,474,870	13,450,859
Sales of goods, products and services	7,744,975	5,921,503	15,389,064	13,434,340
Other revenues	47,195	14,599	85,806	16,519
Inputs acquired from third parties (includes taxes amounts - ICMS, IPI, PIS, and COFINS)	(6,629,652)	(5,708,954)	(13,138,990)	(12,101,871)
Cost of products, goods and services sold	(5,946,590)	(5,202,061)	(11,365,573)	(10,662,547)
Materials, electric power, third-party services and other	(683,062)	(506,893)	(1,773,417)	(1,439,324)
Gross value added	1,162,518	227,148	2,335,880	1,348,988
Depreciation, amortization and depletion	(143,643)	(115,612)	(301,690)	(270,779)
Net added value generated by the company	1,018,875	111,536	2,034,190	1,078,209
Net added value by transfer	522,373	197,164	506,487	82,866
Equity in earnings of subsidiaries	70,789	134,979	-	-
Financial income	451,584	62,185	506,487	82,866
Net total added value to be distributed	1,541,248	308,700	2,540,677	1,161,075
Distribution of value added	1,541,248	308,700	2,540,677	1,161,075
Personnel	235,947	200,960	772,966	679,329
Taxes, fees and contribution	27,551	(12,341)	187,424	261,496
Capital remuneration from third parties	1,390,248	(117,712)	1,671,000	(14,446)
Interests	1,380,402	(127,437)	1,653,677	(26,281)
Rents	9,846	9,725	17,323	11,835
Remuneration of equity capital	(112,498)	237,793	(90,713)	234,696
(Loss) Net income for the period	(112,498)	237,793	(112,498)	237,793
Net profit (loss) for the period attributed to non-controlling shareholders	-	-	21,785	(3,097)

The accompanying notes are an integral part of these individual and consolidated interim financial information.

Notes to the individual and consolidated interim financial information
 For the period ended June 30, 2024
 (Amounts in thousands of Reais - R\$, unless otherwise stated)

1. General information

Minerva S.A. (Company) is a publicly held company listed at the “Novo Mercado” corporate governance segment with shares are traded on “B3” - Bolsa, Brasil, Balcão. The Company’s main activities include the slaughtering of livestock and processing of meat, sale of fresh chilled, frozen and processed meat and the exporting of live cattle.

The Company’s shares are traded on “B3” - Bolsa, Brasil, Balcão, under the ticker symbol “BEEF3” and its Level 1 American Depositary Receipts (ADRs) are traded on the OTC market OTCQX International Premier, a segment of the electronic trading platform operated by the OTC Markets Group Inc., in the United States.

Parent company

The Company is headquartered at Av. Antônio Manso Bernardes, S/N - Chácara Minerva, in Barretos (SP) and has manufacturing units located in José Bonifácio (SP), Palmeiras de Goiás (GO), Araguaína (TO), Goianésia (GO), Barretos (SP), Campina Verde (MG), Janaúba (MG), Paranatinga (MT), Mirassol D` Oeste (MT) e Rolim de Moura (RO). The distribution centers for the domestic market are located in the cities of Aparecida de Goiânia (GO), Brasília (DF), Cariacica (ES), São Paulo (SP), Araraquara (SP), Belo Horizonte (MG), Maracanaú (CE), Uberlândia (MG) and Cabo de Santo Agostino (PE).

On June 30, 2024, the Company's industrial park (consolidated) had a daily slaughtering capacity of 30,940 heads/day, taking into account the subsidiaries of Athena Foods S.A. (Chile) abroad - in Uruguay (Pulsa S/A and Frigorífico Carrasco S/A), in Colombia (Red. Cárnica S.A.), in Paraguay (Frigomerc S/A) and in Argentina (Pul Argentina S.A. parent company of Swift Argentina S.A.) as well as the subsidiary of Athn Foods. Holding S.A (Spain) also abroad - in Uruguay (Breeders and Packers Uruguay S.A. - BPU). All plants are compliant with sanitary requirements applicable to exports to countries across the five continents. The Barretos manufacturing unit (SP) has a beef processing line (“cubedbeef” and “roastbeef”), which is mainly intendend for exports. The Company also has an industrial park for slaughtering and deboning lamb in Australia through its subsidiary Minerva Australia PTY Ltd in the cities of Tammin, Esperance, Colac and Sunshine, with a daily slaughtering and deboning capacity of 19,216 head/day.

Direct and indirect subsidiaries

Direct subsidiaries located in Brazil

- Minerva Dawn Farms Indústria e Comércio de Proteínas S.A. (Minerva Fine Foods): located in Barretos (SP), this unit started operations in 2009. to produce, in varying scales, and sell beef, pork and poultry products meeting domestic and foreign demand in the “Food Services” segment;

Notes to the individual and consolidated interim financial information
 For the period ended June 30, 2024
 (Amounts in thousands of Reais - R\$, unless otherwise stated)

- Minerva Comercializadora de Energia Ltda.: located in São Paulo (SP), this unit started operations in 2016 and is mainly engaged in trading and selling electric power;
- Minerva Venture Capital Fundo de Investimento em Participações Multiestratégicas - Investimento no Exterior: started its activities in 2020 being headquartered in Brazil, its main activity is investment fund, having as direct subsidiary MF 92 Ventures LLC;
- MYCarbom3 Ltda.: Created in 2021, it is a subsidiary that aims to support companies in meeting their goals of neutralizing greenhouse gas emissions through carbon offsetting, in a transparent, reliable and sustainable manner. The Company develops projects, originates and sells carbon credits, in line with international standards, creating financial opportunities for the preservation of nature, accelerating action to combat climate change and promoting a low-carbon future. In 2021, being headquartered in Brazil, its main activity is the trading of carbon credits; and
- Fundo de Investimento em Quotas de Fundo de Investimentos Multimercado Portifólio 1839: started its activities in 2021 being headquartered in Brazil, its main activity is investment fund, having as indirect subsidiary Minerva Venture Capital Fundo de Investimento em Participações Multiestratégicas - Investimento no Exterior;

Direct foreign subsidiaries:

- Athena Foods S.A.: Based in Santiago, Chile (CL), Athenas Foods S.A. started operations in 2018 primarily to manage equity interests and own assets in Mercosur. The company has the following direct subsidiaries: Pulsa S.A. (UY), Frigorífico Carrasco S.A. (UY), Frigomerc S.A. (PY), Pul Argentina S.A. (AR), Red Cárnica S.A.S (CO), Red Industrial Colombiana S.A.S (CO), and Minerva Foods Chile SPA (CL);
- Friasa S.A.: located in Asunción, Paraguay (PY);
- Minerva Middle East: office located in Lebanon to market and sell the Company's products;
- Minerva Colômbia SAS: Based in Ciénaga de Oro, next to Montería, in the Córdoba region, Colombia, mainly engaged in the sale of livestock to the foreign market and also the processing of leather through the acquisition of assets from the Interpelli S.A.S tannery;
- Minerva Live Cattle Export SPA: located in Santiago, Chile, primarily engaged in selling live cattle to the foreign market;
- Minerva Meats USA.: located in Chicago (USA), this unit started operations in 2015 and is mainly engaged in trading food products;

Notes to the individual and consolidated interim financial information
 For the period ended June 30, 2024
 (Amounts in thousands of Reais - R\$, unless otherwise stated)

- Minerva Austrália Holdings PTY Ltd.: Located in Brisbane (Australia), this unit started operations in 2016 and has Minerva Ásia Foods PTY Ltd. as its direct subsidiary;
- Minerva Europe Ltd.: Based in London, England, this unit started operations in 2017 and is mainly engaged in trading food products;
- Minerva Foods FZE: Based in the Arab Emirates, the company started operations in 2020 and is mainly engaged in trading food products;
- Athn Foods Holdings S.A.: Started its activities in 2021 and is headquartered in Spain, its main activity is the management of equity interests and the administration of its own assets;
- Fortuna Foods PTE. LTD.: Started its activities in 2021 being headquartered in Singapore, its main activity is the management of equity interests and administration of own assets.

Indirect foreign subsidiaries:

- Pulsa S.A.: meatpacking company acquired in January 2011, located in the Province of Cerro Largo, near the capital Melo, in Uruguay (UY). Engaged in slaughtering and deboning activities;
- Frigorífico Canelones S.A.: a meatpacking company acquired in July 2017 by the indirect subsidiary Pulsa S.A., located in Canelones, Uruguay (UY). Engaged in the cattle slaughtering and deboning and processing of meat, especially fresh chilled and frozen meat for exports;
- Frigorífico Carrasco S.A.: meatpacking company acquired in April 2014, located in Montevideo, Uruguay (UY). Engaged in slaughtering, deboning and processing beef and sheep meat,;
- Frigomerc S.A.: Meatpacking company acquired in October 2012, located in Asunción, Paraguay (PY), engaged in slaughtering, deboning and processing activities, operating in the domestic and foreign markets;
- BEEF Paraguay S.A.: a meatpacking company acquired in July 2017 by the indirect subsidiary Frigomerc S.A., located in Assuncion, Paraguay (PY), to engage in cattle slaughtering and deboning and processing of meat;
- Indústria Paraguaya Frigorífica S.A.: a meatpacking company acquired in July 2017 by the indirect subsidiary Frigomerc S.A., located in Assuncion, Paraguay (PY), to engage in cattle slaughtering and deboning and processing of meat;
- Pul Argentina S.A.: Based in Buenos Aires, Argentina, the company started activities in 2016 and has Swift Argentina S.A. as its direct subsidiary;
- Swift Argentina S.A.: a meatpacking company acquired in July 2017 by the indirect subsidiary Pul Argentina S.A. located in Buenos Aires (AR) to process and produce meat and sell own and third parties' brands, especially Swift products;
- Red. Cárnica SAS: a meatpacking company acquired in July 2015, located in Ciénaga de Oro, near Montería, Córdoba region, in Colombia (CO) having also acquired on August 5, 2020 an industrial plant belonging to Vijagual meatpacking located in Bucaramanga in the department of Santander in Colombia (CO). They operate in slaughter, deboning and processing activities in the domestic and foreign markets;

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- Red. Industrial Colombiana SAS: plant acquired in July 2015, located in Ciénaga de Oro, near Montería, in the Córdoba region, Colombia (CO), whose main purpose is the preparation of products for animals, specifically, meat/bone meal, blood and tallow;
- Minerva Foods Chile SPA: Located in Santiago, Chile, primarily engaged in trading and selling the Company's products;
- Minerva Ásia Foods PTY Ltd: has this unit is mainly engaged in trading food products;
- MF 92 Ventures LLC: Located in the United States, this unit started operations in 2020 and is mainly engaged in holding investments, having as investments: Clara Foods Co., Shopper Holdings LLC, Traive INC, Liv Up Limited and Bluebell Index;
- Minerva Australia PTY Ltd: lamb slaughter house purchased in 2021, located in Esperance and Tammin in Australia. Operates in the slaughter, desisa and processing of lamb meats, acting in the domestic and foreign market;
- Australian Lamb Company Pty Ltd: lamb slaughterhouse acquired in October 2022, located in Sunshine and Colac in Australia. Operates in the slaughter, deboning and processing of lamb meat, operating in the domestic and foreign markets; and
- Breeders and Packers Uruguay S.A. (BPU): slaughterhouse acquired in January 2023 and approved by regulatory bodies on August 16, 2023, located in Durazno. It operates in the slaughtering, deboning and processing of meat, operating in the domestic and foreign markets;

Cargo transportation

- Transminerva Ltda.: located in Barretos (SP), it operates in cargo transportation serving exclusively the Company, aiming to optimize its freight expenses in the country Brazil.

Special Purpose Entities (SPE) for fundraising

- Minerva Overseas I: located in the Cayman Islands, it was incorporated in 2006 to issue Bonds and receive the respective financial resources, totaling US\$200 million, in January 2007;
- Minerva Overseas II: Located in the Cayman Islands, it was incorporated in 2010 to issue Bonds and receive the respective financial resources, totaling US\$250 million, on that date;
- Minerva Luxembourg S.A.: located in Luxembourg, incorporated in 2011 for the specific purpose of issuing "Bonds" and receiving financial.

Investments sold and written-off

- CSAP - Companhia Sul Americana de Pecuária S.A.: began its activities in 2014, located in Barretos (SP), having as its main activity is to explore livestock and agriculture through the creation and sale of live cattle, sheep, pigs and others live animals. The aforementioned investment was sold in its entirety on October 1, 2023;

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- Minerva Log S.A. (Logistics): investment written off due to inactivity during the first quarter of 2024; and
- Lytmer S.A.: headquartered in Montevideo, Uruguay (UY), with its main activity being the sale of live cattle to the foreign market and the provision of food product marketing services (trading). The investment in question was written off in its entirety on April 16, 2024.

Other subsidiaries in pre-operational stage

- Minerva Log S.A. (Logistic)

The direct and indirect subsidiaries mentioned above are included in the Company's individual and consolidated interim financial information. The equity interest in each subsidiary, directly and indirectly, is as shown below:

	06/30/2024	12/31/2023
Direct subsidiaries		
Minerva Dawn Farms S.A.	100.00%	100.00%
Minerva Overseas I	100.00%	100.00%
Minerva Overseas II	100.00%	100.00%
Minerva Middle East	100.00%	100.00%
Transminerva Ltda.	100.00%	100.00%
Minerva Log	100.00%	100.00%
Minerva Colômbia S.A.S	100.00%	100.00%
Lytmer S.A.	-	100.00%
Minerva Luxembourg S.A.	100.00%	100.00%
Minerva Live Cattle Export Spa	100.00%	100.00%
Minerva Meats USA Inc.	100.00%	100.00%
Minerva Comercializadora de Energia Ltda	100.00%	100.00%
Minerva Australia Holdings PTY Ltd	100.00%	100.00%
Minerva Europe Ltd.	100.00%	100.00%
Minerva Venture Capital Fundo de Investimento em Participações		
Multiestratégicas - Investimento no Exterior	100.00%	100.00%
Minerva Foods FZE	100.00%	100.00%
Athena Foods S.A.	100.00%	100.00%
Athn Foods Holdings S.A.	100.00%	100.00%
Fortuna Foods PTE. LTD.	100.00%	100.00%
Fundo de Investimento em Quotas de Fundo de Investimento		
Multimercado Portifolio 18939	100.00%	100.00%
Indirect subsidiaries	06/30/2024	12/31/2023
Frigorífico Carrasco S.A.	100.00%	100.00%
Minerva Foods Chile Spa	100.00%	100.00%
Red Cárnica S.A.S	100.00%	100.00%
Red Industrial Colombiana S.A.S	100.00%	100.00%
Pulsa S.A.	100.00%	100.00%
Frigorífico Canelones S.A.	100.00%	100.00%
Frigomerc S/A	100.00%	100.00%
BEEF Paraguay S.A.	99.99%	99.99%
Industria Paraguaya Frigorífica S.A.	99.99%	99.99%
Pul Argentina S.A.	100.00%	100.00%
Swift Argentina S.A.	99.99%	99.99%
Minerva Asia Foods PTY Ltd	100.00%	100.00%
MF 92 Ventures LLC	100.00%	100.00%
Minerva Australia PTY Ltd	65.00%	65.00%
Australian Lamb Company Pty Ltd	65.00%	65.00%
Breeders and Packers Uruguay S.A.	100.00%	100.00%

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Hyperinflationary economy - Argentina

On June 30, 2018, according to the assessment carried out by different market participants, the Argentine economy was considered hyperinflationary since July 1, 2018, because of the devaluation of the Argentine peso and the increase in the general price level observed in recent years. Accumulated inflation over the last three years has surpassed the 100% mark.

In accordance with IAS 29, (CPC 42), non-monetary assets and liabilities, equity and the income statement of subsidiaries operating in a highly inflationary economy must be restated for the changes in the pricing power of the functional currency by applying a general price index. The consequences of this inflationary impact arise from our subsidiaries located in Argentina and have been consistently determined in our individual and consolidated financial statements since the year ended December 31, 2018, in line with the requirements of Accounting Standard NBC TG 42 - Accounting in Hyperinflationary Economies and ICPC 23 - Application of the Monetary Update Approach Provided for in CPC 42 (NBC TG 42).

ESG

The Company's management has carried out all its planning and actions aimed at the continuity of its business, thus assessing that it is able to make all resources available for the continuity of its operations, including evaluating the socio-environmental impacts with structural and non-structural actions aimed at mitigating its effects.

The second quarter of 2024 once again recorded advances in the ESG agenda of Company and its subsidiaries, in line with the Commitment to Sustainability announced in 2021. The commitment focused on the environmental pillar 'Dedication to the Planet' has three main axes: eco-efficiency in controlled operations; combating illegal deforestation in the value chain; and development of the Renove program, aiming at low carbon emissions on partner farms. All goals are aligned with one of the five values of the Company's - Sustainability.

Minerva Foods' pioneering role in combating illegal deforestation in the value chain in Latin America was highlighted during this period by the completion of the audit process for the Public Livestock Commitment. For yet another year, the Company achieved 100% compliance in its sales with direct supplier farms, based on the socio-environmental criteria stipulated in the commitment.

Within the Renove Program, the Renove ALM (Agricultural Land Management) Brazil project, aimed at generating carbon credits in livestock farming, was submitted to the Verra certification body using methodologies VM0041 and VM0042.

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The project went through a public consultation phase and an audit of the participating farms. The agricultural project of MyCarbon, a subsidiary of the Company, was also submitted to Verra using the VM0042 methodology. The project has seven signed technical cooperation agreements and 590,000 hectares prospected, of which 20,000 are already under development, with the expectation of generating the first carbon credits by the end of 2026. Another project that made progress during the period was the conservation of the Amazon rainforest in Acre (REDD+ Tauari Forest Conservation Project), which underwent an on-site audit and entered into a partnership with UNICEF, the United Nations Children's Fund, with the objective of developing a study together with the community to promote improvements related to water, sanitation, hygiene and early childhood education.

The carbon neutral meat project has advanced with more farms and industrial units certified or in the process of certification in Brazil and Uruguay. With the support of MyCarbon, the Company continued to export products from the 'Zero Carbon Impact' line in the second quarter of 2024. More than 300 tons were exported to six countries.

As a highlight of the social pillar of the Company's ESG agenda, 'Prosperity of Our People', the partnership with the Gil Nogueira Institute, for the development of the 'Reading is Living' project in the city of Janaúba (MG), achieved its first results. 'Reading is Living' is a project whose mission is to reduce functional illiteracy by encouraging reading in childhood, promoting a taste for reading, with an emphasis on interpretation, in addition to developing oral and written expression among elementary school students in public schools. The project awarded awards to 156 students based on their performance during the first semester. In total, 403 students were impacted by the initiative.

At the institutional level, in May, the Company released its 13th Sustainability Report, base year 2023. The document was prepared in accordance with the main standards and frameworks of the segment - Global Reporting Initiative (GRI), Sustainability Accounting Standards Board (SASB) and Task Force on Climate-Related Financial Disclosures (TCFD). The Report was independently audited and the information contained is multidisciplinary and reinforces the Company's commitment to transparency in communication with all its stakeholders. Additionally, for the second year, the Company released the Animal Welfare Report for global operations, including the entire value chain. The content of the document was guided by the evaluation criteria of the Business Benchmark on Farm Animal Welfare (BBFAW) ranking and the Collier FAIRR Protein Producer index.

In the BBFAW ranking, the main global assessment of management, policy, commitments, performance and transparency in animal welfare in the food sector, the Company achieved Tier 4E for demonstrating progress in the strategy of implementing practices related to the topic. The Company is among the 27 best-positioned companies in the ranking.

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2. Acquisition of shares in companies (Business combination)

Breeders And Packers Uruguay S.A. ("BPU")

On January 27, 2023, its subsidiary Athn Foods Holdings S.A. acquired 100% of the share capital of Breeders And Packers Uruguay S.A. and, after completing the "Due Diligence" on August 31, 2023, signed the "Purchase and Sale of Shares", gaining control of said company from that date onwards.

The purchase was completed for a total value of US\$4,282 million (equivalent to R\$21,076 on August 31, 2023) and following the following financial payment schedule:

- 1st Installment - Upfront - US\$2,736 million: settled upon acquisition of the company, which took place on August 31, 2023;
- 2nd Installment - US\$1,546 million, to be paid in October 2023.

The "BPU" has a daily slaughtering and deboning capacity of 1,200 heads.

Below we present the combined asset and passive balance sheet accounts of Breeders And Packers Uruguay S.A in which they were impacted by the effect of fair value measurement on August 31, 2023:

	Book value	FVA	Fair Value
Current assets			
Cash and cash equivalents	29,251	-	29,251
Trade receivables	52,561	-	52,561
Inventories	84,066	-	84,066
Recoverable tax	2,456	-	2,456
Other accounts receivables	5,296	-	5,296
Non-current assets			
Deferred tax assets	15,036	-	15,036
Fixed assets	261,200	369,275	630,475
Intangible assets	325	-	325
Intangible Trademarks and Patents	-	99,521	99,521
Current liabilities			
Suppliers	112,879	-	112,879
Labor and tax obligations	26,376	-	26,376
Other accounts payables	4,984	-	4,984
Non-current liabilities			
Other accounts payables	209,058	-	209,058
Net assets	81,873	468,796	565,690

Below we present the calculation of the advantageous purchase, on August 31, 2023:

	Fair Value
Consideration - Controlling Shareholding	21,076
(-) Net assets	(565,690)
Gain on advantageous purchase	544,614

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Fair values were obtained through fair value measurement techniques prepared by an independent specialized company hired to support the Management's conclusion, resulting in an adjustment to the fair value of fixed assets of R\$ 369,275, assessed using the cost method, as well as intangible assets in the total amount of R\$99,521, valued using traditional methods derived from the income approach.

This business combination resulted in a bargain purchase gain because the fair value of the assets acquired and the liabilities assumed exceeded the total fair value of the consideration paid. The fair values of the assets acquired were mainly impacted by the appreciation of fixed assets and trademarks and patents.

The revenue included in the consolidated income statement between September 1 and December 31, 2023 includes the amount of revenue generated by Breeders and Packers Uruguay S.A R\$372,490. BPU also contributed a profit of R\$1,876 in the same year.

If BPU had been consolidated/combined as of January 1, 2023, the consolidated income statement would present, as of December 31, 2023, a combined net operating income of R\$1,036,548 and a combined net loss of R\$68,620. This information on net operating revenue and results for the year was obtained by simply combining the values of the acquired company considering the year of 2023. Such information has not been audited or reviewed.

- Exchange rate US\$4.9219: Sales Ptax (Source Central Bank).

3. Basis of preparation of individual and consolidated interim financial information

Statement of compliance (with IFRSs and CPC standards)

The individual and consolidated interim financial information were prepared in accordance with CPC 21 (Interim Financial Information) and also in accordance with IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) and are being presented in accordance with the accounting practices adopted in Brazil, which include the provisions contained in the Brazilian Corporation Law, rules of the Brazilian Securities and Exchange Commission ("CVM") and the pronouncements of the Accounting Pronouncements Committee ("CPC"), as well as international accounting standards (International Financial Reporting Standards), or "IFRS" issued by the International Accounting Standards Board ("IASB").

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The Company's and its subsidiaries individual and consolidated interim financial information are being presented in accordance with Technical Guidance OCPC 07, which deals with the basic requirements for preparation and disclosure to be observed when disclosing the accounting and financial reports, especially those contained in the explanatory notes. Management confirms that all relevant information specific to the individual and consolidated interim financial information is being evidenced and that this corresponds to those used in its management.

The presentation of the statement of Added Value (DVA), individual and consolidated, is required by the Brazilian Corporate Law and the accounting practices adopted in Brazil applicable to publicly-held companies, in accordance with CPC 09 - Statement of Added Value. IFRS standards do not require the presentation of this statement. As a result, under IFRS, this statement is presented as supplementary information, without prejudice to the set of individual and consolidated interim financial information.

The individual and consolidated interim financial information are presented in Brazilian reais (R\$), which also is the Company's functional currency.

The material accounting policies adopted in preparing the individual and consolidated interim financial information are summarized below. These accounting policies were applied consistently to all periods reported, unless stated otherwise.

The individual and consolidated interim financial information were approved for issue by the Company's Management on August 07, 2024.

4. Summary of material accounting policies

a) Basis of measurement

The individual and consolidated interim financial information have been prepared using historical cost as the basis of value, except for recognized revaluations and for the valuation of certain assets and liabilities such as financial instruments and biological assets, which are measured at fair value.

b) Functional and presentation currency

The interim financial information of each subsidiary included in the Company's consolidation and those used as a basis for valuing investments using the equity method are prepared using the functional currency of each entity. An entity's functional currency is the currency of the primary economic environment in which it operates.

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When defining the functional currency of each of its subsidiaries, Management considered the currency that significantly influences the sales price of its products and services, and the currency in which most of the cost of its production inputs is paid or incurred.

The interim financial information are presented in reais (R\$), which is the parent company's functional and presentation currency. All accounting information is presented in thousands of reais, unless otherwise stated.

c) Foreign operations

The foreign direct and indirect subsidiaries adopted the following functional currencies for the interim financial information as of June 30, 2024:

- US dollar currency (US\$) - Athena Foods S.A., Frigomerc S.A., Pulsa S.A., Frigorífico Carrasco S.A., Minerva Overseas I, Minerva Overseas II, Minerva Meat USA, Minerva USA LLC, Minerva Venture Capital Fundo de Investimento em Participações Multiestratégicas - Investimento no Exterior, MF92 Venture LLC, Minerva Luxembourg, Athn Foods Holdings S.A. and Breeders and Packers Uruguay S.A.;
- Currency Pound Sterling (GBP) - Minerva Europe Ltd.;
- Peso/chilean currency - Minerva Foods Chile SpA and Minerva Live Cattle Export SPA;
- Peso/Colombian currency - Minerva Colombia S.A.S, Red Cárnica S.A.S and Red Industrial Colombiana S.A.S;
- Australian dollar currency - Minerva Austrália Holdings PTY Ltd.; Minerva Asia Foods PTY Ltd. and Minerva Australia PTY Ltd;
- Peso/argentinian - Pul Argentina S.A.; and
- Singapore dollar currency: Fortuna Foods PTE. LTD.

The individual and consolidated interim financial information, when applicable, are adjusted to conform to the accounting practices adopted in Brazil and translated into Brazilian reais (R\$) by applying the following procedures:

- Monetary assets and liabilities are translated using the closing rate of the respective currency for the Brazilian real (R\$) at the end of the respective balance sheets;
- In the last balance sheet corresponding to equity translated at the historical exchange rate prevailing at that time and the changes in equity for the current period are translated at the historical exchange rates on the dates of the transactions, and the profit earned or loss incurred is translated and accumulated at an average historical monthly exchange rate, as indicated in the topic below;
- Revenues, costs and expenses for the current period are translated and accrued at an average historical monthly exchange rate;

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- The changes in foreign exchange balances arising from the items above are recognized in a specific equity account, under "Other comprehensive income"; and

The balances of investments, assets and liabilities, revenues and expenses from transactions between "Minerva Group" companies included in the consolidated interim financial information are eliminated.

d) Foreign currency-denominated transactions and balances

Transactions and balances in foreign currency, that is, all transactions that are not carried out in the established functional currency, are converted at the historical exchange rate of the dates of each transaction, as determined by CPC 02 (R2) - Effects of changes in exchange rates and conversion of financial statements.

Assets and liabilities subject to exchange variation are updated at the rates of the respective currencies in force on the last working day of each period presented. Gains and losses arising from changes in investments abroad are recognized directly in the equity in the "other comprehensive results" and recognized in the income statement when such investments are divested, in whole or in part.

Non-monetary items that are measured in terms of historical costs in foreign currency are converted at the exchange rate calculated on the transaction date.

e) Use of estimates and judgment

The preparation of the individual and consolidated interim financial information in conformity with IFRS and CPC standards requires Management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and assumptions are revised on an ongoing basis. Revisions related to accounting estimates are recognized in the period in which estimates are revised and in any affected future periods.

f) Basis of consolidation

Business combinations

Acquisitions completed on or after January 1, 2009

For acquisitions made as of or after January 01, 2009, the Company measured goodwill as the fair value of the consideration transferred, including the recognized amount of any noncontrolling interest in the acquired company, less the net recognized value of the identifiable assets and liabilities assumed at fair value, all measured as at the acquisition date.

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For each business combination, the Company defines if it will measure the non-controlling interests at their fair value or based on the proportionate equity interest of the noncontrolling interests on the identifiable net assets determined on the acquisition date.

Transaction costs, whether or not associated to the issuance of debt securities or equity securities, incurred by the Company and its subsidiaries on a business combination, are recognized as expenses as they are incurred.

Subsidiaries and jointly controlled subsidiaries

The subsidiaries' interim financial information are included in the consolidated interim financial information from the date the inspection starts until the date on which the inspection ceases to exist.

Transactions eliminated in consolidation

Balances and transactions between the companies of the "Group", and any revenues or expenses derived from intragroup transactions, are eliminated in the preparation of consolidated financial statements. Unrealized gains arising from transactions with invested companies registered by equity are eliminated against the investment in proportion to the Company's participation in the investees. Unrealized losses are not eliminated in the same way as unrealized gains are eliminated, but only to the extent that there is no evidence of loss by reduction in recoverable value.

g) Cash and cash equivalents and securities and real estate values

Cash and cash equivalents include cash, bank deposit and accounting applications of immediate liquidity. See Explanatory Note No. 4 for further details of the cash and cash equivalents of the Company and its subsidiaries.

h) Financial instruments

The financial instruments of the Company and its subsidiaries are in accordance with the accounting pronouncement adopted as of January 1, 2018, CPC 48 - Financial Instruments, in which all assets and liabilities are recorded according to their practice.

Financial assets

Financial assets are classified under the following categories: assets measured at amortized cost; fair value through income, or fair value through other comprehensive results. The assets are classified according to the definition of the business model adopted by the Company and the cash flow characteristics of the financial asset.

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Recognition and measurement

The Company classifies its financial assets on initial recognition into three categories:

- (i) Assets measured at amortized cost;
 - (ii) Fair value through profit or loss;
 - (iii) Fair value through Other comprehensive income.
- Amortized cost: Assets should be measured at amortized cost if both of the following conditions are met: i) the financial asset is held within the business model whose objective is to hold assets in order to collect contractual cash flow; and ii) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company should recognize its interest income, exchange gains and losses, and impairment directly in profit or loss.
 - Fair value through profit or loss: Financial assets should be measured at fair value through profit or loss only if they may not be classified as assets measured at amortized cost or fair value through other comprehensive income. The Company should recognize its interest income, exchange gains and losses, and impairment together with other net profit or loss, directly in profit or loss; and
 - Fair value through other comprehensive income: Financial assets should be measured at fair value through comprehensive income only if the following conditions are met: i) the financial asset is held within a business model whose objective is achieved by both collecting contractual cash when contractual cash flows are collected from the sale of financial assets; and ii) the contractual terms of the financial asset give rise on specified dates to interest on the principal amount outstanding.

Assets measured at fair value through other comprehensive results are classified into two categories: i) debt instruments: interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in the result. Other net results are recognized directly in the Company's shareholders' equity, in "Other comprehensive results". In the waiver of recognition, the accumulated result in other comprehensive results is reclassified to the result; or (ii) equity instruments are measured at fair value. Dividends are recognized as gain in income, unless the dividend clearly represents a recovery of part of the cost of the investment.

Other net results are recognized directly in the Company's shareholders' equity, in "other comprehensive results" and are never reclassified to the result.

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The fair values of investments with public quotation are based on current purchase prices. If the market for a financial asset (and securities not listed on the Stock Exchange) is not active, the Company establishes fair value through valuation techniques.

These techniques include the use of recent operations contracted with third parties, reference to other instruments that are substantially similar, analysis of discounted cash flows and pricing models of options that make the greatest possible use of information generated by the market and count as little as possible with information generated by the management of the entity itself.

Regular purchases and sales of financial assets are recognized on the trading date, i.e. the date on which the Company undertakes to buy or sell the asset.

- Derecognition of financial assets: financial assets are lowered when the rights to receive cash flows from investments have expired or have been transferred; in the latter case, provided that the Company has significantly transferred all the risks and benefits of the property. If the entity substantially owns all the risks and benefits of ownership of the financial asset, it shall continue to recognize the financial asset.

Financial liabilities

Financial liabilities are classified under the following categories: financial liabilities at amortized cost or fair value through income. Management determines the classification of its financial liabilities in the initial recognition.

- Financial liabilities at amortized cost: the Company shall classify all its financial liabilities as amortized cost except financial liabilities classified at fair value through income, passive derivatives and guarantee contracts. Other financial liabilities are measured at the amortized cost amount using the effective interest method. Interest expenses, gains and exchange losses are recognized in the income. The Company has the following non-derivative financial liabilities: loans, financing and debentures and suppliers;
- Financial liabilities at fair value through income: financial liabilities classified in the fair value category through income are financial liabilities held for trading or those designated in the initial recognition. Derivatives are also categorized as held for trading and are thus classified in this category, unless they have been designated as effective hedging instruments. Gains and losses related to financial liabilities classified at fair value through income are recognized in income.

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- Derecognition of financial liabilities: financial liabilities are lowered only when it is extinguished, i.e., when the obligation specified in the contract is settled, cancelled or expires. The Company also waives the recognition of a financial liability when terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally applicable right to offset the recognized amounts and there is an intention to liquidate them on a net basis, or realize the asset and settle the liability simultaneously.

Derivative financial instruments

The fair value of derivative financial instruments is calculated by the Company's treasury based on the information of each contracted transaction and their respective market information on the closing dates of the interim financial information, such as interest rate and foreign exchange coupon and monetary correction index. Where applicable, such information is compared with the positions informed by the operating tables of each financial institution involved.

Transactions with derivative financial instruments, contracted by the Company and its subsidiaries, are summarized in ox futures contracts, options on ox contracts and non-term purchase forward (NDF), which aim exclusively to minimize the impacts of the oscillation of the price of the bovine ate in the result and the protection against foreign exchange risks associated with positions in the balance sheet plus the cash flows projected in foreign currencies.

Derivative financial instruments and hedging activities

Derivatives are initially recognized at their fair values at the commencement of the derivative agreement and are subsequently remeasured at fair value, whose changes in fair value are recorded in profit or loss.

Although the Company uses derivatives for hedging purposes, it did not choose the hedge accounting method. This accounting method is optional and, therefore, not mandatory.

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i) Trade receivables

They are presented to present and realization values, and the receivables of customers in the foreign market are updated based on the exchange rates in force on the date of the individual and consolidated interim financial information. Expected Losses with Doubtful Accounts (PECLD) are constituted in an amount considered sufficient by management with the monitoring of overdue credits and duplicates and the risk of not receiving the amounts arising from long-term sales operations.

j) Inventories

Inventories are measured at the lowest value between cost and net realisable value, adjusted to market value and by any losses, when applicable. It includes expenses incurred in purchasing inventories, production and processing costs, and other costs incurred in bringing them to their existing locations and conditions.

k) Biological assets

Biological assets are measured at fair value less selling expenses at the time of initial recognition and at the end of each period. Changes in fair value are recognized in the profit or loss under cost of goods sold. Agricultural activities, such as increased herd stemming from cattle or cattle feedlot operations and from various agricultural crops, are subject to the determination of their fair values based on the concept of market value "Mark to market - MtM".

l) Property, plant and equipment

Recognition and measurement

Property, plant and equipment items are measured at the historical purchase or construction cost, less accumulated depreciation and, where applicable, accumulated impairment losses.

The cost of certain items of the property, was calculated by reference to the revaluation carried out on a date prior to the enactment of Law No. 11,638/2007, in force since January 1, 2008, thus not being necessary at the time to evaluate the deemed cost assigned (Cost).

The cost includes expenses that are directly attributable to the acquisition of an asset. The cost of assets built by the Company itself and its subsidiaries includes the cost of materials and direct labor, any other costs to place the asset on the spot and condition necessary for them to be able to operate in the manner intended by management. Borrowing costs on qualifying assets have been capitalized since January 1, 2009.

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The rights that have as object tangible assets intended for the maintenance of the activities of the Company and its subsidiaries, originated from leasing operations, are recorded as a right of use recognizing at the beginning of each operation a fixed asset and a lease liability, and the assets are also subject to depreciation calculated according to the estimated useful lives of the respective assets or lease term.

Gains and losses on disposal of an item of the asset are determined by comparing the proceeds arising from the disposal with the net book value of the asset and are recognized net within other income/expenses in profit or loss.

Depreciation

Depreciation is recognized in the result, based on the linear method based on the estimated useful lives of each part of an asset item, since this method is the closest to reflect the pattern of consumption of future economic benefits incorporated into the asset.

The average useful lives estimated by the Company's Management, supported by technical studies for the current and comparative period are as follows:

	Parent company (annual rate)	Consolidated (annual rate)
Buildings	5.02%	2.82%
Machinery and equipment	8.83%	8.89%
Furniture and fixtures	11.55%	12.27%
Vehicles	9.20%	8.28%
Computer hardware	18.331%	21.12%

The depreciation methods, useful lives, and residual values are updated and revised at a minimum each year end, and any adjustments are recognized as changing accounting estimates.

The balance of the revaluation reserve, as provided by the 11,638/07 and mentioned in Note 21, will be maintained until its full amortization, by full depreciation or disposal of the assets.

m) Leases

Contracts are considered as leases when meeting both of the following conditions:

- An identifiable asset specified explicitly or implicitly. In this case, the supplier does not have the practice of replacing the asset, or the replacement would not bring any economic benefit to the supplier;
- The right to control the use of the asset during the contract. In this case, the Company must have authority to make decisions about the use of the asset and the ability to substantially obtain all economic benefits by using the asset.

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The right-of-use asset is initially measured at cost and comprises the initial amount of lease liabilities adjusted for any payment made prior to the commencing of the contract, added to any initial direct cost incurred and cost estimate of disassembly, removal, restoration of the asset at the location where it is located, minus any incentive received.

The right-of-use asset is subsequently depreciated using the straight-line method from the start date to the end of the useful life of the right of use or the end of the lease term.

The lease liability is initially measured at the present value of unpaid payments, discounted at the incremental loan rate. The lease liability is subsequently measured at the amortized cost using the effective interest method.

A lessee recognizes a right-of-use asset that represents his right to use the leased asset and a lease liability that represents his obligation to make lease payments. Optional exemptions are available for short-term rentals and low-value items.

n) Intangible

Intangible assets acquired separately are measured in the initial recognition at acquisition cost and subsequently deducted from accumulated amortization and recoverable value losses, where applicable.

Intangible assets with defined useful life are amortized according to their estimated economic useful life and, when indications of loss of their recoverable value are identified, submitted to recoverable value assessment test. Intangible assets with an indefinite useful life are not amortized but are subject to annual test to reduce their recoverable value.

Goodwill on acquisition of subsidiaries

Goodwill represents the excess of acquisition cost over the net fair value of assets acquired, liabilities assumed and identifiable contingent liabilities of a subsidiary, jointly-controlled entity, or associate, on the respective acquisition date. Goodwill is recorded as an asset and included in the accounts "Investments accounted for by the equity method", in the parent company, and "Goodwill", in the consolidated.

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o) Impairment test

Financial assets

The Company and its subsidiaries annually assesses whether there is any objective evidence that determines whether the financial asset or group of financial assets is not recoverable. A financial asset or group of financial assets is considered as non-recoverable when there is an indication of loss of economic value of the asset.

Non-financial assets

Management periodically reviews the net book value of the assets, with the objective of evaluating events or changes in economic, operational or technological circumstances that may indicate deterioration or loss of their recoverable value. If such evidence is identified, and it is verified that the net book value exceeds the recoverable value, it is immediately constituted provision for devaluation, adjusting the net book value to its recoverable value.

The recoverable value of an asset, or a given Cash Generating Unit (UCG), is defined as the largest between the value in use and the net selling value.

In estimating the value in use of the asset, estimated future cash flows are discounted to their present value, using a pre-tax discount rate that reflects the weighted average cost of capital for the industry in which the cash generating unit operates.

The net selling value is determined, where possible, on the basis of a firm sales contract in a transaction on a commutative basis, between knowledgeable and interested parties, adjusted for expenses attributable to the sale of the asset, or, where there is no firm sales contract, based on the market price, defined in an active market, or the price of the most recent transaction with similar assets.

The following criterion is also applied to assess loss by reduction to recoverable value of specific assets:

Goodwill based on expected future earnings

Loss test by reduction to recoverable goodwill value is done at least annually, or when circumstances indicate loss by devaluation of book value.

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Intangible assets with indefinite useful lives

Intangible assets with an indefinite useful life are tested in relation to the loss by reduction to recoverable value at least annually, individually or at the level of the Cash Generating Unit (UCG), as the case may be or when circumstances indicate loss by devaluation of book value.

p) Other current and noncurrent assets and liabilities

An asset is recognized in the balance sheet when it is likely that its future economic benefits will be generated in favor of the Company and its subsidiaries, and its cost or value can be measured safely.

A liability is recognized in the balance sheet when the Company has a legal obligation or constituted as a result of a past event, and an economic resource is likely to be required to liquidate it. They shall be added, where applicable, to the corresponding charges, monetary or exchange variations incurred and adjustments to present value. The provisions are recorded based on the best estimates of the risk involved.

Assets and liabilities are classified as current when their realization or settlement is likely to occur in the next twelve months. Otherwise, they are demonstrated as non-circulating.

q) Adjust the present value of assets and liabilities

Non-current monetary assets and liabilities are adjusted, where relevant, to their present value, and short-term assets, when the effect is considered relevant in relation to individual and consolidated financial statements.

For the calculation of the adjustment to present value, the Company and its subsidiaries consider the amount to be discounted, the dates of realization and settlement based on discount rates that reflect the cost of money in time for the Company and its subsidiaries, which was around a discount rate of 8.1% per year, calculated based on the weighted average cost of capital of the Company and its subsidiaries, as well as the specific risks related to the cash flows scheduled for the financial flows in question.

The terms of receipts and payments of accounts receivable and payable, arising from the operational activities of the Company and its subsidiaries are low, thus resulting in a discount amount considered irrelevant for registration and disclosure, because the cost of generating information exceeds its benefit. For non-current assets and liabilities, where applicable and relevant, they are calculated and recorded.

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Calculations and analyses are reviewed quarterly.

r) Income tax and social contribution

Income tax and the current and deferred income contribution of the Companies and its subsidiaries located in Brazil are calculated based on the rates of 15%, plus the additional 10% on the taxable income surplus of R\$ 240 for income tax and 9% on taxable income for social contribution on net income, and consider the compensation of tax losses and negative basis of social contribution, limited to 30% of the real profit.

The expense of income tax and social contribution comprises current and deferred income taxes. Current tax and deferred tax are recognized in profit or loss, unless they are related to the combination of business, or items directly recognized in equity or other comprehensive results.

Deferred tax is recognized with respect to temporary differences between the book values of assets and liabilities for accounting purposes and the corresponding amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences: the initial recognition of assets and liabilities in a transaction that is not a business combination and that does not affect either accounting or taxable profit or loss, and differences related to investments in subsidiaries and controlled entities when they are likely not to reverse in the foreseeable future.

Deferred tax assets and liabilities are offset if there is a legal right to offset current tax liabilities and assets, and they relate to income taxes imposed by the same tax authority on the same entity subject to taxation.

A deferred income tax and social contribution asset is recognized for tax losses, tax credits, differences in accounting practices (IFRS) and unused deductible temporary differences, when future profits subject to taxation are likely to be available and against which they will be used.

Deferred income tax and social contribution assets are reviewed at each reporting date and will be reduced to the extent that their realization is no longer likely.

s) Contingent assets and contingent liabilities, and legal obligations

Accounting practices for the registration and disclosure of contingent assets and liabilities and legal obligations are as follows: (i) contingent assets are recognized only when there are real guarantees or favorable judicial decisions, final. Contingent assets with probable successes are only disclosed in an explanatory note; (ii) contingent liabilities are provisioned when losses are assessed as probable, and the amounts involved are measurable with sufficient security.

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Contingent liabilities assessed as possible losses are only disclosed in an explanatory note and contingent liabilities assessed as remote losses are not provisioned or disclosed; and (iii) legal obligations are recorded as enforceable, regardless of the assessment of the probabilities of success, for lawsuits in which the Company questioned the unconstitutionality of taxes.

t) Employee benefits

The Company does not have post-employment benefits, such as contribution plans and/or defined benefits. It should be noted that all short-term benefits and paid leave, as well as profit and gratuity sharing are in accordance with the requirements of the respective accounting pronouncements.

u) Revenue recognition

The Company's and its subsidiaries revenues and derive mainly from the sale of products, which are recognized when the performance obligation is met and whose goods are destined to the domestic and foreign markets.

The revenues recognized both in the domestic and foreign markets are subject to evaluations and judgments by the Company's Management in determining its accounting recognition.

Sales revenue is presented net of taxes and discounts on this. Sales taxes are recognized when sales are billed, and sales discounts when known. Product sales revenues are recognized by the value of the consideration to which the Company and its subsidiaries expects to be entitled, deducted from returns, discounts, rebates and other deductions, if applicable, being recognized as the Company and its subsidiaries satisfies its performance obligation. The opening of sales revenue is shown in Note 23.

v) Earnings per share

The basic income per share is calculated through the results of the period attributable to the Controlling Shareholders of the Company and the weighted average of the common shares outstanding in the respective period. The result per diluted share is calculated by means of the said average of the shares in circulation, adjusted by the instruments potentially convertible into shares, with dilutive effect, in the periods presented.

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w) Segment reporting

The report by operating segments is presented in a manner consistent with the internal report provided to the Company's Executive Board, responsible for the allocation of resources and performance evaluation by operating segment and strategic decision-making. This information is prepared in a manner consistent with the accounting policies used in the preparation of information financial information.

x) New and revised standards and interpretations:

The issues/changes to International Accounting Standards Board ("IFRS") standards made by the IASB that are effective for the year starting in 2024 had no impact on the Parent Company and Consolidated Interim Financial Information and Financial Statements. Additionally, the IASB issued/revised some IFRS standards, which are expected to be adopted for the year 2025 or later, and the Company is evaluating the impacts on its Financial Statements of the adoption of these standards:

- Amendment to standard IAS 21 - Absence of Exchangeability: Clarifies aspects to specify when a currency is convertible and how to determine the exchange rate when it is not, and specifies how an entity determines the conversion rate when a currency is not convertible. This change in standard is effective for years beginning on/or after January 1, 2025. The Company does not expect significant impacts on its interim financial information;
- Changes to the Classification and Measurement of Financial Instruments (Changes to IFRS 9 and IFRS 7): Clarifies aspects related to the accounting treatment of derecognition of financial liabilities, classification of financial assets and related disclosures. This change in the standard is effective for fiscal years beginning on or after January 1, 2026. The Company does not expect significant impacts on its interim financial information;
- Issuance of standard IFRS 18 - Presentation and disclosure of financial statements: Establishes the requirements for presentation and disclosure of the general purpose of financial statements to ensure that relevant information is provided that faithfully represents assets, liabilities, equity, income and expenses. This standard is effective for years beginning on/or after January 1, 2027. The Company is evaluating the impacts on its Interim Financial Information and Individual and Consolidated Financial Statements of the adoption of this standard;
- Issuance of IFRS 19 - Subsidiaries without legal obligation to disclose: It establishes simplified disclosure requirements for the consolidated or individual financial statements of entities eligible for application of this standard. This standard is effective for fiscal years beginning on or after January 1, 2027. The Company does not expect significant impacts on its Interim Financial Information and Financial Statements;

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- Amendment to IFRS 9 and IFRS 7 - Changes in the classification and measurement of financial instruments: Clarifies aspects related to the classification and measurement of financial instruments. This amendment to the standards is effective for fiscal years beginning on or after January 1, 2026. The Company is assessing the impacts on its Interim Financial Information and Financial Statements of adopting this amendment to the standards; and
- Annual improvements to IFRS standards: makes changes to IFRS 1, addressing first-time adoption aspects related to hedge accounting; IFRS 7, addressing aspects of gains and losses on the reversal of a financial instrument, credit risk disclosures and the difference between fair value and transaction price; IFRS 9, addressing aspects related to the reversal of lease liabilities and transaction price; IFRS 10, addressing the determination of the "de facto agent" and IAS 7, addressing aspects related to the cost method. These changes are effective for fiscal years beginning on or after January 1, 2026. The Company does not expect significant impacts on its Interim Financial Information and Financial Statements.

y) Statements of value added

The Company prepared the individual and consolidated financial statements of value added (DVA) in accordance with CPC 09 - Statement of Value Added, which are presented as an integral part of the interim financial information according to the accounting practices adopted in Brazil applicable to publicly-held companies, whereas they are considered by IFRS as supplemental interim financial information, required as part of the interim financial information taken as a whole.

The objective of a statement of value added is to show the wealth created by the Company and its subsidiaries, its distribution to those that contributed to generate such wealth, such as employees, financial institutions, shareholders, government, as well as the undistributed portion of wealth.

5. Cash and cash equivalents

The financial assets of the Company and its subsidiaries are composed as follows:

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Cash	385	219	573	3,432
Banks	13,270	2,598	399,602	335,254
Cash and cash equivalents in foreign currencies	3,397,206	2,735,185	4,161,728	3,671,265
Total	3,410,861	2,738,002	4,561,903	4,009,951

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	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Financial investments				
In local currency				
Bank Certificates of Deposit (CDB)	7,160,429	6,974,376	7,167,132	7,046,679
Debentures	4,192,745	1,310,058	4,257,035	1,316,108
Other financial assets	133,095	24,088	526,915	305,851
Total	11,486,269	8,308,522	11,951,082	8,668,638
Total	14,897,130	11,046,524	16,512,985	12,678,589

The financial investments of the Company and its subsidiaries were classified according to their characteristics and intention, measured at fair value through profit or loss, which correspond to level 2 of the fair value hierarchy and are briefly demonstrated as follows:

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Measured at fair value through profit or loss (Level 2 of the Fair Value Hierarchy)	11,486,269	8,308,522	11,951,082	8,668,638
Total	11,486,269	8,308,522	11,951,082	8,668,638

6. Trade receivables

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Trade receivables - domestic customers	195,656	269,101	1,015,973	872,985
Trade receivables - foreign customers	854,642	415,705	2,458,763	1,570,171
Receivables - related parties	584,956	731,765	-	-
Total	1,635,254	1,416,571	3,474,736	2,443,156
(-) Allowance for expected credit losses	(25,322)	(25,815)	(43,161)	(41,084)
Total	1,609,932	1,390,756	3,431,575	2,402,072

The following are the balances of accounts receivable by maturity age:

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Current receivables	1,505,221	1,174,149	3,256,325	2,063,150
Overdue receivables:				
Up to 30 days	30,988	87,953	68,579	176,989
From 31 to 60 days	5,026	12,808	21,960	24,957
From 61 to 90 days	8,730	6,814	11,620	15,122
Above 90 days	85,289	134,847	116,252	162,938
Total	1,635,254	1,416,571	3,474,736	2,443,156

Expected losses are estimated based on historical analyzes and the current situation of customers. Expected losses on doubtful accounts, as well as their reversals, are recorded in the statement of income under "Selling expenses". Changes in expected credit losses for the period ended June 30, 2024 and December 31, 2023 are represented as follows:

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	Parent company	Consolidated
Balances as of January 1, 2023	(20,466)	(35,851)
Provisioned credits	(9,235)	(11,121)
Credits recovered	3,493	4,424
Exchange rate variation	393	1,464
Balances as of December 31, 2023	(25,815)	(41,084)
Provisioned credits	(3,217)	(3,612)
Credits recovered	4,459	4,539
Exchange rate variation	(749)	(3,004)
Balances as of June 30, 2024	(25,322)	(43,161)

The Company has a Receivables Investment Fund (FIDC) for the sale of parts of its receivables originating in the domestic market, in the amount of R\$ 528,909 (as of December 31, 2023, R\$ 501,567), without co-obligation or right of return, of which R\$ 97,071 (as of December 31, 2023, R\$ 94,547) consisting of subordinated shares.

The percentage of participation and the number of quotas in FIDC refer to the guarantee and limit of risk under the Company's responsibility, which correspond to all subordinated shares paid by the Company with FIDC.

According to CVM circular letter No. 01/2017, for the purpose of filing the definitive sale of receivables, the transferor may not have any management, involvement, or future hit with the overdue FIDC securities, and consequently, exposure to the risks arising from it. In this way, the Company is exposed to the risk of default limited to its subordinated quotas. It is worth noting that, the Company has a very strict credit granting policy, which causes low levels of default, which are verified by the low value of provisioned credits, when compared to sales revenues made by the Company and its subsidiaries.

The Company also carries out credit assignments without the right of recourse, when applicable, with financial institutions, and there is no liability after the credit assignments have been carried out.

The Company has no collaterals for past-due trade notes receivable.

7. Inventories

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Finished products	720,017	635,803	1,884,031	1,851,165
Warehouse and secondary materials	46,433	42,386	212,550	166,740
Total	766,450	678,189	2,096,581	2,017,905

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8. Biological assets

The Company through its subsidiaries that have cattle activities, such as cattle herd growth arising from the confinement of cattle or grazing cattle operations, are subject to revaluation of its assets, in order to determine their fair value based on the mark to market (MtM) concept, less estimated selling expenses, at least on a quarterly basis, recognizing the effects of such revaluations directly in profit or loss, in the under of "Cost of sales". The measurement of the fair value of biological assets falls within Level 1 of the measurement hierarchy at fair value, in accordance with the hierarchy of CPC 46, as these are assets with prices quoted on the market.

The operations related to the Company's biological assets through its subsidiaries are represented by short-term (intensive) confinement cattle. The operation is conducted through the acquisition of biological assets for resale, whose mark to market is reliably measured due to the existence of active markets, and are represented as follows:

	Herd	
	Parent company	Consolidated
Balance as of January 1, 2023	291,273	434,897
Increase due to acquisitions	-	409,537
Decrease due to sales	(286,744)	(731,107)
Net decrease due to births (deaths)	(72)	(577)
Conversion adjustment	-	(19,535)
Change in fair value minus estimated selling expenses	(4,457)	(38,005)
Balance as December 31, 2023	-	55,210
Increase due to acquisitions	-	105,785
Decrease due to sales	-	(112,966)
Net decrease due to births (deaths)	-	-
Conversion adjustment	-	4,890
Change in fair value minus estimated selling expenses	-	17,490
Balance as June 30, 2024	-	70,409

On June 30, 2024 and December 31, 2023, there were no animals kept for sale, animals kept in confinement consisted of 12,365 cattle (18,367 in December 31, 2023).

As of June 30, 2024 and December 31, 2023, the Company did not have any types of biological assets with restricted ownership or given as guarantee of liabilities, nor were there any other risks (financial, commitments and climate) that would impact the assets of the Company.

Changes in gains and losses in the fair value of biological assets are recognized under "Cost of Sales".

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9. Recoverable taxes

10.	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
PIS - Social Integration Program	41,137	41,219	42,378	42,971
COFINS - Contribution for the Financing of Social Security	141,044	150,274	146,699	158,290
Reintegra (Special tax for exporting companies)	-	-	17,561	12,174
State VAT (ICMS)	77,451	53,688	80,718	57,526
Income tax and social contribution	134,380	76,661	143,472	81,433
VAT	-	-	277,143	159,709
Other recoverable tax	10,886	10,627	130,347	134,105
Total	<u>404,898</u>	<u>332,469</u>	<u>838,318</u>	<u>646,208</u>
Current	322,856	232,143	750,183	545,882
Non-current	82,042	100,326	88,135	100,326

PIS and COFINS (taxes on revenue)

The credits of PIS and COFINS come from the change in tax legislation, according to Laws no. 10,637/02 and 10,833/03, which established non-cumulation for these taxes, generating credit for exporting companies. On May 30, 2018, the Brazilian Internal Revenue Service (RFB) issued Law No. 13,670, which allowed the compensation of these credits for payment of social security debts, thus significantly reducing the accumulation of credits.

Currently, the Company and its subsidiaries have finalized the inspection by the Brazilian Internal Revenue Service (RFB) of most of the claims for reimbursement of these credits, were duly approved by the Brazilian Internal Revenue Service (RFB), which has generated a significant amount of restitution of these credits, to continue during the years 2025 and 2026.

Based on studies conducted by the Company's Management, regarding the expectation of restitution of said tax credits, part of these current assets were segregated to non-current assets, on June 30, 2024, in the amount of R\$ 80,454 in the parent company and consolidated. Estimates of the realization of the tax credits of the Company and its subsidiaries are reviewed quarterly.

State VAT (ICMS)

ICMS credits are caused by the fact that the Company's exports reach values higher than sales in the domestic market, generating credits that, after being approved by the Secretary of State Treasury, are used for the purchase of production materials, and can also be sold to third parties, as provided for in the current legislation.

Of the mentioned creditor balance, a substantial part is in the process of inspection and approval by the Department of Finance of the State of São Paulo, and the Company's Management expects to recover a significant part of these credits during the 2025 and 2026 financial years.

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Based on the studies carried out by the Company's Management, it was segregated from current assets to non-current assets, a percentage considered sufficient to represent slower processes, which totals the amount of R\$ 1,588 in the parent company and consolidated, of these credits. Estimates of the realization of the tax credits of the Company and its subsidiaries are reviewed quarterly.

11. Advance for investment acquisition

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Plants Marfrig Global Foods S.A.	1,500,000	1,500,000	1,500,000	1,500,000
Total	1,500,000	1,500,000	1,500,000	1,500,000

On August 28, 2023, the Company and its subsidiary Athn Foods Holdings S.A. entered into share purchase and sale agreements and other agreements with Marfrig Global Foods S.A. and companies controlled by the seller ("Contracts"), through which, the The Company and the subsidiary Athn Foods will acquire certain assets from the seller (includes certain industrial and commercial establishments, located in Brazil, Argentina and Chile, as well as equity interests in Uruguayan subsidiaries, all owned by the Seller).

Under the terms of the Agreements, as consideration for the direct transfers of shares of the seller's subsidiaries, the Company will pay the seller the total amount of R\$7,500,000 (seven billion and five hundred million reais) and on August 28, 2023 payment was made deposit to the seller in the amount of R\$ 1,500,000 (one billion and five hundred million reais), and the remaining installments of the price of each Contract must be paid on the closing date. Therefore, on June 30, 2024, the Company did not have control or management of the entities. The acquisition process is awaiting approval from the antitrust bodies in the respective countries.

12. Related parties

Transactions with related parties, carried out under market conditions, are summarized in the tables shown below:

	Parent company	
	06/30/2024	12/31/2023
Related parties receivables		
Minerva Overseas Ltd (a)	740,341	644,770
Minerva Luxembourg S.A. (b)	2,342,426	1,991,519
Athena S.A. (c)	1,222,826	1,064,954
Total	4,305,593	3,701,243

(a) Loan granted to Minerva Overseas Ltda. to be reimbursed;

(b) Loan granted to Minerva Luxembourg S.A. to be reimbursed; and

(c) Loan granted to Atena S.A., to be reimbursed.

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	Parent company	
	06/30/2024	12/31/2023
Related parties payables		
Minerva Overseas II (a)	760,300	662,145
Minerva Log S.A. (b)	-	2
Total	760,300	662,147

- (a) Loan made by Minerva Overseas II to the parent company; and
(b) Loan made by Minerva Log S.A. to the parent company;

The Company, in understanding the full integration of its operations with its subsidiaries, carries out cash transfer transactions as part of Minerva Group's business plan, always seeking to minimize the cost of its funding.

The other balances and transactions with related parties are presented below:

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Payables - Suppliers				
Minerva Dawn Farms Ind. e Com. de Proteínas S.A.	9,782	5,188	-	-
Athena S.A.	45,487	49,081	-	-
Minerva Eupope Ltd	115	-	-	-
Mycarbom 3 Ltda.	9	-	-	-
Accounts payable from other related parties	16,360	30,594	16,360	30,594
Total	71,753	84,863	16,360	30,594

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Trade receivables				
Minerva Dawn Farms Ind. e Com. de Proteínas S.A.	3,246	1,446	-	-
Transminerva Ltda.	195	195	-	-
Athena S.A.	136,860	192,748	-	-
Minerva Meats USA, INC.	442,872	537,376	-	-
Minerva Colombia SAS	1,783	-	-	-
Recebíveis de outras partes relacionadas	-	-	-	-
Total	584,956	731,765	-	-

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Advances to Suppliers (other receivables)				
Other related parties	8,000	8,000	8,000	8,000
Total	8,000	8,000	8,000	8,000

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Advances from customers (other accounts payable)				
Athena S.A.	4,905	5,506	-	-
Minerva Meats USA LLC	112	-	-	-
Total	5,017	5,506	-	-

	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Revenue				
Minerva Dawn Farms Ind. e Com. de Proteínas S.A.	36,019	2,262	-	-
Minerva Comercializadora de Energia Ltda.	23,900	14,270	-	-
Athena S.A.	47,710	34,280	-	-
Minerva Colombia SAS	1,643	-	-	-
Minerva Meats USA, INC.	720,474	343,985	-	-
Total	829,746	394,797	-	-

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	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Purchase				
Minerva Dawn Farms Indústria e Comércio de Proteínas S/A	47,021	36,849	-	-
CSAP - Companhia Sul Americana de Pecuária S.A.	-	66,652	-	-
Minerva Comercializadora de Energia Ltda.	25,982	26,010	-	-
Athn Foods Holdings S.A.	11,179	-	-	-
Athena S.A.	182,606	153,146	-	-
Total	266,788	282,657	-	-

	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Cattle purchases:				
Acquisition of other related parties (a)	83,264	15,785	83,264	16,643
Total acquisition of other related parties	83,264	15,785	83,264	16,643

- (a) Balance payable to other related parties, refers to the acquisition of cattle with companies belonging to the Company's shareholders, transactions are carried out on the basis of normal market conditions.

During the periods ended June 30, 2024 and 2023, no provisions were recorded for expected losses on credits, as well as no uncollectible debt expenses related to related party transactions were not recognized.

Management Remuneration

On June 30, 2024, the Company recorded expenses with the remuneration of its key personnel (Director of Directors, Audit Committee and Statutory Directors of the Company) in the amount of R\$26,306 (R\$46,639 on June 30, 2023). All remuneration is short-term, as shown below:

	Members 2024	06/30/2024	06/30/2023
Executive Board and Board of Directors and Fiscal	27	26,306	46,639
Total	27	26,306	46,639

The global annual compensation for the Company's managers and members of the Fiscal Council for the year 2024 was approved at the Ordinary General Meeting (AGO) of April 29, 2024, in the global amount of R\$80,705.

Alternate members of the Board of Directors and Audit Committee are compensated for each Board meeting they attend. In case of termination of employment contract there are no post-mandate benefits.

The Company's key personnel also receive share-based compensation, as detailed in note 21 (j). Stock option plan expenses are recognized in income during the vesting period until the shares options granted benefit their holders. Expenses in the amount of R\$ 8,215 (R\$7,204 in June 30, 2023) were recognized, referring to the members of the Executive Board and Board of Directors.

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On December 31, 2022, were granted 2,905,144 stock options to Management members, of which 449,994 have a 3-year vesting year and 2,455,150 require 4 years.

On June 13, 2023, 1,644,624 share options were granted to members of Management, of which 475,397 have 3 years of vesting rights and 1,169,227 require 4 years.

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13. Investments

The movement of Minerva S.A.'s investments in subsidiaries is shown below:

	Percentage of interest	Balances on 12/31/2023	Transfers	Translation adjustments	Disposal of investments	Capital payment	Equity method	Balances on 06/30/2024
Goodwill based on expected future earnings	-	133,667	-	-	-	-	-	133,667
Minerva Overseas Ltd	100.00%	237,690	-	35,234	-	-	-	272,924
Minerva Middle East	100.00%	37	-	-	-	-	-	37
Minerva Log S.A.	100.00%	22	-	-	(22)	-	-	-
Minerva Dawn Farms Indústria e Comércio de Proteínas S/A	100.00%	93,549	-	-	-	25,596	(102)	119,043
Minerva Colombia SAS	100.00%	24,476	-	1,993	-	-	1,902	28,371
Lytmer S.A.	-	18,713	-	1,619	(20,099)	-	(233)	-
Minerva Live Cattle Export S.A.	100.00%	10,684	-	879	-	-	647	12,210
Minerva Meats USA LLC	100.00%	206,097	-	48,332	-	79,203	127,334	460,966
Minerva Comercializadora de Energia Ltda.	100.00%	62,031	-	-	-	15,000	(26,893)	50,138
Minerva Australia Holdings PTY Ltd. (*)	100.00%	973,935	-	130,775	-	-	40,455	1,145,165
Minerva Europe Ltd	100.00%	2,895	-	407	-	-	-	3,302
Transminerva Ltda.	100.00%	32	-	-	-	-	(9)	23
Athena Foods S.A. (*)	100.00%	2,841,195	-	729,611	-	-	(53,779)	3,517,027
Minerva Venture Capital Fundo de Investimento em Participações								
Multiestrategicas - Investimento no Exterior	100.00%	179,098	-	-	-	11,016	(243)	189,871
Athn Foods Holdings S.A. (*)	100.00%	744,823	-	105,505	-	7,423	(61,945)	795,806
Fortuna Foods PTE. LTD.	100.00%	1,634	-	-	-	-	-	1,634
Minerva FOODS FZE	100.00%	5,263	-	368	-	-	(4,492)	1,139
Mycarbom 3 Ltda.	100.00%	74,948	-	-	-	50,000	1,034	125,982
Fundo de Investimento em Quotas de Fundos de Investimento Multimercado Portifolio 1839	100.00%	20,484	-	-	-	-	(30)	20,454
Investments		5,631,273	-	1,054,723	(20,121)	188,238	23,646	6,877,759
Minerva Luxembourg S.A.	100.00%	(1,595,691)	-	(306,322)	-	-	47,144	(1,854,869)
Minerva Overseas Ltd II	100.00%	(838,448)	-	(124,270)	-	-	(1)	(962,719)
Provision for investments losses		(2,434,139)	-	(430,592)	-	-	47,143	(2,817,588)
Net Investments		3,197,134	-	624,131	(20,121)	188,238	70,789	4,060,171

(*) Consolidated information of the following companies (see Explanatory Note no. 1):

- Athena Foods S.A.: consolidates subsidiaries Pulsa S.A., Frigorífico Carrasco S.A., Frigomerc S.A, Pul Argentina S.A., Red Cárnica S.A.S., Red Industrial Colombiana S.A.S., and Minerva Foods Chile SPA;
- Minerva Venture Capital Fundo de Investimento em Participações Multiestratégicas - Investimento no Exterior: consolidates subsidiary MF 92 Ventures LLC; and

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- Athn Foods Holdings S.A.: consolidates the subsidiary Breeders and Packers Uruguay S.A.

Summary of the subsidiaries' interim financial information as of June 30, 2024:

	Equity interest	Current asset	Non-current asset	Current liability	Non-current liability	Equity
Minerva Overseas Ltd.	100.00%	86	1,013,179	-	740,341	272,924
Minerva Overseas II Ltd.	100.00%	37	760,300	-	1,723,057	(962,720)
Minerva Middle East Ltd.	100.00%	37	-	-	-	37
Minerva Dawn Farms Indústria e Comércio de Proteínas S/A	100.00%	56,336	79,152	14,174	2,271	119,043
Minerva Luxemburg S.A.	100.00%	320,261	13,532,903	263,947	15,444,086	(1,854,869)
Transminerva Ltda.	100.00%	68	205	195	55	23
Minerva Colombia SAS	100.00%	22,981	8,578	3,188	-	28,371
Minerva Live Cattle Export Spa	100.00%	14,037	9,452	11,279	-	12,210
Minerva Meats USA LLC	100.00%	593,113	29,159	161,103	203	460,966
Minerva Comercializadora de Energia Ltda.	100.00%	72,095	-	21,955	-	50,140
Minerva Australia Holdings PTY Ltd.	100.00%	747,046	1,412,111	182,740	258,923	1,145,165
Minerva Europe Ltd	100.00%	6,346	-	3,044	-	3,302
Athena Foods S.A.	100.00%	3,957,642	3,205,795	2,042,150	1,604,260	3,517,027
Minerva Venture Capital Fundo de Investimento em Participações						
Multiestrategicas - Investimento no Exterior	100.00%	214	210,892	37	-	211,069
Athn Foods Holdings S.A.	100.00%	195,561	822,333	147,321	74,767	795,806
Fortuna Foods PTE. LTD.	100.00%	1,634	-	-	-	1,634
Minerva Foods FZE	100.00%	76,286	522	75,123	546	1,139
Mycarbom 3 Ltda.	100.00%	126,704	35	757	-	125,982
Fundo de Investimento em Quotas de Fundos de Investimento						
Multimercado Portifólio 1839	100.00%	1,023	21,050	11	-	22,062
Total		6,191,507	21,105,666	2,927,024	19,848,509	3,949,311

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The following is the results of the subsidiaries that had movements during the period ended June 30, 2024 and 2023:

	06/30/2024		06/30/2023	
	Net revenue	Profit (Loss) for the period	Net revenue	Profit (Loss) for the period
Minerva Overseas Ltd	-	-	-	(3)
Minerva Overseas II Ltd	-	(3)	-	(2)
Minerva Dawn Farms Indústria e Comércio de Proteínas S.A.	79,256	(102)	35,835	(7,141)
Minerva Luxembourg S.A.	-	47,146	-	37,910
Transminerva Ltda.	-	(9)	-	(110)
Lytmer S.A.	-	(233)	-	(77)
Minerva Colombia SAS	13,533	1,902	-	(20)
CSAP - Companhia Sul Americana de Pecuária S.A.	-	-	173,541	(49,813)
Minerva Live Cattle Spa	-	647	-	255
Minerva Meats USA LLC	1,377,584	127,334	677,776	38,948
Minerva Comercializadora de Energia Ltda.	138,319	(26,893)	227,822	30,508
Minerva Australia Holdings PTY Ltd.	1,096,504	62,241	1,132,259	(8,848)
Minerva Europe Ltd	992	-	410	-
Athena S.A.	6,130,583	(53,778)	5,827,711	98,707
Minerva Venture Capital Fundo de Investimento em Participações	-	-	-	-
Multiestrategicas - Investimento no Exterior	-	(243)	-	(395)
Athn Foods Holdings S.A.	465,879	(61,946)	-	(59)
Fortuna Foods PTE. LTD.	-	-	-	-
Minerva FOODS FZE	101,650	(4,492)	-	-
Mycarbom 3 Ltda	1,551	1,033	1,804	(7,962)
Fundo de Investimento em Quotas de Fundos de Investimento Multimercado	-	-	-	-
Portifólio 1839	-	(30)	-	(15)
Total	9,405,851	92,574	8,077,158	131,883

All amounts are stated as 100% of the subsidiaries' profit (loss).

Investments not eliminated in the consolidated balance, refer to subsidiaries in which the Company does not have corporate control, which corresponds to the amount of R\$ 209,136 (R\$ 197,455 in December 31, 2023), which are: Clara Foods Co., Shopper Holdings LLC, Traive INC, Liv Up Limited and Bluebell Index, valued at fair value each year.

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14. Property, plant and equipment

a) Composition of property, plant and equipment as of June 30, 2024 and December 31, 2023*

Parent company

	% - Annual depreciation average rate	Historical cost	Accumulated depreciation	06/30/2024 Net amount	12/31/2023 Net amount
Buildings	5.02% p.y.	1,452,686	(353,408)	1,099,278	1,085,430
Machinery and equipment	8.83% p.y.	2,269,226	(928,839)	1,340,387	1,228,480
Furniture and fixtures	11.55% p.y.	23,885	(11,806)	12,079	10,800
Vehicles	9.20% p.y.	24,167	(10,246)	13,921	15,461
Computer hardware	18.33% p.y.	66,806	(32,763)	34,043	23,777
Land		78,344	-	78,344	78,344
Construction in progress		82,100	-	82,100	85,803
Impairment of assets		(21,518)	-	(21,518)	(21,518)
Total		<u>3,975,696</u>	<u>(1,337,062)</u>	<u>2,638,634</u>	<u>2,506,577</u>

Consolidated

	% - Annual depreciation average rate	Historical cost	Accumulated depreciation	30/06/2024 Líquido	31/12/2023 Líquido
Buildings	2.82% p.y.	3,875,954	(869,994)	3,005,960	2,674,469
Machinery and equipment	8.89% p.y.	4,663,072	(2,027,036)	2,636,036	2,294,138
Furniture and fixtures	12.27% p.y.	77,598	(26,894)	50,704	44,310
Vehicles	8.28% p.y.	75,965	(53,639)	22,326	23,704
Computer hardware	21.12% p.y.	103,387	(60,809)	42,578	32,091
Land		442,405	-	442,405	360,484
Construction in progress		340,668	-	340,668	261,235
Impairment of assets		(21,518)	-	(21,518)	(21,518)
Total		<u>9,557,531</u>	<u>(3,038,372)</u>	<u>6,519,159</u>	<u>5,668,913</u>

(*) Property, plant and equipment must be considered by adding the value of the right-of-use asset in Note 13.1. (a).

Notes to the individual and consolidated interim financial information
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b) Summary of changes in property, plant and equipment from January 1, 2024 to June 30, 2024

Parent company

	Buildings	Machinery and equipment	Furniture and fixtures	Vehicles	Computer Hardware	Land	Construction in progress	Impairment of assets	Total
Balance on January 1, 2024	1,085,430	1,228,480	10,800	15,461	23,777	78,344	85,803	(21,518)	2,506,577
Additions	-	237	-	-	427	-	256,385	-	257,049
Transfer	36,280	207,429	2,382	22	13,975	-	(260,088)	-	-
Disposal	-	-	(1)	-	-	-	-	-	(1)
Depreciation	(22,432)	(95,759)	(1,102)	(1,562)	(4,136)	-	-	-	(124,991)
Balance on June 30, 2024	<u>1,099,278</u>	<u>1,340,387</u>	<u>12,079</u>	<u>13,921</u>	<u>34,043</u>	<u>78,344</u>	<u>82,100</u>	<u>(21,518)</u>	<u>2,638,634</u>

Consolidated

	Buildings	Machinery and equipment	Furniture and fixtures	Vehicles	Computer Hardware	Land	Construction in progress	Impairment of assets	Total
Balance on January 1, 2024	2,674,469	2,294,138	44,310	23,704	32,091	360,484	261,235	(21,518)	5,668,913
Additions	3,904	10,308	57	594	589	-	338,661	-	354,113
Additions of business combinations	-	-	-	-	-	-	-	-	-
Transfer	54,370	220,665	2,710	50	14,150	-	(291,945)	-	-
Disposal	-	(28)	(18)	(834)	-	-	(389)	-	(1,269)
Depreciation	(64,086)	(170,888)	(2,882)	(4,357)	(5,195)	-	-	-	(247,408)
Translation adjustments	177,040	95,668	3,964	984	943	24,375	23,600	-	326,574
Monetary correction of balance	160,263	186,173	2,563	2,185	-	57,546	9,506	-	418,236
Balance on June 30, 2024	<u>3,005,960</u>	<u>2,636,036</u>	<u>50,704</u>	<u>22,326</u>	<u>42,578</u>	<u>442,405</u>	<u>340,668</u>	<u>(21,518)</u>	<u>6,519,159</u>

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c) Works and installations in progress

On June 30, 2024, the balance of works and installations in progress refer to the following main projects: Expansion of the rendering plants to improve operational efficiency and meet the most profitable markets, as well as compliance with regulatory standards (NR's), work safety, expansions in the machine room to supply the expansion of the capacity for freezing and storage of finished products and improvements to the refrigeration plants.

d) Allowance for impairment of assets

As required by accounting practices adopted in Brazil and international standards (IFRS), the Company and its subsidiaries annually assess the recoverability of their assets. In this sense, since 2013 the industrial plant of Goianésia (GO), for strategic reasons, has been underutilized. Thus, the analysis of the value of the plant by cash generation was impaired, in this sense it was decided to evaluate the net sales value of sales expenses. Based on evaluation carried out by an independent company, it was identified that this plant has a value higher than its value of realization per sale of R\$ 34,175, being R\$ 21,518 of fixed assets and R\$ 12,657 per expectation for future profitability, which resulted in the registration of provision for recoverable value.

e) Amounts pledged as collateral

Property, plant and equipment items pledged as collateral for borrowings and financing on June 30, 2024, in the amount of R\$ 12,441 (R\$ 11,294 as of December 31, 2022).

14.1. Right to use lease assets and liabilities

As of January 1, 2019, the Company and its subsidiaries adopted initially adopted CPC 06 (R2) / IFRS 16 - Leases, which introduces a single lease model, replacing the concept of classification between operating and financial leasing. This standard replaced the existing lease standards at the time, including CPC 06 (R1) / IAS 17 - Leasing Operations and ICPC 03/IFRIC 4, SIC 15 and SIC 27 - Complementary Aspects of Leasing Operations.

The main objective is to define whether there is a lease on the contracts or whether the contract is a service provision.

The Company's Management and its subsidiaries evaluated the impacts of the new standard and opted for the simplified modified retrospective transition approach, without re-presentations of the comparative periods.

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The following criteria were adopted in the initial recognition and measurement of assets and liabilities:

- Recognition of lease liabilities on the date of initial application for leases previously classified as operating leases. The measurement of leasing liabilities was carried out at the present value of the remaining lease payments; and
- Recognition of right-of-use assets on the date of initial application for leases previously classified as operating leases. The measurement of the right-of-use asset at the amount equivalent to the lease liabilities, adjusted by the value of any advance or accumulated lease payments relating to that lease that has been recognized in the balance sheet immediately prior to the date of initial application.

CPC 06 (R2)/IFRS 16 includes two recognition exemptions for tenants that were applied by the Company and its subsidiaries at the initial adoption on January 1, 2019:

- i. Contracts the remaining term on the date of adoption was equal to or less than 12 months: the Company continued to recognize the lease payments associated with these leases as a linear-based expense over the term of the lease;
- ii. Contracts for which the underlying assets were of low value: the Company continued to recognize the lease payments associated with these leases as a linear-based expense over the term of the lease.

The following table shows the table with a summary of the impacts on the transition and movement of the period ended June 30, 2024.

a) Right of use - Lease

Parent company

	Buildings	Machinery and equipment	Vehicles	Hardware	Land	Total
Balance as of January 1, 2023	15,533	190	3,880	-	3,057	22,660
Additions	-	264	8,640	-	-	8,904
Disposal	-	-	-	-	-	-
Depreciation	(3,133)	(260)	(4,321)	-	(516)	(8,230)
Balances as of December 31, 2023	12,400	194	8,199	-	2,541	23,334
Additions	3,039	688	-	-	-	3,727
Disposal	(551)	-	-	-	(2,486)	(3,037)
Depreciation	(1,762)	(353)	(3,327)	-	(55)	(5,497)
Balances as of June 30, 2024	13,126	529	4,872	-	-	18,527

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Consolidated

	Buildings	Machinery and equipment	Vehicles	Hardware	Land	Total
Balance as of January 1, 2023	19,714	190	3,880	88	10,609	34,481
Additions	54	264	8,640	-	-	8,958
Disposal	(2,470)	-	-	(88)	(6,530)	(9,088)
Depreciation	(3,750)	(260)	(4,321)	-	(1,538)	(9,869)
Translation adjustments	(104)	-	-	-	-	(104)
Balances as of December 31, 2023	13,444	194	8,199	-	2,541	24,378
Additions	3,048	688	-	-	-	3,736
Disposal	(551)	-	-	-	(2,486)	(3,037)
Depreciation	(2,075)	(353)	(3,327)	-	(55)	(5,810)
Translation adjustments	122	-	-	-	-	122
Balances as of June 30, 2024	13,988	529	4,872	-	-	19,389

b) Rental liabilities

Parent company

	Buildings	Land	Vehicles	Hardware	Machinery and equipment	Total
Balance as of January 1, 2023	18,370	3,426	4,152	-	195	26,143
Additions	-	-	8,640	-	264	8,904
Interest settled in the period (income)	1,614	284	379	-	9	2,286
Payments	(4,647)	(744)	(4,819)	-	(271)	(10,481)
Balances as of December 31, 2023	15,337	2,966	8,352	-	197	26,852
Additions	3,039	-	-	-	688	3,727
Disposals	(685)	(2,911)	-	-	-	(3,596)
Interest settled in the period (income)	785	24	258	-	25	1,092
Payments	(2,538)	(79)	(3,552)	-	(404)	(6,573)
Balances as of June 30, 2024	15,938	-	5,058	-	506	21,502
Current liabilities	3,423	-	5,058	-	439	8,920
Non-current liabilities	12,515	-	-	-	67	12,582
Total of the liabilities	15,938	-	5,058	-	506	21,502

Consolidated

	Buildings	Land	Vehicles	Hardware	Machinery and equipment	Total
Balance as of January 1, 2023	22,032	11,739	4,152	247	195	38,365
Additions	54	-	8,640	-	264	8,958
Disposal	(1,890)	(7,422)	-	(247)	-	(9,559)
Interest settled in the period (income)	1,725	817	379	-	9	2,930
Payments	(5,416)	(2,168)	(4,819)	-	(271)	(12,674)
Translation adjustments	(48)	-	-	-	-	(48)
Balances as of December 31, 2023	16,457	2,966	8,352	-	197	27,972

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	Buildings	Land	Vehicles	Hardware	Machinery and equipment	Total
Additions	3,048	-	-	-	688	3,736
Disposal	(685)	(2,911)	-	-	-	(3,596)
Interest settled in the period (income)	811	24	258	-	25	1,118
Payments	(2,901)	(79)	(3,552)	-	(404)	(6,936)
Translation adjustments	143	-	-	-	-	143
Balances as of June 30, 2024	<u>16,873</u>	<u>-</u>	<u>5,058</u>	<u>-</u>	<u>506</u>	<u>22,437</u>
Current liabilities	4,155	-	5,058	-	439	9,652
Non-current liabilities	12,718	-	-	-	67	12,785
Total of the liabilities	<u>16,873</u>	<u>-</u>	<u>5,058</u>	<u>-</u>	<u>506</u>	<u>22,437</u>

Notes to the individual and consolidated interim financial information
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15. Intangible

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Goodwill (a)	259,691	259,691	1,200,485	1,104,822
Relationship with customers	-	-	197,897	185,893
Contract with Clients	-	-	47,618	51,240
Relationship with Suppliers	-	-	86,579	81,327
Non-Competition Agreement	-	-	2,167	2,331
Right to use aircraft (a)	12,956	1,793	12,956	1,793
Assignment of right of way (a)	250	250	250	250
Brands and patents	-	-	259,497	210,878
Software	81,841	85,820	82,904	86,933
Total	354,738	347,554	1,890,353	1,725,467

(a) Intangible assets with an indefinite useful life.

The movement in the intangible during the period ended June 30, 2024 is shown below:

	Parent company							
	Goodwill	Direct aircraft use	Assignment of servitude of passage	Softwares	Relationship with customers	Contract with Clients	Relationship with Suppliers	Non-Competition Agreement
Balances as of January 1, 2024	259,691	1,793	250	85,820	-	-	-	-
Acquisition	-	11,163	-	9,176	-	-	-	-
Amortization	-	-	-	(13,155)	-	-	-	-
Balances as of June 30, 2024	259,691	12,956	250	81,841	-	-	-	-

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	Consolidated								
	Goodwill	Direct aircraft use	Assignment of servitude of passage	Brands and patentes	Softwares	Relationship with customers	Contract with Clients	Relationship with Suppliers	Non-Competitive Agreement
Balances as of January 1, 2024	1,104,822	1,793	250	210,878	86,933	185,893	51,240	81,327	2,331
Acquisition	-	11,163	-	-	9,206	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	(9,639)	(13,367)	(10,901)	(9,369)	(4,770)	(426)
Translation adjustments	95,663	-	-	22,275	132	22,905	5,747	10,022	262
Monetary correction	-	-	-	35,983	-	-	-	-	-
Balances as of June 30, 2024	1,200,485	12,956	250	259,497	82,904	197,897	47,618	86,579	2,167

The Company and its subsidiaries record the amortization of their software, according to the period contractually determined by the "use license", when acquired from third parties or, for the period of use estimated by the Company and its subsidiaries, for software developed internally. As of June 30, 2024, the weighted average amortization rate is 18.44% (19.95% as of December 31, 2023). Other intangible assets with defined useful lives are amortized as follows:

- Australian Lamb Company PTY Ltd: (i) brands at a rate of 10.00% per year; (ii) customer relationship at a rate of 10.00% per year; (iii) contract with customers at a rate of 25.00% p.a.; (iv) relationship with suppliers at a rate of 10.00% per year; and (v) non-compete agreement at a rate of 25.00% per year; and
- Breeders & Packers Uruguay S.A. ("BPU"): (i) brands at a rate of 8.40% per year.

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Goodwill based on expected future profitability

	Consolidated	
	06/30/2024	12/31/2023
In direct subsidiaries		
Minerva Dawn Farms (MDF) (i)	147,649	147,649
Brascasing Industria e Comércio Ltda. (ii)	74,596	74,596
Athena S.A. (iii)	248,022	216,005
Mato Grosso Bovinos S/A (iv)	73,734	73,734
Other (v)	97,379	97,379
In indirect subsidiaries:		
Australian Lamb Company Pty Ltd (vi)	542,819	481,028
Other (vii)	16,286	14,431
Total	1,200,485	1,104,822

- (i) In compliance with the precepts defined in CVM Resolution no. 580/09 - CPC 15 (R1), the Company reviewed the calculations of identifiable assets acquired and liabilities assumed at the time of registration at fair value of the acquisition of an additional 30% of the shares representing the share capital of the subsidiary Minerva Dawn Farms Indústria e Comércio S.A., which was framed as a "combination of business in stages", verifying the need for segregation of capital gains (goodwill) calculated in the initial (provisional) record at fair value of the Company's stake in said transaction, in the total amount of R\$ 188,391 (R\$ 188,391 as of December 31, 2012). As previously described, during the fourth quarter of 2012, the Company acquired a residual stake in 20% of the Minerva Dawn Farms Indústria e Comércio S.A. shares that were held by Dawn Farms, holding 100% of the control of the subsidiary. On December 31, 2015, it made a provision for the recoverable amount in the amount of R\$ 21,904. On December 31, 2018, it made a provision for the recoverable amount in the amount of R\$ 18,838;
- (ii) In December 2011, the Company acquired 5% of the shares of the company's joint share capital, up to the date of such transaction, Brascasing Comercial Ltda., and now has 55% of the shares representing the share capital of that company, and consequently its control. Because it is an operation framed as a "combination of business in stages", the Company registered its participation and the participation of the shareholders, at their fair value, which led to the record of an added value (goodwill for expectation of future profitability) of R\$ 93,185. After the full acquisition of the Company, the goodwill increased to R\$ 98,094. On December 31, 2015, it made a provision for the recoverable amount in the amount of R\$ 23,498, due to overproduction/supply, with the reduction of world consumption, mainly slowdown by China and the fall in the price of oil, directly impacting markets such as Russia, one of the main markets for its business;
- (iii) On September 30, 2018, the Company transferred its existing industrial investments in Mercosur through capital payment in the subsidiary Athena S.A., thereby transferring the existing goodwill that were registered with the parent company. The investments transferred were Frigomerc S/A, Pulsa S/A, Frigorífico Carrasco and the indirect subsidiary Beef Paraguay S.A. and amounts transferred from goodwill by expectation of profitability future were: Frigorífico Pulsa S/A US\$ 15,396 (As of June 30, 2024 R\$ 85,585); Frigomerc S/A US\$ 15,516 (As of June 30, 2024 R\$ 86,252); Frigorífico Carrasco S.A. US\$ 11,932 (As of June 30, 2024 R\$ 66,329); and the subsidiary Frigomerc S.A. had a direct investment of 100% of the common shares of Beef Paraguay S.A., which had a premium of US\$ 1,773 (As of June 30, 2024 R\$ 9,856) which was transferred indirectly to Athena S.A.;

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- (iv) During the year ended December 31, 2014, the Company incorporated 100% of the voting shares of Mato Grosso Bovinos S.A., through the exchange of 29 million common shares issued by the Company (BEEF3), which occurred on October 1, 2014 through the realization of AGEs (Extraordinary General Meeting) of the two companies, which caused a goodwill record for expectation of future profitability (goodwill) in the amount of R\$ 174,278. During the second quarter of 2019, the Company lowered R\$100,545 from goodwill related to the baixa of Várzea Grande, as part of the business combination for the acquisition of the Paranatinga/MT plant, leaving a goodwill balance of R\$ 73,734, as of June 30, 2024;
- (v) During the second quarter of 2013, the Company acquired the remainder of the 8% of the shares of Friasa S/A, which caused a goodwill record of R\$ 7,233, totaling R\$ 9,298 on June 30, 2013. During the first quarter of 2016, the Company acquired 100% of the share capital of the subsidiary Minerva Foods Asia Assessoria Ltda, which occurred on February 5, 2016, 2016, which caused a goodwill record for expectation of future profitability (goodwill) in the amount of R\$ 217,000. During the second quarter of 2019, the Company acquired through a business combination the plant located in Paranatinga/MT, which caused a goodwill record of R\$ 87,864;
- (vi) During the 4th quarter of 2022, through its subsidiary Minerva Australia Holdings Pty Ltd, it acquired 100% of the share capital of its indirect subsidiary Australia Lamb Company Pty Ltd, which occurred on October 31, 2022, which caused a goodwill record for expected future profitability (goodwill) in the amount of AUD\$ 118,041 (BRL 418,561 on December 31, 2022), which became AUD\$ 146,289 (R\$ 542,820, on June 30, 2024), after the effects of completing the fair value adjustments (FVA); and
- (vii) During the 2nd quarter of 2016, through its subsidiary Minerva Australia Holdings Pty Ltd, it acquired 100% of the capital stock of its indirect subsidiary IMTP Pty Ltd (subsequently changed its name to Minerva Foods Asia Pty Ltd), which occurred on July 22, 2016, which led to the recording of goodwill by expectation of future profitability (goodwill) in the amount of AUD\$ 4,389 (R\$16,286 on March 30, 2024).

As required by accounting practices adopted in Brazil and international standards (IFRS), annually the Company evaluates the recoverability of its assets. As a result of the impairment test, realized on December 31, 2023, no losses were identified for the Company's Cash Generating Units (UGC).

The Company used the value method in use to perform the impairment test. For all UGCs, 5 years of projection were considered, with no growth in perpetuity, and the financial budgets prepared by the Administration were observed for the beginning of the projection of cash flows (2024). The discount rate applied was 8%.

In previous years, the Company recognized impairment losses for some UGCs. In this sense, the industrial plant of Goianésia (GO), a company formerly called "Lord Meat", for strategic reasons, is underutilized and recorded loss by impairment, according to Explanatory Note no. 12. On December 31, 2016 and 2018, the Company recorded a provision for impairment loss for UGC MFF, in the amount of R\$ 21,904 and R\$ 18,838, respectively.

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16. Loans and financing

Types - Local currency (R\$)	Financial charges	Parent company		Consolidated	
		06/30/2024	12/31/2023	06/30/2024	12/31/2023
Debentures 7th issue	IPCA (*)	-	637,390	-	637,390
Debentures 8th issue	IPCA (*)	329,199	709,917	329,199	709,917
Debentures 9th issue	IPCA (*)	193,889	761,304	193,889	761,304
Debentures 10th issue	IPCA (*)	1,954,623	1,894,663	1,954,623	1,894,663
Debentures 11th issue	IPCA (*)	390,813	387,854	390,813	387,854
Debentures 12th issue	IPCA (*)	1,675,158	1,625,071	1,675,158	1,625,071
Debentures 13th issue	IPCA (*)	2,026,824	1,977,773	2,026,824	1,977,773
Debentures 14th issue	Taxa PRE (*)	1,986,153	-	1,986,153	-
Bank Credit Notes (CCB)	CDI + spread	-	256,651	-	256,651
NCE	CDI + spread	1,095,167	1,398,989	1,095,167	1,398,989
Rural Product Notes	109% to 116% p.y. of CDI	505,518	981,506	505,518	981,506
Certificate of Agribusiness Credit Rights	CDI + spread	279,566	279,997	279,566	279,997
Export Credit Bills	Interest of 11.4 % p.y.	147,076	139,497	147,076	139,497
Commercial Notes	115.15% CDI	482,751	-	482,751	-
Subtotal		11,066,737	11,050,612	11,066,737	11,050,612
Financial Instruments of hedge - derivatives	CDI + spread	(4,902,835)	(3,603,231)	(4,902,835)	(3,603,231)
Total		6,163,902	7,447,381	6,163,902	7,447,381
Foreign currency (US Dollar)					
ACCs	Interest of 6.21% to 7.77% p.y. (*)	782,519	758,136	782,519	758,136
NCE	Interest of 2.32 to 7.71% p.y. (*)	396,474	-	396,474	-
Senior Unsecured Notes - (2)	Exchange rate variation + Interest	10,190,787	8,829,687	12,436,922	10,739,825
PPE	Exchange rate variation + spread	1,703,554	1,426,951	-	-
PPE	Exchange rate variation + spread (*)	7,679,431	3,667,267	7,679,431	3,667,267
Secured Loan Agreement (1)	Exchange rate variation + Interest	12,441	11,294	12,441	11,294
Other financings (2/3)	Exchange rate variation + Interest	-	-	288,298	113,506
Subtotal		20,765,206	14,693,335	21,596,085	15,290,028
Financial Instruments of hedge - derivatives		(1,673,270)	(1,180,527)	(1,673,270)	(1,180,527)
Total		19,091,936	13,512,808	19,922,815	14,109,501
Total of the loans and financing		25,255,838	20,960,189	26,086,717	21,556,882
Current		3,597,026	3,843,523	3,581,778	3,794,555
Non-current		21,658,812	17,116,666	22,504,939	17,762,327

(*) Transactions hedged by swap % CDI.

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The liability financial instruments of loans and financing at book value approximate fair value, considering that interest rates and market conditions have not changed, except for the Notes issued under Rules 144A and Reg S (Regulation S), considering that there are an active market for these financial instruments.

The Company offered the following guarantees to the loans and financing:

1. Promissory notes guaranteed by the subsidiaries, Pulsa and Frigomerc;
2. Company surety or guarantee;
3. STLC (*Stand by letter of Credit*) or Corporate Guarantee.

As of June 30, 2024, the noncurrent portion of the Company's (Parent company) Loans and financing matures as follows:

	2025	2026	2027	2028	2029	2030	2031	2033	Total
ACC - Advance on the exchange contract	166,767	-	-	-	-	-	-	-	166,767
Credit Notes to Exportation	66,667	-	-	-	-	-	-	-	66,667
Debentures	-	574,155	-	2,420,815	3,097,513	933,896	989,370	-	8,015,749
NCE	300,000	475,947	100,000	-	-	-	-	-	875,947
Commercial Notes	-	-	466,812	-	-	-	-	-	466,812
Pre-Shipment	3,742,130	6,620,324	1,078,427	689,304	689,304	-	-	5,455,211	18,274,700
Secured loan agreement	708	1,519	1,667	1,829	2,008	2,204	1,179	-	11,114
Financial instruments of hedge - derivatives	(261,693)	(1,547,771)	(743,991)	(839,342)	(2,137,190)	(280,125)	(408,832)	-	(6,218,944)
Total	4,014,579	6,124,174	902,915	2,272,606	1,651,635	655,975	581,717	5,455,211	21,658,812

As of June 30, 2024, the noncurrent portion of consolidated loans and financing matures as follows:

	2025	2026	2027	2028	2029	2030	2031	2033	Total
ACC - Advance on the exchange contract	166,767	-	-	-	-	-	-	-	166,767
Credit Notes to Exportation	66,667	-	-	-	-	-	-	-	66,667
Debentures	-	574,155	-	2,420,815	3,097,513	933,896	989,370	-	8,015,749
NCE	300,000	475,947	100,000	-	-	-	-	-	875,947
Commercial Notes	-	-	466,812	-	-	-	-	-	466,812
Pre-Shipment	1,394,835	3,095,981	1,078,427	689,304	689,304	-	-	-	6,947,851
Secured loan agreement	708	1,519	1,667	1,829	2,008	2,204	1,180	-	11,115
Senior Unsecured Notes	-	-	-	874,067	-	-	6,160,156	5,138,752	12,172,975
Financial instruments of hedge - derivatives	(261,693)	(1,547,771)	(743,991)	(839,342)	(2,137,190)	(280,125)	(408,832)	-	(6,218,944)
Total	1,667,284	2,599,831	902,915	3,146,673	1,651,635	655,975	6,741,874	5,138,752	22,504,939

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Below we detail the main loans and financing of the Company and its subsidiaries as of June 30, 2024, as well as highlighted that it complied on that date with all the restrictive contractual clauses (covenants) shown below in each type of loans and financing:

Debt notes/bonds abroad

On September 20, 2016, the Company concluded the "bonds" representing debt issued abroad (Bonds) by its subsidiary Minerva Luxembourg S.A., with due dates for 2023. Through the "early repurchase offer" repurchased US\$617,874 (R\$2,010,562 at that date) of the principal amount of the 2023 Notes, equivalent to approximately 71% of the outstanding 2023 Notes.

The offer of early repurchase of debt securities was carried out using the funds obtained from the issuance of Notes 2026 (on which interest of 6.50% per year will accrue) and is part of a clear liability management strategy, which aims to constantly improve the Company's cost of debt.

Part of this offer consisted of the payment of a premium to the holders of the bonds, embedded and implicit in the transaction and in the proposed exchange ratios, in the amount of US\$ 40,143 thousand, which they incurred transaction costs in the amount of US\$ 28,859, totaling a total cost of US\$ 69,002, which will be amortized in the financial expenses account during the term of said Notes 2026.

On February 10, 2017, the Company exercised the early purchase option of its debt securities that bear annual interest of 12.250% and mature in 2022 (Notes 2022). The total amount of this debt was US\$ 105,508 (R\$ 328,710, on that date), the price paid was US\$ 106,125 of the face value, plus interest accrued to date.

In June 2017, the Company concluded the Re-Tap of the note's transaction maturing in September 2026, in the amount of US\$ 350,000 thousand, on which interest of 6.50% per year will accrue (Notes 2026).

On December 19, 2017, the Company concluded the "offer to repurchase securities" representing debt issued abroad (Bonds) by its subsidiary Minerva Luxembourg S.A., with maturities scheduled for 2023. Through the "offer for early repurchase" repurchased US\$198,042 (R\$605,103 at that date) of the principal amount of the Notes 2023, equivalent to approximately 79% of the outstanding Notes 2023.

The offer of early repurchase of debt securities was carried out using the funds obtained from the issuance of Notes 2028 (on which interest of 5.875% per year will accrue) and is part of a clear liability management strategy, which aims to constant improvement in the Company's cost of debt.

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Part of this offer consisted of the payment of a premium to the holders of the securities, embedded and implicit in the transaction and proposed exchange ratios, in the amount of US\$ 9,209, which they incurred transaction costs in the amount of US\$ 20,271, totaling a total cost of US\$ 20,271. US\$ 29,480, which will be amortized in the financial expenses account during the term of said Notes 2028.

On January 31, 2018, the Company exercised the early purchase option of its debt securities that bear annual interest of 7.75% and mature in 2023 (Notes 2023). The total amount of this debt was US\$ 52,099 (R\$ 164,919 on that date), the price paid was 103,875% of the face value, plus accrued interest to date.

On June 8, 2020, the Company concluded the "bonds" representing debt issued abroad, with maturity scheduled for 2026. Through the "early repurchase offer", US\$ 85,668 (R\$ 464,878 as of that date). On the same date, the Company concluded the "offer to repurchase securities" representing debt issued abroad (Bonds), with maturity scheduled for 2028. Through the "offer for early repurchase" US\$ 11,005 (R\$ 59,030 on that date).

In March 2021, the Company, through its subsidiary, Minerva Luxembourg, issued debt securities abroad in the amount of US\$ 1,000,000 (R\$ 5,546,880 at that date). The note is guaranteed by the Company and matures in 2031. Notes issued by Minerva Luxembourg (Bonds 2031) pay biannual coupons at a rate of 4.375% per annum. The Company will provide a guarantee for all the Issuer's obligations, within the scope of said issuance.

At the same time, the Company concluded the "bonds" representing debt issued abroad, with maturity scheduled for 2026. Through the "early repurchase offer", US\$ 911,719 (R\$ 5,021,931 on that date) were repurchased.

In November 2021, the Company concluded the "offer to repurchase securities" representing debt issued abroad (Bonds), with maturity scheduled for 2028 through the "offer for early repurchase", US\$ 70,606 (R\$ 398,430, at that time) were repurchased.

In December 2021, the Company concluded the "offer to repurchase securities" representing debt issued abroad (Bonds), with maturity scheduled for 2028 and 2031 through the "offer for early repurchase", US\$ 48,084 (R\$ 268,333) were repurchased, on that date) referring to the 2028 bonds and US\$ 10,735 (R\$ 59,907, on that date) referring to the 2031 bonds.

In March 2022, the Company concluded the "offer to repurchase securities" representing debt issued abroad (Bonds), with maturity scheduled for 2028 and 2031 through the "early repurchase offer", US\$ 89,405 (R\$ 423,583 were repurchased, on that date) referring to bonds 2028 and US\$ 42,217 (R\$ 200,016, on that date) referring to bonds 2031.

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In July 2022, the Company completed the "offer to repurchase and cancel bonds" representing debt issued abroad (Bonds), with maturity scheduled for 2028 and 2031 through the "offer for early repurchase", US\$ 12,758 (R \$69,850, on that date) for the 2028 bonds and US\$55,857 (R\$305,817, on that date) for the 2031 bonds.

In September 2023, the Company, through its subsidiary, Minerva Luxembourg, issued debt securities abroad (Bonds 2033) and Retap Bond in the total amount of US\$1,000,000 (R\$4,917,100 at that date). The Note is guaranteed by the Company and matures in 2033. The Notes issued by Minerva Luxembourg (Bonds 2033) pay semi-annual coupons at a rate of 8.875% per year.

The liability related to the Notes, as of June 30, 2024, in the consolidated interim financial information, is R\$ 12,436,922 (R\$ 10,739,825 as of December 31, 2023).

The Notes contain provision for the maintenance of a financial covenant through which the debt coverage capacity is measured in relation to EBITDA (net earnings before interest, taxes, depreciation and amortization).

The contractual ratio of both instruments indicates that the level of debt coverage cannot exceed 3.5 times the EBITDA of the last 12 months. For these purposes, it is considered: (I) "Net Debt" - means the sum of the balance of loans and financing, disregarding the exchange rate variations that occurred in the periods since the debt was raised, less the sum of: (i) cash and cash equivalents (according to defined below); and (ii) "purges" (as defined below); (II) "Cash and cash equivalents" - means the sum of the balance of the following accounts on the Company's balance sheet: "Cash and cash equivalents" and "Securities"; (III) "Purges" - means a series of exceptions, including, but not limited to, the exchange rate variation since the issuance of the security and/or permitted debts, related to specific operational transactions, totaling US\$ 308,000 thousand. (iv) "EBITDA" - means the amount calculated on the accrual basis over the last 12 months, equal to the sum of net revenues, less: (i) cost of services provided; (ii) administrative expenses, plus: (a) depreciation and amortization expenses, (b) net financial result; (c) equity-accounted earnings; and (d) direct taxes.

It is also worth mentioning that the financial covenants refer to the permission or not to incur new debts, executing all new debts related to refinancing, in addition to a pre-defined amount for working capital lines and investments. Covenants are calculated based on the consolidated interim financial information or consolidated financial statements.

i) Level of subordination

As of June 30, 2024, 0.05% of the total debt of the Company and its subsidiaries was guaranteed by real guarantees (0.05% as of December 31, 2023). Any restrictions imposed on the issuer in relation to indebtedness limits and contracting new debts, the distribution of dividends, the sale of assets, the issuance of new securities and the sale of corporate control.

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The Notes also have clauses that limit the Company to: (i) new indebtedness if the net debt/EBITDA ratio is greater than 3.75/1.00 and 3.50/1.00, respectively; (ii) the distribution of dividends, in this regard, Minerva undertakes not to make and not to allow its subsidiaries to make the payment of any distribution of dividends or make any distribution of its interest on invested capital held by others other than its subsidiaries (except: (a) dividends or distributions paid to qualified interests of Minerva; and (b) dividends or distributions owed by a subsidiary, on a pro rata basis or a basis more favorable to Minerva; (iii) the change in corporate control ; and (iv) the sale of assets, which can only be carried out by complying with the established requirements, among them, in the case of sale of assets, it is necessary that the sale value is the market value.

7th issue of non-convertible debentures

On November 19, 2019, the Company offered non-convertible debentures in the amount of R\$500,000, maturing on August 15, 2024. The total principal amount is R\$500,000 and its remuneration corresponds to the IPCA plus a surcharge equivalent to 4.50% p.a. The proceeds from this issue were used to lengthen the debt profile and improve the Company's capital structure. In the process of issuing the mentioned debentures, the Company incurred transaction costs in the amount of R\$12,926, recorded in its interim financial information as a reduction of the liability itself, to be amortized over the period of validity of these debentures. As of June 30, 2024, the aforementioned debenture has been settled (R\$ 637,390 as of December 31, 2023).

8th issue of non-convertible debentures

On May 22, 2020, the Company offered non-convertible debentures in the amount of R\$600,000, with the first series maturing on May 13, 2025, in the amount of R\$400,000 and the second series maturing on May 13, 2026 in the amount of 200,000. The total principal amount of the issuances of the first series is R\$ 400,000 and its remuneration corresponds to the IPCA, whereas the principal amount of the issuances of the second series is R\$ 200,000 and its remuneration corresponds to the DI rate.

This funding has a Swap of the % CDI, in which the final cost of the operation was 160% of CDI. The funds obtained from this issue were allocated to activities in agribusiness and relations with rural producers, within the scope of the Company's meat industry and trade. In the process of issuing the mentioned debentures, the Company incurred transaction costs in the amount of R\$ 21,930, recorded in its interim financial information as a reduction of the liability itself, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 329,199 (R\$ 709,917 as of December 31, 2023).

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9th issue of non-convertible debentures

On June 12, 2020, the Company offered non-convertible debentures in the amount of R\$600,000, maturing on June 12, 2025. The total principal is R\$600,000 and its remuneration corresponds to the IPCA. This funding has a Swap of % CDI, in which the final cost of the operation was 160% of CDI. The funds obtained from this issue were allocated to activities in agribusiness and relations with rural producers, within the scope of the Company's meat industry and trade. In the process of issuing the mentioned debentures, the Company incurred transaction costs in the amount of R\$14,787, recorded in its interim financial information as a reduction of the liability itself, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 193,889 (R\$ 761,304 as of December 31, 2023).

10th Issue of non-convertible debentures

On April 15, 2021, the Company offered non-convertible debentures in the amount of R\$1,600,000, maturing on April 12, 2028. The total principal is R\$1,600,000 and its remuneration corresponds to the IPCA. This funding has a Swap of % CDI, in which the final cost of the operation was 128% of CDI. The funds obtained from this issue were allocated to activities in agribusiness and relations with rural producers, within the scope of the Company's meat industry and trade. In the process of issuing these debentures, the Company incurred transaction costs in the amount of R\$ 55,389, recorded in its interim financial information as a reduction of the liability itself, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 1,954,623 (R\$ 1,894,663 as of December 31, 2023).

11th Issue of non-convertible debentures

On October 15, 2021, the Company made an offering of non-convertible debentures in the amount of R\$400,000, maturing on October 15, 2026. The total principal is R\$400,000 and its remuneration corresponds to the IPCA. This funding has a Swap of % CDI, in which the final cost of the operation was 100% of CDI. The proceeds from this issue were used to pay the debentures of the first series, on their respective maturity date, issued by the Company within the scope of the 6th Issue, resulting, once carried out, in the lengthening of the Company's indebtedness profile. In the process of issuing the mentioned debentures, the Company incurred transaction costs in the amount of R\$ 22,012, recorded in its interim financial information as a reduction of the liability itself, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 390,813 (R\$ 387,854 as of December 31, 2023).

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12th Issue of non-convertible debentures

On July 13, 2022, the Company carried out an offering of non-convertible debentures in the amount of R\$1,500,000, maturing on July 12, 2029. The total principal is R\$1,500,000 and its remuneration corresponds to the IPCA plus a surcharge equivalent to 7.2063% per year. Said funding has a Swap of % CDI, in which the final cost of the operation was 113.5% of CDI. The funds obtained from this issue were fully and exclusively allocated to its agribusiness activities and relations with rural producers, within the meat industry and trade, in particular through the use of funds in investments, costs and expenses related to production, processing, industrialization, commercialization, purchase, sale, import, export, distribution and/or improvement of (a) cattle, sheep, pigs, poultry and other animals, live or slaughtered, as well as meat, offal, products and derivatives by-products of the same, whether in their natural state, whether manufactured or manipulated in any way or manner, and (b) proteins and food products in general, fresh or prepared, processed or not, for the Brazilian and foreign markets. In the process of issuing said debentures, the Company incurred transaction costs in the amount of R\$43,973, accounted for in its interim financial information as a reduction in liabilities, to be amortized over the term of these debentures. On June 30, 2024, the amount is R\$ 1,675,158 (R\$ 1,625,071 as of December 31, 2023).

13th Issuance of non-convertible debentures

On September 29, 2023, the Company made an offer of debentures not convertible into shares in the amount of R\$2,000,000, maturing on September 13, 2028 (1st and 2nd series) and September 12, 2030 (3rd and 4th series). The total principal is R\$2,000,000 divided into four series, with remuneration as follows:

- 1st series: funding in the amount of R\$500,000 (five hundred million reais) with remuneration being CDI + 1.50% p.y.;
- 2nd series: funding in the amount of R\$438,000 (four hundred and thirty-eight million reais) with a remuneration of 13.0304% p.y.;
- 3rd series: Funding in the amount of R\$643,000 (six hundred and forty-three million reais) with remuneration being IPCA + 7.5408% p.y.; and
- 4th series: Funding in the amount of R\$419,000 (four hundred and nineteen million reais) with remuneration being 13.5123% p.y.

Said funding has a % CDI Swap. The resources obtained from this issue were allocated entirely and exclusively to its activities in agribusiness and relations with rural producers, within the meat industry and trade, in particular through the use of resources in investments, costs and expenses related to production, processing, industrialization, marketing, purchase, sale, import, export, distribution and/or processing of:

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(a) cattle, sheep, pigs, poultry and other animals, whether standing or slaughtered, as well as meat, offal, derived products and by-products of the same, whether in their natural state, whether manufactured, or manipulated in any form or manner, and (b) proteins and food products in general, fresh or prepared, processed or not, for Brazilian and foreign markets. In the process of issuing the aforementioned debentures, the Company incurred transaction costs in the amount of R\$80,367, recorded in its interim financial information as a reduction of its own liabilities, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 2,026,824 (R\$1,977,773 as of December 31, 2023).

13th Issue of non-convertible debentures

On March 21, 2024, the Company concluded the process of offering its 14th Simple Debentures, in the total amount of R\$2,000,000, maturing on March 15, 2029 (1st and 2nd series) and March 17, 2031 the 3rd series, the total principal amount is R\$2,000,000 divided into three series and its remuneration is as follows:

- 1st series: funding in the amount of R\$ 359,943 (three hundred and fifty-nine million nine hundred and forty-three thousand reais) with its remuneration being CDI + 1.10% p.y.;
- 2nd series: funding in the amount of R\$611,831 (six hundred and eleven thousand reais, eight hundred and thirty-one thousand reais) with remuneration of 11.81% p,a, with CDI swap + 1.10% p.y.;
- 3rd series: Funding in the amount of R\$ 1,028,226 (one billion twenty-eight million two hundred and twenty-six thousand reais) with remuneration of 12.16% p,a, with CDI swap +1.20% p.y.;

The resources obtained from this issue were allocated entirely and exclusively to its activities in agribusiness and relations with rural producers, within the meat industry and trade, in particular through the use of resources in investments, costs and expenses related to production, processing, industrialization, marketing, purchase, sale, import, export, distribution and/or processing of (a) cattle, sheep, pigs, poultry and other animals, whether standing or slaughtered, as well as meat, offal, derived products and by-products of the same, whether in their natural state, whether manufactured, or manipulated in any form or manner, and (b) proteins and food products in general, fresh or prepared, processed or not, for the Brazilian and foreign markets, In the process of issuing referred to debentures, the Company incurred transaction costs in the amount of R\$58,075, recorded in its interim accounting information as a reduction of its own liabilities, to be amortized over the period of validity of these debentures. As of June 30, 2024, the amount is R\$ 1,986,153.

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For the period ended June 30, 2024
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17. Suppliers

	Parent company		Consolidated	
	06/30/2024	31/12/2023	06/30/2024	31/12/2023
Domestic suppliers	1,472,915	1,205,074	2,518,916	2,095,689
Foreign suppliers	63,386	66,969	60,382	216,681
Agreement suppliers (i)	1,616,860	1,384,582	1,616,860	1,384,582
Related Parties	71,753	84,863	16,360	30,594
Total	3,224,914	2,741,488	4,212,518	3,727,546

Aging list of trade payables:

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Current	3,222,733	2,734,634	4,201,163	3,687,305
Overdue payables:				
Up to 30 days	1,341	6,107	10,494	30,383
From 31 to 60 days	65	219	67	2,605
From 61 to 90 days	137	-	137	726
Above 90 days	638	528	657	6,527
Total	3,224,914	2,741,488	4,212,518	3,727,546

(i) Agreement suppliers

“Agreement suppliers” is formed from recurring commercial transactions between the Company and its raw material suppliers. The signed agreements meet the mutual interests in terms of liquidity and working capital of each party, and are signed as a result of possible conjunctural variations in the level of demand and supply of raw materials. From the commercial negotiation between suppliers and the Company, financial liabilities are generated that are part of fundraising programs through the Company's credit lines with financial institutions, which allows suppliers to anticipate receivables in the normal course of purchases made by the Company, with an average financial cost of 1.10% p.m. on June 30, 2024 (1.16% p.m. on December 31, 2023).

As it preserves business conditions with suppliers, these transactions were evaluated by Management and it was concluded that they have commercial characteristics, therefore, the Company maintains these operations classified under “Suppliers”.

18. Payroll, related charges, and taxes payable

	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Payroll and related charges				
Salaries and management fees	555	558	88,632	72,258
Payroll taxes - FGTS and INSS (employees and third parties)	20,095	21,065	21,171	22,267
Accrued vacation/13 th salary	104,786	65,158	224,826	139,269
Other wages and charges	18,230	21,391	44,038	37,582
Total payroll	143,666	108,172	378,667	271,376

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	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Taxes payables				
State VAT (ICMS)	10,828	8,165	12,173	9,405
Federal taxes in installments - (i)	35,675	41,022	35,675	41,022
Income tax (IRPJ)	722	-	722	25,442
Social contribution (CSLL)	-	-	31,060	409
Value added tax (VAT)	-	-	1,729	5,151
Funrural	-	1,323	7,154	1,323
Other taxes and fees	2,675	17,789	2,675	83,926
Total taxes	41,806	68,299	131,964	166,678
Grand Total	235,372	176,471	601,819	438,054
Current	205,500	141,252	571,947	402,835
Non-current	29,872	35,219	29,872	35,219

(i) The Company's federal installments are as follows:

Special Tax Debt Settlement Program (PERT)

As of June 30, 2024, the outstanding balance in the parent company was R\$ 10,708.

Rural Tax Debt Refinancing Program (PRR)

As of June 30, 2024, the outstanding balance in the parent company was R\$ 24,967.

19. Other payables

	Controladora		Consolidado	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Advances received (a)	1,739,049	1,308,704	1,965,405	1,650,671
Advances received from related parties	13,017	5,506	8,000	-
Dividends payable (b)	17	24	17	24
Payables - acquisitions (c)	-	-	119,268	108,166
Other operating provisions	27,740	33,746	174,737	154,607
Total	1,779,823	1,347,980	2,267,427	1,913,468
Current	1,779,823	1,347,980	2,154,452	1,811,090
Non-current	-	-	112,975	102,378

(a) Amounts received in advance from the Company's customers in accordance with the credit policy defined by Management;

(b) Amounts of interest on equity and mandatory dividends payable; and

(c) Amounts payable for the acquisition of the plants of the Frigorífico Vijagual S.A. in Colombia R\$7,949 (R\$9,523 as of December 31, 2023) and Australian Lamb Company Ltd. R\$111,319 (R\$98,643 as of December 31, 2023).

20. Deferred taxes

	Controladora		Consolidado	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Assets				
Tax losses - IRPJ	640,449	640,449	747,799	737,991
Negative basis of social contribution	230,562	230,562	230,562	230,562
Total	871,011	871,011	978,361	968,553

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	Controladora		Consolidado	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Assets				
Temporary differences - assets				
Provisions for tax, civil and labor risks	8,207	8,320	12,159	12,053
Impairment of assets	7,316	7,316	7,538	7,534
Allowance for expected credit losses	8,610	8,777	8,638	8,801
Other	105,007	106,826	177,064	178,932
Total temporary differences - assets	1,000,151	1,002,250	1,183,760	1,175,873
Liabilities				
Temporary differences - liabilities				
Unrealized gains on the fair value of biological assets	(28,206)	(28,206)	(28,206)	(28,206)
Business combination	(33,096)	(33,096)	(33,096)	(33,096)
Revaluation reserve	(20,666)	(21,064)	(20,666)	(21,064)
Added value in subsidiaries	-	-	(476,800)	(325,490)
Other temporary deductions	(63,278)	(62,475)	(99,125)	(92,337)
Total temporary differences - liabilities	(145,246)	(144,841)	(657,893)	(500,193)
Total deferred taxes:				
Total deferred taxes assets	854,905	857,409	915,754	910,184
Total deferred taxes liabilities	-	-	(389,887)	(234,504)
Total	854,905	857,409	525,867	675,680

The deferred tax asset arising from tax losses and negative basis of social contribution has an accumulated amount of R\$978,361 as of June 30, 2024 (R\$968,553 as of December 31, 2023). The decision of the Company's Management and its subsidiaries to record the aforementioned deferred tax assets, on tax losses and negative basis of social contribution, was based on the business plan and internal budgetary and financial projections prepared by management, in which they are reviewed at least annually.

The projections of these realizations presented the following expectations of realization of said deferred tax assets:

	06/30/2024	
	Parent company	Consolidated
2024	52,840	59.352
2025	49,470	55.567
2026	88,230	99.104
2027	114,550	128.668
2028 onwards	565,921	635.669
Total	871,011	1,000,426

The Company expects to realize the temporary differences in Income Tax and Social Contribution within a maximum of 10 years. We emphasize that these technical studies that supported the decision to record or maintain deferred tax assets on tax losses and negative basis of social contribution were duly reviewed and approved at meetings of the Board of Directors.

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Below, we present the movement of deferred tax taxes, related to tax loss carryforwards and temporary differences as follows:

	Parent company				
	Balance on January 01, 2024	Recognition of deferred taxes	Realization of deferred taxes	Cumulative translation adjustments	Balance as of June 30, 2024
Tax loss	871,011	-	-	-	871,011
Provisions for tax, civil and labor risks	8,320	32	(145)	-	8,207
Other temporary additions	106,826	-	(1,819)	-	105,007
Impairment of assets	7,316	-	-	-	7,316
Allowance for expected credit losses	8,777	749	(916)	-	8,610
Unrealized gains on the fair value of biological assets	(28,206)	-	-	-	(28,206)
Business combination	(33,096)	-	-	-	(33,096)
Revaluation reserve	(21,064)	-	398	-	(20,666)
Other temporary deductions	(62,475)	(817)	14	-	(63,278)
Total deferred tax assets	857,409	(36)	(2,468)	-	854,905

	Consolidated					
	Balance on January 01, 2024	Recognition of deferred taxes	Realization of deferred taxes	Cumulative translation adjustments	Monetary correction	Balance as of June 30, 2024
Tax loss	968,553	1,841	(3,389)	11,356	-	978,361
Provisions for tax, civil and labor risks	12,053	49	(145)	202	-	12,159
Other temporary additions	178,932	1,490	(1,819)	1,045	(2,584)	177,064
Impairment of assets	7,534	-	-	-	4	7,538
Allowance for expected credit losses	8,801	749	(916)	3,974	(3,970)	8,638
Unrealized gains on the fair value of biological assets	(28,206)	-	-	-	-	(28,206)
Business combination	(33,096)	-	-	-	-	(33,096)
Revaluation reserve	(21,064)	-	398	-	-	(20,666)
Added value in subsidiaries	(325,490)	(11,829)	-	(52,239)	(87,242)	(476,800)
Other temporary deductions	(92,337)	(16,527)	17,650	(7,911)	-	(99,125)
Total deferred tax assets	675,680	(24,227)	11,779	(43,573)	(93,792)	525,867

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19.1 - Composition of income tax and social contribution on net profit - Current taxes

a) Current - payable

Income tax and social contribution are calculated and recorded based on taxable income, including tax incentives that are recognized as taxes are paid and considering the rates provided for by current tax legislation.

b) Reconciliation of income tax and social contribution balances and expenses

The provisioned balance and the result of taxes levied on income are as follows:

	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Income before taxes	(109,994)	237,825	(47,495)	261,193
Additions				
Temporary differences	5,236	6,692	5,236	6,692
Permanent differences	209,845	101,009	425,982	523,741
Effect of the first-time adoption of IFRS	10,784,921	6,856,490	10,784,921	6,967,984
Deductions				
Temporary differences	(4,888)	(417)	(4,888)	(417)
Permanent differences	(243,574)	(220,774)	(405,119)	(682,354)
Effect of the first-time adoption of IFRS	(12,584,436)	(7,837,703)	(12,584,436)	(7,884,483)
Tax calculation basis	(1,942,890)	(856,878)	(1,825,799)	(807,644)
Compensations	-	-	(8,235)	-
Tax Calculation basis after loss to be compensated	(1,942,890)	(856,878)	(1,834,034)	(807,644)
Income taxes on the income				
Income tax	-	-	(27,763)	(10,607)
Social contribution payable	-	-	(1,729)	-
Income taxes - current	-	-	(29,492)	(10,607)
Effective tax rate (%)	-	-	(62.09%)	(4.06%)

Income tax and social contribution on profit were calculated in accordance with current legislation, in accordance with current legislation, read Law No. 12,973/2014.

The calculations of income tax and social contribution on profit and their respective declarations, when required, are subject to review by the tax authorities for years and varying periods in relation to the respective date of payment or delivery of the income declaration.

Based on studies and projections made for the following years and considering the limits established by current legislation, the Company's Management expects the existing tax credits to be realized within a maximum period of ten years.

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Accounting net income is not directly related to taxable income for income tax and social contribution due to differences between accounting criteria and the relevant tax legislation. Therefore, we recommend that the evolution of the realization of tax credits arising from tax losses, negative basis and temporary differences are not taken as an indication of future net profits.

Global implementation of OECD "Pillar Two" model rules

In December 2021, the Organization for Economic Cooperation and Development ("OECD") released the rules of the Pillar Two model aiming to reform international corporate taxation in order to guarantee that multinational economic groups within the scope of these rules pay tax on the minimum profit effective at a rate of 15%. The effective tax rate on profit for each country, calculated in this model, was called "Globe effective tax rate". These rules must be approved by the local legislation of each country, with some having already enacted new laws or are in the process of discussion and approval. Applying the rules and determining impact is likely to be very complex, posing a number of practical challenges.

In May 2023, the IASB issued scope changes to IAS 12, "Income Taxes" to allow temporary relief in the accounting for deferred taxes arising from enacted or substantially enacted legislation implementing OECD Pillar Two. To date, Brazil has not yet endorsed the Pillar Two model rules in its local legislation.

In the case of the Company, the Pillar Two rules will be in force from the year 2024. The Company has applied the temporary exemption relating to the recognition and disclosure of deferred tax assets and liabilities related to Pillar Two income tax and, therefore, there is no impact related to Pillar Two on the financial statements for the periods ended June 30, 2024 and December 31, 2023.

The Company is evaluating the impacts arising from Pillar Two on current income tax expenses for future fiscal years and, at the moment, there is no expectation that there will be a material impact on the Company's financial statements.

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21. Provisions for tax, labor and civil procedural risks

Summaries of contingent liabilities

The Company and its subsidiaries are parties to several lawsuits that are part of the normal course of their business, for which provisions were set up based on the estimates of their legal advisors and the best estimates of their Management. The main information of these processes is represented as follows:

Provisions	Parent company		Consolidated	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023
Provisions for labor lawsuits	24,137	24,470	29,726	30,464
Provision for civil risks	-	-	2,567	5,714
Total	24,137	24,470	32,293	36,178

Parent company

	Labor lawsuits	Civil and Tax lawsuits	Total
Balance as of January 01, 2023	23,302	-	23,302
Provisions recognized in the year	2,393	-	2,393
Provisions reversed in the year	(1,225)	-	(1,225)
Balance as of December 31, 2023	24,470	-	24,470
Provisions recognized in the period	96	-	96
Provisions reversed in the period	(429)	-	(429)
Balance as of June 30, 2024	24,137	-	24,137

Consolidated

	Labor lawsuits	Civil and Tax lawsuits	Total
Balance as of January 01, 2023	32,331	26,555	58,886
Provisions recognized in the year	2,951	2,786	5,737
Provisions reversed in the year	(4,372)	(21,104)	(25,476)
Translation adjustments for the year	(446)	(2,523)	(2,969)
Balance as of December 31, 2023	30,464	5,714	36,178
Provisions recognized in the period	96	82	178
Provisions reversed in the period	(1,310)	(3,974)	(5,284)
Translation adjustments for the period	476	745	1,221
Balance as of June 30, 2024	29,726	2,567	32,293

Civil and tax risks

They refer to the questioning about the constitutionality of the use of reduced rates on gross revenues and tax discussion about the lack of collection of tax on export revenue, whose estimate is probable of loss, as of June 30, 2024 there was no significant amount of losses recorded in the parent company and R\$2,567 in the consolidated, (R\$5,714 in the consolidated, as of December 31, 2023).

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Labor lawsuits

Most of these labor claims involve overtime, commuting time, health hazard premium and mandatory thermal comfort breaks. Based on the opinion of the legal counsel that handles these lawsuits and Management's experience in similar cases, provisions were recognized for labor lawsuits assessed as probable loss which. As of June 30, 2024, in the amount of R\$24,137 in the parent company and R\$29,726 in the consolidated (R\$24,470 in the parent company and R\$30,464 in the consolidated, as of December 31, 2023).

Other lawsuits (possible loss expectation)

As of June 30, 2024, the Company and its subsidiaries had other labor lawsuits (Public Civil Actions) and social security lawsuits in progress, in the amount of approximately R\$3,832 (R\$3,631 as of December 31, 2023), whose probability loss is possible, but not probable, for which the Company's Management understands that it is not necessary to set up a provision for possible loss.

Senar

In March 2003, the Company filed Writs of Mandamus to suspend the enforceability of the retention and transfer of Senar. In order to avoid and lose the right to demand contributions from Senar, the INSS has issued several tax notices against the Company to date. The updated amount involved in these notifications, whose probability of loss is possible based on the opinion of the Company's legal advisors, is approximately R\$69,660 (R\$67,729 as of December 31, 2023). Such proceedings involve a significant degree of uncertainty about the future prognosis of certain matters, the discussions of which have been ongoing for some time in the judicial spheres.

State VAT (ICMS)

The Company has some tax assessment notices referring to the divergence in the calculation memory on the basis of ICMS and ICMS-ST, applying the reduction to its operations in the states of Minas Gerais, São Paulo and Goiás. As of June 30, 2024, the amount involved in these proceedings, whose probability of loss is possible, is approximately R\$201,577 (R\$246,022 as of December 31, 2023).

Other tax, civil and environmental lawsuits

As of June 30, 2024, the Company and its subsidiaries had other tax, civil and environmental proceedings in progress, in the amount of approximately R\$67,065, R\$30,542 and R\$8,258 (R\$64,363, R\$22,673 and R\$6,220 as of December 31, 2023) respectively, whose materialization, in the opinion of the legal advisors, is a possible loss, but not probable, for which the Company's Management understands that it is not necessary to set up a provision for possible loss.

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Decision of the Federal Supreme Court (STF) on res judicata in tax matters

On February 8, 2023, the Federal Supreme Court (STF) ruled on Items 881 - Extraordinary Appeal No. 949,297 and 885 - Extraordinary Appeal No. 955,227. The Plenary of the Federal Supreme Court unanimously concluded that judicial decisions taken in a final "res judicata" manner in favor of taxpayers lose their effects if, afterwards, the Supreme Court has a different understanding on the subject. That is, if years ago a company obtained authorization from the Court to stop paying any tax, this permission will expire if, and when, the STF decides otherwise.

Management assessed with its internal legal advisors the possible impacts of this STF decision and concluded that the decision, based on Management's assessment supported by its legal advisors, and in line with CPC 25/IAS 37 Provisions, Contingent Liabilities and Contingent Assets and CPC 24/IAS 10 Subsequent Events, does not result in impacts on its individual and consolidated interim financial information for the year ended as of June 30, 2024 and Financial Statements as of December 31, 2023.

21. Equity

a. Capital stock

The Company's subscribed capital, as of June 30, 2024, is represented by the amount of R\$1,678,785 (R\$1,678,785 as of December 31, 2023), represented by 607,283,407 (607,283,407 as of December 31, 2023), common, book-entry shares, without par value, all free and clear of any liens or encumbrances. During 2016, there were expenses on the issuance of new shares in the amount of R\$5,898 and of R\$53,813 during 2020, therefore, the balance under the heading "Share Capital" in the interim financial information is R\$1,619.074.

b. Capital reserve

Capital reserves are made up of amounts received by the Company and which do not pass through the income statement as revenue, as they refer to amounts intended to reinforce its capital, without having as a counterpart any effort by the Company in terms of delivery of goods or provision of services. On June 30, 2024, the Company's capital reserve is R\$170,026 (R\$156,771 as of December 31, 2023).

c. Revaluation reserve

The Company carried out a revaluation of the assets comprising its property, plant and equipment, in 2003 and 2006. The remaining balance. As of June 30, 2024, of R\$43,648 (R\$44,422 as of December 31, 2023), net of tax effects.

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As previously mentioned, and in accordance with the provisions of Law No. 11,638 of 2007, the Company opted to maintain the revaluation reserve constituted until December 31, 2007, until its complete realization, which must occur through depreciation or disposal of the revalued assets.

d. Legal reserve

It is constituted at the rate of 5% of the calculated net income and fiscal year, pursuant to art. 193 of Law 6,404/76, up to the limit of 20% of the capital stock. In the year in which the balance of the legal reserve, plus the amounts of capital reserves referred to in § 1 of art. 182 of Law No. 6,404/76 exceeds 30% of the capital stock, the allocation of part of the net income for the year to the legal reserve will not be mandatory.

e. Statutory reserve

The statutory reserve comes from the remaining balance of net income after all the Company's allocations. The amount on June 30, 2024 was R\$742,807 (R\$742,807 on December 31, 2023).

f. Earnings retention reserve

This profit reserve was constituted based on the remaining balance of net income after the allocations for the constitution of the legal reserve and distribution of dividends, with the objective of application in future investments, pursuant to article 196 of Law 6,404/76. The retention accumulated until June 30, 2024 is R\$118,583 (R\$118,583 as of December 31, 2023). According to art. 199 of Law 6,404/76, the balance of this reserve, plus the other profit reserves, cannot exceed the Company's capital stock.

g. Treasury shares

On October 2, 2020, the Company's Board of Directors approved a share buyback program, in accordance with article 19, item XVI of the Company's Bylaws, § 1 of article 30 of Law No. 6,404 of December 15 of 1976, as amended ("Corporate Law"), CVM Resolution No. 77, of March 29, 2012 and other applicable rules, effective for eighteen (18) months from October 5, 2020, ending on April 4, 2022, for the application of the Company's profits and/or available reserves for the acquisition, in a single operation or in a series of operations, of up to 20,000,000 (twenty million) of common shares issued by the Company, to be held in treasury, canceled or sold.

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On this effective date of the new plan, the Company held 3,150,000 (three million, one hundred and fifty thousand) common, nominative, book-entry shares with no par value in treasury, as well as 259,351,910 (two hundred and fifty and nine million, three hundred and fifty-one thousand, nine hundred and ten) common, nominative, book-entry shares with no par value, issued by the Company.

Trading under the buyback program will be supported by the global amount:

- (a) profit and capital reserves, excluding the legal reserve, the unrealized profit reserve, the special undistributed dividend reserve and the tax incentive reserve; and
- (b) the realized income for the current period, excluding the amounts to be allocated to the formation of the legal reserve, the unrealized profit reserve, the special undistributed dividend reserve and the tax incentive reserve and the payment of the dividend mandatory.

The following shows the movement of treasury shares:

	Number	Amount (R\$)	Average Cost R\$	Average market value
Balance as of January 1, 2023	22,353,200	235,396	10.53	12.60
Share buyback	1,000,406	(10,535)	10.53	12.95
Disposal of shares	870,000	(9,162)	10.53	10.66
Balance as of December 31, 2023	20,482,794	215,699	10.53	9.81
Balance as of June 30, 2024	20,482,794	215,699	10.53	6.59

h. Dividends and interest on equity

The Company's Bylaws determine the distribution of a mandatory minimum dividend of 25% of the result, adjusted in accordance with the law.

In the year in which the Company's Leverage Ratio is equal to or less than 2.5x (two and a half times), the Board of Directors will submit to the General Meeting a proposal for the payment of an additional dividend to the mandatory corresponding to at least 25% (twenty-five percent) of the annual net income adjusted by the deductions and additions provided for in the Company's income allocation policy.

On August 9, 2023, the Company's Board of Directors approved the payment of interim dividends in the amount of R\$ 114,000 (one hundred and fourteen million reais) or R\$ 0.19 (nineteen cents) per share excluding 20,482,794 (twenty million four hundred and eighty-two thousand seven hundred and ninety-four thousand) treasury shares.

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On December 31, 2023, after the deductions established by the bylaws and in compliance with the Company's dividend policy, the calculation basis for the payment of mandatory dividends in the amount of R\$401,549 was obtained and resulted in a dividend amount to payment of R\$ 100,387. Additionally, the Company's Board of Directors proposed for approval at the ordinary general meeting the payment of a proposed additional dividend of R\$ 13,613, which occurred on April 29, 2024. Together, resulting in the amount of R\$ 114,000, which had already been paid on August 9, 2023 through interim dividends. The final amount of mandatory dividends and proposed additional dividend represented 30.31% of the net profit reported in the 2023 fiscal year.

i. Valuation Adjustment Equity

Pursuant to CPC 02 (R2)/IAS 21 - Effects of changes in exchange rates and conversion of financial statements, changes in instruments (direct and reflex) in foreign currency and which are valued by the equity method are basically recorded. (MEP).

In accordance with CPC 37 (R1)/IFRS 1 - Initial Adoption of International Accounting Standards, due to the effectiveness of CPC 02 (R2) before the date of initial adoption, first-time adopters of IFRS must reset the balances of exchange variation of investments recorded in shareholders' equity (under the accrued conversion adjustments item) transferring them to retained earnings or losses (under the earnings reserve item), as well as disclosing the earnings distribution policy applicable to such balances. It should be noted that the Company does not compute these adjustments for profit distribution.

j. Stock option plan

Within the scope of the Plan, executives, members of the Board of Directors, statutory and non-statutory directors, managers, supervisors, employees and employees of the Company and its subsidiaries are eligible to receive stock options key in the development of the business of the Company and its subsidiaries, as they may be chosen by the Company's Board of Directors or a special committee created to manage the Plan to receive the options ("Participants").

The Company's Board of Directors or the Committee, as the case may be, may create Stock Option Programs, which will include the specific conditions regarding the Participants, the total number of shares of the Company object of the grant, the division of the grant into lots and the respective rules specific to each lot, including the exercise price and terms for exercising the option ("Programs").

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The Option Agreements and Programs shall also provide that, in the event of the Participant's Termination during the restriction period, the Company may, at its sole discretion, repurchase all the shares held by the Participant subject to the restriction period, for the amount of R\$ 0.01 per share, under the terms of the Plan.

On April 25, 2022, the Ordinary General Meeting of shareholders approved the creation of the Matching Options Plan, which is part of the context of updating and improving the Company's compensation strategy, with a view to optimizing the alternatives available to compose the structure of incentives for administrators, employees, collaborators, service providers or other holders of strategic positions in the Company.

The Matching Options Plan offers potential eligible beneficiaries the option of voluntarily joining the Plan and its programs, following the model for granting purchase options. In summary, the Matching Options Plan governs minimum investments in the Company by the Participants, through the acquisition of shares issued by the Company, which may be linked to the granting of options, by the Company to the participant, that guarantee the right to acquire, in the future, a certain number of shares issued by the Company.

It should be noted that the Matching Options Plan will be managed by the Board of Directors (which may appoint a committee to advise it, delegating powers to this administration), and it is responsible, among other things, to approve the creation of programs, decide participants among the eligible persons and establish the conditions of each grant.

Finally, it is noted that the Matching Option Plan defines the granting limit, establishing that a maximum number of options may be granted that give participants the right to acquire a maximum number of shares equivalent to 3% (three percent) of the total number of shares issued by the Company, on a fully diluted basis, pursuant to the Matching Option Plan.

In the year ended December 31, 2022, share options were granted to beneficiaries, of which 4,774,522 share options were granted, each granting the right to conversion into 1 (one) common share of the Company, after the vesting period. Of the total grants, 449,994 of the options granted to employees require a period of 3 years of service (vesting period), with the remaining 4,324,528 requiring a period of 4 years.

In the Year ended December 31, 2023, share options were also granted to beneficiaries, of which 2,652,117 share options were granted, each granting the right to conversion into 1 (one) common share of the Company, after the vesting period. Of the total grants, 475,397 of the options granted to employees require a period of 3 years of service (vesting period), with the remaining 2,176,720 requiring a period of 4 years.

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The options will mature annually, meaning they can be exercised by the beneficiary within 60 days after each anniversary year. The exercise price of the options granted is R\$0.01 per share to be acquired. Regarding these grants, in the year ended December 31, 2023, expenses were recognized in the income statement in the amount of R\$13,255 (R\$11,245 on June 30, 2023) under the heading "General and administrative expenses" with the corresponding counterpart in "Capital reserve".

Stock options have the following expiration dates:

Number of options Expiration date:

1st Plan (grant 2022)

- 1,231,124: June 13, 2023 (*);
- 1,231,124: June 13, 2024;
- 1,231,127: June 13, 2025; and
- 1,081,147: June 13, 2026.

(*) Already settled in the respective year.

2nd Plan (grant 2023)

- 702,604: June 13, 2024;
- 702,604: June 13, 2025;
- 702,657: June 13, 2026; and
- 544,252: June 13, 2027.

The weighted average fair value of the options granted during the year, determined based on the Black-Scholes valuation model, was R\$12.67 per option. The main assumptions follow: weighted average share price of R\$13.15; volatility of 33.76%; dividend yield of 1.5%; expected life of the option of 3 and 4 years; 12% annual risk-free rate. Volatility is measured by the standard deviation of continuously compounded stock returns based on statistical analysis of daily stock prices over the past 5 years.

The weighted average fair value of options granted in 2023, determined based on the Black-Scholes valuation model, was R\$10.59 per option. The main assumptions follow: weighted average share price of R\$11.05; volatility of 37.86%; dividend yield of 7.57%; expected life of the option of 4 years; annual risk-free rate of 11.74%. Volatility is measured by the standard deviation of continuously compounded stock returns based on statistical analysis of daily stock prices over the past 5 years.

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22. Segment reporting

Business segments

	Meat		Other		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023	06/30/2024	06/30/2023
Net revenue	14,293,859	12,839,205	559,365	818,751	14,853,224	13,657,956
Gross profit	1,051,344	939,925	20,417	32,341	1,071,761	972,266

There are no revenues from transactions with a single external customer that represent 10% or more of total revenues.

The Company's Management defined the reportable operating segments based on the reports used to make strategic decisions. The Company defined its management structure, and information by segment was prepared considering the business segments of production and sale of fresh meat and trading.

Meat

The meat division refers to the production of frozen and chilled beef from the slaughter of cattle (which are purchased from cattle ranchers) in the countries where it has operations (Brazil, Paraguay, Uruguay, Colombia and Argentina). Additionally, the Company produces slaughter by-products, such as hides, offal, among others. The products are sold both in the internal markets of these countries and in the foreign market.

Others

The "Others" division, which corresponds to less than 10% of the consolidated, consists of the provision of food product marketing services, then called "Trading" and energy sales.

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23. Net operating revenue

The Company presents the explanatory note of net operating revenue in accordance with CPC 47 - Revenue from Contracts with Customers, as per item 112A, disclosing the reconciliation of gross taxable revenue and other control accounts.

	Parent company				Consolidated			
	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023
Revenues from domestic sales	1,365,243	2,863,968	1,398,113	2,606,747	3,151,757	6,365,514	2,650,693	5,200,086
Revenues from foreign sales	2,697,186	5,008,221	2,357,568	4,255,446	5,010,424	9,486,957	5,108,429	9,369,200
Deductions from revenues - taxes and other	(315,864)	(623,364)	(260,781)	(464,496)	(496,041)	(999,247)	(482,639)	(911,330)
Net operating revenue	<u>3,746,565</u>	<u>7,248,825</u>	<u>3,494,900</u>	<u>6,397,697</u>	<u>7,666,140</u>	<u>14,853,224</u>	<u>7,276,483</u>	<u>13,657,956</u>

24. Expenses by nature

	Parent company				Consolidated			
	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023
Classified as:								
Selling expenses	(305,681)	(608,512)	(248,015)	(467,615)	(645,112)	(1,251,930)	(564,994)	(1,034,213)
General and administrative expenses	(232,827)	(405,201)	(196,851)	(333,025)	(456,095)	(824,963)	(382,176)	(668,362)
Other operating income	14,219	18,917	(2,202)	319	30,771	53,885	6,194	8,560
Total	<u>(524,289)</u>	<u>(994,796)</u>	<u>(447,068)</u>	<u>(800,321)</u>	<u>(1,070,436)</u>	<u>(2,023,008)</u>	<u>(940,976)</u>	<u>(1,694,015)</u>
Expenses by nature:								
Variable selling expenses	(283,972)	(560,348)	(223,889)	(419,786)	(609,540)	(1,181,865)	(534,584)	(974,236)
General administrative and selling expenses	(84,791)	(150,295)	(63,014)	(117,709)	(160,658)	(297,908)	(126,440)	(252,573)
Personnel and commercial expenses	(152,112)	(267,648)	(141,551)	(230,507)	(270,724)	(479,237)	(225,777)	(371,346)
Depreciation and amortization	(17,633)	(35,422)	(16,412)	(32,638)	(60,285)	(117,883)	(59,921)	(104,420)
Other operating income (expenses)	14,219	18,917	(2,202)	319	30,771	53,885	5,746	8,560
Total	<u>(524,289)</u>	<u>(994,796)</u>	<u>(447,068)</u>	<u>(800,321)</u>	<u>(1,070,436)</u>	<u>(2,023,008)</u>	<u>(940,976)</u>	<u>(1,694,015)</u>

Notes to the individual and consolidated interim financial information
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25. Net financial result

	Parent company				Consolidated			
	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023	2nd Quarter 2024	06/30/2024	2nd Quarter 2023	06/30/2023
Financial income								
Income from financial investments	250,919	451,584	26,373	62,185	269,376	506,487	34,095	82,866
	250,919	451,584	26,373	62,185	269,376	506,487	34,095	82,866
Financial expense								
Interest on loans and financing	(637,476)	(1,182,871)	(322,009)	(631,643)	(732,534)	(1,445,009)	(292,639)	(586,673)
Other financial (expenses) income (i)	1,062,486	1,088,363	(164,744)	(16,812)	1,089,870	1,230,467	(207,253)	(93,335)
	425,010	(94,508)	(486,753)	(648,455)	357,336	(214,542)	(499,892)	(680,008)
Monetary correction of balance (ii)	-	-	-	-	(62,203)	(87,858)	(11,899)	(28,207)
Exchange rate and monetary changes, net	(1,028,504)	(1,285,894)	37,023	(87,429)	(1,057,298)	(1,323,343)	50,612	(85,724)
Net financial result	<u>(352,575)</u>	<u>(928,818)</u>	<u>(423,357)</u>	<u>(673,699)</u>	<u>(492,789)</u>	<u>(1,119,256)</u>	<u>(427,084)</u>	<u>(711,073)</u>

- (i) Refers to the mark-to-market of the Company and its subsidiaries financial instruments to hedge against foreign exchange exposure and monetary. The variation between the comparative periods is linked to the appreciation/devaluation of the Real against other currencies; and
- (ii) Refers to the monetary correction of a hyperinflationary economy, in this case, Argentina, and in accordance with accounting standards, gains and losses in the net monetary position must be included in income and disclosed separately.

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26. Earnings per share

a) Earnings per share

The Company's basic earnings per share are calculated by dividing the net income (loss) attributable to the Company's shareholders by the weighted average number of common shares issued during the period, excluding common shares purchased by the Company and held as treasury shares:

	06/30/2024	06/30/2023
Basic		
(Loss) Net income attributable to Company's shareholders	(112,498)	237,793
Weighted average number of common shares issued (thousands)	607,283	607,283
Weighted average number of treasury shares (thousands)	(20,483)	(20,483)
Weighted average number of outstanding common shares (thousands)	586,800	586,800
Basic earnings per share - R\$	(0.19171)	0.40524

b) Diluted earnings per share of the Company

The Company's diluted earnings per share is calculated by adjusting the weighted average number of common shares outstanding, assuming the conversion of all potential common shares that would cause dilution. The Company has only one category of potential common shares that would cause dilution:

	06/30/2024	06/30/2023
Diluted		
(Loss) Net income attributable to Company's shareholders	(112,498)	237,793
Weighted average number of outstanding common shares (thousands)	586,800	586,800
Weighted average number of shares of common stock to diluted earnings per share - thousands	586,800	586,800
Diluted earnings per share - R\$	(0.19171)	0.40524

27. Risk management and financial instruments

The Company's operations are exposed to market risks, mainly in relation to changes in exchange and interest rates, credit and price risks in the purchase of cattle. In its investment management policy, the Company provides for the use of derivative financial instruments to hedge against these risk factors.

Additionally, the Company may also contract derivative financial instruments in order to implement operational and financial strategies defined by the Executive Board and duly approved by the Board of Directors.

Market risk management is carried out through the application of two models, namely: calculation of Value at Risk (VaR) and calculation of impacts through the application of stress scenarios. In the case of VaR, Management uses two different models: Parametric VaR and Monte Carlo Simulation VaR. It is noteworthy that risk monitoring is constant, being calculated at least twice a day.

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It is worth mentioning that the Company does not use exotic derivatives and does not have any such instrument in its portfolio.

a. Policy on the treasury's hedging transactions

The management of the Company's hedge policy is the responsibility of the Treasury Department and follows the decisions taken by the Risk Committee, which is composed of members of the Company's Executive Board and employees.

Supervision and monitoring of compliance with the guidelines outlined by the hedge policy are the responsibility of the Executive Risk Management, subordinated to the Presidency and the Risk Committee.

The Company's hedging policy is approved by its Board of Directors and takes into account its two main risk factors: exchange rate and live cattle.

I. Currency hedging policy

The exchange hedge policy aims to protect the Company from currency fluctuations, divided into two segments:

(i) Flow

Flow hedging strategies are discussed daily in the Markets Committee.

The purpose of the flow hedge is to guarantee the Company's operating income and protect its flow of currencies other than the Brazilian Real, with a horizon of up to one year.

Financial instruments available in the market can be used to carry out these hedges, such as: futures dollar transactions on B3, NDFs, funding in foreign currency, options and inflow of funds in dollars.

(ii) Balance sheet

The balance sheet hedge is discussed monthly at the Board of Directors' meeting.

The balance sheet hedge policy aims to protect the Company from its long-term foreign currency indebtedness.

Balance sheet exposure is the flow of US dollar-denominated debt with a maturity of more than one year.

Financial instruments available in the market can be used, such as: cash retention in US dollars, bond repurchase, NDFs, futures contracts on B3, swaps and options.

II. Cattle hedging policy

The cattle hedge policy aims to minimize the impacts of the bovine arroba price fluctuation on the Company's results. The policy is divided into two topics:

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i) Cattle forward contracts

With the objective of guaranteeing raw material, mainly for the bovine off-season period, the Company buys cattle for future delivery and uses B3 to sell future contracts, minimizing the directional risk of bovine arroba.

Live cattle instruments available on the market can be used, such as: live cattle futures contracts on B3 and options on live cattle futures contracts on B3.

ii) Hedging of meat sold

In order to guarantee the cost of the raw material used in the production of meat, the Company uses the "B3" to purchase futures contracts, minimizing the directional risk of the bovine arroba and locking its operating margin obtained in the act of selling the beef.

Live cattle instruments available on the market may be used, such as: live cattle futures contracts on "B3" and options on live cattle futures contracts on "B3".

Statements of derivative positions

The tables showing the positions in derivative financial instruments were prepared in order to present those contracted by the Company in the period and year, respectively, ended June 30, 2024 and December 31, 2023, according to their purpose (equity protection and other purposes), which fall into Level 2 of the fair value measurement hierarchy, in accordance with the hierarchy of CPC 46:

Asset Protection						
Description	/ Thousand		Notional in Thousand of Reals		Cumulative effect in Thousand of Reals Amount receivable / (received) / Amount payable / (paid)	
	06/30/2024	12/31/2023	06/30/2024	12/31/2023		
Future Contracts:	-	-	-	-	-	-
<u>Purchase commitment</u>	-	-	-	-	-	-
DOL (US\$)	250	23,000	1,390	111,988	7,617	-
Mini Dollar (dol x 0,10)	400	1,730	2,224	8,375	383,6	-
Other	-	-	-	-	-	-
BGI (arroba)	1,640	26	399,071	6,431	4,074	-
<u>Sales commitment</u>	-	-	-	-	-	-
Foreign currency	-	-	-	-	-	-
DOL (US\$)	10,000	-	56,052	-	-	63
Mini Dollar (dol x 0,10)	(4,260)	-	23,778	-	-	816
BGI (arroba)	2,255	843	545,524	207,448	-	5,484
Option contracts	-	-	-	-	-	-
<u>Long Position - Purchase</u>	-	-	-	-	-	-
Foreign currency	-	-	-	-	-	-
BO	-	-	-	-	-	1,044
Other	-	-	-	-	-	-
BGI (arroba)	41	-	9,650	-	-	7,354
<u>Short Position - Sale</u>	-	-	-	-	-	-
Foreign currency	-	-	-	-	-	-
DOL (US\$)	-	60	-	3,572	-	-
BO	-	-	-	-	-	2,102
Other	-	-	-	-	-	-
BGI (arroba)	1,650	-	1,808	1,059	-	-
<u>Bidding Purchase - Purchase</u>	-	-	-	-	-	-
Foreign currency	-	-	-	-	-	-
BO	-	-	-	-	2,167	-
Other	-	-	-	-	-	-
BGI (arroba)	-	-	-	-	2,937	-
<u>Bidding Purchase - Sale</u>	-	-	-	-	-	-
Foreign currency	-	-	-	-	-	-
BO	-	-	-	-	2,799	-
Other	-	-	-	-	-	-
BGI (arroba)	-	-	-	-	2,873	-
<u>Term Contracts:</u>	-	-	-	-	-	-
<u>Long Position - Purchase</u>	-	-	-	-	-	-
NDF (dollar)	350,000	350,000	1,945,615	1,694,455	109,504	-
NDF (euro)	-	-	-	-	3,799	-
NDF (cpl)	16,500	5,000	91,722	24,207	34	-
<u>Short Position - Sale</u>	-	-	-	-	-	-
NDF (boz2)	-	-	-	-	30	-
NDF (euro)	80,000	32,200	476,376	172,322	-	12,183
NDF (dollar)	756,307	594,465	4,204,235	2,877,982	-	201,812
NDF (cop)	40,000	35,000	222,356	169,446	3,770	-
NDF (cny)	106,900	78,700	81,768	53,634	-	3,848
NDF (uyu)	3,500	-	19,456	-	-	-

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The reference values are those that represent the base value, that is, the starting value, contracting the operation, for calculating positions and market value.

Fair values were calculated as follows:

- USD Futures contracts: The US dollar futures contracts traded on the BM&F have a value of U\$ 50,000 (fifty thousand US dollars) per notional contract and daily adjustment, the fair value is calculated through the product of the "notional" in dollar by the reference dollar for the contract disclosed by BM&F;
- Finished cattle futures contracts (BGI): Live cattle futures contracts traded on B3 have a value of 330 arrobas, the fair value is calculated through the product of the "notional" in reais per arroba by the reference value for the contract disclosed by BM&F;
- Short Position Forward Contracts - NDF (Euro): The contracts are carried out on the "over-the-counter" market, so they do not have standardization or daily adjustment, their fair value is calculated through the product of the negotiated notional value and the PTAX EURO sales rate published by the Central Bank;
- Short Position Forward Contracts - NDF (Dollar): The contracts are carried out on the "over-the-counter" market, so they do not have standardization or daily adjustment, their fair value is calculated through the product of the negotiated notional value and the PTAX 800 rate, sale published by the Central Bank.
- Forward Contracts Sold Position - NDF (CNY): The contracts are carried out in the "over-the-counter" market, therefore they do not have standardization or daily adjustment, their fair value is calculated through the product of the negotiated notional value and the PTAX CNY rate, sale announced by the Central Bank.
- Forward Contracts Sold Position - NDF (COP): The contracts are carried out in the "over-the-counter" market, therefore they do not have standardization and daily adjustment, their fair value is calculated through the product of the negotiated notional value and the COP TRM rate (COP02), sale announced by the Financial Superintendency of Colombia.
- Forward Sold Position Contract - NDF (CLP): The contracts are carried out in the "over-the-counter" market, so they do not have standardization or daily adjustment, their fair value is calculated through the product of the negotiated notional value and the CLP rate (Dollar observed), published by the Central Bank of Chile.
- Short Position Forward Contracts - NDF (UYU): The contracts are executed on the "over-the-counter" market, therefore they are not standardized and do not undergo daily adjustments. Their fair value is calculated by multiplying the notional value negotiated by the UYU rate (UYU01), published by the Central Bank of Uruguay.

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Fair values were estimated at the closing date of the interim financial information, based on "relevant market information". Changes in assumptions and changes in financial market operations may significantly affect the estimates presented.

The mark-to-market of open over-the-counter (OTC) NDF operations, swaps and options on B3 - "Bolsa - Brasil - Balcão" is accounted for in equity accounts. As of period ended June 30, 2024 and December 31, 2023, under the headings "NDF receivable/payable", "swap" and "Options receivable" consecutively:

	06/30/2024	12/31/2023
	Mark-to-market	Mark-to-market
Derivative financial instruments		
Options	7,841	4,631
Swap	5,489,211	3,281,836
NDF (EUR+DOL+LIVESTOCK)	1,079,053	1,497,291
Grand Total	6,576,105	4,783,758

b. Currency and interest rate risks

The exchange rate and monetary and interest rate risk on loans and financing, financial investments, accounts receivable in foreign currencies arising from exports, investments in foreign currency and other obligations denominated in foreign currency are managed through the use of derivative financial instruments traded on exchanges, or over-the-counter operations such as swaps, Non Deliverable Forwards (NDFs) and options.

In the table below, we present the Company's consolidated equity position, specifically related to its financial assets and liabilities, divided by currency and foreign exchange exposure, allowing the visualization of the net position of assets and liabilities by currency, compared with the net position of derivative financial instruments intended to protect and manage the risk of foreign exchange exposure:

	Consolidated		
	06/30/2024		
	Currencies		
	Domestic	Foreign	Total
Asset			
Cash	573	-	573
Bank accounts	93,776	4,467,554	4,561,330
Financial investments	11,582,195	368,887	11,951,082
Trade receivables	996,466	2,435,109	3,431,575
Total current assets	12,673,010	7,271,550	19,944,560
Total Assets	12,673,010	7,271,550	19,944,560

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	Consolidated		
	06/30/2024		
	Currencies		
	Domestic	Foreign	Total
Liabilities			
Financing - current	1,782,808	2,156,131	3,938,939
Suppliers	4,152,136	60,382	4,212,518
Total current liabilities	5,934,944	2,216,513	8,151,457
Financing - non-current	9,283,929	19,439,954	28,723,883
Total non-current liabilities	9,283,929	19,439,954	28,723,883
Total liabilities	15,218,873	21,656,467	36,875,340
Net financial debt	2,545,863	14,384,917	16,930,780
Hedging derivatives - Net position	(4,902,835)	(1,673,270)	(6,576,105)
Net currency position	(2,356,972)	12,711,647	10,354,675

The net notional position of derivative financial instruments is composed as follows:

	Asset position (liabilities) net on 06/30/2024	Asset position (liabilities) net on 12/31/2023
Financial Instruments (net)		
Futures contracts - DOL (Dollar)	(76,217)	120,363
Futures contracts - BGI (Finished Cattle)	(146,453)	(201,017)
Options contracts (Dollar, Cattle, Corn and IDI)	7,841	4,631
Swap contracts	5,489,211	3,281,836
NDF (dollar + EURO + cattle + COP + CLP)	(2,966,854)	(1,554,722)
Total net	2,307,528	1,651,091

Financial assets and liabilities are represented in the individual and consolidated interim financial information for the periods ended, respectively, on June 30, 2024 and December 31, 2023 at approximate market values, with the respective income and expenses being appropriated and are presented on these dates in accordance with their expectation of realization or settlement.

It should be noted that the amounts related to export orders (firm sales commitments) refer to approved customer orders not yet invoiced (therefore not accounted for), but which are already protected from the risk of foreign currency variation (dollar or other currency foreign exchange) by derivative financial instruments.

The following are the NDF contracts owned by the Company and in force as of June 30, 2024:

Types	Position	Currency	Maturity	Notional
NDF	SALE	USD	07/15/2024	(1,336)
NDF	SALE	USD	08/01/2024	(383,805)
NDF	SALE	USD	08/15/2024	(3,766)
NDF	SALE	USD	09/02/2024	(217,400)
NDF	PURCHASE	USD	10/01/2024	325,000
NDF	SALE	USD	11/01/2024	(100,000)
NDF	SALE	USD	12/02/2024	(25,000)
NDF	SALE	EUR	08/01/2024	(49,200)
NDF	SALE	EUR	09/02/2024	(30,800)
NDF	SALE	CNH	07/05/2024	(30,900)

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Types	Position	Currency	Maturity	Notional
NDF	SALE	CNH	08/01/2024	(76,000)
NDF	SALE	COP	07/03/2024	(10,000)
NDF	SALE	COP	08/01/2024	(30,000)
NDF	PURCHASE	CLP	07/12/2024	12,000
NDF	PURCHASE	CLP	08/01/2024	4,500
NDF	SALE	UYU	07/02/2024	(1,000)
NDF	SALE	UYU	07/19/2024	(600)
NDF	SALE	UYU	08/20/2024	(600)
NDF	SALE	UYU	09/03/2024	(700)
NDF	SALE	UYU	09/20/2024	(600)

Credit Risks

The Company is potentially subject to credit risk related to accounts receivable from its customers, minimized by the dispersion of the customer portfolio, given that the Company does not have a customer or business group that represents more than 10% of its revenue and is subject to concession of loans to customers with good financial and operational ratios.

c. Price risks in the purchase of cattle

The Company's line of business is exposed to the volatility of cattle prices, the main raw material, whose variation results from factors beyond Management's control, such as weather factors, supply volume, transportation costs, agricultural policies and others.

The Company, in accordance with its inventory policy, maintains its strategy for managing this risk, acting in physical control, which includes advance purchases, confinement of cattle and entering into future settlement contracts (over-the-counter and exchange), which guarantee the realization of their stocks at a certain price level:

Over the counter (OTC) market	06/30/2024
Forward contract purchased	Fair value
Notional value (@)	2,085,556
Futures Contract Price (R\$/@)	217
Total R\$/1,000	451,746
BM&F Market	06/30/2024
Futures Contracts Sold	Fair value
Notional value (@)	1,026,300
Futures Contract Price (R\$/@)	237
Total R\$/1,000	243,575

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d. Demonstration chart of cash sensitivity

The purpose of the sensitivity analysis demonstrative tables is to disclose, in a segregated manner, the derivative financial instruments that, in the Company's opinion, are intended to protect against exposure to risks. These financial instruments are grouped according to the risk factor they are intended to protect (price, exchange rate, credit risk, etc.).

The scenarios were calculated with the following assumptions:

- Upward movement: characterizes an increase in prices or risk factors on June 30, 2024;
- Downward movement: characterizes a drop in prices or risk factors on June 30, 2024;
- Probable scenario: impact of 6%; Scenario oscillation of 12%; and 18% oscillation scenario.

Below, we present the cash sensitivity charts, considering only positions in derivative financial instruments and their impacts on cash:

Transaction	Movement	Risk	Probable scenario 6% fluctuation	Possible scenario 12% fluctuation	Remote scenario 18% fluctuation
Hedge Derivatives	High	Cattle	(8,787)	(17,574)	(26,362)
Cattle	High	Cattle	27,105	54,209	81,314
Net			18,318	36,635	54,953
Hedge Derivatives	High	Dollar	(353,832)	(707,664)	(1,061,496)
Invoices + cash in US\$	High	Dollar	230,124	460,249	690,373
Net			(123,708)	(247,415)	(371,123)
Hedge Derivatives	High	Euro	(28,583)	(57,165)	(85,748)
Invoices - in \$EUR	High	Euro	30,161	60,321	90,482
Net			1,578	3,156	4,734
Hedge Derivatives	High	COP	(13,341)	(26,683)	(40,024)
Invoices - in COP	High	COP	7,126	14,252	21,377
Net			(6,216)	(12,431)	(18,647)
Hedge Derivatives	High	CLP	5,503	11,007	16,510
Invoices - in CLP	High	CLP	(6,171)	(12,342)	(18,513)
Net			(668)	(1,335)	(2,003)
Hedge Derivatives	High	CNY	(4,906)	(9,812)	(14,718)
Invoices - in CNY	High	CNY	4,453	8,905	13,358
Net			(453)	(907)	(1,360)
Hedge Derivatives	High	Dollar	140,327	280,655	420,982
Borrowings in US\$	High	Dollar	(193,789)	(387,578)	(581,367)
Net			(53,462)	(106,923)	(160,385)

- Exchange rate USD 5.5589 - Sale Ptax (Source: Central Bank of Brazil);
- Exchange rate EUR 5.9547 - Sales Ptax (Source: Central Bank of Brazil);
- Exchange rate COP 4148.65 - Sales Ptax (Source: Bloomberg);

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- Exchange rate CNY 0.7664 - Sales Ptax (Source: Bloomberg); and
- Exchange rate CLP 940.60 - Sales Ptax (Source: Bloomberg).

Result of the asset protection framework

- Derivatives Hedge x Cattle: In the probable scenario where the market movement is 6%, the Company could incur a gain of R\$ 18,318, already in the scenario with 12% oscillation of R\$ 36,635 of gain and in the 18% oscillation gain of R\$54,953;
- Derivatives Hedge x Invoices + Cash in US\$: In the probable scenario where the market movement is 6%, the Company could incur a loss of R\$ 123,708, in the scenario with a 12% fluctuation, a loss of R\$ 247,415 and in the 18% fluctuation of R\$371,123 of loss;
- Derivatives Hedge x Invoices + Cash in EUR: In the probable scenario where the market movement is 6%, the Company could incur a gain of R\$ 1,578, in the scenario with a 12% fluctuation of R\$ 3,156 of gain and in the 18% fluctuation of R\$ 4,734 of gain;
- Hedge Derivatives x Invoices + Cash in COP: In the likely scenario where the market movement is 6%, the Company could incur a gain of R\$ 6,216, in the scenario with a 12% fluctuation of R\$ 12,431 in loss and in the 18% fluctuation of R\$ 18,647 of loss;
- Hedge Derivatives x Invoices + Cash in CLP: In the probable scenario where the market movement is 6%, the Company could incur a loss of R\$ 668, in the scenario with a 12% fluctuation of R\$ 1,335 of loss and in the 18% fluctuation of R\$ 2,003 of loss.
- Hedge Derivatives x Invoices in CNY: In the probable scenario where the market movement is 6%, the Company could incur a loss of R\$ 453, in the scenario with a 12% fluctuation of R\$ 907 of loss and in the 18% fluctuation of R\$ 1,360 of loss; and
- Derivatives Hedge and Funding: In the probable scenario where the market movement is 6%, the Company could incur a loss of R\$53,462, in the scenario with a 12% fluctuation a loss of R\$106,923 and in a 18% fluctuation a loss of R\$160,385.

e. Guarantee Margin

In exchange operations, there is the incidence of guarantee margin calls, and to cover margin calls, the Company uses public and private fixed income securities, such as CDBs, belonging to its portfolio, thus mitigating impacts on its flow Of box.

On June 30, 2024, the amounts deposited in margin represented R\$ 81,248.

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28. Statements of comprehensive income (loss)

In compliance with the provisions of CPC 26 (R1) (IAS 1) - Presentation of individual and consolidated interim financial information, the Company shows below the change in comprehensive income for period of three months ended June 30, 2024 and 2023:

	Parent company		Consolidated	
	06/30/2024	06/30/2023	06/30/2024	06/30/2023
(Loss) Net income for the year	(112,498)	237,793	(90,713)	234,696
Cumulative translation adjustments	594,564	(171,762)	594,564	(171,762)
Total comprehensive income	482,066	66,031	503,851	62,934
Comprehensive income (loss) attributable to:				
Company's owners	482,066	66,031	482,066	66,031
Noncontrolling interests	-	-	21,785	(3,097)
Total comprehensive (loss) income	482,066	66,031	503,851	62,934

29. Insurance

The Company and its subsidiaries adopt an insurance policy that mainly takes into account the risk concentration, relevance and replacement value of assets. The main information on insurance coverage in force on June 30, 2024 can be demonstrated as follows:

Description	Type of Coverage	Insured amount
Buildings	Fire and sundry risks	1,339,520
Facilities, equipment, and inventories	Fire and sundry risks	1,535,427
Company cars and aircraft	Fire and sundry risks	474,315
Overseas transportation	Fire and sundry risks	111,178
Civil liability	Risks in operations	44,471
Total		3,504,911

The Company and its subsidiaries maintain coverage for all products transported in Brazil and abroad. The risk assumptions adopted, given their nature, are not part of the audit scope and, consequently, were not reviewed by the Company's auditors.

The Company has building property insurance for all its factories and distribution centers.

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