

Individual and Consolidated Interim Financial Information

lochpe-Maxion S.A. and Subsidiaries

Three-month period ended March 31, 2023
with Independent Auditor's Review Report on Interim Financial
Information

1) MESSAGE FROM THE CEO

The first quarter of 2023 was still characterized by a scenario of global economic and geopolitical uncertainties. High interest rates and inflation levels already signal a declining trend in several countries. From a sectoral point of view, bottlenecks in the supply chain occurred less frequently, indicating a gradual improvement. In Brazil, the production volume of trucks was negatively impacted by the change in regulations on the emission of pollutants for diesel engines (Euro 6). On the other hand, regions such as Europe and North America have been positively surprising with production levels above initial projections for the period.

The global production of light vehicles, excluding China, according to the IHS consulting, increased by 11.8% in 1Q23 compared to 1Q22. The commercial vehicle segment showed growth in global production, excluding China, of 2.1% in 1Q23 compared to 1Q22, according to LMC consulting.

Net operating revenue decreased by 6.5% in 1Q23 compared to 1Q22, reaching R\$ 4.0 billion. The reduction is due to the negative impact of the exchange rate variation of R\$ 118.6 million (43% of the total variance), reduction of raw materials costs reflected in prices and the lower production volume of commercial vehicles in Brazil. The commercial vehicle segment had its share of the Company's net operating revenue reduced from 48.2% in 1Q22 to 44.4% in 1Q23, mainly due to the drop in Brazilian production in this segment.

The Company's operating margins were negatively impacted in 1Q23 by several temporal factors: (i) the lag between the inventory cost of raw material compared to selling prices, as we observe more stability in raw material prices, this impact has a declining trend; (ii) drop in volume of commercial vehicles in Brazil impacting operational efficiency; (iii) lingering impacts of inflation in all regions. We continue to work to reduce the impact of cost changes and expect margins to recover and return to normal level over the course of the year.

EBITDA was R\$ 286.8 million in 1Q23, a decrease of 47.7% compared to 1Q22. Excluding non-recurring events in both periods, we had an EBITDA reduction of 50.3% in 1Q23, with a drop in recurring margin from 13.3% in 1Q22 to 7.1% in 1Q23 and an increase compared to 4Q22 when that margin was 6.3%.

Our financial leverage, measured by the ratio of net debt to EBITDA in the last 12 months, was 2.77x in 1Q23, compared to 2.26x in 4Q22 and 2.06x in 1Q22. The main impact of this increase compared to 4Q22 was the reduction in EBITDA accumulated in twelve months (EBITDA difference between 1Q22 and 1Q23) as mentioned above. Net debt increased in 1Q23 compared to 4Q22 by R\$ 168.1 million, impacted by the payment of the settlement with the Mexican tax authorities, as disclosed in 4Q22, of R\$ 147.0 million (cash effect), and by the distribution of interest on equity of R\$ 65.6 million. Cash flow from operations in 1Q23 was positive despite the higher need of working capital in the first quarter compared to the fourth quarter, which historically has lower operating activity due to the seasonality of the sector.

The cash position at the end of 1Q23 was R\$ 2,604.7 million compared to R\$ 1,385.9 million at the end of 1Q22. Additionally, we have an undrawn committed credit line (Revolver Credit Facility) of R\$ 500.0 million. The liquidity ratio, measured by total liquidity divided by short-term debt, ended the quarter at 1.54x, compared to 2.67x in 4Q22 and 0.69x in 1Q22.

In April, we announced a partnership with Forsee Power, a French company specialized in intelligent battery systems, to offer the integration of battery systems for electric vehicles through our Structural Components division. Additionally, we participated in the capital increase process of Forsee Power on the French stock exchange, with an injection of EUR 5.0 million, aiming to contribute to the company's growth and the efforts of developing solutions for electric vehicles.

This movement reaffirms our commitment to innovation, integration, and partnership with leading companies in new technologies, and offering solutions for the current and future automotive industry.

We remain attentive to market changes, inflationary pressures, changes in our customers' production volumes and geopolitical events, always seeking to adapt in a timely manner to the possible impacts of these factors. We remain focused on gains in productivity and operational efficiency, launching new products, developing our advanced engineering, digitalization and innovation and strengthening our balance sheet, so that we can continue to generate value in a sustainable way over time.

2) HIGHLIGHTS OF THE 1Q23

- Net operating revenue: R\$ 3,998.2 million in 1Q23, a decrease of 6.5%¹
- Gross margin of 8.5% in 1Q23, a reduction in relation to the margin of 14.3% in 1Q22 and an increase compared to 7.8% of 4Q22
- Net leverage² of 2.77x in 1Q23, compared to 2.06x in 1Q22 and 2.26x in 4Q22
- Reduction of R\$ 74.1 million (1.8%) in net debt in 1Q23 compared to 1Q22
- Total liquidity of R\$ 3,104.7 million³ in 1Q23 compared to R\$ 1,386.0 million in 1Q22. Liquidity ratio (total liquidity divided by short-term debt) of 1.54x, compared to 0.69x in 1Q22
- Partnership with the French company Forsee Power to develop products and solutions for electric propulsion vehicles

¹ Compared to the same period of the previous year

² Net debt/ EBITDA of the last 12 months

³ Cash + revolving credit facilities

3) MARKET

Production of vehicles in regions where the Company's highest percentage of consolidated revenues are concentrated, presented the following behavior in the periods indicated (thousand):

	Light Vehicles ¹			Commercial Vehicles ²		
Region	1Q22	1Q23	Var.	1Q22	1Q23	Var.
Brazil	456	508	11.3%	40	29	-28.9%
India	1,259	1,377	9.4%	114	102	-11.2%
North America	3,550	3,898	9.8%	132	150	13.8%
Europe ³	3,546	4,387	23.7%	119	134	12.6%
Global	19,924	21,063	5.7%	816	795	-2.5%
Global Ex-China	13,755	15,382	11.8%	526	537	2.1%

(1) Source: ANFAVEA (Brazil) and IHS (other regions)

(2) Source: LMC Automotive (Commercial Vehicles)

(3) Consider EU27 + UK + Turkey

The most recent forecasts from the consultants indicate a growth of 5.6% in the global production of light vehicles and a drop of 1.5% in the production of commercial vehicles in 2023, both excluding China.

4) OPERATING AND FINANCIAL PERFORMANCE

Consolidated I.S - R\$ thousand	1Q22	1Q23	Var.
Net Operating Revenue	4,277,191	3,998,153	-6.5%
Cost of Goods Sold	(3,666,191)	(3,657,067)	-0.2%
Gross Profit	611,000	341,086	-44.2%
	14.3%	8.5%	
Operating Expenses	(168,855)	(184,859)	9.5%
Other Operating Expenses/Revenues	(26,918)	3,676	-113.7%
Equity Income	4,674	5,857	25.3%
Operating Income (EBIT)	419,901	165,760	-60.5%
	9.8%	4.1%	
Financial Results	(122,252)	(131,889)	7.9%
Income Taxes	(108,937)	(33,469)	-69.3%
Minority Shareholders	(28,506)	(16,743)	-41.3%
Net Income (Loss)	160,206	(16,341)	-110.2%
	3.7%	-0.4%	
EBITDA	548,152	286,760	-47.7%
	12.8%	7.2%	

4.1) Net Operating Revenue

Consolidated net operating revenue reached R\$ 3,998.2 million in 1Q23, a decrease of 6.5% compared to 1Q22.

Net operating revenue in 1Q23 was negatively impacted by the drop in production of commercial vehicles in Brazil due to the change in diesel engines from Euro 5 to Euro 6, by components price reduction, driven by lower costs of raw material, and the exchange rate (R\$ 118.6 million) due to the appreciation of the real. The recovery of production volumes in Europe, mainly in aluminum wheels for light vehicles, supported to mitigate these effects.

The table below shows the behavior of consolidated net operating revenue by region and by product, for the periods indicated.

Net Operating Revenue- R\$ thousand	1Q22	1Q23	Var.
Region			
South America	1,194,894	1,025,608	-14.2%
North America	1,331,715	1,146,441	-13.9%
Europe	1,317,037	1,451,663	10.2%
Asia + Others	433,545	374,441	-13.6%
Product			
Steel wheel (light vehicles)	1,019,781	873,372	-14.4%
Aluminum wheel (light vehicles)	1,092,847	1,233,399	12.9%
Steel wheel (com. vehicles)	1,057,598	916,596	-13.3%
Structural comp. (light vehicles)	101,867	114,474	12.4%
Structural comp. (com. vehicles)	1,005,099	860,311	-14.4%
Division			
Maxion Wheels	3,170,225	3,023,368	-4.6%
Maxion Structural Components	1,106,966	974,785	-11.9%
Iochope-Maxion Consolidated	4,277,191	3,998,153	-6.5%

4.2) Cost of Goods Sold

Cost of goods sold reached R\$ 3,657.1 million in 1Q23, a decrease of 0.2% compared to 1Q22.

This lower percentage reduction in cost of goods sold compared to the reduction in sales is mainly due to temporal factors: (i) the lag between the inventory cost of raw material compared to selling prices; (ii) drop in the volume of commercial vehicles in Brazil; and (iii) lingering impacts of inflation across all regions.

4.3) Gross Profit

Gross profit of R\$ 341.1 million in 1Q23, a reduction of 44.2% compared to 1Q22.

4.4) Operational Expenses

Operating expenses (selling, general and administrative expenses and management fees) reached R\$ 184.9 million in 1Q23, an increase of 9.5% compared to 1Q22.

4.5) Other Operating Expenses/Operating Income

Positive result of R\$ 3.7 million in 1Q23, an improvement over the negative amount presented in 1Q22 of R\$ 26.9 million.

The main components of this line in 1Q23 were the recognition of the gain from the exclusion of ICMS from the PIS/Cofins calculation base in the amount of R\$ 11.5 million, and an expense of R\$ 6.7 million with restructuring processes in Brazil, driven by the reduction in commercial vehicle production in the region.

4.6) Equity Income

Positive result of R\$ 5.8 million in 1Q23, an increase of 25.3% compared to 1Q22.

The increase in equity income is related to Maxon Montich's result, due to the increase in vehicle production in Argentina (+26.7% in 1Q23).

The following table sets forth the amounts corresponding to Iochpe-Maxon's ownership, which reflect the results of the equity income in the Company.

R\$ thousand	1Q22				1Q23				Var.
	Amsted Maxon ¹	Maxon Montich ²	Dongfeng Maxon ³	Total	Amsted Maxon ¹	Maxon Montich ²	Dongfeng Maxon ³	Total	
Net Income (Loss)	2,712	5,686	(3,723)	4,674	2,039	8,474	(4,656)	5,857	25.3%

¹Amsted-Maxon Fundação e Equipamentos Ferroviários S.A.: Related company in the railway segment (19.5% share)

²Maxon Montich S.A.: Joint business with factories of structural components in Argentina and Uruguay (50% stake)

³Dongfeng Maxon Wheels Ltd.: Related company that produces aluminum wheels in China (50% stake)

4.7) Earnings Before Interest and Tax (EBIT)

Operating profit of R\$ 165.8 million in 1Q23, a decrease of 60.5% compared to 1Q22.

4.8) Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA)

EBITDA of R\$ 286.8 million with 7.2% margin in 1Q23, a reduction of 47.7% compared to 1Q22.

Excluding the non-recurring effects in both periods (negative amount of R\$ 19.5 million in 1Q22 and a positive amount of R\$ 4.8 million in 1Q23), EBITDA in 1Q23 would have decreased by 50.3% with a margin of 7.1%.

The table below shows the evolution of EBITDA.

EBITDA Reconciliation - R\$ Thousand	1Q22	1Q23	Var.
Net Income (Loss)	160,206	(16,341)	-110.2%
Minority Shareholders	28,506	16,743	-41.3%
Income Taxes and Social Contribution	108,937	33,469	-69.3%
Financial Results	122,252	131,889	7.9%
Depreciation / Amortization	128,251	121,000	-5.7%
EBITDA	548,152	286,760	-47.7%

4.9) Financial Result

The financial result was negative by R\$ 131.9 million in 1Q23, an increase of 7.9% compared to 1Q22.

The increase in the financial result is mainly related to the high interest rates still in effect in Brazil.

4.10) Net Income

Net loss of R\$ 16.3 million in 1Q23 (loss per share of R\$ 0.10791), a decrease compared to net income of R\$ 160.2 million in 1Q22 (earnings per share of R\$ 1.05208).

5) CAPITAL EXPENDITURES

Investments reached R\$ 91.2 million in 1Q23, an increase of 12.2% compared to 1Q22. The main investments in the period were related to the capacity increase to meet the demand of commercial vehicle segment in North America and the beginning of construction of the aluminum wheel plant for commercial vehicles in Europe.

6) LIQUIDITY AND INDEBTEDNESS

The cash and cash equivalents position on March 31, 2023, was R\$ 2,604.7 million, 62.0% of which in reais and 38.0% in other currencies.

Consolidated gross indebtedness (borrowings, financing, and current and non-current) on March 31, 2023 reached R\$ 6,942.4 million, of which R\$ 2,017.7 million (29.1%) was recorded in current liabilities and R\$ 4,924.7 million (70.9%) in non-current liabilities.

The liquidity ratio, the ratio of total liquidity (considering revolving credit lines) to short-term debt, was 1.54x at the end of 1Q23, an improvement over the ratio of 0.69x at the end of 1Q22. The improvement of this ratio was due to contracting of revolving credit lines and increasing the average tenor of the Company's indebtedness profile.

The main indicators of consolidated gross debt at the end of 1Q23 were: (i) lines in euros (euro + 4.2% per year) with 38.7%, (ii) lines in reais indexed to the CDI, which

represented 37.4% (average cost of CDI + 17%), and (iii) lines in dollars (US\$ + 6.4% per year) with 13.0%.

Consolidated net debt⁴ on March 31, 2023 reached R\$ 4,085.0 million, a decrease of 1.8% in relation to the amount of R\$ 4,159.1 million reached on March 31, 2022.

Net debt at the end of 1Q23 represented 2.77x EBITDA for the last 12 months, while at the end of 1Q22 it represented 2.06x.

7) SHAREHOLDERS' EQUITY

Consolidated shareholders' equity reached R\$ 4,216.6 million (book value per share of R\$ 27.43) on March 31, 2023, an increase of 8.6% compared to shareholders' equity reached on March 31, 2022 (R\$ 3,883.3 million and book value per share of R\$ 25.26).

Shareholders' equity attributable to controllers reached R\$ 3,865.2 million (book value per share of R\$ 25.14) on March 31, 2023, an increase of 7.4% in relation to shareholders' equity attributed to controllers reached on March 31, 2022 (R\$ 3,597.7 million and book value per share of R\$ 25.26).

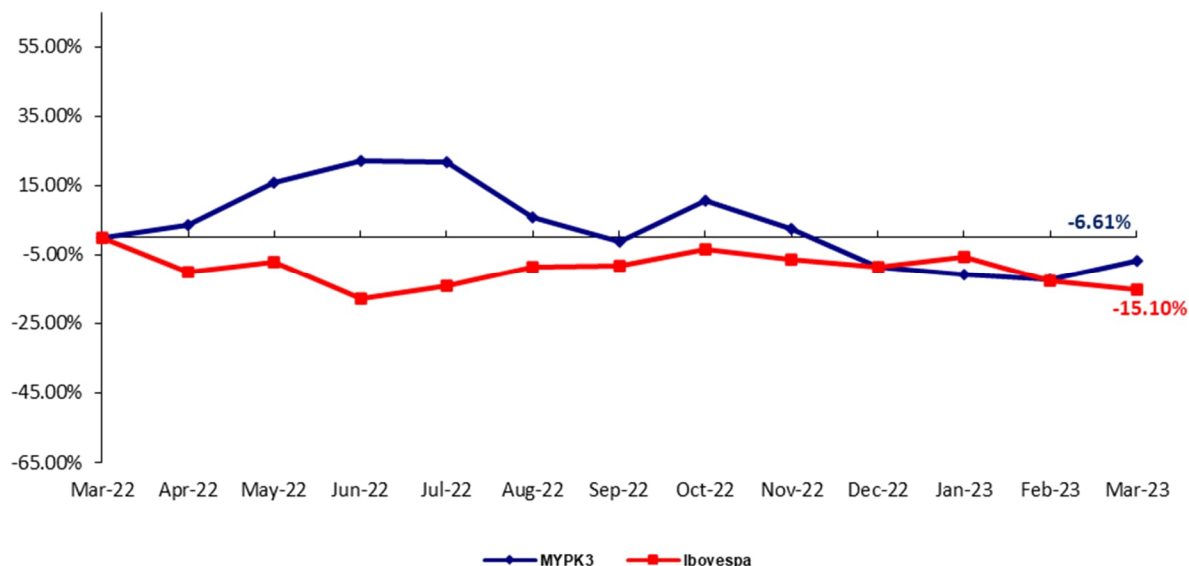
The change in shareholders' equity is related to the result for the period and the exchange rate variation that impacts the value of net assets abroad (equity valuation adjustment).

8) CAPITAL MARKETS

lochpe-Maxion common shares (B3: MYPK3) closed 1Q23 quoted at R\$ 12.00, an increase of 2.0% in the quarter and 6.6% in the last 12 months. At the end of 1Q23, lochpe-Maxion reached a capitalization (market cap) of R\$ 1,844.6 million (R\$ 1,975.3 million at the end of 1Q22).

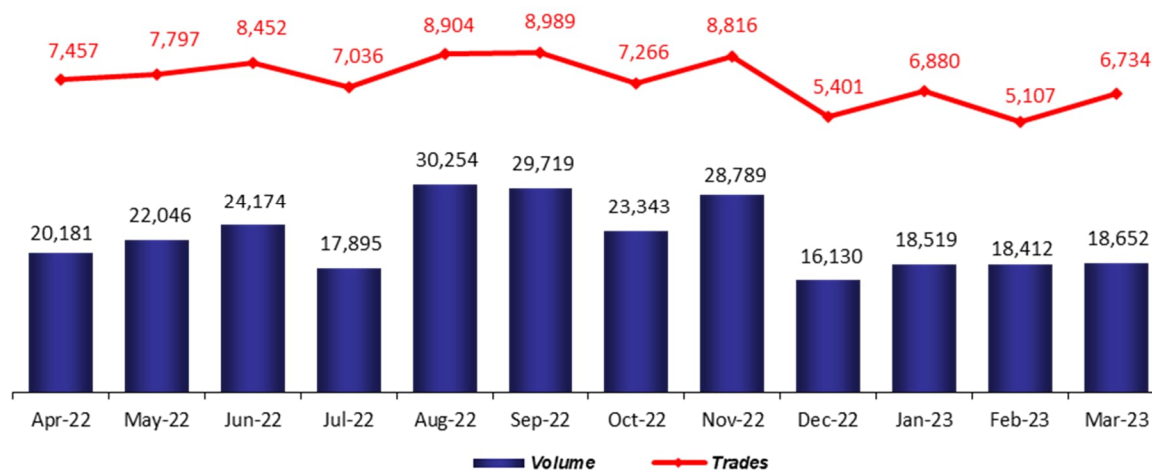
⁴ Gross debt plus derivative financial instruments liabilities current and non-current, less cash and cash equivalents and derivative financial instruments current and non-current assets.

Share Performance – Last 12 months



lochpe-Maxion's shares in 1Q23 had an average daily trading volume in B3 of R\$ 18.5 million (R\$ 21.0 million in 1Q22) and an average daily number of 6,282 trades (7,603 trades in 1Q22).

Daily Average Volume



9) ARBITRATION CLAUSE

The Company is bound to arbitration at the Arbitration Chamber of Novo Mercado, as provided for in the Arbitration Clause included in its By-laws.

10) MANAGEMENT'S STATEMENT

Pursuant to article 27 of CVM Resolution No 80/22, Management declares that they have discussed, reviewed and agreed with the independent auditors' review report and the quarterly interim financial information as of March 31, 2023.

The Company's financial information presented here is in accordance with Accounting Pronouncement NBC TG 21- *Demonstrações Intermediárias* and IAS 34 - Interim Financial Reporting, as issued by the International Accounting Standard Board.

EBITDA should not be considered as an alternative to net income, as an indicator of the Company's operating performance, or as an alternative to cash flow as an indicator of liquidity.

The Company's management believes that EBITDA are a useful measure to assess its operating performance and enables comparison with other companies.

The Company calculates EBITDA in accordance with CVM Resolution 156 regulated on 08/01/22. Thus, EBITDA represents net income (loss) before interest, Income Tax and Social Contribution and depreciation/amortization.

Cruzeiro, May 8, 2023.

lochpe-Maxion S.A. and Subsidiaries

Individual and consolidated interim financial information

Three-month period ended March 31, 2023

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Independent auditor's review report on individual and consolidated interim financial information

To the Shareholders, Board of Directors and Management of
lochpe-Maxion S.A. and Subsidiaries
São Paulo - SP

Introduction

We have reviewed the accompanying individual and consolidated interim financial information, identified as Parent and Consolidated, respectively, contained in the Quarterly Information Form (ITR) of lochpe-Maxion S.A. ("Company") for the quarter ended March 31, 2023, comprising the statement of financial position as of March 31, 2023 and the related statements of profit or loss and of comprehensive income (loss), of changes in equity and of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for preparation of the individual and consolidated interim financial information in accordance with Accounting Pronouncement NBC TG 21- *Demonstrações Intermediárias* and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the fair presentation of this information in conformity with the rules issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of the Quarterly Information Form (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international standards on review engagements (NBC TR 2410 – *Revisão de Informações Intermediárias Executada pelo Auditor da Entidade* and ISRE 2410 - Review of Interim Financial Information performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the quarterly information referred to above are not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of Quarterly Information Form (ITR) and presented consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The abovementioned quarterly information includes the individual and consolidated Statements of Value Added (SVA) for the three-month period ended March 31, 2023, prepared under the Company's Management responsibility, and presented as supplementary information for IAS 34 purposes. These statements have been subject to review procedures performed together with the review of the quarterly information with the objective to conclude whether they are reconciled with the interim financial information and the accounting records, as applicable, and if its format and content are in accordance with the criteria set forth by NBC TG 09 – *Demonstração do Valor Adicionado*. Based on our review, nothing has come to our attention that causes us to believe that they were not prepared, in all material respects, consistently with the overall individual and consolidated interim financial information.

São Paulo, May 08, 2023.

ERNST & YOUNG
Auditores Independentes S/S. Ltda.
CRC-SP034519/O



Luciano Ferreira da Cunha
Accountant CRC-1SP210861/O-2

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IOCHPE-MAXION S.A. AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION AT MARCH 31, 2023
(In thousands of reais - R\$)

ASSETS	Note	Parent		Consolidated		LIABILITIES AND EQUITY	Note	Parent		Consolidated	
		3/31/2023	12/31/2022	3/31/2023	12/31/2022			3/31/2023	12/31/2022	3/31/2023	12/31/2022
CURRENT ASSETS						CURRENT LIABILITIES					
Cash and cash equivalents	5	1,577,360	1,236,846	2,604,739	2,287,054	Borrowings, financing and debentures	15	1,488,161	555,820	2,017,722	1,043,611
Trade receivables	6	669,947	578,102	2,267,301	2,053,692	Trade payables	16	460,764	426,291	2,273,866	2,294,570
Inventories	7	741,601	698,130	2,563,366	2,702,075	Taxes payables		13,379	35,104	149,626	317,483
Recoverable taxes	8	321,224	246,444	645,572	600,748	Payroll and related taxes		152,992	180,773	559,435	502,106
Prepaid expenses		15,294	10,529	81,893	57,725	Advances from customers		45,367	52,986	63,351	66,561
Derivative financial instrument	25	12,951	-	43,820	32,079	Derivative financial instrument	25	11,749	10,894	14,940	16,250
Other receivables		7,637	44,887	142,880	152,952	Dividends and interest on equity payable		46,845	105,573	101,712	125,623
Total current assets		3,346,014	2,814,938	8,349,571	7,886,325	Other payables		71,938	72,019	475,057	402,259
						Total current liabilities		2,291,195	1,439,460	5,655,709	4,768,463
NONCURRENT ASSETS						NONCURRENT LIABILITIES					
Recoverable taxes	8	146,221	215,075	283,507	338,745	Borrowings, financing and debentures	15	1,879,117	2,253,387	4,924,655	5,433,377
Deferred income tax and social contribution	9.a	37,769	25,148	255,658	269,034	Provision for labor, tax and civil risks	17	64,918	62,565	77,939	78,574
Judicial deposits		59,760	57,199	65,235	62,618	Deferred income tax and social contribution	9.a	-	-	19,869	42,904
Derivative financial instrument	25	-	21,468	223,748	258,780	Derivative financial instrument	25	-	1,591	-	1,591
Other receivables		2,873	3,021	73,893	74,127	Actuarial pension plan liabilities		-	-	436,477	462,259
Investments	11	3,336,923	3,363,479	127,862	129,203	Other payables		17,254	15,868	136,452	115,480
Property, plant and equipment	12	1,099,292	1,102,395	3,968,305	4,043,815	Total noncurrent liabilities		1,961,289	2,333,411	5,595,392	6,134,185
Intangible assets	13	84,565	85,358	2,053,043	2,085,571						
Right of use	14	4,242	4,597	66,831	47,237	EQUITY					
Total noncurrent assets		4,771,645	4,877,740	7,118,082	7,309,130	Share capital	18.a	1,576,954	1,576,954	1,576,954	1,576,954
						Stock options		3,061	3,061	3,061	3,061
						Earnings reserves		623,446	623,446	623,446	623,446
						Capital reserve		34,484	34,484	34,484	34,484
						Treasury shares	18.e	(48,032)	(41,448)	(48,032)	(41,448)
						Valuation adjustments to equity		1,690,301	1,723,310	1,690,301	1,723,310
						Loss for the period		(15,039)	-	(15,039)	-
						Equity attributable to controlling interests		3,865,175	3,919,807	3,865,175	3,919,807
						Noncontrolling interests		-	-	351,377	373,000
						Total equity		3,865,175	3,919,807	4,216,552	4,292,807
TOTAL ASSETS		8,117,659	7,692,678	15,467,653	15,195,455	TOTAL LIABILITIES AND EQUITY		8,117,659	7,692,678	15,467,653	15,195,455

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.



IOCHPE-MAXION S.A. AND SUBSIDIARIES

STATEMENTS OF PROFIT OR LOSS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(In thousands of reais - R\$, except earnings (loss) per share)

	Note	Parent		Consolidated	
		3/31/2023	3/31/2022	3/31/2023	3/31/2022
NET SALES AND SERVICES REVENUE	22	979,192	1,214,167	3,998,153	4,277,191
COST OF GOODS SOLD AND SERVICES	23	(885,317)	(1,020,673)	(3,657,067)	(3,666,191)
GROSS PROFIT		93,875	193,494	341,086	611,000
OPERATING INCOME (EXPENSES)					
Selling expenses	23	(1,390)	(3,482)	(17,792)	(21,317)
General and administrative expenses	23	(43,395)	(30,343)	(161,089)	(142,631)
Management fees	10.a	(5,978)	(4,907)	(5,978)	(4,907)
Equity pickup	11	6,779	118,761	5,857	4,674
Other operating income (expenses), net	24	(9,053)	(5,863)	3,676	(26,918)
OPERATING INCOME BEFORE FINANCE INCOME (COSTS)		40,838	267,660	165,760	419,901
Finance income	20	42,923	9,940	49,720	14,402
Finance costs	20	(115,667)	(85,248)	(177,074)	(126,473)
Foreign exchange gains (losses), net	21	1,678	(11,792)	(4,535)	(10,181)
PROFIT (LOSS) BEFORE INCOME TAX AND SOCIAL CONTRIBUTION		(30,228)	180,560	33,871	297,649
INCOME TAX AND SOCIAL CONTRIBUTION					
Current	9.b	243	(935)	(47,698)	(90,986)
Deferred	9.b	13,644	(19,419)	14,229	(17,951)
PROFIT (LOSS) FOR THE PERIOD		(16,341)	160,206	402	188,712
ATTRIBUTABLE TO					
Controlling interests		(16,341)	160,206	(16,341)	160,206
Noncontrolling interests		-	-	16,743	28,506
EARNINGS (LOSS) PER SHARE FOR THE PERIOD:					
BASIC - R\$	27	(0.10791)	1.05208	(0.10791)	1.05208
DILUTED - R\$	27	(0.10791)	1.05208	(0.10791)	1.05208

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.



IOCHPE-MAXION S.A. AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(In thousands of reais - R\$)

Note	Parent		Consolidated	
	3/31/2023	3/31/2022	3/31/2023	3/31/2022
PROFIT (LOSS) FOR THE PERIOD	(16,341)	160,206	402	188,712
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will be subsequently reclassified to profit or loss:				
Losses on measurement of financial instruments, net	(212)	-	(212)	-
Losses on translation of financial statements of foreign subsidiaries	(33,814)	(588,997)	(48,378)	(636,444)
Hedge Accounting Transactions				
Fair value of cash flow hedge, net of taxes	26 (1,128)	(2,632)	10,050	(17,598)
Fair value of net investment hedge, net of taxes	26 3,536	-	3,536	-
Total other comprehensive income (loss)	(31,618)	(591,629)	(35,004)	(654,042)
TOTAL COMPREHENSIVE INCOME (LOSS)	(47,959)	(431,423)	(34,602)	(465,330)
Attributable to:				
Controlling interests	(47,959)	(431,423)	(47,959)	(431,423)
Noncontrolling interests	-	-	13,357	(33,907)
	(47,959)	(431,423)	(34,602)	(465,330)

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.

Note	Earnings reserves					Valuation adjustments to					Noncontrolling interests	Total equity
	Share Capital	Stock options	Legal reserve	Bylaws reserve for investment and working capital	Capital reserve	Treasury shares	Deemed cost to property, plant and equipment	Other comprehensive income (loss)	Profit (loss) for the period	Equity		
BALANCES AT DECEMBER 31, 2021	1,576,954	3,061	123,801	326,408	21,301	(28,894)	56,867	1,962,246	-	4,041,744	356,375	4,398,119
Profit (loss) for the period	-	-	-	-	-	-	-	-	160,206	160,206	28,506	188,712
Other comprehensive income (loss)	-	-	-	-	-	-	-	(591,629)	-	(591,629)	(62,413)	(654,042)
Total comprehensive income (loss)	-	-	-	-	-	-	-	(591,629)	160,206	(431,423)	(33,907)	(465,330)
Treasury shares acquired	-	-	-	-	-	(12,554)	-	-	-	(12,554)	-	(12,554)
Realization of deemed cost, net of tax effects	-	-	-	-	-	-	(1,355)	-	1,355	-	-	-
Write-off of deemed cost, net of tax effects	-	-	-	-	-	-	(93)	-	-	(93)	-	(93)
Dividends allocated to noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(36,834)	(36,834)
BALANCES AT MARCH 31, 2022	1,576,954	3,061	123,801	326,408	21,301	(41,448)	55,419	1,370,617	161,561	3,597,674	285,634	3,883,308
BALANCES AT DECEMBER 31, 2022	1,576,954	3,061	138,020	485,426	34,484	(41,448)	51,040	1,672,270	-	3,919,807	373,000	4,292,807
Profit (loss) for the period	-	-	-	-	-	-	-	-	(16,341)	(16,341)	16,743	402
Other comprehensive income (loss)	-	-	-	-	-	-	-	(31,618)	-	(31,618)	(3,386)	(35,004)
Total comprehensive income (loss)	-	-	-	-	-	-	-	(31,618)	(16,341)	(47,959)	13,357	(34,602)
Treasury shares acquired	-	-	-	-	-	(6,584)	-	-	-	(6,584)	-	(6,584)
Realization of deemed cost, net of tax effects	-	-	-	-	-	-	(1,302)	-	1,302	-	-	-
Write-off of deemed cost, net of tax effects	-	-	-	-	-	-	(89)	-	-	(89)	-	(89)
Dividends allocated to noncontrolling interests	-	-	-	-	-	-	-	-	-	-	(34,980)	(34,980)
BALANCES AT MARCH 31, 2023	1,576,954	3,061	138,020	485,426	34,484	(48,032)	49,649	1,640,652	(15,039)	3,865,175	351,377	4,216,552

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.

STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(In thousands of reais - R\$)

	Note	Parent		Consolidated	
		3/31/2023	3/31/2022	3/31/2023	3/31/2022
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit (loss) for the period		(16,341)	160,206	402	188,712
Adjustments to reconcile profit (loss) for the period to net cash from (used in) operating activities:					
Depreciation and amortization	23	17,618	17,344	121,000	128,251
Income tax and social contribution	9.b	(13,887)	20,354	33,469	108,937
Residual value of property, plant and equipment and intangible assets written off	12, 13 e 14	3,762	887	11,441	4,816
Equity pickup	11	(6,779)	(118,761)	(5,857)	(4,674)
Provision for tax, civil, and labor risks, net of reversals and inflation adjustments	17	2,640	2,537	424	4,336
Inflation adjustment of judicial deposits		(1,168)	(721)	(1,247)	(739)
Interest, monetary variations and amortization of borrowing costs		99,752	80,229	154,276	120,926
Interest on lease liability		78	29	685	333
Expected credit losses		(2,282)	21	(3,562)	1,683
Allowance for (reversal of) inventory losses		(6,170)	(9,906)	(20,600)	(1,354)
Finance cost (net) of pension plans and post-employment benefits		-	-	8,087	2,929
Loss (gain) on sale of property, plant and equipment		638	1,212	489	1,026
Write-off of deemed cost		(89)	(93)	(89)	(93)
Income from exclusion of ICMS from PIS and COFINS base	20 e 24	(15,065)	(14,373)	(17,531)	(16,681)
Fair value of financial instrument		1,756	-	1,756	-
Decrease (increase) in assets:					
Trade receivables	6	(89,563)	(96,394)	(248,101)	(522,318)
Inventories	7	(37,301)	(23,037)	125,659	31,959
Other receivables and other accounts		45,762	48,721	42,978	118,048
Increase (decrease) in liabilities:					
Trade payables	16 e 30	251,485	468,886	252,049	413,381
Payments of pension plans and post-employment benefits		-	-	(9,991)	(11,600)
Payments of tax, civil and labor risks	17	(287)	(58)	(996)	(1,239)
Payments of agreement arising from tax audit		-	-	(146,999)	-
Tax, labor and social security obligations		(49,506)	(29,451)	40,902	(16,832)
Other payables and other liabilities		(14,225)	4,930	107,666	231,740
		170,828	512,562	446,310	781,547
Payment of interest on borrowings and financing		(49,925)	(30,177)	(72,328)	(40,040)
Payment of interest on debentures		(56,282)	(56,307)	(56,282)	(56,307)
Payment of interest on lease liability		(78)	(28)	(932)	(948)
Payment of income tax and social contribution		-	-	(53,748)	(96,909)
		(106,285)	(86,512)	(183,290)	(194,204)
Net cash from operating activities		64,543	426,050	263,020	587,343
CASH FLOWS FROM INVESTING ACTIVITIES					
Capital decrease (increase) in subsidiaries		-	(42,604)	-	-
Purchase of property, plant and equipment	12 e 30	(15,570)	(25,334)	(87,498)	(79,179)
Purchase of intangible assets	13	(11)	(60)	(678)	(523)
Net cash from (used in) investing activities		(15,581)	(67,998)	(88,176)	(79,702)
CASH FLOWS FROM FINANCING ACTIVITIES					
Borrowings and financing raised	15	654,510	614,391	1,088,010	1,046,599
Repayment of borrowings and financing - principal	15	(61,250)	(710)	(485,399)	(325,752)
Debentures amortization - principal	15	(169,400)	(225,000)	(169,400)	(225,000)
Repayment of lease liabilities - principal		(2,292)	(570)	(9,651)	(9,329)
Repayment of (Forfait)	15	(64,704)	(264,114)	(149,324)	(264,114)
Capitalization of borrowing costs		-	-	-	(847)
Payment of proposed and additional dividends		(58,728)	(200,870)	(58,728)	(200,870)
Acquisition of treasury shares	18.e	(6,584)	(12,554)	(6,584)	(12,554)
Net cash from (used in) financing activities		291,552	(89,427)	208,924	8,133
INCREASE IN CASH AND CASH EQUIVALENTS		340,514	268,625	383,768	515,774
Exchange differences on translating cash and cash equivalents of foreign subsidiaries		-	-	(66,083)	(217,895)
Cash and cash equivalents at beginning of period		1,236,846	252,537	2,287,054	1,088,114
Cash and cash equivalents at end of period		1,577,360	521,162	2,604,739	1,385,993
INCREASE IN CASH AND CASH EQUIVALENTS		340,514	268,625	317,685	297,879

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.



IOCHPE-MAXION S.A. AND SUBSIDIARIES

STATEMENTS OF VALUE ADDED
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023
(In thousands of reais - R\$)

		Parent		Consolidated	
	Note	3/31/2023	3/31/2022	3/31/2023	3/31/2022
REVENUES					
Sales and service revenue	22	1,202,476	1,480,607	4,235,538	4,554,007
Expected credit losses	6	2,282	(21)	3,562	(1,683)
Other revenues		15,264	14,926	26,429	22,221
		<u>1,220,022</u>	<u>1,495,512</u>	<u>4,265,529</u>	<u>4,574,545</u>
INPUTS ACQUIRED FROM THIRD PARTIES (INCLUDING STATE VAT - ICMS AND FEDERAL VAT - IPI)					
Raw materials		(585,945)	(701,377)	(2,463,825)	(2,664,338)
Materials, electric power, third-party services and other items		<u>(122,348)</u>	<u>(128,574)</u>	<u>(610,171)</u>	<u>(539,365)</u>
		<u>(708,293)</u>	<u>(829,951)</u>	<u>(3,073,996)</u>	<u>(3,203,703)</u>
GROSS VALUE ADDED					
		<u>511,729</u>	<u>665,561</u>	<u>1,191,533</u>	<u>1,370,842</u>
RETENTIONS					
Depreciation and amortization	23	(17,618)	(17,344)	(121,000)	(128,251)
NET VALUE ADDED PRODUCED BY THE COMPANY AND ITS SUBSIDIARIES					
		<u>494,111</u>	<u>648,217</u>	<u>1,070,533</u>	<u>1,242,591</u>
VALUE ADDED RECEIVED IN TRANSFER					
Equity pickup	11.b	6,779	118,761	5,857	4,674
Finance income	20	42,923	9,940	49,720	14,402
Foreign exchange gains (losses), net	21	1,678	(11,792)	(4,535)	(10,181)
		<u>51,380</u>	<u>116,909</u>	<u>51,042</u>	<u>8,895</u>
TOTAL VALUE ADDED TO BE DISTRIBUTED					
		<u>545,491</u>	<u>765,126</u>	<u>1,121,575</u>	<u>1,251,486</u>
DISTRIBUTION OF VALUE ADDED					
Personnel:					
Salaries and wages		225,488	223,114	678,278	611,805
Employees' profit sharing		6,254	6,130	32,021	22,838
Taxes:					
Federal		72,751	124,573	80,176	127,417
State		136,606	162,183	145,047	168,382
Municipal		41	38	41	38
Lenders:					
Finance costs	20	115,667	85,248	177,074	126,473
Rentals		5,025	3,634	8,536	5,821
Retained profits (losses)		(16,341)	160,206	(16,341)	160,206
Noncontrolling interests in retained profits		-	-	16,743	28,506
		<u>545,491</u>	<u>765,126</u>	<u>1,121,575</u>	<u>1,251,486</u>

The accompanying notes are an integral part of the Individual and Consolidated Financial Information.

lochpe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

1. Operations

lochpe-Maxion S.A. ("Company") is a publicly held company headquartered at Rua Dr. Othon Barcellos, 83, in the city of Cruzeiro, São Paulo state, registered with B3 S.A. - Brasil, Bolsa, Balcão, under ticker symbol MYPK3.

The activities of the Company, its subsidiaries, joint ventures and associates are carried out at 9 plants located in Brazil and 24 plants located abroad. Information on the Company's main operations is presented in Note 2.

As communicated to the market, the Company is part of the B3 Corporate Sustainability Index ("ISE") portfolio for the second consecutive year. The new portfolio will be in force until December 31, 2023, bringing together 70 companies. In 2022, the Company improved its Carbon Disclosure Project ("CDP") score in the "Climate Change" category, moving up from B- to B. The CDP is part of the ISE assessment of the climate change dimension. The presence in the ISE reaffirms the Company's positioning and strategic direction toward the best environmental, social and governance practices.

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

2. Group Companies

The activities of the Company and its subsidiaries are focused on the automotive segment and segregated into the wheels and structural component divisions. The consolidation comprises the financial statements of the Company and of the following direct and indirect subsidiaries:

	Country	03/31/2023		12/31/2022	
		% - Direct interest	% - Indirect interest	% - Direct interest	% - Indirect interest
Iochope-Maxion S.A. (Parent Company - Cruzeiro)	Brazil	-	-	-	-
São Paulo Branch	Brazil	-	-	-	-
Limeira Branch - Steel	Brazil	-	-	-	-
Limeira Branch - Aluminum	Brazil	-	-	-	-
Contagem Branch	Brazil	-	-	-	-
Resende Branch	Brazil	-	-	-	-
Maxion (Nantong) Wheels Co., Ltd.	China	100.00	-	100.00	-
Maxion Wheels do Brasil Ltda.	Brazil	100.00	-	100.00	-
Iochope-Maxion Austria GmbH	Austria	100.00	-	100.00	-
Maxion Wheels Aluminum India Pvt. Ltd.	India	-	100.00	-	100.00
Maxion Wheels Immobilien GmbH & Co. KG	Germany	-	100.00	-	100.00
Maxion Wheels (Thailand) Co., Ltd.	Thailand	-	100.00	-	100.00
Maxion Inci Jant Sanayi, A.S.	Turkey	-	60.00	-	60.00
Iochope Sistemas Automotivos de México, S.A. de C.V.	Mexico	-	100.00	-	100.00
Ingeniería y Maquinaria de Guadalupe, S.A. de C.V.	Mexico	-	100.00	-	100.00
Maxion Wheels de Mexico, S. de R.L. de C.V.	Mexico	-	100.00	-	100.00
Maxion Wheels U.S.A. LLC	USA	-	100.00	-	100.00
Maxion Wheels Sedalia LLC	USA	-	100.00	-	100.00
Maxion Wheels South Africa (Pty) Ltd.	South Africa	-	100.00	-	100.00
Maxion Wheels Japan K.K.	Japan	-	100.00	-	100.00
Maxion Wheels Czech s.r.o.	Czech Republic	-	100.00	-	100.00
Maxion Wheels Holding GmbH	Germany	-	100.00	-	100.00
Maxion Wheels España S.L.	Spain	-	100.00	-	100.00
Hayes Lemmerz Barcelona, S.L.	Spain	-	100.00	-	100.00
Maxion Wheels Italia S.r.l.	Italy	-	100.00	-	100.00
Maxion Wheels Königswinter GmbH	Germany	-	100.00	-	100.00
Kalyani Maxion Wheels Private Limited	India	-	85.00	-	85.00
Maxion Wheels Werke GmbH	Germany	-	100.00	-	100.00
Maxion Jantas Jant Sanayi ve Ticaret A.S.	Turkey	-	60.00	-	60.00

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

Interests in joint ventures

Maxion Montich S.A.

The Company, through its joint venture Maxion Montich S.A. ("Maxion Montich"), located in Cordoba, Argentina, is engaged in the manufacturing and sale of heavy structural components (complete frames, sidebars and crossbars), metal stampings and welded assemblies for commercial and light vehicles.

At March 31, 2023 and December 31, 2022, investments in joint venture Maxion Montich representing 50% interests are accounted by the equity pickup method.

Interests in associates

Amsted-Maxion Fundação e Equipamentos Ferroviários S.A.

The Company, through its associate Amsted-Maxion Fundação e Equipamentos Ferroviários S.A. ("Amsted-Maxion"), located in Cruzeiro, São Paulo state, is engaged in the manufacturing of industrial castings and railroad wheels.

Amsted-Maxion, through Greenbrier Maxion Serviços e Equipamentos Ferroviários S.A. ("Greenbrier-Maxion Ferroviário"), its joint venture located in the city of Hortolândia, São Paulo state, is engaged in the manufacturing and sale of railway wagons.

DongFeng Maxion Wheels Ltd.

The Company, through its associate DongFeng Maxion Wheels Ltd. ("DongFeng Maxion") located in Suizhou, Hubei Province, China, is engaged in manufacturing and sale of aluminum wheels for light vehicles focused on the Chinese market. DongFeng Maxion began operating in the 1st quarter of 2022 and is still in the ramp-up stage.

The Company has significant influence on this associate, evidenced by the appointment of members of the Board of Directors and other rights arising from an Investment Agreement entered into with DongFeng Motor Chassis Systems.

At March 31, 2023 and December 31, 2022, investments in associates Amsted-Maxion and DongFeng Maxion, representing 19.5% and 50% interests respectively, are accounted by the equity pickup method.

Iochepe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information

Three-month period ended March 31, 2023

(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

Interests in venture capital funds

In a partnership with Autotech Ventures Management III, LLC, the Company is a member of a private venture capital fund based in the United States, dedicated to investments in promising startups in the automotive and transportation sectors. In this connection, the Company will have access to research and development programs, in addition to priority in the acquisition of units of interest and shares in future IPOs of these companies. The participation in the fund is strategic for the Company's business, with a minimum duration of ten years, starting in calendar year 2022. The total capital committed to the fund is US\$5,500 thousand, the first contribution being made on January 5, 2022 for the amount of US\$385 thousand, and the second one made on November 18, 2022, amounting to US\$165 thousand. This is a financial investment recorded as "Other receivables" in noncurrent assets. At March 31, 2023, the fair value of such investment is R\$1,961.

Interests in special purpose entities ("SPE")

On January 20, 2023, the Company's Indian subsidiaries entered into share subscription and solar energy purchase agreements, among others, intended to establish a partnership with Vibrant Energy Holdings Private Limited, through a Special Purpose Entity (SPE) styled Akamu Solar Energy Private Limited, which will operate exclusively in the generation and supply of clean and renewable energy for the aforementioned Company's subsidiaries in India, which will hold approximately 37.9% of the SPE's capital, but without exercising significant influence. Accordingly, such investment will be measured at fair value within the scope of IFRS 9.

In March 2023, the capital contributions were made in the SPE by the Indian subsidiaries in the total amount of R\$ 5,697.

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

3. Basis of preparation of the interim financial information

The individual and consolidated interim financial information, contained in the Quarterly Information Form (ITR), for the three-month period ended March 31, 2023, was prepared and is presented in accordance with Accounting Pronouncement CPC 21 (R1) - Interim Financial Reporting, issued by the Brazilian Accounting Pronouncements Committee ("CPC") and in accordance with IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), consistently with the rules issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Quarterly Information Form - ITR.

In preparing this interim financial information contained in the Quarterly Information Form (ITR), the principles, estimates, accounting practices, measurement methods and standards adopted are consistent with those presented in the financial statements for the year ended December 31, 2022, unless otherwise stated.

This information does not include all requirements for annual or complete financial statements and, therefore, should be read in conjunction with the individual and consolidated financial statements for the year ended December 31, 2022, prepared in accordance with International Financial Reporting Standards (IFRS) and accounting practices adopted in Brazil issued by the Brazilian Accounting Pronouncements Committee ("CPC") and approved by the Brazilian Securities and Exchange Commission ("CVM"). Accordingly, this interim financial information at March 31, 2023 was not subject to full reporting, by reason of redundancy in relation to information already presented in the individual and consolidated financial statements for the year ended December 31, 2022, which were approved by the Board of Directors on March 20, 2023, and as provided for in the CVM/SNC/SEP Memorandum Circular No. 003/2011. The notes listed below are not presented in this individual and consolidated interim financial information or do not present the same level of details as the notes included in the annual financial statements:

- (2) Group Companies.
- (6) Trade receivables.
- (7) Inventories.
- (9) Income tax and social contribution.
- (11) Investments.
- (15) Borrowings, financing and debentures.
- (17) Tax obligations.
- (18) Payroll and related taxes.
- (19) Provision for labor, tax and civil risks.

Iochepe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
 Three-month period ended March 31, 2023
 (Amounts expressed in thousands of reais - R\$, unless otherwise stated)

- (20) Pension plan actuarial liabilities.
- (21) Equity.
- (22) Stock option plan.
- (23) Long-term incentive plan.
- (29) Risk and financial instrument management.

The disclosure and issue of the interim financial information, included in the Company's Quarterly Information Form (ITR) for the three-month period ended March 31, 2023, were approved by the Executive Board at the meeting held on May 8, 2023.

Exchange rates

The exchange rates in Brazilian reais (R\$) prevailing at the financial information reporting date are as follows:

	Closing rate	03/31/2023	12/31/2022
US dollars - US\$		5.0804	5.2177
Euro - €		5.5244	5.5694
	Average rate	03/31/2023	03/31/2022
US dollars - US\$		5.1946	5.2330
Euro - €		5.5739	5.8798

lochpe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
 Three-month period ended March 31, 2023
 (Amounts expressed in thousands of reais - R\$, unless otherwise stated)

4. Significant accounting policies

The judgments and significant accounting estimates and assumptions are the same as those adopted in preparing the financial statements for the year ended December 31, 2022, which should be read in conjunction.

Net investment hedge

Net investment hedges in a foreign transaction, including monetary item hedges accounted as part of the net investment, are recorded in such a way that gains or losses relating to the effective portion of the hedge are recognized in other comprehensive income, in equity, while any gains or losses relating to the ineffective portion are recognized in the statements of profit or loss. In the event of disposal of the foreign operation, the accumulated value of any of these gains or losses recorded in equity is transferred to the statements of profit or loss.

The Company uses two loans in foreign currency to protect its exposure to exchange rate risk on its investments abroad, more specifically its subsidiary lochpe Sistemas Automotivos de México, S.A. de C.V., whose net assets were designated as a hedged item. See Note 25 for more details.

4.1. RESTATEMENT OF CORRESPONDING FIGURES

After the issuance of the financial statements for the year ended December 31, 2022, Management revised its understanding of the classification of its forfeit transactions in the statements of cash flows, with payments made to financial institutions reclassified to financing activities, the reason why the balances for the three-month period ended March 31, 2022 are being restated. This review did not affect the statements of financial position or the statements of profit or loss figures for the period.

	Parent			Consolidated		
	As originally stated	Reclassification 03/31/2022	As restated	As originally stated	Reclassification 03/31/2022	As restated
Net cash from operating activities	161,936	264,114	426,050	323,229	264,114	587,343
Cash from (used in) financing activities	174,687	(264,114)	(89,427)	272,247	(264,114)	8,133

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
 Three-month period ended March 31, 2023
 (Amounts expressed in thousands of reais - R\$, unless otherwise stated)

5. Cash and cash equivalents

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Cash and banks:				
In Brazil	9,776	10,718	10,501	15,159
Abroad	-	-	943,307	977,915
	<u>9,776</u>	<u>10,718</u>	<u>953,808</u>	<u>993,074</u>
Highly liquid short-term investments:				
In Brazil	1,567,584	1,226,128	1,605,450	1,266,806
Abroad	-	-	45,481	27,174
	<u>1,567,584</u>	<u>1,226,128</u>	<u>1,650,931</u>	<u>1,293,980</u>
Total	<u>1,577,360</u>	<u>1,236,846</u>	<u>2,604,739</u>	<u>2,287,054</u>

Transactions	Average yield at 03/31/2023	Liquidity	Country	Parent		Consolidated	
				03/31/2023	12/31/2022	03/31/2023	12/31/2022
Bank Deposit Certificate (CDB)	103.0% CDI	Immediate	Brazil	1,514,934	1,214,223	1,550,501	1,252,071
Debentures under repurchase agreements	95.9% CDI	Immediate	Brazil	52,650	11,905	54,949	14,735
Investment in Turkish liras	21.6% p.a.	Immediate	Turkey	-	-	45,481	27,174
Total				<u>1,567,584</u>	<u>1,226,128</u>	<u>1,650,931</u>	<u>1,293,980</u>

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information

Three-month period ended March 31, 2023

(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

6. Trade receivables

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
In Brazil	590,855	500,687	631,031	522,172
Abroad	20,157	20,264	1,618,182	1,522,942
Related parties (Note 10.b)	72,062	73,077	50,658	45,683
Allowance for expected credit losses	(13,127)	(15,926)	(32,570)	(37,105)
Total	669,947	578,102	2,267,301	2,053,692

Part of the Company's investees carried out, in their normal course of the business, factoring transactions for the three-month period ended March 31, 2023 in the total amount of R\$340,407 and R\$61,341, without and with right of recourse, respectively, incurring finance costs in the total amount of R\$1,169. Considering the total factoring transactions throughout the three-month period ended March 31, 2023, R\$11,742 refers to the outstanding balance of the recourse type whose payment was pending by the customer and, consequently, is recorded as liabilities. At March 31, 2023, the amount of R\$134,385 classified as non-recourse had already been derecognized by the Company but was pending payment by the customer to the financial institution.

7. Inventories

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Finished products	79,211	104,782	681,924	756,067
Work-in-process and semi-finished products	229,000	204,525	622,396	606,153
Tooling for resale in process	48,901	45,089	110,546	114,301
Raw materials	255,959	228,287	763,188	886,424
Auxiliary and packaging materials	139,745	132,514	512,491	489,776
Advances to suppliers	9,190	8,824	12,694	10,653
Imports in transit	4,035	4,719	4,112	5,017
Allowance for inventory losses	(24,440)	(30,610)	(143,985)	(166,316)
Total	741,601	698,130	2,563,366	2,702,075

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

8. Recoverable taxes

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Corporate Income Tax (IRPJ) and Social Contribution Tax on Net Profit (CSLL)	106,557	96,801	217,772	199,978
State Value Added Tax (ICMS)	49,662	49,982	56,245	56,473
Federal Value Added Tax (IPI)	1,199	241	1,210	258
Export tax credits - Brazilian Special Regime for Reinstatement of Taxes for Exporters (REINTEGRA)	3,617	3,545	4,862	4,783
Contribution on Gross Revenue for Social Security Financing (COFINS) (i)	247,655	252,967	369,225	372,771
Contribution on Gross Revenue for Social Integration Program (PIS) (i)	53,498	54,610	79,772	80,501
Other	5,257	3,373	8,049	5,834
Value Added Tax (VAT) - foreign subsidiaries				
Mexico	-	-	149,319	163,265
Turkey	-	-	18,956	27,748
Germany	-	-	7,526	14,838
Thailand	-	-	6,730	5,868
Other countries	-	-	9,413	7,176
Total	467,445	461,519	929,079	939,493
Current	321,224	246,444	645,572	600,748
Noncurrent	146,221	215,075	283,507	338,745

- (i) On May 13, 2021, the Federal Supreme Court of Brazil ("STF") judged the request for amendment of judgment filed by the Federal Government and concluded that the exclusion of ICMS from the PIS and COFINS tax base is valid from March 15, 2017, date on which the thesis of general resonance was set in the judgment of Extraordinary Appeal No. 574706. The STF judges also clarified that the ICMS that is not included in the tax base of these contributions is that recorded in the invoice. This decision was the basis for the recognition, in June, of the PIS and COFINS credits for the period from 2012 to 2021 related to the lawsuit on behalf of the Parent Company, which was corroborated by the final and unappealable decision on the lawsuit that took place in July 2021. For the three-month period ended March 31, 2023, the Company recognized R\$ 11,523 of PIS and COFINS credits under "Other operating income (expenses)", of which R\$10,747 refer to the Parent Company and R\$776 to one of its subsidiaries.

iochpe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
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9. Income tax and social contribution

a) Deferred taxes

Deferred income tax and social contribution recognized in noncurrent assets and liabilities are presented below:

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Tax losses carryforwards	84,071	67,702	195,203	178,019
Social contribution losses carryforwards	35,694	29,669	52,234	46,336
Provision for labor, tax and civil risks	22,072	21,272	36,646	36,929
Provision for profit sharing	15,807	27,286	36,576	41,184
Allowance for inventory losses	8,310	10,407	23,346	23,785
Allowance for expected credit losses	4,463	5,415	22,343	25,261
Actuarial pension plan liability	-	-	54,220	59,672
Intellectual property	-	-	58,850	60,678
Deferred tax on surplus value	20,211	20,036	20,211	20,036
Depreciation and amortization difference	(101,641)	(101,673)	(267,013)	(262,768)
Deemed cost - property, plant and equipment – CPC 27	(21,643)	(22,403)	(21,643)	(22,403)
Goodwill tax amortization	(40,465)	(40,465)	(40,465)	(40,465)
Other	10,890	7,902	65,281	59,866
Total	37,769	25,148	235,789	226,130
Deferred tax asset, net	37,769	25,148	255,658	269,034
Deferred tax liability, net	-	-	(19,869)	(42,904)

Based on taxable profit projections annually reviewed by Management, the Company estimates to recover tax credits arising from income tax and social contribution losses carryforwards until 2032.

Ioche-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information

Three-month period ended March 31, 2023

(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

b) Reconciliation of income tax and social contribution credit (expense)

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Profit (loss) before income tax and social contribution	(30,228)	180,560	33,871	297,649
Combined rate - %	34	34	34	34
Income tax and social contribution credit (expense) at combined rate	10,278	(61,390)	(11,516)	(101,201)
Equity pickup	2,305	40,379	1,991	1,589
Nondeductible expenses (i)	87	(536)	(19,745)	(7,704)
Unrecognized tax credit on temporary differences and tax losses carryforwards	-	-	(3,429)	(5,983)
Taxes on foreign dividends	-	-	(4,145)	(6,719)
Tax rate difference of foreign subsidiary	-	-	4,775	11,241
Tax incentives from subsidiaries	-	-	2,332	15,647
Effect of translation (local currency versus functional currency)	-	-	(4,151)	(5,476)
Benefits from technological innovation projects	843	649	1,000	649
Other	374	544	(581)	(10,980)
Income tax and social contribution credit (expenses) in profit or loss	13,887	(20,354)	(33,469)	(108,937)
Current	243	(935)	(47,698)	(90,986)
Deferred	13,644	(19,419)	14,229	(17,951)

- (i) Regarding the impacts of nondeductible expenses in the period, R\$11,321 refers to the agreement entered into with the Mexican tax authorities. According to local rules, the portion of the settlement referring to the financial restatement amounting to R\$37,735, is nondeductible for income tax purposes.

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
 Three-month period ended March 31, 2023
 (Amounts expressed in thousands of reais - R\$, unless otherwise stated)

10. Related parties

a) Management compensation

	<u>03/31/2023</u>	<u>03/31/2022</u>
Board of Directors and Statutory Board	5,978	4,907
Key Management personnel (salaries and benefits)	22,047	20,473
Profit sharing agreed in Brazil (bonus)	2,619	1,816
Profit sharing agreed abroad (bonus)	9,384	7,519

In the three-month period ended March 31, 2023, the Company made contributions to the private pension plan totaling R\$362 (R\$337 for the three-month period ended March 31, 2022) on behalf of the statutory officers and key management personnel.

The balances of the provision for long-term incentive plan granted to the statutory officers and key management personnel are described in Note 19.

b) Related party transactions

Wheels and structural components sale transactions were performed in the normal course of business of the Company, its subsidiaries, associates and joint ventures. These transactions were carried out under prices, terms and payment conditions established among the parties, as if such transactions had been performed with non-related entities under arm's length principle. The settlement terms of these transactions range from 30 to 45 days, according to the conditions established between the parties and in compliance with other Company transactions. These transactions include, but are not limited to, intercompany loan agreements and provision of guarantees under the terms detailed below:

Ioche-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
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	03/31/2023			
	Assets	Liabilities	Profit or loss	
	Trade receivables	Trade payables	Sales	Purchases
Amsted-Maxion Fundação e Equipamentos Ferroviários S.A.(i)	7,069	-	14,147	-
Ioche-Maxion Austria and subsidiaries	21,404	-	33,121	-
Maxion Wheels do Brasil Ltda.	-	-	1	-
Maxion Montich S.A.(i)	43,589	5	36,558	-
Total	72,062	5	83,827	-

	12/31/2022		03/31/2022	
	Assets	Liabilities	Profit or loss	
	Trade receivables	Trade payables	Sales	Purchases
Amsted-Maxion Fundação e Equipamentos Ferroviários S.A.(i)	3,995	-	16,762	-
Ioche-Maxion Austria and subsidiaries	27,394	-	80,690	9,850
Maxion Wheels do Brasil Ltda.	-	-	466	-
Maxion (Nantong) Wheels, Co., Ltd.	-	-	-	1,313
Maxion Montich S.A.(i)	41,688	315	34,869	-
Total	73,077	315	132,787	11,163

(i) In the consolidated financial statements, transactions among Company's entities are eliminated, except for those involving jointly-controlled subsidiaries and associates.

c) Sureties granted

Through its Parent Company, the Company keeps the following amounts as sureties on transactions carried out by its subsidiaries and joint ventures, basically related to the borrowings and financing disclosed in Note 15:

Subsidiaries	03/31/2023	12/31/2022
Ingenieria y Maquinaria de Guadalupe, S.A. de C.V.	224,638	121,054
Ioche-Maxion Austria GmbH	2,530,256	2,617,218
Maxion Wheels Aluminum India Pvt. Ltd. (i)	60,095	83,381
Maxion Wheels Czech s.r.o.	109,808	110,692
Maxion Wheels de Mexico, S. de R.L. de C.V.	458,014	467,574

(i) See more details in Note 15, item (iv).

Ioche-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
Three-month period ended March 31, 2023
(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

d) Intercompany loans

The subsidiaries perform intercompany loan transactions, as presented below. The payment rates, conditions and terms are entered into as if the entities operated as separate companies. The amounts are used by the borrower to supply working capital requirements.

Lender	Borrower	Nature	03/31/2023		
			Rate	Currency	Total
Short term					
Maxion Wheels Czech s.r.o.	Ioche-Maxion Austria GmbH	Working capital	4.444%	EUR	1,746 thousand
Maxion Wheels Czech s.r.o.	Ioche-Maxion Austria GmbH	Working capital	9.210%	CZK	7,548 thousand
Ioche-Maxion Austria GmbH	Maxion Wheels Czech s.r.o.	Working capital	4.444%	EUR	6,266 thousand
Maxion Wheels Czech s.r.o.	Ioche-Maxion Austria GmbH	Working capital	9.210%	CZK	11,167 thousand
Ioche-Maxion Austria GmbH	Maxion Wheels Werke GmbH	Working capital	4.444%	EUR	210 thousand
Maxion Wheels Holding GmbH	Ioche-Maxion Austria GmbH	Working capital	4.444%	EUR	3,726 thousand
Maxion Wheels Italia S.r.l.	Ioche-Maxion Austria GmbH	Working capital	4.444%	EUR	8,060 thousand
Ioche-Maxion Austria GmbH	Maxion Wheels Espana S.L.	Working capital	4.444%	EUR	2,375 thousand
Maxion Wheels U.S.A. LLC	Ioche-Maxion Austria GmbH	Working capital	4.444%	EUR	2,698 thousand
Maxion Wheels Werke GmbH	Maxion Wheels Holding GmbH	Working capital	4.444%	EUR	37,679 thousand
Maxion Wheels Königswinter GmbH	Maxion Wheels Werke GmbH	Working capital	4.444%	EUR	737 thousand
Maxion Wheels Immobilien GmbH & Co. KG	Maxion Wheels Werke GmbH	Working capital	4.444%	EUR	291 thousand
Maxion Wheels Königswinter GmbH	Maxion Wheels Immobilien GmbH & Co. KG	Working capital	4.444%	EUR	246 thousand
Maxion Wheels Holding GmbH	Maxion Wheels Königswinter GmbH	Working capital	4.444%	EUR	7,622 thousand
Maxion Wheels Immobilien GmbH & Co. KG	Maxion Wheels Holding GmbH	Working capital	4.444%	EUR	502 thousand
Long term					
Hayes Lemmerz Barcelona, S.L.	Maxion Wheels Espana S.L.	Working capital	6.198%	EUR	306 thousand
Maxion Wheels Italia S.r.l.	Ioche-Maxion Austria GmbH	Working capital	5.448%	EUR	14,713 thousand
Ioche-Maxion Austria GmbH	Maxion Wheels Czech s.r.o.	Working capital	2.750%	EUR	4,013 thousand
Ioche-Maxion Austria GmbH	Maxion Wheels Czech s.r.o.	Working capital	2.750%	EUR	16,105 thousand
Maxion Wheels de Mexico, S. de R.L. de C.V.	Ingenieria y Maquinaria de Guadalupe, S.A. de C.V.	Working capital	5.560%	USD	12,575 thousand
Maxion Wheels Werke GmbH	Ioche-Maxion Austria GmbH	Working capital	5.198%	EUR	9,570 thousand

Iochope-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information

Three-month period ended March 31, 2023

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11. Investments

a) Breakdown

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Interests in subsidiaries	3,209,061	3,234,276	-	-
Interests in associates	71,161	73,690	71,161	73,690
Interests in joint ventures	56,533	55,344	56,533	55,344
Subtotal investments	3,336,755	3,363,310	127,694	129,034
Other investments	168	169	168	169
Total investments	3,336,923	3,363,479	127,862	129,203

b) Variations

	Balance at 12/31/2022	Capital increase (decrease)	Exchange rate changes on investments abroad	Equity pickup	Other	Balance at 03/31/2023
Iochope Maxion Austria GmbH	2,735,907	-	(23,476)	(5,930)	-	2,706,501
Maxion (Nantong) Wheels, Co., Ltd.	120,707	-	(2,661)	378	-	118,424
Maxion Wheels do Brasil Ltda.	377,662	-	-	6,474	-	384,136
DongFeng Maxion Wheels Limited (i)	23,091	-	(392)	(4,656)	-	18,043
Maxion Montich S.A. (i)	55,344	-	(7,285)	8,474	-	56,533
Amsted-Maxion Fundação e Equipamentos Ferroviários S.A. (i)	50,599	-	-	2,039	480	53,118
Total	3,363,310	-	(33,814)	6,779	480	3,336,755

(i) Jointly controlled subsidiary and associates considered in the individual and consolidated financial statements under the equity pick-up method.

Iochepe-Maxion S.A. and Subsidiaries

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(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

c) Information on subsidiaries, joint ventures and associates

	03/31/2023								
	Number of shares or units of interest (in lot of thousands)	Equity interest (%)	Assets	Liabilities	Capital	Equity attributable to controlling interests	Non- controlling interests	Net revenue	Profit (loss) for the period
Iochepe Maxion Austria GmbH (i)	-	100	9,977,851	6,919,973	1,972,591	2,706,501	351,377	2,950,897	(5,930)
Maxion (Nantong) Wheels, Co., Ltd. (i)	-	100	149,288	30,864	443,424	118,424	-	22,835	378
Maxion Wheels do Brasil Ltda.	326,187,994	100	475,678	91,542	326,188	384,136	-	88,624	6,474
Maxion Montich S.A.	2,813	50	296,584	183,383	3,912	113,066	135	135,511	16,948
Amsted-Maxion Fundação e Equipamentos Ferroviários S.A.	14,566,122	19.5	597,117	324,717	153,683	138,924	133,476	19,064	10,457
DongFeng Maxion Wheels Limited (i)	-	50	210,579	174,493	87,296	36,086	-	6,884	(9,312)

(i) Pursuant to respective local legislation, there is no concept of number of shares or units of interest.

In March 2023, the amounts of R\$11,049 and R\$23,931 were allocated as mandatory dividends for noncontrolling interests in indirect subsidiaries Maxion Inci Jant Sanayi, A.S. and Maxion Jantas Jant Sanayi ve Ticaret A.S., respectively.

Iochope-Maxion S.A. and Subsidiaries

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	12/31/2022								
	Number of shares or units of interest (in lot of thousands)	Equity interest (%)	Assets	Liabilities	Capital	Equity attributable to controlling interests	Non- controlling interests	Net revenue for the year	Profit (loss)
Iochope Maxion Austria GmbH	-	100	10,179,553	7,070,646	1,988,659	2,735,907	373,000	11,708,471	134,560
Maxion (Nantong) Wheels, Co., Ltd.	-	100	147,063	26,356	453,434	120,707	-	104,694	3,121
Remon Resende Montadora Ltda.	-	100	-	-	-	-	-	2,202	469
Maxion Wheels do Brasil Ltda.	326,187,994	100	452,017	74,355	326,188	377,662	-	333,412	17,633
Maxion Wheels (Thailand) Co. Ltd.	-	-	-	-	-	-	-	207,752	(18,291)
Maxion Montich S.A.	2,813	50	294,742	183,939	4,755	110,689	114	785,185	69,914
Amsted-Maxion Fundação e									
Equipamentos Ferroviários S.A.	14,566,122	19.5	600,997	341,518	153,683	132,334	127,145	626,946	47,522
DongFeng Maxion Wheels Limited	-	50	209,347	163,165	89,267	23,091	23,091	10,273	(27,558)

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12. Property, plant and equipment

a) Parent

	Buildings and improvements	Machinery and equipment	Land	Construction in progress (i)	Machinery spare parts	Tooling	Other	Total
Balances at December 31, 2021	226,686	433,156	26,452	220,195	19,821	7,055	67,043	1,000,408
Additions	-	2,395	-	148,666	-	-	17,387	168,448
Write-offs, net	(95)	(3,086)	-	-	(128)	-	(1,107)	(4,416)
Depreciation	(13,362)	(37,298)	-	-	(1,714)	(838)	(8,333)	(61,545)
Transfers	19,155	65,587	-	(77,861)	1,061	7	(8,449)	(500)
Balances at December 31, 2022	<u>232,384</u>	<u>460,754</u>	<u>26,452</u>	<u>291,000</u>	<u>19,040</u>	<u>6,224</u>	<u>66,541</u>	<u>1,102,395</u>
Additions	-	82	-	13,246	-	-	3,797	17,125
Write-offs, net	-	(1,094)	-	(996)	-	-	(1,672)	(3,762)
Depreciation	(3,486)	(9,858)	-	-	(487)	(190)	(2,212)	(16,233)
Transfers	10,825	16,564	-	(27,675)	-	-	53	(233)
Balance at March 31, 2023	<u>239,723</u>	<u>466,448</u>	<u>26,452</u>	<u>275,575</u>	<u>18,553</u>	<u>6,034</u>	<u>66,507</u>	<u>1,099,292</u>
At December 31, 2022								
Cost	419,513	1,025,878	26,452	291,000	28,706	20,064	206,482	2,018,095
Accumulated depreciation	(187,129)	(565,124)	-	-	(9,666)	(13,840)	(139,941)	(915,700)
Carrying amount, net	<u>232,384</u>	<u>460,754</u>	<u>26,452</u>	<u>291,000</u>	<u>19,040</u>	<u>6,224</u>	<u>66,541</u>	<u>1,102,395</u>
At March 31, 2023								
Cost	430,338	1,038,382	26,452	275,575	28,706	19,705	191,833	2,010,991
Accumulated depreciation	(190,615)	(571,934)	-	-	(10,153)	(13,671)	(125,326)	(911,699)
Carrying amount, net	<u>239,723</u>	<u>466,448</u>	<u>26,452</u>	<u>275,575</u>	<u>18,553</u>	<u>6,034</u>	<u>66,507</u>	<u>1,099,292</u>

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b) Consolidated

	Buildings and improvements (v)	Machinery and equipment	Land	Construction in progress (ii)	Machinery spare parts	Tooling	Other	Total
Balances at December 31, 2021	946,698	2,164,044	366,716	495,060	79,774	73,225	127,617	4,253,134
Additions	2,198	16,347	-	454,654	27,978	7,937	80,305	589,419
Write-offs, net	(622)	(4,008)	(28)	(801)	(5,554)	(3,489)	(2,622)	(17,124)
Depreciation	(48,893)	(307,939)	-	-	(26,551)	(23,583)	(22,761)	(429,727)
Transfers (iv)	38,666	307,243	-	(348,978)	11,276	8,109	(12,409)	3,907
Exchange rate changes	(61,429)	(175,162)	(70,891)	(25,128)	(5,328)	(7,224)	(10,632)	(355,794)
Balances at December 31, 2022	876,618	2,000,525	295,797	574,807	81,595	54,975	159,498	4,043,815
Additions (iii)	376	4,142	-	68,412	7,397	1,485	8,749	90,561
Write-offs, net	-	(1,223)	-	(440)	(2,673)	-	(5,969)	(10,305)
Depreciation	(12,378)	(75,229)	-	-	(6,589)	(5,684)	(6,516)	(106,396)
Transfers (iv)	15,688	61,280	-	(87,108)	2,856	8,226	(1,090)	(148)
Exchange rate changes	(10,662)	(26,818)	(3,290)	(4,875)	(1,039)	(805)	(1,733)	(49,222)
Balance at March 31, 2023	869,642	1,962,677	292,507	550,796	81,547	58,197	152,939	3,968,305
At December 31, 2022								
Cost	1,543,258	5,715,505	295,797	574,807	230,449	309,467	470,389	9,139,672
Accumulated depreciation	(666,640)	(3,714,980)	-	-	(148,854)	(254,492)	(310,891)	(5,095,857)
Carrying amount, net	876,618	2,000,525	295,797	574,807	81,595	54,975	159,498	4,043,815
At March 31, 2023								
Cost	1,540,435	5,694,750	292,507	550,796	234,264	313,687	451,539	9,077,978
Accumulated depreciation	(670,793)	(3,732,073)	-	-	(152,717)	(255,490)	(298,600)	(5,109,673)
Carrying amount, net	869,642	1,962,677	292,507	550,796	81,547	58,197	152,939	3,968,305

- (i) At March 31, 2023, this comprises: (1) buildings, amounting to R\$21,747 (R\$23,024 at December 31, 2022); (2) machinery and equipment, amounting to R\$218,791 (R\$233,176 at December 31, 2022); and (3) other assets, amounting to R\$35,037 (R\$34,800 at December 31, 2022), largely relating to Cruzeiro plant.
- (ii) At March 31, 2023, this comprises: (1) buildings, amounting to R\$25,218 (R\$26,449 at December 31, 2022); (2) machinery and equipment, amounting to R\$479,109 (R\$495,781 at December 31, 2022); and (3) other assets, amounting to R\$46,469 (R\$52,577 at December 31, 2022), relating to Turkey, Mexico and Cruzeiro plants.
- (iii) Of total additions for the period, most of the investments was made by Turkey, Mexico, Cruzeiro and India plants in the amounts of R\$33,612, R\$26,689, R\$12,663 and R\$7,900, respectively.
- (iv) In 2023, these include transfers made between the headings "Property, plant and equipment" and "Intangible assets" in the amount of R\$(148). In 2022, these include transfers made between the headings "Property, plant and equipment" and "Intangible assets" in the amount of R\$(1,974), and between the headings "Property, plant and equipment" and "Inventories" in the amount of R\$5,881.
- (v) The entity Maxion Wheels do Brasil Ltda. has pledges established on the property under registration number 41.299 in guarantee of tax enforcement proceedings Nos. 0007615-80.2009.403.6119, 0004936-83.2004.403.6119 and 0000923-02.2008.403.6119, in progress before the 3rd Federal Court in Guarulhos, State of São Paulo. The total amount involved in these proceedings corresponds to R\$9,893.

iochpe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information
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13. Intangible assets - consolidated

Assets with finite useful lives	Customer relationship	Software	Land use rights	Trademark	Other	Total
Balances at December 31, 2021	108,967	75,841	29,487	115,779	2,135	332,209
Additions	-	2,573	-	-	300	2,873
Amortization	(9,385)	(8,376)	(400)	(10,255)	(794)	(29,210)
Transfers	-	2,198	(597)	-	373	1,974
Exchange rate changes	(13,173)	(725)	(4,401)	(13,934)	(246)	(32,479)
Balances at December 31, 2022	86,409	71,511	24,089	91,590	1,768	275,367
Additions	-	678	-	-	-	678
Amortization	(2,402)	(1,818)	(103)	(2,622)	(130)	(7,075)
Transfers (i)	-	215	-	-	(67)	148
Exchange rate changes	(677)	(9)	(497)	(716)	(9)	(1,908)
Balance at March 31, 2023	83,330	70,577	23,489	88,252	1,562	267,210
At December 31, 2022						
Cost	190,472	121,649	27,876	121,127	50,394	511,518
Accumulated amortization	(104,063)	(50,138)	(3,787)	(29,537)	(48,626)	(236,151)
Carrying amount, net	86,409	71,511	24,089	91,590	1,768	275,367
At March 31, 2023:						
Cost	188,933	122,447	27,293	120,174	50,002	508,849
Accumulated amortization	(105,603)	(51,870)	(3,804)	(31,922)	(48,440)	(241,639)
Carrying amount, net	83,330	70,577	23,489	88,252	1,562	267,210

Goodwill on acquisition of subsidiaries					
Assets with indefinite lives	Meritor				Total
	iochpe-Maxion Austria GmbH (ii)	Ingenieria y Maquinaria de Guadalupe, S.A. de C.V.	Comércio e Indústria de Sistemas Automotivos Ltda.	iochpe Sistemas Automotivos de México S.A. de C.V.	
Balances at December 31, 2021	1,414,717	577,888	20,292	3,309	2,016,206
Exchange rate changes	(168,217)	(37,570)	-	(215)	(206,002)
Balances at December 31, 2022	1,246,500	540,318	20,292	3,094	1,810,204
Exchange rate changes	(10,072)	(14,218)	-	(81)	(24,371)
Balance at March 31, 2023	1,236,428	526,100	20,292	3,013	1,785,833

(i) Transfers between "Property, plant and equipment", "Intangible assets" and "Inventories" (Note 12. b) item (iv)).

(ii) As per the corporate reorganization described in the financial statements at December 31, 2021, goodwill arising from the acquisition of Hayes Lemmerz was reallocated from iochpe Holdings LLC to iochpe-Maxion Austria GmbH.

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At March 31, 2023, the Company reached a market cap of R\$ 1,844,635 and Total equity of R\$ 4,216,552. The Company performs impairment tests on the goodwill balances shown in the previous table annually or if there is any indication for anticipation of the impairment tests. The Company did not identify any indication for anticipation of impairment tests in this quarter.

14. Right of use - consolidated

Assets with finite useful lives	IT equipment	Properties	Machinery and equipment	Forklifts	Vehicles	Total
Balances at December 31, 2021	3,967	15,045	6,015	16,135	11,856	53,018
Additions	4,379	10,034	10,029	3,696	7,206	35,344
Write-offs, net	(353)	(617)	-	(596)	(3,209)	(4,775)
Depreciation	(4,281)	(8,764)	(3,874)	(10,105)	(5,294)	(32,318)
Transfers	-	(821)	-	-	821	-
Exchange rate changes	(86)	(1,330)	369	(1,703)	(1,282)	(4,032)
Balances at December 31, 2022	3,626	13,547	12,539	7,427	10,098	47,237
Additions	85	14,960	7,505	2,971	3,508	29,029
Write-offs, net	-	-	(1,136)	-	-	(1,136)
Depreciation	(318)	(2,135)	(1,160)	(2,389)	(1,584)	(7,586)
Exchange rate changes	(2)	(466)	(89)	(108)	(48)	(713)
Balance at March 31, 2023	3,391	25,906	17,659	7,901	11,974	66,831

In the three-month period ended March 31, 2023, total accumulated lease expenses classified as short-term leases and leases of low-value assets amount to R\$2,162 (R\$1,285 in the three-month period ended March 31, 2022).

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15. Borrowings, financing and debentures

a) Parent

	Index	Average annual interest rate (%)	Last maturity date	Amortized transaction cost	Balance of unamortized transaction cost	03/31/2023	12/31/2022
<u>Local currency</u>							
Bank Credit Bill – CCB	CDI +	2.10	February 2024	-	-	100,473	100,414
Bank Credit Bill – CCB long-term (i)	Selic +	3.00	December 2027	108	(269)	71,072	74,765
FINAME (i)	Selic +	3.04	May 2028	149	(402)	295,682	286,411
Export credit note – NCE (vi)	CDI +	2.40	April 2025	-	-	837,983	451,839
Export credit note – NCE (swap) (iii)	CDI +	2.25	March 2024	-	-	231,469	239,844
Forfait transactions	-	15.47	July 2023	-	-	207,668	64,704
Total borrowings and financing				257	(671)	1,744,347	1,217,977
<u>Foreign currency</u>							
Export loan – US\$ (vii)	-	7.30	March 2024	-	-	199,636	-
Total borrowings and financing				-	-	199,636	-
Total borrowings and financing				257	(671)	1,943,983	1,217,977
Simple debentures of 9 th issuance – 1 st series	CDI +	0.75	February 2024	12,822	(3,731)	168,607	352,168
Simple debentures of 9 th issuance – 2 nd series	CDI +	0.95	February 2026	3,695	(2,868)	110,290	114,088
Simple debentures of 10 th issuance	CDI +	0.75	September 2024	9,895	(5,178)	346,897	357,755
Simple debentures of 11 th issuance – 1 st series	CDI +	2.00	April 2025	1,298	(2,948)	371,466	357,534
Simple debentures of 11 th issuance – 2 nd series	CDI +	2.60	April 2027	675	(3,013)	426,035	409,685
Total debentures				28,385	(17,738)	1,423,295	1,591,230
Total borrowings, financing and debentures				28,642	(18,409)	3,367,278	2,809,207
Current liabilities						1,498,573	566,660
Unamortized costs						(10,412)	(10,840)
Total						1,488,161	555,820
Noncurrent liabilities						1,887,114	2,263,717
Unamortized costs						(7,997)	(10,330)
Total						1,879,117	2,253,387

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b) Consolidated

	Index	Average annual interest rate (%)	Last maturity date	Amortized transaction cost	Balance of unamortized transaction cost	03/31/2023	12/31/2022
<u>Local currency</u>							
Bank Credit Bill – CCB	CDI +	2.10	February 2024	-	-	100,473	100,414
Bank Credit Bill – CCB long-term (i)	Selic +	3.00	December 2027	108	(269)	71,072	74,765
FINAME (i)	Selic +	3.04	May 2028	149	(402)	295,682	286,411
Export credit note – NCE (vi)	CDI +	2.40	April 2025	-	-	837,983	451,839
Export credit note – NCE (swap) (iii)	CDI +	2.25	March 2024	-	-	231,469	239,844
Forfait transactions (viii)	-	15.47	July 2023	-	-	207,668	64,704
Total borrowings and financing				257	(671)	1,744,347	1,217,977
<u>Foreign currency</u>							
Long-term loan – US\$ (vii)	-	7.30	March 2024	-	-	199,636	-
Long-term loan – US\$	SOFR 6m +	2.61	November 2024	13,294	(1,788)	121,628	121,056
Long-term loan – Rupee (iv)	1y MCLR +	0.15	January 2026	229	-	44,572	54,525
Long-term loan – Rupee (iv)	1m MCLR +	0.15	May 2025	-	-	11,603	13,158
Long-term loan – Rupee (iv)	3m T Bill +	3.58	February 2024	-	-	1,238	1,421
Long-term loan – Rupee	3m T Bill +	3.22	April 2028	-	-	49,504	50,528
Sustainability-linked Notes Units – US dollar	-	5.00	May 2028	2,430	(6,259)	304,619	308,622
Sustainability-linked Notes Units – Euro (ii)	-	3.50	May 2028	13,242	(34,444)	1,726,972	1,750,060
Syndicated Loan – Euro	Euribor 3m +	3.00	November 2026	530	(5,784)	660,225	664,985
Working capital – US dollar	-	6.40	April 2023	-	-	66,903	68,698
Working capital – US dollar (v)	SOFR 6m +	2.52	September 2024	-	-	189,502	90,254
Forfait transactions – US dollar (viii)	-	8.92	July 2023	-	-	20,801	84,897
Working capital – Euro	-	2.75	January 2027	-	-	43,636	49,011
Working capital – Euro	Euribor 1m +	1.70	July 2023	2,165	(257)	109,808	110,692
Working capital – Euro	Euribor 3m +	2.10	June 2025	-	-	29,618	89,210
Working capital – Euro	Euribor 1y +	2.70	September 2024	-	-	113,441	112,962
Working capital – Rupee	-	9.05	December 2023	-	-	11,742	15,601
Working capital – Rupee (iv)	1m MCLR +	0.15	April 2023	-	-	2,682	14,276
Working capital – Baht	-	3.72	May 2023	-	-	66,605	67,825
Subtotal in foreign currency				31,890	(48,532)	3,774,735	3,667,781
Total borrowings and financing				32,147	(49,203)	5,519,082	4,885,758
Simple debentures of 9 th issuance – 1 st series	CDI +	0.75	February 2024	12,822	(3,731)	168,607	352,168
Simple debentures of 9 th issuance – 2 nd series	CDI +	0.95	February 2026	3,695	(2,868)	110,290	114,088
Simple debentures of 10 th issuance	CDI +	0.75	September 2024	9,895	(5,178)	346,897	357,755
Simple debentures of 11 th issuance – 1 st series	CDI +	2.00	April 2025	1,298	(2,948)	371,466	357,534
Simple debentures of 11 th issuance – 2 nd series	CDI +	2.60	April 2027	675	(3,013)	426,035	409,685
Total debentures				28,385	(17,738)	1,423,295	1,591,230
Total borrowings, financing and debentures				60,532	(66,941)	6,942,377	6,476,988
Current liabilities						2,036,913	1,065,091
Unamortized costs						(19,191)	(21,480)
Total						2,017,722	1,043,611
Noncurrent liabilities						4,972,405	5,487,111
Unamortized costs						(47,750)	(53,734)
Total						4,924,655	5,433,377

lochpe-Maxion S.A. and Subsidiaries

Notes to individual and consolidated interim financial information

Three-month period ended March 31, 2023

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- (i) At March 31, 2023, the financing raised by the Company with BNDES and BDMG, with balance of R\$ 361,176, corresponding to Finame, R\$295,682 and Bank credit bill R\$71,072, is guaranteed by the property, plant and equipment of Limeira and Contagem plants.
- (ii) To mitigate the risk of foreign exchange rate fluctuations, subsidiary lochpe-Maxion Austria took out a derivative financial instrument. Further details can be found in the "Sustainability-linked Notes Units" section below and in Note 25 - Risk management.
- (iii) To mitigate the risk of foreign exchange rate fluctuations, the Company linked cross-currency swap contracts to the Export Credit Notes (NCE) contracts in the total amount of US\$45,000 (equivalent to R\$214,391), both the dollar exposure and the interest set in the respective loan agreements were exchanged for exposure in reais at an interest rate of CDI plus 2.25% p.a., using the same critical terms of the NCEs, thus configuring a hedge accounting transaction. Further details in the section "Cross currency swap - Export Credit Notes" below and in Note 25 - Risk management.
- (iv) At March 31, 2023, the balance of loans guaranteed by the Company to the subsidiary Maxion Wheels Aluminum India Pvt. Ltd is R\$60,095.
- (v) Refers to working capital in the amount of US\$ 20,000 maturing in January 2024 raised by the indirect subsidiary Ingenieria y Maquinaria de Guadalupe, S.A. de C.V. ("Inmagusa").
- (vi) Refer to export credit notes raised in the amount of R\$450,000, maturing between March 2024 and April 2025, at an average cost of CDI + 2.70% p.a.
- (vii) Refer to loans in the amount of US\$ 39,200 with maturities in March 2024, with an average cost of 7.30% p.a. Such loans were designated as hedging instrument to protect the net investment in the subsidiary lochpe Sistemas Automotivos de México, S.A. de C.V, whose functional currency is the US dollar, with the purpose of mitigating the risk of exposure of the Company to exchange rate risk on this investment. More details in Note 25 - Risk management.
- (viii) In the Parent Company, the Forfait additions in the three-month period ended March 31, 2023 totaled R\$217,012 (R\$402,890 in the first quarter of 2022), and the amortization R\$64,704 (R\$264,114 in the first quarter of 2022), with the net movement of R\$152,308 (R\$138,776 in the first quarter of 2022). In the Consolidated, the Forfait additions in the three-month period ended March 31, 2023 totaled R\$238,846 (R\$402,890 in the first quarter of 2022), and the amortization R\$149,324 (R\$264,114 in the first quarter of 2022), with the net movement of R\$ \$89,522 (R\$138,776 in the first quarter of 2022). Such additions have no cash effect, as shown in Note 30.

At March 31, 2023, the amounts recorded in noncurrent liabilities mature as follows:

	Parent	Consolidated
2024	463,361	979,221
2025	756,910	1,034,249
2026	327,305	559,532
2027	272,674	285,656
2028 and thereafter	58,867	2,065,997
Total	1,879,117	4,924,655

The foreign currency-denominated working capital borrowings held by foreign subsidiaries are guaranteed by the Company's sureties, in the total net amount of R\$511,954 (R\$486,093 at December 31, 2022).

Iochope-Maxion S.A. and Subsidiaries

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Debentures

The debentures issued by the Company and outstanding are: (i) simple debentures, not convertible into shares, of 9th issuance, nominative and book-entry unsecured, in two series; (ii) simple debentures, not convertible into shares, of 10th issuance, nominative and book-entry unsecured, in a single series; and (iii) simple debentures, not convertible into shares, of 11th issuance - CVM Instruction No. 476, nominative and book-entry unsecured, in two series. These issuances were approved at Board of Directors' meetings.

The debentures indentures are available on the Company's and CVM's pages on the world wide web.

The debentures were subscribed at the unit par value paid in one lump sum in local currency upon subscription, with interest being amortized on a semiannual basis, as follows:

Debentures	Category	Principal amount upon issuance	Issuance date	Final maturity	Finance charges	Amount at 03/31/2023
9 th issuance – 1 st series	Simple	338,800	02/11/2019	02/14/2024	100% CDI + 0.75% p.a.	168,607
9 th issuance – 2 nd series	Simple	111,200	02/11/2019	02/11/2026	100% CDI + 0.95% p.a.	110,290
10 th issuance	Simple	350,000	09/16/2019	09/16/2024	100% CDI + 0.75% p.a.	346,897
11 th issuance – 1 st series	Simple	350,000	04/15/2022	04/15/2025	100% CDI + 2.00% p.a.	371,466
11 th issuance – 2 nd series	Simple	400,000	04/15/2022	04/15/2027	100% CDI + 2.60% p.a.	426,035

Covenants

The 9th and 10th issuance of debentures have early maturity clauses in the event of occurrence of certain events (with certain exceptions), such as: (a) default of the Company's obligations; (b) loss of licenses or authorizations relevant to the Company's activities, (c) failure to maintain a financial ratio (resulting from dividing the net debt by the Company's adjusted EBITDA), calculated semiannually, equal to or less than 3.50x, at June 30 and December 31 of each year during the term of the debentures, (d) filing for bankruptcy or judicial recovery of the Company; (e) asset sale limit; (f) distribution of dividends in excess of the mandatory dividend pursuant to applicable corporate law, in the event of default by the Company; (g) restriction on the acquisition of control of the Company by third parties; and (h) spin-off, merger, incorporation (in which the Company is incorporated) or incorporation of shares.

Iochepe-Maxion S.A. and Subsidiaries

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(Amounts expressed in thousands of reais - R\$, unless otherwise stated)

The 11th issuance of debentures has early maturity clauses in the event of occurrence of certain events (with certain exceptions), such as: (a) default of the Company's obligations; (b) loss of licenses or authorizations relevant to the Company's activities, (c) filing for bankruptcy or judicial recovery of the Company; (d) asset sale limit; (e) distribution of dividends in excess of the mandatory dividend pursuant to applicable corporate law, in the event of default by the Company (or in case, on the date of the deliberation, after consideration of the pro forma effect of such distribution and/or payment in excess of the mandatory dividend, the financial ratio (resulting from the division of net debt by the adjusted EBITDA of the Company) is greater than 3.50x; (f) restriction on the acquisition of control of the Company by third parties; (g) spin-off, merger, incorporation (in which the Company is incorporated) or incorporation of shares of the Company and/or of its significant subsidiaries; and (h) new debts incurred (except for certain permitted debts, as defined in the indenture) in case, on the date of the event at issue, after consideration of the pro forma effect, said financial ratio is greater than 3.50x.

In the three-month period ended March 31, 2023 and up until the date of approval of these individual and consolidated interim financial information, the Company was in compliance with all aforementioned clauses.

Optional Purchase Offers

On March 28, 2023, the Company released notices of optional acquisition offers covering the simple debentures of the 9th and 10th issuances of the Company, aiming at their cancellation, as provided for in the respective indentures.

On April 18, 2023, the Company announced that, within the scope of said offerings, 99.17% of the outstanding debentures of the 9th issuance of the 1st series, 83.16% of the outstanding debentures of the 9th issuance of the 2nd series and 96.43% of the outstanding debentures of the 10th issuance, which were cancelled.

The price paid by the Company in relation to each of the 9th issuance debentures of the 1st series, of the 9th issuance debentures of the 2nd series and the 10th issuance debentures, within the scope of the optional purchase offers, was lower than the updated nominal value of the debentures of the respective issuance/series, and was equivalent to the present value of the remaining installments of each issuance/series, calculated for the date of the optional purchase, considering as the discount rate the DI x Prefixed Rate plus a spread of (i) 1.50% per annum for the 9th issuance debentures of the 1st series; (ii) 2.00% per annum., for the 9th issuance debentures of the 2nd series; and (iii) 1.50% per annum for the 10th issuance debentures.

The settlement of the purchase of the debentures held by the debenture holders who adhered to the optional purchase offers was carried out on April 20, 2023 in the amount of R\$604,000.

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Sustainability-linked Notes Units

The Company has Notes Units linked to ESG (Environmental, Social and Governance) clauses in the foreign market in the aggregate principal amount of US\$400,000, of which US\$340,000 in Senior Notes of Iochepe-Maxion Austria and US\$60,000 in Senior Notes of Maxion Wheels de Mexico. These Units were issued at a discount of 1.45% on their face value and mature on May 7, 2028, at a fixed interest rate of 5% p.a., remunerated on a semiannual basis and denominated in US dollar.

Regarding ESG clauses, from November 7, 2026, the interest rate payable will be increased by 25 basis points to 5.25% p.a., unless the Company previously notifies the trustee, at least 30 days before the referred date, that, in relation to the year ending December 31, 2025, the goal of 30% reduction in carbon dioxide (CO²) emission was achieved.

In addition, to hedge itself against foreign exchange risk, subsidiary Iochepe-Maxion Austria, whose functional currency is the Euro, took out a derivative transaction named cross currency swap (swap), using the same critical terms as the Senior Notes, through which the proceeds from exposure in US dollar were exchanged for exposure in Euro.

The Notes Units issued by the Company are subject to covenants as to carrying out certain operations until their effective settlement, with emphasis on the occurrence of the ratio between adjusted net debt and adjusted EBITDA for the last twelve months equal to or less than: (i) 4.50 until May 7, 2023; and (ii) 3.50 after this date.

In the three-month period ended March 31, 2023 and up until the date of approval of these individual and consolidated interim financial information, the Company was in compliance with all referred clauses.

Credit facilities

The Company has a credit facility in the amount of R\$620,000 with *Agência Especial de Financiamento Industrial S.A. - FINAME*. This new credit facility also has a 7-year payment period and a 2-year grace period, and is available until February 2024. At March 31, 2023, the lines were available but not used.

The Company took out a Revolving Credit Facility in the amount of R\$500,000, maturing in three years. At March 31, 2023, the lines were available but not used.

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16. Trade payables

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
In Brazil	454,498	420,481	476,842	435,017
Abroad	6,261	5,495	1,797,019	1,859,238
Related parties (Note 10.b)	5	315	5	315
Total	460,764	426,291	2,273,866	2,294,570

17. Provision for labor, tax and civil risks

The Company and its subsidiaries are parties to legal and administrative proceedings before various courts and government agencies, arising in the ordinary course of business, involving tax, labor, civil and other matters.

Based on information from its legal counsel, Management analyzed existing proceedings and recognized provisions in an amount considered sufficient to cover related estimated probable losses, which are presented below along with changes for the year/period:

	Parent				Consolidated			
	Labor	Tax	Civil	Total	Labor	Tax	Civil	Total
Balance at 12/31/2021	12,193	51,229	5,391	68,813	23,727	56,195	10,971	90,893
Additions	2,384	3,927	-	6,311	11,910	4,171	-	16,081
Payments	(2,965)	(4,455)	(2,614)	(10,034)	(9,065)	(4,710)	(4,305)	(18,080)
Reversals	(4,014)	(461)	(2,728)	(7,203)	(8,664)	(461)	(6,091)	(15,216)
Monetary adjustments	598	3,729	351	4,678	1,223	4,018	351	5,592
Transfers	(144)	-	144	-	(144)	-	144	-
Exchange rate changes	-	-	-	-	(183)	-	(513)	(696)
Balance at 12/31/2022	8,052	53,969	544	62,565	18,804	59,213	557	78,574
Additions	308	1,668	2	1,978	965	1,668	23	2,656
Payments	(283)	-	(4)	(287)	(992)	-	(4)	(996)
Reversals	(254)	(383)	(66)	(703)	(739)	(3,047)	(67)	(3,853)
Monetary adjustments	173	1,185	7	1,365	358	1,257	6	1,621
Exchange rate changes	-	-	-	-	(63)	-	-	(63)
Balance at 03/31/2023	7,996	56,439	483	64,918	18,333	59,091	515	77,939

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The Company and its subsidiaries are parties to labor, tax and civil proceedings involving contingent liabilities for which a provision was not recorded since they involve a possible or remote loss, as determined by Management and its legal advisors.

At March 31, 2023, these lawsuits whose likelihood of loss is classified as possible are presented below, along with the details of the main cases:

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Labor	62,356	57,235	136,331	138,150
Tax	532,479	543,700	567,124	572,744
Civil	723	611	723	611
Total	595,558	601,546	704,178	711,505

- (a) Administrative tax proceeding No. 3.127.787-1 filed against the Company, regarding: (i) the supposed failure to issue tax documents (invoices) arising from alleged inventory differences identified in a tax audit of activities involving the shipment for and return from manufacturing operations; (ii) the supposed receipt of goods without tax documents (invoices) arising from alleged inventory differences identified in a tax audit of activities involving the shipment for and return from manufacturing operations; (iii) the recording of ICMS tax credits (VAT) on acquisitions from entities subject to the so-called Simples (simplified taxation regime); and (iv) the filing of a digital file (SINTEGRA file) in violation of the template or format required by the Brazilian legislation. The item (i) of the aforementioned tax notice was definitively canceled at the administrative level, and a petition to reverse the decision was filed for the other items, which is pending a decision while the record is taken under advisement. The amount under dispute, classified as a possible loss, corresponds to R\$199,464.
- (b) Tax assessment notice issued by the State Department of Finance (SEFAZ) of Rio de Janeiro state against the Company in November 2021, for the period from January 2016 to September 2021, alleging noncompliance with the regulatory requirements set forth in SEFAZ Resolution No. 905/2015 for the application of the special ICMS deferral taxation regime established in State Law No. 6953/2015 in sales of the Resende branch, with the collection of ICMS tax for the period and application of a fine of 75%; administrative defense submitted; an administrative lower court decision is currently awaited, and the total amount discussed is classified as a possible loss corresponding to R\$155,505.

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- (c) Administrative proceedings No. 16045.720012/2015-62 and No. 16045.720013/2015-15, requesting respectively: (i) the payment of IRPJ (corporate income tax) tax amounts under allegations of incorrect deduction of income tax paid abroad for calendar year 2011; and (ii) the payment of CSLL (social contribution) amounts as a result of the IRPJ tax amounts claimed in item (i) previous, plus interest and a 75% automatic fine on both IRPJ and CSLL, as well as administrative proceedings No. 10860.901849/2015-11 and No. 10860.901848/2015-76 requesting the disallowance of income tax and social contribution losses balances for calendar year 2012, due to the supposedly incorrect deduction of income tax paid abroad mentioned in item (i) above. Administrative defenses were filed, on which decisions were handed down at the lower court. The case is pending decision at the administrative higher court, given the appeals filed by the National Treasury Department and by the Company against the partially favorable decisions. The amount under dispute, assessed as a possible loss, is R\$17,078.
- (d) Administrative proceedings No. 16048.720140/2017-48 and No. 16048.720.402/2017-74, requesting respectively: (i) the payment of IRPJ (income tax) tax amounts under allegations of incorrect deduction of income tax paid abroad for calendar year 2012; and (ii) the payment of CSLL (social contribution) amounts as a result of the IRPJ tax amounts claimed in item (i) above, plus interest, a 75% automatic fine, and a one-time fine on both IRPJ and CSLL. Administrative defenses were filed and decisions partially favorable to the Company were rendered at lower administrative level, and higher administrative level decisions are currently awaited due to appeals lodged National Treasury Department and by the Company. These cases are in connection with proceedings No. 10860.901849/2015-11 and No. 10860.901848/2015-76 (item c above). The amount under dispute, assessed as a possible loss, is R\$72,130.
- (e) Administrative proceedings No. 13881.720061/2015-55, No. 10865-720.674/2020-60, No. 13603-720.924/2020-31 and No. 10860-720.538/2020-10, which request the payment of taxes relating to unapproved offsets, due to the supposed lack of proof of payment of tax credit amounts relating to the CACEX rate, plus interest and a 20% automatic fine. The protest letter was deemed unfounded and an appeal was filed by the Company for consideration at the administrative higher court. The amount under dispute, assessed as possible loss, totals R\$27,906.

Pursuant to a tax audit conducted by the Mexican tax authorities for the year ended December 31, 2012, the Company's subsidiary in Mexico, Maxion Wheels de México, S. de R.L. de C.V. received a tax assessment notice, which mainly alleged: (i) supposed non-deductibility for tax purposes of interest expenses relating to loan taken out in January 2012 from a financial institution to finance the acquisition of the Mexican company Ingeniería y Maquinaria de Guadalupe, S.A. de C.V.; and (ii) supposed omission of revenue based on the capital gain concept upon the intragroup disposal of said company, which took place in December 2012, with the relevant appeal having been filed at administrative level.

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In order to avoid lawsuits on this matter, as well as the difficulties and costs deriving therefrom, and considering the significant amount involved, the Company sought an extrajudicial settlement to an end, still in the administrative level, to the discussions within the scope of the tax audit referring to the year 2012 aforementioned, as well as the tax audits for the years 2013 to 2015, carried out by the Mexican tax authorities on the subsidiary Ingeniería y Maquinaria de Guadalupe, S.A. de C.V. upon the payment by the taxpayers of the total amount of approximately R\$181,000, and the total amount involved in these discussions, updated on September 30, 2022, corresponded to approximately R\$1,146,428, according to the material fact disclosed on December 7, 2022.

At December 31, 2022, the agreement with the Mexican tax authorities had already been concluded to end audits at the subsidiary Ingeniería y Maquinaria de Guadalupe, S.A. de C.V. with the consequent payment of the amount of R\$48,176 (recorded in the statement of profit or loss for the year ended December 31, 2022 under income tax and social contribution in the total of R\$24,228 and interest and financial restatement under finance costs in the total of R\$23,948). At March 31, 2023, negotiations were finished to put an end, also at administrative level, to the discussions within the scope of the tax audit at subsidiary Maxion Wheels de México, S. de R.L. de C.V. upon payment by the taxpayer of the amount of R\$146,999, which recognized for the three-month period ended March 31, 2023 interest and financial restatement, under finance costs in the total amount of R\$1,815. The consequent termination of said tax audit at Maxion Wheels de México, S. de R.L. de C.V. took place on April 28, 2023.

In June 2022, the premises of Maxion Wheels Holding GmbH (a subsidiary of the Company) in Königswinter, Germany, were inspected by the German antitrust body (Bundeskartellamt), in the context of an investigation concerning suspected noncompliance with competition laws related to light aluminum wheel manufacturers. The Company is fully cooperating with the authorities. In the event a violation of the applicable statutes is deemed to have occurred, such subsidiary could be subject to a fine or civil proceedings. This is an ongoing investigation and the Company is unable to anticipate the duration, scope or outcome of the investigation.

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The Company is a party to administrative proceedings of a tax nature related to the collection by the Brazilian Internal Revenue Service of a specific fine imposed in addition to applicable fine and interest for non-approval of offsets, premised on article 74, paragraph 17, of Law No. 9430/1996 and Revenue Procedure (IN) No. 1675 of 2016; administrative defenses were presented and a lower court decision is pending, with the total amount discussed being R\$30,145. On March 20, 2023, Brazil's Federal Supreme Court ("STF"), in judgment of the Extraordinary Appeal (RE) 796.939, with general resonance recognized through Topic 736, and the Direct Action of Unconstitutionality (ADI) 4905, decided for the unconstitutionality of the application of the specific fine in view of the mere refusal to approve tax offsets. Considering this decision, the legal advisors reclassified the cases in progress, assessing their risk as remote loss.

Judicial deposits linked to provision - consolidated

These represent restricted assets of the Company and its subsidiaries referring to amounts deposited in court in connection with legal proceedings assessed as probable losses, which will be held by courts until a final decision is reached. At March 31, 2023, these amounts total R\$59,147 (R\$56,533 at December 31, 2022).

18. Equity

a) Share capital

At March 31, 2023, the Company's fully subscribed and paid-in capital is R\$1,576,954,290.05 (one billion five hundred seventy-six million nine hundred fifty-four thousand two hundred ninety reais and five cents), comprising 153,719,601 (one hundred fifty-three million seven hundred nineteen thousand six hundred one) registered common shares with no par value.

Under the bylaws, as decided by the Board of Directors, regardless of amendment to the bylaws, the Company may increase its share capital limited, however, to 82,000,000 registered common shares, nominative and without par value, through the issuance of new common shares. Out of the total limit, 58,856,229 shares have already been issued, and 23,143,771 new shares are subject to issuance.

Within the limit of authorized capital and in accordance with the plan approved by the Shareholders' General Meeting, the Company may grant stock options to its officers, employees or individuals who provide services to the Company, pursuant to paragraph 3, article 168 of Law No. 6404/76.

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b) Reserve for investment and working capital

This reserve aims to ensure investments in production assets and increase in working capital, even by amortizing the Company's debts, as well as by capitalizing and financing subsidiaries and joint ventures. This reserve will comprise a minimum 10% and a maximum of 58% of net profit for the year, limited to the total amount of share capital plus the legal reserve.

c) Allocation of profit

The allocation of profit for the year follows the following guidelines: (i) 5% to the legal reserve, which cannot exceed 20% of capital; (ii) 37% for distribution as mandatory dividends; and (iii) the remaining amount, which is not allocated to the investment and working capital reserve or retained as defined in the capital budget approved by the Annual Shareholders' Meeting, will be allocated as supplementary dividends to the shareholders.

d) Recognized stock options granted

Share-based payments refer to the results recorded for the 2015 stock option plan, less the eligible stock options already exercised. At March 31, 2023, there are no plans in effect.

e) Treasury shares

On February 16, 2023, the Company approved a share buyback program and expects to acquire up to 1,200,000 (one million two hundred thousand) own shares. At March 31, 2023, 572,800 shares had already been repurchased for an average price of R\$11.49, totaling R\$6,584, which together with the shares already held in treasury would represent 2.16% of the outstanding shares.

At March 31, 2023, the Company had 2,822,627 common shares in the amount of R\$48,032 (2,249,827 common shares in the amount of R\$41,448 at December 31, 2022), as a commitment under the long-term incentive program.

The market value of the common shares held in treasury totaled R\$33,872, reflecting the price of R\$12.00 per share at March 31, 2023.

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f) Valuation adjustments to equity

These are recorded as a result of revaluation of property, plant and equipment items (deemed cost) based on appraisal reports prepared by independent valuation experts upon first-time adoption of CPCs and IFRSs. The corresponding income tax and social contribution are classified in noncurrent liabilities and are realized upon depreciation or write-off of the revalued assets against accumulated losses, net of taxes. Foreign exchange differences on foreign investments are allocated to Other comprehensive income (loss), whose functional currency is other than the Company's functional currency.

g) Legal reserve

This legal reserve is a requirement for all Brazilian companies and represents appropriation of 5% of profit for the year based on Brazilian legislation, up to the limit of 20% of the subscribed share capital.

h) Capital reserve

At March 31, 2023, this reserve is applicable to compute the effects of the restatement of the financial position of the investment in Argentina, due to the hyperinflationary economy and to goodwill deriving from acquisition of non-controlling interests.

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19. Long-term incentive plan

The rules of the Long-Term Incentive Plan ("Program") granted to the Company's officers were disclosed in the financial statements for the year ended December 31, 2022 (Note 23).

In February 2023, the Board of Directors approved the long-term incentive programs referring to the profit or loss for year 2023 ("Program 2023"). Each unit granted corresponds to the amount of R\$11.18. The terms and conditions are substantially the same stated for the other plans, as disclosed in the financial statements for the year ended December 31, 2022.

The settlement dates for each program are as follows:

Program	Tranche	Maturity	Outstanding RSUs and PSs
RSU - 2020	33.3%	03/20/2024	59,297
PS - 2020	100%	03/20/2024	133,551
RSU - 2021	33.3%	03/20/2024	119,597
RSU - 2021	33.3%	03/20/2025	119,597
PS - 2021	100%	03/20/2025	359,149
RSU - 2022	33.4%	03/20/2024	152,121
RSU - 2022	33.3%	03/20/2025	151,665
RSU - 2022	33.3%	03/20/2026	151,665
PS - 2022	100%	03/20/2026	455,451
RSU - 2023	33.4%	03/20/2025	198,883
RSU - 2023	33.3%	03/20/2026	198,288
RSU - 2023	33.3%	03/20/2027	198,288
PS - 2023	100%	03/20/2027	595,459

At March 31, 2023, the total provision recorded as "Other payables" is R\$2,658 in the individual financial statements (R\$3,364 at December 31, 2022) and R\$7,020 in the consolidated financial statements (R\$8,678 at December 31, 2022). Treasury shares held for purposes of making payments under the 2019, 2020, 2021 and 2022 Programs are described in Note 18.e).

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20. Finance income (costs)

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Finance income:				
Income from short-term investments	32,390	4,566	35,588	5,534
Pension plan interest income	-	-	135	42
Discounts obtained and interest on trade receivables	12	10	12	10
Financial gain on lawsuits	1,232	721	1,321	782
Finance income on PIS and COFINS credits (i)	4,318	3,741	6,008	5,549
Monetary adjustment on IRPJ/CSLL credits	2,415	900	2,645	1,150
Fair value of financial instrument	2,131	-	2,131	-
Other	425	2	1,880	1,335
Total	<u>42,923</u>	<u>9,940</u>	<u>49,720</u>	<u>14,402</u>
Finance costs:				
Interest expenses and finance charges	(103,665)	(74,833)	(147,625)	(105,321)
Pension plan interest expenses	-	-	(8,222)	(2,971)
Monetary adjustment of provisions for risks	(1,365)	(978)	(1,621)	(1,141)
Tax on Financial Transactions (IOF)	(38)	(1,542)	(39)	(1,549)
Amortized cost of debenture issues	(2,727)	(4,507)	(2,727)	(4,507)
Amortized cost (Sustainability-linked Notes Units)	-	-	(2,031)	(2,348)
Bank expenses	(1,987)	(2,813)	(5,857)	(7,073)
Charges and monetary adjustment on tax liabilities (ii)	-	-	(1,815)	-
Fair value of financial instrument	(3,887)	-	(3,887)	-
Other	(1,998)	(575)	(3,250)	(1,563)
Total	<u>(115,667)</u>	<u>(85,248)</u>	<u>(177,074)</u>	<u>(126,473)</u>

(i) As described in Note 8, item (i), plus financial adjustments on previously recognized credits.

(ii) As mentioned in Note 17.

21. Foreign exchange gains (losses), net

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Trade receivables	(88)	(1,369)	(7,732)	(23,522)
Borrowings and financing	1,075	(10,609)	1,102	(9,581)
Trade payables	(24)	495	6,283	24,107
Short-term investments	-	-	(2,490)	(1,194)
Derivative financial instruments	-	-	(2,762)	829
Other	715	(309)	1,064	(820)
Total	<u>1,678</u>	<u>(11,792)</u>	<u>(4,535)</u>	<u>(10,181)</u>

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22. Net sales and services revenue

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Gross sales and service revenue	1,212,643	1,484,175	4,255,401	4,563,259
Deductions:				
Taxes on sales	(223,284)	(266,440)	(237,385)	(276,816)
Rebates, returns and cancelations	(10,167)	(3,568)	(19,863)	(9,252)
Net sales and services revenue	<u>979,192</u>	<u>1,214,167</u>	<u>3,998,153</u>	<u>4,277,191</u>

23. Costs and expenses by nature

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Raw material	(535,162)	(666,678)	(2,284,634)	(2,447,333)
Salaries and benefits	(233,879)	(227,542)	(702,950)	(628,736)
Supplies/maintenance	(57,969)	(66,798)	(242,441)	(231,647)
Electric power and gas	(20,612)	(18,350)	(205,359)	(148,639)
Depreciation and amortization	(17,618)	(17,344)	(121,000)	(128,251)
Outsourced services	(24,011)	(25,369)	(70,239)	(71,471)
Freight	(19,756)	(18,057)	(92,132)	(87,608)
Management fees	(5,978)	(4,907)	(5,978)	(4,907)
Transportation/communication	(5,212)	(4,862)	(13,942)	(8,882)
Other costs and expenses	(15,883)	(9,498)	(103,251)	(77,572)
Total	<u>(936,080)</u>	<u>(1,059,405)</u>	<u>(3,841,926)</u>	<u>(3,835,046)</u>
Classified as:				
Cost of sales and services	(885,317)	(1,020,673)	(3,657,067)	(3,666,191)
Selling expenses	(1,390)	(3,482)	(17,792)	(21,317)
General and administrative expenses	(43,395)	(30,343)	(161,089)	(142,631)
Management fees	(5,978)	(4,907)	(5,978)	(4,907)
Total	<u>(936,080)</u>	<u>(1,059,405)</u>	<u>(3,841,926)</u>	<u>(3,835,046)</u>

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24. Other operating income (expenses)

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Income from exclusion of ICMS from the PIS and COFINS tax base (i)	10,747	10,632	11,523	11,132
Loss on valuation of put option (ii)	-	-	-	(30,661)
Expenses with restructuring (iii)	(3,306)	(576)	(6,753)	(1,072)
Impairment of assets	82	627	(43)	94
Gain (loss) on sale of assets	(638)	(1,212)	(489)	(1,026)
Provision for tax risks	(1,501)	(1,500)	(1,657)	(1,646)
Ancillary systems expenses	(8,281)	(6,290)	(8,281)	(6,290)
Expenses from intercompany transactions (iv)	(8,731)	(7,560)	-	-
Gains from reimbursed insurance claims	-	-	776	-
Government benefits and grants (v)	1,773	-	8,280	-
Other operating income (expenses)	802	16	320	2,551
Total	(9,053)	(5,863)	3,676	(26,918)

- (i) As described in Note 8, item (i).
- (ii) In accordance with put option contract, a subsidiary of the Company is required to acquire certain shares issued by another subsidiary at a fixed price, with the beneficiaries, which are minority shareholders of the subsidiary in question, exercising the option. The acquisition price of these shares is measured according to the formula described in the related put option contract. At March 31, 2023, the Company has, through its subsidiary, noncurrent liabilities related to that put option in the amount of R\$42,434 (€7,681 thousand), the same balance at December 31, 2022. Consequently, "other operating expenses" was not impacted at March 31, 2023 (as compared to a loss of R\$30,662 (€5,601 thousand) in the period ended March 31, 2022).
- (iii) Due to reduction in the volume produced in some locations and the deepening of the automation of manufacturing processes, certain areas underwent structural reorganizations.
- (iv) These refer to transactions between companies of the same Group, mainly referring to charges for corporate services and allocation of expenses. In the consolidated, such transactions are eliminated.
- (v) These refer to grants and benefits extended by government authorities of Brazil, Italy and India in the amounts of R\$2,142, R\$2,580 and R\$3,558, respectively.

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25. Risk management and financial instruments

a) General considerations and policies

The general considerations and policies on risk management and financial instruments are described in Note 29 to the financial statements for the year ended December 31, 2022, and should be read together with these notes.

b) Financial risk management

The credit risks are described in Note 29 to the financial statements for the year ended December 31, 2022, and should be read together with these notes.

Concerning receivables from customers, the Company believes that due to: (i) its strict credit rating analysis; (ii) continuous monitoring of outstanding balances; and (iii) the fact that its customers are large-sized car manufacturers that have good risk ratings in the market, the credit risk is under control.

Liquidity risk and interest rate risk

Liquidity and interest rate risks are described in Note 29 to the financial statements for the year ended December 31, 2022, and should be read together with these notes.

Foreign currency risk

This risk arises from the possible fluctuation in the exchange rates of foreign currencies used by the Company and its subsidiaries in obtaining financial instruments in foreign currency other than the functional currency of each entity, as well for the acquisition of raw materials, sale of products, and financial instruments the entities enter into. In addition to payables and receivables in foreign currencies, the Company and its subsidiaries invest in foreign direct and indirect subsidiaries and have operating cash flows involving purchase and sale in other currencies. The Company and its subsidiaries have a specific policy on hedge transactions aimed at mitigating such risks.

At March 31, 2023, the Company had foreign currency-indexed assets in excess of liabilities by R\$13,557, as the geographical diversification of the business provides a natural hedge and greater stability to the Company's results, serving as a natural hedge to borrowings and other accounts payable in foreign currency.

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	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Assets:				
Trade receivables (i)	20,157	20,264	1,618,182	1,522,942
Derivative financial instruments	-	-	254,617	269,391
Foreign related parties	21,491	27,484	87	90
Total assets	41,648	47,748	1,872,886	1,792,423
Liabilities:				
Borrowings and financing (ii)	199,636	-	3,774,735	3,667,781
Trade payables (iii)	6,261	5,495	1,797,019	1,859,238
Derivative financial instruments	-	-	3,191	5,356
Total liabilities	205,897	5,495	5,574,945	5,532,375
Net exposure	(164,249)	42,253	(3,702,059)	(3,739,952)
(-) Foreign subsidiaries using local functional currency	-	-	3,516,464	3,754,816
(-) Net investment hedge in foreign transactions	199,152	-	199,152	-
Total exposure for sensitivity analysis purposes	34,903	42,253	13,557	14,864

- (i) In the consolidated financial statements for March 31, 2023, 71.4% (74.2% at December 31, 2022) refers to trade accounts receivable by foreign subsidiaries, denominated in U.S. dollars, euros and yuans.
- (ii) In the consolidated financial statements at March 31, 2023, 54.4% (56.6% at December 31, 2022) refers to borrowings obtained in local currency by foreign subsidiaries, denominated in U.S. dollars, euros, rupees and bahts (Note 15).
- (iii) In the consolidated financial statements at March 31, 2023, 79.0% (81.0% at December 31, 2022) refers to trade payables by foreign subsidiaries, denominated in U.S. dollars, euros and yuans.

Foreign currency risk arises from fluctuations in foreign exchange rates of foreign currency-denominated borrowings and financing, and trade receivables and payables. At March 31, 2023, part of these exposures is hedged with cross currency swap derivatives, and designated as hedge, as follows:

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Cash flow hedge

Hedging instruments	Hedged item	Hedged risk	Hedging period	Notional value – Asset position (USD)	Notional value – Liability position (Euro)	Fair value (Euro) at 03/31/23	Fair value (R\$) at 03/31/23	Cash flow hedge balance (R\$) at 03/31/23	Cash flow hedge balance (R\$) at 12/31/22
Cross-Currency Swap - US\$/Euro	Sustainability -linked Notes Units	Currency risk - Principal and Interest	05/07/2021 to 05/07/2028	340,000 thousand	279,835 thousand	46,089 thousand	254,617	67,373	56,195

Hedging instruments	Hedged item	Hedged risk	Hedging period	Notional value – Asset position (USD)	Notional value – Liability position (R\$)	Fair value (R\$) at 03/31/23	Cash flow hedge balance (R\$) at 03/31/23	Cash flow hedge balance (R\$) at 12/31/22
Cross-Currency Swap - US\$/BRL	Export credit notes	Currency risk - Principal and Interest	03/31/2022 to 03/28/2024	30,000 thousand	142,290	7,662	(2,349)	(423)

Net investment hedge in foreign transactions:

In March 2023, two loans were raised in the total amount of US\$39.2 thousand designated as a hedging instrument to protect the net investment in the subsidiary Iochpe Sistemas Automotivos de México, S.A. de C.V., whose functional currency is the US dollar, with the objective of protecting against the Company's exposure to exchange rate risk on this investment. Exchange gains and losses arising from these financial liabilities are transferred to Other Comprehensive Income to offset any gains and losses on the translation of net investments in the subsidiary. The Company established a coverage ratio of 1:1 for the hedging ratio, since the underlying risk of the hedging instrument is identical to the hedged item component.

Hedging instruments	Hedged item	Hedged risk	Hedging period	Notional value of hedging instrument (USD)	Designated notional value of hedged item (USD)	Hedge balance (R\$) at 03/31/23	Hedge balance (R\$) at 12/31/22
Loans denominated in foreign currency (US\$)	Iochpe Sistemas Automotivos de México, S.A. de C.V.	Foreign currency risk	03/10/2023 to 03/19/2024	39,200 thousand	39,200 thousand	5,358	-

The gain or loss related to the hedging instrument recognized in Other Comprehensive Income is equivalent to the accumulated exchange rate change of the principal of those loans, being the parameter for measuring the effectiveness of the hedging strategy.

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Fair value option

The Company chose to designate a protected liability (hedge item) to be recorded at fair value through profit or loss. The accounting effects are identical to what would be achieved through hedging documentation.

Financial instruments	Financial instrument type	Hedged risk	Interest rate	Notional value (USD)	Balance (R\$) at 03/31/23	Balance (R\$) at 03/31/22	Effects on profit or loss (R\$) for the period ended 03/31/23
Export Credit Notes	Debt (hedge item)	Currency risk - Principal and Interest	USD + 4.95%	15,000 thousand	79,029	81,206	2,177
Cross-Currency Swap - US\$/BRL	Derivative		CDI + 2.25%		6,460	1,591	(4,869)
					85,489	82,797	(2,692)

Concentration risk

The Company's and its subsidiaries' products are usually sold under purchase orders of material amounts regularly placed by a limited number of customers that represent a significant volume of sales. Currently, approximately 75% of their operating income comes from ten customers. The loss of a major customer or the decrease in the volume purchased by such customer could have an adverse impact on the Company and its subsidiaries.

Risk of fluctuation in steel and aluminum prices

A significant part of the Company's and its subsidiaries' operations depends on their ability to purchase steel and aluminum at competitive prices. If steel and aluminum prices increase significantly, and the Company and its subsidiaries are unable to pass the price increase on to products or to reduce operating costs to offset such increase, the operating margin will be lower.

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Sensitivity analysis - consolidated

Financial instruments, including derivatives, as applicable, are exposed to changes due to fluctuations in exchange rates, interest rates and CDI rate. The sensitivity analysis of financial instruments to these variables were considered by the Company's Management and are shown below:

i) Selection of risks

The Company and its subsidiaries selected three market risks that could impact the value of their financial instruments: (1) U.S. dollar/Brazilian real exchange rate; (2) interest rates on borrowings and financing (CDI), (SELIC), (TERM SOFR) and (EURIBOR); and (3) short-term investment yield rate (CDI).

ii) Selection of scenarios

Three scenarios were considered in the risk sensitivity analysis for the indexes on these financial assets and financial liabilities, and the Company adopted the probable scenario. The Company also estimated two additional scenarios with a 25% and a 50% decrease in the risk variables considered at March 31, 2023.

The probable scenario considered by the Company is the actual perspective of the Brazilian real versus U.S. dollar exchange rate, CDI, SELIC TERM SOFR and EURIBOR indexes at March 31, 2023. Accordingly, the Company visited the website of Brazil's Central Bank (BACEN) as a source to obtain the U.S. dollar/Brazilian real exchange rate, the B3 website for CDI, and Bloomberg portal for TERM SOFR and EURIBOR.

Sensitivity analysis of fluctuations in exchange rate changes

For the sensitivity analysis of foreign currency exposure at March 31, 2023, as shown in the table with the foreign exchange currency exposure under "Foreign currency risk," the balances of trade receivables, trade payables and borrowings and financing held by foreign subsidiaries were disregarded because they are denominated in the local functional currencies of each foreign subsidiary, and, therefore, the Company's Management believes that there is no foreign currency risk that could affect the subsidiaries' cash flows.

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Considering these foreign currency exposures at March 31, 2023, the sensitivity analysis of outstanding position in the consolidated financial information is as follows:

Company risk	Possible scenario	Remote scenario
Decrease in U.S. dollar rate	3,389	6,779

The possible scenario considers a 25% appreciation of the Brazilian real against the U.S. dollar based on the exchange rate at March 31, 2023 of R\$5.0804/US\$1.00 (R\$3.8103/US\$1.00), and the remote scenario considers a 50% appreciation (R\$2.5402/US\$1.00).

Management did not use the probable scenario in the sensitivity analysis because it believes that it substantially reflects the currency rate fluctuations recognized in the financial statements for the three-month period ended March 31, 2023.

Sensitivity analysis of interest rate changes - Company's exposure to interest rate increase – Consolidated

The sensitivity analysis below takes into consideration the principal amount of borrowings and financing:

Borrowings and financing - CDI	Scenarios		
	Probable	Possible	Remote
CDI at March 31, 2023	13.65%	17.06%	20.48%
CDI-indexed borrowing - R\$1,139,391			
Estimated finance costs	155,527	194,380	233,347
Effect - loss		(38,853)	(77,820)
Borrowings and financing - SELIC	Scenarios		
	Probable	Possible	Remote
SELIC at March 31, 2023	13.75%	17.19%	20.63%
SELIC-indexed borrowing - R\$316,250			
Estimated finance costs	43,484	54,363	65,242
Effect - loss		(10,879)	(21,758)
Borrowings and financing - 6-month SOFR	Scenarios		
	Probable	Possible	Remote
6-month SOFR at March 31, 2023	4.90%	6.12%	7.35%
6-month SOFR-indexed borrowing - R\$311,130			
Estimated finance costs	15,274	19,078	22,912
Effect - loss		(3,804)	(7,638)

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Borrowings and financing - 1-month EURIBOR	Scenarios		
	Probable	Possible	Remote
1-month EURIBOR at March 31, 2023	2.92%	3.64%	4.37%
1-month EURIBOR-indexed borrowing – R\$110,065			
Estimated finance costs	3,208	4,006	4,810
Effect - loss		(798)	(1,601)

Borrowings and financing - 3-month EURIBOR	Scenarios		
	Probable	Possible	Remote
3-month EURIBOR at March 31, 2023	3.04%	3.80%	4.56%
3-month EURIBOR-indexed borrowing – R\$692,546			
Estimated finance costs	21,040	26,317	31,580
Effect - loss		(5,277)	(10,541)

Borrowings and financing - 1-year EURIBOR	Scenarios		
	Probable	Possible	Remote
1-year EURIBOR at March 31, 2023	3.62%	4.53%	5.43%
1-year EURIBOR-indexed borrowing – R\$110,488			
Estimated finance costs	4,002	5,005	5,999
Effect - loss		(1,003)	(1,998)

Debentures - CDI	Scenarios		
	Probable	Possible	Remote
CDI at March 31, 2023	13.65%	17.06%	20.48%
Debentures indexed to 100% of CDI - R\$1,380,600			
Estimated finance costs	188,452	235,530	282,747
Effect - loss		(47,078)	(94,295)

Sensitivity analysis of changes in short-term investments - Company's exposure to a potential decrease in interest rates

Short-term investments - CDI	Scenarios		
	Probable	Possible	Remote
CDI at March 31, 2023	14.05%	10.53%	7.02%
Short-term investments - 102.8% of CDI - R\$1,605,450			
Estimated finance income	225,566	169,054	112,703
Effect - loss		(56,512)	(112,863)

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Subsidiaries Maxion Jantas Jant Sanayi ve Ticaret A.S. and Maxion Inci Jant Sanayi A.S. have a natural hedge due to their transactions in other currencies. In case there is an outstanding balance not subject to natural hedge, these entities enter into forward contracts to prevent further impacts referring to such currency fluctuation.

At March 31, 2023, outstanding transactions total eighteen contracts, with expected maturities between April 28, 2023 and October 31, 2023. In the three-month period ended March 31, 2023, the Company recognized realized and unrealized gains and losses in the amount of R\$851 and R\$(3,377), respectively. The amount was recorded under "Derivative financial instruments" (Note 21) in the statements of profit or loss for the period.

Hedged item	Risk	Counterparty	Notional amount (in thousands)		Market value loss
			€	R\$	
Outstanding balance	Exchange rate changes	Akbank T.A.Ş.	14,854	81,353	(712)
Outstanding balance	Exchange rate changes	Türk Ekonomi Bankası A.S.	8,295	45,761	(64)
Outstanding balance	Exchange rate changes	Türkiye Garanti Bankası A.Ş	25,317	137,284	(2,601)
Total			48,466	264,398	(3,377)

The subsidiary Maxion Wheels (Thailand) Co. Ltd. has a natural hedge due to its transactions in other currencies. In case there is an outstanding balance not subject to natural hedge, this company enters into forward contracts to prevent further impacts referring to such currency fluctuation.

At March 31, 2023, outstanding transactions total twenty-six contracts, with expected maturities between April 3, 2023 and October 9, 2023. In the three-month period ended March 31, 2023, the Company recognized realized and unrealized gains and losses in the amount of R\$(397) and R\$161, respectively. That amount was recorded under "Derivative financial instruments" (Note 21) in the statements of profit or loss for the period.

Hedged item	Risk	Counterparty	Notional amount (in thousands)		Market value gain
			THB\$	R\$	
Outstanding balance	Exchange rate changes	Bangkok Bank PCL.	82,167	12,243	6
Outstanding balance	Exchange rate changes	Kasikorn Bank PCL.	221,226	32,963	(29)
Outstanding balance	Exchange rate changes	The Hongkong and Shanghai Banking Corporation Limited	171,807	25,599	184
Total			475,200	70,805	161

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26. Capital management

Company's Management seeks to keep a balance between the highest possible returns with the most appropriate levels of borrowing and the advantages and security afforded by a solid capital position. The main goal is about reaching a rate of return in proportion with its cost of capital, which is annually reviewed using the Weighted Average Cost of Capital (WACC) approach.

The debt-to-equity ratio is as follows:

	Parent		Consolidated	
	03/31/2023	12/31/2022	03/31/2023	12/31/2022
Total borrowings, financing and debentures	3,367,278	2,809,207	6,942,377	6,476,988
Derivative financial instruments (i)	(1,202)	(8,983)	(252,628)	(273,018)
Cash and cash equivalents	(1,577,360)	(1,236,846)	(2,604,739)	(2,287,054)
Net debt	1,788,716	1,563,378	4,085,010	3,916,916
Total equity	3,865,175	3,919,807	4,216,552	4,292,807
Net debt-to-equity ratio	46%	40%	97%	91%

(i) Refers to the total Derivative financial instruments, current and noncurrent assets less Derivative financial instruments, current and noncurrent liabilities.

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27. Earnings per share

	<u>03/31/2023</u>	<u>03/31/2022</u>
Denominator:		
Weighted average number of shares	153,719,601	153,719,601
Weighted number of treasury shares	(2,284,674)	(1,444,277)
Weighted average number of outstanding shares	151,434,927	152,275,324
Numerator - basic:		
Profit (loss) for the period – R\$	(16,341,135)	160,206,269
Basic earnings (loss) per share for the period – R\$	(0.10791)	1.05208
Denominator - diluted:		
Weighted average number of outstanding shares	151,434,927	152,275,324
Weighted average number of shares	151,434,927	152,275,324
Numerator - diluted:		
Profit (loss) for the period – R\$	(16,341,135)	160,206,269
Diluted earnings (loss) per share for the period – R\$	(0.10791)	1.05208

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28. Segment information

Accounting standard CPC 22/IFRS 8 – Operating Segments requires consistent segment reporting in line with Management reports provided and revised by the operating decision-maker for assessing the financial performance of each operating segment and for allocating resources. The Company's main operating decision-maker is the Chief Executive Officer - CEO.

The Company and its subsidiaries operate in a single business segment (automotive), having adopted a matrix management structure that only sales revenue are reviewed in detailed levels by the main decision-maker, once the products manufactured and sold by the Company and its subsidiaries are solely segregated into the Maxis Wheels and Maxis Structural Components divisions.

Net revenue is as follows:

	03/31/2023		03/31/2022	
	Net revenue	Interest held	Net revenue	Interest held
Aluminum Wheels (Light Vehicles)	163,406	4.1%	127,476	3.0%
Steel Wheels (Light Vehicles)	136,872	3.4%	127,454	3.0%
Steel Wheels (Commercial Vehicles)	288,711	7.2%	394,995	9.2%
Structural components (Light Vehicles)	114,474	2.9%	101,867	2.4%
Structural components (Commercial Vehicles)	322,145	8.1%	443,102	10.4%
Total for South America - Brazil	1,025,608	25.7%	1,194,894	27.9%
Aluminum Wheels (Light Vehicles)	161,443	4.0%	148,343	3.5%
Steel Wheels (Light Vehicles)	351,311	8.8%	506,862	11.9%
Steel Wheels (Commercial Vehicles)	95,520	2.4%	114,513	2.7%
Structural components (Commercial Vehicles)	538,167	13.5%	561,997	13.1%
Total for North America	1,146,441	28.7%	1,331,715	31.1%
Aluminum Wheels (Light Vehicles)	682,080	17.1%	562,153	13.1%
Steel Wheels (Light Vehicles)	330,488	8.3%	329,746	7.7%
Steel Wheels (Commercial Vehicles)	439,095	11.0%	425,138	9.9%
Total for Europe	1,451,663	36.3%	1,317,037	30.8%
Aluminum Wheels (Light Vehicles)	226,469	5.7%	254,874	6.0%
Steel Wheels (Light Vehicles)	54,702	1.4%	58,658	1.4%
Steel Wheels (Commercial Vehicles)	93,270	2.3%	120,013	2.8%
Total for Asia and others	374,441	9.4%	433,545	10.1%
Total	3,998,153	100.0%	4,277,191	100.0%

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29. Insurance coverage

The Company and its subsidiaries have insurance coverage for some inventory items, property, plant and equipment assets, civil liability, and other assets. At March 31, 2023, the insurance policies and coverage are as follows:

Insured assets	Coverage	Insured amount
Inventories and property, plant and equipment	Fire, lightning, explosion, windstorm, machinery breakdown and other risks	1,371,660
Warranty	Judicial, traditional and customs guarantees	27,692
Land cargo	Highway risk and cargo carrier liability and transportation risk in import and export transactions	138,454
General Civil Liability (RCG), Errors & Omissions (E&O)	Third-party claims, crimes	1,004,090

30. Additional information to the statements of cash flows

Non-cash transactions

	Parent		Consolidated	
	03/31/2023	03/31/2022	03/31/2023	03/31/2022
Purchases of property, plant and equipment items payable recorded as "Trade payables"	1,555	1,785	3,063	1,904
Forfait transactions additions	217,012	402,890	238,846	402,890
Additions from right of use	-	-	29,029	2,847
IRPJ and CSLL offsetting	7,068	-	7,068	-

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31. Events after the reporting period

On February 16, 2023, the Company approved a share buyback program issued by the Company in order to mitigate possible impact arising from its obligations under the Long-Term Incentive Plan ("plan"), which provides for the possibility of granting, by the Company, a pecuniary premium to certain chief directors and other executives, referenced in the appreciation of the shares issued by the Company on the stock exchange and in the return on capital invested in the Company. The program provides for the acquisition of up to 1,200,000 (one million, two hundred thousand) own shares, which, together with the shares already held in treasury, would represent 2.62% of total outstanding shares.

At March 31, 2023, 572,800 shares had already been repurchased and thus recognized under "Treasury shares". In the period between April 01 and April 20, 2023, 609,200 shares had been repurchased.

The plan ends on August 16, 2023, in compliance with the limits established in the program and applicable regulations. Until the date of publication of this individual and consolidated interim financial information, only 18,000 shares are pending repurchase.

In April and May 2023, the Company made new capital increases in its direct subsidiary lochpe-Maxion Austria GmbH for the amount of €27,050 thousand, equivalent to R\$150,201, with the aim of providing resources for cash reinforcement and eventual capital contribution to its subsidiaries.

On May 4, 2023, of the Company through its direct subsidiary lochpe-Maxion Austria GmbH, acquired 1,792,114 shares of France-based Forsee Power S.A., a company engaged in the battery and electro-mobility business listed in Euronext Paris, French stock exchange, for the total amount of €5,000 thousand, equivalent to R\$27,581.

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32. Officers' statement of compliance

Under the terms of CVM Resolution No. 80/22, the Company's Board of Directors hereby declares that it has reviewed, discussed and agreed with the individual and consolidated interim financial information for the three-month period ended March 31, 2023 and with the related independent auditor's report. Moreover, for purposes of compliance with CVM Resolution No. 152/22, the Company's Board of Directors states that all the relevant information specific to the financial information, and only such information, is disclosed and corresponds to the information used to manage the Company's operations.

33. Authorization for issuance and disclosure of the interim financial information

This interim financial information was approved by the Company's Board of Directors and authorized for disclosure and issuance at the Board Meeting held on May 8, 2023.

Marcos S. de Oliveira
Chief Executive Officer

Elcio Mitsuhiro Ito
Chief Financial and Investor Relations Officer

Paulo Marcio Almada dos Santos
Chief Human Resources Officer

Patrícia Cunha
Accountant
CRC SP-267985/O-0 SP