

MRS Logística S.A.

Quarterly information at September 30, 2024

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Earnings Release – 3Q24



HIGHLIGHTS

Financial and Operational Results	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Transported Volume (thousands tons)	55,020	54,420	1.1%	53,485	2.9%	155,134	143,847	7.8%
Operating Revenue Net (R\$ MM)	1,916.7	1,782.5	7.5%	1,850.2	3.6%	5,410.8	4,655.7	16.2%
EBITDA (R\$ MM)	978.5	1,027.1	-4.7%	940.8	4.0%	2,813.4	2,533.3	11.1%
EBITDA Margin (%)	51.1%	57.6%	-6.5pp	50.8%	0.3pp	52.0%	54.4%	-2.4pp
Net Profit (R\$ MM)	459.1	424.4	8.2%	354.7	29.4%	1,129.7	905.7	24.7%
Gross Debt (R\$ MM)	6,118.4	4,605.6	32.8%	6,191.7	-1.2%	6,118.4	4,605.6	32.8%
Net Debt (R\$ MM)	3,916.0	2,860.6	36.9%	3,566.4	9.8%	3,916.0	2,860.6	36.9%
Net Debt/EBITDA ¹ (x)	1.1	0.9	0.2	0.9	0.2	1.1	0.9	0.2
Investments (R\$ MM)	741.6	328.0	126.1%	685.9	8.1%	1,933.4	1,121.8	72.3%

¹ Last 12 months (unadjusted result, that is, considering the non-recurring events).

MRS was recognized as the best company in the “Transport and Logistics” category of the Valor 1000 Awards, promoted by Valor Econômico.

In the 3Q24, the Net Revenue from Services totaled R\$ 1,916.7 million, accounting for an increase of R\$ 134.2 million compared to 3Q23. The transportation segment that most contributes to the Company’s revenue is the Mining segment, which ended the quarter with 34.1 Mt of transported volume, the transportation of iron ore for export is in this segment, which ended the period with 33.4 Mt. In the year to date in 2024, the total volume transported was 155.1 Mt, accounting for an increase of 11.3 Mt (+7.8%) compared to the same period of 2023.

The Company’s EBITDA reached R\$ 978.5 million, a decrease of 4.7% compared to 3Q23.

MRS ends 3Q24 with a Net Debt balance of R\$ 3.9 billion and a Net Debt/EBITDA ratio of 1.1x.

OPERATING AND COMMERCIAL PERFORMANCE

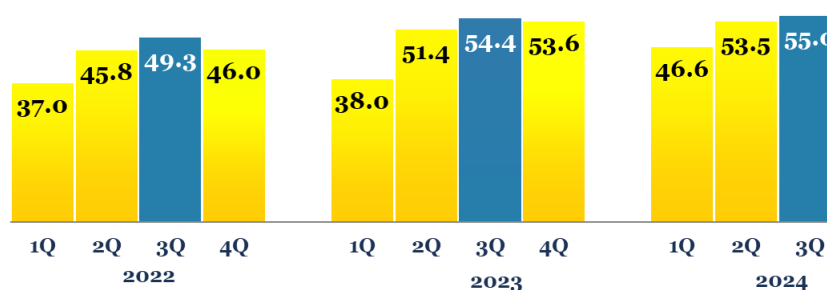
MRS Logística is mainly engaged in the transport of inputs and products related to the steel industry, such as iron ore, coal and coke, both to serve the domestic market and for export, as well as in the transport of own General Cargo and other railways, which includes agricultural commodities, steel products, containers, pulp, among others, in a rail network with 1,643 km in the states of Minas Gerais, Rio de Janeiro and São Paulo, region where half of Brazilian GDP is concentrated.

In 3Q24, the total volume transported along the MRS network was 55.0Mt, accounting for an increase of 2.9% compared to 2Q24, the same change presented by Mining transportation and 2.7% in General Cargo transportation.

When comparing 3Q24 with 3Q23, the total volume transported was 1.1% higher, mainly driven by the General Cargo segment, which transported 0.48 Mt more than the previous period (+2.3%). In Mining, performance in 3Q24 was 0.3% higher than in 3Q23.

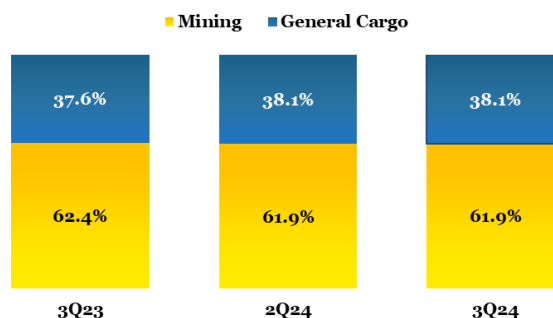
Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Mining	34,077	33,961	0.3%	33,104	2.9%	96,294	88,026	9.4%
Iron Ore	33,448	33,417	0.1%	32,521	2.8%	94,587	86,465	9.4%
Export	30,144	30,136	0.0%	29,720	1.4%	85,119	76,794	10.8%
Domestic Market	3,304	3,281	0.7%	2,801	17.9%	9,468	9,671	-2.1%
Coal and Coke	629	544	15.6%	583	7.9%	1,707	1,561	9.3%
General Cargo	20,876	20,397	2.3%	20,333	2.7%	58,679	55,663	5.4%
Agricultural Products	13,600	14,049	-3.2%	13,704	-0.8%	38,306	37,368	2.5%
Steel Products	1,810	1,733	4.4%	1,704	6.3%	5,373	4,871	10.3%
Pulp	1,731	1,317	31.4%	1,553	11.5%	4,688	4,136	13.4%
Container	669	605	10.5%	671	-0.4%	1,928	1,602	20.3%
Construction	767	620	23.7%	650	18.0%	1,990	1,727	15.2%
Others	2,299	2,073	10.9%	2,051	12.1%	6,394	5,958	7.3%
Total	54,952	54,358	1.1%	53,437	2.8%	154,973	143,689	7.9%
Unpaid Cargo	68	62	10.1%	48	40.0%	161	159	1.6%
Total	55,020	54,420	1.1%	53,485	2.9%	155,134	143,847	7.8%

Quarterly Results - Transported Volume
in million of TU



Regarding the transported mix, Mining's share is 61.9%, driven by the high demand for iron ore for export. MRS' dedication to the cargo diversification strategy is reflected in the increase in the market share of General Cargo, which in 3Q24 accounted for 38.1% of the volume transported, with highlight on agricultural, steel and pulp groups.

Total Mix Transported



Mining

In 3Q24, MRS transported 34.1Mt in the Mining segment, represented by the iron ore, coal and coke groups, accounting for an increase of 2.9% compared to 2Q24, and remained in line with 3Q23, with an increase of 0.3%.

Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Mining	34,077	33,961	0.3%	33,104	2.9%	96,294	88,026	9.4%
Iron Ore	33,448	33,417	0.1%	32,521	2.8%	94,587	86,465	9.4%
Export	30,144	30,136	0.0%	29,720	1.4%	85,119	76,794	10.8%
Domestic Market (A)	3,304	3,281	0.7%	2,801	17.9%	9,468	9,671	-2.1%
Coal and Coke (B)	629	544	15.6%	583	7.9%	1,707	1,561	9.3%
Market + Coal and Coke = (A) + (B)	3,933	3,825	2.8%	3,384	16.2%	11,175	11,232	-0.5%

Iron Ore | Export

In 3Q24, the Company transported 30.1Mt of iron ore destined for export, closing the quarter in line with 3Q23 and accounting for a growth of 1.4% (+0.9Mt) compared to 2Q24, mainly due to the increase in demand arising from the higher production volumes of captive clients in the period when compared to the previous quarter, and incremental volume from new clients.

Domestic Market | Ore, Coal and Coke

In 3Q24, transportation in the Mining segment carried out by the Company to serve the domestic market, represented by volumes of iron ore, coal and coke, totaled 3.9 Mt, with a performance 16.2% higher than in 2Q24 and 2.8% higher than in 3Q23, volumes leveraged mainly by the improvement in the operational performance of the client with the greatest representation in the segment.

General Cargo

General Cargo transportation, carried out by MRS and other railroads through the remunerated right of way includes agricultural commodities, steel products, containers, among others. Details of the volume transported by MRS and other railways can be found in [Annex I](#).

In 3Q24, the segment recorded a transported volume of 20.9 Mt, which represents a growth of 2.7% compared to 2Q24 and 2.3% compared to 3Q23.

It is worth highlighting the record transport in the 9-month to date, which ended with 58.7 Mt.

Earnings Release – 3Q24



Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
General Cargo	20,876	20,397	2.3%	20,333	2.7%	58,679	55,663	5.4%
Agricultural Products	13,600	14,049	-3.2%	13,704	-0.8%	38,306	37,368	2.5%
Steel Products	1,810	1,733	4.4%	1,704	6.3%	5,373	4,871	10.3%
Pulp	1,731	1,317	31.4%	1,553	11.5%	4,688	4,136	13.4%
Container	669	605	10.5%	671	-0.4%	1,928	1,602	20.3%
Construction	767	620	23.7%	650	18.0%	1,990	1,727	15.2%
Others ¹	2,299	2,073	10.9%	2,051	12.1%	6,394	5,958	7.3%

¹ Excludes unpaid cargo

Agricultural Products

Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Agricultural Products	13,600	14,049	-3.2%	13,704	-0.8%	38,306	37,368	2.5%
Soy	1,422	1,849	-23.1%	8,666	-83.6%	16,174	16,633	-2.8%
Soybean Meal	1,912	1,951	-2.0%	2,071	-7.7%	5,566	5,353	4.0%
Sugar	3,805	3,655	4.1%	2,926	30.0%	9,304	7,642	21.7%
Corn	6,461	6,595	-2.0%	40	15882.0%	7,262	7,740	-6.2%

The transportation group of agricultural products handled in the MRS network is composed of the commodities soybean, soybean meal, sugar and corn, being the second largest representation in Company's network current portfolio and accounting for the largest share within the General Cargo segment.

3Q24 ends with a total transported volume of 13.6 Mt, lower than 3Q23 (-3.2%) and 2Q24 (-0.8%), due to the contraction of the grain market in Brazil (soybean, soybean meal and corn), which suffered with the production of the 2023/2024 harvest. The increase in corn transportation, between the periods under analysis, was due to the prioritization of soybean transportation in 2Q24.

Grain transportation decreased 5.8% compared to 3Q23 and 9.1% versus 2Q24 in the period under analysis, mainly due to the impacts of the change between soybean and corn harvests, a result observed both in MRS's own transportation and in volumes transported by other railroads.

Sugar transportation grew 4.1% compared to 3Q23 and 30.0% compared to 2Q24. Said growth benefitted from the seasonality factor of the harvests in this segment.

Steel products

Transported Volume TU thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Steel Products	1,810	1,733	4.4%	1,704	6.3%	5,373	4,871	10.3%

The group of steel product transportation, which includes outbound products (destined for steel mill clients), inbound products (destined for steel mills themselves) and semi-finished steel (slabs), ended 3Q24 with a total transported volume of 1.8 Mt, accounting for an increase of 4.4% and 6.3%, compared to 3Q23 and 2Q24, respectively.

The growth in 3Q24 compared to 3Q23 was due to a higher volume of semi-finished steel transported, with an increase of 31.1%, driven by the high demand for the imported product.

Regarding growth in relation to 2Q24, it occurred mainly due to the 9.9% increase in outbound product transport owing to the increase in rail share on domestic market routes, with more competitive multimodality.

Earnings Release – 3Q24



Pulp

Transported Volume TU thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Pulp	1,731	1,317	31.4%	1,553	11.5%	4,688	4,136	13.4%

In 3Q24, MRS transported 1.73 Mt in the pulp segment, considering the combination of its own transportation and that of other railways, accounting for an increase of 11.5% and 31.4% compared to 3Q24 and 3Q23, respectively.

The growth compared to historical references is due to the increase in cargo transported by other Railways in the MRS network, based on the increase in the production volume of its clients. Regarding own cargo, there was a one-off drop due to the scheduled shutdown carried out at the plant of its main client. For further, check [Annex I](#).

Containers

Transported Volume TU thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Container	669	605	10.5%	671	-0.4%	1,928	1,602	20.3%

In 3Q24, a total volume of 0.67 Mt in containers was transported through the MRS network, accounting for an increase of 10.5% compared to 3Q23 and 0.4% lower compared to 2Q24.

The increase observed in the period refers to the transportation of MRS's own cargo containers, due to the entry of new clients and an increase in the share of clients that were already part of the portfolio. Transport carried out by other railways ended the period with a reduction.

Civil Construction

Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Construction	767	620	23.7%	650	18.0%	1,990	1,727	15.2%

The civil construction segment is represented by goods, mostly: bulk and bagged cement, sand and slag. This segment transported 0.77 Mt in 3Q24, accounting for a growth of 23.7% compared to 3Q23 and 18.0% compared to 2Q24.

The growth of this segment was driven by the 13.6% increase compared to 3Q23 in the volume of both bulk and bagged cement, with the entry of new terminals and capillarity routes, as well as the increase of 31.3% and 40.1% in the volume of sand transported compared to 3Q23 and 2Q24, respectively, reflecting higher production from current and new clients.

Other Cargoes

Transported Volume Thousand tons	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Others ¹	2,299	2,073	10.9%	2,051	12.1%	6,394	5,958	7.3%

¹ Excludes unpaid load

The other cargo transportation group includes own cargo and cargo from other railways, with the cargo transported by MRS mainly comprising: pig iron, energy mineral coal and limestone for steelmaking, while in the transportation of cargo from other railways chemicals, Sulphur, manures and fertilizers, among other, are incorporated.

This segment recorded growth of 10.9% compared to 3Q23 and 12.1% compared to 2Q24, driven mainly by the volume transported by other railways, which had fertilizers as the main product transported.

In relation to MRS's own transport, there was an increase in the transport of pig iron for export after negotiations for additional ships due to the favorable macroeconomic scenario.

ECONOMIC AND FINANCIAL PERFORMANCE

Financial and Operational Results	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Operating Revenue Gross (R\$ MM)	2,041.8	1,891.9	7.9%	1,959.7	4.2%	5,758.0	4,973.6	15.8%
Operating Revenue Net (R\$ MM)	1,916.7	1,782.5	7.5%	1,850.2	3.6%	5,410.8	4,655.7	16.2%
Cost and Expenses (R\$ MM)	(965.8)	(749.4)	28.9%	(875.2)	10.3%	(2,562.9)	(2,124.9)	20.6%
Other Income and Expenses, net (R\$ MM)	27.9	(6.0)	-565.1%	(34.2)	-181.5%	(34.5)	2.4	-1533.5%
EBITDA (R\$ MM)	978.5	1,027.1	-4.7%	940.8	4.0%	2,813.4	2,533.3	11.1%
EBTIDA Margin (%)	51.1%	57.6%	-6.5pp	50.8%	0.3pp	52.0%	54.4%	-2.4pp
Net Profit (R\$ MM)	459.1	424.4	8.2%	354.7	29.4%	1,129.7	905.7	24.7%
Net Debt/EBITDA ¹ (x)	1.1x	0.9x	0.2x	0.9x	0.2x	1.1x	0.9x	0.2x
Net Average Tariff (R\$/ton) ²	34.8	32.8	6.4%	34.6	0.6%	34.9	32.4	7.8%

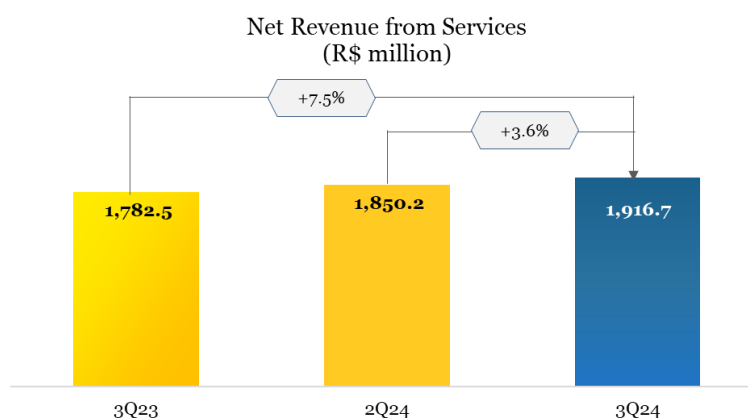
¹ Last 12 months

² Including total billed volume

I. Net Revenue from Services: R\$ 134.2 million higher than 3Q23, due to the increase in transportation volume and tariff adjustment.

II. Costs and expenses: increase of R\$ 216.4 million (+28.9%) in 3Q24, compared to 3Q23. This change is mainly due to the recognition of regulatory contractual obligations and the increase in the consumption of materials for asset maintenance.

Other operating revenues and expenses: compared to 3Q23, the result of this group brought a favorable impact of R\$33.8 million, mainly resulting from the reversal of the provision for a labor lawsuit resulting from the success of MRS in the amount of R\$65.1 million.



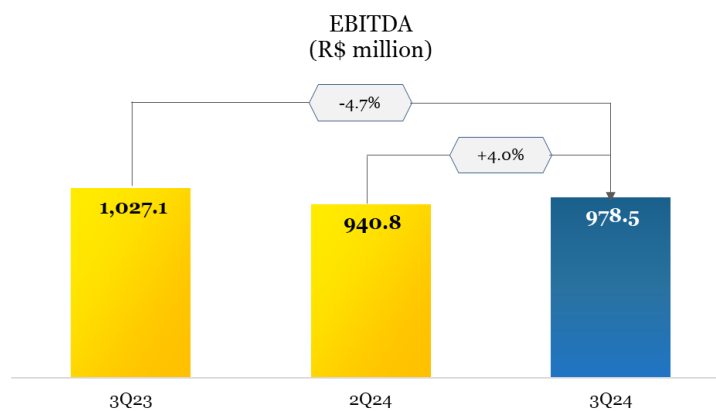
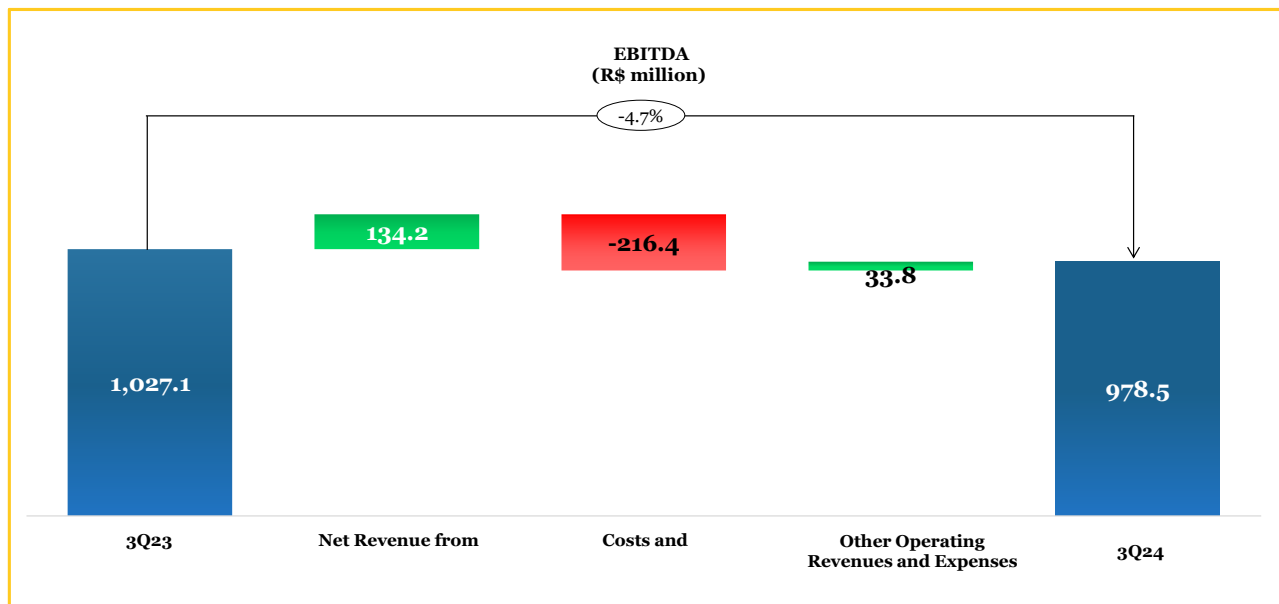
Earnings Release – 3Q24



EBITDA

EBITDA ended 3Q24 with a decrease of 4.7% when compared to 3Q23, reaching R\$ 978.5 million, with an EBITDA Margin of 51.1%, down 6.5 p.p. compared to the same period of the previous year.

We demonstrate the evolution of EBITDA in further details below:



Earnings Release – 3Q24



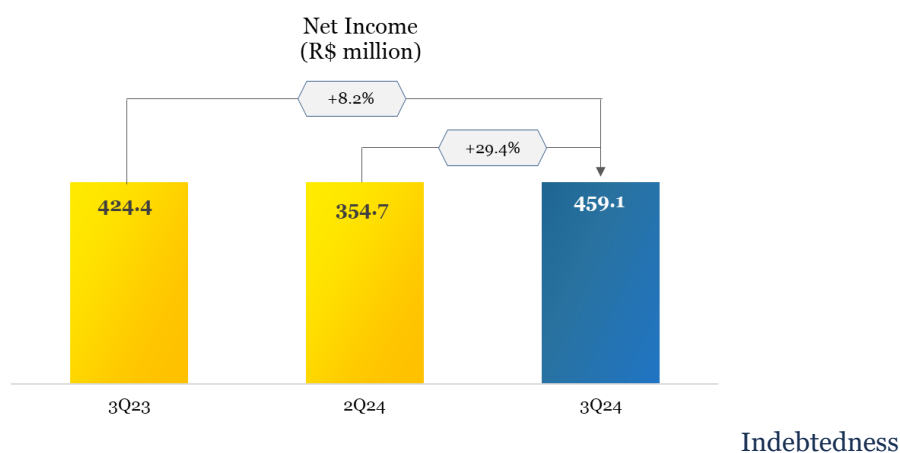
The table below shows the EBITDA reconciliation:

Reconciliation EBITDA (R\$ million)	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24
Net Income	459.1	424.4	8.2%	354.7	29.4%
(+) Taxes on Profit	198.9	212.5	-6.4%	175.4	13.4%
(+) Net Financial Result	66.0	160.2	-58.8%	162.2	-59.3%
(+) Depreciation and Amortization	254.5	230.0	10.6%	248.7	2.3%
(=) EBITDA	978.5	1,027.1	-4.7%	941.0	4.0%
(-) Depreciation Right of Use (lease agreements)	(22.8)	(22.5)	1.2%	(21.4)	6.4%
(-) AVP Financial Charges (lease contracts) ¹	(42.9)	(53.4)	-19.7%	(44.4)	-3.4%
(=) Adjusted EBITDA ²	912.8	951.2	-4.0%	875.2	4.3%

¹ More detailed information can be found on explanatory note 31

Net Profit

MRS ended 3Q24 with a Net Profit of R\$459.1 million, an increase of 8.2% when compared to 3Q23. The result mainly reflects the reversal of labor provisions in the period.



In R\$ million	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24
(+) Gross Debt¹	6,118.4	4,629.4	32.2%	6,191.7	-1.2%
(-) Cash	2,202.4	1,744.9	26.2%	2,625.4	-16.1%
(=) Net Debt	3,916.0	2,884.5	35.8%	3,566.4	9.8%
EBITDA²	3,709.5	3,241.9	14.4%	3,758.1	-1.3%
Net Debt/EBITDA³ (x)	1.1	0.9	0.2x	0.9	0.2x

¹ The difference in relation to the sum of the Loans and Financing lines (Balance Sheet) corresponds to Transaction Costs; ² Includes Restricted Cash; ³ EBITDA accumulated 12 months; ⁴ Gross Debt 3Q23 with adjusted methodology.

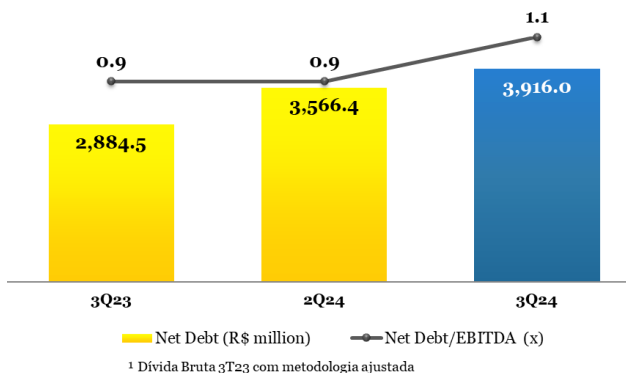
The Company's Gross Debt ended 2Q24 with a balance of R\$ 6,118.4 million, accounting for a decrease of R\$ 73 million compared to the immediately previous quarter, mainly due to payments of interest scheduled for the period. Net Debt in 3Q24 reached R\$ 3,916.0 million, accounting for an increase compared to the previous quarter, mainly due to the higher level of spending on investment projects.

The Company's cash flow is still robust, reflecting the strengthening strategy to ensure liquidity and compliance with the investment plan.

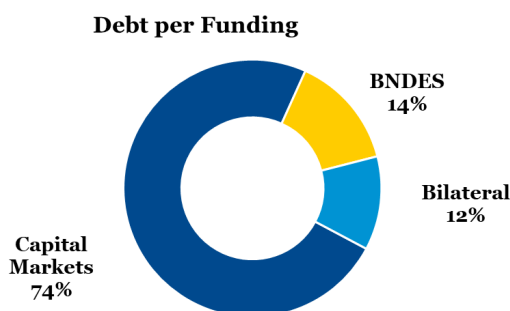
Earnings Release – 3Q24



The financial leverage ratio measured by the net debt/EBITDA ratio was 1.1x on September 30, 2024 versus 0.9x on June 30, 2024:



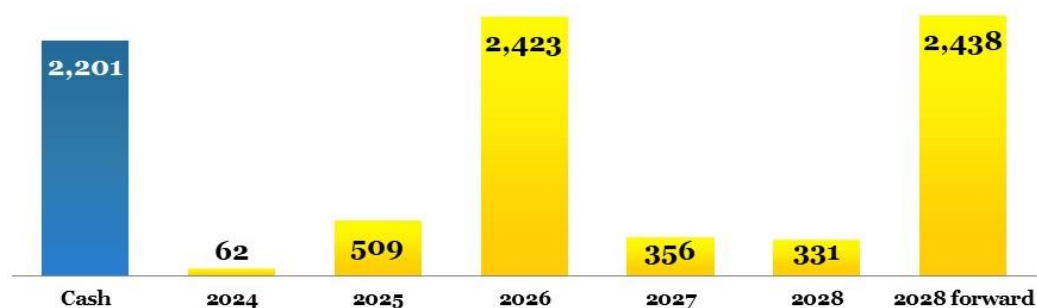
At the end of 3Q24, most of the debt continues indexed to the CDI rate, with the important participation of instruments classified as Capital Markets (Debentures and Promissory Notes).



Amortization schedule

The chart below shows the principal maturity and swap adjustment schedule on September 30, 2024. Therefore, the information presented below differs from the maturity schedule presented in the financial statements as of September 30, 2024, which presents the principal maturities. MRS's average debt term in 3Q24 was 6.8 years, maintaining the lengthening of the debt profile.

Cash¹ and Debt amortization schedule² (R\$ million)



¹ Excluded Restrict Cash

² Includes SWAP adjustments

Investments

Investments R\$ million	3Q24	3Q23	3Q24 x 3Q23	2Q24	3Q24 x 2Q24	9M24	9M23	9M24 x 9M23
Business Growth and Competitiveness	390.8	29.2	1238.5%	301.5	29.6%	947.3	285.5	231.8%
Recurring and Other	350.7	298.8	17.4%	384.4	-8.8%	986.1	836.3	17.9%
Total	741.6	328.0	126.1%	685.9	8.1%	1,933.4	1,121.8	72.3%

3Q24 presents a performance 126.1% higher than the same period of the previous year and 8.1% higher than the previous quarter. Between 3Q24 and 3Q23, the increase in the amount of R\$ 361.6 million in the growth and competitiveness group occurred mainly due to the delivery of locomotives to enable the renewal of the asset fleet, in addition to the continuation of improvements and new yards in Baixada Santista.

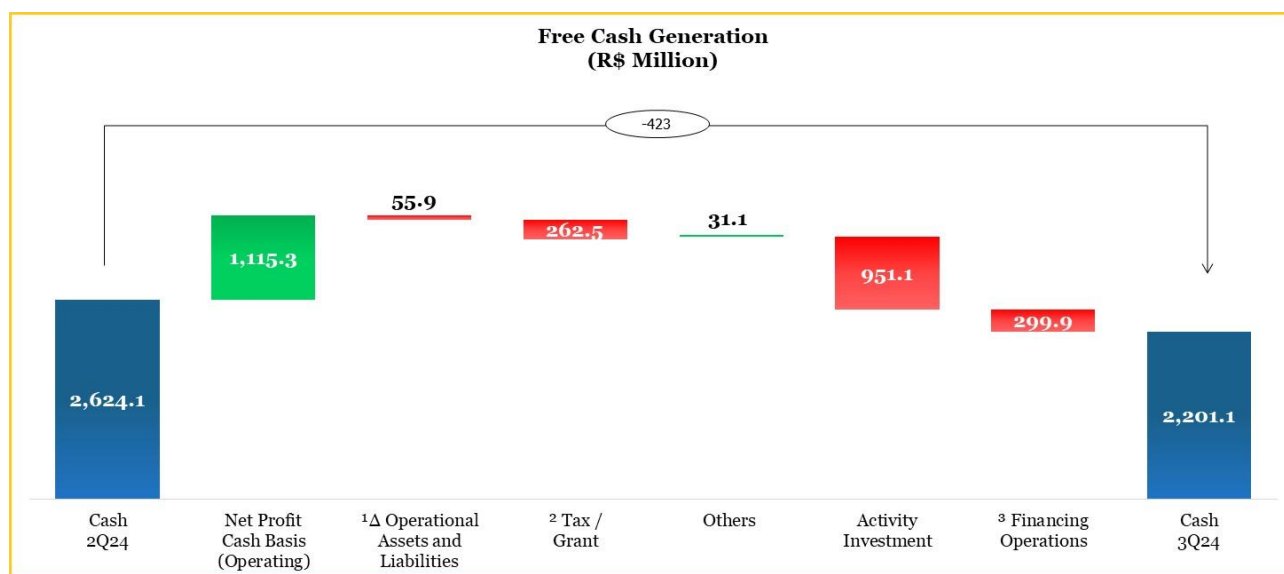
Rating

Agency	Local Scale	Outlook	Global Scale	Outlook
Standard & Poor's	AAA	Stable	BB	Stable
Fitch	AAA	Stable	BB+	Stable

STATEMENT OF CASH FLOWS

The Company ended 3Q24 with a cash balance of R\$ 2,201.1 million, compared to R\$ 2,624.1 million in 2Q24 and R\$ 1,743.7 million in 3Q23, maintaining a good liquidity level. This positive change compared to the same period last year was mainly driven by the 11th debenture issue carried out in 4Q23.

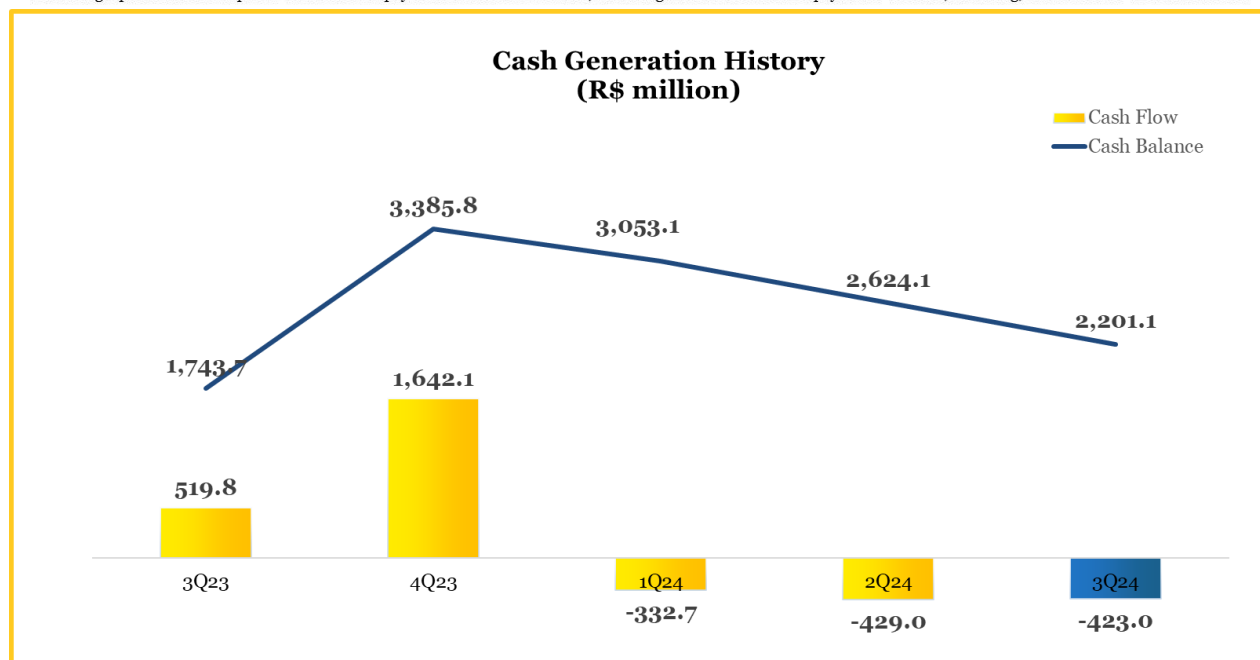
Cash generation in 3Q24 was negative by R\$ 423.0 million, compared to a negative generation of R\$ 429.0 million in 2Q24 and a positive generation of R\$ 519.8 million in the same period of 2023. This change in 3Q24 is mainly explained by investing activities and financing outflows (amortizations), with emphasis on the settlement of the 10th debenture issue, partially offset by the significant operational generation for the period (cash-based profit) of R\$ 1,115.3 million.



¹ Δ in operating assets and liabilities is composed of the lines of accounts receivable, inventories, suppliers, and social and labor obligations

² Tax / Grant is composed of the lines of taxes to be recovered, tax obligations, payments of taxes on profit, payment of lease interest and lease payment

³ Financing Operations is composed of the lines of payment of interest on loans, financing ana debentures and payments of loans, financing, debentrueres and instruments



Earnings Release – 3Q24



Statement of Cash Flow - R\$ Million	3Q24	3Q23	2Q24	9M24	9M23
Cash at beginning of period	2,624.1	1,223.9	3,053.1	3,385.8	866.9
Net Income before Income Tax and Social Contribution on Net Income	658.0	636.9	530.0	1,671.2	1,368.3
Depreciation and Amortization	254.5	229.9	248.6	745.6	674.8
Inflation adjustment/Exchange-rate change and Financial Charges - Assets and Liabilities	150.1	187.0	197.8	605.2	606.4
Residual Value of written-off permanent investment	3.7	5.4	18.5	25.7	33.1
Provisions (Reversals)	32.3	3.2	(5.7)	34.9	(3.1)
Others	16.7	11.0	0.1	22.0	5.7
	1,115.3	1,073.4	989.3	3,104.6	2,685.2
Assets and Liabilities Variations	(304.8)	(87.3)	(273.4)	(1,089.4)	(72.3)
Accounts Receivable	(127.1)	43.7	46.9	121.1	352.2
Inventories	(10.2)	14.1	(25.1)	(47.8)	(39.7)
Recoverable Tax	(26.0)	18.2	(26.1)	(35.3)	119.3
Suppliers	40.2	85.8	(83.9)	(231.0)	232.7
Tax Obligations	28.4	(2.6)	27.0	36.5	9.7
Social and Labor Obligations	41.2	33.7	38.0	(10.9)	(27.8)
Payment of Income Taxes	(80.0)	(90.9)	(85.5)	(325.6)	(180.7)
Payment of Interest on Loans, Financing and Debentures	(159.5)	(84.1)	(59.3)	(383.6)	(248.6)
Payment of Interest on Lease	(42.9)	(53.5)	(44.3)	(134.6)	(163.1)
Others	31.1	(51.7)	(61.1)	(78.2)	(126.3)
Net Cash from Operational Activities	810.5	986.1	715.9	2,015.2	2,612.9
Additions of property, plant and equipment	(949.0)	(383.4)	(480.2)	(1,773.1)	(999.6)
Additions of Intangible Assets	(2.1)	(12.1)	(7.4)	(14.2)	(44.2)
Fund from property, plant and equipment and intangible assets	0.0	0.0	4.1	5.4	0.0
Net cash invested in Investment Activities	(951.1)	(395.5)	(483.5)	(1,781.9)	(1,043.8)
Funds Loans and Financing	-	288.4	-	-	683.9
Payment of Loans and Financing/Derivatives, Debentures and Financial Instruments	(140.4)	(190.0)	(528.1)	(1,012.1)	(976.1)
Payment of Lease	(142.0)	(125.8)	(133.3)	(405.9)	(356.7)
Treasury stocks	-	(43.4)	-	-	(43.4)
Net cash invested in Financing Activities	(282.4)	(70.8)	(661.4)	(1,418.0)	(692.3)
Cash at the End of the Period	2,201.1	1,743.7	2,624.1	2,201.1	1,743.7
Closing Balance of Cash and Cash Equivalents	(423.0)	519.8	(429.0)	(1,184.7)	876.8

ESG AGENDA

Governance

In August, the General Sustainability/ESG Management was created, which reports to the Finance and Development Executive Board and, in the organizational structure, is above the Sustainability/ESG Management, created in 2023. This further highlights the importance given to sustainability at MRS.

MRS won the “Transportation and Logistics” category of the Valor 1000 Award, promoted by Valor Econômico in recognition of the companies that stood out the most in the Brazilian economic scenario in their industries, and was also recognized in the “Performance” category of the Suzano Valoriza Award, an initiative that highlights the company’s best partners, based on criteria such as Environment, Safety, Social Responsibility and Quality.



President Guilherme Segalla de Mello after receiving the Valor 1000 award

Community Relations and Urban Mobility

As part of the Investment Plan for Concession Renewal until 2056, important urban mobility works and a workshop for maintenance of track equipment were inaugurated in 3Q24. Access the MRS channel on YouTube to watch videos of the inaugurations of the viaduct and bridge in Conselheiro Lafaiete/MG (<https://www.youtube.com/watch?v=o3Vdixcc350>), the Track Equipment Maintenance Workshop in São Brás do Suaçuí/MG (<https://www.youtube.com/watch?v=zP4JXg-n2Ns>) and the viaduct in Pinheiral/RJ (<https://www.youtube.com/watch?v=WiJKjjVA8Ks>).



In September, MRS obtained the preliminary environmental license for the northwest section of the project to separate freight and passenger train lines, a document that certifies the environmental feasibility of the project and authorizes the company to proceed with environmental regularization. The assisted resettlement of 70 families is also being carried out in the area of said project, in São Paulo (SP), as well as the impact management work.

Housing expropriations, a recent need in MRS’s operations, due to the Concession Renewal works, are mostly related to interventions to improve urban mobility. The amount of R\$ 23 million were dedicated up to 3Q24 and, throughout 2023, approximately R\$ 40 million. Regarding the evacuation of the right-of-way, a process already consolidated due to existing irregular occupations, approximately R\$ 3 million was invested up to 3Q24 and, in 2023, the amount was around R\$ 6 million.

Climate Changes

For the 3rd year in a row, the Gold Seal in the Brazilian GHG Protocol Program, main national recognition for greenhouse gas emissions inventories and a contribution to the Public Emissions Registry. Access MRS data: <https://registropublicodeemissoes.fgv.br/estatistica/estatistica-participantes/1172>.



the



Development and career

MRS became the first railway to use the decentralized training model with train driving simulators in July, after the arrival of new equipment. In September, employees participated in the Career Week, which featured a broad program focused on the topic and, in 3Q24, another MRS class completed the manager training program, offered in partnership with Fundação Dom Cabral (FDC), and all general managers participated in leadership training, also promoted by FDC. To celebrate dedication and professional trajectories, the “Minha Jornada MRS” (My MRS Journey) program was launched, with an event for 700 employees with 15 or more years of service.

Benefits and Occupational Health

Expanding the benefits offered, MRS started a partnership with the New Valle platform in July, which offers discounts on products and services, contributing to the household budget. Through the “Trilhando Saúde” program, the topics covered in 3Q24 were prevention against cardiovascular diseases, use of personal protective equipment, Golden August (breastfeeding), Yellow September (theme “if you need it, ask for help”) and the importance of water consumption.

Security

An image monitoring and analysis system is being studied to detect near-accident situations on the railway line. Once computer vision vendors have been evaluated, the next steps are to implement the solution on a locomotive and collect data for refinement.

With initiatives in the railway right-of-way, in homes and at level crossings, 5,300 people received safety awareness messages. In schools, campaigns were promoted in the period leading up to school holidays and, on social media, risk warnings were published about the use of headphones when crossing the railway line and inappropriate proximity to the tracks.



SUBSEQUENT EVENT

12th Issue of Debentures

On 10/03/2024, the 12th debenture issue was completed, raising R\$ 2.5 billion, distributed in 3 series: (i) R\$ 500 million in the 1st Series, remuneration of IPCA+6.525%, maturing in 10 years; (ii) R\$ 1 billion in the 2nd Series, remuneration of IPCA+6.551%, maturing in 12 years; and (III) R\$ 1 billion in the 3rd Series, remuneration IPCA+6.580%, maturing in 15 years.

The resources are fully intended for the reimbursement of expenses related to the Investment Project, pursuant to Law 12431.

INDEPENDENT AUDITORS

In compliance with Article 23 of CVM Resolution 23/2021, addressing the provision of other services by independent auditors, the Company hereby informs that there are no other services provided by Deloitte Touche Tohmatsu Auditores Independentes Ltda. in addition to the audit of the annual financial statements and reviews of quarterly information in 2023 and 2024.

INVESTOR RELATIONS

IT Team

Email: financeiro.ri@mrs.com.br

Bookkept Bank

Banco Bradesco S.A.

Contact telephone number: 0800 701 1616

Email: dac.acecustodia@bradesco.com.br and dac.escrituracao@bradesco.com.br

B3 – Over-the-Counter Market

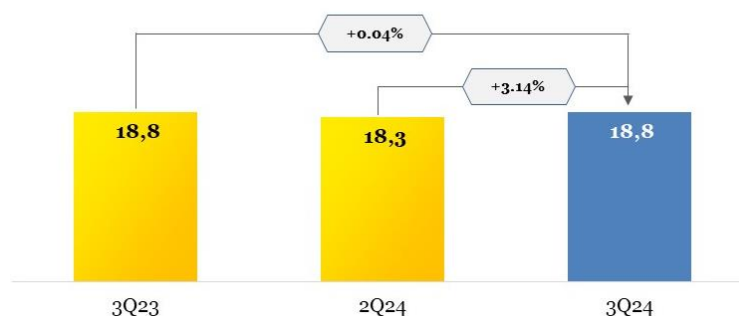
Investor Relations Website

ri.mrs.com.br

ANNEXES

Annex I – Operational Table and Chart

Volume Transported
(Transported Volume in billion of TKU)



Transported Volume Thousand tons	3Q24			3Q23			3Q24 x 3Q23			2Q24			3Q24 x 2Q24		
	MRS	Others Ferries	Total	MRS	Others Ferries	Total	MRS	Outras Ferrovias	Total	MRS	Others Ferries	Total	MRS	Outras Ferrovias	Total
Mining	34.077	-	34.077	33.961	-	33.961	0.3%	-	0.3%	33.104	-	33.104	2.9%	-	2.9%
Iron Ore	33.448	-	33.448	33.417	-	33.417	0.1%	-	0.1%	32.521	-	32.521	2.8%	-	2.8%
Export	30.144	-	30.144	30.136	-	30.136	0.0%	-	0.0%	29.720	-	29.720	1.4%	-	1.4%
Domestic Market	3.304	-	3.304	3.281	-	3.281	0.7%	-	0.7%	2.801	-	2.801	17.9%	-	17.9%
Coal and Coke	629	-	629	544	-	544	15.6%	-	15.6%	583	-	583	7.9%	-	7.9%
General Cargo	5,968	14,908	20,876	5,871	14,527	20,397	1.7%	2.6%	2.3%	5,654	14,680	20,333	5.6%	1.6%	2.7%
Agricultural Products	1,174	12,425	13,600	1,374	12,675	14,049	-14.5%	-2.0%	-3.2%	1,099	12,605	13,704	6.8%	-1.4%	-0.8%
Soy	198	1,224	1,422	312	1,538	1,849	-36.6%	-20.4%	-23.1%	474	8,192	8,666	-58.3%	-85.1%	-83.6%
Soybean Meal	0	1,912	1,912	18	1,933	1,951	-100.0%	-1.1%	-2.0%	0	2,071	2,071	-	-7.7%	-7.7%
Sugar	666	3,150	3,805	791	2,863	3,655	-17.2%	10.0%	4.1%	625	2,301	2,926	4.9%	36.8%	30.0%
Corn	321	6,140	6,461	253	6,342	6,595	26.9%	-3.2%	-2.0%	0	40	40	-	15087.7%	-
Steel Products	1,799	11	1,810	1,730	3	1,733	4.0%	258.5%	4.4%	1,698	6	1,704	6.0%	93.0%	6.3%
Pulp	833	898	1,731	855	462	1,317	-2.6%	94.3%	31.4%	895	658	1,553	-7.0%	36.5%	11.5%
Container	420	249	669	345	260	605	21.7%	-4.3%	10.5%	405	266	671	3.5%	-6.3%	-0.4%
Construction	767	-	767	620	-	620	23.7%	-	23.7%	650	-	650	18.0%	-	18.0%
Others	974	1,325	2,299	947	1,126	2,073	2.9%	17.7%	10.9%	906	1,145	2,051	7.5%	15.7%	12.1%
Invoiced Volume	40,044	14,908	54,952	39,832	14,527	54,359	0.5%	2.6%	1.1%	38,757	14,680	53,437	3.3%	1.6%	2.8%
Unpaid Cargo	68	0	68	62	0	62	10.1%	-	10.1%	48	0	48	40.0%	-	40.0%
Total Volume Transported	40,112	14,908	55,020	39,893	14,527	54,420	0.5%	2.6%	1.1%	38,806	14,680	53,486	3.4%	1.6%	2.9%

Transported Volume Thousand tons	9M24			9M23			9M24 x 9M23		
	MRS	Others Ferries	Total	MRS	Others Ferries	Total	MRS	Outras Ferrovias	Total
Mining	96,294	-	96,294	88,026	-	88,026	9.4%	-	9.4%
Iron Ore	94,587	-	94,587	86,465	-	86,465	9.4%	-	9.4%
Export	85,119	-	85,119	76,794	-	76,794	10.8%	-	10.8%
Domestic Market	9,468	-	9,468	9,671	-	9,671	-2.1%	-	-2.1%
Coal and Coke	1,707	-	1,707	1,561	-	1,561	9.3%	-	9.3%
General Cargo	17,129	41,550	58,679	15,837	39,825	55,663	8.2%	4.3%	5.4%
Agricultural Products	3,285	35,021	38,306	3,297	34,071	37,368	-0.4%	2.8%	2.5%
Soy	934	15,240	16,174	940	15,693	16,633	-0.7%	-2.9%	-2.8%
Soybean Meal	0	5,566	5,566	120	5,233	5,353	-	6.4%	4.0%
Sugar	2,014	7,291	9,304	1,984	5,658	7,642	1.5%	28.8%	21.7%
Corn	338	6,924	7,262	253	7,487	7,740	33.5%	-7.5%	-6.2%
Steel Products	5,354	20	5,373	4,860	11	4,871	10.2%	71.8%	10.3%
Pulp	2,533	2,155	4,688	2,400	1,736	4,136	5.5%	24.2%	13.4%
Container	1,156	772	1,928	974	628	1,602	18.6%	23.0%	20.3%
Construction	1,990	0	1,990	1,727	0	1,727	15.2%	-	15.2%
Others	2,813	3,581	6,394	2,579	3,379	5,958	9.1%	6.0%	7.3%
Invoiced Volume	113,423	41,550	154,973	103,863	39,825	143,688	9.2%	4.3%	7.9%
Unpaid Cargo	161	-	161	159	-	159	1.6%	-	1.6%
Total Volume Transported	113,584	41,550	155,134	104,022	39,825	143,847	9.2%	4.3%	7.8%

(Convenience Translation into English from the Original Previously Issued in Portuguese)

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and Management of
MRS Logística S.A.

Introduction

We have reviewed the accompanying interim financial information of MRS Logística S.A. (Company”), contained in the Interim Financial Information Form (ITR) for the quarter ended September 30, 2024, which comprises the balance sheet as at September 30, 2024 and the related statements of profit and loss and of comprehensive income for the three- and nine-month periods then ended, and of changes in equity and of cash flows for the nine-month period then ended, including the explanatory notes.

Management is responsible for the preparation of this interim financial information in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Interim Financial Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Review of Interim Financial Information (NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim 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 the standards on auditing 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 interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information included in the ITR referred to above was not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34, applicable to the preparation of ITR and presented in accordance with the standards issued by the CVM.

Other matters


Statement of value added.

The interim financial information referred to above includes the statement of value added (DVA) for the nine-month period ended September 30, 2024, prepared under the responsibility of the Company's Management, and presented as supplemental information for international standard IAS 34 purposes. This statement was subject to the review procedures performed together with the review of the Interim Financial Information (ITR) to reach a conclusion on whether it is reconciled with the interim financial information and accounting records, as applicable, and if its form and content are consistent with the criteria set forth in technical pronouncement CPC 09 (R1) - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that this statement of value added was not prepared, in all material respects, in accordance with technical pronouncement CPC 09 (R1) and consistently with the accompanying interim financial information taken as a whole.

Convenience translation

The accompanying interim financial information has been translated into English for the convenience of readers outside Brazil.

Rio de Janeiro, November 13, 2024


DELOITTE TOUCHE TOHMATSU
Auditores Independentes Ltda.


Antônio Carlos Brandão de Sousa
Engagement Partner


Balance sheets at September 30, 2024 and December 31, 2023
(In thousands of reais)

<u>ASSETS</u>	<u>Note</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
CURRENT ASSETS			
Cash and cash equivalents	5	2,201,096	3,385,798
Restricted cash	6	1,259	2,254
Trade receivables	7	361,978	450,308
Other trade receivables	9	15,430	16,525
Inventories	10	329,565	282,163
Recoverable taxes	11	333,515	261,256
Prepaid expenses	12	69,313	37,862
Derivative financial instruments	22	-	89,938
Other current assets	13	94,959	101,318
Total current assets		<u>3,407,115</u>	<u>4,627,422</u>
NON-CURRENT ASSETS			
Long-term assets			
Trade receivables	7	40,434	77,423
Other trade receivables	9	11,251	10,038
Recoverable taxes	11	134,138	240,225
Prepaid expenses	12	4,622	4,119
Derivative financial instruments	22	148,098	236,805
Other non-current assets	13	119,989	111,145
Property, plant and equipment	14.1	11,262,164	9,821,044
Right-of-use assets	14.2	2,588,554	2,588,242
Intangible assets	15	327,380	348,609
Total non-current assets		<u>14,636,630</u>	<u>13,437,650</u>
TOTAL ASSETS		<u><u>18,043,745</u></u>	<u><u>18,065,072</u></u>


Balance sheets at September 30, 2024 and December 31, 2023
(In thousands of reais)

(continued)

<u>LIABILITIES AND EQUITY</u>	<u>Note</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
CURRENT LIABILITIES			
Suppliers	16	688,781	780,947
Social and labor charges	17	242,825	253,681
Income tax and social contribution	18	201,144	159,622
Other tax obligations	19	66,379	84,500
Borrowings and financing	20	373,641	998,552
Lease	21	577,489	556,338
Derivative financial instruments	22	161,335	159,027
Dividends payable	8	285,183	285,190
Advances from customers		4,736	3,191
Provision	24	24,621	21,826
Other liabilities	25	53,849	39,597
Total current liabilities		<u>2,679,983</u>	<u>3,342,471</u>
NON-CURRENT LIABILITIES			
Suppliers	16	5,739	5,820
Borrowings and financing	20	5,606,215	5,876,731
Lease	21	1,126,159	1,478,158
Deferred taxes	23	232,144	66,464
Provision	24	687,304	709,130
Other liabilities	25	190,677	200,496
Total non-current liabilities		<u>7,848,238</u>	<u>8,336,799</u>
TOTAL LIABILITIES		<u>10,528,221</u>	<u>11,679,270</u>
EQUITY			
Capital	26.a	4,036,872	3,961,031
Earnings reserves		2,337,895	2,413,736
Legal reserve	26.c	480,742	480,742
Reserve for investments	26.d	1,857,153	1,932,994
Other comprehensive income	26.e	11,066	11,035
Retained earnings		1,129,691	-
Total equity		<u>7,515,524</u>	<u>6,385,802</u>
TOTAL LIABILITIES AND EQUITY		<u>18,043,745</u>	<u>18,065,072</u>

See the accompanying notes to the quarterly information.


Statement of profit or loss for the periods ended September 30
(In thousands of Reais, unless otherwise indicated)

	Note	07/01/2024– 09/30/2024	01/01/2024– 09/30/2024	07/01/2023– 09/30/2023	01/01/2023– 09/30/2023
NET REVENUE FROM SERVICES	28	1,916,694	5,410,807	1,782,532	4,655,746
Cost of services rendered	29	(1,068,216)	(2,876,890)	(839,775)	(2,429,112)
GROSS PROFIT		848,478	2,533,917	942,757	2,226,634
OPERATING INCOME (EXPENSES)					
Sales expenses	29	(5,006)	(12,960)	(4,603)	(15,570)
Administrative and general expenses	29	(147,327)	(418,536)	(135,030)	(355,058)
Other operating income	30	91,677	158,302	56,708	178,791
Other operating expenses	30	(63,818)	(192,849)	(62,698)	(176,382)
OPERATING PROFIT		724,004	2,067,874	797,134	1,858,415
FINANCE INCOME (COSTS)					
Finance income	31	88,923	540,883	115,094	191,317
Finance costs	31	(154,917)	(937,525)	(275,319)	(681,468)
FINANCIAL PROFIT (LOSS)		(65,994)	(396,642)	(160,225)	(490,151)
PROFIT BEFORE INCOME AND SOCIAL CONTRIBUTION TAXES		658,010	1,671,232	636,909	1,368,264
INCOME TAX AND SOCIAL CONTRIBUTION					
Current	32	(122,872)	(374,577)	(196,788)	(378,991)
Deferred	32	(76,013)	(166,964)	(15,731)	(83,613)
NET INCOME FOR THE PERIOD	27	459,125	1,129,691	424,390	905,660
INCOME PER THOUSAND SHARES OF CAPITAL					
AT THE END OF THE PERIOD - R\$		1,358	3,343	1,248	2,664
BASIC AND DILUTED EARNINGS PER SHARE - R\$					
COMMON	27	1,300	3,200	1,197	2,554
PREFERRED	27	1,430	3,520	1,316	2,809

See the accompanying notes to the quarterly information.



Statement of comprehensive income for the periods ended September 30

(In thousands of reais)

		07/01/2024	01/01/2024	07/01/2023	01/01/2023
	Note	09/30/2024	09/30/2024	09/30/2023	09/30/2023
NET INCOME FOR THE PERIOD		459,125	1,129,691	424,390	905,660
<u>Items that will not be reclassified to profit or loss:</u>					
Other comprehensive income	26.e	11	31	11	32
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		459,136	1,129,722	424,401	905,692

See the accompanying notes to the quarterly information.



MRS Logística S.A.

Statement of changes in equity
(In thousands of reais)

	Note	Capital	Other comprehensive income (loss) in associated companies	Earnings reserves			Retained earnings	Total
				Legal reserve	Investment reserve	Total		
BALANCE AT JANUARY 1, 2024		3,961,031	11,035	480,742	1,932,994	2,413,736	-	6,385,802
Comprehensive income for the period								
Net income for the period	27	-	-	-	-	-	1,129,691	1,129,691
Other comprehensive income	26.e	-	31	-	-	-	-	31
Total comprehensive income for the period		-	31	-	-	-	1,129,691	1,129,722
Contribution from shareholders and distribution to shareholders								
Capital increase	26.a	75,841	-	-	(75,841)	(75,841)	-	-
Total capital transactions with partners in the period		75,841	-	-	(75,841)	(75,841)	-	-
BALANCE AT SEPTEMBER 30, 2024		4,036,872	11,066	480,742	1,857,153	2,337,895	1,129,691	7,515,524

See the accompanying notes to the quarterly information.



MRS Logística S.A.

Statement of changes in equity (In thousands of reais)

	Note	Capital	Treasury shares	Other comprehensive income (loss) in associated companies	Earnings reserves			Retained earnings	Total
					Legal reserve	Investment reserve	Total		
BALANCE AT JANUARY 1, 2023		3,961,031	-	10,564	420,735	1,121,304	1,542,039	-	5,513,634
Comprehensive income for the period									
Net income for the period	27	-	-	-	-	-	-	905,660	905,660
Other comprehensive income		-	-	32	-	-	-	-	32
Total comprehensive income for the period		-	-	32	-	-	-	905,660	905,692
Contribution from shareholders and distribution to shareholders									
Treasury shares acquired		-	(43,416)	-	-	-	-	-	(43,416)
Total capital transactions with partners in the period		-	(43,416)	-	-	-	-	-	(43,416)
BALANCE AT SEPTEMBER 30, 2023		3,961,031	(43,416)	10,596	420,735	1,121,304	1,542,039	905,660	6,375,910

See the accompanying notes to the quarterly information.



Statement of cash flows on September 30
(In thousands of reais)

	<u>Note</u>	<u>09/30/2024</u>	<u>09/30/2023</u>
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before income tax and social contribution on profit	32	1,671,232	1,368,264
Adjusted by:			
Depreciation and amortization	29	745,569	674,848
Monetary/exchange-rate change and financial charges		605,214	606,422
Gain/loss on disposal and residual value of property, plant and equipment/Perm. Invest. written-off		25,741	33,136
Provision (reversal)	24	34,810	(3,089)
Amortization of prepaid expense	12	38,276	30,908
Provision (reversal) for write-off of assets		(15,757)	(26,066)
Provision (reversal) of expected credit losses and provision (reversal) for inventory losses		(533)	755
Other		31	25
		<u>3,104,583</u>	<u>2,685,203</u>
(Increase) decrease in operating assets			
Trade receivables	7 9	121,142	352,238
Inventories	10	(47,771)	(39,710)
Recoverable taxes	11	(35,274)	119,333
Prepaid expenses	12	(70,230)	(22,810)
Advances		1,478	(95,048)
Other assets		1,852	5,164
Increase (decrease) in operating liabilities			
Suppliers		(231,001)	232,714
Tax obligations	18 19	36,471	9,689
Social and labor charges	17	(10,856)	(27,792)
Advance from customers		1,545	(176)
Other liabilities		(12,836)	(13,354)
Cash generated (consumed) by operations		<u>2,859,103</u>	<u>3,205,451</u>
Payment of income taxes		(325,606)	(180,721)
Payment of interest on loans and financing	33.2	(98,502)	(51,268)
Payment of lease interest	33.2	(134,607)	(163,088)
Payment of interest on debentures	33.2	(285,139)	(197,346)
Net cash generated by operating activities		<u>2,015,249</u>	<u>2,613,028</u>

(continued)


Statement of cash flows on September 30
(In thousands of reais)

(continued)

	<u>Note</u>	<u>09/30/2024</u>	<u>09/30/2023</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Additions in property, plant and equipment	14.1	(1,773,136)	(999,562)
Additions to intangible assets	15	(14,204)	(44,238)
Disposal of property, plant and equipment/intangible assets	30	5,427	-
Net cash used in investing activities		<u>(1,781,913)</u>	<u>(1,043,800)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Funding of borrowings and financing		-	683,860
Payment of borrowings and financing/derivative financial instruments	33.2	(266,755)	(721,491)
Payment of debentures	33.2	(745,412)	(254,583)
Payment of lease	33.2	(405,864)	(356,709)
Treasury shares		-	(43,416)
Dividends paid		(7)	(4)
Net cash invested in financing activities		<u>(1,418,038)</u>	<u>(692,343)</u>
INCREASE (DECREASE) IN THE BALANCE OF CASH AND CASH EQUIVALENTS		<u>(1,184,702)</u>	<u>876,885</u>
Increase (decrease) in cash and cash equivalents			
Opening balance	5	3,385,798	866,856
Closing balance	5	2,201,096	1,743,741

See the accompanying notes to the quarterly information.



Statement of added value on September 30
(In thousands of reais)

	Note	09/30/2024	09/30/2023
REVENUES			
Revenue from contract with customer	28	5,757,963	4,973,602
Other revenues	30	158,302	178,791
Revenues from construction of own assets		380,598	19,753
Estimated losses from allowance for doubtful accounts - Reversal/(formation)	29	902	(755)
		<u>6,297,765</u>	<u>5,171,391</u>
INPUTS ACQUIRED FROM THIRD PARTIES			
Cost of products, goods sold and services rendered		(2,196,993)	(1,574,819)
Materials, energy, outsourced services and other		(230,062)	(185,040)
Other operating expenses and expenses with provision for risk		(88,430)	(94,098)
		<u>(2,515,485)</u>	<u>(1,853,957)</u>
GROSS ADDED VALUE		<u>3,782,280</u>	<u>3,317,434</u>
Depreciation and amortization	29	(745,569)	(674,848)
NET ADDED VALUE PRODUCED BY THE ENTITY		<u>3,036,711</u>	<u>2,642,586</u>
ADDED VALUE RECEIVED AS TRANSFER			
Finance income	31	540,883	191,317
TOTAL ADDED VALUE PAYABLE		<u>3,577,594</u>	<u>2,833,903</u>
DISTRIBUTION OF ADDED VALUE			
Personnel		685,469	563,534
Direct remuneration		398,297	329,387
Benefits		240,913	199,694
SEVERANCE PAY FUND (FGTS)		46,259	34,453
Taxes, rates and contributions		801,302	670,896
Federal		782,975	633,352
State		16,890	36,972
Municipal		1,437	572
Third-party capital remuneration		961,132	693,813
Interest		941,807	681,228
Rents		19,325	12,585
Remuneration of own capital		1,129,691	905,660
Retained earnings for the period	27	1,129,691	905,660
		<u>3,577,594</u>	<u>2,833,903</u>

See the accompanying notes to the quarterly information.



1. Operations

MRS Logística S.A. (“MRS” or the “Company”) is a publicly held corporation, with an indefinite term, incorporated on August 30, 1996 and engaged in exploring, through an onerous concession, the public service of rail freight transport in the rights of way of Malha Sudeste, located on the Rio de Janeiro, São Paulo and Minas Gerais axis, of the extinct Rede Ferroviária Federal S.A. - RFFSA, privatized on September 20, 1996.

The Company may also explore modal transport services related to rail transport and participate in projects aimed at expanding the rail services granted.

The original concession agreement has a term of 30 years, starting as of December 1, 1996, extendable, in case of manifest interest of both parties, up to a maximum limit of 30 years by exclusive decision of the Concession Grantor.

On July 29, 2022, the Company signed the 4th Addendum to the Concession Agreement of MRS Logística S.A. with the Government, through ANTT – National Land Transport Agency, which extended the concession of the public railway freight transport service in advance for another 30 years, effective until 2056.

The current concession agreement sets specific indicators to be met by the Company, related to serious railway accidents, average travel speed, maximum age of the locomotive fleet and railway saturation index.

If these indices are not reached, after all the clarifications and administrative defenses phases have been overcome, ANTT may apply penalties and even lead to forfeiture, in case of repeated non-compliance with the contractual targets. The concession may be terminated under the following legal circumstances: (i) maturity of the agreement; (ii) takeover; (iii) expiry; (iv) termination; (v) cancellation of the bid; (vi) Company’s bankruptcy or dissolution. In any event of termination of the concession, except for the item (i), the Company will be indemnified by the Federal Government for the undepreciated balance of investments made and declared reversible by the Concession Grantor. On September 30, 2024, MRS was in compliance with its contractual obligations and duly compliant with ANTT.

2. Preparation basis and presentation of interim information

Statement of conformity

The Quarterly Information (ITR) was prepared and is presented in accordance with the Technical Pronouncement CPC 21 (R1) – Interim Statements and with the International Accounting Standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in a manner consistent with the standards issued by the Securities Commission, applicable to the preparation of the Quarterly Information - ITR. Furthermore, management affirms that all relevant information from the interim financial statements is being disclosed and corresponds to the information used by the Company's management.

This quarterly information should be read together with financial statements for the year ended December 31, 2023.


**Notes to the quarterly information on
September 30, 2024**

 Amounts expressed in thousands of reais, unless otherwise indicated

The quarterly information for the three and nine-month period ended September 30, 2024 was definitively approved by the Company's Board of Directors on November 13, 2024.

3. Accounting policies

The quarterly information was prepared in accordance with the accounting policies disclosed in the Note 3 to the financial statements as of December 31, 2023 and filed at CVM on March 20, 2024 and published in the Official Press on March 21, 2024.

No pronouncements, interpretations or guidance issued by the CPC, effective as of 2024, have a significant impact on the Company, as mentioned in Note 5 to the financial statements as of December 31, 2023.

4. Estimates and critical accounting judgments

In the preparation of quarterly information, it is necessary to use estimates to record certain assets, liabilities and transactions. These estimates include: depreciation, provisions for risks, post-employment benefits, fair value of derivatives and other financial instruments, income tax and social contribution on profit, detailed in Note 4 to financial statements as of December 31, 2023. Although management uses periodically reviewed assumptions and judgments, actual results may differ from these estimates.

5. Cash and cash equivalents

Current	09/30/2024	12/31/2023
Cash and cash equivalents		
Cash and banks	7,344	5,610
	7,344	5,610
Interest earning bank deposits - Domestic		
CDB	2,193,752	3,380,188
	2,193,752	3,380,188
	2,201,096	3,385,798

Interest earning bank deposits are backed by securities issued by banks in Brazil and have an average liquidity of 45 days, and can be redeemed before maturity, without any significant change or adjustment in the yield rate previously agreed with the financial institution.

These investments are in Bank Deposit Certificates (CDBs), with remuneration based on the change of the Interbank Deposit Certificates (CDI), between 95.0% and 110.0% (99.0% and 110.0% on December 31, 2023).

The risk classification of interest earning bank deposits according to the business model is described in Note 22.

MRS Logística S.A.

Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated



6. Restricted cash

	<u>09/30/2024</u>	<u>12/31/2023</u>
CDB	1,259	2,254
	<u>1,259</u>	<u>2,254</u>

The restricted cash on September 30, 2024 is made up of a financial investment in Bank Deposit Certificate (CDB), recorded as a form of guarantee for the commercial contract for the purchase and sale of electricity on the free market.

This investment is backed by securities in Brazil, has a maximum liquidity of 360 days and remuneration based on the change of Interbank Deposit Certificates (CDI) at 100.5%.

The risk rating of interest earning bank deposits in restricted cash according to the business model is described in Note 22.

7. Trade receivables

		<u>09/30/2024</u>	<u>12/31/2023</u>
Trade receivables from related parties	8	349,101	460,868
Domestic clients	(a)	54,484	67,971
Expected credit losses		(1,173)	(1,108)
		<u>402,412</u>	<u>527,731</u>
Current		361,978	450,308
Non-current		40,434	77,423

(a) Basically, they refer to amounts receivable related to rail freight services provided, including mutual traffic and right of way receivable from clients who are not related parties.

8. Related parties

The balances of assets and liabilities as of September 30, 2024 and December 31, 2023, disclosed in this Note, refer to transactions with related parties arising from the Company's transactions with its shareholders, related companies and key management professionals.

Transactions with related parties are mainly associated with the provision of public rail freight transport services. They are carried out under terms and conditions negotiated with each of the contracting clients, respecting the tariff ceilings defined by the Concession Grantor, which apply to all the concessionaire's clients, whether or not they are related parties. Under the Company's Corporate Governance, the amounts negotiated with related parties are approved by the shareholders and follow a tariff model that aims to remunerate the costs of providing the rail transport services, plus margins that are compatible with those established in its business plan. The contracts with related parties are long-term and have clauses guaranteeing annual revenues and volumes, as is the case with other captive customers.

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

In addition to the rail freight transport service agreements, the Company has other agreements with its related parties relate to maintenance services to terminals, sale of scrap metal, rentals and maintenance of rolling stock and permanent way.

Accounts payable with related parties, presented in liabilities with related parties, except dividends payable, arise from purchase operations, use of the railway network, shared investments inherent to the Company's business and other contractual obligations.

Assets

		Trade receivables		Advances	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Vale S.A.	(a)	71,949	224,581	-	-
CSN Mineração S.A.	(b)	132,416	86,603	-	-
Mineração Usiminas S.A.	(c)	62,299	89,105	-	-
Companhia Siderúrgica Nacional		51,976	25,735	-	8
Ferrovia Centro-Atlântica S.A.		11,107	8,373	-	-
Usinas Siderúrgicas de Minas Gerais S.A.		3,276	3,971	-	-
Gerdau Açominas S.A.		2,725	10,254	-	-
CSN Cimentos Brasil S.A.		8,141	7,628	-	-
Confab Industrial S.A.		3,305	1,068	-	-
Gerdau Aços Longos S.A.		1,036	1,623	-	-
Ternium Brasil Ltda.		213	139	-	-
Sepetiba Tecon S.A.		23	277	6,521	306
Gerdau S.A.		148	1,507	-	-
Ferrovia Interna do Porto de Santos		-	-	13,846	8,020
Co-Log Logística de Coprodutos S.A		457	-	-	-
Terminal de Cargas Sarzedo Ltda.		30	-	-	-
		349,101	460,864	20,367	8,334
Current		308,667	383,441	15,486	8,334
Non-current		40,434	77,423	4,881	-

(a) The balance as of December 31, 2023 was composed of trade receivables resulting from the recognition of revenue protection provisions that were invoiced and received in the first quarter of 2024.

(b) Of the amount of R\$ 132,416 as of September 30, 2024, R\$ 33,668 refers to the present value of the installments due under the contractual addendum signed in 2018 between MRS and CSN Mineração recorded in current and non-current assets. The total value of such installments is R\$ 47,095.

(c) Of the amount of R\$ 62,299 as of September 30, 2024, R\$ 57,220 refers to the present value of the installments payable of the contractual amendment signed in 2016 between MRS and Mineração Usiminas S.A. "MUSA", recorded in current and non-current assets. The total value of these installments is R\$ 63,092.

The Company has receivables contracts with some related parties pledged as collateral for borrowings. Except for trade receivables referring to revenue protection mechanisms and contractual amendments, the average period for receiving trade receivables from related parties is 15 days.

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

Liabilities

	Payables / other liabilities		Advances		Dividends payable	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Vale S.A.	(d) -	78,961	9	-	29,966	29,966
Mineração Brasileiras Reunidas S.A.	-	-	-	-	96,396	96,396
CSN Mineração S.A.	(e) 16,027	25,644	-	-	54,167	54,167
Companhia Siderúrgica Nacional	9	7,592	70	65	54,135	54,135
Usinas Siderúrgicas de Minas Gerais S.A.	-	-	15	10	767	767
Gerdau Açominas S.A.	-	-	6	6	-	-
Ferrovia Centro-Atlântica S.A.	18,349	18,252	895	267	-	-
Gerdau Aços Longos S.A.	-	-	7	7	-	-
Usiminas Participações e Logística S.A.	-	-	-	-	30,591	30,591
<i>Railvest Investments Inc</i>	-	-	-	-	11,906	11,906
CSN Cimentos Brasil S.A.	3,551	10,161	23	-	-	-
Gerdau S.A.	-	-	4	4	3,601	3,601
Sepetiba Tecon S.A.	-	1,776	-	-	-	-
Confab Industrial S.A.	-	-	23	23	-	-
Mitsui & Co. Steel Ltd.	(f) 165,792	170,398	-	-	-	-
Ternium Brasil Ltda.	154	154	-	-	-	-
Terminal de Cargas Sarzedo Ltda.	-	152	133	-	-	-
Ferrovia Interna do Porto de Santos	20,098	4,776	-	-	-	-
Other	-	-	-	-	3,654	3,661
	223,980	317,866	1,185	382	285,183	285,190
Current	215,036	299,224	1,185	382	285,183	285,190
Non-current	8,944	18,642	-	-	-	-

(d) The amount of R\$ 78,961 referred to the payables resulting from the protection mechanism clause of the railway transportation service agreement, which fully paid in March 2024.

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

(e) In the second quarter, the payment was made in the amount of R\$ 7,592 referring to the protection mechanism clause of the railway transportation service agreement.

(f) The amount of R\$ 165,792 corresponds to the purchase of rails in the second quarter of 2024.

Profit (loss)

	Revenue from services		Other revenues		Finance income	
	07/01/2024	07/01/2023	07/01/2024	07/01/2023	07/01/2024	07/01/2023
	09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Vale S.A.	665,707	606,568	517	3	-	6
CSN Mineração S.A.	384,413	416,576	3,658	4,149	2,676	7,100
Companhia Siderúrgica Nacional	157,996	99,302	7,571	-	827	247
Mineração Usiminas S.A.	75,775	74,919	3	-	766	2,655
Gerdau Açominas S.A.	40,195	36,984	796	707	36	-
Usinas Siderúrgicas de Minas Gerais S.A.	37,425	31,493	7	-	799	-
Ferrovias Centro-Atlântica S.A.	9,317	7,977	2,285	1,078	-	-
Gerdau Aços Longos S.A.	6,666	4,623	4,524	7,744	7	-
Vallourec Soluções Tubulares do Brasil S.A.	-	8,284	-	1,502	-	6
Ternium Brasil Ltda.	1,121	490	-	-	4	-
Confab Industrial S.A.	2,450	3,036	-	-	38	-
CSN Cimentos Brasil S.A.	37,077	22,960	1,130	514	157	-
Gerdau S.A.	677	1,073	222	323	3	-
Co-Log Logística de Coprodutos S.A.	5,704	108	-	-	2	-
Mitsui & Co. Steel Ltd.	-	-	-	-	3,372	-
Sepetiba Tecon S.A.	-	-	56	248	8	-
Terminal de Cargas Sarzedo Ltda.	-	-	30	-	-	-
	1,424,523	1,314,393	20,799	16,268	8,695	10,014

MRS Logística S.A.

Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated



Profit (loss)

	Revenue from services		Other revenues		Finance income	
	01/01/2024	01/01/2023	01/01/2024	01/01/2023	01/01/2024	01/01/2023
	09/30/2024	09/30/2023	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Vale S.A.	1,862,460	1,483,756	517	661	752	6
CSN Mineração S.A.	1,019,008	977,788	12,489	10,838	8,365	12,463
Companhia Siderúrgica Nacional Mineração Usiminas S.A.	415,179	246,649	7,571	132	1,216	299
Gerdau Açominas S.A.	193,834	208,744	5	-	4,333	7,678
Usinas Siderúrgicas de Minas Gerais S.A.	131,593	119,936	2,195	2,153	36	-
Ferrovias Centro-Atlântica S.A.	118,825	81,859	25	-	799	49
Gerdau Aços Longos S.A.	26,837	21,656	2,729	1,797	-	-
Vallourec Soluções Tubulares do Brasil S.A.	20,065	15,917	14,390	15,248	8	-
Ternium Brasil Ltda.	-	22,617	-	3,534	-	24
Confab Industrial S.A.	2,054	1,299	-	-	4	-
CSN Cimentos Brasil S.A.	14,756	13,512	180	-	76	1
Gerdau S.A.	93,656	63,090	1,781	1,214	180	3
Co-Log Logística de Coprodutos S.A.	1,227	2,127	1,042	596	10	2
Mitsui & Co. Ltd.	7,360	208	-	-	2	-
Mitsui & Co. Steel Ltd.	-	-	-	-	-	4,700
Sepetiba Tecon S.A.	-	-	150	265	8	-
Transnordestina Logística S.A.	-	-	3,500	-	77	-
Terminal de Cargas Sarzedo Ltda.	-	-	30	-	-	-
	3,906,854	3,259,158	46,604	36,438	15,866	30,874

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

	Operating and finance costs/expenses			
	07/01/2024– 09/30/2024	01/01/2024– 09/30/2024	07/01/2023– 09/30/2023	01/01/2023– 09/30/2023
Vale S.A.	196	2,010	-	8,371
CSN Mineração S.A.	-	153	465	6,213
Companhia Siderúrgica Nacional	188	193	-	621
Gerdau Açominas S.A.	-	10	65	379
Ferrovias Centro-Atlântica S.A.	4,999	12,675	4,509	12,022
Gerdau Aços Longos S.A.	-	-	2,104	2,407
Vallourec Soluções Tubulares do Brasil S.A.	-	-	151	865
CSN Cimentos Brasil S.A.	-	-	13	135
Gerdau S.A.	6	16	-	-
VLI Multimodal S/A	-	263	-	-
Mitsui & Co. Steel Ltd.	-	9,970	4,645	-
Ferrovias Internas do Porto de Santos	4,960	16,694	-	-
Septiba Tecon S.A.	-	-	950	2,543
Terminal de Cargas Sarzedo Ltda.	999	1,775	77	256
	11,348	43,759	12,979	33,812

Key management personnel

The fixed and variable remuneration of the Company's key management personnel, which includes its President and Directors, are recorded in the income (loss) for the year as follows:

	Profit (loss)			
	07/01/2024– 09/30/2024	01/01/2024– 09/30/2024	07/01/2023– 09/30/2023	01/01/2023– 09/30/2023
Short-term benefits	4,996	14,564	4,963	14,341
Post-employment benefits	105	313	105	287
Other long-term benefits	2,192	6,575	2,479	7,436
	7,293	21,452	7,547	22,064

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

9. Other trade receivables

		<u>09/30/2024</u>	<u>12/31/2023</u>
Sublease receivables	(a)	16,920	16,458
Amounts receivable - other sales	(b)	14,379	15,688
Other trade receivables		1,265	1,267
Expected credit losses		(5,883)	(6,850)
		<u>26,681</u>	<u>26,563</u>
Current		15,430	16,525
Non-current		11,251	10,038

(a) Subleases, recorded at present value in current and non-current assets, refer to property lease agreements in which the Company is the intermediate lessor of a main lease, classified as a right-of-use asset (lease).

	<u>09/30/2024</u>	<u>12/31/2023</u>
Sublease		
On January 01	18,735	29,537
Additions to contracts	14,206	2,230
Amortization	(9,876)	(13,032)
Closing balance of the period/year	23,065	18,735
Interest to be paid		
On January 01	(2,277)	(5,057)
Additions to contracts	(5,683)	(184)
Accrued interest	1,815	2,964
Closing balance of the period/year	(6,145)	(2,277)
Net balance	16,920	16,458

The flow of future receipts from subleases, excluding interest to be incurred, is as follows:

	<u>Up to 12 months</u>	<u>Up to 5 years</u>	<u>>5 years</u>	<u>Total</u>
Sublease	7,032	8,219	7,814	23,065

(b) Receivables arise from scrap sales, maintenance services and other amounts not related to rail freight services.



**Notes to the quarterly information on
September 30, 2024**

Amounts expressed in thousands of reais, unless otherwise indicated

10. Inventories

	09/30/2024	12/31/2023
Maintenance materials	289,555	246,360
Fuels	12,677	17,531
Materials in the recovery process	9,014	7,509
Imports in progress	3,691	1,469
Materials in possession of third parties	22,821	17,118
Provision for losses	(8,193)	(7,824)
	329,565	282,163

11. Recoverable taxes

		09/30/2024	12/31/2023
Recoverable PIS/COFINS	(a)	88,671	146,691
Recoverable PIS/COFINS	(b)	97,203	90,631
Value-Added Tax on Sales and Services - ICMS	(c)	192,157	179,849
Income tax	(d)	89,430	84,204
Other		192	106
		467,653	501,481
Current		333,515	261,256
Non-current		134,138	240,225

(a) The amount of R\$ 88,671 on September 30, 2024 (R\$ 146,691 on December 31, 2023), and R\$ 55,137 of principal and R\$ 33,534 of restatement at Selic rate is a result of the decision of the Federal Supreme Court (STF) of May 13, 2021, in a judgment with general repercussion, that ICMS does not form the basis for calculating PIS and COFINS contributions and given that the lawsuit filed by MRS to discuss this thesis is prior to March 2017, the Company calculated, based on its best estimate, a gain of R\$ 337,972, which was provisioned in 2021. After enabling PIS and COFINS credits in 2023, in the first semester of 2024, the amount of R\$ 63,325 (R\$ 212,319 as of December 31, 2023) was offset in the payment of federal taxes.

(b) The balance of PIS and COFINS recoverable mainly refers to the credits calculated on the acquisition of assets and inputs.

(c) They mainly refer to credits arising from the acquisition of property, plant and equipment items and purchases of inputs.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

The breakdown of ICMS credits recorded in current assets:

	<u>09/30/2024</u>	<u>12/31/2023</u>
ICMS - RJ	67,569	49,757
ICMS - SP	100,417	76,810
Total current	<u>167,986</u>	<u>126,567</u>

(d) It basically refers to withholding income tax on financial investments and on gains on derivative transactions – swap. As earnings are taxed only on redemption of investments and settlement of swaps, said amount includes the provision for income tax from these operations.

12. Prepaid expenses

		<u>09/30/2024</u>	<u>12/31/2023</u>
Insurance	34	27,223	10,556
Prepaid expense with personnel		18,826	16,760
Prepaid expenses with services/other		20,192	10,184
Prepaid expenses with ANTT inspection budget		7,694	4,481
		<u>73,935</u>	<u>41,981</u>
Current		69,313	37,862
Non-current		4,622	4,119

13. Other current and non-current assets

		<u>09/30/2024</u>	<u>12/31/2023</u>
Escrow deposits	24.1	115,101	111,138
Advances to suppliers/related parties	(a)	71,437	86,780
Advances to employees		28,403	14,538
Other		7	7
		<u>214,948</u>	<u>212,463</u>
Current		94,959	101,318
Non-current		119,989	111,145

(a) Correspond to advances granted to domestic and foreign suppliers for the acquisition of materials and inputs that do not correspond to property, plant and equipment. The amount corresponding to the advance to related parties is detailed in Note 8.

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Amounts expressed in thousands of reais, unless otherwise indicated

14. Property, plant and equipment

14.1 Property, plant and equipment under operation and in progress

	09/30/2024						12/31/2023		
	Property, plant and equipment in operation								
	Permanent road	Locomotives	Rail cars	Machinery, equipment and facilities	Other	Total	Construction in progress	Total	Total
Cost									
On January 01	6,197,587	4,371,086	3,596,090	1,759,685	152,862	16,077,310	1,827,908	17,905,218	16,237,506
Additions	245,938	282,454	360,663	47,220	7,064	943,339	1,165,741	2,109,080	1,854,595
Transfers	535,329	17,288	31,937	128,675	1,423	714,652	(714,652)	-	-
Reversal (provision) write-off	-	1,444	14,313	-	-	15,757	-	15,757	(17,739)
Reclassifications	-	-	-	-	-	-	(2,459)	(2,459)	(744)
Write-offs	-	(48,127)	(79,085)	(5,268)	(9,077)	(141,557)	-	(141,557)	(168,400)
Closing balance of the period/year	6,978,854	4,624,145	3,923,918	1,930,312	152,272	17,609,501	2,276,538	19,886,039	17,905,218
Depreciation									
On January 01	(3,409,559)	(2,227,068)	(1,602,265)	(734,804)	(110,478)	(8,084,174)	-	(8,084,174)	(7,414,686)
Additions	(308,760)	(156,980)	(113,715)	(65,252)	(5,383)	(650,090)	-	(650,090)	(798,224)
Write-offs	-	42,426	55,628	3,285	9,050	110,389	-	110,389	128,736
Closing balance of the period/year	(3,718,319)	(2,341,622)	(1,660,352)	(796,771)	(106,811)	(8,623,875)	-	(8,623,875)	(8,084,174)
Net balance for the period/year	3,260,535	2,282,523	2,263,566	1,133,541	45,461	8,985,626	2,276,538	11,262,164	9,821,044

The movements in property, plant and equipment in 2023 are published in Note 16.1 of the financial statements for the year 2023.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

Borrowing cost capitalized

The amount of capitalized borrowing costs in the period ended September 30, 2024 was R\$ 25,225 (R\$ 9,185 on December 31, 2023). Rate used to determine the amount of financing costs subject to capitalization was 11.80% per annum (13.80% in 2023), which represents the average rate of Company's financing.

Rates of depreciation

The annual depreciation and useful life rates of the Company's main asset groups adopted in the period of 2024 are presented in Note 3.8 of the financial statements for the year ended December 31, 2023.

The Company has railcars and locomotives pledged as collateral for financing. As of September 30, 2024, the residual value of assets given as collateral is R\$ 1,036,186.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated



14.2 Right-of-use assets (lease)

	09/30/2024					12/31/2023
	Assets linked to the concession	Vehicles	Real estate	Other	Total	Total
Cost						
On January 01	3,765,840	39,841	27,838	4,693	3,838,212	3,721,742
Additions	-	-	3,356	-	3,356	1,330
Sublease	(8,524)	-	-	-	(8,524)	-
Remeasurement by monetary adjustment	69,562	1,404	1	694	71,661	119,382
Derecognition	-	-	-	-	-	(4,242)
Closing balance of the period/year	3,826,878	41,245	31,195	5,387	3,904,705	3,838,212
Depreciation						
On January 01	(1,192,512)	(38,432)	(14,680)	(4,346)	(1,249,970)	(1,159,547)
Additions	(59,166)	(1,874)	(4,422)	(719)	(66,181)	(92,702)
Derecognition	-	-	-	-	-	2,279
Closing balance of the period/year	(1,251,678)	(40,306)	(19,102)	(5,065)	(1,316,151)	(1,249,970)
Net balance for the period/year	2,575,200	939	12,093	322	2,588,554	2,588,242

Movements in the right of use on December 31, 2023 are disclosed in Note 16.2 of the financial statements for the year 2023.



15. Intangible assets

	09/30/2024				12/31/2023
	Computer systems and software	Concession rights	Projects in progress	Total	Total
Cost					
On January 01	408,603	169,654	33,151	611,408	393,030
Additions	9,050	-	7,368	16,418	225,340
Transfers	16,636	-	(16,636)	-	-
Reclassifications	2,459	-	-	2,459	744
Adjustments to cost	-	(8,425)	-	(8,425)	-
Write-offs	(2,006)	-	-	(2,006)	(7,706)
Closing balance of the period/year	434,742	161,229	23,883	619,854	611,408
Depreciation					
On January 01	(255,607)	(7,192)	-	(262,799)	(232,330)
Additions	(29,334)	(2,347)	-	(31,681)	(31,153)
Write-offs	2,006	-	-	2,006	684
Closing balance of the period/year	(282,935)	(9,539)	-	(292,474)	(262,799)
Net balance for the period/year	151,807	151,690	23,883	327,380	348,609

Movements in intangible assets in 2023 are disclosed in Note 17 to the financial statements for the year ended December 31, 2023.

The amortization rate of intangible assets was estimated at 20% per annum, except for the concession rights.

Concession rights

The concession rights are recorded as a contra entry to “Concession Obligations” and are being amortized over the term of the concession agreement.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

16. Suppliers

		09/30/2024	12/31/2023
Payables to related parties	8	207,953	292,079
Suppliers payable - domestic		460,385	480,431
Suppliers payable - foreign		26,182	14,257
		694,520	786,767
Current		688,781	780,947
Non-current		5,739	5,820

17. Social and labor charges

		09/30/2024	12/31/2023
Provision for vacation and 13th salary		80,953	50,826
PPR - Profit sharing plan/bonus		71,628	109,327
INSS		37,527	28,966
Salaries payable		27,567	43,111
FGTS		16,383	8,956
IRRF payable		735	4,311
Other		8,032	8,184
		242,825	253,681

18. Income tax and social contribution

		09/30/2024	12/31/2023
Income tax		176,446	136,260
Social contribution		24,698	23,362
		201,144	159,622

19. Other tax obligations

		09/30/2024	12/31/2023
ICMS		47,518	46,978
INSS withheld from third parties		5,764	20,140
PIS/COFINS		8,762	9,278
ISS		4,282	8,020
Other		53	84
		66,379	84,500

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

20. Borrowings and financing

	<u>09/30/2024</u>	<u>12/31/2023</u>
<u>Domestic currency</u>		
FINEM/FINAME - BNDES	872,894	871,046
Banco MUFG	417,231	405,362
Banco Safra	204,122	211,044
Promissory notes	722,916	662,939
	2,217,163	2,150,391
Transaction costs	(1,330)	(1,422)
	2,215,833	2,148,969
<u>Foreign currency</u>		
Banco Citibank	107,018	103,267
	107,018	103,267
Transaction costs	(14,460)	(15,817)
	92,558	87,450
<u>Debentures</u>		
7 th Issue	(a) 125,967	247,388
9 th Issue	(b) -	626,271
10 th Issue	1,584,056	1,667,296
11 th issue	2,070,941	2,219,819
	3,780,964	4,760,774
Transaction costs	(109,499)	(121,910)
	3,671,465	4,638,864
Total loans and financing + transaction cost	5,979,856	6,875,283
Current	373,641	998,552
Non-current	5,606,215	5,876,731

(a) In the first quarter of 2024, the second installment of principal of the 2nd series of the 7th issue of debentures in the amount of R\$ 118,258 was settled, with one installment remaining maturing in 2025;

(b) In the second quarter of 2024, there was full amortization of the 9th issue of Debentures in the amount of R\$ 627,154.

The details of each operation are disclosed in Note 22 to the financial statements for the year ended December 31, 2023.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

The long-term amortization flow of the financing is as follows:

	2025	2026	2027	After 2027	Total
FINEM/FINAME - BNDES	20,409	81,638	81,638	647,699	831,384
Promissory Note	-	722,916	-	-	722,916
Banco MUFG	-	400,000	-	-	400,000
Banco Safra	-	200,000	-	-	200,000
Banco Citibank	3,351	12,740	11,837	63,744	91,672
Debentures	-	859,214	148,412	2,467,252	3,474,878
	23,760	2,276,508	241,887	3,178,695	5,720,850

As of September 30, 2024, the transaction costs of fundraising were presented as follows:

	Short term	Long-term				Total	
	ST	2025	2026	2027	After 2027	Total	SHORT- TERM + LONG- TERM
Domestic currency	117	29	894	93	197	1,213	1,330
Foreign currency	1,632	390	1,502	1,448	9,488	12,828	14,460
Debentures	8,905	2,099	7,545	6,478	84,472	100,594	109,499
	10,654	2,518	9,941	8,019	94,157	114,635	125,289

Covenants

Borrowing and financing agreements have covenants related to the maintenance of financial ratios. All covenants were complied with on September 30, 2024 and December 31, 2023. The debentures issued by the Company also have covenants related to the maintenance of financial ratios, which were complied with on September 30, 2024 and December 31, 2023. The 7th issue debentures have clauses for maintaining the minimum risk rating assigned by Standard and Poor's, which were also complied with in the reported period. The debentures of the 10th and 11th issue and promissory notes do not have clauses for maintaining the minimum risk rating.

21. Leases

Leases included in the scope of CPC 06 (R2) referring to the Company's rights of use were grouped according to their nature.

Lease agreements, except the lease agreement for assets linked to the concession, have different terms, with the last maturity date occurring in January 2029. The values are updated annually based on inflation indices, mostly by the IPCA.

The incremental borrowing rate used by the Company was determined based on the interest rates that it has access to, adjusted to the Brazilian market and the terms of its contracts.

Tax rates ranging from 6.44% to 12.06% (from 6.44% to 9.95% as of December 31, 2023) were used, according to the term of each agreement.

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	09/30/2024					12/31/2023
	Assets linked to the concession	Real estate	Vehicles	Other	Total	Total
Lease payable						
On January 01	3,486,234	8,562	1,929	737	3,497,462	4,076,558
Additions	-	4,366	-	-	4,366	1,512
Remeasurement by monetary restatement (a)	127,212	55	1,519	761	129,547	121,140
Derecognition	-	-	-	-	-	(2,226)
Reclassifications	86,458	-	-	-	86,458	-
Payments	(535,357)	(2,311)	(2,031)	(772)	(540,471)	(699,522)
Closing balance of the period/year	3,164,547	10,672	1,417	726	3,177,362	3,497,462
Interest to be paid						
On January 01	(1,459,625)	(3,208)	(119)	(14)	(1,462,966)	(1,675,498)
Additions/(Reversals)	-	(1,010)	-	-	(1,010)	(182)
Remeasurement by monetary restatement (a)	(57,650)	(54)	(115)	(68)	(57,887)	(1,758)
Derecognition	-	-	-	-	-	211
Reclassifications	(86,458)	-	-	-	(86,458)	-
Accrued interest	133,967	439	149	52	134,607	214,261
Closing balance of the period/year	(1,469,766)	(3,833)	(85)	(30)	(1,473,714)	(1,462,966)
Net balance for the period/year	1,694,781	6,839	1,332	696	1,703,648	2,034,496
Current	574,435	2,579	166	309	577,489	556,338
Non-current	1,120,346	4,260	1,166	387	1,126,159	1,478,158

Movements in the 2023 lease are disclosed in Note 23 of the financial statements for the year 2023.

(a) In the third quarter of 2024, there was a remeasurement of the lease payable of the assets linked to the concession due to the monetary restatement provided for in the contract.

The flow of future lease payments is as follows:

Lease payable	≤12 months	>05 years	>05 years	Total
Assets linked to the concession	732,267	811,596	1,620,684	3,164,547
Properties	2,418	8,254	-	10,672
Vehicles	211	1,206	-	1,417
Other	309	417	-	726
	735,205	821,473	1,620,684	3,177,362
	598,418	505,968	599,262	1,703,648

Interest to be paid	≤12 months	>05 years	>05 years	Total
Assets linked to the concession	(135,826)	(312,518)	(1,021,422)	(1,469,766)
Properties	(896)	(2,937)	-	(3,833)
Vehicles	(45)	(40)	-	(85)
Other	(20)	(10)	-	(30)
	(136,787)	(315,505)	(1,021,422)	(1,473,714)
	598,418	505,968	599,262	1,703,648

22. Financial instruments

Operations with financial instruments

The calculation of the fair value of investments (Restricted Cash and Cash Equivalents) follows the following methodology: (i) for the calculation of the fair value, only the investments whose contracted rates are different from 100% of the CDI are considered and (ii) for the calculation of the discount rate, of the fair value measurement, the last investment rate is considered contracted by the financial institution where the investment is in custody.

The fair value of borrowings and financing is based on market assumptions, and the calculation follows the methodology below: for operations that have public market quotation for the benchmark interest rate, the flow up to maturity is calculated at the contractual rate and then discounted at the updated rate constant from the public source and for borrowings and financing that do not have a public source interest rate, after calculating the flow up to maturity with the contractual rate, it is discounted at the interest rate of similar operations in terms of risk and term. Eventually, in case of difficulty in identifying comparable financing, the discount rate is determined by consulting financial institutions.

The carrying amounts of all operations with financial instruments carried out by the Company are not different from its fair values.

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Classification of financial instruments

	09/30/2024				12/31/2023				
	Amortized cost	FVTPL	FVTPL/operations used for hedging	Total	Amortized cost	FVTPL	FVTPL/operations used for hedging	Total	
Assets									
Cash and cash equivalents	5	-	2,201,096	-	2,201,096	-	3,385,798	-	3,385,798
Restricted cash	6	-	1,259	-	1,259	-	2,254	-	2,254
Trade receivables and other trade receivables	9/7	429,093	-	-	429,093	554,294	-	-	554,294
Gains on operations with derivative financial instruments – swap/NDF		-	-	148,098	148,098	-	-	326,743	326,743
Total		429,093	2,202,355	148,098	2,779,546	554,294	3,388,052	326,743	4,269,089
Liabilities									
Suppliers	16	694,520	-	-	694,520	786,767	-	-	786,767
Borrowings and financing in R\$	20	2,217,163	-	-	2,217,163	2,150,391	-	-	2,150,391
Borrowings and financing in US\$	20	-	-	107,018	107,018	-	-	103,267	103,267
Debentures	20	836,025	-	2,944,939	3,780,964	1,608,324	-	3,152,450	4,760,774
Leases	21	1,703,648	-	-	1,703,648	2,034,496	-	-	2,034,496
Other obligations of the concession	25	214,878	-	-	214,878	195,580	-	-	195,580
Losses on operations with derivative financial instruments – swap/NDF		-	-	161,335	161,335	-	-	159,027	159,027
Total		5,666,234	-	3,213,292	8,879,526	6,775,558	-	3,414,744	10,190,302



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Derivative financial instruments

The Company holds derivative financial instruments to hedge risks relating to foreign currencies and inflation rates.

The accounting policy for recording transactions with derivative financial instruments is described in Note 3.3 (v) of the financial statements for the year ended December 31, 2023.

The derivative financial instruments are initially recognized at fair value on the date on which the derivative contract is signed, and are subsequently restated also at fair value. Derivatives are presented as financial assets when the fair value of the instrument is positive; and as financial liabilities when the fair value is negative.

Thus, the swap operations that on September 30, 2024 had a net balance payable totaling R\$ 13,237 (net balance receivable of R\$ 168,829 as of December 31, 2023), had their changes recorded in profit (loss).

The Company has documented such a hedge relationship as a fair value hedge after tests have shown that the hedge is expected to be highly effective in offsetting the fair value of the hedged item. Effectiveness is measured using prospective effectiveness tests, evaluated by the statistical method of volatility reduction. The hedge is considered effective when the effectiveness quotient of the prospective test results in a value equal to or greater than 80%.

From the designation of the swap to Fair Value Hedge, the change in the fair value of the hedge remains recorded in the financial profit (loss). However, at the same time, the change in the fair value of the risk attributable to the designated hedge item is verified, which is recorded in liabilities as a contra entry in the financial profit (loss).

		Hedge item of fair value	
		09/30/2024	12/31/2023
Debt	(a)	3,154,882	3,083,119
Adjustment in fair value hedge		(102,925)	172,598

		Impact on financial profit (loss)			
		07/01/2024	01/01/2024	07/01/2023	01/01/2023
		09/30/2024	09/30/2024	09/30/2023	09/30/2023
<u>Finance income</u>					
Adjustment in fair value hedge	-	275,523	56,526	-	-
<u>Finance cost</u>					
Adjustment in fair value hedge	(5,801)	-	-	(38,357)	
Net financial profit (loss)	(a)	(5,801)	275,523	56,526	(38,357)

(a) Hedge accounting was adopted to mitigate the volatility of the mark-to-market of the derivative for the contract with exposure in US dollars with Citibank, resulting in the balance of the net financial profit (loss). For the 2nd and 3rd series of the 10th issue and for 3 series of the 11st issue of debentures, there are also hedge accounting operations.

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Amounts expressed in thousands of reais, unless otherwise indicated

<u>Derivative designated to fair value hedge</u>	<u>Reference value (Notional)</u>		<u>Fair value</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Type of contract				
Swap contracts (Fixed dollar to real CDI)				
Asset position				
Fixed Dollar	105,396	100,284	106,671	102,928
Liability position				
Real CDI	(94,114)	(100,680)	(97,459)	(104,671)
			9,212	(1,743)
Swap contracts (IPCA to real CDI)				
Asset position				
IPCA	3,049,042	2,982,495	2,944,925	3,152,449
Liability position				
Real CDI	(2,819,950)	(2,889,283)	(2,963,165)	(3,051,441)
			(18,240)	101,008
Total swap contracts			(9,028)	99,265
Provision for Income Tax on swap gains			(4,209)	(20,373)
Total swap contracts, net of income tax			(13,237)	78,892
<u>Classified</u>				
In non-current assets			148,098	236,805
In the current liabilities			(161,335)	(157,913)
			(13,237)	78,892

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<u>Derivatives not designated</u>	<u>Reference value (Notional)</u>		<u>Fair value</u>	
	<u>09/30/2024</u>	<u>12/31/2023</u>	<u>09/30/2024</u>	<u>12/31/2023</u>
Type of contract				
Hedge agreements				
Asset position				
IPCA (IPCA to CDI)	-	481,207	-	481,057
Variable dollar to fixed real	-	106,962	-	105,849
Liability position				
CDI (IPCA to CDI)	-	(375,667)	-	(375,248)
Variable dollar to fixed real	-	(106,962)	-	(106,962)
Total hedge contracts			-	89,441
Provision for Income Tax on swap gains			-	(15,871)
Total swap contracts, net of income tax			-	88,825
<u>Classified</u>				
In current assets			-	89,938
In non-current assets			-	-
In the current liabilities			-	(1,113)
			-	88,825

The Company has swap derivative financial instruments and NDF (Dollar forward contract). For the asset position of the swap, linked to a fixed rate plus the exchange change of the dollar or IPCA, the value is calculated at the contractual rate until maturity and then discounted by the exchange coupon rate, or future DI x Fixed curve, both made available by B3, corresponding to the remaining term between the due date and the current date. Finally, the value resulting from this calculation (swap) is translated at the current exchange rate in case the flow is in foreign currency.

For the liability position, which is linked to a certain percentage of CDI or CDI + fixed rate, the value to maturity is calculated by applying this percentage or fixed rate. Then, this profit (loss) is discounted at the future DI x Pre curve, provided by B3, up to the current date.

Description	09/30/2024			12/31/2023		
	Notional value	Fair value	Maturities	Notional value	Fair value	Maturities
Swap contracts						
Asset position						
Foreign currency	105,396	106,671		100,284	102,928	
IPCA	3,049,042	2,944,925	Up to set/38	3,463,702	3,633,506	Up to set/38
Liability position						
Rates (post)	-2,914,064	3,060,624		3,365,630	3,531,361	

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Description	09/30/2024			12/31/2023		
	Notional value	Fair value	Maturities	Notional value	Fair value	Maturities
“NDF” contracts						
Asset position						
Foreign currency	-	-		106,962	105,849	Up to Feb/24
Liability position						
Foreign currency	-	-		106,962	106,962	

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The Company's Derivative financial instruments are distributed among the following counterparties:

Institution	MRS Receives	MRS Pays	Start date	Maturity date	Contracted notional value	Fair value as of 09/30/2024 (R\$)		Gross profit (loss) (R\$)
						Active	Liabilities	Assets – Liabilities (*)
Swap contracts								
Banco JP Morgan	SOFR + 0.90%	CDI + 0.93%	07/06/2023	06/29/2035	100,258	101,807	92,973	8,834
Banco JP Morgan	SOFR + 0.90%	CDI + 1.15%	09/15/2023	06/29/2035	4,780	4,864	4,486	378
Banco Itaú	IPCA + 4.97%	CDI + 1.05%	08/16/2021	08/15/2031	300,000	335,147	317,834	17,313
Banco Itaú	IPCA + 5.06%	CDI + 1.30%	08/16/2021	08/15/2036	500,000	538,837	548,081	(9,244)
Banco XP	IPCA + 6.2414%	CDI + 0.63%	10/16/2023	09/15/2033	400,000	410,225	416,038	(5,813)
Banco Santander	IPCA + 6.3439%	CDI + 0.589%	10/16/2023	09/17/2035	400,000	413,069	415,877	(2,808)
Banco XP	IPCA + 6.3439%	CDI + 0.67%	10/16/2023	09/17/2035	400,000	413,069	417,838	(4,769)
Banco Santander	IPCA + 6.4496%	CDI + 0.76%	10/16/2023	09/15/2038	400,000	417,536	422,513	(4,977)
Banco BTG Pactual	IPCA + 6.4496%	CDI + 0.85%	10/16/2023	09/15/2038	400,000	417,042	424,984	(7,942)
Total						3,051,596	3,060,624	(9,028)

(*) Gross amounts of Withholding Income Tax of R\$ 4,209, totaling a net liability position of derivatives of R\$ 13,237 (net asset position totaling R\$ 167,716 as of December 31, 2023).


22.1. Fair value hierarchy

The Company uses the following hierarchy to determine and disclose the fair value of financial instruments:

- Level 1: Financial instruments with data originating from an active market (unadjusted quoted price) so that it is possible to have daily access including on the date of measurement of the fair value.
- Level 2: Financial instruments with data different from that originating from an active market (unadjusted quoted price) included at Level 1, extracted from a pricing model based on observable market data.
- Level 3: Instruments classified as Level 3 are those whose data are extracted from a pricing model based on unobservable market data.

The Company's derivative financial instruments, with a net balance payable of R\$ 13,237 as of September 30, 2024, as well as financial instruments linked to cash (including restricted cash and cash equivalents) were classified in Level 2 of the fair value hierarchy. There are no financial instruments classified in Level 3 and Level 1 in the Company.

	09/30/2024		12/31/2023	
	Fair value	Level	Fair value	Level
Assets (liabilities)				
Derivative financial instruments - assets	148,098	2	326,743	2
Derivative financial instruments - liabilities	(161,335)	2	(159,027)	2
	(13,237)		167,716	

22.2. Objectives and policies for financial risk management

The main financial liabilities of the Company, that are not derivatives, refer to borrowings, suppliers and other payables. The main purpose of such financial liabilities is obtaining funds for the Company's operations. The Company has borrowings and other credits, trade receivables and other payables and demand and short-term deposits directly arisen out of its operations. The Company also enters into derivative transactions.

The Company is exposed to market risk, credit risk and liquidity risk.

The Top Management supervises the management of such risks and counts with the support of a financial committee of the Board of Directors, thus contributing to the maintenance of a governance structure in financial risks appropriate for the Company.

The financial committee recommends to the Company's Top Management that activities undertaking financial risks shall be ruled by appropriate policies and procedures, and approved by the Board of Directors. All derivative activities have as object risk management, not comprising any derivative transactions for speculation purposes. The policy for financial risk management is reviewed and approved by the Board of Directors annually.



The financial committee revises and establishes policies for management of each such risk, and the main objective is reducing the unexpected financial or economic difference, which may have an impact on the Company's income, as well as on its expected cash flow. As a secondary objective, it is aimed at minimizing the probability of: (i) an unexpected requirement of additional funding; and (ii) that MRS metrics shall violate financial covenants already assumed.

As a central risk management mechanism, the internal controls utilized by the Company's Management are concentrated in following up the foreign currency-indexed debt percentage that it is protected by derivative financial instruments. Due to this, the majority of the Company's exposure to exchange risk is being hedged by swap contracts.

In addition, the Company not only follows up de result of such operations through their fair value, but it also outlines impairment scenarios of relevant market variables, assessing stress situations and respective financial impacts.

22.3. Policy for use of derivative financial instruments

The Company's policy is to mitigate its exposure to market risks trying to reduce the financial impact of fluctuations in exchange and interest rates. Such policy is implemented through a strategic follow up of the exposure of its assets and liabilities to such variables, jointly with the entering into derivative operations allowing to control the risks involved.

Operations with derivatives are basically composed by exchange rate swap for borrowings in foreign currency or IPCA, both involving fixed rates, versus CDI percentage or CDI plus fixed rate, all of them contracted with first-line banks as counterparty and no guarantee margin deposit. We point out that the purpose of the totality of derivative operations is the reduction of risk exposure, not subject to speculative positions.

22.4. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will float due to changes in market prices. Market prices comprise three types of risk: interest rate risk, exchange risk, and price risk, that may be from commodities, shares, among others, which are detailed below. Financial instruments affected by market risk include borrowings payable, deposits, financial instruments available for sale and measured at fair value through profit or loss, and derivative financial instruments.

(a) Interest rate risk

Interest rate risk arises from the possibility that the Company may be subject to financial losses caused by changes in the interest rates to which it is exposed.

In the following table, three scenarios are considered for sensitivity analysis. Based on indices in effect on September 30, 2024, a likely scenario was defined for 2024, on which basis changes from 25% to 50% were found. In the probable scenario, the market perspective was used for the end of 2024, based on the Focus Report released by the Central Bank of Brazil.

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For each scenario the Company calculated the gross finance cost, not taking into account the taxes levied and the flow of maturities for each contract. The base date used for financings was September 30, 2024, projecting indices for one year and verifying their sensitivity in each scenario.

	09/30/2024			
	R\$ million		25% Higher	50% higher
	Base	Probable	Scenario I	Scenario II
CDI		11.75%	14.69%	17.63%
IPCA (NATIONAL AMPLIFIED CONSUMER PRICE INDEX)		4.37%	5.46%	6.56%
<u>Liabilities</u>	(6,118.4)	(578.3)	(722.8)	(867.4)
Debt in CDI	(5,119.5)	(601.5)	(751.9)	(902.3)
Debt in IPCA (National Amplified Consumer Price Index)	(998.9)	(43.7)	(54.6)	(65.5)
<u>Assets</u>	2,194.7	257.9	322.3	386.8
Investments	2,194.7	257.9	322.3	386.8
<u>Net Uncovered Position</u>	(3,923.7)	(320.4)	(400.5)	(480.6)

	Carrying amount	
	09/30/2024	12/31/2023
Fixed rate instruments		
Financial liabilities	-	202
Floating rate instruments		
Financial assets	2,202,355	3,388,052
Financial liabilities	(6,105,145)	(7,014,230)



(b) Exchange rate risk

The results of the Company are susceptible to significant changes, due to the effects of the volatility of the exchange rate on liabilities indexed to a currency other than its functional currency.

Specially, its exposure to currency risk (exchange risk) is basically concentrated in US\$-denominated purchases and borrowings, closing the period ended September 30, 2024 with a negative change of 1.99% (negative of 7.21% as of December 31, 2023).

	<u>09/30/2024</u>	<u>12/31/2023</u>
Assets in foreign currency		
Imports in progress	5,518	2,076
Swap/NDF financial instruments	106,671	102,928
	<u>112,189</u>	<u>105,004</u>
Liabilities in foreign currency		
Suppliers	(191,974)	(184,655)
Borrowings and financing	20 (107,018)	(103,267)
	<u>(298,992)</u>	<u>(287,922)</u>
Net exposure	<u>(186,803)</u>	<u>(182,918)</u>

We present below variations in the Company's exchange rate-linked assets and liabilities, arisen out of the application of stress scenarios. We have elected by maintaining the active point of swap separated, in order to leave the effect of derivative more evident.

Sensitivity analyses in the following sections refer to position on September 30, 2024, and try to simulate how a stress in risk variables may affect the Company, considering reasonably possible scenarios. The first step was the identification of the main factors that have potential to generate losses on results, which was resumed to exchange rate. The analysis departed from a base scenario represented by the carrying amount of operations, that is, considering a sale tax (ptax) of September 30, 2024, disclosed by Bacen and volume of exposure. Furthermore, three scenarios were prepared, the probable scenario, based on the last Focus report disclosed by Bacen in such period and projection for the current year, scenario II with a deterioration of 25% and scenario III with a deterioration of 50%, in the risk variable.

The table below represents the sensitivity analysis involving the net effect resulting from these exchange rate shocks for the year 2024.

Dollar Appreciation Risk – September 30, 2024

R\$ million

Operation	Probable scenario I	Scenario II	Scenario III
Hedge - Long position of swap	-0,942	25,490	51,922
Debt in US\$	0,945	(25,574)	(52,093)
Net risk of the operation in the US\$ increase	0.00	(0.08)	(0.17)

	Exposure (R\$ million)	Likely exposure (R\$ million)	Real	Expected rate	Impact	
					25%	50%
Long position of swap	106.7	105.7	5.45	5.40	6.75	8.10
Debt in US\$	(107.0)	(106.1)	5.45	5.40	6.75	8.10

These transactions are primarily denominated in Real and U.S. dollar.

(c) Credit risk

Refers to the possibility of the Company incurring losses arising out of default of their counterparties or financial institutions depository of resources or financial investments. In order to mitigate such risks, the Company adopts as practice an analysis of the financial and equity situation of their counterparties, as well as the definition of credit limits and permanent follow-up of open positions. The Company does not have guarantees taken in relation to trade receivables.

		<u>09/30/2024</u>	<u>12/31/2023</u>
Cash and cash equivalents	5	2,201,096	3,385,798
Restricted cash	6	1,259	2,254
Trade receivables and other trade receivables	9/7	429,093	554,294
Derivative financial instruments – swap/NDF		22,316	167,716
Total		2,653,764	4,110,062

Trade receivables

The Company's trade receivables are concentrated in some major clients, which are also its related parties (Note 8), representing on September 30, 2024, 81.4% of total trade receivables (83.1% on December 31, 2023).

Such clients demand freight transportation considered as "captive", and have the same credit policy, determined in the respective service agreements. For these clients, the credit risk is relatively low due to the mitigating mechanisms defined in the service agreement.

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For clients having "non-captive" freight transportation, the Company is subordinated to credit policies fixed by its Management, aiming to minimize eventual problems derived from their clients' default. In these cases, the Company performs daily credit and collection management. In the event of default, the collection is performed with the direct involvement of the managers responsible for the commercial contracts, and may even lead to the temporary suspension of the service provision.

Financial instruments and cash deposits

The Company is subject to credit risk associated with the financial investments it makes, considering the risk of insolvency of the institutions in which the Company maintains its investments, which may result in the total or partial loss of the funds invested. As of September 30, 2024, the Company's cash and cash equivalents exposure amount was R\$ 2,200,855 (R\$ 3,385,534 as of December 31, 2023), which were allocated to a current account, investments in CDBs or in repurchase and resale agreements that had a formal repurchase commitment by financial institutions.

The credit risk on cash and cash equivalents and interest earning bank deposits is determined by rating instruments widely accepted by the market and are arranged as follows:

	<u>09/30/2024</u>
AAA+	1,395,125
AA+ or AA	805,730
Total	<u><u>2,200,855</u></u>

(d) Liquidity risk

The Company's operations are capital intensive and part of this investment is financed by borrowings and financing. This leverage, as shown in the table below, generates a demand for cash, considering that the Company's investment is highly resilient; that is, it is possible to adjust it throughout the year according to the evolution of the business.

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The table below summarizes the maturity profile of the Company's financial liability as of September 30, 2024, based on contractual payments not discounted.

	Undiscounted cash flow – 09/30/2024				
	≤06 months	06–12 months	01–02 years	02–05 years	>05 years
Non-derivative financial liabilities					
Borrowings, financing, debentures and promissory notes (R\$)	260,529	261,097	546,472	1,534,386	2,025,938
Related parties	29,367	172,864	5,739	-	-
Suppliers	484,616	2,169	-	-	-
Derivative financial liabilities					
Swaps used to hedge (USD)	5,088	5,197	10,284	32,921	73,242

	Undiscounted cash flow – 12/31/2023				
	≤06 months	06–12 months	01–02 years	02–05 years	>05 years
Non-derivative financial liabilities					
Borrowings, financing, debentures and promissory notes (R\$)	171,456	239,950	441,305	1,334,521	2,761,190
Related parties	275,746	-	11,557	-	-
Suppliers	441,275	58,190	-	-	-
Derivative financial liabilities					
Swaps used to hedge (USD)	5,066	9,609	17,654	50,015	82,195

It is worth highlighting that non-derivative financial liabilities that have some type of guarantee are detailed in Notes 8 and 14.1. Derivative financial liabilities do not have any type of guarantee.

Capital management

The policy of Management is to maintain a solid capital base to maintain the confidence of investors, creditors and market aiming at the future development of the business. The Management monitors the return on capital invested, considering the results of the economic activities of operational segments. The objective is to achieve a return compatible with its capital cost reviewed annually through the Weighted Average Cost of Capital concept. Management also monitors the level of dividends for common and preferred shareholders.

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The debt for ratio of capital at the end of the period is presented below:

	<u>09/30/2024</u>	<u>12/31/2023</u>
Total liabilities	10,528,221	11,679,270
(-) Cash and cash equivalents	2,201,096	3,385,798
(-) Restricted cash	1,259	2,254
Net obligations	<u>8,325,866</u>	<u>8,291,218</u>
Total equity	7,515,524	6,385,802
Ratio of net obligations to capital	1,108	1,298

23. Deferred taxes

The deferred tax balances recorded in assets and liabilities were determined on temporary differences and are shown below:

Deferred income tax and social contribution

	<u>09/30/2024</u>	<u>12/31/2023</u>
Assets		
Reserves for risks	188,021	225,684
Right-of-use assets	790,290	720,021
Mark-to-Market (MtM)	-	58,402
Sundry provisions	62,018	54,055
Provision for loss on assets	39,130	44,363
Provision for health care plan	3,075	2,865
Derivative financial instruments – swap	4,501	-
Other	42	43
Total assets	<u>1,087,077</u>	<u>1,105,433</u>
Liabilities		
Lease - right-of-use	(1,070,411)	(888,827)
Amortization of RTT adjustments	(82,106)	(84,021)
Derivative financial instruments – swap	-	(57,023)
Mark-to-Market (MtM)	(35,117)	-
Provision for income tax credit (PIS/COFINS)	(18,209)	(28,193)
Depreciation differences between tax and corporate books	(103,269)	(98,677)
Other	(8,528)	(12,323)
Total liabilities	<u>(1,317,640)</u>	<u>(1,169,064)</u>
Net total	<u>(230,563)</u>	<u>(63,631)</u>

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Deferred income tax and social contribution on temporary differences are expected to be offset as contingencies and other deductible temporary additions are settled.

Deferred income tax and social contribution on profit assets are recognized only in the proportion of the probability that the future taxable profit will be available and temporary differences can be used against it. Deferred tax assets are reviewed at each reporting date and impaired when their realization is no longer probable.

Regarding the deferred tax asset, the Company estimated its future taxable profit for the next 5 years and it proved to be sufficient to cover the temporary differences in deferred assets. Therefore, deferred tax assets were fully recognized in the financial statements as of September 30, 2024.

Net movements in “deferred taxes” account are as follows:

	<u>09/30/2024</u>	<u>12/31/2023</u>
On January 01	(63,631)	91,552
Provision for income tax credit	9,984	31,120
Depreciation	(4,592)	(74,045)
Sundry provisions	7,963	18,384
Mark-to-Market (MtM)	(93,519)	94,556
Amortization of RTT adjustments	1,915	2,552
Provision for health care plan	210	288
Leases	(181,584)	(227,306)
Right-of-use assets	70,269	88,664
Derivative financial instruments - swap	61,524	(63,999)
Reserves for risks	(37,663)	(18,309)
Provision for loss on assets	(5,233)	4,781
Other	3,794	(11,869)
At the end of the period/year	(230,563)	(63,631)

Deferred PIS and COFINS

		<u>09/30/2024</u>	<u>12/31/2023</u>
On January 01		(2,833)	(8,023)
Provision for income tax credit (PIS/COFINS)	11.a	1,252	5,190
At the end of the period/year		(1,581)	(2,833)



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24. Provision

		09/30/2024	12/31/2023
Provisions for risks	24.1	553,002	663,778
Provisions with the Concession Grantor	24.2	119,201	27,396
Provisions for post-employment benefits	24.3	9,045	8,427
Other provisions		30,677	31,355
		711,925	730,956
Current		24,621	21,826
Non-current		687,304	709,130

24.1 Provision for risks

Provision for risks, classified as a probable risk of loss, are recorded in non-current liabilities.

	Labor	Civil	Tax	Environme ntal	Total liabilities provisioned
December 31, 2022	446,675	78,374	164,492	1,805	691,346
Additions	71,527	13,665	-	5,235	90,427
Restatements	17,187	3,533	(4,214)	24	16,530
Write-offs for reversals or payments	(82,910)	(18,480)	(33,031)	(104)	(134,525)
December 31, 2023	452,479	77,092	127,247	6,960	663,778
Additions	38,981	7,192	-	469	46,642
Restatements	16,467	5,086	4,517	348	26,418
Write-offs for reversals or payments	(174,787)	(8,323)	(659)	(67)	(183,836)
September 30, 2024	333,140	81,047	131,105	7,710	553,002

Throughout the proceedings, the Company is required to make escrow deposits and guarantee execution to allow the filing of an appeal, under the terms of the Law. Deposits are monetarily restated and recorded in non-current assets until a court decision is made. Considering the deposits and blocks made during the proceedings, the expected future impact on cash is as follows:



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		<u>Number of shares (*)</u>	<u>Amount involved</u>	<u>Provision</u>	<u>Deposits</u>	<u>Net value</u>
Labor	(a)	1,522	866,007	333,140	(41,045)	292,095
Civil	(b)	1,081	535,564	81,047	(14,359)	66,688
Tax	(c)	166	766,993	131,105	(58,595)	72,510
Environmental	(d)	117	77,353	7,710	(1,102)	6,608
Other	(e)	5	-	-	-	-
		2,891	2,245,917	553,002	(115,101)	437,901

(*)Refer to lawsuits classified as probable and possible loss.

(a) Labor

Most of the labor lawsuits claim the collection of overtime, indemnity amounts, night shift premium, inter-day breaks, wage parity and hazard and unhealthy work premiums.

On September 30, 2024, the total amount of labor claims, classified as possible or probable loss, was R\$ 866,007 (R\$ 833,267 as of December 31, 2023).

Lawsuits with prognosis of probable loss are in the amount of R\$ 545,929 and for them, based on the understanding of its legal advisors, the Company has provisioned R\$ 333,140 for 1,048 lawsuits (R\$ 452,479 as of December 31, 2023), considering the prospect of probable loss in those lawsuits.

The addition in the amount of R\$ 38,981 is mainly due to changes in the prognosis, arising from calculations resulting from convictions or amendments issued during the period.

The write-off of the provision totaling R\$ 174,787 is mainly due to a monocratic decision published on October 8, 2024, handed down by the Superior Labor Court in a lawsuit filed by the Belo Horizonte Railway Workers Union (STEFBH), reconsidering a previous decision, which dismissed the request for classification in category “b” of Article 237 of the Brazilian Consolidation of Labor Laws and the resulting overtime. Therefore, Management, based on the assessment of the legal advisors defending the case, changed the likelihood of loss to possible and reversed the provision for the quarter. Accordingly, the provision for this lawsuit was reversed in the amount of R\$ 145,404, of which R\$ 65,145 was the principal and R\$ 80,259 was monetary restatement.

Furthermore, based on the assessment of its legal advisors, the Company has a contingency of R\$ 320,078 for 474 cases with an estimate of possible loss, which do not have amounts recorded as a provision.

(b) Civil

The Company is a party to 1,081 lawsuits, with 986 in which it appears as a defendant and 95 in which it appears as a plaintiff/complainant/interested party. As of September 30, 2024, the total amount of civil claims, classified with a prognosis of possible or probable loss, was R\$ 535,564 (R\$ 484,311 on December 31, 2023).

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The lawsuits in which the Company is a defendant mostly address civil liability for railway accidents, collection legality for third-party interference in right-of-way areas, maintenance of the health care plan and the index of readjustment of the monthly health care plan after the dismissal of the Company's employees, equivalence of the private pension plan to the RFFSA plan and public civil actions. The total amount involved in the aforementioned lawsuits classified with a prognosis of possible or probable loss was R\$ 475,896 as of September 30, 2024.

Lawsuits with likelihood of probable loss involve R\$ 122,640, in accordance with the opinion of its legal advisors, the Company has recorded a provision for these lawsuits that amount to R\$ 80,991 for 183 lawsuits (R\$ 77,092 as of December 31, 2023), referring to the estimated value of claims with probable likelihood of loss. Provisions were written-off for the period, totaling R\$ 8,323, resulting from the realization of the provisioned expenses.

The Company did not recognize a provision for the remaining 803 lawsuits, as the expected loss was considered possible. The amount of contingencies with this prognosis is R\$ 353,256 on September 30, 2024 (R\$ 359,793 on December 31, 2023) and refers mainly to indemnity claims arising from railway accidents.

The lawsuits in which the Company appears as the plaintiff/complainant/interested party mostly address contractual liability, collection actions for the use of the right of way, adverse possession and repossession and expropriation. The total involved amount of these 95 lawsuits, as of September 30, 2024 was R\$ 59,668, classified with prognosis of possible or probable loss. Following the understanding of its legal advisors, as of September 30, 2024, the Company has a provision of R\$ 56 for four lawsuits (R\$ 0.4 as of December 31, 2023) referring for convictions to lawyers' fees.

The Company has insurance covering bodily harm, material and moral damages and losses caused to third parties, whose deductible is currently R\$ 750 per event/occurrence.

(c) Tax

The Company is a party to 166 legal and administrative lawsuits of a tax nature, of which 26 are tax recovery lawsuits and 140 are lawsuits with possible or probable risk of outflow of funds.

As of September 30, 2024, the total involved amount of 140 lawsuits was R\$ 766,993 (R\$ 702,280 as of December 31, 2023). Based on the understanding of its legal advisors, the Company has provisioned the amount of R\$ 131,105 (R\$ 127,247 as of December 31, 2023), referring to 7 lawsuits considering the prospect of probable loss.

The Company is party to 133 lawsuits for which, based on the evaluation of its legal advisors, did not recognize a provision, as expected losses were considered possible. The amount of contingencies with a possible prognosis of loss is R\$ 635,888 as of September 30, 2024 (R\$ 574,533 as of December 31, 2023).

(d) Environmental

The Company is a party to 15 judicial proceedings and 102 administrative proceedings whose nature is environmental. As of September 30, 2024, the total involved amount of these lawsuits was R\$ 77,353 (R\$ 70,866 as of December 31, 2023). Based on the understanding of its legal advisors, the Company has provisioned the amount of R\$ 7,710 referring to 9 lawsuits, considering the prospect of probable loss in such lawsuits, with the others remaining as 'possible' losses.

**(e) Other**

The Company has 5 Terms of Adjustment of Conduct (TACs) signed and in force, 3 of which are related to labor matters and 2 to civil matters.

24.2 Provisions with the Concession Grantor

Provisions with the Concession Grantor include indemnities and fines, as well as other provisions for obligations arising from the concession renewal.

24.3 Provisions for post-employment benefits

	<u>09/30/2024</u>	<u>12/31/2023</u>
Healthcare plan	9,045	8,427

The Company offers its employees a health care plan administered by the Bradesco Saúde Operator. The plan is funded in the form of a post-established price, with partial sharing of expenses, through the collection of a monthly contribution from the beneficiaries. As the employee participates in the plan's costing, the extension of this benefit is guaranteed to the former employee terminated or dismissed without cause or retired, in accordance with Articles 30 and 31 of Law 9.656/1998, regulated by Normative Resolution 488/2022 of ANS, which revoked Normative Resolution 279/2011. The Company pays the Operator the difference between the expenses incurred with using the plan, plus the administration fee.

The Company also offers its employees and former employees health care plans administered by Unimed Juiz de Fora Operator. In this case, two different plans are offered, one of which at a post-established price, intended for active employees and the other, at a pre-established price, intended exclusively for former employees. Due to the provisions of Normative Resolution 488/2022, when calculating the adjustment to be applied to the monthly plan fees for former employees, Unimed Juiz de Fora must jointly evaluate its full portfolio of exclusive plans for former employees.

However, whenever the annual adjustment proposed by Unimed Juiz de Fora for the exclusive plan for former employees exceeds the percentage value proposed by the operator Bradesco Saúde for the former employee's contributions, MRS will pass on to beneficiaries linked to the operator Unimed Juiz de Fora the same adjustment value attributed to beneficiaries linked to operator Bradesco Saúde and will pay the difference in the Unimed health care plan.

As a result of said measure, the Company undertakes to partially pay for medical assistance for former employees linked to operator Unimed Juiz de Fora and their respective dependents.

As of September 30, 2024, the plan had 19,183 lives between Bradesco Saúde and Unimed Juiz de Fora, and the contributions made by the Company in the third quarter of 2024 totaled R\$ 21,217 (18,529 lives and R\$ 22,220 in the third quarter of 2023).

Actuarial gains and losses are recognized in Equity and Statement of Comprehensive Income as other comprehensive income, as determined by the Accounting Pronouncement CPC 33 (R1) – Employee Benefits.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

As of September 30, 2024, there were actuarial liabilities on behalf of the Company, arising from the health care plan in the amount of R\$ 9,045 (R\$ 8,427 as of December 31, 2023), which were duly provisioned in non-current liabilities.

The full version of the Note on the 2023 health care plan is published in Note 26.3 of the financial statements for the year ended December 31, 2023.

Supplementary pension plan

The Company sponsors a supplementary pension plan for employees through a pension plan managed by Bradesco Vida e Previdência. The supplementary pension plan, created on July 1, 1999, is eligible for all MRS employees as of the date the plan was created. The plan is in the defined contribution modality and the Company has no legal or constructive obligation to pay additional contributions if the fund does not have sufficient assets to pay all benefits due. The costing is equally shared, so that the Company's share is equivalent to 100% of that made by the employee according to a contribution scale based on salary ranges.

The plan requires contributions to be made to funds managed separately from the Company's own funds. The plan assets are maintained by an open-ended supplementary pension plan entity, not available to the Company's creditors and cannot be paid directly to Company.

Contributions made by the Company totaled R\$ 2,495 in the 3rd quarter of 2024 (R\$ 2,307 in the 3rd quarter of 2023), which were recorded as an expense for the year.

As of September 30, 2024 and December 31, 2023, there were no liabilities on behalf of the Company arising from supplementary pension plan.

Life insurance

Employees participate in group life insurance guaranteed by Generali Companhia de Seguros. In the 3rd quarter of 2024, the Company contributed R\$ 366 (R\$ 343 in the 3rd quarter of 2023) with life insurance for its employees.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

25. Other liabilities

		<u>09/30/2024</u>	<u>12/31/2023</u>
Other obligations of the concession	(a)	214,878	195,580
Contractual obligations with related parties	8	16,027	25,644
Consigned fuel		12,646	17,531
Other liabilities payable		975	1,338
		<u>244,526</u>	<u>240,093</u>
Current		53,849	39,597
Non-current		190,677	200,496

(a) Refers to regulatory contractual obligations arising from the renewal of the concession, recorded in current and non-current liabilities, adjusted to present value.

26. Equity

(a) *Subscribed and paid-up capital*

At a meeting of the Board of Directors held on March 20, 2024, the Board approved the capital increase without the issue of shares, using part of the balance of the investment reserve of R\$ 75,841. This increase aims to meet the regulatory obligation for year 2, provided for in the Fourth Amendment to the concession agreement.

Considering such increase, the subscribed and paid-in capital went from R\$ 3,961,031 on December 31, 2023 to R\$ 4,036,872 on September 30, 2024. This amount is divided into 337,977,019 book-entry shares with no par value, divided into "A" and "B" common and preferred classes.

In accordance with the Company's Bylaws, the Board of Directors is authorized to increase the capital, regardless of the statutory reform, up to the limit of R\$ 5,000,000.

According to the Privatization Notice and the Bylaws of MRS, no shareholder may directly or indirect hold more than 20% of all shares that represent the Company's voting capital. If this threshold is exceeded, as determined by ANTT, the shareholder will waive the right to vote and veto inherent to shares that exceed this limit.



**Notes to the quarterly information on
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Amounts expressed in thousands of reais, unless otherwise indicated

As of September 30, 2024 and December 31, 2023, the interest in capital was as follows:

Shareholder	Common shares		Preferred shares		Total capital	
	Number of shares	%	Number of shares	%	Number of shares	%
Minerações Brasileiras Reunidas S.A. Companhia Siderúrgica Nacional	37,666,526	20.12%	74,301,916	49.28%	111,968,442	33.13%
CSN Mineração S.A.	26,611,282	14.21%	36,765,916	24.39%	63,377,198	18.75%
Usiminas Participações e Logística S.A.	25,802,872	13.78%	37,536,000	24.90%	63,338,872	18.74%
Vale S.A.	37,513,650	20.04%	342,805	0.23%	37,856,455	11.20%
Gerdau S.A.	36,270,703	19.37%	769,304	0.51%	37,040,007	10.96%
Railvest Investments	4,460,128	2.38%	-	-	4,460,128	1.32%
Minority	14,747,620	7.88%	-	-	14,747,620	4.36%
	4,137,420	2.21%	1,050,877	0.70%	5,188,297	1.54%
	187,210,201	100.00%	150,766,818	100.00%	337,977,019	100.00%

(b) Right of shares

The holders of common shares will have the right to vote in the resolutions of the General Meetings; preferred shares (classes A and B) will be entitled to dividends 10% higher than those attributed to common shares, will not have voting rights and will enjoy priority in receiving capital, without premium, upon liquidation of the Company.

Class B preferred shares are, at the initiative of the shareholder who holds them, convertible into common shares, in the proportion of one for each common share. Such conversion may be carried out at any time, subject to the conditions set forth in the Bylaws.

Although without voting rights, class B preferred shares will have the right to elect, in a separate vote, a member of the Board of Directors, as long as they represent a minimum of 25% of the total capital.

(c) Earnings reserve – legal reserve

Set up on the basis of 5% of the profit for the year before interest and reversal of interest on own capital, as set forth by the Brazilian Corporate Law and limited to 20% of capital. As of September 30, 2024 and December 31, 2023, the balance of legal reserve is R\$ 480,742.

(d) Earnings reserve - Investment reserve

At a meeting of the Board of Directors held on March 20, 2024, the Board approved the capital increase using part of the balance of the investment reserve of R\$ 75,841. Thus, the balance of the Investment Reserve went from R\$ 1,932,994 on December 31, 2023 to R\$ 1,857,153 on September 30, 2024.



**Notes to the quarterly information on
September 30, 2024**

Amounts expressed in thousands of reais, unless otherwise indicated

(e) Other comprehensive income

Other comprehensive income refers to the actuarial gains of the health care plan, calculated in accordance with CPC 33 (R1).

	<u>Actuarial gains</u>	<u>IRPJ/CSLL</u>	<u>Total</u>
December 31, 2023	12,437	(1,402)	11,035
Gains	-	31	31
September 30, 2024	12,437	(1,371)	11,066

27. Earnings (loss) per share

The table below establishes the calculation of earnings per share for the periods ended September 30, 2024 and 2023 (in thousands of Reais, except for earnings per share):

	<u>07/01/2024</u> <u>09/30/2024</u>	<u>01/01/2024</u> <u>09/30/2024</u>	<u>07/01/2023</u> <u>09/30/2023</u>	<u>01/01/2023</u> <u>09/30/2023</u>
<u>Numerator</u>				
Net income for the period	459,125	1,129,691	424,390	905,660
<u>Denominator (in thousands of shares)</u>				
Weighted average of common shares	187,210	187,210	187,999	187,999
Weighted average of preferred shares - A	81,588	81,588	81,985	81,985
Weighted average of preferred shares - B	69,179	69,179	69,514	69,514
10% - Preferred shares	1.1	1.1	1.1	1.1
Weighted average of adjusted preferred shares (Basic earnings)	165,844	165,844	166,649	166,649
Weighted average of adjusted preferred shares (Diluted earnings)	89,747	89,747	90,184	90,184
Denominator for basic earnings per share	353,054	353,054	354,648	354,648
Denominator for diluted earnings per share	346,136	346,136	347,697	347,697
Basic earnings per common share	1,300	3,200	1,197	2,554
10% - Preferred shares	1.1	1.1	1.1	1.1
Basic/diluted earnings per common share – A	1,430	3,520	1,316	2,809
Basic/diluted earnings per common share - B	1,430	3,520	1,316	2,809

The Company does not hold outstanding shares with the potential for dilution or other instruments that could result in the dilution of the calculation of earnings per share.



**Notes to the quarterly information on
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Amounts expressed in thousands of reais, unless otherwise indicated

28. Net revenue from services

	<u>07/01/2024</u>	<u>01/01/2024</u>	<u>07/01/2023</u>	<u>01/01/2023</u>
	<u>09/30/2024</u>	<u>09/30/2024</u>	<u>09/30/2023</u>	<u>09/30/2023</u>
Gross revenue from services	2,041,829	5,757,963	1,891,906	4,973,602
Sales taxes	(125,135)	(347,156)	(109,374)	(317,856)
	<u>1,916,694</u>	<u>5,410,807</u>	<u>1,782,532</u>	<u>4,655,746</u>

The Company provides services in the Brazilian domestic market to private entities.

Service contracts with customers establish prices and forecasts of tons to be transported during the term. The revenue is recognized as mentioned in Note 3.15 of financial statements for the year ended December 31, 2023.

29. Costs and expenses by type

	<u>07/01/2024</u>	<u>01/01/2024</u>	<u>07/01/2023</u>	<u>01/01/2023</u>
	<u>09/30/2024</u>	<u>09/30/2024</u>	<u>09/30/2023</u>	<u>09/30/2023</u>
Fuels/lubricants	(311,037)	(854,432)	(265,036)	(751,302)
Manpower and payroll charges	(272,801)	(777,641)	(234,801)	(667,279)
Depreciation and amortization	(254,459)	(745,569)	(229,996)	(674,848)
Outsourced services	(133,129)	(376,990)	(114,776)	(312,746)
Inputs/Other materials	(86,301)	(236,435)	(62,628)	(143,362)
Apportionments of freight	(54,167)	(145,624)	(52,390)	(133,254)
Concession cost	(76,779)	(81,710)	(2,182)	(6,392)
Ancillary transport costs	(25,603)	(58,354)	(13,009)	(31,298)
Costs of accidents	(4,925)	(19,054)	(4,422)	(78,335)
Insurance expenses	(6,756)	(19,001)	(5,436)	(15,725)
Rental of operating vehicles and equipment	(4,543)	(12,797)	(2,369)	(8,704)
Directors' fees	(1,085)	(3,077)	(1,085)	(3,022)
Reversal (provision) for expected credit losses	(232)	902	(17)	(755)
ICMS MG deemed credit	30,192	87,148	30,617	84,849
Other	(18,924)	(65,752)	(21,878)	(57,567)
	<u>(1,220,549)</u>	<u>(3,308,386)</u>	<u>(979,408)</u>	<u>(2,799,740)</u>
Cost of services rendered	(1,068,216)	(2,876,890)	(839,775)	(2,429,112)
Sales expenses	(5,006)	(12,960)	(4,603)	(15,570)
Administrative and general expenses	(147,327)	(418,536)	(135,030)	(355,058)
	<u>(1,220,549)</u>	<u>(3,308,386)</u>	<u>(979,408)</u>	<u>(2,799,740)</u>



**Notes to the quarterly information on
September 30, 2024**

Amounts expressed in thousands of reais, unless otherwise indicated

30. Other operating income and expenses

	<u>07/01/2024– 09/30/2024</u>	<u>01/01/2024– 09/30/2024</u>	<u>07/01/2023– 09/30/2023</u>	<u>01/01/2023– 09/30/2023</u>
<u>Other operating income</u>				
Sale of materials (scrap/excess inventory)	13,399	36,398	15,463	29,347
Alternative revenues	8,586	22,251	6,779	17,819
Reversal of provision for loss on current, non-current assets	3	15,757	-	26,066
Contractual fines	3,572	8,510	3,975	26,402
Insurance	1,569	7,348	2,650	3,076
Revenue from sale of property, plant and equipment	60	5,427	-	-
Reversal of provision for risks (a)	59,809	56,935	10,390	22,695
Indemnity revenues	-	-	-	29,117
Reversal of liability provisions	-	-	13,818	13,818
Other credits	4,679	5,676	3,633	10,451
	<u>91,677</u>	<u>158,302</u>	<u>56,708</u>	<u>178,791</u>
<u>Other operating expenses</u>				
Tax loss (b)	(31,625)	(86,003)	(26,376)	(61,569)
Residual cost of written-off property, plant and equipment and intangible assets	(3,754)	(31,168)	(5,389)	(33,136)
Executions for procedural losses	(10,004)	(23,526)	(15,612)	(45,690)
Other tax expenses	(8,683)	(23,847)	(5,443)	(9,502)
Sales taxes and other revenues	(3,329)	(8,908)	(2,673)	(11,187)
Reversal of provision for contractual fines	(2,229)	(2,383)	(2,072)	(2,197)
Other expenses	(4,194)	(17,014)	(5,133)	(13,001)
	<u>(63,818)</u>	<u>(192,849)</u>	<u>(62,698)</u>	<u>(176,382)</u>
Other operating income (expenses), net	<u>27,859</u>	<u>(34,547)</u>	<u>(5,990)</u>	<u>2,409</u>

(a) Reversal of the provision for labor lawsuit in the amount of R\$ 65,145 (see Note 24.1, item a).

(b) Amounts arising from legal reversals determined as set forth in ICMS legislation. The Company calculates the utilization coefficient monthly and refunds the portion that exceeds said percentage.

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Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

31. Financial profit (loss)

	<u>07/01/2024– 09/30/2024</u>	<u>01/01/2024– 09/30/2024</u>	<u>07/01/2023– 09/30/2023</u>	<u>01/01/2023– 09/30/2023</u>
<u>Finance income</u>				
Mark-to-market and hedge accounting	-	275,055	55,356	-
Yield on interest earning bank deposits	68,007	222,347	50,340	110,813
Adjustment at present value of trade receivables and sublease	5,359	15,301	5,866	17,287
Interest from PIS/COFINS tax credit	11.a 2,670	6,471	3,247	10,759
Exchange rate change and monetary restatement	2,440	6,419	-	51,832
Interest	678	965	31	275
Other finance income	9,769	14,325	254	351
	<u>88,923</u>	<u>540,883</u>	<u>115,094</u>	<u>191,317</u>
<u>Finance costs</u>				
Interest	(a) (52,223)	(302,243)	(110,227)	(310,602)
Exchange rate change and monetary restatement	(a) (24,973)	(191,851)	(20,542)	(130,581)
Derivative financial instruments – swap	(15,720)	(249,273)	(85,845)	(24,056)
Adjustment to present value of leases	21 (42,881)	(134,607)	(53,444)	(163,088)
Mark-to-market and hedge accounting	(5,662)	-	-	(39,087)
Other finance costs	(13,458)	(59,551)	(5,261)	(14,054)
	<u>(154,917)</u>	<u>(937,525)</u>	<u>(275,319)</u>	<u>(681,468)</u>
Financial profit (loss)	<u>(65,994)</u>	<u>(396,642)</u>	<u>(160,225)</u>	<u>(490,151)</u>

a) Reversal of the provision for labor lawsuit in the amount of R\$ 80,259 (see Note 24.1, item a).

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32. Income taxes

	07/01/2024– 09/30/2024	01/01/2024– 09/30/2024	07/01/2023– 09/30/2023	01/01/2023– 09/30/2023
Profit before income tax and social contribution	658,010	1,671,232	636,909	1,368,264
Nominal rate	34%	34%	34%	34%
IRPJ/CSLL at nominal rate:	223,723	568,219	216,549	465,210
Adjustments to reflect effective rate:	(24,838)	(26,678)	(4,030)	(2,606)
IR/CS adjustments - exclusion of PIS and COFINS from ICMS calculation basis. 11.a	(672)	(1,964)	(1,104)	(3,658)
Tax incentives (Incentivized donations/PAT)	(4,599)	(12,141)	(3,548)	(6,858)
Inventory adjustment	13	1,390	112	112
Donation expenses	256	975	198	500
Deferred income tax/social contribution adjustments (IFRS)	-	-	-	2,929
Prior-year income tax adjustments	(18,337)	(15,956)	-	-
Other	(1,499)	1,018	312	4,369
IRPJ/CSLL in profit (loss) for the period	198,885	541,541	212,519	462,604
Current	122,872	374,577	196,788	378,991
Deferred	76,013	166,964	15,731	83,613
IRPJ/CSLL in profit (loss) for the period	198,885	541,541	212,519	462,604
Total effective fiscal rate	30.23%	32.40%	33.37%	33.81%
Total effective tax rate – current	18.67%	22.41%	30.90%	27.70%
Total effective tax rate – deferred	11.55%	9.99%	2.47%	6.11%



33. Other disclosures on cash flows

33.1 Movements not affecting cash in investing activities

During the period ended September 30, 2024, the Company made additions to property, plant and equipment and intangible assets with term payment in the amount of R\$ 338,158 (R\$ 78,021 as of September 30, 2023), which did not involve cash and are therefore not reflected in the statement of cash flows.

33.2 Reconciliation of liabilities arising from financing activities

	09/30/2024					
	Bank borrowings	Debentures	Leases	Total	Financial instruments	Total debt
Borrowings and financing - 12/31/2023	2,236,419	4,638,864	2,034,496	8,909,779	(167,716)	8,742,063
Movements that affected cash flow	(129,569)	(1,030,551)	(540,471)	(1,700,591)	(36,284)	(1,736,875)
Payments of principal	(31,067)	(745,412)	(405,864)	(1,182,343)	(36,284)	(1,218,627)
Interest payment	(98,502)	(285,139)	(134,607)	(518,248)	-	(518,248)
Movements that did not affect cash flow	201,541	63,152	209,623	474,316	217,237	691,553
Acquisition/new leases	-	-	3,356	3,356	-	3,356
Restatement of interest, monetary restatement and exchange-rate change	201,541	63,152	206,267	470,960	217,237	688,197
Borrowings and financing - 09/30/2024	2,308,391	3,671,465	1,703,648	7,683,504	13,237	7,696,741

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	09/30/2023					
	Bank borrowings	Debentures	Leases	Total	Financial instruments	Total debt
Borrowings and financing - 12/31/2022	1,718,080	2,617,962	2,401,060	6,737,102	29,889	6,766,991
Movements that affected cash flow	362,077	(451,929)	(519,797)	(609,649)	(135,929)	(745,578)
New funding activities	705,058	-	-	705,058	-	705,058
Payments of principal	(270,514)	(254,583)	(356,709)	(881,806)	(135,929)	(1,017,735)
Interest payment	(51,268)	(197,346)	(163,088)	(411,702)	-	(411,702)
Transaction cost	(21,198)	-	-	(21,198)	-	(21,198)
Movements that did not affect cash flow	154,395	250,009	282,470	686,874	26,510	713,384
Restatement of interest, monetary restatement and exchange-rate change	154,395	250,009	282,470	686,874	26,510	713,384
Borrowings and financing - 09/30/2023	2,234,552	2,416,042	2,163,733	6,814,327	(79,530)	6,734,797

Payments related to investment providers are presented in the cash flow as financing activities. In 2024, the payment of R\$ 199,404 (R\$ 315,048 in 2023) was made, relating to investments from previous years.


34. Insurance

The Company has the following insurance policies for its operations:

Coverage	Purpose	Maturity	LMI*	Franchise
Operating risks	Coverage of operating assets owned by the company or under its responsibility	September 30, 2025	375,000	7,500
Civil liability	Coverage against damages caused to third parties	February 09, 2026	85,000	750
Civil Liability - Cargo transportation	Coverage of claims with cargo in transport	April 30, 2025	70,000	N/A
Concession agreement guarantee insurance	Fulfillment of obligations with ANTT	June 17, 2025	1,390,723	N/A

*LMI – Maximum indemnity limit

The Company adopts the policy of contracting insurance coverage for assets subject to risks and civil liability considering the nature of its activity.

On July 29, 2022, as a condition for signing the concession renewal agreement, the Company took out a guarantee insurance. This insurance contract guarantees compensation, up to the amount provided for in the policy, for any losses arising from non-compliance with the contractual obligations assumed by the Company in the concession agreement.

35. Subsequent events
12th issue of debentures

On October 3, 2024, the 12th debenture issue was completed, raising R\$ 2,500,000, distributed in 3 series: (i) R\$ 500,000 in the 1st Series, remuneration of IPCA+6.525% and maturing in 10 years; (ii) R\$ 1,000 in the 2nd series, remuneration IPCA + 6,551% and maturing in 12 years; and (iii) R\$ 1,000,000 in the 3rd Series, remuneration IPCA+6.580% and maturing in 15 years.

The resources are fully intended for the reimbursement of expenses related to the Investment Project, pursuant to Law 12.431, considered as priority under the terms of Ordinance 1520 of the Ministry of Infrastructure. The issue was structured by a bank syndicate, with costs aligned with market standards. A CDI swap derivative transaction was entered into for the full amount of the issue.

Reversal of provision for labor lawsuit

On October 8, 2024, a monocratic decision in favor of MRS was published, handed down by the Superior Labor Court in a lawsuit filed by the Belo Horizonte Railway Workers Union (STEFBH), reconsidering a previous decision, so that the ordinary decision, which dismissed the request for classification in category “b” of Article 237 of the Brazilian Consolidation of Labor Laws and the resulting overtime, would prevail. As a result, the legal advisors defending the case recommended the reversal of the provision in the amount of R\$ 145,404. As this is a subsequent event after the reporting period giving rise to the adjustment, the reversal of the provision was recognized in September 2024.



Management: Board Members and Directors

Board of Directors

Marcelo Leite Barros (CEO)
Marco Aurelio Brito Braga
Murilo Muller
Wendel Gomes da Silva
Luis Fernando Barbosa Martinez
João Mario Lourenço Filho
Vitor José Melo Soares
Carlos Hector Rezzonico
Julio Rosa Baptista
Marcelo Cunha Ribeiro

Executive Board's members

Guilherme Segalla de Mello
Chief Executive Officer, Chief Commercial, Operations, Finance and
Development, Investor Relations and People Officer

Alexandre Claro Fleischhauer
Chief Engineering and Maintenance Officer

Félix Lopez Cid
Chief Projects and Works Officer

Other Officers who are not members of the Executive Board

Daniel Dias Olivio
Henrique Rocha Martins
Luiz Gustavo Bambini de Assis
Raphael Steiman
Ane Menezes Castro Matheus

MRS Logística S.A.



Notes to the quarterly information on September 30, 2024

Amounts expressed in thousands of reais, unless otherwise indicated

Statement of the Executive Officers on the quarterly information

By this instrument, the Chief Executive Officer, Chief Sales, Operations, Finances and Development, Investor Relation and People Officer and other Officers of MRS Logística S.A., a publicly held company, for the purposes of the provisions of items V and VI of Article 27 of CVM Resolution 80, of March 29, 2022 (“Resolution”), hereby declare that they have reviewed, discussed and agreed with the quarterly information of MRS Logística S.A. for the period ended September 30, 2024.

Rio de Janeiro, November 13, 2024

Guilherme Segalla de Mello
Chief Executive Officer, Chief
Commercial, Operations, Finance and
Development, Investor Relations and
People Officer

Alexandre Fleischhauer
Chief Engineering and Maintenance
Officer

Félix Lopez Cid
Chief Projects and Works Officer

Other Officers who are not members of the Executive Board

Daniel Dias Olivio

Henrique Rocha Martins

Luiz Gustavo Bambini de Assis

Raphael Steiman

Ane Menezes Castro Matheus



Statement of the Executive Officers on Independent Auditor's Report

By this instrument, the Chief Executive Officer, Chief Commercial, Operations, Finances and Development, Investor Relation and People Officer and other Officers of MRS Logística S.A., a publicly held company, for the purposes of the provisions of items V and VI of Article 27 of CVM Resolution 80, of March 29, 2022 ("Resolution"), hereby declare that they have reviewed, discussed and agreed with the opinions expressed in the Independent Auditor's Report of Deloitte Touche Tohmatsu Auditores Independentes Ltda. regarding the quarterly information of MRS Logística S.A. for the period ended September 30, 2024.

Rio de Janeiro, November 13, 2024

Guilherme Segalla de Mello
Chief Executive Officer, Chief
Commercial, Operations, Finance
and Development, Investor
Relations and People Officer

Alexandre Fleischhauer
Chief Engineering and Maintenance
Officer

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