

Management's Explanatory Notes to Intermediate, Individual and Consolidated Accounting Information
Three-month period ended March 31, 2025
In thousands of reais, unless otherwise indicated

1. OPERATIONAL CONTEXT

Cia de Ferro Ligas da Bahia S.A. - FERBASA ("Ferbasa" or "Company") is a publicly-held company, headquartered in Pojuca - BA, registered with the Brazilian Securities and Exchange Commission - CVM (**CVM** – Comissão de Valores Mobiliários) and has shares traded on the São Paulo Stock Exchange (B3 S.A. – Brasil, Bolsa, Balcão). Ferbasa began its activities on February 23, 1961 and operates sustainably in the areas of chromite mining, metallurgy in the production of ferroalloys, renewable forest resources and wind power generation, all in the State of Bahia. Its parent company is the José Carvalho Foundation, a non-profit entity with an indefinite term, with the primary objective of providing quality education to needy children and young people.

This intermediate, individual and consolidated accounting information, contained in the Quarterly Information Form (ITR, Portuguese acronym that stands for *Formulário de Informações Trimestrais*) for the quarter ended March 31, 2025, was approved for disclosure by the Company's Board of Directors on May 12, 2025.

1.1 Accounting impacts related to climate change and the ESG agenda

FERBASA has historically prioritized actions that contribute to the evolution of the ESG agenda in its corporate agenda. As a result of the first diagnosis focused on the theme, roadmaps were drawn up that aim to accelerate advances related to sustainability. As one of the developments of this work, we have incorporated into the Management Report a specific topic called "ESG Agenda", which aims to inform and disseminate to our *stakeholders* the main updates related to the matter.

The Company does not have, as of March 31, 2025: (i) loans or financing linked to green goals or commitments; (ii) insurance related to ESG aspects; (iii) carbon credit transactions; (iv) ESG risk linked to inventories or impact on the useful or residual life of its assets; (v) provisions or contingent liabilities constituted related to ESG, in addition to the environmental provision already disclosed by the Company; and (vi) risk of discontinuity of its operations.

The Company understands that there is no significant impact on individual and consolidated interim accounting information resulting from the ESG or climate change topic as of March 31, 2025.

1.2 Tax Reform on consumption

On December 20, 2023, Constitutional Amendment (EC, in Portuguese stands for *Emenda Constitucional*) No. 132 was enacted, which establishes the Tax Reform ("Reform") on consumption. The Reform model is based on a VAT divided ("dual VAT") into two competences, one federal (Contribution on Goods and Services – CBS, in Portuguese, *Contribuição sobre Bens e Serviços*), which will replace PIS and COFINS, and a subnational one (Tax on Goods and Services – IBS, in Portuguese, *Imposto sobre Bens e Serviços*), which will replace ICMS and ISS.

A Selective Tax (IS, in Portuguese, *Imposto Seletivo*) was also created – of federal competence, which will be levied on the production, extraction, commercialization or import of goods and services harmful to health and the environment, under the terms of a complementary law.

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On December 17, 2024, the approval by the National Congress of the first complementary law (PLP, in Portuguese, *Projeto de Lei Complementar*) 68/2024, which regulated part of the Reform, was concluded. PLP 68/2024 was sanctioned with vetoes by the President of the Republic on January 16, 2025, becoming Complementary Law No. 214/2025.

Although the regulation and institution of the IBS Management Committee was initially addressed in PLP No. 108/2024, according to the Reform regulation project, which will still be considered by the Federal Senate, part of the negotiation has already been incorporated into PLP No. 68/2024, approved as mentioned above, which, among other provisions, determined the institution, until December 31, 2025, of the aforementioned Committee, responsible for the administration of said tax.

There will be a transition period from 2026 to 2032, in which the two tax systems – old and new – will coexist. The impacts of the Reform on the calculation of the above-mentioned taxes, as of the beginning of the transition period, will only be fully known when the process of regulation of the pending issues by complementary law is completed. Consequently, there is no effect of the Reform on individual and consolidated interim accounting information as of March 31, 2025.

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

2.1. Preparation base

This interim accounting information shall be read in conjunction with the Company's audited financial statements as of December 31, 2024, which were prepared and presented in accordance with the accounting practices adopted in Brazil, including the pronouncements issued by the Accounting Pronouncements Committee (CPC, in Portuguese, *Comitê de Pronunciamentos Contábeis*) and in accordance with the International Financial Reporting Standards (IFRS, issued by the International Accounting Standards Board - IASB), currently referred to by the IFRS Foundation as "IFRS® Accounting Standards", including the interpretations issued by the IFRS Interpretations Committee (IFRIC® Interpretations) or by its predecessor body, Standing Interpretations Committee (SIC® Interpretations), evidencing all relevant information from the financial statements, and only the financial statements, which are consistent with those used by the Administration. As well as for the presentation of this information in a manner consistent with the rules issued by the Brazilian Securities and Exchange Commission, applicable to the preparation of the Quarterly Information – ITR.

(i) Adoption of new and/or revised accounting pronouncements, guidelines and interpretations. As disclosed in Note 7 of the financial statements as of December 31, 2024, the Company analyzed the new pronouncements and verified that there were no significant changes to those disclosed for this individual and consolidated interim financial information, due to their adoption.

(ii) Interim financial information

The Company's individual and consolidated interim financial information has been prepared and is being presented in accordance with the technical pronouncement CPC 21 (R1) - Interim Statement and international standard IAS 34 - "Interim Financial Reporting", which aim to establish the minimum content of an interim financial statement.

The preparation of interim accounting information requires the use of certain critical accounting estimates, as well as the exercise of judgment by the management of the company.

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Company regarding the process of applying its accounting practices. There were no significant changes in the assumptions and judgments adopted by the Company's Management regarding the use of estimates for the preparation of this interim accounting information, in relation to those used in the financial statements as of December 31, 2024.

The material accounting policies applied in the preparation of this quarterly interim accounting information are consistent with those disclosed in Note 6 to the Company's financial statements as of December 31, 2024, filed with the CVM on March 7, 2025 and, therefore, should be read in conjunction with this interim financial information.

3. FINANCIAL INSTRUMENTS

3.1. Classification of financial instruments and fair value hierarchy

The main active and passive financial instruments follow below:

		Parent		Consolidated	
	Accounting measurement	03/31/2025	12/31/2024	03/31/2025	12/31/2024
<u>Assets</u>					
Cash and cash equivalents	Amortized cost	320,231	344,269	447,285	464,086
Current financial investments	Fair value through profit or loss	391,438	382,660	391,438	382,660
Non-current financial investments	Fair value through profit or loss	240,179	232,326	303,161	286,910
Accounts receivable from customers	Amortized cost	172,991	190,030	184,173	200,707
Judicial deposits	Amortized cost	9,269	9,123	9,819	9,673
<u>Liabilities</u>					
Suppliers	Amortized cost	131,436	123,992	134,121	127,104
Advance on customers	Amortized cost	12,484	10,462	12,484	10,462
Advance on current exchange contract	Amortized cost	158,257	219,656	158,257	219,656
Loans and Current Financing	Amortized cost	13,801	14,990	41,231	41,587
Funding cost	Amortized cost		-	(455)	(455)
Loans and Current Financing		172,058	234,646	199,033	260,788
Non-current loans and financing	Amortized cost	-	-	155,761	162,444
Funding cost	Amortized cost	-	-	(2,563)	(2,676)
Non-current loans and financing	Amortized cost	-	-	153,198	159,768
Current CCEE Reimbursement Account	Amortized cost	-	-	50,243	54,852
Non-current CCEE reimbursement account	Amortized cost	-	-	43,441	23,983
Current Leases Payable	Amortized cost	27,749	42,787	28,277	43,401
Non-current payables	Amortized cost	17,295	12,956	22,814	19,543

3.2. Risk management

The Company's activities expose it to various financial risks, such as: (i) foreign exchange risk, (ii) interest rate risk, (iii) credit risk, (iv) liquidity risk, (v) concentration risk, (vi) commodity price risk and (vii) other non-financial risk factors.

Risk management focuses on the unpredictability of the markets and seeks to minimize potential adverse effects on the Company's financial performance.

3.2.1. Exchange rate risk

The exchange rate risk arises from the mismatch of the functional currency (Real) and the turnover of ferroalloys, which is linked to the variation of foreign currency (US dollar).

For the purposes of sensitivity analysis, the Company adopted as scenario I (probable) the expectation of the average exchange rate for the year 2025, according to the Focus Report of April 22, 2025.

03/31/2025

Scenario I

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	US\$	R\$	Rate	Gain/(Loss) R\$
<u>Parent and Consolidated</u>				
Accounts receivable from customers (net PECLD)	7,028	40,354	5.9000	1,113
Exchange Contract Advance (ACC)*	26,770	153,719	5.9000	(4,224)
*does not include interest				

The Company values derivative financial instruments at their fair value, with B3 as its main source of data. The fair values of publicly quoted non-derivative financial instruments are based on current purchase prices. If the market for a financial asset and securities, not listed on the Stock Exchange, are not active, the Company establishes fair value through valuation techniques. These techniques include the use of recent transactions contracted with third parties, with reference to other instruments that are substantially similar.

As of March 31, 2025, the Company had no outstanding derivative or non-derivative financial instruments.

3.2.2. Interest Rate Risk

The interest rate risk arises from the possibility, due to changes in the financial market, of changes in the values of the securities acquired in the portfolio of financial investments arising from their mark-to-market, the choice of indexes and the option for pre-fixed or post-fixed rates, as well as in the present value and cost of loans and financing.

For the balance applied on March 31, 2025, the Company and its subsidiaries consider as scenario I (probable) the basic interest rate for the end of 2025 of 15.00% p.a., according to the Focus Report of April 22, 2025.

Interest Rate Risk	Closing Rate 03/31/2025 – p.a.	Scenario I Probable
Basic interest rate – (% p.a.)	14.25%	15.00%
<u>Parent</u>		
Balance of financial investments (Notes 4 and 5)	948,710	1,048,571
Net effect		99,861
<u>Consolidated</u>		
Balance of financial investments (Notes 4 and 5)	1,132,135	1,245,186
Net effect		113,051

For the balance of loans and financing on March 31, 2025, the Company and its subsidiaries consider as scenario I (probable) the TJLP for the end of the year of 8.65% p.a. and for the CDI (Interbank Deposit Certificate), 14.90% p.a.

Interest rate risks (Note 16)	Closing rate 03/31/2025 – p.a.	Scenario I Probable
<u>Interest rate - TJLP - (% p.a.)</u>	7.97%	8.65%
Parent:		
Balance of loans and financing	2,635	2,803
Net effect		(168)
<u>Interest rate - TJLP - (% p.a.)</u>	7.97%	8.65%
Consolidated:		

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Interest rate risks (Note 16)	Closing rate 03/31/2025 – p.a.	Scenario I Probable
Balance of loans and financing	185,826	197,756
Net effect		(11,930)
<u>Interest rate - CDI - (% p.a.)</u>	14.15%	14.90%
Parent and Consolidated:		
Balance of loans and financing	11,166	12,392
Net effect		(1,226)

The other risks are disclosed in Note 8 to the Company's financial statements as of December 31, 2024.

4. CASH AND CASH EQUIVALENTS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Cash and banks	3,138	4,754	9,749	11,587
Investments in CDB (i)	8,349	31,473	23,508	46,309
Financial Bill	-	-	1,674	-
Investment funds (ii)	308,744	308,042	412,354	406,190
	<u>320,231</u>	<u>344,269</u>	<u>447,285</u>	<u>464,086</u>

- (i) Operations in Bank Deposit Certificates (CDB, in Portuguese, stands for *Certificado de Depósito Bancário*), whose weighted average rate of remuneration was 100.3% of the CDI on March 31, 2025 (101.3% on December 31, 2024), whose redemption has daily liquidity without material change in the nominal value.
- (ii) Operations in securities through investment funds, whose redemption has liquidity at D+1 without material change in the nominal value. The monthly weighted average return, marked to market, was 107.64% of the CDI (106.8% on December 31, 2024).

5. FINANCIAL INVESTMENTS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Current:				
Financial bills (i)	137,912	137,767	137,912	137,767
Investment funds (ii)	150,504	146,028	150,504	146,028
CDB (iii)	4,334	4,212	4,334	4,212
Other (iv)	98,688	94,653	98,688	94,653
	<u>391,438</u>	<u>382,660</u>	<u>391,438</u>	<u>382,660</u>
Non-current:				
Financial bills (i)	82,044	48,863	98,835	72,584
CBD (iii)	120,707	116,842	125,967	116,842
Investment funds (ii)	-	-	40,931	30,863
Reinvestment deposit (v)	6,689	6,496	6,689	6,496
Other	30,739	60,125	30,739	60,125
	<u>240,179</u>	<u>232,326</u>	<u>303,161</u>	<u>286,910</u>
	<u>631,617</u>	<u>614,986</u>	<u>694,599</u>	<u>669,570</u>

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- (i) Financial bills with a marked monthly weighted average remuneration of 113.4% of the CDI (109.9% as of December 31, 2024).
- (ii) Securities operations, whose maturities exceed 90 days and the average monthly weighted remuneration, marked to market, was 108.1% of the CDI (103.3% on December 31, 2024). Although the Company and its subsidiaries select securities with liquidity in the secondary market, uncertainty regarding market conditions and prices at a liquidity event suggests that these investments are not considered cash equivalents.
- (iii) Transactions in Bank Deposit Certificates ("CDBs"), whose average rates of monthly remuneration was 107.7% of the CDI (115.6% on December 31, 2024).
- (iv) Agribusiness Receivables Certificate (CRA, in Portuguese, stands for *Certificado de Recebíveis do Agronegócio*), Debentures and Treasury bills with a weighted monthly average remuneration, marked to market, of 112.3% of the CDI (91.6% on December 31, 2024).
- (v) Referring to the IRPJ reinvestment subsidy, at *Banco do Nordeste do Brasil* (BNB, the Bank of Northeast of Brazil), with a yield of 100% of the CDI.

6. ACCOUNTS RECEIVABLE FROM CUSTOMERS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Domestic market	133,466	152,229	144,648	162,906
Foreign market	40,354	38,023	40,354	38,023
Expected losses on doubtful debts (PECLD)	(829)	(222)	(829)	(222)
	<u>172,991</u>	<u>190,030</u>	<u>184,173</u>	<u>200,707</u>

Foreign market receivables are in U.S. dollars (US\$), converted to reais on the date of preparation of the interim financial information. On March 31, 2025 and December 31, 2024, the Company did not have any transaction that generated a significant adjustment effect to present value.

On March 31, 2025, the Company had a provision for expected loss in doubtful loans, in the amount of R\$829 (R\$222 on December 31, 2024), considered sufficient to cover possible losses in accounts receivable, according to an internal analysis carried out by Management.

Accounts receivable by maturity age are shown below:

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
To expire	165,327	185,069	176,509	195,746
Expire from 0-30 days	7,664	4,354	7,664	4,354
Expire for more than 60 days	829	829	829	829
PECLD	(829)	(222)	(829)	(222)
	<u>172,991</u>	<u>190,030</u>	<u>184,173</u>	<u>200,707</u>

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7. INVENTORIES (PARENT AND CONSOLIDATED)

Inventories are shown at the average cost of purchases or production, lower than the replacement cost or the realization value.

	<u>03/31/2025</u>	<u>12/31/2024</u>
Current:		
Finished products	250,807	243,920
Raw materials	170,152	158,609
Chromium ore	46,640	58,189
Materials for maintenance (i)	<u>94,603</u>	<u>95,407</u>
	<u>562,202</u>	<u>556,125</u>
Non-Current:		
Materials for maintenance (i)	14,152	14,152
Provision for obsolescence (ii)	<u>(10,756)</u>	<u>(10,756)</u>
	<u>3,396</u>	<u>3,396</u>
	<u>565,598</u>	<u>559,521</u>

- (i) Maintenance material inventories are classified into current or non-current assets, considering the consumption history.
- (ii) The Company maintains a provision for obsolescence related to items with low turnover, when there is no forecast of use in the coming periods.

8. RECOVERABLE TAXES

	Parent		Consolidated	
	<u>03/31/2025</u>	<u>12/31/2024</u>	<u>03/31/2025</u>	<u>12/31/2024</u>
Current:				
IRPJ and CSLL	43,495	37,471	55,851	49,222
IPI (i)	-	59,376	-	59,376
PIS and COFINS to be recovered	5,031	7,667	5,032	7,668
ICMS to be recovered	4,740	4,635	4,788	4,655
Other	<u>2</u>	<u>1</u>	<u>30</u>	<u>28</u>
	<u>53,268</u>	<u>109,150</u>	<u>65,701</u>	<u>120,949</u>
Non-current:				
ICMS to be recovered	6,508	6,897	6,508	6,897
Other	<u>311</u>	<u>312</u>	<u>311</u>	<u>312</u>
	<u>6,819</u>	<u>7,209</u>	<u>6,819</u>	<u>7,209</u>
	<u>60,087</u>	<u>116,359</u>	<u>72,520</u>	<u>128,158</u>

- (i) In 1989, the Company initiated a lawsuit seeking the cash receipt of the "IPI Premium Credit", instituted by Decree-Law No. 491/1969 as a tax incentive for exports. The action was concluded in 1995, and in 2002 the offsetting of credits obtained with tax debts began. However, the Federal Revenue Service rejected the offsets, alleging lack of clarity in the conclusion of the judicial process. The Company appealed administratively and, only in 2024, obtained a decision in favor of the compensations made and the cash reimbursement of the remaining balance. This balance was recorded in December 2024 and effectively received in January 2025.

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9. CURRENT AND DEFERRED INCOME TAX AND SOCIAL CONTRIBUTION

Deferred income tax and social contribution are calculated on the temporary differences between the tax calculation bases and the book values of the Assets and Liabilities of the financial statements. The rates of these taxes, for determining deferred taxes, are 25% for IRPJ and 9% for CSLL.

	Controller		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
<u>Active Deferred Taxes</u>				
Provision for contingencies	(62,688)	(62,595)	(62,688)	(62,595)
Provision for inventory losses (i)	(10,756)	(10,756)	(10,756)	(10,756)
Provision for Profit Sharing (ii)	(27,513)	(56,302)	(27,513)	(56,302)
Provision for environmental liabilities	(17,711)	(17,428)	(17,711)	(17,428)
Labor and actuarial obligations	(73,341)	(70,884)	(73,341)	(70,884)
Realization of capital gain	(30,927)	(29,822)	(30,927)	(29,822)
PECLD Provision	(829)	(222)	(829)	(222)
Taxes with suspended enforceability (PIS/COFINS)	(4,358)	(4,358)	(4,358)	(4,358)
Tax losses	-	-	(528)	(628)
Other temporary provisions	(28,034)	(42,793)	(28,034)	(42,793)
Calculation basis	<u>(256,157)</u>	<u>(295,160)</u>	<u>(256,685)</u>	<u>(295,788)</u>
Deferred IRPJ at the rate of 25%	58,852	69,272	58,984	69,430
Deferred CSLL at the rate of 9%	<u>23,054</u>	<u>26,564</u>	<u>23,102</u>	<u>26,621</u>
Deferred IRPJ/CSLL assets ^(A)	<u>81,906</u>	<u>95,836</u>	<u>82,086</u>	<u>96,051</u>

- (i) Provision of obsolescence related to maintenance items with low turnover and provision of inventories.
- (ii) The profit sharing of the Management in the amount of R\$ 20,748 (R\$ 18,070 on December 31, 2024) is the basis only for the calculation of the deferred CSLL. In the case of IRPJ, it is a permanent difference.

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
<u>Deferred Taxes Liability</u>				
Deemed cost	58,811	58,811	63,385	63,385
Biological assets - fair value	139,844	139,844	139,844	139,844
Advantageous purchase	75,143	75,143	75,143	75,143
IFRS 16 Leases	22,928	24,215	22,928	24,215
Accelerated depreciation	4,909	4,909	4,909	4,909
Calculation basis	<u>301,635</u>	<u>302,922</u>	<u>306,209</u>	<u>307,496</u>
Deferred IRPJ at the rate of 25%	(75,409)	(75,730)	(76,552)	(76,874)

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	<u>03/31/2025</u>	<u>12/31/2024</u>	<u>03/31/2025</u>	<u>12/31/2024</u>
Deferred CSLL at the rate of 9%	<u>(27,147)</u>	<u>(27,263)</u>	<u>(27,559)</u>	<u>(27,675)</u>
Deferred IRPJ/CSLL liability ^(B)	<u>(102,556)</u>	<u>(102,993)</u>	<u>(104,111)</u>	<u>(104,549)</u>
Net deferred IRPJ/CSLL ^(A+B)	<u><u>(20,650)</u></u>	<u><u>(7,157)</u></u>	<u><u>(22,025)</u></u>	<u><u>(8,498)</u></u>

Management, based on the best estimate, on an individual analysis of the provisions, believes that it will realize the tax credits arising from the temporary differences as shown below:

	Controller		Consolidated	
	IRPJ/CSLL - deferred		IRPJ/CSLL - deferred	
<u>Calendar year</u>	<u>Asset</u>	<u>Liability</u>	<u>Asset</u>	<u>Liability</u>
2025	17,630	21,925	17,630	21,925
2026	1,494	2,068	1,674	2,068
2027	180	12,083	180	12,083
2028	122	12,588	122	12,588
2029	61	273	61	273
2030 onwards	<u>62,419</u>	<u>53,619</u>	<u>62,419</u>	<u>55,174</u>
	<u>81,906</u>	<u>102,556</u>	<u>82,086</u>	<u>104,111</u>

The IRPJ and CSLL amounts that affected the results of the respective fiscal years are shown below:

	Parent		Consolidated	
	<u>03/31/2025</u>	<u>03/31/2024</u>	<u>03/31/2025</u>	<u>03/31/2024</u>
Profit before IRPJ/CSLL	39,474	61,625	39,742	61,900
Combined IRPJ/CSLL rate	34%	34%	34%	34%
IRPJ/CSLL at the rates of the legislation	<u>(13,421)</u>	<u>(20,953)</u>	<u>(13,512)</u>	<u>(21,046)</u>
Equity	(3,268)	(4,114)	-	-
Donations	(99)	(118)	(103)	(127)
Other	663	(3,637)	(2,713)	(7,865)
SUDENE tax incentive (i)	834	8,343	834	8,343
	<u>(15,291)</u>	<u>(20,479)</u>	<u>(15,494)</u>	<u>(20,695)</u>
IRPJ and CSLL Results				
SUDENE tax incentive (i)	834	8,343	834	8,343
Current	(2,632)	(12,220)	(2,801)	(12,392)
Deferred	<u>(13,493)</u>	<u>(16,602)</u>	<u>(13,527)</u>	<u>(16,646)</u>
IRPJ and CSLL expense	<u><u>(15,291)</u></u>	<u><u>(20,479)</u></u>	<u><u>(15,494)</u></u>	<u><u>(20,695)</u></u>

(i) Due to the industrial enterprise installed around operation of the Superintendence of the Development of the Northeast (SUDENE, In Portuguese, stands for *Superintendência do Desenvolvimento do Nordeste*), the Company enjoys the tax benefit of income tax reduction, with a 75% reduction percentage on income tax and non-refundable additional, levied on revenues:

- From the manufacture of ferroalloys and their by-products, in the period from January 1, 2023 to December 31, 2032, according to Constitutive Report No. 0018/2023.

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- From the exploration and processing of chrome ore and its by-products, in the period from January 1, 2016 to December 31, 2025, according to Constitutive Report No. 0131/2016.
- From the generation of electricity, in the period from January 1, 2018 to December 31, 2027, according to Constitutive Reports No. 487, 488, 489, 490, 491, 492 and 428/2018, replaced by Nos. 291, 292, 293, 300, 301, 302, and 303/2019.
- From the manufacture of crushed quicklime and crushed lime, in the period from January 1, 2023 to December 31, 2032, according to Constitutive Report No. 0021/2023.

The drop in the SUDENE tax incentive was due to the reduction in operating profit in the first quarter of 2025.

The portion corresponding to the income tax reduction incentives is recognized in the income statement and at the end of each fiscal year is transferred from retained earnings to a profit reserve (tax incentive) and cannot be distributed to shareholders.

The movement of deferred taxes during the first quarter of 2025 and the previous quarter of 2024 are presented below:

	Parent	Consolidated
Balance as of 12/31/2023 – Deferred Taxes Assets	(3,091)	(4,321)
Recognized in the result	<u>(16,602)</u>	<u>(16,646)</u>
Balance as of 03/31/2024 – Deferred Taxes Liabilities	<u>(19,693)</u>	<u>(20,967)</u>
Balance as of 12/31/2024 – Deferred Taxes Liabilities	(7,157)	(8,498)
Recognized in the result	<u>(13,493)</u>	<u>(13,527)</u>
Balance as of 03/31/2025 – Deferred Taxes Liabilities	<u>(20,650)</u>	<u>(22,025)</u>

10. JUDICIAL DEPOSITS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Labor	495	519	505	528
Tax (i)	8,774	8,604	9,314	9,145
	<u>9,269</u>	<u>9,123</u>	<u>9,819</u>	<u>9,673</u>

- (i) They refer to deposits associated with tax proceedings and questions regarding the legality and constitutionality of certain taxes, which are recorded in the Company's non-current assets, until a judicial decision to redeem these deposits by one of the parties involved occurs.

11. INVESTMENTS

The information regarding the investments was presented in the Company's financial statements as of December 31, 2024, in Note 16. The summarized financial statements of the subsidiaries are shown below:

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	Share %	Assets	Liabilities	Equity	Receipts	Expenses	Profit (loss)	Participation In the shareholders' equity of Parent	Participation of the Company (Equity)
<u>March 31, 2024</u>									
Silbasa	51.26	3,139	164	2,975	247	(127)	120	1,524	61
Jacurici	100.00	28,985	1,519	27,466	998	(711)	287	27,466	287
Reflora	99.98	4,053	83	3,970	101	(30)	71	3,970	71
Damacal	100.00	3,058	311	2,747	62	(13)	49	2,747	49
Ferbasa & CO	100.00	2,215	1,421	794	-	(191)	(191)	794	(191)
Bahia Minas	51.00	15,000	-	15,000	-	-	-	15,000	-
BW Guirapá	100.00	787,022	313,859	473,163	17,633	(28,907)	(11,274)	<u>526,692</u>	<u>(12,378)</u> (*)
								<u>578,193</u>	<u>(12,101)</u>
<u>March 31, 2025</u>									
Silbasa	51.26	3,422	172	3,249	270	(138)	132	1,665	67
Jacurici	100.00	29,472	1,502	27,970	973	(747)	226	27,970	226
Reflora	99.98	4,314	83	4,230	119	(29)	90	4,230	90
Damacal	100.00	3,220	308	2,913	73	(12)	61	2,913	61
Ferbasa & CO	100.00	2,922	1,216	1,706	601	(222)	379	1,706	379
Bahia Minas	51.00	82,960	2	82,958	22	(8)	14	42,309	7
BW Guirapá	100.00	776,934	308,652	468,282	25,048	(34,377)	(9,329)	<u>517,393</u>	<u>(10,433)</u> (*)
								<u>598,186</u>	<u>(9,603)</u>

(*) Adjusted for assets valued at fair value in the acquisition of BW Guirapá and their respective realization of the net amount of R\$49,111 and R\$1,104 (R\$53,530 and R\$1,104 as of March 31, 2024).

The movement of investments is shown below:

	BW Guirapá	Silbasa	Jacurici	Reflora	Damacal	Ferbasa & CO	Bahia Minas	Other	Total
Sale December 31, 2023	539,070	1,463	27,179	3,899	2,698	909	15,000	78	590,296
Investments (i)	-	-	-	-	-	-	-	37,822	37,822
Equity:									
Result of the period	(11,274)	61	287	71	49	(191)	-	-	(10,997)
Equity valuation adjustment	-	-	-	-	-	76	-	-	76
Realization of the assets assessed at its fair value	(1,104)	-	-	-	-	-	-	-	(1,104)
Sale March 31, 2024	526,692	1,524	27,466	3,970	2,747	794	15,000	37,900	616,093
Sales December 31, 2024	518,826	1,598	27,744	4,140	2,852	1,327	25,977	40,863	623,327
Investments (ii)	9,000	-	-	-	-	-	16,325	1,193	26,518
Equity:									
Result of the period	(9,329)	67	226	90	61	379	7	-	(8,499)
Equity valuation adjustment	-	-	-	-	-	-	-	-	-
Realization of the assets assessed at its fair value	(1,104)	-	-	-	-	-	-	-	(1,104)
Sales March 31, 2025	517,393	1,665	27,970	4,230	2,913	1,706	42,309	42,056	640,242

- (i) On February 9, 2024, the Company signed the closing agreement for the purchase and sale of shares, for the acquisition of a 45% stake in the company *NK 232 Empreendimentos e Participações S.A.* (a company of the *Auren Energia S.A. group*). The total acquisition price was R\$37,822, which was initially recognized as fair value and subsequently measured by the amortized cost using the effective rate method, classified as other interests. The purpose of this company is to operate the *Ventos de São Ciro* (located in the Brazilian state of Piauí) and *Ventos de São Bernardo* (located in the Brazilian state of Pernambuco) wind farms, and will enable FERBASA to consume, under the self-production by equivalence (APE, in Portuguese, *Autoprodução Por Equiparação*) regime, the electricity generated in the aforementioned farms. In addition, we simultaneously signed the Power Purchase and Sale Agreements (PPA) with the aforementioned Wind Farms, which will provide FERBASA with the supply of 35MW average of electricity, for 20 years, with supply starting in 2025. There is an option to repurchase said asset at the end of the contractual term.

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- (ii) In February 2025, the third capital injection in the amount of R\$ 16,325 took place in the company *Bahia Minas Bioenergia* (Affiliate), a company signed in partnership with *APERAM INOX AMÉRICA DO SUL S.A.*, aiming at the acquisition of rural properties to be used in the exploitation of eucalyptus and other forest species.

Also in February 2025, FERBASA contributed with an amount of R\$ 9,000 to the reserve account of the Wind Complex for its regularization, as dictated by the contract with the development bank. The reduction in wind quality and the brutal increase in restrictions imposed by the ONS throughout 2024, especially in 3Q24 and 4Q24, generated an ICSD (debt service coverage ratio) indicator of 1.10 in BWG, therefore below the 1.30 required in the covenants with BNDES.

12. FIXED ASSETS, INTANGIBLES AND LEASE RIGHTS OF USE

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Land for planting	124,308	124,308	124,460	124,460
Land	29,764	29,764	35,534	35,534
Buildings	237,270	236,025	389,789	389,170
Machinery and equipment	445,460	418,657	892,334	871,506
Vehicles and tractors	14,522	16,185	14,522	16,185
Furniture and utensils	5,402	5,296	5,566	5,462
Computing	6,695	6,900	6,860	7,083
Mine development	110,252	108,886	110,252	108,886
Ongoing and others	128,283	149,729	156,291	179,043
Fixed Assets (12.1)	1,101,956	1,095,750	1,735,608	1,737,329
Right of use - lease (12.2)	70,765	81,174	78,534	89,973
Total Assets	1,172,721	1,176,924	1,814,142	1,827,302
Intangible (12.3)	5,439	5,696	14,088	14,463

The table below shows the economic useful life of the assets, and the annual depreciation rates were calculated by the straight-line method (Consolidated):

	Average service lifespan (years)
<u>Fixed Assets</u>	
Machinery and equipment	21
Vehicles and tractors	5
Buildings	25
Furniture and utensils	10
Computing	5
<u>Right of use in lease</u>	
Right of use machinery and equipment	4
Right of land use	29
Right of use buildings	5

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12.1. Asset

	Parent									
	Land for planting	Land	Buildings	Machines and equipment	Vehicles and Tractors	Furniture and Utensils	Computing	Mines	Other Fixed Assets	Total
<u>Cost</u>										
Balance on 12/31/2023	124,302	29,514	250,429	855,252	87,443	14,821	22,575	160,072	224,820	1,769,228
Additions and transfers	-	250	18,963	46,247	2,973	355	(193)	5,170	(45,569)	28,196
Write-offs	-	-	-	(2,107)	(2,486)	(1)	(23)	-	-	(4,617)
Balance on 03/31/2024	<u>124,302</u>	<u>29,764</u>	<u>269,392</u>	<u>899,392</u>	<u>87,930</u>	<u>15,175</u>	<u>22,359</u>	<u>165,242</u>	<u>179,251</u>	<u>1,792,807</u>
Balance on 12/31/2024	124,308	29,764	344,400	970,287	86,222	17,836	24,483	181,229	189,773	1,968,302
Additions and transfers	-	-	4,639	40,669	349	318	422	3,091	(20,483)	29,005
Write-offs	-	-	-	360	81	-	-	-	(44)	397
Reclassifications	-	-	-	500	-	-	-	-	-	500
Balance on 03/31/2025	<u>124,308</u>	<u>29,764</u>	<u>349,039</u>	<u>1,011,816</u>	<u>86,652</u>	<u>18,154</u>	<u>24,905</u>	<u>184,320</u>	<u>169,246</u>	<u>1,998,204</u>
<u>Accumulated depreciation and depletion</u>										
Balance on 12/31/2023			(96,968)	(503,624)	(72,474)	(11,752)	(15,260)	(65,241)	(26,644)	(791,963)
Depreciation and depletion expense			(2,504)	(12,415)	(1,218)	(188)	(392)	(1,579)	(807)	(19,103)
Write-offs and reclassifications			-	2,108	2,440	-	23	-	-	4,571
Balance on 03/31/2024			<u>(99,472)</u>	<u>(513,931)</u>	<u>(71,252)</u>	<u>(11,940)</u>	<u>(15,629)</u>	<u>(66,820)</u>	<u>(27,451)</u>	<u>(806,495)</u>
Balance on 12/31/2024			(108,375)	(551,630)	(70,037)	(12,540)	(17,583)	(72,343)	(40,044)	(872,552)
Depreciation and depletion expense			(3,394)	(14,366)	(2,012)	(212)	(627)	(1,725)	(919)	(23,255)
Write-offs			-	(360)	(81)	-	-	-	-	(441)
Amortization reinvestment			-	-	-	-	-	-	-	-
Balance on 03/31/2025			<u>(111,769)</u>	<u>(566,356)</u>	<u>(72,130)</u>	<u>(12,752)</u>	<u>(18,210)</u>	<u>(74,068)</u>	<u>(40,963)</u>	<u>(896,248)</u>
<u>Net balances in</u>										
03/31/2024	<u>124,302</u>	<u>29,764</u>	<u>169,920</u>	<u>385,461</u>	<u>16,678</u>	<u>3,235</u>	<u>6,730</u>	<u>98,422</u>	<u>151,800</u>	<u>986,312</u>
03/31/2025	<u>124,308</u>	<u>29,764</u>	<u>237,270</u>	<u>445,460</u>	<u>14,522</u>	<u>5,402</u>	<u>6,695</u>	<u>110,252</u>	<u>128,283</u>	<u>1,101,956</u>

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	Consolidated									
	Land for planting	Land	Buildings	Machines and equipment	Vehicles and Tractors	Furniture and utensils	Computing	Mines	Other Fixed Assets	Total
<u>Cost</u>										
Balance on 12/31/2023	124,454	50,284	409,368	1,603,904	96,230	15,143	23,128	160,072	261,540	2,744,123
Additions and transfers	-	250	18,963	38,630	2,973	355	(193)	19,827	(51,208)	29,597
Write-offs	-	-	-	(2,107)	(2,486)	(1)	(23)	(259)	-	(4,876)
Reclassifications	-	-	-	-	-	-	-	-	(48)	(48)
Balance on 03/31/2024	<u>124,454</u>	<u>50,534</u>	<u>428,331</u>	<u>1,640,427</u>	<u>96,717</u>	<u>15,497</u>	<u>22,912</u>	<u>179,640</u>	<u>210,284</u>	<u>2,768,796</u>
Balance on 12/31/2024	124,460	35,534	503,689	1,733,988	95,009	18,136	25,079	181,229	219,176	2,936,300
Additions and transfers	-	-	4,639	45,821	349	322	422	3,091	(21,479)	33,165
Write-offs	-	-	-	360	81	-	-	-	(44)	397
Reclassifications	-	-	-	500	-	-	-	-	-	500
Balance on 03/31/2025	<u>124,460</u>	<u>35,534</u>	<u>508,328</u>	<u>1,780,669</u>	<u>95,439</u>	<u>18,458</u>	<u>25,501</u>	<u>184,320</u>	<u>197,653</u>	<u>2,970,362</u>
<u>Accumulated depreciation and depletion</u>										
Balance on 12/31/2023			(119,524)	(751,606)	(81,261)	(11,872)	(15,603)	(65,241)	(25,505)	(1,070,612)
Depreciation and depletion expense			(3,233)	(13,018)	(1,218)	(498)	(747)	(10,515)	(831)	(30,060)
Write-offs and reclassifications			-	2,108	2,440	-	23	101	-	4,672
Realization of capital gain			104	(1,208)	-	-	-	-	-	(1,104)
Balance on 03/31/2024			<u>(122,653)</u>	<u>(763,724)</u>	<u>(80,039)</u>	<u>(12,370)</u>	<u>(16,327)</u>	<u>(75,655)</u>	<u>(26,336)</u>	<u>(1,097,104)</u>
Balance on 12/31/2024			(114,519)	(862,482)	(78,824)	(12,674)	(17,996)	(72,343)	(40,133)	(1,198,971)
Depreciation and depletion expense			(4,124)	(24,285)	(2,012)	(218)	(645)	(1,725)	(1,229)	(34,238)
Write-offs			-	(360)	(81)	-	-	-	-	(441)
Realization of capital gain			104	(1,208)	-	-	-	-	-	(1,104)
Balance on 03/31/2025			<u>(118,539)</u>	<u>(888,335)</u>	<u>(80,917)</u>	<u>(12,892)</u>	<u>(18,641)</u>	<u>(74,068)</u>	<u>(41,362)</u>	<u>(1,234,754)</u>
<u>Net balances as of</u>										
03/31/2024	124,454	50,534	<u>305,678</u>	<u>876,703</u>	<u>16,678</u>	<u>3,127</u>	<u>6,585</u>	<u>103,985</u>	<u>183,948</u>	<u>1,671,692</u>
03/31/2025	124,460	35,534	<u>389,789</u>	<u>892,334</u>	<u>14,522</u>	<u>5,566</u>	<u>6,860</u>	<u>110,252</u>	<u>156,291</u>	<u>1,735,608</u>

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Other Immobilizations

They include fixed assets in progress in the amount of R\$121,606, Parent Company (R\$143,091 as of December 31, 2024), and R\$121,637, Consolidated (R\$144,117 as of December 31, 2024). In addition to other immobilizations corresponding to the demobilization of wind farms, mine closures, road maintenance, among others.

Additions and transfers

They include the acquisitions of fixed assets carried out in the periods and the ongoing projects transferred to operations.

Goods offered as collateral

In the period ended March 31, 2025, the fixed assets that were offered as collateral for loan operations and lawsuits totaled R\$3,301 (R\$3,397 on December 31, 2024).

12.2. Right of use in lease

The movement of the right of use, during the quarter ended March 31, 2025, was as follows:

	<u>Parent</u>		<u>Consolidated</u>		
	<u>Machines and equipment</u>	<u>Machines and equipment</u>	<u>Land</u>	<u>Buildings</u>	<u>Total</u>
<u>Cost</u>					
Cost as of 12/31/2023	213,994	213,994	11,246	176	225,416
Additions/Remeasurement	<u>30,24</u>	<u>30,242</u>	<u>23</u>	-	<u>30,478</u>
	<u>2</u>		<u>6</u>		
Cost as of 03/31/2024	<u>244,236</u>	<u>244,236</u>	<u>11,482</u>	<u>176</u>	<u>255,894</u>
Cost on 12/31/2024	283,271	283,271	11,577	176	295,024
Additions/Remeasurement	<u>3,852</u>	<u>3,852</u>	<u>(923)</u>	-	<u>2,929</u>
Cost on 03/31/2025	<u>287,123</u>	<u>287,123</u>	<u>10,654</u>	<u>176</u>	<u>297,953</u>
<u>Depreciation</u>					
Depreciation as of 12/31/2023	(125,976)	(125,976)	(2,312)	(176)	(128,464)
Additions	<u>(3,772)</u>	<u>(3,772)</u>	<u>(116)</u>	-	<u>(3,888)</u>
Depreciation on 03/31/2024	<u>(129,748)</u>	<u>(129,748)</u>	<u>(2,428)</u>	<u>(176)</u>	<u>(132,352)</u>
Depreciation as of 12/31/2024	(202,097)	(202,097)	(2,778)	(176)	(205,051)
Additions	<u>(14,261)</u>	<u>(14,261)</u>	<u>(107)</u>	-	<u>(14,368)</u>
Depreciation as of 03/31/2025	<u>(216,358)</u>	<u>(216,358)</u>	<u>(2,885)</u>	<u>(176)</u>	<u>(219,419)</u>
Net balance as of 03/31/2024	114,488	114,488	9,054	-	123,542
Net balance as of 12/31/2024	81,174	81,174	8,799	-	89,973
Net balance as at 03/31/2025	70,765	70,765	7,769	-	78,534

The recognized amounts of additions and remeasurement in the individual amount of R\$3,852 (R\$30,242 as of March 31, 2024) and consolidated amount of R\$2,929 (R\$30,478 as of March 31, 2024) did not affect the cash flow statements and part of the depreciation of the right to use in lease in the amount of R\$616 (R\$484 as of March 31, 2024) was appropriated to the cost of inventory.

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12.3. Intangible

	Parent		Consolidated	
	Software	Right of use	Software	Total
<u>Cost</u>				
Balance on 12/31/2023	15,571	13,863	373	29,807
Additions and transfers	20	-	-	20
Reclassifications	-	-	-	-
Balance on 03/31/2024	15,591	13,863	373	29,827
Balance on 12/31/2024	17,421	13,863	370	31,654
Additions and transfers	128	-	-	128
Reclassifications	-	-	-	-
Balance on 03/31/2025	17,549	13,863	370	31,782
<u>Accumulated amortization</u>				
Balance on 12/31/2023	(10,377)	(4,810)	(254)	(15,441)
Amortization expense	(345)	(97)	(24)	(466)
Reclassifications	-	-	-	-
Balance on 03/31/2024	(10,722)	(4,907)	(278)	(15,907)
Balance on 12/31/2024	(11,725)	(5,199)	(267)	(17,191)
Amortization expense	(385)	(97)	(21)	(503)
Reclassifications	-	-	-	-
Balance on 03/31/2025	(12,110)	(5,296)	(288)	(17,694)
Net balance as of 03/31/2024	4,869	8,956	95	13,920
Net balance as of 12/31/2024	5,696	8,664	103	14,463
Net balance as at 03/31/2025	5,439	8,567	83	14,088

13. BIOLOGICAL ASSET (PARENT AND CONSOLIDATED)

The information regarding the biological asset was presented in the Company's financial statements as of December 31, 2024, in Note 18.

Biological assets are represented by formed and forming forests, intended to supply wood to produce bioreducer, which, in turn, is a raw material in the manufacture of silicon ferroalloys. The forests are in the Brazilian state of Bahia. The movement of the balance of biological assets and the net effect of the change in fair value on profit or loss are shown below:

	03/31/2025	12/31/2024
In the beginning of the exercise	425,593	348,553
Planting and maintenance	9,179	72,741
Depletion	(8,737)	(69,295)
Write-offs	-	(1,032)
Fair value change	-	74,626
At the end of the financial year	426,035	425,593

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On December 31, 2024, the effect on the result due to the change in fair value was R\$74,626 and the consumption/sale of wood was R\$36,120. Thus, the impact of the calculation of biological assets on the income statement was R\$ 38,506.

Forests in formation that are less than 2 (two) years old are maintained at historical cost because of Management's understanding that during this period the historical cost of forest in formation approaches fair value.

To determine the fair value of the biological assets, the discounted cash flow model was used, whose projections are based on a single projective scenario, with productivity and eucalyptus plantation area for a cutting cycle of approximately 7 (seven) years. The period of cash flow was projected according to the productivity cycle of forestry projects. The volume of production of eucalyptus "standing wood" to be harvested was estimated considering the average productivity per m³ of wood from each garden at the cutting age.

The fair values of biological assets were considered to be level 3 in the fair value hierarchy defined by IFRS 13 / CPC 46 (information for assets or liabilities that is not based on market observable data, i.e. unobservable assumptions).

The Company has 5,222 hectares (around 12903 acres) of biological assets pledged as collateral for financing with the National Bank for Economic and Social Development (BNDES, in Portuguese, *Banco Nacional de Desenvolvimento Econômico e Social*).

The Company assesses the fair value of biological assets on an annual basis.

14. SUPPLIERS

	Parent		Consolidated	
	<u>03/31/2025</u>	<u>12/31/2024</u>	<u>03/31/2025</u>	<u>12/31/2024</u>
Electrical energy	16,881	14,883	16,881	14,883
Raw material and inputs	100,439	94,219	100,439	94,219
Other Suppliers (i)	<u>14,116</u>	<u>14,890</u>	<u>16,801</u>	<u>18,002</u>
	<u>131,436</u>	<u>123,992</u>	<u>134,121</u>	<u>127,104</u>

(i) These are various services (consulting, transportation, research and prospecting, etc.), as well as suppliers not linked to production. On December 31, 2024, the Company had the amount of R\$ 670 payable to related parties according to Note 23.

The Company did not carry out drawn risk operations on March 31, 2025 and on December 31, 2024.

15. ADVANCE PAYMENTS FROM CUSTOMERS (PARENT AND CONSOLIDATED)

	Parent		Consolidated	
	<u>03/31/2025</u>	<u>12/31/2024</u>	<u>03/31/2025</u>	<u>12/31/2024</u>
Advance on customers	12,484	10,462	12,484	10,462

The most relevant item refers to the funds received by shipments of products in transit on the base date of March 31, 2025 and December 31, 2024, whose respective revenue recognition occurs at the end of the landing at the place of destination, where the delivery obligation ceases and the control of the products is effectively transferred to the customer.

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16. LOANS AND FINANCING

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Current:				
Financing (i)	13,801	14,990	13,801	14,990
BNDES BW Guirapá Financing (ii)	-	-	27,430	26,597
Advance on exchange contract (iii)	158,257	219,656	158,257	219,656
Subtotal Financing	172,058	234,646	199,488	261,243
Funding cost	-	-	(455)	(455)
Current Total	172,058	234,646	199,033	260,788
Non-current:				
BNDES BW Guirapá Financing (ii)	-	-	155,761	162,444
Subtotal Financing	-	-	155,761	162,444
Funding cost	-	-	(2,563)	(2,676)
Total non-current	-	-	153,198	159,768
	172,058	234,646	352,231	420,556

- (i) Long-term third-party capital for investment in the forestry area and for the acquisition of machinery and equipment allocated to metallurgy and mining.
- (ii) Financing with the National Bank for Economic and Social Development (BNDES) raised by the subsidiary BW Guirapá and its subsidiaries on October 6, 2015 to finance the construction of wind farms. The guarantees offered for the payment of the debt were: pledge of BW Guirapá's shares, pledge of credit rights (O&M agreement), pledge of emerging rights (authorization of independent producer), pledge of machinery and equipment (wind turbines), fiduciary assignment of credit rights (revenues from the sale of energy and the CER, and constitution of reserve accounts) and bank guarantee.
- (iii) Raising of financial resources through an advance on an exchange contract (ACC, in Portuguese, *Adiantamento de Contrato de Câmbio*), at an average discount of 5.94% p.a., maturing in 2025, with an average exchange rate of R\$/US\$ 5.78, with the objective of financing ferroalloy inventories and taking advantage of the favorable level of the exchange rate at the moment.

The table below shows the main characteristics of the debts of the Company and its subsidiaries:

Modality	Salaries	Charges (p.a.)	Amortization	Guarantees	Parent	Consolidated
FINEM	2025	TJLP + 2.26%	Monthly	Land Mortgage	2,635	2,635
FINEM	2032	TJLP + 2.65%	Monthly	See (ii) above	-	183,191
				TJLP subtotal (Note 3.2.2)	2,635	185,826
CCB	2025	CDI + 1.86%	Annual	Clean	11,166	11,166
				CDI subtotal (note 3.2.2)	11,166	11,166
ACC	2025	VC+5.94%	Annual	Export History	158,257	158,257
				Subtotal	172,058	355,249
				(-) Funding cost	-	(3,018)
				Total	172,058	352,231

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Restrictive contractual clauses – covenants

The consolidated interim accounting information contains financing that includes restrictive clauses with the requirement to comply with the performance of annual indexes, in which the anticipation of debt maturity, in case of non-compliance with the covenants, is the maximum condition contemplated therein. These clauses were complied with by the Parent Company and its subsidiaries on March 31, 2025.

The information regarding the covenants was presented in the Company's financial statements as of December 31, 2024, in Note 21.

17. PAYABLE LEASE

	Parent	Consolidated		
	Machinery and equipment	Machinery and equipment	Land	Total
Balance on 12/31/2023	63,594	63,594	7,492	71,086
Additions/Remeasurement	30,242	30,242	236	30,478
Payments	(15,804)	(15,804)	(35)	(15,839)
AVP Realization	1,378	1,378	96	1,474
Balance on 03/31/2024	<u>79,41</u>	<u>79,410</u>	<u>7,789</u>	<u>87,199</u>
	0			
Balance on 12/31/2024	55,743	55,743	7,201	62,944
Additions/Remeasurement	3,852	3,852	(923)	2,929
Payments	(18,055)	(18,055)	(360)	(18,415)
AVP Realization	3,504	3,504	129	3,633
Balance on 03/31/2025	<u>45,04</u>	<u>45,044</u>	<u>6,047</u>	<u>51,091</u>
	4			
Current	27,749	27,749	528	28,277
Non-current	17,295	17,295	5,519	22,814

On March 31, 2025, the Company estimated the discount rates, based on the risk-free interest rates observed in the Brazilian market, for the term of its contracts. The weighted average rate used for the parent company is 17.55% p.a. and for the subsidiary BW it is 10.62% p.a. The subsidiary's lower discount rate reflects the fact that its capital composition has a greater participation of third-party capital and a lower financial cost.

The amounts classified in non-current liabilities are broken down as follows, by maturity year:

<u>Expiration year</u>	<u>Parent</u>	<u>Consolidated</u>
2026	13,066	13,616
2027 to 2030	4,229	6,127
2031 to 2035	-	1,800
2036 to 2040	-	1,121
2041 to 2045	-	130
2046 onwards	-	20
Total	<u>17,295</u>	<u>22,814</u>

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The table below shows the estimated value of the potential PIS/COFINS right to be recovered, which is included in the lease consideration for the Parent Company, according to the periods foreseen for payment:

	Parent		Consolidated	
	Nominal	Adjusted to present value	Nominal	Adjusted to present value
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Consideration	66,573	72,920	45,044	55,743
potential PIS/COFINS (9.25%)	6,158	6,745	4,167	5,156
			79,721	86,244
			7,374	7,978
			51,091	62,944
			4,726	5,822

18. LABOR AND ACTUARIAL OBLIGATIONS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Current:				
Salaries and charges	11,838	13,494	12,094	13,824
Labor provisions and charges	39,534	31,125	39,817	31,350
Profit sharing (i)	27,513	56,302	27,513	56,302
	78,885	100,921	79,424	101,476
Non-current:				
Labor and actuarial obligations (ii)	73,341	70,884	73,341	70,884
	152,226	171,805	152,765	172,360

- (i) The Company's Bylaws establish that up to ten percent (10%) of the profit for the year shall be allocated for distribution to employees and up to ten percent (10%) of the resulting balance for management bonuses. The reduction in the balance refers to the payment of shares to employees made in the first quarter of 2025.
- (ii) The Company maintains labor and actuarial obligations as follows:
- Private pension: The Company maintains a defined contribution plan for supplementary retirement, managed by *BRASILPREV Seguros e Previdência S.A.* and assistance of the Healthcare managed by *Bradesco Saúde*.
 - Retirement premium: The Company also stipulates an additional post-employment benefit for employees who receive a salary below the social security ceiling (maximum level) and who have worked at the Company for at least 10 (ten) uninterrupted years. This is a single payment to the employee at the end of their employment relationship.
 - FGTS fine: The Company set up a post-employment benefit provision related to the FGTS fine upon retirement for employees exposed to harmful risks (special retirement), opting for the FGTS (*Service Time Guarantee Fund*), terminated at their request, and not remaining on the occasion of their termination. These special retirees will be entitled to the benefit as if they were terminated, as long as the length of service exceeds 5 or 8 years, depending on the location where they work.
 - Health Care: Employees who join the Company after the changes made in fiscal year 2022 will not be entitled to remain in the plan when retired or terminated. Employees with more than 30 years of uninterrupted employment, when terminated due to retirement and provided they assume the full cost of the plan, will be entitled to remain in the plan. Employees who were active before the changes, when terminated as retirees or not retired, will have the respective time limits (1 year for each year of contribution limited to 9 years and 1/3 of the contribution time with a minimum of 6 months and a maximum of 2 years, respectively) to remain in the plan provided that the legal requirements established for this purpose are met and assuming the full cost of the health care plan.

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The information regarding labor and actuarial obligations was presented in the Company's financial statements as of December 31, 2024, in note 23.

19. TAXES AND SOCIAL CONTRIBUTIONS

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Current:				
ICMS	16,590	24,906	16,706	24,991
IRRF to be collected	2,835	5,605	3,014	5,845
IPI	729	372	729	372
PIS and COFINS	1,024	3,008	1,577	3,518
IRPJ and CSLL	-	-	54	5
Other	2,565	4,199	2,769	4,290
	23,743	38,090	24,849	39,021
Non-current:				
IRPJ - Reinvestment (i)	3,500	3,500	3,500	3,500
PIS and COFINS	-	-	87	87
	3,500	3,500	3,587	3,587
	<u>27,243</u>	<u>41,590</u>	<u>28,436</u>	<u>42,608</u>

- (i) It refers to 30% of the IRPJ due in the calendar year 2022, maintained until the approval of the projects sent to SUDENE. If approved, this amount will be capitalized, otherwise, the Company will make the payment.

20. PROVISION FOR ENVIRONMENTAL LIABILITIES

The Company uses judgments and assumptions when measuring its obligations related to the provision for the closure of mines and wind farms, as well as the demobilization of assets linked to its operations. Costs potentially covered by insurance or indemnities are not deducted from the amount provisioned, because their recovery is considered uncertain.

The demobilization costs were measured based on available information for the costs of dismantling equipment and civil works, inflated and discounted at the average capital cost rate of each project. Thus, the Company applied the technical interpretation ICPC 12 – Changes in Liabilities due to Deactivation, Restoration and Other Similar Liabilities, recording the provision calculated from its best estimate of the costs to be incurred in the dismantling of this equipment at the end of the authorization, discounted at present value considering a long-term direct treasury rate discounted by inflation measured in accordance with the IPCA.

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The movements of these provisions are shown below:

	Parent		Consolidated	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
<u>Non-current</u>				
Balance as of December 31, 2024	17,428	17,729	40,809	46,352
Write-offs	(246)	(1,160)	(246)	(1,160)
Monetary Update, AVP and others	529	859	1,002	(4,383)
Balance as of March 31, 2025	<u>17,711</u>	<u>17,428</u>	<u>41,565</u>	<u>40,809</u>

21. PROVISION FOR CONTINGENCIES (PARENT AND CONSOLIDATED)

The Management of the Company and its subsidiaries, based on the position of its legal advisors, classified the lawsuits according to the degree of risk of loss, as follows:

	Possible		Probable	
	03/31/2025	12/31/2024	03/31/2025	12/31/2024
Tax / Administrative	30,642	30,342	52,629	52,536
Labor	268	700	5,696	5,696
Civil	484	480	4,363	4,363
	<u>31,394</u>	<u>31,522</u>	<u>62,688</u>	<u>62,595</u>

The description of the Company's main contingent liabilities, including those that were considered likely to be a possible loss by management and its legal advisors, was presented in the financial statements as of December 31, 2024, in Note 26, and there were no significant changes in their possible contingencies in this period.

22. REIMBURSEMENT ACCOUNT – CCEE (CONSOLIDATED)

	Consolidated	
	03/31/2025	12/31/2024
Balance in the beginning of the term	78,835	67,095
Compensation	11,542	30,005
Penalty	2,117	3,020
Update	1,190	3,210
Write-offs	-	(24,495)
Balance at the end of the term	<u>93,684</u>	<u>78,835</u>
Current	50,243	54,852
Non-current	<u>43,441</u>	<u>23,983</u>
	<u>93,684</u>	<u>78,835</u>

Under an authorization regime, the BW Guirapá Wind Complex has all its production contracted for a period of twenty years with the Electric Energy Trading Chamber (CCEE, in Portuguese, *Câmara de Comercialização de Energia Elétrica*), within the scope of the Reserve Auction – 2011 ("LER 2011") in the regulated environment. Reimbursement accounts – CCEE refer to the differences between the contracted amount and the value of electricity actually generated. The calculation criteria are defined contractually, through a tolerance limit between the energy actually generated and the contracted energy, as follows:

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- (a) The accepted contractual limit, without the incidence of penalties or bonuses, is equivalent to the supply of 90% to 130% of the contracted energy of a year, calculated at the end of each quadrennium. In these cases, the positive or negative deviation between the energy supplied and the contracted energy is recognized in the asset or liability, respectively, by applying the updated contractual price on the MWh calculated. Any differences between the supply of electricity and the contracted energy will be compensated for each contractual quadrennium, with the first quadrennium ending on June 30, 2018, the second quadrennium ending on June 30, 2022 and the third quadrennium began in July 2022.
- (b) If the energy supplied is less than 90% of the contracted energy, the due reimbursement will occur with the application of 115% of the current contractual price on this amount in MWh, and will be classified in the current liabilities. If the energy supplied exceeds 130% of the contracted energy, the Companies will receive 70% of the contracted price on the amount in MWh that exceeds the contracted 130%. In both cases, the financial settlement occurs from July of the current year to June of the following year.

Additionally, as of June 2023, the CCEE began recalculating the calculations of reimbursements, considering the energy not supplied by constrained off wind farms. The effects were calculated for CCEARs and CERs, with the end of the contractual year by September 2021. For the period from October 2021, the recalculation schedule has not yet been released, however, it is expected that this will occur during the year 2025, due to the publication of the new trading rules according to ANEEL normative resolution No. 1,110, of December 10, 2024 (version 2025.5.0).

23. BALANCES AND TRANSACTIONS WITH RELATED PARTIES

	Result			Asset	Liability
	Rental costs	Sales revenue	Other (revenue)/ expenses	Accounts receivable from customers	Other Suppliers
	(i)	(ii)	(iii)	(ii)	(iii)
Parent:					
José Carvalho Foundation	-	24	3,203	-	-
Subsidiaries:					
BW Guirapá S.A.	-	-	(92)	-	-
Silício de Alta Pureza da Bahia S.A.	210	-	-	-	-
Mineração Vale do Jacurici S.A.	381	-	-	-	-
Reflorestadora e Agrícola S.A.	15	-	-	-	-
Indústria de Minérios Damacal Ltda.	9	-	-	-	-
Related Party:					
Marubeni Corporation (iv)	-	97,761	6	20,798	-
Total as of March 31, 2025	615	97,785	3,117	20,798	-
Total as of December 31, 2024	2,460	350,130	13,434	1,359	670
Total as of March 31, 2024	615	113,973	2,720	33,147	-

- (i) Lease of the operations of the subsidiaries.

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- (ii) Revenues and receivables from the sale of alloys (FeSi75) to the related company abroad and accounts receivable from the sale of wood, quicklime and slag dust to the Parent Company.
- (iii) Refers to: (a) Cooperation and Partnership Agreement for the reservation and guarantee of enrollment in schools of the José Carvalho Foundation for dependents of the Company's employees who reside in the municipalities of the school headquarters (Pojuca, Catu and Andorinhas); (b) Agreement for socio-educational-sports training, for children from 8 to 14 years of age, public school students, aiming at the development of learning and sports practice; (c) Cooperation and Partnership Agreement for the implementation of the José Carvalho Memorial, whose objective is to preserve the memory, cultural heritage, existing collection, the founder's residence in life, in addition to hosting the permanent organizational culture program; (d) Infrastructure Sharing Agreement and Administrative Structure of the corporate activities between Ferbasa and BW.
- (iv) Marubeni Corporation has an interest in Silício de Alta Pureza da Bahia S.A. ("Silbasa") along with Ferbasa and Japan Metals & Chemicals - JMC.

In addition, the Company has, among its staff, close family members of key management personnel, who hold managerial positions and remuneration compatible with their respective functions. Ferbasa made payments as compensation in the amount of R\$ 637 in the first quarter of 2025 (R\$ 795 in the first quarter of 2024).

The Company has no guarantees granted or received to/from related parties.

23.1. Management Compensation

Approved at the Annual General Meeting, the overall compensation of the key management personnel, which includes directors and statutory officers, is shown below:

	Parent		Consolidated	
	03/31/2025	03/31/2024	03/31/2025	03/31/2024
Overall remuneration (i)	7,635	9,240	8,812	10,148
Social security charges	927	887	1,164	1,069
	<u>8,562</u>	<u>10,127</u>	<u>9,976</u>	<u>11,217</u>

- (i) Effect of the reduction in the Management's interests due to the drop in profit, as determined by the bylaws, article 26.

The Company and its subsidiaries do not have key personnel other than statutory personnel, and do not have share-based compensation plans or other long-term benefits, other than those disclosed in Note 23 of the 2024 Financial Statements.

24. EQUITY

24.1. Share capital

The Company's subscribed and paid-in capital stock on March 31, 2025 and December 31, 2024, totals R\$1,470,396, and the subscribed and paid-in capital is represented by 353,175 thousand registered shares with no par value, of which 117,725 thousand are common shares and 235,450 thousand preferred shares, distributed as follows:

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Shareholders	03/31/2025		12/31/2024	
	Common shares	Preferred shares	Common shares	Preferred shares
José Carvalho Foundation	116,347,784	62,131,400	116,347,784	62,065,200
Trígono Capital	12,000	21,713,200	12,000	24,127,700
Black Rock	-	6,204,944	-	6,237,044
Vanguard Group	-	4,300,012	-	4,647,526
Other shareholders	1,240,216	128,437,244	1,240,216	125,709,330
Treasury shares	125,000	12,663,200	125,000	12,663,200
	<u>117,725,000</u>	<u>235,450,000</u>	<u>117,725,000</u>	<u>235,450,000</u>

The limit of the Company's authorized capital stock is R\$ 3,000,000 (three billion reais),

The Company may, by resolution at the Shareholders' Meeting, promote the increase of the various existing types and classes, without keeping proportion with the others or create a class of preferred shares, observing the limit of 2/3 of the total shares issued for preferred shares without voting rights, or subject to restrictions on such right.

24.2. Treasury shares

The Company has acquired shares through the Buyback Program that remain in treasury, and the decision on their sale and/or cancellation will be made in due course and duly communicated to the market. The volume of treasury shares and their respective market value, considering the closing price of quotation on B3, is as follows:

	03/31/2025		12/31/2024	
	PN	ON	PN	ON
Number of treasury shares (note 24.1)	12,663,200	125,000	12,663,200	125,000
Quotation on B3 - R\$/share	7.26	12.25	8.19	11.40
Average acquisition cost - R\$/share	2.02	0.18	2.02	0.18

Preferred shares: (i) do not have voting rights; (ii) have a statutory guarantee of payment of dividends 10% (ten percent) higher than those paid to holders of common shares; and (iii) have priority in the repayment of capital.

24.3. Profit Reserves

- (i) The legal reserve is constituted with an increase in the capital stock and the allocation of 5% of the profit for the year, up to 20% of the capital stock, and its use is restricted to the compensation of losses, after the balances of retained earnings and other profit reserves have been absorbed.
- (ii) The SUDENE tax incentive profit reserves, related to income tax, refers to the portion of the tax incentive of income tax (operating profit) and ICMS DESENVOLVE related to the gain of the tax incentive of the debit balance of the tax on circulation of goods. These reserves are constituted by transferring the portion of the tax incentive that affected the expense with income tax and ICMS for the year and cannot be distributed to shareholders. The reserve referring to SUDENE also includes the reinvestment value of income tax.

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- (iii) The profits, after the appropriation of the legal reserve, profit reserve (tax incentive) and attribution of dividends to be distributed to shareholders, are transferred to the profit retention reserve account for investments, to be carried out in accordance with the Company's capital budget and strategic planning. In fiscal year 2024, the prescribed dividends, in the amount of R\$ 942, were reverted to the profit reserve account in accordance with Law No. 6,404/76.

24.4. Other comprehensive results and equity valuation adjustment

Other comprehensive income comprises income and expense items (including reclassification adjustments), which are not recognized in the income statement as required or permitted by the pronouncements, interpretations and guidance issued by the CPC. Created by Law No. 11,638/07, the group of "Equity valuation adjustments" maintained in the Company's shareholders' equity includes valuation adjustments with increases and decreases in assets and liabilities, when applicable, while not computed in the income for the year, until its effective realization.

24.5. Unrealised profit reserve

In calendar year 2018, the Company constituted a reserve of unrealized profits arising from the gain from the advantageous purchase of the acquisition of the BW Guirapá complex in the amount of R\$ 49,595.

24.6. Dividends and interest on equity

The Company grants its shareholders the right to receive a minimum mandatory dividend of 25% of adjusted annual net income each fiscal year. Interest on equity is considered as a distribution of profits for the purpose of determining the minimum mandatory dividend. The preferred share has dividends 10% (ten percent) higher than that attributed to the common share.

25. EARNINGS PER SHARE

As defined by IAS 41 - Earnings per Share, the basic calculation of earnings per share is made by dividing the net income for the three-month period attributable to holders of the Company's common and preferred shares by the weighted average number of common and preferred shares available during the period. In the case of the Company, the diluted earnings per share are equal to the basic earnings per share, as it does not have diluting potential common or preferred shares.

	03/31/2025	03/31/2024
Profit from operations attributable to shareholders of the parent company	24,183	41,146
Reconciliation of distributable income, by class (numerator):		
Attributable Profit from Operations:		
Common shares	7,842	13,342
Preferred shares	16,341	27,804
Weighted average of the number of shares, by class (denominator):		
Weighted average number of treasury shares: (note 24.1)		
Ordinary Issued	117,600,000	117,600,000
Preferred Issued	222,786,800	222,786,800

CIA DE FERRO LIGAS DA BAHIA – FERBASA AND SUBSIDIARIES

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	<u>03/31/2025</u>	<u>03/31/2024</u>
Basic/diluted* result per share (in R\$)		
Ordinary shares	0.06668	0.11345
Preferred shares	0.07335	0.12480

(*) The Company does not hold potential dilutable shares outstanding or other instruments that could result in dilution of earnings per share.

26. NET SALES REVENUE

	<u>Parent</u>		<u>Consolidated</u>	
	<u>03/31/2025</u>	<u>03/31/2024</u>	<u>03/31/2025</u>	<u>03/31/2024</u>
Gross sales revenue				
Domestic market	363,417	287,290	384,959	303,870
Foreign market	<u>246,869</u>	<u>271,535</u>	<u>246,869</u>	<u>271,535</u>
	<u>610,286</u>	<u>558,825</u>	<u>631,828</u>	<u>575,405</u>
Sales deductions				
Returns and rebates	(7,763)	(4,661)	(7,763)	(4,661)
Sales Taxes	<u>(72,877)</u>	<u>(60,277)</u>	<u>(74,216)</u>	<u>(61,255)</u>
	<u>(80,640)</u>	<u>(64,938)</u>	<u>(81,979)</u>	<u>(65,916)</u>
	<u>529,646</u>	<u>493,887</u>	<u>549,849</u>	<u>509,489</u>

27. COSTS OF GOODS SOLD AND EXPENSES

	<u>Parent</u>		<u>Consolidated</u>	
	<u>03/31/2025</u>	<u>03/31/2024</u>	<u>03/31/2025</u>	<u>03/31/2024</u>
Cost of goods sold (i)	(451,297)	(388,877)	(475,566)	(412,061)
Selling expenses	(7,128)	(4,922)	(7,128)	(4,922)
General and administrative expenses	(31,747)	(29,849)	(33,450)	(31,245)
Employee profit sharing	(2,975)	(5,002)	(2,975)	(5,002)
Management Compensation	<u>(8,562)</u>	<u>(10,127)</u>	<u>(9,976)</u>	<u>(11,217)</u>
Total general and administrative expenses	<u>(43,284)</u>	<u>(44,978)</u>	<u>(46,401)</u>	<u>(47,464)</u>
Other revenue (expenditure)	<u>(19,203)</u>	<u>(9,305)</u>	<u>(19,730)</u>	<u>(10,848)</u>
	<u>(520,912)</u>	<u>(448,082)</u>	<u>(548,825)</u>	<u>(475,295)</u>

Management's Explanatory Notes to Intermediate, Individual and Consolidated Accounting Information
Three-month period ending March 31, 2025
In thousands of reais, unless otherwise indicated _____

The following is the breakdown of the costs of goods sold and operating expenses, by nature:

	Parent		Consolidated	
	03/31/2025	03/31/2024	03/31/2025	03/31/2024
Variable costs and indirect expenses of goods	(240,394)	(206,096)	(252,429)	(210,091)
Personnel expenses (ii)	(115,767)	(111,027)	(118,632)	(113,380)
Depreciation and depletion expenses	(47,254)	(31,897)	(58,462)	(43,091)
Expenses with the provision of services	(52,212)	(50,524)	(53,426)	(58,171)
Maintenance and repairs expenses	(30,146)	(30,054)	(30,186)	(30,506)
Fuels and lubricants	(9,166)	(7,879)	(9,190)	(7,908)
Cost of idle capacity	(6,770)	(1,300)	(6,770)	(1,300)
Other revenue (expenses) (iii)	(19,203)	(9,305)	(19,730)	(10,848)
	<u>(520,912)</u>	<u>(448,082)</u>	<u>(548,825)</u>	<u>(475,295)</u>

(i) Costs of goods sold include:

- Cost of electricity for consumption in the 14 electric ovens. In addition to electric furnaces, there is energy consumption in the areas of auxiliary and other services, as well as in mining;
- The Company imports reactive metallurgical coke (*met coke*) (a commodity available in the international market) to produce ferrochrome;
- Cost of transportation of chrome ore between the mines (Municipality of Campo Formoso) and the metallurgy (Pojuca - BA), by rail;
- The consolidated includes depreciation, amortization, energy transmission, system use, operation and maintenance charges, etc. for wind power generation in the amount of R\$ 24,830 (R\$ 23,745 as of March 31, 2024).

(ii) It includes personnel expenses, management fees, and profit sharing for employees and managers.

(iii) Below we present the breakdown by nature of other net revenues (expenses):

	Controller		Consolidated	
	03/31/2025	03/31/2024	03/31/2025	03/31/2024
Post-employment benefit	(2,457)	(1,915)	(2,457)	(1,915)
Other taxes and contributions	(3,668)	(2,391)	(4,198)	(2,863)
Social and corporate responsibility	(3,443)	(3,200)	(3,453)	(3,227)
Consulting and research	(5,992)	(1,149)	(5,992)	(1,383)
Realization of capital gain	-	-	(1,104)	(1,104)
Tax credit	1,504	-	1,504	-
Assignment of energy	(2,229)	(84)	(2,229)	(84)
Other expenses	<u>(2,918)</u>	<u>(566)</u>	<u>(1,801)</u>	<u>(272)</u>
	<u>(19,203)</u>	<u>(9,305)</u>	<u>(19,730)</u>	<u>(10,848)</u>

Management's Explanatory Notes to Intermediate, Individual and Consolidated Accounting Information
Three-month period ending March 31, 2025
In thousands of reais, unless otherwise indicated

28. FINANCIAL RESULT

	Controller		Consolidated	
	03/31/2025	03/31/2024	03/31/2025	03/31/2024
<u>Financial revenues</u>				
Income from financial investments	31,058	27,629	36,130	32,147
Exchange rate variation	28,439	3,541	28,522	3,541
Update of tax credits	2,323	-	2,323	-
Other financial income	3,096	1,714	3,114	2,667
	<u>64,916</u>	<u>32,884</u>	<u>70,089</u>	<u>38,355</u>
<u>Financial expenses</u>				
Exchange rate variation	(15,354)	(1,177)	(15,354)	(1,177)
Interest incurred	(4,419)	(1,193)	(9,608)	(5,871)
Other financial expenses	(4,793)	(2,593)	(6,409)	(3,601)
	<u>(24,566)</u>	<u>(4,963)</u>	<u>(31,371)</u>	<u>(10,649)</u>
	<u>40,350</u>	<u>27,921</u>	<u>38,718</u>	<u>27,706</u>

29. OPERATING SEGMENTS

The Company segmented its operational structure considering the way in which Management manages its business. The operating segments defined by Management are shown below:

- Ferroalloys segment: involves the operations of high carbon chromium ferroalloys, low carbon ferroalloys and chromium ferrosilicon, special silicon 75 and silicon 75 "standard";
- Wind Energy Segment: involves the operations of the subsidiary BW Guirapá;
- Other segments include: forestry activity, with the sale of standing timber and mining activities with the sale of chrome ore, chromite sand, quicklime and hydrated lime.

Information about financial results, income tax and social contributions, total assets and liabilities were not disclosed in the information by segment, due to the non-use by the Company's management of such data in a segmented manner, as they are managed and analyzed in a consolidated manner in its operation.

	Consolidated							
	Ferroalloys		Wind power		Other segments		Total	
	03/31/25	03/31/24	03/31/25	03/31/24	03/31/25	03/31/24	03/31/25	03/31/24
<u>Net Sales</u>								
Domestic market	275,206	213,042	20,259	15,658	14,320	12,425	309,785	241,125
Foreign market	240,064	268,364	-	-	-	-	240,064	268,364
	<u>515,270</u>	<u>481,406</u>	<u>20,259</u>	<u>15,658</u>	<u>14,320</u>	<u>12,425</u>	<u>549,849</u>	<u>509,489</u>
Cost of goods sold	(432,518)	(389,228)	(24,830)	(23,745)	(18,218)	912	(475,566)	(412,061)
Gross profit	<u>82,752</u>	<u>92,178</u>	<u>(4,571)</u>	<u>(8,087)</u>	<u>(3,898)</u>	<u>13,337</u>	<u>74,283</u>	<u>97,428</u>
Operating Expenses	(69,096)	(59,572)	(2,243)	(2,124)	(1,920)	(1,538)	(73,259)	(63,234)
Operating result before financial result	<u>13,656</u>	<u>32,606</u>	<u>(6,814)</u>	<u>(10,211)</u>	<u>(5,818)</u>	<u>11,799</u>	<u>1,024</u>	<u>34,194</u>
<u>Product sales (tonnes)</u>								
Domestic market	38,682	29,801						
Foreign market	30,851	33,281						
	<u>69,533</u>	<u>63,082</u>						

Management's Explanatory Notes to Intermediate, Individual and Consolidated Accounting Information
 Three-month period ending March 31, 2025
 In thousands of reais, unless otherwise indicated _____

30. LONG-TERM COMMITMENTS

As of March 31, 2025, the Company has long-term commitments with suppliers in the take-or-pay modality with rail transport and power reserve and power transmission contracts. The contracts provide for termination and suspension of supply clauses for reasons of non-compliance with essential obligations. There are no liabilities recorded beyond the amount that is recognized monthly. These long-term commitments total R\$ 113,512 in the parent company and R\$ 121,127 in the consolidated, per year.

31. INSURANCE COVERAGE

The Company and its subsidiaries have insurance coverage against fire of equipment, explosions, electrical damage, vehicles, international transport for imports, civil liability, business liability, surety bond and operational risks of wind power generation, as of March 31, 2025 in the amount of R\$ 274,216 (R\$ 287,056 on December 31, 2024) in the parent company and R\$ 1,145,990 (R\$ 1,172,615 on December 31, 2024) in the consolidated.

32. TRANSACTIONS THAT DID NOT AFFECT CASH

During the first quarter of 2025 and the first quarter of 2024, the Company carried out the following transactions that did not involve cash, so these are not reflected in the cash flow statements.

Description	Note	Parent		Consolidated	
		03/31/2025	03/31/2024	03/31/2025	03/31/2024
Right of use in leases according to IFRS 16	12.2	3,852	30,242	3,852	30,478
Depreciation Right of Use appropriated to the cost of inventory	12.2	616	484	616	484
Realization of capital gain	12.1	1,104	1,104	1,104	1,104

Accountant:
 Arnaldo Pereira Anastácio
 Accounting Manager
 CRC-RJ 61263/O - O-T-BA



Ferbasa

1Q25 **EARNINGS** *Release*



FESA

B3 LISTED N1



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*Cia de Ferro Ligas da Bahia – **FERBASA** (B3: FESA3 and FESA4), the main supplier of ferroalloys in Brazil and the only integrated producer of ferrochrome in the Americas, discloses the results related to the **economic and financial performance of the first quarter of 2025**, whose quarterly interim information, from the parent company and consolidated, were prepared in accordance with the accounting practices adopted in Brazil, based on the Brazilian Corporation Law (“Lei das Sociedades por Ações”, a Model Business Corporation Act – MBCA-like law), the rules and pronouncements of the Brazilian Securities and Exchange Commission (henceforth **CVM**), the Accounting Pronouncements Committee (henceforth **CPC**) and IAS 34 – Interim Financial Reporting issued by the International Accounting Standards Board (IASB). This document contains forward-looking statements and information about **FERBASA**, based on assumptions and expectations that may or may not materialize, and are therefore not a guarantee of the Company's future performance. Although **FERBASA** believes that the assumptions and expectations used are reasonable, we caution investors that such information is and will be, as the case may be, subject to risks and other factors related to the Company's operations and business environments, so that actual results may differ from the projections, express or implied, contained in this material. Thus, **FERBASA** expressly disclaims the duty to update the statements, prospects and expectations contained in this*

STOCKS

B3: FESA3 & FESA4
PFDs in the stock market: 161,760 thousand
Market value: R\$ 3.1 billion

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SCHEDULE

Earnings Release
May 14, 2025
3 p.m. (Brasília time)
2 p.m. (NY time, USA)
Access: [click here](#)

1. HIGHLIGHTS OF CONSOLIDATED RESULTS

The table below illustrates the highlights of 1Q25 compared to 4Q24 and 1Q24:

Highlights (R\$ million)	1Q25	4Q24	Δ%	1Q24	Δ%
Average US dollar practiced	5.91	5.73	3.1%	4.94	19.6%
Net revenue	549.8	607.5	-9.5%	509.5	7.9%
Cost of goods sold	475.6	526.6	-9.7%	412.0	15.4%
Cost over revenue	86.5%	86.7%		80.9%	
Adjusted EBITDA	61.1	47.0	30.0%	78.4	-22.1%
EBITDA Margin	11.1%	7.7%		15.4%	
Net Income	24.2	126.3	-80.8%	41.1	-41.1%
Profit margin	4.4%	20.8%		8.1%	

PRODUCTION – In 1Q25, 75.8 thousand tons of ferroalloys were produced, an increase of 3.3% compared to 4Q24, due to the 16.4% growth in silicon alloys and the 2.2% decrease in chromium. Still between 4Q24 and 1Q25, HP FeSi production advanced 6.2% and reached a share of 34% of the total silicon alloys.

SALES VOLUME – 69.5 thousand tons of ferroalloys were sold in the first quarter of 2025. The 5.8% reduction compared to 4Q24 resulted from the conjunction between the 20.5% contraction in sales to the foreign market and the 10.5% increase to the domestic market.

NET REVENUE – In 1Q25, net revenue totaled R\$ 549.8 million. The decrease of 9.5% compared to 4Q24 was due to the decrease of 5.8% in sales volume and 6.6% in the average price of alloys, in dollars, combined with the appreciation of 3.1% in the average dollar practiced.



COST OF GOODS SOLD – Consolidated COGS reached R\$475.6 million in 1Q25 and decreased 9.7% compared to 4Q24, increasing 15.4% compared to 1Q24. In the case of ferroalloys, the increase was 11.2% and is justified by the increase of 10.2% in sales volume, and by higher production costs, with electricity and chrome ore as highlights.

SELLING AND GENERAL/ADMINISTRATIVE EXPENSES – Selling expenses in 1Q25 totaled R\$7.1 million, an increase of 22.4% compared to 4Q24, while general/administrative expenses totaled R\$46.4 million, a decrease of 22.1% compared to the same period analyzed.

OTHER OPERATING INCOME/EXPENSES – In 1Q25, total operating expenses totaled R\$19.7 million, 35.8% lower than in 4Q24, reflecting the expenses incurred with geological surveys and consulting in this quarter.

ADJUSTED EBITDA – Operating cash generation, measured by Adjusted EBITDA, reached R\$61.1 million in 1Q25, with an EBITDA margin of 11.1% and an increase of 30.0% compared to 4Q24, which recorded an EBITDA margin of 7.7%.

CASH GENERATION/CONSUMPTION – Cash generation, cash equivalents and financial investments totaled R\$8.2 million in 1Q25, ending the period with a consolidated financial reserve of R\$1.142 billion. Deducting consolidated indebtedness of R\$355.2 million, the net cash position was R\$786.6 million in 1Q25 compared to R\$709.9 million at the end of 4Q24.

FINANCIAL RESULT – The consolidated financial result of R\$38.7 million in 1Q25 was 47.3% lower than in 4Q24, a reduction mainly caused by the monetary adjustment of tax credits, which added R\$0.9 million in 1Q25 and R\$56.8 million in 4Q24.

CAPEX – In 1Q25, R\$ 42.5 million were invested, 61.9% lower than in 4Q24. CAPEX was concentrated in the acquisition of machinery and equipment, for the most part, in the Metallurgy and Mining units, as well as applied in the maintenance of the biological asset and in Buildings in the three units mentioned. Also noteworthy is the investment of R\$ 16.3 million in equity interest in Bahia Minas Bioenergia (affiliate).

NET INCOME – Consolidated net income reached R\$ 24.2 million in 1Q25, a decrease of 80.8% compared to 4Q24.

2. CORPORATE PROFILE

With a solid track record of 64 years, FERBASA is the national leader in the production of ferroalloys and the only producer of ferrochrome in the Americas. The Company is traditionally among the largest companies in Bahia, and, in 2024, it remained among the 10 largest industries in the state, according to the annual ranking of *Valor 1.000*. With the integrated and verticalized production cycle in the areas of Metallurgy, Mining, Forest Resources and Renewable Energy, its performance is supported by a solid Integrated Management System, certified in accordance with ISO 9001, ISO 14001 and ISO 45001 standards.

The Company's portfolio, which serves the domestic market and countries such as Japan, China, the United States and the European Union, is composed of the alloys of High Carbon Ferrochrome (HC FeCr), Low Carbon Ferrochrome (LC FeCr), Ferrosilicon (FeSi 75), High Purity Ferrosilicon 75 (HP FeSi 75) and Ferrosilicon Chromium (FeSiCr), mainly intended for the steel sector and the manufacture of stainless and special steels.

The Mining segment has two chrome ore extraction units (one underground and one open-pit), two quartz mines and a plant dedicated to the production of quicklime, located in the Center, North and Northeast regions of the state of Bahia. The production of ores is directed, almost entirely, to its Metallurgical Unit, located in Pojuca/BA, where ferroalloys are produced in 14 electric furnaces equipped with baghouse filters designed to neutralize the release of particulate matter into the atmosphere. The Forest area consists of 64 thousand hectares (about 158,147 acres), of which 25 thousand (61,776 acres) are planted with renewable eucalyptus forests. The remaining extension of the forest asset encompasses legal reserve areas, firebreaks, native forests, Private Natural Heritage Reserve (PNHR – in Portuguese: RPPN – *Reserva Particular do Patrimônio Natural*), among other characterizations.



Guided by sustainability and verticalization of the business, FERBASA's strategy was strengthened with the incorporation of the BW Guirapá Wind Complex, located in the municipalities of Caetité and Pindaí/BA. The 07 parks will have their clean, renewable energy available to be part of the Company's supply mix from 2036, either for its own consumption or for the commercialization of the energy generated. Located in Salvador/BA, the Corporate Office centralizes the services of all the group's operational units.

3. MARKET ENVIRONMENT

PROTECTIONIST ACTIONS: considering the period up to March 31 of the current year, FERBASA's products are being impacted by the tariff resulting from the "Antidumping" process filed by the US against the Brazilian FeSi. It is important to note that the result of this calculation on the countries investigated placed Brazil and Malaysia, overtaxed by 14.3% and 16.9% respectively, in a favorable situation in relation to Russia and Kazakhstan. Together, the four countries accounted for 75% of U.S. FeSi imports between 2021 and 2023.

In the European market, research has begun for a possible implementation of "Safeguarding" also aimed at FeSi. Unlike "Antidumping" in the US, the European measure aims to reach all suppliers of certain imported products and not specific countries.

More specifically for the steel sector, with the additional tariffs applied by the US on steel (25%) and other products ("Tarifaço" of 10% - henceforth **USA New Trade Tariffs**), it is prudent to wait for the final definition of its levels, to carry out the analyses on the possible impacts on the dynamics of the markets. It should be noted that chromium alloys and chromium ore were not included in the **USA New Trade Tariffs**, unlike silicon alloys.

CRUDE STEEL: according to data from the *World Steel Association* (WSA), in 1Q25, the world production of crude steel, a relevant driver of ferrosilicon consumption, advanced 5.1% compared to 4Q24, totaling 468.6 Mt. China was responsible for 55% of the total produced in this period (259.3 Mt). Among the world's largest producers, the best performers came from China (+9.6%), Russia (+6.1%), the USA (+2.9%), Turkey (+3.4%) and India (+2.1%). The worst were recorded in South Korea (+0.4%), Brazil (+0.5%), Japan (-1.5%), Germany (-3.8%) and Iran (-24.4%).

South America produced 10.5 Mt in 1Q25, unchanged compared to 4Q24. Of this total, 8.5 Mt came from Brazil. According to statistics from the Brazil Steel Institute (IABr, In Portuguese – *Instituto Aço Brasil*), the national production of crude steel was stimulated by the good level of domestic demand, despite the still growing level of imports. Between 4Q24 and 1Q25, domestic apparent consumption grew 4.7%, with imports standing out, which jumped 26.6%.

FeSi: in China, which accounts for about 70% of the world's supply of silicon alloys, 1.4 Mt were produced in 1Q25, a decrease of 6.7% compared to 4Q24, according to specialized reports. In the period, there was also an improvement in global demand for Chinese FeSi, mainly due to the higher domestic production of crude steel (+9.6%), which recovered from the low levels of the second half of 2024. Even so, the price of Chinese FeSi maintained a downward trajectory throughout 1Q25 due to the combination of the excess supply from previous quarters and the reduction in the cost of production of silicon alloys.

According to the World Bank, between 4Q24 and 1Q25 there was a reduction in global coal prices. At the same time, natural gas costs in Europe rose. This scenario, especially for silicon alloys, reflects a trend of upward pressure on European prices, following the increase in local energy tariffs. On the other hand, important FeSi-producing regions, such as China and Malaysia, tend to be showing relief in their production costs, which means a loss in the price support of ferroalloys supplied by these regions.

Between 4Q24 and 1Q25, the average price of FeSi, in U.S. dollars, grew 5.1% in Europe and fell 5.2% in the US. In China, there was a reduction in export (-4.3%) and domestic (-5.7%) prices.

STAINLESS STEELS: specialized reports estimate that the world production of stainless steels, a reference for FeCr consumption, totaled 15.7 Mt in 1Q25, a decrease of about 4.5% compared to 4Q24. Of this amount, China accounted



for 9.8 Mt (62% of the total in 1Q25), decreasing 7.6% compared to 4Q24 and reaching the lowest production since 1Q24. In Brazil, the expectation is for a drop of 5.9% (83 thousand tons). In the same period, Europe and the US recorded respective increases of 8.2% and 12.0% compared to 4Q24, with estimated volumes of 1.5 Mt and 0.5 Mt.

FeCr: the global production of HC FeCr, which tends to remain in line with the volumes of stainless steel manufactured, totaled 3.8 Mt in 1Q25, a reduction of 10.9% compared to 4Q24, according to estimates from specialized publications. China accounted for 1.8 Mt (48% of the total in 1Q25), declining 14.2% compared to 4Q24 and reaching the lowest production since 2Q23. Analyzing the HC FeCr and stainless-steel data together, it is shown that, in 1Q25, the consumption of chromium alloys once again exceeded its supply, especially in China, reversing the trend of oversupply of the last five quarters. With the convergence between the more favorable scenario and the increase in the cost of chrome ore, the *spot price* of Chinese HC FeCr increased 14.5% during the first quarter of this year, putting it at a better level for the beginning of 2Q25. Even so, the average price in 1Q25 settled 6.7% lower compared to 4Q24, a scenario that still portrays the slower start of the year for the industry due to the Chinese New Year holiday. In the same direction, the average price of HC FeCr decreased 3.6% in Europe and 1.7% in the US between 4Q24 and 1Q25.

Chromium ore, which represents about 50% of the production cost of HC FeCr and is, therefore, an important component in the price of this alloy, also showed increases during 1Q25. Soon after the long holiday in China, in mid-February, chrome ore prices grew again, which indicates that the values that had been practiced were unattractive. As a reference, UG2 (South Africa's most traded chrome ore) went from USD 200 /t to USD 265 /t between the beginning of January and the end of March.

The prices charged by FERBASA are based on a "basket" of international prices, including those charged by the European, American and mainly Asian markets.

4. OPERATING RESULTS

4.1 Production of ferroalloys

In 1Q25, 75.8 thousand tons of ferroalloys were produced. The growth of 3.3% compared to the previous quarter reflects the combination of the 16.4% increase in the production of silicon alloys and the reduction of 2.2% in chromium. HP FeSi production increased 6.2% compared to 4Q24.

The slight decrease of 1.3% in the production of ferroalloys, in the comparison between 1Q25 and 1Q24, is the result of the decrease of 1.8% in chromium alloys and the stability (-0.2%) in silicon alloys. In the case of HP FeSi, the reduction was 8.4%.

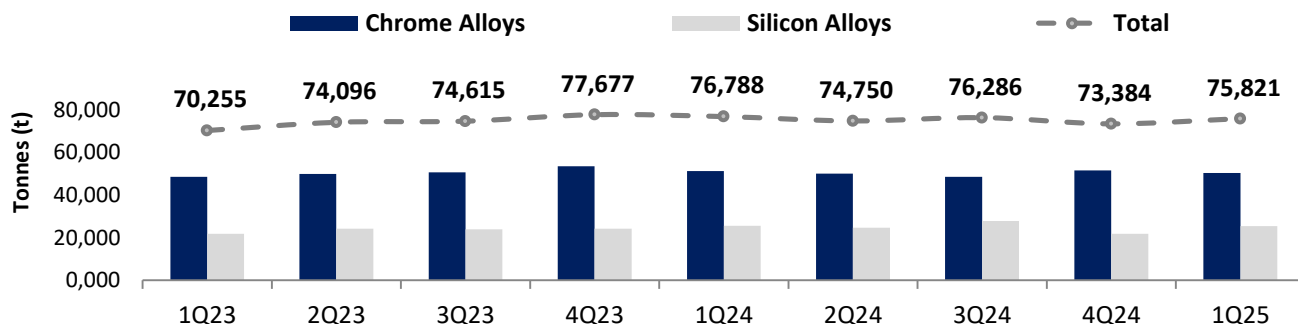
It is important to note that a portion of the ferroalloys manufactured is consumed internally, as an input in the other production chains.

Production (tonnes)	1Q25	4Q24	Δ%	1Q24	Δ%
Chromium Alloys	50,372	51,513	-2.2%	51,297	-1.8%
Silicon Alloys	25,449	21,871	16.4%	25,491	-0.2%
Total	75.821	73.384	3.3%	76,788	-1.3%
Installed capacity utilisation (MWh) %	84.1%	76.7%		84.7%	

The installed capacity, measured based on the amount of electricity that can be consumed in MWh, is based on the daily and uninterrupted operation of the furnaces at normal power (without power reduction or shutdowns of any kind) and the product mix that enables the operation of the furnaces at maximum power. The use of installed capacity, in turn, may be affected by: (i) furnace shutdown or power reduction for maintenance, renovation or operational intervention; (ii) production of alloys that require power reduction; and (iii) commercialization of part of the contracted energy in the Free Market.



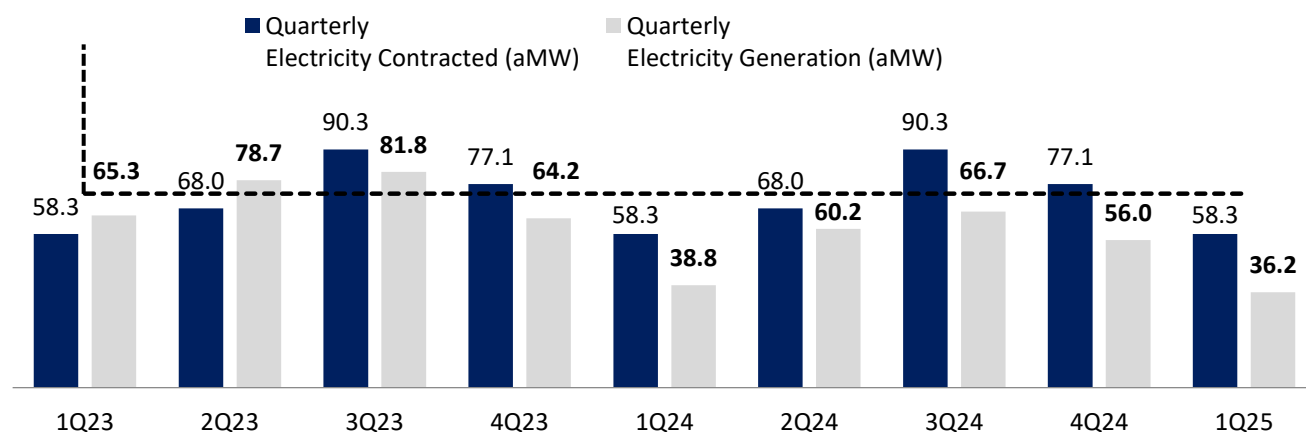
In 1Q25, FERBASA used 84.1% of the installed capacity of Metallurgy, an increase of 7.4 p.p. compared to 4Q24, which was mainly due to the shutdowns in the furnaces for maintenance in 4Q24 and an increase in the share of the production of silicon alloys, which are more electro-intensive, in the total production of 1Q25.



4.2 Electric Power Generation – BW Guirapá

In 1Q25, net energy generation in BW Guirapá's wind farms reached 36.2 average MW, a volume 6.8% lower than in 1Q24 and 37.9% below the 58.3 average net MW contracted with the Electric Energy Trading Chamber (CCEE, In Portuguese - *Câmara de Comercialização de Energia Elétrica*) for the quarter. In the period, the main factor influencing the performance of the wind complex was the restrictions imposed by the National Electric System Operator (ONS, in Portuguese - *Operador Nacional do Sistema Elétrico*), which accounted for the suppression of 22.9 average MW of contracted net generation, as a result of the unavailability of the Xingu bipole Transmission Line, in Pará, which remained out of operation for a period of 22 days. With the improvement of winds in this quarter, if it were not for the restrictions imposed by the ONS, BW Guirapá's net generation would exceed the net energy contracted by 0.8 MW on average.

Annual contracted net energy
(four-year period 2022-2026): 73.5MW



In summary, the main factors that influence BW Guirapá's energy generation are (i) the operational availability of the entire Wind Complex, which, in the case of the wind turbine, is related to the time available to operate and the time relative to effective generation (availability for energy); (ii) performance of wind turbines, measured by the association between actual and expected generation, as a function of the theoretical power curve of the turbine; (iii) climatic conditions of the atmosphere that are reflected in the quality of the winds (speed and density), a determining factor for the level of energy generation; (iv) systemic restrictions imposed by the National Electric System Operator - ONS; and (v) internal and external electrical losses.

The difference between the contracted net generation of 58.3 average MW for 1Q25 and the realized net generation of 36.2 average MW can be explained as follows:



1Q25 – Manageable factors (-2.9 average MW):

- The realized availability of 97.1% caused a decrease of **1.17 MW** average in energy generation, a result mainly related to damage to wind turbines, especially *gearboxes*.
- The average performance of 97.7% resulted in a decrease of **1.76 average MW**, as a result of the calibration of the equipment that guides the wind turbines.

1Q25 – Non-manageable factors (-19.2 average MW):

- The weather positively impacted the contracted net generation by **6.1 average MW**, since the average wind speed was higher than the minimum estimated to reach the contracted net generation.
- The expansion of the systemic restrictions imposed by the ONS for real-time management of the National Interconnected System (SIN, in Portuguese - *Sistema Interligado Nacional*) reduced **22.9 average MW** of the Park's generation in the period analyzed.
- The internal and external electrical losses referring, respectively, to the equipment and the transmission system (external systemic losses – apportionment of the ONS), suppressed **2.4 average MW** of the contracted generation.

5. SALES

5.1 Sales Volume

Sales in 1Q25 reached 69.5 thousand tons of ferroalloys, a decrease of 5.8% compared to 4Q24, due to the combination of the 10.5% increase in shipments to the domestic market (MI, in Portuguese – *Mercado Interno*, henceforth MI) and the 20.5% decrease in sales to the foreign market (ME, in Portuguese – *Mercado Externo*, henceforth ME).

Despite the scenario of uncertainties in the global market in the first quarter of the year, the pace of production in the domestic steel industry signaled the sector's effort to reestablish its inventories, which contributed to the good performance of volumes in 1Q25, when compared to 4Q24. Regarding the MoU, volumes continued to be impacted by international logistics challenges, such as congestion at ports, shortage of containers, protectionist actions in the US, in addition to the increase in transit time and the cost of sea freight.

Sales (tonnes)	1Q25	4Q24	Δ%	1Q24	Δ%
DOMESTIC MARKET					
Chromium Alloys	33,138	28,303	17.1%	25,124	31.9%
Silicon Alloys	5,544	6,688	-17.1%	4,677	18.5%
Total DM	38,682	34,991	10.5%	29,801	29.8%
FOREIGN MARKET					
Chromium Alloys	10,855	23,144	-53.1%	13,053	-16.8%
Silicon Alloys	19,996	15,666	27.6%	20,228	-1.1%
Total FM	30,851	38,810	-20.5%	33,281	-7.3%
TOTAL (DM + FM)	69,533	73,801	-5.8%	63,082	10.2%

5.2 Net Revenue

Net revenue in 1Q25 totaled R\$549.8 million, a decrease of 9.5% compared to 4Q24, in line with the 9.3% decline in revenue from ferroalloys. This variation expresses the combination of the 6.6% decrease in the average price of alloys in dollars and 5.8% in sales volume, partially offset by the 3.1% increase in the average dollar practiced.

Compared to the same period in 2024, net revenue in 1Q25 grew 7.9%, as a result of the 7.0% increase in revenue from ferroalloys. This result reconciles the increases of 19.6% in the average dollar and 10.2% in total sales, associated with the reduction of 18.9% in the average price in dollars.

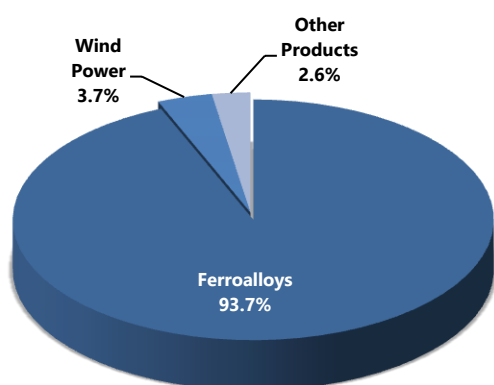
Net Revenue (R\$ million)	1Q25	4Q24	Δ%	1Q24	Δ%
DOMESTIC MARKET					
Ferroalloys	275.2	264.0	4.2%	213.0	29.2%
Wind power	20.3	24.0	-15.4%	15.7	29.3%
Other Products (*)	14.2	15.1	-6.0%	12.4	14.5%
Total DM	309.7	303.1	2.2%	241.1	28.5%
FOREIGN MARKET					
Ferroalloys	240.1	304.4	-21.1%	268.4	-10.5%
Total FM	240.1	304.4	-21.1%	268.4	-10.5%
TOTAL (DM+FM)	549.8	607.5	-9.5%	509.5	7.9%
Average dollar (R\$/USD)	5.91	5.73	3.1%	4.94	19.6%

(*) includes recipe with chromite sand, lime, microsilica, wood and slag.

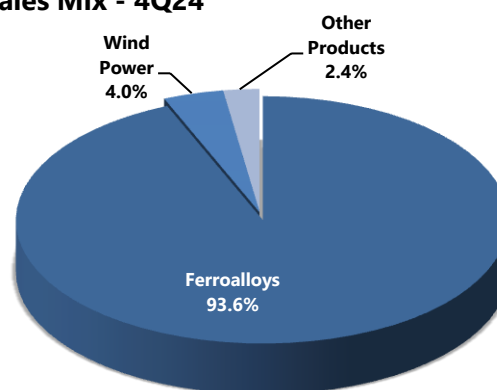
5.3 Net Revenue by Product and Market

Net revenue by product is shown in the chart below:

Sales Mix - 1Q25



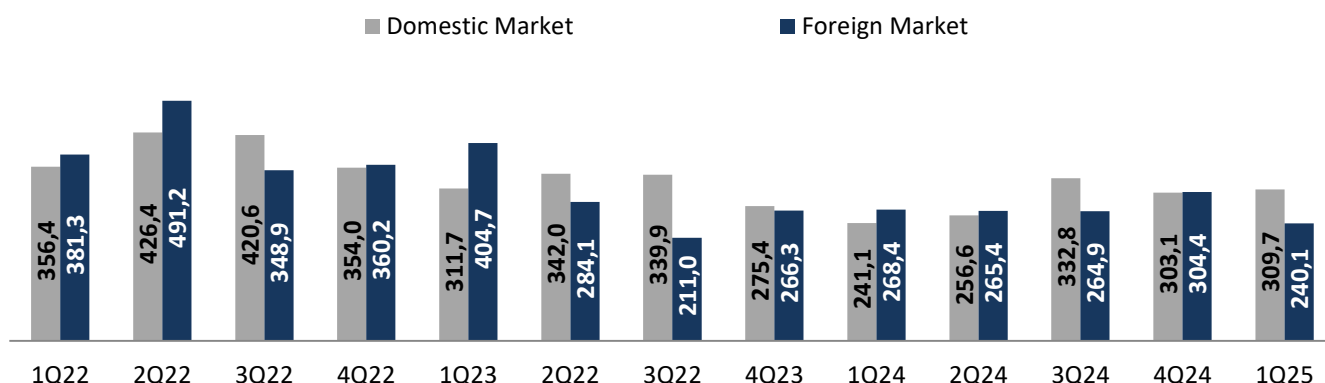
Sales Mix - 4Q24



The performance of the global steel industry remained modest at the beginning of 2025, a market condition like that recorded at the end of 2024. In China, there was a slowdown in ferrochrome production in 1Q25 due to excess supply and low prices for this alloy, the lowest since 2020, while stainless steel production maintained an upward trajectory compared to the previous year. In relation to ferrosilicon, in addition to the moment of caution in the market, motivated by the US "Antidumping" process, there are also the repercussions of the increase in protective tariffs in the world market, and the Safeguard investigations in Europe.



Distribution of net revenue by market (in R\$ million)



6. COST OF GOODS SOLD

The consolidated cost of goods sold (COGS) totaled R\$ 475.6 million in 1Q25 and incorporated a decrease of 9.7% compared to 4Q24. To contribute to the annual analysis, consolidated COGS in 1Q25 increased 15.4% compared to 1Q24, and in the case of ferroalloys, this increase was 11.2%. This variation is justified by the 10.2% increase in sales volume, and by higher production costs, with electricity and chromium ore as highlights.

Regarding the electricity consumed in the production of ferroalloys, considering the return of the CHESF contract tariff in 2025 to the usual levels, the beginning of the Auren contract (APE), and the favorable fluctuations in sector charges, we recorded a 12.2% increase in the total cost of electricity between 1Q24 and 1Q25.

Regarding HC FeCr, an increase in production costs was observed between 1Q24 and 1Q25, attributed to the increase in expenses with electricity and chrome ore. In the same direction, the production cost of LC FeCr grew due to higher expenditures on electricity and quicklime, the latter due to operational adjustments in the new calcination plant. The stability in the cost of ferrosilicon production is mainly due to the combination of high electricity costs and low spending on all other relevant inputs.

When looking at the relationship between COGS and net revenue of ferroalloys, it is possible to see an increase of 3.2 p.p. between 1Q24 and 1Q25, caused by the drop in the trading prices of products associated with a modest growth in production costs.

The "Wind Energy" line presented in the table below is related to the COGS of the BW Guirapá wind complex, covering its main cost components, associated with the operation of wind turbines, such as equipment maintenance, energy transmission and depreciation.

COGS (R\$ million)	1Q25	%NR(*)	4Q24	%NR(*)	1Q24	%NR(*)
Ferroalloys	432.6	84.0%	440.8	77.6%	389.1	80.8%
Wind power	24.8	122.2%	24.1	100.4%	23.7	151.0%
Other products (i)	10.5	73.9%	10.1	66.9%	9.6	77.4%
Subtotal Products	467.9		475.0		422.4	
Biological Asset Fair Value Depletion	-		10.4		-	
Idle capacity	6.8		12.8		1.3	
Other	0.9		28.4		(11.7)	
Subtotal Other	7.7		51.6		(10.4)	
Grand total	475.6		526.6		412.0	
% Net Revenue	86.5%		86.7%		80.9%	

(*) considers the COGS percentages by the Net Revenue of each product.

(i) Costs for the products include chromite sand, lime, microsilica, wood and slag.

7. EXPENSES

7.1 Selling Expenses

In 1Q25, selling expenses were R\$7.1 million, compared to R\$5.8 million in 4Q24, representing an increase of 22.4%. The increase was mainly generated by the increase in port expenses, such as shipowner and port agent services. In relation to net revenue, the percentages of selling expenses corresponded to 1.3% in 1Q25 and 1.0% in 4Q24.

7.2 General and Administrative Expenses

Consolidated general and administrative expenses include portions related to salaries, benefits, management fees, social charges, consulting services and the provision of profit sharing. In 1Q25, these expenses were R\$46.4 million (R\$2.3 million related to BWG), a decrease of 22.1% compared to the R\$59.6 million recorded in 4Q24 (R\$2.5 million related to BWG), mainly generated by the reduction of R\$11.3 million in the profit-sharing line, as a result of the drop in profit.

7.3 Other Operating Expenses/Revenue

Total operating expenses reached R\$19.7 million in 1Q25, 35.8% lower than in 4Q24, which is explained by the concentration of expenses with geological surveys and consulting in the last quarter of 2024. In 1Q25, the main accumulated expenditures occurred in the lines related to Social and Corporate Responsibility (R\$3.4 million), other taxes and fees (R\$4.2 million), in addition to the continuity of expenses with geological surveys, consulting and others (R\$12.1 million).

8. ADJUSTED EBITDA

EBITDA is not a measure defined by Brazilian and international accounting standards, representing the profit for the period calculated before Interest, Income Tax, Social Contribution, Depreciation, Amortization and Depletion. FERBASA discloses its adjusted EBITDA in accordance with **CVM* Resolution 156/22**, i.e., with the elimination of the net effect of the fair value of biological assets, the provision for contingencies and other non-recurring effects.

*CVM – in Portuguese: *Comissão de Valores Mobiliários*, which stands for Securities and Exchange Commission of Brazil.

EBITDA - Consolidated (R\$ million)	1Q25	4Q24	Δ%	1Q24	Δ%
Net Income	24.2	126.3	-80.8%	41.1	-41.1%
(+/-) Net financial result	(38.7)	(73.5)	-47.3%	(27.7)	39.7%
(+/-) IRPJ/CSLL	15.5	(28.2)	-	20.7	-25.1%
(+/-) Depreciation, amortization, depletion and capital gain ¹	59.6	57.7	3.3%	44.2	34.8%
EBITDA	60.6	82.3	-26.4%	78.3	-22.6%
(+/-) Provision for contingencies and others ²	(0.4)	0.6	-	(1.8)	-
(+/-) Net Effect of Fair Value of Biological Assets	-	(29.4)	-	-	-
(+/-) Tax credit recovery ³	(1.5)	(4.4)	-	-	-
(+/-) Other effects ⁴	2.4	(2.1)	-	1.9	-
Adjusted EBITDA	61.1	47.0	30.0%	78.4	-22.1%

EBITDA Margin

11.1%

7.7%

15.4%

- 1) Capital gain refers to the effect of the realization of the assets valued at their fair value, reflecting the acquisition of BWG.
- 2) Effect of the constitution of new processes and reversals of provisions for contingencies in the period (Note 26 of the 2024 Financial Statements).
- 3) Constitution of tax credits from federal taxes (does not include monetary adjustment).
- 4) Includes consolidated actuarial liabilities and other non-recurring effects.

9. FINANCIAL STRUCTURE

9.1 Net Cash and Cash Consumption

In 1Q25, according to the Cash Flow Statement - "DFC" (in Portuguese it stands for *Demonstração de Fluxo de Caixa*) (CPC 03-R2), which considers only the variation in cash accounts and cash equivalents, the amount consumed by operating, investment and financing activities was (-) R\$16.8 million, mainly impacted by:

(+) R\$113.3 million of operating income generated in the period, including variations in working capital, interest payments and taxes.

(-) R\$62.1 million from investment activities, a result influenced by:

- (i) transfer of Cash and Cash Equivalent for financial investments in the amount of (-) R\$ 3.4 million;
- (ii) acquisitions for fixed assets and biological assets, which together totaled (-) R\$ 42.5 million;
- (iii) equity interests in companies for the acquisition of land for eucalyptus plantation, in the amount of R\$ 16.3 million; and
- (iv) others, in the amount of (+) R\$ 0.1 million.

(-) R\$68.0 million from financing activities, whose impacts were:

- (i) amortization of consolidated loans and financing in the amount of (-) R\$ 49.6 million (of which R\$ 6.6 million refer to BWG's debt with BNDES);
- (ii) payment of leases/rents totaling (-) R\$ 18.4 million.

Considering Cash, Cash Equivalents and Financial Investments, there was a total cash generation of R\$8.2 million in 1Q25, totaling a consolidated financial reserve of R\$1.142 billion as of March 31, 2025. Consolidated debt in 1Q25 was R\$355.2 million (of which R\$183.2 million referred to BWG's debt with BNDES). Thus, the Company ended 1Q25 with a net cash position of R\$786.6 million.

Net Cash - Consolidated (R\$ million)	03/31/2025	12/31/2024	Δ
Cash and cash equivalents	447.3	464.1	(16.8)
Financial investments	694.5	669.5	25.0
Total Financial Reserve	1,141.8	1,133.6	8.2
Loans and financing*	(355.2)	(423.7)	68.5
Cash (Debt) Net (a)	786.6	709.9	76.7

(*) IOF value on funding is R\$ 3.0 and R\$ 3.1 million for 03/31/25 and 12/31/24, respectively.

9.2 Net Financial Result



The Company generated R\$38.7 million in financial results in 1Q25, 47.3% lower than the R\$73.5 million in the previous quarter, due to the 59.6% reduction in financial revenue. It is worth remembering that 4Q24 was impacted by R\$ 56.8 million, in financial revenue, due to the monetary adjustment of the tax credits recovered in that quarter. In addition, there was a gain of R\$25.5 million related to the net exchange variation compared to the previous quarter.

Financial result (R\$ million)	1Q25	4Q24	Δ%	1Q24	Δ%
Financial performance					
Financial income	41.6	102.9	-59.6%	34.8	19.5%
Financial expense	(16.0)	(17.0)	-5.9%	(9.5)	68.4%
Net exchange rate variation	13.1	(12.4)	-	2.4	445.8%
Grand total	38.7	73.5	-47.3%	27.7	39.7%

10. CAPEX

10.1 Operational

In 1Q25, CAPEX totaled R\$42.5 million, an amount 61.9% lower than the total realized in 4Q24. The values segregated by business unit are presented below:

CAPEX (R\$ million)	Metallurgy	Mining	Forestry	Wind power	1Q25	4Q24	1Q24
Machinery and equipment	8.3	8.3	0.9	4.2	21.7	69.0	17.3
Biological assets	-	-	9.2	-	9.2	17.0	12.4
Mines	-	3.2	-	-	3.2	9.0	5.2
Buildings	3.0	1.3	2.2	-	6.5	13.7	5.3
Furniture and utensils	-	0.1	-	-	0.1	1.6	-
Other (i)	0.7	0.2	0.9	-	1.9	1.3	1.8
Total	12.0	13.1	13.2	4.2	42.5	111.6	42.0

(i) They include advances, information technology, intangibles and others.

The most significant investments in 1Q25 were related to the acquisition of machinery and equipment (51.1%), mostly for the Metallurgy and Mining units, as well as the maintenance of biological assets (21.6%), and Buildings (15.3%) for the three units mentioned. Together, these expenses accounted for about 90% of the total CAPEX made in the period.

10.2 Equity Interests

In February 2025, the third capital injection in the amount of R\$ 16.3 million was made to *Empresa Bahia Minas Bioenergia (Cofiliada)*, a company signed in partnership with APERAM INOX AMÉRICA DO SUL S.A., aiming at the acquisition of rural properties to be used in eucalyptus exploration.

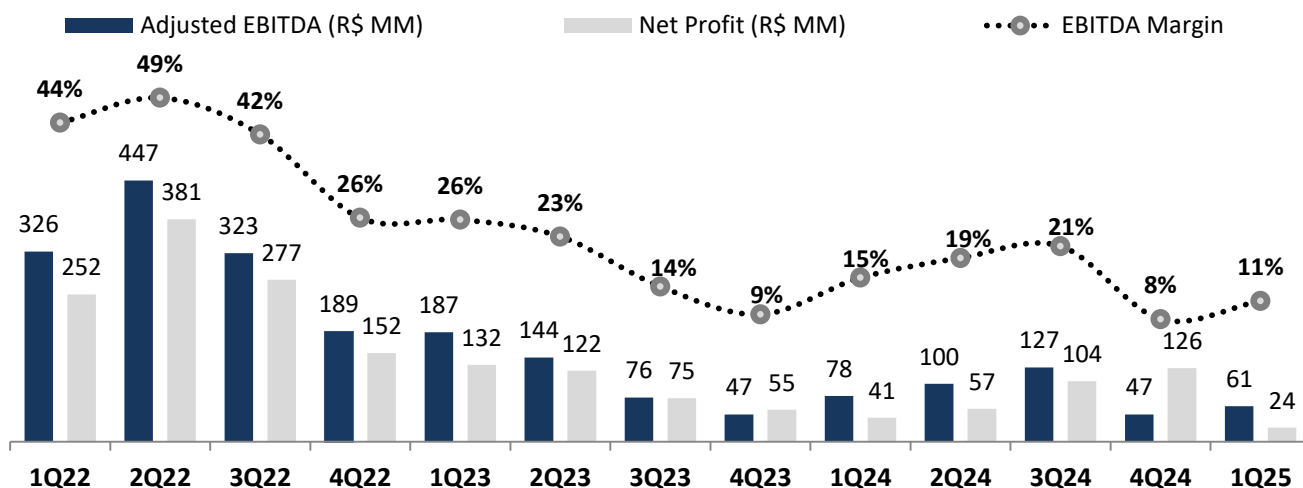
11. NET INCOME

As a result of the effects mentioned in this report, consolidated net income in 1Q25 was R\$24.2 million (net margin of 4.4%), a reduction of 80.8% compared to net income of R\$126.3 million in 4Q24 (net margin of 20.8%). The main elements that influenced the 1Q25 result, compared to the previous quarter, were:

- (i) appreciation of 3.1% in the average dollar practiced;
- (ii) a 6.6% drop in the average price of ferroalloys in dollars;
- (iii) a 5.8% reduction in the total sales volume of ferroalloys;
- (iv) a 1.9% drop in the cost of goods sold (COGS) of ferroalloys;
- (v) BW Guirapá's loss of R\$ 9.3 million in 1Q25;
- (vi) revenue of R\$ 2.4 million, in 1Q25, related to the recovery of tax credits, of which R\$ 1.5 million in other operating revenues and R\$ 0.9 million as financial income.

In addition, considering Cash, Cash Equivalents and Financial Investments, FERBASA generated consolidated cash of R\$ 8.2 million in 1Q25.

The following chart shows the evolution of EBITDA, EBITDA margin and net income since 1Q22.



12. STATEMENT OF ADDED VALUE

The table below shows the wealth generated by the Company and its respective distribution. In 1Q25, FERBASA generated R\$ 237.2 million, an amount 19.9% lower than in 4Q24:

DVA (R\$ million)	1Q25	4Q24	Δ%	1Q24	Δ%
Employees	105.5	122.3	-13.7%	102.5	2.9%
Government	66.3	16.7	297.0%	40.4	64.1%
Other (1)	41.2	30.8	33.8%	6.7	514.9%
Net Income (2)	24.2	126.3	-80.8%	41.2	-41.3%
Total	237.2	296.1	-19.9%	190.8	24.3%

(1) They refer to interest, rents, leases, financial expenses, passive exchange rate variation and others.

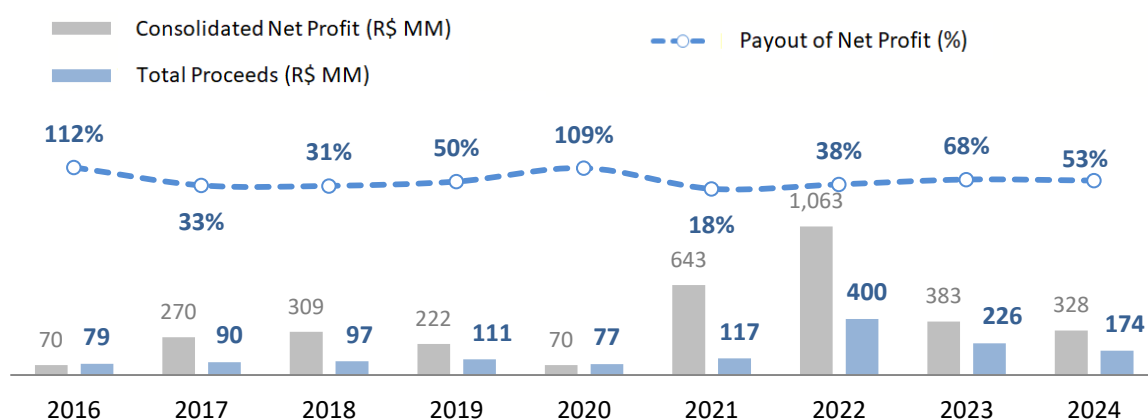
(2) Shareholders and retained earnings.

13. CAPITAL MARKETS AND INVESTOR RELATIONS

FERBASA follows market practices for the disclosure of information and maintains an institutional *website* as well as a direct communication channel with the Investor Relations area. In addition, it promotes conferences to disseminate quarterly results and an annual public meeting. Here are some highlights for investors and the market in general.

13.1 Earnings

The Company's practice is to deliberate for the distribution of dividends after the quarterly publication of results. We present below a historical series of profit distribution, which reinforces FERBASA's position as a regular payer of dividends.



13.2 FESA4 performance on B3

The following table shows some indicators of the behavior of FERBASA's preferred shares in 1Q25.

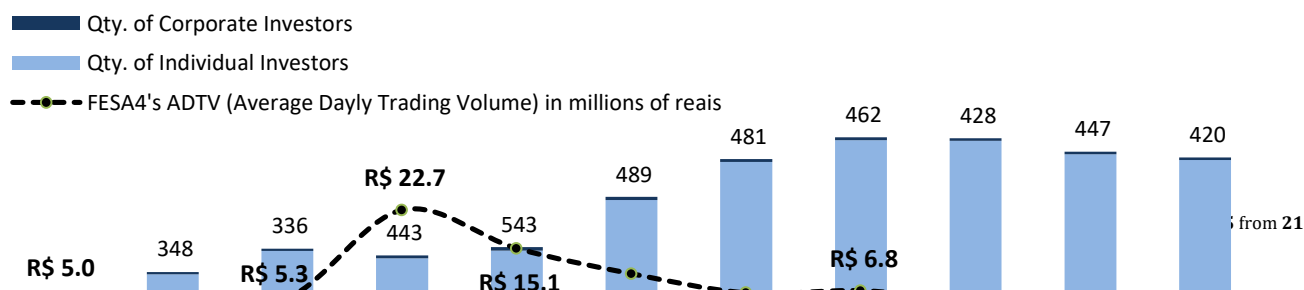
	1Q25	4Q24	Δ%
Volume of shares traded (thousands)	23,134	31,926	-27.5%
Amount transacted (R\$ thousands)	177,828	248,770	-28.5%
Market value (R\$ thousands) (1)	3,151,500	3,270,400	-3.6%
Outstanding Shares – Free Float (thousands) (2)	161,760	161,826	-0.04%
Weighted average of the price in the period (R\$ PN)	7.69	7.79	-1.4%
Last price of the period (R\$ PN)	7.26	8.19	-11.4%
Book value per share (R\$)	9.89	9.81	0.8%

Notes:

- (1) Total number of shares (by ON and PN class) multiplied by the respective quotations on the dates of 03/31/2025 and 12/31/2024;
 (2) Total number of shares, excluding those held by the **Treasury** (ON: 125 thousand; PN: 12,663.2 thousand), the **Controller** (ON: 116,348 thousand; PN: 62,131 thousand) and **Administrators** (ON: 312; PN: 148 thousand).

In the first quarter of the year, the Brazilian capital market, as well as others, was impacted by the international situation. The announcements of protectionist measures by the U.S. government, such as the 25% tax on all imported steel, and the consequent intensification of reactions related to the increase in import tariffs, led to more volatility for the markets and accentuated uncertainties about investors' decisions.

In the following chart we present the evolution of the shareholder base, both by type of shareholder and liquidity measured by ADTV.

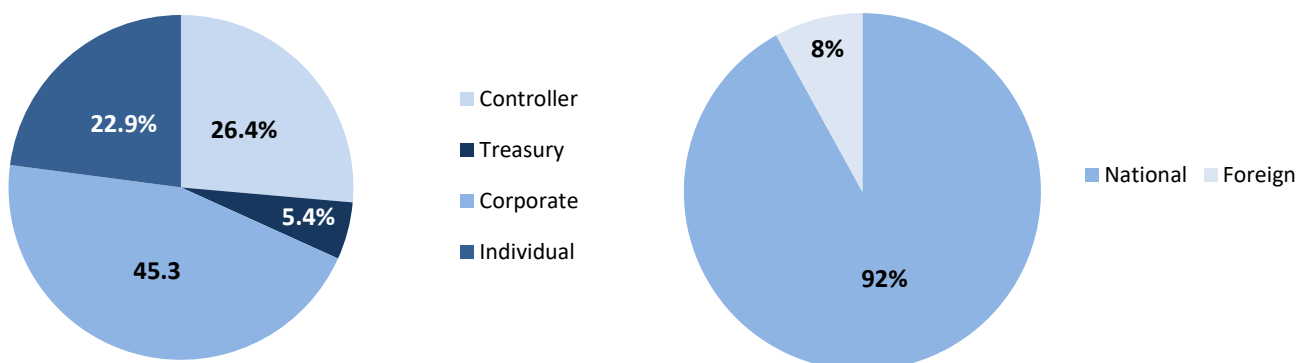




FERBASA's ADTV (Average Daily Trading Volume) in 1Q25 reached R\$ 2.9 million and decreased 28.5% compared to 4Q24. The drop in trading volume reflects the level of uncertainty in the market in relation to the Brazilian steel segment, due to the scenario imposed by protectionist measures around the world.

13.3 Investor Profile

The shareholder profile of FERBASA's preferred shares (FESA4), based on the shareholder base on 03/31/2025, is as follows:





14. GLOSSARY

High Carbon Ferrochrome (HC FeCr) - An alloy of iron and chromium that has a carbon content, also known as "*Charge Chrome*", it is used in the manufacture of stainless steels and special alloys. Stainless steels are used in the food, chemical, cellulose, petroleum industries, in addition to the so-called "white goods", household utensils, civil construction and others.

Low Carbon Ferrochrome (LC FeCr) - An alloy of iron and chromium that has a carbon content of up to 0.15%, used during the production of steels to correct chromium content without causing undesirable variations in carbon content. Industrially, it has the same purpose as high carbon ferrochrome, being used in the production of stainless steels with wide application in the consumer goods industries.

Ferrosilicon Chromium (FeSiCr) - Reducing element in the manufacture of Low Carbon Ferrochrome and steels, for the addition of chromium and silicon.

Ferrosilicon 75 (FeSi75) - In steel production, Ferrosilicon 75 Standard is used as a deoxidizer and alloying element; in the foundry industry it serves as a graphitizing agent. High Purity Ferrosilicon (HP) is part of the manufacture of steels for the manufacture of transformers, hydroelectric plants, freezers, hermetic compressors for refrigerators and others.

Millions of tonnes (Mt) - According to the International System of Units (S.I.), the prefix that designates the million (mega) can be represented by the capital letter M. In the case of the ton, its representation in the S.I. is the lowercase letter t. Therefore, for millions of tons, the abbreviation Mt. can be adopted (conversion: 1 Mt = 1,000,000 t).



15. MAIN CONSOLIDATED FINANCIAL STATEMENTS (in R\$ thousands)

15.1 Balance sheet

ASSETS	1Q25	2024	1Q24
Current Assets	1,671,967	1,745,724	1,516,468
Cash and cash equivalents	447,285	464,086	290,972
Financial investments	391,438	382,660	408,252
Accounts receivable from customers	184,173	200,707	184,444
Inventories	562,202	556,125	558,588
Taxes to be recovered/refunded	65,701	120,949	55,334
Anticipated expenses	5,082	2,901	5,089
Other assets	16,086	18,296	13,789
Non-Current Assets	2,662,595	2,642,156	2,574,375
Financial investments	303,161	286,910	350,478
Inventories	3,396	3,396	8,051
Taxes to be recovered	6,819	7,209	6,396
Judicial deposits	9,819	9,673	9,696
Other credits	724	724	897
Investments	84,411	66,886	37,946
Fixed and intangible assets	1,749,696	1,751,792	1,685,612
Right of use in lease	78,534	89,973	123,542
Biological assets	426,035	425,593	351,757
Total Assets	4,334,562	4,387,880	4,090,843

The financial, parent and consolidated statements, including explanatory notes and audit opinion of Pricewaterhousecoopers Auditores Independentes, are available on the [websites www.cvm.gov.br](http://www.cvm.gov.br), www.b3.com.br and www.ferbasa.com.br.



LIABILITIES AND EQUITY	1Q25	2024	1Q24
Current Assets	541,904	652,462	397,416
Suppliers	134,121	127,104	111,982
Advance on customers	12,484	10,462	10,586
Loans and financing	199,488	261,243	73,056
Cost of raising financing	(455)	(455)	(455)
Labor and actuarial obligations	79,424	101,476	72,998
Taxes and social contributions	24,849	39,021	24,672
CCEE reimbursement account	50,243	54,852	47,506
Proposed dividends and interest on equity	62	62	60
Payable Leasings	28,277	43,401	45,130
Other liabilities	13,411	15,296	11,881
Non-Current Assets	427,637	394,645	460,659
Loans and financing	155,761	162,444	195,253
Cost of raising financing	(2,563)	(2,676)	(3,018)
Obligations with acquisition of subsidiary	4,978	4,978	4,978
Labor and actuarial obligations	73,341	70,884	60,467
Taxes and social contributions	3,587	3,587	3,587
Deferred taxes and social contributions	22,025	8,498	20,967
CCEE reimbursement account	43,441	23,983	17,868
Provision for contingencies	62,688	62,595	72,430
Provision for environmental liabilities	41,565	40,809	46,058
Payable Leasings	22,814	19,543	42,069
Total Stockholders' Equity	3,365,021	3,340,773	3,232,768
Shareholders' Equity Controlling Shareholders	3,363,440	3,339,257	3,231,321
Share capital	1,470,396	1,470,396	1,470,396
Profit booking	1,859,894	1,859,894	1,705,095
Equity valuation adjustments	34,573	34,573	40,438
Treasury shares	(25,606)	(25,606)	(25,754)
Retained earnings	24,183	-	41,146
Participation of non-controlling shareholders	1,581	1,516	1,447
Total Liabilities and Equity	4,334,562	4,387,880	4,090,843

The financial, parent and consolidated statements, including explanatory notes and audit opinion of Pricewaterhousecoopers Auditores Independentes, are available on the [websites www.cvm.gov.br](http://www.cvm.gov.br), www.b3.com.br and www.ferbasa.com.br.



15.2 Income Statement

	1Q25		4Q24		2024		1Q24	
	R\$ thousand	%NR	R\$ thousand	%NR	R\$ thousand	%NR	R\$ thousand	%NR
GROSS REVENUE	624,065	100.0	678,605	100.0	2,516,724	100.0	570,744	100.0
Domestic market	384,001	61.5	374,195	55.1	1,413,653	56.2	302,380	53.0
Foreign market	240,064	38.5	304,410	44.9	1,103,071	43.8	268,364	47.0
Sales Taxes	(74,216)	(11.9)	(71,140)	(10.5)	(280,020)	(11.1)	(61,255)	(10.7)
NET REVENUE	549,849	100.0	607,465	100.0	2,236,704	100.0	509,489	100.0
Cost of goods sold	(475,566)	(86.5)	(526,580)	(86.7)	(1,840,126)	(82.3)	(412,061)	(80.9)
Variation in the FV of the biological asset	-	-	39,768	1.8	74,626	3.3	-	-
GROSS PROFIT	74,283	13.5	120,653	19.9	471,204	21.1	97,428	19.1
Operating Expenses								
With sales	(7,128)	(1.3)	(5,817)	(1.0)	(21,547)	(1.0)	(4,922)	(1.0)
Administrative	(33,450)	(6.1)	(30,786)	(5.1)	(127,830)	(5.7)	(31,245)	(6.1)
Remuneration of Adm. and Profit Sharing	(12,951)	(2.4)	(28,760)	(4.7)	(90,393)	(4.0)	(16,219)	(3.2)
Other (Expense) Operating Income	(19,730)	(3.6)	(30,670)	(5.0)	(59,505)	(2.7)	(10,848)	(2.1)
Operating profit before financial result	1,024	0.2	24,620	4.1	171,929	7.7	34,194	6.7
Financial Revenue	41,650	7.6	102,886	16.9	207,090	(9.3)	34,814	6.8
Financial expense	(16,017)	(2.9)	(16,983)	(2.8)	(54,210)	(2.4)	(9,472)	(1.9)
Net exchange rate variation	13,085	2.4	(12,429)	(2.0)	(4,974)	(0.2)	2,364	0.5
Financial Result	38,718	7.0	73,474	12.1	147,906	6.6	27,706	5.4
Profit before IRPJ/CSLL	39,742	7.2	98,094	16.1	319,835	14.3	61,900	12.1
IRPJ/CSLL	(15,494)	(2.8)	28,173	4.6	7,919	0.4	(20,695)	(4.1)
Net income for the year	24,248	4.4	126,267	20.8	327,754	14.7	41,205	8.1

The financial, parent and consolidated statements, including explanatory notes and audit opinion of Pricewaterhousecoopers Auditores Independentes, are available on the [websites www.cvm.gov.br](http://www.cvm.gov.br), www.b3.com.br and www.ferbasa.com.br.



15.3 Cash Flow Statement (Indirect)

CASH AND CASH EQUIVALENT	1Q25	2024	1Q24
Profit for the year	24,248	327,754	41,205
Net income adjustments			
Interest and net monetary and exchange rate variations	(18,059)	(101,964)	(18,345)
Depreciation, amortization and depletion	49,725	194,899	34,898
Biological asset depletion	8,737	65,637	8,193
Change in fair value of biological assets	-	(74,626)	-
Residual value of permanent assets written off	44	1,607	-
Deferred taxes	13,527	7,183	16,646
Provision for profit sharing	3,483	-	9,504
Updating Payable Lease	(1,511)	(3,936)	(507)
Post-employment benefit update	2,457	3,490	1,915
Constitution (reversal) of provision for contingencies	(407)	(12,987)	(1,823)
Other	1,211	10,038	2,446
	83,455	417,095	94,132
Reduction (increase) in asset accounts:			
Accounts receivable from customers	6,534	11,939	14,443
Stocks	(6,693)	(23,114)	(39,925)
Taxes to be recovered	64,744	25,174	(4,124)
Advance to vendors	-	167	167
Other assets	(78)	(4,219)	(1,835)
Increase (reduction) in liability accounts:			
Suppliers	7,408	(16,982)	(34,000)
Taxes and social contributions	(14,216)	14,997	522
Income tax and social contribution payable	1,968	15,066	4,021
Labor and actuarial obligations	(25,535)	(2,587)	(40,569)
CCEE reimbursement accounts	13,659	8,530	(1,416)
Advance on customers	-	-	(18,833)
Other liabilities	(2,497)	(17,892)	(360)
Income tax and social contribution paid	(8,688)	(44,602)	(10,041)
Interest paid in the year	(6,758)	(26,452)	(4,740)
Net cash generated from operating activities	113,333	357,120	(42,558)
Cash flow from investing activities			
Capex	(42,472)	(288,672)	(42,038)
Sale of fixed assets	131	1,791	673
Movement in financial investments	(3,421)	238,507	95,048
Equity investment	(16,325)	(48,799)	(37,822)
Exchange variation on cash and equivalents	-	46	76
Net cash invested in investing activities	(62,087)	(97,127)	15,937
Cash flow from financing activities			
Amortization of loans and financing	(49,632)	(70,512)	(8,355)
Loans and financing (ACC)	-	196,099	-
Amortization of leases	(18,415)	(89,663)	(15,839)
Dividends and interest on equity paid	-	(173,618)	-
Net cash applied in financing activities	(68,047)	(137,694)	(24,194)
Increase (decrease) in cash and cash equivalents	(16,801)	122,299	(50,815)
Cash and cash equivalent at the beginning of the year	464,086	341,787	341,787
Cash and cash equivalent at year-end	447,285	464,086	290,972
Net increase (decrease) in cash balance and cash equivalent	(16,801)	122,299	(50,815)
Net increase (reduction) in the balance of financial investments	25,028	(161,270)	(72,110)
Net increase (reduction) in the financial reserve	8,228	(38,971)	(122,925)

The financial, parent and consolidated statements, including explanatory notes and audit opinion of Pricewaterhousecoopers Auditores Independentes, are available on the websites www.cvm.gov.br, www.b3.com.br and www.ferbasa.com.br.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Balance Sheet
In thousands of reais

ASSETS	Note	Parent		Consolidated		LIABILITIES AND EQUITY	Note	Parent		Consolidated	
		03/31/2025	12/31/2024	03/31/2025	12/31/2024			03/31/2025	12/31/2024	03/31/2025	12/31/2024
CURRENT						CURRENT					
Cash and cash equivalent	4	320.231	344.269	447.285	464.086	Suppliers	14	131.436	123.992	134.121	127.104
Financial Investments	5	391.438	382.660	391.438	382.660	Advances from customers	15	12.484	10.462	12.484	10.462
Accounts receivable from clients	6	172.991	190.030	184.173	200.707	Loans and Financing	16	172.058	234.646	199.033	260.788
Inventories	7	562.202	556.125	562.202	556.125	Labor and actuarial obligations	18	78.885	100.921	79.424	101.476
Recoverable taxes	8	53.268	109.150	65.701	120.949	Taxes and social contributions	19	23.743	38.090	24.849	39.021
Prepaid expenses		5.082	2.901	5.082	2.901	CCEE reimbursement account	22	-	-	50.243	54.852
Other assets		11.378	13.507	16.086	18.296	Proposed dividends and interest on equity		-	-	62	62
Total current assets		1.516.590	1.598.642	1.671.967	1.745.724	Payable Leases	17	27.749	42.787	28.277	43.401
						Other liabilities		11.449	13.300	13.411	15.296
						Total current liabilities		457.804	564.198	541.904	652.462
NON-CURRENT						NON-CURRENT					
Financial Investments	5	240.179	232.326	303.161	286.910	Loans and financing	16	-	-	153.198	159.768
Inventories	7	3.396	3.396	3.396	3.396	Payable Leasings	17	17.295	12.956	22.814	19.543
Recoverable taxes	8	6.819	7.209	6.819	7.209	Labor and actuarial obligations	18	73.341	70.884	73.341	70.884
Judicial deposits	10	9.269	9.123	9.819	9.673	Taxes and social contributions	19	3.500	3.500	3.587	3.587
Other credits		717	717	724	724	Taxes and social contributions - deferred	9	20.650	7.157	22.025	8.498
		260.380	252.771	323.919	307.912	Provision for environmental liabilities	20	17.711	17.428	41.565	40.809
						Provisions for contingencies	21	62.688	62.595	62.688	62.595
						CCEE reimbursement account	22	-	-	43.441	23.983
						Obligations with acquisition of subsidiaries		4.978	4.978	4.978	4.978
						Total non-current liabilities		200.163	179.498	427.637	394.645
Investments	11	640.242	623.327	84.411	66.886	EQUITY	24				
Permanent and Intangible Assets	12	1.101.956	1.095.750	1.735.608	1.737.329	Share capital		1.470.396	1.470.396	1.470.396	1.470.396
Right of use in leasing	12	70.765	81.174	78.534	89.973	Retained earnings		1.859.894	1.859.894	1.859.894	1.859.894
Intangible	12	5.439	5.696	14.088	14.463	Equity assessment adjustment		34.573	34.573	34.573	34.573
Biological Asset	13	426.035	425.593	426.035	425.593	Treasury shares		(25.606)	(25.606)	(25.606)	(25.606)
		2.244.437	2.231.540	2.338.676	2.334.244	Accumulated profit		24.183	-	24.183	-
						Equity of controlling shareholders		3.363.440	3.339.257	3.363.440	3.339.257
		2.504.817	2.484.311	2.662.595	2.642.156	Participation of non-controlling shareholders		-	-	1.581	1.516
Total non-current assets						Total Equity		3.363.440	3.339.257	3.365.021	3.340.773
TOTAL ASSETS		4.021.407	4.082.953	4.334.562	4.387.880	TOTAL LIABILITIES AND EQUITY		4.021.407	4.082.953	4.334.562	4.387.880

The notes are an integral part of these financial statements.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Income statements

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

	Note	Parent		Consolidated	
		03/31/2025	03/31/2024	03/31/2025	03/31/2024
NET SALES REVENUE	26	529.646	493.887	549.849	509.489
Cost of goods sold	27	(451.297)	(388.877)	(475.566)	(412.061)
GROSS PROFIT		<u>78.349</u>	<u>105.010</u>	<u>74.283</u>	<u>97.428</u>
OPERATING EXPENSES	27				
Selling expenses		(7.128)	(4.922)	(7.128)	(4.922)
General and administrative expenses		(43.284)	(44.978)	(46.401)	(47.464)
Other operating income (expenses)		<u>(19.203)</u>	<u>(9.305)</u>	<u>(19.730)</u>	<u>(10.848)</u>
		(69.615)	(59.205)	(73.259)	(63.234)
Equity	11	(9.610)	(12.101)	-	-
OPERATING PROFIT		<u>(876)</u>	<u>33.704</u>	<u>1.024</u>	<u>34.194</u>
FINANCIAL RESULT	28				
Financial income		64.916	32.884	70.089	38.355
Financial costs		<u>(24.566)</u>	<u>(4.963)</u>	<u>(31.371)</u>	<u>(10.649)</u>
		40.350	27.921	38.718	27.706
PROFIT BEFORE PROFIT TAXES		<u>39.474</u>	<u>61.625</u>	<u>39.742</u>	<u>61.900</u>
INCOME TAX AND SOCIAL CONTRIBUTION	9				
Current		(1.798)	(3.877)	(1.967)	(4.049)
Deferred		<u>(13.493)</u>	<u>(16.602)</u>	<u>(13.527)</u>	<u>(16.646)</u>
		(15.291)	(20.479)	(15.494)	(20.695)
NET PROFIT FOR THE PERIOD		<u>24.183</u>	<u>41.146</u>	<u>24.248</u>	<u>41.205</u>
Profit attributed to controlling shareholders		<u>24.183</u>	<u>41.146</u>	<u>24.183</u>	<u>41.146</u>
Profit attributed to non-controlling shareholders				<u>65</u>	<u>59</u>
BASIC/DILUTED PROFIT PER ON SHARE - BRL	25			0,06668	0,11345
BASIC/DILUTED PROFIT PER PN SHARE - BRL	25			0,07335	0,12480

The notes are an integral part of these financial statements.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Statements of comprehensive income

In thousands of Reais

	Note	Parent		Consolidated	
		03/31/2025	03/31/2024	03/31/2025	03/31/2024
NET INCOME FOR THE PERIOD		24.183	41.146	24.248	41.205
Actuarial obligations		-	-	-	-
Effect of income tax and social contribution on actuarial obligations		-	-	-	-
Cumulative Conversion Adjustment		-	76	-	76
Other comprehensive income for the year, net of taxes		-	76	-	76
TOTAL COMPREHENSIVE INCOME		24.183	41.222	24.248	41.281
Profit attributed to controlling shareholders				24.183	41.222
Profit attributed to non-controlling shareholders				65	59

The notes are an integral part of these financial statements.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Statements of changes in equity

In thousands of Reais

	Note	Share capital	Attributable controlling shareholders							Attributable to non-controlling shareholders	Total consolidated shareholder's equity	
			Profit reserves				Asset valuation adjustments	Treasury shares	Retained earnings			Total equity
			Legal	Tax incentive	For Investments	Profits to be realized						
BALANCES ON DECEMBER 31, 2023	24	1.470.396	224.315	575.686	855.499	49.595	40.362	(25.754)	-	3.190.099	1.388	3.191.487
Tax incentive reclassification		-	-	2.375	(2.375)	-	-	-	-	-	-	-
Capitalization of reserves		-	-	-	942	-	-	-	(942)	-	-	-
Other comprehensive results		-	-	-	-	-	(5.835)	-	-	(5.835)	-	(5.835)
Capital contribution		-	-	-	-	-	-	-	-	-	-	-
Adjust asset valuation		-	-	-	-	-	46	-	-	46	-	46
Prescribed interest on equity		-	-	-	-	-	-	-	942	942	-	942
Complementary interest on equity		-	-	-	(10.280)	-	-	-	-	(10.280)	(59)	(10.339)
Cancelamento ações em tesouraria		-	-	-	(148)	-	-	148	-	-	-	-
Net profit for the year		-	-	-	-	-	-	-	327.505	327.505	249	327.754
Profit destination:												-
Formation of reserves		-	16.375	26.093	121.817	-	-	-	(164.285)	-	-	-
Proposed dividends		-	-	-	-	-	-	-	-	-	(62)	(62)
Interest on equity		-	-	-	-	-	-	-	(163.220)	(163.220)	-	(163.220)
BALANCES ON DECEMBER 31, 2024	24	1.470.396	240.690	604.154	965.455	49.595	34.573	(25.606)	-	3.339.257	1.516	3.340.773
Tax incentive reclassification		-	-	-	-	-	-	-	-	-	-	-
Capitalization of reserves		-	-	-	-	-	-	-	-	-	-	-
Other comprehensive results		-	-	-	-	-	-	-	-	-	-	-
Capital contribution		-	-	-	-	-	-	-	-	-	-	-
Adjust asset valuation		-	-	-	-	-	-	-	-	-	-	-
Prescribed interest on equity		-	-	-	-	-	-	-	-	-	-	-
Complementary interest on equity		-	-	-	-	-	-	-	-	-	-	-
Cancellation of treasury shares		-	-	-	-	-	-	-	-	-	-	-
Net profit for the year		-	-	-	-	-	-	-	24.183	24.183	65	24.248
Profit destination:												-
Formation of reserves		-	-	-	-	-	-	-	-	-	-	-
Proposed dividends		-	-	-	-	-	-	-	-	-	-	-
Interest on equity		-	-	-	-	-	-	-	-	-	-	-
BALANCES ON DECEMBER 31, 2025	24	1.470.396	240.690	604.154	965.455	49.595	34.573	(25.606)	24.183	3.363.440	1.581	3.365.021

The notes are an integral part of these financial statements.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Cash flow demonstrations

In thousands of Reals

in thousands of Reals					
		Parent		Consolidated	
	Note	03/31/2025	03/31/2024	03/31/2025	03/31/2024
CASH FLOW FROM OPERATING ACTIVITIES					
Net income for the period		24.183	41.146	24.248	41.205
Adjustments to reconcile net income for the period with net cash generated by operating activities:					
Interest and net monetary and exchange variations		(23.803)	(21.113)	(18.059)	(18.345)
Depreciations, amortizations and depletions	12	38.517	23.704	49.725	34.898
Depletion of biological assets	13	8.737	8.193	8.737	8.193
Equity	11	9.610	12.101	-	-
Gain/loss on write-off/disposal		44	46	44	204
Deferred taxes	9	13.493	16.602	13.527	16.646
Provision for profit sharing	18	3.483	9.504	3.483	9.504
Payable Leases update	17	(588)	(743)	(1.511)	(507)
Update of postemployment benefit plans	18	2.457	1.915	2.457	1.915
Constitution (reversal) of provision for contingencies	21	(407)	(1.823)	(407)	(1.823)
Biological asset write-off		-	1.024	-	1.024
Others		(7)	-	1.211	1.218
Decrease (increase) in asset accounts:					
Accounts receivable		7.040	14.443	6.534	14.443
Inventories		(6.693)	(39.925)	(6.693)	(39.925)
Recoverable taxes assets		65.400	(3.377)	64.774	(4.124)
Advance to suppliers		-	167	-	167
Other assets		(160)	(1.847)	(78)	(1.835)
Increase (decrease) in liability accounts:					
Suppliers		7.840	(33.139)	7.408	(34.000)
Taxes and social contributions		(14.347)	575	(14.216)	522
Income tax and social contribution		1.798	3.877	1.968	4.021
Labor and actuarial obligations		(25.519)	(40.463)	(25.535)	(40.569)
CCEE reimbursement account		-	-	13.659	(1.416)
Advances from customers		2.022	(18.833)	2.022	(18.833)
Other liabilities		(4.510)	(405)	(4.519)	(360)
Income tax and social contribution paid		(8.547)	(9.760)	(8.688)	(10.041)
Interest paid in the period		(2.835)	(305)	(6.758)	(4.740)
Net cash generated by operating activities		97.208	(38.436)	113.333	(42.558)
CASH FLOWS FROM INVESTMENT ACTIVITIES					
Acquisition of Permanent Assets	12	(29.133)	(28.216)	(33.293)	(29.617)
Cost of planting and maintenance of biological assets	13	(9.179)	(12.421)	(9.179)	(12.421)
Receipt for sale of permanent assets		131	673	131	673
Financial applications and redemption		3.307	92.648	(3.421)	95.048
Contribution to subsidiaries		(9.000)	-	-	-
Equity investment		(16.325)	(37.822)	(16.325)	(37.822)
Net cash invested in investment activities		(60.199)	14.862	(62.087)	15.861
CASH FLOWS FROM FINANCING ACTIVITIES					
Amortization of financing	16	(42.992)	(1.782)	(49.632)	(8.355)
Amortization of leasings	17	(18.055)	(15.804)	(18.415)	(15.839)
Capital contribution		-	-	-	-
Dividends and interest on shareholders' equity paid		-	-	-	-
Net cash invested in financing activities		(61.047)	(17.586)	(68.047)	(24.194)
EXCHANGE VARIATION WITHOUT CASH AND EQUIVALENTS					
		-	-	-	76
NET INCREASE (REDUCTION) IN THE BALANCE OF CASH AND CASH EQUIVALENTS					
		(24.038)	(41.160)	(16.801)	(50.815)
Cash and cash equivalents at the beginning of the year	4	344.269	215.629	464.086	341.787
Cash and cash equivalents at the end of the period	4	320.231	174.469	447.285	290.972
NET INCREASE (REDUCTION) IN THE BALANCE OF CASH AND CASH EQUIVALENTS					
		(24.038)	(41.160)	(16.801)	(50.815)

The notes are an integral part of these financial statements.

CIA DE FERRO LIGAS DA BAHIA S.A. – FERBASA AND SUBSIDIARIES

Statements of added value

In thousands of Reais

	Note	Parent		Consolidated	
		03/31/2025	03/31/2024	03/31/2025	03/31/2024
SALES REVENUE		602.523	554.164	624.066	570.744
Other income		10.260	2.805	10.946	4.893
Provision/Reversal of Doubtful Credits		-	-	-	-
		612.783	556.969	635.012	575.637
INPUTS PURCHASED FROM THIRD PARTIES					
Cost of goods sold (includes raw materials)		(236.713)	(201.896)	(238.818)	(178.069)
Materials, energy, third-party services and others		(158.122)	(162.409)	(169.487)	(200.974)
GROSS VALUE ADDED		217.948	192.664	226.707	196.594
Depreciation, amortisation and depletion	12 and 13	(47.254)	(31.897)	(58.463)	(43.091)
Capital gain	11	-	-	(1.104)	(1.104)
NET VALUE ADDED PRODUCED BY THE COMPANY		170.694	160.767	167.140	152.399
ADDED VALUE RECEIVED IN TRANSFER					
Financial income	28	64.916	32.884	70.089	38.355
Equity	11	(9.610)	(12.101)	-	-
TOTAL ADDED VALUE TO DISTRIBUTE		226.000	181.550	237.229	190.754
DISTRIBUTION OF ADDED VALUE					
Employees:					
Salaries and wages		81.727	80.109	83.451	81.497
Benefits		15.834	15.258	16.019	15.415
FGTS (<i>Service Time Guarantee Fund</i>)		5.937	5.539	5.975	5.572
		103.498	100.906	105.445	102.484
Taxes, fees and contributions:					
Federal		54.845	36.818	56.782	38.008
State		8.318	1.039	8.495	1.458
Municipal		857	737	1.070	927
		64.020	38.594	66.347	40.393
Third-party capital remuneration		34.299	904	41.189	6.672
Equity remuneration					
Interest on equity/Dividends		-	-	-	-
Retained earnings		24.183	41.146	24.183	41.146
Participation of non-controlling		-	-	65	59
		24.183	41.146	24.248	41.205
DISTRIBUTED VALUE ADDED		226.000	181.550	237.229	190.754

The notes are an integral part of these financial statements.