



3Q25 Earnings Call

...

FESA

B3 LISTED N1

Notice

Cia de Ferro Ligas da Bahia – FERBASA (B3: FESA3 and FESA4), the main supplier of ferroalloys in Brazil and the only producer of ferrochrome in the Americas, discloses the results related to the **financial performance of the third quarter of 2025**, containing quarterly interim information of the individual and consolidated prepared in accordance with the accounting practices adopted in Brazil, based on the *Lei das Sociedades por Ações* (a Model Business Corporation Act – MBCA-like law), in the rules and pronouncements of the *Comissão de Valores Mobiliários – CVM* (*Securities and Exchange Commission of Brazil*), and the *Comitê de Pronunciamentos Contábeis – CPC* (*Accounting Announcements Committee*) 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 document.





AGENDA

- 1. Institutional Vision**
- 2. 3Q25 Highlights**
- 3. Operational and Financial Performance**
- 4. Capital Markets**
- 5. Market Overview**
- 6. Strategic Projects**





Institutional Video



FESA
B3 LISTED N1

Business units

Bahia based



Coke Supply



Mineração de Cromo

Hard Lump/ Concentrado



Mineração de Calcário



Mineração de Quartzo



Produção Florestal

Biorredutor



Metalurgia

Ferroligas

342,000 t/year



Corporativo
128 Employees



Complexo Eólico

92 Wind Turbines



4,800 JOBS CREATED

Among direct and indirect jobs



18 MUNICIPALITIES

Operating in the state of Bahia

FESA

B3 LISTED N1

Verticalization of Operations

Safety and quality in the production of Cr and Si alloys

Production of chromium ore



Chromite – **510,000 t/year**



Quicklime Productions



Quicklime – **22,000 t/year**



Production of Bioreducer



Bioreducer – **135,000 t/year**



Production of Quartz



Quartz – **100,000 t/year**



Power Generation



Wind – **92 Wind Turbines**

Metallurgy - FeCr



Ferrochrome in 8 furnaces
229 thousand t/year



HC Ferrochrome



LC Ferrochrome



Ferrosilicon
Chrome

Metallurgy - FeSi



Ferrosilicon in 6 furnaces
113 thousand t/year



Ferrosilicon STD and HP

7 Wind Farms

Installed Power: **170.2 MW**
Contracted Energy: **average 73.5 MW**
PPA (PPA – Multi-Annual Plan) with
CCEE – **up to 2036**

METALLURGICAL Capacity
342,000 t/year

3Q25 x 2Q25 Highlights



- **Adjusted EBITDA reached R\$ 50.8 million** and decreased 24.9%.
- **Consolidated net income reached R\$ 46.0 million** and increased 146%.
- **Cash consumption of R\$159.7 million in 9M25.**



- **Reduction of 18.5% in sales volume**, with decreases of 34.2% in exports and 2.4% in shipments to the domestic market.
- **Devaluation of 3.7% in the average dollar** practiced.
- **An increase of 5.5% in the average selling price**, in dollars, of ferroalloys.



- **Maintenance (+0.4%) in the production of ferroalloys**, due to the growth of 3.1% in chromium alloys and the decrease of 5.4% in silicon.



- **Decrease of 17.7% in the COGS of ferroalloys**, due to the reduction of 18.5% in sales volume and the increase in production costs, especially electricity and chrome ore.



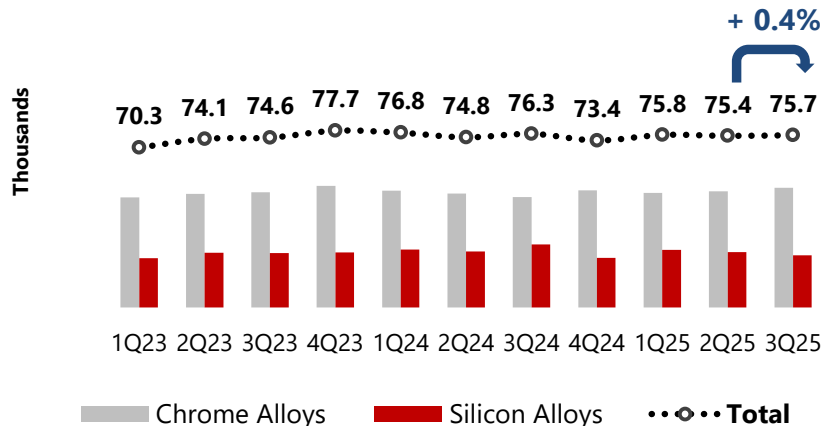
- **Stability (-0.4%) in the financial result**, reflecting the combination of the 19.5% increase in financial expenses, resulting from ACC operations, and the higher gain from exchange rate variation in 3Q25.



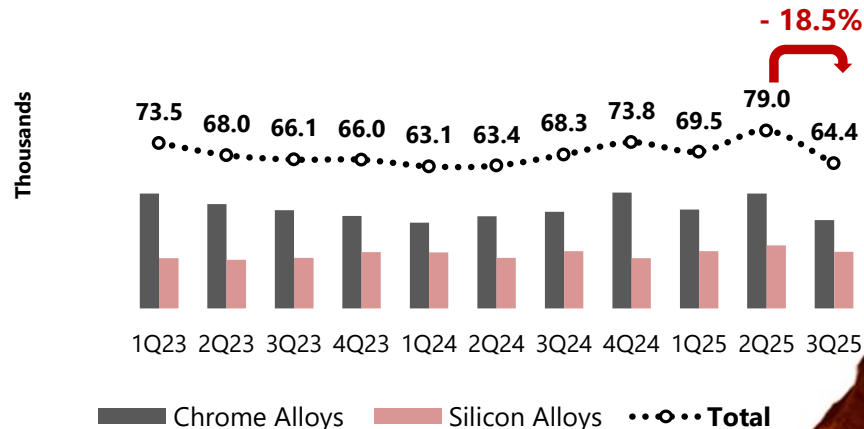
- **Realized CAPEX of R\$ 73.7 million**, representing an increase of 2.2% compared to 2Q25.

Operational Performance

Production of Ferroalloys (t)

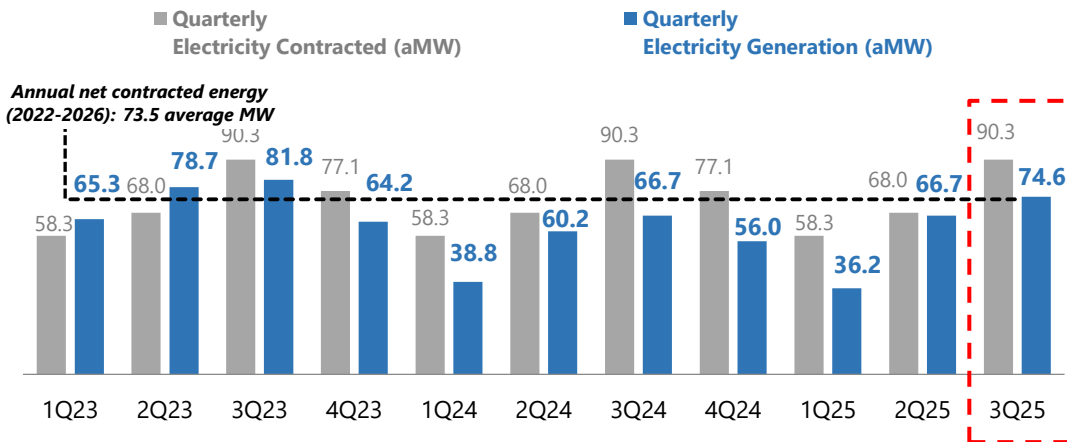


Ferroalloys for sale (t)



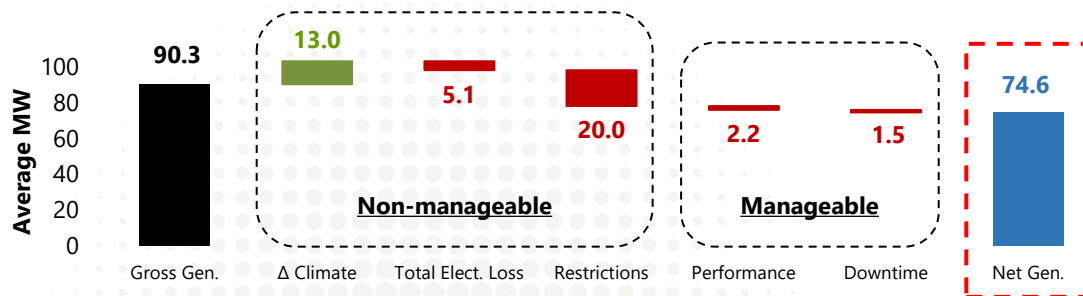
- **Maintenance (+0.4%) in ferroalloy production** compared to 2Q25, with an increase of 3.1% in chromium alloys and a reduction of 5.4% in silicon alloys.
- **Decrease of 18.5% in the sale of ferroalloys in 3Q25**, compared to 2Q25, with the following configuration:
 - **A 34.2% reduction in the FM** due to trade difficulties caused by the protectionist measures of the USA ("Antidumping" and "Tariff") and aggravated by the caution generated in the market around the imposition of safeguards in the EU.
 - **A decrease of 2.4% in DM**, mainly influenced by the decline in the production of stainless steel.

Evolution of Contracted Energy x Net Generation



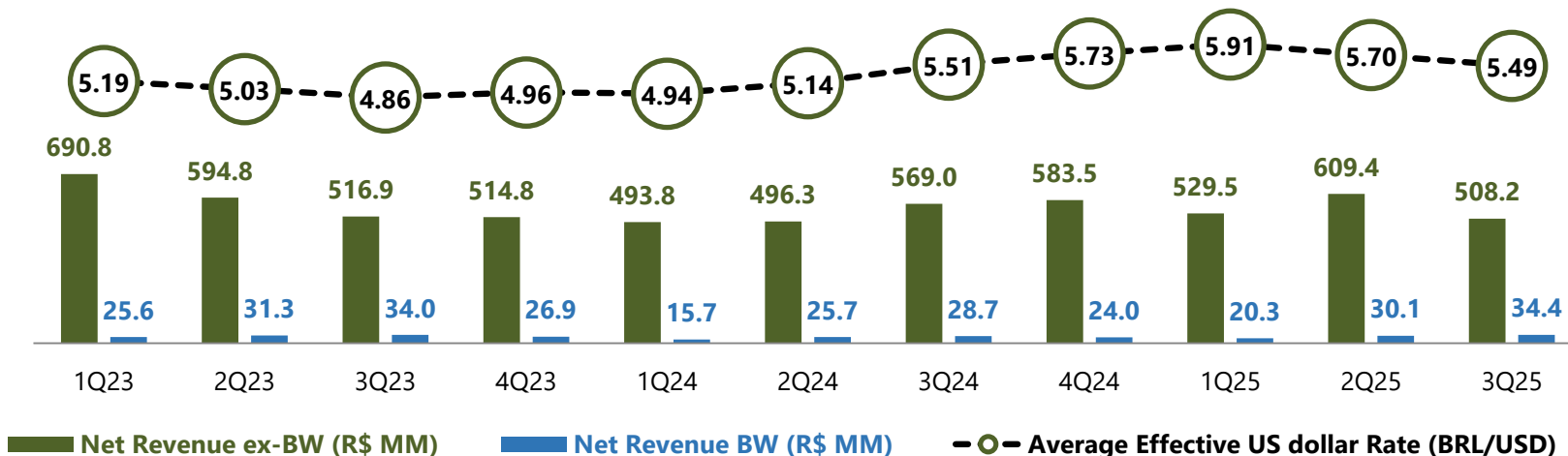
- In 3Q25, BWG's net electricity generation reached 74.6 average MW, 11.8% higher than in the same period of the previous year.

Gross contracted generation x Net generation - 2Q25



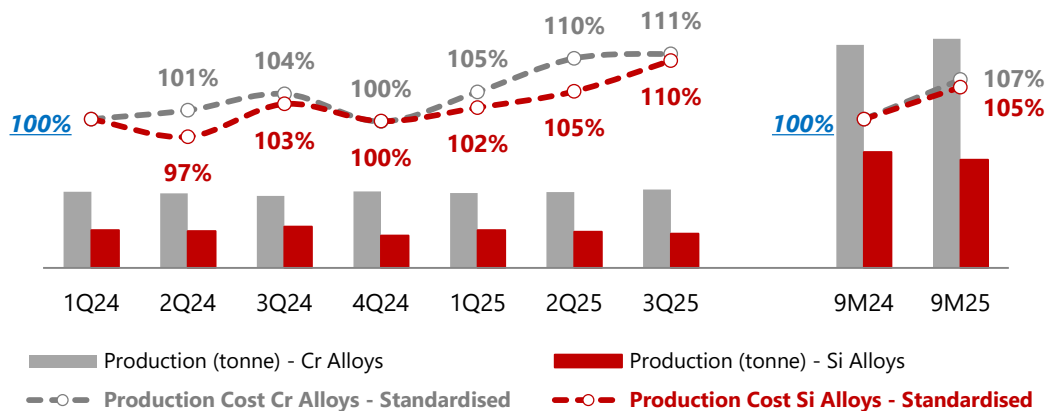
- The deviations recorded in **non-manageable factors** (-12.1 average MW) were decisive for the energy generation observed in 3Q25, with a negative highlight for the restrictions imposed by the ONS and positive for the climate.
- The **manageable factors** (-3.7 average MW) were influenced by the scheduled shutdown for the installation of power grid monitoring systems required by the ONS, in addition to damage to wind turbines, especially gearboxes.

Net Revenue and Exchange Rate Variation

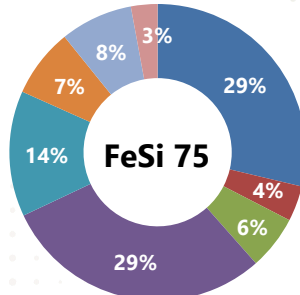
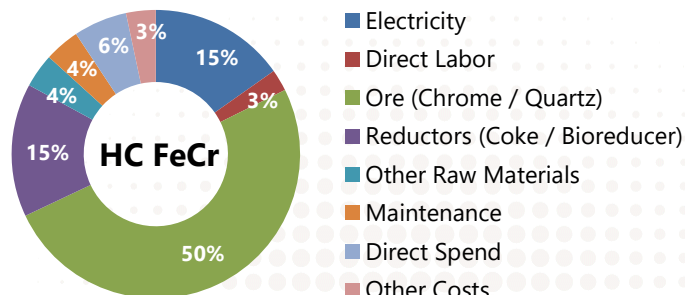


- Consolidated net revenue in 3Q25** totaled R\$542.6 million, **down 15.2% from 2Q25**, in line with the 17.4% decrease in revenue from ferroalloys. This variation expresses the combination of **reductions of 18.5% in sales volume** and **3.7% in the average dollar practiced**, partially offset by the **increase of 5.5% in the average price in dollars**.
- In 3Q25, the **Domestic Market accounted for 62%** and the **Foreign Market 38%** of consolidated net revenue.

Evolution of production costs



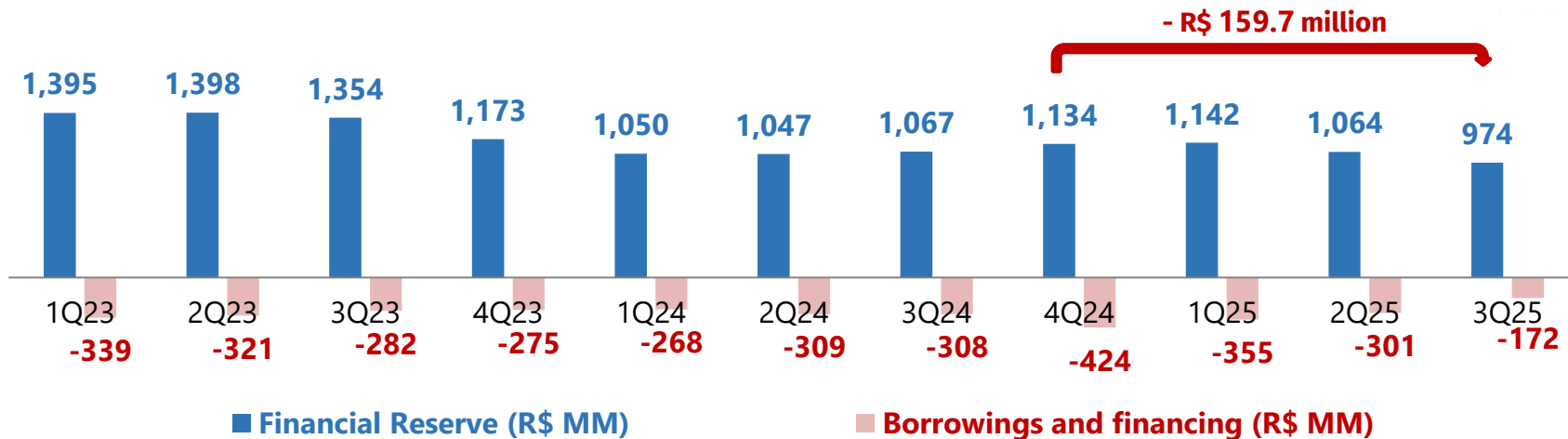
Composition of Production Costs – 9M25



PRODUCTION COST HIGHLIGHTS 9M25 x 9M24

- **An increase of 14.9% in the COGS of ferroalloys**, justified by the increase of 9.3% in sales volume, in addition to the higher costs of electricity and chrome ore.
- **An increase of 15.9% in the cost of electricity** consumed due to the return of the CHESF contract tariff to the usual levels, the start of supply from Auren (APE) and the modest reduction in sectoral charges.
- **HC FeCr: Increased energy and chromium ore costs** directly influenced the cost of production of this alloy.
- **LC FeCr: higher expenditures on chromium ore, electricity and lime**, the latter due to the final adjustments made in the new calcination plant.
- **FeSi 75: growth in the cost of production** due to the increase in electricity expenses and the effects related to the reduction in production.

Financial Reserve and Indebtedness



HIGHLIGHTS OF CASH CONSUMPTION OF R\$159.7 MILLION IN 9M25:

- ✓ **Operating income** of R\$ 299.3 million, including variations in working capital, interest payments and taxes;
- ✓ **Amortization of loans and financing** in the amount of R\$ 230.2 million;
- ✓ Realization of **R\$ 188.3 million in CAPEX** and **R\$ 25.3 million in equity contribution**, of which R\$ 16.3 million for Bahia Minas Bioenergia (affiliate) and R\$ 9.0 million for BW Guirapá, both in 1Q25;

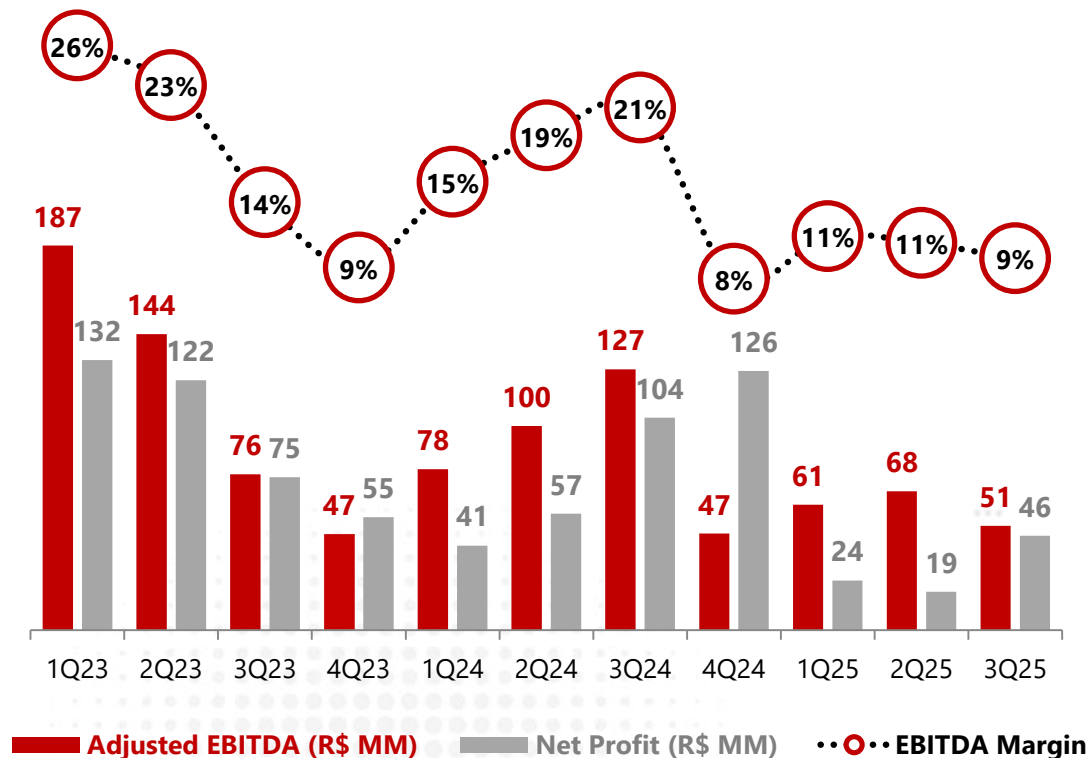
Financial Result

HIGHLIGHTS OF THE FINANCIAL RESULTS – 3Q25 x 2Q25

- **Financial revenue of R\$37.0 million** remained stable (-1.3%) compared to 2Q25 due to the reconciliation between higher interest rates and lower balance of financial investments.
- **Financial expenses of R\$20.2 million** increased 19.5% compared to 2Q25 due to ACC operations.
- **The net exchange variation of R\$7.0 million** in 3Q25 represented a positive oscillation of R\$3.7 million compared to 2Q25.
- Between **9M24** and **9M25**, the 16.1% increase in the financial result basically reflected the higher gains in financial revenue.

Financial result (R\$ million)	3Q25	2Q25	Δ%	3Q24	Δ%	9M25	9M24	Δ%
Financial performance								
Financial income	37.0	37.5	-1.3%	38.1	-2.9%	116.1	104.2	11.4%
Financial expense	(20.2)	(16.9)	19.5%	(15.1)	33.8%	(53.1)	(37.2)	42.7%
Net exchange rate variation	7.0	3.3	112.1%	2.2	218.2%	23.4	7.4	216.2%
Total	23.8	23.9	-0.4%	25.2	-5.6%	86.4	74.4	16.1%

Profit and Adjusted EBITDA - Consolidated



PROFIT HIGHLIGHTS 3Q25 x 2Q25

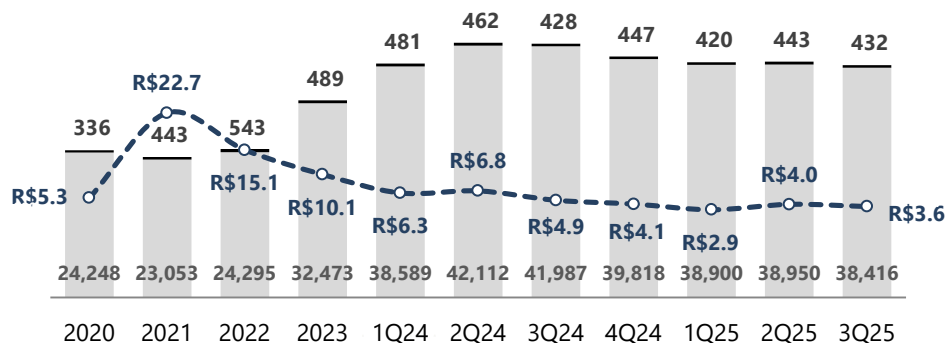
- **Reduction of 18.5%** in the total volume of ferroalloy sales.
- **Devaluation of 3.7%** in the average dollar practiced.
- **An increase of 5.5%** in the average price of ferroalloys in dollars.
- **Decrease of 17.7%** in the COGS of ferroalloys.
- **Positive effect of R\$41.7 million** in 3Q25 related to the calculation of the fair value of the biological asset.
- **Maintenance of the level of the financial result at around R\$ 24 million.**

Equity Liquidity (ADTV) – FESA4 (ref. 06/30/2025)

■ Qty. of Corporate Investors

■ Qty. of Individual Investors

—○— FESA4's ADTV (Average Daily Trading Volume) in millions of reais

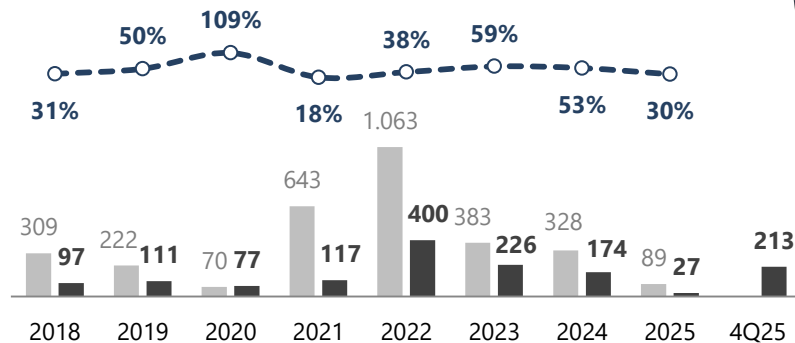


Dividends distributed by fiscal year – FESA4

■ Consolidated Net Profit (R\$ MM)

■ Total Dividends (R\$ MM)

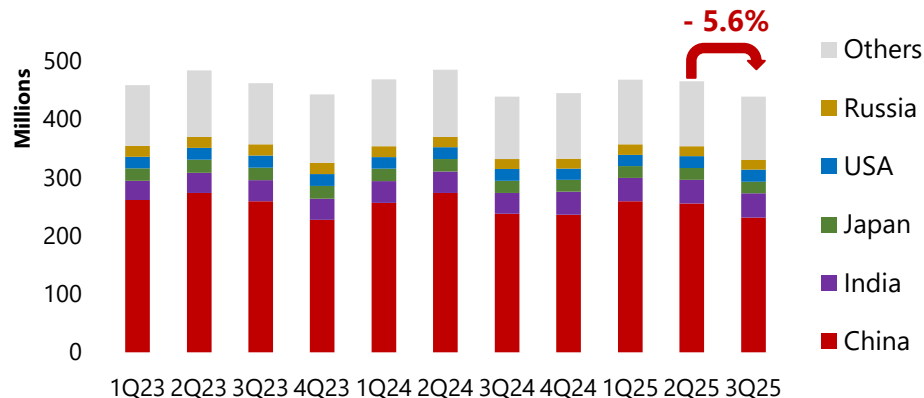
—○— Net Profit Payout (%)



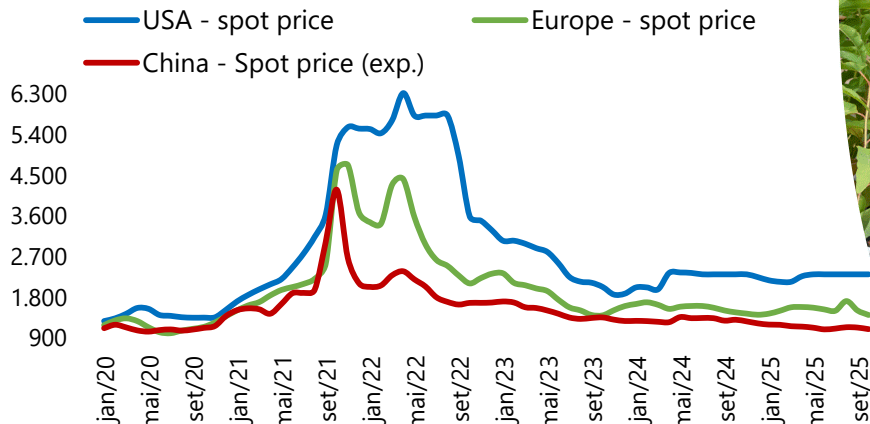
- **ADTV, in 3Q25, reached R\$ 3.6 million and decreased 11.1% compared to 2Q25**, influenced by the reconciliation between the reduction of 4.1% in the average volume traded and 7.3% in the average share price. The retraction in liquidity in 3Q25 seems to reflect the caution of investors in their investment decisions. **In 9M25, ADTV decreased by 41.3% compared to 9M24.**
- In September/25, **FERBASA credited the payment of R\$ 17.5 million in dividends** in the form of JCP, totaling **R\$ 26.5 million** accumulated until the end of 3Q25, for a payout of 30% in relation to net income in 9M25.
- In October/25, the Company **announced the distribution of R\$ 213 million, in two installments**, also in the form of JCP.

Market Outlook - Crude Steels and FeSi

World crude steel production (t)



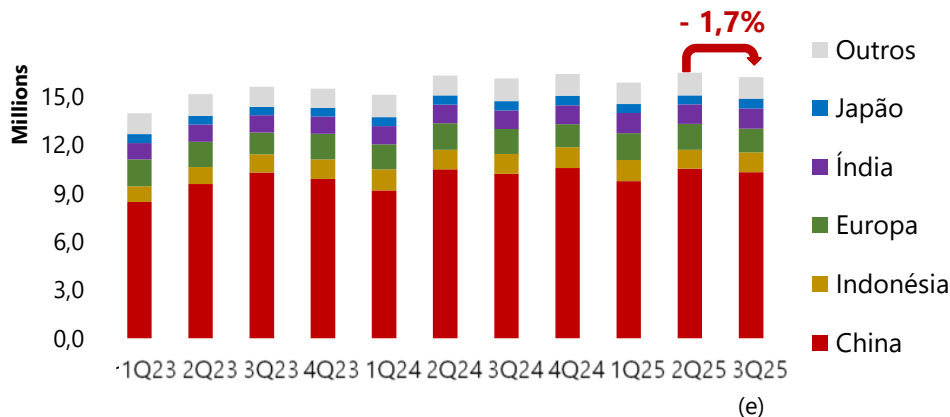
FeSi 75 price evolution (USD/t)



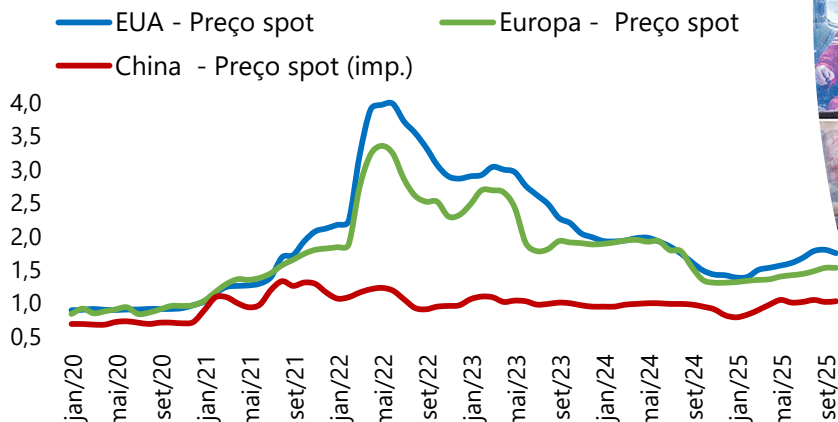
- **According to IABr, in 3Q25 Brazilian crude steel production grew 3.5% compared to 2Q25.** In the first nine months of each year, there was a slight reduction of 1.7% in the Brazilian steel production due to the still high entry of imported steel (+9.7%), which mitigated the good performance of the consumption (+4.1%) of exports (+2.6%).
- **FeSi 75 prices decreased in the US and China between 2Q25 and 3Q25.** In China, due to the 12.5% increase in FeSi production and in the US, due to a slight increase in imports of these ferroalloys after the protectionist measures announced in 2Q25. **In Europe, the growth in the price of FeSi 75** was mainly due to the devaluation of the euro against the dollar.

Market Overview - Stainless Steel and FeCr

World production of stainless steels (t)



HC FeCr price evolution (USD/lb)



- According to estimates from specialized reports, **in 3Q25 the Brazilian production of stainless steel decreased 23%** compared to 2Q25. Compared to the first nine months of 2024, Brazil's stainless-steel production advanced 20% in 9M25.
- The price of the Chinese HC FeCr grew slightly** between 2Q25 and 3Q25 due to the decline in global supply and the maintenance of its consumption. **In 9M25, China and South Africa produced less HC FeCr** than in 9M24, which tends to favor alloy prices due to inventory consumption and harm chrome ore prices due to increased supply while demand is reduced.
- Between 2Q25 and 3Q25, the average price of HC FeCr also grew in the US and Europe.**

Strategic projects



Competitive Energy



Production of ferroalloys



Bioreducer Supply



Chromium Ore



Quicklime



FESA

B3 LISTED N1



FESA
B3 LISTED N1

Heron Albergaria de Melo
CFO & IR Officer

Carlos Henrique Temporal
IR Manager

+55 71 3404 3065 / 3066 / 3023

www.ferbasa.com.br/ri
dri@ferbasa.com.br

Linked in