

✧ **Net revenue: R\$ 129.9mn in 1Q09**

✧ **EBITDA: R\$ 7.3mn in 1Q09 (EBITDA margin of 5.6%)**

*São Paulo, May 15, 2009*

In this release **Metalfrio Solutions S.A.** ("Metalfrio" – FRI03), one of the world's largest manufacturers of plug-in commercial refrigeration equipment, reports for **first quarter of 2009 (1Q09)**. Unless otherwise stated, financial and operational information is in accordance with Brazilian corporate legislation and in Reais (R\$). Comparisons are with 1Q08 or as indicated.

Comparison of the consolidated figures for 2009 and 2008 should be made taking into account that in 1Q08 results of Metalfrio Solutions S.A. did not consolidate those of the Senocak/Klimasan group ("Klimasan"), of which control was acquired in March 2008.

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**Conference call in Portuguese**

Date: **May 19, 2009**  
Time: 10 am São Paulo, Brazil  
9 am New York, USA

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Replay: +55 11 4003-9004  
Password: Metalfrio

**Conference call in English**

Date: **May 19, 2009**  
Time: 11:30 am São Paulo, Brazil  
10:30 am New York, USA

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Password: 96969601

**Summary of the period**

- ✧ **1Q09 Net revenue R\$ 129.9mn. In the Americas: R\$ 93.9mn; in Europe: R\$ 36.6mn.**
- ✧ **1Q09 Sales volume 112,000 units.** Americas: 73,600 units; Europe: 38,500 units.
- ✧ **1Q09 Gross profit R\$ 18.8mn** (gross margin of 14.4%), vs. gross margin of 14.2% in 1Q08 and adjusted of 2.5% in 4Q08.
- ✧ **1Q09 EBITDA R\$ 7.3mn** (EBITDA margin of 5.6%):
  - ✧ **Americas: R\$ 6.3mn** (margin of 6.7%);
  - ✧ **Europe: R\$ 1.0mn** (margin of 2.8%);
  - ✧ **R\$ 1.9mn positive in Klimasan** (EBITDA margin of 6.6%);
  - ✧ **R\$ 0.9mn negative in Europe** excluding operations of Klimasan group.

Highlights of the consolidated result

Net revenue and units sold

Sales were weak at the beginning of 2009, following the market inertia of the end of 2008. The month of January and part of February were of weak sales, and only in March we saw improvement in sales, which has continued to be positive in the second quarter.

Our **Net revenue in 1Q09** was **R\$ 129.9mn**, **17.1% lower** than our 1Q08 net revenue of R\$ 156.7mn, and 13.7% lower than in 4Q08 (R\$ 150.6mn).

**Unit sales:** We sold 112,000 units of equipment in 1Q09, **22.6% less** than in 1Q08 (144,700 units), and 17.9% less than in 4Q08 (136,500 units).

**Americas**

Due to the seasonal patterns of sales in Brazil and Mexico, sales in the first quarter of the year are usually weaker than in the last quarter of the previous year.

The Americas operation sold **73,600 units in 1Q09**, **41.7% less** than in 1Q08 (126,300 units). Despite this reduction in sales volume, **net revenue decreased 33.9%** being of **R\$ 93.3mn in 1Q09**, compared to R\$ 141.3mn in 1Q08.

Compared to 4Q08, sales volume was 28.6% lower, being 103,100 units in 4Q08. Despite this reduction in sales volume, net revenue decreased 24.4% when compared to 4Q08 net revenues of R\$ 123.5mn.

**Europe**

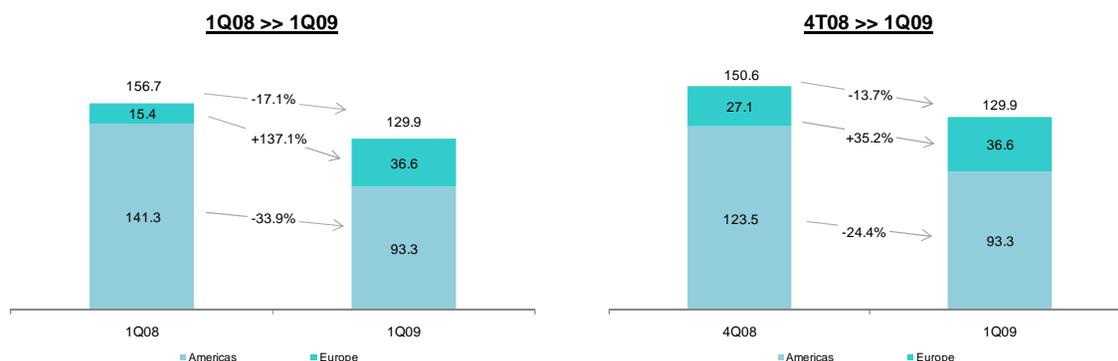
Seasonal patterns of sales in Europe are opposed and more accentuated than the seasonality in the Americas, due to Europe having a more severe winter. Thus, the sales in the first quarter are generally stronger than in the last quarter of the previous year, and sales usually peak in the second quarter of the year.

Our Europe operation sold **38,500 units in 1Q09**, **108.4% more** than in 1Q08 (18,500 units). Net revenues, however, increased 137.1%, being of **R\$ 36.6mn in 1Q09**, compared to R\$ 15.4mn in 1Q08.

Compared to the previous quarter, 4Q08, sales volume increased 15.0% being 33,400 units. However, net revenue increased more than proportionally, being **35.2% more than in 4Q08** (R\$ 27.1mn).

According to our European operation restructuring plan, our plant in Kaliningrad - Russia will continue manufacturing small volumes until mid 2009.

Net revenue (R\$ mn)



This table shows net revenue and units sold since 1Q08:

NET REVENUES AND UNITS SOLD	1Q08	2Q08	3Q08	4Q08	1Q09	Chg. 1Q09/ 1Q08	Chg. 1Q09/ 4Q08
<b>Total net revenues (R\$ Mn)</b>	<b>156.7</b>	<b>234.0</b>	<b>183.6</b>	<b>150.6</b>	<b>129.9</b>	<b>-17.1</b>	<b>-13.7</b>
Americas	141.3	132.1	142.3	123.5	93.3	-33.9	-24.4
Europe	15.4	101.9	41.3	27.1	36.6	+137.1	+35.2
<b>Total units sold (thousand)</b>	<b>144.7</b>	<b>203.3</b>	<b>163.7</b>	<b>136.5</b>	<b>112.0</b>	<b>-22.6</b>	<b>-17.9</b>
Americas	126.3	103.8	116.0	103.1	73.6	-41.7	-28.6
Europe	18.5	99.6	47.8	33.4	38.5	+108.4	+15.0

**Cost of goods sold, gross profit and gross margin**

Despite the decrease in sales volume, **our gross margin improved in 1Q09** when compared with both 1Q08 and 4Q08. Mainly, as a function of the actions to decrease fixed costs and also due to the higher operational efficiency of the new plants of Três Lagoas and of Klimasan.

**In 1Q09 our gross profit was R\$ 18.8mn, with gross margin of 14.4%.** This was 15.5% less than our 1Q08 gross profit of R\$ 22.2mn, but there was an **improvement in gross margin** – which was 13.2% in 1Q08.

Compared with the gross margin for 4Q08, the improvement is more significant. In 4Q08 we had gross profit of R\$ 0.1 million, or R\$ 3.7mn if adjusted for additional provisions of R\$ 3.6mn for values of inventories made in that quarter. Adjusted gross margin was 2.5%.

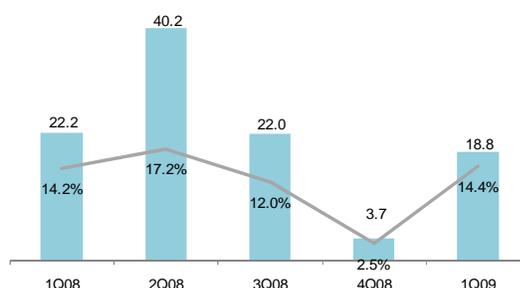
**Americas**

**Gross profit in our Americas operation in 1Q09 was R\$ 12.7mn, with gross margin of 13.6%.**

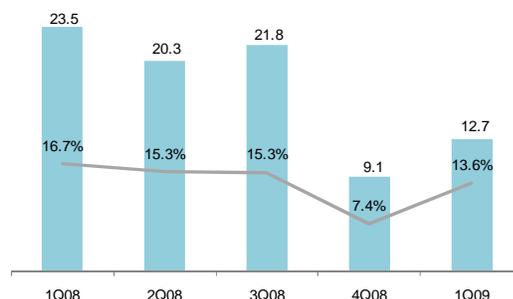
Gross profit was lower than our 1Q08 gross profit of R\$ 23.5mn, when gross margin was 16.7% – the difference mainly reflects the fall in sales volumes.

However, there was a **significant improvement from 4Q08**, when we posted gross profit of R\$ 7.0mn, or R\$ 9.1mn if adjusted for the additional provisions of R\$ 2.1mn made in that quarter, with adjusted gross margin of 7.4%.

**Consolidated gross profit and gross margin (R\$ mn)<sup>1</sup>**



**Gross profit and gross margin (R\$ mn) – Americas<sup>2</sup>**



<sup>1</sup> Consolidated gross margin of 4Q08 adjusted for provision of R\$ 3.6mn for inventories.

<sup>2</sup> Gross margin of 4Q08 in the Americas adjusted for provisions of R\$ 2.1mn for inventories.

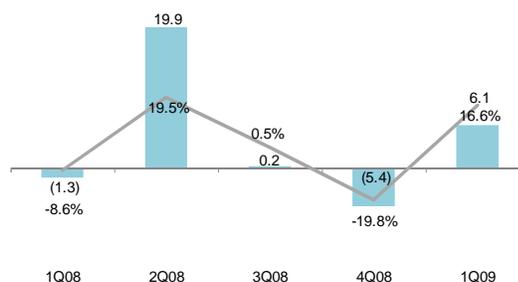
**Europe**

**Gross profit of the operation in Europe in 1Q09 was R\$ 6.1mn, with gross margin of 16.6%.**

As a consequence of the partial restructuring of our European operations and the consolidation of the results of Klimasan in this quarter, there was an improvement in gross profit when compared to 1Q08, when the European operation posted a gross loss of R\$ 1.3mn.

It was also a **significant improvement from 4Q08**, when we also posted a gross loss, of R\$ 6.9mn (or R\$ 5.4mn if adjusted for additional provisions of R\$ 1.5mn made in that quarter).

**Gross profit and gross margin (R\$ mn) – Europe<sup>3</sup>**



**Operational expenses (SG&A)**

**Selling expenses**

In 1Q09 we had selling expenses of R\$ 12.1mn, or 9.3% of net revenue. This expense was 17.8% higher than our selling expenses in 1Q08, of R\$ 10.3mn (6.6% of net revenue)

As a percentage of net revenue there was an improvement in comparison to 4Q08, when selling expenses were 10.4% of net revenue, even after taking into account the additional provisions of R\$ 8.7mn made in that quarter.

**Americas**

Selling expenses in the Americas operation in 1Q09 were R\$ 8.9mn, 9.5% of net revenue. This total expense was 5.4% less than in 1Q08 (R\$ 9.4mn), and 10.7% less than in 4Q08 (R\$ 9.9mn).

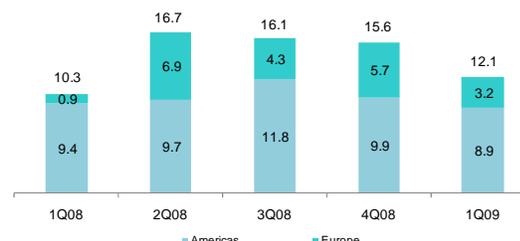
However, 1Q09 selling expenses in the Americas were a higher percentage of net revenue than in 1Q08 (when the percentage was 6.6%) and 4Q08 (when it was 8.0%), even after taking into account the additional provisions made in that quarter.

**Europe**

Selling expenses in Europe in 1Q09 totaled R\$ 3.2mn, or 8.8% of net revenue.

Selling expenses in the Europe operation were 2.6 times greater than in 1Q08 (when they totaled R\$ 0.9mn) because in that quarter we did not consolidate the results of Klimasan. They were 43.2% less than in 4Q08, when we incurred selling expenses of R\$ 5.7mn after adjusting for the additional provisions made in that quarter.

**Selling expenses (R\$ mn)<sup>4</sup>**



<sup>3</sup> 4Q08 Europe gross margin adjusted for inventory provisions of R\$ 1.5 mn.

<sup>4</sup> 4Q08 selling expenses adjusted for R\$ 8.7 mn of additional provisions relating to doubtful receivables and provisions for guarantees, mostly related to the plan for restructuring of the European operation – comprising R\$ 2.3 mn of additional provisions in the Americas operation, and R\$ 6.4 mn of additional provisions in the Europe operation.

As a percentage of net revenue, selling expenses were higher than in 1Q08 (5.9%), but lower than in 4Q08 (21.1%) due to the higher sales.

**General and administrative expenses**

As a result of the cost contention actions implemented at the end of 2008, our G&A expenses decreased in this quarter. In the Americas, such expenses were back at the level of one year ago, even considering the inflation of the period. And in Europe, such expenses increased as a function of the consolidation of the Klimasan operation, when compared to 1Q08.

**G&A expenses in 1Q09 were R\$ 8.1mn, or 6.2% of net revenue** – 26.9% higher than in 1Q08 (R\$ 6.4mn and 4.1% of net revenue) due to the consolidation of Klimasan.

This was **12.0% lower than in 4Q08**

(R\$ 9.2mn), however, as a percentage of revenues it was in line with 4Q08, when it represented 6.1% of net revenues.

**Americas**

G&A expenses in the Americas in 1Q09 were R\$ 4.5mn, or 4.8% of net revenue.

This figure was 4.5% higher than in 1Q08 (R\$ 4.3mn), and 17.1% lower than in 4Q08 (R\$ 5.4mn).

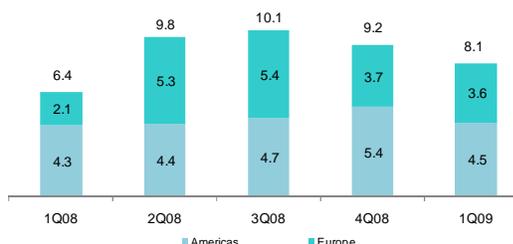
**Europe**

G&A expenses in the Europe operation in 1Q09 were R\$ 3.6mn, 9.8% of net revenue.

This figure was 73.7% higher than in 1Q08 (R\$ 2.1mn), because in 1Q08 we were not yet consolidating the results of Klimasan. Europe G&A expenses in 1Q09 were 4.0% lower than in 4Q08 (R\$ 3.7mn).

With the increase in revenue from the European operation in 1Q09, and as a positive effect of some adjustments already put in place in this operation, G&A expenses were lower than in 1Q08 (when they were 13.4% of revenue) and 4Q08 (when they were 13.8% of revenue).

**General and administrative expenses (R\$ mn)**



**Other operational expenses**

Net Other operational revenues in 1Q09 were R\$ 5.2mn.

Net Other operational revenues in 1Q08 were R\$ 0.7mn; and in 4Q08 there was a net operational expenses of R\$ 34.7mn, mainly comprising: (i) provision for restructuring of our European operation (R\$ 29.6mn); (ii) gains from tax incentives (R\$ 16.1mn); (iii) amortization of goodwill on acquisitions (R\$ 3.6mn); (iv) recognition of expenses on the stock options plan (R\$ 7.8mn); and (v) other net operational expenses of R\$ 9.8mn.

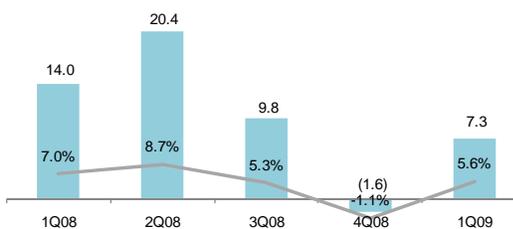
**EBITDA and EBITDA margin**

**In 1Q09 our EBITDA was R\$ 7.3mn, with positive EBITDA margin of 5.6%.**

In 1Q08 adjusted EBITDA was R\$ 10.3mn, and R\$ 14.0mn pro-forma including the R\$ 3.7mn EBITDA of Klimasan in that quarter. Our adjusted pro-forma EBITDA margin in 1Q08 was 7.0%.

In comparison with the previous quarter (4Q08) there was a significant improvement from the negative adjusted EBITDA of R\$ 1.6mn (EBITDA margin 1.1% negative) of 4Q08.

**Adjusted EBITDA (R\$ mn and % of net revenues)<sup>5</sup>**

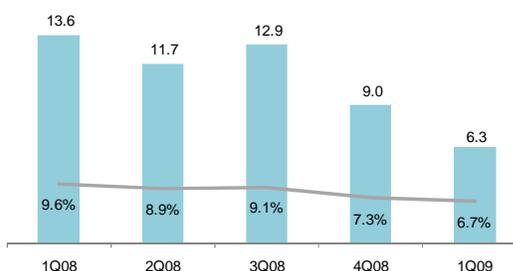


**Americas**

EBITDA of our operation in the Americas **in 1Q09 was R\$ 6.3mn, with EBITDA margin of 6.7%.**

This was lower than our adjusted EBITDA of R\$ 13.6mn in 1Q08 (margin 9.6%), and adjusted EBITDA of R\$ 9.0mn in 4Q08 (margin 7.3%) – reflecting the reduction in revenues – which was 33.9% lower than in 1Q08 and 24.4% lower than in 4Q08.

**Adjusted EBITDA (R\$ mn and % of net revenues) – Americas**



<sup>5</sup> 1Q08 EBITDA includes, pro-forma, Klimasan's EBITDA of R\$ 3.7 mn.

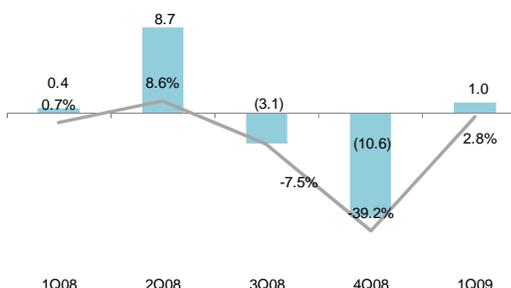
**Europe**

Our Europe operation posted **1Q09 EBITDA of R\$ 1.0mn, with EBITDA margin of 2.8%.**

This was an **improvement in comparison with 1Q08**, reflecting a partial effect of the restructuring of our European operation – our 1Q08 adjusted and pro-forma EBITDA in Europe was R\$ 0.4mn (margin 0.7%).

The result was also better than in 4Q08, when we had negative EBITDA of R\$ 10.6mn (negative margin 39.2%) in our Europe operation – due to sales volume 35.2% higher, and the partial restructuring of the Europe operation.

**Adjusted EBITDA (R\$ mn and % of net revenues) – Europe<sup>6</sup>**



Reconciliation of EBITDA with adjusted EBITDA:

EBITDA (in mn Reais)	1Q08	2Q08	3Q08	4Q08	1Q09
Operating result	5.6	-0.1	11.1	-69.8	3.2
Depreciation and amortization	2.8	7.5	9.0	11.2	4.1
<b>EBITDA</b>	<b>8.4</b>	<b>7.3</b>	<b>20.1</b>	<b>-58.6</b>	<b>7.3</b>
i Fiscal incentive	2.8	4.5	4.6	-12.0	0.0
ii M&A, capital markets and other non-recurring expenses	0.0	0.0	1.6	4.2	0.0
iii FX rate variation on equity income	-0.9	8.5	-16.5	8.9	0.0
iv Extraordinary restructuring and accounting rules changing expenses	0.0	0.0	0.0	55.9	0.0
<b>Adjusted EBITDA</b>	<b>10.3</b>	<b>20.4</b>	<b>9.8</b>	<b>-1.6</b>	<b>7.3</b>
Klimasan EBITDA before consolidation (1Q08)	3.7	0.0	0.0	0.0	0.0
<b>Adjusted pro-forma EBITDA</b>	<b>14.0</b>	<b>20.4</b>	<b>9.8</b>	<b>-1.6</b>	<b>7.3</b>
Adjusted EBITDA margin (%)	6.6%	8.7%	5.4%	-1.1%	5.6%
<b>Adjusted pro-forma EBITDA margin (%)</b>	<b>7.0%</b>	<b>8.7%</b>	<b>5.4%</b>	<b>-1.1%</b>	<b>5.6%</b>

Adjustments to EBITDA in 4Q08:

- i. Tax benefit: We included the accumulated tax benefit for 2008 in the income statement for 4Q08. It totaled R\$ 16.1mn (comprising R\$ 4.1mn in 4Q08 and R\$ 12.0mn in the first 9 months of the year). To reflect our 4Q08 EBITDA, we are reversing R\$ 12.0mn relating to the first nine months of the year.
- ii. Expenses on M&A operations, capital markets and other non-recurring expense: We added R\$ 4.2mn for the expenses which were recognized, in their majority, in this quarter, and which were non-recurrent – related principally to financial and legal advisory services associated with M&A and capital markets transactions.
- iii. Foreign exchange variation on equity gain from subsidiaries: Since the effect of the FX variation on the consolidation of our subsidiaries outside Brazil will now no longer appear in the income statement, we have reversed the accumulated effect in the year, of R\$ 8.9mn, in our result for 4Q08 – thus we have adjusted 4Q08 EBITDA to correct for this reversal recognized in this quarter.
- iv. Extraordinary expenses arising from restructuring, and from changes in legislation: In 4Q08 we recognized provisions of R\$ 55.9mn, for special provisions made in accounts receivable from clients, in the balances of inventories and for restructuring of the European operation, and some due to the change in accounting rules:
  - a. Provisions for restructuring of the European operation: R\$ 35.9mn.
  - b. Other extraordinary provisions: R\$ 10.0mn.
  - c. Adjustment for expense related to the stock option plan (R\$ 7.8mn) and due to classification of non-operational expenses/revenues (R\$ 2.2mn) in Other operational revenues.

<sup>6</sup> 1Q08 EBITDA includes, pro-forma, Klimasan's EBITDA of R\$ 3.7 mn.

### Financial revenue (expenses)

In 1Q09 we had net financial expenses of R\$ 22.0mn, made up of R\$ 10.5mn in financial expenses, R\$ 7.5mn in financial revenues, and net negative FX variation of R\$ 18.9mn related to the devaluation of the currencies of Mexico, Turkey and Russia in this quarter.

In the previous quarter (4Q08) we reported net financial expenses of R\$ 35.8mn, made up of R\$ 6.6mn in financial expenses, R\$ 1.6mn in financial revenues, and net negative FX variation of R\$ 30.7mn.

### Net profit

In 1Q09 we reported a net loss of R\$ 17.2mn, arising primarily from the foreign exchange variation resulting in a loss of R\$ 18.9mn recognized in the period.

In 4Q08 we reported a net loss of R\$ 91.5mn, mainly due to the FX variation loss in the last quarter, to the extraordinary provisions for restructuring of the European operation, and adjustments to the new accounting legislation, carried out in 4Q08.

**Working capital**

Our net working capital at the end of 1Q09 was R\$ 204.5mn, which compares with R\$ 214.4mn at the end of 4Q08. Therefore, there was a **working capital release of R\$ 9.9mn**.

WORKING CAPITAL (in mn Reais)	1Q08	2Q08	3Q08	4Q08	1Q09	Chg. R\$ 1Q09/ 1Q08	Chg. R\$ 1Q09/ 4Q08
<b>Current assets:</b>							
Cash and equivalents	115.4	116.1	120.5	197.1	186.5	+71.1	-10.5
Accounts receivable	236.6	262.7	243.7	177.2	161.2	-75.4	-16.0
Inventory	163.6	144.7	152.0	126.4	118.9	-44.7	-7.5
Other	45.7	34.2	36.8	42.7	42.3	-3.4	-0.4
<b>A) Total</b>	<b>561.3</b>	<b>557.7</b>	<b>552.9</b>	<b>543.3</b>	<b>508.9</b>	<b>-52.4</b>	<b>-34.4</b>
<b>B) Current assets (less cash)</b>	<b>446.0</b>	<b>441.6</b>	<b>432.4</b>	<b>346.2</b>	<b>322.4</b>	<b>-123.6</b>	<b>-23.9</b>
<b>Current liabilities:</b>							
Accounts payable	87.2	79.1	70.8	71.0	64.0	-23.2	-7.0
ST debt	73.9	64.4	88.7	140.0	177.8	+103.9	+37.8
Other	50.1	56.9	49.9	60.8	53.8	+3.7	-6.9
<b>C) Total</b>	<b>211.2</b>	<b>200.3</b>	<b>209.4</b>	<b>271.8</b>	<b>295.7</b>	<b>+84.5</b>	<b>+23.9</b>
<b>D) Current liabilities (less cash)</b>	<b>137.3</b>	<b>136.0</b>	<b>120.7</b>	<b>131.8</b>	<b>117.9</b>	<b>-19.4</b>	<b>-14.0</b>
<b>Working capital (B-D)</b>	<b>308.7</b>	<b>305.7</b>	<b>311.7</b>	<b>214.4</b>	<b>204.5</b>	<b>-104.2</b>	<b>-9.9</b>
Days of receivables	101	81	91	82	84	-17	+2
Days of inventory	110	67	85	76	96	-14	+21
Days of suppliers	58	37	39	43	52	-6	+9
<b>Cash cycle</b>	<b>153</b>	<b>112</b>	<b>136</b>	<b>115</b>	<b>128</b>	<b>-25</b>	<b>+13</b>
Current liquidity (A/C)	2,7x	2,8x	2,6x	2,0x	1,7x	n/a	n/a

**Cash and equivalents**

Our cash and cash equivalents balance at the end of 1Q09 was R\$ 186.5mn, which compares with R\$ 197.1mn at the end of 4Q08, **a reduction of R\$ 10.5mn in the cash position**, which, among other uses, were used to repay some of the loans.

The greater part of our cash is held in short-term cash investments in Brazil and in our subsidiaries in the Bahamas and Turkey:

- i. In Brazil, we held cash of R\$ 107.2mn (57.5% of the total) at the end of 1Q09, which compares with R\$ 113.1mn (57.4% of the total) at the end of 4Q08.
- ii. In our subsidiary in the Bahamas, we had a cash balance of R\$ 43.7mn (23.4% of the total) at the end of 1Q09, compared with R\$ 35.1mn (17.8% of the total) at the end of 4Q08.
- iii. In Turkey, we maintained cash of R\$ 26.6mn (14.3% of the total) at the end of 1Q09, compared with cash of R\$ 23.0mn (11.7% of the total) at the end of 4Q08.

**Accounts receivable from clients**

Over the quarter, 1Q09, accounts receivable from clients were reduced by R\$ 16.0mn, from R\$177.2mn at the end of 4Q08 to R\$161.2mn at the end of 1Q09.

Our days of receivables increased in this quarter due to the increase of sales in our European operation, where terms of sales are more elastic than in our Americas operation.

**Inventories**

Inventories were **reduced** by approximately **R\$ 7.5mn over 1Q09**, from R\$ 126.4mn at the end of 4Q08 to R\$ 118.9mn at the end of 1Q09.

### Suppliers

As a consequence, among others, of our effort to reduce inventory balances, over 1Q09, the balance of suppliers was **reduced** by approximately **R\$ 7.0mn**, from R\$ 71.0mn at the end of 4Q08 to R\$ 64.0mn at the end of 1Q09.

### Investments

#### Fixed assets

At the end of 1Q09 our net fixed assets totaled R\$ 147.6mn, R\$ 11.2mn less than at the end of 4Q08. In 1Q09 we made investments totaling R\$ 1.9mn; incurred depreciation of R\$ 4.1mn; and posted a net foreign exchange loss of R\$ 9.0mn on assets held outside Brazil.

#### Investments, intangible and deferred

With the new Brazilian accounting legislation (Law 11638/07), our balance of **Investments**, mainly comprising goodwill on acquisitions, was reclassified to the account line *Intangible* in 4Q08. Hence our balances in investments at the end of 4Q08 and 1Q09 were zero.

With this reclassification, our balance in the **Intangible** line was then R\$ 139.9mn at the end of 4Q08 and R\$ 138.5mn at the end of 1Q09.

In accordance with the new Brazilian accounting legislation (Law 11638/07), the **Deferred** sub-group of accounts in assets is reclassified to other groups when appropriate, or if not appropriate, should be written off. As a result, our balance of deferred assets at the end of 2008 was brought to zero.

This shows the changes in fixed assets:

FIXED ASSETS (in mn Reais)	1Q08	2Q08	3Q08	4Q08	1Q09	Chg. R\$ 1Q09/ 1Q08	Chg. R\$ 1Q09/ 4Q08
Investments	111.7	100.8	115.7	0.0	0.0	-111.7	+0.0
Net PP&E	111.6	127.2	144.5	158.8	147.6	+36.0	-11.2
Intangibles	9.9	9.0	9.7	139.9	138.5	+128.6	-1.4
Deferred	13.5	13.6	14.1	0.0	0.0	-13.5	-0.0
<b>Total</b>	<b>246.7</b>	<b>250.8</b>	<b>283.9</b>	<b>298.7</b>	<b>286.1</b>	<b>+39.4</b>	<b>-12.5</b>

Capitalization and liquidity

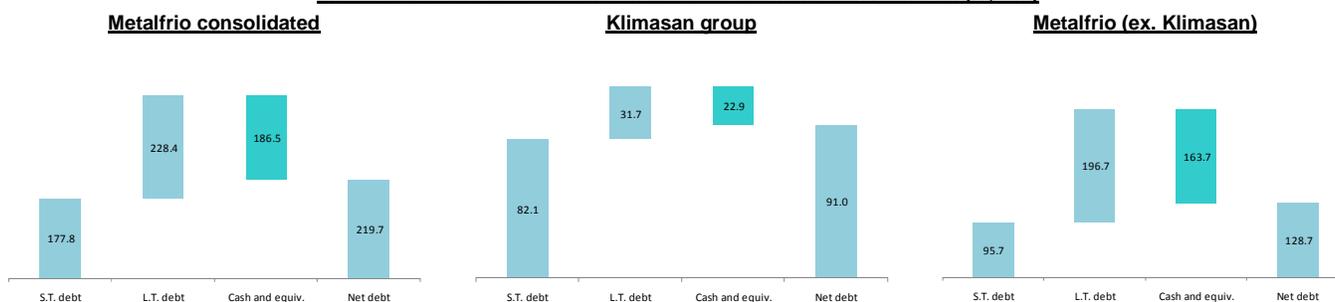
**Debt**

At the end of **1Q09** our **total debt** was **R\$ 406.2mn**, compared to R\$ 415.3mn at the end of 4Q08. In this quarter, we repaid part of our loans with our cash generation as well as with part of the cash balance of the company.

Our **cash balance at the end of 1Q09** was **R\$ 186.5mn**, compared to R\$ 197.1mn at the end of 4Q08.

Our **net debt at the end of 1Q09** was thus **R\$ 219.7mn**, R\$ 1.5mn less than at the end of 4Q08.

**Indebtedness breakdown between Metalfrío and Senocak/ Klimasan (R\$ mn)**



Our **short-term debt** at the end of 1Q09 was R\$ 177.8mn, comprising R\$ 82.1mn in Klimasan and R\$ 95.7mn in the rest of Metalfrío's operations. At the end of 4Q08, our short-term debt was R\$ 140.0mn, of which R\$ 73.1mn was in Klimasan.

Our **long-term debt** at the end of 1Q09 was R\$ 228.4mn, comprising R\$ 31.7mn in Klimasan and R\$ 196.7mn in the rest of Metalfrío's operations. At the end of 4Q08 our long-term debt was R\$ 275.3mn.

The foreign exchange effect on our total debt in non-Brazilian currency in 1Q09 was an increase of R\$ 11.7mn.

**At the exchange rate of May 15, 2009, as a result only of the appreciation of the Real against the foreign currencies in which our debt is denominated, our debt would have been diminished by R\$ 39.4mn.**

As of May 15, 2009, in comparison to March 31, 2009, we saw appreciation of the Real against other currencies as follows:

Currencies	FX rate as of:		Real appreciation (%)
	31-mar-09	15-may-09	
BRL/USD	2.3152	2.0810	10.1%
BRL/EUR	3.0783	2.8187	8.4%
BRL/TRY	1.3959	1.3290	4.8%
BRL/MXN	0.1631	0.1575	3.4%

LIQUIDITY INDICATORS (in mn Reais)	1Q08	2Q08	3Q08	4Q08	1Q09	Chg. R\$ 1Q09/1Q08	Chg. R\$ 1Q09/4Q08
<b>Cash and equivalents</b>	<b>115.4</b>	<b>116.1</b>	<b>120.5</b>	<b>197.1</b>	<b>186.5</b>	<b>+71.1</b>	<b>-10.5</b>
Short term debt (ST)	73.9	64.4	88.7	140.0	177.8	+103.9	+37.8
Long term debt (LT)	219.8	232.0	235.9	275.3	228.4	+8.6	-46.9
USD denominated debt	278.3	212.5	239.0	301.5	295.1	+16.8	-6.4
BRL and other currencies	15.4	83.8	85.6	113.8	111.1	+95.7	-2.7
<b>Gross debt</b>	<b>293.7</b>	<b>296.3</b>	<b>324.6</b>	<b>415.3</b>	<b>406.2</b>	<b>+112.5</b>	<b>-9.1</b>
<b>Net cash / (Net debt)</b>	<b>-178.3</b>	<b>-180.3</b>	<b>-204.1</b>	<b>-218.2</b>	<b>-219.7</b>	<b>-41.4</b>	<b>-1.5</b>
<b>Shareholders' equity (Equity)</b>	<b>355.6</b>	<b>351.0</b>	<b>357.2</b>	<b>278.7</b>	<b>260.7</b>	<b>-94.9</b>	<b>-17.9</b>
Cash and equiv. / ST debt	1,6x	1,8x	1,4x	1,4x	1,0x	n/a	n/a
ST debt / (ST + LT)	25.2%	21.7%	27.3%	33.7%	43.8%	n/a	n/a
Net cash (Net debt) / Equity	-0,5x	-0,5x	-0,6x	-0,8x	-0,8x	n/a	n/a
Net debt / (Net debt + Equity)	33.1%	33.9%	36.4%	43.9%	45.7%	n/a	n/a

### Stockholders' equity

Our stockholders' equity at the end of 1Q09 was R\$ 260.7mn, compared to R\$ 278.7mn at the end of 4Q08. The reduction reflects the net loss of R\$ 17.2mn reported in 1Q09, plus a foreign exchange gain on investments in subsidiaries outside Brazil of R\$ 0.6mn, and a reduction of R\$ 1.3mn from the stock option balance in the equity account.

## Disclaimer

We make statements about future events (forward-looking statements) that are subject to risks and uncertainties. These statements are based on beliefs and suppositions of our Management and information to which the Company currently has access. Forward-looking statements include information about our present intentions, beliefs or expectations, and those of the members of the company's Board of Directors, and Executive Officers. Reservations in relation to statements and information about the future also include information about possible or presumed operational results, and also statements that are preceded or followed by or which include the words "believe", "may", "will", "continue", "expect", "forecast", "intend", "plan", "estimate", or similar expressions. Statements and information about the future are not guarantees of performance. They involve risk, uncertainties and suppositions because they refer to future events, and thus depend on circumstances which may or may not occur. Future results and the creation of value for stockholders may differ significantly from those expressed or suggested by forward-looking statements. Many of the factors that will determine these results and amounts are beyond Metalfrío's capacity to control or forecast.

## About Metalfrío

**Metalfrío Solutions S.A. (Bovespa: FRIO3)** – We are one of the world's largest manufacturers of plug-in commercial refrigeration equipment. We have a product portfolio of hundreds of models of vertical and horizontal plug-in refrigerators and freezers, for refrigeration of beers, soft drinks, ice creams and frozen foods, and cooled products in general. Through direct distribution or through distributors and trading representatives, we supply our products to clients that are among the world's largest manufacturers of cooled and frozen beverages and foods. We currently operate plants in Brazil, Mexico, Turkey, and Russia, and our own distribution center in the United States.

**Consolidated income statements**

	1Q08	2Q08	3Q08	4Q08	1Q09
<b>GROSS REVENUE</b>					
Domestic market sales	189.3	234.7	211.7	169.5	150.0
Export sales	20.7	56.1	29.9	26.0	23.4
<b>TOTAL GROSS REVENUE</b>	<b>210.0</b>	<b>290.8</b>	<b>241.6</b>	<b>195.5</b>	<b>173.3</b>
<b>SALES DEDUCTIONS</b>					
Sales taxes	(48.2)	(53.8)	(45.6)	(39.5)	(34.2)
Discounts and returns	(5.0)	(3.1)	(12.4)	(5.4)	(9.2)
<b>NET REVENUE</b>	<b>156.7</b>	<b>234.0</b>	<b>183.6</b>	<b>150.6</b>	<b>129.9</b>
Cost of goods sold	(134.5)	(193.8)	(161.6)	(150.4)	(111.2)
<b>GROSS PROFIT</b>	<b>22.2</b>	<b>40.2</b>	<b>22.0</b>	<b>0.1</b>	<b>18.8</b>
<b>OPERATING REVENUES (EXPENSES)</b>					
Sales expenses	(10.3)	(16.7)	(16.1)	(24.3)	(12.1)
General and administrative expenses	(6.2)	(9.8)	(10.1)	(9.2)	(8.1)
Management fees	(1.0)	(0.8)	(0.8)	(0.8)	(0.5)
Equity income	0.0	0.0	0.0	(0.0)	0.0
Other operating revenues (expenses)	0.7	(13.0)	15.4	(34.7)	5.2
<b>OPERATING PROFIT BEFORE FINANCIAL RESULTS</b>	<b>5.5</b>	<b>(0.1)</b>	<b>10.3</b>	<b>(68.9)</b>	<b>3.2</b>
NET FINANCIAL RESULT	0.5	3.0	(4.2)	(35.8)	(22.0)
Financial expenses	(7.5)	(5.8)	(7.0)	(6.6)	(10.5)
Financial income	9.1	9.5	3.9	1.6	7.5
Net foreign exchange variation	(1.1)	(0.7)	(1.1)	(30.7)	(18.9)
<b>EARNINGS (LOSS) BEFORE INCOME TAX AND SOCIAL CONTRIBUTION</b>	<b>6.0</b>	<b>2.9</b>	<b>6.1</b>	<b>(104.7)</b>	<b>(18.8)</b>
<b>INCOME TAX AND SOCIAL CONTRIBUTION</b>					
Current	(4.8)	(5.0)	(2.2)	4.8	(1.1)
Deferred	0.8	1.9	0.9	3.1	0.9
<b>NET EARNINGS (LOSS) BEFORE MINORITY INTERESTS</b>	<b>2.0</b>	<b>(0.2)</b>	<b>4.8</b>	<b>(96.8)</b>	<b>(19.0)</b>
MINORITY INTERESTS	0.0	(4.4)	1.4	5.2	1.8
<b>NET EARNINGS (LOSS)</b>	<b>2.0</b>	<b>(4.6)</b>	<b>6.2</b>	<b>(91.5)</b>	<b>(17.2)</b>

**Consolidated balance sheets**

	4Q08	1Q09	Var. (%)		4Q08	1Q09	Var. (%)
<b>ASSETS</b>				<b>LIABILITIES</b>			
<b>CURRENT</b>				<b>CURRENT</b>			
Cash and equivalents	197.1	186.5	-5.3%	Suppliers	71.0	64.0	-9.9%
Receivables from clients	177.2	161.2	-9.0%	Loans	140.0	177.8	27.0%
Inventory	126.4	118.9	-5.9%	Tax obligations	16.7	11.8	-29.1%
Recoverable taxes	25.6	24.3	-5.0%	Payroll charges	5.6	7.3	31.0%
Deferred income tax and SC	5.4	4.6	-15.3%	Sundry provisions	28.1	24.8	-11.5%
Other receivables	11.7	13.4	14.5%	Deferred income tax and SC	5.0	3.7	n/a
<b>Total current</b>	<b>543.3</b>	<b>508.9</b>	<b>-6.3%</b>	Dividends payable	0.0	0.0	n/a
				Other payables	5.4	6.1	13.7%
<b>NON-CURRENT</b>				<b>Total current</b>	<b>271.8</b>	<b>295.7</b>	<b>8.8%</b>
Long term:				<b>NON-CURRENT</b>			
Deferred income tax and SC	9.4	6.9	-26.3%	Loans	275.3	228.4	-17.0%
Recoverable taxes	5.1	9.8	93.2%	Tax obligations	0.0	0.0	n/a
Fixed:				Deferred income tax and SC	6.1	5.1	-17.0%
Investments	(0.0)	(0.0)	-90.5%	Contingency provisions	7.9	8.4	6.5%
Net PP&E	158.8	147.6	-7.0%	Other payables	2.4	2.8	14.6%
Intangible	139.9	138.5	-1.0%	<b>Total non-current</b>	<b>291.8</b>	<b>244.7</b>	<b>-16.1%</b>
Deferred	0.0	(0.0)	n/a				
<b>Total non-current</b>	<b>313.2</b>	<b>302.9</b>	<b>-3.3%</b>	<b>MINORITY INTEREST</b>	<b>14.3</b>	<b>10.7</b>	<b>n/a</b>
<b>TOTAL ASSETS</b>	<b>856.5</b>	<b>811.8</b>	<b>-5.2%</b>	<b>SHAREHOLDER'S EQUITY</b>			
				Registered capital	340.0	340.0	0.0%
				Capital reserve	0.0	0.0	n/a
				Profit reserve	(0.0)	0.0	n/a
				Revaluation reserve	4.6	4.5	-3.4%
				Shareholders' evaluation adjustments	35.5	34.7	-2.1%
				Retained profits (losses)	(101.4)	(118.4)	16.8%
				<b>Total shareholders' equity</b>	<b>278.7</b>	<b>260.7</b>	<b>-6.4%</b>
				<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>856.5</b>	<b>811.8</b>	<b>-5.2%</b>

**Consolidated cash flow**

	1Q08	1Q09
<b>OPERATING CASH FLOW</b>		
<b>Net result</b>	<b>2.0</b>	<b>(17.2)</b>
<b>Reconciliation of net result and operating cash flow</b>		
Depreciation and amortization	2.8	4.1
Contingency provisions	(0.2)	0.5
Sundry provisions	(2.8)	(3.2)
FX variation and interests on long term debt	0.2	22.4
Residual value of fixed assets written off or sold	0.2	0.0
Subsidy for investment	2.8	0.0
Equity income	0.0	0.0
FX variation on investments abroad	0.0	0.0
Income tax and social contribution	0.6	(0.9)
<b>Total</b>	<b>5.5</b>	<b>5.7</b>
<b>(Increase) reduction of assets:</b>		
<b>Current:</b>		
Receivables from clients	(24.3)	16.0
Inventory	(12.9)	7.5
Recoverable taxes	(2.2)	1.3
Related parties' accounts receivable	0.0	0.0
Other receivables	2.0	(1.7)
<b>Non-current:</b>		
Recoverable taxes	(0.3)	(4.7)
<b>Total</b>	<b>(37.7)</b>	<b>18.3</b>
<b>Increase (reduction) of liabilities:</b>		
<b>Current:</b>		
Suppliers	(1.3)	(7.0)
Taxes payable	1.2	(4.9)
Payroll charges	3.1	1.7
Other payables	1.5	0.7
<b>Non-current:</b>		
Tax obligations	(0.3)	0.0
Other payables	(0.7)	0.4
<b>Total</b>	<b>3.5</b>	<b>(9.1)</b>
<b>Net cash generated (consumed) by operating activities</b>	<b>(28.7)</b>	<b>14.9</b>
<b>INVESTMENT CASH FLOW</b>		
Addition to fixed assets	(11.2)	(2.1)
Addition to intangible assets	(0.5)	(0.4)
Addition to deferred assets	(1.6)	0.0
Stock option plan	0.0	(1.3)
Capital contribution in invested companies	0.0	0.0
Acquisition of investments	(109.2)	0.0
<b>Net cash generated (consumed) by investing activities</b>	<b>(122.5)</b>	<b>(3.8)</b>
<b>FINANCING CASH FLOW</b>		
Draw down of loans	67.3	21.8
Payment of short term loans	(17.3)	(27.0)
Capital increase	0.0	0.0
Capital increase by minority party	0.0	0.0
Mutuos lent by controlled companies	0.0	0.0
Other	3.4	0.0
<b>Net cash generated (consumed) by financing activities</b>	<b>53.4</b>	<b>(5.3)</b>
FX VARIATION ON CASH AND EQUIVALENTS	0.0	(16.4)
<b>NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS</b>	<b>(97.9)</b>	<b>(10.5)</b>
<b>CASH AND EQUIVALENTS</b>		
Final balance	115.4	186.5
Initial balance	213.3	197.1
<b>NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS</b>	<b>(97.9)</b>	<b>(10.5)</b>