

**São Paulo, Brazil, May 9<sup>th</sup> 2019** - Metalfrio Solutions S.A. (FRIO3) (“Metalfrio”), one of the world’s largest manufacturers of plug-in commercial refrigeration equipment, announces its results for the first quarter of 2019 (“1Q19”). Financial and operational information given is in accordance with international accounting standards (IFRS), in Brazilian Reais (R\$). Comparisons are with the first quarter of 2018 (“1Q18”) or as indicated. Numbers may not add up due to rounding.

### 1Q19 Highlights

- ❄ 1Q19 Net Revenues up 26.1% to R\$369.7 million compared to the corresponding prior year period
- ❄ Adjusted EBITDA of R\$33.3 million (66.3% higher than prior year and EBITDA 52.4% higher in a comparable basis without IFRS 16 and extraordinary adjustments)
- ❄ Net Profit of R\$17.3 million in 1Q19 vs a Net Loss of R\$13.7 million in 1Q18. Last twelve months Profit Before Tax of R\$51.9 million and Net Profit of R\$25.6 million
- ❄ Net Debt to Adjusted EBITDA ratio of 3.08x in 1Q19 (versus 4.55x 1Q18).

**Commenting on the results, President & CEO Petros Diamantides said:**

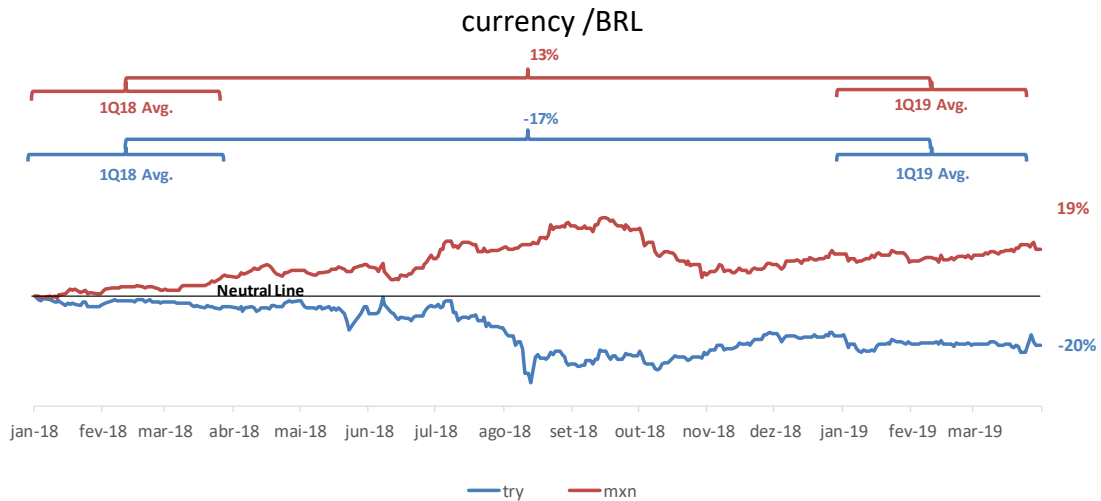
***“We are pleased to deliver a very positive first quarter with increased Revenues, improved EBITDA and Net Profit. Our flexible manufacturing base ensured that we successfully managed to meet demands at historical levels in both Americas and Europe.***

***Our continued sharp commercial focus, centred on delivering best-in-class innovative and value-adding solutions through our extensive global footprint, reinforces our strong and long-lasting relationships with customers. At the same time, our culture of strict cost control remains embedded throughout our business.***

***We are optimistic that in the current volatile macro-economic environment, we will be able to maintain a steady course for the rest of the year, as we continue to execute on our highly focused strategy on the needs of our customers whilst driving further internal efficiencies. We aim to achieve this through continuing to deliver innovative value added products and solutions to our customers whilst maintaining a strict cost and capital discipline and working towards our year-end Net Debt to EBITDA target of 2.5x.”***

(R\$ million)	1Q19	1Q18	% Var
Net Revenues	369.7	293.2	26.1
Gross Profit	58.0	43.5	33.5
<i>Gross Margin</i>	<b>15.7%</b>	<b>14.8%</b>	
Op. Profit	20.7	11.3	82.3
Adj. EBITDA*	33.3	20.0	66.3
<i>Adj. EBITDA Margin</i>	<b>9.0%</b>	<b>6.8%</b>	

\*As required by new International Accounting Standards (IFRS 16) some rental/leasing expenses were reclassified to Depreciation and Financial Expenses.



## Outlook

We believe that our strong market positions, operational excellence and highly focused sales execution will enable us to maintain good results across our established markets whilst pursuing further efficiency gains and cost structure optimisation. However, Metalfrío remains both vigilant and prepared with regards to the current political and economic conditions as well as the ongoing volatility in currencies and commodities.

Metalfrío will continue to prioritise customer value-creation, ensuring that it provides innovative, market-leading solutions that enable its customers to meet current and future challenges. Metalfrío has built a strong and unique position in its key markets, and will focus on further developing its superior after sales services offer. This constitutes a key differentiator in the value chain proposition for customers, further complimenting the company's well-invested, and well-located, production hubs. The recent production capacity increase in Turkey, together with the efficiency gains in Brazil and R&D developments in Mexico, are expected to facilitate further market share gains in our existing geographies and growth in exciting, high-growth potential regions such as the Near East, Asia and Africa.

Metalfrío applies a strong level of discipline to capital allocation and working capital, as well as active margin management to improve the resilience of earnings and cash flow throughout the course of the economic cycle. Despite the adverse movements in currencies, Metalfrío is committed to deleveraging its balance sheet through improved profitability and cash flow, seeking continued working capital and Capex optimization, moving towards our medium term target of year-end Net Debt to EBITDA (full year) ratio of 2.5x.

## Net Revenue

**Consolidated Net Revenues** in 1Q19 reached R\$369.7 million, an increase of 26.1% versus 1Q18 (R\$293.2 million), driven by expansion across in all our operating geographies.

(R\$ million)	1Q19	1Q18	% Var
<i>Americas</i>	<b>175.2</b>	<b>135.6</b>	29.2
<i>Europe</i>	<b>194.4</b>	<b>157.6</b>	23.3

### Americas

The positive momentum delivered by Metalfrío in the Americas during 2018, continued into 2019, with revenue growth of 29.2% to R\$175.2 million, compared to the same period last year. Both Brazil and Mexico contributed positively as market conditions were less volatile and important improvements in specific segments and channels were achieved in the period.

Revenues in Brazil grew by 15.1% vs 1Q18 where Lifecycle development continued including asset management in new market segments. Growth was further supported by increasing volumes to key accounts as well as higher share of premium products with higher average realization per unit (+12.8% vs 1Q18).

Our operations in Mexico more than doubled in revenues in 1Q19 vs 1Q18. Mexico also experienced growth in Lifecycle business, by increasing the fleet under management. The main growth driver has been the continued placement momentum in the domestic market as trade conditions improved, along with the new account penetration achieved during the second half of 2018. The contribution to sales from exports continued to grow in existing markets including North America along with new business achieved in Latin America supported by innovative products.

### Europe

Europe also kept a good momentum, with revenues, which are largely denominated in hard currencies, growing 23.3% in 1Q19 vs 1Q18 and reflecting the continued uptake of the new installed capacity in the Turkish facility. In local currency basis sales in Turkey increased 54.4% in 1Q19 vs 1Q18, translating to 27.6% on a reported basis despite the devaluation of the Turkish lira versus the Brazilian Real. There was consistent growth in the domestic market driven by the launch of innovative brand-specific products in the beer and soft drink segments, as well as in exports driven by shipments to new geographies particularly in Africa with products designed to cater for local operating conditions.

Russia sales were broadly flat in local currency and increased 3.3% on a reported basis.

## Gross Profit and Gross Margin

**Gross Profit** in the first quarter increased 33.5% to R\$58.0 million, against the prior year comparable period, driven by higher sales and efficiency gains in both regions, leading to an increase of 87 bps in gross profit margin.

## Operating Expenses (SG&A)

Positive operating leverage benefited SG&A expenses, as nominal growth of 14.7% was below the 26.1% growth in revenues, resulting in a 135 bps decrease in SG&A as a percentage of Revenues. This further evidences our progress in controlling expenses.

## EBITDA & EBITDA Margin

**EBITDA before IFRS 16 Adjustments** increased 52.4% from R\$19.3 million to R\$29.4 million. **Reported EBITDA**, reached R\$31.3 million, which included a favourable impact of R\$1.9 million of IFRS16 adoption. **Adjusted EBITDA**, reached R\$33.3 million. The improvement in gross profit margin combined with the decrease in operational expenses as percentage of revenues contributed to reaching an Adjusted EBITDA margin of 9.0% versus 6.8% in the prior year.

### Reconciliation of consolidated EBITDA and Adjusted EBITDA

As a result of severe flooding in Sao Paulo, two locations were affected with limited loss of finished goods and some components. Whilst the process to establish the net impact is still ongoing, a provision of R\$2.0 million has been set aside for any unforeseen expenses.

Consolidated EBITDA (R\$ million)	1Q18	2Q18	3Q18	4Q18	1Q19	1Q19 vs 1Q18
Operating result	11.3	37.8	10.6	25.5	20.7	82.3%
Depreciation and amortization*	7.9	8.6	7.9	8.1	8.7	9.6%
<b>EBITDA before IFRS16 Adj.</b>	<b>19.3</b>	<b>46.4</b>	<b>18.5</b>	<b>33.7</b>	<b>29.4</b>	<b>52.4%</b>
IFRS16 Adjustments	0.0	0.0	0.0	0.0	1.9	
<b>EBITDA</b>	<b>19.3</b>	<b>46.4</b>	<b>18.5</b>	<b>33.7</b>	<b>31.3</b>	<b>62.1%</b>
Layoffs (i)	0.7	0.7	1.0	0.6	0.0	
Other extraordinary expenses (ii)	0.0	0.0	0.0	0.0	2.0	
<b>Adjusted EBITDA</b>	<b>20.0</b>	<b>47.1</b>	<b>19.5</b>	<b>34.3</b>	<b>33.3</b>	<b>66.3%</b>

\* Depreciation and amortization before IFRS adjustments.

- i. Layoffs: The adjustment refers to restructuring charges related to efficiency projects, where certain positions were consolidated allowing further headcount reduction.
- ii. Other extraordinary Expenses: Expected loss due to Flooding impact in the Warehouse located in São Paulo.

## Financial Result

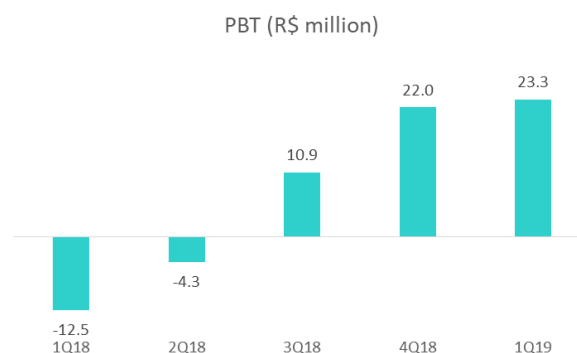
**Net Finance Result** was positive in 1Q19 mainly due to effective hedging operations and a good performance in the investment portfolio. Interest on loans and financing was higher when compared with the same period of the previous year as most of the loans in Americas were converted to BRL denominated debt (which carry a higher benchmark interest rate when compared to USD and EUR) along 2018.

Financial Result (R\$ million)	1Q19	1Q18	Var. 19/18
Result with cash investments	3.4	3.5	-1.7%
Securities market Value Change	20.2	0.0	nm
Other financial income	0.1	0.2	-73.4%
<b>Interest and Other Income</b>	<b>23.7</b>	<b>3.7</b>	<b>539.8%</b>
Interest on loans and financing	-11.5	-9.3	23.9%
Securities market Value Change	0.0	-0.9	nm
Other financial expenses	-10.2	-9.9	2.6%
<b>Interest and Other Expenses</b>	<b>-21.7</b>	<b>-20.1</b>	<b>7.9%</b>
<b>Hedge Operations Result</b>	<b>-7.3</b>	<b>1.4</b>	<b>nm</b>
<b>Net FX Variation</b>	<b>7.9</b>	<b>-8.9</b>	<b>nm</b>
<b>Net Financial Result</b>	<b>2.6</b>	<b>-23.9</b>	<b>nm</b>

## Profit/Loss

As a result of the significant improvement in Operational Performance as well as Net Finance items, the 1Q19 Profit before Tax reached R\$23.3 million, highlighting a solid improvement when compared to a loss of R\$12.5 million in the same period of the previous year. This result is achieved despite the extraordinary R\$2.0 million flood provision.

Net Profit after Tax reached R\$17.3 million in 1Q19 (vs. a Net Loss of R\$13.7 million during the same period of 2018). It is worth noting that following the implementation of a successful hedge strategy since 2Q18 together with the investment portfolio performance resulted in a Profit before Tax of R\$51.9 million and a Net Profit of R\$25.6 million in the last twelve months ended March 31<sup>st</sup>, 2019 versus PBT R\$16.1 million in FY2018.



## Working Capital

In 1Q19 working capital less financial assets and liabilities, reached R\$116.2 million compared with R\$166.4 million in 1Q18. The operational cash cycle in 1Q19 was 23 days, 30 days below 1Q18 level.

WORKING CAPITAL (R\$ million)	1Q18	2Q18	3Q18	4Q18	1Q19	Chg. 1Q19/ 1Q18	Chg. 1Q19/ 4Q18
<b>Current assets:</b>							
Cash and equivalents, bonds and securities	386.6	362.3	411.2	544.7	468.3	81.7	-76.4
Accounts receivable	243.6	326.4	215.4	164.3	224.1	-19.5	59.8
Inventory	232.2	235.4	243.7	222.5	259.8	27.6	37.3
Other	49.2	52.3	58.9	49.6	70.4	21.2	20.8
<b>A) Total</b>	<b>911.7</b>	<b>976.5</b>	<b>929.2</b>	<b>981.1</b>	<b>1,022.6</b>	110.9	41.5
<b>B) Current assets (less fin. assets)</b>	<b>525.0</b>	<b>614.1</b>	<b>518.0</b>	<b>436.4</b>	<b>554.3</b>	29.3	117.9
<b>Current liabilities:</b>							
Accounts payable	274.7	305.0	212.2	276.3	338.7	64.0	62.4
ST debt	574.5	390.3	388.5	496.1	464.2	-110.2	-31.8
Other	83.9	111.2	112.4	124.6	99.4	15.5	-25.2
<b>C) Total</b>	<b>933.1</b>	<b>806.5</b>	<b>713.1</b>	<b>897.0</b>	<b>902.3</b>	-30.7	5.3
<b>D) Current liabilities (less fin. liab.)</b>	<b>358.6</b>	<b>416.2</b>	<b>324.6</b>	<b>401.0</b>	<b>438.1</b>	79.5	37.2
<b>Working capital (B-D)</b>	<b>166.4</b>	<b>197.9</b>	<b>193.3</b>	<b>35.5</b>	<b>116.2</b>	-50.2	80.7
Days of receivables	68	68	72	38	46	-22	8
Days of inventory	84	72	120	64	75	-9	11
Days of suppliers	99	93	104	80	98	-1	18
<b>Cash cycle</b>	<b>53</b>	<b>47</b>	<b>88</b>	<b>22</b>	<b>23</b>	-30	1
Current liquidity (A/C)	1x	1.2x	1.3x	1.1x	1.1x	n/a	n/a

### Accounts Receivable

Despite the growth in Revenues, accounts receivable from customers, at R\$224.1 million at the end of 1Q19, decreased R\$19.5 million when compared to 1Q18 (R\$243.6 million) and increased R\$59.8 million when compared to 4Q18 (R\$164.3 million) in line with business seasonality. Receivables in terms of days were down 22 days when compared to 1Q18, at 46 days and up 8 days when compared to 38 days in the end of 4Q18.

### Inventories

Inventories at R\$259.8 million at end of 1Q19 were up R\$27.6 million when compared to 1Q18 (R\$232.2 million) and up R\$ 37.3 million when compared to 4Q18. Inventory in number of days was lower at 75 days at the end of 1Q19 vs 84 days at the end of 1Q18 but higher when compared to 64 days in the end of 4Q18 in line with the business cyclicity.

### Accounts Payable

Supplier outstanding payables were up R\$64.0 million at R\$338.7 million at the end of 1Q19, vs. R\$274.7 million at the end of 1Q18 and were also R\$ 62.4 million higher when compared to 4Q18. Payables days were flat at 98 days when compared to 99 days 1Q18 and up 18 days when compared to 4Q18 (80 days).

## Investments

### Fixed assets

In 1Q19 net property, plant and equipment was R\$208.2 million, R\$15.8 million higher than 4Q18 (R\$ 192.4 million) and R\$ 13.8 million higher when compared to 1Q18 (R\$ 194.5 million). The increase in Fixed Asset in 1Q19 mostly explained by the recognition of R\$17.6 million of Assets under Metalfrío (right of use) according with IFRS-16.

### Intangible assets

In 1Q19 total intangible assets reached R\$158.8 million, increased R\$0.3 million from R\$158.5 million in 4Q18 and R\$ 4.8 million when compared to R\$ 154.0 million in 1Q18.

FIXED ASSETS (R\$ million)	1Q18	2Q18	3Q18	4Q18	1Q19	Chg. 1Q19/1Q18	Chg. 1Q19/4Q18
Net PP&E	194.5	197.8	189.4	192.4	<b>208.2</b>	+13.8	+15.8
Intangibles	154.0	156.5	155.7	158.5	<b>158.8</b>	+4.8	+0.3
<b>Total</b>	<b>348.5</b>	<b>354.3</b>	<b>345.1</b>	<b>350.9</b>	<b>367.0</b>	<b>+18.6</b>	<b>+16.1</b>

## Capitalization and Liquidity

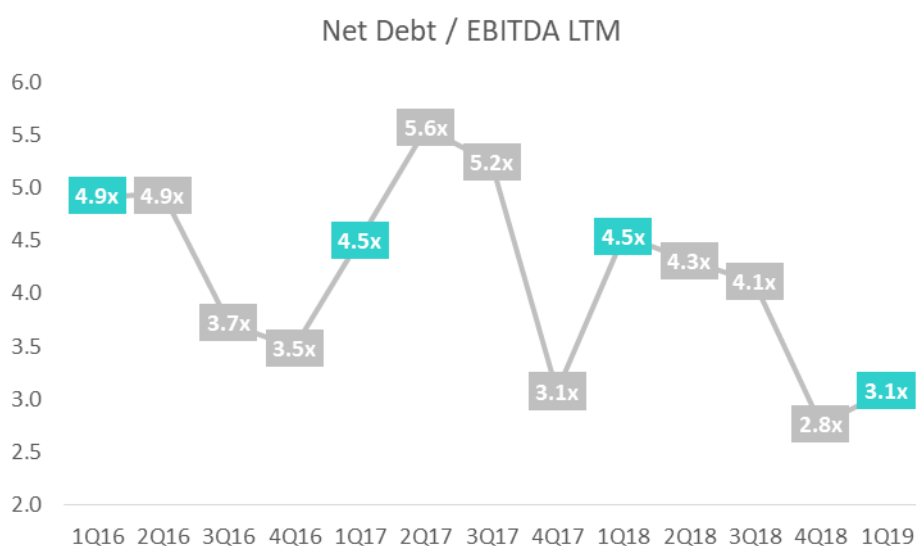
In 1Q19 cash and cash equivalents (including marketable securities) reached R\$468.3 million, compared to R\$386.6 million in 1Q18. Gross debt at the end of 1Q19 was R\$881.8 million compared with R\$861.0 million in 1Q18.

**Net debt** in 1Q19 decreased to R\$413.4 million compared to R\$474.4 million in 1Q18 despite the increase in Revenues.

LIQUIDITY INDICATORS (R\$ million)	1Q18	2Q18	3Q18	4Q18	1Q19	Chg. 1Q19/1Q18	Chg. 1Q19/4Q18
<b>Cash and equivalents, bonds and securities</b>	<b>386.6</b>	<b>362.3</b>	<b>411.2</b>	<b>544.7</b>	<b>468.3</b>	<b>81.7</b>	<b>-76.4</b>
Short term debt (ST)	574.5	390.3	388.5	496.1	<b>464.2</b>	-110.2	-31.9
Long term debt (LT)	286.6	493.1	536.9	382.8	<b>417.5</b>	130.9	34.7
USD denominated debt	484.2	223.2	164.9	132.2	<b>51.2</b>	-432.9	-81.0
BRL denominated debt	27.5	279.0	369.1	354.4	<b>434.7</b>	407.2	80.3
Euro denominated debt	349.4	381.3	391.3	392.3	<b>395.8</b>	46.5	3.5
<b>Gross debt</b>	<b>861.0</b>	<b>883.5</b>	<b>925.3</b>	<b>878.9</b>	<b>881.8</b>	<b>20.7</b>	<b>2.9</b>
<b>Net cash / (Net debt)</b>	<b>-474.4</b>	<b>-521.1</b>	<b>-514.1</b>	<b>-334.2</b>	<b>-413.4</b>	<b>60.9</b>	<b>-79.2</b>
<b>Shareholders' equity (Equity)</b>	<b>84.8</b>	<b>70.6</b>	<b>64.5</b>	<b>87.4</b>	<b>98.3</b>	<b>13.5</b>	<b>10.9</b>
Cash and equiv. / ST debt	0.7x	0.9x	1.1x	1.1x	<b>1x</b>	n/a	n/a
ST debt / (ST + LT)	66.7%	44.2%	42.0%	56.4%	<b>52.6%</b>	n/a	n/a
Net cash (Net debt) / Equity	-5.6x	-7.4x	-8x	-3.8x	<b>-4.2x</b>	n/a	n/a
Net debt / (Net debt + Equity)	84.8%	88.1%	88.9%	79.3%	<b>80.8%</b>	n/a	n/a

In 1Q19 short-term debt was R\$464.2 million compared to R\$574.5 million at 1Q18 with long term debt as a percentage of total debt at 47.4% at end of 1Q19 compared to 33.3% at the end of 1Q18.

Due to our business cyclicity in all first quarters, the Net Debt to Adjusted EBITDA ratio increased marginally from 2.8X para 3.1x when compared to 4Q18 (which compares to an increase from 3.5x to 4.5x from 4Q17 to 1Q18), reflecting our progress to grow with significant less working capital requirement.



### Shareholders' equity

Consolidated Shareholders' equity at 1Q19 was R\$98.3 million, which compares to R\$87.4 million at 4Q18 and R\$84.8 million in 1Q18, highlighting a positive result during the quarter as well as in the last twelve months.



**CONFERENCE CALL – 1Q19 – Metalfrío  
May 14th 2019****Portuguese**

10h00 (Brasília Time)

09h00 (US- EST)

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**English**

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## Other Information

### Management Statement

In accordance with article 25 of Instruction 480/2009 of the CVM (Brazilian Securities Commission – Comissão de Valores Mobiliários), the Company's Management states it has discussed, revised and agreed with the Independent Auditor's Opinion and with the accounting statements relative to the business by March 31<sup>st</sup>, 2019.

### Relationship with external auditors

In accordance with Instruction 381/2003 of the CVM (Brazilian Securities Commission – Comissão de Valores Mobiliários), we report that in 2019 we did not hire our Independent Auditors for services not related to external auditing.

The Company policy for hiring independent auditing services assures there are no conflict of interests, loss of independency or objectivity for services eventually rendered by independent auditors not related to external auditing.

### Commitment Clause

The Company, its shareholders, administrators and members of its Fiscal Council, if installed, are responsible for solving, through arbitration, any and every dispute or controversy that might arise among them, related or resulting, specially, of application, validity, effectiveness, interpretation, violation and its effects, of provisions set forth in the Business Corporation Act, the Company's Bylaws, in the rules edited by CMN, by the Central Bank of Brazil and by CVM, as well as in other rules applicable to operation of general capital markets, besides those included in the Regulation of *Novo Mercado*, Agreement for Participation in *Novo Mercado* and Arbitration Regulation.

### Disclaimer

Information in this report on performance that is not directly derived from the financial statements, such as, for example, information on the market, quantities produced and sold, production capacity, and the calculation of EBITDA and adjusted EBITDA has not been revised by our external auditors.

We make forward-looking statements that are subject to risks and uncertainties. These statements are based on our Management's beliefs and assumptions 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, followed by or 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 risks, 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.

Consolidated Income Statement – 1<sup>st</sup> Quarter

(R\$ Mn)	1Q19	% Revenues	1Q18	% Revenues	Var. 1Q19 vs. 1Q18 (%)
NET REVENUES	369.7	100.0%	293.2	100.0%	26.1%
Cost of goods	(311.6)	-84.3%	(249.7)	-85.2%	24.8%
<b>GROSS PROFIT</b>	<b>58.0</b>	<b>15.7%</b>	<b>43.5</b>	<b>14.8%</b>	<b>33.5%</b>
<b>OPERATING INCOMES (EXPENSES)</b>					
Selling expenses	(28.3)	-7.7%	(24.0)	-8.2%	17.9%
Administrative and general expenses	(14.7)	-4.0%	(14.1)	-4.8%	4.2%
Other operating income	5.6	1.5%	6.0	2.0%	-5.8%
<b>RESULTS BEFORE NET FINANCIAL</b>	<b>20.7</b>	<b>5.6%</b>	<b>11.3</b>	<b>3.9%</b>	<b>82.3%</b>
<b>NET FINANCIAL RESULT</b>	<b>2.6</b>	<b>0.7%</b>	<b>(23.9)</b>	<b>-8.1%</b>	<b>-111.1%</b>
Financial expenses	(38.2)	-10.3%	(20.8)	-7.1%	83.7%
Financial income	32.9	8.9%	5.8	2.0%	464.8%
Net exchange variation	7.9	2.1%	(8.9)	-3.0%	nm
<b>RESULTS BEFORE TAXES</b>	<b>23.3</b>	<b>6.3%</b>	<b>(12.5)</b>	<b>-4.3%</b>	<b>-286.5%</b>
<b>INCOME AND SOCIAL CONTRIB. TAXES</b>					
Current	(9.0)	-2.4%	(3.4)	-1.2%	161.7%
Deferred	3.0	0.8%	2.2	0.8%	34.3%
<b>NET RESULT FOR THE PERIOD</b>	<b>17.3</b>	<b>4.7%</b>	<b>(13.7)</b>	<b>-4.7%</b>	<b>-226.6%</b>

## Consolidated Balance Sheet

ASSETS (R\$ mn)	1Q19	4Q18	LIABILITIES, NON-CONTROLLING INTEREST AND SHAREHOLDERS' EQUITY (R\$ mn)	1Q19	4Q18
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
Cash and cash equivalents	166.7	178.0	Accounts payable to suppliers	338.7	276.3
Marketable securities	301.6	366.7	Loans and financing	464.2	496.1
Trade accounts receivable	224.1	164.3	Tax payable	17.3	10.4
Inventories	259.8	222.5	Payroll and related charges	22.5	21.5
Recoverable taxes	55.1	39.7	Other provisions	37.3	33.9
Other accounts receivable	15.4	10.0	Lease liability	7.6	-
<b>Total current assets</b>	<b>1,022.6</b>	<b>981.1</b>	Accounts payable on derivatives	5.0	54.2
			Other accounts payable	9.7	4.6
<b>NON-CURRENT</b>			<b>Total current liabilities</b>	<b>902.3</b>	<b>897.0</b>
Long-term receivables:			<b>NON-CURRENT</b>		
Deferred taxes	56.1	53.1	Loans and financing	417.5	382.8
Recoverable taxes	3.7	3.7	Taxes payable	2.0	2.1
Investments	0.6	-	Provision for risks	7.5	8.0
Property, plant and equipment	208.2	192.4	Lease liability	10.0	-
Intangible assets	158.8	158.5	Other accounts payable	12.4	11.4
<b>Total non-current</b>	<b>427.4</b>	<b>407.7</b>	<b>Total non-current liabilities</b>	<b>449.4</b>	<b>404.4</b>
<b>TOTAL</b>	<b>1,450.0</b>	<b>1,388.8</b>	<b>SHAREHOLDERS' EQUITY</b>		
			Capital	244.0	244.0
			Capital reserve	2.7	2.7
			Profit reserve	0.1	0.1
			Equity valuation adjustments	(94.4)	(90.4)
			Capital transaction between shareholders	(69.3)	(69.3)
			Accumulated profits (losses)	(39.6)	(49.4)
				43.5	37.8
			Non-controlling interest	54.8	49.7
			<b>Total Shareholders' equity</b>	<b>98.3</b>	<b>87.4</b>
			<b>TOTAL</b>	<b>1,450.0</b>	<b>1,388.8</b>

## Consolidated Cash Flow – 1Q19

(R\$ mn)	1Q19	1Q18
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Result for the Period	<b>17.3</b>	<b>(13.7)</b>
Reconciliation of the result for the period to net cash generated by (used in) operating activities:		
Depreciation and amortization	10.6	7.9
Provision for risks	1.1	1.0
Other provisions	13.0	10.5
Provision for losses (gains) on derivatives	7.3	(1.4)
Allowance for expected credit loss	2.1	1.1
Provision of actuarial law	0.9	1.3
Exchange Differences	9.8	23.1
Interest on borrowings	9.9	9.2
Residual value of fixed and intangible assets disposed of	0.1	2.1
Deferred income tax and social contribution	(3.0)	(2.2)
	<b>69.0</b>	<b>38.8</b>
(Increase) decrease in assets:		
Current:		
Trade receivables	(55.2)	(125.5)
Inventories	(37.3)	(25.9)
Taxes recoverable	(15.4)	(5.5)
Other receivables	(5.4)	(3.5)
Noncurrent:		
Taxes recoverable	0.1	(0.0)
	<b>(113.2)</b>	<b>(160.5)</b>
<i>Increase (decrease) in liabilities:</i>		
Current:		
Trade payables	58.5	5.8
Taxes payable	8.0	1.3
Payroll and related charges	1.1	2.2
Current Other payables	5.1	14.0
Provision for risks	(1.6)	(0.4)
Others provisions	(9.6)	(8.0)
Derivative Gain and Loss	-	0.0
Noncurrent:		
Taxes payables	(0.1)	(0.1)
Non-Current Other payables	(0.4)	(0.5)
	<b>60.9</b>	<b>14.3</b>
Other Cash Flow From Operating Activities:		
Income tax and social contribution payments	(1.2)	-
	<b>(1.2)</b>	<b>-</b>
Net cash generated by (used in) operating activities	<b>15.5</b>	<b>(107.4)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(5.7)	(8.3)
Additions to intangible assets	(3.3)	(3.8)
Marketable securities	65.1	41.4
Net cash generated by (used in) investing activities	<b>55.5</b>	<b>29.3</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
New borrowings	112.9	262.9
Payment of principal	(104.8)	(241.3)
Payment of interest	(7.3)	(10.5)
Lease Liability	(1.7)	-
Interest from lease liability	(0.1)	-
Payment / Receipt of Derivatives	(56.5)	-
Net cash (used in) generated by financing activities	<b>(57.5)</b>	<b>11.1</b>
<b>EFFECTS OF EXCHANGE ON CASH AND CASH EQUIVALENTS</b>	<b>(24.7)</b>	<b>(12.4)</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(11.2)</b>	<b>(79.3)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
At the end of the period	166.7	215.1
At the beginning of the period	178.0	294.4
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(11.2)</b>	<b>(79.3)</b>