

São Paulo, Brazil, November 11th 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 third quarter of 2019 (“3Q19”) and first 9 months of 2019 (“9M19”). Financial and operational information given is in accordance with international accounting standards (IFRS), in Brazilian Reais (R\$). Comparisons are with the third quarter of 2018 (“3Q18”), first nine months of 2018 (“9M18”) and/or as indicated. Numbers may not add up due to rounding.

3Q19 and 9M19 Highlights

- ✿ 3Q19 Net Revenues up 40.3% to R\$309.7 million compared to the corresponding prior year period and 9 months revenues up 26.6% to R\$1,105.9 million; both periods at historical high levels
- ✿ Adjusted EBITDA for the quarter at R\$22.7 million up 16.6% vs 3Q18; and R\$106.4 million for the nine months of 2019 up 22.9% vs R\$86.6 million in 9M18
- ✿ Net Loss of R\$10.3 million in 3Q19 vs a Net Profit of R\$10.2 million in 3Q18. Net Profit of R\$23.7 million for the first 9 months of 2019 vs Net Loss of R\$ 22.0 million in 2018
- ✿ Net Debt to Adjusted EBITDA ratio of 4.2x in 3Q19 versus 4.1x in 3Q18.

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

“Metalfrio delivered good operational performance in the third quarter. The recent investments in capacity and efficiency at our Turkish facility, allowed for higher throughput levels during the year and improved conversion costs. Whilst we expect the economic volatility to persist, we are further progressing on already robust exports to approximately 70 countries from this facility. New investments at this plant include the expansion of the current building as well as the acquisition of an adjacent land plot that will secure both future capacity evolution and further initiatives in cost optimization.

At the same time we are widening our business offer through LifeCycle by capitalizing on emerging IoT technologies and adding a new business model (“equipment rental”) through a new acquisition (“3L”). Whilst we are at the investment phase of these activities we expect to be able to leverage our expanded scope and continue to deliver superior service to our customers.”

(R\$ million)	3Q19	3Q18	% Var	9M19	9M18	% Var
Net Revenues	309.7	220.8	40.3	1105.9	873.7	26.6
Gross Profit	45.1	37.8	19.2	182.1	145.8	24.9
<i>Gross Margin</i>	14.6%	17.1%		16.5%	16.7%	
Op. Profit	12.6	10.6	18.6	72.4	59.7	21.3
Adj. EBITDA	22.7	19.5	16.6	106.4	86.6	22.9
<i>Adj. EBITDA Margin</i>	7.3%	8.8%		9.6%	9.8%	

Outlook

Despite the positive sales growth during the first nine months of the year, Metalfrío remains both vigilant and prepared with regards to the current political and economic conditions in Brazil and Turkey as well as the ongoing volatility in currencies and commodities. We believe that our strong market positions, operational excellence and highly focused sales execution are expected to enable us to maintain good results across our established markets whilst pursuing further efficiency gains and cost structure optimisation.

Also, the inclusion and widening of our business portfolio, which is requiring additional efforts to be implemented and expanded in the short-term, is expected to result in a superior proposal to our customer base as well as new clients. This, together with the further increase in our geographical footprint beyond the 80 countries to which we already export, is allowing us to create a more stable structure even in volatile conditions.

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 3Q19 reached R\$309.7 million, an increase of 40.3% versus 3Q18 (R\$ 220.8 million), driven by expansion across our operating geographies. 9M19 Net Revenues reached R\$1,105.9 million, an increase of 26.6% versus the same period of last year (R\$873.7 million).

(R\$ million)	3Q19	3Q18	% Var	9M19	9M18	% Var
<i>Americas</i>	179.0	139.0	28.8	558.5	452.5	23.4
<i>Europe</i>	130.7	81.8	59.7	547.4	421.1	30.0

Americas

Metalfrío kept a double-digit growth of 28.8% to R\$179.0 million in Americas during 3Q19 whilst for the first 9 months growth was 23.4% versus the last year comparable period. Such growth was underpinned by Mexico and services in Brazil.

Revenues in Brazil increased by 2.9% in 3Q19 and by 6.7% in 9M19 mainly supported by further development of Lifecycle which is becoming a significant part of our revenue. In

particular, the expanded scope of services is giving us an opportunity to develop new capabilities and have therefore invested in the necessary infrastructure and systems. In the meantime our efficiencies have been eroded during the ramp-up period. Development of IoT solutions in Lifecycle open up new possibilities that with the increased scale we would be able to incorporate in our services. The acquisition of a new company (“3L”), completed during 3Q19, will allow us to expand our business portfolio and include a full operational rental solution to our clients.

During the quarter we have adjusted downwards our capacity at the Três Lagoas plant partly due to higher productivity but also due to soft market conditions.

In Mexico we continue to gain traction in the market as Net Revenues in the region increased by almost 3 fold in 3Q19 and doubled in the first nine months of the year. Such growth was supported by market share gains in the domestic market and new export customers. Through R&D investments we were able to offer innovative solutions that enabled our customers to present aesthetic differentiators in promoting their products at the point of sale. Our geographical footprint continues to grow in Latin American countries where we are developing the necessary competencies to serve our customers locally.

Europe

Europe revenues grew almost 60% in the third quarter, consolidating a 30% increase for the first nine months of the year versus the prior year comparable period. Our continued manufacturing enhancement program allowed our Turkish plant to reach higher production output levels whilst further developing its ability to produce customized products to serve a broad range of customers from approximately 70 different countries. During the third quarter we realized a significant investment in the acquisition of an adjacent 41,000m² land plot that will allow us to expand the facility and therefore increase output and create efficiency in the mid-term. This is an addition to the recent opening of the current plant extension of approx. 9,000m².

During the year new innovative brand-specific products in the beer and soft drink segments were launched and further growth has been achieved in exports driven by shipments to new geographies particularly to Global Key Accounts in Africa with products designed to cater for local operating conditions. In 3Q19 growth was partly due to additional quantities of more generic products in both horizontal and affordable platforms, resulting in an unfavorable sales mix.

Sales in Russia also posted growth of 103.0% in 3Q19 (vs 3Q18) and 51.9% in 9M19 (vs 9M18) as a result of further share gains in Global Key Accounts and domestic ice cream producers.

Gross Profit and Gross Margin

Gross Profit in the third quarter increased 19.2% to R\$45.1 million, against the prior year comparable period, driven by higher sales in all our regions. In the first 9 months of 2019

Gross Profit grew by 24.9% to R\$182.1 million, and Gross Margin stood almost flat at 16.5% compared to 16.7% in 9M18.

Operating Expenses (SG&A)

SG&A expenses increased by 27.7% to R\$45.5 million in 3Q19 and 23.0% to R\$136.9 million in 9M19, mainly associated with higher sales expenses to support new exports and the growth in Lifecycle. Despite the decrease in SG&A as percentage of sales during the first 9 months by 37 bps to 12.4% versus the previous comparable period, we are aiming to further improve this indicator in the future.

EBITDA & EBITDA Margin

EBITDA

Adjusted EBITDA increased 16.6% to R\$22.7 million during 3Q19 (vs 3Q18) and by 22.9% to R\$106.4 million in 9M19 (vs 9M18). Adjustments for IFRS 16 requirements and for non-current items impacted the Adjusted EBITDA and are presented in the tables below:

(R\$ million)	3Q19	3Q18	% Var	9M19	9M18	% Var
Adjusted EBITDA	22.7	19.5	16.6	106.4	86.5	22.9
<i>Adj. EBITDA Margin</i>	7.3%	8.8%		9.6%	9.9%	
Adjusted EBITDA excl. IFRS 16 Adjustments	20.8	19.5	6.9	100.8	86.5	16.4
<i>Adj. EBITDA (excl. IFRS 16) Margin</i>	6.7%	8.8%		9.1%	9.9%	
EBITDA excl. IFRS 16 Adjustments	21.9	18.5	18.6	104.6	84.1	16.9
<i>EBITDA (excl IFRS 16) Margin</i>	7.1%	8.4%		9.5%	9.6%	

Reconciliation of consolidated EBITDA and Adjusted EBITDA

Consolidated EBITDA (R\$ million)	3Q18	4Q18	1Q19	2Q19	3Q19	3Q19 vs 3Q18
Operating result	10,6	25,5	20,7	39,2	12,6	18,5%
Depreciation and amortization*	7,9	8,1	8,7	8,5	9,4	18,8%
EBITDA before IFRS16 Adj.	18,5	33,7	29,4	47,7	21,9	18,6%
IFRS16 Adjustments	0,0	0,0	1,9	1,9	1,9	
EBITDA	18,5	33,7	31,3	49,5	23,8	28,7%
Layoffs (i)	1,0	0,6	0,0	0,9	0,9	
Other extraordinary expenses (ii)	0,0	0,0	2,0	0,0	-2,0	
Adjusted EBITDA	19,5	34,3	33,3	50,4	22,7	16,6%

* 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 (recognized in 1Q19 but reverted in 3Q19 when reimbursed by Insurer)

Financial Result

Net Financial Result receded in 3Q19 mainly due to a though comparable period where we had strong gains in securities mark-to-market valuation. For the 9M19 there has been an improvement in financial result with a Net Financial Expense of R\$44.5 million versus a Net Financial Expense of R\$65.7 million in the corresponding period of last year. The main drivers of this development during 2019 were the good performance of the securities portfolio as well as the full effect of the hedge strategy established in May 2018.

FINANCIAL RESULT (R\$ million)	3Q18	3Q19	Var. 19/18	9M18	9M19	Var.19/18
Result with cash investments	4,2	4,4	4,9%	10,8	10,7	-0,8%
Securities market Value Change	16,8	2,1	0,0%	8,3	21,0	-0,8%
Other financial income	0,1	0,1	-14,2%	0,3	0,4	43,7%
Interest and Other Income	21,1	6,6	-68,6%	19,4	32,1	65,5%
Interest on loans and financing	-13,2	-15,4	16,9%	-36,6	-40,9	11,7%
Securities market Value Change	0,0	0,0	nm	0,0	0,0	nm
Other financial expenses	-7,5	-11,9	58,8%	-27,8	-33,5	20,2%
Interest and Other Expenses	-20,7	-27,3	32,1%	-64,5	-74,4	15,4%
Hedge Operations Result	40,3	-5,5	nm	87,9	-14,6	nm
Net FX Variation	-40,5	5,0	nm	-108,5	12,5	nm
Net Financial Result	0,3	-21,2	nm	-65,7	-44,5	-32,3%

Profit/Loss

Net Loss in 3Q19 of R\$10.3 million versus net profit of R\$10.2 million in the corresponding period of last year.

In the first 9 months, Net Profit was R\$23.7 million versus a net loss of R\$22.0 million in 9M18.

Working Capital

In 3Q19 working capital less financial assets and liabilities, reached R\$268.9 million compared with R\$193.3 million in 3Q18, mainly due to the business expansion. The operational cash cycle in 3Q19 was 63 days, 25 days lower than 3Q18 and 41 days higher 4Q18.

WORKING CAPITAL (R\$ million)	3Q18	4Q18	1Q19	2Q19	3Q19	Chg. 3Q19/ 3Q18	Chg. 3Q19/ 4Q18
<u>Current assets:</u>							
Cash and equivalents, bonds and securities	411,2	544,7	468,3	466,6	387,0	-24,2	-157,7
Accounts receivable	215,4	164,3	224,1	292,8	271,2	55,9	106,9
Inventory	243,7	222,5	259,8	275,8	299,3	55,6	76,9
Other	58,9	49,6	70,4	79,2	101,9	43,0	52,3
A) Total	929,2	981,1	1022,6	1114,4	1.059,4	130,2	78,3
B) Current assets (less fin. assets)	518,0	436,4	554,3	647,8	672,5	154,5	236,0
<u>Current liabilities:</u>							
Accounts payable	212,2	276,3	338,7	385,2	308,9	96,7	32,6
ST debt	388,5	496,1	464,2	529,8	594,1	205,7	98,1
Other	112,4	124,6	99,4	99,6	94,7	-17,7	-29,9
C) Total	713,1	897,0	902,3	1014,6	997,7	284,6	100,7
D) Current liabilities (less fin. liab.)	324,6	401,0	438,1	484,8	403,6	78,9	2,6
Working capital (B-D)	193,3	35,5	116,2	162,9	268,9	75,5	233,4
Days of receivables	72	38	46	53	66	-6	29
Days of inventory	120	64	75	71	102	-18	38
Days of suppliers	104	80	98	100	105	1	25
Cash cycle	88	22	23	24	63	-25	41
Current liquidity (A/C)	1.3x	1.1x	1,1x	1,1x	1,1x	n/a	n/a

Accounts Receivable

Accounts receivable from customers, at R\$271.2 million at the end of 3Q19, increased R\$55.9 million when compared to 3Q18 (R\$215.4 million) and increased R\$106.9 million when compared to 4Q18 (R\$164.3 million) in line with business seasonality. Receivables in terms of days were down 6 days when compared to 3Q18, at 66 days and up 29 days when compared to 38 days in the end of 4Q18.

Inventories

Inventories at R\$299.3 million at the end of 3Q19 were up R\$55.6 million when compared to 3Q18 (R\$243.7 million) and up R\$76.9 million when compared to 4Q18. Inventory in number of days was 102 days at the end of 3Q19, 18 days lower than 3Q18 (120 days) but higher when compared to 64 days at the end of 4Q18 in line with business cyclicity.

Accounts Payable

Supplier outstanding payables were up R\$96.7 million at R\$308.9 million at the end of 3Q19, vs. R\$212.2 million at the end of 3Q18 and were also R\$ 32.6 million higher when compared to 4Q18. Payables days at 105 were 1 day higher when compared to 104 days 3Q18 and 25 days higher when compared to 4Q18 (80 days).

Investments

Fixed assets

In 3Q19 net property, plant and equipment was R\$244.4 million, R\$55.0 million higher than 3Q18 (R\$189.4 million) and R\$52.0 million higher when compared to 4Q18 (R\$192.4 million). The increase in Fixed Asset vs. 3Q18 is mostly explained by the acquisition of the land plot

and the building expansion in Turkey (R\$25 million) as well as the IFRS-16 recognition in 2019 (R\$13 million) and the consolidation of the assets of the acquired company 3L (R\$14 million).

Intangible assets

In 3Q19 total intangible assets reached R\$164.1 million, increased R\$8.3 million from R\$155.7 million in 3Q18 and R\$5.6 million when compared to R\$158.5 million in 4Q18.

FIXED ASSETS (R\$ million)	3Q18	4Q18	1Q19	2Q19	3Q19	Chg. 3Q19/ 3Q18	Chg. 3Q19/ 4Q18
Net PP&E	189,4	192,4	208,2	205,5	244,4	+55	+52
Intangibles	155,7	158,5	158,8	159,7	164,1	+8,3	+5,6
Total	345,1	350,9	367,0	365,2	408,5	+63,4	+57,6

Capitalization and Liquidity

In 3Q19 cash and cash equivalents (including marketable securities) reached R\$387.0 million, compared to R\$411.2 million in 3Q18. Gross debt at the end of 3Q19 was R\$976.1 million compared with R\$925.3 million in 3Q18.

Net debt in 3Q19 was R\$589.1 million, compared to R\$514.1 million in 3Q18.

LIQUIDITY INDICATORS (R\$ million)	3Q18	4Q18	1Q19	2Q19	3Q19	Chg. 3Q19/ 3Q18	Chg. 3Q19/ 4Q18
Cash and equivalents, bonds and securities	411,2	544,7	468,3	466,6	387,0	-24,2	-157,7
Short term debt (ST)	388,5	496,1	464,2	529,8	594,1	205,7	98,0
Long term debt (LT)	536,9	382,8	417,5	393,2	382,0	-154,9	-0,8
USD denominated debt	164,9	132,2	51,2	19,2	21,2	-143,6	-111,0
BRL denominated debt	369,1	354,4	434,7	525,6	592,5	223,4	238,1
Euro denominated debt	391,3	392,3	395,8	376,6	360,8	-30,6	-31,5
TRY denominated debt	0,0	0,0	0,0	1,6	1,6	1,6	1,6
Gross debt	925,3	878,9	881,8	922,9	976,1	50,8	97,2
Net cash / (Net debt)	-514,1	-334,2	-413,4	-456,4	-589,1	-75,0	-254,9
Shareholders' equity (Equity)	64,5	87,4	98,3	108,2	122,9	58,4	35,5
Cash and equiv. / ST debt	1.1x	1.1x	1x	0,9x	0,7x	n/a	n/a
ST debt / (ST + LT)	42,0%	56,4%	52,6%	57,4%	60,9%	n/a	n/a
Net cash (Net debt) / Equity	-8x	-3,8x	-4,2x	-4,2x	-4,8x	n/a	n/a
Net debt / (Net debt + Equity)	88,9%	79,3%	80,8%	80,8%	82,7%	n/a	n/a

In 3Q19 short-term debt was R\$594.1 million compared to R\$388.5 million at 3Q18 with long term debt as a percentage of total debt at 39.4% at end of 3Q19 compared to 58.0% at the end of 3Q18. After the closing of 3Q19 the Company negotiated new mid/long term loans in Turkey and consequently increased the share of the long term debt.

Net Debt to Adjusted EBITDA LTM ratio increased marginally from 4.1x to 4.2x when compared to 3Q18 as a result of extraordinary investment in building expansion and land acquisition during 3Q19.

Shareholders' equity

Consolidated Shareholders' equity at 3Q19 was R\$122.9 million, which compares to R\$64.5 million at 3Q18 and R\$87.4 million in 4Q18, highlighting a positive result during the last twelve months.

CONFERENCE CALL – 3Q19 – Metalfrío
November 12th 2019

Portuguese

10h00 (Brasília Time)

08h00 (US- EST)

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Code: Metalfrío

English

10h00 (Brasília Time)

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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 September 30th, 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 3Q19 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 Metafrio's capacity to control or forecast.

Consolidated Income Statement – 3rd Quarter

(R\$ Mn)	3Q19	% Revenues	3Q18	% Revenues	Var. 3Q19 vs. 3Q18 (%)
NET REVENUES	309,7	100,0%	220,8	100,0%	40,3%
Cost of goods	(264,7)	-85,4%	(183,0)	-82,9%	44,6%
GROSS PROFIT	45,1	14,6%	37,8	17,1%	19,2%
OPERATING INCOMES (EXPENSES)					
Selling expenses	(27,8)	-9,0%	(22,7)	-10,3%	22,6%
Administrative and general expenses	(17,6)	-5,7%	(12,9)	-5,8%	36,7%
Other operating income	12,9	4,2%	8,4	3,8%	54,8%
RESULTS BEFORE NET FINANCIAL	12,6	4,1%	10,6	4,8%	18,6%
NET FINANCIAL RESULT					
Financial expenses	(38,0)	-12,3%	(26,0)	-11,8%	46,0%
Financial income	11,7	3,8%	66,8	30,2%	-82,5%
Net exchange variation	5,0	1,6%	(40,5)	-18,3%	nm
RESULTS BEFORE TAXES	(8,8)	-2,8%	10,9	4,9%	-180,8%
INCOME AND SOCIAL CONTRIB. TAXES					
Current	(1,0)	-0,3%	0,8	0,4%	-214,5%
Deferred	(0,5)	-0,2%	(1,5)	-0,7%	-68,4%
NET RESULT FOR THE PERIOD	(10,3)	-3,3%	10,2	4,6%	-200,5%

Consolidated Income Statement – First 9 Months

(R\$ Mn)	9M19	% Revenues	9M18	% Revenues	Var. 9M19 vs. 9M18 (%)
NET REVENUES	1.105,9	100,0%	873,7	100,0%	26,6%
Cost of goods	(923,9)	-83,5%	(727,8)	-83,3%	26,9%
GROSS PROFIT	182,1	16,5%	145,8	16,7%	24,9%
	16,5%		16,7%		
OPERATING INCOMES (EXPENSES)					
Selling expenses	(86,1)	-7,8%	(71,4)	-8,2%	20,6%
Administrative and general expenses	(50,8)	-4,6%	(39,9)	-4,6%	27,1%
Other operating income	27,2	2,5%	25,2	2,9%	7,9%
RESULTS BEFORE NET FINANCIAL	72,4	6,5%	59,7	6,8%	21,2%
NET FINANCIAL RESULT	(44,5)	-4,0%	(65,7)	-7,5%	-32,3%
Financial expenses	(108,9)	-9,9%	(115,6)	-13,2%	-5,8%
Financial income	52,0	4,7%	158,4	18,1%	-67,2%
Net exchange variation	12,5	1,1%	(108,5)	-12,4%	nm
RESULTS BEFORE TAXES	27,9	2,5%	(6,0)	-0,7%	nm
INCOME AND SOCIAL CONTRIB. TAXES					
Current	(13,6)	-1,2%	(12,9)	-1,5%	5,7%
Deferred	9,4	0,9%	(3,2)	-0,4%	nm
NET RESULT FOR THE PERIOD	23,7	2,1%	(22,0)	-2,5%	nm

Consolidated Balance Sheet

ASSETS (R\$ mn)	3Q19	4Q18	LIABILITIES, NON-CONTROLLING INTEREST AND SHAREHOLDERS' EQUITY (R\$ mn)	3Q19	4Q18
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and cash equivalents	92,7	178,0	Accounts payable to suppliers	308,9	276,3
Marketable securities	294,3	366,7	Loans and financing	594,1	496,1
Trade accounts receivable	271,2	164,3	Tax payable	19,8	10,4
Inventories	299,3	222,5	Payroll and related charges	22,9	21,5
Recoverable taxes	81,5	39,7	Other provisions	36,2	33,9
Other accounts receivable	20,4	10,0	Lease liability	4,1	-
Total current assets	1.059,4	981,1	Accounts payable on derivatives	6,5	54,2
			Other accounts payable	5,3	4,6
			Total current liabilities	997,7	897,0
NON-CURRENT			NON-CURRENT		
Long-term receivables:			Loans and financing	382,0	382,8
Deferred taxes	62,5	53,1	Taxes payable	1,7	2,1
Recoverable taxes	3,7	3,7	Provision for risks	7,6	8,0
			Lease liability	9,4	-
Investments	0,6	-	Other accounts payable	13,4	11,4
Property, plant and equipment	244,4	192,4	Total non-current liabilities	414,1	404,4
Intangible assets	164,1	158,5			
Total non-current	475,3	407,7	SHAREHOLDERS' EQUITY		
			Capital	244,0	244,0
TOTAL	1.534,7	1.388,8	Capital reserve	2,7	2,7
			Profit reserve	0,1	0,1
			Equity valuation adjustments	(79,5)	(90,4)
			Capital transaction between shareholders	(69,3)	(69,3)
			Accumulated profits (losses)	(48,3)	(49,4)
				49,7	37,8
			Non-controlling interest	73,2	49,7
			Total Shareholders' equity	122,9	87,4
			TOTAL	1.534,7	1.388,8

Consolidated Cash Flow – 9M19

(R\$ mn)	9M19	9M18
CASH FLOWS FROM OPERATING ACTIVITIES		
Result for the Period	23,7	(22,0)
Reconciliation of the result for the period to net cash generated by (used in) operating activities:		
Depreciation and amortization	32,2	24,4
Provision for risks	3,3	2,9
Other provisions	28,6	30,6
Provision for losses (gains) on derivatives	14,6	43,5
Allowance for expected credit loss	2,7	3,1
Provision of actuarial law	2,5	3,1
Stock option plan	-	-
Exchange Differences	7,7	168,3
Interest on borrowings	37,8	37,6
Residual value of fixed and intangible assets disposed of	1,2	2,0
Disposal of investment	-	-
Advantageous purchase gain	(2,1)	-
Deferred income tax and social contribution	(9,4)	3,2
	142,8	296,7
(Increase) decrease in assets:		
Current:		
Trade receivables	(104,4)	(60,6)
Inventories	(76,9)	(37,4)
Taxes recoverable	(41,8)	(19,9)
Other receivables	(10,3)	(1,2)
Noncurrent:		
Taxes recoverable	0,1	0,3
	(233,3)	(118,8)
<i>Increase (decrease) in liabilities:</i>		
Current:		
Trade payables	25,3	(79,6)
Taxes payable	10,2	(2,6)
Payroll and related charges	1,5	3,1
Current Other payables	0,5	0,3
Provision for risks	(3,7)	(2,8)
Others provisions	(26,3)	(23,6)
Noncurrent:		
Taxes payables	(0,4)	(0,4)
Non-Current Other payables	(6,3)	(2,6)
	0,9	(107,9)
Other Cash Flow From Operating Activities:		
Income tax and social contribution payments	(1,2)	-
	(1,2)	-
Net cash generated by (used in) operating activities	(90,9)	70,1
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(44,8)	(20,9)
Additions to intangible assets	(10,1)	(10,9)
Capital increase in subsidiaries	(0,6)	-
Marketable securities	72,4	(71,7)
Net cash generated by (used in) investing activities	16,9	(103,5)
CASH FLOWS FROM FINANCING ACTIVITIES		
New borrowings	496,5	770,6
Payment of principal	(413,2)	(802,6)
Payment of interest	(36,1)	(35,9)
Lease Liability	(4,9)	-
Interest from lease liability	0,4	-
Payment / Receipt of Derivatives	-	-
Net cash (used in) generated by financing activities	(19,6)	(67,9)
EFFECTS OF EXCHANGE ON CASH AND CASH EQUIVALENTS		
	8,3	(66,5)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
	(85,3)	(167,8)
CASH AND CASH EQUIVALENTS		
At the end of the period	92,7	126,5
At the beginning of the period	178,0	294,4
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
	(85,3)	(167,8)