

Ferropport Logística
Comercial
Exportadora S.A.

**Condensed interim financial
information as of March 31, 2024**

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Independent auditors' report on review of condensed parent company and consolidated interim financial information

To the Shareholders, Board of Directors and Management of Ferroport Logística Comercial Exportadora S.A.

Rio de Janeiro – RJ

Introduction

We have reviewed the condensed parent company and consolidated balance sheets of Ferroport Logística Comercial Exportadora S.A. ("Company"), as of March 31, 2024, and the related condensed statements of income, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for the preparation and fair presentation of the condensed parent company and consolidated interim financial information in accordance with CPC 21(R1) - Demonstração Intermediária. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Interim Financial Information Review Standards (NBC TR 2410 - Revisão de Informações Intermediárias Executada pelo Auditor da Entidade and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity). A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures.


A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the condensed parent company and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed parent company and consolidated interim financial information, as of March 31, 2024, are not prepared, in all material respects, in accordance with CPC 21 (R1) – Interim Financial Reporting.

Rio de Janeiro, April 29, 2024

KPMG Auditores Independentes Ltda
CRC SP-014428/O-6 F-RJ


Juliana Ribeiro de Oliveira
CRC RJ-095335/O-0

Ferropport Logística Comercial Exportadora S.A.

Condensed balance sheets March 31, 2024 and December 31, 2023

(In thousands of Reais)

	Note	Parent Company		Consolidated	
		March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Assets					
Current assets					
Cash and cash equivalents	4	177,780	216,026	178,497	216,752
Accounts receivable from related parties	15	93,394	97,653	93,402	97,658
Inventories	5	43,055	38,744	43,055	38,744
Recoverable taxes	7	1,384	767	1,517	885
Income taxes and social contribution recoverable	7	-	-	44	43
Prepaid expenses		58	1,502	58	1,502
Other		2,557	1,557	2,559	1,559
Total current assets		318,228	356,249	319,132	357,143
Noncurrent assets					
Judicial deposits	8	37,263	36,867	37,263	36,867
Investments	9	4,637	4,627	3,740	3,740
Right of use assets	10	5,909	6,560	5,909	6,560
Property, plant and equipment	11	2,039,267	2,052,526	2,039,267	2,052,526
Intangible assets	12	3,957	3,642	3,957	3,642
Deferred charges		329	493	329	493
Total noncurrent assets		2,091,362	2,104,715	2,090,465	2,103,828
Total assets		2,409,590	2,460,964	2,409,597	2,460,971
Liabilities and equity					
Current liabilities					
Trade accounts payable	13	54,837	48,345	54,837	48,345
Payroll and related charges	14	26,272	22,555	26,272	22,555
Taxes payable	16	14,088	14,741	14,089	14,741
Lease liabilities	10	2,046	2,244	2,046	2,244
Income taxes and social contribution payable	16	18,332	21,777	18,337	21,782
Dividends payable	18	-	116,279	-	116,279
Deferred revenue with related party	15	2,194	2,194	2,194	2,194
Related parties - accounts payable	15	5,196	179	5,196	179
Total current liabilities		122,965	228,314	122,971	228,319
Noncurrent liabilities					
Income taxes and social contribution payable	14	44,284	45,720	44,284	45,720
Lease liabilities	10	4,385	4,812	4,385	4,812
Deferred income tax and social contribution	6	203,393	198,450	203,393	198,450
Deferred revenue with related party	15	39,124	39,672	39,124	39,672
Provision for contingencies	17	24,654	23,385	24,654	23,385
Taxes payable	16	33,948	33,943	33,948	33,943
Other		18,179	18,186	18,180	18,188
Total noncurrent liabilities		367,967	364,168	367,968	364,170
Shareholders' equity					
Share Capital	18	1,197,152	1,197,152	1,197,152	1,197,152
Profits reserve		299,796	348,783	299,796	348,783
Capital reserve		94,589	94,589	94,589	94,589
Contingencies reserve		109,595	109,595	109,595	109,595
Legal reserve		118,363	118,363	118,363	118,363
Accumulated Profit		99,163	-	99,163	-
Total shareholders' equity		1,918,658	1,868,482	1,918,658	1,868,482
Total liabilities and shareholders' equity		2,409,590	2,460,964	2,409,597	2,460,971

The notes are an integral part of these condensed interim financial information.

Ferroport Logística Comercial Exportadora S.A.

Condensed statements of income

Three-month period ended March 31, 2024 and 2023

(In thousands of Reais)

		Parent Company		Consolidated	
	Note	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Net revenue of services	19	254,244	275,604	254,252	275,606
Costs of services	20	(98,842)	(62,259)	(98,842)	(62,259)
Gross profit		155,402	213,345	155,410	213,347
Operating income (expenses)					
General and administrative expenses	21	(15,372)	(11,668)	(15,383)	(11,676)
Other operating income (expenses), net	22	2,071	1,664	2,071	1,664
		(13,301)	(10,004)	(13,312)	(10,012)
Income before, equity, financial income (expenses) and taxes		142,101	203,341	142,098	203,335
Equity income net		10	9	-	-
Financial income (expenses)					
Financial income	23	6,044	6,430	6,062	6,450
Financial expenses	23	(1,634)	(1,413)	(1,634)	(1,413)
Income before taxes		146,521	208,367	146,526	208,372
Income and social contribution taxes					
Current	6	(42,416)	(66,741)	(42,421)	(66,746)
Deferred	6	(4,942)	(6,732)	(4,942)	(6,732)
Total income and social contribution taxes		(47,358)	(73,473)	(47,363)	(73,478)
Net income for the period		99,163	134,894	99,163	134,894

The notes are an integral part of these condensed interim financial information.

Ferroport Logística Comercial Exportadora S.A.

Condensed statements of comprehensive income

Three-month period ended March 31, 2024 and 2023

(In thousands of Reais)

	Parent Company and Consolidated	
	March 31, 2024	March 31, 2023
Net income for the period	99,163	134,894
Total comprehensive income for the period	99,163	134,894

The notes are an integral part of these condensed interim financial information

Ferropport Logística Comercial Exportadora S.A.

Condensed statements of changes in shareholders' equity

Three-month period ended on March 31, 2024 and 2023

(In thousands of Reais)

		Parent Company and Consolidated						
	Note	Share Capital	Profits reserve	Capital reserve	Contingencies reserve	Legal reserve	Accumulated profit	Total
Balances as of January 1st, 2023	18	1,197,152	337,467	94,589	109,595	93,887	-	1,832,690
Net income for the period		-	-	-	-	-	134,894	134,894
Balances as of March 31, 2023		1,197,152	337,467	94,589	109,595	93,887	134,894	1,967,584
Balances as of January 1st, 2024		1,197,152	348,783	94,589	109,595	118,363	-	1,868,482
Net income for the period		-	-	-	-	-	99,163	99,163
Dividends distribution		-	(48,987)	-	-	-	-	(48,987)
Balances as of March 31, 2024		1,197,152	299,796	94,589	109,595	118,363	99,163	1,918,658

The notes are an integral part of these condensed interim financial information.

Ferropport Logística Comercial Exportadora S.A.

Condensed statements of cash flows

Three-month period ended March 31, 2024 and 2023

(In thousands of Reais)

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Operating activities				
Income before taxes	146,521	208,367	146,526	208,372
Adjustments to reconcile income before taxes and net cash provided by operating activities:				
Depreciation and amortization	22,640	20,103	22,640	20,103
Monetary variation and interest	238	306	239	306
Tax Provision	1,347	1,281	1,347	1,281
Amortization of insurance	1,444	1,305	1,444	1,305
Provision for bonus	3,962	2,324	3,962	2,324
Provision for legal proceeding	1,269	1,819	1,269	1,819
Deferred revenue amortization	(549)	(549)	(549)	(549)
Shares of results of investee	(10)	(9)	-	-
	176,862	234,947	176,878	234,961
(Increase) decrease of assets and increase (decrease) of liabilities:				
Account receivable from related parties	4,364	1,913	4,361	1,915
Inventories	(3,724)	661	(3,724)	661
Trade accounts payable	15,941	(1,152)	15,941	(1,152)
Taxes payable	(4,152)	(22,797)	(4,152)	(22,802)
Payroll and related charges	(1,251)	(1,821)	(1,251)	(1,821)
Income tax and social contribution paid	(46,786)	(46,232)	(46,806)	(46,245)
Interest on leases	(204)	(263)	(204)	(263)
Other	(141)	(73)	(143)	(74)
Net cash flows generated by operating activities	140,908	165,183	140,900	165,180
Investing activities				
Acquisition of intangible assets	(576)	(113)	(576)	(113)
Acquisition of property, plant and equipment	(12,696)	(14,115)	(12,696)	(14,115)
Net cash flows used in investing activities	(13,272)	(14,228)	(13,272)	(14,228)
Financing activities				
Lease payments	(617)	(576)	(617)	(576)
Dividends paid	(165,266)	(151,166)	(165,266)	(151,166)
Net cash flows used in financing activities	(165,883)	(151,742)	(165,883)	(151,742)
Decrease in cash and cash equivalents	(38,246)	(787)	(38,255)	(790)
Cash and cash equivalents				
At beginning of the period	216,026	167,177	216,752	167,839
At end of the period	177,780	166,390	178,497	167,049
Decrease in cash and cash equivalents	(38,246)	(787)	(38,255)	(790)

The notes are an integral part of these condensed interim financial information.

Notes to the interim financial information

(In thousands of Reais, unless otherwise stated)

1 The Company and its operations

In 2007, Ferroport Logística Comercial Exportadora S.A. (“Ferroport” or the “Company”), located in the state of Rio de Janeiro, Rua da Passagem 123/ 11th floor – Botafogo, was incorporated with the purpose of developing and operating port facilities and providing logistics support services.

Ferroport is the joint owner of an area of 300 hectares in the Açú Port which is responsible for iron ore processing, handling, and storage, and an offshore structure comprising an access bridge, access canal, breakwater and two berths for iron ore loading. The development of the project was established by the Framework Agreement and Asset Allocation Agreement (“Agreement”) which sets forth the operating and commercial relations between the Company, Prumo Participações e Investimentos S.A. (“Prumopar”), Prumo’s subsidiary Vast Infraestrutura S.A. and Anglo American Minério de Ferro do Brasil S.A. (“AAMFB”).

In 2024, the Company loaded 5.4 million tons (unreviewed) of iron ore in 32 vessels (unreviewed) (5.0 million tons (unreviewed) in 30 vessels (unreviewed) during 2023). Since the beginning of operations in October 2014, the Company loaded 165.4 million tons (unreviewed) of iron ore, reaching a mark of 1,030 vessels (unreviewed) berthing at the port.

In 2024, Vast Infraestrutura S.A. performed 34 operations (unreviewed) in 86 vessels (unreviewed), loading 6.56 million metric tons (unreviewed) of oil transshipment. In the same period of 2023, Vast Infraestrutura S.A. performed 37 operations (unreviewed) in 85 vessels (unreviewed), loading 6.50 million metric tons (unreviewed) of oil transshipment. Since the beginning of operations in August 2016, they carried out 588 operations (unreviewed) in 1,388 Suezmax and VLCC vessels (unreviewed). According to the port access contract, Ferroport receives monthly variable fees from Vast Infraestrutura S.A., due to the use of the area to provide the service.

On December 29, 2022, the Company signed a contract with Grupo Omega Energia to guarantee the supply of energy for 20 years, with the objective of guaranteeing long-term operations, sustainable energy, and cost reduction, effective from January 2024. In July 2023, Ferroport acquired part of the common shares of SPE (Special Purpose Company) Omega Desenvolvimento de Energia 4 S.A., as described in note 9.

1.1 Subsidiary

See out below the subsidiary of Ferroport Logística:

Subsidiary / Activity	Ownership interest
Ferroport Serviços / Maintenance Services	100%

In August 2018, Ferroport Serviços EIRELI (“Ferroport Serviços”), a fully controlled subsidiary of Ferroport Logística, started the operations providing maintenance and engineering services to the companies located in the port terminal.

2 Licenses

Type	Issue date	Maturity
Permit to Use Water Resources OUT IN050405 authorizes the extraction of raw water through tubular wells, for human consumption, and other applications (in civil construction works and to spray on roads), in the Hydrographic Basin RH-IX – Baixo Paraíba do Sul.	September 27, 2019	September 27, 2024
INEA (State Institute for the Environment): Organic Law for the activities of reception and storage of solid mineral bulk, storage yard, access bridge, pier for loading and unloading of solid mineral bulk, utility areas and workshop, administrative area, dredging to maintain the access draft, navigation, turning basin and mooring berth, transshipment of waste from vessels, activities for loading food, inputs and drinking water onto vessels, berthing of platform, semi-submersible and floating vessels in one of the berths for mooring the ore terminal, in addition to supplying, by means of tank trucks, tugboats and support boats at the iron ore terminal. Statutory Law – Regulatory Procedure 027024. (IN051807).	December 23, 2020	May 29, 2024
ANTAQ (Supervising Office for Grants of the National Waterway Agency) authorizes Ferroport to start operating the port terminal.	September 02, 2014	September 02, 2039

3 Basis of preparation and presentation of the condensed interim financial information and summary of material accounting practices

a. Statement of compliance

The condensed parent company and consolidated interim financial information have been prepared in accordance with CPC 21 Interim Financial Reporting issued by the Accounting Pronouncements Committee (“CPC”).

The condensed parent company and consolidated interim financial information do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the financial statements as of December 31, 2023, prepared in accordance with accounting practices adopted in Brazil (“BR GAAP”), which comprise dispositions of the Brazilian Corporate Law, as determined by Law 6,404/76 with updates on Law 11,638/07 and accounting pronouncements, interpretations and orientations issued by the Accounting Pronouncements Committee (CPC) approved by Brazilian CVM.

The accounting policies mentioned adopted in this condensed interim financial information are consistent with those followed in the preparation of the Company’s financial statements for the year ended December 31, 2023 and concluded on March 01, 2024.

The Company’s Directors authorized the conclusion of these condensed interim financial information on April 29, 2024.

b. Basis of measurement

The condensed interim financial information has been prepared on the historical cost.

c. Functional and reporting currency

This condensed interim financial information is presented in Brazilian Reais, which is the Company’s functional and reporting currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

4 Cash and cash equivalents

	Parent Company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Cash and banks	1,027	271	1,033	286
Cash equivalents				
Bank deposit certificate (CDB)	176,753	215,755	177,464	216,466
	177,780	216,026	178,497	216,752

Highly liquid short-term investments are readily convertible into a known amount of cash and subject to insignificant risk of change in their value. The return of investments was 101,55% of Interbank Deposit (DI) rate in first quarter of 2024 (102.84% as of December 31, 2023). The portfolio currently consists of deposits certificates issued by Bank Santander, Bank ABC and Bank Bradesco.

5 Inventories

On March 31, 2024, the parent company and consolidated balance of inventories applied to equipment maintenance totaled R\$ 43,055 (R\$ 38,744 on December 31, 2023).

6 Income tax and social contribution

The changes in the deferred income and social contribution taxes assets and liabilities are as follows:

	Parent Company and Consolidated		
	December 31, 2023	Additional amount/offset (liability) recorded	March 31, 2024
Assets			
Temporary differences:			
Difference between tax basis and book value - deferred assets	22,072	2,897	24,969
Other	3,357	230	3,587
Total deferred income taxes assets	25,429	3,127	28,556
Liabilities			
Temporary differences:			
Difference between tax basis and book value of depreciation rates	(81,662)	(2,487)	(84,149)
Capitalized interests	(141,942)	(5,674)	(147,616)
Judicial deposits	(275)	91	(184)
Total deferred income taxes liabilities	(223,879)	(8,070)	(231,949)
Net effect	(198,450)	(4,943)	(203,393)

The recoverability of the deferred income tax assets is supported by a business plan approved by the Executive Board. The Company's Management evaluates the carrying value of the deferred tax

assets based on the Company's projected future taxable income and maintain these assets at their expected realization value. The reconciliation of the reported income tax and social contribution and the amount determined by applying the nominal rate for the periods ended March 31, 2024 and 2023, are as follows:

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Income Tax and Social Contribution				
Income before income taxes	146,521	208,367	146,526	208,372
Income tax at the nominal rate 34%	(49,817)	(70,845)	(49,814)	(70,846)
Tax effect on presumed profit	-	-	(5)	(5)
Tax adjustments:				
Complementary income tax and social contribution - 2022	-	(2,270)	-	(2,270)
Income tax and social contribution adjustments - 2023	2,022	-	2,022	-
Other	437	(358)	434	(357)
Total	(47,358)	(73,473)	(47,363)	(73,478)
Current income and social contribution tax	(42,416)	(66,741)	(42,421)	(66,746)
Deferred income and social contribution tax	(4,942)	(6,732)	(4,942)	(6,732)
Total income and social contribution tax	(47,358)	(73,473)	(47,363)	(73,478)
Effective rate	32%	35%	32%	35%

7 Recoverable taxes

	Parent Company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
PIS and COFINS	674	671	705	702
INSS	-	-	59	59
ISS	48	48	48	48
Income tax and social contribution	617	-	617	-
Other	45	48	88	76
Subtotal recoverable taxes	1.384	767	1.517	885
Income tax	-	-	34	33
Social contribution	-	-	10	10
Total income taxes and social contribution recoverable	-	-	44	43
Total	1.384	767	1.561	928
Current	1.384	767	1.561	928
Non current	-	-	-	-

8 Judicial deposits

	Parent Company and Consolidated	
	March 31, 2024	December 31, 2023
Income tax and social contribution (a)	36,527	36,171
Other	736	696
	37,263	36,867

- (a) The Company challenges the payment of income tax and social contribution on net income recognized in its pre-operating phase and filed an injunction in January 2008, making a judicial deposit in the original amount of R\$ 16,403. Ferroport obtained an unfavorable decision and is awaiting decision on its appeal. The amount deposited is fully reserved under “Taxes payable.” In December 2020, the 10th federal court of Rio de Janeiro granted a favorable decision, with partial return of the judicial deposit in the amount of R\$ 3,358. The amount was received on December 4, 2020. The total amount on March 31, 2024 is R\$ 36,527 (R\$ 36,171 on December 31, 2023).

9 Investments

The investments are as follow:

Company	Activity	Ownership interest	Classification
Ferroport Serviços Eireli	Maintenance services	100%	Controlled/Subsidiary
SPE Omega Desenvolvimento de Energia 4 S.A.	Energy generation	6,73%	Financial asset

a. Movement of participation

	December 31, 2023	Addition	Equity gain	March 31, 2024
Ferroport Serviços EIRELLI (a)	887	-	10	897
SPE Omega Desenvolvimento de Energia 4 S.A.	3,740	-	-	3,740

- (a) As mentioned in note 1, Ferroport Serviços operations started in August 2018.

b. Relevant information about subsidiary

March 31, 2024							
Direct subsidiary	%	Number of shares (thousand)	Asset	Liability	Shareholders' equity	Capital	Profit for the year
Ferroport Serviços EIRELI	100	100	904	(7)	(897)	845	(10)

March 31, 2023							
Direct subsidiary	%	Number of shares (thousand)	Asset	Liability	Shareholders' equity	Capital	Profit for the year
Ferroport Serviços EIRELI	100	100	822	(15)	(807)	845	(8)

c. Relevant information about minority interest

In July 2023, Ferroport acquired part of the common shares of SPE (Special Purpose Company) Omega Desenvolvimento de Energia 4 S.A., as show in the table below:

(In thousands of Reais)

Company	Activity	Number of Shares (thousand)	(%)	Value
SPE Omega Desenvolvimento de Energia 4 S.A.	Energy generation	25.697	6,73%	3,600

This investment did not attribute control or significant influence to Ferroport Logística Exportadora S.A. and is classified as a financial asset.

10 Right-of-use assets / Lease liabilities

The table below describes the contracts within the scope of CPC 06 R2, segregated by supplier, with their respective current values, contractual terms and interest rates applied as of March 31, 2024:

Parent Company and Consolidated						
Suppliers	Assets	Right of use assets	Lease Liabilities	Months	Interest rates	
Localiza	Vehicles	351	413	68	1,0280%	
Transbarra	Machinery and equipment	4,751	5,153	60	0,9902%	
Ornec	Machinery and equipment	389	397	24	0,9902%	
Solaris (Mills)	Machinery and equipment	418	468	60	0,9902%	
		5,909	6,431			

To obtain the interest rates, the Company simulated obtaining funds from financial institutions for the acquisition of the underlying assets, with similar terms to the respective contracts. The movements of the right of use assets and lease liabilities, with their respective final balances on March 31, 2024 and December 31, 2023, are as follows:

Parent Company and Consolidated			
Lease Assets	December 31, 2023	(-) Depreciation	March 31, 2024
Right of use - Vehicles	698	(210)	488
Right of use - Machinery and equipment	5,862	(441)	5,421
	6,560	(651)	5,909

Parent Company and Consolidated			
Lease Assets	December 31, 2022	(-) Depreciation	March 31, 2023
Right of use - Vehicles	1,539	(210)	1,329
Right of use - Machinery and equipment	7,202	(452)	6,750
	8,741	(662)	8,079

Parent Company and Consolidated

Lease Liabilities	December 31, 2023	Transfer	Interest	Payments	March 31, 2024
Current	2,244	427	204	(829)	2,046
Non current	4,812	(427)	-	-	4,385
	7,056	-	204	(829)	6,431

Lease Liabilities	December 31, 2022	Transfer	Interest	Payments	March 31, 2023
Current	2,390	572	263	(839)	2,386
Non-current	6,607	(572)	-	-	6,035
	8,997	-	263	(839)	8,421

Parent Company and Consolidated

Payments	March 31, 2024				March 31, 2023	
	Fixed		Fixed			
	(Lease)	Total	(Lease)	Total		
Vehicles	(255)	(255)	(255)	(255)		
Machinery and equipment	(574)	(574)	(584)	(584)		
	(829)	(829)	(839)	(839)		

The table below describes the maturity terms of the lease liabilities, considering the future cash flows of principal and interest payments according to the contractual forecast, with position as of March 31, 2024:

Parent Company and Consolidated					
Maturity					
Lease Liabilities	up to 6 months	From 6 to 12 months	From 1 to 2 years	Above 2 years	Total
	1,206	841	1,749	2,635	6,431

11 Property, plant, and equipment

Parent Company and Consolidated	Annual depreciation rate %	Cost	Accumulated depreciation	March 31, 2024	December 31, 2023
Improvements	4	66,619	(65,383)	1,236	1,254
Furniture and fixtures	10	1,655	(851)	804	738
Vehicles	20 and 25	1,760	(1,431)	329	381
IT equipment	20	15,678	(9,951)	5,727	5,994
Machinery and equipment	10, 20 and 50	73,746	(28,519)	45,227	47,756
Electronic equipment	20	4,079	(1,954)	2,125	1,924
Defenses	10	4,031	(3,644)	387	488
Breakwater	2.22	860,902	(175,584)	685,318	689,814
Maritime access canal	2.22	509,747	(91,938)	417,809	420,146
Pier - Port Terminal	2.22	835,788	(150,824)	684,964	689,607
Safety equipment	10	62,589	(18,482)	44,107	44,363
Operational tools and equipment	10 and 5	136,656	(43,763)	92,893	87,799
Construction in progress	-	57,127	-	57,127	60,902
Other equipments	10 and 5	8,377	(7,163)	1,214	1,360
		2,638,754	(599,487)	2,039,267	2,052,526

Parent Company and Consolidated	Annual depreciation rate %	December 31, 2023	Additions	Write-offs	Transfers	March 31, 2024
Cost						
Improvements	4	66,619		-	-	66,619
Furniture and fixtures	10	1,556	99	-	-	1,655
Vehicles	20 and 25	1,760		-	-	1,760
IT equipment	20	15,540	156	(18)		15,678
Machinery and equipment	10, 20 and 50	72,413	536	(5)	802	73,746
Electronic equipment	20	3,715	364	-	-	4,079
Defenses	10	4,031		-	-	4,031
Breakwater	2.22	860,694	173	-	35	860,902
Maritime access canal	2.22	509,254	493	-	-	509,747
Pier - Port Terminal	2.22	835,788		-	-	835,788
Safety equipment	10	62,031	105	(19)	472	62,589
Operational tools and equipment	10 and 5	127,768	8,998	(75)	(35)	136,656
Construction work in progress	-	60,902	1,944	(4,445)	(1,274)	57,127
Others equipments	10 and 5	8,377	-	-	-	8,377
		2,630,448	12,868	(4,562)	-	2,638,754

Parent Company and Consolidated	Annual depreciation rate %	December 31, 2023	Additions	Write-offs	Transfers	March 31, 2024
Depreciation						
Improvements	4	(65,365)	(18)	-	-	(65,383)
Furniture and fixtures	10	(818)	(33)	-	-	(851)
Vehicles	20 and 25	(1,379)	(52)	-	-	(1,431)
IT equipment	20	(9,546)	(423)	18	-	(9,951)
Machinery and equipment	10, 20 and 50	(24,657)	(3,864)	2	-	(28,519)
Electronic equipment	20	(1,791)	(163)	-	-	(1,954)
Defenses	10	(3,543)	(101)	-	-	(3,644)
Breakwater	2.22	(170,880)	(4,704)	-	-	(175,584)
Maritime access canal	2.22	(89,108)	(2,830)	-	-	(91,938)
Pier - Port Terminal	2.22	(146,181)	(4,643)	-	-	(150,824)
Safety equipment	10	(17,668)	(818)	4	-	(18,482)
Operational tools and equipment	10 and 5	(39,969)	(3,837)	38	5	(43,763)
Others equipments	10 and 5	(7,017)	(141)	-	(5)	(7,163)
		<u>(577,922)</u>	<u>(21,627)</u>	<u>62</u>	<u>-</u>	<u>(599,487)</u>
Property and equipment, net		<u>2,052,526</u>	<u>(8,759)</u>	<u>(4,500)</u>	<u>-</u>	<u>2,039,267</u>

Asset allocation

As aforementioned, the Company, Vast Infraestructura S.A. and AAMFB signed the Asset Allocation Agreement, which determines that the Company is responsible for the construction of the T1 port terminal and sets out the allocation of assets between the parties, means of payment, transfer of divisible assets and joint ownership rules for the indivisible assets.

As for the indivisible assets, each company has its share of participation in the assets (“condominium agreement”) according to a formula defined in the Agreement at construction cost.

12 Intangible assets

	Amortization	Parent Company and Consolidated		
		December 31, 2023	Additions	March 31, 2024
Cost				
Software use license	5 years	15,547	576	16,123
Total Cost		<u>15,547</u>	<u>576</u>	<u>16,123</u>
Amortization				
Software - use license	5 years	(11,905)	(261)	(12,166)
Total Amortization		<u>(11,905)</u>	<u>(261)</u>	<u>(12,166)</u>
		<u>3,642</u>	<u>315</u>	<u>3,957</u>

13 Trade accounts payable

On March 31, 2024 the balance payable to the suppliers is R\$ 54,837 (R\$ 48,345 on December 31, 2023) and represents company's obligations arising from the purchase of products and services for the development of the Company's activities, as described below:

	Parent Company and Consolidated	
	March 31, 2024	December 31, 2023
Environmental services	3,562	4,449
Energy consumption	4,094	2,106
Property security	443	398
Administrative services	6,877	6,506
Law services	1,098	2,731
Operational services	32,846	26,216
I.T.	472	1,784
Others	5,445	4,155
	54,837	48,345

14 Payroll and related charges

	Parent Company and Consolidated	
	March 31, 2024	December 31, 2023
Net profit sharing (NPS/Bonus)	18,395	15,233
Provision for vacations and 13th salary	5,713	5,381
Payroll charges	1,387	1,380
Others	777	561
	26,272	22,555

Salaries are paid within the current month, up to the last working day of the month.

15 Transactions with related parties

	Parent Company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Assets				
Accounts receivable from AAMFB (a)	88,454	88,855	88,454	88,855
Accounts receivable from Vast infraestrutura (b)	4,278	8,024	4,286	8,029
	92,732	96,879	92,740	96,884
Credit Note				
AAMFB	483	474	483	474
Vast infraestrutura	176	293	176	293
Porto do Açú	3	3	3	3
Prumo Logística	-	4	-	4
Current	93,394	97,653	93,402	97,658
Noncurrent	-	-	-	-
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
Liabilities				
Debit Note				
Vast infraestrutura (c)	4,932	38	4,932	38
Prumo Participações	1	21	1	21
Porto do Açú	263	120	263	120
	5,196	179	5,196	179
Deferred revenue				
Deferred revenue with related party (d)	41,318	41,866	41,318	41,866
Current	7,390	2,373	7,390	2,373
Noncurrent	39,124	39,672	39,124	39,672

- (a) Receivables from the take-or-pay agreement with AAMFB;
- (b) Receivables from the Port Access agreement related to T-Oil operations;
- (c) Payables from the fuel consumed by the dredger during the dredging process carried out during the year 2024. As agreed between the parties, the fuel will be fully paid by Vast Infraestrutura, and shared with Ferropport;
- (d) In January 2008, an agreement was entered into with Porto do Açú for granting the right of accessing the port facilities to load and unload ships. This contract, amounting to R\$ 62,159, is effective for 35 years, renewable for another 35 years, and was fully paid as of December 31, 2009. The revenue will be recognized over the contract term. After the start-up of operation in October 2014, this amount started to be monthly recognized as other revenues.

The transactions that affect the income statements are as follows:

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Revenue				
AAMFB - take-or-pay agreement	238,389	251,522	238,389	251,522
Vast infraestrutura - T-Oil	15,855	25,670	15,855	25,670
Vast infraestrutura - (Services)	-	-	8	2
Cost				
Prumo Participações	-	(4)	-	(4)
Porto do Açu	(264)	-	(264)	-
Vast Infraestrutura	(4,932)	-	(4,932)	-
	249,048	277,188	249,056	277,190

Key management compensation was as follows:	March 31, 2024	March 31, 2023
Payroll and related charges	1,204	1,161

16 Taxes payable

	Parent Company		Consolidated	
	March 31, 2024	December 31, 2023	March 31, 2024	December 31, 2023
PIS and COFINS	22,939	25,492	22,939	25,492
ISS	604	221	604	221
ICMS	22,770	22,047	22,770	22,047
Income tax and social contribution (*)	61,873	66,440	61,878	66,445
Other	2,466	1,981	2,467	1,981
	110,652	116,181	110,658	116,186
Current	32,420	36,518	32,426	36,523
Noncurrent (*)	78,232	79,663	78,232	79,663

(*) This refers mainly to the judicial deposit for income tax and social contribution described in Note 8, and installment of taxes.

17 Provision for contingencies

The Company is subject to legal proceedings involving civil and administrative matters arising from the ordinary course of business. The Company classified as probable loss the following amounts:

Probable:	Parent Company and Consolidated	
	March 31, 2024	December 31, 2023
Labor claims	3,347	3,314
Civil claims (a)	21,307	20,071
	24,654	23,385

- (a) In 2018, ARG/Civilport filed a new litigation related to services claimed as rendered in the amount of R\$ 10,890 classified as probable loss. As of March 31, 2024, the amount is R\$ 21,299 (R\$ 20,063 on December 31, 2023).

Provision movements

	Parent Company and Consolidated			
	December 31, 2023	Additions	write-offs	March 31, 2024
Labor	3,314	333	(300)	3,347
Civil	20,071	1,236	-	21,307
	23,385	1,569	(300)	24,654

According to the legal counsel and management assessment, the main proceedings classified as possible loss are demonstrated below:

Possible:	March 31, 2024	December 31, 2023
	Labor claims	12,092
Tax claims (a)	206,340	198,910
Civil claims (b)	260,847	258,749
	479,279	465,252

- (a) Impacted mainly by the tax assessment of the Federal Revenue of Brazil (“RFB”) referring to the deduction of capitalized interest in the calculation of income tax and social contribution, and amortization of deferred tax on the merger goodwill, both from 2015 to 2017, in the amount of R\$ 146,439 (R\$ 143,694 on December 31, 2023).
- (b) Impacted mainly by ARG/Civilport litigation in the amount of R\$ 218,374 (R\$ 216,618 on December 31, 2023). The claims are due to breach of the contract (Lump Sum and Turnkey contracts) and the costs related to decommissioning.

18 Shareholders' equity

Capital

The Company's shareholding structure as of March 31, 2024 and December 31, 2023, is as follows:

Shareholders	Number of shares		%
	March 31, 2024	December 31, 2023	
Prumo Participações e Investimentos S.A.	875,617	875,617	50
Anglo American Investimentos - Minério de Ferro Ltda.	875,617	875,617	50
	<u>1,751,234</u>	<u>1,751,234</u>	<u>100</u>

Reserves

In accordance with the Brazilian Corporate Law, the legal reserve, which is intended to ensure the integrity of capital and may only be used to offset losses or increase the capital stock, is set up on an annual basis at 5% of the net income for the year and it cannot exceed 20% of the capital stock.

The general meeting may, at the proposal of the management bodies, allocate part of the net profit to the formation of a contingency reserve, with the purpose of offsetting, in a future year, the decrease in profit resulting from a loss deemed probable, the amount of which can be estimated. On March 31, 2024, the contingency reserve has the amount of R\$ 109,595 (R\$ 109,595 on December 31, 2023).

Capital reserves are constituted with amounts received by the Company and which do not pass through the result, do not refer to the delivery of goods or services by the company. On March 31, 2014, Ferroport approved at the Extraordinary General Meeting the merger of Centennial Asset Participações Minas-Rio SA and part of the spun off assets of Anglo American Participações Ltda. With the merger, Ferroport recorded a tax benefit of R\$ 94,589, arising from the acquisition of equity interest in the Company, against capital reserve. As of March 31, 2024 the capital reserves total R\$ 94,589 (R\$ 94,589 on December 31, 2023).

Dividends

In December 2023, mandatory minimum dividends were recognized as a liability, corresponding to 25% of adjusted net income, in accordance with law 6404/76, in the amount of R\$ 116,261.

On March, 2024, the first payment of dividends in 2024 to shareholders was made, in the amount of R\$ 165,266:

Shareholders	March 31,	Total
	2024	
AAMFB	82,633	82,633
Prumo Participações	82,633	82,633
	<u>165,266</u>	<u>165,266</u>

As of March 31, 2024, the Company has a balance of R\$ 299,796 of proposed additional dividends; the destination of which will be approved later, during the Shareholders' Meeting.

19 Net revenue from services

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Gross revenue	288,630	312,236	288,638	312,238
Shipment of iron ore (Take or Pay)	270,653	284,309	270,653	284,309
Oil transshipment (T-Oil)	17,977	27,927	17,977	27,927
Port services	-	-	8	2
Taxes	(34,386)	(36,632)	(34,386)	(36,632)
Taxes on gross revenue - PIS/COFINS	(27,161)	(28,882)	(27,161)	(28,882)
Tax on services – ISS	(7,225)	(7,750)	(7,225)	(7,750)
Net revenue from services	254,244	275,604	254,252	275,606

20 Costs of services

	Parent Company and Consolidated	
	March 31, 2024	March 31, 2023
Payroll and related charges	(17,591)	(17,448)
Depreciation and amortization	(16,044)	(14,248)
Third-parties services	(46,578)	(9,107)
Leases and rents	(1,420)	(2,003)
Insurance	(1,424)	(1,285)
Consumables spare parts	(11,286)	(13,004)
Environmental expenses	(639)	(584)
Depreciation of rights of use assets	(585)	(607)
Other	(3,275)	(3,973)
	(98,842)	(62,259)

21 General and administrative expenses

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Payroll and related charges	(5,368)	(2,317)	(5,368)	(2,317)
Third party services	(1,871)	(1,406)	(1,871)	(1,406)
Depreciation and amortization	(6,008)	(5,193)	(6,008)	(5,193)
Insurance	(20)	(20)	(20)	(20)
Travel expenses	(86)	(51)	(86)	(51)
Leases and rents	(116)	(118)	(116)	(118)
Depreciation of rights of use assets	(58)	(55)	(58)	(55)
Contingencies	(1,269)	(1,819)	(1,269)	(1,819)
Other	(576)	(689)	(587)	(697)
	(15,372)	(11,668)	(15,383)	(11,676)

22 Other operating income (expenses)

	Parent Company and consolidated	
	March 31, 2024	March 31, 2023
Non-consumed electric energy (a)	1,203	1,263
Deferred revenue - right of use	498	498
Reversal of Write-off inventories	336	-
Other	34	(97)
	2,071	1,664

(a) Refers to the sale of non-consumed electric energy with CCEE - *Câmara de Comércio de Energia Elétrica and other energy traders*. The income is associated to the power trading, regarding the CCEE, which Ferroport is an agent, which means, Company associated to the CCEE, participating with rights and duties in its operations.

23 Financial income (expenses)

	Parent Company		Consolidated	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Financial expenses				
Tax on financial transactions (IOF)	-	(59)	-	(59)
Interest on leases	(204)	(263)	(204)	(263)
Interest on tax parcellation	(451)	(285)	(451)	(285)
Update - Selic interest rate	(933)	(784)	(933)	(784)
Other	(46)	(22)	(46)	(22)
	(1,634)	(1,413)	(1,634)	(1,413)
Financial income				
Update - Selic interest rate	347	412	347	412
Interest income	5,681	5,933	5,699	5,953
Other	16	85	16	85
	6,044	6,430	6,062	6,450
Financial results, net	4,410	5,017	4,428	5,037

24 Commitments

The Company undertook future purchase commitments amounting to R\$ 629,503 as of March 31, 2024 (R\$ 469,527 as of December 31, 2023) and these should be fulfilled in the course of the operations:

Asset	March 31, 2024	December 31, 2023	Description
Property, plant and equipment / Intangible / Right of use assets			
Construction in progress	5,486	7,245	Structural reform to adapt the facilities
Right of use assets - Lease	13,336	14,065	Leasing of vehicles, machinery and equipment
Intangible	77	37	Systems licenses
Total asset	18,899	21,347	
Result			
Cost/Expenses	340,240	171,026	Electricity purchase agreement
	17,436	21,407	Industrial cleaning and facilities services
	30,587	33,358	Support for navigation and underwater activities
	2,370	3,219	Transport of employees
	5,827	6,616	Vigilance and Security
	10,237	13,342	Health and medical services plan
	7,935	10,282	Legal and financial consultancy
	12,391	12,245	Reforestation and waste management
	4,290	5,479	Employee benefits
	3,078	3,850	IT Services
	30,585	18,106	Preventive and corrective maintenance
	669	900	Medical services and occupational health
	110,833	111,055	Maintenance dredging
	4,392	5,700	Catering
	29,734	31,595	Others
Total Results	610,604	448,180	
Total	629,503	469,527	

25 Financial instruments

The estimated realizable values of the financial assets and liabilities of the Company were determined based on available market information and proper valuation methodologies. However, considerable judgment was required in interpreting market data to develop the most adequate estimate of realizable value. Consequently, the estimates do not necessarily indicate the values that could be realized in the currency exchange market.

Financial assets and liabilities as of March 31, 2024 and December 31, 2023 are as follows:

Classifications	Parent Company							
	March 31, 2024				December 31, 2023			
	Book Value	Amortized cost	Fair value through profit or loss (FVTPL)	Fair value measurement hierarchy	Book Value	Amortized cost	Fair value through profit or loss (FVTPL)	Fair value measurement hierarchy
Assets								
Cash and cash equivalents	177,780	177,780	-	2	216,026	216,026	-	2
Accounts receivable from related parties	93,394	93,394	-	2	97,653	97,653	-	2
Investments - others participations	3,740	-	3,740	3	3,740	-	3,740	3
Liabilities								
<i>Other financial liabilities</i>								
Lease liabilities	6,431	6,431	-	2	7,056	7,056	-	2
Trade accounts payable	54,837	54,837	-	2	48,345	48,345	-	2
Related parties - accounts payable	5,196	5,196	-	2	179	179	-	2
Classifications	Consolidated							
	March 31, 2024				December 31, 2023			
	Book Value	Amortized cost	Fair value through profit or loss (FVTPL)	Fair value measurement hierarchy	Book Value	Amortized cost	Fair value through profit or loss (FVTPL)	Fair value measurement hierarchy
Assets								
Cash and cash equivalents	178,497	178,497	-	2	216,752	216,752	-	2
Accounts receivable from related parties	93,402	93,402	-	2	97,658	97,658	-	2
Investments - others participations	3,740	-	3,740	3	3,740	-	3,740	3
Liabilities								
<i>Other financial liabilities</i>								
Lease liabilities	6,431	6,431	-	2	7,056	7,056	-	2
Trade accounts payable	54,837	54,837	-	2	48,345	48,345	-	2
Related parties - accounts payable	5,196	5,196	-	2	179	179	-	2

Level 1: quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2: valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The financial assets and liabilities, due to their characteristics and due dates, Management understands that fair values do not differ relevantly from their booking values.

The valuation technique used by the Company consider discounted cash flows. The valuation model considers the present value of expected payments, discounted using a risk-adjusted discount rate.

The Company's financial transactions are subject to the following risk factors:

Currency risk

The Group is exposed to transactional foreign currency risk to the extent that there is a mismatch between the currencies in which sales are denominated and the Group's functional currency. The Group's functional currency is the Real. The currency in which these transactions are primarily denominated is the Dollar.

Liquidity risk

The table below provides the Company's main financial liabilities at March 31, 2024. These amounts are gross and are not discounted and include payments of estimated interest and exclude the impact of the offsetting agreements:

	No maturity	Up to 6 months	Total
Financial liabilities			
Trade accounts payable	-	54,837	54,837
Related parties - accounts payable	-	5,196	5,196
Total by maturity range	-	60,033	60,033

The Company's shareholders have supported the implementation of the business plan. The remaining Capex to completion will be funded by Company's cash generation and the shareholders when required by the Agreement.

Credit risk

This risk arises from the possibility of the Company incurring losses arising from default of their counterparties or financial institutions depository of funds.

The Company uses rating analysis of the financial institutions through rating reports provided by the risk agencies, for the purpose of classifying and systematically follow up on the risk and performance of each bank.

The Company exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of customer base, including the default risk associated with the industry in which customers operate.

The Company held consolidated cash and cash equivalents of R\$ 178,497 on March 31, 2024 (R\$ 216,752 on 31 December 2023). The cash and cash equivalents are held with bank and financial institution counterparties, which is rated AAA based on rate S&P agency rating.

At the exposure to credit risk are the following:

Financial instruments	March 31, 2024	December 31, 2023
Cash equivalents	178,497	216,752
Accounts receivable (Related parties)	93,402	97,658
	<u>271,899</u>	<u>314,410</u>

For the period ended on March 31, 2024 and December 31, 2023, the Company's service revenue is entirely related to services provided to the related parties and cash and cash equivalents are invested in banks with at least A- rating.

Capital Management

The Company's funds to develop its business plan have been entirely funded through capital contributions and loans from the shareholders. The Company started its operations in October 2014 and started generating operating cash since then; the additional funds needed for the conclusion of the port construction will also be funded by its shareholders through additional loans when required by the Agreement, and operational cash generation.

26 Insurance coverage

The Company's policy consists of entering insurance coverage for assets subject to risks at amounts deemed sufficient by management to cover claims, if any, considering the nature of its activity. The policies are in force and the premiums were duly paid.

As of March 31, 2024 and December 31, 2023, the insurance coverage was as follows:

	March 31, 2024	December 31, 2023
Property and equipment damages	4,164,519	3,924,158
Civil liability	249,778	242,035
Environmental Liability	30,000	30,000
Directors & Management	90,000	60,000

* * *

Carsten Bosselmann
Chief Executive Officer

Alessandra Maia Marinho Basile
Chief Financial Officer

Douglas dos Santos Guimarães
Accountant CRC-RJ-110416/O-0