



**Financial &
Economic
Performance
3Q24**



Message from the Administration

We wish to highlight the accumulated growth of more than 50% in our Net Revenue in the nine months of the year, compared to the same period last year, rising from R\$ 66 million to R\$ 100 million. In 3Q24, Net Revenue maintained its positive trajectory, reaching R\$31 million, which represents an increase of 22% compared to 3Q23.

Gross Profit in 3Q24 was R\$ 6.5 million, with a margin of 21.1%, slightly higher than the 20.7% recorded in 2Q24. Year to date, Gross Profit was R\$21.5 million for the 9 months, with a margin of 22%, compared to R\$ 15.5 million and a margin of 24% in the same period last year.

Despite the increase in revenue, which favors industrial efficiency, our gross margin for the year was lower than the previous year, due to the increase in costs with imported materials, because of the currency devaluation. These cost increases tend to be passed on to prices gradually, either in new sales contracts or in the annual readjustments of supply contracts.

On the other hand, the total Commercial and Administrative Expenses incurred in 9 months decreased by 2%, remaining at R\$ 27 million. Given the significant 50% increase in Net Revenue, the effect of operating leverage is notable.

The growth in sales, combined with the dilution of costs and expenses, resulted in a positive adjusted EBITDA of R\$ 1.8 million in the 9-month period, compared to a negative figure of R\$ 4.5 million in the same period last year. In 3Q24, adjusted EBITDA was also positive, reaching R\$ 173 thousand, compared to the negative figure of R\$ 578 thousand recorded in 3Q23.

During the third quarter, although our plants in Rio Grande do Sul operated under reasonably normal conditions, it was inevitable that we had to deal with the serious problems caused by the tragedy in our vicinities – damaged roads, airport closed, disrupted suppliers and customers. These factors affected our business in 3Q24, despite the gradual improvement.

The firm order backlog ended the quarter at R\$ 58 million in 3Q24 (R\$ 67 million in 2Q24). The backlog of contracts without purchase obligations ended the quarter at R\$143 million, the same level as the previous quarter.

Between the end of September and the beginning of October, the company signed contracts to supply fiberglass poles to energy utilities for a total of R\$ 17 million, the result of efforts to consolidate the company's participation in this growing market. The demand arising from these contracts is not included in our order book for 3Q24.

The figures demonstrate the consistency of the company's operational improvement.

Rafael Gorenstein
CEO and Investor Relations Officer

Economic and Financial Performance

Lupatech mainly manufactures (Products segment) industrial valves; valves for oil and gas; ropes for deepwater mooring of oil platforms, naval use and cargo lifting; artifacts of composite materials, mainly electricity poles and tubes for lining oil pipelines.

The Company used to operate in the oilfield services business (Services segment), of which remain various assets in the process of liquidation and several legacy matters associated with it.

Net Revenue

| Net Revenue (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|-----------------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Products | 25,136 | 30,690 | 33,783 | 30,690 | 99,339 | 66,086 |
| Valves | 23,265 | 29,321 | 31,966 | 29,321 | 92,547 | 61,503 |
| Ropes and Composites | 1,871 | 1,369 | 1,817 | 1,369 | 6,792 | 4,583 |
| Services | 57 | - | 153 | - | 292 | 171 |
| Oilfield Services | 57 | - | 153 | - | 292 | 171 |
| Total | 25,193 | 30,690 | 33,936 | 30,690 | 99,631 | 66,257 |

Consolidated net revenue reached R\$ 99.6 million in the 9M24 period, R\$ 33.4 million or 50.3% more than the consolidated net revenue of 9M23.

Products

The increase in net revenue in 3Q24 compared to 3Q23 was driven by the success of the commercial efforts made in the period. However, the retraction seen in 3Q24 compared to 2Q24 is due to lower demand and the difficulties faced due to the floods in Rio Grande do Sul, among others.

Services

The transactions carried out in this segment arise from the liquidation of inventory balances and other activities related to plants that have been demobilized, and do not refer to ordinary operations.

Order Backlog

On September 30, 2024, the Company's order backlog in Brazil totaled R\$ 57.5 million. On the same date, the Company had a balance of supply contracts with no purchase obligation of R\$ 143 million (Note: the figures do not include expired tenders for which the respective orders or contracts have not yet been issued).

Gross Profit and Gross Margin

| Gross Profit (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|---|--------------|--------------|--------------|--------------|---------------|---------------|
| Products | 6,288 | 6,492 | 7,008 | 6,492 | 21,480 | 15,668 |
| <i>Gross Margin - Products</i> | 25.0% | 21.1% | 20.7% | 21.1% | 21.6% | 23.7% |
| Services | (117) | - | - | - | 48 | (95) |
| <i>Gross Margin - Services</i> | n/a | n/a | n/a | n/a | n/a | n/a |
| Total | 6,171 | 6,492 | 7,008 | 6,492 | 21,528 | 15,573 |
| <i>Gross Margin - Total</i> | 24.5% | 21.1% | 20.6% | 21.1% | 21.6% | 23.5% |
| Depreciation | 777 | 679 | 679 | 679 | 2,113 | 2,421 |
| Depreciation Products | 777 | 679 | 679 | 679 | 2,113 | 2,421 |
| Gross Profit without depreciation | 6,948 | 7,171 | 7,687 | 7,171 | 23,641 | 17,994 |
| Gross Profit without depreciation Products | 7,065 | 7,171 | 7,687 | 7,171 | 23,593 | 18,089 |

*n/a - not applied

Products

Gross profit in 9M24 reached R\$ 21.5 million, with a margin of 21.6%, compared to R\$ 15.7 million with a margin of 23.7% in 9M23.

In the comparison between 3Q24 and 2Q24, gross profit fell slightly due to the reduction in revenue, despite the slightly higher gross margin.

Services

The results of the services segment do not come from production activities, only from the sale of remaining inventories.

Expenses

| Expenses (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|--------------------------------------|--------------|--------------|--------------|--------------|---------------|---------------|
| Total Sales Expenses | 3,509 | 2,910 | 3,514 | 2,910 | 8,396 | 8,347 |
| Sales Expenses - Products | 3,509 | 2,910 | 3,514 | 2,910 | 8,396 | 8,347 |
| Sales Expenses - Services | - | - | - | - | - | - |
| Total Administrative Expenses | 4,739 | 5,335 | 5,445 | 5,335 | 15,892 | 16,516 |
| Administrative Expenses - Products | 2,548 | 3,247 | 2,630 | 3,247 | 7,795 | 8,686 |
| Administrative Expenses - Services | 2,191 | 2,088 | 2,815 | 2,088 | 8,097 | 7,830 |
| Management Fees | 767 | 1,037 | 750 | 1,037 | 2,537 | 2,493 |
| Total Expenses | 9,015 | 9,282 | 9,709 | 9,282 | 26,825 | 27,356 |

Selling and administrative expenses

Sales expenses are predominantly variable in the form of freight and commissions.

In 3Q24, the company recognized R\$ 5.3 million in administrative expenses, similar to the R\$ 5.4 million in 2Q24 and 12.6% higher than in 3Q23, and in the year to date, administrative expenses are 3.9% lower than in the previous year.

Management Compensation

The amount presented is composed of fixed and variable remuneration.

Other Revenues and Operational (Expenses)

| Other Operating (Expenses) (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|--------------------------------------|----------------|----------------|-----------------|----------------|-----------------|-----------------|
| Products | (100) | (133) | (3,140) | (133) | (2,802) | (658) |
| Expenses with Idleness - Products | (5,105) | (2,956) | (2,802) | (2,956) | (6,075) | (15,141) |
| Services | (1,298) | 1,959 | (4,175) | 1,959 | (1,619) | 2,421 |
| Expenses with Idleness - Services | - | - | - | - | - | - |
| Total | (6,503) | (1,130) | (10,117) | (1,130) | (10,496) | (13,378) |

In 3Q24, R\$ 5.3 million of "Other Operating Income" was recorded against R\$ 6.4 million of "Other Operating Expenses", totaling a net effect of R\$ 1.1 million. The following factors stand out:

- I. R\$ 1.5 million positive net effect on the disposal of fixed assets;
- II. R\$ 2.7 due to reversal of impairment on assets;
- III. R\$ 3.0 million in idle production costs;
- IV. R\$ 1.4 million from estimates of obsolescence and extraordinary inventory losses;
- V. R\$ 0.5 thousand recognition of depreciation of real estate as investment property in compliance with accounting standards;

VI. R\$ 0.4 thousand from the recognition of taxes and contributions.

Financial Result

| Financial Results (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|--------------------------------------|-----------------|----------------|-----------------|----------------|-----------------|-----------------|
| Financial Revenue* | 1,917 | 1,421 | 4,691 | 1,421 | 7,245 | 5,080 |
| Financial Expense* | (7,924) | (10,742) | (10,975) | (10,742) | (28,143) | (34,274) |
| Net Financial Results* | (6,007) | (9,321) | (6,284) | (9,321) | (20,898) | (29,194) |
| Net Exchange Variance | (7,416) | 3,093 | (6,606) | 3,093 | (7,566) | 7,964 |
| Net Financial Results - Total | (13,423) | (6,228) | (12,890) | (6,228) | (28,464) | (21,230) |

* Excluding Exchange Variance

The net financial result for 3Q24 was negative by R\$ 9.3 million and its main effect is the restatement of interest and fines on taxes, suppliers and loans. The total net financial result is influenced by the exchange rate variation.

It is important to remember that exchange rate variations are predominantly the result of their impact on loan balances between group companies abroad. Exchange rate fluctuations affect the translation of the equity of these entities into Reais in the opposite direction, so there are counterparts to the exchange rate variations accounted for directly in the company's equity, without transiting through profit and loss accounts.

See the following proforma statement of the net economic effect of exchange rate variations on intercompany loans:

| | 1Q24 | 2Q24 | 3Q24 | 9M24 |
|--|----------------|-----------------|----------------|-----------------|
| Total Exchange Variation Revenue | 402 | 12,123 | 6,151 | 18,676 |
| Realized on exchange closing | 11 | 763 | 125 | 899 |
| Provision for outstanding securities | 80 | 121 | - | 201 |
| Provision for intercompany loans | 311 | 11,239 | 5,671 | 17,221 |
| Provision for unsecured suppliers | - | - | 355 | 355 |
| Total Exchange Variation Expense | (4,455) | (18,729) | (3,058) | (26,242) |
| Realized on exchange closing | (20) | (302) | - | (322) |
| Provision on outstanding securities | - | - | (114) | (114) |
| Provision on intercompany loan | (4,173) | (15,182) | (2,774) | (22,129) |
| Realized on payment of intercompany loan | - | (2,292) | - | (2,292) |
| Provision for unsecured suppliers | (262) | (953) | (170) | (1,385) |
| Net Exchange Variance | (4,053) | (6,606) | 3,093 | (7,566) |
| Counterpart in Shareholders' Equity | (3,862) | (6,235) | 2,897 | (7,200) |
| Net Economic Effect of Exchange Variation | (191) | (371) | 196 | (366) |

Adjusted EBITDA from Operations

| EBITDA Adjusted (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|---------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Products | 1,861 | 2,845 | 2,714 | 2,845 | 9,085 | 2,416 |
| Margin | 7.4% | 9.3% | 8.0% | 9.3% | 9.1% | 3.7% |
| Services | (2,439) | (2,672) | (2,374) | (2,672) | (7,266) | (6,909) |
| Margin | n/a | n/a | n/a | n/a | n/a | n/a |
| Total | (578) | 173 | 340 | 173 | 1,819 | (4,494) |
| Margin | -2.3% | 0.6% | 1.0% | 0.6% | 1.8% | -6.8% |

The Adjusted EBITDA of Products for 3Q24 reflects an improvement on the comparative periods, mainly due to the dilution of fixed costs.

Services Adjusted EBITDA is made up of legacy management costs.

| Adjusted Ebitda Reconciliation (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|---|----------------|----------------|-----------------|----------------|-----------------|-----------------|
| Gross Profit | 6,171 | 6,492 | 7,008 | 6,492 | 21,528 | 15,573 |
| SG&A | (8,248) | (8,245) | (8,959) | (8,245) | (24,288) | (24,863) |
| Management Compensation | (767) | (1,037) | (750) | (1,037) | (2,537) | (2,493) |
| Depreciation and Amortization | 946 | 841 | 850 | 841 | 2,615 | 3,459 |
| Other Operating Expenses | (6,503) | (1,130) | (10,117) | (1,130) | (10,496) | (13,377) |
| EBITDA from Activities | (8,401) | (3,079) | (11,968) | (3,079) | (13,178) | (21,701) |
| Result of disposal or write-off of assets | 1,295 | (4,239) | 1,978 | (4,239) | (2,257) | 1,169 |
| Provisions for Legal Proceedings | (101) | (138) | (238) | (138) | (1,810) | (5,683) |
| Idle expenses | 5,105 | 2,956 | 2,802 | 2,956 | 6,075 | 15,141 |
| Extraordinary Expenses | 1,524 | 4,673 | 7,766 | 4,673 | 12,989 | 6,580 |
| Adjusted EBITDA | (578) | 173 | 340 | 173 | 1,819 | (4,494) |

| Reconciliation of Adjusted Ebitda (R\$ thd) | 3Q24 | | |
|---|----------------|----------------|----------------|
| | Products | Services | Total |
| Gross Profit | 6,492 | - | 6,492 |
| SG&A | (6,157) | (2,088) | (8,245) |
| Management Compensation | - | (1,037) | (1,037) |
| Depreciation and Amortization | 722 | 119 | 841 |
| Other Operating Expenses | (3,089) | 1,959 | (1,130) |
| EBITDA from Activities | (2,032) | (1,047) | (3,079) |
| Result of disposal or write-off of assets | (1,446) | (2,793) | (4,239) |
| Provisions for Legal Proceedings | 6 | (144) | (138) |
| Idle expenses | 2,956 | - | 2,956 |
| Extraordinary Expenses | 3,361 | 1,312 | 4,673 |
| Adjusted EBITDA | 2,845 | (2,672) | 173 |

Net Result

| Net Result (R\$ thd) | 3Q23 | 3Q24 | 2Q24 | 3Q24 | 9M24 | 9M23 |
|--|-----------------|----------------|-----------------|----------------|-----------------|-----------------|
| Result Before Income Tax and Social Contribution | (22,770) | (10,148) | (25,708) | (10,148) | (44,257) | (46,391) |
| Income Tax and Social Contribution - Current | - | (2) | (2) | (2) | (4) | (1) |
| Income Tax and Social Contribution - Deferred | 1,533 | 329 | 2,451 | 329 | 3,782 | 564 |
| Net Profit for the Period | (21,237) | (9,821) | (23,259) | (9,821) | (40,479) | (45,828) |
| Profit (Loss) per Share | (0.54) | (0.23) | (0.56) | (0.23) | (0.96) | (1.17) |

The negative net result obtained in 3Q24 is influenced, in addition to current income and expenses, by the adjustment to present value relating to the tender debt and the net effect of other operating income and expenses.

Working Capital

| Working Capital (R\$ thd) | 09/30/2024 | 12/31/2023 |
|--|----------------|----------------|
| Accounts Receivable | 34,372 | 18,140 |
| Inventories | 24,521 | 32,678 |
| Advances of suppliers | 3,611 | 7,522 |
| Recoverable taxes | 32,566 | 40,701 |
| Other Accounts Receivable | 6,234 | 5,612 |
| Total Asset | 101,304 | 104,653 |
| Suppliers | 16,315 | 15,072 |
| Advances from Customers | 3,019 | 1,161 |
| Taxes payable | 21,114 | 22,323 |
| Other Accounts Payable/Other Obligations | 4,113 | 5,783 |
| Payroll and charges | 6,610 | 5,493 |
| Total Liabilities | 51,171 | 49,832 |
| Working Capital Employed | 50,133 | 54,821 |
| Working Capital Variation | (4,688) | |

When comparing the balances as of September 30, 2024 with the balance as of December 31, 2023, there is a reduction in the working capital employed. This reduction is mainly due to: (i) variation in accounts receivable and inventories, (ii) reduction in taxes recoverable and taxes payable resulting from the offsetting of tax credits.

Indebtedness

| Debts (R\$ thd) | 09/30/2024 | 12/31/2023 |
|--|----------------|----------------|
| Short Term | 52,870 | 50,633 |
| Credits subject to Judicial Recovery | 7,647 | 6,266 |
| Credits not subject to Judicial Recovery | 45,223 | 44,367 |
| Long Term | 101,563 | 95,027 |
| Credits subject to Judicial Recovery | 94,776 | 92,262 |
| Credits not subject to Judicial Recovery | 6,787 | 2,765 |
| Total Debts | 154,433 | 145,660 |
| Cash and Cash Equivalents | 9,181 | 19,907 |
| Net Debt | 145,252 | 125,753 |

The increase in financial indebtedness when comparing the balances at September 30, 2024 with the balances at December 31, 2023 is mainly associated with the use of cash from the settlement of the “San Antonio” litigation to increase working capital. There was also an increase in indebtedness due to the taking out of new credits and the updating of the Present Value of the debt subject to Judicial Recovery.

Short-term debt is detailed in the following tables, which show the composition by type and then the guarantee coverage.

| Short-term debt - Credits not subject to Judicial Reorganization | 09/30/2024 |
|--|---------------|
| BNDES - Fiduciary Sale of Machinery | 11,167 |
| Co-obligation on discounted securities | 9,115 |
| Working Capital (various types) | 24,941 |
| Total | 45,223 |

| Guarantee Coverage - Working Capital (various types) | 09/30/2024 |
|--|---------------|
| CDB and performing credits | 12,458 |
| Other* | 12,483 |
| Total | 24,941 |

*Performing receivables, FGI, Intra-group guarantee.

Note that most of the short-term debt corresponds to co-obligations on discounted securities (R\$ 9.1 million) or amounts to be self-settled by receivables that have already been performed or CDBs (R\$ 12.5 million). Only R\$ 12.5 million is pending future performance of receivables or is covered by fiduciary guarantees.

Annexes

Annex I - Income Statements (R\$ Thousand)

| | 2Q24 | 3Q24 |
|--|-----------------|-----------------|
| Net Revenue From Sales | 33,936 | 30,690 |
| Cost of Goods and Services Sold | (26,928) | (24,198) |
| Gross Profit | 7,008 | 6,492 |
| Operating Income/Expenses | (19,826) | (10,412) |
| Selling | (3,514) | (2,910) |
| General and Administrative | (5,445) | (5,335) |
| Management Fees | (750) | (1,037) |
| Other Operation Income (Expenses) | (10,117) | (1,130) |
| Net Financial Result | (12,890) | (6,228) |
| Financial Income | 4,691 | (610) |
| Financial Expenses | (10,975) | (8,711) |
| Net Exchange Variance | (6,606) | 3,093 |
| <u>Results Before Income Tax and Social Contribution</u> | <u>(25,708)</u> | <u>(10,148)</u> |
| Provision Income Tax and Social Contribution - Current | (2) | (2) |
| Provision Income Tax and Social Contribution - Deferred | 2,451 | 329 |
| <u>Net Loss for the Period</u> | <u>(23,259)</u> | <u>(9,821)</u> |

Annex II – Reconciliation of EBITDA Adjusted (R\$ Thousand)

| | 2Q24 | 3Q24 |
|--|-------------|-------------|
| Adjusted EBITDA from Operations | 340 | 173 |
| Idleness Expenses | (2,802) | (2,956) |
| Extraordinary expenses | (7,766) | (4,673) |
| Provisions for Losses, Impairment and Net Result on Disposal of Assets | (1,740) | 4,377 |
| <hr/> | | |
| EBITDA from Operations | (11,968) | (3,079) |
| Depreciation and amortization | (850) | (841) |
| Net Financial Result | (12,890) | (6,228) |
| Income Tax and Social Contribution - Current and Deferred | 2,449 | 327 |
| Net Loss | (23,259) | (9,821) |

Annex III – Consolidated Balance Sheets (R\$ Thousand)

| | 09/30/2024 | 12/31/2023 |
|---|----------------|----------------|
| Total Asset | 459,595 | 482,769 |
| Current Assets | 121,991 | 145,711 |
| Cash and Cash Equivalents | 9,576 | 19,907 |
| Accounts Receivable | 34,372 | 18,140 |
| Inventories | 24,521 | 32,678 |
| Recoverable Taxes | 32,566 | 40,701 |
| Other Accounts Receivable | 6,234 | 5,612 |
| Prepaid Expenses | 940 | 553 |
| Advances to Suppliers | 3,611 | 7,522 |
| Assets Classified as Held for Sale | 10,171 | 20,598 |
| Non-Current Assets | 337,604 | 337,058 |
| Securities-restricted | 44 | 44 |
| Judicial Deposits | 5,155 | 5,079 |
| Recoverable Taxes | 3,768 | 6,953 |
| Deferred Income Tax and Social Contribution | 60,889 | 56,180 |
| Other Accounts Receivable | 33,643 | 34,502 |
| Investments | 19,685 | 19,685 |
| Fixed Assets | 131,159 | 131,405 |
| Intangible Assets | 83,261 | 83,210 |
| Total Liabilities and Shareholders Equity | 459,595 | 482,769 |
| Current Liabilities | 106,875 | 102,918 |
| Suppliers - not subject to Judicial Recovery | 10,629 | 9,876 |
| Suppliers - subject to Judicial Recovery | 5,686 | 5,196 |
| Loans and Financing - not subject to Judicial Recovery | 45,223 | 44,367 |
| Loans and Financing - subject to Judicial Recovery | 7,647 | 6,266 |
| Provisions Payroll and Payroll Payable | 6,610 | 5,493 |
| Taxes Payable | 21,114 | 22,323 |
| Obligations and Provisions for Labor Risks - subject to Judicial Recovery | 106 | 315 |
| Advances from Customers | 3,019 | 1,161 |
| Other Accounts Payable | 4,113 | 5,783 |
| Other obligations - subject to Judicial Recovery | 2,728 | 2,138 |
| Non-Current Liabilities | 232,565 | 220,288 |
| Suppliers - subject to Judicial Recovery | 27,720 | 26,649 |
| Loans and Financing - not Subject to Judicial Recovery | 6,787 | 2,765 |
| Loans and Financing - subject to Judicial Recovery | 94,776 | 92,262 |
| Taxes Payable | 37,352 | 29,199 |
| Provision for Contingencies | 24,490 | 27,591 |
| Obligations and Provisions Labor Risks - subject to Judicial Recovery | 1,915 | 2,238 |
| Other Accounts Payable | 1,694 | 3,350 |
| Other obligations - subject to judicial recovery | 37,831 | 36,234 |
| Shareholders' Equity | 120,155 | 159,563 |
| Capital Stock | 1,922,339 | 1,920,820 |
| Reserves and capital transactions | 144,754 | 144,754 |
| Equity valuation adjustment | 74,231 | 74,679 |
| Accumulated Losses | (2,021,169) | (1,980,690) |

Annex IV – Statements of the Consolidated Cash Flow (R\$ Thousand)

| | 2Q24 | 3Q24 |
|---|-----------------|----------------|
| Cash Flow from Operating Activities | | |
| Loss for the periods | (23,259) | (9,821) |
| Adjustments: | | |
| Depreciation and Amortization | 1,380 | 1,370 |
| Income from sale of property, plant and equipment | (7,221) | 2,135 |
| Financial charges and exchange variation on financing | 18,773 | 3,779 |
| Reversal (Provision) for loss due to non-recoverability of assets | (8,313) | (3,649) |
| Deferred Income Tax and Social Contribution | (2,451) | (1,256) |
| Inventory obsolescence | 386 | 96 |
| (Reversal) Estimated losses for doubtful accounts | 35 | (49) |
| Actual losses with doubtful accounts | 14 | 19 |
| Adjust to present value | (3,928) | 4,042 |
| Exchange variation on investments abroad | 1,248 | (4,113) |
| Changes in Assets & Liabilities | | |
| (Increase) Decrease in Accounts Receivable | (2,947) | 1,191 |
| (Increase) Decrease in Inventories | 2,359 | 6,113 |
| (Increase) Decrease in Recoverable Taxes | 3,202 | 5,210 |
| (Increase) Decrease in Other Assets | 2,171 | 1,879 |
| (Increase) Decrease in Suppliers | (2,227) | (529) |
| (Increase) Decrease in Taxes Payable | 1,547 | (2,551) |
| (Increase) Decrease in Others Accounts Payable | (2,107) | (632) |
| Net Cash Flow from Operating Activities | (21,338) | 3,234 |
| Cash Flow from Investment Activities | | |
| Bonds and securities - restricted account | 80 | 117 |
| Resources from the sale of fixed assets | 25,258 | 1,543 |
| Acquisition of fixed assets | (388) | (1,801) |
| Aquisition of Intangible Assets | (232) | (1) |
| Net Cash Flow from (Used in) Investment Activities | 24,755 | (179) |
| Cash Flow from Financing Activities | | |
| Borrowing and financing | 28,406 | 35,249 |
| Capital increase | 338 | 1,113 |
| Payment of loans and financing | (38,578) | (39,022) |
| Net Cash Flow from Financing Activities | (9,834) | (2,660) |
| Net Increase (Decrease) in Cash and Cash Equivalents | (6,417) | 395 |
| At the Beginning of the Period | 15,598 | 9,181 |
| At the End of the Period | 9,181 | 9,576 |

About Lupatech

Lupatech is a Brazilian company with high added value products focused on the oil and gas sector, operating in manufacturing (Products segment) mainly producing industrial valves; valves for oil and gas; ropes for anchoring oil platforms; well completion equipment; artifacts of composite materials, mainly FRP power poles and tubes for lining oil pipelines.