

Cimento Tupi S.A. - Under Court-Ordered Reorganization

Interim financial information

Periods ended June 30, 2023 and 2022 (in thousands of Brazilian Reais)

The Company presents next the result of its operational performance.

DEAR SHAREHOLDERS:

Cimento Tupi S.A. – Under Court-Ordered Reorganization (“Company”), in compliance with the legal and corporate provisions, submits the Management Report and Interim Financial Information to the Shareholders for the period ended June 30, 2023.

1 - DESCRIPTION OF THE BUSINESS

The Company is engaged in manufacturing cement and mortars of all types in its manufacturing plants located in Volta Redonda - RJ, Pedra do Sino - MG and Mogi das Cruzes - SP, digging in reserves to obtain minerals, using cement byproducts, rendering concreting services, and holding interest in other companies.

2 - CEMENT MARKET

In 2022, there was a reduction of 2.8% compared to 2021, due to the increase in production costs in the cement industry, in addition to an increase in interest rates, inflation and household debt. In the first half of 2023, there was a reduction of 1.8% in cement sales compared to the same period in 2022, with the notable factors being high interest rates, making access to credit difficult, limiting both financing of housing units and the launch of new projects, added to the debt and default of families, contributing to the slowdown in cement consumption.

3 - CONSOLIDATED ECONOMIC AND FINANCIAL PERFORMANCE OF THE COMPANY

Operating revenue

The Company's net revenue from January to June 2023 was R\$ 237,488 thousand, compared to R\$ 278,067 thousand in the same period of 2022, representing a decrease of 14.59%.

Gross profit and Ebitda

Consolidated gross profit of the Company from January to June 2023 was R\$ 45,072 thousand, compared to R\$ 74,171 thousand in the same period of 2022. Ebitda in the first half of 2023 was R\$ 27,785 thousand compared to R\$ 52,273 in the same period of 2022.

	Jan to Jun 2023	Jan to Jun 2022
Gross profit	45,072	74,171
Selling expenses	(6,630)	(5,651)
General and administrative expenses	(31,511)	(44,997)
Other operating revenues (expenses)	1,514	(516)
Operating income	8,445	23,007
Depreciation, Amortization and Depletion	11,858	11,326
Nonrecurring Expenses (Revenues)	7,482	17,940
EBITDA	27,785	52,273

* Before financial revenues and expenses

General and administrative expenses

The Company reported expenses of R\$ 31,511 from January to June 2023 against R\$ 44,997 in the same period of 2022.

Financial liabilities

The Company reported net debt of R\$ 3,217,260 from January to June 2023 against R\$ 3,429,399 in the same period of 2022.

	Jan to Jun 2023	Jan to Jun 2022
Short term		
Bank Indebtedness		
Domestic currency	395,494	374,150
Foreign currency	2,858,004	3,111,097
Total	3,253,498	3,485,247
Long term		
Bank Indebtedness		
Domestic currency	-	-
Foreign currency	-	-
Total	-	-
Total debt		
Domestic currency	395,494	374,150
Foreign currency	2,858,004	3,111,097
Total	3,253,498	3,485,247
Cash and cash equivalents	36,238	55,848
Net debt	3,217,260	3,429,399

Management