



# MLOG

## PERFORMANCE REPORT 2Q2023



# KPIs 2Q



## MLOG



**BRL 48,367**

thousands of reais

Net Revenue



**BRL 4,662**

thousands of reais

EBITDA



**BRL 7,027**

thousands of reais

Adjusted EBITDA

## ASGAARD BOURBON – ABN



**96.7%**

Own fleet operability



**3 AHTS**

**1 OSRV**

**1 WSSV**



**BRL 518,628**

thousands of reais

Contract backlog

## CIA DE NAVEGAÇÃO DA AMAZÔNIA – CNA



**18 TOWBOATS**

**35 BARGES**

26 owned and 9 chartered



**BRL 6,401**

thousands of reais

AFRMM generated



**233 K m<sup>3</sup>**

Volume transported

**Rio de Janeiro, October 03, 2023.** The Management of MLog S.A. (“MLog” or the “Company”), together with its direct or indirect controlled companies Morro do Pilar (“MOPI”, Iron Ore Project), Companhia de Desenvolvimento do Norte Capixaba (“CDNC”, Industrial District and Multiple Port Project in Linhares), Asgaard Bourbon Navegação (“ABN”, Maritime Support Navigation Company), CNA – Companhia de Navegação da Amazônia (“CNA”, Inland Navigation Company) and NSN - Nova Sociedade de Navegação (“Columbus”), including its Unincorporated Joint Venture Sociedade em Conta de Participação (“SCP”), in compliance with the relevant legal and statutory provisions, submits for your consideration the Company’s Performance Report and Consolidated Financial Statements, to which is attached the Independent Auditors’ Report, all referring to the second quarter of 2023, which ended June 30, 2023. All of the amounts included in this document in relation to the Company’s Financial Statements, are presented in thousands of reais (“BRL”), unless otherwise indicated.

# Highlights of 2Q2023

## SHIPPING

### Operation - Offshore

Owned fleet **operability** was 96.7% for the quarter, lower than previous quarters, mainly due to the need for maintenance of the Yvan Barreto vessel. This indicator was higher, however, than the same period of 2022 (81.6%), reflecting past maintenance efforts and operational improvements.

The **net revenue** of BRL34,722 for the quarter was lower than the same period of last year (BRL38,833), as a result of the docking of the Haroldo Ramos vessel for revitalization and improvement, which was scheduled for after the end of the current contract and before the commencement of the new contract.

### Inland

**Net accounting revenue** of BRL16,401 in the quarter, above that observed in the same period of the previous year (BRL15,258) due to adjustments to the route mix and the increase in the number of barges, which led to increased revenue. Furthermore, during the quarter, a contract renewal was signed with Petrobras, with a forecast doubling of the volume transported relative to what was previously contracted by this customer.

# MINING

## Licensing

Work and studies related to the environmental licensing of the MOPI Project have continued. Management carries out frequent monitoring in collaboration with the licensing authorities.



Core shed



# MESSAGE FROM MANAGEMENT



Given the expansion of the Shipping and Mining assets of the Company, we have implemented changes to our reporting, to provide an enhanced understanding of each activity. To this end, the consolidated comments in our Management Reports now only cover strategic transactions and activities directly related to the holding company, with more detailed information on the Mining and Shipping operations and their financial results in the respective sections of this Report dedicated to each of the activities.

As part of our efforts to segregate Navigation and Mining activities, in the second half of 2022 we established Nova Sociedade de Navegação S.A., a company registered with the Securities Commission (“CVM”) in category B and fully owned by MLog. This entity consolidates all of the assets, liabilities and businesses related to Navigation. On May 15, 2023, the Company’s Management, with support from external advisors, selected Columbus Shipping (“Columbus”) as the name to be assumed by NSN.

As transfers of certain assets and liabilities still require consent from creditors, on January 2, 2023 an Unincorporated Joint Venture, Sociedade em Conta de Participação (“SCP”) was created, with MLog as the general partner and Columbus as the silent partner. This structure provides a comprehensive view of the assets and liabilities of Columbus, without them having to be actually transferred, as the Company is working on the process for obtaining consent from creditors to complete the transfer.

The creation of SCP complies with Law 10,406/2002, Articles 991 to 996. In the absence of specific accounting regulations regarding this classification of legal entity, the Company has followed the provisions of the Business Corporation Act (Law 6,404/1976). This was decided based on the fact that SCP is owned by two publicly-held companies (MLog and Columbus), and thus the accounting records need to meet the current accounting standards for publicly-held companies. The new organization will enable the Company to optimize the management of its capital structure, including access to lines of financing lines and, potentially, additional capital.

Considering that there are no specific accounting standards for Unincorporated Joint Ventures, Management used its understanding to determine how best to describe SCP in Columbus accounting records and, given the impossibility of recording equity equivalence, chose to record it as an investment, at the amount of the cost of the capital contributions, with SPC’s financial information provided in the Explanatory Notes to the Financial Statements of MLog as the general partner and Columbus as the silent partner.

# MENSAGEM DA ADMINISTRAÇÃO



The second quarter of 2023 was particularly challenging for the Offshore Shipping support vertical, with the start of the docking period of the AHTS Haraldo Ramos. In Inland Navigation, succeeded in consolidating our efforts and continuous investments in quality and operational excellence with the signing of a contract renewal with Petrobras, which envisions the transportation of a volume of cargo approximately double that previously contracted by the same customer. We also saw increases in volume on other routes and from other customers. For the Morro do Pilar Project, we advanced the administrative licensing process, and made our best efforts to provide the licensing bodies with the information and documents required to support our claim.

From the second quarter of 2023, Management expects to consolidate its growth efforts by converting them into effective operational results, enabling the company to exploit market opportunities that can provide new sources of growth.





# ASGAARD BOURBON

OFFSHORE SHIPPING

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## Offshore Shipping

# Operational Highlights

**The Company currently has five operational vessels contracted to Petrobras, four AHTS owned by the group and one WSSV chartered from a third party.**



### VESSEL OPERATIONS

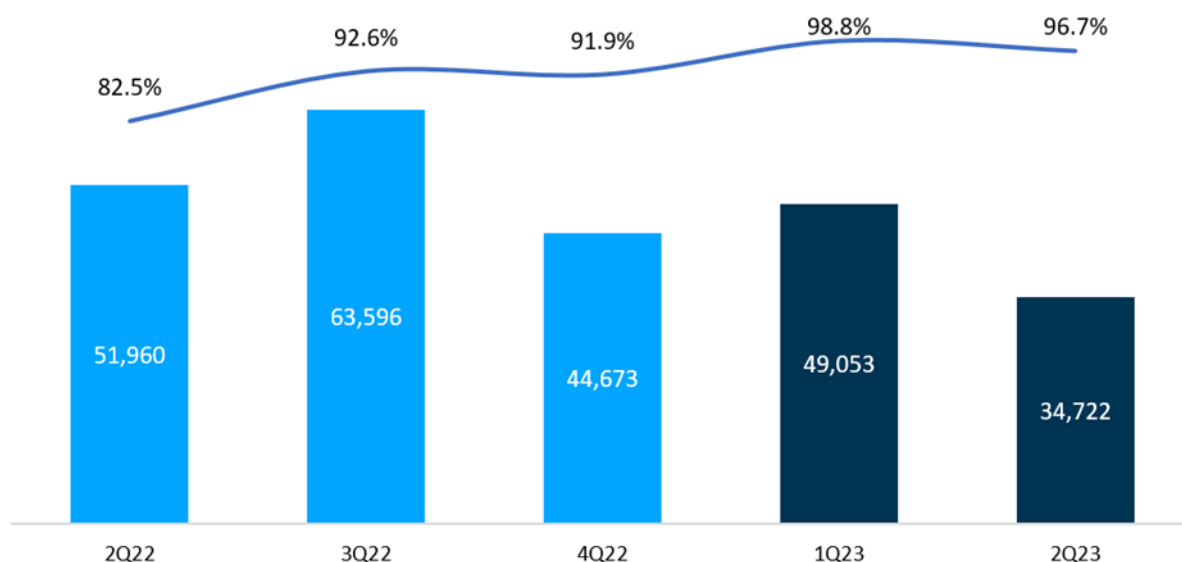
In the second quarter of 2023, 96.7% operability was achieved for the Company's own fleet, representing an improvement on the same period in 2022 (82.5%), with a consequent positive impact on the result. Compared to the first quarter of 2023, there was a drop due to the maintenance needs of the Yvan Barreto vessel, which resulted in approximately five days of operations.

During the third quarter of 2022, Asgaard Bourbon won a Petrobras bidding process for the Haroldo Ramos vessel, with a firm contract for a period of four years. The current contract ended in April 2023, after a request for an extension of 60 days by Petrobras. The new contract began on September 14, 2023, after investments of 18 million reais in docking and technical improvements, which included updating the dynamic positioning system for DP2.

It should be noted that the operability of the Haroldo Ramos vessel has not been considered in the calculation of the own fleet operability indicators for the months of May and June 2023 due to the docking process.

The improvement observed in the operability of the vessels is the result of investments in operations and maintenance made in previous years. Furthermore, the growth in the index compared to the same period of 2022 is due to specific events which had a negative impact on the previous year's indicator, such as the inoperability of AHTS Haroldo Ramos as a result of issues related to compliance with NR 34.

## Operability and Net Revenue





## CURRENT BACKLOG OF CONTRACTS

The backlog represents the balance of the remaining number of contract days, valued at the daily rates agreed for each vessel. It should be noted that this value is estimated only, since its realization directly depends on future exchange rates, as well as on the operational performance of the vessels.

The backlog of firm-commitment contracts for our navigation activity is shown in the table below:

### Current backlog of contracts

Vessel	Vessel Type	Start of Contract <sup>1</sup>	End of Firm-Commitment Contract <sup>2</sup>	Backlog (BRL 000) <sup>3</sup>
Asgaard Sophia	OSRV	Sep-21	Sep-24	26,388
Geonisio Barroso	AHTS	Jul-21	Jan-25	60,799
Yvan Barreto	AHTS	Nov-21	Apr-25	72,395
Haroldo Ramos <sup>4</sup>	AHTS	Feb-19	Apr-23	-
Haroldo Ramos <sup>5</sup>	AHTS	Sep-23	Sep-27	252,588
Stim Star Arabian Gulf	WSSV	Dec-21	Dec-24	106,458
			<b>Total</b>	<b>518,628</b>



1 - The start date of the contract was deemed to be its effective commencement date, if already entered into, or its estimated commencement date, where this is in the future.

2 - The firm-commitment period of the contract is equivalent to the minimum guaranteed term of the contract. Our contracts include any additional renewal periods based on mutual agreement between the parties, which are not considered in the backlog.

3 - The backlog value considers the sale closing exchange rate on June 30, 2023, of BRL4.8192, to convert the values from USD to BRL. On average, our contracts have 60% of their value in USD and 40% in BRL.

4 - The vessel's contract ended on 04/05/2023, and therefore its backlog was fully extinguished on June 30, 2023.

5 - At the end of the third quarter of 2022, Asgaard Bourbon won a new Petrobras bidding process for the vessel Haroldo Ramos. Considering that the contract has already been signed, we started to include the entire renewal contribution in the Backlog, as well as the final contribution from the contract currently in force.

## MAIN TYPES OF OFFSHORE VESSELS

- *Platform Supply Vessel ("PSV")*, vessels capable of transporting liquid and solid cargo between the coast and platforms and vice versa.
- *ROV Supply Vessel ("RSV")*, vessels prepared for the operation of one or more Remoted Operated Vehicles ("ROVs").
- *Multi-purpose Platform Supply Vessel ("MPSV")*, multi-purpose vessels capable of transporting liquid and solid cargo, providing personnel accommodation capacity exceeding that of PSVs, as well as having capacity for other operations, including ROVs.
- *Anchor Handling Tug Supply ("AHTS")*, vessels capable of anchoring and towing platforms, cranes and other vessels.
- *Oil Recovery Supply Vessel ("OSRV")*, vessels offering fire-fighting and oil collection equipment at sea.
- *Well Stimulation Supply Vessel ("WSSV")*, vessels equipped to intervene and stimulate oil wells, aiming to improve the oil recovery rate.
- *Dive Support Vessel ("DSV")*, vessels equipped to provide support for activities involving divers.
- *Construction Support Vessel ("CSV")*, vessels equipped for underwater construction and installation activities, generally including the use of ROVs and divers.

## REGULATORY OVERVIEW OF THE BRAZILIAN MARKET

- *Empresa Brasileira de Navegação ("EBN")* [Brazilian Navigation Company] is an entity authorized by the relevant regulatory authority ("ANTAQ") to engage in one or several types of navigation activities in Brazil. To be registered with EBN, the company must be Brazilian (even if its capital is held by foreigners) and have at least one Brazilian-flagged vessel operating regularly.
- *Registro Especial Brasileiro ("REB")* [Brazilian Special Registration] is a regime exclusively for Brazilian-flagged vessels operated by Brazilian navigation companies. Vessels built in Brazil, imported (with the payment of taxes) or foreign, with temporary suspension of its original flag, can be registered with REB. In the latter case, registration depends on the availability of Brazilian vessels tonnage operated by the EBN (Article 10 of Law 9,432, of January 8, 1997)

### Main types of Charter

- **Bareboat** charter: charterer has possession, use and control of the vessel
- **Time charter**: the charterer receives the vessel fully armed and manned, or part of it, to be operated



# COMPANHIA DE NAVEGAÇÃO DA AMAZÔNIA

CNA: INLAND  
NAVIGATION AND CABOTAGE



## Inland Navigation and Cabotage

# Operational Highlights

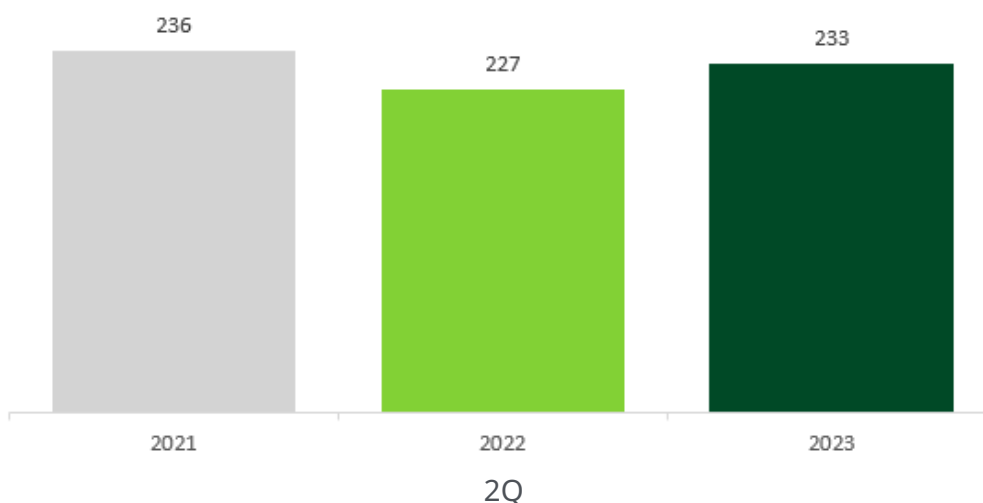


## Volume and Net Revenue<sup>1</sup>

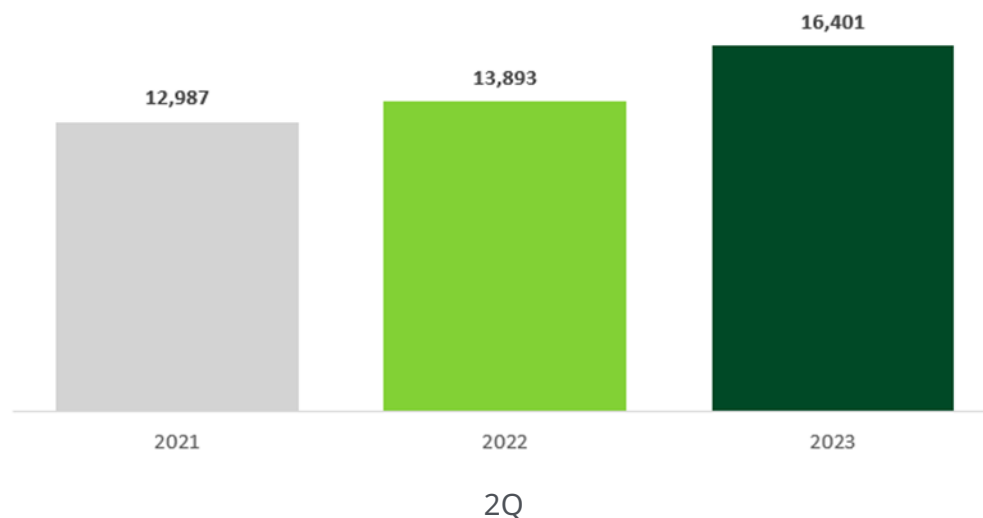
The second quarter of 2023 showed an increase in the volume transported compared to the same period of 2022. Most of the fluctuation is driven by the change in the route mix and the increase in the number of ferry boats.

Due to price adjustments and the abovementioned changes in the routes offered by the Company, the net revenue increased by 18% compared to the same period of 2022, and by 26% compared to the same period of 2021.

### Volume Transported ('000 m<sup>3</sup>)



### Net Revenue (BRL '000)



<sup>1</sup> Net managerial revenue considering accounting cut-off effect.

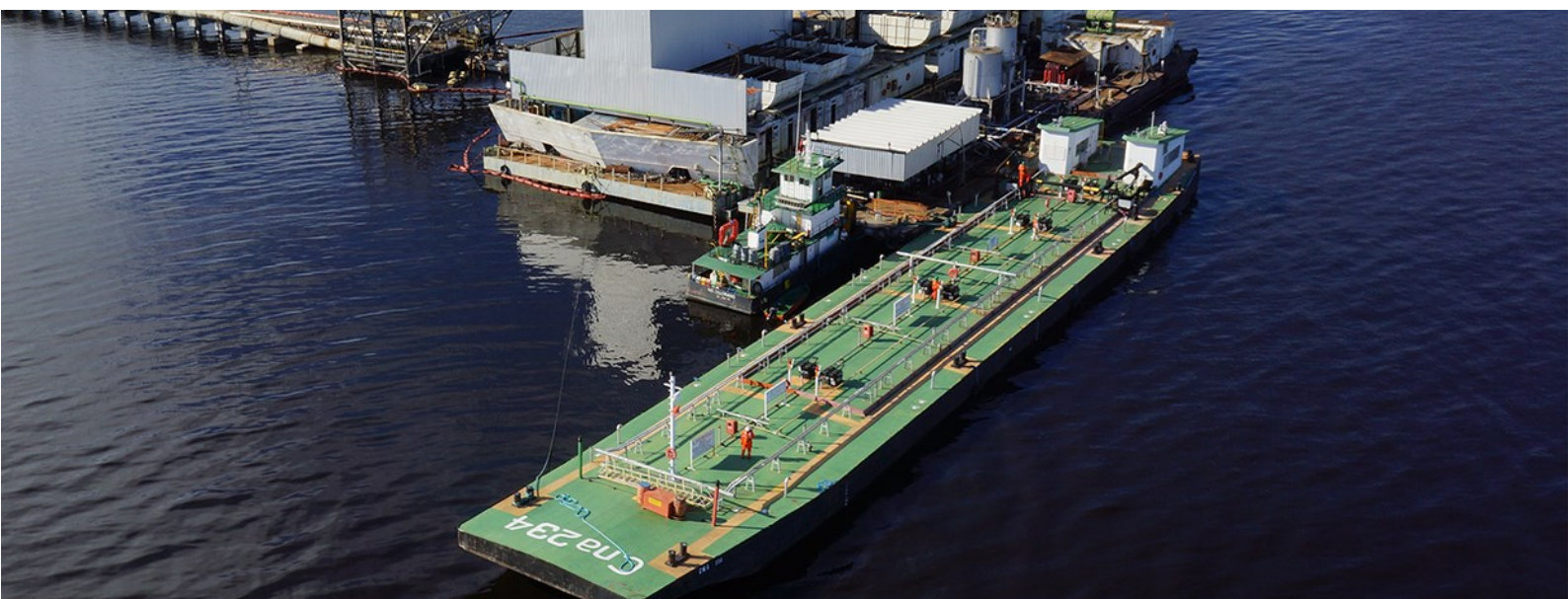
## Inland Navigation and Cabotage

### ADDITIONAL FREIGHT FOR RENEW OF THE MERCHANT MARINE (“AFRMM”)

An important part of the CNA result is the Additional Freight for Renewal of the Merchant Marine (“AFRMM”) tax, mainly regulated by Law 10,893 of 2004, as amended by Law 14,301 of 2022. AFRMM is a federal tax levied on maritime freight that aims to support the development of the Brazilian merchant marine, shipbuilding and repair industry, and is a key source of income for the Merchant Marine Fund (“FMM”).

The rate of AFRMM tax vary according to the type of product, mode of transport and region of origin or destination. For river transport activity related to liquid bulk cargo in the North region, the AFRMM rate is 40% of the freight price. The additional freight generated by the services provided by CNA is subsequently credited to a linked account of the company with Banco do Brasil.

Law 14,301 of January 7, 2022 (BR do Mar) established a new regulatory framework for cabotage in Brazil with different innovations and alternatives for operating within the navigation industry. Some of the most relevant changes to BR do Mar are related to the procedures and rules for the use of the resources collected by AFRMM.



On one hand, the possible use of AFRMM financial resources for the acquisition or construction of vessels has become more restricted, with credits only able to be used for the acquisition or construction of vessels of the same type that originated the AFRMM financial resources deposited in the linked account of Empresa Brasileira de Navegação (“EBN”).

On the other hand, the Law above mentioned now allows new uses of AFRMM resources, which include:

(i) maintenance and review services offered by specialized companies, a possibility that was previously restricted to shipyards; (ii) annual reimbursements of amounts relating to insurance and reinsurance contracted to cover the hulls and machinery of owned or chartered vessels; and (iii) payments for chartering, among others.

## Inland Navigation and Cabotage

The possibilities available for CNA to use the resources raised by AFRMM include the following:

- i) For the construction or acquisition of new vessels, produced in Brazilian shipyards;
- ii) For the jumbORIZATION, conversion, modernization, docking, maintenance, review and repair of owned or chartered vessels, including for the acquisition and/or installation of equipment, national or imported, to be carried out by a Brazilian shipyard or specialized company, and where the acquisition and contracting of the services is the responsibility of the owner or charterer company;
- iii) For the payment of the total value of the chartering of vessels used, provided that such vessel is owned by a Brazilian shipping investment company and was built in the country;
- iv) For maintenance of all categories carried out by a Brazilian shipyard, by a specialized company or by the owning or chartering company, on its own or chartered vessels;
- v) To ensure the construction of a vessel in a Brazilian shipyard;
- vi) For the annual reimbursement of amounts paid as premiums and insurance and reinsurance charges contracted to cover hulls and machinery of owned or chartered vessels.

We emphasize that the procedures for using resources for items (i), (ii) and (iv) have already been implemented by BNDES, the financial agent responsible for authorizing transactions from the linked accounts. The Company is awaiting the regulation of other items to enable the assessment of the total impact of Law 14,301, both in terms of additions and restrictions — especially the impossibility of using credits generated by navigation affiliates other than the one which generated the relevant credits.

In the first quarter of 2023, changes were made to the internal procedures of the Internal Revenue Service that led to delays in depositing the requested subsidies into the linked accounts. In 2Q of 2023, CNA did not have any deposits in linked accounts relating to AFRMM generated in 2023. Further action is expected from the competent authorities to regularize the process, which has affected the entire industry receiving the subsidy in the country.

## Inland Navigation and Cabotage

AFRMM accounting observes the rules of CPC 07 (IAS 20). When the freight services have been completed, the amount receivable from AFRMM is simultaneously recognized in long-term assets and non-current liabilities, as deferred revenue, not initially impacting the income of CNA. Currently, this AFRMM credit is deposited in the CNA's linked account with Banco do Brasil within a term of approximately 90-120 days, after which AFRMM becomes available for use as permitted.

When AFRMM funds are used, the accounting entries related to the non-current liabilities and revenue are recorded as follows:

If the company uses BRL100 to purchase a vessel that is to be depreciated over 20 years, its balance sheet should record the initial value of BRL100 in fixed assets, while its liabilities should continue to show a value of BRL100 as deferred AFRMM revenue.

After the first year of use of the vessel, the fixed assets balance should be BRL95 (BRL100 – BRL5 of depreciation). The liability shall also be reduced by the same amount as the depreciation, reaching BRL95. In return for this reduction in liabilities, the amount of BRL5 shall be recorded as "Subsidy Revenue — AFRMM".

In other words, although the cash effect of using AFRMM occurs over approximately 30 months, and its use does not generate a financial liability for the company, the accounting recognition of the economic benefit to shareholders takes place throughout the useful life of the asset.



# Navigation — (Offshore + Cabotage)

Accumulated DRE - 3 Months (2Q 23)	Navigation
<b>Net Revenue</b>	<b>48,367</b>
(-) Cost of Services and Products without Depreciation	-42,149
(-) G&A	-7,169
(+/-) Other Operating Revenues and Expenses	8,326
<b>EBITDA</b>	<b>7,375</b>
(+) New AFRMM Generated	6,401
(-) Revenue from AFRMM (CPC07/IAS20)	-3,737
(+/-) Non-Recurring	-
<b>Adjusted EBITDA<sup>1</sup></b>	<b>10,039</b>

1- The metric of Adjusted EBITDA has not been reviewed by the independent auditors.

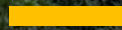






# MINERAÇÃO MORRO DO PILAR

MOPI: MINING



# Operational Highlights

The MOPI Project aims to produce 25 million metric tons per year of high-grade iron ore, an essential raw material for the production of green steel.

The project is located in a region of low population density in the State of Minas Gerais, in the municipality of Morro do Pilar, which the IBGE 2022 Census states has 3,133 inhabitants, or 6.56 inhabitants per km<sup>2</sup>.



Pilot Plant

The project is based on the Technical Report prepared by SRK Consulting in 2014, which indicated a total of 1.64 billion metric tons of certified resources, with 1.33 billion metric tons of proven reserves and 0.31 billion metric tons of probable reserves, based on the standards issued by the Canadian Institute of Mining, Metallurgy and Petroleum (“CIM”) on November 27, 2010, and on Canadian National Instrument Form 43-101F (Form NI 43-101F).

The Installation License (“LI”) application protocol was submitted in August 2019 and updated in October 2021, with the inclusion of terms regarding the filtering of 100% of the waste generated, and the phasing of the project. These updates allowed the project to adapt to existing environmental best practice, as well as reducing the investment and time required to commence operations. The MOPI Project was classified as a priority by the Minas Gerais Investment and Foreign Trade Promotion Agency (“INVEST MINAS”), and for this reason environmental licensing is being processed by the Superintendence of Priority Projects (“SUPPRI”), a subsidiary of the Secretariat of Environment and Sustainable Development (SEMAD).



## Project Direct Shipping Ore - DSO (Phase 1 of Morro do Pilar Project)

The first phase of the MOPI Project, called DSO, was designed to reduce the investment and implementation period required to start operations. It consists of the simplified processing of 20 million tonnes of certified friable hematite, located in the North Pit, without the use of water and/or tailings dams. In addition to these resources, the area also contains approximately 10 million metric tons of canga, which could potentially be converted into a product of satisfactory quality.

## MOPI - Morro do Pilar Project

### Project Direct Shipping Ore - DSO (Phase 1 of Morro do Pilar Project)

#### Environmental Licensing

As the DSO Project is located in the same Directly Affected Area (“ADA”) as the MOPI Project, and its volume of resources was already part of the project, the licensing process can move forward as part of the current LI request for the project as a whole. After issuing the LI and installing the DSO plant, the Company should request a partial Operating License (“LO”) from DSO. The construction of the structures and the processing plant for the following phases of the MOPI Project should already be authorized by this LI, and will then be the subject of future LO requests.

#### Production volume and product

The planned production volume for the DSO Project is up to 5 million metric tons per year of final product, fine iron ore, with a content of 63% Fe.

#### Logistics

The product from the DSO phase shall be distributed by road.

#### Investments (Capex)

The Capex estimated by the Company to be required for the complete implementation of the DSO Project is approximately USD40 million.

Lito	Mass (Mt)	% Fe	% SiO <sub>2</sub>	% Al <sub>2</sub> O <sub>3</sub>	% LoI
<b>Total DSO</b>	<b>20.7</b>	<b>63.1</b>	<b>6.33</b>	<b>2.04</b>	<b>1.08</b>

#### Logistics of Phases 2 and 3 of Morro do Pilar Project

On August 30, 2021, the Federal Government published Provisional Presidential Decree No. 1,065, changing the railway regulatory framework to allow the possibility of building railways or railway sections based on authorization, without the need for a concession.

Taking advantage of this opportunity, MOPI requested authorization for two railway sections related to Phases 2 and 3 of the project, with the first connecting MOPI to Estrada de Ferro Vitória Minas [Vitória Minas Railway] (“EFVM”) and the second connecting EFVM to CDNC’s land in Linhares (ES), serving as a potential port alternative. Both authorizations were granted, and the respective contracts were signed.

In addition to the requests made by MOPI: (i) MRS Logística, one of the largest railway operators in the country, requested authorization for a section of line connecting the current MRS network to the municipality of Conceição do Mato Dentro, bordering the project; and (ii) Vale, a concessionaire of EFVM, requested authorization for a section of line connecting EFVM to Serra da Serpentina, which is next to MOPI. Both of these requests above could facilitate the transportation of MOPI production.



## **MOPI - Morro do Pilar Project**

### **Investments Made**

**Until this moment, more than USD800 million has been invested in the Mining Project Morro do Pilar.**

It should be emphasized that the entire investment has been sourced from the Company's equity, with the asset not encumbered by debts contracted with third parties.

#### **Investment composition:**

- Mining Rights (USD400 million);
- Engineering, environmental studies and administrative structure (USD200 million);
- Geology (USD 150 million)
- Acquisition of land for the harbor construction in Linhares (ES), engineering and licensing (USD50 million).



**M LOG**



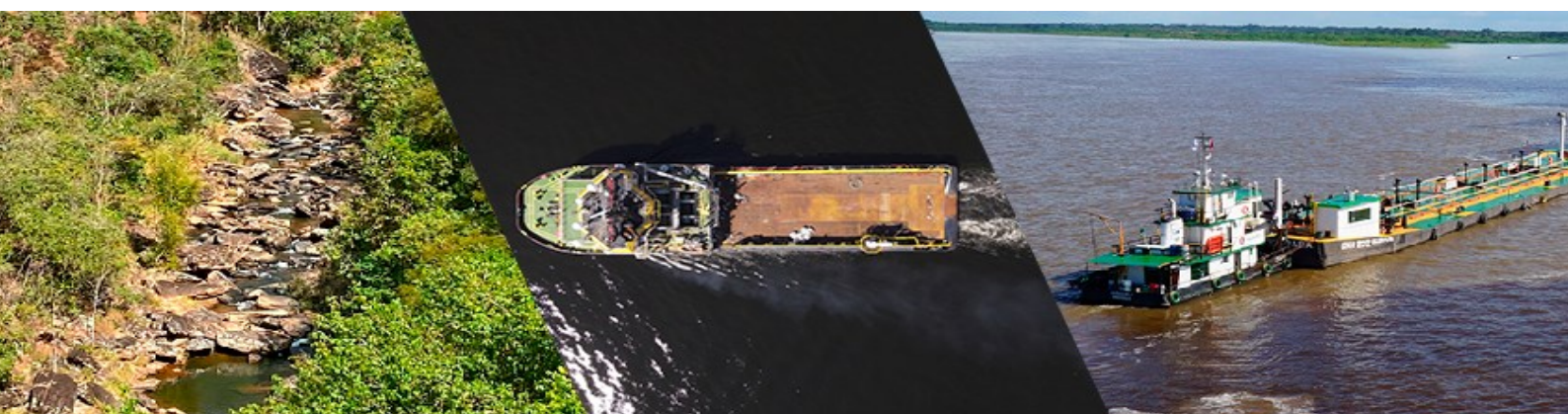
# Financial Summary



DRE - 2Q 2023 (3 months)	Navigation	Mining	Consolidated
<b>Net Revenue</b>	<b>48,367</b>	<b>0</b>	<b>48,367</b>
(-) Cost of Services and Products without Depreciation	-42,149	0	-42,149
(-) G&A	-7,169	-2,762	-9,931
(+/-) Other Operating Revenues and Expenses	8,326	49	8,375
<b>EBITDA</b>	<b>7,375</b>	<b>-2,713</b>	<b>4,662</b>
(+) New AFRMM Generated	6,401	0	6,401
(-) Revenue from AFRMM (CPC07/IAS20)	-3,737	0	-3,737
(+/-) Non-Recurring	0	-299	-299
<b>Adjusted EBITDA<sup>1</sup></b>	<b>10,039</b>	<b>-3,012</b>	<b>7,027</b>
Depreciation/Amortization			-8,937
(-) New AFRMM Generated			-6,401
Financial Revenue			2,090
Financial Expenses			-5,288
Exchange Rate Change			1,271
(+) Revenue from AFRMM (CPC07/IAS20)			3,737
(+/-) Non-Recurring			299
Taxes			-312
<b>Net Income</b>			<b>-6,514</b>

Navigation activity includes the navigation operations of the Controlling Company, as well as those of the investees CNA and Asgaard, while Mining consists of the MOPI Project, Dutovias and CDNC.

1- The Adjusted EBITDA has not been reviewed by the independent auditors.



# Consolidated Financial Information



## NET REVENUE

The Company recorded Consolidated Net Revenue of BRL48,367 in the second quarter of 2023. Offshore activity showed a drop in revenue compared to the same period of 2022, due to the docking period of the Haroldo Ramos vessel, after the end of the contract in April 2023.

## RESULT OF THE PERIOD

The Company recorded a Consolidated Loss of BRL6,514 in the second quarter of 2023, mainly driven by the decrease in net revenue due to the docking of the Haroldo Ramos vessel.

## CASH AND CASH EQUIVALENTS

The Company ended the second quarter of 2023 with a consolidated cash position of BRL2,644.

## COMMITMENTS ASSUMED WITH OPERATION OF BOM

The Company assumed the debt to BNDES for the AHTS vessels purchased from Bourbon Offshore Marítima ("BOM") on December 30, 2020. This loan totaled BRL41,838 as at June 30, 2023.

## LOANS AND FINANCING

The Company ended the quarter with total loans and financing of BRL69,840. Of this total, BRL41,838 refers to the debt to BNDES, assumed as part of the acquisition of AHTS from BOM. In addition to bank loans, the Company also has liabilities with related parties of BRL40,338 and Investment Acquisition Obligations of BRL58,773, as explained below.

## CHARTERED VESSELS AND PAYABLE LEASES

In view of the changes in CPC 06 (IFRS 16), according to the Explanatory Notes, the Company started to recognize certain charter and lease contracts as assets and liabilities. At the end of the second quarter of 2023, the Company had non-current assets of BRL20,577 related to Chartered Vessels, Current Liabilities of BRL12,504 and Non-Current Liabilities of BRL8,802 related to Chartering Payables.

# Consolidated Financial Information



## INVESTMENT ACQUISITION OBLIGATIONS

The amounts originally payable in relation to the acquisition of CNA are recorded as Investment Acquisition Obligations.

On this last date, the Company and its controlled companies Asgaard and CNA entered into a payment agreement regarding this installment of the credit, which involved: (i) the payment of BRL3,000 on the date of the Admission of Debt; (ii) the payment of two additional installments, due in 2021, which have already been paid, totaling BRL3,000, in addition to the payment for five operational vessels of CNA. Ownership of the aforementioned vessels was transferred to Rio Alva in 2021, with legal procedures still pending for the transfer of their ownership.

The banks Bradesco (29.3%) and Itaú (36.5%) make up approximately 65% of the total credit, with the remaining approximately 8% belonging to various creditors who were originally debentureholders of Grupo Libra.

According to the Material Fact disclosed on September 22, 2021, the Company signed an agreement with banks Itaú and Bradesco that included extensions to the terms and reductions in these amounts.

These Investment Acquisition Obligations was BRL58,773 as at June 30, 2023.

On February 10, 2023, the Company completed the signing of the admission of debt instrument signed with FAG 3 Fundo de Investimentos Multimercado Crédito Privado [Private Credit Multistrategy Investment Fund], to be paid in 43 installments, with the latest being due on June 30, 2029. This agreement resulted in a gain of BRL63.

As part of the acquisition of CNA, Grupo Libra contractually assumed responsibility for the payment of liabilities of various natures recognized at CNA prior to the acquisition date, in the amount of BRL56 (BRL78 on December 31, 2022).

## CURRENT ASSETS AND LIABILITIES

With most of its assets in the pre-operational stage, especially those related to MOPI, the controlling company and consolidated balance sheets as at June 30, 2023 reflect an excess of current liabilities over current assets of BRL105,125, and BRL 138,308, respectively (December 31, 2022 - BRL87,009 and BRL106,830, respectively). Additionally, the individual and consolidated financial information reflects accumulated losses of BRL409,532 (BRL410,506 as at December 31, 2022).



# Consolidated Financial Information



Additionally, the operation restrictions required the docking of assets to support offshore shipping, and the costs associated with COVID mitigation measures were higher than expected, in addition to the short-term portion of its bank debt.

The Company's ability to combine the raising of additional capital, extend its current debts and/or execute its business plan, with a focus on generating cash from its navigation activities (including the transaction announced with BOM) and the conversion of AFRMM into free cash is key to ensuring that its operational and pre-operational activities are not compromised.

These events and conditions indicate the existence of a relevant uncertainty as to the Company's ability to continue as a going concern. If the Company is unable to continue to operate its business normally, there may be impacts on:

(i) the realization of its assets, including, but not limited to, goodwill due to expected future profitability and other intangible assets; and (ii) compliance with certain financial liabilities related to the amounts recorded in its financial statements.

## CAPITAL STRUCTURE

Since 2016, when its assets were all in the pre-operational phase, the Company has been increasing its capacity to generate recurring operational results through the acquisition of CNA and the transaction with BOM.

Because the Company did not generate recurring operating results or relevant cash positions on a consolidated basis until 2020, these transactions were carried out based on commitments for future payment.

The Company currently has total liabilities of BRL525,931. This liability includes BRL194,266 of unappropriated government subsidies related to AFRMM which, although recognized in liabilities, do not represent payment obligations for the Company, as these amounts are related solely to the accounting methodology for government subsidies, as determined under CPC 07.

The value of the total liabilities of the Company, excluding the value of government subsidies to be appropriated related to AFRMM, is BRL331,665, equivalent to 26.8% of its total assets and 46.7% of its Net Equity.

# Consolidated Financial Information



## CAPITAL MARKETS AND CORPORATE GOVERNANCE

MLog is a publicly-held company registered with the Securities and Exchange Commission (“CVM”).

The Company's Board of Directors, elected at the Annual General Meeting held on May 2, 2023, currently consists of four members, all with a mandate until the next Annual General Meeting, with re-election permitted. The current members of this Board are: Luiz Claudio Souza Alves (Chairperson of the Board of Directors), Gustavo Barbeito de Vasconcellos Lantimant Lacerda (Vice-President of the Board of Directors), Álvaro Piquet and Otavio Paiva.

Also on May 2, 2023, the Company's Board of Directors elected the Executive Board for a term of office to end after the Company's next Annual General Meeting.

The current Executive Board is made up of Antonio Frias Oliva Neto (President, Administrative -Financial and Investor Relations Director), Camila Pinto Barbosa de Oliveira (Legal and Compliance Director) and Yury Gazen Dimas (Controlling Director).

## COMMITMENT CLAUSE

The Company, its shareholders, managers and members of the Board of Directors undertake to resolve, through arbitration, any and all disputes or controversies that may arise between them related to, or arising, in particular, from the application, validity, effectiveness, interpretation, violation and their effects of the provisions of the Articles of Incorporation, the shareholder agreements filed at the principal place of business of the Company, the Corporation Law, the rules published by the National Monetary Council, the Central Bank of Brazil or CVM, the regulations of CVM, the BM&FBovespa regulations, the other rules applicable to the functioning of the capital market in general, the Arbitration Clauses and Arbitration Regulation of the Market Arbitration Chamber, conducted in accordance with this last Regulation.

## SUBSEQUENT EVENTS

On June 7, 2023, an extraordinary general meeting took place, which decided on the cancellation of the shares in MLog held by Maverick Holding as repayment of debt, with the shares being transferred to the Company's treasury. As such, the balance of BRL128,052 of treasury shares refers to shares received from Maverick Holding in payment.

# Consolidated Financial Information



On September 4, 2023, the arbitration chamber issued a communication updating the disputed amount related to the arbitration procedure filed by ABN to BRL11,226. The arbitration process is ongoing, and the parties are awaiting sentencing.

On September 6, 2023, Bourbon Marine & Logistics exercised the option to purchase the shares held by CNA in its subsidiary Bourbon Offshore Marítima, for the amount of USD 1 (one US dollar), as provided for in the shareholders' agreement signed in 2020.

The Company, through its controlled company CNA, became aware on September 20, 2023 of the ruling handed down in the administrative proceeding No. 10283-720.968/2013-11, by which the ex officio appeal filed against the decision that upheld upholding that deemed the objection valid presented, was unanimously acknowledged, resulting in the with the a consequent exemption offrom the assessed tax credit launched. The PGFN (Procuradoria Geral da Fazenda Nacional - National Treasury Attorney General's Office) was notified and has not yet filed an appeal so far, so the assessment shall be definitively canceled after the term has expired. On September 26, 2023, the Company completed the signing of a debt confession instrument with Fundo de Investimento em Direitos Creditórios Votorantim Crédito Corporativo and Fundo de Investimento Titanium Renda Fixa Crédito Privado, in the amount of BRL600, with payments to be made in six installments, with the last due on March 9, 2024.

## Capital Markets and Corporate Governance

### INDEPENDENT AUDITORS

In compliance with CVM Instruction No. 381 of 2003, the Company states that, since the first quarter of 2022, PwC Brasil has been providing external audit services to the Company related to the examination of its financial statements.

Rio de Janeiro, October 03, 2023.

Management

#### Investors Relations

Antonio Frias Oliva Neto - CEO/IR Officer

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# MLOG



(A free translation of the original in Portuguese)

**MLog S.A.**  
**Quarterly Information (ITR) at**  
**June 30, 2023**  
**and report on review of**  
**quarterly information**



(A free translation of the original in Portuguese)

## **Report on review of quarterly information**

To the Board of Directors and Shareholders  
MLog S.A.

### **Introduction**

We have reviewed the accompanying parent company and consolidated interim accounting information of MLog S.A. ("MLog" or "Company"), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2023, comprising the balance sheet at that date and the statements of income and comprehensive income for the quarter and six-month period then ended, and the statements of changes in equity and cash flows for the six-month period then ended, and explanatory notes.

Management is responsible for the preparation of the parent company and consolidated interim accounting information in accordance with the accounting standard CPC 21 - "Interim Financial Reporting", of the Brazilian Accounting Pronouncements Committee (CPC) and International Accounting Standard (IAS) 34 - "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

### **Scope of review**

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", and ISRE 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", respectively). A review of interim 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 Brazilian and International Standards on Auditing and consequently did 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.

### **Basis for Qualified Conclusion**

As mentioned in Note 1 to the parent company and consolidated interim financial information, on July 16, 2019, through the execution of a Private Termination Instrument, the Company canceled the obligations it had assumed on the acquisition of Mineração Marsil Eireli Ltda. ("Marsil") on April 25, 2018. As a result of the cancellation, (i) Bocaiuva Participações SA ("Bocaiuva"), former owner of Marsil, no longer holds an indirect equity interest in the Company, (ii) the Company transferred all of Marsil's quotas to Bocaiuva and (iii) Maverick Holding SA ("Maverick Holding"), controlling shareholder of MLog SA, assumed the obligation to pay the Company the amount of R\$ 50,000 thousand, corresponding to the transfer amount from Marsil, within 30 days, plus interest.



MLog S.A.

Following the cancellation, the Company initially recognized an asset for its right to receive the amount of R\$ 50,000 thousand from its shareholder Maverick Holding, index-adjusted based on the General Price and Market Index (IGP-M) plus interest of 12% per annum, which is consistent with its bylaws for cases of late payment of capital subscriptions, since the Private Instrument of Termination does not specify the criteria for updating the amount. In July 2020, the Company filed a lawsuit to collect this amount from its controlling shareholder and awaits a final ruling. As also mentioned in Note 1, during the quarter ended March 31, 2022, the Company reviewed the status of the transaction and concluded for the need to (i) reclassify the original amount receivable from its shareholder Maverick Holding to an account offsetting its shareholders' equity and (ii) provide a provision for losses on realization of the indexation/interest accrual.

We have concluded that the recognition of an asset for the right to receive the R\$50,000 thousand from Maverick Holding does not adequately reflect the essence of the transaction. The claim against Maverick Holding should have been accounted for as a reduction in the Company's shareholders' equity being a return of capital to the owners. As to the indexation/interest accruals, which totaled R\$ 62,540 thousand on June 30, 2022, uncertainties arise because (i) the charges are not clearly defined in the Private Instrument of Termination and (ii) there is no final judicial ruling on the collection suit indicating that an impairment provision should have been recorded for the entire balance in the accounting periods prior to 2021. Accordingly, the adjustments made by the Company in the quarter ended March 31, 2022 were not appropriate as these should have been carried out by restating the opening balances for the first period presented, without affecting the results for the quarters presented.

Consequently, the loss for the six-month period ended June 30, 2022 (parent company and consolidated) contained in the Quarterly Information Form (ITR) for the quarter ended June 30, 2023 for comparison purposes, is overstated by R\$ 48,359 thousand.

#### **Qualified conclusion on the parent company and consolidated interim information**

Based on our review, except for the effects of the matter described in the section "Basis for Qualified Conclusion", nothing has come to our attention that causes us to believe that the accompanying parent company and consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information (ITR), and presented in accordance with the standards issued by the CVM.

#### **Significant uncertainty as to going concern**

Note 2.2 to the parent company and consolidated interim financial information discloses that the Company and its subsidiaries' current liabilities exceed its current assets at June 30, 2023 by R\$ 105,124 thousand in the parent company and R\$ 138,307 thousand in the consolidated. Additionally, both the parent company and consolidated present an accumulated deficit at that date of R\$ 409,532 thousand. This situation, among the matters described in Note 2.2, indicate the existence of a significant uncertainty as to the Company's and its subsidiaries' ability to operate as going concern in the foreseeable future. Our conclusion is not qualified with respect to this matter.



MLog S.A.

**Other matters**

**Statements of value added**

The quarterly information referred to above includes the parent company and consolidated statements of value added for the six-month period ended June 30, 2023. These statements are the responsibility of the Company's management and are presented as supplementary information under IAS 34. These statements have been subjected to review procedures performed together with the review of the quarterly information for the purpose of concluding whether they are reconciled with the interim accounting information and accounting records, as applicable, and if their form and content are in accordance with the criteria defined in the accounting standard CPC 09 - "Statement of Value Added". Based on our review, except for the effects of the matter described in the section "Basis for Qualified Conclusion", nothing has come to our attention that causes us to believe that these statements of value added have not been properly prepared, in all material respects, in accordance with the criteria established in this accounting standard, and consistent with the parent company and consolidated interim accounting information taken as a whole.

Rio de Janeiro, October 3, 2023

*PricewaterhouseCoopers*  
PricewaterhouseCoopers  
Auditores Independentes Ltda.  
CRC 2SP000160/O-5

DocuSigned by:  
Anibal Manoel Gonçalves de Oliveira  
Assinado por: ANIBAL MANOEL GONCALVES DE OLIVEIRA.8519395...  
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## Table of Contents

### Individual Financial Statement (DFs)

Assets Balance Sheet	3
Liabilities Balance Sheet	4
Income Statement	6
Comprehensive Income Statement	7
Cash Flow Statement (Indirect Method)	8
<b>Statement of Owners' Equity</b>	
DMPL - 01/01/2023 to 06/30/2023	9
DMPL - 01/01/2022 to 06/30/2022	10
Statement of Added Value	11

### Consolidated Financial Statements (DFs)

Assets Balance Sheet	12
Liabilities Balance Sheet	13
Income Statement	15
Comprehensive Income Statement	16
Cash Flow Statement (Indirect Method)	17
<b>Statement of Owners' Equity</b>	
DMPL - 01/01/2023 to 06/30/2023	19
DMPL - 01/01/2022 to 06/30/2022	20
Statement of Added Value	21
Explanatory Notes	22

**Individual Financial Statement / Assets Balance Sheet****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
1	Total Assets	1,107,461	1,083,736
1.01	Current Assets	8,973	4,432
1.01.01	Cash and Cash Equivalents	13	14
1.01.03	Receivable Accounts	7,478	3,168
1.01.03.01	Customers	7,478	3,168
1.01.06	Recoverable Taxes	92	88
1.01.06.01	Recoverable Current Taxes	92	88
1.01.06.01.01	Income tax, Contributions and other recoverable taxes	92	88
1.01.07	Prepaid Expenses	1,161	1,122
1.01.07.01	Advances to Suppliers	1,106	862
1.01.07.02	Other prepaid expenses	55	260
1.01.08	Other Current Assets	229	40
1.01.08.03	Others	229	40
1.02	Non-Current Assets	1,098,488	1,079,304
1.02.01	Noncurrent Receivables	35,838	35,780
1.02.01.09	Credits with Related Parties	29,306	29,238
1.02.01.09.02	Credits with Controlled Companies	2,663	4,367
1.02.01.09.04	Related Parties	26,643	24,871
1.02.01.10	Other Non-Current Assets	6,532	6,542
1.02.01.10.03	Frozen Account by Court Order	1	1
1.02.01.10.04	Deposit in Court	15	25
1.02.01.10.05	Rights in Legal Transaction	6,516	6,516
1.02.02	Investments	932,368	926,384
1.02.02.01	Equity Interests	932,368	926,384
1.02.02.01.02	Interests in Controlled Companies	932,368	926,384
1.02.03	Fixed Assets	130,169	117,005
1.02.03.01	Operating Fixed Assets	130,169	117,005
1.02.04	Intangible	113	135
1.02.04.01	Intangible	113	135

**Individual Financial Statement / Liabilities Balance Sheet****(Thousands of Brazilian Reais)**

<b>Code Account</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
2	Total Liabilities	1,107,461	1,083,736
2.01	Current Liabilities	114,097	91,441
2.01.01	Social and Labor Obligations	417	549
2.01.01.02	Labor Obligations	417	549
2.01.01.02.01	Salaries and Social Charges	417	549
2.01.02	Suppliers	255	402
2.01.02.01	National Suppliers	255	402
2.01.03	Tax Obligations	3,602	2,402
2.01.03.01	Federal Tax Obligations	3,602	2,402
2.01.03.01.01	Income Tax and Social Contribution Payable	640	849
2.01.03.01.02	Other taxes to be collected	2,962	1,553
2.01.04	Loans and Financing	23,735	18,898
2.01.04.01	Loans and Financing	23,735	18,898
2.01.04.01.02	In Foreign Currency	23,735	18,898
2.01.05	Other Obligations	85,433	68,187
2.01.05.01	Liabilities with Related Parties	40,095	41,223
2.01.05.01.04	Debts with Other Related Parties	40,095	41,223
2.01.05.02	Others	45,338	26,964
2.01.05.02.04	Obligations in the Acquisition of Investments	15,599	14,507
2.01.05.02.05	Other accounts payable	392	30
2.01.05.02.06	Court settlement to be paid	6,210	7,641
2.01.05.02.07	Receivable Accounts with Related Parties	23,137	4,786
2.01.06	Provisions	655	1,003
2.01.06.01	Labor and Civil Social Security Tax Provisions	655	1,003
2.01.06.01.02	Social Security and Labor Provisions	655	1,003
2.02	Non-Current Liabilities	285,556	285,461
2.02.01	Loans and Financing	18,103	29,773
2.02.01.01	Loans and Financing	18,103	29,773
2.02.01.01.02	In Foreign Currency	18,103	29,773
2.02.02	Other Obligations	259,160	247,448
2.02.02.01	Liabilities with Related Parties	197,717	183,127
2.02.02.01.02	Debts with Controlled Companies	197,717	183,127
2.02.02.02	Others	61,443	64,321
2.02.02.02.03	Provision for uncovered liabilities	2,516	1,707
2.02.02.02.04	Obligation in acquiring investment	43,174	45,175
2.02.02.02.06	Other taxes to be collected	3,488	2,878
2.02.02.02.07	Court Settlements	12,265	14,561
2.02.03	Deferred taxes	4,716	4,810
2.02.04	Provisions	3,577	3,430
2.02.04.02	Other Provisions	3,577	3,430
2.02.04.02.04	19 Provisions for labor and operational contingencies	3,577	3,430
2.03	Net Equity	707,808	706,834
2.03.01	Capital Paid-in	1,239,729	1,154,467
2.03.01.01	Capital	1,276,193	1,190,931
2.03.01.02	Cost of fundraising	-36,464	-36,464
2.03.02	Capital Reserves	0	-42,789

**Individual Financial Statement / Liabilities Balance Sheet****(Thousands of Brazilian Reais)**

<b>Code Account</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
2.03.02.08	Shareholder debt	0	-50,000
2.03.02.09	Capital Reserves	0	7,211
2.03.04	Profit Reserve	-128,051	0
2.03.04.09	Treasury shares	-128,051	0
2.03.05	Retained Earnings/Loss	-409,532	-410,506
2.03.08	Other Comprehensive Income	5,662	5,662

**Individual Financial Statement / Income Statement****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Current Quarter 04/01/2023 to 06/30/2023</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Same Quarter from previous Year 04/01/2022 to 06/30/2022</b>	<b>Retained from Previous Year 01/01/2022 to 06/30/2022</b>
3.01	Revenue from the Sale of Goods and/or Services	3,078	13,649	7,515	14,376
3.01.01	Net revenue from service provision	3,078	13,649	7,515	14,376
3.02	Cost of Goods and/or Services Sold	-4,076	-8,152	-14,109	-18,561
3.02.01	Cost of Services Rendered	-4,076	-8,152	-14,109	-18,561
3.03	Gross income	-998	5,497	-6,594	-4,185
3.04	Operating Expenses/Income	-5,155	-4,373	-8,264	-77,643
3.04.02	General and Administrative Expenses	-2,546	-5,358	-2,737	-5,936
3.04.02.01	Personnel expenses	-1,479	-3,235	-1,648	-3,320
3.04.02.02	Expenses for Services Provided by Third Parties	-535	-849	-734	-1,755
3.04.02.03	General and administrative	-442	-837	-303	-762
3.04.02.04	Depreciation and amortization	-43	-91	-44	-52
3.04.02.05	Tax Expenses	-47	-346	-8	-47
3.04.04	Other Operating Income	49	112	171	0
3.04.05	Other Operating Expenses	0	0	0	-65,628
3.04.06	Equity in Results of Companies	-2,658	873	-5,698	-6,079
3.05	Income Before Financial Results and Taxes	-6,153	1,124	-14,858	-81,828
3.06	Financial Results	2,419	-359	-14,420	-2,565
3.06.01	Financial Revenue	4,682	7,168	156	7,198
3.06.02	Financial Expenses	-2,263	-7,527	-14,576	-9,763
3.07	Income Before Taxes on Earnings	-3,734	765	-29,278	-84,393
3.08	Income Tax and Social Contribution on Earnings	93	209	315	374
3.08.02	Deferred	93	209	315	374
3.09	Net Income from Continuing Operations	-3,641	974	-28,963	-84,019
3.11	Earnings/Loss for the Period	-3,641	974	-28,963	-84,019
3.99	Earnings per Share - (Reais / Share)				
3.99.02	Diluted Earnings per Share				
3.99.02.01	ON	-1.33	0.35	-9.99	-28.97

**Individual Financial Statement / Comprehensive Income Statement****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Current Quarter 04/01/2023 to 06/30/2023</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Same Quarter from previous Year 04/01/2022 to 06/30/2022</b>	<b>Retained from Year Previous 01/01/2022 to 06/30/2022</b>
4.01	Net Income for the Period	-3,641	974	-28,963	-84,019
4.02	Other Comprehensive Income (Loss)	0	0	5,662	5,662
4.03	Comprehensive Income (Loss) for the Period	-3,641	974	-23,301	-78,357

**Individual Financial Statement / Cash Flow Statement (Indirect Method)****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Retained from Year Previous 01/01/2022 to 06/30/2022</b>
6.01	Net Cash Operating Activities	-11,629	8,328
6.01.01	Cash Generated in Operations	8,157	-23,545
6.01.01.01	Net Profit (Loss) for the period	974	-84,019
6.01.01.02	Interest Expense	4,099	6,018
6.01.01.03	Interest with Related Parties	2,833	2,762
6.01.01.04	Exchange Rate Change	-6,847	-6,446
6.01.01.05	Equity Income Result	-873	6,079
6.01.01.06	Debt remission	-63	-1,438
6.01.01.07	Deferred taxes	-209	-374
6.01.01.08	Constitution (reversal) of provision	0	48,358
6.01.01.09	Depreciation and Amortization	8,243	5,515
6.01.02	Changes in Assets and Liabilities	-6,816	24,265
6.01.02.01	Income taxes, Contrib. and ther recoverable taxes	-4	0
6.01.02.02	Prepaid expenses	205	205
6.01.02.03	Other credits	-189	10
6.01.02.04	Accounts receivable from customers	-4,310	3,119
6.01.02.05	Advance to Suppliers	-244	47
6.01.02.06	Frozen Account by Court Order	10	0
6.01.02.07	Suppliers	-147	-208
6.01.02.08	Salaries and Social Charges	-134	267
6.01.02.09	Income tax, Contributions and Other taxes payable	1,925	1,669
6.01.02.10	Court Settlements	-3,727	0
6.01.02.11	Provisions	-201	19,156
6.01.03	Others	-12,970	7,608
6.01.03.01	Other accounts payable	-12,970	7,608
6.02	Net Cash from Investing Activities	-2,616	-2,127
6.02.01	Advance for Future Capital Increases	-2,598	-1,673
6.02.02	Acquisition of Fixed Assets	-18	-454
6.03	Net Cash from Financing Activities	14,244	-5,955
6.03.01	Payment of Loans and Financing	-3,839	-7,775
6.03.02	Debt amortization when acquiring investments	-4,292	-10,251
6.03.03	Related Parties - paid	-24,563	-7,735
6.03.04	Related Parties - Received	46,938	19,806
6.05	Increase (Decrease) in Cash and Cash Equivalents	-1	246
6.05.01	Cash and Cash Equivalents at Beginning of Period	14	18
6.05.02	Cash and cash Equivalents at End of Period	13	264

**Individual Financial Statement / Statement of Owners' Equity / DMPL - 01/01/2023 to 06/30/2023****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Paid-Up Capital</b>	<b>Capital Reserves, Options Granted and Treasury Shares</b>	<b>Appropriated Retained Earnings</b>	<b>Earnings or Losses Retained</b>	<b>Other Income Comprehensive</b>	<b>Net Equity</b>
5.01	Beginning Balances	1,161,678	0	-50,000	-410,506	5,662	706,834
5.03	Adjusted Beginning Balances	1,161,678	0	-50,000	-410,506	5,662	706,834
5.04	Capital Transactions with Shareholders	78,051	-128,051	50,000	0	0	0
5.04.04	Own Shares Acquired	78,051	-128,051	50,000	0	0	0
5.05	Total Comprehensive Income	0	0	0	974	0	974
5.05.01	Net Profit for the Period	0	0	0	974	0	974
5.07	Final Balances	1,239,729	-128,051	0	-409,532	5,662	707,808



**Individual Financial Statement / Statement of Owners' Equity / DMPL - 01/01/2022 to 06/30/2022****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Paid-Up Capital</b>	<b>Capital Reserves, Options Granted and Treasury Shares</b>	<b>Profit Reserve</b>	<b>Earnings or Losses Retained</b>	<b>Other Income Comprehensive</b>	<b>Net Equity</b>
5.01	Beginning Balances	1,161,678	0	0	-338,287	0	823,391
5.03	Adjusted Beginning Balances	1,161,678	0	0	-338,287	0	823,391
5.04	Capital Transactions with Shareholders	0	-50,000	0	0	0	-50,000
5.04.08	Controller debt	0	-50,000	0	0	0	-50,000
5.05	Total Comprehensive Income	0	0	0	-84,019	5,662	-78,357
5.05.01	Net Profit for the Period	0	0	0	-84,019	0	-84,019
5.05.02	Other Comprehensive Income	0	0	0	0	5,662	5,662
5.05.02.07	Comprehensive Results	0	0	0	0	5,662	5,662
5.07	Final Balances	1,161,678	-50,000	0	-422,306	5,662	695,034

**Individual Financial Statement / Statement of Added Value****(Thousands of Brazilian Reais - R\$)**

<b>Account Code</b>	<b>Account Description</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Retained from Previous Year 01/01/2022 to 06/30/2022</b>
7.01	Revenue	15,041	15,841
7.01.01	Sales of Goods, Products and Services	15,041	15,841
7.02	Inputs Acquired from Third Parties	-1,398	-81,056
7.02.01	Costs of Products, Goods and Services Sold	0	-13,098
7.02.02	Materials, Energy, Services of Third Parties and Others	-1,510	-2,330
7.02.04	Others	112	-65,628
7.02.04.01	Other Operating Income	112	0
7.02.04.02	Other Operating Expenses	0	-65,628
7.03	Gross Added Value	13,643	-65,215
7.04	Withholdings	-8,243	-5,515
7.04.01	Depreciation, Amortization and Depletion	-8,243	-5,515
7.05	Net Added Value Produced	5,400	-70,730
7.06	Added Value Received in Transfer	8,041	1,119
7.06.01	Equity Income Results	873	-6,079
7.06.02	Financial Revenue	7,168	7,198
7.07	Total Value Added to Distribute	13,441	-69,611
7.08	Distribution of Value Added	13,441	-69,611
7.08.01	Personnel	2,839	2,799
7.08.01.01	Direct Compensation	490	643
7.08.01.02	Benefits	512	375
7.08.01.03	F.G.T.S.	90	48
7.08.01.04	Others	1,747	1,733
7.08.01.04.01	Administration Fees	1,747	1,733
7.08.02	Taxes, Rates and contributions	1,921	1,657
7.08.02.01	Federal	1,910	1,647
7.08.02.03	Municipal	11	10
7.08.03	Remuneration of Third-Party Capital	7,707	9,952
7.08.03.01	Interests	7,527	9,763
7.08.03.02	Rents	180	189
7.08.04	Equity Remuneration	974	-84,019
7.08.04.03	Retained Earnings / Loss for the Period	974	-84,019

**Consolidated Financial Statement / Assets Balance Sheet****(Thousands of Brazilian Reais)**

<b>Code Account</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
1	Total Assets	1,236,313	1,213,770
1.01	Current Assets	73,420	64,857
1.01.01	Cash and Cash Equivalents	2,644	2,282
1.01.03	Receivable Accounts	20,518	25,033
1.01.03.01	Customers	20,518	25,033
1.01.04	Inventories	341	766
1.01.06	Recoverable Taxes	18,979	15,494
1.01.06.01	Recoverable Current Taxes	18,979	15,494
1.01.06.01.01	Income tax and social contribution recoverable	17,371	12,314
1.01.06.01.02	Other recoverable taxes	1,608	3,180
1.01.07	Prepaid Expenses	10,264	7,449
1.01.07.01	Advances to Suppliers	9,492	6,429
1.01.07.02	Other prepaid expenses	772	1,020
1.01.08	Other Current Assets	20,674	13,833
1.01.08.01	Non-Current Assets for Sale	17,724	10,518
1.01.08.01.01	AFRM for release	17,716	8,662
1.01.08.01.02	Deposit of AFRMM in linked account	8	1,856
1.01.08.03	Others	2,950	3,315
1.01.08.03.03	Other credits	2,950	3,315
1.02	Non-Current Assets	1,162,893	1,148,913
1.02.01	Noncurrent Receivables	14,174	13,089
1.02.01.04	Receivable Accounts	12,398	11,466
1.02.01.04.02	Other accounts receivable	183	1,340
1.02.01.04.03	Frozen Account by Court Order	1	1
1.02.01.04.05	Other recoverable taxes	5,613	5,729
1.02.01.04.06	Deposit in Court	482	262
1.02.01.04.07	Contractual customer withholding	6,119	4,134
1.02.01.09	Credits with Related Parties	1,720	1,545
1.02.01.09.04	Related Parties	1,720	1,545
1.02.01.10	Other Non-Current Assets	56	78
1.02.01.10.03	Rights in Legal Transaction	56	78
1.02.03	Fixed Assets	312,374	300,822
1.02.03.01	Operating Fixed Assets	291,797	283,392
1.02.03.02	Right of Use in Lease	20,577	17,430
1.02.04	Intangible	836,345	835,002
1.02.04.01	Intangible	836,345	835,002
1.02.04.01.02	Intangible assets	836,345	835,002

**Consolidated Financial Statement / Liabilities Balance Sheet****(Thousands of Brazilian Reais)**

<b>Code Account</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
2	Total Liabilities	1,236,313	1,213,770
2.01	Current Liabilities	211,727	171,687
2.01.01	Social and Labor Obligations	15,800	8,000
2.01.01.02	Labor Obligations	15,800	8,000
2.01.01.02.01	Salaries and Social Charges	15,800	8,000
2.01.02	Suppliers	45,682	32,664
2.01.02.01	National Suppliers	45,682	32,664
2.01.02.01.01	National Suppliers	45,682	32,664
2.01.03	Tax Obligations	23,743	15,758
2.01.03.01	Federal Tax Obligations	23,743	15,758
2.01.03.01.01	Income Tax and Social Contribution Payable	6,009	4,256
2.01.03.01.02	Other taxes to be collected	17,394	11,047
2.01.03.01.03	Deferred taxes	340	455
2.01.04	Loans and Financing	45,389	36,143
2.01.04.01	Loans and Financing	45,389	36,143
2.01.04.01.01	In National Currency	21,654	17,245
2.01.04.01.02	In Foreign Currency	23,735	18,898
2.01.05	Other Obligations	78,678	76,302
2.01.05.01	Liabilities with Related Parties	40,095	41,223
2.01.05.01.04	Debts with Other Related Parties	40,095	41,223
2.01.05.02	Others	38,583	35,079
2.01.05.02.05	Obligations in the Acquisition of Investments	15,599	14,507
2.01.05.02.06	Other accounts payable	4,270	3,558
2.01.05.02.07	Leases payable	12,504	9,373
2.01.05.02.08	Court settlement to be paid	6,210	7,641
2.01.06	Provisions	2,435	2,820
2.01.06.02	Other Provisions	2,435	2,820
2.01.06.02.07	Provisions for labor and operational contingencies	2,435	2,820
2.02	Non-Current Liabilities	314,203	330,413
2.02.01	Loans and Financing	24,451	38,199
2.02.01.01	Loans and Financing	24,451	38,199
2.02.01.01.01	In National Currency	6,348	8,426
2.02.01.01.02	In Foreign Currency	18,103	29,773
2.02.02	Other Obligations	278,888	281,052
2.02.02.01	Liabilities with Related Parties	243	242
2.02.02.01.04	Debts with Other Related Parties	243	242
2.02.02.02	Others	278,645	280,810
2.02.02.02.03	Other non-current liabilities	6,081	5,875
2.02.02.02.04	Government subsidies to be appropriated - AFRMM	194,266	189,792
2.02.02.02.05	Obligation in acquiring investment	43,174	45,175
2.02.02.02.06	Other taxes to be collected	13,336	14,039
2.02.02.02.07	Suppliers	183	1,487
2.02.02.02.08	Miscellaneous advances	538	538
2.02.02.02.09	Leases payable	8,802	9,343
2.02.02.02.10	Court settlement to be paid	12,265	14,561
2.02.03	Deferred taxes	4,716	4,810

**Consolidated Financial Statement / Liabilities Balance Sheet****(Thousands of Brazilian Reais)**

<b>Code Account</b>	<b>Account Description</b>	<b>Current Quarter 06/30/2023</b>	<b>Previous Year 12/31/2022</b>
2.02.03.01	Deferred income tax and social contribution	4,716	4,810
2.02.04	Provisions	6,148	6,352
2.02.04.02	Other Provisions	6,148	6,352
2.02.04.02.04	Provisions for labor and operational contingencies	6,148	6,352
2.03	Consolidated Net Equity	710,383	711,670
2.03.01	Capital Paid-in	1,239,729	1,154,467
2.03.01.01	Capital	1,276,193	1,190,931
2.03.01.02	Cost of fundraising	-36,464	-36,464
2.03.02	Capital Reserves	0	-42,789
2.03.02.08	Shareholder debt	0	-50,000
2.03.02.09	Capital Reserves	0	7,211
2.03.04	Profit Reserve	-128,051	0
2.03.04.09	Treasury shares	-128,051	0
2.03.05	Retained Earnings/Loss	-409,532	-410,506
2.03.08	Other Comprehensive Income	5,662	5,662
2.03.09	Participation of Non-Controlling Shareholders	2,575	4,836

**Consolidated Financial Statement / Income Statement****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Current Quarter 04/01/2023 to 06/30/2023</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Same Quarter from Year Previous 04/01/2022 to 06/30/2022</b>	<b>Retained from Year Previous 01/01/2022 to 06/30/2022</b>
3.01	Revenue from the Sale of Goods and/or Services	48,367	113,423	51,962	111,225
3.02	Cost of Goods and/or Services Sold	-50,990	-103,205	-58,982	-114,548
3.03	Gross income	-2,623	10,218	-7,020	-3,323
3.04	Operating Expenses/Income	-1,652	-6,932	-4,201	-74,682
3.04.02	General and Administrative Expenses	-10,027	-19,196	-8,390	-15,866
3.04.02.01	Personnel Expenses	-5,827	-11,031	-4,871	-9,259
3.04.02.02	Expenses for Services Provided by Third Parties	-834	-1,689	-1,038	-2,181
3.04.02.03	General and administrative	-2,051	-4,166	-1,537	-3,020
3.04.02.04	Depreciation and amortization	-96	-235	-102	-205
3.04.02.05	Tax Expenses	-1,219	-2,075	-842	-1,201
3.04.04	Other operating income	3,737	7,457	3,695	7,042
3.04.04.01	Subsidy of AFRMM	3,737	7,457	3,695	7,042
3.04.05	Other operating expenses	4,638	4,807	494	-65,858
3.04.05.02	Other operating revenue	4,638	4,807	494	0
3.04.05.03	Other operating expenses	0	0	0	-65,858
3.05	Income Before Financial Income and Taxes	-4,275	3,286	-11,221	-78,005
3.06	Financial Income	-1,927	-3,827	-20,598	-6,243
3.06.01	Financial Revenue	3,361	8,926	77	9,044
3.06.02	Financial Expenses	-5,288	-12,753	-20,675	-15,287
3.07	Income Before Taxes on Earnings	-6,202	-541	-31,819	-84,248
3.08	Income Tax and Social Contribution on Earnings	-312	-746	262	-2,365
3.08.01	Current	-405	-955	18	-2,739
3.08.02	Deferred	93	209	244	374
3.09	Net Income from Continuing Operations	-6,514	-1,287	-31,557	-86,613
3.11	Consolidated Earnings/Loss for the Period	-6,514	-1,287	-31,557	-86,613
3.11.01	Assigned to Members of the Controlling Company	0	974	-28,963	-84,019
3.11.02	Assigned to Non-Controlling Members	-2,873	-2,261	-2,594	-2,594

**Consolidated Financial Statement / Comprehensive Income Statement****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Current Quarter 04/01/2023 to 06/30/2023</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Retained from Previous Year 04/01/2022 to 06/30/2022</b>	<b>Retained from Previous Year 01/01/2022 to 06/30/2022</b>
4.01	Consolidated Net Profit for the Period	-6,514	-1,287	-31,557	-86,613
4.02	Other Comprehensive Income	0	0	5,662	5,662
4.03	Consolidated Comprehensive Income for the Period	-6,514	-1,287	-25,895	-80,951
4.03.01	Assigned to Members of the Controlling Company	-3,641	974	-23,301	-78,357
4.03.02	Assigned to Non-Controlling Members	-2,873	-2,261	-2,594	-2,594

**Consolidated Financial Statement / Cash Flow Statement (Indirect Method)****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Retained from Previous Year 01/01/2022 to 06/30/2022</b>
6.01	Net Cash Operating Activities	15,437	22,212
6.01.01	Cash Generated in Operations	16,011	-21,431
6.01.01.01	Profit (loss) for the period	-1,287	-86,613
6.01.01.02	Interest expense	5,448	8,961
6.01.01.03	Depreciation and Amortization	13,842	12,240
6.01.01.04	Constitution (reversal) of provision	0	48,358
6.01.01.05	Debt remission	-63	-1,438
6.01.01.07	Exchange Rate Change	-7,974	-3,598
6.01.01.08	Subsidy revenue of AFRMM	0	-7,042
6.01.01.09	Deferred Taxes	-209	-374
6.01.01.10	Write-off of fixed assets	0	295
6.01.01.11	Linked account income from AFRMM	-7,457	0
6.01.01.13	Amortization of chartered vessels	4,868	4,221
6.01.01.14	Interest on chartered vessels	1,077	1,635
6.01.01.15	Interest with related parties	1,900	1,924
6.01.01.16	Provision of operating costs and expenses	5,866	0
6.01.02	Changes in Assets and Liabilities	-574	43,643
6.01.02.01	Income tax, Contributions and Other recoverable taxes	-5,304	-8,712
6.01.02.02	Other credits	1,363	648
6.01.02.03	Suppliers	10,622	-298
6.01.02.04	Salaries and Social Charges	7,798	6,092
6.01.02.05	Income tax, Contributions and Other taxes payable	7,398	16,014
6.01.02.06	Accounts receivable from customers	205	-6,202
6.01.02.07	Advance to Suppliers	-3,064	-2,443
6.01.02.08	Frozen Account by Court Order	0	-57
6.01.02.09	Accounts receivable with related	-18,270	-10,049
6.01.02.10	Other accounts receivable	-13	0
6.01.02.11	Other accounts payable	-2,054	21,493
6.01.02.12	Provisions	-658	19,401
6.01.02.13	Inventories	425	-320
6.01.02.14	Prepaid Expenses	248	218
6.01.02.15	Deposit in Court	-220	-121
6.01.02.16	AFRMM	4,677	7,794
6.01.02.17	Advance to Customers	0	185
6.01.02.20	Court Settlements	-3,727	0
6.02	Net Cash from Investing Activities	-2,504	-1,891
6.02.01	Acquisition of Fixed Assets	-1,196	-673
6.02.02	Acquisition of Intangible Assets	-1,308	-1,218
6.03	Net Cash from Financing Activities	-12,571	-14,203
6.03.01	Payment of Loans and Financing	-34,545	-13,578
6.03.02	Debt amortization when acquiring investments	-4,292	-10,251
6.03.03	Related parties - received	0	5,166
6.03.04	Paid leases	-5,422	-4,518
6.03.05	Resources from new loans	31,688	14,548



**Consolidated Financial Statement / Cash Flow Statement (Indirect Method)****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Retained from Current Year 01/01/2023 to 06/30/2023</b>	<b>Retained from Previous Year 01/01/2022 to 06/30/2022</b>
6.03.06	Related parties - paid	0	-5,570
6.05	Increase (Decrease) in Cash and Equivalents	362	6,118
6.05.01	Beginning Balance of Cash and Equivalents	2,282	1,410
6.05.02	Ending Balance of Cash and Equivalents	2,644	7,528

**Consolidated Financial Statement / Statement of Owners' Equity / DMPL - 01/01/2023 to 06/30/2023****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Paid-Up Capital</b>	<b>Capital Reserves, Options Granted and Treasury Shares</b>	<b>Profit Reserve</b>	<b>Earnings or Losses Retained</b>	<b>Other Income Comprehensive</b>	<b>Net Equity</b>	<b>Participation of Non-Controllers</b>	<b>Net Equity Consolidated</b>
5.01	Beginning Balances	1,161,678	0	-50,000	-410,506	5,662	706,834	4,836	711,670
5.03	Adjusted Beginning Balances	1,161,678	0	-50,000	-410,506	5,662	706,834	4,836	711,670
5.04	Capital Transactions with Shareholders	78,051	-128,051	50,000	0	0	0	0	0
5.04.04	Own Shares Acquired	78,051	-128,051	50,000	0	0	0	0	0
5.05	Total Comprehensive Income	0	0	0	974	0	974	-2,261	-1,287
5.05.01	Net Profit for the Period	0	0	0	974	0	974	-2,261	-1,287
5.07	Final Balances	1,239,729	-128,051	0	-409,532	5,662	707,808	2,575	710,383

**Consolidated Financial Statement / Statement of Owners' Equity / DMPL - 01/01/2022 to 06/30/2022****(Thousands of Brazilian Reais)**

<b>Account Code</b>	<b>Account Description</b>	<b>Paid-Up Capital</b>	<b>Capital Reserves, Options Granted and Treasury Shares</b>	<b>Profit Result</b>	<b>Earnings or Losses Retained</b>	<b>Other Income Comprehensive</b>	<b>Net Equity</b>	<b>Participation of Non-Controllers</b>	<b>Net Equity Consolidated</b>
5.01	Beginning Balances	1,161,678	0	0	-338,287	0	823,391	6	823,397
5.03	Adjusted Beginning Balances	1,161,678	0	0	-338,287	0	823,391	6	823,397
5.04	Capital Transactions with Shareholders	0	-50,000	0	0	0	-50,000	0	-50,000
5.04.08	Controller debt	0	-50,000	0	0	0	-50,000	0	-50,000
5.05	Total Comprehensive Income	0	0	0	-84,019	5,662	-78,357	4,281	-74,076
5.05.01	Net Profit for the Period	0	0	0	-84,019	0	-84,019	-2,594	-86,613
5.05.02	Other Comprehensive Income	0	0	0	0	5,662	5,662	6,875	12,537
5.05.02.06	Comprehensive Income	0	0	0	0	5,662	5,662	0	5,662
5.05.02.08	Capital Reduction Effect	0	0	0	0	0	0	6,875	6,875
5.07	Final Balances	1,161,678	-50,000	0	-422,306	5,662	695,034	4,287	699,321

**Consolidated Financial Statement / Statement of Added Value****(Thousands of Brazilian Reais)**

Account Code	Account Description	Retained from Current	Retained from Previous
		Year 01/01/2023 to 06/30/2023	Year 06/01/2022 to 06/30/2022
7.01	Revenue	128,934	126,320
7.01.01	Sales of Goods, Products and Services	128,934	126,320
7.02	Inputs Acquired from Third Parties	-39,496	-118,391
7.02.01	Costs Prods., Goods and Services Sold	-46,989	-54,747
7.02.02	Materials, Energy, Services of Third-Parties and Others	-4,771	-4,828
7.02.04	Others	12,264	-58,816
7.02.04.01	Other Income	4,807	0
7.02.04.02	AFRMM subsidy	7,457	7,042
7.02.04.03	Other Expenses	0	-65,858
7.03	Gross Added Value	89,438	7,929
7.04	Withholdings	-13,842	-12,240
7.04.01	Depreciation, Amortization and Depletion	-13,842	-12,240
7.05	Net Added Value Produced	75,596	-4,311
7.06	Added Value Received in Transfer	8,926	9,044
7.06.02	Financial Revenue	8,926	9,044
7.07	Total Added Value to Distribute	84,522	4,733
7.08	Distribution of Added Value	84,522	4,733
7.08.01	Personnel	45,097	47,166
7.08.01.01	Direct Compensation	20,836	23,188
7.08.01.02	Benefits	18,818	19,125
7.08.01.03	F.G.T.S.	2,775	2,824
7.08.01.04	Others	2,668	2,029
7.08.01.04.01	Administration Fees	2,668	2,029
7.08.02	Taxes, Rates and Contributions	27,594	28,506
7.08.02.01	Federal	24,488	25,882
7.08.02.02	State	2,959	2,287
7.08.02.03	Municipal	147	337
7.08.03	Remuneration of Third-Party Capital	13,118	15,674
7.08.03.01	Interests	12,753	15,287
7.08.03.02	Rents	365	387
7.08.04	Remuneration of Equity	-1,287	-86,613
7.08.04.03	Retained Earnings/Loss for the Period	974	-84,019
7.08.04.04	Part. Non-Controllers in Retained Earnings	-2,261	-2,594

# Explanatory notes to the individual and consolidated interim financial information as at June 30, 2023

*(In thousands of reais, unless otherwise indicated)*

## 1 Operational context

MLog S.A. (the “Company”) has full control of the companies Morro do Pilar Minerais S.A. (“MOPI”), Companhia de Desenvolvimento do Norte Capixaba (“CDNC”), Dutovias do Brasil S.A. (“Dutovias”), Companhia de Navegação da Amazônia - CNA (“CNA”) and Nova Sociedade de Navegação S.A. (“NSN”). MLog also has a 50% stake in Asgaard Bourbon Navegação S.A. (“ABN”) and an indirect shareholding of 20% in Bourbon Offshore Marítima S.A. (“BOM”) through CNA.

The subsidiary CDNC is not operational, but owns land in the municipality of Linhares, in Espírito Santo. The subsidiaries MOPI and Dutovias operate in the mining segment. The subsidiaries ABN and CNA operate in the navigation segment, with ABN chartering and operating maritime support vessels for the oil and gas industry, while CNA operates in river transport of liquid bulk cargo such as crude oil and its derivatives, and biofuels.

### Navigation

ABN is the operator of the Oil Spill Recovery Vessel (“OSRV”) Asgaard Sophia (“Sophia”), which has been chartered to Petrobras since 2016, as well as of the AHTS type vessels (Anchor Handling Tug Supply Vessel) Geonísio Barroso and Yvan Barreto, which were purchased by MLog from BOM in 2020. The operating contract for Geonísio Barroso began in the third quarter of 2021, while the contract for Yvan Barreto began in the fourth quarter of 2021. These contracts last approximately 3.5 years each, and may be extended. The contract for the AHTS Haroldo Ramos vessel was transferred as part of the sale of BOM to Asgaard on January 1, 2022, with a remaining duration of 14 months. This contract was extended for another two months, ending in April 2023. On February 3, 2023, the Company signed a new contract with Petrobras for the operation of AHTS Haroldo Ramos for four years, renewable, with operations scheduled to begin in the third quarter of 2023.

ABN also operates the Well Stimulation Supply Vessel (“WSSV”) Stim Star Arabian Gulf, which is chartered and operated for Petrobras, under a partnership between ABN and Halliburton, the latter of which is responsible for operating the vessel's stimulation plant.

In 2022, a confidential arbitration process was initiated by ABN against Petrobras, due to the non-delivery of the vessel BE 808 within the contractually agreed period, given the impossibility of reaching an agreement with Petrobras. This arbitration is pending judgment and, according to the timeline initially established, the evidentiary stage ended on July 31, 2023.

The table below shows the status of the Company’s vessels as at June 30, 2023:

Vessel	Lessor/owner	Lessee
Asgaard Sophia	Companhia de Navegação da Amazônia	Asgaard Bourbon Navegação S.A.
Stim Star Arabian Gulf	Haliburton Energy Services, Inc.	Asgaard Bourbon Navegação S.A.
Yvan Barreto	MLog S.A.	Asgaard Bourbon Navegação S.A.
Geonísio Barroso	MLog S.A.	Asgaard Bourbon Navegação S.A.
Haroldo Ramos	MLog S.A.	Asgaard Bourbon Navegação S.A.

CNA is engaged in the inland cabotage transport of oil, fuels and petroleum derivatives in the northern

region of Brazil. Acquired in 2016, CNA has pursued its business plan, which includes seeking opportunities to grow its existing activities and to pursue complementary activities, especially in the North and Northeast regions of the country. On January 10, 2022, Law 14,301/22 was enacted, establishing the Cabotage Transport Incentive Program which, among other measures, maintains the Freight Additional rates for the Renewal of the Merchant Marine (“AFRMM”) for CNA for six more years.

## **Mining**

For the iron ore extraction project called “Morro do Pilar”, the Company carried out the required studies and fulfilled the conditions of the Preliminary License (“LP”), which is required to be obtained prior to making an Installation License (“LI”) request. The LI request was officially acknowledged by the relevant government bodies in the third quarter of 2019, as set out in Explanatory Note 18. The Company has been making efforts to raise the necessary resources to develop the project.

## **Acquisition of Marsil / Debt Assumption / Court Execution**

As provided for in the annual financial statements for the year ended December 31, 2022, on July 16, 2019 the Company entered into a Private Instrument of Termination with Bocaiuva Participações S.A. (“Bocaiuva”), also with the participation of the shareholder Maverick Holding S.A. (“Maverick Holding”), where the obligations assumed in the Acquisition contract of the company Mineração Marsil Eireli (“Marsil”) were cancelled. Under this instrument, the Company transferred all of the quotas of Marsil to Bocaiuva (the former owner of Marsil) for BRL50,000. Following this termination, the Company ceased consolidating Marsil and, consequently, the balances related to the business combination were fully written off, including the value of rights obtained through the transaction, and bank loans.

The Private Instrument of Termination also establishes, among other clauses, the following: (i) that the shareholder Maverick Holding assumes the obligation to pay MLog BRL 50,000 for the transfer of Marsil's shares to Bocaiúva; and (ii) that Bocaiúva withdraws from the shareholding structure of the indirect control block of MLog through the return of the shares issued by Maverick Empreendimentos e Participações S.A. (“MEP”).

The obligation assumed by Maverick Holding should be settled, at its updated amount, within 30 days. Since the Private Instrument of Termination does not specify the criteria for updating, the Company decided to update it based on the IGP-M variation plus interest of 12% p.a., as provided for in its Articles of Incorporation for cases of defaults on payments of capital subscribed by its shareholders. Due to the non-payment of said obligation, in July 2020 the Company filed a lawsuit against Maverick Holding to collect this credit. This court enforcement has a total updated value of BRL 337,134 and also includes the subscribed and not yet paid-up portions of the capital of the Company (Note 20).

During the first quarter of 2022, the Company’s Management reevaluated the termination transaction described above, especially as regards the balance recorded in Accounts Receivable from Maverick Holding and, based on the developments regarding this transaction in recent years, concluded that:

1. The settlement of the main balance, which should have occurred within 30 days of the date of signature of the Private Instrument of Termination, should not occur in the short term, given that the expected liquidity events, which could give rise to a capital injection into Maverick Holding, had not occurred and were not expected to occur in the short term;
2. The legal action filed by the Company against Maverick Holding had not been progressing at the speed expected by the Company's Management;
3. There were attempts by the Company to resolve the issue of the shareholder’s debt, which were not successful due to corporate issues.

Therefore, the Company concluded that the most appropriate accounting treatment of the balance owed by Maverick Holding would be to present it, from the first quarter of 2022, in a reducing account within the Company’s net equity, as an amount owed by a shareholder.

It is important to emphasize that this treatment is based on the understanding that the principal amount of the debt has been converted into an equity instrument, after the balance was outstanding from the debtor for several years. However, Management has maintained its initial interpretation that the amount due on the original recording date of the transaction was a debt instrument in nature, and was therefore classified at the time as a related party Account Receivable.

The Company's change in interpretation resulted from the abovementioned facts and occurred in the first quarter of 2022, but is not considered to have retrospective application to previous years.

Considering also that under the applicable accounting principles, a debt converted into capital in 2022 may not have its updated amount capitalized monthly in Net Equity, the accumulated interest balance is recorded as an Account Receivable from a related party, but with a provision for its full value.

On June 7, 2023, the Special Shareholders' Meeting ("AGE") was held, which approved the declaration, by the Company, of the forfeiture of the 593,474 subscribed and partially paid shares held by Maverick Holding through a declaration of forfeiture, in accordance with Article 107, paragraph 4 of Law 6,404/76. This forfeiture was prompted by Maverick's defaults on the third, fourth and fifth installments of the subscribed capital increase. These shares were transferred to Treasury Shares, within Shareholders' Equity, as per Explanatory Note No. 20. The Management of the Company is responsible for selling these shares within 12 months. Also under the terms of Article 107 of Law 6,404/76, if the sale of said shares by the end of this period is not successful, the shareholders' meeting shall decide on a reduction in the capital by a corresponding amount. It should be noted that the third installment was paid in 2018 in connection with the acquisition of Marsil by MLog, but given that the acquisition transaction was canceled, and Marsil was returned to the former shareholders, Maverick Holding assumed a debt to the Company. However, with the declaration of the default and the consequent forfeiture of the shares of Maverick Holding, Management understands that the debt has become uncollectible, and have become part of the treasury shares.

Maverick Holding, in turn, also loses the value already paid in under the first installment (BRL 37,928), given that the fourth paragraph of Article 107 of Law 6,404/76 (the "Corporation Law") determines that shares that have not been fully paid in can be declared expired, In this case, the Company may take the payments already received as its own.

Even though AGE has declared that the shares have lapsed, the Company will not withdraw the legal action it is taking against Maverick Holding over this issue, as such a withdrawal would result in the payment of attorney's fees of the other party in the lawsuit. The Company has already filed an appeal, as the court terminated the law suit without prejudice due to the arbitration commitment included in the articles of incorporation, with a payment of 10% of the value of the case. This action is classified as a possible loss, since the court's decision contradicted the prevailing position that an enforceable instrument can be executed even if there is an arbitration clause. However, it is understood that the lawsuit shall be dismissed at the appropriate time due to the declaration of the forfeiture of the shares.

#### **Creation of a *Sociedade em Conta de Participação* ("SCP") [Unincorporated Joint Venture]**

On January 2, 2023, a partnership was created between MLog (as general partner with a 99.9% stake in the capital) and its controlled company NSN (as silent partner with a 0.1% stake). This SCP has as its purpose to bring together navigation assets and liabilities, and is governed by a private instrument signed between the parties on January 2, 2023 establishing the Company as a party to the Participation Account.

SCP is made up of assets and liabilities contributed by the general partner, MLog S.A. in the net amount of BRL5,000, which include:

- 37,999 shares issued by Asgaard Bourbon Navegação S.A., which correspond to 50% of the capital of this company.
- 2,868 shares issued by Companhia de Navegação da Amazônia, which correspond to its entire capital.

- The AHTS type vessels named Yvan Barreto, Geonísio Barroso and Haroldo Ramos.
- Debt with the National Bank for Economic and Social Development, arising from the acquisition of the three aforementioned AHTS type vessels.
- Debt arising from the acquisition of Companhia de Navegação da Amazônia.
- Debts with related parties.

The assets and liabilities described above were contributed to SCP at their book value, as shown in Explanatory Note 2.1. The silent partner, NSN, contributed cash in the amount of BRL5.

The purpose of this SCP is to organize the Group's navigation vertical (offshore support and inland navigation), bringing together its assets, liabilities, and consequently the results produced, in a consolidated manner.

The SCP serves as a transitional vehicle for assets and liabilities that, for regulatory reasons, are forbidden from being immediately transferred to NSN, which shall be carried out on the date of extinguishment of the last debt for which SCP assets were pledged as collateral, releasing all of the assets originally contributed to the SCP for transfer to NSN, leaving the SCP with no further purpose.

The SCP does not have a legal personality, and its operations shall be carried out exclusively by the Company, including full powers of representation as a defendant or plaintiff with full powers to act on behalf of third parties.

The distribution of the results of this SCP, according to the particular instrument governing it, takes place in the proportion of 99% to the silent partner and 1% to the general partner. This distribution of the results in inverse proportion to the capital contributed occurs for two reasons:

- 1) As NSN (the silent partner) was created for the purpose of concentrating the Group's navigation activities, the attribution of 99% of the SCP's results reflects the aggregation of the results of the shipping vertical (offshore and inland support) within this subsidiary;
- 2) MLog (the general partner) is the sole controlling company of SCP, even indirectly, as it holds 99.9% directly and also controls NSN, which holds the remaining 0.1%. Therefore, the non-proportional distribution of results is irrelevant for the purposes of the consolidated financial statements of the Company.

The management of the Company has already requested some of the necessary consents to begin the effective transfer of the assets and liabilities. However, to date the requests are still under analysis for potential consent, or no definitive responses have been received to date.

## **2 Basis for preparation and presentation of interim financial information**

The individual and consolidated interim financial information has been prepared in accordance with Technical Pronouncement CPC 21 (R1) – “Interim Statements” issued by the Accounting Pronouncements Committee, and with international standard IAS 34 – “Interim Financial Reporting” issued by the International Accounting Standards Board (“IASB”), as well as considering the standards and guidelines issued by the Securities and Exchange Commission (“CVM”).

This individual and consolidated interim financial information has been prepared based on the historical cost, except for certain financial assets and liabilities measured at fair value through profit or loss and investments measured using the equity method, as described in the accounting practices.

The individual and consolidated interim financial information is presented in Brazilian reais (“BRL”), which is the currency of the economic environment in which the Company operates (the “functional currency”).



The management of the Company authorized the disclosure of this individual and consolidated interim financial information on October 3, 2023.

## 2.1 Consolidation basis and corporate investments

### a. Consolidation

The consolidated accounting information, which includes the statements of the Company and its controlled companies (the “Group”), were prepared using the same base date and consistent accounting practices, and, when necessary, adjustments are made to the accounting information of these investees to ensure compliance with the accounting practices adopted by the Company.

All transactions, balances, income and expenses between the Company and its controlled companies are fully eliminated in the consolidated information.

The equity interests included in the consolidation process are as follow:

<u>Investments</u>	<u>Equity</u> <u>06/30/2023</u>	<u>Equity</u> <u>12/31/2022</u>
Cia de Desenvolvimento do Norte Capixaba	100%	100%
Morro do Pilar Minerais S.A.	100%	100%
Dutovias do Brasil S.A.	100%	100%
Cia de Navegação do Amazonas *	100%	100%
Nova Sociedade de Navegação S.A.	100%	100%
Asgaard Bourbon Navegação S.A.	50%	50%

\*CNA was indirectly part of the consolidation through ABN, which had 100% of the equity interest, but as of May 1, 2022, the equity interest of CNA began to be directly held by MLog.

The Company holds the following indirect equity interests through CNA:

<u>Investments</u>	<u>Equity</u> <u>06/30/2023</u>	<u>Equity</u> <u>12/31/2022</u>
Bourbon Offshore Maritima S.A.	20%	20%

The table below shows the accounting transactions involved in the capital reductions of controlled companies in 2022:

Equity	ASSETS					
	<u>Investment</u>	<u>Fixed assets</u>	<u>Intangible</u>	<u>Business transaction</u>	<u>Related parties</u>	<u>Comprehensive Income</u>
ABN	(129,301)	227	165	6,516	1,048	-
CNA	126,740	-	-	-	-	-
	<u>(2,561)</u>	<u>227</u>	<u>165</u>	<u>6,516</u>	<u>1,048</u>	<u>-</u>
	LIABILITIES					
ABN	-	-	-	-	267	-
	NET EQUITY					
ABN	-	-	-	-	-	(5,662) *
	<u>(2,561)</u>	<u>227</u>	<u>165</u>	<u>6,516</u>	<u>1,315</u>	<u>(5,662)</u>

\* These represent equity variations in the controlled company Asgaard Bourbon Navegação in 2022.

**b. Controlled companies**

Controlled companies are consolidated from the date on which control is obtained until the date on which such control ceases.

The Company controls an investee when it is exposed to or has rights over the variable returns arising from its involvement with the investee, and when it has the ability to affect these returns through its power over the investee.

In the individual accounting information of the controlling company, the financial information of subsidiaries is recognized using the equity method.

**c. Affiliated companies**

An Affiliated Company is an entity over which the Company has significant influence, defined as the power to participate in decisions regarding the financial and operational practices of an investee, but without individual or joint control over these practices.

The investment in an associate is recognized using the equity method in the individual and consolidated interim financial information.

**d. Business combinations**

Business combinations are recorded using the acquisition method when the activities and assets acquired complies with the definition of a business, and control is transferred to the Company. When determining whether a set of activities and assets constitutes a business, the Company assesses whether the set of assets and activities acquired includes at least one input and one substantive process that, together, contribute significantly to the ability to generate output.

The Company has the option to apply a "concentration test" that allows a simplified assessment of whether or not a set of acquired activities and assets constitutes a business. The optional concentration test is met if substantially all of the fair value of the gross assets acquired is concentrated on a single identifiable asset or a group of similar identifiable assets.

**e. Transactions with the *Sociedade em Conta de Participação* ("SCP") [Unincorporated Joint Venture]**

As detailed in Note 1, the SCP organized in January 2023 does not have a legal personality, and its operations are carried out by the Company (the general partner) under its own name and under its own responsibility, including the representation as a plaintiff and defendant of the SCP, with full powers to act on behalf of third parties. Ownership and control of the assets of the SCP, as well as responsibility for its liabilities, remains with the Company.

Therefore, the Company's individual financial statements include all assets, liabilities, revenue and expenses, both for SCP's operations and those exclusive to the Company itself, eliminating transactions between the Company and SCP, in a similar way to the consolidation process of the financial statements. There is no segregation of the portion attributed to the silent partner (0.1%), since it is a wholly owned subsidiary of the Company.

## Financial information of the SCP

### Balance Sheet

In thousands of BRL

	<u>06/30/2023</u>	<u>01/02/2023</u> <u>(organization) *</u>
<b>Assets</b>		
<b>Current</b>		
Cash and cash equivalents	5	5
Accounts receivable	4,310	-
<b>Total current assets</b>	<u>4,315</u>	<u>5</u>
<b>Non-current</b>		
Related parties	12,434	-
Investments	148,839	146,323
Fixed assets	129,970	116,755
<b>Total non-current assets</b>	<u>291,243</u>	<u>263,078</u>
<b>Total assets</b>	<u>295,558</u>	<u>263,083</u>
<b>Liabilities and Owners' equity</b>		
<b>Current</b>		
Loans and financing	23,736	18,898
Taxes to collect	1,391	-
Investment acquisition obligations	15,599	14,507
Accounts payable - related parties	22,689	4,746
<b>Total current liabilities</b>	<u>63,415</u>	<u>38,151</u>
<b>Non-current</b>		
Loans and financing	18,103	29,773
Related parties	159,569	144,979
Investment acquisition obligations	43,174	45,175
<b>Total non-current liabilities</b>	<u>220,846</u>	<u>219,927</u>
<b>Net equity</b>		
Capital	5,005	5,005
Retained earnings	6,292	-
<b>Total net equity</b>	<u>11,298</u>	<u>5,005</u>
<b>Total liabilities and Owners' equity</b>	<u>295,558</u>	<u>263,083</u>

\*According to Explanatory Note No. 1

**Income Statement**

In thousands of BRL

	<u>06/30/2023</u>
Net revenue from provision of services	13,649
Costs of services provided	<u>(8,152)</u>
<b>Gross income</b>	<b><u>5,497</u></b>
<b>Operating expenses</b>	
General and administrative	(144)
<b>Other operating income</b>	-
Equity method	2,516
Other operating income	<u>63</u>
	<b><u>2,435</u></b>
<b>Operating income before financial income</b>	<b>7,932</b>
<b>Financial income</b>	
Financial revenue	3,646
Financial expenses	<u>(5,286)</u>
	<b><u>(1,640)</u></b>
<b>Profit for the period</b>	<b><u>6,292</u></b>

## 2.2 ***Going Concern***

The individual and consolidated interim financial information was prepared based on a going concern basis, assuming that the Company and its controlled companies will be able to fulfill their payment obligations, mainly those arising from bank loans and investment acquisition obligations, as described in Explanatory Notes No. 15 and 16, respectively.

The balance sheets of the consolidated and controlling company as at June 30, 2023 reflects an excess of current liabilities over current assets of BRL105,124 and BRL138,307, respectively (December 31, 2022 - BRL87,009 and BRL106,830, respectively). The individual and consolidated interim financial information as at June 30, 2023 reflect accumulated losses of BRL409,532 (BRL410,506 as at December 31, 2022).

This liquidity situation and accumulated losses reflect the fact that a significant part of the assets of the Company are in the pre-operational stage, especially those related to the Morro do Pilar Project, as well as the existence of short-term commitments related to the amounts payable for the acquisition of CNA (Investment Acquisition Obligations), as described in Explanatory Note 16. Additionally, the transaction required the docking of assets to support offshore navigation, as well as reflecting the short-term portion of its bank debt.

As disclosed in Explanatory Note 16, the Company is renegotiating with its main creditors the amounts payable for the acquisition of CNA, and rescheduling its liabilities, with a significant portion being renegotiated on June 30, 2023 under more favorable conditions in relation to the original debt. The Company is seeking to ensure that its operational and pre-operational activities are not compromised, through: (i) the execution of its business plan focusing on cash generation from its navigation activities (post-acquisition of BOM); (ii) the conversion of AFRMM credits into free cash, and (iii) other alternatives being evaluated by Management to raise additional capital, potentially even considering the

renegotiation and extension of existing debts.

The events and conditions described above indicate the existence of relevant uncertainty as to the Company's ability to continue as a going concern. If the Company is not successful in the measures described above and consequently is unable to continue operating its business normally, there may be impacts on: (i) the realization of its assets, including, but not limited to, goodwill due to expected future profitability and other intangible assets; and (ii) its compliance with certain financial liabilities at the amounts recognized in the individual and consolidated interim financial information.

### 3 Accounting practices

This individual and consolidated interim financial information must be analyzed by its users jointly to the annual financial statements for the year ended December 31, 2022, as its purpose is to provide updates on the activities, events and significant circumstances relating to those financial statements.

The new standards and interpretations of standards effective for 2023 had no impact on the interim financial information of the Company. The following new standards, interpretations and amendments issued by the IASB, which shall become effective in future accounting periods, were not adopted in advance by the Company:

Standards and amendments to standards	Mandatory applications starting on or after:
IAS 1	January 1, 2024
IFRS 16	January 1, 2024

No impacts of these changes on the Company's individual and consolidated interim financial information are expected.

#### Decisions, expectations and accounting assumptions

The preparation of individual and consolidated interim financial information, according to the IFRS standards and the accounting practices adopted in Brazil, requires Management to make judgments, estimates and assumptions that may affect the application of accounting policies and the reported values of assets, liabilities, income and expenses, as well as the explanatory notes. Actual results may differ from these estimates.

Estimates and assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimates are revised, and in any future periods affected.

The main decisions, estimates and accounting assumptions adopted for the preparation of this individual and consolidated interim financial information are the same as those adopted at the closing date of December 31, 2022, and were disclosed in Explanatory Note 3 to those financial statements, with the exception of the judgment used to determine the accounting treatment applicable to the SCP's operations (Explanatory Notes 1 and 2.1.e).

If no specific accounting treatment is provided for in the accounting standards adopted in Brazil or in IFRS, for transactions with Unincorporated Joint Ventures, the Company's management, in line with the guidelines of CPC 23 / IAS 8 – “Accounting Policies, Changes to Estimates and Rectification of Errors” exercised its judgment in applying an accounting policy that could reliably represent the objectives of the transactions with the SCP. The accounting practice adopted by the Company is described in Explanatory Note 2.1.e, and shall be applied consistently to subsequent periods/fiscal years.

## 4 Cash and cash equivalents

	Controlling Company		Consolidated	
	06/30/2023	12/31/2022	06/30/2023	12/31/2022
Cash	11	11	16	12
Cash Equivalents	2	3	2,628	2,270
	<b>13</b>	<b>14</b>	<b>2,644</b>	<b>2,282</b>

The Company's Management defines "Cash and cash equivalents" as amounts held for the purpose of meeting short-term operational commitments and not for investment or other purposes. The balance as at June 30, 2023 mostly refers to available resources held in cash or credit with financial institutions.

## 5 Additional Freight for Renewal of the Merchant Marine ("AFRMM")

The tables below show transactions and items related to AFRMM in the consolidated balance sheet for the periods ended June 30, 2023 and 2022.

### 2023

	Asset Accounts			Liabilities Account
	Current		Noncurrent	Noncurrent
	Deposits of AFRMM in linked account	AFRMM for release	AFRMM for release	Government subsidies to be appropriated - AFRMM <sup>1</sup>
<b>Balance as at 12/31/2022</b>	<b>1,856</b>	<b>8,662</b>	-	<b>189,792</b>
AFRMM generated	-	-	11,932	11,931
Deposits in linked account	2,878	(2,878)	-	-
Capitalized JumbORIZATION	(1,032)	-	-	-
Reimbursement for repairs	(3,645)	-	-	-
BNDES commission at 1% and income tax	(49)	-	-	-
Recognition in revenue	-	-	-	(7,457)
Long-term transfers	-	11,932	(11,932)	-
<b>Balance as at 06/30/2023</b>	<b>8</b>	<b>17,716</b>	-	<b>194,266</b>

### 2022

	Asset Accounts			Liabilities Account
	Current		Noncurrent	Noncurrent
	Deposits of AFRMM in linked account	AFRMM for release	AFRMM for release	Government subsidies to be appropriated - AFRMM <sup>1</sup>
<b>Balance as at 12/31/2021</b>	-	<b>9,726</b>	-	<b>181,411</b>
AFRMM generated	-	-	10,695	10,695
Deposits in linked accounts	7,850	(7,850)	-	-
Linked account income	15	-	-	15
Receipts from controlling company <sup>2</sup>	(7,794)	-	-	-
BNDES commission at 1% and income tax	(70)	-	-	-
Recognition in revenue	-	-	-	(7,042)
PCLD - AFRMM receivable	-	(1,676)	-	-
Other (reversing entry segregation)	-	10,695	(10,695)	-
<b>Balance as at 06/30/2022</b>	<b>1</b>	<b>10,895</b>	-	<b>185,079</b>

<sup>1</sup> Despite the existence of this value in non-current liabilities, the use of AFRMM for its legally permitted purpose does not entail financial liabilities or obligations with any effect on the Company, which may at any time cease to operate said asset and/or sell it.

<sup>2</sup> Refers to payments made to BNDES on account of financing assumed by the controlling company through the use of AFRMM credits from CNA.

## 6 Accounts receivable from customers

On June 30, 2023, in the consolidated, the amounts of BRL5,041 and BRL17,767 (on December 31, 2022 BRL4,718 and BRL17,147) refer to the regular business of the subsidiaries CNA and ABN, respectively. On June 30, 2023, their operations involved four own vessels and one chartered, totaling a fleet of five active vessels. The consolidated balance also includes MLog, in the amount of BRL7,478 (BRL3,168 as at December 31, 2022).

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>12/31/2022</b>	<b>06/30/2023</b>	<b>12/31/2022</b>
Accounts receivable from customers	7,478	3,168	20,644	25,206
Provision for expected losses		-	(126)	(173)
	<b>7,478</b>	<b>3,168</b>	<b>20,518</b>	<b>25,033</b>

The provision covers 100% of the amounts relating to old customers, before the Company adopt the practice of only negotiating with customers who had credit capacity and sufficient guarantees to mitigate their credit risk.

At MLog, 100% of revenue is intra-group, and there is no history of losses. At ABN, revenue is recorded based on customer performance measurement reports, so the historical revenue losses in these cases are insignificant. At the subsidiary CNA, the history of losses is low, with specific exceptions without following typical pattern of events, with the last case being in 2020.

Accounts receivable from customers have the following collection terms:

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>12/31/2022</b>	<b>06/30/2023</b>	<b>12/31/2022</b>
Amounts due	7,478	3,168	18,949	23,820
<b>Overdue amounts:</b>				
Up to 30 days	-	-	1,324	992
From 31 to 90 days	-	-	245	136
From 91 to 180 days	-	-	-	85
Over 360 days	-	-	126	173
	<b>7,478</b>	<b>3,168</b>	<b>20,644</b>	<b>25,206</b>

## 7 Income tax, contributions and other recoverable taxes

### IR and CSLL recoverable

	<u>Controlling Company</u>		<u>Consolidated</u>	
	<u>06/30/2023</u>	<u>12/31/2022</u>	<u>06/30/2023</u>	<u>12/31/2022</u>
<b>Current</b>				
<b>Withholding</b>				
Income tax on financial investments	-	-	15	15
Income tax on services provided	-	-	13,482	9,568
CSLL on services provided	-	-	2,803	1,993
<b>Credits</b>				
IR and CSLL recoverable	92	88	1,071	738
	<u>92</u>	<u>88</u>	<u>17,371</u>	<u>12,314</u>

### Other recoverable taxes

	<u>Consolidated</u>	
	<u>06/30/2023</u>	<u>12/31/2022</u>
<b>Current</b>		
<b>Withholding</b>		
PIS and COFINS on service provided	965	1,050
INSS on services provided	446	1,696
<b>Refunds requested</b>		
PIS and COFINS	133	421
<b>Credits</b>		
Others	64	13
	<u>1,608</u>	<u>3,180</u>
<b>Noncurrent</b>		
<b>Refunds requested</b>		
PIS and COFINS	5,108	5,108
<b>Credits</b>		
PIS and COFINS on inputs	505	621
	<u>5,613</u>	<u>5,729</u>

The amounts recorded in non-current assets refer to refunds of taxes overpaid on imports under the temporary admission regime for foreign vessels, the value of which, when received, must be passed on to the customer. The obligation to the customer is recorded under the item "Other non-current liabilities".



## 8 Interests in controlled companies

The transactions involving the controlling company's investments in the period were as follow:

Investments	12/31/2022	Equity Method 100%	Equity equivalence 50%	Capital Increase	06/30/2023
Cia de Desenvolvimento do Norte Capixaba	31,013	(37)	-	-	30,976
Morro do Pilar Minerais S.A.	749,046	(795)	-	4,302	752,553
Companhia de Navegação da Amazônia	134,901	4,775	-	-	139,676
Asgaard Bourbon Navegação S.A.	11,424	-	(2,261)	-	9,163
<b>Investment balance</b>	<b>926,384</b>	<b>3,943</b>	<b>(2,261)</b>	<b>4,302</b>	<b>932,368</b>
Nova Sociedade de Navegação S.A.	(60)	(808)	-	-	(868)
Dutovias do Brasil S.A.	(1,647)	(1)	-	-	(1,648)
<b>Provision balance for unsecured liabilities <sup>1</sup></b>	<b>(1,707)</b>	<b>(809)</b>	<b>-</b>	<b>-</b>	<b>(2,516)</b>
	<b>924,677</b>	<b>3,134</b>	<b>(2,261)</b>	<b>4,302</b>	<b>929,852</b>

<sup>1</sup> The recognition of this liability is due to the fact that the Company is jointly responsible for the debts of its controlled companies Dutovias and NSN.

The financial information of the controlled companies is summarized below:

### BP - 06/30/2023

	Morro do Pilar	CDNC	Dutovias	ABN	CNA	NSN
<b>Current assets</b>	1,880	18	1	66,342	24,945	356
<b>Non-current assets</b>	288,168	31,146	-	130,177	258,833	-
<b>Total assets</b>	<b>290,048</b>	<b>31,164</b>	<b>1</b>	<b>196,519</b>	<b>283,778</b>	<b>356</b>
<b>Current liabilities</b>	750	177	1,642	134,464	22,105	324
<b>Non-current liabilities</b>	28,166	12	6	62,548	209,075	900
	<b>28,916</b>	<b>189</b>	<b>1,648</b>	<b>197,012</b>	<b>231,180</b>	<b>1,224</b>
<b>Owners' equity</b>	261,132	30,975	(1,647)	(493)	52,598	(868)
<b>Total liabilities and Owners' equity</b>	<b>290,048</b>	<b>31,164</b>	<b>1</b>	<b>196,519</b>	<b>283,778</b>	<b>356</b>

### DRE - 06/30/2023

	Morro do Pilar	CDNC	Dutovias	ABN	CNA	NSN
<b>Gross income</b>	-	-	-	5,540	2,301	-
<b>Operating income (expenses)</b>	(615)	(37)	(1)	(5,377)	5,149	(805)
<b>Operating income before financial income</b>	<b>(615)</b>	<b>(37)</b>	<b>(1)</b>	<b>163</b>	<b>7,450</b>	<b>(805)</b>
<b>Financial income</b>	(180)	-	-	(5,734)	(1,005)	(3)
<b>Earnings (loss) before income tax and social contribution</b>	<b>(795)</b>	<b>(37)</b>	<b>(1)</b>	<b>(5,571)</b>	<b>6,445</b>	<b>(808)</b>
<b>Income tax and social contribution</b>	-	-	-	-	(955)	-
<b>Net profit (loss) for the period</b>	<b>(795)</b>	<b>(37)</b>	<b>(1)</b>	<b>(5,571)</b>	<b>5,490</b>	<b>(808)</b>

**MLog S.A.**  
Individual and consolidated interim financial information  
on June 30, 2023

DFC 06/30/22	Morro do Pilar	CDNC	Dutovias	ABN	CNA	NSN
Cash and cash equivalents arising from (used in) operational activities	(506)	(8)	(2)	38,314	8,510	(844)
Cash and cash equivalents used in investment activities	(1,308)	-	-	-	(1,178)	-
Cash and cash equivalents arising from (used in) financing activities	3,201	8	2	(38,109)	(8,561)	844
<b>Increase (decrease) in cash and cash equivalents</b>	<b>1,387</b>	<b>-</b>	<b>-</b>	<b>205</b>	<b>(1,229)</b>	<b>-</b>
Cash and cash equivalents at the beginning of the year	444	-	-	50	1,773	1
<b>Cash and cash equivalents at the end of the period</b>	<b>1,831</b>	<b>-</b>	<b>-</b>	<b>255</b>	<b>544</b>	<b>1</b>

Transactions involving advances on future capital increases for the period ended June 30, 2023 are shown below:

	Morro do Pilar Minerais S.A.	Cia de Desenvolvimento do Norte Capixaba	Dutovias do Brasil S.A.	Nova Sociedade de Navegação S.A.	Total	
Balances as at 12/31/2022	4,302		5	4	56	<b>4,367</b>
Capitalization	(4,302)		-	-	-	<b>(4,302)</b>
Resources remitted	1,744		8	2	844	<b>2,598</b>
Balances as at 06/30/2023	<b>1,744</b>		<b>13</b>	<b>6</b>	<b>900</b>	<b>2,663</b>

\*The capitalization of these balances occurs annually, when the Annual General Meetings of the controlled companies are held.

For comparison purposes, we present below the investment transactions in the same period ended June 30, 2022:

Investments	12/31/2021	Acquisition (write-off) of investments	Equity Method 100%	Equity equivalence 50%	06/30/2022
Cia de Desenvolvimento do Norte Capixaba	21,078	-	(107)	-	20,971
Morro do Pilar Minerais S.A.	751,268	-	(996)	-	750,272
Companhia de Navegação da Amazônia	-	126,740	687	-	127,427
Asgaard Bourbon Navegação S.A.	145,834	(129,301)	(3,068)	(2,594)	10,871
<b>Investment balance</b>	<b>918,180</b>	<b>(2,561)</b>	<b>(3,484)</b>	<b>(2,594)</b>	<b>909,541</b>
Dutovias do Brasil S.A.	(1,643)	-	(1)	-	(1,644)
<b>Provision balance for unsecured liabilities <sup>1</sup></b>	<b>(1,643)</b>	<b>-</b>	<b>(1)</b>	<b>-</b>	<b>(1,644)</b>
	<b>916,537</b>	<b>(2,561)</b>	<b>(3,485)</b>	<b>(2,594)</b>	<b>907,897</b>

<sup>1</sup> The recognition of this liability is due to the fact that the Company is jointly responsible for the debts of its controlled company Dutovias.

The financial information of the controlled companies is summarized below:

**BP - 12/31/2022**

	<u>Morro do Pilar</u>	<u>CDNC</u>	<u>Dutovias</u>	<u>ABN</u>	<u>CNA</u>	<u>NSN</u>
Current assets	458	3	-	44,965	21,316	1
Non-current assets	286,897	31,161	-	139,222	247,744	-
<b>Total assets</b>	<b>287,355</b>	<b>31,164</b>	<b>-</b>	<b>184,187</b>	<b>269,060</b>	<b>1</b>
Current liabilities	22,835	149	1,642	106,338	19,664	5
Non-current liabilities	6,897	4	5	72,771	202,288	56
	<b>29,732</b>	<b>153</b>	<b>1,647</b>	<b>179,109</b>	<b>221,952</b>	<b>61</b>
Owners' equity	257,623	31,011	(1,647)	5,078	47,108	(60)
<b>Total liabilities and Owners' equity</b>	<b>287,355</b>	<b>31,164</b>	<b>-</b>	<b>184,187</b>	<b>269,060</b>	<b>1</b>

**DRE - 06/30/2023**

	<u>Morro do Pilar</u>	<u>CDNC</u>	<u>Dutovias</u>	<u>ABN</u>	<u>CNA</u>
Gross income	-	-	-	7,775	(4,324)
Operating income (expenses)	(901)	(91)	(1)	(9,250)	4,534
Operating income before financial income	<b>(901)</b>	<b>(91)</b>	<b>(1)</b>	<b>(1,475)</b>	<b>210</b>
Financial income	(95)	(16)	-	(6,776)	(1,270)
Earnings (loss) before income tax and social contribution	<b>(996)</b>	<b>(107)</b>	<b>(1)</b>	<b>(8,251)</b>	<b>(1,060)</b>
Income tax and social contribution	-	-	-	(2,665)	(74)
Net profit (loss) for the period	<b>(996)</b>	<b>(107)</b>	<b>(1)</b>	<b>(10,916)</b>	<b>(1,134)</b>

**DFC 06/30/22**

	<u>Morro do Pilar</u>	<u>CDNC</u>	<u>Dutovias</u>	<u>ABN</u>	<u>CNA</u>
Cash and cash equivalents arising from (used in) operational activities	(513)	(107)	(2)	27,676	1,134
Cash and cash equivalents used in investment activities	(1,218)	-	-	(17,661)	(1,380)
Cash and cash equivalents arising from (used in) financing activities	1,585	107	2	(3,403)	(348)
Increase (decrease) in cash and cash equivalents	<b>(146)</b>	<b>-</b>	<b>-</b>	<b>6,612</b>	<b>(594)</b>
Cash and cash equivalents at the beginning of the year	146	-	-	652	594
Cash and cash equivalents at the end of the period	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,264</b>	<b>-</b>

As provided for in the share acquisition agreement signed between CNA, BOM and Bourbon Marine & Logistics ("BML"), a shareholder holding 80% of the equity of BOM, CNA and its controllers are not responsible for any damage, contingency, obligation or liability of BML and/or its affiliates before or after

January 6, 2020 (the date of signature of the shareholders' agreement), regardless of whether BML is aware of it.

BOM presented unsecured liabilities and losses for the period ending June 30, 2023. CNA has not recorded these losses in its balance sheet because it has not incurred legal or constructive obligations in relation to these losses, nor does it have any obligation for past losses incurred by BOM prior to the transaction.

The transaction of advances for future capital increases in the period ended June 30, 2022 is shown below:

	<b>Morro do Pilar Minerais S.A.</b>	<b>Cia de Desenvolvimento do Norte Capixaba</b>	<b>Dutovias do Brasil S.A.</b>	<b>Total</b>
Balances as at 12/31/2021	332	69	-	401
Resources remitted	1,565	107	1	1,673
Balances as at 06/30/2022	<b>1,897</b>	<b>176</b>	<b>1</b>	<b>2,074</b>

## 9 Fixed assets

### Controlling company

<b>Cost</b>	<b>12/31/2022</b>	<b>Addition</b>	<b>06/30/2023</b>
Purchase of non-current assets in progress	7	21,367	21,374
Vessels	138,625	-	138,625
Furniture and tools	892	18	910
Computer supplies	613	-	613
Communications equipment	152	-	152
Works of art	97	-	97
Improvements to third party assets	115	-	115
	<b>140,501</b>	<b>21,385</b>	<b>161,886</b>
<b>Depreciation</b>	<b>Rate</b>		
Vessels	<b>7%</b>	(21,876)	(30,028)
Furniture and tools	<b>10%</b>	(788)	(827)
Computer supplies	<b>20%</b>	(568)	(595)
Communications equipment	<b>20%</b>	(149)	(152)
Improvements to third party assets	<b>22%</b>	(115)	(115)
		<b>(23,496)</b>	<b>(31,717)</b>
		<b>117,005</b>	<b>130,169</b>
		<b>13,164</b>	<b>130,169</b>

The value of fixed assets in progress of BRL21,367 refers to docking expenses related to the Haroldo Ramos vessel.

**MLog S.A.**  
Individual and consolidated interim financial information  
on June 30, 2023

Cost	12/31/2021	Addition	Transfers	Acquisition in Legal Transaction	06/30/2022
Purchases of non-current assets in progress	18154	453	(6,336)	-	12,271
Vessels	117,357		6,336	-	123,693
Furniture and tools	842	-	-	50	892
Computer supplies	541	2	-	72	615
Communications equipment	144	-	-	8	152
Improvements to third party assets	115	-	-	97	212
	<b>137,153</b>	<b>455</b>	<b>-</b>	<b>227</b>	<b>137,835</b>
<b>Depreciation</b>	<b>Rate</b>				
Vessels	<b>7%</b>	(8,345)	(5,461)	-	(13,806)
Furniture and tools	<b>10%</b>	(688)	(33)	(14)	(735)
Computer supplies	<b>20%</b>	(541)	(12)	14	(539)
Communications equipment	<b>20%</b>	(144)	(1)	-	(145)
Improvements to third party assets	<b>22%</b>	(115)	-	-	(115)
		<b>(9,833)</b>	<b>(5,507)</b>	<b>-</b>	<b>(15,340)</b>
		<b>127,320</b>	<b>(5,052)</b>	<b>-</b>	<b>122,495</b>

## Consolidated

Cost	12/31/2022	Additions	06/30/2023
Purchases of non-current assets in progress	161	21,367	21,528
Vessels under construction	7,467	700	8,167
Works of art	97	-	97
Land	30,480	-	30,480
Properties	1,645	-	1,645
Buildings	318	-	318
Machines and equipment	5,291	109	5,400
Furniture and tools	1,603	48	1,651
Computer supplies	1,054	1	1,055
Communications equipment	925	-	925
Vessels	376,289	-	376,289
Vehicles	619	-	619
Improvements to third party assets	4,259	-	4,259
	<b>430,208</b>	<b>22,225</b>	<b>452,433</b>
<b>Depreciation</b>	<b>Rate</b>		
Buildings	<b>4%</b>	(134)	(140)
Machines and equipment	<b>10%</b>	(4,231)	(4,375)
Furniture and tools	<b>10%</b>	(1,375)	(1,425)
Computer supplies	<b>20%</b>	(794)	(833)
Communications equipment	<b>20%</b>	(821)	(852)
Vessels	<b>5% to 7%</b>	(134,583)	(148,133)
Vehicles	<b>20%</b>	(619)	(619)
Improvements to third party assets	<b>22%</b>	(4,259)	(4,259)
		<b>(146,816)</b>	<b>(160,636)</b>
		<b>283,392</b>	<b>291,797</b>

The Company carried out impairment testing of its assets as at the base date of December 31, 2022. For fixed assets of the controlled company CNA, the need for a reversal in the amount of BRL 2,888 was identified in relation to that recorded in the past, resulting from adjustments to the assumptions used in the testing as at the base date of December 31, 2022, described in Explanatory Note 3(f) of the 2022 annual financial statements, recorded in the line item “Reductions in the recoverable value of assets”.

Therefore, the provision for impairment in the subsidiary CNA on December 31, 2022 totaled BRL 5,254. No impairment indicators were identified in the semester ended June 30, 2023.

Cost		12/31/2021	Additions	Transfers	Write-offs	06/30/2022
Purchase of non-current assets in progress		18,192	607	(6,374)	-	12,425
Vessels under construction		3,678	-	-	-	3,678
Works of art		97	-	-	-	97
Land		30,480	-	-	-	30,480
Properties		1,645	-	-	-	1,645
Buildings		318	-	-	-	318
Machines and equipment		5,228	31	-	-	5,259
Furniture and tools		1,570	29	-	(5)	1,594
Computer supplies		1,021	3	38	(15)	1,047
Communication equipment		904	-	-	(3)	901
Vessels		353,835	-	6,336	(2,370)	357,801
Vehicles		678	-	-	(59)	619
Improvements to third party assets		4,259	-	-	-	4,259
		<b>421,905</b>	<b>670</b>	<b>-</b>	<b>(2,452)</b>	<b>420,123</b>
<b>Depreciation</b>	<b>Rate</b>					
Buildings	<b>4%</b>	(122)	(7)	-	-	(129)
Machines and equipment	<b>10%</b>	(3,936)	(153)	-	-	(4,089)
Furniture and tools	<b>10%</b>	(1,252)	(53)	(14)	3	(1,316)
Computer supplies	<b>20%</b>	(896)	(30)	14	-	(912)
Communications equipment	<b>20%</b>	(605)	(29)	-	5	(629)
Vessels	<b>5% to 7%</b>	(112,489)	(10,776)	-	2,093	(121,172)
Vehicles	<b>20%</b>	(674)	(1)	-	56	(619)
Improvements to third party assets	<b>22%</b>	(3,094)	(1,165)	-	-	(4,259)
		<b>(123,068)</b>	<b>(12,214)</b>	<b>-</b>	<b>2,157</b>	<b>(133,125)</b>
		<b>298,837</b>	<b>(11,544)</b>	<b>-</b>	<b>(295)</b>	<b>286,998</b>

### Collateral

- The Vessel Asgaard Sophia was sold on a fiduciary basis as guarantee of the obligations assumed under the contract for the acquisition of CNA

- Property owned by CNA located at Rua Professor Nelson Ribeiro, 307, Telégrafo, Belém, with registration numbers 441 and 442: tax foreclosure levy No. 0000284-58.2004.8.14.0301 (formerly No. 200410009995) and tax foreclosure No. 0020201- 92.2004.8.14.0301. In this last case there was a final decision favorable to CNA and the property unblocking is being arranged.

- The vessels Geonísio Barroso, Yvan Barreto and Haroldo Ramos, with mortgages as a guarantee for the contracts in favor of BNDES.

## 10 Rights of use and lease payables

The right of use transactions related to third party chartering arrangements are shown in the table below:

	<u>Right of Use</u>
Balance as at 12/31/2022	17,430
Additions	8,015
Amortization	(4,868)
<b>Balance as at 06/30/2023</b>	<b><u>20,577</u></b>

	<u>Right of Use</u>
Balance as at 12/31/2021	25,511
Additions	2,375
Amortization	(4,719)
<b>Balance as at 06/30/2022</b>	<b><u>23,167</u></b>

The Company estimated the discount rates based on the contracted interest rates, which are in line with the rates observable in the market, excluding from the calculation any contracted rates that contain subsidies or grants, for the terms of the respective contracts.

As at June 30, 2023, the transactions were as shown below:

	<u>Leases payable</u>
<b>Balance as at 12/31/2022</b>	<b>18,716</b>
Addition	8,015
Fees	1,077
Exchange rate changes	(1,080)
Payments	(5,422)
<b>Balance as at 06/30/2023</b>	<b><u>21,306</u></b>
Current	12,504
Non-current	8,802

As at June 30, 2022:

	<u>Leases payable</u>
<b>Balance as at 12/31/2021</b>	<b>26,016</b>
Additions	2,378
Fees	1,635
Exchange rate changes	(1,543)
Payments	(4,518)
<b>Balance as at 06/30/2022</b>	<b><u>23,968</u></b>
Current	11,555
Non-current	12,413

The estimated future minimum payments under lease contracts are as shown below:

	<b>06/30/2023</b>		
	<b>Up to one year</b>	<b>From one to three years</b>	<b>Total</b>
Lease agreements	14,197	9,469	23,666
Adjustments to present value	(1,693)	(667)	(2,360)
	12,504	8,802	21,306

	<b>06/30/2022</b>		
	<b>Up to one year</b>	<b>From one to three years</b>	<b>Total</b>
Lease agreements	17,898	17,881	35,779
Adjustments to present value	(1,959)	(4,286)	(6,245)
	15,939	13,595	29,534

## 11 Intangibles

The Company carried out recoverability testing of its intangible assets, including goodwill, as at December 31, 2022. During the semester ended June 30, 2023, no impairment indicators were identified.

The Company considers the following as cash generating units (“CGUs”):

- 1) CNA is considered as a single cash-generating unit, as its assets may involve multiple arrangements and combinations to fulfill contracts for the transportation of combustible liquid bulk cargo, as a source of revenue.
- 2) For ABN, each vessel is considered a CGU (whether owned by MLog or CNA in the case of the Asgaard Sophia), given that these vessels have individually binding contracts that generate revenue.
- 3) For Morro do Pilar, the entire project is considered as a single CGU.

### Consolidated

<b>Cost</b>		<b>12/31/2022</b>	<b>Additions</b>	<b>06/30/2023</b>
Expenditure for the exploration and evaluation of mineral resources and prospecting rights (i)		289,902	1,365	291,267
Expenses during the licensing phase		6,404	-	6,404
Management system (“ERP”) software		1,393	-	1,393
		930	-	930
Intangible assets acquired during business combinations (ii)		472,791	-	472,791
Goodwill on acquisitions (iii)		65,768	-	65,768
		<b>837,188</b>	<b>1,365</b>	<b>838,553</b>
<b>Amortization</b>	<b>Rate</b>			
ERP	<b>20%</b>	(1,256)	(22)	(1,278)
software	<b>20%</b>	(930)	-	(930)
		<b>(2,186)</b>	<b>(22)</b>	<b>(2,208)</b>
		<b>835,002</b>	<b>1,343</b>	<b>836,345</b>



**MLog S.A.**  
Individual and consolidated interim financial information  
on June 30, 2023

<b>Cost</b>	<b>12/31/2021</b>	<b>Additions</b>	<b>06/30/2022</b>
Expenditure on exploration and evaluation of mineral resources and prospecting rights (i)	265,158	972	266,130
Expenses during the licensing phase	6,404	-	6,404
ERP software	1,393	-	1,393
	930	-	930
Intangible assets acquired during business combinations (ii)	472,791	-	472,791
Goodwill on acquisitions (iii)	65,768	-	65,768
	<b>812,444</b>	<b>972</b>	<b>813,416</b>
<b>Amortization</b>	<b>Rate</b>		
ERP software	20%	(1,208)	(1,234)
	20%	(930)	(930)
		<b>(2,138)</b>	<b>(2,164)</b>
		<b>810,306</b>	<b>811,252</b>

- (i) These items, in line with IFRS 6 – “Exploration for and Evaluation of Mineral Rights”, refer to expenses incurred by the Company for exploration and evaluation activities related to its iron ore Project Morro do Pilar, such as geological surveys, environmental studies, quality testing and other costs related to proving the quality and extent of mining rights.
- (ii) The balance of intangible assets acquired during a business combination, referring to the surplus paid upon the acquisition of MOPI, is allocated to the mining rights acquired, net of impairment.
- (iii) The item “Goodwill on acquisitions” refers to the expectation of future profitability, which was recorded upon the acquisition of CNA.

## 12 Income Tax and Social Contribution

As at June 30, 2023, the amount of the tax loss and negative basis for social contribution of the Company amounted to BRL500 million (BRL491 million as at December 31, 2022), while in the consolidated, the figure was BRL973 million (BRL926 million as at December 31, 2022). In view of the lack of current or historical profitability of the Company's operations, and due to the lack of expectation of future profitability, Management does not record deferred income tax and social contribution assets.

The reconciliation between the nominal and effective tax rates is shown below:

	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Earnings (losses) before income tax and social contribution	765	(84,393)	(541)	(84,248)
Income tax and social contribution at a tax rate of 34%	<b>(260)</b>	<b>28,694</b>	<b>184</b>	<b>28,644</b>
Effects of additions and deletions				
Equity method income	297	(2,067)	-	-
Permanent differences (ii)	(841)	(1,243)	768	(1,034)
	<b>(804)</b>	<b>25,384</b>	<b>952</b>	<b>27,610</b>
Use of tax losses and negative basis of social contribution	-	-	247	1,168
Unrecorded deferred income tax and social contribution				
Temporary differences (i)	2,731	374	3,170	374
Tax losses and negative basis of social contribution	(1,718)	(25,384)	(5,115)	(31,517)
Income tax and social contribution in the result	<b>209</b>	<b>374</b>	<b>(746)</b>	<b>(2,365)</b>
Effective tax rate	27.3%	0.4%	137.8%	2.8%

- (i) Temporary differences mainly refer to operational provisions, unrealized exchange rate changes and provisions for contingencies.
- (ii) Permanent differences are mainly comprised of AFRMM not taxed for social contribution purposes.

Deferred income tax liabilities refer to gains recorded in previous periods and taxable in future periods based on their financial realization. This gain is due to the renegotiation of the debt for the acquisition of CNA.

The details of the transaction are as follow:

	<u>Controlling Company</u>	<u>Consolidated</u>
<b>Balance as at 12/31/2022</b>	<b>(5,265)</b>	<b>(5,265)</b>
Liabilities - constitution	(15)	(15)
Liabilities - Recognition	224	224
<b>Balance as at 06/30/2023</b>	<b>(5,056)</b>	<b>(5,056)</b>
Current liabilities	(340)	(340)
Non-current liabilities	(4,716)	(4,716)
<b>Effect on income</b>	<b>209</b>	<b>209</b>

	<u>Controlling Company</u>	<u>Consolidated</u>
<b>Balance as at 12/31/2021</b>	<b>(5,752)</b>	<b>(5,752)</b>
Liabilities - constitution	(342)	(342)
Liabilities -Recognition	716	716
<b>Balance as at 06/30/2022</b>	<b>(5,378)</b>	<b>(5,378)</b>
Current liabilities	(465)	(465)
Non-current liabilities	(4,913)	(4,913)
<b>Effect on income</b>	<b>374</b>	<b>374</b>

## 13 Related parties

### Transactions between related parties

The balances of transactions with related parties on the date of the individual and consolidated interim financial information are listed below:

	<u>Controlling Company</u>		<u>Consolidated</u>	
	<u>06/30/2023</u>	<u>12/31/2022</u>	<u>06/30/2023</u>	<u>12/31/2022</u>
<b>Assets</b>				
Patrícia Tendrich Pires Coelho (i)	540	485	540	485
Maverick Holding S.A. (ii)	1,160	1,041	1,160	1,041
Morro do Pilar Minerais S.A. (iv)	24,943	23,345	-	-
Bourbon Offshore Marítima	-	-	20	19
<b>Total non-current assets</b>	<b>26,643</b>	<b>24,871</b>	<b>1,720</b>	<b>1,545</b>
<b>Liabilities</b>				
<b>Current</b>				
Fjords Limited (iii)	40,095	41,223	40,095	41,223
<b>Total current liabilities</b>	<b>40,095</b>	<b>41,223</b>	<b>40,095</b>	<b>41,223</b>
<b>Non-current</b>				
Companhia de Navegação da Amazônia	137,127	135,311	-	-
Asgaard Navegação S.A.	50,590	37,816	-	-
Companhia de Desenvolvimento do Norte Capixaba	10,000	10,000	-	-
Bourbon Offshore Marítima S.A.	-	-	243	242
<b>Total non-current liabilities (v)</b>	<b>197,717</b>	<b>183,127</b>	<b>243</b>	<b>242</b>
<b>Total liabilities</b>	<b>237,812</b>	<b>224,350</b>	<b>40,338</b>	<b>41,465</b>

- (i) The loan between MLog and Patrícia Tendrich Pires Coelho (the holder of an indirect stake in the Company) in the amount of BRL540 is adjusted at the CDI rate plus 5% per year. Due to the lack of a due date, this balance is recorded as non-current.
- (ii) The loan between MLog and Maverick Holding S.A. (a shareholder of MLog) in the amount of BRL 1,160, is adjusted at the CDI rate plus 5% per year. Due to the lack of a due date, this balance is recorded as non-current.
- (iii) The Board of Directors approved the signing of a loan in the form of an “external loan”, pursuant to Law 4,131/62, with Fjords Limited (a shareholder of MLog), with a total principal amount of USD6,950, adjusted at the rate of 12% per year, which on June 3, 2023 amounted to BRL 40,095, having as guarantee fiduciary assignments relating to the following receivables:

- RSV Bourbon Evolution 808: Charter contract for a fixed period, signed between ABN and Petrobras;
- OSRV ABN Sophia: Bareboat charter contract, signed between CNA and ABN;

- AHTS Geonísio Barroso and Yvan Barreto: Bareboat charter contracts, signed between MLog and ABN; and
  - AHTS Haroldo Ramos: Bareboat charter contract, signed between MLog and BOM.
- (iv) On September 11, 2020, a decision was handed down, dismissing without prejudice the lawsuit against the company Boa Sorte Ltda., in view of the disagreement between the parties regarding the amount due, and the existence of an Arbitration Agreement. On August 3, 2022, an agreement was signed to resolve this dispute through the payment of an amount agreed between the parties, who are currently in the process of renegotiating the payment schedule. The amount of BRL22,202, previously recorded in provisions, is currently recorded in accounts payable by the controlling company. Considering that the amount to be paid settles the acquisition of mining rights currently registered with MOPI, an asset receivable at the controlling company has been constituted as consideration for the settlement of this intangible asset, to be carried out by MOPI.
- (v) The controlling company has non-current liabilities with its controlled companies CNA, ABN and CDNC. At CNA, the value refers to Promissory Notes and Loans used for joint cash management, including the liability constituted upon the payment of financing installments from the controlling company with BNDES using AFRMM credits generated by CNA. In the case of ABN, this refers to promissory notes for joint cash management. At CDNC, it represents a Promissory Note with a ten-year maturity which was used to increase the capital. All Promissory Notes between group companies bear interest at 10% per year with no maturity date.

Furthermore, Maverick Holding, the controlling company of the company, is the guarantor of the entire debt relating to the acquisition of CNA. The existence of this guarantee was essential for the completion of the transaction, and Maverick Holding chose not to charge the Company for this guarantee.

In the line item “Accounts payable from related parties” in the Parent Company Balance Sheet, the amount of BRL23,137 as at June 30, 2023 (BRL 4,786 as ar December 31, 2022) refers to Debt Notes between the companies of the group that have not yet been liquidated.

#### Financial income (expenses)

	<u>Controlling Company</u>		<u>Consolidated</u>	
	<u>06/30/2023</u>	<u>06/30/2022</u>	<u>06/30/2023</u>	<u>06/30/2022</u>
Patrícia Tendrich Pires Coelho	56	27	56	33
Maverick Holding S.A.	119	27	119	70
Asgaard Navegação S.A.	(255)	(191)	-	-
Bourbon Offshore Marítima S.A.	-	(6)	-	(48)
Companhia de Navegação da Amazônia	(820)	(645)	-	-
Morro do Pilar Minerais S.A.	142	5	-	-
Fjords Limited	(2,075)	(1,979)	(2,075)	(1,979)
	<u>(2,833)</u>	<u>(2,762)</u>	<u>(1,900)</u>	<u>(1,924)</u>

#### Remuneration of key management personnel

The Company considers all of the current directors and members of the Board of Directors to be key management personnel. For the period ended June 30, 2023, the remuneration of the officers and the members of the Board of Directors was BRL1,657 and BRL1,045 respectively (BRL5,057 and BRL1,486, respectively, as at December 31, 2022) .

The global compensation of Management, for the period from May 1, 2023 to April 30, 2024 up to BRL12,000 was approved at the Annual Shareholders’ Meeting held on May 2, 2023, based on the budget forecasts.

## 14 Suppliers

The consolidated balance of BRL45,865 as at June 30, 2023 (BRL34,151 as at December 31, 2022) mainly refers to suppliers of services and materials used by the Group's companies in their operations.

## 15 Loans and financing

CURRENT				Consolidated	
Company	Financial institution	Type	Interest rate risk (p.a.)	06/30/2023	12/31/2022
MLog:	BNDES	Financing	Pre-fixed	23,735	18,898
ABN	Sifra	Working capital	Pre-fixed	17,398	12,307
CNA	Banco BASA	Working capital	Post-Fixed	418	820
CNA	Banco do Brasil	Working capital	Post-Fixed	2,088	2,088
CNA	Banco Sifra	Working capital	Pre-fixed	-	272
CNA	Banco ABC	Working capital	Pre-fixed	1,750	1,758
				<b>45,389</b>	<b>36,143</b>
NON-CURRENT					
Company	Financial institution	Type	Interest rate risk (p.a.)		
MLog:	BNDES	Financing	Pre-fixed	18,103	29,773
CNA	Banco BASA	Working capital	Post-Fixed	3,212	3,464
CNA	Banco do Brasil	Working capital	Pre-fixed	1,865	2,834
CNA	Banco ABC	Working capital	Pre-fixed	1,271	2,128
				<b>24,451</b>	<b>38,199</b>
				<b>69,840</b>	<b>74,342</b>

The loan and financing balances of the controlling company are those identified as belonging to MLog in the table above.

As a result of the acquisition of the three AHTS vessels (see Explanatory Note No. 1), the Company assumed the debt relating to the financing of these vessels from BNDES. This financing amount is updated based on the variations of the United States dollar, plus a pre-fixed interest rate of 5% per year and a final maturity date which was extended to April 2025.

The remaining loans are denominated in Brazilian reais, with remuneration at an average annual rate of 7.01%. Loans with floating rates have their remuneration linked to the CDI.

The subsidiary ABN is named as the third guarantor of the loan taken out by CNA from Banco ABC. This guarantee was provided through the fiduciary assignment of the credit rights held by ABN, relating to the contract for the provision of services to its client Petrobras.

The Company and its subsidiary CNA have loans and financing with guarantees that do not contain restrictive financial contractual clauses ("covenants"), only restrictive clauses with ancillary obligations to send information and maintain accounts for billing guaranteeing its credit operations, all of which were fully complied with as at June 30, 2023.

## 16 Investment acquisition obligations

This account refers to payment obligations assumed upon the acquisition of all of the shares in the subsidiary CNA.

Grupo Libra, the creditor of these obligations for the acquisition of investments, and responsible for CNA's potential liabilities, is in the process of Court-Supervised Reorganization. The credit from Grupo Libra to MLog was part of its approved Court-Supervised Reorganization Plan. According to the approved Court-Supervised Reorganization Plan, Grupo Libra made payments to the original creditors of these Investment Acquisition Obligations, which were owed by MLog. Grupo Libra's dationin Payment Instrument to its creditors contained a suspensive clause that linked the implementation of this payment to the approval of the MLog, which occurred in January 2020. Following this approval, the original creditors of Grupo Libra became the creditors of these obligations. The banks Bradesco (29.3%) and Itaú (36.5%) make up approximately 65% of the total credit.

In addition to the negotiations already carried out since the acquisition of the investment, the most recent ones are as follow:

- On February 14, 2022, the Company completed the signing of the instrument of admission of debt with Guilherme Jamas Bolina (Bolina), the payment of which shall occur in 43 installments with the last one due on July 31, 2028. This agreement resulted in a gain of BRL 1,341, which was recorded in Other Operating Income and Expenses (Explanatory Note 28).
- On May 07, 2022, the Company completed the signing of the instrument of admission of debt with Renan Maracaípe Rego (Maracaípe Rego), the payment of which shall occur in 43 installments with the last one due on October 31, 2028. This agreement resulted in a gain of BRL97, which was recorded in Other Operating Income and Expenses.
- On July 13, 2002, the Company completed the signing of six instrument of admission of debt with Bradesco Asset Management S.A. DTVM ("BRAM") with payment occurring in 43 installments, with the last one due on October 31, 2018. This agreement resulted in a gain of BRL178.
- On February 10, 2023, the Company completed the signing of the admission of debt instrument with FAG3 Fundo de Investimentos Multimercado Crédito Privado, payment of which shall occur in 43 installments with the last one due on June 30, 2029. This agreement resulted in a gain of BRL97, which was recorded in Other Operating Income and Expenses (Explanatory Note 28)

As part of the acquisition of CNA, Grupo Libra contractually assumed responsibility for the payment of liabilities of various natures existing at CNA prior to the date of acquisition, in the amount of BRL56 (BRL78 as at December 31, 2022).

The table below shows the debt transactions up to the date of the individual and consolidated interim financial information:

Composition of the acquisition price	Balance as at 12/31/2022	Interest, Fines and Additions	Agreements with creditors	Liquidations	Balance as at 06/30/2022	Current	Non-current
Original installments	133,739	399	-	-	134,138	-	-
Agreements with creditors	(74,057)	3,047	(63)	(4,292)	(75,365)	15,599	43,174
	<b>59,682</b>	<b>3,446</b>	<b>(63)</b>	<b>(4,292)</b>	<b>58,773</b>	<b>15,599</b>	<b>43,174</b>

For comparative purposes, the transactions for the period ended June 30, 2022 were as follow:

Composition of the acquisition price	Balance as at 12/31/2021	Interest, Fines and Additions	Agreements with creditors	Liquidations	Balance as at 06/30/2022	Current	Non-current
Original installments	132,755	486	-	-	133,241	-	-
Agreements with creditors	(62,243)	3,076	(1,438)	(10,251)	(70,856)	15,121	47,264
	<b>70,512</b>	<b>3,562</b>	<b>(1,438)</b>	<b>(10,251)</b>	<b>62,385</b>	<b>15,121</b>	<b>47,264</b>

## 17 Lawsuits

As of June 30, 2023, the Company and its subsidiaries ABN, CNA and MOPI are parties to certain lawsuits. The legal proceedings categorized as representing probable chances of loss are recorded in the accounting records, as disclosed in Explanatory Note No. 19.

Below is a table showing the total value of other lawsuits for which the legal advisors assess the likelihood of loss as possible. The total value of the cases may not be directly related to the Company's risk, as per the individual explanations of the main lawsuits below.

Nature	Controlling Company		Consolidated	
	06/30/2023	12/31/2022	06/30/2023	12/31/2022
Labor	400	-	1,077	121
Tax	-	-	11	6
Environmental	-	-	22,311	16,099
Civil	16,993	36,336	47,541	36,336
Administrative	-	-	16,404	16,188
	<b>17,393</b>	<b>36,336</b>	<b>87,344</b>	<b>68,750</b>

Among these possible lawsuits, Management highlights below the main proceedings involving the Company and its controlled companies, which were not recorded in the individual and consolidated interim financial information:

No. Process	Type	Plaintiff	Nature	Updated Amount in Dispute (BRL) <sup>1</sup>	Chances of loss
10283.721485/2012-45	Administrative	Brazilian Federal Revenue Office in Manaus – AM/DRF/AM	Federal Notice	2,914	Likely
10283.720968/2013-11	Administrative	Brazilian Federal Revenue Office in Manaus – AM/DRF/AM	Federal Notice	13,703	Likely
0078416-72.2014.4.01.3800	Environmental	Public Prosecution Office	Public-Interest Civil Action	17,298	Likely
0032202-20.2008.814.0301	Civil	Odete Cunha Lobato Benchimol and Elias Isaac Benchimol	Civil	19,225	Likely
0131112-89.2020.8.19.0001	Civil	MLog:	Enforcement	16,993	Likely
Closed Proceeding	Civil	ABN	Arbitration	11,226	Likely

Administrative Lawsuit No. 10283.720968/2013-11: This lawsuit refers to the tax assessment notice drawn up by the Federal Revenue Service in Manaus against CNA, for having allegedly underpaid IRPJ and CSLL in the calendar year 2010, as well as underpaying PIS and COFINS in the calendar years 2009, 2010 and 2011. CNA filed an objection, which was admitted, on 08/07/2019, to cancel the assessment notice. On June 29, 2023, the *ex officio* appeal was not unanimously granted. The formalization and publication of the appellate decision is currently awaited. Any loss incurred by CNA shall be subject to reimbursement by the former shareholders of CNA, as provided for in the sales agreement for the shares of CNA entered into with Grupo Libra.

Lawsuit No. 0078416-72.2014.4.01.3800: This is a public-interest civil action brought by the Prosecution Office of the State of Minas Gerais against Morro do Pilar Minerais S.A. and the Brazilian Institute of the Environment and Renewable Natural Resources (“IBAMA”) in 2014, aiming to cancel the effects of the consent issued by the Federal Authority for the purpose of preventing the future suppression of forest fragments of the Atlantic Forest Biome, as a result of the environmental licensing of the iron ore mining and processing project to be developed by the company in the Municipality of Morro do Pilar, in the State of Minas Gerais. The process is awaiting expert examination.

Lawsuit No. 0032202-20.2008.814.0301: This lawsuit seeking compensation for material and moral damages, as well as lost profits, was filed in 2008 by Odete Cunha and another party against CNA, alleging the improper occupation of land, for which an occupation license had been granted to CNA, by a legitimate third party who occupied the property. A sentence was handed down, determining the validity of the plaintiff claim. Subsequently, the Company’s appeal to dismiss the plaintiff’s claim against to CNA as unfounded was granted. Following a motion for clarification, the original decision was reinstated. The special appeal is currently awaiting judgment. Any loss incurred by CNA shall be subject to reimbursement by the former shareholders of CNA, as provided for in the sales agreement for the shares of CNA entered into with Grupo Libra.

Lawsuit No. 0131112-89.2020.8.19.0001: This is an action enforceable out of court filed by MLog against Maverick Holding S.A. and Patricia Coelho due to non-compliance with the obligation to pay in shares issued by MLog subscribed by Maverick Holding S.A. as part of a capital increase, with Patricia Coelho as the guarantor. Despite the approval of consultations with Bacenjud, Infojud and Renajud, on 02/06/2023 a sentence was handed down dismissing the case with prejudice, due to the existence of an arbitration clause in the Articles of Incorporation of MLog, with a sentence to pay legal fees at ten percent (10%) of the amount in dispute. MLog filed a motion for clarification, which was denied, as it was not considered the appropriate legal way for such a request. The Company filed an appeal in May 2023 and is awaiting judgment.

Closed arbitration procedure: On September 4, 2023, the arbitration chamber issued a communication updating the disputed value of the arbitration procedure filed by ABN to BRL11,226. The arbitration process is ongoing, awaiting sentencing

## 18 Commitments made

As a result of the Prior License for the Morro do Pilar Project granted by the Regional Superintendence of Environmental Regularization (“SUPRAM”) on November 6, 2014, a series of conditions and other legal obligations had to be met by November 2019, prior to formalizing the request for an Installation License (“LI”). These conditions were met, and the studies necessary for the LI Protocol were completed, in 2019, and the Company formalized the LI request with the relevant government authorities.

After the aforementioned protocol and before the effective granting of the LI, the Company will be required to incur additional expenses and investments such as land purchases, environmental compensation and others, the final values of which will depend on negotiations between the Company and third parties.



For the compensation referred to in Article 36 of Law No. 9,985/2000 regarding the National System of Nature Conservation Units (“SNUC”), the amount of resources to be allocated by the entrepreneur for this purpose is limited to 0.5% (half of one per cent) of the total costs expected for the implementation of the project.

In this regard, the final amount to be paid is linked to the total investment in the implementation of the mine, depending on the Company’s intended project arrangement in terms of estimated gross annual production. Once the compensation has been defined, the amount must be paid in up to four monthly installments, the first being due within 30 days of the granting of the LI, in accordance with State Decree No. 45,175/2009. Based on the legal documentation related to this topic, the Company estimates the value of this compensation at approximately BRL30,000 (unaudited).

On February 7, 2019, the Company entered into an Agreement with the Municipality of Morro do Pilar, with the aim of preparing the municipality for the implementation of the Company's mining operations. The total amount involved is BRL47,500, with disbursements already made by the Company in the amount of BRL15,923 in 2020. The payment of the remaining portion of the disbursement set out in the agreement of approximately BRL32 million shall only be made after the granting of the LI, when it shall become due and will be recorded as an obligation.

On August 8, 2019, the Company entered into an Agreement with the Municipality of Santo Antônio do Rio Baixo (“SARA”), with the purpose of preparing the municipality for the implementation of the Company’s mining operations. The total amount involved is BRL10,200, with disbursements of BRL1,465 made in 2020. The remaining portion of the disbursements set out in the agreement of approximately BRL9 million shall only be made after the granting of the LI, when it shall become due and will be recorded as an obligation.

## 19 Provisions for labor and operational contingencies

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>12/31/2022</b>	<b>06/30/2023</b>	<b>12/31/2022</b>
<b>Current liabilities</b>				
Labor contingencies	655	1,003	655	1,040
Access easements	-	-	1,642	1,642
Others	-	-	138	30
	<b>655</b>	<b>1,003</b>	<b>2,435</b>	<b>2,820</b>
<b>Non-current liabilities</b>				
Operating provisions	3,577	3,430	5,693	5,428
Labor contingencies	-	-	455	924
	<b>3,577</b>	<b>3,430</b>	<b>6,148</b>	<b>6,352</b>
	<b>4,232</b>	<b>4,433</b>	<b>8,583</b>	<b>9,172</b>

The amounts of provisions as at June 30, 2023 refer to: (i) the second installments under mining pipeline easement agreements, in the amount of BRL 1,642 (BRL 1,642 as at December 31, 2022) recorded by the subsidiary Dutovias, due upon registry regularization by the owners of properties in the easement agreement, (ii) provisions for labor contingencies of BRL665 (BRL1,003 as at December 31, 2022) recorded by the controlling company, (iii) 138 (138 as at December 31, 2022) in the controlled company CDNC related to the notice of violation of the contract for the construction of a port terminal.

Of the amount of BRL 6,148 (BRL 6,352 as at December 31, 2022) recorded in non-current liabilities, BRL 455 (BRL 924 as at December 31, 2022) refers to civil and labor lawsuits against the controlled company

CNA, for which the likelihood of loss was categorized as probable, BRL 3,577 (BRL 3,430 as at December 31, 2022) in the controlling company, BRL 1,478 (BRL 1,452 as at December 31, 2022) for the controlled company Morro do Pilar, BRL 638 (BRL 562 as at December 31, 2022) for the controlled company ABN as at December 30, 2023, refer to Operating Provisions.

## 20 Owners' equity

### Capital

As at June 30, 2023 and December 31, 2022, the subscribed capital of the Company is represented by 2,899,712 common shares, as detailed below:

Shareholders	06/30/2023		12/31/2022	
	Common Shares	%	Common Shares	%
Maverick Holding S.A.	945,712	32.61	1.539.186	53.08
Fjords Limited	814,969	28.11	781,646	26.96
Fábrica Holding S.A.	154,072	5.31	154,072	5.31
Treasury	593,474	20.47	-	-
Others	391,485	13.50	424,808	14.65
	<b>2.899.712</b>	<b>100.00</b>	<b>2.899.712</b>	<b>100.00</b>

Under the terms of the revision to the Articles of Incorporation, approved at the EGM of August 26, 2015, the Company's capital may be increased based on resolution adopted by the Board of Directors, regardless of changes to the Bylaws, up to the limit of six million (6,000,000) common shares. The Board of Directors may stipulate the number of shares to be issued, the issue price and the subscription, payment and issuance conditions.

### Profit (loss) per share

The table below presents the results and share data used to calculate the basic profit (loss) per share for the periods ended June 30, 2023 and 2022:

	Six-month period	
	06/30/2023	06/30/2022
Income attributed to shareholders	974	(84,019)
Outstanding shares (weighted average)	2,821,019	2.899.712
Earnings per share - basic and diluted - in reais (*)	<b>0.35</b>	<b>(28.97)</b>

	Three-month period	
	06/30/2023	06/30/2022
Income attributed to shareholders	(3,641)	(28,963)
Outstanding shares	2,743,191	2.899.712
Earnings per share - basic and diluted - in reais (*)	<b>(1.33)</b>	<b>(9.99)</b>

(\*) The Company does not have dilutive financial instruments, nor does the profit (loss) for the period generate any dilutive effects.

## **Capital to be paid**

As described in Note 1, as at June 7, 2023, a Special Shareholders' Meeting took place approving the forfeiture of the shares held by the shareholder Maverick Holding, pending payment, with these shares passing into the possession of the Company's treasury. The Company's Management shall use their best efforts to sell these shares within one year. If a sale does not occur within this period, the Shareholders' Meeting shall decide on the reduction of the capital by a corresponding amount. In this case, under the terms of Article No. 107, paragraph 4, of Law 6,404/76 (the "Corporation Law"), Maverick Holding shall also lose any amount already paid in.

With the declaration of the forfeiture of the 593,474 shares subscribed and partially paid up by Maverick Holding, the balance of the capital to be paid up was transferred to the line item "Treasury shares", within Shareholders' Equity.

## **Cost of fundraising**

The costs of lawyers, consultants, advertising, other services and the tax on these operations (IOF – Imposto sobre operações financeiras – tax on financial operations) were paid by the Company and recorded as part of the cost of raising funds within Owners' equity.

## **Capital reserves**

As a result of the declaration of the forfeiture of the shares partially paid in by Maverick Holding, the balance of the capital reserve, in the amount of BRL 7,211, was transferred to the line item "Treasury shares", given that the reserve was related to one of the partial payments made in 2018.

## **Comprehensive Income**

The comprehensive result for the period refers to the variations in the equity of ABN as a result of the reduction in its capital in 2022.

## **Shareholder debt**

The amount of BRL50,000 refers to the reclassification of debt with shareholders previously understood as intercompany accounts receivable and later reclassified to equity, as described in Explanatory Note No. 1.

However, as also mentioned in Explanatory Note No. 1, with the declaration of the forfeiture of 593,474 shares subscribed and partially paid up by Maverick Holding, management understands that the debt has become uncollectible, and the shares have thus been transferred to the Company's treasury. Therefore, in June 2023, the debt balance was reclassified to the line item "Treasury shares".

## **Treasury shares**

As described in Explanatory Note No. 1, the Special Shareholders' Meeting held on June 7, 2023 approved the declaration of the forfeiture of 593,474 shares subscribed and partially paid up by Maverick Holding. These shares were transferred to the line item "Treasury shares", and the Company must arrange for their sale within one year. If the sale is unsuccessful, these shares shall be declared extinguished, representing a definitive termination of the link between the shareholder and the Company.

## 21 Net revenue and cost and expenses related to the services provided

The revenue and corresponding costs incurred by the controlled companies ABN and CNA, as well as by the Company, are shown below over six-month periods:

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
<b>Revenue</b>				
Vessel charter	15,041	15,841	92,298	94,932
Cargo transport	-	-	36,636	31,388
<b>Gross revenue</b>	<b>15,041</b>	<b>15,841</b>	<b>128,934</b>	<b>126,320</b>
<b>Deductions</b>				
PIS and COFINS	(1,392)	(1,465)	(12,585)	(12,569)
ICMS	-	-	(2,917)	(2,281)
Others	-	-	(9)	(245)
<b>Net revenue</b>	<b>13,649</b>	<b>14,376</b>	<b>113,423</b>	<b>111,225</b>
<b>Cost of services provided</b>				
Personnel	-	-	(44,161)	(48,299)
Chartering	-	-	(857)	(2,332)
Depreciation	(8,152)	(5,461)	(13,607)	(12,035)
Rental	-	-	(718)	(746)
Materials	-	-	(28,091)	(37,511)
Insurance	-	-	(2,421)	(2,529)
Services	-	-	(5,405)	(3,415)
Statement of income (i)	-	(13,100)	-	-
Lease amortization	-	-	(4,868)	(4,221)
Others	-	-	(3,077)	(3,460)
	<b>(8,152)</b>	<b>(18,561)</b>	<b>(103,205)</b>	<b>(114,548)</b>
<b>Gross income</b>	<b>5,497</b>	<b>(4,185)</b>	<b>10,218</b>	<b>(3,323)</b>

(i) A counterparty to a business transaction relating to the balance of charter payments at amounts greater than the operating results obtained from vessels operated by Asgaard and belonging to MLog or its controlled companies.

Information on the nature of costs and expenses recognized in the statement of income is presented below:

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Personnel	(3,235)	(3,320)	(55,192)	(57,558)
Chartering	-	-	(857)	(2,332)
Depreciation	(8,243)	(5,513)	(13,842)	(12,240)
Rentals	-	(189)	(718)	(1,133)
Materials	-	-	(28,091)	(37,511)
Insurance	-	-	(2,421)	(2,529)
Services	(849)	(1,755)	(7,094)	(5,596)
Debt remission	63	1,439	63	1,439
Provisions (ii)	-	(67,513)	-	(67,801)
Statement of income (i)	-	(13,100)	-	-
Lease amortization	-	-	(4,868)	(4,221)
Others	(1,134)	(174)	(4,574)	(6,790)
	<b>(13,398)</b>	<b>(90,125)</b>	<b>(117,594)</b>	<b>(196,272)</b>
Costs of services provided	(8,152)	(18,561)	(103,205)	(114,548)
Operating expenses	(5,358)	(5,936)	(19,196)	(15,866)
Other operating income	112	(65,628)	4,807	(65,858)
	<b>(13,398)</b>	<b>(90,125)</b>	<b>(117,594)</b>	<b>(196,272)</b>

- (i) A counterparty to a business transaction relating to the balance of charter payments at amounts greater than the operating results obtained from vessels operated by ABN and belonging to MLog or its controlled companies.
- (i) Provision set up at the amount of adjustment and interest on the debt owed to the shareholder, as described in Explanatory Note No. 1, among other provisions.

### Three-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
<b>Revenue</b>				
Vessel charter	3,393	8,281	37,185	42,792
Cargo transport	-	-	17,889	16,358
<b>Gross revenue</b>	<b>3,393</b>	<b>8,281</b>	<b>55,074</b>	<b>59,150</b>
<b>Deductions</b>				
PIS and COFINS	(315)	(766)	(5,192)	(5,883)
ICMS	-	-	(1,515)	(1,267)
Others	-	-	-	(38)
<b>Net revenue</b>	<b>3,078</b>	<b>7,515</b>	<b>48,367</b>	<b>51,962</b>
<b>Cost of services provided</b>				
Personnel	-	-	(22,081)	(24,784)
Chartering	-	-	(331)	(1,963)
Depreciation	(4,076)	(2,731)	(6,804)	(6,107)
Rental	-	-	(346)	(449)
Materials	-	-	(13,201)	(19,624)
Insurance	-	-	(1,235)	(1,372)
Services	-	-	(3,238)	(1,249)
Statement of income	-	(11,378)	-	-
Lease amortization	-	-	(2,455)	(2,035)
Others	-	-	(1,299)	(1,399)
	<b>(4,076)</b>	<b>(14,109)</b>	<b>(50,990)</b>	<b>(58,982)</b>
<b>Gross income</b>	<b>(998)</b>	<b>(6,594)</b>	<b>(2,623)</b>	<b>(7,020)</b>

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Personnel	(1,479)	(1,646)	(27,908)	(29,654)
Chartering	-	-	(331)	(1,963)
Depreciation	(4,119)	(2,775)	(6,900)	(6,211)
Rentals	-	(78)	(346)	(655)
Materials	-	-	(13,201)	(19,624)
Insurance	-	-	(1,235)	(1,372)
Services	(535)	(734)	(4,072)	(2,285)
Debt remission	-	98	-	98
Provisions	-	(76)	-	(162)
Statement of income	-	(11,378)	-	-
Lease amortization	-	-	(2,455)	(2,035)
Others	(440)	(79)	69	(3,009)
	<b>(6,573)</b>	<b>(16,668)</b>	<b>(56,379)</b>	<b>(66,872)</b>
Costs of services provided	(4,076)	(14,108)	(50,990)	(58,981)
Operating expenses	(2,546)	(2,733)	(10,027)	(8,387)
Other operating income	49	173	4,638	496
	<b>(6,573)</b>	<b>(16,668)</b>	<b>(56,379)</b>	<b>(66,872)</b>

## 22 Financial income

### Six-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Income on financial investments	-	-	3	72
Updated tax to be recovered	4	-	231	-
Interest on loans	317	60	186	111
Exchange rate changes	6,847	7,138	8,506	8,861
	<b>7,168</b>	<b>7,198</b>	<b>8,926</b>	<b>9,044</b>

### Three-month periods ending June 30

	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Updated tax to be recovered	2	-	2	-
Outdated INSS credits	-	-	(2,377)	-
Interest on loans	176	156	107	77
Exchange rate changes	4,504	-	5,629	-
	<b>4,682</b>	<b>156</b>	<b>3,361</b>	<b>77</b>

## 23 Financial expenses

### Six-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Interest on loans and financing	(3,802)	(5,278)	(6,485)	(6,367)
Interest on investment acquisition	(3,446)	(3,998)	(3,446)	(3,998)
Interest AVP leases	-	-	(1,084)	(1,645)
Bank charges	(22)	(20)	(255)	(422)
Fines and interest	(142)	(138)	(1,306)	(2,526)
Others	(115)	(329)	(177)	(329)
	<b>(7,527)</b>	<b>(9,763)</b>	<b>(12,753)</b>	<b>(15,287)</b>

### Three-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<b>06/30/2023</b>	<b>06/30/2022</b>	<b>06/30/2023</b>	<b>06/30/2022</b>
Interest on loans and financing	(609)	(2,876)	(2,040)	(3,685)
Interest on investment acquisition	(1,489)	(2,223)	(1,489)	(2,223)
Exchange rate changes	-	(9,113)	-	(11,361)
Interest AVP leases	-	-	(510)	(827)
Bank charges	(11)	10	(106)	(274)
Fines and interest	(94)	(107)	(1,049)	(2,058)
Others	(60)	(247)	(94)	(247)
	<b>(2,263)</b>	<b>(14,576)</b>	<b>(5,288)</b>	<b>(20,675)</b>

## 24 Financial Instruments

### Classification by category

When measuring the fair value of an asset or liability, the Company uses observable market data, to the extent possible. Fair values, when applicable, are classified at different levels of a hierarchy based on the information (inputs) used in valuation techniques, as follows:

- **Level 1:** quoted (not adjusted) prices in active markets for identical assets and liabilities.
- **Level 2:** inputs, except quoted prices included in Level 1, that are observable for the asset or liability, either directly (prices) or indirectly (derived from price).
- **Level 3:** inputs, for the asset or liability, that are not based on observable market data (unobservable inputs).

The main financial instruments of the Company and its controlled companies as at June 30, 2023 and December 31, 2022 are listed below:

Financial assets and liabilities	06/30/2023		12/31/2022	
	Book Value	Category	Book Value	Fair Value
<b>Assets</b>				
Cash and cash equivalents	2,644	Amortized cost	2,282	Amortized cost
Deposits of AFRMM in linked account	8	Amortized cost	1,856	Amortized cost
Accounts receivable from customers	20,518	Amortized cost	25,033	Amortized cost
Related parties	1,720	Amortized cost	1,545	Amortized cost
Rights in legal transactions	56	Amortized cost	78	Amortized cost
Other credits	2,950	Amortized cost	3,315	Amortized cost
<b>Liabilities</b>				
Suppliers	45,865	Amortized cost	34,151	Amortized cost
Loans and financing	69,840	Amortized cost	74,342	Amortized cost
Related parties	40,338	Amortized cost	41,465	Amortized cost
Investment acquisition obligations	58,773	Amortized cost	59,682	Amortized cost

### Capital management

The financial leverage ratios as at June 30, 2023 and December 31, 2022 can be summarized as follow:

	Controlling Company		Consolidated	
	06/30/2023	12/31/2022	06/30/2023	12/31/2022
Cash and cash equivalents	13	14	2,644	2,282
<b>Assets</b>	<b>13</b>	<b>14</b>	<b>2,644</b>	<b>2,282</b>
Loans and financing	41,838	48,671	69,840	74,342
Related parties	237,812	224,350	40,338	41,465
Investment acquisition obligations	58,773	59,682	58,773	59,682
<b>Liabilities</b>	<b>338,423</b>	<b>332,703</b>	<b>168,951</b>	<b>175,489</b>
<b>Net debt</b>	<b>338,410</b>	<b>332,689</b>	<b>166,307</b>	<b>173,207</b>
<b>Total net equity</b>	707,808	706,834	710,383	711,670
<b>Total capital</b>	1,046,218	1,039,523	876,690	884,877
<b>Financial leverage ratio - %</b>	32.35	32.00	18.97	19.57



## **Market risk and risk management**

Market risks are potential changes in market variables, such as exchange rates and interest rates, as well as credit and liquidity risks. Market fluctuations will affect the results, liquidity and value of the Company's financial instruments.

Among its duties, Management seeks to manage and control the Company's exposure to market risks, maintaining it within acceptable parameters, while at the same time optimizing returns for its shareholders. The financial operations of the Company are carried out through the financial area based on a conservative strategy, aiming for security, profitability and liquidity, in line with treasury and cash management practices.

These practices establish protections against financial risks arising from the contracting of obligations, whether in foreign or national currency, with the aim of managing exposure to risks associated with exchange rate and interest rate variations.

The main risk factors that could affect the Company's business are summarized below:

### ***Credit risk***

Credit risk is the risk that the Company may incur financial losses if a customer or a counterparty to a financial instrument fails to comply with its contractual obligations. The financial instruments that are subject to credit risks mainly refer to its cash and cash equivalents (with financial institutions), accounts receivable (commercial customers) and receivables from related parties.

- ***Accounts receivable***

The Company's exposure to credit risk is mainly influenced by the individual characteristics of each client. However, Management also considers factors that may influence the credit risk of its customer base, including the risks of non-payment for the industry and the country in which the customer operates.

The Company limits its exposure to credit risk on accounts receivable by adopting the practice of only negotiating with customers who have sufficient credit capacity.

The main customer of the Group, which as at June 30, 2023 represented 85% of receivables and 40% of net sales revenue (50% and 36% on December 31, 2022 respectively), has been operating with the Company for a long time, and none of its receivables have been written off or showed a history of default.

Additionally, there is no history of securitization of the Company's credits.

- ***Cash and cash equivalents***

As disclosed in Explanatory Note 4, the balance as at June 30, 2023 of cash and cash equivalents refers mostly to available resources held in cash or credit against financial institutions that have a national scale S&P rating of between AA- and AA+.

The Company considers its cash and cash equivalents to have low credit risk based on the external credit ratings of counterparties. Therefore, there are no indications of impairment based on this risk exposure.

All operations are carried out by institutions with recognized liquidity and in line with the treasury and cash management practices of the Company.

### ***Interest rate risk***

This risk arises from the possibility of incurring financial losses due to negative fluctuations in interest rates that would increase the financial expenses related to its financial obligations.

As at June 30, 2023, approximately 92% of loans and financing were linked to pre-fixed interest rates, as shown in Explanatory Note No. 15. The Company currently does not carry out hedging operations, including swaps or any other operations involving derivative financial instruments.

Additionally, there is a risk that a drop in interest rates linked to the CDI could negatively impact the Company's cash position and cash equivalents (Explanatory Note No. 4), thus generating a reduction in the level of income on financial investments.

### **Exchange risk**

This risk arises from the possibility of incurring financial losses due to negative fluctuations in exchange rates that increase the amounts payable on loans linked to foreign currencies.

Currently 62.9% of the balance of short and long-term loans and financing contracted by the Company with third-party institutions is linked to the US dollar. The Company carries out regular assessments of the sensitivity of the US dollar to measure its exposure and risk.

### **Liquidity risk**

This represents the risk of liquidity shortages and the Company having difficulty honoring its liabilities (mainly debts). The Company and its controlled companies seek to align the maturities of their debts with the cash generation period to avoid mismatches and thus generate a need for greater financial leverage. We draw attention to Explanatory Note No. 1, where Management discloses the negative working capital situation, its potential impact on operations and treasury management, as well as the measures being taken to improve it.

The table below details the maturity date of the main financial liabilities of the Company and its controlled companies on the date of this consolidated interim financial information:

	<b>Consolidated</b>			
	<b>Up to one year</b>	<b>From one to three years</b>	<b>More than 3 years</b>	<b>Total</b>
Loans and financing	45,389	24,451	-	<b>69,840</b>
Suppliers	45,682	183	-	<b>45,865</b>
Lease agreements	12,504	8,802	-	<b>21,306</b>
Related parties	40,095	243	-	<b>40,338</b>
Investment acquisition obligations	15,599	8,021	35,153	<b>58,773</b>
Court settlement to be paid	6,210	9,769	2,496	<b>18,475</b>
	<b>165,479</b>	<b>51,469</b>	<b>37,649</b>	<b>254,597</b>

For comparative purposes, the transactions as at December 31, 2022 were as follow:

	<b>Consolidated</b>			
	<b>Up to one year</b>	<b>From one to three years</b>	<b>More than 3 years</b>	<b>Total</b>
Loans and financing	36,143	38,199	-	<b>74,342</b>
Suppliers	32,664	1,487	-	<b>34,151</b>
Lease agreements	9,373	9,343	-	<b>18,716</b>
Related parties	41,223	242	-	<b>41,465</b>
Investment acquisition obligations	14,507	10,196	34,979	<b>59,682</b>
Court settlements to be paid	7,641	9,985	4,576	<b>22,202</b>
	<b>141,551</b>	<b>69,452</b>	<b>39,555</b>	<b>250,558</b>

## Sensitivity analysis

We present below a consolidated indicative table showing the analysis of the sensitivity to exchange rate and interest rate risks, considering a closing date of June 30, 2023. This analysis considers the probable scenario determined by the Company's Management.

The assumptions used for the probable scenario determined by Management were based on information available in the market such as: Dollar 4.8192 (Focus report of 09/18/2023) and CDI 13.65% (BM&F).

		<u>06/30/2023</u>	<u>Effect on PL on 12/31/2023</u>	<u>+25% Scenario I</u>	<u>+50% Scenario II</u>
Related parties	US\$	40,095	(1,088)	(11,384)	(21,680)
BNDES financing	USD	41,838	(1,136)	(11,879)	(22,622)
Investment acquisition obligation	CDI	58,773	(4,966)	(6,185)	(7,396)
	USD	4.8192	4.9500	6.1875	7.4250
	CDI	13.65%	11.75%	14.69%	17.63%

## 25 Transactions that do not affect cash

The transactions below had no impact on the cash of the Company and/or its investees:

<u>Investment activities</u>	<u>Controlling Company</u>		<u>Consolidated</u>	
	<u>06/30/2023</u>	<u>06/30/2022</u>	<u>06/30/2023</u>	<u>06/30/2022</u>
Acquisitions of fixed assets in installments	21,367	-	21,415	(27)
Acquisitions of intangible assets in installments	-	-	557	(546)
Capital increase in controlled company	4,302	-	-	-
	<u>25,669</u>	<u>-</u>	<u>21,972</u>	<u>(573)</u>
<u>Financing activities</u>				
Related parties <sup>1</sup>	(10,317)	1,069	(7,687)	11,130
	<u>(10,317)</u>	<u>1,069</u>	<u>(7,687)</u>	<u>11,130</u>
<b>Total non-cash transactions</b>	<u>15,352</u>	<u>1,069</u>	<u>14,285</u>	<u>10,557</u>

<sup>1</sup> Transactions that do not involve cash are entered into with related parties within the group for cash management purposes.

## 26 Insurance

The Company and its controlled companies have a number of insurance policies aimed at protecting its operations and assets. For navigation activities, the subsidiaries ABN and CNA take out insurance for their vessels (hull insurance), in addition to protection and indemnity coverage ("P&I").

The main coverage existing as at June 30, 2023 is as follows:

### Hull insurance

- CNA: Total coverage of BRL131 million.
- ABN: Total coverage of USD20.8 million.
- MLog: Total coverage of USD30.01 million.

### Named Risks (infrastructure and geological history)

- MOPI: Total coverage of BRL236 million.

### Protection and Indemnity Insurance (P&I)

- CNA: Coverage limited to USD8.2 billion per event and occurrence.
- ABN: Maximum Compensation Limit. International Group limit of R&I – USD 8.2 billion.

On July 4, 2023, effective up to July 4, 2024, the Company renewed the civil liability insurance for its directors and officers (“D&O”) of the controlling company and its subsidiaries, with an insured value of up to BRL50 million.

## 27 Personnel expenses

### Six-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<u>06/30/2023</u>	<u>06/30/2022</u>	<u>06/30/2023</u>	<u>06/30/2022</u>
Remuneration and charges	(2,239)	(2,378)	(6,892)	(5,865)
Social security charges	(484)	(567)	(1,894)	(1,765)
Benefits	(512)	(375)	(2,245)	(1,611)
Others	-	-	-	18
	<u>(3,235)</u>	<u>(3,320)</u>	<u>(11,031)</u>	<u>(9,259)</u>

### Three-month periods ending June 30

	<b>Controlling Company</b>		<b>Consolidated</b>	
	<u>06/30/2023</u>	<u>06/30/2022</u>	<u>06/30/2023</u>	<u>06/30/2022</u>
Remuneration and charges	(1,067)	(1,189)	(3,661)	(3,005)
Social security charges	(175)	(282)	(944)	(989)
Benefits	(237)	(177)	(1,222)	(875)
Others	-	-	-	(2)
	<u>(1,479)</u>	<u>(1,648)</u>	<u>(5,827)</u>	<u>(4,871)</u>

## 28 Other operating income (expenses)

### Six-month periods ending June 30

	Controlling Company		Consolidated	
	06/30/2023	06/30/2022	06/30/2023	06/30/2022
Reversal (constitution) of provisions <sup>1</sup>	201	(67,513)	174	(67,801)
Court settlements	(152)	(52)	(152)	(52)
Debt remission	63	1,438	63	1,438
Outdated INSS credits		-	4,163	
Taxes recoverable		-	536	(127)
Insurance reimbursements		499	-	499
Others		-	23	185
	112	(65,628)	4,807	(65,858)

<sup>1</sup> In 2022, this includes the provisions for interest amounts and monetary restatement of the debt of the shareholder Maverick Holding (Explanatory Note 1).

### Three-month periods ending June 30

	Controlling Company		Consolidated	
	06/30/2023	06/30/2022	06/30/2023	06/30/2022
Reversal (constitution) of provisions	201	(76)	198	(162)
Court settlements	(152)	-	(152)	-
Debt remission	-	97	-	97
Outdated INSS credits	-	-	4,163	(23)
Taxes recoverable	-	-	432	(127)
Repair refunds	-	-	-	374
Insurance reimbursements	-	150	(17)	150
Others	-	-	14	185
	49	171	4,638	494

## 29 Information by Business Segment

Segment information must be prepared pursuant to CPC 22 - "Segment Information", equivalent to IFRS 8, and must be presented for all of the Company's businesses, its controlled companies, identified based on its management structure and internal management information.

MLog uses segments, as described below, that correspond to its strategic business units, each of which offers different services and products and all of which are managed separately. The following summary describes the operations of each of the reportable segments.

- **Mining**

Encompasses the pre-operational iron ore mining activities in Minas Gerais, consolidating all operations related to studies and research necessary for the LI Protocol and the implementation of the Morro do Pilar Project (“MOPI Project”).

The subsidiaries Dutovias do Brasil S.A., and Companhia de Desenvolvimento do Norte Capixaba have a scope of work related to the logistics segment, linked to mining, and both are in the pre-operational stage.

- **Navigation**

The navigation segment consolidates the navigation operations of the Company (bareboat charter of AHTS vessels that the Company owns) and its subsidiaries Asgaard Bourbon (offshore support in the southeast region), in which the Company holds 50% of the capital, and of CNA (internal navigation in the northern region), in which the Company holds 100% of the capital.

Asgard Bourbon has been operating in the maritime support sector since March 2016, initially providing services to Petrobras using the OSRV Asgaard Sophia vessel, and currently has a fleet of five vessels operating for Petrobras, including the OSRV Asgaard Sophia, the AHTS type vessels Geonísio Barroso, Haroldo Ramos and Yvan Barreto and the WSSV Stim Star Arabian Gulf.

CNA transports oil and oil products in the North of Brazil, operating its assets at levels close to the limit of its capacity given current regional conditions, in terms of both climate and storage infrastructure. CNA has a fleet of barges and towboat, together with chartered assets.

The navigation business unit is also represented through the SCP, in which MLog is the general partner and NSN is the silent partner, and which is presented in the financial statements of NSN as an investment, and is eliminated upon consolidation.

**Income Statements – Segments**  
**as at June 30, 2023 – 6 months**  
**In thousands of reais**

	<u>Mining</u>	<u>Navigation</u>	<u>Consolidated</u>
Net revenue from provision of services	-	113,423	113,423
Costs of services provided	-	(103,205)	(103,205)
<b>Gross income</b>	<b>-</b>	<b>10,218</b>	<b>10,218</b>
<b>Operating expenses</b>			
Personnel	(4,149)	(6,882)	(11,031)
Services provided	(855)	(834)	(1,689)
General and administrative	(516)	(3,650)	(4,166)
Depreciation and amortization	(186)	(49)	(235)
Taxes	(397)	(1,678)	(2,075)
<b>Other operating income (expenses)</b>			
AFRMM subsidy	-	7,457	7,457
Other net operating income (expenses)	22	4,785	4,807
	<b>(6,081)</b>	<b>(851)</b>	<b>(6,932)</b>
<b>Operating income before financial income</b>	<b>(6,081)</b>	<b>9,367</b>	<b>3,286</b>
<b>Financial income</b>			
Financial revenue	2,388	6,538	8,926
Financial expenses	(2,391)	(10,362)	(12,753)
	<b>(3)</b>	<b>(3,824)</b>	<b>(3,827)</b>
<b>Profit (loss) before income tax and social contribution</b>	<b>(6,084)</b>	<b>5,543</b>	<b>(541)</b>
<b>Income tax and social contribution</b>			
Current	-	(955)	(955)
Deferred	-	209	209
<b>Net profit (loss) for the period</b>	<b>(6,084)</b>	<b>4,797</b>	<b>(1,287)</b>

**Income statements - Segments**  
**as at June 30, 2022 – 6 months**  
**In thousands of reais**

	<u>Mining</u>	<u>Navigation</u>	<u>Consolidated</u>
Net revenue from provision of services	-	111,225	111,225
Costs of services provided	-	(114,548)	(114,548)
<b>Gross income</b>	<b>-</b>	<b>(3,323)</b>	<b>(3,323)</b>
<b>Operating expenses</b>			
Personnel	(4,539)	(4,720)	(9,259)
Services provided	(1,792)	(389)	(2,181)
General and administrative	(489)	(2,531)	(3,020)
Depreciation and amortization	(163)	(42)	(205)
Taxes	(113)	(1,088)	(1,201)
<b>Other operating income (expenses)</b>			
AFRMM subsidy	-	7,042	7,042
Other operating income (expenses)	(67,335)	1,477	(65,858)
	<b>(74,431)</b>	<b>(251)</b>	<b>(74,682)</b>
<b>Operating income before financial income</b>	<b>(74,431)</b>	<b>(3,574)</b>	<b>(78,005)</b>
<b>Financial income</b>			
Financial revenue	6,357	2,687	9,044
Financial expenses	(9,033)	(6,254)	(15,287)
	<b>(2,676)</b>	<b>(3,567)</b>	<b>(6,243)</b>
<b>Loss before income tax and social contribution</b>	<b>(77,107)</b>	<b>(7,141)</b>	<b>(84,248)</b>
<b>Income tax and social contribution</b>			
Current	-	(2,739)	(2,739)
Deferred	-	374	374
<b>Loss for the period</b>	<b>(77,107)</b>	<b>(9,506)</b>	<b>(86,613)</b>



**MLog S.A.**  
Individual and consolidated interim financial information  
on June 30, 2023

**Assets and liabilities**  
**Information by segment as at June 30, 2023**  
**In thousands of reais**

	<b>Corporate</b>	<b>Mining</b>	<b>Navigation</b>	<b>Consolidated</b>
<b>Assets</b>				
AFRMM	-	-	17,724	17,724
Rights in Legal Transactions	-	-	56	56
Related parties	1,720	-	-	1,720
Fixed assets	-	30,474	261,323	291,797
Intangibles	113	770,462	65,770	836,345
Others	1,277	68	87,326	88,671
	<b>3,110</b>	<b>801,004</b>	<b>432,199</b>	<b>1,236,313</b>
<b>Liabilities</b>				
Suppliers	255	182	45,428	45,865
Loans and financing	-	-	69,840	69,840
Related parties	40,095	-	243	40,338
Provisions	-	7,490	1,093	8,583
Investment acquisition obligations	-	-	58,773	58,773
AFRMM	-	-	194,266	194,266
Others	13,377	12,872	82,017	108,266
	<b>53,727</b>	<b>20,544</b>	<b>451,660</b>	<b>525,931</b>

**Assets and liabilities**  
**Statements by segment as at December 31, 2022**  
**In thousands of reais**

	<b>Corporate</b>	<b>Mining</b>	<b>Navigation</b>	<b>Consolidated</b>
<b>Assets</b>				
AFRMM	-	-	10,518	10,518
Rights in Legal Transactions	-	-	78	78
Related parties	1,526	-	19	1,545
Fixed assets	-	30,619	270,203	300,822
Intangibles	135	769,096	65,771	835,002
Others	1,276	17	64,512	65,805
	<b>2,937</b>	<b>799,732</b>	<b>411,011</b>	<b>1.213,770</b>
<b>Liabilities</b>				
Suppliers	402	71	33,678	34,151
Loans and financing	-	-	74,342	74,342
Related parties	41,223	-	242	41,465
Provisions	-	7,665	1,507	9,172
Investment acquisition obligations	-	-	59,682	59,682
AFRMM	-	-	189,792	189,792
Others	13,015	15,134	65,347	93,496
	<b>54,640</b>	<b>22,870</b>	<b>424,590</b>	<b>502,100</b>

### 30 Subsequent events

- On September 4, 2023, the arbitration chamber issued a communication updating the disputed value of the arbitration proceedings filed by ABN to BRL11,226. The arbitration is ongoing and is awaiting sentencing (Explanatory Note 17).
- On September 6, 2023, Bourbon Marine & Logistics exercised the option to purchase the shares held by CNA in its subsidiary Bourbon Offshore Marítima, for the value of USD 1 (one US dollar), as provided for in the shareholders' agreement signed in 2020.
- The Company, through its controlled company CNA, became aware on September 20, 2023 of the ruling handed down in administrative proceeding No. 10283-720.968/2013-11, by which the *ex officio* appeal filed against the decision that deemed the objection valid, resulting in the a consequent exemption of the assessed tax credit. The PGFN (Procuradoria Geral da Fazenda Nacional - National Treasury Attorney General's Office) was notified and has not yet filed an appeal, so the assessment shall be definitively canceled after the term has expired.
- On September 26, 2023, the Company completed the signing of a debt confession instrument with *Fundo de Investimento em Direitos Creditórios Votorantim Crédito Corporativo* and *Fundo de Investimento Titanium Renda Fixa Crédito Privado*, in the amount of BRL600, payment of which shall be made in six installments, with the last one due on March 9, 2024.

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**Antonio Frias Oliva Neto**

Chief-Executive Officer, Administrative-Financial and  
Investor Relations

**Yury Gazen Dimas**

Controllership Director and Accountant  
CRC RJ 131582/O-3

**Certificado de Conclusão**

Identificação de envelope: 7DD63AE611304A8696A31048D971B47A

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10 de janeiro de 2024 | 10:40

Portador: CEDOC Brasil

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Local: DocuSign

**Eventos do signatário**

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Sócio

PwC BR

Nível de segurança: E-mail, Autenticação da conta (Nenhuma), Certificado Digital

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Viviane Sperendio Camacho

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Manager

PwC Brasil

Nível de segurança: E-mail, Autenticação da conta (Nenhuma)

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Concluído	Segurança verificada	10 de janeiro de 2024   10:39

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