

Eternit

Earnings Release

2024

Videoconference:

Wednesday, August 7, 2024
3 p.m. (BRT) | 2 p.m. (EDT)

Webcast:

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São Paulo, August 6, 2024 – Eternit S.A. – under Court-Supervised Reorganization (B3: ETER3, "Eternit" or "Company") announces today the results for the 2nd quarter of 2024 (2Q24). Except where stated otherwise, the operational and financial information of the Company is presented on a consolidated basis in thousands of Brazilian reais, in accordance with the Brazilian accounting standards, especially Federal Law 6,404/76 and guidelines issued by the Accounting Pronouncements Committee ("CPC") and approved by the Securities and Exchange Commission of Brazil ("CVM"), which should be read together with the financial statements and notes for the quarter ended June 30, 2024. We inform that all comparisons in this earnings release are with the second quarter of 2023 (2Q23), except where stated otherwise.

Eternit moves towards the end of the Court-Supervised Reorganization and presents operational improvement in the quarter

2024/2023 Performance

Highlights

MARKET CAP (06/30/2024)

R\$ 365 million

CLOSING SHARE PRICE (06/30/2024)

R\$ 5.91

NUMBER OF SHARES (06/30/2024)

61,776,575

FREE FLOAT

99.36%



Sales of fiber-cement roofing panels of **153,000 tons** (+10%)



Construction system sales of **6,100 tons** (+31%)



Net Revenue of **R\$276 million** (+7%)



Recurring EBITDA of **R\$16 million** and Margin of **6%**



Net income of **R\$12 million** (+ R\$10 million)



Declaration of Interest on Equity of **R\$2.3 million**

Message from Management

The second quarter of 2024 was marked by the Company's best operating performance compared to the previous quarter. Sales recovery in 2Q24 compared to 1Q24 was noted in all business segments of Eternit, with emphasis on the fiber-cement segment, which increased 5% in the sales volume of fiber-cement roofing panels.

Chrysotile exports totaled sales volume of 41,000 tons in 2Q24, up 6% from 1Q24, resulting in a Gross Profit of R\$37.6 million, up 38% from the previous quarter.

As a result of the sales recovery during the period, Net Revenue stood at R\$276 million in the quarter, up 7% from 2Q23 and 4% from 1Q24. Recurring EBITDA stood at R\$16 million, remaining virtually stable in relation to the result obtained in the previous quarter, and Net Income totaled R\$12 million in the period.

On July 24, 2024, the Prosecution Office of the State of São Paulo expressed favorably towards the ratification of the First Amendment to the Court-Supervised Reorganization Plan, approved by the labor creditors on May 14, 2024, and to the conclusion of the Company's Court-Supervised Reorganization. Thus, the Company is awaiting the judgment to be issued by the Judge of the 2nd Court of Bankruptcies and Court-Supervised Reorganizations of the District of São Paulo/SP regarding the closing of the Court-Supervised Reorganization process.

Following the production *ramp up* plan, the new fiber-cement unit in Caucaia/CE produced approximately 13,500 tons in 2Q24, reaching 67% of installed capacity. The new unit strengthens the Eternit Group's position in the markets of the Northern and Northeastern regions of the country.

At the meeting held on August 6, 2024, the Company's Board of Directors approved the payment of Interest on Equity related to the 2Q24 results in the amount of R\$2.3 million, with payment scheduled for September 30, 2024, following the Company's Policy on Dividends and Interest on Equity.

Finally, the Company reaffirms that its main focus is the maximization of the returns on strategic investments made in the last 3 years, through cost and expense control and disciplined resource allocation for new investments.

Key Indicators

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H23 | Chg. % |
|----------------------------------|---------|---------|-----------------|---------|---------------|---------|---------|-----------------|
| Gross Sales Revenue | 336,758 | 316,883 | 6,3 | 325,408 | 3,5 | 662,167 | 677,159 | (2,2) |
| Net revenue | 276,460 | 259,585 | 6,5 | 266,666 | 3,7 | 543,126 | 555,961 | (2,3) |
| Gross profit | 57,884 | 66,914 | (13,5) | 55,449 | 4,4 | 113,333 | 150,438 | (24,7) |
| Gross margin | 21% | 26% | - 5 p.p. | 21% | - | 21% | 27% | - 6 p.p. |
| Net income (loss) for the period | 11,690 | 1,149 | 917,4 | 241 | - | 11,931 | 23,155 | (48,5) |
| Net margin | 4% | 0% | 4 p.p. | 0% | 4 p.p. | 2% | 4% | - 2 p.p. |
| Recurring Net Income/Loss | (342) | 3,864 | - | 413 | - | 69 | 27,001 | (99,7) |
| Recurring Net Margin | 0% | 1% | - 1 p.p. | 0% | - | 0% | 5% | - 5 p.p. |
| EBITDA CVM 527/12 | 33,830 | 11,574 | 192,3 | 16,695 | 102,6 | 50,525 | 52,255 | (3,3) |
| EBITDA Margin CVM 527/12 | 12% | 4% | 8 p.p. | 6% | 6 p.p. | 9% | 9% | - |
| Recurring EBITDA | 15,598 | 15,688 | (0,6) | 16,955 | (8,0) | 32,553 | 58,082 | (44,0) |
| Recurring EBITDA Margin | 6% | 6% | - | 6% | - | 6% | 10% | - 4 p.p. |



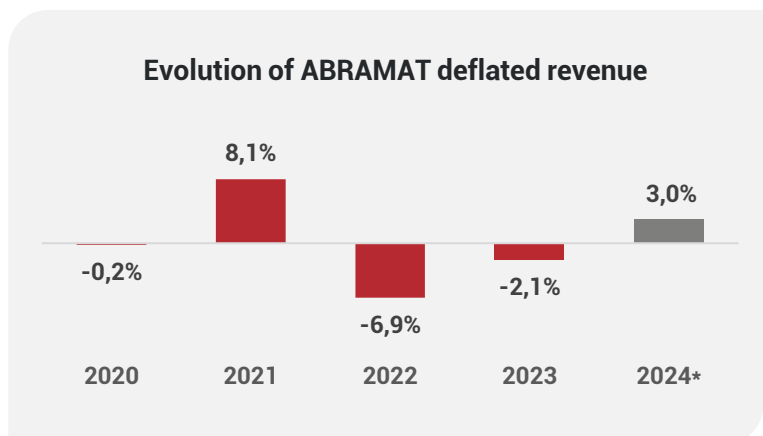
Economy and Market

The market's expectations disclosed in the Focus Report¹ published by the Brazilian Central Bank predict GDP growth of 2.15% in 2024, with inflation measured by IPCA of 4.05% and maintenance of the basic interest rate (SELIC) at 10.50% p.a. by the year-end.

The debt level of households remained at 78.80%² in June 2024, similar to the result of May this year. According to the National Confederation of Trade in Goods, Services and Tourism (CNC), this result reveals that, after three months of growth, households have stabilized their demand for credit, apprehensive about the increase in overdue debts. On the other hand, in relation to households with income of up to three minimum wages, a relevant segment in the domestic demand for the Company's products, debt rose again and reached 81.30%² in June 2024, affecting consumption capacity. Moreover, food and beverage inflation, whose sector IPCA³ rose 4.6% in the first six months of 2024, also led to the reduction in the availability of household income.

With regard to the construction material industry, ABRAMAT⁴ data indicated that the industry's deflated revenue in June 2024 increased 1.2% in the quarter compared to the same period in 2023. Additionally, compared to the previous month, there was also an increase of 0.4%, signaling some recovery in the market.

The Association revised its projection and predicts growth of 3.0%⁴ for the year 2024, compared to the previous prediction of 2.0%, as a result of a trajectory of recovery and strengthening, resulting from the initiatives of the resumption of works, developments in the Tax Reform and the New Industry Brazil program regarding infrastructure, sanitation, housing, and mobility.



*ABRAMAT Estimate

1 Focus Report – 07/22/2024

2 Research (PEIC): 2 National Confederation of Trade in Goods, Services and Tourism (CND) - 07/04/2024

3 IPCA Sectoral Statistics: Brazilian Institute of Geography and Statistics (IBGE) - period from Jan/24 - Jun/24

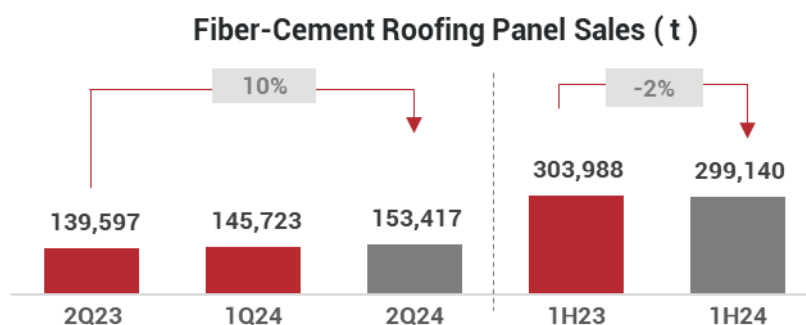
4 Revenue of the Construction Materials Industries – ABRAMAT – Jan/24 index

Operating Performance

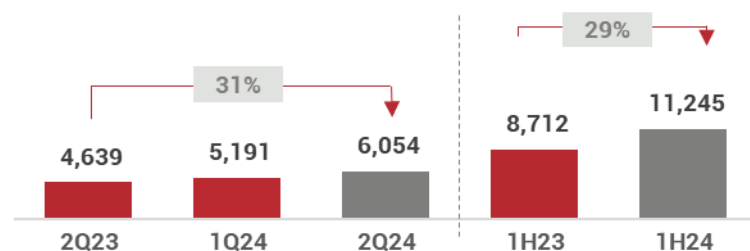
Fiber-cement Segment

Roofing panels

Sales of fiber-cement roofing panels totaled **153,000 tons** in 2024, up 10% from 2023 and 5% from 1Q24. Sales in **1H24** totaled around **299,000 tons**, down 2% from 1H23, due to the slowdown in demand observed since 1Q24.



Construction System Sales (t)



Construction Systems

Sales of cement cladding panels totaled **6,100 tons** in 2024, growing significantly by 31% from 2023. Additionally, compared to 1Q24, the growth observed was 17%. In **1H24**, sales were approximately **11,000 tons**, surpassing the same period in 2023 by 29%.

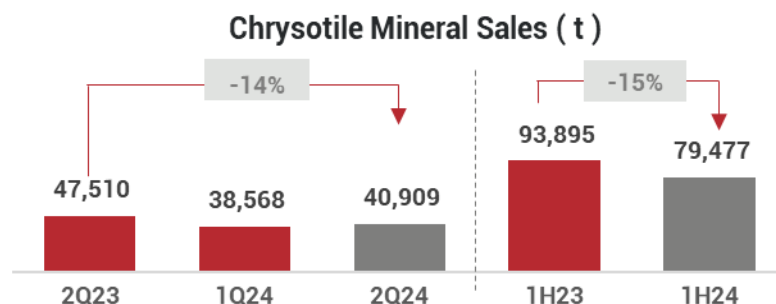
The fiber-cement segment ended **2Q24** with **gross margin** of 12%, down 8 p.p. from 2023, as a decrease of 6% in the average price during the period, impacting the contribution margin, and the low utilization of installed capacity after expansions, equivalent to 54% during the period, leading to an increase of 8% in the unit fixed cost.

Regarding **1Q24**, gross margin in 2Q24 decreased 3 p.p., mainly due to a 2% reduction in price, while the unit fixed cost remained stable, as there were no changes in the industrial configuration during the period.

| Fiber-cement - R\$ thousand | 2Q24 | 2Q23 | Chg.% | 1Q24 | Chg.% | 1H24 | 1H23 | Chg.% |
|-----------------------------|---------|---------|----------|---------|----------|---------|---------|----------|
| Net revenue | 180,189 | 170,753 | 5,5 | 184,591 | (2,4) | 364,780 | 370,113 | (1,4) |
| Gross profit | 22,165 | 34,086 | (16,8) | 28,345 | (21,8) | 50,510 | 80,943 | (37,6) |
| Gross margin | 15% | 20% | - 8 p.p. | 15% | - 3 p.p. | 14% | 22% | - 8 p.p. |

Chrysotile Mineral Segment

Approximately **41,000 tons** of chrysotile fiber were exported in **2Q24**, down 14% from 2Q23 and up 6% from 1Q24. In **1H24**, the volume exported totaled approximately **79,000 tons**, down 15% from 1H23. The reduction in the volume of exports is due to the limitation in production resulting from the lower availability of mining equipment.



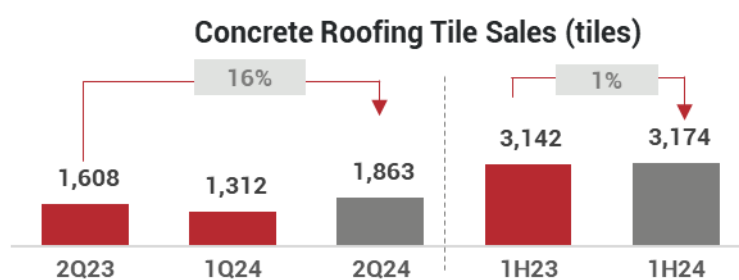
In **2Q24**, **gross margin** of exports reached **42%**, up 1 p.p. from 2Q23 and 7 p.p. from 1Q24. As a result of the increase in export prices in U.S. dollar, due to the *mix* of products, combined with the devaluation of the Real during the period, Gross Profit totaled R\$37.6 million, up 11% from 2Q23 and 38% from 1Q24. In **1H24**, gross margin reached **39%**, down 2 p.p. from 1H23, highlighting that the unit gross margin increased 10%.

The entire chrysotile fiber output is exported, based on Goiás State Law 20,514 of July 16, 2019.

| Chrysotile mineral - R\$ thousand | 2Q24 | 2Q23 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H23 | Chg. % |
|-----------------------------------|--------|--------|--------|--------|--------|---------|---------|----------|
| Net revenue | 90,370 | 82,253 | 9,9 | 78,025 | 15,8 | 168,394 | 173,406 | (2,9) |
| Gross profit | 37,587 | 33,756 | 11,3 | 27,318 | 37,6 | 64,905 | 70,632 | (8,1) |
| Gross margin | 42% | 41% | 1 p.p. | 35% | 7 p.p. | 39% | 41% | - 2 p.p. |

Concrete Roofing Tiles Segment

In **2Q24**, the concrete roofing tiles segment recorded sales volume of **1.9 million** pieces, up 16% from 2Q23 and 42% from 1Q24. In **1H24**, sales volume grew 1% totaling approximately **3.2 million** roofing tiles.



Gross margin recorded in **2Q24** was **6%**, down 28 p.p. from 2Q23 and 10 p.p. from 1Q24, mainly due to the decline in average prices by 10% and 7%, respectively, and the high unit fixed cost resulting from the low level of occupation of the production capacity in the period. In **1H24**, the **gross margin** reached 10%, down 16 p.p. from 1H23.

| Telhas Concreto - R\$ mil | 2T24 | 2T23 | Var. % | 1T24 | Var. % | 1S24 | 1S23 | Var. % |
|---------------------------|-------|-------|-----------|-------|-----------|-------|-------|-----------|
| Receita líquida | 5.354 | 5.102 | 4,9 | 3.997 | 33,9 | 9.351 | 9.891 | (5,5) |
| Lucro bruto | 321 | 1.740 | (81,5) | 640 | (49,8) | 961 | 2.605 | (63,1) |
| Margem bruta | 6% | 34% | - 28 p.p. | 16% | - 10 p.p. | 10% | 26% | - 16 p.p. |

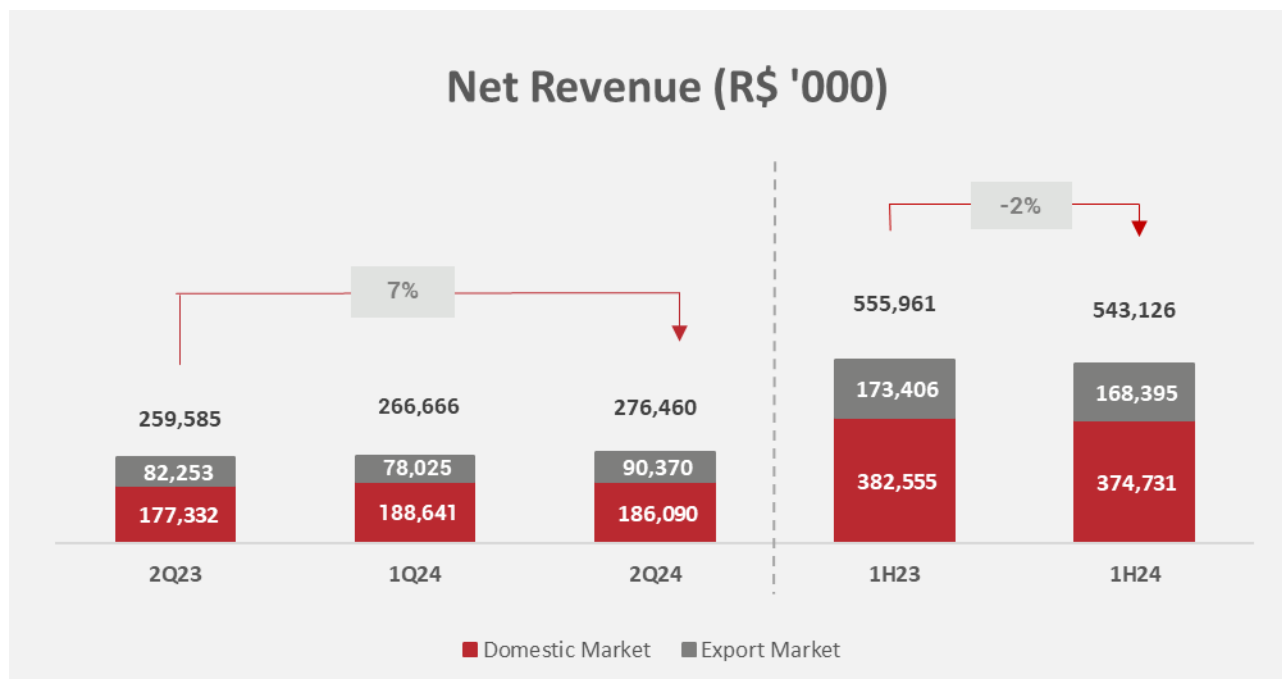
Consolidated Financial Performance

Net revenue

In **2Q24**, **Net Revenue** came to approximately **R\$276 million**, increasing 7% from 2Q23 and 4% from 1Q24, with the fiber-cement segment - the Company's *core business* - accounting for 67% of the revenue.

In the domestic market, **net revenue** totaled **R\$186 million** in **2Q24**, up 5% from 2Q23, driven by the increase in sales volume in the fiber-cement segment, mainly due to the start-up of the new unit in Caucaia-CE. In **1H24**, **Net Revenue** totaled **R\$375 million**, a decrease of 2% from 1H23, due to a 4% reduction in the average price of fiber-cement during the period.

In the export market, chrysotile fiber exports in **2Q24** totaled approximately **R\$90 million**, up 10% from 2Q23 and 16% from 1Q24, resulting from the increase in the *ex-works* price of the fiber due to the *mix* of products sold during the period and the depreciation of the Real against the U.S dollar. In **1H24**, **Net Revenue** totaled **R\$168 million**, down 3% from 1H23, due to decrease in the volume of exports in the period.



Costs of Goods and Products Sold

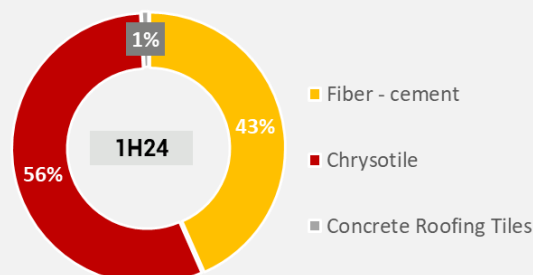
The gross margin of **21%** remained at the same level as in 1Q24, despite declining 5 p.p. from 2Q23. In 1H24, gross margin reached 21%, down 6 p.p. from 1H23.

The decrease in gross margin in 2024, compared to the performance in 2023, is mainly a consequence of the level of occupancy of installed capacity (54%) and the decrease in prices in the fiber-cement segment.

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg. % | 4Q23 | Chg. % | 1S24 | 1S23 | Chg. % |
|----------------------------------|-----------|-----------|----------|-----------|--------|-----------|-----------|----------|
| Net revenue | 276,460 | 259,585 | 6,5 | 266,666 | 3,7 | 543,126 | 555,961 | (2,3) |
| Costs of Goods and Products Sold | (218,576) | (192,671) | 13,4 | (211,217) | 3,5 | (429,793) | (405,523) | 6,0 |
| Gross profit | 57,884 | 66,914 | (13,5) | 55,449 | 4,4 | 113,333 | 150,438 | (24,7) |
| Gross margin | 21% | 26% | - 5 p.p. | 21% | - | 21% | 27% | - 6 p.p. |

Gross Profit

Gross profit in **2Q24** was **R\$58 million**, up 4.4% from 1Q24 and down 14% from 2Q23, reflecting the decline in the performance of the fiber-cement segment in 2024. In **1H24**, gross profit was **R\$113 million**, down 25% from 1H23.



Selling Expenses

In **2Q24**, selling expenses totaled **R\$29 million**, down R\$6.3 million from 2Q23, as a result of the provision of approximately R\$5.6 million for allowance for doubtful accounts on the export receivables portfolio in 2Q23. For the same reason, selling expenses in **1H24** totaled **R\$54 million**, down 9% from 1H23.

When selling expenses are analyzed in relation to net revenue, it is observed that in 2Q24 and throughout 1H24 selling expenses remained at 10%.

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg.-% | 1Q24 | Chg.-% | 1H24 | 1H23 | Chg.-% |
|-----------------------------|---------|---------|----------|---------|--------|---------|---------|----------|
| Net Revenue | 276,460 | 259,585 | 6,5 | 266,666 | 3,7 | 543,126 | 555,961 | (2,3) |
| Selling expenses | 28,824 | 35,072 | (17,8) | 25,033 | 15,1 | 53,857 | 59,432 | (9,4) |
| % of Net Revenue | 10% | 14% | - 4 p.p. | 9% | 1 p.p. | 10% | 11% | - 1 p.p. |

General and Administrative Expenses

General and administrative expenses totaled **R\$26 million** in **2Q24**, down R\$4.2 million (-14%) from 2Q23. In **1H24**, general and administrative expenses totaled **R\$49 million**, down 9% from 1H23.

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg.-% | 1Q24 | Chg.-% | 1S24 | 1S23 | Chg.-% |
|--|----------|---------|--------|--------|--------|----------|---------|--------|
| Selling expenses | 28,824 | 35,072 | (17,8) | 25,033 | 15,1 | 53,857 | 59,432 | (9,4) |
| General and administrative expenses(1) | 26,264 | 30,515 | (13,9) | 23,068 | 13,9 | 49,332 | 54,245 | (9,1) |
| Other operating income (expenses) | (18,878) | (1,392) | - | 2,419 | - | (16,459) | 2,625 | - |
| Total operating expenses | 36,210 | 64,195 | (43,6) | 50,520 | (28,3) | 86,730 | 116,302 | (25,4) |

Other Operating (Income)/ Expenses

Other operating (income) expenses totaled an income of **R\$19 million** in **2Q24**, a result benefited by the sale of non-operating property, plant and equipment in April, as per the Material Fact of April 16, 2024, which generated a positive result of R\$20 million in the period. For the same reason, in **1H24**, other operating (income) expenses totaled an income of **R\$16 million**.

EBITDA

Recurring EBITDA² totaled **R\$16 million** in **2024**, the same result obtained in 2023 and 8% lower than the performance in 1Q24. Therefore, Recurring EBITDA margin² reached 6%, remaining at the same level as the result achieved in 2023 and 1Q24. In **1H24**, Recurring EBITDA² totaled **R\$33 million**, down 44% from 1H23.

Considering the non-recurring events, EBITDA¹ stood at **R\$34 million** in **2024**, up 192% from 2023, reflecting the accounting of R\$20 million from the sale of non-operating property, plant and equipment during the period. In **1H24**, EBITDA¹ totaled **R\$ 51 million**, down 3% from 1H23.

| Consolidated - R\$ thousand | 2024 | 2023 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H23 | Chg. % |
|---|----------|--------|----------------|---------|----------------|----------|---------|-----------------|
| Net income (loss) for the period | 11,690 | 1,149 | 917,4 | 241 | - | 11,931 | 23,155 | (48,5) |
| Income and social contribution taxes | 4,532 | (527) | - | 2,854 | 58,8 | 7,386 | 5,947 | 24,2 |
| Net financial income (loss) | 5,452 | 2,097 | 160,0 | 1,834 | 197,3 | 7,286 | 5,034 | 44,7 |
| Depreciation and amortization | 12,156 | 8,855 | 37,3 | 11,766 | 3,3 | 23,922 | 18,119 | 32,0 |
| EBITDA CVM 156/22 ¹ | 33,830 | 11,574 | 192,3 | 16,695 | 102,6 | 50,525 | 52,255 | (3,3) |
| Non recurring Events | (18,232) | 4,114 | - | 260 | - | (17,972) | 5,827 | - |
| Restructuring | 156 | 171 | (8,7) | 256 | (39,0) | 412 | 171 | 141,0 |
| Expenses related to court-supervised reorganization | 619 | 426 | 45,3 | 407 | 52,1 | 1,026 | 829 | 23,8 |
| Expenses related to discontinued units | - | 112 | (100,0) | 306 | (100,0) | 306 | 127 | 140,9 |
| Revenue from extemporaneous credits | (131) | - | 54,0 | (1,631) | (92,0) | (1,762) | (1,427) | 23,5 |
| Sale of fixed assets | (19,898) | 54 | - | - | - | (19,898) | 650 | - |
| Other Nonrecurring Events | 1.021 | 4,778 | - | 922 | 10,7 | 1,943 | 5,477 | - |
| Recurring EBITDA ² | 15,598 | 15,688 | (0,6) | 16,955 | (8,0) | 32,553 | 58,082 | (44,0) |
| Net margin recurring | 6% | 6% | - | 6% | - | 6% | 10% | - 4 p.p. |

Financial Result

In **2Q24**, financial income totaled **R\$97 thousand**, down R\$900 thousand from 2Q23 due to the reduction in cash available for investments.

Financial expenses in **2Q24 totaled R\$4 million**, an increase of R\$1.5 million compared to 2Q23, mainly impacted by the interest related to prepayments of export receivables (ACE) and the long-term bank financing obtained to finance the new fiber-cement project in Caucaia/CE.

Therefore, in **2Q24**, the net financial result after exchange variation and other expenses was an expense of **R\$5.5 million**, an increase of R\$3.4 million compared to 2Q23. Additionally, net financial result totaled an expense of **R\$7.3 million** in **1H24**, up R\$2.3 million from 1H23.

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg.% | 1Q24 | Chg.% | 1H24 | 1H23 | Chg.% |
|-------------------------------------|---------|---------|--------|---------|---------|---------|---------|---------|
| Financial income | 97 | 992 | (90,2) | 470 | (79,4) | 567 | 3,138 | (81,9) |
| Financial Investments | 97 | 992 | (90,2) | 470 | (79,4) | 567 | 3,138 | (81,9) |
| Financial Expenses | (3,955) | (2,424) | 63,2 | (3,683) | 7,4 | (7,638) | (3,613) | 111,4 |
| Interest on Bankruptcy-related Debt | (508) | (549) | (7,5) | (494) | 2,8 | (1,002) | (2,514) | (60,1) |
| Financing Interest | (3,447) | (1,875) | 83,8 | (3,189) | 8,1 | (6,636) | (3,556) | 86,6 |
| Other (1) | (1,019) | (663) | 53,7 | 1,395 | (173,0) | 376 | (3,556) | (110,6) |
| Net of exchange variations | (575) | (2) | - | (16) | - | (591) | (1,003) | (41,1) |
| Net Financial Income (loss) | (5,452) | (2,097) | 160,0 | (1,834) | 197,3 | (7,286) | (5,034) | 44,7 |

Net income

In **2Q24**, the Company's Net Income totaled **R\$11.7 million**, up R\$10.5 million from 2Q23 and R\$11.9 million from 1Q24, reflecting the accounting of R\$20 million from the sale of non-operating property, plant and equipment during the period. In **1H24**, net income totaled **R\$12 million**, down 48.5% from 1H23.

Excluding non-recurring events, the Company recorded Recurring net loss¹ of **R\$343 thousand** in **2Q24** compared to Recurring net income¹ of R\$3.9 million in 2Q23. In 1H24, Recurring net income¹ was **R\$69 thousand**.

| Consolidated - R\$ thousand | 2Q24 | 2Q23 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H23 | Chg. % |
|---|----------|---------|----------|---------|---------|----------|---------|----------|
| Net income (loss) for the period | 11,690 | 1,149 | 917,4 | 241 | - | 11,931 | 23,155 | (48,5) |
| Net margin | 4,2% | 0% | 4 p.p. | 0% | 4 p.p. | 2% | 4% | - 2 p.p. |
| Non recurring Events | (18,232) | 4,114 | (543,2) | 260 | (308,9) | (17,972) | 5,827 | (408,4) |
| Restructuring | 156 | 171 | (8,7) | 256 | (103,4) | 412 | 171,0 | 141,0 |
| Expenses related to court-supervised reorganization | 619 | 426 | 45,3 | 407 | (88,9) | 1,026 | 829 | 23,8 |
| Expenses related to discontinuity of units | - | 112 | (100,0) | 306 | (132,7) | 306 | 127 | 140,9 |
| Revenue from extemporaneous credits | (131) | (1.427) | (90,8) | (1,631) | (94,4) | (1,762) | (1,427) | 23,5 |
| Sale/write-off of fixed assets | (19,898) | 54 | - | - | - | (19,898) | 650 | - |
| Other Non recurring Events | 1,021 | 4,778 | (78,6) | 922 | (108,5) | 1,943 | 5,477 | (64,5) |
| Effect of Income Tax/Social Contribution* | 6,199 | (1,399) | (543,2) | (89) | 510,3 | 6,111 | (1,981) | (408,4) |
| Deferred Income Tax and Social Contribution on Net Income | - | - | - | - | - | - | - | - |
| Adjusted Net Income/Loss | (343) | 3,864 | (108,9) | 413 | (183,2) | 69 | 27,001 | (99,7) |
| Net margin recurring | -0,1% | 1% | - 1 p.p. | 0% | - | 0% | 5% | - 5 p.p. |

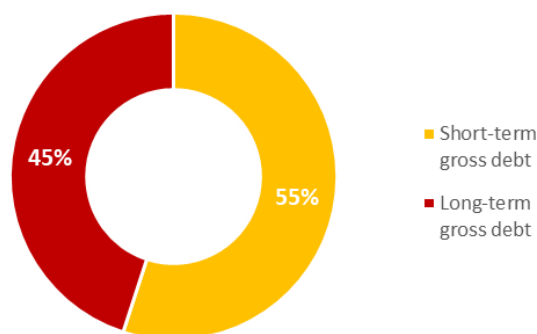
(1) Recurring net income is an indicator used by the Company excluding non-recurring events.

(*) Effect of income tax and social contribution (34%) on non-recurring events.

Debt

On **June 30, 2024**, Eternit had net debt of **R\$144 million**, a 90% increase from the end of 2Q23 and 15% from the end of 1Q24. Gross debt in **2024** totaled approximately **R\$154 million** and consisted of:

- (i) Long-term lines
 - a. Loan obtained from Banco da Amazônia (BASA) (R\$27.6 million);
 - b. Materials FINAME loan obtained from Banco Daycoval (R\$31.3 million);
 - c. CCE signed with banks Sofisa and Fibra (R\$27.3 million).
- (ii) Short-term line: Advance on Foreign Exchange Delivered (ACE) (R\$67.8 million).



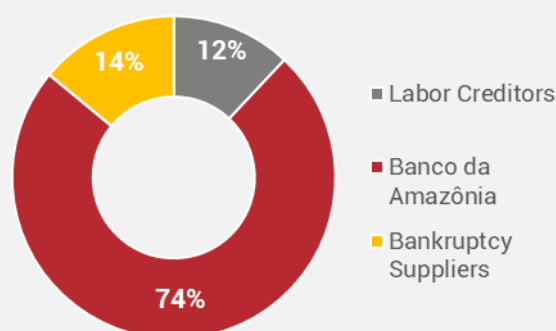
| Net (Cash) Debt - R\$ thousand | 06/30/2024 | 06/30/2023 | Chg. % | 12/31/2023 | Chg. % |
|--------------------------------|----------------|----------------|-------------|----------------|-------------|
| Short-term gross debt | 84,501 | 69,073 | 22,3 | 82,746 | 2,1 |
| Long-term gross debt | 69,151 | 56,828 | 21,7 | 59,551 | 16,1 |
| Total gross debt | 153,652 | 125,901 | 22,0 | 142,297 | 8,0 |
| (-) Cash and cash equivalents | 9,247 | 49,653 | (81,4) | 16,539 | (44,1) |
| Net (Cash) Debt | 144,405 | 76,248 | 89,4 | 125,758 | 14,8 |

Bankruptcy-Related Debt

In **2024**, the Company paid **R\$1.7 million** to bankruptcy creditors.

Therefore, bankruptcy-related debt on **June 30, 2024** totaled around **R\$37.3 million**, including the installment of US\$125,000 converted at the rate of R\$5.56: US\$1, of which:

- Class I Creditors: R\$4.6 million related to new authorized labor claims;
- Class II: R\$27.6 million borrowed from Banco da Amazônia to finance the unit in Manaus (monthly payments and fixed interest of 7% p.a.);
- Class III and IV creditors: R\$5.1 million, of which nearly R\$4.2 million relates to creditors that did not file any claim for payment, with interest no longer being levied on the outstanding balance.



| Class | Balance Approved in CSR Plan | Haircut | Payment Guarantee | New Authorized (Unauthorized) Credits | Interest / Charges | Payments made | Balance at end of period |
|---|------------------------------|-----------------|-------------------|---------------------------------------|--------------------|------------------|--------------------------|
| Class I - Labor Creditors - R\$ thousand | 6,466 | - | - | 9,178 | - | (11,068) | 4,576 |
| Class II - Creditors with Secured Claims - R\$ thousand | 36,225 | - | - | - | 12,418 | (21,095) | 27,548 |
| Class III - Unsecured Creditors | - | - | - | - | - | - | - |
| Option A - R\$ thousand | 107,672 | (17,314) | (40,400) | (1,157) | 3,570 | (48,888) | 3,483 |
| Option A - US\$ thousand | 953 | - | - | (520) | 1 | (309) | 125 |
| Option B - R\$ thousand | 84,097 | (37,839) | - | - | 3,242 | (49,500) | - |
| Option B - US\$ thousand | 1,696 | (763) | - | - | 5 | (938) | - |
| Class IV - Micro and Small Company Creditors - R\$ thousand | 4,612 | - | - | 11 | 71 | (3,736) | 958 |
| Total - R\$ thousand | 239,072 | (55,153) | (40,400) | 8,032 | 19,301 | (134,287) | 36,565 |
| Total - US\$ thousand | 2,649 | (763) | - | (520) | 6 | (1,247) | 125 |

Court-supervised reorganization

On October 18, 2023, the Company filed a petition with the 2nd Court of Bankruptcies and Court-Supervised Reorganizations of São Paulo, requesting its ratification of the First Amendment to the Court-Supervised Reorganization Plan, which intends to alter the Court-Supervised Reorganization Plan approved on May 30, 2019 exclusively with regard to Class I bankruptcy creditors. The Company also requested in the petition that, with the ratification of the First Amendment to the Court-Supervised Reorganization Plan, the conclusion of the Court-Supervised Reorganization be adjudicated in the same decision.

Notwithstanding, on November 21, 2023, for the benefit of labor creditors, the companies under Court-Supervised Reorganization Plan requested the calling of a General Meeting of Creditors (Labor) pursuant to article 36 of the Fiscal Responsibility Law to explain and approve the First Amendment. The call notice for the General Meeting of Creditors (Labor) was published on April 12, 2024, and the meeting was held on May 14, 2024 and the First Amendment was approved by the creditors.

Also, on July 24, 2024, the Prosecution Office of the State of São Paulo expressed not opposing the ratification of the First Amendment to the Court-Supervised Reorganization Plan of the Eternit Group, approved by the labor creditors on May 14, 2024, and not opposing the conclusion of the Court-Supervised Reorganization, so that, for the developments and conclusion of the Court-Supervised Reorganization the Company is only awaiting the judgment to be issued by the Court-Supervised Reorganization Judge regarding the approval of the First Amendment and the closing of the Court-Supervised Reorganization, considering that the legal deadline provided for in Article 61 of Law 11,101/05 has already elapsed and that, as attested in the records of the Court-Supervised Reorganization by the Court-Appointed Manager, the Eternit Group has been fulfilling the obligations provided for in the Court-Supervised Reorganization Plan.

Strategic Management and Investments

Eternit maintained discipline in executing its strategic planning in the 2021-2023 cycle, during which the Company's investments totaled nearly R\$500 million, which were directed to the following strategic expansion projects:

- **New fiber-cement unit in Caucaia-CE**

Implementation of the fiber-cement plant in Ceará, with initial capacity of 78,000 tons/year. The new unit was designed to be a sustainability model, aiming to strengthen Eternit's position in the North/Northeast market; its startup was in December 2023.

- **Confibra**

Acquisition of Confibra, a unit located in the city of Hortolândia, in the interior of the state of São Paulo, the largest fiber-cement roofing panels consumer market in Brazil. The acquisition represented an additional production capacity of around 168,000 tons/year; the operation was concluded in August 2022.

- **Modernization of fiber-cement units**

Modernization of fiber-cement units, resulting in the expansion of capacity of the units in Rio de Janeiro and Goiânia, totaling an additional 84,000 tons/year, with projects completed in 4Q22.

- **Expansion of Manaus Unit**

Removal of the bottleneck at the Manaus unit, which produces synthetic polypropylene fiber, an input used in the fiber-cement units, resulting in a final capacity of 18,000 tons/year (+50%). The project is expected to be concluded in 3Q24.

- **Development of solar roofing panels technology**

Development of technology for the production of solar roofing panels and implementation of a demonstration unit dedicated to the production of Eternit, Tegula, and *Solar Leaf* solar roofing panels. Technology development program in progress

In **2024**, with the strategic investments cycle virtually completed, funds were allocated only for operational continuity investments, totaling **R\$14.9 million**. In **1H24**, Investments totaled **R\$24 million**.

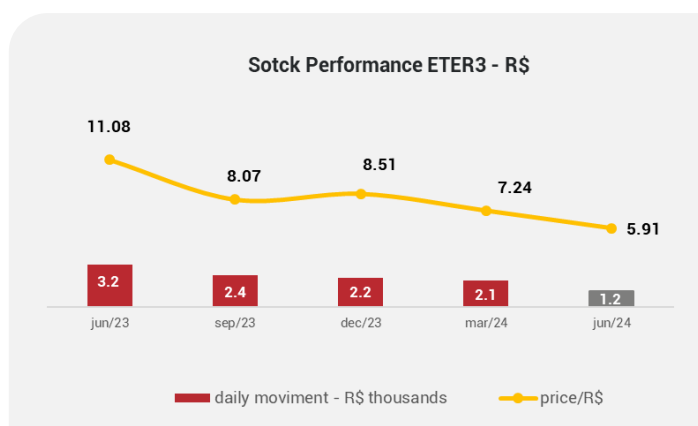
Solar roofing panels

In 2024, the Company continued to sell solar roofing tiles, totaling 119 kWp. In addition, in June, Eternit participated in the Expo Construção Offsite, a benchmark event for professionals in the national modular construction market. During the fair, Eternit held the pre-launch of Eternit *Solar Leaf*, a solar module developed to generate electricity in an efficient manner, being 80% lighter than traditional panels. Its construction without an aluminum frame makes installation easier, as no additional metal fixing structure is needed, reducing costs and installation time. The new product offers versatility for application on a variety of surfaces, including roofs, facades, *motorhomes* and modular constructions. This launch is part of Eternit's strategy to diversify its products and invest in sustainable technologies.

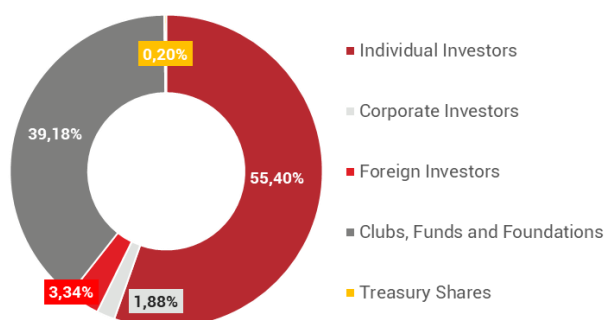


Capital Markets

At the end of 2024, the Company's shares (ETER3) were quoted at R\$5.91, thus totaling **R\$365 million** in market cap, with an average daily trading volume of R\$1.2 million.



Ownership Structure



With a highly fragmented ownership and no shareholders' agreement or controlling group, the Company has **23,343** shareholders, with individuals holding **55%** of the ownership.

In 2024, only three shareholders held more than 5% interest in the capital stock, with an aggregate interest of 40% of the total capital stock.

Visit the IR website (ri.eternit.com.br) for more information.

Events Subsequent to the Reporting Period

Court-Supervised Reorganization Process: Statement by the Prosecution Office of São Paulo

On July 24, 2024, the Company informed the market through a Material Fact that the Prosecution Office of the State of São Paulo did not oppose the ratification of the First Amendment to the Court-Supervised Reorganization Plan of the Eternit Group, approved at the General Creditors' Meeting on May 14, 2024, and did not oppose the conclusion of the Court-Supervised Reorganization, as requested by the Company, considering that the legal deadline provided for in Law 11,101/2005 has already elapsed and that, as attested in the records of the Court-Supervised Reorganization by the Court-Appointed Manager, the Eternit Group has been fully meeting the obligations provided for in the Plan.

Declaration of Interest on Equity

In accordance with the Dividends and Interest on Equity Policy approved on June 30, 2022, the Board of Directors approved on August 6, 2024, the announcement of interest on equity related to 2Q24 results, in the amount of R\$2.3 million, corresponding to a gross amount of R\$0.037 per common share, which should be paid on September 30, 2024.

Annexes

Eternit S.A. – Under Court-Supervised Reorganization

Balance Sheet

| ASSETS -R\$ THOUSAND | Parent Company | | Consolidated | |
|---|------------------|------------------|------------------|------------------|
| | 6/30/2024 | 12/31/2023 | 6/30/2024 | 12/31/2023 |
| Total current assets | 342,330 | 447,555 | 593,496 | 568,035 |
| Cash and cash equivalents | 572 | 3,948 | 9,247 | 16,539 |
| Accounts receivable | 62,939 | 58,705 | 194,723 | 179,857 |
| Inventories | 96,412 | 83,301 | 180,830 | 168,259 |
| Taxes recoverable | 6,733 | 24,985 | 116,024 | 140,904 |
| Deferred income tax and social contribution | 1,850 | 1,850 | 1,850 | 1,850 |
| Related parties | 132,522 | 256,195 | - | - |
| Prepaid expenses | 2,098 | 2,433 | 33,423 | 27,187 |
| Receivables from sale of real estate | 20,500 | - | 20,500 | - |
| Other current assets | 18,704 | 16,138 | 36,899 | 33,439 |
| Total non-current assets | 753,923 | 645,777 | 723,483 | 732,331 |
| Judicial deposits | 12,576 | 8,294 | 17,379 | 12,778 |
| Taxes recoverable | 1,798 | 2,227 | 2,158 | 22,597 |
| Deferred income tax and social contribution | 75,818 | 77,675 | 67,566 | 64,712 |
| Related parties | 3,849 | 4,044 | - | - |
| Other non-current assets | 139 | 139 | 1,844 | 1,844 |
| Investments | 493,593 | 385,609 | - | - |
| Right-of-use assets | - | - | 16,871 | 16,069 |
| Fixed assets | 166,094 | 167,666 | 542,167 | 535,283 |
| Intangible assets | 56 | 123 | 75,498 | 79,048 |
| Total assets | 1.096,253 | 1.093,332 | 1.316,979 | 1.300,366 |

| LIABILITIES AND EQUITY - R\$ THOUSAND | Parent Company | | Consolidated | |
|--|------------------|------------------|------------------|------------------|
| | 6/30/2024 | 12/31/2023 | 6/30/2024 | 12/31/2023 |
| Total current liabilities | 142,671 | 151,033 | 295,181 | 296,283 |
| Suppliers | 32,156 | 28,450 | 71,354 | 75,981 |
| Loans and financing | 10,093 | 9,528 | 84,501 | 82,746 |
| Related parties | 31,512 | 32,221 | - | - |
| Personnel expenses | 20,879 | 19,878 | 35,454 | 31,852 |
| Dividends of interest on equity | 12,177 | 24,845 | 12,213 | 24,881 |
| Taxes, charges and contributions payable | 9,869 | 11,126 | 25,519 | 20,730 |
| Provision for post-employment benefits | 3,227 | 3,227 | 6,927 | 6,927 |
| Lease obligations | - | - | 3,607 | 3,607 |
| Other current liabilities | 22,758 | 21,758 | 55,606 | 49,559 |
| Total non-current liabilities | 174,810 | 172,602 | 242,861 | 234,277 |
| Loans and financing | 21,247 | 23,747 | 69,151 | 59,551 |
| Related parties | 21,471 | 22,981 | - | - |
| Taxes, charges and contributions payable | 1,935 | 2,406 | 13,677 | 14,477 |
| Personnel expenses | 4,270 | 5,681 | 4,506 | 5,930 |
| Provisions for tax, civil and labor risks | 52,104 | 49,716 | 70,493 | 68,817 |
| Provision for post-employment benefits | 29,862 | 29,970 | 61,031 | 61,119 |
| Provision for decommissioning of mine | - | - | 10,405 | 11,756 |
| Provision for investment losses | 43,921 | 38,101 | - | - |
| Lease obligations | - | - | 13,598 | 12,627 |
| Other non-current liabilities | - | - | - | - |
| Equity attributable to controlling shareholders | 778,772 | 769,697 | 778,772 | 769,697 |
| Share capital | 438,082 | 438,082 | 438,082 | 438,082 |
| Capital reserves | 88,944 | 85,481 | 88,944 | 85,481 |
| Treasury shares | (1,121) | (590) | (1,121) | (590) |
| Accumulated Profit/Loss | - | - | - | - |
| Other comprehensive income (loss) | (9,937) | (9,937) | (9,937) | (9,937) |
| Total equity | 778,772 | 769,697 | 778,937 | 769,806 |
| Non-controlling interests | - | - | 165 | 109 |
| Total liabilities and equity | 1.096,253 | 1.093,332 | 1.316,979 | 1.300,366 |

Income Statement (Parent Company)

| R\$ thousand | 2024 | 2023 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H23 | Chg. % |
|---|-----------|-----------|----------|-----------|----------|-----------|-----------|----------|
| Net revenue | 142,441 | 149,850 | (4,9) | 142,913 | (0,3) | 285,354 | 320,698 | (11,0) |
| Costs of goods and services sold | (127,743) | (121,055) | 5,5 | (119,589) | 6,8 | (247,332) | (255,328) | (3,1) |
| Gross profit | 14,698 | 28,795 | (49,0) | 23,324 | (37,0) | 38,022 | 65,370 | (41,8) |
| Gross margin | 10% | 19% | - 9 p.p. | 16% | - 6 p.p. | 13% | 20% | - 7 p.p. |
| Operating revenues (expenses) | (8,241) | (25,814) | (68,1) | (25,580) | (67,8) | (33,821) | (52,836) | (36,0) |
| Selling expenses | (13,233) | (12,779) | 3,6 | (11,993) | 10,3 | (25,226) | (25,586) | (1,4) |
| General and administrative | (12,051) | (13,122) | (8,2) | (10,612) | 13,6 | (22,663) | (25,317) | (10,5) |
| Other operating revenues (expenses), net | 17,043 | 87 | - | (2,975) | (672,9) | 14,068 | (1,933) | (827,8) |
| Income (Loss) before equity pick-up (EBIT) | 6,457 | 2,981 | 116,6 | (2,256) | (386,2) | 4,201 | 12,534 | (66,5) |
| EBIT margin | 5% | 2% | 3 p.p. | -2% | 7 p.p. | 1,5% | 4% | - 3 p.p. |
| Equity pick-up | 9,620 | 276 | - | 2,820 | 241,1 | 12,440 | 15,369 | (19,1) |
| Operating income (loss) before financial result | 16,077 | 3,257 | 393,6 | 564 | - | 16,641 | 27,903 | (40,4) |
| Net financial income (loss) | (2,148) | (4,026) | (46,6) | (708) | 203,4 | (2,856) | (6,586) | (56,6) |
| Income (Loss) before income tax and social contribution | 13,929 | (769) | - | (144) | - | 13,785 | 21,317 | (35,3) |
| Current income tax and social contribution | - | 96 | (100,0) | - | - | - | - | - |
| Deferred income tax and social contribution | (2,240) | 1,806 | (224,0) | 383 | (684,9) | (1,857) | 1,806 | (202,8) |
| Net income (loss) for the period | 11,689 | 1,133 | 931,7 | 239 | - | 11,928 | 23,123 | (48,4) |
| Net margin | 8% | 1% | 7 p.p. | 0% | 8 p.p. | 4% | 7% | - 3 p.p. |

Income Statements (Consolidated)

| R\$ thousand | 2024 | 2023 | Chg. % | 1Q24 | Chg. % | 1H24 | 1H3 | Chg. % |
|---|-----------|-----------|----------|-----------|--------|-----------|-----------|----------|
| Net revenue | 276,460 | 259,585 | 6,5 | 266,666 | 3,7 | 543,126 | 555,961 | (2,3) |
| Costs of goods and services sold | (218,576) | (192,671) | 13,4 | (211,217) | 3,5 | (429,793) | (405,523) | 6,0 |
| Gross profit | 57,884 | 66,914 | (13,5) | 55,449 | 4,4 | 113,333 | 150,438 | (24,7) |
| Gross margin | 21% | 26% | - 5 p.p. | 21% | - | 21% | 27% | - 6 p.p. |
| Operating revenues (expenses) | (36,210) | (64,195) | (43,6) | (50,520) | (28,3) | (86,730) | (116,302) | (25,4) |
| Selling expenses | (28,824) | (35,072) | (17,8) | (25,033) | 15,1 | (53,857) | (59,432) | (9,4) |
| General and administrative | (26,264) | (30,515) | (13,9) | (23,068) | 13,9 | (49,332) | (54,245) | (9,1) |
| Other operating revenues (expenses), net | 18,878 | 1,392 | - | (2,419) | - | 16,459 | (2,625) | - |
| Income (Loss) before equity pick-up (EBIT) | 21,674 | 2,719 | - | 4,929 | - | 26,603 | 34,136 | (22,1) |
| EBIT margin | 8% | 1% | 7 p.p. | 2% | 6 p.p. | 5% | 6% | - 1 p.p. |
| Net financial income (loss) | (5,452) | (2,097) | 160,0 | (1,834) | 197,3 | (7,286) | (5,034) | 44,7 |
| Income (Loss) before income and social contribution taxes | 16,222 | 622 | - | 3,095 | - | 19,317 | 29,102 | (33,6) |
| Current income tax and social contribution | (6,150) | (2,108) | 191,7 | (4,090) | 50,4 | (10,240) | (13,336) | (23,2) |
| Deferred income tax and social contribution | 1,618 | 2,635 | (38,6) | 1,236 | 30,9 | 2,854 | 7,389 | (61,4) |
| Net income (loss) for the period | 11,690 | 1,149 | - | 241 | - | 11,931 | 23,155 | (48,5) |
| Net margin | 4% | 0% | 4 p.p. | 0% | 4 p.p. | 2% | 4% | - 2 p.p. |

Statement Of Cash Flows

| R\$ thousand - Accrued | Parent Company | | Consolidated | |
|--|-----------------|-----------------|-----------------|-----------------|
| | 06/30/2024 | 06/30/2023 | 06/30/2024 | 06/30/2023 |
| Cash flows from operating activities | | | | |
| Income (Loss) before income and social contribution taxes | 13,785 | 21,317 | 19,317 | 29,102 |
| Reconciliation of earnings before income tax and social contribution to net cash provided by operations: | | | | |
| Equity pick-up | (12,440) | (15,369) | - | - |
| Depreciation and amortization | 9,239 | 7,818 | 23,922 | 18,119 |
| Gain (Loss) on write-off of fixed and intangible assets | 600 | 312 | 1,155 | 636 |
| Allowance for doubtful accounts | 678 | 2,183 | 1,036 | 10,253 |
| Allowance for inventory write down to net realizable value | 1,596 | (315) | 1,827 | 1,420 |
| Estimated impairment losses | - | - | (3,559) | (1,868) |
| Provisions for tax, civil and labor risks | 2,388 | 2,919 | 1,676 | (1,290) |
| Provision for post-employment benefits | (108) | (15) | (88) | (238) |
| Provision for decommissioning of mine | - | - | (1,351) | (2,517) |
| Financial charges and monetary and exchange variations | 2,477 | 1,054 | 5,472 | 6,158 |
| | 18,215 | 14,066 | 49,407 | 59,775 |
| Increase (decrease) in operating liabilities: | | | | |
| Accounts receivable | (4,912) | 1,751 | (9,179) | 28,766 |
| Related parties | 34,091 | 60,930 | - | - |
| Inventories | (14,707) | (9,179) | (14,398) | (14,925) |
| Taxes recoverable | 18,681 | (1,473) | 43,724 | (10,770) |
| Judicial deposits | (4,282) | 199 | (4,601) | 194 |
| Other assets | (2,231) | (2,003) | (9,701) | 3,565 |
| Increase (decrease) in operating liabilities: | | | | |
| Suppliers | 3,636 | (1,725) | (5,639) | 7,616 |
| Related parties | (2,219) | 4,301 | - | - |
| Taxes, charges and contributions payable | (2,068) | (3,412) | (4,139) | (4,232) |
| Personnel expenses | (410) | (2,344) | 2,178 | 3,710 |
| Other liabilities | 1,000 | (38,032) | 6,047 | (54,058) |
| | 44,794 | 23,079 | 53,699 | 19,641 |
| Interest paid | - | (368) | - | - |
| Income tax and social contribution paid | - | (107) | (856) | (7,762) |
| | 44,794 | 22,604 | 52,843 | 11,879 |
| Net cash provided by (used in) operating activities | | | | |
| Cash flows from investing activities | | | | |
| Additions to fixed and intangible assets | (8,200) | (8,039) | (23,998) | (94,430) |
| | (8,200) | (8,039) | (23,998) | (94,430) |
| Net cash used in investing activities | | | | |
| Cash flow from financing activities | | | | |
| Loans and financing raised | - | 2,619 | 201,410 | 61,794 |
| Amortization of loans and financings | (4,342) | (1,249) | (200,111) | (21,923) |
| Payments of dividends and interest on equity | (14,597) | (17,992) | (14,597) | (17,992) |
| Lease obligations | - | - | (1,808) | (1,728) |
| Treasury shares | (531) | (416) | (531) | (416) |
| | (19,470) | (17,038) | (15,637) | 19,735 |
| Net cash generated by financing activities | | | | |
| | (3,376) | (2,473) | (7,292) | (62,816) |
| Increase (Reduction) in cash and cash equivalents | | | | |
| At the beginning of the period | 3,948 | 3,485 | 16,539 | 112,469 |
| At the end of the period | 572 | 1,012 | 9,247 | 49,653 |
| | (3,376) | (2,473) | (7,292) | (62,816) |