

São Paulo, Brazil, November, 9<sup>th</sup> 2017 - Metalfrio Solutions S.A. (FRIO3) (“Metalfrio”), one of the world’s largest manufacturers of plug-in commercial refrigeration equipment, announces its results for the third quarter of 2017 (“3Q17”). Financial and operational information given is in accordance with international accounting standards (IFRS), in Brazilian Reals (R\$). Comparisons are with the third quarter of 2016 (“3Q16”) or as indicated.

### 3Q17 Highlights

- ❄ 3Q17 net revenues up 22.2% to R\$223.8 million compared to the corresponding prior year period; 9 month revenues down 8.3% to R\$727.3 million
- ❄ Gross Profit up 28.1% in 3Q17 to R\$31.3 million, and down 8.6% to R\$112.6 million for the 9 month period
- ❄ Adjusted EBITDA for the quarter up 14.7% at R\$15.3 million (3Q16: R\$13.3 million) and at R\$66.0 million for the 9 month period (9M16: R\$76.9 million)
- ❄ Net Profit of R\$20.2 million in 3Q17 (3Q16: Net Loss of R\$6.7 million) and R\$1.1 million for the 9 month period (9M16: R\$35.5 million)
- ❄ Net debt of R\$417.6 million, versus R\$330.1 million at 3Q16 and R\$315.9 million at year end 2016.

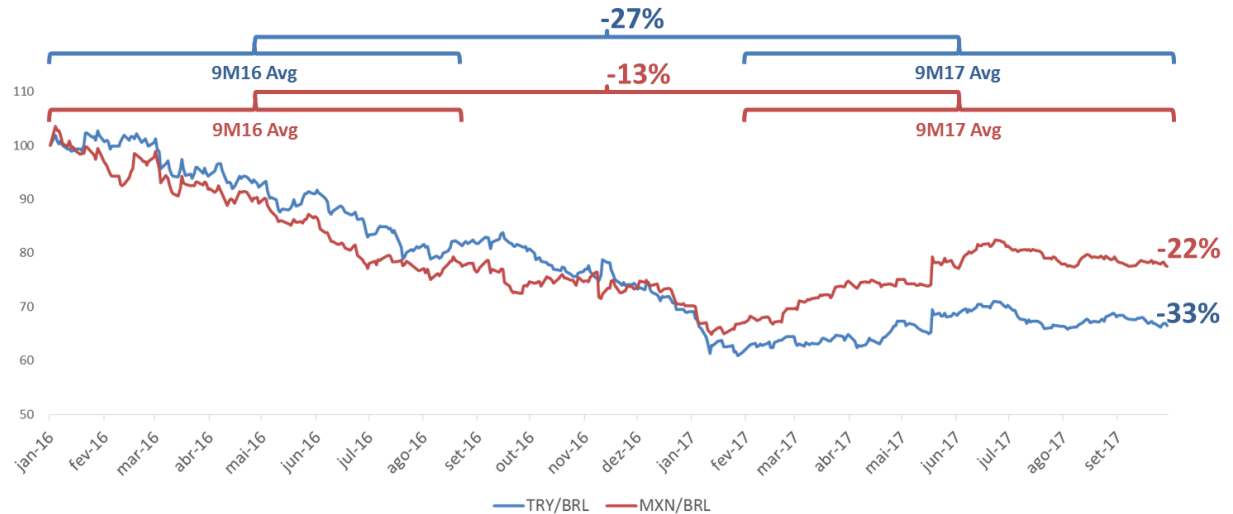
Commenting on the results, President & CEO Petros Diamantides said:

*“We are pleased to deliver a resilient third quarter with growth in Sales and Gross Profit and improved EBITDA and Net Profit. Despite the continued currency headwinds, mainly in Turkey, the Sales growth across all our Geographies, underpinned by our global market positions and strong and long-lasting relationships with our customers.*

*We continue to evolve the relationship with our customer base through our solid track record for value addition and innovation whilst our ability to identify and maintain efficiencies within the company is even more focused and effective.*

*For the rest of this year we remain cautiously optimistic that in the current volatile macroeconomic environment, we shall be able to maintain a steady course and the sales momentum, since the shift in the demand profile continues to favour the second half ”.*

(R\$ million)	3Q17	3Q16	% Var	9M17	9M16	% Var
Net Revenues	223.8	183.2	22.2	727.3	793.3	(8.3)
Gross Profit	31.3	24.5	28.1	112.6	123.2	(8.6)
<i>Gross Margin</i>	<b>14.0%</b>	<b>13.4%</b>		<b>15.5%</b>	<b>15.5%</b>	
Op. Profit	8.5	4.7	80.5	43.1	50.9	(15.3)
Adj. EBITDA	15.3	13.3	14.7	66.0	76.9	(14.2)
<i>Adj. EBITDA Margin</i>	<b>6.8%</b>	<b>7.3%</b>		<b>9.1%</b>	<b>9.7%</b>	



## Outlook

Metalfrio believes that the better trading momentum over the course of the second half of the year should sustain its underlying profitability for full year 2017 driven by its superior focus on customer engagement and operational efficiencies across its global operations.

Metalfrio will continue to prioritise customer value-creation, ensuring that it provides innovative, market-leading solutions that enable its customers to meet current and future challenges. Metalfrio has built a strong and unique position in its key markets, and will focus on developing its superior after sales services offer. This constitutes a key differentiator in the value chain proposition for customers, further complimenting the company's well invested, and well located, global production hubs. The recent production capacity increase in Turkey, together with the efficiency gains in Brazil and R&D developments in Mexico, is expected to facilitate further market share gains in our existing geographies, whilst also pursuing commercial expansion in new and exciting growth markets with low Metalfrio presence.

Metalfrio applies a strong level of financial discipline on capital allocation and working capital improvements, as well as active margin management to improve the resilience of earnings and cash flow throughout the course of the economic cycle. Despite the adverse movements in currencies, Metalfrio is committed to deleveraging its medium term balance sheet through working capital and Capex optimisation.

## Subsequent Events

On October 2<sup>nd</sup>, 2017 Metalfrio received a letter from its Controlling Shareholder announcing his intention to, directly or through controlled companies, acquire the shares of Metalfrio's non-controlling shareholders, through a unified public tender offer for the cancelation of Metalfrio's publicly-traded company registration and withdrawal from B3 S.A - BRASIL, BOLSA, BALCÃO's Novo Mercado segment.

## Net Revenue

Consolidated Net Revenues in 3Q17 grew by 22.2% to R\$223.8 million (R\$240.1 million on a currency neutral basis) compared to R\$183.2 million in 3Q16, driven by expansion in all Geographies. In the 9M17 Net Revenues stood at R\$ 727.3 million (R\$840.1 million on a currency neutral basis) against R\$ 793.3 million in the previous year, largely due to exchange rate movements and the shift in demand pattern.

(R\$ million)	3Q17	3Q16	% Var	9M17	9M16	% Var
<i>Americas</i>	<b>140.6</b>	<b>116.9</b>	<b>18.5</b>	<b>394.6</b>	<b>424.6</b>	<b>(7.1)</b>
<i>Europe</i>	<b>83.2</b>	<b>64.6</b>	<b>28.9</b>	<b>332.7</b>	<b>368.7</b>	<b>(9.8)</b>

### Americas

Revenues in the Americas increased by 18.5% in the third quarter, to R\$140.6 million, but are 7.1% lower at R\$394.6 million for the 9M17. Sales in Brazil experienced an improvement of 24.7% in the third quarter due to stronger demand in the second half of the year whilst Mexico posted a 13.9% growth despite the deterioration of the Mexican Peso which declined on average 13.4% versus the Brazilian Real in 2017 (9M17 vs 9M16). Mexico continues to gain market share in the region behind innovative R&D development, lifecycle penetration and overall expansion in export.

Market conditions in Brazil started a timid rebound after several months of economic depression, which contribute positively for the Revenues increase. It is worth noting that the effort and progress in the Distributors channel and new contracts in Lifecycle allowed us to be more prepared for the economic recovery.

Mexico delivered good underlying volume behind market share gains with local currency revenue increase of 11.1% for the quarter. Importantly, Mexico continues to gain new accounts in the region with notable Lifecycle contracts and reaping the benefits of innovation by gaining new customers in Mexico whilst increasing Exports.

### Europe

Europe registered growth of 28.9% to R\$83.2 million in the third quarter as Turkey continued the growth evidenced in the last quarter, with Revenues up 53.8% in local currency when compared with the same quarter of last year. Nevertheless the 3Q17 growth was reduced to 26.6% when converted to Brazilian Reais due to the devaluation of 17.8% of Turkish Lira. For the nine months Revenues are down by 10.3% however in local currency are up by 24.3%.

Russia presented a growth of 98.3% in Revenues during 3Q17 vs last year comparable period as some Sales shifted to the third quarter this year. For the nine month Revenues are up 5.4% vs the comparable period.

### Gross Profit (R\$ million) & Gross Margin

In the 3Q17 Gross Margin improved to 14.0% (R\$ 31.3 million) against 13.4% (R\$ 24.5 million) in the previous year, benefiting from the positive operational leverage and productivity gains. In 9M17 Gross Margin was stable compared with the previous year despite revenues contracting by 8.3%, underpinning the ability to adjust costs to the prevailing conditions.

### Operating Expenses (SG&A)

SG&A decreased by 143 bps for the quarter but continue to be higher by 98bps in 9M17, compared to previous year comparable period.

### Consolidated EBITDA & EBITDA Margin

**Adjusted EBITDA** grew by 14.7% reaching R\$15.3 million in 3Q17 (3Q16 at R\$13.3 million), registering a historical high for the seasonally-weak third quarter sustained by the sales rebound due to the shift in demand patterns. In 9M17 Adjusted EBITDA margin decreased 62bps to R\$66.0 million vs R\$76.9 million for the comparable period.

### Reconciliation of consolidated EBITDA and Adjusted EBITDA

Consolidated EBITDA (R\$ million)	3Q16	4Q16	1Q17	2Q17	3Q17
Operating result	4,7	6,2	13,5	21,1	8,5
Depreciation and amortization	7,0	7,1	6,7	7,2	7,2
<b>EBITDA</b>	<b>11,7</b>	<b>13,3</b>	<b>20,1</b>	<b>28,3</b>	<b>15,7</b>
Layoffs (i)	1,6	0,4	0,0	0,7	0,3
Other extraordinary expenses (ii)	0,0	0,0	0,0	1,6	-0,7
<b>Adjusted EBITDA</b>	<b>13,3</b>	<b>13,7</b>	<b>20,1</b>	<b>30,6</b>	<b>15,3</b>

- i. Layoffs: The adjustment refers to restructuring charges related to efficiency projects at the Tres Lagoas, VSA/Pernambuco plants and Sao Paulo office, where certain positions were consolidated allowing further headcount reduction.
- ii. Extraordinary one-time expenses in 2017 is related to a tax installment agreement from prior years.

## Financial Result

**Net Finance items** improved to positive R\$12.7 million in 3Q17 vs negative R\$9.7 million in 3Q16. This reflected the currency movements effect, mostly on our debt and market movements on our securities.

(R\$ Mn)	3Q16	3Q17	Chg. 17/16	9M16	9M17	Chg. 17/16
Result with cash investments	4,0	5,0	23%	12,8	14,3	12%
Securities Value Change	10,6	17,6	66%	26,4	6,7	nm
Other financial income	0,6	0,3	-49%	2,4	2,8	18%
<b>Interest and Other Income</b>	<b>15,2</b>	<b>22,8</b>	<b>50%</b>	<b>41,6</b>	<b>23,8</b>	<b>-43%</b>
Interest on loans and financing	-8,2	-12,1	48%	-23,1	-31,6	37%
Securities Value Change	0,0	0,0	nm	0,0	0,0	nm
Other financial expenses	-7,3	-4,4	-40%	-24,9	-24,1	-3%
<b>Interest and Other Expenses</b>	<b>-15,5</b>	<b>-16,5</b>	<b>7%</b>	<b>-48,0</b>	<b>-55,7</b>	<b>16%</b>
<b>Hedge Operations Result</b>	<b>1,5</b>	<b>-1,1</b>	<b>nm</b>	<b>-37,2</b>	<b>-0,9</b>	<b>nm</b>
<b>Net FX Variation</b>	<b>-10,9</b>	<b>7,5</b>	<b>nm</b>	<b>39,4</b>	<b>-6,9</b>	<b>nm</b>
<b>Net Financial Result</b>	<b>-9,7</b>	<b>12,7</b>	<b>nm</b>	<b>-4,2</b>	<b>-39,7</b>	<b>836%</b>

## Net Profit/Loss

In the 3Q17 we registered a **Net Profit of** R\$20.2 million, versus a Net loss of R\$6.7 million in the previous year. In the 9M17, Net profit was R\$1.1 million, versus R\$35.5 million Net Profit in 9M16.

## Working Capital

In the 3Q17 working capital less financial assets and liabilities, reached R\$164.5 million compared with R\$103.7 million at the end of 3Q16, which is explained by the higher sales level that impacts our working capital needs. The operational cash cycle in the 3Q17 was 60 days, one day below 3Q16 level and 23 days higher than the 4Q16.

WORKING CAPITAL (R\$ million)	3Q16	4Q16	1Q17	2Q17	3Q17	Chg. 3Q17/ 3Q16	Chg. 3Q17/ 4Q16
<b><u>Current assets:</u></b>							
Cash and equivalents, bonds and securities	329,1	409,0	379,8	447,2	385,3	56,1	-23,8
Accounts receivable	142,9	130,9	178,4	226,2	201,3	58,3	70,4
Inventory	161,9	134,4	194,3	178,1	181,3	19,5	47,0
Other	28,1	29,0	45,6	44,3	41,3	13,1	12,2
<b>A) Total</b>	<b>662,0</b>	<b>703,3</b>	<b>798,1</b>	<b>895,8</b>	<b>809,2</b>	147,1	105,9
<b>B) Current assets (less fin. assets)</b>	<b>332,9</b>	<b>294,3</b>	<b>418,3</b>	<b>448,6</b>	<b>423,9</b>	91,0	129,6
<b><u>Current liabilities:</u></b>							
Accounts payable	156,0	158,9	220,1	220,5	196,4	40,4	37,4
ST debt	246,1	283,7	551,0	657,3	520,5	274,3	236,7
Other	73,2	73,7	66,4	65,5	63,0	-10,2	-10,7
<b>C) Total</b>	<b>475,3</b>	<b>516,4</b>	<b>837,6</b>	<b>943,3</b>	<b>779,8</b>	304,5	263,4
<b>D) Current liabilities (less fin. liab.)</b>	<b>229,2</b>	<b>232,6</b>	<b>286,6</b>	<b>286,0</b>	<b>259,4</b>	30,2	26,7
<b>Working capital (B-D)</b>	<b>103,7</b>	<b>61,6</b>	<b>131,7</b>	<b>162,6</b>	<b>164,5</b>	60,8	102,9
Days of receivables	58	49	73	56	67	9	18
Days of inventory	92	63	106	62	85	-7	22
Days of suppliers	88	75	120	77	92	3	17
<b>Cash cycle</b>	<b>61</b>	<b>37</b>	<b>59</b>	<b>41</b>	<b>60</b>	-1	23
Current liquidity (A/C)	1.4x	1.4x	1x	0,9x	1x	n/a	n/a

### **Accounts Receivable**

In 3Q17 accounts receivable from customers reached R\$201.3 million an increase of R\$58.3 million when compared to 3Q16 (R\$142.9 million) and an increase of R\$ 70.4 million when compared to 4Q16 (R\$130.9 million). Accounts receivable in terms of days were up 9 days when compared to 3Q16, at 58 days and up 18 days when compared to 49 days in the end of 4Q16.

### **Inventories**

In 3Q17 inventories reached R\$181.3 million and were up R\$19.5 million when compared to 3Q16 (R\$161.9 million) and up R\$ 47.0 million when compared to 4Q16. Inventory in number of days at 85 at the end of 3Q17 was 7 days lower vs 92 days at the end of 3Q16 but 22 days higher when compared to 63 days in the end of 4Q16 given the demand pattern shift.

### **Accounts Payable**

In 3Q17 supplier outstanding payables were up R\$40.4 million at R\$196.4 million when compared with R\$156.0 million in 3Q16 and were also higher by R\$ 37.4 million when compared to 4Q16 (R\$158.9 million). Payables days were up 3 days to 92 days when compared to 3Q16 and higher 17 days when compared to 4Q16 (75 days).

## Investments

### Fixed assets

In 3Q17 net property, plant and equipment was R\$181.1 million, R\$4.2 million higher than 3Q16 and R\$2.1 million higher than 4Q16 (R\$ 179.1 million).

### Intangible assets

In 3Q17 total intangible assets reached R\$151.9 million, increased R\$0.2 million from R\$151.7 million at 3Q16 and also increased R\$2.4 million when compared to R\$ 149.5 million in 4Q16.

FIXED ASSETS (R\$ million)	3Q16	4Q16	1Q17	2Q17	3Q17	Chg. 3Q17/ 3Q16	Chg. 3Q17/ 4Q16
Net PP&E	177,0	179,1	181,9	187,3	<b>181,1</b>	+4,2	+2,1
Intangibles	151,7	149,5	149,9	152,7	<b>151,9</b>	+0,2	+2,4
<b>Total</b>	<b>328,7</b>	<b>328,5</b>	<b>331,8</b>	<b>340,0</b>	<b>333,1</b>	<b>+4,4</b>	<b>+4,5</b>

## Capitalization and Liquidity

In 3Q17 cash and cash equivalents (including marketable securities) reached R\$385.3 million, compared to R\$329.1 million at 3Q16. Gross debt at 3Q17 was R\$802.8 million compared with R\$659.2 million in 3Q16.

**Net debt** in 3Q17 reached R\$417.6 million compared to R\$330.1 million in the previous year.

LIQUIDITY INDICATORS (R\$ million)	3Q16	4Q16	1Q17	2Q17	3Q17	Chg. 3Q17/ 3Q16	Chg. 3Q17/ 4Q16
<b>Cash and equivalents, bonds and securities</b>	<b>329,1</b>	<b>409,0</b>	<b>379,8</b>	<b>447,2</b>	<b>385,3</b>	<b>56,1</b>	<b>-23,8</b>
Short term debt (ST)	246,1	283,7	551,0	657,3	<b>520,5</b>	274,3	236,7
Long term debt (LT)	413,1	441,2	197,7	222,5	<b>282,4</b>	-130,7	-158,8
USD denominated debt	451,1	454,6	483,9	547,0	<b>499,4</b>	48,3	44,8
BRL denominated debt	11,4	10,5	9,6	29,8	<b>27,8</b>	16,4	17,3
Euro denominated debt	196,8	259,8	254,3	303,0	<b>275,6</b>	78,9	15,8
Other Currencies	0,0	0,0	1,0	0,0	<b>0,0</b>	0,0	0,0
<b>Gross debt</b>	<b>659,2</b>	<b>725,0</b>	<b>748,8</b>	<b>879,8</b>	<b>802,8</b>	<b>143,6</b>	<b>77,9</b>
<b>Net cash / (Net debt)</b>	<b>-330,1</b>	<b>-315,9</b>	<b>-369,0</b>	<b>-432,5</b>	<b>-417,6</b>	<b>-87,5</b>	<b>-101,6</b>
<b>Shareholders' equity (Equity)</b>	<b>150,4</b>	<b>121,8</b>	<b>139,8</b>	<b>116,0</b>	<b>126,1</b>	<b>-24,3</b>	<b>4,3</b>
Cash and equiv. / ST debt	1.3x	1.4x	0,7x	0,7x	<b>0,7x</b>	n/a	n/a
ST debt / (ST + LT)	37,3%	39,1%	73,6%	74,7%	<b>64,8%</b>	n/a	n/a
Net cash (Net debt) / Equity	-2,2x	-2,6x	-2,6x	-3,7x	<b>-3,3x</b>	n/a	n/a
Net debt / (Net debt + Equity)	68,7%	72,2%	72,5%	78,9%	<b>76,8%</b>	n/a	n/a

In 3Q17 short-term debt was R\$520.5 million compared to R\$246.1 million at 3Q16 with long term debt as a percentage of total debt down from 62.7% in 3Q16 to 35.2% in 3Q17.

**Shareholders' equity**

Shareholders' equity at 3Q17 was R\$126.1 million, which compares to R\$121.8 million at 4Q16.



**CONFERENCE CALL – 3Q17 – Metalfrio  
November 10th 2017**

**Português**

16h30 (Horário de Brasília )

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## Other Information

### Management Statement

In accordance with article 25 of Instruction 480/2009 of the CVM (Brazilian Securities Commission – Comissão de Valores Mobiliários), the Company's Management states it has discussed, revised and agreed with the Independent Auditor's Opinion and with the accounting statements relative to the business by September 30<sup>th</sup>, 2017.

### Relationship with external auditors

In accordance with Instruction 381/2003 of the CVM (Brazilian Securities Commission – Comissão de Valores Mobiliários), we report that during the third quarter of 2017 we did not hire our Independent Auditors for services not related to external auditing.

The Company policy for hiring independent auditing services assures there are no conflict of interests, loss of independency or objectivity for services eventually rendered by independent auditors not related to external auditing.

### Commitment Clause

The Company, its shareholders, administrators and members of its Tax Board, if installed, are responsible for solving, through arbitration, any and every dispute or controversy that might arise among them, related or resulting, specially, of application, validity, effectiveness, interpretation, violation and its effects, of provisions set forth in the Business Corporation Act, the Company's Bylaws, in the rules edited by CMN, by the Central Bank of Brazil and by CVM, as well as in other rules applicable to operation of general capital markets, besides those included in the Regulation of *Novo Mercado*, Agreement for Participation in *Novo Mercado* and Arbitration Regulation.

### Disclaimer

Information in this report on performance that is not directly derived from the financial statements, such as, for example, information on the market, quantities produced and sold, production capacity, and the calculation of EBITDA and adjusted EBITDA has not been revised by our external auditors.

We make forward-looking statements that are subject to risks and uncertainties. These statements are based on our Management's beliefs and assumptions and information to which the company currently has access. Forward-looking statements include information about our present intentions, beliefs or expectations, and those of the members of the company's Board of Directors, and Executive Officers. Reservations in relation to statements and information about the future also include information about possible or presumed operational results, and also statements that are preceded, followed by or include the words "believe", "may", "will",

“continue”, “expect”, “forecast”, “intend”, “plan”, “estimate”, or similar expressions. Statements and information about the future are not guarantees of performance. They involve risks, uncertainties and suppositions because they refer to future events, and thus depend on circumstances which may or may not occur. Future results and the creation of value for stockholders may differ significantly from those expressed or suggested by forward-looking statements. Many of the factors that will determine these results and amounts are beyond Metalfrio’s capacity to control or forecast.

Consolidated Income Statement – 3<sup>rd</sup> Quarter

(R\$ mn)	3Q17	% Revenues	3Q16	% Revenues	Var. 3Q17 vs. 3Q16 (%)
NET REVENUES	223,8	100,0%	183,2	100,0%	22,2%
Cost of goods	(192,4)	-86,0%	(158,7)	-86,6%	21,3%
<b>GROSS PROFIT</b>	<b>31,3</b>	<b>14,0%</b>	<b>24,5</b>	<b>13,4%</b>	<b>28,1%</b>
<b>OPERATING INCOMES (EXPENSES)</b>					
Selling expenses	(19,8)	-8,8%	(17,0)	-9,3%	16,5%
Administrative and general expenses	(11,2)	-5,0%	(11,0)	-6,0%	1,9%
Other operating income	8,2	3,6%	8,2	4,5%	-0,9%
<b>RESULTS BEFORE NET FINANCIAL</b>	<b>8,5</b>	<b>3,8%</b>	<b>4,7</b>	<b>2,6%</b>	<b>80,5%</b>
<b>NET FINANCIAL RESULT</b>					
Financial expenses	(19,3)	-8,6%	(19,8)	-10,8%	-2,7%
Financial income	24,4	10,9%	21,0	11,5%	16,2%
Net exchange variation	7,5	3,4%	(10,9)	-6,0%	-168,7%
<b>RESULTS BEFORE TAXES</b>	<b>21,2</b>	<b>9,5%</b>	<b>(5,0)</b>	<b>-2,7%</b>	<b>-525,1%</b>
<b>INCOME AND SOCIAL CONTRIB. TAXES</b>					
Current	0,5	0,2%	0,2	0,1%	196,0%
Deferred	(1,4)	-0,6%	(1,9)	-1,0%	-26,1%
<b>NET RESULT FOR THE PERIOD</b>	<b>20,2</b>	<b>9,0%</b>	<b>(6,7)</b>	<b>-3,7%</b>	<b>-400,1%</b>

Consolidated Income Statement – 9M17

(R\$ mn)	2017	% Revenues	2016	% Revenues	Var. 2017 vs. 2016 (%)
NET REVENUES	727,3	100,0%	793,3	100,0%	-8,3%
Cost of goods	(614,7)	-84,5%	(670,0)	-84,5%	-8,3%
GROSS PROFIT	112,6	15,5%	123,2	15,5%	-8,6%
OPERATING INCOMES (EXPENSES)					
Selling expenses	(57,0)	-7,8%	(56,7)	-7,1%	0,6%
Administrative and general expenses	(36,0)	-4,9%	(36,9)	-4,7%	-2,6%
Other operating income	23,5	3,2%	21,3	2,7%	10,5%
RESULTS BEFORE NET FINANCIAL	43,1	5,9%	50,9	6,4%	-15,3%
NET FINANCIAL RESULT	(39,7)	-5,5%	(4,2)	-0,5%	836,3%
Financial expenses	(77,9)	-10,7%	(92,9)	-11,7%	-16,1%
Financial income	45,1	6,2%	49,2	6,2%	-8,4%
Net exchange variation	(6,9)	-0,9%	39,4	5,0%	-117,5%
RESULTS BEFORE TAXES	3,4	0,5%	46,7	5,9%	-92,7%
INCOME AND SOCIAL CONTRIB. TAXES					
Current	(3,9)	-0,5%	(3,6)	-0,5%	8,3%
Deferred	1,6	0,2%	(7,6)	-1,0%	-121,0%
NET RESULT FOR THE PERIOD	1,1	0,2%	35,5	4,5%	-96,8%

## Consolidated Balance Sheet (R\$ thousand)

ASSETS (R\$ mn)	3Q17	4Q16	Liabilities, Non-Controlling Interest And Shareholders' Equity (R\$ million)	3Q17	4Q16
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
Cash and cash equivalents	138,3	178,1	Accounts payable to suppliers	196,4	158,9
Marketable securities	247,0	230,9	Related parties	-	3,3
Trade accounts receivable	201,3	130,9	Loans and financing	520,5	283,7
Inventories	181,3	134,4	Tax payable	7,2	9,3
Recoverable taxes	31,5	20,5	Payroll and related charges	24,0	19,7
Other accounts receivable	9,7	8,6	Other provisions	25,6	33,9
<b>Total current assets</b>	<b>809,2</b>	<b>703,3</b>	Accounts payable on derivatives	1,1	0,5
			Other accounts payable	5,1	7,0
			<b>Total current liabilities</b>	<b>779,8</b>	<b>516,4</b>
<b>NON-CURRENT</b>			<b>NON-CURRENT</b>		
Long-term receivables:			Loans and financing	282,4	441,2
Related parties	-	-	Taxes payable	2,8	3,2
Deferred taxes	62,3	63,5	Provision for risks	8,7	8,3
Recoverable taxes	3,7	3,2	Other accounts payable	8,4	7,7
			<b>Total non-current liabilities</b>	<b>302,4</b>	<b>460,4</b>
Investments			<b>SHAREHOLDERS' EQUITY</b>		
Property, plant and equipment	181,1	179,1	Capital	244,0	244,0
Intangible assets	151,9	149,5	Capital reserve	2,7	2,7
<b>Total non-current</b>	<b>399,1</b>	<b>395,3</b>	Profit reserve	0,2	0,3
			Equity valuation adjustments	(82,6)	(87,3)
			Capital transaction between shareholders	(69,3)	(69,3)
			Accumulated profits (losses)	(8,7)	(7,2)
				86,4	83,3
<b>TOTAL</b>	<b>1.208,2</b>	<b>1.098,6</b>	Non-controlling interest	39,7	38,6
			<b>Total Shareholders' equity</b>	<b>126,1</b>	<b>121,8</b>
			<b>TOTAL</b>	<b>1.208,2</b>	<b>1.098,6</b>

## Consolidated Cash Flow – 9M17

(R\$ mn)	9M17	9M16
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Result for the Period	1,1	35,5
Reconciliation of the result for the period to net cash generated by (used in) operating activities:		
Depreciation and amortization	21,0	22,2
Provision for risks	0,5	1,9
Other provisions	(8,3)	4,6
Provision for (losses) gains on derivatives	0,6	(1,0)
Exchange differences	22,0	(9,7)
Interest on borrowings	28,1	21,6
Residual value of fixed and intangible assets disposed of	0,8	3,1
Deferred income tax and social contribution	(1,6)	7,6
	<b>64,2</b>	<b>85,7</b>
(Increase) decrease in assets:		
Current:		
Trade receivables	(66,3)	(28,8)
Inventories	(47,0)	2,1
Taxes recoverable	(11,0)	12,6
Other receivables	(1,2)	(1,0)
Noncurrent:		
Taxes recoverable	(0,5)	0,5
	<b>(126,0)</b>	<b>(14,6)</b>
<i>Increase (decrease) in liabilities:</i>		
Current:		
Trade payables	36,6	(39,3)
Taxes payable	(2,0)	(11,8)
Payroll and related charges	4,3	0,8
Payables to related parties	(3,3)	(0,8)
Current Other payables	(1,9)	(6,5)
Noncurrent:		
Taxes payables	2,4	(0,4)
Non-Current Other payables	0,9	(2,8)
	<b>36,8</b>	<b>(60,8)</b>
Net cash generated by (used in) operating activities	<b>(25,0)</b>	<b>10,3</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions to property, plant and equipment	(16,8)	(16,7)
Additions to intangible assets	(7,5)	(8,6)
Marketable securities	(16,1)	8,8
Capital transaction between shareholders	-	0,7
Net cash generated by (used in) investing activities	<b>(40,4)</b>	<b>(15,8)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
New borrowings	381,9	290,9
Payment of principal	(311,0)	(375,9)
Payment of interest	(28,7)	(21,0)
Loans to related parties	-	(2,5)
Increase or decrease in equity	-	120,0
Net cash (used in) generated by financing activities	<b>42,2</b>	<b>11,5</b>
EFFECTS OF EXCHANGE ON CASH AND CASH EQUIVALENTS	<b>(16,7)</b>	<b>(118,1)</b>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<b>(39,8)</b>	<b>(112,1)</b>
<b>CASH AND CASH EQUIVALENTS</b>		
At the end of the period	138,3	183,4
At the beginning of the period	178,1	295,5
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<b>(39,8)</b>	<b>(112,1)</b>