São Paulo, Brazil, March, 1st 2016 - Metalfrio Solutions S.A. (FRIO3) ("Metalfrio"), one of the world's largest manufacturers of plug–in commercial refrigeration equipment, announces its results for the fourth quarter of 2015 ("4Q15"). Financial and operational information given is in accord with international accounting standards (IFRS), in Reais (R$). Comparisons are with the fourth quarter of 2014 ("4Q14") or as indicated.

Highlights (4Q15 and full year 2015 vs 2014)

- 4Q15 Revenues up 13.7% to R$239.8 million; full year up 15.5% to R$1,017.7 million
- Operating profit in 4Q15 at R$1.2 million with full year operating profit doubling to R$35.4 million (full year 2014: R$17.8 million)
- Adjusted EBITDA in 4Q15 grew to R$11.8 million, compared to 4Q14 at R$6.2 million; full year EBITDA up 73.4% to R$76.1 million from R$43.9 million in 2014
- Disciplined cashflow performance, working capital optimisation and business seasonality, resulted in c.R$100 million reduction in net debt at end of 2015 versus prior quarter, with year-end net debt to EBITDA reducing further to 5.5x

President & CEO Petros Diamantides said:

"In 2015 Sales exceeded the R$1 billion milestone for the first time. This achievement demonstrates the success that our focused attention to our Customers has yielded, growing revenues 45% over the past three years, a rate well in excess of market growth.

At the same time, we have relentlessly pursued efficiencies in our operations, to grow profits, enhance returns and drive cashflow to move us towards our mid-term ambition of delivering a net debt to EBITDA ratio of less than 3x. Indeed, this is evidenced by our significant increase in adjusted EBITDA during 2015, further strengthening our underlying margins and by the reduction in net debt to EBITDA to 5.5x despite the strong devaluation of Brazilian Real during 2015.

These achievements leave us confident for full year 2016, notwithstanding the continued macro economic challenges in the global markets. We expect continued top-line growth, though at a more modest rate than in 2015, and see further opportunities for efficiency gains in our operations."

(Reais million)	4Q15	4Q14	% Var	FY15	FY14	% Var
Revenues	**239.8**	**211.0**	13.7	**1,017.7**	**881.4**	15.5
Gross Profit	**26.7**	**22.5**	19.2	**135.5**	**105.6**	28.3
Op. Profit	**1.2**	**(0.3)**	n.m	**35.4**	**17.8**	99.3
Adj. EBITDA	**11.8**	**6.2**	90.3	**76.1**	**43.9**	73.4

Performance by region

Revenue (Reais million)	4Q15	4Q14	% Var	FY15	FY14	% Var
Americas	**152.8**	**163.4**	**(6.8)**	**637.5**	**590.8**	**7.9**
Europe	**87.0**	**47.6**	**85.3**	**380.2**	**290.6**	**30.8**

Americas

The positive top-line momentum in the Americas continued in 2015, with a 7.9% increase in full year sales, with positive contributions from both key markets. Sales in 4Q15 were down 6.8% vs 4Q14 owing to lower sales in Brazil.

Brazil delivered full year growth in revenues of 6.6%, through a high value products mix driven by innovation in advanced aesthetics creating differentiation for our customers at point of sale. The fourth quarter of 2015 reported a 12.5% decline in revenues compared to 4Q14, owing to a tough comparative period and phasing of deliveries during the year to a major customer, resulting in the majority of the annual orders to the customer being satisfied during the first nine months.

Mexico continued to make strong gains, with a 49.4% increase in revenues during the year and a 25.5% increase in the fourth quarter. This was driven predominantly in both periods, by significant increases in average realization per unit, of 45.4% and 24.8% respectively. This reflects the success of our revamped product range for the distribution sector, our broader, ongoing focus on driving value through more sophisticated products, as well as a currency benefit (Mexican peso appreciated 24.6% versus the Brazilian real). Additionally, the fourth quarter was impacted by the delivery of units in Mexico that had been postponed from the early part of the year by a significant customer.

Following the reduction in the number of shifts at the Tres Lagoas facility (without significantly reducing units produced) and the associated headcount reduction, productivity gains continued throughout the quarter supported by a number of initiatives within the Metalfrio Manufacturing System (MMS) - our Lean Management framework. In Mexico, the higher utilization during the quarter combined with production line optimisation resulted in lower conversion costs that are expected to constitute a more efficient production cost base for the next quarters.

Our Lifecycle after-sales product in Brazil maintained its growth momentum during the year, Importantly, the strength of the business model and the customer-value creation has been well-adapted to conditions in the surrounding countries, enabling us to now focus on expanding the concept beyond the borders of Brazil.

Europe

Our operations in Europe performed strongly, with revenues rising 30.8% in the full year. Average realization per unit increased 23% for the full year owing to an improved product mix, led specifically by extending our beer cooler range to double and triple door units. Additionally, revenues benefited from positive currency effects as exports from Turkey continued to grow, with the Turkish Lira appreciating 17.5% against the Brazilian Real in 2015.

Helped by the Turkish Lira appreciation during 4Q15 vs Brazilian Real, the revenues growth of 85.3% in the quarter was driven predominantly by strong exports from Turkey.

During 2015, our manufacturing operation in Turkey proved that the progress made in terms of reducing time-to-market for new platforms and innovation features, is indeed enhancing customer value as it has been singled-out as the main reason for renewing major customer contracts. Additionally, our new refurbishment facility in Istanbul is ramping-up throughput and expanding the product range that is being handled, contributing significantly to creating long-term partnerships with our customers.

Financial overview

Consolidated Net Revenue was up 13.7% to R$239.8 million, compared to 4Q14, with growth in Europe (+85.3%) offsetting the revenue decline in the Americas (-6.8%). Revenues for the full year increased 15.5% to R$1,017.7 million, driven by the Americas, up 7.9%, and Europe, up 30.8%.

Gross Profit increased 19.2% to R$26.7 million in 4Q15, driven by the strong impact of positive operating leverage in Europe, together with positive currency benefits in Turkey and Mexico. Full year 2015 gross profit of R$135.5 million was up 28.3% compared to prior full year, with gross margin up 130 basis points to 13.3% with the effect of positive operating leverage in Europe, favorable currency developments and continued efficiency improvements in Brazil.

SG&A expenses were down by 2.8% in 4Q15 versus 4Q14. As a percentage of revenues in 4Q15, SG&A expenses were at 13.5% representing a 230 basis points improvement compared to 4Q14. On a full year basis, SG&A rose 3.5%, representing 12.5% of revenues in 2015 compared to 13.9% in 2014.

However, 4Q15 included a non-recurring item of R$0.5 million relating to job redundancies, whilst the 17.5% appreciation of the Turkish Lira during 2015 versus the Brazilian Real adversely impacted the reporting of Turkish SG&A expenses. Excluding these factors, SG&A expenses as a percentage of sales improved to 13.3% in 4Q15 versus 15.8% in 4Q14, and 12.3% for full year 2015 versus 13.9% for full year 2014. This underlying result highlights the relentless focus on driving through efficiencies within Metalfrio.

Operating profit improved to R$1.2 million in 4Q15 versus a loss of R$0.3 million in 4Q14. This was driven mainly by positive operating leverage in Europe, together with continued efficiency gains across the business, particularly at Tres Lagoas.

On a full year basis, operating profit increased significantly to R$35.4 million from R$17.8 million in 2014, driven by top-line growth and efficiency gains.

Excluding non-recurring items, the results were higher, with 4Q15 operating profit of R$ 2.2 million and full year 2015 operating profit of R$43.7 million.

Adjusted EBITDA almost doubled to R$11.8 million in 4Q15, versus R$6.2 million in 4Q14, leading to a 200 basis points margin improvement to 4.9%.

On a full year basis Adjusted EBITDA improved by 73.4% to R$76.1 million, with margin expansion of 250 basis points, driven by positive product mix (owing to the success of our commercial strategy), currency benefits predominantly from our Turkish operations together with higher volumes. In addition, Metalfrio benefited from ongoing productivity improvements at its Tres Lagoas plant, as well as underlying SG&A gains.

Net Finance items reported a positive R$4.7 million result in 4Q15 compared to an expense of R$38.5 million in 4Q14. This was primarily due to a positive change in the value of its financial investments, together with significant improvement in foreign exchange translation, caused by the Turkish lira appreciation against American dollar and Euro. Full year 2015 recorded a net expense of R$134.1 million, compared to an expense of R$109.3 million in 2014, reflecting a deterioration in foreign exchange translation, particularly with regard to the depreciation of the Brazilian real versus the American dollar.

Net debt at the end of 2015 was R$414.8 million compared to R$514.2 million at the end of 3Q15, with the improvement driven by a disciplined working capital performance and business seasonality. Net debt at the end of 2014 was R$289.4 million; however, on a neutral currency basis with December/14 net debt at the end of 2015 would have been R$300.8 million.

In line with our commitment to strengthen the capital structure, net debt to Adjusted EBITDA improved from 6.6x to 5.5x, whilst on a currency neutral currency basis with December/14, year end 2015 net debt to Adjusted EBITDA would have been 4.0x. This highlights the progress Metalfrio continues to make towards its medium term ambition of delivering a net debt to EBITDA of below 3x.

Outlook

Metalfrio is confident that it will continue to make further progress during 2016, notwithstanding the volatile and uncertain global macro economic environment. This view is underpinned by Metalfrio's strong focus on customer engagement and operational efficiencies across its operations and in particular, the ongoing systematic and sustainable improvements at Tres Lagoas, as well as further efficiency opportunities in other regions. We expect to deliver balanced revenue growth across the Americas and Europe, albeit at a more modest rate compared to 2015, given the current headwinds in the Brazilian and Russian economic environment. Furthermore, we expect to make further progress in the new markets that we serve from Europe, in particular Asia and Africa.

We will continue to prioritise customer value-creation, ensuring that we provide innovative, market-leading solutions that help our customers meet current and future challenges. Metalfrio has built strong and unique positions in its key markets, and will focus on further developing its superior after sales services offer which it believes could be a key differentiator in the value chain proposition for customers, further complimenting the Company's well-invested, and well located, global production hubs. We continue to expect further market share gains from our existing geographies, whilst also pursuing international commercial expansion into new and exciting high growth markets with low Metalfrio presence, such as Asia and Africa.

Metalfrio continues to apply a strong level of financial discipline with regards to capital allocation and working capital improvements, as well as higher sales with improved margins to generate increased cash flow. Whilst currency volatility will continue to impact reported net debt levels in the near term, Metalfrio is confident that its strategic plans will achieve further improvements during 2016, moving towards delivering a net debt to EBITDA ratio of below 3x in the medium term.

Consolidated Income Statement (R$ million) – 4th Quarter

(R$ mn)	4Q15	% Revenues	4Q14	% Revenues	Var. 4Q15 vs 4Q14 (%)
NET REVENUES	239.8	100.0%	211.0	100.0%	13.6%
Cost of goods	(213.1)	-88.9%	(188.5)	-89.4%	13.0%
GROSS PROFIT	26.7	11.1%	22.5	10.6%	18.9%
OPERATING INCOMES (EXPENSES)					
Selling expenses	(14.0)	-5.9%	(20.6)	-9.7%	-31.7%
Administrative and general expenses	(18.4)	-7.7%	(12.8)	-6.1%	43.6%
Other operating income	6.9	2.9%	10.6	5.0%	-35.3%
RESULTS BEFORE NET FINANCIAL	1.2	0.5%	(0.3)	-0.1%	-494.5%
NET FINANCIAL RESULT	4.7	2.0%	(38.5)	-18.3%	-112.2%
Financial expenses	(22.3)	-9.3%	(16.2)	-7.7%	37.7%
Financial income	15.2	6.4%	(3.2)	-1.5%	-578.1%
Net exchange variation	11.7	4.9%	(19.2)	-9.1%	-161.2%
RESULTS BEFORE TAXES	5.9	2.4%	(38.8)	-18.4%	-115.1%
INCOME AND SOCIAL CONTRIB. TAXES					
Current	(2.5)	-1.0%	0.4	0.2%	-736.2%
Deferred	(3.1)	-1.3%	11.2	5.3%	-127.9%
NET RESULT FOR THE PERIOD	0.3	0.1%	(27.2)	-12.9%	-100.9%

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Consolidated Income Statement (R$ million) – FY Basis

(R$ mn)	2015	% Revenues	2014	% Revenues	Var. 2015 vs 2014(%)
NET REVENUES	1,017.7	100.0%	881.4	100.0%	15.5%
Cost of goods	(882.3)	-86.7%	(775.9)	-88.0%	13.7%
GROSS PROFIT	135.5	13.3%	105.6	12.0%	28.3%
OPERATING INCOMES (EXPENSES)					
Selling expenses	(69.7)	-6.9%	(76.5)	-8.7%	-8.9%
Administrative and general expenses	(57.4)	-5.6%	(46.3)	-5.3%	23.9%
Other operating income	27.1	2.7%	35.1	4.0%	-22.8%
RESULTS BEFORE NET FINANCIAL	35.4	3.5%	17.8	2.0%	99.3%
NET FINANCIAL RESULT	(134.1)	-13.2%	(109.3)	-12.4%	22.7%
Financial expenses	(82.7)	-8.1%	(81.2)	-9.2%	1.8%
Financial income	28.2	2.8%	5.6	0.6%	403.2%
Net exchange variation	(79.7)	-7.8%	(33.7)	-3.8%	136.5%
RESULTS BEFORE TAXES	(98.7)	-9.7%	(91.5)	-10.4%	7.9%
INCOME AND SOCIAL CONTRIB. TAXES					
Current	(10.0)	-1.0%	(3.9)	-0.4%	155.5%
Deferred	7.3	0.7%	29.3	3.3%	-75.2%
NET RESULT FOR THE PERIOD	(101.4)	-10.0%	(66.1)	-7.5%	53.5%

Consolidated Balance Sheet (R$ million)

ASSETS (R$ mn)	4Q15	4Q14
CURRENT ASSETS		
Cash and cash equivalents	295.5	239.5
Marketable securities	154.5	175.3
Trade accounts receivable	121.6	108.8
Inventories	163.9	178.6
Recoverable taxes	31.1	26.3
Other accounts receivable	8.6	7.3
Total current assets	775.2	735.9
NON-CURRENT		
Long-term receivables:		
Deferred taxes	70.4	64.3
Recoverable taxes	4.5	4.8
Property, plant and equipment	201.8	184.3
Intangible assets	153.5	147.4
Total non-current	430.2	400.8
TOTAL	1,205.4	1,136.7

LIABILITIES, NON-CONTROLLING INTEREST AND SHAREHOLDERS' EQUITY (R$ mn)	4Q15	4Q14
CURRENT LIABILITIES		
Accounts payable to suppliers	195.5	174.5
Related parties	5.2	3.1
Loans and financing	561.7	394.7
Tax payable	17.1	7.9
Payroll and related charges	22.5	19.5
Other provisions	29.5	23.3
Accounts payable on derivatives	1.2	-
Other accounts payable	12.4	13.0
Total current liabilities	845.1	636.0
NON-CURRENT		
Loans and financing	303.2	309.6
Taxes payable	3.7	-
Provision for risks	6.3	4.3
Other accounts payable	9.7	6.1
Total non-current liabilities	322.8	320.1
SHAREHOLDERS' EQUITY		
Capital	240.0	240.0
Capital reserve	2.7	2.6
Profit reserve	0.5	0.9
Treasury shares	-	(3.9)
Equity valuation adjustments	(36.6)	(14.5)
Capital transaction between shareholders	(70.0)	(44.5)
Accumulated profits (losses)	(138.2)	(25.0)
	(1.6)	155.8
Non-controlling interest	39.0	24.9
Total Shareholders' equity	37.4	180.6
TOTAL	1,205.4	1,136.7

Consolidated Cash Flow (R$ million) – FY Basis

(R$ mn)	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Gain/(Loss) for the year	**(101.4)**	**(66.1)**
Reconciliation of loss for the year to net cash generated by (used in) operating activities:		
Depreciation and amortization	32.4	26.0
Provision for risks	2.0	3.2
Other provisions	6.2	7.4
Provision for (losses) gains on derivatives	1.2	2.0
Stock option plan	0.0	0.1
Exchange differences	74.3	29.6
Interest on borrowings	32.9	24.8
Residual value of fixed and intangible assets disposed of	2.7	3.4
Deferred income tax and social contribution	(7.3)	(29.3)
	43.0	**1.2**
(Increase) decrease in assets:		
Current:		
Trade receivables	9.3	32.8
Inventories	14.7	8.2
Taxes recoverable	(4.8)	(0.6)
Other receivables	(1.3)	2.0
Noncurrent:		
Taxes recoverable	0.3	(0.1)
	18.1	**42.3**
Increase (decrease) in liabilities:		
Current:		
Trade payables	10.8	6.0
Taxes payable	9.2	(0.2)
Payroll and related charges	3.0	(1.0)
Payables to related parties	2.1	1.6
Current Other payables	(0.6)	3.9
Noncurrent:		
Taxes payables	3.7	-
Non-Current Other payables	1.8	0.6
	30.0	11.0
Net cash generated by operating activities	**91.1**	**54.5**
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(25.8)	(21.3)
Additions to intangible assets	(9.4)	(8.3)
Marketable securities	20.8	54.3
Capital transaction between shareholders	(25.5)	-
Net cash used in (generated by) investing activities	**(39.8)**	**24.7**
CASH FLOWS FROM FINANCING ACTIVITIES		
New borrowings	195.5	172.7
Payment of principal	(305.8)	(245.5)
Payment of interest	(25.9)	(28.1)
Loans to related parties	0.9	(35.0)
Net cash (used in) generated by financing activities	**(135.3)**	**(135.8)**
EFFECTS OF EXCHANGE ON CASH & CASH EQUIVALENTS	**140.0**	**53.0**
INCREASE (DECREASE) IN CASH AN CASH EQUIVALENTS	**56.0**	**(3.6)**
CASH AND CASH EQUIVALENTS		
At the end of the year	295.5	239.5
At the beginning of the year	239.5	243.2
INCREASE (DECREASE) IN CASH AN CASH EQUIVALENTS	**56.0**	**(3.6)**

Reconciliation of consolidated EBITDA and Adjusted EBITDA

The following table presents the historical Adjusted EBITDA:

Consolidated EBITDA (R$ mn)	4Q14	1Q15	2Q15	3Q15	4Q15
Operating result	-0.3	13.5	21.0	-0.2	1.2
Depreciation and amortization	6.5	6.6	8.0	8.1	9.6
EBITDA	**6.2**	**20.1**	**29.0**	**8.0**	**10.8**
Layoffs (i)	0	0	0.0	2.9	1.0
Other extraordinary expenses (ii)	0	1.3	0.0	3.0	0.0
Adjusted EBITDA	**6.2**	**21.4**	**29.0**	**13.9**	**11.8**

Adjustments to Ebitda:

EBITDA is adjusted for the following expenses to maintain the comparison base with the other periods.

i. Layoffs: In 3Q15 and 4Q15 the adjustment refers to restructuring charges related to efficiency projects at the Tres Lagoas plant and Sao Paulo office, where certain positions were consolidated allowing further headcount reduction.

ii. Extraordinary one-time expenses: in 1Q15 the adjustment is related to process costs associated with the 2004 acquisition of Metalfrio from BSH and in 3Q15 to a tax installment agreement from prior years.

(R$ mn)	4Q14	4Q15	Chg. 15/ 14	2014	2015	Chg. 15/ 14
Result with cash investments	3.1	4.8	56%	21.0	14.5	-31%
Bonds market Value Change	0.0	8.8		0.0	0.0	
Other financial income	0.1	0.2	104%	0.6	1.3	130%
Interest and Other Income	**3.2**	**13.8**	**333%**	**21.6**	**15.9**	**-27%**
Interest on loans and financing	-5.3	-12.1	127%	-25.0	-35.3	41%
Bonds market Value Change	-9.9	0.0	nm	-17.0	-8.3	-51%
Other financial expenses	-5.8	-8.8	51%	-21.0	-27.8	33%
Interest and Other Expenses	**-21.0**	**-20.8**	**-1%**	**-62.9**	**-71.4**	**13%**
Hedge Operations Result	**-1.5**	**0.0**	**nm**	**-34.2**	**1.1**	**nm**
Net FX Variation	**-19.2**	**11.7**	**nm**	**-33.7**	**-79.7**	**136%**
Net Financial Result	**-38.5**	**4.7**	**nm**	**-109.3**	**-134.1**	**23%**

Working capital

At the end of 4Q15 working capital, less financial assets and liabilities, was R$41.8mn, which compares to R$79.7mn at the end of 4Q14. The operational cash cycle at the end of 4Q15 was 23 days, 16 days lower than at the end of 4Q14, and 42 days lower than at the end of 3Q15.

WORKING CAPITAL (R$ mn)	4Q14	1Q15	2Q15	3Q15	4Q15	Chg. 4Q15/ 4Q14	Chg. 4Q15/ 3Q15
Current assets:							
Cash and equivalents, bonds and securities	415	312.3	335.6	387.1	450.0	35.1	62.9
Accounts receivable	109	184.9	185.9	184.2	121.6	12.8	-62.7
Inventory	179	237.5	211.5	183.6	163.9	-14.7	-19.7
Other	33.6	52.0	53.6	51.8	39.7	6.1	-12.1
A) Total	**736**	**786.6**	**786.6**	**806.8**	**775.2**	39.3	-31.6
B) Current assets (less fin. assets)	**321**	**474.4**	**451.0**	**419.6**	**325.2**	4.2	-94.4
Current liabilities:							
Accounts payable	175	192.4	193.3	164.4	195.5	21.0	31.1
ST debt	395	439.3	450.7	536.9	561.7	167.0	24.8
Other	66.8	75.1	83.3	115.5	87.9	21.1	-27.6
C) Total	**636**	**706.8**	**727.3**	**816.8**	**845.1**	209.1	28.3
D) Current liabilities (less fin. liab.)	**241**	**267.5**	**276.6**	**279.9**	**283.4**	42.1	3.5
Working capital (B-D)	**79.7**	**206.9**	**174.4**	**139.7**	**41.8**	-37.9	-97.9
Days of receivables	37	57	46	57	37	0.0	-20.2
Days of inventory	85	106	74	78	69	-16.0	-9.3
Days of suppliers	83	86	68	70	83	0.0	12.9
Cash cycle	**39**	**77**	**52**	**65**	**23**	-16.0	-42.4
Current liquidity (A/C)	1.1x	1.1x	1.1x	1x	0.9x	n/a	n/a

Accounts Receivable

Accounts receivable from customers, at R$121.6mn at the end of 4Q15, increased R$12.8mn when compared to R$108.8mn at the end of 4Q14. Receivables in terms of days was the same as reported in 4Q14, at 37 days.

Inventories

Inventories at R$163.9mn at end of 4Q15 were down R$14.7mn when compared to R$178.6 mn at the end of 4Q14. Inventory in number of days was lower at 69 at the end of 4Q15 vs 85 days at the end of 4Q14.

Accounts Payable

Supplier outstanding payables were up R$21.0mn at R$195.5mn at the end of 4Q15, vs. R$174.5mn at the end of 4Q14. Payables in terms of days was the same as reported in 4Q14 at 83 days.

Investments

Fixed assets

Net property, plant and equipment at 4Q15 was R$201.8mn, R$17.5mn higher than 4Q14.

Intangible assets

The total of intangible assets at 4Q15 was R$153.5mn, increased from R$147.4mn at 4Q14.

FIXED ASSETS (R$ mn)	4Q14	1Q15	2Q15	3Q15	4Q15	Chg. 4Q15/ 4Q14	Chg. 4Q15/ 3Q15
Net PP&E	184.3	198.1	192.7	204.4	**201.8**	+17.5	-2.6
Intangibles	147.4	150.5	150.0	154.1	**153.5**	+6.1	-0.6
Total	**331.6**	**348.6**	**342.7**	**358.5**	**355.2**	**+23.6**	**-3.2**

Capitalization and liquidity

Debt

Cash (including marketable securities) at 4Q15 was R$450.0mn, compared to R$387.1mn at 3Q15. Gross debt at 4Q15 was R$864.9mn compared with R$902.3mn in 3Q15; as a reflection of our working capital release during the fourth quarter, net debt at 4Q15 improved to R$414.8mn compared to R$515.2mn in 3Q15.

LIQUIDITY INDICATORS (R$ mn)	4Q14	1Q15	2Q15	3Q15	4Q15	Chg. 4Q15/ 4Q14	Chg. 4Q15/ 3Q15
Cash and equivalents, bonds and securities	**414.9**	**312.3**	**335.6**	**387.1**	**450.0**	**35.1**	**62.9**
Short term debt (ST)	394.7	439.3	450.7	536.9	**561.7**	167.0	24.8
Long term debt (LT)	309.6	331.7	290.6	365.5	**303.2**	-6.4	-62.3
USD denominated debt	466.7	515.1	502.3	506.0	**490.2**	23.5	-15.7
BRL denominated debt	19.0	17.6	16.2	110.9	**114.3**	95.3	3.3
Euro denominated debt	218.7	238.4	222.8	285.4	**260.3**	41.6	-25.1
Gross debt	**704.4**	**771.0**	**741.3**	**902.3**	**864.9**	**160.5**	**-37.5**
Net cash / (Net debt)	**-289.5**	**-458.8**	**-405.7**	**-515.2**	**-414.8**	**-125.3**	**100.3**
Shareholders' equity (Equity)	**180.6**	**156.6**	**168.2**	**41.0**	**37.4**	**-143.2**	**-3.6**
Cash and equiv. / ST debt	1.1x	0.7x	0.7x	0.7x	**0.8x**	n/a	n/a
ST debt / (ST + LT)	56.0%	57.0%	60.8%	59.5%	**64.9%**	n/a	n/a
Net cash (Net debt) / Equity	-1.6x	-2.9x	-2.4x	-12.6x	**-11.1x**	n/a	n/a
Net debt / (Net debt + Equity)	61.6%	74.6%	70.7%	92.6%	**91.7%**	n/a	n/a

Short-term debt at 4Q15 was up to R$561.7mn as compared to R$ 394.7mn at 4Q14 with long term debt as a percentage of total debt down from 44.0% in 4Q14 to 35.1% in 4Q15.

The Company manages its funds through a financial risk management policy approved by the Board of Directors. The policy establishes, among others:

a) Current Net Debt to Equity of prior quarter ratio, less than 0.75x;

b) Long-term indebtedness to total indebtedness ratio, higher than 40%;

c) Minimum consolidated cash limit of R$ 50 million in addition to the financial debt payment schedule for the following quarter.

Whilst the Net Debt to Equity ratio (a) and long term debt ratio (b) for 4Q15 were outside the limit, the company is confident that the liquidity situation of the company remains strong. Further in line with the strategic priority of the company to reduce financial leverage it believes it will bring the ratio to within the defined limits of the financial policy.

Stockholders' equity

Stockholders' equity at 4Q15 was R$37.4mn, which compares to R$180.6mn at 4Q14 mainly due to the currency impact of the Brazilian Reais devaluation which was in excess of 47.0% during the year.

Investor Relations Contact

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412 Vila Livieiro – 04186-220
São Paulo – SP – Brasil

Conference Call

English
Date: **March 2, 2016**
Time: 11:00 a.m. São Paulo
09:00 a.m. New York
+1 (646) 843 6054
Password: Metalfrio
Telephone for replay:
+55 (11) 2188 0400
Password: Metalfrio

Portuguese
Date: **March 2, 2016**
Time: 11:00 a.m. São Paulo
09:00 a.m. New York
+55 11 2188-0155
Password: Metalfrio
Telephone for replay:
+55 11 2188-0400
Password: Metalfrio

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 year ended December 31, 2015.

Relationship with external auditors

In accordance with Instruction 381/2003 of the CVM (Brazilian Securities Commission – Comissão de Valores Mobiliários), we report that in 2015 we contracted our Independent Auditors for services not related to external auditing, however these represented less than 5% of the global value of the current external auditing services contracts were celebrate with duration inferior to one year, related to Tax and Corporate consulting.

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.

Out Independent Auditors declared to the Company's Management, that the rendered services did not affect the independency and objectivity necessary to perform the external auditing services, since the referred services were in the field of tax legislation and corporate law adherence, that are not significant subjects relative to the financial statements taken as a whole, besides the fact that the professionals that rendered these services were not the same as those in the external auditing team.

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.