LUPATECH

Financial & Economic Performance 2Q26







Message from the Administration

The Company began 2024 with a favorable liquidity position, driven by the funds received from the San Antonio lawsuit. Over the course of the year, revenue rose substantially, growing 43% compared to the previous year. The increased liquidity enabled the Company to accelerate order deliveries and expand underfunded business lines. Adjusted EBITDA for 2024 reached a balanced level for the first time in many years, demonstrating the potential for operational leverage through adequate liquidity.

At the time, it was anticipated that sustaining—and even increasing—sales levels would depend on the ability to inject working capital into the business. This injection would depend primarily on the company's ability to: (i) raise capital, (ii) obtain liquidity through the sale of assets or the recovery of receivables, (iii) expand credit lines, or (iv) reduce debt service.

As a result of the sudden monetary tightening that began in late 2024, the company began to face financing constraints, particularly for orders with longer delivery times. The continuation of this situation throughout 2025 materially limited the company's ability to maintain the working capital necessary to sustain operations. This was followed by a sudden contraction in operating revenues, with a corresponding drop in profitability.

Faced with this scenario, the Company began negotiations to restructure its debt, initially to pursue a structural adjustment regarding the remaining liabilities from the 2015 Judicial Reorganization, as well as to organize subsequent debt in light of the crisis that had taken hold.

The prolonged crisis in the oil sector and structural changes in the offshore construction market significantly reduced demand for the company's products. The 2015 Judicial Reorganization left liabilities disproportionate to the revenue the Company was effectively able to generate. Hence the need for a definitive structural adjustment, taking into account above all the high interest rates that have once again prevailed in the country, which are incompatible with the health of manufacturing companies.

In March 2026, the Company filed a motion for a preliminary injunction in advance of a request for out-of-court or judicial reorganization, which was granted, securing a stay for 60 days. It then announced an out-of-court reorganization plan offered to its creditors, covering both labor and unsecured claims. In summary, the company proposes to labor creditors the payment in installments and to unsecured creditors the settlement of liabilities through the payment of 10% of the balance in cash and 90% in equity via the issuance of subscription warrants. The funds will be generated from liquidity events within one year of the judicial approval of the agreement.

On May 25, the Company filed a petition with the Court of the 4th and 10th RAJS of the State of São Paulo requesting approval of an out-of-court reorganization plan. The court granted the statutory 90-day period for the obtention of the minimum quorum of 50% of the debt of each of the classes covered by the plan.

On August 24, 2025, the Company met the quorum requirement of more than 50 percent:

Type	Total Covered (R$ million)	Adhesions (R$ million)	Percentage
Labor	42.2	22.9	54.3%
Unsecured Debt	292.4	169.8	58.1%

Following verification of the quorum and the ruling over the objections to the plan filed by creditors, the Company expects to have its plan duly approved by the court of first instance.

In parallel with efforts to reduce debt, the Company is also pursuing its break even point and working capital financing. With this dual objective in mind, it was decided to divest the mooring ropes business, with the sale of its assets in February 2026 for US$9.5 million, payable in installments. The receivables arising from the

sale backed a financing transaction that allowed for the advance of the contract amounts; these funds were incorporated into the Company's cash flow, supporting working capital and other obligations.

With the strengthening of its working capital, the Company has been resuming its level of activity. Net revenue for 2Q26 totaled R$ 12.2 million, nearly triple the R$ 4.2 million reported in 1Q26, and at a level similar to that of 2Q25. Gross profit for 2Q26 was R$ 3.9 million, with a margin of 32%, substantially higher than the 16% recorded in 1Q26 and the 9% in 2Q25. Adjusted EBITDA remained negative at R$ 1.6 million.

The Company's order backlog and contracts with purchase obligations in Brazil totaled R$ 39 million. Given the supply contracts signed in March and May 2026, the Company's contractual backlog reached R$ 199 million.

Rafael Gorenstein - CEO and Investor Relations Officer

Economic and Financial Performance

The Lupatech Group currently operates in the Products segment, focusing on the manufacture of industrial valves, valves for the oil and gas markets, composite products—primarily utility poles—and casing for oil pipelines.

In February 2026, the Company completed the divestiture of its assets and ceased operations in the synthetic fiber cable business, reinforcing its strategy of concentrating on operations with greater potential for value creation.

The Oilfield Services segment remains discontinued, with only assets and liabilities related to the divestiture process remaining. Thus, the revenue recorded in this segment does not stem from the regular provision of services, but rather from residual events related to the closure of operations.

Net Revenue

Net Revenue (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Products	**13,639**	**12,129**	**4,275**	**12,129**	**16,404**	**31,990**
Valves	10,666	10,502	4,201	10,502	14,703	26,476
Ropes and Composites	2,973	1,627	74	1,627	1,701	5,514
Services	**-**	**111**	**-**	**111**	**111**	**68**
Oilfield Services	-	111	-	111	111	68
Total	**13,639**	**12,240**	**4,275**	**12,240**	**16,515**	**32,058**

In 2Q26, consolidated net revenue totaled R$ 12.2 million, a 10.3% decrease compared to 2Q25. For the first half of 2026 (1S26), consolidated net revenue reached R$ 16.5 million, compared to R$ 32.1 million in the same period of 2025, representing a 48.5% decrease. This change is primarily due to lower sales volume in the Valves business.

The Valves business remained the Company's main source of revenue, accounting for approximately 86% of consolidated net revenue in 2Q26 (85.7% in 2Q25).

Services

The R$ 111,000 in revenue recorded in the Services segment relates exclusively to the liquidation of inventory balances and other residual activities related to decommissioned plants and does not represent revenue from the Company's recurring operations.

Order Backlog

As of June 30, 2026, the Company's order backlog and firm contracts with purchase obligations in Brazil totaled R$ 39.4 million, representing future contracted revenue to be recognized as the orders are fulfilled.

In addition, the Company held R$ 199 million in supply contracts without a firm purchase obligation on the part of customers. Although these contracts are not included in the Order Backlog, they represent business opportunities that may be converted into orders as customer demands are formalized.

The information above does not include expired bids for which, as of June 30, 2026, the respective purchase orders or contracts had not yet been issued.

Gross Profit and Gross Margin

Gross Profit (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Products	**1,223**	**3,817**	**678**	**3,817**	**4,495**	**4,054**
Gross Margin - Products	*9.0%*	*31.5%*	*15.9%*	*31.5%*	*27.4%*	*12.7%*
Services	**-**	**81**	**-**	**81**	**81**	**17**
Gross Margin - Services	*n/a*	*n/a*	*n/a*	*n/a*	*n/a*	*n/a*
Total	**1,223**	**3,898**	**678**	**3,898**	**4,576**	**4,071**
Gross Margin - Total	*9.0%*	*31.8%*	*15.9%*	*31.8%*	*27.7%*	*12.7%*
Depreciation	**456**	**386**	**382**	**386**	**768**	**911**
Depreciation Products	456	386	382	386	768	911
Gross Profit without depreciation	**1,679**	**4,284**	**1,060**	**4,284**	**5,344**	**4,982**
Gross Profit without depreciation Products	**1,679**	**4,203**	**1,060**	**4,203**	**5,263**	**4,965**

** n/a - not applied*

Products

In 2Q26, gross profit for the Products segment totaled R$ 3.8 million, compared to R$ 1.2 million in 2Q25, while the gross margin rose from 9.0% to 31.5%.

For the first half of 2026, the segment's gross profit reached R$ 4.5 million, with a gross margin of 27.4%, up from the 12.7% recorded in the same period of 2025.

The increase in profitability stems primarily from the greater share of higher-value-added valves in the sales mix, combined with lower raw material costs—factors that offset the decline in revenue during the quarter and contributed to a significant improvement in the operating margin.

Depreciation allocated to cost of goods sold totaled R$ 386,000 for the quarter (R$ 768,000 for the half-year), resulting in a gross profit before depreciation of R$ 4.2 million in 2Q26.

Services

The gross profit of R$ 81,000 recorded in the Services segment stems exclusively from the sale of remaining inventory and other activities related to the wind-down of operations, and does not represent results from recurring operating activities.

Expenses

Expenses (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Total Sales Expenses	**4,022**	**1,787**	**1,103**	**1,787**	**2,890**	**6,755**
Sales Expenses - Products	4,022	1,787	1,103	1,787	2,890	6,755
Total Administrative Expenses	**5,279**	**5,170**	**5,133**	**5,170**	**10,303**	**10,610**
Administrative Expenses - Products	4,723	4,769	4,264	4,769	9,033	9,168
Administrative Expenses - Services	556	401	869	401	1,270	1,442
Management Fees	**1,061**	**1,355**	**945**	**1,355**	**2,300**	**2,562**
Total Expenses	**10,362**	**8,312**	**7,181**	**8,312**	**15,493**	**19,927**

Sales and Administrative Expenses

In 2Q26, the Company made progress in controlling its recurring operating expenses. Selling expenses totaled R$ 1.8 million, a decrease of approximately 56% compared to the R$ 4.0 million recorded in the same period of the previous year, reflecting primarily lower commission expenses, which track sales levels.

Administrative expenses remained virtually stable compared to 2Q25, demonstrating discipline in the management of fixed costs. As a result, total expenses fell to R$ 8.3 million in the quarter, compared to R$ 10.4 million in the same period of the prior year.

Management Compensation

The amount shown consists of fixed and variable compensation.

Other Operating Revenue and (Expenses)

Other Operating (Expenses) (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Products	(132)	(1,394)	(8,505)	(1,394)	(9,899)	(374)
Expenses with Idleness - Products	(4,677)	(2,110)	(5,146)	(2,110)	(7,256)	(6,274)
Services	1,449	(38,691)	(24,336)	(38,691)	(63,027)	488
Total	**(3,360)**	**(42,195)**	**(37,987)**	**(42,195)**	**(80,182)**	**(6,160)**

In 2Q26, the "Other Operating Revenue and (Expenses)" line item showed a net negative impact of R$ 42.2 million, resulting from R$ 6.3 million in Other Operating Revenue against R$ 48.5 million in Other Operating Expenses. This performance compares to a negative impact of R$ 3.4 million in 2Q25 and R$ 38.0 million in 1Q26.

The main factors explaining the quarter's results were:

- Contingent lawsuits and attorneys' fees: a net negative impact of R$ 35.0 million, related to the updating of lawsuits and legal counsel fees;
- Disposal of fixed assets: net loss of R$ 3.2 million;
- Production idling: R$ 2.1 million in expenses related to idle capacity;
- Contract terminations and taxes: R$ 1.3 million related to contract terminations, taxes, and contributions;
- Restructuring (Out-of-Court Reorganization): R$ 0.6 million in expenses related to restructuring initiatives.

Financial Result

Financial Results (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Financial Revenue*	3,196	1,135	484	1,135	1,619	4,005
Financial Expense*	(11,161)	(11,803)	(23,208)	(11,803)	(35,011)	(25,076)
Net Financial Results*	**(7,965)**	**(10,668)**	**(22,724)**	**(10,668)**	**(33,392)**	**(21,071)**
Net Exchange Variance	8,087	82	7,545	82	7,627	20,563
Net Financial Results - Total	**122**	**(10,586)**	**(15,179)**	**(10,586)**	**(25,765)**	**(508)**

* Excluding Exchange Variance

The total net financial result for 2Q26 was a loss of R$ 10.6 million, compared to a profit of R$ 0.1 million in 2Q25 and a loss of R$ 15.2 million in 1Q26. Excluding the effect of foreign exchange fluctuations, the net financial result was a loss of R$ 10.7 million for the quarter, primarily impacted by the present value adjustment of the bankruptcy debt.

It is important to note that the foreign exchange fluctuations recorded in the result stem predominantly from exposure to intercompany loan balances with group companies abroad. Since exchange rate fluctuations have an opposite effect on the translation into Brazilian reais of these entities' equity, a corresponding entry is recorded directly in the Company's shareholders' equity, without passing through income—which reduces the net economic effect of this line item on cash flow and consolidated income.

To better illustrate this effect, the Company presents the pro forma statement of net economic income from foreign exchange variations on intercompany loans:

	1Q26	2Q26	2026
Total Exchange Variation Revenue	**9,637**	**6,393**	**16,030**
Realized on exchange closing	92	40	132
Provision for outstanding securities	36	98	134

Provision for intercompany loans[1]	9,328	6,136	15,464
Provision for unsecured suppliers	181	119	300
Total Exchange Variation Expense	**(2,092)**	**(6,311)**	**(8,403)**
Realized on exchange closing	(20)	(1,210)	(1,230)
Provision on outstanding securities	(106)	-	(106)
Provision on intercompany loan[1]	(1,930)	(5,004)	(6,934)
Provision for unsecured suppliers	(36)	(97)	(133)
Net Exchange Variance	**7,545**	**82**	**7,627**
Counterpart in Shareholders' Equity[1]	(7,398)	(1,132)	(8,530)
Net Economic Effect of Exchange Variation	**147**	**(1,050)**	**(903)**

The net accounting foreign exchange variation was R$ 82,000 in 2Q26 (compared to R$ 7.5 million in 1Q26 and R$ 7.6 million in 2026). Considering the offsetting entry recognized in shareholders' equity of R$ 1.1 million for the quarter, the net economic effect of foreign exchange fluctuations was negative R$ 1.0 million in 2Q26, compared to a positive effect of R$ 147,000 in 1Q26 and a negative effect of R$ 903,000 for the first half of 2026.

This breakdown reinforces that, although the accounting exchange rate variation shows volatility from quarter to quarter, its net economic effect on the Company's balance sheet position is significantly smaller, since a large portion of the exposure is naturally offset by the balance sheet entry.

Adjusted EBITDA from Operations

EBITDA Adjusted (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Products	**(5,470)**	**(2,663)**	**(3,642)**	**(2,663)**	**(6,305)**	**(8,638)**
Margin	-40.1%	-22.0%	-85.2%	-22.0%	-38.4%	-27.0%
Services	**99**	**1,050**	**(381)**	**1,050**	**669**	**(573)**
Margin	n/a	n/a	n/a	n/a	n/a	n/a
Total	**(5,371)**	**(1,613)**	**(4,023)**	**(1,613)**	**(5,636)**	**(9,211)**
Margin	-39.4%	-13.2%	-94.1%	-13.2%	-34.1%	-28.7%

The Company's Total Adjusted EBITDA was negative R$ 1.6 million in 2Q26, with a negative margin of 13.2%. This result represents a significant improvement compared to both the previous year and the previous quarter: compared to a negative Adjusted EBITDA of R$ 5.4 million (negative margin of 39.4%) in 2Q25, and R$ 4.0 million (negative margin of 94.1%) in 1Q26. In 1S26, Adjusted EBITDA was negative R$ 5.6 million, compared to a negative R$ 9.2 million in 1S25.

Products

The Products segment reported negative Adjusted EBITDA of R$ 2.7 million in 2Q26, a significant improvement compared to the negative R$ 5.5 million in 2Q25 and the negative R$ 3.6 million in 1Q26. This improvement reflects, primarily, the spreading of fixed costs over the period, which has been contributing to a gradual reduction in the segment's operating loss.

Services

The Services segment reported positive Adjusted EBITDA of R$ 1.1 million in 2Q26, reversing the negative result of R$ 0.4 million recorded in 1Q26 and exceeding the positive result of R$ 0.1 million in 2Q25. It is worth noting that this segment consists primarily of costs related to the management of the Company's legacy operations, which is why a margin is not presented (n/a).

Below is the reconciliation of Adjusted EBITDA for a better understanding:

Adjusted Ebitda Reconciliation (R$ thd)	2Q25	2Q26	1Q26	2Q26	1S26	1S25
Gross Profit	1,223	3,898	678	3,898	4,576	4,071
SG&A	(9,301)	(6,957)	(6,236)	(6,957)	(13,193)	(17,365)

Management Compensation	(1,061)	(1,355)	(945)	(1,355)	(2,300)	(2,562)
Depreciation and Amortization	618	499	537	499	1,036	1,236
Other Operating Expenses	(3,360)	(42,195)	(37,987)	(42,195)	(80,182)	(6,160)
EBITDA from Activities	**(11,881)**	**(46,110)**	**(43,953)**	**(46,110)**	**(90,063)**	**(20,780)**
Result of disposal or write-off of assets	(250)	3,248	8,061	3,248	11,309	(420)
Provisions for Legal Proceedings	(11)	35,011	966	35,011	35,977	696
Idle expenses	4,677	2,110	5,146	2,110	7,256	6,274
Extraordinary Expenses	2,094	4,128	25,757	4,128	29,885	5,019
Adjusted EBITDA	**(5,371)**	**(1,613)**	**(4,023)**	**(1,613)**	**(5,636)**	**(9,211)**

The evolution of Adjusted EBITDA in the quarter reinforces the Company's trajectory of operational improvement, supported by greater cost efficiency in Products and a one-time contribution from the Services segment. Nevertheless, the consolidated result remains negative, and management remains focused on initiatives to reduce fixed costs and improve efficiency in order to bring EBITDA back to positive levels in the coming quarters.

	2Q26		
Reconciliation of Adjusted Ebitda (R$ thd)	**Products**	**Services**	**Total**
Gross Profit	3,817	81	3,898
SG&A	(6,556)	(401)	(6,957)
Management Compensation	(928)	(427)	(1,355)
Depreciation and Amortization	443	56	499
Other Operating Expenses	(3,504)	(38,691)	(42,195)
EBITDA from Activities	**(6,728)**	**(39,382)**	**(46,110)**
Result of disposal or write-off of assets	1	3,247	3,248
Provisions for Legal Proceedings	166	34,845	35,011
Idle expenses	2,110	-	2,110
Extraordinary Expenses	1,788	2,340	4,128
Adjusted EBITDA	**(2,663)**	**1,050**	**(1,613)**

Net Income

Net Result (R$ thd)	**2Q25**	**2Q26**	**1Q26**	**2Q26**	**1S26**	**1S25**
Result Before Income Tax and Social Contribution	(12,377)	(57,195)	(59,669)	(57,195)	(116,864)	(22,524)
Income Tax and Social Contribution - Current	(5)	(2)	(3)	(2)	(5)	(6)
Income Tax and Social Contribution - Deferred	(263)	755	1,899	755	2,654	(1,499)
Net Profit for the Period	**(12,645)**	**(56,442)**	**(57,773)**	**(56,442)**	**(114,215)**	**(24,029)**
Profit (Loss) per Share	(2.8925)	(11.9282)	(12.2095)	(11.9282)	(24.1377)	(5.4966)

The Company reported a net loss of R$ 56.4 million in 2Q26, in line with the result for 1Q26 (a net loss of R$ 57.8 million) and significantly higher than the net loss of R$ 12.6 million recorded in 2Q25. In 1S26, the net loss totaled R$ 114.2 million, compared to a net loss of R$ 24.0 million in 1S25.

The net loss for 2Q26, in addition to current operating revenues and expenses, was primarily impacted by three non-recurring or financial factors:

- Interest accrual on the debt subject to bankruptcy proceedings, which continues to weigh on the Company's financial results;
- Interest accrual on loans, reflecting the cost of outstanding debt during the period;
- The net effect of other operating revenues and expenses, as detailed above, which totaled a negative R$ 42.2 million for the quarter.

Together, these effects account for most of the difference between recurring operating income and the reported net loss, underscoring that a significant portion of the quarter's results stems primarily from financial performance rather than from the business's day-to-day operations.

Working Capital

Working Capital (R$ thd)	06/30/2026	12/31/2025
Accounts Receivable	19,628	13,950
Inventories	32,126	20,620
Advances of suppliers	1,294	504
Recoverable taxes	23,133	22,627
Other Accounts Receivable	28,794	23,452
Total Asset	**104,975**	**81,153**
Suppliers	41,954	26,242
Advances from Customers	792	690
Taxes payable	76,374	72,157
Other Accounts Payable/Other Obligations	2,486	15,317
Payroll and charges	7,280	7,857
Total Liabilities	**128,886**	**122,263**
Working Capital Employed	**(23,911)**	**(41,110)**
Working Capital Variation	17,199	

When comparing the balances as of June 30, 2026, to those as of December 31, 2025, there is an increase in working capital employed. Assets increased primarily due to changes in accounts receivable resulting from higher sales volume and changes in other accounts receivable resulting from the disposal of industrial assets. Liabilities, in turn, increased due to the non-payment of the installment under the judicial reorganization.

As of June 30, 2026, the Company's working capital was negative by R$ 23.9 million, a positive change of R$ 17.2 million compared to the negative balance of R$ 41.1 million as of December 31, 2025. This change reflects growth in both current assets and current liabilities, with current assets growing at a faster pace during the period.

Assets

Total working capital assets amounted to R$ 105.0 million as of June 30, 2026, compared to R$ 81.2 million as of December 31, 2025. The main factors behind this increase were: Other Accounts Receivable, which rose from R$ 23.5 million to R$ 28.8 million, primarily reflecting the effect of the disposal of industrial assets during the period; Accounts Receivable, which grew from R$ 14.0 million to R$ 19.6 million, in line with the Company's higher sales volume; and Inventories, which rose from R$ 20.6 million to R$ 32.1 million, also reflecting increased commercial activity.

Liabilities

Total working capital liabilities amounted to R$ 128.9 million as of June 30, 2026, compared to R$ 122.3 million as of December 31, 2025. The main highlights were the increase in Taxes Payable, which rose from R$ 72.2 million to R$ 76.4 million, and Accounts Payable, which rose from R$ 26.2 million to R$ 42.0 million—the latter is currently being renegotiated as part of the out-of-court reorganization.

Financial Indebtedness

Debts (R$ thd)	06/30/2026	12/31/2025
Short Term	**82,016**	**61,703**
Loans and financing - bankruptcy claims	33,544	17,014
Loans and Financing	48,472	44,689
Long Term	**134,917**	**116,445**
Loans and financing - bankruptcy claims	121,019	113,875
Loans and Financing	13,898	2,570
Total Debts	**216,933**	**178,148**
Cash and Cash Equivalents	14,955	384
Net Debt	**201,978**	**177,764**

As of June 30, 2026, the Company's gross debt totaled R$ 216.9 million, compared to R$ 178.1 million as of December 31, 2025, an increase of R$ 38.8 million during the period. Taking into account the balance of cash and cash equivalents of R$ 15.0 million (compared to R$ 0.4 million as of December 31, 2025), net debt stood at R$ 202.0 million at the end of the first half of the year, compared to R$ 177.8 million at the end of 2025. The increase in debt during the period is primarily attributable to the raising of new funds throughout the half-year and monetary restatement.

Short-term debt totaled R$ 82.0 million as of June 30, 2026 (compared to R$ 61.7 million as of December 31, 2025), of which R$ 33.5 million related to government-backed loans and R$ 48.5 million to conventional loans and financing. Long-term debt totaled R$ 134.9 million (compared to R$ 116.4 million as of December 31, 2025), with R$ 121.0 million related to bankruptcy-related claims.

The portion of short-term loans and financing (R$ 48.5 million), which does not stem from bankruptcy-related claims, is distributed among the following categories:

Short-term debt	**06/30/2026**
BNDES - Fiduciary Sale of Machinery	11,167
Co-obligation on discounted securities	2,968
Working Capital (various types)	34,337
Total	**48,472**

This breakdown shows that most of the non-insolvency-related short-term debt is concentrated in working capital lines of credit, with a significant portion also secured by a fiduciary sale of machinery to the BNDES.

Other forms of collateral related to working capital (various types) are presented below:

Guarantee Coverage - Working Capital (various types)	**06/30/2026**
CDB and performing credits	22,295
Other*	12,042
Total	**34,337**

* Performing receivables, FGI, Intra-group guarantee.

Annexes

Annex I - Income Statements (R$ Thousand)

	1Q26	2Q26
Net Revenue From Sales	4,275	12,240
Cost of Goods and Services Sold	(3,597)	(8,342)
Gross Profit	**678**	**3,898**
Operating Income/Expenses	**(45,168)**	**(50,507)**
Selling	(1,103)	(1,787)
General and Administrative	(5,133)	(5,170)
Management Fees	(945)	(1,355)
Other Operation Income (Expenses)	(37,987)	(42,195)
Net Financial Result	**(15,179)**	**(10,586)**
Financial Income	484	1,135
Financial Expenses	(23,208)	(11,803)
Net Exchange Variance	7,545	82
Results Before Income Tax and Social Contribution	(59,669)	(57,195)
Provision Income Tax and Social Contribution - Current	(3)	(2)
Provision Income Tax and Social Contribution - Deferred	1,899	755
Loss for the year	(57,773)	(56,442)

Annex II – Reconciliation of EBITDA Adjusted (R$ Thousand)

	1Q26	2Q26
Adjusted EBITDA from Operations	(4,023)	(1,613)
Idleness Expenses	(5,146)	(2,110)
Extraordinary expenses	(25,757)	(4,128)
Provisions for Losses, Impairment and Net Result on Disposal of Assets	(9,027)	(38,259)
EBITDA from Operations	(43,953)	(46,110)
Depreciation and amortization	(537)	(499)
Net Financial Result	(15,179)	(10,586)
Income Tax and Social Contribution - Current and Deferred	1,896	753
Loss	(57,773)	(56,442)

Annex III – Consolidated Balance Sheets (R$ Thousand)

	06/30/2026	12/31/2026
Total Asset	**474,095**	**480,101**
Current Assets	**217,060**	**236,427**
Cash and Cash Equivalents	14,955	384
Accounts Receivable	19,628	13,950
Inventories	32,126	20,620
Recoverable Taxes	23,133	22,627
Other Accounts Receivable	28,794	23,452
Prepaid Expenses	370	187
Advances to Suppliers	1,294	504
Assets Classified as Held for Sale	96,760	154,703
Non-Current Assets	**257,035**	**243,674**
Financial applications	193	**234**
Judicial Deposits	4,559	4,013
Recoverable Taxes	13,876	13,236
Deferred Income Tax and Social Contribution	70,867	68,212
Other Accounts Receivable	58,475	18,559
Investments	19,685	19,685
Fixed Assets	29,650	36,627
Intangible Assets	59,730	83,108
Total Liabilities and Shareholders Equity	**474,095**	**480,101**
Current Liabilities	**224,941**	**189,547**
Suppliers	5,480	22,109
Suppliers - bankruptcy claims	36,474	4,133
Loans and Financing	48,472	44,689
Loans and Financing - bankruptcy claims	33,544	17,014
Provisions Payroll and Payroll Payable	7,280	7,857
Taxes Payable	76,374	72,157
Obligations and Provisions for Labor Risks - bankruptcy claims	93	93
Advances from Customers	792	690
Other Accounts Payable	2,486	15,317
Other obligations - bankruptcy claims	13,946	5,488
Non-Current Liabilities	**278,744**	**216,084**
Suppliers - bankruptcy claims	22,826	20,923
Loans and Financing	13,898	2,570
Loans and Financing - bankruptcy claims	121,019	113,875
Taxes Payable	11,060	6,608
Provision for Contigencies	59,418	25,175
Obligations and Provisions Labor Risks - bankruptcy claims	1,854	1,854
Other Accounts Payable	1,821	1,821
Other obligations - bankruptcy claims	46,848	43,258
Shareholders' Equity	**(29,590)**	**74,470**
Capital Stock	144,484	1,927,668
Reserves and capital transactions	144,754	144,754
Accumulated conversion adjustments	50,791	74,686
Accumulated Losses	(369,619)	(2,072,638)

Annex IV – Statements of the Consolidated Cash Flow (R$ Thousand)

	1Q26	2Q26
Cash Flow from Operating Activities		
Loss for the year	(57,773)	(56,442)
Adjustments:		
Depreciation and amortization	537	499
Gain on sale of fixed assets	8,137	6,297
Write-down of goodwill - non-deductible	23,354	-
Deferred income tax and social contribution	(1,899)	(756)
Interest expense and foreign exchange gains/losses on financing	2,105	3,505
Obsolescence of inventory	(98)	224
(Reversal) Estimated losses on doubtful accounts	(43)	(9)
Present value adjustment	15,582	3,570
Foreign exchange gains/losses on foreign investments	(3,776)	10,031
Changes in Assets and Liabilities:		
(Increase) Decrease in accounts receivable	(604)	(5,022)
(Increase) Decrease in inventory	(1,335)	(10,297)
(Increase) Decrease in taxes receivable	(200)	(946)
(Increase) Decrease in other assets	(40,587)	24,834
Increase (Decrease) in accounts payable	(3,348)	10,907
Increase (Decrease) in taxes payable	3,442	3,327
Increase (Decrease) in other accounts payable	16,616	16,780
Net cash from operating activities	**(39,890)**	**6,502**
Cash Flows from Investing Activities		
Capital contribution to a subsidiary	(10,210)	10,210
Securities—restricted account	15	469
Proceeds from sale of fixed assets	49,431	(28,059)
Acquisition of fixed assets	(58)	(119)
Additions to intangible assets	(12)	1
Net cash provided by (used in) investing activities	**39,166**	**(17,498)**
Cash Flows from Financing Activities		
Proceeds from loans and financing	4,546	34,483
Capital increase	775	-
Repayment of loans and financing	(4,728)	(8,785)
Net cash provided by (used in) financing activities	**593**	**25,698**
Net Increase (Decrease) in Cash and Cash Equivalents	**(131)**	**14,702**
Cash and Cash Equivalents at the Beginning of the Period	384	253
Cash and Cash Equivalents at the End of the Period	253	14,955

About Lupatech

Lupatech S.A. is a Brazilian company that manufactures high-value-added products for the oil and gas sector. It operates in the manufacturing sector (Products segment), producing primarily industrial valves; oil and gas valves; and composite products, mainly utility poles and casing for oil pipelines.