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## 3Q22 Earnings Release

Eucatex (B3: EUCA3 and EUCA4), one of the largest manufacturers of panels in Brazil, with operations also in the paint, varnish, laminated flooring, partitions and doors segments, announces today its results for the 3<sup>rd</sup> quarter of 2022 (3Q22). The consolidated financial statements are presented in accordance with the International Financial Reporting Standards (IFRS). Except where stated otherwise, the amounts are in millions of Brazilian real (R\$ million) and comparisons are with the same period last year.

### Highlights

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**Public Meeting 2022**  
(Portuguese only)

**November 11, 2022**  
11 a.m. (Brasília)

[www.eucatex.com.br/ri](http://www.eucatex.com.br/ri)

*English transcript will be available after the event*

#### 3Q22

- Net Revenue of R\$ 672.8 million (+2.9%)
- Recurring EBITDA of R\$ 126.2 million (-17.1%), with Margin of 18.8%
- Recurring Net Income of R\$ 47.5 million (-31.9%)

#### 9M22

- Net Revenue of R\$ 1,871.6 million (+7.6%)
- Recurring EBITDA of R\$ 368.0 million (-10.7%), with Margin of 19.7%
- Recurring Net Income of R\$ 173.9 million (-22.1%)

Amounts in R\$ million	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
Net Revenue	672.8	654.0	2.9%	1,871.6	1,739.8	7.6%
Gross Profit	200.2	234.6	-14.7%	598.4	623.1	-4.0%
<i>Gross Margin (%)</i>	<i>29.8%</i>	<i>35.9%</i>	<i>-6.1 p.p.</i>	<i>32.0%</i>	<i>35.8%</i>	<i>-3.8 p.p.</i>
EBITDA adjusted by non-cash events	122.5	119.9	2.1%	362.8	494.3	-26.6%
<i>EBITDA Margin (%)</i>	<i>18.2%</i>	<i>18.3%</i>	<i>-0.1 p.p.</i>	<i>19.4%</i>	<i>28.4%</i>	<i>-9 p.p.</i>
Net Income (Loss)	45.1	70.5	-36.1%	175.5	299.6	-41.4%
<b>Recurring Net Income (Loss)</b>	<b>47.5</b>	<b>69.8</b>	<b>-31.9%</b>	<b>173.9</b>	<b>223.2</b>	<b>-22.1%</b>
Net Debt	492.8	380.8	29.4%	492.8	380.8	29.4%
Net Debt / EBITDA (LTM)	1.0	0.7	28.8%	1.0	0.7	28.8%
<b>Recurring Adjusted EBITDA</b>	<b>126.2</b>	<b>152.2</b>	<b>-17.1%</b>	<b>368.0</b>	<b>412.0</b>	<b>-10.7%</b>
<b>Recurring Adjusted EBITDA Margin</b>	<b>18.8%</b>	<b>23.3%</b>	<b>-4.5 p.p.</b>	<b>19.7%</b>	<b>23.7%</b>	<b>-4 p.p.</b>

## Management Comments

The economic scenario in Brazil and worldwide remains challenging in 3Q22. Interest rates should remain high for longer than expected, which, combined with the uncertainties resulting from the electoral process, affected the economy as a whole. In relation to the same period last year, the full resumption of other economic activities, especially in the services sector, also contributed to reducing demand in the Company operating segments.

The Company's operating markets slowed down in 3Q22 compared to the same period last year. Demand in the domestic market remained weak. In the export market, expectations of a U.S. economic recession, with interest rate hikes combined with high external logistics costs, has been undermining Brazil's competitiveness, which has adversely affected the Company's exports. Due to the systematic lack of containers, in 3Q22, the Company chartered vessels to ship its production. Though these operations were successful - and cheaper than traditional shipments – these entail longer lead times, requiring higher inventory levels.

Though inflation on prices of inputs still affected the 3Q22 results, the prices of some commodities started decreasing, which should help maintain margins.

Regarding the markets where the Company operates, the ABRAMAT (Brazilian Construction Materials Industry Association) index, which measures the performance of construction materials industries, ended 9M22 down 7.6% and is expected to decline further 2.2% by the end of the year.

Indicators for the panels market, which includes MDF/HDF/MDP/Fiberboard sales, according to IBÁ (Brazilian Tree Industry) figures and the Company's estimates, dropped 11.9% in the domestic market but grew 5.6% in the export market in relation to 3Q21.

On September 28, the Company announced to the market that it started selling porcelain flooring under the **Eucatex Porcelanato** brand. The Company's strategy is to expand its market share of products for construction and decoration by offering a comprehensive portfolio of products for the entire home, thus underscoring its commitment to its customers, shareholders and the market in general.

Initially, these products will be distributed in the state of São Paulo and will be extended to other states next year, as is already done with other product lines of the Company.



## Operating Performance and Results

Sales volume in the Company's Wood segment, considering both domestic and export markets, decreased 3.4% in 3Q22, compared to the same period last year. Performance in the quarter was impacted by the decline in both domestic sales (-2.0%) and exports (-8.0%).

In the Domestic Market, operations at both Furniture Production and Resale were lower than in the previous quarter, reflecting the effects of the monetary tightening policy and the recovery of other sectors of the economy.

The reduction in exports reflects the lower economic activity in the U.S. market, which affected the Central and South American markets, which are vulnerable to the effects of the U.S. market.

The Paint Market contracted 12.6% in 3Q22 and 8.4% in 9M22, according to data from the ABRAFATI (Brazilian Paint Manufacturers Association). The Paint market remains extremely competitive, which impedes the Company from fully passing on the costs incurred last year to prices. However, we notice a trend of stability in costs, which by itself is a positive development for the sector.

### Operating Performance basis 100 - 2005

Physical Sales	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
Wood Panels (DM)	166	169	-2.0%	137	147	-6.9%
Wood Panels (EM)	267	290	-8.2%	233	255	-8.8%
Paints	387	410	-5.7%	412	411	0.2%

DM - Domestic Market / EM - Export Market

## Net Revenue

Net Revenue Breakdown (R\$ million)	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
Wood Segment	505.8	518.1	-2.4%	1,444.6	1,399.2	3.2%
Paint Segment	143.7	125.7	14.3%	394.0	319.3	23.4%
Other (*)	23.4	10.2	129.7%	33.0	21.3	55.1%
<b>Net Revenue</b>	<b>672.8</b>	<b>654.0</b>	<b>2.9%</b>	<b>1,871.6</b>	<b>1,739.8</b>	<b>7.6%</b>

(\*) Metal profiles, land and energy sales

Total net revenue in 3Q22 was R\$ 672.8 million, compared to R\$654.0 million in 3Q21, up 2.9%.

In the Wood Segment, revenue decreased 2.4% in the quarter, reflecting the reduction of 5.0% in prices. In 9M22, revenue decreased 0.8%.

In 3Q22, the Paint segment increased its share of Net Revenue by 14.5% compared to the same period last, due to the 21.3% increase in sale prices on average, which offset, albeit partially, the increase in costs. In 9M22, growth was 23.5%.

### Recurring Cost of Goods Sold (COGS)

COGS increased 10.5% in 3Q22 compared to 3Q21. The 3<sup>rd</sup> quarter of 2022 was also affected by the increase in commodity and wood prices and in logistics costs, mainly in shipments to the Export Market. Any stabilization or decline in commodity prices in 3Q22 may benefit the Company, since the main inputs are influenced by these prices.

### Fair Value of Biological Assets

In 3Q22, the fair value of biological assets was R\$10.5 million, affected by the expansion of planted areas in the quarter and by the changes in the assumptions used, such as costs, prices and fees. Wood prices continue to be under pressure and, though price increases have slowed down, the trend still points to further increases.

### Recurring Gross Profit and Gross Margin

Gross Profit was R\$200.2 million in 3Q22, as against R\$234.6 million in 3Q21, a decrease of 14.7%, reflecting the increase in the costs of raw materials and other inputs that were not passed on fully to prices.

### Recurring Operating Expenses

Breakdown of Expenses (R\$ million)	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
General and Administrative	(17.0)	(18.3)	-7.3%	(58.1)	(57.3)	1.3%
Selling	(85.5)	(76.3)	12.0%	(239.4)	(212.2)	12.8%
<b>Total Operating Expenses</b>	<b>(102.5)</b>	<b>(94.6)</b>	<b>8.3%</b>	<b>(297.5)</b>	<b>(269.5)</b>	<b>10.4%</b>
<b>% Net Revenue</b>	<b>15.2%</b>	<b>14.5%</b>	<b>0.7 p.p.</b>	<b>15.9%</b>	<b>15.5%</b>	<b>0.4 p.p.</b>
Other Operating Income and Expenses	(1.0)	0.9	-206.5%	0.1	5.9	-98.0%



In 3Q22, operating expenses corresponded to 15.2% of Net Revenue, increasing 0.7 p.p. In nominal terms, operating expenses increased 8.3% in 3Q22 compared to 3Q21, mainly impacted by the increase in export logistics costs, marketing expenses and salary adjustments resulting from collective bargaining agreements.

### Recurring EBITDA and EBITDA Margin

As a result of the above, Recurring EBITDA totaled R\$126.2 million, down 17.1% from 3Q21. Recurring EBITDA Margin in 3Q22 reached 18.8%, decreasing 4.5 p.p. from the same period last year.

EBITDA Reconciliation (R\$ million)	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
Net Income (Loss)	45.1	70.5	-36.1%	175.5	299.6	-41.4%
Income Tax and Social Contribution	33.8	59.4	-43.1%	79.6	138.0	-42.3%
Net Financial Income (Loss)	14.2	(21.3)	-166.7%	40.7	4.2	871.6%
<b>EBIT</b>	<b>93.0</b>	<b>108.6</b>	<b>-14.3%</b>	<b>295.8</b>	<b>441.7</b>	<b>-33.0%</b>
Depreciation and Amortization	39.9	26.3	51.5%	120.0	92.5	29.7%
<b>EBITDA under CVM instr. 527/12</b>	<b>133.0</b>	<b>134.9</b>	<b>-1.5%</b>	<b>415.8</b>	<b>534.3</b>	<b>-22.2%</b>
<b>EBITDA Margin</b>	<b>19.8%</b>	<b>20.6%</b>	<b>-0.8 p.p.</b>	<b>22.2%</b>	<b>30.7%</b>	<b>-8.5 p.p.</b>
<b>Non-cash adjustments</b>						
Fair value variation in biological assets	(10.5)	(18.0)	-41.6%	(52.9)	(47.1)	12.3%
<b>EBITDA adjusted by non-cash events</b>	<b>122.5</b>	<b>116.9</b>	<b>4.7%</b>	<b>362.8</b>	<b>487.1</b>	<b>-25.5%</b>
<b>Non-recurring operational events</b>	<b>3.7</b>	<b>32.3</b>	<b>-88.5%</b>	<b>5.2</b>	<b>(82.3)</b>	<b>-106.3%</b>
<b>Recurring adjusted EBITDA</b>	<b>126.2</b>	<b>152.2</b>	<b>-17.1%</b>	<b>368.0</b>	<b>412.0</b>	<b>-10.7%</b>
<b>Adjusted recurring EBITDA Margin</b>	<b>18.8%</b>	<b>23.3%</b>	<b>-4.5 p.p.</b>	<b>19.7%</b>	<b>23.7%</b>	<b>-4 p.p.</b>

### Recurring Net Income

Recurring Net Income in 3Q22, excluding the effect of non-recurring expenses and net of income tax, totaled R\$47.5 million.

In 3Q22, Non-recurring Events refer to expenses of R\$3.7 million related to labor lawsuits and terminations.

## Debt

The Company's net debt at the end of 9M22 was R\$492.8 million and was equivalent to 1.0 time its annualized recurring EBITDA.

Debt (R\$ Million)	9M22	1H22	Var. (%)	2021	Var. (%)
Short-Term Debt	260.3	246.8	5.5%	230.5	12.9%
Long-Term Debt	361.9	306.6	18.1%	291.4	24.2%
<b>Gross Debt</b>	<b>622.2</b>	<b>553.3</b>	<b>12.4%</b>	<b>521.9</b>	<b>19.2%</b>
Cash and Cash Equivalents	129.4	67.9	90.7%	141.1	-8.3%
<b>Net Debt</b>	<b>492.8</b>	<b>485.5</b>	<b>1.5%</b>	<b>380.8</b>	<b>29.4%</b>
% Short-Term Debt	42%	45%	-3 p.p.	44%	-1 p.p.
<b>Net Debt/Recurring EBITDA</b>	<b>1.0</b>	<b>0.9</b>	<b>6.1%</b>	<b>0.7</b>	<b>40.4%</b>

## Investments

Investments in 3Q22 totaled R\$68.1 million and were allocated to maintaining the Company's industrial and, chiefly, forest operations. For 2022, investments of around R\$248.0 million are planned, an increase of 19.5% from 2021, due to the significant increase in the plantation of new forests and the increase in prices of imported parts and services.

## Sustainability

Eucatex's forest sustainability is assured by 40,400 hectares of forests, all located in the state of São Paulo.

The Company is recognized for its sustainable development practices and was the first in the industry to obtain the ISO 9001 certification, in 2000. It also holds the ISO 14001 certification and the Green Seal awarded by the Forest Stewardship Council (FSC), which certifies that its forests are managed in accordance with rigorous environmental, social and economic standards.

In another pioneering initiative, Eucatex became the first in the industry in South America to build a woodchip recycling line on an industrial scale. Its state-of-the-art equipment enables materials obtained within a radius of approximately 120 kilometers from the Salto (São Paulo) unit to be used

as raw material for producing panels and as biomass for firing its boilers. Its total processing capacity is 240,000 metric tons/year, which is equivalent to approximately 2 million trees, 470,000 m<sup>3</sup> of standing timber or 1,500 hectares of planted forests. Investments in land and planting to maintain this volume of wood, considering a seven-year cycle, would be around R\$200 million. Not only does it generate cost benefits, but recycling woodchips also prevents this material from being deposited in local landfills.

## Capital Markets

Eucatex's common and preferred shares, listed on the B3 under the tickers EUCA3 and EUCA4, closed 9M22 quoted at R\$12.44 and R\$7.74, respectively. The Company's market capitalization at the end of the period was R\$863.8 million, around 42% of its book value.

## About Eucatex

Eucatex S.A. Indústria e Comércio, which completed 70 years in 2021, is one of Brazil's largest manufacturers of flooring, wall partitions, doors, MDP/MDF/T-HDF panels, fiberboard, and paints and varnishes. It operates six plants in Botucatu and Salto (both in São Paulo) and Cabo de Santo Agostinho (Pernambuco), employing 2,941 people. Its products are exported to more than 37 countries. For more information, visit [www.eucatex.com.br/ri](http://www.eucatex.com.br/ri).

*This document contains forward-looking statements related to the business prospects, estimates of operating and financial results, and those related to the growth prospects of Eucatex. These are merely projections and as such are based exclusively on the expectations of Eucatex management concerning the future of the business. These forward-looking statements substantially depend on market conditions, the performance of the Brazilian economy, the sector and the international markets and therefore are subject to change without prior notice.*

### Audit

*The policy of the Eucatex Group regarding services provided by its independent auditors that are not related to the external audit of its financial statements is based on the principles of maintaining professional independence. These principles are based on the premise that the auditor must not examine their own work, perform managerial functions or practice law on behalf of clients. In 3Q22, the Eucatex Group did not engage Mazars Auditores Independentes SS for services other than audit. Our independent auditors did not audit the operational and financial indicators.*



## Income Statement

Income Statement (R\$ million)	3Q22	3Q21	Var. (%)	9M22	9M21	Var. (%)
<b>Gross Revenue</b>	<b>1,493.0</b>	<b>775.2</b>	<b>92.6%</b>	<b>2,194.4</b>	<b>2,057.7</b>	<b>6.6%</b>
Sales Taxes	(219.2)	(121.2)	80.9%	(322.8)	(317.9)	1.5%
<b>Net Revenue</b>	<b>672.8</b>	<b>654.0</b>	<b>2.9%</b>	<b>1,871.6</b>	<b>1,739.8</b>	<b>7.6%</b>
Fair Value Variation in Biological Assets	10.5	18.0	-41.6%	52.9	47.1	12.3%
Cost of Goods Sold	(483.1)	(437.4)	10.5%	(1,326.1)	(1,163.8)	13.9%
<b>Gross Profit</b>	<b>200.2</b>	<b>234.6</b>	<b>-14.7%</b>	<b>598.4</b>	<b>623.1</b>	<b>-4.0%</b>
<b>% Gross Margin</b>	<b>29.8%</b>	<b>35.9%</b>	<b>-6.1 p.p.</b>	<b>32.0%</b>	<b>35.8%</b>	<b>-3.8 p.p.</b>
Selling Expenses	(85.5)	(76.3)	12.0%	(239.4)	(212.2)	12.8%
General and Administrative Expenses	(14.2)	(16.1)	-11.5%	(50.3)	(51.0)	-1.4%
Management Compensation	(2.7)	(2.2)	22.9%	(7.8)	(6.4)	22.7%
Other Operating Income / (Expenses)	(1.0)	0.9	-206.5%	0.1	5.9	98.0%
<b>Operating Income (Expenses)</b>	<b>(103.5)</b>	<b>(93.7)</b>	<b>10.4%</b>	<b>(297.4)</b>	<b>(263.6)</b>	<b>12.8%</b>
<b>Net Income before Financial Result</b>	<b>96.7</b>	<b>140.9</b>	<b>-31.3%</b>	<b>301.0</b>	<b>359.5</b>	<b>-16.3%</b>
Financial Income (Expense)	(14.2)	(12.1)	-17.2%	(48.3)	(37.6)	-28.3%
Non-recurring Income (Expense)	(3.7)	1.1	-423.9%	2.4	115.7	-98.0%
<b>Net Income after Financial Result</b>	<b>78.8</b>	<b>129.9</b>	<b>-39.3%</b>	<b>255.1</b>	<b>437.6</b>	<b>-41.7%</b>
Provision for Income Tax and Soc. Contr.	(33.8)	(59.4)	-43.1%	(79.6)	(138.0)	-42.3%
<b>Net Income (Loss) before Non-Controlling Interest</b>	<b>45.1</b>	<b>70.5</b>	<b>-36.1%</b>	<b>175.5</b>	<b>299.6</b>	<b>-41.4%</b>
Non-controlling Interest	0.0	(0.0)	-180.3%	(0.0)	(0.0)	73.9%
<b>Net Income (Loss) from the Period</b>	<b>45.1</b>	<b>70.5</b>	<b>-36.1%</b>	<b>175.5</b>	<b>299.6</b>	<b>-41.4%</b>
<b>Net Margin</b>	<b>6.7%</b>	<b>10.8%</b>	<b>-4.1 p.p.</b>	<b>9.4%</b>	<b>17.2%</b>	<b>-7.8 p.p.</b>

\* Values of items: Cost of Goods Sold, Selling Expenses, General and Administrative Expenses, and Other Operating Expenses /Income are net of non-recurring expenses.

## Balance Sheet

Balance Sheet (R\$ '000)	9M22	2021	Var. (%)
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	33.5	44.8	-25.2%
Marketable Securities	95.9	96.3	-0.4%
Trade Accounts Receivable	545.6	545.7	0.0%
Inventories	566.6	434.0	30.6%
Taxes Recoverable	122.7	121.3	1.1%
Prepaid Expenses	11.9	15.6	-23.9%
Other receivables	2.9	3.2	-10.2%
<b>Total Current Assets</b>	<b>1,379.0</b>	<b>1,260.9</b>	<b>9.4%</b>
<b>Non-Current Assets</b>			
<b>Long-Term Assets</b>			
Trade Accounts Receivable	21.5	22.1	-2.9%
Taxes Recoverable	96.0	140.9	-31.9%
Deferred income tax and social contribution	61.7	64.8	-4.8%
Assets held for sale	0.1	0.2	-8.7%
Investment properties	23.8	24.0	-0.8%
Judicial Deposits	46.2	46.4	-0.3%
Other receivables	11.1	11.1	0.0%
<b>Total Long-Term Assets</b>	<b>260.5</b>	<b>309.5</b>	<b>-15.8%</b>
Investments	-	-	0.0%
Biological Assets	743.2	644.1	15.4%
Fixed Assets	1,284.9	1,243.9	3.3%
Intangible Assets	18.0	16.5	9.0%
<b>Total Permanent Assets</b>	<b>2,046.1</b>	<b>1,904.6</b>	<b>27.7%</b>
<b>Total Non-Current Assets</b>	<b>2,306.5</b>	<b>2,214.0</b>	<b>4.2%</b>
<b>Total Assets</b>	<b>3,685.6</b>	<b>3,474.9</b>	<b>6.1%</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade Accounts Payable	246.9	283.0	-12.8%
Loans and Financing	260.3	230.5	12.9%
Labor Liabilities	49.1	37.5	30.8%
Tax Liabilities	29.6	45.4	-34.6%
Related Parties	-	-	0.0%
Tax Installments	32.1	30.8	4.1%
Advances from Clients	39.0	28.1	39.0%
Dividends and Interest on Equity Payable	60.5	60.5	0.0%
Accounts Payable	45.1	72.7	-38.0%
Lease Liabilities	26.1	34.7	-24.8%
<b>Total Current Liabilities</b>	<b>788.7</b>	<b>823.1</b>	<b>-4.2%</b>
<b>Non-Current Liabilities</b>			
Loans and Financing	361.9	291.4	24.2%
Trade Accounts Payable	-	8.0	-100.0%
Tax Installments	33.5	54.1	-38.0%
Deferred Income tax and Soc. Contr.	120.8	121.9	-0.9%
Provision for Contingencies	78.2	78.2	0.0%
Related Parties	-	-	0.0%
Lease Liabilities	240.1	210.2	14.2%
<b>Total Non-Current Liabilities</b>	<b>834.6</b>	<b>763.7</b>	<b>9.3%</b>
<b>Shareholders' Equity</b>			
Capital	851.9	851.9	0.0%
Revaluation Reserves	182.7	182.7	0.0%
Profit Reserve	930.7	755.2	23.2%
Asset Valuation Adjustment	89.8	89.8	0.0%
Other Comprehensive Income	10.3	11.5	-10.9%
Treasury Stock	(2.9)	(2.9)	0.0%
Retained Earnings	-	-	0.0%
<b>Total Shareholders' Equity</b>	<b>2,062.4</b>	<b>1,888.1</b>	<b>9.2%</b>
Non-controlling Interest	(0.1)	(0.1)	14.6%
<b>Total Shareholders' Equity &amp; Non-controlling Interest</b>	<b>2,062.3</b>	<b>1,888.0</b>	<b>9.2%</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>3,685.6</b>	<b>3,474.9</b>	<b>6.1%</b>

## Cash Flow

Operating Cash Flow (RS '000)	9M22	9M21
<b>Net Income (Loss) before Income Tax and Social Contribution</b>	<b>175.5</b>	<b>299.6</b>
<b>Adjustments to reconcile the result to cash and cash equivalents generated by operating activities</b>		
Depreciation and Amortizations	64.8	71.3
Exhaustion of Biological Assets	55.2	38.4
Write-off of Investments	0.2	0.1
Fair Value Variation in Biological Assets	(52.9)	(47.1)
Interest, Monetary and Exchange Variations, net	39.1	11.5
Income Tax and Social Contribution	77.6	117.6
Provision for Tax Gains	-	(138.6)
Income and Social Contribution Taxes - Deferred	2.0	20.4
Other Provisions	7.3	39.6
<b>Changes in operating assets and liabilities</b>		
Marketable Securities	0.4	(0.8)
Trade Accounts Receivable	(2.2)	(103.7)
Inventories	(132.7)	(115.4)
Recoverable Taxes	43.5	76.9
Deferred Expenses	3.7	(3.7)
Judicial Deposits	0.1	(0.6)
Other Receivables	0.3	(1.4)
Trade Accounts Payable	(44.0)	63.8
Labor and Tax Liabilities	(88.3)	(106.5)
Tax Installments	(23.0)	(17.0)
Advances from Clients	10.9	(6.9)
Accounts Payable	(6.3)	46.0
<b>Net Cash Flow from Operating Activities</b>	<b>131.4</b>	<b>244.5</b>
<b>Cash Flow from Investing Activities</b>		
Capital Decrease in Subsidiaries	-	-
Addition to Fixed Assets	(107.2)	(91.1)
Addition to Biological Assets	(100.4)	(95.4)
<b>Net cash used in investing activities</b>	<b>(207.6)</b>	<b>(186.4)</b>
<b>Cash Flow from Financing Activities</b>		
Amortization of Loans and Financing	(186.0)	(248.7)
Amortization of Leases	-	-
New Loans and Financing	250.9	218.5
Amortization of Loans with Related Parties	-	(2.8)
New Loans with Related Parties	-	-
<b>Net Cash Used in Financing Activities</b>	<b>64.9</b>	<b>(33.0)</b>
<b>Increase (Reduction) in Net Cash and Cash Equivalents</b>	<b>(11.3)</b>	<b>25.1</b>
<b>Cash and Cash Equivalents</b>		
Opening Balance of Cash and Cash Equivalents	44.8	7.1
Closing Balance of Cash and Cash Equivalents	33.5	32.1
<b>Increase (Reduction) in Net Cash and Cash Equivalents</b>	<b>(11.3)</b>	<b>25.1</b>