

(Convenience Translation into English from the Original  
Previously Issued in Portuguese)

## **Taurus Armas S.A.**

Individual and Consolidated Interim Financial Information  
for the Quarter Ended March 31, 2026  
and Report on Review of  
Individual and Consolidated Interim Financial Information

Deloitte Touche Tohmatsu Auditores Independentes Ltda.

(Convenience Translation into English from the Original Previously Issued in Portuguese)

## REPORT ON REVIEW OF INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

To the Shareholders and Management of  
Taurus Armas S.A.

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of Taurus Armas S.A. (“Company”), included in the Interim Financial Information Form - ITR for the quarter ended March 31, 2026, which comprises the balance sheet as at March 31, 2026 and the related statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including the material accounting policies and explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) - Interim Financial Reporting and international standard IAS 34 - Interim Financial Reporting, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM. Our responsibility is to express a conclusion on this individual and consolidated interim financial information based on our review.

### **Scope of review**

We conducted our review in accordance with Brazilian and international standards on review of interim financial information NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion on the individual and consolidated interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information was not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, and presented in accordance with the standards issued by the CVM.

## Other matters

### *Statements of value added*

The individual and consolidated interim financial information referred to above includes the individual and consolidated statements of value added (DVA) for the three-month period ended March 31, 2026, prepared under the responsibility of the Company's Management and disclosed as supplementary information for the purposes of IAS 34. These statements have been subject to review procedures performed together with the review of the interim financial information to reach a conclusion on whether they are reconciled with the interim financial information and the accounting records, as applicable, and whether their form and content are in accordance with the criteria set forth in technical pronouncement CPC 09 (R1) - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria set out in such technical pronouncement and consistently with the individual and consolidated interim financial information taken as a whole.

### *Convenience translation*

The accompanying individual and consolidated interim financial information has been translated into English for the convenience of readers outside Brazil.

Porto Alegre, May 13, 2026

DELOITTE TOUCHE TOHMATSU  
DELOITTE TOUCHE TOHMATSU  
Auditores Independentes Ltda.

  
Jonas Dal Ponte  
Engagement Partner

## Contents

### Company information

Breakdown of capital	1
----------------------	---

### Individual financial statements

Balance sheet - Assets	2
Balance sheet - Liabilities	3
Statement of profit or loss	5
Statement of comprehensive income	6
Statement of cash flows	7

### Statement of changes in shareholders' equity

Statement of changes in shareholders' equity (SCSE) - 01/01/2026 – 03/31/2026	8
Statement of changes in shareholders' equity (SCSE) - 01/01/2025 – 03/31/2025	9
Statement of added value	10

### Consolidated financial statements

Balance sheet - Assets	11
Balance sheet - Liabilities	12
Statement of profit or loss	14
Statement of comprehensive income	15
Statement of cash flows	16

### Statement of changes in shareholders' equity

Statement of changes in shareholders' equity (SCSE) - 01/01/2026 – 03/31/2026	17
Statement of changes in shareholders' equity (SCSE) - 01/01/2025 – 03/31/2025	18
Statement of added value	19

Performance comment	20
---------------------	----

Notes	41
-------	----

### Opinions and Statements

Independent Auditor's Report - Unqualified	94
Fiscal Council opinion or equivalent body	95
Audit and Risk Board's Opinion	96
Statement of the Executive Officers on the Financial Statements	97
Statement of the Executive Officers on Independent Auditor's Report	98

**Company Data/Capital Breakdown**

<b>Number of shares (units)</b>	<b>Current Quarter 03/31/2026</b>
<b>Common - Paid-in capital</b>	51,089,845
<b>Preferred - Paid-in capital</b>	88,208,032
<b>Total - Paid-in Capital</b>	139,297,877
<b>Common - Held in treasury</b>	-
<b>Preferred - Held in treasury</b>	37,285
<b>Total - Held in treasury</b>	37,285

**Individual FS / Balance Sheet - Assets**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
1	Total assets	2,121,332	2,217,750
1.01	Current assets	768,230	804,796
1.01.01	Cash and cash equivalents	35,203	49,266
1.01.01.01	Cash and banks	3,950	4,877
1.01.01.02	Highly liquid short-term investments	31,253	44,389
1.01.02	Short-term investments	233,924	237,290
1.01.02.03	Short-term investments at evaluated at amortized cost	233,924	237,290
1.01.03	Accounts receivable	129,302	163,610
1.01.03.01	Trade receivables	129,302	163,610
1.01.04	Inventories	280,851	260,122
1.01.06	Recoverable taxes	48,524	60,944
1.01.06.01	Recoverable current taxes	48,524	60,944
1.01.07	Prepaid expenses	6,662	5,397
1.01.08	Other current assets	33,764	28,167
1.01.08.03	Other	33,764	28,167
1.01.08.03.03	Related parties - financial loan	21,907	15,245
1.01.08.03.04	Other receivables	11,857	12,922
1.02	Noncurrent assets	1,353,102	1,412,954
1.02.01	Long-term receivables	192,630	193,206
1.02.01.07	Deferred taxes	38,345	40,529
1.02.01.07.01	Deferred income tax and social contribution	38,345	40,529
1.02.01.09	Due from related parties	75,205	74,073
1.02.01.09.02	Receivables from subsidiaries	75,205	74,073
1.02.01.10	Other noncurrent assets	79,080	78,604
1.02.01.10.03	Recoverable taxes	18,662	17,852
1.02.01.10.04	Other	60,418	60,752
1.02.02	Investments	686,625	746,370
1.02.02.01	Equity interests	686,625	746,370
1.02.02.01.02	Equity interests in subsidiaries	686,625	746,370
1.02.03	Property, plant and equipment	387,938	389,276
1.02.03.01	Fixed assets in use	279,939	271,293
1.02.03.03	Construction in progress	107,999	117,983
1.02.04	Intangible assets	85,909	84,102
1.02.04.01	Intangible assets	85,909	84,102
1.02.04.01.02	Intangible assets	85,909	84,102

**Individual FS / Balance Sheet - Liabilities**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
2	Total liabilities and equity	2,121,332	2,217,750
2.01	Current liabilities	618,966	645,852
2.01.01	Payroll, benefits and taxes thereon	30,065	27,156
2.01.01.01	Payroll and related taxes	6,494	7,326
2.01.01.02	Payroll and related taxes	23,571	19,830
2.01.02	Trade payables	59,988	54,477
2.01.02.01	Local suppliers	52,404	45,338
2.01.02.02	Foreign suppliers	7,584	9,139
2.01.03	Taxes payable	15,195	22,205
2.01.03.01	Federal tax liabilities	15,671	22,157
2.01.03.01.01	Income tax and social contribution payable	-	-
2.01.03.01.02	Other taxes	15,671	22,157
2.01.03.02	State tax liabilities	(501)	(31)
2.01.03.03	Municipal tax liabilities	25	79
2.01.04	Borrowings and financing	472,956	492,159
2.01.04.01	Borrowings and financing	472,956	492,159
2.01.04.01.01	In local currency	75,118	65,101
2.01.04.01.02	In foreign currency	397,838	427,058
2.01.05	Other payables	25,459	34,129
2.01.05.02	Other	25,459	34,129
2.01.05.02.02	Dividends payable	538	539
2.01.05.02.08	Advances from customers	10,433	10,902
2.01.05.02.09	Other payables	14,488	22,688
2.01.06	Provisions	15,303	15,726
2.01.06.01	Tax, social security, labor and civil provisions	11,833	12,256
2.01.06.01.01	Tax provisions	5,023	3,723
2.01.06.01.02	Social security and labor provisions	2,846	3,111
2.01.06.01.04	Civil provisions	3,964	5,422
2.01.06.02	Other provisions	3,470	3,470
2.01.06.02.01	Provision for warranties	3,470	3,470
2.02	Noncurrent liabilities	314,865	324,445
2.02.01	Borrowings and financing	239,475	245,168
2.02.01.01	Borrowings and financing	239,475	245,168
2.02.01.01.01	In local currency	239,475	245,168
2.02.01.01.02	In foreign currency	-	-
2.02.02	Other payables	22,072	26,503
2.02.02.01	Due to related parties	2,453	2,390
2.02.02.01.04	Due to other related parties	2,453	2,390
2.02.02.02	Other	19,619	24,113
2.02.02.02.03	Taxes payable	11,371	12,158
2.02.02.02.04	Provision for negative equity	1,399	1,371
2.02.02.02.06	Trade payables	209	1,221
2.02.02.02.07	Derivative - SWAP	829	3,552
2.02.02.02.09	Other payables	5,811	5,811
2.02.03	Deferred taxes	-	-
2.02.03.01	Deferred income tax and social contribution	-	-
2.02.04	Provisions	53,318	52,774
2.02.04.01	Tax, social security, labor and civil provisions	53,318	52,774
2.02.04.01.01	Tax provisions	-	-
2.02.04.01.02	Social security and labor provisions	38,215	37,671

**Individual FS / Balance Sheet - Liabilities**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
2.02.04.01.04	Civil provisions	15,103	15,103
2.03	Equity	1,187,501	1,247,453
2.03.01	Issued capital	548,101	548,101
2.03.02	Capital reserves	1,427	222
2.03.02.03	Disposal of subscription warrants	9,880	9,880
2.03.02.04	Stock options granted	36,605	37,518
2.03.02.05	Treasury shares	818	(1,300)
2.03.02.09	Capital Transactions	(45,876)	(45,876)
2.03.04	Profit reserve	454,309	454,660
2.03.04.01	Legal reserve	53,417	53,417
2.03.04.02	Statutory reserve	266,384	266,735
2.03.04.07	Tax incentive reserve	134,508	134,508
2.03.05	Retained earnings/accumulated losses	(36,502)	-
2.03.06	Valuation adjustments to equity	42,909	43,025
2.03.08	Cumulative translation adjustments	177,257	201,445
2.03.08.01	Cumulative translation adjustments	177,257	201,445

**Individual FS / Statement of Profit or Loss**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
301	Net operating revenue	122,287	160,079
302	Cost of sales	(87,041)	(102,255)
303	Gross profit	35,246	57,824
304	Operating (expenses) income	(82,075)	(65,400)
30401	Selling expenses	(10,482)	(10,697)
30402	General and administrative expenses	(34,461)	(37,886)
30403	Impairment losses	1,473	(730)
30404	Other operating income	1,024	2,016
30405	Other operating expenses	(4,045)	(1,898)
30406	Equity in earnings (losses)	(35,584)	(16,205)
305	Profit before finance income (costs) and taxes	(46,829)	(7,576)
306	FINANCE INCOME (COSTS)	12,395	21,797
30601	Finance income	46,189	58,108
30602	Finance costs	(33,794)	(36,311)
307	Pretax income	(34,434)	14,221
308	Income tax and social contribution	(2,184)	4,406
30801	Current	-	1,525
30802	Deferred	(2,184)	2,881
309	Profit (loss) from continuing operations	(36,618)	18,627
311	profit (loss) for the period	(36,618)	18,627
399	Earnings per share (R\$/share)	-	-
39901	Basic earnings per share	-	-
3990101	Common shares (ON)	(0.26295)	0.14738
3990102	Preferred shares (PN)	(0.26322)	0.14752
39902	Diluted earnings per share	-	-
3990201	Common shares (ON)	(0.26295)	0.14738
3990202	Preferred shares (PN)	(0.26322)	0.14713

**Individual FS / Statement of Comprehensive Income**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
4.01	Profit for the period	(36,618)	18,627
4.02	Other comprehensive income	(24,188)	(47,395)
4.02.01	Translation adjustments for the period	(24,188)	(47,395)
4.02.02	Realization of valuation adjustments to equity, net of taxes	-	-
4.03	Comprehensive income for the period	(60,806)	(28,768)

**Individual FS / Statement of Cash Flows - Indirect Method**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
6.01	Net cash from operating activities	13,353	5,169
6.01.01	Cash generated by operating activities	10,264	21,958
6.01.01.01	Profit (loss) before income tax and social contribution	(34,434)	14,221
6.01.01.02	Depreciation and amortization	9,495	6,616
6.01.01.03	Cost of capital assets written off	106	727
6.01.01.04	Allowance for doubtful debts	(1,473)	730
6.01.01.05	Share of results of investees	35,585	16,205
6.01.01.07	Provision for Derivative Financial Instruments	829	-
6.01.01.08	Accrued interest on borrowings and intragroup borrowings	14,352	13,186
6.01.01.09	Shared based payment plan	1,921	2,586
6.01.01.10	Allowance for inventory losses	55	1,279
6.01.01.11	Provision for warranties	-	-
6.01.01.12	Provision for civil, labor and tax risks	4,570	5,510
6.01.01.13	Exchange differences on borrowings and other items	(20,742)	(39,102)
6.01.02	Changes in assets and liabilities	4,174	103
6.01.02.01	(Increase) decrease in trade receivables	35,781	22,802
6.01.02.02	Decrease (increase) in inventories	(20,784)	(31,273)
6.01.02.03	Decrease (increase) in other receivables	5,212	2,548
6.01.02.04	(Decrease) increase in trade payables	4,499	(13,031)
6.01.02.05	Increase (decrease) in accounts payable	(20,534)	19,057
6.01.03	Other	(1,085)	(16,892)
6.01.03.02	Payment of Corporate Income Tax (IRPJ) and Social Contribution on N	(1,085)	(16,892)
6.01.03.03	Income tax and social contribution paid	-	-
6.02	Net cash from investing activities	(7,967)	13,280
6.02.01	Due from related parties	(1,263)	(6,063)
6.02.03	In investments	-	-
6.02.04	In property, plant and equipment	(5,457)	(3,095)
6.02.05	In intangible assets	(4,613)	(7,345)
6.02.06	Financial investments	3,366	29,783
6.03.07	Interest Payments on Loans and Mutual Agreements	(12,136)	(14,643)
6.03	Net cash from financing activities	(19,449)	(64,648)
6.03.01	Payment of interest on equity and dividends	-	-
6.03.02	Borrowings and intragroup borrowings	71,945	94,862
6.03.03	Repayment of borrowings	(78,252)	(144,917)
6.03.05	Capital increase	(1,069)	-
6.03.06	Payment of interest on borrowings and intragroup borrowings	-	-
6.03.10	Due to related parties	63	50
6.05	Increase (decrease) in cash and cash equivalents	(14,063)	(46,199)
6.05.01	Cash and cash equivalents at the beginning of the year	49,266	102,739
6.05.02	Cash and cash equivalents at the end of the year	35,203	56,540

**Individual FS / Statements of Changes in Equity / SCE - 01/01/2026 to 03/31/2026**

(In thousands of Brazilian reais)

Line Item	Description	Paid-in capital	Capital reserves, stock options granted and treasury shares	Earnings reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Opening balances	548,101	222	454,660	1	244,470	1,247,454
5.03	Adjusted opening balances	548,101	222	454,660	1	244,470	1,247,454
5.04	Shareholders' capital transactions	-	1,205	(351)	-	-	854
5.04.01	Capital Increases	-	-	-	-	-	-
5.04.03	Recognized stock options granted	-	(913)	-	-	-	(913)
5.04.04	Treasury shares acquired	-	(1,067)	-	-	-	(1,067)
5.04.05	Treasury shares sold	-	3,185	(351)	-	-	2,834
5.04.08	Other transactions	-	-	-	-	-	-
5.05	Total comprehensive income	-	-	-	(36,618)	(24,188)	(60,806)
5.05.01	Profit for the period	-	-	-	(36,618)	-	(36,618)
5.05.02	Other comprehensive income	-	-	-	-	(24,188)	(24,188)
5.05.02.04	Translation adjustments for the period	-	-	-	-	(24,188)	(24,188)
5.06	Internal changes in equity	-	-	-	115	(115)	-
5.06.02	Realization of revaluation reserve	-	-	-	115	(115)	-
5.07	Closing balances	548,101	1,427	454,309	(36,502)	220,167	1,187,502

**Individual FS / Statements of Changes in Equity / SCE - 01/01/2025 to 03/31/2025**  
(In thousands of Brazilian reais)

Line Item	Description	Paid-in capital	Capital reserves, stock options granted and treasury shares	Earnings reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Prior-year adjustments	448,101.00 -	8,276.00	536,741.00	-	317,795.00	1,294,361.00
5.03	Shareholders' capital transactions	448,101.00 -	8,276.00	536,741.00	-	317,795.00	1,294,361.00
5.04	Capital increases	-	2,594.00 -	8.00	-	-	2,586.00
5.04.01	Capital Transactions with Shareholders	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	1,499.00	-	-	-	1,499.00
5.04.04	Treasury shares acquired	-	-	-	-	-	-
5.04.05	Treasury Shares Sold	-	1,095.00 -	8.00	-	-	1,087.00
5.04.06	Dividends	-	-	-	-	-	-
5.04.08	Total comprehensive income	-	-	-	-	-	-
5.05	Net income for the period	-	-	-	18,627.00 -	47,395.00 -	28,768.00
5.05.01	Other comprehensive income	-	-	-	18,627.00	-	18,627.00
5.05.02	Adjustments to financial instruments	-	-	-	- -	47,395.00 -	47,395.00
5.05.02.04	Taxes on translation adjustments for the period	-	-	-	- -	47,395.00 -	47,395.00
5.06	Recognition of reserves	-	-	-	117.00 -	117.00	-
5.06.02	Taxes on realization of revaluation reserve	-	-	-	117.00 -	117.00	-
5.07	Closing balances	448,101.00 -	5,682.00	536,733.00	18,744.00	270,283.00	1,268,179.00

**Individual FS / Statement of Value Added**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
7.01	Revenue	158,160	179,506
7.01.01	Sales of goods and services	155,663	178,220
7.01.02	Other income	1,024	2,016
7.01.04	Allowance for (reversal of) doubtful debts	1,473	(730)
7.02	Inputs purchased from third parties	(78,396)	(92,650)
7.02.01	Cost of products, goods and services sold	(35,327)	(39,523)
7.02.02	Supplies, power, outside services and other inputs	(43,069)	(53,127)
7.03	Gross value added	79,764	86,856
7.04	Withholdings	(9,495)	(6,616)
7.04.01	Depreciation, amortization and depletion	(9,495)	(6,616)
7.05	Wealth created	70,269	80,240
7.06	Wealth received in transfer	10,605	41,903
7.06.01	Equity in earnings (losses)	(35,584)	(16,205)
7.06.02	Finance income	46,189	58,108
7.07	Wealth for distribution	80,874	122,143
7.08	Wealth distributed	80,874	122,143
7.08.01	Personnel expenses	38,257	42,581
7.08.01.01	Wages	27,783	32,315
7.08.01.02	Benefits	8,544	8,109
7.08.01.03	Severance Pay Fund (FGTS)	1,930	2,157
7.08.02	Taxes, fees and contributions	44,524	23,493
7.08.02.01	Federal	37,671	17,115
7.08.02.02	State	6,647	6,306
7.08.02.03	Municipal	206	72
7.08.03	Lenders and lessors	34,711	37,442
7.08.03.01	Interest	33,792	36,311
7.08.03.02	Rentals	919	1,131
7.08.04	Shareholders	(36,618)	18,627
7.08.04.02	Dividends	-	-
7.08.04.03	Retained earnings (accumulated losses)	(36,618)	18,627

**Consolidated FS / Balance Sheet - Assets**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
1	Total assets	2,474,322	2,586,405
1.01	Current assets	1,402,484	1,504,546
1.01.01	Cash and cash equivalents	41,880	67,547
1.01.01.01	Cash and banks	7,810	13,755
1.01.01.02	Highly liquid short-term investments	34,070	53,792
1.01.02	Short-term investments	276,250	267,790
1.01.02.03	Short-term investments at evaluated at amortized cost	276,250	267,790
1.01.03	Accounts receivable	274,026	247,187
1.01.03.01	Trade receivables	274,026	247,187
1.01.04	Inventories	688,211	775,378
1.01.06	Recoverable taxes	62,057	75,409
1.01.06.01	Recoverable current taxes	62,057	75,409
1.01.07	Prepaid expenses	26,676	28,841
1.01.08	Other current assets	33,384	42,394
1.01.08.01	Noncurrent assets for sale	7,000	7,000
1.01.08.03	Other	26,384	35,394
1.01.08.03.02	Others account receivables	26,384	35,394
1.02	Noncurrent assets	1,071,838	1,081,859
1.02.01	Long-term receivables	161,876	170,437
1.02.01.07	Deferred taxes	65,490	73,094
1.02.01.07.01	Deferred income tax and social contribution	65,490	73,094
1.02.01.09	Credits with related parties	17,283	17,661
1.02.01.09.04	Credits with others related parties	17,283	17,661
1.02.01.10	Other noncurrent assets	79,103	79,682
1.02.01.10.03	Other	19,507	18,559
1.02.01.10.04	Recoverable taxes	59,596	61,123
1.02.02	Investments	71,218	70,913
1.02.02.01	Equity interests	14,819	14,514
1.02.02.01.04	Investments in joint ventures	14,817	14,512
1.02.02.01.05	Other investments	2	2
1.02.02.02	Investment property	56,399	56,399
1.02.03	Property, plant and equipment	652,467	650,266
1.02.03.01	Fixed assets in use	450,492	446,951
1.02.03.03	Construction in progress	201,975	203,315
1.02.04	Intangible assets	186,277	190,243
1.02.04.01	Intangible	186,277	190,243
1.02.04.01.02	Intangible	186,277	190,243

**Consolidated FS / Balance Sheet - Liabilities**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
2	Total liabilities and equity	2,474,322	2,586,405
2.01	Current liabilities	916,866	955,097
2.01.01	Payroll, benefits and taxes thereon	36,953	32,287
2.01.01.01	Payroll and related taxes	7,171	8,199
2.01.01.02	Payroll and related taxes	29,782	24,088
2.01.02	Trade payables	101,642	113,327
2.01.02.01	Local suppliers	70,574	60,376
2.01.02.02	Foreign suppliers	31,068	52,951
2.01.03	Taxes payable	49,274	53,419
2.01.03.01	Federal tax liabilities	49,365	53,052
2.01.03.01.01	Income tax and social contribution payable	426	378
2.01.03.01.02	Other taxes	48,939	52,674
2.01.03.02	State tax liabilities	(172)	227
2.01.03.03	Municipal tax liabilities	81	140
2.01.04	Borrowings and Financing	619,766	662,127
2.01.04.01	Borrowings and Financing	619,766	662,127
2.01.04.01.01	In local currency	75,118	65,101
2.01.04.01.02	In foreign currency	544,648	597,026
2.01.05	Other payables	72,534	54,825
2.01.05.02	Other	72,534	54,825
2.01.05.02.02	Dividends payable	538	539
2.01.05.02.09	Other payables	12,386	12,352
2.01.05.02.11	Other payables	59,610	41,934
2.01.06	Provisions	36,697	39,112
2.01.06.01	Tax, social security, labor and civil provisions	29,702	31,976
2.01.06.01.01	Tax provisions	5,038	3,884
2.01.06.01.02	Social security and labor provisions	3,211	3,434
2.01.06.01.04	Civil provisions	21,453	24,658
2.01.06.02	Other allowances, provisions and accruals	6,995	7,136
2.01.06.02.01	Provision for warranties	6,995	7,136
2.02	Noncurrent liabilities	369,955	383,855
2.02.01	Borrowings and financing	239,475	245,168
2.02.01.01	Borrowings and financing	239,475	245,168
2.02.01.01.01	In local currency	239,475	245,168
2.02.01.01.02	In foreign currency	-	-
2.02.02	Other payables	54,885	63,062
2.02.02.01	Due to related parties	2,453	2,390
2.02.02.01.04	Due to other related parties	2,453	2,390
2.02.02.02	Other	52,432	60,672
2.02.02.02.04	Other Payables	12,861	14,144
2.02.02.02.06	Trade payables	209	1,221
2.02.02.02.08	Derivative - SWAP	829	3,552
2.02.02.02.09	Other Payables	38,533	41,755
2.02.03	Deferred taxes	16,358	16,689
2.02.03.01	Deferred income tax and social contribution	16,358	16,689
2.02.04	Provisions	59,237	58,936

**Consolidated FS / Balance Sheet - Liabilities**

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 03/31/2026	Prior Year 12/31/2025
2.02.04.01	Tax, social security, labor and civil provisions	55,663	55,168
2.02.04.01.01	Tax provisions	1,394	1,394
2.02.04.01.02	Social security and labor provisions	39,028	38,533
2.02.04.01.04	Civil provisions	15,241	15,241
2.02.04.02	Other allowances, provisions and accruals	3,574	3,768
2.02.04.02.01	Provision for warranties	3,574	3,768
2.03	Consolidated equity	1,187,501	1,247,453
2.03.01	Issued capital	548,101	548,101
2.03.02	Capital reserves	1,427	222
2.03.02.03	Disposal of subscription warrants	9,880	9,880
2.03.02.04	Stock options granted	36,605	37,518
2.03.02.05	Treasury shares	818	(1,300)
2.03.02.09	Capital Transactions	(45,876)	(45,876)
2.03.04	Profit reserve	454,309	454,660
2.03.04.01	Legal reserve	53,417	53,417
2.03.04.02	Statutory reserve	266,384	266,735
2.03.04.07	Tax incentive reserve	134,508	134,508
2.03.05	Retained earnings/accumulated losses	(36,502)	-
2.03.06	Valuation adjustments to equity	42,909	43,025
2.03.08	Cumulative translation adjustments	177,257	201,445
2.03.08.01	Cumulative translation adjustments	177,257	201,445

**Consolidated FS / Statement of Profit or Loss**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
3.01	Net operating revenue	354,917	349,094
3.02	Cost of sales	(254,823)	(236,187)
3.03	Gross profit	100,094	112,907
3.04	Operating (expenses) income	(135,461)	(117,428)
3.04.01	Selling expenses	(52,834)	(51,191)
3.04.02	General and administrative expenses	(83,470)	(68,382)
3.04.03	Impairment losses	728	(1,453)
3.04.04	Other operating income	1,609	3,421
3.04.05	Other operating expenses	(2,647)	(860)
3.04.06	Equity in earnings (losses)	1,153	1,037
3.05	Profit before finance income (costs) and taxes	(35,367)	(4,521)
3.06	FINANCE INCOME (COSTS)	7,853	20,608
3.06.01	Finance income	45,756	59,208
3.06.02	Finance costs	(37,903)	(38,600)
3.07	Pretax income	(27,514)	16,087
3.08	Income tax and social contribution	(9,104)	2,540
3.08.01	Current	(1,500)	2,266
3.08.02	Deferred	(7,604)	274
3.09	Profit (loss) from continuing operations	(36,618)	18,627
3.11	Consolidated profit (loss) for the period	(36,618)	18,627
3.11.01	Attributable to owners of the Company	(36,618)	18,627
3.99	Earnings per share (R\$/share)	-	-
3.99.01	Basic earnings per share	-	-
3.99.01.01	Common shares (ON)	(0.26295)	0.14738
3.99.01.02	Preferred shares (PN)	(0.26322)	0.14752
3.99.02	Diluted earnings per share	-	-
3.99.02.01	Common shares (ON)	(0.26295)	0.14738
3.99.02.02	Preferred shares (PN)	(0.26322)	0.14713

**Consolidated FS / Statement of Comprehensive Income**  
(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
4.01	Consolidated profit for the period	(36,618)	18,627
4.02	Other comprehensive income	(24,188)	(47,395)
4.02.01	Translation adjustment for the period	(24,188)	(47,395)
4.03	Consolidated comprehensive income for the period	(60,806)	(28,768)
4.03.01	Attributable to owners of the Company	(60,806)	(28,768)

**Consolidated FS / Statement of Cash Flows - Indirect Method**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
6.01	Net cash from operating activities	46,177	(82,577)
6.01.01	Cash generated by operating activities	(3,135)	16,427
6.01.01.01	Profit (loss) before income tax and social contribution	(27,514)	16,087
6.01.01.02	Depreciation and amortization	15,329	11,512
6.01.01.03	Cost of capital assets written off	297	740
6.01.01.04	Other items that do not affect cash included in profit	-	-
6.01.01.05	Share of results of investees	(1,154)	(1,037)
6.01.01.06	Provision for Derivative Financial Instruments	829	-
6.01.01.07	Allowance for doubtful debts	(728)	1,453
6.01.01.08	Provision for Inventory Losses	127	1,593
6.01.01.09	Shared based payment plan	1,921	2,586
6.01.01.10	Accrued interest on borrowings and intragroup loans	16,720	14,283
6.01.01.14	Provision for Freight and Commissions	8,126	5,056
6.01.01.16	Allowance for inventory losses	-	-
6.01.01.17	Provision for warranties	-	(534)
6.01.01.18	Exchange Rate Variation on Loans and Financing	(20,743)	(39,102)
6.01.01.19	Provision for civil, labor and tax risks	3,655	3,790
6.01.01.20	Exchange differences on translating borrowings and financing	-	-
6.01.02	Changes in assets and liabilities	51,945	(80,594)
6.01.02.01	(Increase) decrease in trade receivables	(29,520)	(53,695)
6.01.02.02	(Increase) decrease in inventories	59,366	(15,773)
6.01.02.03	(Increase) in other receivables	21,746	17,493
6.01.02.04	Increase in trade payables	(9,110)	(29,522)
6.01.02.05	Increase in accounts payable	9,463	903
6.01.03	Other	(2,633)	(18,410)
6.01.03.04	Payment of Corporate Income Tax (IRPJ) and Social Contribution on Net Profit (CSLL)	(2,633)	(18,410)
6.01.03.02	Income tax and social contribution paid	-	-
6.02	Net cash from investing activities	(26,828)	5,356
6.02.01	Due from related parties	1,519	(377)
6.02.03	In investments	-	-
6.02.04	In property, plant and equipment	(15,275)	(11,124)
6.02.05	In intangible assets	(4,612)	(9,028)
6.02.06	Financial investments	(8,460)	25,885
6.03	Net cash from financing activities	(45,077)	23,572
6.03.01	Payment of interest on equity and dividends	-	-
6.03.02	Borrowings and intragroup borrowings	275,061	401,949
6.03.03	Repayment of borrowings	(304,525)	(362,602)
6.03.05	Treasury shares	(1,069)	-
6.03.09	Due to related parties	23	15
6.03.10	Payment of interest on borrowings and intragroup borrowings	(14,567)	(15,790)
6.03.11	Other	-	-
6.04	Exchange differences on translating cash and cash equivalents	61	77
6.05	Increase (decrease) in cash and cash equivalents	(25,667)	(53,572)
6.05.01	Cash and cash equivalents at the beginning of the year	67,547	112,614
6.05.02	Cash and cash equivalents at the end of the year	41,880	59,042

**Consolidated FS / Statements of Changes in Equity / SCE -- 01/01/2026 to 03/31/2026**

(In thousands of Brazilian reais)

Line Item	Description	Paid-in capital	Capital reserves, stock options granted and treasury shares	Earnings reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Opening balances	548,101	222	454,660	1	244,470	1,247,454
5.03	Adjusted opening balances	548,101	222	454,660	1	244,470	1,247,454
5.04	Shareholders' capital transactions	-	1,205	(351)	-	-	854
5.04.01	Capital Increases	-	-	-	-	-	-
5.04.03	Recognized stock options granted	-	(913)	-	-	-	(913)
5.04.04	Treasury shares acquired	-	(1,067)	-	-	-	(1,067)
5.04.05	Treasury shares sold	-	3,185	(351)	-	-	2,834
5.04.06	Other transactions	-	-	-	-	-	-
5.05	Total comprehensive income	-	-	-	(36,618)	(24,188)	(60,806)
5.05.01	Profit for the period	-	-	-	(36,618)	-	(36,618)
5.05.02	Other comprehensive income	-	-	-	-	(24,188)	(24,188)
5.05.02.04	Translation adjustments for the period	-	-	-	-	(24,188)	(24,188)
5.06	Internal changes in equity	-	-	-	115	(115)	-
5.06.02	Realization of revaluation reserve	-	-	-	115	(115)	-
5.07	Closing balances	548,101	1,427	454,309	(36,502)	220,167	1,187,502

**Consolidated FS / Statements of Changes in Equity / SCE -- 01/01/2025 to 03/31/2025**

(In thousands of Brazilian reais)

Line Item	Description	Paid-in capital	Capital reserves, stock options granted and treasury shares	Earnings reserves	Retained earnings (accumulated losses)	Other comprehensive income	Equity
5.01	Opening balances	448,101 -	8,276	536,741	-	317,795	1,294,361
5.03	Adjusted opening balances	448,101 -	8,276	536,741	-	317,795	1,294,361
5.04	Shareholders' capital transactions	-	2,594 -	8	-	-	2,586
5.04.01	Capital Transactions with Shareholders	-	-	-	-	-	-
5.04.03	Recognized Granted Options	-	1,499	-	-	-	1,499
5.04.04	Treasury shares acquired	-	-	-	-	-	-
5.04.05	Treasury Shares Sold	-	1,095 -	8	-	-	1,087
5.04.06	Dividends	-	-	-	-	-	-
5.04.08	Others transactions	-	-	-	-	-	-
5.05	Total comprehensive income	-	-	-	18,627 -	47,395 -	28,768
5.05.01	Net income for the period	-	-	-	18,627	-	18,627
5.05.02	Other comprehensive income	-	-	-	- -	47,395 -	47,395
5.05.02.04	Translation adjustments for the period	-	-	-	- -	47,395 -	47,395
5.06	Internal changes in equity	-	-	-	117 -	117	-
5.06.02	Realization of revaluation reserve	-	-	-	117 -	117	-
5.07	Closing balances	448,101 -	5,682	536,733	18,744	270,283	1,268,179

**Consolidated FS / Statement of Value Added**

(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 03/31/2026	Prior YTD 01/01/2025 to 03/31/2025
7.01	Revenue	427,290	405,148
7.01.01	Sales of goods and services	424,953	403,180
7.01.02	Other income	1,609	3,421
7.01.04	Allowance for (reversal of) doubtful debts	728	(1,453)
7.02	Inputs purchased from third parties	(321,902)	(281,544)
7.02.01	Cost of products, goods and services sold	(195,067)	(164,467)
7.02.02	Supplies, power, outside services and other inputs	(126,835)	(117,077)
7.03	Gross value added	105,388	123,604
7.04	Withholdings	(15,329)	(11,512)
7.04.01	Depreciation, amortization and depletion	(15,329)	(11,512)
7.05	Wealth created	90,059	112,092
7.06	Wealth received in transfer	46,909	60,245
7.06.01	Equity in earnings (losses)	1,153	1,037
7.06.02	Finance income	45,756	59,208
7.07	Wealth for distribution	136,968	172,337
7.08	Wealth distributed	136,968	172,337
7.08.01	Personnel expenses	45,086	50,863
7.08.01.01	Wages	32,551	37,309
7.08.01.02	Benefits	10,230	11,010
7.08.01.03	Severance Pay Fund (FGTS)	2,305	2,544
7.08.02	Taxes, fees and contributions	89,513	62,957
7.08.02.01	Federal	78,637	52,295
7.08.02.02	State	10,603	10,425
7.08.02.03	Municipal	273	237
7.08.03	Lenders and lessors	38,987	39,890
7.08.03.01	Interest	37,900	38,600
7.08.03.02	Rentals	1,087	1,290
7.08.04	Remuneration of Equity	(36,618)	18,627
7.08.04.03	Accumulated losses, net of valuation adjustments to equity - Continuing operation	(36,618)	18,627
7.08.05	Others	-	-
7.08.05.01	Retained Earnings, net of Realization of Fair Value Adjustments	-	-
7.08.05.03	Dividends	-	-



**NET REVENUES:**  
R\$ 354.9 million



**GROSS PROFIT:**  
R\$ 100.1 million  
Gross margin: 28.2%



**EBITDA:**  
-R\$ 20.1 million



**NET LOSS:**  
-R\$ 36.6 million

São Leopoldo, May 15, 2026 – Taurus Armas S.A. (“Taurus” or “Company”) (B3:TASA3; TASA4), listed on B3’s Level 2 of Corporate Governance, being the company that has created the 3rd generation of pistols, and the world’s largest manufacturer of light firearms, hereby announces its results for the first quarter of 2026 (1Q26). The financial and operational information contained herein, except where indicated otherwise, is presented in Brazilian currency (Reais R\$), and complies with the international accounting standards (IFRS), coupled with the Brazilian accounting principles. All comparisons contained herein refer to the same periods of 2025, except where indicated otherwise.

## 1Q26 Results

Despite the lingering 50% tariff on exports to the U.S. through the end of February 2026, Taurus achieved a gross margin of 28.20%



### Main Indicators

R\$ million	1Q26	1Q25	1Q26x1Q25 % Chg.	4Q25	1Q26x4Q25 % Chg.
Net operating revenues	354.9	349.1	1.7%	391.2	-9.3%
Domestic market	75.8	66.0	14.8%	83.0	-8.7%
Exports market	279.2	283.1	-1.4%	308.2	-9.4%
COGS	-254.8	-236.2	7.9%	-254.5	0.1%
Gross profit	100.1	112.9	-11.3%	136.7	-26.8%
Gross margin (%)	28.2%	32.3%	-4.1 p.p.	34.9%	-6.7 p.p.
Operating expenses (SG&A)	-135.5	-117.4	15.4%	-155.3	-12.7%
Earnings before financial result and income tax (EBIT)	-35.4	-4.5	686.7%	-18.5	91.4%
Net financial income (expenses)	7.9	20.6	-61.7%	-32.0	-
Income tax and social contribution	-9.1	2.5	-	-15.1	-39.7%
<b>Net income (loss)</b>	<b>-36.6</b>	<b>18.6</b>	<b>-</b>	<b>-65.6</b>	<b>-44.2%</b>
EBITDA*	-20.1	7.0	-	0.0	-
EBITDA Margin*	-	2.0%	-	-	-
Net debt (end of period)	541.1	535.9	1.0%	572.0	-5.4%

EBITDA is not adopted as an indicator according to the accounting practices. Its calculation is presented in the item "EBITDA" of this report.



## Message from Management

*At the end of February, we were pleased to receive some extremely positive news for Taurus. After a period of many months operating subject to an additional 50% tariff on exports to the United States, we benefited from a significantly more equitable and favorable situation for our core market, upon the US Supreme Court's decision that the previously applicable tariff framework was unlawful. This shift represents a major step forward for Taurus's competitiveness and creates much more favorable terms for a gradual boost in competitiveness, in addition to expanding the Company's potential to create value in the upcoming periods.*

*Even in the face of one of the most challenging circumstances ever faced by the Company on its main market — combined with the effects from the 50% tariff that was in effect for most of 1Q26 —, Taurus remained resilient from an operational standpoint, preserved its competitiveness, maintained consistent margins, and continued to move forward with its international expansion strategy.*

*On May 13, we experienced another significant milestone related to the import tariff surcharges paid in the United States: the first installment of the refund, amounting to approximately US\$ 2.4 million, was deposited to the cash account held by our U.S. subsidiary. The court review of the tariff policy will enable the full refund of the excess amounts paid over the previous period, estimated, in our case, at approximately US\$ 18 million. The expectation for the recovery of these funds represents an important event for the Company, with the potential to significantly boost cash flow, improve EBITDA and net income, as well as reduce debt and strengthen financial leverage indicators in the coming periods.*

**End of 50% tariff and estimated refund of US\$ 18 million bolster a new cycle for Taurus.**

*The market environment in the United States has shown signs of a slight recovery in demand in 1Q26. Adjusted NICS returned to year-over-year growth for a first quarter for the first time since 2022, increasing by 1.6%. At the same time, we have expanded our sales in that market, as compared to the previous quarter, evidencing the competitiveness of our portfolio and the strength of our brands.*

*The quarter was marked by strong sales performance for strategic products, with special mention to the success of the TX9 pistol, coupled with great acceptance of the TX22 line, underscoring the importance of innovation as one of Taurus's core pillars. We closed the period with an order backlog of nearly US\$ 100 million, which points to a positive outlook for the coming quarters. Furthermore, for the first time, we have manufactured more firearms in the United States than in Brazil, reflecting Taurus' production flexibility.*

*Our strategy to strengthen our international presence, as well as to expand operations in the defense sector, has continued to gain momentum. In India, JD Taurus has captured significant institutional contracts, for a total of more than 14,000 firearms, including pistols and 9mm submachine guns, destined for six new customers within national and state-level security forces. This achievement has expanded our presence in that strategic market, while reinforcing our track record for future opportunities.*



*At the same time, we remain closely attentive to global opportunities in the military and defense sector, including government procurement procedures in different countries. During the quarter, we received the Notice to Proceed regarding the tender for more than 10,000 rifles won by Taurus, with deliveries scheduled over the course of 2026.*

*A further important strategic initiative currently underway involves negotiations concerning the potential partial acquisition of the Turkish company Mertsav, which specializes in the development and manufacture of medium-caliber firearms systems. The potential transaction lines up with our strategy of expanding and diversifying our portfolio for the Armed Forces on the international market, particularly in larger-caliber systems, up to .50 caliber — a global segment that boasts significant scale and consistent prospects for growth in the coming years.*

*On the Brazilian market, we continue to see a steady increase in demand, while enjoying greater regulatory and operational predictability. We continue to strengthen our commercial operations in the Brazilian market, by expanding our direct relationships with major retailers, thereby consolidating our resurgence in the domestic market.*

*Also in 1Q26, we recognized in full the effects arising from a legal settlement related to an old lawsuit against Taurus in the United States, which was finalized in early April. This decision reinforces our commitment to acting on the basis of transparency, prudence, and responsibility in risk management, thereby eliminating future uncertainties and safeguarding Taurus's operational and institutional security. We believe that the early resolution of this matter was the most appropriate decision for the Company, considering the high costs involved in litigation of this nature in the U.S. market, in addition to the potential financial and reputational risks associated with the continuation of the lawsuit.*

*We remain focused on operational efficiency, financial discipline, and the implementation of our long-term strategy. We are prepared to capitalize on the benefits arising from improved pricing conditions, more favorable market conditions, and opportunities for growth in the civil, military, and international segments. We are entering this new cycle at a significantly more favorable operational and strategic position to expand our international presence, competitiveness, and profitability.*

**Salesio Nuhs**  
**CEO Global**



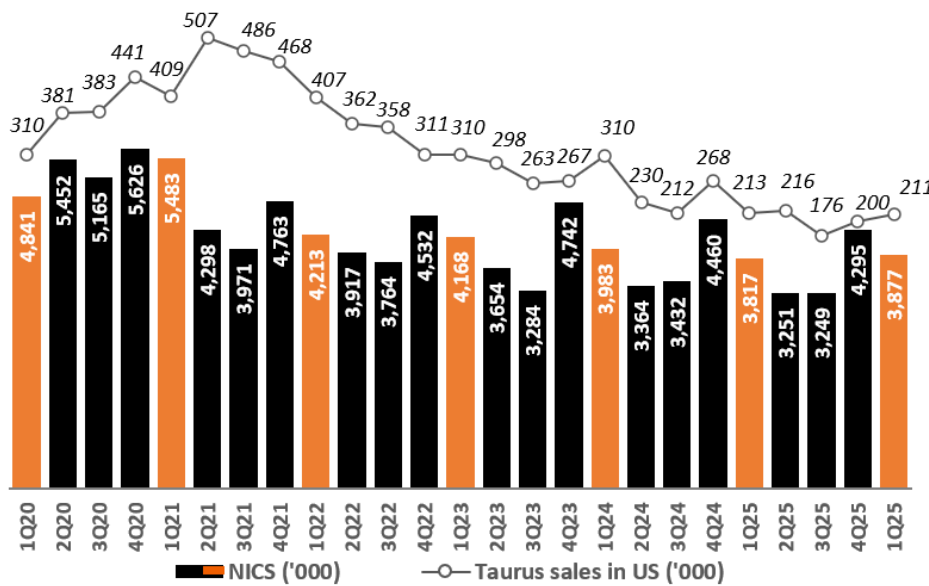
## Operational Performance

### Market

In the U.S. market for light firearms, the latest data point to a more stable demand trend throughout 1Q26, with initial signs of recovery. Following a lengthy period of post-pandemic normalization, the Adjusted NICS indicator showed a slight year-on-year increase of 1.6%, marking the first positive year-on-year change for a first quarter since 2022. This trend suggests a gradual recovery in the level of activity in the retail segment, as the index rose for the third consecutive month in April, although at historically more moderate levels.

Furthermore, the period was marked by an environment still influenced by the market’s normalization process, following the sharp increases observed in previous years, in which demand was impacted by macroeconomic factors and greater consumer restraint. Within this context, a more balanced scenario is observed across the supply chain, with lower volatility and initial signs of alignment between supply and demand, although at lower levels than those recorded in the post-pandemic period.

Adjusted NICS - Intentions to acquire firearms in the US ('000 queries) and Taurus sales in that country ('000 units)



Throughout the first quarter of 2026, the Brazilian market continued to feel the effects from the regulatory reorganization implemented in previous periods, which had already been incorporated into the sector’s dynamics. The environment remained marked by greater legal and operational predictability, although with impacts on the pace of demand recovery. Within this context, a gradual stabilization process continues, with initial signs of an upturn in activity, although at lower levels than those recorded during the period of greatest expansion.

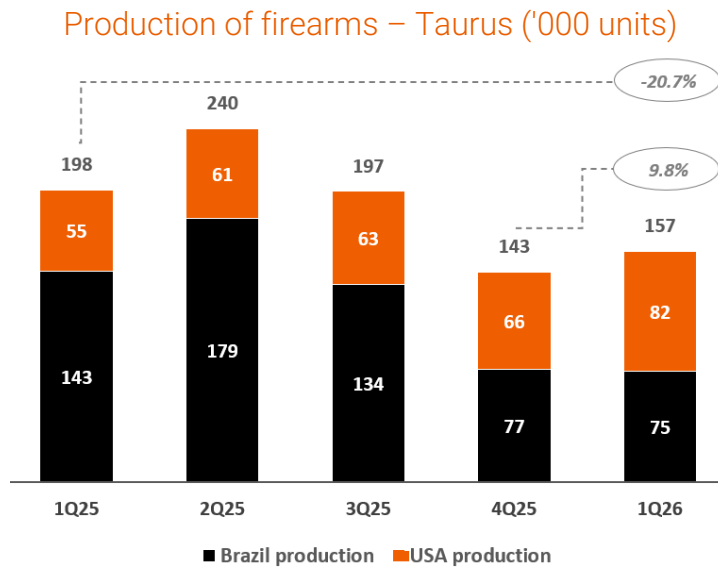
### Production and sales

In 1Q26, Taurus produced 157,000 firearms, representing a 20.7% decrease when compared to 1Q25, and a 9.8% increase compared to 4Q25. The quarterly performance reflects the gradual recovery in the level of activity, in line with the initial signs of stabilization seen in the main markets, although in an environment of more moderate demand when compared to the previous year.



The Company enjoys high operational flexibility, combining manufacturing facilities both in Brazil and in the United States, in addition to a quick response in adapting its production mix to market conditions. This flexibility is supported by an appropriate manufacturing infrastructure in both countries, coupled with a broad product portfolio, which combines technology and quality at competitive prices — a strong advantage in a scenario characterized by more selective consumer spending.

In 1Q26, production in the United States exceeded the volume produced in Brazil for the first time, accounting for approximately 52% of the total number of firearms manufactured by the Company. This performance reflects the strategy of integrating the firearms assembly in-house, which had been implemented during the period when the 50% tariff was in effect in the United States. The assembly lines in that country remain active to serve the local market. The maintenance of revolver assembly lines in the United States throughout virtually the entire quarter — with their subsequent relocation to Brazil only from March onwards — also contributed to the higher production volume in that country during the period. Furthermore, in January, the Company granted 15 days of collective vacation at its Brazilian facility, which impacted domestic production volume for the quarter.



In terms of sales volume, Taurus sold 211,000 firearms in 1Q26, a figure that reflects the typical seasonality for the first quarter, which is traditionally sluggish, as well as a more moderate environment compared to the same period last year. Compared to 4Q25, there was a slight decline, in line with the historical pattern of lower activity at the beginning of the year. When compared to 1Q25, however, performance kept the trend of stabilization and gradual recovery observed in the U.S. light firearms market.

Sales volume in 1Q26 showed a year-on-year growth, whereas the number of units produced declined. The Company reduced inventories of its products at its U.S. facility during the quarter, drawing down inventories to generate cash.

In the North American market, the primary destination for the Company's sales, the volume sold by Taurus recorded a 5.5% growth when compared to 4Q25, in spite of the seasonality typical of the first quarter — which is traditionally sluggish — despite the lower supply of long firearms. During the same period, the Adjusted NICS indicator declined by 9.7%, a trend expected for the beginning of the year. This performance evidences the resilience of the Company's sales in the country, under a more stable demand context, and still marked by greater consumer discipline.

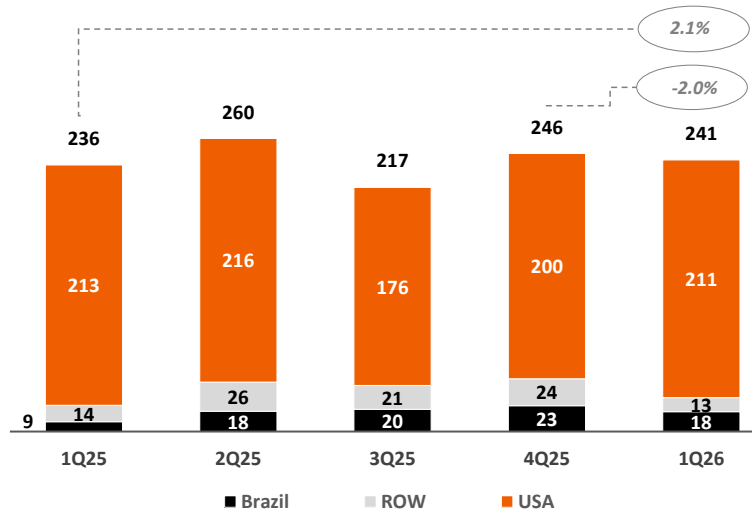
Taurus holds an order backlog of nearly US\$ 100 million, providing further visibility for the coming periods. Sales performance has remained fueled by a competitive product portfolio, as evidenced by the success of recent launches, such as the TX9 pistol, and the continued strong acceptance of the TX22 line.



In Brazil, sales have sustained an upward trend, although at a moderate pace, reflecting a more stable regulatory environment and greater operational predictability. The Company continues to make progress in implementing its business strategy, providing direct service to major retail chains, while strengthening its presence in the domestic market. Furthermore, Taurus was the winner of the Federal District Military Police’s International Electronic Bidding Process, aimed to supply more than 1,800 9mm submachine guns, valued at approximately R\$ 12 million. As of the date of this report, the Company is awaiting the completion of the Process.

In other overseas markets, apart from the US, sales totaled 13,000 firearms in 1Q26. The Company remains focused on expanding its global operations, with special mention to sales during the quarter in markets such as the Philippines, South Africa, and Guatemala. During the period, the Company received the Notice to Proceed regarding the previously won bid for 10,402 rifles, with deliveries scheduled over the course of 2026. Taurus also maintains an active pipeline of opportunities in government procurement processes, with potential for approximately 25,000 firearms.

Sales of Taurus firearms ('000 units)



In India, the Company further consolidated its local operations by securing new contracts in the institutional segment, totaling more than 14,000 firearms — including pistols and 9mm caliber submachine guns — for six new clients within national and state law enforcement agencies. This achievement expands the Company’s market reach and strengthens its brand positioning in the country, establishing a strong track record for future bids. For the coming periods, the focus remains on execution of contracts, and building up a strong operational track record, coupled with continued participation in new bids. At the same time, the Company continues to develop the local civilian market, by expanding its portfolio and launching new products.



## Economic and Financial Performance

### Net Operating Revenues

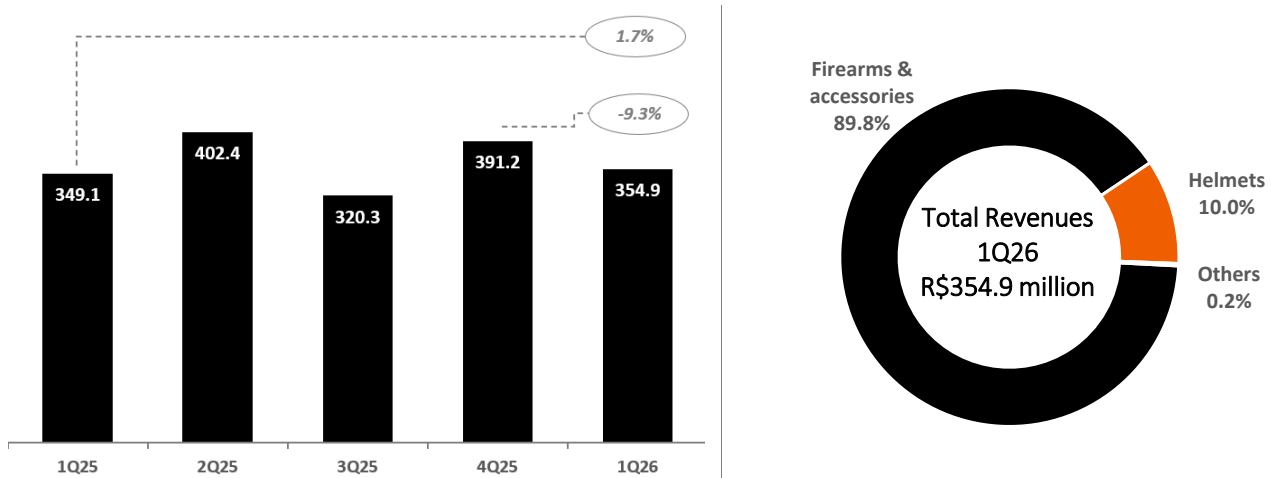
Taurus' consolidated revenues include, in addition to the sale of firearms & accessories, revenues from sales of helmets, M.I.M. (Metal Injection Molding) and others, such as AMTT Taurus stores. It should be noted that revenues from the JD Taurus joint venture in India are not consolidated in the Company's overall revenues. As such, the results of JD Taurus are presented in the caption “Result from Equity Investments in Affiliates” in the Company's Income Statements.



In 1Q26, Taurus reported consolidated net operating revenues of R\$ 354.9 million, representing a 1.7% increase in relation to 1Q25, despite the ongoing challenging environment for the sector. When compared to 4Q25, there was a 9.3% decline, even after the increase in revenues from the United States had partially offset the declines in domestic markets and other regions outside the United States.

Performance in 1Q26 was influenced by market dynamics, which were still marked by more moderate demand, as well as by the effect from the appreciation of the Brazilian Real over the US Dollar, on the conversion of revenues earned abroad. The average dollar exchange rate (PTAX) declined by 10.1% when compared to 1Q25, and by 2.5% compared to 4Q25, with a negative impact on revenues in Brazilian reais. Nevertheless, the Company delivered resilient results, supported by the gradual recovery in sales volume, and by disciplined commercial and operational management.

Consolidated net operating revenues (R\$ million)

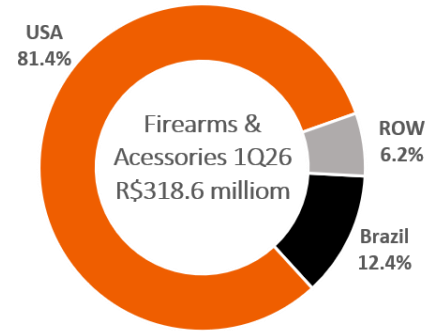
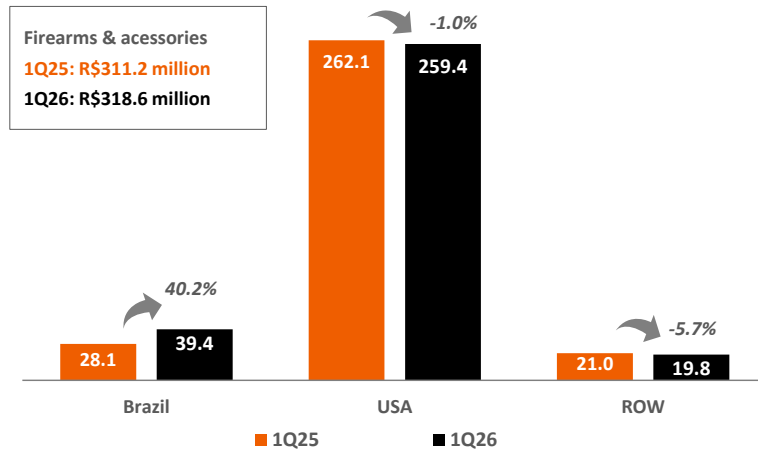
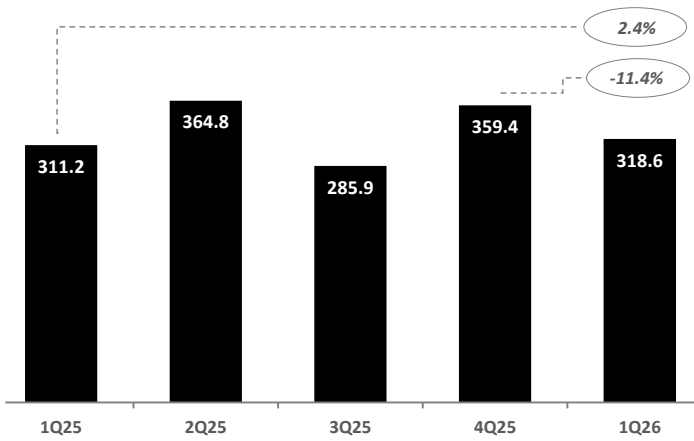


It is worth noting that, throughout January and February 2026, the 50% import tariff remained in effect in the United States. During most of the quarter, this factor continued to impact trading conditions in the Company's main market. On February 24, 2026, a U.S. Supreme Court ruling declared the current tariff policy unlawful, ordering the reversal of amounts paid during the period. Within this context, the Company submitted all refund requests, for a total of approximately US\$ 18 million. The first installment of this amount, approximately US\$ 2.4 million, has already been deposited into the cash account of Taurus's U.S. operations on May 13, 2026.

In terms of performance by segment, net revenues remained concentrated in firearms & accessories, which accounted for 89.8% of the total for the quarter, followed by helmets (10.0%), and other revenues (0.2%), maintaining the pattern seen in previous periods.

In the **firearms & accessories** segment, Taurus reported net revenues of R\$ 318.6 million in 1Q26, representing a 2.4% increase when compared to 1Q25. The comparison with 4Q25 showed an 11.4% decline, reflecting primarily the seasonal dynamics of the period, coupled with the reduction in the volume of sales in the Brazilian market and other international markets.

Net operating revenues - Firearms & Accessories (R\$ million)  
 Quarterly performance By market – 1Q26



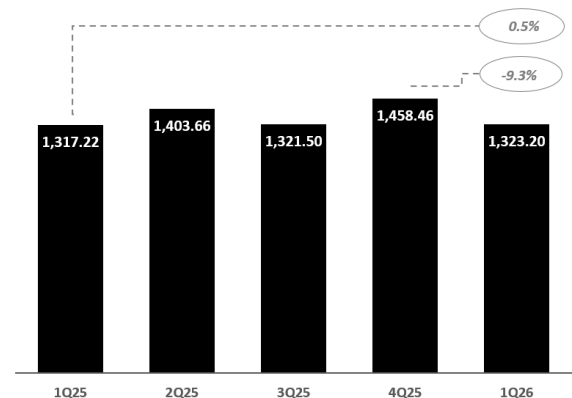
Overall performance compared to the previous year was mainly driven by the 40.2% growth in revenues in the Brazilian market, reflecting increased sales and the consolidation of the Company's new business model in the country. In contrast, revenues in the United States experienced a slight decline by 1.0%, whereas exports to other countries dropped by 5.7%, a performance impacted by the appreciation of the Brazilian Real against the US dollar during the period.

As a result, the North American market share in the segment's revenues remained high, accounting for 81.4% in 1Q26, although lower than in previous periods, in line with the Company's geographic diversification strategy. The Brazilian market accounted for 12.4% of revenues, while exports to other countries accounted for 6.2%.

The average price per firearm sold showed a slight increase of 0.5% when compared to 1Q25, mainly reflecting adjustments in the product mix and markets. Compared to 4Q25, the average price declined by 9.3%, impacted by the appreciation of the Brazilian Real against the US dollar — whose average exchange rate (PTAX) fell by 2.5% during the period — in addition to price dynamics in the North American market.

Furthermore, over the course of January and February 2026, the 50% import tariff remained in effect in the United States, a factor that continued to impact prices, logistics, and portfolio composition due to reduced supply of long firearms in the Company's main market for most of the quarter. On top of this effect, the appreciation of the Brazilian currency (a 10.1% decline in the average dollar exchange rate compared to 1Q25) had a negative impact on the conversion of revenues earned

Taurus' average selling prices (R\$/unit)





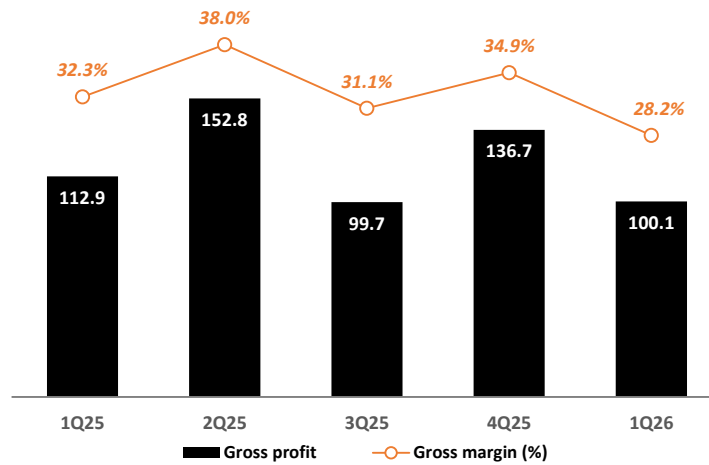
abroad. Nevertheless, the Company maintained resilient performance, supported by its competitive portfolio, coupled with its ability to adapt to the market environment.

## Gross profit

The sector's performance throughout 1Q26 continued to reflect the effects from the tariff environment in the United States, which was in effect for most of the quarter, as well as a scenario of more moderate demand in the Company's major markets.



Gross Profit (R\$ million) and Gross Margin (%)

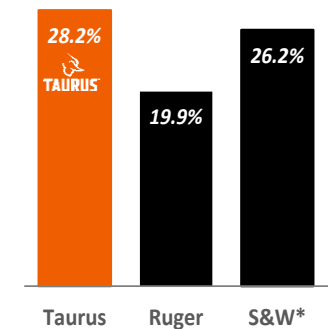


Within this context, Taurus remained focused on cost discipline and operational efficiency. Cost of goods sold (COGS) increased by 4.1 percentage points in relation to 1Q25, and by 6.7 percentage points when compared to 4Q25, even in the face of inflationary pressures — with the 12-month cumulative IPCA still running at a high level — reflecting ongoing management efforts and adjustments to production levels. It is worth noting, however, that the Company bears a significant portion of fixed costs, which limits the flexibility for proportional adjustments under lower-volume scenarios.

In 1Q26, Taurus reported gross profit of R\$ 100.1 million, with a gross margin of 28.2%. When compared with 4Q25, the decline in margin reflects the impact from lower fixed-cost dilution, due to lower volumes of production and sales during the period, coupled with the lingering effects — still present through the end of February — of the 50% tariff environment in the U.S., and the appreciation of the Brazilian Real against the U.S. dollar.

Nevertheless, the Company continues to demonstrate operational resilience, backed by its industrial flexibility, competitive portfolio, and ability to adapt to market conditions. Compared to results reported by foreign peers, Taurus maintained its leadership in terms of gross margin in 1Q26, outperforming Ruger’s result by 8.3 percentage points (19.9%) and Smith & Wesson’s gross margin by 2 percentage points (26.2% for the three months ended January 2026).

Gross Margin (%): Taurus and Peers – 1Q26



\*S&W: quarter ended Jan/26

## Operating expenses

Operating expenses in 1Q26 amounted to R\$ 135.5 million, representing a 15.4% increase over 1Q25, and a 12.7% drop in relation to 4Q25. As a percentage of net operating revenues, expenses stood at 38.2% for the quarter, representing a year-on-year increase of 4.6 percentage points, and a decrease of 1.5 percentage points when compared to the previous quarter.

It should be pointed out that operating expenses for 1Q26 were significantly impacted by a non-recurring event related to the settlement of a legal matter in the United States, which was signed in early April and fully recognized in the period. The Company chose to sign the agreement in line with its policy of prudent risk management, thereby eliminating potential future impacts that could lead to higher expenses and damage to its reputation.



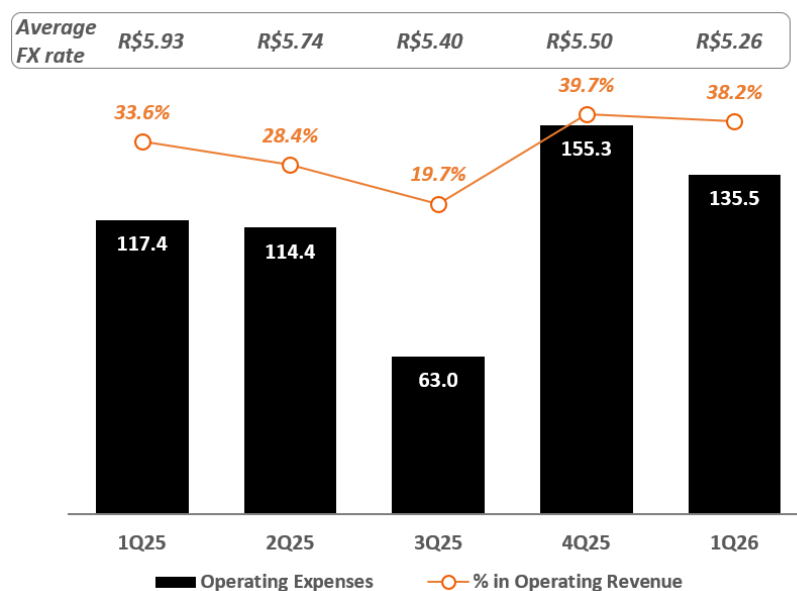
	1Q26	1Q25	1Q26x1Q25 % Chg.	4Q25	1Q26x4Q25 % Chg.
Selling expenses	52.8	51.2	3.1%	57.3	-7.9%
General and administrative expenses	83.5	68.4	22.1%	92.1	31.0%
Losses (income) due to non-recoverable assets	-0.7	1.5	-	5.2	205.9%
Other operating (income)/expenses	1.1	-2.6	-	0.9	-
Equity pick-up	-1.2	-1.0	20.0%	-0.4	0.0%
<b>Operating expenses (SG&amp;A)</b>	<b>135.5</b>	<b>117.4</b>	<b>15.4%</b>	<b>155.3</b>	<b>-12.7%</b>
<i>Op. expenses / Net Op. Revenues (%)</i>	<i>38.2%</i>	<i>33.6%</i>	<i>4.5 p.p.</i>	<i>39.7%</i>	<i>20.8 p.p.</i>
<i>Average Ptax dollar exchange rate (R\$)</i>	<i>5.26</i>	<i>5.85</i>	<i>-10.1%</i>	<i>5.40</i>	<i>-7.6%</i>

Selling expenses totaled R\$ 52.8 million in the quarter, showing a slight increase of 3.1% when compared to 1Q25, reflecting the Company's commercial efforts. General and administrative expenses, in turn, rose by 22.1% on the same basis of comparison, amounting to R\$ 83.5 million, burdened by the legal settlement entered into by Taurus in the U.S., as mentioned above.

The caption line for losses/(gains) on asset write-offs had a positive effect in the quarter, with a net reversal of R\$ 0.7 million, compared to an expense of R\$ 1.5 million in 1Q25. In turn, the other operating expenses/(income) account recorded a net expense of R\$ 1.1 million in the period, compared to a net income of R\$ 2.6 million in the same quarter of the previous year.

The result from the equity investments in affiliates amounted to R\$ 1.2 million in 1Q26, which offset the total amount of operating expenses, and remained at a level similar to that observed in 1Q25.

### Operating Expenses (R\$ million) and their share over Net Revenues (%)



The Company remains committed to cost and expense control, while continuously seeking operational efficiency, balancing investments in innovation — one of Taurus' strategic pillars — and control of administrative structures, in order to preserve adequate profitability considering the different market scenarios.



## EBITDA

*OEBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) is not a financial metric recognized by the BR GAAP and the International Financial Reporting Standards (IFRS). It should not be considered separately as an operating performance indicator, or an alternative to operating cash flow as a liquidity indicator. It is used for management purposes and meant to provide additional information on the operating cash generation.*

In 1Q26, Taurus' operating performance was impacted by macroeconomic factors that affected profitability during the period. The decline in gross margin, driven by lower volume and a lower dilution of fixed costs, coupled with the effects from the US tariff environment during the first two months of the quarter, and the appreciation of the Brazilian currency, influenced the operating result. The result was particularly impacted by operating expenses, due to the non-recurring event mentioned earlier, related to the settlement of a legal agreement in the United States, which was fully recognized in the period.

As a result, EBITDA for 1Q26 was negative at R\$ 20.1 million, compared to a positive result of R\$ 7.0 million in 1Q25, and stability in 4Q25.

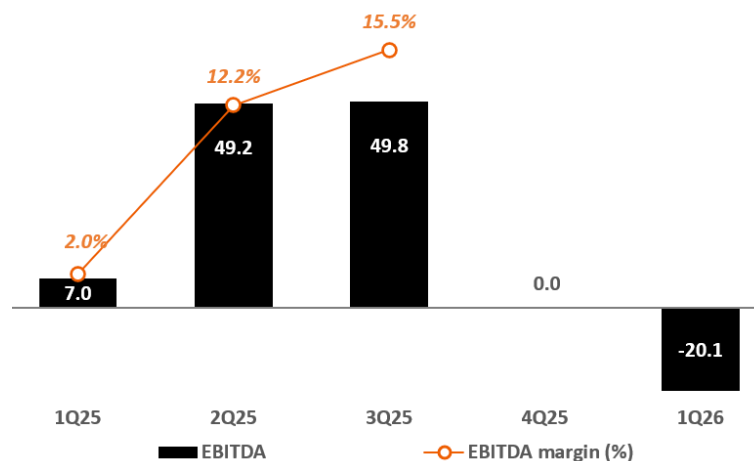
### Calculation of adjusted EBITDA – Conciliation pursuant to ICVM 156/22

R\$ million	1Q26	1Q25	1Q26x1Q25 % Chg.	4Q25	1Q26x4Q25 % Chg.
Net income/(loss)	-36.6	18.6	-296.8%	-65.6	-44.2%
Taxes	9.1	-2.5	-464.0%	15.1	-39.7%
Net financial result	-7.9	-20.6	-61.7%	32.0	-124.7%
Depreciation and amortization	15.3	11.5	33.0%	18.5	-17.3%
<b>EBITDA</b>	<b>-20.1</b>	<b>7.0</b>	<b>-387.1%</b>	<b>0.0</b>	<b>-</b>
<i>EBITDA margin</i>	-	2.0%	-	-	-

Excluding non-recurring effects, the Company maintains solid operational fundamentals, supported by its industrial flexibility, competitive portfolio, and ability to adapt to market conditions.

EBITDA is expected to see a significant positive impact in the coming quarters, due to reduced operating expenses, considering that 1Q26 includes the full recognition of the non-recurring expense related to the legal settlement reached by the Company in the U.S., and the prospect of a full refund of approximately US\$ 18 million in import taxes paid in the U.S. during the period the surcharge was in effect. These amounts, when actually received, are expected to be recorded as "other operating income". On May 13, 2026, the first installment of approximately US\$ 2.4 million was already deposited into the cash account of Taurus's North American unit.

### EBITDA (R\$ million) and EBITDA margin (%)





## Financial results

Foreign exchange variations, both assets and liabilities, represent relevant accounts that comprise Taurus' financial results. From an accounting perspective, these variations affect equity accounts and are calculated based on the exchange rate in effect on the closing date of the period. This methodology differs from the adoption of the average rate for the period, which is used in calculating operating revenues and expenses.

In 1Q26, the Brazilian Real appreciated both in terms of the average exchange rate and the closing rate, though this had differing impacts on earnings. Whereas the appreciation of the local currency over the period added pressure to the conversion of operating income into Brazilian Reals, the appreciation observed in the closing exchange rate — from R\$ 5.74 in 1Q25 to R\$ 5.22 in 1Q26 — contributed positively to the financial result, through the recognition of foreign exchange gains on equity positions.

<i>R\$ million</i>	1Q26	1Q25	1Q26x1Q25 % Chg.	4Q25	1Q26x4Q25 % Chg.
<b>(+) Financial income</b>	<b>45.8</b>	<b>59.2</b>	-22.6%	<b>18.5</b>	<b>147.6%</b>
Foreign exchange gains	34.6	47.8	-27.6%	11.8	193.2%
Interest and other income	11.2	11.4	-1.8%	6.6	69.7%
<b>(-) Financial expenses</b>	<b>37.9</b>	<b>38.6</b>	-1.8%	<b>50.4</b>	<b>-24.8%</b>
Foreign exchange losses	20.0	19.6	2.0%	23.7	-15.6%
Interest, IOF and other expenses	17.9	19.0	-5.8%	26.7	-33.0%
<b>(+/-) Net financial result</b>	<b>7.9</b>	<b>20.6</b>	<b>-61.7%</b>	<b>-32.0</b>	<b>-124.7%</b>
<b>US dollar Ptax rate at the end of period (R\$)</b>	<b>5.22</b>	<b>5.74</b>	<b>-8.8%</b>	<b>5.50</b>	<b>-5.5%</b>

The Company reported a net financial income of R\$ 7.9 million in 1Q26, although lower than the figure recorded in 1Q25 (net financial income of R\$ 20.6 million), reflecting mainly the lower extent of favorable exchange rate fluctuations during the period. Compared to 4Q25, there was a significant improvement, given that a net expense of R\$ 32.0 million was recorded in that quarter.

Financial income totaled R\$ 45.8 million for the quarter, with special mention for positive foreign exchange gains, which amounted to R\$ 34.6 million. Financial expenses, in turn, came to R\$ 37.9 million, of which R\$ 20.0 million related to negative foreign exchange losses, while R\$ 17.9 million was attributable to interest and other financial expenses.

As a result, foreign exchange fluctuations had a positive impact on the financial result for the period, although to a lesser extent than in the same quarter of the previous year, whereas interest and other expenses continued to exert significant pressure on the financial result.

## Net result

In 1Q26, the net result was impacted by macroeconomic factors that weighed on Taurus's profitability during the period, namely the reduction in gross margin, lower dilution of fixed costs, and the effect from a non-recurring event related to a legal settlement in the United States, which was recognized in the quarter.

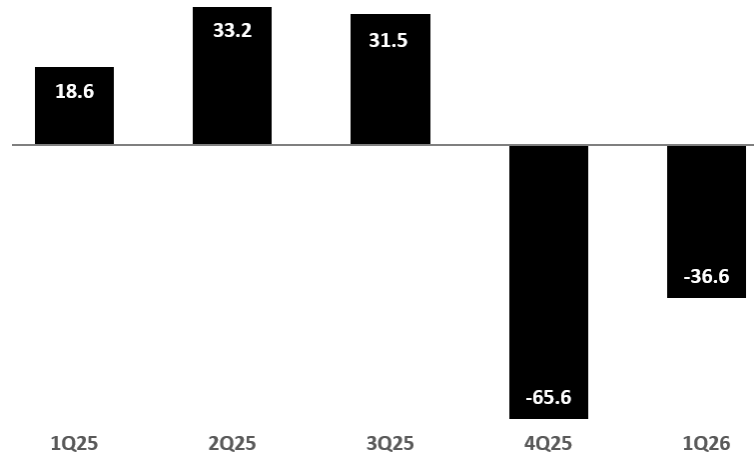
Furthermore, the appreciation of the Brazilian currency during the period affected the conversion of operating revenues into local currency, although it contributed positively to the financial result through the recognition of foreign exchange gains.

Within this context, the Company reported a net loss of R\$ 36.6 million in 1Q26, in contrast to a net income of R\$ 18.6 million in 1Q25. Compared to 4Q25, there was an improvement in results, although they remained negative, reflecting the partial normalization of operating expenses during the period.



Taurus remains focused on operational discipline and the efficient management of its resources, remaining prepared to capitalize on the gradual recovery in demand, alongside the benefits arising from recent developments in the regulatory environment and market conditions.

### Net Income (R\$ million)



## Debt

Taurus' gross bank debt is represented by foreign exchange operations (Advances on Foreign Exchange Contracts - ACC), the financing earmarked for investments in innovation, including funds from FINEP (the Brazilian Funding Agency for Innovation Projects), plus funds under the Brazil Sovereignty Plan, as well as a loan taken out by the U.S. subsidiary.

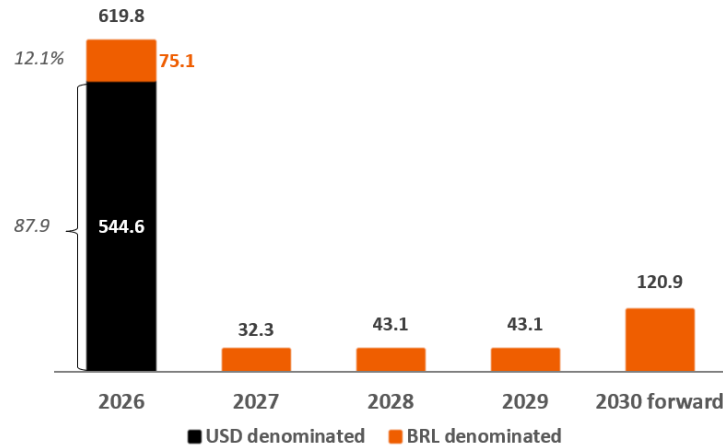
<i>R\$ million</i>	03/31/2025	12/31/2024	% Chg.
Loans and financing	221.5	235.1	-
Taurus Armas S.A.	75.1	65.1	-
Taurus USA	146.8	0.0	-
Foreign exchange drafts	397.8	427.0	-6.8%
<b>Short term</b>	<b>619.8</b>	<b>662.1</b>	<b>-6.4%</b>
Foreign exchange drafts + Loans and financing	239.5	245.2	-2.3%
Taurus Armas S.A.	239.5	245.2	-2.3%
Taurus USA	0.0	0.0	-
<b>Long term</b>	<b>239.5</b>	<b>245.2</b>	<b>-2.3%</b>
<b>Gross debt</b>	<b>859.2</b>	<b>907.3</b>	<b>-5.3%</b>
Cash and marketable securities	318.1	335.3	-5.1%
<b>Net debt</b>	<b>541.1</b>	<b>572.0</b>	<b>-5.4%</b>
US dollar Ptax rate at the end of period (R\$)	5.22	5.50	-5.1%
<b>Gross debt converted into dollars (US\$ million)</b>	<b>164.6</b>	<b>165.0</b>	<b>-0.2%</b>
<b>Net debt converted into dollars (US\$ million)</b>	<b>103.7</b>	<b>104.0</b>	<b>-0.3%</b>

As of March 31, 2026, the Company reported gross bank debt in the amount of R\$ 859.2 million, representing a 5.3% decrease when compared to the close of 2025. This decrease mainly reflects the reduction in foreign exchange drawdown balances (ACC), partially offset by an increase in financing at the U.S. subsidiary. In terms of currency, a significant portion of the debt remains denominated in U.S. dollars, chiefly due to ACC operations and financing raised by the U.S. subsidiary.



Short-term debt totaled R\$ 619.8 million, accounting for 72.1% of total gross debt. From this amount, R\$ 397.8 million relates to ACC transactions, which can be renewed upon each maturity date, which in effect confers a long-term profile on these transactions. Excluding foreign exchange withdrawals, actual short-term debt stood at R\$ 222.0 million, equivalent to 25.8% of total gross debt. As of the same date, long-term debt amounted to R\$ 239.5 million, representing a slight decrease when compared to the close of 2025.

### Bank debt profile (maturity and currency) - (R\$ million)

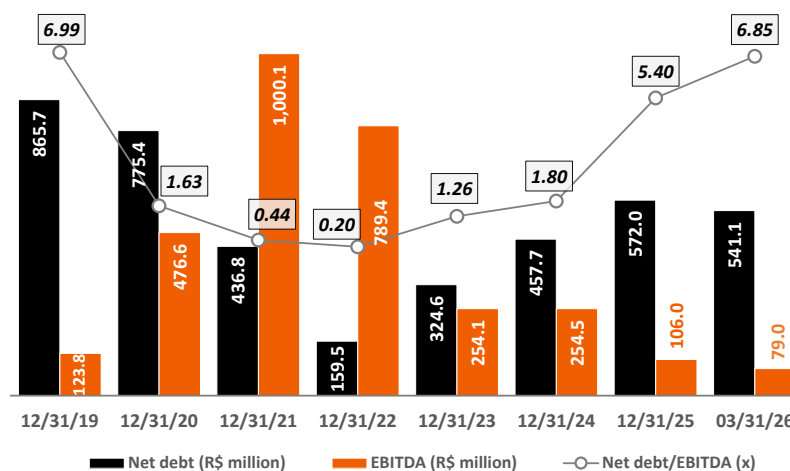


Cash and cash equivalents at the end of the quarter totaled R\$ 318.1 million, resulting in a net bank debt of R\$ 541.1 million, representing a 5.4% decrease when compared to the end of the previous fiscal year.

The average cost of debt at the end of 1Q26 was 7.04% per year, considering transactions in Brazilian Reals and US dollars, which is considered a very reasonable level. It is worth noting that financing linked to FINEP and the Brazil Sovereign Plan — which represent a significant portion of the debt — carry an average cost of approximately 5.32% per year, under conditions significantly more favorable than market rates, contributing to the maintenance of an efficient capital structure, with low financing costs for the Company.

The Net Debt-to-EBITDA ratio was impacted in 1Q26 by the operating performance during the period, mainly due to the negative EBITDA for the quarter, which limits the reliability of this leverage indicator in the short term. Nevertheless, it should be noted that Taurus's net indebtedness showed a reduction in relation to the end of 2025, reflecting the maintenance of financial discipline and active management of the capital structure.

### Level of financial leverage Net debt/EBITDA



EBITDA for 2020 excludes COVID-related expenses (R\$ 4.8 million) | EBITDA for 2024 excludes expenses related to the floods in Rio Grande do Sul (R\$ 1.9 million) | EBITDA as of March 31, 2026, based on the last 12 months.



Moreover, the expected inflow of proceeds from tariff refunds in the United States — estimated at approximately US\$ 18 million — should contribute substantially to reducing debt, and the recovery of EBITDA in the coming periods, thereby enhancing leverage ratios.

The Company remains focused on preserving liquidity and maintaining a balanced capital structure, while retaining the ability to overcome the current challenges and capitalize on gains as market conditions normalize.

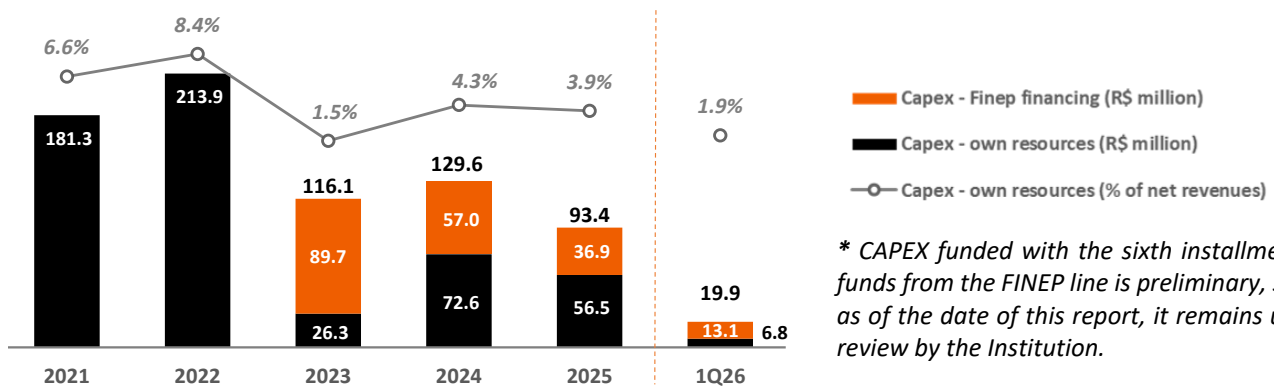


## Capital Expenditures

In 1Q26, Taurus made total investments of R\$ 19.9 million, mainly focused on projects aimed at industrial modernization and product development. Most of the investments during the period were geared toward the acquisition of machinery, equipment, and tools, which accounted for 76.6% of the total amount invested in the quarter, for a total of R\$ 15.2 million.

Investments in new product development totaled R\$ 4.6 million, equivalent to 23.2% of the total invested during the period. These investments reinforce the Company's strategy of enhancing operational efficiency, fostering continuous innovation, and strengthening its product portfolio.

Capex (R\$ million) and share of Capex funded with own generation over net revenues



\* CAPEX funded with the sixth installment of funds from the FINEP line is preliminary, since, as of the date of this report, it remains under review by the Institution.



## Capital Markets

Taurus holds common shares (TASA3) and preferred shares (TASA4), which are listed on B3's Level II of Corporate Governance, a market segment that comprises those companies that have voluntarily adopted distinct corporate governance practices. Both classes of shares take part in the IGCX portfolio (Differentiated Corporate Governance Stock Index), and ITAG (Differentiated Tag-Along Stock Index). At the end of March 2026, the Company held approximately 87,300 shareholders.

Date	TASA3*		TASA4*		TASA (Total no. shares)	TASA4 Treasury (No. shares)	Market cap.*** (R\$ million)	EV** (R\$ million)
	(R\$/share)	(No. shares)	(R\$/share)	(No. shares)				
12/31/24	R\$ 5.06	51,089,845	R\$ 4.67	88,208,032	139,297,877	98,273	R\$ 669,987.2	R\$ 1,234,945.2
09/30/25	R\$ 5.09	51,089,845	R\$ 4.88	88,208,032	139,297,877	228,773	R\$ 689,386.1	R\$ 1,223,497.1
% Chg.	0.6%	0.0%	4.5%	0.0%	0.0%	132.8%	2.9%	-0.9%

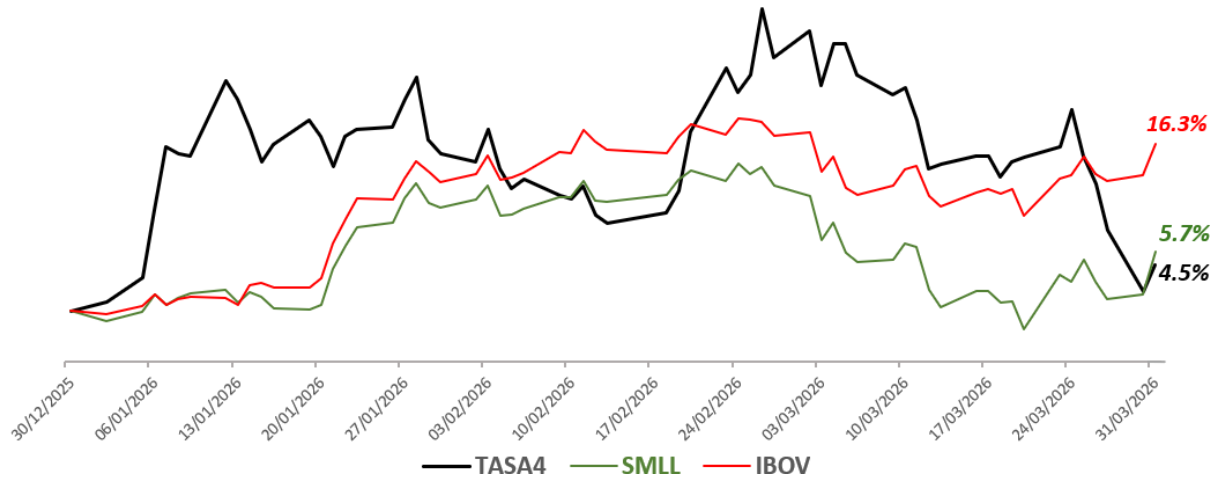
\* Market capitalization does not include treasury shares as of that date.

\*\* EV: Market capitalization + net debt – non-operating assets (non-current assets available for sale).



## Performance of preferred shares (TASA4) versus SMLL B3 and IBOV B3 – 1Q26

Base 100: closing date of 12/30/2025



## Subsequent Events

### Possible acquisition of Mertsav

On April 2, 2026, the Company issued a Material Fact announcing the formalization of a non-binding proposal for the possible acquisition of the controlling stake in the Turkish company Mertsav Savunma Sistemleri A.Ş. (“Mertsav”), which specializes in the development and manufacture of medium-caliber firearms systems. The proposal submitted does not impose any obligation for the parties, and there is, to date, no final definition regarding the terms and conditions of the possible transaction, including the price and structure of the operation.

The possible transaction is aligned with the Company’s strategy of expanding and diversifying its portfolio in the defense segment, focusing on developing and offering solutions for Armed Forces in the international market, especially larger caliber systems, of up to .50.

The global market for medium and large caliber weapons presents significant signs in terms of scale and consistent growth. Estimates indicate that this segment generated nearly US\$ 45.8 billion in trade in 2025, with estimates to reach approximately US\$ 74 billion by 2032, which leads to an average annual growth of over 7%, driven by military modernization programs and increased defense investments in various regions of the world.

(<https://www.360iresearch.com/librarv/intelligence/mediumheavy-weapons>).

The fruition of this transaction is subject to the conclusion of negotiations between the parties, the completion of auditing processes, the definition of the terms and conditions of the transaction, the execution of the final documents, and the obtaining of regulatory and other applicable approvals, there being thus no guarantee regarding its fruition.

### Refund of import surcharges levied in the US

On May 13, 2026, the Company received the first installment of the refund for import surcharges incurred in the United States, in the amount of approximately US\$ 2.4 million, from a total estimated at approximately US\$ 18 million. This refund stems from a U.S. Supreme Court decision that ruled the previously in-force tariff policy to be illegal.

The amount is deposited directly into the cash account of the U.S. subsidiary, contributing to the strengthening of Taurus’s consolidated financial structure.



*This document may contain statements reflecting future prospects of the Company's business. Such projections, results and their potential impacts rely on estimates, information or assumptions that may be inaccurate and may not materialize. These estimates are also subject to risks, uncertainties and assumptions, including, among others: the overall economic, political and market conditions in Brazil and in the exports markets in which the Company operates, as well as current and future government regulations. Shareholders and potential investors are hereby warned that none of those forecasts and/or expectations constitutes a guarantee of future performance since they involve risks and uncertainties. Future earnings and prospects of creating shareholder value may differ materially from those expressed or implied in forward-looking statements. Many of the factors that determine those results and amounts are beyond Taurus's control or foresight. The Company assumes no obligation, and specifically refutes any commitment to update any forecasts, which make sense only on the date on which they were made.*



## Income Statement

<i>R\$ million</i>	1Q26	1Q25	% Chg.	4Q25	% Chg.
<b>Net revenues from sales of goods and/or services</b>	<b>354.9</b>	<b>349.1</b>	<b>1.7%</b>	<b>391.2</b>	<b>-9.3%</b>
Cost of goods and/or services sold	-254.8	-236.2	7.9%	-254.5	0.1%
<b>Gross Profit</b>	<b>100.1</b>	<b>112.9</b>	<b>-11.3%</b>	<b>136.7</b>	<b>-26.8%</b>
Operating (expenses)/income	-135.5	-117.4	15.4%	-155.3	-12.7%
Selling expenses	-52.8	-51.2	3.1%	-57.3	-7.9%
General and administrative expenses	-83.5	-68.4	22.1%	-92.1	-9.3%
Losses due to non-recoverable assets	0.7	-1.5	-	-5.2	-
Other operating income	1.6	3.4	-52.9%	3.7	-56.8%
Other operating expenses	-2.6	-0.9	188.9%	-4.7	-44.7%
Equity from results of subsidiaries and affiliates	1.2	1.0	20.0%	0.4	200.0%
<b>Profit before financial income (expenses) and taxes</b>	<b>-35.4</b>	<b>-4.5</b>	<b>686.7%</b>	<b>-18.5</b>	<b>91.4%</b>
Financial result	7.9	20.6	-61.7%	-32.0	-
Financial income	45.8	59.2	-22.6%	18.4	148.9%
Financial expenses	-37.9	-38.6	-1.8%	-50.4	-24.8%
<b>Earnings (loss) before taxes</b>	<b>-27.5</b>	<b>16.1</b>	<b>-</b>	<b>-50.5</b>	<b>-45.5%</b>
Income tax and social contribution	-9.1	2.5	-	-15.1	-39.7%
Current	-1.5	2.3	-	-4.2	-64.3%
Deferred	-7.6	0.3	-	-10.9	-30.3%
<b>Consolidated net income (loss) for the period</b>	<b>-36.6</b>	<b>18.6</b>	<b>-</b>	<b>-65.6</b>	<b>-44.2%</b>
Attributed to shareholders of the parent company	-36.6	18.6	-	-65.6	-44.2%
<i>Earnings per share (R\$/share)</i>					
<i>Basic earnings per share</i>					
Common shares (ON)	-0.26295	0.14738	-	-0.49366	-46.7%
Preferred shares (PN)	-0.26322	0.14752	-	-0.49418	-46.7%
<i>Diluted earnings per share</i>					
Common shares (ON)	-0.26295	0.14738	-	-0.49366	-46.7%
Preferred shares (PN)	-0.26322	0.14713	-	-0.49239	-46.5%



## Assets

<i>R\$ million</i>	03/31/26	12/31/25	% Chg.
<b>Total Assets</b>	<b>2,474.3</b>	<b>2,586.4</b>	<b>-4.3%</b>
<b>Current assets</b>	<b>1,402.5</b>	<b>1,504.5</b>	<b>-6.8%</b>
Cash and cash equivalents	41.9	67.5	-37.9%
Cash and banks	7.8	13.8	-43.5%
Highly-liquid short-term investments	34.1	53.8	-36.6%
Marketable securities	276.3	267.8	3.2%
Accounts receivable	274.0	247.2	10.8%
Inventories	688.2	775.4	-11.2%
Recoverable taxes	62.1	75.4	-17.6%
Prepaid expenses	26.7	28.8	-7.3%
Other current assets	33.4	42.4	-21.2%
<b>Non-current assets</b>	<b>1,071.8</b>	<b>1,081.9</b>	<b>-0.9%</b>
Long-term receivables	161.9	170.4	-5.0%
Financial investments at amortized cost	0.0	0.0	-
Deferred taxes	65.5	73.1	-10.4%
Receivables from related-party	17.3	17.7	-2.3%
Other non-current assets	79.1	79.7	-0.8%
Investments	71.2	70.9	0.4%
Stake in jointly-controlled subsidiaries	14.8	14.5	2.1%
Other investments	0.0	0.0	-
Properties for investments	56.4	56.4	0.0%
Property, plant and equipment	652.5	650.3	0.3%
Fixed assets in operation	450.5	447.0	0.8%
Fixed assets in progress	202.0	203.3	-0.6%
Intangible assets	186.3	190.2	-2.1%



## Liabilities

<i>R\$ million</i>	03/31/26	12/31/25	% Chg.
<b>Total Liabilities and Equity</b>	<b>2,474.3</b>	<b>2,586.4</b>	<b>-4.3%</b>
<b>Current Liabilities</b>	<b>916.9</b>	<b>955.1</b>	<b>-4.0%</b>
Social and labor obligations	37.0	32.3	14.6%
Social obligations	7.2	8.2	-12.2%
Labor obligations	29.8	24.1	23.7%
Suppliers	101.6	113.3	-10.3%
Local suppliers	70.6	60.4	16.9%
Foreign suppliers	31.1	53.0	-41.3%
Taxes payable	49.3	53.4	-7.7%
Federal Taxes payable	49.4	53.1	-7.0%
Income tax and social contribution payable	0.4	0.4	0.0%
Other taxes	48.9	52.7	-7.2%
State tax payable	-0.2	0.2	-200.0%
Municipal tax payable	0.1	0.1	0.0%
Loans and financing	619.8	662.1	-6.4%
In local currency	75.1	65.1	15.4%
In foreign currency	544.6	597.0	-8.8%
Other accounts payable	72.5	54.8	32.3%
Dividends and interest on equity payable	0.5	0.5	0.0%
Derivative financial instruments	0.0	0.0	-
Advances from customers	12.4	12.4	0.0%
Other payables	59.6	41.9	42.2%
Provisions	36.7	39.1	-6.1%
Provisions for tax, social security, labor and civil risks	29.7	32.0	-7.2%
Other provisions	7.0	7.1	-1.4%
<b>Noncurrent Liabilities</b>	<b>370.0</b>	<b>383.9</b>	<b>-3.6%</b>
Loans and financing	239.5	245.2	-2.3%
In local currency	239.5	245.2	-2.3%
In foreign currency	0.0	0.0	-
Other accounts payable	54.9	63.1	-13.0%
Related-party liabilities	2.5	2.4	4.2%
Taxes payable	12.9	14.1	-8.5%
Suppliers	0.2	1.2	-83.3%
Derivativa - SWAP	0.8	3.6	-
Other accounts payable	38.5	41.8	-7.9%
Deferred taxes	16.4	16.7	-
Provisions	59.2	58.9	0.5%
Tax provisions	1.4	1.4	0.0%
Labor and social security provisions	39.0	38.5	0.0%
Civil provisions	15.2	15.2	0.0%
Other provisions	3.6	3.8	-5.3%
<b>Consolidated Shareholders' Equity</b>	<b>1,187.5</b>	<b>1,247.5</b>	<b>-4.8%</b>
Share Capital	548.1	548.1	0.0%
Capital reserves	1.4	0.2	600.0%
Disposal of subscription warrants	9.9	9.9	0.0%
Stock options granted	36.6	37.5	-2.4%
Treasury shares	0.8	-1.3	-161.5%
Capital transactions	-45.9	-45.9	0.0%
Retained earnings	454.3	454.7	-0.1%
Legal reserve	53.4	53.4	0.0%
Statutory reserve	266.4	266.7	-0.1%
Retained earnings reserve	0.0	0.0	-
Tax incentive reserve	134.5	134.5	0.0%
Accumulated earnings/losses	-36.5	0.0	-
Equity valuation adjustments	42.9	43.0	-0.2%
Accumulated translation adjustments	177.3	201.4	-12.0%

## 1. General information

Taurus Armas S.A. ("Company"), with registered head office in São Leopoldo, Avenida São Borja, 2181 - RS, was incorporated on November 17, 1939. Taurus is a Brazilian listed company since 1982 and since 2011 it is listed on Level 2 of Corporate Governance of B3 (ticker symbols TASA3, TASA4). Its parent company and holding company is BYK Participações S.A., which in turn is a subsidiary of CBC AMMO LLC, a company based in Delaware, United States of America.

The Company operates in the Firearms and Accessories, Helmets and Accessories, and M.I.M. (Metal Injection Molding) segments. The Company has three manufacturing plants, two in Brazil, located in the States of Rio Grande do Sul and Paraná, and another in Bainbridge, Georgia, United States.

Taurus is accredited as a Strategic Defense Company (EED) and is thus qualified to supply products to the Brazilian Armed Forces. In Brazil, sales are aimed at state, federal, civil and military polices, in addition to the civilian market.

Abroad, in addition to distributing TAURUS and ROSSI brand products manufactured in Brazil, the Bainbridge unit manufactures TAURUS pistol models and HERITAGE revolvers. Sales to the United States mainly serve the American civilian market and government agencies in other regions.

### **Importation fees imposed on Brazilian products by the U.S. Government**

As described in Note "General Information" from the financial statements for the year ended December 31, 2025, on July 9, 2025, the U.S. Government decided for imposing a 50% tariff on the import of firearms and ammunition from Brazil, effective starting on August 6, 2025.

In response, the Company implemented a series of strategic and operational measures throughout FY2025, including the preventive reinforcement of U.S.-based inventories, transfer pricing reviews, transfer of assemble lines to U.S.-based operations, monetization of tax credits, fundraising from BNDES, and negotiations with the industry authorities and associations.

These initiatives gradually reduced the Company's exposure to import tariffs, particularly by boosting local production in the United States and redesigning the export operating model, with greater use of kits of components for local assembly.

In February 2026, the United States Supreme Court declared the imposed tariff structure as unlawful, leading to the replacement of the 50% tariff for a temporary straight-line 10% tariff, applied in a uniform manner to all countries. The new tariff came into effect on February 24, 2026.

As a result of those regulatory changes, the Company began operating in a more balanced competitive environment in the U.S. market, substantially lessening the previously identified impacts on import costs and operating margins.

As at March 31, 2026, the Company already:

- Had a substantial portion of its production, previously transferred to the US subsidiary, now being resumed at the parent company Taurus Brasil.
- Had lower dependence on exports of finished products subject to higher tariffs.
- Benefited from the tariff reduction to 10%, albeit temporarily.
- Continuously monitored legislative discussions in the United States regarding any potential extension or modification of the current tariff policy.

Management believes that, in light of the evolving regulatory scenario and the structural measures implemented, the risks underlying the tariff policy have been significantly mitigated, and has been actively monitoring any potential future developments.

Moreover, the United States Supreme Court's decision declaring the previous tariff structure unlawful also granted companies the right to seek reimbursement of tariff-related amounts paid, and the Company has already filed the corresponding refund claim.

**Subsequent Event:**

On May 13, 2026, the Company received a partial refund in the amount of US\$2.4 million out of the total amount of US\$18 million claimed, related to previously charged tariffs.

## **2. Presentation of interim financial information**

### **2.1. Basis of preparation**

a) Statement of compliance

The Company presents its individual and consolidated interim financial information, included in the Interim Financial Information Form (ITR), concurrently prepared in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) and, also, in accordance with accounting practices adopted in Brazil (BR GAAP), considering the pronouncements, guidelines and interpretations issued by the Accounting Pronouncements Committee (CPC), approved by the Brazilian Securities and Exchange Commission (CVM) and the provisions set out in the Brazilian Corporate Law, and identified as "Parent" and "Consolidated", respectively.

The preparation of individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34 requires the Company's Management to use certain accounting estimates.

The individual and consolidated interim financial information for the period ended March 31, 2026 has been prepared based on the historical cost, except for the revaluation of certain investment properties, which are measured at fair value, as described in the accounting policies disclosed in the annual financial statements for December 31, 2025. The historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received for the sale of an asset or paid for the transfer of a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. The fair value for measurement and/or disclosure purposes in this individual and consolidated interim financial information is determined on this basis, except as otherwise required by another accounting pronouncement.

The individual and consolidated interim financial information for the period ended March 31, 2026 has been prepared assuming that the Company will continue as a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business.

The financial statements for the year ended December 31, 2025 were reviewed by the Audit Committee, and approved by the Company's Board of Directors on March 24, 2026, which are being presented herein as the comparative period.

b) Management statement

The Company's Management asserts that all relevant information for the interim financial information as at March 31, 2026, and only this information, is disclosed and that it corresponds to the information used in managing the Company.

This interim financial information was approved by the Company's Board of Directors and authorized for issue on May 13, 2026.

## 2.2. Basis of consolidation

The consolidated interim financial information includes the financial information of the Company and the entities controlled by the Company (its subsidiaries) prepared up to the period ended March 31, 2026 and the respective comparative periods. Control is achieved when the Company:

- Has power over the investee;
- Is exposed, or has rights, to variable returns from its involvement with the investee; and
- Has the ability to use its power to affect its returns.

The Company reassesses whether it retains the control over an investee or not if facts and circumstances indicate the occurrence of changes in one or more than one of the three components of control described above.

The consolidation of a subsidiary begins when the Company acquires control over the subsidiary and ends when such control ceases to exist. Specifically, revenue and expenses of a subsidiary acquired or sold during the year are included in profit or loss as from the date the Company acquires control through the date the Company ceases to control the subsidiary.

When the Company loses control over a subsidiary, the gain or loss on disposal is calculated by the difference between: (i) the sum of the fair value of consideration received and the fair value of the residual interest; and (ii) the previous carrying amount of the assets (including goodwill), minus the subsidiary's liabilities and noncontrolling interests.

The table below lists the subsidiaries included in the consolidated interim financial information:

Company	Country	Equity interest	
		2026	2025
<b>Taurus Armas SA</b>	<b>Brazil</b>		
Taurus Holdings, Inc. (**)	United States	100.00%	100.00%
Taurus Máquinas-Ferramenta Ltda.	Brazil	100.00%	100.00%
T. Investments Co. Inc.	Panama	100.00%	100.00%
AMTT Taurus Comercio Varejista Ltda.	Brazil	100.00%	100.00%
<b>Polimetal Metalurgia e Plásticos Ltda.</b>	<b>Brazil</b>	<b>100.00%</b>	<b>100.00%</b>
Taurus Helmets Indústria de Capacetes Ltda. (*)	Brazil	100.00%	100.00%
Taurus Investimentos Imobiliários Ltda. (*)	Brazil	100.00%	100.00%

(\*) The equity interests above represent the percentage rate held by the Company, both directly and indirectly, in the subsidiaries' capital.

(\*\*) Taurus Holdings, Inc. holds a 100% interest in the subsidiaries Taurus International Manufacturing, Inc, Heritage Manufacturing, Inc. and Braztech International, L.C., Inc.

All intragroup transactions, balances, revenue and expenses, and cash flows are eliminated on consolidation. The consolidation of balance sheet and statement of profit and loss line items is based on their nature, supplemented by the elimination of the :

- Parent's interests in intragroup capital, reserves, and retained earnings (accumulated losses).
- Intragroup balances of assets and liabilities.
- Balances of revenues and expense, and cash flows arising from intragroup transactions; and
- Unrealized gains in transactions with investees recognized by the equity method proportionally to the Company's interest in the investee. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment of the asset.

### **2.3. Investments in joint ventures**

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

The profit or loss, assets and liabilities of joint ventures are reported in this interim financial information under the equity method of accounting.

### **2.4. Functional and presentation currency**

The interim financial information is stated in Brazilian reais (R\$), which is the functional and presentation currency of the Company and its subsidiaries headquartered in Brazil, as it is the currency of the main economic environment in which the Company operates and which generates cash inflows and outflows. The functional currency of subsidiary Taurus Holdings, Inc., headquartered in the United States of America, and of subsidiary T. Investments Co. Inc., headquartered in Panama, is the US dollar, and their assets and liabilities are translated into Brazilian reais based on the exchange rate at the balance sheet date and their profit or loss are translated based on the monthly average exchange rate, unless exchange rates fluctuate significantly during the year, in which case, the exchange rates on the transaction date are used. Exchange differences arising from the translation process of the foreign subsidiary are recognized in other comprehensive income and recognized in equity.

Foreign currency-denominated transactions are translated into the Company's functional currency at the exchange rates prevailing on the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the end of the reporting periods are retranslated into the functional currency at the exchange rate prevailing on that date. All differences are recognized in the statement of profit and loss. Nonmonetary items measured at historical cost in a foreign currency are not retranslated.

## **3. Critical accounting judgments and key sources of estimation uncertainty**

The preparation of the Company's individual and consolidated interim financial information requires Management to make judgments, use estimates and adopt premises that affect amounts presented for revenue, expenses, assets and liabilities, including contingent liabilities. Uncertainty related to these judgements, premises and estimates could lead to results which require a significant adjustment of the book value of certain assets and liabilities in future years.

Such judgments, estimates and premises are reviewed at each reporting period.

There has been no change related to such estimate measurement methods, in comparison to the previous year presented. Considering that, as permitted by IAS 34/CPC 21 (R1) – Interim Financial Reporting, Management has opted not to redisclose the significant judgments, estimates and premises adopted by the Company in detail. Therefore, it is necessary to read this individual and consolidated interim financial information alongside the annual individual and consolidated financial statements for the year ended December 31, 2025.

## **4. Significant accounting policies**

Interim financial information aim to provide an update based on the previous annual financial statements previously disclosed to the market. Therefore, they focus on new activities, events and circumstances and do not duplicate previously disclosed information, unless Management considers the maintenance of a specific information as relevant.

The interim financial information presented hereby has been consistently prepared in accordance with accounting policies and estimate measurement methods adopted when preparing the annual financial statements for the year ended December 31, 2025 (note 3).

As permitted by IAS 34/CPC 21 (R1) – Interim Financial Reporting, Management has opted not to redisclose the accounting policies adopted by the Company in detail. Therefore, it is necessary to read this interim financial information alongside the annual financial statements for the year ended December 31, 2025, in order to allow users to broaden their understanding on the Company's financial position and liquidity, as well as its ability to generate profits and cash flows.

Relevant standards and interpretations issued by the IASB which came into effect starting on January 1, 2026, presented in the financial statements for the year ended December 31, 2025, have not had any impact on this interim financial information. Other reviews of standards and interpretations still in progress by IASB are being monitored by the Company.

## **5. Financial risk management**

The Company's risk management policies are set out to identify and analyze the risks faced by the Company, set limits and appropriate risk controls, and monitor risks and compliance with limits. The risk management policies and systems are regularly reviewed to reflect changes in the market conditions and the Company's activities. The Company is exposed to the following risks arising from the use of financial instruments:

### **5.1 Credit risk**

Credit risk refers to the possibility of financial losses for the Company arising from the non-compliance with contractual obligations by clients or counterparties in financial instruments. This risk is mainly related to receivables from clients and investment securities. In the case of financial institutions, the Company and its subsidiaries conduct transactions exclusively with institutions previously approved by Management.

#### **Trade and other receivables**

The Company and its subsidiaries adopt the procedure of analyzing the financial position of its counterparties, set credit limits, and constantly monitor the outstanding positions. In respect of the Company's revenue, sales are concentrated on related parties such as Taurus International Manufacturing Inc., Braztech International LC, Heritage Manufacturing Inc. and Companhia Brasileira de Cartuchos - CBC, and there is no relevant credit risk concentration on other customers.

To evaluate credit risk and determine limits, clients are classified according to their characteristics: Natural Person, Legal Entity, Public Entity and Foreign Market.

Credit approvals are individually realized and include external assessments, consultation of credit bureau, relationship history and payment punctuality. For Foreign Market clients, information from regulating entities such as OFAC and GAFI can also be considered, as well as bank references.

As for Legal Entities, purchase limits are set individually or by group, which represents the maximum exposure index with the Company, without requiring a new analysis. These limits are periodically reviewed. Customers that failed to comply with the credit set by the Company can only start new operations after pending payables are settled.

For Public Entities, the Company's Management assesses the payment capacity and bidding requirements applicable for making the sale.

For sales destined to Natural People, the Company offers the option of receiving a partial advance payment for purchases. Invoice issuance and product delivery only occur after verification that the payment has been received.

### Exposure to credit risks

As at March 31, 2026, the maximum credit risk exposure was as follows:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
<b>Amortized cost</b>				
Cash and cash equivalents	41,880	67,547	35,203	49,266
Short-term investments	276,250	267,790	233,924	237,290
Trade receivables	274,026	247,187	129,302	163,610
Escrow deposits	60,596	60,968	60,172	60,563
Intragroup loans	17,283	17,661	97,112	89,318
<b>Total</b>	<b>670,035</b>	<b>661,153</b>	<b>555,713</b>	<b>600,047</b>

The balances of trade receivables above are disclosed net of expected credit losses (see note 9).

The maximum credit risk exposure for trade receivables per geographic region was as follows:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Domestic - trade receivables	91,644	96,072	69,564	76,519
United States - trade receivables	178,720	143,118	43,366	66,848
Other countries	32,806	38,853	32,198	38,259
Total	<b>303,170</b>	<b>278,043</b>	<b>145,128</b>	<b>181,626</b>

The maximum credit risk exposure on the balance sheet date per type of counterparty was as follows:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Trade receivables - public bodies	5,636	7,649	5,636	7,643
Trade receivables - distributors	40,740	42,057	40,740	42,057
Trade receivables – Related parties	13,796	21,878	50,627	48,882
Final customers	242,998	206,459	48,125	83,044
Total	<b>303,170</b>	<b>278,043</b>	<b>145,128</b>	<b>181,626</b>

The balances of trade receivables above are disclosed without taking into account the expected credit losses (see note 9).

### Allowance for expected credit losses

In conformity with technical pronouncement CPC 48/IFRS 9 - Financial Instruments, the allowance for expected credit losses takes into consideration an internal risk rating indicator, which observes the customer behavior and the macroeconomic context uncertainties.

As at March 31, 2026, the aging list of trade receivables and the allowance for expected credit losses are as follows:

	03-31-2026			Consolidated 12-31-2025		
	Portfolio	Allowance	% coverage	Portfolio	Allowance	% coverage
	Current	242,465	(2,412)	1.0%	213,550	(3,095)
0-30 days past due	19,113	(640)	3.3%	13,509	(854)	6.3%
31-60 days past due	2,672	(408)	15.3%	12,154	(1,750)	14.4%
61-90 days past due	2,499	(326)	13.1%	4,801	(389)	8.1%
91-180 days past due	8,812	(1,687)	19.1%	6,358	(772)	12.1%
181-360 days past due	2,321	(574)	24.7%	3,701	(551)	14.9%
Over one year past due	25,289	(23,098)	91.3%	23,970	(23,445)	97.8%
<b>Total</b>	<b>303,170</b>	<b>(29,144)</b>		<b>278,043</b>	<b>(30,856)</b>	

	03-31-2026			Parent 12-31-2025		
	Portfolio	Allowance	% coverage	Portfolio	Allowance	% coverage
	Current	68,488	(2,214)	3.2%	116,338	(2,245)
0-30 days past due	45,959	(632)	1.4%	31,502	(805)	2.6%
31-60 days past due	4,827	(403)	8.4%	11,446	(1,729)	15.1%
61-90 days past due	1,719	(324)	18.9%	2,304	(364)	15.8%
91-180 days past due	8,034	(1,682)	20.9%	3,447	(737)	21.4%
181-360 days past due	2,316	(574)	24.8%	2,157	(526)	24.4%
Over one year past due	13,783	(9,996)	72.5%	14,432	(11,610)	80.4%
<b>Total</b>	<b>145,128</b>	<b>(15,826)</b>		<b>181,626</b>	<b>(18,016)</b>	

### Financial instruments

The Company's Management determines the classification of its non-derivative financial assets and liabilities at their initial recognition, according to the criteria present in IFRS 9/CPC 48 - Financial Instruments, regarding cash flow characteristics and the Company's business model when managing financial assets. Financial Instruments are measured according to their nature and purpose.

	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
<b>Amortized cost - assets</b>				
Cash and cash equivalents	41,880	67,547	35,203	49,266
Trade receivables	274,026	247,187	129,301	163,610
Short-term investments	276,250	267,790	233,924	237,290
Escrow deposits	60,596	60,968	60,172	60,563
Intragroup loans	17,283	17,661	97,112	89,318
<b>Total</b>	<b>670,035</b>	<b>661,153</b>	<b>555,712</b>	<b>600,047</b>
<b>Amortized cost – liabilities</b>				
Trade payables	101,851	114,548	60,197	55,698
Borrowings and financing	461,403	480,237	314,593	310,269
Foreign currency advances	397,838	427,058	397,838	427,058
Due to other related parties	2,453	2,390	2,453	2,390
<b>Total</b>	<b>963,545</b>	<b>1,024,233</b>	<b>775,081</b>	<b>795,415</b>



**Sensitivity analysis of exchange rates**

As at March 31, 2026, the Company is mainly exposed to fluctuations between the Brazilian real and the US dollar. The net exposure and sensitivity analysis related to the monetary items recorded in foreign currency are shown below.

This analysis considers a 25% and 50% variation in the projected future quotation of the currencies on the maturity date of the instruments, as disclosed by the Focus bulletin from the Central Bank. Such variations represent Management's assessment of the reasonably possible change in the projected exchange rate.

Currencies and indices		Projected rate	Variation by +/- 25%	Variation by +/- 50%
US dollar	Decrease	5.4000	4.0500	2.7000
US dollar	Increase	5.4000	6.7500	8.1000

The current exchange rate for the US Dollar used by the Company as at March 31, 2026 was R\$5.2194.

	03-31-2026		Consolidated
	US\$	R\$	12-31-2025 R\$
<b>Assets</b>			
Trade receivables	36,817	192,161	161,327
Intragroup loans	2,325	12,133	12,002
<b>Total assets</b>	<b>39,142</b>	<b>204,294</b>	<b>173,329</b>
<b>Liabilities</b>			
Trade payables	(5,952)	(31,068)	(52,951)
Borrowings and financing	(28,128)	(146,810)	(169,968)
Foreign currency advances	(76,223)	(397,838)	(427,058)
<b>Total liabilities</b>	<b>(110,303)</b>	<b>(575,716)</b>	<b>(649,977)</b>
<b>Net exposure</b>	<b>(71,162)</b>	<b>(371,421)</b>	<b>(476,648)</b>

	Consolidated				
	Operations based in Brazil - in US dollars	US-based operations - in US dollars	Balance in 2026 - in US dollars	Variation by +/- 25% - in R\$	Variation by +/- 50% - in R\$
<b>Assets</b>					
Trade receivables	5,310	31,506	36,817	(43,053)	(92,756)
Intragroup loans	2,325	-	2,325	(2,718)	(5,857)
<b>Total assets</b>	<b>7,635</b>	<b>31,506</b>	<b>39,142</b>	<b>(45,772)</b>	<b>(98,613)</b>
<b>Liabilities</b>					
Trade payables	(1,130)	(4,822)	(5,952)	(9,111)	(17,146)
Foreign currency advances	(76,223)	-	(76,223)	(116,667)	(219,568)
Borrowings and financing	-	(28,128)	(28,128)	(43,052)	(81,025)
<b>Total liabilities</b>	<b>(77,353)</b>	<b>(32,950)</b>	<b>(110,303)</b>	<b>(168,830)</b>	<b>(317,739)</b>
<b>Total</b>	<b>(69,718)</b>	<b>(1,443)</b>	<b>(71,162)</b>	<b>(108,919)</b>	<b>(204,986)</b>
<b>Net Exposure Liability affecting Income (operations based in Brazil)</b>			<b>(69,718)</b>	<b>(106,710)</b>	<b>(200,829)</b>
<b>Net Exposure Liability affecting Other Comprehensive income (US-based operations)</b>			<b>(1,443)</b>	<b>(2,209)</b>	<b>(4,158)</b>

	03-31-2026	03-31-2026	Parent 12-31-2025
	US\$	R\$	R\$
<b>Assets</b>			
Trade receivables	11,853	61,863	89,649
Intragroup loans	2,325	12,133	12,002
<b>Total assets</b>	<b>14,177</b>	<b>73,996</b>	101,651
<b>Liabilities</b>			
Trade payables	(1,453)	(7,584)	(7,517)
Foreign currency advances	(76,223)	(397,839)	(427,058)
<b>Total liabilities</b>	<b>(77,676)</b>	<b>(405,421)</b>	(434,575)
<b>Net exposure</b>	<b>(63,499)</b>	<b>(331,425)</b>	(332,924)

	Balance in 2026 - in US dollars	Variation by +/- 25% - in R\$	Parent Variation by +/- 50% - in R\$
<b>Assets</b>			
Trade receivables	11,853	(13,860)	(29,861)
intragroup loans	2,325	(2,718)	(5,857)
<b>Total assets</b>	<b>14,177</b>	<b>(16,579)</b>	<b>(35,718)</b>
<b>Liabilities</b>			
Trade payables	(1,453)	(2,224)	(4,185)
Foreign currency advances	(76,223)	(116,667)	(219,568)
<b>Total liabilities</b>	<b>(77,676)</b>	<b>(118,891)</b>	<b>(223,753)</b>
<b>Net Exposure Liability affecting Income</b>	<b>(63,499)</b>	<b>(97,191)</b>	<b>(182,914)</b>

(ii) Interest rate risk

The Company is subject to the interest rate risk, which refers to the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The Company's exposure to the risk of fluctuations in market interest rates mainly arises from its short- and long-term payables subject to floating interest rates, mainly the CDI.

**Sensitivity analysis of interest rate**

The Company's profit or loss is susceptible to changes in the interest rates levied on short-term investments, borrowings and financing at floating interest rates, mainly pegged to CDI rate.

The sensitivity analysis related to the financial items subject to variable interest as at March 31, 2026 is shown below. This analysis considers a 25% and 50% variation in the interest rate prevailing at the end of the period. Such variations represent Management's assessment of the reasonably possible change in the interest rate.

Index	Index as at 03-31-2026	Variation by +/- 25%	Variation by +/- 50%
CDI - decrease	14.65%	10.99%	7.33%
CDI - increase	14.65%	18.31%	21.98%
TJLP - increase	8.96%	11.20%	13.44%
SOFR day - increase	3.68%	4.60%	5.52%
6-month SOFR - decrease	3.86%	2.90%	1.93%
SELIC - increase	14.75%	18.44%	22.13%

		<b>Consolidated Gain (Loss)</b>		
Index	Balance 03-31-2026	Variation by +/- 25%	Variation by +/- 50%	
<b>Assets</b>				
Short-term investments	CDI - decrease	310,320	(11,358)	(22,715)
Intragroup loans - abroad	6-month SOFR- decrease	16,043	(155)	(310)

Index	Balance 03-31-2026	Variation by +/- 25%	Variation by +/- 50%	
<b>Liabilities</b>				
Borrowings	TJLP - increase	(165,082)	(3,698)	(7,396)
Borrowings	SOFR day - increase	(146,810)	(1,351)	(2,701)

		<b>Parent Gain (Loss)</b>		
Index	Balance 03-31-2026	Variation by +/- 25%	Variation by +/- 50%	
<b>Assets</b>				
Short-term investments	CDI - decrease	265,177	(9,705)	(19,411)
Intragroup loans	CDI - decrease	59,162	(2,165)	(4,331)
Intragroup loans - abroad	6-month SOFR - decrease	16,043	(155)	(310)

Index	Balance 03-31-2026	Variation by +/- 25%	Variation by +/- 50%	
<b>Liabilities</b>				
Intragroup borrowings	CDI - increase	(2,453)	(90)	(180)
Borrowings	TJLP - increase	(165,082)	(3,698)	(7,396)

(iii) Capital management

The Company's Management policy is to maintain a capital structure, through the monitoring of returns on capital, according to the position below:

		<b>Consolidated</b>	
		<b>03-31-2026</b>	<b>12-31-2025</b>
Total borrowings and financing		<b>859,241</b>	907,295
Less: Cash and cash equivalents and short-term investments		<b>(318,130)</b>	(335,337)
Net debt (A)		<b>541,111</b>	571,958
Total equity (B)		<b>1,187,501</b>	1,247,456
Net debt-to-equity ratio as at March 31, 2026 and December 31, 2025 (A/B)		<b>0.46</b>	0.46

## 6. Operating segments

The information reported to the Company's CEO (the chief operating decision maker) to allocate resources and assess the performance of the operating segments focuses on the Company's product category. The Company has three segments. Two of the segments are reportable, represented by strategic business units managed separately, as they differ based on the offer of products and services, technologies and marketing strategies. The other operations are aggregated in segment "Other", as they are not classified within the quantity limits for separate reporting, as prescribed by IFRS 8/CPC 22 Operating Segments. The operations in each one of the Company's reportable segments can be summarized as follows:

**Firearms and Accessories** - The firearm production process, as it refers to a predominantly metallurgy industry, uses the following basic stages: machining (using premolds machined and shaped through machining centers, millers, drills and broaching machines, as the entire shaping process and some machining operations are outsourced), MIM - Metal Injection Molding (Polimetel Metalurgia e Plásticos Ltda.), finishing (basically polishing), thermal treatment, surface treatment, final assembly, functional test, engraving and packaging; these operations are conducted by Taurus Armas S.A., Taurus Holdings, Inc. and their subsidiaries. The Taurus JM joint venture (former Taurus Plásticos Ltda.) was established to manufacture magazines for the firearms manufactured by the Company.

**Helmets** - The helmet production process uses the following stages: injection (using ABS - Acrylonitrile Butadiene Styrene), coating and finishing (using injected parts, through manual and automated coating process), sewing (using fabrics, foam and polycarbonate sheets, through cutting, sewing and button sewing machines), and final assembly; these operations are conducted by Taurus Helmets Ltda. (former Taurus Blindagens Ltda.).

**Other** - Expenses on technical support and finance costs on the machinery operation, which was discontinued in June 2012, and other operations such as manufacturing and sale of glasses and provision of services. These operations were aggregated as they are not classified within the quantity limits for separate reporting as reportable segment.

Each segment performance is assessed on a quarterly basis based on the segment profit before income tax and social contribution, as included in internal reports, since the Company's Management believes that such information is more significant in assessing the profit or loss from certain segments related to other entities that operate in these industries.

The reconciliation of revenue, profit or loss, assets and liabilities and other material components of reportable segments is disclosed below:

	<b>Firearms and Accessories</b>		<b>Helmets</b>		<b>Other</b>		<b>Total</b>	
	<b>03-31-2026</b>	03-31-2025	<b>03-31-2026</b>	03-31-2025	<b>03-31-2026</b>	03-31-2025	<b>03-31-2026</b>	03-31-2025
Foreign revenue	<b>318,555</b>	312,204	<b>35,552</b>	35,848	<b>810</b>	1,042	<b>354,917</b>	349,094
Cost of sales	<b>(232,355)</b>	(213,611)	<b>(22,080)</b>	(22,103)	<b>(388)</b>	(473)	<b>(254,823)</b>	(236,187)
Gross profit (loss)	<b>86,200</b>	98,593	<b>13,472</b>	13,745	<b>422</b>	569	<b>100,094</b>	112,907
Selling expenses	<b>(43,948)</b>	(45,087)	<b>(7,713)</b>	(7,073)	<b>(338)</b>	(344)	<b>(51,999)</b>	(52,504)
General and administrative expenses	<b>(70,807)</b>	(56,124)	<b>(2,665)</b>	(3,876)	<b>(780)</b>	(441)	<b>(74,252)</b>	(60,441)
Depreciation and amortization	<b>(8,373)</b>	(6,819)	<b>(139)</b>	(160)	<b>(813)</b>	(1,102)	<b>(9,325)</b>	(8,081)
Other operating income (expenses), net	<b>(296)</b>	3,431	<b>(715)</b>	(846)	<b>(27)</b>	(24)	<b>(1,038)</b>	2,561
Equity in earnings (losses)	<b>1,153</b>	1,037	-	-	-	-	<b>1,153</b>	1,037
	<b>(122,271)</b>	(103,562)	<b>(11,232)</b>	(11,955)	<b>(1,958)</b>	(1,911)	<b>(135,461)</b>	(117,428)
Operating profit (loss)	<b>(36,070)</b>	(4,969)	<b>2,240</b>	1,790	<b>(1,536)</b>	(1,342)	<b>(35,366)</b>	(4,521)
Finance income	<b>44,328</b>	57,345	<b>1,428</b>	1,854	-	9	<b>45,756</b>	59,208
Finance costs	<b>(37,256)</b>	(38,364)	<b>(490)</b>	(146)	<b>(158)</b>	(90)	<b>(37,904)</b>	(38,600)
Finance income (costs), net	<b>7,072</b>	18,981	<b>938</b>	1,708	<b>(158)</b>	(81)	<b>7,852</b>	20,608
Profit (loss) by reportable segment before income tax and social contribution	<b>(28,998)</b>	14,012	<b>3,178</b>	3,498	<b>(1,694)</b>	(1,423)	<b>(27,514)</b>	16,087
Profit (loss) before income tax and social contribution	<b>(28,998)</b>	14,012	<b>3,178</b>	3,498	<b>(1,694)</b>	(1,423)	<b>(27,514)</b>	16,087
Income tax and social contribution	<b>(7,747)</b>	3,696	<b>(1,042)</b>	(853)	<b>(315)</b>	(303)	<b>(9,104)</b>	2,540
Profit (loss) for the period	<b>(36,745)</b>	17,708	<b>2,136</b>	2,645	<b>(2,009)</b>	(1,726)	<b>(36,618)</b>	18,627
	<b>03-31-2026</b>	12-31-2025	<b>03-31-2026</b>	12-31-2025	<b>03-31-2026</b>	12-31-2025	<b>03-31-2026</b>	12-31-2025
Assets from reportable segments	<b>2,123,716</b>	2,242,628	<b>120,086</b>	120,001	<b>230,520</b>	223,776	<b>2,474,322</b>	2,586,405
Liabilities from reportable segments	<b>1,243,572</b>	1,299,860	<b>26,262</b>	24,669	<b>16,987</b>	14,423	<b>1,286,821</b>	1,338,952

### Geographic information

The information on net revenue below is based on the customer geographic location.

	Firearms and Accessories		Helmets	
	03-31-2026	03-31-2025	03-31-2026	03-31-2025
<b>Domestic market</b>				
Southeast Region	16,847	10,811	13,333	10,964
South Region	15,411	12,789	2,611	2,939
Northeast Region	2,813	3,042	11,413	11,188
Midwest Region	3,725	1,662	4,681	6,022
North Region	589	823	3,514	4,735
	-	-	-	-
	<b>39,385</b>	<b>29,127</b>	<b>35,552</b>	<b>35,848</b>
<b>Foreign market</b>				
United States	259,378	262,146	-	-
South Africa	2,136	5,596	-	-
Germany	456	365	-	-
Saudi Arabia	-	1,259	-	-
Argentina	1,005	1,727	-	-
Chade	-	900	-	-
El Salvador	540	-	-	-
Ecuador	1,573	2,374	-	-
Philippines	4,976	-	-	-
France	927	-	-	-
Guatemala	830	5,327	-	-
Guiana	2,378	110	-	-
India	68	168	-	-
Pakistan	1,112	712	-	-
Peru	2,211	1,227	-	-
Czech Republic	494	278	-	-
Uruguay	144	-	-	-
Zambia	263	87	-	-
Other countries	679	807	-	-
	-	-	-	-
	<b>279,170</b>	<b>283,084</b>	<b>-</b>	<b>-</b>
<b>Total net revenue</b>	<b>318,555</b>	<b>312,211</b>	<b>35,552</b>	<b>35,848</b>

The sales of the Company's other segments are concentrated on the domestic market and spread throughout all Brazilian regions. The Company's and its subsidiaries' sales do not show high level of concentration that can characterize significant dependence on governmental bodies or any other customer, except for the Related Parties, as described in note 25. As at March 31, 2026, approximately 81.42% of consolidated revenues of the firearms segment derive from the US civilian market (84.23% as at March 31, 2025), and are subject to US regulations.

## 7. Cash and cash equivalents

Cash and cash equivalents comprise cash and highly liquid short-term investments, that is, redeemable within up to three months from the investment date, without any penalties for the Company, and subject to an insignificant risk of change in market value.

	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
Cash	97	80	28	36
Unsettled exchange bills (*)	3,800	2,294	3,762	2,257
Demand deposits	3,913	11,381	160	2,584
Short-term investments	34,070	53,792	31,253	44,389
<b>Cash and cash equivalents</b>	<b>41,880</b>	<b>67,547</b>	<b>35,203</b>	<b>49,266</b>

(\*) The Company receives, as settlement for foreign currency-denominated trade receivables, payment orders for which it can, according to its cash requirement and for purposes of better use of the exchange rate, carry out the foreign exchange closing and receive Brazilian reais in its cash.

Highly liquid short-term investments refer to automatic investments yielding interest ranging between 88.5% and 97% of CDI.

## 8. Short-term investments

Non-liquid short-term investments refer to investments in Bank Certificates of Deposit (CDBs) that are not readily convertible into cash, considering the transaction date. The classification of short-term investments depends on the purpose for which the investment was acquired and are measured at amortized cost, according to their category. When applicable, costs directly attributable to the acquisition of a financial asset are added to the originally recognized amount.

	Interest rate	Consolidated		Parent	
		03-31-2026	12-31-2025	03-31-2026	12-31-2025
Bank certificates of deposit (CDBs)	96% to 102% of CDI	<b>276,250</b>	267,790	<b>233,924</b>	237,290
<b>Total</b>		<b>276,250</b>	<b>267,790</b>	<b>233,924</b>	<b>237,290</b>
Current		<b>276,250</b>	267,790	<b>233,924</b>	237,290

## 9. Trade receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortized cost less estimated expected losses.

The allowance for expected credit loss was recognized in an amount considered sufficient by Management to cover probable losses on the collection of receivables.

	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
Domestic trade receivables – third parties	<b>80,552</b>	76,818	<b>54,893</b>	53,835
Domestic trade receivables – related parties	<b>11,092</b>	19,254	<b>14,671</b>	22,684
Trade receivables abroad – third parties	<b>208,822</b>	179,347	<b>39,608</b>	78,909
Trade receivables abroad – related parties	<b>2,704</b>	2,624	<b>35,956</b>	26,198
	<b>303,170</b>	278,043	<b>145,128</b>	181,626
Expected allowance for domestic expected credit losses	<b>(9,779)</b>	(10,212)	<b>(2,125)</b>	(2,558)
Expected allowance for expected credit losses abroad	<b>(19,365)</b>	(20,644)	<b>(13,701)</b>	(15,458)
	<b>(29,144)</b>	(30,856)	<b>(15,826)</b>	(18,016)
	<b>274,026</b>	247,187	<b>129,302</b>	163,610

The Company's exposure to credit and currency risks and impairment losses related to trade and other receivables, including the aging list of trade receivables, are disclosed in note 5. The variations in the allowance for expected credit losses are as follows:

	<b>Consolidated</b>	<b>Parent</b>
<b>Balance as at December 31, 2025</b>	<b>(30,856)</b>	<b>(18,016)</b>
Additions	(812)	(645)
Reversal of allowance for expected credit losses	2,257	2,835
Effects of exchange rate changes	267	-
<b>Balance as at March 31, 2026</b>	<b>(29,144)</b>	<b>(15,826)</b>

## 10. Inventories

Inventories are stated at the lower of cost and net realizable value. The cost of inventories is based on the weighted average principle and includes expenses incurred on the acquisition of inventories, production and transformation costs (based on regular operational capacity) and other costs incurred to bring them to their locations and existing conditions.

The allowance for inventory losses is recorded for slow-moving products which sales price is below production cost.

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Finished products	351,365	462,468	65,226	56,700
Raw material	336,590	317,427	205,969	198,882
Work in process	688	146	691	146
Inventory advances	11,795	7,934	11,700	7,073
Allowance for inventory losses	(12,227)	(12,597)	(2,735)	(2,679)
	<b>688,211</b>	<b>775,378</b>	<b>280,851</b>	<b>260,122</b>

	<b>Consolidated</b>	<b>Parent</b>
<b>Variation in the allowance for inventory losses</b>		
Balance as at December 31, 2025	(12,597)	(2,679)
Addition	(590)	(511)
Reversal	463	455
Effects of exchange rate changes	497	-
Balance as at March 31, 2026	<b>(12,227)</b>	<b>(2,735)</b>

## 11. Recoverable taxes

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
State VAT (ICMS)	<b>34,055</b>	35,892	<b>33,003</b>	34,763
Federal VAT (IPI)	<b>10,083</b>	23,872	<b>9,627</b>	23,387
Tax on revenue (PIS)	<b>882</b>	1,212	<b>716</b>	1,022
Tax on revenue (COFINS)	<b>4,586</b>	2,910	<b>3,645</b>	1,866
Income tax and social contribution	<b>30,941</b>	29,065	<b>19,848</b>	17,412
Other	<b>1,017</b>	1,017	<b>347</b>	346
<b>Total</b>	<b>81,564</b>	93,968	<b>67,186</b>	78,796
Current	<b>62,057</b>	75,409	<b>48,524</b>	60,944
Noncurrent	<b>19,507</b>	18,559	<b>18,662</b>	17,852

## 12. Other assets

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Advances to suppliers	<b>9,623</b>	13,080	<b>401</b>	1,580
Advances to employees	<b>2,887</b>	10,090	<b>1,359</b>	3,856
Advances for foreign bids	<b>6,249</b>	6,249	<b>6,249</b>	6,249
Escrow deposits	<b>60,596</b>	60,968	<b>60,172</b>	60,563
Intragroup loans	<b>17,283</b>	17,661	<b>97,112</b>	89,318
Other receivables	<b>6,625</b>	6,131	<b>4,094</b>	1,427
<b>Total</b>	<b>103,263</b>	114,179	<b>169,387</b>	162,993
Current	<b>26,384</b>	35,395	<b>33,764</b>	28,168
Noncurrent	<b>76,879</b>	78,784	<b>135,623</b>	134,825
	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
<b>Breakdown of current assets</b>				
Due from other related parties	-	-	<b>21,907</b>	15,245
Other receivables	<b>26,384</b>	35,395	<b>11,857</b>	12,923
<b>Breakdown of noncurrent assets</b>				
Due from other related parties	<b>17,283</b>	17,661	<b>75,205</b>	74,073
Other receivables	<b>59,596</b>	61,123	<b>60,418</b>	60,752
<b>Total</b>	<b>103,263</b>	114,179	<b>169,387</b>	162,993

## 13. Current and deferred income tax and social contribution

Current and deferred income tax and social contribution of companies in Brazil are calculated at the statutory rate of 34% (25% for income tax, and 9% for social contribution). The limit of income tax loss and social contribution loss is 30% of annual taxable income.

For companies calculating income tax and social contribution based on deemed income, the same rates above are used, but assuming a gross revenue at 32%. The foreign subsidiaries are subject to an income tax rate of 21% in the United States and 25% in Panama, levied on taxable income, pursuant to the tax laws prevailing in each country.

Deferred income tax and social contribution were fully recognized, considering the permissions and requirements of technical pronouncement CPC 32 - Income Taxes (IAS 12) on the differences between assets and liabilities recognized for tax purposes and their corresponding amounts recognized in the individual and consolidated interim financial information. Deferred income tax and social contribution are determined based on the tax rates and tax laws in effect at the date the interim financial information is prepared.

**a) Breakdown of impacts on deferred tax assets and liabilities**

	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
<b>On income tax and social contribution losses</b>				
Tax loss	8,433	8,435	-	-
Social contribution loss	3,036	3,036	-	-
<b>On temporary differences - assets</b>				
Impairment of property, plant and equipment	771	771	-	-
Other allowances, provisions and accruals	1,756	1,947	1,950	2,138
Realization of revaluation reserve	1,914	1,913	617	616
Allowance for inventory losses	1,043	1,000	930	911
Accrued profit sharing	3,950	2,733	3,892	2,680
Accrued commissions	1,539	4,054	1,207	3,887
Provision for civil, labor and tax risks	20,324	20,205	19,806	19,641
Provision for warranty	1,180	1,180	1,180	1,180
Provision for uncollectible receivables	6,679	7,462	6,432	7,203
Financial provisions	1,186	905	1,186	905
Tax provisions	5,370	5,594	4,311	4,534
Unrealized profit with related parties	11,475	17,025	-	-
<b>Total deferred assets</b>	<b>68,656</b>	<b>76,260</b>	<b>41,511</b>	<b>43,695</b>
<b>On temporary differences - liabilities</b>				
Goodwill on expected future earnings	(6,094)	(6,425)	-	-
Fair value of investment property	(10,264)	(10,264)	-	-
Accelerated depreciation – Law No. 14.871	(3,166)	(3,166)	(3,166)	(3,166)
<b>Total deferred liabilities</b>	<b>(19,524)</b>	<b>(19,855)</b>	<b>(3,166)</b>	<b>(3,166)</b>
<b>Deferred asset balances</b>	<b>65,490</b>	73,094	<b>38,345</b>	39,327
<b>Deferred liability balances</b>	<b>(16,358)</b>	(16,689)	-	-
<b>Deferred assets, net</b>	<b>49,132</b>	<b>56,405</b>	<b>38,345</b>	<b>40,529</b>

Current and deferred taxes are recognized in profit or loss unless they are related to business combination, items recognized directly in equity or in other comprehensive income.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities for accounting purposes and the corresponding amounts used for taxation purposes. A deferred income tax and social contribution asset is recognized by unutilized tax losses, tax credits and deductible temporary differences when it is probable that future income subject to taxation will be available and against which they will be utilized.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes imposed by the same tax authority on the same entity subject to taxation.

Deferred income tax and social contribution assets are reviewed at the end of each reporting period and reduced to the extent that their realization is no longer probable or, otherwise, recognized to the extent their realization is probable.

**b) Variation in deferred taxes**

	<b>Consolidated</b>	<b>Parent</b>
Opening balance of deferred taxes, net	56,405	40,529
Allocated to profit or loss	(7,604)	(2,184)
Translation adjustments into the presentation currency	331	-
<b>Closing balance of deferred taxes, net</b>	<b>49,132</b>	<b>38,345</b>

In respect to the constitution of tax credits on income tax and social contribution losses, the annual projections that demonstrate the realization of the tax credit on the tax loss bases generated by the Company have been prepared by a specialized consulting company and supported by the best understanding based on Management's expectations.

The projections of future taxable income include estimates related to the performance of the economy and the Brazilian and foreign markets, selection of exchange rates, sales volume, sales price, tax rates, among others, which may differ from actual data and amounts. As the income tax and social contribution income (expenses) derives not only from taxable income, but also from the tax and corporate structure of the Company and its subsidiaries in Brazil and abroad, the expected realization of temporarily non-deductible differences, the existence of non-taxable income, non-deductible expenses and several other variables, there is no direct correlation between the Company's and its subsidiaries' profit and the income tax and social contribution income (expenses).

As at March 31, 2026, the expected tax loss realization for deferred income tax and social contribution, recorded in noncurrent assets in the consolidated (the balance of income tax and social contribution loss was fully utilized), is as follows:

	<b>Income tax loss</b>	<b>Social contribution loss</b>	<b>Deferred income tax</b>	<b>Deferred social contribution</b>	<b>Consolidated Total deferred taxes</b>
Balance recognized as at 03/31/2026	33,735	33,735	8,433	3,036	11,471
In 2027	(624)	(624)	(156)	(56)	(212)
In 2028	(2,553)	(2,553)	(638)	(230)	(868)
In 2028	(3,585)	(3,585)	(896)	(323)	(1,219)
From 2029 to 2035	(26,972)	(26,972)	(6,743)	(2,427)	(9,172)

The main balances of income tax and social contribution losses are recognized in subsidiaries Polimetal, Taurus International Manufacturing and Taurus Helmets.

**c) Reconciliation of the effective rate of income tax and social contribution**

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>03-31-2025</b>	<b>03-31-2026</b>	<b>03-31-2025</b>
<b>Pretax profit (loss)</b>	(27,515)	16,087	(34,435)	14,221
Income tax and social contribution at combined tax rates	9,355	(5,470)	11,708	(4,835)
<b>Permanent additions</b>				
Non-deductible expenses	(725)	(948)	(721)	(946)
Insurance - Statutory and CLT officers	(18)	(6)	(16)	(6)
Equity income	392	353	(12,099)	(5,510)
Donations/sponsorship	(172)	(151)	(154)	(134)
<b>Permanent deductions</b>				
Reintegra	37	42	37	42
Interest on tax unduly paid	149	1,681	149	1,673
Share-based payment plan	963	370	963	370
Worker's Meal Program (PAT)	36	-	-	-
Income tax and social contribution unrecognized on subsidiaries	(16,104)	(6,371)	-	-
Current and deferred income tax and social contribution from prior years	-	13,529	-	13,529
Other (additions)/deductions	(3,017)	(489)	(2,051)	223
<b>Income tax and social contribution in profit or loss for the period</b>	<b>(9,104)</b>	<b>2,540</b>	<b>(2,184)</b>	<b>4,406</b>
Current	(1,500)	2,266	-	1,525
Deferred	(7,604)	274	(2,184)	2,881
	<b>(9,104)</b>	<b>2,540</b>	<b>(2,184)</b>	<b>4,406</b>

Tax credits for which deferred tax assets have not been recorded refer to tax losses and temporary differences, for which there is no expectation of generating taxable income to recover the amounts. See breakdown below:

	<b>03-31-2026</b>				<b>Consolidated 03-31-2025</b>			
	<b>Basis</b>	<b>25%</b>	<b>9%</b>	<b>Total</b>	<b>Basis</b>	<b>25%</b>	<b>9%</b>	<b>Total</b>
<b>Temporary differences</b>								
Provision for uncollectible receivables	7,580	1,895	682	2,577	7,580	1,895	682	2,577
Allowance for loss on agreements receivable	69,849	17,462	6,286	23,748	69,849	17,462	6,286	23,748
Provision for warranty	919	230	83	313	919	230	83	313
Loss on other receivables	5,114	1,279	460	1,739	5,114	1,279	460	1,739
<b>On income tax and social contribution losses</b>								
Income tax and social contribution losses	451,540	112,885	40,639	153,524	302,071	75,518	27,186	102,704
	<b>535,002</b>	<b>133,751</b>	<b>48,150</b>	<b>181,901</b>	<b>385,533</b>	<b>96,384</b>	<b>34,697</b>	<b>131,081</b>

## 14. Assets held for sale

Noncurrent assets or groups of noncurrent assets (including liabilities) held for sale are classified as “held for sale” if it is highly probable that they will be primarily recovered through sale instead of their continuing use. Such condition is considered met only when the sale is highly probable and the asset (or disposal group) are available for immediate sale “as is”. Management must be committed to the sale, which is expected to qualify for recognition as a completed sale within one year from the date of classification. The assets or group of assets held for sale are measured at the lower of their carrying amount recognized until then or fair value less selling expenses.

Any impairment loss of a group of assets held for sale is initially allocated to goodwill and then for the remaining assets and liabilities on a pro rata basis, except that no loss should be allocated to inventories, financial assets, deferred tax assets, employee benefit assets, investment property, and biological assets, which continue to be measured pursuant to other Company accounting policies. Impairment losses determined on initial classification as held for sale or for distribution, and gains and losses from subsequent remeasurements are recognized in profit or loss.

Once classified as held for sale, intangible assets and property, plant and equipment are no longer amortized or depreciated.

### Carrying amount reconciliation

<i>In thousands of reais</i>	<b>Consolidated</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>
Buildings, land and improvements – Taurus Blindagens Nordeste	7,000	7,000
<b>Total held-for-sale noncurrent assets</b>	<b>7,000</b>	<b>7,000</b>

On November 30, 2023, Taurus Blindagens Nordeste Ltda. was merged into its direct parent, Taurus Helmets Indústria de Capacetes Ltda. As a result of this merger, part of the assets and liabilities previously held for sale in Taurus Blindagens Nordeste Ltda. started to be used in the operation of Taurus Helmets Indústria de Capacetes Ltda., and was no longer classified as held for sale.

As at March 31, 2026, the assets held for sale related to the helmet operation of Taurus Helmets Indústria de Capacetes Ltda. were presented as shown in the table and comprised the following amounts:

Property, plant and equipment/Intangible assets	8,643
Impairment	(1,643)
<b>Assets held for sale</b>	<b>7,000</b>

## 15. Investments

								Parent	
	Jindal Defence Systems Private Limited	Taurus Holdings, Inc. (2)	T. Investments Co. Inc.	CBC Taurus Arabia Holding, LLC.	Polimetal Metalurgia e Plásticos Ltda.	AMTT Taurus Comercio Varejista Ltda. (2)	Taurus Máquinas- Ferramenta Ltda. (1)	03-31-2026	12-31-2025
Current assets	52,016	609,610	-	4,375	17,790	6,529	205		
Noncurrent assets	7,584	128,369	-	731	307,538	2,480	104		
Current liabilities	43,417	301,870	-	143	12,689	8,511	936		
Noncurrent liabilities	61	37,890	-	275	12,631	17	771		
Capital	5,481	1,591	57,413	7,215	291,956	2,571	293,638		
Equity	16,121	398,219	-	4,688	300,008	481	(1,398)		
Net revenue	7,974	259,378	-	810	743	628	-		
Profit (loss) for the period	2,253	(47,364)	-	44	524	(616)	(27)		
Number of shares	350,000	302,505	11,000,000	10,535	304,779,838	1,300,000	185,007,117		
Direct interest percentage (%)	49.00%	100.00%	100.00%	49.00%	100.00%	100.00%	100.00%		
Opening balances	7,518	437,276	-	2,400	299,485	(306)	-	<b>746,370</b>	<b>903,206</b>
Profit (loss) of subsidiaries	<b>1,104</b>	<b>(47,362)</b>	-	<b>21</b>	<b>522</b>	<b>(614)</b>	<b>(27)</b>	<b>(46,356)</b>	<b>(109,097)</b>
Exchange rate variation on investments	<b>(725)</b>	<b>(23,343)</b>	-	<b>(120)</b>	-	-	-	<b>(24,188)</b>	<b>(72,860)</b>
Unrealized profit on inventories	-	<b>10,896</b>	-	-	-	<b>(124)</b>	-	<b>10,772</b>	<b>23,964</b>
Equity adjustment from investee reclassification	-	-	-	-	-	-	-	-	<b>171</b>
Reclassification to provision for negative equity (1)	-	-	-	-	-	-	<b>27</b>	<b>27</b>	<b>986</b>
Closing balances	<b>7,897</b>	<b>377,467</b>	-	<b>2,301</b>	<b>300,007</b>	<b>(1,044)</b>	-	<b>686,625</b>	<b>746,370</b>

(1) The balance of investment of subsidiary Taurus Máquinas-Ferramenta Ltda. (R\$27) is presented in line item "Provision for negative equity" in noncurrent liabilities.

(2) The equity of investees includes unrealized profits in inventories amounting to R\$22,275, net of taxes as at March 31, 2026, which were deducted under the equity method of accounting.

The Company and its subsidiary Polimetal have participation in joint ventures with the objective of expanding their operations with strategic partners. The investments are accounted for using the equity method, as provided for in applicable accounting standards. The table below presents the values of the investments in joint ventures, including the equity interest, the carrying amount of the investments, and the results recognized in the period:

	<b>Parent</b>		<b>Consolidated</b>	
	<b>Companhia Brasileira de Cartuchos Taurus Arábia Saudita, LLC.</b>	<b>Jindal Defense Systems Private Limited</b>	<b>Taurus JM Indústria de Peças</b>	<b>Total</b>
Equity	4,688	16,121	9,063	
Interest %	49%	49%	51%	
Investment by equity	2,297	7,899	4,622	<b>14,818</b>
Profit for the period	44	2,252	55	
Equity income	21	1,103	28	<b>1,152</b>
<b>Transaction flows</b>				
December 31, 2025	2,400	7,518	4,594	<b>14,512</b>
Equity income	21	1,104	28	1,153
Exchange rate variation on investments	(123)	(725)	-	(848)
<b>March 31, 2026</b>	<b>2,298</b>	<b>7,897</b>	<b>4,622</b>	<b>14,817</b>

Indirect interests in jointly-controlled entities classified as joint venture: share of profit (loss) of subsidiaries

**Taurus JM Indústria de Peças Ltda.**

The Company has within its structure a subsidiary called Polimetal Metalurgia e Plásticos Ltda., which in turn was the sole parent company of a dormant company called Taurus Plásticos Ltda.

Under the memorandum of understanding (MoU) dated May 28, 2020, the Company entered into a partnership with an automotive industry company to form a joint venture, as detailed in note 1 - General Information.

In order to establish this joint venture and streamline its operations, the Company, in an agreement with partner Joalmi Indústria Metalúrgica Ltda., decided to incorporate the operations of the joint venture into the corporate structure of Taurus Plásticos Ltda. The shares were valued considering the balance of the subscribed Capital as at November 30, 2020, divided by the number of shares resulting in a total of approximately R\$0.37 per share.

As a result, on March 11, 2021, the name of Taurus Plásticos Ltda. was changed to Taurus JM Indústria de Peças Ltda. and the manufacture of parts for firearms was added to its core business description.

In this same transaction, Sicura Comércio e Produtos de Metal Ltda., which belongs to the group of partner Joalmi, entered in the company by paying in capital in the form of fixed capital valued at R\$2.2 million represented by the issue of 6,130,416 new shares with par value of approximately R\$0.37 per share, equivalent to 49% of the equity of Taurus JM Indústria de Peças Ltda.

Polimetal Metalurgia e Plásticos Ltda. kept a stake of 51%, represented by 6,355,413 shares with par value of approximately R\$0.37, paying in R\$2.4 million, thus establishing the joint venture that will manufacture magazines.

Former Taurus Plásticos Ltda., now called Taurus JM Indústria de Peças Ltda., once designated as a joint venture, its profit or loss is recognized by the Company under the equity method of accounting, at a 51% proportion, as required by CPC 19 (R2)/IFRS 11 - Joint Arrangements.

The tables below show the balances of Taurus JM Indústria de Peças Ltda. as at March 31, 2026:

**TAURUS JM INDÚSTRIA DE PEÇAS LTDA.**  
**BALANCE SHEET AS AT MARCH 31, 2026**  
**In thousands of Brazilian reais – R\$**

<b>Assets</b>		<b>Liabilities</b>	
<b>Current</b>		<b>Current</b>	
Cash and cash equivalents	50	Trade payables	15,038
Trade receivables	8,566	Payroll and related taxes	768
Inventories	2,509	Taxes, fees and contributions	4,920
Related parties	18	Related parties	1,813
Recoverable taxes	2,610	Other payables	1,202
Other receivables	1,933		<u>23,741</u>
	<u>15,686</u>	<b>Noncurrent</b>	
		Deferred tax liabilities	27
		Related parties - Financial borrowing	3,365
			<u>3,392</u>
<b>Noncurrent</b>		<b>Total liabilities</b>	<u>27,133</u>
Deferred tax assets	1,688	<b>Equity</b>	
Related parties - Financial loan	2,453	Capital	4,629
Other receivables	20	Advance for future capital increase	7,296
	<u>4,161</u>	Accumulated losses	(2,862)
		<b>Total equity</b>	<u>9,063</u>
Property, plant and equipment	16,349		
<b>Total assets</b>	<u><u>36,196</u></u>	<b>Total liabilities and equity</b>	<u><u>36,196</u></u>

**TAURUS JM INDÚSTRIA DE PEÇAS LTDA.**  
**STATEMENT OF PROFIT AND LOSS AS AT MARCH 31, 2026**  
In thousands of Brazilian reais

Revenue from sales and/or services	1,551
Cost of sales and/or services	(1,134)
General and administrative expenses	(252)
Other operating (expenses) income, net	(53)
<b>Profit before finance income (costs), share of profit (loss) of subsidiaries, and taxes</b>	<b>112</b>
Finance income	81
Finance costs	(117)
<b>Finance income (costs), net</b>	<b>(36)</b>
<b>Operating income before taxes</b>	<b>76</b>
Income tax and social contribution	(24)
Deferred income tax and social contribution	3
<b>Profit (loss) for the period</b>	<b>55</b>

**Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC.**

On December 30, 2021, Taurus Armas S.A., together with its related party Companhia Brasileira de Cartuchos (CBC), signed a memorandum of understanding (MoU) for the establishment of a joint venture as part of the strategies to internationalize its activities to promote business opportunities in Saudi Arabia.

The main purpose is to enable the more efficient search for and prospection of business opportunities in this relevant market, particularly considering the government plans of establishing an industrial local defense base, within the scope of the strategy called "Visão 2030".

On August 30, 2022, CBC has paid in capital in Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC. at the proportion of 51% of the capital, represented by 10,965 shares with par value of SAR1.00 with the respective paid-in amount of SAR1.1 million (R\$1.6 million on the payment date).

On the same date, Taurus Armas paid in capital in Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC. at the proportion of 49% of the capital, represented by 10,535 shares with par value of SAR1.00 with the respective paid-in amount of SAR1.1 million (R\$1.5 million on the payment date).

In August 2023, Taurus took part in a capital increase in Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC. The capital increase amounted to SAR3 million (R\$4 million as of the payment date), of which SAR1.5 million (R\$1.9 million as of the payment date) were paid by Taurus Armas S/A, proportionate to its shareholder interest.

As Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC is considered a joint venture, its net results started to be recognized by the Company under the equity method at the proportion of 49%, pursuant to CPC 19 (R2)/IFRS 11 - Joint Arrangements.

**Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC.**  
**BALANCE SHEET AS AT MARCH 31, 2026**  
In thousands of Brazilian reais

<b>Assets</b>		<b>Liabilities</b>	
<b>Current</b>		<b>Current</b>	
Cash and cash equivalents	3,188	Payroll and related taxes	275
Trade receivables	813	Other payables	25
Prepaid expenses	374	Taxes, fees and contributions	118
	4,375		418
<b>Noncurrent</b>		<b>Equity</b>	
Deferred tax assets	696	Capital	7,215
	696	Accumulated losses	(2,527)
Property, plant and equipment	35	<b>Total equity</b>	4,688
<b>Total assets</b>	<b>5,106</b>	<b>Total liabilities and equity</b>	<b>5,106</b>

**Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC.**  
**STATEMENT OF PROFIT AND LOSS AS AT MARCH 31, 2026**  
In thousands of Brazilian reais

Revenue from sales and/or services	810
Cost of sales and/or services	(190)
General and administrative expenses	(577)
<b>Profit before finance income (costs), net, share of profit (loss) of subsidiaries, and taxes</b>	<b>43</b>

**Jindal Defence Systems Private Limited**

As mentioned in the Memorandum of Understanding (MoU) of February 18, 2019, the Company entered into a partnership agreement with Indian company Jindal Defence Trading Private Limited for the establishment of a Joint Venture called Jindal Defence Systems Private Limited.

Jindal Defence Systems Private Limited operates in the defense and security area. It is mainly engaged in developing, manufacturing and providing high-quality defense solutions to the Indian Armed Forces and international customers. The infrastructure of the new plant is finished and ready to operate. After receiving all necessary licenses, the operation of the new industrial unit in India began in 2023 with the manufacturing of pilot batches of firearms, accompanied by a team of Brazilian professionals of Taurus Armas.

In 2023, Taurus Armas paid in capital in Jindal Defence Systems Private Limited at the proportion of 49% of the capital, represented by 171,500 shares with par value of INR1.00 with the respective paid-in amount of INR1.7 million (R\$109 thousand on the payment date).

In October 2023, Taurus took part in a capital increase at Jindal Defence Systems Private Limited. The capital increase amounted to INR 95 million (R\$5.8 million as at the date of payment), of which INR 46.6 million (R\$2.8 million as at the date of payment) were paid by Taurus Armas S.A., proportional to their participation in shares. Said contribution aims to strengthen the Jindal Defence Systems Private Limited capital structure, also aiming to support their operations' expansion and attend to working capital needs and foreseen investments in their strategy plan.

As Jindal Defence Systems Private Limited is considered a joint venture, its net results started to be recognized by the Company under the equity method at the proportion of 49%, pursuant to technical pronouncement CPC 19 (R2)/IFRS 11 - Joint Arrangements.

**Jindal Defence Systems Private Limited**  
**BALANCE SHEET AS AT MARCH 31, 2026**  
In thousands of Brazilian reais

<b>Assets</b>		<b>Liabilities</b>	
<b>Current</b>		<b>Current</b>	
Cash and cash equivalents	11,914	Trade payables	3,067
Trade receivables	286	Payroll and related taxes	-
Inventories	4,078	Taxes, fees and contributions	4,399
Advances to suppliers	692	Borrowings	23,366
Recoverable taxes	2,070	Advances to customers	12,372
Collateral deposits	32,976	Other payables	213
	<u>52,016</u>	<b>Noncurrent</b>	<u>43,417</u>
		Employee benefits	62
			<u>62</u>
<b>Noncurrent</b>		<b>Total liabilities</b>	<u>43,479</u>
Collateral deposits	328	<b>Equity</b>	
Deferred tax assets	25	Capital	5,481
	<u>353</u>	Equity adjustment	8,465
		Accumulated losses	2,175
Property, plant and equipment	7,231	<b>Total equity</b>	<u>16,121</u>
<b>Total assets</b>	<u><u>59,600</u></u>	<b>Total liabilities and equity</b>	<u><u>59,600</u></u>

**Jindal Defence Systems Private Limited**  
**STATEMENT OF PROFIT AND LOSS AS AT MARCH 31, 2026**  
In thousands of Brazilian reais

Revenue from sales and/or services	7,974
Cost of sales and/or services	(2,117)
General and administrative expenses	(2,047)
<b>Profit before finance income (costs), net and taxes</b>	<u><b>3,810</b></u>
Finance income	194
Finance costs	(527)
<b>Finance income (costs), net</b>	<u><b>(333)</b></u>
<b>Operating income before taxes</b>	<u><b>3,477</b></u>
Income tax and social contribution	(1,224)
<b>Profit (loss) for the period</b>	<u><u><b>2,253</b></u></u>

## 16. Investment property

Investment properties are held to earn income through capital appreciation. Investment properties are initially measured at cost, including transaction costs. After initial recognition, investment properties are measured at fair value. All income deriving from the operating lease of assets to earn rental income or capital appreciation is recorded as investment properties and measured using the fair value model. Gains and losses arising from changes in the fair value of an investment property are recognized in profit or loss for the period in which they are earned or incurred.

An investment property is derecognized after disposal or when it is permanently removed from use and there are no future economic benefits arising from the disposal. Any gain or loss resulting from the derecognition of a property (calculated as the difference between net disposal revenue and the asset's carrying amount) is recognized in profit or loss for the period the property is derecognized.

	<b>03-31-2026</b>	<b>Consolidated 12-31-2025</b>
Land	54,695	54,695
Buildings	1,704	1,704
	<b>56,399</b>	<b>56,399</b>

The investment properties recorded as at March 31, 2026 refer to the Company's former industrial complex, which is currently not occupied, with 18,600.00 square meter of built area on urban land with 29,900.00 square meter of area, located at Avenida do Forte, nº 511 - Porto Alegre (RS).

The fair value of the Company's investment property was calculated based on a valuation conducted at the end of 2023 by independent external real estate appraisers with no relationship with the Company and which have appropriate professional qualification and recent experience in the location and category of the property appraised. The valuation was conducted in accordance with International Valuation Standards. The fair value of the land was determined based on the comparative market data method, which reflects the price of recent transactions for similar properties. As for buildings and improvements, the Improvement Cost Quantification method was used. For the year ended December 31, 2025, the Company reassessed the main premises of this assessment with aid from the external appraiser and, since they did not identify any relevant changes in premises, the Company's Management understands that the fair value determined in the last analysis is still adequate.

When estimating the fair value of properties, the highest and best use of the properties is their current use. The gain or loss resulting from the changes in the fair value is recorded in profit or loss in line item "Other Operating Income/Expenses".

## 17. Property, plant and equipment

Property, plant and equipment items are measured at the historical acquisition or construction cost, less accumulated depreciation and accumulated impairment losses.

The Company elected to measure its property, plant and equipment items at the deemed cost at the opening of 2009. The net effects of deemed cost increased property, plant and equipment and had as a contra entry equity, less taxes.

Cost includes expenditures directly attributable to the purchase of an asset. The cost of assets built by the entity itself includes costs of materials and labor, and any other costs for bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by Management, the costs of dismantling the item and restoring the site where it is located.

Any gains or losses arising on the disposal of a property, plant and equipment item are determined as the difference between the sales proceeds and the carrying amount of the asset and are recognized at their net amounts as 'Other income' in profit or loss.

Depreciation is recognized on a straight-line basis in profit or loss based on the estimated useful life of each property, plant and equipment item. The approximated estimated useful lives for current and comparative periods are as follows:

<b>Group</b>	<b>Useful life</b>
Buildings	25 to 50 years
Machinery and equipment	3 to 20 years
Dies and tools	5 to 19 years
Furniture	7 to 15 years
Other components (IT)	3 to 8 years

**Taurus Armas S.A.**  
Interim Financial Information as at March 31, 2026

Cost or deemed cost	Consolidated									
	Land	Buildings	Machinery and facilities	Furniture and computers	Vehicles	Other	PP&E in progress	Advances to suppliers	Leases / right of use (i)	Total
Balance as at December 31, 2024	28,551	188,527	364,821	41,705	825	698	229,500	5,845	52,436	912,908
Additions	-	129	12,657	2,445	-	-	52,737	187	99	68,254
Write-offs	-	(630)	(9,232)	(713)	(19)	-	(484)	-	(1,472)	(12,550)
Transfers	-	1,171	78,861	(1,781)	-	296	(78,046)	(501)	-	-
Effect of changes in exchange rates	(434)	(3,829)	(4,599)	(2,697)	(20)	-	(392)	-	(5,799)	(17,770)
Balance as at December 31, 2025	<b>28,117</b>	<b>185,368</b>	<b>442,508</b>	<b>38,959</b>	<b>786</b>	<b>994</b>	<b>203,315</b>	<b>5,531</b>	<b>45,264</b>	<b>950,842</b>
Additions	-	3	594	47	-	-	14,634	-	(1)	15,277
Write-offs	-	(3)	(721)	(41)	-	-	-	(187)	-	(952)
Transfers	-	43	17,287	628	-	-	(17,053)	(905)	-	-
Effect of changes in exchange rates	(179)	(1,570)	(2,522)	(515)	1	-	(209)	-	(2,308)	(7,302)
Balance as at December 31, 2025	<b>27,938</b>	<b>183,841</b>	<b>457,146</b>	<b>39,078</b>	<b>787</b>	<b>994</b>	<b>200,687</b>	<b>4,439</b>	<b>42,955</b>	<b>957,865</b>
<b>Depreciation</b>										
Balance as at December 31, 2024	-	(64,541)	(168,622)	(25,493)	(498)	(521)	-	-	(16,698)	(276,373)
Depreciation for the period	-	(7,582)	(23,883)	(3,113)	(96)	(175)	-	-	(4,939)	(39,788)
Write-offs	-	146	6,971	421	19	-	-	-	1,044	8,601
Transfers	-	-	(4,858)	4,867	-	-	-	-	(9)	-
Effect of changes in exchange rates	-	1,174	2,240	1,726	16	-	-	-	1,827	6,983
Balance as at December 31, 2025	-	<b>(70,803)</b>	<b>(188,152)</b>	<b>(21,592)</b>	<b>(559)</b>	<b>(696)</b>	-	-	<b>(18,775)</b>	<b>(300,577)</b>
Depreciation for the period	-	(1,631)	(6,863)	(715)	(16)	(43)	-	-	(1,136)	(10,404)
Write-offs	-	1	638	17	(1)	-	-	-	-	655
Effect of changes in exchange rates	-	338	3,136	503	-	-	-	-	951	4,928
Balance as at March 31, 2026	-	<b>(72,095)</b>	<b>(191,241)</b>	<b>(21,787)</b>	<b>(576)</b>	<b>(739)</b>	-	-	<b>(18,960)</b>	<b>(305,398)</b>
<b>Carrying amount</b>										
December 2025	28,117	114,565	254,356	17,367	227	298	203,315	5,531	26,489	650,265
March 2026	<b>27,938</b>	<b>111,746</b>	<b>265,905</b>	<b>17,291</b>	<b>211</b>	<b>255</b>	<b>200,687</b>	<b>4,439</b>	<b>23,995</b>	<b>652,467</b>

(i) In connection with the change of the head office of subsidiary Taurus Holdings Inc. ("TUSA") from Miami-Florida/USA to Bainbridge-Georgia/USA, in 2019, TUSA has entered into an agreement with the Decatur County, Bainbridge, Georgia, USA ("Georgia Authority/USA"), whereby it was required to make investments in fixed capital in the amount of US\$10 million and to create at least 300 jobs in the city until 2024 ("Investment Agreement").

In June 2019, in connection with this agreement, TUSA has entered into an agreement with the Georgia Authority to acquire a bond issued by the Decatur County Development Authority, Bainbridge/GA, in the total amount of US\$13 million, subject to annual interest of 6% p.a. and principal sole in five annual installments, beginning on December 1, 2034. The bond is acquired through the acquisition of fixed assets by TUSA, which are concurrently assigned to the Georgia Authority. On the same date, the parties entered into a lease agreement, whereby the Georgia Authority leases the same fixed assets back to TUSA, and this retrolease transaction is recorded by TUSA as lease, in accordance with technical pronouncement CPC 06 / IFRS 16, which then started to recognize the right of use and lease liability related to these assets. As the lease price set forth in the agreement is the same as the amounts receivable for the bond, there is no effective disbursement or receipt by any of the parties.

As at March 31, 2026, the amount receivable for the bond and the lease liability is R\$42.6 million, and are being presented net in the consolidated interim financial information, in conformity with technical pronouncement CPC 39/IAS 32. The amount of the right of use as at March 31, 2026 related to this transaction is R\$23.9 million.

<b>Cost or deemed cost</b>	<b>Buildings</b>	<b>Machinery and facilities</b>	<b>Furniture and computers</b>	<b>Vehicles</b>	<b>Other</b>	<b>PP&amp;E in progress</b>	<b>Advances to suppliers</b>	<b>Leases / rights of use</b>	<b>Parent Total</b>
Balance as at December 31, 2024	62,204	278,613	17,648	52	698	169,856	3,816	380	533,267
Additions	18	4,865	1,533	-	-	22,307	-	-	28,723
Write-offs	(254)	(6,316)	(700)	(19)	-	-	-	-	(7,289)
Transfers	1,163	66,636	5,700	-	296	(74,180)	385	-	-
Balance as at December 31, 2025	<b>63,131</b>	<b>343,798</b>	<b>24,181</b>	<b>33</b>	<b>994</b>	<b>117,983</b>	<b>4,201</b>	<b>380</b>	<b>554,701</b>
Additions	-	71	43	-	-	5,343	-	-	5,457
Write-offs	-	(719)	(37)	-	-	-	-	-	(756)
Transfers	43	16,007	623	-	-	(15,327)	(1,346)	-	-
Balance as at March 31, 2026	<b>63,174</b>	<b>359,157</b>	<b>24,810</b>	<b>33</b>	<b>994</b>	<b>107,999</b>	<b>2,855</b>	<b>380</b>	<b>559,402</b>

**Taurus Armas S.A.**  
Interim Financial Information as at March 31, 2026

<b>Cost or deemed cost</b>	<b>Buildings</b>	<b>Machinery and facilities</b>	<b>Furniture and computers</b>	<b>Vehicles</b>	<b>Other</b>	<b>PP&amp;E in progress</b>	<b>Advances to suppliers</b>	<b>Leases / rights of use</b>	<b>Parent Total</b>
<b>Depreciation</b>									
Balance as at December 31, 2024	(25,517)	(112,906)	(8,039)	(52)	(521)	-	-	(215)	(147,250)
Depreciation for the period	(2,435)	(18,502)	(1,822)	-	(175)	-	-	(76)	(23,010)
Write-offs	112	4,295	409	19	-	-	-	-	4,835
Balance as at December 31, 2025	<b>(27,840)</b>	<b>(127,113)</b>	<b>(9,452)</b>	<b>(33)</b>	<b>(696)</b>	-	-	<b>(291)</b>	<b>(165,425)</b>
Depreciation for the period	(620)	(5,445)	(562)	-	(43)	-	-	(19)	(6,689)
Write-offs	-	633	17	-	-	-	-	-	650
Balance as at March 31, 2026	<b>(28,460)</b>	<b>(131,925)</b>	<b>(9,997)</b>	<b>(33)</b>	<b>(739)</b>	-	-	<b>(310)</b>	<b>(171,464)</b>
<b>Carrying amount</b>									
December 2025	35,291	216,685	14,729	-	298	117,983	4,201	89	389,276
March 2026	34,714	227,232	14,813	-	255	107,999	2,855	70	387,938

**PP&E in progress**

The balance of construction in progress refers to machinery and equipment in the implementation stage and current construction works. These assets should come into operation during 2025.

**Collateral**

As at March 31, 2026, the Company pledged the amount of R\$40.3 million in assets as collateral for the funds obtained from the financial institutions.

## 18. Intangible assets

### Goodwill

Goodwill arising on the acquisition of investments, after appropriately allocated, is added to intangible assets. In the Parent's financial statements goodwill is allocated to investments.

Goodwill arising on business combinations are classified as intangible assets and was determined in accordance with accounting practices in force at the time of each business combination, adjusted for the reclassification of certain intangible assets. Goodwill is measured at cost, less impairment losses.

### Other intangible assets

Separately acquired intangible assets are measured at cost on initial recognition, while the cost of intangible assets acquired in a business combination corresponds to their fair value at the acquisition date. The stated balances are net of accumulated amortization and impairment losses.

Development expenditures that involve a plan or project aiming at the production of new products or substantially enhanced products are only capitalized if development costs can be measured reliably, if the product or process is technically and commercially feasible, if the future economic benefits are probable, and if the Company has the intention and sufficient funds to complete the development process and use or sell the asset.

The amortization of intangible assets, other than goodwill and trademarks and patents classified as indefinite useful life, is based on their estimated useful lives and is recognized in profit or loss on a straight-line basis. The estimated useful lives for the current and comparative periods are approximately 5 years for system development and implementation costs.

We also clarify that the recovery of the carrying amount of goodwill and intangible assets with indefinite useful life is tested for impairment at the end of the year or when there are indications that they might be impaired, using the "value in use" concept through discounted cash flow models of the cash-generating units.

	<b>Consolidated</b>						
	<b>Software</b>	<b>Trademarks and patents</b>	<b>Customer relationship</b>	<b>Goodwill</b>	<b>Product development</b>	<b>Intangible assets in progress</b>	<b>Total</b>
<b>Cost</b>							
Balance as at December 31, 2024	46,450	30,872	26,755	51,731	9,465	89,294	254,567
Acquisitions	3,235	-	-	-	1	23,304	26,540
Transfers	51,264	-	-	-	63	(51,327)	-
Write-offs	(54)	-	-	-	(2)	-	(56)
Effect of changes in exchange rates	(1,264)	(2,178)	(2,920)	(2,129)	(757)	(3,817)	(13,065)
Balance as at December 31, 2025	<b>99,631</b>	<b>28,694</b>	<b>23,835</b>	<b>49,602</b>	<b>8,770</b>	<b>57,454</b>	<b>267,986</b>
Acquisitions	-	-	-	-	-	4,613	4,613
Transfers	1,557	-	-	-	9,275	(10,832)	-
Effect of changes in exchange rates	(2,549)	(894)	(1,198)	(873)	(310)	(40)	(5,864)
Balance as at March 31, 2026	<b>98,639</b>	<b>27,800</b>	<b>22,637</b>	<b>48,729</b>	<b>17,735</b>	<b>51,195</b>	<b>266,735</b>

**Taurus Armas S.A.**  
Interim Financial Information as at March 31, 2026

	Consolidated						
	Software	Trademarks and patents	Customer relationship	Goodwill	Product development	Intangible assets in progress	Total
<b>Cost</b>							
<b>Amortization</b>							
Balance as at December 31, 2024	(29,127)	(7,388)	(26,755)	-	(5,029)	-	(68,299)
Amortization for the period	(13,400)	-	-	-	(580)	-	(13,980)
Write-offs	6	-	-	-	-	-	6
Effect of changes in exchange rates	1,250	-	2,920	-	359	-	4,529
Balance as at December 31, 2025	<b>(41,271)</b>	<b>(7,388)</b>	<b>(23,835)</b>	-	<b>(5,250)</b>	-	<b>(77,744)</b>
Amortization for the period	(4,498)	-	-	-	(427)	-	(4,925)
Effect of changes in exchange rates	850	-	1,198	-	163	-	2,211
Balance as at March 31, 2026	<b>(44,919)</b>	<b>(7,388)</b>	<b>(22,637)</b>	-	<b>(5,514)</b>	-	<b>(80,458)</b>
<b>Carrying amount</b>							
December 2025	58,360	21,306	-	49,602	3,520	57,454	190,242
March 2026	<b>53,720</b>	<b>20,412</b>	-	<b>48,729</b>	<b>12,221</b>	<b>51,195</b>	<b>186,277</b>

	Parent				
	Software	Trademarks and patents	Product development	Intangible assets in progress	Total
<b>Cost</b>					
Balance as at December 31, 2024	33,362	9,485	2,673	54,930	100,450
Acquisitions	2,433	-	1	14,081	16,515
Transfers	12,282	-	63	(12,345)	-
Write-offs	(54)	-	(2)	-	(56)
Balance as at December 31, 2025	<b>48,023</b>	<b>9,485</b>	<b>2,735</b>	<b>56,666</b>	<b>116,909</b>
Acquisitions	-	-	-	4,613	4,613
Transfers	1,557	-	9,275	(10,832)	-
Balance as at March 31, 2026	<b>49,580</b>	<b>9,485</b>	<b>12,010</b>	<b>50,447</b>	<b>121,522</b>
<b>Amortization</b>					
Balance as at December 31, 2024	(17,041)	(6,840)	(1,799)	-	(25,680)
Amortization for the period	(6,839)	-	(294)	-	(7,133)
Write-offs	6	-	-	-	6
Balance as at December 31, 2025	<b>(23,874)</b>	<b>(6,840)</b>	<b>(2,093)</b>	-	<b>(32,807)</b>
Amortization for the period	(2,447)	-	(359)	-	(2,806)
Balance as at March 31, 2026	<b>(26,321)</b>	<b>(6,840)</b>	<b>(2,452)</b>	-	<b>(35,613)</b>
<b>Carrying amount</b>					
December 2025	24,149	2,645	642	56,666	84,102
March 2026	<b>23,259</b>	<b>2,645</b>	<b>9,558</b>	<b>50,447</b>	<b>85,909</b>

Intangible assets in progress are investments made in intangible assets that are still in the development phase and, therefore, are not ready for use. These assets include expenses majorly related to the creation of software and development of technological research and new firearms projects that have not been concluded yet. In this phase, the amounts are recorded in the balance sheet as "intangible assets in progress" and only after the conclusion of such phase and start of their use they are reclassified to their respective accounts and become amortized according to their estimated useful life.

Impairment test of cash-generating units containing goodwill

For impairment testing purposes, goodwill is allocated to the Company's operating divisions, which represent the lowest level inside the Company at which the goodwill is monitored for purposes of internal management, never above the Company's operating segments. The goodwill balance as at March 31, 2026 is as follows:

<b>Cash-generating unit</b>	<b>2026</b>
Firearms & Accessories	49,602
<b>Total CGU</b>	<b>49,602</b>

The impairment test for the CGUs mentioned above is performed annually and monitored on a quarterly basis in the event of any indications that such test should be early performed. The recoverable amount of the CGU is the higher of: (a) its fair value less estimated costs to sell and (b) its value in use. The value in use is measured based on the discounted cash flows (before taxes) derived from the continuing use of an asset up to the end of its useful life. The updated tests continue to indicate that there is no need for allowances for impairment losses on goodwill and intangible assets with indefinite useful lives as the value in use exceeds the carrying amount.

Main assumptions used in the discounted cash flow projections

The main assumptions used to determine the recoverable value are the discount rate of cash flows and growth rates. The assumptions used are as follows:

<b>Cash-generating unit</b>	<b>WACC</b>	<b>Average growth rate between</b>	<b>WACC</b>	<b>Average growth rate</b>
	<b>discount rate</b>	<b>2026 and 2030</b>	<b>discount rate</b>	<b>12/31/2024</b>
Firearms	13.80%	<b>12/31/2025</b> 8.30%	13.30%	<b>12/31/2024</b> 4.70%

Discount rate

The discount rate for the CGU is represented by a post-tax rate based on 20-year US Treasury Bond rate, adjusted for a risk premium that reflects the risks of investments in equity securities and the systematic risk of the related unit. The Company estimated, based on Management's experience with the assets of this CGU, the Weighted Average Cost of Capital of the industry in which this CGU operates, which was calculated based on a possible debt-to-shareholders' equity ratio as at December 31, 2025 of 11.50% at the market interest rate of 8.10%.

Growth rate and perpetuity

The projections are in line with the Business Plan prepared by the Company's Management. It is expected that the projected sales growth be in line with the curve observed in previous years and in line with the economic growth of the country. After the projection period, the Company considered the growth and constant percentage of economic growth (growth in perpetuity).

To calculate perpetuity as at December 31, 2025, the Company used a nominal growth rate of 3.50%, in line with the expected long-term inflation projected by the Central Bank of Brazil (BACEN) and macroeconomic indicators released in BACEN's Focus report.

## 19. Borrowings and financing

The terms and conditions of outstanding borrowings and financing were as follows:

	Curre ncy	Statutory interest rate	Maturity year	03-31-2026		Consolidated 12-31-2025	
				Contractual amount	Carrying amount	Contractual amount	Carrying amount
				BNDES	R\$	3.53% p.a.	2030
FINEP	R\$	TJLP (-) 0.385% p.a.	2035	175,711	165,082	169,112	160,194
BNDES - ABC	R\$	7.93% p.a.	2026	50,000	50,157	50,000	50,230
Foreign exchange advance	US\$	7.90% to 10.00% p.a.	2026	403,449	397,839	418,116	427,058
Working capital - Taurus USA	US\$	SOFR day +1.95% p.a.	2026	146,810	146,810	169,968	169,968
				Total	<u>859,241</u>		<u>907,295</u>
				Current liabilities	<u>619,766</u>		<u>662,127</u>
				Noncurrent liabilities	<u>239,475</u>		<u>245,168</u>
					<u>859,241</u>		<u>907,295</u>
	Curre ncy	Statutory interest rate	Maturity year	03-31-2026		Parent 12-31-2025	
				Contractual amount	Carrying amount	Contractual amount	Carrying amount
				BNDES	R\$	3.53% p.a.	2030
FINEP	R\$	TJLP (-) 0.385% p.a.	2035	175,711	165,082	169,112	160,194
BNDES - ABC	R\$	7.93% p.a.	2026	50,000	50,157	50,000	50,230
Foreign exchange advance	US\$	7.90% to 10.00% p.a.	2026	403,449	397,839	418,116	427,058
				Total	<u>712,431</u>		<u>737,327</u>
				Current liabilities	<u>472,956</u>		<u>492,159</u>
				Noncurrent liabilities	<u>239,475</u>		<u>245,168</u>
					<u>712,431</u>		<u>737,327</u>

Flow of future debt payments disclosed in noncurrent liabilities:

Maturity year	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
2027	32,314	45,746	32,314	45,746
2028	43,138	45,746	43,138	45,746
2029 and thereafter	164,023	153,676	164,023	153,676
	<u>239,475</u>	245,168	<u>239,475</u>	245,168

The variations in borrowings are as follows:

	<b>Consolidated</b>	<b>Parent</b>
<b>Balance as at December 31, 2024</b>	<b>747,538</b>	<b>708,774</b>
(+) Borrowings, net of structuring cost	1,815,031	529,785
(-) Amortization	(1,595,674)	(441,631)
(-) Interest payment	(67,202)	(57,282)
(+) Interest expense	63,657	53,736
(+/-) Exchange rate changes	(56,054)	(56,054)
<b>Balance as at December 31, 2025</b>	<b>907,295</b>	<b>737,327</b>
(+) Borrowings, net of structuring cost	275,060	71,945
(-) Amortization	(304,525)	(78,252)
(-) Interest payment	(14,567)	(12,136)
(+) Interest expense	16,720	14,289
(+/-) Exchange rate changes	(20,741)	(20,741)
<b>Balance as at March 31, 2026</b>	<b>859,241</b>	<b>712,431</b>

Borrowings and financing are guaranteed by promissory notes, short-term investments, trade receivables, mortgages on property, shares, and subsidiaries' sureties. The sureties granted by the parent company and its subsidiaries are disclosed in note 25 - Related parties.

Certain borrowings and financing agreements entered into by the Company and its subsidiaries contain restrictive covenants that restrict certain changes in the shareholding structure, including: changes in the Company's direct or indirect control, capital reductions in the Company and/or its parent company, dividend distributions, payment of interest on capital or any other payments to shareholders by the Company and/or its parent company in the event of default on any obligations, and reduction of the Company's capital. If such restrictions are breached, creditors may accelerate the maturity of their claims.

### **BNDES – Programa Brasil Soberano**

On December 5, 2025, the Company entered into an agreement with BNDES in order to obtain financing through the BNDES - Programa Brasil Soberano Emergency Credit line, in the Diversification Rotation modality, which comprises both direct and indirect support. The purpose of this financing is to push the development of new markets and to expand the Company's presence in the international environment.

#### **Direct Support**

The amount of R\$100,000 was contracted, with a single-installment disbursement scheduled to 12/26/2025. The financing has a total validity term of 60 months, including 12 months of grace period, and a 3.53% interest rate p.a.

#### **Indirect Support**

As for indirect support, the amount of R\$50,000 was contracted with Banco ABC Brasil S.A., also with a single-installment disbursement scheduled to 12/08/2025. The financing relies on a total validity term of 60 months, including 12 months of grace period and a 7.83% interest rate p.a.

### **FINEP**

In 2023, the Company entered into an agreement with Financiadora de Estudos e Projetos - FINEP to finance projects related to research innovation and infrastructure. The purpose of this financing is to accelerate the strategic plan development, bringing state-of-the-art technology to the industrial plant, and accelerate the launching of new products, thus increasing our market share.

Among the research projects, we must highlight the New Technologies in Materials Project, which searches for materials with higher mechanical resistance and anti-corrosion, allowing the production of components with higher durability and security. In this regard, the Integrated Technology and Engineering Center Brazil/USA - CITE is working on the project to add new products and technology to offer higher resistance and durability for firearms.

The total financing amount is R\$195.2 million, of which Taurus will own 90% of the financed project, which represents a total financed amount of R\$175.7 million and the remainder under the Company's responsibility in contra entries of 10% representing R\$19.5 million. The project has a 36-month grace period and 108 months for repayment.

Up to March 31, 2026, the Company received R\$176 million related to this agreement.

### Covenants

As at March 31, 2026, the Company has Exchange Agreements with financial institutions, which provide for early maturity if the Company does not comply with the following financial ratios: the ratio obtained by the ratio between net debt and EBITDA is greater than 3.0 (three integers) or the ratio obtained by the ratio between EBITDA and Net Financial Expenses is equal to or less than 1.2 (one integer and twenty hundredths). Such ratios must be verified quarterly, based on the consolidated interim financial information, as provided for in the contracts. As at March 31, 2026, the Company did not meet the ratio obtained by dividing net debt by EBITDA. However, as mentioned in explanatory note 33 regarding subsequent events, the Company formally obtained a waiver from the financial institutions involved on May 11 and 12, 2026, eliminating the effects of early maturity of the transactions on that date.

Subsidiary Taurus Holding Inc. has a credit line with Fifth Third Bank, which establishes a requirement to meet certain reporting criteria and financial covenants. The contract foresees maintenance of a Minimum Fixed Charge Coverage Ratio, calculated according to US GAAP, on a consolidated basis, which cannot be lower than 1.10:1.00, assessed over the last 12 months, considering the most recent month closing during the assessment period. As at March 31, 2026, the Company fully met all applicable contractual criteria.

## 20. Trade payables

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Domestic trade payables - third parties	<b>64,178</b>	53,674	<b>45,813</b>	38,636
Domestic trade payables - related parties	<b>6,605</b>	7,923	<b>6,800</b>	7,923
Trade payables abroad - third parties	<b>30,984</b>	52,538	<b>6,361</b>	7,517
Trade payables abroad - related parties	<b>84</b>	413	<b>1,223</b>	1,622
	<b>101,851</b>	114,548	<b>60,197</b>	55,698
Current	<b>101,642</b>	113,327	<b>59,988</b>	54,477
Noncurrent	<b>209</b>	1,221	<b>209</b>	1,221

## 21. Other payables

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Dividends payable	538	539	538	539
Sales commissions	6,939	13,454	3,536	11,425
Provision for salaries payable	2,691	2,691	2,691	2,691
Unsettled court agreements (1)	31,136	7,014	6,344	7,014
Insurance and freight	17,142	20,173	4,149	4,836
Advances from customers	12,394	12,351	10,433	10,902
Advances - sale of property Taurus Nordeste	4,500	4,500	-	-
Marketing	1,601	-	-	-
Due to related parties	2,453	2,390	2,453	2,390
Unrealized gain on government grant	32,443	34,646	-	-
Provision for negative equity	-	-	1,399	1,371
Other	1,683	1,212	3,579	2,533
	<b>113,520</b>	<b>98,970</b>	<b>35,122</b>	<b>43,701</b>
Current	72,534	54,823	25,459	34,127
Noncurrent	40,986	44,145	9,663	9,572

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
<b>Breakdown of current liabilities</b>				
Minimum mandatory dividends payable	538	538	538	538
Advances from customers	12,386	12,352	10,433	10,902
Other payables	59,610	41,935	14,488	22,689
<b>Breakdown of noncurrent liabilities</b>				
Due to other related parties	2,453	2,390	2,453	2,390
Provision for negative equity	-	-	1,399	1,371
Other payables	38,533	41,755	5,811	5,811
<b>Total</b>	<b>113,520</b>	<b>98,970</b>	<b>35,122</b>	<b>43,701</b>

(1) Increase derived from non-recurring events occurred during the period, involving legal settlements of the subsidiary Taurus Holding.

## 22. Payroll and related taxes

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Payroll	3,488	1,699	192	-
Accrued bonus	11,618	8,036	11,448	7,881
Contributions payable	7,392	8,199	6,715	7,326
Accruals (vacation pay and 13 <sup>th</sup> salary)	14,455	14,353	11,710	11,949
	<b>36,953</b>	<b>32,287</b>	<b>30,065</b>	<b>27,156</b>

## 23. Taxes, fees and contributions (taxes payable)

	Consolidated		Parent	
	03-31-2026	12-31-2025	03-31-2026	12-31-2025
State VAT (ICMS)	254	534	-	236
Federal VAT (IPI)	1,894	6,299	1,854	6,225
Tax on revenue (PIS)	595	717	635	635
Tax on revenue (COFINS)	2,849	3,301	2,927	2,927
Special Tax – FAET (USA)	28,885	24,656	-	-
Withholding income tax (IRRF)	1,537	4,186	1,251	3,045
Income tax and social contribution	426	379	-	-
Other installment payments	18,217	19,620	14,440	15,228
Other	7,478	7,871	5,459	6,067
	<b>62,135</b>	<b>67,563</b>	<b>26,566</b>	<b>34,363</b>
Current	49,274	53,419	15,195	22,205
Noncurrent	12,861	14,144	11,371	12,158

## 24. Provision for civil, labor and tax risks

There have been no changes in the methods used to measure estimates related to provision for risks, when compared to the same period in the prior year. As such, as set forth by IAS 34/CPC 21 (R1) – Interim Financial Reporting, Management has opted not to repeat, in detail, the processes which hold individually significant values. Therefore, it is recommended that this individual and consolidated interim financial information be read alongside the annual financial statements, also individual and consolidated, for the year ended December 31, 2025.

The Company, based on information from its legal counsel and the analysis of ongoing lawsuits, recognized a provision for losses on lawsuits in an amount considered sufficient to cover the estimated losses, as shown below:

			Consolidated	
	Provision	Escrow deposit (1)	03-31-2026 Net	12-31-2025 Net
Labor	42,239	(1,598)	40,641	40,282
Civil	36,694	(6,806)	29,888	33,121
Tax	6,432	(52,192)	(45,760)	(47,227)
	<b>85,365</b>	<b>(60,596)</b>	<b>24,769</b>	<b>26,176</b>
Classified in current liabilities	29,702			
Classified in noncurrent liabilities	55,663			
(1) Recognized in other noncurrent assets.				

			Parent	
	Provision	Escrow deposit (1)	03-31-2026 Net	12-31-2025 Net
Labor	41,061	(1,465)	39,596	39,211
Civil	19,067	(6,805)	12,262	13,748
Tax	5,023	(51,902)	(46,879)	(48,492)
	<b>65,151</b>	<b>(60,172)</b>	<b>4,979</b>	<b>4,467</b>
Classified in current liabilities	11,833			
Classified in noncurrent liabilities	53,318			
(1) Recognized in other noncurrent assets.				

Variations in the provisions:

	<b>Consolidated</b>		
	<b>Civil and labor</b>	<b>Tax</b>	<b>Total</b>
Balance as at December 31, 2025	81,866	5,278	87,144
Provisions recognized in the year	4,146	1,154	5,300
Provisions used in the year	(4,457)	-	(4,457)
Derecognition of provision	(1,645)	-	(1,645)
Effect of variations	(977)	-	(977)
<b>Balance as at March 31, 2026</b>	<b>78,933</b>	<b>6,432</b>	<b>85,365</b>

	<b>Parent</b>		
	<b>Civil and labor</b>	<b>Tax</b>	<b>Total</b>
Balance as at December 31, 2025	61,307	3,723	65,030
Provisions recognized in the year	4,138	1,300	5,438
Provisions used in the year	(4,449)	-	(4,449)
Derecognition of provision	(868)	-	(868)
<b>Balance as at March 31, 2026</b>	<b>60,128</b>	<b>5,023</b>	<b>65,151</b>

The Company and its subsidiaries are parties to other lawsuits assessed by the Company's legal counsel as having a possible likelihood of loss for which no provision has been recognized since accounting practices adopted in Brazil and IFRS do not require the calculation of such provision, as shown below:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	12-31-2025	<b>03-31-2026</b>	12-31-2025
	<b>Possible</b>	Possible	<b>Possible</b>	Possible
Civil	<b>245,445</b>	240,806	<b>229,503</b>	224,989
Labor	<b>48,271</b>	52,089	<b>47,693</b>	51,559
Tax	<b>50,785</b>	48,511	<b>48,890</b>	46,646
	<b>344,501</b>	341,406	<b>326,086</b>	323,194

#### a) Labor lawsuits

The Company is a party to labor lawsuits. None of these lawsuits refers to individually significant amounts and the discussions mainly involve lawsuits claiming the payment of overtime, hazardous duty and health-hazard premiums, salary differences due to salary equalization, compensation for occupational accidents and diseases, among others.

#### b) Civil lawsuits

The variations observed in the amount of provision for civil risks predominantly incurs from the monetary correction effective on the amounts provisioned.

#### c) Tax lawsuits

The Company is a party to tax-related lawsuits. None of these lawsuits refers to individually significant amounts.

#### Ongoing lawsuits

The Company also holds an amount equivalent to R\$82.8 million in ongoing lawsuits, which are classified as contingent assets and are not recognized in accounting. No relevant changes in ongoing lawsuits that demanded additional accounting recognition or a different disclosure than the one presented in the financial statements for the year ended December 31, 2025 were identified. The lawsuits are still ongoing, with no new events that substantially change the probability for success or the previously reported amounts.

## 25. Related parties

				Parent					
	Current assets	Noncurrent assets	Total assets	Current liabilities	Noncurrent liabilities	Total liabilities	Revenue (i)	Expenses (i)	Total income
<b>Consolidated companies</b>									
<b>December 31, 2025</b>									
Taurus Helmets Indústria de Capacetes Ltda.	1,892	-	1,892	1	-	1	-	-	-
Taurus Holdings, Inc.	24,652	-	24,652	1,209	-	1,209	109,798	-	109,798
Taurus Investimentos Imobiliários Ltda.	5,697	47,315	53,012	7	-	7	753	(1,611)	(858)
Taurus Máquinas-Ferramenta Ltda.	-	751	751	-	-	-	9	-	9
Polimetal Metalurgia e Plásticos Ltda.	5,949	9,501	15,450	6	-	6	204	-	204
AMTT Taurus Comercio Varejista Ltda.	2,843	-	2,843	-	-	-	280	-	280
	<b>41,033</b>	<b>57,567</b>	<b>98,600</b>	<b>1,223</b>	<b>-</b>	<b>1,223</b>	<b>111,044</b>	<b>(1,611)</b>	<b>109,433</b>
<b>Non-consolidated companies</b>									
<b>December 31, 2025</b>									
Companhia Brasileira de Cartuchos	241	-	241	2,989	-	2,989	2,270	(3,448)	(1,178)
CBC Brasil Comércio e Distribuição	18,754	-	18,754	3	-	3	2,541	-	2,541
GN Importações	-	-	-	0	-	0	1	-	1
Taurus JM Indústria de Peças	1,475	3,279	4,754	4,917	2,390	7,307	88	(64)	24
Jindal Defence Systems Private Limited	2,624	13,227	15,851	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	413	-	413	-	-	-
ANIAM - Assoc. Nac. da Ind. de Armas e Munições	-	-	-	-	-	-	-	196	196
SBCF – Soc. Bras. de Conservação da Fauna	-	-	-	-	-	-	-	28	28
	<b>23,094</b>	<b>16,506</b>	<b>39,600</b>	<b>8,322</b>	<b>2,390</b>	<b>10,712</b>	<b>4,900</b>	<b>(3,736)</b>	<b>(1,612)</b>
<b>Total as at December 31, 2025</b>	<b>64,127</b>	<b>74,073</b>	<b>138,200</b>	<b>9,545</b>	<b>2,390</b>	<b>11,935</b>	<b>115,944</b>	<b>(4,899)</b>	<b>111,045</b>

**Taurus Armas S.A.**  
Interim Financial Information as at March 31, 2026

	Current assets	Noncurrent assets	Total assets	Current liabilities	Noncurrent liabilities	Total liabilities	Revenue (i)	Expenses (i)	Total income
<b>Consolidated companies</b>									
<b>March 31, 2026</b>									
Taurus Helmets Indústria de Capacetes Ltda.	2,562	-	2,562	1	-	1	-	-	-
Taurus Holdings, Inc.	35,090	-	35,090	1,139	-	1,139	62,931	-	62,931
Taurus Investimentos Imobiliários Ltda.	9,848	48,563	58,411	13	-	13	1,610	(1,604)	6
Taurus Máquinas-Ferramenta Ltda.	14	771	785	-	-	-	26	-	26
Polimetal Metalurgia e Plásticos Ltda.	7,177	9,828	17,005	135	-	135	494	-	494
AMTT Taurus Comercio Varejista Ltda.	2,807	-	2,807	-	-	-	455	-	455
	<b>57,498</b>	<b>59,162</b>	<b>116,660</b>	<b>1,288</b>	<b>-</b>	<b>1,288</b>	<b>65,516</b>	<b>(1,604)</b>	<b>63,912</b>
<b>Non-consolidated companies</b>									
<b>March 31, 2026</b>									
Companhia Brasileira de Cartuchos	42	-	42	2,939	-	2,939	1	(2,706)	(2,705)
CBC Brasil Comércio e Distribuição	10,710	-	10,710	-	-	-	-	-	-
GN Importações	-	-	-	0	-	0	1	-	1
Taurus JM Indústria de Peças	340	4,605	4,945	3,712	2,453	6,165	-	-	-
Jindal Defence Systems Private Limited	2,704	12,678	15,382	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	84	-	84	-	-	-
	<b>13,796</b>	<b>17,283</b>	<b>31,079</b>	<b>6,735</b>	<b>2,453</b>	<b>9,188</b>	<b>2</b>	<b>(2,706)</b>	<b>(2,704)</b>
<b>Total as at March 31, 2026</b>	<b>71,294</b>	<b>76,445</b>	<b>147,739</b>	<b>8,023</b>	<b>2,453</b>	<b>10,476</b>	<b>65,518</b>	<b>(4,310)</b>	<b>61,208</b>

	Consolidated						Revenue (i)	Expenses (i)	Total income
	Current assets	Noncurrent assets	Total assets	Current liabilities	Noncurrent liabilities	Total liabilities			
<b>Non-consolidated companies</b>									
<b>December 31, 2025</b>									
Companhia Brasileira de Cartuchos	180	-	180	3,004	-	3,004	2,270	(3,448)	(1,178)
CBC Brasil Comércio e Distribuição	18,754	-	18,754	3	-	3	2,541	-	2,541
GN Importações	-	-	-	0	-	0	1	-	1
Taurus JM Indústria de Peças	1,475	3,279	4,754	4,917	2,390	7,307	88	(64)	24
Jindal Defence Systems Private Limited	2,624	13,227	15,851	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	413	-	413	-	-	-
ANIAM - Assoc. Nac. da Ind. de Armas e Munições	-	-	-	-	-	-	-	196	196
SBCF – Soc. Bras. de Conservação da Fauna	-	-	-	-	-	-	-	28	28
<b>Total as at December 31, 2025</b>	<b>23,033</b>	<b>16,506</b>	<b>39,539</b>	<b>8,336</b>	<b>2,390</b>	<b>10,726</b>	<b>4,900</b>	<b>(3,736)</b>	<b>(1,612)</b>

**Taurus Armas S.A.**  
Interim Financial Information as at March 31, 2026

	Current assets	Noncurrent assets	Total assets	Current liabilities	Noncurrent liabilities	Total liabilities	Revenue	Expenses	Total income
<b>Non-consolidated companies</b>									
<b>March 31, 2026</b>									
Companhia Brasileira de Cartuchos	42	-	<b>42</b>	2,894	-	<b>2,894</b>	697	(2,706)	<b>(2,009)</b>
CBC Brasil Comércio e Distribuição	10,710	-	<b>10,710</b>	-	-	-	-	-	-
GN Importações	-	-	-	0	-	<b>0</b>	1	-	<b>1</b>
Taurus JM Indústria de Peças	340	4,605	<b>4,945</b>	3,712	2,453	<b>6,165</b>	-	-	-
Jindal Defence Systems Private Limited	2,704	12,678	<b>15,382</b>	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	84	-	<b>84</b>	-	-	-
<b>Total as at March 31, 2026</b>	<b>13,796</b>	<b>17,283</b>	<b>31,079</b>	<b>6,689</b>	<b>2,453</b>	<b>9,142</b>	<b>698</b>	<b>(2,706)</b>	<b>(2,008)</b>

(i) Comparative balances as at March 31, 2025.

As at March 31, 2026, the total balances with related parties are described below. These balances corroborate, with regard to related parties, the lines already presented in the previous explanatory notes.

	<b>Parent</b>
Trade receivables (note 9)	50,627
Other assets (note 12)	97,112
<b>Total assets</b>	<b>147,739</b>
Other payables (note 21)	2,453
Trade payables (note 20)	8,023
<b>Total liabilities</b>	<b>10,476</b>
	<b>Consolidated</b>
Trade receivables (note 9)	13,796
Other assets (note 12)	17,283
<b>Total assets</b>	<b>31,079</b>
Other payables (note 21)	2,453
Trade payables (note 20)	6,689
<b>Total liabilities</b>	<b>9,142</b>

In March 2025, CBC Brasil Distribuidora ceased its operations with Taurus' distributor in the Brazilian market. As part of the conditions agreed upon, the full devolution of remaining inventories in possession of CBC was agreed upon, totaling R\$32.7 million, of which R\$5.8 million have been returned before December 31, 2025., The remaining inventory balance is under negotiation to be sold by CBC. The amount of trade receivables, corresponding to R\$18.7 million, in regard to this operation will be settled in seven monthly installments of R\$2.7 million each. Up to March 31, 2026, three installments had been settled and trade receivables amount to R\$10.7 million.

The segment is being attended to by companies that already operate as distributors of the Company and some stores across Brazil will be directly supported by Taurus' commercial department.

#### Marketplace Platform

The Company has a partnership with its related party Companhia Brasileira de Cartuchos (CBC) a Marketplace platform.

Marketplace is the most collective concept of online sales. On this platform, different stores can advertise their products, giving the customer a range of options, the stores called sellers in this operation, join the Marketplace platform and pay a fee for the use of the platform and also royalties on sales made through the platform to the Marketplace operator.

On the Company's Marketplace platform, one of the seller operators is the company GN Importações Ltda. (GN), which has Mr. Guilherme Nuhs and Ms Mara Nuhs, who are related to the Company's CEO Mr. Salesio Nuhs, as a related party.

The Company has formalized contracts for the use and operation of the platform under equal market conditions for all sellers that join the platform according to the terms and conditions set by Taurus and CBC, and therefore GN has accepted the same terms and conditions offered to the other operators.

In the transactions carried out by GN on the Marketplace platform, GN pays a monthly fee of R\$500.00 for the use of the platform, of which R\$250.00 to Taurus Armas and R\$250.00 to CBC, and royalties of 20% on sales and use of the brand, and in exceptions due to the need for some sales promotion, preapproved between the parties, the percentage of royalties can be lower.

#### Officers' and Directors' transactions

Officers and directors hold an immaterial percentage of Company's voting shares.

#### **Officers' and Directors' compensation**

The compensation of officers and directors includes salaries, management fees, and benefits:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	03-31-2025	<b>03-31-2026</b>	03-31-2025
Statutory officer's compensation and benefits	<b>2,917</b>	3,604	<b>2,917</b>	3,604
Share-based payment plan	<b>1,921</b>	2,586	<b>1,921</b>	2,586
Board of Directors' compensation and benefits	<b>254</b>	261	<b>254</b>	261
Supervisory Board members' compensation and benefits	<b>186</b>	186	<b>186</b>	186
	<b>5,278</b>	6,637	<b>5,278</b>	6,637

The compensation of the Statutory Officers consists of a fixed and a variable portion.

Fixed compensation: an annual amount is set for each officer, which is paid on a monthly basis.

Variable compensation: consists of short-term compensation and profit sharing (when applicable) and long-term compensation (stock grant). Generally, the goals set by the Company to evaluate Officers consist of economic goals and their permanence at the Company.

The gain in the Share-based Payment Plan (stock grant) is linked to the appreciation of the market price of Company shares, i.e., the value the individual performance of an officer and the performance of Management as a whole add to the Company reflects on the officers' earnings in this type of compensation, while keeping their interests aligned with the Company's interest in the long run. For more information on Share-based Payment Plan, see note 27.

**Sureties between related parties**

Subsidiary Taurus International has an overdraft account with a US banking institution, 53RD Bank, on which there is an additional guarantee consisting of a surety granted by its parent Taurus Armas S.A. As at March 31, 2026, the guaranteed debt totaled R\$146.8 million (R\$169.9 million as at December 31, 2025).

**26. Equity**

a) **Capital**

As at March 31, 2026, the Company's issued capital is R\$548.1 million (R\$548.1 million as of December 31, 2025), represented by 139,297,877 book-entry, registered shares, divided into 51,089,845 common shares and 88,208,032 preferred shares without par value.

**Preferred shares**

Preferred shares are not entitled to different dividends and have preemptive rights in the liquidation of their interest in the capital.

Pursuant to Article 5, paragraph 4, of the Company's Bylaws, preferred shares are entitled to vote in any resolutions made at a Shareholders' Meeting on the matters listed below, in which case each preferred share corresponds to one vote:

- (i) Company's transformation, merger, consolidation or spin-off;
- (ii) Approval of agreements between the Company and its Controlling Shareholder, as defined in the Level 2 Regulation, directly or through third parties, as well as other companies in which the Controlling Shareholder has an interest, whenever, as set forth in a legal or bylaws provision, these matters are required to be approved at a shareholders' meeting;
- (iii) Appraisal of assets for the Company's capital increase;
- (iv) Selection of a specialized company to determine the Company's economic value, under Chapter VII of the Company's Bylaws; and
- (v) Change or revocation of bylaws provisions which change or modify any requirement prescribed in item 4.1 of the Level 2 Regulations, except that this voting right shall prevail only while the Level 2 of Corporate Governance Participation Agreement remains in force.

Authorized shares (in thousands of shares):

	<b>03-31-2026</b>	12-31-2025
Common shares	103,703	103,703
Preferred shares	207,405	207,405
	<b>311,108</b>	311,108

Issued, fully paid-in shares:

	<b>Common shares</b>	<b>Preferred shares</b>	<b>Treasury shares (-) in thousands</b>	<b>Total</b>
	<b>Number in thousands</b>	<b>Number in thousands</b>		
As at December 31, 2025	51,090	88,208	(98)	139,200
<b>As at March 31, 2026</b>	<b>51,090</b>	<b>88,208</b>	<b>(37)</b>	<b>139,261</b>

\*Closing share quotation on the indicated date, multiplied by the total shares outstanding on the same date.

b) Reserves and earnings retention

**Legal reserve**

Calculated as 5% of profit for the year, pursuant to Article 193 of Law No. 6404/76 up to the limit of 20% of capital, after deduction of accumulated losses, in conformity with article 189 of the same Law. As at March 31, 2026, legal reserve in the amount of R\$53.4 million (R\$53.4 million as at December 31, 2025) was recognized.

**Tax incentive reserve**

The Company is eligible to ICMS and Fundopem tax incentives. Management, in view of the publication of Supplementary Law No. 160/17 and in conformity with Law No. 6404/76, allocated them as tax incentive reserve in equity. As at March 31, 2026, the balance is R\$134.5 million (R\$134.5 million as at December 31, 2025).

**Statutory reserve**

The purpose of the reserve is to protect the Company's net assets, finance investment plans and increase working capital, enable the Company's share repurchase programs, enable stock option plans and other share-based compensation plans or benefits to Management and/or employees, allow the absorption of losses whenever necessary, and authorize the distribution of dividends, as proposed by the Board of Directors and approvals set forth in the Company's Bylaws and applicable laws. The remaining balance of profit after the allocations to the legal reserve, tax incentive reserve and mandatory minimum dividends shall be allocated to this statutory reserve. As at March 31, 2026, the balance of this reserve amounts to R\$266.7 million (R\$266.7 million as at December 31, 2025).

c) Dividends

Pursuant to the Company's bylaws, common and preferred shares are entitled to mandatory minimum dividend of 35% of adjusted profit, and preferred shares are entitled to all other rights attributable to common shares under equal conditions.

**Proposed dividends**

Dividend proposal recorded in the Company's financial statements for the year ended December 31, 2025:

<b>Profit for the year</b>	<b>17,673</b>
<b>Allocations:</b>	
Recognition of legal reserve - Art. 193	(883)
Recognition of tax incentive reserve - Art. 195-A	(16,017)
Valuation adjustments to equity	465
<b>Dividend distribution base</b>	<b>1,238</b>
Mandatory dividends (35%)	433
Mandatory dividends per share	0.003111
<b>Total dividends for distribution</b>	<b>433</b>
<b>Total dividends per share - net</b>	<b>0.003111</b>
<b>Retained earnings</b>	<b>804</b>
Recognition of statutory reserve - Art. 194	(804)
<b>Retained earnings</b>	<b>-</b>

d) Valuation adjustments to equity

**Deemed cost**

The line item valuation adjustments to equity in equity includes adjustments due to the adoption of the deemed cost of property, plant and equipment at the date of transition to IFRSs. The amounts recognized in valuation adjustments to equity are fully or partially reclassified to profit or loss for the year upon the depreciation of the related line items or the disposal of the assets.

**Cumulative translation adjustments**

Cumulative translation adjustments include all foreign exchange differences arising on translating the financial statements of foreign operations.

e) Treasury shares

The EGM held on April 28, 2023 approved the share repurchase program. The purpose of the Repurchase Program is the purchase of shares issued by the Company for holding in treasury, cancellation or subsequent disposal of the shares, for an efficient management of the capital structure and maximization of the value generation for the shareholder and coverage of the Company's obligations arising from the Stock Grant Plan (Stock Grant), intended to management, officers or other holders of the Company's strategic positions.

In a Management Board meeting held on March 21, 2025, the new share repurchase program was approved. Within the scope of the current Repurchase Program, up to 300.0 thousand common shares (TASA3) and 3,003.3 thousand preferred shares (TASA4) can be acquired. Until March 31, 2026, the Company acquired 948 thousand preferred shares (TASA4) for the amount of R\$12.3 million, and 37.3 thousand preferred shares (TASA4) are held in treasury in the amount of R\$480.



g) Capital transactions

The corporate restructuring undertaken on May 27, 2011 involving subsidiary Polimetal Metalurgia e Plásticos Ltda. and the Company resulted in changes in the ownership interests between the parties involved in the amount of R\$40,996, which was recognized in equity in the capital transaction account.

## 27. Share-based payment

Currently, the Company exclusively maintains the Stock Grant Plan as effective instrument for share-based compensation. This plan was approved in an Extraordinary General Meeting on April 28, 2023 and is under the Management Board's jurisdiction.

The Company's current or future statutory officers are eligible to participate in the Plan. The approval of the actual participants and the number of shares to be granted to each officer shall be determined by the Board of Directors. The assignment of shares by the participant is not subject to the participant's achieving individual targets or the Company's overall targets but rather to the officer's continuing relationship with the Company.

In the event of the resignation or dismissal for cause of a participant, the Rights to Receive Shares that have not been converted into shares by the termination date, observing the Grace Periods of the Rights to Receive Shares, shall be automatically extinguished, by operation of law, regardless of prior notice or notification, and without any right to an indemnity. In the event of the participant's dismissal due to the Company's decision, without cause, the Rights to Receive Shares will be granted proportionally to the period during which the participant has occupied the respective position compared to the total period of the Program, subject to the provisions set out in the instrument entered into by the Company and the participant upon the participant's dismissal.

On April 23, 2025, the Board of Directors approved the Second Additive to the First Share-Based Compensation Program ("Stock Grant Second Additive"), which granted to the program beneficiaries the right to receive the total volume of 80,000 (eighty thousand) of the Company's preferred shares, totaling 2,328,000 (two million, three hundred twenty-eight thousand) preferred shares granted under the First Stock Grant Program. The total number of shares subject to delivery will be subject to adjustments due to corporate transactions, such as splits, reverse splits and bonuses. The shares received will be entitled to all rights and benefits relating to the preferred shares currently issued by the Company.

Expenses are recognized on a daily pro rata basis, from the grant date to the date in which the beneficiary acquires the Rights to Receive Shares. The Company recognized in profit (loss) for the period ended March 31, 2026 a total of R\$1.9 million (R\$2.6 million as at March 31, 2025).

### (i) Number of shares under the plan:

	Shares under the Plan			
	Type	Percentage	Number	(1) Bonus
Stock option plan - Stock Grant - 2023 - 1 <sup>st</sup> grant	Preferred	100.00%	2,184,000	152,880
Stock option plan - Stock Grant - 2024 - 2 <sup>nd</sup> grant	Preferred	100.00%	64,000	6,400
Stock option plan - Stock Grant - 2025 - 3 <sup>rd</sup> grant	Preferred	100.00%	80,000	8,000

(1) On April 23, 2025, the Management Board approved the Second Additive to the Stock Grant Program, granting more than 247,280 preferred shares. With that, the total amount of granted shares reached 2,495,280, subject to shareholder adjustments. These shares maintain all the same rights as the preferred shares issued by the Company.

### (ii) Life of Call Options (vesting period)

<b>1<sup>st</sup> Grant</b>						
Percentage of total shares	20.00%	10.00%	10.00%	10.00%	10.00%	40.00%
Exercise date	04/28/2024	03/31/2025	03/31/2026	03/31/2027	03/31/2028	03/31/2029
<b>2<sup>nd</sup> Grant</b>						
Percentage of total shares		24.00%	12.00%	12.00%	12.00%	40.00%
Exercise date		03/31/2025	03/31/2026	03/31/2027	03/31/2028	03/31/2029
<b>3<sup>rd</sup> Grant</b>						
Percentage of total shares		25.00%	12.50%	12.50%	12.50%	37.50%
Exercise date		03/31/2026	03/31/2027	03/31/2028	03/31/2029	03/31/2030

The changes in the shares granted are shown in the table below and demonstrate the changes in the option plan that was substituted:

	<b>Parent</b>
<b>Number of outstanding options/shares - 12/31/2024</b>	<b>1,811,200</b>
Granted	247,280
Vested / Delivered	(235,296)
<b>Number of outstanding options/shares - 12/31/2025</b>	<b>1,823,184</b>
Vested / Delivered	(248,688)
<b>Number of outstanding options/shares - 03/31/2026</b>	<b>1,574,496</b>

## 28. Net operating revenue

Pursuant to IFRS 15/CPC 47 - Revenue from Contracts with Customers, revenue is recognized when control of the goods is transferred to the customer.

Revenue from contracts with customers is recognized to the extent that it is probable that there will be no significant reversal in the accumulated revenue amount. As a result, for contracts where the Company is unable to make a reasonable estimate of the returns, revenue is expected to be recognized after the elapse of the return period. A liability for reimbursement and an asset for recovery will be recognized for these contracts and stated separately on the balance sheet.

### Sales taxes

Sales revenues are subject to the following taxes and contributions at the following statutory rates:

	<u><b>Tax rates</b></u>
State VAT (ICMS)	0% to 25%
Federal VAT (IPI)	0% to 55%
Tax on revenue (COFINS)	3% to 7,6%
Tax on revenue (PIS)	0.65% and 1.65%
Excise Tax (USA)	10% to 11%

	<u><b>Consolidated</b></u>		<u><b>Parent</b></u>	
	<u><b>03-31-2026</b></u>	<u><b>03-31-2025</b></u>	<u><b>03-31-2026</b></u>	<u><b>03-31-2025</b></u>
Sale of goods	<b>425,480</b>	403,364	<b>155,686</b>	178,277
Provision of services	<b>558</b>	260	<b>196</b>	97
Total gross revenue	<b>426,038</b>	403,624	<b>155,882</b>	178,374
Sales taxes	<b>(70,036)</b>	(54,086)	<b>(33,376)</b>	(18,141)
Returns and discounts	<b>(1,085)</b>	(444)	<b>(219)</b>	(154)
Total net operating revenue	<b>354,917</b>	<b>349,094</b>	<b>122,287</b>	<b>160,079</b>

The Company does not adjust the present value of respective balances, as its sales have a short-term maturity term and the effects of the present value adjustment calculation are immaterial.

## 29. Other operating income

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>03-31-2025</b>	<b>03-31-2026</b>	<b>03-31-2025</b>
<b>Other operating income</b>				
Royalties	74	213	74	213
Sale of property, plant and equipment	-	796	-	621
Recovery of expenses on trade payables	287	633	287	633
Other income	1,248	1,779	663	549
	<b>1,609</b>	<b>3,421</b>	<b>1,024</b>	<b>2,016</b>

## 30. Expenses by nature

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>03-31-2025</b>	<b>03-31-2026</b>	<b>03-31-2025</b>
<b>Expenses by function</b>				
Cost of sales	(254,823)	(236,187)	(87,041)	(102,255)
Selling expenses	(52,834)	(51,191)	(10,482)	(10,697)
Allowance for impairment of financial instruments	728	(1,453)	1,473	(730)
General and administrative expenses	(83,470)	(68,382)	(34,461)	(37,886)
Other operating expenses	(2,647)	(860)	(4,045)	(1,898)
	<b>(393,046)</b>	<b>(358,073)</b>	<b>(134,556)</b>	<b>(153,466)</b>
<b>Expenses by nature</b>				
Depreciation and amortization	(15,329)	(11,512)	(9,495)	(6,616)
Personnel expenses	(72,622)	(74,668)	(46,403)	(50,720)
Tax expenses	(4,002)	(3,903)	(1,439)	(773)
Raw materials and supplies and consumables	(181,449)	(160,263)	(35,852)	(39,309)
Auxiliary materials and upkeep and maintenance supplies	(13,651)	(16,295)	(10,557)	(13,692)
Freight and insurance	(21,248)	(22,068)	(6,282)	(6,285)
Outside services	(22,234)	(26,974)	(13,354)	(18,923)
Advertising and publicity	(15,431)	(13,441)	(1,411)	(1,443)
Expenses on product warranty	(570)	(106)	(173)	(69)
Water and power	(3,613)	(4,258)	(2,474)	(3,001)
Travel and lodging	(1,924)	(2,341)	(1,054)	(1,347)
Expenses on commissions	(7,495)	(8,748)	52	(1,240)
Cost of property, plant and equipment written off	(106)	(727)	(106)	(727)
Civil, labor and tax risks	(4,565)	(5,749)	(4,682)	(5,274)
Rentals	(1,155)	(1,353)	(2,477)	(2,689)
Other expenses	(27,652)	(5,667)	1,151	(1,358)
	<b>(393,046)</b>	<b>(358,073)</b>	<b>(134,556)</b>	<b>(153,466)</b>

## 31. Finance income (costs), net

Finance income (costs) consists primarily of foreign exchange gains and losses arising on translating borrowings, trade receivables and trade payables, and interest expenses on liabilities (borrowings).

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>03-31-2025</b>	<b>03-31-2026</b>	<b>03-31-2025</b>
<b>Finance income</b>				
Interest	10,455	11,263	10,993	10,340
Swap on financial transactions	540	-	540	-
Other income	145	97	143	19
	<b>11,140</b>	<b>11,360</b>	<b>11,676</b>	<b>10,359</b>

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	03-31-2025	<b>03-31-2026</b>	03-31-2025
<b>Finance costs</b>				
Interest and fines	<b>(16,193)</b>	(17,661)	<b>(12,663)</b>	(15,677)
Other expenses	<b>(1,728)</b>	(1,361)	<b>(1,463)</b>	(1,172)
	<b>(17,921)</b>	(19,022)	<b>(14,126)</b>	(16,849)
<b>Effects of exchange rate variations</b>				
Exchange rate variation – gains	<b>34,616</b>	47,848	<b>34,513</b>	47,749
Exchange rate variation – losses	<b>(19,983)</b>	(19,578)	<b>(19,668)</b>	(19,462)
	<b>14,633</b>	28,270	<b>14,845</b>	28,287
<b>Finance income (costs), net</b>	<b>7,852</b>	<b>20,608</b>	<b>12,395</b>	21,797

## 32. Provision for product warranty

The Company quantifies and recognizes an estimate for the warranty-related costs, according to history of and current repair costs. The provision for product warranty ensures that the repair costs in case of replacement or repair do not affect the results of operations for the periods in which these additional costs were incurred. Therefore, amounts are recognized on an accrual basis. As at March 31, 2026 and December 31, 2025, the balances are as follows:

	<b>Consolidated</b>		<b>Parent</b>	
	<b>03-31-2026</b>	<b>12-31-2025</b>	<b>03-31-2026</b>	<b>12-31-2025</b>
Domestic market	<b>4,389</b>	4,389	<b>3,470</b>	3,470
Foreign market	<b>6,180</b>	6,515	-	-
<b>Total</b>	<b>10,569</b>	<b>10,904</b>	<b>3,470</b>	<b>3,470</b>
Current liabilities	<b>6,995</b>	7,136	<b>3,470</b>	3,470
Noncurrent liabilities	<b>3,574</b>	3,768	-	-

## 33. Subsequent Events

### Waiver of Financial Covenants

After the reference date of March 31, 2026, as described in Note 19 - Borrowings and Financing, the Company formally obtained a waiver from the financial institutions with which it conducts financial transactions on May 11 and 12, 2026 regarding its failure to comply with certain financial covenants as of that reference date.

The waivers granted avoided the effects of early maturity contractually provided for the aforementioned year-end. Certain liabilities affected by non-compliance of financial covenants, approximately amounting to R\$50 million, which used to have a long-term maturity, were reclassified to current liabilities in the balance sheet as at March 31, 2026.

(Convenience Translation into English from the Original Previously Issued in Portuguese)  
**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

To the Shareholders and Executive Board of  
Taurus Armas S.A.

**Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of Taurus Armas S.A. (“Company”), included in the Interim Financial Information Form - ITR, for the quarter ended March 31, 2026, which comprises the balance sheet as at March 31, 2026 and the related statements of profit or loss, of comprehensive income, of changes in equity and of cash flows for the three-month period then ended, including the material accounting policies and explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) - Interim Financial Reporting and international standard IAS 34 - Interim Financial Reporting, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission - CVM. Our responsibility is to express a conclusion on this individual and consolidated interim financial information based on our review.

**Scope of review**

We conducted our review in accordance with Brazilian and international standards on review of interim financial information NBC TR 2410 and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion on the interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information was not prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, and presented in accordance with the standards issued by the CVM.

**Other matters**

*Statements of value added*

The individual and consolidated interim financial information referred to above includes the individual and consolidated statements of value added (DVA) for the three-month period ended March 31, 2026, prepared under the responsibility of the Company’s Management and disclosed as supplementary information for the purposes of IAS 34. These statements have been subject to review procedures performed in together with the review of the interim financial information to reach a conclusion on whether they are reconciled with the interim financial information and the accounting records, as applicable, and whether their form and content are in accordance with the criteria set forth in technical pronouncement CPC 09 (R1) - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added were not prepared, in all material respects, in accordance with the criteria set out in such technical pronouncement and consistently with the individual and consolidated interim financial information taken as a whole.

*Convenience translation*

The accompanying interim financial information have been translated into English for the convenience of readers outside Brazil.

Porto Alegre, May 13, 2026

DELOITTE TOUCHE TOHMATSU    Jonas Dal Ponte  
Auditores Independentes Ltda.    Engagement Partner

## **FISCAL COUNCIL'S OPINION**

The Fiscal Council of Taurus Armas S.A., in compliance with legal and statutory provisions, reviewed the interim financial information for the first quarter of 2026. Based on the conducted reviews and also taking into consideration the unqualified Report on the Review of Interim Financial Information, issued by Deloitte Touche Tohmatsu Auditores Independentes on May 13, 2026, in addition to information and clarifications received from the Company's Management, it represents that the mentioned documents are appropriate to be disclosed.

São Leopoldo, May 13, 2026.

Haroldo Zago  
Chairman

Mauro César Medeiros de Mello  
Board Member

Valmir Pedro Rossi  
Board Member

Alex Leite do Nascimento  
Board Member

Luciano Luiz Barsi  
Board Member

## **AUDIT AND RISK BOARD'S OPINION**

The main duties of the Audit and Risk Board of Taurus Armas S.A., the statutory advisory body of the Board of Directors, in conformity with its Internal Regulation, are to assess the effectiveness of the accounting and internal control system, of the internal audit and independent audit and of the risk management framework and process and to issue an opinion on the interim financial information prior to their disclosure.

In order to fulfill its duties and in compliance with its annual work plan, it has held a meeting to discuss the financial statements ended May 12, 2026.

The Board has audited the Management Report, the Interim Financial Information for the period ended March 31, 2026, including the explanatory notes, and the unqualified report issued by Deloitte Touche Tohmatsu Auditores Independentes.

Based on the activities performed in the period, in reliance upon its duties and limitations inherent in its work scope, the Audit and Risk Board, without identifying any event that could affect the quality and completeness of the information to be disclosed, recommends to the Board of Directors the approval and disclosure of the Interim Financial Information as of March 31, 2026 and the respective Performance Report.

São Leopoldo, May 12, 2026.

SÉRGIO LAURIMAR FIORAVANTI  
Board Member/Chairman

MAGNO NEVES FONSECA  
Board Member

LUCIANO LUIZ BARSÍ  
Board Member

**STATEMENT OF THE EXECUTIVE COMMITTEE OF TAURUS ARMAS S.A. ON THE FINANCIAL STATEMENTS FOR THE FIRST QUARTER OF 2026**

Messrs. Salesio Nuhs, Sergio Castilho Sgrillo Filho, Leonardo Brum Sesti and Eduardo Minghelli, Directors of Taurus Armas S.A., a company with registered head office at Av. São Borja, 2.181/Prédio A, ZIP Code: 93.035-411, São Leopoldo, RS, enrolled with Corporate Taxpayer Identification (CNPJ/MF) under No. 92.781.335/0001-02, in compliance with the provisions of Article 25, V and VI, of CVM Instruction No. 480, of December 7, 2009, hereby declare that they have reviewed, discussed and agreed with the Interim Financial Information of Taurus Armas S.A. and consolidated companies for the period from January 1, 2026 to March 31, 2026.

São Leopoldo, May 13, 2026.

Salesio Nuhs  
Chief Executive Officer

Sergio Castilho Sgrillo Filho  
Chief Finance and Administrative Officer  
Investor Relations Officer

Leonardo Brum Sesti  
Executive Officer without specific designation

Eduardo Minghelli  
Executive Officer without specific designation

## **STATEMENT OF THE EXECUTIVE COMMITTEE OF TAURUS ARMAS S.A. ON THE INDEPENDENT AUDITOR'S REPORT**

Messrs. Salesio Nuhs, Sergio Castilho Sgrillo Filho, Leonardo Brum Sesti and Eduardo Minghelli, Directors of Taurus Armas S.A., a company with registered head office at Av. São Borja, 2.181/Prédio A, ZIP Code: 93.035-411, São Leopoldo, RS, enrolled with Corporate Taxpayer Identification (CNPJ/MF) under No. 92.781.335/0001-02, in compliance with paragraph 1<sup>st</sup> of Article 25, provisions V and VI, of CVM Instruction No. 480, of December 7, 2009, hereby declare that they have reviewed, discussed and agreed with the opinions expressed by Deloitte Touche Tohmatsu Auditores Independentes Ltda., in its Independent Auditor's Report on the Interim Financial Information for the period from January 1, 2026 to March 31, 2026, issued on May 13, 2026.

São Leopoldo, May 13, 2026.

Salesio Nuhs  
Chief Executive Officer

Sergio Castilho Sgrillo Filho  
Chief Finance and Administrative Officer  
Investor Relations Officer

Leonardo Brum Sesti  
Executive Officer without specific designation

Eduardo Minghelli  
Executive Officer without specific designation