(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 June 30, 2026 and
Report on Review of Interim
Financial information

Deloitte Touche Tohmatsu Auditores Independentes Ltda.

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REPORT ON REVIEW OF INDIVIDUAL AND CONSOLIDATED INTERIM FINANCIAL INFORMATION

To the Shareholders and Management of
Taurus Armas S.A.
São Leopoldo – RS

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Taurus Armas S.A. (“Company”), included in the Quarterly Information Form (ITR) for the quarter ended June 30, 2026, which comprises the balance sheet as at June 30, 2026 and the related statements of profit or loss and of comprehensive income for the three- and six-month periods then ended, and of changes in equity and of cash flows for the six-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) 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 is not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and international standard IAS 34, and presented in accordance with the standards issued by the CVM.

Deloitte.

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 six-month period ended June 30, 2026, prepared under the responsibility of the Company's Management and disclosed as supplemental information for purposes of the international standard IAS 34. These statements were 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 out 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 such statements of value added are 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.

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

Porto Alegre, August 11, 2026

DELOITTE TOUCHE TOHMATSU

DELOITTE TOUCHE TOHMATSU
Auditores Independentes Ltda.

Jonas Dal Ponte
Engagement Partner

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Company Data/Capital Breakdown	
Number of shares (units)	**Current Quarter 06/30/2026**
Common - Paid-in capital	51,089,845
Preferred - Paid-in capital	88,208,032
Total - Paid-in Capital	139,297,877
Common - Held in treasury	-
Preferred - Held in treasury	15,285
Total - Held in treasury	15,285

Individual FS / Balance Sheet - Assets

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Prior Year 12/31/2025
1	Total assets	2,219,441	2,217,750
1.01	Current assets	782,076	804,796
1.01.01	Cash and cash equivalents	21,273	49,266
1.01.01.01	Cash and banks	6,017	4,877
1.01.01.02	Highly liquid short-term investments	15,256	44,389
1.01.02	Short-term investments	233,135	237,290
1.01.02.03	Short-term investments at evaluated at amortized cost	233,135	237,290
1.01.03	Accounts receivable	155,367	163,610
1.01.03.01	Trade receivables	155,367	163,610
1.01.04	Inventories	291,445	260,122
1.01.06	Recoverable taxes	38,956	60,944
1.01.06.01	Recoverable current taxes	38,956	60,944
1.01.07	Prepaid expenses	5,220	5,397
1.01.08	Other current assets	36,680	28,167
1.01.08.03	Other	36,680	28,167
1.01.08.03.03	Related parties - financial loan	26,565	15,245
1.01.08.03.04	Other receivables	10,115	12,922
1.02	Noncurrent assets	1,437,365	1,412,954
1.02.01	Long-term receivables	193,820	193,206
1.02.01.07	Deferred taxes	37,187	40,529
1.02.01.07.01	Deferred income tax and social contribution	37,187	40,529
1.02.01.09	Due from related parties	76,838	74,073
1.02.01.09.02	Receivables from subsidiaries	76,838	74,073
1.02.01.10	Other noncurrent assets	79,795	78,604
1.02.01.10.03	Recoverable taxes	19,116	17,852
1.02.01.10.04	Other	60,679	60,752
1.02.02	Investments	773,394	746,370
1.02.02.01	Equity interests	773,394	746,370
1.02.02.01.02	Equity interests in subsidiaries	773,394	746,370
1.02.03	Property, plant and equipment	384,485	389,276
1.02.03.01	Fixed assets in use	284,194	271,293
1.02.03.03	Construction in progress	100,291	117,983
1.02.04	Intangible assets	85,666	84,102
1.02.04.01	Intangible assets	85,666	84,102
1.02.04.01.02	Intangible assets	85,666	84,102

Individual FS / Balance Sheet - Liabilities
(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Prior Year 12/31/2025
2	Total liabilities and equity	2,219,441	2,217,750
2.01	Current liabilities	632,723	645,852
2.01.01	Payroll, benefits and taxes thereon	32,414	27,156
2.01.01.01	Payroll and related taxes	6,487	7,326
2.01.01.02	Payroll and related taxes	25,927	19,830
2.01.02	Trade payables	62,355	54,477
2.01.02.01	Local suppliers	54,851	45,338
2.01.02.02	Foreign suppliers	7,504	9,139
2.01.03	Taxes payable	20,936	22,205
2.01.03.01	Federal tax liabilities	21,212	22,157
2.01.03.01.01	Income tax and social contribution payable	-	-
2.01.03.01.02	Other taxes	21,212	22,157
2.01.03.02	State tax liabilities	(319)	(31)
2.01.03.03	Municipal tax liabilities	43	79
2.01.04	Borrowings and financing	474,646	492,159
2.01.04.01	Borrowings and financing	474,646	492,159
2.01.04.01.01	In local currency	81,157	65,101
2.01.04.01.02	In foreign currency	393,489	427,058
2.01.05	Other payables	25,939	34,129
2.01.05.02	Other	25,939	34,129
2.01.05.02.02	Dividends payable	106	539
2.01.05.02.08	Advances from customers	12,134	10,902
2.01.05.02.09	Other payables	13,699	22,688
2.01.06	Provisions	16,433	15,726
2.01.06.01	Tax, social security, labor and civil provisions	12,963	12,256
2.01.06.01.01	Tax provisions	5,023	3,723
2.01.06.01.02	Social security and labor provisions	2,796	3,111
2.01.06.01.04	Civil provisions	5,144	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	302,193	324,445
2.02.01	Borrowings and financing	227,767	245,168
2.02.01.01	Borrowings and financing	227,767	245,168
2.02.01.01.01	In local currency	227,767	245,168
2.02.01.01.02	In foreign currency	-	-
2.02.02	Other payables	20,555	26,503
2.02.02.01	Due to related parties	2,516	2,390
2.02.02.01.04	Due to other related parties	2,516	2,390
2.02.02.02	Other	18,039	24,113
2.02.02.02.03	Taxes payable	10,583	12,158
2.02.02.02.04	Provision for negative equity	1,468	1,371
2.02.02.02.06	Trade payables	-	1,221
2.02.02.02.07	Derivative - SWAP	177	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	53,871	52,774
2.02.04.01	Tax, social security, labor and civil provisions	53,871	52,774
2.02.04.01.01	Tax provisions	-	-
2.02.04.01.02	Social security and labor provisions	38,768	37,671
2.02.04.01.04	Civil provisions	15,103	15,103
2.03	Equity	1,284,525	1,247,453
2.03.01	Issued capital	548,101	548,101
2.03.02	Capital reserves	1,880	222
2.03.02.03	Disposal of subscription warrants	9,880	9,880
2.03.02.04	Stock options granted	38,007	37,518
2.03.02.05	Treasury shares	(131)	(1,300)
2.03.02.09	Capital Transactions	(45,876)	(45,876)
2.03.04	Profit reserve	455,449	454,660
2.03.04.01	Legal reserve	53,417	53,417
2.03.04.02	Statutory reserve	267,524	266,735
2.03.04.07	Tax incentive reserve	134,508	134,508
2.03.05	Retained earnings/accumulated losses	61,026	-
2.03.06	Valuation adjustments to equity	42,794	43,025
2.03.08	Cumulative translation adjustments	175,275	201,445
2.03.08.01	Cumulative translation adjustments	175,275	201,445

Individual FS / Statement of Profit or Loss
(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Current YTD 01/01/2026 to 06/30/2026	Prior Quarter 06/30/2025	Prior YTD 01/01/2025 to 06/30/2025
3.01	Net operating revenue	189,325	311,612	254,456	414,535
3.02	Cost of sales	(121,897)	(208,938)	(150,683)	(252,938)
3.03	Gross profit	67,428	102,674	103,773	161,597
3.04	Operating (expenses) income	36,876	(45,199)	(60,707)	(126,107)
3.04.01	Selling expenses	(11,890)	(22,372)	(15,212)	(25,909)
3.04.02	General and administrative expenses	(36,298)	(70,759)	(35,426)	(73,312)
3.04.03	Impairment losses	(847)	626	(3,057)	(3,787)
3.04.04	Other operating income	2,294	3,318	3,020	5,036
3.04.05	Other operating expenses	(5,066)	(9,111)	(2,820)	(4,718)
3.04.06	Equity in earnings (losses)	88,683	53,099	(7,212)	(23,417)
3.05	Profit before finance income (costs) and taxes	104,304	57,475	43,066	35,490
3.06	FINANCE INCOME (COSTS)	(4,745)	7,650	9,249	31,046
3.06.01	Finance income	35,038	81,227	46,118	104,226
3.06.02	Finance costs	(39,783)	(73,577)	(36,869)	(73,180)
3.07	Pretax income	99,559	65,125	52,315	66,536
3.08	Income tax and social contribution	(2,146)	(4,330)	(19,152)	(14,746)
3.08.01	Current	(988)	(988)	(14,368)	(12,843)
3.08.02	Deferred	(1,158)	(3,342)	(4,784)	(1,903)
3.09	Profit (loss) from continuing operations	97,413	60,795	33,163	51,790
3.11	profit (loss) for the period	97,413	60,795	33,163	51,790
3.99	Earnings per share (R$/share)	-	-	-	-
3.99.01	Basic earnings per share	-	-	-	-
3.99.01.01	Common shares (ON)	0.6994	0.4365	0.2502	0.3976
3.99.01.02	Preferred shares (PN)	0.7000	0.4368	0.2507	0.3982
3.99.02	Diluted earnings per share	-	-	-	-
3.99.02.01	Common shares (ON)	0.6994	0.4365	0.2502	0.3976
3.99.02.02	Preferred shares (PN)	0.6997	0.4368	0.2500	0.3971

Individual FS / Statement of Comprehensive Income

(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Current YTD 01/01/2026 to 06/30/2026	Prior Quarter 06/30/2025	Prior YTD 01/01/2025 to 06/30/2025
4.01	Profit for the period	97,413	60,795	33,163	51,790
4.02	Other comprehensive income	(1,983)	(26,171)	(28,990)	(76,385)
4.02.01	Translation adjustments for the period	(1,983)	(26,171)	(28,990)	(76,385)
4.02.02	Realization of valuation adjustments to equity, net of taxes	-	-	-	-
4.03	Comprehensive income for the period	95,430	34,624	4,173	(24,595)

Individual FS / Statement of Cash Flows - Indirect Method
(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 06/30/2026	Prior YTD 01/01/2025 to 06/30/2025
6.01	Net cash from operating activities	34,958	24,446
6.01.01	Cash generated by operating activities	56,053	87,513
6.01.01.01	Profit (loss) before income tax and social contribution	65,125	66,536
6.01.01.02	Depreciation and amortization	20,214	13,419
6.01.01.03	Cost of capital assets written off	4,872	1,147
6.01.01.04	Allowance for doubtful debts	(626)	3,787
6.01.01.05	Share of results of investees	(53,099)	23,417
6.01.01.07	Provision for Derivative Financial Instruments	177	-
6.01.01.08	Accrued interest on borrowings and intragroup borrowings	28,560	25,142
6.01.01.09	Shared based payment plan	3,514	4,504
6.01.01.10	Allowance for inventory losses	1,075	1,668
6.01.01.11	Provision for warranties	-	-
6.01.01.12	Provision for civil, labor and tax risks	8,481	7,734
6.01.01.13	Exchange differences on borrowings and other items	(22,240)	(59,841)
6.01.02	Changes in assets and liabilities	(19,170)	(35,019)
6.01.02.01	(Increase) decrease in trade receivables	8,869	(6,681)
6.01.02.02	Decrease (increase) in inventories	(32,398)	(27,921)
6.01.02.03	Decrease (increase) in other receivables	12,461	12,707
6.01.02.04	(Decrease) increase in trade payables	6,657	(18,729)
6.01.02.05	Increase (decrease) in accounts payable	(14,759)	5,605
6.01.03	Other	(1,925)	(28,048)
6.01.03.02	Payment of Corporate Income Tax (IRPJ) and Social Contribution on N	(1,925)	(28,048)
6.02	Net cash from investing activities	(20,469)	3,246
6.02.01	Due from related parties	(2,765)	(11,093)
6.02.03	In investments	-	-
6.02.04	In property, plant and equipment	(13,670)	(14,228)
6.02.05	In intangible assets	(8,189)	(7,342)
6.02.06	Financial investments	4,155	35,909
6.03.07	Interest Payments on Loans and Mutual Agreements	(27,876)	(33,523)
6.03	Net cash from financing activities	(42,482)	(83,502)
6.03.01	Payment of interest on equity and dividends	(432)	(8,546)
6.03.02	Borrowings and intragroup borrowings	186,949	267,465
6.03.03	Repayment of borrowings	(200,180)	(309,004)
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	126	106
6.05	Increase (decrease) in cash and cash equivalents	(27,993)	(55,810)
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	21,273	46,929

Individual FS / Statements of Changes in Equity / SCE - 01/01/2026 to 06/30/2026
(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	-	1,658	790	-	-	2,448
5.04.01	Capital Increases	-	-	-	-	-	-
5.04.03	Recognized stock options granted	-	488	-	-	-	488
5.04.04	Treasury shares acquired	-	(2,297)	-	-	-	(2,297)
5.04.05	Treasury shares sold	-	3,467	790	-	-	4,257
5.05	Total comprehensive income	-	-	-	60,795	(26,171)	34,624
5.05.01	Profit for the period	-	-	-	60,795	-	60,795
5.05.02	Other comprehensive income	-	-	-	-	(26,171)	(26,171)
5.05.02.04	Translation adjustments for the period	-	-	-	-	(26,171)	(26,171)
5.06	Internal changes in equity	-	-	-	231	(231)	-
5.06.02	Realization of revaluation reserve	-	-	-	231	(231)	-
5.07	Closing balances	548,101	1,880	455,450	61,027	218,068	1,284,526

Individual FS / Statements of Changes in Equity / SCE - 01/01/2025 to 06/30/2025
(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	(8,276)	536,741	-	317,795	1,294,361
5.03	Shareholders' capital transactions	448,101	(8,276)	536,741	-	317,795	1,294,361
5.04	Capital increases	100,000	4,589	(99,786)	-	-	4,803
5.04.01	Capital Transactions with Shareholders	100,000	-	(100,000)	-	-	-
5.04.03	Recognized Granted Options	-	1,123	-	-	-	1,123
5.04.04	Treasury shares acquired	-	-	-	-	-	-
5.04.05	Treasury Shares Sold	-	3,466	(84)	-	-	3,382
5.04.06	Dividends	-	-	-	-	-	-
5.04.08	Total comprehensive income	-	-	298	-	-	298
5.05	Net income for the period	-	-	-	51,790	(76,385)	(24,595)
5.05.01	Other comprehensive income	-	-	-	51,790	-	51,790
5.05.02	Adjustments to financial instruments	-	-	-	-	(76,385)	(76,385)
5.05.02.04	Taxes on translation adjustments for the period	-	-	-	-	(76,385)	(76,385)
5.06	Recognition of reserves	-	-	-	233	(233)	-
5.06.02	Taxes on realization of revaluation reserve	-	-	-	233	(233)	-
5.07	Closing balances	548,101	(3,687)	436,955	52,023	241,177	1,274,569

Individual FS / Statement of Value Added
(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 06/30/2026	Prior YTD 01/01/2025 to 06/30/2025
7.01	Revenue	382,526	467,745
7.01.01	Sales of goods and services	378,582	466,496
7.01.02	Other income	3,318	5,036
7.01.04	Allowance for (reversal of) doubtful debts	626	(3,787)
7.02	Inputs purchased from third parties	(188,140)	(232,043)
7.02.01	Cost of products, goods and services sold	(96,737)	(120,159)
7.02.02	Supplies, power, outside services and other inputs	(91,403)	(111,884)
7.03	Gross value added	194,386	235,702
7.04	Withholdings	(20,214)	(13,419)
7.04.01	Depreciation, amortization and depletion	(20,214)	(13,419)
7.05	Wealth created	174,172	222,283
7.06	Wealth received in transfer	134,326	80,809
7.06.01	Equity in earnings (losses)	53,099	(23,417)
7.06.02	Finance income	81,227	104,226
7.07	Wealth for distribution	308,498	303,092
7.08	Wealth distributed	308,498	303,092
7.08.01	Personnel expenses	81,183	87,772
7.08.01.01	Wages	60,423	67,793
7.08.01.02	Benefits	16,551	15,347
7.08.01.03	Severance Pay Fund (FGTS)	4,209	4,632
7.08.02	Taxes, fees and contributions	91,128	88,276
7.08.02.01	Federal	76,480	74,116
7.08.02.02	State	14,235	14,008
7.08.02.03	Municipal	413	152
7.08.03	Lenders and lessors	75,392	75,254
7.08.03.01	Interest	73,577	73,180
7.08.03.02	Rentals	1,815	2,074
7.08.04	Shareholders	60,795	51,790
7.08.04.02	Dividends	-	-
7.08.04.03	Retained earnings (accumulated losses)	60,795	51,790

Consolidated FS / Balance Sheet - Assets
(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Prior Year 12/31/2025
1	Total assets	2,427,070	2,586,405
1.01	Current assets	1,356,291	1,504,546
1.01.01	Cash and cash equivalents	33,611	67,547
1.01.01.01	Cash and banks	15,968	13,755
1.01.01.02	Highly liquid short-term investments	17,643	53,792
1.01.02	Short-term investments	274,448	267,790
1.01.02.03	Short-term investments at evaluated at amortized cost	274,448	267,790
1.01.03	Accounts receivable	239,824	247,187
1.01.03.01	Trade receivables	239,824	247,187
1.01.04	Inventories	710,415	775,378
1.01.06	Recoverable taxes	53,688	75,409
1.01.06.01	Recoverable current taxes	53,688	75,409
1.01.07	Prepaid expenses	16,224	28,841
1.01.08	Other current assets	28,081	42,394
1.01.08.01	Noncurrent assets for sale	7,000	7,000
1.01.08.03	Other	21,081	35,394
1.01.08.03.02	Others account receivables	21,081	35,394
1.02	Noncurrent assets	1,070,779	1,081,859
1.02.01	Long-term receivables	161,833	170,437
1.02.01.07	Deferred taxes	64,962	73,094
1.02.01.07.01	Deferred income tax and social contribution	64,962	73,094
1.02.01.09	Credits with related parties	17,441	17,661
1.02.01.09.04	Credits with others related parties	17,441	17,661
1.02.01.10	Other noncurrent assets	79,430	79,682
1.02.01.10.03	Other	19,883	18,559
1.02.01.10.04	Recoverable taxes	59,547	61,123
1.02.02	Investments	72,379	70,913
1.02.02.01	Equity interests	15,980	14,514
1.02.02.01.04	Investments in joint ventures	15,978	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	652,832	650,266
1.02.03.01	Fixed assets in use	454,338	446,951
1.02.03.03	Construction in progress	198,494	203,315
1.02.04	Intangible assets	183,735	190,243
1.02.04.01	Intangible	183,735	190,243
1.02.04.01.02	Intangible	183,735	190,243

Consolidated FS / Balance Sheet - Liabilities
(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Prior Year 12/31/2025
2	Total liabilities and equity	2,427,070	2,586,405
2.01	Current liabilities	789,479	955,097
2.01.01	Payroll, benefits and taxes thereon	38,814	32,287
2.01.01.01	Payroll and related taxes	7,170	8,199
2.01.01.02	Payroll and related taxes	31,644	24,088
2.01.02	Trade payables	137,501	113,327
2.01.02.01	Local suppliers	71,099	60,376
2.01.02.02	Foreign suppliers	66,402	52,951
2.01.03	Taxes payable	48,772	53,419
2.01.03.01	Federal tax liabilities	48,502	53,052
2.01.03.01.01	Income tax and social contribution payable	454	378
2.01.03.01.02	Other taxes	48,048	52,674
2.01.03.02	State tax liabilities	196	227
2.01.03.03	Municipal tax liabilities	74	140
2.01.04	Borrowings and Financing	506,401	662,127
2.01.04.01	Borrowings and Financing	506,401	662,127
2.01.04.01.01	In local currency	81,157	65,101
2.01.04.01.02	In foreign currency	425,244	597,026
2.01.05	Other payables	37,233	54,825
2.01.05.02	Other	37,233	54,825
2.01.05.02.02	Dividends payable	106	539
2.01.05.02.09	Other payables	13,915	12,352
2.01.05.02.11	Other payables	23,212	41,934
2.01.06	Provisions	20,758	39,112
2.01.06.01	Tax, social security, labor and civil provisions	13,557	31,976
2.01.06.01.01	Tax provisions	5,038	3,884
2.01.06.01.02	Social security and labor provisions	3,110	3,434
2.01.06.01.04	Civil provisions	5,409	24,658
2.01.06.02	Other allowances, provisions and accruals	7,201	7,136
2.01.06.02.01	Provision for warranties	7,201	7,136
2.02	Noncurrent liabilities	353,066	383,855
2.02.01	Borrowings and financing	227,767	245,168
2.02.01.01	Borrowings and financing	227,767	245,168
2.02.01.01.01	In local currency	227,767	245,168
2.02.01.01.02	In foreign currency	-	-
2.02.02	Other payables	49,233	63,062
2.02.02.01	Due to related parties	2,517	2,390
2.02.02.01.04	Due to other related parties	2,517	2,390
2.02.02.02	Other	46,716	60,672
2.02.02.02.04	Other Payables	11,440	14,144
2.02.02.02.06	Trade payables	-	1,221
2.02.02.02.08	Derivative - SWAP	177	3,552
2.02.02.02.09	Other Payables	35,099	41,755
2.02.03	Deferred taxes	16,308	16,689
2.02.03.01	Deferred income tax and social contribution	16,308	16,689
2.02.04	Provisions	59,758	58,936
2.02.04.01	Tax, social security, labor and civil provisions	56,213	55,168
2.02.04.01.01	Tax provisions	1,394	1,394
2.02.04.01.02	Social security and labor provisions	39,578	38,533
2.02.04.01.04	Civil provisions	15,241	15,241
2.02.04.02	Other allowances, provisions and accruals	3,545	3,768
2.02.04.02.01	Provision for warranties	3,545	3,768
2.03	Consolidated equity	1,284,525	1,247,453
2.03.01	Issued capital	548,101	548,101
2.03.02	Capital reserves	1,880	222
2.03.02.03	Disposal of subscription warrants	9,880	9,880
2.03.02.04	Stock options granted	38,007	37,518
2.03.02.05	Treasury shares	(131)	(1,300)
2.03.02.09	Capital Transactions	(45,876)	(45,876)
2.03.04	Profit reserve	455,449	454,660
2.03.04.01	Legal reserve	53,417	53,417
2.03.04.02	Statutory reserve	267,524	266,735
2.03.04.07	Tax incentive reserve	134,508	134,508
2.03.05	Retained earnings/accumulated losses	61,026	-
2.03.06	Valuation adjustments to equity	42,794	43,025
2.03.08	Cumulative translation adjustments	175,275	201,445
2.03.08.01	Cumulative translation adjustments	175,275	201,445

Consolidated FS / Statement of Profit or Loss
(In thousands of Brazilian reais)

Line Item	Description	Current Quarter 06/30/2026	Current YTD 01/01/2026 to 06/30/2026	Prior Quarter 06/30/2025	Prior YTD 01/01/2025 to 06/30/2025
3.01	Net operating revenue	360,907	715,824	402,445	751,539
3.02	Cost of sales	(237,263)	(492,086)	(249,597)	(485,784)
3.03	Gross profit	123,644	223,738	152,848	265,755
3.04	Operating (expenses) income	(15,229)	(150,690)	(114,408)	(231,836)
3.04.01	Selling expenses	(51,057)	(103,891)	(57,055)	(108,246)
3.04.02	General and administrative expenses	(63,509)	(146,979)	(62,197)	(130,579)
3.04.03	Impairment losses	(1,149)	(421)	(2,907)	(4,360)
3.04.04	Other operating income	102,887	104,496	8,916	12,337
3.04.05	Other operating expenses	(3,696)	(6,343)	(1,428)	(2,288)
3.04.06	Equity in earnings (losses)	1,295	2,448	263	1,300
3.05	Profit before finance income (costs) and taxes	108,415	73,048	38,440	33,919
3.06	FINANCE INCOME (COSTS)	(8,639)	(786)	5,854	26,462
3.06.01	Finance income	34,855	80,611	46,529	105,737
3.06.02	Finance costs	(43,494)	(81,397)	(40,675)	(79,275)
3.07	Pretax income	99,776	72,262	44,294	60,381
3.08	Income tax and social contribution	(2,363)	(11,467)	(11,131)	(8,591)
3.08.01	Current	(1,836)	(3,336)	(7,331)	(5,065)
3.08.02	Deferred	(527)	(8,131)	(3,800)	(3,526)
3.09	Profit (loss) from continuing operations	97,413	60,795	33,163	51,790
3.11	Consolidated profit (loss) for the period	97,413	60,795	33,163	51,790
3.11.01	Attributable to owners of the Company	97,413	60,795	33,163	51,790
3.99	Earnings per share (R$/share)	-	-	-	-
3.99.01	Basic earnings per share	-	-	-	-
3.99.01.01	Common shares (ON)	0.70	0.44	0.25	0.40
3.99.01.02	Preferred shares (PN)	0.70	0.44	0.25	0.40
3.99.02	Diluted earnings per share	-	-	-	-
3.99.02.01	Common shares (ON)	0.70	0.44	0.25	0.40
3.99.02.02	Preferred shares (PN)	0.70	0.44	0.25	0.40

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

Line Item	Description	Current Quarter 06/30/2026	Current YTD 01/01/2026 to 06/30/2026	Prior Quarter 06/30/2025	Prior YTD 01/01/2025 to 06/30/2025
4.01	Consolidated profit for the period	97,413	60,795	33,163	51,790
4.02	Other comprehensive income	(1,983)	(26,171)	(28,990)	(76,385)
4.02.01	Translation adjustment for the period	(1,983)	(26,171)	(28,990)	(76,385)
4.03	Consolidated comprehensive income for the period	95,430	34,624	4,173	(24,595)
4.03.01	Attributable to owners of the Company	95,430	34,624	4,173	(24,595)

Consolidated FS / Statement of Cash Flows - Indirect Method
(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 06/30/2026	Prior YTD 01/01/2025 to 06/30/2025
6.01	Net cash from operating activities	196,790	(126,289)
6.01.01	Cash generated by operating activities	123,590	74,626
6.01.01.01	Profit (loss) before income tax and social contribution	72,262	60,381
6.01.01.02	Depreciation and amortization	31,739	22,301
6.01.01.03	Cost of capital assets written off	5,057	1,168
6.01.01.04	Other items that do not affect cash included in profit	-	-
6.01.01.05	Share of results of investees	(2,449)	(1,300)
6.01.01.06	Provision for Derivative Financial Instruments	177	-
6.01.01.07	Allowance for doubtful debts	421	4,360
6.01.01.08	Provision for Inventory Losses	(108)	2,232
6.01.01.09	Shared based payment plan	3,514	4,504
6.01.01.10	Accrued interest on borrowings and intragroup loans	32,228	28,804
6.01.01.14	Provision for Freight and Commissions	12,501	7,453
6.01.01.17	Provision for warranties	-	(872)
6.01.01.18	Exchange Rate Variation on Loans and Financing	(22,241)	(59,841)
6.01.01.19	Provision for civil, labor and tax risks	(9,511)	5,436
6.01.01.20	Exchange differences on translating borrowings and financing	-	-
6.01.02	Changes in assets and liabilities	77,945	(170,460)
6.01.02.01	(Increase) decrease in trade receivables	3,011	(76,162)
6.01.02.02	(Increase) decrease in inventories	33,212	(73,156)
6.01.02.03	(Increase) in other receivables	44,864	20,472
6.01.02.04	Increase in trade payables	27,082	(19,913)
6.01.02.05	Increase in accounts payable	(30,224)	(21,701)
6.01.03	Other	(4,745)	(30,455)
6.01.03.04	Payment of Corporate Income Tax (IRPJ) and Social Contribution on Net Profit (CSLL)	(4,745)	(30,455)
6.02	Net cash from investing activities	(44,974)	(14,756)
6.02.01	Due from related parties	1,706	394
6.02.03	In investments	-	-
6.02.04	In property, plant and equipment	(31,773)	(33,218)
6.02.05	In intangible assets	(8,249)	(13,586)
6.02.06	Financial investments	(6,658)	31,654
6.03	Net cash from financing activities	(185,822)	77,101
6.03.01	Payment of interest on equity and dividends	(432)	(8,546)
6.03.02	Borrowings and intragroup borrowings	659,572	972,481
6.03.03	Repayment of borrowings	(811,016)	(849,562)
6.03.05	Treasury shares	(2,299)	-
6.03.09	Due to related parties	23	19
6.03.10	Payment of interest on borrowings and intragroup borrowings	(31,670)	(37,291)
6.03.11	Other	-	-
6.04	Exchange differences on translating cash and cash equivalents	70	125
6.05	Increase (decrease) in cash and cash equivalents	(33,936)	(63,819)
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	33,611	48,795

Consolidated FS / Statements of Changes in Equity / SCE -- 01/01/2026 to 06/30/2026
(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	-	1,658	790	-	-	2,448
5.04.01	Capital Increases	-	-	-	-	-	-
5.04.03	Recognized stock options granted	-	488	-	-	-	488
5.04.04	Treasury shares acquired	-	(2,297)	-	-	-	(2,297)
5.04.05	Treasury shares sold	-	3,467	790	-	-	4,257
5.04.06	Other transactions	-	-	-	-	-	-
5.05	Total comprehensive income	-	-	-	60,795	(26,171)	34,624
5.05.01	Profit for the period	-	-	-	60,795	-	60,795
5.05.02	Other comprehensive income	-	-	-	-	(26,171)	(26,171)
5.05.02.04	Translation adjustments for the period	-	-	-	-	(26,171)	(26,171)
5.06	Internal changes in equity	-	-	-	231	(231)	-
5.06.02	Realization of revaluation reserve	-	-	-	231	(231)	-
5.07	Closing balances	548,101	1,880	455,450	61,027	218,068	1,284,526

Consolidated FS / Statements of Changes in Equity / SCE -- 01/01/2025 to 06/30/2025
(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	100,000	4,589	(99,786)	-	-	4,803
5.04.01	Capital Transactions with Shareholders	100,000	-	(100,000)	-	-	-
5.04.03	Recognized Granted Options	-	1,123	-	-	-	1,123
5.04.04	Treasury shares acquired	-	-	-	-	-	-
5.04.05	Treasury Shares Sold	-	3,466	(84)	-	-	3,382
5.04.06	Dividends	-	-	-	-	-	-
5.04.08	Others transactions	-	-	298	-	-	298
5.05	Total comprehensive income	-	-	-	51,790	(76,385)	(24,595)
5.05.01	Net income for the period	-	-	-	51,790	-	51,790
5.05.02	Other comprehensive income	-	-	-	-	(76,385)	(76,385)
5.05.02.04	Translation adjustments for the period	-	-	-	-	(76,385)	(76,385)
5.06	Internal changes in equity	-	-	-	233	(233)	-
5.06.02	Realization of revaluation reserve	-	-	-	233	(233)	-
5.07	Closing balances	548,101	(3,687)	436,955	52,023	241,177	1,274,569

Consolidated FS / Statement of Value Added
(In thousands of Brazilian reais)

Line Item	Description	Current YTD 01/01/2026 to 06/30/2026	Prior YTD 01/01/2025 to 06/30/2025
7.01	Revenue	951,431	883,060
7.01.01	Sales of goods and services	847,356	875,083
7.01.02	Other income	104,496	12,337
7.01.04	Allowance for (reversal of) doubtful debts	(421)	(4,360)
7.02	Inputs purchased from third parties	(597,391)	(574,150)
7.02.01	Cost of products, goods and services sold	(363,310)	(335,076)
7.02.02	Supplies, power, outside services and other inputs	(234,081)	(239,074)
7.03	Gross value added	354,040	308,910
7.04	Withholdings	(31,738)	(22,301)
7.04.01	Depreciation, amortization and depletion	(31,738)	(22,301)
7.05	Wealth created	322,302	286,609
7.06	Wealth received in transfer	83,058	107,037
7.06.01	Equity in earnings (losses)	2,448	1,300
7.06.02	Finance income	80,610	105,737
7.07	Wealth for distribution	405,360	393,646
7.08	Wealth distributed	405,360	393,646
7.08.01	Personnel expenses	95,275	103,136
7.08.01.01	Wages	70,354	77,797
7.08.01.02	Benefits	19,942	19,931
7.08.01.03	Severance Pay Fund (FGTS)	4,979	5,408
7.08.02	Taxes, fees and contributions	165,740	156,981
7.08.02.01	Federal	143,098	134,131
7.08.02.02	State	22,097	22,357
7.08.02.03	Municipal	545	493
7.08.03	Lenders and lessors	83,550	81,739
7.08.03.01	Interest	81,390	79,275
7.08.03.02	Rentals	2,160	2,464
7.08.04	Remuneration of Equity	60,795	51,790
7.08.04.03	Accumulated losses, net of valuation adjustments to equity - Continuing operation	60,795	51,790
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$ 360.9 million

GROSS PROFIT:
R$ 123.6 million
Gross mgn: 34.2%

EBITDA:
R$ 124.8 million
EBITDA Mgn: 34.6%

NET LOSS:
R$ 97.4 million

São Leopoldo, August 11, 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 second quarter (2Q26) and first half of 2026 (1H26). 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.

2Q26/1H26 Results

Taurus reported net income of R$ 97.4 million in 2Q26, with EBITDA amounting to R$ 124.8 million and 34.2% gross margin, while reducing its net debt by R$ 145.9 million in 1H26

Main Indicators

R$ million	2Q26	2Q25	2Q26x2Q25 % Chg.	1Q26	2Q26x1Q25 % Chg.	1H26	1H25	1H26x1H25 % Chg.
Net operating revenues	360.9	402.4	*-10.3%*	354.9	*1.7%*	715.8	751.5	*-4.8%*
Domestic market	81.1	79.4	*2.1%*	75.8	*7.0%*	156.8	145.4	*7.8%*
Exports market	279.8	323.0	*-13.4%*	279.2	*0.2%*	559.0	606.1	*-7.8%*
COGS	-237.3	-249.6	*-4.9%*	-254.8	*-6.9%*	-492.1	-485.8	*1.3%*
Gross profit	123.6	152.8	*-19.1%*	100.1	*23.5%*	223.7	265.8	*-15.8%*
Gross margin (%)	*34.2%*	*38.0%*	*-3.8 p.p.*	*28.2%*	*6.0 p.p.*	*31.3%*	*35.4%*	*-4.1 p.p.*
Operating expenses (SG&A)	-15.2	-114.4	*-86.7%*	-135.5	*-88.8%*	-150.7	-231.8	*-35.0%*
Earnings before financial result and income tax (EBIT)	108.4	38.4	*182.3%*	-35.4	-	73.0	33.9	*115.3%*
Net financial income (expenses)	-8.6	5.9	-	7.9	-	-0.8	26.5	-
Income tax and social contribution	-2.4	-11.1	*-78.4%*	-9.1	*-73.6%*	-11.5	-8.6	*33.7%*
Net income (loss)	**97.4**	**33.2**	**193.4%**	**-36.6**	**-**	**60.8**	**51.8**	**17.4%**
EBITDA*	124.8	49.2	*153.7%*	-20.1	-	104.7	56.2	*86.3%*
*EBITDA Margin**	*34.6%*	*12.2%*	*22.4 p.p.*	*-5.7%*	-	*14.6%*	*7.5%*	*7.1 p.p.*
Net debt (end of period)	426.1	572.0	*-25.5%*	541.1	*-21.3%*	426.1	572.0	*-25.5%*

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

The second quarter of 2026 was marked by a sharp business recovery, and very positive results for Taurus. Gross margin climbed by striking 6.0 percentage points when compared to the previous quarter, to reach 34.2%, outperforming most margins recently reported by major U.S. peers. EBITDA amounted to R$ 124.8 million, with a 34.6% margin, and net income amounted to R$ 97.4 million. During the same period, net debt declined by R$ 115.0 million over the quarter, and by R$ 145.9 million over the first half of the year, closing June with an outstanding debt 25.5% lower than the figure recorded at the close of 2025.

This 2Q26 performance results from a period of greater normalization of operations, favorable changes in the product mix, and financial discipline. Furthermore, these results stand out even more because they were achieved in a quarter marked by a 10% tariff on exports to the United States and, until approximately the end of April, by sales of products from inventories subject to a 50% tariff. In addition, the appreciation of the Brazilian currency put pressure on the conversion into Brazilian reais of revenues generated abroad. Even under these conditions, we ended the quarter more profitable, less leveraged, and with greater commercial visibility, reinforcing that we are moving towards the right direction.

In line with our expectations outlined in the 1Q26 earnings release, the process to recover the import tariffs paid by Taurus in the U.S. began in May 2026. In 2Q26, we recognized as “other operating expenses” the amount of R$ 91.1 million related to this refund. The inflow of these funds has strengthened the Company’s EBITDA and cash flow, thus accelerating the process of reducing debt. With lower net debt and improved earnings, the Net Debt/EBITDA ratio declined from 6.85 times in 03/30/26 to 2.76 times at the close of June.

“Despite the 10% tariff and inventories that still reflected the 50% tariff in the United States, gross margin increased by 6.0 percentage points in 2Q26.”

In the United States, our main market, we have maintained a substantial order backlog of approximately US$ 85 million, as of the date of this report. The U.S. market remains under pressure from inflation, which is eroding household purchasing power, particularly among lower-income consumers. This scenario primarily impacts entry-level products, which are priced below US$ 350. Within this context, our strategy of expanding our presence in higher-value-added categories has significantly contributed to our performance over the quarter. In 2Q26, we achieved a higher average transaction value in dollars than in the previous quarter, which highlights the favorable evolution of our product mix, and shows that we are expanding our portfolio’s reach into higher price ranges without compromising our presence in traditional segments.

Our recent new launches have been very well accepted, including the RPC, the TX9 and GX2 TORO pistols, and the new Judge revolver. The main highlight was the TX22 line, manufactured in the U.S., which continues to gain market share, and whose demand currently exceeds our production capacity. The positive market response to these products reinforces our understanding of consumers, our ability to innovate and continually renew our portfolio of competitive products for distinct market segments.

In Brazil, our commercial strategy has also yielded a robust order backlog, in line with the market’s size and dynamics, reaching approximately R$ 84 million as of the date of this report. This Brazilian order backlog was primarily generated during the Shot Fair Brazil 2026, one of the major commercial highlights of the period. As the master sponsor of the industry’s largest event in Latin America, Taurus showcased its major new product launches, strengthened its direct relationships with retailers and consumers, and generated orders for more than 32,000 firearms, valued at over R$ 82 million. This performance underscores the strength of the Taurus brand, the quality of our product portfolio, and potential of the Brazilian market.

Taurus team at the Shot Fair Brazil 2026

Our strategy of international diversification continues to advance and has already generated orders in other countries that totals approximately R$ 87 million, involving around 54,000 firearms. Among the deals included in this figure, particularly noteworthy is the supply of 10,400 rifles to an Asian country, in addition to 30,000 firearms for the African continent, with deliveries scheduled for the second half of 2026 and the year 2027. At the same time, we are participating in bids and monitoring government opportunities in South America, Europe, and Asia, consistently expanding Taurus's presence in different regions of the world.

Considered altogether, the order backlogs from the United States, Brazil, and other countries totaled the equivalent of more than R$ 600 million as of the date of this report, thereby providing a high degree of visibility for the continuity of our operations.

In India, JD Taurus continues to expand its operations in both the civilian and institutional markets. In addition to contracts currently in progress, we have identified opportunities at various stages, representing more than 130,000 firearms, worth an estimated amount of approximately US$ 54 million. This pipeline highlights India's potential as a key growth market and evidences the consistency of our strategy for international expansion.

After the close of 2Q26, in late July, a new challenge arose in the United States, with the cumulative imposition of tariffs ranging from 37.5% on Brazilian products exported to that market. Although this new level is not positive, it is lower than the 50% we had previously dealt with. We were not caught off guard: we had been monitoring the ongoing North American investigations, anticipated this possibility, and are now better prepared and more experienced to cope with this scenario.

Taurus enjoys a unique market position in the United States. We are not merely a Brazilian exporter: we have an established presence in the country, including a manufacturing plant and assembly lines; furthermore, we invest in the country, create jobs, pay taxes, and contribute directly to the U.S. economy. We continue to interact directly with U.S. authorities to raise awareness of these unique aspects, and strive to ensure that Taurus is treated accordingly, consistent with our presence and important role in that market. As part of our efforts to support this work and defend the Company's interests, we had already engaged a consulting firm specializing in government relations. We have also retained a law firm, further strengthening our support on the institutional, technical, and legal fronts.

"The industry has never grown merely because things came easily, but because it has learned to adapt."

For planning purposes, we are assuming that the tariff rate will remain at 37.5%, and are considering reinstating measures similar to those previously adopted, including adjusting transfer prices, in accordance with prevailing legislation, and making greater use of assembly lines in the United States. The pistol assembly lines transferred to the North American facility remain operational, providing flexibility to adjust part of our production to market conditions. We also remain committed to our strategy of expanding the share of revenues generated by Brazil and other international markets. We will continue working to mitigate the impact of the new tariffs, preserve our competitiveness, and move forward as planned.

We closed out 2Q26 in a stronger position, delivering improved performance, a more balanced financial structure, a renewed portfolio, robust order backlogs, and significant business opportunities currently underway. We know that challenges have always been part of our journey, and we are confident that Taurus is equipped with the capability, experience, and flexibility to overcome them. We continue to move forward with confidence, discipline, and focus on implementing our strategy, and creating sustainable value for our shareholders.

Salesio Nuhs
CEO Global

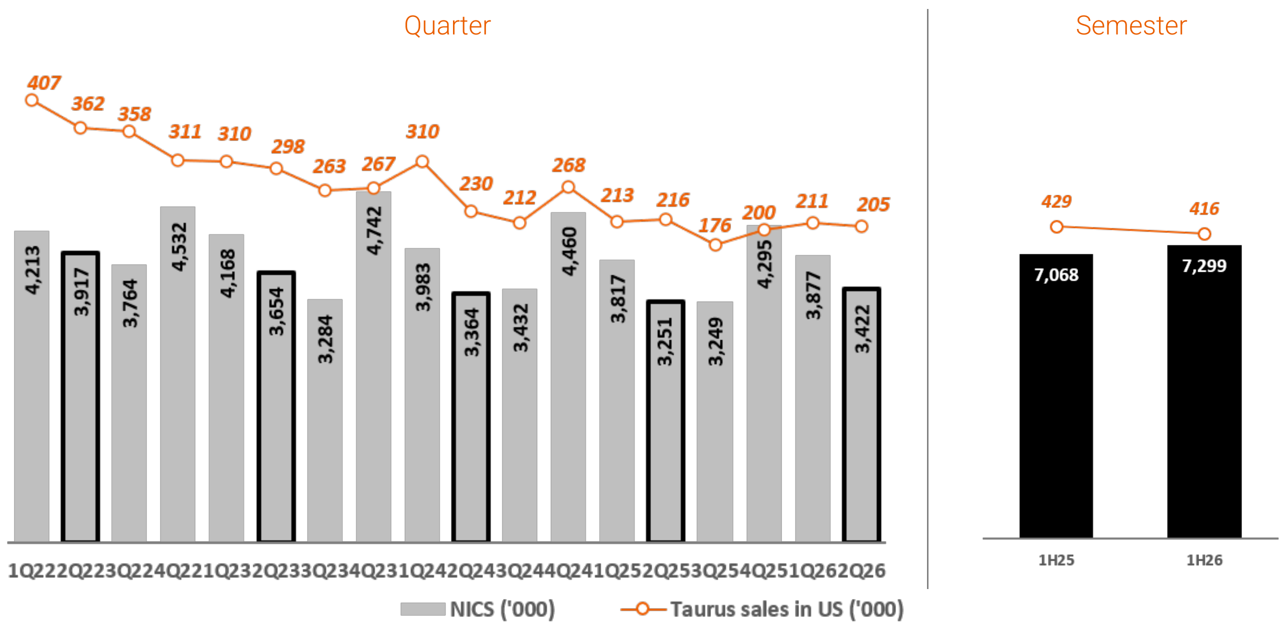
Operational Performance

Market

In the U.S. short firearms market, the Adjusted NICS indicator stood at 3.4 million inquiries in 2Q26, representing a 5.3% increase compared to 2Q25. For the first half of 2026, a total of 7.3 million inquiries were recorded, up by 3.3% from the same period a year earlier.

The increase in the number of NICS inquiries, although positive, was influenced by one-time regulatory factors, most notably the decision to make purchases in advance of the implementation of restrictions on the sale of certain products in the states of Virginia and Colorado. Virginia accounted for most of the year-over-year increase, and if this effect were excluded, the indicator would have stayed relatively stable year-over-year.

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



Data from RetailBI support the understanding that the market still remains subdued. Year-to-date, retail sales have declined by approximately 5.9% in volume, while revenues have shown slight growth of 0.6%, indicating a rise in the average price of products sold. In the small firearms segment of the U.S. retail market, there was a decline in both the volume of units sold and revenues compared to the same period in the previous year.

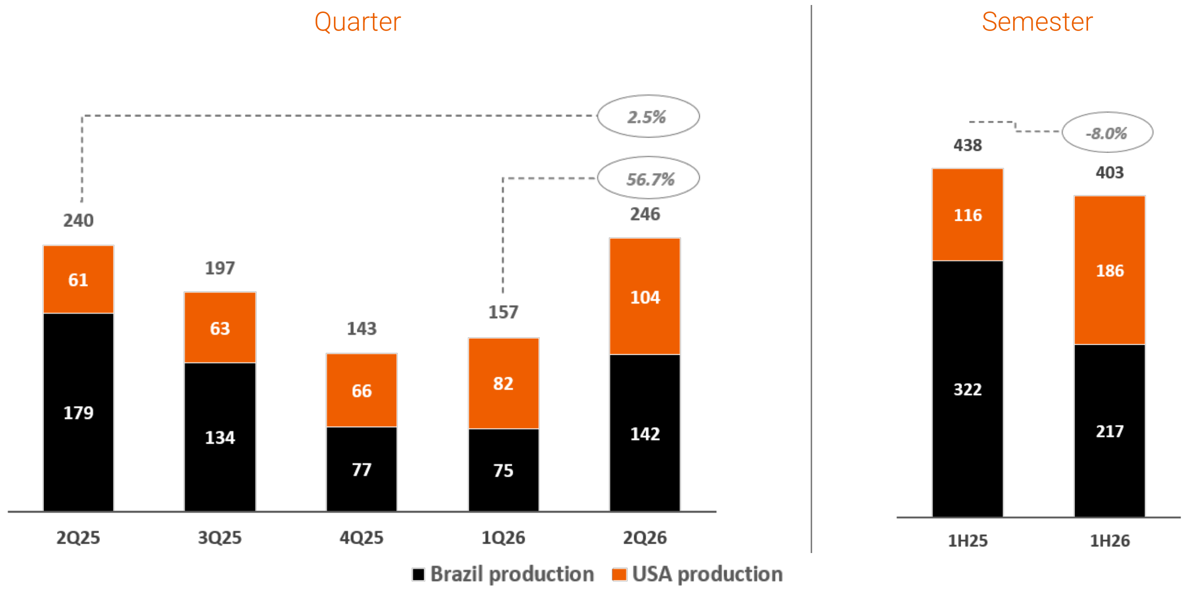
Demand remains contingent on the macroeconomic environment in the United States. Cumulative inflation over the past few years remains a strain on households' purchasing power, chiefly among lower-income consumers, prompting greater caution in the purchase of non-essential goods and increased price sensitivity. This scenario has most significantly impacted entry-level products priced below US$ 350.

In the **Brazilian market**, the environment remained characterized by greater regulatory and operational predictability, although demand still remains below the levels seen during the sector's period of strongest growth. Throughout 1H26, there were signs of a gradual recovery in business activity, and greater dynamics in relationships with retailers and distributors, which indicate a modest recovery in the market, following the regulatory changes implemented in recent years.

Production and sales

In 2Q26, Taurus produced 246,000 firearms, a volume 56.7% higher than that of the preceding quarter, and slightly above the figure reported in 2Q25. This significant sequential increase should be analyzed in light of the lower basis for comparison in 1Q26, when production in Brazil was impacted by collective vacations and by the industrial restructuring adopted to mitigate the effects of the 50% U.S. import tariff, which included the transfer of pistol production lines, and the temporary duplication of the revolver assembly line in the United States.

Production of firearms – Taurus ('000 units)



The normalization of the production planning, coupled with the resumption of revolver assembly in Brazil, led to an 89.3% increase in production volume at the Brazilian facility compared to 1Q26. In the United States, production rose by 26.8%, driven by strong demand for recent product launches and the TX22 line. As a result, the Brazilian plant once again accounted for the largest share of consolidated production, with a 57.7% share in 2Q26.

The pistol assembly lines, transferred during the period when the additional tariff was in effect, have remained active in the United States to serve the local market. For the first half of 2026, Taurus's production totaled 403,000 units, representing an 8.0% decrease when compared to the same period of the previous year.

In terms of **sales volume**, Taurus sold 242,000 firearms in 2Q26, remaining virtually unchanged compared to 1Q26. For the first half of the year, 483,000 units were sold, down by 2.6% from the volume recorded in 1H25.

In the **United States**, Taurus's sales showed a slight decline of 2.8% compared to 1Q26, against a backdrop of continued moderate consumer spending. Compared to 2Q25, the Company's sales volume declined by 5.1%, partly due to reduced availability of long firearms, whereas Adjusted NICS grew by 5.3%, reflecting one-off regulatory factors, in addition to a higher share of used firearms transactions, as previously mentioned.

Taurus's sales performance was boosted by its strategy of expanding its product portfolio into higher-value-added categories, targeting price ranges above those in which the Company traditionally focuses its operations in the United States. Products such as the RPC carbine, the TX9, TX22, and GX2 TORO pistols, and the new Judge revolver were very well received, contributing to a more favorable sales mix. The TX22 line maintained its growth trajectory, with demand exceeding available supply. Based on the overall portfolio, Taurus's order backlog in the U.S. stood at US$ 84.5 million as of the date of this report.

Following the cancellation of the additional 40% tariff on Brazilian products — which had raised the total import tariff to 50% — Taurus resumed regular sales of third-party long firearms in the U.S. as of May. The previous tariff structure had made replenishing inventories of these products economically unrealistic, leading the Company to suspend shipments, and sell off existing inventories in the U.S. in a controlled manner. The resumption occurred at a time when this product category was performing better in the U.S. retail market, thereby allowing the Company to gradually replenish its supply.

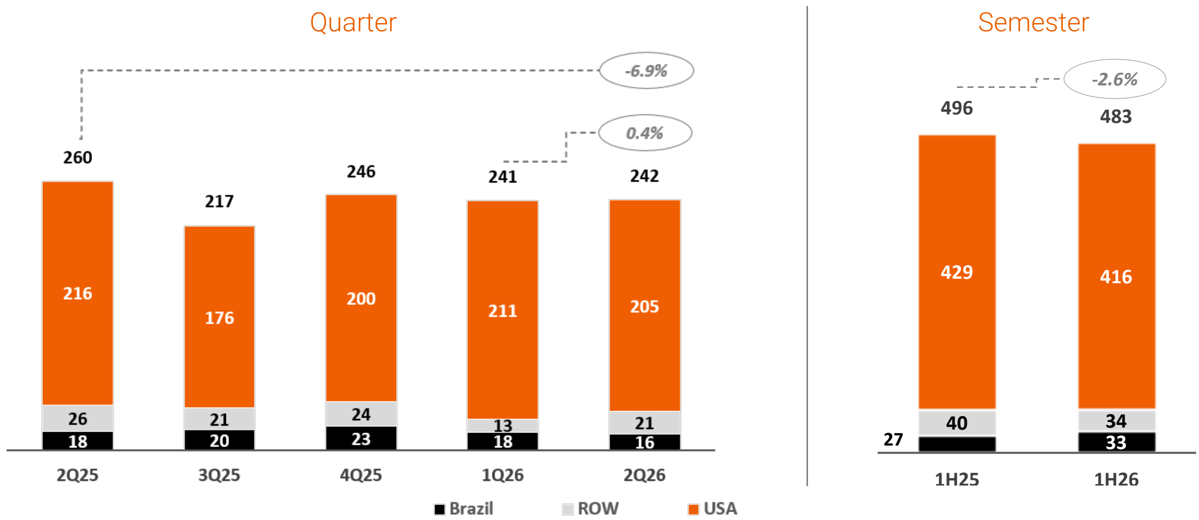
In the **Brazilian market**, despite lower sales volume in 2Q26, cumulative sales for the first half of the year grew by 22.2% year-on-year, reflecting a turnaround from the low level of activity observed at the beginning of the previous year, in addition to the strengthening of the Company's commercial operations. During the Shot Fair Brazil 2026, Taurus sold more than 32,000 firearms, corresponding to sales worth more than R$ 82 million to retailers served directly by the Company, reinforcing its strategy of building closer relationships with retailers across the country. This performance was boosted both by the positive acceptance of the new products unveiled at the event and by the strong portfolio of the well-established brand.

Exports to **countries other than the United States** totaled 21,000 firearms in 2Q26, primarily to market destinations in Asia, Africa, and Central America. The year-over-year downturn mainly stems from the timing of project execution — with deliveries concentrated in the second half of 2026 and in 2027 — rather than a decline in commercial opportunities in these markets. During the quarter, highlights included shipments of pistols and submachine guns to police forces in Asia and Africa.

The international portfolio remained supported by ongoing contracts, strategic projects under negotiation, and government procurement processes in various regions. Among the deals already secured, highlights include a tender for the supply of 10,400 rifles to Asia, with deliveries scheduled throughout 2026, and a contract for 30,000 firearms to the African continent, of which approximately 5,000 are expected to be delivered in 2H26, and the remainder in 2027. The Company is also participating in tenders and government opportunities in South America, Europe, and Asia, involving a potential volume of approximately 25,000 firearms. This series of projects fuels expectations of higher international sales volume in the second half of the year.

Taurus has maintained its strategy of renewing and expanding its product portfolio, including 21 new releases during the period, comprising six T4-platform rifles, two RPC carbines, one Expedition bolt-action rifle, seven revolvers, and five pistols.

Sales of Taurus firearms ('000 units)



In **India**, JD Taurus continued to make progress in the civilian and institutional markets. In the civilian segment, the Company expanded its market share with its current product portfolio, and maintains a schedule of new launchings during 2026, including .45 ACP caliber pistol models. In the institutional market, the Company moved forward with the implementation of contracts in its portfolio, with deliveries scheduled for 2026, and intensified product demonstrations and evaluations with the Armed Forces and federal and state law enforcement agencies. In addition to the contracts already secured, the Company is monitoring bids and institutional opportunities at various stages, involving more than 130,000 firearms and a potential gross value estimated at approximately US$ 54 million.

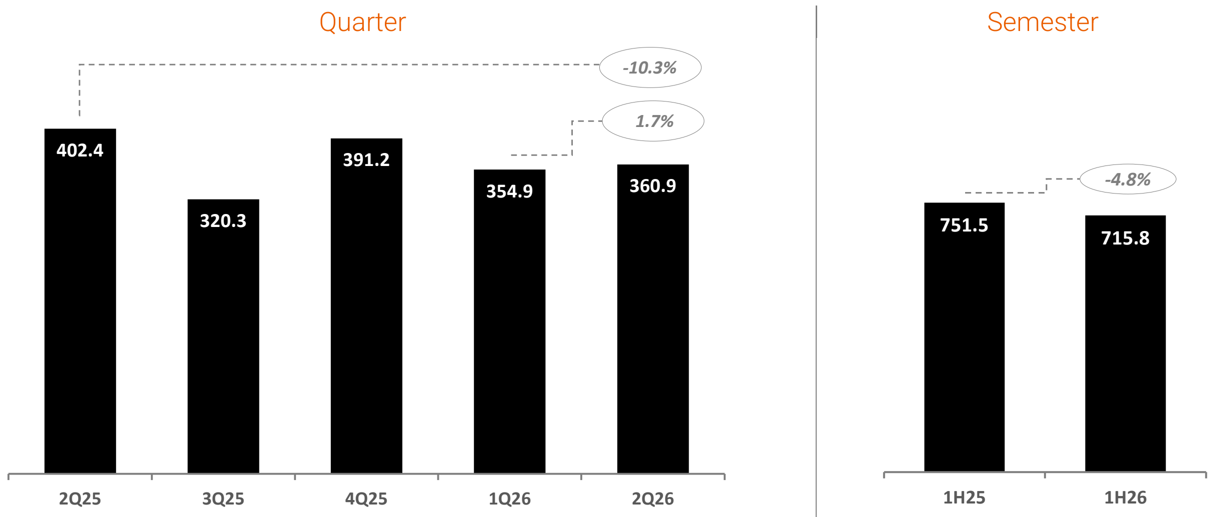
Economic and Financial Performance

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 2Q26, consolidated net operating revenues amounted to R$ 360.9 million, representing a 1.7% increase when compared to 1Q26, and a 10.3% decrease when compared to 2Q25. For the first half of the year, revenues totaled R$ 715.8 million, down by 4.8% from the figure recorded in 1H25. The performance in the half-year comparisons was primarily influenced by the 10.9% appreciation of the Brazilian currency against the U.S. dollar, which reduced the converted value in Brazilian currency of sales made abroad, as well as lower sales volumes in the United States and other international markets.

Consolidated net operating revenues (R$ million)



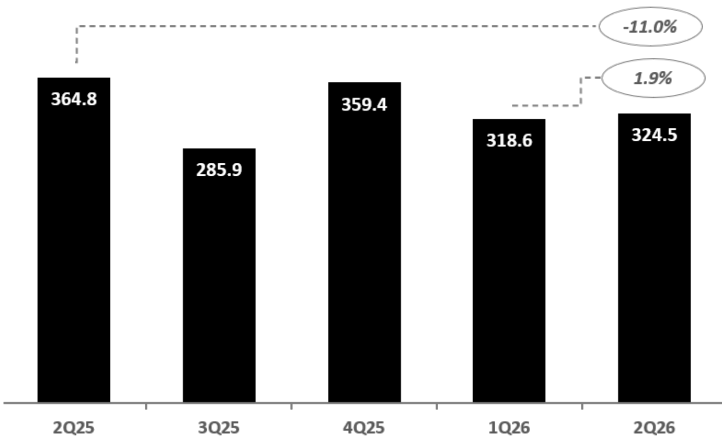
The comparison between the periods must also take into account the different tariff conditions applicable to Taurus's exports to the United States. In 1H25, although the 10% tariff took effect in April, the Company sold products that had been previously imported for most of the period, without incurring any tariffs. In 1H26, by contrast, all sales carried out in that market were subject to import tariffs: initially at 50% and, following the change that took effect in late February, at 10%. Moreover, until approximately the end of April, a portion of sales was still carried out using inventory accumulated under the 50% tariff. This difference between the bases of comparison has influenced pricing, the product mix sold, and performance of revenues in the U.S. market.

The **firearms & accessories segment** accounted for 89.9% of consolidated revenues in 2Q26, amounting to R$ 324.5 million, representing a 1.9% increase when compared to the previous quarter. The growth in revenues, against a backdrop of virtually stable sales volume, reflects a more favorable mix of products sold during the period. In comparison with 2Q25, the segment's revenues fell by 11.0%, whereas in the first half of 1H26, they totaled R$ 643.0 million, representing a 4.9% decline.

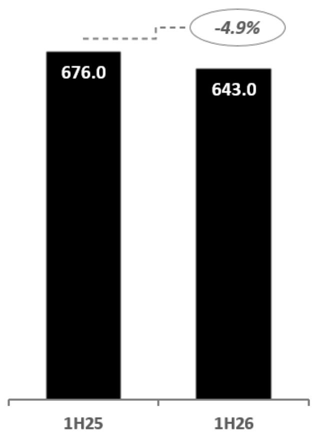
In 1H26, products classified by the Company as new products accounted for 14.5% of the revenues from the sale of firearms, reflecting the success of the Company's ongoing strategy of innovation and portfolio diversification.

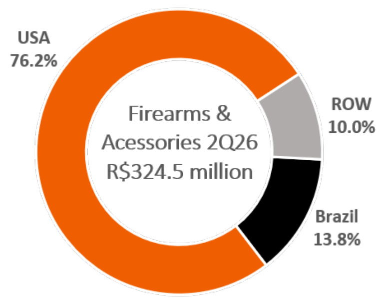
Net operating revenues - Firearms & Accessories (R$ million)

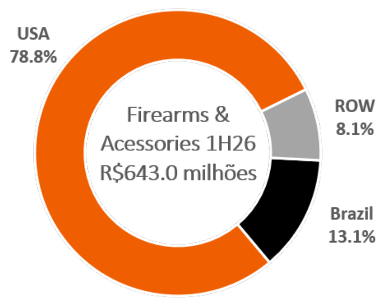
Quarter



Semester



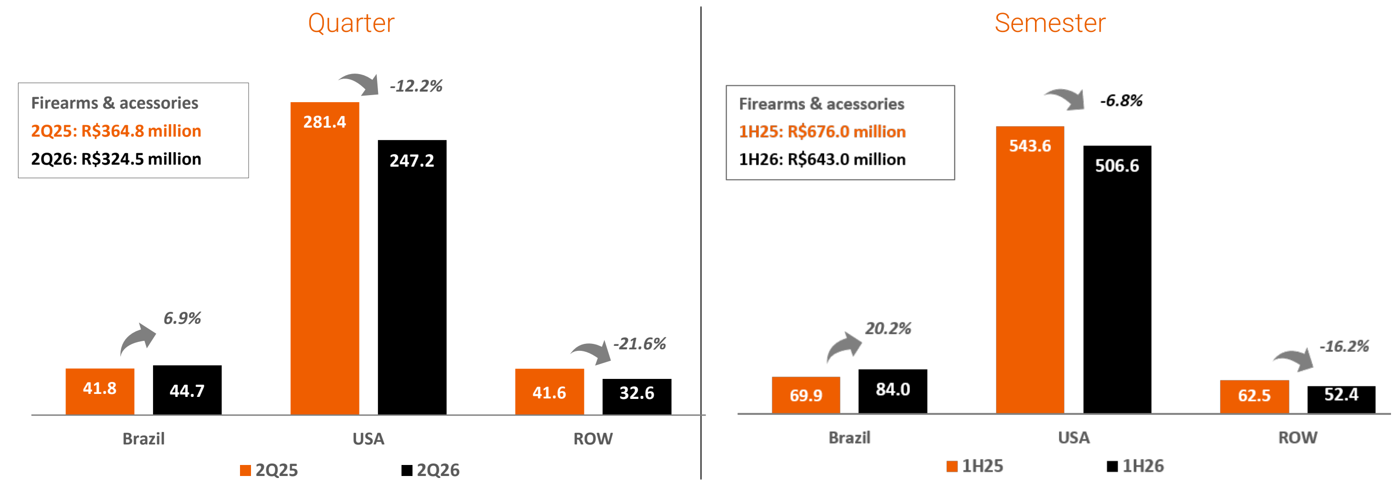




In the **United States**, revenues from the sales of firearms and accessories totaled R$ 247.2 million in 2Q26, down by 12.2% from 2Q25. For the first half of the year, revenues totaled R$ 506.6 million, down by 6.8% from 1H25. In addition to lower sales volume, year-over-year comparisons were impacted by the appreciation of the Brazilian currency against the U.S. dollar: the average exchange rate of the U.S. dollar fell from R$ 5.67 in 2Q25 to R$ 5.05 in 2Q26, a 10.9% decline, and from R$ 5.76 in 1H25 to R$ 5.15 in 1H26, a 10.6% decline. The impact was partially offset by the increased share of higher-value-added products in the sales mix.

In **Brazil**, revenues from this segment grew 6.7% in 2Q26, despite lower sales volume, reflecting the contribution of both product mix and pricing. For the first half of the year, revenues amounted to R$ 84.0 million, representing a 20.2% increase when compared to 1H25, reflecting the recovery in sales and the strengthening of direct operations with retailers.

Net Operating Revenues by geographic location – Firearms & Accessories (R$ million)

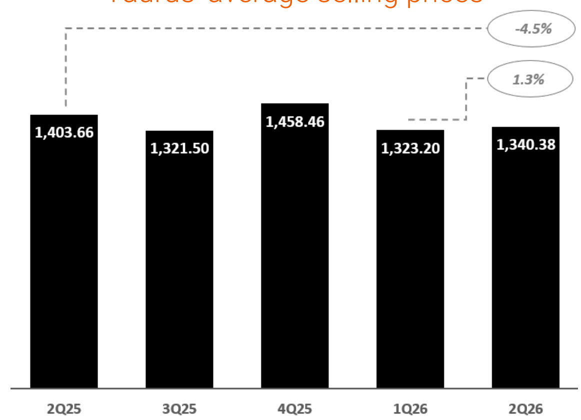


Revenues from **other countries** totaled R$ 32.6 million for the quarter, and R$ 52.4 million for the first half of the year. The year-over-year decline reflects lower export volumes, the appreciation of the local currency, and the schedule of larger contracts, whose deliveries are concentrated in the second half of 2026 and in 2027.

The geographic breakdown of the segment's revenues became more balanced in 2Q26. Although the United States remained the leading market, its share declined to 76.2%, compared with 77.2% in 2Q25 and 81.4% in the previous quarter. In contrast, Brazil increased its share to 13.8%, compared to 11.4% in 2Q25, while other countries accounted for 10.0%. For the first half of 1S26, the Brazilian market also gained share, rising from 10.3% to 13.1% of the segment's revenues, reflecting the strengthening of the Company's commercial operations in the country.

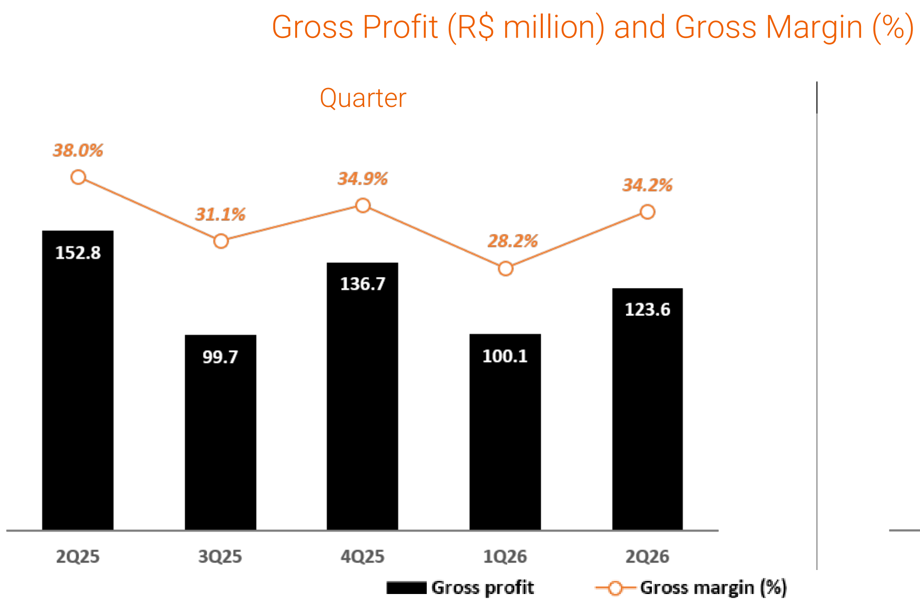
The average selling price stood at R$ 1,340.38 per firearm in 2Q26, a 1.3% increase compared to 1Q26, reflecting the higher share of higher-value-added products in the sales mix. Compared to 2Q25, however, the indicator showed a 4.5% decline, influenced by the appreciation of the Brazilian Real against the U.S. dollar, since most of the Company's sales are made abroad. The exchange rate effect also impacted the cumulative average price in 1H26, putting downward pressure — when expressed in the Brazilian currency — on the benefits resulting from the improvement in the product mix.

Taurus' average selling prices



Gross profit

In 2Q26, Taurus reported gross profit of R$ 123.6 million, with a 34.2% gross margin. Compared to 1Q26, gross profit grew by 23.5%, and the margin increased by 6.0 percentage points, reflecting a significant recovery in operating profitability. Compared to 2Q25, however, gross profit declined by 19.1%, and the margin decreased by 3.8 percentage points.



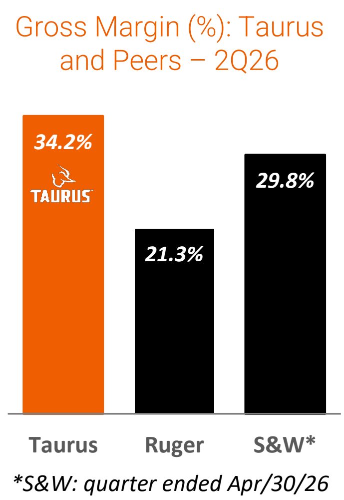
Cost of goods sold totaled R$ 237.3 million in 2Q26, down by 6.9% from 1Q26, and by 4.9% from 2Q25. The continued improvement in margin was driven chiefly by a more favorable sales mix, coupled with the recovery in production volume, which led to better dilution of fixed costs.

On a year-over-year basis, profitability was impacted by different tariff bases: although sales in the United States during most of 2Q25 were carried out with tariff-free imported products, 2Q26 still incorporated costs related to import tariffs at 50% and 10%, depending on when inventories were built up. Lower sales volume and the appreciation of the Brazilian currency against the U.S. dollar also contributed to the reduction in the margin.

In 1H26, COGS rose by 1.3%, below the 3.36% cumulative IPCA (equivalent to the inflation rate) for the period. Gross profit totaled R$ 223.7 million, with a 31.3% margin, compared to 35.4% in 1H25. The half-year performance still reflects the effects from 1Q26, a period marked by lower production and cost dilution, in addition to more onerous tariff conditions, as well as unfavorable exchange rate fluctuations compared to the same period of the previous year.

It is worth noting that the recognition of the refund of tariffs paid in the United States did not impact gross profit or the gross margin, since the amounts were booked as "other operating income."

The 34.2% gross margin achieved by Taurus in 2Q26 exceeded the gross margins reported by its main U.S. peers in their most recent earnings reports: 21.3% for Ruger and 29.8% for Smith & Wesson. For Smith & Wesson, the comparison is based on the quarter ended April 30, 2026 — the most recent period reported by the company — due to its different fiscal calendar. Although the metrics may reflect differences in product mix, manufacturing structure, and reporting periods, the comparison underscores the level of operating profitability achieved by Taurus during the quarter.



Operating expenses

Net operating expenses amounted to R$ 15.2 million in 2Q26, accounting for 4.2% of net operating revenues. This figure corresponds to an 86.7% decline when compared to 2Q25, and an 88.8% decline compared to 1Q26. For the first half of 2026, expenses totaled R$ 150.7 million, down by 35.0% from the same period the previous year, dropping from 30.8% to 21.1% of net revenues.

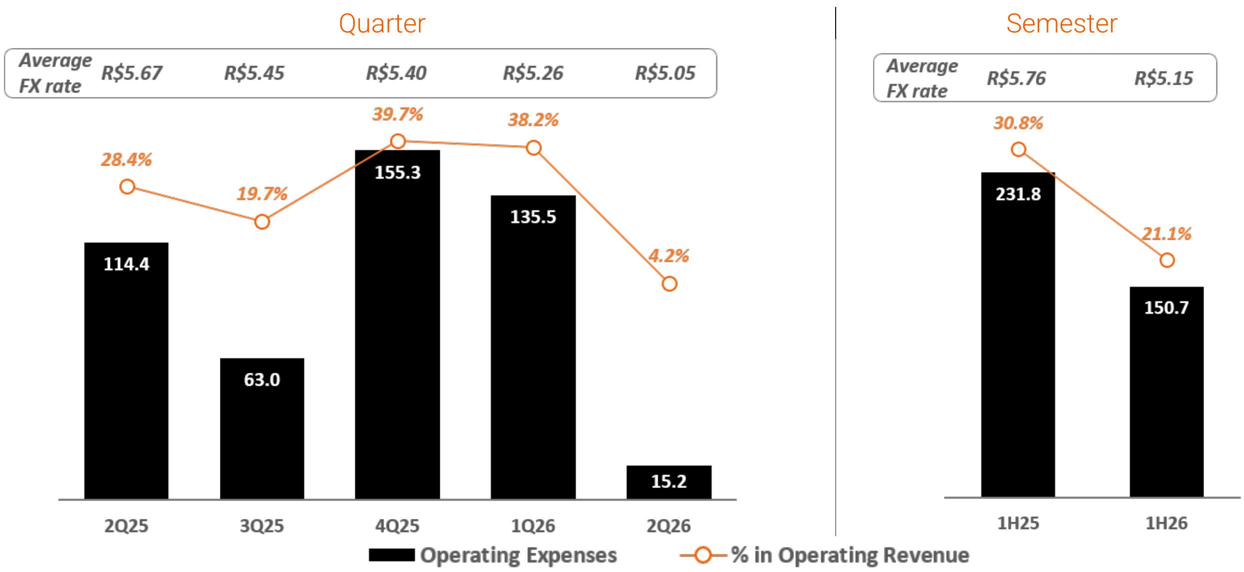
The main driver for this decrease was the recognition, under the caption “Other Operating Income”, of R$ 91.1 million related to the reimbursement of import tariffs paid by Taurus in the United States. As anticipated in the 1Q26 press release, the revision of the US tariff policy entitled the Company to a refund of the amounts collected under a structure that was subsequently deemed illegal. In 2Q26, other operating income totaled R$ 102.9 million and, after deducting other operating expenses, resulted in a net operating income of R$ 99.2 million, compared to R$ 7.5 million in 2Q25.

Since this relates to operating income, the refund of tariffs directly contributed to the improvement in operating income and EBITDA, without any effect on net revenues, cost of goods sold, gross profit, or gross margin. The funds received bolstered cash flow, and were used to reduce debt. The effects shall be detailed in the respective sections of this report.

	2Q26	2Q25	2Q26x2Q25 % Chg.	1Q26	2Q26x1Q26 % Chg.	1H26	1H25	1H26x1H25 % Chg.
Selling expenses	51.1	57.1	*-10.5%*	52.8	*-3.2%*	103.9	108.2	*-4.0%*
General and administrative expenses	63.5	62.2	*2.1%*	83.5	*-24.0%*	147.0	130.6	*12.6%*
Losses (income) due to non-recoverable assets	1.1	2.9	*-62.1%*	-0.7	-	0.4	4.4	*-90.9%*
Other operating (income)/expenses	-99.2	-7.5	*1222.7%*	1.0	-	-98.2	-10.0	*882.0%*
Equity pick-up	-1.3	-0.3	*333.3%*	-1.2	*8.3%*	-2.4	-1.3	*84.6%*
Operating expenses (SG&A)	**15.2**	**114.4**	***-86.7%***	**135.5**	***-88.8%***	**150.7**	**231.8**	***-35.0%***
Op. expenses / Net Op.Revenues (%)	*4.2%*	*28.4%*	*-24.2 p.p.*	*38.2%*	*-34.0 p.p.*	*21.1%*	*30.8%*	*-9.7 p.p.*
Average Ptax dollar exchange rate (R$)	*5.05*	*5.67*	*-10.9%*	*5.26*	*-4.9%*	*5.15*	*5.76*	*-10.6%*

The comparison with 1Q26 is also influenced by non-recurring events that occurred in both periods. While the first quarter was impacted by the full recognition of the expense related to a legal settlement in the United States, 2Q26 included the income related to the reimbursement of U.S. tariffs. For the first half of the year, both effects are reflected in the net operating expenses: the expense from the settlement recognized in 1Q26 was more than offset in the following quarter, by the recognition of the tariff proceeds.

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



Even when disregarding the import tariff refund of R$ 91.1 million, net operating expenses for 2Q26 would have decreased by 7.1% compared to 2Q25, reflecting the results from the cost-control initiatives and increased operational efficiency adopted by the Company.

Selling expenses totaled R$ 51.1 million in 2Q26, representing a 10.5% year-over-year decrease. Among other factors, this was influenced by the appreciation of the Brazilian Real against the U.S. dollar, taking into account the portion of expenses incurred in the US operation. In 1H26, these expenses declined by 4.0%, to R$ 103.9 million.

General and administrative expenses totaled R$ 63.5 million in 2Q26, representing a 2.1% increase compared to 2Q25, and a 23.9% decrease compared to 1Q26. For the first half of the year, these expenses totaled R$ 147.0 million, representing a 12.6% increase, driven by the legal settlement recognized in 1Q26 and, to a lesser extent, by the effects of the collective bargaining agreement and related charges recorded as of June.

EBITDA

EBITDA (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.

Taurus's EBITDA amounted to R$ 124.8 million in 2Q26, with a 34.6% margin, versus R$ 49.2 million and a 12.2% margin in 2Q25. The 153.7% growth and the 22.4 percentage point expansion in margin mainly reflect the recognition of the reimbursement of import tariffs, detailed under the caption "Operating expenses", in addition to the recovery in gross margin during the period.

In relation to 1Q26, when the Company reported negative EBITDA of R$ 20.1 million, the improvement was also driven by the resumption in production levels, coupled with the absence of non-recurring expenses related to the legal settlement, which had been fully recognized in the prior quarter.

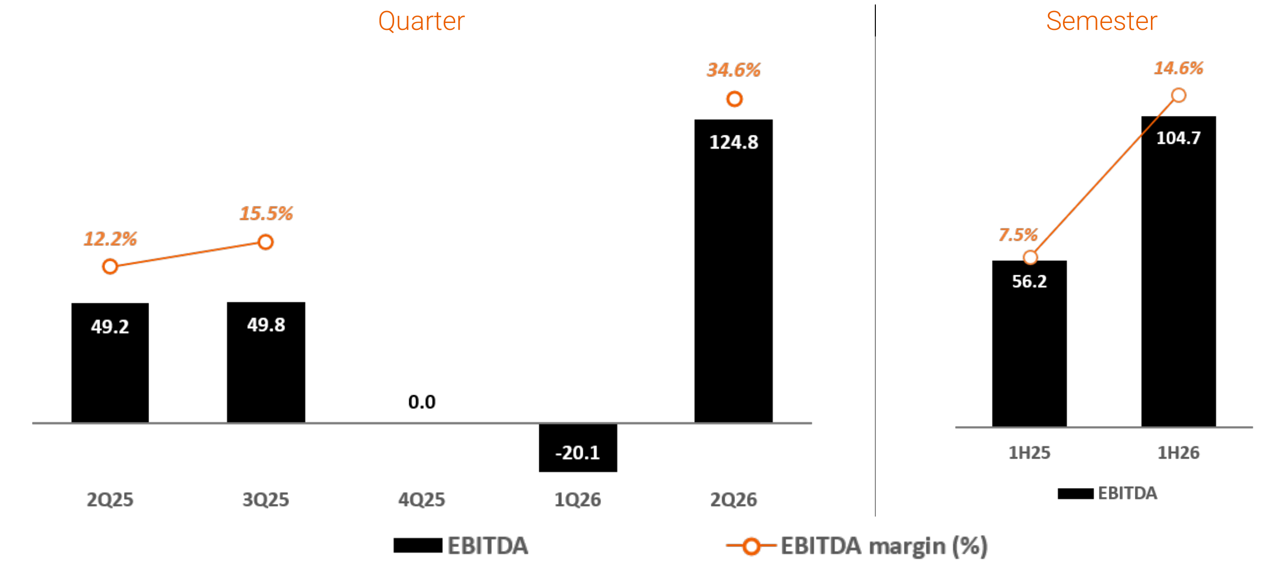
For the first half of 2026, EBITDA amounted to R$ 104.7 million, representing a year-on-year growth of 86.3%, whereas the margin rose from 7.5% to 14.6%. The half-year results include non-recurring items with opposing effects: the expense related to the legal settlement in 1Q26 and the recognition of the tariff reimbursement in 2Q26.

Calculation of adjusted EBITDA — Conciliation pursuant to ICVM 156/22

R$ million	2Q26	2Q25	*2Q26x2Q25 % Chg.*	1Q26	*2Q26x1Q26 % Chg.*	1H26	1H25	*1H26x1H25 % Chg.*
Net income/(loss)	97.4	33.2	*193.4%*	-36.6	-	60.8	51.8	*17.4%*
Taxes	2.4	11.1	*-78.4%*	9.1	*-73.6%*	11.5	8.6	*33.7%*
Net financial result	8.6	-5.9	-	-7.9	-	0.8	-26.5	-
Depreciation and amortization	16.4	10.8	*51.9%*	15.3	*7.2%*	31.7	22.3	*42.2%*
EBITDA	**124.8**	**49.2**	***153.7%***	**-20.1**	**-**	**104.7**	**56.2**	***86.3%***
EBITDA margin	*34.6%*	*12.2%*	*22.4 p.p.*	-	-	*14.6%*	*7.5%*	*7.1 p.p.*

Apart from those effects, the recovery in both gross margin and business activity compared to 1Q26 highlights the Company's ability to realign its industrial structure and product mix to market conditions.

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 2Q26, Taurus reported net financial expenses of R$ 8.6 million, reversing the net financial income of R$ 5.9 million recorded in 2Q25. This change primarily resulted from the lower contribution from foreign exchange fluctuations: the net positive balance from these items fell from R$ 16.2 million in 2Q25 to R$ 0.8 million in 2Q26.

This difference reflects the less volatile exchange rate throughout the quarter. Between March and June 2026, the dollar exchange rate fell by 0.8%, from R$ 5.22 to R$ 5.18, while during the same period in 2025, it declined by 4.9%, from R$ 5.74 to R$ 5.46. Thus, although the appreciation of the Brazilian currency continued to generate a positive net foreign exchange effect, its contribution was significantly lower in 2Q26.

R$ million	2Q26	2Q25	*2Q26x2Q25 % Chg.*	1Q26	*2Q26x1Q26 % Chg.*	1H26	1H25	*1H26x1H25 % Chg.*
(+) Financial income	**34.9**	**46.5**	*-24.9%*	**45.8**	*-23.8%*	**80.6**	**105.7**	*-23.7%*
Foreign exchange gains	*24.1*	*37.1*	*-35.0%*	34.6	*-30.3%*	*58.7*	*85.0*	*-30.9%*
Interest and other income	*10.8*	*9.4*	*14.9%*	11.2	*-3.6%*	*21.9*	*20.8*	*5.3%*
(-) Financial expenses	**43.5**	**40.7**	*6.9%*	**37.9**	*14.8%*	**81.4**	**79.3**	*2.6%*
Foreign exchange losses	*23.2*	*20.9*	11.0%	20.0	*16.0%*	*43.2*	*40.5*	6.7%
Interest,IOFand other expenses	*20.3*	*19.8*	2.5%	17.9	*13.4%*	*38.2*	*38.8*	-1.5%
(+/-) Net financial result	**-8.6**	**5.9**	-	**7.9**	-	**-0.8**	**26.5**	-
US dollar Ptax rate at the end of period (R$)	**5.18**	**5.46**	*-5.1%*	**5.22**	*-0.8%*	**5.18**	**5.46**	*-5.1%*

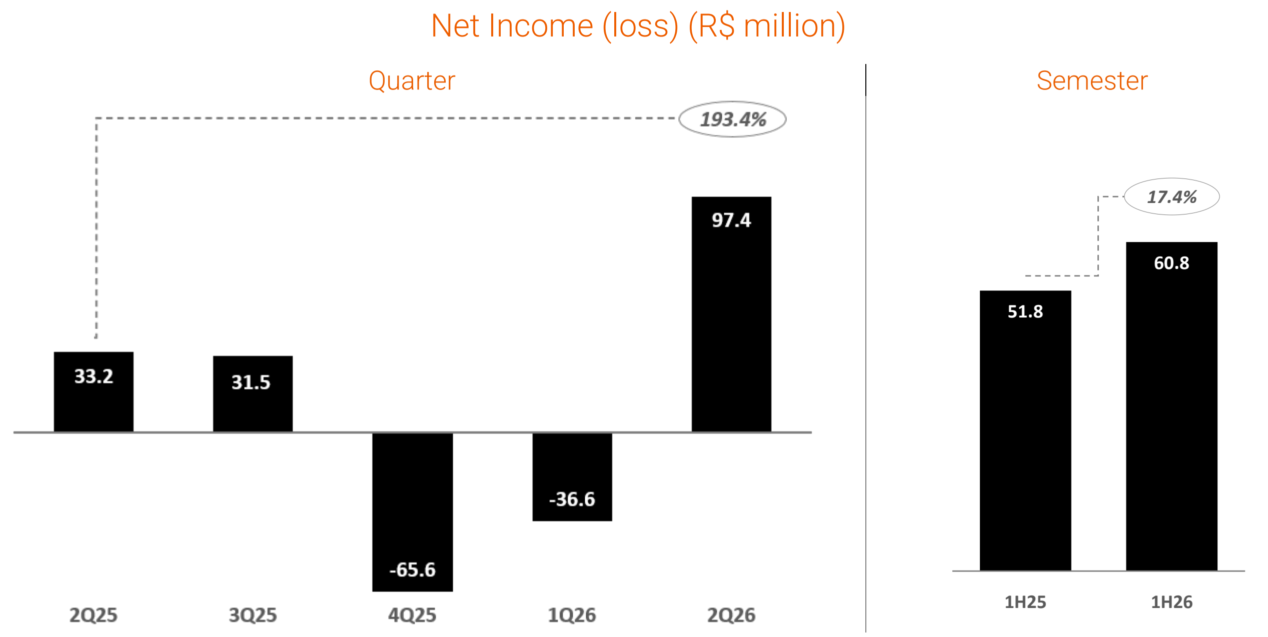
Financial income totaled R$ 34.9 million for the quarter, representing a 24.9% year-over-year decrease, primarily reflecting a 35.0% decline in foreign exchange gains. Financial expenses, in turn, rose by 6.9% to R$ 43.5 million, driven by increases in both foreign exchange losses and interest and other expenses.

For the first half of 2026, the financial result remained virtually balanced, with a net financial expense of R$ 0.8 million, compared to a net financial income of R$ 26.5 million in the first half of 2025. The positive balance from foreign exchange variations decreased from R$ 44.5 million to R$ 15.5 million, considering that, during the period from December 2025 to June 2026, the U.S. dollar exchange rate fell by 5.8% in 2026, from R$ 5.50 to R$ 5.18, compared to an 11.8% decline over the same period the previous year, from R$ 6.19 to R$ 5.46. This decline was partially offset by the lower net balance of interest and other items, which decreased from an expense of R$ 18.0 million in 1H25 to R$ 16.3 million in 1H26.

Net income

Taurus reported net income of R$ 97.4 million in 2Q26, representing a 193.4% growth when compared to the R$ 33.2 million recorded in 2Q25, and a reversal of the net loss of R$ 36.6 million recorded in the preceding quarter.

This performance was positively influenced by the recognition of import tariff refunds, the recovery in gross margin, and — compared to 1Q26 — the absence of non-recurring expenses related to a legal settlement. On a year-over-year basis, these effects more than offset the decline in gross profit and the reversal in financial results, which shifted from a net financial income of R$ 5.9 million to a net financial expense of R$ 8.6 million.



For the first half of 2026, net income amounted to R$ 60.8 million, representing a 17.4% growth when compared to the R$ 51.8 million reported for the first half of 2025. The half-year result includes both the expense related to the legal settlement, recognized in the first quarter of 2026, and the reimbursement of import tariffs recognized in the second quarter of 2026.

Debt

At the end of June 2026, Taurus's gross bank debt totaled R$ 734.2 million, down by 19.1% from the R$ 907.3 million recorded at the end of 2025. Compared to the end of 1Q26, when gross debt stood at R$ 859.2 million, the reduction stood at 14.5%.

The decrease reflects the amortization of loans over the course of the half-year, aided by the receipt of proceeds from the reimbursement of U.S. tariffs, as anticipated in the 1Q26 earnings release, in addition to the effect of the Brazilian Real's appreciation on the conversion of dollar-denominated debt. In U.S. dollars, gross debt fell from US$ 165.0 million at the end of 2025 to US$ 141.8 million in June 2026, representing a 14.1% decline, demonstrating that the change was not solely due to exchange rate effects.

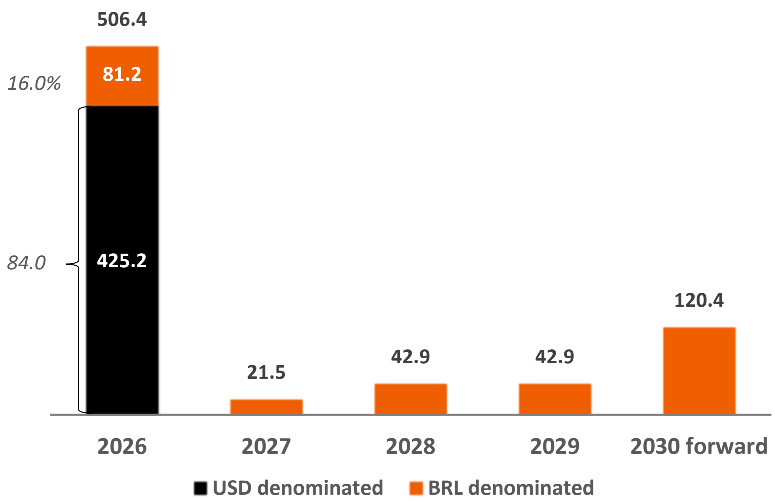
R$ million	**06/30/2026**	**12/31/2025**	***% Chg.***
Loans and financing	112.9	235.1	-52.0%
Taurus Armas S.A.	81.2	65.1	24.7%
Taurus USA	31.8	0.0	-
Foreign exchange drafts	393.5	427.0	-7.8%
Short term	**506.4**	**662.1**	**-23.5%**
Foreign exchange drafts + Loans and financing	227.8	245.2	-7.1%
Taurus Armas S.A.	227.8	245.2	-7.1%
Taurus USA	0.0	0.0	-
Long term	**227.8**	**245.2**	**-7.1%**
Gross debt	**734.2**	**907.3**	**-19.1%**
Cash and marketable securities	308.1	335.3	-8.1%
Net debt	**426.1**	**572.0**	**-25.5%**
US dollar Ptax rate at the end of period (R$)	**5.18**	**5.50**	**-5.9%**
Gross debt converted into dollars (US$ million)	**141.8**	**165.0**	**-14.1%**
Net debt converted into dollars (US$ million)	**82.3**	**104.0**	**-20.9%**

Cash and financial investments totaled R$ 308.1 million at the end of 2Q26. As a result, net debt was reduced to R$ 426.1 million, 25.5% below the R$ 572.0 million recorded in December 2025, and 21.3% lower than the R$ 541.1 million at the end of the previous quarter. In U.S. dollars, net debt fell from US$ 104.0 million to US$ 82.3 million during the first half of the year.

In terms of breakdown by currency, 57.9% of the gross debt was denominated in U.S. dollars at the end of June, compared to 65.8% in December 2025, whereas the remaining 42.1% consisted of transactions in Brazilian currency. The decrease in the share of foreign-currency debt reflects both debt amortization and the appreciation of the Brazilian currency during the period.

Short-term debt amounted to R$ 506.4 million, equivalent to 69.0% of gross debt. Of this amount, R$ 393.5 million corresponded to Advance on Foreign Exchange Contract (ACC) transactions, which may be renewed upon maturity. Excluding these transactions, debt with an effective short-term maturity amounted to R$ 112.9 million, equivalent to 15.4% of total gross debt. The long-term portion totaled R$ 227.8 million, with maturities spread from 2027 through 2030 and beyond.

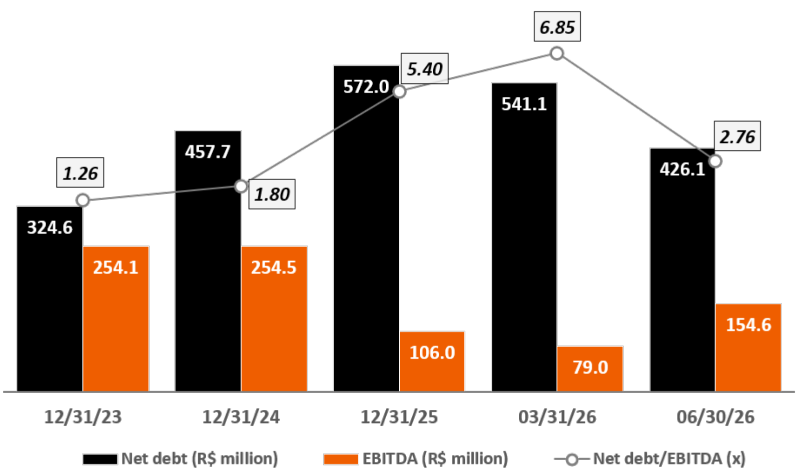
Bank debt profile (maturity and currency) - (R$ million)



The average cost of debt was 7.21% per year at the end of 2Q26, remaining at a competitive level. Financing linked to FINEP and the "Plano Brasil Soberano" (Brazil Sovereign Plan), which account for a significant portion of operations in Brazilian currency, carried an average cost of approximately 5.31% per year, contributing to the efficiency of the capital structure.

The combination of reduced net debt and the recovery in operating income led the Net Debt/EBITDA ratio — calculated based on EBITDA for the last 12 months — to decline from 6.85x in March 2026 to 2.76x at the end of 2Q26. The indicator thus returned to a level closer to the Company's historical levels, after having been under pressure in 2025, due to the simultaneous increase in net debt and decline in EBITDA.

Level of financial leverage Net debt/EBITDA



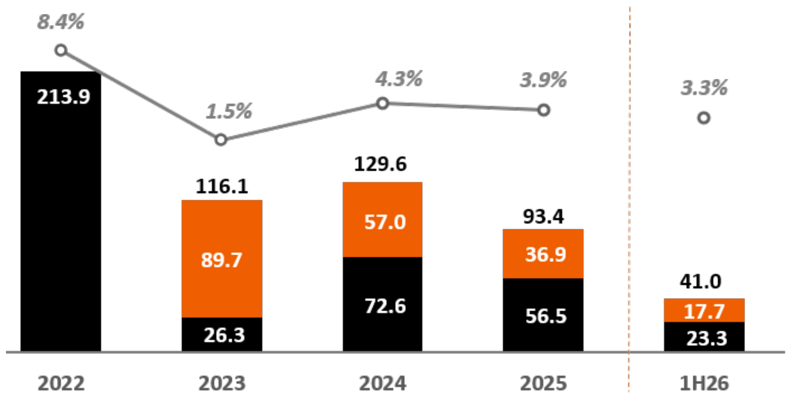
EBITDA for 2024 excludes expenses related to the floods in Rio Grande do Sul (R$ 1.9 million) | EBITDA as of March 31, 2026 and June, based on the last 12 months. Os valores de Ebitda em 31/03/2026 e 30/06/2026 correspondem aos acumulados dos 12 meses encerrados nas respectivas datas.

Capital Expenditures

In 1H26, Taurus's investments totaled R$ 41.0 million, accounting for 5.7% of net revenues for the period. From this amount, R$ 31.7 million went toward the acquisition of machinery, equipment, and tools, and R$ 9.3 million toward new product development.

Following the most intensive cycle of plant modernization and process improvement carried out between 2019 and 2022, the Company continues to focus its investments primarily on upgrading its industrial facilities, and on innovation — key pillars for the continuous enhancement of operational efficiency and the renewal of its product portfolio.

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



** The amount of Capex to be financed with funds from the 6th installment of the FINEP line, relating to investments made in 1H26, is preliminary, since, as of the date of this report, the supporting documentation was still under review by the institution.*

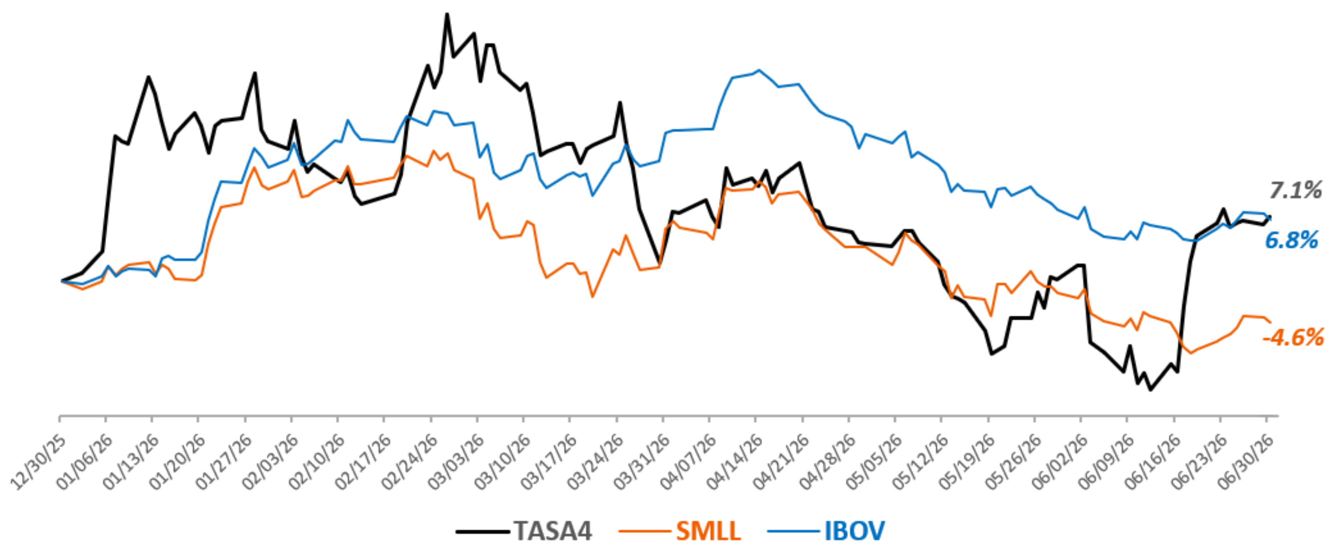
Capital Markets

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 June 2026, the Company held approximately 86,000 shareholders.

Date	TASA3*		TASA4*		TASA	TASA4 Treasury	Market cap.***	EV**
	(R$/share)	(No. shares)	(R$/share)	(No. shares)	(Total no. shares)	(No. shares)	(R$ million)	(R$ million)
12/31/25	$5.06	51,089,845	$4.67	88,208,032	139,297,877	98,273	$ 669,987.2	$ 1,234,945.2
06/30/26	$5.35	51,089,845	$5.00	88,208,032	139,297,877	15,285	$ 714,294.4	$ 1,133,403.4
% Chg.	***5.7%***	***0.0%***	***7.1%***	***0.0%***	***0.0%***	***-84.4%***	***6.6%***	***-8.2%***

** Closing price on that date, adjusted for dividends paid.*
*** 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 – 1H26
Base 100: closing date of 12/30/2025



This document may contain statements reflecting future prospects of the Company's business. The projections, results and their impact rely on estimates, information or methods that may be inaccurate and may not materialize. Such 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 are 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 suggested in forward-looking statements. Many of the factors that determine those results and amounts are beyond Taurus's control or foresight. The Company does not assume, and specifically refutes, any commitment to updating any forecasts, which make sense only on the date on which they were made.

Income Statement

R$ million	2Q26	2Q25	% Chg.	1Q26	% Chg.	1H26	1H25	% Chg.
Net revenues from sales of goods and/or services	**360.9**	**402.4**	***-10.3%***	**354.9**	***1.7%***	**715.8**	**751.5**	***-4.8%***
Cost of goods and/or services sold	-237.3	-249.6	*-4.9%*	-254.8	*-6.9%*	-492.1	-485.8	*1.3%*
Gross Profit	**123.6**	**152.8**	***-19.1%***	**100.1**	***23.5%***	**223.7**	**265.8**	***-15.8%***
Operating (expenses)/income	-15.2	-114.4	*-86.7%*	-135.5	*-88.8%*	-150.7	-231.8	*-35.0%*
Selling expenses	-51.1	-57.1	*-10.5%*	-52.8	*-3.2%*	-103.9	-108.2	*-4.0%*
General and administrative expenses	-63.5	-62.2	*2.1%*	-83.5	*-24.0%*	-147.0	-130.6	*12.6%*
Losses due to non-recoverable assets	-1.1	-2.9	*-62.1%*	0.7	-	-0.4	-4.4	*-90.9%*
Other operating income	102.9	8.9	*1056.2%*	1.6	*6331.3%*	104.5	12.3	*749.6%*
Other operating expenses	-3.7	-1.4	*164.3%*	-2.6	*42.3%*	-6.3	-2.3	*173.9%*
Equity from results of subsidiaries and affiliates	1.3	0.3	*333.3%*	1.2	*8.3%*	2.4	1.3	*84.6%*
Profit before financial income (expenses) and taxes	**108.4**	**38.4**	***182.3%***	**-35.4**	-	**73.0**	**33.9**	***115.3%***
Financial result	-8.6	5.9	-	7.9	-	-0.8	26.5	-
Financial income	34.9	46.5	*-24.9%*	45.8	*-23.8%*	80.6	105.7	*-23.7%*
Financial expenses	-43.5	-40.7	*6.9%*	-37.9	*14.8%*	-81.4	-79.3	*2.6%*
Earnings (loss) before taxes	**99.8**	**44.3**	***125.3%***	**-27.5**	-	**72.3**	**60.4**	***19.7%***
Income tax and social contribution	-2.4	-11.1	*-78.4%*	-9.1	*-73.6%*	-11.5	-8.6	*33.7%*
Current	-1.8	-7.3	*-75.3%*	-1.5	*20.0%*	-3.3	-5.1	*-35.3%*
Deferred	-0.5	-3.8	*-86.8%*	-7.6	*-93.4%*	-8.1	-3.5	*131.4%*
Consolidated net income (loss) for the period	**97.4**	**33.2**	***193.4%***	**-36.6**	***-366.1%***	**60.8**	**51.8**	***17.4%***
Attributed to shareholders of the parent company	97.4	33.2	*193.4%*	-36.6	*-366.1%*	60.8	51.8	*17.4%*
Earnings per share (R$/share)								
Basic earnings per share								
Common shares (ON)	*0.69944*	*0.25023*	*179.5%*	*-0.2630*	-	*0.43649*	*0.39761*	*9.8%*
Preferred shares (PN)	*0.70000*	*0.25070*	*179.2%*	*-0.2632*	-	*0.43678*	*0.39822*	*9.7%*
Diluted earnings per share								
Common shares (ON)	*0.69944*	*0.25023*	*179.5%*	*-0.2630*	-	*0.43649*	*0.39761*	*9.8%*
Preferred shares (PN)	*0.69973*	*0.24997*	*179.9%*	*-0.2632*	-	*0.43651*	*0.39711*	*9.9%*

Assets

R$ million	06/30/26	12/31/25	% Chg.
Total Assets	**2,427.1**	**2,586.4**	***-6.2%***
Current assets	**1,356.3**	**1,504.5**	***-9.9%***
Cash and cash equivalents	33.6	67.5	*-50.2%*
Cash and banks	16.0	13.8	*15.9%*
Highly-liquid short-term investments	17.6	53.8	*-67.3%*
Marketable securities	274.4	267.8	*2.5%*
Accounts receivable	239.8	247.2	*-3.0%*
Inventories	710.4	775.4	*-8.4%*
Recoverable taxes	53.7	75.4	*-28.8%*
Prepaid expenses	16.2	28.8	*-43.8%*
Other current assets	28.1	42.4	*-33.7%*
Non-current assets	**1,070.8**	**1,081.9**	***-1.0%***
Long-term receivables	161.8	170.4	*-5.0%*
Financial investments at amortized cost	0.0	0.0	-
Deferred taxes	65.0	73.1	*-11.1%*
Receivables from related-party	17.4	17.7	*-1.7%*
Other non-current assets	79.4	79.7	*-0.4%*
Investments	72.4	70.9	*2.1%*
Stake in jointly-controlled subsidiaries	16.0	14.5	*10.3%*
Other investments	0.0	0.0	-
Properties for investments	56.4	56.4	*0.0%*
Property, plant and equipment	652.8	650.3	*0.4%*
Fixed assets in operation	454.3	447.0	*1.6%*
Fixed assets in progress	198.5	203.3	*-2.4%*
Intangible assets	183.7	190.2	*-3.4%*

Liabilities

R$ million	06/30/26	12/31/25	% Chg.
Total Liabilities and Equity	**2,427.1**	**2,586.4**	***-6.2%***
Current Liabilities	**789.5**	**955.1**	***-17.3%***
Social and labor obligations	38.8	32.3	*20.1%*
Social obligations	7.2	8.2	*-12.2%*
Labor obligations	31.6	24.1	*31.1%*
Suppliers	137.5	113.3	*21.4%*
Local suppliers	71.1	60.4	*17.7%*
Foreign suppliers	66.4	53.0	*25.3%*
Taxes payable	48.8	53.4	*-8.6%*
Federal Taxes payable	48.5	53.1	*-8.7%*
Income tax and social contribution payable	0.5	0.4	*25.0%*
Other taxes	48.0	52.7	*-8.9%*
State tax payable	0.2	0.2	*0.0%*
Municipal tax payable	0.1	0.1	*0.0%*
Loans and financing	506.4	662.1	*-23.5%*
In local currency	81.2	65.1	*24.7%*
In foreign currency	425.2	597.0	*-28.8%*
Other accounts payable	37.2	54.8	*-32.1%*
Dividends and interest on equity payable	0.1	0.5	*-80.0%*
Derivative financial instruments	0.0	0.0	-
Advances from customers	13.9	12.4	*12.1%*
Other payables	23.2	41.9	*-44.6%*
Provisions	20.8	39.1	*-46.8%*
Provisions for tax, social security, labor and civil risks	13.6	32.0	*-57.5%*
Other provisions	7.2	7.1	*1.4%*
Noncurrent Liabilities	**353.1**	**383.9**	***-8.0%***
Loans and financing	227.8	245.2	*-7.1%*
In local currency	227.8	245.2	*-7.1%*
In foreign currency	0.0	0.0	-
Other accounts payable	49.2	63.1	*-22.0%*
Related-party liabilities	2.5	2.4	*4.2%*
Taxes payable	11.4	14.1	*-19.1%*
Suppliers	0.0	1.2	-
Derivativa - SWAP	0.2	3.6	*-94.4%*
Other accounts payable	35.1	41.8	*-16.0%*
Deferred taxes	16.3	16.7	*-2.4%*
Provisions	59.8	58.9	*1.5%*
Tax provisions	1.4	1.4	*0.0%*
Labor and social security provisions	39.6	38.5	*2.9%*
Civil provisions	15.2	15.2	*0.0%*
Other provisions	3.5	3.8	*-7.9%*
Consolidated Shareholders' Equity	**1,284.5**	**1,247.5**	***3.0%***
Share Capital	548.1	548.1	*0.0%*
Capital reserves	1.9	0.2	*850.0%*
Disposal of subscription warrants	9.9	9.9	*0.0%*
Stock options granted	38.0	37.5	*1.3%*
Treasury shares	-0.1	-1.3	*-92.3%*
Capital transactions	-45.9	-45.9	*0.0%*
Retained earnings	455.4	454.7	*0.2%*
Legal reserve	53.4	53.4	*0.0%*
Statutory reserve	267.5	266.7	*0.3%*
Retained earnings reserve	0.0	0.0	-
Tax incentive reserve	134.5	134.5	*0.0%*
Accumulated earnings/losses	61.0	0.0	-
Equity valuation adjustments	42.8	43.0	*-0.5%*
Accumulated translation adjustments	175.3	201.4	*-13.0%*

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.

<u>Importation fees imposed on Brazilian products by the U.S. Government</u>

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.

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.

Up to June 30, 2026, the Company had already received tariff-related refunds in the accumulated amount of US$17.9 million. On July 6, 2026, it received the last installment of approximately US$0.6 million, totaling US$18.5 million in refunds related to the claimed amounts.

Subsequently, after June 30, 2026, the United States implemented new tariff measures applicable to Brazilian products, including a surcharge of 25% beginning July 22, 2026 and an additional tariff of 12.5% as from July 24, 2026. Management has been monitoring the impacts of such measures on the Company’s operations while taking all actions required to mitigate the related effects (Note 33).

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 June 30, 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 June 30, 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 June 30, 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 August 11, 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 June 30, 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:

		Equity interest	
Company	**Country**	**2026**	**2025**
Taurus Armas SA	**Brazil**		
Taurus Holdings, Inc.	United States	**100.00%**	**100.00%**
Taurus International Manufacturing, Inc. (*)	United States	**100.00%**	**100.00%**
Heritage Manufacturing, Inc. (*)	United States	**100.00%**	**100.00%**
Braztech International, L.C., 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%**
Polimetal Metalurgia e Plásticos Ltda.	**Brazil**	**100.00%**	**100.00%**
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.

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.

<u>Change in Operating Segments</u>

Polimetal Metalurgia e Plásticos Ltda. has strategically changed its operating model, allocating most of its production outcome to the Firearms segment, especially to Taurus Armas. Due to this change, the company is no longer classified in "Other" and has been incorporated into the "Firearms" segment for segment reporting purposes.

In order to ensure the comparability of information, in conformity with CPC 22 (IFRS 8), the 2025 balances reported in Note "Operating Segments" were reclassified and restated according to the new segment reporting structure adopted.

Such reclassification did not affect the Company’s profit or loss.

	06.30.2025		Adjustment		06.30.2025 - Restated	
	Firearms	Other	Firearms	Other	Firearms	Other
	06-30-2025	06-30-2025	06-30-2025	06-30-2025	06-30-2025	06-30-2025
Foreign revenue	676,005	5,707	2,709	(2,709)	678,714	2,998
Cost of sales	(435,713)	(6,593)	(5,100)	5,100	(440,813)	(1,493)
Gross profit (loss)	240,292	(886)	(2,391)	2,391	237,901	1,505
Selling expenses	(97,232)	(894)	(138)	138	(97,370)	(756)
General and administrative expenses	(110,261)	(2,163)	(630)	630	(110,891)	(1,533)
Depreciation and amortization	(9,965)	(1,670)	(19)	19	(9,984)	(1,651)
Other operating income (expenses), net	9,983	1,534	1,584	(1,584)	11,567	(50)
Equity in earnings (losses)	502	798	798	(798)	1,300	-
	(206,973)	(2,395)	1,595	(1,595)	(205,378)	(3,990)
Operating profit (loss)	33,319	(3,281)	(796)	796	32,523	(2,485)
Finance income	102,128	212	193	(193)	102,321	19
Finance costs	(78,275)	(732)	(567)	567	(78,842)	(165)
Finance income (costs), net	23,853	(520)	(374)	374	23,479	(146)
Profit (loss) by reportable segment before income tax and social contribution	57,172	(3,801)	(1,170)	1,170	56,002	(2,631)
Income tax and social contribution	(5,898)	(687)	(82)	82	(5,980)	(605)
Profit (loss) for the period	51,274	(4,488)	(1,252)	1,252	50,022	(3,236)

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 June 30, 2026, the maximum credit risk exposure was as follows:

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Amortized cost				
Cash and cash equivalents	**33,611**	67,547	**21,273**	49,266
Short-term investments	**274,448**	267,790	**233,135**	237,290
Trade receivables	**239,824**	247,187	**155,367**	163,610
Escrow deposits	**60,522**	60,968	**60,368**	60,563
Intragroup loans	**17,441**	17,661	**103,403**	89,318
Total	**625,846**	661,153	**573,546**	600,047

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:

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Domestic - trade receivables	**93,944**	96,072	**73,333**	76,519
United States - trade receivables	**136,363**	143,118	**59,531**	66,848
Other countries	**39,781**	38,853	**39,187**	38,259
Total	**270,088**	278,043	**172,051**	181,626

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

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Trade receivables - public bodies	**8,792**	7,649	**8,792**	7,643
Trade receivables - distributors	**33,526**	42,057	**33,526**	42,057
Trade receivables – Related parties	**4,255**	21,878	**75,240**	48,882
Final customers	**223,515**	206,459	**54,493**	83,044
Total	**270,088**	278,043	**172,051**	181,626

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 June 30, 2026, the aging list of trade receivables and the allowance for expected credit losses are as follows:

						Consolidated
			06-30-2026			12-31-2025
	Portfolio	Allowance	% coverage	Portfolio	Allowance	% coverage
Current	**216,060**	**(6,955)**	**3.2%**	213,550	(3,095)	1.4%
0-30 days past due	**6,769**	**(1,288)**	**19.0%**	13,509	(854)	6.3%
31-60 days past due	**5,837**	**(736)**	**12.6%**	12,154	(1,750)	14.4%
61-90 days past due	**5,558**	**(654)**	**11.8%**	4,801	(389)	8.1%
91-180 days past due	**4,440**	**(419)**	**9.4%**	6,358	(772)	12.1%
181-360 days past due	**2,278**	**(913)**	**40.1%**	3,701	(551)	14.9%
Over one year past due	**29,144**	**(19,298)**	**66.2%**	23,970	(23,445)	97.8%
Total	**270,088**	(30,264)		**278,043**	(30,856)	

						Parent
			06-30-2026			12-31-2025
	Portfolio	Allowance	% coverage	Portfolio	Allowance	% coverage
Current	**71,166**	**(2,241)**	**3.1%**	116,338	(2,245)	1.9%
0-30 days past due	**59,554**	**(1,166)**	**2.0%**	31,502	(805)	2.6%
31-60 days past due	**15,961**	**(712)**	**4.5%**	11,446	(1,729)	15.1%
61-90 days past due	**5,473**	**(646)**	**11.8%**	2,304	(364)	15.8%
91-180 days past due	**2,164**	**(351)**	**16.2%**	3,447	(737)	21.4%
181-360 days past due	**2,786**	**(910)**	**32.7%**	2,157	(526)	24.4%
Over one year past due	**14,946**	**(10,658)**	**71.3%**	14,432	(11,610)	80.4%
Total	**172,051**	(16,684)		**181,626**	(18,016)	

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
	06-30-2026	12-31-2025	06-30-2026	12-31-2025
Amortized cost				
Cash and cash equivalents	**33,611**	67,547	**21,273**	49,266
Trade receivables	**239,824**	247,187	**155,367**	163,610
Short-term investments	**274,448**	267,790	**233,135**	237,290
Escrow deposits	**60,522**	60,968	**60,368**	60,563
Intragroup loans	**17,441**	17,661	**103,403**	89,318
Total	**625,846**	661,153	**573,546**	600,047
Amortized cost – liabilities				
Trade payables	**137,501**	114,548	**62,355**	55,698
Borrowings and financing	**340,679**	480,237	**308,924**	310,269
Foreign currency advances	**393,489**	427,058	**393,489**	427,058
Due to other related parties	**2,515**	2,390	**2,516**	2,390
Total	**874,184**	1,024,233	**767,284**	795,415
Fair value through profit or loss - liabilities				
Derivative financial instruments	**177**	3,552	**177**	3,552

Due to the short cycle, the Company's Management considers the fair value of cash and cash equivalents, of receivables from clients, of short-term investments, of trade payables and escrow deposits are close to their accounting values. This understanding is also applicable to loan facilities, financing arrangements, and foreign exchange advances, which are primarily recorded in current, with the long-term balance related to financing arrangements such as FINEP and Brasil Soberano — see details in note 19.

5.2 Liquidity risk

Liquidity risk is the risk related to the Company's difficulty to perform its obligations associated with its financial liabilities, which are settled in cash or using another financial asset.

Contractual maturities of financial liabilities, including payment of estimated interest, are as follows:

						Consolidated
						06-30-2026
	Carrying amount	Contractual cash flow	Up to 1 year	1-2 years	2-5 years	Over 5 years
Non-derivative financial liabilities						
Trade payables	137,491	137,491	137,491	-	-	
Borrowings and financing	340,679	406,311	132,088	67,748	121,123	85,352
Foreign currency advances	393,489	427,507	427,507		-	-
Due to other related parties	2,515	2,515	2,515	-	-	-
Derivative financial instruments						
Derivative instruments (liabilities)	177	177	-	-	177	-
	874,351	**974,001**	**699,601**	**67,748**	**121,300**	**85,352**

						Parent
						06-30-2026
	Carrying amount	Contractual cash flow	Up to 1 year	1-2 years	2-5 years	Over 5 years
Non-derivative financial liabilities						
Trade payables	62,355	62,355	62,355	-	-	-
Borrowings and financing	308,924	372,818	98,595	67,748	121,123	85,352
Foreign currency advances	393,489	427,507	427,507		-	-
Due to other related parties	2,515	2,515	2,515	-	-	-
Derivative financial instruments						
Derivative instruments (liabilities)	177	177	-	-	177	-
	767,460	**865,372**	**590,972**	**67,748**	**121,300**	**85,352**

5.3 Market risk

Market risk is the risk that changes in market prices, such as exchange and interest rates, impact the Company's and its subsidiaries' profit or loss or the amount of their shares in financial instruments. The purpose of market risk management is to manage and control market risk exposures, within acceptable parameters, while maximizing return.

The Company and its subsidiaries manage market risks based on the guidelines established by Management.

(i) Currency (foreign exchange) risk

The Company and its subsidiaries are subject to currency risk on sales, purchases and borrowings denominated in a currency other than the respective functional currencies of the Company's entities.

Sensitivity analysis of exchange rates

As at June 30, 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	**5.2000**	3.9000	2.6000
US dollar	Increase	**5.2000**	6.5000	7.8000

The current exchange rate for the US Dollar used by the Company as at June 30, 2026 was R$5.1766.

			Consolidated
	06-30-2026	**06-30-2026**	12-31-2025
	US$	**R$**	R$
Assets			
Trade receivables	**30,084**	**155,733**	161,327
Intragroup loans	**2,369**	**12,262**	12,002
Total assets	**32,453**	**167,995**	173,329
Liabilities			
Trade payables	**(12,827)**	**(66,402)**	(52,951)
Borrowings and financing	**(6,134)**	**(31,755)**	(169,968)
Foreign currency advances	**(76,013)**	**(393,489)**	(427,058)
Total liabilities	**(94,975)**	**(491,646)**	(649,977)
Net exposure	**(62,522)**	**(323,651)**	(476,648)

						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$**	**Variation by +/- 50% - in R$**
Assets						
Trade receivables	US dollar	3,306	26,778	**30,084**	(38,405)	(77,515)
Intragroup loans	US dollar	2,369	-	**2,369**	(3,024)	(6,103)
Total assets		**5,674**	**26,778**	**32,453**	**(41,429)**	**(83,618)**

		Operations based in Brazil	**US-based operations**	**Balance in 2026 - in US dollars**	**Variation by +/- 25% - in R$**	**Variation by +/- 50% - in R$**
Liabilities						
Trade payables	US dollar	(842)	(11,985)	**(12,827)**	(16,976)	(33,651)
Foreign currency advances	US dollar	(76,013)	-	**(76,013)**	(100,596)	(199,413)
Borrowings and financing	US dollar	-	(6,134)	**(6,134)**	(8,118)	(16,093)
Total liabilities		**(76,855)**	**(18,119)**	**(94,975)**	**(125,690)**	**(249,157)**
Total		**(71,181)**	**8,659**	**(62,522)**	**(82,426)**	**(164,020)**
Net Exposure Liability affecting Income (operations based in Brazil)				**(71,181)**	**(94,201)**	**(186,736)**
Net Exposure Liability affecting Other Comprehensive income (US-based operations)				**8,659**	**11,459**	**22,716**

			Parent
	06-30-2026	**06-30-2026**	12-31-2025
	US$	**R$**	R$
Assets			
Trade receivables	**16,273**	**84,237**	89,649
Intragroup loans	**2,344**	**12,133**	12,002
Total assets	**18,616**	**96,370**	101,651
Liabilities			
Trade payables	**(1,211)**	**(6,268)**	(7,517)
Foreign currency advances	**(76,013)**	**(393,489)**	(427,058)

Total liabilities	**(77,224)**	**(399,757)**	(434,575)
Net exposure	**(58,607)**	**(303,387)**	(332,924)

				Parent
		Balance in 2026 - in US dollars	Variation by +/- 25% - in R$	Variation by +/- 50% - in R$
Assets				
Trade receivables	US dollar	**16,273**	(20,774)	(41,928)
Intragroup loans	US dollar	**2,369**	(3,024)	(6,103)
Total assets		**18,641**	**(23,798)**	**(48,031)**
Liabilities				
Trade payables	US dollar	**(1,211)**	(1,602)	(3,177)
Foreign currency advances	US dollar	**(76,013)**	(100,596)	(199,413)
Total liabilities		**(77,224)**	**(102,198)**	**(202,589)**
Net Exposure Liability affecting Income		**(58,582)**	**(77,528)**	**(153,685)**

(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 June 30, 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 06-30-2026	Variation by +/- 25%	Variation by +/- 50%
CDI - decrease	14.15%	10.61%	7.08%
CDI - increase	14.15%	17.69%	21.23%
TJLP - increase	9.13%	11.41%	13.70%
SOFR day - increase	3.68%	4.60%	5.52%
6-month SOFR - decrease	3.67%	2.75%	1.84%
SELIC - increase	14.25%	17.81%	21.38%

				Consolidated Gain (loss)
	Index	Balance 06-30-2026	Variation by +/- 25%	Variation by +/- 50%
Assets				
Short-term investments	CDI - decrease	292,091	(10,340)	(20,651)
Intragroup loans - abroad	6-month SOFR - decrease	16,158	(149)	(296)
	Index	Balance 06-30-2026	Variation by +/- 25%	Variation by +/- 50%
Liabilities				
Borrowings	TJLP - increase	(159,969)	(3,647)	(7,311)
Borrowings	SOFR day - increase	(31,755)	(292)	(584)

				Parent Gain (loss)
	Index	Balance 06-30-2026	Variation by +/- 25%	Variation by +/- 50%

	Index	Balance 06-30-2026	Variation by +/- 25%	Variation by +/- 50%
Assets				
Short-term investments	CDI - decrease	248,391	(8,793)	(17,561)
Intragroup loans	CDI - decrease	60,680	(2,148)	(4,290)
Intragroup loans - abroad	6-month SOFR - decrease	16,158	(149)	(296)

	Index	Balance 06-30-2026	Variation by +/- 25%	Variation by +/- 50%
Liabilities				
Intragroup borrowings	CDI - increase	(2,516)	(89)	(178)
Borrowings	TJLP - increase	(159,969)	(3,647)	(7,311)

(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:

	Consolidated	
	06-30-2026	**12-31-2025**
Total borrowings and financing	**734,168**	907,295
Less: Cash and cash equivalents and short-term investments	**(308,059)**	(335,337)
Net debt (A)	**426,109**	571,958
Total equity (B)	**1,284,525**	1,247,456
Net debt-to-equity ratio as at June 30, 2026 and December 31, 2025 (A/B)	0.33	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 (Polimetal 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:

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	Firearms and Accessories		Helmets		Other		Total	
	06-30-2026	06-30-2025 Restated	**06-30-2026**	06-30-2025	**06-30-2026**	06-30-2025 Restated	**06-30-2026**	06-30-2025 Restated
Foreign revenue	**643,009**	678,714	**71,226**	69,827	**1,589**	2,998	**715,824**	751,539
Cost of sales	**(445,653)**	(440,813)	**(45,692)**	(43,478)	**(741)**	(1,493)	**(492,086)**	(485,784)
Gross profit (loss)	**197,356**	237,901	**25,534**	26,349	**848**	1,505	**223,738**	265,755
Selling expenses	**(87,452)**	(97,370)	**(16,355)**	(14,259)	**(392)**	(756)	**(104,199)**	(112,385)
General and administrative expenses	**(125,458)**	(110,891)	**(5,636)**	(6,500)	**(1,696)**	(1,533)	**(132,790)**	(118,924)
Depreciation and amortization	**(12,398)**	(9,984)	**(278)**	(241)	**(1,626)**	(1,651)	**(14,302)**	(11,876)
Other operating income (expenses), net	**99,704**	11,567	**(1,493)**	(1,468)	**(58)**	(50)	**98,153**	10,049
Equity in earnings (losses)	**2,448**	1,300	**-**	-	**-**	-	**2,448**	1,300
	(123,156)	(205,378)	**(23,762)**	(22,468)	**(3,772)**	(3,990)	**(150,690)**	(231,836)
Operating profit (loss)	**74,200**	32,523	**1,772**	3,881	**(2,924)**	(2,485)	**73,048**	33,919
Finance income	**77,590**	102,321	**3,003**	3,397	**18**	19	**80,611**	105,737
Finance costs	**(80,422)**	(78,842)	**(716)**	(268)	**(259)**	(165)	**(81,397)**	(79,275)
Finance income (costs), net	**(2,832)**	23,479	**2,287**	3,129	**(241)**	(146)	**(786)**	26,462
Profit (loss) by reportable segment before income tax and social contribution	**71,368**	56,002	**4,059**	7,010	**(3,165)**	(2,631)	**72,262**	60,381
Profit (loss) before income tax and social contribution	**71,368**	56,002	**4,059**	7,010	**(3,165)**	(2,631)	**72,262**	60,381
Income tax and social contribution	**(9,505)**	(5,980)	**(1,323)**	(2,006)	**(639)**	(605)	**(11,467)**	(8,591)
Profit (loss) for the period	**61,863**	50,022	**2,736**	5,004	**(3,804)**	(3,236)	**60,795**	51,790

	06-30-2026	12-31-2025	**06-30-2026**	12-31-2025	**06-30-2026**	12-31-2025	**06-30-2026**	12-31-2025
Assets from reportable segments	**2,071,383**	2,242,628	**121,756**	120,001	**233,931**	223,776	**2,427,070**	2,586,405
Liabilities from reportable segments	**1,098,850**	1,299,860	**27,339**	24,669	**16,356**	14,423	**1,142,545**	1,338,952

2025 – restated to reflect the change in the operating segment of Polimetal Metalurgia e Plásticos Ltda., previously classified in “Other” and, beginning December 2025, in the “Firearms” segment. See note 4.

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

	Firearms and Accessories		Helmets	
	06-30-2026	06-30-2025 Restated	**06-30-2026**	06-30-2025
Domestic market				
Southeast Region	**31,698**	30,453	**27,118**	22,249
South Region	**34,309**	30,485	**3,976**	5,331
Northeast Region	**5,121**	6,016	**21,842**	22,776
Midwest Region	**9,889**	3,979	**9,674**	10,702
North Region	**3,015**	1,684	**8,615**	8,769
	-	-	**-**	-
	84,032	72,617	**71,226**	69,827
Foreign market				
United States	**506,623**	543,588	**-**	-
South Africa	**3,885**	8,283	**-**	-
Germany	**456**	1,018	**-**	-
Saudi Arabia	**1,128**	2,768	**-**	-
Argentina	**2,135**	3,911	**-**	-
Burquina Faso	**1,988**	-	**-**	-
Chade	**-**	900	**-**	-
El Salvador	**540**	264	**-**	-
Ecuador	**2,825**	5,003	**-**	-
Philippines	**13,144**	5,740	**-**	-
France	**1,842**	1,375	**-**	-
Guatemala	**9,224**	5,985	**-**	-
Guiana	**2,378**	124	**-**	-
Honduras	**-**	6,295	**-**	-
India	**133**	186	**-**	-
Lebanon	**-**	717	**-**	-
Mexico	**-**	4,546	**-**	-
Mozambique	**-**	2,975	**-**	-
Pakistan	**3,481**	3,142	**-**	-
Peru	**3,747**	3,148	**-**	-
Poland	**443**	1,021	**-**	-
Czech Republic	**898**	596	**-**	-
Senegal	**-**	652	**-**	-
Uganda	**1,126**	828	**-**	-
Uruguay	**399**	-	**-**	-
Zambia	**428**	1,107	**-**	-
Other countries	**2,156**	1,925	**-**	-
			-	-
	558,977	606,097	**-**	-
Total net revenue	**643,009**	678,714	**71,226**	69,827

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 June 30, 2026, approximately 78.79% of consolidated revenues of the firearms segment derives from the US civilian market (80.41% as at June 30, 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	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Cash	**74**	80	**28**	36
Unsettled exchange bills (*)	**5,870**	2,294	**5,819**	2,257
Demand deposits	**10,024**	11,381	**170**	2,584
Short-term investments	**17,643**	53,792	**15,256**	44,389
Cash and cash equivalents	**33,611**	67,547	**21,273**	49,266

(*) 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.

		Consolidated		Parent	
	Interest rate	**06-30-2026**	**12-31-2025**	**06-30-2026**	**12-31-2025**
Bank certificates of deposit (CDBs)	96% to 102% of CDI	**274,448**	267,790	**233,135**	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	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Domestic trade receivables – third parties	**90,748**	76,818	**65,156**	53,835
Domestic trade receivables – related parties	**3,196**	19,254	**8,177**	22,684
Trade receivables abroad – third parties	**175,085**	179,347	**31,655**	78,909
Trade receivables abroad – related parties	**1,059**	2,624	**67,063**	26,198
	270,088	278,043	**172,051**	181,626
Expected allowance for domestic expected credit losses	**(9,853)**	(10,212)	**(2,203)**	(2,558)
Expected allowance for expected credit losses abroad	**(20,411)**	(20,644)	**(14,481)**	(15,458)
	(30,264)	(30,856)	**(16,684)**	(18,016)
	239,824	247,187	**155,367**	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:

	Consolidated	Parent
Balance as at December 31, 2025	**(30,856)**	**(18,016)**
Additions	**(2,187)**	**(2,037)**
Reversal of allowance for expected credit losses	**1,766**	**2,663**
Effects of exchange rate changes	**1,013**	**706**
Balance as at June 30, 2026	**(30,264)**	**(16,684)**

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.

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Finished products	**350,198**	462,468	**71,494**	56,700
Raw material	**361,387**	317,427	**212,181**	198,882
Work in process	**557**	146	**560**	146
Inventory advances	**10,190**	7,934	**9,584**	7,073
Allowance for inventory losses	**(11,917)**	(12,597)	**(2,374)**	(2,679)
	710,415	775,378	**291,445**	260,122

Variation in the allowance for inventory losses	Consolidated	Parent
Balance as at December 31, 2025	**(12,597)**	**(2,679)**
Addition	**(355)**	**(150)**
Reversal	**463**	**455**
Exchange rate changes	**572**	**-**
Balance as at June 30, 2026	**(11,917)**	**(2,374)**

11. Recoverable taxes

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
State VAT (ICMS)	**34,017**	35,892	**33,125**	34,763
Federal VAT (IPI)	**1,936**	23,872	**1,440**	23,387
Tax on revenue (PIS)	**579**	1,212	**411**	1,022
Tax on revenue (COFINS)	**3,071**	2,910	**2,122**	1,866
Income tax and social contribution	**32,949**	29,065	**20,629**	17,412
Other	**1,019**	1,017	**345**	346
Total	**73,571**	93,968	**58,072**	78,796
Current	**53,688**	75,409	**38,956**	60,944
Noncurrent	**19,883**	18,559	**19,116**	17,852

12. Other assets

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Advances to suppliers	**4,534**	13,080	**-**	1,580
Advances to employees	**4,644**	10,090	**1,492**	3,856
Advances for foreign bids	**6,237**	6,249	**6,237**	6,249
Escrow deposits (note 24)	**60,523**	60,968	**60,369**	60,563
Intragroup loans	**17,441**	17,661	**103,403**	89,318
Other receivables	**4,690**	6,131	**2,696**	1,427
Total	**98,069**	114,179	**174,197**	162,993
Current	**21,081**	35,395	**36,680**	28,168
Noncurrent	**76,988**	78,784	**137,517**	134,825

	Consolidated		Parent	
Breakdown of current assets	**06-30-2026**	**12-31-2025**	**06-30-2026**	**12-31-2025**
Due from other related parties	**-**	-	**26,565**	15,245
Other receivables	**21,081**	35,395	**10,115**	12,923
Breakdown of noncurrent assets				
Due from other related parties	**17,441**	17,661	**76,838**	74,073
Other receivables	**59,547**	61,123	**60,679**	60,752
Total	**98,069**	114,179	**174,197**	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	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
On income tax and social contribution losses				
Tax loss	8,433	8,435	-	-
Social contribution loss	3,036	3,036	-	-
On temporary differences - assets				
Impairment of property, plant and equipment	771	771	-	-
Other allowances, provisions and accruals	2,017	1,947	1,957	2,138
Realization of revaluation reserve	1,915	1,913	618	616
Allowance for inventory losses	963	1,000	807	911
Accrued profit sharing	2,454	2,733	2,444	2,680
Accrued commissions	1,548	4,054	1,295	3,887
Provision for civil, labor and tax risks	20,903	20,205	20,398	19,641
Provision for warranty	1,180	1,180	1,180	1,180
Provision for uncollectible receivables	6,973	7,462	6,731	7,203
Financial provisions	502	905	501	905
Tax provisions	5,482	5,594	4,422	4,534
Unrealized profit with related parties	11,951	17,025	-	-
Total deferred assets	**68,128**	**76,260**	**40,353**	**43,695**
On temporary differences - liabilities				
Goodwill on expected future earnings	(6,044)	(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)
Total deferred liabilities	**(19,474)**	**(19,855)**	**(3,166)**	**(3,166)**
Deferred asset balances	**64,962**	73,094	**37,187**	**40,529**
Deferred liability balances	**(16,308)**	(16,689)	-	-
Deferred assets, net	**48,654**	**56,405**	**37,187**	**40,529**

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**

	Consolidated	Parent
Opening balance of deferred taxes, net	56,405	40,529
Allocated to profit or loss	(8,131)	(3,342)
Translation adjustments into the presentation currency	380	-
Closing balance of deferred taxes, net	**48,654**	**37,187**

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 June 30, 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:

					Consolidated
	Income tax loss	Social contribution loss	Deferred income tax	Deferred social contribution	Total deferred taxes
Balance recognized as at 06/30/2026	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 2029	(3,585)	(3,585)	(896)	(323)	(1,219)
From 2030 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

				Six-month period ended
	Consolidated		Parent	
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Pretax profit (loss)	72,262	60,381	65,125	66,536
Income tax and social contribution at combined tax rates	(24,569)	(20,530)	(22,142)	(22,622)
Permanent additions				
Non-deductible expenses	(1,348)	(1,677)	(1,343)	(1,670)
Profit sharing – Statutory and CLT officers	(747)	(1,051)	(747)	(1,051)
Insurance - Statutory and CLT officers	(24)	(23)	(24)	(17)
Equity income	832	442	18,053	(7,962)
Donations/sponsorship	(263)	(273)	(226)	(238)
Permanent deductions				
Reintegra	84	104	84	104
Interest on tax unduly paid	197	2,707	197	2,697
Share-based payment plan	1,029	1,150	1,029	1,150
Benefit – research and technological innovation expenses - Law 11196/05	-	855	-	855
Worker's Meal Program (PAT)	89	532	38	474
Deferred income tax and social contribution unrecognized on subsidiaries	14,324	(2,715)	-	-
Current and deferred income tax and social contribution from prior years	-	13,529		13,529
Other (additions)/deductions	(1,071)	(1,641)	751	5
Income tax and social contribution in profit or loss for the period	**(11,467)**	**(8,591)**	**(4,330)**	**(14,746)**
Current	(3,336)	(5,065)	(988)	(12,843)
Deferred	(8,131)	(3,526)	(3,342)	(1,903)
	(11,467)	(8,591)	**(4,330)**	(14,746)

				Three-month period ended
	Consolidated		Parent	
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Pretax profit	99,777	44,294	99,559	(43,451)
Income tax and social contribution at combined tax rates	(33,924)	(15,060)	(33,850)	14,774
Permanent additions				
Non-deductible expenses	(623)	(729)	(622)	(795)
Profit sharing – Statutory and CLT officers	(747)	(1,051)	(747)	-
Insurance – Statutory and CLT officers	(6)	(23)	(8)	(19)
Equity income	440	89	30,152	(11,470)
Donations/sponsorship	(91)	(122)	(72)	(39)
Transfer pricing adjustments	-	-	-	(102)
Permanent deductions				
Reintegra	47	62	47	798
Interest on tax unduly paid	48	1,026	48	(43)
Share-based payment plan	66	780	66	-
Benefit – research and technological innovation expenses - Law 11196/05	-	855	-	4,373
Worker's Meal Program (PAT)	53	532	38	135
Deferred income tax and social contribution unrecognized on subsidiaries	30,428	3,656	-	-
Effect of income tax and social contribution credits	-	-	-	(2,991)
Other (additions)/deductions	1,946	(1,146)	2,802	7
Income tax and social contribution in profit or loss for the period	**(2,363)**	**(11,131)**	**(2,146)**	**4,628**
Current	(1,836)	(7,331)	(988)	689
Deferred	(527)	(3,800)	(1,158)	3,939
	(2,363)	**(11,131)**	**(2,146)**	**4,628**

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:

								Consolidated
				06-30-2026				06-30-2025
	Basis	25%	9%	Total	Basis	25%	9%	Total
Temporary differences								
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
On income tax and social contribution losses								
Income tax and social contribution losses	255,099	63,775	22,959	86,734	289,434	72,359	26,049	98,408
	338,562	**84,641**	**30,470**	**115,111**	**372,896**	**93,225**	**33,560**	**126,785**

14. Assets held for sale

In thousands of reais	Consolidated 06-30-2026	Consolidated 12-31-2025
Buildings, land and improvements – Taurus Blindagens Nordeste	7,000	7,000
Total held-for-sale noncurrent assets	**7,000**	**7,000**

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)	06-30-2026	12-31-2025
Current assets	52,908	592,043	-	4,441	15,696	7,190	262		
Noncurrent assets	7,077	124,409	-	688	308,822	2,430	-		
Current liabilities	41,860	196,175	-	-	12,630	9,694	938		
Noncurrent liabilities	62	34,376	-	290	12,323	17	791		
Capital	5,387	1,578	56,943	7,148	291,956	2,571	293,638		
Equity	18,063	485,901	-	4,839	299,565	(91)	(1,467)		
Net revenue	14,034	506,623	-	1,604	3,113	1,218	-		
Profit (loss) for the period	4,413	42,168	-	159	82	(1,188)	(96)		
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)	-	**746,370**	**903,206**
Profit (loss) of subsidiaries	**2,162**	**42,168**	**-**	**78**	**83**	**(1,187)**	**(96)**	**43,208**	**(109,097)**
Exchange rate variation on investments	**(831)**	**(25,192)**	**-**	**(150)**	**(2)**	**-**	**-**	**(26,175)**	**(72,860)**
Unrealized profit on inventories	**-**	**9,974**	**-**	**-**	**-**	**(127)**	**-**	**9,847**	**23,964**
Equity adjustment from investee reclassification	**-**	**-**	**-**	**45**	**-**	**-**	**-**	**45**	**171**
Reclassification to provision for negative equity (1)	**-**	**-**	**-**	**-**	**-**	**-**	**96**	**96**	**986**
Closing balances	**8,849**	**464,226**	**-**	**2,373**	**299,566**	**(1,620)**	**-**	**773,391**	**746,370**

(1) The balance of investment of subsidiary Taurus Máquinas-Ferramenta Ltda. (R$96) 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$23,200, net of taxes as at June 30, 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:

		Parent		Consolidated
	Companhia Brasileira de Cartuchos Taurus Arábia Saudita, LLC.	**Jindal Defense Systems Private Limited**	**Taurus JM Indústria de Peças**	**Total**
Equity	4,839	18,063	9,328	
Interest %	49%	49%	51%	
Investment by equity	2,371	8,851	4,757	**15,979**
Profit for the period	159	4,412	320	
Equity income	78	2,162	163	**2,403**
Transaction flows				
December 31, 2025	2,400	7,518	4,594	**14,512**
Equity income	78	2,162	163	2,403
Exchange rate variation on investments	(150)	(832)	-	(982)
June 30, 2026	**2,328**	**8,848**	**4,757**	**15,933**

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

Taurus JM Indústria de Peças Ltda.
Composed of subsidiary Polimetal Metalurgia e Plásticos Ltda and Sicura Comércio e Produtos de Metal Ltda, the Joint Venture Taurus JM Indústria de Peças Ltda. is engaged in the manufacture of parts and components for firearms.

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.

TAURUS JM INDÚSTRIA DE PEÇAS LTDA.
BALANCE SHEET AS AT JUNE 30, 2026
In thousands of Brazilian reais

Assets			**Liabilities**		
Current	**Jun/26**	**Dec/25**	**Current**	**Jun/26**	**Dec/25**
Cash and cash equivalents	65	47	Trade payables	14,821	14,977
Trade receivables	9,369	9,803	Payroll and related taxes	680	835
Inventories	1,815	2,176	Taxes, fees and contributions	5,062	4,843
Recoverable taxes	2,756	2,418	Financial loan	1,510	2,809
Intragroup loans	2	17	Other payables	1,200	1,271
Other receivables	1,823	1,919		23,273	24,735
	15,830	16,380	**Noncurrent**		
			Deferred tax liabilities	27	27
			Parent and subsidiaries	3,452	3,279
Noncurrent				3,479	3,306
Deferred tax assets	1,607	1,685	**Total liabilities**	26,752	28,041
Related parties	2,516	2,390			
Other receivables	20	20	**Equity**		
	4,143	4,095	Capital	4,629	4,629
			Advance for future capital increase	7,296	7,296
			Accumulated losses	(2,597)	(2,917)
Property, plant and equipment	16,107	16,574	**Total equity**	9,328	9,008
Total assets	**36,080**	**37,049**	**Total liabilities and equity**	**36,080**	**37,049**

TAURUS JM INDÚSTRIA DE PEÇAS LTDA.
STATEMENT OF PROFIT AND LOSS AS AT JUNE 30, 2026
In thousands of Brazilian reais

	Jun/26	**Jun/25**
Revenue from sales and/or services	4,742	8,884
Cost of sales and/or services	(3,513)	(5,687)
General and administrative expenses	(554)	(725)
Other operating (expenses) income, net	(137)	(80)
Profit before finance income (costs), net, share of profit (loss) of subsidiaries, and taxes	**538**	**2,392**
Finance income	162	169
Finance costs	(231)	(206)
Finance income (costs), net	**(69)**	**(37)**
Operating income before taxes	**469**	**2,355**
Income tax and social contribution	(72)	(573)
Deferred income tax and social contribution	(77)	(217)
Profit (loss) for the period	**320**	**1,565**

Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC.

Composed of the parent Taurus Armas S.A., together with its related party Companhia Brasileira de Cartuchos (CBC), the Joint Venture is part of the strategies to internationalize its activities to promote business opportunities in Saudi Arabia.

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 JUNE 30, 2026
In thousands of Brazilian reais

Assets			Liabilities		
Current	**Jun/26**	**Dec/25**	**Current**	**Jun/26**	**Dec/25**
Cash and cash equivalents	2,666	2,951	Payroll and related taxes	290	270
Trade receivables	1,523	937	Other payables	-	26
Prepaid expenses	252	639	Taxes, fees and contributions	-	125
	4,441	4,527		290	421
Noncurrent					
Deferred tax assets	671	734			
	671	734	**Equity**		
			Capital	7,148	7,610
Property, plant and equipment	17	55	Accumulated losses	(2,309)	(2,715)
			Total equity	4,839	4,895
Total assets	**5,129**	**5,316**	**Total liabilities and equity**	**5,129**	**5,316**

Companhia Brasileira de Cartuchos Taurus Arábia Holding, LLC.
STATEMENT OF PROFIT AND LOSS AS AT JUNE 30, 2026
In thousands of Brazilian reais

	Jun/26	**Jun/25**
Revenue from sales and/or services	1,604	1,808
Cost of sales and/or services	(330)	(188)
General and administrative expenses	(1,116)	(1,479)
Other operating (expenses) income, net	-	(11)
Profit before finance income (costs), net, share of profit (loss) of subsidiaries, and taxes	**158**	**130**

Jindal Defence Systems Private Limited

Composed of the parent Taurus Armas S/A and Jindal Defence Trading Private Limited for establishing a Joint Venture known as Jindal Defence Systems Private Limited, it is mainly engaged in developing, manufacturing and providing high-quality defense solutions to the Indian Armed Forces and international customers.

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 JUNE 30, 2026
In thousands of Brazilian reais

Assets			Liabilities		
Current	**Jun/26**	**Dec/26**	**Current**	**Jun/26**	**Dec/26**
Cash and cash equivalents	1,243	852	Trade payables	1,480	1,390
Trade receivables	282	322	Taxes, fees and contributions	5,111	6,209
Inventories	4,781	4,370	Borrowings	23,019	24,510
Advances to suppliers	1,500	887	Advances to customers	12,074	4
Recoverable taxes	2,619	1,354	Other payables	177	183

Collateral deposits	42,483	31,766	**Noncurrent**	41,861	32,296
	52,908	39,551	Employee benefits	61	69
				61	69
Noncurrent			**Total liabilities**	41,922	32,365
Collateral deposits	323	361	**Equity**		
Deferred tax assets	24	27	Capital	5,387	6,031
	347	388	Equity adjustment	8,321	3,364
			Accumulated losses	4,355	5,951
Property, plant and equipment	6,730	7,772	**Total equity**	18,063	15,346
Total assets	**59,985**	**47,711**	**Total liabilities and equity**	**59,985**	**47,711**

Jindal Defence Systems Private Limited
STATEMENT OF PROFIT AND LOSS AS AT JUNE 30, 2026
In thousands of Brazilian reais

	Jun/26	**Jun/26**
Revenue from sales and/or services	14,034	9,713
Cost of sales and/or services	(4,004)	(4,135)
General and administrative expenses	(3,611)	(2,826)
Profit before finance income (costs), net and taxes	**6,419**	**2,752**
Finance income	831	512
Finance costs	(854)	(1,508)
Finance income (costs), net	**(23)**	**(996)**
Operating income before taxes	**6,396**	**1,756**
Income tax and social contribution	(1,983)	(860)
Profit (loss) for the period	**4,413**	**896**

16. Investment property

Investment properties are held to earn income and/or obtain capital appreciation and are measured at fair value, with gains and losses arising therefrom recognized in profit or loss for the period

		Consolidated
	06-30-2026	**12-31-2025**
Land	54,695	54,695
Buildings	1,704	1,704
	56,399	**56,399**

The investment properties refer to the Company’s former industrial complex, located in Porto Alegre (RS), which is currently not occupied.

The fair value measurement is based on a report prepared by independent qualified appraisers, as adjusted as at December 31, 2025. For the period ended June 30, 2026, Management reviewed the assumptions and factors considered in such measurement process and did not identify any relevant changes that could justify a review of the amounts recorded, which are still adequate on that date.

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:

Group	Useful life
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

Consolidated

Cost or deemed cost	**Land**	**Buildings**	**Machinery and facilities**	**Furniture and computers**	**Vehicles**	**Other**	**PP&E in progress**	**Advances to suppliers**	**Leases / right of use**	**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	**28,117**	**185,368**	**442,508**	**38,959**	**786**	**994**	**203,315**	**5,531**	**45,264**	**950,842**
Additions	-	3	3,495	94	-	-	26,987	1,197	(1)	31,775
Write-offs	-	-	(6,544)	(400)	-	-	-	(187)	-	(7,131)
Transfers	-	2,526	30,328	885	-	-	(32,845)	(894)	-	-
Effect of changes in exchange rates	(206)	(1,808)	(2,905)	(589)	(9)	-	(240)	-	(2,657)	(8,414)
Balance as at June 30, 2026	**27,911**	**186,089**	**466,882**	**38,949**	**777**	**994**	**197,217**	**5,647**	**42,606**	**967,072**
Depreciation										
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	**-**	**(70,803)**	**(188,152)**	**(21,592)**	**(559)**	**(696)**	**-**	**-**	**(18,775)**	**(300,577)**
Depreciation for the period	-	(3,461)	(13,946)	(1,426)	(32)	(81)	-	-	(2,242)	(21,188)
Write-offs	-	1	1,786	287	-	-	-	-	-	2,074
Effect of changes in exchange rates	-	357	3,409	580	9	-	-	-	1,096	5,451
Balance as at June 30, 2026	**-**	**(73,906)**	**(196,903)**	**(22,151)**	**(582)**	**(777)**	**-**	**-**	**(19,921)**	**(314,240)**
Carrying amount										
December 2025	28,117	114,565	254,356	17,367	227	298	203,315	5,531	26,489	650,265
June 2026	**27,911**	**112,183**	**269,979**	**16,798**	**195**	**217**	**197,217**	**5,647**	**22,685**	**652,832**

(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 Decatour 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 Decatour 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 June 30, 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 June 30, 2026 related to this transaction is R$22.7 million.

Cost or deemed cost	Buildings	Machinery and facilities	Furniture and computers	Vehicles	Other	PP&E in progress	Advances to suppliers	Leases / rights of use	Parent Total
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	**63,131**	**343,798**	**24,181**	**33**	**994**	**117,983**	**4,201**	**380**	**554,701**
Additions	-	400	84	-	-	13,186	-	-	13,670
Write-offs	-	(6,543)	(393)	-	-	-	-	-	(6,936)
Transfers	2,526	28,698	882	-	-	(30,878)	(1,228)	-	-
Balance as at June 30, 2026	**65,657**	**366,353**	**24,754**	**33**	**994**	**100,291**	**2,973**	**380**	**561,435**
Depreciation									
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	**(27,840)**	**(127,113)**	**(9,452)**	**(33)**	**(696)**	**-**	**-**	**(291)**	**(165,425)**
Depreciation for the period	(1,269)	(11,074)	(1,127)	-	(81)	-	-	(38)	(13,589)
Write-offs	-	1,783	281	-	-	-	-	-	2,064
Balance as at June 30, 2026	**(29,109)**	**(136,404)**	**(10,298)**	**(33)**	**(777)**	**-**	**-**	**(329)**	**(176,950)**
Carrying amount									
December 2025	35,291	216,685	14,729	-	298	117,983	4,201	89	389,276
June 2026	36,548	229,949	14,456	-	217	100,291	2,973	51	384,485

<u>PP&E in progress</u>

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 2026.

<u>Collateral</u>

As at June 30, 2026, the Company pledged the amount of R$42.9 million in assets as collateral for the funds obtained from the financial institutions.

18. Intangible assets

<u>Goodwill</u>
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.

<u>Other intangible assets</u>
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.

Consolidated

	Software	Trademarks and patents	Customer relationship	Goodwill	Product development	Intangible assets in progress	Total
Cost							
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	**99,631**	**28,694**	**23,835**	**49,602**	**8,770**	**57,454**	**267,986**
Acquisitions	-	-	-	-	432	7,818	8,250
Transfers	10,009	-	-	-	17,144	(27,153)	-
Effect of changes in exchange rates	(2,934)	(1,029)	(1,379)	(1,005)	(357)	(46)	(6,750)
Balance as at June 30, 2026	**106,706**	**27,665**	**22,456**	**48,597**	**25,989**	**38,073**	**269,486**
Amortization							
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	**(41,271)**	**(7,388)**	**(23,835)**	**-**	**(5,250)**	**-**	**(77,744)**
Amortization for the period	(9,152)	-	-	-	(1,399)	-	(10,551)
Effect of changes in exchange rates	978	-	1,379	-	187	-	2,544
Balance as at June 30, 2026	**(49,445)**	**(7,388)**	**(22,456)**	**-**	**(6,462)**	**-**	**(85,751)**
Carrying amount							
December 2025	58,360	21,306	-	49,602	3,520	57,454	190,242
June 2026	**57,261**	**20,277**	**-**	**48,597**	**19,527**	**38,073**	183,735

Parent

	Software	Trademarks and patents	Product development	Intangible assets in progress	Total
Cost					
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	**48,023**	**9,485**	**2,735**	**56,666**	**116,909**
Acquisitions	-	-	432	7,757	8,189
Transfers	10,009	-	17,144	(27,153)	-
Balance as at June 30, 2026	**58,032**	**9,485**	**20,311**	**37,270**	**125,098**
Amortization					
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	**(23,874)**	**(6,840)**	**(2,093)**	**-**	**(32,807)**
Amortization for the period	(5,361)	-	(1,264)	-	(6,625)
Balance as at June 30, 2026	**(29,235)**	**(6,840)**	**(3,357)**	**-**	**(39,432)**
Carrying amount					
December 2025	24,149	2,645	642	56,666	84,102
June 2026	**28,797**	**2,645**	**16,954**	**37,270**	**85,666**

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 June 30, 2026 is as follows:

Cash-generating unit	2026
Firearms & Accessories	49,602
Total CGU	**49,602**

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:

	WACC discount rate	Average growth rate between 2026 and 2030	WACC discount rate	Average growth rate
Cash-generating unit		**12/31/2025**		**12/31/2024**
Firearms	13.80%	8.30%	13.30%	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:

							Consolidated
				06-30-2026		12-31-2025	
	Currency	**Statutory interest rate**	**Maturity year**	**Contractual amount**	**Carrying amount**	**Contractual amount**	**Carrying amount**
BNDES	R$	3.53% p.a.	2030	**100,000**	**98,798**	100,000	99,845
FINEP	R$	TJLP (-) 0.385% p.a.	2035	**175,711**	**159,969**	169,112	160,194
BNDES - ABC	R$	7.93% p.a.	2026	**50,000**	**50,157**	50,000	50,230
Foreign exchange advance	U$	7.90 % to 10.00% p.a.	2026	**390,657**	**393,489**	418,116	427,058
Working capital - Taurus USA	U$	SOFR day +1.95% p.a.	2026	**31,755**	**31,755**	169,968	169,968
				Total	**734,168**		**907,295**
				Current liabilities	**506,401**		**662,127**
				Noncurrent liabilities	**227,767**		**245,168**
					734,168		**907,295**

							Parent
				06-30-2026		12-31-2025	
	Currency	**Statutory interest rate**	**Maturity year**	**Contractual amount**	**Carrying amount**	**Contractual amount**	**Carrying amount**
BNDES	R$	3.53% p.a.	2030	**100,000**	**98,798**	100,000	99,845
FINEP	R$	TJLP (-) 0.385% p.a.	2035	**175,711**	**159,969**	169,112	160,194
BNDES - ABC	R$	7.93% p.a.	2026	**50,000**	**50,157**	50,000	50,230
Foreign exchange advance	U$	7.90 % to 10.00% p.a.	2026	**390,657**	**393,489**	418,116	427,058
				Total	**702,413**		**737,327**
				Current liabilities	**474,646**		**492,159**
				Noncurrent liabilities	**227,767**		**245,168**
					702,413		**737,327**

Flow of future debt payments disclosed in noncurrent liabilities:

	Consolidated		Parent	
Maturity year	**06-30-2026**	**12-31-2025**	**06-30-2026**	**12-31-2025**
2027	**21,468**	45,746	**21,468**	45,746
2028	**42,935**	45,746	**42,935**	45,746
2029 and thereafter	**163,364**	153,676	**163,364**	153,676
	227,767	245,168	**227,767**	245,168

See disclosure on subsequent events in note 33.

The variations in borrowings are as follows:

	Consolidated	Parent
Balance as at December 31, 2024	**747,538**	**708,774**
(+) Borrowings, net of structuring cost	1,815,030	529,785

(-) Amortization	(1,595,674)	(441,631)
(-) Interest payment	(67,202)	(57,283)
(+) Interest expense	63,657	53,736
(+/-) Exchange rate changes	(56,054)	(56,054)
Balance as at December 31, 2025	**907,295**	**737,327**
(+) Borrowings, net of structuring cost	659,572	186,949
(-) Amortization	(811,016)	(200,180)
(-) Interest payment	(31,670)	(27,876)
(+) Interest expense	32,228	28,434
(+/-) Exchange rate changes	(22,241)	(22,241)
Balance as at June 30, 2026	**734,168**	**702,413**

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 June 30, 2026, the Company received R$176 million related to this agreement.

Covenants

As at June 30, 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 June 30, 2026, the Company fully met all applicable contractual criteria.

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 June 30, 2026, the Company fully met all applicable contractual criteria.

20. Trade payables

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Domestic trade payables - third parties	**61,022**	53,674	**44,735**	38,636
Domestic trade payables - related parties	**10,077**	7,923	**10,116**	7,923
Trade payables abroad - third parties	**66,319**		**6,268**	7,517
Trade payables abroad - related parties	**83**	413	**1,236**	1,622
	137,501	114,548	**62,355**	55,698
Current	**137,501**	113,327	**62,355**	54,477
Noncurrent	**-**	1,221	**-**	1,221

21. Other payables

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Dividends payable	**106**	539	**106**	539
Sales commissions	**6,958**	13,454	**3,802**	11,425
Provision for salaries payable	**2,691**	2,691	**2,691**	2,691
Unsettled court agreements	**6,116**	7,014	**6,116**	7,014
Insurance and freight	**7,122**	20,173	**4,104**	4,836
Advances from customers	**13,915**	12,351	**12,134**	10,902
Advances - sale of property Taurus Nordeste	**4,500**	4,500	**-**	-
Marketing	**1,339**	-	**-**	-
Due to related parties	**2,517**	2,390	**2,516**	2,390
Unrealized gain on government grant	**25,248**	34,646	**-**	-
Provision for negative equity	**-**	-	**1,468**	1,371
Other	**4,337**	1,212	**2,797**	2,533
	74,849	98,970	**35,734**	43,701
Current	**37,233**	54,825	**25,939**	34,129
Noncurrent	**37,616**	44,145	**9,795**	9,572

	Consolidated		Parent	
Breakdown of current liabilities	**06-30-2026**	**12-31-2025**	**06-30-2026**	**12-31-2025**
Minimum mandatory dividends payable	**106**	539	**106**	539
Advances from customers	**13,915**	12,352	**12,134**	10,902
Other payables	**23,212**	41,934	**13,699**	22,688
Breakdown of noncurrent liabilities				
Due to other related parties	**2,517**	2,390	**2,516**	2,390
Provision for negative equity	**-**	-	**1,468**	1,371
Other payables	**35,099**	41,755	**5,811**	5,811
Total	**74,849**	98,970	**35,734**	43,701

22. Payroll and related taxes

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
Payroll	**2,652**	1,699	**240**	-
Accrued bonus	**7,218**	8,036	**7,189**	7,881
Contributions payable	**7,613**	8,199	**6,929**	7,326
Accruals (vacation pay and 13th salary)	**21,331**	14,353	**18,056**	11,949
	38,814	32,287	**32,414**	27,156

23. Taxes, fees and contributions (taxes payable)

	Consolidated		Parent	
	06-30-2026	**12-31-2025**	**06-30-2026**	**12-31-2025**
State VAT (ICMS)	**605**	534	**182**	236
Federal VAT (IPI)	**7,811**	6,299	**7,665**	6,225
Tax on revenue (PIS)	**610**	717	**635**	635
Tax on revenue (COFINS)	**3,224**	3,301	**2,927**	2,927
Special Tax – FAET (USA)	**21,968**	24,656	**-**	-
Withholding income tax (IRRF)	**1,307**	4,186	**1,031**	3,045
Income tax and social contribution	**454**	379	**-**	-
Other installment payments	**16,814**	19,620	**13,653**	15,228
Other	**7,419**	7,871	**5,426**	6,067
	60,212	67,563	**31,519**	34,363
Current	48,772	53,419	20,936	22,205
Noncurrent	11,440	14,144	10,583	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
			06-30-2026	**12-31-2025**
	Provision	**Escrow deposit (1)**	**Net**	**Net**
Labor	42,688	(1,267)	41,421	40,282
Civil	20,650	(6,802)	13,848	33,121
Tax	6,432	(52,454)	(46,022)	(47,227)
	69,770	**(60,523)**	**9,247**	26,176
Classified in current liabilities	13,557			
Classified in noncurrent liabilities	56,213			

(1) Recognized in other noncurrent assets (see note 12).

				Parent
			06-30-2026	12-31-2025
	Provision	**Escrow deposit (1)**	**Net**	**Net**
Labor	41,564	(1,399)	40,165	39,211
Civil	20,247	(6,805)	13,442	13,748
Tax	5,023	(52,165)	(47,142)	(48,492)
	66,834	**(60,369)**	**6,465**	4,467
Classified in current liabilities	12,963			
Classified in noncurrent liabilities	53,871			

(1) Recognized in other noncurrent assets (see note 12).

Variations in the provisions:

			Consolidated
	Civil and labor	**Tax**	**Total**
Balance as at December 31, 2025	81,866	5,278	87,144
Provisions recognized in the year	8,540	1,154	9,694
Provisions used in the year	(6,739)	-	(6,739)
Derecognition of provision	(19,205)	-	(19,205)
Effect of variations	(1,124)	-	(1,124)
Balance as at June 30, 2026	**63,338**	**6,432**	**69,770**

			Parent
	Civil and labor	**Tax**	**Total**
Balance as at December 31, 2025	61,307	3,723	65,030
Provisions recognized in the year	8,523	1,300	9,823
Provisions used in the year	(6,677)	-	(6,677)
Derecognition of provision	(1,342)	-	(1,342)
Balance as at June 30, 2026	**61,811**	**5,023**	**66,834**

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:

		Consolidated		Parent
	06-30-2026	12-31-2025	**06-30-2026**	12-31-2025
	Possible	Possible	**Possible**	Possible
Civil	**239,571**	240,806	**223,880**	224,989
Labor	**49,640**	52,089	**48,643**	51,559
Tax	**49,621**	48,511	**47,698**	46,646
	338,832	341,406	**320,221**	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 the lawsuits assessed as probable losses refers to individually significant amounts.

Ongoing lawsuits

The Company also holds an amount equivalent to R$80.2 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								
Consolidated companies	**Current assets**	**Noncurrent assets**	**Total assets**	**Current liabilities**	**Noncurrent liabilities**	**Total liabilities**	**(i)Revenue**	**(i)Expenses**	**Total income**
December 31, 2025									
Taurus Helmets Indústria de Capacetes Ltda.	1,892	-	1,892	1	-	1	-	-	-
Taurus Holdings, Inc.	24,652	-	24,652	1,209	-	1,209	281,133	-	470,444
Taurus Investimentos Imobiliários Ltda.	5,697	47,315	53,012	7	-	7	1,743	(3,222)	(1,803)
Taurus Máquinas-Ferramenta Ltda.	-	751	751	-	-	-	17	-	75
Polimetal Metalurgia e Plásticos Ltda.	5,949	9,501	15,450	6	-	6	632	-	1,770
AMTT Taurus Comercio Varejista Ltda.	2,843	-	2,843	-	-	-	691	-	1,465
	41,033	57,567	98,600	1,223	-	1,223	284,216	(3,222)	280,994
Non-consolidated companies									
December 31, 2025									
Companhia Brasileira de Cartuchos	241	-	241	2,989	-	2,989	3,243	(8,854)	(18,124)
CBC Brasil Comércio e Distribuição	18,754	-	18,754	3	-	3	396	-	(3,297)
GN Importações	-	-	-	0	-	0	5	-	10
Taurus JM Indústria de Peças	1,475	3,279	4,754	4,917	2,390	7,307	188	(137)	113
Jindal Defence Systems Private Limited	2,624	13,227	15,851	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	413	-	413	-	-	-
	23,094	16,506	39,600	8,322	2,390	10,712	3,832	(8,991)	(5,159)
Total as at December 31, 2025	64,127	74,073	138,200	9,545	2,390	11,935	288,048	(12,213)	275,835
Consolidated companies	**Current assets**	**Noncurrent assets**	**Total assets**	**Current liabilities**	**Noncurrent liabilities**	**Total liabilities**	**(i)Revenue**	**(i)Expenses**	**Total income**
June 30, 2026									
Taurus Helmets Indústria de Capacetes Ltda.	2,643	-	2,643	36	-	36	-	-	-
Taurus Holdings, Inc.	69,218	-	69,218	1,174	-	1,174	175,113	-	175,113
Taurus Investimentos Imobiliários Ltda.	12,937	49,810	62,747	7	-	7	3,219	(3,195)	24
Taurus Máquinas-Ferramenta Ltda.	19	790	809	-	-	-	51	-	51
Polimetal Metalurgia e Plásticos Ltda.	8,140	10,080	18,220	115	-	115	1,564	-	1,564
AMTT Taurus Comercio Varejista Ltda.	3,310	-	3,310	-	-	-	729	-	729
	96,267	60,680	156,947	1,332	-	1,332	180,676	(3,195)	177,481
Non-consolidated companies									
June 30, 2026									
Companhia Brasileira de Cartuchos	5	-	5	5,424	-	5,424	5	(8,297)	(8,292)
CBC Brasil Comércio e Distribuição	2,841	-	2,841	-	-	-	-	-	-
GN Importações	-	-	-	0	-	0	2	-	2
Taurus JM Indústria de Peças	351	4,735	5,086	4,513	2,516	7,029	-	-	-
Jindal Defence Systems Private Limited	1,059	12,705	13,764	-	-	-	-	-	-
CBC Taurus Arabia Holding, LLC.	-	-	-	83	-	83	-	-	-
	4,256	17,440	21,696	10,020	2,516	12,536	7	(8,297)	(8,290)
Total as at June 30, 2026	100,523	78,120	178,643	11,352	2,516	13,868	180,683	(11,492)	169,191

	Consolidated								
	Current assets	**Noncurrent assets**	**Total assets**	**Current liabilities**	**Noncurrent liabilities**	**Total liabilities**	**(i)Revenue**	**(i)Expenses**	**Total income**
Non-consolidated companies December 31, 2025									
Companhia Brasileira de Cartuchos	180	-	**180**	3,004	-	**3,004**	3,243	(8,854)	**(11,984)**
CBC Brasil Comércio e Distribuição	18,754	-	**18,754**	3	-	**3**	396	-	**(3,297)**
GN Importações	-	-	**-**	-	-	**-**	5	-	**10**
Taurus JM Indústria de Peças	1,475	3,279	**4,754**	4,917	2,390	**7,307**	188	(137)	**113**
Jindal Defence Systems Private Limited	2,624	13,227	**15,851**	-	-	**-**	-	-	**-**
CBC Taurus Arabia Holding, LLC.	-	-	**-**	413	-	**413**	-	-	**-**
Total as at December 31, 2025	**23,033**	**16,506**	**39,539**	**8,336**	**2,390**	**10,726**	**3,832**	**(8,991)**	**(5,159)**
	Current assets	**Noncurrent assets**	**Total assets**	**Current liabilities**	**Noncurrent liabilities**	**Total liabilities**	**(i)Revenue**	**(i)Expenses**	**Total income**
Non-consolidated companies June 30, 2026									
Companhia Brasileira de Cartuchos	5	-	**5**	5,564	-	**5,564**	5	(8,297)	**(8,292)**
CBC Brasil Comércio e Distribuição	2,841	-	**2,841**	-	-	**-**	-	-	**-**
GN Importações	-	-	**-**	-	-	**-**	2	-	**2**
Taurus JM Indústria de Peças	351	4,735	**5,086**	4,513	2,516	**7,029**	-	-	**-**
Jindal Defence Systems Private Limited	1,059	12,705	**13,764**	-	-	**-**	-	-	**-**
CBC Taurus Arabia Holding, LLC.	-	-	**-**	83	-	**83**	-	-	**-**
Total as at June 30, 2026	**4,256**	**17,440**	**21,696**	**10,160**	**2,516**	**12,676**	**7**	**(8,297)**	**(8,290)**

(i) Comparative balances as at June 30, 2026.

As at June 30, 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.

	Parent
Trade receivables (note 9)	75,240
Other assets (note 12)	103,403
Total assets	**178,643**
Other payables (note 21)	2,516
Trade payables (note 20)	11,352
Total liabilities	**13,868**

	Consolidated
Trade receivables (note 9)	4,255
Other assets (note 12)	17,441
Total assets	**21,696**
Other payables (note 21)	2,515
Trade payables (note 20)	10,160
Total liabilities	**12,675**

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 June 30, 2026, six installments had been settled and trade receivables amount to R$2.7 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.

<u>Marketplace Platform</u>
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.

<u>Officers' and Directors' transactions</u>
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:

	Consolidated		Parent	
	06-30-2026	06-30-2025	**06-30-2026**	06-30-2025
Statutory officer's compensation and benefits	**7,518**	9,361	**7,518**	9,361
Share-based payment plan	**3,514**	4,504	**3,514**	4,504
Board of Directors' compensation and benefits	**508**	517	**508**	517
Supervisory Board members' compensation and benefits	**378**	372	**378**	372
	11,918	14,754	**11,918**	14,754

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 June 30, 2026, the guaranteed debt totaled R$31.8 million (R$169.9 million as at December 31, 2025).

26. Equity

a) Capital

As at June 30, 2026, the Company's issued capital is R$548.1 million (R$548.1 million as at 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):

	06-30-2026	12-31-2025
Common shares	103,703	103,703
Preferred shares	207,405	207,405
	311,108	311,108

Issued, fully paid-in shares:

	Common shares	**Preferred shares**		
	Number in thousands	**Number in thousands**	**Treasury shares (-) in thousands**	**Total**
As at December 31, 2025	51,090	88,208	(98)	139,200
As at June 30, 2026	**51,090**	**88,208**	**(37)**	**139,261**

*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 June 30, 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 June 30, 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 June 30, 2026, the balance of this reserve amounts to R$267.5 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:

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

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 June 30, 2026, the Company acquired 948 thousand preferred shares (TASA4) for the amount of R$12.3 million, and 15.3 thousand preferred shares (TASA4) are held in treasury in the amount of R$131 thousand.

f) Earnings (loss) per share

Pursuant to CPC 41 - Earnings per Share, the dilutive effect does not apply to the share-based payment plan as the Company posted losses for the period. Therefore, as shown below, basic earnings (loss) per share and diluted earnings (loss) per share are the same.

	Six-month period ended	
		Parent and Consolidated
Basic numerator	**06-30-2026**	06-30-2025
Profit (loss) for the period		
Common shares	22,300	19,008
Preferred shares	38,495	32,782
	60,795	51,790
Basic denominator – Weighted average number of outstanding shares (no. of shares)		
Common shares	51,089,845	47,805,315
Preferred shares	88,132,817	82,320,511
	139,222,662	130,125,826
Basic earnings (loss) per share (R$ per share)		
Common shares	0.43649	0.39761
Preferred shares	0.43678	0.39822

	Three-month period ended	
		Parent and Consolidated
Basic numerator	**06-30-2026**	06-30-2025
Profit (loss) from continuing operations, net		
Common shares	35,732	12,172
Preferred shares	61,681	20,991
	97,413	33,163
Profit (loss) from discontinued operations, net		
Common shares	-	-
Preferred shares	-	-
	-	-
Profit (loss) for the period		
Common shares	35,732	12,172
Preferred shares	61,681	20,991
	97,413	33,163
Basic denominator – Weighted average number of outstanding shares (no. of shares)		
Common shares	51,089,845	47,805,315
Preferred shares	88,132,817	82,320,511
	139,222,662	130,125,826
Basic earnings (loss) per share (R$ per share)		
Common shares	0.69944	0.25023
Preferred shares	0.70000	0.25070
Basic earnings (loss) per share (R$ per share)		
Common shares	0.69944	0.25023
Preferred shares	0.70000	0.25070

	Six-month period ended

		Parent and Consolidated
Diluted numerator	**06-30-2026**	06-30-2025
Profit (loss) for the period		
Common shares	22,300	19,008
Preferred shares	38,495	32,782
	60,795	51,790
Diluted denominator – Weighted average number of outstanding shares (no. of shares)		
Common shares	51,089,845	47,805,315
Preferred shares	88,132,817	82,320,511
	139,222,662	130,125,826
Potential increase in shares due to the share-based payment plan		
Common shares	-	-
Preferred shares	-	230,468
	-	230,468
Diluted earnings (loss) per share (R$ per share)		
Common shares	0.43649	0.39761
Preferred shares	0.43678	0.39711

	Three-month period ended	
		Parent and Consolidated
Diluted numerator	**06-30-2026**	06-30-2025
Profit (loss) from continuing operations, net		
Common shares	35,732	12,172
Preferred shares	61,681	20,991
	97,413	33,163
Profit (loss) from discontinued operations, net		
Common shares	-	-
Preferred shares	-	-
	-	-
Profit (loss) for the period		
Common shares	35,732	12,172
Preferred shares	61,681	20,991
	97,413	33,163
Diluted denominator – Weighted average number of outstanding shares (no. of shares)		
Common shares	51,089,845	47,805,315
Preferred shares	88,132,817	82,320,511
	139,222,662	130,125,826
Potential increase in the number of shares from the exercise of warrants		
Common shares	-	-
Preferred shares	-	230,468
	-	230,468
Diluted earnings (loss) per share (R$ per share)		
Common shares	0.69944	0.25023
Preferred shares	0.70000	0.24997

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$45,876, 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 on which the beneficiary acquires the Rights to Receive Shares. The Company recognized in profit (loss) for the period ended June 30, 2026 a total of R$3.5 million (R$4.5 million as at June 30, 2025).

(i) Number of shares under the plan:

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

1st Grant						
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
2nd Grant						
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
3rd Grant						
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	03/312029	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:

	Parent
Number of outstanding options/shares - 12/31/2024	**1,811,200**

Granted	247,280
Vested / Delivered	(235,296)
Number of outstanding options/shares - 12/31/2025	**1,823,184**
Vested / Delivered	(270,688)
Number of outstanding options/shares - 06/30/2026	**1,552,496**

28. Net operating revenue

				Six-month period ended
	Consolidated		**Parent**	
	06-30-2026	**06-30-2025**	**06-30-2026**	**06-30-2025**
Sale of goods	**847,555**	878,362	**378,303**	456,065
Provision of services	**1,692**	876	**648**	237
Total gross revenue	**849,247**	879,238	**378,951**	456,302
Sales taxes	**(131,531)**	(123,544)	**(66,969)**	(63,271)
Returns and discounts	**(1,892)**	(4,155)	**(370)**	(15)
Total net operating revenue	**715,824**	**751,539**	**311,612**	**393,016**

				Three-month period ended
	Consolidated		**Parent**	
	06-30-2026	**06-30-2025**	**06-30-2026**	**06-30-2025**
Sale of goods	**422,075**	474,998	**222,617**	290,717
Provision of services	**1,134**	616	**452**	447
Total gross revenue	**423,209**	475,614	**223,069**	291,164
Sales taxes	**(61,495)**	(69,458)	**(33,593)**	(33,820)
Returns and discounts	**(807)**	(3,711)	**(151)**	(2,888)
Total net operating revenue	**360,907**	**402,445**	**189,325**	**254,456**

29. Other operating income

				Six-month period ended
	Consolidated		**Parent**	
	06-30-2026	**06-30-2025**	**06-30-2026**	**06-30-2025**
Other operating income				
Tax recovery	**-**	128	**-**	-
Royalties	**1,181**	1,425	**1,181**	1,425
Sale of property, plant and equipment	**-**	840	**-**	624
Recovery of expenses on trade payables	**850**	1,410	**850**	1,403
Recovery of past-due receivables, allowance for expected credit losses	**30**	4	**-**	4
Other income (1)	**102,435**	8,530	**1,287**	1,580
	104,496	**12,337**	**3,318**	**5,036**

				Three-month period ended
	Consolidated		**Parent**	
	06-30-2026	**06-30-2025**	**06-30-2026**	**06-30-2025**
Other operating income				
Tax recovery	**-**	125	**-**	-
Royalties	**1,107**	1,212	**1,107**	1,212
Sale of property, plant and equipment	**-**	44	**-**	3
Recovery of expenses on trade payables	**563**	777	**563**	770
Recovery of past-due receivables, allowance for expected credit losses	**30**	4	**-**	4
Other income (1)	**101,187**	6,754	**624**	1,031
	102,887	**8,916**	**2,294**	**3,020**

(1) Other income increased over the period due to the recognition of refunds of tariffs previously charged by US authorities on imported products. During the period, the Company recorded the amount of R$91.1 million, equivalent to US$17.9 million referring to the recovery of those amounts (see disclosures in note 1), positively affecting profit or loss.

30. Expenses by nature

	Six-month period ended			
	Consolidated		Parent	
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Expenses by function				
Cost of sales	(492,086)	(485,784)	(208,938)	(252,938)
Selling expenses	(103,891)	(108,246)	(22,372)	(25,909)
Allowance for impairment of financial instruments	(421)	(4,360)	626	(3,787)
General and administrative expenses	(146,979)	(130,579)	(70,759)	(73,312)
Other operating expenses	(6,343)	(2,288)	(9,111)	(4,718)
	(749,720)	**(731,257)**	**(310,554)**	**(360,664)**
Expenses by nature	**06-30-2026**	**06-30-2025**	**06-30-2026**	**06-30-2025**
Depreciation and amortization	(31,739)	(22,301)	(20,214)	(13,419)
Personnel expenses	(151,634)	(173,345)	(98,930)	(106,484)
Tax expenses	(6,752)	(8,185)	(2,802)	(1,565)
Raw materials and supplies and consumables	(335,539)	(301,034)	(98,787)	(120,700)
Auxiliary materials and upkeep and maintenance supplies	(32,347)	(37,461)	(25,135)	(31,302)
Freight and insurance	(44,107)	(47,822)	(13,755)	(14,758)
Outside services	(47,922)	(53,608)	(24,607)	(35,086)
Advertising and publicity	(27,287)	(28,612)	(2,649)	(4,122)
Expenses on product warranty	(1,074)	(452)	(260)	(311)
Water and power	(7,806)	(8,705)	(5,638)	(6,395)
Travel and lodging	(4,595)	(5,488)	(2,697)	(3,454)
Expenses on commissions	(14,916)	(17,609)	(726)	(2,823)
Cost of property, plant and equipment written off	234	(1,166)	235	(1,147)
Civil, labor and tax risks	(9,279)	(9,103)	(9,351)	(8,523)
Rentals	(2,308)	(2,590)	(4,931)	(5,190)
Other expenses	(32,649)	(13,776)	(307)	(5,385)
	(749,720)	**(731,257)**	**(310,554)**	**(360,664)**

	Three-month period ended			
	Consolidated		Parent	
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Expenses by function				
Cost of sales	(237,263)	(249,597)	(121,897)	(150,683)
Selling expenses	(51,057)	(57,055)	(11,890)	(15,212)
Allowance for impairment of financial instruments	(1,149)	(2,907)	(847)	(3,057)
General and administrative expenses	(63,509)	(62,197)	(36,298)	(35,426)
Other operating expenses	(3,696)	(1,428)	(5,066)	(2,820)
	(356,674)	**(373,184)**	**(175,998)**	**(207,198)**
Expenses by nature	**06-30-2026**	**06-30-2025**	**06-30-2026**	**06-30-2025**
Depreciation and amortization	(16,409)	(10,789)	(10,719)	(6,803)
Personnel expenses	(79,012)	(98,677)	(52,527)	(55,764)
Tax expenses	(2,750)	(4,195)	(1,363)	(792)
Raw materials and supplies and consumables	(154,090)	(140,858)	(62,935)	(81,391)
Auxiliary materials and upkeep and maintenance supplies	(18,696)	(21,166)	(14,578)	(17,610)
Freight and insurance	(22,859)	(25,754)	(7,473)	(8,473)
Outside services	(25,688)	(26,634)	(11,253)	(16,163)
Advertising and publicity	(11,856)	(15,171)	(1,238)	(2,679)
Expenses on product warranty	(504)	(346)	(87)	(242)
Water and power	(4,193)	(4,447)	(3,164)	(3,394)
Travel and lodging	(2,671)	(3,147)	(1,643)	(2,107)
Expenses on commissions	(7,421)	(8,861)	(778)	(1,583)
Cost of property, plant and equipment written off	340	(433)	341	(420)
Civil, labor and tax risks	(4,714)	(3,354)	(4,669)	(3,249)
Rentals	(1,153)	(1,237)	(2,454)	(2,501)
Other expenses	(4,998)	(8,115)	(1,458)	(4,027)
	(356,674)	**(373,184)**	**(175,998)**	**(207,198)**

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).

				Six-month period ended
		Consolidated		Parent
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Finance income				
Interest	**20,412**	20,668	**21,326**	19,423
Swap on financial transactions	**1,361**	-	**1,361**	-
Other income	**156**	113	**154**	31
	21,929	20,781	**22,841**	19,454
Finance costs				
Interest and fines	**(35,216)**	(36,507)	**(28,356)**	(31,019)
Other expenses	**(3,016)**	(2,318)	**(2,451)**	(1,941)
	(38,232)	(38,825)	**(30,807)**	(32,960)
Effects of exchange rate variations				
Exchange rate variation – gains	**58,682**	84,956	**58,386**	84,772
Exchange rate variation – losses	**(43,165)**	(40,450)	**(42,770)**	(40,220)
	15,517	44,506	**15,616**	44,552
Finance income (costs), net	**(786)**	**26,462**	**7,650**	31,046

				Three-month period ended
		Consolidated		Parent
	06-30-2026	06-30-2025	06-30-2026	06-30-2025
Finance income				
Interest	**9,957**	9,405	**10,333**	9,083
Swap on financial transactions	821	-	821	-
Other income	**11**	16	**11**	12
	10,789	9,421	**11,165**	9,095
Finance costs				
Interest and fines	**(19,024)**	(18,846)	**(15,693)**	(15,342)
Other expenses	**(1,288)**	(957)	**(988)**	(769)
	(20,312)	(19,803)	**(16,681)**	(16,111)
Effects of exchange rate variations				
Exchange rate variation – gains	**24,066**	37,108	**23,873**	37,023
Exchange rate variation – losses	**(23,182)**	(20,872)	**(23,102)**	(20,758)
	884	16,236	**771**	16,265
Finance income (costs), net	**(8,639)**	5,854	**(4,745)**	9,249

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 June 30, 2026 and December 31, 2025, the balances are as follows:

		Consolidated		Parent
	06-30-2026	12-31-2025	06-30-2026	12-31-2025
Domestic market	**4,389**	4,389	**3,470**	3,470
Foreign market	**6,357**	6,515	**-**	-
Total	**10,746**	**10,904**	**3,470**	**3,470**
Current liabilities	**7,201**	7,136	**3,470**	3,470
Noncurrent liabilities	**3,545**	3,768	**-**	-

33. Subsequent Events

Strategy for Strengthening the Financial Structure

On July 28, 2026, the Company's subsidiaries located in the United States entered into a revolving credit facility agreement in the amount of US$35 million, which may be increased by an additional amount of US$15 million, contingent upon the fulfillment of certain contractual conditions. The expected maturity date of such transaction is July 28, 2031.

The credit facility is subject to floating interest rates based on the SOFR rate, plus a contractual margin from 2.0% to 2.5% p.a., and is intended to finance the operating and working capital requirements of the contracting subsidiaries.

The transaction is collateralized by Taurus Armas S.A., including collaterals on certain assets owned by the contracting subsidiaries. The respective agreement provides for the fulfillment of obligations and usual financial ratios for transactions of such nature.

Management believes that entering into the aforementioned credit facility agreement ensures greater availability of funds and contributes to maintaining the Company's financial flexibility.

New tariffs applicable to Brazilian exports to the United States

In response to the new tariff scenario, Management has been implementing and assessing measures to mitigate the impacts on its operations and to preserve the competitiveness in the US market.

The main initiatives include:

- Review of transfer pricing rules applicable to exports to the United States.
- The engagement of specialized legal and institutional advisory firms in that country to monitor and act in connection with the tariff measures.
- Assessment of price adjustments for certain products sold in the US market.
- Comparative studies of operating and industrial costs between its operations in Brazil and the United States, with a view to determining the most efficient production structure for the assembly of certain products, taking into account the new regulatory and tariff environment.

Management has been monitoring the current scenario and related developments of constant changes in the US government's stance, besides implementing measures to ensure the continuity of operations in Brazil. As it is a matter under discussion that may be affected by geopolitical aspects, new changes in the import tariffs imposed on our products by the US Government may affect our aforementioned plans and operations.

(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 June 30, 2026, which comprises the balance sheet as at June 30, 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 June 30, 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, August 11, 2026

DELOITTE TOUCHE TOHMATSU
Auditores Independentes Ltda.

Jonas Dal Ponte
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 second 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 August 11, 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, August 11, 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 August 11, 2026.

The Board has audited the Management Report, the Interim Financial Information for the period ended June 30, 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 June 30, 2026 and the respective Performance Report.

São Leopoldo, August 11, 2026.

SÉRGIO LAURIMAR FIORAVANTI
Board Member/Chairman

MAGNO NEVES FONSECA
Board Member

LUCIANO LUIZ BARSI
Board Member

STATEMENT OF THE EXECUTIVE COMMITTEE OF TAURUS ARMAS S.A. ON THE FINANCIAL STATEMENTS FOR THE SECOND 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 April 1, 2026 to June 30, 2026.

São Leopoldo, August 11, 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 1st 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 April 1, 2026 to June 30, 2026, issued on August 11, 2026.

São Leopoldo, August 11, 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