



1Q21 EARNINGS RELEASE

Public Information - Belo Horizonte, April 23, 2021. Usinas Siderurgicas de Minas Gerais SA - Usiminas (B3: USIM3, USIM5 and USIM6; OTC: USDMY and USNZY; Latibex: XUSIO and XUSI) today announces the first quarter results of fiscal year 2021 (1Q21). The Company's operating and financial information, except when otherwise stated, is presented based on consolidated numbers in Brazilian Real, in accordance with IFRS (*International Financial Reporting Standards*). The comparisons made in this release take into account the fourth quarter of 2020 (4Q20), except stated otherwise. Statements contained in this release regarding business prospects, projections of operating and financial results and references to the Company's growth potential are mere forecasts, based on Management's expectations regarding its future performance. These expectations are highly dependent on market behavior, the economic situation in Brazil, the industry and international markets, and are therefore subject to change.

Highlights

- » **Steel sales** 1.3 million tons, the highest volume since the 2Q15;
- » **Steel sales to the Domestic Market** of 1.2 million tons, the highest volume since the 2Q14;
- » **Iron ore sales** 1.9 million tons;
- » **Net Revenue** R\$7.1 billion, a quarterly record;
- » **Adjusted EBITDA** R\$2.4 billion, a Consolidated quarterly record and across all Units;
- » **Net profit** of R\$1.2 billion;
- » **Cash Position** of R\$4.6 billion.

Consolidated - R\$ million	1Q21	4Q20	Δ	1Q20	Δ
Steel Sales Volume (000 t)	1,254	1,133	11%	1,048	20%
Iron Ore Sales Volume (000 t)	1,949	2,275	-14%	2,213	-12%
Net Revenue	7,066	5,474	29%	3,808	86%
Adjusted EBITDA	2,420	1,607	51%	569	325%
Adjusted EBITDA Margin	34%	29%	+ 5 p.p.	15%	+ 19 p.p.
Net Income or Loss	1,205	1,913	-37%	(424)	-
Investments (CAPEX)	239	245	-2%	182	31%
Working Capital	4,898	2,936	67%	4,371	12%
Cash and Cash Equivalents	4,601	4,868	-5%	2,373	94%
Net Debt	1,674	1,105	52%	3,557	-53%
Net Debt/Adjusted EBITDA	0.3X	0.3X	0.0X	1.7X	-1.4X

Market Data - 03/31/21

B3	USIM5	R\$17.10/share
	USIM3	R\$17.89/share
EUA/OTC:	USNZY	US\$3.01/ADR
LATIBEX:	XUSI	€2.54/share
	XUSIO	€2.60/share

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OPERATIONAL AND ECONOMIC-FINANCIAL PERFORMANCE

CONSOLIDATED OPERATING RESULTS

R\$ thousand	1Q21	4Q20	Δ	1Q20	Δ
Net Revenues	7,065,832	5,474,270	29%	3,807,855	86%
Domestic Market	5,474,316	4,186,725	31%	2,964,909	85%
Exports	1,591,516	1,287,545	24%	842,946	89%
COGS	(4,602,450)	(3,901,465)	18%	(3,295,002)	40%
Gross Profit	2,463,382	1,572,805	57%	512,853	380%
Gross Margin	34.9%	28.7%	+ 6.1 p.p.	13.5%	+ 21.4 p.p.
Operating Income and Expenses	(337,822)	476,791	-	(237,677)	42%
Selling Expenses	(98,709)	(96,435)	2%	(99,807)	-1%
General and Administrative	(115,412)	(122,317)	-6%	(109,377)	6%
Other Operating Income and expenses	(123,701)	695,543	-	(28,493)	334%
EBIT	2,125,560	2,049,596	4%	275,176	672%
EBIT Margin	30.1%	37.4%	- 7.4 p.p.	7.2%	+ 22.9 p.p.
Equity in the results of investees	36,704	58,887	-38%	15,347	-31%
Depreciation and Amortization	248,637	252,809	-2%	248,705	-2%
EBITDA (Instruction CVM 527)	2,410,901	2,361,292	2%	539,228	347%
EBITDA Margin (Instruction CVM 527)	34.1%	43.1%	- 9.0 p.p.	14.2%	+ 19.9 p.p.
Adjusted EBITDA - Jointly-controlled subsidiaries proportional EBITDA	2,419,761	1,607,060	51%	568,941	325%
Adjusted EBITDA Margin	34.2%	29.4%	+ 4.9 p.p.	14.9%	+ 19.3 p.p.
Main non-recurring itens	31,530	150,579	-79%	66,000	-52%
Adjusted EBITDA Excluding Non-Recurring Itens	2,388,231	1,456,481	64%	502,941	375%
Adjusted EBITDA Excluding Non-recurring Itens Margin	33.8%	26.6%	+ 7.2 p.p.	13.2%	+ 20.6 p.p.

Net Revenue

Net revenue in 1Q21 reached R\$7.1 billion, an increase of 29.1% compared to the 4Q20 (R\$5.5 billion), representing the highest quarterly net revenue of Usiminas, since the incorporation of COSIPA in 2009, with an increase in net revenue in all business units, especially the Steel Unit (+R\$1.6 billion vs. 4Q20) and Steel Transformation Unit (+R\$364 million vs. 4Q20). The factors that led to these variations will be explained in the sections of the Business Units in this document.

Cost of Goods Sold - COGS

Cost of goods sold (COGS) in the 1Q21 totaled R\$4.6 billion, an 18.0% increase in relation to 4Q20 (R\$3.9 billion), mainly due to the higher COGS in the Steel Unit (+R\$733 million vs. 4Q20) and Steel Processing Unit (+R\$295 million vs. 4Q20). The variations will be explained in the Business Unit section of this release.

Gross profit

Gross profit was R\$2.4 billion in the 1Q21, a 56.6% increase compared to the 4Q20 (R\$1.6 billion).

Operating Income and Expenses

Selling expenses in the 1Q21 were R\$99 million, 2.4% higher than the previous quarter (4Q20: R\$96 million), with higher exports by the Steel Unit.

In the 1Q21, **General and Administrative Expenses** totaled R\$115 million, 5.6% lower than the previous quarter (4Q20: R\$122 million), mainly due to the variation in the Steel Unit.

Other operating income (expenses) totaled a negative R\$124 million, R\$819 million lower than that recorded in the 4Q20 (R\$696 million), mainly due to R\$737 million positive Impairment in the 4Q20, which had no effect on Adjusted EBITDA, and asset sales in the amount of R\$165 million, also in the previous quarter, with no recurring effect in this quarter.

Thus, the **Operating income (expenses)** were negative R\$338 million in the 1Q21 (4Q20: R\$477 million).

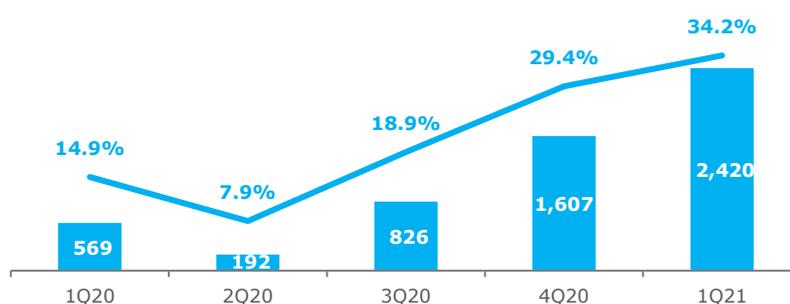
The **Main Non-Recurring Effects** in the 1Q21 totaled R\$32 million and are related to the final judgment regarding the exclusion of ICMS in the PIS and COFINS calculation base, for the Steel Processing Unit. These events were recorded in **Other Operating Income (Expenses)**. As a result, Usiminas recorded EBITDA excluding the non-recurring effects of R\$2.4 billion (4Q20: R\$1.5 billion).

Adjusted EBITDA

EBITDA Breakdown			
Consolidated (R\$ thousand)	1Q21	4Q20	1Q20
Net Income (Loss)	1,204,897	1,912,702	(423,980)
Income Tax / Social Contribution	581,626	420,193	(143,128)
Financial Result	375,741	(224,412)	857,631
Depreciation, Amortization and depletion	248,637	252,809	248,705
EBITDA - Instruction CVM - 527	2,410,901	2,361,292	539,228
(-) Equity in the Results of Associate and Jointly-controlled subsidiaries	(36,704)	(58,887)	(15,347)
(+) Jointly-controlled subsidiaries proportional EBITDA	45,564	42,060	45,060
(-) Impairment of Assets	-	(737,405)	45,060
Adjusted EBITDA	2,419,761	1,607,060	568,941
Adjusted EBITDA Margin	34.2%	29.4%	14.9%

Adjusted EBITDA is calculated based on the net profit (loss) for the year, reversing: (a) income tax and social contribution; (b) the financial result; (c) depreciation, amortization and depletion; (d) the participation in the results of jointly controlled and associated companies; (e) impairment of assets; and including a proportional EBITDA of 70% of Unigal and other jointly controlled companies.

**Consolidated Adjusted EBITDA and Adjusted EBITDA Margin
(R\$ million):**



Consolidated Financial Result

R\$ thousand	1Q21	4Q20	Δ	1Q20	Δ
Net Currency Exchange Variation	(355,325)	286,321	-	(774,658)	-
Financial Income	76,040	79,594	-4%	57,754	-4%
Interest on Financial Asset and Monetary Effects	31,706	25,823	23%	17,169	23%
Monetary Effects on ICMS tax in the base calculation of PIS and COFINS	20,183	43,558	-54%	4,395	-54%
Monetary Effects on assets	4,170	3,141	33%	6,976	33%
Reversal of interest on contingencies	4,867				
Monetary Effects on receivable from Eletrobrás	-	4,324	13%	9,564	13%
Other Financial Income	15,114	2,748	450%	19,650	450%
Financial Expenses	(96,456)	(141,503)	-32%	(140,727)	-32%
Interest and Monetary Effects over Financing and Taxes Payable in Installments	(76,445)	(73,978)	3%	(89,698)	3%
Swap Transactions	-	3	-	354	-
Monetary Effects on liabilities	(4,130)	(4,114)	0%	(4,032)	0%
Financing Commission and Others	(7,232)	(2,248)	222%	(10,018)	222%
Monetary Effects on contingencies	(2,608)	(36,205)	-93%	(15,426)	-93%
Other Financial Expenses	(6,041)	(24,961)	-76%	(21,907)	-76%
FINANCIAL RESULT	(375,741)	224,412	-	(857,631)	-
+ Appreciation / - Depreciation of Exchange Rate (R\$/US\$)	-9.6%	7.9%	- 17.5 p.p.	29.0%	- 17.5 p.p.

The financial result in the 1Q21 was a negative R\$376 million, compared to a positive result of R\$224 million in 4Q20, mainly due to net foreign exchange losses of R\$355 million, compared to a positive net exchange variation of R\$286 million in the 4Q20.

Net Profit (Loss)

R\$ thousand	1Q21	4Q20	Δ	1Q20	Δ
EBIT	2,125,560	2,049,596	4%	275,176	4%
EBIT Margin	30.1%	37.4%	- 7.4 p.p.	7.2%	- 7.4 p.p.
Financial Result	(375,741)	224,412	-	(857,631)	-
Equity in the results of investees	36,704	58,887	-38%	15,347	-38%
Operating Profit or Loss	1,786,523	2,332,895	-23%	(567,108)	-23%
Income Tax / Social Contribution	(581,626)	(420,193)	38%	143,128	38%
Net Income or Loss	1,204,897	1,912,702	-37%	(423,980)	-37.0%
Net Margin	17.1%	34.9%	- 17.9 p.p.	-11.1%	- 17.9 p.p.

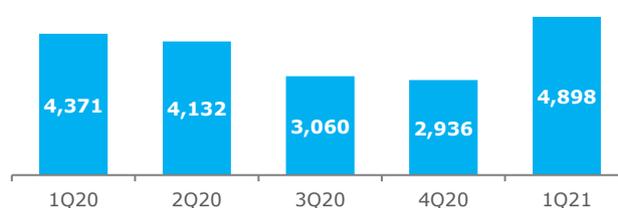
In the 1Q21, the Company recorded net income of R\$1.2 billion, 37% lower than the net profit presented in the previous quarter (4Q20: R\$1.9 billion), mainly due to R\$737 million positive Impairment in the 4Q20, which had no effect on Adjusted EBITDA in 1Q21, and net foreign exchange losses of R\$355 million, compared to a positive net exchange variation of R\$286 million in the 4Q20.

Working capital

In the 1Q21, working capital totaled R\$4.9 billion, 66.8% more than in the 4Q20 (R\$2.9 billion). The main variations are presented below:

- Increase of **Inventories** R\$960 million, due to the increase in the value of inventories of raw materials and steel.
- Increase in **Accounts Receivable** by R\$859 million, basically due to higher turnover in the period.

Working Capital Progression (R\$ million)



Investments (CAPEX)

CAPEX in the 1Q21 totaled R\$239 million, 2.5% compared to the 4Q20 (R\$245 million). The investments were mainly invested in sustaining CAPEX, safety and the environment, with 78.4% at the Steelmaking Unit, 18.7% at the Mining Unit, and 2.9% at the other Units.

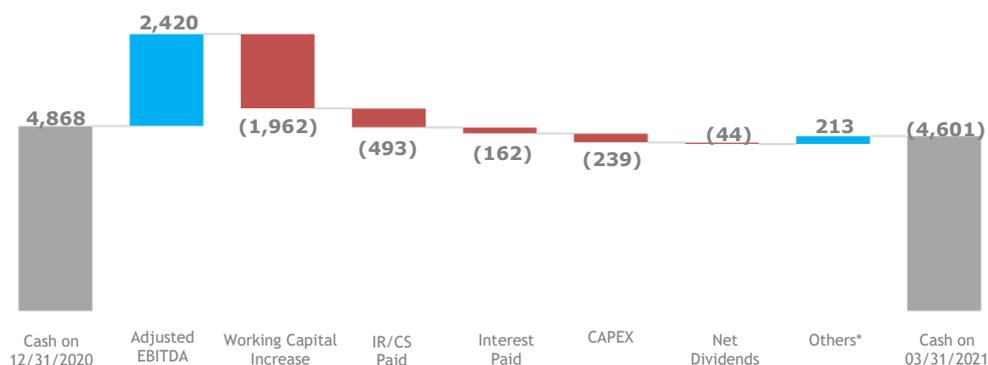
CAPEX Progression (R\$ million)



Cash and Financial Indebtedness

On 03/31/21, the Consolidated **Cash and Cash Equivalent** was R\$4.6 billion, 5.5% lower than the position on 12/30/20 (R\$4.9 billion), mainly due to the increase in Working Capital, much of which was offset by strong **EBITDA** generation.

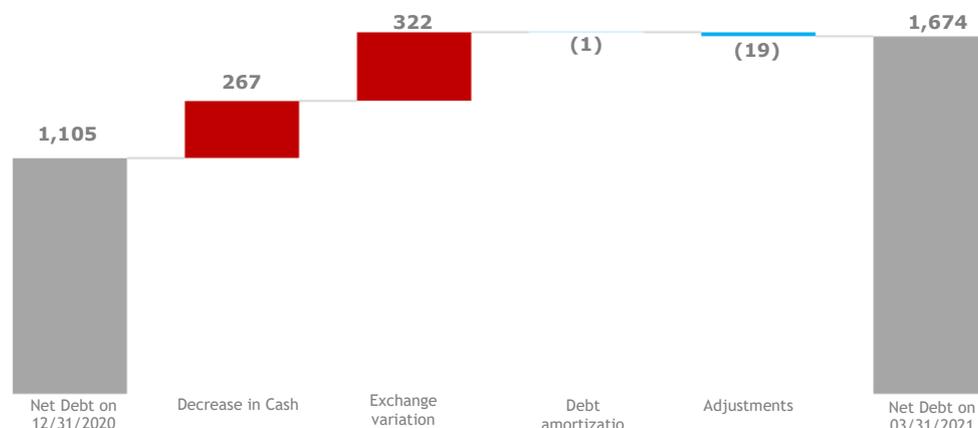
The graph below shows the evolution of cash in the quarter.



* "Others" detailed in the Cash Flow in the annexes.

On 03/31/21, the Consolidated **Gross debt** was R\$6.3 billion, 5.1% higher than the position on 12/31/20 (R\$6.0 billion), mainly due to the 9.6% depreciation of the Real against the Dollar.

Consolidated **Net debt** on 03/31/21 was R\$1.7 billion, 51.5% higher than on 12/31/20 (R\$1.1 billion). Such variation results mainly from the exchange variation in the period and the decrease in Cash and Cash Equivalents.



Debt composition by maturity on 03/31/21 was 1% in the short term and 99% in the long term, compared to 2% and 98%, respectively, on 12/31/20.

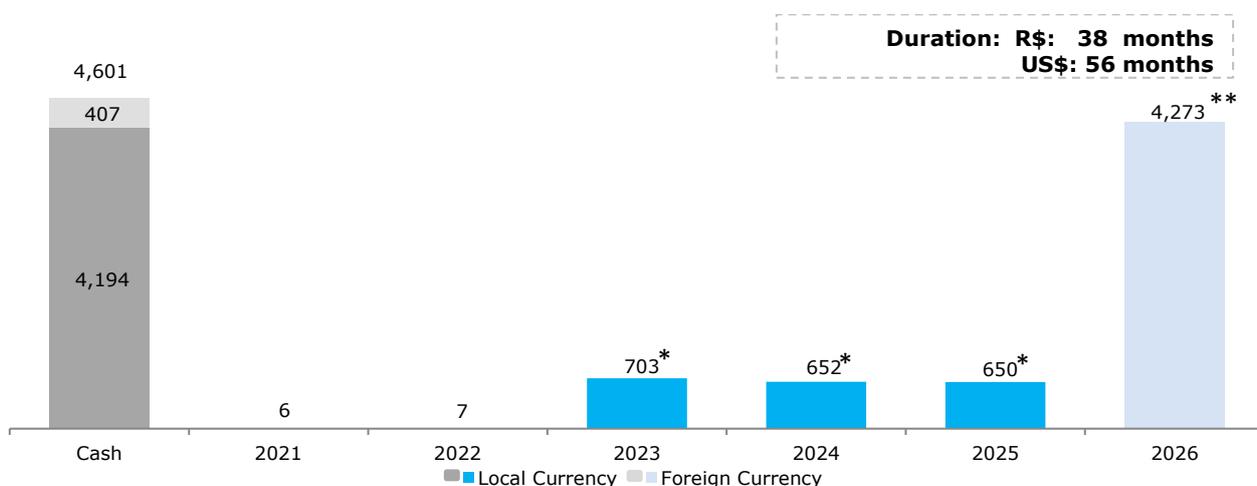
The **Net debt/EBITDA** ratio at the end of the 1Q21 was 0.3x (4Q20: 0.3X).

The following table shows consolidated debt data:

R\$ thousand	Total Indebtedness by Index - Consolidated				31-dez-20 TOTAL	Change Dez20/Set20	31-mar-20 TOTAL	Change Dez20/Dez19
	Short Term	Long Term	TOTAL					
Local Currency	11,719	1,997,334	2,009,053	32%	2,028,732	-1%	2,056,120	-2%
CDI	369	1,986,397	1,986,766	-	2,004,608	-1%	1,982,831	0%
Others	11,350	10,937	22,287	-	24,124	-8%	73,289	-70%
Foreign Currency*	53,438	4,212,633	4,266,071	68%	3,944,010	8%	3,874,452	10%
Gross Debt	65,157	6,209,967	6,275,124	100%	5,972,742	5%	5,930,572	6%
Cash and Cash Equivalents	-	-	4,601,103	-	4,868,105	-5.5%	2,373,466	94%
Net Debt	-	-	1,674,021	-	1,104,637	52%	3,557,106	-53%

(*)100% of total foreign currency is US dollars denominated in the 1Q21

The graph below shows the cash position and the debt profile (principal only) in millions of Real on 03/31/21.



*: Debentures
**: Bonds

OPERATIONAL PERFORMANCE OF THE BUSINESS UNITS

Intercompany transactions are on an arm's length basis (market prices and conditions), and sales between Business Units are carried out as sales between independent parties. With the completion of the restructuring of the Capital Goods Unit in 2020, its results of this Unit were fully allocated to the results of the Steel Unit from 1Q21 and are no longer reported separately. To maintain comparability, the results for the previous quarter were also adjusted.

Income Statement per Business Units - Non Audited - Quarterly

R\$ million	Mining		Steel*		Steel Processing		Adjustment		Consolidated	
	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20
Net Revenue	1,479	1,413	5,776	4,223	1,743	1,378	(1,932)	(1,540)	7,066	5,474
Domestic Market	225	272	5,440	4,077	1,742	1,378	(1,932)	(1,540)	5,474	4,187
Exports	1,254	1,141	336	146	1	0	-	-	1,592	1,288
COGS	(366)	(396)	(4,459)	(3,726)	(1,502)	(1,208)	1,725	1,427	(4,602)	(3,901)
Gross Profit or Loss	1,113	1,017	1,317	498	240	171	(207)	(113)	2,463	1,573
Operating Income and Expenses	(73)	537	(269)	(22)	1	(40)	4	4	(338)	477
Selling	(51)	(52)	(29)	(26)	(19)	(17)	-	-	(99)	(96)
General and Administrative	(8)	(7)	(96)	(103)	(14)	(15)	2	3	(115)	(122)
Other Operating Income and expenses, Net	(15)	596	(144)	107	34	(8)	1	0	(124)	696
EBIT	1,040	1,554	1,049	476	241	130	(204)	(109)	2,126	2,050
Depreciation and amortization	39	35	212	219	7	7	(8)	(8)	249	253
Equity in the results of investees	12	27	481	757	-	-	(456)	(726)	37	59
EBITDA (Instruction CVM 527)	1,090	1,616	1,741	1,451	248	137	(668)	(843)	2,411	2,361
EBITDA Margin	73.7%	114.4%	30.1%	34.4%	14.2%	10.0%	34.6%	54.7%	34.1%	43.1%
Adjusted EBITDA	1,079	958	1,261	589	248	137	(168)	(77)	2,420	1,607
Adj.EBITDA Margin	73.0%	67.8%	21.8%	13.9%	14.2%	10.0%	8.7%	5.0%	34.2%	29.4%

*Consolidated 70% of Unigal and 100% of Usiminas Mecânica

Business Unit - Mining

Operating and Sales Performance - Mining

In the 1Q21 **production volume** was 2.0 million tons, an 11.6% decrease compared to the 4Q20 (2.2 million tons) and 8.2% lower compared to the 1Q20 (2.2 million tons), mainly due to stoppage at one of the processing plants for equipment maintenance and higher levels of rainfall in the Southeast region.

sales volume reached 1.9 million tons in the 1Q21, following production volume in the quarter, 14.3% lower than the 4Q20 (2.3 million tons). When compared to the same period in 2020 (2.2 million tons), there was a 12.0% decrease.

The production and sales volumes are shown below:

Thousand tons	Iron Ore				
	1Q21	4Q20	Δ	1Q20	Δ
Production	1,983	2,242	-12%	2,159	-8%
Total Sales	1,949	2,275	-14%	2,213	-12%
Exports	1,530	1,576	-3%	1,436	7%
Domestic Market - Usiminas	357	587	-39%	604	-41%
Domestic Market - Third Parties	62	111	-44%	173	-64%

Exports ended the 1Q21 with 9 vessels departed, the same amount in the previous quarter.

Distribution by commercial condition in the 1Q21 was 66% of exports in the CFR modality (Cost and freight) and 34% FOB (Free On Board), compared to 76% and 24% in the 4Q20, respectively.

Comments the Results - Mining

Net income totaled R\$1.5 billion in the 1Q21, a 4.7% increase compared to the 4Q20 (R\$1.4 billion). This increase is mainly due to the increase in the price of iron ore, the appreciation of the Dollar against the Real, partially offset by the lower sales volume in the quarter.

The **cash cost total production per ton** was R\$87.5/t in the 1Q21 against R\$72.7/t in the 4Q20. Excluding expenses with temporarily idle beneficiation plants, cash cost was R\$86.2/t in the 1Q21 (R\$70.9/t in the 4Q20), a 21.6% increase between the periods, mainly due to the lower dilution of fixed costs result of the lower production volume and change in the productive configuration.

Cost of goods sold - COGS in the 1Q21 was R\$365.9 million, 7.4% lower than the previous quarter (R\$395.2 million), mainly due to the lower volume sold in the quarter, in addition to the lower share of sales in the CFR modality (cost and freight). In unit terms, COGS/t in the 1Q21 was R\$187.8/t, an 8.1% increase compared to the 4Q20 (R\$173.7/t), also impacted by the higher production costs mentioned.

Selling Expenses totaled R\$51.1 million in the 1Q21, a 4.0% decrease in relation to the previous quarter (4Q20: R\$53.2 million), due to the lower volume sold.

General and Administrative Expenses totaled R\$7.5 million, in line with the 4Q20 (R\$7.5 million).

Other Operating Income (Expenses) presented a negative result of R\$14.7 million, against the positive result of R\$597.1 million in the previous quarter, mainly due to events in the 4Q20 that were non-recurring in the 1Q21, especially the reversal of the provision for impairment mining assets in the amount of R\$631.0 million.

Adjusted EBITDA reached R\$1.1 billion in the 1Q21, with *Mineração Usiminas* reaching a new historic high in EBITDA in a quarter, representing an increase of 12.5% compared to the 4Q20 (R\$958 million). The Adjusted EBITDA margin was 72.9% in the 1Q21 (4Q20: 67.8%).

Investments (CAPEX)

CAPEX totaled R\$44.6 million in the 1Q21, compared to R\$76.9 million recorded in the 4Q20, a 42% decrease. The main investments were made in safety - highlighting the dewatering project (*dry stacking*) - and *sustaining* CAPEX.

Business Unit - Steel

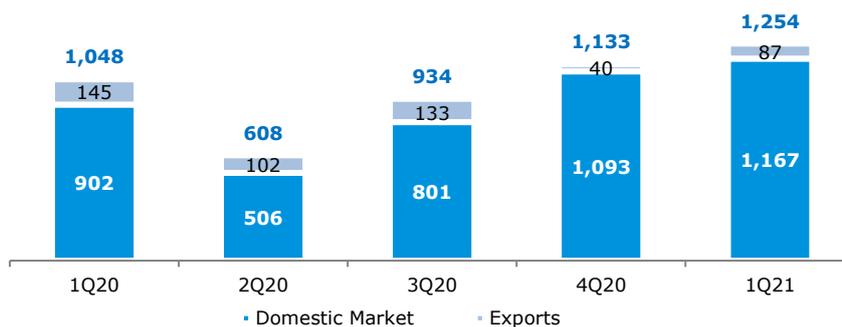
Production - Ipatinga and Cubatão Plants

Crude steel production at the Ipatinga plant was 780 thousand tons in the 1Q21, 2.6% higher than in the 4Q20 (760 thousand tons) and 1.2% higher than the 1Q20 (771 thousand tons). The finished goods production at the Ipatinga and Cubatão plants totaled 1,292 thousand tons in the 1Q21, a 13.0% increase in relation to the previous quarter (4Q20; 1,143 thousand tons), and 20.2% higher when compared to the 1Q20 (1,075 thousand tons), the quarter preceeding to the first effects of the Pandemic on the Company, reflecting the efforts made by Usiminas to meet the domestic demand. In the 1Q21, 670 thousand tons of purchased slabs were processed (4Q20: 521 thousand tons).

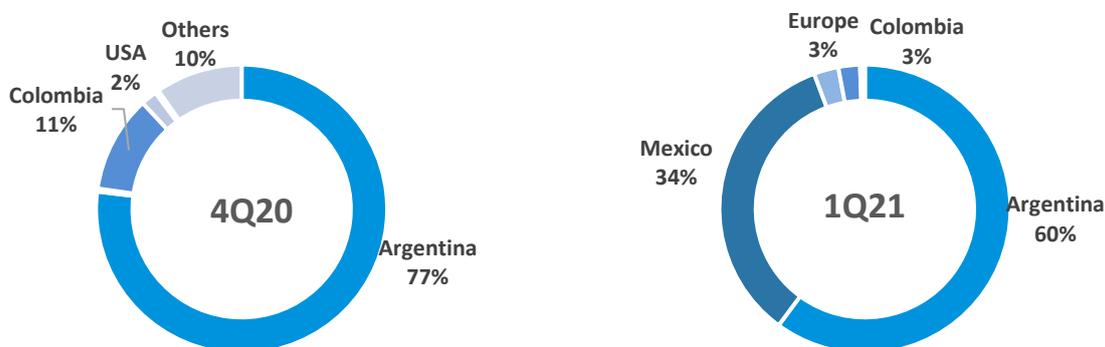
	Production of Crude and Rolled Steel				
Thousand tons	1Q21	4Q20	Δ	1Q20	Δ
Total Crude Steel	780	760	2.6%	771	1.2%
Purchased Slab Processed	670	521	28.4%	368	82.1%
Total Rolled Steel	1,292	1,143	13.0%	1,075	20.2%

Sales

In the 1Q21, total sales amounted to 1,254 thousand tons of steel, a 10.6% increase over the the 4Q20 (1,133 thousand tons), representing the highest quarterly sales volume of the Steel Unit since the 2Q15, with sales growth in all its segments, especially sales growth to the automotive industry. In the domestic market, sales were 1,167 thousand tons in the 1Q21, the highest quarterly volume since the 2Q14, a 6.7% increase in relation to the 4Q20 (1,093 thousand tons). Sales to the export market in the 1Q21 were 87 thousand tons, 117.5% higher than in the 4Q20 (40 thousand tons), with majority of this volume destined for clients with production sites both in Brazil and abroad. Sales volume was 93% destined for the domestic market and 7% for exports, as a result of Usiminas' efforts to meet the demand of its local customers. The quarterly evolution is shown in the graph below (in thousands of tons):



The main export destinations were:



Sales to the Internal Market were distributed among the following segments:

	1Q21	4Q20	Δ	1Q20	Δ
Auto Industry	35.5%	33.0%	+ 2 p.p.	36.7%	- 1 p.p.
Distribution	32.9%	33.1%	- 0 p.p.	31.7%	+ 1 p.p.
Industry	31.5%	33.9%	- 2 p.p.	31.6%	- 0 p.p.

Comments on the Results of the Steel Industry

In the 1Q21, **Net Revenue** of the Steelmaking Unit was R\$5.8 billion, increasing 36.8% compared to 4Q20 (R\$4.2 billion) due to the higher sales volume of 10.6%, a net revenue/ton sold of R\$4,606/t, 23.6% higher than the previous quarter (4Q20: R\$3,726/t), reflecting higher prices in all product lines.

Cash cost per ton was R\$3,152/t in the 1Q21, 15.7% higher than in the 4Q20 (R\$2,724/t). Among the main variations in cost in the period, we highlight higher costs with purchased slabs and higher costs with ores, partially offset by lower costs with coal and greater dilution of fixed costs, due to the higher production level.

Cost of Goods Sold - COGS - was R\$4.5 billion in the 1Q21, 19.7% higher than the 4Q20 (R\$3.7 billion), given the higher cost of raw materials and the higher volume of steel sold in the period. COGS per ton was R\$3,556/t in the 1Q21, a 9.2% increase over the 4Q20 (R\$3,258/t), due to the higher unit production cost.

Selling expenses totaled R\$29 million in the 1Q21, 8.6% higher than the 4Q20 (R\$26 million), mainly due to higher exports related costs, given higher export volume (117.5%) than in the previous quarter.

In the 1Q21, the **General and Administrative Expenses** totaled R\$96 million, 7.0% lower than the 4Q20 (R\$103 million), mainly due to higher personnel expenses and social charges recorded in the previous quarter, typical of this period of the year, not occurring in the 1Q21.

Other operating income (expenses) were negative R\$144 million in the 1Q21, R\$251 million lower than the 4Q20 (positive R\$107 million), mainly due to active sales and positive Impairment, recorded in the 4Q20, with amounts of R\$160 million and R\$107 million, respectively, with no effect of this nature in this quarter.

Thus, **Adjusted EBITDA** reached R\$1.3 billion in the 1Q21, 114.2% higher than in the 4Q20 (R\$589 million), representing a record for the Steel Unit, taking into account the figures since the incorporation of COSIPA in 2009. Adjusted EBITDA margin was 21.8% in the 1Q21, compared to a 13.9% margin in the 4Q20.

Investments (CAPEX)

CAPEX totaled R\$187 million in the 1Q21, a 13.3% increase compared to the 4Q20 (R\$165 million), with investments mainly in sustaining CAPEX, environment, health and safety.

Business Unit - Steel Processing

Comments on the Results - Soluções Usiminas

Net Revenue in the 1Q21 totaled R\$1.7 billion, a 26.4% increase over the 4Q20 (R\$1.4 billion), the highest net revenue in the history of *Soluções Usiminas*, due to the higher sales volume of 6.5%, also record for the Unit, and higher prices. Sales of the Distribution, Services/JIT and Tubes of the business unit accounted for 31.0%, 63.2% and 5.8% of the volume, respectively, sold in the 1Q21.

In the 1Q21, the **Cost of Goods Sold** was R\$1.5 billion, a 24.4% increase over the 4Q20 (R\$1.2 billion), due to higher unit costs and higher sales volume in the period. COGS/t was R\$4,219/t in the 1Q21, a 16.8% increase compared to the 4Q20 (R\$3,613/t), due to higher raw material costs in the period.

Operating income (expenses) were positive by R\$1 million in the 1Q21, R\$41 million higher compared to the 4Q20 (negative R\$40 million), mainly due to the recognition of the amount of R\$32 million, related to the final judgment regarding the exclusion of ICMS in the calculation PIS and COFINS.

Adjusted EBITDA in the 1Q21 it was R\$248 million, 80.3% higher than in the previous quarter (4Q20: 137 million), with *Soluções Usiminas* reaching its historic maximum EBITDA in one quarter. Adjusted EBITDA margin was 14.2% in the 1Q21 (4Q20: 10.0%). Disregarding the R\$32 million non-recurring effect mentioned above, we have an EBITDA of R\$216 million, still representing the highest EBITDA in the Unit's history.

Launch of *Soluções Usiminas* e-commerce

In March 2021, the official launch of the Virtual Store of *Soluções Usiminas* was made. The new platform, which is part of the digital transformation that is being carried out at Usiminas companies, represents an evolution in the Company's sales and service level and will provide greater proximity to Usiminas' customers and greater agility in purchasing processes. Access the website: www.maissolucoes.usiminas.com and discover the best sales platform and solutions in steel.

Business Unit - Capital Goods

Comments on the Results - Usiminas Mecânica

With the completion of the restructuring of the Capital Goods Unit in 2020, its results of this Unit were fully allocated to the results of the Steel Unit from 1Q21 and are no longer reported separately.

Equity in the Results

Equity income in associates and jointly controlled companies totaled R\$37 million in the 1Q21, compared to R\$59 million in the previous quarter.

ESG Agenda - Sustainability Issues

Usiminas remains focused on developing its sustainability strategy. In the 1Q21, the Company further developed its actions in line with the ESG agenda and continued to fight the COVID-19 pandemic.

One of the major advances in the quarter was the approval, in February, of rules that tie 20% of the board's bonus to ESG issues, with this action the Company provides greater alignment and commitment of its main leaders to the sustainability agenda.

Another important landmark was Usiminas' adherence to the UN Global Compact. In line with its network strategy, Usiminas will contribute to the Principles that guide the Pact, as well as the Sustainable Development Goals. The signing ceremony took place at an event held on April 14, which included the participation of President Sergio Leite, the executive director of the UN Global Compact, Carlo Pereira, and the director of People, Marketing, Communication and Sustainability at B3, Ana Buchaim, who lectured on the topic.

The maturity of the Company's sustainability management was recognized by the upgrading of Usiminas' ESG rating from "B" to "BB" by MSCI ESG Ratings. The Agency highlighted the relationship between Usiminas and local communities, marked by strong engagement and risk mitigation practices related to conflicts with communities. An improvement was also noted in the Company's personnel management efforts, by encouraging the development of employee skills and variable compensation plans.

In relation to the goals approved and disclosed in the last disclosure, the follow-up of the sustainability goals is as follows:

Indicator	Goal	Status	Comments
Number of women in the industrial area of the company	10% of women in the company's Industrial area by 2022;	●	On 03/31/2021, the percentage of women at Industrial Area totaled 3.5%. This evolution is in line with what was planned.
Accident frequency rate recorded	Zero Accident Target. LTI Frequency Rate less than 0.3 in 2021;	●	On 03/31/2021, the LTI frequency rate was 0.36. Although the rate is higher than planned, we indicate that there was an improvement of 46% compared to 1Q20.
Carbon Emissions	Conducting GHG emission inventories in the year 2021 with independent certification;	●	The stage scheduled for 1Q21 was fully accomplished with the detailing of the work plan and the hiring of specialized companies for the activities of inventory and certification
	Conect to the CDP (Carbon Disclosure Project) and disclosure of the inventory through the GHG Protocol;	●	
Dam Safety	Migration of the tailings disposal from the traditional method to filtering in 2T21;	●	Schedule change due to adjustments in the project. New forecast for completion in 2H21
	De-characterization of the Central dam in 1T22 certified by competent agencies.	●	70% of physical progress in the project, exceeding the planned
		● Following the schedule	● Delayed in relation to planning.

Other highlights achieved in the quarter are listed below:

Seedling planting

Usiminas celebrated its relationship with its investors and shareholders in a different way. The company promoted the planting of 148 fruit tree seedlings in the Imbaúbas neighborhood, in Ipatinga, one for each participant in its last open meeting with this public. The new trees will form an orchard, open to residents of the neighborhood and the surrounding area.

SDG



Annually, the company holds a meeting, within the calendar of APIMEC-SP (Association of Capital Market Investment Analysts and Professionals), with the objective of presenting the company's performance and clarifying any doubts from the public. In 2020, the meeting was virtual and, as a way of encouraging participation, Usiminas committed to plant seedlings on behalf of investors.



Memory Center

In 2021, the city of Ipatinga will also house the Usiminas Memory Center, a place that will permanently present works and objects that tell the story of the steel industry and the company itself, in addition to the collections of works of art gathered by the company over almost six decades of operation.

Documents, objects, reference works and a heritage made up of dozens of paintings, sculptures and objects signed by some of the most important Brazilian artists will compose the space's collection, which is still in the final stages of study. The expectation is that the Usiminas Memory Center will be installed in the building of the Grande Hotel de Ipatinga, deactivated and registered as a historical heritage monument.

The collection includes works signed by names such as Amílcar de Castro, Franz Weissmann and Tomie Ohtake, Yara Tupynambá, Álvaro Apocalypse and Alfredo Ceschiatti.



Water resources

Usiminas launched the 2021 campaign of the Usiminas Mobilizes Everyone for Water Program. The launch event took place on World Water Day, through a live opening of the program so that the representatives of the participating cities could learn more about the initiative, the planning for 2021 and a little about water resources management and security.

The Usiminas *Mobiliza Todos pela Água* Program was launched in 2008 by Usiminas in partnership with the *Consórcio Intermunicipal Multifinalitário do Vale do Aço* (CIMVA) and the *Interagir* Institute, developed the Usiminas *Mobiliza Todos pela Água* Program. This initiative is carried out in conjunction with the *Usiminas Mobiliza Pelos Caminhos do Vale* Program, which provides steel aggregate products

to 84 municipalities in eastern Minas Gerais.

Altogether, through the program, 4,715 headwaters springs were identified and mapped and 1,329 springs are protected and in the process of recovery.



COVID-19

Even after a year of pandemic, the numbers show records of cases, deaths and overload of health services. In this scenario, Usiminas continues to act strongly in preventing the disease, in protecting its employees and in supporting the communities where it operates.

Since the beginning of the pandemic, the Company has implemented several measures to combat COVID-19, such as the adoption of a home office system, travel restrictions, adjustments to its operations, intensification of job cleaning measures, and adjustments in shifts. of work to reduce the number of people in the productive

plants. The company continues with the strategic testing program, allowing for the identification of cases and the mapping of possible contacts. In this sense, in 1Q21, the new strategic testing format was implemented in own employees and third



parties using the Swab Nasal.

In addition, several actions were launched in the quarter focused on raising awareness about the prevention of Covid-19 with Usiminas' internal stakeholders and the communities where we operate.



Capital markets

Usiminas Performance Summary - B3 (USIM5)

	1Q21	4Q20	Δ	1Q20	Δ
Number of Deals	1,863,025	1,394,907	34%	1,311,492	42%
Daily Average	31,050	22,867	36%	21,153	47%
Traded - thousand shares	1,323,657	1,106,915	20%	1,254,902	5%
Daily Average	22,061	18,146	22%	20,240	9%
Financial Volume - R\$ million	20,944	13,636	54%	10,573	98%
Daily Average	349	224	56%	171	105%
Maximum	18.90	15.20	24%	11.53	64%
Minimum	12.81	9.82	30%	3.78	239%
Closing	17.10	14.61	17%	4.92	248%
Market Capitalization - R\$ million	21,428	18,307	17%	6,165	248%

Usiminas shares are traded in the Brazilian market, with preferred and common shares in B3, as well as in the United States, in the American over-the-counter market and in Europe, at LATIBEX - Stock Exchange section Madrid. Below, the performance of the Company's shares in the respective markets:

	1Q21	4Q20	Δ	1Q20	Δ
Preferred stocks (USIM5) - B3	R\$17.10	R\$14.61	17%	R\$4.92	248%
Common stocks (USIM3) - B3	R\$17.89	R\$15.69	14%	R\$5.65	217%
ADR (USNZY) - OTC	\$3.01	\$2.57	17%	\$0.94	220%
Preferred stocks (XUSI) - LATIBEX	€ 2.40	€ 2.16	11%	€ 0.73	231%
Common stocks (XUSIO) - LATIBEX	€ 2.80	€ 1.56	79%	€ 1.84	52%

1Q21 Video conference of Results - Date 04/23/2021

In Portuguese - Simultaneous Translation into English

Brasília time: at 11:00 am

New York time: at 09:00 am

[Click here to register for the Zoom event](#)

[Click here to follow on YouTube](#)

Replay in both idioms will be available at Investor Relations' website: www.usiminas.com/ri



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Attachments (Excel tables available in the Modeling Guide)

Balance Sheet - Assets - Consolidated | IFRS - R\$ thousand

Assets	31-Mar-21	31-Dec-20	31-Mar-20
Current Assets	13,678,033	11,829,602	9,564,924
Cash and Cash Equivalents	4,601,103	4,868,104	2,373,466
Trade Accounts Receivable	3,231,783	2,372,791	2,257,697
Taxes Recoverable	533,960	477,352	689,185
Inventories	4,850,314	3,889,695	3,742,507
Advances to suppliers	199,829	86,177	2,423
Accounts Receiv - Eletrobras	0	-	305,848
Other Securities Receivables	261,044	135,483	193,798
Non-Current Assets	18,187,236	18,122,535	17,410,956
Long-Term Receivable	4,334,320	4,295,372	4,170,808
Deferred Taxes	2,938,218	2,914,338	2,998,281
Deposits at Law	544,628	543,408	562,290
Taxes Recoverable	177,231	174,004	151,375
Financial Instruments	-	-	7,373
Accounts Receiv - Gasometer	295,387	262,077	125,050
Others	378,856	401,545	326,439
Equity Investments	1,091,514	1,058,708	1,053,056
Investment Property	164,219	164,222	100,828
Property, Plant and Equipment	10,997,265	11,006,034	11,359,924
Intangible	1,599,918	1,598,199	726,340
Total Assets	26,975,880	29,952,137	26,975,880

Balance Sheet - Liabilities and Shareholders' Equity - Consolidated | IFRS - R\$ thousand

Liabilities and Shareholders' Equity	31-Mar-21	31-Dec-20	31-Mar-20
Current Liabilities	4,509,443	4,479,098	2,936,522
Loans and Financing and Taxes Payable in Installments	65,157	140,332	69,703
Suppliers, Subcontractors and Freight	2,137,223	1,917,690	1,510,963
Wages and Social Charges	193,981	180,757	204,377
Taxes and Taxes Payables	642,217	610,804	116,371
Accounts Payable Forfaiting	820,738	880,711	716,331
Dividends Payable	276,536	324,728	67,809
Customers Advances	152,468	139,678	67,904
Others	221,123	284,398	183,064
Long-Term Liabilities	9,346,595	8,634,869	8,419,315
Loans and Financing and Taxes Payable in Installments	6,209,967	5,832,410	5,860,869
Actuarial Liability	1,522,646	1,471,801	1,255,608
Provision for Legal Liabilities	772,920	799,601	717,198
Environmental Protection Provision	233,882	230,002	234,478
Others	607,180	301,055	351,162
Shareholders' Equity	18,009,231	16,838,170	15,620,043
Capital	13,200,295	13,200,295	13,200,295
Reserves & Revenues from Fiscal Year	2,565,089	1,667,171	843,392
Non-controlling shareholders participation	2,243,847	1,970,704	1,576,356
Total Liabilities and Shareholders' Equity	31,865,269	29,952,137	26,975,880

Income Statement - Consolidated | IFRS

R\$ thousand	1Q21	4Q20	Δ	1Q20	Δ
Net Revenues	7,065,832	5,474,270	29%	3,807,855	86%
Domestic Market	5,474,316	4,186,725	31%	2,964,909	85%
Exports	1,591,516	1,287,545	24%	842,946	89%
COGS	(4,602,450)	(3,901,465)	18%	(3,295,002)	40%
Gross Profit	2,463,382	1,572,805	57%	512,853	380%
Gross Margin	34.9%	28.7%	+ 6.1 p.p.	13.5%	+ 21.4 p.p.
Operating Income and Expenses	(337,822)	476,791	-	(237,677)	42%
Selling Expenses	(98,709)	(96,435)	2%	(99,807)	-1%
Provision for Doubtful Accounts	(2,902)	(3,544)	-18%	(1,826)	59%
Other Selling Expenses	(95,807)	(92,891)	3%	(97,981)	-2%
General and Administrative	(115,412)	(122,317)	-6%	(109,377)	6%
Other Operating Income and expenses	(123,701)	695,543	-	(28,493)	334%
Inventories Adjustments	(55,001)	(39,660)	39%	(223)	24564%
Credit of tax - Inclusion of ICMS in the base calculation of PIS and COFINS	42,639	36,479	17%	4,113	937%
Idleness expenses (includes depreciation)	(70,444)	(65,786)	7%	(58,565)	20%
Legal charges	(11,006)	(11,345)	-3%	(3,932)	180%
Impairment of Assets	-	737,406	-	-	0%
Provision for tax credit (ICMS)	(12,086)	(15,807)	-24%	(9,040)	34%
Provision for contingencies	(12,603)	(57,800)	-78%	52,391	-
Recovery of insurance claims expenses	33,310	38,519	-14%	24,099	38%
Result of the non-operating asset sale/write-off	16,783	165,146	-90%	868	1834%
Other Operating Income and Expenses, Net	(55,293)	(91,609)	-40%	(38,204)	45%
EBIT	2,125,560	2,049,596	4%	275,176	672%
EBIT Margin	30.1%	37.4%	- 7.4 p.p.	7.2%	+ 22.9 p.p.
Financial Result	(375,741)	224,412	-	(857,631)	-56%
Financial Income	76,040	79,594	-4%	57,754	32%
Financial Expenses	(96,456)	(141,503)	-32%	(140,727)	-31%
Net foreign exchange gain and losses	(355,325)	286,321	-	(774,658)	-54%
Equity in the results of investees	36,704	58,887	-38%	15,347	139%
Operating Profit or Loss	1,786,523	2,332,895	-23%	(567,108)	-
Income Tax / Social Contribution	(581,626)	(420,193)	38%	143,128	-
Net Income or Loss	1,204,897	1,912,702	-37%	(423,980)	-
Net Margin	17.1%	34.9%	- 17.9 p.p.	-11.1%	+ 28.2 p.p.
Attributable:					
Shareholders	931,795	1,559,121	-40%	(476,567)	-
Minority Shareholders	273,102	353,581	-23%	52,587	419%
EBITDA (Instruction CVM 527)	2,410,901	2,361,292	2%	539,228	347%
EBITDA Margin (Instruction CVM 527)	34.1%	43.1%	- 9.0 p.p.	14.2%	+ 19.9 p.p.
Adjusted EBITDA - Jointly-controlled subsidiaries proportional EBITDA	2,419,761	1,607,060	51%	568,941	325%
Adjusted EBITDA Margin	34.2%	29.4%	+ 4.9 p.p.	14.9%	+ 19.3 p.p.
Depreciation and Amortization	248,637	252,809	-2%	248,705	0%

Cash Flow - Consolidated | IFRS

Cash Flow - Consolidated IFRS	1Q21	4Q20	1Q20
Operating Activities Cash Flow			
Net Income or Loss in the Period	1,204,897	1,912,702	(423,980)
Financial Expenses and Monetary Var. / Net Exchge Var.	287,538	(300,989)	873,489
Interest Expenses	69,571	68,785	82,217
Depreciation and Amortization	248,637	252,809	248,705
Losses/(gains) on Sale of Property, Plant and Equipment	(16,783)	(165,146)	(868)
Equity in the Results of Subsidiaries/Associated Companies	(36,704)	(58,887)	(15,347)
Impairment of Assets	-	(737,405)	-
Difered Income Tax and Social Contribution	(23,882)	149,232	(208,786)
Constitution (reversal) of Provisions	396,617	162,842	10,038
Actuarial Gains and losses	24,352	25,110	21,520
Total	2,154,243	1,309,053	586,988
(Increase)/Decrease of Assets			
Accounts Receivables Customer	(911,799)	32,590	(321,324)
Inventories	(900,390)	(321,273)	61,773
Recovery of Taxes	(94,275)	(76,700)	(38,981)
Judicial Deposits	(3,097)	(3,816)	(18,392)
Others	(205,573)	(189,853)	(91,981)
Total	(2,115,134)	(559,052)	(408,905)
Increase /(Decrease) of Liabilities			
Suppliers, Contractors and Freight	219,533	284,553	(7,307)
Amounts Owed to Affiliated Companies	2,711	(27,612)	(14,184)
Customers Advances	12,790	23,986	10,147
Tax Payable	252,468	209,714	125,002
Securities Payable Forfaiting	(59,973)	(46,473)	102,528
Actuarial Liability Payments	(8,396)	(7,804)	(5,742)
Actuarial Liability Received - PB1	-	(3,728)	393,933
Others	190,660	138,399	29,277
Total	609,793	571,035	633,654
Cash Generated from Operating Activities	648,902	1,321,036	811,737
Interest Paid	(162,357)	(6,913)	(152,559)
Income Tax and Social Contribution	(493,107)	(87,326)	(41,860)
Net Cash Generated from Operating Activities	(6,562)	1,226,797	617,318
Investments activities cash flow			
Marketable Securities	1,010,097	(296,588)	97,235
Capital increase in subsidiary	-	(22)	-
Fixed Asset Acquisition	(229,952)	(231,344)	(175,821)
Fixed Asset Sale Receipt	50,379	96,933	881
Dividends Received	4,592	130,081	2,093
Purchase of Intangible Assets	(8,665)	(13,150)	(6,645)
Net Cash Employed on Investments Activities	826,451	(314,090)	(82,257)
Financial Activities Cash Flow			
Inflow of Loans, Financing and Debentures	-	-	-
Payment of Loans, Financ. & Debent.	(1,943)	(38,915)	(3,391)
Swap Operations Liquidations	-	(18,443)	-
Dividends and Interest on Capital	(48,192)	(8,660)	(5)
Net Cash Generated from (Employed on) Financial Activities	(50,135)	(66,018)	(3,396)
Exchange Variation on Cash and Cash Equivalents	(26,658)	(9,475)	17,895
Net Increase (Decrease) of Cash and Cash Equivalents	743,096	837,214	549,560
Cash and Cash Equivalents at the Beginning of the Period	3,261,288	2,424,074	1,252,966
Cash and Cash Equivalents at the End of The Period	4,004,384	3,261,288	1,802,526
RECONCILIATION WITH BALANCE SHEET			
Cash and Cash Equivalents at the Beginning of the Period	3,261,288	2,424,074	1,252,966
Marketable Securities at the Beginning of the Period	1,606,816	1,310,228	668,175
Cash and Cash Equivalents at the Beginning of the Period	4,868,104	3,734,302	1,921,141
Net Increase (Decrease) of Cash and Cash Equivalentes	743,096	837,214	549,560
Net Increase (Decrease) of Marketable Securities	(1,010,097)	296,588	(97,235)
Cash and Cash Equivalents at the End of the Period	4,004,384	3,261,288	1,802,526
Marketable Securities at the End of the Period	596,719	1,606,816	570,940
Cash and Cash Equivalents at the End of the Period	4,601,103	4,868,104	2,373,466

1Q21 RESULTS

WEBCAST

INSTITUTIONAL PRESENTATION

AGENDA

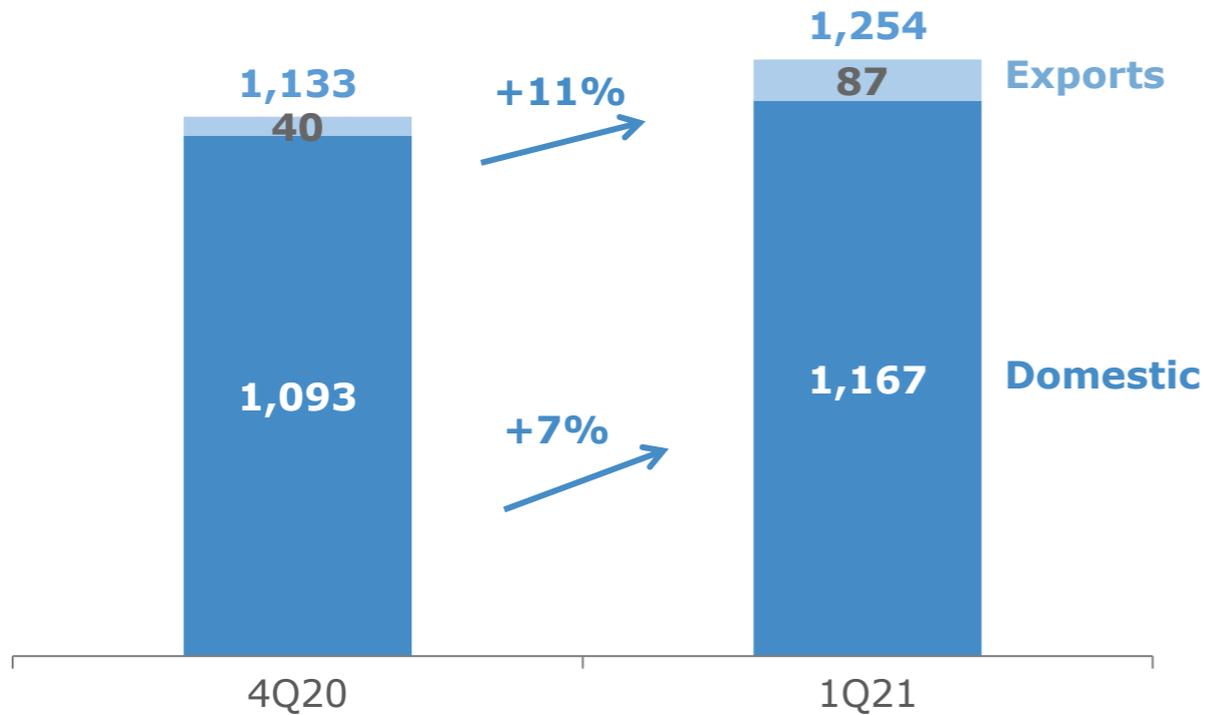
<u>WEBCAST.....</u>	<u>03</u>
<u>INSTITUTIONAL PRESENTATION.....</u>	<u>18</u>

1Q21 Results

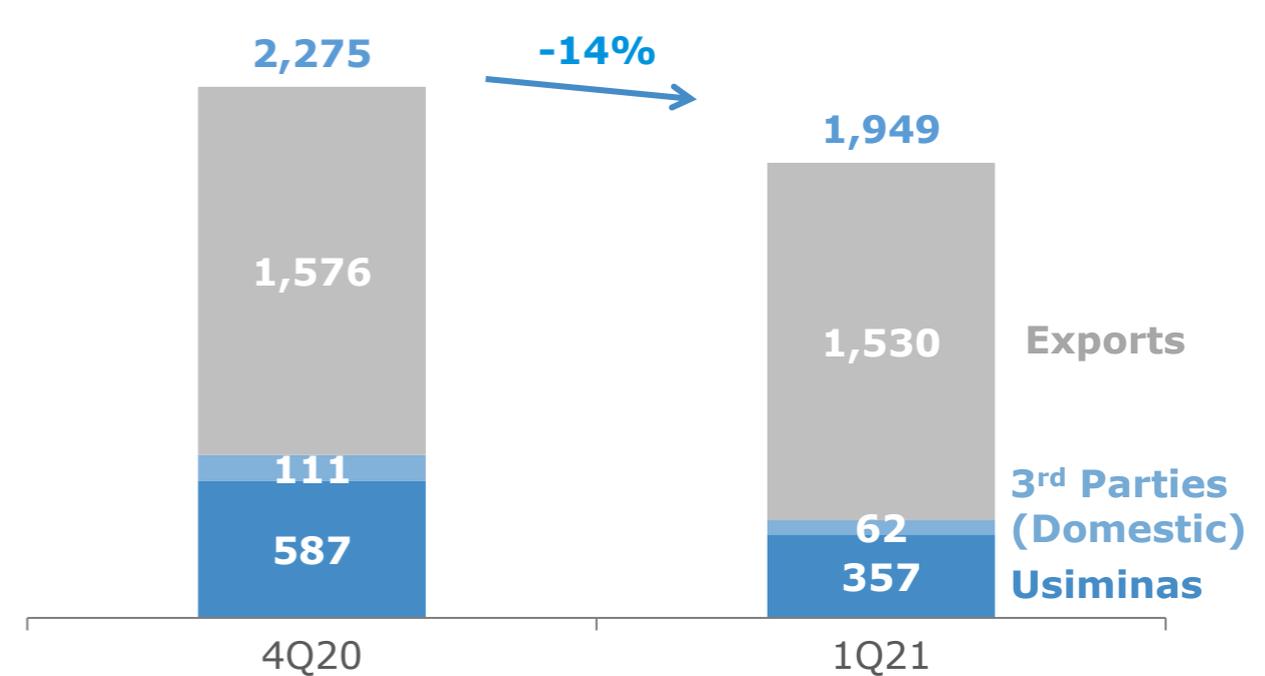
WEBCAST

Highlights

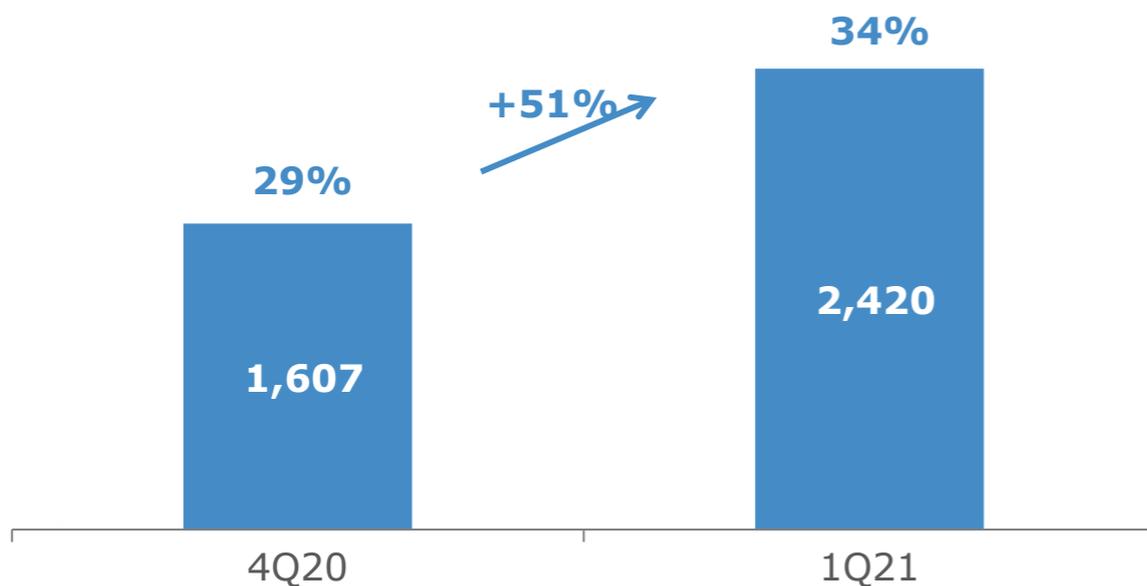
Steel Unit Sales – thousand tons



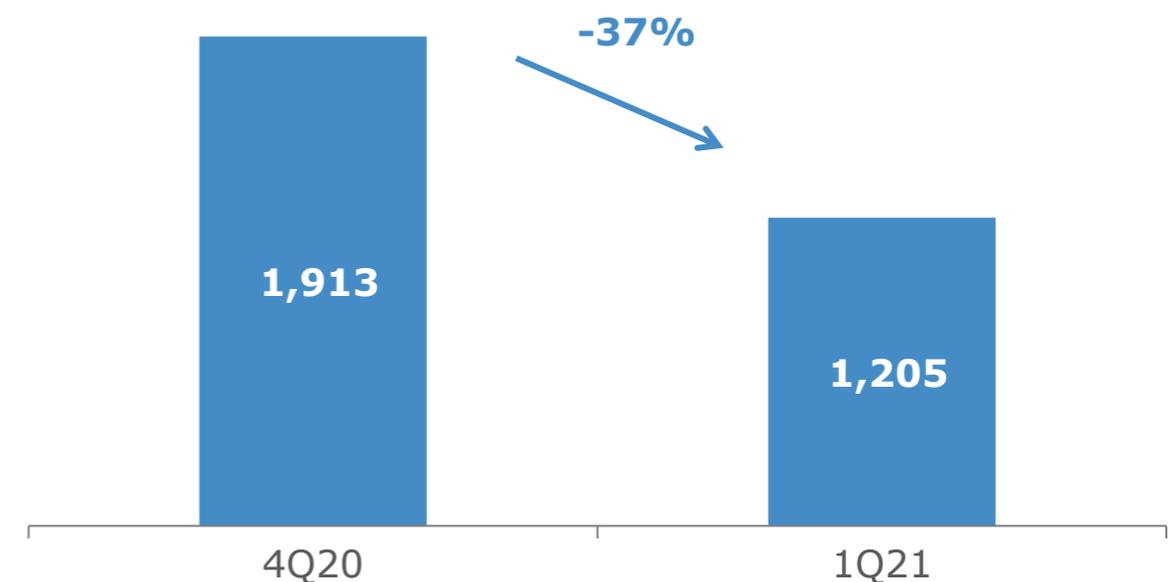
Iron Ore Sales – thousand tons



Adjusted EBITDA – R\$ million



Net Profit – R\$ million



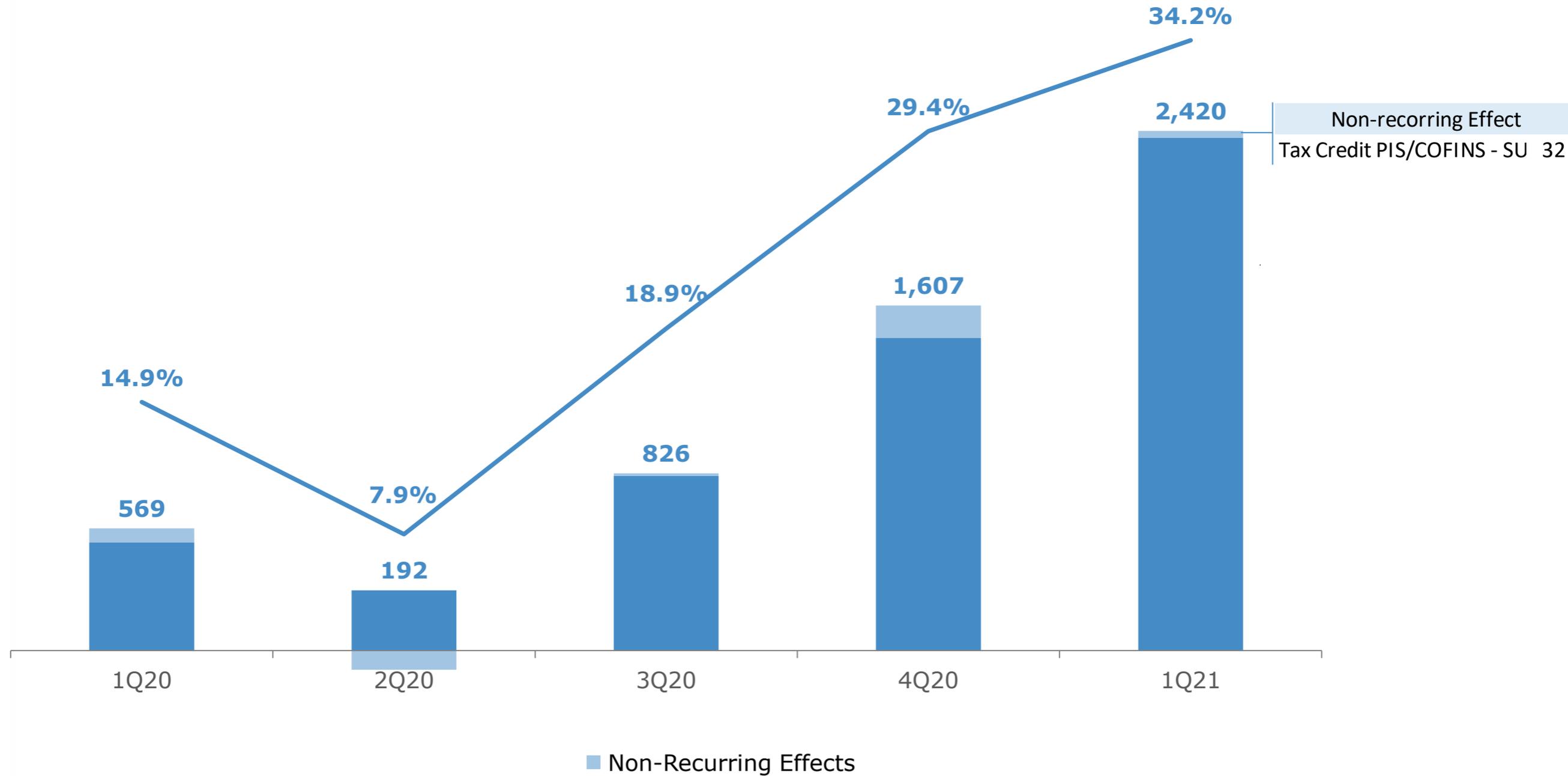
Positive FX variation of R\$286 million
Impairment reversion of R\$ 737 million

Negative FX variation of R\$355 million

Results - Consolidated

Adjusted EBITDA and Margin – Quarterly – R\$ Million

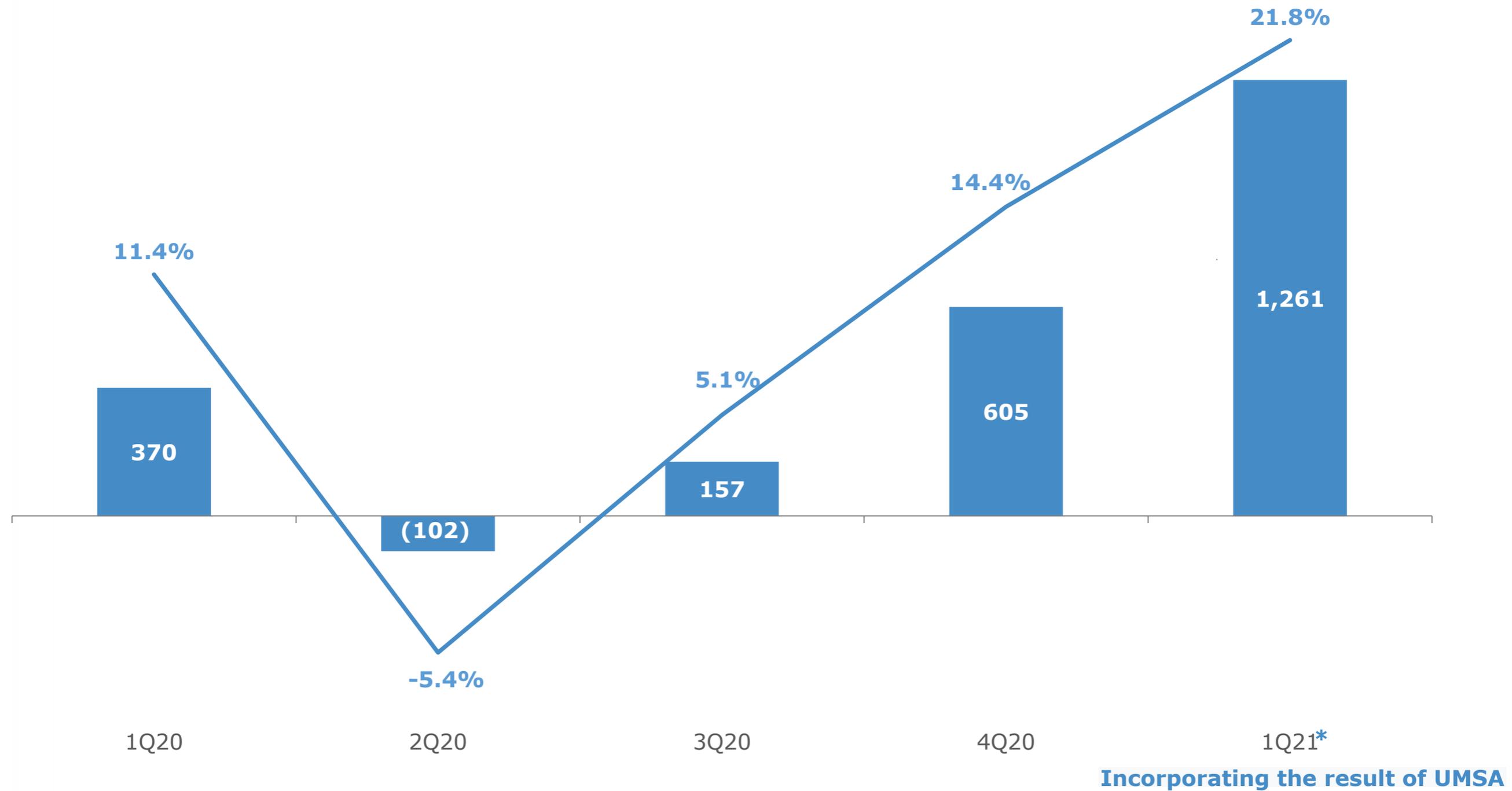
Highest EBITDA in history



Results – Steel Unit

Adjusted EBITDA and Margin – Quarterly – R\$ Million

Highest EBITDA in history

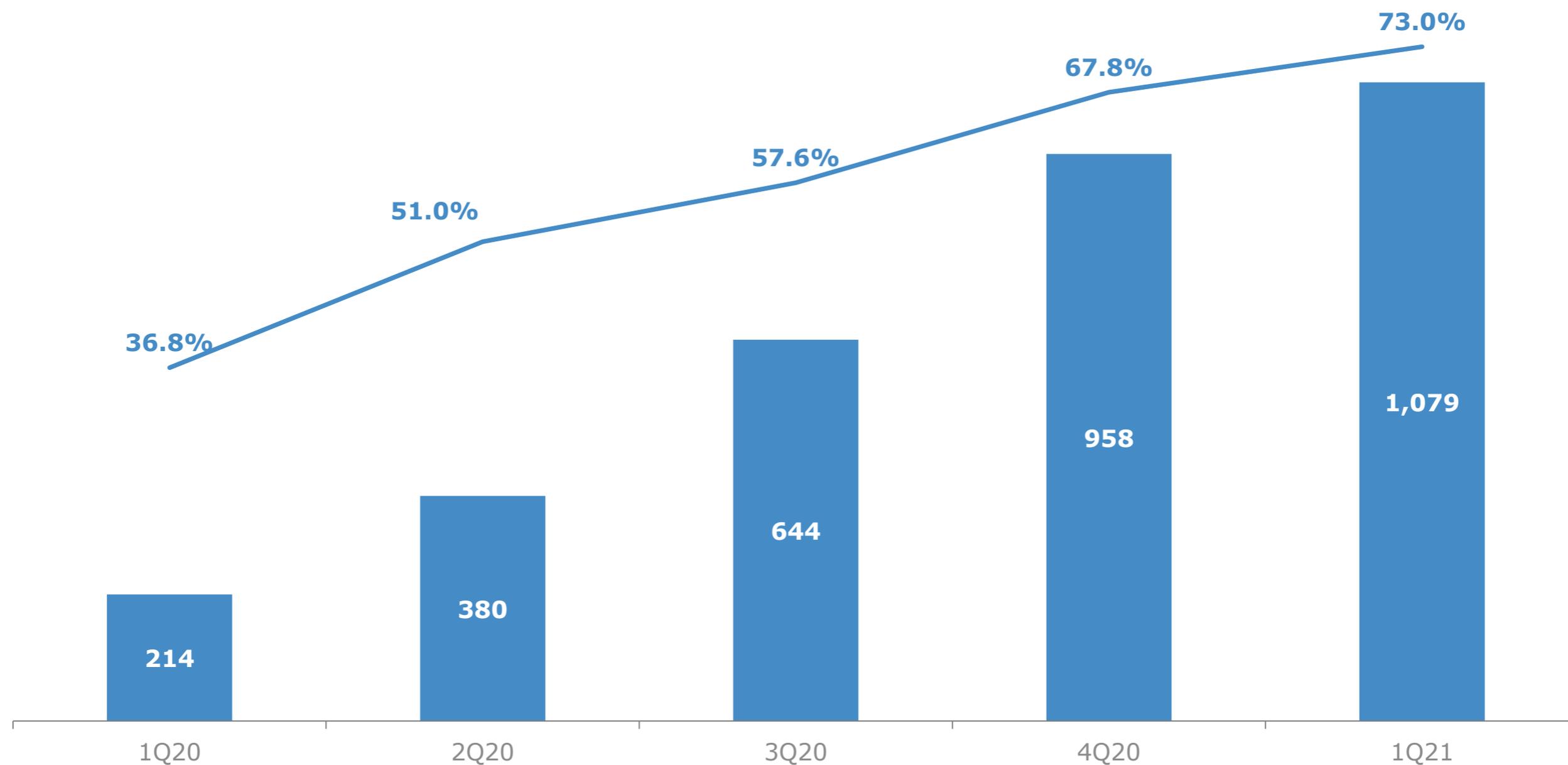


Incorporating the result of UMSA

Results – Mining Unit – Mineração Usiminas

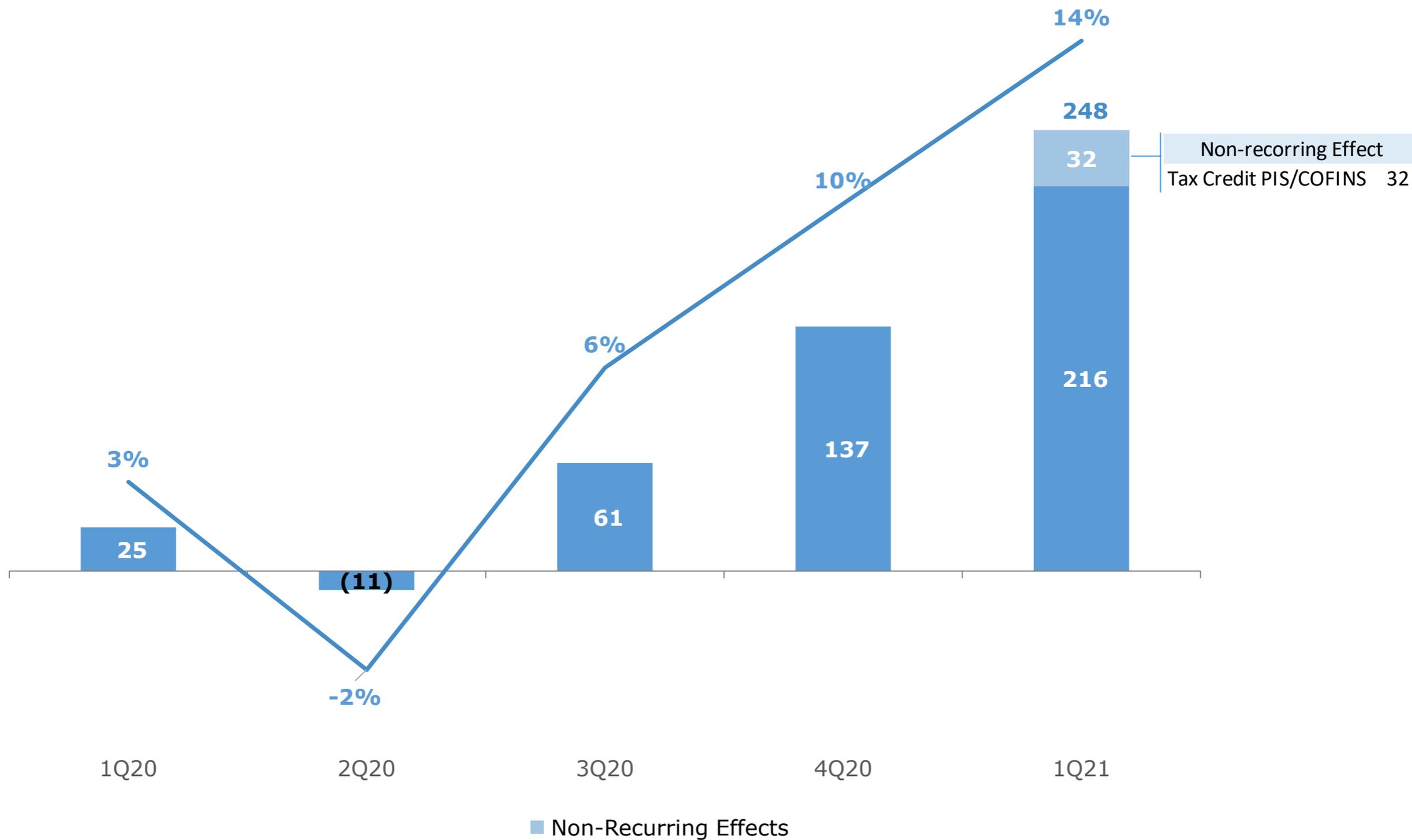
Adjusted EBITDA and Margin – Quarterly – R\$ Million

Highest EBITDA in history



Adjusted EBITDA and Margin – Quarterly – R\$ Million

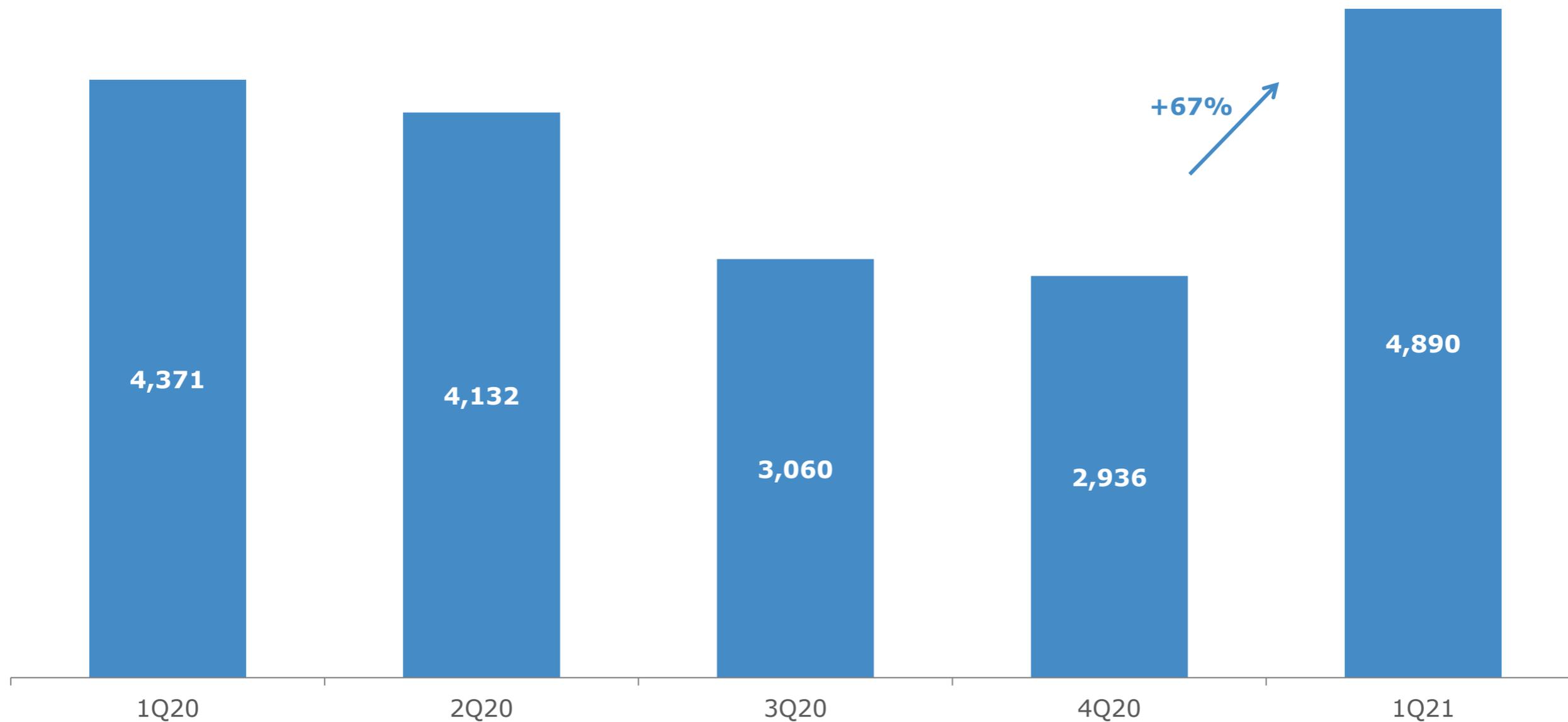
Highest EBITDA in history



Other Financial Indicators

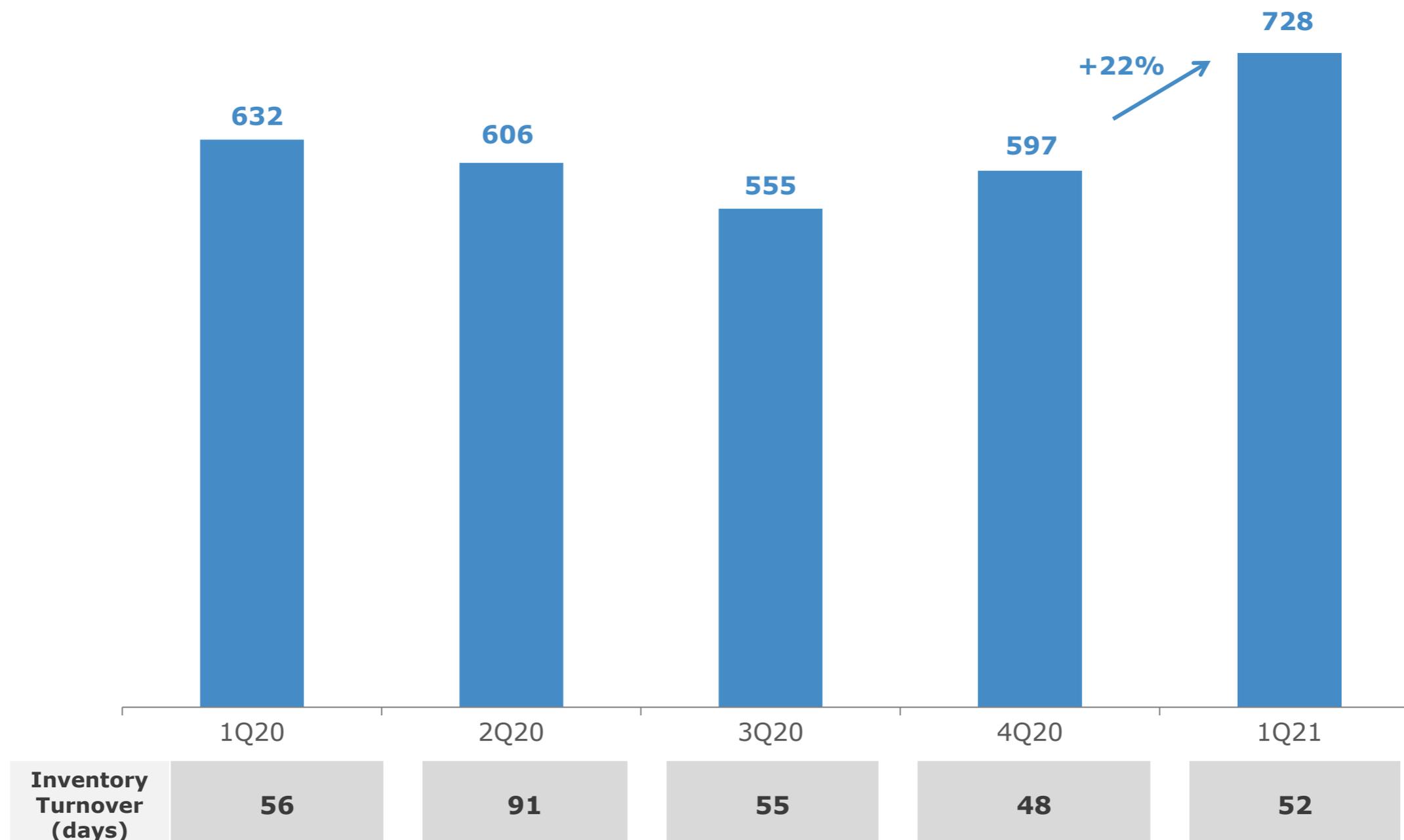
Working Capital – Consolidated

R\$ million



Working Capital – Steel Inventories

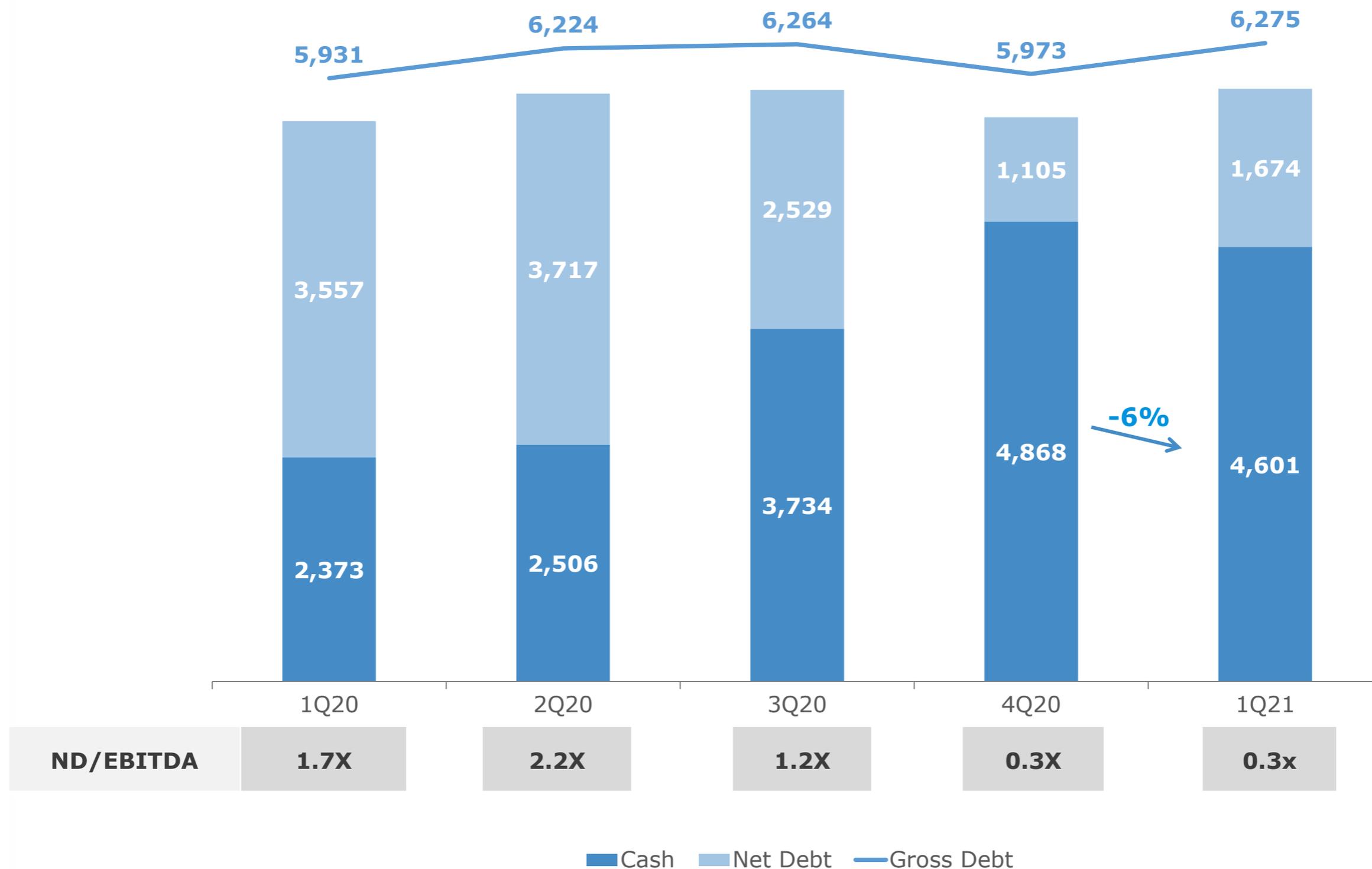
Thousand tons



Cash Position and Indebtedness – Consolidated

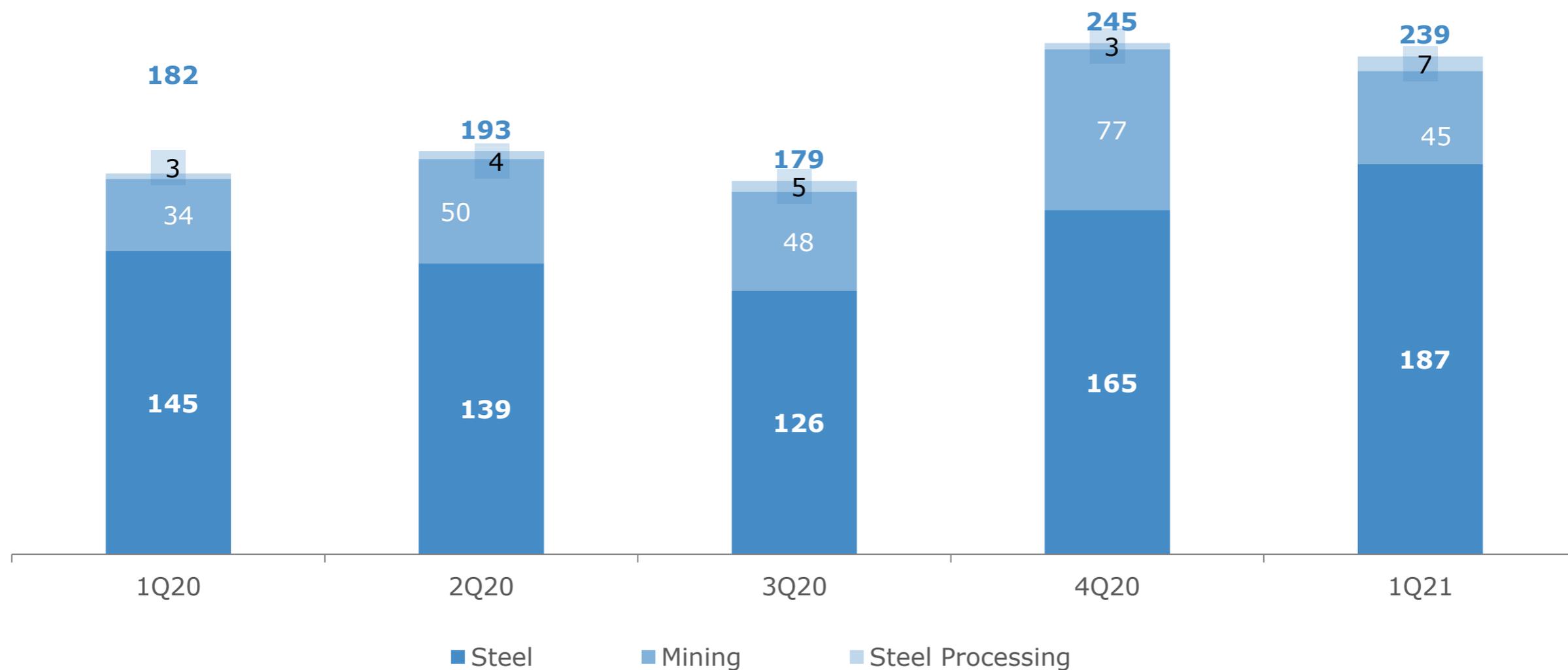
With interest – Quarterly – R\$ million

Duration: R\$: 38 months
US\$: 56 months



Capex – Consolidated

Quarterly - R\$ million



Follow-up of Goals:

Indicator	Goal	Status
Number of women	10% of women in the company's Industrial area by 2022;	
Accident frequency rate	Zero Accident Target. LTI Frequency Rate less than 0.3 in 2021;	
Carbon Emissions	GHG emission inventories in the year 2021	
	Conect to the CDP and GHG Protocol inventory;	
Dam Safety	Migration to filtering in 2T21;	
	De-characterization of the Central dam in 1T22	



Institutional Presentation

1Q21

AGENDA

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Usiminas

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Pillars of Usiminas' Management

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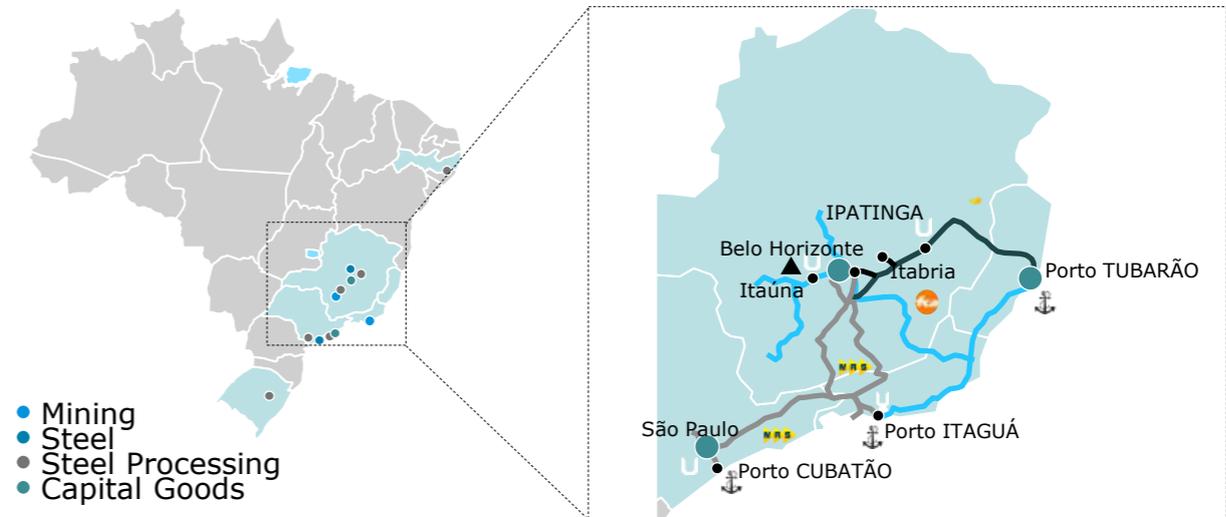
Appendix

Usiminas at a Glance

Company Overview

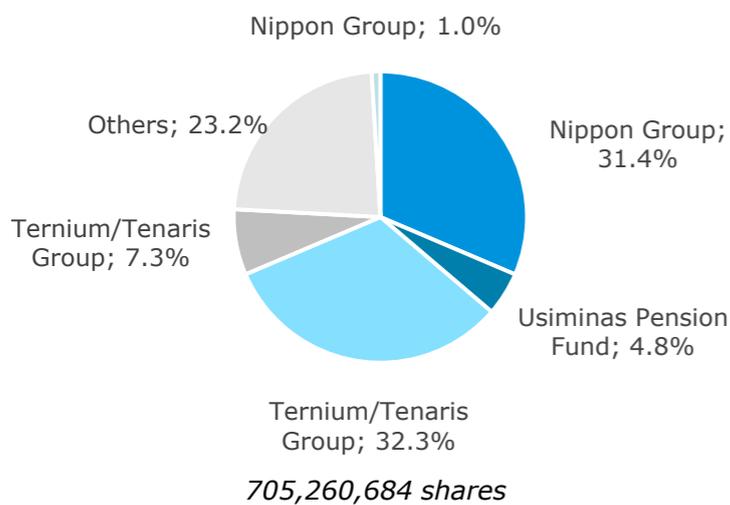
- ✓ Usiminas is one of the largest flat steel producers in Brazil, with operations in several segments of the value chain, such as mining and logistics, capital goods, service and distribution centers and customized solutions
- ✓ Two steel plants strategically located along Brazil's main industrial axis, with sales force present in the main regions of the country
- ✓ First Brazilian steel company certified by ISO 9001
- ✓ Founder of the most enduring environmental education project in the private sector since 1984

Geographic Footprint

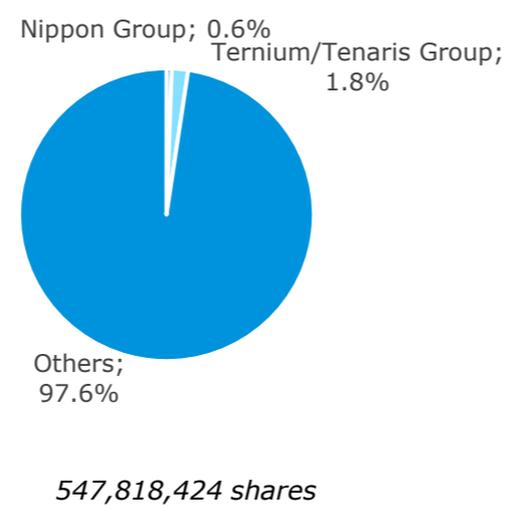


Shareholder Structure (% of total capital, except otherwise indicated)

Voting Capital



Preferred Shares



56% of ON and 44% of PN

Financial Highlights (in R\$m, except otherwise indicated)

	2016	2017	2018	2019	2020
Net Revenues	8,454	10,734	13,737	14,950	16,088
<i>Growth YoY</i>	-17%	27%	28%	9%	8%
Adjusted EBITDA	660	2,186	2,693	1,973	3,194
<i>Margin</i>	8%	20%	20%	13%	24%
Net Income	(577)	315	829	377	1,292
<i>Margin</i>	(7%)	3%	6%	3%	8%
Total Debt	6,942	6,656	5,854	5,111	5,793
Cash and Equivalents	2,257	2,314	1,693	1,921	4,868
Net Debt	4,684	4,342	4,161	3,189	1,105
<i>Net Debt / EBITDA</i>	7.1 x	2.0 x	1.6 x	1.6 x	0,3 x

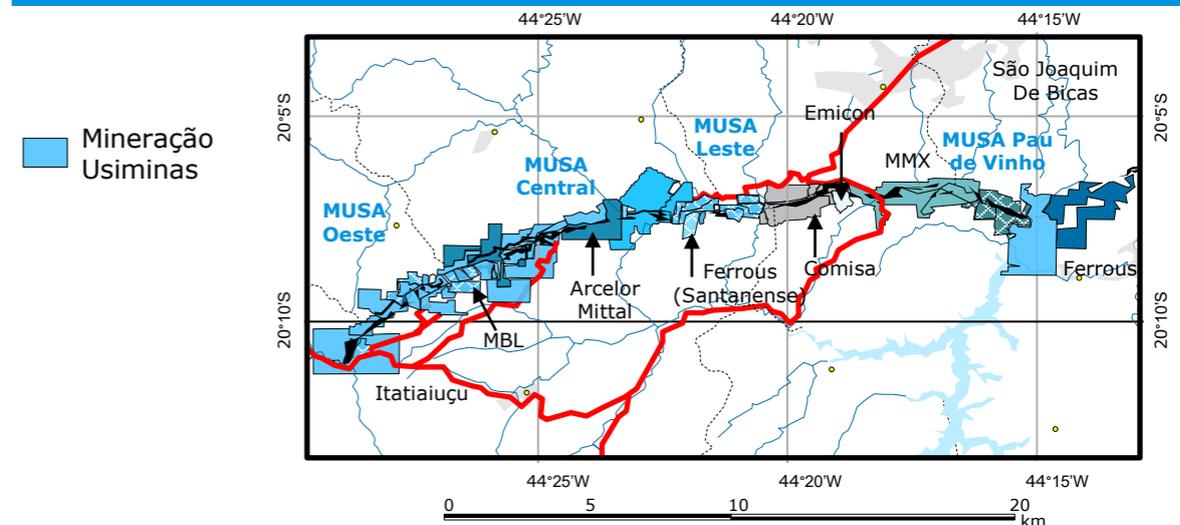
Complete Solutions on Products and Services



Overview

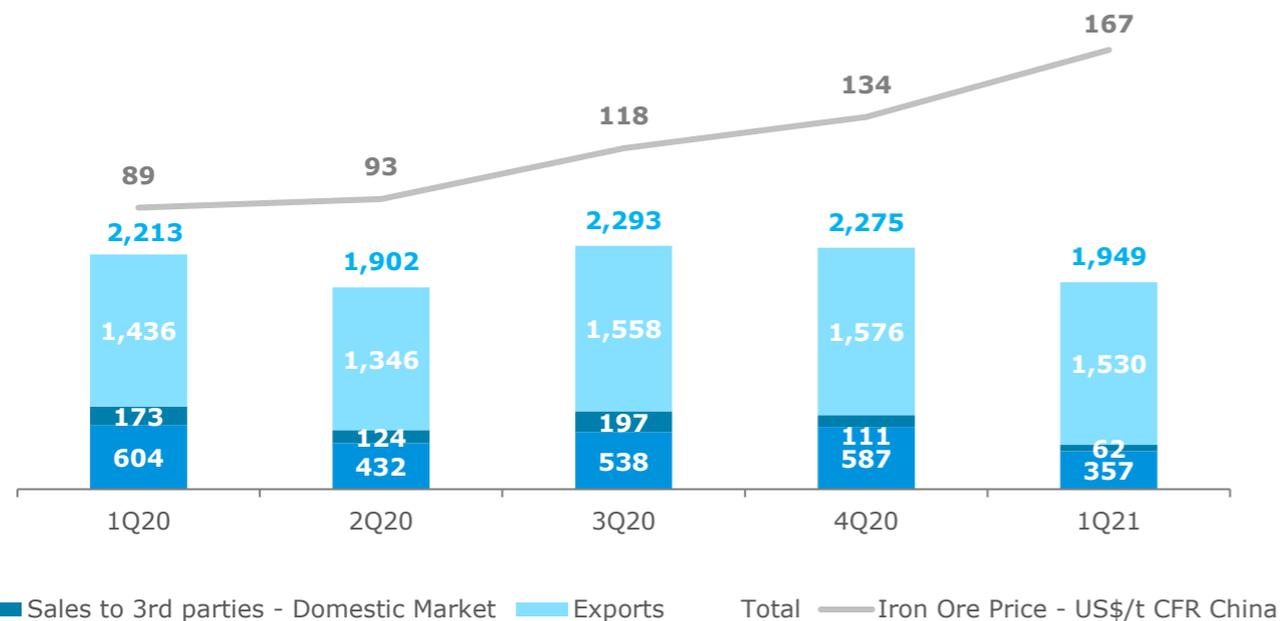
- JV formed in 2010 through a partnership with Sumitomo Corporation (30% economic stake) responsible for mining and railway operations
- Three mining sites in the Serra Azul region (MG), with resources of 2.4 billion tons of iron ore
- Asset base also includes pellet and sinter feed processing plants
- Concluded investments that will expand the currently capacity to 12 mm tons/year
- The company also has voting equity stake of 20% of MRS Logística and a strategic field in Sepetiba Bay (RJ)

Assets Location

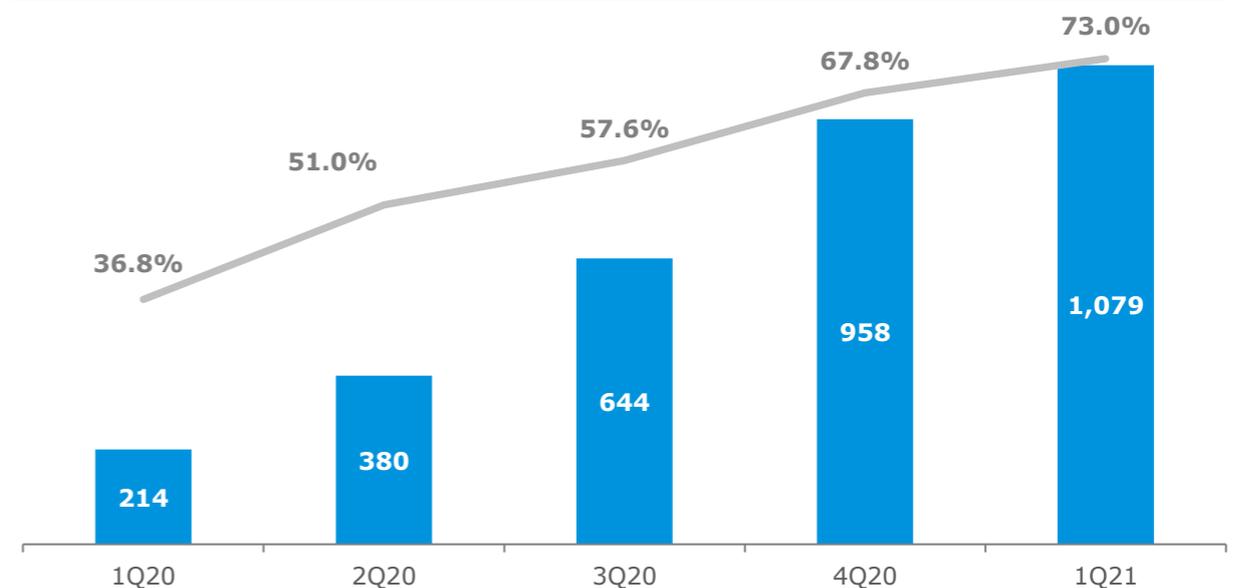


Iron Ore Sales and Price PLATTS (62% FE CFR China)

Mining Business Unit - Thousand tons – Prices in US\$/ton



EBITDA (R\$ mm) and EBITDA Margin (%)



1. Mining and Logistics (Cont'd)

Key Projects

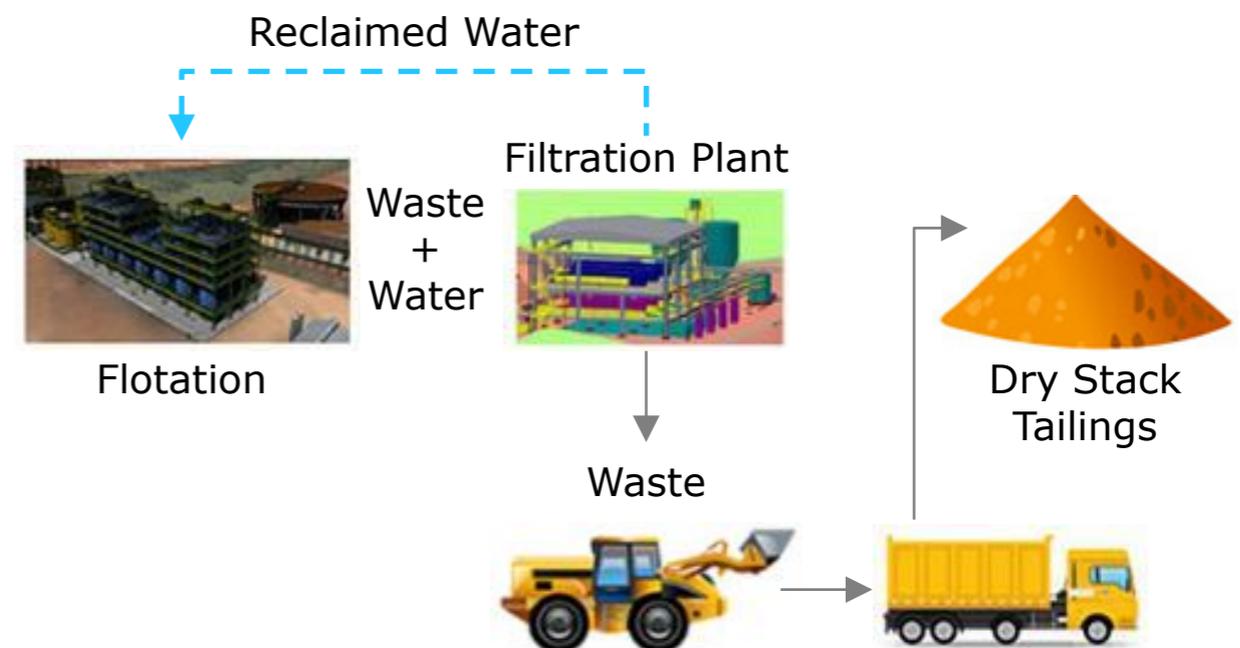
Friables

- ✓ Started operation in 2014
- ✓ Two iron ore processing plants
- ✓ Increased nominal capacity from 8 million to 12 million tons / year of iron ore
- ✓ Iron ore with better quality, higher concentration of iron content and lower impurity level



Dry Stacking (ongoing)

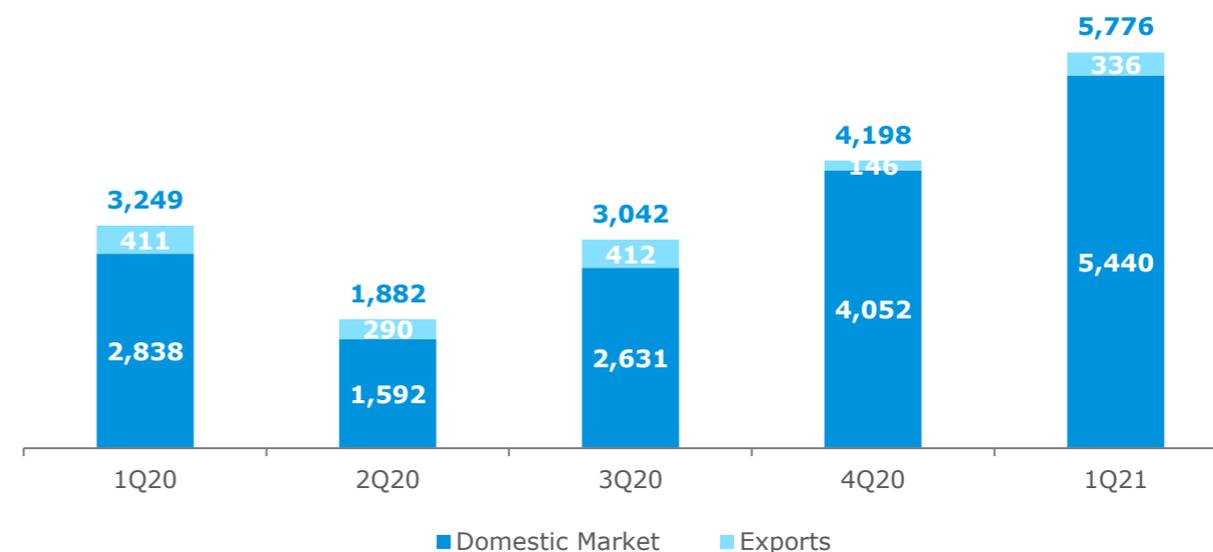
- ✓ MUSA is investing in the dry stacking technique. With an R\$160 million investment, the process will start operating in 2021.



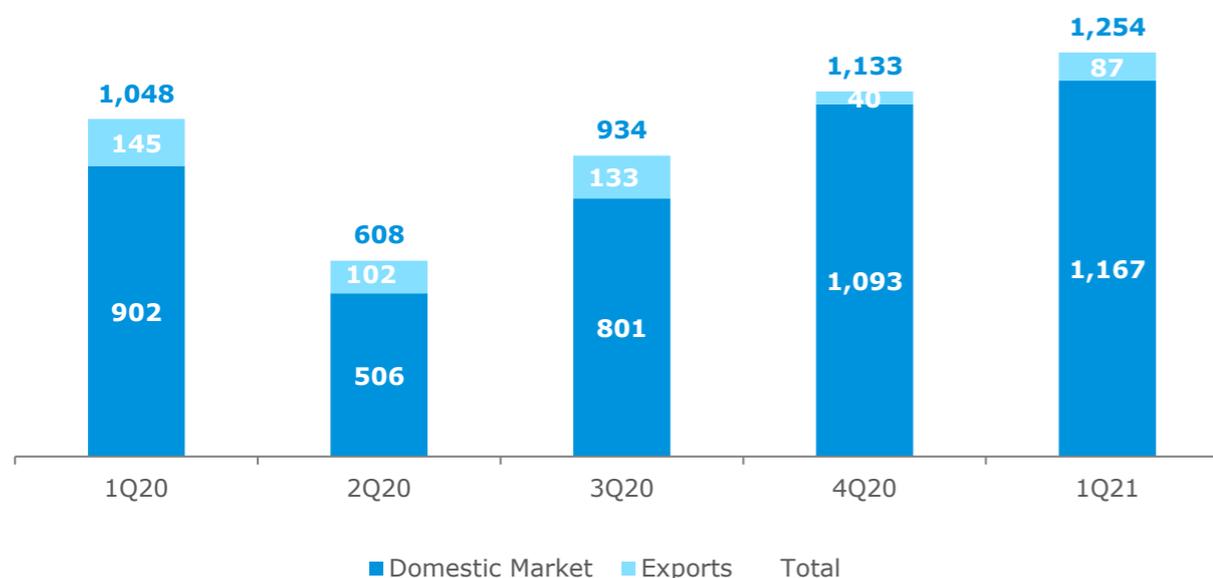
Overview

- One of the largest producers of flat rolled steel in Brazil
- Two industrial plants in Ipatinga (MG) and Cubatão (SP)
- Nominal production capacity of 9.5 mm tons of annual crude steel
- The company owns Unigal Usiminas, a JV with Nippon Steel engaged in steel hot-dip galvanizing, enhancing the technology content within Usiminas' steel
- Largest center of steel research in Latin America

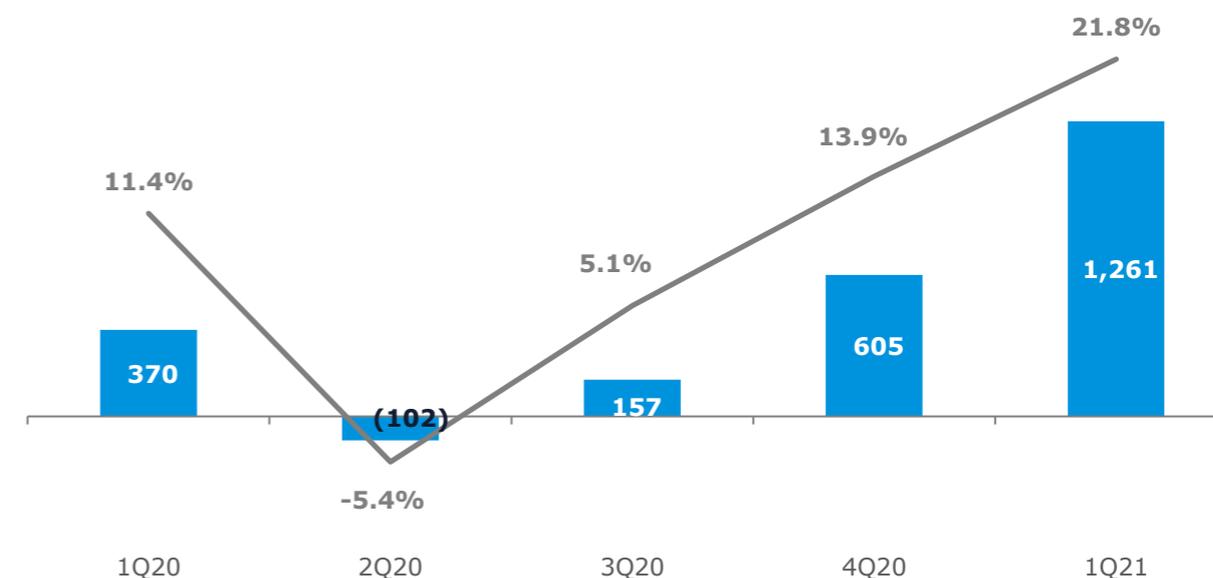
Net Revenue (R\$ mm)



Steel Sales Evolution (Thousand tons)



EBITDA (R\$ mm) and EBITDA Margin (%)



Steel (Cont'd)

Flat steel consumption markets

Heavy Plates



Hot Rolled



Cold Rolled



Galvanized



Civil Construction



Machinery and Equipment



Pipelines



Capital Goods



Wind Energy



Oil and Gas



Civil Construction



Machinery and Equipment



Pipelines



Auto Industry



Solar Energy



Oil and Gas



Civil Construction



White Line



Auto Industry



Civil Construction



White Line

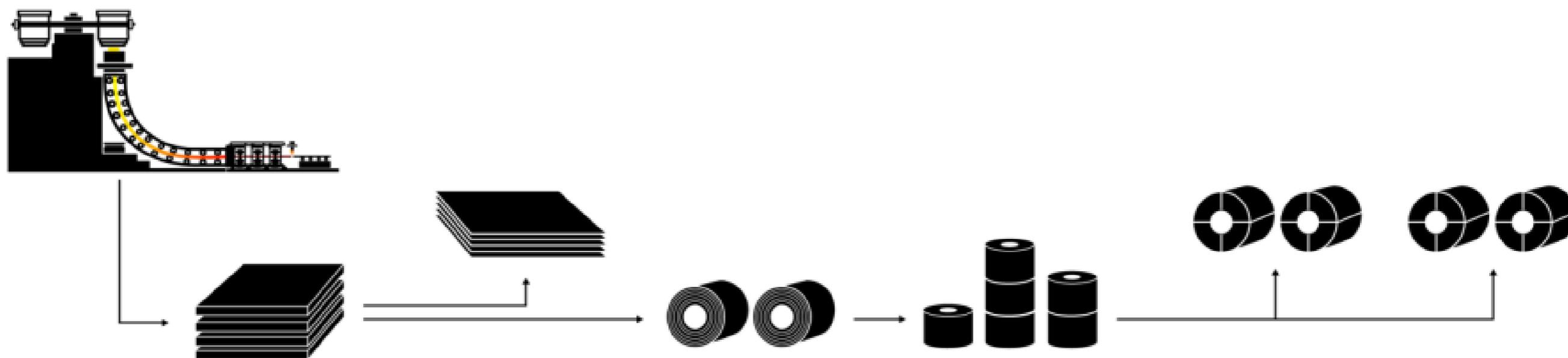


Auto Industry



Solar Energy

- Crude steel capacity of 9.5 million tons, being 5 million tons in Ipatinga and 4.5 million in Cubatão, which had the operation of its crude steel production temporarily suspended and currently processes purchased slabs



	Heavy Plates	Hot Rolled	Cold Rolled	Galvanized		Total
				Electrogalvanized	HDG	
Total Production Capacity ¹ of Products for Sale	1,900	4,200	2,200	350	1,020	9,670
Generation of Products for Sale with the Equipment in Operation ²	900	2,070	2,200	350	900	6,420

- ¹ According to the theoretical mix of sales in the implementation of the line.
- ² Excluding the temporarily suspended capacities of Heavy Plates and Hot Strip Laminator #1 in Cubatão.

Steel (Cont'd)

Key Projects

CLC Technology



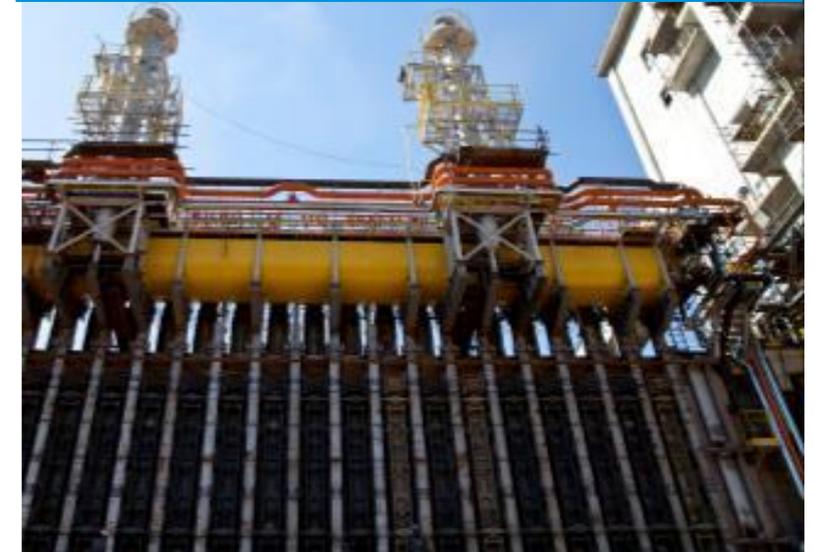
- ✓ Licensed in 2009
- ✓ Consists of an accelerated cooling process for heavy plates.
- ✓ The project enabled Usiminas' to meet specific requirements from Petrobras (application on pre-salt operation, besides the shipbuilding sector)

Hot-dip Galvanizing Line



- ✓ Doubled the capacity to 1 million tons / year
- ✓ Expertise in ultra-high strength steel production (dual phase)
- ✓ Started operations in 2011

Coke Plant Revamp – Ipatinga



- ✓ Started operations in May 2015
- ✓ Metallurgical coke with adequate specifications for pig iron production in the blast furnace process
- ✓ Reduction of particle emissions, gases and volatile substances
- ✓ Coke gas to be used in the operational facilities of Ipatinga Mill and electricity generation
- ✓ Total capacity of coke plant of 1.4 million tons/year

Steel (Cont'd)

Focus on developing new steel and improving production processes

Research and Development



Largest Center for Steel Research in Latin America

- More than **40 years of operation**
- **17 LABORATORIES**
- Improve processes and develop products
- **CONTRIBUTE TO THE LEADERSHIP OF USIMINAS IN THE GENERATION OF PATENTS IN BRAZIL**

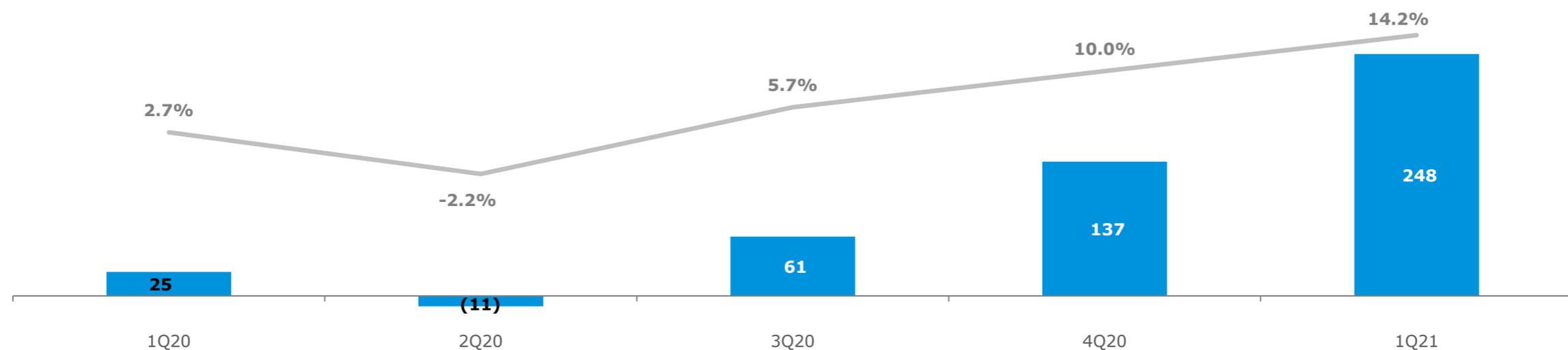
**Steel mill with the largest number of patents in Latin America.
Annual R&D investment around R\$30million.**

Steel Processing

Overview – Soluções Usiminas

- Soluções Usiminas engages in steel transformation and distribution
- The company is controlled by Usiminas, that holds a 68.9% stake
- Its portfolio includes the production of steel coils, coarse plates, rollers, welded assemblies, metal structures and metal disks and tubes, among other items
- Located in seven different sites with an installed capacity to transform 1.9 million tons of steel per year

EBITDA (R\$ mm) and EBITDA Margin (%) – Steel Processing - Quarterly



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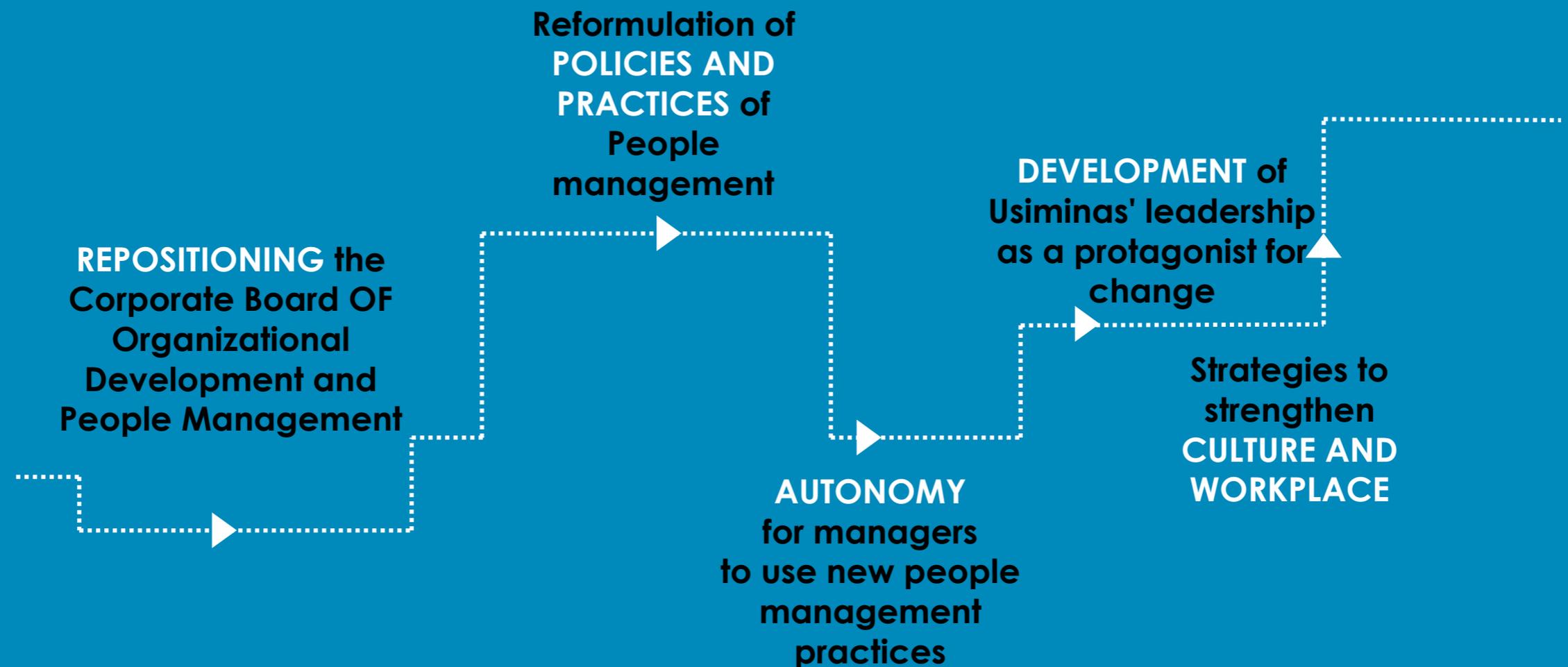
Appendix

PILLARS OF USIMINAS' MANAGEMENT

People, Clients and Results



PEOPLE



People

Social and Environmental Highlights

Highlights



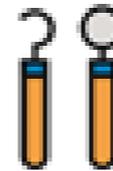
“Projeto Superar”

Awarded by **World Steel Association**
 “Excellence in health and safety – Impact on occupational health.”



“Todos pela Água”

was the greatest winner in the category “**Best sustainable partner project**” of “IX Prêmio Hugo Werneck” in Sustainability & Love to Nature.



215 thousand Dental Care

at the “Integrated Dentistry Center” in 2019.



1,513 Scholarship

at “Colégio São Francisco Xavier” in 2019.



80% Customer Satisfaction

at “Hospital Márcio Cunha” in 2018/9

“Mobiliza Caminhos do Vale” Project

Promotes the recovery of rural roads based on steel aggregates, having as a counterpart the realization of socio-environmental projects and the recovery of springs by the municipalities

- ✓ **3.2 Million** tons of applied Siderbrita
- ✓ **1.3 Million** beneficiaries
- ✓ **2,625 km** of rural roads recovered
- ✓ **126,000** trips on 25 tons’ trucks
- ✓ **84 municipalities** in the east of Minas Gerais
- ✓ **4,490** springs in recovery process
- ✓ **1.09 million** seedlings planted (average 396/spring)
- ✓ **337,675** wood fence posts used
- ✓ **1,046,789** meters of wire fixed



People

Social and Environmental Highlights

“Mobiliza Todos pela Água” Project

Enters into partnerships with municipal councils, using slag to recover springs

84
Municipalities
participating

4,490
Springs
recovered

1,09
million
Seedlings
planted



People

Social and Environmental Highlights

“Mobiliza Pelo Trabalho” Project

Manufacture of interlocking blocks based on steel aggregate using inmates labor

88,255

benefited people

750m²/month
of production

100t

of **Siderbrita**
used per month

50%

less costly*

Gains in **accessibility** and **convenience** for the population
Re-socialization and **remission** of punishment for the inmates



*compared to similars on the market.

People

Social and Environmental Highlights

“Mobiliza Caminhos do Vale” Project

Socio-environmental projects as counterpart in **Marliéria**



Slope containment works, leading to a **100% annual attendance** in the local schools

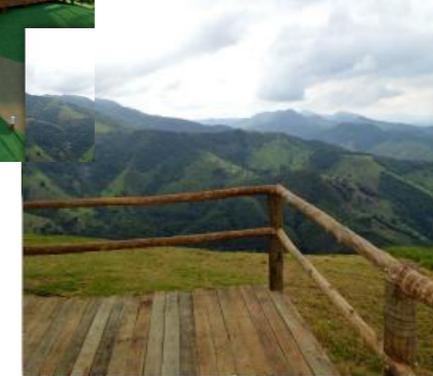
Contrapartidas sócio ambientais em **Paraíso e Iapú**



Workshop on **Ecology** and **Environmental Preservation**, environmental awareness and tree seed plantation in the springs by community children



Increase in **tourism** and **handicraft**, and helping the local products flow



Construction of the **free flight ramp** in the community of Achado, 2nd largest in the State of Minas Gerais

People

Social and Environmental Initiatives

Education and Culture

São Francisco Xavier School

First educational institution in Brazil to obtain ISO 9001



Usiminas Institute

Usiminas invested over R\$260 million, encouraging around 2,000 social projects



Projects and Programs

Xerimbabo Usiminas Project

Promotes protection and environmental education free of charge for more than 2 million young people



“Plante uma vida” Project

The initiative promotes the planting of native tree by employees who had a children in the year



People

Social and Environmental Initiatives

São Francisco Xavier Foundation

Márcio Cunha Hospital – Unit I

Reference center in the area of health in Brazil



Márcio Cunha Hospital – Unit II

Hospitalization, Ambulatory Care, Diagnostic Imaging Center and Usifamília



Carlos Chagas Municipal Hospital

Reference for the municipalities of the Itabira microregion to SUS patients



Cubatão Hospital

General Hospital for services of medium complexity, reference for the region of São Vicente, Cubatão, Guarujá and Praia Grande



People

Social and Environmental Highlights

Awards and Recognition

2019 – “Boas Práticas Ambientais” State Award – Recognition from SEMAD and Sisema

2019 – “Chico Mendes Institute Social-Environmental Award” - Proactive posture in relation to sustainable development

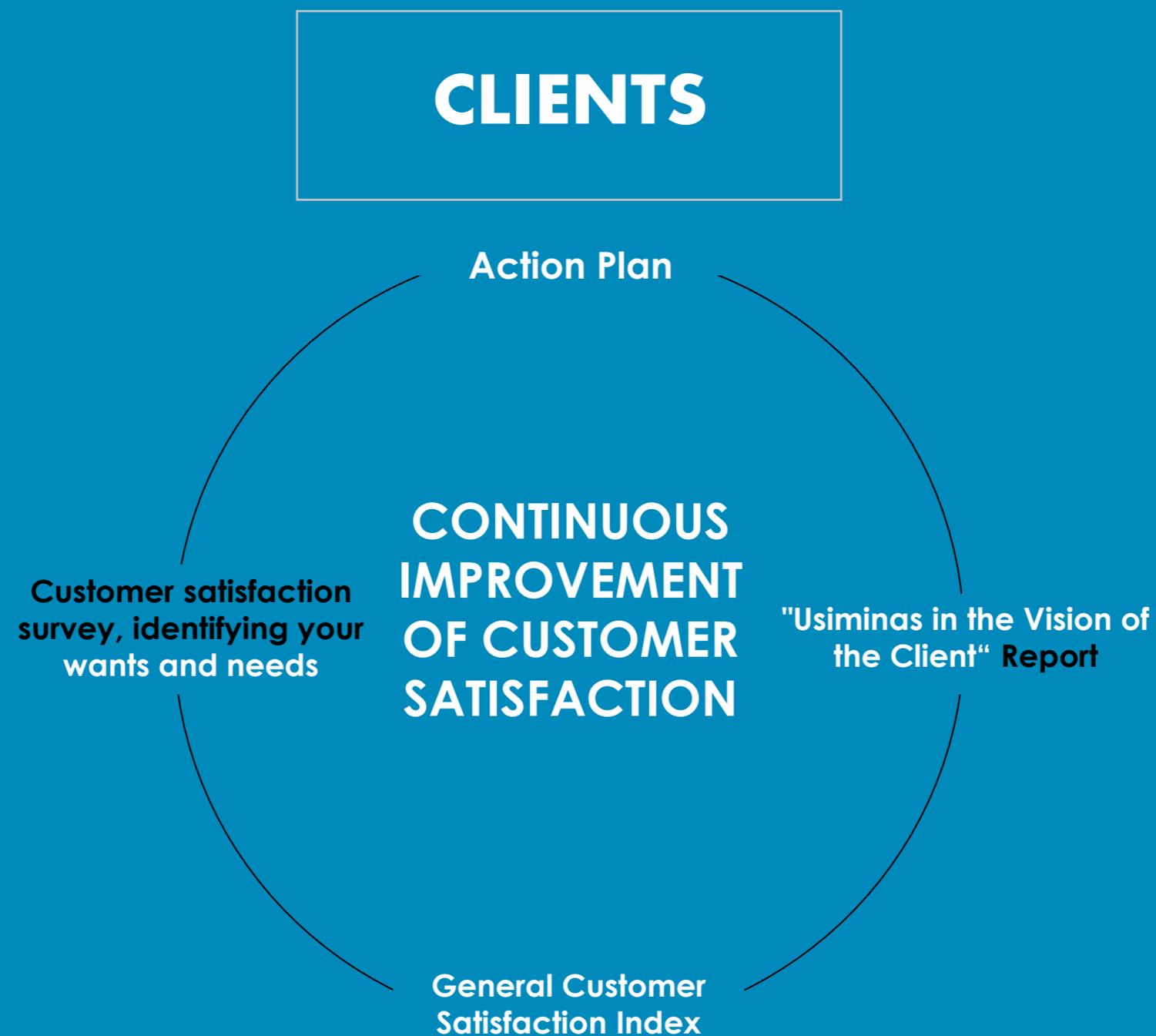
2018 - “Sustentabilidade Américas” Award – Biggest Americas’ Award

2018 – “Hugo Werneck” Award – Best Sustainable Partner Project: “Todos pela Água”

2017 – “Boas Práticas Ambientais” Award – Recognition from FEAM and FIEMG

2017 – “World Steel Association”: Biggest World Award (Belgium)





Clients

Customer Satisfaction, Awards and Recognition

AWARDS AND RECOGNITION

- Whirlpool Supplier Award Quality Excellence 2019*
- Latin American Quality Awards 2019 - Latin American Excellence Model*
- Top Supplier Ford – Raw Material and Stamping 2018*
- Gestamp Supplier Quality – Excellence Award 2017*
- MotoHonda Supplier – Excellence in Quality and Delivery 2017*
- Mercedes Benz award for environmental responsibility 2017*
- 2015 REI Award*
- Ranking of the "100 most Innovative Companies in Brazil"*
- Toyota Global Suppliers Award*
- Auto Data Quality Ranking and Partnership 2015*
- PSA Peugeot-Citroen Award*

MAIN SUPPLIER FOR THE AUTOMOTIVE MARKET



RESULTS

CRISE
 Deterioration of results
 Loss of Market Cap.
 Furnace shutdown

SURVIVAL
 Capital increase of R\$ 1Bi
 Debt Restructuring
 Change of the business model in Cubatão

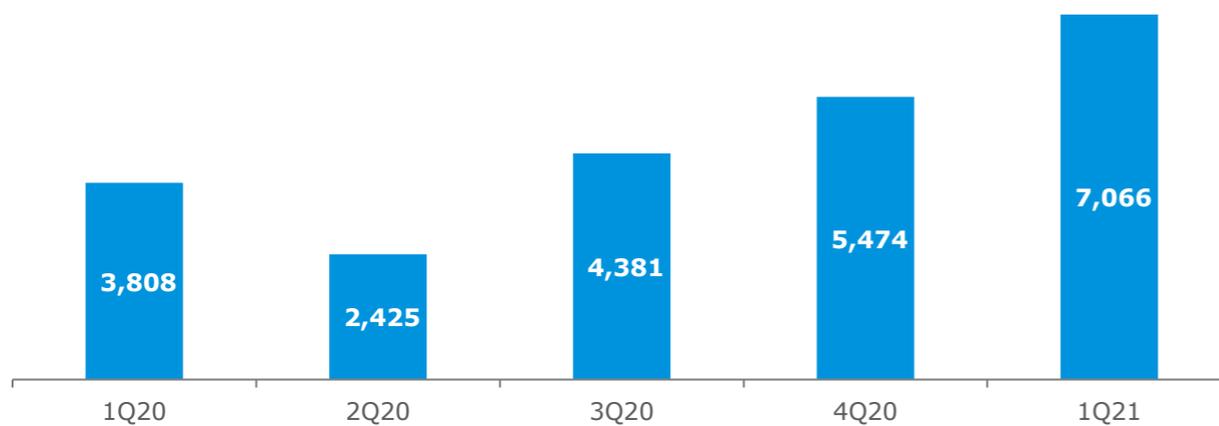
CONSTRUCTION OF RESULTS
 Focus on results
 Group of Ten
 Restructuring the team
 Valorization of employees
 Austerity measures
 Revenue increase

CONSTRUCTION OF THE FUTURE
 Retrieval of AF1 in Ipatinga
 Retake of ITM
 Flotation and ITM Leste in Itatiaiuçu
 New products
 Improvements for customers
 "Exploring Opportunities" and "Vale do Vale"

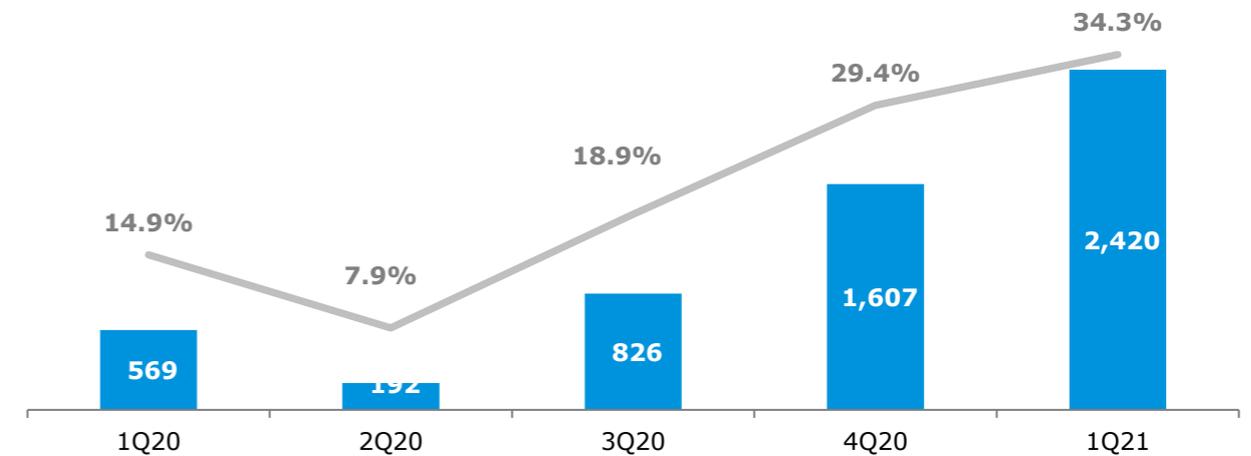
Results

(R\$ Million, except otherwise indicated)

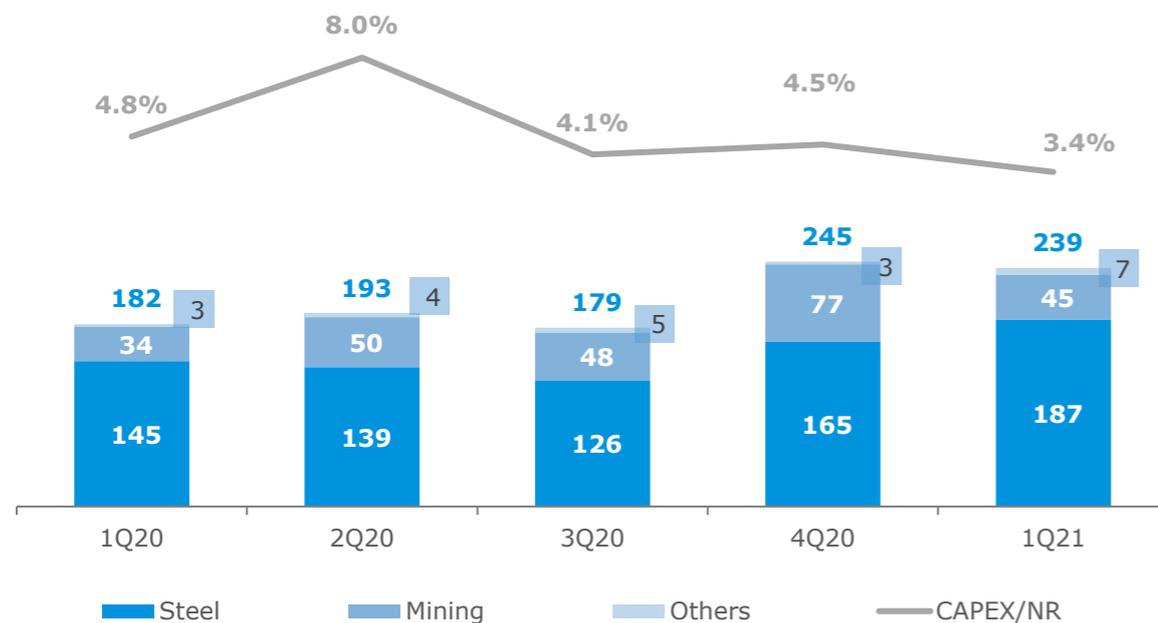
Net Revenues



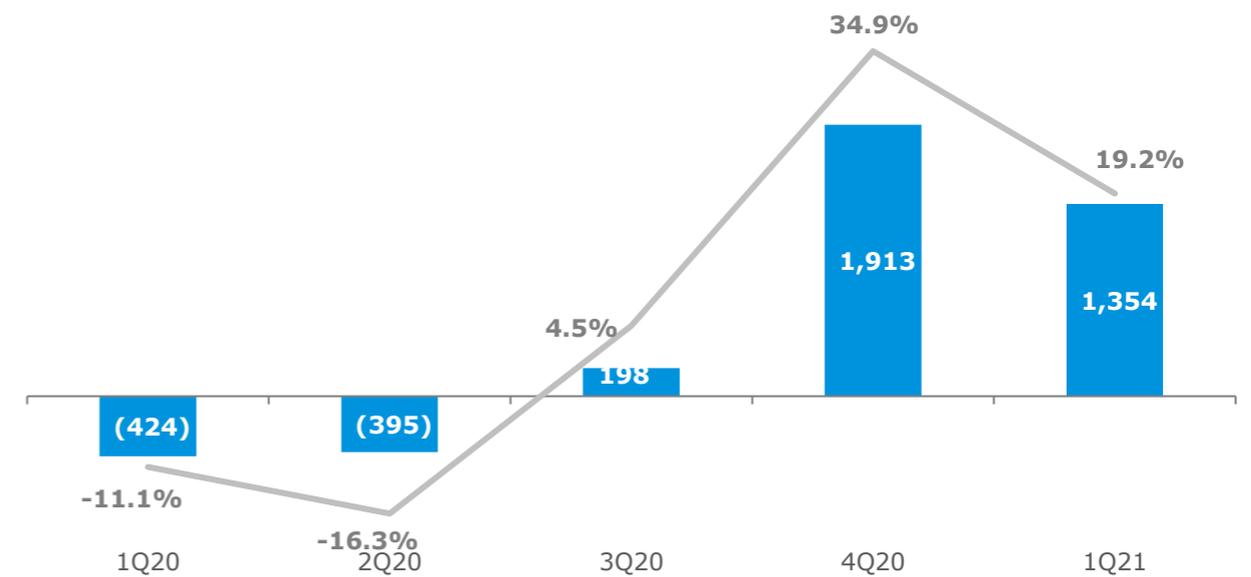
Adjusted EBITDA and Adjusted EBITDA Margin



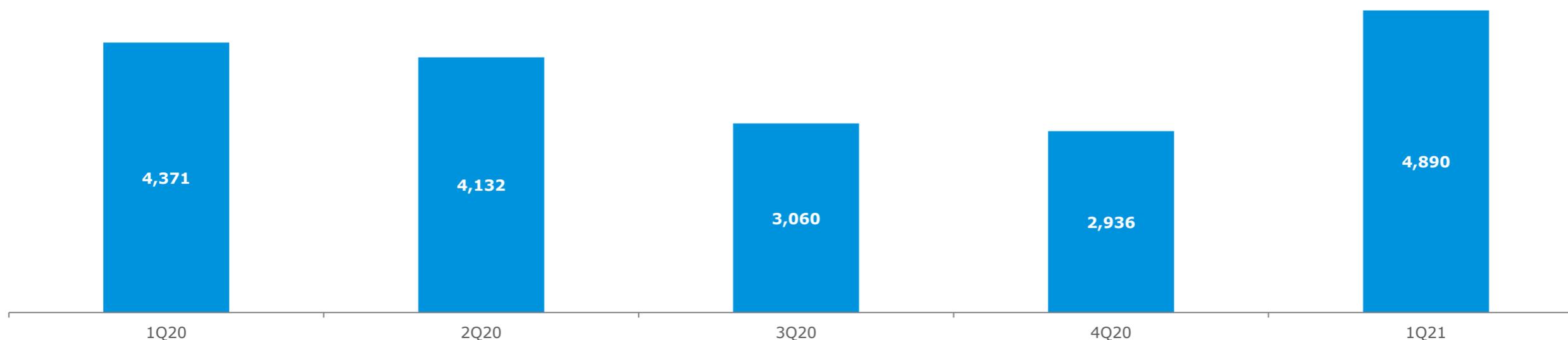
Capex and Capex as % of Net Revenues



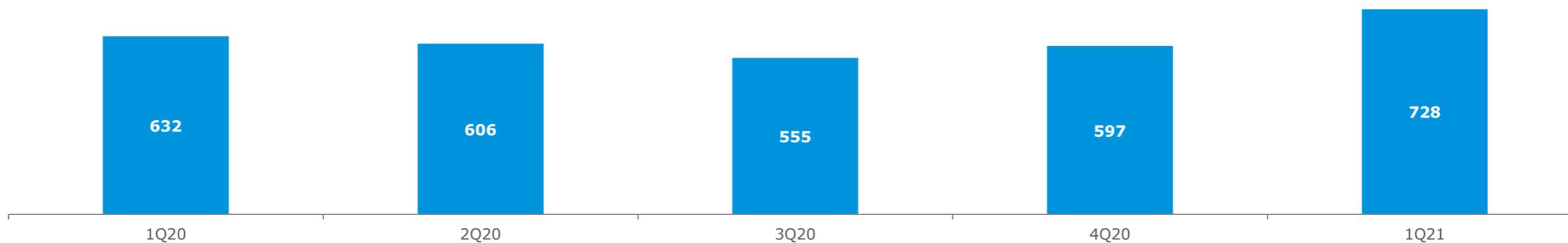
Net Income and Net Margin



Working Capital (R\$ million)



Working Capital – Steel inventories (Thousand tons)



Days in Inventory

56

91

55

48

52

41

Financial Restructuring

In 2016, Usiminas implemented important actions to preserve its financial and operational capacity

Capital Increase		
	Ordinary Shares	Preferred Shares
Capital Increase Amount	R\$1 billion	R\$50 million
Subscription Price	R\$5.00/sh	R\$1.28/sh
# Subscribed Shares	200 million	39 million
Homologation	AGE	RCA
Closing Date	July 19, 2016	June 3, 2016
Share Price @Closing Date	R\$7.05/sh	R\$1.82/sh

Debt Renegotiation	
Creditors Involved	
Tenor	<ul style="list-style-type: none"> • 10 years (three years of grace period) • Installments increasing gradually
Cost	<ul style="list-style-type: none"> • CDI+3% p.a.
Completion	<ul style="list-style-type: none"> • September 2016

R\$ 6.3bn Renegotiated with no haircut

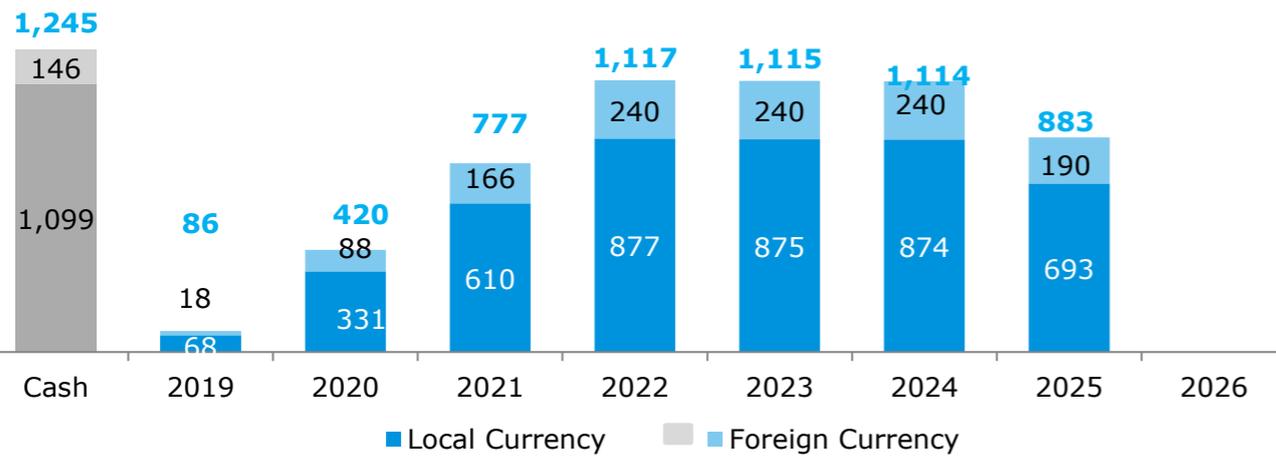
92% of Usiminas indebtedness

DEBT PROFILE

2019 brought important events that changed the Company's debt profile

Previous Profile: 06/30/2019

Duration: R\$: 39 months
US\$: 42 months



Important Events

07/11/2019

Bonds Issuance
US\$ 750 million

Maturity
7 anos

Yield
6,125% a.a.

Coupon
5,875% a.a.

Liquidation:
07/18/2019

10/16/2019

Receipt of credits due by Eletrobras

R\$ 751 million

In order to prepay debt.

Liquidation:

10/21/2019

09/30/2019

Debentures Issuance
R\$ 2 billion

Maturity

1st Series : 2023
2nd Series : 2024 and 2025

Coupon:

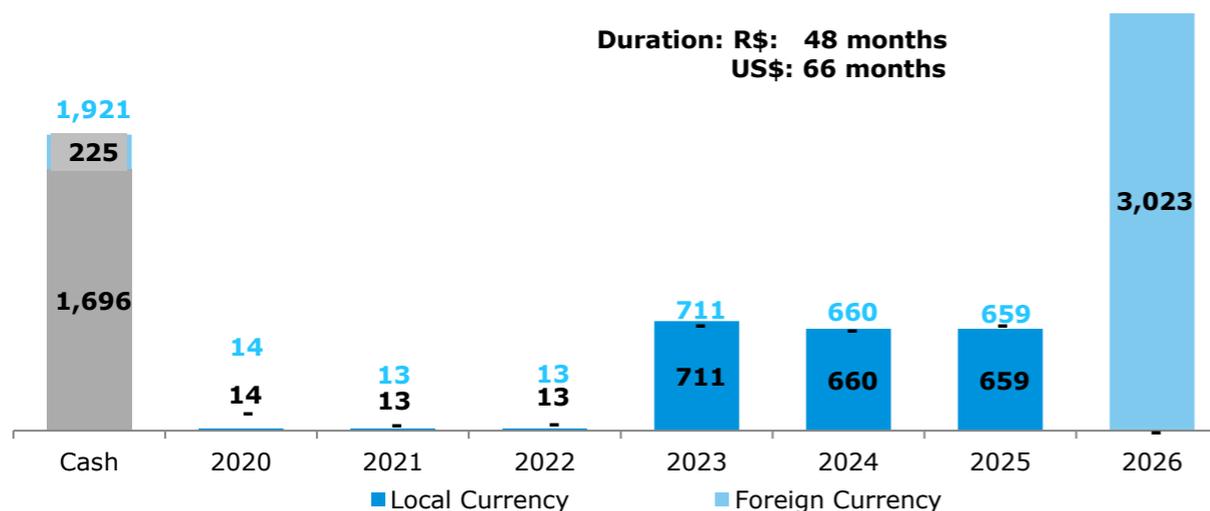
1st Series: CDI + 1,7%
2nd Series: CDI + 2,1%

Liquidation

10/23/2019

The New Profile (Proforma unaudited): 12/31/2019 – after bonds, debentures and Eletrobras credits

Duration: R\$: 48 months
US\$: 66 months



"Cash Sweep" exclusion



CAPEX Flexibility



Release of Collaterals.

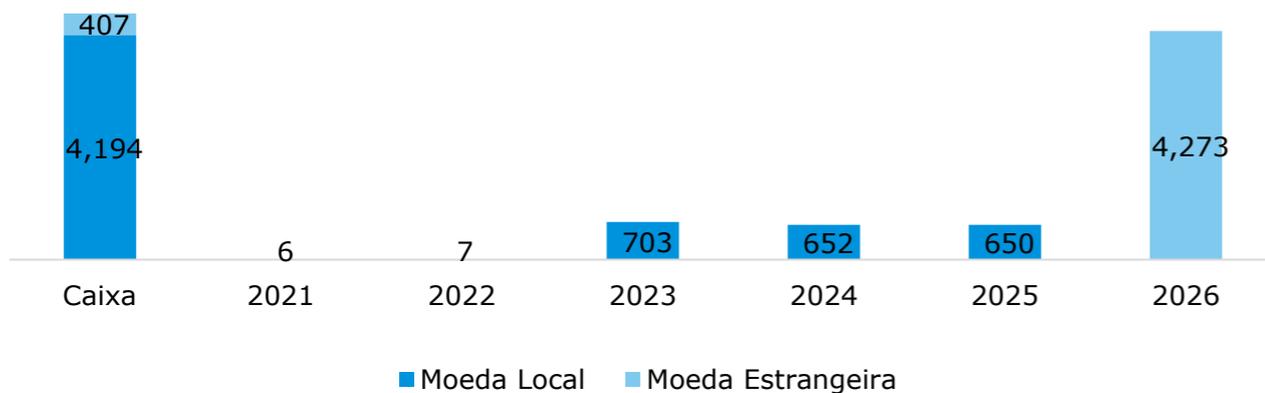
Liquidity and Indebtedness

(R\$mmm)

Debt Repayment Schedule

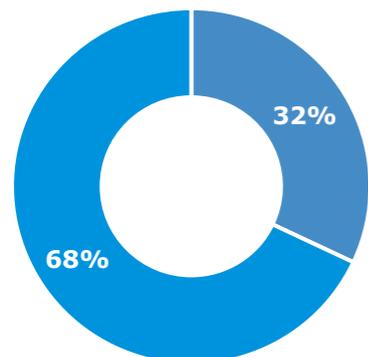
Current cash position covers c.6.4 years of debt

Duration: R\$ 38 meses
US\$ 56 meses



Debt Profile by Category

Total Debt

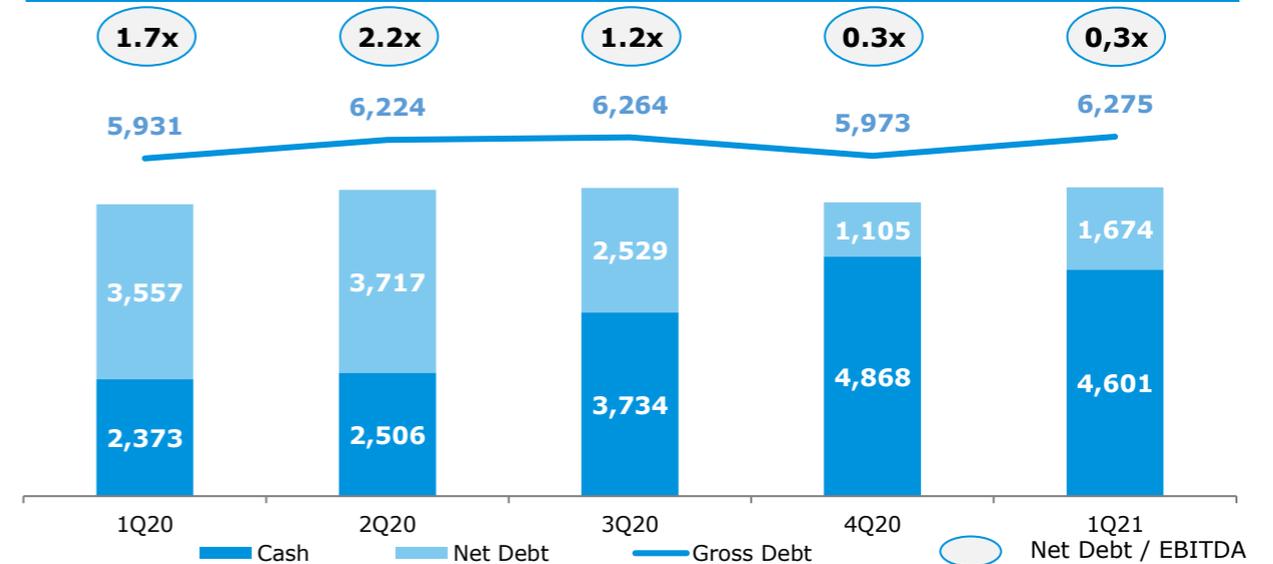


■ BRL ■ USD

Cost of Debt

Local Currency	CDI + 1.7% CDI + 2.1%
Foreing Currencey	5.875%

Cash Position and Indebtedness



Credit Rating

	Global	National	Outlook
MOODY'S	Ba3	A2.br	Stable
S&P Global	B+	brAA	Stable
FitchRatings	BB-	A+(bra)	Stable

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Usiminas' Corporate Governance

Usiminas' model of corporate governance meets government and market requirements for listed companies, preserving and encouraging transparency

New Shareholders Agreement

- ✓ On October, 2018, the Company's amended and restated the Usiminas Shareholders Agreement - valid until November, 2031

Corporate Governance Model

- ✓ The Board of Directors is responsible for general strategic policies
- ✓ 7 current members and their respective alternates, besides the Chairman
- ✓ Election for unified terms of 2 years

2 committees supporting the BoD:

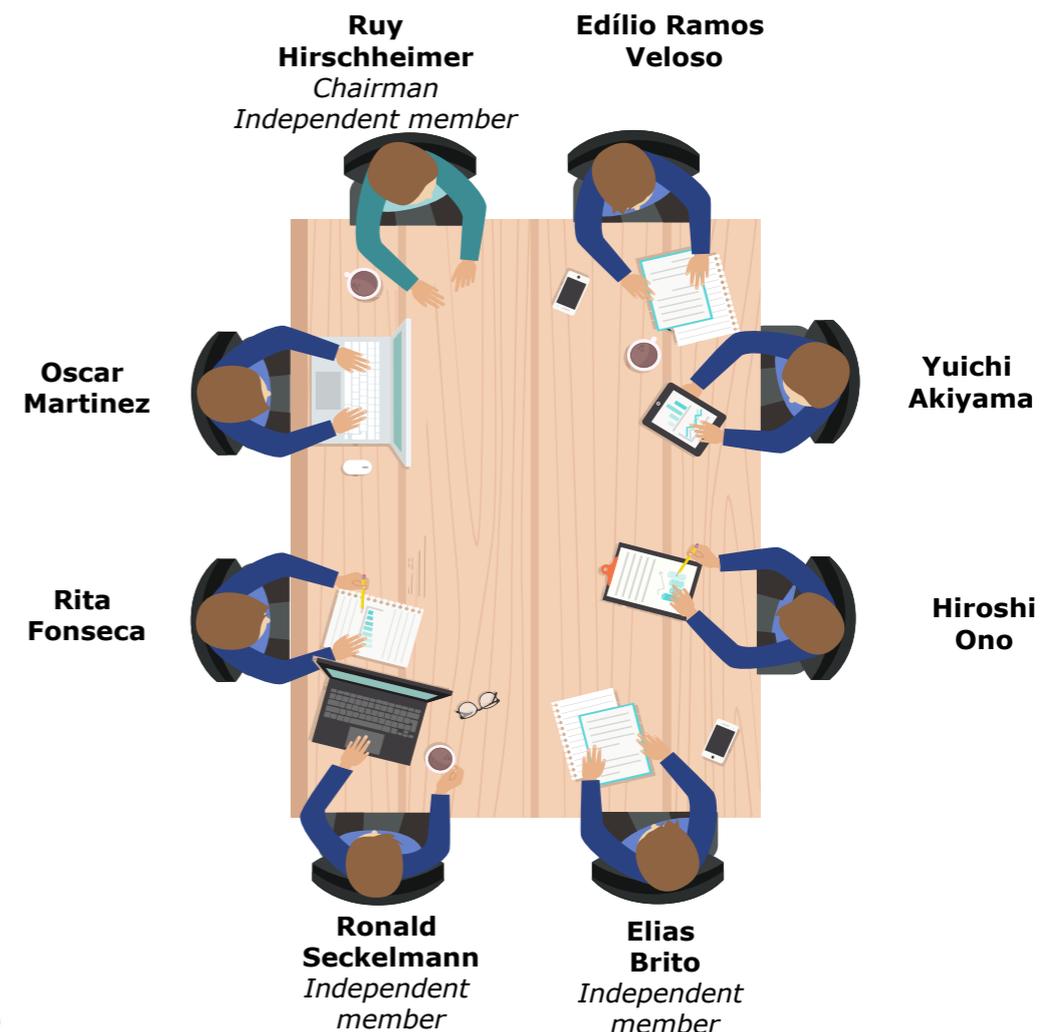
- ✓ Human Resources Committee
- ✓ Audit Committee

Permanent Fiscal Council

- ✓ Review of the financial statements, investment plans, budgets, opinion on dividend distribution, etc
- ✓ Five members elected in General Meeting

- ✓ Listing on B3 Level 1, ADR on OTC Market (New York) and Latibex exchange (Madrid)
- ✓ Improvement in quarterly reports, including the disclosure of consolidated financial statements and special audit revision
- ✓ Disclosure of an annual calendar of corporate events
- ✓ Minimum Free Float of 25%
- ✓ Evaluation of Board of Directors, Management, and Committees
- ✓ Minimum dividend payout of 25% of the net profit (after legal reserves and contingencies - in compliance with Law N° 6,404)

Board of Directors (Current Members)



Source: Company's 1Q19 Institutional Presentation (available at ri.usiminas.com/enu/download-center)

Note: Independent board members based on the criteria of the Brazilian Code of Corporate Governance and Novo Mercado.

Usiminas' Corporate Governance (Cont'd)

Recently approved programs that ensure safety for the investor, transparency of actions, management control and clarity in communication

Integrity Program

- ✓ Code of Ethics and Conduct
- ✓ Anticorruption Policy
- ✓ Competition Policy
- ✓ Policy of Conflict of Interests and Transactions with Related Parties
- ✓ Policy of Rewards, Gifts and Hospitalities
- ✓ Policy of Sponsorship and Donations
- ✓ Policy of Relationship with Third Intermediary Parties

Policies of the Brazilian Corporate Governance Code

- ✓ Policy of Destination of Results
- ✓ Policy of on the Remuneration of the Members of the Board of Officers
- ✓ Policy of Contracting of Extra-audit Services
- ✓ Policy of Disclosure of Information and Negotiation with Securities

Approved by the Board of Directors in October 2018

Key Investment Highlights



1

Leading position in the Brazilian steel market, with presence in strategic international markets



2

Diversification across products and markets



3

Assets strategically located in the country's main industrial and logistic axis in the country



4

Seasoned and specialized management team



5

Solid corporate governance



6

Culture of Employee, Social and Environmental Responsibility

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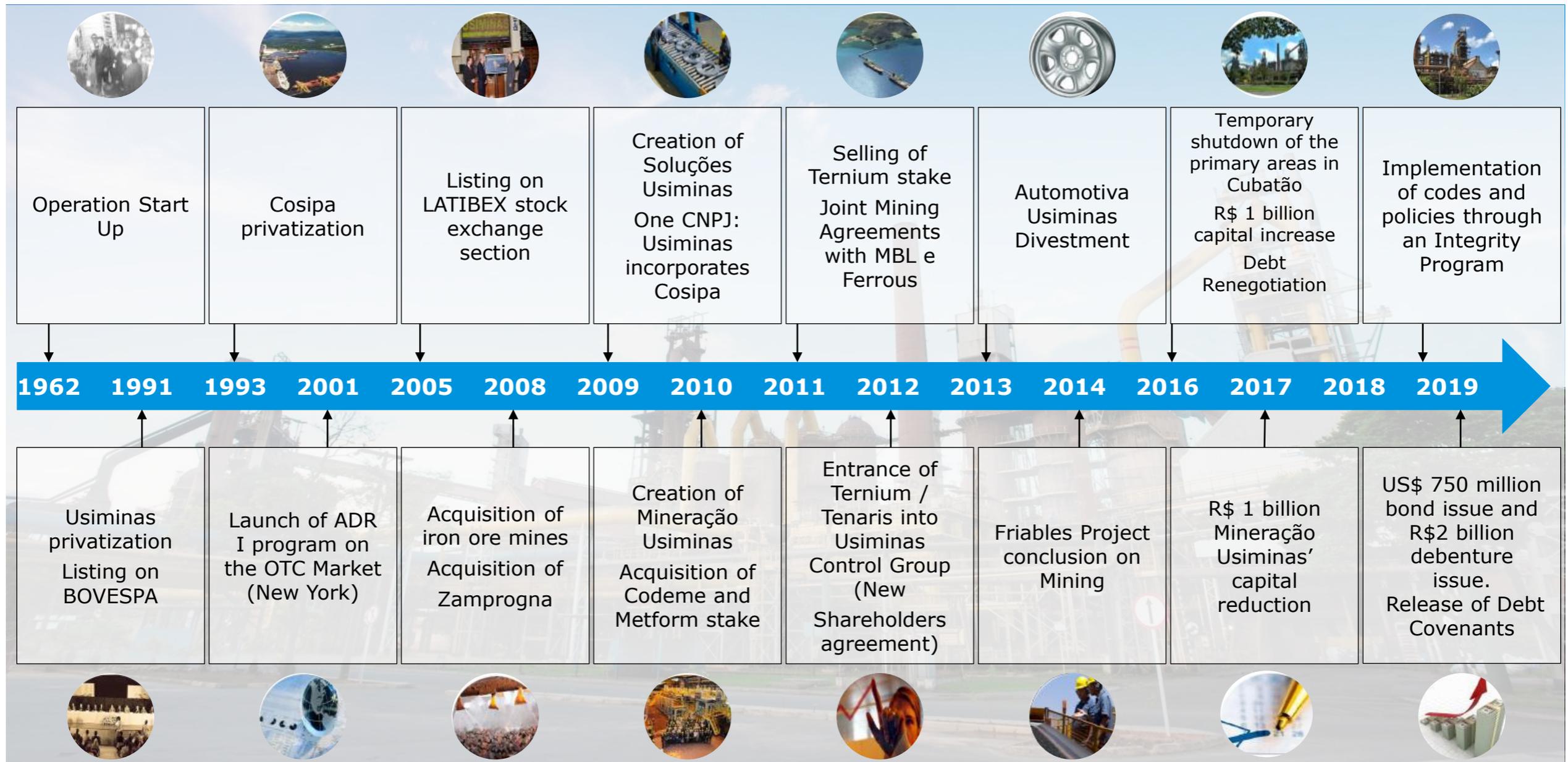
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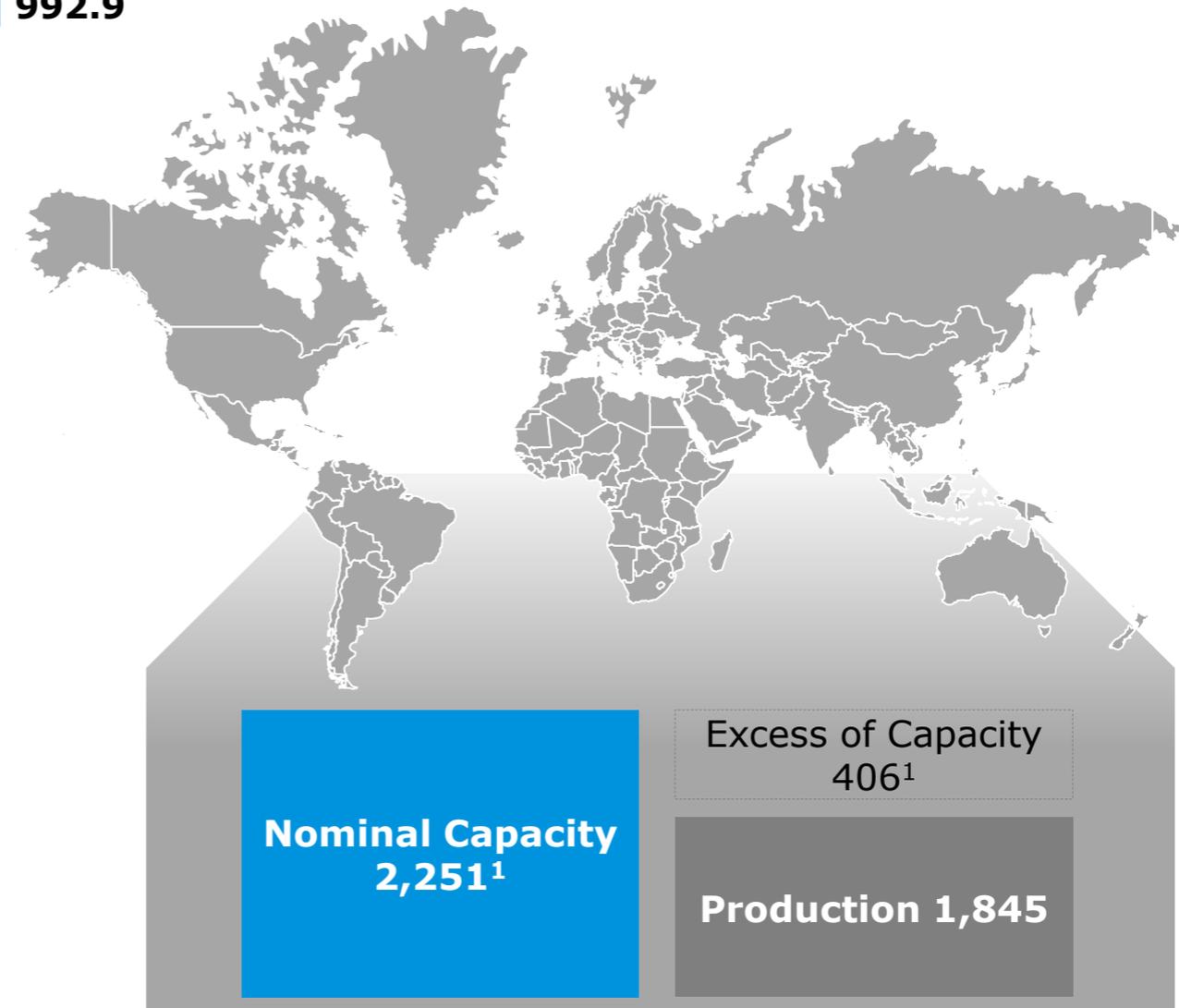
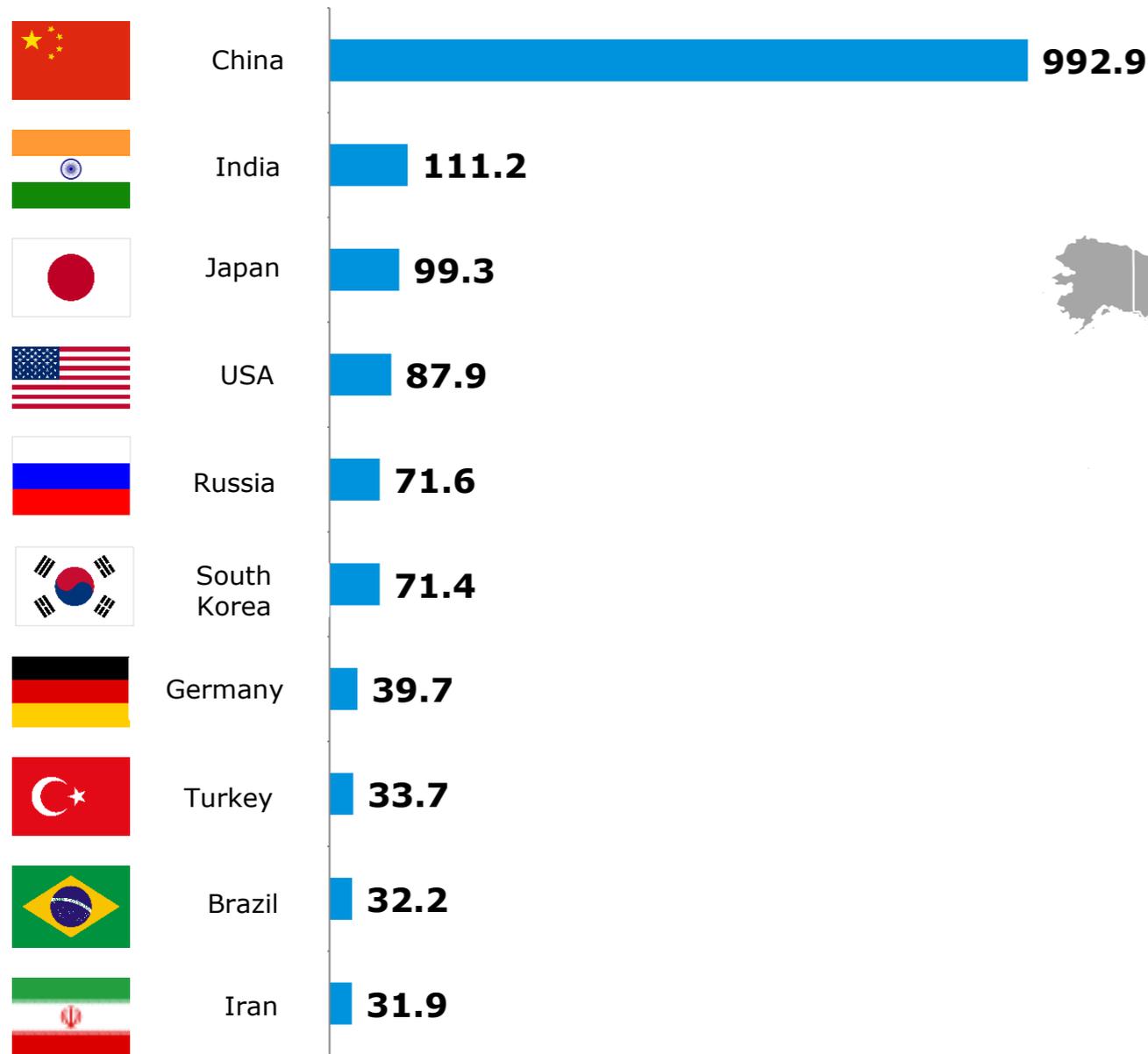
Appendix

Over Half a Century of Leadership



World Crude Steel Market in 2019

(Million tons)

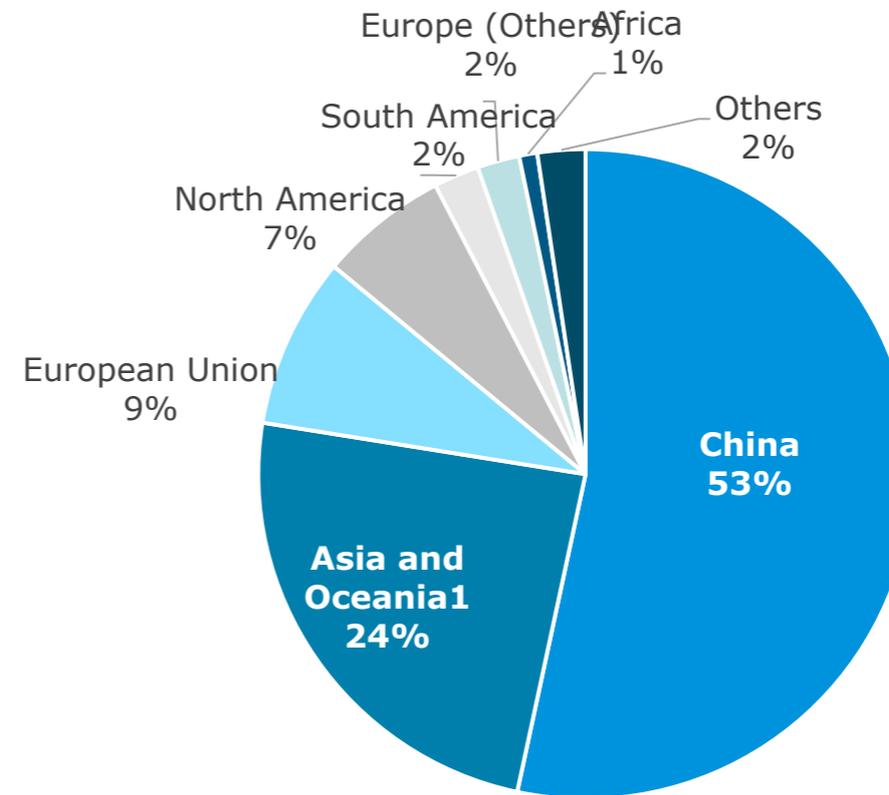
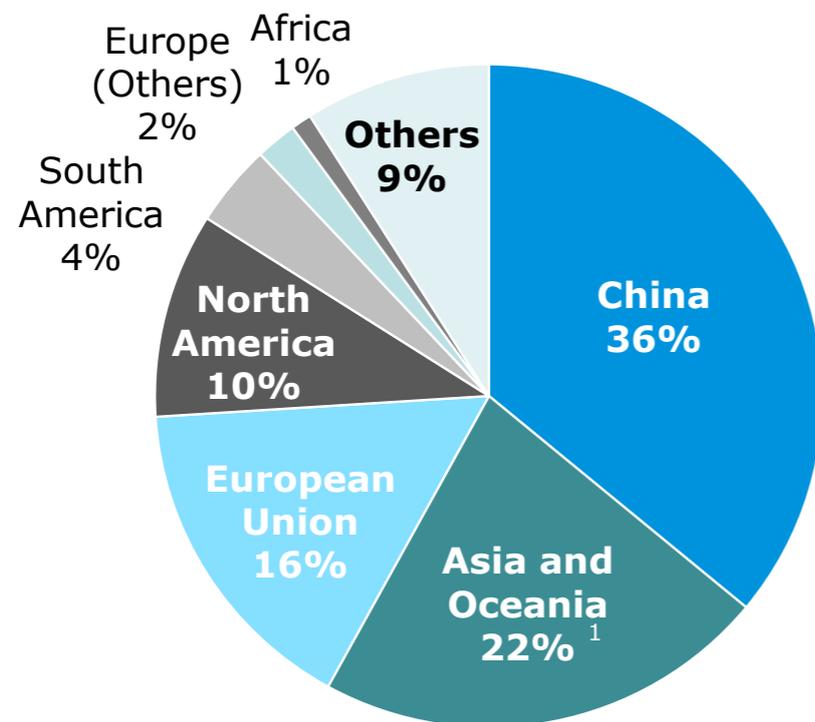


Source: World Steel Association / OECD
¹ Latest data available as of 2017.

World Crude Steel Production

2007

2019



1,348 million tons

+39%

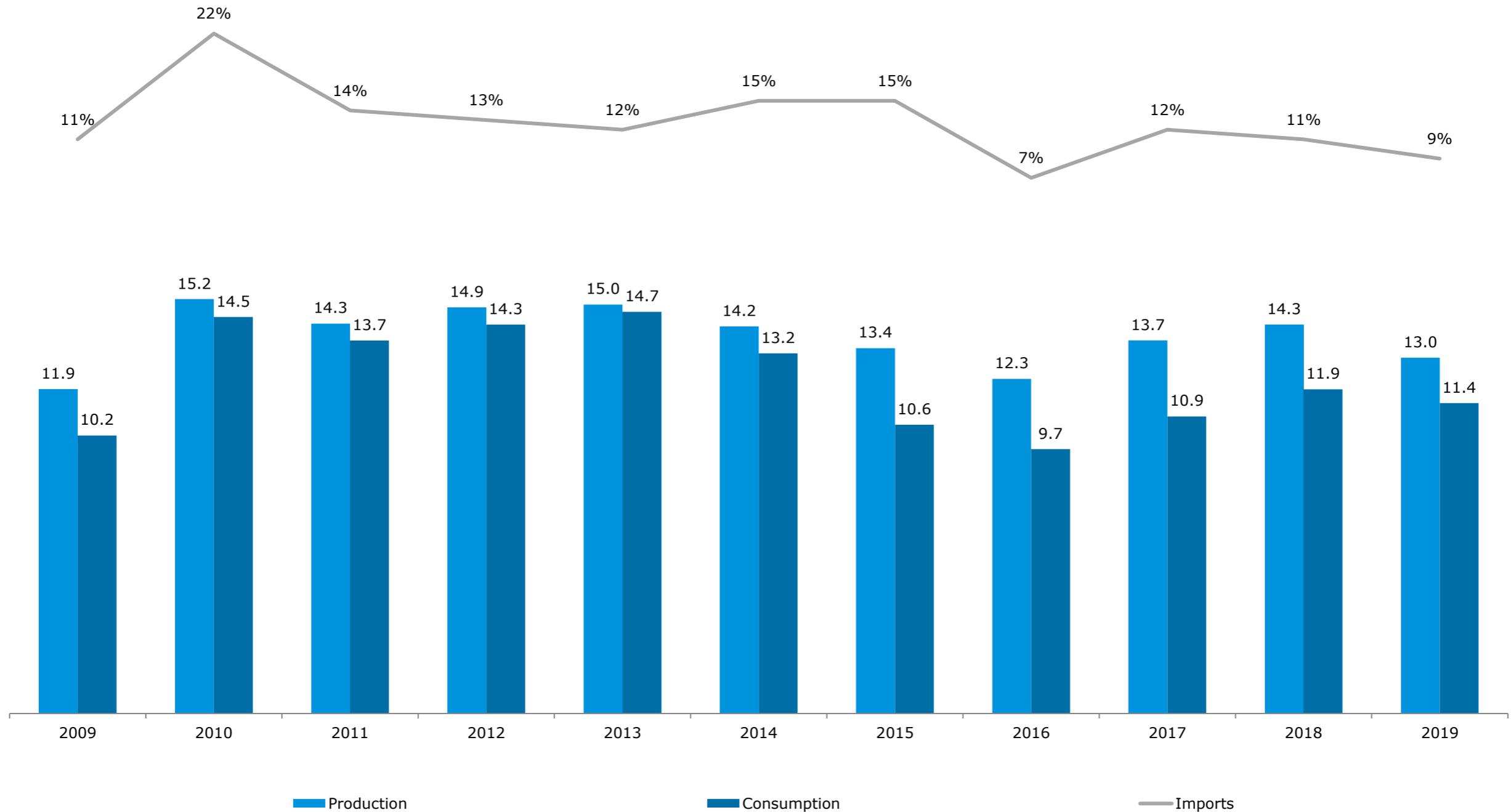
1,868 million tons

Source: World Steel Association and Company's 1Q19 Institutional Presentation (available at ri.usiminas.com/enu/download-center)

¹ Except China.

Brazilian Flat Steel Market

(Million tons)



Source: Instituto Aço Brasil / Usiminas
 Note: Excludes Slabs.

Key Investment Highlights



1

Leading position in the Brazilian steel market, with presence in strategic international markets



2

Diversification across products and markets



3

Assets strategically located in the country's main industrial and logistic axis in the country



4

Seasoned and specialized management team



5

Solid corporate governance



6

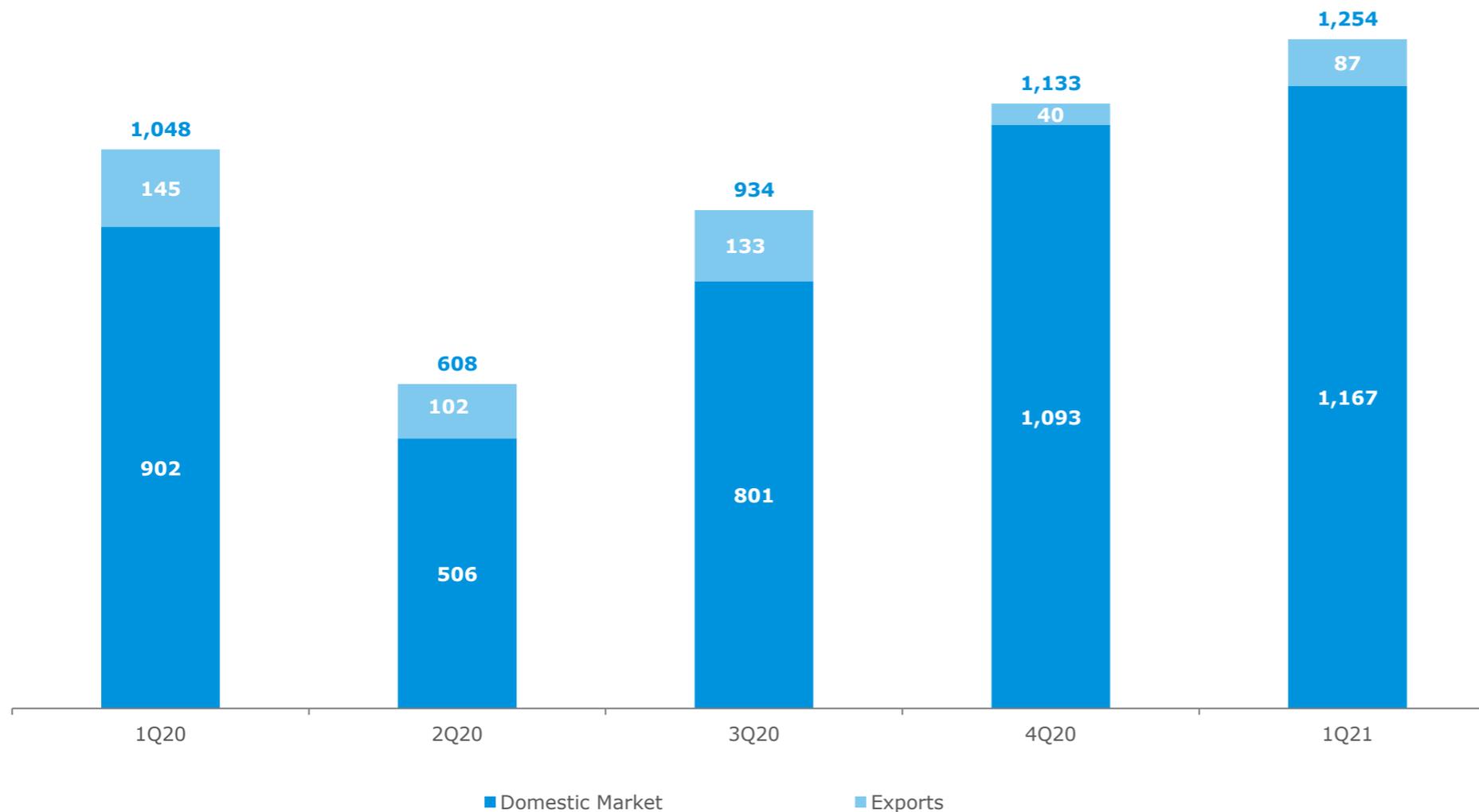
Culture of Employee, Social and Environmental Responsibility

Leading Position in the Brazilian Steel Market, with Presence in Strategic International Markets

Usiminas' leading position is underpinned by the superior quality of its products and the long-term relationship with key clients

Sales Volumes – Steel – (Thousand Tons – Quarterly)

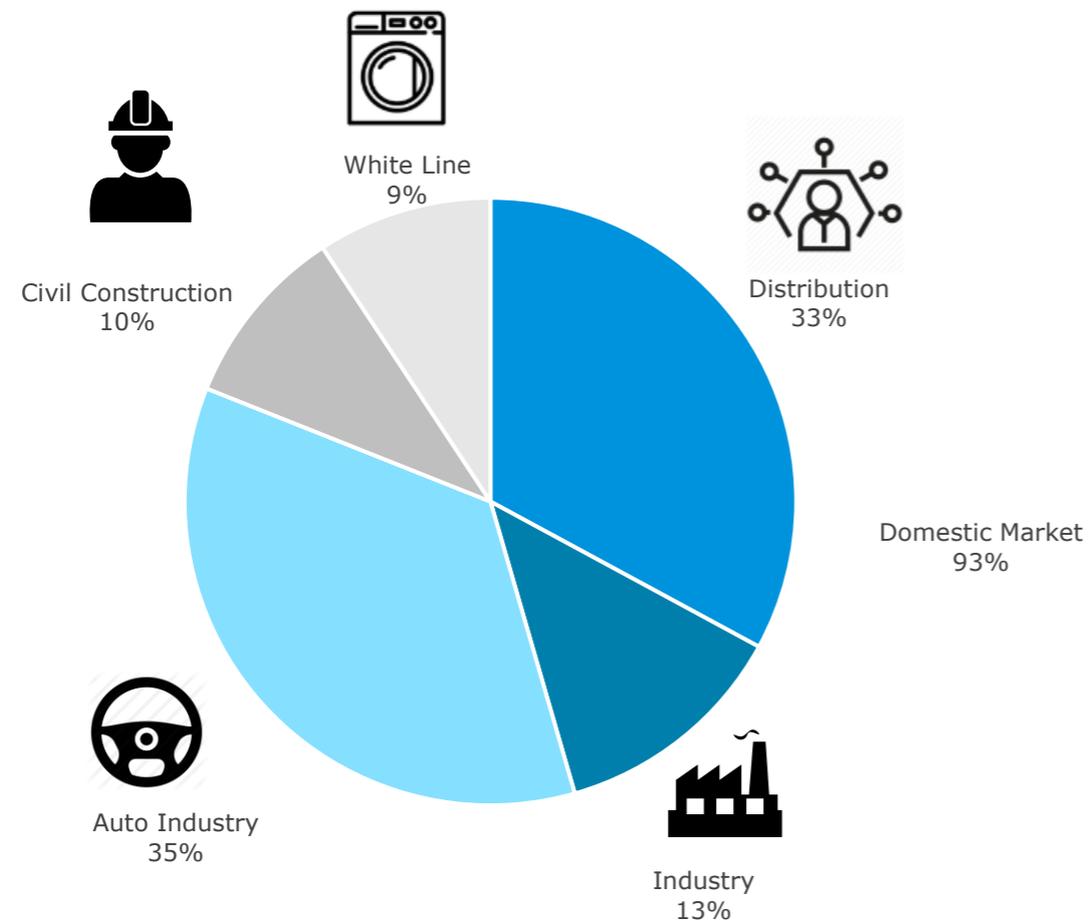
Awards Received



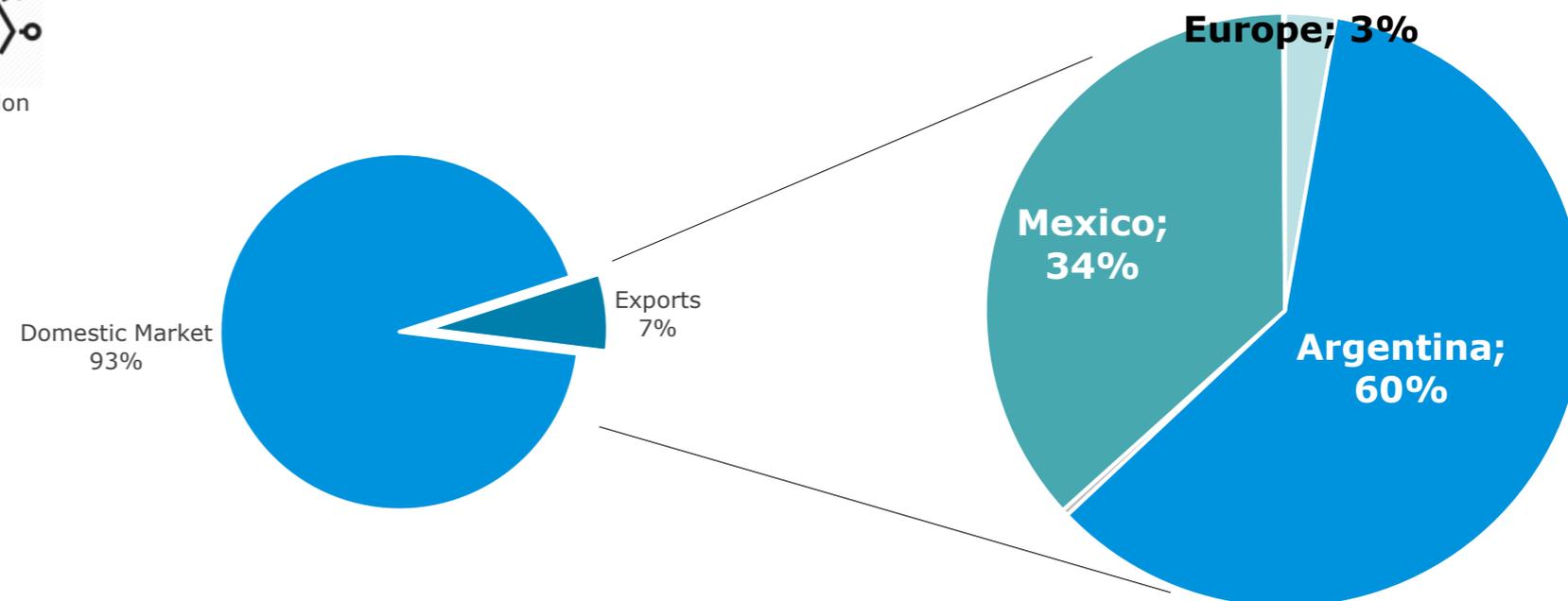
Diversification Across Products and Markets

Usiminas has capacity to produce a wide variety of steel, allowing for flexibility to adjust its production according to market demands domestically and internationally

End Markets Share of Volume, 1Q21



Revenues by Country Share of Net Revenue, 1Q21

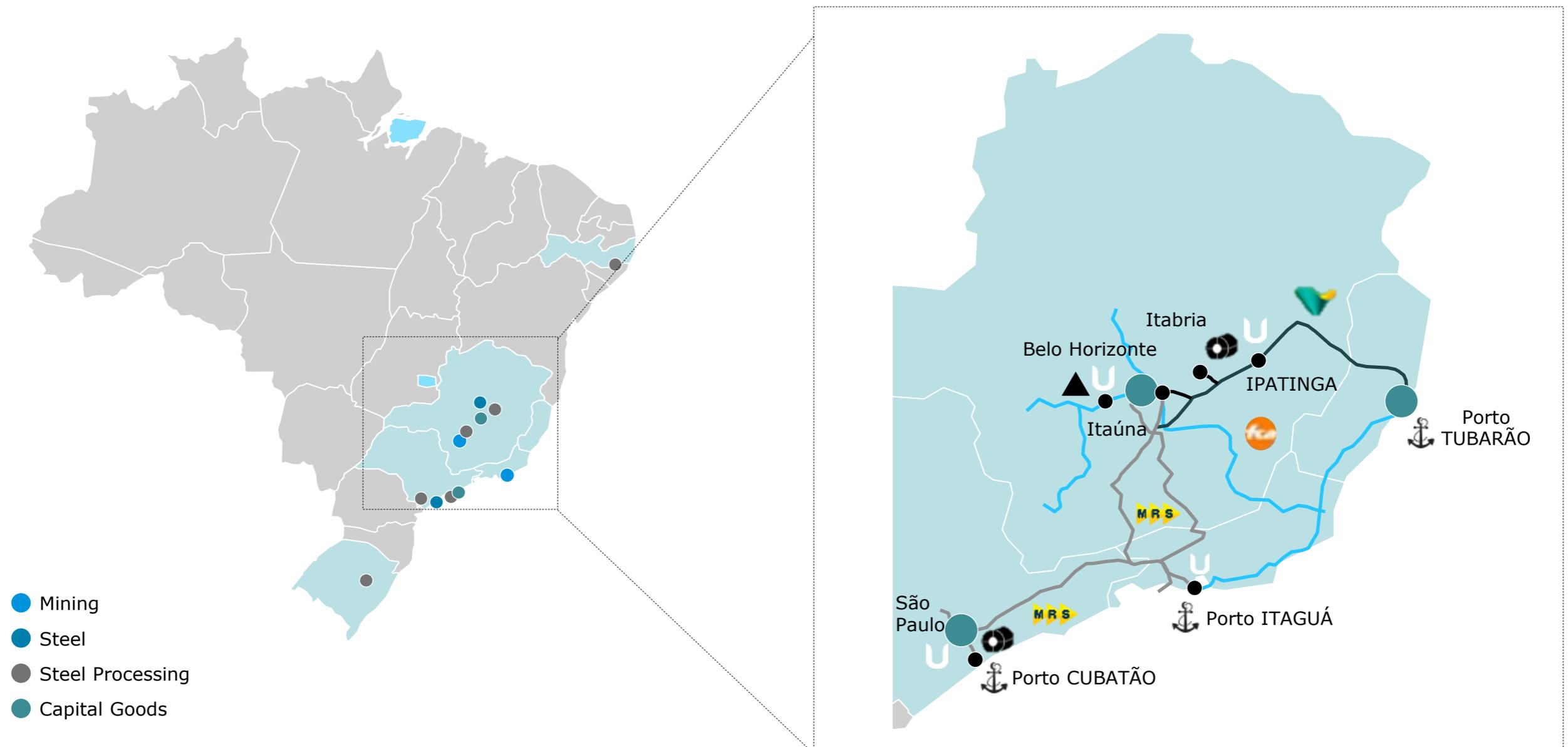


¹ Europe includes: Germany, UK, Spain, Belgium, Portugal, Switzerland and Netherlands

² Other includes: Colombia, Paraguay and Bolivia.

Assets Strategically Located in the Country's Main Industrial and Logistic Axis in the Country

The location of Usiminas' assets allows for access to raw materials (e.g. iron ore), consumption centers and logistic terminals (railways, ports)



Seasoned and Specialized Management Team

Usiminas' Executive Board consists of professionals with deep knowledge in their respective areas



Sergio Leite de Andrade
CEO

- Joined Usiminas in 1976 as Research Engineer, also working in several other areas in the company before being named CEO in 2016
- Holds a BS degree in Metallurgical Engineering by the Federal University of Rio de Janeiro (UFRJ) and a Master's degree in Metallurgical Engineering by the Federal University of Minas Gerais (UFMG)



Kohei Kimura
Technology and Quality Vice President Officer

- Prior to joining Usiminas, he worked at Nippon Steel & Sumitomo Metal Corporation
- Kohei Kimura holds M.Eng. in Metallurgy from Osaka University



Alberto Akikazu Ono
CFO and IR Vice President Officer

- Prior to joining Usiminas in 2009, he worked in other Mining & Metallurgy companies such as Aços Villares SA, CBMM, Votorantim Industrial and Votorantim Siderurgia
- Holds a Ph.D. in Metallurgy from The University of Tokyo and a M.Sc. in Metallurgical Engineering from the University of São Paulo



Miguel Angel Homes Camejo
Commercial Vice President Officer

- Prior to joining Usiminas, he was General Manager for the Andean Region of Ternium Colombia and Exports Manager at Ternium Sidor
- Graduated with a degree in Economy from Universidad Catolica Andres Bello, in Venezuela, and has completed different management programs at Chicago Booth and Stanford University in California, USA.



Américo Ferreira Neto
Industrial Vice President Officer

- He joined Usiminas as an apprentice at the age of 14. The professional path allowed Américo, in these three decades, to act in different areas until he was appointed VP Industrial in 2020
- Electrical engineer by Unisanta, with specialization in industrial automation by Unisantos and MBA in project management by FGV, Américo is a master's student in Electrical Engineering at the University of São Paulo (USP)



Yoshiaki Shimada
Corporate Planning Vice President Officer

- Prior being appointed VP of Corporate Planning, he served as a member of the Board of Directors of Usiminas. Before joining Usiminas, he worked in the Nippon group since 1986, with his last position as President and CEO of Nippon Steel North America, Inc.
- Bachelor of Laws from Keio University.

Solid Corporate Governance

Recently approved programs that ensure safety for the investor, transparency of actions, management control and clarity in communication

Integrity Program

- ✓ Code of Ethics and Conduct
- ✓ Anticorruption Policy
- ✓ Competition Policy
- ✓ Policy of Conflict of Interests and Transactions with Related Parties
- ✓ Policy of Rewards, Gifts and Hospitalities
- ✓ Policy of Sponsorship and Donations
- ✓ Policy of Relationship with Third Intermediary Parties

Policies of the Brazilian Corporate Governance Code

- ✓ Policy of Destination of Results
- ✓ Policy of on the Remuneration of the Members of the Board of Officers
- ✓ Policy of Contracting of Extra-audit Services
- ✓ Policy of Disclosure of Information and Negotiation with Securities

Approved by the Board of Directors in October 2018

Culture of Employee, Social and Environmental Responsibility

Usiminas translates concepts into practice, conciliating the objective of all stakeholders

Employee

Investments in professional training and safety prove the ongoing commitment to the qualification, development and life of our people



More than 70 training hours per employee provided in 2018



400 leaders participating in the Trilha da Liderança (Leading path program)



100% of our employees were assessed in 2018



"Mãos Seguras" Hand safety program awarded by the **World Steel Association**, in the **Safety Excellence Category**

Social

The company's sponsorship policy planned and executed by the Institute favors projects that promote inclusion, training and human development



150 thousand people attended Instituto Cultural Usiminas shows



46 social, cultural and sports projects sponsored in Minas Gerais and São Paulo



28 thousand visits to the Hospital Marcio Cunha Rehabilitation Center



976 scholarships in the Colégio São Francisco Xavier

Environmental

We believe that innovation and sustainability are essential to ensure that we continue to do business and stay competitive



1.87 million tons of recycled materials **reused**



19.000 tree saplings of different species were cultivated within the **Green Areas** program



935 springs recovered by the **Caminhos do Vale** program



96% of the water used in the steel making process is recirculated on Usiminas steel plants

Rating Agencies' Views

Comments from latest available rating reports

S&P Global
Ratings

MOODY'S

FitchRatings

On July 15, 2019, S&P Global Ratings upgraded Usiminas to 'B+' from 'B' on global sale and to 'brAA' from 'brA+' on national scale.

"The company issued a \$750 million bond due 2026, proceeds from which Usiminas will use to amortize a significant part of its debt, in accordance with current creditors. Moreover, the cash sweep will be removed. All of these factors will improve the company's financial flexibility and liquidity, resulting in a very smooth debt amortization profile and lower interest burden for the next several years.

In addition, the recent surge in iron ore prices and mildly better conditions for the steel industry, including a slight increase in domestic demand, a still healthy premium over imported steel, which allows for price adjustments, as well as better sales mix, will bolster the company's FOCF. This will occur despite Usiminas' new investment cycle, including the modernization of a blast furnace at the Ipatinga plant and dry stacking process at the company's mining operations, which aims to increase its operating efficiency for the next years."

On July 1, 2019, Moody's upgrades Usiminas' ratings to Ba3/A2.br; stable outlook

"The ratings continue to reflect Usiminas' solid position in the Brazilian flat-steel market, and the measures taken to adjust operations to the feeble demand in the domestic market over the past few years, including the temporary halt of two blast furnaces in its Cubatão mill and interruption of activities of the primary areas of the Cubatão plant (including sinter and coke plants, blast furnaces and steelworks), concluded in January 2016. The downsizing process at the Cubatão steel mill has significantly reduced Usiminas' cost structure and production capacity, providing flexibility to the company amid the deterioration of the steel market in Brazil."

On July 1, 2019, Fitch Upgrades Usiminas and Rates New Issuance 'BB-'; Outlook Stable

"The upgrade reflects continued improvements in Usiminas' credit risk profile, supported by the deleveraging of its balance sheet, ample liquidity, and manageable cash outflows over the next three years. Usiminas is expected to refinance its debt, which is currently structured primarily on a secured basis and is exposed to a cash sweep mechanism as part of its 2016 debt restructuring agreement. Usiminas' ability to raise new unsecured debt at attractive costs aiming to refinance most of the debt agreement would improve liquidity, financial flexibility and further improve its credit risk profile in the short term."

Income Statement – Per Business Unit

(R\$m, except otherwise indicated)

Income Statement per Business Units - Non Audited - Quarterly

R\$ million	Mining		Steel*		Steel Processing		Adjustment		Consolidated	
	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20	1Q21	4Q20
Net Revenue	1,479	1,413	5,776	4,223	1,743	1,378	(1,932)	(1,540)	7,066	5,474
Domestic Market	225	272	5,440	4,077	1,742	1,378	(1,932)	(1,540)	5,474	4,187
Exports	1,254	1,141	336	146	1	0	-	-	1,592	1,288
COGS	(366)	(396)	(4,459)	(3,726)	(1,502)	(1,208)	1,725	1,427	(4,602)	(3,901)
Gross Profit or Loss	1,113	1,017	1,317	498	240	171	(207)	(113)	2,463	1,573
Operating Income and Expenses	(73)	537	(269)	(22)	1	(40)	4	4	(338)	477
Selling	(51)	(52)	(29)	(26)	(19)	(17)	-	-	(99)	(96)
General and Administrative	(8)	(7)	(96)	(103)	(14)	(15)	2	3	(115)	(122)
Other Operating Income and expenses, Net	(15)	596	(144)	107	34	(8)	1	0	(124)	696
EBIT	1,040	1,554	1,049	476	241	130	(204)	(109)	2,126	2,050
Depreciation and amortization	39	35	212	219	7	7	(8)	(8)	249	253
Equity in the results of investees	12	27	481	757	-	-	(456)	(726)	37	59
EBITDA (Instruction CVM 527)	1,090	1,616	1,741	1,451	248	137	(668)	(843)	2,411	2,361
EBITDA Margin	73.7%	114.4%	30.1%	34.4%	14.2%	10.0%	34.6%	54.7%	34.1%	43.1%
Adjusted EBITDA	1,079	958	1,261	589	248	137	(168)	(77)	2,420	1,607
Adj.EBITDA Margin	73.0%	67.8%	21.8%	13.9%	14.2%	10.0%	8.7%	5.0%	34.2%	29.4%

*Consolidated 70% of Unigal and 100% of Usiminas Mecânica

Note: All intercompany transactions are made at arm's length basis.

*Consolidated 70% of Unigal



NÍVEL 1
B3

ADR
Nível I



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Declarations relative to business perspectives of the Company, operating and financial results and projections, and references to the growth of the Company, constitute mere forecasts and were based on Management's expectations in relation to future performance. These expectations are highly dependent on market behavior, on Brazil's economic situation, on the industry and on international markets, and are therefore subject to change.





Relações com Investidores

(Free Translation: For reference only – Original in Portuguese)

USINAS SIDERÚRGICAS DE MINAS GERAIS S.A. – USIMINAS

Publicly Traded Company
CNPJ/MF 60.894.730/0001-05
NIRE 313.000.1360-0

MATERIAL FACT**Usinas Siderúrgicas de Minas Gerais S.A. – USIMINAS (“Usiminas” or “Company”)**

in compliance with the provisions of article 157, paragraph 4th, of Law 6.404/76, and based on CVM Instructions No 358/2002 and 480/2009, hereby informs its projections about volumes of steel sales at the Steel Unit for the 2nd quarter of 2021 (2Q21).

Index (million tons)	2Q21
Steel sales volume from Steel Unit	1,2 to 1,3

The projections disclosed herein are merely forecasts, do not constitute a promise of performance and only reflect management's current expectations regarding Usiminas' future. Such projections depend on factors and market conditions that are beyond the control of the Company and may, therefore, differ with regards to the numbers and results to be effectively recorded by the Company in 2021.

Such projections will be included in section 11 of Usiminas' Reference Form, which will be available on the websites of the Brazilian Securities and Exchange Commission - CVM (www.cvm.gov.br) and the Company (www.ri.usiminas.com), within regulatory term.

Belo Horizonte, April 23rd, 2021.

Alberto Ono

Finance and Investors Relations Vice-President Officer