



2Q22 Results

JULY 2022

Agenda

- 2Q22 Highlights
- Financial Overview



Armando Tamez
CEO



Alberto Sada
CFO



Adrián Althoff
IR Officer



FORWARD- LOOKING STATEMENT

This presentation contains forward-looking information based on numerous variables and assumptions that are inherently uncertain. They involve judgments with respect to, among other things, future economic, competitive and financial market conditions and future business decisions, all of which are difficult or impossible to predict accurately. Accordingly, actual results are likely to vary from those set forth in this presentation.

New product launches supported positive trend on demand side

Higher volume amidst a partial easing of semiconductor supply constraints

We took steps to address extraordinary inflationary pressures

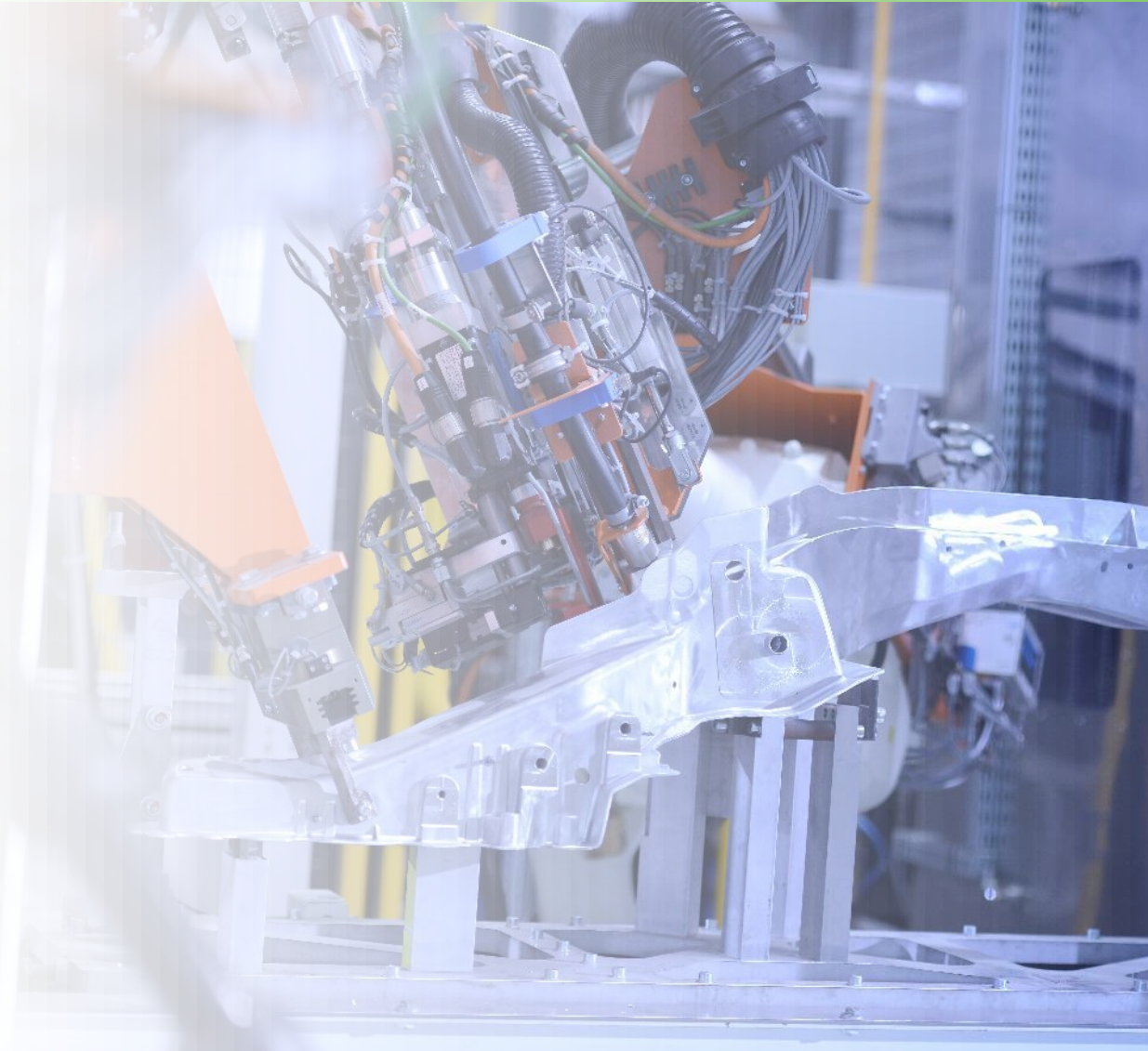


Measures developed in tandem with customers to offset inflationary pressures



Focus on keeping our cost structure lean and optimizing cash flow generation

These efforts helped us to improve profitability and reduce leverage from 2.5 to 2.3 times on a sequential basis

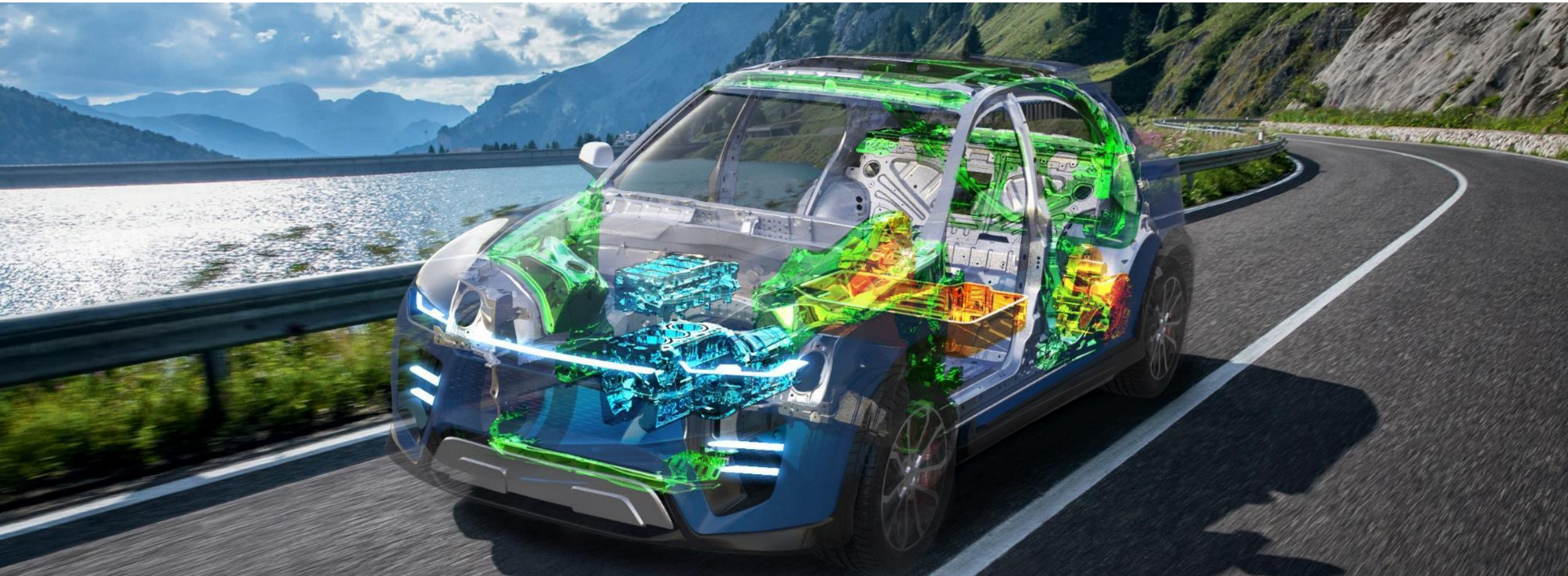


Fitch and Moody's recently affirmed their ratings on Nemak's debt while maintaining their respective "stable" outlooks

FitchRatings

MOODY's

**Awarded contracts across product lines for
~US\$240 M annually**



95% represented incremental business

New business to supply e-mobility and structural parts for ~US\$130 M annually



Order book reached
~US\$1.53 B annually

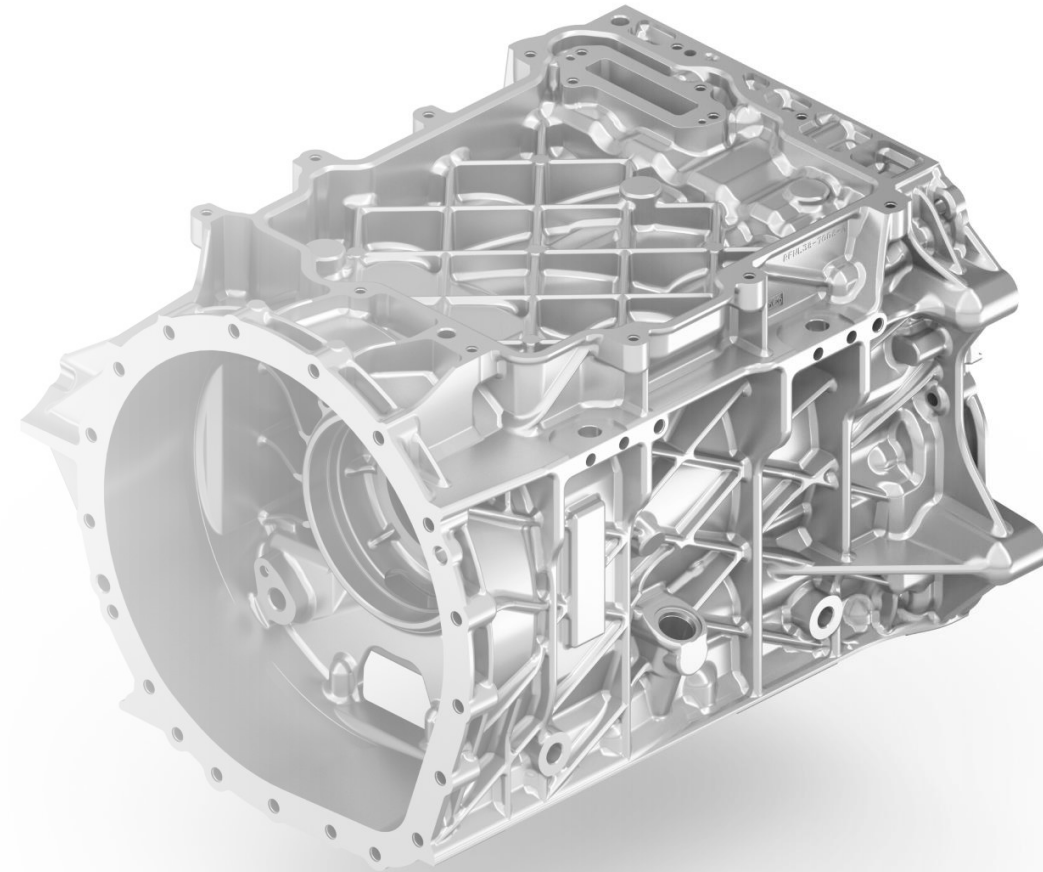
Advancing faster than
expected toward 2025
target of US\$2 B



Awarded business underscores adaptation of existing capacity and technology to supply EVs

Structural parts in North America and Europe for fully electric SUVs of premium OEM customers

E-motor housings for SUVs of a leading global manufacturer of fully electric vehicles



Pursuing new opportunities in EV/SC segment for more than **US\$1.6 B** annually

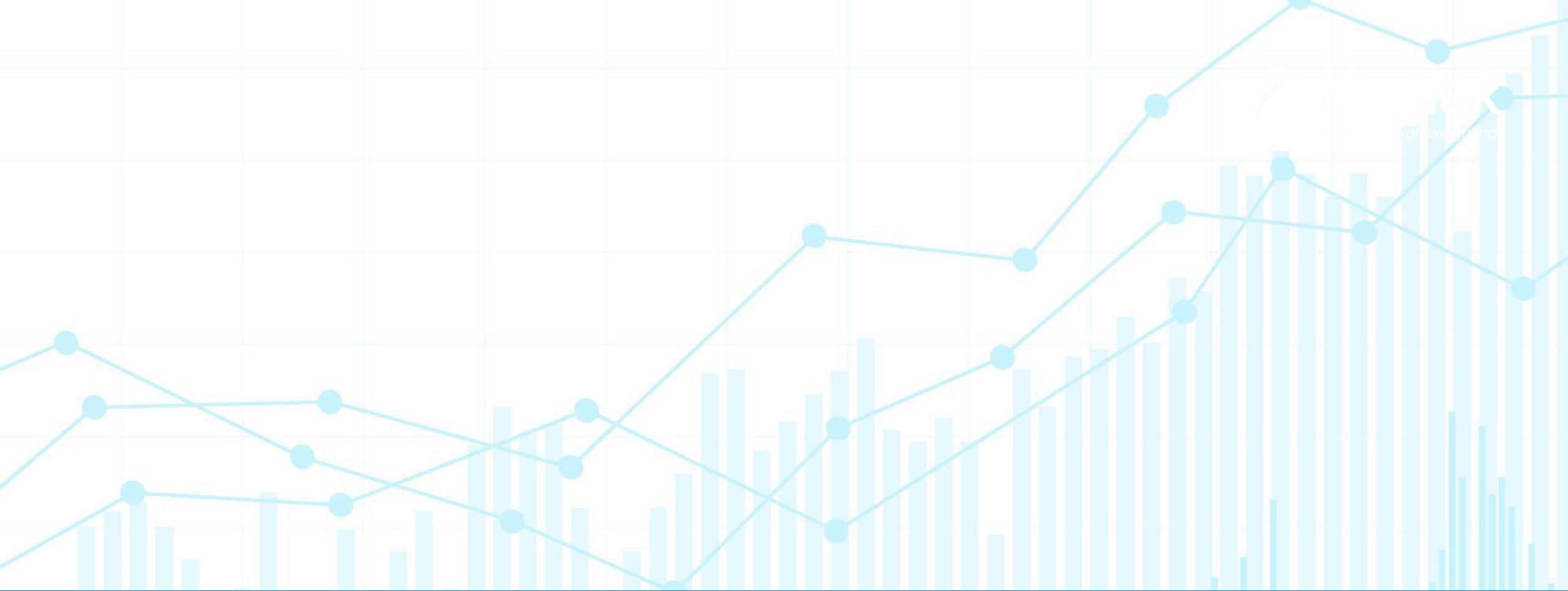


We have joined the Aluminum Stewardship Initiative



This commitment reinforces
our GHG emissions
reduction pathway





Financial Results

Highlights for the quarter

Top-line growth driven by a combination of volume and aluminum prices

Profitability improvement on a sequential basis despite challenging market conditions

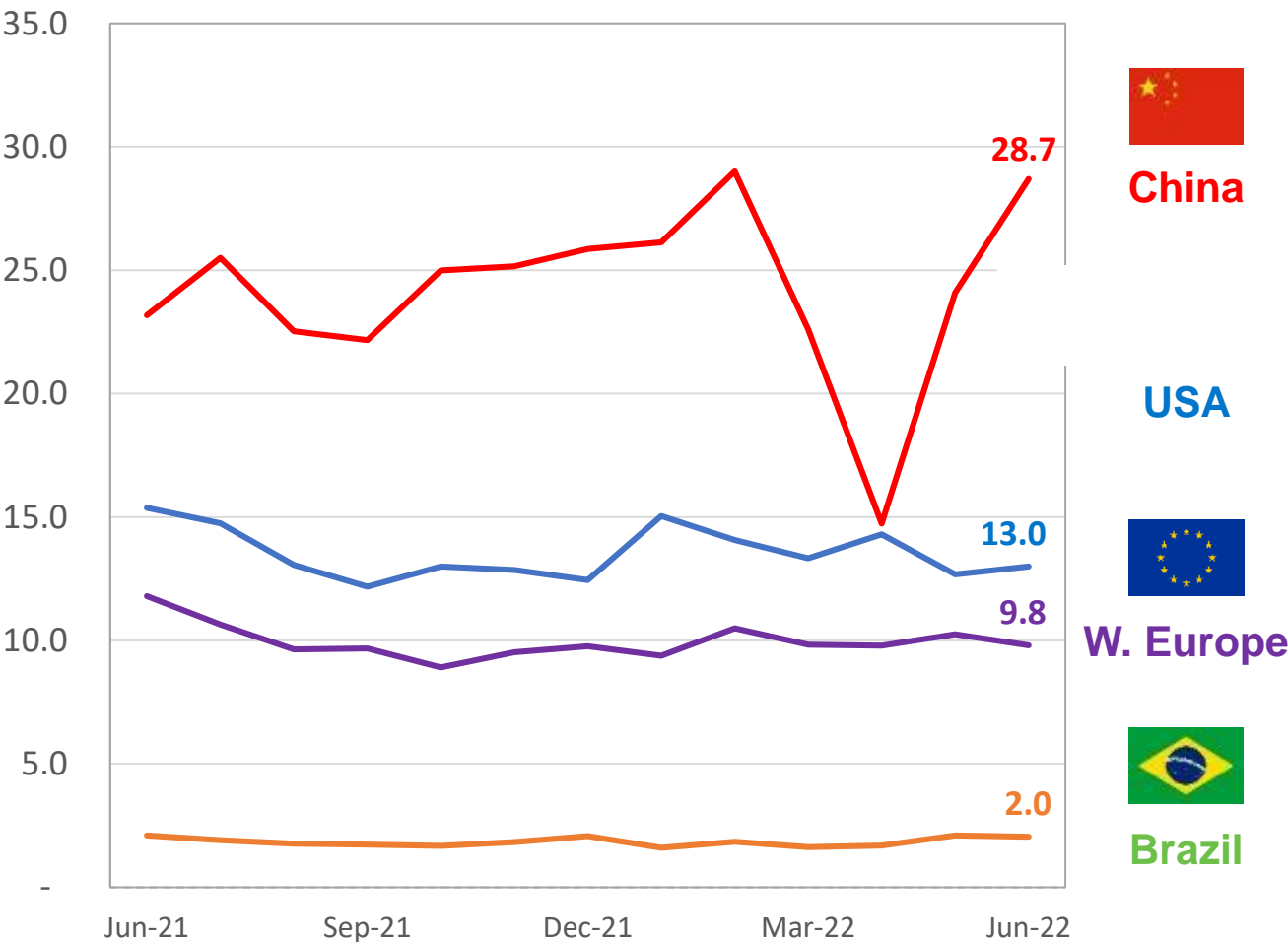


Production recovery in certain regions amidst ongoing supply chain issues

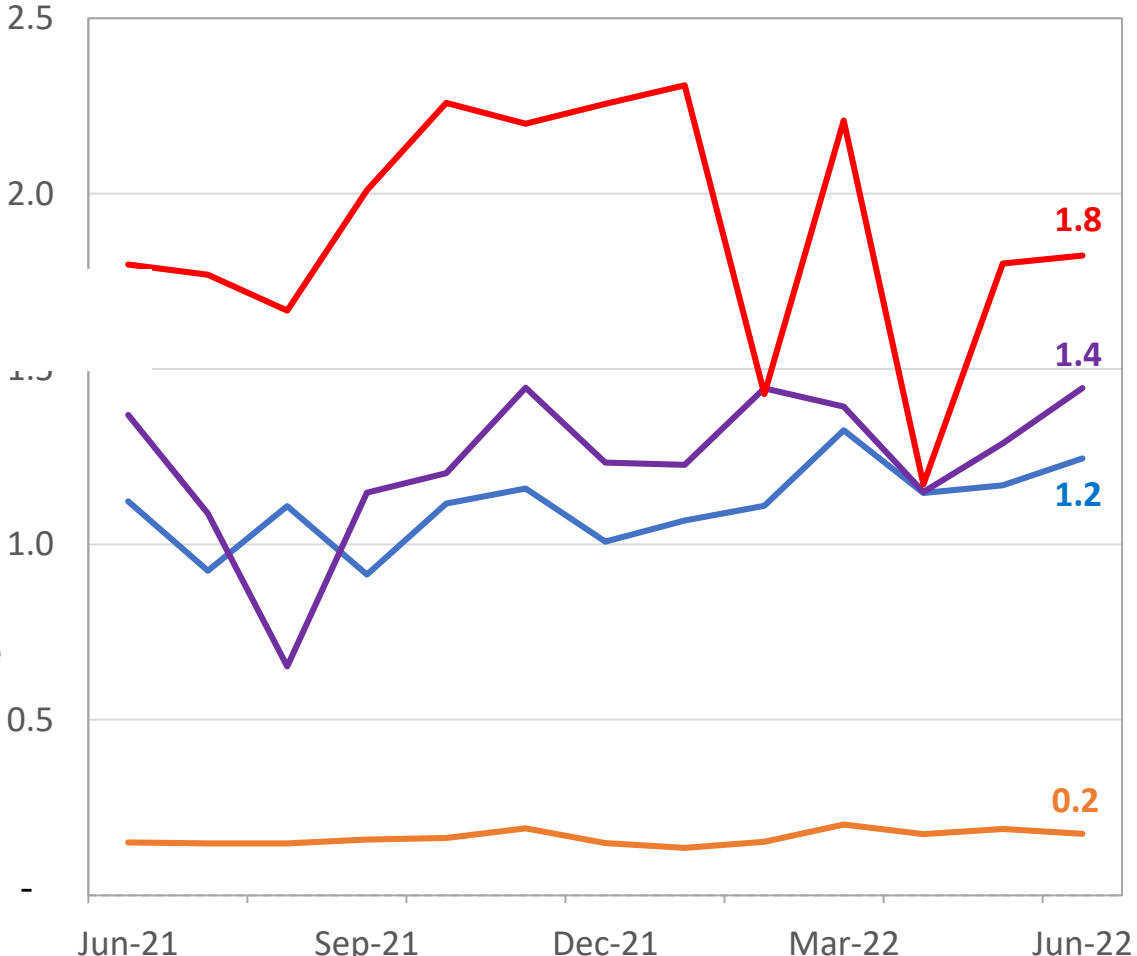


Vehicle SAAR (M Units)

Vehicle Production (M Units)



Source: S&P Global Mobility, Automotive News, MarkLines

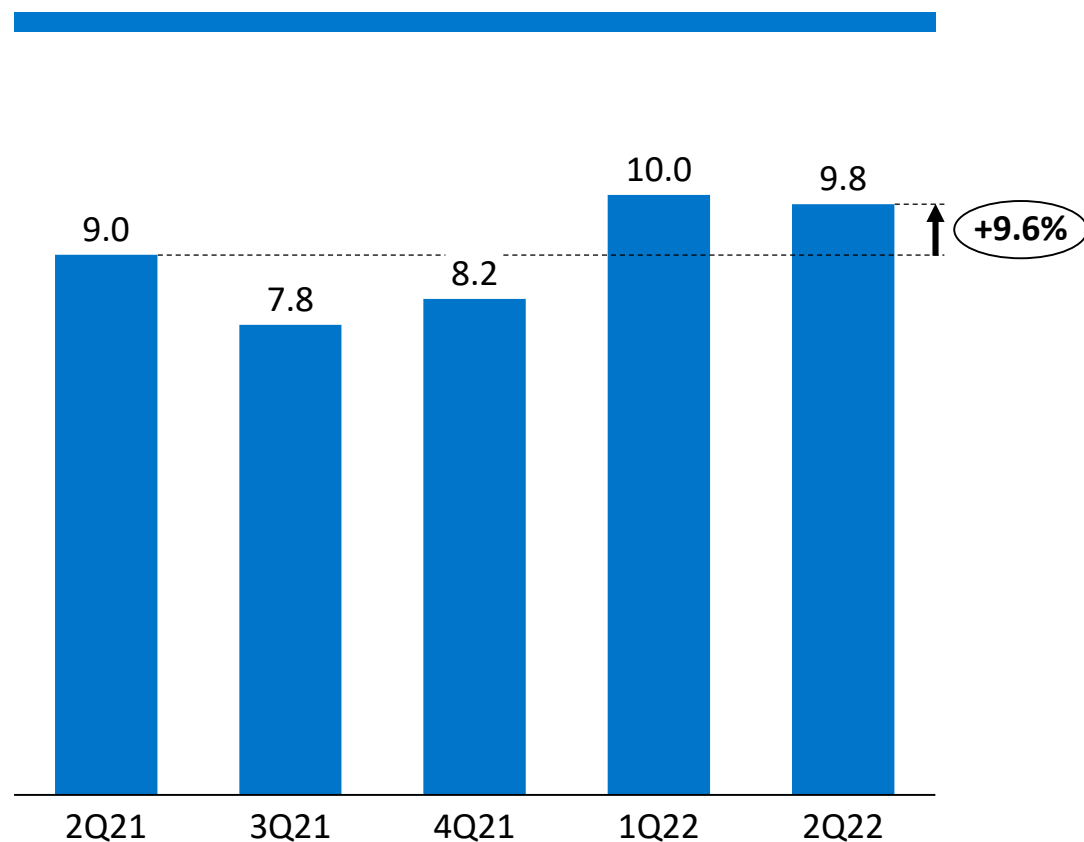


Source: S&P Global Mobility, Automotive News, MarkLines

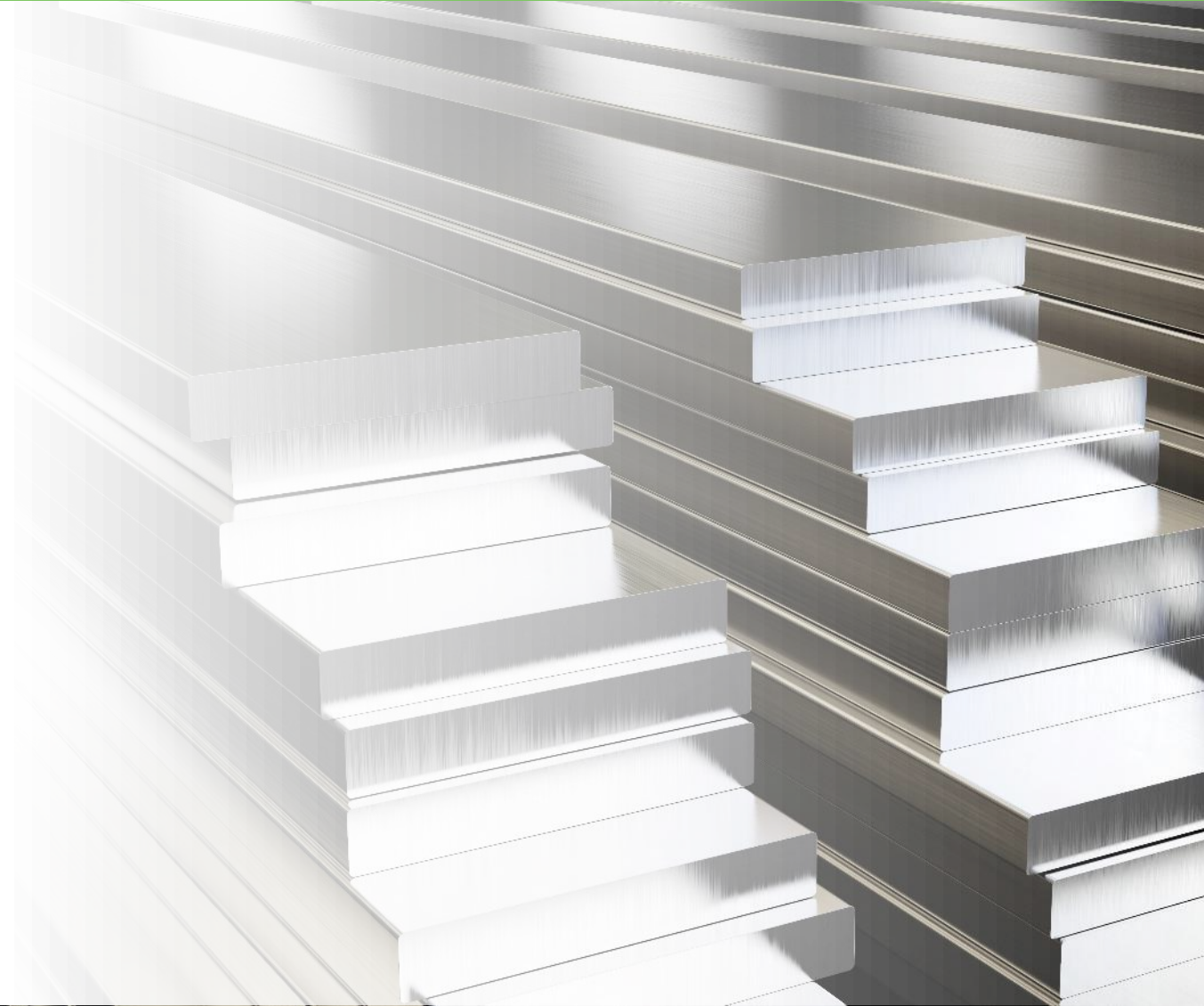
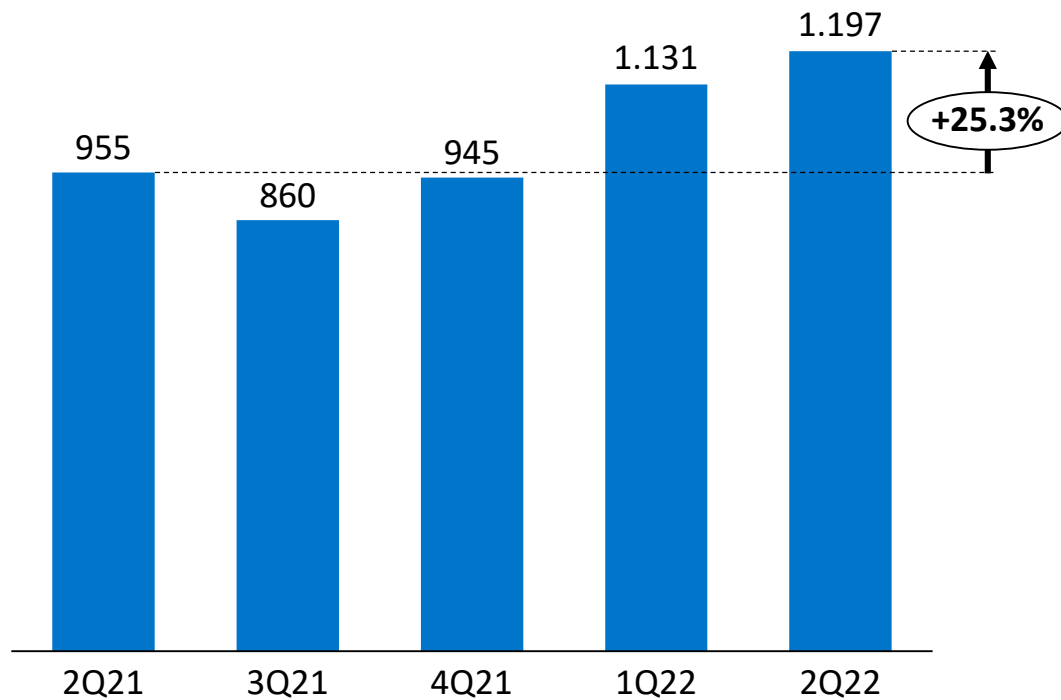
*Production figures refer to China, North America, Europe, and Brazil

Volume was 10% higher year-over-year

2Q22 vs 2Q21

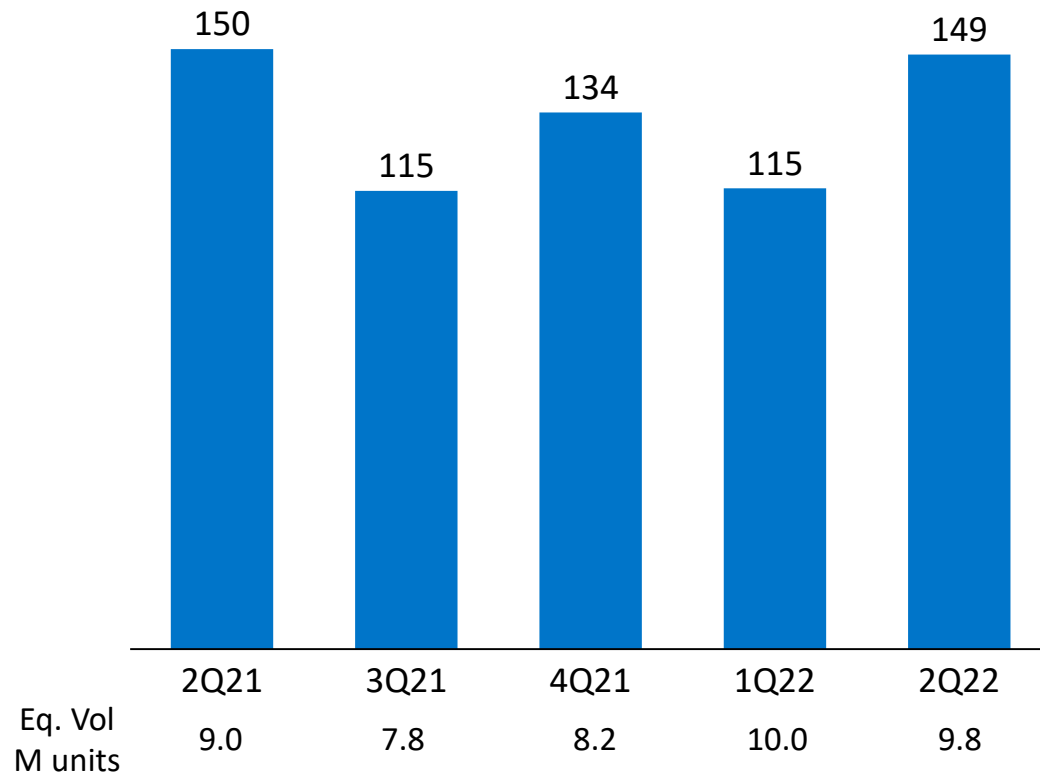


Revenue finished at US\$1.2 billion or 25% higher than a year ago

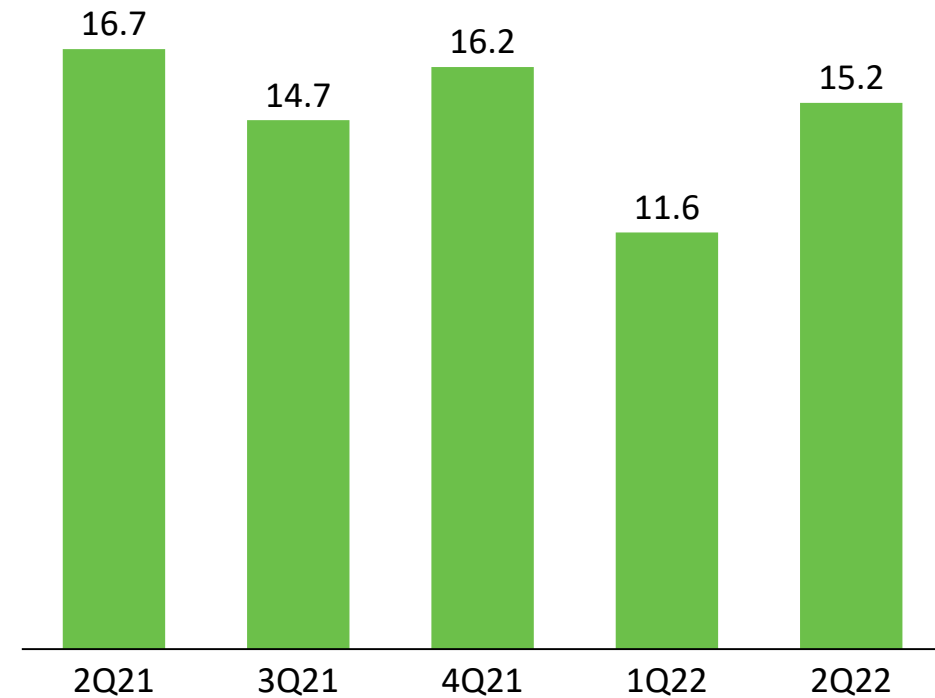


2Q22 Results

EBITDA (US\$ M)



Unitary EBITDA (US\$/Eq. Unit)



We implemented initiatives aimed at improving profitability

Commercial negotiations

Strict control of our cost structure



Operating Income in the quarter was **US\$74 M**
and Net income was **US\$30 M**



Capital allocation focused on strategic CAPEX

Investment in EV-related opportunities to drive shareholder value creation



Net Debt reduction of US\$93 M to US\$1.2 B

Leverage (Net debt-to-LTM EBITDA): 2.3x

Interest Coverage: 6.7x*

*Excluding bonds refinancing effect.
Figure was 5.1x including this effect.



Summary of regional results 2Q22

Revenues	2Q22	2Q21	% Var.
North America	663	462	43.5
Europe	394	381	3.3
Rest of World	140	112	25.4
Total	1,197	955	25.3

EBITDA	2Q22	2Q21	% Var.
North America	84	74	13.5
Europe	57	68	(16.6)
Rest of World	8	8	(1.9)
Total	149	150	(0.7)



Q&A



For more information contact us at:
investors.Nemak.com
investor@nemak.com