

4Q22 Results

FEBRUARY 2023

Agenda

- 4Q22 Highlights
- Financial Overview



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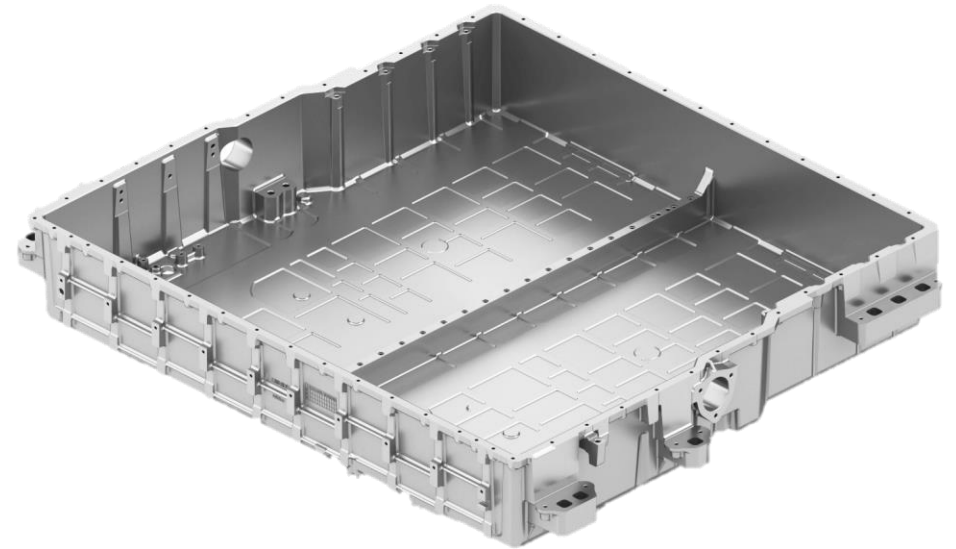


FORWARD- LOOKING STATEMENT

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.

Positive top-line trend

- New product launches
- Increased customer production
- Gradual easing of semiconductor supply constraints



We made progress in our efforts to address extraordinary inflationary pressures

Commercial negotiations aimed at mitigating such effects



Delivered 18% top-line improvement vs. 2021

- Higher volume
- Aluminum prices



EBITDA finished 8% higher vs. guidance



Prudent financial management

- Flexible cost structure
- Stable leverage



Ramping up production of parts for electric vehicles



Revenue was 24% higher y-o-y across e-mobility, structure and chassis applications

**We won contracts across our product lines worth
a total of ~US\$790 M annually**



**EV/SC applications
represented ~70%**

**Order book for
e-mobility, structure,
and chassis
applications grew
>50%**



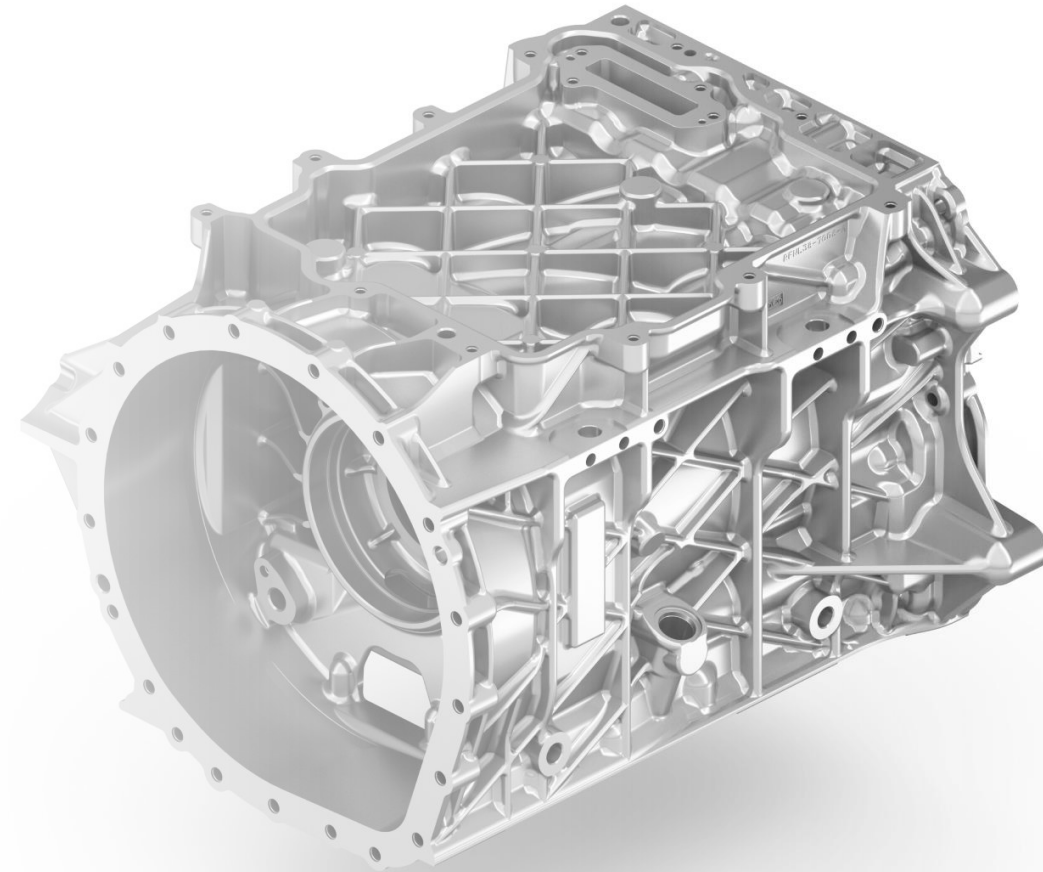
Order book reached
~US\$1.6 B annually

Advancing faster
toward target of US\$2 B

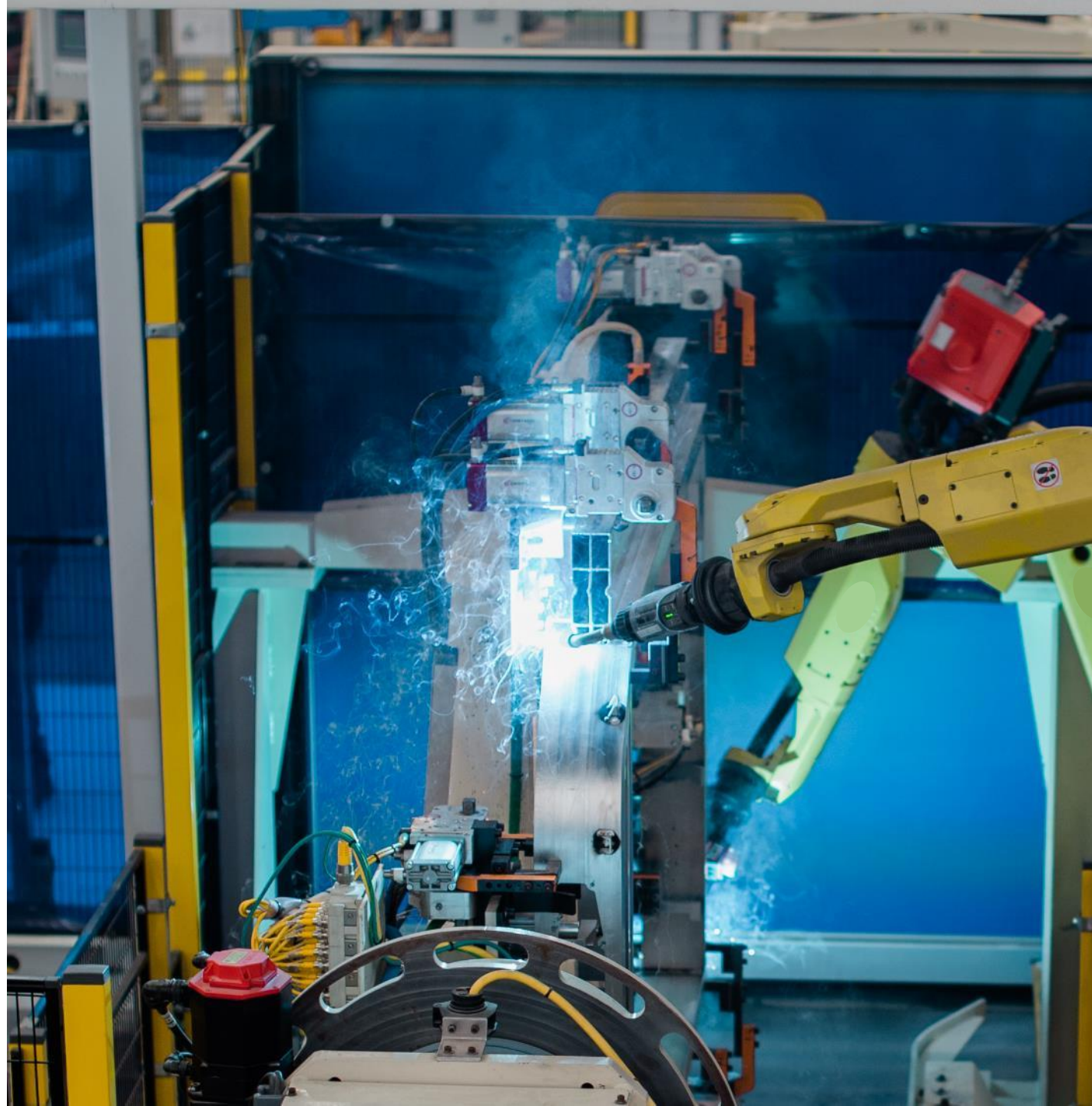


We finished the year with several strategic business wins in the fourth quarter

- Subframes for BEV sedans of an OEM customer in China
- E-motor housings for BEV SUVs of an OEM customer in Europe



New, state-of-the-art
Engineering Center in
Germany focused on
cutting-edge joining
and assembly
processes for
e-mobility, structure,
and chassis
applications



Nemak: Top Employer 2023



We maintained a “B” rating in CDP’s Climate Change assessment, above sector average



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Financial Results

Positive top-line trend over the year

- Ramping up production of recently awarded business to supply electric vehicles
- Industry recovery



A combination of efforts delivered EBITDA higher than Guidance

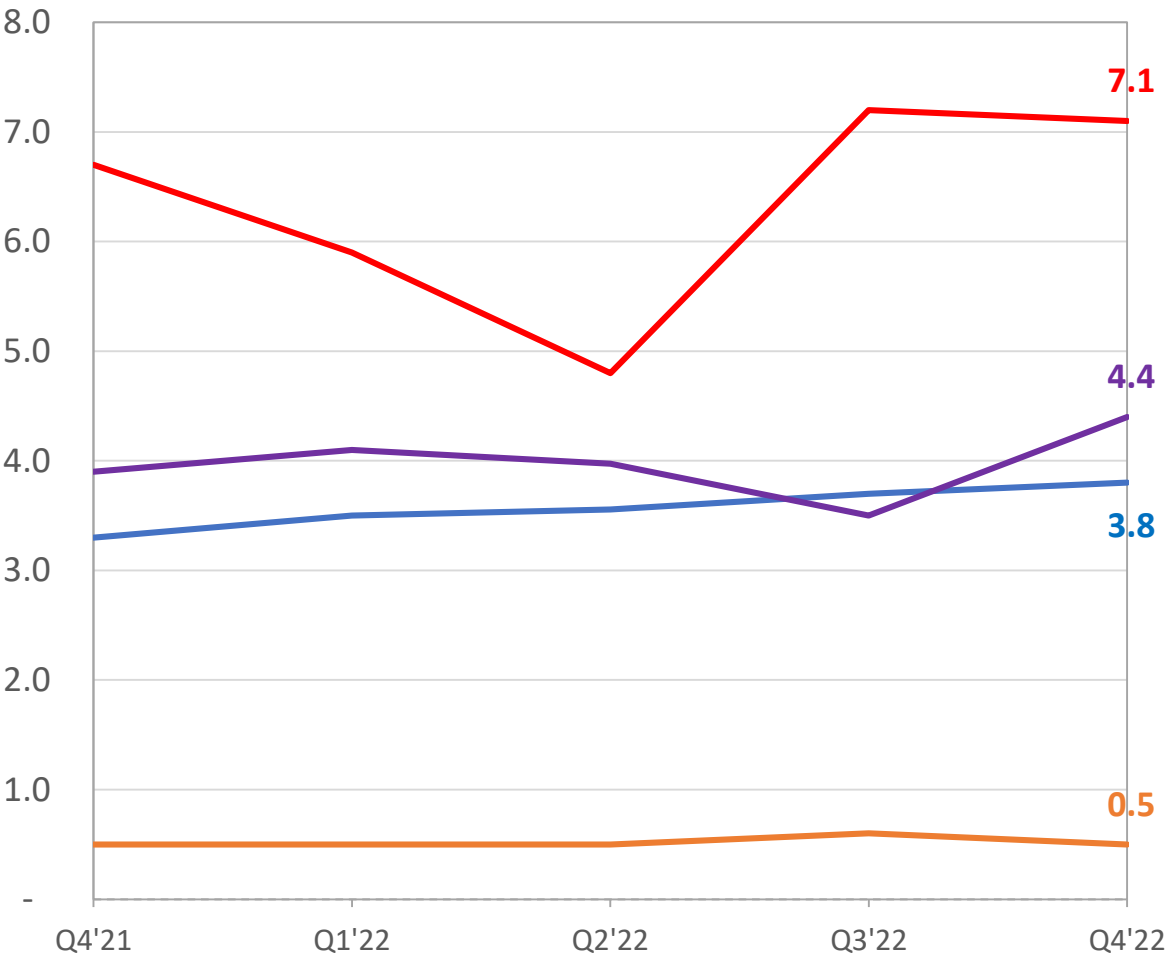
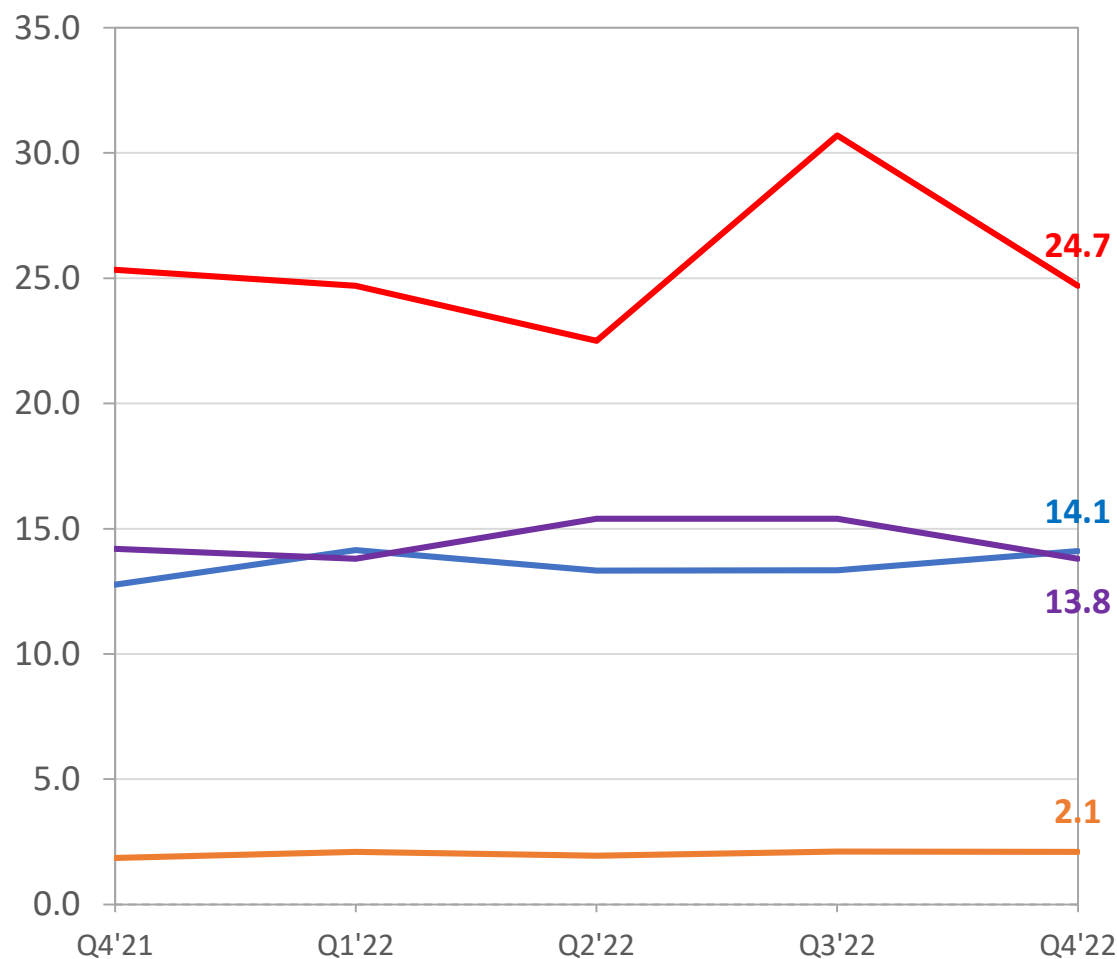
- Commercial negotiations aimed to mitigate effects of inflation
- Richer product mix



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

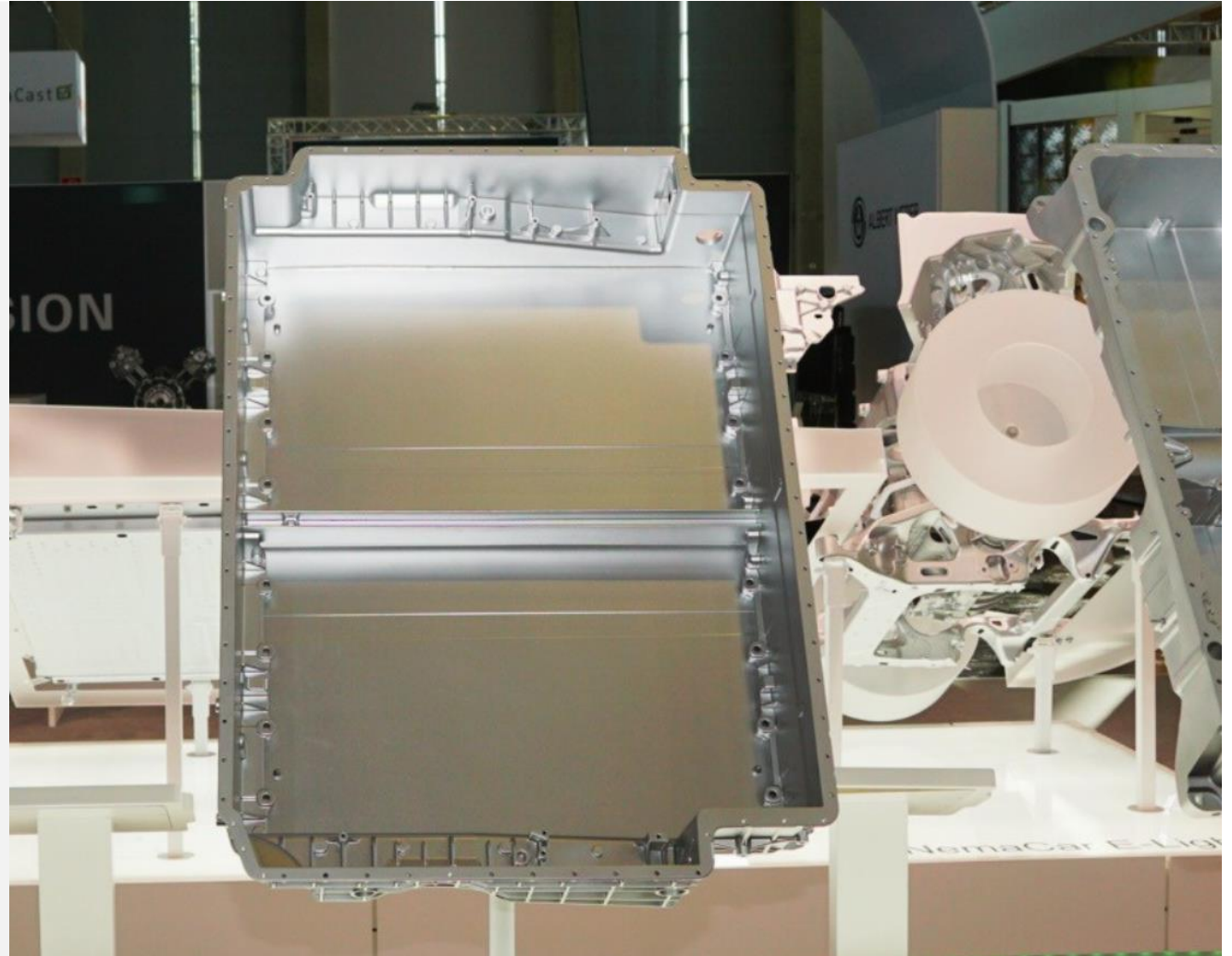
Continued low inventory levels in the US

Still low inventory levels
support production
recovery as supply chain
constraints gradually ease



Volume increased by 18% in 4Q22

New launches in our e-mobility, structure and chassis segment and higher production among OEMs favored all regions



Nemak volume benefited from customer vehicle production and introduction of new products

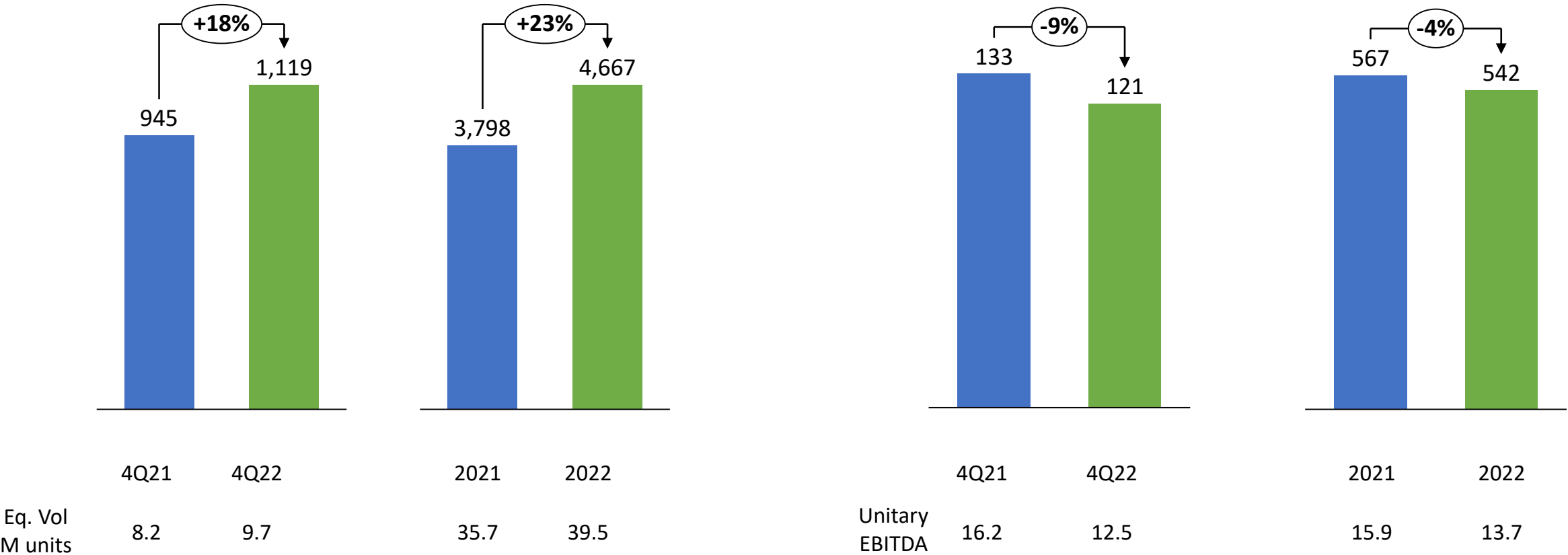
- 2022 volume of 39.5 M equivalent units, 11% above 2021
- Growth above industry



For the full year, revenue was 23% higher than in 2021

Revenue (US\$ B)

EBITDA (US\$ M)



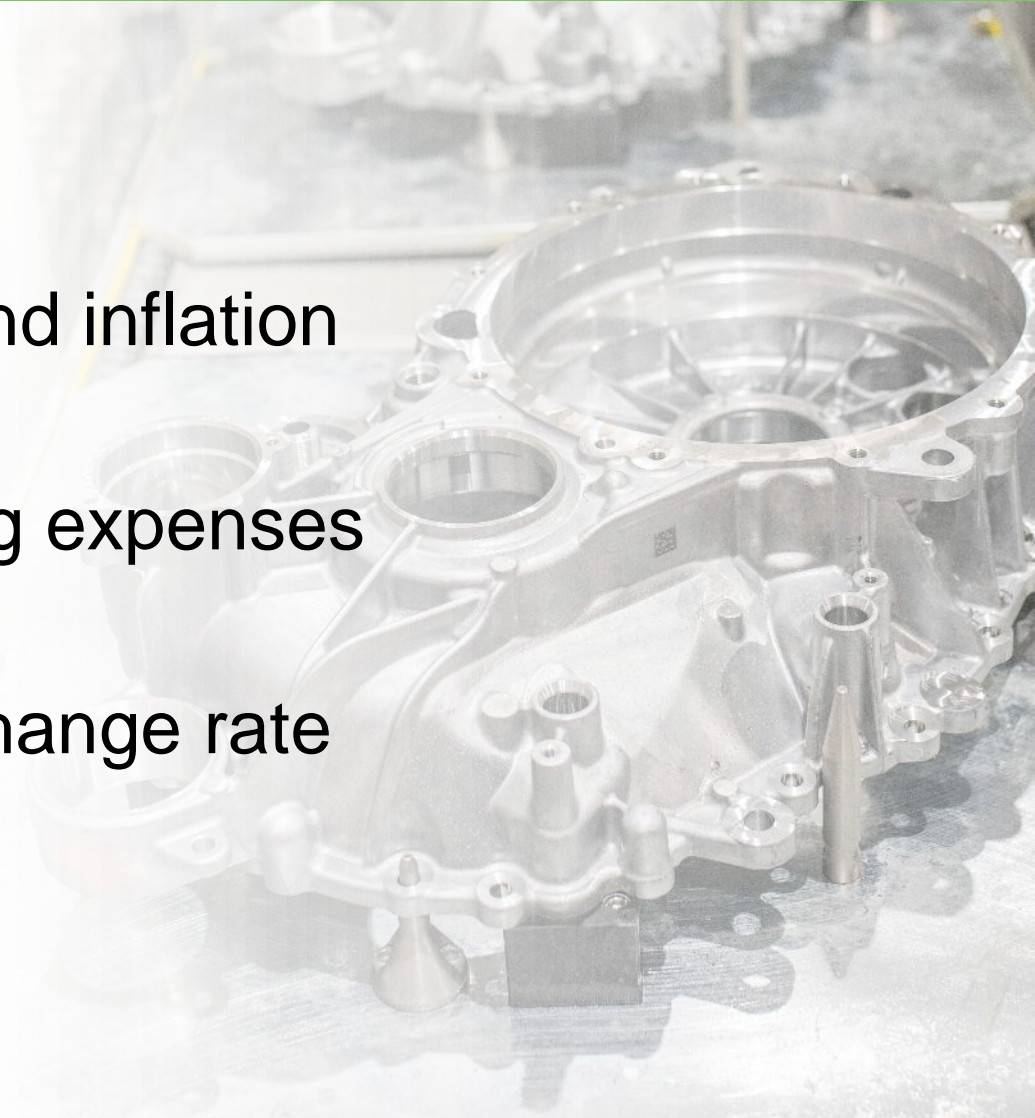
EBITDA was US\$121 million for 4Q22

Tailwinds

- Higher volume
- Improved product mix

Headwinds

- Energy and inflation
- Launching expenses
- Euro exchange rate



Unitary EBITDA during 2022 was **US\$13.7**



Influenced by same factors
that affected EBITDA,
outweighing the effect of
higher revenue

Operating Income affected by non-cash adjustments.
In 4Q22 was -US\$3 M and US\$186 M for the full year

A photograph of an industrial robotic arm, specifically a KUKA model, in a factory setting. The arm is orange and is holding a large, complex metal component. The background shows a blue metal frame and other industrial equipment.

Impairment of assets,
mainly in Asia

Net Income for the year was US\$51 M



We finished 2022 with Net Debt of US\$1.2 B

- Decrease of US\$70 M
- Maintained leverage ratio at 2.3x



CAPEX was US\$468 M in 2022

Capex higher than
Guidance to support newly
awarded business in
e-mobility, structure and
chassis segment



Summary of regional results

Revenues	4Q22	4Q21	% Var.
North America	623	485	29
Europe	366	339	8
Rest of World	130	121	8
Total	1,119	945	18

EBITDA	4Q22	4Q21	% Var.
North America	69	61	15
Europe	44	57	(23)
Rest of World	8	16	(51)
Total	121	133	(9)

2022	2021	% Var.
2,589	1,932	34
1,515	1,405	8
563	461	22
4,667	3,798	23

2022	2021	% Var.
312	272	15
192	248	(23)
39	47	(28)
542	567	(4)

Top-line growth drivers to support 2023 outlook



Volume growth driven by products for electric vehicles

Continued efforts to mitigate effects of inflation

Expect positive trend for results

2023 Guidance

Volume: 41 M Eq. Units

Revenue: US\$4.8 B

EBITDA: US\$560 M

CAPEX: US\$490M



Q&A



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