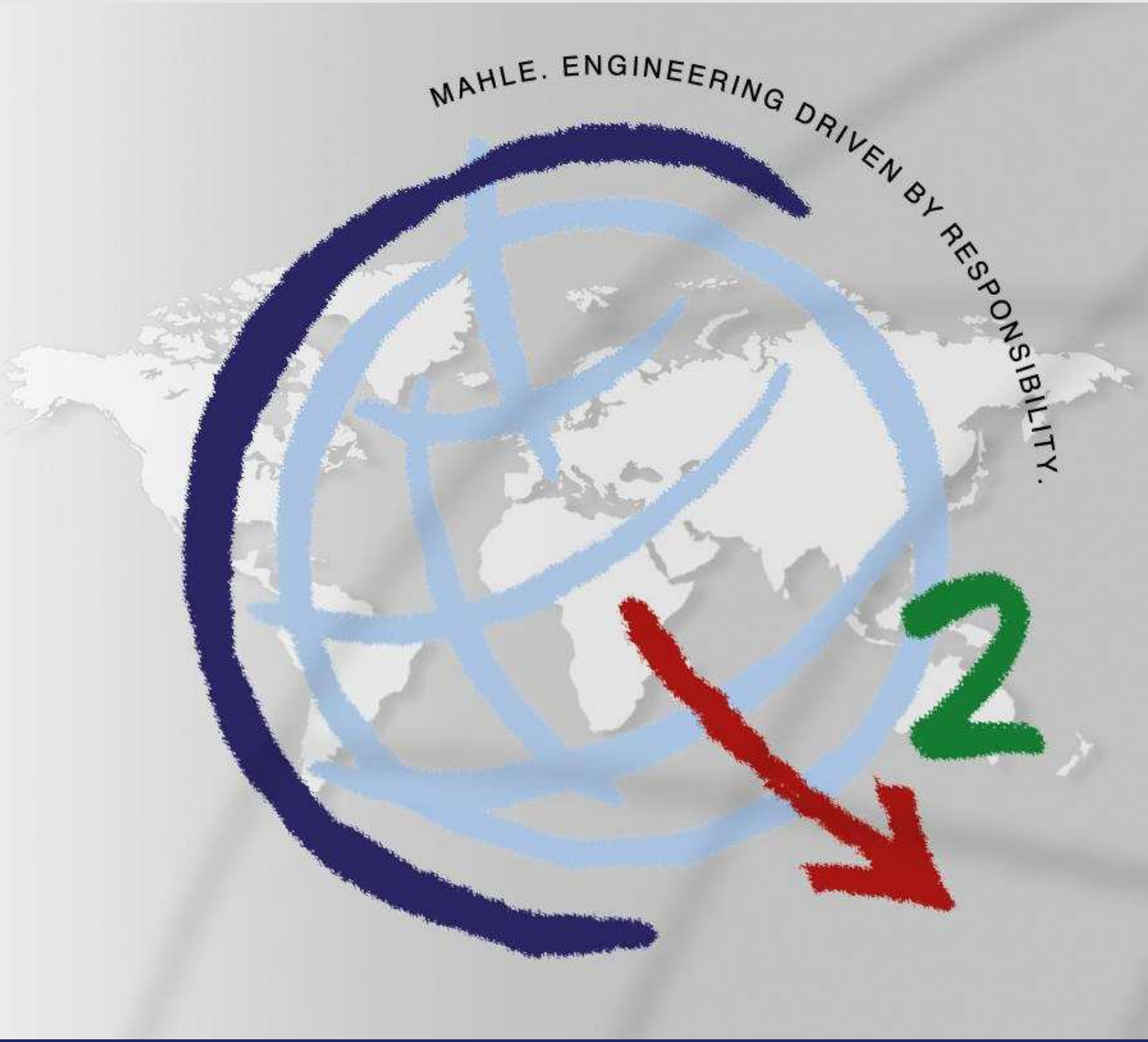
Driven by performance



2Q17 Conference Call

MAHLE Metal Leve S.A.

August 11th, 2017

15:00 p.m. (BR time)
14:00 p.m. (Eastern time)

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2Q17 Highlights

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- **Net Sales Revenue[2]** of R$ 576.3 million in the 2Q17, 3.2% higher than that of the 2Q16 and adjusted Ebitda margin of 19.2% (17.3% in the 2Q16), and a volume growth of 9.0%;
- On June 30, 2017 MAHLE Metal Leve S.A. **completed the sale of 60% of the its stake** in subsidiary MAHLE Metal Leve Miba Sinterizados Ltda.;
- The Board of Directors Meeting held on August 8, 2017 approved distribution of **Interest on Equity** of **R$ 51.0 million** referring to the period between January 1, 2017 to July 31, 2017;
- Newspaper Valor Econômico annual publication Valor Inovação Brasil announced Brazil's 150 **most innovative companies** and MAHLE Metal Leve ranked second in the Automotive and Heavy Vehicle category and 38th in the overall classification.

Main Indicators

(R$ million)	2Q17 (a)	1Q17 (b)	2Q16 (c)	(a/b)	(a/c)	1H17 (d)	1H16 (e)	(d/e)
Net sales revenue	576.3	515.1	558.2	11.9%	3.2%	1,091.4	1,109.1	-1.6%
EBITDA	107.7	78.8	90.7	36.7%	18.7%	186.5	200.1	-6.8%
Adjusted EBITDA[1]	110.9	81.2	96.3	36.6%	15.2%	192.1	206.9	-7.2%
EBITDA margin	18.7%	15.3%	16.2%	3.4 p.p.	2,5 p.p.	17.1%	18.0%	-0,9 p.p.
Adjusted EBITDA margin[1]	19.2%	15.8%	17.3%	3.4 p.p.	1,9 p.p.	17.6%	18.7%	-1,1 p.p.
Net income	57.0	38.4	42.9	48.4%	32.9%	95.4	116.8	-18.4%
Net margin	9.9%	7.5%	7.7%	2.4 p.p.	2,2 p.p.	8.7%	10.5%	-1,8 p.p.

[1] *Adjustment in the 2Q17 due to the provision of R$ 3.2 million related to discontinuance of subsidiary MAHLE Hirschvogel Forjas S.A.*

[2] *For purposes of comparison between the periods, the results of subsidiary MAHLE Metal Leve Miba Sinterizados LTDA are excluded from these financial statements since it was sold on June 30, 2017. Additional information is available in note 34 to the Interim Financial Information as of June 30, 2017.*

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Performance of the Brazilian automotive industry

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Brazilian automotive industry												
Segments	**Jan-Jun 2017**					**Jan-Jun 2016**					**Sales Variation (A/C)**	**Production Variation (B/D)**
	Sales (Local + Imp) (A)	**Export**	**Import**	**Inventory (*)**	**Total Production (B)**	**Sales (Local + Imp) (C)**	**Export**	**Import**	**Inventory (*)**	**Total Production (D)**		
Passenger Cars	847,776	301,326	-72,434	-19,363	1,057,305	810,847	189,681	-103,277	-54,197	843,054	4.6%	25.4%
Light Commercials	145,316	53,502	-32,979	-5,907	159,932	141,422	34,042	-33,875	-252	141,337	2.8%	13.2%
Total of Light vehicles	**993,092**	**354,828**	**-105,413**	**-25,270**	**1,217,237**	**952,269**	**223,723**	**-137,152**	**-54,449**	**984,391**	**4.3%**	**23.7%**
Trucks	21,457	13,631	-819	1,752	36,021	25,588	9,376	-887	-2,842	31,235	-16.1%	15.3%
Buses	4,896	4,104	-	973	9,973	5,683	3,842	-2	-284	9,239	-13.8%	7.9%
Total Trucks and Buses	**26,353**	**17,735**	**-819**	**2,725**	**45,994**	**31,271**	**13,218**	**-889**	**-3,126**	**40,474**	**-15.7%**	**13.6%**
Agricultural	21,327	5,740	-	1,900	28,967	17,512	4,466	-	-1,497	20,481	21.8%	41.4%
Total of medium and heavy vehicle	**47,680**	**23,475**	**-819**	**4,625**	**74,961**	**48,783**	**17,684**	**-889**	**-4,623**	**60,955**	**-2.3%**	**23.0%**
Total vehicle sales	**1,040,772**	**378,303**	**-106,232**	**-20,645**	**1,292,198**	**1,001,052**	**241,407**	**-138,041**	**-59,072**	**1,045,346**	**4.0%**	**23.6%**
Variation (un) - 1H17 x 1H16	**39,720**	**136,896**	**31,809**	**38,427**	**246,852**							
Variation (%) - 1H17 x 1H16	**4.0%**	**56.7%**	**-23.0%**	**-65.1%**	**23.6%**							

Source: Anfavea

(*) Vehicle inventory variation = production - (sales + exports - imports)

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Performance of the Argentinean automotive industry

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Argentinian automotive industry			
Vehicle Sales (Locally-manufactured and imported)	**Jan-Jun 2017 (A)**	**Jan-Jun 2016 (B)**	**A/B**
Passenger Cars	308,591	249,814	23.5%
Light Commercials	106,281	96,390	10.3%
Total of Light vehicle	**414,872**	**346,204**	**19.8%**
Total of medium and heavy vehicle (**)	**12,687**	**8,002**	**58.5%**
Total vehicle sales	**427,559**	**354,206**	**20.7%**
Exports	98,421	88,633	11.0%
Imports	293,227	208,590	40.6%
Automotive trade balance	**(194,806)**	**(119,957)**	**-62.4%**
Vehicle inventory variation in the period (*)	(10,501)	(7,913)	-32.7%
Total vehicle production	**222,252**	**226,336**	**-1.8%**
Production of Light vehicle	**219,404**	**224,038**	**-2.1%**
Production Trucks (***)	2,085	2,012	3.6%
Production Buses (***)	763	286	166.8%
Production of medium and heavy vehicle	**2,848**	**2,298**	**23.9%**
Total Vehicle Production	**222,252**	**226,336**	**-1.8%**

(*) Vehicle inventory variation = production - (sales + exports - imports).
(**) Source: Arcaras Arg.
(***) Source: IHS
Source: Adefa

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Vehicle production and sales (Brazil + Argentina)
Vehicle production in the main exports markets

Driven by performance

Production and sales: Brazil & Argentina	Vehicle production			Vehicle sales		
	Jan-Jun 2017	Jan-Jun 2016	variation	Jan-Jun 2017	Jan-Jun 2016	variation
Light vehicle	**1,436,641**	**1,208,429**	**18.9%**	**1,407,964**	**1,298,473**	**8.4%**
Trucks	38,106	33,247	14.6%	34,144	33,590	1.6%
Buses	10,736	9,525	12.7%	4,896	5,683	-13.8%
Agricultural	28,967	20,481	41.4%	21,327	17,512	21.8%
Medium and heavy vehicle	**77,809**	**63,253**	**23.0%**	**60,367**	**56,785**	**6.3%**
Total	**1,514,450**	**1,271,682**	**19.1%**	**1,468,331**	**1,355,258**	**8.3%**

Source: Anfavea and Adefa

Vehicle Production in the main exports market			
Segment	**Jan-Jun 2017 (A)**	**Jan-Jun 2016 (B)**	**A/B**
Production of Light vehicle	9,006,742	9,054,657	-0.5%
Production of medium and heavy vehicle	249,688	241,189	3.5%
North America	**9,256,430**	**9,295,846**	**-0.4%**
Production of Light vehicle	11,570,081	11,427,738	1.2%
Production of medium and heavy vehicle	331,781	340,950	-2.7%
Europe	**11,901,862**	**11,768,688**	**1.1%**
Total Vehicle Production	**21,158,292**	**21,064,534**	**0.4%**

Source: IHS

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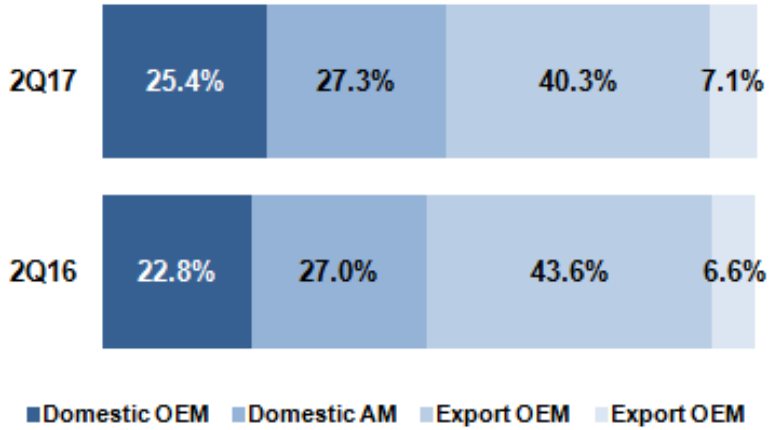
Performance of the Net Sales Revenue

Driven by performance

Net sales revenue by market (R$ Million)	2Q17 (a)	Volume/Price (b)	FX-Variation (c)	2Q16 (d)	% volume/price impact (b/d)	% FX-impacts (c/d)	H.A. (%) (a/d)
Original equipment							
Domestic[1]	146.1	19.2	(0.4)	127.3	15.1%	-0.3%	14.8%
Export	231.7	8.2	(19.9)	243.4	3.4%	-8.2%	-4.8%
Total	**377.8**	**27.4**	**(20.3)**	**370.7**	**7.4%**	**-5.5%**	**1.9%**
Aftermarket							
Domestic[1]	157.6	14.0	(6.9)	150.5	9.3%	-4.6%	4.7%
Export	40.9	8.9	(5.0)	37.0	24.0%	-13.5%	10.5%
Total	**198.5**	**22.9**	**(11.9)**	**187.5**	**12.2%**	**-6.3%**	**5.9%**
Grand total	**576.3**	**50.3**	**(32.2)**	**558.2**	**9.0%**	**-5.8%**	**3.2%**

[1] Domestic market includes Brazil and Argentina.

- Volume / price increased by 9.0% between quarters.
- The opposite graph shows consolidated net sales revenue and market share by segment in the quarters:



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Performance of the Net Sales Revenue

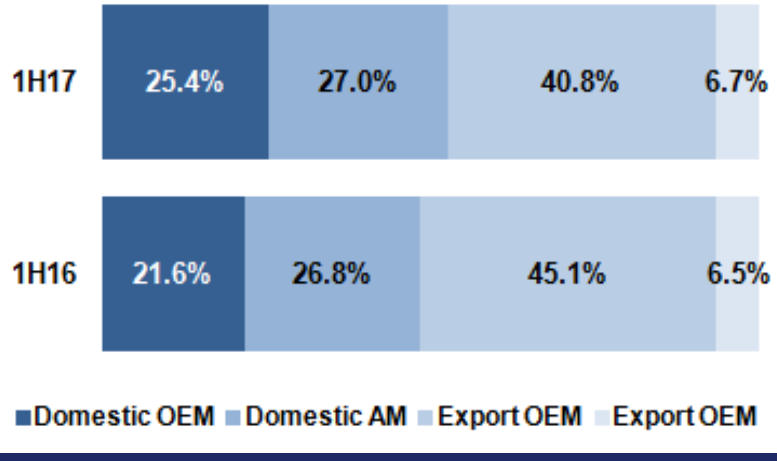
Driven by performance

Net sales revenue by market (R$ Million)	1H17 (a)	Volume/Price (b)	FX-Variation (c)	1H16 (d)	% volume/price impact (b/d)	% FX-impacts (c/d)	H.A. (%) (a/d)
Original equipment							
Domestic[1]	277.7	39.1	(1.1)	239.7	16.3%	-0.4%	15.9%
Export	445.1	2.3	(57.2)	500.0	0.5%	-11.5%	-11.0%
Total	**722.8**	**41.4**	**(58.3)**	**739.7**	**5.6%**	**-7.9%**	**-2.3%**
Aftermarket							
Domestic[1]	295.0	14.7	(16.6)	296.9	4.9%	-5.5%	-0.6%
Export	73.6	15.6	(14.5)	72.5	21.4%	-19.9%	1.5%
Total	**368.6**	**30.3**	**(31.1)**	**369.4**	**8.2%**	**-8.4%**	**-0.2%**
Grand total	**1,091.4**	**71.7**	**(89.4)**	**1,109.1**	**6.5%**	**-8.1%**	**-1.6%**

[1] Domestic market includes Brazil and Argentina.

- Volume / price increased by 9.0% between quarters.

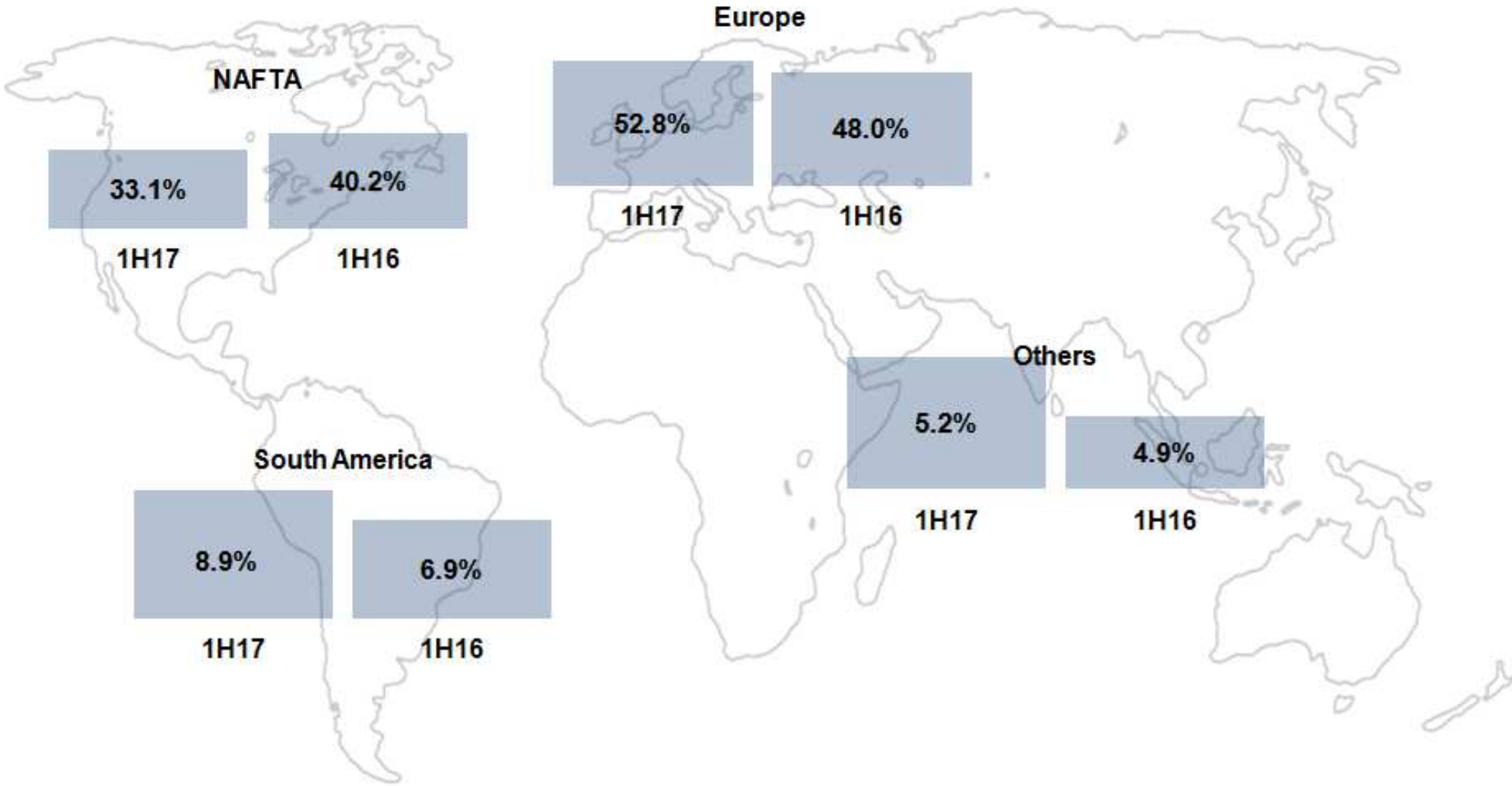
- The opposite graph shows the consolidated net sales revenue and market share by segment in the first six months of 2017 and 2016:



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MAHLE Metal Leve's consolidated exports by region:

Driven by performance



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Summary P&L

Driven by performance

Summary P&L (R$ million)	2Q17	2Q16	V.A. (%)	V.A. (%)	H.A. (%)	1H17	1H16	V.A. (%)	V.A. (%)	H.A. (%)
	(a)	(b)	(a)	(b)	(a/b)	(c)	(d)	(c)	(d)	(c/d)
Net sales revenue	**576.3**	**558.2**	**100.0%**	**100.0%**	**3.2%**	**1,091.4**	**1,109.1**	**100.0%**	**100.0%**	**-1.6%**
Cost of sales	(420.7)	(400.3)	-73.0%	-71.7%	5.1%	(802.7)	(781.2)	-73.5%	-70.4%	2.8%
Gross income	**155.6**	**157.9**	**27.0%**	**28.3%**	**-1.5%**	**288.7**	**327.9**	**26.5%**	**29.6%**	**-12.0%**
Gross margin	27.0%	28.3%			-1,3 p.p.	26.5%	29.6%			-3,1 p.p.

- Net revenue positively impact mainly due to higher volumes in the domestic market, partially offset by the negative exchange variation.
- Gross margin remained at historical levels despite the greater capacity utilization due to the increase in sales volume, mainly for the Local OEM.

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Summary P&L

Driven by performance

SG&A expenses:

- Reducing in selling expenses results from efforts to strengthen initiatives towards increasing productivity in the direct and indirect areas of the Company
- The increase in general and administrative expenses, in turn, is mainly due to payment of indemnity for employment terminations to adjust the number of employees.

R&D expenses:

- In line with the percentages reported in the previous periods.

Other operating income (expenses):

- Income from Recovered Taxes under the Reintegra Program;
- Gain on disposal of assets, i.e., sale of MAHLE Metal Leve Miba Sinterizados Ltda;

Summary P&L (R$ million)	2Q17	2Q16	V.A. (%)	V.A. (%)	H.A. (%)	1H17	1H16	V.A. (%)	V.A. (%)	H.A. (%)
	(a)	(b)	(a)	(b)	(a/b)	(c)	(d)	(c)	(d)	(c/d)
Net sales revenue	**576.3**	**558.2**	**100.0%**	**100.0%**	**3.2%**	**1,091.4**	**1,109.1**	**100.0%**	**100.0%**	**-1.6%**
Selling expenses	(34.8)	(36.6)	-6.0%	-6.6%	-4.9%	(67.2)	(71.1)	-6.2%	-6.4%	-5.5%
General and administrative expenses	(27.7)	(24.4)	-4.8%	-4.4%	13.5%	(50.8)	(45.2)	-4.7%	-4.1%	12.4%
Technology and product development expenses	(22.1)	(21.5)	-3.8%	-3.9%	2.8%	(42.9)	(43.2)	-3.9%	-3.9%	-0.7%
Other operating income (expenses)	13.2	(8.3)	2.3%	-1.5%	-259.0%	11.4	(14.8)	1.0%	-1.3%	-177.0%

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Operating income measured by the EBITDA

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- The tables below shows the changes between the quarters in the accounts that make up EBITDA figure:

Adjusted EBITDA 2Q16	Other operating income (expenses)	Selling expenses	Depreciation	Equity in the results of investees	Technology and product development expenses	Gross income	Discontinuance of the operations of subsidiary MHF	General and administrative expenses	Adjusted EBITDA 2Q17
96.3	21.5	1.8	0.1	(0.2)	(0.6)	(2.3)	(2.4)	(3.3)	110.9
Adjusted EBITDA margin[1] 17.3%									Adjusted EBITDA margin[1] 19.2%

Adjusted EBITDA 1H16	Other operating income (expenses)	Selling expenses	Depreciation	Technology and product development expenses	Equity in the results of investees	Discontinuance of the operations of subsidiary MHF	General and administrative expenses	Gross income	Adjusted EBITDA 1H17
206.9	26.2	3.9	1.0	0.3	(0.2)	(1.2)	(5.6)	(39.2)	192.1
Adjusted EBITDA margin[1] 18.7%									Adjusted EBITDA margin[1] 17.6%

[1] *Adjustment in the 2Q17 due to the provision of R$ 3.2 million related to discontinuance of subsidiary MAHLE Hirschvogel Forjas S.A.*

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Financial Management – Net financial result

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Net financial result (R$ million)	2Q17 (a)	2Q16 (b)	Var. (a - b)	1H17 (c)	1H16 (d)	Var. (c - d)
Interests (income on investments)	5.7	2.4	3.3	11.4	3.8	7.6
Interests (expenses on financing)	(9.3)	(9.0)	(0.3)	(21.2)	(19.1)	(2.1)
Interests (Others)	1.7	1.1	0.6	3.9	2.4	1.5
Interests, net (i)	**(1.9)**	**(5.5)**	**3.6**	**(5.9)**	**(12.9)**	**7.0**
Exchange variation, net	18.7	(22.5)	41.2	13.3	(32.3)	45.6
Result with derivatives	(13.2)	15.0	(28.2)	(3.3)	31.0	(34.3)
Exchange variation and Result with derivatives (ii)	**5.5**	**(7.5)**	**13.0**	**10.0**	**(1.3)**	**11.3**
Monetary variation, net	(9.4)	(8.1)	(1.3)	(17.9)	(15.3)	(2.6)
Others	(1.8)	(1.7)	(0.1)	(3.1)	(2.9)	(0.2)
Monetary variation, net + Others (iii)	**(11.2)**	**(9.8)**	**(1.4)**	**(21.0)**	**(18.2)**	**(2.8)**
Financial income (expenses), net (i + ii + iii)	**(7.6)**	**(22.8)**	**15.2**	**(16.9)**	**(32.4)**	**15.5**

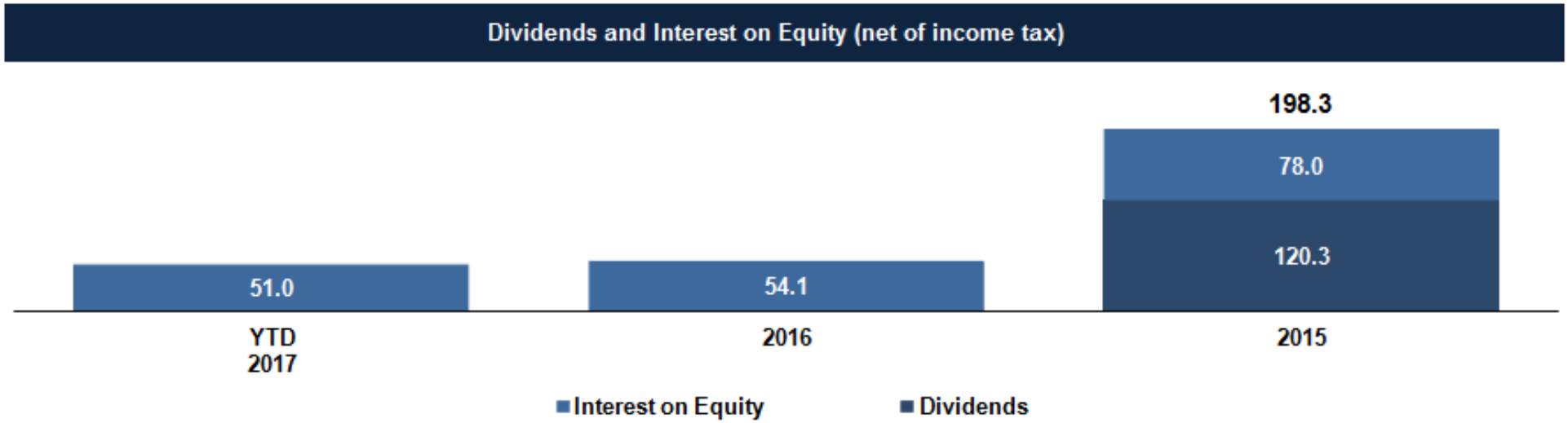
Interest rates and volumes (average)	2Q17 (a)	2Q16 (b)	Var. (a - b)	1H17 (c)	1H16 (d)	Var. (c - d)
Remunetarion of investments	10.5%	12.2%	-1,7 p.p.	11.0%	12.3%	-1,3 p.p.
Cost of debt	8.8%	8.8%	0 p.p.	9.0%	9.4%	-0,4 p.p.
Investments - average[1]	296.5	97.6	203.8%	257.1	82.1	213.2%
Average debt	(474.0)	(406.0)	16.7%	(475.8)	(378.2)	25.8%

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Net Income and Benefits to Shareholders

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Summary P&L (R$ million)	2Q17	2Q16	V.A. (%)	V.A. (%)	H.A. (%)	1H17	1H16	V.A. (%)	V.A. (%)	H.A. (%)
	(a)	(b)	(a)	(b)	(a/b)	(c)	(d)	(c)	(d)	(c/d)
Net sales revenue	576.3	558.2	100.0%	100.0%	3.2%	1,091.4	1,109.1	100.0%	100.0%	-1.6%
Net income attributable to owners of the parent	57.0	42.9	9.9%	7.7%	32.9%	95.4	116.8	8.7%	10.5%	-18.4%



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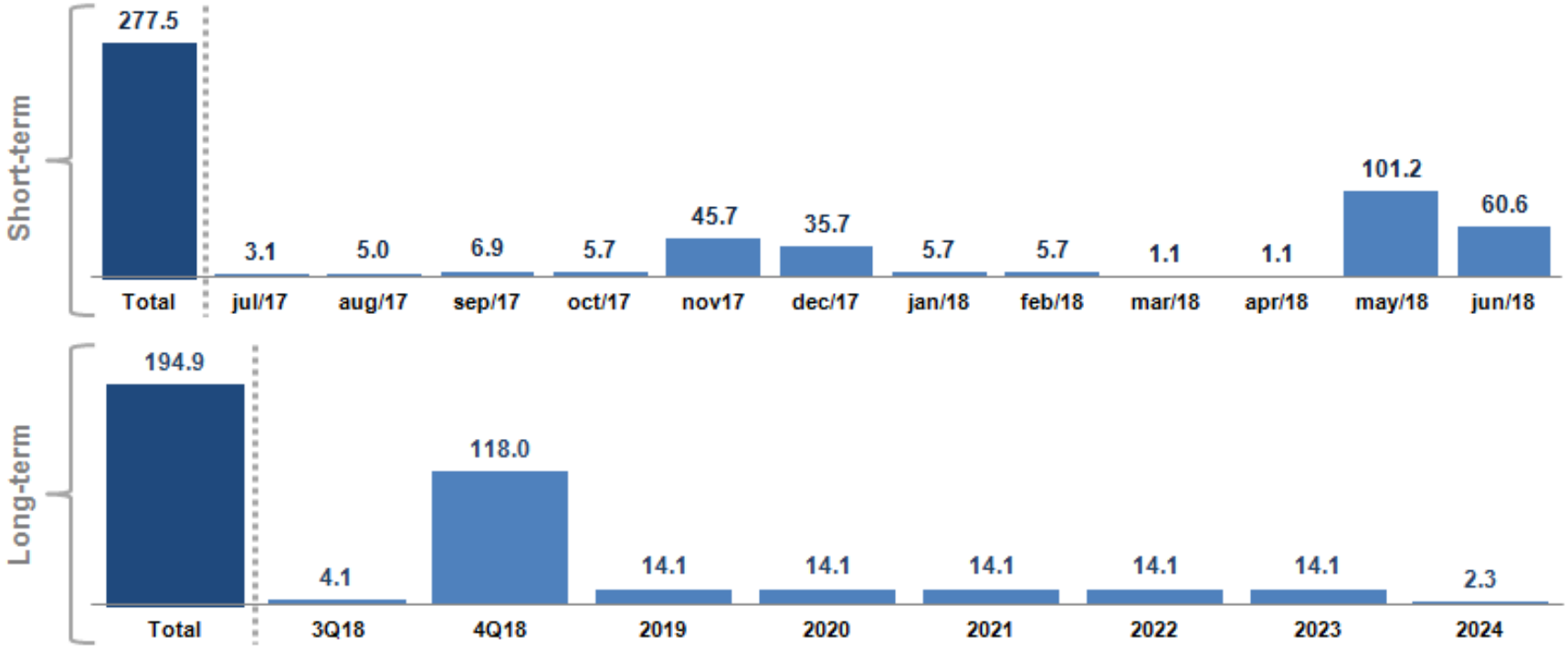
Financial Management – Indebtedness (part I)

Driven by performance

- At the end of the 1Q17, the Company's total indebtedness was R$ 163.9 million, representing a reduction of 10.5% compared to the end of 2016 (R$ 183.2 million).

Net indebtedness (R$ million)	As of Jun/30/2017 (a)	As of Dec/31/2016 (b)	Variation (a - b)	% Debt (a)	% Debt (b)
Liabilities (i)	**472.4**	**499.5**	**(27.1)**	**100%**	**100%**
Short term	277.5	156.3	121.2	59%	31%
Long term	194.9	343.2	(148.3)	41%	69%
Assets (ii)	**(394.2)**	**(316.3)**	**(77.9)**		
Cash / banks / cash investments/ Loans - related parties	(394.2)	(316.3)	(77.9)		
Net indebtedness (i + ii)	**78.2**	**183.2**	**(105.0)**		

- The tables below shows the maturities of short-term and long-term transactions of the financing described in the above table:

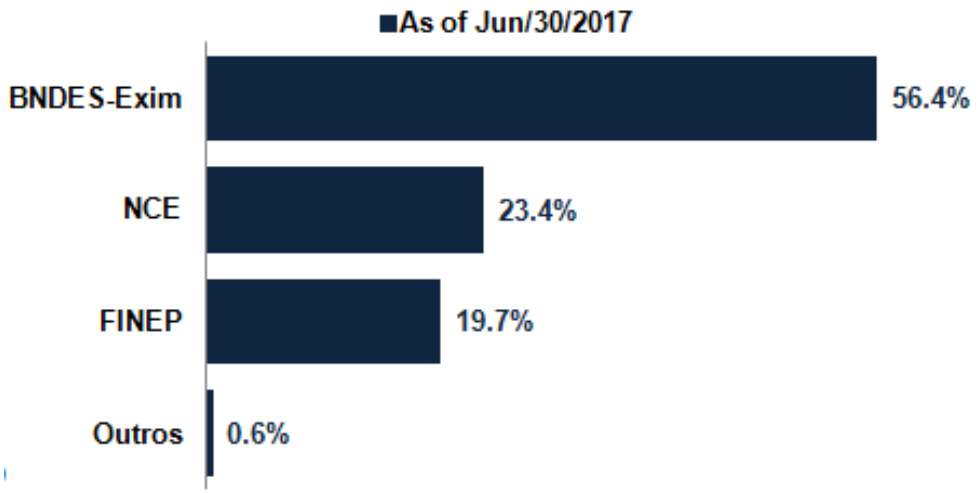


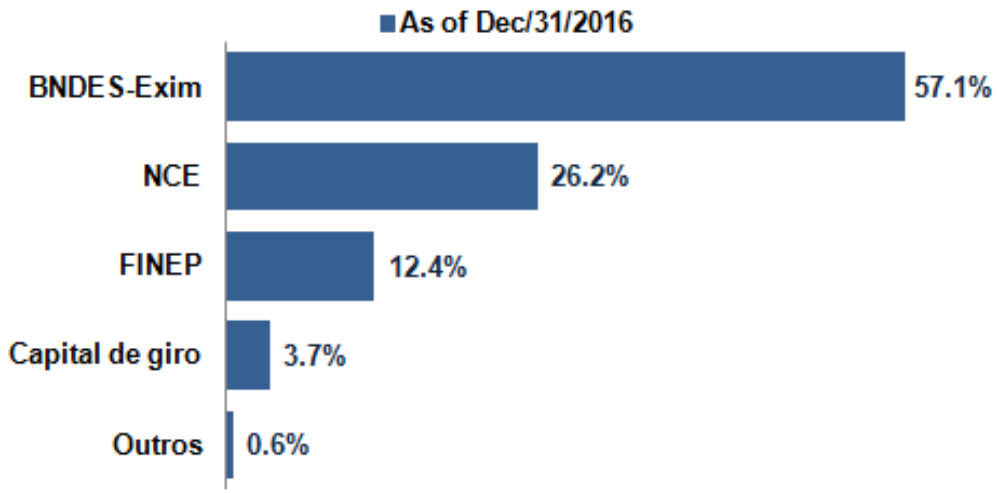
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Financial Management – Indebtedness (part II)

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- Below is the breakdown of the Company's financing by type of funding for each of the periods of the periods of the slide before.





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Capex & Depreciation

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CAPEX & Depreciation (R$ million)	1H17	1H16
Capex	29.4	37.9
Total depreciation	47.9	47.0

Capex	1H17	1H16
% of Net sales revenue	2.7%	3.3%
% of Depreciation	61.5%	80.6%

- Capital expenditures estimated for 2017 total R$ 108.0 million, which should exceed depreciation for the year.

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Questions & Answers

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