

Sao Paulo, APRIL 06, 2020.

UPDATE\_02

**STATEMENT COVID-19 - MAGRAL (DECCV19\_20\_RV02)**

Dear Customers and Suppliers,

Industry and commerce are facing unprecedented challenges, which have intensified in recent weeks in Brazil and worldwide.

It has become necessary to identify ways in which we can ensure the continued strength of our business.

MAGRAL is considered a supplier of critical products and services that ensure the inheritance of the fuel and derivatives production chain, including Oil & Gas.

It expands our activities in the Home office scheme and shifts changed until April 10, continuing with all protection protocols and licenses for members of the risk group.

We ask for the understanding of everyone involved, as the economy is in an extremely difficult time, which can lead to prolonged times in responses, services and delivery times.

Our local team or home office service in the best possible way, something already characteristic of the Magral group and the service channels remain the same.

Have faith that this situation will end soon.

Be safe and healthy!

Follow our social midias for new information.

Best Regards,  
*Magral Equipamentos Hidráulicos e Pneumáticos Ltda.*

Sao Paulo, MARCH 24, 2020.

## STATEMENT COVID-19 - MAGRAL (DECCV19\_20\_RV01)

Dear Customers and Suppliers,

The Brazilian Federal Government declared a State of Public Calamity and the Government of SAo Paulo decreed quarantine until April 7th, which can be extended and established the following measures to control the expansion of the coronavirus:

1. **Limitation on freedom of movement:** restricted only to the purchase of food, pharmaceuticals, basic necessities, assistance to health centers, travel to the workplace, place of residence, financial institutions, care for the elderly, minors, dependents and other activities of a similar nature;
2. **Home-office:** Favorite provision of labor by non-contact means (home-office), whenever possible;
3. **Commercial activity:** closing of establishments, except those indicated in point 1. Likewise, crowds will be avoided, maintaining the safety distance of at least 1.5 to 2 meters;
4. **Closure of recreational establishments, hotels and restaurants;**
5. **Transport:** Reduction of passenger services by at least 50%;
6. **Measures to guarantee the food supply;**
7. **Suspension of procedural and administrative deadlines.**

Following the obligations established by the government, Magral has already adopted the following measures within our facilities:

- **Home office:** All employees whose positions allow remote work will do so from next Monday 23/03 until prior notice.
- **Work Shifts:** those for which the home office is not an option, will take shifts to guarantee a minimum number of people working at the same time, eliminating all risks of contact, establishing a safety meter of at least 2 meters.
- **Meetings:** meetings and visits with external and internal MAGRAL personnel are suspended, inside and outside the company. In each case, postpone or execute them via Whatzap, Skype or Zoom.
- **Hygiene:** those who need to go to the workplace will have the obligation to wash their hands when entering and leaving the premises with the gels installed at different points in the premises. The packaging, as well as the working utensils, must be sanitized on receipt and after use.
- **Common facilities:** Common confined spaces, such as changing rooms, recreation room, are closed.
- **Emergency team:** a multidisciplinary team was established to monitor the progress of the situation 24 hours a day to follow the advice of the authorities and make immediate decisions.

The situation still allows us to continue offering the same attention and level of services that characterizes us. Our commercial, administrative and production activities are not affected and we will communicate any relevant updates through our website and social midias (LinkedIn, facebook and instagram). Some of our national and international suppliers have reduced or closed their activities momentarily and it is inevitable that there will be some delays in deliveries and processes, but our team will be attentive to mitigate the situation.

Thank you for understanding.  
Luiz Henrique Afarelli  
General manager