(Convenience Translation into English from the Original Previously Issued in Portuguese)

WEG S.A.

Individual and Consolidated
Interim Financial Information for the
Quarter Ended March 31, 2020 and
Report on Review of Quarterly Information

Deloitte Touche Tohmatsu Auditores Independentes

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REPORT ON REVIEW OF QUARTERLY INFORMATION

To the Shareholders and Management of
WEG S.A.
Jaraguá do Sul - SC

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of WEG S.A. (the "Company"), identified as Parent and Consolidated, respectively, included in the Quarterly Information Form (ITR) for the quarter ended March 31, 2020, which comprises the balance sheet as at March 31, 2020, and the statements of profit and loss of comprehensive income of changes in equity and of cash flows for the three-month period then ended, including the explanatory notes.

The Company's Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with technical pronouncement CPC 21 (R1) - Interim Financial Reporting and international standard IAS 34 – Interim Financial Reporting, issued by the International Accounting Standards Board – IASB, as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international standards on review of interim financial information (NBC TR 2410 and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the individual and consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the Quarterly Information (ITR) referred to above is not prepared, in all material respects, in accordance with technical pronouncement CPC 21 (R1) and the international standard IAS 34, applicable to the preparation of Quarterly Information (ITR), and presented in accordance with the standards issued by the CVM.

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Other matters

Statements of value added

The interim financial information referred to above includes the individual and consolidated statements of value added (DVA) for the three-month period ended March 31, 2020, prepared under the responsibility of the Company's Management and disclosed as supplemental information for international standard IAS 34 purposes. These statements were subject to review procedures performed together with the review of the Interim Financial Information (ITR), in order to conclude as to whether these individual and consolidated statements of value added are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria set out in technical pronouncement CPC 09 - Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that these statements of value added are not prepared, in all material respects, in accordance with the criteria set out in such technical pronouncement and in relation to the individual and consolidated interim financial information taken as a whole.

The accompanying individual and consolidated interim financial information has been translated into English for the convenience of readers outside Brazil.

Joinville, April 27, 2020

DELOITTE TOUCHE TOHMATSU
Auditores Independentes

Otávio Ramos Pereira
Engagement Partner

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Company information/Composition of capital

Number for shares (Units)	Current quarter 03/31/2020
Paid-in capital	
Common shares	2,098,658,999
Preferred shares	0
Total	2,098,658,999
Treasury shares	
Common shares	989,904
Preferred shares	0
Total	989,904

Company information/Cash dividends

Event	Approval	Type	Date of payment	Type of share	Class of share	Amount per share - (Reais/share)
Board of Directors' Meeting	03/17/2020	Interest on capital	08/12/2020	Ordinary		0.02570

Individual Financial Statements/Balance Sheet - Assets

(R$ in thousands)

Code	Description	Current Quarter 03/31/2020	Prior Year 12/31/2019
1	Total assets	9,724,862	8,876,294
1.01	Current assets	1,125,994	1,029,025
1.01.01	Cash and cash equivalents	40,956	69,046
1.01.01.01	Cash and banks	2,437	7
1.01.01.02	Short-term investments	38,519	69,039
1.01.02	Short-term investments	812,530	817,630
1.01.06	Taxes recoverable	17,126	6,063
1.01.06.01	Current taxes recoverable	17,126	6,063
1.01.08	Other current assets	255,382	136,286
1.01.08.03	Others	255,382	136,286
1.01.08.03.01	Dividends	197,000	2,880
1.01.08.03.02	Interest on capital	58,382	133,406
1.02	Noncurrent assets	8,598,868	7,847,269
1.02.01	Long-term receivables	8,388	9,523
1.02.01.07	Deferred taxes	3,729	4,863
1.02.01.07.01	Deferred income tax and social contribution	3,729	4,863
1.02.01.09	Receivables from related parties	2	3
1.02.01.09.02	Receivables from subsidiaries	2	3
1.02.01.10	Other noncurrent assets	4,657	4,657
1.02.01.10.03	Judicial deposits	4,657	4,657
1.02.02	Investments	8,586,283	7,833,527
1.02.02.01	Equity interests	8,586,283	7,833,527
1.02.02.01.02	Interest in subsidiaries	8,586,283	7,833,527
1.02.03	Property, plant and equipment	4,197	4,219
1.02.03.01	Property, plant and equipment in operation	4,197	4,219

Individual Financial Statements/Balance Sheet - Liabilities and Equity

(R$ in thousands)

Code	Description	Current Quarter 03/31/2020	Prior Year 12/31/2019
2	Total liabilities	9,724,862	8,876,294
2.01	Current liabilities	78,022	154,317
2.01.01	Social and labor obligations	7,093	7,595
2.01.01.01	Social obligations	7,093	7,595
2.01.03	Tax obligations	9,753	90
2.01.03.01	Federal tax obligations	9,753	90
2.01.03.01.01	Income tax and social contribution payable	0	34
2.01.03.01.02	Other tax obligations	9,753	56
2.01.05	Other obligations	61,176	146,632
2.01.05.02	Others	61,176	146,632
2.01.05.02.01	Dividends and interest on capital payable	59,862	144,611
2.01.05.02.04	Others	1,314	2,021
2.02	Noncurrent liabilities	4,730	4,730
2.02.04	Provisions	4,730	4,730
2.03	Equity	9,642,110	8,717,247
2.03.01	Paid-in capital	5,504,517	5,504,517
2.03.02	Capital reserves	(122,450)	(103,868)
2.03.02.04	Options granted	6,429	12,857
2.03.02.05	Treasury shares	(16,997)	(11,419)
2.03.02.07	Premium on capital transaction	(111,882)	(105,306)
2.03.03	Revaluation reserves	3,630	3,630
2.03.04	Earnings reserves	1,707,252	2,059,144
2.03.04.01	Legal reserve	147,645	147,645
2.03.04.02	Statutory reserve	1,559,607	1,559,607
2.03.04.08	Additional dividend proposed	-	351,892
2.03.05	Retained earnings/accumulated losses	380,236	-
2.03.06	Carrying value adjustments	355,339	359,298
2.03.06.01	Deemed cost	355,339	359,298
2.03.08	Other comprehensive income	1,813,586	894,526
2.03.08.01	Derivative financial instruments	13,832	(11,180)
2.03.08.02	Cumulative translation adjustments	(4,288)	(6,070)
2.03.08.03	Cumulative translation adjustments	1,804,042	911,776

Individual Financial Statements/Income Statements

(R$ in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
3.04	Operating income/expenses	438,348	297,878
3.04.02	General and administrative expenses	(1,369)	(1,243)
3.04.02.01	Management fees	(723)	(680)
3.04.02.02	Other administrative expenses	(646)	(563)
3.04.05	Other operating expenses	(206)	(527)
3.04.06	Share of profit or loss of investees	439,923	299,648
3.05	Profit before finance income (costs) and taxes	438,348	297,878
3.06	Finance income (costs)	2,809	8,716
3.06.01	Finance income	3,383	8,870
3.06.02	Finance costs	(574)	(154)
3.07	Profit before taxes on income	441,157	306,594
3.08	Income tax and social contribution	(1,134)	255
3.08.01	Current	-	(44)
3.08.02	Deferred	(1,134)	299
3.09	Profit for the period from continuing operations	440,023	306,849
3.11	Profit/loss for the period	440,023	306,849
3.99	Earnings per share – (real/share)	-	-
3.99.01	Basic earnings per share	-	-
3.99.01.01	Common shares	0.20977	0.14631
3.99.02	Diluted earnings per share	-	-
3.99.02.01	Common shares	0.20968	0.14620

Individual Financial Statements/Statement of Comprehensive Income

(R$ in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
4.01	Profit for the period	440,023	306,849
4.02	Other comprehensive income	921,898	47,251
4.02.01	Cumulative translation adjustments	892,266	38,422
4.02.02	Hedge Accounting	25,012	8,829
4.02.03	Change in equity interests	1,782	-
4.02.04	Foreign exchange differences – deemed cost	2,838	-
4.03	Total comprehensive income for the period	1,361,921	354,100

Individual Financial Statements/Cash Flow Statement – Indirect Method

(R$ in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
6.01	Net cash from operating activities	(24,937)	(4,112)
6.01.01	Cash from operations	(13,271)	(6,275)
6.01.01.01	Profit before taxes	441,157	306,594
6.01.01.02	Depreciation and amortization	22	21
6.01.01.03	Share of profit or loss of investees	(439,923)	(299,648)
6.01.01.04	Stock option plan expenses	(5,795)	(315)
6.01.01.06	Income from financial investments	(8,732)	(12,927)
6.01.02	Changes in assets and liabilities	(11,666)	2,163
6.01.02.01	(Increase)/decrease in trade receivables	(19,796)	(10,475)
6.01.02.02	Increase/(decrease) in trade payables	8,164	12,760
6.01.02.03	Income tax and social contribution paid	(34)	(122)
6.02	Net cash from investing activities	482,894	402,906
6.02.01	Dividends and interest on capital received	469,062	258,096
6.02.04	Held-to-maturity financial investments	(898)	-
6.02.05	Income from financial investments	14,730	144,810
6.03	Net cash from investing activities	(486,047)	(333,559)
6.03.01	Dividends and interest on capital paid	(480,469)	(335,409)
6.03.02	Treasury shares	(5,578)	1,850
6.05	Increase (decrease) in cash and cash equivalents	(28,090)	65,235
6.05.01	Cash and cash equivalents at the beginning of the period	69,046	200,693
6.05.02	Cash and cash equivalents at the end of the period	40,956	265,928

Individual Financial Statements /Statements of Changes in Equity - 01/01/2020 to 03/31/2020

R$ (in thousands)

Code	Description	Paid-in capital	Capital reserves, options granted and treasury shares	Earnings reserves	Retained earnings or accumulated losses	Other comprehensive income	Equity
5.01	Opening balances	5,504,517	(100,238)	1,707,252	351,892	1,253,824	8,717,247
5.03	Adjusted opening balances	5,504,517	(100,238)	1,707,252	351,892	1,253,824	8,717,247
5.04	Capital transactions with shareholders	-	(18,582)	-	(66,584)	-	(85,166)
5.04.03	Options granted recognized	-	(6,428)	-	(3,163)	-	(9,591)
5.04.04	Treasury shares acquired	-	(11,762)	-	-	-	(11,762)
5.04.05	Treasury shares sold	-	10,213	-	-	-	10,213
5.04.07	Interest on capital	-	-	-	(63,421)	-	(63,421)
5.04.08	Capital transactions	-	(10,605)	-	-	-	(10,605)
5.05	Total comprehensive income	-	-	-	446,820	915,101	1,361,921
5.05.01	Profit for the period	-	-	-	440,023	-	440,023
5.05.02	Other comprehensive income	-	-	-	6,797	915,101	921,898
5.05.02.04	Translation adjustments for the period	-	-	-	-	892,266	892,266
5.05.02.06	Hedge Accounting - Cash flow, net of taxes	-	-	-	-	25,012	25,012
5.05.02.07	Realization of deemed cost	-	-	-	6,797	(3,959)	2,838
5.05.02.08	Change in equity interests	-	-	-	-	1,782	1,782
5.06	Internal changes in equity	-	-	-	(351,892)	-	(351,892)
5.06.04	Payment of dividends	-	-	-	(351,892)	-	(351,892)
5.07	Closing balances	5,504,517	(118,820)	1,707,252	380,236	2,168,925	9,642,110

Individual Financial Statements /Statements of Changes in Equity - 01/01/2019 to 03/31/2019

R$ (in thousands)

Code	Description	Paid-in capital	Capital reserves, options granted and treasury shares	Earnings reserves	Retained earnings or accumulated losses	Other comprehensive income	Equity
5.01	Opening balances	5,504,517	(83,472)	959,255	173,867	1,160,107	7,714,274
5.03	Adjusted opening balances	5,504,517	(83,472)	959,255	173,867	1,160,107	7,714,274
5.04	Capital transactions with shareholders	-	(19,049)	-	(97,686)	-	(116,735)
5.04.03	Options granted recognized	-	(758)	-	(345)	-	(1,103)
5.04.05	Treasury shares sold	-	3,403	-	-	-	3,403
5.04.07	Interest on capital	-	-	-	(97,341)	-	(97,341)
5.04.08	Capital transactions	-	(21,694)	-	-	-	(21,694)
5.05	Total comprehensive income	-	-	-	314,036	40,064	354,100
5.05.01	Profit for the period	-	-	-	306,849	-	306,849
5.05.02	Other comprehensive income	-	-	-	7,187	40,064	47,251
5.05.02.04	Translation adjustments for the period	-	-	-	-	38,422	38,422
5.05.02.06	Hedge Accounting - Cash flow, net of taxes	-	-	-	-	8,829	8,829
5.05.02.08	Realization of deemed cost	-	-	-	7,187	(7,187)	-
5.06	Internal changes in equity	-	-	-	(173,867)	-	(173,867)
5.06.04	Payment of dividends	-	-	-	(173,867)	-	(173,867)
5.07	Closing balances	5,504,517	(102,521)	959,255	216,350	1,200,171	7,777,772

Individual Financial Statements/ Statements of Value Added

R$ (in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
7.02	Inputs acquired from third parties	5,582	78
7.02.02	Materials, electric power, third-party services and others	(212)	(237)
7.02.03	Loss/recovery of assets	5,794	315
7.03	Gross value added	5,582	78
7.04	Retentions	(22)	(22)
7.04.01	Depreciation, amortization and depletion	(22)	(22)
7.05	Wealth created by the Company	5,560	56
7.06	Wealth received in transfer	443,306	308,518
7.06.01	Share of profit or loss of investees	439,923	299,648
7.06.02	Finance income	3,383	8,870
7.07	Wealth for distribution	448,866	308,574
7.08	Wealth distributed	448,866	308,574
7.08.01	Personnel	1,673	1,650
7.08.01.01	Salaries and wages	1,552	1,600
7.08.01.02	Benefits	74	69
7.08.01.03	Severance pay fund (FGTS)	47	(19)
7.08.02	Taxes, fees and contributions	1,332	(79)
7.08.02.01	Federal	1,332	(79)
7.08.03	Lenders and lessors	5,838	154
7.08.03.01	Interest	5,838	154
7.08.04	Lenders and lessors	440,023	306,849
7.08.04.01	Interest on capital	63,421	97,341
7.08.04.03	Retained earnings / Loss for the period	376,602	209,508

Consolidated Financial Statements Balance Sheet – Assets

(R$ in thousands)		Current Quarter	Prior Year
Code	**Description**	**03/31/2020**	**12/31/2019**
1	Total assets	17,371,333	15,687,641
1.01	Current assets	10,600,706	9,760,902
1.01.01	Cash and cash equivalents	1,587,547	1,946,044
1.01.01.01	Cash and banks	525,386	396,233
1.01.01.02	Short-term investments	1,062,161	1,549,811
1.01.02	Short-term investments	1,311,648	1,444,227
1.01.03	Trade receivables	3,241,121	2,747,084
1.01.03.01	Customers	3,241,121	2,747,084
1.01.04	Inventories	3,552,515	2,817,129
1.01.06	Taxes recoverable	485,623	394,839
1.01.06.01	Current taxes recoverable	485,623	394,839
1.01.08	Other current assets	422,252	411,579
1.01.08.03	Others	422,252	411,579
1.01.08.03.01	Derivative financial instruments	25,351	24,102
1.01.08.03.02	Others	396,901	387,477
1.02	Noncurrent assets	6,770,627	5,926,739
1.02.01	Long-term receivables	925,110	597,797
1.02.01.07	Deferred taxes	188,520	182,042
1.02.01.07.01	Deferred income tax and social contribution	188,520	182,042
1.02.01.10	Other noncurrent assets	736,590	415,755
1.02.01.10.03	Judicial deposits	68,593	68,506
1.02.01.10.04	Taxes recoverable	77,380	78,708
1.02.01.10.05	Derivative financial instruments	477,067	167,069
1.02.01.10.06	Others	113,550	101,472
1.02.02	Investments	35,408	28,012
1.02.02.01	Equity interests	35,408	28,012
1.02.02.01.01	Interests in associates	35,401	28,007
1.02.02.01.05	Other investments	7	5
1.02.03	Property, plant and equipment	4,300,120	3,981,184
1.02.03.01	Property, plant and equipment in operation	4,053,935	3,776,561
1.02.03.02	Right-of-Use Assets	246,185	204,623
1.02.04	Intangible assets	1,509,989	1,319,746
1.02.04.01	Intangible assets	232,334	201,431
1.02.04.01.02	Others	232,334	201,431
1.02.04.02	Goodwill	1,277,655	1,118,315

Consolidated Financial Statements Balance Sheet – Liabilities and Equity

(R$ in thousands)

Code	Description	Current Quarter 03/31/2020	Prior Year 12/31/2019
2	Total liabilities	17,371,333	15,687,641
2.01	Current liabilities	4,951,231	4,491,021
2.01.01	Social and labor obligations	387,619	287,187
2.01.01.01	Social obligations	387,619	287,187
2.01.02	Trade payables	1,107,393	839,879
2.01.03	Tax obligations	165,839	134,510
2.01.03.01	Federal tax obligations	165,839	134,510
2.01.03.01.01	Income tax and social contribution payable	29,813	31,578
2.01.03.01.02	Others	136,026	102,932
2.01.04	Borrowings and financing	865,571	936,370
2.01.04.01	Borrowings and financing	865,571	936,370
2.01.04.01.01	In local currency	88,305	87,566
2.01.04.01.02	In foreign currency	777,266	848,804
2.01.05	Other obligations	2,424,809	2,293,075
2.01.05.02	Others	2,424,809	2,293,075
2.01.05.02.01	Dividends and interest on capital payable	59,862	145,376
2.01.05.02.04	Advances from customers	903,823	814,964
2.01.05.02.05	Profit sharing	110,892	212,608
2.01.05.02.06	Derivative financial instruments	22,589	13,879
2.01.05.02.07	Leases	60,106	49,168
2.01.05.02.08	Payables - subsidiaries abroad	292,585	210,113
2.01.05.02.09	Provision for product warranties	202,515	168,338
2.01.05.02.10	Bill and hold sales	542,527	414,337
2.01.05.02.11	Others	229,910	264,292
2.02	Noncurrent liabilities	2,536,855	2,266,630
2.02.01	Borrowings and financing	1,597,860	1,348,599
2.02.01.01	Borrowings and financing	1,597,860	1,348,599
2.02.01.01.01	In local currency	94,409	107,930
2.02.01.01.02	In foreign currency	1,503,451	1,240,669
2.02.02	Other obligations	308,047	291,310
2.02.02.02	Others	308,047	291,310
2.02.02.02.04	Derivative financial instruments	7,549	6,679
2.02.02.02.05	Leases	183,084	153,667
2.02.02.02.06	Others	117,414	130,964
2.02.03	Deferred taxes	87,611	75,143
2.02.03.01	Deferred income tax and social contribution	87,611	75,143
2.02.04	Provisions	543,337	551,578
2.03	Consolidated equity	9,883,247	8,929,990
2.03.01	Paid-in capital	5,504,517	5,504,517
2.03.02	Capital reserves	(122,450)	(103,868)
2.03.02.04	Options granted	6,429	12,857
2.03.02.05	Treasury shares	(16,997)	(11,419)
2.03.02.07	Premium on capital transaction	(111,882)	(105,306)
2.03.03	Revaluation reserves	3,630	3,630
2.03.04	Earnings reserves	1,707,252	2,059,144
2.03.04.01	Legal reserve	147,645	147,645
2.03.04.02	Statutory reserve	1,559,607	1,559,607
2.03.04.08	Additional dividend proposed	-	351,892
2.03.05	Retained earnings/accumulated losses	380,236	-
2.03.06	Carrying value adjustments	355,339	359,298
2.03.06.01	Deemed cost	355,339	359,298
2.03.08	Other comprehensive income	1,813,586	894,526
2.03.08.01	Derivative financial instruments	13,832	(11,180)
2.03.08.02	Cumulative translation adjustments	(4,288)	(6,070)
2.03.08.03	Cumulative translation adjustments	1,804,042	911,776
2.03.09	Noncontrolling interests	241,137	212,743

Consolidated Financial Statements/Income Statements

R$ (in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
3.01	Revenue from sale of products and/or services	3,714,436	2,932,379
3.02	Cost of sales and services	(2,616,903)	(2,074,772)
3.03	Gross profit	1,097,533	857,607
3.04	Operating income/expenses	(578,596)	(490,377)
3.04.01	Selling expenses	(349,093)	(290,761)
3.04.02	General and administrative expenses	(155,685)	(138,504)
3.04.02.01	Management fees	(6,953)	(6,672)
3.04.02.02	Other administrative expenses	(148,732)	(131,832)
3.04.04	Other operating income	7,885	4,265
3.04.05	Other operating expenses	(81,703)	(65,377)
3.05	Profit before finance income (costs) and taxes	518,937	367,230
3.06	Finance income (costs)	(752)	(36,136)
3.06.01	Finance income	381,196	129,369
3.06.02	Finance costs	(381,948)	(165,505)
3.07	Profit before taxes on income	518,185	331,094
3.08	Income tax and social contribution	(64,210)	(22,887)
3.08.01	Current	(52,856)	(29,425)
3.08.02	Deferred	(11,354)	6,538
3.09	Profit for the period from continuing operations	453,975	308.207
3.11	Consolidated profit/loss for the period	453,975	308.207
3.11.01	Attributable to owners of the Company	440,023	306,849
3.11.02	Attributable to noncontrolling interests	13,952	1,358
3.99	Earnings per share – (real/share)		
3.99.01	Basic earnings per share		
3.99.01.01	Common shares	0.20977	0.14631
3.99.02	Diluted earnings per share		
3.99.02.01	Common shares	0.20968	0.14620

Consolidated Financial Statements/Statement of Comprehensive Income

R$ (in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
4.01	Consolidated profit for the period	453,975	308,207
4.02	Other comprehensive income	921,363	46,154
4.02.01	Cumulative translation adjustments	891,731	37,325
4.02.02	Hedge Accounting	25,012	8,829
4.02.03	Change in equity interests	1,782	-
4.02.04	Foreign exchange differences – deemed cost	2,838	-
4.03	Consolidated comprehensive income for the period	1,375,338	354,361
4.03.01	Attributable to owners of the Company	1,361,921	354,100
4.03.02	Attributable to noncontrolling interests	13,417	261

Consolidated Financial Statements/Cash Flow Statement – Indirect Method

R$ (in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
6.01	Net cash from operating activities	525,737	53,268
6.01.01	Cash from operations	748,825	445,763
6.01.01.01	Profit before taxes	518,185	331,094
6.01.01.02	Depreciation, amortization and depletion	100,176	81,657
6.01.01.03	Employee profit sharing	76,749	50,997
6.01.01.04	Stock option plan expenses	3,367	2,174
6.01.01.05	Provision for credit risk	10,961	1,260
6.01.01.06	Provision for tax, civil and labor liabilities	(8,241)	7,368
6.01.01.07	Provision for inventory losses	25,239	(820)
6.01.01.08	Provision for product warranty	34,177	(13,172)
6.01.01.09	Loss on disposal of property, plant and equipment and intangible assets	776	3,103
6.01.01.10	Accrued interest on borrowings	5,018	7,646
6.01.01.12	Income from financial investments	(17,582)	(25,544)
6.01.02	Changes in assets and liabilities	(223,088)	(392,495)
6.01.02.01	(Increase)/decrease in trade receivables	429,620	(218,520)
6.01.02.02	Increase/(decrease) in trade payables	(66,401)	23,248
6.01.02.03	(Increase)/decrease in inventories	(354,014)	(35,319)
6.01.02.04	Income tax and social contribution paid	(54,621)	(17,587)
6.01.02.05	Employee profit sharing paid	(177,672)	(144,317)
6.02	Net cash from investing activities	27,860	329,249
6.02.01	Property, plant and equipment	(112,683)	(84,206)
6.02.02	Intangible assets	(10,991)	(7,589)
6.02.03	Proceeds on disposal of property, plant and equipment	1,373	213
6.02.09	Held-to-maturity financial investments	(72,357)	(1,779)
6.02.10	Redemption of financial investments	222,518	422,610
6.03	Net cash from financing activities	(1,007,223)	(620,759)
6.03.01	Proceeds from borrowings and financing	16,574	4,537
6.03.02	Repayment of borrowings and financing	(522,415)	(283,286)
6.03.03	Interest paid on borrowings and financing	(4,268)	(8,027)
6.03.04	Treasury shares	(5,578)	1,850
6.03.05	Dividends/Interest on capital paid	(491,536)	(335,833)
6.04	Exchange rate changes on cash and cash equivalents	95,129	51
6.05	Increase (decrease) in cash and cash equivalents	(358,497)	(238,191)
6.05.01	Cash and cash equivalents at the beginning of the period	1,946,044	2,205,700
6.05.02	Cash and cash equivalents at the end of the period	1,587,547	1,967,509

Consolidated Financial Statements/Statements of Changes in Equity - 01/01/2020 to 03/31/2020

R$ (in thousands)

Code	Description	Paid-in capital	Capital reserves, options granted and treasury shares	Earnings reserves	Retained earnings or accumulated losses	Other comprehensive income	Equity	Noncontrolling interests	Consolidated equity
5.01	Opening balances	5,504,517	(100,238)	1,707,252	351,892	1,253,824	8,717,247	212,743	8,929,990
5.03	Adjusted opening balances	5,504,517	(100,238)	1,707,252	351,892	1,253,824	8,717,247	212,743	8,929,990
5.04	Capital transactions with shareholders	-	(18,582)	-	(66,584)	-	(85,166)	14,977	(70,189)
5.04.03	Options granted recognized	-	(6,428)	-	(3,163)	-	(9,591)	-	(9,591)
5.04.04	Treasury shares acquired	-	(11,762)	-	-	-	(11,762)	-	(11,762)
5.04.05	Treasury shares sold	-	10,213	-	-	-	10,213	-	10,213
5.04.07	Interest on capital	-	-	-	(63,421)	-	(63,421)	-	(63,421)
5.04.08	Capital transactions	-	(10,605)	-	-	-	(10,605)	14,977	4,372
5.05	Total comprehensive income	-	-	-	446,820	915,101	1,361,921	13,417	1,375,338
5.05.01	Profit for the period	-	-	-	440,023	-	440,023	13,952	453,975
5.05.02	Other comprehensive income	-	-	-	6,797	915,101	921,898	(535)	921,363
5.05.02.04	Translation adjustments for the period	-	-	-	-	892,266	892,266	(535)	891,731
5.05.02.06	Hedge accounting - Cash flow hedge, net of taxes	-	-	-	-	25,012	25,012	-	25,012
5.05.02.07	Realization of deemed cost	-	-	-	6,797	(3,959)	2,838	-	2,838
5.05.02.08	Change in equity interests	-	-	-	-	1,782	1,782	-	1,782
5.06	Internal changes in equity	-	-	-	(351,892)	-	(351,892)	-	(351,892)
5.06.04	Payment of dividends	-	-	-	(351,892)	-	(351,892)	-	(351,892)
5.07	Closing balances	5,504,517	(118,820)	1,707,252	380,236	2,168,925	9,642,110	241,137	9,883,247

Consolidated Financial Statements/Statements of Changes in Equity - 01/01/2019 to 03/31/2019

R$ (in thousands)

Code	Description	Paid-in capital	Capital reserves, options granted and treasury shares	Earnings reserves	Retained earnings or accumulated losses	Other comprehensive income	Equity	Noncontrolling interests	Consolidated equity
5.01	Opening balances	5,504,517	(83,472)	959,255	173,867	1,160,107	7,714,274	138,983	7,853,257
5.03	Adjusted opening balances	5,504,517	(83,472)	959,255	173,867	1,160,107	7,714,274	138,983	7,853,257
5.04	Capital transactions with shareholders	-	(19,049)	-	(97,686)	-	(116,735)	6,136	(110,599)
5.04.03	Options granted recognized	-	(758)	-	(345)	-	(1,103)	-	(1,103)
5.04.05	Treasury shares sold	-	3,403	-	-	-	3,403	-	3,403
5.04.07	Interest on capital	-	-	-	(97,341)	-	(97,341)	-	(97,341)
5.04.08	Capital transactions	-	(21,694)	-	-	-	(21,694)	6,136	(15,558)
5.05	Total comprehensive income	-	-	-	314,036	40,064	354,100	261	354,361
5.05.01	Profit for the period	-	-	-	306,849	-	306,849	1,358	308,207
5.05.02	Other comprehensive income	-	-	-	7,187	40,064	47,251	(1,097)	46,154
5.05.02.04	Translation adjustments for the period	-	-	-	-	38,422	38,422	(1,097)	37,325
5.05.02.06	Hedge Accounting - Cash flow, net of taxes	-	-	-	-	8,829	8,829	-	8,829
5.05.02.08	Realization of deemed cost	-	-	-	7,187	(7,187)	-	-	-
5.06	Internal changes in equity	-	-	-	(173,867)	-	(173,867)	-	(173,867)
5.06.04	Payment of dividends	-	-	-	(173,867)	-	(173,867)	-	(173,867)
5.07	Closing balances	5,504,517	(102,521)	959,255	216,350	1,200,171	7,777,772	145,380	7,923,152

Consolidated Financial Statements/Statements of Value Added

R$ (in thousands)

Code	Description	YTD current year 01/01/2020 to 03/31/2020	YTD prior year 01/01/2019 to 03/31/2019
7.01	Revenues	4,135,558	3,285,254
7.01.01	Sales of goods, products and services	4,142,146	3,279,594
7.01.02	Other revenues	4,373	13,744
7.01.04	Allowance for / Reversal of allowance for doubtful debts	(10,961)	(8,084)
7.02	Inputs acquired from third parties	(2,355,833)	(1,765,965)
7.02.02	Materials, electric power, third-party services and others	(2,362,724)	(1,750,631)
7.02.03	Impairment/Recovery of assets	6,891	(15,334)
7.03	Gross value added	1,779,725	1,519,289
7.04	Retentions	(100,176)	(94,568)
7.04.01	Depreciation, amortization and depletion	(100,176)	(94,568)
7.05	Wealth created by the Company	1,679,549	1,424,721
7.06	Wealth received in transfer	381,196	129,369
7.06.02	Finance income	381,196	129,369
7.07	Wealth for distribution	2,060,745	1,554,090
7.08	Wealth distributed	2,060,745	1,554,090
7.08.01	Personnel	753,702	749,139
7.08.01.01	Salaries and wages	642,663	626,911
7.08.01.02	Benefits	82,632	96,433
7.08.01.03	Severance pay fund (FGTS)	28,407	25,795
7.08.02	Taxes, fees and contributions	468,983	327,234
7.08.02.01	Federal	428,575	289,500
7.08.02.02	State	36,014	34,029
7.08.02.03	Municipal	4,394	3,705
7.08.03	Lenders and lessors	384,085	169,510
7.08.03.01	Interest	381,827	165,384
7.08.03.02	Rentals	2,258	4,126
7.08.04	Lenders and lessors	453,975	308,207
7.08.04.01	Interest on capital	63,421	97,341
7.08.04.03	Retained earnings / Loss for the period	376,602	209,508
7.08.04.04	Noncontrolling interests	13,952	1,358

SOLID AND CONSISTENT RESULTS BUT WITH A CHALLENGING SCENARIO AHEAD

- Net Operating Revenues were R$ 3,714.4 million in 1Q20, 26.7% higher than 1Q19 and 1.7% lower than 4Q19.
- EBITDA reached R$ 619.1 million, 34.1% higher than 1Q19 and 7.1% lower than 4Q19, while EBITDA margin was 16.7%, 1.0 p.p. higher than 1Q19 and 0.9 p.p. lower compared to the previous quarter.
- Return on Invested Capital (ROIC) reached 20.7% in 1Q20, up 2.7 p.p. from 1Q19 and up 0.5 p.p. from 4Q19.

In 1Q20, the company posted a positive performance in nearly every business area, reflecting a strong industry demand in important regions and an increase in participation in relevant markets for our growth strategy, which will be detailed in this earnings release.

In Brazil, our businesses showed continued improvement in industrial activity as observed in recent quarters. Important industries such as pulp and paper, mining, sugar & ethanol reflected strong demand for both short and long cycle goods. Businesses related to the energy generation, distribution and transmission (GTD) area also featured positive results, especially in solutions related to transmission and distribution (T&D) and distributed solar generation.

We observed strong results in external markets for T&D business in North America and a continued demand for industrial electro-electronic equipment, mainly in important projects in the oil and gas, mining and water & wastewater segments. It is important to mention that our operations were impacted in China, as plants were shut down in February due to the initial outbreak of the new coronavirus (COVID-19).

COVID-19 impacts

We point out that, with exception of our operations in China that were closed for much of February, our business was little impacted by COVID-19 in 1Q20. However, it is important to mention that, respecting the dynamics of each business, impacts are expected for the coming quarters, but difficult to measure at this moment, given all the uncertainties in the market. Based on the dynamics of our business, short cycle goods are usually the first to demonstrate volatility, such as the Commercial and Appliance Motors and Paints and Varnishes areas, which have already seen significant reductions in new order bookings during the second half of March, after the start of COVID-19 pandemic. On the other hand, long cycle goods, which we have built an important backlog in the last quarters and have already contributed positively to revenues in 1Q20, tend to suffer less in the short term, but will be impacted in the coming quarters. Finally, it is important to highlight the strength of our balance sheet, which shows a net cash position and ensures favorable conditions to withstand this crisis.

MAIN HIGHLIGHTS

Figures in R$ Thousands

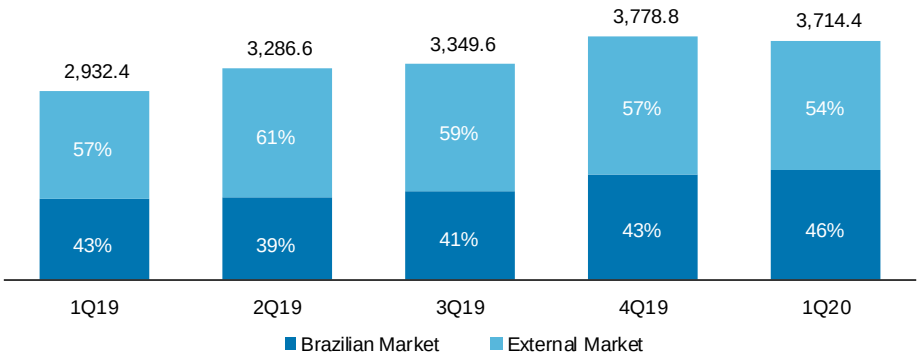
	Q1 2020	Q4 2019	%	Q1 2019	%
Return on Invested Capital	**20.7%**	**20.2%**	**0.5 pp**	**18.0%**	**2.7 pp**
Net Operating Revenue	**3,714,436**	**3,778,846**	**-1.7%**	**2,932,379**	**26.7%**
Domestic Market	1,692,400	1,643,088	3.0%	1,252,159	35.2%
External Markets	2,022,036	2,135,758	-5.3%	1,680,220	20.3%
External Markets in US$	451,759	518,818	-12.9%	445,444	1.4%
Net Income	**440,023**	**500,487**	**-12.1%**	**306,849**	**43.4%**
Net Margin	11.8%	13.2%	-1.4 pp	10.5%	1.3 pp
EBITDA	**619,114**	**666,441**	**-7.1%**	**461,798**	**34.1%**
EBITDA Margin	16.7%	17.6%	-0.9 pp	15.7%	1.0 pp
Earnings per Share (EPS)	0.20977	0.23862	-12.1%	0.14631	43.4%

NET OPERATING REVENUES

Net Operating Revenues (NOR) reached R$ 3,714.4 million in 1Q20, up 26.7% year-over-year and down 1.7% quarter-over-quarter. If adjusted for the consolidation effects of Geremia Redutores, PPI-Multitask and V2COM acquisitions ("recent acquisitions"), revenues would have shown a 25.7% increase vs. 1Q19.

In this quarter, revenue in the external market was positively impacted by average Brazilian Real/US dollar exchange rate that moved from R$ 3.77 in 1Q19 to R$ 4.47 in 1Q20, with an 18.5% depreciation of the Brazilian Real.

NET OPERATING REVENUES BY MARKET (R$ MILLION)



(Figures in R$ Million)

The breakdown of Net Operating Revenue in 1Q20 by market was:

- Brazilian Market: R$ 1,692.4 million, representing 46% of revenues, up 35.2% vs. 1Q19 and up 3.0% vs. 4Q19. Disregarding the effects of recent acquisitions, revenues would be up 32.9% vs. 1Q19.
- External Markets: R$ 2,022.0 million, equivalent to 54% of revenues. It is important to consider that we set our sales prices in different markets in local currency amounts, according to local competitive conditions. In 1Q20 revenues in external markets were presented as follows:

Measured in Brazilian Reais: up 20.3% vs. 1Q19 and down 5.3% vs. 4Q19.

Measured in the quarterly averaged US dollar: up 1.4% vs. 1Q19 and down 12.9% vs. 4Q19.

Measured in local currencies, weighted by the revenues in each market, a 5.5% increase vs. 1Q19.

EVOLUTION OF NET REVENUE ACCORDING TO GEOGRAPHIC MARKET

Figures in R$ thousands

	1Q20	4Q19	%	1Q19	%
Net Operating Revenues	3,714,436	3,778,846	-1.7%	2,932,379	26.7%
Brazilian Market	1,692,400	1,643,088	3.0%	1,252,159	35.2%
External Markets	2,022,036	2,135,758	-5.3%	1,680,220	20.3%
External Markets in US$	451,759	518,818	-12.9%	445,444	1.4%

EXTERNAL MARKET – DISTRIBUTION OF NET REVENUE ACCORDING TO GEOGRAPHIC MARKET

Figures in R$ thousands

	1Q20	4Q19	%	1Q19	%
North America	47.6%	43.5%	4.1 pp	43.1%	4.5 pp
South and Central America	8.5%	11.5%	-3.0 pp	9.5%	-1.0 pp
Europe	29.1%	27.6%	1.5 pp	27.1%	2.0 pp
Africa	6.0%	7.8%	-1.8 pp	8.1%	-2.1 pp
Asia-Pacific	8.8%	9.6%	-0.8 pp	12.2%	-3.4 pp

Business Area

Industrial Electro-Electronic Equipment – Performance in this business area was positive in Brazil, following continued improvement in industrial activity as observed in recent quarters. Short cycle goods, such as low voltage electric motors and serial automation products, were in good demand this quarter. We also observed demand for long cycle goods, such as automation panels and medium voltage motors. This movement was partially motivated by deliveries made for important projects won last year, in segments such as pulp & paper, oil & gas and mining, which concentrate most of the new investments made in Brazil.

Long cycle goods were the highlight this quarter in external markets, where we had a concentration of equipment delivered for important projects in segments such as oil & gas, mining and water & wastewater, such as the new refinery project in Oman. In contrast, short cycle goods continue to show signs of slowdown due to weaker growth in demand in important regions, such as Europe and North America, and impacts on business as a result of partial shutdown of plants in China during this quarter due to COVID-19.

Energy Generation, Transmission, and Distribution (GTD) – The performance of this business area in the domestic market remains our main highlight for the quarter. All areas, with exception of wind generation, showed significant growth this quarter. Among them we highlight the solar distributed generation (GD), which maintained the strong performance shown in recent quarters, the transmission & distribution (T&D) business, with important deliveries related to the transmission auctions that took place in recent years and also the biomass thermal generation business, with improved demand by the sugar & ethanol industry.

In external markets, we had another good quarter in the transformer business in the US and in Mexico, where the synergies between these operations have been working as planned. Another highlight was the generators business in the US, which performed very well in 1Q20, primarily due to a good order backlog created in recent months.

Commercial and Appliance Motors – Following the performance observed throughout 2019, we had another positive quarter in Brazil, a movement mainly explained by a higher demand in important segments, such as washing machines and air conditioning. It is worth mentioning that we have already seen reduction in demand in March due to COVID-19 outbreak, which is expected to continue in the next quarter.

Performance in external markets was impacted by COVID-19, especially in China where the slowdown shown in recent quarters were intensified due to the partial plant shutdown of our factory by determination of local authorities.

We inform that, from this quarter on, we have updated the nomenclature for this business area, formerly called “Motors for Domestic Use”, in order to stay aligned with the restructuring of the WEG Motors business unit, which was formerly announced in the second half of 2019 and took place in January 1st, 2020.

Paints and Varnishes – Our performance in the domestic market reflects the good demand for our products in civil construction and industrial maintenance projects as well as the increased market share in new markets, such as agriculture implements and automotive refinish. It is worth mentioning that we have already seen reduction in demand in March due to COVID-19 outbreak, which is expected to continue in the next quarter.

In external markets, we continue to increase our customer base and market share, largely within Latin America.

DISTRIBUTION OF NET REVENUE BY BUSINESS AREA

	1Q20	4Q19		1Q19	
Industrial Electro-Electronic Equipments	**51.39%**	**51.64%**	**-0.25 pp**	**52.31%**	**-0.92 pp**
Domestic Market	16.17%	15.19%	0.98 pp	16.13%	0.04 pp
External Market	35.22%	36.45%	-1.23 pp	36.17%	-0.95 pp
Energy Generation, Transmission and Distribution	**35.39%**	**35.35%**	**0.04 pp**	**33.31%**	**2.08 pp**
Domestic Market	21.11%	19.63%	1.48 pp	18.15%	2.96 pp
External Market	14.27%	15.72%	-1.45 pp	15.15%	-0.88 pp
Commercial and Appliance Motors	**8.89%**	**8.46%**	**0.43 pp**	**9.77%**	**-0.88 pp**
Domestic Market	4.59%	4.82%	-0.23 pp	4.38%	0.21 pp
External Market	4.29%	3.64%	0.65 pp	5.39%	-1.10 pp
Paints and Varnishes	**4.34%**	**4.55%**	**-0.21 pp**	**4.62%**	**-0.28 pp**
Domestic Market	3.69%	3.84%	-0.15 pp	4.03%	-0.34 pp
External Market	0.65%	0.71%	-0.06 pp	0.58%	0.07 pp

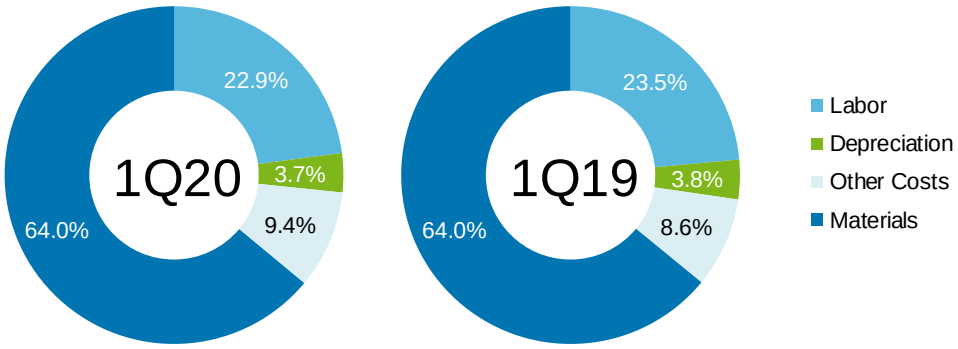
COST OF GOODS SOLD

The Cost of Goods Sold (COGS) totaled R$ 2,616.9 million in 1Q20, up 26.1% vs. 1Q19 and down 0.6% vs. 4Q19. Gross margin was 29.5%, 0.3 p.p. higher vs. 1Q19 and 0.8 p.p. lower compared to last quarter.

Despite the exchange for the period, we were able to improve gross margin compared to last year, due to our efforts to reduce costs and to improve processes that resulted in productivity gains, along with lower pressure on important raw material prices, such as steel and copper.

In 1Q20 the average price of copper in the spot market on London Metal Exchange (LME) in US dollars decreased 4.4% vs. 4Q19 and decreased 9.5% vs. 1Q19, while the average price of steel in Brazilian Reais decreased 0.9% vs. 4Q19 and decreased 8.6% vs. 1Q19.

COGS COMPOSITION



SALES, GENERAL, AND ADMINISTRATIVE EXPENSES

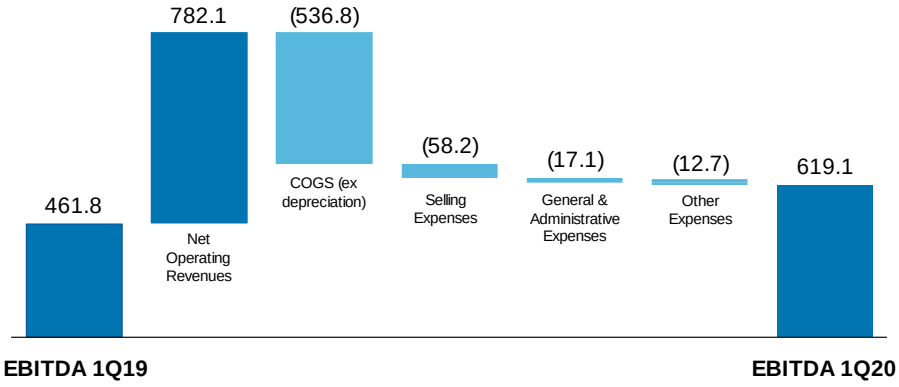
Consolidated Sales, General, and Administrative (SG&A) expenses totaled R$ 504.8 million in 1Q20, an increase of 17.6% vs. 1Q19 and an increase of 2.0% vs. 4Q19. When analyzed in relation to net operating revenue, these expenses accounted for 13.6%, down 1.0 p.p. vs. 1Q19 and up 0.5 p.p. vs. 4Q19. It is worth noting that an important portion of these costs are from our operations abroad and are also impacted by the recent depreciation of the Brazilian Real.

EBITDA AND EBITDA MARGIN

1Q20 EBITDA reached R$ 619.1 million, up 34.1% vs. 1Q19 and down 7.1% vs. 4Q19. EBITDA margin was 16.7%, 1.0 p.p. higher vs. 1Q19 and 0.9 p.p. lower compared to the previous quarter. The EBITDA margin evolution is a reflection of costs rationalization, gains in scale and margin gains in our operations abroad.

Figures in R$ Million

	1Q20	4Q19	%	1Q19	%
Net Operating Revenues	3,714.4	3,778.8	-1.7%	2,932.4	26.7%
Net Income before Minorities	454.0	504.4	-10.0%	308.2	47.3%
(+) Income taxes & Contributions	64.2	72.6	-11.6%	22.9	180.6%
(+/-) Financial income (expenses)	0.8	(12.9)	n.a.	36.1	-97.9%
(+) Depreciation & Amortization	100.2	102.3	-2.0%	94.6	5.9%
EBITDA	619.1	666.4	-7.1%	461.8	34.1%
EBITDA Margin	16.7%	17.6%	-0.9 pp	15.7%	1.0 pp



(Figures in R$ Million)

NET FINANCIAL RESULTS

The net financial result in 1Q20 was negative R$ 0.8 million (negative R$ 36.1 million in 1Q19 and positive R$ 12.9 million in 4Q19). This result is explained due to financing optimization in Brazil and abroad with lower interest expenses and lower monetary adjustment over provisions in the period.

INCOME TAX

The provision for Income Tax and Social Contribution on Net Profit in 1Q20 totaled R$ 52.9 million (vs. R$ 29.4 million in 1Q19 and R$ 90.8 million in 4Q19). Additionally, we debited R$ 11.4 million as Deferred Income Tax and Social Contribution in 1Q20 (vs. credit of R$ 6.5 million in 1Q19 and credit of R$ 18.2 million in 4Q19).

NET INCOME

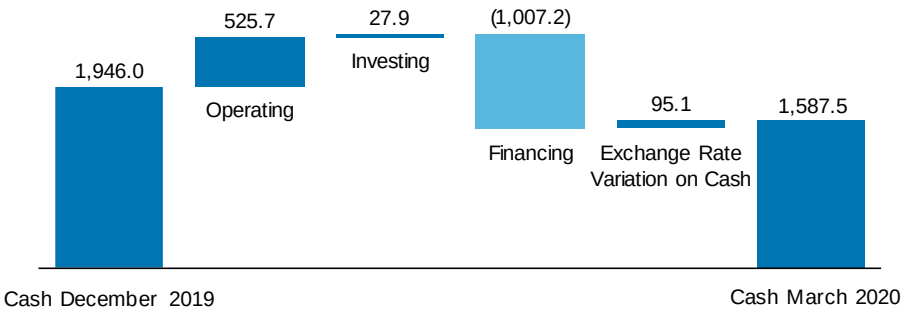
Net Income in 1Q20 was R$ 440.0 million, an increase of 43.4% vs. 1Q19 and decrease of 12.1% vs. 4Q19. Net margin reached 11.8%, 1.3 p.p. higher than 1Q19 and 1.4 lower than 4Q19.

CASH FLOW

Cash generation in operating activities was R$ 525.7 million in the first three months of 2020. As in 1Q19, we observed an increased working capital needs, mainly compensated by increased operating income.

In investment activities, the level of investment (CAPEX) in modernization and expansion of production capacity increased compared to 2019, primarily due to investments in our factories in China, Mexico and Brasil. However, movements in long-term financial investments were the main responsible for the generation of R$ 27.9 million.

In financing activities, we raised R$ 16.6 million and made amortizations of R$ 522.4 million, resulting in a net amortization of R$ 505.8 million. Interest on loans consumed R$ 4.3 million while payments to equity holders (dividends and interest on capital) totaled R$ 491.5 million. The final result was consumption of R$ 1,007.2 million in financing activities this year so far.

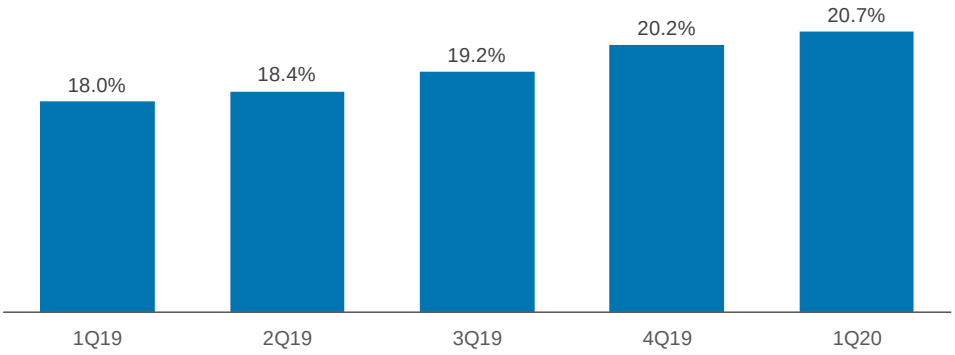


(Figures in R$ Million)

We point out that the chart above shows the cash and cash equivalents positions classified as current assets. Also, we have R$ 1,814.1 million in financial investments with no immediate liquidity (R$ 1,635.4 million in December 2019).

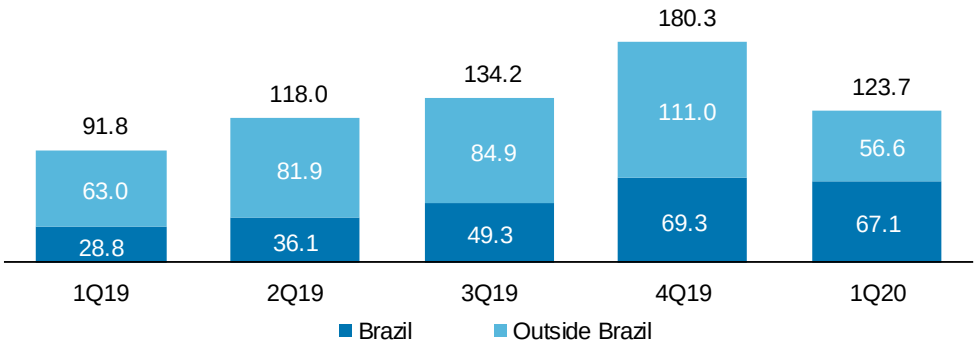
RETURN ON INVESTED CAPITAL

The Return on Invested Capital (ROIC) in 1Q20 (accumulated in the last 12 months) increased by 2.7 p.p. over 1Q19, reaching 20.7%. Growth of Net Operating Profit After Taxes (NOPAT), due to revenue growth and lower costs and expenses, more than offset the growth in capital employed, which expanded due to a greater need for working capital, and investments in fixed and intangible assets over the last 12 months.



INVESTMENTS (CAPEX)

In 1Q20, we invested R$ 123.7 million in modernization and expansion of production capacity, machinery and equipment, and software licenses, 54% of which are for production units in Brazil and 46% for industrial plants and other facilities abroad.



(Figures in R$ Million)

Expenditures on research, development, and innovation activities totaled R$ 98.2 million, representing 2.6% of net operating revenue in the first quarter of 2020.

DEBT AND CASH POSITION

As of March 31th, 2020, cash, cash equivalents, and financial investments and derivatives totaled R$ 3,401.6 million and were invested in first-tier banks and denominated in Brazilian currency. Gross financial debt totaled R$ 2,493.6 million, of which 36% was in short-term operations and 64% in long-term operations. Net cash totaled R$ 908.0 million.

Figures in R$ Thousands

	March 2020		December 2019		March 2019	
CASH & FINANCIAL INSTRUMENTS	**3,401,613**		**3,581,442**		**3,835,369**	
- Current	2,924,546		3,414,373		3,150,878	
- Long Term	477,067		167,069		684,491	
DEBT	**2,493,569**	**100%**	**2,305,527**	**100%**	**3,484,904**	**100%**
- Current	888,160	36%	950,249	41%	1,986,732	57%
- In Brazilian Reais	88,305		87,566		176,385	
- In other currencies	799,855		862,683		1,810,347	
- Long Term	1,605,409	64%	1,355,278	59%	1,498,172	43%
- In Brazilian Reais	94,409		107,930		287,800	
- In other currencies	1,511,000		1,247,348		1,210,372	
NET CASH (DEBT)	**908,044**		**1,275,915**		**350,465**	

The characteristics of our indebtedness at the end of March were:

- Total duration of 18.9 months, with a duration of 27.0 months in the long term. In December 2019, these figures were 19.5 months and 29.1 months, respectively.
- Weighted average cost of debt denominated in Brazilian Reais is approximately 5.24% p.a. (vs. 5.41% p.a. in December 2019). The post-fixed contracts are indexed mainly to the Brazilian long-term interest rate (TJLP).

DIVIDENDS AND INTEREST ON STOCKHOLDERS' EQUITY

At a meeting held on March 17, 2020, the Board of Directors decided to declare interest on equity in the total amount of R$ 63.4 million before withholding income tax, with payment expected in August 12, 2020.

Our practice is to declare interest on capital quarterly and dividends based on the profit obtained each half year, that is, six proceeds each year, paid semi-annually.

1. INFORMATION ON THE COMPANY

WEG S.A. ("Company") is a publicly-held corporation headquartered at Avenida Prefeito Waldemar Grubba, 3300, in Jaraguá do Sul - State of Santa Catarina (SC), Brazil, holding company comprising the WEG Group ("Group"), which is primarily engaged in the production and sale of capital goods such as electric motors, generators and transformers; gear units and geared motors; hydraulic and steam turbines; frequency converters; motor starters and maneuver devices; control and protection of electric circuits for industrial automation; power sockets and switches; electric traction solutions for heavy vehicles, SUV vehicles, locomotives, and sea transportation electric propelling; solutions for the generation of renewable and distributed energy, exploring all opportunities in small hydro, thermal, biomass, wind and solar energy powerplants; solutions for the industry 4.0; no-breaks and alternators for groups of generators; conventional and movable electric substations; industrial electrical and electronic systems; and industrial paint & varnish, and paints for automotive repainting. The operations are performed through manufacturing facilities located in Brazil, Argentina, Colombia, Mexico, United Stated, Portugal, Spain, Austria, Germany, South Africa, India, and China, with commercial activities carried out in more than 135 countries.

The Company has shares traded on B3 under ticker symbol “WEGE3” and has been listed since June 2007 in the special segment of corporate governance called Novo Mercado.
The Company has American Depositary Receipts (ADRs) - Level 1 that are traded on the over-the-counter (OTC) market in the United States under the ticker symbol “WEGZY”.

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

The Company’s interim financial information, included in the Quarterly Information Form – ITR for the quarter ended March 31, 2020 includes the individual and consolidated interim financial information prepared considering all significant information on the Company, which corresponds to that used by Management in managing the activities, with CPC 21 – Interim Financial Reporting and IAS 34 – Interim Financial Reporting, issued by the International Accounting Standard Board (“IASB”) and presented consistently with the standards issued by the Brazilian Securities and Exchange Commission (“CVM”) applicable to the preparation of Quarterly Information - ITR.

The financial statements has been prepared on the historical cost basis, except for the measurement of certain financial instruments at fair value, when required by the standard.

These individual and consolidated financial statements were approved and authorized for issue at the executive board meeting held on April 27, 2020.

The accounting policies, bases of consolidation and methods of calculation adopted in the preparation of the interim financial information, as well the key estimates and judgments used in applying the accounting policies are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2019, including the adoption of the new accounting standards, as applicable.

3. ACCOUNTING ESTIMATES

The interim financial information includes the use of estimates that took into consideration Management's assessments and judgments, past and curr3nt experiences, assumptions related to future events and other objective and subjective factors. The significant items subject to those estimates are:

a) analysis of the credit risk to determine the allowance for doubtful debts;

b) recognition of the allowance for inventory losses;

c) review of the economic useful life of fixed assets and their recovery in operations;

d) impairment test of intangible assets;

e) fair value measurement of financial instruments;

f) commitments to employee benefit plan;

g) share-based plan transactions;

h) deferred income and social contribution taxes; and

i) provision for contingencies.

The settlement of transactions involving those estimates may lead to amounts different from those recorded in the interim financial information due to the inaccuracies inherent in the estimate process. These estimates are periodically reviewed.

4. CASH AND CASH EQUIVALENTS

	PARENT		CONSOLIDATED	
	03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
a) Cash and banks	**2,437**	**7**	**525,386**	**396,233**
b) Short-term investments	**38,519**	**69,039**	**1,062,161**	**1,549,811**
In local currency:	**38,519**	**69,039**	**918,752**	**1,483,551**
Bank Certificate of Deposit (CDB) and Repurchase Agreements	38,519	69,039	918,752	1,483,551
In foreign currency:	**-**	**-**	**143,409**	**66,260**
TOTAL	**40,956**	**69,046**	**1,587,547**	**1,946,044**

Investments in Brazil:

Short-term investments in Brazil refer mainly to funds invested in private securities with first tier financial institutions.

These investments yield an average rate of 100.67% of the Interbank Deposit Rate - CDI (100.35% of the CDI as at December 31, 2019).

5. SHORT-TERM INVESTMENTS

	PARENT		CONSOLIDATED	
	03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
Bank Certificate of Deposit (CDB) and Funds	812,530	817,630	1,311,648	1,444,227
TOTAL	**812,530**	**817,630**	**1,311,648**	**1,444,227**
Current assets	**812,530**	**817,630**	**1,311,648**	**1,444,227**
Floating rate	812,530	817,630	1,259,722	1,393,944
Fixed rate	-	-	51,926	50,283

Short-term investments yield average fixed rates of 15.41% p.a. (15.41% p.a. as at December 31, 2019) and floating average rate of 102.92% of the CDI rate (102.77% of the CDI as at December 31, 2019).

6. TRADE RECEIVABLES

	CONSOLIDATED	
	03/31/20	**12/31/19**
a) Breakdown of balances:		
Domestic market	1,218,240	1,119,107
External market	2,087,360	1,681,495
SUBTOTAL	**3,305,600**	**2,800,602**
Allowance for doubtful debts	(64,479)	(53,518)
TOTAL	**3,241,121**	**2,747,084**
b) Losses on trade receivables in the period	**4,937**	**13,144**
c) Maturity of trade notes:		
Not past due	2,834,965	2,426,922
Past due:	470,635	373,680
Up to 30 days	255,336	206,483
From 31 to 90 days	102,203	75,735
From 91 to 180 days	46,475	29,234
Over 180 days	66,621	62,228
TOTAL	**3,305,600**	**2,800,602**

The movement in the allowance for doubtful debts is as follows:

Balance at 01/01/2019	**(50,796)**
Losses written off in the year	13,144
Recognition of provision in the year	(25,500)
Reversal of provision in the year	9,634
Balance at 12/31/2019	**(53,518)**
Losses written off in the period	4,937
Recognition of provision in the period	(19,062)
Reversal of provision in the period	3,164
Balance at 03/31/2020	**(64,479)**

7. INVENTORIES

	CONSOLIDATED	
	03/31/20	**12/31/19**
Finished goods	537,576	411,427
Work in progress	529,262	421,598
Raw materials and others	637,772	521,760
Imports in transit	108,534	61,638
Provision for slow-moving inventory losses	(33,995)	(33,150)
Total inventories - domestic market	**1,779,149**	**1,383,273**
Finished goods	997,983	828,787
Work in progress	451,771	317,816
Raw materials and others	429,127	368,374
Provision for slow-moving inventory losses	(105,515)	(81,121)
Total inventories – external market	**1,773,366**	**1,433,856**
GRAND TOTAL	**3,552,515**	**2,817,129**

The movement in the provision for slow-moving inventory losses is as follows:

Balance at 01/01/2019	**(110,468)**
Recognition of provision in the year	(43,852)
Reversal of provision in the year	40,049
Balance at 12/31/2019	**(114,271)**
Recognition of provision in the period	(35,876)
Reversal of provision in the period	10,637
Balance at 03/31/2020	**(139,510)**

Inventories are insured and their coverage is determined considering the values and level of risk involved. The recognition and reversal of provision for slow-moving inventory losses are recorded in cost of sales.

8. TAXES RECOVERABLE

	PARENT		CONSOLIDATED	
	03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
BRAZIL	**17,126**	**6,063**	**385,866**	**319,271**
IRPJ (Corporate Income Tax) and CSLL (Social Contribution on Net Income)	14,172	3,607	115,024	81,006
IRRF (Withholding Income Tax) on financial investments)	2,954	2,456	21,779	22,878
Financial credit from the IT Law – IRPJ/CSLL	-	-	15,541	-
ICMS (State VAT)	-	-	95,845	90,509
ICMS on purchases of property, plant and equipment	-	-	23,601	22,271
IPI (Federal VAT)	-	-	63,065	57,624
PIS/COFINS (Taxes on Revenue)	-	-	32,338	24,890
Reintegra	-	-	15,010	14,932
Others	-	-	3,663	5,161
FOREIGN	**-**	**-**	**177,137**	**154,276**
Income Tax	-	-	41,832	52,078
IVA / VAT	-	-	128,490	98,907
Others	-	-	6,815	3,291
TOTAL	**17,126**	**6,063**	**563,003**	**473,547**
Current assets	17,126	6,063	485,623	394,839
Noncurrent assets	-	-	77,380	78,708

The credits will be realized by the Company and its subsidiaries during the normal process of tax calculation and there are also credits subject to refund and/or offsetting.

9. RELATED PARTIES

The Company carried out trading transactions involving purchase and sale of goods and raw materials and contracting of services as well as financial transactions relating to loans and fundraising among Group companies, which are eliminated on consolidation, and Management compensation.

Amount of existing balances:	PARENT		CONSOLIDATED	
	03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
BALANCE SHEET ACCOUNTS				
Noncurrent assets	**2**	**3**	**-**	**-**
Management of funds				
WEG Equipamentos Elétricos S.A.	2	3	-	-
Current liabilities	**723**	**1,525**	**18,288**	**22,053**
Contracts with Management	-	-	11,586	4,857
Profit sharing - Management	723	1,525	6,702	17,196

PROFIT & LOSS ACCOUNTS	PARENT		CONSOLIDATED	
	03/31/20	03/31/19	03/31/20	03/31/19
Management compensation:				
a) Fixed (fees)	**723**	**680**	**6,953**	**6,672**
Board of Directors	358	333	716	666
Board of Executive Officers	365	347	6,237	6,006
b) Variable (profit sharing)	**723**	**649**	**5,818**	**5,249**
Board of Directors	358	328	716	654
Board of Executive Officers	365	321	5,102	4,595

Additional Information:

a) Trading transactions
The purchase and sale of inputs and goods are conducted under conditions established between the parties;

b) Management of funds
The financial and trading transactions conducted among the Group companies are recorded and supported by the Group's policies. The credit/debit agreements entered into with Management are subject to interest of 95.0% of the CDI variation (95.0% of the CDI variation as at December 31, 2019);

c) Sureties and guarantees
WEG SA has sureties and guarantees for foreign subsidiaries in the amount of US$ 75.3 million (US$ 88.8 million at December 31, 2019);

d) Management compensation
The members of the Board of Directors received compensation in the amount of R$ 716 (R$ 666 as at March 31, 2019) and the executive officers received R$ 6,237 (R$ 6,006 as at March 31, 2019) for their services, corresponding to a total amount of R$ 6,953 (R$ 6,672 as at March 31, 2019).

A share of 0% to 2.5% of the consolidated profit for the year is expected to be paid to Management as long as they achieve the minimum operating performance targets. The performance targets refer to the Return on Invested Capital (weight of 70%), with a minimum performance of 11%, and growth of EBITDA (weight of 30%), with a minimum performance of 5.6%. The corresponding provision is recognized in profit or loss for the year in the amount of R$ 5,818 (R$ 5,249 as at March 31, 2019), in the other expenses line item. Directors receive benefits for the performance of their function.

10. DEFERRED TAXES

The deferred tax assets and liabilities were determined in accordance with CVM Resolution 599/09, which approved Technical Pronouncement CPC 32 – Income Taxes.

a) Breakdown of amounts:

	PARENT		CONSOLIDATED	
	03/31/20	12/31/19	03/31/20	12/31/19
Income tax losses	584	-	87,948	84,907
Social contribution losses	619	246	16,344	15,625
Temporary differences:				
Provisions:				
Labor and civil contingencies	-	-	87,251	93,274
Taxes under litigation	1,608	1,608	52,257	50,955
Losses on trade receivables	-	-	15,313	13,348
Losses on slow-moving inventories	-	-	26,044	21,244
Indemnities on labor and contractual terminations	-	-	40,730	39,623
Freight and sales commissions	-	-	11,353	10,555
Third-party services	-	-	87,186	72,642
Projects in progress – foreign subsidiaries	-	-	27,590	11,381

Employee profit sharing	-	-	30,246	64,413
Unrealized gains on derivatives	-	-	9,619	4,868
Derivatives - hedge accounting	-	-	(6,101)	5,596
Deferred revenue	-	-	24,465	10,910
Accelerated depreciation	-	-	(6,898)	(7,008)
Difference between tax and accounting amortization of goodwill	(2)	(2)	(30,574)	(28,497)
Difference between tax and accounting depreciation (useful life)	(13)	(13)	(230,009)	(204,259)
Others	2,269	4,367	20,343	12,216
Deemed cost of property, plant and equipment	(1,336)	(1,343)	(162,198)	(164,894)
TOTAL	**3,729**	**4,863**	**100,909**	**106,899**
Noncurrent assets	3,729	4,863	188,520	182,042
Noncurrent liabilities	-	-	(87,611)	(75,143)

b) Estimated realization period

Management estimates that the deferred taxes arising from temporary differences will be realized in proportion to the materialization of the contingencies, losses and forecast obligations.

In regard to deferred tax assets, recognized on income tax and social contribution losses, Management estimates that they will be realized within the next 5 years, taking into consideration the projection of future profits.

11. INVESTMENTS

11.1 Investments in subsidiaries

	Country	Equity	Profit (loss) for the period	Equity interest (%) 03/31/20 Direct	03/31/20 Indirect	12/31/19 Direct	12/31/19 Indirect	Share of profit (loss) of investees 03/31/20	03/31/19	Investment book value 03/31/20	12/31/19
WEG Equipamentos Elétricos S.A. (*)	Brazil	7,572,425	481,126	100.00	-	100.00	-	399,051	264,844	7,572,425	6,863,221
RF Reflorestadora Ltda.		150,558	603	100.00	-	100.00	-	603	936	150,558	149,954
WEG Amazônia S.A.		59,251	6,024	0.02	99.98	0.02	99.98	1	-	9	9
WEG Administradora de Bens Ltda.		12,844	16	99.06	0.94	99.06	0.94	16	215	12,723	12,947
WEG Logística Ltda.		180,834	3,999	-	100.00	-	100.00	-	-	-	-
WEG Linhares Equips. Elétricos S.A.		352,401	33,496	-	100.00	-	100.00	-	-	2	1
WEG Drives & Controls Aut. Ltda.		680,549	35,630	100.00	-	100.00	-	35,629	30,908	680,559	644,930
WEG Partner Holding Ltda.		1	-	0.10	99.90	0.10	99.90	-	-	-	-
WEG-Cestari Redut. Motorredut. S.A.		83,697	3,894	-	50.01	-	50.01	-	-	-	-
Hidráulica Indl.- Ind. e Com. Ltda.		221,298	1,047	-	100.00	-	100.00	-	-	-	-
Agro Trafo Adm. de Bens Ltda.		1,073	5	91.75	8.25	91.75	8.25	4	28	984	980
Paumar S.A. Indústria e Comércio		393,778	7,271	38.87	61.13	38.87	61.13	2,826	1,917	153,062	149,627
WEG-Jelec Oil and Gas Sol. Aut. Ltda.		11	-	-	100.00	-	100.00	-	-	-	-
Transformadores do Nordeste Ltda.		16,705	(555)	0.01	99.99	0.01	99.99	-	-	-	-
Geremia Redutores Ltda.		44,990	1,699	-	50.01	-	50.01	-	-	-	-
DJG Participações Ltda.		18,910	713	-	50.01	-	50.01	-	-	-	-
H.Geremia Participações Societárias Ltda.		3,893	147	-	50.01	-	50.01	-	-	-	-
W.R.G. Participações Societárias Ltda.		6,948	262	-	50.01	-	50.01	-	-	-	-
PPI Multitask Sistemas e Automação S.A.		1,675	688	-	51.00	-	51.00	-	-	-	-
Multitask Soluções em Automação S.A.		67	(59)	-	51.00	-	51.00	-	-	-	-
Multitask Automação Industrial S.A.		909	20	-	51.00	-	51.00	-	-	-	-
V2COM Participações S.A.		23,526	(1,128)	-	51.00	-	51.00	-	-	-	-
V2 Tecnologia Ltda.		(1,292)	(1,801)	-	51.00	-	51.00	-	-	-	-
V2 Ind. e Com. de Equip. Elet. Ltda.		16,717	629	-	51.00	-	51.00	-	-	-	-
Zest WEG Group Africa (Pty) Ltd.	South Africa	191,089	2,263	-	100.00	-	100.00	-	-	-	-
Zest Energy (Pty) Ltd.		1,398	(5)	-	100.00	-	100.00	-	-	-	-
Zest WEG Manufacturing (Pty) Ltd.		(50,755)	(5,400)	-	100.00	-	100.00	-	-	-	-
Zest WEG Electric (Pty) Ltd.		132,913	5,949	-	74.80	-	74.80	-	-	-	-
ENI Electric/Instrumentations Eng. Cont.(Pty)		(7,040)	684	-	86.67	-	86.67	-	-	-	-
Zest WEG Group Namibia Ent. (Pty) Ltd.		(436)	(9)	-	100.00	-	100.00	-	-	-	-
Zest WEG Investment Company (Pty) Ltd.		99,419	4,433	-	64.70	-	64.70	-	-	-	-
WEG Germany GmbH	Germany	68,580	3,524	-	100.00	-	100.00	-	-	-	-
Watt Drive GmbH		7,394	-	-	100.00	-	100.00	-	-	-	-
Wurttembergische Elektromotoren GmbH		20,813	77	-	100.00	-	100.00	-	-	-	-
Antriebstechnik KATT Hessen GmbH		(12,939)	(3,417)	-	100.00	-	100.00	-	-	-	-

	Country	Equity	Profit (loss) for the period	Equity interest (%)				Share of profit (loss) of investees		Investment book value	
				03/31/20		12/31/19		03/31/20	03/31/19	03/31/20	12/31/19
				Direct	Indirect	Direct	Indirect				
WEG Equipamientos Electricos S.A.	Argentina	114,089	4,251	10.45	89.55	10.45	89.55	1,603	660	11,912	8,479
Pulverlux S.A.		10,165	(808)	-	100.00	-	100.00	-	-	-	-
WEG Australia Pty Ltd.	Australia	60,627	2,057	-	100.00	-	100.00	-	-	-	-
Watt Drive Antriebstechnik GmbH	Austria	111,727	2,874	-	100.00	-	100.00	-	-	-	-
WEG International Trade GmbH		1,205,885	206,334	-	100.00	-	100.00	-	-	-	-
WEG Holding GmbH		4,354,944	290,558	-	100.00	-	100.00	-	-	-	-
WEG Benelux S.A.	Belgium	72,301	1,069	-	100.00	-	100.00	-	-	-	-
WEG Central Asia LLP	Kazakhstan	745	(116)								
WEG Chile S.A.	Chile	50,469	2,372	8.00	92.00	8.00	92.00	190	141	4,038	3,371
WEG (Nantong) Electric Motor Co., Ltd.	China	321,989	4,751	-	100.00	-	100.00	-	-	-	-
Changzhou Sinya Electromotor Co., Ltd.		17,809	(6,857)	-	100.00	-	100.00	-	-	-	-
Changzhou Yatong Jiewei Elect., Ltd.		(4,529)	(2,819)	-	100.00	-	100.00	-	-	-	-
Wuxi Ecovi Technology Co., Ltd.		5,887	(100)	-	100.00	-	100.00	-	-	-	-
WEG (Changzhou) Aut. Equip. Co., Ltd.		(4,664)	(2,254)	-	100.00	-	100.00	-	-	-	-
The First Drive Technology Co., Ltd.		2,747	(874)	-	100.00	-	100.00	-	-	-	-
WEG (Jiangsu) Electric Equip. Co., Ltd.		290,122	4,220	-	100.00	-	100.00	-	-	-	-
WEG Singapore Pte. Ltd.	Singapore	2,668	1,946	-	100.00	-	100.00	-	-	-	-
WEG Colombia S.A.S.	Colombia	129,225	(755)	-	100.00	-	100.00	-	-	-	-
WEG Middle East Fze.	Arab Emirates	(25,372)	244	-	100.00	-	100.00	-	-	-	-
WEG Iberia Industrial S.L.	Spain	86,590	2,360	-	100.00	-	100.00	-	-	-	-
Autrial S.L.		(9,742)	(427)	-	100.00	-	100.00	-	-	-	-
WEG Electric Corp.	United States	920,118	26,553	-	100.00	-	100.00	-	-	-	-
Electric Machinery Company LLC		118,403	4,694	-	100.00	-	100.00	-	-	-	-
FTC Energy Group Inc.		1,307	3	-	100.00	-	100.00	-	-	-	-
Bluffton Motor Works, LLC		397,148	545	-	100.00	-	100.00	-	-	-	-
WEG Transformers USA LLC		153,860	8,151	-	72.00	-	72.00	-	-	-	-
WEG Investment North America Inc.		145,481	7,443	-	100.00	-	100.00	-	-	-	-
WEG France SAS	France	47,376	(544)	-	100.00	-	100.00	-	-	-	-
Zest WEG Group Ghana Ltd.	Ghana	17,842	3,351	-	100.00	-	100.00	-	-	-	-
E & I Electrical Ghana Ltd.		(1,840)	250	-	90.00	-	90.00	-	-	-	-
WEG Industries (India) Private Ltd.	India	248,950	(3,381)	-	100.00	-	100.00	-	-	-	-
WEG (UK) Ltd.	England	30,404	(95)	-	100.00	-	100.00	-	-	-	-
WEG Italia S.R.L.	Italy	52,967	2,449	-	100.00	-	100.00	-	-	-	-
WEG Electric Motors Japan Co. Ltd.	Japan	4,580	199	-	95.00	-	95.00	-	-	-	-
WEG South East Asia SDN BHD	Malaysia	(930)	(1,107)	-	100.00	-	100.00	-	-	-	-
WEG México S.A. de C.V.	Mexico	774,244	7,476	-	100.00	-	100.00	-	-	-	-
WEG Transform. México S.A. de C.V.		95,429	17,706	-	72.00	-	72.00	-	-	-	-
Voltran S.A. de C.V.		121,635	7,680	-	72.00	-	72.00	-	-	-	-
WEG Equipos Eléctricos S.A. de C.V.		15,852	(16)	-	100.00	-	100.00	-	-	-	-
WEG Power Systems S.A. de C.V.		3,605	(124)	-	72.00	-	72.00	-	-	-	-
Zest WEG Group Mozambique, Lda.	Mozambique	(380)	36	-	100.00	-	100.00	-	-	-	-
WEG Peru S.A.C.	Peru	21,323	(133)	0.05	99.95	0.05	99.95	-	(1)	11	8
WEGEuro Ind. Eléctrica S.A.	Portugal	160,532	6,639	-	100.00	-	100.00	-	-	-	-
WEG Electric CIS	Russia	12,035	1,034	-	100.00	-	100.00	-	-	-	-
WEG Scandinavia AB	Swedish	19,219	1,991	-	100.00	-	100.00	-	-	-	-
ENI Electrical Tanzania (Pty) Limited	Tanzania	12	31	-	100.00	-	100.00	-	-	-	-
WEG Industrias Venezuela C.A.	Venezuela	(1)	9	-	100.00	-	100.00	-	-	-	-
E & I Zambia Ltd.	Zambia	1,320	378	-	50.00	-	50.00	-	-	-	-
TOTAL								**439,923**	**299,648**	**8,586,283**	**7,833,527**

(*) Share of profit (loss) of investees adjusted for unrealized profits on related-party transactions.

The Company's consolidated interim financial information includes the individual interim financial information of WEG S.A. and all its subsidiaries. The subsidiaries are fully consolidated from the date on which the control is obtained.
Subsidiaries with negative equity are capitalized annually, in accordance with the legislation of each country.

11.2 Investment in associate

	Country	Equity	Profit (loss) for the period	Equity interest (%)				Share of profit (loss) of investees		Investment book value	
				03/31/20		12/31/19					
				Direct	Indirect	Direct	Indirect	03/31/20	03/31/19	03/31/20	12/31/19
TGM Kanis Turbinen GmbH	Germany	82,597	-	-	42.86	-	42.86	-	-	35,401	28,007

1.3 Other investments

The Company and its subsidiaries have recorded other investments of R$ 7 (R$ 5 as at December 31, 2019).

11.4 Acquisition
(Transformadores e Serviços de Energia das Américas S.A. ("TSEA")
On January 16, 2020, the Company announced an agreement for the acquisition of one of the plants of Transformadores e Serviços de Energia das Américas S.A. ("TSEA"), manufacturer of power transformers, shunt reactors and power autotransformers, located in the city of Betim, Minas Gerais state. The acquisition does not comprise the interim financial information as at March 31, 2020 as the Administrative Council for Economic Defense (CADE) has not yet approved the transaction.

12. PROPERTY, PLANT AND EQUIPMENT

		PARENT		CONSOLIDATED	
		03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
Land		1,440	1,440	436,020	423,895
Constructions and facilities		5,639	5,639	1,669,980	1,531,699
Equipment		-	-	4,572,780	4,301,142
Furniture and fixtures		-	-	167,968	150,004
Hardware		-	-	162,294	141,694
Construction in progress		-	-	685,808	616,969
Reforestation		-	-	59,298	59,006
Others		-	-	117,754	97,196
Total property, plant and equipment		**7,079**	**7,079**	**7,871,902**	**7,321,605**
Accumulated depreciation/depletion	**Annual depreciation rate (%)**	**(2,882)**	**(2,860)**	**(3,817,967)**	**(3,545,044)**
Constructions and facilities	02 to 03	(2,882)	(2,860)	(548,721)	(492,477)
Equipment	05 to 20	-	-	(2,985,096)	(2,795,652)
Furniture and fixtures	07 to 10	-	-	(116,255)	(102,538)
Hardware	20 to 50	-	-	(113,020)	(103,028)
Reforestation	-	-	-	(26,945)	(26,739)
Others	-	-	-	(27,930)	(24,610)
TOTAL PROPERTY, PLANT AND EQUIPMENT, NET		**4,197**	**4,219**	**4,053,935**	**3,776,561**

a) Summary of the movement in property, plant and equipment – consolidated:

Classification of the PP&E	**12/31/19**	**Transfer between classes**	**Acquisitions**	**Write-offs**	**Depreciation and depletion**	**Effect of exchange rate changes**	**03/31/20**
Land	423,895	-	-	-	-	12,125	436,020
Constructions and facilities	1,039,222	582	8,508	-	(10,994)	83,941	1,121,259
Equipment	1,505,490	12,499	34,121	(1,409)	(55,454)	92,437	1,587,684
Furniture and fixtures	47,466	(606)	3,659	(142)	(2,235)	3,571	51,713
Hardware	38,666	(94)	11,399	(85)	(3,289)	2,677	49,274
Construction in progress	616,969	(10,295)	42,026	-	-	37,108	685,808
Reforestation	32,267	-	292	-	(206)	-	32,353
Advances to suppliers	47,792	(2,387)	11,415	-	-	7,142	63,962
Others	24,794	(1)	1,263	(506)	(1,162)	1,474	25,862
TOTAL	**3,776,561**	**(302)**	**112,683**	**(2,142)**	**(73,340)**	**240,475**	**4,053,935**

b) Construction in progress – the Company has investments in progress in property, plant and equipment items as at March 31, 2020 amounting to R$ 685,808 (R$ 616,969 as at December 31, 2019), and the most significant investments are in Mexico unit, which amount to R$ 533,059 (R$ 501,255 as at December 31, 2019).

c) Amount offered as guarantee – PP&E items were offered as guarantee of borrowings, financing, labor claims and tax lawsuits in the consolidated amount of R$ 31,166 (R$ 31,166 as at December 31, 2019).

13. RIGHT OF USE OF LEASED ASSETS

The Company and its subsidiaries adopt Technical Pronouncement CPC 06 (R2) (IFRS 16) Leases, which introduces a single model for the recording of leases for lessees in the balance sheet.

	CONSOLIDATED	
	03/31/20	**12/31/19**
Properties	247,536	221,734
Machinery and equipment	80,325	26,640
Hardware	2,333	1,788
Vehicles	19,355	15,493
Total leases	**349,549**	**265,655**
Accumulated depreciation	**(103,364)**	**(61,032)**
Properties	(72,262)	(48,421)
Machinery and equipment	(23,489)	(7,406)
Hardware	(336)	(500)
Vehicles	(7,277)	(4,705)
TOTAL NET	**246,185**	**204,623**

a) Summary of the movement in right of use of leased assets:

Class	12/31/19	Transfer between classes	Leases	Write-offs	Depreciation	Foreign Exchange	03/31/20
Properties	173,313	(16,235)	4,137	(165)	(13,119)	27,343	175,274
Machinery and equipment	19,234	16,157	11,507	(431)	(1,748)	12,117	56,836
Hardware	1,288	-	322	-	(33)	420	1,997
Vehicles	10,788	78	305	(15)	(1,442)	2,364	12,078
TOTAL	**204,623**	**-**	**16,271**	**(611)**	**(16,342)**	**42,244**	**246,185**

14. INTANGIBLE ASSETS - CONSOLIDATED

	Amortization / No, of years	Cost	Accumulated amortization	03/31/20	12/31/19
Software license	5	180,339	(128,709)	51,630	47,773
Property right	30 – 80	104,351	(24,160)	80,191	63,669
Trademarks and patents	5	37,689	(23,753)	13,936	15,864
Others	5	318,052	(231,475)	86,577	74,125
Subtotal		**640,431**	**(408,097)**	**232,334**	**201,431**
Goodwill on acquisition subsidiaries	-	1,299,008	(21,353)	1,277,655	1,118,315
TOTAL		**1,939,439**	**(429,450)**	**1,509,989**	**1,319,746**

a) Summary of the movement in intangible assets:

	12/31/19	Transfer between classes	Additions	Write-offs	Amortization	Effect of exchange rate changes	03/31/20
Software license	47,773	304	3,977	(7)	(3,602)	3,185	51,630
Property right	63,669	-	95	-	(374)	16,801	80,191
Trademarks and patents	15,864	(2,437)	487	-	(2,118)	2,140	13,936
Others	74,125	2,435	6,432	-	(4,400)	7,985	86,577
Subtotal	**201,431**	**302**	**10,991**	**(7)**	**(10,494)**	**30,111**	**232,334**
Goodwill on acquisition of subsidiaries	1,118,315	-	-	-	-	159,340	1,277,655
TOTAL	**1,319,746**	**302**	**10,991**	**(7)**	**(10,494)**	**189,451**	**1,509,989**

b) Breakdown of goodwill generated on acquisition of subsidiaries:

	03/31/20	12/31/19
Electric Machinery Company LLC	254,488	197,312
Bluffton Motor Works, LLC	212,076	164,428
TGM Ind. e Com, de Turbinas e Transm. Ltda. (Merged)	116,516	116,516
Changzhou Sinya Electromotor Co,, Ltd,	95,303	75,157
Zest WEG Group Africa (PTY) Ltd.	88,307	86,704
Trafo Equipamentos Elétricos S.A. (Merged)	62,827	62,827
Geremia Redutores Ltda.	58,545	58,545
WEG Transformadores Colombia S.A.S. (Merged)	54,719	52,494
WEG-Cestari Redutores e Motorredutores S.A.	48,139	48,139
Stardur Tintas Especiais Ltda. (Merged)	43,402	43,402
Watt Drive Antriebstechnik GmbH	38,869	30,751
Changzhou Machine Master Co,, Ltd, (Merged)	22,147	17,466
Others	182,317	164,574
TOTAL	**1,277,655**	**1,118,315**

c) Amortization schedule of intangible assets (except goodwill):

	03/31/20
2021	32,012
2022	30,902
2023	21,078
2024	19,739
2025	17,676
From 2026 onwards	110,927
TOTAL	**232,334**

d) Impairment test:

In March 2020, the Company reviewed the impairment tests of its relevant assets, in view of the effects from COVID-19 on its operations.

The calculation of the recoverable amount is carried out using the discounted cash flow method, based on information available on the market in which each business operates. The main assumptions used by the Company to calculate the value in use are described below:

- Evaluation period: evaluation of the cash-generating unit (CGU) is carried out for a period of 5 years, with perpetuity of the operation being considered thereafter.

- Growth rate: the growth rate of revenues, costs and expenses was taken into consideration: estimated effect from COVID-19 for 2020 and, as from the second year of the forecast, GDP and inflation rate estimated by the International Monetary Fund (IMF).

- Discount rate: the discount rate used was based on the weighted average cost of capital (WACC) of each country, from the average of companies in the same industry, this being 6.7% in the United States, 7.8% in China and 10.3% in Brazil.

- Perpetuity: considering the growth rates (of GDP and inflation rate) estimated by the International Monetary Fund (IMF).

- Investment: the investment estimates were prepared based on the realization (depreciation) of the assets in operation and aiming at maintaining the industrial units updated.

The impairment tests of these assets of the Company and its subsidiaries did not result in the need of recognizing impairment losses as at March 31, 2020.

15. TRADE PAYABLES

	CONSOLIDATED	
	03/31/20	**12/31/19**
Balance breakdown:		
Domestic market	454,994	356,307
External market	652,399	483,572
TOTAL	**1,107,393**	**839,879**

16. BORROWINGS AND FINANCING

Direct borrowings from BNDES are collateralized by the parent company WEG S.A. Direct borrowings from FINEP are collateralized by sureties and bank guarantees. FINAME transactions are collateralized by sureties and chattel mortgage. The covenants related to indicators of capitalization, which are exclusive to BNDES contracts, current liquidity and net debt/EBITDA ratio have been complied with.

		CONSOLIDATED	
Type	**Annual charges at 03/31/20**	**03/31/20**	**12/31/19**
IN LOCAL CURRENCY			
CURRENT		**88,305**	**87,566**
In Brazilian Reais, fixed rate			
Working capital	3.5% to 11.0% p.a.	79,389	79,512
Property, plant and equipment	2.5% to 8.7% p.a.	3,596	3,596
In Brazilian Reais, floating rate			
Working capital	TJLP (+) 2.4% p.a.	1,225	981
Working capital	UFIR (+) 1.0% to 4.0% p.a.	1,455	1,304
Working capital	116% of CDI	1,020	484
Others			
Others	Sundry	1,620	1,689
NONCURRENT		**94,409**	**107,930**
In Brazilian Reais, fixed rate			
Working capital	3.5% to 6.0% p.a.	34,097	46,300
Property, plant and equipment	2.5% to 8.7% p.a.	7,466	8,362
In Brazilian Reais, floating rate			
Working capital	TJLP (+) 2.4% p.a.	4,527	4,904
Working capital	UFIR (+) 4.0% p.a.	623	753
Working capital	116% of CDI	45,000	45,000
Others			
Others	Sundry	2,696	2,611
IN FOREIGN CURRENCY			
CURRENT		**777,266**	**848,804**
In US Dollar			
Working capital (ACCs)	US$ variation (+) 2.35% to 3.12% p.a.	186,631	149,824
Export prepayment (PPE)	US$ variation (+) Libor (+) 0.95% to 1.2% p.a.	-	103,084

In US Dollar			
Working capital	Libor (+) 0.55% p.a. to 1.40% p.a.	107,409	181,020
In Euros			
Working capital	Euribor (+) 0.05% to 1.30% p.a.	292,782	230,696
Working capital (ACCs)	EUR variation (+) 0.20% to 0.63% p.a.	85,225	85,225
In Colombian Pesos			
Working capital	5.77% to 9.25% p.a.	35,908	15,495
In Rand (South Africa)			
Working capital	8.00% to 9.00% p.a.	51,139	74,790
Other currencies			
Working capital	Domestic market rates	18,172	8,670
NONCURRENT		**1,503,451**	**1.240.669**
In US Dollar			
Working capital	Libor (+) 1.40% p.a.	1,320,497	1,013,968
In Euros			
Working capital	Euribor	8,661	7,359
In Mexican Pesos			
Working capital	TIIE (+) 0.90% p.a.	171,166	185,353
In Colombian Pesos			
Working capital	8.26% to 9.95% p.a.	-	31,198
Other currencies			
Working capital	Domestic market rates	3,127	2,791
TOTAL BORROWINGS AND FINANCING		**2,463,431**	**2,284,969**
TOTAL CURRENT		865,571	936,370
TOTAL NONCURRENT		1,597,860	1,348,599

Maturity of noncurrent borrowings and financing:

	03/31/20	**12/31/19**
2021	462,396	410,843
2022	902,668	692,070
2023	3,858	3,902
2024	181,360	194,270
From 2025 onwards	47,578	47,514
TOTAL	**1,597,860**	**1,348,599**

17. PROVISION FOR CONTINGENCIES

The Company and its subsidiaries are parties to administrative and judicial proceedings involving tax, labor and civil matters arising from the normal activities of their businesses, The corresponding provisions were recorded for proceedings the likelihood of loss of which was rated as “probable” based on the estimate of value at risk determined by the Company’s legal counsel, The Company's management estimates that the provision for contingencies recognized is sufficient to cover any losses on ongoing proceedings,

a) Balance of provision for contingencies:

		PARENT		**CONSOLIDATED**	
		03/31/20	**12/31/19**	**03/31/20**	**12/31/19**
(i) Tax:		**4,730**	**4,730**	**240,854**	**234,351**
- IRPJ and CSLL	(a,1)	-	-	103,402	99,937
- INSS	(a,2)	4,730	4,730	58,405	56,890
- PIS and COFINS	(a,3)	-	-	68,991	67,492
- Others		-	-	10,056	10,032

(ii) Labor	**-**	**-**	**196,045**	**214,094**
(iii) Civil	**-**	**-**	**102,483**	**98,529**
(iv) Others	**-**	**-**	**3,955**	**4,604**
TOTAL	**4,730**	**4,730**	**543,337**	**551,578**

b) Statement of the movement for the year - consolidated:

	12/31/19	Additions	Interest	Write-offs	Reversals	03/31/20
a) Tax	234,351	6,362	141	-	-	240,854
b) Labor	214,094	4,668	1,263	(22,777)	(1,203)	196,045
c) Civil	98,529	7,462	226	(2,790)	(944)	102,483
d) Others	4,604	41	-	-	(690)	3,955
TOTAL	**551,578**	**18,533**	**1,630**	**(25,567)**	**(2,837)**	**543,337**

c) The provisions recognized refer mainly to:

(i) Tax contingencies

(a.1) Refers to the proceeding regarding the difference of the IPC (Consumer Price Index) for January 1989 ("Plano Verão") on the 16.24% inflation adjustment and the proceeding on the deduction from the calculation basis of 2011 RD&I Project expenditures ("Lei do Bem" – Innovation Tax Incentive Law).

(a.2) Refers to contribution due to the Social Security, The litigation refers to social security charges levied on private pension plan, profit sharing, education allowance, among others.

(a.3) Refers to non-approval by the Brazilian Federal Revenue Office of the request for offset of the credit balance of PIS and COFINS against federal tax debts.

(ii) Labor contingencies

The Company and its subsidiaries are defendants in labor claims primarily involving discussions about health and risk exposure, among others,

(iii) Civil contingencies

Refer mainly to civil lawsuits, including pain and suffering, aesthetic damage, occupational diseases and indemnities arising from occupational accidents,

d) Escrow deposits:

	PARENT		CONSOLIDATED	
	03/31/20	12/31/19	03/31/20	12/31/19
Tax	4,657	4,657	37,858	37,858
Labor and civil	-	-	25,998	26,095
Others	-	-	150	150
TOTAL RESTRICTED DEPOSITS	**4,657**	**4,657**	**64,006**	**64,103**
- Non-restricted escrow deposits	-	-	4,587	4,403
TOTAL ESCROW DEPOSITS	**4,657**	**4,657**	**68,593**	**68,506**

The escrow deposits not restricted to contingencies are awaiting court authorization for withdrawal.

e) Contingencies assessed as possible losses:

The Company and its subsidiaries are parties to other lawsuits for which the likelihood of loss is classified as "possible" and for which no provision for contingencies was recognized.

As at March 31, 2020, the estimated amount of these lawsuits amounted to R$ 399,149 (R$ 256,942 as at December 31, 2019).

(i) Tax

- Taxation on profits earned abroad in total estimated amount of R$ 242.2 million (R$ 100.5 million as at December 31, 2019);
- Levy of ICMS-ST on purchases of raw material in the amount of R$ 26.2 million (R$ 26.0 million as at December 31, 2019);
- Levy of social security contribution on dental care, education allowance, technical courses and salary premium for education in the amount of R$ 23.4 million (R$ 23.4 million as at December 31, 2019);
- Non-approval of IPI credits in the amount of R$ 14.6 million (R $ 14.6 million as at December 31, 2019);
- Other tax contingencies in the amount of R$ 41.5 million (R$ 41.2 million as at December 31, 2019).

(ii) Civil

- 3Z Movimentação Inteligente Ltda. in the estimated amount of R$ 29.2 million (R$ 29.2 million as at December 31, 2019);
- Saraiva Equipamentos Ltda. and Saraiva Engenharia Ltda. in the estimated amount of R$ 17.1 million (R$ 17.1 million as at December 31, 2019);
- Other civil lawsuits in the amount of R$ 4.9 million (R$ 4.9 million as at December 31, 2019).

18. PRIVATE PENSION PLAN

The Company and its subsidiaries are sponsors of WEG Seguridade Social, which has as main purpose to supplement the retirement benefits offered by the official social security system.

The Plan, administered by WEG Seguridade Social, includes monthly income benefits (retirement), annual bonus, supplemental sickness benefit, supplemental disability retirement, supplemental pension, supplemental annual bonus and death benefit.

The number of participants is 20,697 (19,672 as at March 31, 2019), The Company and its subsidiaries made contributions in the amount of R$ 11,268 (R$ 9,574 as at March 31, 2019).

Based on actuarial calculations made by independent actuaries in order to define the net liability value between the defined benefit obligation and the fair value of the plan assets, pursuant to the procedures established by CVM Resolution No. 695/12 – CPC 33 (R1) Employee Benefits, we did not identify any significant post-employment liabilities to be recognized by the Company.

19. EQUITY

a) Issued capital

The Company's capital is R$ 5,504,517 (R$ 5,504,517 as at December 31, 2019), comprising 2,098,658,999 registered book-entry common shares with no par value, all with voting rights, including the 989,904 shares held in treasury pursuant to item "c".

b) Shareholder compensation – Interest on capital

On March 17, 2020, the Company declared interest on capital in the gross amount of R$ 63,421 (R$ 97,338 in March 2019), net of R$ 53,908 (R$ 82,737 in March 2019) corresponding to R$ 0.02570 per share, already deducting the withholding income tax of 15%, pursuant to paragraph 2 of Article 9 of Law 9,249/95, except for corporate shareholders who are exempt from this tax.

Interest on capital, pursuant to article 37 of the Bylaws and article 9 of Law 9,249/95, will be incorporated into mandatory dividends and paid beginning August 12, 2020.

c) Treasury shares

The shares acquired by the Company are held in treasury to be used by the beneficiaries of the Company's Stock Option Plan and Long-Term Incentive Plan or subsequent cancellation or disposal.

On February 18, 2020, the Board of Directors approved the purchase of 250,000 shares, at average cost of R$ 47.02 per share.

Until March 31, 2020, the beneficiaries of the Company's Stock Option Plan and Plan ILP exercised 378,264 shares. The Company holds in treasury 989,904 shares at the average cost of R$ 17.17 per share, in the total amount of R$ 16,997 (R$ 11,419 as at December 31, 2019).

20. LONG-TERM INCENTIVE PLAN (LTIP)

The Extraordinary General Meeting (EGM) held on June 28, 2016 approved the share-based compensation plan called Long-term incentive plan (LTIP Plan) for its Management and officers.

(i) Plan

The Plan is managed by the Board of Directors and is aimed at granting shares issued by WEG S.A. (Company), classified as "WEGE3" on B3, to its management and officers in order to attract, motivate and retain them, as well as align their interests to those of the Company and its shareholders.

For the LIP Plan application in each year, and the consequent granting of shares, an essential condition (trigger) is that the Company has obtained, in the immediately preceding year, at least 10% of Return on Invested Capital (ROIC).

The shares to be granted under LIP Plan are limited to a maximum of 2% (two percent) of the total shares representing the Company's capital.

The number of shares granted to the participants is included in clauses 7 and 8 of the LIP Plan, which establishes the criteria for the number of shares to be granted and the vesting period to be complied with.

The Plan may be discontinued, suspended or altered at any time, upon a proposal approved by the Company's Board of Directors.

(ii) Program

The Board of Directors may approve, annually, Long-Term Incentive Programs ("Programs") in which the participants, number of shares, value of share, and other rules specific to each Program will be defined.

Programs

The program participants are the officers of the Company and of its subsidiaries based in Brazil, excluding the officers of subsidiaries with third party participation.

The programs were updated on April 24, 2018, due to the bonus of 30% (thirty percent) on the number of shares, including the new market values in the strike price and the increase in shares for the number of shares granted. This update does not represent an impact in the calculation performed at the beginning of the Program.

Program	Shares Granted		
	Number	Share value (R$)	Amount of expenses to be allocated over the program term (R$ thousand)
2016	354,167	11.95	4,232
2017	297,069	19.25	5,718
2018	331,010	18.72	6,197
2019	184,468	37,48	6,914

Summary of the variation of the plan's shares:

Number of shares

Program	12/31/19	Granted	Exercised	Delivered in kind	03/31/20
2016	254,461	-	(121,378)	-	133,083
2017	289,121	-	(117,808)	-	171,313
2018	322,293	-	(58,442)	-	263,851
2019	-	184,468	(21,930)	(9,897)	152,641
TOTAL	**865,875**	**184,468**	**(319,558)**	**(9,897)**	**720,888**

In the first quarter of 2020, expenses in the amount of R$ 2,134 (R$ 1,981 as at March 31, 2019) were posted to other income (expenses) line item in the income statement for the year matched against capital reserve in equity.

The shares exercised in the first quarter of 2020 amounted to R$ 9,162 (R$ 2,489 as at March 31, 2019) recording in capital reserve in equity the amount of R$ 7,956 (R$ 2,398 as at March 31, 2019) and R$ 1,206 (R$ 91 as at March 31, 2019) supplementing the amount provisioned recorded in other income (expenses) line item in the income statement for the year.

21. STOCK OPTION PLAN

The EGM held on June 28, 2016 approved the discontinuance of the Company's Stock Option Plan which had been approved at the EGM of February 22, 2011, and subsequent amendments, complying with the agreements that had already been entered into and not yet completed.

The programs were updated on April 24, 2018, due to the bonus of 30% (thirty percent) on the number of shares, increasing the number of shares granted. This update does not represent an impact in the calculation performed at the beginning of the Program.

Summary of the movement of the plan's shares:

Number of shares

Program	12/31/19	Exercised	03/31/20
March/14	52,734	(52,734)	-
August/14	11,960	-	11,960
March/15	55,724	(27,862)	27,862
August/15	69,191	(4,247)	64,944
March/16	148,040	(60,264)	87,776
TOTAL	**337,649**	**(145,107)**	**192,542**

Expenses on stock options are accounted for over their vesting period.

In the first quarter of 2020, expenses in the amount of R$ 27 (R$ 102 as at March 31, 2019) were posted to other income (expenses) line item in the income statement for the year matched against capital reserve in equity.

The options exercised in the first quarter of 2020 amounted to R$ 3,796 (R$ 788 as at March 31, 2019) recognizing in capital reserve line item in equity the amount of R$ 633 (R$ 443 as at March 31, 2019) and R$ 3,163 (R$ 345 as at March 31, 2019) supplementing the amount provisioned recorded in retained earning line item.

22. NET REVENUE

	CONSOLIDATED	
BREAKDOWN OF NET REVENUE	**03/31/20**	**03/31/19**
Gross revenue	**4,244,646**	**3,336,088**
Domestic market	2,115,036	1,572,452
External market	2,129,610	1,763,636
Deductions	**(530,210)**	**(403,709)**
Taxes	(427,710)	(347,215)
Returns and rebates	(102,500)	(56,494)
Net revenue	**3,714,436**	**2,932,379**
Domestic market	1,692,400	1,252,159
External market	2,022,036	1,680,220

23. CONSTRUCTION CONTRACTS

The revenues and costs from construction contracts are recognized according to the percentage of completion method, based on the costs incurred, considering the legal possibility of requiring the payment by the customer or delivery of the product to the customer (transfer of control).

	CONSOLIDATED	
	03/31/20	**03/31/19**
Gross operating revenues recognized	330,698	269,711
Costs incurred	(224,793)	(229,845)

	03/31/20	**12/31/19**
Advances received	142,469	119,386

24. OPERATING EXPENSES BY NATURE AND FUNCTION

	CONSOLIDATED	
	03/31/20	**03/31/19**
EXPENSES BY NATURE	**(3,195,499)**	**(2,565,149)**
Depreciation, amortization and depletion	(100,176)	(94,568)
Personnel expenses	(837,717)	(716,891)
Raw materials and consumables	(1,704,673)	(1,329,427)
Freight and insurance expenses	(95,803)	(78,666)
Other expenses	(457,130)	(345,597)
EXPENSE BY FUNCTION	**(3,195,499)**	**(2,565,149)**
Cost of sales and services	(2,616,903)	(2,074,772)
Selling expenses	(349,093)	(290,761)
General and administrative expenses	(148,732)	(131,832)
Management fees	(6,953)	(6,672)
Other operating income (expenses)	(73,818)	(61,112)

25. OTHER OPERATING INCOME (EXPENSES)

The amounts recorded refer to profit sharing, reversal of/provision for tax lawsuits and others, as shown below:

	CONSOLIDATED	
	03/31/20	03/31/19
OTHER OPERATING INCOME	**7,885**	**4,265**
OTHER OPERATING EXPENSES	**(81,703)**	**(65,377)**
Profit sharing – employees	(60,448)	(42,182)
Profit sharing – foreign subsidiaries	(16,301)	(8,815)
Profit sharing – management	(5,818)	(5,249)
Share-based plan	(3,367)	(2,174)
Others	4,231	(6,957)
TOTAL, NET	**(73,818)**	**(61,112)**

26. FINANCE INCOME (COSTS), NET

	PARENT		CONSOLIDATED	
	03/31/20	03/31/19	03/31/20	03/31/19
FINANCE INCOME	**3,383**	**8,870**	**381,196**	**129,369**
Income from short-term investments	**4,707**	**17,855**	**26,484**	**55,977**
Exchange rate changes	**-**	**-**	**299,518**	**74,705**
Exchange rate changes - Trade payables	-	-	12,194	11,125
Exchange rate changes - Trade receivables	-	-	124,289	34,961
Exchange rate changes – Borrowings	-	-	21,579	14,080
Exchange rate changes – Others	-	-	141,456	14,539
PIS/COFINS on interest on capital	**(6,353)**	**(8,410)**	**(6,353)**	**(8,410)**
PIS/COFINS on finance income	**(282)**	**(842)**	**(2,265)**	**(3,245)**
Derivatives	**-**	**-**	**57,952**	**154**
PROEX - Equaliz, Interest rate	**-**	**-**	**8,503**	**4,451**
Other income	**5,311**	**267**	**(2,643)**	**5,737**
FINANCE EXPENSES	**(574)**	**(154)**	**(381,948)**	**(165,505)**
Interest on borrowings and financing	**-**	**-**	**(24,810)**	**(41,258)**
Exchange rate changes	**-**	**-**	**(321,351)**	**(81,764)**
Exchange rate changes - Trade payables	-	-	(75,929)	(10,547)
Exchange rate changes - Trade receivables	-	-	(37,943)	(21,669)
Exchange rate changes – Borrowings	-	-	(139,918)	(26,875)
Exchange rate changes – Others	-	-	(67,561)	(22,673)
Derivatives	**-**	**-**	**(20,171)**	**(23,057)**
Other expenses	**(574)**	**(154)**	**(15,616)**	**(19,426)**
FINANCE INCOME (EXPENSES), NET	**2,809**	**8,716**	**(752)**	**(36,136)**

27. PROVISION FOR INCOME TAX AND SOCIAL CONTRIBUTION

The Company and its subsidiaries in Brazil calculate income tax and social contribution based on taxable income, except for WEG Administradora de Bens Ltda., Agro Trafo Miner., Agric., Pec. e Administradora de Bens Ltda, Multitask Automação Industrial S.A. e V2 Ind, e Com, de Equipamentos Eletrônicos Ltda, which adopt the calculation based on the deemed income. The provision for income tax was recognized at a 15% rate, plus a 10% surtax, and the social contribution at a 9% rate. The taxes of foreign subsidiaries are recognized according to the legislation of each country,

Reconciliation of income tax and social contribution:

	PARENT		CONSOLIDATED	
	03/31/20	**03/31/19**	**03/31/20**	**03/31/19**
Profit before taxes on income	441,157	306,594	518,185	331,094
Statutory rate	**34%**	**34%**	**34%**	**34%**
IRPJ and CSLL calculated at statutory rate	(149,993)	(104,242)	(176,183)	(112,572)
Adjustments for calculation of income tax and social contribution at effective rate:				
Income from investments in subsidiaries	149,574	101,880	4,417	776
Difference in rates on income abroad	-	-	51,930	44,467
Tax incentives	-	-	26,604	13,426
Financial credit from the IT Law – IRPJ/CSLL	-	-	15,541	-
Interest on capital	(1,790)	2,182	21,563	33,096
Other adjustments	1,075	435	(8,082)	(2,080)
IRPJ and CSLL in the income statement	**(1,134)**	**255**	**(64,210)**	**(22,887)**
Current tax	-	(44)	(52,856)	(29,425)
Deferred tax	(1,134)	299	(11,354)	6,538
Effective rate - %	**0.26%**	**-0.08%**	**12.39%**	**6.91%**

28. INSURANCE COVERAGE

The Company and its subsidiaries have a Worldwide Insurance Program - WIP, in which the following world policies established stand out: Transport (Export, Import and Domestic), Civil Liability for Products, Civil Liability of Directors and Officers (D&O), Property/Operational Risks, Environment Pollution, Performance Bond and Engineering Risk (Construction, Installation, Assembly and Commissioning).

The insurance policies are taken only with first-tier multinational insurance companies.

Below we highlight the Indemnity Limits (LMI) of the policies comprising the WIP:

Insurance policy	Maximum Insured Amount (MIA)	Maturity
Operational risks (Equity)	US$ 36 millions	03/31/2021
Loss of Profits	US$ 15 millions (for Paint companies and newly acquired companies for the first 12 months with an indemnity period of 6 months)	03/31/2021
General Civil liability	US$ 10 millions	09/12/2020
Civil Liability for Products	US$ 40 millions	09/12/2020
Domestic Transport	R$ 12 millions per shipment/accumulation/trip	11/01/2022
International Transport - Export/Import	US$ 6 millions per shipment/accumulation/trip	11/01/2022
Environmental Pollution	US$ 20 millions	09/12/2020
Contractual Performance Bond	As stipulated in the contract	As per the agreement / delivery
Engineering, Installation and Assembly Risk	According to the value at risk of the contracts, limited to R$ 200 millions in Brazil, US$ 30 millions in Latin America (except Cuba) and US$ 5 millions in the USA;	As per the construction schedule / supply
Civil Liability of Directors & Officers (D&O)	US$ 30 millions	09/12/2021

29. FINANCIAL INSTRUMENTS

The Company and its subsidiaries performed the valuation of their financial instruments, including derivatives recorded in the financial statements, presenting the following values:

	CARRYING AMOUNT	
	03/31/20	**12/31/19**
Cash and cash equivalents	**1,587,547**	**1,946,044**
Cash and banks	**525,386**	**396,233**
Short-term investments:	**1,062,161**	**1,549,811**
- In local currency	918,752	1,483,551
- In foreign currency	143,409	66,260
Short-term investments	**1,311,648**	**1,444,227**
Derivatives	**502,418**	**191,171**
- *Non-Deliverable Forwards – NDF*	9,664	846
- *Hedge accounting*	492,754	190,325
Total – Assets	**3,401,613**	**3,581,442**
Borrowings and financing	**2,463,431**	**2,284,969**
- In local currency	182,714	195,496
- In foreign currency	2,280,717	2,089,473
Derivatives	**30,138**	**20,558**
- *Non- Deliverable Forwards – NDF*	10,416	4,429
- *SWAP*	7,549	6,637
- *Hedge accounting*	12,173	9,492
Total – Liabilities	**2,493,569**	**2,305,527**

All financial instruments are recognized in the consolidated interim financial information at their carrying amount, which approximates their fair value.

29.1 Risk factors

The risk factors of the financial instruments are basically related to:

a) Credit risks

Arises from the possibility of the Company's subsidiaries not receiving amounts from sales or credits held with financial institutions generated by financial investments, To mitigate the risk of the sales transactions, the Company's subsidiaries adopt a policy of analyzing the financial position of their customers, establishing a credit limit and performing an ongoing monitoring of their debt balance, As regards the financial investments, the Company and its subsidiaries invest with institutions with low credit risk.

b) Foreign currency risks

The Company and its subsidiaries conduct import and export transactions in various currencies, they manage and monitor the exchange exposure seeking to balance their financial assets and liabilities within the limits established by Management.
The limit of exchange exposure sold/purchased (net) may be equivalent to up to one month of exports in foreign currencies as established by the Company's Board of Directors.

As at March 31, 2020, the Company and its subsidiaries made exports in the amount of USD 141.1 millions (USD 166.8 millions as at March 31, 2019), representing a natural hedge for part of the indebtedness and other costs associated to other currencies, mainly the US dollar.

c) Debt charge risks

These risks arise from the possibility that the subsidiaries may incur losses due to fluctuations in interest rates or other debt indexes, which would increase the finance costs related to borrowings and financing raised in the market, or decrease the finance income related to short-term investments of subsidiaries, The Company and its subsidiaries perform an ongoing monitoring of the market interest rates aiming at assessing the need for hedging against the risk of volatility of these rates.

29.2, Derivative financial instruments

The Company and its subsidiaries have the following derivative transactions:

a) Non-Deliverable Forwards - NDF, in the notional amount of:

(i) USD 18.0 millions, held by its subsidiary WEG International Trade GmbH, with the purpose of hedging its product exports against the risks of fluctuations in exchange rates;
(ii) USD 8.0 millions, held by its subsidiary WEG Equipamentos Elétricos S.A., with the purpose of partially hedging its exports against the risks of fluctuation in exchange rates;
(iii) USD 6.1 millions, held by its subsidiary Zest WEG Group Africa (Pty) Ltd, aiming at hedging its product imports against the risks of fluctuations in exchange rates;
(iv) EUR 8.8 millions, held by its subsidiary WEG Colombia S.A.S., with the purpose of hedging its financing transactions against the risk of fluctuation in exchange rates.

b) Swap transactions, in the notional amount of:
EUR 10.0 million, held by its subsidiary Watt Drive Antriebstechnik GmbH, with the purpose of hedging its financing against the risks of fluctuation of interest rates.

The management of the Company and its subsidiaries maintain an ongoing monitoring of the derivative financial instruments contracted, through their internal controls.

The sensitivity analysis table (item 29,3) should be read jointly with the other financial assets and liabilities expressed in foreign currency as at March 31, 2020 since the estimated effects of the exchange rates on NDFs and swaps will be offset, if materialized, in whole or in part, against the fluctuations of all assets and liabilities.

Management defined that, for the probable scenario (market value), the exchange rates used to mark to market the financial instruments, valid at March 31, 2020, should be considered. These rates represent the best estimate of the future behavior of their prices and represent the amount by which the positions could be settled on their maturity.

The Company and its subsidiaries made the recording based on their market price at March 31, 2020 at fair value and on the accrual basis. These transactions had a net positive impact of R$ 37,781 (negative R$ 22,903 as at March 31, 2019) which were recognized as finance income (cost). The Company and its subsidiaries have no margins given in guarantee for the derivative financial instruments outstanding at March 31, 2020.

c) Financial Derivatives instruments designated for hedge accounting:
The Company made the formal designation of its transactions subject to hedge accounting for hedging derivative instruments related to purchase of inputs and expenses denominated in foreign currency, documenting:

- Date of designation and identification of the hedging relationship;
- Description of the purpose of hedging and risk management strategy;
- Statement of compliance with respect to hedge and risk management;
- Description and identification of the derivative instrument and the hedged item;

- Description of the hedged risks and excluded risks;
- Description of the method to evaluate the hedge effectiveness;
- Frequency of prospective and retrospective effectiveness assessment;
- Description of the hedge accounting policy.

The Company and its subsidiaries entered into the following transactions involving derivatives designated for hedge accounting:

Non-Deliverable Forwards - NDF, in the notional amount of:

(i) USD 69.3 millions, held by its subsidiary WEG Holding GmbH, with the purpose of hedging its intercompany financing transactions against the risks of fluctuation in exchange rates;

(ii) USD 29.3 millions, held by its subsidiary WEG Equipamentos Elétricos S.A., with the purpose of hedging its imports of inputs against the risks of fluctuations in exchange rates;

(iii) EUR 4.6 millions, held by its subsidiary WEG Equipamentos Elétricos S.A., with the purpose of hedging its imports of inputs against the risks of fluctuation in exchange rates;

(iv) AUD 9.9 millions, held by its subsidiary WEG Holding GmbH, with the purpose of hedging its intercompany financing transactions against the risks of fluctuations in exchange rates;

(v) GBP 8.6 millions, held by its subsidiary WEG Holding GmbH, to provide hedge against exchange rate variation on its intercompany financing transactions;

(vi) MYR 9.3 millions, held by its subsidiary WEG Holding GmbH, to provide hedge against exchange rate variation on its intercompany financing transactions.

SWAP transactions, in the notional amount of:

USD 250.0 millions, held by its subsidiary WEG Equipamentos Elétricos S.A., with the purpose of hedging the export prepayment (PPE's) and Advance on Foreign Exchange Contracts (ACC) transactions;

The Company and its subsidiaries made the recording based on their fair value as at March 31, 2020 on the accrual basis. The accumulated value, net of taxes, recognized in equity is R$ 13,832 positive (R$ 11,180 negative at December 31, 2019).

29.3. Sensitivity analysis
The tables below present in reads the effects of "cash and expense" relating to the results of the financial instruments in each of the scenarios.

a) Financing:

Transaction	Risk	Currency	Notional value (in thousands)	Market value at 03/31/2020		Possible scenario 25%		Remote scenario 50%	
				Average price	In R$ thousand	Average price	In R$ thousand	Average price	In R$ thousand
Financing	Increase in TJLP (*)	R$	5,752	Rate 5.09% p.a.	(293)	Rate 6.36% p.a.	(366)	Rate 7.64% p.a.	(439)
	TOTAL				**(293)**				

(*) Sensitivity analysis of the variations in financing: The Company's risk in the event of increase in interest rate, considering static the position of financing based on TJLP at March 31, 2020.

b) Non- Deliverable Forwards - NDF transactions:

Transaction	Risk	Currency	Notional value (In thousands)	Market value at 03/31/2020		Possible scenario 25%		Remote scenario 50%	
				Average price	In R$ thousand	Average price	In R$ thousand	Average price	In R$ thousand
Non Deliverable Forwards - NDF	Increase in Dollar	US$/R$	8,000	5.2006	(10,061)	6.5008	(20,462)	7.8009	(30,864)
	Decrease in Dollar	US$/ZAR	6,073	17.9041	3,911	13.4281	(4,168)	8.9521	(12,122)
	Decrease in Dollar	US$/EUR	20,500	1.1060	329	0.8295	(31,772)	0.5531	(95,913)
	Total Dollar		**34,573**		**(5,821)**				
	Decrease in Euro	EUR/ZAR	200	18.9253	26	14.1940	(303)	9.4627	(579)
	Decrease in Euro	EUR/COP	8,735	4,578.8900	5,043	2,768.9081	(7,963)	1,845.9387	(20,763)
	Total Euro		**8,935**		**5,069**				
	TOTAL				**(752)**				

c) SWAP transactions:

Operation	Risk	Currency	National Value (in thousands)	Market Value in 03/31/2020		Possible Scenario 25%		Remote Scenario 50%	
				Average Price	In R$ thousands	Average Price	In R$ thousands	Average Price	In R$ thousands
SWAP	Decrease of Euribor	EUR	10,000	Interest - 0.45% p.a.	(7,549)	Interest - 0.56% p.a.	(7,721)	Interest - 0.67% p.a.	(7,892)
	TOTAL				**(7,549)**				

d) Hedge accounting transactions:

Operation	Risk	Currency	National Value (in thousands)	Market Value in 03/31/2020		Possible Scenario 25%		Remote Scenario 50%	
				Average Price	In R$ thousands	Average Price	In R$ thousands	Average Price	In R$ thousands
NDF	Decrease in Dollar	USD/R$	29,361	5.2425	12,385	3.9319	(26,096)	2.6212	(64,578)
	Decrease in Dollar	USD/EUR	69,300	1.1225	(5,940)	0.8419	(112,301)	0.5613	(326,137)
	Decrease in Euro	EUR/R$	4,605	5.8424	3,458	4.3818	(3,268)	2.9212	(9,993)
	Decrease in Renminbi	CNY/R$	7,156	0.7333	1,245	0.5500	(67)	0.3666	(1,378)
	Decrease in Australian Dollar	AUD/EUR	9,936	1.7987	2,793	1.3490	(7,025)	0.8994	(26,137)
	Decrease in Pound Sterling	GBP/R$	1,489	6.4696	1,626	4.8522	(781)	3.2348	(3,189)
	Decrease in Pound Sterling	GBP/EUR	8,570	0.8780	(3,319)	0.6585	(19,896)	0.4390	(53,673)
	Decrease in Singapore Dollar	SGD/EUR	1,300	1.5691	(62)	1.1768	(1,490)	0.7846	(4,356)
	Decrease in Ringgit Malaio	MYR/EUR	9,300	4.8556	169	3.6417	(3,161)	2.4278	(9,790)
	TOTAL				**12,355**				

30. GOVERNMENT SUBSIDIES AND GRANTS

The Company and its subsidiaries obtained subsidies in the amount of R$ 37,802 (R$ 29,890 as at March 31, 2019) arising from tax incentives, recognized in profit or loss for the period:

	CONSOLIDATED	
	03/31/20	**03/31/19**
Total government subsidies and grants	**37,802**	**29,890**
a) WEG Linhares Equipamentos Elétricos S.A.	**13,659**	**11,689**
- ICMS (state VAT) incentive credit of 85.0%	9,000	9,171
- 75.0% reduction of IRPJ	4,653	2,512
- Municipal investment	6	6
b) WEG Drives & Controls – Automata Ltda.	**14,709**	**13,302**
- ICMS incentive credit	14,709	13,302
c) WEG Logística Ltda.	**4,322**	**4,488**
- ICMS incentive credit	4,322	4,488
d) WEG Amazônia S.A.	**1,315**	**411**
- ICMS (state VAT) incentive credit of 90.25%	43	110
- 75.0% reduction of IRPJ	1,272	301
e) WEG Equipamentos Elétricos S.A.	**3,797**	**-**
- ICMS incentive credit	3,797	-

There are no contingencies related to the subsidies, and all the conditions for obtaining government subsidies have been met.

31. SEGMENT INFORMATION

	Brazil				Abroad		Eliminations and Adjustments		Consolidated	
	Industry		Energy							
	03/31/20	**03/31/19**	**03/31/20**	**03/31/19**	**03/31/20**	**03/31/19**	**03/31/20**	**03/31/19**	**03/31/20**	**03/31/19**
Revenue from Sale of Products and/or Services	1,872,113	1,486,149	572,590	494,840	3,068,754	1,767,684	(1,799,021)	(816,294)	3,714,436	2,932,379
Profit (loss) before taxes on Income	747,235	511,046	310,548	127,051	638,333	184,448	(1,177,931)	(491,451)	518,185	331,094
Depreciation/Amortization/Depletion	37,398	36,563	15,941	18,904	43,800	41,119	3,037	(2,018)	100,176	94,568
	03/31/20	**12/31/19**	**03/31/20**	**12/31/19**	**03/31/20**	**12/31/19**	**03/31/20**	**12/31/19**	**03/31/20**	**12/31/19**
Identifiable Assets	4,425,110	3,735,126	1,974,801	1,749,599	7,734,619	7,304,020	(731,361)	(1,186,607)	13,403,169	11,602,138
Identifiable Liabilities	1,405,343	1,254,141	1,097,474	885,293	2,604,309	1,978,415	(1,048,430)	(617,361)	4,058,696	3,500,488

Industry: single and three phase low/medium voltage motors, drives and controls, industrial automation equipment and services, paint & varnish.

Energy: electric generators for thermal and hydraulic power plants (biomass), hydraulic turbines (PCHs), transformers, substations, wind power generators, control panels, integration services of renewable and distributed energy systems and solutions,

Foreign: comprised of operations carried out by subsidiaries located in various countries,

The column of eliminations and adjustments includes the eliminations applicable to the Company in the context of the Consolidated Interim Financial Information.

All operating assets and liabilities are presented as identifiable assets and liabilities.

The segment information is presented consistently with the reports used by Management to assess the performance of each segment of the Company.

32. EARNINGS PER SHARE

a) Basic

Basic earnings per share are calculated by dividing profit for the year, attributable to the holders of the Company's common shares, by the weighted average number of common shares outstanding in the year.

	03/31/20	03/31/19
Profit attributable to the Company's shareholders	440,023	306,849
Weighted average number of potential diluting common shares (adjusted with bonuses) held by shareholders (shares/thousand)	2,097,669	2,097,279
Basic earnings per share - R$	0.20977	0.14631

b) Diluted

Diluted earnings per share are calculated by dividing profit for the year, attributable to the holders of the Company's common shares, by the weighted average number of common shares outstanding in the year plus the weighted average number of common shares that would be issued on conversion of potentially dilutive common shares.

	03/31/20	03/31/19
Profit attributable to the Company's shareholders	440,023	306,849
Weighted average number of potential diluting common shares (adjusted with bonuses) held by shareholders (shares/thousand)	2,098,583	2,098,776
Diluted earnings per share - R$	0.20968	0.14620

33. SUBSEQUENT EVENTS

Impacts from COVID-19

The Company has been monitoring possible risks from Covid-19 that could affect its operations. To date, there has not been any significant change in the supply of inputs, financial assets, property, plant and equipment, inventories and other balance sheet account balances, other than potential risks of liquidity, default and other corporate risks.

In order to allow us to monitor the effects from the virus pandemic on all of our units we have implemented a structure comprised of the following crisis committees: Executive Committee and Operational Committee (Corporate and operational in Brazil and abroad).

Regarding the supply chain, we have been working on the basis of accelerating raw material receipts and allocating our demands to approved domestic suppliers, with no stockout risk. The Company has been working with security stocks to temporarily ensure the continuity of its operations.

Our projections of revenues and cash flows from operating activities allow conditions for fully ensuring the continuity of operations. We will continue monitoring the evolution of the economic scenario prevailing in Brazil and worldwide in order to align our operations with the business volume.

At this point, the contracts entered into with customers do not pose the risk of being terminated and of the underlying receivables not being settled.

The Company has been carrying impairment tests of its relevant assets, in view of the effects from COVID on its operations, and so far they have not resulted in the need of recognizing impairment losses in its financial statements.

In order to mitigate the risk of virus contamination of WEG employees and those with whom we relate, we have adopted several measures, recommendations and guidelines from health agencies and local authorities and we are temporarily adjusting operations in the State of Santa Catarina to the maximum limit of 50% (fifty percent) of total employees working on the Company's premises per work shift to meet market demand and, for this purpose, actions and reorganization of work have been adopted following a sanitary and sanitization protocol.

The Company managed to maintain its four plants in China operating since February 11, 2020, without any COVID-19 transmission cases among its 1,986 employees. The Company has been working hard to adjust and transfer all the experiences it has had in China to other WEG units in the world.

Due to the volatility of the markets and respecting the dynamics of each business, impacts are expected to arise in the next quarters, which are difficult to be measured at this time, given all the uncertainties prevailing in the market.

We continue monitoring the evolution of the overall scenario, adopting the necessary measures and reiterating our commitment to the safety of all of our employees, customers and other stakeholders.

Board of Directors
Décio da Silva - Chairman
Nildemar Secches - Vice-Chairman
Dan Ioschpe
Martin Werninghaus
Miguel Normando Abdalla Saad
Sérgio Luiz Silva Schwartz
Umberto Gobbato

Board of Executive Officers
Harry Schmelzer Junior - Chief Executive Officer
Alberto Yoshikazu Kuba - Chief Industrial Motors Officer
André Luis Rodrigues - Chief Administrative and Financial Officer
Carlos Diether Prinz – Chief Transmission and Distribution Division Officer
Daniel Marteleto Godinho – Chief Corporate Strategies Officer
Eduardo de Nóbrega - Chief China Division Officer
Elder Stringari - Chief International Division Officer
Hilton José da Veiga Faria - Chief Human Resources and Institutional Relations Officer
João Paulo Gualberto da Silva - Chief Energy Officer
Julio Cesar Ramirez - Chief Commercial Motors Officer
Manfred Peter Johann - Chief Automation Division Officer
Paulo Geraldo Polezi – Chief Financial and Investor Relations Officer
Reinaldo Richter – Chief Paints Division Officer
Wilson José Watzko - Chief Controlling Officer

Accountant
Homero Fabiano Michelli
CRC/SC 025355/O-2

Supervisory Board

Sitting members	**Deputy members**
Alidor Lueders – Chairman	Ilário Bruch
Adelino Dias Pinho	José Luiz Ribeiro de Carvalho
Vanderlei Dominguez da Rosa	Paulo Roberto Francesch

Opinions and Statements / Officers' Statement on the Quarterly Information

By this instrument, the Chief Executive Officer and the other Officers of WEG S.A., a publicly-held corporation headquartered at Avenida Prefeito Waldemar Grubba, 3300, registered with the CNPJ (Corporate Taxpayer Register) under CNPJ 84.429.695/0001-11, for purposes of the provisions in item II of §1 of Article 29 of CVM Ruling 480, of December 7, 2009, state that they have reviewed and discussed and agree with the quarterly information of WEG S.A. and Consolidated as at March 31, 2020.

Jaraguá do Sul (SC), April 27, 2020

Harry Schmelzer Junior - Chief Executive Officer

Alberto Yoshikazu Kuba - Chief Industrial Motors Officer

André Luis Rodrigues - Chief Administrative and Financial Officer

Carlos Diether Prinz – Chief Transmission and Distribution Division Officer

Daniel Marteleto Godinho – Chief Corporate Strategies Officer

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Reinaldo Richter - Chief Paints Division Officer

Wilson José Watzko - Chief Controlling Officer

Opinions and Statements / Officers' Statement on the Independent Auditor's Report

By this instrument, the Chief Executive Officers and the other Officers of WEG S.A., a publicly-held corporation headquartered at Avenida Prefeito Waldemar Grubba, 3300, registered with the CNPJ (Corporate Taxpayer Register) under No. 84.429.695/0001-11, for purposes of the provisions in item II of §1 of Article 29 of CVM Ruling No. 480, of December 7, 2009, state that they have reviewed and discussed and agree with the opinions expressed in the independent auditor's report of Deloitte Touche Tohmatsu Auditores Independentes, dated April 27, 2020, in respect of the quarterly information of WEG S.A. and Consolidated as at March 31, 2020.

Jaraguá do Sul (SC), April 27, 2020

Harry Schmelzer Junior - Chief Executive Officer

Alberto Yoshikazu Kuba - Chief Industrial Motors Officer

André Luis Rodrigues - Chief Administrative and Financial Officer

Carlos Diether Prinz – Chief Transmission and Distribution Division Officer

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