

Approval of the Second Phase of Corn Ethanol Unit

São Paulo, August 11, 2025 – São Martinho S.A. ("São Martinho" or "Company"; B3: SMTO3) announces that its Board of Directors has approved today the expansion of the production unit for ethanol derived from corn processing ("Project" or "Second Phase") in the municipality of Quirinópolis, in the state of Goiás.

The Second Phase, adjacent to the Boa Vista Unit, will process 635,000 metric tons of corn per year and produce 270,000 m³ of ethanol, 170,000 metric tons of DDGS (Distiller's Dried Grains with Solubles), and 13,000 metric tons of corn oil.

The estimated investment is BRL 1.1 billion, covering industrial facilities, an external corn warehouse with a static capacity of 240,000 metric tons, and enhancements to the existing plant (modifications to the current boiler to achieve greater energy synergy and steam generation).

The schedule of disbursements will be 40% in the current crop year (2025/26), 50% in the 2026/27 crop year and the balance in the 2027/28 crop year. The project will be financed with BRL 728 million from the BNDES Fundo Clima and Finem credit lines, as well as the FINEP Innovation program, with a total term of 12 years, including a 2-year grace period.

Operational startup of the unit is scheduled for the second half of 2027, initially at around 50% capacity during the 2027/28 crop year, reaching 85% in the 2028/29 crop year and 100% from the 2029/30 crop year. The main input will be corn, which will be acquired in the Midwest region, as well as steam and energy, which will be generated by the existing boilers.

São Martinho, with the combined existing plant (considering the Production Guidance for the 2025/26 Harvest published, via Material Fact, on June 23, 2025) and the Second Phase at full capacity, will have the capacity to process approximately 1,150 thousand tons of corn, producing around 485 thousand m³ of ethanol, 310 thousand tons of DDGS and 21 thousand tons of Corn Oil. Additionally, the Company will have static storage capacity of 480 thousand tons of corn.

São Martinho S.A.

Felipe Vicchiato

Chief Financial and Investor Relations Officer