



RANDON S.A. Implementos e Participações

CNPJ 89.086.144/0001-16

Publicly-Held Company

MATERIAL FACT

Hedge Accounting

Randon S.A. Implementos e Participações ("Company"), a publicly-held company with headquarters at AV. Abramo Randon, no. 770, Interlagos District, in the city of Caxias do Sul, RS, in compliance with CVM Instruction No. 319, of December 3, 1999, and CVM Instruction 358, of January 3, 2002, informs its shareholders, other members of the securities market and the public in general that, as of January 2014, it will adopt the "hedge accounting" in accordance with market practices and related regulations (CPC 38), aiming to eliminate volatility in the exchange variation of the Company's result.

This procedure is based on the effectiveness of export estimates over time, when compared to the flow of amounts payable subject to foreign exchange variation, mainly the dollar of the United States, which are diluted in the long run.

The use of this practice, in the opinion of Management, reflects more appropriately the results of the Company with regard to the assets and liabilities exposed to foreign currency fluctuation.

Caxias do Sul, January 29, 2014.

Geraldo Santa Catharina
Investor Relations Director