



RANDON S.A. IMPLEMENTOS E PARTICIPAÇÕES

Listed Company

MATERIAL FACT

Randon S.A. Implementos e Participações ("Company"), a listed company, headquartered at Av. Abramo Randon, 770, Caxias do Sul, RS, in compliance with the rules established in Law 6,404, dated December 15, 1976, as amended ("Corporation's Law) and CVM Instruction no. 358 of January 3, 2002 and subsequent amendments ("CVM Instruction 358"), hereby informs its shareholders and the market in general, that at a Board of Directors Meeting held on this date, the Directors resolved to formalize a favorable opinion for the acquisition by the subsidiary Fras-le S.A. ("Fras-le") of the shares representing 100% (one hundred percent) of the capital stock of Jofund S.A., a nonpublic corporation, registered under General Taxpayers' Registry ("CNPJ") no. 79.230.678 / 0001-10, headquartered in the City of Joinville (SC), which operates in the auto parts market with the brand Fremax. The transaction value is approximately R\$ 180,000,000.00 adjusted according to the assumptions of the estimated price on the closing date, as provided in the Agreement.

The Company's main objectives with the business are the expansion of Fras-le's product portfolio and the pursuit of its consolidation as one of the market leaders in the auto parts segment in Brazil, also reinforcing its product mix for global supply. Fras-le will effectively take control and management of the companies acquired on the closing date, which will occur after the fulfillment of the previous conditions, among them the approval of the Administrative Council of Economic Defense ("CADE") and the other antitrust agencies in other jurisdictions that may be applicable, and of its shareholders at an Extraordinary General Meeting.

The Company will keep its shareholders and the market timely and properly informed about the completion of the transaction. For more details, please contact our investor relations department: ri@randon.com.br or telephone +55 54 3239-2795.

Caxias do Sul (RS), August 8, 2018.

Geraldo Santa Catharina
Investor Relations Officer