



## **FRAS-LE S.A.**

Publicly-Held Company  
CNPJ/MF nº 88.610.126/0001-29

### **ANNOUNCMENT TO THE MARKET**

**FRAS-LE S.A.**, a publicly-held company with headquarters on Highway 122, Km RS 66, no. 10.945, Caxias do Sul, State of Rio Grande do Sul, enrolled with the General Taxpayers` Registry ("CNPJ/MF") under no. 88.610.126/0001-29 ("Company"), and proceeding with information related to the Material Fact dated December 10, 2016, informs its shareholders and the market in general that the conditions precedent to the signing of the Association Agreement (Joint Venture) with Federal Mogul VCS Holding BV ("YOU") have been satisfied, including approval by the Administrative Council for Economic Defense (CADE) to which the operation was subordinated.

As a result, all the documents required for the transfer of the equity interest acquired have been signed on this date. Said equity interest corresponds to 80.10% of the quotas representing the capital stock of Federal-Mogul Friction Products Sorocaba Sistemas Automotivos Ltda ("Company"). This way, Fras-le takes over the Management control of the Company, whose name will now be **Jurid do Brasil Sistemas Automotivos Ltda.**

Further information can be obtained with Fras-le Investor Relations Department, through the following channels: [ri@fras-le.com](mailto:ri@fras-le.com) or phone number + 55 54 3239-1532.

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

## **FRAS-LE S.A.**

Sérgio Lisboa Moreira de Carvalho  
Investor Relations Officer