



FRAS-LE S.A.

Publicly Listed Company

CNPJ/MF (National Registry of Legal Entities/Ministry of Finance) No. 88.610.126/0001-29

COMMUNICATION TO THE MARKET

FRAS-LE S.A., a publicly listed company headquartered at Rodovia RS 122, Km 66, No. 10.945, Caxias do Sul, in the State of Rio Grande do Sul, registered with the National Registry of Legal Entities of the Ministry of Finance ("CNPJ / MF") under No. 88.610.126 / 0001-29 ("Company"), hereby informs its shareholders and the market in general that it has renewed, for a further ten years, the distribution agreement with Meritor Heavy Vehicle Systems LLC, which has been in force since 2002, with the objective of continuing to serve the friction materials market for commercial vehicles in North America.

Further information can be obtained from the Fras-le Investor Relations Department by e-mail: ri@fras-le.com or by telephone +55 54 3239-1532.

Caxias do Sul (RS), July 17, 2018.

FRAS-LE S.A.

Sérgio Lisboa Moreira de Carvalho
Director of Investor Relations