

FRAS-LE S.A.

Publicly-Held Company

Corporate Taxpayer's Registry (CNPJ) No. 88.610.126/0001-29

MATERIAL FACT

Frasle Mobility (FRAS-LE S.A. | B3: FRAS3) ("Company"), a publicly-held company headquartered at Road RS 122, Km 66, No. 10.945, in the city of Caxias do Sul, state of Rio Grande do Sul, Brazil, pursuant to article 157, paragraph 4, of Law No. 6.404, dated December 15, 1976, as amended ("Brazilian Corporation Law") and Brazilian Securities Commission ("CVM") Resolution No. 44, dated August 23, 2021, hereby informs its shareholders and the market in general that its subsidiaries Fras-le México S. de R. L. de C.V. ("Fras-le México") and Fras-le North America, Inc. ("ENAI") have entered into an agreement, on this date, for the acquisition of a set of assets, including (a) 100% of the shares of Dacomsa, S.A. de C.V. ("Dacomsa") and, indirectly through Dacomsa, (b) 99,999884017% of the shares of Kuo Motor, S.A. de C.V. ("Kuo Motor") and 100% of the shares of Fricción y Tecnología S.A. de C.V. ("Fritec") and, collectively referred to as the "Acquired Companies", and (c) other tangible and intangible assets related to the businesses of the Acquired Companies ("Acquisition").

The Acquired Companies are part of the aftermarket division of the Group Kuo ("Kuo Refacciones") and hold the brands MORESA, TF VICTOR and FRITEC, whose products are distributed and marketed by Dacomsa. Dacomsa is one of the main distributors of spare parts in Mexico, with a broad access to channels and key players in the industry in that country. The brands MORESA and TF VICTOR are leaders in providing pistons and gaskets for engines, while FRITEC is a leader in providing brake pads and linings for light vehicles.

In 2023, the Acquired Companies recorded a net revenue of approximately BRL 1.4 billion. The total acquisition price equals to BRL2.1billion and is subject to adjustment as provided for in the sale and purchase agreement executed on this date. The closing, when Fras-le Mexico will effectively assume direct control of Dacomsa and indirect control of the other Acquired Companies, will occur after fulfillment of the preceding conditions.

The Acquisition is part of the Company's strategy to internationalize its business in the aftermarket industry by diversifying products and expanding brands in its portfolio. Frasle Mobility continues to reaffirm its position as one of the largest 'house of brands' in the Brazilian auto parts aftermarket, and after this acquisition, it will have the same representation in Latin America.

Finally, the Company will hold a video conference [on this date], at 7:00 PM (BRT – Brasilia Time) to provide information to the market and further clarification about this business. The shareholders and market will be duly and appropriately informed regarding the conclusion of the Acquisition.

[Click here](#) to access the videoconference.

Caxias do Sul (RS), June 24, 2024

Hemerson Fernando de Souza
Chief Investor Relations Officer