



FRAS-LE S.A.

Publicly Held Company in Brazil

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

Company Registry (NIRE) 3300004350

MATERIAL FACT

FRAS-LE S.A. [B3: FRAS3] (the "Company"), headquartered at Rodovia RS 122, km 66, No. 10,945, Caxias do Sul, Rio Grande do Sul, in compliance with the provisions of article 157, paragraph 4, of Law No. 6,404, dated December 15, 1976, as amended, and the provisions of the Brazilian Securities and Exchange Commission (*Comissão de Valores Mobiliários*) (the "CVM") Resolution No. 44, dated August 23, 2021, hereby informs its shareholders and the market in general that the board of directors of the Company, on the date hereof, and the Selling Shareholders (as defined below) approved a primary and secondary offering of the Company's common shares with restricted placement efforts in Brazil, (secondary exclusively within the scope of the eventual placement of the Additional Shares (as defined below)), in accordance with CVM Instruction No. 476, dated January 16, 2009, as amended, to no more than 75 professional investors headquartered or resident in Brazil (and subscribed by no more than 50 professional investors), and placement efforts to qualified institutional buyers (pursuant to Rule 144A of the U.S. Securities Act of 1933, as amended (the "Securities Act")) and elsewhere to institutional and other investors that are not U.S. persons (as defined in Regulation S of the Securities Act) (the "Restricted Offering") of up to 63,133,708 common shares of the Company (the "Shares"), comprised of a base offering consisting of 52,450,000 newly issued common shares of the Company to be sold by the Company ("Base Offering"), which may be increased by up to 10,683,708 Shares, at the offering price set in the Base Offering, to be sold by GIF V PIPE Fundo de Investimento em Participações Multiestratégia and Fundação Petrobras de Seguridade Social (the "Selling Shareholders" and the "Additional Shares", respectively).

The pricing of the Restricted Offering is expected to occur on April 7, 2022. The beginning of trading of the Shares on the São Paulo Stock Exchange (B3 S.A. – Brasil, Bolsa, Balcão) is expected to occur on the second business day after the disclosure of the price per Share, and the settlement of the Restricted Offering is expected to occur on the third business day after the disclosure of the price per Share.

The Restricted Offering has not been and will not be registered under the Securities Act, or any other U.S. federal and state securities laws, and the Shares may not be offered, sold, pledged or otherwise transferred in the United States or to U.S. investors, unless pursuant to a registration statement or in transactions exempt from, or not subject to, the registration requirements of the Securities Act.

In order to comply with CVM regulations and to ensure the participation of existing shareholders in the

Restricted Offering, a priority right will be given to existing shareholders of the Company to subscribe for up to all of the Shares (excluding the Additional Shares, if applicable) to be placed through the Restricted Offering pro rata to their shareholdings in the Company's capital ("Priority Offering"). Therefore, all of the Shares to be offered in the Restricted Offering (excluding the Additional Shares, if applicable) will be offered to existing shareholders first pursuant to the Priority Offering and existing shareholders may exercise their rights from (and including) March 30, 2022 up to (and including) April 5, 2022. The Priority Offering, which will be made in Brazil concurrently with the Restricted Offering, has not been and will not be registered under the Securities Act or any other U.S. federal or state securities laws. Accordingly, the Priority Offering is only available to investors in the United States or to U.S. persons in reliance on exemptions from registration provided under the Securities Act.

This material fact is for informational purposes only, and should not, under any circumstances, be interpreted as, nor constitute, an investment recommendation, or an offer to sell, advertise, solicit or offer to buy or an announcement of a public offering of any securities issued by the Company, in Brazil, the United States of America or any other jurisdiction.

Any information contained herein shall not be taken, transmitted, disclosed, distributed, or disseminated in the United States of America. The distribution of announcements and the offering and sale of securities in certain jurisdictions may be prohibited by law. No securities issued by the Company will be offered or sold in the United States of America absent registration or an applicable exemption from registration under the Securities Act.

The Company will maintain its shareholders and the market informed of any relevant updates regarding the Restricted Offering through the communication channels the Company regularly uses for the disclosure of relevant information.

Caxias do Sul, March 30, 2022

Hemerson Fernando de Souza

Investor Relations Officer