

TAURUS ARMAS S.A.
PUBLICLY-TRADED COMPANY
National Registry of Legal Entities/Ministry of Finance no. 92.781.335/0001-02
NIRE 43 3 0000739 1

MATERIAL FACT

São Leopoldo - September 10, 2019 – Taurus Armas S.A. (“Company”), listed in Level 2 of B3, in compliance with the provisions of Law No. 6,404 of December 15, 1976 (“Brazilian Corporate Law”) and the regulations of the Brazilian Securities Commission (“CVM”) , in particular CVM Instruction No. 358 of January 3, 2002, continuing the Material Facts disclosed on January 9, March 11 and March 19, 2019, hereby informs its shareholders and the market that on September 6, 2019 the US District Court for the Southern District of Florida granted *final approval* to the settlement of the lawsuit filed by William Burrow, Oma Louise Burrow, Suzanne M. Bedwell and Ernest D. Bedwell against Taurus and its US subsidiary, Braztech International L.C.

If no appeal is filed by any of the parties or third parties concerned within the legal time limit, such settlement shall become final. All payments provided for in the agreement, previously informed, were provisioned in the Company's 2018 result. Therefore, it will have no effect on the 2019 result, only cash effect.

Taurus, in compliance with the legislation currently in effect, shall keep its shareholders informed about the outcomes.

For additional information, please contact the Company's Shareholders Department (<http://www.taurusri.com.br>) at (051) 3021.3079 or by e-mail: ri@taurus.com.br.

Sergio Castilho Sgrillo Filho
Director of Investor Relations
Taurus Armas S.A.