



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, 25 November 2019 - Taurus Armas S.A., ("Company" or "Taurus"), listed in Level 2 of B3 (Symbols: TASA3, TASA4), in compliance with the provisions of Law n. 6,404, of December 15, 1976, as amended ("Brazilian Corporate Law"), and the regulations of the Brazilian Securities Commission ("CVM"), in particular CVM Instruction n. 358 of 03 January 2002, continuing the Material Facts disclosed on 18 February and 22 August 2019, hereby informs its shareholders and the market that, after authorization by its Board of Directors, an addendum to the Memorandum of Understanding (MoU) was signed, extending its period of validity by a further six (06) months to allow for the feasibility study and the establishment of a joint venture in India to be finalized. This extension represents an important advance in the negotiations as both companies agreed to the disclosure of the parties involved in this agreement.

The company's Indian partner is Jindal Group, India's largest steelmaker and one of the top ten in the world, with revenues in excess of US\$ 24 billion, EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortization) of US\$ 5 billion and 200,000 employees worldwide, with 45,000 professionals in the steel division alone. The Jindal Group operates in several industries, such as: energy, steel, ore, oil, gas and infrastructure. Founded in 1952, it is considered one of the largest Indian industrial groups.

The continuity of negotiations aimed at executing this Agreement is another important step in Taurus's global strategy within the scope of its restructuring process based on sustainable profitability, quality and improvement of financial and operational indicators, in addition to strong and solid investments in the development of new products and technologies.

Taurus will keep its shareholders and the market duly informed of any new information regarding the matter addressed in this Material Fact.

SERGIO CASTILHO SGRILLO FILHO
ADMINISTRATIVE AND FINANCIAL OFFICER
DIRECTOR OF INVESTOR RELATIONS
TAURUS ARMAS S.A.