

BIOSEV S.A.

PUBLICLY-HELD COMPANY

CORPORATE TAXPAYER'S ID (CNPJ/MF): 15.527.906/0001-36

COMPANY REGISTRY (NIRE): 35.3.0034518.5

CVM REGISTRY: 22845

MATERIAL FACT

Biosev SA, ("**Company**") (B3: BSEV3), in compliance with the provisions of CVM Instruction no. 358, dated January 3rd, 2002, as amended, hereby informs its shareholders and the market in general that, in the date hereof, the Company entered into a Sale and Purchase Agreement of Quotas and Other Covenants ("**Agreement**") establishing the sale ("**Transaction**") of the entire capital stock of Usina Estivas Ltda., a company controlled by the Company ("**Usina Estivas**") to Pipa Agroindustrial Ltda., a company enrolled under corporate taxpayer's ID (CNPJ/MF) No. 21.730.100/0001-43, controlled by an investment fund managed by Socopa Sociedade Corretora Paulista S.A., after the transfer to Usina Estivas of the assets, rights, obligations and liabilities that compose the commercial establishment located in the Municipality of Arez, State of Rio Grande do Norte, Brazil, a company enrolled under corporate taxpayer's ID (CNPJ/MF) No. 15.527.906 / 0008-02, owned by the Company.

The total amount to be paid by Pipa Agroindustrial Ltda., under the terms of the Agreement, is R\$ 203,600,000.00, subject to certain potential adjustments. Furthermore, the conclusion of the Transaction is subject to the fulfillment of certain conditions precedent, including the execution of guarantee agreements and approval by counterparties of agreements related to Usina Estivas.

The Transaction was approved by the Board of Directors of the Company and is part of the Company's operational competitiveness program which includes reviewing potential strategic alternatives related to its portfolio of assets, as well as diversifying its financing sources, aiming at increasing its cash generation and strengthening its capital structure.

São Paulo, September 20th, 2018.

Gustavo Lopes Theodozio

Chief Financial and Investor Relations Officer