

**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**, a publicly-held company headquartered in the city of São Paulo, State of São Paulo, at Avenida Brigadeiro Faria Lima, No. 1,355, 11<sup>th</sup> floor, Pinheiros, registered with CNPJ/MF under No. 15.527.906/0001-36 ("**Company**") (B3: BSEV3), in compliance with article 157, paragraph 4, of Law 6404/76 and the provisions of Instruction of the Securities and Exchange Commission no. 358, dated January 3<sup>rd</sup>, 2002, and in compliance with its corporate governance principles, hereby informs its shareholders and the market in general, in continuity of the Material Facts dated 12 March 2018 and 28 March 2018 and the Shareholders Announcements dated 16 April 2018, 23 May 2018 and 30 May 2018, of the following:

**The capital increase of the Company, as approved by the Shareholders' Meeting held on 16 April 2018, was ratified today by the Board of Directors of the Company, in the total amount of R\$3,459,460,592.16, with the issuance of 800,801,063 new common shares, equivalent to 72.18% of the capital increase initially approved, which includes the full capitalization of the advance for future capital increase made by its controlling shareholder on 28 March 2018.**

The Company continues to be focused on increasing its cash generation and strengthening its capital structure through its operational competitiveness program, which includes reviewing potential strategic alternatives related to its portfolio of assets, as well as diversifying its financing sources.

The Company will keep shareholders and the market informed of any new development in this regard.

São Paulo, June 12<sup>th</sup>, 2018.

**Gustavo Theodozio**

Chief Financial and Investor Relations Officer