

## **InterCement Announces a Significant Move to Materially Enhance its Capital Structure and Focus its Business Interests**

SÃO PAULO, SP, Brazil, Oct. 26, 2018 -- InterCement Participações, S.A., one of the world's largest international cement producers, announces the signing of a definitive agreement to sell its operations in Portugal and Cape Verde to Ordu Yardımlaşma Kurumu (OYAK) of Turkey.

The sale includes 3 integrated cement plants and 2 independent milling facilities, with a total cement production capacity of 9.1 million tons, 46 concrete units, 2 dry mortar units, 17 quarries and a cement bagging plant. The closing of this transaction is subject to usual and customary closing conditions, including regulatory approvals.

InterCement will allocate a relevant portion of the net proceeds from this sale to reduce its indebtedness and, consequently, materially strength its capital structure. This transaction is an important component of InterCement's Liability Management program, which it publicly announced in early 2017 and which included cash equity contributions that also served to reduce the Company's financial leverage and enhance its capital structure.

Upon completion, this transaction will permit InterCement to focus its business interests on its unique cement footprint in South America and Africa, encompassing 39 million tons of installed capacity at 35 cement plants. This transaction will enable InterCement to achieve the full potential of its organization and assets, as these regions continue to grow and enjoy higher cement consumption.