



COSAN S.A.

Corporate Taxpayer ID (CNPJ) 50.746.577/0001-15

Company Registry (NIRE): 35.300.177.045

Publicly Held Corporation

MATERIAL FACT

COSAN S.A. (B3: CSAN3) ("Cosan" or "Company"), in compliance with CVM Instruction 358/02, hereby informs the market that its subsidiary COMGÁS - COMPANHIA DE GÁS DE SÃO PAULO ("Comgás") released, on the present date, the following information:

I – GAS SUPPLY

Complementing the Material Fact released by Comgás on October 17, 2018, and in accordance with Comgás' Board of Directors' meeting held today, the conditions for the effectiveness of contractual amendments for natural gas supply between Comgás and Petróleo Brasileiro S.A. – PETROBRAS ("Petrobras") providing for the renewal of these agreements until 2021 were implemented on this date. Among these conditions, the Parties ended the lawsuits related to gas supply agreements, which will result in Comgás' payment of the accrued approximate amount of one billion Reais (R\$1,000,000,000.00) to Petrobras. These amendments were approved by the Regulatory Agency of Sanitation and Energy of the State of São Paulo – ARSESP ("ARSESP"), pursuant to Resolution No. 814/18.

In addition, Comgás and Petrobras negotiated binding commitment statements assuring Comgás' natural gas supply from January 1, 2022, until December 31, 2027, and the agreements deriving from these statements shall be submitted to ARSESP's approval at an appropriate occasion.

II – CONCLUSION OF OTHER LEGAL DISPUTES

Comgás and Petrobras ended on this date the lawsuits filed by Comgás not relating to the gas costs. As a result, Comgás will be indemnified by approximately eight hundred million Reais (R\$800,000,000.00) before monetary variations and tax deduction, which will be reported in its next financial statements.

São Paulo, November 13, 2018

Marcelo Eduardo Martins
Chief Financial and Investor Relations Officer