

MATERIAL FACT

Rio de Janeiro, December 28th, 2018 – CR2 EMPREENDIMENTOS IMOBILIÁRIOS S.A (“Company”), in accordance with section 4th of article 157 of Law nº 6.404, from December 15th, 1976 (“Law nº 6.404/76”), and with the Instruction nº 358, issued by the Brazilian Securities and Exchange Commission (“CVM”) on January 3rd, 2001 (“Instruction nº 358”), hereby informs its shareholders and the public that one of its subsidiaries - CR2 HC Empreendimentos Ltda. -, entered into a transaction for receipt the total amount of eight million and six hundred thousand reais (R\$ 8,600,000.00) up to 09/10/2019. As a result of the transaction, the litigations indicated in the Company's explanatory notes (annulment action of arbitration award and action of execution of arbitration award) were closed.

Of the total amount agreed R\$ 4,800,000.00 (four million, eight hundred thousand reais) have already been received in cash and R\$ 1,600,000.00 (one million, six hundred thousand reais) in shares / quotas, which represent minority interests of third parties in subsidiaries of the Company.

Felipe Shalders

CEO and Investor Relations Officer