



Disclosure and Negotiation Policy

1. A disclosure policy of its acts and businesses is instituted by CIA DE FERRO LIGAS DA BAHIA – FERBASA, with the adoption of good commerce practices, aiming to protect rights and interests of shareholders and investors, as well as of employees, suppliers and clients, mainly with the systematic disclosure of information related to material acts and facts.

1.1. It is considered a material act or fact any decision of the controlling shareholder, resolution of the General Meeting or of the Company's management bodies, or any other political-administrative, technical, business or economic-financial act or fact occurred or related to its businesses which may considerably influence:

I – the quotation of the securities issued by the company or related to them;
II – the decision of investors to buy, sell or maintain those securities;
III – the decision of investors to exercise any rights inherent to the condition of holders of securities issued by the company or related to them.

1.2. The practices adopted in these rules obligate controlling shareholders, administrators and fiscal council members, as well as employees who have privileged access - of FERBASA and of its Subsidiaries – to make a declaration of express compliance with the rules, undertaking to strictly comply with them.

1.3. FERBASA shall maintain at its headquarters the always current list of persons who execute the declaration of compliance, with the indication of position or function, and complete identification, identity card number and Individual Taxpayer's ID (CPF).

2. The Investor Relations Officer has as attribute and responsibility promotion of the disclosure of the material facts, being incumbent upon him to manage FERBASA's disclosure policy, and whenever requested, offer clarifications to the Public Power, to the Brazilian Securities and Exchange Commission (CVM), to shareholders, to investors and to the stock market.

2.1. All Administrators, Members of the Fiscal Council and persons listed in item 1.2 are obligated to communicate the Investor Relations Officer the occurrence of a material fact or act as soon as they are aware of it.

2.2. If the Investor Relations Officer does not promote the immediate disclosure, the Communicant shall submit the issue immediately to the Board of Directors. If the Board denies disclosing the material fact, the Communicant shall report the fact for CVM's examination.

3. The occurrence of a material act or fact shall be immediately communicated to the CVM, to the São Paulo Stock Exchange and to the Stock Exchange of Bahia, Sergipe and Alagoas, Stock Exchange of Minas Gerais, Espírito Santo and Brasília, Stock Exchange of the Far South and disclosed in the widely circulated newspapers normally used by FERBASA. It may also be disseminated by electronic means and other appropriate means.

3.1. The disclosure of a material act or fact shall be made before the beginning or after the end of the business day of the stock exchanges in which FERBASA's shares are traded.

3.2. Exceptionally, a material act or fact shall not be disclosed when its publication jeopardizes FERBASA's legitimate interests.

However, the material fact shall be immediately disclosed in the event such information escapes from control or in the event of atypical fluctuations in the quotation, price or quantity traded of securities issued by FERBASA or related to it.

3.3. The Management, Fiscal Council Members and all persons listed in item 1.2 shall keep absolute secrecy of the information related to a material act or fact to which they have access, requiring their subordinates and trustworthy third parties, including consultants and auditors, to do so as well.

3.4. Before the disclosure to the market of a material act or fact occurred in FERBASA's businesses, it is prohibited the trading of securities issued by it, or related to them, by the Company, direct or indirect controlling shareholders, Officers, Members of the Board of Directors, of the Fiscal Council and of any bodies with technical or advisory functions to be created by provision of the Bylaws, or by whoever, by virtue of his position or function in the publicly-held company and its subsidiaries, is aware of the information related to the material act or fact.

3.5. The same prohibition is applied to whoever is aware of the information related to a material act or fact, knowing that it is information not yet disclosed to the market, especially those who have a commercial, professional or trustworthy relationship with the Company, such as independent auditors, securities analysts, consultants and institutions integrating the distribution system, to whom it is incumbent upon to verify concerning the disclosure of the information before trading with securities issued by the Company or related to them.

3.6. Without adverse effects to the provisions in the previous item, the prohibition of the caput is also applied to the administrators who withdraw from the Company's management before the public disclosure of a business or fact started during his management period, and shall be extended to the term of six months after his withdrawal.

4. The officers, and the members of the Board of Directors, Fiscal Council and any bodies with technical or advisory functions to be created by provision of the Bylaws, are obligated to communicate to the CVM, to the Company and, as the case may be, to the stock exchange and

entity of organized over-the-counter market in which the securities issued by the Company are admitted for trading, the number, characteristics and form of acquisition of the securities of its issuance and issuance of subsidiaries or parent companies, which are publicly-held companies, or related to them, of which they are holders, as well as the alterations in their positions.

4.1. The officers, and the Members of the Board of Directors, Fiscal Council and any bodies with technical or advisory functions to be created by provision of the Bylaws , shall make the communication mentioned in Item 4, caput immediately after investiture in the position, and in the maximum term of ten (10) days after the end of the month in which the alternation of the positions held by them has been verified, indicating the balance of the position in the period.

The natural persons mentioned in item 4.1 shall also indicate the securities which are held by their spouses from whom they are not legally separated, partners, any dependent included on their annual income tax return, and of direct or indirect subsidiaries.

The rules of this resolution related to the disclosure may be changed at any time by the Board of Directors, as long as the relative laws and CVM's regulatory acts are complied with.

The controlling shareholders and all Officers of FERBASA and of its subsidiaries and all Members of the Board of Directors shall execute the Declaration of Compliance (Attachment) being obligated to strict compliance with these rules.