



NOTICE TO THE MARKET

Votorantim S.A. (“VSA”) hereby informs that, on February 22, 2017, it entered into an agreement with ArcelorMittal Brasil (“AMB”) and its shareholders, pursuant to which Votorantim Siderurgia S.A. (“VSBR”) will become a subsidiary of AMB (“Transaction”). The Transaction comprises VSBR’s operations in Brazil and does not include Acerías Paz del Río, in Colombia, and Acerbrag, in Argentina, which will continue to integrate the long steel business in VSA’s portfolio.

Given the challenging scenario that the global steel market has been facing in recent years, this Transaction aims to capture synergies from the combination of the long steel business of the two companies in Brazil. With the Transaction VSA will hold a minority stake in AMB.

The Transaction is subject to legal approvals in Brazil, including the approval of the *Conselho Administrativo de Defesa Econômica* (CADE), and to the satisfaction of certain conditions precedent to closing established in the Transaction documents.

ArcelorMittal is the world's leading steel and mining company, with a presence in 60 countries and an industrial footprint in 19 countries. In 2016, ArcelorMittal had revenues of \$56.8 billion and crude steel production of 90.8 million tonnes, while own iron ore production reached 55.2 million tonnes. ArcelorMittal is listed on the stock exchanges of New York, Amsterdam, Paris, Luxembourg and on the Spanish stock exchanges of Barcelona, Bilbao, Madrid and Valencia.

Until the closing of the Transaction, VSBR and AMB will remain fully separate and independent companies.

São Paulo, February 23, 2017.

Votorantim S.A.