



GERDAU S.A.

Corporate Taxpayer ID (CNPJ/MF): 33.611.500/0001-19

NOTICE TO SHAREHOLDERS

PAYMENT OF DIVIDENDS

We would like to inform our Shareholders that the Board of the company GERDAU S.A., in meeting held on February 20th, 2019, deliberated about the proposal presented by management with regard to the payment of dividends for the fourth quarter of the fiscal year ended on December 31st, 2018. The value of R\$ 0.10 will start to be paid on March 18th, 2019 to shareholders of record on March 06th, 2019. The payment constitute an anticipation of the annual minimum dividends, as stated in the by-laws.

Please note that shares acquired on March 07th, 2019, and thereafter, will be traded EX-DIVIDEND.

Additional information can be obtained from our Investor Relations Department, located at
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São Paulo, February 21st, 2019.

Harley Lorentz Scardoelli
Executive Vice President
Investor Relations Director