



BANCO DO ESTADO DO RIO GRANDE DO SUL S.A.
Taxpayer's ID (CNPJ) 92.702.067/0001-96

MATERIAL FACT

BANCO DO ESTADO DO RIO GRANDE DO SUL S.A. ("Banrisul"), pursuant to Instruction No. 358 of the Brazilian Securities and Exchange Commission ("CVM") of January 3, 2002, as amended and in compliance with Law No. 6404, of December 15, 1976, as amended, as well as according to the Material Fact published on December 6, 2017, hereby informs shareholders, market and stakeholders in general that the Government of the State of Rio Grande do Sul announced that it has decided not to carry out the follow on transaction under the terms disclosed by in the Material Fact of October 4, 2017.

Porto Alegre, April 06, 2018.

Ricardo Richiniti Hingel
Chief Financial and Investor Relations Officer
Banco do Estado do Rio Grande do Sul S.A.