

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

MATERIAL FACT

COMPLEMENTARY INTEREST ON EQUITY PAYMENT RELATED TO THE 4th QUARTER OF 2018

We inform shareholders that the Board of Executive Officers, in the meeting held on this date, approved of the distribution of complementary interest on equity for the 4th quarter of 2018 in the amount of R\$45,000,000.00 (forty five million reais), in accordance with the Dividend and Interest on Equity Quarterly Payment Policy. The interest on equity will amount to R\$0.10998992 for ON share, R\$0.12098891 for PNA share and R\$0.10998992 for PNB share.

Approved conditions:

- shareholders registered in the Company's records on December 26, 2018 will be benefited, and shares traded "ex-right" as of December 27, 2018; and
- the payment will take place on January 15, 2019 at the net amount of R\$0.09349143 per ON share, R\$0.10284057 per PNA share and R\$0.09349143 per PNB share, after the withholding of Income Tax at source at the rate of 15%, except for shareholders that declare their tax exemption status until January 04, 2019.

The payment will be made as informed below:

- credited to the accounts of shareholders holding accounts in Banrisul, subject to the updating of their register, if applicable. For the remaining shareholders, the payment will be made at any branch of Banrisul, upon shareholder's identification, or
- holders of shares in custody at B3 S.A. – Brasil, Bolsa, Balcão will receive the payment of interest on equity through the brokerage firm where they maintain the respective deposit.

As stated in article 79 of the Company's Bylaws, in article 9 of Law No. 9249/95 and in item V of the Instruction No. 209/96 of the Brazilian Securities and Exchange Commission (Comissão de Valores Mobiliários – CVM), the net amount of Interest on Equity will be credited to the dividend referring to fiscal year 2018. Pursuant to the article 287 of Law No. 6404, unclaimed interest on equity payments expires within three years from the date they were made available to the shareholder.

Porto Alegre, December 20, 2018.

Júlio Francisco Gregory Brunet
Chief Planning, Service Channels and Investor Relations Officer
BANRISUL

For further information, please contact:

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