



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

**MATERIAL FACT**  
**INTEREST ON EQUITY PAYMENT RELATED TO THE 2<sup>nd</sup> QUARTER OF 2018**

We inform Shareholders the credit for payment of quarterly interest on equity for the 2<sup>nd</sup> quarter of 2018, in accordance with the Dividend and Interest on Equity Payment Policy, defined in the Board of Directors meeting held on June 6, 2008, for the amount of R\$88,300,000.00 (eighty-eight million and three hundred thousand reais), which, after withholding of income tax, will result in the net value of R\$75,055,000.00 (seventy-seven million and fifty-five thousand reais).

The interest on equity per class/type of share will amount to R\$0.21590589 for ON shares, R\$0.21590589 for PNA shares and R\$0.21590589 for PNB shares, whereas the net amount will be R\$0.18352001 for ON shares, R\$0.18352001 for PNA shares and R\$0.18352001 for PNB shares, after income tax withholding at source (15%), except for corporate shareholders with proof of immune or exempt condition, which should be produced until June 16, 2018 and delivered at the following address:

**Banco do Estado do Rio Grande do Sul - Unidade de Relações com Investidores**  
**Rua Caldas Júnior, 108 – 7º Andar – Centro – Porto Alegre – RS – Brazil - CEP: 90018-900**  
Phone: +55 51 3215-3232 - Facsimile: +55 51 3215-3200 - E-mail: ir@banrisul-ri.com.br

The payment to the shareholders registered in our records as of May 14, 2018 will take place on June 29, 2018, as follows:

- credited to the accounts of the shareholders holding accounts in Banrisul, subject to updating 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.

The Company's shares will be traded "ex-right" of additional Interest on Equity for 2Q18 as of May 15, 2018.

As stated in article 79 of the Company's Bylaws, in article 9 of Law No. 9,249/95 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 pertinent legislation, Law No. 6404 - article 287, unclaimed interest on equity payments expires in three years, as from the date they were made available to the shareholder.

Porto Alegre, May 09, 2018.

**Júlio Francisco Gregory Brunet**  
**Chief Planning, Service Channels and Investor Relations Officer**  
**BANCO DO ESTADO DO RIO GRANDE DO SUL S.A.**