

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 2nd QUARTER OF 2019

We inform Shareholders that, in accordance with the Dividend and Interest on Equity Payment Policy, in the meeting of the Board of executive Officers held on May 13, 2019, it was approved of the payment of quarterly interest on equity for the 2nd quarter of 2019, in the amount of R\$116,477,951.27 (one-hundred sixteen million, four-hundred seventy seven thousand, nine-hundred fifty one reais and twenty seven cents), with the amount per class/type of share being R\$0.28480494 for ON shares, R\$0.28480494 for PNA shares and R\$0.28480494 for PNB shares.

Shareholders registered in the Company's records on May 16, 2019 (date of declaration) will benefit, and the shares will be traded "ex-right" as of May 17, 2019.

The payment will occur on June 24, 2019 at the net amount of R\$0.24208420 per ON shares, R\$0.24208420 per PNA shares and R\$0.24208420 per PNB shares, after the 15% (fifteen per cent) income tax withholding, except for shareholders legal persons exempt from said taxation and that prove their status as immune or exempt until May 23, 2019, being then entitled to receiving the declared amount.

The payment to the shareholders will occur 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.

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 13, 2019.

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

For questions and/or additional information, please contact the Investor Relations Unit by email (RI_Acionistas@banrisul.com.br) or phone +55 (51) 3215-3232.