



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 2016

We inform Shareholders the payment of quarterly interest on equity for the 2nd quarter of 2016, in accordance with the Dividend and Interest on Equity Payment Policy defined in the Board of Directors meeting held on May 6, 2008, for the amount of R\$76,823,052.51 (seventy-six million, eight hundred and twenty three thousand, fifty-two reais, fifty-one cents) which, after withholding of income tax, will result in the net amount of R\$65,299,594.63 (sixty-five million, two hundred and ninety-nine thousand, five hundred ninety-four reais and sixty-three cents).

The interest on equity per class/type of share will amount to R\$0.18784315 for ON shares, R\$0.18784315 for PNA shares and R\$0.18784315 for PNB shares, whereas the net amounts will be R\$0.15966667 for ON shares, R\$0.15966667 for PNA shares and R\$0.15966667 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 17, 2016 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 payments to the shareholders registered in our records as of June 13, 2016, will take place on June 30, 2016, 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
- The holders of shares in custody at BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros will receive the interest on equity payments through the brokerage firm where they carry out the respective deposit.

The Company's shares will be traded "ex-right" of Interest on Equity for 2Q16 as of June 14, 2016.

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 2016.

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, June 08, 2016.
Ricardo Richiniti Hingel
CFO & Investor Relations Officer
Banco do Estado do Rio Grande do Sul S.A - Banrisul