

NOTICE TO THE MARKET

PETRORIO ENTERS B3'S SMALL CAPS INDEX

Rio de Janeiro, May 14, 2018 - Petro Rio SA ("Company" or "PetroRio") (B3: PRIO3) announces to its shareholders and to the market in general that as of May 2018, it entered B3's SMLL (Small Caps), IBrA (Brazilian Broad) and IGCT (Corporate Governance Trade) indexes.

The Company, which had already been part of the IGCX (Differentiated Corporate Governance Index), IGC-NM (Corporate Governance Index - Novo Mercado) and ITAG (Differentiated Tag Along) indexes, is now listed in a total of six indexes on the São Paulo Stock Exchange.

The SMLL, IBrA and IGCT indexes evaluate, among other issues, the performance and valuation of listed companies over time, offering a segmented view of the stock market, by measuring the behavior of the most representative shares within the chosen criteria. The presence in the indexes increases the Company's visibility, increasing demand for the Company's shares.

The event is a result of the Company's deliveries, and its efforts in increasing its relevance and awareness. PetroRio remains focused on its growth strategy, while seeking to create value for its shareholders.

Sedar Profile # 00031536

About PetroRio

PetroRio is one of the largest independent companies in the oil and gas production in Brazil. The Company's corporate culture seeks to increase production through the acquisition of new production assets, the re-exploration of assets, increased operational efficiency and reduction of production costs and corporate expenses. PetroRio's main objective is to create value for its shareholders with growing financial discipline and preserving its liquidity, with full respect for safety and the environment. For further information, please visit the Company's website: www.petroriosa.com.br.

Disclaimer

This news release contains forward-looking statements. All statements other than statements of historical fact contained in this news release are forward-looking statements, including, without limitation, statements regarding our drilling and seismic plans, operating costs, acquisitions of equipment, expectations of finding oil, the quality of oil we expect to produce and our other plans and objectives. Readers can identify many of these statements by looking for words such as "expects", "believe", "hope" and "will" and similar words or the negative thereof. Although management believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct. By their nature, forward-looking statements require us to make assumptions and, accordingly, forward-looking statements are subject to inherent risks and uncertainties. We caution readers of this news release not to place undue reliance on our forward-looking statements because a number of factors may cause actual future circumstances, results, conditions, actions or events to differ materially from the plans, expectations, estimates or intentions expressed in the forward-looking statements and the assumptions underlying the forward-looking statements.

INVESTOR RELATIONS