

QGEP Participações S.A.
CNPJ/MF nº 11.669.021/0001-10
Publicly Held Company

NOTICE TO THE MARKET

QGEP Reports on 2nd Quarter 2018 Production

Rio de Janeiro, July 03rd, 2018 – QGEP Participações S.A. (“QGEP”, “Company”, B3:QGEP3”) the first publicly-traded independent Brazilian oil and gas company to operate in the premium pre-salt areas in Brazil released 2nd quarter 2018 production.

QGEP’s total production in 2Q18 was 1.431,3 thousand barrels of oil equivalent (boe). Please find below the detailed information for each Field.

Gas Production at Manati Field (April 1-June 30, 2018)

| | 2Q18 |
|--|-------------|
| Total Production of the Field (in Million m ³) | 442.8 |
| Average Daily Production of the Field (MM m ³ /day) | 4.9 |
| Total Production, net to QGEP (in Million m ³) | 199.2 |

Oil Production at Atlanta Field (May 2-June 30, 2018)

| | 2Q18 |
|---|-------------|
| Total Production of the Field (bbl) | 593,718 |
| Average Daily Production of the Field (bbl/day) | 9,895 |
| Total Production, net to QGEP (bbl) | 178,115 |
| Offloads, net to QGEP (bbl) | 146,208 |

The Atlanta Field’s production commenced May 02nd, 2018 and is currently in the stabilization phase. This amount doesn’t reflect the daily average production expected for the upcoming months and, up to now, we reiterate the projection already disclosed by the Company of 16 kbb/d, with a potential 10% variation higher or lower, after the stabilization phase.

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About Queiroz Galvão Exploração e Produção

QGEP Participações S.A. is one of Brazil’s largest producing company in the Brazilian Exploration and Production (E&P) private sector, and the first and only private Brazilian company to operate in the premium pre-salt area in Brazil. QGEP was qualified by the ANP to act as “Operator A” in Deep and Ultra-Deep Waters. The Company has a diversified portfolio of high quality and high potential exploration and production assets. Furthermore, it owns 45% of the concession for the Manati Field located in the Camamu Basin, which is one of the largest non-associated natural gas fields under production in Brazil. Manati Field has been in operation since 2007, and has average production capacity of approximately 6 million of m³ per day. For more information, access www.qgep.com.br/ri