



**Oi S.A. – In Judicial Reorganization**  
Federal Taxpayers' (CNPJ/MF) No. 76.535.764/0001-43  
Board of Trade (NIRE) No. 33.30029520-8  
Publicly-Held Company

### **NOTICE TO THE MARKET**

**Oi S.A. – In Judicial Reorganization**, in accordance with the provision set forth in Article 12 of CVM Instruction No. 358/02, hereby informs that it received yesterday a letter from **JPMorgan Chase &Co.**, with the information below:

*“New York, January 18, 2019*

**To**

**OI S.A. (“Company”)**

*Investors Relations Office*

*Humberto de Campos, 425 – 8<sup>th</sup> floor, Leblon*

*Zip Code: 22430-190*

*City: Rio de Janeiro/RJ*

*Attn.: Investors Relations Officer*

*Ref.: Reduction of the relevant participation in the Company*

*Dear Sirs,*

*JPMorgan Chase &Co. (“JP Morgan”), in the capacity of manager of investment funds, vehicles and investment accounts, hereby informs, in accordance with article 12 of the CVM Instruction No. 358/2002 (“ICVM 358”), the following:*

- 1. The relevant shareholding of certain funds, vehicles and investment accounts managed by JP Morgan, in accordance with information set forth in the letter dated as of December 12, 2018, was reduced to less than 5% of the total number of common shares issued by the Company.*
- 2. This reduction of participation took place solely because of the Company’s issuance of new common shares, resulting in a total amount of 3,828,979,960 common shares followed by the issuance, which diluted the ownership held by the funds, vehicles and investment accounts managed by JP Morgan.*
- 3. Accordingly, based on the Company’s share capital, the participation of certain funds, vehicles and investment accounts managed by JPMorgan decreased to 4.56% of the total common shares issued by the Company.*

4. In addition, we must report, in accordance with the provision set forth in article 12 of the ICVM 358, the following positions currently held by such funds, vehicles and investment accounts:

*Purchased position on physical settlement instruments*

<b>Type of Instrument</b>	<b>Type</b>	<b>Class</b>	<b>Total Shares</b>	<b>%</b>
Shares	Common Shares	N/A	114,345,491	2.98%
Stockholder Position	Common Shares	N/A	500,000	0.01%
American Depositary Receipts	ADRs	N/A	58,841,995	1.53%
Stockholder Position of the American Depositary Receipts	ADRs	N/A	1,239,000	0.03%
<b>Total Purchased Position</b>			<b>174,926,486</b>	<b>4.56%</b>

*Sold Position on physical settlement instruments*

<b>Type of Instrument</b>	<b>Type</b>	<b>Class</b>	<b>Total Shares</b>	<b>%</b>
Shares (put and call options)	Common Shares	N/A	(22,344,780)	(0.58%)
American Depositary Receipts	Put and Call Options	N/A	(15,978,580)	(0.41%)
<b>Total Sold Position</b>			<b>(38,323,360)</b>	<b>(1.00%)</b>

*Purchase Position on physical settlement instruments*

<b>Type of Instrument</b>	<b>Type</b>	<b>Class</b>	<b>Total Shares</b>	<b>%</b>
Derivative	Equity Swap	N/A	17,211,000	0.45%
<b>Total Purchased Position</b>			<b>17,211,000</b>	<b>0.45%</b>

*Sold Position on physical settlement instruments*

<b>Type of Instrument</b>	<b>Tipo</b>	<b>Classe</b>	<b>Total de Ações</b>	<b>%</b>
Derivative	Equity Swap	N/A	(114,356,503)	(2.99%)
<b>Total Purchased Position</b>	N/A	N/A	<b>(114,356,503)</b>	<b>(2.99%)</b>

5. The above-mentioned participation had the sole purpose to invest or to hedge financial risks from the contracting of derivative transactions with clients, and not to change the composition of the control or the administrative structure of the Company, notwithstanding the regular exercise of eventual voting rights by such investors.

Regards,

JPMorgan Chase &Co.”

Rio de Janeiro, January 18, 2019.

**Oi S.A. – In Judicial Reorganization**

Carlos Augusto Machado Pereira de Almeida Brandão  
Chief Financial Officer and Investor Relations Officer