



**Announcement** | Lisbon | 17 September 2016

## Notice to the Market disclosed by Oi

PHAROL, SGPS S.A. hereby informs on the Notice to the Market disclosed by Oi, S.A., according to the company's announcement attached hereto.

### PHAROL, SGPS S.A.

Public company  
Share capital Euro 26,895,375  
Registered in the Commercial  
Registry Office of Lisbon  
and Corporation no. 503 215058

PHAROL is listed on the  
Euronext (PHR). Information  
may be accessed on Bloomberg  
under the symbol PHRPL.

Luis Sousa de Macedo  
Investor Relations Director  
ir@pharol.pt  
Tel.: +351 212 697698  
Fax: +351 212 697949



**Oi S.A.-In Judicial Reorganization**  
 CORPORATE TAXPAYERS' REGISTRY [CNPJ/MF] No. 76.535.764/0001-43  
 BOARD OF TRADE [NIRE] No. 33 3 0029520-8  
 PUBLICLY-HELD COMPANY

**NOTICE TO THE MARKET**

**Oi S.A. - In Judicial Reorganization** ["Oi" or "Company"], in accordance with article 12 of CVM Instruction No. 358/02, informs the market that it has received a letter from CQS Directional Opportunities Master Fund Limited, as transcribed below:

*"Dear Sir or Madam,*

***NOTICE OF material shareholding in Oi S.A.***

<b><i>Name of shareholder, headquarters and Entity number</i></b>	<b><i>Compliance Manager</i></b>	<b><i>Other positions at Oi S.A.</i></b>	<b><i>Shareholding, Objective and Intention</i></b>
<b><i>Name:</i></b> CQS Directional Opportunities Master Fund Limited ("DOF")  <b><i>Address:</i></b> PO Box 309 Ugland House Grand Cayman KYI-1104 Cayman Islands  <b><i>Entity number:</i></b> MC 149859	7,405,200 Oi S.A. The preferred shares are held through contracts for difference  <b><i>Percentage:</i></b> 4.69% of OIBR4 BZ [BROIBRACNPR8]  <i>Trading date</i> September 15, 2016	1,370,200 Oi S.A. shares are held through contracts for difference  <b><i>Percentage:</i></b> 0.20% of OIBR3 BZ [BROIBRACNORI]  <i>Trading date</i> September 15, 2016	DOF does not intend to change the control or administrative structure of the company at the present moment

*Please contact us if you have any questions regarding this notice.*

*Best regards,*

*Colin Woods*  
*Compliance Manager”*

Rio de Janeiro, September 16, 2016.

**Oi S.A. – In Judicial Reorganization**  
Ricardo Malavazi Martins  
Chief Financial Officer and Investor Relations Officer