



IRB-BRASIL RESSEGUROS S.A.
Corporate Taxpayer's ID (CNPJ): 33.376.989/0001-91
Company Registry (NIRE): 333.0030917-9
Publicly-held Company

NOTICE TO THE MARKET

Rio de Janeiro, January 3rd, 2020 – IRB-Brasil Resseguros S.A. ("Company") informs its shareholders and the market in general that IRB Investimentos e Participações Imobiliárias S.A. ("IRB Participações Imobiliárias"), which is controlled by the Company, has, on this date, entered into a Quota Sale and Purchase Agreement and Other Covenants, by which IRB Participações Imobiliárias sold to XP Malls Fundo de Investimento Imobiliário – FII 94% of the quotas held by IRB INTERNACIONAL FUNDO DE INVESTIMENTO IMOBILIÁRIO - FII ("Fundo Imobiliário"), for the total price of R\$308,006,451.35 ("Price").

The arrangement represents a capital gain before taxes of R\$10,280,445.24 over the book value of the quotas of Fundo Imobiliário held by IRB Participações Imobiliárias, **which comprised the trading book (assets valued at their fair market price) of such company.**

The quotas of Fundo Imobiliário held by IRB Participações Imobiliárias were paid on October 22, 2015, and June 29, 2018. The annualized yield of such investment was 19.79% p.a., corresponding to approximately 213% of the CDI rate.