

## Notice to the Market

**CIELO S.A.** (“Company”) (B3: CIEL3 / OTC Nasdaq International: CIOXY) hereby, through this Notice to the Market, provides the due clarifications requested by Brazilian Securities and Exchange Commission (CVM), through Official Letter Nr. 58/2020/CVM/SEP/GEA-1, of March 05, 2020, as follows (“Official Letter”):

*“Official Letter Nr. 58/2020/CVM/SEP/GEA-1  
Rio de Janeiro, March 05, 2020.*

*To Mr.  
Gustavo Henrique Santos de Sousa  
Investor Relations Officer of CIELO S.A.  
Alameda Xingu, 512 - Alphaville  
Barueri – SP CEP: 06455-030  
Phone: (11) 2184-7814  
Email: [ri@cielo.com.br](mailto:ri@cielo.com.br)  
c/c: [emissores@b3.com.br](mailto:emissores@b3.com.br)*

*Subject: Request for Clarification on News Report.*

*Officer,*

*1. We refer to the news report published by Brazil Journal on March 03, 2020, under the title: “The Merits of a Stone-Cielo Merger”, with the following statements:*

*Cielo is currently an island with decreasing profitability surrounded by a sea of hungry sharks. As a result of this dynamic, there has been speculation about an M&A involving Cielo and Stone.*

*It is not clear if the conversations between the parties continue, but the idea - at first sight unlikely - would generate potential gains for everyone involved.*

*So far, most market speculation implicates Stone purchasing Banco do Brasil’s interest in Cielo. BB has already signaled its interest to sell, but the state machine is slow, and it seems that the process has not even started.*

*However, Stone is most likely to access Cielo’s capital through Bradesco and not through BB, especially considering that the Cidade de Deus bank has preemptive rights in the possible sale of BB’s interest to Stone.*

*2. On this matter, we request a statement from the issuer regarding the truth of the news and, if so, please explain the reasons why the Company understood that the matter did not require a material fact, and please comment on any further information deemed relevant.”*

## Company's Clarification

The Company, answering the Official Letter and in compliance with the provisions of Instruction 358 of January 3, 2002, issued by the Brazilian Securities and Exchange Commission, as amended, clarifies to its shareholders and the market in general that the Company is not aware of any information in the news report "*The Merits of a Stone-Cielo Merger*" published on March 03, 2020, by Brazil Journal.

We also report that the delay in answering was due to a failure in the screening process of the email received with the Official Letter.

Considering the above and believing that it has clarified the questions made in the Official Letter, the Company makes itself available to provide any further clarifications that may be needed.

Barueri, March 16, 2020.

**Gustavo Henrique Santos de Sousa**  
Chief Financial and Investor Relations Officer