

NOTICE

Pursuant to article 12, paragraph 4 of CVM Instruction 358 of January 3, 2002, Capital Research and Management Company, a company constituted and existing according to the laws of the United States of America, headquartered at 333, South Hope Street, Los Angeles, California 90071, United States of America ("CRMC"), in its capacity as an overseas investment management company, announces that, by means of stock exchange trades executed on behalf of its clients, including New World Fund Inc., registered with the corporate roll of taxpayers (CNPJ/MF) under no. 07.746.061/0001-41, sold its entire interest in the class B preferred shares ("Class B PN Shares") issued by Banco do Estado do Rio Grande do Sul S.A., a publicly-held company, registered with the corporate roll of taxpayers (CNPJ/MF) under no. 92.702.067/0001-96 ("Company"). On April 11, 2008, CRMC managed 17,135,000 Class B PN Shares of the Company, equivalent to 8.53% of the total PN shares. Capital Group International, Inc., a company in the same group as CRMC, in its capacity as the holding company of overseas investment companies, manages 9,600 Class B PN Shares of the Company, equivalent to 0.005% of total PN shares. At present, CRMC does not intend to acquire any specific number of shares in the Company. There are no convertible debentures held, directly or indirectly, by CRMC or related persons, there is no agreement or contract governing voting rights or the purchase and sale of securities of the Company in which CRMC or the related persons hold any interest.

November 10, 2008.

CAPITAL RESEARCH AND MANAGEMENT COMPANY