



## NOTICE TO THE MARKET

### SHARE CONVERSION

Banco do Estado do Rio Grande do Sul S.A. - Banrisul -, under the authorization for conversion of its Class A Preferred shares (PNA) into Class B preferred shares (PNB), hereby informs that, following the conversion of 13,501 (thirteen thousand, five hundred and one) Class A preferred shares, into 13,500 (thirteen thousand and five hundred) Class A preferred shares and into 1 (one) common share, the Company's capital was altered as follows:

Capital before Conversions, on 11/20/2007.

Common Shares:	205,017,860
Class A Preferred shares:	3,945,917
Class B Preferred shares:	<u>200,010,700</u>
Total	408,974,477

Capital after Conversions, on 12/07/2007.

Common Shares:	205,017,861
Class A Preferred shares:	3,932,416
Class B Preferred shares:	<u>200,024,200</u>
Total	408,974,477

Ricardo Richiniti Hingel  
CFO and Investor Relations Officer  
Banco do Estado do Rio Grande do Sul S.A. - Banrisul