



## NOTICE TO THE MARKET

### SHARE CONVERSION

Banco do Estado do Rio Grande do Sul S.A. (Banrisul), considering the option to convert its class A preferred (PNA) shares into common (ON) shares or class B preferred (PNB) shares issued by the Company, hereby notifies, for knowledge and disclosure, that, after conversion of 1,498 (one thousand, four hundred and ninety eight) class A preferred shares into class B preferred shares, the Company's capital stock was altered, as shown below:

Capital Stock on the date of last modification, 02/25/2008.

Common Shares:	205,017,861
Class A Preferred shares:	3,930,083
Class B Preferred shares:	<u>200,026,533</u>
Total	408,974,477

Capital Stock after Conversions, on 03/31/2008.

Common Shares:	205,017,861
Class A Preferred Shares:	3,928,585
Class B Preferred Shares:	<u>200,028,031</u>
Total	408,974,477

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