



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 1,600 (one thousand, six hundred) class A preferred shares into common shares, the Company's capital stock was altered, as shown below:

Capital Stock on the date of last modification, 01/06/2009

<i>Common Shares:</i>	205,036,728
<i>Class A Preferred Shares:</i>	3,866,029
<i>Class B Preferred Shares:</i>	200,071,720
<i>Total</i>	408,974,477

Capital Stock after Conversions on 01/15/2009

Common Shares:	205,038,328
Class A Preferred Shares:	3,864,429
Class B Preferred Shares:	200,071,720
Total	408,974,477

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