



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 8,600 (eight thousand and six hundred) 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, 03/08/2010

Common Shares:	205,043,374
Class A Preferred Shares:	3,808,335
Class B Preferred Shares:	200,122,768
Total	408,974,477

Capital Stock after Conversions on 03/17/2010

Common Shares:	205,043,374
Class A Preferred Shares:	3,799,735
Class B Preferred Shares:	200,131,368
Total	408,974,477

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