

BANCO DO ESTADO DO RIO GRANDE DO SUL S.A.
Corporate Taxpayer's ID (CNPJ) 92.702.067/0001-96

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 shares (PNA) into common shares (ON) or class B preferred shares (PNB) issued by the Company, hereby notifies, for knowledge and disclosure, that, after conversion of 300 class A preferred shares (PNA) into common shares (ON), the Company's capital stock was altered, as shown below:

Capital Stock before the conversion:

Common Shares:	205,060,532
Class A Preferred Shares:	1,541,209
Class B Preferred Shares:	202,372,736
Total:	408,974,477

Capital Stock after the conversion:

Common Shares:	205,060,832
Class A Preferred Shares:	1,540,909
Class B Preferred Shares:	202,372,736
Total:	408,974,477

Porto Alegre, October 2, 2018.

Regards,

Julio Francisco Gregory Brunet

Chief Planning, Service Channels and Investor Relations Officer

Investor Relations Department

Phone: +55 (51) 3215-3232

Email: ri@banrisul-ri.com.br

Website: www.banrisul.com