



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 2,400 (two thousand and four hundred) class A preferred shares into common shares, the Company's capital stock was altered, as shown below:

Capital Stock as of January 29, 2016, date of last modification.

Common Shares:	205,052,205
Class A Preferred Shares:	3,519,541
Class B Preferred Shares:	200,402,731
Total	408,974,477

Capital Stock after Conversions as of June 20, 2016.

Common Shares:	205,054,605
Class A Preferred Shares:	3,517,141
Class B Preferred Shares:	200,402,731
Total	408,974,477

Porto Alegre, June 20, 2016.

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