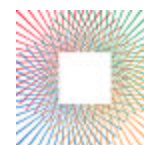


November 28, 2006



The BANK
of NEW YORK

A SECURITIES SERVICING
DEPOSITARY RECEIPTS

Corporate Action

ATTENTION: International Research, Sales, Trading and Operations Staff

RATIO CHANGE

| | OLD | NEW |
|--------------------------|--|--|
| Name: | CYRELA BRAZIL REALTY S.A | CYRELA BRAZIL REALTY S.A |
| Country: | BRAZIL | BRAZIL |
| Symbol: | Level I : CYRBY 144 A: CYRAY Reg S: -- | Level I : CYRBY 144 A: CYRAY Reg S: -- |
| CUSIP Number: | Level I : 23282C401 144 A : 23282C104 Reg S: 23282C203 | Level I : 23282C401 144 A : 23282C104 Reg S: 23282C203 |
| Exchange: | Level I : OTC 144 A : Portal Reg S: -- | Level I : OTC 144 A : Portal Reg S: -- |
| Ratio: | 1 ADR: 10 ORDs | 1 ADR: 20 ORDs |

Please be advised that effective December 13, 2006 the Bank of New York as Cyrela Brazil Realty's depositary bank will amend the ADR ratio from 1 ADR representing 10 common shares to 1 ADR representing 20 common shares. The ratio change is a result of a **simultaneous 100% stock distribution** in the Brazilian market.

Note below the timetable for the ratio change and further details:

12/8/06 - Effective date of 1:20 ratio for pricing purposes.

12/13/06 – Effective date of 1:20 ratio for issuance and cancellation purposes.



The **BANK**
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There will not be a mandatory exchange of stock. **No action is required by ADR holders.**

To learn more about ADRs and issuer programs, please call our marketing desks:

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