

Corporate Action Notice

January 11, 2013

Ratio Change

Name: Sabesp

DR CUSIP : 20441A102

Ratio (DRs:Underlying Shares): 1:2

The Bank of New York Mellon, at the direction of the Sabesp (the “Company”), is announcing a ratio change on the Depositary Receipt (“DR”) program from 1 Depositary Share (“DS”) representing 2 Ordinary shares to 1 DS representing 1 Ordinary share.

The ratio change will occur simultaneously with a 100% DS distribution. DR holders will receive 1 additional DS for each DS held.

Please note the following:

DR Record Date: January 22, 2013

DR Payable Date: January 23, 2013

DR Distribution Rate: 100% Distribution (or 1 additional DSs for each 1 DS held).

Old DR Ratio: 1 DR : 2 Ordinary shares

New DR Ratio: 1 DR : 1 Ordinary share

Effective date for DR ratio change: January 24, 2013

DR Holders need not take any action. Existing DR certificates will assume the new parameters and will not be subject to a mandatory exchange.

BNY Mellon’s books will be closed for issuances beginning January 23, 2013 and reopen on January 29, 2013.

To learn more about Depositary Receipts and issuer programs, please contact our marketing desks:

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