July 8, 2005

The BANK of NEW YORK

SECURITIES SERVICING
DEPOSITARY RECEIPTS

Corporate Action

ATTENTION: International Research, Sales, Trading and Operations Staff

MANDATORY EXCHANGE

CYRELA BRAZIL REALTY S.A. – 144 A

Country:	BRAZIL
Symbol:	CYRAY
CUSIP Number:	23282C104
Exchange:	PORTAL
Ratio:	1 ADR: 10 ORDINARY SHARES

Please be advised that Cyrela Brazil Realty S.A. has initiated a mandatory conversion (the “Conversion”) of all of its outstanding preferred shares (“Preferred Shares”) into its common shares (“Common Shares”) on a one-for-one basis, to become effective on July 6, 2005.

As a result of the conversion the Depositary amended the 144 A Deposit Agreement to change the definition of shares to "Common Shares".

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

New York
Sell-side
Jason L. Paltrowitz
Vice President
jpaltrowitz@bankofny.com
212 815 2077 Telephone

New York
Buy-side
Joseph Flannery
Assistant Treasurer
jflannery@bankofny.com
212 815 3095 Telephone

London
Sell-side / Buy-side
Joseph Oakenfold
Assistant Treasurer
joakenfold@bankofny.com
44 207 964 6419 Telephone