

February 8, 2006



The BANK
of NEW YORK.

SECURITIES SERVICING
DEPOSITARY RECEIPTS

Corporate Action

ATTENTION: International Research, Sales, Trading and Operations Staff

MANDATORY EXCHANGE NOTICE

Companhia Siderurgica Belgo Mineira

Country: Brazil
Symbol: CSBMY
CUSIP Number: 20441F101
Exchange: OTC
Ratio: 1 ADR: 200 ORDINARY SHARES

Please be advised that following the conversion of Companhia Siderurgica Belgo Mineira's preferred shares into its common shares, the Company approved on December 21, 2005, a reverse split of a 20 for 1 in the home country of Brazil. In addition, Companhia Siderurgica Belgo Mineira has also changed its name to Arcelor Brazil S.A. following its incorporation of Arcelor Acos do Brazil Ltda. Since the converted common shares of Arcelor Brazil S.A. were not registered with the SEC, the Bank of New York, as Depositary Bank and pursuant to the terms of the Deposit Agreement, sold all the remaining shares of Arcelor in Brazil for distribution to its ADR holders.

As such, effective February 8, 2006, ADR holders of Companhia Siderurgica Belgo Mineira must surrender their ADSs for cancellation on a mandatory basis. Accordingly, a distribution rate was established as follows:

Total Net Rate per ADS: \$118.89362

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

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