

COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Authorized Capital Publicly-Held Company

Corporate Taxpayer's ID (CNPJ/MF) 47.508.411/0001-56

NOTICE TO THE MARKET

São Paulo, Brazil, June 28, 2011. **Companhia Brasileira de Distribuição (“CBD”)**, pursuant to Article 3 of Brazilian Securities and Exchange Commission (“CVM”) Instruction 358 dated January 3, 2002, hereby discloses the following correspondence from Casino Guichard Perrachon received today.

São Paulo, June 28, 2011

Vitor Fagá de Almeida

Investors Relations Officer

Paris, June 28th, 2011.

Companhia Brasileira de Distribuição

Attn. Mr. Enéas Pestana
Chief Executive Officer

Attn. Mr. Vitor Faga de Almeida
Investors Relation Officer

With a copy to:
Members of the Board of Directors

Dear Sirs,

In view of the publicly disclosed proposal presented on the date hereof by Gama 2 SPE Empreendimentos e Participações S/A, which has already been sent to you by the Chairman of the Board of Directors ("Proposal"), we hereby inform you that, considering the provisions of Law No. 6,404/76 and of the shareholders' agreements executed by the Company and filed at its headquarters, we have requested Mr. Abilio dos Santos Diniz, in his capacity as Chairman of the Board of Directors of the controlling shareholder Wilkes Participações S.A., through the attached letter, to immediately convene a meeting of the Board of Directors of said company, in order to discuss the terms of the Proposal.

We also send you, attach to this letter, the press release we have disclosed to the markets in France on the date hereof.

We hereby request you that, with the aim of protecting the interests of the Company, no negotiation with third-parties be initiated, no information on the business of CBD be disclosed to third-parties and no agreement be executed with third-parties, before the required approval from the controlling shareholder Wilkes is obtained, in accordance with the rules established in the shareholders' agreements filed with the Company, which are to be mandatorily complied with by the Company and its managers.

We deeply regret that, as publicly disclosed and now confirmed by the Proposal, Mr. Abilio dos Santos Diniz, which has already sold and received the consideration for the Company's control in 2005, initiated and conducted secret and unlawful negotiations with a third-party competitor of the Company and its representatives, without even informing the single largest shareholder of the Company (Casino) and whilst publicly denying the existence of material negotiations.

We stress that, in light of an aggression of this magnitude, we will not hesitate to continue the pursuit of any appropriate measures for the protection of the

interests of the company and all of its shareholders, as well as of the rule of law and of the respect for private property that characterize Brazil.

Whilst confirming our confidence in the Company's management and our irreversible commitment towards the future of CBD, we hereby request that the complete contents of this letter be publicly disclosed with the aim of duly informing the investors, by means of a notice to the market by CBD to be disclosed prior to the beginning of trading on the date hereof.

Sincerely,

Jean-Charles Naouri
Casino Guichard-Perrachon