

COMPANHIA BRASILEIRA DE DISTRIBUIÇÃO

Publicly-Held Corporation
CNPJ/MF n.º 47.508.411/0001-56

NOTICE TO THE MARKET

Companhia Brasileira de Distribuição (“**Company**”) hereby informs that it has received the correspondence below in this date, from Casino Guichard-Perrachon, Company’s controlling shareholder.

The Company’s Investor Relations Department is at shareholders’ disposal to clarify any matters relating to the purpose of this Notice through telephone number +55 11 3886-0421 or e-mail gpa.ri@grupopaodeacucar.com.br.

São Paulo, October 18, 2013

Daniela Sabbag
Investor Relations Officer

Paris, October 18th, 2013.

To

Companhia Brasileira de Distribuição (“CBD”)

Avenida Brigadeiro Luis Antônio, 3142
01402-901 – São Paulo, SP – Brazil

Attn.: **Mr. Eneas Pestana and Ms. Daniela Sabbag**
Chief Executive Officer and Investor Relations Officer
Tel.: 55 11 3886-0421
e-mail: gpa.ri@grupopaodeacucar.com.br

**Re: Conclusion of the Swap Agreement and Disclosure of Information Regarding
Material Shareholding**

Dear Sirs,

Pursuant to Article 12 of CVM Instruction No. 358/02, Casino, Guichard-Perrachon, a joint-stock company headquartered at 1, Esplanade de France – 42000 Saint-Etienne, France (“Casino”), Segisor, a company headquartered at 1, Esplanade de France, Saint-Etienne - 42000, Saint-Etienne, France, and enrolled with the Brazilian Corporate Taxpayer File (CNPJ/MF) under No. 05.710.423/0001-49 (“Segisor”), and Sudaco Participações Ltda., a limited liability company headquartered at Rua Libero Badaró, 293, 27º andar, cj. D, 70, São Paulo – SP, enrolled with the Brazilian Corporate Taxpayer File (CNPJ/MF) under No. 07.821.866/0001-02, and investment vehicles related to Casino (altogether the “Casino Group”), and in complement to the material fact disclosed by CBD on September 6th, 2013, as well as the notice to the market dated as of September 9th, 2013, hereby inform you of what follows:

- (i) The period of fifteen (15) days from the publication of the approval without restrictions by the Superintendence-General of CADE, published in the Federal Official Gazette on October 1st, 2013, in accordance with article 122 of the Administrative Council for Economic Defense (“CADE”) for the submission of the appeal or challenge by CADE’s Tribunal has expired yesterday, permitting thus the conclusion of the swap of the remaining portion of preferred shares issued by CBD for shares issued by Wilkes Participações S.A. (“Wilkes”), in accordance with the terms of the Swap Agreement entered into by Casino Group and Mr. Abilio dos Santos Diniz jointly with its related parties (“AD Group”) on September 6th, 2013.
- (ii) Accordingly, on the date hereof, eleven million, two hundred and twenty-nine thousand and seventy-five (11,229,075) preferred shares of

CBD held by Casino Group were swapped for the same amount of Wilkes' common shares held by AD Group.

Thus, at the end of the remaining swap described above, Casino Group, jointly with its controlling shareholder Rallye SA, will be the owner of the totality of Wilkes's corporate capital and of four million, eight hundred and eighty seven thousand, eight hundred and nineteen (4,887,819) CBD's preferred shares.

Casino Group does not hold debentures convertible into shares issued by CBD.

Sincerely,

Casino Guichard-Perrachon