

BRASCAN RESIDENTIAL PROPERTIES S.A.
Corporate Taxpayers' Id. (CNPJ/MF): 07.700.557/0001-84
Company Registry (NIRE) No.: 33.300.277.153
Publicly-held Company

MATERIAL FACT

In compliance with article 157, clause 4 of Law 6404 dated 12/15/76 and CVM Instruction 358/02, Brascan Residential Properties, a publicly held company headquartered at Avenida Prefeito Dulcídio Cardoso, 4225, loja A, parte, Barra da Tijuca, city and state of Rio de Janeiro ("Company"), hereby informs the public the following MATERIAL FACT:

In addition to the Material Fact released on October 3, 2007, and according to the deliberation approved in the Extraordinary General Meeting held on December 10, 2007, the Company announced, on this date, after accomplished all the suspensive conditions, the acquisition, through its subsidiary Brascan Imobiliária Incorporações S.A., by the the renegotiated amount of R\$288.876.619,68 (two hundred eighty eight million, eight hundred seventy six thousands and six hundred nineteen reais and sixty eight centavos), of 100% of the equity of the equity in Forqueadura Holding Participações Ltda, Corporate Taxpayers' Id. (CNPJ/MF) 09.256.055/0001-31, a special purpose company that indirectly holds assets for urban development consisting of a land bank containing approximately 5 million m² of land, with estimated potential sales of more than R\$5 billion ("Business").

As it was informed in the Material Fact published on October 3, 2008, an option was granted to the sellers of the Business to purchase up to 25% (twenty five percent) of the shares of the specific purpose company mentioned above for six months subsequent to the closing of the Business at a price equal to the price paid by the Company

Rio de Janeiro, January, 31, 2008

Cristiano Gaspar Machado
CFO and IRO