

FISCAL COUNCIL REPORT

The Fiscal Council of BHG S.A. – Brazil Hospitality Group (“Company”) in performing its legal and statutory duties have examined the Management Report, the Board of Executive Officers’ accounts, the Company’s audited consolidated financial statements and the independent auditors’ report for the year ended December 31, 2011, and, also, the Management proposal regarding the allocation of net income for the year ended December 31, 2011, the budget presented by the Management for 2012, having also analyzed the feasibility technical study that supports the expectation for the generation of future taxable income, in compliance with Article 163, items II, III and VII of Law 6,404/76 and CVM Rule 371/02, Articles 2, item II and 4, and issues an opinion to fully approve the aforementioned documents.

São Paulo, March 14, 2012

Fiscal Council Members:

Sérgio Antonio Cordeiro de Oliveira
Ricardo Scalzo
Aloísio Kok