

## **NATURA COSMÉTICOS S.A.**

Corporate Taxpayer's ID (CNPJ/MF)  
71.673.990/0001-77

Publicly-held Company

Company's Register (NIRE)  
35.300.143.183

Capital Subscribed to and Paid-in: R\$ 390,617,976.28– 428,929,051 Registered Shares of Common Stock [ON]  
Authorized Capital: up to 13,116,665 ON shares

### **NOTICE TO THE MARKET**

**NATURA COSMÉTICOS S.A.** informs that in the months of October, November and December 2007, **no registered, nonpar common shares were subscribed and paid-up** out of one million, seven hundred two thousand, two hundred and fifty (1,702,250) registered, nonpar, common shares issued on February 21, 2006, as approved by the Company's Board of Directors on that date, and out of one million, five hundred fourteen thousand, seven hundred and fifty (1,514,750) registered, nonpar, common shares issued on February 28 2007, as approved by the Company's Board of Directors on that date, to meet the exercise of the options granted to the Company's officers and employees, as well as to the officers and employees of the companies either directly or indirectly controlled by the Company, who participate in the Amendment to the Call Option Plan or Subscription to Common Shares Issued by the Company related to Calendar Years of 2003, 2004 and 2005 and the Call Option Plan or Subscription to Common Shares Issued by the Company related to Calendar Years of 2006.

Therefore, the Company's capital stock is three hundred ninety million, six hundred seventeen thousand, nine hundred, seventy-six reais and twenty-eight centavos (R\$390,617,976.28) on December 31, 2007.

The amount of registered, nonpar, common shares subscribed and paid-in is four hundred twenty-eight million, nine hundred twenty-nine thousand, fifty-one registered (428,929,051), nonpar, common shares on December 31, 2007.

Thus, the authorized capital balance is twelve million, three hundred eighty-one thousand, seventy-four (12,381,074) registered, nonpar, common shares on December 31, 2007.

## **NATURA COSMÉTICOS S.A.**

**JOSÉ DAVID VILELA UBA**

Chief Financial Officer and Chief Investor Relations Officer