The members of the Fiscal Council of the COMPANHIA DE SANEAMENTO BÁSICO DO ESTADO DE SAO PAULO - SABESP, under-signed, within their legal attributions and responsibilities, have proceeded to the examination of the Financial Statements, of the Annual Report from Management and the Proposal for Destination of Profit referring to the fiscal year ended on December 31, 2006, and, based on the analysis made, in additional clarifications made by the Management, including by the Audit Committee, considering, further, the text described in the Explanatory Note Nr. 26 to the Financial Statements and the Report of the Independent Auditor’s Opinion, Deloitte Touche Tohmatsu, dated March 30, 2007, and with regards to the Explanatory Note Nr. 26, of June 21, 2007, having in view its paragraphs 5 and 6, they have concluded that the documents analyzed, in all their relevant aspects, are fairly presented, reason why the are of favorable opinion to forward them for resolution of the General Shareholders’ Meeting.


MARIA DE FÁTIMA ALVES FERREIRA
JOAO CARLOS ARAUJO DOS SANTOS
SANDRA MARIA GIANNELLA
ATÍLIO GERSON BERTOLDI
JORGE MICHEL LEPELTIER