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Rio de Janeiro, June 15, 2011

Sir David Tweedie, Chairman
International Accounting Standards Board
30 Cannon Street
London EC4M 6XH
United Kingdom

Subject: Lease accounting

Dear Sir,

Founded in 21st November, 1957, Brazilian Institute of Petroleum, Natural Gas and Biofuels is a non-profit private association of companies and professionals working in all segments of the petroleum industry, as well as Biofuels; there are 227 Associated Companies (from the well to the service station).

Its mission is to promote the development of the national natural resources, creating a competitive, sustainable, ethic and socially responsible industry. It counts with 41 Committees (voluntary participation of more than 900 Executives /Professionals) which elaborates studies and regulation proposals. In addition, other activities as: events, courses, certification, publications and standards are made.

So, as representative of Brazilian oil & gas industry, IBP fully supports IASB's efforts to improve the accounting for lease arrangements. However, considering the relevance of the discussions, we strongly believe that any tentative decision reached by the IASB after the issuance of the Exposure Draft named *Leases* should be re-exposed before the final standard is concluded.

Respectfully,

Álvaro Teixeira
Executive Secretary
Brazilian Institute of Petroleum, Natural Gas and Biofuels - IBP