

Contract Execution or Termination

MARCOPOLO S.A.

National Registry of Legal Entity (Tax ID) - CNPJ nº 88.611.835/0001-29

Company Registry Identification Number NIRE nº 43300007235

Publicly Traded Company

RELEVANT FACT

In compliance with the Brazilian Securities and Exchange Commission (CVM) Statement of Instruction number 358/2002, MARCOPOLO S.A. informs that on June 25, 2008, it signed a contract with the Egyptian company GB AUTO S.A.E. which operates in the automobile market, formalizing an association in which Marcopolo S.A. will hold 49% of the capital stock of the Joint Venture GB BUSES S.A.E. (GBB) and GB AUTO S.A.E. will hold 51%. The Joint Venture GBB will be located in Suez, Egypt, and will have as its main objective the assembly and commercialization of the bus models already manufactured by GB AUTO, and the models to be added by Marcopolo. GBB will operate in the Egyptian market and in selected markets in the Middle East, Africa and Europe. The total investment expected, in up to three (3) years, is US\$ 50 million. The start of production is expected for the month of July 2009, with an estimated production of 1,500 units in 2009, with a potential of up to 5,000 units in the fifth year. The management of GBB will be shared by the two companies.

Caxias do Sul, June 25, 2008.

Carlos Zignani

Investors Relations Executive Officer