
PASSPORT MANAGEMENT

August 24, 2010

Daniel Maia de Freitas
Investors Relations
Tarpon Investimentos SA

RE: Ownership of the funds of Passport Management, LLC of Tarpon Investimentos SA

Dear Daniel,

Please allow this letter to serve as the declaration of Passport Management, LLC confirming that on behalf of the funds for which it serves as investment advisor now holds greater than 20% of the outstanding shares of Tarpon Investimentos SA. Passport Management, LLC does not directly own any shares but serves as investment advisor to the following two funds...

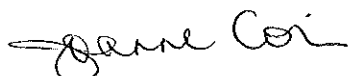
Passport Global Master Fund SPC Ltd for and on behalf of Portfolio A – Global Strategy
US Tax ID: 98-0409552
Shares owned at August 24, 2010: 5,514,147
Convertible debentures owned at August 24, 2010: 0

Passport Special Opportunities Master Fund, LP
US Tax ID: 95-0575575
Shares owned at August 24, 2010: 3,475,553
Convertible debentures owned at August 24, 2010: 0

The intention of both of the funds above and Passport Management, LLC is to participate in Tarpon Investimentos SA for investment purposes only, and these entities confirm that they have no objective of changing the controlling group of the company or its administrative structure.

Please feel free to contact me if you have any questions or require additional information at 415-321-4618.

Sincerely,



Joanne Cormican
Chief Financial Officer