

Rating Action: Banco GMAC S.A.

Moody's downgrades Banco GMAC's ratings, following rating action on GMAC LLC

New York, February 07, 2008 -- Moody's Investors Service downgraded Banco GMAC S.A.'s bank financial strength rating (BFSR) to E+ from D- and both its global long-term local and foreign currency deposit ratings to B1 from Ba3. Moody's also downgraded Banco GMAC's national scale deposit ratings to Baa1.br/BR-2 from A2.br/BR-1. The outlook remains negative for all ratings except the BFSR, which outlook was changed to stable from negative. The actions on Banco GMAC's ratings are a direct result of Moody's downgrade of GMAC LLC's long-term senior unsecured debt rating to B1 from Ba3, announced on February 5, 2008.

As a result of increased weakness at the parent level, the downgrade of Banco GMAC's ratings reflects the uncertainties regarding the bank's funding costs and its capital adequacy. Because of Banco GMAC's significant business strategy and operational integration with GMAC LLC, Moody's notes that weakness at the parent could potentially affect the cost of the bank's predominantly wholesale funding. Higher funding costs, in turn, could potentially hurt the bank's profitability and therefore, its competitive position within its market niche.

Moody's believes that the parent company is also in a weaker position to provide support to its subsidiaries if needed. Moreover, there is a heightened probability that the parent may need to source Banco GMAC's capital resources in a scenario of high stress on its own capital and liquidity positions.

Moody's acknowledges Banco GMAC's adequate financial metrics -- particularly its profitability and capital ratios -- and its positive track record in recent years, which largely reflect the robust expansion of the vehicle financing segment in Brazil. Banco GMAC's adequate asset quality is an indication of the relatively low risk profile of its credit portfolio.

Banco GMAC is headquartered in São Paulo, Brazil. As of September 2007, Banco GMAC reported total assets of R\$5.47 billion and equity of R\$818.28 million.

The following ratings for Banco GMAC S.A. (GMAC Brazil) were downgraded:

Bank financial strength rating: to E+ from D-, stable outlook

Global long-term local-currency deposit ratings: to B1 from Ba3, negative outlook

Long-term foreign-currency deposit ratings: to B1 from Ba3, negative outlook

Brazilian long- and short-term national scale deposit ratings: to Baa1.br/BR-2 from A2.br/BR-1; negative outlook

New York
Alexandre Albuquerque
Analyst
Financial Institutions Group
Moody's Investors Service
JOURNALISTS: 212-553-0376
SUBSCRIBERS: 212-553-1653

New York
M. Celina Vansetti
Senior Vice President
Financial Institutions Group
Moody's Investors Service
JOURNALISTS: 212-553-0376
SUBSCRIBERS: 212-553-1653

COPIED OR OTHERWISE REPRODUCED, REPACKAGED, FURTHER TRANSMITTED, TRANSFERRED, DISSEMINATED, REDISTRIBUTED OR RESOLD, OR STORED FOR SUBSEQUENT USE FOR ANY SUCH PURPOSE, IN WHOLE OR IN PART, IN ANY FORM OR MANNER OR BY ANY MEANS WHATSOEVER, BY ANY PERSON WITHOUT MOODY'S PRIOR WRITTEN CONSENT. All information contained herein is obtained by MOODY'S from sources believed by it to be accurate and reliable. Because of the possibility of human or mechanical error as well as other factors, however, such information is provided "as is" without warranty of any kind and MOODY'S, in particular, makes no representation or warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability or fitness for any particular purpose of any such information. Under no circumstances shall MOODY'S have any liability to any person or entity for (a) any loss or damage in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance or contingency within or outside the control of MOODY'S or any of its directors, officers, employees or agents in connection with the procurement, collection, compilation, analysis, interpretation, communication, publication or delivery of any such information, or (b) any direct, indirect, special, consequential, compensatory or incidental damages whatsoever (including without limitation, lost profits), even if MOODY'S is advised in advance of the possibility of such damages, resulting from the use of or inability to use, any such information. The credit ratings and financial reporting analysis observations, if any, constituting part of the information contained herein are, and must be construed solely as, statements of opinion and not statements of fact or recommendations to purchase, sell or hold any securities. NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY SUCH RATING OR OTHER OPINION OR INFORMATION IS GIVEN OR MADE BY MOODY'S IN ANY FORM OR MANNER WHATSOEVER. Each rating or other opinion must be weighed solely as one factor in any investment decision made by or on behalf of any user of the information contained herein, and each such user must accordingly make its own study and evaluation of each security and of each issuer and guarantor of, and each provider of credit support for, each security that it may consider purchasing, holding or selling.

MOODY'S hereby discloses that most issuers of debt securities (including corporate and municipal bonds, debentures, notes and commercial paper) and preferred stock rated by MOODY'S have, prior to assignment of any rating, agreed to pay to MOODY'S for appraisal and rating services rendered by it fees ranging from \$1,500 to approximately \$2,400,000. Moody's Corporation (MCO) and its wholly-owned credit rating agency subsidiary, Moody's Investors Service (MIS), also maintain policies and procedures to address the independence of MIS's ratings and rating processes. Information regarding certain affiliations that may exist between directors of MCO and rated entities, and between entities who hold ratings from MIS and have also publicly reported to the SEC an ownership interest in MCO of more than 5%, is posted annually on Moody's website at www.moody.com under the heading "Shareholder Relations - Corporate Governance - Director and Shareholder Affiliation Policy."