



RANDON S.A. Implementos e Participações

Listed Company
CNPJ 89.086.144/0001-16
NIRE 43300032680

Minutes no. 578 of the Board of Directors Meeting

On December 5, 2006, at 9:00 AM, at the company's headquarters, located on Av. Abramo Randon, 770, Interlagos District, Caxias do Sul, RS, the members of the Board of Directors gathered to deliberate about the credit and payment of interest on own capital to shareholders. Under the presidency of Raul Anselmo Randon, having as Secretary David Abramo Randon, and in accordance with the legal and applicable dispositions, the Board Members unanimously decided to credit and pay interest on own capital to shareholders within the limits laid down by legislation less the amount already paid last July, according to decision made at the Board of Directors' meeting no. RCA 566. The amount to be credited on December 31, 2006, is R\$ 15.609.644.09 (Fifteen million, six hundred and nine thousand, six hundred and forty-four Reais, plus nine cents), and all shareholders holding common or preferred shares, representative of the social capital of the company, shall be remunerated with the value of R\$ 0,09664 per share. The referred value may be allocated to the dividends relative to the 2006 fiscal period, according to deliberation to be taken by shareholders in the next Ordinary General Meeting. Concerning the Income Tax withholding, the current legal legislation will be followed. The payment will start on January 24, 2007, preceded of a notice to shareholders, to be published on the newspapers usually utilized by the Company for matters of this nature. From December 6, 2006, the shares shall be negotiated *ex-right* to interest. The Board member Ricardo Alves da Conceição has sent his written vote by electronic mail agreeing with the decision made by the other Board members. Following their reading and approval, these minutes were signed by the Board Members present at the meeting. Caxias do Sul, December 5, 2006.

Raul Anselmo Randon

David Abramo Randon

João Luiz de Morais

Ery José Bernardes