

BANCO CENTRAL DO BRASIL
BALANCE SHEET - AS OF JULY 31, 2005
(In thousands of Reais)

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>148,222,933</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>57,866,614</u>
Cash	2,279,036	Items in the Course of Collection	2,547,681
Commitments under Agreements to Resell Assets	2,825,738	Commitments under Agreements to Repurchase Assets	2,825,574
Time Deposits with Financial Institutions	40,398,704	Loan Payables	40,262,667
Gold	1,107,361	Deposits	12,158,444
Debt Securities	90,968,261	Other	72,248
Receivables	21,953	LIABILITIES IN LOCAL CURRENCIES	<u>374,713,834</u>
Investments in International Financial Organizations	10,621,870	Deposits of Financial Institutions	93,675,942
Other	10	Commitments under Agreements to Repurchase Assets	55,651,321
ASSETS IN LOCAL CURRENCIES	<u>348,562,822</u>	Payables to Government	210,802,029
Commitments under Agreements to Resell Assets	7,111,133	Derivatives	93,449
Derivatives	548,300	Own Issue Debt Securities	12,316,317
Federal Government Debt Securities	307,611,766	Actuarial Liabilities	1,066,146
Receivables from Government	12,522,336	Provisions	730,147
Receivables	19,863,753	Other	378,483
Property, Plant and Equipment	769,756	CURRENCY IN CIRCULATION	<u>55,627,479</u>
Other	135,778	NET EQUITY	<u>8,043,049</u>
		Retained Earnings	2,576,356
		Income Reserve	4,327,548
		Revaluation Reserve	494,992
		Gains/Losses not taken to Profit and Loss	(1,261,864)
		Effects of Changes in Accounting Policies	1,906,017
		INCOME ACCOUNTS	<u>534,779</u>
		Creditor	8,011,499
		(Debtor)	(7,476,720)
TOTAL	<u>496,785,755</u>	TOTAL	<u>496,785,755</u>

STATEMENT OF INCOME - IN JULY 2005
(In thousands of Reais)

FOREIGN CURRENCY OPERATIONS	948,791
Interest Income	351,826
Interest Expenses	(341,143)
(=) Net Interest Income	10,683
Gains/Losses with Assets held for trading purposes	(507,273)
Gains/Losses with Assets held for investment purposes	110
Gains and Losses with foreign currencies operations	1,445,271
LOCAL CURRENCY OPERATIONS	(339,047)
Interest Income	4,460,080
Interest Expenses	(5,108,788)
(=) Net Interest Income	(648,708)
Gains/Losses with Assets held for trading purposes	17,553
Gains/Losses with Assets held for investment purposes	(39,516)
Gains/Losses with foreign currency-linked operations	331,624
NET PROVISIONS	(15,410)
OTHER INCOME	69,017
OTHER EXPENSES	(128,572)
NET INCOME	534,779

Governor of the Banco Central do Brasil: Henrique de Campos Meirelles

Board of Directors: Afonso Sant'Anna Bevilaqua, Alexandre Antonio Tombini, Alexandre Schwartzman, Antonio Gustavo Matos do Vale, João Antônio Fleury Teixeira, Paulo Sérgio Cavalheiro, Rodrigo Telles da Rocha Azevedo, Sérgio Darcy da Silva Alves.

Head of the Department of Financial Administration: Jefferson Moreira

Accountant, CRC-DF 7,333