

BANCO CENTRAL DO BRASIL
BALANCE SHEET - AS AT JANUARY 31, 2006
(In thousands of Reais)

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>151,419,495</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>27,492,946</u>
Cash	1,817,232	Items in the Course of Collection	14,177,132
Commitments under Agreements to Resell Assets	9,488,684	Commitments under Agreements to Repurchase Assets	1,139,526
Time Deposits with Financial Institutions	38,415,922	Loans Payable	2,060,900
Gold	1,361,051	Deposits	10,034,163
Debt Securities	90,389,837	Other	81,225
Receivables	144,191	LIABILITIES IN LOCAL CURRENCIES	<u>379,745,599</u>
Investments in International Financial Agencies	9,802,568	Deposits of Financial Institutions	103,979,735
Other	10	Items in the Course of Collection	225,517
ASSETS IN LOCAL CURRENCIES	<u>319,434,034</u>	Commitments under Agreements to Repurchase Assets	71,587,979
Commitments under Agreements to Resell Assets	62,522	Payables to Government	194,755,756
Deposits	598,198	Derivatives	18,505
Derivatives	136,101	Own Issue Debt Securities	6,514,737
Federal Government Debt Securities	296,339,969	Actuarial Liabilities	1,094,881
Receivables from Government	302,300	Provisions	1,017,055
Receivables	21,106,324	Other	551,434
Property, Plant and Equipment	766,960	CURRENCY IN CIRCULATION	<u>62,265,028</u>
Other	121,660	NET EQUITY	<u>8,753,011</u>
		Income Reserve	4,662,369
		Revaluation Reserve	491,849
		Gains/Losses not taken to Profit and Loss	(883,580)
		Effects of Changes in Accounting Policies	1,906,017
		Retained Earnings	2,576,356
		INCOME ACCOUNTS	<u>(7,403,055)</u>
		Creditor	6,548,487
		(Debtor)	(13,951,542)
TOTAL	<u>470,853,529</u>	TOTAL	<u>470,853,529</u>

INCOME STATEMENT - JANUARY 2006
(In thousands of Reais)

FOREIGN CURRENCY OPERATIONS	<u>(5,268,603)</u>
Interest income	425,192
Interest expenses	(19,009)
(=) Net interest income	406,183
Gains/Losses with assets held for trading purposes	(117,114)
Gains/Losses with foreign currency operations	(5,557,672)
LOCAL CURRENCY OPERATIONS	<u>(2,068,270)</u>
Interest income	4,232,686
Interest expenses	(3,684,133)
(=) Net interest income	548,553
Gains/Losses with assets held for trading purposes	(1,697,634)
Gains/Losses with assets held for investment purposes	41,633
Gains/Losses with foreign currency-linked operations	(960,822)
NET PROVISIONS	(925)
OTHER INCOME	25,593
OTHER EXPENSES	(90,850)
NET INCOME	<u>(7,403,055)</u>

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

Board of Directors: Afonso Sant'Anna Bevilacqua, 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