

BANCO CENTRAL DO BRASIL
BALANCE SHEET - AS AT FEBRUARY 28, 2006
(In thousands of Reais)

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>152,453,223</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>30,925,272</u>
Cash	2,314,141	Items in the Course of Collection	19,077,766
Commitments under Agreements to Resell Assets	9,897,389	Commitments under Agreements to Repurchase Assets	191,651
Time Deposits with Financial Institutions	36,057,057	Derivatives	255,335
Gold	1,325,268	Loans Payable	1,755,473
Debt Securities	93,404,486	Deposits	9,534,272
Receivables	72,592	Other	110,775
Investments in International Financial Agencies	9,382,281	LIABILITIES IN LOCAL CURRENCIES	<u>403,587,726</u>
Other	9	Deposits of Financial Institutions	103,725,635
ASSETS IN LOCAL CURRENCIES	<u>341,955,110</u>	Items in the Course of Collection	1,152,920
Commitments under Agreements to Resell Assets	19,204,689	Commitments under Agreements to Repurchase Assets	72,671,676
Deposits	599,794	Payables to Government	216,852,585
Derivatives	243,594	Derivatives	15,086
Federal Government Debt Securities	299,542,203	Own Issue Debt Securities	6,326,475
Receivables from Government	252,630	Actuarial Liabilities	1,098,814
Receivables	21,234,627	Provisions	1,128,130
Property, Plant and Equipment	764,351	Other	616,405
Other	113,222	CURRENCY IN CIRCULATION	<u>64,861,545</u>
		NET EQUITY	<u>8,926,469</u>
		Income Reserve	4,662,369
		Revaluation Reserve	491,849
		Gains/Losses not taken to Profit and Loss	(710,122)
		Effects of Changes in Accounting Policies	1,906,017
		Retained Earnings	2,576,356
		INCOME ACCOUNTS	<u>(13,892,679)</u>
		Creditor	12,774,694
		(Debtor)	(26,667,373)
TOTAL	<u>494,408,333</u>	TOTAL	<u>494,408,333</u>

INCOME STATEMENT - PERIOD FROM JANUARY TO FEBRUARY 2006
(In thousands of Reais)

FOREIGN CURRENCY OPERATIONS	<u>(10,119,175)</u>
Interest income	791,735
Interest expenses	(337,844)
(=) Net interest income	453,891
Gains/Losses with assets held for trading purposes	(295,326)
Gains/Losses with foreign currency operations	(10,277,740)
LOCAL CURRENCY OPERATIONS	<u>(3,575,635)</u>
Interest income	7,859,952
Interest expenses	(7,073,514)
(=) Net interest income	786,438
Gains/Losses with assets held for trading purposes	(2,935,228)
Gains/Losses with assets held for investment purposes	60,943
Gains/Losses with foreign currency-linked operations	(1,487,788)
NET PROVISIONS	(2,048)
OTHER INCOME	126,199
OTHER EXPENSES	(322,020)
NET INCOME	<u>(13,892,679)</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