

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

<b>ASSETS</b>		<b>LIABILITIES</b>	
<b>ASSETS IN FOREIGN CURRENCIES</b>	<b><u>161,091,548</u></b>	<b>LIABILITIES IN FOREIGN CURRENCIES</b>	<b><u>17,267,480</u></b>
Cash	1,881,287	Items in the Course of Collection	4,714,853
Commitments under Agreements to Resell Assets	2,251,839	Loans Payable	1,770,515
Time Deposits with Financial Institutions	34,373,409	Deposits	10,700,103
Gold	1,622,321	Other	82,009
Debt Securities	110,397,701	<b>LIABILITIES IN LOCAL CURRENCIES</b>	<b><u>368,913,318</u></b>
Receivables	45,106	Deposits of Financial Institutions	99,058,629
Investments in International Financial Agencies	10,519,862	Commitments under Agreements to Repurchase Assets	105,186,955
Other	23	Payables to Government	154,916,421
<b>ASSETS IN LOCAL CURRENCIES</b>	<b><u>292,067,544</u></b>	Derivatives	2,258
Commitments under Agreements to Resell Assets	425,415	Own Issue Debt Securities	6,625,967
Deposits	602,687	Actuarial Liabilities	1,107,681
Derivatives	305,988	Provisions	1,363,382
Federal Government Debt Securities	267,842,763	Other	652,025
Receivables from Government	681,724	<b>CURRENCY IN CIRCULATION</b>	<b><u>61,236,590</u></b>
Receivables	21,303,305	<b>NET EQUITY</b>	<b><u>6,937,666</u></b>
Property, Plant and Equipment	756,232	Income Reserve	4,662,369
Other	149,430	Revaluation Reserve	491,849
		Gains/Losses not taken to Profit and Loss	(2,698,925)
		Effects of Changes in Accounting Policies	1,906,017
		Retained Earnings	2,576,356
		<b>INCOME ACCOUNTS</b>	<b><u>(1,195,962)</u></b>
		Creditor	52,574,719
		(Debtor)	(53,770,681)
<b>TOTAL</b>	<b><u>453,159,092</u></b>	<b>TOTAL</b>	<b><u>453,159,092</u></b>

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

---

<b>FOREIGN CURRENCY OPERATIONS</b>	<b><u>2,285,785</u></b>
Interest income	2,285,986
Interest expenses	(183,062)
(=) Net interest income	2,102,924
Gains/Losses with assets held for trading purposes	(845,027)
Gains/Losses with foreign currency operations	1,027,888
<b>LOCAL CURRENCY OPERATIONS</b>	<b><u>(2,887,294)</u></b>
Interest income	19,436,123
Interest expenses	(21,125,727)
(=) Net interest income	(1,689,604)
Gains/Losses with assets held for trading purposes	(410,992)
Gains/Losses with assets held for investment purposes	(181,227)
Gains/Losses with foreign currency-linked operations	(605,471)
<b>NET PROVISIONS</b>	<b>(9,236)</b>
<b>OTHER INCOME</b>	<b>375,627</b>
<b>OTHER EXPENSES</b>	<b>(960,844)</b>
<b>NET INCOME</b>	<b><u>(1,195,962)</u></b>

---

Governor of the Banco Central do Brasil: Henrique de Campos Meirelles  
Board of Directors: Afonso Sant'Anna Bevilaqua, Alexandre Antonio Tombini, Antonio Gustavo Matos do Vale  
João Antônio Fleury Teixeira, Paulo Sérgio Cavalheiro, Rodrigo Telles da Rocha Azevedo.  
Head of the Department of Financial Administration: Jefferson Moreira  
Accountant, CRC-DF 7,333