

**BANCO CENTRAL DO BRASIL**  
**BALANCE SHEET (As at May 31, 2007)**  
**In Thousands of Reais**

<b>A S S E T S</b>		<b>L I A B I L I T I E S</b>	
<b>ASSETS IN FOREIGN CURRENCIES</b>	<b><u>305,248,778</u></b>	<b>LIABILITIES IN FOREIGN CURRENCIES</b>	<b><u>37,490,471</u></b>
Cash and Cash equivalents	25,700,960	Items in the Course of Collection	27,160,447
Time Deposits placed with Financial Institutions	56,467,380	Deposits Received from Financial Institutions	521
Derivatives	5,377	Derivatives	1,333
Debt Securities	212,611,285	Loans Payable	1,220,566
Credits Receivable	52,794	Deposits Received from International Financial Organizations	9,045,201
Gold	1,477,938	Other	62,403
Investments in International Financial Organizations	8,930,572	<b>LIABILITIES IN LOCAL CURRENCY</b>	<b><u>554,899,514</u></b>
Other	2,472	Items in the Course of Collection	3,521,679
<b>ASSETS IN LOCAL CURRENCY</b>	<b><u>350,430,200</u></b>	Deposits Received from Financial Institutions	120,417,441
Deposits	617,868	Financial Assets Sold Under Agreements to Repurchase	157,930,012
Financial Assets Purchased Under Agreements to Resel	18,575	Payables to the Federal Government	268,737,056
Debt Securities Issued by the Federal Government	324,584,591	Accounts Payable	1,705,257
Receivables from the Federal Government	676,632	Deposits Received from International Financial Organizations	26,805
Credits Receivable	23,645,360	Provisions	2,538,918
Property, Plant and Equipment	786,055	Other	22,346
Other	101,119	<b>CURRENCY IN CIRCULATION</b>	<b><u>75,084,791</u></b>
		<b>NET EQUITY</b>	<b><u>18,951,772</u></b>
		Income Reserve	4,662,369
		Revaluation Reserve	485,564
		Gains (Losses) Recognized Directly in Equity	9,321,466
		Changes in Accounting Policies - Process of Adopting IFRSs	1,906,017
		Retained Earnings	2,576,356
		<b>INCOME ACCOUNTS</b>	<b><u>(30,747,570)</u></b>
		Creditor	28,229,277
		(Debtor)	(58,976,847)
<b>TOTAL</b>	<b><u>655,678,978</u></b>	<b>TOTAL</b>	<b><u>655,678,978</u></b>

**INCOME STATEMENT - PERIOD FROM JANUARY TO MAY 2007**  
**In Thousands of Reais**

<b>FOREIGN CURRENCIES OPERATIONS</b>	<b><u>(19,959,054)</u></b>
Interest income	4,411,280
Interest expenses	(132,527)
(=) Net interest income	4,278,753
Gains (losses) on financial assets classified as "At fair value through profit or loss"	(1,082,929)
Gains (losses) from foreign exchange	(23,154,878)
<b>LOCAL CURRENCY OPERATIONS</b>	<b><u>(9,026,061)</u></b>
Interest income	17,587,173
Interest expenses	(21,431,414)
(=) Net interest income	(3,844,241)
Gains (losses) on financial assets classified as "At fair value through profit or loss"	(3,882,715)
Gains (losses) from foreign currency-linked operations	(1,299,105)
<b>OTHER INCOME</b>	<b>537,271</b>
<b>OTHER EXPENSES</b>	<b>(2,299,726)</b>
<b>NET INCOME (LOSS)</b>	<b><u>(30,747,570)</u></b>

**Supplementary information Not Required by IFRSs**

Net income (loss)	(30,747,570)
Net result from exchange rate variations and swaps	(28,411,257)
Net income (loss) excluding the result from exchange rate variations and swaps	(2,336,313)

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

Board of Directors:: Alexandre Antonio Tombini, Antonio Gustavo Matos do Vale, Mário Magalhães Carvalho Mesquita ,  
Mario Torós, Paulo Sérgio Cavalheiro, Paulo Vieira da Cunha

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Accountant, CRC-DF 7,333