

BANCO CENTRAL DO BRASIL
BALANCE SHEET (as at July 31, 2007)
In Thousands of Reais

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>318,235,075</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>24,032,704</u>
Cash and Cash Equivalents	10,471,502	Items in the Course of Collection	4,593,429
Time Deposits Placed with Financial Institutions	18,520,583	Deposits Received from Financial Institutions	507
Financial Assets Purchased Under Agreements to Resell	9,344,256	Financial Assets Sold Under Agreements to Repurchase	9,343,886
Derivatives	6,822	Derivatives	12,263
Debt Securities	269,546,085	Loans Payable	1,199,570
Credits Receivables	197,771	Deposits Received from International Financial Organizations	8,856,674
Gold	1,349,565	Other	26,375
Investments in International Financial Organizations	8,798,491	LIABILITIES IN LOCAL CURRENCY	<u>589,492,529</u>
ASSETS IN LOCAL CURRENCY	<u>376,733,073</u>	Items in the Course of Collection	1,064,313
Deposits	651,579	Deposits Received from Financial Institutions	127,704,096
Financial Assets Purchased Under Agreements to Resell	116,260	Financial Assets Sold Under Agreements to Repurchase	210,805,085
Derivatives	110,312	Derivatives	746
Debt Securities Issued by the Federal Government	318,679,278	Payables to the Federal Government	240,604,623
Receivables from the Federal Government	31,978,181	Accounts Payable	2,334,684
Credits Receivable	22,205,441	Deposits Received from International Financial Organizations	28,673
Property, Plant and Equipment	787,306	Provisions	6,926,061
Other	2,204,716	Other	24,248
		CURRENCY IN CIRCULATION	<u>78,422,778</u>
		NET EQUITY	<u>10,599,851</u>
		Income Reserve	1,606,019
		Revaluation Reserve	482,153
		Gains (Losses) Recognized Directly in Equity	5,935,323
		Retained Earnings	2,576,356
		INCOME ACCOUNTS	<u>(7,579,714)</u>
		Creditor	7,823,567
		(Debtor)	(15,403,281)
TOTAL	<u>694,968,148</u>	TOTAL	<u>694,968,148</u>

INCOME STATEMENT - JULY 2007**In Thousands of Reais**

FOREIGN CURRENCIES OPERATIONS	(3,654,397)
Interest income	1,252,671
Interest expenses	(36,627)
(=) Net interest income	1,216,044
Gains (losses) on financial assets classified as "At fair value through profit or loss"	1,980,614
Gains (losses) from foreign exchange	(6,851,055)
LOCAL CURRENCY OPERATIONS	(3,742,419)
Interest income	3,730,190
Interest expenses	(5,127,035)
(=) Net interest income	(1,396,845)
Gains (losses) on financial assets classified as "At fair value through profit or loss"	(2,134,698)
Gains (losses) from foreign currency-linked operations	(210,876)
OTHER INCOME	40,232
OTHER EXPENSES	(223,130)
NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs	(7,579,714)

Supplementary Information Not Required by IFRSs

Net income (Loss) recognized in accordance with IFRSs	(7,579,714)
Net result from exchange rate variations and swaps	(8,253,403)
Net income (loss) excluding the result from exchange rate variations and swaps	673,689

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 Gomes Torós, Paulo Sérgio Cavalheiro, Paulo Vieira da Cunha

Head of the Accounting and Financial Department: Jefferson Moreira

Accountant - CRC-DF 7,333