

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

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>353,535,492</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>37,045,048</u>
Cash and Cash Equivalents	14,748,204	Items in the Course of Collection	13,609,747
Time Deposits Placed with Financial Institutions	17,566,618	Deposits Received from Financial Institutions	530
Financial Assets Purchased Under Agreements to Resell	12,903,135	Financial Assets Sold Under Agreements to Repurchase	12,902,864
Derivatives	17,652	Derivatives	19,970
Debt Securities	297,553,110	Loans Payable	1,251,484
Credits Receivables	54,209	Deposits Received from International Financial Organizations	9,259,150
Gold	1,489,966	Other	1,303
Investments in International Financial Organizations	9,202,540	LIABILITIES IN LOCAL CURRENCY	<u>598,856,136</u>
Other	58	Deposits Received from Financial Institutions	126,684,931
ASSETS IN LOCAL CURRENCY	<u>378,136,670</u>	Financial Assets Sold Under Agreements to Repurchase	205,180,914
Deposits	596,530	Derivatives	407,809
Financial Assets Purchased Under Agreements to Resell	30,000	Payables to the Federal Government	257,249,896
Derivatives	2,885	Accounts Payable	2,357,519
Debt Securities Issued by the Federal Government	319,496,861	Deposits Received from International Financial Organizations	30,144
Receivables from the Federal Government	32,336,058	Provisions	6,924,248
Credits Receivable	22,686,945	Other	20,675
Property, Plant and Equipment	785,248	CURRENCY IN CIRCULATION	<u>79,834,788</u>
Other	2,202,143	NET EQUITY	<u>6,323,646</u>
		Income Reserve	1,606,019
		Revaluation Reserve	482,153
		Gains (Losses) Recognized Directly in Equity	1,659,118
		Retained Earnings	2,576,356
		INCOME ACCOUNTS	<u>9,612,544</u>
		Creditor	32,941,931
		(Debtor)	(23,329,387)
TOTAL	<u>731,672,162</u>	TOTAL	<u>731,672,162</u>

INCOME STATEMENT - PERIOD FROM JULY TO AUGUST 2007**In Thousands of Reais**

FOREIGN CURRENCIES OPERATIONS	13,429,476
Interest income	2,558,795
Interest expenses	(90,564)
(=) Net interest income	2,468,231
Gains (losses) on financial assets classified as "At fair value through profit or loss"	4,921,832
Gains (losses) from foreign exchange	6,039,413
LOCAL CURRENCY OPERATIONS	(3,520,973)
Interest income	8,050,698
Interest expenses	(10,797,655)
(=) Net interest income	(2,746,957)
Gains (losses) on financial assets classified as "At fair value through profit or loss"	(821,855)
Gains (losses) from foreign currency-linked operations	47,839
OTHER INCOME	152,952
OTHER EXPENSES	(448,911)
NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs	9,612,544

Supplementary Information Not Required by IFRSs

Net income (Loss) recognized in accordance with IFRSs	9,612,544
Net result from exchange rate variations and swaps	6,272,790
Net income (loss) excluding the result from exchange rate variations and swaps	3,339,754

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