

BANCO CENTRAL DO BRASIL
BALANCE SHEET (as at May 31, 2008)
In Thousands of Reais

ASSETS IN FOREIGN CURRENCIES	<u>359,805,392</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>36,324,609</u>
Cash and Cash Equivalents	8,052,825	Items in the Course of Collection	4,192,264
Time Deposits Placed with Financial Institutions	3,496,883	Deposits Received from Financial Institutions	440
Financial Assets Purchased Under Agreement to Resell	22,922,286	Financial Assets Sold Under Agreements to Repurchase	22,921,180
Derivatives	33,731	Derivatives	53,881
Debt Securities	315,530,204	Loans Payable	996,673
Gold	1,631,704	Deposit Received from International Financial Organizations	8,155,161
Credits Receivables	49,519	Other	5,010
Investments in International Financial Organizations	8,081,304	LIABILITIES IN LOCAL CURRENCY	<u>679,325,230</u>
Other	6,936	Items in the Course of Collection	809,253
ASSETS IN LOCAL CURRENCY	<u>415,689,734</u>	Deposits Received from Financial Institutions	152,536,721
Deposits	600,164	Financial Assets Sold Under Agreements to Repurchase	246,816,720
Derivatives	2,164	Derivatives	153,809
Debt Securities	368,131,155	Payables to the Federal Government	267,232,860
Receivables from the Federal Government	18,208,300	Accounts Payable	1,133,618
Credits Receivables	24,506,920	Deposit Received from International Financial Organizations	27,349
Property, Plant and Equipment	785,714	Provision	10,594,659
Other	3,455,317	Other	20,241
		CURRENCY IN CIRCULATION	<u>90,911,589</u>
		NET EQUITY	<u>819,644</u>
		Income Reserve	1,606,019
		Revaluation Reserve	479,011
		Gains (Losses) Recognized Directly in Equity	(3,841,742)
		Retained Earnings	2,576,356
		INCOME ACCOUNTS	<u>(31,885,946)</u>
		Creditor	58,521,525
		(Debtor)	(90,407,471)
TOTAL	<u>775,495,126</u>	TOTAL	<u>775,495,126</u>

INCOME STATEMENT - PERIOD FROM JANUARY TO MAY 2008
In Thousands of Reais

FOREIGN CURRENCIES OPERATIONS	(20,269,263)
Interest income	524,674
Interest expenses	(310,467)
(=) Net interest income	214,207
Gains (losses) on financial assets classified as "At fair value through profit or loss" - held for trading	(20,220,332)
Gains (losses) from foreign exchange	(263,138)
LOCAL CURRENCY OPERATIONS	(11,504,267)
Interest income	18,843,829
Interest expenses	(26,828,295)
(=) Net interest income	(7,984,466)
Gains (losses) on financial assets classified as "At fair value through profit or loss" - held for trading	(4,185,002)
Gains (losses) on financial assets classified as "At fair value through profit or loss" - designated by management	698,725
Gains (losses) from foreign currency-linked operations	(33,524)
OTHER INCOME	817,676
OTHER EXPENSES	(930,092)
NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs	(31,885,946)

Supplementary Information Not Required by IFRSs

NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs	(31,885,946)
Net result from exchange rate variations and swaps	(29,314,834)
NET INCOME (LOSS) EXCLUDING THE RESULT FROM EXCHANGE RATE VARIATIONS AND SWAPS	(2,571,112)

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

Deputy Governors: Alexandre Antonio Tombini, Alvir Alberto Hoffmann, Anthero de Moraes Meirelles,
Antonio Gustavo Matos do Vale, Maria Celina Berardinelli Arraes, Mario Gomes Torós,
Mario Magalhães Carvalho Mesquita

Head of the Accounting and Financial Department: Jefferson Moreira – Accountant – CRC-DF 7,333