

ASSETS		LIABILITIES AND EQUITY	
ASSETS IN FOREIGN CURRENCIES	<u>1,224,419,022</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>46,518,667</u>
Cash and Cash Equivalents	33,453,440	Items in the Course of Collection	14,780,429
Time Deposits Placed with Financial Institutions	35,442,252	Deposits Received from Financial Institutions	2,281
Funds Under External Management	20,904,893	Financial Assets Sold Under Repurchase Agreements	1,899,315
Financial Assets Purchased Under Resale Agreements	36,546,813	Derivatives	4,887
Derivatives	18,843	Accounts Payable	12,776,352
Securities	1,066,619,880	Deposits Received from International Financial Organizations	17,038,869
Receivables	4,288,316	Other	16,534
Gold	8,226,037		
Investment in International Financial Organizations	18,918,548		
ASSETS IN LOCAL CURRENCY	<u>1,214,355,235</u>	LIABILITIES IN LOCAL CURRENCY	<u>2,111,167,372</u>
Cash and Cash Equivalents	8,020,000	Items in the Course of Collection	10,862
Deposits	1,653,795	Deposits Received from Financial Institutions	323,935,086
Financial Assets Purchased Under Resale Agreements	1,116	Financial Assets Sold Under Repurchase Agreements	897,214,159
Derivatives	56,619,145	Derivatives	139,533,856
Federal Government Securities	1,120,389,389	Payables to the Federal Government	719,502,583
Receivables from the Federal Government	4,618	Accounts Payable	964,559
Receivables	25,396,273	Deposits Received from International Financial Organizations	12,718
Property and Equipment	818,022	Provisions	29,946,554
Other	1,452,877	Other	46,995
		CURRENCY IN CIRCULATION	<u>198,876,067</u>
		EQUITY	<u>46,199,051</u>
		Capital	49,675,451
		Revenue Reserve	6,624,205
		Revaluation Reserve	434,672
		Gains (Losses) Recognized Directly in Equity	(10,535,277)
		INCOME ACCOUNTS	<u>36,013,100</u>
		Creditor	347,324,250
		(Debtor)	(311,311,150)
TOTAL ASSETS	<u>2,438,774,257</u>	TOTAL LIABILITIES AND EQUITY	<u>2,438,774,257</u>

INCOME STATEMENT - PERIOD FROM JANUARY TO MARCH 2015**2****In thousands of Reais**

Interest income	36,002,403
Interest expenses	<u>(52,933,459)</u>
Net interest result	(16,931,056)
Gains (losses) on financial instruments classified as At fair value through profit or loss, held for trading	39,282,266
Gains (losses) on financial instruments classified as At fair value through profit or loss, by designation of the management	707,697
Gains (losses) from foreign currencies	11,649,861
Gains (losses) from monetary gold	1,358,840
Other income	577,109
Other expenses	(631,617)
NET INCOME FOR THE PERIOD	<u>36,013,100</u>



EXPLANATORY NOTE TO THE FINANCIAL STATEMENTS – March 31, 2015

FISCAL RESPONSIBILITY LAW – MANDATORY INFORMATION

a) Impact and fiscal cost of operations – Fiscal Responsibility Law, paragraph 2 of Article 7:

The sole paragraph of Article 8 of Law 4,595, of December 31, 1964, with the wording given by Decree Law 2,376, of November 25, 1987, establishes that “as from January 1st, 1988, the results obtained by Banco Central, considering the revenues and expenses related to all its operations, shall be determined on an accrual basis and transferred to the National Treasury, after offsetting any losses from prior fiscal years”.

This provision was partially amended by the Fiscal Responsibility Law (Complementary Law 101 of May 4, 2000):

“Article 7. The result of the Banco Central do Brasil, calculated after the recording or reversal of reserves, constitutes revenue of the National Treasury and will be transferred no later than the 10th working day subsequent to the approval of the semiannual balance sheets.

Paragraph 1. The negative result will constitute a liability of the Treasury owed to the Banco Central do Brasil and will be consigned in a specific budget allocation account.”

Pursuant to Clause II of Article 2 of Provisional Measure 2,179-36, of August 24, 2001, this negative result must be covered no later than the 10th working day of the year following the approval of the balance sheet by the National Monetary Council (CMN).

Accordingly:

- I - the result of the Banco Central do Brasil considers the revenues and expenses related to all its operations;
- II - the positive results are transferred as revenues to the National Treasury and the negative results are covered as expenses of the National Treasury;
- III - these results are included in the budget in the National Treasury account.

The Banco Central do Brasil presented a positive result of R\$36,013,100 thousand in the first quarter of 2015 and, together with the result to be determined in the second quarter, will compose the result of the first half of 2015, which will be transferred to or covered by the National Treasury. In conformity with paragraph 5 of Article 9 of the Fiscal Responsibility Law, within 90 days after the half-year end, the Banco Central do Brasil shall present, in a joint meeting of the pertinent thematic committees of the National Congress, an evaluation report on the fulfillment of the objectives and goals of the monetary, credit and foreign exchange policies, clearly showing the impact and the fiscal cost of its operations and the results presented in the balance sheets.

b) Cost of remunerating the deposits of the National Treasury – Fiscal Responsibility Law, paragraph 3 of Article 7:

The cost corresponding to the remuneration of the deposits of the National Treasury amounted to R\$17,011,879 thousand in the first quarter of 2015.

c) Cost of maintaining the foreign exchange reserves – Fiscal Responsibility Law, paragraph 3 of Article 7:

The cost of maintaining the foreign exchange reserves is calculated, on a daily basis, by the difference between the rate of profitability of the international reserves, including foreign exchange variation, and the average rate of funding calculated by the Banco Central do Brasil.



BANCO CENTRAL DO BRASIL

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At March 31, 2015, 92.95% of the reserve assets were composed of securities, as published in the Press Release of the External Sector (table 49), available on the Banco Central do Brasil's website (www.bcb.gov.br).

In the first quarter of 2015, the international reserves presented a positive return of 18.26%, totaling 13.08% positive (R\$139,533,856 thousand) when taking into consideration the funding cost.

	International Reserves		Funding Cost (%)	Cost of Maintaining International Reserves	
	Average Balance (R\$ thousand)	Profitability (%)		(%)	(R\$ thousand)
1st quarter/2015	1,067,069,799	18.26	(5.18)	13.08	139,533,856

It should be pointed out that the foreign exchange restatement presents a difference resulting from the translation of the amounts of the reserve assets into Reais, and it is not a realized result from a financial point of view. Therefore, after excluding this restatement, in the first quarter of 2015, the international reserves presented a positive return of 0.65%, which is composed by accrued interest (0.11%) and the positive mark-to-market adjustment of the assets (0.54%). After deducting the funding cost, the net result of the reserves in the first quarter of 2015 was negative by 4.53% (R\$48,358,135 thousand).

	International Reserves		Funding Cost (%)	Cost of Maintaining International Reserves	
	Average Balance (R\$ thousand)	Profitability, excluding foreign exchange variation (%)		(%)	(R\$ thousand)
1st quarter/2015	1,067,069,799	0.65	(5.18)	(4.53)	(48,358,135)

d) Profitability of the securities portfolio – Fiscal Responsibility Law, paragraph 3 of Article 7:

The profitability of the securities portfolio of the Banco Central do Brasil, composed exclusively of securities issued by the Federal Government, was R\$35,829,854 thousand in the first quarter of 2015.

Governor: Alexandre Antonio Tombini

Deputy governors: Aldo Luiz Mendes, Altamir Lopes, Anthero de Moraes Meirelles, Luiz Awazu Pereira da Silva, Luiz Edson Feltrim and Sidnei Corrêa Marques

Head of the Accounting and Financial Department: Eduardo de Lima Rocha
Accountant – CRC-DF 12,005/O-9