

ASSETS		LIABILITIES	
ASSETS IN FOREIGN CURRENCIES	<u>352,374,652</u>	LIABILITIES IN FOREIGN CURRENCIES	<u>33,210,883</u>
Cash and Cash Equivalents	5,712,252	Items in the Course of Collection	1,658,074
Time Deposits Placed with Financial Institutions	2,951,110	Deposits Received from Financial Institutions	423
Financial Assets Purchased Under Resell Agreement	22,768,896	Financial Assets Sold Under Repurchase Agreement	22,768,492
Derivatives	33,951	Derivatives	46,459
Debt Securities	311,429,635	Loans Payable	936,894
Credits Receivables	153,822	Deposit Received from International Financial Organizations	7,799,426
Gold	1,554,325	Other	1,115
Investments in International Financial Organizations	7,770,660	LIABILITIES IN LOCAL CURRENCY	<u>694,993,870</u>
Other	1	Items in the Course of Collection	268,586
ASSETS IN LOCAL CURRENCY	<u>481,635,090</u>	Deposits Received from Financial Institutions	150,619,135
Deposits	602,002	Financial Assets Sold Under Repurchase Agreement	323,519,606
Financial Assets Purchased Under Resell Agreement	648,999	Derivatives	28
Derivatives	8,661,772	Payables to the Federal Government	207,843,105
Debt Securities	398,732,115	Accounts Payable	1,186,309
Receivables from the Federal Government	45,281,250	Deposit Received from International Financial Organizations	22,494
Credits Receivables	23,370,013	Provision	11,512,205
Property, Plant and Equipment	780,833	Other	22,402
Other	3,558,106	CURRENCY IN CIRCULATION	<u>94,091,397</u>
		NET EQUITY	<u>10,479,321</u>
		Capital	13,072,428
		Income Reserve	1,606,019
		Revaluation Reserve	475,868
		Gains (Losses) Recognized Directly in Equity	(4,674,994)
		INCOME ACCOUNTS	<u>1,234,271</u>
		Creditor	17,096,014
		(Debtor)	(15,861,743)
TOTAL	<u>834,009,742</u>	TOTAL	<u>834,009,742</u>

INCOME STATEMENT - JULY 2008**In Thousands of Reais****2**

FOREIGN CURRENCIES OPERATIONS	<u>(3,408,203)</u>
Interest income	61,489
Interest expenses	(39,925)
(=) Net interest income	21,564
Gains (losses) on financial assets classified as "At fair value through profit or loss" - held for trading	(3,479,451)
Gains (losses) on foreign exchange	49,684
LOCAL CURRENCY OPERATIONS	<u>5,290,160</u>
Interest income	5,304,809
Interest expenses	(6,879,303)
(=) Net interest income	(1,574,494)
Gains (losses) on financial assets classified as "At fair value through profit or loss" - held for trading	7,607,803
Gains (losses) on financial assets classified as "At fair value through profit or loss" - designated by management	(743,812)
Gains (losses) on foreign currency-linked operations	663
OTHER INCOME	212,686
OTHER EXPENSES	(860,372)
NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs	<u>1,234,271</u>

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.

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