

| ASSETS | | LIABILITIES | |
|--|-----------------------------|---|-----------------------------|
| ASSETS IN FOREIGN CURRENCIES | <u>469,037,822</u> | LIABILITIES IN FOREIGN CURRENCIES | <u>24,529,220</u> |
| Cash and Cash Equivalents | 13,784,468 | Items in the Course of Collection | 4,911,371 |
| Time Deposits Placed with Financial Institutions | 37,212,817 | Deposits Received from Financial Institutions | 1,249 |
| Financial Assets Purchased Under Resell Agreement | 4,889,369 | Financial Assets Sold Under Repurchase Agreement | 5,066,101 |
| Derivatives | 97,843 | Derivatives | 122,247 |
| Debt Securities | 401,573,227 | Accounts Payable | 7,851,372 |
| Credits Receivables | 1,095,388 | Deposit Received from International Financial Organizations | 6,576,850 |
| Gold | 2,218,939 | Other | 30 |
| Investments in International Financial Organizations | 8,165,771 | | |
| ASSETS IN LOCAL CURRENCY | <u>726,037,369</u> | LIABILITIES IN LOCAL CURRENCY | <u>1,026,909,995</u> |
| Cash and Cash Equivalents | 21 | Items in the Course of Collection | 416,335 |
| Deposits | 614,109 | Deposits Received from Financial Institutions | 266,423,218 |
| Derivatives | 9,422,346 | Financial Assets Sold Under Repurchase Agreement | 403,826,959 |
| Debt Securities | 678,823,445 | Payables to the Federal Government | 336,594,956 |
| Receivables from the Federal Government | 1,927,647 | Accounts Payable | 1,339,078 |
| Credits Receivables | 30,728,743 | Deposit Received from International Financial Organizations | 508 |
| Property, Plant and Equipment | 767,365 | Provision | 18,277,688 |
| Other | 3,753,693 | Other | 31,253 |
| | | CURRENCY IN CIRCULATION | <u>123,907,497</u> |
| | | NET EQUITY | <u>19,534,396</u> |
| | | Capital | 24,675,451 |
| | | Income Reserve | 1,606,019 |
| | | Revaluation Reserve | 463,297 |
| | | Gains (Losses) Recognized Directly in Equity | (7,210,371) |
| | | INCOME ACCOUNTS | <u>194,083</u> |
| | | Creditor | 18,696,829 |
| | | (Debtor) | (18,502,746) |
| TOTAL | <u>1,195,075,191</u> | TOTAL | <u>1,195,075,191</u> |

INCOME STATEMENT - JULY 2010**In thousands of Reais****2**

| | |
|--|-----------------------|
| Interest income | 5,482,021 |
| Interest expenses | <u>(7,968,528)</u> |
| (=) Net interest income | (2,486,507) |
| Gains (losses) on financial assets classified as 'At fair value through profit or loss' - held for trading | 4,053,575 |
| Gains (losses) on financial assets classified as 'At fair value through profit or loss' - designated by management | (68,073) |
| Gains (losses) on foreign exchange | (1,222,829) |
| Other income | 133,272 |
| Other expenses | (215,355) |
| NET INCOME (LOSS) RECOGNIZED IN ACCORDANCE WITH IFRSs | <u>194,083</u> |

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

Deputy Governors: Aldo Luiz Mendes, Alexandre Antonio Tombini, Alvir Alberto Hoffmann,

Anthero de Moraes Meirelles, Antonio Gustavo Matos do Vale, Carlos

Hamilton Vasconcelos Araújo, Luiz Awazu Pereira da Silva

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