



APPENDIX

Balance sheet of the Banco Central do Brasil (December 31, 1998)

Explanatory notes on accounting statements

Members of the Conselho Monetário Nacional

Banco Central do Brasil management

Central units (departments) of the Banco Central do Brasil

Regional offices of the Banco Central do Brasil

Acronyms

Balance sheet of the Banco Central do Brasil (December 31, 1998)

		1998		1997		1998		1997	
ASSET						LIABILITIES			
In R\$									
LONG-TERM CURRENT ASSETS AND RECEIVABLES	237 212 624 941.10	182 021 666 237.65	LONG-TERM CURRENT AND CALLABLE LIABILITIES	216 248 369 446.20	163 896 109 035.84				
FOREIGN	58 318 825 061.96	61 663 971 697.74	FOREIGN (Note 12)	20 626 044 082.04	7 793 100 933.83				
Foreign Sector Operations (Note 5)	59 993 198 205.62	63 847 308 917.13	Foreign Currency Liabilities	16 028 738 454.52	3 619 532 877.68				
(Provision for Hard-to-Recover Credits)	(1 674 373 143.66)	(2 183 337 219.39)	Deposits of International Financial Organizations	4 562 792 050.59	4 045 388 916.06				
INTERNAL	178 893 799 879.14	120 357 694 539.91	Earmarked Resources	30 342 640.06	127 757 840.01				
Operations	138 674 737 609.42	53 858 346 205.61	Other Accounts	4 170 938.87	421 300.08				
Loans to Financial Institutions	9 655 401 927.80	15 769 430 504.42	INTERNAL	195 622 325 364.16	156 103 008 102.01				
Federal Public Securities - Open Market (Note 6)	127 672 495 669.25	35 102 562 110.23	Financial Institution Deposits	30 532 478 435.71	42 181 116 148.87				
(Provision for Reduction to Market Value) (Note 6)	(1 16 156 433.79)	(260 395 601.92)	Banking Reserves	15 070 295 352.84	11 555 036 266.41				
Security Operations - Resale Commitment	-	1 050 687 377.65	Deposits of Brazilian Savings and Loan System	16 351 643 163.04	14 096 937 463.60				
National Treasury Notes-NTN-L (Note 6)	1 346 443 927.30	1 981 787 419.47	Compulsory Reserves on Time Deposits	17 568 934 006.56	16 766 345 302.89				
National Treasury Notes-NTN-P (Note 6)	-	8 952.89	Compulsory Reserves on Judicial Deposits	4 271 548 536.81	3 296 776 665.52				
Other Operations	16 552 518.86	14 265 442.87	Other Reserves	538 971 855.58	379 691 037.07				
Other Credits	39 027 525 836.52	56 421 164 324.50	(Deposits in Public Securities)	(23 268 914 478.10)	(3 915 670 586.62)				
Credits Receivable	31 413 332 763.92	33 146 456 270.95	Deposits at Orders of Federal Government	50 402 341 303.06	41 135 317 817.91				
Credits together with CENTRUS (Note 7)	1 399 172 764.95	-	Single National Treasury Account (Note 13)	50 402 341 303.06	32 189 326 324.27				
Securities Receivable (Note 8)	15 321 287 599.49	25 880 941 773.78	Compulsory Loans - Vehicles (Note 14)	-	1 735 192 741.53				
Credits Registered under Debts in Execution	492 724 366.27	781 395 483.68	Compulsory Loans - Fuels (Note 14)	-	7 210 798 752.11				
Risk-Estate Commitment Debtors	9 975 510.09	9 905 105.03	Other Deposits	4 505 234 102.77	4 150 615 262.10				
(Provision for Loss and for Hard-to-Recover Credits)	(9 607 967 169.20)	(3 394 534 309.54)	Financial Investment Funds	4 545 707 645.48	3 726 163 757.91				
Other Accounts	712 312 421.62	10 264 789 656.42	Earmarked Deposits to Guaranty Operations	879 520 580.40	444 800 938.24				
Fines	392 197 047.64	358 055 496.55	(Deposits in Federal Public Securities)	(879 499 646.06)	(444 793 187.68)				
Deposits Earmarked to Appeals	209 968 213.59	208 859 384.27	Other Accounts	20 415 522.95	424 443 753.63				
Results to Offset (Note 9)	-	11 603 432 991.91	Other Liabilities Callable	109 074 390 268.37	68 037 623 002.11				
Other Accounts	110 475 146.52	92 179 294.68	Banco Central Bonds-BBC (Note 15)	48 372 478 590.74	28 326 937 946.94				
(Provision for Loss and for Hard-to-Recover Credits)	(3 327 986.13)	(1 998 737 510.99)	Banco Central Bills-LBC (Note 15)	22 536 832 220.80	25 766 111 285.44				
Securities and Goods	10 050 709.10	13 291 458.67	Banco Central Notes-NBC (Note 15)	33 799 758 709.80	11 628 843 030.14				
Inventory	2 415 047.42	3 337 796.99	Security Operations - Repurchase Commitment	4 289 952 031.43	2 103 346 927.28				
Real-Estate not Reserved to Use	7 635 661.68	9 953 661.68	Result to be Transferred to National Treasury (Note 16)	3 227 502.09	-				
Expenditures Anticipated or to be Appropriated	469 173 302.48	102 894.71	Funds and Programs - Available at Banco Central (Note 20)	5 625.15	77 128 964.43				
Expenditures to be Appropriated - Bacen/Centrus Settlement (Note 10)	469 139 468.21	-	Remainder to be Paid - Expenditures Processed	15 748 174.11	24 130 282.91				
Other Expenditures to Appropriated	33 834.27	102 894.71	Other Accounts	56 387 414.08	111 124 564.97				
PERMANENT	6 373 061 396.16	5 695 701 267.04	Other Liabilities Registered in Foreign Currency	134 596 470.80	141 342 202.55				
INVESTMENTS	5 615 340 226.31	4 935 992 606.13	Earnings on Federal Government Deposits, to be Deposited	398 261 593.34	226 425 308.41				
Capital Quotas in International Financial Organizations (Note 11)	5 615 340 226.31	4 935 992 606.13	Centrus - Other Values to be Deposited (Note 10)	469 158 895.95	-				
International Monetary Fund-IMF	3 681 329 472.00	3 264 297 084.00	Other Accounts	44 864 309.16	230 568 336.56				
Interamerican Development Bank-IDB	1 198 940 751.37	1 067 410 972.85	CURRENCY	24 166 790 328.84	20 250 731 906.63				
Interamerican Bank for Reconstruction and Development-IBRD	223 633 207.29	206 544 586.52	NET WORTH	3 170 526 562.22	3 570 526 562.22				
Other Organizations	511 436 795.65	377 739 962.76	Equity	2 576 356 440.43	2 576 356 440.43				
IMMOBILIZED	757 271 169.85	759 708 660.91	Contingency Reserves (Note 17)	67 818 844.79	467 818 844.79				
Movable Properties	93 265 419.77	86 263 848.49	Re-evaluation Reserves	526 351 277.00	526 351 277.00				
Fixed Estate	761 263 813.97	753 834 099.94	TOTAL	243 585 686 337.26	187 717 367 504.69				
(Accumulated Depreciation)	(96 937 320.21)	(80 518 204.86)							
Intangible Goods	129 256.32	129 917.34							
TOTAL	243 585 686 337.26	187 717 367 504.69							

		1st Semester/98		2nd Semester/98		Year/98		Year/97	
In R\$									
STATEMENT OF RESULTS									
OPERATING REVENUES	22 467 087 161.25	34 506 470 888.44	56 973 558 049.69	33 580 734 381.14					
Security Operations	9 032 463 359.15	14 604 396 206.56	23 636 859 565.71	5 244 032 161.46					
Foreign Sector Operations	5 748 260 276.78	7 147 704 273.48	12 895 964 550.24	10 549 440 393.22					
Banking Sector Operations	4 403 012 892.92	2 995 040 878.50	7 404 062 761.42	11 804 627 366.58					
Operations with Institutions under Special Systems	1 494 552 055.53	1 421 133 291.36	2 915 685 346.89	3 216 254 077.30					
Earnings on the Result to be Offset	1 463 653 275.59	1 881 958 319.04	3 345 611 594.63	1 998 433 652.56					
Reversion of Provisions	302 186 972.52	6 431 145 410.29	6 733 342 382.81	739 206 606.32					
Other	16 948 338.78	25 083 509.21	42 031 847.99	28 740 123.70					
OPERATING EXPENDITURES	(24 362 620 503.10)	(36 157 010 692.52)	(60 519 631 195.62)	(35 743 146 867.64)					
Security Operations	(13 392 773 252.64)	(16 365 138 334.99)	(29 757 911 587.63)	(19 719 730 968.13)					
Foreign Sector Operations	(774 244 499.30)	(2 399 482 600.07)	(3 173 727 093.37)	(2 646 432 197.83)					
Banking Sector Operations	(9 130 793 688.27)	(2 227 933 120.45)	(5 358 726 788.72)	(4 539 011 296.45)					
Earnings on Deposits at Orders of Federal Government	(4 743 734 141.25)	(6 420 706 057.33)	(11 164 440 198.58)	(5 262 670 436.41)					
Constitution and Monetary/Exchange Updating of Provisions	(1 868 642 135.12)	(8 345 976 247.80)	(10 214 618 382.92)	(2 564 943 557.17)					
Management Expenditure	(446 413 743.55)	(382 003 043.56)	(828 416 787.11)	(897 322 491.45)					
Other	(6 019 082.97)	(15 771 288.32)	(21 790 351.29)	(13 035 920.10)					
OPERATING RESULT	(1 895 533 341.85)	(1 650 539 804.08)	(3 546 073 145.93)	(2 162 412 486.50)					
NON-OPERATING REVENUES	1 799 590 640.38	2 037 296 448.69	3 836 887 089.07	519 883 312.82					
NON-OPERATING EXPENDITURES	(1 72 168 318.99)	(1 115 418 122.06)	(2 887 584 441.05)	(232 859 505.84)					
NON-OPERATIONAL RESULTS	1 627 422 321.39	1 921 878 326.63	3 549 300 648.02	287 023 806.98					
RESULT IN PERIOD (Note 16)	(268 111 020.46)	271 338 522.55	3 227 502.09	(1 875 388 679.52)					
In R\$									
UTILIZATION OF RESULT									
RESULT IN PERIOD (Note 16)	(268 111 020.46)	271 338 522.55	3 227 502.09	(1 875 388 679.52)					
TRANSFER TO RESULT TO BE OFFSET	-	-	-	1 875 388 679.52					
RESULT TO BE TRANSFERRED TO NATIONAL TREASURY	-	-	(3 227 502.09)	-					

Explanatory notes on accounting statements (31-December-98)

Note 1 - BANCO CENTRAL AND ITS RESPONSIBILITIES

Banco Central do Brasil (hereafter known as Banco Central) is a semi-autonomous federal agency created by Law no. 4,595, dated 12.31.64. Its task is to comply with and oversee the compliance of the determinations of the relevant current legislation and norms issued by the National Monetary Council.

The major responsibilities of the Banco Central are as follows:

- a) to issue bank notes and coins under the conditions and limits authorized by the National Monetary Council and to execute currency services;
- b) to receive compulsory banking reserves and voluntary deposits of financial institutions;
- c) to perform rediscount operations and loans to banking institutions;
- d) to exercise credit control in all forms;
- e) to exercise foreign capital control;
- f) to act as recipient of government reserves in gold, foreign currencies and Special Drawing Rights, and, with the latter, to carry out whatever operations specified in the Articles of Incorporation of the International Monetary Fund;
- g) to inspect financial institutions and to apply the appropriate penalties;
- h) to authorize financial institutions to operate in the country, to settle or to transfer their headquarters or offices, to modify their statutory regulations etc;
- i) to perform, as an instrument of monetary policy, open market operations with federal government securities;
- j) to receive as deposits, federal government cash funds;
- l) to come to understandings, on the behalf of the Brazilian Federative Republic, to deal, in the name of the Brazilian government with foreign and international financial institutions;
- m) to take the necessary measures to ensure: i) the regular operation of the exchange market; ii) the relative stability of the exchange rates and iii) the balance of payments equilibrium. To accomplish these goals, the Banco Central is authorized to purchase and sell gold and foreign currencies, as well as to carry out credit operations abroad;
- n) to buy and sell securities of public and private joint ownership companies, and state owned companies;
- o) to issue its own securities, based on the conditions defined by the National Monetary Council;
- p) to regulate the implementation of clearing services of checks and other papers.

Note 2 - BANCO CENTRAL AND ITS RELATIONSHIP WITH THE FEDERAL GOVERNMENT - PROVISIONAL MEASURE NO. 1,789/98

One of the government's permanent objectives has been creation of a definitive separation between Banco Central and federal government accounts. The last decade was marked by several important facts designed to lead to this end, such as extinction of the operating account at Banco do Brasil and creation of the Secretariat of the National Treasury.

At the level of normative instruments, the chapter on Public Finance in the 1988 Federal Constitution clearly defines Banco Central's role in this matter and expressly forbids it to finance the operations of both the National Treasury and any nonfinancial institutions whatsoever, while restricting acquisitions of federal public security debt papers to the objectives of regulating the money supply and interest rates. Finally, the chapter in question stipulates that available federal government funds (Operating Account) are to be deposited at the institution.

On 12.17.97, a Work Group was created by Ministry of Finance Directive no. 337/97 and was given the task of elaborating proposals that would enhance the transparency of operational procedures and result in more harmonious relations between Banco Central and the federal government. Utilizing the conclusions of the Work Group referred to above, Provisional Measure no. 1,789 was issued on 12.29.98 and had the principal objective of drawing a clear distinction between monetary policy and fiscal policy.

One should stress that the operations based on Provisional Measure no. 1,789/98 cause no fiscal impact since they are generated by internal public sector adjustments exclusively between the federal government and Banco Central. Considering that the calculation of Public Sector Borrowing requirements consolidates Banco Central's position with the federal government and Social Security System, alterations that may occur in the asset relations among these entities have no effect on national accounts.

In general lines, the following comments should be made with regard to Provisional Measure no.1,789/98:

- a) Earnings on the Single Operating Account - defines the earnings generated by the Single Operating Account on the basis of the average weighted arithmetic rate of the intrinsic profitability provided by Treasury-issued papers held by Banco Central. Up to 1.18.99, the earnings on these deposits were based on the full Selic rates;
- b) Investments from the Single Operating Account - allows the National Treasury to acquire internal federal public security debt papers held by Banco Central with a mutual commitment to reverse the operation, in which case the rate of return is to be equal to the rate of intrinsic profitability of the papers used in the operation. The purpose here is make it possible for that institution to manage its available funds more effectively;
- c) Transfer of Results - defines clear rules on both transfers of positive Banco Central results to the Treasury and coverage of negative results, acknowledging that final responsibility for Banco Central pertains to the federal government. It also determines that, during the period in which they have not yet been transferred nor covered, financial charges on these results are to be equivalent to those on the Single Operating Account and are to be levied as of the date of their inclusion in the balance sheet;
- d) Period for Statement of Results and Constitution of Reserves - permits the formation of contingency reserves of up to 25% of Banco Central's results which are henceforward to be calculated annually;
- e) Reconciling and Separating Banco Central and Treasury Accounts - since various adjustments caused by imbalances between the assets and liabilities of the two institutions in the past still had to be worked out, despite efforts made in recent years to reconcile these situations, this item seeks to normalize these accounts through issues of Treasury papers in favor of Banco Central. Aside from this, it also calls for substitution of various papers issued by the Treasury and held by Banco Central with others that are better suited to monetary policy ends. The overall purpose here is not only to bring Banco Central's position into line but, above all, to move in the direction of a relationship that is guided primarily by market forces.
- f) Compulsory Loans - without altering the original characteristics of these operations, this item transfers the balances of Compulsory Loans on Fuels and Vehicles to the federal government, since this is a fiscal policy heading that was out-of-place at Banco Central and would be more appropriately entered in National Treasury accounting;
- g) International Organizations - transfers responsibility for paying-in quotas and shares of international organizations to the federal government, with the exception of the International Monetary Fund and Bank for International Settlements. Responsibility for these two institutions will remain at Banco Central since it is more appropriate for the federal government to assume liability for development institutions. Banco Central participation in the institutions in question will be transferred to the National Treasury by 12.31.99.

Note 3 - PRESENTATION OF ACCOUNTING STATEMENTS

The accounting balance sheets were elaborated according to the legislation applicable to the Banco Central, particularly Law no. 4,320/64, Law no. 4,595/64 - modified by Executive Act no. 2,376/87, Executive Act no. 278/67 and Law no. 7,862/89.

The Banco Central balance sheet will now be calculated annually on the 31st of December. This measure is a response to the demands of Provisional Measure no. 1,789/98 and has the objective of making it possible to effect homogenous consolidations with the federal government. Consequently, the result calculated in 1998 (Note 16) also covers the result of the first six months of the year.

Note 4 - BASIC ACCOUNTING GUIDELINES

The Banco Central adopts the period based (competence) accounting regime as the basis for appropriation of revenues and expenditures inside the fiscal year, broken down into monthly periods.

Given the peculiarities of the operations of the Banco Central, there is no discrimination between Current and Long Term assets and liabilities. Hence, domestic and foreign currency assets and liabilities are classified as Internal and External, respectively.

Assets and Liabilities in foreign currency and those subject to indexing are adjusted to the exchange rates in effect on the date of the balance sheet, according to the legal and contractually agreed upon indices.

All of the amounts registered in foreign currency were updated at the purchase rate of exchange up to May 31, 1998. As of that date, liabilities registered in foreign currency have been updated by the exchange sale rate based on the conservative approach adopted.

Investments in gold are adjusted to market value as per rates disclosed by this Institution.

The provision for doubtful debtors is constituted or adjusted in amounts large enough to cover possible losses resulting from unpaid credits.

Investments are updated by variations of the original currencies in which they were contracted. The depreciation of the Fixed Assets is calculated by the linear method, based in rates that reflect the economic life of assets.

Note 5 - FOREIGN SECTOR OPERATIONS

The government's international reserves for which the Banco Central is recipient (Law no. 4,595/64) are registered as Current Foreign Assets and Long-Term Foreign Receivables.

Note 6 - FEDERAL PUBLIC SECURITIES

The federal public securities purchased by the Banco Central with the aim of implementing monetary policy are registered at their acquisition cost and adjusted by monetary updating indices and interest rates, incorporated pro rata die, on an accrual basis.

The Provision for Reduction to Market Value has the aim of adjusting the accounting value of Series B (NTN-B) received by this Banco Central at par at the time of the economic-financial

measures adopted by the federal government, based on the terms of CMN Vote no. 116/93, BCB no. 753/93 and no. 760/93 and Notification no. 1,176/GMF/93.

On the balance sheet date, the portfolio of securities had the following composition:

In R\$				
	1998		1997	
SECURITIES	QUANTITY	VALUE	QUANTITY	VALUE
1) Free				
LFT	23 854 531	25 581 274 053.02	-	-
LFT-A	71 028 556	82 189 141 336.23	7 967 000	8 021 830 467.32
LTN	16 365 649	15 298 094 491.65	23 288 607	22 290 386 250.18
NTN-B	481 946	8 054 698.63	137 011 063	2 117 881 035.48
NTN-S	250 000	245 367 306.84	-	-
NTN-D	-	-	412 450	472 832 283.55
SUM 1	111 980 682	123 321 931 886.37	168 679 120	32 902 930 036.53
2) With repurchase commitment				
LTN	576 851	547 622 091.36	1 592 348	1 518 789 371.84
LFT-A	2 614 785	3 175 274 667.63	-	-
NTN-B	37 801 892	631 777 933.23	37 161 491	574 432 570.01
NTN-D	-	-	91 801	106 410 131.85
SUM 2	40 993 528	4 354 674 692.22	38 845 640	2 199 632 073.70
SUBTOTAL (1+2)	152 974 210	127 676 606 578.59	207 524 760	35 102 562 110.23
3) Nonnegotiable				
NTN-L	1 126 249	1 345 719 209.24	1 883 775	1 981 787 419.47
NTN-P	2 746 911	3 450 555.59	4 996	8 952.89
TDA	38	4 789.14	342	39 781.44
SUM 3	3 873 198	1 349 174 553.97	1 889 113	1 981 836 153.80
TOTAL	156 847 408	129 025 781 132.56	209 413 873	37 084 398 264.03

National Treasury Notes (NTN-L) were created by Decree no. 916/93, with value limited to the Banco Central's Foreign Liabilities to be assumed by the National Treasury, based on the terms of the Medium and Long-term Foreign Debt Restructuring Agreement (MYDFA) with the private banks and the Paris Club.

According to the terms of Provisional Measure 1789/98, by March 31, 1999 the federal government will substitute NTN-L held by Banco Central up to the limit of liabilities generated by the Multi-Year Deposit Facility Agreement (MYDFA), with other papers that have characteristics similar to those of the aforementioned foreign debt obligations and for which the National Treasury is liable. This substitution is to be effected at the nominal value of these operations plus pro rata earnings up to the date of the operation in question.

Also in response to the Provisional Measure cited above, the share of NTN-L that exceeds the MYDFA balance was exchanged for National Treasury Financing Bills (LFT) on 12.30.98.

With the operational problems that occurred at the end of the year, accounting (Balance Sheet) indicates balances that differ from those recorded in the System of Clearance and Custody (Selic) - chart above. These divergences were normalized during the course of January and, in summarized form, had the following composition:

In R\$			
SECURITIES	Accounting Balance December 31, 1998	Adjustment	Adjusted Balance
Federal Public Securities - Open Market	127 672 495 669.25	4 110 909.34	127 676 606 578.59
NTN-L	1 346 443 927.30	(724 718.06)	1 345 719 209.24
NTN-P	-	3 450 555.59	3 450 555.59

Note 7 - CREDITS WITH CENTRUS

The amount of R\$ 1,399,172,764.95 results from employer contributions to Centrus up to December 1990 referring to employees covered by the Single Juridical System (RJU). As a consequence of Law no. 9,650, dated 5.27.98, these amounts are to be managed by Centrus in the name of Banco Central and will be used to pay retirement benefits and pensions classified under the aforementioned system.

Note 8 - SECURITIES RECEIVABLE

Of the total registered under this heading, R\$ 9,276,031,262.80 refer to state securities debt with the respective state banks exchanged for LBC according to the terms of Resolution no. 2,081/94. Earnings on these papers are calculated according to the Selic rate which is also used for LBC.

The strong drop registered under this heading was caused by liquidation of the debts of state government banks in the period.

Note 9 - RESULT TO BE OFFSET

Refers to the balance of results as of the second half of 1994. This balance was previously recorded under Banco Central. With Provisional Measure no. 1,789/98, this heading was included in the reconciliation of accounts between Banco Central and the National Treasury on 12.30.98 (Note 2).

Note 10 - BACEN X CENTRUS ACCOUNT ADJUSTMENT

Based on the terms of Law no. 9,650/98, an agreement was signed between Banco Central and Centrus with the objective of fostering an adjustment in Centrus' mathematical reserves so as to make it possible for that Foundation to fully assume responsibility for benefit payments to retirees and pensioners as of a date prior to 1990.

As a result, Banco Central utilized the Contingency Reserve created precisely with this in mind (Note 17) to transfer resources totaling R\$ 549.9 million to Centrus. The balance of

employer contributions was paid to the Foundation by Banco Central in the period extending from January 1, 1991 to September 5, 1996, and refers to participants classified under the employment system cited above (RJU).

The remaining amount is to be paid in 10 annual installments indexed by the general price index - market (IGP-M) + 6% per year and is recorded in the liability column under the heading "Centrus - Sundry Payments to be Effected". The corresponding resources are stated as expenditures to be appropriated under the heading "Expenditures to be Appropriated - Bacen/Centrus Reconciliation". The difference of R\$ 19,412.74 found to exist between the two headings refers to amounts transferred to Banco Central by Centrus and set aside for payment of benefits to members of the Foundation.

Note 11 - PARTICIPATION IN INTERNATIONAL FINANCIAL ORGANIZATIONS

The Capital Shares in International Financial Organizations in which Brazil participates are paid-in by the Banco Central as soon as the National Congress approves the respective articles of incorporation. These shares are classified under Permanent Assets - Investments and are revised by the rate of exchange. On December 31, Brazil had the following shares in international financial organizations:

FINANCIAL ORGANIZATION	1998		1997	
	In US\$ Equivalent	In R\$	In US\$ Equivalent	In R\$
International Monetary Fund (IMF)	3 047 710 466.10	3 681 329 472.00	2 926 046 149.16	3 264 297 084.00
Interamerican Development Bank (IDB)	992 582 789.44	1 198 940 751.37	974 731 958.45	1 087 410 972.85
International Bank for Reconstruction and Development (IRBD)	185 142 153.56	223 633 207.29	185 142 153.57	206 544 586.52
International Development Association (IDA)	154 484 051.93	186 601 286.33	102 296 099.39	114 121 528.48
Financial Fund for the Development of the River Plate Basin (FONPLATA)	89 338 097.00	107 911 487.37	75 003 999.00	83 674 461.28
International Financial Corporation (IFC)	39 479 000.00	47 686 684.10	36 046 000.00	40 212 917.60
Bank for International Settlements (BIS)	35 877 696.37	43 336 669.45	35 877 696.37	40 025 158.07
International Fund for Agricultural Development (Fida)	28 299 651.89	34 183 149.52	28 088 090.28	31 335 073.52
Interamerican Investment Corporation (CII)	23 270 000.00	28 107 833.00	23 270 000.00	25 960 012.00
Andean Development Corporation (CAF)	24 840 000.00	30 004 236.00	16 560 000.00	18 474 336.00
African Development Fund	21 110 934.91	25 499 898.28	14 885 810.80	16 606 610.53
African Development Bank (ADB)	3 509 893.21	4 239 600.01	3 369 778.60	3 759 325.01
Multilateral Agency for Investment Guaranty (MIGA)	3 200 556.00	3 865 951.59	3 200 556.00	3 570 540.27
TOTAL	4 648 845 290.43	5 615 340 226.31	4 424 518 291.62	4 935 992 606.13

Based on the terms of Provisional Measure no. 1,789/98, responsibility for paying-in quotas and shares of international organizations is transferred to the federal government, with the exception of the International Monetary Fund and Bank for International Settlements, since it is more appropriate for the federal government to assume liability for development institutions.

Participation in these organizations will be transferred to the federal government simultaneously with transfer of the stated responsibilities to Banco Central by 12.31.99.

Note 12 - FOREIGN LIABILITIES

The Banco Central's foreign currency liabilities are converted into national currency by the exchange rate in effect on the date of the balance sheet and include interest to be paid at contracted rates. In summarized form, these liabilities were as follows on December 31:

TYPE OF LIABILITIES	1998		1997	
	In US\$ Equivalents	In R\$	In US\$ Equivalents	In R\$
Brazilian financing plan	1 235 953 183.57	1 492 907 850.44	1 434 033 427.40	1 599 807 691.61
Paris Club/exchange centralization - Res. no.1564	137 189 675.48	165 711 409.01	542 196 781.39	604 874 729.32
Bank of Japan	391 482 738.64	472 872 000.00	-	-
Bank for International Settlements - BIS	4 173 452 501.11	5 041 113 276.09	-	-
International Monetary Fund - IMF	4 843 265 748.34	5 850 180 697.42	-	-
Reciprocal credit agreements	335 030 968.44	404 683 906.78	624 651 272.55	696 860 959.66
Deposits of international financial organizations	3 777 458 440.76	4 562 792 050.59	3 626 200 175.74	4 045 388 916.06
Deposits earmarked to the exchange market	4 669 859.82	5 640 723.68	36 568 490.55	40 795 808.06
Operations with gold	1 516 231 532.32	1 831 456 067.89	-	-
Resources earmarked to loans and financing in foreign currencies	25 120 159.00	30 342 640.06	114 519 397.64	127 757 840.01
SDR allocations - IMF	507 727 586.17	613 284 151.33	486 690 382.84	542 951 791.10
Other liabilities	128 370 981.66	155 059 308.75	120 709 212.99	134 663 198.01
TOTAL	17 075 953 375.31	20 626 044 082.04	6 985 569 141.12	7 793 100 933.83

The reduction under Paris Club/Exchange Centralization - Resolution no. 1,564 was caused by payments effected in the period and partial transfer of foreign debt to the National Treasury (Note 19).

The liabilities recorded in the name of the Bank of Japan, Bank for International Settlements and International Monetary Fund refer to the share of international loans formalized by Banco Central in the framework of the program of financial assistance granted to Brazil as of December 1998.

Obligations recorded as Gold Operations resulted from financial swaps with future delivery of gold.

Note 13 - FEDERAL GOVERNMENT CASH ASSETS

The provision in paragraph 3 of article 164 of the Federal Constitution stipulates that available federal government resources are to be deposited at Banco Central up to 1.18.99, with earnings based on the Selic rate, as specified in Law no. 9,027/95. As of that date, in keeping with the terms of article 1 of Provisional Measure no. 1,789/98, earnings of the Single Operating Account are to be calculated according to the average weighted arithmetic average of the intrinsic profitabilities generated by Treasury securities held by Banco Central.

In 1998 and 1997, expenditures related to earnings generated by available federal government funding were as follows:

1998	R\$ 9,869,580,196.91
1997	R\$ 3,999,211,382.38

Note 14 - DEPOSITS GENERATED BY COMPULSORY LOANS

Executive Act no. 2,288/86 instituted the compulsory loan on gasoline or automotive alcohol consumption for motor vehicles and on acquisitions of passenger and utility vehicles. It was determined that the funds would be deposited at the Banco Central. Later on, Law no. 7,862/89 determined that the balance of these deposits - plus earnings - would be made available exclusively for acquisition of National Development Fund (FND) quotas.

Based on the terms of the provision in Provisional Measure no. 1,789/98, the balances of compulsory loans were transferred to the federal government on December 30, 1998.

Earnings on the resources generated by these loans follow an index equivalent to earnings on savings accounts and produced outlays of:

1998	R\$ 1,294,860,001.67
1997	R\$ 1,263,459,054.03

Note 15 - BANCO CENTRAL'S OWN SECURITIES

Securities issued by the Banco Central for monetary policy purposes are registered at their issue value and adjusted pro rate die from the accrued interest until the balance sheet date.

Securities in the portfolio stock are those held by the Banco Central, and are registered as deductions (rectificative accounts) from the corresponding headings. On December 31, these securities were distributed as showed by the table in the next page:

Note 16 - RESULT OF FISCAL YEAR

Banco Central turned in a positive result of R\$ 3.227.502,09 in the year. This result was strongly impacted by the credit received at the time of the reconciliation of Banco Central and Centrus accounts (Note 7) and by the asset growth that resulted from reception of National Treasury Notes - Series P (NTN-P) paid by Petrobras to Banco Central. These revenues had the aim of offsetting the differential between inflow rates in national currency and rates on investments in foreign currency. During all of 1998, this differential had a negative impact on the Banco Central result.

1998							In R\$
Securities	Issued		In Portfolio		ON MARKET		
	Quantity	Value	Quantity	Value	Quantity	Value	
BBC-A	111 300 000	114 108 862 211.49	64 500 000	65 736 383 620.75	46 800 000	48 372 478 590.74	
LBC	21 492 019	22 739 462 134.38	8 660 000	9 478 706 669.19	12 832 019	13 260 755 465.19	
LBC-Term Sale	9 181 919	9 276 076 755.71	-	-	9 181 919	9 276 076 755.71	
NBC-A	300 000	297 119 041.17	-	-	300 000	297 119 041.17	
NBC-E	46 900 000	46 855 820 184.25	16 500 000	15 830 799 349.47	30 400 000	31 025 020 834.78	
NBC-F	4 700 000	4 001 138 512.81	1 900 000	1 523 519 678.87	2 800 000	2 477 618 833.94	
TOTAL	193 873 938	197 278 478 839.81	91 560 000	92 569 409 318.28	102 313 938	104 709 069 521.53	

1997							In R\$
Securities	Issued		In Portfolio		ON MARKET		
	Quantity	Value	Quantity	Value	Quantity	Value	
BBC	81 300 000	75 654 577 514.84	51 847 926	47 327 639 567.90	29 452 074	28 326 937 946.94	
LBC-Term Sale	25 486 279	25 766 111 285.44	-	-	25 486 279	25 766 111 285.44	
NBC-E	24 300 000	23 151 470 419.14	12 500 000	11 522 627 389.00	11 800 000	11 628 843 030.14	
TOTAL	131 086 279	124 572 159 219.42	64 347 926	58 850 266 956.90	66 738 353	65 721 892 262.52	

According to the terms of Provisional Measure no. 1,789/98, after calculating constitution and reversals of reserve positions, the result calculated in the annual Banco Central do Brasil balance sheet will be considered:

I) if positive, a Banco Central liability with the federal government to be transferred to the National Treasury up to the tenth business day of the fiscal year subsequent to that in which the balance sheet was approved by the National Monetary Council;

II) if negative, a federal government liability with Banco Central to be paid by the tenth business day of the fiscal year subsequent to approval of the balance sheet by the National Monetary Council.

During the course of the period between calculation of the balance and effective payment, the liabilities cited above will be entitled to earnings identical to those generated by federal government cash resources deposited at Banco Central. As a consequence of this legal provision, the result is recorded under the heading "Result to be Transferred to National Treasury".

Note 17 - CONTINGENCY RESERVES

Contingency Reserves were constituted according to the criteria defined in BCB Votes no. 1,058/89, no. 753/93 and no. 18/98. During the course of the year, R\$ 400,000,000.00 were utilized in the process of account reconciliation stipulated in Law no. 9,650/98 (Note 10). Of this total, R\$ 142,306,615.58 were used in payments of debts with Banco do Brasil and the Banco do Brasil Employee Retirement Fund (Previ) and R\$ 257,693,384.42 were used in payment of the balance of Centrus' mathematical reserves.

As of issue of Provisional Measure no. 1,789/98, constitution of reserves is limited to 25% of the result registered in the Banco Central balance sheet.

Note 18 - FINANCIAL RELATIONSHIP WITH THE NATIONAL TREASURY

The accounts showing financial relationship with the National Treasury registered the following positions:

	In R\$	
FINANCIAL RELATIONSHIP WITH THE NATIONAL TREASURY	On 12.31.98	On 12.31.97
DEBT BALANCES	129 034 969 566.06	38 118 699 344.40
National Treasury Notes (NTN)	2 234 369 703.53	5 253 352 393.25
National Treasury Financing Bills (LFT-A)	110 945 690 056.88	8 021 830 467.32
National Treasury Bills (LFT-A)	15 845 716 583.01	23 809 175 622.02
Agrarian Debt Securities - TDA	4 789.14	39 781.44
State/municipal debt restructuring program	-	1 025 531 959.31
Judicial deposits in favor of the National Treasury	3 701 028.35	3 701 028.35
External debt - MYDFA - bonds issued in excess	5 487 405.15	5 068 092.71
CREDIT balances	50 935 595 124.57	41 934 790 098.50
National Treasury resources	50 402 341 303.06	32 189 326 324.27
Compulsory loans (vehicules and fuels) - DL 2288/86	-	8 945 991 493.64
Earnings on federal government cash availabilities - to be deposited	398 261 593.34	226 425 309.41
Social Security Plan, to be deposited	4 070 015.90	6 108 905.85
Banco Central's result, to be transferred	3 227 502.09	-
Farm Activity Guaranty Plan - PROAGRO	12 719 975.44	10 288 040.61
Foreign currency deposits - Paris Club and Res. no. 1564/89	43 808 328.19	491 655 391.62
Resources earmarked to foreign debt administration	59 191 682.12	54 913 962.41
FINEX/PROEX credits written off with "Zero Coupon Bonds"	3 965 481.00	3 489 322.26
Deposits consequent upon judicial decision	8 008 935.40	6 590 755.34
Available monetary reserve resources	308.03	593.09

Note 19 - FINANCIAL FLOW WITH NATIONAL TREASURY

In the fiscal year, the financial flow with the National Treasury was:

	In R\$	
FEDERAL PUBLIC SECURITIES	1998	1997
Acquisitions	44 446 597 495.60	21 625 964 146.80
Redemptions	(48 654 623 976.32)	(23 485 152 211.01)
Interest	(82 262 883.46)	(1 061 324 234.49)
Sundry Deposits		
Earnings on available resources	9 821 430 858.55	3 842 891 133.93
Transfer of part of the foreign debt	325 485 631.48	-
Net financial flow	5 856 627 125.85	922 378 835.23

Note 20 - FUNDS AND PROGRAMS MANAGED BY BANCO CENTRAL

Based on legal and regulatory provisions, Banco Central is responsible for managing:

- a) Reserve for Maintenance of Currency Stability and Check Utilization (Recheque);
- b) Deposit and Real Estate Bond Guaranty Fund;
- c) Agricultural Activity Guaranty Program;
- d) Monetary Reserves.

The reserves, funds and programs managed by Banco Central comply with basic accounting norms and the accounting guidelines applied to the institution, including:

- a) fiscal year accrual basis distributed into monthly periods;
- b) half-yearly elaboration of the balance sheets and calculation of results.

Considering that Provisional Measure no. 1,789/98 determined that the period for calculating the Banco Central balance sheet be altered in order to be able to consolidate the data generated by the institution with those of the funds and programs it administers, the balance sheet is to be elaborated and the results are to be calculated on an annual basis corresponding to the calendar year as of 1999.

Available resources are invested in federal public securities in order to preserve their purchasing power.

A fee is paid to Banco Central to refund its administrative costs, as authorized by Votes CMN no. 376/81, BCB no. 375/92 and no. 266/93.

On November 16, 1995, Resolution no. 2,211/95 regulated the Credit Guaranty Fund (FGC), a private nonprofit institution charged with managing credit security protection mechanisms against financial institutions. According to Resolution no. 2,197/95 which authorized creation of this Fund, Recheque and FGDLI assets would be transferred to FGC.

However, the transfer was suspended as a result of an injunction granted by the Federal Supreme Court (STF) in response to a request for a declaration of unconstitutionality no. 1,398/96 brought by the Workers Party, until such time as the case comes to a final decision.

Effective since January 1996, the responsibility of the guaranties embodied in the existing regulations, as well as the fund raising and administration of the financial flows generated by the contributions of the financial institutions, were transferred to the FGC. Therefore Recheque and the FGDLI are responsible only for the administration of the operations contracted before the aforementioned judicial injunction.

The Assets Balance Sheet and Statements of Income (Revenues minus Expenditures) of Recheque, FGDLI, Proagro and the Monetary Reserve are presented below with their respective comments.

Regulated by BCB Circular no. 1,590/90 with alterations introduced by CMN Resolution no. 2,155/95, Recheque had the following objectives, up to the creation of the FGC:

- a) to promote and support the defense of the stability of national currency;
- b) to stimulate a greater use of the check as a payment instrument;
- c) to contribute to the improvement of banking operations as information and instructions are announced with respect to adequate use of checks, in such a way as to give this instrument greater credibility;
- d) to finance expenditures for the elaboration and dissemination of the file of issuers of checks with insufficient funds.

Reserve for fostering currency stability and check utilization (Recheque)

BALANCE SHEET (December 31, 1998)		In R\$	
	1998	1997	
A SSETS			
LONG-TERM CURRENT ASSETS RECEIVABLES	809 363 592.19	695 460 480.18	
-Available at Banco Central	734.01	200.52	
-Investments in federal public securities	270 663 391.27	221 395 890.63	
-Federal public securities.....	727 758.08	-	
-Refinancing program of credits granted to Federal Government...	186 553.72	185 969.67	
-Service fee debtors (CCF)	37.88	35.13	
-Credits in execution	608 851.34	598 677.13	
-Credits with institutions under intervention or liquidation	537 785 155.11	473 878 419.36	
-(Provision for hard-to-recover credits)	(608 889.22)	(598 712.26)	
T O T A L	809 363 592.19	695 460 480.18	
LIABILITIES			
NET WORTH.....	809 363 592.19	695 460 480.18	
- Accumulated results	809 363 592.19	695 460 480.18	
T O T A L	809 363 592.19	695 460 480.18	

STATEMENT OF INCOME		In R\$			
	1st SEM/98	2nd SEM/98	Fiscal Year/98	Fiscal Year/97	
REVENUES	58 456 125.30	57 462 566.04	115 918 691.34	104 285 721.46	
-Interest/monetary updating	30 956 441.29	33 628 223.45	64 584 664.74	62 451 779.05	
-Earnings on investments in federal public securities ..	26 890 832.67	23 088 888.62	49 979 721.29	41 648 758.28	
-Annulment of expenditures in previous semesters.....	-	-	-	185 184.13	
-Debts in Execution Revenues	608 851.34	146 776.84	755 628.18	-	
-Reversion of Provisions.....	-	598 677.13	598 677.13	-	
EXPENDITURES	1 757 599.41	257 979.92	2 015 579.33	564 526.40	
-Management fee	488 294.15	257 524.60	745 818.75	564 523.27	
- Variations consequent upon provisions	608 852.74	1.35	608 854.09	3.13	
-Offsetting of Credits	608 851.34	-	608 851.34	-	
-Other Expenditures.....	51 601.18	453.97	52 055.15	-	
RESULT	56 698 525.89	57 204 586.12	113 903 112.01	103 721 195.06	

FGDLI was created by Resolution no. 3/67, issued by the Council of Administration of the now extinct National Housing Bank. Its administration was transferred to Banco Central by Executive Act no. 2,291/86 and CMN Resolution no. 1,219/86.

Until the creation of the FGC, the FGDLI had the objective of guarantying savings deposits (with the exception of rural savings accounts) and mortgage bonds in those modalities, conditions and amounts defined by the National Monetary Council against risks of insolvency of the contributing institutions that received such savings deposits and mortgage bonds.

Real State Notes and Deposits Guarantee fund (FGDLI)

BALANCE SHEET (December 31, 1998) In R\$

	1998	1997
ASSETS		
LONG-TERM CURRENT ASSETS AND RECEIVABLES	1 152 626 864.48	987 660 985.46
-Available at Banco Central	221.73	201.80
-Investments in federal public securities	147 246 512.11	117 979 927.78
-Credits with on-lending institutions	852 459 090.39	757 960 237.17
-Credits with entities in liquidation	511 649 964.91	4 578 169.98
-Mortgage bonds	168 191 446.73	144 062 774.38
-Credits with institutions under intervention	-	409 671 070.96
-Credits with FCVS	647 664 510.61	542 228 887.64
-Other Credits	388 126.29	260 040.63
-Credits registered under Debts in Execution	1 023 193 369.15	1 023 193 369.15
-(Provision for hard-to-recover credits)	(2 198 166 377.44)	(2 012 273 694.03)
T O T A L	1 152 626 864.48	987 660 985.46
LIABILITIES		
LONG-TERM CURRENT AND CALLABLE LIABILITIES	15 059 037.96	13 378 920.98
-Liabilities with institutions receiving savings and real-estate bonds ..	10 814 839.19	9 449 899.56
-Liabilities for realestate bonds - earmarked to foreign loans.....	2 991 576.88	2 768 204.99
-Liabilities with savers	1 160 893.05	1 075 741.52
-Other liabilities	91 728.84	85 074.91
NET WORTH	1 137 567 826.52	974 282 064.48
-Accumulated results.....	1 137 567 826.52	974 282 064.48
T O T A L	1 152 626 864.48	987 660 985.46

STATEMENT OF INCOME

In R\$

	1st SEM/98	2nd SEM/98	Fiscal Year/98	Fiscal Year/97
REVENUES	147 125 505.17	206 778 721.49	353 904 226.66	2 333 666 733.65
-Interest	25 283 196.68	42 485 634.31	67 768 830.99	50 972 145.74
-Monetary updating.....	106 766 549.16	103 004 845.63	209 771 394.79	213 287 238.96
-Earnings on investment in federal public securities	14 398 547.83	12 501 645.62	26 900 193.45	21 771 357.25
-Income from debts in execution	-	-	-	1 023 193 369.15
-Reversion of Provision	-	-	-	1 023 193 369.15
-Revenues of previous semesters ..	-	48 371 611.79	48 371 611.79	2 982.06
-Other Revenues	677 211.50	414 984.14	1 092 195.64	1 246 271.34
EXPENDITURES	62 712 288.31	127 906 176.31	190 618 464.62	2 184 287 974.98
- Interest/monetary updating	831 910.08	848 206.90	1 680 116.98	1 680 307.90
-Management fee.....	627 806.76	284 031.91	911 838.67	725 815.62
-Constitution and Adjustment of provisions	59 519 625.72	126 373 057.69	185 892 683.41	1 155 519 933.20
-Credits offsetting	-	-	-	1 023 193 369.15
-Other Expenditures	1 732 945.75	400 879.81	2 133 825.56	3 168 549.11
RESULT	84 413 216.86	78 872 545.18	163 285 762.04	149 378 758.67

The rights and obligations of the fund are subject to updating based on the Reference Rate, in full compliance with the terms of such contracts and the legal and normative precepts to which they are subordinated.

Credits to receive are classified as Doubtful, and have been set aside, including the totality or part of the debts of institutions in the process of intervention or liquidation, or already liquidated. In the case of institutions under intervention, the relevant aspects are the amounts not acknowledged in contracts or whose Net Worth is negative or insufficient to cover such credits.

Approximately 71% of the fund's assets - including the provision above - are composed of mortgage bonds received from already liquidated institutions as payment-in-kind and of credits with FCVS generated by anticipated liquidations or termination of the contracts to which they are tied. At the present time, management of such credits is the responsibility of grantor institutions and accounting records reflect projections based on such data.

The reduction of the heading "Credits with Institutions under Intervention" refers to the reclassification of credits of banks under extrajudicial liquidation.

Proagro - Decree no. 175/91 was instituted by Law no. 5,969/73 and regulated by Decree no. 175/91 and CMN Resolution no. 1,855/91 and has the following objectives:

Agricultural Activity Guaranty Program (Proagro) - Decree no. 175/91

BALANCE SHEET (December 31, 1998)

	In R\$	
	1998	1997
A SSETS		
LONG-TERM, CURRENT ASSETS AND RECEIVABLES	16 955 960.09	91 577 278.31
-Available at Banco Central	4 361.38	77 127 969.02
-Investment in federal public securities.....	16 951 598.71	14 449 309.29
T O T A L	16 955 960.09	91 577 278.31
LIABILITIES		
LONG-TERM, CURRENT AND CALLABLE LIABILITIES	140 344 657.52	790 781 742.17
-Loss corroboration service, to be paid	2 373 855.49	2 143 794.10
-Coverages to be paid	76 232 580.22	107 223 499.34
-Other liabilities to be paid	55 694 666.14	44 418 765.79
-Values in the securitization process	6 043 555.67	636 995 682.94
NET WORTH	(123 388 697.43)	(699 204 463.86)
-Accumulated Results	(123 388 697.43)	(699 204 463.86)
T O T A L	16 955 960.09	91 577 278.31

STATEMENT OF INCOME	In R\$			
	1st SEM/98	2nd SEM/98	Fiscal Year/98	Fiscal Year/97
REVENUES	663 514 106,04	160 395 364,83	823 909 470,87	195 026 722,97
-Additional	3 066 021,06	10 578 217,52	13 644 238,58	17 079 853,69
-Earnings on investments in federal public securities.....	2 208 214,84	1 340 621,82	3 548 836,66	1 271 358,32
-Anullment of expenditures in previous semesters	27 306 341,70	148 476 525,49	175 782 867,19	99 675 510,96
-Transfers of the Federal Government budgetary allocations	-	-	-	77 000 000,00
-Securitized debts assumed by National Treasury	630 933 528,44	-	630 933 528,44	-
EXPENDITURES	55 035 501,60	193 058 202,84	247 934 938,01	79 225 791,22
-Loss corroboration service	664 573,89	6 094 493,37	6 759 067,26	1 601 449,10
-Coverage	45 771 648,19	184 128 322,21	229 899 970,40	67 854 714,92
-Management fee	8 440 513,09	2 835 387,26	11 275 900,35	9 758 188,14
-Other expenditures.....	158 766,43	-	-	11 439,06
RESULT	608 478 604,44	(32 662 838,01)	575 974 532,86	115 800 931,75

- a) to release rural producers from financial liabilities consequent upon rural credit current expenditure operations when settlement of such is made difficult as a consequence of natural phenomena, plague and disease in their plantations and herds;
- b) to compensate resources utilized by producers in rural current expenditure operations, when losses occur as a result of the aforementioned events.

According to the terms of Decree no. 1,947, dated 6.28.96, which defined the mechanisms and conditions required for utilization of federal government resources in liquidation of debts with coverage to be paid and with loss corroboration services to be paid and, on the basis on information provided by the Secretariat of the National Treasury with respect to already formalized securitization contracts, registration of revenues in the amount of R\$ 830,933,528.44 was effected simultaneously to cancellation of liabilities related to operations liquidated under this operational mode, thus generating a significant reduction in negative net worth.

With regard to the Balance Sheet, it should be pointed out that:

- a) during the course of January, payments were effected to final beneficiaries in the amount of R\$ 76,302,853.36, based on utilization of funding transferred to Banco Central on 12.30.97 by the Secretariat of the National Treasury;
- b) the heading Other Liabilities Callable registers the Administration Fee to Banco Central, whose payment was suspended by Vote BCB no. 100/94;
- c) the origin of the negative net worth is found in liabilities with coverage to be paid and with corroboration of losses in amounts greater than the inflow of additional earnings and other Program revenues.

The Monetary Reserve was created by Law no. 5,143/66 and altered by Executive Act no. 1,342/74 and has the role of ensuring the normality of financial and capital markets.

Monetary Reserve resources are invested by Banco Central in financial and capital market interventions with authorization of the National Monetary Council and are used to safeguard the legitimate interests of creditors of the institutions subjected to intervention or extrajudicial liquidation.

Uncertainties regarding recovery of almost all of the credits against financial institutions subjected to a special system is taken into consideration for purposes of constituting the Provision for hard-to-recover credits. And it is precisely for this reason that this provision is very important.

Monetary Reserve

BALANCE SHEET (December 31, 1998)

	In R\$	
	1998	1997
ASSET		
LONG-TERM, CURRENT ASSETS AND RECEIVABLES	1 763 644 896.96	930 118 227.36
- Available at Banco Central	308.03	593.09
-Investments in federal public securities.....	304 536 404.02	24 110 383.50
-Federal public securities	565 680 787.26	-
-Credits and Rights tr granted by third parties	58 754 458.92	804 739 601.06
-Refinancing program of credits granted to Federal Government..	218 635 917.62	217 951 711.82
-Anticipation to institutions in liquidation	132 766 352.50	113 845 515.28
-Rights receivables through debts composition	1 160 811 976.26	829 018 596.17
-Credits in execution	1 632 546 802.00	1 632 546 802.00
-Debentures	603 956 739.04	594 887 003.27
-Other values and assets	67 551 180.19	74 337 912.01
-(Provision for hard-to-recover credits)	(2 981 596 028.88)	(3 361 319 890.84)
T O T A L	1 763 644 896.96	930 118 227.36
LIABILITIES		
LONG-TERM, CURRENT AND CALLABLE LIABILITIES	0.01	0.01
-Remaining creditors of institutions in liquidation	0.01	0.01
NET WORTH.....	1 763 644 896.95	930 118 227.35
-Accumulated results.....	1 763 644 896.95	930 118 227.35
TOTAL	1 763 644 896.96	930 118 227.36

In the framework of the state debt refinancing program (Law no. 9,496/97), part of the Minascaixa debt was received in June 1998 in the amount of R\$ 205,500,000.00. The remainder was paid in August 1998 through transfer of LFT-A totaling R\$ 579,082,000.00. These securities will be redeemed in 180 monthly installments, with the first installment falling due in September 1998.

On 12.9.98, CMN Vote no. 215/98 was approved authorizing the reconciliation of Banco Central/Banco do Brasil accounts referring to the foreign branches of the Comind and Auxiliar groups, as required by BCB Vote 457/98. This is to be done through transfers to that institution of approximately US\$ 624.5 million in federal or state securities and credits belonging to the Monetary Reserves. This is to be done during the course of 1999.

STATEMENT OF INCOME		In R\$			
	1st SEM/98	2nd SEM/98	Fiscal Year/98	Fiscal Year/97	
REVENUES	409 913 268.75	855 559 629.71	1 265 472 898.46	402 015 646.48	
-Interest	74 591 341.86	115 526 401.35	190 117 743.21	106 568 842.06	
-Monetary/exchange updating	124 045 777.27	134 849 067.23	258 894 844.50	198 478 897.41	
-Earnings on debt composition securities	1 163 379.65	1 171 052.13	2 334 431.78	924 433.14	
-Earnings on investments in federal public securities	4 503 110.15	24 930 862.46	29 433 972.61	58 428 187.09	
-Reversion of Provisions.....	205 500 000.00	579 082 246.54	784 582 246.54	35 317 847.53	
-Other revenues.....	109 659.82	-	109 659.82	2 297 439.25	
EXPENDITURES	189 485 881.16	242 460 347.70	431 946 228.86	281 756 333.42	
-Management fee	1 116 100.91	525 866.12	1 641 967.03	1 290 338.91	
-Variations consequent upon provisions	181 274 876.33	223 583 508.25	404 858 384.58	263 353 919.85	
-Assets disincorporation	7 094 903.92	18 350 726.79	25 445 630.71	3 554 157.95	
-Annulment of earnings in previous semesters .	-	-	-	13 550 258.98	
-Other expenditures	-	246.54	246.54	7 657.73	
RESULT	220 427 387.59	613 099 282.01	833 526 669.60	120 259 313.06	

BANCO CENTRAL DO BRASIL

President: GUSTAVO HENRIQUE DE BARROSO FRANCO

Directors: CARLOS EDUARDO T. DE ANDRADE, CLÁUDIO NESS MAUCH,
DEMÓSTHENES MADUREIRA DE PINHO NETO, FRANCISCO
LAFAIETE DE PÁDUA LOPES, PAOLO ENRICO MARIA ZAGHEN E
SÉRGIO DARCY DA SILVA ALVES

Head of Financial Administration: JEFFERSON MOREIRA

Accountant - CRC-DF 7333 - CPF 119.361.931-91

Members of the Conselho Monetário Nacional (December 31, 1998)**Pedro Sampaio Malan***Minister of Finance - President***Paulo de Tarso Almeida Paiva***Minister of Planning and Budget***Gustavo Henrique de Barroso Franco***President of the Banco Central do Brasil***Banco Central do Brasil Management** (December 31, 1998)**Board of Directors**

Gustavo Henrique de Barroso Franco

President

Sérgio Darcy da Silva Alves

Director

Carlos Eduardo Tavares de Andrade

Director

Cláudio Ness Mauch

Director

Francisco Lafaiete de Pádua Lopes

Director

Demóstenes Madureira de Pinho Neto

Director

Paolo Enrico Maria Zaghen

*Director***Board of Directors Executive Secretariat***Executive Secretary (Acting)*

Luiz do Couto Neto

*Secretary for the Board of Directors
and for National Monetary Council*

Luiz do Couto Neto

Secretary for Institutional Relations

Gerson Bonani

Secretary for Projects

Hélio José Ferreira

Board of Director Consultants*Office of the President*

Antônio Carlos Monteiro / Eliana Nogueira de Souza

Senior Advisor

Alexandre Antônio Tombini

Senior Advisor

Alexandre Pundek Rocha

Senior Advisor

Antônio Caetano Filho

Senior Advisor

Dalmir Sérgio Louzada

Senior Advisor

Lígia Maria Rocha e Benevides

Senior Advisor

Neuza Shizue Tomizawa

Senior Advisor

Vicente de Paulo Diniz

Central units of the Banco Central do Brasil (December 31, 1998)

Financial Administration Department (Deafi)

Edifício-Sede - 19º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Jefferson Moreira*

Department of Human Resources Administration (Depes)

Edifício-Sede - 18º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Mardônio Walter Sarmiento Pereira Silva*

Department of Material Resources Administration (Demap)

Edifício-Sede - 9º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Belmivam Borges Borba*

Internal Auditing Department (Deaud)

Edifício-Sede - 15º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Luiz Pereira Leite*

Department of Records and Information (Decad)

Edifício-Sede - 14º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Sérgio Almeida de Souza Lima*

Exchange Department (Decam)

Edifício-Sede - 3º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *José Maria Ferreira de Carvalho*

Department of Control of Administrative Processes and Special Systems (Depad)

Edifício-Sede - 13º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Francisco Mumia Machado*

Internal Public Debt Department (Dedip)

Edifício-Sede - 14º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Pedro Alvim Júnior*

Department of Economics (Depec)

Edifício-Sede - 10º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Altamir Lopes*

Department of Supervision and Inspection (Defis)

Edifício-Sede - 12º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Luiz Carlos Alvarez*

Foreign Capital Department (Firce)

Edifício-Sede - 7º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Fernando Antônio Gomes*

Department of Information Systems Management (Deinf)

Edifício-Sede - 2º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Roberto Ozu*

Legal Department (Dejur)

Edifício-Sede - 11º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
General Attorney: *José Coelho Ferreira*

Currency Management Department (Mecir)

Av. Rio Branco, 30
20071-001 Rio de Janeiro (RJ)
Head: *José dos Santos Barbosa*

Department of Financial System Regulation (Denor)

Edifício-Sede - 15º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Clarence Joseph Hillerman Junior*

Department of Banking Operations (Deban)

Edifício-Sede - 18º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Luis Gustavo da Matta Machado*

Department of Open Market Operations (Demab)

Av. Pres. Vargas, 730 - 6º andar
20071-001 Rio de Janeiro (RJ)
Head: *Eduardo Hitiro Nakao*

Department of International Reserves Operations (Depin)

Edifício-Sede - 5º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *Maria do Socorro Costa de Carvalho*

Department of External Debt and International Relations (Derin)

Edifício-Sede - 4º andar
SBS Quadra 3 Zona Central
70074-900 Brasília (DF)
Head: *José Linaldo Gomes de Aguiar*

Department of Financial System Organization (Deorf)

Edifício-Sede - 16º andar

SBS Quadra 3 Zona Central

70074-900 Brasília (DF)

Head: *Carlos Eduardo Sampaio Lofrano*

Department of Planning and Organization (Depla)

Edifício-Sede - 13º andar

SBS Quadra 3 Zona Central

70074-900 Brasília (DF)

Head: *Paulo dos Santos*

Regional offices of the Banco Central do Brasil (December 31, 1998)

1st Region - Regional Office in Belém (Debel)

Boulevard Castilhos França, 708 - Comércio
 Caixa Postal 651
 66010-020 Belém (PA)
 Regional Delegate: *Eduardo Sérgio Holanda Araújo*

Jurisdiction: Acre, Amapá, Amazonas, Pará,
 Rondônia and Roraima

2nd Region - Regional Office in Fortaleza (Defor)

Av. Heráclito Graça, 273 - Centro
 Caixa Postal 891
 60140-061 Fortaleza (CE)
 Regional Delegate: *Mônica Cysne Soares*

Jurisdiction: Ceará, Maranhão and Piauí

3rd Region - Regional Office in Recife (Derec)

Rua Siqueira Campos, 368 - Santo Antônio
 Caixa Postal 1445
 50010-010 Recife (PE)
 Regional Delegate: *Pedro Rafael Lapa*

Jurisdiction: Alagoas, Paraíba,
 Pernambuco and Rio Grande do Norte

4th Region - Regional Office in Salvador (Desal)

Av. Anita Garibaldi, 1211 - Ondina
 Caixa Postal 44
 40176-900 Salvador (BA)
 Regional Delegate: *Marcelo Augusto Borges Nery*

Jurisdiction: Bahia and Sergipe

5th Region - Regional Office in Belo Horizonte (Debho)

Av. Álvares Cabral, 1605 - Santo Agostinho
 Caixa Postal 887
 30170-001 Belo Horizonte (MG)
 Regional Delegate: *João Antônio Fleury Teixeira*

Jurisdiction: Minas Gerais, Goiás and Tocantins

6th Region - Regional Office in Rio de Janeiro (Derja)

Av. Presidente Vargas, 730 - Centro
 Caixa Postal 495
 20071-001 Rio de Janeiro (RJ)
 Regional Delegate: *Sérgio Albuquerque de Abreu e Lima*

Jurisdiction: Espírito Santo and Rio de Janeiro

7th Region - Regional Office in São Paulo (Despa)

Av. Paulista, 1804 - Cerqueira César
 Caixa Postal 8984
 01310-922 São Paulo (SP)
 Regional Delegate: *Antônio Carlos Feitosa*

Jurisdiction: São Paulo

8th Region - Regional Office in Curitiba (Decur)

Rua Marechal Deodoro, 568 - Centro

Caixa Postal 1408

80010-010 Curitiba (PR)

Regional Delegate: *Alceu César de Almeida Neto*

Jurisdiction: Paraná, Mato Grosso and
Mato Grosso do Sul

9th Region - Regional Office in Porto Alegre (Depal)

Travessa Araújo Ribeiro, 305 - Centro

Caixa Postal 919

90010-010 Porto Alegre (RS)

Regional Delegate: *Josué Biachi Piccini*

Jurisdiction: Rio Grande do Sul and Santa Catarina

ACRONYMS

Abad	Brazilian Association of Wholesalers and Distributors
Abef	Brazilian Association of Chicken Exporters
Abic	Brazilian Association of the Coffee Industry
Abimaq	Brazilian Association of Machinery and Equipment Industry
Abras	Brazilian Association of Supermarkets
ACC	Advances on Exchange Contracts
ADB	African Development Bank
ADF	African Development Fund
ADR	American Depositary Receipts
AGF	Federal Government Acquisitions
Agregar	Investment Credit Line for Aggregation of Income to Rural Activity
Anatel	National Telecommunications Agency
Aneel	National Electric Energy Agency
Anfavea	National Association of Automotive Vehicles
ANP	National Petroleum Agency
APE	Savings and Loan Association
Apex	Export Promotion Agency
ARO	Anticipated Budgetary Revenues
Asean	Association of Southeast Asian Nations
Banerj	Rio de Janeiro State Bank
Banespa	São Paulo State Bank
Banrisul	Rio Grande do Sul State Bank
BB	Banco do Brasil
BBC	Banco Central Bond
BBC-A	Banco Central Bond - Series A
BCB	Banco Central do Brasil
BCN	National Credit Bank
Bemge	Minas Gerais State Bank
BIS	Bank for International Settlements
BM&F	Commodities & Futures Exchange
BNDES	National Bank of Economic and Social Development
BNDESpar	BNDES Participation
BNH	National Housing Bank
BoJ	Bank of Japan
Bovespa	São Paulo Stock Exchange
BTN	National Treasury Bond
BTN-E	National Treasury Bond - Special Series
BTNF	Fiscal National Treasury Bond
BUA	Unit of Account of the African Development Bank
BVRJ	Rio de Janeiro Stock Exchange
Cadin	Information File of Unpaid Credits of the Federal Public Sector
Cadip	Registration System of Credit Operations with the Public Sector
CAF	Andean Development Corporation
Caged	Ministry of Labor General File of Employment and Unemployment
Ccex	Export Credit Committee
CCF	Fiscal Control and Management Commission
CCR	Reciprocal Payment and Credit Agreement
CDB	Caribbean Development Bank
CDI	Interfinancial Deposit Certificate
CEEE	State Electricity Company (Rio Grande do Sul State)
CEF	Federal Savings Bank
CEG	Gas State Company (Rio de Janeiro State)
CEI	Community of Independent States (Former Soviet Union)

Celg	Goiás State Power Stations
Cemat	Mato Grosso State Power Stations
Cemig	Minas Gerais State Power Stations
Cepal	Economic Commission for Latin America and the Caribbean
Cerj	Rio de Janeiro State Electricity Company
Cesp	São Paulo State Electricity Company
Cetip	Center of Financial Custody and Liquidation of Securities
CFT-A	Treasury Financing Certificate - Series A
CFT-D	Treasury Financing Certificate - Series D
Chesf	São Francisco River Electricity Power Company
CIF	Cost, Insurance and Freight
CLT	Consolidated Labor Legislation
CMC	Mercosul Common Market Council
CMN	National Monetary Council
CNI	National Confederation of Industry
Coelba	Bahia State Electricity Company
Cofins	Contribution to the Financing of the Social Security System
Conab	National Supply Company
Copesul	South Petrochemical Company
Copom	Monetary Policy Committee
Cosif	Accounting Plan of National Financial System Institutions
Cosipa	São Paulo State Steel-works
CPFL	São Paulo State Electricity Company
CPMF	Provisional Contribution on Financial Transactions
CPR	Rural Producer Note
Credireal	Minas Gerais State Royal Credit Bank
CRI	Certificates of Real State Receivables
CRT	Telecommunications Company of the State of Rio Grande do Sul
CSLL	Social Contribution on Net Profits
CSN	National Steel-works Company
CST	Tubarão Steel-works Company
CTN	National Treasury Certificate
CVM	Securities and Exchange Commission
CVRD	Vale do Rio Doce Company
DCB	Debt Conversion Bond
Depec	Department of Economics
DER	Special Earnings Deposits
DI	Import Statement
DLSP	Net Public Sector Debt
DR	Depositary Receipts
DR	Rural Bill
ECU	European Currency Unit
EEC	European Economic Community
EFF	Extended Fund Facility
EFTA	European Free Trade Association
EGF	Federal Government Loans
EGF-COV	Federal Government Loans with Sale Option
EGF-SOV	Federal Government Loans without Sale Option
EI	Eligible Interest Bonds
Eletrobrás	Brazilian Power Stations
Eletropaulo	São Paulo State Electricity Company
Eletrosul	Southern Brazil Power Stations
Embraer	Air Force Brazilian Company
Embratel	Telecommunications Brazilian Company
Enersul	Mato Grosso do Sul State Energy Company
EPU	Federal Government's Social Security Charges




ERM	European Exchange Rate Mechanism
Esaf	Enhanced Structural Adjustment Facility (IMF)
EU	European Union
Eximbank	Export Import Bank
FAF	Financial Investment Fund
Fapi	Individually Programmed Retirement Funds
FAT	Worker Support Fund
FBC	Gross Capital Formation
FBCF	Gross Fixed Capital Formation
FCVS	Wage Variation Compensation Fund
FEF	Fiscal Stabilization Fund
Ferroeste	Paraná West Railroad
FGC	Credit Guaranty Fund
FGDLI	Deposit and Real Estate Bond Guaranty Fund
FGPC	Guarantee Fund for the Fostering of Competitiveness
FGTS	Severance Fund Contribution
FGV	Getúlio Vargas Foundation
Fiesp	Federation of Industries of the State of São Paulo
Fiex	Foreign Investment Funds
FIF	Financial Investment Funds
FIF-CP	Short-term Financial Investment Funds
Finam	Amazon Region Investment Fund
Finame	Special Industrial Financing Agency
Finor	Northeastern Region Investment Fund
Finsocial	Social Investment Fund
Fipe	Institute of Economic Research Foundation
Flirb	Front-loaded Interest Reduction Bonds
FMM	Merchant Marine Fund
FND	National Development Fund
FNDE	National Fund for the Development of Education
FOB	Free on Board
FOMC	Federal Open Market Committee
Fonplata	Financial Fund for the Development of the River Plate Basin
FPE	State Revenue Sharing Fund
FPM	Municipal Revenue Sharing Fund
FRF	Fixed Income Fund
FRF-CE	Foreign Capital Fixed Income Fund
FRF-CP	Short-term Fixed Income Fund
FSE	Emergency Social Fund
FTAA	Free Trade Area of the Americas
FUA	Fund Unit of Account (ADB)
Funcafé	Coffee Economy Defense Fund
Funcex	Foreign Trade Study Center Foundation
Funcheque	Fund for Enhancing Bank Operations and the Appropriate Use of Checks
Fundef	Fund for Development of Primary Education
Gats	General Agreement on Trade in Services
Gatt	General Agreement on Tariffs and Trade
GTI	Working Group on Investments (Nafta)
GTS	Working Group on Services (Nafta)
HIPC	Highly Indebted Poor Countries
IBGE	Brazilian Institute of Geography and Statistics Foundation
Ibovespa	Quotation Index of the São Paulo Stock Exchange
IBRD	International Bank for Reconstruction and Development
IBV	Quotation Index of the Rio de Janeiro Stock Exchange
IBVRJ	Index of the Rio de Janeiro Stock Exchange
ICMS	Tax on the Circulation of Merchandise and Services

ICSID	International Center for Settlement of Investment Disputes
IDA	International Development Association
IDB	Interamerican Development Bank
IDU	Interest Due and Unpaid Bonds
IEA	International Energy Agency
IFAD	International Fund for Agricultural Development
IFC	International Financial Corporation
IGP-DI	General Price Index-Domestic Supply
IGP-DI (C)	General Price Index-Domestic Supply (centered)
IGP-M	General Price Index-Market
IIC	Inter-American Investment Corporation
IMF	International Monetary Fund
INA	Activity Level Indicator for the State of São Paulo
INCC	National Cost of Construction Index
Inmetro	Brazilian Institute of Metrology, Normalization and Quality
INPC	National Consumer Price Index
INSS	National Institute of Social Security
IOF	Financial Operation Tax
IPA	Wholesale Price Index
IPA-DI	Wholesale Price Index-Domestic Supply
IPC	Consumer Price Index
IPC-A	Consumer Price Index-Extended
IPC-Br	Consumer Price Index-Brazil
IPC-R	Consumer Price Index-Restrict
Ipea	Institute of Applied Economic Research
IPI	Industrialized Products Tax
IR	Income Tax
IRPJ	Income Tax on Legal Entities
ITA	Information Technology Agreement
ITR	Rural Land Tax
Laia	Latin American Integration Association
LBC	Banco Central Bill
LBC-E	Banco Central Bill – Series E
LFT	National Treasury Financing Bill
LFT-A	National Treasury Financing Bill - Series A
LFT-B	National Treasury Financing Bill - Series B
LFTE	Special National Treasury Financing Bill
Loas	Social Assistance Organic Law
LTN	National Treasury Bill
LTN-E	Special National Treasury Bill
M1	Money Supply (Restricted Concept)
M4	Money Supply (Extended Concept)
Mercosul	Common Market of the South
MF	Ministry of Finance
MICT	Ministry of Industry, Trade and Tourism
MIF	Multilateral Investment Fund
Miga	Multilateral Investment Guaranty Agency
MP	Provisional Measure
MPO	Ministry of Planning and Budget
MYDFA	Multiyear Deposit Facility Agreement
NAB	New Arrangements to Borrow (IMF)
Nafta	North American Free Trade Agreement
NBC	Banco Central Note
NBC-A	Banco Central Note - Series A
NBC-E	Banco Central Note - Special Series
NBC-F	Banco Central Note - Floating Series

NBM	Brazilian Products Nomenclature
NBR	Brazilian Registered Rule
NCM	Mercosul Common Nomenclature
NFSP	Public Sector Borrowing Requirements
NMB	New Money Bonus
NPR	Rural Promissory Note
NTF	Nigerian Trust Fund
NTN	National Treasury Note
NTN-A	National Treasury Note - Series A
NTN-A3	National Treasury Note - Series A3
NTN-C	National Treasury Note - Series C
NTN-D	National Treasury Note - Series D
NTN-E	National Treasury Note - Series E
NTN-H	National Treasury Note - Series H
NTN-I	National Treasury Note - Series I
NTN-J	National Treasury Note - Series J
NTN-L	National Treasury Note - Series L
NTN-M	National Treasury Note - Series M
NTN-P	National Treasury Note - Series P
NTN-S	National Treasury Note - Series S
OECD	Organization for Economic Cooperation and Development
Opec	Organization of Petroleum Exporter Countries
Opic	Overseas Private Investment Corporation
OTN	National Treasury Obligation
Parafe	Program of Support to the Fiscal Restructuring and Adjustment of the States
Pasep	Program of Asset Formation of Public Employees
PAT	Worker Food Program
PDV	Voluntary Dismissal Program
PEA	Active Working Population
PED	Electronic Data Processing
Petrobras	Brazilian Petroleum Company
PIS	Social Integration Plan
PLA	Adjusted Net Worth
PND	National Privatization Program
Proagro	Agricultural Activity Guaranty Program
Procera	Special Credit Program for Agrarian Reform
Prodecer	Japanese-Brazilian Program of Cooperation for Development of the Savannahs
Proer	Program of Incentives to the Restructuring and Strengthening of the National Financial System
Proes	Program of Incentives to Reduction of the State Public Sector in Banking Activities
Proex	Export Financing Program
Proger Rural	Rural Employment and Income Program
Pronaf	National Program for Strengthening Family Agriculture
Prosolo	Program of Incentives to the Use of Soil Correction Products
Provarzeas	National Program for Utilization of Irrigable Flood Plains
RDB	Bank Deposit Receipt
RDE	Electronic Declaratory Record
Recheque	Reserve for Fostering Currency Stability and Checks Utilization
Recof	Special System for Industrial Deposit with Unified Control
Recoop	Agribusiness Cooperatives Revitalization Program
RFSA	Federal Railway Company
RGPS	Social Security General Regime
SAF	Structural Adjustment Facility (IMF)
SBPE	Brazilian Savings and Loan System

SDDS	Special Data Dissemination Standard
SDR	Special Drawing Rights
Seade	State System of Data Analysis Foundation
Sebrae	Supporting Service for Small-scale Companies and Microbusinesses
Selic	Special System of Clearance and Custody
SFH	Housing Financing System
SFN	National Financial System
SGT	Working Subgroups
Siderbrás	Brazilian Steel-works
Simples	Integrated System of Tax Payments and Contributions by Microbusinesses and Small scale Companies
Sindmaq	Machinery Industry National Union
Sisbacen	Central Bank Information System
Siscomex	Integrated Foreign Trade System
SOE	Agency for the Securitization of Receivable
SOF	Special Operations Fund
SRF	Secretariat of Federal Revenue
SRF	Supplemental Reserve Facility
STF	Federal Supreme Court
STN	Secretariat of the National Treasury
Sudene	Superintendency for the Development of the Northeast Region
Sunab	National Superintendency of Supply
Tban	Banco Central Assistance Rate
TBC	Banco Central Base Rate
TBF	Basic Financing Rate
TEC	Common External Tariff
Telebrás	Brazilian Telecommunications Company
TJLP	Long-term Interest Rate
TR	Reference Rate
Ufir	Fiscal Reference Unit
UR	Uruguay Round
USAID	US Agency for International Development
USDA	US Department of Agriculture
Usiminas	Minas Gerais State Steel-works
VBC	Basic Cost Value
VOB	Amounts at Order of the Banco Central
WCSO	West Caribbean States Organization
WTO	World Trade Organization
ZPE	Export Processing Zones

SUBSCRIPTION CARD

									
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 BANCO CENTRAL DO BRASIL <hr/> CGC: 00038166/0001-05		<div style="border: 1px solid black; padding: 5px; min-height: 150px;"> <!-- Empty space for internal use --> </div>							
NAME OF MANUAL <input type="checkbox"/> NEW <input type="checkbox"/> RENEWAL		FOR INTERNAL USE ONLY <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">PARTIDA N°</td> <td style="width: 50%;">DATA</td> </tr> <tr> <td colspan="2">VALOR R\$</td> </tr> <tr> <td colspan="2">CARIMBO E ASSINATURA</td> </tr> </table>		PARTIDA N°	DATA	VALOR R\$		CARIMBO E ASSINATURA	
PARTIDA N°	DATA								
VALOR R\$									
CARIMBO E ASSINATURA									
NAME ADDRESS CITY STATE ZIP CODE COUNTRY		EXTENSION CONTACT AREA CODE IPHONE FAX							
NOTES:									
HEADQUARTERS - PAYMENTS DEMAPIDISUD - RECEPÇÃO DO PROTOCOLO SBS - ED. SEDE - 2º SUBSOLO - C. P. 08670 70074-900 - BRASÍLIA-DF		GENERAL SUBSCRIBERS RECORD BANCO CENTRAL DO BRASIL - DEMAPIDISUD/SUIMP SIG - QUADRA 8 - LOTE 2025 - TEL.: (005561) 344-1554 E 344-1888 R. 253 70610-400 - BRASÍLIA-DF FAX: (005561) 344-2982							

REGIONAL OFFICES	JURISDICTION	ADDRESS	PHONE
1st.	ACRE, AMAPÁ, AMAZONAS, PARÁ, RONDÔNIA AND RORAIMA	AV. CASTILHOS FRANÇA, 708 - 3º ANDAR - C.P. 661 66010-020 - BELÉM-PA	(005591) 224-2456
2nd.	CEARÁ, MARANHÃO AND PIAUÍ	AV. HERÁCLITO GRAÇA, 273 - 3º ANDAR - CENTRO - C.P. 891 60140-061 - FORTALEZA-CE	(005585) 211-5436
3rd.	ALAGOAS, PARAIÁ, PERNAMBUCO AND RIO GRANDE DO NORTE	RUA SIQUEIRA CAMPOS, 368 - C.P. 1.445 50010-010 - RECIFE-PE	(005581) 424-1143 R. 132
4th.	BAHIA AND SERGIPE	AV. GARIBALDI, 1.211 - 2º ANDAR - C.P. 44 40176-900 - SALVADOR-BA	(005571) 203-4658
5th.	MINAS GERAIS, GOIÁS AND TOCANTINS	AV. ÁLVARES CABRAL, 1.605 - TÉRREO PROTOCOLO 30170-001 - BELO HORIZONTE-MG	(005531) 275-3755 R. 132
6th.	ESPÍRITO SANTO AND RIO DE JANEIRO	AV. PRESIDENTE VARGAS, 730 - SUBSOLO - C.P. 495 20071-001 - RIO DE JANEIRO-RJ	(005521) 216-2370
7th.	SÃO PAULO	AV. PAULISTA, 1.804 - TÉRREO - C.P. 8.894 01310-922 - SÃO PAULO-SP	(005511) 252-1320
8th.	PARANÁ, MATO GROSSO AND MATO GROSSO DO SUL	RUA MAL. DEODORO, 568 - TÉRREO - C.P. 1.408 80010-010 - CURITIBA-PR	(005541) 321-2700 R. 2865
9th.	RIO GRANDE DO SUL AND SANTA CATARINA	TRAV. ARAÚJO RIBEIRO, 305 - C.P. 919 90010-010 - PORTO ALEGRE-RS	(005551) 220-5167

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- 1 - THE INITIAL SUBSCRIPTION COVERS THE MANUAL ITSELF AND SUBSEQUENT UPDATINGS FOR A PERIOD OF ONE YEAR.
- 2 - SUBSCRIPTION RENEWAL ENTITLES THE SUBSCRIBER TO UPDATINGS FOR AN ADDITIONAL PERIOD OF ONE YEAR.
- 3 - FAILURE TO PAY THE RENEWAL FEE WILL RESULT IN SUSPENSION OF REMITTANCES, IN WHICH CASE THE SUBSCRIBER WILL BE RESPONSIBLE FOR ANY ADVERSE CONSEQUENCES.
- 4 - IF NOTIFICATION OF RENEWAL IS NOT RECEIVED BY MAIL, THE SUBSCRIBER SHOULD CONTACT THE SUBSCRIBER CONTROL OFFICE.
- 5 - PAYMENT SHOULD BE MADE BY CHECK TO "BANCO CENTRAL DO BRASIL".