FINANCIAL STATEMENTS

3Q10 RESULTS

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FINANCIAL STATEMENTS

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Independent auditors' report on limited review

Banco do Brasil S.A.
Financial Statements
In thousands of reais

B A L A N C E S H E E T

ASSETS		Banco do Brasil			BB-Consolidated		
		09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Current Assets		405.470.146	380.900.268	334.253.226	458.864.872	414.966.881	409.071.687
Available Funds	(Note 6)	9.291.607	7.596.546	7.592.477	9.545.362	7.842.770	8.340.370
Short-term interbank investments	(Note 7a)	133.050.784	166.919.021	145.833.717	130.895.829	166.070.192	155.930.757
Money market		98.088.887	134.937.621	117.385.698	106.920.641	144.173.860	134.045.092
Interbank deposits		34.961.897	31.981.400	28.448.019	23.975.188	21.896.332	21.885.665
Securities and derivative financial instru	(Note 8)	27.508.339	39.370.590	32.050.770	61.508.133	59.297.166	67.204.468
Internal portfolio		15.489.011	29.778.301	22.226.861	41.927.880	47.295.209	47.835.346
Repurchase agreements		11.396.083	5.239.743	5.368.281	15.527.938	5.956.127	12.766.095
Deposits with the Brazilian Central Bank		17	3.713.112	3.641.610	17	3.817.049	4.034.894
Pledged in guarantee		155.333	19.300	56.437	2.958.720	1.147.243	1.284.611
Derivative financial instruments		467.895	620.134	757.581	1.093.578	1.081.538	1.283.522
Interbank Accounts		73.158.615	26.421.167	25.381.357	75.430.981	26.574.438	31.242.008
Payments and receipts pending settlement	(Note 9a)	3.136.524	153.232	2.576.294	3.136.954	153.258	2.722.965
Restricted deposits	(Note 9b)	69.627.670	25.950.674	22.665.817	71.860.536	26.063.340	28.240.067
Brazilian Central Bank deposits		67.820.774	24.167.099	22.447.996	70.053.640	24.279.765	26.467.606
National Treasury - rural credits receivable		110.167	148.158	157.374	110.167	148.158	157.374
National Housing Financing System (SFH)		1.696.729	1.635.417	60.447	1.696.729	1.635.417	1.615.087
Interbank onlendings		1.367	1.254	1.274	36.893	7.746	1.274
Correspondent banks		393.054	316.007	137.972	396.598	350.094	277.702
Interdepartmental accounts		166.910	293.950	141.073	166.910	295.152	161.235
Third-party funds in transit		--	330	--	--	330	167
Internal transfers of funds		166.910	293.620	141.073	166.910	294.822	161.068
Loan operations	(Note 10)	115.496.337	102.016.228	88.536.009	125.352.115	110.606.691	103.585.624
Public sector		3.466.919	2.432.592	1.874.933	3.697.925	2.794.701	2.198.759
Private sector		119.374.233	107.102.607	93.838.234	129.451.047	115.763.862	109.095.434
(Allowance for loan losses)		(7.344.815)	(7.518.971)	(7.177.158)	(7.796.857)	(7.951.872)	(7.708.569)
Lease operations	(Note 10)	18.060	23.195	25.063	1.828.708	1.858.258	1.799.155
Public sector		18.060	23.195	25.063	18.713	23.883	26.606
Private sector		--	--	--	1.931.462	1.951.468	1.895.830
(Allowance for lease losses)		--	--	--	(121.467)	(117.093)	(123.281)
Other receivables		45.341.951	36.984.668	33.901.658	52.686.636	40.891.756	39.404.384
Receivables on guarantees honored		66.540	36.938	23.406	66.540	39.588	25.960
Foreign exchange portfolio	(Note 12a)	12.693.216	8.480.791	11.088.396	15.011.028	8.671.052	12.065.790
Income receivable		1.121.540	1.464.119	345.813	742.065	533.393	505.524
Negotiation and intermediation of securities		74.717	16.017	143.345	488.786	436.005	521.584
Insurance, pension plan and capitalization	(Note 21a)	--	--	--	887.220	885.945	791.571
Sundry	(Note 11b)	32.183.535	27.747.589	23.050.284	36.349.354	31.167.539	26.290.394
(Provision for other losses)		(797.597)	(760.786)	(749.586)	(858.357)	(841.766)	(796.439)
Other assets	(Note 13)	1.437.543	1.274.903	791.102	1.450.198	1.530.458	1.403.686
Other assets		284.981	290.210	264.456	371.353	363.989	384.896
(Provision for devaluations)		(165.357)	(166.105)	(157.357)	(173.579)	(175.968)	(190.617)
Prepaid expenses		1.317.919	1.150.798	684.003	1.252.424	1.342.437	1.209.407

ASSETS		Banco do Brasil			BB-Consolidated		
		09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
NON CURRENT ASSETS		317.516.284	279.708.708	239.595.845	337.950.392	293.581.962	276.612.611
LONG-TERM RECEIVABLES		292.769.745	257.489.129	217.256.319	318.662.721	276.572.359	260.647.636
Interbank Investments	(Note 7a)	8.245.156	7.248.277	7.301.443	4.404.009	2.327.768	1.609.759
Money market		4.398.121	--	--	4.404.009	--	--
Interbank deposits		3.847.035	7.248.277	7.301.443	--	2.327.768	1.609.759
Securities and derivative financial instru	(Note 8)	66.338.681	57.501.256	43.150.719	76.086.703	65.039.715	62.613.239
Internal portfolio		25.529.124	21.131.525	9.974.449	33.688.290	27.638.367	19.297.172
Subject to repurchase agreements		38.259.032	20.584.267	19.138.870	39.442.183	20.929.518	27.719.745
Deposits with the Brazilian Central Bank		60	14.527.621	12.452.387	60	14.590.558	13.137.257
Pledged in guarantee		2.414.904	1.110.340	1.450.561	2.717.591	1.499.726	2.036.707
Derivative financial instruments		135.561	147.503	134.452	238.579	381.546	422.358
Interbank transactions		32.265	17.071	9.695	32.265	17.071	9.695
Interbank transfers		32.265	17.071	9.695	32.265	17.071	9.695
Loan operations	(Note 10)	161.466.713	140.826.236	121.435.581	175.567.308	151.176.406	142.630.977
Public sector		3.577.656	3.801.538	3.070.943	3.485.990	3.593.364	2.866.086
Private sector		166.876.935	146.444.106	127.318.246	181.421.487	157.315.829	150.173.880
(Allowance for loan losses)		(8.987.878)	(9.419.408)	(8.953.608)	(9.340.169)	(9.732.787)	(10.408.989)
Lease operations	(Note 10)	29.622	37.580	34.037	2.320.760	2.842.305	2.837.313
Public sector		29.622	37.580	34.037	30.532	38.967	33.861
Private sector		--	--	--	2.396.444	2.917.455	2.904.751
(Allowance for lease losses)		--	--	--	(106.216)	(114.117)	(101.299)
Other receivables		54.846.054	51.223.436	44.874.745	58.210.302	54.341.422	50.236.372
Receivables on guarantees honored		--	51.384	50.480	--	51.384	50.480
Income receivable		33.347	31.069	34.891	31.807	30.051	36.434
Negotiation and intermediation of securities		45.404	--	--	67.539	--	--
Specific credits	(Note 11a)	1.003.929	931.845	910.215	1.003.929	931.845	910.215
Insurance, pension plan and capitalization	(Note 21a)	--	--	--	21.275	22.265	23.609
Sundry	(Note 11b)	54.559.421	51.031.510	44.657.548	57.906.250	54.145.893	50.090.182
(Provision for other losses)		(796.047)	(822.372)	(778.389)	(820.498)	(840.016)	(874.548)
Other assets	(Note 13)	1.811.254	635.273	450.099	2.041.374	827.672	710.281
Prepaid expenses		1.811.254	635.273	450.099	2.041.374	827.672	710.281
PERMANENT ASSETS		24.746.539	22.219.579	22.339.526	19.287.671	17.009.603	15.964.975
Investments		13.755.689	12.182.867	14.913.090	7.887.548	6.645.339	6.625.470
Investments in subsidiary and associated c	(Note 14a)	13.720.898	12.143.602	14.881.186	6.908.828	5.775.953	5.698.293
Domestic		12.708.563	11.177.506	13.902.355	6.908.828	5.775.953	5.698.293
Foreign		1.012.335	966.096	978.831	--	--	--
Other investments	(Note 14b)	86.147	109.093	82.557	1.060.995	947.225	1.007.446
(Provision for losses)		(51.356)	(69.828)	(50.653)	(82.275)	(77.839)	(80.269)
Land and buildings in use	(Note 15)	4.131.655	4.006.745	3.299.360	4.395.713	4.214.484	3.740.745
Land and buildings in use		3.500.862	3.167.766	2.806.133	3.518.073	3.335.698	3.211.344
Other property and equipment in use		6.467.463	6.232.263	5.387.261	7.001.855	6.631.918	6.183.813
(Accumulated depreciation)		(5.836.670)	(5.393.284)	(4.894.034)	(6.124.215)	(5.753.132)	(5.654.412)
Applications in fixed assets for leasing	(Note 15)	--	--	--	38	1.223	1.912
Leased assets		--	--	--	831	3.640	4.284
(Accumulated depreciation)		--	--	--	(793)	(2.417)	(2.372)
Intangible	(Note 16)	6.563.525	5.625.845	3.755.190	6.672.859	5.676.879	5.082.249
Intangible Assets		9.873.586	7.607.239	4.550.776	10.017.436	7.659.321	6.998.270
(Accumulated amortization)		(3.310.061)	(1.981.394)	(795.586)	(3.344.577)	(1.982.442)	(1.916.021)
Deferred charges		295.670	404.122	371.886	331.513	471.678	514.599
Organization and expansion costs		2.064.773	2.083.036	1.648.621	2.162.010	2.246.822	2.236.935
(Accumulated amortization)		(1.769.103)	(1.678.914)	(1.276.735)	(1.830.497)	(1.775.144)	(1.722.336)
TOTAL		722.986.430	660.608.976	573.849.071	796.815.264	708.548.843	685.684.298

LIABILITIES/STOCKHOLDERS' EQU		Banco do Brasil			BB-Consolidated		
		09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
CURRENT LIABILITIES		512.711.641	478.981.403	420.719.949	545.868.991	503.741.878	504.015.883
Deposits	(Note 17a)	257.535.336	252.490.505	214.567.349	265.061.996	258.676.108	261.060.097
Demand deposits		58.794.581	56.211.678	45.674.069	59.018.229	56.458.787	50.106.971
Savings deposits		85.702.541	75.741.590	60.358.059	85.702.541	75.741.590	72.233.450
Interbank deposits		11.036.924	13.543.548	9.826.113	9.788.123	10.437.440	8.836.720
Time deposits		101.643.840	106.765.221	98.443.056	110.195.533	115.808.988	129.599.039
Sundry		357.450	228.468	266.052	357.570	229.303	283.917
Deposits received under security repurc	(Note 17c)	142.579.586	142.412.717	119.109.169	158.200.207	153.699.462	145.297.576
Internal portfolio		47.381.749	24.462.905	23.079.622	58.132.883	30.819.656	42.829.128
Third-party portfolio		95.197.837	117.949.812	96.029.547	99.258.724	122.719.587	101.189.909
Subject to repurchase agreements within free moveme		--	--	--	808.600	160.219	1.278.539
Funds from acceptance and issue of se	(Note 19)	1.600.564	758.810	39.463	2.222.257	1.406.912	1.384.299
Mortgage Notes		109.415	--	--	414.037	407.929	781.649
Foreign securities		1.491.149	758.810	39.463	1.808.220	998.983	602.650
Interbank accounts		2.917.317	21.332	2.517.977	2.922.206	21.350	2.791.584
Receipts and payments pending settlement		2.903.931	602	2.497.444	2.908.820	615	2.768.761
Correspondent banks		13.386	20.730	20.533	13.386	20.735	22.823
Interdepartmental accounts		1.784.699	3.209.295	1.638.061	1.805.071	3.229.088	1.858.620
Third-party funds in transit		1.631.160	3.197.791	1.620.980	1.651.532	3.214.643	1.839.512
Internal transfers of funds		153.539	11.504	17.081	153.539	14.445	19.108
Borrowings	(Note 18a)	11.127.898	6.274.611	8.158.005	7.802.585	4.810.915	7.075.551
Domestic borrowings - Official institutions		--	--	2.152.207	--	70.976	2.472.401
Domestic borrowings - Other institutions		--	--	--	72.043	86.221	46.076
Foreign borrowings		11.127.898	6.274.611	6.005.798	7.730.542	4.653.718	4.557.074
Local onlendings - official institutions	(Note 18b)	20.818.430	11.676.087	14.947.490	21.787.400	12.609.667	16.020.548
National Treasury		2.062.978	2.100.693	2.825.893	2.085.675	2.100.693	2.825.893
National Bank for Economic and Social Development (		7.688.611	6.078.474	5.819.216	8.209.142	6.731.990	6.580.597
Federal Bank (CEF)		12.795	21.935	--	12.795	21.935	25.779
National Industrial Financing Authority (FINAME)		3.129.205	2.138.406	2.924.423	3.554.947	2.418.470	3.210.116
Other institutions		7.924.841	1.336.579	3.377.958	7.924.841	1.336.579	3.378.163
Foreign onlendings		253.332	868	1.031	5.431	576	95
Foreign onlendings		253.332	868	1.031	5.431	576	95
Derivative financial instruments	(Note 8d)	2.306.568	1.996.875	2.578.022	3.340.618	2.617.011	2.836.810
Derivative financial instruments		2.306.568	1.996.875	2.578.022	3.340.618	2.617.011	2.836.810
Other liabilities		71.787.911	60.140.303	57.163.382	82.721.220	66.670.789	65.690.703
Collection and payment of taxes and social contributio		3.259.008	335.641	2.453.035	3.309.399	376.523	2.629.448
Foreign exchange portfolio	(Note 12a)	25.620.118	12.106.915	14.828.864	27.947.462	12.173.988	15.465.680
Social and statutory		2.073.671	2.470.489	1.586.649	2.157.271	2.625.183	1.608.497
Taxes and social security contributions	(Note 20b)	16.895.165	16.568.631	15.544.383	19.008.982	18.315.213	17.479.873
Negotiation and intermediation of securities		128.459	95.006	123.433	1.310.226	528.226	378.192
Technical provisions - insurance, pension p	(Note 21b)	--	--	--	4.593.008	4.123.164	3.859.420
Financial and development funds	(Note 20a)	1.324.339	2.050.776	930.948	1.324.339	2.050.776	930.948
Subordinated debt	(Note 20c)	10.022	--	--	716.569	--	--
Hybrid capital and debt instruments	(Note 20d)	93.763	13.260	13.541	93.763	13.260	12.673
Sundry	(Note 20e)	22.383.366	26.499.585	21.682.529	22.260.201	26.464.456	23.325.972

LIABILITIES/STOCKHOLDERS' EQU		Banco do Brasil			BB-Consolidated		
		09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
NON CURRENT LIABILITIES		162.015.690	145.508.308	119.467.781	202.741.947	168.687.559	147.985.752
LONG-TERM LIABILITIES		161.786.316	145.259.396	119.275.448	202.741.947	168.687.559	147.985.752
Deposits	(Note 17a)	81.446.576	77.614.251	63.568.569	83.274.347	78.887.719	65.897.980
Interbank deposits		2.250.387	2.012.595	1.212.680	1.427.762	1.181.133	790.216
Time deposits		79.196.189	75.601.656	62.355.889	81.846.585	77.706.586	65.107.764
Deposits received under security repurc	(Note 17c)	6.841.584	7.108.094	6.456.411	7.393.961	7.121.725	8.305.373
Internal portfolio		2.055.139	1.082.487	1.077.965	2.055.140	1.082.045	2.714.365
Third-party portfolio		4.786.445	6.025.607	5.378.446	5.336.104	6.025.607	5.378.446
Subject to repurchase agreements within free moveme		--	--	--	2.717	14.073	212.562
Funds from acceptance and issue of se	(Note 19)	5.010.582	1.812.687	1.418.404	10.589.445	5.955.407	4.846.771
Features letters Real estate, mortgage, credit and sim		--	--	--	1.796.871	860.822	534.547
Debentures		--	--	--	1.655.677	1.496.353	1.532.340
Foreign Securities		5.010.582	1.812.687	1.418.404	7.136.897	3.598.232	2.779.884
Borrowings	(Note 18a)	3.564.802	4.776.034	4.758.083	1.640.039	1.559.348	1.779.490
Domestic borrowings - Official institutions		--	--	--	40.794	93.859	149.590
Foreign borrowings		3.564.802	4.776.034	4.758.083	1.599.245	1.465.489	1.629.900
Local onlendings - official institutions	(Note 18b)	24.798.742	17.422.445	11.614.590	27.061.155	18.984.508	13.084.209
National Bank for Economic and Social Development (		16.338.298	11.799.391	7.406.275	17.803.964	12.897.512	8.387.828
Federal Bank (CEF)		--	124.297	--	--	124.297	126.979
National Industrial Financing Authority (FINAME)		8.460.444	5.498.757	4.208.315	9.257.191	5.962.699	4.569.402
Foreign onlendings		410.225	1.457.949	1.674.466	90.399	98.555	103.785
Foreign onlendings		410.225	1.457.949	1.674.466	90.399	98.555	103.785
Derivative financial instruments	(Note 8d)	496.145	187.908	293.756	1.854.698	2.107.025	3.260.903
Derivative financial instruments		496.145	187.908	293.756	1.854.698	2.107.025	3.260.903
Other liabilities		39.217.660	34.880.028	29.491.169	70.837.903	53.973.272	50.707.241
Taxes and social security	(Note 20b	5.140.740	4.123.099	2.698.861	7.394.971	5.981.486	4.743.937
Negotiation and intermediation of securities		1.310.912	1.320.070	1.376.220	74.660	--	--
Technical provisions - insurance, pension p	(Note 21b)	--	--	--	24.538.163	13.216.012	12.222.040
Financial and development funds	(Note 20a)	2.181.651	2.083.838	1.854.439	2.181.651	2.083.838	3.121.192
Subordinated debt	(Note 20c)	18.801.524	16.387.569	14.952.265	21.372.937	18.553.240	16.408.663
Hybrid capital and debt instruments	(Note 20d)	3.388.148	3.503.525	888.650	3.380.378	3.502.544	888.650
Sundry	(Note 20e)	8.394.685	7.461.927	7.720.734	11.895.143	10.636.152	13.322.759
DEFERRED INCOME		229.374	248.912	192.333	--	--	--
STOCKHOLDERS' EQUITY	(Note 24)	48.259.099	36.119.265	33.661.341	48.204.326	36.119.406	33.682.663
Capital		33.077.996	18.566.919	18.548.611	33.077.799	18.566.919	18.548.611
Domestic		27.427.230	17.236.823	17.227.447	27.427.033	17.236.823	17.227.447
Foreign		5.650.766	1.330.096	1.321.164	5.650.766	1.330.096	1.321.164
Capital reserves		--	5.188	5.188	--	5.188	5.188
Revaluation Reserves		6.304	6.746	6.804	6.304	6.746	6.804
Reserve for Retained Earnings		12.593.707	17.301.439	13.298.880	12.539.047	17.301.439	13.298.880
Assets Valuation Adjustments	(Note 8f)	629.741	270.164	323.955	629.741	270.164	323.955
Acumulated earning		1.951.606	--	1.509.094	1.951.606	--	1.509.094
(Treasury Shares)		-255	-31.191	-31.191	-255	-31.191	-31.191
MINORITY INTEREST IN SUBSIDIARIES		--	--	--	84	141	21.322
Total		722.986.430	660.608.976	573.849.071	796.815.264	708.548.843	685.684.298

The accompanying notes are an integral part of these financial statements

Banco do Brasil S.A
Financial Statements
In thousands of reais

Statement of Income

		Banco do Brasil			BB-Consolidated		
		3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
INCOME FROM FINANCIAL INTERMEDIATION		18.774.974	52.546.924	40.991.516	21.494.599	60.059.964	47.192.572
Loans	(Note 10.b)	12.415.976	34.711.382	26.394.029	13.700.223	38.017.203	28.797.916
Leases	(Note 10.i)	11.065	32.942	36.933	774.603	2.365.883	1.503.932
Securities	(Note 8.b)	5.760.620	15.946.016	14.835.597	6.262.461	17.101.517	16.028.267
Derivative financial instruments	(Note 8.e)	(945.671)	(820.096)	(1.174.956)	(1.407.291)	(1.668.831)	(1.176.033)
Net foreign exchange	(Note 12.b)	468.653	466.474	424.243	491.216	544.458	420.924
Compulsory deposits	(Note 9.b)	1.064.331	2.210.206	475.670	1.118.691	2.310.256	601.949
Insurance, pension plans and capitalization	(Note 21.e)	--	--	--	554.696	1.389.478	1.015.617
EXPENSES FROM FINANCIAL INTERMEDIATION		(12.769.529)	(35.704.727)	(31.073.141)	(14.789.873)	(41.458.761)	(35.088.834)
Deposits and funds obtained in the money market	(Note 17.d)	(9.604.250)	(25.633.818)	(20.516.220)	(10.481.405)	(28.029.584)	(22.148.596)
Borrowings and onlendings	(Note 18.c)	(680.135)	(2.592.042)	(1.730.263)	(731.585)	(2.631.678)	(1.792.023)
Leases	(Note 10.i)	(9.527)	(28.464)	(32.018)	(556.250)	(1.702.779)	(1.070.458)
Insurance, pension plans and capitalization	(Note 21.e)	--	--	--	(372.460)	(962.341)	(631.159)
Allowance for loan losses	(Notes 10.f and 10.g)	(2.475.617)	(7.450.403)	(8.794.640)	(2.648.173)	(8.132.379)	(9.446.598)
GROSS FINANCIAL INTERMEDIATION INCOME		6.005.445	16.842.197	9.918.375	6.704.726	18.601.203	12.103.738
OTHER OPERATING INCOME/EXPENSES		(2.208.477)	(5.361.129)	(3.323.003)	(2.512.111)	(6.196.423)	(5.706.391)
Banking service fees	(Note 22.a)	2.065.927	6.062.342	5.404.547	2.961.885	8.561.881	7.457.936
Banking Fees	(Note 22.b)	979.618	2.795.627	2.111.304	1.091.237	3.079.395	2.447.053
Personnel expenses	(Note 22.c)	(3.218.249)	(8.945.873)	(7.434.785)	(3.442.002)	(9.567.475)	(8.567.705)
Other administrative expenses	(Note 22.d)	(2.843.029)	(8.487.796)	(6.778.342)	(3.222.914)	(9.537.990)	(8.158.084)
Tax Expenses	(Note 22.e)	(738.005)	(2.141.546)	(1.797.072)	(949.318)	(2.757.050)	(2.335.026)
Equity in the (earnings)/loss of subsidiary and associated comp	(Note 14)	637.631	2.059.726	1.426.190	(88.980)	(10.271)	(939.652)
Insurance, pension plan and capitalization	(Note 21.e)	--	--	--	487.870	1.396.735	1.166.543
Other operating income	(Note 22.f)	2.702.741	7.990.930	9.586.820	3.309.695	9.439.973	10.178.249
Other operating expenses	(Note 22.g)	(1.795.111)	(4.694.539)	(5.841.665)	(2.659.584)	(6.801.621)	(6.955.705)
OPERATING INCOME		3.796.968	11.481.068	6.595.372	4.192.615	12.404.780	6.397.347
NON-OPERATING INCOME	(Note 23)	15.715	188.324	148.122	25.863	371.887	1.821.512
Income		31.477	246.420	204.044	61.481	487.781	1.894.299
Expenses		(15.762)	(58.096)	(55.922)	(35.618)	(115.894)	(72.787)
PROFIT BEFORE TAXATION AND PROFIT SHARING		3.812.683	11.669.392	6.743.494	4.218.478	12.776.667	8.218.859
INCOME TAX AND SOCIAL CONTRIBUTION ON NET INCOME	(Note 25)	(852.849)	(2.922.796)	14.981	(1.180.159)	(3.894.938)	(1.440.161)
PROFIT SHARING		(335.071)	(990.649)	(766.403)	(413.556)	(1.180.710)	(785.254)
NET INCOME	(Note 24.f)	2.624.763	7.755.947	5.992.072	2.624.763	7.701.019	5.993.444
PROFIT ATTRIBUTABLE TO PARENT		2.624.763	7.755.947	5.992.072	2.624.763	7.701.039	5.992.072
MINORITY INTEREST		--	--	--	--	(20)	1.372
Number of shares		2.860.729.247	2.860.729.247	2.568.186.485	2.860.729.247	2.860.729.247	2.568.186.485
(Treasury Shares)		(9.753)	(9.753)	(1.150.375)	(9.753)	(9.753)	(1.150.375)
Total shares used in calculation of earnings per share		2.860.719.494	2.860.719.494	2.567.036.110	2.860.719.494	2.860.719.494	2.567.036.110
Net income per share		0,92	2,71	2,33	0,92	2,69	2,33

The accompanying notes are an integral part of these financial statements

Banco do Brasil S.A
Financial Statements
In thousands of Reais

STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

Banco do Brasil EVENTS	Capital	Capital Reserves Tax Incentives	Revaluation Reserves in Subsidiary and Associated Companies	Reserve for Retained Earnings Legal Reserves	 Statutory Reserves	 Expansion Reserves	Assets Valuation Adjustments Bank	 Subsidiary and associated companies	Treasury shares	Retained earnings	Total
Balances at 12.31.2008	13.779.905	5.188	7.286	1.788.916	9.419.711	4.768.706	(31.422)	230.151	(31.191)	--	29.937.250
Capital increase - the capitalization of reserves	4.768.706	--	--	--	--	(4.768.706)	--	--	--	--	--
Assets Valuation Adjustments (Note 8.f)	--	--	--	--	--	--	36.181	89.045	--	--	125.226
Net Income	--	--	--	--	--	--	--	--	--	5.992.072	5.992.072
Appropriantions: - Reserves	--	--	--	200.558	2.423.651	--	--	--	--	(2.624.209)	--
- Dividends (Note 24.e)	--	--	--	--	(533.956)	--	--	--	--	(483.097)	(1.017.053)
- Interest on own capital (Note 24.e)	--	--	--	--	--	--	--	--	--	(1.379.776)	(1.379.776)
Prior year adjustments in associated companies - adequacy Law 11.638/20	--	--	--	--	--	--	--	--	--	3.622	3.622
Realization of revaluation reserves in subsidiary and associate (Note 24.c)	--	--	(482)	--	--	--	--	--	--	482	--
Balance at 09.30.2009	18.548.611	5.188	6.804	1.989.474	11.309.406	--	4.759	319.196	(31.191)	1.509.094	33.661.341
Changes in the period	4.768.706	--	(482)	200.558	1.889.695	(4.768.706)	36.181	89.045	--	1.509.094	3.724.091
Balance at 06.30.2010	26.028.096	--	6.372	2.552.851	10.419.407	--	(17.975)	429.351	(31.191)	--	39.386.911
Capital increase - IPO	7.049.900	--	--	--	--	--	--	--	--	--	7.049.900
Assets Valuation Adjustments (Note 8.f)	--	--	--	--	--	--	36.150	182.215	--	--	218.365
Disposal of treasury stock	--	--	--	--	--	--	--	--	30.936	--	30.936
Loss on disposal of treasury stock	--	--	--	--	(2.581)	--	--	--	--	--	(2.581)
Net Income	--	--	--	--	--	--	--	--	--	2.624.763	2.624.763
Appropriantions: - Reserves (Note 24.e)	--	--	--	--	(375.970)	--	--	--	--	--	(375.970)
- Interest on own capital (Note 24.e)	--	--	--	--	--	--	--	--	--	(673.935)	(673.935)
Prescribed interest on own capital and dividends	--	--	--	--	--	--	--	--	--	710	710
Realization of revaluation reserves in subsidiary and associated companies	--	--	(68)	--	--	--	--	--	--	68	--
Balance at 09.30.2010	33.077.996	--	6.304	2.552.851	10.040.856	--	18.175	611.566	(255)	1.951.606	48.259.099
Changes in the period	7.049.900	--	(68)	--	(378.551)	--	36.150	182.215	30.936	1.951.606	8.872.188
Balances at 12.31.2009	18.566.919	5.188	6.746	2.296.291	15.005.148	--	(36.885)	307.049	(31.191)	--	36.119.265
Capital increase - the capitalization of reserves (Note 24.b)	7.418.087	(5.188)	--	--	(7.412.899)	--	--	--	--	--	--
Capital increase - IPO (Note 24.b)	7.049.900	--	--	--	--	--	--	--	--	--	7.049.900
Capital increase - subscription bonus of "C" (Note 24.b)	42.816	--	--	--	--	--	--	--	--	--	42.816
Capital increase - incorporation of subsidiaries and affiliates (Note 24.b)	274	--	--	--	--	--	--	--	--	--	274
Assets Valuation Adjustments (Note 8.f)	--	--	--	--	--	--	55.060	304.517	--	--	359.577
Disposal of treasury stock	--	--	--	--	--	--	--	--	30.936	--	30.936
Loss on disposal of treasury stock	--	--	--	--	(2.581)	--	--	--	--	--	(2.581)
Net Income	--	--	--	--	--	--	--	--	--	7.755.947	7.755.947
Appropriantions: - Reserves	--	--	--	256.560	3.271.319	--	--	--	--	(3.527.879)	--
- Dividends (Note 24.e)	--	--	--	--	(820.131)	--	--	--	--	(564.785)	(1.384.916)
- Interest on own capital (Note 24.e)	--	--	--	--	--	--	--	--	--	(1.717.462)	(1.717.462)
Prescribed interest on own capital and dividends	--	--	--	--	--	--	--	--	--	5.343	5.343
Realization of revaluation reserves in subsidiary and associate (Note 24.c)	--	--	(442)	--	--	--	--	--	--	442	--
Balance at 09.30.2010	33.077.996	--	6.304	2.552.851	10.040.856	--	18.175	611.566	(255)	1.951.606	48.259.099
Changes in the period	14.511.077	(5.188)	(442)	256.560	(4.964.292)	--	55.060	304.517	30.936	1.951.606	12.139.834

The accompanying notes are an integral part of these financial statements

Banco do Brasil S.A
Financial Statements
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STATEMENT OF CHANGES IN STOCKHOLDERS' EQUITY

BB-Consolidated		Capital	Capital Reserves	Revaluation Reserves in Subsidiary and Associated Companies	Reserve for Retained Earnings			Assets Valuation Adjustments		Treasury shares	Retained earnings	Minority interest in Subsidiaries	Total
EVENTS			Tax Incentives		Legal Reserves	Statutory Reserves	Expansion Reserves	Bank	Subsidiary and associated companies				
Balances at 12.31.2008		13.779.905	5.188	7.286	1.788.916	9.419.711	4.768.706	(31.422)	230.151	(31.191)	--	--	29.937.250
Capital increase - the capitalization of reserves		4.768.706	--	--	--	--	(4.768.706)	--	--	--	--	--	--
Assets Valuation Adjustments	(Note 8.f)	--	--	--	--	--	--	36.181	89.045	--	--	--	125.226
Net Income		--	--	--	--	--	--	--	--	--	5.992.072	1.372	5.993.444
Appropriantions: - Reserves		--	--	--	200.558	2.423.651	--	--	--	--	(2.624.209)	--	--
- Dividends	(Note 24.e)	--	--	--	--	(533.956)	--	--	--	--	(483.097)	--	(1.017.053)
- Interest on own capital	(Note 24.e)	--	--	--	--	--	--	--	--	--	(1.379.776)	--	(1.379.776)
Prior year adjustments in associated companies - adequacy Law 11.638/20		--	--	--	--	--	--	--	--	--	3.622	--	3.622
Realization of revaluation reserves in subsidiary and associate	(Note 24.c)	--	--	(482)	--	--	--	--	--	--	482	--	--
Acquisition of subsidiary		--	--	--	--	--	--	--	--	--	--	19.950	19.950
Balance at 09.30.2009		18.548.611	5.188	6.804	1.989.474	11.309.406	--	4.759	319.196	(31.191)	1.509.094	21.322	33.682.663
Changes in the period		4.768.706	--	(482)	200.558	1.889.695	(4.768.706)	36.181	89.045	--	1.509.094	21.322	3.745.413
Balance at 06.30.2010		26.027.932	--	6.372	2.552.851	10.364.499	--	(17.975)	429.351	(31.191)	--	43	39.331.882
Capital increase - IPO		7.049.900	--	--	--	--	--	--	--	--	--	--	7.049.900
Assets Valuation Adjustments	(Note 8.f)	--	--	--	--	--	--	36.150	182.215	--	--	--	218.365
Disposal of treasury stock		--	--	--	--	--	--	--	--	30.936	--	--	30.936
Loss on disposal of treasury stock		--	--	--	--	(2.581)	--	--	--	--	--	--	(2.581)
Net Income		--	--	--	--	--	--	--	--	--	2.624.763	--	2.624.763
Realization of unrealized results		--	--	--	--	248	--	--	--	--	--	--	248
Appropriantions: - Reserves	(Note 24.e)	--	--	--	--	(375.970)	--	--	--	--	--	--	(375.970)
- Interest on own capital	(Note 24.e)	--	--	--	--	--	--	--	--	--	(673.935)	--	(673.935)
Prescribed interest on own capital and dividends		--	--	--	--	--	--	--	--	--	710	--	710
Realization of revaluation reserves in subsidiary and associate	(Note 24.c)	--	--	(68)	--	--	--	--	--	--	68	--	--
Reciprocal participation in subsidiaries		(33)	--	--	--	--	--	--	--	--	--	--	(33)
Change in minority interest in subsidiaries		--	--	--	--		--	--	--	--	--	41	41
Balance at 09.30.2010		33.077.799	--	6.304	2.552.851	9.986.196	--	18.175	611.566	(255)	1.951.606	84	48.204.326
Changes in the period		7.049.867	--	(68)	--	(378.303)	--	36.150	182.215	30.936	1.951.606	41	8.872.444
Balances at 12.31.2009		18.566.919	5.188	6.746	2.296.291	15.005.148	--	(36.885)	307.049	(31.191)	--	141	36.119.406
Capital increase - the capitalization of reserves	(Note 24.b)	7.418.087	(5.188)	--	--	(7.412.899)	--	--	--	--	--	--	--
Capital increase - IPO	(Note 24.b)	7.049.900	--	--	--	--	--	--	--	--	--	--	7.049.900
Capital increase - subscription bonus of "C"	(Note 24.b)	42.816	--	--	--	--	--	--	--	--	--	--	42.816
Capital increase - incorporation of subsidiaries and affiliates		274	--	--	--	--	--	--	--	--	--	--	274
Assets Valuation Adjustments	(Note 8.f)	--	--	--	--	--	--	55.060	304.517	--	--	--	359.577
Disposal of treasury stock		--	--	--	--	--	--	--	--	30.936	--	--	30.936
Loss on disposal of treasury stock		--	--	--	--	(2.581)	--	--	--	--	--	--	(2.581)
Net Income		--	--	--	--	--	--	--	--	--	7.755.947	(20)	7.755.927
Unrealized results		--	--	--	--	(54.908)	--	--	--	--	--	--	(54.908)
Realization of unrealized results		--	--	--	--	248	--	--	--	--	--	--	248
Appropriantions: - Reserves		--	--	--	256.560	3.271.319	--	--	--	--	(3.527.879)	--	--
- Dividends	(Note 24.e)	--	--	--	--	(820.131)	--	--	--	--	(564.785)	--	(1.384.916)
- Interest on own capital	(Note 24.e)	--	--	--	--	--	--	--	--	--	(1.717.462)	--	(1.717.462)
Prescribed interest on own capital and dividends		--	--	--	--	--	--	--	--	--	5.343	--	5.343
Realization of revaluation reserves in subsidiary and associate	(Note 24.c)	--	--	(442)	--	--	--	--	--	--	442	--	--
Reciprocal participation in subsidiaries		(197)	--	--	--	--	--	--	--	--	--	--	(197)
Change in minority interest in subsidiaries		--	--	--	--	--	--	--	--	--	--	(37)	(37)
Balances at 09.30.2010		33.077.799	--	6.304	2.552.851	9.986.196	--	18.175	611.566	(255)	1.951.606	84	48.204.326
Changes in the period		14.510.880	(5.188)	(442)	256.560	(5.018.952)	--	55.060	304.517	30.936	1.951.606	(57)	12.084.920

The accompanying notes are an integral part of these financial statements

Banco do Brasil S.A.
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STATEMENT OF CASH FLOW

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
CASH FLOWS FROM OPERATING ACTIVITIES						
Net Income before taxes	3.812.683	11.669.392	6.743.494	4.218.478	12.776.667	8.218.859
Adjustments to Net Income:	2.590.463	6.284.298	8.960.740	5.806.483	15.060.731	15.791.627
Provision for credit, leasing operations and other receivables	2.475.617	7.450.403	8.794.640	2.648.173	8.132.379	9.446.598
Depreciation and amortization	790.403	2.349.283	1.428.996	804.145	2.389.876	1.733.571
Result of the assessment of the recoverable value of assets	14.877	15.215	--	15.200	16.595	--
Result of participation in affiliates and subsidiaries	(637.631)	(2.059.726)	(1.426.190)	88.980	10.271	939.652
(Profit)/ loss on the sale of assets	(6.470)	(38.640)	(30.096)	9.843	6.760	(33.644)
(Gain)/Loss on Capital	4.608	8.176	(10.188)	(1.047)	(95.606)	3.384
Results of changes in foreign exchange	(69.453)	(72.052)	(710.557)	(103.833)	(108.635)	(968.207)
Provision/(reversal) for devaluation of other assets	2.876	4.545	5.298	2.874	4.592	4.577
Amortization of goodwill on investments	48.154	138.565	80.512	67.084	157.495	150.966
Provision with civil, labor and tax provisions	491.732	589.123	1.677.891	554.460	790.550	2.199.899
Changes in provision for Insurance, Pension Plans and Capitalization	--	--	--	2.244.641	5.856.979	3.165.840
Actuarial Assets/Liabilities	(522.379)	(2.103.631)	(853.188)	(522.379)	(2.103.631)	(853.188)
Minority interest	--	--	--	--	20	(1.372)
Other adjustments	(1.871)	3.037	3.622	(1.658)	3.086	3.551
Changes						
Short-term interbank investments	(5.862.823)	16.646.378	(32.526.554)	(16.846.567)	15.938.440	(42.189.033)
Securities and derivative financial instruments	638.119	1.136.734	(4.067.819)	(4.205.653)	(12.001.283)	(8.322.519)
Interbank and interdepartmental accounts	(10.636.739)	(45.125.118)	(2.458.007)	(10.753.531)	(47.266.655)	(1.878.797)
Loan operations	(11.069.765)	(40.895.161)	(28.834.386)	(14.221.198)	(46.474.573)	(34.010.636)
Lease operations	3.677	13.093	4.526	215.451	420.643	(283.732)
Other claims net of deferred tax	(5.940.728)	(9.294.459)	5.711.940	(10.271.444)	(17.782.359)	1.467.461
Other assets	(1.008.172)	(1.304.526)	(162.272)	(1.004.606)	(1.145.812)	(368.291)
Income tax and social contribution	(1.013.052)	(3.084.741)	(3.390.098)	(1.439.094)	(4.338.342)	(5.067.931)
Deposits	3.076.540	8.877.156	1.693.518	4.375.517	10.772.516	6.292.149
Money Market	(2.937.746)	(99.641)	33.485.925	(1.008.401)	4.772.981	41.218.814
Repurchase agreements	(396.739)	4.039.649	257.340	579.539	5.449.383	(312.412)
Borrowing and onlendings	8.826.851	19.365.435	788.324	9.959.256	20.323.440	3.305.713
Other liabilities	9.974.543	10.767.658	2.338.773	14.540.316	26.094.394	5.142.800
Change Deferred Income	19.434	(19.538)	(29.189)	--	--	--
CASH PROVIDED/(USED IN) OPERATIONS	(9.923.454)	(21.023.391)	-11.483.745	-20.055.454	-17.399.829	-10.995.928

CASH FLOWS INVESTING ACTIVITIES						
Securities and Derivatives availlable for sale	(2.672.947)	(2.186.108)	56.713	1.166.660	(3.684.804)	(5.653.476)
Securities and Derivatives held to maturity	(229.863)	5.002.730	81.866	(158.130)	3.231.473	2.438.109
Dividends receivable from subsidiary/associated companies	344.664	1.505.948	2.418.725	--	--	--
(Acquisition) / disposal of fixed assets in use	(307.930)	(769.245)	(601.677)	(359.033)	(845.860)	(637.412)
(Acquisition) / Disposal of investment	(36.402)	(455.630)	(543.251)	(1.102.268)	(1.237.426)	(432.686)
(Acquisition) of intangible	(157.104)	(2.546.028)	(510.711)	(171.513)	(2.596.849)	(638.442)
Cash and Cash Equivalents Assets and Liabilities arising from the merger of Banco Nossa Caixa	--	--	(2.227.662)	--	--	3.298.795
Cash and Cash Equivalents Assets and Liabilities arising from the participation of Banco Votorantim	--	--	(3.750.000)	--	--	3.113.393
Cash received on the sale of Brasilsaude	--	--	--	29.057	29.057	--
CASH PROVIDED/(USED IN) INVESTING ACTIVITIES	-3.059.582	551.667	-5.075.997	-595.227	-5.104.409	1.488.281
CASH FLOWS FROM FINANCING ACTIVITIES						
Change in minority interest	--	--	--	41	(57)	21.322
Subordinated debt	399.668	2.423.977	3.180.088	749.877	3.536.266	4.636.486
Hybrid capital instruments and debt	(161.482)	(34.874)	(283.966)	(168.908)	(41.662)	(283.955)
Capital increase	7.049.900	7.092.715	--	7.049.900	7.092.715	--
Disposal of treasury stock	30.936	30.936	--	30.936	30.936	--
Dividends and Interest on own capital paid	(1.090.157)	(3.570.949)	(2.783.159)	(1.090.157)	(3.570.949)	(2.783.159)
CASH PROVIDED/(USED IN) FINANCING ACTIVITIES	6.228.865	5.941.805	112.963	6.571.689	7.047.249	1.590.694
Net Cash Variation	-6.754.171	-14.529.919	-16.446.779	-14.078.992	-15.456.989	-7.916.953
At the beginning of the period	41.926.763	49.702.511	67.739.366	36.496.985	37.874.982	68.012.137
At the end of the period	35.172.592	35.172.592	51.292.587	22.417.993	22.417.993	60.095.184
Increase (decrease) in cash and cash equivalents	(6.754.171)	(14.529.919)	(16.446.779)	(14.078.992)	(15.456.989)	(7.916.953)

The accompanying notes are an integral part of these financial statements

Banco do Brasil S.A.
Financial Statement
In Thousand of Reais

STATEMENT OF ADDED VALUE

		Banco do Brasil						BB-Consolidated					
		3Q2010		01.01 to 09.30.2010		01.01 to 09.30.2009		3Q2010		01.01 to 09.30.2010		01.01 to 09.30.2009	
		Balance	%	Balance	%	Balance	%	Balance	%	Balance	%	Balance	%
Income		20.001.337		56.668.163		42.494.991		23.733.967		67.036.930		52.649.694	
Financial Intermediation Income		18.774.974		52.546.924		40.991.516		21.494.599		60.059.964		47.192.572	
Banking and service fees		3.045.545		8.857.969		7.515.851		4.053.122		11.641.276		9.904.989	
Allowance for loans losses		(2.475.617)		(7.450.403)		(8.794.640)		(2.648.173)		(8.132.379)		(9.446.598)	
Other income/expenses		656.435		2.713.673		2.782.264		834.419		3.468.069		4.998.731	
Financial Intermediation Expense		(10.293.912)		(28.254.324)		(22.278.501)		(12.141.700)		(33.326.382)		(25.642.236)	
Third party materials and services		(1.653.773)		(4.975.337)		(3.950.325)		(1.930.693)		(5.740.552)		(4.854.426)	
Materials, energy and other		(106.213)		(331.040)		(288.972)		(109.866)		(342.008)		(307.623)	
Services provided		(269.042)		(784.441)		(556.702)		(297.705)		(886.963)		(695.380)	
Others		(1.278.518)		(3.859.856)		(3.104.651)		(1.523.122)		(4.511.581)		(3.851.423)	
Communications	(Note 22.d)	(282.637)		(881.164)		(730.283)		(302.738)		(945.680)		(792.533)	
Data processing	(Note 22.d)	(232.431)		(767.161)		(530.583)		(250.446)		(815.912)		(666.174)	
Transportation	(Note 22.d)	(185.020)		(506.078)		(424.164)		(194.240)		(532.908)		(445.496)	
Security and surveillance services	(Note 22.d)	(161.660)		(487.621)		(438.512)		(162.727)		(490.674)		(479.298)	
Services of the financial system	(Note 22.d)	(121.503)		(388.390)		(324.248)		(165.377)		(470.224)		(515.045)	
Advertising and publicity	(Note 22.d)	(61.550)		(193.726)		(140.436)		(83.456)		(271.766)		(218.096)	
Other		(233.717)		(635.716)		(516.425)		(364.138)		(984.417)		(734.781)	
Added Value		8.053.652		23.438.502		16.266.165		9.661.574		27.969.996		22.153.032	
Amortization / depreciation	(Note 22.d)	(790.403)		(2.349.283)		(1.428.996)		(804.145)		(2.389.876)		(1.733.571)	
Net Value Added Produced by Entity		7.263.249		21.089.219		14.837.169		8.857.429		25.580.120		20.419.461	
Added Value Received in the Transfer		637.631		2.059.726		1.426.190		(88.980)		(10.271)		(939.652)	
Equity in the (Gain)/Loss of subsidiary and associated companies		637.631		2.059.726		1.426.190		(88.980)		(10.271)		(939.652)	
Added Value to distribute		7.900.880	100,00	23.148.945	100,00	16.263.359	100,00	8.768.449	100,00	25.569.849	100,00	19.479.809	100,00
Distributed of Added Value		7.900.880	100,00	23.148.945	100,00	16.263.359	100,00	8.768.449	100,00	25.569.849	100,00	19.479.809	100,00
Personnel		3.156.411	39,95	8.798.555	38,01	7.345.167	45,16	3.425.490	39,07	9.517.061	37,22	8.346.314	42,85
Salaries and fees		2.070.628		5.665.533		4.792.156		2.212.122		6.055.959		5.509.602	
Profit sharing		335.071		990.649		766.403		413.556		1.180.710		785.254	
Benefits and training	(Note 22.c)	426.280		1.257.504		941.386		458.608		1.349.392		1.108.028	
FGTS		128.472		352.608		272.308		141.303		387.781		322.317	
Others		195.960		532.261		572.914		199.901		543.219		621.113	
Income Taxes and Social Contribution		1.987.763	25,16	6.202.326	26,79	2.638.494	16,22	2.559.545	29,19	7.883.128	30,83	4.782.211	24,55
Federal		1.839.496		5.784.512		2.286.696		2.366.625		7.329.543		4.298.408	
State		119		675		552		124		691		560	
Municipal		148.148		417.139		351.246		192.796		552.894		483.243	
Remuneration of Third Party Capital		131.943	1,67	392.117	1,69	287.626	1,77	158.651	1,81	468.641	1,83	357.840	1,84
Rentals	(Note 22.d)	131.943		392.117		287.626		158.651		468.641		357.840	
Remuneration of Equity	(Note 24.e)	2.624.763	33,22	7.755.947	33,50	5.992.072	36,84	2.624.763	29,93	7.701.019	30,12	5.993.444	30,77
Interest on capital of the Union		398.969		1.080.392		904.038		398.969		1.080.392		904.038	
Interest on equity to other stockholders		274.966		637.070		475.738		274.966		637.070		475.738	
Dividends - main shareholder		222.574		881.415		666.462		222.574		881.415		666.462	
Dividends - other shareholder		153.396		503.501		350.591		153.396		503.501		350.591	
Retained earnings		1.574.858		4.653.569		3.595.243		1.574.858		4.598.661		3.595.243	
Minority interests in retained earnings		--		--		--		--		(20)		1.372	

The accompanying notes are an integral part of these financial statements

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1 – The Bank and its Operations

Banco do Brasil S.A. is a publicly listed company established under private law with both public and private stockholders. It is subject to the requirements of Brazilian corporate legislation. Its purpose is to carry out all asset, liability and accessory banking operations, to provide banking services, to intermediate and originate financial transactions in various forms, including foreign exchange transactions and supplementary activities, with an emphasis on insurance, private pension, capitalization, securities brokerage, administration of credit/debit cards, consortiums, investment funds and management portfolios, and to practice any activities permitted for the institutions that are part of the National Finance System. It is also the main financial agent of the Brazilian Federal Government and is therefore required to carry out the functions attributed to it by law, specifically those of Article 19 of Law 4595/1964.

2 – Company Restructuring

a) Mergers

Besc S.A. Arrendamento Mercantil e Besc Financeira S.A. – Crédito, Financiamento e Investimento

On April 13, 2010, as approved by the Extraordinary General Meeting held on the same date, Banco do Brasil S.A. merged the subsidiaries Besc S.A. Arrendamento Mercantil (Bescleasing) and Besc Financeira S.A. - Crédito, Financiamento e Investimento (Bescredi). The justifications for the mergers are principally based on cost reduction by capturing operating synergies and consolidating the competitive advantages to be achieved due to the magnitude of Bank's network of branches.

The required valuations were performed that of the Bank by the quotation of its shares in the securities market and those of Bescleasing and Bescredi by their book values. Based on those valuations, the Bank's capital, was increased by R$ 274 thousand, due to the issue of 9,039 registered common shares without par value, arising from the transfer of 1% of the assets of Bescleasing and 0.41639% of the assets of Bescredi approved by the Bank at 05.28.2010.

Of that share issue, 6,452 shares were assigned to Besc Distribuidora de Títulos e Valores Mobiliários S.A. - Bescval, controlled by Banco do Brasil and minority shareholder of Bescleasing, resulting in a reciprocal shareholding expected to be eliminated within 1 year.

Banco do Brasil took on the capacity of successor of Bescleasing and Bescredi, as regards all their assets, rights and obligations. As a natural outcome, both merged companies had their separate legal identities terminated.

Banco Popular do Brasil S.A.

On May 31, 2010, as approved by the Extraordinary General Meeting held on the same date, Banco do Brasil merged its wholly-owned subsidiary Banco Popular do Brasil S.A. under the terms of the Agreement and Plan of Merger, by transferring the net equity of the subsidiary into the parent company. The merger is justified as the most adequate and efficient to integrate the activities and simplify the operating structure, with the resulting reduction in operating costs, in addition to allowing the expansion of the offer of products and services to the customers and the public connected to Banco Popular do Brasil.

The net equity of Banco Popular do Brasil was valuated based on the book value as of December 31, 2009, with the addition of the equity variations between the date of the determination of book value and the merger date, as authorized by the Brazilian Securities Commission (CVM). As a natural outcome, Banco Popular do Brasil was extinguished pleno jure as a legal entity, and Banco do Brasil became the universal successor of Banco do Brasil's rights and obligations.

Shown below are the asset and liability balances of Banco Popular do Brasil S.A., Besc S.A. Arrendamento Mercantil, and Besc Financeira S.A. - Crédito, Financiamento e Investimento, merged into Banco do Brasil:

R$ Thousand

	Banco Popular	Bescleasing	Bescredi
Balances merged:			
- Assets	194,820	20,500	21,107
- Liabilities	171,265	780	1,860
- Equity	23,555	19,720	19,247
Net income to date of merger	1,768	142	373

Banco Nossa Caixa

On April 1, 2010, the Central Bank of Brazil (BACEN) approved the merger of Banco Nossa Caixa and cancelled the operating permit. The book balances were absorbed by Banco do Brasil on November 30, 2009.

In connection with the Justification and Incorporation Protocol published on 10.29.2009, the shares of Banco Nossa Caixa have been converted in shares of Banco do Brasil on 04.09.2010.

b) Acquisitions

Banco Patagonia S.A.

On 04.21.2010, the Banco do Brasil and the controllers of Banco Patagonia SA entered into the Purchase and Sale Agreement for acquisition by Banco do Brasil, the controlling interest of Banco Patagonia, and authorized by the Central Bank of Brazil in 10.21.2010. The price tag for the acquisition of 366,825,016 shares (51% of the share capital and voting capital) is R$ 479,660 thousand, resulting in the value of US$ 1.3076 per share.

On 10.28.2010, the Central Bank of Brazil also has authorized the Banco do Brasil to increase its equity position from 51% to 75% of the total voting capital of Banco Patagonia, due to the Public Offering (OPA) under the Purchase and Sale Agreement signed on 04.21.2010.

The closing of the transaction is awaiting regulatory approvals from Argentina.

Cielo e Visavale - Increase of the participation

On 07.13.2010, the negotiation was completed where Banco do Brasil, together with its fully-owned subsidiary BB Banco de Investimento S.A. acquired from Grupo Santander Espanha a portion of the shares held by Companhia Brasileira de Soluções e Serviços – CBSS (Visa Vale) and in Cielo S.A. ("Cielo"). The new involvement of BB Banco de Investimentos in Cielo increased from 23.61% to 28.75% and in Visa Vale 40.35% to 45%.

Summary of values involved in the transaction:

R$ Thousand

Cielo	
Share acquisition price on 07/13/2010	1,058,988
Value of Investment in Banco do Brasil (5.04%)	56,864
Value of goodwill for the acquisition	1,002,124
VisaVale	
Share acquisition price on 07/13/2010	61,916
Value of Investment in Banco do Brasil (4.655%)	8,005
Value of goodwill for the acquisition	53,911

c) Corporate Reorganizations in the area of Insurance, Pension, Capitalization and Reinsurance

IRB - Instituto de Resseguros do Brasil - Negotiations for Acquisition of Equity Interest

On 10.15.2009, the Bank communicated the start of negotiations without binding effect, aiming at the acquisition of equity interest in IRB–Brasil Re S.A.. The deal is under review by the Administration.

Brasilcap Capitalizações S.A.

On January 6, 2010, the Bank announced that its wholly-owned subsidiary BB Seguros Participações S.A. (BB Seguros) and Grupo Icatu (Icatu), entered into a Memorandum of Understanding with a view to forming a strategic alliance in the Brazilian market to develop and sell capitalization products.

Brasilprev Seguros e Previdência S.A.

On 04.30.2010, the Bank announced that BB Seguros Participações S.A. ("BB Seguros") and PFG do Brasil Ltda., member of the Principal Financial Group ("Principal"), renewed their strategic partnership in developing and marketing open-ended private pension plans in Brazil.

Principal acquired a 4% shareholding in Brasilprev Seguros e Previdência S.A. ("Brasilprev") held by Serviço Brasileiro de Apoio às Micro e Pequenas Empresas - SEBRAE.

The BB Seguros holds 74.995% of Brasilprev's total equity capital, in accordance with the following breakdown of equity interests:

	Common Shares		Preferred Shares		Total	
	%	N.º of Shares	%	N.º of Shares	%	N.º of Shares
Principal	50.01	572,634	--	--	25.005	572,634
BB Seguros	49.99	572,406	100.00	1,145,040	74.995	1,717,446
Total	100.00	1,145,040	100.00	1,145,040	100.00	2,290,080

The Mapfre Partnership

On 05.05.2010, Banco do Brasil announced that BB Seguros and the insurance group Mapfre ("Grupo Mapfre") entered into a partnership agreement ("Agreement") to form a strategic alliance in the field of personal insurance, casualties, and vehicles effective for 20 years.

Pursuant to this Agreement, two privately owned holding companies will be organized, under the Mapfre group's control of the voting shares and jointly managed. In order to equalize the intended shareholding in both holding companies that will be organized, BB Seguros will pay in a sum of R$ 295 million.

Brasilveículos Companhia de Seguros

It was approved by the Superintendence of Private Insurance (SUSEP) the sale of the entire shareholding by Sul America Companhia Nacional de Seguros (Sul América) in Brasilveículos Companhia de Seguros (Brasilveículos) for BB Aliança REV Participações (BB Aliança REV), a subsidiary integral from BB Seguros, under the contract of sale signed on 05.05.2010 and its additive.

In consequence of this approval on 10.29.2010, BB Aliança REV acquired the entire stake held by Sul América in Brasilveículos, representing 60% of the voting stock and 30% of the total capital of Brasilveículos. The purchase price was updated from R$ 359 million. Thus, Brasilveículos replaced by the following corporate structure:

	Before Negotiation		Current	
	Shares ON	**Shares PN**	**Shares ON**	**Shares PN**
BB Seguros	40%	100%	40%	100%
BB Aliança REV	--	--	60%	--
Sul América	60%	--	--	--

Brasilsaúde Companhia de Seguros

On 05.20.2010, the BB Seguros e a Sul América Seguro Saúde S.A. (SAS Saúde) signed a Sale and Purchase Agreement for the acquisition by SAS Saúde of all shares held by BB Seguros (49.92% of total capital) in Brasilsaúde Companhia de Seguros.

The transaction was approved by the National Health Agency (ANS) and financially settled on 07.08.2010. Considered the restatement of the date of liquidation, the money from BB insurance on the transaction was R$ 29,158 thousand.

The following are the balances, accounting result to date of disposal, the calculation of investment value and the gain on disposal of stake in Brasilsaúde:

	R$ Thousand
Assets	137,807
Liabilities	93,270
Stockholders' Equity	44,537
Income to Date of Disposal	(2,247)
Stockholders' Equity adjusted of Brasilsaúde	44,537
Value of Investment in Banco do Brasil (49.92%)	22,121
Amount Received from Sale	29,158
Gross Profit on Disposal	7,037

OdontoPrev

On 08.19.2010, the Banco do Brasil, BB Seguros, Odontoprev SA (OdontoPrev), Bradesco Seguros SA (Bradesco) and ZNT Empreendimentos, Comércio e Participações Ltda (ZNT), signed a memorandum of understanding, without binding effect, with order to form strategic alliance for the development and marketing of dental products in the industry.

For this performance, the partnership involves studies around the creation of a company with share of 75% of total capital (49.99% of voting shares and 100% of preferred capital) by BB Insurance and 25% of total capital (50,01% of the voting stock) by OdontoPrev. Furthermore, studies predict that the BB Insurance indirectly participate in 10% of the total capital of OdontoPrev, through a holding company that will be constituted by the Insurance BB, Bradesco and ZNT.

The consummation of the transaction is subject to technical studies, legal, financial, to satisfactory negotiation of definitive documents and completion of legal formalities and regulatory requirements.

d) Other Partners

Partnership of Banco do Brasil, Bradesco and Caixa Economic Federal in the card segment

On 27.04.2010, the Banco do Brasil SA and Banco Bradesco SA signed a memorandum of understanding, without binding effect, for the preparation of a business model to integrate a portion of their card operations and, concurrently, launch a Brazilian flag Elo of credit, debit and prepaid cards for account holders and non-account holders. If the operation is concluded, the above mentioned companies intend to create a new holding which will integrate and manage the businesses.

On 08.09.2010, the Banco do Brasil, Banco Bradesco SA and Caixa Economica Federal signed a memorandum of understanding, without binding effect for development of business model in order (I) to integrate the CEF for the release all of the Brazilian flag Elo credit cards, debit and prepaid to customers account holders and non-account holders of their banks and (ii) to evaluate the possibility to develop jointly, new business for prepaid cards through creation of enterprise payment methods or incorporation of existing businesses and aligned to this type of business.

Banks have also informed the intention of studying the possibility of expanding the participation of the Caixa Economica Federal in Cielo SA and proceed with negotiations on the possible participation of this financial institution in sharing project external self-service terminals.

The consummation of the transaction is subject to technical studies, legal, financial, to satisfactory negotiation of definitive documents and completion of legal formalities and regulatory requirements.

Strategic Partnership with Bradesco and Banco Espirito Santo

On 08.09.2010, the Banco do Brasil has signed with Banco Bradesco SA and Banco Espirito Santo SA (BES), a memorandum of understandings, without binding effect, in order to initiate dealings to establish strategic partnership (“financial holding”) in order to performance in Africa.

If successful, the partnership would consolidate current operations in Africa BES. The financial holding also coordinates future investments involving the acquisition of shareholdings in other banks as well as establishing its own operations on the African continent. The three financial institutions consider the potential partnership an important means to support the movement towards the internationalization of Brazilian and Portuguese companies and to assist the growing trade with that continent.

The consummation of the transaction is subject to completion of technical studies, legal, financial, to satisfactory negotiation of definitive documents and completion of legal formalities and regulatory requirements in each country.

3 – Presentation of the Financial Statements

The Financial Statements have been prepared in accordance with the accounting guidelines derived from Brazilian corporation law, the rules and instructions issued by the Conselho Monetário Nacional (CMN), Brazilian Central Bank (BACEN), the Brazilian Securities Commission (CVM), the National Council of Private Insurance (CNSP), the Superintendence of Private Insurance (SUSEP), and the National Health Agency (ANS).

According to Brazilian practices some estimates require that Management use its judgment in determining and recording accounting estimates, when applicable. Significant assets and liabilities subject to these estimates and assumptions include the residual value of property, plant and equipment, the allowance for loan losses and deferred income tax recorded in assets, contingencies, the appreciation of derivative financial instruments, and the assets and liabilities relating to benefits for employees. The final amounts for transactions involving these estimates are only known upon their settlement.

The financial statements include operations of Banco do Brasil S.A. in Brazil and abroad (Banco do Brasil), and financial and non-financial subsidiaries in Brazil and abroad, special purpose entities, including the Investment Funds in which the Bank controls directly or indirectly, and investments in subsidiaries and associated companies, in accordance with Central Bank requirements (BB-Consolidated).

In the preparation of these financial statements, amounts resulting from transactions between consolidated companies, including the ownership interest held by one in another, balances of balance sheet accounts, revenues, expenses, reciprocal shareholding, and unrealized profits, net of tax effects, were eliminated. Minority interest in net equity and income was separately disclosed in the financial statements. The balances of balance sheet and income accounts of ownership interest where control is shared with other shareholders were consolidated proportionally to the ownership held in the investee's capital. Leasing operations were considered from the funding method's standpoint, and the amounts were reclassified from the heading of leased assets to the heading of leasing operations, after deduction of residual amounts received in advance.

Since 2008, the Accounting Pronouncements Committee (CPC), issued accounting standards and interpretations aligned to the international accounting standards approved by the Securities Commission. Currently, the Bank has applied the pronouncements heretofore listed:

CPC n.º	Subject	CVM Deliberation n.º	CMN Resolution n.º	Applied as of:
01	Reduction to the recoverable value of assets	527/2007	3,566/2008	2008
03	Cash Flow Statement	547/2008	3,604/2008	2008
05	Related party disclosure	560/2008	3,750/2009	2009
25	Provisions, Contingent Liabilities and Contingent Assets	594/2009	3,823/2009	2010

The application and impact of other accounting rules issued by the Bank are being evaluated in the context of the preparation of consolidated financial statements in accordance with international accounting standards (IFRS) from fiscal year 2010, as determined by CMN Resolution No. 3.786/2009 and Central Bank Circular No. 3.472/2009.The Bank will complete this process within the statutory deadlines set.

For purposes of comparison of the financial statements, the following reclassifications was made to the Non-Current Liabilities - Minority Interests in Subsidiaries to Shareholders' Equity - Minority Interests in Controlled Companies, on 09.30.2009 and 12.31.2009, in the values of R$ 21,322 thousand and R$ 141 thousand, respectively.

The authorization for conclusion of such financial statements was given by the Executive Board of Directors, on 11.09.2010.

We have listed the shareholding interest included in the consolidated financial statements, segregated by business segments, according to exhibit in Note 5 - Information by Segment:

				% of Total Share		
				09.30.2010	12.31.2009	09.30.2009
Banking Segment			**Activity**			
BB Leasing S.A. – Arrendamento Mercantil	(1)	(8)	Leasing	100%	100%	100%
Besc Distribuidora de Títulos e Valores Mobiliários S.A.	(1)	(8)	Asset Management	99.62%	99.62%	99.62%
BB Banco Popular do Brasil S.A.	(2)		Banking	--	100%	100%
Besc Financeira S.A. – Crédito, Financiamento e Investimentos	(2)		Loans and Financing	--	99.58%	99.58%
Besc Leasing S.A. – Arrendamento Mercantil	(2)		Leasing	--	99%	99%
Banco Nossa Caixa S.A.	(2)		Banking	--	--	99.32%
Banco Votorantim S.A.	(3)	(8)	Banking	50%	50%	50%
Banco do Brasil – AG. Viena	(1)	(8)	Banking	100%	100%	100%
BB Leasing Company Ltd.	(1)	(8)	Leasing	100%	100%	100%
BB Securities LLC.	(1)	(8)	Broker	100%	100%	100%
BB Securities Ltd.	(1)	(8)	Broker	100%	100%	100%
Brazilian American Merchant Bank – BAMB	(1)	(8)	Banking	100%	100%	100%
BB USA Holding Company, Inc	(1)	(8)	Holding	100%	100%	100%
Investment Segment						
BB Banco de Investimento S.A.	(1)	(8)	Investment Bank	100%	100%	100%
Kepler Weber S.A.	(6)	(9)	Industry	17.57%	17.65%	17.67%
Neoenergia S.A.	(6)	(8)	Energy	11.99%	11.99%	11.99%
Companhia Brasileira de Securitização – Cibrasec	(5)	(9)	Credit Acquisition	12.12%	9.09%	9.09%
Segment of Fund management						
BB Gestão de Recursos–Distribuidora de Títulos e Valores Mobiliários S.A.	(1)	(8)	Asset Management	100%	100%	100%
Segment of Insurance, Private Pension Fund, and						
BB Seguros Participações S.A.	(4)	(8)	Holding	100%	100%	--
BB Aliança Participações S.A.	(4)	(8)	Holding	100%	100%	--
BB Corretora de Seguros e Administradora de Bens S.A.	(4)	(8)	Broker	100%	100%	100%
Cia. de Seguros Aliança do Brasil	(4)	(8)	Insurance company	100%	100%	100%
Nossa Caixa Capitalização S.A.	(4)	(8)	Capitalization	100%	100%	99.32%
Brasilveículos Companhia de Seguros	(5)	(8)	Insurance company	70%	70%	70%
Brasilcap Capitalizações S.A.	(5)	(8)	Capitalization	49.99%	49.99%	49.99%
Brasilprev Seguros e Previdência S.A.	(5)	(8)	Insurance Company/Pension	74.99%	49.99%	49.99%
Brasilsaúde Companhia de Seguros			Insurance Company/Health	--	49.92%	49.92%
Seguradora Brasileira de Crédito à Exportação – SBCE	(5)	(8)	Insurance company	12.09%	12.09%	12.09%
Segment of payment methods						
BB Administradora de Cartões de Crédito S.A.	(4)	(8)	Service Rendering	100%	100%	100%
Nossa Caixa S.A. – Administradora de Cartões de Crédito	(4)	(8)	Service Rendering	100%	100%	99.32 %
Cia. Brasileira de Soluções e Serviços CBSS – Visavale	(5)	(9)	Service Rendering	45%	40.35%	40.35%
Cielo S.A.	(6)	(8)	Service Rendering	28.75%	23.60%	23.53%
Tecnologia Bancária S.A. – Tecban	(5)	(9)	Service Rendering	13.53%	9.02%	9.02%
Other segments						
Ativos S.A.	(4)	(8)	Credit Acquisition	100%	100%	100%
BB Administradora de Consórcios S.A.	(4)	(8)	Consortiums	100%	100%	100%
BB Tur Viagens e Turismo Ltda.	(4)	(9)	Tourism	100%	100%	100%
BB Money Transfers, Inc	(4)	(8)	Service Rendering	100%	100%	100%
Cobra Tecnologia S.A.	(4)	(9)	IT	99.94%	99.94%	99.94%
BV Participações S.A.	(7)	(8)	Holding	50%	50%	50%

(1) Financial subsidiary companies.
(2) Financial institutions incorporated (Note 2a).
(3) Financial company, with joint control with Votorantim Finanças S.A., included proportionately in the consolidation.
(4) Non-financial subsidiary companies.
(5) Non financial associated companies, included on pro rata basis in consolidation, as recommended by Bacen, according to the provisions of paragraph 2, Article 22 of Law 5,385/1975, amended by Law 9,447/1997, with working of Decree 3,995/2001.
(6) Non financial companies, jointly controlled, included on pro rata basis in consolidation, as recommended by Bacen, according to the provisions of 2nd paragraph of the Article 22, of Law 5,385/1975, amended by Law 9,447/1997, with working of Decree 3,995/2001.
(7) Non financial company , with joint control with Votorantim Finanças S.A., included proportionately in the consolidation.
(8) Financial Statements included in consolidation in September/2010.
(9) Financial Statements included in consolidation in August/2010.

The following investment funds were also consolidated: BV Financeira FIDC I, BV Financeira FIDC II, BV Financeira FIDC III, Fundo de Investimento Sedna Referenciado DI and Votorantim G&K Fundo de

Investimento em Participações, as well as specific-purpose entity located abroad Dollar Diversifield Payment Rights Finance Company, entities that are directly or indirectly controlled by the Bank.

4 – Summary of main accounting practices

a) Statements of income

Income and expenses are recognized on the accrual basis. Transactions with fixed rates are recorded at their redemption value and deferred income and expenses are recorded as a discount to the corresponding assets or liabilities. Variable or foreign-currency-indexed transactions are adjusted to the balance sheet date based on agreed contractual indices.

b) Cash and cash equivalents

Cash and cash equivalents are represented by available funds in local currency, foreign currency, investments in gold, short-term investments with high liquidity and insignificant risk of change in value and limits, with maturity equal to or less than 90 days and do not include short-term interbank investments – financed position (Note 6).

c) Short-term interbank investments

Short-term interbank investments are recorded at their investment or acquisition amount, plus income accrued up to the balance sheet date and adjustment to allowance for losses when applied.

d) Securities

The securities purchased for the Bank's portfolio are recorded at the actual amount paid, including brokerage charges and fees, and are classified in three separate categories according to management's intentions, According to Bacen 3.068/2001:

Trading Securities: these are securities purchased to be actively and frequently traded. They are adjusted monthly to market value. The increases and decreases in their value are recorded, respectively, in income and expense accounts for the period;

Securities available for sale: these are securities that may be traded at any time, but are not acquired to be actively and frequently traded. They are adjusted monthly to market value and their increases and decreases in their value are recorded, net of tax effects, in a separate stockholders' equity account.

Securities held to maturity: these are securities that the Bank intends and has the financial ability to hold to maturity. These securities are not adjusted to market value but are held at cost plus accumulated interest. The financial capacity is supported by a cash flow projection that does not consider the possibility of sale of these securities.

The mark-to-market methodology used for securities was established following consistent, verifiable criteria, which consider the average price of trading on the day of calculation or, if not available, the daily adjustment of future market transactions reported by Anbima, BM&FBovespa or the net expected realizable value obtained through the use of future interest rate curves, foreign exchange rates, and price and currency index charged in the settlement.

Income accrued on the securities, irrespective of the category in which they are classified, is appropriated on a daily pro-rata basis on the accrual basis of accounting until the date of maturity or final sale, according to the exponential or straight-line method, based on the contractual remuneration and purchase price, and recorded directly in the statement of income for the period.

Losses with securities classified as available for sale and held to maturity, if considered not to be temporary, are recorded directly in expenses for the period and a new cost basis for the asset is determined.

Upon sale, the difference between the sale amount and the cost of acquisition plus accrued income is recorded as a gain or loss on securities on the date of the transaction.

e) Derivative Financial Instruments

Derivative financial instruments are recorded at market value at each monthly trial balance and balance sheet date. Increases or decreases in value are recorded in income or expense accounts of the respective financial instruments.

The mark-to-market methodology used for derivative financial instruments was established following consistent, verifiable criteria, which consider the average price of trading on the date of calculation or, if not available, pricing models that estimate the expected net realizable value, according to the characteristics of the derivatives.

Derivative financial instruments used to offset, in whole or in part, the risks arising from exposure to variations in market values of financial assets or liabilities or future cash flows are considered hedge instruments and are classified according to their nature:

Market Risk Hedge - the increases or decreases in the value of the derivative financial instruments, as well as of the hedged item, are recorded in income accounts in the statement of income for the period;

Cash Flow Hedge - the effective portion of the increases or decreases in the value of the derivative financial instruments classified in this category are recorded, net of tax effects, in a separate Stockholders' Equity account. The effective portion is that where the variation in the hedged item, directly related to the corresponding risk, is offset by the variation in the derivative financial instrument used as the hedge, considering the accumulated effect of the transaction. Other variations in these instruments are recorded directly in income for the period.

f) Loans, lease operations, advances on foreign exchange contracts, other receivables with loan characteristics and allowance for loan losses

Loans, leases, advances on foreign exchange contracts and other receivables with loan characteristics are classified according to Management's judgment with respect to the level of risk, taking into consideration market conditions, past experience and specific risks in relation to the operation, to borrowers and guarantors, observing the parameters established by CMN Resolution 2682/1999, which requires periodic analyses of the portfolio and its classification into nine levels, ranging from AA (minimum risk) to H (maximum risk), as well as the classification of operations more than 15 days overdue as non-performing.

Income from loans overdue for more than 60 days, regardless of their risk level, will only be recognized as income when effectively received.

Operations classified at level H, which remain in this classification for 180 days, are written off against the existing provision and monitored for five years in memorandum accounts, but do not appear in the balance sheet.

Renegotiated operations are maintained, at a minimum, at the same level at which they were rated. The renegotiations of loans already written off against the allowance are rated as H and any gains from renegotiation are recognized as income when effectively received.

The allowance for loan losses is considered sufficient by management which satisfies the minimum requirements established by CMN Resolution 2682/1999 (Note 10.f).

g) Income and Social Contribution Taxes

Income tax is calculated at the basic rate of 15% plus a surcharge of 10%. As of May 1, 2008, Social Contribution is being calculated at the rate of 15% for financial and insurance companies and 9% for other companies.

Tax credits are recorded by applying the current tax rates to the difference between their respective fiscal and accounting bases. The Bank follows the criteria for recording, maintaining, and writing off the tax credits as established by CMN Resolution 3059/2002, and amended by CMN Resolution 3355/2006, and they are supported by a study of their capacity for realization.

The deferred tax liabilities are made by applying the current rates of taxes on their respective bases.

h) Prepaid Expenses

Refer to the application of funds in payments made in advance, and the benefits will be felt or the services will be rendered in subsequent periods.

i) Permanent assets

Investments – The investments in subsidiaries and associated companies with significant influence or with participation of 20% or more voting shares in other companies and which are part of a group or are under common control are evaluated by the equity method based on the value of the equity related or controlled in accordance with the instructions and rules of the Central Bank and the CVM.

The statements of the branches and subsidiaries abroad are adapted to the prevailing accounting criteria in Brazil and translated into Brazilian Reais using current exchange rates, in conformity with BACEN Circulars 2397/93 and 2571/95, and their impacts are recorded in the statement of income for the period.

Other permanent investments are stated at cost, restated for inflation up to December 31, 1995, and, if necessary, are adjusted to market value through the formation of a provision, according to the current rules.

Property and equipment – Property and equipment are stated at cost less depreciation, calculated using the straight-line method at the following annual rates: buildings and improvements - 4%; vehicles - 20%; data processing system – 20% to 50% and others - 10% (Note 15).

Deferred – Deferred assets are recorded at cost of acquisition or formation, net of accrued amortization. They are composed mainly of expenditures with restructuring and leasehold improvements as a result of opening branches, which are amortized according to rates based on rental terms, as well as expenditures on the acquisition and development of information systems, which are amortized at 20% per annum (p.a.).

Intangible – Intangible assets consist of rights that have as their object intangible assets intended for the maintenance of the company or that are exercised for that purpose, including goodwill acquired.

An asset meets the criteria for identification as an intangible asset, in accordance with CMN Resolution 3642/2008, when it is inseparable, i.e. it can be separated from the entity and sold, transferred or licensed, rented or exchanged, individually or jointly with a contract, related assets or liabilities, regardless of the intention for use by the entity; or results from contractual rights or other legal rights, regardless of whether these rights are transferable or separable from the entity or other rights and obligations.

Intangible assets have a defined useful life and refer to disbursements for acquisition of the right to provide bank services (payroll acquisitions), and are amortized over contracted periods, and acquisition/development of software, amortized on the straight-line basis at the rate of 20% per year starting from the date of availability for use, and adjusted by reducing them to their recoverable amounts (impairment), when applicable (Note 16). The amortization of intangible assets is recorded in "Other Administrative Expenses".

j) Decrease in the recoverable value of non-financial assets – impairment

A loss through impairment is recognized if the carrying value of an asset or its cash-generating unit exceeds its recoverable value. A cash-generating unit is the smallest identifiable group of assets that generates cash flows, which are largely independent of the cash flows from other assets or groups of assets. Losses through impairment are recognized in income for the period.

From 2008, the values of non-financial assets, excluding tax credits and other assets are reviewed at least annually to determine whether there is any indication of loss through impairment.

Taking into account the materiality and relevance of the involved amounts, the main assets that have their recoverable amounts tested are: Buildings, Data processing systems (property, plant and equipment) and Rights due to payroll acquisition (intangible assets) and Goodwill for expected future earnings generated in the purchasing entities

The calculation of the recoverable amounts of the tested items employs the following assumptions: (1) for the calculation of the recoverable amounts of buildings, appraisal reports (for properties of significant value) and estimates (for the other properties). (2) for information technology equipment (mainframes and automatic teller machines), both the market value and the amount recoverable over time by use in the entity's transactions were considered. The methods applied consider the cash flow projections of the economic benefits arising from the use of each asset over its useful life, discounted to present value. (3) The model for evaluating losses arising from the devaluation of the Negotiation Relationship Allowance (for rights resulting from payroll acquisition) is based on monitoring contract performance. That model was prepared starting from the contribution margins of relationships with individuals linked to each contract.

k) Benefits for employees

Short-term benefits for current employees are recognized on the accrual basis as the services are provided. Post-employment benefits, comprising supplementary retirement benefits, medical assistance and other benefits for which the Bank is responsible, were accounted at June 30, 2010 in accordance with criteria established by CVM Resolution 371/2000 and succeeded by CVM Resolution n.°600/2009 (Note 28). As of 06.30.2010, the evaluations are performed twice a year.

The actuarial asset recognized in the balance sheet (Note 28) refers to the Actuarial gains and its implementation must occur by the end of the plan. There may be partial completion of actuarial assets, conditioned upon satisfying the requirements of the Supplementary Law No 109/2001 and Resolution CGPC No 26/2008.

l) Operations related to insurance, pension and capitalization activities

Statement of income
Insurance premiums and selling expenses are recorded upon the issuing of policies or upon billing and are recognized in the statement of income, according to the elapsed period of coverage. Revenues from premiums and the corresponding selling expenses, related to present risks without the issuing of respective policies are recognized in the statement of income at the beginning of the coverage, based on estimates.

Income from insurance premiums covering future risks is deferred over the period of validity of the insurance policies, through the recording of provision for unearned premiums, based on the net withholding of earned premiums issued.

Accepted coinsurance, retrocession and DPVAT (Personal injuries caused by motor vehicles) convention operations are recorded based on information received from similar companies, IRB Brasil Resseguros S.A. and the Seguradora Lider - DPVAT, respectively.

The revenue from pension plans, life insurance plans with living benefits and capitalization plans are recognized in the statement of income when effectively received, as a contra-entry to the recognition of technical provisions, except the revenue to cover risks in cases of combined pension plans, which must be recognized by the duration of the risk, regardless of your receipt. The selling costs are deferred on the issuing of the contract or policy and allocated to results on a straight-line basis, over the average estimated period for their recovery, except the ones related to capitalization.

Other income and expenses are determined according to the accrual basis of accounting.

Technical Provisions

Rules and procedures for the formation of technical provisions are regulated by Resolutions 162/2006, 181/2007, 195/2008 and 204/2009 of the National Council of Private Insurance (CNSP) and Regulatory Resolution 75/2004 and 160/2007of the National Health Agency (ANS), and calculated in accordance with the specific actuarial technical notes approved by the Superintendence of Private Insurance (SUSEP) and the National Health Agency (ANS).

Insurance

The Provision for Unearned Premiums represents the portions of premiums that will be allocated to income over the course of the insurance policies, as calculated on a daily pro rata basis.

The Provision for Unearned Premiums for Present Risks But Not Yet Issued represents the adjustment for the Provision for Unearned Premiums given the existence of risks assumed by the insurance company where the policy covering the risk has not yet been formally issued, except for health plan insurance.

The Provision for Premium Deficiency represents the need for coverage of possible deficiencies of the Provision for Unearned Premiums due to the expectations of payment and re-assessment of claims incurred.

The Provision for Unsettled Loss Claims represents the estimated probable payments of claims, judicial or otherwise, gross and net of reinsurance recoveries of coinsurance ceded, determined based on notices received up to the balance sheet date, adjusted by the estimate for Claims Incurred But Not Enough Reported (IBNER).

The Provision for Claims Incurred but not Reported [IBNR - Incurred But Not Reported and Provision for Events Occurred but not Reported - PEONA (of the health insurance segment)] represents the amount expected of claims incurred but not reported until the base date of the financial statements.

The Premium Complementary Provision (PCP), has as object to maintain the company protected in monthly transactions, keeping the amount of the technical premium provisions (PPNG and PPNG-RVNE) higher or equal to the daily average of the month of calculation.

Pension plan

The mathematical reserves related to pension plans represent the current value of the liabilities in the form of a living income, pension and savings, determined through actuarial calculations and assumptions in the financial regimes of capitalization, allocation of hedge capital and simple allocation, respectively. Particularly for the pension and insurance plans of the PGBL and VGBL type, the Mathematical Provision for Future Benefit Payments represents the sum of the premiums and contributions transferred by the participants, net of the loading rate, plus the financial income earned from the investments of the resources. This provision refers to participants whose perception of the benefits has not yet started and Mathematics Provision of Benefits refers to those already in receiving of benefits.

The Provisions for a Deficiency in Contributions and in Premiums are formed to meet the possible adverse changes in the technical risks made in the mathematical provisions of benefits to be granted, resulting from

the trend for a higher survival rate of participants and the calculation is made using the Mitigated AT 2000 Male/Female mortality table and related assumptions, considering all the plans sold.

The Provision for Financial Fluctuation is formed to account for the potential impacts of unfavorable variations in future rates of funds earmarked for the payment of benefits and redemptions to participants, considering the minimum remuneration guaranteed in existing contracts.

Capitalization

The Mathematical Reserve for Redemption is calculated on the face value of the notes, restated based on actuarial technical notes approved by Susep.

The Provisions for Redemption of Overdue and Prepaid Notes are recorded at the values of the notes with finalized and rescinded capitalization periods, restated in the period between the date of the right to redemption and effective settlement.

The amounts earmarked for the formation of the Provision for Unrealized Draws for Prizes are calculated on the face value of the notes, based on actuarial technical notes approved by Susep, and the write-off of the provision for unrealized draws for prizes is recorded at the amount equivalent to the lapsed risk, i.e., the balance of the provision for unrealized draws for prizes represents the deferred amounts of draws for prizes not yet made.

The Provision for Draws for Prizes Payable is formed at the amounts of the notes payable from draws for prizes, restated for the period between the date of the draw and the effective payment.

m) Contingent Assets and Liabilities and Legal Obligations

The recognition and disclosure of contingent assets and liabilities and legal obligations are made in accordance with the criteria defined in CVM Resolution 3823/2009 (Note 29).

Contingent assets are only recognized in the financial statements upon the existence of evidence guaranteeing their realization usually represented by the final judgment of the lawsuit and by the confirmation of the capacity for its recovery by receipt or offsetting by another receivable.

Contingent liabilities are recognized in the financial statements when, based on the opinion of legal advisor and Management, the risk of loss of legal or administrative proceedings is considered probable, with a probable outflow of financial resource for the settlement of obligation and when the amounts involved are measurable with sufficient assurance, and judicial figures when reporting monthly and revised as follows:

Aggregated – cases that are similar and recurring in nature and whose values are not considered relevant. Provisions are based on statistical data for groups of cases, type of judicial body (Special Civil Court or Common Court) and plaintiff. For labor claims and civil claims related to economic plans, provisions are based on the average payments for cases closed in the last 24 and 12 months respectively, for calculating the value of the obligations; and

Individual – cases considered unusual or whose value is considered relevant by our legal counsel. Provisions are based on: the amount claimed; probability of an unfavorable decision; evidence presented; evaluation of legal precedents; other facts raised during the process; judicial decisions made during the course of the case; and the classification and the risk of loss of legal actions.

Contingent liabilities considered as possible losses are not recognized in the balance sheet and only need to be disclosed in the notes to the financial statements, while those classified as remote do not require provisioning or disclosure.

Legal obligations (tax and social security) originate from tax obligations established in the legislation, and, regardless of the probability of success of lawsuits in progress, the amounts are recognized in full in the financial statements.

5 – Information by Segment

The information by segment was compiled with a basis on the reports used by Management in the appraisal of the segment's performance, decision making regarding the allocation of funds for investment and other purposes, considering the regulatory environment and the similarities between goods and services.

The operations of Banco do Brasil are basically divided into five segments: banking, investments, fund management, insurance (insurance, pension and capitalization) and payment methods. In addition, the Banco do Brasil participates in other economic activities, such as leasing and Operating Support, that were aggregated in "Other".

Intersegment transactions are conducted under normal market conditions, substantially under the terms and conditions for comparable transactions, including interest rates and collateral. These transactions do not involve abnormal payment risks.

a) Banking Segment

Responsible for the most significant portion of the Bank, preponderantly obtained in Brazil, involves a large diversity of products and services, such as deposits, loans and services that are made available to clients by means of a wide variety of distribution channels, located in the country and abroad.

The operations of the banking segment include business with the retail, wholesale and government markets, carried out by Banco do Brasil by means of a network and customer service teams, and business with micro-entrepreneurs and the informal sector, performed through banking correspondents.

b) Investment Segment

Deals are performed in this segment in the domestic capital market, with activity in the intermediation and distribution of debts in the primary and secondary markets, besides equity interest and the rendering of financial services.

The operations income of the segment is obtained by means of revenues accrued in investments in securities minus expenses with funding to third parties. The existing equity interests are concentrated at our associated and subsidiary companies. Financial service fee income results from economic/financial advisory services, underwriting, fixed income and equity, and the rendering of services to associated companies.

c) Segment of Fund Management

Responsible for operations inherent to the purchase, sale and custody of securities, portfolio management, institution, organization and management of investment funds and clubs being their revenues mainly derived from commissions and management fees charged to investors for services rendered.

d) Segment of Insurance, Private Pension Fund, and Capitalization

In said segment, products and services offered relate to life, health, property and automobile insurance, complementary private pension plans and capitalization plans.

Income comes mainly from revenues from insurance premiums issued, contributions for private pension plans, capitalization bonds and investments in securities, net of commercialization expenses, technical provisions and expenses related to benefits and redemptions.

e) Segment of Payment Methods

Such segment is mainly responsible for funding, transmission, processing services and financial settlement of operations in electronic means (credit and debit cards).

Revenues thereof are originated mainly from commissions and management fees charged to commercial and banking establishments for the services rendered described in previous paragraph, including income from rent, installation and maintenance of electronic terminals.

f) Other Segments

They comprise the operational support and consortium segments, which have not been aggregated by not being individually representative.

Their revenues are originated mainly from provision of services not covered in previous segments, such as: credit recovery, consortium administration, development, manufacture, commercialization, rent and integration of digital electronic systems and equipment, peripherals, programs, inputs and computing supplies, intermediation of air tickets, lodging and organization of events.

R$ Thousand

	3Q2010							
BB-Consolidated	**Banking**	**Investment**	**Fund Management**	**Insurance and Related**	**Payment Methods**	**Other Segments**	**Intersegment transactions**	**Total**
Income	27,526,035	400,637	248,604	1,143,714	476,923	313,557	(791,683)	29,317,787
Income from loans and leases	14,386,191	--	--	--	--	--	88,635	14,474,826
Income from operations with securities and derivative financial instruments	4,873,652	22,816	15,343	7,517	49,344	4,202	(117,704)	4,855,170
Income from foreign exchange operations and Compulsory	1,609,907	--	--	--	--	--	--	1,609,907
Financial results from insurance operations, pension and capitalization	--	--	--	544,306	--	--	10,390	554,696
Income from service fees	2,117,861	117,071	235,329	103,484	315,247	204,594	(131,701)	2,961,885
Income from Banking Fees	1,091,237	--	--	--	--	--	--	1,091,237
Equity in subsidiaries	194,644	178,982	(3,369)	(3,754)	--	--	(455,483)	(88,980)
Income from insurance operations, pension and capitalization	--	--	--	477,214	--	--	10,656	487,870
Others Income	3,252,543	81,768	1,301	14,947	112,332	104,761	(196,476)	3,371,176
Expenses	(23,987,514)	(169,652)	(45,547)	(765,854)	(248,173)	(218,769)	336,200	(25,099,309)
Market funding	(10,492,739)	(88,108)	--	--	--	(10,584)	110,026	(10,481,405)
Loans, assignments, transfers and leases	(1,287,791)	--	--	--	(14)	(30)	--	(1,287,835)
Allowance for loan losses	(2,648,753)	--	(2)	--	--	582	--	(2,648,173)
Restatement and interest on technical provisions	--	--	--	(372,460)	--	--	--	(372,460)
Personnel expenses	(3,329,270)	(7,136)	(11,867)	(44,146)	(16,680)	(34,112)	1,209	(3,442,002)
Other administrative expenses	(2,255,774)	(11,237)	(4,845)	(203,668)	(47,954)	(56,071)	160,780	(2,418,769)
Depreciation	(218,731)	(72)	--	(1,212)	(1,253)	(1,776)	--	(223,044)
Amortization of deferred	(45,485)	--	--	(4,026)	(367)	(989)	--	(50,867)
Amortization of intangible assets	(530,174)	--	--	(21)	--	(39)	--	(530,234)
Expenses adjustment recoverable value	(15,200)	--	--		--	--	--	(15,200)
Other expenses	(3,163,597)	(63,099)	(28,833)	(140,321)	(181,905)	(115,750)	64,185	(3,629,320)
Profit before tax and participations	3,538,521	230,985	203,057	377,860	228,750	94,788	(455,483)	4,218,478
Income and social contribution on net income	(862,933)	(6,874)	(80,895)	(128,965)	(73,649)	(26,843)	--	(1,180,159)
Profit sharing	(396,912)	(57)	(129)	(3,383)	--	(13,075)	--	(413,556)
Net Income	2,278,676	224,054	122,033	245,512	155,101	54,870	(455,483)	2,624,763
Balance Sheets								
Assets	759,042,981	6,319,036	798,902	35,049,560	2,132,498	4,428,785	(10,956,498)	796,815,264
Investment in subsidiaries	7,735,480	3,285,533	17,457	2,055,635	--	--	(6,185,277)	6,908,828
Liabilities	711,999,497	4,100,637	546,331	31,471,328	1,715,117	2,434,399	(3,656,371)	748,610,938

R$ Thousand

BB-Consolidated	01.01 to 09.30.2010							
	Banking	Investment	Fund Management	Insurance and Related	Payment Methods	Other Segments	Intersegment transactions	Total
Income	78,065,255	1,175,299	700,589	3,229,864	1,186,232	868,882	(2,210,663)	83,015,458
Income from loans and leases [1]	40,390,427	--	--	--	--	--	(7,341)	40,383,086
Income from operations with securities and derivative financial instruments	15,451,044	64,088	37,309	20,820	100,606	10,756	(251,937)	15,432,686
Income from foreign exchange operations and Compulsory	2,854,708	--	--	--	(5)	--	11	2,854,714
Financial results from insurance operations, pension and capitalization	--	--	--	1,355,078	--	--	34,400	1,389,478
Income from service fees	6,252,881	324,535	665,105	323,656	811,673	573,071	(389,040)	8,561,881
Income from Banking Fees	3,079,395	--	--	--	--	--	--	3,079,395
Equity in subsidiaries	737,402	486,358	(5,444)	(3,754)	--	--	(1,224,833)	(10,271)
Income from insurance operations, pension and capitalization	--	--	--	1,386,079	--	--	10,656	1,396,735
Others Income	9,299,398	300,318	3,619	147,985	273,958	285,055	(382,579)	9,927,754
Expenses	(67,202,795)	(392,566)	(129,362)	(2,153,875)	(596,967)	(653,080)	889,854	(70,238,791)
Market funding	(28,049,151)	(178,822)	--	--	--	(33,206)	231,595	(28,029,584)
Loans, assignments, transfers and leases	(4,334,334)	--	--	--	(42)	(81)	--	(4,334,457)
Allowance for loan losses	(8,133,648)	(12)	(78)	--	--	1,359	--	(8,132,379)
Restatement and interest on technical provisions	--	--	--	(962,341)	--	--	--	(962,341)
Personnel expenses	(9,240,551)	(22,396)	(35,601)	(132,635)	(45,292)	(94,682)	3,682	(9,567,475)
Other administrative expenses	(6,705,558)	(39,060)	(15,137)	(585,811)	(118,819)	(160,012)	476,283	(7,148,114)
Depreciation	(650,282)	(216)	--	(3,595)	(4,939)	(5,339)	--	(664,371)
Amortization of deferred	(134,363)	--	--	(10,576)	(1,367)	(2,446)	--	(148,752)
Amortization of intangible assets	(1,576,593)	--	--	(70)	--	(90)	--	(1,576,753)
Expenses adjustment recoverable value	(16,595)	--	--	--	--	--	--	(16,595)
Other expenses	(8,361,720)	(152,060)	(78,546)	(458,847)	(426,508)	(358,583)	178,294	(9,657,970)
Profit before tax and participations	10,862,460	782,733	571,227	1,075,989	589,265	215,802	(1,320,809)	12,776,667
Income and social contribution on net income [2]	(2,995,695)	(88,933)	(230,869)	(352,271)	(198,357)	(69,881)	41,068	(3,894,938)
Profit sharing	(1,144,451)	(154)	(370)	(9,706)	--	(26,029)	--	(1,180,710)
Net Income [3]	6,722,314	693,646	339,988	714,012	390,908	119,892	(1,279,741)	7,701,019
Minority participations	--	--	--	--	--	(20)	--	(20)
Balance Sheets								
Assets	759,042,981	6,319,036	798,902	35,049,560	2,132,498	4,428,785	(10,956,498)	796,815,264
Investment in subsidiaries	7,735,480	3,285,533	17,457	2,055,635	--	--	(6,185,277)	6,908,828
Liabilities	711,999,497	4,100,637	546,331	31,471,328	1,715,117	2,434,399	(3,656,371)	748,610,938

R$ Thousand

BB-Consolidated	01.01 to 09.30.2009							
	Banking	Investment	Fund Management	Insurance and Related	Payment Methods	Other Segments	Intersegment transactions	Total
Income	63,334,001	3,028,793	597,889	2,390,917	1,033,304	508,052	(1,495,956)	69,397,000
Income from loans and leases [1]	30,302,434	--	--	--	--	--	(586)	30,301,848
Income from operations with securities and derivative financial instruments	14,811,378	67,235	36,593	13,227	71,411	9,067	(156,677)	14,852,234
Income from foreign exchange operations and Compulsory	1,022,723	--	--	--	119	--	31	1,022,873
Financial results from insurance operations, pension and capitalization	--	--	--	985,028	--	--	30,589	1,015,617
Income from service fees	5,715,251	315,102	557,985	165,168	672,140	376,627	(344,337)	7,457,936
Income from Banking Fees	2,447,053	--	--	--	--	--	--	2,447,053
Equity in subsidiaries	(864,464)	795,642	216	--	--	--	(871,046)	(939,652)
Income from insurance operations, pension and capitalization	--	--	--	1,166,543	--	--	--	1,166,543
Others Income	9,899,626	1,850,814	3,095	60,951	289,634	122,358	(153,930)	12,072,548
Expenses	(58,695,679)	(426,570)	(117,353)	(1,605,351)	(523,712)	(434,393)	624,917	(61,178,141)
Market funding	(22,159,516)	(87,643)	--	--	--	--	98,563	(22,148,596)
Loans, assignments, transfers and leases	(2,862,418)	(14)	(40)	--	(41)	--	32	(2,862,481)
Allowance for loan losses	(9,447,565)	(17)	(81)	--	(23)	1,088	--	(9,446,598)
Restatement and interest on technical provisions	--	--	--	(631,159)	--	--	--	(631,159)
Personnel expenses	(8,306,467)	(19,669)	(33,555)	(114,077)	(42,086)	(53,966)	2,115	(8,567,705)
Other administrative expenses	(5,907,220)	(129,592)	(13,948)	(504,479)	(95,891)	(123,614)	350,231	(6,424,513)
Depreciation	(500,093)	(177)	--	(4,596)	(3,408)	(3,923)	--	(512,197)
Amortization of deferred	(181,185)	--	--	(6,739)	(784)	(770)	--	(189,478)
Amortization of intangible assets	(1,031,896)	--	--	--	--	--	--	(1,031,896)
Other expenses	(8,299,319)	(189,458)	(69,729)	(344,301)	(381,479)	(253,208)	173,976	(9,363,518)
Profit before tax and participations	4,638,322	2,602,223	480,536	785,566	509,592	73,659	(871,039)	8,218,859
Income and social contribution on net income [2]	(72,139)	(690,131)	(193,072)	(275,306)	(175,035)	(34,478)	--	(1,440,161)
Profit sharing	(766,403)	--	(5,868)	(12,931)	--	(52)	--	(785,254)
Net Income [3]	3,799,780	1,912,092	281,596	497,329	334,557	39,129	(871,039)	5,993,444
Minority participation	1,404	--	--	--	--	(32)	--	1,372
Balance Sheets								
Assets	663,376,880	4,316,123	708,611	20,448,808	1,332,490	1,390,564	(5,889,178)	685,684,298
Investment in subsidiaries	7,096,771	1,787,004	20,278	1,531,686	12,031	--	(4,749,477)	5,698,293
Liabilities	630,750,310	2,390,631	483,208	17,742,821	1,070,987	681,919	(1,118,241)	652,001,635

6 – Cash and cash equivalents

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Total Cash	9,291,607	7,596,546	7,592,477	9,545,362	7,842,770	8,340,370
Local currency	8,728,080	6,676,414	7,190,412	8,910,333	6,799,390	7,917,415
Foreign currency	563,527	920,132	402,065	622,986	1,033,480	413,860
Investments in Gold	--	--	--	12,043	9,900	9,095
Interbank investments (1)	25,880,985	42,105,965	43,700,110	12,872,631	30,032,212	51,754,814
Subject to repurchase agreements	204,472	14,362,844	19,108,871	3,243,732	18,186,491	29,091,828
Interbank deposits	24,495,154	24,039,500	20,475,830	8,447,540	8,053,192	18,519,683
Investments in foreign currency	1,181,359	3,703,621	4,115,409	1,181,359	3,792,529	4,143,303
Total cash and cash equivalents	35,172,592	49,702,511	51,292,587	22,417,993	37,874,982	60,095,184

(1) Refer to investments whose maturity is less than or equal to 90 days.

7 – Interbank Investments

a) Breakdown

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Money market	102,487,008	134,937,621	117,385,698	111,324,650	144,173,860	134,045,092
Sales pending settlement - held position	4,341,612	14,362,844	19,108,871	7,447,783	18,220,295	29,091,828
Financial Treasury Bills	--	1,772,231	15,731,927	152,161	1,878,624	22,164,822
National Treasury Bills	86,169	804,732	--	402,950	2,189,355	922,210
National Treasury Notes	4,050,971	11,785,881	3,376,994	6,588,466	14,118,511	5,714,597
Others securities	204,472	--	--	304,206	33,805	290,199
Sales pending settlement - financed position	98,145,396	120,574,777	98,276,827	103,068,449	125,793,918	103,676,586
Financial Treasury Bills	83,266,979	111,804,532	92,078,594	83,739,413	112,554,529	92,078,594
National Treasury Bills	10,326,498	8,303,407	4,055,235	14,002,245	9,851,852	6,174,254
National Treasury Notes	4,136,840	466,838	2,142,998	4,911,712	3,387,537	5,423,738
Others securities	415,079	--	--	415,079	--	--
Sales pending settlement - sold position	--	--	--	808,418	159,647	1,276,678
Federal securities – Treasury	--	--	--	808,418	159,647	1,276,678
Interbank deposits	38,808,932	39,229,677	35,749,462	23,975,188	24,224,100	23,495,424
Total	141,295,940	174,167,298	153,135,160	135,299,838	168,397,960	157,540,516
Current Assets	133,050,784	166,919,021	145,833,717	130,895,829	166,070,192	155,930,757
Non Current Assets	8,245,156	7,248,277	7,301,443	4,404,009	2,327,768	1,609,759

b) Income from short-term interbank deposits

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Income from Money Market	3.024.254	8.361.334	8.301.521	3.231.509	8.832.686	8.564.504
Held position	87.486	686.663	2.760.487	137.917	784.217	2.903.508
Financed position	2.936.768	7.674.671	5.541.034	3.087.655	8.030.608	5.660.996
Sold position	--	--	--	5.937	17.861	--
Income from interbank deposits	340.663	934.019	1.068.635	125.816	375.701	579.208
Total	3.364.917	9.295.353	9.370.156	3.357.325	9.208.387	9.143.712

8 – Securities and Derivative Financial Instruments

a) Securities

R$ Thousand

Maturity in days	Banco do Brasil													
	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
1 – Trading securities	2818	1,206,963	576,993	3,812,476	13,701,749	19,285,563	19,300,999	15,436	19,606,486	19,655,622	49,136	21,325,030	21,513,704	188,674
Government bonds	--	1,206,963	576,993	3,741,507	13,605,122	19,114,524	19,130,585	16,061	19,466,189	19,511,891	45,702	21,236,785	21,426,316	189,531
Financial Treasury Bills	--	--	197,902	83,691	9,690,202	9,971,977	9,971,795	(182)	12,710,659	12,710,711	52	11,098,512	11,097,896	(616)
National Treasury Bills	--	1,206,963	205,335	3,657,816	1,761,717	6,828,316	6,831,831	3,515	4,052,388	4,052,631	243	6,166,728	6,183,883	17,155
National Treasury Notes	--	--	173,756	--	2,153,203	2,314,231	2,326,959	12,728	2,703,142	2,748,549	45,407	3,971,545	4,144,537	172,992
Corporate bonds	2818	--	--	70,969	96,627	171,039	170,414	(625)	140,297	143,731	3,434	88,245	87,388	(857)
Debentures	--	--	--	70,969	96,627	168,382	167,596	(786)	135,918	134,043	(1,875)	81,622	80,944	(678)
Shares	2818	--	--	--	--	2,657	2,818	161	4,379	9,688	5,309	5,623	5,660	37
Others	--	--	--	--	--	--	--	--	--	--	--	1,000	784	(216)
2 - Securities available for sale	74,854	1,263,900	12,629,334	4,155,106	42,462,867	60,055,260	60,586,061	530,801	57,880,134	58,089,353	209,219	36,665,759	36,970,931	305,172
Government bonds	--	1,100,791	10,229,729	4,051,876	31,577,025	46,466,635	46,959,421	492,786	48,280,005	48,597,974	317,969	31,084,151	31,403,470	319,319
Financial Treasury Bills	--	823	6,621,310	2,776,805	25,142,402	34,545,886	34,541,340	(4,546)	35,459,266	35,457,957	(1,309)	23,828,896	23,821,922	(6,974)
National Treasury Bills	--	1,099,558	2,891,688	1,080,035	801,723	5,870,659	5,873,004	2,345	4,502,914	4,544,639	41,725	2,122,414	2,118,576	(3,838)
National Treasury Notes	--	--	711,801	168,529	2,739,985	3,615,430	3,620,315	4,885	5,017,154	5,070,229	53,075	2,511,567	2,546,949	35,382
Agricultural debt securities	--	410	837	612	8,721	11,901	10,580	(1,321)	11,572	10,912	(660)	12,470	11,019	(1,451)
Brazilian foreign debt securities	--	--	--	25,895	2,797,752	2,338,188	2,823,647	485,459	2,484,527	2,730,340	245,813	1,949,573	2,242,129	292,556
Foreign government bonds	--	--	4,093	--	--	4,167	4,093	(74)	592,647	593,549	902	620,795	623,157	2,362
Others	--	--	--	--	86,442	80,404	86,442	6,038	211,925	190,348	(21,577)	38,436	39,718	1,282
Corporate bonds	74,854	163,109	2,399,605	103,230	10,885,842	13,588,625	13,626,640	38,015	9,600,129	9,491,379	(108,750)	5,581,608	5,567,461	(14,147)
Debentures	--	--	938,459	2,882	10,148,226	11,075,094	11,089,567	14,473	7,424,945	7,302,808	(122,137)	4,220,912	4,192,358	(28,554)
Promissory notes	--	--	1,173,133	--	--	1,171,501	1,173,133	1,632	1,339,479	1,342,153	2,674	795,912	798,658	2,746
Credit Notes	--	--	--	--	24,800	26,097	24,800	(1,297)	30,385	29,674	(711)	31,186	30,284	(902)
Quotas in investment funds	34,847	691	--	--	227,389	256,656	262,927	6,271	48,969	42,450	(6,519)	17,212	16,592	(620)
Shares	40,007	--	--	--	--	9,182	40,007	30,825	33,122	56,504	23,382	33,281	44,938	11,657
Rural Product Bills -Commodities	--	69,418	250,547	100,348	1,774	421,776	422,087	311	508,429	510,370	1,941	481,246	481,969	723
Certificate of Deposits	--	85,386	33,954	--	--	118,885	119,340	455	83,419	83,722	303	--	--	--
Others	--	7,614	3,512	--	483,653	509,434	494,779	(14,655)	131,381	123,698	(7,683)	1,859	2,662	803

R$ Thousand

Maturity in days	Banco do Brasil													
	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
3 - Securities held to maturity	--	2,091	3,204,740	15,336	9,980,832	13,356,504	13,202,999	(153,505)	18,359,234	18,184,196	(175,038)	15,824,821	15,841,997	17,176
Government bonds	--	2,091	3,204,740	15,336	9,868,346	13,079,570	13,090,513	10,943	18,081,948	18,098,851	16,903	15,824,821	15,841,997	17,176
Financial Treasury Bills	--	2,091	3,204,740	539	9,729,295	12,936,655	12,936,665	10	12,331,114	12,331,193	79	15,675,081	15,675,538	457
National Treasury Notes	--	--	--	--	20,844	23,129	20,844	(2,285)	829,207	826,400	(2,807)	21,701	18,585	(3,116)
National Treasury Bills	--	--	--	--	--	--	--	--	4,795,191	4,795,871	680	--	--	--
Brazilian foreign debt securities	--	--	--	14,797	118,207	119,786	133,004	13,218	126,436	145,387	18,951	128,039	147,874	19,835
Corporate bonds	--	--	--	--	112,486	276,934	112,486	(164,448)	277,286	85,345	(191,941)	--	--	--
Others	--	--	--	--	112,486	276,934	112,486	(164,448)	277,286	85,345	(191,941)	--	--	--
Total	77,672	2,472,954	16,411,067	7,982,918	66,145,448	92,697,327	93,090,059	392,732	95,845,854	95,929,171	83,317	73,815,610	74,326,632	511,022

R$ Thousand

Maturity in days	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
Total by portfolio	77,672	2,472,954	16,411,067	7,982,918	66,145,448	92,697,327	93,090,059	392,732	95,845,854	95,929,171	83,317	73,815,610	74,326,632	511,022
Own portfolio	77,672	2,472,939	7,708,809	5,133,750	25,468,801	40,582,865	40,861,971	279,106	50,796,768	50,732,531	(64,237)	31,882,180	32,215,750	333,570
Subject to repurchase agreements	--	--	8,702,101	2,693,990	38,261,683	49,543,128	49,657,774	114,646	25,678,841	25,826,500	147,659	24,327,096	24,509,749	182,653
Deposits with the Brazilian Central Bank	--	--	17	--	60	127	77	(50)	18,239,914	18,240,500	586	16,098,440	16,094,135	(4,305)
Pledged in guarantee	--	15	140	155,178	2,414,904	2,571,207	2,570,237	(970)	1,130,331	1,129,640	(691)	1,507,894	1,506,998	(896)

R$ Thousand

Maturity in years	09.30.2010							12.31.2009		09.30.2009	
	Market Value					Total		Total		Total	
	With no maturity	Due in u to one yea	Due fron 1 to 5 year	Due fron 5 to 10 year	Due afte 10 year	Cost Value	Market to Market	Cost Value	Market to Market	Cost Value	Market to Market
Total by portfolio	77,672	26,866,939	55,273,945	7,941,193	2,930,310	92,697,327	93,090,059	95,845,854	95,929,171	73,815,610	74,326,632
1 - Trading securities	2,818	5,596,432	11,667,973	1,996,028	37,748	19,285,563	19,300,999	19,606,486	19,655,622	21,325,030	21,513,704
2 - Securities available for sale	74,854	18,048,340	33,719,433	5,945,165	2,798,269	60,055,260	60,586,061	57,880,134	58,089,353	36,665,759	36,970,931
3 - Securities held to maturity	--	3,222,167	9,886,539	--	94,293	13,356,504	13,202,999	18,359,234	18,184,196	15,824,821	15,841,997

R$ Thousand

	09.30.2010			12.31.2009			09.30.2009		
	Book Value			Book Value			Book Value		
	Current	Non Current	Total	Current	Non Current	Total	Current	Non Current	Total
Total by portfolio	27,040,444	66,203,120	93,243,564	38,750,456	57,353,753	96,104,209	31,293,189	43,016,267	74,309,456
Own portfolio	15,489,011	25,529,124	41,018,135	29,778,301	21,131,525	50,909,826	22,226,861	9,974,449	32,201,310
Subject to repurchase agreements	11,396,083	38,259,032	49,655,115	5,239,743	20,584,267	25,824,010	5,368,281	19,138,870	24,507,151
Deposits with the Brazilian Central Bank	17	60	77	3,713,112	14,527,621	18,240,733	3,641,610	12,452,387	16,093,997
Pledged in guarantee	155,333	2,414,904	2,570,237	19,300	1,110,340	1,129,640	56,437	1,450,561	1,506,998

R$ Thousand

	09.30.2010		12.31.2009		09.30.2009	
Total by category						
Trading Securities	19,300,999	21%	19,655,622	21%	21,513,704	29%
Securities available for sale	60,586,061	65%	58,089,353	60%	36,970,931	50%
Securities held to maturity	13,356,504	14%	18,359,234	19%	15,824,821	21%
Carrying value of portfolio	93,243,564	100%	96,104,209	100%	74,309,456	100%
Mark-to-market - Category 3	(153,505)		(175,038)		17,176	
Market value of portfolio	93,090,059		95,929,171		74,326,632	

R$ Thousand

Maturity in days	BB–Consolidated													
	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	Over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
1 - Trading securities	2,427,024	3,725,828	1,861,079	6,409,822	36,426,418	50,618,808	50,850,171	231,363	38,110,829	38,274,200	163,371	44,182,367	44,589,606	407,239
Government bonds	52,396	3,416,840	1,532,164	5,722,351	30,263,123	40,770,299	40,986,874	216,575	32,516,057	32,682,427	166,370	38,236,844	38,569,762	332,918
Financial Treasury Bills	10,255	24,348	256,519	111,160	14,456,270	14,860,593	14,858,552	(2,041)	16,132,667	16,131,253	(1,414)	18,218,447	18,216,001	(2,446)
National Treasury Bills	--	1,609,271	580,733	4,133,688	4,553,409	10,875,788	10,877,101	1,313	7,085,711	7,093,374	7,663	8,424,897	8,453,096	28,199
National Treasury Notes	--	--	261,417	628,546	11,037,760	11,718,831	11,927,723	208,892	7,533,019	7,663,677	130,658	9,786,567	10,080,719	294,152
Agricultural debt securities	--	2,001	11,288	2,089	17,450	31,894	32,828	934	47,492	50,374	2,882	52,649	55,757	3,108
Federal Government securities	--	281,700	8,703	19,488	54,370	361,674	364,261	2,587	211,419	214,513	3,094	178,180	182,786	4,606
Brazilian foreign debt securities	42,114	62,320	412,742	782,185	93,921	1,387,422	1,393,282	5,860	626,320	624,925	(1,395)	1,558,418	1,563,610	5,192
Foreign government bonds	27	1,437,200	762	45,195	49,943	1,534,097	1,533,127	(970)	879,429	904,311	24,882	17,686	17,793	107
Corporate bonds	2,374,628	308,988	328,915	687,471	6,163,295	9,848,509	9,863,297	14,788	5,594,772	5,591,773	(2,999)	5,945,523	6,019,844	74,321
Debentures	3,227	15,707	94,821	270,671	2,414,698	2,777,535	2,799,124	21,589	1,369,764	1,376,790	7,026	1,057,005	1,057,422	417
Promissory Notes	--	--	124,819	--	--	124,841	124,819	(22)	319,116	320,106	990	269,145	270,030	885
Shares	1,437,921	--	--	--	--	1,325,344	1,437,921	112,577	582,190	696,545	114,355	486,520	553,885	67,365
Quotas in investment funds	883,061	15,256	258	1,942	78,376	979,906	978,893	(1,013)	550,141	550,141	--	1,595,030	1,595,031	1
Rural Product Bills - *Commodities*	--	103,193	26,228	12,900	52,827	194,793	195,148	355	192,056	193,094	1,038	274,042	277,515	3,473
Certificate of deposit	30,797	76,565	79,255	117,670	3,057,591	3,361,345	3,361,878	533	1,788,467	1,783,862	(4,605)	1,697,777	1,705,385	7,608
Eurobonds	--	--	867	5,414	37,343	43,673	43,624	(49)	13,317	13,424	107	445,641	434,584	(11,057)
Others	19,622	98,267	2,667	278,874	522,460	1,041,072	921,890	(119,182)	779,721	657,811	(121,910)	120,363	125,992	5,629

R$ Thousand

Maturity in days	BB–Consolidated													
	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	Over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
2 - Securities available for sale	1,225,416	1,268,575	12,675,843	4,411,852	46,623,490	65,602,215	66,205,176	602,961	62,035,094	62,160,792	125,698	52,419,397	52,749,684	330,287
Government bonds	41,188	1,102,971	10,235,376	4,055,797	33,703,612	48,596,316	49,138,944	542,628	49,758,712	50,087,641	328,929	44,106,566	44,467,678	361,112
Financial Treasury Bills	--	823	6,626,958	2,780,726	25,455,686	34,869,077	34,864,193	(4,884)	35,858,772	35,857,280	(1,492)	34,303,171	34,296,422	(6,749)
National Treasury Bills	--	1,099,558	2,891,688	1,080,035	838,312	5,907,293	5,909,593	2,300	4,528,295	4,569,977	41,682	2,127,726	2,123,886	(3,840)
National Treasury Notes	--	414	711,801	168,529	4,418,301	5,302,258	5,299,045	(3,213)	5,987,334	6,002,387	15,053	4,846,825	4,894,689	47,864
Agricultural debt securities	--	410	837	612	8,721	11,901	10,580	(1,321)	11,572	10,912	(660)	12,470	11,019	(1,451)
Brazilian foreign debt securities	--	1,766	--	25,895	2,895,459	2,399,557	2,923,120	523,563	2,545,937	2,822,402	276,465	2,016,457	2,341,443	324,986
Foreign government bonds	--	--	4,092	--	691	4,881	4,783	(98)	593,433	594,363	930	660,783	663,182	2,399
Others	41,188	--	--	--	86,442	101,349	127,630	26,281	233,369	230,320	(3,049)	139,134	137,037	(2,097)
Corporate bonds	1,184,228	165,604	2,440,467	356,055	12,919,878	17,005,899	17,066,232	60,333	12,276,382	12,073,151	(203,231)	8,312,831	8,282,006	(30,825)
Debentures	--	--	946,396	237,092	11,023,732	12,207,463	12,207,220	(243)	8,674,870	8,534,065	(140,805)	5,717,220	5,661,224	(55,996)
Promissory Notes	--	--	1,173,133	--	--	1,171,501	1,173,133	1,632	1,364,005	1,366,850	2,845	795,912	798,658	2,746
Credit Notes	--	--	--	--	24,800	26,097	24,800	(1,297)	30,385	29,674	(711)	31,186	30,284	(902)
Quotes of investment funds	333,111	691	--	--	732,063	1,047,094	1,065,865	18,771	381,049	376,254	(4,795)	534,209	521,245	(12,964)
Shares	847,760	--	--	--	--	803,856	847,760	43,904	206,924	212,718	5,794	143,037	122,601	(20,436)
Rural Product Bills - *Commodities*	--	69,418	250,547	100,348	1,774	421,776	422,087	311	508,429	510,370	1,941	481,247	481,970	723
Certificate of deposit	--	85,993	56,973	722	69,282	212,515	212,970	455	127,827	124,936	(2,891)	70,289	70,104	(185)
Eurobonds	--	--	--	--	--	--	--	--	38,955	38,955	--	405,540	470,067	64,527
Others	3,357	9,502	13,418	17,893	1,068,227	1,115,597	1,112,397	(3,200)	943,938	879,329	(64,609)	134,191	125,853	(8,338)
3 - Held to Maturity	--	42,075	3,273,052	331,968	15,421,726	19,207,332	19,068,821	(138,511)	22,438,805	22,279,681	(159,124)	30,772,537	30,958,396	185,859
Government bonds	--	42,075	3,273,052	331,968	15,309,240	18,930,398	18,956,335	25,937	22,161,519	22,194,336	32,817	29,999,071	30,175,891	176,820
Financial Treasury Bills	--	2,091	3,204,740	539	9,729,295	12,936,655	12,936,665	10	12,361,163	12,361,239	76	15,704,512	15,704,969	457
National Treasury Notes	--	--	19,581	242,662	5,437,072	5,686,596	5,699,315	12,719	4,670,990	4,682,819	11,829	6,483,427	6,528,272	44,845
National Treasury Bills	--	39,984	48,726	73,964	24,646	187,330	187,320	(10)	5,002,907	5,004,868	1,961	7,543,388	7,655,310	111,922
Agricultural debt securities	--	--	5	6	20	31	31	--	23	23	--	--	--	--
Brazilian foreign debt securities	--	--	--	14,797	118,207	119,786	133,004	13,218	126,436	145,387	18,951	128,039	147,874	19,835
Others	--	--	--	--	--	--	--	--	--	--	--	139,705	139,466	(239)
Corporate bonds	--	--	--	--	112,486	276,934	112,486	(164,448)	277,286	85,345	(191,941)	773,466	782,505	9,039
Debentures	--	--	--	--	--	--	--	--	--	--	--	212,876	221,566	8,690
Certificate of deposit	--	--	--	--	--	--	--	--	--	--	--	122,453	122,453	--
Others	--	--	--	--	112,486	276,934	112,486	(164,448)	277,286	85,345	(191,941)	438,137	438,486	349
Total	3,652,440	5,036,478	17,809,974	11,153,642	98,471,634	135,428,355	136,124,168	695,813	122,584,728	122,714,673	129,945	127,374,301	128,297,686	923,385

R$ Thousand

Maturity in days	09.30.2010								12.31.2009			09.30.2009		
	Market Value					Total			Total			Total		
	With no maturity	0-30	31-180	181-360	over 360	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market	Cost Value	Market Value	Market to Market
Total by portfolio	3,652,440	5,036,478	17,809,974	11,153,642	98,471,634	135,428,355	136,124,168	695,813	122,584,728	122,714,673	129,945	127,374,301	128,297,686	923,385
Own portfolio	3,649,213	3,205,379	8,661,262	7,045,219	52,913,927	74,823,030	75,475,000	651,970	74,768,787	74,772,199	3,412	66,628,417	67,315,642	687,225
Subject to repurchase agreements	3,227	1,703,928	8,710,313	2,935,841	41,619,472	54,818,176	54,972,781	154,605	26,734,553	26,888,135	153,582	40,219,333	40,488,438	269,105
Deposits with the Brazilian Central Bank	--	--	17	--	60	127	77	(50)	18,413,608	18,407,373	(6,235)	17,183,421	17,172,288	(11,133)
Pledged in guarantee	--	127,171	438,382	1,172,582	3,938,175	5,787,022	5,676,310	(110,712)	2,667,780	2,646,966	(20,814)	3,343,130	3,321,318	(21,812)

R$ Thousand

Maturity in years	09.30.2010							12.31.2009		09.30.2009	
	Market Value					Total		Total		Total	
	With no maturity	Due in up to one year	Due from 1 to 5 years	Due from 5 to 10 years	Due after 10 years	Cost Value	Market Value	Cost Value	Market Value	Cost Value	Market Value
Total by category	3,652,440	34,000,094	77,061,939	11,298,438	10,111,257	135,428,355	136,124,168	122,584,728	122,714,673	127,374,301	128,297,686
1 - Trading securities	2,427,023	11,996,729	30,686,478	3,577,521	2,162,420	50,618,808	50,850,171	38,110,829	38,274,200	44,182,367	44,589,606
2 - Securities available for sale	1,225,417	18,356,269	35,631,826	7,414,084	3,577,580	65,602,215	66,205,176	62,035,094	62,160,792	52,419,397	52,749,684
3 - Securities held to maturity	--	3,647,096	10,743,635	306,833	4,371,257	19,207,332	19,068,821	22,438,805	22,279,681	30,772,537	30,958,396

R$ Thousand

	09.30.2010			12.31.2009			09.30.2009		
	Book value			Book value			Book value		
	Current	Non Current	Total	Current	Non Current	Total	Current	Non Current	Total
By Portfolio	60,414,555	75,848,124	136,262,679	58,215,628	64,658,169	122,873,797	65,920,946	62,190,881	128,111,827
Own portfolio	41,927,880	33,688,290	75,616,172	47,295,209	27,638,367	74,933,576	47,835,346	19,297,172	67,132,518
Subject to repurchase agreements	15,527,938	39,442,183	54,970,120	5,956,127	20,929,518	26,885,645	12,766,095	27,719,745	40,485,840
Deposits with the Brazilian Central Bank	17	60	76	3,817,049	14,590,558	18,407,607	4,034,894	13,137,257	17,172,151
Pledged in guarantee	2,958,720	2,717,591	5,676,311	1,147,243	1,499,726	2,646,969	1,284,611	2,036,707	3,321,318

R$ Thousand

	09.30.2010		12.31.2009		09.30.2009	
Total by category						
Trading Securities	50,850,171	37%	38,274,200	31%	44,589,606	35%
Securities available for sale	66,205,176	49%	62,160,792	51%	52,749,684	41%
Securities held to maturity	19,207,332	14%	22,438,805	18%	30,722,537	24%
Carrying value of portfolio	136,262,679	100%	122,873,797	100%	128,061,827	100%
Mark-to-market - Category 3	(138,511)		(159,124)		185,859	
Market value of portfolio	136,124,168		122,714,673		128,297,686	

b) Results from securities

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Applications of Interbank Liquidity (note 7b)	3,364,917	9,295,353	9,370,156	3,357,325	9,208,387	9,143,712
Fixed income securities	2,395,319	6,371,444	5,465,052	2,896,747	7,589,384	6,883,922
Equity income securities	384	279,219	389	8,389	303,746	633
Total	5,760,620	15,946,016	14,835,597	6,262,461	17,101,517	16,028,267

c) Reclassification of Securities

In the period of 01.01 to 09.30.2010, there has been no reclassification to marketable securities.

d) Derivative financial instruments

The Bank uses derivative financial instruments to manage, at the consolidated level, its positions and to meet clients' needs, classifying its own positions as both Hedge (market risk and risk of cash flow) and trading, with both limits and approved by committees at the Bank. The hedging strategy of equity positions is in line with the macroeconomic analysis and is approved by the Board.

In the options market, asset or long positions have the Bank as holder, while liability or short positions have the Bank as writer.

The models used to manage risks with derivatives are reviewed periodically and decisions are made in accordance with the best risk/return ratio, estimating possible losses based on the analysis of macroeconomic scenarios.

The Bank uses appropriate tools and systems to manage the derivatives. Trading in new derivatives, whether standardized or not, is subject to a formal risk analysis prior to any transaction.

Risk analysis of the subsidiaries is undertaken on an individual basis and its management at the consolidated level.

The Bank uses statistical methods and simulations to measure the risks of its positions, including derivatives, using value at risk, sensitivity and *stress* analysis models.

Risks

The main risks inherent to derivative financial instruments resulting from the business dealings of the bank and its subsidiaries are credit, market and operating risks.

Credit risk is reflected by the exposure to losses in the event of default by a counterparty to fulfill its part in the operation. Exposure to credit risk in futures contracts is minimized due to daily settlement in cash. The swap contracts, recorded in Cetip are subject to credit risk if the counterparty is not able or willing to perform its contractual obligations, while the swap contracts registered in the BM&FBovespa are not subject to the same risk, given that the Bank operations in Brazil that have the same stock market as guarantor.

Total credit exposure in swaps is R$ 961,456 thousand at September 30, 2010 (R$ 1,664,115 thousand at December 31, 2009 and R$ 1,307,813 at September 30, 2009). The swap operations in negotiations associated with the operation to capture and/or application of R$ 672,855 thousand (R$ 2,679,609 thousand on 12.31.2009 and R$ 6,111,656 thousand at 09.30.2009) are recorded at values updated as changes incurred from their indices ("curve"), and are not at market value, as permitted by Bacen Circular No. 3.150/2002.

Market risk is the possibility of losses caused by changes in the behavior of interest rates and exchange rates, stock prices and commodities.

Market liquidity risk is the possibility of loss resulting from the inability to perform a transaction within a reasonable time and without significant loss of value due to the size of the transaction in the volume usually negotiated.

The operating risk is the probability of financial losses resulting from failures or inadequacy of people, processes and / or systems, or factors such as catastrophes or criminal activities.

Breakdown of the Portfolio of Derivatives for Trading by Index

R$ Thousand

By Index	Counter - party	Banco do Brasil									BB-Consolidated								
		09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
		Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Futures contracts																			
Purchase commitments		17,066,997	671,526	671,526	9,456,074	(355,697)	(355,697)	8,637,898	(197,798)	(197,798)	30,014,689	13,619,218	13,619,218	14,533,469	(355,697)	(355,697)	14,398,553	5,661,329	5,661,329
Interbank deposit	B	1,795,548	53,292	53,292	266,247	(5,548)	(5,548)	237,107	(1,588)	(1,588)	8,518,517	6,776,261	6,776,261	2,180,381	(5,548)	(5,548)	2,972,802	2,733,386	2,733,386
Currencies	B	7,689,072	605,813	605,813	3,050,767	(363,111)	(363,111)	2,742,767	(208,584)	(208,584)	9,020,637	1,937,378	1,937,378	4,206,988	(363,111)	(363,111)	3,736,901	451,396	451,396
T-Note	B	--	--	--	--	--	--	--	--	--	56,313	56,313	56,313	--	--	--	--	--	--
Index	B	143	143	143	314	(314)	(314)	307	(307)	(307)	143	143	143	18,832	(314)	(314)	6,444	6,166	6,166
Foreign exchange coupon	B	100,296	4,293	4,293	167,933	(35,537)	(35,537)	352,766	(27,096)	(27,096)	4,101,062	4,005,059	4,005,059	1,299,024	(35,537)	(35,537)	1,801,327	1,402,458	1,402,458
Libor	IF	7,480,711	6,758	6,758	5,858,885	5,512	5,512	5,192,192	4,570	4,570	7,480,711	6,758	6,758	5,858,885	5,512	5,512	5,192,192	4,570	4,570
Commodities	B	1,227	1,227	1,227	238	(238)	(238)	120	(120)	(120)	22,826	22,826	22,826	238	(238)	(238)	120	(120)	(120)
SCC	B	--	--	--	111,690	43,539	43,539	112,639	35,327	35,327	814,480	814,480	814,480	969,121	43,539	43,539	688,767	1,063,473	1,063,473
Sales commitments		10,160,745	(1,087,975)	(1,087,975)	10,655,267	(69,568)	(69,568)	13,807,658	(214,194)	(214,194)	45,997,700	(36,903,696)	(36,903,696)	33,571,607	(69,568)	(69,568)	40,962,895	(27,436,103)	(27,436,103)
Interbank deposit	B	2,223,421	(72,404)	(72,404)	2,271,052	(8,518)	(8,518)	5,186,786	7,266	7,266	31,882,993	(29,731,977)	(29,731,977)	20,956,312	(8,518)	(8,518)	28,236,012	(23,047,925)	(23,047,925)
Currencies	B	251,426	(948,741)	(948,741)	231,663	37,847	37,847	131,493	(128,512)	(128,512)	1,071,885	(1,769,200)	(1,769,200)	938,605	37,847	37,847	257,104	4,451	4,451
T-Note	B	--	--	--	--	--	--	--	--	--	170,225	(170,225)	(170,225)	--	--	--	--	--	--
Index	B	(92)	(92)	(92)	142	(142)	(142)	--	(133)	(133)	1,673	(1,856)	(1,856)	--	(142)	(142)	--	(133)	(133)
Foreign exchange coupon	B	461,289	(41,131)	(41,131)	709,139	(69,039)	(69,039)	510,589	(54,712)	(54,712)	4,804,267	(4,384,109)	(4,384,109)	3,892,713	(69,039)	(69,039)	3,902,318	(3,407,275)	(3,407,275)
Libor	IF	7,213,663	(21,117)	(21,117)	6,571,602	--	--	7,943,244	(13,507)	(13,507)	7,234,897	(21,117)	(21,117)	6,571,602	--	--	7,943,244	13,507	13,507
Commodities	B	11,038	(4,490)	(4,490)	3,993	(448)	(448)	4,439	(327)	(327)	17,447	(10,899)	(10,899)	344,699	(448)	(448)	4,439	(327)	(327)
SCC	B	--	--	--	867,676	(29,268)	(29,268)	31,107	(24,269)	(24,269)	814,313	(814,313)	(814,313)	867,676	(29,268)	(29,268)	619,778	(998,401)	(998,401)
Forward operations																			
Asset position		2,500,030	125,307	100,420	3,288,699	185,408	130,195	2,987,128	200,161	205,667	2,509,699	125,525	100,638	3,340,965	185,805	130,591	2,987,128	200,161	205,667
Term bonds	B	--	--	--	37,760	37,760	37,760	--	--	--	--	--	--	37,760	37,760	37,760	--	--	--
Currencies	C	2,500,030	125,307	100,420	3,250,939	147,648	92,435	2,987,128	200,161	205,667	2,500,030	125,307	100,420	3,250,939	147,648	92,434	2,987,128	200,161	205,667
Currencies	IF	--	--	--	--	--	--	--	--	--	9,669	218	218	52,266	397	397	--	--	--
Liability position		3,557,072	(401,107)	(255,982)	3,530,138	(365,811)	(237,453)	2,775,644	(411,893)	(277,369)	3,566,740	(401,256)	(256,130)	3,506,880	(366,030)	(237,673)	2,775,644	(411,893)	(277,369)
Term bonds	B	--	--	--	37,762	(37,762)	(37,762)	--	--	--	--	--	--	(37,762)	(37,762)	(37,762)	--	--	--
Currencies	C	3,557,072	(401,107)	(255,982)	3,492,376	(328,049)	(199,691)	2,775,644	(411,893)	(277,369)	3,557,071	(401,107)	(255,981)	3,492,376	(328,049)	(199,692)	2,775,644	(411,893)	(277,369)
Currencies	IF	--	--	--	--	--	--	--	--	--	9,669	(149)	(149)	52,266	(219)	(219)	--	--	--

R$ Thousand

By Index	Counter - party	Banco do Brasil									BB-Consolidated								
		09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
		Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Options market		2,198,165	(1,703,743)	(1,709,304)	1,347,192	(1,287,320)	(1,357,378)	1,600,846	(1,576,224)	(1,621,885)	620,793,563	(1,645,766)	(3,664,354)	23,084,005	(2,854,215)	(3,036,579)	24,086,239	(4,189,091)	(4,041,389)
Long position		38,633	101,290	1,113	348	4	5	--	--	--	290,262,999	301,220	272,591	8,471,203	222,801	194,370	9,257,536	96,312	107,536
Foreign currency	B	36,676	101,210	1,009	--	--	--	--	--	--	5,957,620	202,944	102,326	350,653	9,039	7,859	383,795	3,993	4,464
Interbank Market	IF	--	--	--	348	4	5	--	--	--	75	676	--	87,752	2,256	1,963	95,570	994	1,111
Prefixed	B	--	--	--	--	--	--	--	--	--	--	--	--	8,024,090	211,282	184,353	8,768,649	91,226	101,850
Índices DI	B	--	--	--	--	--	--	--	--	--	280,779,342	88,958	129,252	1,667	43	37	1,964	20	23
Índices Bovespa	B	--	--	--	--	--	--	--	--	--	55,862	567	413	--	--	--	--	--	--
Flexible Currency Options	B	--	--	--	--	--	--	--	--	--	3,176,682	3,078	35,219	--	--	--	--	--	--
Shares	B	1,957	80	104	--	--	--	--	--	--	184,807	4,615	5,368	129	3	3	--	--	--
Commodities	B	--	--	--	--	--	--	--	--	--	108,611	382	13	6,912	178	155	7,558	79	88
For Sale - Long position		5,895	65	130	--	--	--	--	--	--	5,895	65	130	348	4	5	--	--	--
Foreign currency	B	5,895	65	130	--	--	--	--	--	--	5,895	65	130	348	4	5	--	--	--
Sales options		177,327	(163,715)	(104,264)	79,738	(56,577)	(19,603)	182,809	(62,618)	(92,697)	328,459,303	(305,668)	(329,548)	13,345,349	(1,846,273)	(1,893,176)	13,404,771	(2,771,862)	(2,619,867)
Foreign currency	B	115,521	(101,909)	(1,386)	21,755	(426)	(350)	4,965	(46)	(10)	8,767,308	(194,480)	(74,652)	573,288	(110,829)	(109,465)	592,073	(120,347)	(112,226)
Interbank Market	IF	--	--	--	--	--	--	--	--	--	--	--	--	955,207	(22,029)	(21,841)	117,519	(24,080)	(22,462)
Prefixed	B	61,806	(61,806)	(102,878)	56,102	(56,102)	(19,209)	174,309	(62,206)	(92,298)	61,806	(61,806)	(102,879)	11,807,042	(1,711,747)	(1,760,296)	174,309	(62,206)	(92,298)
Índice DI	B	--	--	--	--	--	--	--	--	--	315,601,868	(77,458)	(75,922)	--	--	--	--	--	--
Índice Bovespa	B	--	--	--	--	--	--	--	--	--	48,687	(527)	(562)	--	--	--	--	--	--
Flexible Currency Options	B	--	--	--	--	--	--	--	--	--	3,579,140	28,331	(74,353)	--	--	--	--	--	--
Shares	B	--	--	--	1,881	(49)	(44)	3,300	(357)	(383)	283,420	(5,024)	(3,789)	1,881	(50)	(44)	12,512,195	(2,563,490)	(2,391,263)
Títulos	B	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	105	(22)	(20)
Commodities	B	--	--	--	--	--	--	235	(9)	(2)	117,074	5,296	2,609	7,931	(1,618)	(1,530)	236	(8)	(3)
Others	C	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	8,334	(1,709)	(1,595)
Over-the-counter trading		1,976,310	(1,641,383)	(1,606,283)	1,267,106	(1,230,747)	(1,337,780)	1,418,037	(1,513,606)	(1,529,188)	2,065,366	(1,641,383)	(3,607,527)	1,267,105	(1,230,747)	(1,337,778)	1,418,037	(1,513,606)	(1,529,188)
Foreign currency	B	741	(41)	(98)	--	--	--	--	--	--	741	(41)	(98)	--	--	--	--	--	--
Prefixed	B	1,546,380	(1,635,435)	(1,605,392)	1,229,740	(1,229,740)	(1,337,128)	1,400,915	(1,513,015)	(1,528,942)	1,635,436	(1,635,436)	(3,606,636)	1,229,741	(1,229,741)	(1,337,127)	1,400,915	(1,513,015)	(1,528,942)
Shares	B	2,786	(205)	(254)	--	--	--	--	--	--	2,786	(205)	(254)	--	--	--	--	--	--
Commodities	B	426,403	(5,702)	(539)	37,367	(1,007)	(652)	17,122	(590)	(245)	426,403	(5,701)	(539)	37,365	(1,006)	(651)	17,122	(590)	(245)

R$ Thousand

By Index	Counter - party	Banco do Brasil									BB-Consolidated								
		09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
		Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Trading in OTC																			
Swap contracts																			
Asset position		6,251,143	324,193	385,201	5,789,647	495,928	493,185	4,639,222	540,912	566,497	12,520,212	643,218	761,836	10,490,970	776,937	899,166	11,238,641	899,304	1,129,794
DI	C	2,307,438	63,135	95,699	1,966,082	105,134	104,885	1,908,788	165,300	175,680	2,682,456	170,851	204,145	2,481,497	182,948	178,016	2,496,813	320,692	334,156
DI	IF	1,840,774	232,841	238,438	2,276,302	360,965	351,317	1,752,677	345,309	350,942	3,323,598	345,040	342,740	3,026,790	415,493	419,866	2,550,917	424,306	448,829
Foreign currency	C	130,972	530	2,008	131,561	3,007	4,072	71,164	3,338	4,559	167,244	25,210	35,847	286,634	2,274	7,639	208,685	7,757	15,065
Foreign currency	IF	460,121	14,539	18,977	759,687	22,960	27,356	528,458	22,317	26,996	1,745,361	60,463	103,237	862,666	25,303	30,210	540,652	23,019	28,674
Prefixed	C	570,696	5,298	4,807	639,565	2,804	3,350	361,685	3,779	6,098	669,496	5,721	7,970	2,342,053	18,305	75,888	3,082,643	1,852	85,475
Prefixed	IF	902,000	4,583	19,125	--	--	--	--	--	--	1,322,969	33,058	59,137	698,947	55,338	87,041	1,234,241	67,934	108,741
IPCA	C	21,800	1,739	4,429	16,450	1,058	2,205	16,450	869	2,222	1,411	60	68	9,842	347	1,375	10,162	218	1,459
IPCA	IF	17,342	1,528	1,718	--	--	--	--	--	--	17,342	1,528	1,646	501,862	10,150	20,556	397,769	6,548	18,229
IGPM	C	--	--	--	--	--	--	--	--	--	816,101	1,187	4,921	17,004	26,847	31,350	18,087	26,850	32,993
IGPM	IF	--	--	--	--	--	--	--	--	--	--	--	--	240,104	30,070	37,363	667,281	19,913	50,447
Libor	IF	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	8,116	215	215
Commodities	C	--	--	--	--	--	--	--	--	--	1,774,234	100	2,125	23,571	9,862	9,862	23,275	--	5,511

R$ Thousand

By Index	Counter-party	Banco do Brasil									BB-Consolidated								
		09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
		Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Liability position		12,862,626	(478,770)	(632,869)	8,422,593	(486,871)	(501,249)	12,017,586	(737,863)	(797,666)	20,640,259	(733,364)	(755,585)	14,218,331	(1,031,067)	(1,108,800)	16,869,762	(1,293,382)	(1,472,690)
Interbank deposit	C	328,415	(20,162)	(21,299)	1,729,248	(70,099)	(69,776)	2,634,563	(116,057)	(121,212)	429,034	(22,772)	(24,764)	1,699,597	(12,705)	(12,803)	2,416,929	(118,297)	(124,525)
Interbank deposit	IF	4,983,138	(271,418)	(315,168)	2,738,406	(297,057)	(292,126)	3,903,263	(411,765)	(459,074)	7,492,795	(345,986)	(239,763)	4,423,418	(378,626)	(420,064)	5,885,748	(476,862)	(600,949)
Foreign currency	C	183,948	(11,890)	(12,379)	543,643	(33,544)	(33,722)	858,365	(97,884)	(97,865)	269,344	(21,780)	(21,944)	734,496	(59,626)	(60,036)	1,240,294	(118,948)	(121,364)
Foreign currency	IF	1,159,296	29,663	(57,789)	1,184,106	9,070	(21,787)	822,780	(8,042)	(13,875)	5,295,508	(122,097)	(241,501)	2,908,508	(457,795)	(488,041)	2,500,669	(457,577)	(476,954)
Prefixed	C	5,669,061	(189,440)	(205,538)	1,411,272	(78,305)	(65,734)	535,712	(45,075)	(45,378)	6,228,492	(205,013)	(206,572)	2,189,594	(84,298)	(74,850)	680,737	(57,363)	(54,992)
Prefixed	IF	--	--	--	--	--	--	--	--	--	--	--	--	410,370	(4,340)	(24,466)	16,244	(445)	(4,257)
TMS	C	278,804	(7)	(4,437)	390,462	(5,253)	(6,421)	2,682,007	(44,962)	(46,184)	278,804	(7)	(4,437)	390,462	(5,253)	(6,421)	2,682,007	(44,962)	(46,184)
Referential rate	C	172,254	(6,255)	(6,255)	425,456	(11,683)	(11,683)	580,896	(14,078)	(14,078)	172,254	(6,255)	(6,255)	425,456	(11,683)	(11,683)	580,896	(12,559)	(12,559)
IGPM	IF	--	--	--	--	--	--	--	--	--	5,000	(22)	(19)	566,200	(15,738)	(7,707)	84,000	(2,187)	(895)
IPCA	IF	87,710	(9,261)	(10,004)	--	--	--	--	--	--	87,710	(9,260)	(9,878)	462,500	1,121	(516)	365,145	(281)	(1,342)
Libor	IF	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	411,123	(3,901)	(26,728)
Commodities	C	--	--	--	--	--	--	--	--	--	381,318	(172)	(452)	7,730	(2,124)	(2,213)	5,970	--	(1,941)
Others Securities																			
Asset position		5,247,708	114,806	116,592	8,089,892	150,715	144,252	4,773,709	119,279	119,869	5,979,960	195,127	196,962	9,053,091	245,071	238,952	6,250,216	262,127	262,753
Foreign currency	IF	5,247,708	114,806	116,592	8,089,892	150,715	144,252	4,684,908	119,151	119,741	5,247,456	114,805	116,640	7,909,507	149,892	143,773	5,028,072	134,783	135,409
Foreign currency	C	--	--	--	--	--	--	--	--	--	732,504	80,322	80,322	1,143,584	95,179	95,179	1,133,343	127,216	127,216
Others		--	--	--	--	--	--	88,801	128	128	--	--	--	--	--	--	88,801	128	128
Liability position		8,511,662	(153,644)	(161,817)	7,297,615	(47,316)	(47,921)	7,643,738	(110,079)	(108,750)	8,837,081	197,105	(205,028)	8,496,336	(105,199)	(105,832)	6,712,564	(133,827)	(132,491)
Foreign currency	IF	8,511,662	(153,644)	(161,817)	7,210,342	(47,016)	(47,621)	7,643,738	(110,079)	(108,750)	8,356,724	145,066	(152,989)	7,215,124	(48,236)	(48,869)	7,574,422	(110,513)	(109,177)
Foreign currency	C	--	--	--	--	--	--	--	--	--	480,357	52,039	(52,039)	1,193,939	(56,663)	(56,663)	(861,858)	(23,314)	(23,314)
Others	IF	--	--	--	87,273	(300)	(300)	--	--	--	--	--	--	87,273	(300)	(300)	--	--	--

Counterpart: (B) Stock Exchange, (IF) Financial Institution, (C) Client.

Breakdown of the portfolio of derivative by maturity

R$ Thousand

By Maturity	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value
Futures contracts																		
Purchase commitments	17,065,627	6,758	6,758	9,455,522	--	--	8,637,471	4,570	4,570	30,013,319	12,954,451	12,954,451	9,455,522	6,758	6,758	14,398,433	4,570	4,570
Up to 30 days	--	--	--	99,062	--	--	165,362	--	--	1,545,777	1,545,777	1,545,777	99,062	--	--	828,890	--	--
31 to 60 days	7,555,470	--	--	2,825,276	--	--	2,688,251	--	--	8,246,410	690,940	690,940	2,825,276	--	--	3,363,873	--	--
61 to 90 days	2,660,392	2,329	2,329	2,333,681	--	--	1,859,783	1,617	1,617	3,266,145	608,082	608,082	2,333,681	2,329	2,329	1,863,579	1,617	1,617
91 to 180 days	2,655,196	913	913	2,370,039	--	--	1,637,878	(1,881)	(1,881)	3,555,359	901,076	901,076	2,370,039	913	913	1,891,599	(1,881)	(1,881)
181 to 360 days	2,099,614	1,192	1,192	889,013	--	--	1,305,831	(411)	(411)	5,067,319	2,968,897	2,968,897	889,013	1,192	1,192	2,041,295	(411)	(411)
1 to 5 years	2,094,955	2,324	2,324	938,451	--	--	980,366	5,245	5,245	7,443,143	5,350,512	5,350,512	938,451	2,324	2,324	4,211,101	5,245	5,245
More than 5 years	--	--	--	--	--	--	--	--	--	889,166	889,167	889,167	--	--	--	198,096	--	--
Sales commitments	10,160,837	(21,117)	(21,117)	9,787,449	--	--	13,807,658	(13,507)	(13,507)	45,976,557	(35,836,839)	(35,836,839)	33,571,644	--	--	40,962,895	(13,507)	(13,507)
Up to 30 days	1,119,133	--	--	1,192,776	--	--	1,605,098	--	--	7,440,153	(6,321,020)	(6,321,020)	2,549,090	--	--	3,126,847	--	--
31 to 60 days	325	--	--	--	--	--	569	--	--	1,291,986	(1,291,662)	(1,291,662)	1,973,867	--	--	1,120,674	--	--
61 to 90 days	1,707,011	(3,566)	(3,566)	778,310	--	--	1,295,964	(2,709)	(2,709)	2,606,155	(902,710)	(902,710)	1,885,364	--	--	2,927,746	(2,709)	(2,709)
91 to 180 days	1,765,295	(2,920)	(2,920)	782,712	--	--	2,465,648	(1,154)	(1,154)	8,152,368	(6,389,993)	(6,389,993)	2,818,236	--	--	5,714,930	(1,154)	(1,154)
181 to 360 days	2,227,203	(6,183)	(6,183)	1,693,423	--	--	1,562,200	(2,004)	(2,004)	6,257,245	(4,036,226)	(4,036,226)	5,556,727	--	--	6,810,770	(2,004)	(2,004)
1 to 5 years	3,161,169	(8,448)	(8,448)	5,248,320	--	--	6,739,432	(7,972)	(7,972)	18,454,701	(15,301,980)	(15,301,980)	17,863,013	--	--	20,308,908	(7,972)	(7,972)
More than 5 years	180,701	--	--	91,908	--	--	138,747	332	332	1,773,949	(1,593,248)	(1,593,248)	925,347	--	--	953,020	332	332
Operations Term																		
Term bonds																		
Asset position	--	--	--	37,760	37,760	37,760	--	--	--	--	--	--	90,026	38,158	38,158	--	--	--
Up to 30 days	--	--	--	37,760	37,760	37,760	--	--	--	--	--	--	37,760	37,760	37,760	--	--	--
31 to 60 days	--	--	--	--	--	--	--	--	--	--	--	--	52,266	397	397	--	--	--
Liability position	--	--	--	37,762	(37,762)	(37,762)	--	--	--	--	--	--	90,028	(37,981)	(37,981)	--	--	--
Up to 30 days	--	--	--	37,762	(37,762)	(37,762)	--	--	--	--	--	--	37,762	(37,762)	(37,762)	--	--	--
31 to 60 days	--	--	--	--	--	--	--	--	--	--	--	--	52,266	(219)	(219)	--	--	--

R$ Thousand

By Maturity	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Currency futures																		
Asset position	2,500,030	125,307	100,420	3,250,939	147,648	92,435	2,987,128	200,161	205,667	2,509,699	125,525	100,638	3,250,939	147,647	92,433	2,987,128	200,161	205,667
Up to 30 days	1,048,427	33,134	36,972	563,903	49,089	46,656	578,751	47,781	54,746	1,048,427	33,134	36,972	563,903	49,088	46,654	578,751	47,781	54,746
31 to 60 days	494,454	17,036	16,952	416,544	25,073	18,425	173,602	29,424	32,853	494,454	17,036	16,952	416,544	25,073	18,425	173,602	29,424	32,853
61 to 90 days	340,110	19,876	17,282	390,667	11,020	4,469	273,210	70,434	72,176	345,715	20,005	17,411	390,667	11,020	4,469	273,210	70,434	72,176
91 to 180 days	289,577	21,354	16,305	697,857	29,848	13,879	629,050	42,531	39,564	289,849	21,360	16,311	697,857	29,848	13,879	629,050	42,531	39,564
181 to 360 days	203,560	15,779	7,185	592,319	25,943	8,493	695,354	9,444	5,775	204,313	15,841	7,247	592,319	25,943	8,493	695,354	9,444	5,775
1 to 5 years	123,902	18,128	5,724	589,649	6,675	513	637,161	547	553	126,941	18,149	5,745	589,649	6,675	513	637,161	547	553
Liability position	3,557,072	(401,107)	(255,982)	3,492,376	(328,049)	(199,691)	2,775,644	(411,893)	(277,369)	3,566,740	(401,256)	(256,130)	3,492,376	(328,049)	(199,692)	2,775,644	(411,893)	(277,369)
Up to 30 days	762,931	(43,926)	(47,294)	1,035,288	(39,904)	(38,867)	726,494	(38,838)	(44,549)	762,931	(43,926)	(47,294)	1,035,288	(39,904)	(38,868)	726,494	(38,838)	(44,549)
31 to 60 days	398,169	(32,798)	(32,366)	792,696	(37,568)	(34,437)	483,867	(14,441)	(15,507)	398,169	(32,798)	(32,366)	792,696	(37,568)	(34,437)	483,867	(14,441)	(15,507)
61 to 90 days	225,537	(19,538)	(17,886)	449,921	(25,577)	(19,608)	851,194	(33,778)	(34,046)	225,587	(19,595)	(17,942)	449,921	(25,577)	(19,608)	851,194	(33,778)	(34,046)
91 to 180 days	736,203	(70,072)	(57,989)	789,453	(65,491)	(50,478)	502,286	(69,956)	(64,831)	738,923	(70,114)	(58,031)	789,453	(65,491)	(50,478)	502,286	(69,956)	(64,831)
181 to 360 days	759,628	(90,683)	(53,986)	356,863	(67,160)	(36,365)	181,700	(75,601)	(57,880)	764,822	(90,727)	(54,030)	356,863	(67,160)	(36,365)	181,700	(75,601)	(57,880)
1 to 5 years	674,604	(144,090)	(46,461)	68,155	(92,349)	(19,936)	8,963	(171,585)	(60,253)	676,308	(144,096)	(46,467)	68,155	(92,349)	(19,936)	8,963	(171,585)	(60,253)
5 to 10 years	--	--	--	--	--	--	21,140	(7,694)	(303)	--	--	--	--	--	--	21,140	(7,694)	(303)
Option market	2,198,165	(1,703,743)	(1,709,304)	1,347,192	(1,287,320)	(1,357,378)	1,600,846	(1,576,224)	(1,621,885)	620,793,563	(1,645,766)	(3,664,354)	23,084,005	(2,854,215)	(3,036,579)	24,086,239	(4,189,091)	(4,041,389)
Purchase - Long position	38,633	101,290	1,113	348	4	5	--	--	--	290,262,999	301,220	272,591	8,471,203	222,801	194,370	9,257,536	96,312	107,536
Up to 30 days	1,957	80	104	174	2	2	--	--	--	104,233,796	23,381	20,867	2,958,895	47,921	19,450	1,208,785	12,444	15,196
31 to 60 days	--	--	--	174	2	3	--	--	--	1,127,369	12,160	11,176	418,642	12,734	5,767	917,973	13,069	10,404
61 to 90 days	--	--	--	--	--	--	--	--	--	879,055	(3,240)	11,781	38,717	2,649	1,862	382,323	7,181	5,756
91 to 180 days	36,676	101,210	1,009	--	--	--	--	--	--	126,571,164	231,510	191,613	922,601	31,566	25,479	1,358,149	18,389	19,306
181 to 360 days	--	--	--	--	--	--	--	--	--	57,451,615	37,409	37,154	992,784	88,973	90,283	3,611,954	40,460	35,664
1 to 5 years	--	--	--	--	--	--	--	--	--	--	--	--	3,139,564	38,958	51,529	1,778,352	4,769	21,210
For Sale - Long position	5,895	65	130	--	--	--	--	--	--	5,895	65	130	348	4	5	5,895	65	130
Up to 30 days	--	--	--	--	--	--	--	--	--	--	--	--	174	2	2	5,895	65	130
31 to 60 days	5,895	65	130	--	--	--	--	--	--	5,895	65	130	174	2	3	--	--	--

R$ Thousand

By Maturity	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Purchase sold Position	177,327	(163,715)	(104,264)	79,738	(56,577)	(19,603)	182,809	(62,618)	(92,697)	328,459,303	(305,668)	(329,548)	13,345,349	(1,846,273)	(1,893,176)	13,404,771	(2,771,862)	(2,619,867)
Up to 30 days	60,238	(4,560)	(576)	22,915	(5,627)	(1,255)	21,937	(7,211)	(2,939)	455,915	(6,198)	(2,979)	3,810,103	(45,895)	(14,985)	1,644,212	(339,993)	(321,349)
31 to 60 days	14,714	(90)	(53)	9,485	(7,994)	(1,315)	3,656	(890)	(680)	8,668,839	(91,705)	(72,702)	500,821	(12,314)	(3,870)	71,904	(14,868)	(14,053)
61 to 90 days	1,203	(1,203)	(1,140)	16,753	(15,847)	(3,502)	951	(724)	(670)	315,603,071	(78,661)	(77,062)	87,164	(16,622)	(3,944)	43,243	(8,942)	(8,452)
91 to 180 days	61,917	(122,784)	(36,849)	8,855	(8,063)	(938)	78,608	(26,977)	(41,222)	112,942	(122,355)	(36,806)	1,542,908	(309,886)	(301,594)	7,374,416	(1,524,895)	(1,441,277)
181 to 360 days	24,825	(20,649)	(30,350)	20,901	(18,594)	(11,734)	76,780	(26,407)	(46,580)	24,967	(20,652)	(30,350)	1,193,973	(104,992)	(203,124)	4,233,919	(875,497)	(827,489)
1 to 5 years	14,430	(14,429)	(35,296)	829	(452)	(859)	877	(409)	(606)	3,593,569	13,903	(109,649)	6,210,380	(1,356,564)	(1,365,659)	37,077	(7,667)	(7,247)
Sold position	1,976,310	(1,641,383)	(1,606,283)	1,267,106	(1,230,747)	(1,337,780)	1,418,037	(1,513,606)	(1,529,188)	2,065,366	(1,641,383)	(3,607,527)	1,267,105	(1,230,747)	(1,337,778)	1,418,037	(1,513,606)	(1,529,188)
Up to 30 days	168,509	(163,194)	(171,099)	164,699	(163,679)	(175,418)	308,626	(312,709)	(319,071)	168,509	(163,194)	(171,099)	164,699	(163,679)	(175,418)	308,626	(312,709)	(319,071)
31 to 60 days	6,114	(76)	(48)	192,704	(192,704)	(208,653)	40,600	(37,658)	(37,924)	6,114	(76)	(48)	192,704	(192,704)	(208,653)	40,600	(37,658)	(37,924)
61 to 90 days	42,874	(42,874)	(43,169)	378,794	(354,354)	(386,940)	34,214	(33,462)	(33,532)	42,874	(42,874)	(43,169)	378,794	(354,354)	(386,940)	34,214	(33,462)	(33,532)
91 to 180 days	910,597	(680,320)	(664,537)	176,392	(165,787)	(185,003)	570,151	(609,949)	(618,323)	999,653	(680,320)	(664,537)	176,392	(165,787)	(185,003)	570,151	(609,949)	(618,323)
181 to 360 days	583,842	(490,545)	(487,390)	347,926	(347,632)	(373,699)	457,271	(513,238)	(512,249)	583,842	(490,545)	(487,390)	347,926	(347,632)	(373,699)	457,271	(513,238)	(512,249)
1 to 5 years	264,374	(264,374)	(240,040)	6,591	(6,591)	(8,067)	7,175	(6,590)	(8,089)	264,374	(264,374)	(2,241,284)	6,590	(6,591)	(8,065)	7,175	(6,590)	(8,089)

R$ Thousand

By Maturity	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Swap contracts																		
Assets	6,251,143	324,193	385,201	5,789,647	495,928	493,185	4,639,222	540,912	566,497	12,520,212	643,218	761,836	10,490,970	776,937	899,166	11,238,641	899,304	1,129,794
Up to 30 days	461,024	32,300	35,472	816,923	214,905	214,444	350,233	45,149	48,644	839,038	159,577	161,667	964,466	244,138	243,669	727,666	85,369	91,077
31 to 60 days	427,262	36,285	39,379	215,593	7,779	7,516	177,391	24,382	26,489	670,359	47,145	51,543	464,018	19,492	25,478	473,169	73,028	76,972
61 to 90 days	1,106,705	26,540	30,620	558,971	27,267	27,584	414,311	61,516	63,327	739,980	30,252	35,946	646,323	29,286	30,674	1,173,353	15,191	23,172
91 to 180 days	999,054	66,625	72,596	663,783	78,798	78,396	1,290,697	246,005	251,430	3,545,987	109,188	136,354	1,191,456	125,483	141,899	1,520,939	283,052	292,443
181 to 360 days	605,088	74,885	77,297	1,245,192	27,944	26,921	844,177	46,868	52,293	2,211,762	77,997	99,017	2,918,254	125,691	181,151	2,873,890	122,991	236,394
1 to 5 years	2,652,010	87,558	129,837	2,071,635	137,884	132,812	1,340,250	115,092	118,846	4,354,043	198,305	262,240	3,666,093	206,277	226,939	3,982,684	300,789	357,828
5 to 10 years	--	--	--	217,550	1,351	5,512	222,163	1,900	5,468	159,043	20,754	15,069	640,360	26,570	49,356	486,940	18,884	51,908
Liabilities	12,862,626	(478,770)	(632,869)	8,422,593	(486,871)	(501,249)	12,017,586	(737,863)	(797,666)	20,640,259	(733,364)	(755,585)	14,218,331	(1,031,067)	(1,108,800)	16,869,762	(1,293,382)	(1,472,690)
Up to 30 days	1,484,405	(126,985)	(137,260)	1,440,843	(203,263)	(203,127)	2,405,700	(158,474)	(170,566)	1,667,211	(136,050)	(147,016)	1,657,482	(167,572)	(174,522)	2,539,115	(163,203)	(176,789)
31 to 60 days	1,275,373	(68,391)	(79,140)	573,491	(42,821)	(41,817)	1,802,349	(83,390)	(90,897)	1,377,502	(80,339)	(91,911)	942,997	(55,939)	(56,458)	1,902,483	(84,656)	(93,590)
61 to 90 days	966,999	(60,251)	(66,319)	343,006	(15,017)	(13,925)	941,870	(65,111)	(71,048)	1,433,240	(125,941)	(149,656)	662,929	(19,996)	(19,477)	1,532,421	(126,399)	(142,726)
91 to 180 days	1,404,877	(66,054)	(73,698)	1,282,452	(54,090)	(50,605)	2,084,733	(206,807)	(223,791)	1,573,250	(88,992)	(99,362)	1,619,461	(93,790)	(90,800)	2,717,322	(248,386)	(262,961)
181 to 360 days	2,637,175	(129,977)	(146,300)	2,649,000	(82,720)	(82,039)	1,761,667	(87,350)	(94,318)	5,220,061	(250,227)	(293,215)	3,748,092	(181,053)	(185,531)	2,970,025	(143,012)	(193,654)
1 to 5 years	5,009,127	(25,438)	(128,093)	2,003,271	(89,325)	(105,868)	2,887,969	(136,847)	(143,861)	9,100,734	(41,655)	46,480	5,233,890	(506,755)	(556,297)	4,729,685	(522,590)	(572,015)
5 to 10 years	84,670	(1,674)	(2,059)	130,530	365	(3,868)	133,298	116	(3,185)	268,261	(10,160)	(20,905)	353,480	(5,962)	(25,715)	478,711	(5,136)	(30,955)

R$ Thousand

By Maturity	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value	Notional value	Cost Value	Market Value
Other Derivative Financial Instruments																		
Assets	5,247,708	114,806	116,592	8,089,892	150,715	144,252	4,773,709	119,279	119,869	5,979,960	195,127	196,962	9,053,091	245,071	238,952	6,250,216	262,127	262,753
Up to 30 days	380,131	3,839	3,766	2,258,411	28,867	25,878	869,589	19,681	19,951	608,393	3,838	42,845	2,483,818	37,581	34,936	1,352,451	89,125	89,441
31 to 60 days	1,567,235	3,871	3,895	951,439	25,822	24,574	374,230	22,571	22,707	1,745,931	3,871	6,285	1,410,188	56,634	55,386	563,440	26,518	26,644
61 to 90 days	2,045,675	81,632	83,164	3,309,171	54,985	53,900	1,072,765	9,976	10,320	2,139,678	81,632	92,259	3,316,649	55,792	54,707	1,615,058	32,295	32,639
91 to 180 days	797,267	16,904	17,440	570,194	29,634	28,650	618,531	18,156	17,949	923,827	16,904	21,917	655,529	31,990	31,006	878,967	65,137	64,930
181 to 360 days	457,400	8,560	8,327	390,176	2,741	2,584	1,090,977	39,310	39,357	476,004	8,560	10,565	451,178	4,466	4,309	1,092,272	39,467	39,514
1 to 5 years	--	--	--	540,683	8,387	8,387	630,400	9,253	9,253	86,127	80,322	23,091	665,911	58,329	58,329	630,811	9,253	9,253
5 to 10 years	--	--	--	69,818	279	279	117,217	332	332	--	--	--	69,818	279	279	117,217	332	332
Liabilities	8,511,662	(153,644)	(161,817)	7,297,615	(47,316)	(47,921)	7,643,738	(110,079)	(108,750)	8,837,081	(145,064)	(205,028)	8,496,336	(105,199)	(105,832)	6,712,564	(133,827)	(132,491)
Up to 30 days	3,035,127	(70,460)	(77,183)	951,444	(4,142)	(4,258)	1,175,489	(44,441)	(45,655)	2,984,210	(61,881)	(72,268)	1,515,405	(11,490)	(11,632)	872,051	(16,026)	(17,222)
31 to 60 days	1,474,275	(42,108)	(43,377)	49,361	(1,878)	(1,802)	747,205	(16,640)	(16,614)	1,509,409	(42,108)	(46,548)	134,164	(3,888)	(3,812)	690,310	(28,778)	(28,752)
61 to 90 days	1,347,581	(14,108)	(13,915)	842,354	(5,341)	(5,235)	1,272,207	(27,049)	(23,904)	1,463,273	(14,108)	(36,128)	1,030,640	(24,986)	(24,880)	1,169,896	(29,985)	(26,840)
91 to 180 days	725,138	(9,905)	(9,808)	1,534,281	(8,189)	(8,202)	1,188,361	(5,826)	(6,272)	743,220	(9,905)	(16,146)	1,651,684	(17,047)	(17,061)	847,908	(31,177)	(31,634)
181 to 360 days	1,903,696	(14,667)	(14,836)	1,281,570	(19,334)	(19,891)	185,403	(4,772)	(4,954)	1,988,191	(14,667)	(22,453)	1,457,563	(34,732)	(35,290)	111,404	(11,912)	(12,094)
1 to 5 years	25,845	(2,396)	(2,698)	2,638,605	(8,432)	(8,533)	3,075,073	(11,351)	(11,351)	148,778	(2,395)	(11,485)	2,706,880	(13,056)	(13,157)	3,020,995	(15,949)	(15,949)

Breakdown of the credit derivatives portfolio

R$ Thousand

	Banco do Brasil						BB-Consolidated					
	09.30.2010		12.31.2009		09.30.2009		09.30.2010		12.31.2009		09.30.2009	
	Notional value	Market value	Notional value	Market value	Notional value	Market value	Notional value	Market value	Notional value	Market value	Notional value	Market value
Asset position - Transferred risk	--	--	--	--	--	--	1,392,181	6,374	4,460,954	18,489	--	18,726
Credit swaps - Derivatives with Banks	--	--	--	--	--	--	1,392,181	6,374	4,460,954	18,489	--	18,726
Liability position - Received risk	--	--	--	--	--	--	2,911,541	(4,950)	4,775,870	(112,926)	--	(3,771)
Credit swaps - Derivatives with Banks	--	--	--	--	--	--	2,911,541	(4,950)	4,775,870	(112,926)	--	(3,771)

The portfolio of credit derivatives is composed exclusively of purchases and sales carried out by Banco Votorantim. The currently portfolio consists of customers whose risk is rated as investment grade and, as a counterpart, contains the main leaders of international market for this product. For the sale of protection is approved credit limit, for both the client and for the counterparty risk, according to the approval of the committees and forums of credit. To limit credit risk allocation is made to the client by the reference value (notional) of derivatives, considering the amounts deposited as collateral. For the purpose of mitigating the risk, transactions are performed in portfolio trading with client sovereign risk, especially Brazil. In this case, we consider the potential future exposure to allocate out of the counterparty. On 09.30.2010, the portfolio of credit derivatives reflected in the increase of R$ 110,631 thousand in PEPR - Portion related exposures weighted by risk factor for calculating the Basel index.

Breakdown of margin given as guarantee for transactions with derivative financial instruments

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Government bonds						
Treasury Bills	1,930,796	589,281	996,009	1,946,116	594,669	999,240
Treasury Notes	--	--	976,328	257,949	755,078	1,952,656
National Treasury Bills	--	--	--	872,264	203,261	--
Foreign Government bonds	--	--	--	1,227,340	544,018	--
Others	--	--	--	733,201	4,410	--
Total	1,930,796	589,281	1,972,337	5,036,870	2,101,436	2,951,895

Breakdown of the portfolio of derivatives designated as market risk hedge

R$ Thousand

By Index	Counterparty	Banco do Brasil									BB-Consolidated								
		09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
		Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value
Over-the-counter trading																			
Swap contracts																			
Liability position		350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)
Foreign currency and interest	IF	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)

Counterparty: (IF) Financial Institution.

R$ Thousand

By Term	Banco do Brasil									BB-Consolidated								
	09.30.2010			12.31.2009			09.30.2009			09.30.2010			12.31.2009			09.30.2009		
	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value	Notional value	Cost value	Market value
Swap contracts																		
Liabilities	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)
5 to 10 years	350.000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)	350,000	33,508	(41,498)	350,000	28,441	(40,777)	350,000	17,565	(66,108)

The Bank, in order to hedge against possible fluctuations in interest and exchange rates issued securities on the international capitals market in the amount R$ 350 million, contracted derivative operations in the form off currency and interest rate swaps (Cross Currency Interest Rate Swaps), with the same volume, term and interest rates. The hedge was assessed as effective, in accordance with the provisions of Central Bank Circular 3082/2002, which require evidence of hedge effectiveness between 80% and 125%.

Derivative financial instruments segregated by current and long-term

R$ Thousand

	Banco do Brasil						BB-Consolidated					
	09.30.2010		12.31.2009		09.30.2009		09.30.2010		12.31.2009		09.30.2009	
	Current	Non-Current	Current	Non-Current	Current	Non-Current	Current	Non-Current	Current	Non-Current	Current	Non-Current
ASSETS												
Forward operations	94,696	5,724	129,682	513	205,114	553	94,893	5,745	130,078	513	205,114	553
Options market	1,243	--	5	--	--	--	176,133	4,218	142,847	51,528	86,456	21,210
Swap contracts	255,364	129,837	354,861	138,324	442,183	124,314	484,527	205,527	622,871	257,806	720,058	391,010
Others	116,592	--	135,586	8,666	110,284	9,585	338,025	23,089	180,344	58,608	253,168	9,585
Credit swaps	--	--	--	--	--	--	--	--	5,398	13,091	18,726	--
Total	467,895	135,561	620,134	147,503	757,581	134,452	1,093,578	238,579	1,081,538	381,546	1,283,522	422,358
LIABILITIES												
Forward operations	(209,521)	(46,461)	(217,517)	(19,936)	(216,813)	(60,556)	(209,663)	(46,467)	(217,737)	(19,936)	(216,813)	(60,556)
Options market	(1,435,211)	(275,336)	(1,348,457)	(8,926)	(1,613,190)	(8,695)	(2,261,892)	(1,023,871)	(1,744,304)	(1,373,724)	(1,633,735)	(2,515,320)
Swap contracts	(502,717)	(130,152)	(391,513)	(109,736)	(650,620)	(147,046)	(781,160)	(723,513)	(526,788)	(582,012)	(865,949)	(602,970)
Others	(159,119)	(2,698)	(39,388)	(8,533)	(97,399)	(11,351)	(87,903)	(19,349)	(92,675)	(13,157)	(116,542)	(15,949)
Credit swaps	--	--	--	--	--	--	--	--	(35,507)	(77,419)	(3,771)	--
Hedge Derivatives	--	(41,498)	--	(40,777)	--	(66,108)	--	(41,498)	--	(40,777)	--	(66,108)
Total	(2,306,568)	(496,145)	(1,996,875)	(187,908)	(2,578,022)	(293,756)	(3,340,618)	(1,854,698)	(2,617,011)	(2,107,025)	(2,836,810)	(3,260,903)

e) Results from Derivatives

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Swap	(330,425)	(252,079)	220,670	(545,614)	(513,484)	218,481
Forward	(86,480)	(87,455)	(391,831)	(84,625)	(91,981)	(391,831)
Options	(13,006)	(45,363)	(114,791)	(22,904)	(42,127)	(114,791)
Future	(366,553)	(230,750)	(682,929)	(540,609)	(659,674)	(682,929)
Derivatives	--	--	--	2,736	11,106	--
Others	(149,207)	(204,449)	(206,075)	(216,275)	(372,671)	(204,963)
Total	(945,671)	(820,096)	(1,174,956)	(1,407,291)	(1,668,831)	(1,176,033)

f) Equity Valuation Adjustment – Securities and Derivatives recognized in the Stockholders' equity

R$ Thousand

	3Q2010			3Q2009		
	06.30.2010 Balance	Net change in the quarter	09.30.2010 Balance	06.30.2009 Balance	Net change in the quarter	09.30.2009 Balance
Securities available for sale						
Bank	(30,584)	63,334	32,750	31,380	(21,779)	9,601
Affiliates and subsidiaries	471,114	178,355	649,469	180,529	126,055	306,584
Tax effects	(29,154)	(23,324)	(52,478)	4,338	3,432	7,770
Total	411,376	218,365	629,741	216,247	107,708	323,955

R$ Thousand

	01.01.2010 to 09.30.2010			01.01.2009 to 09.30.2009		
	12.31.2009 Balance	Net change in the period	09.30.2010 Balance	12.31.2008 Balance	Net change in the period	09.30.2009 Balance
Securities available for sale						
Bank	(57,901)	90,651	32,750	(49,853)	59,454	9,601
Affiliates and subsidiaries	306,258	343,211	649,469	217,465	89,119	306,584
Tax effects	21,807	(74,285)	(52,478)	31,117	(23,347)	7,770
Total	270,164	359,577	629,741	198,729	125,226	323,955

9 – Interbank

a) Payments and Receipts Settlement

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Assets						
Rights with participants of securities settlement systems						
Checks and other papers	1,004,724	153,227	987,727	1,004,836	153,227	1,085,088
Documents submitted by other	2,131,800	5	1,588,567	2,132,118	31	1,637,877
Total	3,136,524	153,232	2,576,294	3,136,954	153,258	2,722,965
Current assets	3,136,524	153,232	2,576,294	3,136,954	153,258	2,722,965
Liabilities						
Obligations with participants of securities settlement systems						
Checks and other papers	1,166,407	63	1,108,417	1,166,663	63	1,257,989
Receipts remitted	1,728,360	132	1,375,504	1,732,993	144	1,496,729
Other receipts	9,164	407	13,523	9,164	408	14,043
Total	2,903,931	602	2,497,444	2,908,820	615	2,768,761
Current liabilities	2,903,931	602	2,497,444	2,908,820	615	2,768,761

b) Credit Linked

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Compulsory Deposits at the Central Bank of Brazil	67,820,774	24,167,099	22,447,996	70,053,640	24,279,765	26,467,606
Additional reserve requirements on deposits (1)	20,538,311	--	--	21,435,431	--	--
Demand deposits	15,616,165	11,878,269	10,778,938	15,663,626	11,919,021	12,356,481
Savings deposits	14,267,473	11,941,111	9,191,709	14,267,473	11,941,111	11,513,871
Term deposits (2)	9,947,605	--	--	11,234,387	--	--
Resources on rural credit	7,382,857	204,008	2,344,117	7,382,857	204,008	2,358,837
Resources on microfinance	68,363	143,711	133,232	69,866	215,625	196,717
Other	--	--	--	--	--	41,700
Housing Finance System	1,696,729	1,635,417	60,447	1,696,729	1,635,417	1,615,087
Fund for compensation of wage changes	1,827,903	1,757,711	73,286	1,827,903	1,757,711	1,735,550
Other	9,247	17,083	1,688	9,247	17,083	19,568
Provision for losses on loans tied	(140,421)	(139,377)	(14,527)	(140,421)	(139,377)	(140,031)
National Treasury - Rural Credit	110,167	148,158	157,374	110,167	148,158	157,374
Total	69,627,670	25,950,674	22,665,817	71,860,536	26,063,340	28,240,067
Current assets	69,627,670	25,950,674	22,665,817	71,860,536	26,063,340	28,240,067

(1) As Bacen Circular 3486/2010, was amended in order to comply with the requirement for additional in-kind due to additional federal government securities.
(2) According to Central Bank Circular No. 3.485/2010, has changed the form of performance requirements over the long term deposits.

c) Income on Compulsory Deposits

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Income Credit Linked to Central Bank	1,031,839	2,115,014	470,279	1,086,199	2,215,064	547,065
Additional reserve requirements on deposits	524,099	1,015,866	--	546,343	1,058,477	--
Savings deposits	244,643	647,444	443,063	244,643	647,444	482,283
Requirements over the long term resources	251,218	439,825	--	283,334	497,264	--
Resources of rural credit	11,879	11,879	27,216	11,879	11,879	64,782
Income Credit Linked to SFH	28,327	78,700	59	28,327	78,700	49,552
Income Credit Linked to Rural Credit	4,165	16,492	5,332	4,165	16,492	5,332
Total	1,064,331	2,210,206	475,670	1,118,691	2,310,256	601,949

10 – Loans

Comprises the Loan Portfolio, Leasing and Loans Classified as "Other Receivables".

a) Portfolio by modality

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Loans	293,295,743	259,780,843	226,102,356	318,056,449	279,467,756	264,334,159
Loans and bills discounted	134,015,372	124,255,540	96,997,234	140,863,715	129,828,585	119,845,197
Financing	80,891,045	67,023,572	61,064,809	98,250,711	80,858,134	74,581,565
Rural and agribusiness financing	75,605,078	66,887,223	67,485,932	76,157,775	67,166,529	68,528,551
Real estate financing	2,783,104	1,610,578	554,381	2,783,104	1,610,578	1,373,707
Financing of Infrastructure and development	1,144	3,930	--	1,144	3,930	5,139
Other receivables with loan characteristics	16,973,489	16,051,948	15,678,876	17,392,360	16,429,275	16,322,291
Advances on foreign exchange contracts	7,816,767	7,967,810	8,998,852	8,062,436	8,192,660	9,495,908
Credit card operations	8,838,072	7,747,968	6,319,111	8,838,072	7,747,968	6,319,111
Guarantees honored	66,540	88,322	73,886	66,540	90,972	76,440
Sundry	252,110	247,848	287,027	425,312	397,675	430,832
Lease operations	47,682	60,775	59,100	4,377,151	4,931,773	4,861,048
Total Loan Portfolio	310,316,914	275,893,566	241,840,332	339,825,960	300,828,804	285,517,498
Provision for Loan Losses	(17,092,002)	(17,611,907)	(16,805,267)	(18,139,722)	(18,617,380)	(19,070,390)
(Allowance for loan losses)	(16,332,693)	(16,938,379)	(16,130,766)	(17,137,026)	(17,684,659)	(18,117,558)
(Allowance for other receivables losses)	(759,309)	(673,528)	(674,501)	(775,013)	(701,511)	(728,252)
(Allowance for lease losses)	--	--	--	(227,683)	(231,210)	(224,580)
Total Loan Portfolio Net of Provisions	293,224,912	258,281,659	225,035,065	321,686,238	282,211,424	266,447,108

b) Loan operations income

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Loan operations income	12,415,976	34,711,382	26,394,029	13,700,223	38,017,203	28,797,916
Loans and bills discounted	7,669,739	21,781,377	15,770,242	8,213,110	22,890,093	17,994,911
Financing	2,141,395	5,979,550	4,675,513	2,731,905	7,946,438	4,690,673
Rural and agribusiness financing	1,374,881	3,739,066	3,470,098	1,385,805	3,762,259	3,497,995
Recovery of loans and lowered injury (Note 10.k)	940,849	2,384,259	1,733,104	1,052,130	2,439,746	1,803,082
Advances on foreign exchange contracts	66,517	205,294	265,419	93,167	350,916	265,419
Guarantees honored	1,214	6,133	7,150	1,214	6,148	7,150
Other	221,381	615,703	472,503	222,892	621,603	538,686
Lease Operations Income	11,065	32,942	36,933	774,603	2,365,883	1,503,932
Total	12,427,041	34,744,324	26,430,962	14,474,826	40,383,086	30,301,848

c) Breakdown of the Loan Portfolio by Sector

R$ Thousand

	Banco do Brasil						BB-Consolidated					
	09.30.2010	%	12.31.2009	%	09.30.2009	%	09.30.2010	%	12.31.2009	%	09.30.2009	%
PUBLIC SECTOR	7,044,575	2.2	6,234,130	2.3	4,945,876	2.1	7,183,915	2.0	6,388,065	2.1	5,064,845	1.8
Government	2,612,381	0.8	2,716,210	1.0	2,293,687	1.0	2,612,381	0.8	2,716,210	0.9	2,301,493	0.8
Direct administration	2,361,788	0.8	2,556,027	0.9	2,132,211	0.9	2,361,788	0.6	2,556,027	0.8	2,140,015	0.8
Indirect administration	250,593	0.1	160,183	0.1	161,476	0.1	250,593	0.1	160,183	0.1	161,478	0.1
Business entities	4,432,194	1.4	3,517,920	1.3	2,652,189	1.1	4,571,534	1.2	3,671,855	1.2	2,763,352	1.0
BB Group	9,129	--	4,405	--	53,197	--	--	--	--	--	--	--
Industry	2,713,053	0.9	2,046,213	0.7	1,998,696	0.8	2,787,744	0.7	2,126,049	0.6	2,080,537	0.7
Commerce	1,404	--	185	--	6,924	--	1,404	--	185	--	6,924	--
Financial services	114,290	--	151,226	0.1	115,019	0.1	121,102	--	151,288	0.1	118,099	--
Other services	1,594,318	0.5	1,315,4891	0.5	478,353	0.2	1,661,284	0.5	1,394,233	0.5	557,792	0.2
PRIVATE SECTOR	303,272,339	97.8	269,659,436	97.7	236,894,456	97.9	332,642,045	98.0	294,440,739	97.9	280,452,653	98.2
Rural	55,834,030	18.0	54,489,403	19.8	54,180,645	22.4	56,386,727	16.7	54,768,700	18.3	55,223,264	19.3
Industry	94,576,717	30.5	79,466,709	28.8	73,156,544	30.3	100,341,199	29.5	84,798,895	28.2	79,764,394	27.9
Commerce	35,664,441	11.5	30,881,818	11.2	27,514,382	11.4	37,445,553	11.0	32,175,132	10.7	29,886,521	10.5
Financial services	1,219,902	0.4	1,044,364	0.4	327,956	0.1	1,232,002	0.4	1,010,506	0.3	636,890	0.2
Private Individuals	75,417,598	24.3	66,367,114	24.0	49,146,472	20.3	93,515,365	27.5	81,295,241	27.0	77,330,003	27.1
Housing	2,439,047	0.8	1,456,778	0.5	554,381	0.2	2,439,047	0.7	1,456,778	0.5	1,373,208	0.5
Other services	38,120,604	12.3	35,953,250	13.0	32,014,076	13.2	41,282,152	12.2	38,935,487	12.9	36,238,373	12.7
Total	310,316,914	100.0	275,893,566	100.0	241,840,332	100.0	339,825,960	100.0	300,828,804	100.0	285,517,498	100.0

d) Loan portfolio by risk level and maturity

R$ Thousand

Banco do Brasil												
Performing loans												
										09.30.2010	12.31.2009	09.30.2009
	AA	A	B	C	D	E	F	G	H	Total portfolio	Total portfolio	Total portfolio
Installments falling due												
01 to 30	4,730,729	6,347,755	7,038,408	2,604,533	621,990	75,682	28,917	17,661	164,695	21,630,370	22,146,248	20,050,248
31 to 60	4,402,719	4,034,491	4,547,979	1,438,356	236,663	44,043	77,518	8,888	92,057	14,882,714	16,170,441	13,079,811
61 to 90	4,171,509	3,133,952	4,601,867	1,398,236	287,009	51,939	18,833	10,426	120,509	13,794,280	13,319,159	12,232,680
91 to 180	9,902,843	5,940,856	11,031,034	4,181,238	621,226	201,615	46,038	23,784	165,554	32,114,188	32,052,930	28,814,133
181 to 360	10,109,647	8,961,884	20,546,190	7,835,856	1,146,685	173,899	85,124	45,447	395,637	49,300,369	46,627,198	44,019,997
Over 360	49,365,521	27,010,072	59,823,952	19,503,690	4,329,036	670,236	372,422	221,460	2,512,838	163,809,227	129,267,314	106,343,985
Installments overdue												
Up to 14 days	20,884	41,426	85,251	62,682	25,424	8,841	3,304	2,018	15,937	265,767	577,848	384,777
Others [1]	2,297,673	--	--	--	--	--	--	--	--	2,297,673	2,643,182	3,865,126
Subtotal	85,001,525	55,470,436	107,674,681	37,024,591	7,268,033	1,226,255	632,156	329,684	3,467,227	298,094,588	262,804,320	228,790,757

R$ Thousand

Non-performing loans												
										09.30.2010	12.31.2009	09.30.2009
	AA	A	B	C	D	E	F	G	H	Total portfolio	Total portfolio	Total portfolio
Installments falling due												
01 to 30	--	--	116,913	226,334	140,159	127,878	113,100	112,982	853,163	1,690,529	1,770,496	1,810,423
31 to 60	--	--	27,788	46,602	25,617	25,939	19,717	20,033	120,814	286,510	351,919	295,285
61 to 90	--	--	27,136	47,658	26,391	26,980	24,248	19,715	134,303	306,431	290,999	313,531
91 to 180	--	--	67,971	130,298	75,877	83,968	69,559	55,720	366,776	850,169	871,115	857,696
181 to 360	--	--	116,023	227,142	157,226	152,021	118,273	98,026	714,361	1,583,072	1,662,274	1,739,315
Over 360	--	--	270,250	587,318	443,479	412,392	292,919	248,622	1,782,731	4,037,711	3,752,986	3,837,631
Installments overdue												
01 to 14	--	--	6,277	27,394	14,841	14,807	8,827	7,276	46,432	125,854	115,147	140,817
15 to 30	--	--	53,517	63,006	44,609	29,794	23,234	20,826	126,689	361,675	422,474	435,427
31 to 60	--	--	2,079	67,959	59,947	51,109	34,113	27,317	222,418	464,942	536,958	499,811
61 to 90	--	--	18	3,464	63,865	76,820	42,558	34,094	216,994	437,813	465,093	490,902
91 to 180	--	--	42	2,755	11,822	77,886	108,840	130,383	616,005	947,733	1,245,803	1,387,210
181 to 360	--	--	107	31	223	8,221	10,367	13,635	926,151	958,735	1,588,510	1,181,616
Over 360	--	--	85	46	101	--	19	--	170,901	171,152	15,472	59,911
Subtotal	--	--	688,206	1,430,007	1,064,157	1,087,815	865,774	788,629	6,297,738	12,222,326	13,089,246	13,049,575
Total	85.001.525	55.470.436	108.362.887	38.454.598	8.332.190	2.314.070	1.497.930	1.118.313	9.764.965	310.316.914	275.893.566	241.840.332

R$ Thousand

BB-Consolidated												
Performing loans												
										09.30.2010	12.31.2009	09.30.2009
	AA	A	B	C	D	E	F	G	H	Total portfolio	Total portfolio	Total portfolio
Installments falling due												
01 to 30	5,083,790	7,333,047	7,146,746	2,615,208	629,437	77,251	29,287	17,873	166,737	23,099,376	23,486,901	22,323,213
31 to 60	4,629,430	4,669,417	4,651,816	1,447,655	243,636	45,077	77,848	9,057	93,604	15,867,540	17,225,210	14,921,763
61 to 90	4,399,008	3,811,557	4,753,403	1,407,320	293,956	54,342	19,172	10,601	122,062	14,871,421	14,184,551	14,008,587
91 to 180	10,547,002	7,703,705	11,361,070	4,216,137	649,496	205,936	46,968	25,649	170,308	34,926,271	34,364,270	33,418,692
181 to 360	11,095,033	12,005,813	21,018,687	7,878,595	1,183,610	182,298	86,623	54,889	403,169	53,908,717	50,595,870	49,885,390
Over 360	53,640,747	37,486,135	61,042,901	19,586,208	4,437,887	727,014	376,139	274,816	2,628,020	180,199,867	142,504,044	130,045,247
Installments overdue												
Up to 14 days	20,959	62,537	87,137	63,278	25,960	8,952	3,331	2,041	16,087	290,282	587,182	549,274
Other (1)	2,297,673	--	--	--	--	--	--	--	--	2,297,673	2,643,182	3,865,126
Subtotal	91,713,642	73,072,211	110,061,760	37,214,401	7,463,982	1,300,870	639,368	394,926	3,599,987	325,461,147	285,591,210	269,017,292

(1) Operations with third party risk tied to Government Funds and Programs, mainly Pronaf, Procera, FAT, BNDES and FCO. They include the amount of overdue installments in the total amount of R$ 410 million, which comply with rules defined in each program for reimbursement with the managers and do not imply a credit risk for the Bank.

R$ Thousand

Non-performing loans												
										09.30.2010	12.31.2009	09.30.2009
	AA	A	B	C	D	E	F	G	H	Total portfolio	Total portfolio	Total portfolio
Installments falling due												
01 to 30	--	--	154,238	243,587	149,498	133,205	116,998	116,118	868,429	1,782,073	1,889,122	1,930,540
31 to 60	--	--	63,325	62,183	34,046	30,751	23,244	22,901	134,824	371,274	434,455	394,911
61 to 90	--	--	61,999	63,286	34,846	31,783	27,753	22,566	148,154	390,387	364,029	416,008
91 to 180	--	--	166,743	174,400	99,530	97,434	79,386	63,712	405,440	1,086,645	1,082,286	1,144,388
181 to 360	--	--	288,406	301,321	196,984	174,842	135,809	111,500	778,203	1,987,065	2,014,513	2,193,590
Over 360	--	--	465,689	795,796	552,599	484,615	346,190	287,130	1,936,034	4,868,053	4,632,154	5,004,702
Installments overdue												
01 to 14	--	--	9,965	37,406	18,959	16,799	10,362	8,458	52,541	154,490	140,088	169,276
15 to 30	--	--	89,641	71,482	49,158	32,844	25,287	22,625	135,450	426,487	489,028	614,804
31 to 60	--	--	10,715	87,921	70,187	56,200	37,796	30,272	237,240	530,331	609,217	646,054
61 to 90	--	--	18	9,845	74,987	82,455	46,370	37,177	231,936	482,788	513,310	591,528
91 to 180	--	--	363	5,418	18,668	87,828	120,131	140,889	661,890	1,035,187	1,336,198	1,707,114
181 to 360	--	--	108	104	266	11,369	15,237	26,574	1,006,640	1,060,298	1,703,448	1,614,652
Over 360	--	--	85	67	121	--	215	4,977	184,270	189,735	29,746	72,639
Subtotal	--	--	1,311,295	1,852,816	1,299,849	1,240,125	984,778	894,899	6,781,051	14,364,813	15,237,594	16,500,206
Total	91,713,642	73,072,211	111,373,055	39,067,217	8,763,831	2,540,995	1,624,146	1,289,825	10,381,038	339,825,960	300,828,804	285,517,498

e) Allowance for loan losses by risk level

R$ Thousand

		Banco do Brasil							
		09.30.2010				12.31.2009		09.30.2009	
Level of Risk	% Provision	Value of loans	Value of allowance	Additional allowance[1]	Existent Allowance	Value of loans	Value of allowance	Value of loans	Value of allowance
AA	0	85,001,525	--	--	--	71,237,973	--	62,349,872	--
A	0,5	55,470,436	277,352	842	278,194	80,417,215	402,086	71,571,154	357,856
B	1	108,362,887	1,083,629	11,644	1,095,273	76,040,439	760,404	63,748,633	637,486
C	3	38,454,598	1,153,638	151,192	1,304,830	24,434,854	733,046	22,248,963	667,469
D	10	8,332,190	833,219	248,223	1,081,442	8,578,979	857,898	7,427,359	742,736
E	30	2,314,070	694,221	792,610	1,486,831	2,735,148	820,544	2,614,592	784,377
F	50	1,497,930	748,965	444,075	1,193,040	1,597,386	798,693	1,364,180	682,090
G	70	1,118,313	782,819	104,608	887,427	1,295,454	906,818	1,195,291	836,705
H	100	9,764,965	9,764,965	--	9,764,965	9,556,118	9,556,118	9,320,288	9,320,288
Subtotal		310,316,914	15,338,808	1,753,194	17,092,002	275,893,566	14,835,607	241,840,332	14,029,007
Additional allowance [1]		--	--	--	--	--	2,776,300	--	2,776,260
Total		310,316,914	15,338,808	1,753,194	17,092,002	275,893,566	17,611,907	241,840,332	16,805,267

R$ Thousand

		BB-Consolidated							
		09.30.2010				12.31.2009		09.30.2009	
Level of Risk	% Provision	Value of loans	Value of allowance	Additional allowance[1]	Existent Allowance	Value of loans	Value of allowance	Value of loans	Value of allowance
AA	0	91,713,642	--	--	--	75,507,847	--	69,786,504	--
A	0,5	73,072,211	365,361	1,590	366,951	95,114,890	475,574	91,274,256	456,371
B	1	111,373,055	1,113,731	11,644	1,125,375	79,428,413	794,284	74,218,579	742,186
C	3	39,067,217	1,172,017	151,192	1,323,209	25,448,587	763,458	24,543,002	736,290
D	10	8,763,831	876,383	248,223	1,124,606	9,072,785	907,279	8,963,734	896,373
E	30	2,540,995	762,299	792,610	1,554,909	2,943,151	882,945	3,062,516	918,755
F	50	1,624,146	812,073	444,075	1,256,148	1,714,522	857,261	1,654,835	827,418
G	70	1,289,825	902,878	104,608	1,007,486	1,480,320	1,036,225	1,412,852	988,996
H	100	10,381,038	10,381,038	--	10,381,038	10,118,289	10,118,289	10,601,220	10,601,220
Subtotal		339,825,960	16,385,780	1,753,942	18,139,722	300,828,804	15,835,315	285,517,498	16,167,609
Additional allowance [1]			--	--	--	--	2,782,065	--	2,902,781
Total		339,825,960	16,385,780	1,753,942	18,139,722	300,828,804	18,617,380	285,517,498	19,070,390

(1) Refers to the additional provision to the minimum required by CMN Resolution No. 2682/1999, up from the experience of management, by simulation on the loan portfolio, considering the history of default of operations in accordance with the good banking practice.

f) Changes in allowance for doubtful accounts

Includes the loans, leases and other receivables with characteristics of credit.

R$ Thousand

	Banco do Brasil						
	3Q2010			01.01 to 09.30.2010			01.01 to 09.30.2009
	Amount Allowance	Additional Provision	Existent Allowance	Amount Allowance	Additional Provision	Existent Allowance	Total
Opening balance	15,213,962	1,791,203	17,005,165	14,835,607	2,776,300	17,611,907	13,615,815
Provision/(reversal)	2,503,922	(38,009)	2,465,913	8,544,694	(1,023,106)	7,521,588	8,708,040
Exchange variation on allowances - foreign	(4,442)	--	(4,442)	(2,117)	--	(2,117)	(26,521)
Compensation as losses	(2,374,634)	--	(2,374,634)	(8,039,376)	--	(8,039,376)	(5,492,067)
Closing balance	15,338,808	1,753,194	17,092,002	15,338,808	1,753,194	17,092,002	16,805,267

R$ Thousand

	BB-Consolidated						
	3Q2010			01.01 to 09.30.2010			01.01 to 09.30.2009
	Amount Allowance	Additional Provision	Existent Allowance	Amount Allowance	Additional Provision	Existent Allowance	Total
Opening balance	16,296,349	1,791,203	18,087,552	15,835,315	2,782,065	18,617,380	13,829,059
Provision/(reversal)	2,676,305	(37,261)	2,639,044	9,232,433	(1,028,123)	8,204,310	9,358,035
Exchange variation on allowances - foreign	(9,923)	--	(9,923)	(6,624)	--	(6,624)	(56,461)
Compensation as losses	(2,576,951)	--	(2,576,951)	(8,675,344)	--	(8,675,344)	(5,872,169)
Added Values [1]	--	--	--	--	--	--	1,811,926
Closing balance	16,385,780	1,753,942	18,139,722	16,385,780	1,753,942	18,139,722	19,070,390

(1) Refers to balances arising from the acquisition of Banco Nossa Caixa acquired in March 2009 and incorporated in November 2009 (R$ 1,117,867 thousand) and due to participation in Banco Votorantim at September,2009 (R$ 694,059 thousand).

g) Changes in allowance for other doubtful accounts

Includes provisions for other receivables without characteristics of credit.

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Opening balance	830,888	909,630	769,197	889,645	980,272	797,869
Provision/(reversal)	9,704	(71,186)	86,600	9,129	(71,931)	88,563
Exchange variation on allowances - foreign	26	(124)	(919)	26	(124)	(920)
Compensation as losses / Other settings	(6,283)	(3,985)	(1,404)	5,042	(4,375)	(7,728)
Added values[1]	--	--	--	--	--	64,951
Closing balance	834,335	834,335	853,474	903,842	903,842	942,735

(1) Refers to balances arising from the acquisition of Banco Nossa Caixa acquired in March 2009 and incorporated in November 2009 (R$ 62,831 thousand) and due to participation in Banco Votorantim at September,2009 (R$ 2,120 thousand).

h) Leasing portfolio by maturity

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Up 1 year [1]	18,060	23,195	25,063	1,950,175	1,975,351	1,922,436
1 to 5 Years	29,622	37,580	34,037	2,416,970	2,939,741	2,921,358
Over 5 years	--	--	--	10,006	16,681	17,254
Total Present Value	47,682	60,775	59,100	4,377,151	4,931,773	4,861,048

(1) Includes amounts related to installments overdue.

i) Income from Leasing Operations

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Lease revenue	11,065	32,942	36,933	774,603	2,365,883	1,503,932
Leasing	11,065	32,942	36,933	774,591	2,365,727	1,502,536
Operating leases	--	--	--	12	156	1,396
Lease expenses	(9,527)	(28,464)	(32,018)	(556,250)	(1,702,779)	(1,070,458)
Leasing	(9,527)	(28,464)	(32,018)	(555,813)	(1,699,229)	(1,056,723)
Operating leases	--	--	--	(78)	(450)	(1,275)
Loss on disposal of leased assets	--	--	--	(359)	(3,100)	(12,460)
Total	1,538	4,478	4,915	218,353	663,104	433,474

j) Concentration of credit

R$ Thousand

	Banco do Brasil					
	09.30.2010	% of credit portfolio	12.31.2009	% of credit portfolio	09.30.2009	% of credit portfolio
10 largest debtors	28,490,895	9.2	25,658,711	9.3	23,831,786	9.9
60 largest debtors	55,894,750	18.0	51,769,632	18.8	46,933,693	19.4
160 largest debtors	75,296,751	24.3	69,560,136	25.2	62,089,930	25.7

k) Supplementary information

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Renegotiated loans	8,023,291	19,970,442	15,103,593	9,214,083	23,015,511	15,478,999
Recovery of loans written off as loss	940,849	2,384,259	1,733,104	1,052,130	2,439,746	1,803,082
Amount of credits assigned to other financial institutions	--	--	--	--	1,251,357	--
Book value	--	--	--	--	1,131,506	--
Earnings on sales before taxes	--	--	--	--	119,851	--
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Credits contracted to release	92,182,780	75,569,402	65,190,150	89,208,233	74,834,057	70,818,124
Guarantees given	7,291,958	7,309,416	8,219,999	11,717,605	12,553,149	13,496,750
Confirmed export credits	721,180	351,645	178,483	744,318	353,947	179,580
Credit opened for import	682,432	904,384	618,100	696,814	908,827	623,391

11 – Other Receivables

a) Specific credits

These are credits from the Federal Treasury of R$ 1,003,929 thousand (R$ 931,845 thousand at 12.31.2009 and R$ 910,215 thousand at 09.30.2009), for the extension of terms of rural financing as determined by Law 9138/1995.

b) Sundry

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Tax credit (note 26.a)	20,371,834	20,206,935	18,761,837	22,570,807	21,909,801	22,260,660
Actuarial Assets (Note 28.d)	15,061,424	12,655,346	8,708,709	15,061,424	12,655,346	8,708,709
Sundry debtors from escrow deposits – lawsuit (Note 25.c)	12,285,924	11,752,804	11,590,210	12,285,924	11,752,804	11,590,210
Credit and debit card operations (1)	12,278,268	9,340,769	7,436,533	12,278,268	9,340,769	7,436,533
Sundry debtors from escrow deposits – contingencies (Note 29.d)	9,531,253	8,266,094	6,452,716	10,821,088	9,392,161	9,246,524
Income tax and social contribution on net income to offset	6,798,259	6,802,424	5,867,160	7,574,176	7,407,346	6,455,296
Treasury - equalization of taxes	3,384,999	1,816,115	1,328,190	3,384,999	1,816,115	1,328,190
Receivables - non-financial companies	--	--	--	2,305,623	2,202,135	1,271,234
Sundry debtors - Brazil	1,619,744	2,342,653	2,456,855	2,010,733	2,722,568	2,273,530
Parity Fund Assets (Note 28a)	1,893,276	1,778,366	2,343,245	1,893,276	1,778,366	2,343,245
Notes and credits receivable - other	795,391	583,701	427,934	1,281,200	1,052,989	932,325
Notes and credits receivable Federal Treasury	1,050,955	793,727	507,957	1,050,955	793,727	507,957
Advances to Credit Guarantee or Fund (FGC)	772,688	955,693	900,877	772,688	955,693	1,016,694
Purchase of assets receivable	190,513	223,576	251,741	190,513	223,577	258,098
Advances on and prepayment of salaries	172,620	222,970	134,281	188,868	229,878	155,432
Acquisition of rights arising from exploration and production of oil, natural gas and mineral resources	91,343	583,926	139,056	91,343	583,926	139,056
Sundry debtors foreign	28,017	30,938	28,561	31,768	32,383	31,781
Sundry debtors from escrow deposits Others	6,593	58,084	51,654	6,588	64,375	51,685
Other	409,855	364,978	320,316	455,363	399,473	373,417
Total	86,742,956	78,779,099	67,707,832	94,255,604	85,313,432	76,380,576
Current Assets	32,183,535	27,747,589	23,050,284	36,349,354	31,167,539	26,290,394
Non Current Assets	54,559,421	51,031,510	44,657,548	57,906,250	54,145,893	50,090,182

(1) Includes the value of future installments of the credit card purchases in installments by the tenants in the amount of R$ 3,716,114 thousand (R$ 3,398,166 thousand on 12.31.2009 and R$ 2,733,414 thousand at 09.30.2009) , which has however recorded in other liabilities (note 20.e).

12 – Foreign exchange portfolio

a) Breakdown

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Other Receivables						
Forward foreign exchange purchases pending settlement	10,366,418	7,911,582	9,308,429	11,963,556	8,077,670	10,049,617
Bills of exchange and time drafts in foreign currency	74,603	79,758	82,394	74,603	79,758	82,394
Receivables from sales of foreign exchange	23,448,567	12,353,989	14,766,194	24,333,030	12,379,924	14,989,242
(Advances received in local/foreign currency)	(21,318,058)	(12,034,235)	(13,283,794)	(21,491,020)	(12,046,972)	(13,295,969)
Foreign currency receivables	5,257	5,629	5,816	5,257	5,629	5,816
Income receivable on advances granted and financed imports	116,429	164,068	209,357	125,602	175,043	234,690
Total	12,693,216	8,480,791	11,088,396	15,011,028	8,671,052	12,065,790
Current Assets	12,693,216	8,480,791	11,088,396	15,011,028	8,671,052	12,065,790
Other liabilities						
Forward foreign exchange sales pending settlement	22,939,971	11,372,666	13,185,347	23,815,180	11,398,606	13,431,568
(Financed imports)	(28,100)	(11,026)	(29,161)	(29,186)	(23,585)	(29,161)
Foreign exchange purchase liabilities	10,706,373	8,465,559	10,347,648	12,339,185	8,658,303	11,144,724
(Advances on foreign exchange contracts)	(8,012,148)	(7,737,233)	(8,690,356)	(8,247,557)	(7,938,549)	(9,162,080)
Foreign currency payables	10,562	11,025	11,202	66,380	73,289	76,443
Unearned income on advances granted	3,460	5,924	4,184	3,460	5,924	4,186
Total	25,620,118	12,106,915	14,828,864	27,947,462	12,173,988	15,465,680
Current Liabilities	25,620,118	12,106,915	14,828,864	27,947,462	12,173,988	15,465,680
Foreign exchange portfolio, net	(12,926,902)	(3,626,124)	(3,740,468)	(12,936,434)	(3,502,936)	(3,399,890)
Memorandum accounts						
Credit opened for imports	1,201,704	1,513,521	1,113,839	1,228,174	1,524,184	1,169,400
Confirmed export credit	721,180	351,645	178,483	744,318	353,947	179,580

b) Foreign exchange results

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Foreign exchange income	2,783,848	5,815,350	6,773,634	3,006,218	6,535,868	6,830,547
Foreign exchange expenses	(2,315,195)	(5,348,876)	(6,349,391)	(2,515,002)	(5,991,410)	(6,409,623)
Foreign exchange results	**468,653**	**466,474**	**424,243**	**491,216**	**544,458**	**420,924**

13 – Other Assets

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Assets not for own use	266,395	270,993	243,860	334,410	323,284	333,546
Assets in special regime	156,464	160,705	154,121	156,550	160,998	163,231
Buildings	81,084	80,073	73,710	82,659	80,507	77,177
Vehicles	651	612	585	65,966	51,281	57,958
Property	19,185	18,787	472	19,185	18,787	18,482
Machinery and Equipment	6,506	7,400	11,573	7,438	8,174	13,166
Others	2,505	3,416	3,399	2,612	3,537	3,532
Material in stock	18,586	19,217	20,596	36,943	40,705	51,350
Subtotal Other Assets	284,981	290,210	264,456	371,353	363,989	384,896
(Provision for devaluations)	(165,357)	(166,105)	(157,357)	(173,579)	(175,968)	(190,617)
Prepaid Expenses	3,129,173	1,786,071	1,134,102	3,293,798	2,170,109	1,919,688
Premiums for purchased credits payroll [1]	2,264,068	794,091	562,624	1,855,138	658,283	562,624
Contracts for providing banking services	713,431	707,743	422,606	713,431	750,879	626,368
Insurance selling expenses	--	--	--	327,914	307,048	272,177
Commissions for credit intermediation - financing of vehicles	33,417	52,893	49,816	117,178	175,296	213,690
Personnel expenses - Workers' Meal Program	76,218	72,911	61,132	76,218	72,911	61,132
Others	42,039	158,433	37,924	203,919	205,692	183,697
Total Other Assets	3,248,797	1,910,176	1,241,201	3,491,572	2,358,130	2,113,967
Current Assets	1,437,543	1,274,903	791,102	1,450,198	1,530,458	1,403,686
Non Current Assets	1,811,254	635,273	450,099	2,041,374	827,672	710,281

(1) Were eliminated in the BB-Consolidated premiums paid for the acquisition of Banco Votorantim's claims, because it is unrealized, R$ 408,931 thousand (R$ 135,808 thousand on 12.31.2009).

14 – Investments

a) Changes in subsidiaries

R$ thousand

Investments	Banco do Brasil							BB - Consolidated						
	Book Value	Movements			Book Value		Income of Equity	Book Value	Movements			Book Value		Income of Equity
		01.01 to 09.30.2010							01.01 to 09.30.2010					
	12.31.2009	Dividends	Others Events	Income of Equity	09.30.2010	09.30.2009	01.01 to 09.30.2009	12.31.2009	Dividends	Others Events	Income of Equity	09.30.2010	09.30.2009	01.01 to 09.30.2009
Brazil	11,177,506	(922,918)	357,365	2,096,610	12,708,563	13,902,355	2,324,703	5,775,953	--	1,074,221	98,334	6,908,828	5,698,293	28,541
Banco Nossa Caixa S.A.	--	--	--	--	--	3,047,283	95,159	--	--	--	--	--	--	--
BB Administradora de Cartões de Crédito S.A.	21,325	--	(102)	7,728	28,951	26,856	5,544	--	--	--	--	--	--	--
BB Administradora de Consórcios S.A.	16,920	(26,835)	--	42,558	32,643	27,310	30,824	--	--	--	--	--	--	--
BB Corretora de Seguros e Administradora de Bens S.A.	33,578	--	(28)	86,747	120,297	103,383	69,825	--	--	--	--	--	--	--
BB Gestão de Recursos - Distribuidora de Títulos e Valores Mobiliários S.A.	130,143	(218,293)	733	339,988	252,571	225,404	281,596	--	--	--	--	--	--	--
BB Banco de Investimento S.A. (1)	396,509	(142,746)	15,478	693,647	962,888	830,537	1,912,092	--	--	--	--	--	--	--
BB Leasing S.A. - Arrendamento Mercantil	25,842	--	--	32,832	58,674	21,885	(21,404)	--	--	--	--	--	--	--
BB Banco Popular do Brasil S.A. (2)	18,519	--	(20,287)	1,768	--	18,143	(12,810)	--	--	--	--	--	--	--
BESC Financeira S.A.- Bescredi (2)	18,795	--	(19,209)	414	--	19,181	799	--	--	--	--	--	--	--
BESC Distribuidora de Títulos e Valores Mobiliários S.A. - Bescval	9,810	(172)	675	243	10,556	7,994	164	--	--	--	--	--	--	--
BESC S.A. Arrendamento Mercantil - Besc Leasing (2)	19,382	--	(19,523)	141	--	19,284	49	--	--	--	--	--	--	--
Nossa Caixa Capitalização S.A.	5,476	--	(205)	244	5,515	--	--	--	--	--	--	--	--	--
Nossa Caixa S.A. - Administradora de Cartões de Crédito	10,364	--	112	284	10,760	--	--	--	--	--	--	--	--	--
Cobra Tecnologia S.A . (3)	44,744	--	70,003	(36,372)	78,375	74,448	(31,545)	--	--	--	--	--	--	--
BB Seguros Participações S.A.	594,604	(175,436)	(316)	281,508	700,360	592,251	--	--	--	--	--	--	--	--
BB Aliança Participações S.A.	1,031,928	(205,454)	252	349,178	1,175,904	962,893	--	--	--	--	--	--	--	--
Banco Votorantim S.A.	3,560,205	(151,620)	252,124	226,435	3,887,145	2,818,506	--	--	--	--	39,680	--	--	--
BV Participações S.A.	40,156	(2,362)	--	23,782	61,576	38,339	--	--	--	--	--	--	--	--
Cadam S.A. (3)	46,331	--	--	(1,527)	44,804	46,862	(6,319)	46,331	--	--	(1,527)	44,804	46,862	(6,319)
Cia. Hidromineral Piratuba	2,087	--	--	70	2,157	2,066	92	2,087	--	--	70	2,157	2,066	92
Cia. Catarinense de Assessoria e Serviços - CCA (4)	228	--	--	--	228	228	--	228	--	--	--	228	228	--
Mapfre Nossa Caixa Vida e Previdência S.A. (3)	43,879	--	--	46,444	90,323	--	--	43,879	--	--	46,444	90,323	46,962	25,036
Companhia Brasileira de Securitização – Cibrasec	--	--	2,178	47	2,225	--	--	--	--	--	--	--	--	--
Tecnologia Bancária S.A. – Tecban	--	--	7,166	450	7,616	--	--	--	--	--	--	--	--	--
Goodwill / negative goodwill on acquisition of investments (Nota 14.d)	5,106,681	--	68,314	--	5,174,995	5,019,501	--	5,591,775	--	1,102,703	39,680	6,694,478	5,504,506	--
Itapebi (3)	--	--	--	--	--	--	--	54,621	--	(16,849)	20,531	58,303	59,779	16,809
Estruturadora Brasileira de Projetos - EBP	--	--	--	--	--	--	--	1,784	--	753	(1,419)	1,118	1,115	(401)
Pronor (3)	--	--	--	--	--	--	--	25,498	--	(2,636)	(5,445)	17,417	20,240	216
Other Participations (5)	--	--	--	--	--	--	637	9,750	--	(9,750)	--	--	16,534	(6,892)

R$ thousand

Investments	Banco do Brasil							BB - Consolidated						
	Book Value	Movements			Book Value		Income of Equity	Book Value	Movements			Book Value		Income of Equity
		01.01 to 09.30.2010							01.01 to 09.30.2010					
	12.31.2009	Dividends	Others Events	**Income of Equity**	09.30.2010	09.30.2009	01.01 to 09.30.2009	12.31.2009	Dividends	Others Events	Income of Equity	09.30.2010	09.30.2009	01.01 to 09.30.2009
Abroad	966,096	--	11,100	35,139	1,012,335	978,831	(188,008)	--	--	--	--	--	--	--
BAMB-Brasilian American Merchant Bank	656,043	--	9,247	39,258	704,548	659,947	(133,649)	--	--	--	--	--	--	--
Banco do Brasil AG. Viena (Áustria)	218,620	--	2,570	(11,733)	209,457	228,517	(45,055)	--	--	--	--	--	--	--
BB Leasing Company Ltd.	74,781	--	--	(1,003)	73,778	75,949	(22,054)	--	--	--	--	--	--	--
BB Securities LLC	16,652	--	(717)	8,617	24,552	14,418	12,750	--	--	--	--	--	--	--
Profit / (loss) in the agencies	--	--	--	(72,052)	--	--	(710,557)	--	--	--	(72,052)	--	--	(710,556)
Profit / (loss) of subsidiaries	--	--	--	--	--	--	--	--	--	--	(36,582)	--	--	(257,651)
Increase / decrease in equity resulting from handling	--	--	--	29	--	--	52	--	--	--	29	--	--	14
Total Investments in Subsidiaries and Affiliates	12,143,602	--	--	2,059,726	13,720,898	14,881,186	1,426,190	5,775,953	--	--	(10,271)	6,908,828	5,698,293	(939,652)

(1) On 09.30.2009, the capital of BB Investment Bank has been reduced from R$ 1,542,944 thousand due of its split-off. Companies were established BB BB Insurance Holdings SA and Alliance Holdings SA for the management of shareholdings in companies Brasilcap Brasilprev, Brasilveículos, Brasilsaúde Alliance Insurance Co. and Brazil.
(2) Companies merged by the Banco do Brasil in 1st half/2010 (Note 2a).
(3) The information relates to the period of December/2009 to August/2010.
(4) Company in liquidation court, not assessed by MEP.
(5) Refer to the holdings of non-financial related companies.

R$ Thousand

Investments	Capital Held	Net Equity	Net Income (Loss) for the period	Numbers of Shares (in thousands)		Participation %
				Common	Preferred	
Brazil						
BB Aliança Participações S.A.	964,493	1,175,428	349,178	102,513	--	100.00
BB Banco de Investimento S.A.	361,153	962,888	693,646	3,249	--	100.00
BB Seguros Participações S.A.	592,251	700,837	281,508	53,221	--	100.00
BB Gestão de Recursos - Distribuidora de Títulos e Valores Mobiliários S.A.	103,142	252,571	339,988	100,000	--	100.00
BB Corretora de Seguros e Administradora de Bens S.A.	26,918	120,297	86,747	1,000	--	100.00
BB Leasing S.A. – Arrendamento Mercantil	61,860	58,674	32,832	3,000	--	100.00
BB Administradora de Consórcios S.A.	14,100	32,643	42,558	14	--	100.00
BB Administradora de Cartões de Crédito S.A.	9,300	28,951	7,728	398,158	--	100.00
Nossa Caixa S.A. - Administradora de Cartões de Crédito	10,000	10,760	396	10,000	--	100.00
Nossa Caixa Capitalização S.A.	5,400	5,515	131	5,400	--	100.00
Cobra Tecnologia S.A .	107,267	78,659	(29,977)	22,654	22,680	99.94
BESC Distribuidora de Títulos e Valores Mobiliários S.A. - Bescval	5,857	10,556	227	10,168,625	--	99.62
Banco Votorantim S.A.	3,994,927	8,274,788	743,245	33,356,791	7,412,620	50.00
BV Participações S.A.	60,423	123,152	79,496	15,105	15,106	50.00
Mapfre Nossa Caixa Vida e Previdência S.A.	50,000	155,437	94,784	20,000	--	49.00
Cia. Catarinense de Assessoria e Serviços - CCA	780	474	--	260	520	48.13
Cadam S.A.	183,904	207,042	(18,986)	--	4,762	21.64
Itapebi [1]	105,000	306,858	95,832	19,950	--	19.00
Cia. Hidromineral Piratuba	2,047	13,322	434	63,931	--	16.19
Pronor [2]	154,686	144,901	(40,431)	5,542	--	12.02
Estruturadora Brasileira de Projetos - EBP [1]	27,750	10,059	(12,775)	3,083	--	11.11
Tecnologia Bancária S.A. – Tecban	158,378	178,838	9,968	169,395	--	4.51
Companhia Brasileira de Securitização – Cibrasec	68,475	73,419	1,566	2	--	3.03
Abroad						
BAMB-Brasilian American Merchant Bank	408,148	704,547	31,164	241,023	--	100.00
Banco do Brasil AG. Viena (Áustria)	43,448	209,457	510	188	--	100.00
BB Leasing Company Ltd.	--	73,778	351	1,000	--	100.00
BB Securities LLC	8,467	24,552	4,144	5,000	--	100.00

(1) Participations of BB Banco de Investimento S.A.
(2) Participations of BB Gestão de Recursos – Distribuidora de Títulos e Valores Mobiliários S. A

b) Others Investments

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Investment tax incentives	18,811	18,742	17,624	82,296	59,081	58,831
Equity securities	58	58	58	146	146	146
Stocks and shares	52,477	57,962	51,430	56,306	61,868	63,265
Other investments [1]	3,276	21,895	3,003	909,920	814,893	873,960
Other investments abroad	11,525	10,436	10,442	12,327	11,237	11,244
Total	86,147	109,093	82,557	1,060,995	947,225	1,007,446
Allowance for losses	(51,356)	(69,828)	(50,653)	(82,275)	(77,839)	(80,269)

(1) Refers to BB-Consolidated, mainly to other investments related Neoenergia, R$ 825,210 thousand (R$ 732,687 thousand on 12.31.2009 and R$ 788,815 thousand on 09.30.2009).

c) Goodwill and negative goodwill on acquisition of investments

Goodwill	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Balance	5,231,274	5,114,807	--	5,718,041	5,601,574	557,221
Acquisitions	--	206,878	5,108,141	1,056,034	1,262,912	5,108,141
Amortization (1)	(48,154)	(138,565)	(80,512)	(67,084)	(157,495)	(150,966)
Final Balance	5,183,120	5,183,120	5,027,629	6,706,991	6,706,991	5,514,396

(1) Recorded in Other Operating Expenses..

The negative goodwill amounted, on 09.30.2010, R$ 8,127 thousand in the Banco do Brasil and R$ 12,201 thousand in
BB-Consolidated.

d) Expected Goodwill Amortization

R$ Thousand

	4Q2010	2011	2012	2013	2014	2015	2016	2017	2018	Total
Banco do Brasil										
Banco Nossa Caixa	37,788	232,491	473,923	617,846	709,394	807,756	900,156	1,007,459	--	4,786,813
Banco Votorantim	10,363	45,883	49,191	54,570	56,722	57,981	60,466	61,131	--	396,307
Total gross – Banco do Brasil	48,151	278,374	523,114	672,416	766,116	865,737	960,622	1,068,590	--	5,183,120
Tax effects (1)	19,260	111,350	209,246	268,966	306,446	346,295	384,249	427,436	--	2,073,248
Total Net – Banco do Brasil	28,891	167,024	313,868	403,450	459,670	519,442	576,373	641,154	--	3,109,872
Outras Participações										
BB-BI	18,930	88,703	101,893	117,310	134,446	154,009	176,424	202,109	43,280	1,037,104
Cielo	17,854	83,600	96,911	111,552	127,883	146,681	168,243	192,975	38,571	984,270
Visa Vale	1,076	5,103	4,982	5,758	6,563	7,328	8,181	9,134	4,709	52,834
BB Aliança Participações S.A	142,068	184,247	160,452	--	--	--	--	--	--	486,767
Aliança do Brasil	142,068	184,247	160,452	--	--	--	--	--	--	486,767
Total gross – Other participation	160,998	272,950	262,345	117,310	134,446	154,009	176,424	202,109	43,280	1,523,871
Tax effects (1)	55,875	98,125	95,311	46,924	53,778	61,604	70,570	80,844	17,312	580,342
Total net – Other participation	105,123	174,825	167,034	70,386	80,668	92,405	105,854	121,265	25,968	943,529
Total gross – BB Consolidated	209,149	551,324	785,459	789,726	900,562	1,019,746	1,137,046	1,270,699	43,280	6,706,991
Tax effects (1)	75,136	209,475	304,556	315,890	360,225	407,898	454,818	508,280	17,312	2,653,590
Total net – BB-Consolidated	134,013	341,849	480,903	473,836	540,337	611,848	682,228	762,419	25,968	4,053,401

(1) 25% of income tax and social contribution of 15% for financial companies (Banco do Brasil and BB-BI) and 25% of income tax and social contribution 9% for non-financial company (BB Alliance Holdings SA).

The expected amortization of goodwill generated by acquisitions of equity backs on projections of results that supported the business, prepared by specialized firms contemplating the timing of the estimates and discount rates used in calculating the net present value of expected cash flows .

15 – Premises and equipment and leased assets

a) Changes and Breakdown of Fixed Assets

R$ Thousand

	Banco do Brasil								
	12.31.2009	01.01 to 09.30.2010			09.30.2010				
	Book Value	Movements	Depreciation	Provision Impairment (1)	Cost Value	Accumulated Depreciation	Accumulated impairment	Book Value	Book Value
Premises and equipment	4,006,745	769,245	(644,335)	--	9,972,823	(5,836,670)	(4,498)	4,131,655	3,299,360
Buildings	1,433,714	344,667	(142,788)	--	3,291,222	(1,652,525)	(3,104)	1,635,593	1,298,698
Data processing systems	1,245,543	455,029	(354,539)	--	3,784,533	(2,437,106)	(1,394)	1,346,033	989,279
Furniture and equipment for use	444,028	119,573	(71,008)	--	1,162,950	(670,357)	--	492,593	401,587
Land	231,970	(19,226)	--	--	212,744	--	--	212,744	160,231
Facilities	189,907	17,140	(29,013)	--	911,142	(733,108)	--	178,034	180,381
Furniture and equipment in stock	151,004	(144,368)	--	--	6,636	--	--	6,636	10,606
Communication systems	109,626	13,842	(28,868)	--	264,447	(169,847)	--	94,600	89,940
Fixed assets under construction	102,706	(23,997)	--	--	78,709	--	--	78,709	82,546
Security systems	98,118	6,585	(18,057)	--	258,734	(172,088)	--	86,646	85,933
Transport systems	129	--	(62)	--	1,706	(1,639)	--	67	159
Total	4,006,745	769,245	(644,335)	--	9,972,823	(5,836,670)	(4,498)	4,131,655	3,299,360

R$ Thousand

	BB-Consolidated								
	12.31.2009	01.01 to 09.30.2010			09.30.2010				09.30.2009
	Book Value	Movements	Depreciation	Provision Impairment (1)	Cost Value	Accumulated Depreciation	Accumulated impairment	Book Value	Book Value
Premises and equipment	4,214,484	846,787	(664,371)	(1,187)	10,526,286	(6,124,215)	(6,358)	4,395,713	3,740,745
Buildings	1,474,422	312,787	(143,112)	--	3,305,220	(1,658,019)	(3,104)	1,644,097	1,370,036
Data processing systems	1,303,799	496,568	(360,671)	--	3,948,988	(2,507,898)	(1,394)	1,439,696	1,125,723
Furniture and equipment for use	533,309	165,661	(83,201)	(1,187)	1,484,396	(867,954)	(1,860)	614,582	509,205
Land	235,120	(19,163)	--	--	215,957	--	--	215,957	239,569
Facilities	194,464	26,011	(29,601)	--	931,631	(740,757)	--	190,874	190,960
Furniture and equipment in stock	151,004	(144,368)	--	--	6,636	--	--	6,636	11,271
Communication systems	113,971	14,496	(29,390)	--	272,204	(173,127)	--	99,077	98,629
Fixed assets under construction	107,096	(12,824)	--	--	94,272	--	--	94,272	95,833
Security systems	98,678	7,024	(18,149)	--	260,251	(172,698)	--	87,553	97,018
Transport systems	2,621	595	(247)	--	6,731	(3,762)	--	2,969	2,501
Leased fixed assets	1,223	(857)	(328)	--	831	(793)	--	38	1,912
Total	4,215,707	845,930	(664,699)	(1,187)	10,527,117	(6,125,008)	(6,358)	4,395,751	3,742,657

(1) Recorded in Other Expenses.

16 – Intangible Assets

a) Changes and Breakdown of Intangible Assets

R$ Thousand

	Banco do Brasil								
	12.31.2009	01.01 to 09.30.2010			09.30.2010				09.30.2009
	Book Value	Acquisition	Amortization	Provision Impairment (1)	Cost Value	Accumulated Depreciation	Accumulated impairment	Book Value	Book Value
Rights due to payroll acquisition	5,305,198	2,360,878	(1,509,438)	(15,215)	9,397,376	(3,198,889)	(57,064)	6,141,423	3,521,965
Acquisition/development of *software*	320,647	167,459	(66,004)	--	533,274	(111,172)	--	422,102	233,225
Total	5,625,845	2,528,337	(1,575,442)	(15,215)	9,930,650	(3,310,061)	(57,064)	6,563,525	3,755,190

R$ Thousand

	BB-Consolidated								
	12.31.2009	01.01 to 09.30.2010			09.30.2010				09.30.2009
	Book Value	Acquisition	Amortization	Provision Impairment (1)	Cost Value	Accumulated Depreciation	Accumulated impairment	Book Value	Book Value
Rights due to payroll acquisition	5,305,198	2,360,878	(1,509,438)	(15,215)	9,397,376	(3,198,889)	(57,064)	6,141,423	4,784,907
Acquisition/development of *software*	371,681	222,959	(67,233)	(193)	673,095	(145,688)	(193)	527,214	297,342
Other Intangible assets	--	4,222	--	--	4,222	--	--	4,222	
Total	5,676,879	2,588,059	(1,576,671)	(15,408)	10,074,693	(3,344,577)	(57,257)	6,672,859	5,082,249

(1) Recorded in Other Expenses.

b) Estimate for Amortization of Intangible Assets

R$ Thousand

Banco do Brasil							
For the year ending:	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**Total**
Amounts to be amortized	912,685	1,553,728	1,492,101	1,498,852	884,877	221,282	6,563,525

R$ Thousand

BB-Consolidated							
For the year ending:	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**Total**
Amounts to be amortized	913,122	1,575,507	1,513,880	1,520,631	906,656	243,063	6,672,859

17 – Deposits and Money Market Borrowing

a) Deposits

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Demand deposits	58,794,581	56,211,678	45,674,069	59,018,229	56,458,787	50,106,971
Individuals	24,340,572	22,455,365	17,548,672	24,379,591	22,499,124	19,566,466
Corporate entities	22,268,507	22,351,731	18,355,481	22,479,180	22,563,646	20,150,555
Restricted	6,872,287	5,213,954	5,478,194	6,868,609	5,214,026	5,554,624
Government	3,009,123	3,858,059	2,183,937	3,009,123	3,858,059	2,653,476
Special from Federal Treasury	717,390	567,598	546,890	717,390	567,598	546,890
In foreign currencies	510,248	442,299	569,739	510,248	442,299	574,520
Related companies	487,547	505,424	451,642	488,307	505,424	520,469
Institutions of the financial system	408,272	378,812	338,210	386,068	370,394	338,948
Domiciled abroad	17,263	19,811	16,963	16,341	19,592	16,682
Others	163,372	418,625	184,341	163,372	418,625	184,341
Savings deposits	85,702,541	75,741,590	60,358,059	85,702,541	75,741,590	72,233,450
Individuals	79,533,004	71,159,163	55,895,800	79,533,004	71,159,163	67,497,200
Corporate entities	5,896,405	4,318,971	4,147,337	5,896,405	4,318,971	4,384,428
Related companies	264,882	255,963	308,564	264,882	255,963	344,223
Institutions of the financial system	8,250	7,493	6,358	8,250	7,493	7,599
Interbank deposits	13,287,311	15,556,143	11,038,793	11,215,885	11,618,573	9,626,936
Time deposits	180,840,029	182,366,877	160,798,945	192,042,118	193,515,574	194,706,803
Local currency	106,647,190	111,039,706	109,760,553	117,849,036	122,188,161	124,167,875
Remunerated deposits in court	62,291,017	57,479,585	36,510,318	62,291,260	57,479,827	55,995,251
Funds and programs – FAT (Note 17e)	10,786,307	12,667,714	13,400,522	10,786,307	12,667,714	13,400,522
Foreign currency	471,901	594,890	505,769	471,901	594,890	505,769
Poupex	326,747	283,458	272,703	326,747	283,458	272,703
Funprogrer (note 17f)	101,591	227,376	297,365	101,591	227,376	297,365
Others	215,276	74,148	51,715	215,276	74,148	67,318
Deposits for investments	357,450	228,468	266,052	357,570	229,303	283,917
Total	338,981,912	330,104,756	278,135,918	348,336,343	337,563,827	326,958,077
Current Liabilities	257,535,336	252,490,505	214,567,349	265,061,996	258,676,108	261,060,097
Non Current Liabilities	81,446,576	77,614,251	63,568,569	83,274,347	78,887,719	65,897,980

b) Segregation of Deposits by deadline Chargeability

R$ Thousand

	Banco do Brasil								
	No expiration	Up to 3 months	3 to 12 months	1 to 3 years	3 to 5 years	Over 5 years	Total 09.30.2010	Total 12.31.2009	Total 09.30.2009
Time deposits [1]	75,624,452	13,673,163	12,346,225	32,228,603	46,967,362	224	180,840,029	182,366,877	160,798,945
Savings deposits	85,702,541	--	--	--	--	--	85,702,541	75,741,590	60,358,059
Demand deposits	58,794,581	--	--	--	--	--	58,794,581	56,211,678	45,674,069
Interbank deposits	--	6,775,493	4,261,431	2,103,145	110,421	36,821	13,287,311	15,556,143	11,038,793
Investment deposits	357,450	--	--	--	--	--	357,450	228,468	266,052
Total	220,479,024	20,448,656	16,607,656	34,331,748	47,077,783	37,045	338,981,912	330,104,756	278,135,918

R$ Thousand

	BB-Consolidated								
	No expiration	Up to 3 months	3 to 12 months	1 to 3 years	3 to 5 years	Over 5 years	Total 09.30.2010	Total 12.31.2009	Total 09.30.2009
Time deposits (1)	75,624,452	15,832,343	18,738,738	34,851,277	46,987,638	7,670	192,042,118	193,515,574	194,706,803
Savings deposits	85,702,541	--	--	--	--	--	85,702,541	75,741,590	72,233,450
Demand deposits	59,018,229	--	--	--	--	--	59,018,229	56,458,787	50,106,971
Interbank deposits	--	5,319,685	4,468,438	1,268,304	121,916	37,542	11,215,885	11,618,573	9,626,936
Investment deposits	357,570	--	--	--	--	--	357,570	229,303	283,917
Total	220,702,792	21,152,028	23,207,176	36,119,581	47,109,554	45,212	348,336,343	337,563,827	326,958,077

(1) Time deposits (with clause of anticipated repurchase (liquidity commitment), considering the terms established in funding) included R$ 72,212,294 thousand (R$ 41,838,483 thousand on December 31, 2009 and R$ 53,842,074 thousand on September 30, 2009) at Banco do Brasil and R$ 81,909,851 thousand (R$ 52,682,710 thousand on December 31, 2009 and R$ 67,826,563 thousand on September 30, 2009) at BB Consolidated.

c) Money market repurchases commitments

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Own Portfolio	49,436,888	25,545,392	24,157,587	60,188,023	31,901,701	45,543,493
Financial Treasury Bills	48,785,885	23,503,150	22,111,134	47,448,763	22,467,046	34,053,954
Private equity	--	858,162	840,551	8,628,818	7,946,156	7,462,845
National Treasury Notes	--	--	--	2,209,286	147,744	2,446,336
Securities abroad	651,003	1,184,080	1,205,902	753,833	1,304,041	1,205,902
National Treasury Bills	--	--	--	565,479	22,897	239,415
Other	--	--	--	581,844	13,817	135,041
Third-party portfolio	99,984,282	123,975,419	101,407,993	104,594,828	128,745,194	106,568,355
Financial Treasury Bills	83,266,575	111,805,277	92,079,665	83,864,009	112,555,277	92,079,665
National Treasury Bills	10,323,913	8,305,309	4,054,120	13,615,357	9,469,372	5,940,570
National Treasury Notes	4,136,840	466,563	2,142,992	4,863,130	3,322,275	5,416,904
Securities abroad	2,256,954	3,398,270	3,131,216	2,252,332	3,398,270	3,131,216
Free movement Portfolio	--	--	--	811,317	174,292	1,491,101
Total	149,421,170	149,520,811	125,565,580	165,594,168	160,821,187	153,602,949
Current Liabilities	142,579,586	142,412,717	119,109,169	158,200,207	153,699,462	145,297,576
Non Current Liabilities	6,841,584	7,108,094	6,456,411	7,393,961	7,121,725	8,305,373

d) Expenses with money market repurchase commitments

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30. 2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30. 2009
Expenses borrowings with deposits	(5,636,513)	(15,546,285)	(13,401,144)	(6,070,564)	(16,879,696)	(14,582,917)
Time deposits	(2,656,600)	(7,440,364)	(7,409,738)	(2,988,246)	(8,328,059)	(7,575,156)
Savings deposits	(1,521,633)	(4,231,411)	(3,271,001)	(1,521,633)	(4,231,411)	(3,640,965)
Demand deposits	(1,076,044)	(2,927,337)	(1,830,900)	(1,076,044)	(2,927,337)	(2,426,632)
Interbank deposits	(188,433)	(432,697)	(625,996)	(196,614)	(446,232)	(624,853)
Others	(193,803)	(514,476)	(263,509)	(288,027)	(946,657)	(315,311)
Expenses with money market repurchase commitments	(3,967,737)	(10,087,533)	(7,115,076)	(4,410,841)	(11,149,888)	(7,565,679)
Third-party portfolio	(2,966,512)	(7,749,894)	(5,627,023)	(3,115,198)	(8,101,660)	(5,732,586)
Own portfolio	(999,701)	(2,333,488)	(1,470,098)	(1,279,346)	(3,012,835)	(1,815,138)
Subject to repurchase agreements with free movement	(1,524)	(4,151)	(17,955)	(16,297)	(35,393)	(17,955)

Expenses with money market	(9,604,250)	(25,633,818)	(20,516,220)	(10,481,405)	(28,029,584)	(22,148,596)

e) Fund for Workers' Assistance (FAT)

Shown below are the deposits of the Fund for workers assistance (FAT) in Banco do Brasil:

R$ Thousand

Program	Resolution / TADE	Return of FAT funds			09.30.2010			12.31.2009			09.30.2009		
		Type (1)	Opening Date	Closing Date	Available TMS (2)	Invested TJLP (3)	Total	Available TMS (2)	Invested TJLP (3)	Total	Available TMS (2)	Invested TJLP (3)	Total
Proger Rural and Pronaf					87.346	4.695.824	4.783.170	254.282	5.603.916	5.858.198	290.102	6.349.255	6.639.357
Pronaf Custeio	04/2005	RA	11/2005	---	18.762	112.701	131.463	148.895	186.654	335.549	176.694	347.652	524.346
Pronaf Investimento	05/2005	RA	11/2005	---	--	2.792.310	2.792.310	--	3.205.371	3.205.371	--	3.356.249	3.356.249
Giro Rural – Aquisição de Títulos	03/2005	SD	01/2008	01/2014	--	1.108.034	1.108.034	--	1.241.887	1.241.887	--	1.546.173	1.546.173
Giro Rural Fornecedores	14/2006	RA	08/2006	---	29.561	415.873	445.434	35.856	520.301	556.157	--	582.468	582.468
Rural Custeio	02/2006	RA	11/2005	---	4.602	13.283	17.885	21.387	43.317	64.704	67.885	74.820	142.705
Rural Investimento	13/2005	RA	11/2005	---	34.421	253.623	288.044	48.144	406.386	454.530	45.523	441.893	487.416
Proger Urbano					203.237	5.471.130	5.674.367	82.925	6.120.472	6.203.397	79.225	6.187.775	6.267.000
Urbano Investimento	18/2005	RA	11/2005	---	195.502	4.893.248	5.088.750	74.258	5.434.647	5.508.905	68.315	5.464.513	5.532.828
Urbano Capital de Giro	15/2005	RA	11/2005	---	--	549.334	549.334	--	630.527	630.527	--	660.208	660.208
Empreendedor Popular	01/2006	RA	11/2005	---	7.735	28.548	36.283	8.667	55.298	63.965	10.910	63.054	73.964
Others					50.034	278.736	328.770	282.976	323.143	606.119	100.501	393.664	494.165
Exportação	27/2005	RA	11/2005	---	--	2.246	2.246	89	2.647	2.736	594	2.275	2.869
Integrar Área Rural	26/2005	RA	11/2005	---	1	18	19	40	38	78	103	--	103
Integrar Área Urbana	25/2005	RA	11/2005	---	149	8.838	8.987	20	10.299	10.319	3	10.802	10.805
Inclusão Digital	09/2005	RA	11/2005	---	--	11	11	15	23	38	50	57	107
FAT Giro Setorial Micro e Pequenas Empresas	08/2006	RA	09/2007	---	11.545	3.836	15.381	14.755	6.959	21.714	31.890	33.179	65.069
FAT Giro Setorial Médias e Grandes Empresas	09/2006	RA	09/2007	---	--	--	--	30.654	5.627	36.281	62.924	60.101	123.025
FAT Giro Setorial Veículos MGE	09/2006	RA	02/2009	---	1.986	6.373	8.359	--	11.217	11.217	--	11.745	11.745
FAT Giro Setorial Veículos MPE	08/2006	RA	02/2009	---	20.507	70.256	90.763	80.358	97.160	177.518	--	77.463	77.463
FAT Giro Cooperativo Agropecuário	10/2006	RA	07/2006	---	--	--	--	11	73	84	55	77	132
FAT Fomentar Micro e Pequenas Empresas	11/2006	RA	08/2006	---	1.446	13.512	14.958	1.114	16.632	17.746	850	17.751	18.601
FAT Fomentar Médias e Grandes Empresas	12/2006	RA	07/2006	---	--	98.593	98.593	--	113.165	113.165	--	118.492	118.492
FAT Taxista	02/2009	RA	09/2009	---	10.188	25.533	35.721	150.000	--	150.000	--	--	--
FAT Encargos a capitalizar	---	---	---	---	4.212	49.520	53.732	5.920	59.303	65.223	4.032	61.722	65.754
Total					340.617	10.445.690	10.786.307	620.183	12.047.531	12.667.714	469.828	12.930.694	13.400.522

(1) RA - Auto Return (monthly, 2% on the balance) and SD - Available Balance.
(2) Funds remunerated by the Average Selic Rate (TMS).
(3) Funds remunerated by the long-term interest rate (TJLP).

FAT is a special accounting and financial fund, established by Law 7998/1990, attached to the Ministry of Labor and Employment (MTE) and managed by the Executive Council of the Workers' Assistance Fund (Codefat), CODEFAT is a collective, tripartite, equal level organization, composed of representatives of workers, employers and government, which acts as the manager of FAT.

The main actions to promote employment using FAT funds are structured around the Programs for the Generating Employment and Earnings (PROGER), whose resources are allocated through special deposits, established by Law 8352/1991, in official federal financial institutions (including, among others, PROGER in the urban program- Investment and Working Capital - and rural program, the National Program for Strengthening Family Farming - Pronaf, the program that allocates resources for the purchase of construction materials - FAT Housing, in addition to the special lines such as FAT Rural and Urban Integration, FAT Giro Setorial - Micro and Small-Sized Companies, FAT Giro Setorial - Medium and Large-Sized Companies, FAT Fomentar - Micro and Small-Sized Companies, FAT Fomentar - Medium and Large-Sized Companies, FAT Giro Agropecuário, FAT Digital Inclusion and FAT Taxi).

The FAT special deposits, allocated with Banco do Brasil, while available, incur interest on a daily pro rata basis using the Average Selic Rate (TMS), As they are applied on loans, the interest rate is changed to the Long-term Interest Rate (TJLP) during the effective period of the loans, The earnings on the Bank's funds are paid to FAT on a monthly basis, as established in CODEFAT Resolutions 439/2005 and 489/2006.

f) Guarantee Fund for Generation of Employment and Earnings (FUNPROGER

The Guarantee Fund for Generation of Employment and Earnings (Funproger) is a special accounting fund established on November 23, 1999 by Law 9872/1999, amended by Law 10360/2001 and by Law 11110/2005 and regulated by Codefat Resolution 409/2004, It is managed by Banco do Brasil under the supervision of Codefat/MTE, and the balance is R$ 101,591 thousand (R$ 227,376 thousand on December 31, 2009 and R$ 297,365 thousand on September 30, 2009).

The purpose of FUNPROGER is provide guarantees to entrepreneurs who do not have the necessary guarantees of their own to contract PROGER Urbano and PNMPO financing, through payment of a fee, The net assets of FUNPROGER are accumulated through funds arising from the difference between the average SELIC Rate (TMS) and the Long-Term Interest Rate (TJLP) in respect of the remuneration of the special deposit balances available in FAT. Other sources of funds are the earnings from its operations and the income on its cash resources paid to Banco do Brasil, the Fund manager.

18 – Borrowings

a) Borrowings

R$ Thousand

	Banco do Brasil							
	up to 90 days	from 91 to 360 days	from 1 to 3 years	from 3 to 5 years	from 5 to 15 years	Total 09.30.2010	Total 12.31.2009	Total 09.30.2009
In Brazil								
Exports	--	--	--	--	--	--	--	2,152,207
Abroad								
Borrowings from BB Group abroad	1,011,093	4,235,064	2,369,247	--	--	7,615,404	5,783,779	6,067,329
Borrowings by bankers abroad	1,522,010	3,905,655	187,502	3,388	--	5,618,555	3,660,559	2,943,044
Public sector repass borrowing	134,421	101,803	407,211	407,212	--	1,050,647	1,176,000	1,340,058
Imports	122,843	70,023	119,244	60,370	10,628	383,108	402,961	375,175
Exports	16,418	8,568	--	--	--	24,986	27,346	38,275
Total	2,806,785	8,321,113	3,083,204	470,970	10,628	14,692,700	11,050,645	12,916,088
Current Liabilities						11,127,898	6,274,611	8,158,005
Non Current Liabilities						3,564,802	4,776,034	4,758,083

R$ Thousand

	BB-Consolidated							
	up to 90 days	from 91 to 360 days	from 1 to 3 years	from 3 to 5 years	from 5 to 15 years	Total 09.30.2010	Total 12.31.2009	Total 09.30.2009
In Brazil								
Borrowing by non financial companies	61,308	--	40,794	--	--	102,102	157,761	173,092
Exports	--	--	--	--	--	--	70,976	2,472,401
Others	--	10,735	--	--	--	10,735	22,319	22,574
Abroad								
Borrowings by bankers abroad	1,853,401	5,281,353	665,632	6,184	--	7,806,570	4,507,182	4,408,161
Public sector repass borrowing	134,421	101,803	407,211	407,212	--	1,050,647	1,176,000	1,340,058
Imports	117,406	56,536	69,955	37,263	5,788	286,948	248,659	294,471
Exports	56,057	129,565	--	--	--	185,622	187,366	144,284
Total	2,222,593	5,579,992	1,183,592	450,659	5,788	9,442,624	6,370,263	8,855,041
Current Liabilities						7,802,585	4,810,915	7,075,551
Non Current Liabilities						1,640,039	1,559,348	1,779,490

b) Repass Borrowings from official institutions – In Brazil

R$ Thousand

Programs	Financial Charges	Banco do Brasil			BB-Consolidated		
		09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
National Treasury - Rural credit		2,062,978	2,100,693	2,825,893	2,085,675	2,100,693	2,825,893
Pronaf	TMS (Available) or 0.5% p.a. a 5.5% p.a. (Allocated)	1,832,011	1,840,672	2,562,204	1,832,011	1,840,672	2,562,204
Recoop	5.75% p.a. to 7.25% p.a.	121,272	150,041	154,258	121,272	150,041	154,258
Cocoa	TJLP + 0.6% p.a. or 6.35% p.a.	67,211	67,668	67,139	67,211	67,668	67,139
Farming/livestock breeding	TR or 3% p.a.	41,129	40,957	40,937	41,129	40,957	40,937
Others	--	1,355	1,355	1,355	24,052	1,355	1,355
BNDES		24,026,909	17,877,865	13,225,491	26,013,106	19,629,502	14,968,425
Banco do Brasil	0.6305%p.a. to 15.35%p.a. or TJLP/fx. variation+0.50%p.a to 8.55%p.a.	24,026,909	17,877,865	13,225,491	24,026,909	17,877,865	13,259,380
Banco Votorantim	1.50%p.a. to 16.60%p.a or TJLP/ fx. variation +1.30%p.a. to 11.50%p.a.	--	--	--	1,986,197	1,751,637	1,709,045
CEF	--	12,795	146,232	--	12,795	146,232	152,758
FINAME		11,589,649	7,637,163	7,132,738	12,812,138	8,381,169	7,779,518
Banco do Brasil	1.00%p.a to 11.00%p.a or TJLP/fx. variation +0.5%p.a to 5.50%p.a.	11,589,649	7,637,163	7,132,738	11,604,350	7,656,392	7,196,011
Banco Votorantim	0.30%a.a to 11.00%a.a or TJLP/ fx. variation +6.50%p.a to 11.50%p.a.	--	--	--	1,207,788	724,777	583,507
Other	--	7,924,841	1,336,579	3,377,958	7,924,841	1,336,579	3,378,163
Special Supply - Rural Savings	TR	7,382,857	204,007	2,344,117	7,382,857	204,007	2,344,117
Funcafé	TMS (available) or 6.75%p.a.	541,846	1,132,409	1,033,600	541,846	1,132,409	1,033,600
Other	--	138	163	241	138	163	446
Total		45,617,172	29,098,532	26,562,080	48,848,555	31,594,175	29,104,757
Current Liabilities		20,818,430	11,676,087	14,947,490	21,787,400	12,609,667	16,020,548
Non Current Liabilities		24,798,742	17,422,445	11,614,590	27,061,155	18,984,508	13,084,209

c) Expense of Borrowings and Transfers (official institutions)

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Cost of Borrowings	(36,720)	(417,191)	(131,099)	(41,386)	(310,584)	(130,266)
Expenses Onlendings	(580,723)	(1,704,547)	(1,241,679)	(626,518)	(1,836,882)	(1,248,665)
BNDES	(375,857)	(1,028,721)	(661,817)	(406,457)	(1,123,810)	(662,530)
Finame	(156,151)	(433,709)	(392,536)	(172,155)	(474,549)	(395,709)
Treasury	(37,909)	(103,618)	(131,714)	(38,154)	(103,863)	(131,714)
Foreign	(1,054)	(100,409)	--	--	(96,570)	--
CEF	(1,534)	(4,012)	(12)	(1,534)	(4,012)	(3,100)
Others	(8,218)	(34,078)	(55,600)	(8,218)	(34,078)	(55,612)
Expenses for Financial and Development liabilities	(62,692)	(344,934)	(357,485)	(62,692)	(344,934)	(412,016)
Expenditure obligations with foreign banks	--	(125,370)	--	(989)	(139,278)	(1,076)
Total	(680,135)	(2,592,042)	(1,730,263)	(731,585)	(2,631,678)	(1,792,023)

19 – Resources from securities issues

R$ Thousand

Resources		Amount Issued	Remuneration (p.a.)	Funding date	Maturity	06.30.2010	12.31.2009	06.30.2009
Banco do Brasil								
Global Medium - Term Note Program								
	R$	350,000	9.75%	07/2007	07/2017	329,256	316,244	312,735
	US$	100,000	Libor 6m+2.55%	07/2009	07/2014	169,080	171,160	176,228
	US$	950,000	4.50%	01/2010	01/2015	1,622,992	--	--
	US$	500,000	6.0%	01/2010	01/2020	851,311	--	--
Certificates of deposits - Long Term						1,857,154	1,324,360	904,732
	US$	200,000	3.34%	06/2009	06/2012	338,573	347,886	355,262
	US$	100,000	2.67%	07/2009	07/2012	167,432	170,742	174,362
	US$	5,000	2.69%	07/2009	06/2012	8,376	8,542	8,723
	US$	100,000	2.50%	08/2009	08/2012	167,340	170,734	174,354
	US$	10,000	3.40%	08/2009	08/2016	16,821	17,265	17,631
	US$	100,000	2.34%	09/2009	08/2012	167,313	170,780	174,400
	US$	99,941	3.36%	10/2009	10/2012	--	173,938	--
	US$	150,000	2.54%	10/2009	10/2012	250,532	255,771	--
	US$	4,000	3.80%	11/2009	11/2012	6,773	6,962	--
	US$	1,000	3.67%	12/2009	12/2012	1,693	1,740	--
	US$	99,000	3.03%	01/2010	01/2013	167,647	--	--
	US$	100,000	2.88%	01/2010	01/2013	169,340	--	--
	US$	200,000	2.12%	03/2010	03/2013	332,987	--	--
	US$	2,000	3.19%	05/2010	05/2013	3,387	--	--
	US$	4,806	2.016%	09/2010	09/2012	8,138	--	--
	US$	30,000	2.48%	09/2010	09/2013	50,802	--	--
Certificates of deposits - Short Term (1)						1,671,938	759,733	64,172
	US$	--	--	--	--	1,671,938	754,754	58,995
	EUR	--	--	--	--		4,979	5,177
Resources Letters of Credit - Agribusiness [2]	R$	--	--	--	--	109,415	--	--
Total Banco do Brasil						6,611,146	2,571,497	1,457,867
Special purpose entities - EPE Abroad [3]								
Securitization of future flow of payment orders from abroad								
	US$	120,000	7.26%	03/2003	03/2010	--	12,362	25,022
	US$	250,000	6.55%	12/2003	12/2013	221,168	273,289	294,234
	US$	250,000	Libor 3m+0.55%	03/2008	03/2014	422,065	435,265	444,493
	US$	200,000	Libor 3m+1.2%	09/2008	09/2015	338,891	348,319	355,697
	US$	150,000	5.25%	04/2008	06/2018	254,603	261,707	267,217
Total Special purpose entities - EPE Abroad						1,236,727	1,330,942	1,386,663
Banco Votorantim								
Debentures						1,530,733	1,475,559	1,511,299
Foreign Exchange	R$	--	PTAX+12.0436%	12/2006	12/2011	826,179	818,833	868,571
Pós-fixFloating rated	R$	--	DI + 0.35%	07/2007	07/2012	704,554	656,726	642,728
Letters of credit real estate	R$	--	90%CDI	02/2009	01/2012	9,125	53,156	39,170
Letters of credit agribusiness	R$	--	90%CDI	07/2007	03/2020	832,009	909,132	973,013
Letras Financeiras						1,254,822	--	--
Pré-fixado			12.17% a 12.58%	07/2010	01/2014	6,620	--	--
Pós-fixado			107.0% a 108.1%CDI	07/2010	09/2013	1,248,202	--	--

Resources		Amount Issued	Remuneration (p.a.)	Data Capture	Maturity	09.30.2010	12.31.2009	09.30.2009
Liabilities for securities abroad - Program Global Medium - Term Notes						1,208,103	694,931	538,004
Short Term [5]	US$	--	--	--	--	311,051	219,177	40,303
Long Term								
	R$	111,000	16.2%	11/2005	11/2010	30,168	37,548	44,496
	R$	200,000	9.25%	12/2005	12/2012	85,460	79,806	84,840
	R$	200,000	10.625%	04/2007	04/2014	105,884	89,888	95,874
	US$	100,000	Libor 3m+2.0%	08/2005	08/2010	--	75,767	76,650
	US$	200,000	6.88%	10/2005	10/2015	108,158	1,858	248
	US$	200,000	6.75%	09/2006	09/2016	80,173	84,007	84,254
	US$	500,000	4.25%	02/2010	02/2013	423,550	--	--
	USD	75,000	4.25%	04/2010	02/2013	63,659	--	--
	US$	23,070	4.18%	02/2008	01/2010	--	1,338	1,578
	US$	9,990	4.0%	07/2008	07/2010[5]	--	379	483
	US$	4,000	3.91%	07/2009	04/2012[5]	--	21	60
	US$	15,500	3.91%	07/2009	04/2012[5]	--	76	230
	US$	1,500	4.05%	07/2009	05/2012[5]	--	9	22
	US$	5,000	8.90%	07/2009	07/2014[5]	--	134	129
	US$	120,000	5.10%	06/2008	06/2015[5]	--	104,679	108,258
	EUR	250	4.00%	08/2009	12/2011[5]	--	135	146
	EUR	1,000	5.26%	05/2007	03/2012[5]	--	5	145
	EUR	10,000	4.05%	07/2009	05/2012[5]	--	55	151
	EUR	9,000	4.05%	07/2009	05/2012[5]	--	49	137
Total Banco Votorantim						4,834,792	3,132,778	3,061,486
Banco Nossa Caixa[6]								
Mortgage						--	--	832
Total Banco Nossa Caixa						--	--	832
Non-Financial Corporations								
Real Estate Receivables Certificates [7]	R$	--	--	--	--	5,537	306,463	303,180
Debentures	R$	--	TJLP+3.8%	09/2007	09/2020	124,944	20,794	21,042
Total Non-Financial Corporations						130,481	327,257	324,222
Eliminated amount on consolidation [8]						(1,444)	(155)	--
Total - BB Consolidated						12,811,702	7,362,319	6,231,070
Current Liabilities						2,222,257	1,406,912	1,384,299
Non Current Liabilities						10,589,445	5,955,407	4,846,771

(1) Securities maturing in less than 360 days and interest rates of the certificate issued in U.S. dollars (US$ 906,128 thousand) between 0.23% and 2.30% p.a.
(2) Title of agribusiness credit, with maturity of less than 360 days, with a refresh rate equal to 90% of inter-bank deposit rates (DI) p.a. pro rata to maturity.
(3) The Special Purpose Entity - EPE "Dollar Diversified Payment Rights Finance Company" was organized under the laws of the Cayman Islands for the following purposes: (a) the issuance and sale of securities in the international market, (b) use of resources obtained by issuing securities to pay for the purchase, with the BB, the rights to payment orders issued by banking correspondents located in the U.S. and by the agency of BB New York in U.S. dollars, for an agency for BB Brazil ("Rights on Consignment") and (c) making payments of principal and interest on securities and other payments payable on the issuance of these securities. EPE did not claim to have no assets or liabilities other than the relevant rights and obligations from the contracts issue of securities. The BB has no control, is not a shareholder, it owns and participates in either the results of EPE. The obligations of the securities issued by EPE are paid with funds accumulated in your account.
(4) Securities with a maturity of less than 360 days and interest rates between 0.85% and 1.25% p.a.
(5) Transactions settled in advance during the 1st half/2010
(6) Refers to Banco Nossa Caixa, incorporated in November 2009.
(7) General Price Index-Market - IGP-M Index and Consumer Price Index - IPCA.
(8) Refers to securities issued by Banco do Brasil S.A., in possession of controlled company abroad.

20 – Other liabilities

a) Financial and development funds

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
PIS/Pasep	1,999,534	1,916,461	1,846,179	1,999,534	1,916,461	1,846,179
Merchant Navy	806,704	750,151	655,223	806,704	750,151	655,223
Funds from the State Government of Sao Paulo	463,544	475,925	--	463,544	475,925	509,148
Special Lending Program for Agrarian Reform - Procera	169,013	181,594	44,642	169,013	181,594	44,642
Consolidation of Family Farming (CAF)	15,033	4,049	15,269	15,033	4,049	15,269
Combating Rural Poverty/Our First Plot of Land (CPR/NPT)	5,149	1,674	28,308	5,149	1,674	28,308
Land and Agrarian Reform - BB Banco da Terra	1,764	2,218	2,360	1,764	2,218	2,360
Judicial Deposit Reserve Fund (1)	--	755,281	--	--	755,281	757,525
Other	45,249	47,261	193,406	45,249	47,261	193,486
Total	3,505,990	4,134,614	2,785,387	3,505,990	4,134,614	4,052,140
Current Liabilities	1,324,339	2,050,776	930,948	1,324,339	2,050,776	930,948
Non Current Liabilities	2,181,651	2,083,838	1,854,439	2,181,651	2,083,838	3,121,192

(1) Refers to funds specific for guarantee of judicial deposits transferred to the State Treasury of São Paulo and to the City Councils of such State.

b) Taxes and social security

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Legal liabilities - tax and social contribution (Note 29.e)	11,582,383	11,245,230	11,120,680	11,582,383	11,245,230	11,120,680
Provision for deferred taxes and contributions (Note 26.c)	5,689,339	4,576,390	3,078,164	6,829,907	5,429,405	3,928,029
Provision for taxes and contributions on profits	3,066,328	64,335	3,355,381	4,062,538	653,257	4,209,114
Provision for tax litigation (Note 29.b)	203,164	174,696	179,999	1,268,697	1,138,706	1,453,026
Legal obligations – PIS/PASEP and COFINS (Note 29.e)	531,431	--	--	1,188,689	--	--
Taxes payable	642,203	661,898	501,010	977,215	1,500,829	1,337,877
Taxes and contributions on net income payable	4,658	3,677,933	8,010	184,834	4,038,001	175,084
Others	316,399	291,248	--	309,690	291,271	--
Total	22,035,905	20,691,730	18,243,244	26,403,953	24,296,699	22,223,810
Current Liabilities	16,895,165	16,568,631	15,544,383	19,008,982	18,315,213	17,479,873
Non Current Liabilities	5,140,740	4,123,099	2,698,861	7,394,971	5,981,486	4,743,937

c) Subordinated debt

R$ Thousand

Resources		Amount Issued	Remuneration p.a.	Date Capture	Maturity	09.30.2010	12.31.2009	09.30.2009
Banco do Brasil								
FCO – Resources from Fundo Constitucional do Centro-Oeste		--	--	--	--	13,548,548	12,422,046	12,057,581
Funds applied [1]	R$	--	--	--	--	11,429,748	10,755,066	10,936,067
Resources available [2]	R$	--	--	--	--	1,886,829	1,446,763	884,124
Charges to capitalize	R$	--	--	--	--	231,971	220,217	237,390
Subordinated CDB issued in the country						3,701,852	3,432,246	2,361,794
	R$	900,000	113.8% do CDI	03/2009	09/2014	1,052,141	974,137	951,488
	R$	1,335,000	115% do CDI	03/2009	03/2015	1,561,147	1,444,230	1,410,306
	R$	1,000,000	105% do CDI	11/2009	11/2015	1,088,564	1,013,879	--
Subordinated debt Abroad	US$	300,000	8.5%	09/2004	09/2014	507,673	533,277	532,890
Subordinate Financing Bills	R$	1,000,000	108.5% do CDI	03/2010	03/2016	1,053,473	--	--
Total Subordinated debt Banco do Brasil						18,811,546	16,387,569	14,952,265
Banco Votorantim								
Subordinated CDB issued in the country						1,583,657	1,463,908	752,547
	R$	312,500	CDI+ 0.491417%	11/2007	11/2012	422,860	393,716	385,178
	R$	8,500	CDI+0.491417%	12/2007	12/2012	11,481	10,690	10,459
	R$	200,000	CDI+0.540556%	12/2007	12/2012	270,530	251,792	246,303
	R$	260,000	CDI+1.670229%	08/2009	08/2014	293,196	270,586	--
	R$	250,000	CDI+1.635268%	12/2009	12/2014	272,628	251,670	--
	R$	135,000	CDI+1.674668%	12/2009	12/2014	147,189	135,834	
	R$	32,500	IGPM+7.219701%	12/2007	12/2012	46,972	41,352	40,640
	R$	57,500	IPCA+7.934241%	03/2008	03/2013	79,057	72,052	69,967
	R$	7,500	IPCA+7.855736%	08/2009	08/2014	8,569	7,814	--
	R$	5,250	IPCA+7.924428%	08/2009	08/2014	6,003	5,471	--
	R$	19,500	IPCA+8.002932%	08/2009	08/2014	22,314	20,326	--
	R$	2,500	IPCA+7.953867%	08/2009	08/2014	2,858	2,605	--
Subordinated Note	US$	575,000	Pré+7.38%	01/2010	01/2020	987,756	--	--
Debentures	R$	693,575	CDI+0.5% a. a.	04/2006	04/2016	706,547	703,621	703,904
Total Subordinated debt Banco Votorantim						3,277,960	2,167,529	1,456,451
Subordinated debt issued by the Banco do Brasil, in the possession of controlled Abroad, eliminated in the BB-Consolidated						--	(1,858)	(53)
Total Subordinated debt BB Consolidated [3]						22,089,506	18,553,240	16,408,663

(1) Contracted charges are paid by borrowers with less the del credere financial institution, according to article 9 of Law No. 7.827/1989.
(2) Remunerated based on extra-rate announced by the Central Bank of Brazil, pursuant to Article 9 of Law No. 7.827/1989.
(3) The amount of R$ 19,927,078 thousand (R$ 17,078,207 thousand on 12.31.2009 and R$ 15,230,196 thousand on 09.30.2009) make up the Capital (PR), level II, in accordance with Resolution CMN n º 3.444 / 2007, 02.28.2007 (Note 30f).

d) Hybrid capital and debt instruments

R$/US$ Thousand

Funding	Banco do Brasil e BB-Consolidated						
		Issued value	Remuneration (p.a.)	Date of funding	09.30.2010	12.31.2009	09.30.2009
Perpetual Bonuses							
	US$	500,000	7.95%	01/2006	926,897	883,194	902,191
	US$	1,500,000	8.50%	10/2009	2,555,014	2,633,591	--
Total BB-Banco do Brasil		2,000,000			3,481,911	3,516,785	902,191
Values eliminated in the BB-Consolidated					(7,770)	(981)	(868)
Total BB-Consolidated					3,474,141	3,515,804	901,323
Current Liabilities					93,763	13,260	12,673
Long term Liabilities					3,380,378	3,502,544	888,650

The amount of R$ 2,455,430 thousand and R$ 829,766 thousand of Perpetual comprise, respectively, the level I and level II of the Referential Shareholders' Equity (PR), in conformity with CMN Resolution 3444/2007 (Note 30f).

The operation of US$ 500,000 thousand, issued in January 2006, has a redemption option by initiative of the Bank as from 2011 or in each subsequent quarterly payment of interest, providing it is authorized beforehand by the Central Banco do Brasil. The terms of these Perpetual Bonuses allow the Bank to suspend quarterly payments of interest and/or accessory payments on the aforesaid securities issued (which will neither be due or accumulated) if: (i) the Bank determines that it is incapable or the payment of these charges does not allow the Bank to be in conformity with the capital adequacy levels then required by the Central Banco do Brasil or its financial indicators are below the minimum level required by the regulations applicable to Brazilian banks; (ii) the Central Banco do Brasil or the Regulatory Authorities determine the suspension of payments of the aforesaid charges; (iii) some insolvency or bankruptcy event occurs; (iv) some default occurs; or (v) the Bank decides to suspend these payments for any other reason. If the Bank decides to suspend the payment of interest and accessories due to the Perpetual Bonuses on account of the contents of item (v) above, the terms of the Perpetual Bonuses provide that, until such payments have been resumed for a period equivalent to 12 months, the Bank (a) cannot recommend to its stockholders and, and as established by the applicable legislation, will act in order to avoid the statement, payment or distribution of dividends or interest on own capital on its common stock and (b) will suffer restrictions on its capacity to redeem or otherwise acquire its common stock.

The transaction of US$ 1,500,000 thousand, issued in October 2009, has the option of redemption at the initiative of the Bank from 2020 and on each monthly payment of interest thereafter, provided by prior authorization of the Central Bank of Brazil. If the Bank does not exercise the option to redeem in October 2020, interest on the bonds will be updated by this date and every 10 years, taking into account the trading price of the Treasury of the U.S. 10 years. The terms of Perpetual determine that the Bank has suspended payments of monthly interest and / or accessories on those securities issued (which shall not be paid or accrued) if: (i) the Bank is not framed or such charges do not allow the Bank is in accordance with the levels of capital adequacy, operational limits or its financial indicators are below the minimum level required by the rules applicable to Brazilian banks, (ii) The Central Bank of Brazil or the Regulatory Authorities to determine the suspension of payments of these costs, (iii) any event of insolvency occurs, (iv) any default occurs, or (v) the Bank has not distributed dividend payments or interest on equity to common shareholders for the period corresponding to the period of calculation of such interest and / or accessories.

e) Sundry

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Credit card operations [1]	8,464,480	7,982,813	5,741,496	8,464,480	7,982,813	5,741,496
Actuarial Liability (Note 28.c).	6,803,459	6,373,767	5,870,988	6,803,459	6,373,767	6,329,733
Provisions for civil claims (Note 29.b)	3,312,660	3,036,381	2,396,182	3,470,217	3,131,472	3,828,188
Provisions for payments	3,236,883	3,028,675	2,702,655	3,845,892	3,452,755	3,525,116
Sundry creditors - Brazil	1,440,941	1,878,724	1,194,184	3,232,125	3,093,899	2,998,460
Provisions for labor grievances (Note 29.b)	2,839,084	3,242,208	2,932,694	2,909,692	3,300,748	4,059,536
Obligations for premiums granted by the customer loyalty	1,605,135	1,170,060	724,517	1,605,135	1,170,060	724,517
Funds subject to loans	627,593	627,782	559,441	1,096,638	1,056,660	980,725
Accounts payable for payment services provided	801,065	280,874	609,989	801,065	280,874	612,950
Liabilities for official agreements	752,123	1,191,354	819,656	752,123	1,191,354	1,354,983
Provision for losses with FCVS	284,249	269,309	--	284,249	269,309	280,774
Liabilities for purchase of goods and rights	233,311	855,655	620,850	233,754	855,987	621,132
Provisions for guarantees provided	80,991	70,191	67,966	84,464	70,204	67,989
Assumption of obligations - Securitization (Note 20.g)	54,312	109,288	129,293	54,312	109,288	129,293
Sundry creditors - abroad	45,110	61,661	74,911	52,623	70,098	91,200
Obligations for the acquisition of Banco Nossa Caixa [2]	--	3,674,324	4,948,870	--	3,674,324	4,948,870
Other	196,655	108,446	9,571	465,116	1,016,996	353,769
Total	30,778,051	33,961,512	29,403,263	34,155,344	37,100,608	36,648,731
Current Liabilities	22,383,366	26,499,585	21,682,529	22,260,201	26,464,456	23,325,972
Long term Liabilities	8,394,685	7,461,927	7,720,734	11,895,143	10,636,152	13,322,759

(1) Includes the value of the installments of shopping with credit cards by retailers installments in the amount of R$ 3,716,114 thousand (R$ 3,398,166 thousand at 12.31.2009 and R$ 2,733,414 thousand on 09.30.2009)), which has however recorded in other receivables (note 11b).
(2) The last installment was paid in August 2010.

f) Securitization

R$/US$ Thousand

Funding	Banco do Brasil e BB-Consolidated							
		Issued value	Remuneration (p.a.)	Date of funding	Maturity	09.30.2010	12.31.2009	09.30.2009
Future flow of credit card invoice receivables								
	US$	178,474	5.911%	07/2003	06/2011	43,626	88,418	103,733
	US$	44,618	4.777%	07/2003	06/2011	10,686	20,870	25,560
Total		223,092				54,312	109,288	129,293

The Special Purpose Company - SPC "Brazilian Merchant Voucher Receivables" was created under the laws of the Cayman Islands with the following purposes: (a) issue and sell securities in the international market; (b) to use funds raised with the issue of securities to pay for the purchase of current and future rights of Cielo S.A. (Visanet) against Visa International Service Association over the Receivables arising from: (i) credit or charge purchases made in Brazilian territory, in any currency processed by Visanet, with Visa cards issued by financial institutions located outside of Brazil, or (ii) credit or charge purchases processed by Cielo in foreign currency and made with Visa cards issued by financial institutions located in Brazil; and (c) to make payments of principal and interest with regard to securities and other payments provided in the agreements covering the issue of such securities. BB is the beneficiary of 44.618488% of the funds, calculated based on the equity interest held in Cielo, on the issuing date, and the remaining funds made available to the other Brazilian financial institution which holds an interest in Cielo. The SPE declares that it has no relevant asset or liability other than the rights and duties originating from the contracts for issue of securities. BB does not hold the control, is not a shareholder, the owner, or is a beneficiary of any of the results of operations of the SPE. The liabilities arising from the issued securities are paid by the SPC using the funds accumulated in its account.

21 – Insurance, pension and capitalization operations

a) Credit Operations

R$ Thousand

BB-Consolidated	09.30.2010	12.31.2009	09.30.2009
Direct insurance premiums receivable	760,437	612,282	587,317
Credit insurance business with insurers	6,379	9,447	6,671
Credit insurance transactions with reinsurers	141,679	286,481	221,192
Total	908,495	908,210	815,180
Current assets	887,220	885,945	791,571
Non current assets	21,275	22,265	23,609

b) Technical Provisions

R$ Thousand

BB–Consolidated	09.30.2010				12.31.2009				09.30.2009			
	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total
Mathematical provision for future benefits	7,442	23,228,573	--	23,236,015	8,984	12,271,198	--	12,280,182	6,994	11,242,951	--	11,249,945
Mathematical provision for vested benefits	--	606,505	--	606,505	222	358,872	--	359,094	225	344,350	--	344,575
Mathematical provision for redemptions	--	39,648	1,948,858	1,988,506	--	14,862	1,743,419	1,758,281	--	11,248	1,674,730	1,685,978
Mathematical provision for unearned premiums	1,120,828	--	--	1,120,828	1,041,045	--	--	1,041,045	956,012	--	--	956,012
Provision for unsettled claims	775,659	--	--	775,659	858,902	--	--	858,902	837,886	--	--	837,886
Provision for financial surplus	--	388,639	--	388,639	--	255,445	--	255,445	--	274,014	--	274,014
Provision for insufficiency of contributions	--	256,399	--	256,399	--	154,005	--	154,005	--	151,294	--	151,294
Provision for financial fluctuation	--	246,729	--	246,729	--	151,937	--	151,937	--	147,682	--	147,682
Provision for IBNR	174,561	5,803	--	180,364	232,495	3,441	--	235,936	212,901	3,075	--	215,976
Provision for premiums deficiency	124,387	54,013	--	178,400	92,689	26,777	--	119,466	79,915	23,396	--	103,311
Provision for draws for prizes and redemptions	--	--	64,017	64,017	--	--	56,430	56,430	--	--	55,847	55,847
Other provisions	29,014	38,655	21,441	89,110	33,913	24,669	9,871	68,453	28,663	23,234	7,043	58,940
Total	2,231,891	24,864,964	2,034,316	29,131,171	2,268,250	13,261,206	1,809,720	17,339,176	2,122,596	12,221,244	1,737,620	16,081,460
Current	1,919,113	639,579	2,034,316	4,593,008	1,940,475	372,969	1,809,720	4,123,164	1,766,030	355,770	1,737,620	3,859,420
Non-Current	312,778	24,225,385	--	24,538,163	327,775	12,888,237	--	13,216,012	356,566	11,865,474	--	12,222,040

c) Technical Provisions by product

R$ Thousand

BB–Consolidated	09.30.2010				12.31.2009				09.30.2009			
	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total
Life	793,137	--	--	793,137	755,536	--	--	755,536	729,791	--	--	729,791
Automotive	714,430	--	--	714,430	654,000	--	--	654,000	591,135	--	--	591,135
Property/casualty	628,224	--	--	628,224	781,925	--	--	781,925	713,694	--	--	713,694
Dpvat	96,100	--	--	96,100	59,879	--	--	59,879	69,169	--	--	69,169
Health	--	--	--	--	16,910	--	--	16,910	18,807	--	--	18,807
Capitalization	--	--	2,034,316	2,034,316	--	--	1,809,720	1,809,720	--	--	1,737,620	1,737,620
VGBL Living benefits life insurance	--	11,189,382	--	11,189,382	--	5,091,497	--	5,091,497	--	4,446,210	--	4,446,210
PGBL Free benefit generating plan	--	9,241,841	--	9,241,841	--	5,391,560	--	5,391,560	--	4,870,453	--	4,870,453
Traditional plans	--	4,433,741	--	4,433,741	--	2,778,149	--	2,778,149	--	2,904,581	--	2,904,581
Total	2,231,891	24,864,964	2,034,316	29,131,171	2,268,250	13,261,206	1,809,720	17,339,176	2,122,596	12,221,244	1,737,620	16,081,460

d) Guarantee of Technical Provisions

R$ Thousand

BB–Consolidated	09.30.2010				12.31.2009				09.30.2009			
	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total
Shares in Investment Funds (VGBL and PGBL)	--	20,150,897	--	20,150,897	--	10,331,995	--	10,331,995	--	9,180,978	--	9,180,978
Shares in Investment Funds (except VGBL and PGBL)	966,515	3,330,592	1,354,468	5,651,575	886,671	2,021,878	1,250,781	4,159,330	879,644	2,103,798	1,183,170	4,166,612
Government bonds	660,016	1,727,362	275,708	2,663,086	665,987	1,087,281	241,904	1,995,172	658,200	1,096,223	263,461	2,017,884
Corporate bonds	186,578	26,712	496,772	710,062	197,670	33,337	410,494	641,501	147,270	53,180	372,103	572,553
Credit rights	417,766	--	--	417,766	364,346	--	--	364,346	337,115	--	--	337,115
Real estate properties	1,232	--	--	1,232	1,338	--	--	1,338	1,373	--	--	1,373
Deposits held at IRB and deposits in court	420	--	--	420	416	--	--	416	490	--	--	490
Total	2,232,527	25,235,563	2,126,948	29,595,038	2,116,428	13,474,491	1,903,179	17,494,098	2,024,092	12,434,179	1,818,734	16,277,005

e) Results of Insurance, Pension Plan and Capitalization Operations

R$ Thousand

BB–Consolidated	3Q2010				01.01 to 09.30.2010				01.01 to 09.30.2009			
	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total
Financial results	64,965	432,826	56,905	554,696	178,244	1,048,002	163,232	1,389,478	176,799	657,862	180,956	1,015,617
Financial income	71,230	746,145	57,351	874,726	204,306	1,600,661	164,092	1,969,059	231,046	1,003,542	184,291	1,418,879
Financial expenses	(6,265)	(313,319)	(446)	(320,030)	(26,062)	(552,659)	(860)	(579,581)	(54,247)	(345,680)	(3,335)	(403,262)
Restatement and interest on technical reserves	41,997	(380,753)	(33,704)	(372,460)	8,404	(879,714)	(91,031)	(962,341)	(18,377)	(522,088)	(90,694)	(631,159)
Operating results	464,519	(2,446)	25,797	487,870	1,338,357	(12,621)	70,999	1,396,735	1,131,592	(9,797)	44,748	1,166,543
Retained premiums and contribution (Note 21.f)	899,495	1,800,205	364,057	3,063,757	2,576,608	4,787,468	1,019,684	8,383,760	2,337,179	2,371,127	936,651	5,644,957
Change in technical provisions	(90,226)	(1,776,572)	(5,383)	(1,872,181)	(148,301)	(4,730,653)	(15,684)	(4,894,638)	(177,739)	(2,348,758)	(8,184)	(2,534,681)
Retained claims	(342,502)	--	--	(342,502)	(1,042,994)	--	--	(1,042,994)	(958,216)	--	--	(958,216)
Selling expenses	(2,248)	(16,583)	(18,837)	(37,668)	(46,956)	(41,387)	(60,610)	(148,953)	(69,632)	(22,806)	(63,376)	(155,814)
Expenses with draws for prize & redemptions o capitalization certificates	--	--	(314,040)	(314,040)	--	--	(872,391)	(872,391)	--	--	(820,343)	(820,343)
Expenses with pension plans benefits and redemptions	--	(9,496)	--	(9,496)	--	(28,049)	--	(28,049)	--	(9,360)	--	(9,360)
Total	571,481	49,627	48,998	670,106	1,525,005	155,667	143,200	1,823,872	1,290,014	125,977	135,010	1,551,001

f) Retained insurance premiums, pension plan contributions and capitalization certificates

R$ Thousand

BB–Consolidated	3Q2010				01.01 to 09.30.2010				01.01 to 09.30.2009			
	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total	Insurance	Pension	Capitalization	Total
Premiums issued (VGBL retirement)	1,034,257	1,447,176	--	2,481,433	2,800,552	3,752,903	--	6,553,455	2,646,310	1,575,801	--	4,222,111
Supplementary pension contributions (includes VGBL risk portion)	--	359,414	--	359,414	--	1,057,663	--	1,057,663	--	804,224	--	804,224
Revenues from capitalization certificates	--	--	364,057	364,057	--	--	1,019,684	1,019,684	--	--	936,651	936,651
Coinsurance premiums ceded	(1,640)	--	--	(1,640)	(9,658)	--	--	(9,658)	(16,580)	--	--	(16,580)
Reimbursed premiums (return of VGBL contribution)	(2,931)	(6,385)	--	(9,316)	(7,685)	(23,098)	--	(30,783)	(14,520)	(8,898)	--	(23,418)
Premiums issued net (premium issued - premium reimbursed)	1,029,686	1,800,205	364,057	3,193,948	2,783,209	4,787,468	1,019,684	8,590,361	2,615,210	2,371,127	936,651	5,922,988
Reinsurance premiums ceded, consortiums and funds	(130,191)	--	--	(130,191)	(206,601)	--	--	(206,601)	(278,031)	--	--	(278,031)
Retained insurance premiums, pension plans and capitalization	899,495	1,800,205	364,057	3,063,757	2,576,608	4,787,468	1,019,684	8,383,760	2,337,179	2,371,127	936,651	5,644,957

22 – Other Income / Expenses

a) Service fees income

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Income from cards [1]	536,755	1,525,616	1,196,586	832,643	2,271,404	1,769,955
Fund Management	372,107	1,045,305	872,325	612,528	1,724,273	1,483,475
Collections	300,474	889,235	806,459	301,638	892,443	830,537
Current Account	208,489	619,612	557,475	209,034	621,092	568,044
Services provided by non-financial associated companies	--	--	--	149,288	488,197	381,586
Insurance, pension and capitalization	68,502	199,024	144,741	164,413	460,024	289,347
Collection	157,989	441,795	351,207	157,989	441,795	365,556
Interbank	138,873	405,565	361,404	138,873	405,565	372,142
Brokerage and custody	5,904	15,163	13,850	118,639	323,026	277,656
Loans and guarantees provided	61,970	201,376	460,563	77,612	257,698	470,764
National Treasury and Management of official Funds	68,870	181,008	219,668	68,870	181,008	219,668
Provided to the related	94,623	284,513	221,490	44,696	128,351	68,954
Consortium administration fees	--	--	--	29,136	79,182	57,581
Other services	51,371	254,130	198,779	56,526	287,823	302,671
Total	2,065,927	6,062,342	5,404,547	2,961,885	8,561,881	7,457,936

(1) Includes in the BB-Consolidated, the revenue service of Cielo SA for R$ 238,729 thousand in the 3Q2010 (R$ 595,096 thousand in the period from 01.01 to 09.30.2010 and R$ 540,154 thousand in period from 01.01 to 09.30.2009) and Visavale in the amount of R$ 57.159 thousand in the 3Q2010 (R$ 150,692 thousand in the period from 01.01 to 09.30.2010), proportional to the participation of BB Banco de Investimento.

b) Bank fees income

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Service package	557,735	1,769,089	1,400,943	585,848	1,833,720	1,636,554
Loans and registration file	306,128	710,569	456,039	389,517	929,229	535,011
Deposit account	79,424	211,192	171,540	79,434	211,369	184,511
Transfer of funds	36,331	104,777	82,782	36,438	105,077	90,977
Total	979,618	2,795,627	2,111,304	1,091,237	3,079,395	2,447,053

c) Personnel expenses

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Salaries	(1,303,233)	(3,965,589)	(3,193,179)	(1,436,467)	(4,329,613)	(3,699,147)
Payroll charges	(508,886)	(1,442,534)	(1,079,556)	(556,811)	(1,576,779)	(1,295,310)
Personnel administrative provisions	(665,368)	(1,520,249)	(1,103,588)	(665,368)	(1,520,249)	(1,177,555)
Benefits	(408,044)	(1,211,003)	(903,155)	(437,631)	(1,296,378)	(1,062,945)
Provision for labor grievances	(256,185)	(594,097)	(1,014,448)	(256,185)	(594,097)	(1,131,888)
Supplementary welfare	(52,830)	(150,376)	(87,591)	(54,835)	(155,418)	(120,669)
Training	(18,236)	(46,501)	(38,231)	(20,977)	(53,014)	(45,083)
Directors' and officers' honoraries	(5,467)	(15,524)	(15,037)	(13,728)	(41,927)	(35,108)
Total	(3,218,249)	(8,945,873)	(7,434,785)	(3,442,002)	(9,567,475)	(8,567,705)

d) Other Administrative Expenses

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Amortization	(573,868)	(1,704,948)	(957,729)	(581,101)	(1,725,505)	(1,221,374)
Communications	(282,637)	(881,164)	(730,283)	(302,738)	(945,680)	(792,533)
Third party services	(269,042)	(784,441)	(556,702)	(297,705)	(886,962)	(695,380)
Data processing	(232,431)	(767,161)	(530,583)	(250,446)	(815,912)	(666,174)
Depreciation	(216,535)	(644,335)	(471,267)	(223,044)	(664,371)	(512,197)
Transport	(185,020)	(506,078)	(424,164)	(194,240)	(532,908)	(445,496)
Litigation	(179,138)	(504,534)	(869,399)	(179,138)	(504,534)	(869,399)
Security services	(161,660)	(487,621)	(438,512)	(162,727)	(490,674)	(479,298)
Financial system services	(121,503)	(388,390)	(324,248)	(165,377)	(470,224)	(515,045)
Rent	(131,943)	(392,117)	(287,626)	(158,651)	(468,641)	(357,840)
Specialized technical services	(56,008)	(144,887)	(100,028)	(166,943)	(434,214)	(256,858)
Maintenance and upkeep	(95,603)	(267,227)	(220,872)	(100,980)	(283,159)	(253,497)
Advertising and publicity	(61,550)	(193,726)	(140,436)	(83,456)	(271,766)	(218,096)
Water, electricity and gas	(75,679)	(243,742)	(212,656)	(77,865)	(249,874)	(225,332)
Advertising and public relations	(46,596)	(125,734)	(112,444)	(53,211)	(148,747)	(130,145)
Domestic travel	(35,509)	(97,887)	(83,461)	(43,002)	(118,312)	(94,663)
Materials	(30,534)	(87,297)	(76,316)	(32,001)	(92,134)	(82,291)
Other	(87,773)	(266,507)	(241,616)	(150,289)	(434,373)	(342,466)
Total	(2,843,029)	(8,487,796)	(6,778,342)	(3,222,914)	(9,537,990)	(8,158,084)

e) Tax Expenses

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Cofins	(507,302)	(1,482,781)	(1,243,247)	(648,218)	(1,888,860)	(1,587,440)
ISSQN	(126,716)	(360,020)	(309,214)	(163,941)	(464,967)	(410,754)
PIS/Pasep	(82,437)	(240,952)	(202,027)	(107,869)	(313,901)	(263,109)
Other	(21,550)	(57,793)	(42,584)	(29,290)	(89,322)	(73,723)
Total	(738,005)	(2,141,546)	(1,797,072)	(949,318)	(2,757,050)	(2,335,026)

f) Other Operating Income

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Previ – Adjustment	551,707	2,378,222	894,858	551,707	2,378,222	894,858
Equalization of rates - Law 8427/1992	631,466	1,785,346	1,285,455	631,466	1,785,346	1,285,455
Recovery of charges and expenses	214,034	818,602	873,294	410,055	1,289,699	743,336
Income from guarantee deposits	327,345	874,703	830,420	327,345	874,703	854,373
Foreign exchange gains (1)	537,147	537,147	4,842,540	765,621	765,621	4,850,005
Labor, civil and tax claims - Reversal of provisions	4,413	573,022	239,022	4,413	573,022	239,022
Equipment Rental - POS (Cielo)	--	--	--	84,791	225,658	212,760
Credit card transactions	39,278	148,553	113,845	39,278	148,553	113,845
Previ – Parity agreement contributions	32,604	142,558	167,518	32,604	142,558	167,518
Administrative expenses - Reversal of provisions	36,461	119,469	97,246	36,461	119,469	113,437
Personnel expenses - Reversal of provisions	98,945	104,673	5,547	98,945	104,673	5,547
Dividends received	17,159	48,566	42,681	17,159	48,566	42,277
Others	212,182	460,069	194,394	309,850	983,883	655,816
Total	2,702,741	7,990,930	9,586,820	3,309,695	9,439,973	10,178,249

(1) Refers to the revenue obtained with the liabilities in foreign currencies, due to the appreciation of the Real in the period, which offset the costs generated by assets in foreign currencies, mainly, the group highlighted in other operating expenses – Negative foreign exchange adjustment (Note 22.g) and exchange variation on investments abroad (Note 14.a).

g) Other operating expenses

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Other operating expenses from non-financial associated companies	--	--	--	(312,632)	(883,302)	(660,530)
Business partners	(7,917)	(24,037)	(35,344)	(316,267)	(877,956)	(35,344)
Actuarial liabilities	(210,045)	(868,101)	(604,941)	(210,045)	(868,101)	(604,941)
Credit card transactions	(217,213)	(658,332)	(529,168)	(217,213)	(658,332)	(529,168)
Premiums paid to clients - Loyalty Program	(168,612)	(436,042)	(307,888)	(168,612)	(436,042)	(307,888)
Readjustment negative exchange / Reclassification of balances	(286,969)	(299,520)	(2,441,187)	(411,903)	(424,454)	(2,441,187)
Restatement of guarantee deposits	(79,849)	(337,153)	(428,085)	(79,849)	(337,153)	(428,085)
Payroll guaranteed loans acquired	(155,871)	(328,445)	(168,749)	(155,871)	(328,445)	(168,749)
Discounts granted on renegotiations	(64,129)	(148,788)	(80,663)	(115,620)	(259,036)	(89,522)
Hybrid capital and debt instruments	(72,787)	(230,268)	(57,343)	(72,787)	(230,268)	(57,343)
Failures / frauds and other losses	(71,098)	(186,191)	(308,095)	(71,098)	(186,191)	(308,095)
Amortization of goodwill	(48,154)	(138,565)	(80,512)	(67,084)	(157,495)	(150,966)
Premium life insurance - consumer credit	(54,612)	(147,712)	(61,343)	(54,612)	(147,712)	(61,343)
Amortization / early settlement of contracts	(98,254)	125,279)	(2,774)	(98,254)	(125,279)	(2,774)
Autoatendimento	(27,230)	(89,842)	(56,502)	(27,230)	(89,842)	(56,502)
Updating the acquisition of investment	(4,783)	(71,459)	(227,831)	(4,783)	(71,459)	(227,831)
Expenses Proagro	(3,519)	(49,232)	(6,100)	(3,519)	(49,232)	(6,100)
Update interest own capital / Dividends	(17,794)	(43,155)	(37,070)	(17,794)	(43,155)	(37,070)
Law 9138/95 - Restatement of funds to be returned to the Federal Treasury	(12,235)	(31,810)	(33,390)	(12,235)	(31,810)	(33,390)
INSS	(8,515)	(21,006)	(20,258)	(8,515)	(21,006)	(20,258)
Previ - Adjustment	(1,449)	(17,674)	(25,249)	(1,449)	(17,674)	(25,249)
Fees for the use of Sisbacen – Central Bank of Brazil System	(4,335)	(12,118)	(10,462)	(4,335)	(12,118)	(10,462)
Securitization SWIFT MT100 - liabilities with the SPE (1)	(10,584)	(33,206)	(48,771)	--	--	--
Others	(169,157)	(396,604)	(269,940)	(227,877)	(545,559)	(692,908)
Total	(1,795,111)	(4,694,539)	(5,841,665)	(2,659,584)	(6,801,621)	(6,955,705)

(1) In BB-Consolidated, these expenses are classified as "Cost of Liabilities for securities abroad" because of the consolidation of Special Purpose Entity Abroad (EPE).

23 – Non operating income

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Non-operating income	31,477	246,420	204,044	61,481	487,781	1,894,299
Profit on the sale of investments	816	117,166	76,696	816	214,532	1,765,559
Visa Inc.	816	117,166	76,696	816	214,532	140,983
Cielo (Visanet)	--	--	--	--	--	1,624,576
Capital gains	1,327	8,796	23,016	7,004	113,327	9,715
Profit on the sale of assets	7,456	41,846	32,199	8,876	45,349	36,935
Reversal of provision for devaluation of other assets	5,665	31,202	32,625	5,667	31,332	33,625
Sale of real estate	6,451	23,387	19,964	6,451	23,387	20,652
Rental income	3,377	9,387	11,222	3,476	9,611	11,708
Provision for/(reversal of) loss with shares and quotas	--	--	3,965	--	--	3,965
Other non-operating income	6,385	14,636	4,357	29,191	50,243	12,140
Non-operating expenses	(15,762)	(58,096)	(55,922)	(35,618)	(115,894)	(72,787)
Devaluation of other assets	(986)	(3,206)	(2,102)	(18,719)	(52,109)	(3,290)
Loss on sale of assets	(8,541)	(35,747)	(37,923)	(8,541)	(35,924)	(38,202)
Capital losses	(5,936)	(16,973)	(12,828)	(5,956)	(17,720)	(13,099)
Other non-operating expenses	(299)	(2,170)	(3,069)	(2,402)	(10,141)	(18,196)
Total	15,715	188,324	148,122	25,863	371,887	1,821,512

24 – Stockholder's Equity

a) Book value and market value per common share

	09.30.2010	12.31.2009	09.30.2009
Equity Banco do Brasil (R$ thousand)	48,259,099	36,119,265	33,661,341
Book value per share (R$)	16,87	14,05	13,11
Market value per common share (R$)	32,13	29,70	31,23
Equity BB-Consolidated (R$ thousand)	48,204,326	36,119,406	33,682,663

Book value per share is calculated based on the equity of Banco do Brasil. The reconciliation with the equity of BB-Consolidated is shown in Note 24.f.

b) Capital

The capital of R$ 33,077,996 thousand (R$ 18,566,919 thousand on 12.31.2009 and R$ 18,548,611 thousand at 09.30.2009) of Banco do Brasil is divided into 2,860,729,247 common shares represented in book entry form no par value. The Federal Government is the largest shareholder, holding the control.

The capital increase in the period of 01.01 to 09.30.2010, in the amount of R$ 14,511,077 thousand, was due to the capitalization of Reserve for Retained Earnings (Statutory Reserve Operating Margin) of R$ 7,412,899 thousand and Reserve of Capital valued at R$ 5,188 thousand, Primary Offering of 286 million shares valued at R$ 7,049,900 thousand, the subscription of 4,859,696 common shares from the exercise of subscription bonuses "C" of R$ 42,816 thousand, and the issuance of 9,039 shares, no par value, from the incorporation of companies Besc Leasing SA - Leasing and Finance SA Besc - Credit, Financing and Investment of R$ 274 thousand.

The Bank may, even without amending its by-laws, if approved by a General Meeting, and in the conditions established therein, increase its capital up to the limit of R$ 50 billion Brazilian Reais, by issuing common shares, granting shareholders preference for subscribing the capital increase proportionally to the number of held shares, while maintaining the rights of subscription bonus holders.

c) Revaluation reserves

The revaluation reserves, totaling R$ 6,304 thousand (R$ 6,746 thousand in 12.31.2009 and R$ 6,804 thousand in 09.30.2009), refer to revaluations of assets made by the companies Kepler Weber S.A., Pronor, and Cobra Tecnologia S.A. The realizations of the reserves in the period of 01.01 to 09.30.2010, totaling R$ 442 thousand (R$ 482 thousand in the period of 01.01 to 09.30.2009), were transferred to "Retained earnings (accumulated losses)". The remaining balance will be held until to the date of its effective realization, in conformity with CMN Resolution 3565/2008.

d) Capital and profit reserves

R$ Thousand

	09.30.2010	12.31.2009	09.30.2009
Capital reserves	--	5,188	5,188
Reserve for Retained Earnings	12,593,707	17,301,439	13,298,880
Legal Reserve	2,552,851	2,296,291	1,989,474
Statutory Reserves	10,040,856	15,005,148	11,309,406
Operating margin	7,509,988	12,308,413	9,351,819
Equalization of dividends	2,530,868	2,696,735	1,957,587

The Capital Reserve on tax incentives was capitalized in April 2010, as decided by the Extraordinary General Meeting held on April 13, 2010.

The capital reserve Operating Margin has the purpose is to guarantee an operating margin compatible with the development of the company's transactions. It is formed by up to 100% of the balance of net income after legal distributions, including dividends, up to the limit of 80% of the capital.

The Capital Reserve Equalization of dividends Guarantees financial resources for the payment of dividends and is formed by up to 50% of the balance of net income after legal distributions, including dividends, up to the limit of 20% of the capital.

e) Interest on own capital / Dividends

	Value (R$ Thousand)	Value per share	Data Base Payment	Date of payment
1st quarter/2010				
Dividends	444,161	0,173	21,05,2010	31,05,2010
Interest on own capital	518,155	0,202	24,03,2010	31,05,2010
2nd quarter/2010				
Dividends	564,785	0,220	16,08,2010	26,08,2010
Interest on own capital	525,372	0,205	24,05,2010	26,08,2010
3rd quarter/2010				
Dividends	375,970	0,131	16,11,2010	30,11,2010
Interest on own capital	673,935	0,236	22,09,2010	30,11,2010
01.01 to 09.30.2010				
Total allocated to stockholders (item 1 + item 2)	3,102,378	1,167		
1- Dividends	1,384,916	0,524	--	--
2- Interest on own capital [(1)]	1,717,462	0,643	--	--
Net income for the period	7,755,947			

	Value (R$ Thous)	Value per share	Data Base Payment	Date of payment
1st quarter/2009				
Dividends	218,474	0,085	14,05,2009	27,05,2009
Interest on own capital	447,717	0,174	23,03,2009	27,05,2009
2nd quarter/2009				
Dividends	483,097	0,188	13,08,2009	27,08,2009
Interest on own capital	456,137	0,178	22,06,2009	27,08,2009
3rd quarter/2009				
Dividends	315,482	0,123	12,11,2009	24,11,2009
Interest on own capital	475,922	0,185	21,09,2009	24,11,2009
01.01 to 09.30.2009				
Total allocated to stockholders (item 1 + item 2)	2,396,829	0,933	--	--
1- Dividends	1,017,053	0,396	--	--
2- Interest on own capital (1)	1,379,776	0,537	--	--
Net income for the period	5,992,072			

(1) Amounts subject to the rate of 15% Income Tax Withholding.

In accordance with Laws 9249/1995 and 9430/1996 and the Bank's Bylaws, Management decided on the payment of Interest on Own Capital to its stockholders, imputed to the value of the dividends, plus additional dividends, equivalent to 40% of net income.

Interest on capital is calculated based on adjusted net equity accounts and is limited on a pro rata basis to the variation of long-term interest rate, as long as there is profit computed before its deduction or Reserve for Retained Earnings and profit reserves at least twice its amount.

To comply with the Income Tax legislation, the amount of interest on capital was recorded as corresponding entries against "Financial expenses" and, for purposes of disclosure of the financial statements, reclassified to "Retained earnings". The total interest on capital during the period of 01.01 to 09.30.2010 provided a reduction in spending on tax charges totaling R$ 686,985 thousand.

f) Reconciliation of Net Income and Shareholders' Equity

R$ Thousand

	Net Income			Shareholders' Equity		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Banco do Brasil	2,624,763	7,755,947	5,992,072	48,259,099	36,119,265	33,661,341
Results not achieved	--	(54,908)	--	(54,660)	--	--
Reciprocal participation in subsidiaries	--	--	--	(197)	--	--
Minority interests in subsidiaries	--	(20)	1,372	84	141	21,322
BB-Consolidated	2,624,763	7,701,019	5,993,444	48,204,326	36,119,406	33,682,663

g) Stockholdings (Number of shares)

Shares held by the Bank's shareholder, directly or indirectly, of more than 5%, by the directors and members of the Fiscal Council and Audit Committee:

Stockholders	09.30.2010		12.31.2009		09.30.2009	
	Shares	% Total	Shares	% Total	Shares	% Total
Federal Government	1,693,134,063	59.2%	1,677,309,058	65.3%	1,678,889,058	65.4%
Ministério da Fazenda	1,483,734,063	51.9%	1,378,734,058	53.7%	1,378,734,058	53.7%
Fundo de Garantia a Exportação	139,400,000	4.9%	229,400,000	8.9%	229,400,000	8.9%
Fundo Fiscal de Investimento e Estabilização	62,500,000	2.2%	--	--	--	--
Fundo Garantidor para Investimentos	7,500,000	0.3%	7,500,000	0.3%	7,500,000	0.3%
Fundo Garantidor de Parcerias Público-Privadas - FGP	--	--	60,000,000	2.3%	60,000,000	2.3%
Fundo Garantidor de Habitação Popular - FGHab	--	--	1,675,000	0.1%	1,675,000	0.1%
Fundo de Garantia de Operações	--	--	--	--	1,580,000	0.1%
Banco do Brasil Employees Retirement Fund (PREVI) (1)	296,393,911	10.4%	266,446,187	10.4%	266,333,365	10.4%
BNDES Participações S.A. - BNDESPar (1)	235,119	--	62,409,779	2.4%	64,005,679	2.5%
Treasury Stock	9,753	--	1,150,369	--	1,150,375	--
Other shareholders	870,956,401	30.4%	562,545,119	21.9%	557,808,008	21.7%
Total	**2,860,729,247**	**100.0**	**2,569,860,512**	**100.0**	**2,568,186,485**	**100.0**

(1) Connected to the Controller.

	Shares ON (1)		
	09.30.2010	12.31.2009	09.30.2009
Steering committee (Except for the shares of the President that are included in the Board of Directors)	12	14	14
Board of Directors	7,370	7,665	7,666
Executive Committee	21,770	9,686	14,612
Fiscal Council	--	--	--
Audit Committee	823	823	823

(1) The shareholding interest of the Board of Directors, Steering Committee, Executive Committee, Fiscal Council and Audit Committee represents approximately 0.001% of the Bank's capital stock.

h) Number of Shares being Traded on the Market / Free Float

BB Shares	09.30.2010		12.31.2009		09.30.2009	
	Quantity	%	Quantity	%	Quantity	%
Being traded (1)	870,927,249	30.4	562,527,754	21.9	557,785,716	21.7
Total issued	2,860,729,247	100.0	2,569,860,512	100.0	2,568,186,485	100.0

(1) As Law No. 6.404/1976 and regulation of Bovespa's New Market. Does the shares held by the Board of Directors, Steering committee and Executive committee.

i) "C" subscription bonuses

The Extraordinary General Meeting of 05.19.2010, which approved the capital increase of the Bank, provided the anticipation of the exercise of the subscription of shares arising from bonus "C" during the period 06.21.2010 to 06.23.2010. During the period were exercised 1,551,727 bonuses "C", and the 4,328,704 bonuses "C" remaining balance, assures the holder of the document the right to subscribe for

shares of the capital until the deadlines established originally – 03.31.2011 to 06.30.2011. The market value of these warrants was R$ 66.84 on 09.30.2010 (R$ 58.50 on 12.31.2009 and 09.30.2009 in R$ 57.75).

25 – Income and Social Contribution Taxes

a) Breakdown of income tax and social contribution expenses

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Present values	(1,013,052)	(3,084,741)	(3,390,098)	(1,439,094)	(4,338,342)	(5,067,931)
Income and social contribution taxes in Brazil	(1,007,648)	(3,061,219)	(3,376,016)	(1,433,338)	(4,310,914)	(5,048,441)
Income tax abroad	(5,404)	(23,522)	(14,082)	(5,756)	(27,428)	(19,490)
Deferred values	160,203	161,945	3,405,079	258,935	443,404	3,627,770
Deferred tax liabilities	(356,501)	(1,201,447)	(526,415)	(421,279)	(1,474,807)	(746,887)
Leasing Operations – Portfolio adjustment and accelerated depreciation	(1,462)	(2,269)	--	(18,515)	(101,064)	(201,509)
MTM – Market to Market	(46,360)	(32,390)	15,116	(94,085)	(225,729)	(20)
Actuarial gains	(210,421)	(907,054)	(341,299)	(210,421)	(907,054)	(341,298)
Restatement of litigation deposits	(79,405)	(214,186)	(183,901)	(79,405)	(214,186)	(183,901)
Income abroad	(16,137)	(42,843)	(16,284)	(16,137)	(42,843)	(16,284)
Transactions carried out on the futures market	(2,716)	(2,705)	(47)	(2,716)	16,069	(3,875)
Deferred tax assets	516,704	1,363,392	3,931,494	680,214	1,918,211	4,374,657
Temporary differences	428,351	1,307,120	3,857,885	587,739	1,796,315	4,174,203
Income tax and social contribution losses	15,797	57,161	--	19,327	122,983	128,357
MTM – Market to Market	72,166	27,788	139,204	72,758	27,590	137,692
Transactions Carried out on the Futures Market	390	(28,677)	(65,595)	390	(28,677)	(65,595)
Total Income Tax and Social Contribution	(852,849)	(2,922,796)	14,981	(1,180,159)	(3,894,938)	(1,440,161)

b) Reconciliation of income tax and social contribution expense

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Earnings before taxation and profit sharing	3,812,683	11,669,392	6,743,494	4,218,478	12,776,667	8,218,859
Total charges of IR (25%) and CSLL (15%)	(1,525,073)	(4,667,757)	(2,697,398)	(1,687,391)	(5,110,667)	(3,278,147)
Interest on Own Capital	269,574	686,985	551,910	269,574	686,985	551,910
Equity in subsidiaries and associated	255,052	823,890	570,476	(35,592)	(5,606)	(375,861)
Profit sharing	134,028	396,259	306,561	165,422	472,284	314,102
Activation of Tax Credits (CSLL previous years)	--	--	1,213,177	--	--	1,213,177
Other amounts	13,570	(162,173)	70,255	107,828	62,066	134,658
Social contribution expense	(852,849)	(2,922,796)	14,981	(1,180,159)	(3,894,938)	(1,440,161)

Considering that some financial institutions have been going to court with individual lawsuits challenging the increase of the rate of CSLL and that the National Confederation of the Financial System - Consif filed a Direct Unconstitutionality Lawsuit - ADIN, the Banco do Brasil has been recognizing tax credits in a sum sufficient to annul, exclusively, the impact on income resulting from the increase of the rate (6%) on the CSLL tax liabilities (current and deferred). Banco do Brasil performed an assessment of the arguments employed by ADIN, concluding on the remote likelihood of success by Consif, for which reason the Bank posted an additional sum of CSLL tax credits in order to complete the increased 15% tax rate, totaling R$ 1,213,177 thousand.

c) Lawsuit: Interest on Own Capital Tax Benefit

c.1) In February 1998, the Bank filed a request for full offsetting of accumulated income tax loss carry forwards and negative basis of social contribution against taxable income. Since then, the Bank has been fully offsetting tax loss carry forwards and negative basis of social contribution against income tax and social contribution and has made judicial deposits in the full amount due (70% of the amount offset). These deposits prompted the Federal District 16th Court to issue an order recognizing the suspension of chargeability of these taxes until final judgment of the Bank's request, based on article 151, item II, of the Tax Code. Since 10.1.2002, the proceedings have been awaiting hearing of an extraordinary appeal by the Federal Supreme Court.

c.2) The offsetting of tax loss carry forward and recoverable CSLL has resulted in the write-off of deferred tax credits, observing the limitation of 30%.

c.3) Deferred taxes (including corporate income tax (IRPJ) and social contribution on net income (CSLL)) on the restatement of judicial deposits are being offset with the tax credits resulting from the provision related to that judicial deposit, in conformity with paragraph 1, item II, article 1 of CMN Resolution 3059/2002, with no impact on income.

c.4) Based on the hipothesis of a successful outcome to its lawsuit, observed as of September 2005 and January 2009, the Bank would have consumed the entire stock of tax loss carry forward and recoverable social contribution, respectively. Therefore, since the accrual period of October 2005 and February 2009, the amount of Income Tax and Social Contribution are being paid in full. Additionally, there would be the transfer of funds from the account used to record judicial deposits to cash and cash equivalents, The tax credits related to judicial deposits (principal) would be written off against the provision for IRPJ and CSLL and the provision for tax risks related to the restatement of deposits, in the amount of R$ 3,751,156 thousand.

c.5) If the Bank were unsuccessful in its lawsuit the amounts deposited judicially would be converted into income in favor of the National Treasury. The portions of IRPJ tax credits on tax loss carry forward that could be used since the accrual period of October 2005 and February 2009, observing the limitation of 30%, would be reclassified to the account representing "recoverable IRPJ" and “recoverable CSLL” assets. The recoverable IRPJ and CSLL that would result from the adjustments to the Economic-Tax Information Returns for Corporate Entities, corresponds to R$ 3,598,442 thousand as of September 2010 and its restatement using the Selic rate corresponds to R$ 535,756 thousand. This sum adjusts the provision for tax risks with respect to the updating of court deposits so that it will be sufficient to fully cancel the risk of a likely loss.

c.6) The amounts related to this matter are as follows:

R$ Thousand

	09.30.2010	12.31.2009	09.30.2009
Judicial Deposits	12,285,924	11,752,804	11,590,210
Amount realized	7,817,011	7,817,011	7,817,011
Restatement	4,468,913	3,935,793	3,773,199
70% thereof	6,585,045	6,585,045	6,585,045
Income tax losses	3,002,033	3,002,033	3,002,033
Negative basis of CSLL / Recoverable CSLL	3,583,012	3,583,012	3,583,012

d) Judicial Proceeding: PIS/PASEP and COFINS

Banco do Brasil and BB Corretora (wholly-owned subsidiary) filed a writ of mandamus in order to guarantee the right to collect the PIS/PASEP and COFINS according to the calculation basis provided for in Complementary Laws no. 7/1970, and no. 70/1991. The injunction was suspended on 08.18.8.2010, which is why the Banco do Brasil and BB Corretora returned to collect from the event of July 2010, the PIS/PASEP and COFINS as provided for in Law No 9.718/1998.

Banco Votorantim filed for an injunction by which claims the non-payment of COFINS on revenue not derived from the monthly billing (broadening the base of calculation introduced by Law No 9.718/1998). The legal action had favorable judgments and rulings and await with the Distinguished Federal Regional Court of the Third Region, the appeals by the National Treasury or analysis of the appropriateness / acceptability.

The Bank maintains an allowance for such lawsuits, recorded in Other Liabilities - Tax and Social Security in the amount of R$ 531,431 thousand in the bank and Banco do Brasil R$ 1,188,689 thousand in the BB-Consolidated (Note 29.e).

26 – Tax credits

a) Tax credits recorded as assets

R$ Thousand

	Banco do Brasil				
	12.31.2009	01.01 to 09.30.2010		09.30.2010	09.30.2009
	Balance	Entries	Write-offs	Balance	Balance
Temporary differences	16,246,460	3,414,554	(2,371,501)	17,289,513	14,716,741
Allowance for loan losses	7,357,817	539,629	(771,989)	7,125,457	7,032,867
Passive reserves	6,192,259	1,832,970	(1,167,661)	6,857,568	5,687,038
Marked-to-market	209,519	79,689	(141,132)	148,076	126,722
Other provisions	2,486,865	962,266	(290,719)	3,158,412	1,870,114
CSLL Written to 18% (MP 2.158/2001)	3,188,190	--	(340,175)	2,848,015	3,246,999
Fiscal losses/ negative bases	772,285	164,111	(702,090)	234,306	798,097
Total tax credits recorded	20,206,935	3,578,665	(3,413,766)	20,371,834	18,761,837
Income Tax	10,886,269	2,268,348	(2,164,237)	10,990,380	9,994,533
Social Contribution	9,298,545	1,301,555	(1,234,430)	9,365,670	8,754,177
Pasep	3,092	1,225	(2,111)	2,206	1,835
Cofins	19,029	7,537	(12,988)	13,578	11,292

R$ Thousand

	BB-Consolidated				
	12.31.2009	01.01 to 09.30.2010		09.30.2010	09.30.2009
	Balance	Entries	Write-offs	Balance	Balance
Temporary differences	17,244,001	3,988,618	(2,618,371)	18,614,248	17,643,910
Allowance for loan losses	7,812,377	711,697	(804,172)	7,719,902	8,125,765
Passive reserves	6,341,708	1,840,146	(1,169,477)	7,012,377	7,200,930
Mark-to-market	254,607	80,862	(166,756)	168,713	165,307
Other provisions	2,835,309	1,355,913	(477,966)	3,713,256	2,151,908
CSLL Written to 18% (MP 2.158/2001)	3,188,190	--	(340,175)	2,848,015	3,246,999
Fiscal losses/ negative bases	948,834	467,002	(705,966)	709,870	936,962
Excess Depreciation	528,776	55,711	(185,813)	398,674	432,789
Total tax credits recorded	21,909,801	4,511,331	(3,850,325)	22,570,807	22,260,660
Income Tax	12,127,634	2,502,727	(2,408,692)	12,221,669	12,387,784
Social Contribution	9,755,169	1,730,375	(1,381,101)	10,104,443	9,855,468
Pasep	3,475	39,191	(8,461)	34,205	2,433
Cofins	23,523	239,038	(52,071)	210,490	14,975

b) Tax credits not recorded

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Tax credit abroad	202,221	108,345	109,752	202,221	108,345	109,752
Temporary differences	--	--	--	33,380	19,782	36,667
Fiscal losses/ negative bases	--	--	--	9,377	60,302	67,650
Total tax credits and the Pasep Cofins not Activated	202,221	108,345	109,752	244,978	188,429	214,069
Income Tax	126,388	67,716	109,752	169,073	117,768	165,079
Social Contribution	75,833	40,629	--	75,905	70,661	48,990

c) Deferred tax liabilities

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Arising from unrecognized actuarial gains [1]	5,140,740	4,123,099	2,698,862	5,140,740	4,123,099	2,698,862
Arising from leasing portfolio adjustments	2,270	--	--	892,841	635,040	524,184
Arising from restatement of judicial deposits	307,143	156,508	175,454	307,143	156,508	258,053
Arising from mark-to-market adjustments	190,082	179,243	181,153	246,639	191,916	194,366
Arising from foreign profits	42,843	--	16,284	42,843	--	16,284
Foreign branches	3,183	3,827	6,350	3,368	3,834	6,871
Arising from futures market transactions	3,078	113,702	61	3,078	113,950	613
Others	--	11	--	193,255	205,058	228,796
Total deferred tax liabilities	5,689,339	4,576,390	3,078,164	6,829,907	5,429,405	3,928,029
Income Tax	3,050,877	2,497,476	1,616,378	4,093,852	2,972,537	2,268,706
Social Contribution	1,840,603	1,428,023	973,353	1,932,049	1,783,521	1,140,511
Pasep	111,529	90,985	68,276	112,388	94,124	77,172
Cofins	686,330	559,906	420,157	691,618	579,223	441,640

(1) The realization of deferred tax liabilities on actuarial gains is related to the achievement of the values of actuarial (Note 28).

d) Estimates for the realization of tax credits recorded

The expectation of implementation of tax credits is based on technical study was prepared in 06.30.2010, and the present value determined based on the average rate of funding of Banco do Brasil.

R$ Thousand

	Banco do Brasil		BB-Consolidated	
	Face Value	Present Value	Face Value	Present Value
In 2010	2,984,834	2,861,510	3,366,576	3,227,430
In 2011	5,010,000	4,625,000	5,369,316	4,955,892
In 2012	5,115,000	4,499,000	5,591,117	4,914,557
In 2013	2,413,000	2,034,000	2,618,530	2,202,319
In 2014	1,163,000	939,000	1,266,007	1,017,658
From 2015	3,686,000	2,761,000	4,359,261	3,260,443
Total tax credits	20,371,834	17,719,510	22,570,807	19,578,299

During the period of 01.01 to 09.30.2010, the realization of tax credits in Banco do Brasil was observed in the amount of R$ 4,479,563 thousand, corresponding to 124.46% of the forecast for use in 2010, reported in a technical study prepared as of 12.31.2009 (R$ 3,599,072 thousand).

d) Estimates for the realization of tax credits recorded

The realization of the nominal value of tax credit assets, considering the recovery of those issued during the processing of the lawsuit (70%), based on a technical study conducted by the Banco do Brasil (06.30.2010), is designed for 5.5 years in following proportions:

	Banco do Brasil		BB-Consolidated	
	Tax losses (1)	Temporary differences (2)	Tax losses (1)	Temporary differences (2)
In 2010	23%	13%	23%	15%
In 2011	19%	26%	19%	24%
In 2012	22%	26%	22%	25%
In 2013	24%	9%	24%	12%
In 2014	12%	5%	12%	6%
From 2015	-	21%	-	18%

(1) Projection of consumption linked to the ability to generate taxable income for income tax and social contribution in subsequent periods.
(2) The ability to use results from the movement of reserves (expected reversals occur, and uses low).

27 – Related-party Transactions

The costs of salaries and other benefits granted to key management personnel of the Banco do Brasil Group (Board of Directors, Executive Directors, Audit Committee and Fiscal Council):

R$ Thousand

	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Short-term benefits	6,086	19,868	15,506
Fees	4,381	12,854	11,869
Executive Board	3,984	11,526	10,584
Audit Committee	278	979	962
Board of Directors	65	190	176
Council Tax	54	159	147
Profit sharing	--	3,718	3,280
Other	1,705	3,296	357
Benefits for termination of employment	2,125	2,125	7,178
Total	8,211	21,993	22,684

Banco do Brasil has no variable remuneration based on shares and other long-term benefits and does not offer post-employment benefits to its key management personnel except those that are part of the staff of the Bank, participating in the Pension Plan for Employees of the Banco do Brasil - Previ. Since January 2007, due to the accumulated surplus in the Plan of those officials, the Bank does not provide this benefit expenses (Note 28).

The Bank does not grant loans to its officers or members of its Board of Directors, Audit Committee and Fiscal Council, because this practice is prohibited in all the financial institutions regulated by Central Bank of Brazil.

The balances referring to transactions between the consolidated companies of Banco do Brasil are eliminated in the Consolidated Financial Statements. With respect to the majority shareholder, transactions with the National Treasury and with the agencies of the direct administration of the Federal government that maintain banking operations with the Bank, are included.

The Bank has only normal banking transactions with these related parties, such as interest bearing and non-interest bearing deposits, loans, and sale and repurchases transactions. There are also service provision and guarantee agreements. These transactions are conducted under normal market conditions, mainly under the

terms and conditions for comparable transactions with unrelated parties, including interest rates and collateral. These transactions do not involve payment risks.
The funds invested in government securities and federal funds for transfers and programs from the Official Institutions are listed as notes 8 and 18 respectively.

The Bank sponsors the Banco do Brasil Foundation whose goals are the promotion, support, encouragement and sponsorship of actions at the educational, cultural, social, philanthropic, recreational / sports and promote research activities - scientific and technological assistance to urban communities - rural areas. In the period of 01.01 to 09.30.2010, the Bank has made contributions to the Banco do Brasil Foundation in the amount of R$ 45,632 thousand (R$ 27,885.3 thousand from 01.01 to 09.30.2009).

The information related to onlending and other transactions with other entities assisted are disclosed in Note 28.

From 01.01 to 09.30.2010, the Banco do Brasil acquired portfolios of credit operations of Banco Votorantim, transferred joint obligations, totaling R$ 5,521,993 thousand.

Summary of transactions with related parties

The balances of the assets and liabilities of Banco do Brasil from transactions with related:

R$ Thousand

	09.30.2010						
	Controller [1]	**Subsidiaries [2]**	**Jointly controlled subsidiaries [3]**	**Affiliates [4]**	**Key management Personnel [5]**	**Other Related Parties [6]**	**Total**
Assets	1,107,647	16,216,726	2,047,018	55,430	--	1,440,862	21,275,896
Interbank deposits	--	16,050,497	159,381	--	--	--	16,209,878
Securities	--	7,939	227,357	48,681	--	--	283,977
Loans	1,107,647	50,349	85,138	--	--	1,440,862	2,683,996
Receivables	--	27,211	--	--	--	--	27,211
Other Assets	--	80,730	1,575,142	6,749	--	--	2,070,834
Total							
Liabilities	2,793,399	13,436,689	1,110,332	678,123	5,770	50,887,287	68,911,600
Demand deposits	730,421	34,304	12,704	94,238	110	576,639	1,448,416
Saving deposits	--	--	--	--	604	--	604
Remunerated time deposits	--	2,619,350	616,148	525,421	5,056	6,023,378	9,789,353
Obligations related to Committed Operations	--	1,165,819	250,000	58,464	--	715,914	2,190,197
Borrowings and transfers - BNDES	--	--	--	--	--	24,026,909	24,026,909
Borrowings and transfers - FINAME	--	--	--	--	--	11,589,649	11,589,649
Borrowings	2,062,978	8,352,425	--	--	--	7,937,636	18,353,039
Other Liabilities	--	1,264,791	231,480	--	--	17,162	1,513,433
Income – 3Q2010	31,092	352,192	(29,468)	48,400	(724)	(491,269)	(89,777)
Income from interest and services	69,001	406,888	132,814	53,891	--	261,801	924,395
Expenses from raising funds	(37,909)	(54,696)	(162,282)	(5,491)	(724)	(753,070)	(1,014,172)
Income – 01.01 a 30.09.2010	15,012	875,391	312,143	139,806	(1,365)	(1,465,415)	(124,428)
Income from interest and services	118,630	1,205,470	621,767	149,607	--	348,028	2,443,502
Expenses from raising funds	(103,618)	(330,079)	(309,624)	(9,801)	(1,365)	(1,813,443)	(2,567,930)
Guarantees and Other Recourses [7]	--	657,190	13,560,937	--	--	--	14,218,127

R$ Thousand

	09.30.2009						
	Controller [1]	Subsidiaries [2]	Jointly controlled subsidiaries [3]	Affiliates [4]	Key management Personnel [5]	Other Related Parties [6]	Total
Assets	1,394,919	15,803,082	213,484	7,162	--	231,406	17,650,053
Interbank deposits	--	15,289,813	--	--	--	74	15,289,887
Securities	--	2,854	121,075	--	--	--	123,929
Loans	1,394,919	429,574	5,197	--	--	231,332	2,061,022
Receivables	--	35,158	--	--	--	--	35,158
Other Assets	--	45,683	87,212	7,162	--	--	140,057
Liabilities	3,376,466	12,081,175	238,019	213,315	7,710	29,547,986	45,464,671
Demand deposits	550,573	36,879	444	15,057	1,148	587,173	1,191,274
Saving deposits	--	--	--	--	1,383	--	1,383
Remunerated time deposits	--	3,376,161	123,791	198,258	5,179	4,225,404	7,928,793
Obligations related to Committed Operations	--	829,897	--	--	--	3,325,514	4,155,411
Borrowings and transfers - BNDES	--	--	--	--	--	13,225,491	13,225,491
Borrowings and transfers - FINAME	--	--	--	--	--	7,132,738	7,132,738
Borrowings	2,825,893	7,814,468	--	--	--	1,033,841	11,674,202
Other Liabilities	--	23,770	113,784	--	--	17,825	155,379
Income – 3Q2009	46,724	274,264	(4,333)	34,697	(605)	(664,427)	(313,680)
Income from interest and services	87,536	344,165	--	39,399	--	138,817	609,917
Expenses from raising funds	(40,812)	(69,901)	(4,333)	(4,702)	(605)	(803,244)	(923,597)
Income – 01.01 to 09.30.2009	20,590	802,796	122,709	97,396	(1,333)	(1,595,986)	(553,828)
Income from interest and services	152,304	1,008,218	135,426	113,284	--	241,240	1,650,472
Expenses from raising funds	(131,714)	(205,422)	(12,717)	(15,888)	(1,333)	(1,837,226)	(2,204,300)
Guarantees and Other Recourses [7]	--	334,170	--	--	--	--	334,170

(1) National Treasury and agencies of the direct administration of the Federal Government.
(2) Includes related companies Note 3 as identified in item (1) ,(2) and (4).
(3) Includes related companies Note 3 as identified in item (3), (6) and (7).
(4) Includes related companies Note 3 as identified in item (5).
(5) Key Personnel Administration - Audit Committee, Audit Committee, Board of Directors, Executive Directors and Auditor General.
(6) Includes private and public companies controlled by the Federal Government, entities linked to employees (Caixa de Previdência dos Funcionários do Banco do Brasil - Previ, Fundação Codesc de Seguridade Social - Fusesc, Caixa de Assistência dos Funcionários do Banco do Brasil) and Fundação Banco do Brasil - FBB.
(7) Includes Opening Contract Interbank Revolving Credit Line to release with Banco Votorantim, equivalent to the value of net assets of that institution less the figures used in the transactions with the Bank.

28 – Employee Benefits

Banco do Brasil sponsors the following private pension and complementary health plan entities that provide for complementation of retirement and healthcare benefits for its employees:

Sponsored entities	Plans	Benefits
PREVI - Caixa de Previdência dos Funcionários do Banco do Brasil	Previ Futuro	Retirement and Pension
	Benefit Plan 1	Retirement and Pension
	Informal Plan	Retirement and Pension
CASSI - Caixa de Assistência dos Funcionários do Banco do Brasil	Plan of Members	Health Care
ECONOMUS – Instituto de Seguridade Social	Prevmais	Retirement and Pension
	General Regulation	Retirement and Pension
	Supplementary Regulations 1	Retirement and Pension
	Unified Health Plan – PLUS	Health Care
	Unified Health Plan – PLUS II	Health Care
	Supplementary Health Care Plan - PAMC	Health Care
FUSESC - Fundação Codesc de Seguridade Social	Multifuturo I	Retirement and Pension
	Benefit Plan 1	Retirement and Pension
SIM - A fund for assistance for BESC, Codesc, Badesc and Fusesc employees	Health Care Plan	Health Care
PREVBEP – Caixa de Previdência Social	Plano BEP	Retirement and Pension

Number of participants covered by benefit plans sponsored by the Bank:

Plans	09.30.2010			12.31.2009			09.30.2009		
	Number of Participants			Number of Participants			Number of Participants		
	Actives	Retirees	Total	Actives	Retirees	Total	Actives	Retirees	Total
Retirement and Pension Plans	101.667	103.382	205.049	100.447	100.508	200.955	99.416	100.570	199.986
Plan participants Plano 1	33.182	82.281	115.463	33.814	82.536	116.350	34.057	82.542	116.599
Plan participants Previ Futuro	55.563	325	55.888	51.923	73	51.996	50.716	68	50.784
Other Plans	12.922	20.776	33.698	14.710	17.899	32.609	14.643	17.960	32.603
Medical Plans	103.782	81.731	185.513	98.262	81.359	179.621	98.030	81.102	179.132
Cassi Plani	94.867	81.731	176.598	91.364	81.359	172.723	91.101	81.102	172.203
Other Plans	8.915	--	8.915	6.898	--	6.898	6.929	--	6.929

Contributions to benefit plans:

Sponsors' contributions	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Retirement and Pension Plans	127.360	375.488	341.329
Plan participants 1	--	--	--
Plan participants Previ Futuro	42.168	120.312	96.060
Other Plans	72.249	213.805	207.690
Plano Informal	12.943	41.371	37.579
Medical Plans	157.162	512.527	466.008
Cassi Plani	148.864	487.879	452.333
Other Plans	8.298	24.648	13.675
Total	284.522	888.015	807.337

The Bank's contributions to benefit plans during the 4th quarter of 2010 are estimated at R$ 142,261 thousand.
Values recognized in earnings:

R$ Thousand

	3°Trimestre/2010	01.01 a 30.09.2010	01.01 a 30.09.2009
Retirement and Pension Plans	433.081	1.798.882	548.817
Benefit Plan 1 PREVI	551.707	2.378.222	894.858
Previ Future Plan	(39.644)	(109.049)	(87.500)
Plano Informal	(63.828)	(414.591)	(198.465)
Other Plans	(15.154)	(55.700)	(60.076)
Medical Plans	(233.350)	(690.133)	(715.448)
Plan Cassi	(222.631)	(662.802)	(636.272)
Other Plans	(10.719)	(27.331)	(79.176)
Total	199.731	1.108.749	(166.631)

a) Supplementary retirement and pension plans

Previ Futuro (Previ) - defined contribution plan. Participants in this plan are the Bank's employees hired as from December 24, 1997. The active participants contribute to PREVI an amount between 7% and 17% of their contribution salary, which varies based on time of service and the amount of the contribution salary. There is no contribution for retired participants. The sponsor contributes an amount equal to the contributions of the participants, limited to 14% of the total contribution payroll of these participants.

Previ Benefit Plan "I" – defined benefit plan. The participants of this plan are the Bank employees who were enrolled up to December 23, 1997. The plan is closed to new applicants. Due to the establishment of parity between Bank's and participants' contributions, in December 2000, a parity fund was set up, and its resources are being used for the purpose of offsetting contributions to the plan. The Bank had, recorded in Assets, the amount of R$ 1,893,276 thousand on September 30, 2010 (R$ 1,778,366 thousand on December 31, 2009 and R$ 2,343,245 thousand on September 30, 2009) related to that fund. Besides, due to the accumulated surplus, the contributions of participants, beneficiaries (retirees and pensioners) and of the sponsor (Banco do Brasil) were suspended, retroactive to January 2007. This measure will be evaluated every twelve months, with its maintenance bound to the existence of the Special Reserve of Benefit Plan. The suspension will continue to be maintained up to December 2010.

Informal Plan (Previ) - defined benefit plan. The sole responsibility of the Banco do Brasil whose contractual obligations include (a) retirement pensions to founder participants and pension payments to survivors of participants deceased up to April 14, 1967; (b) payment of retirement supplements to the other participants employed by Banco do Brasil who retired up to April 14, 1967 or who, on that date, would have the right through length of service to retire and who had at least 20 years of effective service with the Bank; and (c) increase in the amount of retirement benefits and of pensions in addition to that provided for in the Benefit Plan of Previ, resulting from judicial decisions and from administrative decisions on account of restructuring of the job and salary plan and of incentives created by the Bank.

Prevmais (Economus) – defined contribution plan. The participants of this plan are the employees from Banco Nossa Caixa (merged into Banco do Brasil on November 30, 2009) enrolled after August 1, 2006, and the participants previously linked to the General Regulation Benefit Plan who opted for the distribution of their vested account balances. The funding for income benefits is equally provided by employees and employer, not exceeding 8% of the participants' salary. The plan also provides risk benefits, such as complementation of sickness aid, workers' compensation, disability benefits and death pension.

General Regulation (Economus) – defined benefit plan. The participants of this plan are the employees from Banco Nossa Caixa enrolled up to July 31, 2006. The plan is closed to new applicants. Employees and the sponsor contribute equally, in average, with 12.11% of participation salary.

Supplementary Regulation 1 (Economus) - also for officials coming from Banco Nossa Caixa. Offers the benefits of supplemental sickness benefit and annuity for death and disability. The cost of the plan is the

responsibility of the sponsor, participants and assisted. The sponsor's contribution focuses on real salary to participate in equal numbers with participants.

Multifuturo I (Fusesc) – defined contribution plan. The participants of this plan are the employees from Banco do Estado de Santa Catarina - BESC (merged into Banco do Brasil on September 9, 2008) enrolled after January 12, 2003 and the employees previously linked to Fusesc's Benefit Plan 1 who opted for this benefit plan. Employees and sponsor equally contribute from 2.33% to 7% of participation salary to that plan, as determined by each participant.

Benefit Plan 1 (Fusesc) – defined benefit plan. The participants of this plan are the employees from BESC enrolled until January 11, 2003. The plan is closed to new applicants. Employees and the sponsor contribute equally, in average, with 9.89% of participation salary.

Plano BEP (Prevbep) – defined benefit plan. Participants of this plan are the employees from Banco do Estado de Piauí - BEP (merged in to Banco do Brasil on November 30, 2008). Employees and the sponsor contribute equally, with 3.58% in average of participation salary.

In defined-contribution plans, the actuarial risk and the investment risk are borne by the plan participants. Accordingly, cost accounting is based on each period's contribution amount representing the sponsor's obligation. Consequently, no actuarial calculation is required when measuring the obligation or expense, and there are neither actuarial gains nor losses.

In defined benefit plans, the actuarial risk and the investment risk the actuarial risk and the investment risk fall either partially or fully on the sponsoring entity. Accordingly, cost accounting requires the measurement of plan obligations and expenses, with a possibility of actuarial gains and losses.

b) Medical Assistance Plans

Plan Associates (Cassi) - the Bank is the sponsor of a Health Plan managed by CASSI that the main objective is to provide coverage for expenses related to the promotion, protection, recovery and rehabilitation of a member's health and of his/her enrolled beneficiaries. Each month the Bank contributed a sum equivalent to 4.5p.p. of the total payroll or of the total retirement or pension plan benefit. Monthly contributions from members and pension beneficiaries amount to 3% of the total payroll or the total retirement or pension plan benefits.

Plano Unificado de Saúde - PLUS (Economus) - the participants of this plan are the employees from Banco Nossa Caixa. Participation in this plan takes place by means of a 1.5% (one and one-half percent) contribution of gross salary, without limitation, covering the owner and his/her preferred dependants, deducted from the owner's payroll and 10% (ten percent) as a co-participation in the price of each medical visit and low-cost exams, made by the owner and his/her dependants (preferred and non-preferred).

Plano Unificado de Saúde - PLUS II (Economus) - also for employees from Banco Nossa Caixa. Participation in this plan takes place by means of a 1.5% (one and one-half percent) contribution of gross salary, without limitation, covering the owner and his/her preferred dependants, deducted from the owner's payroll and 10% (ten percent) as a co-participation in the price of each medical visit and low-cost exams, made by the owner and his/her preferred dependants and children of age. The plan does not provide for non-preferred dependants.

Supplementary Health Care Plan – PAMC (Economus): for employees from Banco Nossa Caixa stationed in the State of São Paulo. Plan owners are those employees retired due to disability in Groups "B" and "C", and their dependants, who participate in costs inasmuch as they use it, and according to the salary range progressive table.

SIM Health Plan - the participants of this plan are the employees from Banco do Estado de Santa Catarina. Monthly contributions from members amount to 3% of the total payroll.

Since the contributions to be paid by the Bank in some cases will endure after the employee's retirement, the Bank's obligations related to retired employees are evaluated by the present actuarial value of the contributions to be paid over the expected period when plan participants and beneficiaries will be linked to the plan. In addition, the Bank is also responsible for maintaining the financial balance of the plan for certain groups of participants. Said obligations are evaluated and recognized under the same criteria used for defined benefit plans.

c) Policy for the recognition of actuarial gains and losses

The actuarial gains or losses recognized balance sheet of the as income or expenses in a defined benefit plan are the amount of unrecognized gains and losses that exceed, in each period, the higher of the following limits:

(1) 10% of the present value of the total actuarial liability of the defined benefit; or
(2) 10% of the fair value of the plan's assets.

Each plan's actuarial gains and losses are recognized over the average remaining working time estimated for participating employees.

The Bank, as permitted by CVM No. 371/2000, subsequently succeeded by CVM No. 600/2009, adopted the a fastest procedure of recognizing the gains / actuarial losses in the very year in which the actuarial valuation was carried out . By recognizing actuarial gains, the bank checks for unrecognized actuarial losses, up the aisle, in other post-employment plans. There are no such losses, the amount to be amortized in the outcome of the Bank shall be the greater of a) the amount of unrecognized actuarial losses above the corridor to the value of actuarial gain recognized on another plane and b) the actuarial loss in accordance with established described in previous sections.

d) Actuarial evaluation

Shown below are the reconciliations of opening and closing balances of defined benefit obligations and fair value of the corresponding assets of retirement and healthcare plans, based on actuarial valuations conducted on June 30, 2010, December 31, 2009 and December 31, 2008, as well as the effect of actuarial assets and liabilities on the balance sheets and other relevant information. From 06.30.2010, the period the evaluations became semiannual.

Changes in present value of defined benefit obligations:

R$ Thousand

Present value of actuarial liabilities	Plan 1 Previ			Plan Associates Cassi			Others Plans		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Opening Balance	(80.270.786)	(76.109.636)	(70.572.791)	(4.943.220)	(4.677.766)	(4.547.868)	(6.176.059)	(5.140.992)	(5.342.840)
Interest cost	(4.123.612)	(8.076.071)	(7.420.834)	(275.676)	(541.968)	(482.259)	(357.579)	(592.164)	(575.483)
Current service cost	(222.587)	(409.344)	(335.702)	(33.269)	(61.463)	(37.667)	(20.114)	(36.321)	(84.418)
Benefits paid net contributions retirees	3.159.981	7.166.391	7.561.454	167.780	351.951	334.413	287.328	576.550	485.530
Administrative Expenses paid by plan	--	35.831	33.221	--	--	--	--	--	--
Actuarial gain / (loss) on actuarial obligation	(1.548.440)	(2.877.957)	(5.374.984)	34.900	(13.974)	55.615	(416.353)	(956.165)	258.210
Closing Balance	(83.005.444)	(80.270.786)	(76.109.636)	(5.049.485)	(4.943.220)	(4.677.766)	(6.682.777)	(6.149.092)	(5.259.001)
Present value of actuarial liabilities to cover	(83.005.444)	(80.270.786)	(76.109.636)	--	--	--	(4.108.459)	(3.866.688)	(3.717.835)
Present value of actuarial liabilities	--	--	--	(5.049.485)	(4.943.220)	(4.677.766)	(2.574.318)	(2.282.404)	(1.541.166)

Changes in fair value of plan assets:

R$ Thousand

Fair value of the plan's assets	Plan 1 Previ			Plan Associates Cassi			Others Plans		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Opening Balance	137.814.150	104.778.828	128.884.712	--	--	--	3.943.102	3.619.708	3.486.025
Estimated yield on plan assets	7.220.769	10.871.704	13.841.349	--	--	--	260.305	529.979	569.163
Contributions received	27.857	638.380	(269.749)	339.015	351.951	334.413	168.221	364.384	408.626
Benefits paid net contributions retirees	(3.159.981)	(7.166.392)	(7.561.453)	(339.015)	(351.951)	(334.413)	(264.225)	(533.162)	(487.307)
Administrative Expenses paid by plan	--	(35.831)	(33.222)	--	--	--	--	--	--
Gain / (loss) on actuarial plan assets	(11.739.294)	28.727.461	(30.082.809)	--	--	--	1.056	(114.221)	(258.672)
Closing Balance	130.163.501	137.814.150	104.778.828	--	--	--	4.108.459	3.866.688	3.717.835

Amounts recognized in the balance sheet:

R$ Thousand

Amounts recognized in the Balance Sheet	Plan 1 Previ			Plan Associates Cassi			Others Plans		
	09.30.2010	**12.31.2009**	**09.30.2009**	**09.30.2010**	**12.31.2009**	**09.30.2009**	**09.30.2010**	**12.31.2009**	**09.30.2009**
1) Fair value of the plan's assets	130.163.501	137.814.150	104.778.828	--	--	--	4.108.459	3.866.688	3.717.835
2) Present value of actuarial liabilities	(83.005.444)	(80.270.786)	(76.109.636)	(5.049.485)	(4.943.220)	(4.677.766)	(6.682.777)	(6.149.092)	(5.259.001)
3) *Surplus / (deficit)* (1+2)	47.158.057	57.543.364	28.669.192	(5.049.485)	(4.943.220)	(4.677.766)	(2.574.318)	(2.282.404)	(1.541.166)
4) Unrecognized actuarial gains or (losses)	8.517.605	16.116.336	5.625.887	(481.997)	(481.750)	(259.444)	(283.758)	(245.060)	152.608
5) Service cost not recognized	--	--	--	--	(104.015)	(104.015)	--	--	--
6) Amount not recognized as assets / (liabilities)	23.579.028	28.771.682	14.334.596	--	--	--	(54.589)	(21.032)	321.652
7) Net actuarial (liability) / asset (3-4-5-6)	15.061.424	12.655.346	8.708.709	(4.567.488)	(4.357.455)	(4.314.307)	(2.235.971)	(2.016.312)	(2.015.426)

The actuarial assets recorded in other receivables (Note 11.b) must be realized before the end of the plan. The end of the plan is understood as the date in which the last commitment will be paid. Partial realizations of that actuarial asset may occur, as long as compliant with the requirements in Complementary Law 109/2001 and Resolution 26/2008 issued by the Complementary Pension Management Council (CGPC).

Amounts recognized in income:

R$ Thousand

Effects on the results for the period	Plano 1 (Previ)			Plano de Associados (Cassi)			Outros Planos		
	3Q2010	**01.01 to 09.30.2010**	**01.01 to 09.30.2009**	**3Q2010**	**01.01 to 09.30.2010**	**01.01 to 09.30.2009**	**3Q2010**	**01.01 to 09.30.2010**	**01.01 to 09.30.2009**
1) Cost of current service	(56.240)	(167.533)	(153.504)	(18.835)	(52.104)	(46.098)	(5.690)	(16.396)	(47.643)
2) Contributions from participants	--	--	--	--	--	--	3.482	8.547	29.829
3) Interest cost	(1.077.786)	(3.139.592)	(3.028.526)	(133.537)	(409.213)	(406.476)	(128.471)	(375.286)	(359.712)
4) Expected earnings on the plan's assets	1.685.732	5.296.116	4.076.889	--	--	--	70.383	204.168	244.236
5) Amortization of gains or (losses) actuarial	--	389.230	--	--	--	--	(1.055)	(258.379)	(54.016)
6) Unrecognized past service cost	--	--	--	(2.478)	(7.434)	(7.434)	--	--	--
7) Expense with active employees	--	--	--	--	--	(150.095)	--	--	--
8) Expenses with extraordinary contribution	--	--	--	--	--	(41.280)	--	--	--
9) Effect of passive asset not recognized	--	--	--	--	--	--	(5.309)	(27.414)	179.936
10) (Expense)/income recognized in Statement of Income	551.706	2.378.221	894.859	(154.850)	(468.751)	(651.383)	(66.660)	(464.760)	(7.370)

Composition of the plans' assets, shown as a percentage of the total:

Breakdown of Assets	Plan 1 (Previ)			Plan Associates (Cassi)			Others Plans		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Fixed Rate	32,8%	30,7%	37,0%	--	--	--	78,5%	83,0%	87,8%
Floating Rate	61,2%	63,8%	57,4%	--	--	--	17,9%	10,0%	5,2%
Real estate investments	3,2%	2,8%	2,8%	--	--	--	1,5%	1,7%	1,7%
Loans and financing	2,8%	2,6%	2,7%	--	--	--	1,5%	2,1%	2,3%
Other	--	0,1%	0,1%	--	--	--	0,6%	3,2%	3,0%
Amounts listed in fair value of plan assets									
In their own financial instruments of the entity	5,4%	6,8%	6,8%	--	--	--	--	--	--
In properties or other assets used by the entity	0,1%	0,1%	0,1%	--	--	--	0,1%	0,1%	0,1%

Comparative table showing expected and actual return from plan assets:

Specification	Plan 1 (Previ)			Plan Associates (Cassi)			Others Plans		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Real expected yield on plan assets	5,2%	10,8%	11,2%	--	--	--	31,7%	14,6%	16,3%
Real expected yield on assets for the year	7.220.769	10.871.704	13.841.349	--	--	--	260.305	523.007	562.182
Effective yield	(4.518.525)	39.599.165	(16.241.461)	--	--	--	250.529	394.377	267.396

Principal actuarial assumptions adopted in each period:

Actuarial assumptions	Plan 1 (Previ)			Plan Associates (Cassi)			Others Plans		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Inflation rate	4,20%	4,20%	4,59%	4,20%	4,20%	4,59%	4,51%	4,89%	5,60%
Discount rate	10,76%	10,76%	11,18%	10,76%	10,76%	11,18%	10,98%	13,02%	12,95%
Return rate of investments	10,76%	10,76%	11,18%	10,76%	10,76%	11,18%	31,67%	14,76%	16,35%
Rate of future salary growth	5,51%	1,26%	1,26%	4,20%	1,26%	1,26%	4,43%	2,74%	3,44%
Average remaining work period (years)	3,79	4,04	5,85	14,45	14,14	14,22	2,97	2,64	3,20
Survival table	AT-83			AT-83			AT-83[2]		
Capitalization regime	Crédito Unitário Projetado			Crédito Unitário Projetado			Crédito Unitário Projetado		

(1) Grouped actuarial assumptions are expressed as weighted averages.

(2) To the actuarial calculations of the Informal Plan at 12.31.2009 and 12.31.2008 a transitory table between GAM-71 modified and GAM-83 is used for the Informal Plan. The plans managed by FUSESC PREVBEP use the AT-2000 table in actuarial valuations.

The Bank, to define the values for the defined benefit plans, uses methods and assumptions different from those submitted by entities sponsored. The most significant differences are concentrated on the definition of the figures relating to plans administered by Previ, as follows:

Assumptions / method	PREVI	Bank
Discount rate	5.5% p.a.	6.3% p.a.
Lists of survival	AT-2000	AT-83
Evaluation of Assets - Funds exclusive	Discounted cash flow conservative scenario	Market value or discounted cash flow - the base scenario
Capitalization Regime	Aggregate Method	Projected credit unit

Values for the current period and previous four periods are as follows:

R$ Thousand

Specification	2010	2009	2008	2007	2006
Plan 1 (Previ) - Surplus (deficit)	47.158.057	57.543.364	28.669.191	64.229.505	37.481.696
Defined benefit obligation	(83.005.444)	(80.270.786)	(76.109.637)	(70.572.791)	(65.870.816)
Plan assets	130.163.501	137.814.150	104.778.828	134.802.296	103.352.512
Adjustment of experience on the plan liabilities	(1,9%)	(3,6%)	(7,1%)	(3,2%)	(9,7%)
Adjustment experience on plan assets	(9,0%)	20,8%	(28,7%)	(18,7%)	(17,3%)
Plan Associates (Cassi) - Surplus (deficit)	(5.049.485)	(4.943.220)	(4.677.766)	(4.547.868)	(3.562.867)
Defined benefit obligation	(5.049.485)	(4.943.220)	(4.677.766)	(4.547.868)	(3.562.867)
Plan assets	--	--	--	--	--
Adjustment of experience on the plan liabilities	0,7%	(0,3%)	0,1%	8,8%	--
Adjustment experience on plan assets	--	--	--	--	--
Other Plans - Surplus (deficit)	(2.574.316)	(2.232.955)	(1.567.693)	(1.666.065)	(1.633.840)
Defined benefit obligation	(6.682.776)	(6.176.058)	(2.185.872)	(1.666.065)	(1.633.840)
Plan assets	4.108.460	3.943.103	618.179	--	--
Adjustment of experience on the plan liabilities	(6,1%)	(14,4%)	(10,1%)	(9,6%)	(12,1%)
Adjustment experience on plan assets	(0,2%)	(3,2%)	0,4%	--	--

Overview of asset / liability actuarial recorded in the Bank:

R$ Thousand

	Actuarial Assets			Actuarial Liability		
Specification	**09.30.2010**	**12.31.2009**	**09.30.2009**	**09.30.2010**	**12.31.2009**	**09.30.2009**
Plan 1 Previ	15.061.424	12.655.346	8.708.709	--	--	--
Informal Plan Previ	--	--	--	(1.776.371)	(1.569.047)	(1.556.681)
Plan Associates Cassi	--	--	--	(4.567.488)	(4.357.455)	(4.314.307)
Supplementary Regulation 1 Economus	--	--	--	(210.459)	(204.320)	(214.691)
PLUS I and II Economus	--	--	--	(249.141)	(242.945)	(244.054)
Total	**15.061.424**	**12.655.346**	**8.708.709**	**(6.803.459)**	**(6.373.767)**	**(6.329.733)**

e) Contributive Proportion - sponsors' right - CGPC Resolution no. 26/2008

Resolution CVM 600/2009, determines the recording of a liability when the sum of obligations exceeds the amount of assets from the benefit plan, and of an asset, when the sum of assets exceeds the amount of obligations of the plan. In the latter circumstance, the asset should only be recorded when there is evidence that it may effectively reduce the sponsor's contributions or that it will be reimbursable in the future, as established in aforesaid Resolution.

Resolution CGPC 26/2008 clarify issues related to the interpretation of the right of sponsors and of participants to the surplus resources originating from the contributions (and their yields) of both parties. According to that Resolution, the surplus should be assigned to the sponsors and participants in proportion to the contributions made.

Certain associations and other associations filed lawsuits challenging the legality of CGCP Resolution 26/2008, Bank management, based on the opinion of its legal advisors, understands that CGCP Resolution 26/2008 is of a legitimate nature, and that the Judiciary will conciliate the understanding with respect to the right and form of division of the surplus as defined in the abovementioned resolution.

In view of the various lawsuits filed in relation to CGPC Resolution 26/2008, Banco do Brasil understands that although this guidance has clarified some issues previously under discussion, especially as regards the amounts to be assigned to the sponsors and participants in the event of existence of a surplus in the supplementary pension entities, this Resolution does not change the definitions existing in the current regulations and, therefore, does not have effects on the need for records of the actuarial assets and liabilities required by public institutions.

29 – Commitments, Responsibilities and Contingencies

a) Contingent tax assets

The Bank is an active participant in proceedings to restore indebts tax and prevent the launch of tax credits by tax authorities, recognized in the financial statements only on the assumption favorable to the Bank (not counted), according Resolution CVM 3823/2009, The actions of most relevance:

- Unconstitutionality of Income Tax on Net Income paid in 1989 and in the 1st semester of 1992, in the amount of R$ 13,380 thousand (R$ 13,101 thousand on 12.31.2009 and R$ 12,955 thousand on 09.30.2009);

- Tax on Financial Transactions (IOF) - Law 8033/1990 (Price-level restatement), in the amount of R$ 207,707 thousand (R$ 203,470 thousand on 12.31.2009 and R$ 201,244 thousand on 09.30.2009).

b) Contingent liabilities

Labor Lawsuits

The Bank is a party to labor lawsuits mainly filed by former employees or trade unions of the banking industry. The provisions for probable losses account for various applications demanded as compensation, overtime, mischaracterization of the working day, additional function and representation and others.

Tax Lawsuits

The Bank is subject to a number of challenges by the tax authorities with respect to taxes, which can give rise to assessments regarding the jurisdiction where taxes are incurred or the sum of taxable income or deductible expenses, Most of the lawsuits originating from tax assessment notices are related to ISSQN, CPMF, CSLL, IRPJ and IOF, and, some are guaranteed by cash or real estate properties.

Civil Lawsuits

The most significant lawsuits classified as probable losses are those aimed at the collection of the difference between the actual rates of inflation suffered and the rate used for inflation correction of financial investments during the period of the various economic Plans (Collor Plan, Bresser Plan and Summer Plan).

With the proximity of the prescriptive periods for bringing actions seeking the recovery of values based on inflation rates away by these economic plans, there was an increase in the volume of lawsuits filed. Actions whose success by adverse parties are considered probable are properly provisioned. The indices are expected questioned by law that regulated the time the Federal Government's economic policy. With the prescription that occurred, there is potential liability to be considered representative.

In this regard, there is action pending trial in the Supreme Court (STF) - ADPF/165: complaint of breach of fundamental precept - authored by the National Confederation of Financial System (Consif), with the aim of declaring the constitutionality of legislation that established the economic plans.

Changes in the provision for civil, tax and labor claims classified as probable:

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	3Q2010	**01.01 to 09.30.2010**	**01.01 to 09.30.2009**	**3Q2010**	**01.01 to 09.30.2010**	**01.01 to 09.30.2009**
Labor claims						
Opening balance	2,736,324	3,242,208	2,456,461	2,804,314	3,300,748	2,475,231
Constitution	207,602	620,261	1,294,113	212,004	636,407	1,445,213
Reversal of the provision	(165)	(739,989)	(531,030)	(1,821)	(743,910)	(561,232)
Monetary restatement	(152,810)	(426,125)	(392,386)	(152,964)	(426,280)	(410,613)
Write off due payment	48,133	142,341	105,536	48,159	142,727	105,536
Amount added / embedded [(1)]	--	388	--	--	--	1,005,401
Closing balance	2,839,084	2,839,084	2,932,694	2,909,692	2,909,692	4,059,536
Tax demands						
Opening balance	198,895	174,696	122,456	1,221,965	1,138,706	1,004,031
Constitution	2,120	30,056	100,131	67,698	139,565	227,754
Reversal of the provision	--	(9,077)	(41,058)	(31,190)	(40,761)	(70,301)
Monetary restatement	(611)	(1,055)	(343)	(702)	(2,602)	(515)
Written off due payment	2,760	8,544	(1,187)	10,926	33,789	(1,181)
Amount added / embedded [(1)]	--	--	--	--	--	293,238
Closing balance	203,164	203,164	179,999	1,268,697	1,268,697	1,453,026
Civil claims						
Opening balance	3,204,045	3,036,381	1,719,947	3,353,841	3,131,472	1,760,175
Constitution	161,244	732,332	932,744	207,024	867,624	1,303,601
Reversal of the provision	(46)	(387,402)	(160,753)	(28,149)	(439,033)	(228,890)
Monetary restatement	(122,667)	(262,507)	(75,151)	(132,308)	(283,988)	(137,266)
Write off due payment	70,084	192,057	(20,605)	69,809	194,142	(20,601)
Amount added / embedded [(1)]	--	1,799	--	--	--	1,151,169
Closing balance	3,312,660	3,312,660	2,396,182	3,470,217	3,470,217	3,828,188
Total Labor Demand, Taxation and Civil	6,354,908	6,354,908	5,508,875	7,648,606	7,648,606	9,340,750

(1) Refers to the balance of the Banco Popular do Brasil , Bescleasing and Bescredi, incorporated in 2010, and Banco Nossa Caixa, acquired in March 2009 and incorporated in November 2009.

c) Contingent liabilities – Possible

The lawsuits, tax and civil risks classified "possible" are exempted from any provisions on the Resolution CVM No. 3823/2009.

Labor Lawsuits

Representing various applications demanded as compensation for overtime, distortion of the working day , Additional Function and Representation, and others.

Tax Lawsuits

Represents a number of claims made such as: ISSQN, collection and other tax obligations originating from the Federal Revenue Department and Institute of Social Security. The main contingencies originate from:

- Notices of labor infraction drawn by the National Institute of Social Security (INSS), aiming at the payment of contributions applicable on year-end bonuses paid in the collective agreements in the period from 1995 to 2006, in the amount of R$ 1,103,291 thousand, public transport pay and use of private car by employees of Banco do Brasil, in the amount of R$ 151,943 thousand, conversions into cash, for the period from January 1993 to April 2001, in the amount of R$ 113,919 thousand and employee profit sharing corresponding to the period from April 2001 to October 2003, in the amount of R$ 25,289 thousand.

- Notices of tax assessment drawn by the Treasuries of the Municipalities, aiming at the collection of ISSQN, which amounts R$ 197,045 thousand.

Civil Lawsuits

In civil lawsuits there are actions that seek to recover the difference between inflation and the index used to restate financial investments during the period of economic plans (Collor Plan, Bresser Plan and Summer Plan).

The balances of contingent liabilities classified as possible were as follows:

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	**12.31.2009**	**09.30.2009**	**09.30.2010**	**12.31.2009**	**09.30.2009**
Labor claims	83,878	40,950	328,666	558,541	62,301	404,716
Tax Claims	2,085,559	1,843,559	1,847,685	2,273,165	2,079,151	2,007,073
Civil Claim	2,637,975	2,620,763	2,586,619	2,698,593	2,723,460	2,728,752
Total	4,807,412	4,505,272	4,762,970	5,530,299	4,864,912	5,140,541

d) Deposits in Guarantee of Funds

The balances of deposits in guarantee recorded for probable, possible and / or remote contingencies are as follows:

R$ Thousand

	Banco do Brasil			BB-Consolidated		
	09.30.2010	**12.31.2009**	**09.30.2009**	**09.30.2010**	**12.31.2009**	**09.30.2009**
Labor claims	2,554,508	2,228,067	1,713,143	2,571,994	2,254,502	2,242,391
Tax Claims	4,174,360	3,790,881	3,216,771	5,295,875	4,628,601	4,552,226
Civil Claim	2,802,385	2,247,146	1,522,802	2,953,219	2,509,058	2,451,907
Total	9,531,253	8,266,094	6,452,716	10,821,088	9,392,161	9,246,524

e) Legal Obligations

The Bank has recorded in Other Liabilities - Tax and Social Security, the following provisions:

- Provision for legal proceedings to full compensation of tax losses and income tax bases of negative social contribution (Note 25.c), whose liability for the tax credit is suspended by the court deposits since the beginning of action, in the amount of R$ 11,582,383 thousand (R$ 11,245,230 thousand on 12.31. 2009 and R$ 11,120,680 thousand at 09.30.2009).

- Provision for legal proceedings arising from an injunction by which it is intended to recognize the right of the Banco do Brasil and BB Seguros collect the PIS / PASEP COFINS and according to the bases of calculation provided in Complementary Law No. 7/1970 and No. 70/1991 (Note 25.d), amounting to R$ 531,431 thousand e R$ 307 mil respectivamente. The injunction was suspended on 08.18.2010, which is why the Banco do Brasil and BB Corretora returned to collect from the event of July 2010, the PIS/PASEP and COFINS as provided for in Law No 9.718/1998.

-Provision involving an injunction filed by Banco Votorantim claims the non-payment of COFINS on revenue not derived from the monthly billing (broadening the base of calculation introduced by Law No 9.718/1998) on the amount of R$656,951 thousand. The legal action had favorable judgments and rulings and await with the Distinguished Federal Regional Court of the Third Region, the appeals by the National Treasury or analysis of the appropriateness / acceptability.

30 – Risk Management and Regulatory Capital

a) Risk Management Process

Banco do Brasil considers the management of risks and of capital the main vectors for the decision-making process.

In Banco do Brasil, collegiate risk management is performed completely apart from the business units. Risk and concentration policies are specified by the Bank's Board of Directors and by the Global Risk Committee (CRG), which is a discussion group composed by the President and by Vice-Presidents. Actions for implementing and monitoring guidelines issued by the CRG are directed at specific sub-committees (Credit, Market, and Operations), which are groups formed by Directors.

To find out more about the risk management process at Banco do Brasil, access the website *bb.com.br/ri.*

b) Credit Risk

Credit Risk is associated with the possibility of loss resulting from uncertainty regarding the receipt of amounts agreed on with borrowers, counterparts of contracts or issues of securities.

For alignment with the best practices of credit risk management and to increase efficiency in the management of its economic capital, Banco do Brasil uses risk and return metrics as instruments for dissemination of the culture at the Institution, present throughout its loan process.

c) Market Risk

Market Risk reflects the possibility of loss that can be caused by changes in the behavior of interest and exchange rates and of prices of shares and *commodities.*

Financial Instruments – Market Value

The table below presents the financial instruments recorded in assets, compared to fair value:

R$ Thousand

	BB-Consolidated											
	09.30.2010		12.31.2009		09.30.2009		Unrealized gain/loss, net of tax effects					
							On Income			On Stockholders´ Equity		
	Book value	Fair Value	Book value	Fair Value	Book value	Fair Value	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
ASSETS												
Short-term interbank deposits	135,299,838	135,362,868	168,397,960	168,377,532	157,540,516	157,467,099	63,030	(20,428)	(73,417)	63,030	(20,428)	(73,417)
Securities	136,262,679	136,124,168	122,873,797	122,714,673	128,111,827	128,297,686	464,450	(33,426)	516,146	(138,511)	(159,124)	185,859
Adjustment of securities available for sale (Note 8.a)	--	--	--	--	--	--	602,961	125,698	330,287	--	--	--
Adjustment of securities held to maturity (Note 8.a)	--	--	--	--	--	--	(138,511)	(159,124)	185,859	(138,511)	(159,124)	185,859
Derivative financial instruments	1,332,157	1,332,157	1,463,084	1,463,084	1,705,880	1,705,880	--	--	--	--	--	--
Loan operations	300,919,423	300,887,224	261,783,097	262,062,450	246,216,601	246,812,545	(32,199)	279,353	595,944	(32,199)	279,353	595,944
LIABILITIES												
Interbank deposits	11,215,885	11,252,603	11,618,573	11,631,606	9,626,936	9,647,817	(36,718)	(13,033)	(20,881)	(36,718)	(13,033)	(20,881)
Time deposits	192,042,118	192,064,311	193,515,574	193,575,751	194,706,803	194,865,295	(22,193)	(60,177)	(158,492)	(22,193)	(60,177)	(158,492)
Obligations related to Committed Operations	165,594,168	165,408,443	160,821,187	160,648,661	153,602,949	153,513,429	185,725	172,526	89,520	185,725	172,526	89,520
Borrowings and onlendings	58,387,009	58,342,435	38,063,569	38,129,257	38,063,678	38,312,148	44,574	(65,688)	(248,470)	44,574	(65,688)	(248,470)
Derivative financial instruments	5,195,316	5,195,316	4,724,036	4,724,036	6,097,713	6,097,713	--	--	--	--	--	--
Other liabilities	153,559,123	153,587,819	120,644,061	120,451,888	116,397,944	116,392,141	(28,696)	192,173	5,803	(28,696)	192,173	5,803
Unrealized gain/loss, net of tax effects							637,973	451,300	706,153	35,012	325,602	375,866

Determination of Fair Value of Financial Instruments

Short-term interbank investments: The market value was obtained by future cash flows discount, adopting interest rates exercised by the market in similar operations in the balance sheet date.

Securities: Securities and derivative financial instruments are accounted for by the market value, as provided for in BACEN Circular 3068/2001, excluding from such criterion, securities held to maturity. Determination of securities' market value, including those held to maturity, is obtained according to rates collected at the market.

Loan operations: Operations remunerated at fixed rates have been estimated through future cash flow discount, adopting for such, interest rates utilized by the Bank for contracting of similar operations in the balance sheet date. For operations of such group remunerated at variable rates, it was considered as market value the book value itself due to equivalence among them.

Interbank deposits: The market value has been calculated through discount of the difference between future cash flows and rates currently applicable in the fixed operations market. In case of variable operations which maturities did not exceed 30 days, the book value was deemed to be approximately equivalent to the market value.

Time deposits: The same criteria adopted for interbank deposits are utilized in the determination of the market value.

Deposits received under security repurchase agreements: For operations at fixed rates, the market value was determined calculating the discount of the estimated cash flows adopting a discount rate equivalent to the rates applicable in contracting of similar operations in the last market day. For variable operations, book values have been deemed approximately equivalent to market value.

Borrowing and onlendings: Said operations are exclusive to the Bank, without similarity in the market. In face of their specific characteristics, exclusive rates for each fund entered, inexistence of an active market and similar instrument, the market values of such operations are equivalent to the book value.

Other liabilities: Market values have been determined by means of the discounted cash flow, which takes into account interest rates offered in the market for obligations which maturities, risks and terms are similar.

Other financial instruments: Included or not in the balance sheet, book values are approximately equivalent to their correspondent market value.

Derivatives: According to BACEN Circular 3082/2002, derivatives are recorded at market value. Determination of derivatives' market value is estimated in accordance with an internal pricing model, with the use of the rates disclosed for transactions with similar terms and indices on the fiscal years' last business day.

Sensitivity Analysis (CVM Instruction no. 475/2008)

In line with best market practices, Banco do Brasil manages its risks in a dynamic manner, seeking to detect, assess, monitor, and control market risk exposures in its own positions. To this end, the Bank takes into account the risk limits defined by the Strategic Committees and likely scenarios, to act in a timely manner in reversing any occasional adverse results.

In accordance with CMN Resolution no 3464/2007 and with Bacen Circular no. 3354/2007, in an effort to manage more efficiently its transactions exposed to market risks, Banco do Brasil separates its transactions as follows:

1) Trading Book: consisting in all the transactions in its own position undertaken as business deals or intended as a hedge for its trading portfolio, for which there is an intention of trading prior to their contractual expiry, subject to normal market conditions and that do not have a non-trading clause.

2) Banking Book: consisting in transactions not classified in the Trading Book and the key feature of which is the intention of keeping these transactions until expiry.

The sensitivity analysis for all the operations with assets and liabilities of the balance sheet, in compliance with CVM Instruction n.º 475/2008, does not adequately reflect the management of market risks adopted by the Institution, and does not represent the Bank's accounting practices.

In order to determine the sensitivity of the Bank's capital to the reflexes of market trends, simulations were performed with three likely scenarios, two of which with an ensuing adverse outcome for the Bank. The scenarios employed are seen as follows:

Scenario I: Likely situation, which reflects the perception of senior management of the Bank, the scenario most likely to occur for a 3-month horizon, considering macroeconomic factors and market information (BM & F Bovespa, Andima, etc.). Assumptions used: real exchange rate / dollar rate of R$ 1.75 and raising the Selic rate to 10.75% per annum based on market conditions observed at 09.30.2010.

Scenario II: Situation possible. Assumptions used: parallel shock of 25% in the risk variables, based on market conditions observed at 09.30.20010 and is considered the worst losses by risk factor and, therefore, neglecting the dynamics of macroeconomic factors.

Scenario III: Situation possible. Assumptions used: parallel shock of 50% in the risk variables, based on market conditions observed at 09.30.2010 and is considered the worst losses by risk factor and, therefore, neglecting the dynamics of macroeconomic factors.

In the table below a summary of the Trading Portfolio profit figures (Trading), which includes public and private securities, derivatives financial instrument and funding based on transactions subject to repurchase agreements:

R$ Thousand

Risk Factor	Concept	Scenario I			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Maintenance	--	Maintenance	--
Foreign currency coupons	Risk of variation of foreign exchange coupon	Decrease	--	Increase	(2)
Exchange variation	Risk of variation of exchange rates	Increase	4,307	Decrease	(1,592)
Price Indexes	Risk of variation of price index coupons	Maintenance	--	Decrease	29,985

R$ Thousand

Risk Factor	Concept	Scenario II			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(61,458)	Increase	(228,861)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	--	Increase	(10)
Exchange variation	Risk of variation of exchange rates	Decrease	(30,331)	Decrease	(23,617)
Price Indexes	Risk of variation of price index coupons	Increase	(2,639)	Increase	(37,297)

R$ Thousand

Risk Factor	Concept	Scenario III			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(124,579)	Increase	(451,276)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	--	Increase	(19)
Exchange variation	Risk of variation of exchange rates	Decrease	(60,661)	Decrease	(47,234)
Price Indexes	Risk of variation of price index coupons	Increase	(5,134)	Increase	(75,426)

In the case of transactions classified in the Banking Book, appreciations or depreciations resulting from changes in interest rates practiced in the market do not imply in a significant financial and bookkeeping impact on the Bank's income. This is so because this portfolio is composed chiefly of loan operations (consumer credit, agribusiness, working capital, etc.); retail funding (demand, time, and savings deposits), and securities, which are recorded in the books according to the agreed on rates when contracting these operations. In addition, it should be pointed out that these portfolios have as their key feature the intention of helding the respective positions to maturity, and hence they are not subject to the effects of fluctuating interest rates, or the fact that such transactions are naturally related to other transactions (natural hedge), hence minimizing the reflexes of a *stress* scenario.

In the tables below may be seen a summary of the Trading Portfolio (Trading) and Non Trading (Banking), except from Banco Votorantim:

R$ Thousand

Risk Factor	Concept	Scenario I			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Maintenance	--	Maintenance	--
Foreign currency coupons	Risk of variation of foreign exchange coupon	Decrease	258,888	Increase	(5,494)
Exchange variation[(1)]	Risk of variation of exchange rates	Increase	24,965	Decrease	(21,608)
TJLP	Risk of variation of long-term interest rate (TJLP) coupon	Maintenance	--	Maintenance	--
TR/TBF	Risk of variation of TR and TBF coupon	Decrease	(601,927)	Decrease	(94,287)
Price Indexes	Risk of variation of price index coupons	Maintenance	--	Decrease	504,023

(1) Net tax purpose.

R$ Thousand

Risk Factor	Concept	Scenario II			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(5,212,046)	Increase	(3,071,464)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	(38,410)	Decrease	(2,885)
Exchange variation[(1)]	Risk of variation of exchange rates	Decrease	(175,795)	Decrease	(320,519)
TJLP	Risk of variation of long-term interest rate (TJLP) coupon	Decrease	(135,635)	Decrease	(4,913)
TR/TBF	Risk of variation of TR and TBF coupon	Decrease	(4,085,749)	Decrease	(1,631,860)
Price Indexes	Risk of variation of price index coupons	Increase	(484,971)	Increase	(693,305)

(1) Net tax purpose.

R$ Thousand

Risk Factor	Concept	Scenario III			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(10,000,662)	Increase	(5,923,000)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	(76,062)	Decrease	(5,999)
Exchange variation(1)	Risk of variation of exchange rates	Decrease	(351,589)	Decrease	(641,038)
TJLP	Risk of variation of long-term interest rate (TJLP) coupon	Decrease	(275,499)	Decrease	(9,649)
TR/TBF	Risk of variation of TR and TBF coupon	Decrease	(8,452,160)	Decrease	(3,371,245)
Price Indexes	Risk of variation of price index coupons	Increase	(945,895)	Increase	(1,327,022)

(1) Net tax purpose.

The scenarios used for preparing the framework of sensitivity analysis must necessarily use situations of deterioration of at least 25% and 50% for variable risk for isolation, as determined by CVM Instruction No. 475/2008. Therefore, the analysis of the results is impaired. For example, simultaneous shocks of increase in the rate of advance and reduction in interest coupon of TR are not consistent from a macroeconomic.

The derivative transactions found in the Banking Book, in particular, not represent a relevant market risk to Banco do Brasil, as these positions originated mainly to fulfill the following situations:

- Change of the indexation of funding and lending transactions performed to meet customer needs;

- Market risk hedge with purpose and efficacy as described in Note 8.d. Also in this transaction, the interest and exchange rate variations have no effects on the Bank's income.

The Banco do Brasil did not enter into any transaction likely to be classified as an exotic derivative, as described in CVM Instruction no. 475 - Attachment II.

Participation in Banco Votorantim

In order to determine the sensitivity of the Bank's participation in Banco Votorantim, simulations were performed with three likely scenarios, two of which with an ensuing adverse outcome. The scenarios employed are seen as follows:

Scenario I: Situation likely, which reflects the perception of top management of Banco Votorantim in the scenario most likely to occur. Assumptions used: real exchange rate / dollar from R$ 1.75 and the Selic rate of interest 10.75% per year, to the end of 2010.

Scenario II: Assumptions used: parallel shock of 25.0% in the risk variables, based on market conditions observed on 09.30.2010 and is considered the worst losses by risk factor and thus ignoring the dynamics of macroeconomic factors.

Scenario III: Assumptions used: parallel shock of 50.0% in the risk variables, based on market conditions observed on 09.30.2010 and is considered the worst losses by risk factor and, therefore, neglecting the dynamics of macroeconomic factors.

In the tables below are the results for the positions of the Bank for its participation in Banco Votorantim:

R$ Thousand

Risk Factor	Concept	Scenario I			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Maintenance	--	Maintenance	3,012
Foreign currency coupons	Risk of variation of foreign exchange coupon	Decrease	(303,247)	Increase	425
Exchange variation	Risk of variation of exchange rates	Increase	40,185	Increase	(3,094)
Price Indexes	Risk of variation of price index coupons	Decrease	1,544	Increase	(1,816)
Interest Rates	Risk of change coupon interest rate	Increase	(108)	Increase	(823)
Others	Risk of variation of others coupons	Increase	(9,156)	--	--

R$ Thousand

Risk Factor	Concept	Scenario II			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(117,332)	Increase	(38,195)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	(258,008)	Increase	(3,867)
Exchange variation	Risk of variation of exchange rates	Increase	(74,810)	Increase	(52,655)
Price Indexes	Risk of variation of price index coupons	Increase	(11,031)	Increase	(60,518)
Interest Rates	Risk of change coupon interest rate	Increase	(135)	Increase	(2,566)
Others	Risk of variation of others coupons	Decrease	(4,807)	--	--

R$ Thousand

Risk Factor	Concept	Scenario III			
		09.30.2010		09.30.2009	
		Rate Variation	Income	Rate Variation	Income
Prefixed rate	Risk of variation of prefixed interest rates	Increase	(205,473)	Increase	(66,783)
Foreign currency coupons	Risk of variation of foreign exchange coupon	Increase	(106,253)	Increase	(7,184)
Exchange variation	Risk of variation of exchange rates	Increase	(156,528)	Increase	(102,223)
Price Indexes	Risk of variation of price index coupons	Increase	(18,411)	Increase	(115,441)
Interest Rates	Risk of change coupon interest rate	Increase	(161)	Increase	(4,173)
Others	Risk of variation of others coupons	Decrease	(111,183)	--	--

d) Liquidity Risk - this type of risk takes two forms: market liquidity risk and cash flow liquidity risk (*funding*). The first is the possibility of loss resulting from the incapacity to perform a transaction in a reasonable period of time and without significant loss of value. The second is associated with the possibility of a shortage of funds to honor commitments assumed on account of the mismatching between assets and liabilities.

e) Operating Risk - reflects the possibility of loss resulting from faults, deficiencies, or the inadequacy of internal processes, personnel and systems, or external events. This concept includes legal risks.

f) Regulatory Capital - The BIS ratio was determined according to the criteria established by CMN Resolutions 3444/2007 and 3490/2007, which address the calculation of Referential Equity Amount (RE) and of Required Referential Equity Amount (RRE), respectively:

R$ Thousand

	09.30.2010		12.31.2009		09.30.2009	
	Economic-Financial	**Financial**	**Economic-Financial**	**Financial**	**Economic-Financial**	**Financial**
RE - REFERENTIAL EQUITY AMOUNT	69,835,816	71,181,494	58,264,435	59,092,639	51,456,001	52,241,649
Level I	50,083,130	50,137,748	41,068,471	41,068,446	36,120,709	36,121,324
Shareholders' equity	48,204,326	48,258,943	36,119,406	36,119,381	33,682,663	33,682,509
Revaluation reserves	(6,305)	(6,304)	(6,746)	(6,746)	(6,968)	(6,966)
Deferred Assets	(265,005)	(265,005)	(242,296)	(242,296)	(290,847)	(290,080)
Mark-to-market	(282,839)	(282,839)	(85,061)	(85,061)	(144,443)	(144,443)
Tax credits excluded from Level I of RE	(22,477)	(22,477)	(22,477)	(22,477)	(22,477)	(22,477)
Additional provision to the minimum required by resolution CMN 2682/1999	--	--	2,782,065	2,782,065	2,902,781	2,902,781
Hybrid Capital and Debt Instruments - Level I	2,455,430	2,455,430	2,523,580	2,523,580	--	--
Level II	21,045,988	21,045,987	18,022,810	18,025,986	16,252,484	16,252,482
Mark-to-market	282,839	282,839	85,061	85,061	144,443	144,443
Subordinated Debt Qualifying as Capital	19,927,078	19,927,078	17,078,207	17,081,383	15,230,196	15,230,196
Funds obtained from the FCO	13,548,547	13,548,547	12,422,046	12,422,046	12,057,581	12,057,581
Funds obtained abroad	292,134	292,134	400,323	400,323	408,810	408,810
Funds obtained from the CDB	4,045,168	4,045,168	4,115,114	4,115,114	2,623,024	2,623,024
Funds raised in Financial Letters	1,053,473	1,053,473	--	--	--	--
Funds raised in Subordinated Notes	987,756	987,756	--	--	--	--
Funds obtained from the debentures	--	--	140,724	143,900	140,781	140,781
Hybrid Capital and Debt Instruments – Level II	829,766	829,766	852,796	852,796	870,877	870,877
Revaluation reserves	6,305	6,304	6,746	6,746	6,968	6,966
Deduction from the PR	(1,293,302)	(2,241)	(826,846)	(1,793)	(917,192)	(132,157)
Financial instruments excluded from the PR	(1,293,302)	(2,241)	(826,846)	(1,793)	(917,192)	(132,157)
RRE - Required Referential Equity Amount	54,046,696	53,078,592	46,758,968	46,288,519	43,647,429	43,239,657
Credit Risk	50,213,367	49,453,464	43,556,535	43,086,086	40,487,414	40,079,642
Market Risk	468,059	468,059	673,909	673,909	631,491	631,491
Operating Risk	3,365,270	3,157,069	2,528,524	2,528,524	2,528,524	2,528,524
Surplus of stockholders' equity: RE – RRE	15,789,120	18,102,902	11,505,467	12,804,120	7,808,572	9,001,992
BIS Ratio: (RE x 100)/ (RRE / 0.11)	14,21	14,75	13,71	14,04	12,97	13,29

(1) Resolution CMN 3.825/2009 revoked with effect from 04/01/2010, the CMN Resolution No. 3.674/2008 allowing Level I add the value of additional provision to the minimum percentage required by CMN Resolution No. 2682/1999.

In the event of successful legal action for compensation in full of accumulated tax losses of income tax and negative basis of social contribution (Note 25.c), there would be a positive effect on the BIS ratio Financial 1.08 percentage points (from 14.75% to 15.83%) and from the economic financial consolidated from 1.04 p.p. (from 14.21% to 15.25%).

g) Fixed asset index

The fixed asset index in relation to RE - Referential Equity is 18.33% (14.55% on 12.31.2009 and 15.31 on 09.30.2009) to the Consolidated Financial and 15.97% (11.37% on 12.31.2009 and 11.73% on 09.30.2009) to the Economic-Financial Consolidated pursuant to CMN Resolution No. 2669/1999. The difference between the Fixed Assets of Consolidated Financial and Economic-Financial results from the inclusion of subsidiaries / affiliates have no financial, high liquidity and low level of restraint, with consequent reduction in Fixed Assets index of Consolidated Financial and Economic.

31 - Other Information

a) New Market

At 5.31.2006, Banco do Brasil signed a contract with the São Paulo Stock Exchange for adhesion to the New Market segment of Bovespa, which assembles a group of companies with the best corporate governance practices in Brazil.

Moreover, Banco do Brasil, its Shareholders, the Officers, and the members of the Audit Committee undertake to resolve all and any dispute or controversy related to the New Market Listing Regulations through the Arbitration Chamber of the BM&FBovespa Market, in conformity with an arbitration clause included in the By-laws of Banco do Brasil.

b) Distribution of Dividends and/or Interest on Own Capital

During a meeting held on 2.24.2010, the Board of Directors approved the setting, for the year 2010, of the payout rate equivalent to the minimum percentage of 40% of net income, fulfilling the policy for payment of dividends and/or interest on own capital on a quarterly basis, pursuant to article 43 of the Bank's By-Laws.

c) Financial Holding Company

On 04.13.2010, the North-American Central Bank - FED (Federal Reserve System) granted Banco do Brasil the status of "Financial Holding Company". The Bank was accorded this status after a minute analysis of major factors determined by the US banking legislation, among which is the Bank's capitalization level and the quality of its management.

This qualification will make it possible for Banco do Brasil, if it is in its interest, to perform banking activities in the US territory, either by itself or through its subsidiaries, under the same conditions as US banks.

d) Investment Funds Administration

Position of investment funds managed by BB Gestão de Recursos - Distribuidora de Títulos e Valores Mobiliários S.A:

	09.30.2010		12.31.2009		09.30.2009	
	Funds/Portfolios	Balance (R$ milions)	Funds/Portfolios	Balance (R$ milions)	Funds/Portfolios	Balance (R$ milions)
Maneged funds	482	350,900	464	306,700	486	302,600
Investment funds	463	338,800	444	296,000	467	290,300
Manged portfolios	19	12,100	20	10,700	19	12,300

e) Funds and Programs

The Bank administrator of the Training Programme Heritage Server Public - Pasep with assets of R$ 1,999,534 thousand (R$ 1,916,461 thousand on 12.31.2009 and R$ 1,846,179 thousand at 09.30.2009), guaranteeing a minimum return equivalent to TJLP.

f) Details of Branches and Subsidiaries Abroad

R$ Thousand

	Branches Abroad			BB-Consolidated Abroad		
	09.30.2010	12.31.2009	09.30.2009	09.30.2010	12.31.2009	09.30.2009
Assets						
- BB Group	22,381,498	18,229,330	16,233,752	15,120,627	13,975,507	13,418,658
- Third parties	32,931,939	32,507,723	27,752,955	39,597,152	33,751,943	29,394,346
Total Assets	55,313,437	50,737,053	43,986,707	54,717,779	47,727,450	42,813,004
Liabilities						
- BB Group	11,207,193	9,112,535	8,151,547	8,646,944	4,146,629	4,906,088
- Third parties	41,395,489	39,066,043	33,137,264	42,372,297	40,072,902	34,244,608
Stockholders' Equity	2,710,755	2,558,475	2,697,896	3,698,538	3,507,919	3,662,308
Total Liabilities	55,313,437	50,737,053	43,986,707	54,717,779	47,727,450	42,813,004

	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009	3Q2010	01.01 to 09.30.2010	01.01 to 09.30.2009
Net income (loss)	(17,356)	(24,575)	(53,255)	14,670	38,529	3,677

g) Consortium funds

R$ Thousand

	09.30.2010	12.31.2009	09.30.2009
Forecast of funds receivable from consortium members	60,760	45,856	42,252
Obligations of the group for contributions	3,804,747	2,383,273	2,056,353
Consortium - goods to granted	3,548,962	2,177,640	1,862,774
(In Units)			
Number of groups managed	211	316	323
Number of active consortium members	173,657	140,860	129,040
Number of goods delivered to consortium winners	14,604	21,450	20,579

h) Assignment of Employees to Outside Agencies

Federal government assignments are regulated by Law No. 10.470/2002 and Decree No. 4.050/2001.

	3Q2010		01.01 to 09.30.2010		01.01 to 09.30.2009	
	Employees assigned (1)	Cost for the period (R$ Thous)	Employees assigned (1)	Cost for the period (R$ Thous)	Employees assigned (1)	Cost for the period (R$ Thous)
With costs for the Bank						
Federal Government	--	--	--	1,258	11	1,964
Labor unions	229	5,911	229	17,388	163	10,999
Other agencies/entities:	5	420	5	1,191	4	958
Without cost to the Bank						
Governos Federal, Estadual e Municipal	--	--	--	--	313	--
Outside agencies (Cassi, FBB, Previ)	739	--	739	--	726	--
Employee entities	75	--	75	--	66	--
Entidades controladas e coligadas	**--**	**--**	**--**	**--**	**314**	**--**
Total	1,048	6,331	1,058	19,837	1,597	13,921

(1) Balance in the period.

i) Remuneration of Employees and Management

Monthly wages paid to employees and Directors of the Banco do Brasil:

R$ Thousand

	09.30.2010	12.31.2009	09.30.2009
Lowest salary	1,600,20	1,416,00	1,374,75
Highest salary	27,140,70	25,247,10	25,247,10
Average salary	4,910,30	4,567,70	4,324,97
Management			
President	44,505,00	41,592,00	41,592,00
Vice-President	40,197,00	37,566,00	37,566,00
Director	34,380,00	32,130,00	32,130,00
Directors			
Council Tax	3,606,85	3,370,80	3,370,80
Board of Directors	3,606,85	3,370,80	3,370,80
Audit Committee - Proprietor	30,942,00	28,917,00	28,917,00
Audit Committee - Alternate	27,847,80	26,025,30	26,025,30

j) Insurance Policy of Assets

Despite the low degree of risk to which their assets are subject, the bank hires for its values and assets, insurance considered adequate to cover potential claims.

Insurance contracted by the Bank in force on 09.30.2010 have value coverage R$ 6,321,738 thousand and mainly cover the following risks:

R$ Thousand

Risks Covered	Covered Securities	Value Award
Property insurance for the assets themselves relevant	6,298,996	2,571
Life insurance and personal accident for the collective Board	700	191
Others	22,042	297

Banco do Brasil S.A.

Independent auditors' report on limited review

Period ended as of September 30, 2010,
December 31, 2009 and
September 30, 2009

Independent auditors' report on limited review

To
The Board of Directors, Shareholders and Management
Banco do Brasil S.A.
Brasília - DF

1. We have conducted a limited review of the balance sheets of Banco do Brasil S.A., individual and consolidated, as of September 30, 2010 and 2009, and of the related statements of income, changes in shareholders' equity, statements of cash flows and of added value for the nine-month period then ended and for the quarter ended as of September 2010, which are the responsibility of its management.

2. Our limited review was carried out in accordance with the specific rules established by the Brazilian Institute of Independent Auditors (IBRACON), and consisted mainly of the performance, involving the ones responsible for the accounting and financial areas, of analytic review procedures of the financial data and of the verification of the criteria adopted in the preparation of the aforementioned financial statements. Considering that our review does not represent an examination in accordance with the accounting practices applicable in Brazil, we are not expressing an opinion on the aforementioned financial statements.

3. Based on our limited reviews, we are not aware of any material changes that should be made in the aforementioned financial statements for them to be in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Central Bank of Brazil.

4. The Bank has recorded in its assets, as of September 30, 2010, the amount of R$15,061 million (R$8,709 million as of September 30, 2009) corresponding to the surplus of PREVI – Employee Benefits (Note 28), which was determined based on criteria established by the Bank's Management, and we considered adequate in the circumstance. These criteria incorporate long-term estimates and assumptions of actuarial and financial nature, as well as the fulfillment of the requirements established in the regulations in force. Therefore, the inaccuracies inherent to the process of using estimates and assumptions may result in differences between the amount recorded and the amount effectively realized.

5. The balance sheet as of December 31, 2009, individual and consolidated, jointly presented herein with the aforementioned financial statements in Paragraph One, was examined by us, on which we issued an unqualified opinion dated February 24, 2010 including emphasis paragraph on the same matter as the one described herein in Paragraph Four.

Brasília, 12 November 2010

KPMG Auditores Independentes
CRC SP-014428/O-6 F-DF

The original version in Portuguese was signed by

Francesco Luigi Celso
Accountant CRC SP-175348/O-5 S-DF

José Claudio Costa
Accountant CRC SP-167720/O-1 S-DF

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