

BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros

The Brazilian Securities, Commodities and Futures Exchange

Quarterly Financial Statements

As of March 31, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Dear Shareholders,

We are pleased to present to you this discussion and analysis of our financial condition and results of operations for the 2011 first quarter.

OPERATING PERFORMANCE

The main operational highlights for the first quarter of 2011 (1Q11) in BM&FBOVESPA markets were the record high in volumes traded on derivatives markets comprising the BM&F segment and growth in volumes traded by the high frequency traders (the "HFT") in equities markets comprising the Bovespa segment.

Compared with the first quarter of 2010, the unprecedented daily average of 2.9 million contracts traded in derivatives represented 32.5% year on year rise in average volume in the quarter to March 2011, driven mainly by very active trading in Brazilian-interest rate futures contracts, which in turn was spurred by increased credit availability and volatility correlated with market expectations about the Central Bank's decisions on the size of the benchmark Selic base interest rate. However, this movement was partially counterbalanced by a 28.4% tumble in volumes traded in FX contracts, customarily the second most actively traded type of contract but less in demand over the quarter due mainly to scaled down volatility in the Brazilian real to U.S. dollar exchange rate.

Average daily traded value in the Bovespa segment in the quarter to March 2011 rose 2.1% from the same period one year ago, highlighting the climb in high frequency order flow. Turnover velocity[1] for the quarter however dropped to 62.1% from 64.7% in the prior year quarter, prompted mainly by thinner retail investor trading and uncertainties about the Brazilian government's macro-prudential measures designed to curb inflation and halt appreciation of the Brazilian real against the U.S. dollar.

Set forth below is a discussion and analysis of our operating performance.

Bovespa segment

Average daily traded value rose 2.1% from the year-ago quarter influenced mainly by 8.7% climb in average market capitalization, partially dampened however by a decline in the turnover velocity, whereas having dropped slight 0.9% from the prior quarter (4Q10).

Among the different markets comprising the Bovespa segment, it is worth noting the 14.4% slump in average daily value traded in options on stocks and stock indices, which correlates primarily with lower demand from retail investors, who customarily account for average 60% of the options market volume.

The average daily number of trades surged to 500.4 thousand in 1T11, climbing 23.1% from the prior year quarter and 6.8% quarter on quarter, showing more trading activity across the segment. It is important to highlight that the capacity within the Bovespa segment went to 3 million daily trades.

[1] Turnover velocity for the quarter is defined as the ratio of annualized turnover (value) of stocks traded over a three-month period on the cash market to average market capitalization for the same period.

Average Daily Value Traded (ADTV) *(In R$ millions)*

Relevant market	1Q11	1Q10	1Q11/1Q10 (%)	4Q10	1Q11/4Q10 (%)
Stocks and equity derivatives	6,734.9	6,598.2	2.1%	6,792.5	-0.8%
Stock market	6,290.7	6,110.1	3.0%	6,366.5	-1.2%
Equity derivatives	444.2	488.1	-9.0%	426.0	4.3%
Forward market	161.6	157.9	2.3%	165.9	-2.6%
Options market (stocks / indexes)	282.6	330.2	-14.4%	260.0	8.7%
Fixed-income and other	0.5	1.4	-62.0%	1.4	-64.2%
Total	**6,735.4**	**6,599.6**	2.1%	**6,793.9**	-0.9%

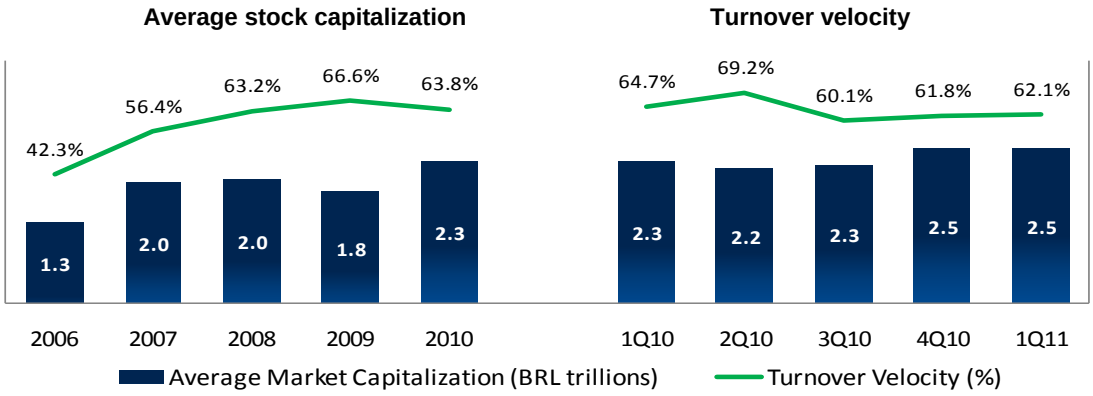
Source: BM&FBOVESPA.

Average Daily Number of Trades

Relevant market	1Q11	1Q10	1Q11/1Q10 (%)	4Q10	1Q11/4Q10 (%)
Stocks and equity derivatives	500,391	406,420	23.1%	468,396	6.8%
Stock market	409,150	326,660	25.3%	385,942	6.0%
Equity derivatives	91,241	79,761	14.4%	82,454	10.7%
Forward market	1,433	1,923	-25.5%	1,491	-3.9%
Options market (stocks / indexes)	89,809	77,838	15.4%	80,963	10.9%
Fixed-income and other	13	10	24.5%	12	8.1%
Total	**500,404**	**406,431**	**23.1%**	**468,408**	**6.8%**

Source: BM&FBOVESPA.

Average market capitalization[2] for the quarter was up 8.7% from the year-before quarter primarily due to multiple primary market offerings over the course of 2010 and in the quarter to March 2011, in particular the offering conducted by Petrobras. However, the average Bovespa Index, or Ibovespa, the main index of the Brazilian stock market, used as a benchmark for the market as a whole, kept a virtually flat line having decreased 0.2% year-over-year.



Source: BM&FBOVESPA.

Based on a three-month average, turnover velocity for the quarter to March dropped to 62.1% versus 64.7% in the year-ago quarter but still up when compared to 61.8% in the previous quarter. This year-over-year decline was due mainly to thinner value traded by retail investors (down to R$1.5 billion from R$2.1 billion in the earlier year quarter).

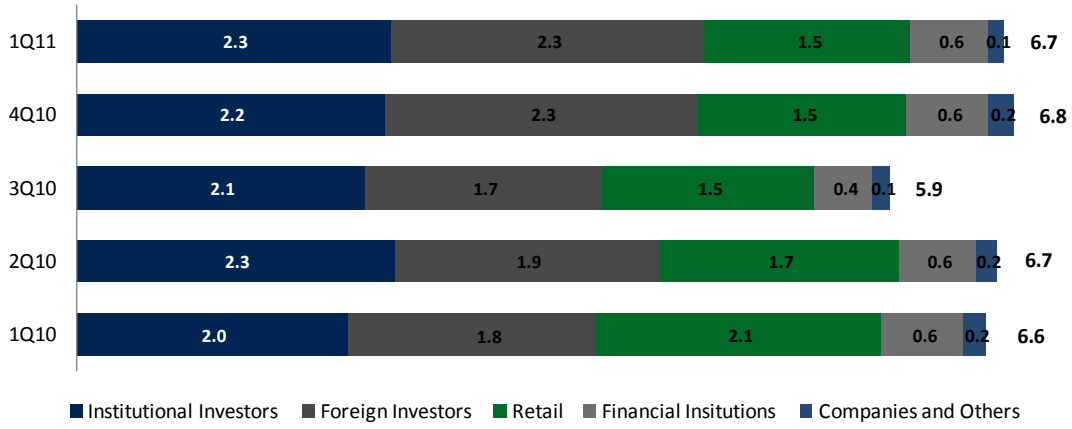
[2] *Stock market capitalization* is a measure of the size of the stock market correlated with total market capitalization of all listed issuers, equal to stock price times the number of shares outstanding of each listed issuer (Bovespa segment).

This decrease in turnover velocity was further influenced by market expectations and uncertainties about the Brazilian government's macro-prudential measures implemented in an attempt at curbing the inflationary trend and arresting the Brazilian currency appreciation against the U.S. dollar.

This landscape negatively affected market sentiment, in particular amongst foreign investors, leading to a decrease in secondary market trading volumes for the quarter. Moreover, taking into account the share of gross proceeds from offerings contributed by foreign investors, the quarterly net flow of foreign investments hit R$1.1 billion plummeting 75.1% from the year-ago quarter and 84.7% from the prior quarter.

Allocation of average daily value traded by investor category

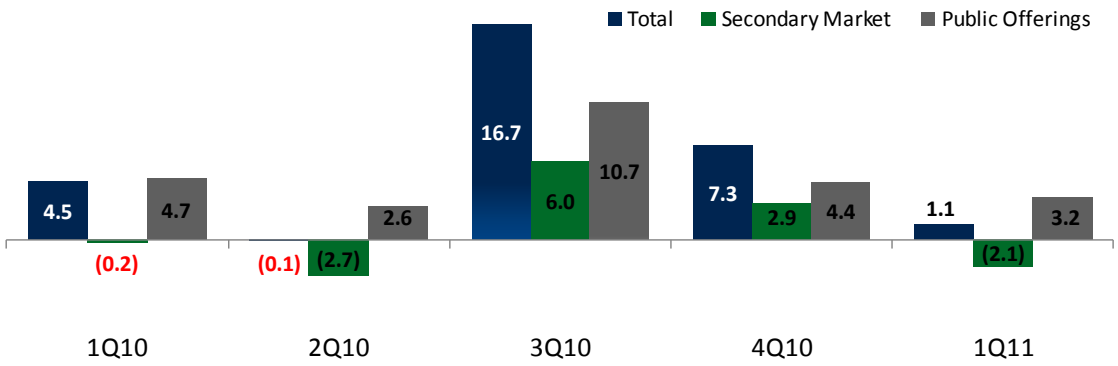
(In R$ billions)



Source: BM&FBOVESPA.

Net flow of foreign investments into the equities markets

(In R$ billions)



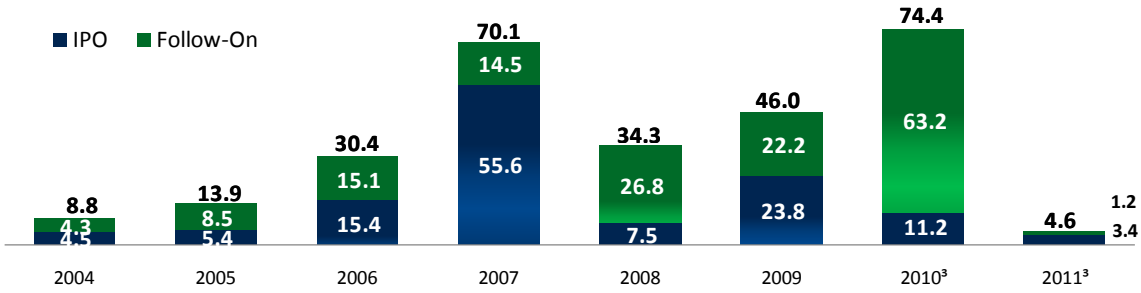
Source: BM&FBOVESPA.

Accordingly, the investor category that accounted for the largest quarterly share of the overall average daily traded value on equities markets were domestic institutional investors, with a 33.9% share, followed by foreign investors, with share of 33.7%, and retail investors, who accounted for a 22.3% share of the total average.

Nine equity offerings carried out over the quarter (five IPOs, four follow-on offerings) amassed proceeds totaling R$4.6 billion.

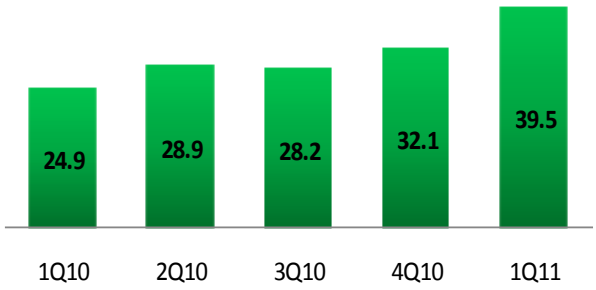
Equity offerings[3]

(In R$ billions)



Source: BM&FBOVESPA.

ETFs - ADTV (BRL million)

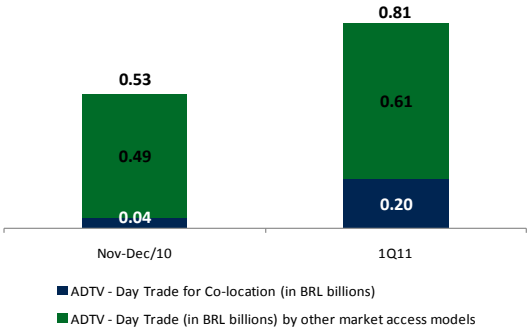


Source: BM&FBOVESPA.

There are currently eight exchange-traded index funds listed to trade on our stock market. Dealings in these Index ETFs over the first quarter presented average daily value of R$39.5 million, soaring 59% from the year-ago quarter, 23% from the prior quarter. This performance set a fresh record high for this market niche.

Dealings by high frequency traders on markets within the Bovespa segment over the first quarter hit average daily value of R$810 million and accounted for 6.1% of the overall average daily traded value for the segment. This performance translates into a 52.0% upsurge in high frequency trading value as compared to the months of November and December 2010, when we introduced our new pricing policy for high frequency traders.

HFT average daily value traded via co-location (BRL billions)



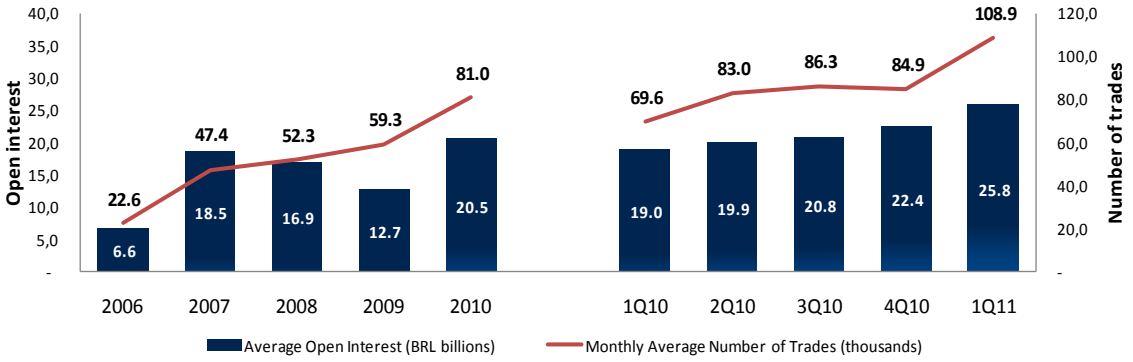
Source: BM&FBOVESPA.

Average daily traded value on the basis of co-location arrangements totaled R$200.0 million and accounted for 1.5% of the overall value traded within the Bovespa segment over the quarter. The colocation is the type of Direct Market Access most used by HFTs, as for its performance and the low latency it offers.

[3] Data on proceeds from the 2010 Petrobras offering do not include the R$74.8 billion oil reserves assignment the Brazilian government and Petrobras have agreed in connection with the issue. 1Q11 data computed through to end of March 2011.

Securities lending - The value of open positions in the Securities Lending market (the "BTC") at the end of March 2011 hit R$25.8 billion, a 35.7% year-over-year rise and 15.0% climb from December 2010, due primarily to overall more active trading coupled with uncertainties and expectations about the direction and behavior of market prices.

Bovespa segment – Securities lending



Source: BM&FBOVESPA.

BM&F segment

Average daily trading volume for the quarter climbed 16.8% from the prior year quarter, reaching record high volume for the BM&F Segment, due mainly to a 32.5% year-over-year rise in Brazilian-interest rate futures contracts traded in the quarter, followed by a 63.8% surge in volume traded in U.S. dollar interest rate contract.

In turn, this climb in volume traded in Brazilian-interest rate contracts was spurred primarily by increased credit availability and volatility correlated with market expectations about the Central Bank's decisions on the size of the benchmark Selic base interest rate, which has been raised twice in 2011 (each time by 0.5 percentage point).

ADTV for the BM&F Segment *(In thousands of contracts)*

	1Q11	1Q10	1Q11/1Q10 (%)	4Q10	1Q11/4Q10 (%)
BRL interest rate contracts	2,127.0	1,605.8	32.5%	1,832.6	16.1%
FX contracts	422.0	589.8	-28.4%	490.6	-14.0%
Index-based contracts	87.7	85.2	3.0%	88.8	-1.2%
USD interest rate contracts	127.5	77.9	63.8%	100.3	27.1%
Commodities derivatives	10.3	11.5	-10.8%	14.9	-31.2%
Mini-sized contracts	76.7	68.2	12.5%	78.0	-1.6%
OTC derivatives	14.5	15.3	-5.4%	11.3	27.9%
Total	**2,865.8**	**2,453.6**	**16.8%**	**2,616.5**	**9.5%**

Source: BM&FBOVESPA.

However, BM&F segment has watched a slump in volume traded in FX contracts, which was due mainly to a significant drop in the volatility of the foreign exchange rate, particularly when compared to the year-ago quarter.

Volatility of the Brazilian real to U.S. dollar tax rate



Source: BM&FBOVESPA.

The quarterly average rate per contract ("RPC") for BM&F segment dropped 7.6% from the prior year quarter, primarily due

- to a change in the mix of derivatives more actively traded, as the higher volume traded in interest in BRL rate futures, (for which we charge lower than the average fee rates) and the slump in volume of trading in forex contracts, for which we charge higher than average fee rates. For a comparison, while the share of overall trading volume attributable to interest rate contracts traded in 1Q11 went up to 74.2% versus 65.4% in the year before quarter, the share attributable to trading in FX contracts dropped to 14.7% in the quarter versus 24.0% one year ago; and
- to a 9.5% decline in average RPC per interest rate in USD contract, resulting mainly from a 7.4% appreciation of Brazilian currency from the year-before quarter (based on the Brazilian real to U.S. dollar exchange rate at the end of the quarters to March 2011 and 2010) and from a build-up in short-term contracts traded, for which we charge lower fee rates.

Evolution of Rate per contract (RPC) - BM&F Segment *(In Brazilian reais)*

	1Q11	1Q10	1Q11/1Q10 (%)	4Q10	1Q11/4Q10 (%)
BRL interest rate contracts	0.843	0.838	0.6%	0.860	-2.0%
FX contracts	2.016	1.929	4.5%	1.978	1.9%
Index-based contracts	1.639	1.527	7.3%	1.719	-4.6%
USD interest rate contracts	1.102	1.218	-9.5%	1.134	-2.8%
Commodities derivatives	2.016	1.878	7.4%	2.416	-16.6%
Mini-sized contracts	0.142	0.134	6.1%	0.126	12.2%
OTC derivatives	1.393	1.526	-8.7%	1.462	-4.7%
Total	**1.040**	**1.126**	**-7.6%**	**1.099**	**-5.4%**

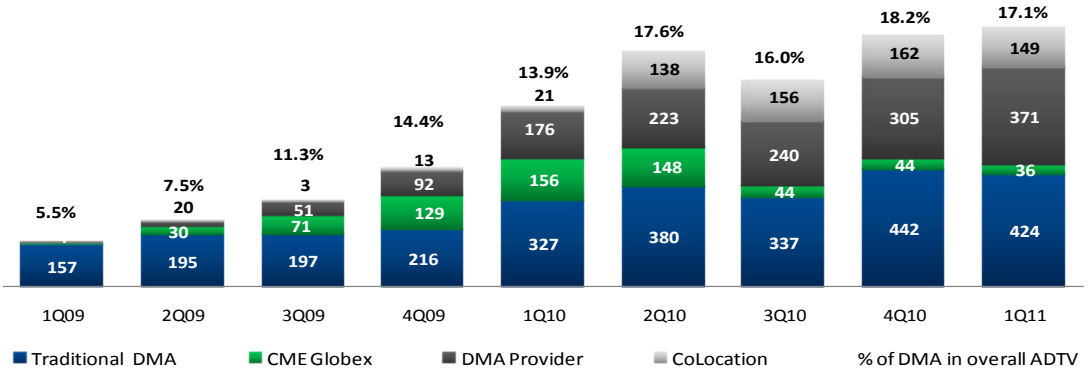
Source: BM&FBOVESPA.

Evolution of Direct Market Access ("DMA") and High Frequency Trading ("HFT") – The volume of trading through any of our DMA connection offerings totaled 17.1%[4] of the overall average

4 In calculating the ratio of volume to DMA connection model we take into account both the buy and sell sides of the trade (a division of total results by 2).

volume traded for the quarter in the BM&F Segment. Traditional DMA is the model most often used by traders in general. Besides, DMA via Provider is the model that has presented the highest growth rate over the last few months.

ADTV per DMA model (buy and sell sides of the trade) *(In thousands of contracts)*



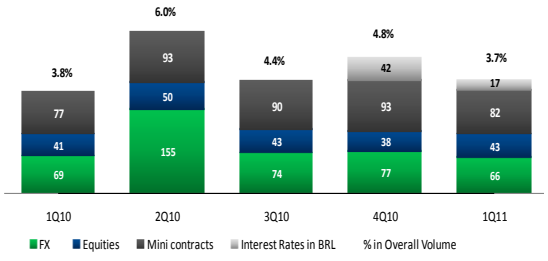
Source: BM&FBOVESPA.

Co-location arrangements (the "DMA via Co-location") recently are another highlight in terms of DMA growth. First quarter business directed to us through this connection model hit average daily trading volume of 149 thousand contracts (purchases and sell sides) and accounted for 2.6% of the overall volume for the quarter.

The average daily volume of high frequency trading totaled 208 thousand contracts (purchase and sell sides) accounted for 3.7% of the overall volume for the quarter in the BM&F segment.

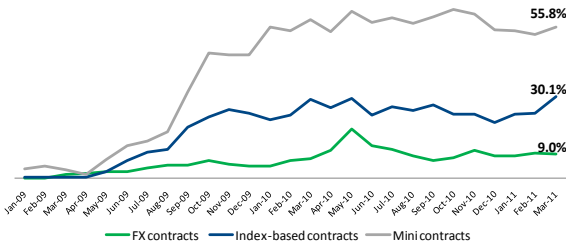
As compared to the prior quarter, the drop in volume of high frequency trading was due mainly to declines in volumes traded in FX contracts and mini-sized contracts, which in turn is attributable mainly to scaled down volatility, a scenario against which high frequency trading typically has less opportunities to thrive.

High frequency ADTV (buy and sell sides) *(In thousands of contracts)*



Source: BM&FBOVESPA.

Evolution of high frequency trading volumes by type of contract traded within the BM&F segment

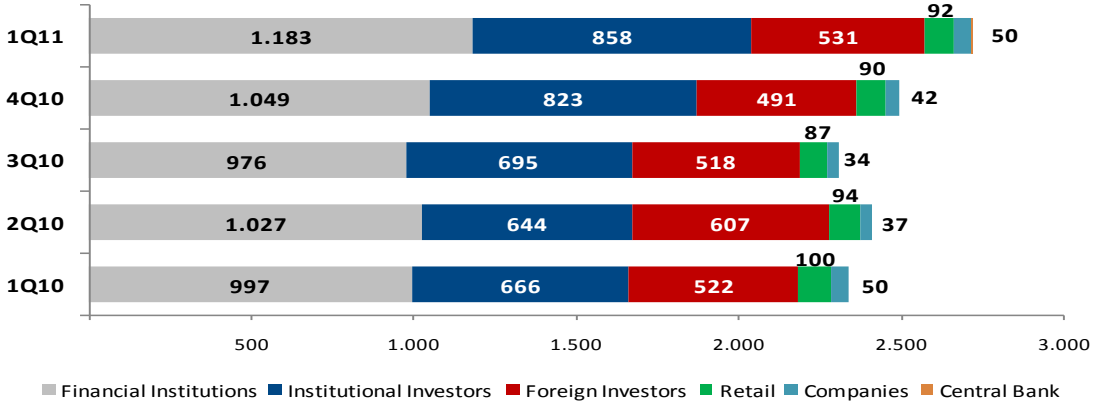


The above charts also show HFT volume traded in each of the types of contracts, where these investors accounted to 30.1% and 55.8% of index-based contracts and mini-sized contracts volumes, respectively, in March 2011. However, this tends to drive the average RPC down both because these are mostly intraday trades from which we derive lower fee rates and because of discounts we grant to high frequency traders.

In terms of share of overall volume traded by type of investor, volumes attributable to financial institutions accounted for 44.0% of the overall quarterly volume versus 42.0% in the previous quarter, due mainly to increased trading activity in Brazilian-interest rate contracts, which are typically very actively traded by financial institutions.

Allocation of average daily trading volume (ADTV) by investor category

(In thousands of contracts)



Source: BM&FBOVESPA.

DISCUSSION AND ANALYSIS OF CONSOLIDATED FINANCIAL PERFORMANCE

Revenues

1Q11 gross operating revenues rose 2.6% from the same quarter in the prior year due primarily to the surge in volume traded in derivatives within the BM&F segment.

- Revenues of R$251.7 million from trading and settlement activities within the Bovespa segment dropped 1.9% from the year-ago quarter and accounted for 47.9% of total gross operating revenues. This decline in revenues is due to a lower basis points margin for the segment down to 6.01 bps from 6.35 bps in the same quarter one year earlier, as a result of the change in the mix of investors most actively trading (growth in the participation of domestic institutional investors) and growth in high frequency trading, for which we charge discounted fee rates.

- Revenues of R$186.7 million from trading and settlement activities within the BM&F segment accounted for 35.5% of total gross operating revenues and increased 9.7% from the prior year quarter. This rise is due primarily to a 16.8% year-on surge in first-quarter volume traded in derivatives, which however was not fully captured as revenue because of a 7.6% drop in average RPC, attributable to a change in the mix of derivatives more actively traded, with higher volume traded in Brazilian-interest rate futures contracts and a slump in volume of trading in FX contracts.

Significant other operating revenues derived from business lines unrelated to trading and settlement amounted to R$87.1 million (16.6% of the overall revenues) in the 1Q11, an increase of 2.1% year-over-year. The most relevant lines of business not related to trading / settlement were

- Securities lending. Revenues of R$15.4 million accounted for 2.9% of overall gross operating revenues, and were up 46.4% from the same quarter one year ago mainly because of the

higher volume of lending services required in connection with open interest positions, whose overall financial value rose 35.7% from the same quarter one year earlier.

- Market data sales (Vendors). Revenues of R$16.2 million accounted for 3.1% of the total, down 17.3% from the prior-year first quarter. This drop is explained mainly by the following factors:
  - Started from August 2010, the implementation of a market data pricing policy designed to encourage investors to access market data online through the Home Broker system, as part of our efforts to widen trading by this type of investor; and
  - The exchange rate for the Brazilian real appreciated 7.4% against the U.S. dollar from the first quarter one year ago, negatively affecting our revenues from sales to foreign customers, which account for approximately one third of overall revenues from market data sales.
- Depository and Custody services. Revenues of R$22.1 million accounted for 4.2% of the total, a 5.8% rise from the same quarter in the previous year. Revenues from services as central securities depository climbed to R$17.7 million from R$16.2 million in the year-ago quarter, due mainly to increases of 8.2% in average number of custody accounts and 9.4% in average financial value of assets held in custody (not including ADRs and stocks held in custody for foreign investors).

Operating Expenses

First quarter operating expenses totaled R$188.7 million, a 41.0% climb from the year-before quarter correlated mainly with increase in number of employees, escalation in IT activities and financial education campaigning, in addition to a climb in accounting expenses (i.e., expenses with depreciation and the stock options plan) with no impact on cash flow. The main changes in line items under operating expenses are:

- Personnel. Personnel expenses of R$97.5 million were up 52.9% from the year-ago quarter, as a result mainly of
  - a 28.3% increase in headcount, in particular hirings in the business development and technology departments, in line with our growth strategy.
  - the August 2010 salary increase required under the existing collective bargaining agreement, which represented a 6% increase in payroll;
  - the impact of a rise in expenses with the stock options plan, on the order of R$24.5 million (versus R$9.0 million in the prior year quarter), correlated with adoption of a new stock options plan issued in January 2011, once in 2010 there was no new program granted. Considering this new program is divided in four annual vestings and the possibility of exercise of the first vesting was granted immediately (as of the granting date), there is a concentration of the amount recognized as expenses in the 1Q11, what will not be repeated in the remaining quarters of 2011; and
  - As adjusted to eliminate the expenses with stock options plan, the 'Personnel' line item would amount to R$72.9 million, up 33.2% from the prior year quarter, reflecting the growth in the average headcount.

In BRL millions	1Q11	1Q10	1Q11/1Q10 (%)
Personnel expenses	97.5	63.7	*52.9%*
(-) *stock options expenses*	24.5	9.0	*172.7%*
Adjusted personnel expenses	72.9	54.7	*33.2%*

- Data processing. Data processing expenses for the quarter were up 10.5% from the year-ago quarter due mainly to increase in expenses with our new backup data center, which started to operate by mid-2010, and with the expansion of our telecommunications infrastructure, as part of the project to increase external connection capacity and overall throughput capabilities.
- Marketing and promotion. This expense line totaled R$13.4 million, soaring 151.3% from the same quarter in the prior year, as a result mainly of the costs to bolster our financial education programs and market popularization campaigns, in line with our strategy to educate and attract future generation retail investors and to boost the domestic capital markets.

Net interest income

Net interest income for the first quarter of 2011 amounted to R$63.2 million, down 4.7% from the year-ago quarter, mainly due to the increase in the interest expenses to R$18.4 million from R$1.2 million in the prior year quarter, and correlate with interest payable under the global senior notes sold in a bond offering completed in July 2010, which funds were invested in the increase of the shareholding of BM&FBOVESPA in the CME Group. On the other hand, quarterly interest revenues climbed 20,8% year over year, due mainly to heightened interest rates.

Income tax and social contribution on net income

The line item 'income tax and social contribution' totaled R$112.9 million, where R$111.2 million have been deferred as follows:

- Recognition of deferred tax liabilities of R$124.1 million related to temporary differences from amortization of goodwill for tax purposes in the quarter, with no impact on cash flow;
- Recognition of tax credits amounting to R$12.8 million, related to tax losses and the negative tax base (derived mainly from payment of interest on shareholders' equity; and
- Recognition of R$0.1 million related to other temporary provisions, as set forth in the table below.

In BRL millions	1Q11
(-) Deferred tax liabilities	-124.1
(+) Reversal of tax credits	12.8
(+) Deferred tax assets related to temporary provisions	0.1
Deferred income tax and social contribution	**-111.2**

EBITDA and net income

EBITDA totaling R$308.1 million shed 8.3% from the year-ago quarter, as a consequence of the changes in the income and expenses explained before. EBITDA margin was down to 65.2% from 73.0% in the same quarter one year earlier. However, EBITDA has been influenced by recognition of increased expenses with our revised and amended stock options plan. As

adjusted to eliminate these expenses, EBITDA would equal R$332.6 million, (down 3.6% from EBITDA for the prior year quarter, as equally adjusted), whereas EBITDA margin would hit 70.4% (versus 69,6% in 2010).

Net income for the quarter totaled R$270.8 million, down 4.8% from the same quarter one year earlier. The drop in the net income is also related to the changes mentioned above and to the net share of gain from investment in associate (equity method applied), which totaled R$37.5 million in the 1Q11, which didn't happen in 1Q10.

In BRL millions	1Q11	1Q10	1Q11/1Q10 (%)
	(in R$ millions)		
GAAP net income	**270,756**	**284,467**	**-4.8%**
- Minority interest	537	-252	-313.1%
- Income tax and social contribution	112,884	108,805	3.7%
- Interest income, net	-63,193)	-66,307	-4.7%
- Depreciation and amortization	22,294	9,302	139.7%
- Share of net profit (loss) of the associate (equity-method investment)	-37,541	-	-
- Tax on dividends from CME Group	2,323	-	-
EBITDA	**308,060**	**336,015**	**-8.3%**
EBITDA Margin	*65.2%*	*73.0%*	-7.7 pp

Main line items of the consolidated balance sheet statement at March 31, 2011

Assets

Total assets

At March 31, 2011, we had total consolidated assets registered at R$24,032.3 million, a 6.2% rise from assets totaling R$22,634.0 million at December 31, 2010.

Cash and cash equivalents and financial investments

Cash and cash equivalents plus short and long-term financial investments totaled R$4,808.9 million and accounted for 20.0% of total assets. This amount includes mainly third-party collaterals pledged to our clearing facilities in the amount of R$2,418.1 million and R$459.7 million in restricted funds, meaning own financial resources tied to our clearing safeguards' structure. Unrestricted funds recognized as cash and cash equivalents plus short and long-term financial investments at the quarter's end totaled R$1,668.2 billion (not including R$262.8 million in financial resources of the subsidiaries).

Noncurrent assets

Noncurrent assets totaled R$20,252.5 million, including R$1,397.0 million in long-term receivables (which in turn includes long-term financial investments), R$2,265.1 million in investments, R$361.1 million in property and equipment and R$16,229.3 million in intangible assets.

Intangible assets comprise primarily goodwill attributable to expected future profitability related to the acquisition of Bovespa Holding. Goodwill was tested for impairment in December 2010. The test was based on a valuation report prepared by a specialist firm and has not resulted in

the any need to adjust the carrying value of goodwill. Additionally, Management has not identified at this time any internal or external factors which would change the December 2010 findings verifying absence of impairment requiring adjustments to the carrying value of goodwill.

Liabilities and shareholders' equity

Current liabilities

Current liabilities amounting to R$2,751.1 million accounted for 11.4% of total liabilities at the end of the quarter to March 2011 was up 94.3% from R$1,416.2 million at the end of the quarter to December 2010, when it accounted for 6.3% of total liabilities. This rise is due primarily to the higher amount of cash collateral pledged by market participants, which increased to R$2,373.9 million from R$954.6 million in the earlier quarter.

Noncurrent liabilities

Noncurrent liabilities at the end of the quarter amounted to R$1,906.4 million and consist of:

- Financing related to our bond offering completed on July 16, 2010, whereby we implemented a 10-year bond issuance in the aggregate principal amount of US$612 million, with earning interest at 5.50% per annum, and maturing July 16, 2020. The outstanding balance of the issuance of the Bonds, as of March 31, 2011 was R$986.8 million.
- Deferred tax liabilities (income tax and social contribution on net income) amounting to R$858.1 million.

Shareholders' equity

Shareholders' equity totaled R$19,374.8 million, down 0.2% from the prior quarter, and substantially comprising capital stock of R$2,540.2 million and capital reserve of R$16,677.6 million.

Capex – capital expenditures

Investments on the order of R$29.3 million were capitalized in the quarter to March 2011, wherein R$21.8 million invested in technology and R$7.5 million in other projects (including projects related to assets as our facilities and equipment).

OTHER INFORMATION

Earnings Distribution

Dated May 12, 2011, our board of directors approved distributions of interest on shareholders' equity and dividends in the amounts of R$100 million and R$66.6 million, respectively, for payment to shareholders of record as of July 05th, 2011, based on the ownership structure at the book prevailing as of June 21st, 2011.

Share buyback program

Share repurchases implemented through to March 31, 2011, within the scope of our August 2010 buyback program (extended pursuant to a board decision dated December 16, 2010) had totaled 50,570,000 shares and average repurchase price per share of R$13.09. Moreover,

repurchases over the quarter to March 2011 totaled an aggregate of 18,620,000 shares and average price per share of R$12.23.

The table below sets forth data on repurchases within the scope of our share buyback program.

Periods	Number of Shares	Average repurchase price (BRL)	Total (BRL)
2010	31,950,000	13.60	434,531,155
2011	18,620,000	12.23	227,653,403
Total	**50,570,000**	**13.09**	**662,184,558**

To date, since April, we have repurchased 2,500,000 additional shares at average price of R$11.69 per share.

Our share buyback program allows for the repurchase through to June 30, 2011, of an aggregate up to 60 million common shares, representing approximately 3.03% of the free float.

Central counterparty risk – Risk management

Transactions carried out on markets BM&FBOVESPA operates are secured by collateral pledged by market participants in the form of cash, government bonds and corporate debt securities, bank letters of guarantee and stocks, among other eligible collaterals. As of March 31, 2011, the aggregate of pledged collaterals totaled R$162.2 billion, 73% of which represented by government bonds and cash collateral.

Clearing houses *(in BRL billions)*	March 31, 2011	December 31, 2010	September 30, 2010	June 30 2010	March 31, 2010
Derivatives	94.3	87.5	83.2	75.8	76.9
Forex	7.0	3.9	5.2	4.3	3.8
Bonds	1.0	0.9	0.7	0.8	0.8
Equities(CBLC)	59.9	50.7	46.4	39.8	41.7
TOTAL	**162.2**	**143.1**	**135.6**	**120.7**	**123.2**

The rise in collaterals pledged to our clearing houses over the quarter to March 2011 correlates primarily with collateral for stock trades which climbed to R$59.9 billion from R$50.7 billion in December 31, 2010, and with margin and collaterals for transactions in derivatives, which increased to R$94.3 billion from R$87.5 billion in December 31, 2010, due to the surge in volumes traded and open positions registered at our clearinghouses.

Operational Risks

The management and the monitoring of the operational and corporate risks of the Company are performed by the internal Audit and by the newly created Corporate Risks Office. The joint performance of both areas enables the identification, management, monitoring and incessant business inherent risks' evaluation, including business processes, information technology, strategic movements and internal systems of BM&FBOVESPA.

The strengthening of this operational risks management and monitoring structure are in line with the Company's strategy of providing its markets participants with excellent services and with the required safety in operations performed in the markets it manages.

OTHER HIGHLIGHTS

New pricing policy

We have introduced some changes to our pricing policy over the quarter, which are substantially designed to drive volume growth in the medium and long-term, as set forth below:

- Rate discounts for high frequency trading within both Bovespa and BM&F segments: on January 3, 2011, we implemented the second stage of our pricing policy for high frequency trading, designed to allow traders to consolidate all their positions regardless of the identity of their intermediary brokers and clearing brokers. The first stage of this policy has been in effect since November 1, 2010, to grant high frequency traders holding what we call HFT registration accounts progressive discounts based on intraday trading volume bands.
- Order entry and other fees charged within Bovespa segment. Recently, in April, we introduced a 33% reduction in the fee charged by offer (ask) entered in our systems in excess of a threshold determined by the higher of the orders-per-trade cap (now 10 per-trade, from 8 per-trade previously) and the intermediary broker's licensed monthly limit quota. Moreover, we adopted average 25% cuts in the prices for quotas across the range of offers-by-minute bands, in addition to average 25% cuts in monthly fees charged per module of the Sinacor (integrated system for broker's management of back, middle and front-office activities) and average 50% reduction in charges for connection to the BM&FBOVESPA Communications Network, or RCB. These novel changes have been introduced in the sequence of changes announced in August 2010, as part of our continuing initiative to facilitate access to our markets, and have no material impact on the Company's total revenues.

Cross-listing of derivatives between BM&FBOVESPA and the CME Group: BM&FBOVESPA, together with the CME, is developing a project for cross-listing of futures contracts (beginning with IBOVESPA futures, cash-settled soybean futures contract and mini S&P 500 futures contract and more will come in the future).

Market maker for options: BM&FBOVESPA announced the kick-off of the competitive bidding process to select equity options market makers for stocks in ten companies and in the Ibovespa.

Growth in ETFs: although still nascent in the Brazilian market, the trading of ETFs continues to show growth, with average daily trading volume reaching R$39.5 million, up 59% from 1Q10. BM&FBOVESPA continues to roll out new ETFs (for example, the new ETF that was developed to track BM&FBOVESPA's, IFCN, was authorized for trading starting in April), bringing the number of ETFs launched in the market to eight, all of them already being traded. Furthermore, five new indices have been developed: the Corporate Governance Index Trade (IGCT), Brazil Broad-Based Index (IBrA), Dividend Index (IDIV), Basic Materials Index (IMAT) and Public Utilities Index (UTIL), which will be the basis for new ETFs in the future.

Launch of additional Unsponsored Level 1 Brazilian Depository Receipts (BDRs): Tenders for 20 new BDR programs were concluded in 1Q11, and the bidding process for the listing of ten additional programs was launched in early April. In addition to the launch of these new BDR programs, the CVM (Brazilian Securities Commission) is allowing a broader range of investors to trade the Unsponsored Level 1 BDRs.

Commodities: New products launched for trading on the derivatives markets include cash-settled soybean futures contracts, in addition to put and call options on cash-settled soybean futures. These contracts should facilitate transactions to hedge price volatility.

Technology developments

Our aim is to offer prime information technology resources and services to customer market participants and investors. The main projects contemplated in our capital expenditure budget are briefly discussed below.

New trading platform

Consistent with our partnership agreement with the CME Group, last year we started the joint development of a multi-asset class trading platform. The development work has been ongoing and the project is set for phased implementation starting with the derivatives segment at the end of the second quarter of 2011, the module for which is currently being tested.

New data centers

Over the quarter we continued to implement the project for the building of two new data centers. Construction of our new primary data center is set to start this year and the basic design is in its execution final step. The beginning of the building is scheduled for the second semester of 2011, and its completion is scheduled for the second half of 2012. In addition, in June 2010 we agreed the lease of a hosting facility for our new backup data center, where we are currently in the process of moving machines and equipment previously located at our existing facilities.

INDEPENDENT AUDITORS

Our Company and subsidiaries have retained PricewaterhouseCoopers to audit the financial statements.

The policy that governs the engagement of external audit services by us and our subsidiaries is based on internationally accepted accounting principles, which preserve service independence and include the following practices: (i) the auditors cannot hold executive or managerial positions in the Company or its subsidiaries; (ii) the auditors cannot perform operating activities in the Company or its subsidiaries which could compromise the auditing function; and (iii) the auditors must be impartial in order to avoid conflicts of interest and loss of independence, and must be objective in their opinions and reports about the financial statements.

In the quarter to March 2011 the independent auditors and their related parties have provided no audit-unrelated services to us.

(A free translation of the original in Portuguese)

BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros

Quarterly Information (ITR) at March 31, 2011 and Report on Review of Quarterly Information

(A free translation of the original in Portuguese)

Report on Review of Quarterly Information

To the Board of Directors and Shareholders
BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros, included in the Quarterly Information (ITR) Form for the quarter ended March 31, 2011, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with accounting standard CPC 21 and International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion on the parent company interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the Brazilian Securities Commission (CVM).

Conclusion on the consolidated interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the Brazilian Securities Commission (CVM).

Other matters

Interim statements of value added

We have also reviewed the parent company and consolidated interim statements of value added for the quarter ended March 31, 2011, which are required to be presented in accordance with standards issued by the Brazilian Securities Commission (CVM) applicable to the preparation of Quarterly Information (ITR), and are considered supplementary information under IFRS, which does not require the presentation of the statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been prepared, in all material respects, in relation to the parent company and consolidated interim accounting information taken as a whole.

São Paulo, May 12, 2011

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Edison Arisa Pereira
Contador CRC 1SP127241/O-0

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Balance Sheet

at March 31, 2011 and December 31, 2010

(In thousands of reais) (A free translation of the original in Portuguese)

		BM&FBOVESPA		Consolidated	
Assets	**Notes**	**03/31/2011**	**12/31/2010**	**03/31/2011**	**12/31/2010**
Current assets		4.447.249	3.010.770	3.779.796	2.547.589
Cash and cash equivalents	4 (a)	1.539.809	103.148	1.542.301	104.017
Financial investments	4 (b)	2.704.039	2.731.324	2.031.429	2.264.408
Accounts receivable	5	65.946	50.052	67.326	51.399
Other receivables	6	12.835	12.253	13.029	12.917
Taxes recoverable and prepaid		115.092	104.997	116.149	105.843
Prepaid expenses		9.528	8.996	9.562	9.005
Non-current		19.379.681	19.410.211	20.252.482	20.086.386
Long-term receivables		461.382	478.878	1.396.972	1.216.812
Financial investments	4 (b)	302.227	331.676	1.235.124	1.066.920
Other receivables - net	6	626	626	2.826	2.827
Deferred income tax and social contribution	19	61.773	54.687	61.773	54.687
Judicial deposits	14 (g)	96.756	91.889	97.249	92.378
Investments		2.332.573	2.353.046	2.265.098	2.286.537
Interest in afiliates	7 (a)	2.227.264	2.248.325	2.227.264	2.248.325
Interest in subsidiaries	7 (a)	105.309	104.721	-	-
Investment property	7 (b)	-	-	37.834	38.212
Property and equipment	8	356.399	362.400	361.071	367.134
Intangible assets	9	16.229.327	16.215.887	16.229.341	16.215.903
Goodwill		16.064.309	16.064.309	16.064.309	16.064.309
Software and projects		165.018	151.578	165.032	151.594
Total assets		23.826.930	22.420.981	24.032.278	22.633.975

The accompanying notes are an integral part of this Financial Statements.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Balance Sheet

at March 31, 2011 and December 31, 2010

(In thousands of reais) (A free translation of the original in Portuguese)

Liabilities and shareholders' equity	Notes	BM&FBOVESPA 03/31/2011	BM&FBOVESPA 12/31/2010	Consolidated 03/31/2011	Consolidated 12/31/2010
Current		2.566.787 #	1.220.283	2.751.091	1.416.204
Collateral for transactions	17	2.373.947	954.605	2.373.947	954.605
Earnings and rights on securities in custody	10	35.107	34.791	35.107	34.791
Suppliers		16.473	80.775	16.366	80.828
Salaries and social charges		48.191	63.177	48.850	64.351
Provision for taxes and contributions payable	11	22.481	23.683	22.790	23.981
Income tax and social contribution		-	2.586	1.919	5.576
Interest payable on debt issued abroad and loans	12	14.168	33.154	14.168	33.154
Dividends and interest on own capital payable		3.145	2.773	3.145	2.773
Other liabilities	13	19.278	24.739	200.802	216.145
Unarned income		33.997	-	33.997	-
Non-current		1.902.165	1.797.933	1.906.389	1.798.723
Debt issued abroad and loans	12	986.830	1.010.059	986.830	1.010.059
Deferred income tax and social contribution	19	858.129	732.074	858.129	732.074
Provision for contingencies and legal obligations	14	57.206	55.800	61.430	56.590
Shareholders' equity	15	19.357.978	19.402.765	19.374.798	19.419.048
Capital and reserves attributable to shareholders of the parent					
Capital		2.540.239	2.540.239	2.540.239	2.540.239
Capital reserve		16.677.595	16.662.480	16.677.595	16.662.480
Revaluation reserves		22.971	22.971	22.971	22.971
Revenue reserves		441.572	847.658	441.572	847.658
Treasury shares		(826.830)	(613.903)	(826.830)	(613.903)
Valuation adjustments		(124.411)	(88.680)	(124.411)	(88.680)
Additional Dividend proposed		406.086	32.000	406.086	32.000
Retained Earnings		220.756	-	220.756	-
		19.357.978	19.402.765	19.357.978	19.402.765
Interest of non-controlling shareholders		-	-	16.820	16.283
Total liabilities and shareholders' equity		23.826.930	22.420.981	24.032.278	22.633.975

The accompanying notes are an integral part of this Financial Statements.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Income
Quarters ended March 31, 2011 and 2010
(In thousands of reais, unless otherwise stated)

	Notes	BM&FBOVESPA 1th Quarter 2011	BM&FBOVESPA 1th Quarter 2010
Gross operating revenues		**516.475**	**506.117**
Trading and/or settlement system - BM&F		**186.662**	**170.213**
Derivatives		182.128	165.481
Foreign exchange		4.513	4.704
Assets		21	28
Trading and/or settlement system - Bovespa		**251.716**	**256.494**
Negotiation – trading fees		183.970	187.629
Transactions – clearing and settlement		63.231	64.237
Other	20	4.515	4.628
Other operating revenues		**78.097**	**79.410**
Loans of marketable securities		15.405	10.520
Listing of marketable securities		11.276	11.511
Depository, custody and back office		22.105	20.890
Trading participant access		12.470	12.446
Vendors – quotations and market information		16.224	19.628
Other	21	617	4.415
Deductions of revenue		**(52.845)**	**(51.159)**
PIS and COFINS taxes		(46.668)	(45.615)
Taxes on services		(6.177)	(5.544)
Net operating revenue		**463.630**	**454.958**
Operating expenses		**(180.523)**	**(126.893)**
Administrative and general			
Personnel and related charges		(94.746)	(61.261)
Data processing		(22.855)	(20.466)
Depreciation and amortization		(21.847)	(8.852)
Outsourced services		(8.880)	(9.009)
Maintenance in general		(2.500)	(2.517)
Communications		(6.294)	(5.912)
Promotion and publicity		(13.216)	(5.128)
Taxes		(3.060)	(1.036)
Board and committee members' compensation		(1.376)	(1.048)
Sundry	22	(5.749)	(11.664)
Equity in income of investees	7	**36.696**	**(1.509)**
Financial results	23	**62.120**	**66.221**
Income before taxation of profit		**381.923**	**392.777**
Income tax and social contribution	19 (c)	**(111.167)**	**(108.310)**
Deferred		(111.167)	(108.310)
Net income for the period		**270.756**	**284.467**
Attributable to:			
Shareholders of the parent		270.756	284.467
Non-controlling interest		-	-

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Income
Quarters ended March 31, 2011 and 2010
(In thousands of reais, unless otherwise stated)
(A free translation of the original in Portuguese)

	Notes	Consolidated 1th Quarter 2011	Consolidated 1th Quarter 2010
Gross operating revenues		**525.477**	**512.049**
Trading and/or settlement system - BM&F		**186.662**	**170.213**
Derivatives		182.128	165.481
Foreign exchange		4.513	4.704
Assets		21	28
Trading and/or settlement system - Bovespa		**251.716**	**256.494**
Negotiation – trading fees		183.970	187.629
Transactions – clearing and settlement		63.231	64.237
Other	20	4.515	4.628
Other operating revenues		**87.099**	**85.342**
Loans of marketable securities		15.405	10.520
Listing of marketable securities		11.276	11.511
Depository, custody and back office		22.105	20.890
Trading participant access		12.470	12.446
Vendors – quotations and market information		16.224	19.628
Bolsa Brasileira de Mercadorias - trading fees and contributions		2.419	1.114
Banco BM&F - banking fees		4.711	3.288
Other	21	2.489	5.945
Deductions of revenue		**(53.320)**	**(51.532)**
PIS and COFINS taxes		(47.014)	(45.887)
Taxes on services		(6.306)	(5.645)
Net operating revenue		**472.157**	**460.517**
Operating expenses		**(188.714)**	**(133.804)**
Administrative and general			
Personnel and related charges		(97.453)	(63.718)
Data processing		(23.491)	(21.266)
Depreciation and amortization		(22.294)	(9.302)
Outsourced services		(9.358)	(9.637)
Maintenance in general		(2.655)	(2.682)
Communications		(6.367)	(5.971)
Promotion and publicity		(13.391)	(5.328)
Taxes		(3.161)	(1.145)
Board and committee members' compensation		(1.376)	(1.048)
Sundry	22	(9.168)	(13.707)
Equity in income of investees		**37.541**	**-**
Financial results	23	**63.193**	**66.307**
Income before taxation of profit		**384.177**	**393.020**
Income tax and social contribution	19 (c)	**(112.884)**	**(108.805)**
Current		(1.717)	(495)
Deferred		(111.167)	(108.310)
Net income for the period		**271.293**	**284.215**
Attributable to:			
Shareholders of the parent		270.756	284.467
Non-controlling interest		537	(252)
Profit per share attributable to shareholders of the parent (presentede in R$ per share)	15 (g)		
Basic profit per share		0,137873	0,141733
Dilluted profit per share		0,137242	0,140725

The accompanying notes are an integral part of this Financial Statements.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Comprehensive Income

Quarters ended March 31, 2011 and 2010

(In thousands of reais) (A free translation of the original in Portuguese)

	BM&FBOVESPA		Consolidated	
	1th Quarter 2011	1th Quarter 2010	1th Quarter 2011	1th Quarter 2010
Net income for the quarter	**270.756**	**284.467**	**271.293**	**284.215**
Valuation adjustments	**(35.731)**	**(17.251)**	**(35.731)**	**(17.251)**
Mark to market of financial assets available for sale	-	(26.138)	-	(26.138)
Tax effects on mark to market of financial assets available for sale	-	8.887	-	8.887
Exchange variation on foreign investment in associate	(50.620)	-	(50.620)	-
Hedge of net investment abroad	22.950	-	22.950	-
Tax effects on hedge of net investment in a foreign operation	(7.803)	-	(7.803)	-
Other comprehensive income from foreign affiliate	(258)	-	(258)	-
Total comprehensive income for the quarter	**235.025**	**267.216**	**235.562**	**266.964**
Attributable to:	**235.025**	**267.216**	**235.562**	**266.964**
Shareholders of the parent	235.025	267.216	235.025	267.216
Non-controlling interest	-	-	537	(252)

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Changes in Shareholders' Equity
Quarters ended March 31, 2011 and 2010
(In thousands of reais)

	Atributable to shareholders of the parent										
				Revenue Reserve							
	Capital	Capital reserve	Revaluation reserve (Note 15(c))	Statutory reserves (Note 15(d))	Treasury shares (Note 15(b))	Valuation Adjustments	Aditional Dividends Proposed	Retained earnings	Total	Non-controlling interest	Total Equity
At December 31, 2009	2.540.239	16.492.260	23.551	403.191	(230.102)	77.396	20.000	-	19.326.535	16.356	19.342.891
Mark to market adjustment of financial assets available for sale	-	-	-	-	-	(26.138)	-	-	(26.138)	-	(26.138)
Reflex effect on comprehensive income related to overseas affiliates	-	-	-	-	-	8.887	-	-	8.887	-	8.887
Total other comprehensive income	**-**	**-**	**-**	**-**	**-**	**(17.251)**	**-**	**-**	**(17.251)**	**-**	**(17.251)**
Realization of revaluation reserve - subsidiaries	-	-	(145)	-	-	-	-	-	(145)	-	(145)
Disposal of treasury shares - exercised options	-	(10.912)	-	-	15.213	-	-	-	4.301	-	4.301
Recognition of stock option plan	-	9.000	-	-	-	-	-	-	9.000	-	9.000
Approval/Payment of additional dividends proposed	-	-	-	-	-	-	(20.000)	-	(20.000)	-	(20.000)
Net income for the period	-	-	-	-	-	-	-	284.467	284.467	(252)	284.215
Appropriation of net income:											
Interest on own capital	-	-	-	-	-	-	-	(90.000)	(90.000)	-	(90.000)
At March 31, 2010	2.540.239	16.490.348	23.406	403.191	(214.889)	60.145	-	194.467	19.496.907	16.104	19.513.011

As notas explicativas são parte integrante das informações trimestrais.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Changes in Shareholders' Equity
Quarters ended March 31, 2011 and 2010
(In thousands of reais)

		Atributable to shareholders of the parent											
					Revenue reserves								
	Notes	Capital	Capital reserve	Revaluation reserve (Note 15(c))	Legal reserve	Statutory reserves (Note 15(d))	Treasury shares (Note 15(b))	Valuation Adjustments	Aditional Dividends Proposed	Retained earnings	Total	Non-controlling interest	Total Equity
At December 31, 2010		2.540.239	16.662.480	22.971	3.453	844.205	(613.903)	(88.680)	32.000	-	19.402.765	16.283	19.419.048
Exchange variation on foreign investment		-	-	-	-	-	-	(50.620)	-	-	(50.620)	-	(50.620)
Hedge of net investment		-	-	-	-	-	-	15.147	-	-	15.147	-	15.147
Reflex effect on comprehensive income related to overseas affiliates		-	-	-	-	-	-	(258)	-	-	(258)	-	(258)
Total other comprehensive income		**-**	**-**	**-**	**-**	**-**	**-**	**(35.731)**	**-**	**-**	**(35.731)**	**-**	**(35.731)**
Repurchase of shares		-	-	-	-	-	(227.960)	-	-	-	(227.960)	-	(227.960)
Disposal of treasury shares - exercised options	18	-	(9.429)	-	-	-	15.033	-	-	-	5.604	-	5.604
Recognition of stock option plan	18	-	24.544	-	-	-	-	-	-	-	24.544	-	24.544
Approval/Payment of additional dividends proposed	15(f)	-	-	-	-	-	-	-	(32.000)	-	(32.000)	-	(32.000)
Net income for the period		-	-	-	-	-	-	-	-	270.756	270.756	537	271.293
Appropriation of net income:													
Dividends	15(f)	-	-	-	-	(406.086)	-	-	406.086	-	-	-	-
Interest on own capital	15(f)	-	-	-	-	-	-	-	-	(50.000)	(50.000)	-	(50.000)
At March 31, 2011		2.540.239	16.677.595	22.971	3.453	438.119	(826.830)	(124.411)	406.086	220.756	19.357.978	16.820	19.374.798

As notas explicativas são parte integrante das informações trimestrais.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Cash Flows
Quarters ended March 31, 2011 and 2010

(In thousands of reais) (A free translation of the original in Portuguese)

	BM&FBOVESPA		Consolidated	
	1tn Quarter 2011	1tn Quarter 2010	1tn Quarter 2011	1tn Quarter 2010
Cash flows from operating activities				
Net income for the period	270.756	284.467	271.293	284.215
Adjustments for:				
Depreciation and amortization	21.847	8.852	22.294	9.302
Profit on sale of property and equipment	-	(5)	-	(5)
Deferred income tax and social contribution	111.167	108.310	111.167	108.310
Equity in results of subsidiaries	(36.696)	1.509	(37.541)	-
Expenses related to the stock option plan	24.544	9.000	24.544	9.000
Interest expense	16.976	-	16.976	-
Variation in financial investments and collateral for transactions	(30.805)	(336.944)	(22.764)	(390.299)
Variation in taxes recoverable and prepaid	(10.095)	(5.217)	(10.306)	(5.344)
Variation in accounts receivable	(15.894)	(32.738)	(15.927)	(32.360)
Variation in other receivables	(582)	395	(111)	(57)
Variation in prepaid expenses	(532)	2.175	(557)	2.022
Variation in judicial deposits	(4.867)	(1.603)	(4.871)	(1.264)
Variation in earnings and rights on securities in custody	316	(407)	316	(407)
Variation in suppliers	(64.301)	6.221	(64.462)	6.144
Variation in provision for taxes and contributions payable	(1.202)	(649)	(1.191)	(644)
Variation in provisions for income tax and social contribution	(2.586)	(886)	(3.657)	(2.917)
Varition in salaries and social charges	(14.986)	(5.374)	(15.501)	(5.321)
Variation in other liabilities	(5.461)	(1.262)	(15.343)	52.361
Variation in unarned income	33.997	31.695	33.997	31.695
Variation in provision for contingencies	1.406	2.206	4.840	2.333
Net cash provided by operating activities	**293.002**	**69.745**	**293.196**	**66.764**
Cash flows from investing activities				
Receipt on sale of property and equipment	2.110	192	2.113	192
Payment for purchase of property and equipment	(8.143)	(20.995)	(8.150)	(21.146)
Dividends received	7.724	3.469	7.724	3.469
Capital increase in subsidiaries	(1.433)	(1.002)	-	-
Acquisition of softwares and projects	(23.254)	(5.536)	(23.254)	(5.536)
Net cash (used in) provided by investing activities	**(22.996)**	**(23.872)**	**(21.567)**	**(23.021)**
Cash flows from financing activities				
Disposal of treasury shares - stock options exercised	5.604	4.301	5.604	4.301
Repurchase of shares	(227.960)	-	(227.960)	-
Variation in financing	(3.146)	(2.562)	(3.146)	(2.562)
Debt issued	(33.096)	-	(33.096)	-
Payment of dividends and interest on own capital	(81.628)	(48.023)	(81.628)	(48.023)
Net cash used in financing activities	**(340.226)**	**(46.284)**	**(340.226)**	**(46.284)**
Net increase in cash and cash equivalents	**(70.220)**	**(411)**	**(68.597)**	**(2.541)**
Cash and cash equivalents at the beginning of the period	103.148	46.746	104.017	50.779
Cash and cash equivalents at the end of the period	32.928	46.335	35.420	48.238
	-	-	-	-

The accompanying notes are an integral part of this Financial Statements.

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros

Statement of Value Added
Quarters ended March 31, 2011 and 2010

(In thousands of reais)

(A free translation of the original in Portuguese)

	BM&FBOVESPA		Consolidated	
	1th Quarter 2011	1th Quarter 2010	1th Quarter 2011	1th Quarter 2010
1 - Revenues	**516.475**	**506.117**	**525.477**	**512.049**
Trading and/or settlement system	438.378	426.707	438.378	426.707
Other operating revenues	78.097	79.410	87.099	85.342
2 – Goods and services acquired from third parties	**59.494**	**54.696**	**64.430**	**58.591**
Operating expenses (a)	59.494	54.696	64.430	58.591
3 – Gross value added (1-2)	**456.981**	**451.421**	**461.047**	**453.458**
4 - Retentions	**21.847**	**8.852**	**22.294**	**9.302**
Depreciation and amortization	21.847	8.852	22.294	9.302
5 – Net value added produced by the company (3-4)	**435.134**	**442.569**	**438.753**	**444.156**
6 – Value added transferred from others	**116.812**	**65.639**	**119.106**	**67.508**
Equity in results of subsidiaries	36.696	(1.509)	37.541	-
Financial income	80.116	67.148	81.565	67.508
7 – Total value added to be distributed (5+6)	**551.946**	**508.208**	**557.859**	**511.664**
8 - Distribution of Value Added	**551.946**	**508.208**	**557.859**	**511.664**
Personnel and related charges	94.746	61.261	97.453	63.718
Board and committee members' compensation	1.376	1.048	1.376	1.048
Income tax, taxes and contributions (b)	167.072	160.505	169.365	161.482
Financial expenses	17.996	927	18.372	1.201
Interest on own capital and dividends	50.000	90.000	50.000	90.000
Constitution of statutory reserves	220.756	194.467	221.293	194.215

(a) Operating expenses (excludes personnel, Board and committee members' compensation, depreciation, rents and taxes).
(b) Including: taxes, PIS, COFINS, ISS and income tax and social contribution (current and deferred).

-

-

The accompanying notes are an integral part of this Financial Statements.

1 Operations

BM&FBOVESPA S.A. - Bolsa de Valores, Mercadorias e Futuros (BM&FBOVESPA) is a publicly traded corporation whose main objective is to invest in companies engaged in the following activities:

- Management of organized markets of marketable securities, providing for the organization, performance and development of free and open markets for the negotiation of any types of securities or contracts, that have as reference or objective financial assets, indices, indicators, rates, goods, currencies, energy, transportation, commodities and other assets or rights directly or indirectly related to such assets, for spot or future delivery;

- Maintenance of proper environments or systems for carrying out purchases, sales, auctions and special operations involving marketable securities, securities, rights and assets, in the stock exchange market and in the organized over-the-counter market;

- Rendering services of registration, offset and settlement, both physical and financial, through an internal agency or a company especially incorporated for this purpose, assuming or not the position of central counterparty and guarantor of the definite settlement, under the terms of the legislation in force and its own regulations;

- Rendering services of central depository and fungible and custody of non-fungible goods, marketable securities and any other physical and financial assets;

- Providing services of standardization, classification, analysis, quotations, statistics, professional education, preparation of studies, publications, information, libraries and software on matters of interest to the Company and the participants of markets directly or indirectly managed by it;

- Providing technical, administrative and managerial support for market development, as well as carrying out educational, promotional and publishing activities related to its objective and to the markets managed by it;

- Performance of other similar or correlated activities explicitly authorized by the Brazilian Securities Commission (CVM); and

- Investment in the capital of other companies or associations, headquartered in Brazil or abroad, as a partner, shareholder or member pursuant to the regulations in force.

BM&FBOVESPA organizes, develops and provides for the operation of free and open securities markets, for spot and future delivery. Its activities are organized through its trading systems and clearinghouses and include transactions with securities, interbank foreign exchange and securities under custody in the Special System for Settlement and Custody (Selic) markets.

BM&FBOVESPA develops technology solutions and maintains high performance systems, providing its customers with security, agility, innovation and cost efficiency. The success of its activities depends on the ongoing improvement, enhancement and integration of its trading and settlement platforms and its capacity to develop and license leading-edge technologies required for the proper performance of its operations.

Its subsidiary Bolsa Brasileira de Mercadorias is involved in the registration and settlement of spot, forward and options transactions involving commodities, assets and services for physical delivery, as well as the securities representing these products, in the primary and secondary markets.

With the objective of responding to the needs of clients and the specific requirements of its markets, its wholly-owned subsidiary Banco BM&F de Serviços de Liquidação e Custódia S.A. provides its members and its clearinghouses with a centralized custody service for the assets pledged as collateral for transactions.

BM&F USA Inc., a wholly-owned subsidiary located in the city of New York (USA), with a representative office in Shanghai (China) represents BM&FBOVESPA abroad through relationships with other exchanges and regulatory agents, as well as assisting in the procurement of new clients. During the first quarter of 2011, BM&FBOVESPA management changed the structure of its foreign subsidiaries, such that BM&FBOVESPA UK Ltd., which was formerly a wholly-owned subsidiary of BM&F USA Inc., is now directly controlled by BM&FBOVESPA in accordance with the corporate acts signed on February 1, 2011

2 Preparation and Presentation of the financial statements

This financial statements were approved by the Board of Directors of BM&FBOVESPA on May 12, 2011.

The quarterly financial information - ITR were prepared and have been presented in accordance with accounting practices adopted in Brazil, in compliance with the provisions contained in the Brazilian Corporate Law, and embody the changes introduced through the Law 11,638/07 and 11,941/09, complemented by new pronouncements, interpretations and guidelines of Accounting Pronouncements Committee – CPC, approved by resolutions of the Federal Accounting Council – CFC and rules of Brazilian Securities Commission – CVM. Additionally the quarterly information contemplate the disclosure requirements established by CPC 21 – Intermediate Statements, as well as other information deemed relevant.

The preparation of financial statements requires the use of critical accounting estimates and also the exercise of judgment by management in the process of applying the accounting policies of BM&FBOVESPA. Those areas that require higher degrees of judgment and have greater complexity, as well as areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 3 (v).

(a) Consolidated financial statements

The consolidated financial statements have been prepared and presented in accordance with accounting practices adopted in Brazil, complemented by pronouncements, interpretations and guidelines of the Accounting Pronouncements Committee (CPCs).

The consolidated financial statements include the balances of BM&FBOVESPA and its subsidiaries, as well as the special purpose entities, comprising the exclusive investment funds, as presented below:

	Stake %
Subsidiaries and controlled entities	
Banco BM&F de Liquidação e Custódia S.A. (“Banco BM&F”)	100.00
Bolsa Brasileira de Mercadorias	50.12
Bolsa de Valores do Rio de Janeiro – BVRJ (“BVRJ”)	86.95
BM&F USA Inc.	100.00
BM&F UM Ltd.	100.00

Exclusive investment funds:
Supremo Renda Fixa – Fundo de Investimento em Cotas de Fundos de Investimento
Bradesco Fundo de Investimento Multimercado Letters
Megainvest Fundo de Investimento em Cotas de Fundos de Investimento Renda Fixa

The financial intermediation income provided by the operations of Banco BM&F, previously disclosed as financial income, was reclassified to other operating income, with no effect on net income and shareholders' equity.

(b) Individual financial statements

The individual quarterly financial information statements of the parent have been prepared under accounting practices adopted in Brazil issued by the Accounting Pronouncements Committee (CPC) and are published together with the consolidated quarterly financial statements.

In the individual financial statements (BM&FBOVESPA), the subsidiaries are recorded on the equity method. The same adjustments are made both in the individual financial statements and consolidated financial statements to achieve the same result and net assets attributable to controlling shareholders.

3 Significant Accounting Practices

a. Consolidation

The following accounting policies are applied in preparing the consolidated financial statements.

Subsidiaries

Subsidiaries are all entities (including special purpose entities) in which BM&FBOVESPA has the power to govern the financial and operating policies, generally accompanied by a participation of more than half of the voting rights (voting capital). The existence and effect of potential voting rights currently exercisable or convertible are considered when assessing whether BM&FBOVESPA controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to BM&FBOVESPA. Consolidation is discontinued from the date on which control ends.

Intercompany transactions, balances and unrealized gains on transactions between group companies are eliminated. Unrealized losses are also eliminated unless the transaction provides evidence of impairment of transferred assets. The accounting policies of subsidiaries are altered where necessary to ensure consistency with the practices adopted by BM&FBOVESPA.

Affiliates

Affiliates are all entities over which BM&FBOVESPA has significant influence but not control. Investments in associates are recorded on the equity method and are initially recognized at the cost of each purchase. BM&FBOVESPA's investment in associates includes goodwill identified on acquisition, net of any accumulated impairment loss.

The share of BM&FBOVESPA in the post-acquisition profits or losses of associates is recognized in the statement of income and its share in post-acquisition reserves changes is recognized in reserves. The cumulative post-acquisition changes are adjusted against the carrying value of the investment. When the share of BM&FBOVESPA in the losses of an associate equals or exceeds its share in the associate, including any other receivables, BM&FBOVESPA does not recognize further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealized gains arising from transactions between BM&FBOVESPA and its associates are eliminated to the extent of the participation of BM&FBOVESPA in the affiliates. Unrealized losses are also eliminated unless the transaction provides evidence of impairment of assets transferred. The accounting policies of associates have been altered when necessary to ensure consistency with the practices adopted by BM&FBOVESPA.

b. Revenue Recognition

Revenues from the Trading and/or settlement system are recognized upon the completion of the transactions or the provision of service, under the accrual method of accounting. The amounts received as annual fees, as in the cases of listing of securities and certain contracts of sale of market information, are recognized pro rata on monthly over the contractual term.

c. Cash and cash equivalents

The balances of cash and cash equivalents for cash flow statement purposes comprise cash and bank deposits.

d. Financial instruments

(i) Classification and calculation

The Company classifies its financial assets in the following categories: recorded at market value through profit or loss, loans and receivables, held to maturity and available for sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of the financial assets when they are first recorded.

Financial assets recorded at fair value through profit or loss

The financial assets recorded at fair value through profit or loss are financial assets held for active and frequent trading or assets designated by the entity, when first recorded, as measurable at fair value through profit or loss. Derivatives are also classified as held for trading and accordingly, are recorded in this category. The assets in this category held for trading are classified as current assets. Gains or losses arising from the fair value variations of financial assets recorded at fair value through profit or loss are recorded in the statement of income in "financial results" for the period in which they occur.

Loans and receivables

These comprise loans granted and receivables which are non-derivative financial assets with fixed or determinable payments, not quoted in an active market. Loans and receivables are included in current assets, except for those with maturity of more than 12 months after the balance sheet date (which are classified as non-current assets). The Company's loans and receivables comprise trade accounts receivable and other accounts receivable. Loans and receivables are recorded at amortized cost, based on the effective interest rate method.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives which are classified in this category or not classified in any other. They are included in non-current assets, unless the management intends to sell the investment within 12 months subsequent to the balance sheet date. Available-for-sale financial assets are recorded at fair value. Interest on available-for-sale securities, calculated based on the effective interest rate method, is recognized in the statement of income as financial income. The amount relating to the fair value variation is recorded in shareholders' equity, in the Carrying value adjustments account, and is realized in net income when the asset is sold or becomes impaired.

Fair value

Fair values of investments with public quotations are based on current market prices. For financial assets without an active market or public quotation, the Company determines fair value through valuation techniques, such as option pricing models.

The Company evaluates, at the balance sheet date, if there is objective evidence that a financial asset or a group of financial assets is deteriorated.

(ii) Derivative instruments and hedge activities

Initially, the derivatives are recognized at fair value on the date on which the derivative agreement is signed and, subsequently, they are recalculated at their fair value, with the fair value variations recorded in income.

(iii) Hedge of net investments

Any gain or loss on the hedging instrument related to the effective portion of the hedge is recognized in comprehensive income. The gain or loss related to the ineffective portion is recognized immediately in income as "other gains (losses), net".

Gains and losses accumulated in equity are included in the income statement when the foreign operation is partially disposed of or sold.

e. Accounts receivable, other receivables and allowance for doubtful accounts

Accounts receivable are the amounts receivable for services in the normal course of activities of the BM&FBOVESPA. If the deadline for receipt is equivalent to one year or less (or another period that meets the normal cycle of BM&FBOVESPA), the accounts receivable are classified as current assets. Otherwise, they are presented as noncurrent assets.

Accounts receivable are initially recognized at fair value less provision for doubtful debts (PDD). In practice they are usually recognized at the invoice amount, adjusted for a provision if necessary.

f. Prepaid expenses

Prepaid expenses mainly recognize amounts related to software maintenance contracts and insurance premiums, which are amortized based on the terms of the contracts in force.

g. Intangible assets

Prepaid expenses include mainly amounts for software maintenance contracts and insurance, which are amortized over the duration of the contracts.

Goodwill

Goodwill represents the positive difference between the amount paid and / or payable for the acquisition of a business and the net fair value of assets and liabilities of the acquired subsidiary. Goodwill from acquisitions of subsidiaries is recorded in "intangible assets". If the difference is negative, representing a discount to fair value, it must record the amount as a gain in income at the date of acquisition. Goodwill is tested annually for impairment. Goodwill is recorded as cost value less accumulated impairment losses. Recognized impairment losses on goodwill are not reversed.

Goodwill is allocated to Cash Generating Units (CGUs) for purposes of impairment testing. The allocation is made to the Cash Generating Units that should benefit from the business combination from which the goodwill arose, and are identified according to the operating segment.

Software and projects

Software licenses acquired are capitalized and amortized over their estimated useful life, at the rates described in Note 9.

Costs of software development or maintenance are expensed as incurred. Expenditures directly associated with identifiable and unique software, controlled by the Company and which will probably generate economic benefits greater than the costs for more than one year, are recognized as intangible assets. Direct expenditures include remuneration of the software development team.

Expenditures for development of software recognized as assets are amortized using the straight-line method over their useful lives, at the rates described in Note 9.

h. Step Acquisition of affiliate

The cost of an affiliate acquired in steps is measured by the total amount paid in each transaction.

The gains or losses previously recognized in comprehensive income, while classified as available for sale, are reversed against the investment account to recompose the acquisition cost.

Goodwill is calculated at each step of acquisition as the difference between the acquisition cost and the fair value of net assets in proportion to the interest acquired.

The total book value of the investment is tested for identification of potential reduction in the recoverable value, by comparing the carrying value with its recoverable amount (proceeds from sale, net of sale cost or value in use, whichever is greater) when the requirements of the CPC 38/IAS 39 indicate that the investment can be affected, in other words, indicate some loss of reduction to its recoverable amount.

i. Property and equipment

Recorded at cost of acquisition or construction. Depreciation is calculated on the straight-line method and takes into consideration the useful economic life of the assets, at the rates listed. At the end of each year, the residual values and useful lives of assets are reviewed and adjusted if appropriate.

Subsequent costs are included in the carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits will flow to the item and that the cost of the item can be measured reliably. All other repairs and maintenance are recorded in income, when incurred.

j. Contingent assets and liabilities and legal obligations

The recognition, measurement, and disclosure of contingent assets and liabilities and legal obligations comply with the criteria defined in CPC 25/IAS 37.

- **Contingent assets** - These are not recorded, except when management has full control over their realization or when there are secured guarantees or favorable decisions to which no further appeals are applicable, such that the gain is almost certain**.** Contingent assets with realization considered probable, where applicable, are only disclosed in the financial statements.

- **Contingent liabilities** - These are recognized based on a number of factors including**:** the opinion of legal advisors; the nature of the lawsuits; similarity to precedents; the complexity of the proceedings; and prior court decisions. They are recognized whenever the loss is evaluated as probable, since this would give rise to a probable outflow of resources for the settlement of the obligations, and the sums involved are measurable with sufficient reliability. The contingent liabilities classified as possible losses are not recorded and are only disclosed in the notes to the financial statements, and those classified as remote are neither recognized nor disclosed.

- **Legal obligations** – These result from tax lawsuits in which the Company is discussing the validity or constitutionality of certain taxes and charges. These are fully recognized in the financial statements, regardless of the assessment of their probability of success.

- **Other Provisions** - Provisions are recognized when BM&FBOVESPA has a present obligation, legal or constructive, as a result of past events, it is probable that an outflow of resources is required to settle the obligation, and a reliable estimate of the amount can be made.

k. Judicial deposits

Judicial deposits are monetarily restated and presented in non-current assets.

l. Other assets and liabilities

Demonstrated by their realizable/settlement amounts plus, when applicable, related earnings and charges and monetary and/or exchange rate variations up to the balance sheet date.

m. Impairment of assets

Assets that have an indefinite life, such as goodwill, are not subject to amortization and are tested annually for impairment. The assets subject to amortization are reviewed for verification of impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. An impairment loss is recognized by at the amount by which the asset's carrying amount exceeds its recoverable amount. This latter amount is the higher of the fair value of an asset less selling costs and the value in use. For purposes of evaluation of impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (Cash Generating Units (CGU)). The non-financial assets, except goodwill, which has suffered impairment are reviewed subsequently to analyze a possible reversal of the impairment at the date of the report.

n. Leases

Leases of property and equipment in which the Company substantially assumes all ownership risks and benefits are classified as financial leases. These financial leases are recorded as a financed purchase, recognizing at the beginning of the lease a property and equipment item and a financing liability (lease). Property and equipment acquired in finance leases are depreciated over their useful lives.

A lease in which a significant portion of the ownership risks and benefits remains with the lessor is classified as an operating lease. Operating lease payments (net of all incentives received from the lessor) are charged directly to results.

o. Employee benefits

(i) Pension obligations

The Company has no defined benefit plans. The Company offers its employees a defined contribution plan and pays contributions on contractual or voluntary bases. Once the contributions have been made, the Company has no obligations related to additional payments. The regular contributions comprise net periodic costs for the period in which they are payable and, therefore, are included in the personnel costs.

(ii) Share-based remuneration (stock options)

The Company offers to its employees and executives share-based remuneration plans, to be settled in Company stock, according to which the Company receives services in consideration for stock options. The fair value of options granted related to services to be provided is recognized as an expense during the period in which the right is obtained, i.e., the period during which specific vesting conditions must be met. On the date of the balance sheet, the Company revises the estimated number of options which will vest and subsequently, recognizes the impact of the change on initial estimates, if any, in the statement of income, with a contra-entry to the capital reserve in shareholders' equity on a prospective basis.

(iii) Profit sharing

The provision for the employees profit sharing program is recorded on a accrual basis, according to the remuneration policy of BM&FBOVESPA.

p. Financing and Borrowing

Financing and borrowing are initially recognized at fair value, upon receipt of the funds, net of transaction costs. Subsequently, the financing is presented at amortized cost, that is, plus charges and interest in proportion to the period incurred ("pro rata temporis"). Any difference between the funds raised (net of transaction costs) and the redemption value is recognized in the income statement over the period of the loans, using the effective interest rate method.

q. Foreign currency translation

The items included in financial statements for each of the consolidated companies of BM&FBOVESPA are measured using the currency of the primary economic environment in which the company operates ("functional currency"). The quarterly information is presented in Brazilian Reais, which is the functional currency of BM&FBOVESPA.

The transactions with foreign currencies are translated into the functional currency, using the exchange rates prevailing on the transaction dates or evaluation dates. The foreign exchange gains and losses arising from the settlement of these transactions and of the translation, at the exchange rates at the end of period, of assets and liabilities in foreign currencies, are recognized in the income statement, except when deferred in equity as part of a hedge of net investment abroad.

In the case of exchange variation of investments abroad, which have a functional currency different from BM&FBOVESPA, variations in the value of an investment arising solely from exchange rate changes are recorded under "Asset Valuation Adjustment" in comprehensive

income of BM&FBOVESPA, and are only taken to income when the investment is sold or written off. When applying the equity method, unrealized gains on transactions with subsidiaries and associated companies are eliminated.

The exchange gains and losses on non-monetary financial assets related to shares of CME Group, classified as available for sale until July 2010, are included in comprehensive income. After July 2010, the investment in CME Group was recorded on the equity method (Note 7) and the currency effects are recognized in comprehensive income.

r. Taxes

The expenses of income tax and social contribution of the period comprise current and deferred taxes. The income taxes are recognized in the income statement, except to the extent that they relate to items recognized directly in equity or comprehensive income. In this case, the tax is also recognized in equity or comprehensive income.

BM&FBOVESPA is a profit oriented business corporation and therefore have their income subject to certain taxes and other contributions which are listed below.

Provisions for income tax, social contribution and other taxes are calculated at the rates presented below:

• Income tax	15.00%
• Additional income tax	10.00%
• CSLL	9.00%
• PIS	1.65%
• COFINS	7.60%

Banco BM&F de Serviços de Liquidação e Custódia S.A. calculates the contributions to PIS and to COFINS at the rates of 0.65% and 4%, respectively, and CSLL at 15%.

The subsidiaries Bolsa Brasileira de Mercadorias and BVRJ are non-profit entities and calculate the contribution to PIS at the rate of 1% on payroll.

Deferred taxes are calculated on income tax and social contribution losses and the temporary differences between the tax calculation bases of assets and liabilities and the respective book values in the financial statements.

Deferred tax assets are recognized to the extent that it is probable sufficient future taxable profit will be available to be offset by temporary differences and/or tax losses, considering projections

of future income prepared based on internal assumptions and future economic scenarios which may, therefore, changes.

Deferred tax liabilities are recognized in relation to all taxable temporary differences, that is, differences that will result in taxable amounts in determining taxable profit (tax loss) of future periods when the carrying amount of the asset or liability is recovered or settled.

Deferred income tax and social contribution are not recorded if it results from the initial recognition of an asset or liability in a transaction other than a business combination, which, at the time of the transaction does not affect the net income or the taxable income (tax loss). The deferred income tax and social contribution are determined using tax rates (and tax laws) enacted, or substantially enacted, at the balance sheet date, and should be applied when its deferred tax asset is realized or when the deferred tax liability is settled.

s. Net income per share

For purposes of disclosure of earnings per share, the basic earnings per share is calculated by dividing the net profit attributable to shareholders of the parent by the average number of outstanding during the period. The diluted earnings per share is calculated similarly, except that the quantities of outstanding shares are adjusted to reflect the additional outstanding shares with potentially dilutive effects, due to the stock option plan (Note 15g), had been issued during the respective periods.

t. Distribution of dividends and interest on capital

The distribution of dividends and interest on capital to shareholders of the Company is recognized as a liability in the financial statements at end of quarter, based on the Company's Bylaws. Any amount above the minimum required is only accrued on the date it is approved by shareholders at the General Assembly

u. Segment Report presentation

The report by operating segments is presented in a consistent manner with the internal report provided to the management, which is responsible for the main operational and strategic decisions of the Company.

v. Critical accounting estimates and judgments

i) **Equity method of accounting**

BM&FBOVESPA applies the equity method for its investments when it has the ability to

exercise significant influence over the operations and financial policies of the investee. The judgment of BM&FBOVESPA regarding the level of influence over the investment takes into account key factors such as the percentage of interest, representation on the Board of Directors, participation in defining policies and business settings and material transactions between the companies.

ii) Impairment

Annually, BM&FBOVESPA performs tests of impairment, specifically related to goodwill and fixed assets, according to the accounting policy described in note 3.m.

iii) Classification of financial instruments

BM&FBOVESPA classifies the financial assets in the categories of (i) measured at fair value through profit or loss and (ii) available for sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of financial assets at initial recognition. The record of financial assets, starting with its original classification, is described in Note 3(d).

iv) **Stock option plan**

BM&FBOVESPA offers a stock option plan to its employees and executives. The fair value of these options is recognized as expense over the period in which the right is acquired. Management reviews the estimated amount of options that will achieve the conditions for vesting and subsequently recognizes the impact of changes in initial estimates, if any, in the statement of income, with an offset to the reserve account in equity, as shown in note 3(o).

4 Cash and Cash Equivalents and Financial Investments

a. Cash and Cash Equivalents

	BM&FBOVESPA	
Details	**03/31/2011**	**12/31/2010**
Banks - deposits in domestic currency	317	3,277
Banks - deposits in foreign currency	32,611	99,871
Cash and cash Equivalents	**32,928**	**103,148**
Banks – deposits in foreign currency – Third party resources (1)	1,506,881	-
Total	**1,539,809**	**103,148**

	Consolidated	
Details	**03/31/2011**	**12/31/2010**
Banks - deposits in domestic currency	1,188	3,622
Banks - deposits in foreign currency	34,232	100,395
Cash and cash Equivalents	**35,420**	**104,017**
Banks – deposits in foreign currency – Third party resources (1)	1,506,881	-
Total	**1,542,301**	**104,017**

(1) Third party resources are linked to the full settlement of foreign exchange transactions (exchange clearing), which occurred on April 1, 2011

Cash and cash equivalents are held in domestic or outside first class financial institutions. Deposits in foreign currency are primarily in U.S. dollars.

b. Financial Investments

The breakdown of financial investments by nature and time to maturity is as follows:

	BM&FBOVESPA						
Details	**Without maturity**	**Up to 3 months**	**More than 3 and up to 12 months**	**More than 12 months and up to 5 years**	**More than 5 years**	**03/31/2011**	**12/31/2010**
Financial investment funds (1)	2,440,449	–	–	–	–	2,440,449	1,676,725
Securities purchased under resell agreements	–	–	119,824	–	–	119,824	935,617
Financial Treasury Bills	–	92	135,081	301,562	–	436,735	425,568
Other investments	7,987	42	564	665	–	9,258	25,090
Total financial investments	**2,448,436**	**134**	**255,469**	**302,227**	**-**	**3,006,266**	**3,063,000**
Short term						**2,704,039**	**2,731,324**
Long term						**302,227**	**331,676**

	CONSOLIDATED						
Details	**Without maturity**	**Up to 3 months**	**More than 3 and up to 12 months**	**More than 12 months and up to 5 years**	**More than 5 years**	**03/31/2011**	**12/31/2010**
Financial investment funds (1)	205,132	–	–	–	–	205,132	204,740
Securities purchased under resell agreements	–	1,409,316	143,382	–	–	1,552,698	1,852,090
Financial Treasury Bills	–	19,257	243,887	1,222,776	1,036	1,486,956	1,235,529
National Treasury Bills	–	–	1,364	3,912	–	5,276	4,138
Other investments	8,013	42	1,036	7,400	–	16,491	34,831
Total financial investments	**213,145**	**1,428,615**	**389,669**	**1,234,088**	**1,036**	**3,266,553**	**3,331,328**
Short term						**2,031,429**	**2,264,408**
Long term						**1,235,124**	**1,066,920**

(1) Investments in funds that invest in quotas of other financial investment funds, the portfolios of which mainly comprise investments in federal government bonds, securities purchased under resell agreements and bank certificates of deposit and have the CDI as their profitability benchmark. The balances presented in the table of BM&FBOVESPA also include the exclusive investment funds which were consolidated in the financial statements according to the nature of the portfolio.

The net assets of the exclusive investment funds included in the process of consolidation of the quarterly information are: (i) Supremo Renda Fixa - FICFI - R$265,336 (R$ 258.625at December 31, 2010), (ii) Bradesco FI Multimercado Letters - R$ 1,467,508 (R$ 723,402 at December 31, 2010); (iii) Megainvest FIC FI Renda Fixa - R$ 649,522(R$ 629,049 at December 31, 2010).

The main investment funds that were not consolidated are detailed in the table below:

			BM&FBOVESPA and Consolidated	
Fund	**Bank**	**Details**	**03/31/2011**	**12/31/2010**
FIC Referenciado DI Federal	Bradesco	Retail fund that invests in quotas of other investment funds;	205,131	204,669

The government bonds are held in custody at the Special System for Settlement and Custody (SELIC), the quotas of investment funds are held in custody with their respective managers and the shares are in the custody of BM&FBOVESPA's Equity and Corporate Debt Clearinghouse.

Classification

Considering the nature and objective of the Company and its financial investments, these are classified as financial assets recorded at fair value through profit or loss, designated by management when they are first recorded.

Fair value

The fair value of the main financial investments is calculated as follows:

Quotas of investment funds – fair value calculated based on the amount of the quota determined on the last business day prior to the balance sheet date, as disclosed by the corresponding Manager.

Federal government securities – calculated based on the amounts and prices disclosed by the Brazilian Association of Financial and Capital Market Institutions (ANBIMA) or, when these are

unavailable, on the price defined by management which best reflects the sales price, determined based on information gathered from other institutions.

Financial assets at fair value through profit and loss, financial assets available for sale and derivative financial instruments are classified as level 1, ie, have quoted prices (unadjusted) in active markets.

Derivative financial instruments

The derivative financial instruments comprise One-Day Interbank Deposit Futures Contracts (DI1) and are stated at their market values. These contracts are included in the exclusive fund portfolios which were consolidated (Note 2(a)) and are used to cover the fixed interest rate exposure, swapping the interest rate to floating (CDI). Even though these derivatives are designed to provide protection, hedge accounting is not adopted.

The net result from derivative transactions and the related financial instrument refers to the short position contracts for future interest rates, with market value R$ 1,281 (R$ 686 at December 31,2010)

The DI1 contracts have the same maturity dates as the preset position that (fixed interest rate) to which they are related.

Financial risk management policy

The Company's investment policy for the cash balance that favors alternatives with very low risk, which translates into significant proportion of federal government securities in its portfolio, being purchased directly, via repurchase agreements backed by government bonds and also through exclusive and non-exclusive funds. Thus, in general, the BM&FBOVESPA has on principle directing most of its applications in conservative financial assets, high liquidity and with sovereign risk, whose overall performance is tied to the Selic rate / CDI

Sensitivity analysis

The table below presents a summary of the financial instruments' exposure classified by market risk factors:

Risk Factors (Consolidated)

Risk factor	Risk	03/31/2011 Percentual	12/31/2010 Percentual
CDI	Falling CDI	99.02%	99.35%
Fixed interest rate	Rising fixed rate	0.38%	0.35%
USD	Falling dollar	0.36%	0.05%
Gold price	Falling gold	0.24%	0.25%
		100.00%	100.00%

Interest Rate Risk

This risk arises from the possibility that fluctuations in future interest rates for the corresponding maturities could affect the fair value of the Company's transactions.

- Floating-rate Position

As a financial investment policy and considering the need for immediate liquidity with the least possible impact from interest rate fluctuations, the Company maintains its financial assets and liabilities indexed to floating interest rates.

We present in the table below, as required by the CVM, the impacts of a range of 25% and 50% from the likely scenario of the CDI rate, because it is the risk factor with greater exposure.

Effect on the Income Statement (scenario for 3 months)

	Risk factor	-50%	-25%	Likely Cenario	25%	50%
Financial Investments	CDI/Selic	44,545	66,155	87,350	108,149	128,568
Index rates	CDI/Selic	5.60%	8.41%	11.21%	14.01%	16.81%

- Fixed-rate Position

The Company has a portion of its financial investments bearing fixed interest rates with results in a net exposure to fixed interest rates. However, in terms of percentage, considering the amounts involved the effects on the portfolio are not considered material.

Exchange rate risk

This arises from the possibility that fluctuations in the exchange rates for the acquisition of services, product sales and the contracting of financial instruments could have an impact on the related domestic currency amounts.

In addition to the amounts payable and receivable in foreign currencies including interest payment of senior unsecured notes for the next semester, the Company has third-party deposits in foreign currency to guarantee the settlement of transactions by foreign investors and also own funds in currency abroad. At March 31, 2011 the Company's net foreign currency exposure amounted to R$11,743 (R$1,820 at December 31, 2010). Considering the amounts involved the effects on the portfolio are not considered material.

Inflation index and gold position

Considering the amounts and percentages involved, the effects on the portfolio are not considered material.

5 Accounts Receivable

The breakdown of accounts receivable is as follows:

	BM&FBOVESPA	
Details	**03/31/2011**	**12/31/2010**
Trading, other fees receivable	16,826	16,312
Annuity	21,260	4,477
Vendors – Signal broadcast	9,880	10,599
Trustee and custodial fees	13,737	17,585
Other accounts receivable	9,060	6,971
Provision for doubtful accounts	(4,817)	(5,892)
Total	**65,946**	**50,052**

Details	Consolidated	
	03/31/2011	12/31/2010
Trading, other fees receivable	17,598	17,069
Annuity	21,260	4,477
Vendors – Signal broadcast	9,880	10,599
Trustee and custodial fees	13,737	17,585
Other accounts receivable	9,668	7,561
Provision for doubtful accounts	(4,817)	(5,892)
Total	**67,326**	**51,399**

The amounts presented above are primarily denominated in Brazilian reais, approximately 90% is represented by receivables falling due within 60 days. On March 31, 2011, and the amounts over 90 days amounted to R$ 6,558.

Changes in allowance for credit losses:

	BM&FBOVESPA
At December 31, 2010	5,892
Aditions	541
Reversals	(1,616)
At March 31, 2011	**4,817**

6 Other Receivables

Other receivables comprise the following:

	BM&FBOVESPA	
	03/31/2011	**12/31/2010**
Current		
Advances to employees	1,311	1,457
Amounts receivable - related parties (note 16)	9,046	8,134
Warehouse	1,497	1,527
Other	981	1,135
Total	**12,835**	**12,253**
Non-current		
Other	626	626
Total	**626**	**626**

	Consolidated	
	03/31/2011	**12/31/2010**
Current		
Advances to employees	1,349	1,523
Linked Credits	1,086	557
Amounts receivable - related parties (note 16)	7,405	7,448
Warehouse	1,497	1,527
Other	1,692	1,862
Total	**13,029**	**12,917**
Non-current		
Brokers in liquidation (1)	2,200	2,200
Other	626	627
Total	**2,826**	**2,827**

(1) Balance of accounts receivable from brokers in liquidation, which considers the equity certificates pledged by the debtor as collateral.

7 Investments

a. Investments in subsidiaries

Investments in subsidiaries comprise the following:

Subsidiaries and controlled entities	Adjusted shareholders' equity	Total Shares	Adjusted net income	% Stake	Investiment 03/31/2011	Investiment 12/31/2010	Equity in income 1st quarter 2011	Equity in income 1st quarter 2010
Subsidiaries								
Banco BM&F de Liquidação e Custódia S,A,	45,373	24,000	438	100	45,373	44,935	438	581
Bolsa Brasileira de Mercadorias	18,111	405	2,127	50,12	9,077	8,011	1,066	(69)
Bolsa de Valores do Rio de Janeiro - BVRJ	57,193	115	(1,953)	86,95	49,729	51,427	(1,698)	(1,263)
BM&F USA Inc,	727	1,000	(372)	100	727	348	(372)	(758)
BM&FBOVESPA UK Ltd,	403	1,000	(279)	100	403	-	(279)	-
					105,309	**104,721**	**(845)**	**(1,509)**
Affiliate								
CME Group, Inc, (1)	33,856,601	66,793,000	739,260	5,08	2,227,264	2,248,325	37,541	-
Total					**2,322,573**	**2,353,046**	**36,969**	**(1,509)**

Summary of key financial information of subsidiaries and affiliates:

Details	Banco BM&F	Bolsa Brasileira de Mercadorias	Bolsa de Valores do Rio de Janeiro - BVRJ	BM&F USA Inc	BM&FBOVESPA UK Ltd,	CME Group, Inc,
Assets	231,635	19,773	62,012	736	403	56,530,548
Liabilities	186,262	1,662	4,819	9	-	22,673,947
Revenue	8,171	2,964	1,646	149	-	1,354,427

Changes in Investments:

	Subsidiaries					Affiliate	
Investiments	Banco BM&F	Bolsa Brasileira de Mercadorias	Bolsa de Valores do Rio de Janeiro - BVRJ	BM&F USA Inc	BM&FBOVESPA UK Ltd,	CME Group, Inc,	Total
At December 31, 2010	**44,935**	**8,011**	**51,427**	**348**	**-**	**2,248,325**	**2,353,046**
Equity	438	1,066	(1,698)	(372)	(279)	37,541	36,969
Exchange rate (2)	-	-	-	-	-	(50,620)	(50,620)
Reflex effect on affiliate	-	-	-	-	-	(258)	(258)
Capital increase	-	-	-	751	682	-	1,433
Dividends received	-	-	-	-	-	(7,724)	(7,724)
At March 31, 2011	**45,373**	**9,077**	**49,729**	**727**	**403**	**2,189,981**	**2,295,141**

(1) As from July 2010, with the acquisition of a 3.2% interest in CME Group for the amount of R$ 1,075,119, increasing the ownership interest from 1.78% to 5%, BM&FBOVESPA began to recognize the investment on the equity method, because management understands that the qualitative aspects of the relationship between the two companies indicate the existence of significant influence of BM&FBOVESPA on CME Group. The fair value of the investment at March 31, 2011, based on the market price of shares is R$ 1,667,669. Additionally, the evaluation of the possibility of impairment by the method of value in use has not indicated the existence of such losses

(2) From July 2010, the BM & FBOVESPA conducted an operation to protect (hedge of net investment) part of the exchange risk through the designation of a non-derivative financial instrument (debt issuance abroad), as presented in Note 12

b. Investment Property

This category comprises by properties owned by the subsidiary BVRJ - Bolsa de Valores do Rio de Janeiro and leased to others, which are depreciated according to the estimated useful lives of the asset, in 50 years.

	Consolidated
At December 31, 2010	38,212
Depreciation	(378)
At March 31, 2011	**37,834**

8 Property and Equipment

			BM&FBOVESPA	
			03/31/2011	**12/31/2010**
Details	**Cost**	**Depreciation**	**Net**	**Net**
Buildings	219,286	(99,061)	120,225	120,037
Furniture and fixtures	42,185	(26,417)	15,768	14,619
Computer-related equipment	320,225	(181,135)	139,090	143,908
Facilities	58,704	(13,847)	44,857	41,148
Telephone system	4,119	(2,615)	1,504	1,567
Other	69,542	(40,565)	28,977	28,384
Construction in progress	5,978	-	5,978	12,737
Total	**720,039**	**(363,640)**	**356,399**	**362,400**

			Consolidated	
			03/31/2011	12/31/2010
Details	**Cost**	**Depreciation**	**Net**	**Net**
Buildings	221,623	(99,808)	121,815	121,649
Furniture and fixtures	42,699	(26,801)	15,898	14,760
Apparatus and equipment	321,130	(181,924)	139,206	144,027
Facilities	59,735	(14,407)	45,328	41,640
Telephone system	4,119	(2,615)	1,504	1,567
Other	71,972	(40,630)	31,342	30,754
Construction in progress	5,978	-	5,978	12,737
Total	**727,256**	**(366,185)**	**361,071**	**367,134**

The table below represents the changes in annual rates of depreciation of fixed assets classified as:

Buildings	2.50%
Furniture and fixtures	10%
Computer Related-Equipment	10 to 25%
Facilities	10%
Telephone System	20%
Other	11% to 33%

9 Intangible Assets

Goodwill

The goodwill of R$ 16,064,309 is based on expectations of future income and supported by an economic of the appraisal and financial investment. The goodwill attributed to expected future profitability is annually tested for impairment. The test, based on an appraisal report prepared by experts, has not indicated the need for adjustments to the value of goodwill at December 31, 2010. During the first quarter, in accordance with CPC 21/IAS 34, the management reviewed the internal and external indicators and concluded that the assumptions of the previous valuation are still appropriate, not necessitating new calculations for the quarter.

Software and projects

The balance comprises costs for the acquisition and development of software and systems, with amortization rates of 20% to 33% per year, and expenditures for the implementation and development in progress of new systems and software.

	BM&FBOVESPA			
			03/31/2011	03/31/2010
Details	**Cost**	**Amortization**	**Net**	**Net**
Cost of software development	83,974	-	83,974	63,931
Concluded software development	10,199	(1,279)	8,920	9,582
Softwares	179,527	(107,403)	72,124	78,065
Total	**273,700**	**(108,682)**	**165,018**	**151,578**

			Consolidated	
			31/03/2011	31/12/2010
Details	**Cost**	**Amortization**	**Net**	**Net**
Cost of software development	83,974	-	83,974	63,931
Concluded software development	10,199	(1,279)	8,920	9,582
Softwares	180,742	(108,604)	72,138	78,081
Total	**274,915**	**(109,883)**	**165,032**	**151,594**

10 Earnings and Rights on Securities in Custody

These comprise dividends and interest on capital received on behalf of the owners of securities from listed companies, which will be transferred to the custody agents and subsequently to their clients, who are the owners of the shares.

11 Provision for Taxes and Contributions Payable

	BM&FBOVESPA	
Details	**03/31/2011**	**12/31/2010**
Withholding taxes and contributions payable	3,995	6,066
PIS/Cofins	16,309	15,490
ISS (Municipal service tax)	2,177	2,127
Total	**22,481**	**23,683**

	Consolidated	
Details	**03/31/2011**	**12/31/2010**
Withholding taxes and contributions payable	4,146	6,209
PIS/Cofins	16,425	15,607
ISS (Municipal service tax)	2,219	2,165
Total	**22,790**	**23,981**

12 Issuance of Debt Abroad and Financing

On July 16, 2010 BM&FBOVESPA concluded the issuance of senior unsecured notes, with face value of US$ 612 million, priced at 99.635% of nominal value, resulting in a net inflow of US$ 609 million (equivalent at the time to R$ 1,075,323). The interest rate is 5.50% pa, payable half-yearly in January and July, and with the principal amount due on July 16, 2020. The effective rate was 5.64% pa, which includes the issue discount and other costs related to issuance. The updated balance of the borrowing on March 31, 2011 is R$ 1,000,113(R$ 1,040,238 at December 31, 2010), which includes the amount of R$ 13,283 (R$30,179 at December 31,2010) of accrued interest. The proceeds from the offering were used to purchase shares of CME Group at that date.

The notes have an early partial or total redemption clause, at the Company´s option, at the greater of: (i) principal plus interest accrued to date and (ii) interest accrued to date plus the present value of the remaining cash flows, discounted by the rate applicable to U.S. Treasuries for the remaining term plus 0.40% pa (40 basis points per annum).

As from the issue date, exchange rate effects on the principal amount of the debt will be considered as a hedging instrument, in order to protect exchange rate risk on the portion equal to US$ 612 million (notional) of the investment in CME Group Inc. (Note 7). Accordingly, the Company adopted net investment hedge accounting in accordance with the provisions of CPC 38, preparing a formal designation of the hedge documenting: (i) objective of the hedge, (ii) type of hedge, (iii) the nature of the risk to be hedged, (iv) identification of the hedged item, (v) identification of the hedging instrument, (vi) test of the correlation of the hedge and the hedged item (retrospective effectiveness test) and (vii) the prospective effectiveness test.

For the retrospective effectiveness test, the company adopts the method of the ratio of accumulated gains or losses on the debt to the gains or losses on net investment (Dollar Offset method on a cumulative and spot basis). For prospective tests, the Company uses stress scenarios applied to the hedged variable. The application of such effectiveness tests revealed no ineffectiveness on March 31,2011.

The fair value of debt, calculated with market data, is R$1,026,421 at March 31, 2011 (Source: Bloomberg).

Additionally, the Company has financial leases of computer equipment. The balance at March 31, 2011 is R$ 885 (R$ 2,975 at December 31, 2010), maturing in April 2011.

13 Other liabilities

	BM&FBOVESPA	
Details	**03/31/2011**	**12/31/2010**
Custody agents	4,534	4,413
Liability for purchase of treasury shares	-	6,470
Amounts payable - related parties (Note 16)	2,533	2,652
Third parties services	2,009	2,081
Payable preferred shares (1)	1,839	1,839
Electricity, water and telephone	645	705
Other	7,718	6,579
Total	**19,278**	**24,739**

	Consolidated	
Details	**03/31/2011**	**12/31/2010**
Custody agents	4,534	4,413
Liability for purchase of treasury shares	-	6,470
Demand deposits (2)	64,170	50,373
Liabilities for securities purchased under resell agreements (2)	118,215	141,988
Outsourced services	2,256	2,239
Payable preferred shares (1)	1,839	1,839
Electricity, water and telephone	645	705
Other	9,143	8,118
Total	**200,802**	**216,145**

(1) Refers to the balance of the redemption of preferred shares and corresponds basically to amounts outstanding of foreign investors.

(2) Ammounts related to operations with Banco BM&F.

14 Provisions and liabilities e contingent assets

a. Contingent assets

BM&FBOVESPA has no contingent assets recognized in its balance sheet, and at present no lawsuits which are expected to give rise to future gains.

b. Contingent liabilities

BM&FBOVESPA and its subsidiaries are defendants in a number of labor, tax and civil lawsuits which have arisen during their normal operating activities.

The lawsuits are classified by their probability of loss (probable, possible or remote), based on an evaluation by the Company and its legal advisors, using parameters such as previous judgments and the history of loss in similar suits.

The lawsuits in which the loss is evaluated as probable mainly comprise the following:

- Labor claims mainly filed by employees of outsourced service providers, on account of alleged noncompliance with labor legislation. There are also claims filed by former BVRJ employees, specifically as regards to noncompliance with rules related to collective bargaining agreements;

- Civil proceedings, mainly consisting of matters pertaining to civil liability for losses and damages.

- Tax claims are mainly related to the incidence of PIS and Cofins on (i) the Company's revenues and (ii) receipt of interest on equity.

c. Legal obligations

These are almost entirely proceedings in which BM&FBOVESPA seeks exemption from social security additional contributions on payroll and payments to self-employed professionals, as well as discussions over the legality of Labor Accident Insurance (SAT).

A provision for the amounts related to legal obligations is recorded in full.

d. Changes in balances

The activity in provisions for contingencies and legal obligations may be summarized as follows:

	BM&FBOVESPA				
	Civil	**Labor**	**Legal obligations**	**Tax**	**Total**
At December 31, 2010	**4,202**	**5,795**	**33,023**	**12,780**	**55,800**
New provisions	-	237	1,105	-	1,342
Reversals	(4)	(360)	-	-	(364)
Reassessment of contingent risks	(100)	(357)	-	-	(457)
Price-level restatement	137	155	332	261	885
At March 31, 2011	**4,235**	**5,470**	**34,460**	**13,041**	**57,206**

	Consolidated				
	Civil	**Labor**	**Legal obligations**	**Tax**	**Total**
At December 31, 2010	**4,245**	**6,196**	**33,023**	**13,126**	**56,590**
New provisions	3,593	237	1,105	-	4,935
Reversals	(4)	(432)	-	-	(436)
Reassessment of contingent risks	(100)	(459)	-	-	(559)
Price-level restatement	141	161	332	266	900
At March 31, 2011	**7,875**	**5,703**	**34,460**	**13,392**	**61,430**

According to the characteristic of provisions there is no cash disbursement forecast.

e. Possible losses

The proceedings classified as a "possible loss" are so classified as a result of uncertainties surrounding their outcome. They are lawsuits for which jurisprudence has not yet been defined or which still depend on verification and analysis of the facts, or even involve specific aspects that reduce the chances of loss.

BM&FBOVESPA and its subsidiaries have tax, civil and labor lawsuits involving risks of loss classified by management as possible, based on the evaluation of their legal advisors, for which no provision has been recorded. These proceedings comprise mainly the following:

- Labor proceedings, mainly claims filed by employees of outsourced service providers, on account of alleged noncompliance with labor legislation. The amounts related to the lawsuits classified as possible at March 31,2011 are R$ 40,485 in the parent company (R$ 32,749 at December 31, 2010) and R$ 42,498 on a consolidated basis (R$ 34,609 at December 31, 2010);

- Civil proceedings mainly consist of matters pertaining to civil liability for losses and damages. The total amount involved in the lawsuits classified as possible at March 31, 2011 is R$ 88,691 in the parent company and on a consolidated basis (R$ 74,386 at December 31, 2010).

  The majority of this amount is related to a possibility of the Company being required to deliver shares of BM&FBOVESPA (surviving company of the merger with BM&F S.A.), in an amount corresponding to the shares resulting from the conversion of the shares of a commodities broker in the former BM&F, or indemnify the corresponding amount, if the cancellation of the shares in the former BM&F is found to be illegal, as alleged by a commodities broker in bankruptcy;

- The tax proceedings of BM&FBOVESPA and its subsidiaries mainly involve a dispute over the classification of exchanges as subject to the payment of social contributions. Most of these amounts are related to two lawsuits filed by BM&FBOVESPA against the Federal Government arguing that the Company was not subject to the payment of social contributions prior to the 1999 fiscal year. The amount involved in the aforementioned proceedings as of March 31, 2011 is R$ 45,857 (R$ 45,085 at December 31, 2010). The total amount involved in tax proceedings classified as possible is R$ 71,023 in the parent company and on a consolidated basis (R$70,141 at December 31).

f. Remote losses

BM&FBOVESPA, as successor of the former BOVESPA, and the subsidiary BVRJ are defendants in an action for material damages and pain and suffering filed by Mr. Naji Robert Nahas, Selecta Participações e Serviços SC Ltda. and Cobrasol - Companhia Brasileira de Óleos e Derivados, on the grounds of alleged losses in the stock market sustained in June 1989. The amount attributed to the cause by the plaintiffs is R$10 billion. In relation to the material damages and pain and suffering claimed, the plaintiffs ask that BVRJ and BM&FBOVESPA be sentenced in proportion to their responsibilities. On December 18, 2009, a sentence was published in which the claims made by the plaintiffs were considered completely unfounded. The Company and its legal advisors consider that the chances of loss in this lawsuit are remote.

BM&FBOVESPA received on November 29, 2010, an assessment notice from the Internal Revenue Service of Brazil ("RFB"), demanding the payment of income tax (R$301,686 of principal, plus fines and interest) and social contribution (R$108,525 of principal, plus fines and interest) representing the amount of those taxes that, in the view of the RFB, BM&FBOVESPA would have stopped collecting in the years 2008 and 2009 with respect to the amortization for tax purposes of the goodwill generated upon the merger into the company of Bovespa Holding SA, adopted at the General Assembly of May 8, 2008. BM&FBOVESPA had questioned the assessment notice within the statutory period, and is awaiting judgment in the administrative level. Based on the advice of his lawyers, BM&FBOVESPA considers that the risk of loss associated with this procedure is remote and will continue to amortize, for tax purposes, this goodwill, as provided by law.

g. Judicial deposits

	BM&FBOVESPA		Consolidated	
Details	**03/31/2011**	**12/31/2010**	**03/31/2011**	**12/31/2010**
Legal obligations	34,461	33,023	34,811	33,370
Tax	55,148	54,103	55,148	54,103
Civil	4,235	2,096	4,235	2,095
Labor	2,912	2,667	3,055	2,810
Total	**96,756**	**91,889**	**97,249**	**92,378**

Of the total judicial deposits, R$33,777 (R$ 33,099 at December 31, 2010) relates to one of the processes involving a dispute over the classification of exchanges as subject to the payment of social contributions, classified as possible by management, as described in "e" above. Given the existence of judicial deposits related to tax processes classified as of possible loss, the amount of tax contingencies and legal obligations is lower than the total deposits related to tax claims.

h. Law 11,941/09

In November 2009, the Company enrolled in the Tax Recovery Program, instituted by Law 11,941/09 and Provisional Measure (MP) 470/09, aimed at cash payment of the amount of R$ 2,365, related to a portion of the amount disputed in the COFINS court case, and the amount is deposited in escrow and constituted as probable liability contingency. The value of R$ 2,151 will be converted to government revenue and R$214 will be recorded in favor of the Company, representing a discount of 45% of arrears interest, as permitted by those laws. The provision

remains in effect until the approval of the request to cancel part of the application of the lawsuit, because it is a condition for further discharge of the debt pursuant to the Tax Recovery Program.

15 Shareholders' equity

a. Capital

BM&FBOVESPA's capital is R$2,540,239, comprising 2,044,014,295 nominative common shares with voting rights and no par value, of which 1,962,806,605 outstanding ordinary shares at March 31, 2011 (1,979,921,193 at December 31, 2010.)

The Company is authorized to increase its capital up to the limit of 2,500,000,000 (two billion, five hundred million) common shares, through a resolution of the Board, regardless statutory amendment.

b. Treasury Shares

Share buyback program

In a meeting held on August 12, 2010, the Board of Directors approved a Share Buyback Program, aiming to maximize value creation for shareholders through an efficient management of the capital structure.

On December 16, 2010, the Board approved the extension of the Repurchase Program, which now has the final date of June 30, 2011. The maximum amount of shares to be purchased is 60,000,000 common shares, representing 3.03% of total shares outstanding.

The shares acquired under the Share Buyback Program will be canceled or used to fulfill the exercise of the stock options by the beneficiaries of the Stock Option Plan of the BM&FBOVESPA.

BM&FBOVESPA purchased shares between August 18, 2010 and February 26, 2011 respecting the period of restrictions on trading as determined by CVM Instruction 358. During this period the Company repurchased 53,070,000 shares, 31,950,000 in 2010 and 21,120,000 in 2011, representing 88.45% of the total in the program.

We present below the activity of treasury shares during the quarter:

	Quantity
Opening balance	**64,093,102**
Acquisition of Shares - Share Buyback Program	18,620,000
Sold shares - stock option (Note 18)	(1,505,412)
Ending balance	**81,207,690**
Average cost of treasury shares (R$)	10,182
Value of treasury shares	826,830
Market value of treasury shares	962,311

c. Revaluation reserves

Revaluation reserves were established as a result of the revaluation of works of art in BM&FBOVESPA and of the property of the subsidiary BVRJ on August 31, 2007, based on independent experts' appraisal reports.

d. Statutory reserves

Their purpose is to form funds and safeguard mechanisms required for the adequate development of the activities of BM&FBOVESPA, assuring the proper settlement and reimbursement of losses arising from the intermediation of transactions carried out in its auction systems and/or registered in any of its trading, registration, clearing and settlement systems, and from custody services.

e. Valuation adjustments

Have the purpose of recording the effects of (i) currency translation adjustments of the investment in the CME Group, (ii) hedge accounting on net foreign investment, (iii) equity in other comprehensive income of an affiliate and (iv) until July 30, 2010, effects of mark-to-market adjustments of the shares of CME Group (Note 7).

f. Dividends and interest on own capital

Pursuant to the bylaws, the shareholders are guaranteed interest on own capital or dividends, based on the net income of the Company, adjusted under the terms of corporate law, at a minimum percentage of 25%.

At December, 2010, BM&FBOVESPA approved an additional R$ 32,000 as interest on own capital over the minimum required, which was paid on January 19, 2011.

Interest on own capital and dividends distributed are detailed below:

Details	Deliberation	Payment	Per share (gross) (R$)	Total amount (gross)
Interest on own capital	RCA BVMF-02/17/2011	03/10/2011	0,025461	50,000
Total deliberated on period				**50,000**

At the Annual General Shareholders Meeting held on April 18, 2011, the shareholders approved the proposal for payment in the amount of R$ 406,086, as a supplement to dividends for the year ended December 31, 2010.

The management of BM&FBOVESPA chose not to create a revenue reserve for the difference between the amount recognized in equity and the amount received as dividends resulting from participation in the affiliate CME Group.

g. Earnings per share

Basic	**Consolidated**	
	1th Quarter 2011	**1th Quarter 2010**
Numerator		
Net income available to shareholders of BM&FBOVESPA	270,756	284,467
Denominator		
Weighted average of shares in circulation	1,963,806,622	2,007,064,141
Basic weighted earnings per share (in R$)	**0,137873**	**0,141733**

Diluted	**Consolidated**	
	1th Quarter 2011	**1th Quarter 2010**
Numerator		
Net income available to shareholders of BM&FBOVESPA	270,756	284,467
Denominator		
Weighted average of shares in circulation adjusted for the effects of stock option plans	1,972,831,468	2,021,432,108
Diluted weighted earnings per share (in R$)	**0,137242**	**0,140725**

16 Related Party Transactions

a. *Transactions and balances with related parties*

	Assets/ (Liabilities)		Revenue/ (Expenses)	
Details	**03/31/2011**	**12/31/2010**	**1th Quarter 2011**	**1th Quarter 2010**
Bolsa de Valores do Rio de Janeiro - BVRJ				
Accounts receivable	5	-		
Accounts payable	(2,314)	(2,315)		
Contribution on membership certificates			-	(119)
Banco BM&F de Serviços de Liquidação e Custódia S.A.				
Cash and cash equivalents	-	17		
Accounts receivable	475	527		
Foreign exchange operations	1,155	153		
Recovery of expenses			1,489	1,297
Bolsa Brasileira de Mercadorias				
Accounts receivable	5	5		
Accounts payable	(219)	(337)		
Minimum contribution on membership certificates			(324)	(287)
Recovery of expenses			14	69
BM&FBOVESPA Supervisão de Mercados				
Accounts receivable	395	452		
Recovery of expenses			594	650
Mechanism of reimbursment of losses				
Accounts receivable	22	24		
Associação BM&F				
Accounts receivable	6,952	6,947		
Other companies				
Accounts receivable	37	26		

The main transactions with related parties are listed below and were carried out under the following conditions:

BM&FBOVESPA pays a minimum fee to BVRJ and Bolsa Brasileira de Mercadorias as a member of these associations. The payments for BVRJ were made until December 2010.

BM&FBOVESPA, by request of Banco BM&F, Bolsa Brasileira de Mercadorias and Associação BM&F, contracts companies specialized in providing information technology services designed to support the activities of these entities and transfers the respective costs incurred, in full, to the first two entities.

Banco BM&F entered into an agreement with BM&FBOVESPA which, in addition to granting occupancy of a building owned by the latter, also establishes the utilization of its technology infrastructure and also its personnel, with transfer of the corresponding costs.

BSM has entered into an agreement with BM&FBOVESPA for the transfer and recovery of costs which establishes the reimbursement to BM&FBOVESPA of the net amount paid monthly for expenses incurred in contracting resources and for the infrastructure made available to BSM to assist in the performance of its supervisory activities.

b. Remuneration of key management personnel

Key management personnel include Members of the Board, Executive Officers, the Head of Internal Audit, the Director of Banco BM&F and the Director of Human Resources.

Management benefits	1th Quarter 2011	1th Quarter 2010
Short-term benefits (salaries, participation in results, etc,)	6,033	5,334
Post-employment benefits	-	8
Employment contract rescission benefits	11	-
Share based remuneration (1)	7,434	1,877

(1) Represents the expense calculated for the period in relation to the stock options granted to key management personnel, which was recognized in accordance with the criteria described in Note 18.

17 Safeguard Structure

a. Risk management

Credit risk - Performance of BM&FBOVESPA as a central counterparty (CCP) guarantor of markets (Clearing)

BM&FBOVESPA manages four clearinghouses considered systematically important by the Central Bank of Brazil, i.e. the Derivatives, Foreign Exchange and Securities Clearinghouses and the Equity and Corporate Debt Clearinghouse (CBLC).

The activities carried out by the clearinghouses of BM&FBOVESPA are governed by Law 10,214, of March 27, 2001, which authorizes the multilateral clearing of obligations, establishes the central counterparty role of the systemically important clearinghouses and permits the utilization of the collateral obtained from the defaulting participants to settle their obligations in the clearinghouse environment, including in cases of civil insolvency, composition with creditors, intervention, bankruptcy and out-of-court liquidation.

Through these Clearinghouses, BM&FBOVESPA acts as a CCP in the derivatives market (futures, forwards, options and swaps), in the equity market (spot, forwards, options, futures and securities loans), the foreign exchange market (spot US dollar), the federal government bond market (spot and forward transactions and securities loans) and private debt securities (spot and securities loans). In other words, by assuming the role of a central counterparty, BM&FBOVESPA becomes responsible for the proper settlement of trades carried out and/or registered in its systems, as established in the regulations in force.

The performance of BM&FBOVESPA as a central counterparty exposes it to the credit risk of the participants that utilize its settlement systems. If a participant fails to make the payments due, or to deliver the assets, securities and/or commodities due, it will be incumbent upon BM&FBOVESPA to resort to its safeguard mechanisms, in order to ensure the proper settlement of the transactions in the established time frame and manner. In the event of a failure or insufficiency of the safeguard mechanisms of its Clearinghouses, BM&F BOVESPA might have to use its own equity, as a last resort, to ensure the proper settlement of trades.

The BM&FBOVESPA Clearinghouses are not directly exposed to market risk, as they do not hold net long or net short positions in the various contracts traded. However, the increase of price volatility can affect the magnitude of amounts settled by the various market participants, and can also heighten the probability of default by these participants. Furthermore, as already emphasized, the Clearinghouses are responsible for the settlement of the trades of a defaulting participant, which could result in losses for BM&FBOVESPA if the amounts due surpass the amount of collateral available. Accordingly, despite the fact that there is no direct exposure to market risk, this risk can impact and increase the credit risks assumed.

To mitigate the risks assumed, each BM&FBOVESPA Clearinghouse has its own risk management system and safeguard structure. The safeguard structure of a Clearinghouse represents the set of resources and mechanisms that it can utilize to cover losses relating to the settlement failure of one or more participants. These systems and structures are described in detail in the regulations and manuals of each Clearinghouse, and have been tested and ratified by

the Central Bank of Brazil, in accordance with National Monetary Council (CMN) Resolution 2,882/01 and BACEN Circular 3,057/01.

The main components of the safeguard structure of the Derivatives Clearinghouse are described below:

- Collateral deposited by derivatives market participants;

- Joint responsibility for trade settlement by the brokerage house and clearing member which acted as intermediaries, as well as the collateral deposited by these participants;

- Operational Performance Fund, in the amount of R$1,168,146 (R$1,162,122 at December 31, 2010), formed by resources transferred by holders of settlement rights at the Derivatives Clearinghouse (clearing members) and holders of full trading rights, for the exclusive purpose of guaranteeing the operations;

- Agricultural Market Trading Fund, in the amount of R$50,000 at March 31, 2011 and December 31, 2010, intended to hold resources of BM&FBOVESPA allocated to guarantee the proper settlement of transactions involving agricultural commodity contracts;

- Special Clearing Member Fund, in the amount of R$40,000 at March 31, 2011 and December 31, 2010, formed by a capital transfer from BM&FBOVESPA., intended to hold BM&FBOVESPA resources allocated to guarantee the proper settlement of transactions, regardless of the type of contract;

- Clearing Fund, in the amount of R$402,003 (R$408,509 at December 31, 2010), formed by collateral transferred by clearing members, intended to guarantee the proper settlement of transactions after the resources of the two previous funds have been used;

- Special equity, in the amount of R$35,749 (R$34,807 at December 31, 2010), in compliance with the provisions of Article 5 of Law 10,214, of March 27, 2001 and of Article 19 of Circular 3,057 of the Brazilian Central Bank, of August 31, 2001.

The main components of the safeguard structure of the Foreign Exchange Clearinghouse are described below:

- Collateral pledged by foreign exchange market participants;

- Participation fund, in the amount of R$165,115 (R$162,235 at December 31, 2010), formed by collateral transferred by Clearinghouse participants, intended to guarantee the proper settlement of transactions;

- Operational Fund of the Foreign Exchange Clearinghouse, in the amount of R$50,000 at March 31, 2011 and December 31, 2010, with the purpose of maintaining funds of BM&FBOVESPA to cover losses resulting from operating or administrative failures;

- Special equity, in the amount of R$35,776 (R$34,848 at December 31, 2010), in compliance with the provisions of Article 5 of Law 10,214, of March 27, 2001 and of Article 19 of Circular 3,057 of the Brazilian Central Bank, of August 31, 2001.

The main components of the safeguard structure of the Securities Clearinghouse are described below:

- Collateral deposited by federal government bond market participants;

- Operational Fund of the Securities Clearinghouse, in the amount of R$40,000 at March 31, 2011 and December 31, 2010, with the purpose of maintaining funds of BM&FBOVESPA to cover losses resulting from operating or administrative failures of participants;

- Special equity, in the amount of R$25,196 (R$24,536 at December 31, 2010), in compliance with the provisions of Article 5 of Law 10,214, of March 27, 2001 and of Article 19 of Circular 3,057 of the Brazilian Central Bank, of August 31, 2001.

The main components of the safeguard structure of the Equity and Corporate Debt Clearinghouse (CBLC) are described below:

- Collateral deposited by CBLC's market participants;

- Joint responsibility for trade settlement by the brokerage house and clearing member that acted as intermediaries, as well as the collateral deposited by these participants;

- Settlement Fund, in the amount of R$385,631 (R$485,409 at December 31, 2010), formed by collateral transferred by clearing members, intended to guarantee the proper settlement of transactions;

- Special equity, in the amount of R$38,216 (R$37,210 at December 31, 2010), in compliance with the provisions of Article 5 of Law 10,214, of March 27, 2001 and of Article 19 of Circular 3,057 of the Brazilian Central Bank, of August 31, 2001.

The risk management policy adopted by the Clearinghouses is established by the BM&FBOVESPA Market Risk Committee, in which BM&FBOVESPA officers participate, including the Clearinghouses' Chief Officers, the Depositary Chief Officer and the Risk Chief Officer, the Operations and IT Chief Officers, the Products Chief Officer, as well as the Risk Management Officer and the Settlement Officer, among others. The main duties of the

Committee are (i) the evaluation of the macroeconomic and political environment and of its impacts on the markets managed by BM&FBOVESPA. (ii) the determination of the models utilized for calculation of collateral and for control of the intraday risk of the transactions performed, (iii) the definition of parameters utilized by these models, especially the stress scenarios referring to each type of risk factor, (iv) the assets accepted as collateral, their form of valuation, maximum limits of use and applicable haircut factors, and (v) other studies and analyses.

In view of the amounts involved, the collateral pledged by the participants who carry out the transactions represents the most significant component of the Clearinghouse's safeguard structures.

For most of the contracts, the amount required as collateral is calculated so as to cover the market risk of the transaction, i.e. its price volatility, during the time frame of two days, which is the maximum time expected for the settlement of the positions of a defaulting participant. This time frame may vary depending on the nature of the contracts and assets negotiated.

The models utilized in the margin requirement calculation are based on stress testing, a methodology that seeks to gauge market risk considering not only the recent historical price volatility, but also the possibility of unexpected events that could modify the historical patterns of prices and of the market in general.

The main parameters utilized by the margin calculation models are the stress scenarios, defined by the Risk Committee for the risk factors that affect the prices of contracts and securities traded at BM&FBOVESPA. Among the main risk factors are the Brazilian real/US dollar exchange rate, the term structure of the local fixed interest rate, the term structure of the US dollar interest rate, the Bovespa Index and the cash prices of shares, among others.

In the definition of stress scenarios, the Risk Committee utilizes a combination of quantitative and qualitative analyses. The quantitative analysis is conducted with the support of statistical models of risk estimation, such as the Extreme Value Theory (EVT), estimation of implied volatilities, and GARCH family models, besides historical simulations. The qualitative analysis, in turn, considers aspects related to the domestic and international economic and political environments, and their possible impacts on the markets managed by BM&FBOVESPA.

Market risk - Investment of cash funds

Considering the importance of BM&FBOVESPA's equity as a last resource available in the safeguard structure of its Clearinghouses, its investment policy emphasizes low risk cash alternatives, normally federal government bonds, including exposure through exclusive and retail investment funds. As a result, in general, there is a significant proportion of federal securities in the portfolio of applications of BM&FBOVESPA, being purchased directly, via repurchase agreements backed by government bonds and also through exclusive and non-exclusive

investment funds. Thus, in general, the BM&FBOVESPA has on principle directing most of its applications in conservative financial assets, high liquidity and with sovereign risk, whose overall performance is tied to the Selic rate / CDI.

b. Collateral for transactions

Transactions performed in the BM&FBOVESPA markets are backed by cash margin deposits, government bonds and corporate securities, letters of credit and other financial instruments. At March 31, 2011, the pledged collateral totaled R$162,165,348 (R$143,087,657 at December 31, 2010), as follows:

Derivatives Clearinghouse	**03/31/2011**	**12/31/2010**
Federal government bonds	84,073,833	76,979,261
Letters of credit	3,306,776	3,538,492
Equities	4,908,375	4,934,328
Bank certificates of deposit (CDBs)	1,217,136	1,150,998
Gold	140,890	105,958
Cash (1)	589,857	652,290
Other	112,067	173,340
Subtotal	94,348,934	87,534,667
Foreign Exchange Clearinghouse		
Federal government bonds	5,450,549	3,855,147
Cash (1)	1,506,881	66,520
Subtotal	6,957,430	3,921,667
Securities Clearinghouse		
Federal government bonds	988,020	928,786
Equity and Corporate Debt Clearinghouse - CBLC		
Federal government bonds	26,317,915	22,749,941
Equities	30,959,407	25,809,847
International bonds (2)	1,275,772	736,905
Bank certificates of deposit (CDBs)	553,875	580,066
Letters of credit	303,135	448,054
Cash (1)	277,202	235,720
Other	183,658	142,004
Subtotal	59,870,964	50,702,537
Total	**162,165,348**	**143,087,657**

(1) The balance of collateral recorded in current liabilities refers to deposits in currency. The availability of these funds is managed, and their utilization is dependent on the fluctuation of the required margin balance.

(2) US and German federal government bonds, as well as ADRs (American Depositary Receipt).

c. Other information - Clearing Fund (Derivatives Clearinghouse)

This is formed by funds invested by the clearing members, with the exclusive purpose of guaranteeing transactions, and may include bank letters of credit, government bonds and corporate securities, cash, gold and other assets, at the sole discretion of BM&FBOVESPA. Collateral represented by securities and other assets depends on prior approval from BM&FBOVESPA.

The liability of each clearing member is joint and limited, individually. The Clearing Fund was comprised as follows:

Composition	**03/31/2011**	**12/31/2010**
Federal government bonds	339,226	354,256
Letters of credit	47,013	35,012
Bank certificates of deposit (CDBs)	11,700	14,700
Equities	4,064	4,541
Amounts deposited	402,003	408,509
Amounts that ensure clearing member/trader participation	(316,000)	(313,000)
Excess collateral	86,003	95,509

The minimum contribution for each clearing member is R$2,000, R$3,000 and R$4,000, depending on whether this member is the holder of a type 1, type 2 or type 3 settlement right, respectively, in the Derivatives Clearinghouse. In addition, each clearing member must contribute R$500 per participant entitled to trade under their responsibility. The total amount deposited in the Clearing Fund is R$402,003 (R$408,509 at December 31, 2010), while the remainder refers to the surplus of non-enforceable deposited collateral.

d. Operational Performance Fund (Derivatives Clearinghouse)

This fund is formed by resources transferred by holders of settlement rights in the Derivatives Clearinghouse (clearing members) and holders of full trading rights, with the exclusive purpose of guaranteeing transactions. These resources can take the form of bank letters of credit, government bonds and corporate securities, cash, gold and other assets, at the sole discretion of BM&FBOVESPA. Collateral represented by securities and other assets depend on prior approval from BM&FBOVESPA.

The Operational Performance Fund presents the following position:

Composition	**03/31/2011**	**12/31/2010**
Federal government bonds	932,255	921,678
Letters of credit	187,152	172,210
Bank certificates of deposit (CDBs)	37,302	52,801
Equities	11,437	15,358
Cash (1)	-	75
Amounts deposited	1,168,146	1,162,122
Amounts that ensure clearing member/trader participation	(996,900)	(989,200)
Excess collateral	171,246	172,922

(1) The balance of collateral recorded in current liabilities refers to deposits in currency. The availability of these funds is managed and their utilization is dependent on the fluctuation of the required margin balance.

The minimum contribution for each clearing member is R$5,500, R$6,500 and R$7,500, depending on whether this member is the holder of a type 1, type 2 or type 3 settlement right, respectively, in the Derivatives Clearinghouse.

The minimum contribution for each commodities broker is R$6,000 for holders of full trading rights. The minimum contribution of the holders of full trading rights of interest rates, exchange rates and Ibovespa is R$4,000. The minimum contribution for the holders of the trading rights of other contracts settled in the Derivatives Clearinghouse is R$3,000.

The minimum contribution for each special operator is R$1,600 for the holders of full trading rights and restricted trading rights of interest rates, exchange rates and Ibovespa. For the holders of trading rights of other contracts settled in the Derivatives Clearinghouse, the minimum required contribution is R$1,000.

e. Participation fund (Foreign Exchange Clearinghouse)

Formed by deposits, in assets and currencies, required for the authorization of participants in the Foreign Exchange Clearinghouse. Their purpose is to guarantee performance of the obligations assumed by them.

The Participation Fund presents the following position:

Composition	03/31/2011	12/31/2010
Federal Government Bonds	165,115	162,235

f. Liquidation Fund of the of the clearing of stocks and fixed income (CBLC)

It consists of funds provided by the clearing agents CBLC, with the sole purpose of covering losses arising from any default by the participants.

The Guarantor Fund presented the following position:

Composition	03/31/2011	12/31/2010
Federal government bonds	385,624	485,409
Cash (1)	7	-
Amounts deposited	385,631	485,409

(1) The balance of collateral recorded in current liabilities refers to deposits in currency. The availability of these funds is managed and their utilization is dependent on the fluctuation of the required margin balance.

g. Guarantee funds and Mechanism for reimbursement

BM&FBOVESPA maintains a Guarantee Fund, in the form of a statutory reserve, in the amount of R$92,342 for the sole purpose of assuring its clients that hold trading and settlement rights the reimbursement of certain losses provided for in the regulations.

The subsidiaries Bolsa Brasileira de Mercadorias and Bolsa de Valores do Rio de Janeiro (BVRJ) also maintain Guarantee Funds, special purpose entities without a legal status. The maximum liability of these Guarantee Funds is limited to the sum of their net assets.

BSM also manages a Mechanism for Reimbursement of Losses, the sole purpose of which is to assure reimbursement of loss to clients of brokerage firms that trade in BM&FBOVESPA upon the occurrence of events determined in the regulation. The purpose of these funds is to assure

that their members' clients are refunded for losses resulting from errors in the execution of orders accepted and from inadequate or irregular use of funds belonging to clients, under the terms of CVM Instruction 461/07.

We present below a summary of the main accounting balances of these mechanisms:

	03/31/2011	12/31/2010
Guarantee Fund - Bolsa Brasileira de Mercadorias	809	792
Guarantee Fund - Bolsa de Valores do Rio de Janeiro	(2,788)	(2,468)
Mechanism of reimbursment of losses	218,726	280,447
BM&FBOVESPA Guarantee Fund	92,342	92,342
Net Asset of Mechanism of reimbursement of losses – (MRP)	311,068	372,789

18 Employee Benefits

Stock options – BM&F S.A. (Transferred to BM&FBOVESPA)

At the AGE held on September 20, 2007, approval was given for an option plan for shares issued by BM&F S.A. for the purpose of "granting purchase rights on a number of shares, for recognition and retention of the employees of BM&F S.A. and, subsequently, of the Company, after May 8, 2008, up to a limit of 3% of the Company's capital stock".

The stock options granted under the stock option purchase plan of the extinct BM&F were assumed by BM&FBOVESPA, as decided at the AGE of May 8, 2008.

On December 18, 2007, 27,056,316 stock options were granted under the plan with a fixed exercise price of R$1.00 per share. Subsequent to this date, no further stock options were granted or vesting conditions changed under this plan. During the period, some employees acquired the rights to exercise their options as a result of their dismissal. The number of stock options that have not yet vested at March 31, 2011 totaled 3,672,546 options which did not acquire the condition of *vesting* yet.

The Plan was mainly devised to provide managers and employees of the former BM&F (i) with consideration for services carried out by the beneficiaries during the period prior to the demutualization process and also (ii) to retain professionals for a period of four years subsequent to the approval of the Plan and IPO.

The main items used as a basis for acknowledging these services and for allocating the options granted were:

(i) Exercise price fixed at R$1.00;
(ii) Right to exercise options even if the beneficiary is dismissed by the Company, as well as on retirement, dismissal as a result of disability or death of the beneficiary;
(iii) Number of years of service of each beneficiary;
(iv) Different period for each exercise of options.

The Company recognized the expenses related to the stock options of employees that have not yet vested, recognizing a total expense of R$1,541 during the quarter (R$5,949 at March 31, 2010). The Company considered in this calculation an estimated turnover of 5%, i.e. the estimated number of options which will not vest due to employees who opt to leave the Company.

Stock options – BM&FBOVESPA's Plan

On May 8, 2008, at the AGE of BM&FBOVESPA, approval was given to institute a stock option plan within the authorized limit of 2.5% of the Company's capital, having as its main objective to align the interests of shareholders with those of directors, managers, employees and service providers who are considered strategic, and employees considered as talents of BM&FBOVESPA and its subsidiaries.

On December 19, 2008, the first series of options was granted at an exercise price of R$5.174 per share, corresponding to the average closing price of trading in the 20 days that preceded the date on which the options were granted, observing the vesting periods for exercising the options. 4,531,850 stock options were granted, distributed equally on four vesting dates over a four-year period.

Some employees that had stock options related to the series granted in 2008, acquired the rights to exercise their options as a result of their dismissal. As a result of the acceleration of vesting in the cases of dismissal, the Company recognized, during the period, the total expenses related to 962,050 stock options of the employees dismissed that otherwise would have been recognized in future periods. At March 31, 2011, there are 1,513,844 stock options granted in 2008 that have not yet vested.

On January 20, 2009, the Board of Directors approved the 2009 stock option program ("2009 Program"), which set the date of grant on March 1, 2009. The exercise price of $ 6.60 per share corresponds to the average closing price of 20 trading days preceding the date of the grant program in 2009, as established in the plan approved in the shareholders General Assembly on 8 May 2008.

The 2009 program refers to the period from January 1, 2009 to December 31, 2009, the base period for the performance assessments of the program beneficiaries.

At the meeting on December 17, 2009, the Board confirmed the allocation of individual stock options within the 2009 program, according to the performance assessment of the Company and the beneficiaries, in the total amount of 9,947,000 stock options, divided into four qualifying dates (vesting).

Some employees who had stock options related to the series granted in 2009 had the right to exercise their options at the time of their dismissal. As a result of the acceleration of the vesting period in the cases of dismissal, BM&FBOVESPA recognized in the period all the costs related to 117,500 stock options of terminated employees that would have been recognized in future periods. On March 31, 2011 there are 4,401,000 stock options granted in 2009 that have not yet vested.

On February 23, 2010, the Board of Directors approved the 2010 stock option program ("2010 Program"), which set the date of grant on January 03, 2011. The exercise price of $ 12.91 per share corresponds to the average closing price of 20 trading days preceding the date of the grant program in 2010, as established in the plan approved of the general shareholders meeting on May, 8 2008.

At the meeting held on December 16, 2010, the Board confirmed the allocation of individual stock options within the 2010 program, according to the performance assessment of the Company and the beneficiaries, in the total amount of 13,952,000 stock options, divided into four qualifying (vesting) dates.

At March 31, 2011, there are 10,356,750 options granted under the 2010 program that have not yet vested.

As a result, the Company recognized expenses in the statement of income related to both grants of this plan in the total amount of R$23,003 during the quarter (R$3,051 at March 31, 2010), with a counter-entry to capital reserves in shareholders' equity. The Company considered in this calculation an estimated turnover of 5% and 11%, i.e. the estimated number of options which will not vest due to employees who opt to leave the Company or whose employment is terminated by the Company before achieving vested rights to exercise the options.

At March 31, 2011, considering the three programs, the Company has granted stock options corresponding to 0.11%, 0.37% and 0.68% of the Company's capital respectively, respecting the limit of 2.5% of capital each grant, remaining 1.34% of capital to be used to grant new series of stock options.

As the options are exercised by the employees, the Company will issue new shares, increasing its capital, or use treasury shares.

Granted Options

Plan	Grant Date	Granted	Price (R$)	Granted	Exercised and canceled in prior periods	Canceled in 1st Quarter 2011	Exercised in 1st Quarter 2011	Outstanding contracts 03/31/2011	Fair value of options on grant date (in reais)
BM&F S.A.	12/18/2007	12/18/2009	1.00	6,652,596	(6,523,746)	-	(108,000)	20,850	21.81
BM&F S.A.	12/18/2007	12/18/2010	1.00	6,329,396	(4,690,396)	-	(651,350)	987,650	21.54
BM&F S.A.	12/18/2007	12/18/2011	1.00	6,244,396	(2,571,850)	-	-	3,672,546	21.32
				19,226,388	(13,785,992)	-	(759,350)	4,681,046	
BM&FBOVESPA	12/19/2008	6/30/2009	5.174	1,132,966	(829,428)	-	(23,325)	280,213	3.71
BM&FBOVESPA	12/19/2008	6/30/2010	5.174	1,132,966	(703,787)	-	(34,537)	394,642	3.71
BM&FBOVESPA	12/19/2008	6/30/2011	5.174	1,132,959	(287,862)	(48,025)	-	797,072	3.71
BM&FBOVESPA	12/19/2008	6/30/2012	5.174	1,132,959	(287,862)	(48,025)	-	797,072	3.71
				4,531,850	(2,108,939)	(96,050)	(57,862)	2,268,999	
BM&FBOVESPA	3/1/2009	12/31/2009	6.60	2,486,750	(1,047,220)	-	(122,600)	1,316,930	2.93
BM&FBOVESPA	3/1/2009	12/31/2010	6.60	2,486,750	(109,500)	-	(565,600)	1,811,650	2.93
BM&FBOVESPA	3/1/2009	12/31/2011	6.60	2,486,750	(182,000)	(104,250)	-	2,200,500	2.93
BM&FBOVESPA	3/1/2009	12/31/2012	6.60	2,486,750	(182,000)	(104,250)	-	2,200,500	2.93
				9,947,000	(1,520,720)	(208,500)	(688,200)	7,529,580	
BM&FBOVESPA	1/3/2011	1/3/2011	12.91	3,488,000	-	-	-	3,488,000	4.50
BM&FBOVESPA	1/3/2011	1/3/2012	12.91	3,488,000	-	(35,750)	-	3,452,250	4.50
BM&FBOVESPA	1/3/2011	1/3/2013	12.91	3,488,000	-	(35,750)	-	3,452,250	4.50
BM&FBOVESPA	1/3/2011	1/3/2014	12.91	3,488,000	-	(35,750)	-	3,452,250	4.50
				13,952,000	-	(107,250)	-	13,844,750	
Total dos Planos				**47,657,238**	**(17,415,651)**	**(411,800)**	**(1,505,412)**	**28,324,375**	

Total options exercised during the period

As regards the plan transferred to BM&FBOVESPA, 759,350 options were exercised during the quarter as follows:

BMF	Exercise Month	Average Market Price (R$)	Quantity carried
	January	12.64	211,350
	February	11.49	392,400
	March	11.36	155,600
	Options exercised during 1th Quarter 2011		**759,350**

As regards BM&FBOVESPA's plan, 746,062 options were exercised during the quarter as follows:

BMFBOVESPA	Exercise Month	Average Market Price (R$)	Quantity carried
	January	12.69	409.650
	February	11.54	259.300
	March	11.40	77.112
	Options exercised during 1th Quarter 2011		**746,062**

Consolidated activity during the year

	Quantity
Opening balance	**16,289,587**
Granted Options	13,952,000
Exercised Options	(1,505,412)
Canceled Optons	(411,800)
Ending balance	**28,324,375**

The percentage of capital dilution to which the current shareholders could be subject in the event that all the options outstanding at March 31, 2011 are exercised is near to 1,44% (December 31, 2010 – 0,82%).

Effects arising from the exercise of the options

Details	1th Quarter 2011	1th Quarter 2010
Amount received on share sales-Exercised Options	5,604	4,301
(-)Cost of treasury shares old	(15,033)	(15,213)
Effect on disposal of shares	**(9,429)**	**(10,912)**

Option Pricing Model

To determine the fair value of the options granted, the Company has taken into account the following aspects:

a) The stock options that were granted by the Company allow the exercise in advance as from a specific future date (vesting date) which is situated between the grant date and the option expiry date;
b) The shares pay dividends between the grant date and the option expiry date.

Accordingly, these options present characteristics from the European model (exercise in advance is not allowed) until the vesting date and characteristics from the American model (possibility of exercise in advance) between the vesting date and the option expiry date. These options are known as Bermuda or Mid-Atlantic type and their price must be between the price of a European option and the price of an American option with similar characteristics. In relation to the dividend payment, there are two impacts on the price of the option that should be taken into account: (i) the fall in share prices after the dates on which they become ex-dividend and (ii) the influence of such payments on the decision to exercise the option in advance.

Considering the aspects above, the Binomial method was used to determine the fair value of the options granted. This method produces results which are equivalent to the results of the Black & Scholes model for non-complex European options, having the advantage of being able to incorporate

the characteristics of an exercise in advance and the payment of dividends in relation to the stock options considered.

The main assumptions considered in the options' fair value determination were:

a) The options were evaluated based on the market parameters effective on each of the grant dates of the different plans;
b) To estimate the risk-free interest rate, the Company used the future interest contracts negotiated for the maximum exercise period of each option;
c) The liquidity of the stock options, comprising the respective programs, was low on the grant dates and accordingly the implied volatilities in these contracts are atypical and it would not be feasible to use them for estimating volatility. In addition, since the Company was a recently listed entity at the time the plans were granted, historical volatility does not provide sufficient information on share volatility, considering the contractual term for exercising the options. As a result, the Company used as a basis for estimating the volatility of its shares the implied volatility of similar entities (international stock exchanges) over periods in which liquidity was sufficient to guarantee the quality of the data gathered;
d) The share prices were adjusted in order to take into account the impact of dividend payments; and
e) The maximum period for exercising the options granted was used to determine the maturity of the options.

The remaining usual assumptions related to option pricing models, such as inexistence of arbitrage opportunities and constant volatility over the period, were also considered in the calculation.

Pension plan

The private pension fund "Fundo de Pensão Multipatrocinado das Instituições do Mercado Financeiro e de Capitais (MERCAPREV)" is structured as a defined contribution retirement plan and is sponsored by the following entities: Adeval, Ancor, BM&FBOVESPA, Sindival and the brokerage firms Theca, Souza Barros and Talarico. Contributions to the pension plan for the period ended March 31, 2011 amounted to R$831 (R$720 - March 31, 2010) by BM&FBOVESPA and for the consolidated.

19 Income Tax and Social contribution on Net Income

(a) Deferred income tax and social contribution

The balance of deferred tax assets and liabilities is as follows:

	BM&FBOVESPA and Consolidated	
Details	**03/31/2011**	**12/31/2010**
Tax, labor and civil contingencies	6,138	5,795
Tax loss carryforwards	46,952	34,125
Other temporary differences	8,683	14,767
Total deferred tax assets	**61,773**	**54,687**
Goodwill amortization (1)	(826,505)	(702,371)
Exchange variation on foreign debt issuance	(28,049)	(20,246)
Other	(3,575)	(9,457)
Total deferred tax liabilities	**(858,129)**	**(732,074)**

(1) Deferred income tax and social contribution liabilities arising from temporary differences between the tax basis of goodwill and its carrying value on the balance sheet, considering that goodwill is still amortized for tax purposes, but is no longer amortized as from January 1, 2009 in the accounting records, resulting in a tax base smaller than the carrying value of goodwill. This temporary difference may result in amounts to be added when calculating the taxable income of future periods, when the carrying amount of the asset will be reduced or liquidated, thereby requiring the establishment of a deferred tax liability.

The balance of deferred tax assets and liabilities is as follows:

				BM&FBOVESPA and Consolidated
Deferred tax assets	**Temporary differences**	**Tax loss**	**Goodwill amortization and contingencies**	**Total**
At December 31, 2010	**14,767**	**34,125**	**5,795**	**54,687**
Debit(credit) on statement of Income	(6,084)	12,827	343	7,086
At March 31, 2011	**8,683**	**46,952**	**6,138**	**61,773**

				BM&FBOVESPA and Consolidated
Deferred tax liability	**Goodwill amortization**	**Exchange variation on foreign debt issuance**	**Other**	**Total**
At December 31, 2010	**(702,371)**	**(20,246)**	**(9,457)**	**(732,074)**
Debit(credit) on statement of Income	(124,134)	-	5,882	(118,252)
Debit(credit) on statement of comprehensive income	-	(7,803)	-	(7,803)
At March 31, 2011	**(826,505)**	**(28,049)**	**(3,575)**	**(858,129)**

(b) Estimated realization period

The deferred income tax and social contribution assets arising from temporary differences are recorded in the books taking into consideration the probable realization of these tax assets, based on projections of future results prepared in accordance with and supported by internal assumptions and future economic scenarios that may, accordingly, undergo change.

It is expected that deferred tax assets will be realized as follows: R$26,578 (2011), R$ 20,373 (2012) e R$14,822 (2015). At March 31, 2011, the present value of the deferred tax assets amounts to R$50,016.

As the income tax and social contribution taxable bases arise not only from the profit that may be generated, but also from the existence of non-taxable income, non-deductible expenses, tax incentives and other variables, there is no immediate correlation between the Company's net income and the income subject to income tax and social contribution. Therefore, the expectation of the use of deferred tax assets should not be used as the only indicator of future income of the Company.

The goodwill amount deductible in the income tax and social contribution calculation for tax purposes amounts to R$10,726,159 at March 31, 2011.

The realization of the deferred tax liability will occur as the difference between the tax base of goodwill and its carrying amount is reversed, that is, once the carrying value of goodwill in the balance sheet is either reduced or liquidated.

(c) Reconciliation of the income tax and social contribution expense

The income tax and social contribution amounts presented in the parent company and consolidated statements of income at nominal rates are reconciled as follows:

	BM&FBOVESPA	
	1th Quarter 2011	**1th Quarter 2010**
Net income before income tax and social contribution	**381,923**	**392,777**
Income tax and social contribution before additions and exclusions	(129,854)	(133,544)
Aditions:	(10,790)	(4,852)
Adjustments from Law 11,638/07	(8,345)	(3,060)
Non-deductible expenses	(2,445)	(1,792)
Exclusions:	29,477	30,087
Equity	12,477	(513)
Interest on onwn capital	17,000	30,600
Other	-	(1)
Income tax and social contribution	**(111,167)**	**(108,310)**

	Consolidated	
	1th Quarter 2011	1th Quarter 2010
Net income before income tax and social contribution	**384,177**	**393,020**
Income tax and social contribution before additions and exclusions	(130,620)	(133,627)
Aditions:	(11,053)	(4,931)
Adjustments from Law 11,638/07	(8,345)	(3,060)
Non-deductible expenses	(2,708)	(1,871)
Exclusions:	29,815	30,600
Equity	12,815	-
Interest on onwn capital	17,000	30,600
Other	(1,026)	(847)
Income tax and social contribution	**(112,884)**	**(108,805)**

(d) Transitional Tax System

Provisional Measure 449/08, converted into Law 11,941/09, introduced the Transitional Tax System (RTT) for taxable income determination purposes, addressing the tax adjustments arising from the new methods and accounting criteria introduced by Law 11,638/07, The Company declared its option for the RTT when filing the Corporate Income Tax Return (DIPJ) for 2008, As a result of the option to use the RTT, the income tax (IRPJ) and social contribution on net income (CSLL) payable for the two-year period 2008-2009 will continue to be determined based on the provisions of Brazilian Corporation Law in force at December 31, 2007, From 2010, the RTT is now mandatory and consistent with the practices adopted in 2008 and 2009

20 Other income - Trading system and/or settlement - Bovespa

Refers mainly to revenues from settlement fees on public offerings.

21 Other operating revenues

	BM&FBOVESPA	
Details	**1th Quarter 2011**	**1th Quarter 2010**
Dividends from equity interests	-	2,435
Other recoveries	22	1,094
Commodity reclassification fee	155	277
Sundry	440	609
Total	**617**	**4,415**

	Consolidated	
Details	**1th Quarter 2011**	**1th Quarter 2010**
Dividends from equity interests	-	2,435
Property rents	1,657	1,467
Other recoveries	221	1,152
Commodity reclassification fee	155	277
Sundry	456	614
Total	**2,489**	**5,945**

22 Sundry Expenses

	BM&FBOVESPA	
Details	**1th Quarter 2011**	**1th Quarter 2010**
Contributions and donations	1,037	1,706
Electricity, water and sewage	2,321	1,783
Travel	1,261	196
Sundry provisions	170	2,132
Intangible loss	136	3,687
Other	824	2,160
Total	**5,749**	**11,664**

	Consolidated	
Details	**1thQuarter2011**	**1thQuarter2010**
Contributions and donations	1,062	1,734
Electricity, water and sewage	2,371	1,835
Travel	1,371	260
Sundry provisions	3,646	4,221
Intangible loss	136	3,687
Other	582	1,970
Total	**9,168**	**13,707**

23 Financial results

	BM&FBOVESPA	
	1th Quarter 2011	**1th Quarter 2010**
Financial income		
Revenue from financial assets measured at fair value	76,396	64,451
Exchange rate	24	795
Other financial income	3,696	1,902
Total financial income	**80,116**	**67,148**
Financial expense		
Interest on foreign debt and loans (Note 12)	(16,976)	(142)
Exchange rate	(567)	(178)
Other financial expense	(453)	(607)
Total financial expense	**(17,996)**	**(927)**
Financial Results	**62,120**	**66,221**

	Consolidated	
	1thQuarter2011	**1thQuarter2010**
Financial income		
Revenue from financial assets measured at fair value	77,176	60,209
Exchange rate	24	264
Other financial income	4,365	7,035
Total financial income	**81,565**	**67,508**
Financial expense		
Interest on foreign debt and loans (Note 12)	(16,976)	(142)
Exchange rate	(567)	(178)
Other financial expense	(829)	(881)
Total financial expense	**(18,372)**	**(1,201)**
Financial Results	**63,193**	**66,307**

24 Information about business segments

We present below consolidated information based on reports used by management for making decisions, with the segments comprising Bovespa, BM&F, Corporate products and Institutional.

Bovespa Segment

Offers various mechanisms and tools for trading of fixed and variable income securities, on stock markets and Over the Counter (OTC), It is responsible for managing the only national stock market and OTC market for trading of variable income securities, including stocks, stock receipts, Brazilian Depository Receipts, stock derivatives, subscription bonuses, various types of closed investment funds, shares representing audiovisual investment certificates, non-standard options (warrants) to purchase and sell securities and other securities authorized by the CVM,

BM&F Segment

The BM&F Segment covers the main steps of the cycles of trading and settlement of securities and contracts, i,e,: (i) trading systems in an environment of electronic trading and trading via internet (WebTrading), (ii) recording, clearing and settlement systems, integrated with a robust and sophisticated risk management system to ensure the proper settlement of the transactions recorded, and (iii) custodian systems for agribusiness securities, gold and other assets

In addition, this segment includes the trading of commodities, foreign exchange, and public debt, and services provided by Banco BM&F and the Brazilian Commodities Exchange,

Institutional and Corporate products

Refer basically to services provided as depository of securities, as well as loans and listing of securities (registration of issuers of trading securities on our systems), data services and classification of commodities, and technological products.

				1th Quarter 2011 Consolidated
Information by segment	**Bovespa Segment**	**BM&F Segment**	**Corporate products and Institutional**	**Total**
Gross operating revenue	251,716	186,662	87,099	525,477
Deductions from revenue	(25,008)	(19,647)	(8,665)	(53,320)
Net operating revenue	**226,708**	**167,015**	**78,434**	**472,157**
Adjusted operational expenses	(59,037)	(40,665)	(40,926)	(140,628)
Depreciation and Amortization	(9,327)	(8,672)	(4,295)	(22,294)
Stock Options	(9,619)	(8,259)	(6,666)	(24,544)
Allowance for doubtful accounts	(16)	67	1,024	1,075
Other	(1,221)	(899)	(203)	(2,323)
Total operational expenses	**(79,220)**	**(58,428)**	**(51,066)**	**(188,714)**
Operating income	**147,488**	**108,587**	**27,368**	**283,443**
Equity in income of investees				37,541
Financial income				63,193
Taxes				(112,884)
Net income	**147,488**	**108,587**	**27,368**	**271,293**

				1th Quarter 2010 Consolidated
Information by segment	**Bovespa Segment**	**BM&F Segment**	**Enterprise products and Institutional**	**Total**
Gross operating revenue	256,494	170,213	85,342	512,049
Deductions from revenue	(25,778)	(17,896)	(7,858)	(51,532)
Net operating revenue	**230,716**	**152,317**	**77,484**	**460,517**
Adjusted operational expenses	(45,054)	(33,584)	(35,944)	(114,582)
Depreciation and Amortization	(3,861)	(3,237)	(2,204)	(9,302)
Stock Options	(4,378)	(3,036)	(1,586)	(9,000)
Allowance for doubtful accounts	(223)	(19)	(678)	(920)
Total operational expenses	**(53,516)**	**(39,876)**	**(40,412)**	**(133,804)**
Operating income	**177,200**	**112,441**	**37,072**	**326,713**
Financial income				66,307
Taxes				(108,805)
Net income	**177,200**	**112,441**	**37,072**	**284,215**

25 Insurance

The Company searches in the market for insurance consultant support to establish coverage compatible with its size and operations, The main coverage, at March 31, 2011, was contracted at the amounts indicated below, according to the insurance policies:

Insurance lines	**Amounts insured**
Amounts at risk, material damages, property and equipment	272,590
Civil liability	60,486
Works of art	16,133

26. Subsequent Events

In a meeting held on May 12, 2011, the Board of Directors approved the payment to shareholders of interest on own capital in the amount of R$ 100,000 and dividends in the amount of R$ 66,605, which will be charged to the mandatory dividend for the fiscal year of 2011. Interest on own capital and dividends will be paid on July 5, 2011, using as basis of calculation the shareholders participation at June 21, 2011.

* * *