

**GOVERNMENT OF RIO GRANDE DO SUL STATE
SECRETARY OF THE TREASURY
OPEN CAPITAL COMPANY**

Banco do Estado do Rio Grande do Sul S/A
Authorized to operate for Decree No 18,374, August 28, 1928 - CNPJ No 92 702 067/0001-96
Main Office in Porto Alegre - Rio Grande do Sul - Rua Capitão Montanha, 177

BALANCE SHEET CONSOLIDATED AS OF DECEMBER 31, 2011

In Thousands of Reals

ASSETS	LIABILITIES
CURRENT	CURRENT
CASH	DEPOSITS
INTERBANK INVESTMENTS	Demand Deposits
Money Market Investments	Saving Deposits
Interbank Deposits	Interbank Deposits
SECURITIES AND DERIVATIVES	Time Deposits
Own Portfolio	MONEY MARKET FUNDING
Linked to Repurchase Commitments	Own Portfolio
Privatization Certificates	FUNDS FROM ACCEPTANCE AND SECURITIES ISSUANCE
INTERBANK ACCOUNTS	Resources of Real Estate, Mortgage, Credit and Similar Receivables
Payments and Receipts Pending Settlement	INTERBANK ACCOUNTS
Restricted Deposits	Receipts and Payments Pending Settlement
- Central Bank of Brazil	Correspondents
- Agreements	INTERBRANCH ACCOUNTS
Correspondents	Third-party Funds in Transit
INTERBRANCH ACCOUNT	Internal Transfers of Funds
Third-party Funds in Transit	BORROWINGS
Internal Transfers of Funds	Foreing Borrowings
LENDING OPERATIONS	DOMESTIC ONLENDINGS - OFFICIAL INSTITUTIONS
Lending Operations	Nacional Treasury
- Public Sector	National Economic and Social Development Bank (BNDES)
- Private Sector	Federal Saving and Loan Bank (CEF)
(Allowance for loan losses)	National Equipment Financing Authority (FINAME)
LEASING OPERATIONS	FOREING ONLENDINGS
Lease Receivables	Foreing Onlendings
- Public Sector	OTHER PAYABLES
- Private Sector	Collected Taxes and Other
(Allowance for Doubtful Lease Receivables)	Foreing Exchange Portfolio
OTHER RECEIVABLES	Socials and Statutory
Foreing Exchange Portfolio	Tax and Social Security
Income Receivable	Trading Account
Trading Account	Financial and Development Funds
Specified Credits	Other
Other	LONG-TERM LIABILITIES
(Allowance for Losses on Other Receivables)	DEPOSITS
OTHER ASSETS	Interbank Deposits
Other Assets	Time Deposits
Prepaid Expenses	INTERBANK ACCOUNTS
LONG-TERM ASSETS	Interbank Onlendings
SECURITIES AND DERIVATIVES	BORROWINGS
Own Portfolio	Foreing Borrowings
Linked to Repurchase Commitments	DOMESTIC ONLENDINGS - OFFICIAL INSTITUTIONS
Linked to Central Bank of Brasil	Nacional Treasury
Linked to Guarantees	National Economic and Social Development Bank (BNDES)
INTERBANK ACCOUNTS	Federal Saving and Loan Bank (CEF)
Restricted Deposits	National Equipment Financing Authority (FINAME)
- National Housing System	FOREING ONLENDINGS
LENDING OPERATIONS	Foreing Onlendings
Lending Operations	OTHER PAYABLES
- Public Sector	Tax and Social Security
- Private Sector	Other
(Allowance for loan losses)	MINORITY SHAREHOLDERS' EQUITY
LEASING OPERATIONS	SHAREHOLDERS' EQUITY
Lease Receivables	Capital
- Public Sector	Capital Reserves
- Private Sector	Profit Reserves
(Allowance for Doubtful Lease Receivables)	Adjustment to Fair Value
OTHER RECEIVABLES	
Foreing Exchange Portfolio	
Other	
(Allowance for Losses on Other Receivables)	
OTHER ASSETS	
Other Assets	
(Allowance for Valuation)	
Prepaid Expenses	
PERMANENT	
INVESTMENTS	
Other Investments	
(Allowance for Losses)	
PROPERTY AND EQUIPMENT IN USE	
Real Estate	
Other Investments	
(Accumulated Depreciation)	
INTANGIBLE	
Intangible Assets	
(Accumulated Amortization of Intangible Assets)	
TOTAL ASSETS	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY

BOARD OF DIRECTORS

ODIR ALBERTO PINHEIRO TONOLLIER
Chairman
TÚLIO LUIZ ZAMIN
Vice-Chairman
ALDO PINTO DA SILVA
DILIO SERGIO PENEDO
ESTILAC MARTINS RODRIGUES XAVIER
ERINEU CLÓVIS XAVIER
FLAVIO LUIZ LAMMEL
FRANCISCO CARLOS BRAGANÇA DE SOUZA
OLÍVIO DE OLIVEIRA DUTRA

BOARD OF EXECUTIVE OFFICERS

TÚLIO LUIZ ZAMIN
CEO
FLAVIO LUIZ LAMMEL
Vice-President
JONE LUIZ HERMES PFEIFF
JULIMAR ROBERTO ROTA
LUIZ CARLOS MORLIN
GUILHERME CASSEL
JOÃO EMILIO GAZZANA
IVANDRE DE JESUS MEDEIROS
JOEL DOS SANTOS RAYMUNDO