

**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 SEPTEMBER 30, 2011

In Thousands of Reals

ASSETS	LIABILITIES
CURRENT ASSETS	CURRENT LIABILITIES
19,412,830	23,847,574
CASH	DEPOSITS
481,087	14,011,030
INTERBANK INVESTMENTS	Demand Deposits
3,056,998	2,555,954
Money Market Investments	Saving Deposits
2,939,408	5,072,399
Interbank Deposits	Interbank Deposits
117,590	11,516
SECURITIES AND DERIVATIVES	Time Deposits
3,325,966	6,370,270
Own Portfolio	Other Deposits
2,423,328	891
Linked to Repurchase Commitments	MONEY MARKET FUNDING
902,632	1,634,047
Privatization Certificates	Own Portfolio
6	1,634,047
INTERBANK ACCOUNTS	INTERBANK ACCOUNTS
2,767,257	295,036
Payments and Receipts Pending Settlement	Receipts and Payments Pending Settlement
208,259	294,304
Restricted Deposits	Correspondents
- Central Bank of Brazil	732
2,524,256	INTERBRANCH ACCOUNTS
- Agreements	242,608
3,304	Third-party Funds in Transit
Correspondents	242,189
31,438	Internal Transfers of Funds
INTERBRANCH ACCOUNT	419
56,247	BORROWINGS
Third-party Funds in Transit	830,388
5,616	Foreing Borrowings
Internal Transfers of Funds	830,388
50,631	DOMESTIC ONLENDINGS - OFFICIAL INSTITUTIONS
LENDING OPERATIONS	302,631
8,512,485	Nacional Treasury
Lending Operations	77,980
- Public Sector	National Economic and Social Development Bank (BNDES)
28,042	103,220
- Private Sector	Federal Saving and Loan Bank (CEF)
8,939,667	9,342
(Assurance for loan losses)	National Equipment Financing Authority (FINAME)
(455,224)	112,089
LEASING OPERATIONS	FOREING ONLENDINGS
37,256	1,684
Lease Receivables	Foreing Onlendings
- Public Sector	1,684
856	OTHER PAYABLES
- Private Sector	6,530,150
38,850	Collected Taxes and Other
(Assurance for Doubtful Lease Receivables)	133,366
(2,450)	Foreing Exchange Portfolio
OTHER RECEIVABLES	36,149
1,149,970	Socials and Statutory
Foreing Exchange Portfolio	100,863
572,400	Tax and Social Security
Income Receivable	452,164
37,643	Trading Account
Trading Account	3,163
3,474	Financial and Development Funds
Specified Credits	5,011,739
22	Other
Other	792,706
555,235	LONG-TERM LIABILITIES
(Assurance for Losses on Other Receivables)	8,406,800
(18,804)	DEPOSITS
OTHER ASSETS	6,899,086
25,564	Time Deposits
Other Assets	6,899,086
2,181	INTERBANK ACCOUNTS
Prepaid Expenses	11,505
23,383	Interbank Onlendings
LONG-TERM ASSETS	11,505
16,843,227	BORROWINGS
SECURITIES AND DERIVATIVES	3,976
5,822,246	Foreing Borrowings
Own Portfolio	3,976
4,304,004	DOMESTIC ONLENDINGS - OFFICIAL INSTITUTIONS
Linked to Repurchase Commitments	832,862
799,871	Nacional Treasury
Linked to Central Bank of Brasil	9,094
645,126	National Economic and Social Development Bank (BNDES)
Linked to Guarantees	518,797
73,245	Federal Saving and Loan Bank (CEF)
INTERBANK ACCOUNTS	43,674
645,742	National Equipment Financing Authority (FINAME)
Restricted Deposits	261,297
- National Housing System	FOREING ONLENDINGS
645,742	32,042
LENDING OPERATIONS	Foreing Onlendings
9,311,869	32,042
Lending Operations	OTHER PAYABLES
- Public Sector	627,329
90,808	Tax and Social Security
- Private Sector	408,686
9,999,643	Other
(Assurance for loan losses)	218,643
(778,582)	MINORITY SHAREHOLDERS' EQUITY
LEASING OPERATIONS	1,582
37,721	SHAREHOLDERS' EQUITY
Lease Receivables	4,298,145
- Public Sector	Capital
2,277	3,200,000
- Private Sector	Capital Reserves
41,599	4,512
(Assurance for Doubtful Lease Receivables)	Profit Reserves
(6,155)	920,802
OTHER RECEIVABLES	Adjustment to Fair Value
1,014,962	(8,055)
Foreing Exchange Portfolio	Retained Earnings
27,156	180,886
Other	
1,035,449	
(Assurance for Losses on Other Receivables)	
(47,643)	
OTHER ASSETS	
10,687	
Other Assets	
22,909	
(Assurance for Valuation)	
(12,738)	
Prepaid Expenses	
516	
PERMANENT	
298,044	
INVESTMENTS	
7,660	
Other Investments	
12,926	
(Assurance for Losses)	
(5,266)	
PROPERTY AND EQUIPMENT IN USE	
163,170	
Real Estate	
130,586	
Other Investments	
496,307	
(Accumulated Depreciation)	
(463,723)	
INTANGIBLE	
127,214	
Intangible Assets	
370,384	
(Accumulated Amortization of Intangible Assets)	
(243,170)	
TOTAL ASSETS	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY
36,554,101	36,554,101

BOARD OF DIRECTORS

ODIR ALBERTO PINHEIRO TONOLLIER

Chairman

TÚLIO LUIZ ZAMIN

Vice-Chairman

ALDO PINTO DA SILVA

DÍLIO SERGIO PENEDO

ESTILAC MARTINS RODRIGUES XAVIER

ERINEU CLÓVIS XAVIER

FLAVIO LUIS 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

WERNER KÖHLER
Accountant CRC-RS 38.534