

**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 APRIL 30, 2011

In Thousands of Reals

ASSETS		LIABILITIES	
CURRENT AND LONG-TERM ASSETS	33,851,349	CURRENT AND LONG-TERM LIABILITIES	30,093,843
CASH	426,935	DEPOSITS	19,208,987
INTERBANK INVESTMENTS	3,393,239	Demand Deposits	2,744,730
Money Market Investments	3,021,894	Saving Deposits	5,247,569
Interbank Deposits	371,345	Interbank Deposits	11,015
SECURITIES AND DERIVATIVES	8,759,754	Time Deposits	11,205,251
Own Portfolio	5,935,188	Other Deposits	422
Linked to Repurchase Commitments	2,136,818	MONEY MARKET FUNDING	2,067,958
Linked to Central Bank of Brazil	614,336	Own Portfolio	2,067,958
Linked to guarantees	73,406	INTERBANK ACCOUNTS	238,409
Privatization Certificates	6	Receipts and Payments Pending Settlement	238,250
INTERBANK ACCOUNTS	2,577,388	Correspondents	159
Payments and Receipts Pending Settlement	198,676	INTERBRANCH ACCOUNTS	248,962
Restricted Deposits		Third-party Funds in Transit	248,538
- Central Bank of Brazil	1,725,215	Internal Transfers of Funds	424
- Agreements	4,114	BORROWINGS	606,830
- National Housing System	620,472	Foreing Borrowings	606,830
Correspondents	28,911	DOMESTIC ONLENDINGS - OFFICIAL INSTITUTIONS	1,107,675
INTERBRANCH ACCOUNT	41,181	Nacional Treasury	72,405
Third-party Funds in Transit	2,002	National Economic and Social Development Bank (BNDES)	631,641
Internal Transfers of Funds	39,179	Federal Saving and Loan Bank (CEF)	47,721
LENDING OPERATIONS	16,596,543	National Equipment Financing Authority (FINAME)	355,908
Lending Operations		FOREING ONLENDINGS	34,853
- Public Sector	118,733	Foreing Onlendings	34,853
- Private Sector	17,599,359	OTHER PAYABLES	6,580,169
(Allowance for loan losses)	(1,121,549)	Collected Taxes and Other	233,047
LEASING OPERATIONS	72,873	Foreing Exchange Portfolio	96,390
Lease Receivables		Socials and Statutory	40,579
- Public Sector	2,683	Tax and Social Security	615,427
- Private Sector	75,879	Trading Account	4,187
(Allowance for Doubtful Lease Receivables)	(5,689)	Financial and Development Funds	4,687,980
OTHER RECEIVABLES	1,956,473	Other	902,559
Foreing Exchange Portfolio	514,416	MINORITY SHAREHOLDERS' EQUITY	1,725
Income Receivable	36,128	SHAREHOLDERS' EQUITY	3,854,397
Trading Account	3,986	Capital	3,200,000
Specified Credits	27	Capital Reserves	4,511
Other	1,474,094	Profit Reserves	656,177
(Allowance for Losses on Other Receivables)	(72,178)	Adjustment to Fair Value	(6,291)
OTHER ASSETS	26,963	Retained Earnings	228,862
Other Assets	22,862		
(Allowance for Valuation)	(10,672)		
Prepaid Expenses	14,773		
PERMANENT	327,478		
INVESTMENTS	7,660		
Other Investments	12,926		
(Allowance for Losses)	(5,266)		
PROPERTY AND EQUIPMENT IN USE	169,403		
Real Estate	130,623		
Other Investments	486,442		
(Accumulated Depreciation)	(447,662)		
INTANGIBLE	150,415		
Intangible Assets	364,897		
(Accumulated Amortization of Intangible Assets)	(214,482)		
TOTAL ASSETS	34,178,827	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	34,178,827

BOARD OF DIRECTORS
ODIR ALBERTO PINHEIRO TONOLLIER
Chairman
TÚLIO LUIZ ZAMIN
Vice-Chairman
ÁRIO ZIMMERMANN
DÍLIO SÉRGIO PENEDO
FLAVIO LUIZ LAMMEL
JOÃO VERNER JUENEMANN
JOÃO ZANI
MANOEL ANDRÉ DA ROCHA
RUBENS SALVADOR BORDINI

BOARD OF EXECUTIVE OFFICERS
TÚLIO LUIZ ZAMIN
CEO
FLAVIO LUIZ LAMMEL
Vice-President
JONE LUIZ HERMES PFEIFF
JULIMAR ROBERTO ROTTA
LUIZ CARLOS MORLIN
GUILHERME CASSEL
JOÃO EMILIO GAZZANA
IVANDRE DE JESUS MEDEIROS

WERNER KÖHLER
Accountant CRC-RS 38,534