

**Banco Nacional de Desenvolvimento Econômico e Social**  
**Consolidated Income Statement**

	<i>In million of R\$</i>			<i>In million of US\$</i>		
	2008	2007	2006	2008	2007	2006
<b>Interest Income</b>						
Interest Income from Loans	25.716	7.369	9.129	14.052	3.778	4.192
Interest Income from Marketable Securities	2.183	1.824	3.282	1.193	935	1.507
Revenues from Federal Treasury-linked Operations	210	163	208	115	84	96
<b>Total Interest Income</b>	<b>28.109</b>	<b>9.356</b>	<b>12.619</b>	<b>15.360</b>	<b>4.797</b>	<b>5.795</b>
<b>Interest Expenses</b>						
Interest on Funding Liabilities	(24.638)	(5.167)	(8.413)	(13.463)	(2.649)	(3.863)
Expenses on Federal Treasury-linked Operations	(72)	(7)	23	(39)	(4)	11
<b>Total Interest Expenses</b>	<b>(24.710)</b>	<b>(5.174)</b>	<b>(8.390)</b>	<b>(13.503)</b>	<b>(2.653)</b>	<b>(3.853)</b>
<b>Net Interest Income before Provision for Losses on Loans</b>	<b>3.399</b>	<b>4.182</b>	<b>4.229</b>	<b>1.857</b>	<b>2.144</b>	<b>1.942</b>
Provision for Losses on Loans	445	1.383	1.052	243	709	483
<b>Net Interest Income after Provision for Losses on Loans</b>	<b>3.844</b>	<b>5.565</b>	<b>5.281</b>	<b>2.101</b>	<b>2.853</b>	<b>2.425</b>
<b>Net Income on Investments</b>						
Equity in Affiliated Companies	6	1.037	679	3	532	312
Dividends and Income from Interest on Shareholders' Equity	2.058	1.453	1.752	1.125	745	805
Others	3.960	3.615	1.090	2.164	1.853	501
<b>Net Income on Investments</b>	<b>6.024</b>	<b>6.105</b>	<b>3.521</b>	<b>3.292</b>	<b>3.130</b>	<b>1.617</b>
<b>Other Operating Income and Expenses</b>						
Income from Management Fee on Funds and Programs	469	599	565	256	307	259
Payroll	(724)	(573)	(554)	(396)	(294)	(254)
Tax Expenses	(456)	(495)	(515)	(249)	(254)	(236)
Others	(1.821)	(1.155)	222	(995)	(592)	102
<b>Other Operating Income and Expenses</b>	<b>(2.532)</b>	<b>(1.624)</b>	<b>(282)</b>	<b>(1.384)</b>	<b>(833)</b>	<b>(130)</b>
<b>Income before taxes on income</b>	<b>7.336</b>	<b>10.046</b>	<b>8.520</b>	<b>4.009</b>	<b>5.150</b>	<b>3.913</b>
Income Tax and Social Contribution	(1.969)	(2.664)	(2.114)	(1.076)	(1.366)	(971)
Employee Profit Sharing	(54)	(69)	(75)	(30)	(35)	(34)
<b>Net Income for the year</b>	<b>5.313</b>	<b>7.313</b>	<b>6.331</b>	<b>2.903</b>	<b>3.749</b>	<b>2.907</b>