

(A free translation of the original in Portuguese)

**Caixa Econômica  
Federal - CAIXA**  
Financial statements at  
June 30, 2012 and



(A free translation of the original in Portuguese)

## **Independent auditor's report**

To the Board of Directors and Stockholders  
Caixa Econômica Federal - CAIXA

We have audited the accompanying financial statements of Caixa Econômica Federal - CAIXA ("CAIXA" or "Parent company"), which comprise the balance sheet as at June 30, 2012 and the statements of income, changes in equity and cash flows for the six-month period then ended, as well as the accompanying consolidated financial statements of Caixa Econômica Federal - CAIXA and its subsidiary ("CAIXA CONSOLIDATED" or "Consolidated"), which comprise the consolidated balance sheet as at June 30, 2012 and the consolidated statements of income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's responsibility for the financial statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank - BACEN, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit, conducted in accordance with Brazilian and International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Caixa Econômica Federal - CAIXA

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Caixa Econômica Federal - CAIXA and of Caixa Econômica Federal - CAIXA and its subsidiary as at June 30, 2012, and its financial performance and cash flows, as well as the consolidated financial performance and cash flows, for the six-month period then ended, in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank.

### **Emphasis of matter - receivables from the Salary Variation Compensation Fund (FCVS)**

As described in Note 1 to the financial statements, the financial and economic management of CAIXA is considered within the overall policy decisions of the Brazilian Federal Government. In this context, as described in Note 7(b), at June 30, 2012 CAIXA has receivables from the Salary Variation Compensation Fund (FCVS) in the net amount of R\$ 18,428 million. Housing loans already closed out with coverage of the FCVS, which are still awaiting approval, amount to R\$ 7,854 million and their effective realization depends on the adherence to a set of rules and procedures defined in regulations issued by the FCVS. CAIXA has established criteria to estimate the losses on the transactions that do not comply with these rules and has recorded a provision of R\$ 2,773 million. The realization of the receivables related to housing loans already approved by the FCVS, in the net amount of R\$ 13,347 million at June 30, 2012, is subject to a securitization process, as prescribed by Law 10,150 of 2000. Our opinion is not qualified in respect of this matter.

### **Emphasis of matter - tax credits**

As described in Note 20(a) to the financial statements, at June 30, 2012 CAIXA has income tax, social contribution on net income, Public Service Employee Savings Program (PASEP) and Social Contribution on Revenues (COFINS) credits of R\$ 19,002 million arising from tax losses, temporary differences and social contribution on net income to be offset, with a valuation allowance of R\$ 4,210 million. The net amount of R\$ 14,792 million, recorded as an asset, is management's estimate of the amounts to be realized within the next ten fiscal years. The amount to be used for future offset of taxes due is directly related to the generation of taxable income and may differ from management's current estimate. Our opinion is not qualified in respect of this matter.

### **Other matters - supplementary financial statements**

We also have audited the parent company and consolidated statements of income and cash flows for the quarter ended June 30, 2012 and the parent company and consolidated statements of added value for the quarter and six-month period ended June 30, 2012, which are the responsibility of CAIXA's management, and are presented voluntarily as additional information. These statements have been subjected to the auditing procedures described above and, in our opinion, are fairly presented, in all material respects, in relation to the financial statements taken as a whole.



Caixa Econômica Federal - CAIXA

**Other matters - corresponding accounting information**

The parent company financial statements of Caixa Econômica Federal - CAIXA and the consolidated financial statements of Caixa Econômica Federal - CAIXA and its subsidiary as at June 30, 2012 also include the corresponding parent company and consolidated balance sheets as at December 31, 2011, on which we issued an unqualified opinion dated February 2, 2012 and containing matter of emphasis paragraphs addressing the receivables from the Salary Variation Compensation Fund (FCVS) and tax credits, as described above.

This corresponding accounting information is presented together with the parent company and consolidated financial statements referred to above, but is not an integral part of those financial statements, and its presentation is not required by the accounting practices adopted in Brazil applicable to institutions authorized to operate by the Brazilian Central Bank - BACEN.

Brasilia, August 9, 2012

PricewaterhouseCoopers  
Auditores Independentes  
CRC 2SP000160/O-5 "F" DF

Geovani da Silveira Fagunde  
Contador CRC 1MG051926/O-o "S" DF

# Caixa Econômica Federal - CAIXA

## Balance sheet

(In thousands of reais)

(A free translation of the original in Portuguese)

|   | Parent company     |                    |                    | Consolidated       |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | 2012               | 2011               |                    | 2012               | 2011               |                    |
|   | June 30            | December 31        | June 30            | June 30            | December 31        | June 30            |
| <b>ASSETS</b>   |                    |                    |                    |                    |                    |                    |
| <b>CURRENT ASSETS</b>   | <b>321,351,012</b> | <b>232,502,431</b> | <b>225,256,726</b> | <b>321,812,504</b> | <b>232,958,694</b> | <b>225,588,289</b> |
| <b>CASH AND BANKS (Note 4)</b>                                  | <b>4,371,999</b>   | <b>4,942,335</b>   | <b>3,811,724</b>   | <b>4,371,999</b>   | <b>4,942,335</b>   | <b>3,811,724</b>   |
| <b>SHORT-TERM INTERBANK INVESTMENTS (Note 5)</b>                |                    |                    |                    |                    |                    |                    |
| Money market investments  | 50,245,098         | 27,683,377         | 41,424,809         | 50,245,098         | 27,683,377         | 41,424,809         |
| Interbank deposits  | 2,162,173          | 2,063,665          |                    | 2,162,173          | 2,063,665          |                    |
| Provisions for losses   | (46)               | (75)               |                    | (46)               | (75)               |                    |
|   | <b>52,407,225</b>  | <b>29,746,967</b>  | <b>41,424,809</b>  | <b>52,407,225</b>  | <b>29,746,967</b>  | <b>41,424,809</b>  |
| <b>SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Note 6)</b> |                    |                    |                    |                    |                    |                    |
| Own portfolio - unrestricted                                    | 60,515,443         | 51,160,691         | 57,566,578         | 60,916,534         | 51,493,795         | 57,841,358         |
| Subject to repurchase agreements                                | 26,273,130         | 25,433,206         | 4,481,525          | 26,273,130         | 25,433,206         | 4,481,526          |
| Pledged in guarantee  | 1,018,577          | 1,053,551          | 39,320             | 1,018,577          | 1,053,552          | 39,326             |
| Securities subject to unrestricted repurchase commitments       |                    | 250,611            |                    |                    | 250,611            |                    |
| Linked to the Brazilian Central Bank                            | 988                | 1,184              | 1,228              | 988                | 1,184              | 1,228              |
|   | <b>87,808,138</b>  | <b>77,899,243</b>  | <b>62,088,657</b>  | <b>88,209,229</b>  | <b>78,232,348</b>  | <b>62,363,438</b>  |
| <b>INTERBANK ACCOUNTS</b>                                       |                    |                    |                    |                    |                    |                    |
| Payments and receipts pending settlement                        | 1,080,837          | 157,486            | 1,157,350          | 1,080,837          | 157,486            | 1,157,350          |
| Restricted deposits with the Brazilian Central Bank (Note 7(a)) | 68,085,497         | 62,172,025         | 57,056,403         | 68,085,497         | 62,172,025         | 57,056,403         |
| Correspondent banks   | 515,266            | 335,595            | 517,167            | 515,266            | 335,595            | 517,167            |
|   | <b>69,681,600</b>  | <b>62,665,106</b>  | <b>58,730,920</b>  | <b>69,681,600</b>  | <b>62,665,106</b>  | <b>58,730,920</b>  |
| <b>INTERDEPARTMENTAL ACCOUNTS</b>                               |                    |                    |                    |                    |                    |                    |
| Third-party funds in transit                                    | 9                  | 177                | 82                 | 9                  | 177                | 82                 |
| Internal transfers of funds                                     | 263,307            | 126,522            | 231,156            | 263,307            | 126,522            | 231,156            |
|   | <b>263,316</b>     | <b>126,699</b>     | <b>231,238</b>     | <b>263,316</b>     | <b>126,699</b>     | <b>231,238</b>     |
| <b>LOAN OPERATIONS (Note 8)</b>                                 |                    |                    |                    |                    |                    |                    |
| Public sector   | 5,766,969          | 1,382,137          | 1,739,275          | 5,766,969          | 1,382,177          | 1,739,275          |
| Private sector  | 87,792,984         | 40,549,328         | 45,716,233         | 87,792,984         | 40,549,328         | 45,716,233         |
| Allowance for loan losses                                       | (7,362,609)        | (5,679,013)        | (5,070,141)        | (7,362,609)        | (5,679,013)        | (5,070,141)        |
|   | <b>86,197,344</b>  | <b>36,252,452</b>  | <b>42,385,367</b>  | <b>86,197,344</b>  | <b>36,252,492</b>  | <b>42,385,367</b>  |
| <b>OTHER RECEIVABLES (Note 9)</b>                               |                    |                    |                    |                    |                    |                    |
| Receivables from guarantees honored                             | 35,400             | 32,142             | 33,540             | 35,400             | 32,142             | 33,540             |
| Foreign exchange portfolio                                      | 74,406             | 16,809             | 92,686             | 74,406             | 16,809             | 92,686             |
| Income receivable   | 1,712,315          | 1,630,259          | 1,277,244          | 1,768,705          | 1,754,233          | 1,312,159          |
| Negotiation and intermediation of securities                    | 6,016              | 128                | 24,532             | 6,016              | 128                | 24,532             |
| Specific receivables  | 649,101            | 136,123            | 119,507            | 649,101            | 136,123            | 119,507            |
| Sundry  | 17,247,980         | 18,186,804         | 13,943,408         | 17,251,991         | 18,187,132         | 13,965,275         |
| Provision for losses  | (125,551)          | (120,055)          | (96,358)           | (125,551)          | (120,055)          | (96,358)           |
|   | <b>19,599,667</b>  | <b>19,882,210</b>  | <b>15,394,559</b>  | <b>19,660,068</b>  | <b>20,006,512</b>  | <b>15,451,341</b>  |
| <b>OTHER ASSETS (Note 10)</b>                                   |                    |                    |                    |                    |                    |                    |
| Other assets  | 738,926            | 742,994            | 829,14             | 738,926            | 742,994            | 829,14             |
| Provision for losses  | (113,127)          | (122,953)          | (134,152)          | (113,127)          | (122,953)          | (134,152)          |
| Prepaid expenses  | 395,924            | 367,378            | 494,464            | 395,924            | 367,378            | 494,464            |
|   | <b>1,021,723</b>   | <b>987,419</b>     | <b>1,189,452</b>   | <b>1,021,723</b>   | <b>987,419</b>     | <b>1,189,452</b>   |

# Caixa Econômica Federal - CAIXA

## Balance sheet (In thousands of reais)

(continued)

|   | Parent company     |                    |                    | Consolidated       |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | 2012               |                    | 2011               | 2012               |                    | 2011               |
|   | June 30            | December 31        | June 30            | June 30            | December 31        | June 30            |
| <b>NON-CURRENT ASSETS</b>                                       | <b>275,019,626</b> | <b>278,528,617</b> | <b>234,902,958</b> | <b>274,445,453</b> | <b>277,253,715</b> | <b>233,643,986</b> |
| <b>SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Note 6)</b> |                    |                    |                    |                    |                    |                    |
| Own portfolio - unrestricted                                    | 25,702,074         | 30,603,550         | 23,043,152         | 25,702,074         | 30,603,550         | 23,043,152         |
| Subject to repurchase agreements                                | 14,199,197         | 10,896,590         | 21,623,833         | 14,199,197         | 10,896,590         | 21,623,833         |
| Pledged in guarantee  | 5,857              | 5,492              | 731,084            | 5,857              | 5,492              | 731,085            |
|   | <b>39,907,128</b>  | <b>41,505,632</b>  | <b>45,398,069</b>  | <b>39,907,128</b>  | <b>41,505,632</b>  | <b>45,398,070</b>  |
| <b>INTERBANK ACCOUNTS (Note 7(b))</b>                           |                    |                    |                    |                    |                    |                    |
| National Housing System (SFH)                                   | 18,527,064         | 18,333,916         | 20,938,647         | 18,527,064         | 18,333,916         | 20,938,647         |
|   | <b>18,527,064</b>  | <b>18,333,916</b>  | <b>20,938,647</b>  | <b>18,527,064</b>  | <b>18,333,916</b>  | <b>20,938,647</b>  |
| <b>LOAN OPERATIONS (Note 8)</b>                                 |                    |                    |                    |                    |                    |                    |
| Public sector   | 18,413,707         | 20,804,015         | 14,536,982         | 18,413,707         | 20,803,974         | 14,536,982         |
| Private sector  | 185,627,173        | 186,813,296        | 143,860,516        | 185,627,173        | 186,813,297        | 143,860,516        |
| Allowance for loan losses                                       | (10,207,435)       | (10,022,108)       | (7,964,622)        | (10,207,435)       | (10,022,108)       | (7,964,622)        |
|   | <b>193,833,445</b> | <b>197,595,203</b> | <b>150,432,876</b> | <b>193,833,445</b> | <b>197,595,163</b> | <b>150,432,876</b> |
| <b>OTHER RECEIVABLES (Note 9)</b>                               |                    |                    |                    |                    |                    |                    |
| Sundry  | 14,740,942         | 13,631,616         | 11,773,893         | 14,740,942         | 13,631,616         | 11,773,893         |
| Provision for losses  | (10,737)           | (15,917)           | (10,040)           | (10,737)           | (15,917)           | (10,040)           |
|   | <b>14,730,205</b>  | <b>13,615,699</b>  | <b>11,763,853</b>  | <b>14,730,205</b>  | <b>13,615,699</b>  | <b>11,763,853</b>  |
| <b>PERMANENT ASSETS</b>   | <b>8,021,784</b>   | <b>7,478,167</b>   | <b>6,369,513</b>   | <b>7,447,611</b>   | <b>6,203,305</b>   | <b>5,110,540</b>   |
| <b>INVESTMENTS (Note 11)</b>                                    |                    |                    |                    |                    |                    |                    |
| Investments in subsidiaries and associates                      | 3,610,277          | 3,215,248          | 3,073,911          | 3,036,104          | 1,940,385          | 1,814,937          |
| In Brazil   | 3,609,134          | 3,214,258          | 3,073,078          | 3,034,961          | 1,939,395          | 1,814,104          |
| Abroad  | 1,143              | 990                | 833                | 1,143              | 990                | 833                |
| Other investments   | 233,147            | 211,108            | 89,696             | 233,147            | 211,108            | 89,696             |
| Provision for losses  | (18,726)           | (18,722)           | (11,072)           | (18,726)           | (18,722)           | (11,072)           |
|   | <b>3,824,698</b>   | <b>3,407,634</b>   | <b>3,152,535</b>   | <b>3,250,525</b>   | <b>2,132,771</b>   | <b>1,893,561</b>   |
| <b>PROPERTY AND EQUIPMENT (Note 12)</b>                         |                    |                    |                    |                    |                    |                    |
| Properties in use   | 301,904            | 268,091            | 224,885            | 301,904            | 268,091            | 224,885            |
| Revaluations of properties in use                               | 807,801            | 810,437            | 812,031            | 807,801            | 810,437            | 812,031            |
| Other property and equipment in use                             | 4,308,168          | 4,028,123          | 3,846,999          | 4,308,168          | 4,028,125          | 3,847,000          |
| Accumulated depreciation  | (3,346,893)        | (3,131,250)        | (2,929,386)        | (3,346,893)        | (3,131,251)        | (2,929,386)        |
|   | <b>2,070,980</b>   | <b>1,975,401</b>   | <b>1,954,529</b>   | <b>2,070,980</b>   | <b>1,975,402</b>   | <b>1,954,530</b>   |
| <b>INTANGIBLE ASSETS (Note 13)</b>                              |                    |                    |                    |                    |                    |                    |
| Intangible assets   | 2,782,932          | 2,583,979          | 1,702,334          | 2,782,932          | 2,583,979          | 1,702,334          |
| Accumulated amortization  | (665,779)          | (511,920)          | (486,652)          | (665,779)          | (511,920)          | (486,652)          |
|   | <b>2,117,153</b>   | <b>2,072,059</b>   | <b>1,215,682</b>   | <b>2,117,153</b>   | <b>2,072,059</b>   | <b>1,215,682</b>   |
| <b>DEFERRED CHARGES</b>   |                    |                    |                    |                    |                    |                    |
| Organization and expansion costs                                | 76,971             | 170,023            | 258,079            | 76,971             | 170,023            | 258,079            |
| Accumulated amortization  | (68,018)           | (146,950)          | (211,312)          | (68,018)           | (146,950)          | (211,312)          |
|   | <b>8,953</b>       | <b>23,073</b>      | <b>46,767</b>      | <b>8,953</b>       | <b>23,073</b>      | <b>46,767</b>      |
| <b>TOTAL</b>  | <b>596,370,638</b> | <b>511,031,048</b> | <b>460,159,685</b> | <b>596,257,957</b> | <b>510,213,593</b> | <b>459,232,275</b> |

# Caixa Econômica Federal - CAIXA

## Balance sheet (In thousands of reais)

(continued)

|   | Parent company     |                    |                    | Consolidated       |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | 2012               | 2011               |                    | 2012               | 2011               |                    |
|   | June 30            | December 31        | June 30            | June 30            | December 31        | June 30            |
| <b>LIABILITIES AND EQUITY</b>                                     |                    |                    |                    |                    |                    |                    |
| <b>CURRENT LIABILITIES</b>  | <b>401,996,519</b> | <b>355,877,180</b> | <b>337,618,786</b> | <b>401,883,838</b> | <b>355,059,725</b> | <b>336,691,375</b> |
| <b>DEPOSITS (Note 14)</b>   |                    |                    |                    |                    |                    |                    |
| Demand deposits   | 23,970,198         | 22,943,005         | 20,723,672         | 23,970,189         | 22,943,003         | 20,723,599         |
| Savings deposits  | 161,923,834        | 150,362,663        | 136,291,566        | 161,923,834        | 150,362,663        | 136,291,566        |
| Interbank deposits  | 7,292,664          | 5,097,544          | 2,287,177          | 7,292,664          | 5,097,544          | 2,287,177          |
| Time deposits   | 55,176,875         | 56,365,520         | 64,130,762         | 55,171,845         | 56,347,585         | 64,113,911         |
| Special deposits and deposits of funds and programs               | 11,365,155         | 13,254,921         | 9,995,010          | 11,365,155         | 13,254,921         | 9,995,010          |
| Other deposits  |                    |                    | 96,303             |                    |                    | 96,303             |
|   | <b>259,728,726</b> | <b>248,023,653</b> | <b>233,524,490</b> | <b>259,723,687</b> | <b>248,005,716</b> | <b>233,507,566</b> |
| <b>DEPOSITS OBTAINED IN THE OPEN MARKET (Note 15)</b>             |                    |                    |                    |                    |                    |                    |
| Own portfolio   | 40,353,383         | 34,600,772         | 23,494,054         | 40,123,977         | 33,717,439         | 22,481,056         |
| Third-party portfolio   | 44,917,100         | 19,215,316         | 36,061,403         | 44,917,100         | 19,215,316         | 36,061,403         |
| Unrestricted portfolio  |                    | 250,102            |                    |                    | 250,102            |                    |
|   | <b>85,270,483</b>  | <b>54,066,190</b>  | <b>59,555,457</b>  | <b>85,041,077</b>  | <b>53,182,857</b>  | <b>58,542,459</b>  |
| <b>FUNDS FROM ACCEPTANCE AND ISSUANCE OF SECURITIES (Note 16)</b> |                    |                    |                    |                    |                    |                    |
| Funds from housing bonds , mortgage notes, credit bills and other | 14,221,726         | 12,966,352         | 7,637,653          | 14,221,726         | 12,966,352         | 7,637,653          |
|   | <b>14,221,726</b>  | <b>12,966,352</b>  | <b>7,637,653</b>   | <b>14,221,726</b>  | <b>12,966,352</b>  | <b>7,637,653</b>   |
| <b>INTERBANK ACCOUNTS</b>   |                    |                    |                    |                    |                    |                    |
| Receipts and payments pending settlement                          | 1,267,396          | 193,143            | 1,327,260          | 1,267,396          | 193,143            | 1,327,260          |
| Correspondent banks   | 10,794             | 10,201             | 5,606              | 10,794             | 10,201             | 5,606              |
|   | <b>1,278,190</b>   | <b>203,344</b>     | <b>1,332,866</b>   | <b>1,278,190</b>   | <b>203,344</b>     | <b>1,332,866</b>   |
| <b>INTERDEPARTMENTAL ACCOUNTS</b>                                 |                    |                    |                    |                    |                    |                    |
| Third-party funds in transit                                      | 388,220            | 1,193,795          | 381,243            | 388,220            | 1,193,795          | 381,243            |
| Internal transfers of funds                                       | 26,738             | 27,262             | 10,687             | 26,738             | 27,262             | 10,687             |
|   | <b>414,958</b>     | <b>1,221,057</b>   | <b>391,930</b>     | <b>414,958</b>     | <b>1,221,057</b>   | <b>391,930</b>     |
| <b>BORROWINGS (Note 17)</b>                                       |                    |                    |                    |                    |                    |                    |
| Foreign borrowings  | 217                |                    | 188,269            | 217                |                    | 188,269            |
|   | <b>217</b>         |                    | <b>188,269</b>     | <b>217</b>         |                    | <b>188,269</b>     |
| <b>LOCAL ONLENDINGS - OFFICIAL INSTITUTIONS (Note 17)</b>         |                    |                    |                    |                    |                    |                    |
| Federal Treasury - Social Integration Program (PIS)               | 440,499            | 483,010            | 647,619            | 440,499            | 483,010            | 647,619            |
| National Bank for Economic and Social Development (BNDES)         | 92,503             | 240,001            | 18,579             | 92,503             | 240,001            | 18,579             |
| Government Severance Indemnity Fund for Employees (FGTS)          | 846,242            | 87,489             | 23,817             | 846,242            | 87,489             | 23,817             |
| Other   |                    |                    |                    |                    |                    |                    |
|   | <b>1,379,244</b>   | <b>810,500</b>     | <b>690,015</b>     | <b>1,379,244</b>   | <b>810,500</b>     | <b>690,015</b>     |
| <b>DERIVATIVE FINANCIAL INSTRUMENTS (Note 6 (g))</b>              |                    |                    |                    |                    |                    |                    |
| Derivative financial instruments                                  | 560                | 827                | 852                | 560                | 827                | 852                |
|   | <b>560</b>         | <b>827</b>         | <b>852</b>         | <b>560</b>         | <b>827</b>         | <b>852</b>         |

# Caixa Econômica Federal - CAIXA

## Balance sheet (In thousands of reais)

(continued)

|  | Parent company     |                    |                    | Consolidated       |                    |                    |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|  | 2012               | 2011               |                    | 2012               | 2011               |                    |
|  | June 30            | December 31        | June 30            | June 30            | December 31        | June 30            |
| <b>OTHER LIABILITIES (Note 18)</b>                                   |                    |                    |                    |                    |                    |                    |
| Collection and payment of taxes and social contributions             | 1,050,198          | 207,391            | 686,842            | 1,050,198          | 207,391            | 686,842            |
| Foreign exchange portfolio   | 76,050             | 17,002             | 93,668             | 76,050             | 17,002             | 93,668             |
| Social and statutory obligations                                     | 1,159,257          | 3,142,448          | 604,217            | 1,159,257          | 3,142,448          | 604,217            |
| Tax and social security obligations                                  | 1,611,812          | 1,262,434          | 985,296            | 1,733,477          | 1,346,225          | 1,087,431          |
| Negotiation and intermediation of securities                         | 3,256              | 6,956              | 1,750              | 3,256              | 6,956              | 1,750              |
| Funds for specific purposes:   |                    |                    |                    |                    |                    |                    |
| Lottery operations   | 553,725            | 725,499            | 442,849            | 553,725            | 725,499            | 442,849            |
| Social funds and programs  | 4,924,696          | 4,718,055          | 3,919,412          | 4,924,696          | 4,718,055          | 3,919,412          |
| Financial and development funds                                      | 632,543            | 945,469            | 690,182            | 632,543            | 945,469            | 690,182            |
| Sundry   | 29,690,878         | 27,560,003         | 26,873,038         | 29,690,977         | 27,560,027         | 26,873,414         |
|  | <b>39,702,415</b>  | <b>38,585,257</b>  | <b>34,297,254</b>  | <b>39,824,179</b>  | <b>38,669,072</b>  | <b>34,399,765</b>  |
| <b>NON-CURRENT LIABILITIES</b>                                       | <b>172,976,173</b> | <b>135,592,488</b> | <b>104,339,367</b> | <b>172,976,173</b> | <b>133,367,387</b> | <b>104,339,367</b> |
| <b>DEPOSITS (Note 14)</b>  |                    |                    |                    |                    |                    |                    |
| Time deposits  | 25,531,601         | 11,817,258         | 931,286            | 25,531,601         | 11,817,258         | 931,286            |
| Interbank deposits   | 6,388              | 6,064              | 5,733              | 6,388              | 6,064              | 5,733              |
|  | <b>25,537,989</b>  | <b>11,823,322</b>  | <b>937,019</b>     | <b>25,537,989</b>  | <b>11,823,322</b>  | <b>937,019</b>     |
| <b>DEPOSITS OBTAINED IN THE OPEN MARKET (Note 15)</b>                |                    |                    |                    |                    |                    |                    |
| Own portfolio  | 2,100,149          | 2,225,101          | 2,868,406          | 2,100,149          | 2,225,101          | 2,868,406          |
|  | <b>2,100,149</b>   | <b>2,225,101</b>   | <b>2,868,406</b>   | <b>2,100,149</b>   | <b>2,225,101</b>   | <b>2,868,406</b>   |
| <b>FUNDS FROM ACCEPTANCE AND ISSUANCE OF SECURITIES (Note 16)</b>    |                    |                    |                    |                    |                    |                    |
| Funds from housing bonds , mortgage notes, credit bills and other    | 16,123,508         | 8,111,192          | 7,925,311          | 16,123,508         | 8,111,192          | 7,925,311          |
|  | <b>16,123,508</b>  | <b>8,111,192</b>   | <b>7,925,311</b>   | <b>16,123,508</b>  | <b>8,111,192</b>   | <b>7,925,311</b>   |
| <b>BORROWINGS (Note 17)</b>  |                    |                    |                    |                    |                    |                    |
| Foreign borrowings   | 3,529              | 4,601              | 4,751              | 3,529              | 4,601              | 4,751              |
|  | <b>3,529</b>       | <b>4,601</b>       | <b>4,751</b>       | <b>3,529</b>       | <b>4,601</b>       | <b>4,751</b>       |
| <b>LOCAL ONLENDINGS - OFFICIAL INSTITUTIONS (Note 17)</b>            |                    |                    |                    |                    |                    |                    |
| Federal Treasury - Social Integration Program (PIS)                  | 22,823             | 84,612             | 29,313             | 22,823             | 84,612             | 29,313             |
| National Bank for Economic and Social Development (BNDES)            | 13,221,672         | 10,032,736         | 6,320,856          | 13,221,672         | 10,032,736         | 6,320,856          |
| Government Severance Indemnity Fund for Employees (FGTS)             | 89,204,080         | 80,511,694         | 67,221,463         | 89,204,080         | 80,511,694         | 67,221,463         |
| Other  | 210,793            | 176,182            | 198,735            | 210,793            | 176,182            | 198,735            |
|  | <b>102,659,368</b> | <b>90,805,224</b>  | <b>73,770,367</b>  | <b>102,659,368</b> | <b>90,805,224</b>  | <b>73,770,367</b>  |
| <b>OTHER LIABILITIES (Note 18)</b>                                   |                    |                    |                    |                    |                    |                    |
| Tax and social security obligations                                  | 182,230            | 187,787            | 192,970            | 182,230            | 187,787            | 192,970            |
| Subordinated debt - eligible as regulatory capital                   | 11,837,606         | 8,550,802          | 5,276,936          | 11,837,606         | 8,550,802          | 5,276,936          |
| Hybrid capital and debt instruments - eligible as regulatory capital | 14,531,794         | 13,884,459         | 13,363,607         | 14,531,794         | 13,884,459         | 13,363,607         |
|  | <b>26,551,630</b>  | <b>22,623,048</b>  | <b>18,833,513</b>  | <b>26,551,630</b>  | <b>22,623,048</b>  | <b>18,833,513</b>  |

# Caixa Econômica Federal - CAIXA

## Balance sheet (In thousands of reais)

(continued)

|                            | Parent company     |                    |                    | Consolidated       |                    |                    |
|----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|                            | 2012               |                    | 2011               | 2012               |                    | 2011               |
|                            | June 30            | December 31        | June 30            | June 30            | December 31        | June 30            |
| <b>EQUITY (Note 19)</b>    |                    |                    |                    |                    |                    |                    |
| Share capital              | 15,154,802         | 15,154,802         | 14,673,724         | 15,154,802         | 15,154,802         | 14,673,724         |
| Capital - local residents  | 13,562,433         | 13,562,433         | 13,562,433         | 13,562,443         | 13,562,443         | 13,562,443         |
| Capital increase           | 5,464,821          | 5,464,821          | 4,983,742          | 5,464,821          | 5,464,821          | 4,983,742          |
| Unpaid capital             | (3,872,452)        | (3,872,452)        | (3,872,451)        | (3,872,452)        | (3,872,452)        | (3,872,451)        |
| Revaluation reserve        | 458,274            | 464,595            | 471,959            | 458,274            | 464,595            | 471,959            |
| Revenue reserves           | 4,459,454          | 4,079,781          | 1,944,114          | 4,459,454          | 4,079,781          | 2,652,206          |
| Carrying value adjustments | (282,493)          | (137,798)          | (8,121)            | (282,493)          | (137,798)          | (8,121)            |
| Retained earnings          | 1,607,909          |                    | 1,119,857          | 1,607,909          |                    | 1,119,857          |
|                            | <b>21,397,946</b>  | <b>19,561,380</b>  | <b>18,201,533</b>  | <b>21,397,946</b>  | <b>19,561,380</b>  | <b>18,201,533</b>  |
| <b>TOTAL</b>               | <b>596,370,638</b> | <b>511,031,048</b> | <b>460,159,686</b> | <b>596,257,957</b> | <b>510,213,593</b> | <b>459,232,275</b> |

The accompanying notes are an integral part of these financial statements.

# Caixa Econômica Federal - CAIXA

## Statement of income

(In thousands of reais)

(A free translation of the original in Portuguese)

|  | Parent company             |  |  | Consolidated               |  |  |
|--|----------------------------|--|--|----------------------------|--|--|
|  | 2012                       |  | 2011                                   | 2012                       |  | 2011                                   |
|  | 2 <sup>nd</sup><br>quarter | 1 <sup>st</sup><br>six-month<br>period | 1 <sup>st</sup><br>six-month<br>period | 2 <sup>nd</sup><br>Quarter | 1 <sup>st</sup><br>six-month<br>period | 1 <sup>st</sup><br>six-month<br>period |
| <b>INCOME FROM FINANCIAL INTERMEDIATION (Note 21)</b>          | <b>14,259,142</b>          | <b>28,553,105</b>                      | <b>24,426,446</b>                      | <b>14,259,142</b>          | <b>28,553,105</b>                      | <b>24,426,446</b>                      |
| Loan operations (Note 8(f))                                    | 8,370,286                  | 16,537,613                             | 12,688,242                             | 8,370,286                  | 16,537,613                             | 12,688,242                             |
| Securities (Note 6(d))   | 4,952,671                  | 9,834,965                              | 8,453,225                              | 4,952,671                  | 9,834,965                              | 8,453,225                              |
| Derivative financial instruments (Note 6(h))                   | (546,893)                  | (904,021)                              | (36,825)                               | (546,893)                  | (904,021)                              | (36,825)                               |
| Foreign exchange (Note 9(c.1))                                 | 8,166                      | 9,522                                  | 500                                    | 8,166                      | 9,522                                  | 500                                    |
| Compulsory deposits (Note 7(c))                                | 1,434,153                  | 3,022,332                              | 3,320,722                              | 1,434,153                  | 3,022,332                              | 3,320,722                              |
| Sales or transfers of financial assets                         | 40,759                     | 52,694                                 | 582                                    | 40,759                     | 52,694                                 | 582                                    |
| <b>FINANCIAL INTERMEDIATION EXPENSES (Note 22)</b>             | <b>(10,258,048)</b>        | <b>(20,369,584)</b>                    | <b>(17,197,865)</b>                    | <b>(10,251,044)</b>        | <b>(20,348,061)</b>                    | <b>(17,151,139)</b>                    |
| Money market funds (Note 14(c); 15(b) and 16(b))               | (6,594,054)                | (13,375,359)                           | (11,665,174)                           | (6,587,050)                | (13,353,836)                           | (11,618,448)                           |
| Loans, assignments and onlendings (Note 17(c))                 | (1,710,164)                | (3,359,229)                            | (2,556,867)                            | (1,710,164)                | (3,359,229)                            | (2,556,867)                            |
| Allowance for loan losses (Note 8(i))                          | (1,953,830)                | (3,634,996)                            | (2,975,824)                            | (1,953,830)                | (3,634,996)                            | (2,975,824)                            |
| <b>GROSS PROFIT FROM FINANCIAL INTERMEDIATION</b>              | <b>4,001,094</b>           | <b>8,183,521</b>                       | <b>7,228,581</b>                       | <b>4,008,098</b>           | <b>8,205,044</b>                       | <b>7,275,307</b>                       |
| <b>OTHER OPERATING INCOME (EXPENSES)</b>                       | <b>(2,453,350)</b>         | <b>(5,309,628)</b>                     | <b>(5,292,469)</b>                     | <b>(2,460,104)</b>         | <b>(5,327,412)</b>                     | <b>(5,308,440)</b>                     |
| Service revenues (Note 23)                                     | 2,976,943                  | 5,769,031                              | 5,568,785                              | 2,976,943                  | 5,769,031                              | 5,568,785                              |
| Income from banking fees (Note 23)                             | 564,907                    | 1,080,237                              | 567,395                                | 564,907                    | 1,080,237                              | 567,395                                |
| Personnel expenses (Note 24)                                   | (3,170,007)                | (6,217,996)                            | (5,612,652)                            | (3,170,418)                | (6,218,750)                            | (5,613,266)                            |
| Other administrative expenses (Note 25)                        | (2,042,537)                | (3,977,204)                            | (3,459,778)                            | (2,043,699)                | (3,981,065)                            | (3,460,840)                            |
| Taxes (Note 29)  | (498,028)                  | (1,021,048)                            | (860,526)                              | (498,410)                  | (1,021,430)                            | (865,623)                              |
| Equity in the results of subsidiaries and associates (Note 11) | 82,924                     | 152,975                                | 101,61                                 | 82,429                     | 138,146                                | 30,098                                 |
| Other operating income (Note 26)                               | 2,355,366                  | 3,622,437                              | 3,144,374                              | 2,351,065                  | 3,624,482                              | 3,206,702                              |
| Other operating expenses (Note 27)                             | (2,722,918)                | (4,718,060)                            | (4,741,677)                            | (2,722,921)                | (4,718,063)                            | (4,741,691)                            |
| <b>OPERATING PROFIT</b>  | <b>1,547,744</b>           | <b>2,873,893</b>                       | <b>1,936,112</b>                       | <b>1,547,994</b>           | <b>2,877,632</b>                       | <b>1,966,867</b>                       |
| <b>NON-OPERATING EXPENSES (Note 28)</b>                        | <b>(56,062)</b>            | <b>(92,147)</b>                        | <b>(110,023)</b>                       | <b>(56,062)</b>            | <b>(92,147)</b>                        | <b>(110,023)</b>                       |
| <b>PROFIT BEFORE TAXATION AND PROFIT SHARING</b>               | <b>1,491,682</b>           | <b>2,781,746</b>                       | <b>1,826,089</b>                       | <b>1,491,932</b>           | <b>2,785,485</b>                       | <b>1,856,844</b>                       |
| <b>INCOME TAX AND SOCIAL CONTRIBUTION (Note 20(c))</b>         | <b>300,342</b>             | <b>358,028</b>                         | <b>555,423</b>                         | <b>300,092</b>             | <b>354,289</b>                         | <b>524,668</b>                         |
| Current taxes  | (324,787)                  | (396,437)                              | (98,173)                               | (325,038)                  | (400,181)                              | (128,930)                              |
| Deferred tax assets  | 797,332                    | 1,027,468                              | 659,796                                | 797,332                    | 1,027,472                              | 659,798                                |
| Deferred tax liabilities                                       | (172,203)                  | (273,003)                              | (6,200)                                | (172,202)                  | (273,002)                              | (6,200)                                |
| <b>EMPLOYEE PROFIT SHARING</b>                                 | <b>(109,931)</b>           | <b>(293,426)</b>                       | <b>(107,204)</b>                       | <b>(109,931)</b>           | <b>(293,426)</b>                       | <b>(107,204)</b>                       |
| <b>PROFIT FOR THE SIX-MONTH PERIOD/QUARTER</b>                 | <b>1,682,093</b>           | <b>2,846,348</b>                       | <b>2,274,308</b>                       | <b>1,682,093</b>           | <b>2,846,348</b>                       | <b>2,274,308</b>                       |

The accompanying notes are an integral part of these financial statements.

# Caixa Econômica Federal - CAIXA

## Statement of changes in equity

(In thousands of reais)

(A free translation of the original in Portuguese)

| EVENTS   | Capital           | Revaluation reserve | Revenue reserve  | Carrying value adjustments | Retained earnings (accumulated deficit) | Total             |
|--|-------------------|---------------------|------------------|----------------------------|---|-------------------|
| <b>BALANCES AT DECEMBER 31, 2011</b>                       | <b>15,154,802</b> | <b>464,595</b>      | <b>4,079,781</b> | <b>(137,798)</b>           |   | <b>19,561,380</b> |
| CARRYING VALUE ADJUSTMENTS                                 |                   |                     |                  | (144,695)                  |   | (144,695)         |
| TAX EFFECTS ON REALIZATION OF THE REVALUATION RESERVE      |                   | 5,557               |                  |                            |   | 5,557             |
| TAXES PAID ON REVALUATION RESERVE                          |                   |                     |                  |                            | (4,814)                                 | (4,814)           |
| REALIZATION OF RESERVE                                     |                   | (11,878)            |                  |                            | (11,878)                                |                   |
| PROFIT FOR THE SIX-MONTH PERIOD                            |                   |                     |                  |                            | 2,846,348                               | 2,846,348         |
| ALLOCATION OF PROFIT (Note 21(d))                          |                   |                     |                  |                            |   |                   |
| Legal reserve (revenue reserve)                            |                   |                     | 142,317          |                            | (142,317)                               |                   |
| Lottery reserve (revenue reserve)                          |                   |                     | 237,356          |                            | (237,356)                               |                   |
| Interest on capital proposed                               |                   |                     |                  |                            | (552,065)                               | (552,065)         |
| Dividends proposed   |                   |                     |                  |                            | (313,766)                               | (313,766)         |
| <b>BALANCES AT JUNE 30, 2012</b>                           | <b>15,154,802</b> | <b>458,274</b>      | <b>4,459,454</b> | <b>(282,493)</b>           | <b>1,607,909</b>                        | <b>21,397,946</b> |
| <b>BALANCES AT DECEMBER 31, 2010</b>                       | <b>12,473,724</b> | <b>478,318</b>      | <b>2,652,206</b> | <b>(167,298)</b>           |   | <b>15,436,950</b> |
| CARRYING VALUE ADJUSTMENTS                                 |                   |                     |                  | 159,177                    |   | 159,177           |
| CAPITAL INCREASE - PETROBRAS COMMON SHARES (NOTE 21(A))    | 287,256           |                     |                  |                            |   | 287,256           |
| CAPITAL INCREASE - PETROBRAS PREFERRED SHARES (NOTE 21(A)) | 1,702,155         |                     |                  |                            |   | 1,702,155         |
| CAPITAL INCREASE - ELETROBRAS COMMON SHARES (NOTE 21(A))   | 210,589           |                     |                  |                            |   | 210,589           |
| TAX EFFECTS ON REALIZATION OF THE REVALUATION RESERVE      |                   | 7,195               |                  |                            |   | 7,195             |
| TAXES PAID ON REVALUATION RESERVE                          |                   |                     |                  |                            | (5,422)                                 | (5,422)           |
| REALIZATION OF RESERVE                                     |                   | (13,554)            |                  |                            | 13,554                                  |                   |
| PROFIT FOR THE SIX-MONTH PERIOD                            |                   |                     |                  |                            | 2,274,308                               | 2,274,308         |
| PRIOR-YEAR DIVIDENDS DISTRIBUTED                           |                   |                     |                  |                            | (1,002,482)                             | (1,002,482)       |
| INTERIM DIVIDEND   |                   |                     |                  |                            | (371,181)                               | (371,181)         |
| ALLOCATION OF PROFIT: (Note 21(d))                         |                   |                     |                  |                            |   |                   |
| Legal reserve (revenue reserve)                            |                   |                     | 113,715          |                            | (113,715)                               |                   |
| Lottery reserve (revenue reserve)                          |                   |                     | 180,675          |                            | (180,675)                               |                   |
| Operating margin reserve (revenue reserve)                 |                   |                     | (1,002,482)      |                            | 1,002,482                               |                   |
| Interest on capital proposed                               |                   |                     |                  |                            | (428,819)                               | (428,819)         |
| Dividends proposed   |                   |                     |                  |                            | (68,193)                                | (68,193)          |
| <b>BALANCES AT JUNE 30, 2011</b>                           | <b>14,673,724</b> | <b>471,959</b>      | <b>1,944,114</b> | <b>(8,121)</b>             | <b>1,119,857</b>                        | <b>18,201,533</b> |

The accompanying notes are an integral part of these financial statements.

# Caixa Econômica Federal - CAIXA

## Statement of cash flows

(In thousands of reais)

(A free translation of the original in Portuguese)

|  | Parent company      |                      |                      | Consolidated        |                      |                      |
|--|---------------------|----------------------|----------------------|---------------------|----------------------|----------------------|
|  | 2012                | 2011                 |                      | 2012                | 2011                 |                      |
|  | 2nd quarter         | 1st six-month period | 1st six-month period | 2nd quarter         | 1st six-month period | 1st six-month period |
| <b>ADJUSTED PROFIT</b>   | <b>3,344,595</b>    | <b>5,812,412</b>     | <b>7,138,763</b>     | <b>3,345,090</b>    | <b>5,827,241</b>     | <b>6,909,136</b>     |
| Profit   | 1,682,093           | 2,846,348            | 2,274,308            | 1,682,093           | 2,846,348            | 2,274,308            |
| Adjustments to profit:   | 1,662,502           | 2,966,064            | 4,864,455            | 1,662,997           | 2,980,893            | 4,634,828            |
| Adjustments of securities and derivative financial instruments (assets/ liabilities) to market value | (451,505)           | (1,359,779)          | (88,762)             | (451,505)           | (1,359,779)          | (88,762)             |
| Allowance for loan losses  | 1,953,830           | 3,634,996            | 2,975,824            | 1,953,830           | 3,634,996            | 2,975,824            |
| Actuarial liabilities/ assets (employee benefits)  | 208,298             | 135,960              | 250,201              | 208,298             | 135,960              | 250,201              |
| Depreciation and amortization  | 230,152             | 419,930              | 374,765              | 230,152             | 419,930              | 374,765              |
| Deferred taxes   | (797,332)           | (1,027,468)          | (659,796)            | (797,332)           | (1,027,468)          | (659,796)            |
| Adjustment to provision for contingencies  | 240,134             | 382,313              | 128,051              | 240,134             | 382,313              | 128,051              |
| Equity in the results of associates  | (82,924)            | (152,975)            | (101,610)            | (82,429)            | (138,146)            | (30,098)             |
| Expenses with subordinated debt and hybrid instruments   | 361,849             | 933,087              | 1,985,782            | 361,849             | 933,087              | 1,684,643            |
| <b>CHANGE IN ASSETS AND LIABILITIES</b>  | <b>(12,579,582)</b> | <b>16,774,565</b>    | <b>24,112,597</b>    | <b>(12,258,403)</b> | <b>17,557,456</b>    | <b>24,173,790</b>    |
| Decrease (increase) in short-term interbank investments  | (23,067)            | (98,537)             | 201,687              | (23,067)            | (98,537)             | 201,687              |
| Decrease (increase) in securities - Category I   | (12,306,224)        | (10,432,150)         | (9,060,620)          | (12,306,224)        | (10,432,150)         | (9,060,620)          |
| Decrease (increase) in securities - Category II  | (72,949)            | (452,390)            | (849,473)            | (55,649)            | (520,376)            | (1,124,253)          |
| Decrease (increase) in securities - Category III   | (1,157,813)         | 2,574,149            | 11,246,577           | (1,157,813)         | 2,574,149            | 11,246,577           |
| Decrease (increase) in compulsory deposits with the Brazilian Central Bank                           | (3,689,955)         | (5,913,472)          | (3,129,012)          | (3,689,955)         | (5,913,472)          | (3,129,012)          |
| Decrease (increase) in interbank accounts (assets/liabilities)                                       | (228,787)           | (221,324)            | 325,500              | (228,787)           | (221,324)            | 325,500              |
| Decrease (increase) in interdepartmental accounts (assets/liabilities)                               | 118,073             | (942,716)            | (798,303)            | 118,073             | (942,716)            | (798,303)            |
| Decrease (increase) in loan operations   | (28,770,132)        | (48,052,057)         | (31,149,857)         | (28,770,132)        | (48,052,057)         | (31,149,857)         |
| Decrease (increase) in other receivables   | (2,151,846)         | (794,567)            | 2,060,353            | (2,031,458)         | (648,464)            | 1,985,391            |
| Decrease (increase) in other assets  | (3,852)             | (34,304)             | 93,488               | (3,852)             | (34,304)             | 93,488               |
| Increase (decrease) in deposits  | 16,459,179          | (25,419,740)         | 19,272,507           | 16,480,033          | 25,432,638           | 19,262,289           |
| Increase (decrease) in deposits obtained in the open market  | 3,329,889           | (31,079,341)         | 16,411,205           | 3,449,723           | 31,722,268           | 16,199,980           |
| Increase (decrease) in funds from issuance of securities   | 5,477,245           | 9,267,690            | 4,247,444            | 5,447,245           | 9,267,690            | 4,247,444            |
| Increase (decrease) in derivative financial instruments  | 37                  | (267)                | (792)                | 37                  | (267)                | (792)                |
| Increase (decrease) in borrowings and onlendings   | 9,171,441           | 15,422,033           | 13,553,049           | 9,171,441           | 15,422,033           | 13,553,049           |
| Increase (decrease) in other liabilities   | 1,269,179           | (46,604)             | 1,688,844            | 1,261,982           | (8,655)              | 2,321,222            |
| <b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>   | <b>(9,234,987)</b>  | <b>22,586,977</b>    | <b>31,251,360</b>    | <b>(8,913,313)</b>  | <b>23,384,697</b>    | <b>31,082,926</b>    |

# Caixa Econômica Federal - CAIXA

## Statement of cash flows (In thousands of reais)

(continued)

|  | Parent                  |                                  |                                  | Consolidated            |                                  |                                  |
|--|-------------------------|----------------------------------|----------------------------------|-------------------------|----------------------------------|----------------------------------|
|  | 2012                    | 2011                             | 2011                             | 2012                    | 2011                             | 2011                             |
|  | 2 <sup>nd</sup> quarter | 1 <sup>st</sup> six-month period | 1 <sup>st</sup> six-month period | 2 <sup>nd</sup> quarter | 1 <sup>st</sup> six-month period | 1 <sup>st</sup> six-month period |
| Sale of property and equipment in use                    | 1,138                   | 3,236                            | 91,521                           | 1,138                   | 3,236                            | 91,521                           |
| Acquisition of investments                               |                         |                                  | (126,556)                        | (321,674)               | (797,720)                        | 41,878                           |
| Acquisition of property and equipment in use             | (165,576)               | (314,929)                        | (273,883)                        | (165,576)               | (314,929)                        | (273,883)                        |
| Acquisition of intangible assets                         | (138,208)               | (283,899)                        | (89,744)                         | (138,208)               | (283,899)                        | (89,744)                         |
| <b>NET CASH USED IN INVESTING ACTIVITIES</b>             | <b>(302,646)</b>        | <b>(595,592)</b>                 | <b>(398,662)</b>                 | <b>(624,320)</b>        | <b>(1,393,312)</b>               | <b>(230,228)</b>                 |
| Advance for interim dividend                             |                         |                                  | (110,231)                        |                         |                                  | (110,230)                        |
| Dividends paid   |                         |                                  | (1,002,482)                      |                         |                                  | (1,002,482)                      |
| <b>NET CASH USED IN FINANCING ACTIVITIES</b>             |                         |                                  | <b>(1,112,713)</b>               |                         |                                  | <b>(1,112,713)</b>               |
| <b>INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>  | <b>(9,537,633)</b>      | <b>(21,991,385)</b>              | <b>2,9739,985</b>                | <b>(9,537,633)</b>      | <b>21,991,385</b>                | <b>29,739,985</b>                |
| <b>CHANGES IN CASH AND CASH EQUIVALENTS</b>              |                         |                                  |                                  |                         |                                  |                                  |
| Cash and cash equivalents at the beginning of the period | 64,154,730              | 32,625,712                       | 15,496,548                       | 64,154,730              | 32,625,712                       | 15,496,548                       |
| Cash and cash equivalents at the end of the period       | 54,617,097              | 54,617,097                       | 45,236,533                       | 54,617,097              | 54,617,097                       | 45,236,533                       |
| <b>Increase (decrease) in cash and cash equivalents</b>  | <b>(9,537,633)</b>      | <b>(21,991,385)</b>              | <b>29,739,985</b>                | <b>(9,537,633)</b>      | <b>21,991,385</b>                | <b>29,739,985</b>                |
| <b>ADDITIONAL INFORMATION</b>                            |                         |                                  |                                  |                         |                                  |                                  |
| Interest paid  | 8,970,235               | 18,758,475                       | 15,985,910                       | 8,970,235               | 18,758,475                       | 15,985,910                       |
| Interest received  | 13,632,260              | 27,394,683                       | 21,939,237                       | 13,632,260              | 27,394,683                       | 21,939,237                       |
| Dividends received                                       | 130                     | 215                              | 204                              | 7,748                   | 7,833                            | 65                               |

The accompanying notes are an integral part of these financial statements.

# Caixa Econômica Federal - CAIXA

## Statement of value added (In thousands of reais)

(A free translation of the original in Portuguese)

| DESCRIPTION   | Parent company    |               |                      |               |                      |               | Consolidated      |               |                      |               |                      |               |
|---|-------------------|---------------|----------------------|---------------|----------------------|---------------|-------------------|---------------|----------------------|---------------|----------------------|---------------|
|   | 2012              |               | 2011                 |               | 2011                 |               | 2012              |               | 2011                 |               | 2011                 |               |
|   | 2nd quarter       |               | 1st six-month period |               | 1st six-month period |               | 2nd quarter       |               | 1st six-month period |               | 1st six-month period |               |
|   | R\$               | %             | R\$                  | %             | R\$                  | %             | R\$               | %             | R\$                  | %             | R\$                  | %             |
| <b>1. REVENUES</b>  | <b>18,146,464</b> | <b>338.08</b> | <b>35,297,666</b>    | <b>337.37</b> | <b>30,621,154</b>    | <b>353.70</b> | <b>18,142,162</b> | <b>337.93</b> | <b>35,299,710</b>    | <b>337.23</b> | <b>30,683,482</b>    | <b>352.94</b> |
| 1.1 Financial intermediation                                      | 16,614,506        | 309.54        | 32,175,541           | 307.52        | 27,570,821           | 318.47        | 16,610,204        | 309.41        | 32,177,585           | 307.39        | 27,633,149           | 317.85        |
| 1.2 Services  | 3,541,850         | 65.99         | 6,849,268            | 65.47         | 6,136,180            | 70.88         | 3,541,849         | 65.97         | 6,849,267            | 65.43         | 6,136,180            | 70.58         |
| 1.3 Allowance for loan losses - reversal/(recognition)            | (1,953,830)       | (36.40)       | (3,634,996)          | (34.74)       | (2,975,824)          | (34.37)       | (1,953,830)       | (36.39)       | (3,634,996)          | (34.73)       | (2,975,824)          | (34.23)       |
| 1.4 Non-operating income (losses)                                 | (56,062)          | (1.04)        | (92,147)             | (0.88)        | (110,023)            | (1.28)        | (56,061)          | (1.04)        | (92,146)             | (0.88)        | (110,023)            | (1.27)        |
| <b>2. FINANCIAL INTERMEDIATION EXPENSES</b>                       | <b>8,304,218</b>  | <b>154.71</b> | <b>16,734,588</b>    | <b>159.94</b> | <b>14,222,041</b>    | <b>164.28</b> | <b>8,297,214</b>  | <b>154.55</b> | <b>16,713,066</b>    | <b>159.66</b> | <b>14,175,315</b>    | <b>163.05</b> |
| <b>3. MATERIALS AND SERVICES ACQUIRED FROM THIRD PARTIES</b>      | <b>4,327,522</b>  | <b>80.62</b>  | <b>7,833,142</b>     | <b>74.87</b>  | <b>7,468,624</b>     | <b>86.27</b>  | <b>4,328,684</b>  | <b>80.63</b>  | <b>7,837,003</b>     | <b>74.87</b>  | <b>7,469,700</b>     | <b>85.92</b>  |
| Materials, energy and other                                       | 766,842           | 14.29         | 1,476,676            | 14.11         | 1,321,295            | 15.26         | 767,059           | 14.29         | 1,476,893            | 14.11         | 1,321,295            | 15.20         |
| Outsourced services   | 837,761           | 15.61         | 1,638,405            | 15.66         | 1,405,652            | 16.24         | 838,706           | 15.62         | 1,642,049            | 15.69         | 1,406,714            | 16.18         |
| Other   | 2,722,919         | 50.73         | 4,718,061            | 45.09         | 4,741,677            | 54.77         | 2,722,919         | 50.72         | 4,718,061            | 45.07         | 4,741,691            | 54.54         |
| Other operating expenses - monetary adjustments                   | 240,400           | 4.48          | 538,812              | 5.15          | 671,567              | 7.76          | 240,400           | 4.48          | 538,812              | 5.15          | 671,567              | 7.72          |
| Other operating expenses - interest                               | 260,764           | 4.86          | 495,988              | 4.74          | 426,512              | 4.93          | 260,764           | 4.86          | 495,988              | 4.74          | 426,512              | 4.91          |
| Contributions to the National Housing System (SFH)                | 247               | 0.00          | 510                  | 0.00          | 382,080              | 4.41          | 247               | 0.00          | 510                  | 0.00          | 382,080              | 4.39          |
| Other operating expenses - credit cards                           | 206,495           | 3.85          | 396,560              | 3.79          | 315,391              | 3.64          | 206,495           | 3.85          | 396,560              | 3.79          | 315,391              | 3.63          |
| Other operating expenses - post-employment benefits               | 297,097           | 5.54          | 297,097              | 2.84          | 281,428              | 3.25          | 297,097           | 5.53          | 297,097              | 2.84          | 281,428              | 3.24          |
| Commissions and fees  | 117,669           | 2.19          | 228,144              | 2.18          | 223,272              | 2.58          | 117,669           | 2.19          | 228,144              | 2.18          | 223,272              | 2.57          |
| Lottery management expenses                                       | 41,730            | 0.78          | 83,745               | 0.80          | 97,967               | 1.13          | 41,730            | 0.78          | 83,745               | 0.80          | 97,967               | 1.13          |
| Other   | 1,558,517         | 29.04         | 2,677,205            | 25.58         | 2,343,460            | 27.07         | 1,558,517         | 29.03         | 2,677,205            | 25.58         | 2,343,474            | 26.95         |
| <b>4. GROSS VALUE ADDED (1-2-3)</b>                               | <b>5,514,724</b>  | <b>102.74</b> | <b>10,729,936</b>    | <b>102.56</b> | <b>8,930,489</b>     | <b>103.16</b> | <b>5,516,264</b>  | <b>102.75</b> | <b>10,749,641</b>    | <b>102.69</b> | <b>9,038,467</b>     | <b>103.96</b> |
| <b>5. RETENTIONS</b>  | <b>230,152</b>    | <b>4.29</b>   | <b>419,930</b>       | <b>4.01</b>   | <b>374,765</b>       | <b>4.33</b>   | <b>230,152</b>    | <b>4.29</b>   | <b>419,930</b>       | <b>4.01</b>   | <b>374,765</b>       | <b>4.31</b>   |
| Depreciation, amortization and depletion                          | 230,152           | 4.29          | 419,930              | 4.01          | 374,765              | 4.33          | 230,152           | 4.29          | 419,930              | 4.01          | 374,765              | 4.31          |
| <b>6. NET VALUE ADDED (4-5)</b>                                   | <b>5,284,572</b>  | <b>98.46</b>  | <b>10,310,006</b>    | <b>98.55</b>  | <b>8,555,724</b>     | <b>98.83</b>  | <b>5,286,112</b>  | <b>98.46</b>  | <b>10,329,711</b>    | <b>98.68</b>  | <b>8,663,702</b>     | <b>99.65</b>  |
| <b>7. VALUE ADDED RECEIVED THROUGH TRANSFER</b>                   | <b>82,924</b>     | <b>1.54</b>   | <b>152,975</b>       | <b>1.45</b>   | <b>101,610</b>       | <b>1.17</b>   | <b>82,430</b>     | <b>1.54</b>   | <b>138,147</b>       | <b>1.32</b>   | <b>30,098</b>        | <b>0.35</b>   |
| 7.1 Equity in the earnings of subsidiary and associated companies | 82,924            | 1.54          | 152,975              | 1.45          | 101,610              | 1.17          | 82,430            | 1.54          | 138,147              | 1.32          | 30,098               | 0.35          |
| <b>8. VALUE ADDED TO DISTRIBUTE (6+7)</b>                         | <b>5,367,496</b>  | <b>100.00</b> | <b>10,462,981</b>    | <b>100.00</b> | <b>8,657,334</b>     | <b>100.00</b> | <b>5,368,542</b>  | <b>100.00</b> | <b>10,467,858</b>    | <b>100.00</b> | <b>8,693,800</b>     | <b>100.00</b> |
| <b>9. DISTRIBUTION OF VALUE ADDED</b>                             | <b>5,367,496</b>  | <b>100.00</b> | <b>10,462,981</b>    | <b>100.00</b> | <b>8,657,334</b>     | <b>100.00</b> | <b>5,368,542</b>  | <b>100.00</b> | <b>10,467,858</b>    | <b>100.00</b> | <b>8,693,800</b>     | <b>100.00</b> |
| Personnel and charges   | 2,828,995         | 52.71         | 5,633,416            | 53.84         | 4,944,456            | 57.11         | 2,829,409         | 52.70         | 5,634,172            | 53.82         | 4,945,070            | 56.88         |
| - Salaries  | 2,100,018         | 39.12         | 4,108,272            | 39.26         | 3,659,201            | 42.27         | 2,100,431         | 39.12         | 4,109,028            | 39.25         | 3,659,815            | 42.10         |
| - Social security charges   | 188,523           | 3.51          | 371,787              | 3.55          | 325,769              | 3.76          | 188,524           | 3.51          | 371,787              | 3.55          | 325,769              | 3.75          |
| - Private pension   | 135,211           | 2.52          | 267,550              | 2.56          | 217,504              | 2.51          | 135,211           | 2.52          | 267,550              | 2.56          | 217,504              | 2.50          |
| - Benefits  | 295,312           | 5.50          | 592,381              | 5.66          | 634,778              | 7.33          | 295,312           | 5.49          | 592,381              | 5.66          | 634,778              | 7.30          |
| - Profit sharing  | 109,931           | 2.05          | 293,426              | 2.80          | 107,204              | 1.24          | 109,931           | 2.05          | 293,426              | 2.80          | 107,204              | 1.23          |
| Taxes and contributions   | 648,628           | 12.08         | 1,541,025            | 14.73         | 1,080,504            | 12.47         | 649,260           | 12.09         | 1,545,146            | 14.76         | 1,116,356            | 12.84         |
| - Federal   | 547,448           | 10.19         | 1,310,515            | 12.53         | 863,096              | 9.97          | 547,708           | 10.20         | 1,314,264            | 12.56         | 898,948              | 10.34         |
| - Municipal   | 101,180           | 1.89          | 230,510              | 2.20          | 217,408              | 2.51          | 101,552           | 1.89          | 230,882              | 2.21          | 217,408              | 2.50          |
| Rentals   | 207,780           | 3.87          | 442,192              | 4.24          | 358,066              | 4.14          | 207,780           | 3.87          | 442,192              | 4.22          | 358,066              | 4.12          |
| Interest on capital and dividends                                 | 587,319           | 10.94         | 865,831              | 8.28          | 497,012              | 5.74          | 587,319           | 10.94         | 865,831              | 8.27          | 497,012              | 5.72          |
| Retained earnings   | 1,094,774         | 20.40         | 1,980,517            | 18.93         | 1,777,296            | 20.54         | 1,094,774         | 20.39         | 1,980,517            | 18.92         | 1,777,296            | 20.44         |

The accompanying notes are an integral part of these financial statements.

(A free translation of the original in Portuguese)



## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

| Contents   | Page |
|--|------|
| Note 1 - General information .....   | 16   |
| Note 2 - Presentation of the financial statements.....                                   | 16   |
| Note 3 - Significant accounting policies .....   | 17   |
| Note 4 - Cash and cash equivalents .....   | 25   |
| Note 5 - Short-term interbank investments .....  | 26   |
| Note 6 - Securities and derivative financial instruments.....                            | 27   |
| Note 7 - Interbank accounts.....   | 38   |
| Note 8 - Loan portfolio .....  | 41   |
| Note 9 - Other receivables.....  | 50   |
| Note 10 - Other assets .....   | 52   |
| Note 11 - Investments in subsidiary and associated companies .....                       | 53   |
| Note 12 - Property and equipment in use .....  | 58   |
| Note 13 - Intangible assets .....  | 60   |
| Note 14 - Deposits.....  | 60   |
| Note 15 – Deposits obtained in the open market .....                                     | 66   |
| Note 16 - Funds from acceptance and issuance of securities .....                         | 67   |
| Note 17 - Local borrowings and onlendings - official institutions .....                  | 68   |
| Note 18 - Other liabilities .....  | 69   |
| Note 19 - Equity.....  | 74   |
| Note 20 - Corporate Income Tax (IRPJ) and Social Contribution on Net Income (CSLL) ..... | 75   |
| Note 21 - Income from financial intermediation.....                                      | 81   |
| Note 22 - Expenses with financial intermediation.....                                    | 81   |
| Note 23 - Revenues from services and banking fees.....                                   | 82   |
| Note 24 - Personnel expenses .....   | 83   |
| Note 25 - Other administrative expenses.....   | 83   |
| Note 26 - Other operating income.....  | 84   |
| Note 27 - Other operating expenses.....  | 84   |
| Note 28 - Non-operating income/expenses.....   | 85   |
| Note 29 – Tax expenses.....  | 86   |
| Note 30 - Provisions .....   | 86   |
| Note 31 - Related parties.....   | 89   |
| Note 32 - Employee benefits .....  | 91   |
| Note 33 - Corporate risk management.....   | 103  |
| Note 34 - Other information .....  | 114  |

(A free translation of the original in Portuguese)



## **Caixa Econômica Federal - CAIXA**

### **Notes to the financial statements**

**at June 30, 2012**

**All amounts in thousands of reais unless otherwise stated**

---

#### **Note - 1      General information**

Caixa Econômica Federal - CAIXA is a financial institution established by Decree-Law 759, of August 12, 1969, as a state-owned company under private law, linked to the Brazilian Ministry of Finance and subject to the general rules, decisions and regulations issued by the National Monetary Council (CMN) and the Brazilian Central Bank (BACEN).

With headquarters and jurisdiction in Brasília, Federal District of Brazil, CAIXA operates throughout the Brazilian territory and abroad, and has representative offices in Japan, the United States and Venezuela.

The capital of CAIXA is fully held by the Brazilian Federal Government and, in the macroeconomic context, CAIXA's economic and financial management is consistent with the overall policy decisions of the Federal Government.

#### **Areas of activity**

CAIXA carries out business activities related to real estate financing, basic sanitation, urban infrastructure, commercial banks, as well as the rendering of services of a social nature, delegated by the Federal Government.

In the performance of these activities, CAIXA obtains its funding through savings accounts, mortgage notes, judicial deposits, demand and time deposits, and grants loans mainly linked to housing, including the onlending of funds from the Government Severance Indemnity Fund for Employees (FGTS).

CAIXA also administers lotteries, investment funds, social funds and programs, among which we highlight the Government Severance Indemnity Fund for Employees (FGTS), the Salary Variation Compensation Fund (FCVS), the Social Integration Program (PIS), the Social Development Fund (FDS), the Residential Lease Fund (FAR), the Guarantee Fund for Popular Housing (FGHAB) and the Guarantee Fund for Naval Construction (FGCN). The funds and programs managed are independent legal entities which governed by specific regulations and maintain their own accounting records (Note 34(a)).

CAIXA is authorized to set up wholly or majority owned subsidiaries to carry out its business purposes and acquire stakes in other public or private institutions from the financial sector or other areas of activity related to it, pursuant to Article 1 of Law 11,908, of March 3, 2009.

On March 31, 2009, CAIXA established Caixa Participações S.A. (CAIXAPAR), a corporation with a share capital of R\$ 2.5 billion, represented by 2.5 billion common shares, with no par value, fully paid up by CAIXA.

#### **Note - 2      Presentation of the financial statements**

The financial statements of CAIXA are the responsibility of Management. The consolidated financial statements include the financial statements of CAIXA and its wholly-owned subsidiary CAIXAPAR.

The notes provide additional information on the following parent company and consolidated financial statements: balance sheets; statements of income; statements of changes in equity, statements of cash flows and statements of value added.

The notes provide, in a clear, relevant, reliable and comparable manner, narrative descriptions and analyses of the components of these financial statements.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

For the purposes of clarity of the information disclosed, the term PARENT/CONSOLIDATED means that the information is the same in both the parent company and the consolidated financial statements.

In connection with the convergence of Brazilian Accounting Standards (BR GAAP) with International Financial Reporting Standards (IFRS), the National Monetary Council has already approved the following accounting pronouncements issued by the Brazilian Accounting Pronouncements Committee (CPC):

- CPC 01 - Impairment of Assets, approved by CMN Resolution 3566/2008;
- CPC 03 - Statement of Cash Flows, approved by CMN Resolution 3604/2008;
- CPC 05 - Related-party Disclosures, approved by CMN Resolution 3750/2009;
- CPC 10 - Share-based Payments, approved by CMN Resolution 3989/2011;
- CPC 23 - Accounting Policies, Changes in Accounting Estimates and Correction of Errors, approved by CMN Resolution 4007/2011;
- CPC 24 - Events After the Reporting Period, approved by CMN Resolution 3,973/2011; and
- CPC 25 - Provisions, Contingent Liabilities and Assets, approved by CMN Resolution 3,823/2009.

Technical pronouncements CPC 01, CPC 03, CPC 05, CPC 23, CPC 24 and CPC 25, as well as the other pronouncements approved by the Brazilian Securities Commission (CVM) which are consistent with the standards issued by the regulatory authority, have already been adopted in the preparation of the financial statements of CAIXA. Technical pronouncement CPC 10 will have no effect on the preparation of CAIXA's financial statements.

The Board of Directors approved the disclosure of the financial statements for the six-month period ended June 30, 2012 on August 8, 2012.

#### **Note - 3      Significant accounting policies**

The significant accounting practices applied in the preparation of these financial statements are set out as follows:

##### **(a)      Basis of preparation and statement of compliance**

The financial statements have been prepared in conformity with the standards and instructions established by the National Monetary Council (CMN), the Brazilian Central Bank (BACEN), the Brazilian Securities Commission (CVM) and the accounting practices adopted in Brazil.

The financial statements reflect the historical costs of the transactions, except for trading and available-for-sale securities and derivative financial instruments, which are stated at fair value.

The financial statements are presented in Brazilian reais and all amounts are rounded to thousands of reais, unless otherwise stated.

The preparation of financial statements in accordance with the accounting practices adopted in Brazil requires judgment on the part of management in the determination and recognition of accounting estimates, such as the allowance for loan losses, estimates of the fair value of certain financial instruments, the provision for judicial claims, other provisions, supplementary pension plans and the determination of the useful lives of certain assets. The final amounts of the transactions involving these estimates will only be known at the time of their settlement.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### **(b) Basis of consolidation**

The financial statements include CAIXA and its wholly-owned subsidiary CAIXAPAR, and all significant intercompany balances and transactions were eliminated on consolidation.

The financial statements of CAIXAPAR and of CAIXA have been prepared using consistent accounting policies.

The results of operations of a subsidiary acquired or sold during the period are consolidated from the effective date of acquisition or through the effective date of sale.

The acquisition cost of a subsidiary is measured as the fair value of the assets provided, equity instruments issued and liabilities incurred or assumed at the date of exchange.

Identifiable assets acquired, contingencies and liabilities assumed in a business combination are initially measured at their fair value at the date of acquisition, irrespective of the extent of any minority interest.

The excess of the cost of acquisition over the fair value of the identifiable net assets acquired is recorded as goodwill.

If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the statement of income.

Investments in jointly-controlled subsidiaries and associates are recorded on the equity method of accounting. Unrealized gains and losses on transactions with associates are eliminated to the extent of CAIXA's interest.

#### **(c) Profit**

Profit is determined on the accrual of basis of accounting. Accordingly, income and expenses are included in the determination of the results of operations for the periods in which they occur, always simultaneously when they are co-related, irrespective of receipt or payment. Operations with financial charges at fixed rates are recorded at redemption value, less unearned income or unexpired expenses corresponding to the future periods. Operations with floating rates or rates indexed to foreign currencies are restated up to the balance sheet date.

#### **(d) Foreign currency translation**

The financial statements are presented in Brazilian reais, which is CAIXA's functional and presentation currency.

Items included in the financial statements of each entity of the group are measured using the same functional currency.

Foreign currency transactions are initially translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currency are translated using the year-end exchange rates.

Non-monetary items carried at historical cost in foreign currency are translated using the exchange rate at the date of each transaction, and income and expenses are translated based on the average foreign exchange rate for the reporting period.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### (e) Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and highly liquid investments.

Cash in hand in local currency is presented at face value and that in foreign currency is translated at the exchange rate disclosed by the Brazilian Central Bank at the closing date of the financial statements.

For the preparation of the Statement of Cash Flows, cash and cash equivalents include cash and banks, foreign currency, investments in interbank deposits and repurchase agreements, originally falling due in up to 90 days and which present little risk of change in fair value, used to manage short-term commitments.

#### (f) Short-term interbank investments

Short-term interbank investments are stated at cost plus accrued income up to the balance sheet date less a provision for losses, when applicable.

#### (g) Securities

Securities are initially recognized on the trade date, i.e., the date when CAIXA becomes a party to the contractual provisions of the instrument, including purchases or sales of financial assets that require delivery within the timeframe established by regulations or market convention.

Management bases the initial classification of financial instruments on the purpose for which they were acquired and on their characteristics.

All financial instruments are initially recognized at fair value plus transaction costs, except when financial assets and liabilities are recognized at fair value through profit or loss.

The securities portfolio is recorded in conformity with BACEN Circular 3,068/2001 and classified in accordance with Management's intention, in three specific categories:

- Trading securities - securities purchased for active and frequent trading. These securities are adjusted to fair value against income or expense for the period.
- Available-for-sale securities - instruments held for an indefinite period and that can be sold in response to the need for liquidity or changes in market condition and securities which are not considered as trading securities nor held to maturity. These are adjusted to fair value against a separate account in equity, denominated "Carrying value adjustments". Gains and losses, when realized, are recorded as income or expense for the period, net of tax effects.
- Securities held to maturity - securities acquired with the intention and financial capacity of being held up to maturity. These are recorded at cost plus accrued income.

Regardless of the category in which they are classified, income on securities is appropriated on a daily pro rata basis on the accrual basis of accounting, based on their conditions of remuneration and is recorded in income statement accounts.

Losses on securities, regardless of the category in which they are classified, are directly recognized as expense for the period and become part of the new basis of the cost of assets.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (h) Derivative financial instruments

These are classified as hedge or non-hedge at the inception of the transaction, based on management's intention. Derivative financial instruments which do not comply with the hedging criteria defined by the Brazilian Central Bank, mainly derivatives used to manage overall risk exposure, are recorded at fair value, with realized and unrealized gains and losses directly recorded in the statement of income.

When the derivative financial instrument is contracted through negotiations associated with the funding transaction or investment of resources, pursuant to BACEN Circular 3,150/2002, the valuation is based on the conditions defined in the contracts, with no adjustment arising from the fair value of the derivative.

#### (i) Fair value measurement

Fair value is established based on consistent and verifiable criteria which take into consideration the average trading price on the date of the calculation, or, in the absence thereof, market price quotations for similar assets and liabilities or, if these are not available either, internal pricing methods.

The fair value of the financial instruments traded in active markets at the balance sheet date is based on quoted market prices at the balance sheet date, without deductions for the transaction costs.

The valuation method consists of cash flow analysis based on observable data, such as prices and rates used for other financial instruments available in the market, such as futures contracts, government securities and swap transactions.

An analysis of the fair value of financial instruments and further details on their measurement can be found in note 33, Corporate Risk Management.

#### (j) Loan operations and allowance for loan losses

Loan operations are classified based on Management's assessment, which is carried out periodically and takes into consideration the economic scenario, past experience and the specific and overall risks associated with the transactions, debtors and guarantors. The assessment classifies the debtors into nine levels, from "AA" (minimum risk) to "H" (maximum risk). The periods of arrears established by CMN Resolution 2,682/1999 are also taken into consideration for the assignment of customer ratings, as follows:

| Period in arrears      | Special term (i)       | Customer rating |
|------------------------|------------------------|-----------------|
| . from 15 to 30 days   | . from 30 to 60 days   | B               |
| . from 31 to 60 days   | . from 61 to 120 days  | C               |
| . from 61 to 90 days   | . from 121 to 180 days | D               |
| . from 91 to 120 days  | . from 181 to 240 days | E               |
| . from 121 to 150 days | . from 241 to 300 days | F               |
| . from 151 to 180 days | . from 301 to 360 days | G               |
| . over 180 days        | . over 360 days        | H               |

(i) These include operations with remaining maturity term in excess of 36 months, according to CMN Resolution 2,682/1999.

The interest accrued on loans overdue up to 59 days is recorded as income from loans, and, after the 60th day, is recognized as income only when effectively received.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

The operations classified as risk level "H" for more than six months and in arrears for more than 180 days are charged off against the existing allowance, and controlled for at least five years in memorandum accounts.

The allowance for loan losses is calculated at an amount sufficient to cover probable losses and complies with BACEN standards and instructions, as well as the evaluations of management, in the determination of credit risks.

As from January 2012, pursuant to CMN Resolutions 3,533/2008 and 3,895/2010, all credit assignments with retention of risks and benefits started to have their revenue recognized over the remaining terms of the transactions, and the financial assets assigned continue to be recorded as loan operations and the amount received as obligations for sales or transfers of financial assets.

The credit assignments carried out up to December 31, 2011 have been accounted for in accordance with the existing regulations, that is, their results were recognized in income at the time of the assignment, regardless of whether there was a retention of risk or not.

#### **(k) Income tax and social contribution on net income**

The provision for income tax is recorded at the rate of 15% of taxable income plus a surcharge of 10%. The social contribution on net income before income tax is calculated at the rate of 15% for financial companies and for companies of the insurance segment and at 9% for other companies.

Deferred income tax and social contribution calculated on income tax and social contribution losses and on temporary differences are recorded as tax credits in accordance with the expectation of generation of future taxable income, in accordance with the criteria for recognition, maintenance and write-off established by CMN Resolution 3,059/2002 amended by CMN Resolution 3,355/2006.

The recording of tax credits is based on the expectation of their realization, according to technical studies and analyses made by Management.

The realization of tax credits depends on their origin. Those originated from temporary differences are realized by the use or reversal of provisions that were used as a basis for their recognition. On the other hand, the tax credits on income tax and social contribution losses are realized upon generation of taxable income, through offset in the calculation basis of the related taxes, limited to 30% of the taxable income for each year.

CAIXA recognizes IRPJ, CSLL, PASEP and COFINS tax credits on the negative adjustments arising from the marking of marketable securities and derivative financial instruments to market recognized in the statement of income and in a separate account of equity.

#### **(l) Prepaid expenses**

Prepaid expenses represent prepayments whose benefit or rendering of services will occur in future periods. They are recorded in assets on the accrual basis of accounting to ensure their proper recognition as an expense, simultaneously with income when this is related to the expense.

#### **(m) Investments**

Investments in subsidiaries, associates and equivalent companies, with actual or assumed significant influence, are recorded on the equity method of accounting and are subject to impairment tests pursuant to BACEN standards and instructions.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

The other permanent investments are stated at cost of acquisition and are subject to impairment tests to determine their recoverable value.

#### (n) Property and equipment

This group includes buildings, land, furniture, equipment, computer hardware and other fixtures owned by CAIXA and intended for its operating activities.

Property and equipment are stated at cost of purchase or formation plus price-level restatements up to December 31, 1995 and are subject to impairment tests and depreciated on the straight-line method, without any residual value.

The land on which buildings and other structures stand has an indefinite useful life and, therefore, is not depreciated.

Depreciation expense of property and equipment is recognized in the consolidated statement of income and is basically calculated using the following economic useful lives:

| <b>Property and equipment</b> | <b>Term</b> |
|-------------------------------|-------------|
| Buildings                     | 50 years    |
| Communication systems         | 10 years    |
| Furniture and equipment       | 10 years    |
| Data processing systems       | 5 years     |
| Security systems              | 5 years     |

CAIXA does not have financing of property and equipment or borrowing costs related to these assets.

CAIXA assesses, at the end of the reporting period, whether there is any indication that an asset may be impaired (that is, its carrying amount exceeds its recoverable amount).

If this is the case, the carrying amount of the asset is reduced to its recoverable amount and future depreciation expenses are adjusted in proportion to the revised carrying amount and the new remaining useful life (if applicable).

Similarly, if there is an indication of recovery of the value of a property and equipment asset, CAIXA recognizes the reversal of the impairment loss recorded in prior periods and adjusts the future depreciation charges accordingly.

Under no circumstances may the reversal of an impairment loss increase the asset's carrying amount above that it would have if no impairment losses had been recognized in prior years.

The estimated useful lives of property and equipment held for own use are reviewed at least at the end of each reporting period, to detect possible significant changes.

If changes are detected, the useful lives of the assets are adjusted by correcting the depreciation charge to be recognized in the statement of income for coming periods, based on the new useful lives.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

Subsequent costs are capitalized as Property and equipment only if they meet the required recognition criteria.

Maintenance costs of property and equipment such as labor, consumption materials and small-cost spare parts are expensed as incurred.

#### (o) Intangible assets

These are stated at the cost of acquisition or formation of intangible assets used in or intended for the business activities, less amortization, when applicable, calculated on the straight-line method based on the contractual terms, and are subject to impairment tests, as established in CMN Resolutions 3,642/2008 and 3,566/2008.

Intangible assets are identifiable non-monetary assets (separable from other assets) without physical substance which arise as a result of a legal transaction or which are developed internally by the consolidated entities.

Only assets whose cost can be reliably estimated and from which the entity considers that future economic benefits will be generated are recognized.

Intangible assets are recognized initially at acquisition or production cost and are subsequently measured at cost less any accumulated amortization and impairment losses.

Intangible assets can have an indefinite useful life when, based on an analysis of all the relevant factors, the period over which the asset is expected to generate cash inflows for the consolidated entities cannot be determined.

Intangible assets with indefinite useful lives are not amortized; however, at the end of each reporting period the remaining useful lives of the assets are reviewed to determine whether they continue to be indefinite and, if this is not the case, to take the appropriate measures.

Intangible assets with finite useful lives are amortized over the corresponding period on the straight-line basis. The intangible asset amortization expenses are recognized in the statement of income and calculated as follows:

| <b>Intangible assets</b>          | <b>Amortization period</b> |
|-----------------------------------|----------------------------|
| Logistics projects - software     | 5 years                    |
| Payroll acquisitions <sup>1</sup> | Up to 5 years              |

(1) These refer to amounts paid to contract banking services of payroll credit processing and payroll loans, maintenance of collection portfolios, payments to suppliers and other banking services rendered through commercial partnership agreements entered into with public and private sectors.

The intangible asset "Payroll acquisitions" is amortized over the term of the respective agreement, up to the limit of five years.

The intangible asset amortization expenses are recognized in the statement of income under "Depreciation and amortization", in other administrative expenses.

Internally developed computer software is recognized as an intangible asset only if the entity identifies its ability to use or sell the product and when it can be reliably proven that the software product will generate future economic benefits.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### **(p) Deferred charges**

Deferred charges are recorded at cost of acquisition or formation, less amortization calculated on the straight-line method over a period of up to five years, and are subject to impairment tests.

As established by CMN Resolution 3,617/2008, the balances recorded up to September 2008 will be maintained up to their full amortization.

#### **(q) Deposits and funds obtained in the open market**

These are stated at their liability values and include, when applicable, charges accrued up to the balance sheet date.

#### **(r) Provisions, contingent assets and liabilities**

The recognition, measurement and disclosure of contingent assets and liabilities and legal liabilities are made in accordance with the criteria defined in CMN Resolution 3,823/2009, which adopts the criteria contained in Technical Pronouncement CPC 25, issued by the Brazilian Accounting Pronouncements Committee (CPC).

(1) Contingent assets - these are not recognized in the financial statements, since they can refer to revenue that may never be realized. However, when management has evidence that there are collateral guarantees or unappealable court decisions, for which a favorable outcome is practically certain, the asset is not a contingent asset and its recognition is appropriate.

(2) Provisions - these are recognized in the financial statements when, based on legal opinions, the risk of an unfavorable outcome in judicial or administrative proceedings is assessed as probable, considering the nature of CAIXA's activities.

(3) Contingent liabilities - Contingent liabilities classified as possible losses are not recognized in the accounts, and are only disclosed in the accompanying notes when they are significant on an individual basis, whereas those classified as remote losses are neither accrued nor disclosed.

#### **(s) Other assets and liabilities**

The assets are stated at realizable amounts, including, when applicable, related accrued income and monetary variations (on a daily "pro-rata" basis) and less provision for losses, when deemed appropriate. The liabilities are stated at known or estimated amounts, plus related accrued charges and monetary variations (on a daily "pro-rata" basis).

#### **(t) Impairment of financial assets**

CAIXA evaluates, at the balance sheet date, if there is any objective evidence that a financial asset or group of financial assets is impaired.

A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a "loss event"), except for the assessment of loan operations for which, pursuant to the current legislation, the criterion of expected loss is used.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (u) Employee benefits

CAIXA operates a Defined Benefit pension plan, under which contributions are made to an independent pension fund.

The present value of the plan's actuarial obligations, as well as the current service cost and, when applicable, the past service cost, is determined through the Projected Unit Credit method, which attributes the benefit to the periods when the obligation to provide post-employment benefit arises.

If, in subsequent years, an employee's service leads to a level of benefit materially higher than in earlier years, the benefit is attributed on the straight-line method up to the date when the additional service of the employee will lead to an immaterial amount of further benefits.

CAIXA adopts the following policy in the recognition of the actuarial gains and losses recorded in the financial statements for private pension plans and post-employment benefits structured as Defined Benefits:

(a) Actuarial gains or losses to be recognized as income or expense correspond to the amount of unrecognized accumulated gains or losses which exceed, in each year/period, the higher of the following limits:

- i. 10% of the present value of the total defined benefit actuarial liability; and
- ii. 10% of the fair value of the plan's assets.

(b) Accordingly, actuarial gains or losses to be recognized in each year/period will be calculated by dividing the amount of accumulated actuarial gains or losses, as mentioned in item (a) above, by the remaining average time of service estimated for the plan's participants.

In addition, CAIXA operates private pension plans of the Defined Contribution type, which do not generate actuarial gains or losses.

CAIXA also offers savings account benefits, of the defined benefit type, and "Saúde CAIXA" - a healthcare plan intended to benefit employees, retirees and their respective dependents.

The liabilities and costs of this healthcare plan were calculated based on actuarial hypotheses and assumptions approved by CAIXA and on the actuarial Projected Unit Credit method, established by CPC 33 - Employee Benefits.

CAIXA provides its employees and management with meal and food vouchers, pursuant to the current legislation and the Collective Bargaining Agreement. These benefits, of an indemnification nature, are not considered as salary and do not imply any charges to CAIXA, its employees or management.

#### Note - 4 Cash and cash equivalents

| Description                          | PARENT/CONSOLIDATED |                   |                   |
|--------------------------------------|---------------------|-------------------|-------------------|
|                                      | June 30, 2012       | December 31, 2011 | June 30, 2011     |
| Total cash and banks                 | 4,371,999           | 4,942,335         | 3,811,724         |
| Cash and banks in local currency     | 4,309,733           | 4,885,929         | 3,744,641         |
| Cash and banks in foreign currency   | 62,266              | 56,406            | 67,083            |
| Short-term interbank investments (1) | 50,245,098          | 27,683,377        | 41,424,809        |
| <b>Total</b>                         | <b>54,617,097</b>   | <b>32,625,712</b> | <b>45,236,533</b> |

(1) Transactions falling due within 90 days from the date of investment.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 5 Short-term interbank investments

| PARENT/CONSOLIDATED   |                   |                |                   |                   |                   |
|---|-------------------|----------------|-------------------|-------------------|-------------------|
| Description   | 2012              |                |                   | 2011              |                   |
|   | 1 to 90 days      | 91 to 180 days | June 30           | December 31       | June 30           |
| <b>Money market investments</b>                               |                   |                |                   |                   |                   |
| Non-financed position   | 5,404,386         | -              | 5,404,386         | 8,469,148         | 5,362,511         |
| Financial Treasury Bills                                      | 428,240           | -              | 428,240           | 7,551,669         | 1,545,556         |
| Federal Treasury Bills  | 975,721           | -              | 975,721           | 805,109           | 200               |
| Federal Treasury Notes  | 4,000,425         | -              | 4,000,425         | 112,370           | 3,816,755         |
| Financed position   | 44,840,712        | -              | 44,840,712        | 19,214,229        | 36,062,298        |
| Financial Treasury Bills                                      | 10,479,489        | -              | 10,479,489        | 19,214,229        | 29,327,030        |
| Federal Treasury Bills  | 9,859,668         | -              | 9,859,668         | -                 | 3,002,027         |
| Federal Treasury Notes  | 24,501,555        | -              | 24,501,555        | -                 | 3,733,241         |
| Interbank deposits  | 1,558,425         | 603,702        | 2,162,127         | 2,063,590         | -                 |
| Investments in interbank deposits                             | 1,558,425         | 603,748        | 2,162,173         | 2,063,665         | -                 |
| Provision for losses on investment in Interbank Deposits (DI) | -                 | (46)           | (46)              | (75)              | -                 |
| <b>Total</b>  | <b>51,803,523</b> | <b>603,702</b> | <b>52,407,225</b> | <b>29,746,967</b> | <b>41,424,809</b> |
| Current assets  | 51,803,523        | 603,702        | 52,407,225        | 29,746,967        | 41,424,809        |
| Non-current assets  | -                 | -              | -                 | -                 | -                 |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (a) Income from short-term interbank investments

| PARENT/CONSOLIDATED                           |                     |                              |                              |
|---|---------------------|------------------------------|------------------------------|
| Description                                   | 2nd quarter of 2012 | 1st six-month period of 2012 | 1st six-month period of 2011 |
| Income from money market investments          | 1,294,934           | 2,865,084                    | 2,319,946                    |
| Non-financed position                         | 202,689             | 619,020                      | 801,266                      |
| Financed position                             | 1,092,245           | 2,246,064                    | 1,518,680                    |
| Income from investments in interbank deposits | 37,377              | 89,304                       | 6,734                        |
| <b>Total</b>                                  | <b>1,332,311</b>    | <b>2,954,388</b>             | <b>2,326,680</b>             |

#### Note - 6 Securities and derivative financial instruments

##### (a) Analysis of the securities portfolio

| CAIXA                               |                              |                                  |                      |                        |              |                    |
|-------------------------------------|------------------------------|----------------------------------|----------------------|------------------------|--------------|--------------------|
| Description                         | Own portfolio - Unrestricted | Designated                       |                      |                        |              | Total              |
|                                     |                              | Subject to repurchase agreements | Pledged in guarantee | Unrestricted portfolio | Central Bank |                    |
| Brazilian government securities     | 80,947,728                   | 40,460,651                       | 1,024,434            | -                      | 988          | 122,433,801        |
| Financial Treasury Bills            | 3,675,985                    | 5,807,957                        | 4,491                | -                      | -            | 9,488,433          |
| Federal Treasury Bills              | 51,792,303                   | 14,153,123                       | 44,540               | -                      | -            | 65,989,966         |
| Federal Treasury Notes              | 24,549,974                   | 20,499,571                       | 975,403              | -                      | 988          | 46,025,936         |
| Federal Treasury/<br>Securitization | 929,466                      | -                                | -                    | -                      | -            | 929,466            |
| Corporate securities                | 5,269,789                    | 11,676                           | -                    | -                      | -            | 5,281,465          |
| Debentures                          | 2,706,798                    | 11,676                           | -                    | -                      | -            | 2,718,474          |
| Promissory notes                    | 35,036                       | -                                | -                    | -                      | -            | 35,036             |
| Mortgage backed securities          | 599,283                      | -                                | -                    | -                      | -            | 599,283            |
| Shares                              | 1,928,672                    | -                                | -                    | -                      | -            | 1,928,672          |
| <b>June 30, 2012</b>                | <b>86,217,517</b>            | <b>40,472,327</b>                | <b>1,024,434</b>     | <b>-</b>               | <b>988</b>   | <b>127,715,266</b> |
| <b>December 31, 2011</b>            | <b>81,764,241</b>            | <b>36,329,796</b>                | <b>1,059,043</b>     | <b>250,611</b>         | <b>1,184</b> | <b>119,404,875</b> |
| <b>June 30, 2011</b>                | <b>80,609,730</b>            | <b>26,105,359</b>                | <b>770,411</b>       | <b>-</b>               | <b>1,228</b> | <b>107,486,728</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### CAIXA CONSOLIDATED

| Description                      | Own Portfolio -<br>Unrestricted | Designated                             |                         |                           |              | Total              |
|----------------------------------|---------------------------------|--|-------------------------|---------------------------|--------------|--------------------|
|                                  |                                 | Subject to<br>repurchase<br>agreements | Pledged in<br>guarantee | Unrestricted<br>portfolio | Central Bank |                    |
| Brazilian Government Securities  | 80,947,728                      | 40,460,651                             | 1,024,434               | -                         | 988          | 122,433,801        |
| Financial Treasury Bills         | 3,675,985                       | 5,807,957                              | 4,491                   | -                         | -            | 9,488,433          |
| Federal Treasury Bills           | 51,792,303                      | 14,153,123                             | 44,540                  | -                         | -            | 65,989,966         |
| Federal Treasury Notes           | 24,549,974                      | 20,499,571                             | 975,403                 | -                         | 988          | 46,025,936         |
| Federal Treasury/ Securitization | 929,466                         | -                                      | -                       | -                         | -            | 929,466            |
| Corporate securities             | 5,670,880                       | 11,676                                 | -                       | -                         | -            | 5,682,556          |
| Debentures                       | 2,706,798                       | 11,676                                 | -                       | -                         | -            | 2,718,474          |
| Investment funds                 | 35,241                          | -                                      | -                       | -                         | -            | 35,241             |
| Mortgage-backed securities       | 599,283                         | -                                      | -                       | -                         | -            | 599,283            |
| Shares                           | 2,329,558                       | -                                      | -                       | -                         | -            | 2,329,558          |
| <b>June 30, 2012</b>             | <b>86,618,608</b>               | <b>40,472,327</b>                      | <b>1,024,434</b>        | <b>-</b>                  | <b>988</b>   | <b>128,116,357</b> |
| <b>December 31, 2011</b>         | <b>82,097,346</b>               | <b>36,329,796</b>                      | <b>1,059,043</b>        | <b>250,611</b>            | <b>1,184</b> | <b>119,737,980</b> |
| <b>June 30, 2011</b>             | <b>80,884,510</b>               | <b>26,105,359</b>                      | <b>770,411</b>          | <b>-</b>                  | <b>1,228</b> | <b>107,761,508</b> |

#### (b) Consolidated classification by maturities

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### CAIXA

| Description                             | June 30, 2012      |                            |                  |                    |                    |                  |                   |                  |                   |                    |
|---|--------------------|----------------------------|------------------|--------------------|--------------------|------------------|-------------------|------------------|-------------------|--------------------|
|   | Cost               | Adjustment to market value |                  | Book value         | Market value       | No maturity      | 01 - 90           | 91 - 180         | 181 - 360         | More than 360 days |
|   |                    | Profit or loss             | Equity           |                    |                    |                  |                   |                  |                   |                    |
| Brazilian government securities         | 121,231,767        | 1,358,658                  | (156,624)        | 122,433,801        | 127,740,141        | -                | 29,228,718        | 1,751,210        | 23,622,508        | 67,831,365         |
| Financial Treasury Bills                | 9,486,268          | 2,070                      | 95               | 9,488,433          | 9,492,343          | -                | 3,332,926         | -                | 1,464,876         | 4,690,631          |
| Federal Treasury Bills                  | 64,676,534         | 1,313,432                  | -                | 65,989,966         | 66,514,672         | -                | 14,415,536        | 1,751,210        | 11,581,893        | 38,241,327         |
| Federal Treasury Notes                  | 45,979,684         | 43,156                     | 3,096            | 46,025,936         | 50,803,789         | -                | 11,480,256        | -                | 10,575,739        | 23,969,941         |
| Federal Treasury/securitization         | 1,089,281          | -                          | (159,815)        | 929,466            | 929,337            | -                | -                 | -                | -                 | 929,466            |
| Corporate securities                    | 5,999,029          | 1,121                      | (718,685)        | 5,281,465          | 5,307,805          | 1,963,708        | 88,325            | -                | 45,597            | 3,183,835          |
| Debentures                              | 2,733,528          | 864                        | (15,918)         | 2,718,474          | 2,718,474          | -                | 88,325            | -                | 45,597            | 2,584,552          |
| Investment funds                        | 35,036             | -                          | -                | 35,036             | 35,036             | 35,036           | -                 | -                | -                 | -                  |
| Mortgage backed securities              | 612,542            | 257                        | (13,516)         | 599,283            | 625,623            | -                | -                 | -                | -                 | 599,283            |
| Shares                                  | 2,617,923          | -                          | (689,251)        | 1,928,672          | 1,928,672          | 1,928,672        | -                 | -                | -                 | -                  |
| <b>Subtotal - marketable securities</b> | <b>127,230,796</b> | <b>1,359,779</b>           | <b>(875,309)</b> | <b>127,715,266</b> | <b>133,047,946</b> | <b>1,963,708</b> | <b>29,317,043</b> | <b>1,751,210</b> | <b>23,668,105</b> | <b>71,015,200</b>  |
| Trading securities                      | 64,216,507         | 1,359,779                  | -                | 65,576,286         | 65,576,286         | 25,936           | 16,178,996        | 1,751,210        | 16,512,072        | 31,108,072         |
| Available-for-sale securities           | 6,922,240          | -                          | (875,309)        | 6,046,931          | 6,046,931          | 1,937,772        | 81,530            | -                | 20,473            | 4,007,156          |
| Held-to-maturity securities             | 56,092,049         | -                          | -                | 56,092,049         | 61,424,729         | -                | 13,056,517        | -                | 7,135,560         | 35,899,972         |

Securities in category III, Held-to-maturity securities, were marked to market up to their maturity for analysis purposes; however, this marking to market does not have any effect on profit/loss or equity.

Securities in category I, Trading securities, are classified as current assets, pursuant to BACEN Instruction 3,068/01.

#### CAIXA CONSOLIDATED

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Description                     | June 30, 2012      |                            |                  |                    |                    |                  |                   |                  |                   |                    |
|---------------------------------|--------------------|----------------------------|------------------|--------------------|--------------------|------------------|-------------------|------------------|-------------------|--------------------|
|                                 | Cost               | Adjustment to market value |                  | Book value         | Market value       | No maturity      | 01 - 90           | 91 - 180         | 181 - 360         | More than 360 days |
|                                 |                    | Profit or loss             | Equity           |                    |                    |                  |                   |                  |                   |                    |
| Brazilian government securities | 121,231,767        | 1,358,658                  | (156,624)        | 122,433,801        | 127,740,141        | -                | 29,228,718        | 1,751,210        | 23,622,508        | 67,831,365         |
| Financial Treasury Bills        | 9,486,268          | 2,070                      | 95               | 9,488,433          | 9,492,343          | -                | 3,332,926         | -                | 1,464,876         | 4,690,631          |
| Federal Treasury Bills          | 64,676,534         | 1,313,432                  | -                | 65,989,966         | 66,514,672         | -                | 14,415,536        | 1,751,210        | 11,581,893        | 38,241,327         |
| Federal Treasury Notes          | 45,979,684         | 43,156                     | 3,096            | 46,025,936         | 50,803,789         | -                | 11,480,256        | -                | 10,575,739        | 23,969,941         |
| Federal Treasury/securitization | 1,089,281          | -                          | (159,815)        | 929,466            | 929,337            | -                | -                 | -                | -                 | 929,466            |
| Corporate securities            | 6,103,113          | 1,121                      | (421,678)        | 5,682,556          | 5,708,896          | 2,364,799        | 88,325            | -                | 45,597            | 3,183,835          |
| Debentures                      | 2,733,528          | 864                        | (15,918)         | 2,718,474          | 2,718,474          | -                | 88,325            | -                | 45,597            | 2,584,552          |
| Investment funds                | 35,241             | -                          | -                | 35,241             | 35,241             | 35,241           | -                 | -                | -                 | -                  |
| Mortgage-backed securities      | 612,542            | 257                        | (13,516)         | 599,283            | 625,623            | -                | -                 | -                | -                 | 599,283            |
| Shares                          | 2,721,802          | -                          | (392,244)        | 2,329,558          | 2,329,558          | 2,329,558        | -                 | -                | -                 | -                  |
| <b>Subtotal - securities</b>    | <b>127,334,880</b> | <b>1,359,779</b>           | <b>(578,302)</b> | <b>128,116,357</b> | <b>133,449,037</b> | <b>2,364,799</b> | <b>29,317,043</b> | <b>1,751,210</b> | <b>23,668,105</b> | <b>71,015,200</b>  |
| Trading securities              | 64,216,507         | 1,359,779                  | -                | 65,576,286         | 65,576,286         | 25,936           | 16,178,996        | 1,751,210        | 16,512,072        | 31,108,072         |
| Available-for-sale securities   | 7,026,324          | -                          | (578,302)        | 6,448,022          | 6,448,022          | 2,338,863        | 81,530            | -                | 20,473            | 4,007,156          |
| Held-to-maturity securities     | 56,092,049         | -                          | -                | 56,092,049         | 61,424,729         | -                | 13,056,517        | -                | 7,135,560         | 35,899,972         |

Securities in category III, Held-to-maturity securities, were marked to market up to their maturity for analysis purposes; however, this marking to market does not have any effect on profit/loss or equity.

Securities in category I, Trading securities, are classified as current assets, in accordance with BACEN Instruction 3,068/01.

### (c) Summary of the classification of marketable securities and derivative financial instruments by maturity bucket

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.1) Category I - Trading securities

##### PARENT/CONSOLIDATED

| Description                     | June 30, 2012 |                   |                  |                   |                    |                   | December 31, 2011                      |                   |                   | June 30, 2011                          |                   |                   |  |                   |
|---------------------------------|---------------|-------------------|------------------|-------------------|--------------------|-------------------|--|-------------------|-------------------|--|-------------------|-------------------|--|-------------------|
|                                 | No maturity   | 01 to 90 days     | 91 to 180 days   | 181 to 360 days   | More than 360 days | Cost              | Adjustment to market value gain (loss) | Market value      | Cost              | Adjustment to market value gain (loss) | Market value      | Cost              | Adjustment to market value gain (loss) | Market value      |
| Brazilian government securities | -             | 16,172,201        | 1,751,210        | 16,486,948        | 31,088,378         | 64,140,079        | 1,358,658                              | 65,498,737        | 54,416,592        | 642,451                                | 55,059,043        | 46,690,895        | (88,118)                               | 46,602,777        |
| Financial Treasury Bills        | -             | 1,756,665         | -                | 1,437,448         | 1,413,616          | 4,605,659         | 2,070                                  | 4,607,729         | 4,549,108         | (531)                                  | 4,548,577         | 7,052,307         | (810)                                  | 7,051,497         |
| Federal Treasury Bills          | -             | 14,415,536        | 1,751,210        | 11,581,893        | 29,674,762         | 56,109,969        | 1,313,432                              | 57,423,401        | 39,031,724        | 617,583                                | 39,649,307        | 32,698,315        | (62,361)                               | 32,635,954        |
| Federal Treasury Notes          | -             | -                 | -                | 3,467,607         | -                  | 3,424,451         | 43,156                                 | 3,467,607         | 10,835,760        | 25,399                                 | 10,861,159        | 6,940,273         | (24,947)                               | 6,915,326         |
| Corporate securities            | 25,936        | 6,795             | -                | 25,124            | 19,694             | 76,428            | 1,121                                  | 77,549            | 83,554            | 1,538                                  | 85,092            | 78,840            | (644)                                  | 78,196            |
| Debentures                      | -             | 6,795             | -                | 25,124            | 13,390             | 44,445            | 864                                    | 45,309            | 53,840            | 1,427                                  | 55,267            | 53,675            | (53)                                   | 53,622            |
| Investment funds                | 25,936        | -                 | -                | -                 | -                  | 25,936            | -                                      | 25,936            | 22,877            | -                                      | 22,877            | 18,612            | -                                      | 18,612            |
| Mortgage backed securities      | -             | -                 | -                | -                 | 6,304              | 6,047             | 257                                    | 6,304             | 6,837             | 111                                    | 6,948             | 6,553             | (591)                                  | 5,962             |
| <b>Total</b>                    | <b>25,936</b> | <b>16,178,996</b> | <b>1,751,210</b> | <b>16,512,072</b> | <b>31,108,072</b>  | <b>64,216,507</b> | <b>1,359,779</b>                       | <b>65,576,286</b> | <b>54,500,146</b> | <b>643,989</b>                         | <b>55,144,135</b> | <b>46,769,735</b> | <b>(88,762)</b>                        | <b>46,680,973</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.2) Category II - Available-for-sale securities

#### CAIXA

| Description                     | June 30, 2012    |               |                |                 |                    |                  | December 31, 2011                   |                  |                  | June 30, 2011                       |                  |                  |                                     |                  |
|---------------------------------|------------------|---------------|----------------|-----------------|--------------------|------------------|-------------------------------------|------------------|------------------|-------------------------------------|------------------|------------------|-------------------------------------|------------------|
|                                 | No maturity      | 01 to 90 days | 91 to 180 days | 181 to 360 days | More than 360 days | Cost             | Adjustment to market value (equity) | Market value     | Cost             | Adjustment to market value (equity) | Market value     | Cost             | Adjustment to market value (equity) | Market value     |
| Brazilian government securities | -                | -             | -              | -               | 1,052,144          | 1,208,768        | (156,624)                           | 1,052,144        | 1,024,891        | (139,832)                           | 885,059          | 187,801          | 2,629                               | 190,430          |
| Financial Treasury Bills        | -                | -             | -              | -               | 116,463            | 116,368          | 95                                  | 116,463          | 152,665          | 183                                 | 152,848          | 183,429          | 360                                 | 183,789          |
| Federal Treasury Notes          | -                | -             | -              | -               | 7,408              | 4,312            | 3,096                               | 7,408            | 4,187            | 2,329                               | 6,516            | 4,117            | 2,261                               | 6,378            |
| Rural Debt Securities           | -                | -             | -              | -               | -                  | -                | -                                   | -                | 274              | 5                                   | 279              | 255              | 8                                   | 263              |
| Federal Treasury /CVS           | -                | -             | -              | -               | 928,273            | 1,088,088        | (159,815)                           | 928,273          | 867,765          | (142,349)                           | 725,416          | -                | -                                   | -                |
| Corporate securities            | 1,937,772        | 81,530        | -              | 20,473          | 2,955,012          | 5,713,472        | (718,685)                           | 4,994,787        | 5,123,071        | (413,589)                           | 4,709,482        | 2,598,403        | (197,326)                           | 2,401,077        |
| Debentures                      | -                | 81,530        | -              | 20,473          | 2,571,162          | 2,689,083        | (15,918)                            | 2,673,165        | 2,035,109        | (4,998)                             | 2,030,111        | 281,647          | 5,655                               | 287,302          |
| Investment funds                | 9,100            | -             | -              | -               | -                  | 9,100            | -                                   | 9,100            | 7,864            | -                                   | 7,864            | 9,931            | -                                   | 9,931            |
| Mortgage backed securities      | -                | -             | -              | -               | 383,850            | 397,366          | (13,516)                            | 383,850          | 452,165          | (32,894)                            | 419,271          | 159,971          | (6,801)                             | 153,170          |
| Shares                          | 1,928,672        | -             | -              | -               | -                  | 2,617,923        | (689,251)                           | 1,928,672        | 2,627,933        | (375,697)                           | 2,252,236        | 2,146,854        | (196,180)                           | 1,950,674        |
| <b>Total</b>                    | <b>1,937,772</b> | <b>81,530</b> | <b>-</b>       | <b>20,473</b>   | <b>4,007,156</b>   | <b>6,922,240</b> | <b>(875,309)</b>                    | <b>6,046,931</b> | <b>6,147,962</b> | <b>(553,421)</b>                    | <b>5,594,541</b> | <b>2,786,204</b> | <b>(194,697)</b>                    | <b>2,591,507</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### CAIXA CONSOLIDATED

| Description                     | June 30, 2012    |               |                |                 |                    |                  | December 31, 2011                   |                  |                  | June 30, 2011                       |                  |                  |                                     |                  |
|---------------------------------|------------------|---------------|----------------|-----------------|--------------------|------------------|-------------------------------------|------------------|------------------|-------------------------------------|------------------|------------------|-------------------------------------|------------------|
|                                 | No maturity      | 01 to 90 days | 91 to 180 days | 181 to 360 days | More than 360 days | Cost             | Adjustment to market value (equity) | Market value     | Cost             | Adjustment to market value (equity) | Market value     | Cost             | Adjustment to market value (equity) | Market value     |
| Brazilian government securities | -                | -             | -              | -               | 1,052,144          | 1,208,768        | (156,624)                           | 1,052,144        | 1,024,891        | (139,832)                           | 885,059          | 187,801          | 2,629                               | 190,430          |
| Financial Treasury Bills        | -                | -             | -              | -               | 116,463            | 116,368          | 95                                  | 116,463          | 152,665          | 183                                 | 152,848          | 183,429          | 360                                 | 183,789          |
| Federal Treasury Notes          | -                | -             | -              | -               | 7,408              | 4,312            | 3,096                               | 7,408            | 4,187            | 2,329                               | 6,516            | 4,117            | 2,261                               | 6,378            |
| Rural Debt Securities           | -                | -             | -              | -               | -                  | -                | -                                   | -                | 274              | 5                                   | 279              | 255              | 8                                   | 263              |
| Federal Treasury /CVS           | -                | -             | -              | -               | 928,273            | 1,088,088        | (159,815)                           | 928,273          | 867,765          | (142,349)                           | 725,416          | -                | -                                   | -                |
| Corporate securities            | 2,338,863        | 81,530        | -              | 20,473          | 2,955,012          | 5,817,556        | (421,678)                           | 5,395,878        | 5,220,714        | (178,127)                           | 5,042,587        | 2,873,183        | (197,326)                           | 2,675,857        |
| Debentures                      | -                | 81,530        | -              | 20,473          | 2,571,162          | 2,689,083        | (15,918)                            | 2,673,165        | 2,035,109        | (4,998)                             | 2,030,111        | 281,647          | 5,655                               | 287,302          |
| Investment funds                | 9,305            | -             | -              | -               | -                  | 9,305            | -                                   | 9,305            | 7,864            | -                                   | 7,864            | 9,931            | -                                   | 9,931            |
| Mortgage backed securities      | -                | -             | -              | -               | 383,850            | 397,366          | (13,516)                            | 383,850          | 452,165          | (32,894)                            | 419,271          | 159,971          | (6,801)                             | 153,170          |
| Shares                          | 2,329,558        | -             | -              | -               | -                  | 2,721,802        | (392,244)                           | 2,329,558        | 2,725,576        | (140,235)                           | 2,585,341        | 2,421,634        | (196,180)                           | 2,225,454        |
| <b>Total</b>                    | <b>2,338,863</b> | <b>81,530</b> | <b>-</b>       | <b>20,473</b>   | <b>4,007,156</b>   | <b>7,026,324</b> | <b>(578,302)</b>                    | <b>6,448,022</b> | <b>6,245,605</b> | <b>(317,959)</b>                    | <b>5,927,646</b> | <b>3,060,984</b> | <b>(194,697)</b>                    | <b>2,866,287</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.3) Category III - Held-to-maturity securities

| PARENT/CONSOLIDATED             |               |                   |                |                  |                    |                   |                   |                   |                   |                   |                   |
|---------------------------------|---------------|-------------------|----------------|------------------|--------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Description                     | June 30, 2012 |                   |                |                  |                    |                   | December 31, 2012 |                   | June 30, 2011     |                   |                   |
|                                 | No maturity   | 01 to 90 days     | 91 to 180 days | 181 to 360 days  | More than 360 days | Cost              | Market Value      | Cost              | Market Value      | Cost              | Market Value      |
| Brazilian government securities | -             | 13,056,517        | -              | 7,135,560        | 35,690,843         | 55,882,920        | 61,189,260        | 58,468,961        | 61,037,797        | 58,186,936        | 58,827,563        |
| Financial Treasury Bills        | -             | 1,576,261         | -              | 27,428           | 3,160,552          | 4,764,241         | 4,768,151         | 4,552,399         | 4,552,233         | 5,253,375         | 5,252,905         |
| Federal Treasury Bills          | -             | -                 | -              | -                | 8,566,565          | 8,566,565         | 9,091,271         | 4,765,860         | 4,844,966         | 87,369            | 87,293            |
| Federal Treasury Notes          | -             | 11,480,256        | -              | 7,108,132        | 23,962,533         | 42,550,921        | 47,328,774        | 49,149,472        | 51,639,564        | 52,682,098        | 53,352,310        |
| Federal Treasury/Securitization | -             | -                 | -              | -                | 1,193              | 1,193             | 1,064             | 1,230             | 1,034             | 164,094           | 135,055           |
| Corporate securities            | -             | -                 | -              | -                | 209,129            | 209,129           | 235,469           | 197,238           | 207,784           | 27,312            | 27,553            |
| Mortgage backed securities      | -             | -                 | -              | -                | 209,129            | 209,129           | 235,469           | 197,238           | 207,784           | 27,312            | 27,553            |
| <b>Total</b>                    | -             | <b>13,056,517</b> | -              | <b>7,135,560</b> | <b>35,899,972</b>  | <b>56,092,049</b> | <b>61,424,729</b> | <b>58,666,199</b> | <b>61,245,581</b> | <b>58,214,248</b> | <b>58,855,116</b> |

The market value of the securities is based on quoted prices at the balance sheet date. If there is no market price quotation, the amounts are estimated using the mark-to-market model based on the cash flows of the assets and market interest curves.

Cash flows are prepared based on the characteristics of the marketable securities and interest rate curves using available information/pricing data/market rates of the financial instruments, such as: futures contracts, government securities or swap transactions.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (d) Income from securities

| PARENT / CONSOLIDATED               |                  |                      |                      |
|-------------------------------------|------------------|----------------------|----------------------|
| Description                         | 2012             |                      | 2011                 |
|                                     | 2nd quarter      | 1st six-month period | 1st six-month period |
| Purchase and sale commitments       | 1,294,934        | 2,865,084            | 2,319,946            |
| Financial assets held for trading   | 1,965,490        | 3,570,423            | 2,123,668            |
| Financial assets available for sale | 127,455          | 225,889              | (116,207)            |
| Financial assets held to maturity   | 1,527,486        | 3,083,443            | 4,119,084            |
| Other                               | 37,306           | 90,126               | 6,734                |
| <b>Total</b>                        | <b>4,952,671</b> | <b>9,834,965</b>     | <b>8,453,225</b>     |

#### (e) Derivative financial instruments

CAIXA uses derivative financial instruments recorded in balance sheet and memorandum accounts which are used to meet its own needs to manage exposures. These operations involve DI futures contracts, US dollars, exchange coupons and swap contracts.

Derivative financial instruments, when used as hedging instruments, are designed to hedge changes in foreign exchange rates and variations in the interest rates of assets and liabilities. Derivatives usually represent future commitments to exchange currencies or indexes, or to purchase or sell other financial instruments according to the terms and dates set forth in the contracts.

The exposure to credit risk in the futures contracts is minimized through the daily adjustments. The swap contracts, registered with the Central System for Custody and Financial Settlement of Securities (CETIP) and the Brazilian Securities, Commodities and Futures Exchange (BM&F Bovespa), are subject to credit risk if the counterparty is unable or unwilling to fulfill its contractual obligations. The total swap credit exposure at June 30, 2012 is R\$ 39 (June 30, 2011 - R\$ 77).

The reference values of these derivatives are recorded in memorandum accounts and the differences receivable or payable in balance sheet accounts. The reference value of these transactions is R\$ 51,490,307 (June 30, 2011 - R\$ 32,800,964). The swap difference payable at June 30, 2012 is R\$ 560 (June 30, 2011 - R\$ 852).

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (f) Derivative financial instrument values recorded in asset and liability accounts and memorandum accounts:

PARENT / CONSOLIDATED

| Description                                | June 30, 2012                        |                            |                            |                   | December 31, 2011                    |                            |                            |                   | June 30, 2011                        |                            |                            |                   |
|--|--------------------------------------|----------------------------|----------------------------|-------------------|--------------------------------------|----------------------------|----------------------------|-------------------|--------------------------------------|----------------------------|----------------------------|-------------------|
|  | Memorandum account - reference value | Amount receivable/ payable | Adjustment to market value | Market value      | Memorandum account - reference value | Amount receivable/ payable | Adjustment to market value | Market value      | Memorandum account - reference value | Amount receivable/ payable | Adjustment to market value | Market value      |
| <b>Sales commitments</b>                   | <b>51,490,307</b>                    | -                          | -                          | <b>51,490,307</b> | <b>46,132,605</b>                    | -                          | -                          | <b>46,132,605</b> | <b>32,800,964</b>                    | -                          | -                          | <b>32,800,964</b> |
| Foreign currency                           | 19,230                               | -                          | -                          | 19,230            | 16,920                               | -                          | -                          | 16,920            | 14,139                               | -                          | -                          | 14,139            |
| Indexes                                    | 51,471,077                           | -                          | -                          | 51,471,077        | 46,115,685                           | -                          | -                          | 46,115,685        | 32,786,825                           | -                          | -                          | 32,786,825        |
| <b>Swap contracts - Liability position</b> | -                                    | <b>560</b>                 | -                          | <b>560</b>        | -                                    | <b>827</b>                 | -                          | <b>827</b>        | -                                    | <b>852</b>                 | -                          | <b>852</b>        |
| Floating rate                              | -                                    | 560                        | -                          | 560               | -                                    | 827                        | -                          | 827               | -                                    | 852                        | -                          | 852               |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

**(g) Composition of the derivative financial instruments portfolio (assets and liabilities) by type of instrument, place of negotiation, counterparty and maturity, stated at market value:**

| PARENT / CONSOLIDATED                            |               |               |                |                    |              |                   |               |
|--|---------------|---------------|----------------|--------------------|--------------|-------------------|---------------|
| Description                                      | June 30, 2012 |               |                |                    |              | December 31, 2011 | June 30, 2011 |
|  | 01 - 90 days  | 91 - 180 days | 181 - 360 days | More than 360 days | Market value | Market value      | Market value  |
| <b>ASSET - DI - Futures - short position</b>     |               |               |                |                    |              |                   |               |
| BM&Fbovespa                                      | 12,608,973    | 682,123       | 14,317,825     | 23,862,156         | 51,471,077   | 46,115,685        | 32,600,598    |
| <b>ASSET - DOLLAR - Futures - short position</b> |               |               |                |                    |              |                   |               |
| BM&Fbovespa                                      | 19,230        | -             | -              | -                  | 19,230       | 16,920            | 14,139        |
| <b>ASSET - DDI - Futures - long position</b>     |               |               |                |                    |              |                   |               |
| BM&Fbovespa                                      | -             | -             | -              | -                  | -            | -                 | 186,227       |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (h) Realized and unrealized gains (losses) on the derivative financial instruments portfolio:

| PARENT / CONSOLIDATED |                     |                              |                              |
|-----------------------|---------------------|------------------------------|------------------------------|
| Description           | 2nd quarter of 2012 | 1st six-month period of 2012 | 1st six-month period of 2011 |
| Swap                  | (37)                | (41)                         | 21                           |
| Futures               | (546,856)           | (903,980)                    | (36,846)                     |
| <b>Total</b>          | <b>(546,893)</b>    | <b>(904,021)</b>             | <b>(36,825)</b>              |

#### (i) Securities provided as guarantee

The guarantee margin is the deposit required from all parties which have outstanding risk positions, with the purpose of ensuring compliance with the related contracts. The guarantee margin on transactions with financial instruments is as follows:

| PARENT / CONSOLIDATED        |                  |                   |                |
|------------------------------|------------------|-------------------|----------------|
| Description                  | June 30, 2012    | December 31, 2011 | June 30, 2011  |
| <b>Government securities</b> | <b>1,024,434</b> | <b>1,059,043</b>  | <b>770,411</b> |
| - Federal Treasury Notes     | 975,404          | 1,013,889         | 727,029        |
| - Federal Treasury Bills     | 44,540           | 40,864            | 39,326         |
| - Financial Treasury Bills   | 4,490            | 4,290             | 4,056          |

#### Note - 7 Interbank accounts

(a) The deposits with the Brazilian Central Bank mainly comprise compulsory deposits which are adjusted for inflation by official indexes and interest rates, except for those relating to demand deposits, and are not available to fund the routine operations of CAIXA, not being considered as cash equivalents.

| PARENT / CONSOLIDATED                       |                 |                   |                   |                   |
|---|-----------------|-------------------|-------------------|-------------------|
| Description                                 | Yield           | June 30, 2012     | December 31, 2011 | June 30, 2011     |
| Compulsory deposits on demand deposits      | None            | 5,539,161         | 4,714,065         | 4,049,227         |
| Compulsory deposits on savings deposits (1) | TR + 6.17% p.a. | 32,123,957        | 29,894,553        | 27,139,434        |
| Compulsory deposits on time deposits        | SELIC rate      | 5,855,744         | 4,947,623         | -                 |
| Additional compulsory deposits              | SELIC rate      | 24,566,635        | 22,615,784        | 25,867,742        |
| <b>Total</b>                                |                 | <b>68,085,497</b> | <b>62,172,025</b> | <b>57,056,403</b> |

(1) For deposits made as from May 4, 2012, when the SELIC rate is lower than or equal to 8.5% per year, the yield of the compulsory deposits on savings deposits will be the Referential Interest Rate (TR) + 70% of the annual SELIC rate.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

(b) The "National Housing System - SFH" account includes amounts to be reimbursed by the Government Severance Indemnity Fund for Employees (FGTS) and the residual amounts of completed contracts to be reimbursed by the FCVS which are in the process of renewal with the Fund.

| PARENT / CONSOLIDATED               |                   |                    |                         |                   |                    |                         |                         |
|-------------------------------------|-------------------|--------------------|-------------------------|-------------------|--------------------|-------------------------|-------------------------|
| Description                         | June 30, 2012     |                    |                         | December 31, 2011 |                    |                         | June 30, 2011           |
|                                     | Credit            | Provision          | Credit net of provision | Credit            | Provision          | Credit net of provision | Credit net of provision |
| FGTS reimbursable                   | 99,472            | -                  | 99,472                  | 110,717           | -                  | 110,717                 | 166,891                 |
| FCVS receivable                     | 21,448,511        | (3,020,919)        | 18,427,592              | 21,179,699        | (2,956,500)        | 18,223,199              | 20,771,756              |
| Not yet qualified (1)               | 1,575,606         | (361,652)          | 1,213,954               | 2,115,215         | (406,454)          | 1,708,761               | 1,908,150               |
| Qualified and awaiting approval (2) | 6,278,178         | (2,411,767)        | 3,866,411               | 6,047,503         | (2,256,113)        | 3,791,390               | 3,621,002               |
| Qualified and approved (3)          | 13,594,727        | (247,500)          | 13,347,227              | 13,016,981        | (293,933)          | 12,723,048              | 15,242,604              |
| <b>Total</b>                        | <b>21,547,983</b> | <b>(3,020,919)</b> | <b>18,527,064</b>       | <b>21,290,416</b> | <b>(2,956,500)</b> | <b>18,333,916</b>       | <b>20,938,647</b>       |

(1) Contracts not yet submitted to approval of the FCVS, as they are in the process of qualification by CAIXA.

(2) Contracts already qualified by CAIXA which are under analysis by FCVS for final approval of the FCVS.

(3) Credits qualified and approved represent the contracts already analyzed and accepted by the FCVS and depend on the process of securitization, as prescribed by Law 10150/2000, for their realization.

The contracts to be reimbursed by FCVS accrue interest of up to 6.17% per year and are adjusted for inflation based on the Referential Interest Rate (TR). The effective realization of these credits depends on compliance with a set of rules and procedures defined in regulations issued by the FCVS.

CAIXA's management has implemented a process for analyzing and checking the conditions and details of these contracts as to their compliance with the rules and procedures, which enabled the establishment of criteria to estimate the provisions for probable losses arising from contracts that do not meet the rules and procedures defined by the FCVS. The provision for credits with the FCVS is based on half-yearly statistical studies and takes into account the history of loss due to the Fund's refusal to accept liability.

CAIXA has a total of 7,938 financing contracts signed up to December 5, 1990, for which the coverage of the Salary Variation Compensation Fund (FCVS) was denied, due to the multiple financing contracts submitted to the National Registration of Borrowers (CADMUT), which amount to R\$ 888,860.

For these cases, the position adopted by the FCVS Board of Trustees (CCFCVS) is that the borrowers disregarded the SFH/FCVS legislation, particularly in respect of the provisions initially set forth in paragraph 1, article 9 of Law 4380/64, which was in force when the financing contracts were entered into by the Financing Agents. However, the Superior Court of Justice (STJ), at the judgment of the Special Appeal (RESP 1133769/RN), whose subject matter involved multiple financing contracts signed with the SFH, recognized the legal status of the housing contracts signed up to December 5, 1990 to be covered by the FCVS and determined the Fund's responsibility for the remaining debt balance.

Considering that the payment of the debts by the FCVS has been legally assured, CAIXA awaits the required procedures by the FCVS in order to recognize the automatic application of the court decision to the contracts with coverage denied due to the existence of multiple financing contracts signed up to December 5, 1990.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c) Income from compulsory investments

| PARENT / CONSOLIDATED               |                  |                      |                      |
|-------------------------------------|------------------|----------------------|----------------------|
| Description                         | 2012             |                      | 2011                 |
|                                     | 2nd quarter      | 1st six-month period | 1st six-month period |
| Compulsory deposit at BACEN         | 1,107,762        | 2,316,654            | 2,256,355            |
| Interest on financial assets - FCVS | 326,391          | 705,678              | 1,064,367            |
| <b>Total</b>                        | <b>1,434,153</b> | <b>3,022,332</b>     | <b>3,320,722</b>     |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 8 Loan portfolio

##### (a) Analysis of the loan portfolio by type of transaction

##### (a.1) Summary of the loan portfolios by type of operation

| PARENT / CONSOLIDATED   |                    |                    |                    |
|---|--------------------|--------------------|--------------------|
| Description   | 2012               | 2011               |                    |
|   | June 30            | December 31        | June 30            |
| <b>Loan operations</b>  | 297,600,833        | 249,548,776        | 205,853,006        |
| Loans and bills discounted  | 81,783,018         | 62,593,560         | 52,034,962         |
| Financing   | 17,412,562         | 17,156,734         | 11,714,207         |
| Real estate financing   | 177,242,564        | 152,870,586        | 129,314,290        |
| Infrastructure and development financing                          | 21,162,689         | 16,927,896         | 12,789,547         |
| <b>Other receivables with characteristics of loans (Note 9 d)</b> | 5,057,517          | 3,341,523          | 2,707,029          |
| Credit cards (1)  | 3,531,336          | 3,287,162          | 2,650,753          |
| Receivables from guarantees honored                               | 35,400             | 32,142             | 33,540             |
| Debtors for the purchase of assets                                | 17,690             | 17,142             | 16,122             |
| Rights receivable from disposal or transfer of assets             | 1,473,091          | 5,077              | 6,614              |
| <b>Total loan portfolio</b>                                       | <b>302,658,350</b> | <b>252,890,299</b> | <b>208,560,035</b> |
| Allowance for loan losses   | (17,706,332)       | (15,837,093)       | (13,141,161)       |
| On loan operations  | (17,570,044)       | (15,701,121)       | (13,034,763)       |
| On other receivables (Note 9 d)                                   | (136,288)          | (135,972)          | (106,398)          |
| <b>Total loan portfolio, net of allowances</b>                    | <b>284,952,018</b> | <b>237,053,206</b> | <b>195,418,874</b> |

(1) Includes receivables with characteristics of loans.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (a.2) Normal status

| Description                              | PARENT/CONSOLIDATED |                  |                  |                   |                   |                    | 2012               |                    |                    | 2011 |  |
|--|---------------------|------------------|------------------|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|------|--|
|  | 1 to 30 days        | 31 to 60 days    | 61 to 90 Days    | 91 to 180 days    | 181 to 360 days   | More than 360 days | June 30            | December 31        | June 30            |      |  |
|  |                     |                  |                  |                   |                   |                    |                    |                    |                    |      |  |
| Loans and bills discounted               | 4,245,728           | 2,977,437        | 2,658,513        | 7,396,245         | 11,452,175        | 44,862,238         | 73,592,336         | 55,918,909         | 46,123,091         |      |  |
| Financing                                | 969,269             | 257,480          | 252,712          | 710,004           | 1,284,509         | 11,514,281         | 14,988,255         | 15,333,851         | 9,993,647          |      |  |
| Real estate financing                    | 2,065,167           | 1,556,041        | 1,552,283        | 4,657,095         | 9,194,136         | 115,790,123        | 134,814,845        | 114,740,533        | 99,661,333         |      |  |
| Infrastructure and development financing | 1,641,471           | 122,004          | 122,002          | 365,916           | 730,150           | 17,771,802         | 20,753,345         | 16,696,155         | 12,731,091         |      |  |
| Other receivables                        | 1,727,386           | 714,608          | 464,825          | 643,579           | 408,183           | 1,058,417          | 5,016,998          | 3,305,285          | 2,670,568          |      |  |
| <b>June 30, 2012</b>                     | <b>10,649,021</b>   | <b>5,627,570</b> | <b>5,050,335</b> | <b>13,772,839</b> | <b>23,069,153</b> | <b>190,996,861</b> | <b>249,165,779</b> | -                  | -                  |      |  |
| <b>December 31, 2011</b>                 | <b>6,424,195</b>    | <b>3,359,301</b> | <b>2,876,243</b> | <b>7,864,819</b>  | <b>13,665,225</b> | <b>171,804,950</b> | -                  | <b>205,994,733</b> | -                  |      |  |
| <b>June 30, 2011</b>                     | <b>7,144,621</b>    | <b>4,130,048</b> | <b>3,701,558</b> | <b>9,926,253</b>  | <b>16,354,731</b> | <b>129,922,519</b> | -                  | -                  | <b>171,179,730</b> |      |  |

#### (a.3) Abnormal status - installments not yet due

| Description                              | PARENT / CONSOLIDATED |                |                |                  |                  |                    | 2012              |                   |                   | 2011 |  |
|--|-----------------------|----------------|----------------|------------------|------------------|--------------------|-------------------|-------------------|-------------------|------|--|
|  | 1 to 30 days          | 31 to 60 Days  | 61 to 90 days  | 91 to 180 Days   | 181 to 360 days  | More than 360 days | June 30           | December 31       | June 30           |      |  |
|  |                       |                |                |                  |                  |                    |                   |                   |                   |      |  |
| Loans and bills discounted               | 192,261               | 166,592        | 162,836        | 458,250          | 803,078          | 3,195,158          | 4,978,175         | 829,669           | 3,697,253         |      |  |
| Financing                                | 30,522                | 27,874         | 26,725         | 73,948           | 124,238          | 644,105            | 927,412           | 98,805            | 782,197           |      |  |
| Real estate financing                    | 754,627               | 437,811        | 437,416        | 1,329,877        | 2,608,617        | 34,916,058         | 40,484,406        | 36,407,570        | 28,556,900        |      |  |
| Infrastructure and development financing | 3,086                 | 3,011          | 3,011          | 9,033            | 18,066           | 348,645            | 384,852           | 229,725           | 57,393            |      |  |
| Other receivables                        | 10,653                | 289            | 107            | 315              | 577              | 4,856              | 16,797            | 14,003            | 13,272            |      |  |
| <b>June 30, 2012</b>                     | <b>991,149</b>        | <b>635,577</b> | <b>630,095</b> | <b>1,871,423</b> | <b>3,554,576</b> | <b>39,108,822</b>  | <b>46,791,642</b> | -                 | -                 |      |  |
| <b>December 31, 2011</b>                 | <b>693,208</b>        | <b>422,414</b> | <b>421,944</b> | <b>1,269,058</b> | <b>2,523,137</b> | <b>32,250,011</b>  | -                 | <b>37,579,772</b> | -                 |      |  |
| <b>June 30, 2011</b>                     | <b>699,608</b>        | <b>505,329</b> | <b>500,741</b> | <b>1,481,298</b> | <b>2,811,758</b> | <b>27,108,281</b>  | -                 | -                 | <b>33,107,015</b> |      |  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (a.4) Abnormal status - Past-due installments

| Description                              | PARENT / CONSOLIDATED      |                  |                |                  |                  |                    | 2012             |                  |                  | 2011        |         |  |
|--|----------------------------|------------------|----------------|------------------|------------------|--------------------|------------------|------------------|------------------|-------------|---------|--|
|  | 1 to 30 days               | 31 to 60 days    | 61 to 90 days  | 91 to 180 Days   | 181 to 360 days  | More than 360 days | June 30          | December 31      | June 30          | December 31 | June 30 |  |
|  | Loans and bills discounted | 305,816          | 460,020        | 447,107          | 918,912          | 1,11,821           | 68,831           | 3,212,507        | 5,844,982        | 2,214,618   |         |  |
| Financing                                | 88,947                     | 164,899          | 283,185        | 480,621          | 470,212          | 9,031              | 1,496,895        | 1,724,078        | 938,363          |             |         |  |
| Real estate financing                    | 577,695                    | 118,816          | 231,874        | 471,317          | 538,942          | 4,669              | 1,943,313        | 1,722,483        | 1,096,057        |             |         |  |
| Infrastructure and development financing | 24,483                     | 1                | 8              | -                | -                | -                  | 24,492           | 2,016            | 1,063            |             |         |  |
| Other receivables                        | 6,999                      | 6,166            | 2,507          | 3,100            | 2,721            | 2,229              | 23,722           | 22,235           | 23,189           |             |         |  |
| <b>June 30, 2012</b>                     | <b>1,003,940</b>           | <b>749,902</b>   | <b>964,681</b> | <b>1,873,950</b> | <b>2,023,696</b> | <b>84,760</b>      | <b>6,700,929</b> | -                | -                |             |         |  |
| <b>December 31, 2011</b>                 | <b>4,075,360</b>           | <b>1,096,659</b> | <b>777,052</b> | <b>1,567,658</b> | <b>1,650,194</b> | <b>148,871</b>     | -                | <b>9,315,794</b> | -                |             |         |  |
| <b>June 30, 2011</b>                     | <b>584,604</b>             | <b>339,202</b>   | <b>576,965</b> | <b>1,247,566</b> | <b>1,396,297</b> | <b>128,656</b>     | -                | -                | <b>4,273,290</b> |             |         |  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (b) Types and risk levels

| Loan operations                          | PARENT / CONSOLIDATED |                    |                   |                   |                  |                  |                  |                  |                   |                    |                    |                    |  |
|--|-----------------------|--------------------|-------------------|-------------------|------------------|------------------|------------------|------------------|-------------------|--------------------|--------------------|--------------------|--|
|  | AA                    | A                  | B                 | C                 | D                | E                | F                | G                | H                 | 2012               | 2011               |                    |  |
|  |                       |                    |                   |                   |                  |                  |                  |                  |                   | June 30            | December 31        | June 30            |  |
| Loans and bills discounted               | 16,876,982            | 27,637,784         | 18,471,221        | 9,711,807         | 4,032,781        | 1,002,651        | 664,763          | 449,392          | 2,935,637         | 81,783,018         | 62,593,560         | 52,034,962         |  |
| Financing                                | 6,571,038             | 4,713,761          | 2,695,917         | 1,202,123         | 742,180          | 183,894          | 104,173          | 73,139           | 1,126,337         | 17,412,562         | 17,156,734         | 11,714,207         |  |
| Real estate financing                    | 1,754,127             | 105,584,482        | 21,624,163        | 36,113,412        | 2,014,037        | 886,935          | 726,732          | 605,925          | 7,932,751         | 177,242,564        | 152,870,586        | 129,314,290        |  |
| Infrastructure and development financing | 8,330,777             | 6,886,521          | 2,691,501         | 2,597,290         | 651,045          | -                | 272              | 5,283            | -                 | 21,162,689         | 16,927,896         | 12,789,547         |  |
| Other receivables                        | 21,853                | 2,687,482          | 1,735,081         | 289,536           | 215,657          | 35,734           | 11,626           | 6,128            | 54,420            | 5,057,517          | 3,341,523          | 2,707,029          |  |
| <b>June 30, 2012</b>                     | <b>33,554,777</b>     | <b>147,510,030</b> | <b>47,217,883</b> | <b>49,914,168</b> | <b>7,655,700</b> | <b>2,109,214</b> | <b>1,507,566</b> | <b>1,139,867</b> | <b>12,049,145</b> | <b>302,658,350</b> | -                  | -                  |  |
| <b>December 31, 2011</b>                 | <b>28,368,953</b>     | <b>125,075,674</b> | <b>40,869,853</b> | <b>37,660,518</b> | <b>5,439,823</b> | <b>2,025,849</b> | <b>1,411,542</b> | <b>1,007,996</b> | <b>11,030,091</b> | -                  | <b>252,890,299</b> | -                  |  |
| <b>June 30, 2011</b>                     | <b>14,369,679</b>     | <b>104,976,428</b> | <b>42,217,134</b> | <b>30,196,383</b> | <b>3,945,590</b> | <b>1,562,126</b> | <b>1,130,444</b> | <b>1,008,190</b> | <b>9,154,061</b>  | -                  | -                  | <b>208,560,035</b> |  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c) Maturity buckets and risk levels

##### (c.1) Normal status

| Description   | PARENT/CONSOLIDATED |                    |                   |                   |                  |                |                |                |                  | 2012               |                    |                    | 2011      |  |  |
|---------------|---------------------|--------------------|-------------------|-------------------|------------------|----------------|----------------|----------------|------------------|--------------------|--------------------|--------------------|-----------|--|--|
|               | AA                  | A                  | B                 | C                 | D                | E              | F              | G              | H                | June 30            | December 31        | June 30            |           |  |  |
|               | 01 to 30            | 2,677,056          | 4,659,304         | 1,324,262         | 1,103,756        | 530,581        | 98,171         | 45,196         | 19,893           | 190,802            | 10,649,021         | 6,424,195          | 7,144,621 |  |  |
| 31 to 60      | 496,751             | 2,881,411          | 1,004,877         | 738,026           | 290,340          | 56,368         | 25,659         | 9,665          | 124,473          | 5,627,570          | 3,359,301          | 4,130,048          |           |  |  |
| 61 to 90      | 418,762             | 2,625,805          | 902,962           | 682,756           | 232,793          | 45,439         | 18,882         | 8,664          | 114,272          | 5,050,335          | 2,876,243          | 3,701,558          |           |  |  |
| 91 to 180     | 1,170,716           | 7,120,943          | 2,557,467         | 1,841,794         | 579,739          | 107,767        | 49,501         | 24,171         | 320,741          | 13,772,839         | 7,864,819          | 9,926,253          |           |  |  |
| 181 to 360    | 2,262,140           | 11,346,724         | 4,576,198         | 3,270,217         | 897,896          | 165,885        | 69,957         | 27,735         | 452,401          | 23,069,153         | 13,665,225         | 16,354,731         |           |  |  |
| More than 360 | 26,039,998          | 101,066,528        | 27,195,312        | 29,886,610        | 2,764,714        | 437,404        | 239,601        | 170,734        | 3,195,960        | 190,996,861        | 171,804,950        | 129,922,519        |           |  |  |
| <b>Total</b>  | <b>33,065,423</b>   | <b>129,700,715</b> | <b>37,561,078</b> | <b>37,523,159</b> | <b>5,296,063</b> | <b>911,034</b> | <b>448,796</b> | <b>260,862</b> | <b>4,398,649</b> | <b>249,165,779</b> | <b>205,994,733</b> | <b>171,179,730</b> |           |  |  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.2) Abnormal status

| PARENT/CONSOLIDATED             |                |                   |                  |                   |                  |                  |                  |                |                  |                   |                   |                   |
|---------------------------------|----------------|-------------------|------------------|-------------------|------------------|------------------|------------------|----------------|------------------|-------------------|-------------------|-------------------|
| Days                            | AA             | A                 | B                | C                 | D                | E                | F                | G              | H                | 2012              | 2011              |                   |
|                                 |                |                   |                  |                   |                  |                  |                  |                |                  | June 30           | December 31       | June 30           |
| <b>Past-due installments</b>    | <b>135,413</b> | <b>120,782</b>    | <b>311,215</b>   | <b>876,329</b>    | <b>834,205</b>   | <b>530,157</b>   | <b>549,060</b>   | <b>481,174</b> | <b>2,862,594</b> | <b>6,700,929</b>  | <b>9,315,794</b>  | <b>4,273,290</b>  |
| 01 to 30                        | 134,722        | 116,514           | 290,506          | 207,019           | 97,764           | 19,474           | 12,035           | 11,198         | 114,708          | 1,003,940         | 4,075,360         | 584,604           |
| 31 to 60                        | 426            | 4,268             | 19,558           | 398,590           | 134,690          | 31,390           | 21,180           | 11,313         | 128,487          | 749,902           | 1,096,659         | 339,202           |
| 61 to 90                        | -              | -                 | 1,151            | 178,181           | 479,789          | 81,006           | 42,916           | 23,755         | 157,883          | 964,681           | 777,052           | 576,965           |
| 91 to 180                       | -              | -                 | -                | 92,539            | 121,735          | 338,177          | 417,259          | 391,801        | 512,439          | 1,873,950         | 1,567,658         | 1,247,566         |
| 181 to 360                      | -              | -                 | -                | -                 | 227              | 60,110           | 55,670           | 43,024         | 1,864,665        | 2,023,696         | 1,650,194         | 1,396,297         |
| More than 360                   | 265            | -                 | -                | -                 | -                | -                | -                | 83             | 84,412           | 84,760            | 148,871           | 128,656           |
| <b>Not-yet-due installments</b> | <b>353,941</b> | <b>17,688,533</b> | <b>9,345,590</b> | <b>11,514,680</b> | <b>1,525,432</b> | <b>668,023</b>   | <b>509,710</b>   | <b>397,831</b> | <b>4,787,902</b> | <b>46,791,642</b> | <b>37,579,772</b> | <b>33,107,015</b> |
| 01 to 30                        | 14,815         | 316,863           | 229,987          | 253,434           | 43,541           | 15,513           | 10,739           | 7,810          | 98,447           | 991,149           | 693,208           | 699,608           |
| 31 to 60                        | 5,584          | 218,570           | 137,319          | 144,212           | 36,172           | 12,168           | 7,987            | 5,569          | 67,996           | 635,577           | 422,414           | 505,329           |
| 61 to 90                        | 5,393          | 217,633           | 135,910          | 143,088           | 35,610           | 12,026           | 7,919            | 5,519          | 66,997           | 630,095           | 421,944           | 500,741           |
| 91 to 180                       | 16,117         | 645,584           | 409,867          | 426,045           | 102,667          | 34,863           | 23,224           | 16,301         | 196,755          | 1,871,423         | 1,269,058         | 1,481,298         |
| 181 to 360                      | 31,910         | 1,262,559         | 754,205          | 801,583           | 186,282          | 65,211           | 44,252           | 31,137         | 377,437          | 3,554,576         | 2,523,137         | 2,811,758         |
| More than 360                   | 280,122        | 15,027,324        | 7,678,302        | 9,746,318         | 1,121,160        | 528,242          | 415,589          | 331,495        | 3,980,270        | 39,108,822        | 32,250,011        | 27,108,281        |
| <b>Total</b>                    | <b>489,354</b> | <b>17,809,315</b> | <b>9,656,805</b> | <b>12,391,009</b> | <b>2,359,637</b> | <b>1,198,180</b> | <b>1,058,770</b> | <b>879,005</b> | <b>7,650,496</b> | <b>53,492,571</b> | <b>46,895,566</b> | <b>37,380,305</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (d) Analysis of the loan portfolio by sector of activity

| PARENT/CONSOLIDATED   |                    |                    |                    |
|---|--------------------|--------------------|--------------------|
| Description   | June 30, 2012      | December 31, 2011  | June 30, 2011      |
| <b>PUBLIC SECTOR</b>  | <b>23,938,146</b>  | <b>21,914,181</b>  | <b>15,991,463</b>  |
| Direct administration   | 12,555,032         | 10,646,069         | 7,551,879          |
| Indirect administration - Petrochemicals                      | 8,164,141          | 8,184,534          | 5,663,618          |
| Indirect administration - Basic sanitation and infrastructure | 2,806,615          | 2,678,654          | 2,357,508          |
| Indirect administration - Other                               | 412,358            | 404,924            | 418,458            |
| <b>PRIVATE SECTOR</b>   | <b>278,720,204</b> | <b>230,976,118</b> | <b>192,568,572</b> |
| <b>LEGAL ENTITIES</b>   | <b>58,150,485</b>  | <b>44,232,421</b>  | <b>34,558,065</b>  |
| Agribusiness and harvesting of natural resources              | 4,239,697          | 2,937,364          | 2,433,504          |
| Petrochemicals  | 1,699,341          | 2,161,412          | 1,294,512          |
| Textile   | 1,136,913          | 933,297            | 675,285            |
| Steelmaking and metallurgy                                    | 8,411,058          | 8,178,782          | 5,830,968          |
| Foodstuffs  | 781,114            | 678,001            | 653,273            |
| Other manufacturing industries                                | 2,633,095          | 1,399,868          | 1,291,808          |
| Retail commerce   | 11,142,217         | 7,734,217          | 6,972,597          |
| Wholesale commerce  | 2,076,261          | 1,562,609          | 1,354,235          |
| Civil construction  | 7,398,107          | 5,222,021          | 3,424,056          |
| Financial services  | 2,033,551          | 1,297,962          | 1,157,948          |
| Electricity   | 5,813,456          | 3,731,418          | 3,270,761          |
| Basic sanitation and infrastructure                           | 1,224,357          | 741,378            | 569,814            |
| Personal services   | 133,151            | 90,409             | 79,592             |
| Communications  | 1,252,736          | 1,119,935          | 446,447            |
| Transport   | 2,326,984          | 1,841,655          | 1,011,848          |
| Healthcare  | 1,928,594          | 1,749,459          | 1,673,402          |
| Other services  | 3,919,853          | 2,852,634          | 2,418,015          |
| <b>INDIVIDUALS</b>  | <b>220,569,719</b> | <b>186,743,697</b> | <b>158,010,507</b> |
| Commerce  | 58,494,833         | 48,006,291         | 40,741,341         |
| Housing   | 162,023,306        | 138,690,216        | 117,222,281        |
| Other   | 51,580             | 47,190             | 46,885             |
| <b>Total</b>  | <b>302,658,350</b> | <b>252,890,299</b> | <b>208,560,035</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (e) Analysis of loan operations and other receivables with characteristics of loans by maturity bucket

| PARENT/CONSOLIDATED      |                   |                    |                    |                    |                    |
|--------------------------|-------------------|--------------------|--------------------|--------------------|--------------------|
| Description              | June 30, 2012     |                    |                    | December 31, 2011  | June 30, 2011      |
|                          | Public sector     | Private sector     | Total              | Total              | Total              |
| <b>Current</b>           | 5,763,164         | 60,088,574         | 65,851,738         | 39,519,544         | 47,455,508         |
| From 0 to 90 days        | 4,794,680         | 18,789,067         | 23,583,747         | 14,197,305         | 16,881,472         |
| From 91 to 360 days      | 968,484           | 41,299,507         | 42,267,991         | 25,322,239         | 30,574,036         |
| <b>Long-term</b>         | 18,171,177        | 211,934,506        | 230,105,683        | 204,054,961        | 157,030,793        |
| From 1 year to 3 years   | 2,245,362         | 63,814,732         | 66,060,094         | 62,840,906         | 58,774,412         |
| From 3 years to 5 years  | 3,966,969         | 53,954,587         | 57,921,556         | 57,029,416         | 41,521,371         |
| From 5 years to 15 years | 9,205,444         | 68,482,987         | 77,688,431         | 78,666,337         | 47,665,168         |
| Over 15 years            | 2,753,402         | 25,682,200         | 28,435,602         | 5,518,302          | 9,069,842          |
| <b>Total current</b>     | 23,934,341        | 272,023,080        | 295,957,421        | 243,574,505        | 204,486,301        |
| <b>Total overdue</b>     | 3,805             | 6,697,124          | <b>6,700,929</b>   | 9,315,794          | 4,073,734          |
| <b>Grand total</b>       | <b>23,938,146</b> | <b>278,720,204</b> | <b>302,658,350</b> | <b>252,890,299</b> | <b>208,560,035</b> |

The balance sheet items that comprise the amount of R\$ 5,057,517 (December 31, 2011 - R\$ 3,341,523 and June 30, 2011 - R\$ 2,707,029), referring to "Other receivables with loan characteristics" are described in note 9(d).

#### (f) Income from loan operations

| PARENT/CONSOLIDATED                      |                                    |                                  |                                  |
|--|------------------------------------|----------------------------------|----------------------------------|
| Description                              | 2012                               |                                  | 2011                             |
|  | 2 <sup>nd</sup> three-month period | 1 <sup>st</sup> six-month period | 1 <sup>st</sup> six-month period |
| Loans, discounted bills and financing    | 4,330,351                          | 8,676,473                        | 6,728,947                        |
| Real estate financing                    | 3,574,539                          | 7,099,720                        | 5,484,063                        |
| Infrastructure and development financing | 462,730                            | 756,132                          | 470,470                          |
| Other receivables                        | 2,666                              | 5,288                            | 4,762                            |
| <b>Total</b>                             | <b>8,370,286</b>                   | <b>16,537,613</b>                | <b>12,688,242</b>                |

#### (g) Concentration of the main debtors

| PARENT/CONSOLIDATED |            |       |             |       |            |       |
|---------------------|------------|-------|-------------|-------|------------|-------|
| Description         | 2012       |       | 2011        |       |            |       |
|                     | June 30    | %     | December 31 | %     | June 30    | %     |
| Main debtor         | 8,164,141  | 2.70  | 8,184,534   | 3.24  | 5,663,617  | 2.72  |
| 10 largest debtors  | 29,843,239 | 9.86  | 26,257,097  | 9.92  | 17,793,753 | 8.53  |
| 20 largest debtors  | 36,063,129 | 11.92 | 31,826,882  | 12.03 | 21,904,021 | 10.50 |
| 50 largest debtors  | 45,404,455 | 15.00 | 39,309,802  | 14.89 | 27,574,617 | 13.22 |
| 100 largest debtors | 51,509,130 | 17.02 | 43,894,444  | 16.68 | 31,277,623 | 15.00 |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### h) Changes in the renegotiated portfolio

| Description             | PARENT/CONSOLIDATED |                      |                      |
|-------------------------|---------------------|----------------------|----------------------|
|                         | 2012                |                      | 2011                 |
|                         | 2nd quarter         | 1st six-month period | 1st six-month period |
| Renegotiated operations | 909,291             | 1,700,919            | 1,314,647            |
| Commercial operations   | 671,047             | 1,266,174            | 1,030,548            |
| Housing loan operations | 238,244             | 434,745              | 284,099              |
| Recovered operations    | 126,863             | 316,401              | 342,296              |
| Commercial operations   | 76,929              | 147,619              | 150,834              |
| Housing loan operations | 49,934              | 168,782              | 191,462              |

#### (i) Changes in the allowance for loan losses

| Description             | PARENT/CONSOLIDATED |                      |                      |
|-------------------------|---------------------|----------------------|----------------------|
|                         | 2012                |                      | 2011                 |
|                         | 2nd quarter         | 1st six-month period | 1st six-month period |
| Opening balance         | 16,603,996          | 15,837,093           | 12,347,438           |
| Provision in the period | 3,814,256           | 5,511,420            | 3,322,575            |
| Charge-offs             | (1,860,426)         | (1,876,423)          | (346,751)            |
| Losses                  | (851,494)           | (1,765,758)          | (2,182,101)          |
| Closing balance         | 17,706,332          | 17,706,332           | 13,141,161           |

#### (j) Analysis of the allowance for loan losses

| Description              | PARENT/CONSOLIDATED        |                  |                       |  |                   |                   |
|--------------------------|----------------------------|------------------|-----------------------|--|-------------------|-------------------|
|                          | Loans and bills discounted | Financing        | Real estate financing | Infrastructure and development financing | Other receivables | Total             |
| A                        | 138,189                    | 23,569           | 527,922               | 34,433                                   | 13,437            | 737,550           |
| B                        | 184,712                    | 26,959           | 216,242               | 26,915                                   | 17,351            | 472,179           |
| C                        | 291,354                    | 36,064           | 1,083,402             | 77,919                                   | 8,686             | 1,497,425         |
| D                        | 403,278                    | 74,218           | 201,404               | 65,105                                   | 21,566            | 765,571           |
| E                        | 300,795                    | 55,168           | 266,081               | -  | 10,720            | 632,764           |
| F                        | 332,382                    | 52,087           | 363,366               | 136                                      | 5,813             | 753,784           |
| G                        | 314,575                    | 51,198           | 424,147               | 3,698                                    | 4,289             | 797,907           |
| H                        | 2,935,652                  | 1,126,323        | 7,932,751             | -  | 54,426            | 12,049,152        |
| <b>June 30, 2012</b>     | <b>4,900,937</b>           | <b>1,445,586</b> | <b>11,015,315</b>     | <b>208,206</b>                           | <b>136,288</b>    | <b>17,706,332</b> |
| <b>December 31, 2011</b> | <b>3,531,676</b>           | <b>1,546,939</b> | <b>10,257,225</b>     | <b>365,281</b>                           | <b>135,972</b>    | <b>15,837,093</b> |
| <b>June 30, 2011</b>     | <b>2,968,207</b>           | <b>1,419,926</b> | <b>8,468,812</b>      | <b>177,818</b>                           | <b>106,398</b>    | <b>13,141,161</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

The balance sheet items comprising the amount of R\$ 136,288 (December 31, 2011 - R\$ 135,972 and June 30, 2011 - R\$ 106,398) relating to the "Provision for losses on other receivables with characteristics of loans" are described in Note 9(d).

#### Note - 9 Other receivables

##### (a) Composition

| Description   | CAIXA             |                     |                   |
|---|-------------------|---------------------|-------------------|
|   | 2012<br>June 30   | 2011<br>December 31 | 2011<br>June 30   |
| <b>Receivables from guarantees honored</b>          | 35,400            | 32,142              | 33,540            |
| <b>Foreign exchange portfolio - Note 9 (c)</b>      | 74,406            | 16,809              | 92,686            |
| <b>Income receivable</b>                            | 1,712,315         | 1,630,259           | 1,277,244         |
| Dividends and interest on own capital receivable    | -                 | -                   | 112,842           |
| Agreements with the private sector                  | 83,778            | 69,861              | 80,840            |
| Agreements with the public sector                   | 262,425           | 189,234             | 150,000           |
| Management of investment funds                      | 71,902            | 70,193              | 62,847            |
| Management of social funds and programs             | 1,145,435         | 1,163,067           | 701,878           |
| Onlending - OGU                                     | 148,775           | 137,904             | 168,837           |
| <b>Negotiation and intermediation of securities</b> | 6,016             | 128                 | 24,532            |
| <b>Specific receivables</b>                         | 649,101           | 136,123             | 119,507           |
| <b>Sundry - Note 9 (b)</b>                          | 31,988,922        | 31,818,420          | 25,717,301        |
| <b>Provision for losses on other receivables</b>    | (136,288)         | (135,972)           | (106,398)         |
| <b>Total</b>  | <b>34,329,872</b> | <b>33,497,909</b>   | <b>27,158,412</b> |
| <b>Current assets</b>                               | 19,599,667        | 19,882,210          | 15,394,559        |
| <b>Non-current assets</b>                           | 14,730,205        | 13,615,699          | 11,763,853        |

| Description                                      | CAIXA CONSOLIDATED |                     |                   |
|--|--------------------|---------------------|-------------------|
|  | 2012<br>June 30    | 2011<br>December 31 | 2011<br>June 30   |
| Receivables from guarantees honored              | 35,400             | 32,142              | 33,540            |
| Foreign exchange portfolio - Note 9 (c)          | 74,406             | 16,809              | 92,686            |
| <b>Income receivable</b>                         | 1,768,705          | 1,754,233           | 1,312,159         |
| Dividends and interest on own capital receivable | 56,390             | 123,973             | 147,757           |
| Agreements with the private sector               | 83,778             | 69,861              | 80,840            |
| Agreements with the public sector                | 262,425            | 189,234             | 150,000           |
| Management of investment funds                   | 71,902             | 70,193              | 62,847            |
| Management of social funds and programs          | 1,145,435          | 1,163,067           | 701,878           |
| Onlending - OGU                                  | 148,775            | 137,905             | 168,837           |
| Negotiation and intermediation of securities     | 6,016              | 128                 | 24,532            |
| <b>Specific receivables</b>                      | 649,101            | 136,123             | 119,507           |
| <b>Sundry - Note 9 (b)</b>                       | 31,992,933         | 31,818,748          | 25,739,168        |
| <b>Provision for losses on other receivables</b> | (136,288)          | (135,972)           | (106,398)         |
| <b>Total</b>                                     | <b>34,390,273</b>  | <b>33,622,211</b>   | <b>27,215,194</b> |
| <b>Current assets</b>                            | 19,660,068         | 20,006,512          | 15,451,341        |
| <b>Non-current assets</b>                        | 14,730,205         | 13,615,699          | 11,763,853        |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (b) Other receivables - sundry

| Description   | CAIXA             |                   |                   | CAIXA CONSOLIDATED |                   |                   |
|---|-------------------|-------------------|-------------------|--------------------|-------------------|-------------------|
|   | 2012              | 2011              |                   | 2012               | 2011              |                   |
|   | June 30           | December 31       | June 30           | June 30            | December 31       | June 30           |
| Tax credits - Note 20                                 | 14,792,394        | 13,611,296        | 11,801,727        | 14,792,401         | 13,611,299        | 11,801,737        |
| Receivables from escrow deposits - Note 30 a(iii)     | 9,915,313         | 9,508,716         | 8,928,212         | 9,915,313          | 9,508,716         | 8,928,212         |
| Salary advances and prepayments                       | 339,019           | 128,439           | 298,061           | 339,019            | 128,439           | 298,061           |
| Payments to be reimbursed                             | 283,431           | 176,032           | 165,318           | 281,838            | 175,447           | 164,725           |
| Prepaid profit sharing                                | -                 | 2,768,488         | 436,469           | -                  | 2,768,488         | 436,469           |
| Taxes and contributions to be offset                  | 46,804            | 47,146            | 144,286           | 52,401             | 47,893            | 166,737           |
| Credit cards (1)                                      | 3,582,128         | 3,330,794         | 2,705,060         | 3,582,128          | 3,330,794         | 2,705,060         |
| Premium on purchase of loan portfolios                | 310,787           | 245,256           | 110,856           | 310,787            | 245,256           | 110,856           |
| Insurance receivables                                 | 132,327           | 119,947           | 85,940            | 132,327            | 119,947           | 85,940            |
| Credits purchased                                     | 97,507            | 94,549            | 91,186            | 97,507             | 94,549            | 91,185            |
| Receivables - securitized mortgage loans              | 1,485             | 1,485             | 1,485             | 1,485              | 1,485             | 1,485             |
| Receivables - management of social funds and programs | 439,376           | 956,363           | 423,418           | 439,376            | 956,363           | 423,418           |
| Assignment of receivables                             | 1,473,091         | 5,077             | 6,614             | 1,473,091          | 5,077             | 6,614             |
| Unrecognized amounts ( 2 )                            | 652,075           | 898,740           | 592,705           | 652,075            | 898,903           | 592,705           |
| Others debtors ( 3 )                                  | 146,933           | 149,949           | 119,003           | 146,933            | 149,949           | 119,003           |
| Provision for losses - sundry ( 4 )                   | (223,748)         | (223,857)         | (193,039)         | (223,748)          | (223,857)         | (193,039)         |
| <b>Total</b>  | <b>31,988,922</b> | <b>31,818,420</b> | <b>25,717,301</b> | <b>31,992,933</b>  | <b>31,818,748</b> | <b>25,739,168</b> |
| Current assets  | 17,247,980        | 18,186,804        | 13,943,408        | 17,251,991         | 18,187,132        | 13,965,275        |
| Non-current assets                                    | 14,740,942        | 13,631,616        | 11,773,893        | 14,740,942         | 13,631,616        | 11,773,893        |

(1) Includes receivables with and without characteristics of loans.

(2) Amounts related to credit records of the same nature as those indicated in Note 18(f2).

(3) Total comprised of amounts which are immaterial on a stand-alone basis.

(4) Provision for final net losses and indemnity claims related to housing financing.

#### (c) Foreign exchange portfolio

| Description  | PARENT/CONSOLIDATED |                   |               |
|--|---------------------|-------------------|---------------|
|  | June 30, 2012       | December 31, 2011 | June 30, 2011 |
| <b>Assets - other receivables</b>                  |                     |                   |               |
| Foreign exchange purchases pending settlement - ME | 20,310              | 4,624             | 67,355        |
| Receivables from foreign exchange sales - MN       | 56,064              | 12,380            | 25,811        |
| (-) Advances received - MN                         | (1,968)             | (195)             | (480)         |
| <b>Current assets</b>                              | <b>74,406</b>       | <b>16,809</b>     | <b>92,686</b> |
| <b>Liabilities - other liabilities</b>             |                     |                   |               |
| Foreign exchange sales pending settlement - ME     | 32,570              | 6,738             | 5,837         |
| Payables for foreign exchange purchases - MN       | 43,480              | 10,264            | 87,831        |
| <b>Current liabilities</b>                         | <b>76,050</b>       | <b>17,002</b>     | <b>93,668</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.1) Results of foreign exchange transactions

| PARENT/CONSOLIDATED                                  |                  |                      |                      |
|--|------------------|----------------------|----------------------|
| Description  | 2012             |                      | 2011                 |
|  | 2nd quarter      | 1st six-month period | 1st six-month period |
| <b>Income</b>  | <b>145,040</b>   | <b>262,516</b>       | <b>135,815</b>       |
| Funds in foreign currency                            | 145,040          | 262,516              | 135,815              |
| <b>Expenses</b>                                      | <b>(136,874)</b> | <b>(252,994)</b>     | <b>(135,315)</b>     |
| Expenses on exchange rate variations and differences | (136,874)        | (252,994)            | (135,315)            |
| <b>Results of foreign exchange transactions</b>      | <b>8,166</b>     | <b>9,522</b>         | <b>500</b>           |

#### (d) Other receivables with characteristics of loans

| PARENT/CONSOLIDATED                               |                  |                  |                  |
|---|------------------|------------------|------------------|
| Description                                       | 2012             | 2011             |                  |
|   | June 30          | December 31      | June 30          |
| <b>Receivables</b>                                | <b>5,057,517</b> | <b>3,341,523</b> | <b>2,707,029</b> |
| Credit cards                                      | 3,531,336        | 3,287,162        | 2,650,753        |
| Receivables from guarantees honored               | 35,400           | 32,142           | 33,540           |
| Debtors for purchase of assets                    | 17,690           | 17,142           | 16,122           |
| Receivables from sales or transfers of assets (1) | 1,473,091        | 5,077            | 6,614            |
| <b>Provision (2)</b>                              | <b>(136,288)</b> | <b>(135,972)</b> | <b>(106,398)</b> |
| Credit cards                                      | (116,936)        | (120,747)        | (89,986)         |
| Receivables from guarantees honored               | (382)            | (10,026)         | (11,477)         |
| Debtors for purchase of assets                    | (4,237)          | (5,148)          | (4,869)          |
| Receivables from sales or transfers of assets     | (14,733)         | (51)             | (66)             |
| <b>Receivables - net of provision</b>             | <b>4,921,229</b> | <b>3,205,551</b> | <b>2,600,631</b> |

(1) Receivables acquired with co-obligation from Banco Cruzeiro do Sul, Banco BMG and Banco BMB.

(2) In accordance with BACEN Circular Letter 3,048/2002, the provision for notes and credits receivable is classified as "Allowance for losses on receivables with characteristics of loans".

#### Note - 10 Other assets

| PARENT/CONSOLIDATED                              |                  |                |                  |
|--|------------------|----------------|------------------|
| Description                                      | 2012             | 2011           |                  |
|  | June 30          | December 31    | June 30          |
| Assets not for own use (1)                       | 708,250          | 703,310        | 793,160          |
| Properties not in use                            | 111,418          | 108,327        | 153,288          |
| Adjudicated/auctioned properties                 | 596,832          | 594,983        | 639,872          |
| Prepaid expenses (2)                             | 395,924          | 367,378        | 494,464          |
| Consumption materials                            | 30,676           | 39,684         | 35,980           |
| Provisions for loss on devaluation of properties | (113,127)        | (122,953)      | (134,152)        |
| <b>Total</b>                                     | <b>1,021,723</b> | <b>987,419</b> | <b>1,189,452</b> |

(1) The assets not in use mainly refer to adjudicated properties, properties received as payments in kind for loans and also properties no longer used in CAIXA's own operations, and are subject to impairment tests.

(2) The amount relating to "Prepaid expenses" refers mainly to prepaid normal contributions to the Credit Guarantee Fund (FGC).

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note 11 - Investments in subsidiary and associated companies

##### (a) Investments - CAIXA

CAIXA's investment portfolio is essentially comprised of its wholly-owned subsidiary Caixa Participações S.A (CAIXAPAR), which was authorized to operate by Law 11,908, of March 3, 2009.

| Description                         | CAIXA            |                  |                  |                               |                                  |                                  |
|-------------------------------------|------------------|------------------|------------------|-------------------------------|----------------------------------|----------------------------------|
|                                     | Investment       |                  |                  | Equity in the earnings (loss) |                                  |                                  |
|                                     | 2012             | 2011             |                  | 2012                          |                                  | 2011                             |
|                                     | June 30          | December 31      | June 30          | 2nd quarter                   | Accumulated 1st six-month period | Accumulated 1st six-month period |
| CAIXAPAR (1)                        | 3,609,134        | 3,214,258        | 3,073,078        | 82,961                        | 152,903                          | 101,572                          |
| Interbank Payment Chamber (CIP) (2) | 2,967            | 2,967            | 2,967            | -                             | -                                | -                                |
| BIAPE                               | 1,144            | 990              | 833              | (37)                          | 72                               | 38                               |
| Other investments                   | 211,453          | 189,419          | 75,657           | -                             | -                                | -                                |
| <b>Total</b>                        | <b>3,824,698</b> | <b>3,407,634</b> | <b>3,152,535</b> | <b>82,924</b>                 | <b>152,975</b>                   | <b>101,610</b>                   |

(1) Equity in the earnings (loss) was calculated based on the financial statements of the investees at May 31, 2012.

(2) Investments valued at cost of acquisition.

##### (b) Investments - CAIXA Consolidated

The investment portfolio of the CAIXA Group is comprised of associated companies over which CAIXAPAR has significant influence, and of Banco Panamericano S.A., which is jointly-controlled by CAIXAPAR and Banco BTG Pactual, and is accounted for under the equity method of accounting.

The investments of CAIXAPAR present satisfactory financial and economic indicators and there is no indication of impairment losses.

| Description                                    | CAIXA CONSOLIDATED |                  |                  |                               |                                  |                                  |
|--|--------------------|------------------|------------------|-------------------------------|----------------------------------|----------------------------------|
|  | Investment         |                  |                  | Equity in the earnings (loss) |                                  |                                  |
|  | 2012               | 2011             |                  | 2012                          |                                  | 2011                             |
|  | June 30            | December 31      | June 30          | 2nd quarter                   | Accumulated 1st six-month period | Accumulated 1st six-month period |
| CAIXA Seguros Holding S.A. (1)                 | 1,619,506          | 1,403,825        | 1,171,285        | 160,477                       | 237,430                          | 174,126                          |
| Banco Panamericano (1)                         | 1,074,552          | 510,435          | 635,854          | (74,045)                      | (94,188)                         | (144,385)                        |
| CPM BRAXIS                                     | 321,670            | -                | -                | -                             | -                                | -                                |
| Elo Serviços (1)                               | 12,421             | 18,277           | -                | (5,094)                       | (5,856)                          | -                                |
| CIBRASEC - Cia Brasileira de Securitização (1) | 6,805              | 6,858            | 6,965            | 1,128                         | 688                              | 317                              |
| CIP - Câmara Interbancária de Pagamento (2)    | 2,967              | 2,967            | 2,967            | -                             | -                                | -                                |
| BIAPE  | 1,143              | 990              | 833              | (37)                          | 72                               | 40                               |
| Others Investments (2)                         | 211,461            | 189,419          | 75,657           | -                             | -                                | -                                |
| <b>Total</b>                                   | <b>3,250,525</b>   | <b>2,132,771</b> | <b>1,893,561</b> | <b>82,429</b>                 | <b>138,146</b>                   | <b>30,098</b>                    |

(1) Equity in the earnings (loss) was calculated based on the financial statements at May 31, 2012.

(2) Investments valued at cost of acquisition.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

### (c) Acquisition of investments in Banco Panamericano by CAIXAPAR

On December 1, 2009, Caixa Participações S.A. acquired 36.56% of the total share capital of Banco Panamericano S.A., in the amount of R\$ 739,272, corresponding to 49% of its voting capital and 21.97% of its preferred shares. On that date, a partial payment of R\$ 517,490 was made.

The Brazilian Central Bank (BACEN) approved the admission of CAIXAPAR to the controlling group of Banco Panamericano through Official Letter Deorf/Gabin - 2010/06731, issued on July 19, 2010.

After the aforementioned approval, CAIXAPAR concluded the acquisition by paying the remaining balance in December 2009 (R\$ 221,782) and the restatement of this balance as established in the contract (R\$ 12,433), making a total payment of R\$ 234,215.

On November 9, 2010, the Joint Board of Standards and Organization of the Financial System of BACEN approved a change in the controlling group of Banco Panamericano, with the admission of CAIXAPAR, as published in the Federal Official Gazette (DOU).

At December 31, 2010, the balance related to Banco Panamericano was recorded in CAIXAPAR' s financial statements as follows:

| <b>Investment in Banco Panamericano - December 31, 2010</b> |         |
|---|---------|
| Contractual acquisition price in December 2009              | 739,272 |
| Equity in the earnings recorded in 2010                     | 41,576  |
| Value of the investment at December 31, 2010                | 780,848 |

On January 31, 2011, through the issuance of a significant event notice, Banco Panamericano announced that Sílvio Santos Participações S.A. ("SSP") and BF Utilidades Domésticas Ltda. ("BF") - (together referred to as the "Sellers") - signed an agreement for purchase and sale of shares and other covenants with Banco BTG Pactual S.A. ("BTG Pactual").

On March 30, 2011, the Collegiate Board of Directors of BACEN issued a favorable opinion on the change in the controlling control of Banco Panamericano, with BTG Pactual replacing Sílvio Santos Participações S.A. and BF Utilidades Domésticas Ltda.

On May 27, 2011, after the fulfillment of certain conditions precedent, BTG Pactual concluded the purchase of the shares of Banco Panamericano which were not held by CAIXAPAR.

#### (c.1) Allocation of the acquisition price by CAIXAPAR

The allocation of the acquisition price, based on appraisal reports of independent consultants dated June 15, 2011, considered the opening balance sheet of Banco Panamericano at November 30, 2010, which includes adjustments to the accounting bases, in accordance with the significant event notice disclosed to the market:

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Summary of the position at November 30, 2010

|  |                  |
|--|------------------|
| Consolidated equity of Banco Panamericano  | 152,762          |
| Equity restructuring carried out in January 2011   | 1,300,000        |
| Adjusted consolidated equity of Banco Panamericano                                       | 1,452,762        |
| Caixa's indirect interest  | 36.56%           |
| Caixa's indirect investment in Banco Panamericano through CAIXAPAR                       | 531,130          |
| Consideration paid by CAIXAPAR to acquire the investment                                 | (739,272)        |
| <b>Difference between the amount paid and the investment amount at November 30, 2010</b> | <b>(208,142)</b> |

The goodwill determined on the acquisition of Banco Panamericano by CAIXAPAR, of R\$ 42,864, was based on expected future profitability and other economic reasons (synergy, workforce etc.) and will be amortized over a five-year period.

CAIXAPAR identified the amount of R\$ 3,002, equivalent to the mark-to-market adjustment of assets and liabilities recorded in the financial statements of Banco Panamericano at November 30, 2010, net of the related tax effects, based on an appraisal report prepared by independent consultants.

CAIXAPAR also added the fair value of intangible assets identified at the time of the acquisition which had not been recorded by Banco Panamericano, net of the related tax effects, amounting to R\$ 162,276, as presented below:

#### Intangible assets

| Description              | Banco Panamericano | CAIXA's interest* | Amortization term |
|--------------------------|--------------------|-------------------|-------------------|
| Trademarks               | 148,996            | 32,684            | Undefined         |
| Commercial relationships | 518,882            | 113,822           | 3 years           |
| Agreements               | 59,433             | 13,037            | 5 years           |
| Technology               | 12,459             | 2,733             | 5.63 years        |
| <b>Total amount</b>      | <b>739,770</b>     | <b>162,276</b>    |                   |

\*net of tax effects

#### Recomposition of the balances - acquisition of Banco Panamericano

|  |         |
|--|---------|
| Investment at November 30, 2010  | 531,130 |
| (+)Adjustment of recorded assets and liabilities to market, net of tax effects     | 3,002   |
| (+)Intangible assets identified at the time of the acquisition, net of tax effects | 162,276 |
| (+)Remaining goodwill supported by expected future profitability                   | 42,864  |
| = Contractual acquisition price in December 2009                                   | 739,272 |
| (+)Equity in the earnings recorded in 2010   | 41,576  |
| = Value of the investment at December 31, 2010                                     | 780,848 |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.2) Balance of the investment at June 30, 2012

CAIXA acquired commercial credits of Banco Panamericano, which generated an income of R\$ 65,532 in this six-month period and an accumulated balance of R\$ 310,787 up to June 30, 2012 (December 31, 2011 - R\$ 245,255). In the calculation of CAIXA's indirect ownership interest, unrealized intercompany results are disregarded.

#### Investment in Banco Panamericano at June 30, 2012

| Description   | June 30,<br>2012 | December<br>31, 2011 |
|---|------------------|----------------------|
| Consolidated equity of Banco Panamericano (1)   | 2,866,278        | 1,227,289            |
| Adjustments for the calculation of the interest - CAIXAPAR/BTG capital contribution (Note 11 (e)) | (1,758,929)      | -                    |
| Adjusted consolidated equity of Banco Panamericano (without the capital contribution)             | 1,107,349        | 1,227,289            |
| CAIXA's indirect interest through CAIXAPAR (36.56%)   | 404,847          | 448,697              |
| Capital contribution from CAIXAPAR (Note 11 (e))  | 658,094          | -                    |
| Unrealized results on transactions between CAIXA and Banco Panamericano                           | (114,991)        | (89,665)             |
| <b>Investment</b>   | <b>947,950</b>   | <b>359,032</b>       |

(1) Banco Panamericano's equity in the financial statements at May 31, 2012.

The changes in goodwill, as presented in the table of purchase price allocation, were as follows:

#### Changes in goodwill – Panamericano

| Realization   | Allocated<br>amount | Amortization<br>2011 | Amortization<br>2012 - 1st six-<br>month period | Net amount     |
|---|---------------------|----------------------|---|----------------|
| Adjustment of assets and liabilities to market value, net of tax effects        | 3,002               | (3,002)              | -   | -              |
| Intangible assets identified at the time of the acquisition, net of tax effects | 162,276             | (44,450)             | (20,515)  | 97,311         |
| Remaining goodwill supported by expected future profitability                   | 42,864              | (9,287)              | (4,286)   | 29,291         |
| <b>Balance</b>  | <b>208,142</b>      | <b>(56,739)</b>      | <b>(24,801)</b>                                 | <b>126,602</b> |

The balances recorded under "Investments - Investments in subsidiary and associated companies" which refer to the investment in Banco Panamericano are as follows:

#### Position at June 30, 2012

| Description   | June 30, 2011    | December 31,<br>2011 | June 30, 2011  |
|---|------------------|----------------------|----------------|
| Investment  | 947,950          | 359,032              | 459,650        |
| Net goodwill on allocation of the acquisition price | 126,602          | 151,403              | 176,204        |
| <b>Total</b>  | <b>1,074,552</b> | <b>510,435</b>       | <b>635,854</b> |

## **Caixa Econômica Federal - CAIXA**

### **Notes to the financial statements**

**at June 30, 2012**

**All amounts in thousands of reais unless otherwise stated**

---

#### **(d) Acquisition of investments by Banco Panamericano**

On January 31, 2012, Banco Panamericano, TPG-Axon BFRE Holding, LLC, Coyote Trail LLC and the shareholders of Ourinvest signed the final documents for the indirect acquisition of 100% of the share capital of Brazilian Finance & Real Estate S.A. ("BFRE").

The price of the acquisition of a 100% ownership interest in BFRE and its subsidiaries BM Sua Casa, Brazilian Mortgages and Brazilian Securities was R\$ 940,361. This amount includes goodwill of R\$ 140,361 over the net assets of BFRE, which was estimated at R\$ 800,000 at the end of the 2011 fiscal year.

#### **(e) Capitalization of Banco Panamericano**

At an Extraordinary General Meeting of Shareholders held on January 18, 2012, the Board of Directors of Banco Panamericano and its shareholders approved a capital increase above the authorized capital of R\$ 1,800,000, through the issue of 297,520,662 shares without par value, 160,582,377 of which are common shares and up to 136,938,285 preferred shares. The capital increase has the following objectives: (i) to enable the growth of the bank's activities; (ii) to optimize the use of the tax credits currently held by the bank; and (iii) to support new investments and strategic acquisitions.

In June 2012, the Brazilian Central Bank approved the capital increase, the amendment to the Bank's bylaws approved on June 1, 2012 and the indirect transfer of the control of Brazilian Mortgages to Banco Panamericano.

The General Meeting also approved an increase in the Bank's mandatory dividend from the current rate of 25% to 30% of adjusted profit for 2012, and to 35% as from the 2013 fiscal year, with the related amendment to the bylaws.

Currently, CAIXAPAR and BTG Pactual S.A. hold 100% of the voting capital and 74.20% of the total share capital of Banco Panamericano. Taking into consideration the possibility of assignment provided for in the "Non-binding Memorandum of Understanding" and exercising their respective preemptive rights over the total common and preferred shares they hold, these stockholders will subscribe the minimum amount of R\$ 1,335,651 in the capital increase.

At an Extraordinary General Meeting of Shareholders held on June 1, 2012, Banco Panamericano approved an increase in its share capital, R\$ 658,094 thousand of which was subscribed by CAIXAPAR. After the subscription and with the minority shareholders' option not to exercise their subscription rights, CAIXAPAR's interest in Banco Panamericano increased from 36.56% to 37.00% in June 2012.

#### **(f) Capital increase in CAIXAPAR**

On June 17, 2012, in view of the investments forecast for 2012, an increase in the share capital of CAIXAPAR was approved, totaling R\$ 300,000, within the share capital limit authorized for the Company.

This capital increase enabled CAIXAPAR to acquire a 22% interest in the capital of CPM Braxis Capgemini S.A. This acquisition was carried out through the purchase of shares and a capital contribution of R\$ 200,267 and R\$ 121,403, respectively, totaling R\$ 321,670.

The main objective of this acquisition was to establish a partnership with this investee to meet the large demand for the development of new IT solutions, update of the solutions already in place in the production environment and the need for integration and internalization of market solutions acquired by CAIXA in recent years.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

With the approval of this transaction by BACEN on June 25, 2012, CAIXAPAR will take the necessary measures to calculate the amounts that will enable the allocation of the acquisition price of CPM Braxis Capgemini S.A.

#### **(g) Corporate restructuring of the CAIXA Seguros Group**

In December 2011, the corporate restructuring of the Caixa Seguros Group was implemented, where Caixa Seguros Holding S.A. (Controlling Holding Company) is the parent company of Caixa Consórcios S.A., Caixa Saúde S.A., Caixa Seguradora Assessoria e Consultoria Ltda. and Caixa Seguros Participações Securitárias Ltda. (SUSEP Holding Company).

Caixa Seguros Participações Securitárias Ltda. (Holding SUSEP) fully controls Caixa Vida & Previdência S.A. and Caixa Seguradora S.A. It also controls Caixa Capitalização S.A with a 51% interest in this company's total share capital.

#### **Note - 12 Property and equipment in use**

These are stated at cost of acquisition and depreciation is calculated on the straight-line method at annual rates that take into consideration the economic useful lives of the assets.

In December 2008, pursuant to Law 11,638/2007, CAIXA opted to record its property and equipment at their revalued amounts (Buildings - R\$ 566,924; Land - R\$ 229,998) and changed the economic useful life of properties in use from 25 to 50 years and that of the security system from 10 to 5 years.

With a fixed asset-to-equity ratio of 14.92% (December 31, 2011 - 16.63% and June 30, 2011 - 14.90%), CAIXA is in compliance with the provisions of CMN Resolution 2,669/1999, which established the limit of 50% as from December 31, 2002.

The information on property and equipment is the same in the parent company and consolidated financial statements, except for the "Other property and equipment in use" caption, which presents the amount of R\$ 1,171,870 (December 31, 2011 - R\$ 1,079,566 and June 30, 2011 - R\$ 1,075,149) in the consolidated financial statements.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Information on property and equipment in use |                  |                          |                  |                   |                          |                  |                  |
|--|------------------|--------------------------|------------------|-------------------|--------------------------|------------------|------------------|
| Description                                  | June 30, 2012    |                          |                  | December 31, 2011 |                          |                  | June 30, 2011    |
|  | Cost             | Accumulated depreciation | Net book value   | Cost              | Accumulated depreciation | Net book value   | Net book value   |
| Properties in use                            | 301,904          | (75,523)                 | 226,381          | 268,091           | (59,275)                 | 208,816          | 178,604          |
| - Buildings                                  | 248,979          | (75,523)                 | 173,456          | 215,121           | (59,275)                 | 155,846          | 126,600          |
| - Land                                       | 52,925           | -                        | 52,925           | 52,970            | -                        | 52,970           | 52,004           |
| Revaluations of properties in use            | 807,801          | (135,073)                | 672,728          | 810,437           | (123,418)                | 687,019          | 700,776          |
| Revaluations - buildings                     | 590,647          | (135,073)                | 455,574          | 592,885           | (123,418)                | 469,467          | 482,426          |
| Revaluations - land                          | 217,154          | -                        | 217,154          | 217,552           | -                        | 217,552          | 218,350          |
| Other assets in use                          | 4,308,168        | (3,136,297)              | 1,171,871        | 4,028,123         | (2,948,557)              | 1,079,566        | 1,075,149        |
| Construction in progress                     | 20,098           | -                        | 20,098           | 10,111            | -                        | 10,111           | 4,944            |
| Facilities, furniture and equipment in use   | 960,681          | (534,297)                | 426,384          | 856,752           | (499,011)                | 357,741          | 318,543          |
| Communication system                         | 82,658           | (64,359)                 | 18,299           | 81,660            | (62,481)                 | 19,179           | 19,980           |
| Data processing system                       | 3,010,010        | (2,340,257)              | 669,753          | 2,862,568         | (2,206,725)              | 655,843          | 688,431          |
| Transport and security system                | 234,721          | (197,384)                | 37,337           | 217,032           | (180,340)                | 36,692           | 43,251           |
| <b>Total</b>                                 | <b>5,417,873</b> | <b>(3,346,893)</b>       | <b>2,070,980</b> | <b>5,106,651</b>  | <b>(3,131,250)</b>       | <b>1,975,401</b> | <b>1,954,529</b> |

| Information on property and equipment in use |                  |                |                |                  |                  |                  |
|--|------------------|----------------|----------------|------------------|------------------|------------------|
| Description                                  | 2011             |                | 2012           |                  | 2011             |                  |
|  | December 31      | Additions      | Disposals      | Depreciation     | June 30          | June 30          |
| Properties in use                            | 208,816          | 34,502         | (601)          | (16,336)         | 226,381          | 178,604          |
| - Buildings                                  | 155,846          | 34,453         | (507)          | (16,336)         | 173,456          | 126,600          |
| - Land                                       | 52,970           | 49             | (94)           | -                | 52,925           | 52,004           |
| Revaluations of properties in use            | 687,019          | 381            | (2,636)        | (12,036)         | 672,728          | 700,776          |
| Revaluations - buildings                     | 469,467          | 381            | (2,238)        | (12,036)         | 455,574          | 482,426          |
| Revaluations - land                          | 217,552          | -              | (398)          | -                | 217,154          | 218,350          |
| Other assets in use                          | 1,079,566        | 280,046        | -              | (187,741)        | 1,171,871        | 1,075,149        |
| Construction in progress                     | 10,111           | 9,987          | -              | -                | 20,098           | 4,944            |
| Facilities, furniture and equipment in use   | 357,741          | 103,930        | -              | (35,287)         | 426,384          | 318,543          |
| Communication system                         | 19,179           | 999            | -              | (1,879)          | 18,299           | 19,980           |
| Data processing system                       | 655,843          | 147,441        | -              | (133,531)        | 669,753          | 688,431          |
| Transport and security system                | 36,692           | 17,689         | -              | (17,044)         | 37,337           | 43,251           |
| <b>Total</b>                                 | <b>1,975,401</b> | <b>314,929</b> | <b>(3,237)</b> | <b>(216,113)</b> | <b>2,070,980</b> | <b>1,954,529</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 13 Intangible assets

| PARENT/ CONSOLIDATED          |                  |                          |                  |                   |                          |                  |                  |
|-------------------------------|------------------|--------------------------|------------------|-------------------|--------------------------|------------------|------------------|
| Description                   | June 30, 2012    |                          |                  | December 31, 2011 |                          |                  | June 30, 2011    |
|                               | Cost             | Accumulated amortization | Net book value   | Cost              | Accumulated amortization | Net book value   | Net book value   |
| Payroll acquisitions          | 2,240,641        | (607,543)                | 1,633,098        | 2,109,217         | (478,614)                | 1,630,603        | 807,691          |
| Other intangible assets       | 324,200          | (8,245)                  | 315,955          | 324,200           | (1,089)                  | 323,111          | 318,400          |
| Logistics projects - software | 218,091          | (49,991)                 | 168,100          | 150,562           | (32,217)                 | 118,345          | 89,591           |
| <b>Total</b>                  | <b>2,782,932</b> | <b>(665,779)</b>         | <b>2,117,153</b> | <b>2,583,979</b>  | <b>(511,920)</b>         | <b>2,072,059</b> | <b>1,215,682</b> |

| PARENT / CONSOLIDATED        |                   |                |                 |                              |                  |                  |                  |
|------------------------------|-------------------|----------------|-----------------|------------------------------|------------------|------------------|------------------|
| Description                  | December 31, 2011 | June 30, 2012  |                 |                              |                  |                  | June 30, 2011    |
|                              | Net book value    | Changes        |                 |                              |                  | Net book value   | Net book value   |
|                              |                   | Additions      | Disposals       | Recoverable amount of assets | Amortizations    |                  |                  |
| Payroll acquisitions         | 1,630,603         | 216,371        | (49,108)        | -                            | (164,768)        | 1,633,098        | 807,691          |
| Other intangible assets      | 323,111           | -              | -               | -                            | (7,156)          | 315,955          | 318,400          |
| Logistic projects - software | 118,345           | 67,528         | -               | -                            | (17,773)         | 168,100          | 89,591           |
| <b>Total</b>                 | <b>2,072,059</b>  | <b>283,899</b> | <b>(49,108)</b> | <b>-</b>                     | <b>(189,697)</b> | <b>2,117,153</b> | <b>1,215,682</b> |

In accordance with CMN Resolution 3,617/2008, the balances of deferred charges that existed before the enactment of this resolution, recorded in September 2008, will be maintained until their effective realization through amortization. The amount presented in Note 25, under "Depreciation and amortization", is increased by the amount of R\$ 14,120 (R\$ 31,273 - first six-month period of 2011), referring to the amortization of deferred charges during this period.

#### Note 14 - Deposits

##### (a) Analysis

| Description                            | CAIXA      |             |            | CAIXA CONSOLIDATED |             |            |
|--|------------|-------------|------------|--------------------|-------------|------------|
|  | 2012       | 2011        |            | 2012               | 2011        |            |
|  | June 30    | December 31 | June 30    | June 30            | December 31 | June 30    |
| <b>Demand deposits - without yield</b> | 23,970,198 | 22,943,005  | 20,723,672 | 23,970,189         | 22,943,003  | 20,723,599 |
| Individuals                            | 9,467,415  | 9,054,422   | 7,884,046  | 9,467,415          | 9,054,422   | 7,884,046  |
| Companies                              | 11,992,114 | 11,197,725  | 10,306,007 | 11,992,105         | 11,197,723  | 10,305,934 |
| Restricted                             | 1,080,560  | 978,871     | 1,020,167  | 1,080,560          | 978,871     | 1,020,167  |
| Government                             | 911,967    | 1,344,704   | 1,035,699  | 911,967            | 1,344,704   | 1,035,699  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Description  | CAIXA              |                     |                    | CAIXA CONSOLIDATED |                     |                    |
|--|--------------------|---------------------|--------------------|--------------------|---------------------|--------------------|
|  | 2012<br>June 30    | 2011<br>December 31 | 2011<br>June 30    | 2012<br>June 30    | 2011<br>December 31 | 2011<br>June 30    |
| Foreign currencies   | 1,397              | 1,642               | 29,219             | 1,397              | 1,642               | 29,219             |
| Financial institutions   | 28,948             | 28,038              | 19,311             | 28,948             | 28,038              | 19,311             |
| Public entities  | 431,436            | 287,650             | 385,181            | 431,436            | 287,650             | 385,181            |
| Other  | 56,361             | 49,953              | 44,042             | 56,361             | 49,953              | 44,042             |
| <b>Savings accounts -<br/>floating-rate yield</b>                  | 161,923,834        | 150,362,663         | 136,291,566        | 161,923,834        | 150,362,663         | 136,291,566        |
| Individuals  | 159,020,233        | 148,003,373         | 133,927,588        | 159,020,233        | 148,003,373         | 133,927,588        |
| Companies  | 2,900,747          | 2,356,350           | 2,361,042          | 2,900,747          | 2,356,350           | 2,361,042          |
| Restricted   | 2,854              | 2,940               | 2,936              | 2,854              | 2,940               | 2,936              |
| <b>Interbank deposits</b>  | 7,299,052          | 5,103,608           | 2,292,910          | 7,299,052          | 5,103,608           | 2,292,910          |
| Time deposits  | 80,708,476         | 68,182,778          | 65,062,048         | 80,703,446         | 68,164,843          | 65,045,197         |
| Fixed-rate yield   | 26,256,835         | 13,551,644          | 1,040,626          | 26,251,805         | 13,533,709          | 1,023,775          |
| Time deposits in local<br>currency                                 | 26,256,835         | 13,551,644          | 1,040,626          | 26,251,805         | 13,533,709          | 1,023,775          |
| Floating-rate yield  | 54,451,641         | 54,631,134          | 64,021,422         | 54,451,641         | 54,631,134          | 64,021,422         |
| Time deposits in local<br>currency                                 | 21,396,115         | 25,663,864          | 36,175,499         | 21,396,115         | 25,663,864          | 36,175,499         |
| Remunerated judicial<br>deposits                                   | 33,055,526         | 28,967,270          | 27,845,923         | 33,055,526         | 28,967,270          | 27,845,923         |
| <b>Special deposits and<br/>deposits of funds and<br/>programs</b> | 11,365,155         | 13,254,921          | 9,995,010          | 11,365,155         | 13,254,921          | 9,995,010          |
| Without yield  | 199,965            | 179,280             | 163,769            | 199,965            | 179,280             | 163,769            |
| Fixed-rate yield   | 387,040            | 358,379             | 353,886            | 387,040            | 358,379             | 353,886            |
| Floating-rate yield  | 10,778,150         | 12,717,262          | 9,477,355          | 10,778,150         | 12,717,262          | 9,477,355          |
| <b>Other funding - without<br/>yield</b>                           | -                  | -                   | 96,303             | -                  | -                   | 96,303             |
| <b>Total</b>   | <b>285,266,715</b> | <b>259,846,975</b>  | <b>234,461,509</b> | <b>285,261,676</b> | <b>259,829,038</b>  | <b>234,444,585</b> |
| Current liabilities  | 259,728,726        | 248,023,653         | 233,524,490        | 259,723,687        | 248,005,716         | 233,507,566        |
| Non-current liabilities  | 25,537,989         | 11,823,322          | 937,019            | 25,537,989         | 11,823,322          | 937,019            |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (b) Deposits by maturity

| Deposits  | CAIXA              |                  |                  |                   |                     |                    | CAIXA CONSOLIDATED |                    |                    |                    |                    |
|---|--------------------|------------------|------------------|-------------------|---------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | Maturity (2012)    |                  |                  |                   |                     |                    | 2011               |                    | 2012               | 2011               |                    |
|   | No maturity        | 01 to 90 days    | 91 to 360 days   | 361 to 1080 days  | More than 1080 days | June 30, 2012      | December 31        | June 30            | June 30            | December 31        | June 30            |
| Demand deposits                                     | 23,970,198         | -                | -                | -                 | -                   | 23,970,198         | 22,943,005         | 20,723,672         | 23,970,189         | 22,943,003         | 20,723,599         |
| Savings deposits                                    | 161,923,834        | -                | -                | -                 | -                   | 161,923,834        | 150,362,663        | 136,291,566        | 161,923,834        | 150,362,663        | 136,291,566        |
| Interbank deposits                                  | -                  | 7,202,370        | 90,295           | 3,694             | 2,693               | 7,299,052          | 5,103,608          | 2,292,910          | 7,299,052          | 5,103,608          | 2,292,910          |
| Time deposits                                       | 49,101,220         | 1,319,145        | 4,756,509        | 17,331,480        | 8,200,122           | 80,708,476         | 68,182,778         | 65,062,048         | 80,703,446         | 68,164,843         | 65,045,197         |
| Judicial deposits                                   | 33,055,526         | -                | -                | -                 | -                   | 33,055,526         | 28,967,269         | 27,845,923         | 33,055,526         | 28,967,270         | 27,845,923         |
| Investments   | 16,045,694         | 1,319,145        | 4,756,509        | 17,331,480        | 8,200,122           | 47,652,950         | 39,215,509         | 37,216,125         | 47,647,920         | 39,197,573         | 37,199,275         |
| Special deposits and deposits of funds and programs | 11,365,155         | -                | -                | -                 | -                   | 11,365,155         | 13,254,921         | 9,995,010          | 11,365,155         | 13,254,921         | 9,995,010          |
| Other funding                                       | -                  | -                | -                | -                 | -                   | -                  | -                  | 96,303             | -                  | -                  | 96,303             |
| <b>Total</b>  | <b>246,360,407</b> | <b>8,521,515</b> | <b>4,846,804</b> | <b>17,335,174</b> | <b>8,202,815</b>    | <b>285,266,715</b> | <b>259,846,975</b> | <b>234,461,509</b> | <b>285,261,676</b> | <b>259,829,038</b> | <b>234,444,585</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c) Expenses with deposits

| Description   | CAIXA              |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|---|--------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|   | 2012               |                      | 2011                 | 2012               |                      | 2011                 |
|   | 2nd quarter        | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| Savings deposits  | (2,367,589)        | (4,846,793)          | (4,540,646)          | (2,367,589)        | (4,846,793)          | (4,540,646)          |
| Interbank deposits  | (156,948)          | (283,306)            | (147,957)            | (156,948)          | (283,306)            | (147,957)            |
| Time deposits - CDB/RDB                                   | (935,253)          | (1,944,214)          | (1,839,315)          | (934,757)          | (1,943,277)          | (1,838,679)          |
| Judicial deposits   | (389,973)          | (774,147)            | (689,499)            | (389,973)          | (774,147)            | (689,499)            |
| Special deposits and deposits of funds and programs (d.1) | (228,104)          | (443,040)            | (441,006)            | (228,104)          | (443,040)            | (441,006)            |
| Other funding   | (90,495)           | (177,100)            | (147,682)            | (90,495)           | (177,100)            | (147,682)            |
| <b>Total</b>  | <b>(4,168,363)</b> | <b>(8,468,601)</b>   | <b>(7,806,105)</b>   | <b>(4,167,866)</b> | <b>(8,467,663)</b>   | <b>(7,805,469)</b>   |

#### (d) Special deposits and deposits of funds and programs

Special deposits and deposits of funds and programs comprise FGTS deposits and deposits of other funds and programs.

| Description   | PARENT / CONSOLIDATED |                   |                  |
|---|-----------------------|-------------------|------------------|
|   | 2012                  | 2011              |                  |
|   | June 30               | December 31       | June 30          |
| Deposits - FGTS   | 4,318,141             | 6,994,769         | 3,188,999        |
| Special deposits with yield   | 1,476,673             | 1,357,053         | 1,306,288        |
| Deposits - FAT (d.2)  | 2,352,294             | 2,663,815         | 2,879,605        |
| Deposits - FISANE   | 7,705                 | 7,465             | 7,203            |
| Deposits - PRODEC   | 45,777                | 44,429            | 42,748           |
| Deposits - PIS  | 291,789               | 195,571           | 44,746           |
| Deposits - FGS  | 147,569               | 71,158            | 22,651           |
| Deposits - FAR  | 658,605               | 324,035           | 508,935          |
| Deposits - FDS  | 469,332               | 516,474           | 545,794          |
| Deposits - Program for Expansion and Modernization of the Brazilian Fishing Fleet | 57,563                | 56,167            | 53,111           |
| Deposits - FAS  | 2,242                 | 4,857             | 2,130            |
| Deposits - PREVHAB  | 469,384               | 451,336           | 428,954          |
| Saúde CAIXA   | 199,965               | 179,279           | 163,769          |
| Others  | 868,116               | 388,513           | 800,076          |
| <b>Total</b>  | <b>11,365,155</b>     | <b>13,254,921</b> | <b>9,995,010</b> |
| <b>Current liabilities</b>  | <b>11,365,155</b>     | <b>13,254,921</b> | <b>9,995,010</b> |
| <b>Non-current liabilities</b>  | <b>-</b>              | <b>-</b>          | <b>-</b>         |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (d.1) Expenses with special deposits and deposits of funds and programs

| PARENT / CONSOLIDATED       |   |                        |   |   |
|-----------------------------|---|------------------------|---|---|
| Description                 | Yield rate                                  | 2nd quarter of<br>2012 | 1 <sup>st</sup> six-month<br>period of 2012 | 1 <sup>st</sup> six-month<br>period of 2011 |
| Deposits - FGTS             |   | (122,045)              | (219,025)                                   | (191,727)                                   |
| Deposits - FAT              | SELIC                                       | (36,767)               | (76,378)                                    | (88,802)                                    |
| Deposits - FISANE           | SELIC and Long-term Interest<br>Rate (TJLP) | (117)                  | (241)                                       | (245)                                       |
| Deposits - PRODEC           | Reference Rate (TR)                         | (734)                  | (1,530)                                     | (1,572)                                     |
| Deposits - PIS              | TR + interest of 0.4868% p.m.               | (13,168)               | (24,854)                                    | (31,494)                                    |
| Deposits - FIEL             | Extra market                                | -                      | -   | (205)                                       |
| Deposits - FGS              | Fixed TR + interest of 0.50%<br>p.m.        | (1,673)                | (3,660)                                     | (940)                                       |
| Deposits - FAR              | SELIC day factor /Extra<br>market           | (6,897)                | (18,137)                                    | (13,920)                                    |
| Deposits - FDS              | SELIC                                       | (11,497)               | (24,174)                                    | (30,796)                                    |
| Deposits - Federal Treasury | SELIC day factor                            | (4,944)                | (10,555)                                    | (9,133)                                     |
| Deposits - FAS              | SELIC                                       | (3)                    | (8)   | (19)  |
| Deposits - PREVHAB          | TR  | (10,614)               | (22,805)                                    | (24,918)                                    |
| Deposits - Guarantee        | SELIC                                       | (634)                  | (1,682)                                     | (2,780)                                     |
| Deposits - FCA              | TR  | (5,003)                | (10,568)                                    | (9,793)                                     |
| Other                       | Extra market                                | (14,006)               | (29,425)                                    | (34,661)                                    |
| <b>Total</b>                |   | <b>(228,104)</b>       | <b>(443,040)</b>                            | <b>(441,006)</b>                            |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (d.2) Special deposits and deposits of funds and programs - FAT

| PARENT / CONSOLIDATED             |                     |                             |            |            |               |           |           |                   |           |           |               |           |           |
|-----------------------------------|---------------------|-----------------------------|------------|------------|---------------|-----------|-----------|-------------------|-----------|-----------|---------------|-----------|-----------|
| Description                       | Resolution/<br>TADE | Return of FAT Resources (1) |            |            | June 30, 2012 |           |           | December 31, 2011 |           |           | June 30, 2011 |           |           |
|                                   |                     | Type                        | Date       | Deadline   | Available     | Invested  | Total     | Available         | Invested  | Total     | Available     | Invested  | Total     |
| <b>Programs</b>                   |                     |                             |            |            | 344,796       | 1,914,420 | 2,259,216 | 161,040           | 2,347,754 | 2,508,794 | 142,161       | 2,572,376 | 2,714,537 |
| <b>Proger - Urban</b>             |                     |                             |            |            | 272,346       | 1,318,210 | 1,590,556 | 88,295            | 1,667,197 | 1,755,492 | 75,120        | 1,850,810 | 1,925,930 |
| Investment                        | ago/05              | RA                          | 10/10/2005 | -          | 272,158       | 1,312,146 | 1,584,304 | 80,198            | 1,660,858 | 1,741,056 | 73,679        | 1,835,995 | 1,909,674 |
| Isolated working capital          | 16/2005             | RA                          | 09/12/2005 | -          | 8             | 3         | 11        | 7,558             | 18        | 7,576     | 404           | 7,985     | 8,389     |
| Proger export                     | 17/2005             | RA                          | 09/12/2005 | -          | -             | 35        | 35        | -                 | 38        | 38        | -             | 42        | 42        |
| FAT popular entrepreneur          | 23/2005             | RA                          | 09/12/2005 | -          | 180           | 6,026     | 6,206     | 539               | 6,283     | 6,822     | 1,037         | 6,788     | 7,825     |
| <b>FAT - housing</b>              | May/07              | SD                          | 09/11/2007 | -          | 1,422         | 25,925    | 27,347    | 2,077             | 34,531    | 36,608    | 2,253         | 44,338    | 46,591    |
| <b>FAT- infrastructure</b>        |                     |                             |            | -          | 68,803        | 560,104   | 628,907   | 69,499            | 632,653   | 702,152   | 63,404        | 662,641   | 726,045   |
| Economic infrastructure           | 13/2006             | RA                          | 08/08/2008 | -          | 68,803        | 560,104   | 628,907   | 69,499            | 632,653   | 702,152   | 63,404        | 662,641   | 726,045   |
| <b>FAT - PNMPO</b>                |                     |                             |            | -          | 2,225         | 10,181    | 12,406    | 1,169             | 13,373    | 14,542    | 1,384         | 14,587    | 15,971    |
| FAT - microcredit                 | 15/2006             | RA                          | 10/05/2007 | -          | 2,225         | 10,181    | 12,406    | 1,169             | 13,373    | 14,542    | 1,384         | 14,587    | 15,971    |
| <b>Special credit facilities</b>  |                     |                             |            |            | 8,190         | 84,888    | 93,078    | 8,81,8            | 146,202   | 155,021   | 8,848         | 156,220   | 165,068   |
| <b>FAT - digital inclusion</b>    | Dec/05              | RA                          | 10/10/2005 | 07/01/2010 |               |           |           |                   |           |           |               |           |           |
| <b>FAT - Pan-American village</b> | Jan/05              | SD                          | 09/12/2005 | -          | 368           | 74,206    | 74,574    | -                 | 121,791   | 121,792   | -             | 118,266   | 118,266   |
| <b>FAT - sector turnover</b>      |                     |                             |            | -          | 7,822         | 10,682    | 18,504    | 8,818             | 24,411    | 33,229    | 8,848         | 37,954    | 46,802    |
| Micro and small enterprises       | 22/2006             | RA                          | 10/03/2008 | -          | 4,951         | 6,520     | 11,471    | 5,707             | 15,323    | 21,030    | 5,581         | 24,121    | 29,701    |
| Medium and large enterprises      | 23/2006             | RA                          | 10/03/2008 | -          | 2,871         | 4,162     | 7,033     | 3,111             | 9,088     | 12,199    | 3,267         | 13,833    | 17,101    |
| <b>Total</b>                      |                     |                             |            |            | 352,986       | 1,999,308 | 2,352,294 | 169,858           | 2,493,956 | 2,663,815 | 151,009       | 2,728,596 | 2,879,605 |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

FAT is a special accounting and financial fund established by Law 7,998/1990, linked to the Ministry of Labor and Employment and managed by the Executive Council of the Workers' Assistance Fund (CODEFAT).

The main actions funded with FAT funds to promote employment are structured around the programs for the creation of jobs and income, whose resources are allocated through the special deposits established by Law 8,352/1991, in official federal financial institutions, according to the programs and credit facilities presented in the previous table.

The special FAT deposits, while available, incur interest on a daily pro rata basis based on the Average SELIC Rate (TMS); as these deposits are allocated to financing, the TMS is replaced with the Long-term Interest Rate (TJLP) throughout the term of the financing.

The interest on the deposits is paid to FAT on a monthly basis, as set forth in CODEFAT Resolutions 439/2005 and 489/2006.

#### Note - 15 Deposits obtained in the open market

##### a) Analysis

| Description                  | CAIXA             |                     |                   | CAIXA CONSOLIDATED |                     |                   |
|------------------------------|-------------------|---------------------|-------------------|--------------------|---------------------|-------------------|
|                              | 2012<br>June 30   | 2011<br>December 31 | 2011<br>June 30   | 2012<br>June 30    | 2011<br>December 31 | 2011<br>June 30   |
| <b>Own portfolio (i)</b>     | 42,453,532        | 36,825,873          | 26,362,460        | 42,224,126         | 35,942,540          | 25,349,462        |
| Financial Treasury Bills     | 5,807,515         | 5,708,783           | 7,933,544         | 5,807,515          | 5,708,783           | 7,933,544         |
| Federal Treasury Bills       | 14,087,060        | 15,770,764          | 334,492           | 14,087,060         | 15,770,764          | 334,492           |
| Federal Treasury Notes       | 22,547,353        | 15,346,326          | 18,094,424        | 22,317,947         | 14,462,993          | 17,081,426        |
| Debentures                   | 11,604            | -                   | -                 | 11,604             | -                   | -                 |
| <b>Third-party portfolio</b> | 44,917,100        | 19,215,316          | 36,061,403        | 44,917,100         | 19,215,316          | 36,061,403        |
| Financial Treasury Bills     | 10,479,438        | 19,215,316          | 29,326,136        | 10,479,438         | 19,215,316          | 29,326,136        |
| Federal Treasury Bills       | 9,936,108         | -                   | 3,002,026         | 9,936,108          | -                   | 3,002,026         |
| Federal Treasury Notes       | 24,501,554        | -                   | 3,733,241         | 24,501,554         | -                   | 3,733,241         |
| Unrestricted portfolio       | -                 | 250,102             | -                 | -                  | 250,102             | -                 |
| Federal Treasury Bills       | -                 | 250,102             | -                 | -                  | 250,102             | -                 |
| <b>Total</b>                 | <b>87,370,632</b> | <b>56,291,291</b>   | <b>62,423,863</b> | <b>87,141,226</b>  | <b>55,407,958</b>   | <b>61,410,865</b> |
| Current liabilities          | 85,270,483        | 54,066,190          | 59,555,457        | 85,041,077         | 53,182,857          | 58,542,459        |
| Non-current liabilities      | 2,100,149         | 2,225,101           | 2,868,406         | 2,100,149          | 2,225,101           | 2,868,406         |

(i) Amounts calculated considering the "Guaranteed unit price" of the paper.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (b) Expenses of funds obtained in the open market

| Description            | CAIXA              |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|------------------------|--------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|                        | 2012               |                      | 2011                 | 2012               |                      | 2011                 |
|                        | 2nd quarter        | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| Own portfolio          | (842,490)          | (1,715,446)          | (1,460,778)          | (835,984)          | (1,694,860)          | (1,414,688)          |
| Third-party portfolio  | (1,064,316)        | (2,160,782)          | (1,741,136)          | (1,064,316)        | (2,160,782)          | (1,741,136)          |
| Unrestricted portfolio | -                  | (103)                | -                    | -                  | (103)                | -                    |
| <b>Total</b>           | <b>(1,906,807)</b> | <b>(3,876,330)</b>   | <b>(3,201,914)</b>   | <b>(1,900,300)</b> | <b>(3,855,745)</b>   | <b>(3,155,824)</b>   |

#### Note - 16 Funds from acceptance and issuance of securities

##### a) Funds from notes

| PARENT/CONSOLIDATED     |       |                  |                  |                  |                    |                   |                   |                   |
|-------------------------|-------|------------------|------------------|------------------|--------------------|-------------------|-------------------|-------------------|
| Deposits                | Index | Maturity         |                  |                  |                    | June 30, 2012     | December 31, 2012 | June 30, 2011     |
|                         |       | 01 to 90 days    | 91 to 180 days   | 181 to 360 days  | More than 360 days |                   |                   |                   |
| Mortgage Note           | IGP-M | -                | -                | -                | 516,464            | 516,464           | 527,589           | 503,622           |
| Mortgage Note           | INPC  | -                | -                | -                | 11,059             | 11,059            | 11,361            | 10,542            |
| Mortgage Note           | TR    | -                | -                | -                | 22,010             | 22,010            | 26,386            | 30,156            |
| Housing Bond            | IGP-M | -                | -                | -                | 7,883              | 7,883             | 16,177            | 15,877            |
| Housing Bond            | INPC  | -                | -                | -                | -                  | -                 | 37,264            | 36,480            |
| Housing Bond            | CDI   | 3,158,153        | 3,128,683        | 5,312,065        | 8,565,745          | 20,164,646        | 15,257,819        | 12,603,611        |
| Housing Bond            | TR    | -                | -                | -                | -                  | -                 | -                 | -                 |
| Financial Bill          | CDI   | 1,789,902        | 262,658          | 570,265          | 7,000,347          | 9,623,172         | 5,200,948         | 2,362,676         |
| <b>Total</b>            |       | <b>4,948,055</b> | <b>3,391,341</b> | <b>5,882,330</b> | <b>16,123,508</b>  | <b>30,345,234</b> | <b>21,077,544</b> | <b>15,562,964</b> |
| Current liabilities     |       |                  |                  |                  |                    | 14,221,726        | 12,966,352        | 7,637,654         |
| Non-current liabilities |       |                  |                  |                  |                    | 16,123,508        | 8,111,192         | 7,925,310         |

##### b) Expenses related to funds from notes

| PARENT/CONSOLIDATED |                  |                      |                      |
|---------------------|------------------|----------------------|----------------------|
| Description         | 2012             |                      | 2011                 |
|                     | 2nd quarter      | 1st six-month period | 1st six-month period |
| Housing Bonds       | (331,731)        | (676,246)            | (509,373)            |
| Mortgage Notes      | (27,250)         | (44,628)             | (44,417)             |
| Financial Bills     | (159,903)        | (309,554)            | (103,365)            |
| <b>Total</b>        | <b>(518,884)</b> | <b>(1,030,428)</b>   | <b>(657,155)</b>     |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 17 Local borrowings and onlendings - official institutions

| PARENT / CONSOLIDATED                                     |                    |                   |                   |
|---|--------------------|-------------------|-------------------|
| Description   | 6/30/2012          | 12/31/2011        | 6/30/2011         |
| <b>Local onlendings</b>                                   | <b>104,038,612</b> | <b>91,615,724</b> | <b>74,460,382</b> |
| FGTS  | 90,050,322         | 80,599,183        | 67,245,280        |
| National Bank for Economic and Social Development (BNDES) | 13,322,734         | 10,272,737        | 6,339,435         |
| National Treasury - Social Integration Program (PIS)      | 492,637            | 567,622           | 687,516           |
| Other institutions  | 172,919            | 176,182           | 188,151           |
| <b>Foreign borrowings</b>                                 | <b>3,746</b>       | <b>4,601</b>      | <b>193,020</b>    |
| From financial institutions abroad                        | 217                | -                 | 188,269           |
| Other credit facilities                                   | 3,529              | 4,601             | 4,751             |
| <b>Total</b>  | <b>104,042,358</b> | <b>91,620,325</b> | <b>74,653,402</b> |
| Current liabilities                                       | 1,379,461          | 810,500           | 878,284           |
| Non-current liabilities                                   | 102,662,897        | 90,809,825        | 73,775,118        |

#### (a) Local onlendings

These mainly comprise funds transferred by the FGTS for investments in infrastructure, urban development and housing loan operations. These obligations are adjusted for inflation based on the Referential Rate (TR) and an average interest rate of 6.17% per year. The average maturity of these operations is eight years.

#### (b) Foreign borrowings

At June 30, 2011, the balance of foreign borrowings mainly comprises new credit facilities obtained from foreign financial institutions settled in October 2011.

Other foreign borrowings incur interest of up to 3.00% per year and exchange variation of the currency in which they are denominated, mainly US dollars, with maturities up to 2013.

#### (c) Expenses with local onlendings - official institutions

| PARENT/CONSOLIDATED                                  |                    |                      |                      |
|--|--------------------|----------------------|----------------------|
| Description  | 2012               |                      | 2011                 |
|  | 2nd quarter        | 1st six-month period | 1st six-month period |
| FGTS   | (1,445,990)        | (2,974,063)          | (2,302,087)          |
| BNDES  | (245,150)          | (345,362)            | (209,338)            |
| National Treasury - Social Integration Program (PIS) | (9,400)            | (19,314)             | (20,709)             |
| Foreign borrowings                                   | (398)              | (629)                | -                    |
| Other institutions                                   | (9,226)            | (19,862)             | (24,733)             |
| <b>Total</b>   | <b>(1,710,164)</b> | <b>(3,359,229)</b>   | <b>(2,556,867)</b>   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 18 Other liabilities

##### (a) Analysis

| Description                                      | CAIXA             |                   |                   |
|--|-------------------|-------------------|-------------------|
|  | 2012              | 2011              |                   |
|  | June 30           | December 31       | June 30           |
| Collections of taxes and social contributions    | 1,050,198         | 207,391           | 686,842           |
| Foreign exchange portfolio (Note 9(c))           | 76,050            | 17,002            | 93,668            |
| Social and statutory obligations                 | 1,159,257         | 3,142,448         | 604,217           |
| Tax and social security obligations (Note 18(b)) | 1,794,042         | 1,450,221         | 1,178,266         |
| Negotiation and intermediation of securities     | 3,256             | 6,956             | 1,750             |
| Funds for specific purposes (Note 18(c))         | 6,110,964         | 6,389,023         | 5,052,443         |
| Subordinated debt (Note 18(d))                   | 11,837,606        | 8,550,802         | 5,276,936         |
| Hybrid capital and debt instruments (Note 18(e)) | 14,531,794        | 13,884,459        | 13,363,607        |
| Sundry (Note 18(f))                              | 29,690,878        | 27,560,003        | 26,873,038        |
| <b>Total</b>                                     | <b>66,254,045</b> | <b>61,208,305</b> | <b>53,130,767</b> |
| Current liabilities                              | 39,702,415        | 38,585,257        | 34,297,254        |
| Non-current liabilities                          | 26,551,630        | 22,623,048        | 18,833,513        |

| Description                                      | CAIXA CONSOLIDATED |                   |                   |
|--|--------------------|-------------------|-------------------|
|  | 2012               | 2011              |                   |
|  | June 30            | December 31       | June 30           |
| Collections of taxes and social contributions    | 1,050,198          | 207,391           | 686,842           |
| Foreign exchange portfolio (Note 9(c))           | 76,050             | 17,002            | 93,668            |
| Social and statutory obligations                 | 1,159,257          | 3,142,448         | 604,217           |
| Tax and social security obligations (Note 18(b)) | 1,915,707          | 1,534,012         | 1,280,401         |
| Negotiation and intermediation of securities     | 3,256              | 6,956             | 1,750             |
| Funds for specific purposes (Note 18(c))         | 6,110,964          | 6,389,023         | 5,052,443         |
| Subordinated debt (Note 18(d))                   | 11,837,606         | 8,550,802         | 5,276,936         |
| Hybrid capital and debt instruments (Note 18(e)) | 14,531,794         | 13,884,459        | 13,363,607        |
| Sundry (Note 18(f))                              | 29,690,977         | 27,560,027        | 26,873,414        |
| <b>Total</b>                                     | <b>66,375,809</b>  | <b>61,292,120</b> | <b>53,233,278</b> |
| Current liabilities                              | 39,824,179         | 38,669,072        | 34,399,765        |
| Non-current liabilities                          | 26,551,630         | 22,623,048        | 18,833,513        |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (b) Tax and social security obligations

| CAIXA   |                  |                  |                  |
|---|------------------|------------------|------------------|
| Description   | 2012             | 2011             |                  |
|   | June 30          | December 31      | June 30          |
| Taxes on salaries payable                                   | 298,347          | 274,903          | 241,726          |
| Taxes on services payable                                   | 192,616          | 149,783          | 181,951          |
| Taxes and contributions on profits payable                  | 257,386          | 246,040          | 105,783          |
| Income tax  | 86,952           | 74,309           | -                |
| Social contribution   | 37,930           | 34,981           | -                |
| Social Contribution on Revenues (COFINS)                    | 114,091          | 117,767          | 91,080           |
| Public Service Employee Savings Program (PASEP)             | 18,413           | 18,983           | 14,703           |
| Deferred taxes and contributions                            | 820,317          | 511,253          | 249,823          |
| Revaluation of buildings                                    | 182,230          | 187,787          | 192,970          |
| Adjustments to market value - trading securities            | 581,849          | 275,562          | -                |
| Adjustments to market value - available-for-sale securities | -                | -                | -                |
| Futures contracts   | -                | -                | 21,492           |
| Other   | 56,238           | 47,904           | 35,361           |
| Provision for tax risks (Note 30)                           | 225,376          | 268,242          | 398,983          |
| <b>Total</b>  | <b>1,794,042</b> | <b>1,450,221</b> | <b>1,178,266</b> |
| Current liabilities   | 1,611,812        | 1,262,434        | 985,296          |
| Non-current liabilities                                     | 182,230          | 187,787          | 192,970          |

| CAIXA CONSOLIDATED  |                  |                  |                  |
|---|------------------|------------------|------------------|
| Description   | 2012             | 2011             |                  |
|   | June 30          | December 31      | June 30          |
| Taxes on salaries payable                                   | 298,347          | 274,903          | 241,726          |
| Taxes on services payable                                   | 192,665          | 149,840          | 181,951          |
| Taxes and contributions on profits payable                  | 257,386          | 258,733          | 136,878          |
| Income tax  | 86,952           | 74,762           | 22,942           |
| Social contribution   | 37,930           | 40,677           | 8,144            |
| Social Contribution on Revenues (COFINS)                    | 114,091          | 123,144          | 91,087           |
| Public Service Employee Savings Program (PASEP)             | 18,413           | 20,150           | 14,705           |
| Deferred taxes and contributions                            | 941,933          | 582,294          | 320,863          |
| Revaluation of buildings                                    | 182,230          | 187,787          | 192,970          |
| Adjustments to market value - trading securities            | 581,849          | 291,947          | -                |
| Adjustments to market value - available-for-sale securities | 121,616          | 54,656           | 54,656           |
| Futures contracts   | -                | -                | 21,492           |
| Other   | 56,238           | 47,904           | 51,745           |
| Provision for tax risks (Note 30)                           | 225,376          | 268,242          | 398,983          |
| <b>Total</b>  | <b>1,915,707</b> | <b>1,534,012</b> | <b>1,280,401</b> |
| Current liabilities   | 1,733,477        | 1,346,225        | 1,087,431        |
| Non-current liabilities                                     | 182,230          | 187,787          | 192,970          |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c) Funds for specific purposes

These refer to obligations arising from lottery operations, resources from social funds and programs managed by CAIXA or special programs supported by the Federal Government or public entities administered by CAIXA.

| PARENT/CONSOLIDATED                                 |                  |                  |                  |
|---|------------------|------------------|------------------|
| Description   | 2012             | 2011             |                  |
|   | June 30          | December 31      | June 30          |
| Social funds and programs                           | 4,924,696        | 4,718,055        | 3,919,412        |
| FGTS  | 2,165,761        | 2,622,868        | 2,208,799        |
| "Minha Casa Minha Vida" (My House, My Life Program) | 1,927,368        | 1,457,089        | 1,007,551        |
| Housing Subsidy Program (PSH)                       | 320,037          | 335,825          | 330,809          |
| Income Transfer Programs                            | 351,504          | 203,440          | 267,349          |
| Other funds and programs                            | 160,026          | 98,833           | 104,904          |
| Financial and development funds                     | 632,543          | 945,469          | 690,182          |
| PIS   | 602,154          | 546,533          | 681,379          |
| Workers' Assistance Fund (FAT)                      | 28,986           | 397,537          | 7,468            |
| Social Security Fund (FINSOCIAL)                    | 1,403            | 1,399            | 1,335            |
| Lottery operations                                  | 553,725          | 725,499          | 442,849          |
| <b>Total</b>  | <b>6,110,964</b> | <b>6,389,023</b> | <b>5,052,443</b> |

#### (d) Subordinated debt eligible as capital

Part of the existing debt related to borrowing obligations of CAIXA with the Government Severance Indemnity Fund for Employees (FGTS) has been converted into subordinated debt, pursuant to CMN Resolution 2,837/01.

On October 11, 2005, the Brazilian Central Bank (BACEN) approved a transaction of R\$ 3,439,717. This debt will be repaid as from March 20, 2013. During the grace period, the total amount of the debt will be adjusted for inflation through the application of an adjustment coefficient identical to that used for the remuneration of restricted FGTS accounts plus interest capitalized on a monthly basis, calculated at the nominal rate of 6.125%, which corresponds to an effective interest rate of 6.3% per year.

In August 2011, BACEN approved a borrowing of R\$ 3,000,000. This debt will be repaid as from June 20, 2019. During the grace period, the total amount of the debt will be adjusted for inflation through the application of an adjustment coefficient identical to that used for the remuneration of restricted FGTS accounts plus interest capitalized on a monthly basis, calculated at the nominal rate of 5.837%, which corresponds to an effective interest rate of 5.996% per year.

In June 2012, BACEN approved another borrowing of R\$ 3,000,000. This debt will be repaid as from June 20, 2020. The total adjusted amount of the debt will bear interest capitalized on a monthly basis, calculated at the annual nominal rate of 4.967%, which corresponds to an effective interest rate of 5.082% per year.

At June 30, 2012, these transactions represent a debt balance of R\$ 11,837,606 (December 31, 2011 - R\$ 8,550,802 and June 30, 2011 - R\$ 5,276,936).

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (e) Hybrid capital and debt instruments

The Federal Government has been authorized, by means of Provisional Measure 347, of January 22, 2007, converted into Law 11,485/2007, to grant a loan to CAIXA of R\$ 5,200,000, under financial and contractual terms and conditions that allow the transaction to be classified as a hybrid capital and debt instrument, as defined by Resolution 3,444/2007 of the National Monetary Council (CMN), with a view to increasing its operating limits. The grant of the loan was formalized on May 24, 2007 through a loan agreement entered into between the Federal Government and CAIXA, and the loan was released on June 13, 2007. BACEN, through Deorf/Cofin Official Letter II 2007/5808, of July 2, 2007, authorized CAIXA to consider the funds contracted eligible as Tier II capital.

The debt does not have a maturity date. The debt balance is increased by interest paid annually in accordance with the terms and conditions of the agreement, at the annual average effective rate of the first stage (cash) of the auctions of series B Federal Treasury Notes, falling due on May 15, 2045, weighted by the number of these securities traded by the National Treasury in auctions held immediately prior to the release date of each installment, levied on the nominal adjusted amount of the debt, and price-level restatement calculated based on the variation of the Extended Consumer Price Index (IPCA).

On October 13, 2009, through Provisional Measure 470, a new loan agreement between CAIXA and the Federal Government was authorized, up to the limit of R\$ 6,000,000. As a result, R\$ 2,000,400 was released in the fourth quarter of 2009, and R\$ 3,999,599 in the first quarter of 2010. BACEN, through Deorf/Cofin Official Letter I 2009/10136, of November 13, 2009, authorized CAIXA to consider the funds borrowed eligible as Tier I capital, up to the regulatory limit, and the remaining portion as Tier II capital, in the capital and debt hybrid instrument category.

Analysis of the principal, monetary restatement and interest of the debt:

| PARENT / CONSOLIDATED                         |                   |                   |                   |
|---|-------------------|-------------------|-------------------|
| Description                                   | 2012              | 2011              |                   |
|   | June 30           | December 31       | June 30           |
| Provisional Measure (MP) 347/2007             | 5,200,000         | 5,200,000         | 5,200,000         |
| Monetary restatement and interest - MP 347/07 | 1,679,527         | 1,484,328         | 1,337,967         |
| Provisional Measure 470/2009                  | 5,999,999         | 5,999,999         | 5,999,999         |
| Monetary restatement and interest - MP 470/09 | 1,652,268         | 1,200,132         | 825,641           |
| <b>Total</b>                                  | <b>14,531,794</b> | <b>13,884,459</b> | <b>13,363,607</b> |

#### (f) Sundry

| CAIXA                                       |            |             |           |
|---|------------|-------------|-----------|
| Description                                 | 2012       | 2011        |           |
|   | June 30    | December 31 | June 30   |
| Accrued expenses (Note f.1)                 | 10,035,702 | 9,203,504   | 8,271,948 |
| Sundry creditors - Brazil (Note f.2)        | 7,737,086  | 7,433,144   | 6,346,332 |
| Provision for labor contingencies (Note 30) | 3,106,843  | 2,812,886   | 2,741,495 |
| Provision for civil contingencies (Note 30) | 3,597,387  | 3,582,717   | 3,650,854 |
| Provision for other contingencies (Note 30) | 42,558     | 41,671      | 864,251   |
| Housing loans to be released                | 4,102,821  | 3,619,426   | 3,488,922 |
| Funds linked to loan operations (1)         | 278,009    | 237,189     | 201,993   |
| Obligations related to agreements           | 409,555    | 415,460     | 321,013   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

|  |                   |                   |                   |
|--|-------------------|-------------------|-------------------|
| Contributions to the National Housing System (SFH) | 27,594            | 26,664            | 115,289           |
| FGTS funds for repayment                           | 171,530           | 123,859           | 110,502           |
| Payables to related parties                        | 180,510           | 59,760            | 760,350           |
| Sundry creditors - abroad                          | 1,284             | 3,723             | 89                |
| <b>Total</b>                                       | <b>29,690,879</b> | <b>27,560,003</b> | <b>26,873,038</b> |
| Current liabilities                                | 29,690,879        | 27,560,003        | 26,873,038        |

(1) Funds linked to loan operations: refer to funds allocated to blocked customer accounts, which are not transacted by these customers and are remunerated at the same rates charged to the respective transactions.

### CAIXA CONSOLIDATED

| Description  | 2012              | 2011              |                   |
|--|-------------------|-------------------|-------------------|
|  | June 30           | December 31       | June 30           |
| Accrued expenses (Note f.1)                        | 10,035,800        | 9,203,528         | 8,272,323         |
| Sundry creditors - Brazil (Note f.2)               | 7,737,086         | 7,433,144         | 6,346,332         |
| Provision for labor contingencies (Note 30)        | 3,106,843         | 2,812,886         | 2,741,495         |
| Provision for civil contingencies (Note 30)        | 3,597,387         | 3,582,717         | 3,650,854         |
| Provision for other contingencies (Note 30)        | 42,558            | 41,671            | 864,251           |
| Housing loans to be released                       | 4,102,821         | 3,619,426         | 3,488,922         |
| Funds linked to loan operations (1)                | 278,009           | 237,189           | 201,993           |
| Obligations related to agreements                  | 409,555           | 415,460           | 321,013           |
| Contributions to the National Housing System (SFH) | 27,594            | 26,664            | 115,289           |
| FGTS funds for repayment                           | 171,530           | 123,859           | 110,502           |
| Payables to related parties                        | 180,510           | 59,760            | 760,350           |
| Sundry creditors - abroad                          | 1,284             | 3,723             | 89                |
| <b>Total</b>                                       | <b>29,690,977</b> | <b>27,560,027</b> | <b>26,873,413</b> |
| Current liabilities                                | 29,690,977        | 27,560,027        | 26,873,414        |

(1) Funds linked to loan operations: refer to funds allocated to blocked customer accounts, which are not transacted by these customers and are remunerated at the same rates charged to the respective transactions.

### (f.1) Accrued expenses

| CAIXA                                       |                   |                  |                  |
|---|-------------------|------------------|------------------|
| Description                                 | 2012              | 2011             |                  |
|   | June 30           | December 31      | June 30          |
| Personnel expenses                          | 2,116,555         | 1,599,948        | 1,760,355        |
| Post-employment benefits - NPC 26 (Nota 32) | 6,464,918         | 6,328,531        | 6,090,402        |
| SAÚDE CAIXA                                 | 5,821,062         | 5,677,807        | 5,431,362        |
| Meal and food vouchers                      | 600,691           | 607,075          | 615,409          |
| PREVHAB                                     | 43,165            | 43,649           | 43,631           |
| Prepayment of housing loans                 | 968,470           | 835,880          | -                |
| Other payments                              | 485,759           | 439,145          | 421,191          |
| <b>Total</b>                                | <b>10,035,702</b> | <b>9,203,504</b> | <b>8,271,948</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| <b>CAIXA CONSOLIDATED</b>                   |                   |                  |                  |  |
|---|-------------------|------------------|------------------|--|
| Description                                 | 2012              |                  | 2011             |  |
|   | June 30           | December 31      | June 30          |  |
| Personnel expenses                          | 2,116,653         | 1,599,972        | 1,760,730        |  |
| Post-employment benefits - NPC 26 (Note 32) | 6,464,918         | 6,328,531        | 6,090,402        |  |
| SAÚDE CAIXA                                 | 5,821,062         | 5,677,807        | 5,431,362        |  |
| Meal and food vouchers                      | 600,691           | 607,075          | 615,409          |  |
| PREVHAB                                     | 43,165            | 43,649           | 43,631           |  |
| Prepayment of housing loans                 | 968,470           | 835,880          | -                |  |
| Other payments                              | 485,759           | 439,145          | 421,191          |  |
| <b>Total</b>                                | <b>10,035,800</b> | <b>9,203,528</b> | <b>8,272,323</b> |  |

### (f.2) Sundry creditors - Brazil

| <b>PARENT / CONSOLIDATED</b>                      |                  |                  |                  |  |
|---|------------------|------------------|------------------|--|
| Description                                       | 2012             |                  | 2011             |  |
|   | June 30          | December 31      | June 30          |  |
| Credit cards                                      | 3,435,943        | 3,253,801        | 2,621,970        |  |
| Asset Management Company (EMGEA) (2)              | 257,472          | 256,408          | 520,630          |  |
| Suppliers   | 566,832          | 631,395          | 462,208          |  |
| Acquisition of payrolls - amounts pending release | 520,749          | 744,989          | 420,093          |  |
| Commercial loans - onlendings                     | 386,141          | 249,648          | 137,344          |  |
| Housing loans - onlendings                        | 587,638          | 606,034          | 401,764          |  |
| Federal Government obligations - onlendings       | 33,883           | 32,509           | 31,056           |  |
| Other creditors - simplified savings              | 499,957          | 499,983          | 500,030          |  |
| Accounts payable                                  | 81,908           | 56,842           | 63,500           |  |
| Loan Guarantee Fund (FGC)                         | 30,703           | 28,135           | 25,499           |  |
| Amounts to be refunded - pledge                   | 135,310          | 127,283          | 116,822          |  |
| Unearned amounts (3)                              | 1,002,118        | 787,866          | 890,561          |  |
| Other sundry creditors                            | 198,432          | 158,251          | 154,855          |  |
| <b>Total</b>                                      | <b>7,737,086</b> | <b>7,433,144</b> | <b>6,346,332</b> |  |

(1) Reclassification of the item "Receivables acquired", disclosed in the financial statements at December 31, 2011, to "EMGEA" - R\$ 184,500, "Unearned amounts" - R\$ 193,499 and "Other sundry creditors" - R\$ 48,624.

(2) Asset Management Company (EMGEA): these refer to financial amounts and contracts received by EMGEA on behalf of CAIXA.

(3) Amounts related to liabilities of the same nature as indicated in Note 9(b).

## Note - 19 Equity

### (a) Share capital

Decree 6473 issued by the Federal Government on June 5, 2008, which approved the bylaws of CAIXA, in its article 7, set the Bank's Capital at R\$ 9,292,000, exclusively paid up by the Federal Government.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

The changes in share capital can be summarized as follows:

| Changes in share capital  |                   |
|---|-------------------|
| Description   | Capital           |
| <b>Balance at December 31, 2010</b>                                   | 12,473,724        |
| Increase with PETROBRAS common shares - Decree 7,439 of 02/16/2011    | 287,256           |
| Increase with PETROBRAS preferred shares – Decree 7,439 of 02/16/2011 | 1,702,155         |
| Increase with ELETROBRÁS common shares – Decree 7,439 of 02/16/2011   | 210,589           |
| Increase with PETROBRAS common shares – Decree 7,653 of 12/23/2011    | 481,078           |
| <b>Balance at June 30, 2012</b>                                       | <b>15,154,802</b> |

### (b) Compliance with the levels required by Resolution 2,099/94 (Basel Accord)

Pursuant to CMN Resolution 2,099/1994 and subsequent regulations, which establish the minimum levels of reference equity for financial institutions, based on the volume of their operations, CAIXA presents a ratio of 12.91% (Note 33(b)), whereas the minimum ratio required in Brazil is 11%.

### (c) Revaluation and revenue reserves

The revenue reserves are formed by the legal reserve, calculated at 5% of annual net income, the lottery reserve and the operating margin reserve.

| PARENT/CONSOLIDATED            |           |             |           |
|--------------------------------|-----------|-------------|-----------|
| Description                    | 2012      | 2011        |           |
|                                | June 30   | December 31 | June 30   |
| Revaluation reserves           | 458,274   | 464,595     | 471,959   |
| Revenue reserves               | 4,459,454 | 4,079,781   | 1,944,114 |
| Legal reserve                  | 1,508,342 | 1,366,024   | 1,220,613 |
| Statutory reserves - lotteries | 644,551   | 407,196     | 180,675   |
| Operating margin reserve       | 2,306,561 | 2,306,561   | 542,826   |

### Note - 20 Corporate Income Tax (IRPJ) and Social Contribution on Net Income (CSLL)

#### (a) Tax Credits

The main amounts classified under "Tax credits" are:

- CSLL credits referring to calculation periods ended up to December 1998, calculated at the rate of 18%, based on article 8 of Provisional Measure 2,158-35/2001;
- IRPJ credits arising from tax losses and temporary differences, at the rate of 25%; these credits can be carried forward indefinitely;
- CSLL credits arising from tax losses and temporary differences calculated as from 1999, at the rate of 15%; and

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

- Public Service Employee Savings Program (PASEP) and Social Contribution on Revenues (COFINS) credits arising from temporary differences resulting from the adjustment of securities transactions to market value.

| CAIXA  |                   |                  |                   |                   |                  |                   |                   |
|--|-------------------|------------------|-------------------|-------------------|------------------|-------------------|-------------------|
| Description  | June 30, 2012     |                  |                   | December 31, 2011 |                  |                   | June 30, 2011     |
|  | IRPJ              | CSLL             | Total             | IRPJ              | CSLL             | Total             | Total             |
| Allowance for loan losses                                | 5,025,764         | 2,880,908        | 7,906,672         | 4,521,981         | 2,578,219        | 7,100,200         | 5,875,045         |
| Provision - SFH  | 755,230           | 453,138          | 1,208,368         | 739,125           | 443,475          | 1,182,600         | 1,170,411         |
| Provision for contingencies                              | 1,741,513         | 1,044,907        | 2,786,420         | 1,674,887         | 1,004,932        | 2,679,819         | 2,790,229         |
| Other  | 945,538           | 497,259          | 1,442,797         | 898,907           | 439,891          | 1,338,798         | 1,406,366         |
| Provision for SAÚDE CAIXA - NPC 26                       | 1,455,266         | 873,159          | 2,328,425         | 1,419,452         | 851,671          | 2,271,123         | 2,172,544         |
| Adjustment to market value - expense                     | 238,802           | 143,282          | 382,084           | 168,367           | 101,020          | 269,387           | 160,963           |
| Adjustment to market value - equity (available for sale) | 208,651           | 125,190          | 333,841           | 131,921           | 79,153           | 211,074           | 74,258            |
| <b>Subtotal of temporary differences</b>                 | <b>10,370,764</b> | <b>6,017,843</b> | <b>16,388,607</b> | <b>9,554,640</b>  | <b>5,498,361</b> | <b>15,053,001</b> | <b>13,649,816</b> |
| Tax losses   | 2,973,570         | -                | 2,973,570         | 2,973,570         | -                | 2,973,570         | 2,973,570         |
| Cumulative reductions                                    | (987,188)         | -                | (987,188)         | (862,070)         | -                | (862,070)         | (765,375)         |
| CSLL losses up to 2000                                   | -                 | 701,139          | 701,139           | -                 | 701,139          | 701,139           | 701,139           |
| Cumulative reductions                                    | -                 | (453,777)        | (453,777)         | -                 | (378,821)        | (378,821)         | (320,901)         |
| Credit at 18% - 1998                                     | -                 | 624,515          | 624,515           | -                 | 624,515          | 624,515           | 624,515           |
| Cumulative reductions                                    | -                 | (317,644)        | (317,644)         | -                 | (265,175)        | (265,175)         | (224,631)         |
| <b>Total tax credits</b>                                 | <b>12,357,146</b> | <b>6,572,076</b> | <b>18,929,222</b> | <b>11,666,140</b> | <b>6,180,019</b> | <b>17,846,159</b> | <b>16,638,133</b> |

| CAIXA  |               |               |               |                   |               |               |               |
|--|---------------|---------------|---------------|-------------------|---------------|---------------|---------------|
| Description  | June 30, 2012 |               |               | December 31, 2011 |               |               | June 30, 2011 |
|  | PASEP         | COFINS        | Total         | PASEP             | COFINS        | Total         | Total         |
| Adjustment to market value - expense                     | 4,567         | 28,100        | 32,667        | 2,345             | 14,426        | 16,771        | 4,127         |
| Adjustment to market value - equity (available for sale) | 5,689         | 35,012        | 40,701        | 3,597             | 22,137        | 25,734        | 9,054         |
| <b>Total tax credits</b>                                 | <b>10,256</b> | <b>63,112</b> | <b>73,368</b> | <b>5,942</b>      | <b>36,563</b> | <b>42,505</b> | <b>13,181</b> |

| CAIXA CONSOLIDATED          |               |           |           |                   |           |           |               |
|-----------------------------|---------------|-----------|-----------|-------------------|-----------|-----------|---------------|
| Description                 | June 30, 2012 |           |           | December 31, 2011 |           |           | June 30, 2011 |
|                             | IRPJ          | CSLL      | Total     | IRPJ              | CSLL      | Total     | Total         |
| Allowance for loan losses   | 5,025,764     | 2,880,908 | 7,906,672 | 4,521,981         | 2,578,219 | 7,100,200 | 5,875,045     |
| Provision - SFH             | 755,230       | 453,138   | 1,208,368 | 739,125           | 443,475   | 1,182,600 | 1,170,411     |
| Provision for contingencies | 1,741,513     | 1,044,907 | 2,786,420 | 1,674,887         | 1,004,932 | 2,679,819 | 2,790,229     |
| Other                       | 945,543       | 497,260   | 1,442,803 | 898,907           | 439,892   | 1,338,799 | 1,406,376     |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| CAIXA CONSOLIDATED                                       |                   |                  |                   |                   |                  |                   |                   |
|--|-------------------|------------------|-------------------|-------------------|------------------|-------------------|-------------------|
| Description  | June 30, 2012     |                  |                   | December 31, 2011 |                  |                   | June 30, 2011     |
|  | IRPJ              | CSLL             | Total             | IRPJ              | CSLL             | Total             | Total             |
| Provision for SAÚDE CAIXA - NPC 26                       | 1,455,266         | 873,159          | 2,328,425         | 1,419,452         | 851,671          | 2,271,123         | 2,172,544         |
| Adjustment to market value - expense                     | 238,802           | 143,282          | 382,084           | 168,367           | 101,020          | 269,387           | 160,963           |
| Adjustment to market value - equity (available for sale) | 208,651           | 125,190          | 333,841           | 131,922           | 79,153           | 211,075           | 74,258            |
| <b>Subtotal of temporary differences</b>                 | <b>10,370,769</b> | <b>6,017,844</b> | <b>16,388,613</b> | <b>9,554,641</b>  | <b>5,498,362</b> | <b>15,053,003</b> | <b>13,649,826</b> |
| Tax losses   | 2,973,570         | -                | 2,973,570         | 2,973,570         | -                | 2,973,570         | 2,973,570         |
| Cumulative reductions                                    | (987,188)         | -                | (987,188)         | (862,070)         | -                | (862,070)         | (765,375)         |
| CSLL losses up to 2000                                   | -                 | 701,139          | 701,139           | -                 | 701,139          | 701,139           | 701,139           |
| Cumulative reductions                                    | -                 | (453,777)        | (453,777)         | -                 | (378,821)        | (378,821)         | (320,901)         |
| Credit at 18% - 1998                                     | -                 | 624,515          | 624,515           | -                 | 624,515          | 624,515           | 624,515           |
| Cumulative reductions                                    | -                 | (317,644)        | (317,644)         | -                 | (265,175)        | (265,175)         | (224,631)         |
| <b>Total tax credits</b>                                 | <b>12,357,151</b> | <b>6,572,077</b> | <b>18,929,228</b> | <b>11,666,141</b> | <b>6,180,020</b> | <b>17,846,161</b> | <b>16,638,143</b> |

| CAIXA CONSOLIDATED                                       |               |               |               |                   |               |               |               |
|--|---------------|---------------|---------------|-------------------|---------------|---------------|---------------|
| Description  | June 30, 2012 |               |               | December 31, 2011 |               |               | June 30, 2011 |
|  | PASEP         | COFINS        | Total         | PASEP             | COFINS        | Total         | Total         |
| Adjustment to market value - expense                     | 4,567         | 28,100        | 32,667        | 2,345             | 14,426        | 16,771        | 4,127         |
| Adjustment to market value - equity (available for sale) | 5,689         | 35,012        | 40,701        | 3,597             | 22,137        | 25,734        | 9,054         |
| <b>Total tax credits</b>                                 | <b>10,256</b> | <b>63,112</b> | <b>73,368</b> | <b>5,942</b>      | <b>36,563</b> | <b>42,505</b> | <b>13,181</b> |

CAIXA carried out a technical study about the expected realization of tax credits in ten years. The realization of tax credits in the second six-month period of 2012 represented 133% of the estimate made in 2011.

| BOOK VALUE                   |                   |                                  |                      |                      |                   |
|------------------------------|-------------------|----------------------------------|----------------------|----------------------|-------------------|
| Year of realization          | Income tax losses | Social contribution losses - 15% | Credit at 18% - 1998 | Temporary difference | TOTAL             |
| 2nd six-month period of 2012 | 20,104            | 12,062                           | 8,444                | 3,198,310            | 3,238,920         |
| 2013                         | 66,751            | 40,050                           | 28,035               | 3,914,274            | 4,049,110         |
| 2014                         | 77,829            | 46,698                           | 32,688               | 3,118,653            | 3,275,868         |
| 2015                         | 91,586            | 54,951                           | 38,466               | 394,095              | 579,098           |
| 2016                         | 106,106           | 63,664                           | 44,565               | 396,166              | 610,501           |
| 2017                         | 119,248           | 29,937                           | 50,084               | 396,594              | 595,863           |
| 2018 to 2022                 | 930,780           | -                                | 104,589              | 1,407,665            | 2,443,034         |
| <b>TOTAL</b>                 | <b>1,412,404</b>  | <b>247,362</b>                   | <b>306,871</b>       | <b>12,825,757</b>    | <b>14,792,394</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| PRESENT VALUE                |                   |                                  |                      |                      |                   |
|------------------------------|-------------------|----------------------------------|----------------------|----------------------|-------------------|
| Year of realization          | Income tax losses | Social contribution losses - 15% | Credit at 18% - 1998 | Temporary difference | TOTAL             |
| 2nd six-month period of 2012 | 19,893            | 11,936                           | 8,355                | 3,164,669            | 3,204,853         |
| 2013                         | 62,076            | 37,245                           | 26,072               | 3,640,135            | 3,765,528         |
| 2014                         | 67,897            | 40,738                           | 28,517               | 2,720,671            | 2,857,823         |
| 2015                         | 74,811            | 44,887                           | 31,421               | 321,913              | 473,032           |
| 2016                         | 81,153            | 48,692                           | 34,084               | 303,000              | 466,929           |
| 2017                         | 85,318            | 21,419                           | 35,833               | 283,749              | 426,319           |
| 2018 to 2022                 | 581,932           | -                                | 72,615               | 924,457              | 1,579,004         |
| <b>TOTAL</b>                 | <b>973,080</b>    | <b>204,917</b>                   | <b>236,897</b>       | <b>11,358,594</b>    | <b>12,773,488</b> |

### (b) Changes in tax credits

| CAIXA  |                   |                    |                   |
|--|-------------------|--------------------|-------------------|
| Description  | Gross amount      | Provision          | Total             |
| <b>Balance at December 31, 2011</b>                              | <b>17,888,664</b> | <b>(4,277,367)</b> | <b>13,611,297</b> |
| Temporary differences recognized in the period                   | 1,169,454         | -                  | 1,169,454         |
| Reversal of provision  | (67,172)          | 67,172             | -                 |
| PASEP/COFINS credits recorded                                    | 15,896            | -                  | 15,896            |
| Tax credits on available-for-sale securities                     | 137,735           | -                  | 137,735           |
| Realization of IRPJ tax credits                                  | (125,118)         | -                  | (125,118)         |
| Realization of CSLL tax credits                                  | (74,955)          | -                  | (74,955)          |
| Tax credits written off - 2002 - Provisional Measure 2,158-35/01 | (52,469)          | -                  | (52,469)          |
| Tax loss carryforwards recognized                                | 110,555           | -                  | 110,555           |
| <b>Balance at June 30, 2012</b>                                  | <b>19,002,590</b> | <b>(4,210,195)</b> | <b>14,792,395</b> |

| CAIXA CONSOLIDATED   |                   |                    |                   |
|--|-------------------|--------------------|-------------------|
| Description  | Gross amount      | Provision          | Total             |
| <b>Balance at December 31, 2011</b>                              | <b>17,888,666</b> | <b>(4,277,367)</b> | <b>13,611,299</b> |
| Temporary differences recognized in the period                   | 1,169,458         | -                  | 1,169,458         |
| Reversal of provision  | (67,172)          | 67,172             | -                 |
| PASEP/COFINS credits recorded                                    | 15,896            | -                  | 15,896            |
| Tax credits on available-for-sale securities                     | 137,735           | -                  | 137,735           |
| Realization of IRPJ tax credits                                  | (125,118)         | -                  | (125,118)         |
| Realization of CSLL tax credits                                  | (74,955)          | -                  | (74,955)          |
| Tax credits written off - 2002 - Provisional Measure 2,158-35/01 | (52,469)          | -                  | (52,469)          |
| Tax loss carryforwards recognized                                | 110,555           | -                  | 110,555           |
| <b>At June 30, 2012</b>  | <b>19,002,596</b> | <b>(4,210,195)</b> | <b>14,792,401</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c) IRPJ and CSLL calculation

| Description                                     | CAIXA          |               |                      |                |                      |                |
|---|----------------|---------------|----------------------|----------------|----------------------|----------------|
|   | 2012           |               |                      |                | 2011                 |                |
|   | 2nd quarter    |               | 1st six-month period |                | 1st six-month period |                |
|   | IRPJ           | CSLL          | IRPJ                 | CSLL           | IRPJ                 | CSLL           |
| Current   | (226,475)      | (98,312)      | (275,815)            | (120,622)      | (67,559)             | (30,614)       |
| Deferred  | 458,975        | 166,154       | 527,278              | 227,187        | 394,293              | 259,303        |
| Deferred tax liabilities                        | (107,627)      | (64,576)      | (170,627)            | (102,376)      | (3,875)              | (2,325)        |
| - Arising from marking to market                | (107,627)      | (64,576)      | (170,627)            | (102,376)      | (3,875)              | (2,325)        |
| Deferred tax assets                             | 566,602        | 230,730       | 697,905              | 329,563        | 398,168              | 261,628        |
| - Temporary differences                         | 557,416        | 333,998       | 712,467              | 456,987        | 431,554              | 295,608        |
| - Income tax and social contribution losses     | 9,186          | (60,746)      | (14,562)             | (74,955)       | (33,386)             | (19,988)       |
| - CSLL at the rate of 18%                       | -              | (42,522)      | -                    | (52,469)       | -                    | (13,992)       |
| <b>Total income tax and social contribution</b> | <b>232,500</b> | <b>67,842</b> | <b>251,463</b>       | <b>106,565</b> | <b>326,734</b>       | <b>228,689</b> |

| Description                               | CAIXA          |               |                      |                |                      |                |
|---|----------------|---------------|----------------------|----------------|----------------------|----------------|
|   | 2012           |               |                      |                | 2011                 |                |
|   | 2nd quarter    |               | 1st six-month period |                | 1st six-month period |                |
|   | IRPJ           | CSLL          | IRPJ                 | CSLL           | IRPJ                 | CSLL           |
| Profit before taxation and profit sharing | 1,491,682      | 1,491,682     | 2,781,746            | 2,781,746      | 1,826,089            | 1,826,089      |
| Total IRPJ (25%) and CSLL (15%)           | (372,915)      | (223,752)     | (695,425)            | (417,262)      | (456,510)            | (273,913)      |
| Tax effects of additions and exclusions   | (60,848)       | (36,260)      | 67,005               | 40,587         | 211,229              | 126,882        |
| Interest on capital                       | 68,388         | 41,033        | 138,016              | 82,810         | 107,205              | 64,323         |
| Employee profit sharing                   | 27,483         | 16,490        | 73,357               | 44,014         | 26,801               | 16,081         |
| Deferred tax assets - IRPJ and CSLL       | 101,369        | 103,269       | 125,118              | 127,424        | 33,386               | 33,980         |
| Tax incentives                            | 8,535          | -             | 13,105               | -              | 6,942                | -              |
| Revaluation reserve                       | 1,513          | 908           | 3,009                | 1,805          | 3,388                | 2,033          |
| Current expense                           | (226,475)      | (98,312)      | (275,815)            | (120,622)      | (67,559)             | (30,614)       |
| Deferred expense/marketing to market      | (107,627)      | (64,576)      | (170,627)            | (102,376)      | (3,875)              | (2,325)        |
| Deferred IRPJ and CSLL tax assets         | 566,602        | 230,730       | 697,905              | 329,563        | 398,168              | 261,628        |
| <b>IRPJ and CSLL for the period</b>       | <b>232,500</b> | <b>67,842</b> | <b>251,463</b>       | <b>106,565</b> | <b>326,734</b>       | <b>228,689</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| CAIXA CONSOLIDATED                              |                |               |                      |                |                      |                |
|---|----------------|---------------|----------------------|----------------|----------------------|----------------|
| Description                                     | 2012           |               |                      |                | 2011                 |                |
|   | 2nd quarter    |               | 1st six-month period |                | 1st six-month period |                |
|   | IRPJ           | CSLL          | IRPJ                 | CSLL           | IRPJ                 | CSLL           |
| Current   | (226,659)      | (98,379)      | (278,566)            | (121,615)      | (90,172)             | (38,758)       |
| Deferred  | 458,976        | 166,154       | 527,282              | 227,188        | 394,294              | 259,304        |
| Deferred tax liabilities                        | (107,626)      | (64,576)      | (170,626)            | (102,376)      | (3,875)              | (2,325)        |
| - Arising from marking to market                | (107,626)      | (64,576)      | (170,626)            | (102,376)      | (3,875)              | (2,325)        |
| Deferred tax assets                             | 566,602        | 230,730       | 697,908              | 329,564        | 398,169              | 261,629        |
| - Temporary differences                         | 557,416        | 333,998       | 712,470              | 456,988        | 431,555              | 295,609        |
| - Income tax and social contribution losses     | 9,186          | (60,746)      | (14,562)             | (74,955)       | (33,386)             | (19,988)       |
| - CSLL at the rate of 18%                       | -              | (42,522)      | -                    | (52,469)       | -                    | (13,992)       |
| <b>Total income tax and social contribution</b> | <b>232,317</b> | <b>67,775</b> | <b>248,716</b>       | <b>105,573</b> | <b>304,122</b>       | <b>220,546</b> |

| CAIXA CONSOLIDATED                        |                  |                 |                      |                  |                      |                |
|---|------------------|-----------------|----------------------|------------------|----------------------|----------------|
| Description                               | 2012             |                 |                      |                  | 2011                 |                |
|   | 2nd quarter      |                 | 1st six-month period |                  | 1st six-month period |                |
|   | IRPJ             | CSLL            | IRPJ                 | CSLL             | IRPJ                 | CSLL           |
| Profit before taxation and profit sharing | 1,491,932        | 1,491,932       | 2,785,485            | 2,785,485        | 1,856,844            | 1,856,844      |
| Total IRPJ (25%) and CSLL (15%)           | (372,977)        | (223,790)       | (696,359)            | (417,823)        | (464,199)            | (278,527)      |
| Tax effects of additions and exclusions   | (45,245)         | (25,766)        | 67,005               | 40,588           | 189,458              | 112,395        |
| Interest on capital                       | 68,388           | 41,033          | 138,016              | 82,810           | 107,205              | 64,323         |
| Employee profit sharing                   | 27,483           | 16,490          | 73,357               | 44,014           | 26,801               | 16,081         |
| Deferred tax assets - IRPJ and CSLL       | 101,369          | 103,269         | 125,118              | 127,424          | 33,386               | 33,980         |
| Tax incentives                            | 8,535            | -               | 13,105               | -                | 6,942                | -              |
| Revaluation reserve                       | 1,513            | 908             | 3,009                | 1,805            | 3,388                | 2,033          |
| Current expense                           | 34,845           | 20,907          | 58,114               | 34,868           | 19,465               | 11,679         |
| Deferred expense/marketing to market      | (50,570)         | (31,430)        | (59,931)             | (35,301)         | (12,618)             | (722)          |
| Deferred IRPJ and CSLL tax assets         | (226,659)        | (98,379)        | (278,566)            | (121,615)        | (90,172)             | (38,758)       |
| <b>IRPJ and CSLL for the period</b>       | <b>(107,626)</b> | <b>(64,576)</b> | <b>(170,626)</b>     | <b>(102,376)</b> | <b>(3,875)</b>       | <b>(2,325)</b> |
| Deferred IRPJ and CSLL tax assets         | 566,602          | 230,730         | 697,908              | 329,564          | 398,169              | 261,629        |
| <b>IRPJ and CSLL for the period</b>       | <b>232,317</b>   | <b>67,775</b>   | <b>248,716</b>       | <b>105,573</b>   | <b>304,122</b>       | <b>220,546</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 21 Income from financial intermediation

| PARENT / CONSOLIDATED                                      |                   |                      |                      |
|--|-------------------|----------------------|----------------------|
| Description  | 2012              |                      | 2011                 |
|  | 2nd quarter       | 1st six-month period | 1st six-month period |
| Income from loan operations                                | 8,370,286         | 16,537,613           | 12,688,242           |
| Repurchase agreements                                      | 1,294,934         | 2,865,084            | 2,319,946            |
| Financial assets held for trading                          | 1,965,490         | 3,570,423            | 1,937,285            |
| Available-for-sale financial assets                        | 127,455           | 225,889              | 68,016               |
| Financial assets held to maturity                          | 1,527,486         | 3,083,443            | 4,119,084            |
| Result from derivative financial instruments               | (546,893)         | (904,021)            | (36,825)             |
| Compulsory deposits with the Brazilian Central Bank        | 1,107,762         | 2,316,654            | 2,256,355            |
| Restricted deposits with the National Housing System (SFH) | 326,391           | 705,678              | 1,064,367            |
| Foreign exchange gains                                     | 8,166             | 9,522                | 500                  |
| Other  | 78,065            | 142,820              | 9,476                |
| <b>Total</b>   | <b>14,259,142</b> | <b>28,553,105</b>    | <b>24,426,446</b>    |

#### Note - 22 Expenses with financial intermediation

| CAIXA   |                     |                      |                      |
|---|---------------------|----------------------|----------------------|
| Description   | 2012                |                      | 2011                 |
|   | 2nd quarter         | 1st six-month period | 1st six-month period |
| Operations with customers                           | (4,302,195)         | (8,772,683)          | (7,874,297)          |
| Operations with financial institutions              | (156,948)           | (283,306)            | (147,957)            |
| Repurchase agreements                               | (1,906,807)         | (3,876,330)          | (3,201,914)          |
| Borrowings, assignments and onlendings              | (1,710,164)         | (3,359,229)          | (2,556,867)          |
| Special deposits and deposits of funds and programs | (228,104)           | (443,040)            | (441,006)            |
| Allowance for loan losses                           | (3,814,256)         | (5,511,420)          | (3,322,575)          |
| Reversal of allowance for loan losses               | 1,860,426           | 1,876,424            | 346,751              |
| <b>Total</b>  | <b>(10,258,048)</b> | <b>(20,369,584)</b>  | <b>(17,197,865)</b>  |

| CAIXA CONSOLIDATED                                  |                     |                      |                      |
|---|---------------------|----------------------|----------------------|
| Description   | 2012                |                      | 2011                 |
|   | 2nd quarter         | 1st six-month period | 1st six-month period |
| Operations with customers                           | (4,301,698)         | (8,771,745)          | (7,873,661)          |
| Operations with financial institutions              | (156,948)           | (283,306)            | (147,957)            |
| Repurchase agreements                               | (1,900,300)         | (3,855,745)          | (3,155,824)          |
| Borrowings, assignments and onlendings              | (1,710,164)         | (3,359,229)          | (2,556,867)          |
| Special deposits and deposits of funds and programs | (228,104)           | (443,040)            | (441,006)            |
| Allowance for loan losses                           | (3,814,256)         | (5,511,420)          | (3,322,575)          |
| Reversal of allowance for loan losses               | 1,860,426           | 1,876,424            | 346,751              |
| <b>Total</b>  | <b>(10,251,044)</b> | <b>(20,348,061)</b>  | <b>(17,151,139)</b>  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 23 Revenues from services and banking fees

| PARENT / CONSOLIDATED                                      |                  |                      |                      |
|--|------------------|----------------------|----------------------|
| Description  | 2012             |                      | 2011                 |
|  | 2nd quarter      | 1st six-month period | 1st six-month period |
| Administration of FGTS                                     | 782,750          | 1,543,676            | 1,695,629            |
| Administration of FCVS                                     | 21,889           | 46,040               | 35,863               |
| Administration of PIS                                      | 8,418            | 17,213               | 17,546               |
| Administration of lotteries                                | 232,264          | 504,629              | 439,126              |
| Administration of FIES                                     | 38,497           | 74,102               | 50,953               |
| Administration of FAR                                      | 1,364            | 1,879                | 1,687                |
| Unemployment insurance                                     | 15,052           | 29,775               | 28,473               |
| General Federal Government Budget (OGU)                    | 10,242           | 34,720               | 51,398               |
| Family allowance   | 68,534           | 135,928              | 137,073              |
| INSS - Collection and payment fees                         | 13,935           | 28,393               | 28,962               |
| Management of investment funds                             | 240,849          | 485,486              | 439,100              |
| Agreement fees (1)   | 522,672          | 1,000,509            | 884,260              |
| Current account maintenance fees                           | 35,305           | 73,097               | 52,380               |
| Credit origination fee (TAC)                               | 101,807          | 157,919              | 228,918              |
| Credit cards   | 231,040          | 429,663              | 409,638              |
| Collection of bills  | 131,553          | 259,626              | 236,122              |
| EMGEA - Administration of contracts                        | 50,873           | 101,895              | 109,189              |
| Risk rate - financial agent                                | 122,157          | 207,723              | 139,227              |
| FGTS Letter of Credit (CCFGTS)                             | 47,440           | 96,547               | 111,222              |
| CCFGTS - Minha Casa Minha Vida (My House, My Life Program) | 3,633            | 7,305                | 88,216               |
| CONSTRUCARD CAIXA  | 5,923            | 16,567               | 39,835               |
| Income from housing loan services                          | 89,032           | 171,839              | 112,182              |
| Income from services rendered to related parties           | 151,190          | 276,440              | 212,752              |
| Other services (1)   | 50,524           | 68,060               | 19,034               |
| <b>Subtotal</b>  | <b>2,976,943</b> | <b>5,769,031</b>     | <b>5,568,785</b>     |

| Description  | 2012             |                      | 2011                 |
|--|------------------|----------------------|----------------------|
|  | 2nd quarter      | 1st six-month period | 1st six-month period |
| <b>Subtotal - revenues from banking fees</b>         | <b>564,907</b>   | <b>1,080,237</b>     | <b>567,395</b>       |
| Individuals  | 517,894          | 993,883              | 483,820              |
| Legal entities                                       | 47,013           | 86,354               | 83,575               |
| <b>Total revenues from services and banking fees</b> | <b>3,541,850</b> | <b>6,849,267</b>     | <b>6,136,180</b>     |

(1) The items included in this note have been reclassified, resulting in adjustments to the amounts disclosed in 2011, mainly with respect to "Agreement fees" and "Other services".

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 24 Personnel expenses

| Description           | CAIXA              |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|-----------------------|--------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|                       | 2012               |                      | 2011                 | 2012               |                      | 2011                 |
|                       | 2nd quarter        | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| Salaries              | (2,348,629)        | (4,621,855)          | (4,219,434)          | (2,053,867)        | (4,030,025)          | (3,585,121)          |
| Salaries and benefits | (1,887,167)        | (3,758,638)          | (3,306,302)          | (1,887,718)        | (3,759,189)          | (3,306,766)          |
| Labor indemnities     | (166,150)          | (270,836)            | (278,355)            | (166,149)          | (270,836)            | (278,355)            |
| Benefits              | (295,312)          | (592,381)            | (634,777)            | (295,312)          | (592,381)            | (634,777)            |
| Social charges        | (821,378)          | (1,517,342)          | (1,318,674)          | (774,842)          | (1,517,508)          | (1,318,819)          |
| FGTS                  | (145,374)          | (286,796)            | (252,016)            | (145,403)          | (286,826)            | (252,048)            |
| Social security       | (450,942)          | (878,005)            | (775,400)            | (451,038)          | (878,101)            | (775,502)            |
| Private pension       | (135,211)          | (267,550)            | (217,504)            | (135,239)          | (267,578)            | (217,515)            |
| Other charges         | (43,150)           | (84,991)             | (73,754)             | (43,162)           | (85,003)             | (73,754)             |
| <b>Other</b>          | (46,701)           | (78,799)             | (74,544)             | (46,397)           | (78,836)             | (74,549)             |
| <b>Total</b>          | <b>(3,170,007)</b> | <b>(6,217,996)</b>   | <b>(5,612,652)</b>   | <b>(3,170,418)</b> | <b>(6,218,750)</b>   | <b>(5,613,266)</b>   |

#### Note - 25 Other administrative expenses

| Description                        | CAIXA              |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|------------------------------------|--------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|                                    | 2012               |                      | 2011                 | 2012               |                      | 2011                 |
|                                    | 2nd quarter        | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| Communications                     | (165,022)          | (321,567)            | (257,576)            | (165,022)          | (321,567)            | (257,576)            |
| Maintenance and repair of assets   | (212,850)          | (413,074)            | (394,928)            | (212,850)          | (413,074)            | (394,928)            |
| Water and electricity              | (74,654)           | (143,843)            | (125,027)            | (74,654)           | (143,843)            | (125,027)            |
| Rentals and leases                 | (207,781)          | (442,193)            | (353,859)            | (207,781)          | (442,193)            | (353,859)            |
| Materials                          | (59,416)           | (117,003)            | (116,131)            | (59,416)           | (117,003)            | (116,138)            |
| Data processing                    | (239,047)          | (470,653)            | (446,752)            | (239,047)          | (470,653)            | (446,752)            |
| Promotions and public relations    | (41,244)           | (70,536)             | (87,589)             | (41,244)           | (70,536)             | (87,589)             |
| Advertising and publicity          | (102,886)          | (192,412)            | (168,711)            | (102,887)          | (192,412)            | (168,711)            |
| Financial system services          | (78,540)           | (152,669)            | (133,489)            | (78,541)           | (152,669)            | (133,745)            |
| Outsourced services                | (276,146)          | (529,876)            | (395,879)            | (276,146)          | (529,876)            | (395,879)            |
| Specialized services               | (120,436)          | (222,113)            | (199,747)            | (121,432)          | (225,757)            | (200,511)            |
| Surveillance and security services | (160,889)          | (345,227)            | (275,685)            | (160,888)          | (345,227)            | (275,685)            |
| Depreciation and amortization      | (230,152)          | (419,929)            | (378,973)            | (230,152)          | (419,930)            | (378,973)            |
| Other administrative expenses      | (73,474)           | (136,109)            | (125,432)            | (73,639)           | (136,325)            | (125,467)            |
| <b>Total</b>                       | <b>(2,042,537)</b> | <b>(3,977,204)</b>   | <b>(3,459,778)</b>   | <b>(2,043,699)</b> | <b>(3,981,065)</b>   | <b>(3,460,840)</b>   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 26 Other operating income

| Description   | CAIXA            |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|---|------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|   | 2012             |                      | 2011                 | 2012               |                      | 2011                 |
|   | 2nd quarter      | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| Commissions and fees on operations                                | 981,561          | 1,639,669            | 1,603,853            | 981,561            | 1,639,669            | 1,603,853            |
| Expenses recovered  | 220,252          | 441,370              | 422,472              | 219,008            | 438,848              | 420,168              |
| Reversal of other operating provisions                            | 644,843          | 738,771              | 613,691              | 644,844            | 738,771              | 613,691              |
| Credit card revenues  | 39,768           | 76,109               | 69,662               | 39,768             | 76,109               | 69,662               |
| Dividend income   | 950              | 1,298                | 241                  | 950                | 8,916                | 64,873               |
| Price-level restatement of escrow deposits                        | 132,158          | 291,089              | 295,356              | 132,158            | 291,089              | 295,356              |
| Price-level restatement of amounts receivable from the Government | 4,248            | 5,790                | -                    | 4,248              | 5,790                | -                    |
| Other   | 331,586          | 428,341              | 139,099              | 328,528            | 425,290              | 139,099              |
| <b>Total</b>  | <b>2,355,366</b> | <b>3,622,437</b>     | <b>3,144,374</b>     | <b>2,351,065</b>   | <b>3,624,482</b>     | <b>3, 206,702</b>    |

#### Note - 27 Other operating expenses

| Description   | PARENT / CONSOLIDATED |                      |                      |
|---|-----------------------|----------------------|----------------------|
|   | 2012                  |                      | 2011                 |
|   | 2nd quarter           | 1st six-month period | 1st six-month period |
| Contributions to the National Housing System (SFH)            | (247)                 | (510)                | (382,081)            |
| Provision for losses on FCVS receivable                       | (106,089)             | (105,537)            | (281,721)            |
| Obligations related to funds and programs                     | (39,995)              | (110,349)            | (96,771)             |
| Provision for contingencies                                   | (227,881)             | (353,512)            | (118,213)            |
| EMGEA/Federal Government                                      | (1,092)               | (2,469)              | (18,318)             |
| Lottery expenses  | (41,715)              | (83,730)             | (97,967)             |
| Card expenses   | (206,495)             | (396,560)            | (315,391)            |
| Expenses with automated services                              | (41,465)              | (74,121)             | (69,163)             |
| Discounts on loans  | (84,793)              | (202,878)            | (365,652)            |
| Non-banking correspondents                                    | (358,566)             | (690,931)            | (551,505)            |
| Hybrid capital and debt instruments - price-level restatement | (421,326)             | (844,968)            | (938,534)            |
| FGTS collection/payment                                       | (117,669)             | (228,144)            | (223,272)            |
| Social benefits   | (17,167)              | (36,214)             | (36,674)             |
| FGTS investment fund  | (8,021)               | (13,165)             | (3,082)              |
| Expenses with business promotion                              | (46,572)              | (99,125)             | (70,563)             |
| Convictions in lawsuits                                       | (27,016)              | (59,506)             | (124,795)            |
| Expenses with receivables managed by third parties            | (9,957)               | (20,137)             | (17,166)             |
| Expenses with financial management of pension funds           | (71,296)              | (142,499)            | (124,429)            |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| PARENT / CONSOLIDATED  |                    |                      |                      |
|--|--------------------|----------------------|----------------------|
| Description  | 2012               |                      | 2011                 |
|  | 2nd quarter        | 1st six-month period | 1st six-month period |
| Post-employment benefits   | (297,097)          | (297,097)            | (281,428)            |
| Expenses related to price-level restatement and interest paid to seller of real estate financing | (68,757)           | (147,062)            | (109,086)            |
| Expenses related to price-level restatement, refunds and payments                                | (7)                | (23)                 | (17,402)             |
| Expenses with lottery resellers  | (41,086)           | (80,651)             | (54,071)             |
| Expenses related to operating provisions   | (217,082)          | (269,339)            | (174,193)            |
| Goodwill on acquisition of commercial portfolios   | (21,483)           | (36,615)             | -                    |
| Other  | (250,044)          | (422,918)            | (270,200)            |
| <b>Total</b>   | <b>(2,722,918)</b> | <b>(4,718,060)</b>   | <b>(4,741,677)</b>   |

### Note - 28 Non-operating income/expenses

| PARENT / CONSOLIDATED                              |                 |                      |                      |
|--|-----------------|----------------------|----------------------|
| Description  | 2012            |                      | 2011                 |
|  | 2nd quarter     | 1st six-month period | 1st six-month period |
| <b>Non-operating income</b>                        | <b>42,488</b>   | <b>102,825</b>       | <b>104,407</b>       |
| Gains on sales of assets                           | 25,061          | 58,557               | 56,833               |
| Sale of properties                                 | 2,811           | 14,069               | 18,184               |
| Unclaimed cash surpluses                           | 8,323           | 14,695               | 10,821               |
| Capital gains on adjustment of outstanding amounts | 5               | 6                    | 3,160                |
| Fines and charges                                  | 3,638           | 9,603                | 9,851                |
| Other non-operating income                         | 2,650           | 5,895                | 5,558                |
| <b>Non-operating expenses</b>                      | <b>(98,550)</b> | <b>(194,972)</b>     | <b>(214,430)</b>     |
| Impairment of other assets                         | (1,240)         | (2,054)              | (2,467)              |
| Indemnity for losses and damages                   | (33,381)        | (53,854)             | (35,212)             |
| Losses on properties                               | (9,398)         | (20,036)             | (17,401)             |
| Losses on fraudulent electronic withdrawals        | (39,080)        | (89,461)             | (118,615)            |
| Loss on sales of assets                            | (2,169)         | (5,709)              | (8,660)              |
| Losses related to credit cards                     | (9,364)         | (18,154)             | (27,977)             |
| Other non-operating expenses                       | (3,918)         | (5,704)              | (4,098)              |
| <b>Total</b>                                       | <b>(56,062)</b> | <b>(92,147)</b>      | <b>(110,023)</b>     |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 29 Tax expenses

| Description                   | CAIXA            |                      |                      | CAIXA CONSOLIDATED |                      |                      |
|-------------------------------|------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|                               | 2012             |                      | 2011                 | 2012               |                      | 2011                 |
|                               | 2nd quarter      | 1st six-month period | 1st six-month period | 2nd quarter        | 1st six-month period | 1st six-month period |
| COFINS                        | (331,377)        | (665,075)            | (554,437)            | (331,385)          | (665,082)            | (558,625)            |
| PIS/PASEP                     | (53,849)         | (108,075)            | (90,096)             | (53,850)           | (108,076)            | (91,005)             |
| Tax on Services (ISS)         | (91,677)         | (180,643)            | (159,542)            | (91,677)           | (180,643)            | (159,542)            |
| Municipal Property Tax (IPTU) | (4,885)          | (40,809)             | (37,933)             | (4,886)            | (40,809)             | (37,933)             |
| Other                         | (16,240)         | (26,446)             | (18,518)             | (16,612)           | (26,820)             | (18,518)             |
| <b>Total</b>                  | <b>(498,028)</b> | <b>(1,021,048)</b>   | <b>(860,526)</b>     | <b>(498,410)</b>   | <b>(1,021,430)</b>   | <b>(865,623)</b>     |

#### Note - 30 Provisions

CAIXA is a party to tax, civil and labor proceedings at the administrative and judicial levels. Based on the opinion of its legal advisors and considering that the procedures adopted by CAIXA comply with the legal and regulatory requirements, management believes that the provisions recorded are sufficient to cover the risks of unfavorable outcomes in these proceedings.

(a) The provisions are as follows:

(i) Analysis of the contingencies classified as probable losses:

| Description                     | PARENT / CONSOLIDATED |                                   |  |                  |                  |
|---------------------------------|-----------------------|-----------------------------------|--|------------------|------------------|
|                                 | December 31, 2011     | Additions in the six-month period | Reversals/reductions in the six-month period | June 30, 2012    | June 30, 2011    |
| Tax contingencies (Note 18 b)   | 268,242               | 114,851                           | (157,716)                                    | 225,376          | 398,983          |
| - INSS                          | 47,506                | 48,237                            | (49,190)                                     | 46,553           | 208,131          |
| - ISS                           | 186,617               | 51,708                            | (95,461)                                     | 142,864          | 157,675          |
| - Other                         | 34,119                | 14,906                            | (13,065)                                     | 35,961           | 33,177           |
| Civil contingencies (Note 18 f) | 3,582,717             | 2,297,897                         | (2,283,227)                                  | 3,597,387        | 3,650,854        |
| Losses and damages              | 1,441,561             | 1,332,995                         | (1,326,276)                                  | 1,448,280        | 1,378,854        |
| Savings accounts                | 1,342,666             | 134,544                           | (162,166)                                    | 1,315,044        | 1,494,626        |
| Lotteries                       | 8,917                 | 13,812                            | (12,265)                                     | 10,464           | 8,838            |
| Real estate receivables         | 214,790               | 190,916                           | (189,056)                                    | 216,650          | 213,921          |
| Contingencies related to FGTS   | 574,783               | 625,630                           | (593,464)                                    | 606,949          | 554,615          |
| Labor contingencies (Note 18 f) | 2,812,886             | 1,896,922                         | (1,602,965)                                  | 3,106,843        | 2,741,495        |
| Other (Note 18 f)               | 41,671                | 887                               | -  | 42,558           | 864,251          |
| <b>Total</b>                    | <b>6,705,516</b>      | <b>4,310,557</b>                  | <b>(4,043,908)</b>                           | <b>6,972,165</b> | <b>7,655,583</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (ii) Analysis of the contingencies classified as possible losses:

In accordance with CMN Resolution 3,823/2009, companies are not required to record provisions for contingencies classified as possible losses:

| PARENT/CONSOLIDATED |                  |                  |                  |
|---------------------|------------------|------------------|------------------|
| Description         | 2012             | 2011             |                  |
|                     | June 30          | December 31      | June 30          |
| Tax lawsuits        | 4,694,667        | 4,641,123        | 4,447,238        |
| Civil lawsuits      | 2,127,641        | 1,114,021        | 1,085,816        |
| Labor lawsuits      | 47,953           | 46,749           | 45,565           |
| <b>Total</b>        | <b>6,870,261</b> | <b>5,801,893</b> | <b>5,578,619</b> |

#### (iii) Analysis of judicial deposits

The balances of amounts deposited in escrow in connection with probable, possible and/or remote contingent liabilities are as follows:

| PARENT/CONSOLIDATED |                  |                  |                  |
|---------------------|------------------|------------------|------------------|
| Description         | 2012             | 2011             |                  |
|                     | June 30          | December 31      | June 30          |
| Tax lawsuits        | 7,570,345        | 7,401,564        | 6,871,187        |
| Civil lawsuits      | 633,894          | 632,466          | 642,361          |
| Labor lawsuits      | 1,711,074        | 1,474,686        | 1,414,664        |
| <b>Total</b>        | <b>9,915,313</b> | <b>9,508,716</b> | <b>8,928,212</b> |

#### (b) Labor and civil lawsuits

CAIXA is a defendant in lawsuits filed by employees, former employees and employees of service providers and trade unions, referring to work activities, career plans, collective bargaining agreements, indemnities, benefits, retirement benefits and joint liability.

The civil lawsuits are related to its products, transactions and services, mainly banking services, credit reference restrictions, housing finance and lotteries.

In general, the lawsuits claim compensation for property damages or pain and suffering, or challenge clauses of contracts, mainly with respect to interest rates and debt or residual balances of loans contracted.

The majority of the lawsuits challenge economic plan indexes applicable to asset and liability transactions, especially savings account deposits, and are provided for in accordance with the criteria established by the prevailing legislation.

In relation to the materiality of the amounts involved in the lawsuits, the main group relates to lawsuits claiming damages as a result of changes in the rules for the release of FGTS funds in accordance with the regulations at the time.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### (c) Tax lawsuits

Tax lawsuits refer to federal, state and municipal taxes, including income tax, CPMF, CSLL, PASEP, improvement contributions, social security contributions, IOF, ICMS, ITBI, IPTU, ISSQN, tariffs and fines.

CAIXA has been assessed by inspectors from the National Institute of Social Security (INSS) for the non-payment of social security charges on payments made to its employees from January 1982 to August 1999, whose adjusted amounts, at June 30, 2012, total R\$ 1,378,856 (June 30, 2011 - R\$ 1,409,865). A provision has been recorded for this matter based on the history of favorable outcomes and legal precedents identified in recent technical and legal studies and amounts to R\$ 46,552 (June 30, 2011 - R\$ 208,130).

CAIXA has been assessed by municipal tax inspectors in various municipalities in Brazil as a result of alleged non-payment or underpayment of Tax on Services (ISS) amounting to R\$ 344,699 (June 30, 2011 - R\$ 322,888) at June 30, 2012. In view of the history of favorable outcomes and legal precedents, supported by a technical and legal analysis of the subject matter, a provision of R\$ 142,863 (June 30, 2011 - R\$ 145,860) has been recorded.

CAIXA is challenging, at the Taxpayers' Council, an assessment of R\$ 6,115 (June 30, 2011 - R\$ 5,778) relating to offsets of Social Contribution on Net Income (Electronic Refund or Reimbursement Request and Offset Declaration - PERD/COMP) which had not been approved. Based on the history of favorable outcomes and legal precedents identified in recent technical and legal studies, the legal counsel has recommended that the amount be fully provided for.

On December 6, 1996, CAIXA was assessed by the Federal Revenue Service authorities on the allegation of underpayment of PIS/PASEP from January 1991 to December 1995, a period during which Decree Laws 2445 and 2449/1988 were in force, and alleged improper offset of overpayments from January 1992 to May 1993.

CAIXA filed an appeal at an administrative level with the Administrative Board of Tax Appeals (CARF), challenging the aforementioned tax assessment, and the administrative tax proceeding had its course until November 2010 and, during this period, some of the arguments presented by CAIXA were accepted upon the filing of a Spontaneous Appeal (Appellate Court Decision 202-1702), but the claim made in the appeal to the High Court of Justice was rejected. CAIXA was notified of the decision issued by the appellate court, from which no administrative appeal was possible, and was summoned to pay the restated amount of the tax assessment, comprised as follows: R\$ 667,691 (principal), R\$ 500,768 (fine) and R\$ 3,078,029 (interest), totaling R\$ 4,246,488 at June 30, 2012 (June 30, 2011 - R\$ 4,128,408 - total amount).

Considering the final and unappealable decision rendered at the administrative level, CAIXA decided to file a lawsuit in court, aiming at having the assessment dismissed, and, therefore, has deposited the full amount in escrow, as prescribed by tax legislation, for suspension of the liability related to this tax claim.

Based on the opinion of its legal counsel, CAIXA's management has classified this lawsuit as a possible loss.

CAIXA has 26 proceedings related to income tax, CPMF, PASEP, social security contributions, ISSQN and ICMS, which, based on the analysis of its legal advisors, have been classified as possible losses and amount to R\$ 483,919 at June 30, 2012 (June 30, 2011 - R\$4,447,238).

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 31 Related parties

Transactions carried out between related parties are disclosed in accordance with CMN Resolution 3,750/2009.

#### (a) Transactions with related parties

CAIXA carries out banking transactions with related parties, such as current account deposits, interest-earning deposits, rendering of services and rental of properties. These transactions are carried out under terms and conditions which are compatible with those used in arms' length transactions on the dates of the transactions. The related parties not included in the consolidated financial statements are:

- Banco Panamericano S.A.;
- Caixa Seguros Holding S.A.;
- National Treasury Secretariat (SRN); and
- FUNCEF.

| <b>ASSETS</b>                               |                  |                  |                  |
|---|------------------|------------------|------------------|
| Description                                 | 2012             | 2011             |                  |
|   | June 30          | December 31      | June 30          |
| <b>Interbank deposits</b>                   | 2,041,893        | 2,063,590        | -                |
| Banco Panamericano                          | 2,041,893        | 2,063,590        | -                |
| <b>Investments in repurchase agreements</b> | -                | 300,037          | -                |
| Banco Panamericano                          | -                | 300,037          | -                |
| <b>Income receivable</b>                    | 2,046,215        | 1,469,305        | 1,021,756        |
| Caixa Seguros Holding S.A.                  | 12,389           | 450              | 131              |
| Federal Treasury Secretariat (STN)          | 2,033,826        | 1,468,855        | 1,021,625        |
| <b>Credits purchased</b>                    | 3,210,789        | 2,404,793        | 1,505,315        |
| Banco Panamericano                          | 3,210,789        | 2,404,793        | 1,505,315        |
| <b>Total</b>                                | <b>7,298,897</b> | <b>6,237,735</b> | <b>2,527,071</b> |

| <b>LIABILITIES</b>                             |                |                |                |
|--|----------------|----------------|----------------|
| Description                                    | 2012           | 2011           |                |
|  | June 30        | December 31    | June 30        |
| <b>Deposits</b>                                | 463,261        | 296,191        | 419,064        |
| Caixa Seguros Holding S.A.                     | 441,098        | 7,100          | 397,349        |
| FUNCEF   | 19,276         | 1,250          | 18,957         |
| Federal Treasury Secretariat (STN)             | 2,887          | 287,841        | 2,758          |
| <b>Local onlending - official institutions</b> | 29,324         | 25,222         | 10,596         |
| Federal Treasury Secretariat (STN)             | 29,324         | 25,222         | 10,596         |
| <b>Sundry liabilities</b>                      | 32,852         | 31,462         | 30,014         |
| Federal Treasury Secretariat (STN)             | 32,852         | 31,462         | 30,014         |
| <b>Total</b>                                   | <b>525,437</b> | <b>352,875</b> | <b>459,674</b> |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| <b>INCOME</b>                      |                        |                                 |                                 |
|------------------------------------|------------------------|---------------------------------|---------------------------------|
| Description                        | 2nd quarter of<br>2012 | 1st six-month<br>period of 2012 | 1st six-month<br>period of 2011 |
| Income from interbank deposits     | 36,664                 | 88,670                          | 6,363                           |
| Banco Panamericano                 | 36,664                 | 88,670                          | 6,363                           |
| Income from services rendered      | 161,945                | 312,219                         | 262,683                         |
| Caixa Seguros Holding S.A.         | 151,190                | 276,440                         | 210,041                         |
| Federal Treasury Secretariat (STN) | 10,755                 | 35,779                          | 52,642                          |
| Other operating income             | 35,726                 | 92,219                          | 93,481                          |
| Federal Treasury Secretariat (STN) | 35,726                 | 92,219                          | 93,481                          |
| <b>Total</b>                       | <b>234,335</b>         | <b>493,108</b>                  | <b>362,527</b>                  |

| <b>EXPENSES</b>                    |                        |                                 |                                 |
|------------------------------------|------------------------|---------------------------------|---------------------------------|
| Description                        | 2nd quarter of<br>2012 | 1st six-month<br>period of 2012 | 1st six-month<br>period of 2011 |
| Administrative expenses - rentals  | (11,255)               | (22,503)                        | 21,496                          |
| FUNCEF                             | (11,255)               | (22,503)                        | 21,496                          |
| Other operating expenses           | (853)                  | (1,659)                         | (1,648)                         |
| Federal Treasury Secretariat (STN) | (853)                  | (1,659)                         | (1,648)                         |
| <b>Total</b>                       | <b>(12,108)</b>        | <b>(24,162)</b>                 | <b>19,848</b>                   |

Income and expenses represent amounts accrued in the periods reported.

Transactions with related parties are carried out within the context of CAIXA's operating activities and its duties established by specific regulations.

In accordance with prevailing standards, CAIXA does not grant loans or advances to key management personnel.

#### (b) Remuneration of key management personnel

The costs incurred with remuneration and other benefits provided for key management personnel (Board of Directors, Statutory Audit Board, Executive Board and Audit Committee) are shown below:

| <b>PARENT/CONSOLIDATED</b> |                        |                                 |                                 |
|----------------------------|------------------------|---------------------------------|---------------------------------|
| Description                | 2nd quarter of<br>2012 | 1st six-month<br>period of 2012 | 1st six-month<br>period of 2011 |
| Short-term benefits        | 2,693                  | 5,190                           | 5,219                           |
| Salaries                   | 2,013                  | 3,940                           | 4,256                           |
| Social charges             | 680                    | 1,250                           | 963                             |

CAIXA does not provide variable share-based compensation and other long-term benefits, and neither does it offer post-employment benefits to its managers. Post-employment benefits are only offered to CAIXA's staff.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### Note - 32 Employee benefits

##### (a) Analysis of the provision for employee benefits

The information on the provision for employee benefits applies to both the parent and consolidated financial statements, except for the item "Short-term, salary-related benefits" of R\$ 2,116,653 (December 31, 2012 - R\$ 1,599,972 and June 30, 2011 - R\$ 1,760,730) in the consolidated financial statements.

| Description                                    | EXPENSES         |                  |                  |
|--|------------------|------------------|------------------|
|  | 2012             | 2011             |                  |
|  | June 30          | December 31      | June 30          |
| Short-term benefits                            | 2,409,981        | 2,390,914        | 1,867,560        |
| Salary-related                                 | 2,116,555        | 1,599,948        | 1,760,355        |
| Profit sharing                                 | 293,426          | 790,966          | 107,205          |
| Post-employment benefits (Note 18(f))          | 6,464,918        | 6,328,531        | 6,090,402        |
| Saúde CAIXA (actuarial calculation)            | 5,821,062        | 5,677,807        | 5,431,362        |
| Meal and food vouchers (actuarial calculation) | 600,691          | 607,075          | 615,409          |
| PREVHAB (actuarial calculation)                | 43,165           | 43,649           | 43,631           |
| <b>TOTAL</b>                                   | <b>8,874,899</b> | <b>8,719,445</b> | <b>7,957,962</b> |

##### (a.1) Short-term benefits:

The provisions for short-term benefits mainly comprise salaries payable, 13<sup>th</sup>-month salary, vacation pay, bonus leave, frequency bonus and employee profit sharing.

##### (a.2) Post-employment benefits:

- (i) CAIXA is the sponsor of private pension plans named "benefit plans", which are managed and implemented by the Federal Savings and Loans Bank Employees' Foundation (FUNCEF).
- (ii) The obligations towards the beneficiaries of the EX-PREVHAB program, referring to post-employment benefits, are managed by CAIXA.
- (iii) Saúde CAIXA is a self-management program established by CAIXA, the purpose of which is to provide medical, hospital and dental assistance, laboratory and radiology tests, therapy, physiotherapy, speech therapy, occupational therapy, nutritional counseling and social services to its beneficiaries (employees and retirees linked to FUNCEF, PREVHAB, the PMPP Fund and INSS) and their respective dependents.
- (iv) The Supplementary Medical Assistance Program (PAMS) is a benefit granted by CAIXA to beneficiaries and their dependents who are subject to any type of injunction. PAMS is a program established and managed by CAIXA, which offers medical, hospital, dental and psychological assistance by a network of accredited professionals/entities all over Brazil, in accordance with the PAMS standards and price chart.
- (v) Post-employment benefits related to savings account benefits and meal/ food vouchers are managed by CAIXA.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### **(b) Private pension plan**

##### **(b.1) REG/REPLAN**

The plan, which is of the Defined Benefit type, incorporates the regulations introduced in 1977 (REG) and 1979 (REPLAN), considered as a single plan, and last amended on June 14, 2006.

The settlement of the benefits of this plan was defined through an amendment to its regulations. Such procedure means that the benefit amount is settled, calculated and restated based on the plan's index (INPC/IBGE), with no further reference to the participation salary, and the benefit is granted and maintained by a social security government agency. The regular contribution to this plan is cancelled and the participant adheres to another benefit plan offered by the sponsor.

The discount rate adopted in the actuarial calculation is the blue chip National Treasury Notes (NTN-B) rate, because it complies with IFRS standards. The Plan's interest rate was determined considering the position at September 30, 2011, maturing on May 15, 2035. The Plan's investments are allocated on a diversified basis, and most of them are invested in Investment Funds. The annual rate of return on assets is 11.30% and inflation is stated at 5.5% per year.

##### **(b.2) REB**

The REB benefit plan is sponsored by CAIXA and FUNCEF and managed by FUNCEF. This is a Variable Contribution Plan. The regular participant's contribution, including the self-sponsored participant, is calculated by applying a percentage on the participant's salary, defined at the time of adhesion, not lower than 2%.

Upon the establishment of the REB Plan, new adhesions to the REG/REPLAN ceased and, on February 4, 2002, the plan's regulation was amended to permit the migration of REG/REPLAN participants to REB. This experience influenced the process of preparing the proposal for REG/REPLAN Settlement and the establishment of the "Novo Plano" Benefit Plan.

For programmable events, which adopted the defined contribution type of plan, the portion corresponding to the defined contribution of the total contributions made by the Sponsoring Entity is recorded.

The discount rate adopted in the actuarial calculation is the blue chip National Treasury Notes (NTN-B) rate, because it complies with IFRS standards. The Plan's interest rate was determined considering the position at September 30, 2011, maturing on May 15, 2035. The Plan's investments are allocated on a diversified basis, and most of them are invested in Investment Funds. The annual rate of return on assets is 11.30% and inflation is stated at 5.5% p.a.

##### **(b.3) Novo Plano**

The benefit plan Novo Plano was approved by the appropriate authorities on June 16, 2006, and started operating on September 1, 2006. This is a Variable Contribution Plan, with a defined contribution during the stage of formation of reserves and a defined benefit during the stage of receipt of benefits and in cases of risk, such as disability and death pension.

The Novo Plano Benefit Plan also adopts a new contribution basis by increasing the portion allocated by CAIXA to the participant's account balance. The participant's regular contribution, including that of the self-sponsored participant, will be calculated by applying a percentage on the participant's salary, defined at the time of adhesion, not lower than 5%. The sponsor's contribution equals the participants'

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

regular contributions, limited to 12% of the total salaries of the participants and the total regular contributions made by the participants, including the beneficiaries.

Administrative expenses will be equally supported by the sponsor and the participants, including the beneficiaries, and shall be approved by the Executive Board and FUNCEF's Deliberative Council, provided that the limits and criteria established by the regulating authority are complied with.

The discount rate adopted in the actuarial calculation is the blue chip National Treasury Notes (NTN-B) rate, because it complies with IFRS standards. The Plan's interest rate was determined considering the position at September 30, 2011, maturing on May 15, 2035. The Plan's investments are allocated on a diversified basis, and most of them are invested in Investment Funds. The annual rate of return on assets is 11.30% and inflation is stated at 5.5% per year.

#### (b.4) Recognition of actuarial gains and losses

CAIXA's management decided not to record actuarial gains due to (i) the remaining social security commitments of these plans; (ii) the fluctuations that could affect the fair value of the plans' assets, and (iii) the ability to realize actuarial gains in view of the current legislation.

In accordance with current legislation, the surplus of the benefit plan will be allocated to create a contingency reserve, up to the limit of 25% of the plan's mathematical reserves, with a view to ensuring the payment of the benefits contracted, in case of future unexpected events. Once the contingency reserve has accumulated resources amounting to 25% of the plan's mathematical reserves, the remaining surplus will be allocated to the creation of a special reserve, which will be used to review the benefit plan.

#### (i) Main actuarial assumptions adopted

| Financial                                   | REG/REPLAN |       | REB   |       | NOVO PLANO |       |
|---|------------|-------|-------|-------|------------|-------|
|   | 2011       | 2010  | 2011  | 2010  | 2011       | 2010  |
| Interest rate for annual actuarial discount | 5.78       | 6.00  | 5.78  | 6.00  | 5.78       | 6.00  |
| Projected salary increases - annual average | 2.41       | 2.41  | 2.89  | 2.89  | 2.89       | 2.89  |
| Projected benefit increases- annual average | 1.00       | 1.00  | -     | -     | -          | -     |
| Annual average inflation rate               | 5.50       | 5.00  | 5.50  | 5.00  | 5.50       | 5.00  |
| Actual annual return on plan assets         | 11.30      | 11.30 | 11.30 | 11.30 | 11.30      | 11.30 |

\*amounts expressed in percentages

| Demographic assumptions | REG/REPLAN            |                         | REB                   |                         | NOVO PLANO            |                     |
|-------------------------|-----------------------|-------------------------|-----------------------|-------------------------|-----------------------|---------------------|
|                         | 2011                  | 2010                    | 2011                  | 2010                    | 2011                  | 2010                |
| Turnover rate           | FUNCEF EXPERIENCE     |                         | FUNCEF EXPERIENCE     |                         | FUNCEF EXPERIENCE     |                     |
| Mortality table         | AT 2000 M and AT 2000 | AT 2000 M and AT 2000 F | AT 2000 M and AT 2000 | AT 2000 M and AT 2000 F | AT 2000 M and AT 2000 | AT 83 M and AT 83 F |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (ii) Net amount recognized in the balance sheet

| Net amount recognized in the balance sheet                              |              |              |           |           |            |           |
|---|--------------|--------------|-----------|-----------|------------|-----------|
| Description   | REG/REPLAN   |              | REB       |           | NOVO PLANO |           |
|   | 2011         | 2010         | 2011      | 2010      | 2011       | 2010      |
| Present value of the actuarial liability at the end of the year         | (35,033,289) | (31,330,322) | (412,518) | (358,031) | (254,250)  | (283,896) |
| Fair value of plan assets at the end of the year                        | 41,498,618   | 37,230,243   | 343,455   | 447,248   | 277,166    | 230,424   |
| Present value of the actuarial liability without coverage / (in excess) | (6,465,329)  | (5,899,921)  | 69,063    | (89,217)  | (22,916)   | 53,472    |
| Amount not recognized as asset / (liability) (1)                        | 3,232,664    | 2,949,960    | 34,531    | (44,608)  | (11,458)   | 26,736    |
| Unrecognized actuarial gains/(losses)                                   | 647,073      | 884,794      | (167,759) | (82,737)  | 19,435     | (17,127)  |
| Net actuarial liability/(asset) at the end of the Year                  | -            | (2,065,167)  | -         | (127,345) | 7,976      | 9,609     |

(1) Calculated pursuant to the provisions of Supplementary Law 109/2001 and CGPC Resolution 26/08, observing current and future contributions from sponsors and participants, including beneficiaries, in accordance with the rules established by the Costing Plan in force.

#### (iii) Changes in actuarial liabilities

| Changes in actuarial liabilities                                      |              |              |           |           |            |           |
|---|--------------|--------------|-----------|-----------|------------|-----------|
| Description   | REG/REPLAN   |              | REB       |           | NOVO PLANO |           |
|   | 2011         | 2010         | 2011      | 2010      | 2011       | 2010      |
| Present value of the actuarial liability at the beginning of the year | (31,330,322) | (27,479,152) | (358,031) | (334,121) | (283,896)  | (154,508) |
| Cost of current service   | (58,484)     | (74,096)     | (3,482)   | (3,436)   | (18,602)   | (20,045)  |
| Cost of interest  | (3,622,039)  | (3,017,912)  | (32,082)  | (33,925)  | (30,593)   | (9,567)   |
| Actuarial gains/(losses)  | (1,493,888)  | (2,092,304)  | (35,357)  | (5,694)   | 66,711     | (110,000) |
| Benefits paid by the plan   | 1,471,444    | 1,333,142    | 16,434    | 19,145    | 12,130     | 10,224    |
| Present value of the actuarial liability at the end of the year       | (35,033,289) | (31,330,322) | (412,518) | (358,031) | (254,250)  | (283,896) |

#### (iv) Changes in net assets

| Changes in net assets                                  |            |            |           |          |            |         |
|--|------------|------------|-----------|----------|------------|---------|
| Description  | REG/REPLAN |            | REB       |          | NOVO PLANO |         |
|  | 2011       | 2010       | 2011      | 2010     | 2011       | 2010    |
| Fair value of plan assets at the beginning of the year | 37,230,243 | 31,584,152 | 447,248   | 513,041  | 230,424    | 132,388 |
| Expected return on plan assets                         | 4,692,039  | 4,134,518  | 56,538    | 51,581   | 29,666     | 18,545  |
| Actuarial gains / (losses)                             | 1,018,447  | 2,813,153  | (144,478) | (99,962) | 23,206     | 85,096  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Changes in net assets                            |             |             |          |          |            |          |
|--|-------------|-------------|----------|----------|------------|----------|
| Description                                      | REG/REPLAN  |             | REB      |          | NOVO PLANO |          |
|  | 2011        | 2010        | 2011     | 2010     | 2011       | 2010     |
| Contributions/ payments by the employer          | 14,666      | 15,781      | 580      | 551      | 6,000      | 4,619    |
| Contributions by participants                    | 14,666      | 15,781      | -        | -        | -          | -        |
| Benefits paid by the plan                        | (1,471,444) | (1,333,142) | (16,434) | (19,145) | (12,130)   | (10,224) |
| Fair value of plan assets at the end of the year | 41,498,618  | 37,230,243  | 343,455  | 447,248  | 277,166    | 230,424  |

### (v) Total expense recognized in the statement of income

| Total expense recognized in the statement of income |             |             |          |          |            |          |
|---|-------------|-------------|----------|----------|------------|----------|
| Description   | REG/REPLAN  |             | REB      |          | NOVO PLANO |          |
|   | 2011        | 2010        | 2011     | 2010     | 2011       | 2010     |
| Cost of current service                             | (58,484)    | (74,096)    | (3,482)  | (3,436)  | (18,602)   | (20,045) |
| Participants' responsibility                        | (505,758)   | (521,255)   | (10,486) | 276      | 9,764      | 5,533    |
| Cost of interest                                    | (3,622,039) | (3,017,912) | (32,082) | (33,925) | (30,593)   | (9,567)  |
| Expected return on plan assets                      | 4,692,039   | 4,134,518   | 56,538   | 51,581   | 29,666     | 18,545   |
| Amortization of actuarial gains/(losses)            | -           | -           | (4,895)  | (372)    | (1,212)    | -        |
| Effect of the limit                                 | (520,424)   | (537,036)   | -        | -        | -          | 3,224    |
| Total expense for the year                          | (14,666)    | (15,781)    | (290)    | (276)    | (10,976)   | (2,310)  |

### (vi) Expense/income and payments expected for the next year

| Expense/ income and expected payments     |             |          |            |
|---|-------------|----------|------------|
| Description                               | REG/REPLAN  | REB      | NOVO PLANO |
| Cost of current service                   | (28,123)    | (2,850)  | (25,060)   |
| Participants' responsibility              | (661,324)   | 3,040    | 8,024      |
| Cost of interest                          | (3,871,909) | (47,312) | (27,967)   |
| Expected return on plan assets            | 5,222,680   | 44,082   | 36,981     |
| Amortization of actuarial gains/ (losses) | -           | (12,879) | 506        |
| Effect of non-recognition of assets       | (676,797)   | 15,595   | -          |
| Total expense to be recognized            | (15,473)    | (324)    | (7,517)    |

### (c) Benefit plan - PREVHAB beneficiaries

CAIXA manages the remaining balance of the guarantee funds of the technical reserves of the beneficiaries of PREVHAB, the pension fund responsible for supplementing the social security benefits of employees of the former National Housing Bank (BNH). Therefore, the amounts related to benefits paid to those who were formerly assisted by PREVHAB are debited from the Guarantee Funds of the Reserves of the beneficiaries of PREVHAB.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (c.1) Recognition of actuarial gains and losses

##### (i) Main actuarial assumptions adopted

| Assumptions adopted by PREVHAB               |       |       |
|--|-------|-------|
| Description                                  | 2011* | 2010* |
| Interest rate for annual actuarial discount  | 5.78  | 6.00  |
| Projected salary increases - annual average  | -     | -     |
| Projected benefit increases - annual average | -     | -     |
| Annual average inflation rate                | 5.50  | 5.00  |
| Actual net return on plan assets             | 11.30 | 10.23 |

\*amounts expressed in percentages

##### (ii) Net amount recognized in the balance sheet

| Net amount recognized in the balance sheet - PREVHAB            |          |          |
|---|----------|----------|
| Description   | 2011     | 2010     |
| Present value of the actuarial liability at the end of the year | (37,535) | (36,607) |
| Fair value of plan assets at the end of the year                | 43,649   | 43,636   |
| Present value of the unfunded actuarial liability               | (6,114)  | (7,028)  |
| Unrecognized actuarial gains                                    | 2,430    | 5,527    |
| Net actuarial asset at the end of the year (1)                  | (3,684)  | (1,501)  |

(1) CAIXA opted not to recognize the resulting assets/liabilities due to the uncertainty of reimbursement or effective reduction of future contributions.

##### (iii) Changes in actuarial liabilities

| Changes in actuarial liabilities - PREVHAB                            |          |          |
|---|----------|----------|
| Description   | 2011     | 2010     |
| Present value of the actuarial liability at the beginning of the year | (36,607) | (40,205) |
| Cost of current service   | -        | -        |
| Cost of interest  | (4,034)  | (4,212)  |
| Actuarial gains / (losses)  | (80)     | 4,553    |
| Benefits paid by the plan   | 3,187    | 3,257    |
| Liability (acquired) / transferred from other plans via transaction   | -        | -        |
| Present value of the actuarial liability at the end of the year       | (37,535) | (36,607) |

##### (iv) Changes in net assets

| Changes in net assets - PREVHAB                        |         |         |
|--|---------|---------|
| Description  | 2011    | 2010    |
| Fair value of plan assets at the beginning of the year | 43,636  | 42,625  |
| Expected return on plan assets                         | 6,149   | 5,712   |
| Actuarial gains/(losses)                               | (2,948) | (1,444) |
| Contributions/payments (PREVHAB) by the employer       | -       | -       |
| Contributions by plan participants                     | -       | -       |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Changes in net assets - PREVHAB                                 |         |         |
|---|---------|---------|
| Description   | 2011    | 2010    |
| Benefits paid by the plan                                       | (3,188) | (3,257) |
| Administrative expenses   | -       | -       |
| Assets (acquired)/ transferred from other plans via transaction | -       | -       |
| Fair value of plan assets at the end of the year                | 43,649  | 43,636  |

### (v) Total expense recognized in the statement of income

| Total expense recognized in the statement of income - PREVHAB |         |         |
|---|---------|---------|
| Description   | 2011    | 2010    |
| Cost of current service                                       | -       | -       |
| Participants' responsibility                                  | -       | -       |
| Cost of interest  | (4,034) | (4,212) |
| Expected return on plan assets                                | 6,149   | 5,712   |
| Amortization of actuarial gains/(losses)                      | 68      | -       |
| Effect of the limit   | -       | -       |
| Total (expense) / income to be recognized                     | 2,183   | 1,500   |

### (vi) Expense/ income and payments expected for the next year

| Income/ expense and expected payments - PREVHAB |              |
|---|--------------|
| Description                                     | 2011         |
| Cost of current service                         | -            |
| Participants' responsibility                    | -            |
| Cost of interest                                | (4,041)      |
| Expected return on plan assets                  | 6,125        |
| Amortization of actuarial gains/(losses)        | -            |
| Effect of the limit                             | -            |
| <b>Total (expense)/ income to be recognized</b> | <b>2,084</b> |

### (d) Saúde CAIXA and PAMS Healthcare Plans

Since 1977, CAIXA has offered health care to its employees and their families through Saúde CAIXA, a program established and managed by CAIXA itself. The plan offers medical, hospital, dental and psychological assistance, therapy, physiotherapy, speech therapy, occupational therapy and nutritional counseling and social services, which are rendered by a network of accredited entities and through a reimbursement system all over Brazil. This benefit is granted by CAIXA to beneficiaries who choose to enroll in the plan and their related dependents. By beneficiaries we mean employees and retirees linked to FUNCEF, PREVHAB, the PMPP Fund and the National Institute of Social Security (INSS).

The costs of the Saúde CAIXA Healthcare Plan are defrayed by CAIXA through contributions equivalent to 70% of the assistance expenditures, with a minimum limit of 3.5% of personnel expense, including social charges. The beneficiary defrays 30% of the assistance expenditures through monthly payments of 2% on the base remuneration for the family group, plus a co-participation of 20% on the use of the assistance, limited to a co-participation cap, and monthly payments for each indirect dependent enrolled.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

The Saúde CAIXA plan does not have financial assets and, therefore, the provision calculated corresponds to the amount of the actuarial liability. This liability represents the actuarial present value of the post-employment benefits relating to the currently retired employees and beneficiaries, and was calculated considering that these groups have already completed the full length of service.

With respect to active employees, the actuarial provision was calculated taking into consideration the ratio between the length of service at the valuation date and at the retirement date.

The amount of the actuarial provision obtained through the discount to present value of all the flows of assistance expenses relating to current and future retirees and pensioners is R\$ 5,821,062 (December 31, 2011 - R\$ 5,677,807 and June 30, 2011 - R\$ 5,431,362), and the expense for the six-month period ended June 30, 2012 was R\$ 262,871 (June 30, 2011 - R\$ 245,432).

The costs of the Supplementary Medical Assistance Program (PAMS) are defrayed by CAIXA on an annual basis, and correspond to 3.5% of the payroll, including social charges, and also by the participants. This program follows a financial model that is being discontinued and its duration depends on injunctions awaiting judgment and lawsuits.

#### (d.1) Recognition of actuarial gains and losses

##### (i) Main actuarial assumptions adopted in the valuation of the plan

| Assumptions used - SAÚDE CAIXA               |                            |                            |
|--|----------------------------|----------------------------|
| Description                                  | 2011                       | 2010                       |
| Interest rate for annual actuarial discount  | 5.78                       | 6.62                       |
| Projected salary increases - annual average  | 2.89                       | 1.04                       |
| Projected benefit increases - annual average | -                          | -                          |
| Annual average inflation rate                | 5.50                       | 4.00                       |
| Actual annual return on plan assets          | -                          | -                          |
| Turnover rate                                | 1.93                       | 1.18                       |
| Mortality table                              | AT 2000 M and AT<br>2000 F | AT 1983 M and AT<br>1983 F |

\*all amounts expressed in percentages, except for the mortality table

##### (ii) Net amount recognized in the balance sheet

| Net amount recognized in the balance sheet - SAÚDE CAIXA        |             |             |
|---|-------------|-------------|
| Description   | 2011        | 2010        |
| Present value of the actuarial liability at the end of the year | (4,637,896) | (4,387,210) |
| Fair value of plan assets at the end of the year                | -           | -           |
| Present value of the unfunded actuarial liability               | 4,637,896   | 4,387,210   |
| Unrecognized actuarial losses                                   | 994,472     | 778,857     |
| Net actuarial liability at the end of the year                  | 5,632,367   | 5,166,068   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (iii) Changes in actuarial liabilities

| <b>Changes in actuarial liabilities - SAÚDE CAIXA</b>                 |             |             |
|---|-------------|-------------|
| <b>Description</b>  | <b>2011</b> | <b>2010</b> |
| Present value of the actuarial liability at the beginning of the year | (4,387,210) | (4,259,459) |
| Cost of current service   | (191,397)   | (103,235)   |
| Cost of interest  | (490,865)   | (456,722)   |
| Actuarial gains/(losses)  | 246,517     | 276,681     |
| Benefits paid by the plan   | 185,059     | 155,525     |
| Reductions  | -           | -           |
| Present value of the actuarial liability at the end of the year       | (4,637,896) | (4,387,210) |

#### (iv) Changes in net assets

| <b>Changes in net assets - SAÚDE CAIXA</b>                      |             |             |
|---|-------------|-------------|
| <b>Description</b>  | <b>2011</b> | <b>2010</b> |
| Fair value of plan assets at the beginning of the year          | -           | -           |
| Expected return on plan assets                                  | -           | -           |
| Actuarial gains/(losses)  | -           | -           |
| Contributions/payments by the employer                          | (185,059)   | 155,525     |
| Contributions by plan participants                              | -           | -           |
| Benefits paid by the plan                                       | (185,059)   | (155,525)   |
| Assets (acquired)/ transferred from other plans via transaction | -           | -           |
| Fair value of plan assets at the end of the year                | -           | -           |

#### (v) Total expense recognized in the statement of income

| <b>Total expense recognized in the statement of income - SAÚDE CAIXA</b> |             |             |
|--|-------------|-------------|
| <b>Description</b>   | <b>2011</b> | <b>2010</b> |
| Cost of current service  | (191,397)   | (103,235)   |
| Contributions by participants  | -           | -           |
| Cost of interest   | (490,865)   | (456,722)   |
| Expected return on plan assets   | -           | -           |
| Expected return on asset rights  | -           | -           |
| Amortization of actuarial gains/(losses)                                 | 30,902      | 6,926       |
| Effect of any reduction or settlement                                    | -           | -           |
| Total expense for the year   | (651,359)   | (553,031)   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (vi) Expense/ income and payments expected for next year

| Expense/ income and expected payments - SAÚDE CAIXA |           |
|---|-----------|
| Description   | 2012      |
| Amount of:  |           |
| Cost of current service                             | (288,161) |
| Contributions by participants                       | -         |
| Cost of interest                                    | (525,743) |
| Expected return on plan assets                      | -         |
| Amortization of actuarial gains/(losses)            | 48,956    |
| Total expense to be recognized                      | (764,948) |

#### (vii) Effect arising from a 1% increase or decrease in medical costs

| Effect arising from medical costs - SAÚDE CAIXA                   |             |             |
|---|-------------|-------------|
| Description   | 1% decrease | 1% increase |
| Total cost of interest  | (524,511)   | (529,810)   |
| Total cost of current service                                     | 253,141     | 255,648     |
| Present value of the plan's actuarial liability                   | 4,614,992   | 4,660,686   |
| Percentage of the total cost of interest                          | (0.23)%     | 0.77%       |
| Percentage of the total cost of current service                   | (0.49)%     | 0.49%       |
| Percentage of the present value of the plan's actuarial liability | (0.49)%     | 0.49%       |

#### e) Meal vouchers, food baskets and savings account benefit

The monthly value of the meal vouchers and food baskets provided by CAIXA for employees and management is defined in September of each year.

For the period from September 2011 to August 2012, the value of the meal voucher is R\$ 435.16 per month to pay for meals at restaurants and similar establishments. The value of the food voucher is R\$ 339.08 per month to purchase food from supermarkets or similar commercial establishments.

The savings account benefit is managed by CAIXA, which, together with the participants, is an intermediating party and makes a contribution of R\$ 2.16 in January of each year.

The benefit is paid to the participant's beneficiaries upon the natural death of the participant, provided that the dependence condition is proven, totaling R\$ 792.65. In the event of accidental death of the participant, the benefit to be paid to the beneficiaries will be R\$ 1,560.60, provided that the documents evidencing entitlement are presented.

At June 30, 2012, the amount of the actuarial provision obtained through the discount to present value of all the flows of meal and food voucher expenses relating to current and future retirees and pensioners is R\$ 600,691 (December 31, 2011 - R\$ 607,075 and June 30, 2011 - R\$ 615,409), and the expense for the six-month period ended June 30, 2012 was R\$ 33,316 (June 30, 2011 - R\$ 35,996).

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (i) Main actuarial assumptions adopted in the actuarial valuation of the plans

| Main assumptions - food and meal vouchers/baskets and savings account benefit |                                |               |                         |               |
|---|--------------------------------|---------------|-------------------------|---------------|
| Description   | Meal and food vouchers/baskets |               | Savings account benefit |               |
|   | 2011*                          | 2010*         | 2011*                   | 2010*         |
| Interest rate for annual actuarial discount                                   | 5.78                           | 6.00          | 5.78                    | 6.00          |
| Projected salary increases - annual average                                   | -                              | -             | -                       | -             |
| Projected benefit increases - annual average                                  | -                              | -             | -                       | -             |
| Annual average inflation rate   | 5.50                           | 5.00          | 5.50                    | 5.00          |
| Actual annual return on plan assets   | -                              | -             | 11.30                   | 11.30         |
| Turnover rate   | -                              | -             | -                       | -             |
| Mortality table   | AT 2000 M                      | AT 2000 M     | AT 2000 M               | AT 2000 M     |
|   | and AT 2000 F                  | and AT 2000 F | and AT 2000 F           | and AT 2000 F |

\*all amounts expressed in percentages, except for the mortality table

#### (ii) Net amount recognized in the balance sheet

| Main assumptions - food and meal vouchers/baskets and savings account benefit |                                |           |                         |         |
|---|--------------------------------|-----------|-------------------------|---------|
| Description   | Meal and food vouchers/baskets |           | Savings account benefit |         |
|   | 2011                           | 2010      | 2011                    | 2010    |
| Present value of the actuarial liability at the end of the year               | (624,440)                      | (651,502) | (11,152)                | (9,888) |
| Fair value of plan assets at the end of the year                              | -                              | -         | 7,429                   | 6,249   |
| Present value of the unfunded actuarial liability                             | (624,440)                      | 651,502   | 3,723                   | 3,639   |
| Unrecognized actuarial gains/(losses)   | 13,916                         | 9,484     | (2,519)                 | (2,802) |
| Actuarial liability at the end of the year                                    | 638,356                        | 660,986   | 1,204                   | 837     |

#### (iii) Changes in actuarial liabilities

| Changes in actuarial liabilities - food and meal vouchers/baskets and savings account benefit |                                |           |                         |          |
|---|--------------------------------|-----------|-------------------------|----------|
| Description   | Meal and food vouchers/baskets |           | Savings account benefit |          |
|   | 2011                           | 2010      | 2011                    | 2010     |
| Present value of the actuarial liability at the beginning of the year                         | (651,502)                      | (744,355) | (9,888)                 | (12,026) |
| Cost of current service   | -                              | -         | (343)                   | (308)    |
| Cost of interest  | (71,992)                       | (80,985)  | (1,110)                 | (1,312)  |
| Actuarial gains/(losses)  | 4,432                          | 26,440    | (40)                    | 3,506    |
| Benefits paid by the plan   | 94,623                         | 54,868    | 229                     | 252      |
| Reductions  | -                              | 92,530    | -                       | -        |
| Present value of the actuarial liability at the end of the year                               | (624,440)                      | (651,502) | (11,152)                | (9,888)  |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

#### (iv) Changes in net assets

| Changes in net assets - savings account benefit                |       |       |
|--|-------|-------|
| Description  | 2011  | 2010  |
| Fair value of plan assets at the beginning of the year         | 6,249 | 5,824 |
| Expected return on plan assets                                 | 749   | 658   |
| Actuarial gains/(losses)                                       | 149   | (468) |
| Contributions/payments by the employer                         | 187   | 177   |
| Contributions by plan participants                             | 324   | 310   |
| Benefits paid by the plan                                      | (229) | (252) |
| Assets (acquired)/transferred from other plans via transaction | -     | -     |
| Fair value of plan assets at the end of the year               | 7,429 | 6,249 |

#### (v) Total expense recognized in the statement of income

| Total expense recognized in the statement of income - food and meal vouchers/baskets and savings account benefit |                                |          |                         |         |
|--|--------------------------------|----------|-------------------------|---------|
| Description  | Meal and food vouchers/baskets |          | Savings account benefit |         |
|  | 2011                           | 2010     | 2011                    | 2010    |
| Cost of current service  | -                              | -        | (343)                   | (309)   |
| Contributions by plan participants   | -                              | -        | 324                     | 310     |
| Cost of interest   | (71,992)                       | (80,985) | (1,110)                 | (1,312) |
| Expected return on plan assets   | -                              | -        | 749                     | 659     |
| Expected return on asset rights  | -                              | -        | -                       | -       |
| Amortization of actuarial (gains)/losses   | -                              | -        | (174)                   | (274)   |
| Effect of any reduction or settlement  | -                              | 92,529   | -                       | -       |
| Total (expense)/ income for the year   | (71,992)                       | 11,544   | (554)                   | (926)   |

#### (vi) Expense/income and payments expected for the next year

| Expense/ income and expected payments - food and meal vouchers/baskets and savings account benefit |                                |                         |
|--|--------------------------------|-------------------------|
| 2012 - Description   | Meal and food vouchers/baskets | Savings account benefit |
| Amount of:   |                                |                         |
| Cost of current service  | -                              | (383)                   |
| Contributions by plan participants   | -                              | 342                     |
| Cost of interest   | (66,633)                       | (1,286)                 |
| Expected return on plan assets   | -                              | 907                     |
| Amortization of actuarial (gains)/losses   | -                              | (149)                   |
| Total expense to be recognized   | (66,633)                       | (570)                   |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### Note - 33 Corporate risk management

CAIXA adopts the best local and international practices for managing its credit, market, liquidity and operational risks, including an active capital management in conformity with the principles, amounts, guidelines and limits established by the Board of Directors.

Risk management is understood by Senior Management as a distinguishing feature for financial market competitiveness and the best way of safeguarding CAIXA's solvency, liquidity and profitability.

The risk management structures are in accordance with the current regulations, being adjusted to the nature and complexity of CAIXA's financial instruments, products, services and operations, and good corporate governance practices, ensuring that Senior Management is able to identify the capital commitment required to cover risks, evaluate the impacts on results of operations and take prompt decisions on acceptable exposure limits.

The Risk Management Policy and the exposure limits are reviewed at least annually, based on the strategy, macroeconomic factors, the business environment and the ability to take risks, and are clearly communicated to all employees in the internal system for disclosure of standards.

A detailed description of the risk management structures, including responsibilities, practices, processes, procedures and models is available for consultation on CAIXA's website: <http://www.caixa.gov.br> under the "About CAIXA" menu.

#### (a) Basel II

The actions required for the implementation of the New Basel II Capital Accord are coordinated under a strategic project and supervised by the corporate risk unit of the Vice-Presidency for Control and Risk. The project has been approved by the Executive Board and reflects the appropriate recognition and strategic priority given by management to the implementation of the best risk management practices.

The aim of the Project is to ensure the improvement, development, implementation and certification of the basic/standard and internal/advanced models of market, credit and operational risk management, as well as to offer a number of training programs to its personnel and spread CAIXA's risk management culture.

CAIXA has fully complied with the requirements of the Brazilian Central Bank (BACEN) regarding the implementation stages of the New Accord in Brazil, showing its ability to use the internal market risk model. CAIXA continues to improve its practices, processes, models and systems to ensure that CAIXA is capable of adopting the internal models in other risk categories, following the implementation schedule defined by the Brazilian Central Bank.

CAIXA acknowledges that the advantages obtained from the full implementation of the New Accord extend beyond the possible benefits arising from the decrease in minimum required capital and strengthen the strategic priority given to risk management as an essential pillar for sustainability, business responsibility and the fulfillment of its strategic mission.

#### (b) Regulatory Capital Requirements

The table below presents the calculation of the regulatory capital requirement, pursuant to CMN Resolutions 3,444/2007 and 3,490/2007, which define the methodology for determining the Reference Equity and the Required Reference Equity:

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

| Calculation of the regulatory capital requirement                       |                    |                   |                   |
|---|--------------------|-------------------|-------------------|
| Description   | 2012               | 2011              |                   |
|   | June 30            | December, 31      | June 30           |
| <b>PR - REFERENCE EQUITY (TIER I + TIER II - DEDUCTIONS)</b>            | <b>44,343,093</b>  | <b>39,540,314</b> | <b>34,629,441</b> |
| <b>TIER I</b>   | <b>23,673,107</b>  | <b>21,466,776</b> | <b>20,031,001</b> |
| Equity  | 21,397,946         | 19,561,381        | 18,201,533        |
| Hybrid capital and debt instruments eligible as Tier I reference equity | 3,087,796          | 2,800,014         | 2,612,739         |
| Revaluation reserves  | (458,274)          | (464,595)         | (471,959)         |
| Tax credits excluded from Tier 1 reference equity                       | (154,673)          | (168,926)         | (261,281)         |
| Deferred permanent assets   | (8,953)            | (22,825)          | (40,454)          |
| Adjustment to market value  | (190,735)          | (187,247)         | (9,577)           |
| Excess tax credits in relation to Tier I reference equity               | -                  | (51,026)          | -                 |
| <b>TIER II</b>  | <b>21,874,250</b>  | <b>18,683,916</b> | <b>15,280,658</b> |
| Revaluation reserves  | 458,274            | 464,595           | 471,959           |
| Hybrid capital and debt instruments                                     | 9,388,688          | 9,481,272         | 9,522,186         |
| Subordinated debt instruments   | 11,836,553         | 8,550,802         | 5,276,936         |
| Adjustment to market value  | 190,735            | 187,247           | 9,577             |
| <b>DEDUCTIONS FROM REFERENCE EQUITY</b>                                 | <b>(1,204,264)</b> | <b>(610,378)</b>  | <b>(682,218)</b>  |
| Shares issued by financial institutions                                 | (1,203,120)        | (609,388)         | (681,384)         |
| Investment in foreign financial institution                             | (1,144)            | (990)             | (834)             |
| <b>REQUIRED REFERENCE EQUITY (PRE)</b>                                  | <b>37,770,639</b>  | <b>32,605,806</b> | <b>26,205,167</b> |
| Credit risk   | 35,616,795         | 30,714,623        | 24,392,230        |
| Market risk - Trading portfolio   | 238,863            | 61,126            | 79,260            |
| Operational risk  | 1,914,981          | 1,830,057         | 1,733,677         |
| Market risk - Non-trading portfolio                                     | <b>3,455,106</b>   | <b>2,385,646</b>  | <b>3,294,385</b>  |
| <b>CAPITAL MARGIN (PR - PRE)</b>  | <b>3,117,348</b>   | <b>4,548,862</b>  | <b>5,129,889</b>  |
| <b>BASEL RATIO (PR x 100) / (PRE / 0.11)</b>                            | <b>12.91%</b>      | <b>13.34%</b>     | <b>14.54</b>      |

### Credit Risk

Credit risk is defined as the possibility of incurring losses because a borrower or counterparty fails to perform its financial obligations in accordance with the terms and conditions of the agreement entered into with CAIXA, as well as losses arising from the impairment of loan agreements as a result of the deterioration in the borrower's risk rating, decrease in gains or remuneration, advantages granted upon renegotiation and recovery costs.

Credit risk is controlled and monitored through the identification, measurement, assessment and follow-up of delay and exposure indicators, credit limit by borrower, transaction, segment, geographic region and economic activity sector; incurred, expected and unexpected losses; provisions; transaction ratings; regulatory and economic capital requirements; alternatives proposed to mitigate credit risk and reporting to product and service managers and CAIXA's decision-making levels.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

All credit exposures of CAIXA are assessed based on consistent and verifiable criteria which are capable of measuring and classifying the risks involved in each transaction.

Furthermore, new transactions are evaluated based on credit scoring models or analyses performed by experts, depending on the characteristics of the borrower and transaction. Transactions in the portfolio are periodically reviewed; retail transactions make use of Behavioral Scoring models, and rating re-evaluation is used for the other exposures.

As part of the ongoing improvement of the process for controlling and monitoring credit risk, CAIXA annually reviews its models, policies, strategies, exposures or extrapolation limits for purposes of reporting and approval by the Executive Board and Board of Directors.

The purpose of the periodic reviews of policies, strategies, practices, processes, models and systems is to ensure compliance with the best market practices and the requirements of the New Capital Accord and regulatory authorities.

All processes and models adopted are previously evaluated and approved by an internal and independent unit for the monitoring and validation of models, whose predictive ability is constantly monitored.

#### **(c) Market risk**

Market risk refers to the possibility of losses arising from changes in the market values of the positions held by the Institution, including transactions subject to foreign exchange variation and fluctuations in interest rates and prices of shares and commodities.

CAIXA's risk area maintains activities of market risk management are segregated from business and audit activities, with independent structures for the development and monitoring of models, in order to avoid conflicts of interest and to safeguard the impartiality of the work performed.

CAIXA's risk area maintains a market risk management structure which is compatible with the nature and complexity of financial instruments, products, transactions and the extent of the exposure to this risk.

The Market Risk Management Policy, which is approved by the Board of Directors, establishes a set of principles and guidelines that govern the measurement, control, monitoring and mitigation of the exposures to market risk, with a view to minimizing the impacts of unexpected and undesirable events on CAIXA's ability to generate profits and fulfill its strategic goals.

The risks inherent to new financial instruments, products and transactions are previously identified, with an analysis of the adequacy of the procedures and controls adopted by CAIXA. The exposure limits and market risk concentration, for both the transactions included in the trading portfolio and other positions, including all significant sources of market risk, are monitored with timely reporting to decision-making levels, ensuring lower volatility in CAIXA's results of operations, alignment with the best market practices and compliance with legal requirements.

#### **Market Risk Measurement**

Market risk measurement begins with the marking-to-market of securities, i.e., with the calculation of the trading prices of these instruments in the secondary market, based on the identification of all the positions held by CAIXA and the calculation of their cash flows, discounted at the market interest rates for each instrument.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

These interest rates are shown by the term structure of interest rates, which is a graphical depiction of the relationship between the interest rates of instruments of the same credit quality, but with different maturities, and whose main objective is to serve as the basis for the pricing of fixed-income instruments. At CAIXA, this structure is estimated using information on rates or prices traded in the secondary and derivative markets, or, in the case of assets which are not traded, on an appropriate methodology.

### Value at Risk (VaR)

CAIXA uses the Delta Normal approach to calculate the VaR internal model, a methodology based on a covariance matrix analytical model which assumes that the returns on the portfolio are normally distributed.

Volatilities and correlations are calculated daily for a historical data period of 252 business days based on the series of the returns of the market curves of the various risk factors.

To calculate the VaR, the market risk measurement system uses a data weighting technique, the EWMA - *Exponentially Weighted Moving Average*, a method which applies weighting factors that decrease exponentially in accordance with the decrease parameter selected, provided that the VaR result is more conservative than that obtained through sample variance.

The accuracy of this model is daily monitored based on a compliance test program, using two methodologies which count the number of violations, a standard procedure established in the Basel Accord and Kupiec's Proportion of Failure (POF) Test. These tests verify whether unrealized gains or losses are lower than the VaR calculated for the 95%, 97.5% and 99% confidence levels.

The determination of the number of violations for the application of these methodologies is carried out by measuring unrealized losses and actual results. Under the first methodology, violation is defined as the negative result arising from unrealized losses which exceeds the VaR projected for the day. Under the second methodology, violation is defined as the negative result arising from changes in the value of the portfolio, considering the trading activities performed during the day, which is higher than the VaR projected for the day. In both cases, the number of violations in a certain period must be consistent with the confidence interval established for the model.

### Stress Testing

The Stress Testing Program, which supplements the information provided by the VaR calculation, adopts historical scenarios and dates, prospective scenarios and sensitivity analyses to reproduce historical periods and important dates, and simulate adversities based on the characteristics of the portfolio and the macroeconomic environment which represent severe conditions and gradual changes in market yield curves, respectively.

The analysis of historical scenarios uses the worst-case scenarios for interest curves which have already occurred to measure their impacts on the value of CAIXA's portfolio. Two scenarios are used to assess the impacts: the first consists of finding the worst date in the database to define the stress VaR, and the second consists of finding the worst date for each risk factor in the portfolio and adding up these results, thus considering a possible assumption breach.

The analysis of historical dates calculates the VaR based on important and known stress dates which took place from 2000 to 2003. The worst shocks observed in this period are determined and applied to the yield curves with a view to measuring the impairment in the value of the portfolio should these shocks occur again.

The analysis of prospective scenarios consists of verifying the impacts on the value of CAIXA's portfolio in the event the projected scenario takes place. At CAIXA, the prospective scenarios are proposed by the Vice President of Finance, who explains the assumptions and hypotheses adopted for each model variable, and are approved by the Risk Committee, so that they can be used as inputs for the risk models.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

Currently, three types of prospective scenarios are used in market risk management:

- . Basic scenario, considering the most likely changes in variables and macroeconomic indicators;
- . High-stress scenario, weighting possible internal and external adversities which lead to an increase in the interest rate above that considered in the basic scenario; and
- . Low-stress scenario, considering alternative hypothesis which lead to a decrease in the interest rate below that considered in the basic scenario.

The sensitivity analysis, which determines the portfolio's sensitivity to possible changes in the rates of risk factors, is performed by applying percentage points to the term structure of each risk factor, in order to simulate an increase in the rates and a consequent reduction in the prices of the assets.

The results of stress tests are considered during the entire market risk management process, also to establish or review policies and limits on risk exposure.

### Trading portfolio

CAIXA's trading portfolio comprises all transactions involving securities, financial instruments and commodities, including derivatives held for trading or to hedge other components of the portfolio which are not subject to trading limitations.

The changes in the portfolio's value at risk, by risk factor, are as follows:

| Value at Risk - Normal Scenario* |               |                   |               |  |
|----------------------------------|---------------|-------------------|---------------|--|
| Risk factors                     | June 30, 2012 | December 31, 2011 | June 30, 2011 |  |
| Fixed rate                       | 24.6          | 10.4              | 8.8           |  |
| IGP Coupon                       | 0.02          | -                 | 0.03          |  |
| IPCA Coupon                      | 0.1           | 0.1               | 0.3           |  |
| SELIC Coupon                     | 0.1           | -                 | -             |  |
| VaR without DE <sup>(1)</sup>    | 24.8          | 10.6              | 9.2           |  |
| VaR with DE <sup>(1)</sup>       | 23.7          | 10.7              | 9.3           |  |

\* Amounts expressed in millions of reais. (1) Diversification Effect.

### Operations not classified in the trading portfolio

These refer to securities classified in categories II - available-for-sale and III - held-to-maturity, the loan operations of the commercial, housing, sanitation and infrastructure portfolios and the funding and deposit liability operations.

With a view to ensuring that the Reference Equity (PR) is sufficient to cover the market risks taken by CAIXA, the risk area measures and assesses the interest rate risk of these operations, considering their nature, the complexity of the products and the extent of the exposure to this risk.

The methodology for measuring the risk of the operations not included in the trading portfolio and subject to fluctuations in interest rates is based on the concepts presented in the document entitled "International Convergence of Capital Measurement and Capital Standards - A Revised Framework - Comprehensive Version", as well as on the assumptions presented in the document entitled "Principles for the Management and Supervision of Interest Rate Risk". To supplement this measurement, a monthly stress test is performed, as established in BACEN Circular 3,365/2007.

The monitoring of the levels of exposure of these operations to interest rate risk and the compliance with the limits established are reported to Senior Management on a monthly basis.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

### Financial instruments - marked-to-market value

The comparison between the financial instruments recorded in balance sheet accounts and their marked-to-market value is as follows:

| Financial instruments recorded in balance sheet accounts - ASSETS      |                |             |             |                        |             |             |                               |              |              |
|--|----------------|-------------|-------------|------------------------|-------------|-------------|-------------------------------|--------------|--------------|
| Description  | Notional value |             |             | Marked-to-market value |             |             | Amounts payable or receivable |              |              |
|  | 2012           | 2011        |             | 2012                   | 2011        |             | 2012                          | 2011         |              |
|  | June 30        | 12/31/2011  | June 30     | June 30                | 12/31/2011  | June 30     | June 30                       | December 31  | June 30      |
| Investments in interbank deposits                                      | 2,162,127      | 2,063,590   | -           | 2,164,743              | 2,063,746   | -           | 2,616                         | 156          | -            |
| Investments in repurchase agreements                                   | 50,245,098     | 27,683,377  | 41,424,809  | 50,234,519             | 27,685,856  | 41,418,644  | (10,579)                      | 2,479        | (6,164)      |
| Securities and financial instruments                                   | 127,715,266    | 119,404,875 | 107,486,728 | 133,047,946            | 121,984,257 | 108,127,593 | 5,332,680                     | 2,579,382    | 640,865      |
| Trading securities   | 65,576,286     | 55,144,135  | 46,680,973  | 65,576,286             | 55,144,135  | 46,680,973  | -                             | -            | -            |
| Available-for-sale securities  | 6,046,931      | 5,594,541   | 2,591,507   | 6,046,931              | 5,594,541   | 2,591,507   | -                             | -            | -            |
| Held-to-maturity securities  | 56,092,049     | 58,666,199  | 58,214,248  | 61,424,729             | 61,245,581  | 58,855,113  | 5,332,680                     | 2,579,382    | 640,865      |
| Loan operations, leases and other receivables                          | 302,658,350    | 252,890,299 | 208,560,035 | 312,329,455            | 253,887,001 | 203,994,397 | 9,671,105                     | 996,702      | (4,565,638)  |
| Commercial   | 99,195,580     | 79,750,293  | 63,749,169  | 111,857,249            | 87,684,038  | 72,648,367  | 12,661,669                    | 7,933,745    | 8,899,198    |
| Housing  | 177,242,564    | 152,870,586 | 129,314,290 | 176,652,426            | 148,897,621 | 122,058,646 | (590,138)                     | (3,972,965)  | (7,255,644)  |
| Infrastructure/development   | 21,162,689     | 16,927,897  | 12,789,547  | 18,762,263             | 13,963,819  | 6,580,355   | (2,400,426)                   | (2,964,078)  | (6,209,192)  |
| Other receivables  | 5,057,517      | 3,341,523   | 2,707,029   | 5,057,517              | 3,341,523   | 2,707,029   | -                             | -            | -            |
| Financial instruments recorded in balance sheet accounts - LIABILITIES |                |             |             |                        |             |             |                               |              |              |
| Funding transactions   | 77,998,184     | 60,293,053  | 52,779,089  | 79,672,438             | 61,745,016  | 53,648,597  | 1,674,254                     | 1,451,963    | 869,510      |
| CDB/RDB  | 47,652,950     | 39,215,509  | 37,216,125  | 47,992,765             | 39,524,657  | 39,589,748  | 339,815                       | 309,148      | 2,373,624    |
| LCI LH   | 30,345,234     | 21,077,544  | 15,562,964  | 31,679,673             | 22,220,359  | 14,058,849  | 1,334,439                     | 1,142,815    | (1,504,114)  |
| Funds obtained from repurchase agreements                              | 87,370,632     | 56,291,291  | 62,423,863  | 87,541,698             | 57,915,402  | 64,908,222  | 171,066                       | 1,624,111    | 2,484,359    |
| Borrowings, onlendings and other                                       | 93,912,989     | 84,169,782  | 70,949,574  | 86,881,770             | 71,395,765  | 56,406,039  | (7,031,219)                   | (12,774,017) | (14,543,534) |
| Abroad   | 3,746          | 4,601       | 193,020     | 3,503                  | 4,597       | 191,360     | (243)                         | (4)          | (1,659)      |
| Treasury   | -              | 32,509      | 31,056      | 34,082                 | 32,735      | 31,277      | 34,082                        | 226          | 221          |
| Employee Severance Indemnity Fund (FGTS)                               | 90,050,322     | 80,599,183  | 67,245,280  | 82,239,950             | 67,091,999  | 52,430,646  | (7,810,372)                   | (13,507,184) | (14,814,634) |
| National Bank for Economic and Social Development (BNDES)              | 2,237,454      | 1,730,226   | 1,491,514   | 3,141,196              | 2,698,519   | 2,015,772   | 903,742                       | 968,293      | 524,258      |
| Deposits without yield   | 1,621,467      | 1,803,263   | 1,988,704   | 1,463,039              | 1,567,915   | 1,736,984   | (158,428)                     | (235,348)    | (251,720)    |
| Hybrid capital and debt instruments                                    | 14,531,794     | 13,884,459  | 13,363,607  | 16,850,483             | 15,829,703  | 14,170,747  | 2,318,689                     | 1,945,244    | 807,140      |

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### Determination of the marked-to-market value of financial instruments

The prices of the financial instruments in the securities portfolio are determined based on rates or prices adopted in daily transactions, provided that a minimum number of business transactions has been reached on the calculation date.

The market price of shares listed on stock exchanges corresponds to the closing price of the day and the market price of standardized derivatives at the adjustment price of the day.

Trading prices of fixed-income instruments are calculated through the assessment of discounted cash flows at the market interest rates of each instrument.

These interest rates are established by the estimated term structure of interest rates based on information on rates and prices adopted in the secondary market, or, in the case of assets which are not traded, on an appropriate methodology, using the following assumptions in this exact order:

- a) Use of prices and reference rates calculated and disclosed by ANBIMA.
- b) Construction of the term structure by adding the spread between an interest rate curve of government securities and one of BM&F with similar characteristics, or the curve of a similar asset which has liquidity in the secondary market, to the charge or surcharge of the security.

The marking-to-market of the other transactions not classified in the trading portfolio and subject to interest rate risk is based on the construction of the cash flows of assets and liabilities and of the term structures of market interest rates.

The cash flows are constructed based on the characteristics of the operations, using statistical models for those without a defined maturity. These cash flows are discounted by the term structures estimated based on available information on rates and trading market prices of the financial instruments available, such as futures contracts, public securities or swap transactions.

#### Sensitivity analysis of the significant positions - CVM Instruction 475

The sensitivity analysis enables the verification of the impact of interest rate changes on the prices of assets and liabilities by risk factor. These hypothetical studies become a market risk management tool, allowing the definition of mitigation measures in the event such scenarios take place, since the exposures are monitored on a daily basis, and adverse changes in the market result in prompt actions by the units involved in the process with a view to minimizing any possible losses.

In compliance with CVM Instruction 475, of December 17, 2008, the sensitivity analyses for each type of market risk deemed significant by Senior Management, to which CAIXA was exposed at December 31, 2011, included all the relevant transactions with financial instruments and considered the most significant losses in each of the following scenarios:

Scenario I: Probable scenario which considers the most likely trend for the variables and macroeconomic indicators;

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

Scenario II: Possible scenario which considers a +25% or -25% parallel shock in the risk variables at the balance sheet date.

Scenario III: Second possible scenario which considers a +50% or -50% parallel shock in the risk variables at the balance sheet date, which are deemed the worst possible losses.

The results calculated are summarized in the following table:

| Sensitivity analysis of significant positions - CVM Instruction No, 475<br>Financial instruments - June 30, 2012 - R\$ thousand |                                 |                   |             |              |
|---|---------------------------------|-------------------|-------------|--------------|
| Description   | Risk                            | Probable scenario | 25% shift   | 50% shift    |
| Fixed rate  | Increase in interest rate       | (121,822)         | (2,893,244) | (5,502,936)  |
| Price index   | Increase in price index coupons | (80,418)          | (1,809,164) | (3,272,195)  |
| TR/TBF/TJLP   | Increase in TR coupon           | (339,651)         | (7,803,615) | (14,397,442) |
| Foreign exchange variation  | Decrease in exchange rates      | (1)               | (40)        | (81)         |

### Liquidity risk

Liquidity risk is defined as:

I - the possibility that CAIXA will be unable to efficiently fulfill its expected and unexpected, current and future, commitments, including those arising from guarantees given, without affecting its daily operations or incurring significant losses; and

II - the possibility that CAIXA will be unable to sell a position at market price, due to its large size in relation to the volume usually traded, or on account of some market discontinuity.

The rules for managing liquidity risks, involving practices, processes, procedures, models and reports, have been established by the Risk Committee and aim at maintaining the risk exposure at acceptable levels and avoiding mismatches between assets and liabilities which may affect CAIXA's ability to meet its payment obligations.

Liquidity risk is managed by using internal models for projecting the financial flows of CAIXA's products, services and transactions under normal and stress circumstances.

In order to deal with stress situations, a Liquidity Contingency Plan has been established to identify in advance and increase CAIXA's ability to handle internal or external liquidity crises, minimizing their potential effects on the continuity of CAIXA's businesses, its ability to generate profits and reputation. This Plan describes the parameters used to identify crises, the responsibilities of the units and levels involved in the carrying out of the plan, and the procedures to be followed to ensure an acceptable situation for CAIXA, or restore the liquidity level it had prior to the onset of the crisis.

The measurement and monitoring of the levels of exposure to liquidity risk are reported to the Vice-Presidents of Control, Risk and Finance on a daily basis; to the Risk Committee on a monthly basis; and to the Board of Directors on a half-yearly basis.

## **Caixa Econômica Federal - CAIXA**

### **Notes to the financial statements**

**at June 30, 2012**

All amounts in thousands of reais unless otherwise stated

---

#### **Operating risk**

Operating risk refers to the risk of losses resulting from internal processes, persons, inadequate systems or system failures and external events. This definition includes legal risk, but does not cover strategic and reputation risks.

The perfect cycle for Operating Risk Management and Management of Information on Operating Risks is made up of identification, measurement, mitigation and control stages.

Caixa's Operating Risk Management is supported by a structure that follows three basic assumptions:

- Adequate management environment;
- Management process; and
- Disclosure

An adequate Operating Risk Management environment involves support from Senior Management, a set of policy and rules and an audit process. Caixa's Operating Risk Management process is made up of the following stages: Identification, Assessment, Control/Mitigation, Monitoring and Reporting. All these stages are interconnected in a manner that the analysis flow has a well-defined beginning, middle and end. At CAIXA, the disclosure of information on Operating Risk is defined in accordance with the intended goal and target audience.

At CAIXA, Operating Risk is realized through two analyses: a preventive and a reactive analysis. The preventive analysis seeks variables and indicators that may reveal probable occurrences so that actions can be taken before these events take place. The reactive analysis seeks to study the behavior of losses with a view to identifying their possible causes. In both cases, the assessment seeks to provide instruments and sufficient information for the risk to be controlled/mitigated, monitored and reported.

The various managing units of CAIXA are the greatest sources of information for the Identification and Assessment of Operating Risk.

#### **Calculation Methodology Adopted by CAIXA**

The Alternative Standardized Approach (ASA) is the current calculation methodology adopted by CAIXA; this tool has been developed to promote the integration of the calculations performed in accordance with the three methods mentioned above, as provided for in Circular 3,383/2008.

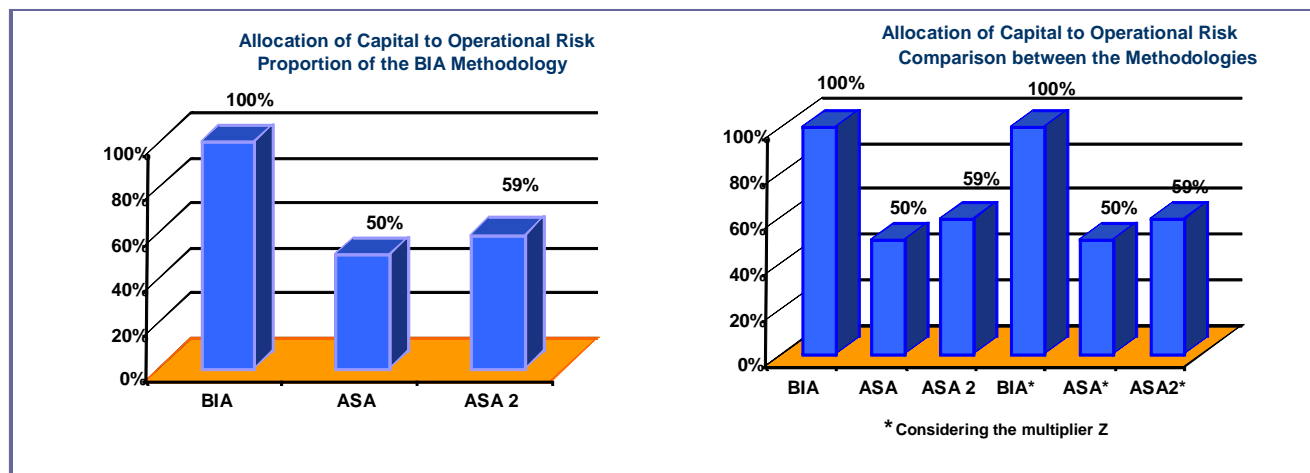
The results of the calculations performed by the three methods are compared below:

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated



### Internal models

The internal model for the assessment and allocation of capital to Operating Risk has not yet been regulated by BACEN, and is governed by Notice 19,217/09.

CAIXA is developing its own internal model based on the assumptions provided for in this Notice and other articles and documents known by the market.

The internal model seeks to explain the allocation of capital as part of a large and strong process based on best practices.

The minimum requirements for CAIXA to qualify for the use of the internal model are:

- Internal database - The internal database on the events associated with operational risks and losses should comprise information from managerial areas which is consistent with the information from the accounting area;
- External database - This database helps to quantify operational risk events which have occurred in other financial institutions, as well as to quantify events which never or seldom occur at CAIXA;
- Factors related to internal controls and the business environment - These factors reflect the internal controls and the business and operating environments to which CAIXA is exposed, and which will act as exposure mitigation factors;
- Analysis of scenarios - Allows the depiction of changes in the internal and external business environment, including situations that are not covered by internal data, since it enables the consideration of the impacts of extreme events on CAIXA's operations.

### Monitoring, Operating Control and Mitigation

The interconnection between identification and assessment activities and mitigation, monitoring and control activities makes it possible for the Operating Risk Management area to take a proactive and preventive approach, enabling the delivery of ready and timely solutions.

Monitoring actions are given special attention, since they give continuity to the management cycle and show the effectiveness of this management through CAIXA's solidity and sustainability indicators.

## **Caixa Econômica Federal - CAIXA**

### **Notes to the financial statements**

**at June 30, 2012**

All amounts in thousands of reais unless otherwise stated

---

The losses arising from operational risk events are monitored and reported with a view to improving the decision-making process related to the mitigation actions. Also, information on the indicators of CAIXA's exposure to the occurrence of operational risk events is regularly monitored.

The effective operational risk management cycle ends with the mitigation and control of operational risk events, seeking to provide CAIXA with solidity and sustainability.

The operational control of products and services to be launched is carried out using a specific tool which consolidates opinions from various areas, making contributions that range from the presentation of projects to the assessment of the behavior of products and services in relation to projected risk levels.

The actions taken to mitigate operational risks are recorded in a corporate system to improve the monitoring of preventive or corrective measures and risk management, so that failures, if any, are not repeated or have reduced financial consequences.

### **Business Continuity Management**

Business continuity management is an essential part of operational risk management and has been a focus of CAIXA, through its Business Continuity Program (PCN CAIXA), to be implemented whenever there is an interruption in services and activities, as a key factor for the success of any initiative for the preservation or restoration of CAIXA's ability to do business.

Information Security is another key element in the operational risk management process, involving all CAIXA's areas in the construction and consolidation of models, procedures, structures, tools and a corporate culture that lead to a management whose main focus is the protection of CAIXA's assets and information.

### **Crisis Management**

This is a process of managing crisis situations, where urgent and coordinated decision-making is required, through the allocation of human and material resources to mitigate possible adverse financial, operational and reputational impacts on CAIXA.

The adoption of these actions plays an important role in the definition of strategies for the preservation of the physical integrity of CAIXA's employees and customers, as well as the protection of its assets.

In a crisis situation, before actions are taken, the Management Group provides guidance for the areas involved, with the objective of choosing the best alternative to mitigate the adverse impacts.

### **Transparency and Disclosure**

Transparency and disclosure of information on CAIXA's operational risk management are indispensable factors for the market players to be able to assess the quality of this management.

There is a structured process of internal communication and disclosure to the market to make transparency a regular routine and demonstrate CAIXA's commitment to the consistency of the data, the banking environment and the Brazilian society.

"CAIXA University" offers employees two courses on operational risk, a basic and an advanced one, the purpose of which is to disseminate the operational risk management culture. In addition, manuals on the

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

Operational Risk Policy, as well as procedures associated with the management cycle of this risk, are also made available.

The report on CAIXA's operational risk management structure is available at: <http://www.caixa.gov.br>, under the "About Caixa" menu.

#### Note - 34 Other information

##### (a) Net assets of the social funds and programs managed by CAIXA:

| Net assets of social funds and programs |                     |                     |                     |
|---|---------------------|---------------------|---------------------|
| Description                             | June 30, 2012       | December 31, 2011   | June 30, 2011       |
| PIS (1)                                 | 28,168,394          | 27,241,566          | 29,738,351          |
| FGTS (1)                                | 44,010,449          | 41,013,173          | 38,361,514          |
| FAR (1)                                 | 5,462,229           | 5,381,563           | 4,659,332           |
| FDS                                     | 1,118,840           | 1,076,326           | 1,015,983           |
| FAS                                     | 26,284              | 29,318              | 27,517              |
| FGS                                     | 173,039             | 105,641             | 44,050              |
| FGHAB                                   | 1,051,393           | 425,564             | 170,189             |
| CCA                                     | 26,963              | 20,616              | 11,994              |
| CCAM                                    | 15                  | 12                  | 9                   |
| FGCN                                    | 1,571,846           | 1,400,154           | 1,261,430           |
| FCE                                     | 33                  | 15                  | 11                  |
| <b>Total</b>                            | <b>81,609,485</b>   | <b>76,693,948</b>   | <b>75,290,380</b>   |
| <b>FCVS (1) (2)</b>                     | <b>(82,141,045)</b> | <b>(79,836,930)</b> | <b>(83,633,814)</b> |

(1) Position at May 2012.

(2) The Federal Government is solely responsible for covering the negative net assets of the FCVS.

##### (b) Guarantees provided to third parties

These guarantees amount to R\$ 69,554 (June 30, 2011 - R\$ 69,554) and refer to properties and securities pledged as collateral in connection with lawsuits filed against CAIXA.

##### (c) FGTS

The credit risk of operations contracted as from June 1, 2001 lies with CAIXA in its capacity of Operating Agent, whereas the Federal Government assumes the risk of the operations contracted up to the aforementioned date, as established in article 9 of Law 8,036/1990, amended by article 12 of Provisional Measure 2,196-3/2001. The result of the assessment of this credit risk is recorded by CAIXA as a provision under "Sundry liabilities", in the amount of R\$ 20,814 (June 30, 2011 - R\$ 32,421).

Law 8,036/1990 establishes in its article 7, item IX, introduced by Law 11,491/2007, that it is the responsibility of CAIXA, in the capacity of Operating Agent, to ensure that the financial resources allocated to FI - FGTS, in FGTS quotas, earn the remuneration applicable to linked accounts, which corresponds to TR + 3% per year. Consequently, a provision of R\$ 115,632 (June 30, 2011 - R\$ 98,697) has been recorded.

## Caixa Econômica Federal - CAIXA

### Notes to the financial statements

at June 30, 2012

All amounts in thousands of reais unless otherwise stated

---

#### (d) FIES

The credit risk of operations contracted as from June 12, 2001 lies with CAIXA in its capacity of Financing Agent and joint debtor, up to the limit of 25%, as established in article 5 of Law 10,260/2001, amended by Law 11,552/2007.

The result of the assessment of this credit risk is recognized by CAIXA as a provision under "Sundry liabilities" in the amount of R\$ 158,757 (June 30, 2011 - R\$ 166,454).

Jorge Fontes Hereda  
President

Fábio Lenza  
Vice-President

Geddel Quadros Vieira Lima  
Vice-President

Joaquim Lima de Oliveira  
Vice-President

José Henrique Marques da Cruz  
Vice-President

José Urbano Duarte  
Vice-President

Márcio Percival Alves Pinto  
Vice-President

Paulo Roberto dos Santos  
Vice-President

Raphael Rezende Neto  
Vice-President

Sérgio Pinheiro Rodrigues  
Vice-President

Marcos Brasiliano Rosa  
National Superintendent  
Accountant CRC 022351/O-1-DF

