



EARNINGS RELEASE
1Q11

BANCO PAULISTA and SOCOPA – CORRETORA PAULISTA (“SOCOPA”) hereby announce their first-quarter results (1Q11). BANCO PAULISTA is acknowledged by its foreign exchange and treasury services, as well as for its middle-market financing activities, and the administration, clearance and custody of assets. In addition, PAULISTA offers liquidating bank services before CETIP, SELIC, BM&F and CBLC for Investment Banks, Brokerage Firms and Securities Distributors, and Clearing Agent services before CBLC for Brokerage Firms. SOCOPA, its wholly-owned subsidiary, a traditional stock and foreign exchange brokerage firm, operates in BOVESPA and BM&F segments, both in Brazilian and in international markets.

MESSAGE FROM THE ADMINISTRATION

The first-quarter 2011 results clearly reflect the moment of transition through which BANCO PAULISTA and SOCOPA are going, which shows the effects of the restructuring process, viewing to the construction of a stronger conglomerate that corresponds to its reputation in the market. Notwithstanding the accounting loss of this quarter, still due to the impact of the Consumer Credit (CC) transactions, March has shown a net profit of R\$ 1.7 million, which tends to increase even more after the focus of the Administration returns to its traditional business environment and the exit from the car financing market in the 3Q09.

In December 2010 the Bank entered into an agreement with Paulista Companhia Securitizadora de Créditos Financeiros, an affiliated company, for the granting of overdue credit rights. Given this, the interruption of the losses will reduce the negative impact in the asset base and the Basel Index of the Bank, in addition to improving the quality of the remaining assets.

The ongoing restructured processes, optimized business areas and improved corporate governance level will result in solid bases for a new virtuous period of growth, based on the strategic segments of the Bank. By performing an analysis exercise in the institution’s financial statements so as to expunge the effects of the Consumer Credit – CC transactions (pro forma), one may catch a glimpse of the Bank’s potential for traditional business as well as the room for growth that is intrinsic to the completion of the restructuring of operational areas. As part of the efforts towards improving the transparency and communication with both the market and the collaborators, BANCO PAULISTA results are published on a quarterly basis through this release.

MAIN INDEXES

Main Indexes	1Q11	4Q10	Var. (%)	1Q10	Var. (%)
Financial Mediation Result	11,379	18,291	-37.8%	8,415	35.2%
Operational Result	(7,727)	(6,880)	12.3%	(15,320)	-49.6%
Net Profit (Loss)	(5,521)	(4,669)	18.2%	(9,722)	-43.2%
Adjusted(*) Net Profit (Loss)	3,673	2,287	60.6%	4,576	-19.7%
Equity	85,467	90,988	-6.1%	99,777	-14.3%
Total Assets	1,418,535	1,630,381	-13.0%	1,413,289	0.4%
Total Credit Portfolio	354,882	347,071	2.3%	296,463	19.7%
Total Funding	966,800	1,035,193	-6.6%	993,403	-2.7%
Net Interest Margin (NIM) (% pa)	12.2%	14.1%	-2.0 p.p.	14.5%	-2.3 p.p.
Efficiency Index	67.0%	62.4%	4.6 p.p.	51.7%	15.4 p.p.
Efficiency Index (*)	46.2%	50.9%	-4.7 p.p.	34.6%	11.6 p.p.
Basel Index	12.9%	13.1%	-0.2 p.p.	11.2%	1.7 p.p.

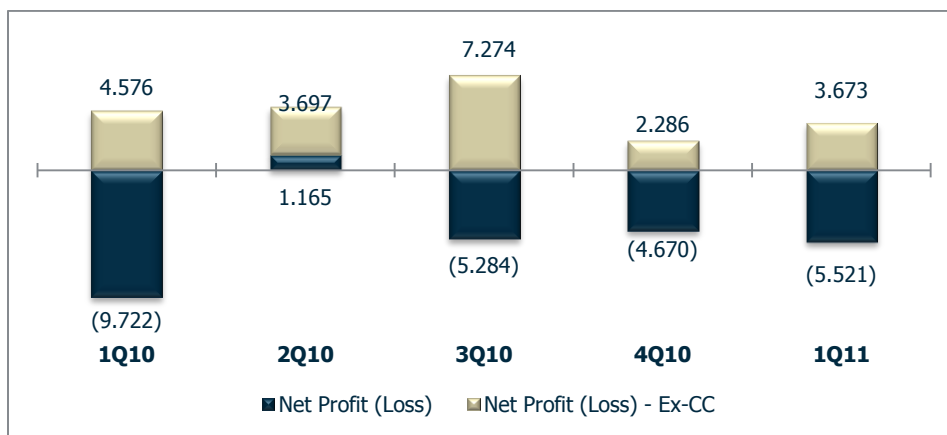
(*) Disregards the CC effects

PERFORMANCE

Net Profit

The 1Q11 showed a R\$ 5.5 million net loss, a considerable improvement in relation to the same quarter of the previous year, when the Bank recorded a negative result of R\$ 9.7 million. Had the effect on the result concerning CC transactions been excluded, PAULISTA would have recorded a R\$ 3.7 million profit in that quarter, which reinforces the optimism as regards not only the Institution outlook – giving that it will no longer be impacted by the CC effects – but also the trust in its profitability.

NET PROFIT (LOSS) - R\$ thousand



Pro Forma

In order to better present its current operating performance, BANCO PAULISTA decided to publish its pro forma results, which do not include the CC (Consumer Credit) operations’ effects. It is worth mentioning that except for those effects, the Bank would have recorded a R\$ 3.7 million profit in the 1Q11. With the elimination of the CC business, PAULISTA started to focus in Foreign Exchange transactions, Credit to Middle Market and Services to the Market, in which it has a renowned competency, thus generating confidence towards the business attractiveness and profitability.

Pro Forma Results	1Q11	4Q10	1Q10
Results before taxation on profit and profit sharing	(9,035)	(7,532)	(16,458)
Income Tax and Social Contribution	(4)	2	(908)
Deferred Tax Assets	3,518	2,861	7,645
Net Profit (Loss)	(5,521)	(4,669)	(9,722)
(-) CC Results	(9,194)	(6,956)	(14,298)
Pro Forma Net Profit	3,673	2,287	4,576

In December 2010, the Bank signed an agreement with Paulista Companhia Securitizadora de Créditos Financeiros, an entity aimed at the grant of overdue receivables – from loan and financing transactions made by the Bank. The Bank paid in advance the amount of R\$ 15.3 million, concerning the price-equalization results, as assessed by considering the default history on the portfolio subject to the grant, which will be adapted to the results, in the item “other operating expenses”, in the same ratio that the credits subject to the referred agreement reach their maturity, which will substantially occur by December 2012. Given this, the cessation in losses will reduce the adverse impact on BANCO PAULISTA equity base and Basel index, notwithstanding the tax credit constitution on the account of this securitization transaction.

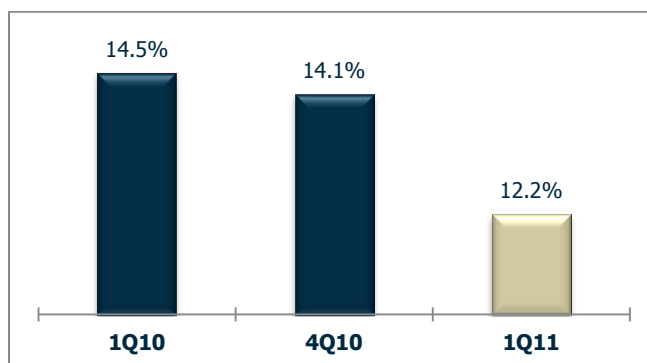
Net Interest Margin

Net Interest Margin (NIM) was 12.2% in the 1Q11, a 2.0 p.p. decrease as compared to the previous quarter. Part of this reduction of the NIM is due to the smaller result with foreign exchange transactions, which went from R\$ 21.0 million in the 4Q10 to R\$ 15.4 million. However, it is worth mentioning that this apparent worsening of the foreign exchange area is related to the season factor, which presents its best performance of the year in the second semester, especially in the fourth quarter. In relation to the 1Q10, the foreign exchange result increased 42.5%, in an amount of R\$ 10.8 million.

The retraction in the margin of 2.3 p.p. as opposed to 1Q10 is due mainly to the fact that the funding became more expensive, a scenario that the small and medium banks have faced after the negative events that affected some institutions at the end of last year and beginning of this year, as well as to the increase of the basic interest rate (Selic) of almost 30.0% in the period, without the due transfer in the same proportion to the credit operations. In addition to that, the

retraction of about 12.2% in the result with bonds and securities and derivative financial instruments has weighed on this quarter.

NET INTEREST MARGIN (NIM) (% pa)



EFFICIENCY RATE

In the 1Q11, the efficiency rate was 67.0%, a 4.6 p.p. decrease as compared to the 4Q10. Notwithstanding the 6.0% decrease in the expenses, the result from financial mediation before the PDD has decreased in the same proportion, which, added to less contribution from revenues from services in the period, has had a negative impact in the quarter's NIM.

As opposed to the 1Q10, the worsening of the NIM may be explained in part by the fact that funding became expensive, as detailed in the performance of the Financial Margin, and by the increase in the personnel and administrative expenses, due to the increase in the staff, collective bargaining and hiring of 3 new directors during the period under analysis.

Again, the accounting of the result related to CC has distorted the Bank's operating performance in the 1Q11. By disregarding the CC effect, the efficiency rate would have remained in 46.2% (improvement of 4.7 p.p. as compared to the 4Q10), a further aligned percentage with the percentage achieved by our pairs in the market.

Efficiency Rate	1Q11	4Q10	Var. (%)	1Q10	Var. (%)
Expenditure	18,020	19,162	-6.0%	14,978	20.3%
personnel	8,311	9,123	-8.9%	7,088	17.2%
administrative	8,062	8,528	-5.5%	6,049	33.3%
tax	1,647	1,511	9.0%	1,841	-10.5%
Income	26,887	30,714	-12.5%	28,988	-7.2%
Financial-mediation Results	11,379	18,291	-37.8%	8,415	35.2%
+ Allowance for Doubtful Accounts	11,512	6,132	87.7%	15,083	-23.7%
service provision	3,996	6,291	-36.5%	5,490	-27.2%
Efficiency Rate	67.0%	62.4%	4.6 p.p.	51.7%	15.4 p.p.

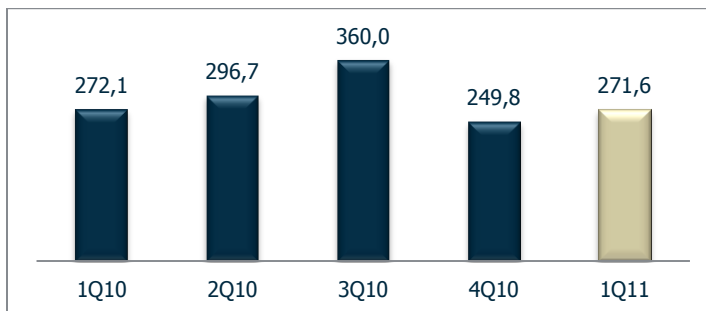
Efficiency Rate (ex-CC)	1Q11	4Q10	Var. (%)	1Q10	Var. (%)
Expenses	18,020	19,162	-6.0%	14,978	20.3%
personnel	8,311	9,123	-8.9%	7,088	17.2%
administrative	8,062	8,528	-5.5%	6,049	33.3%
tax	1,647	1,511	9.0%	1,841	-10.5%
Income	39,042	37,670	3.6%	43,286	-9.8%
financial-mediation results	11,379	18,291	-37.8%	8,415	35.2%
+ allowance for doubtful accounts	11,512	6,132	87.7%	15,083	-23.7%
service provision	3,996	6,291	-36.5%	5,490	-27.2%
Credit Assignment Effects	12,155	6,956	0.0%	14,298	0.0%
Efficiency Rate	46.2%	50.9%	-4.7 p.p.	34.6%	11.6 p.p.

LIQUIDITY

Net Assets Distribution (R\$ thousand)	1Q11	4Q10	Var. (%)	1Q10	Var. (%)
Cash	82,208	96,743	-15.0%	83,614	-1.7%
Interbank Liquidity Investments	114,352	153,512	-25.5%	159,080	-28.1%
Open Market Operations (net)	93,511	131,098	-28.7%	131,857	-29.1%
Bank Deposit Operations	20,841	22,414	-7.0%	27,224	-23.4%
TVM and Derivatives (Own Portfolio - Available for Sale)	277,034	256,089	8.2%	314,872	-12.0%
Interbank Transactions (Net)	108,500	175,233	-38.1%	158,557	-31.6%
Total Net Assets	582,094	681,577	-14.6%	716,123	-18.7%

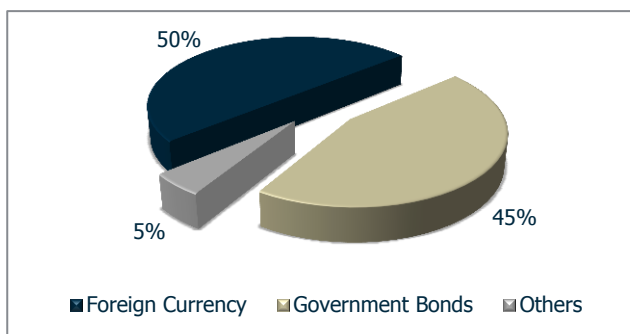
Net assets balance is in a quite comfortable level, despite the 14.6% decrease as compared to the 4Q10. In late March, net assets amounted to R\$ 582.1 million. Worth mentioning that BANCO PAULISTA has also an additional liquidity from the Guarantee-Plus Term Deposit (“DPGE”) in the amount of R\$ 351 million that may be used whenever the administration deems it beneficial for the Bank.

CASH EVOLUTION - R\$ thousand

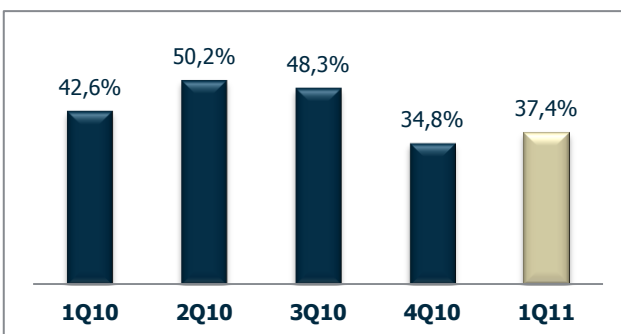


The Bank has kept a comfortable cash average balance during 1Q11 and ended March 31, 2011 with an amount of R\$ 271.6 million, which was used mainly in the foreign exchange transactions of the Bank in the short term. In the course of the quarter, cash was Split in: 50% in foreign currency; 45.0% in government bonds; and 5.0% in other investments.

CASH BREAKDOWN



CASH / TOTAL DEPOSITS

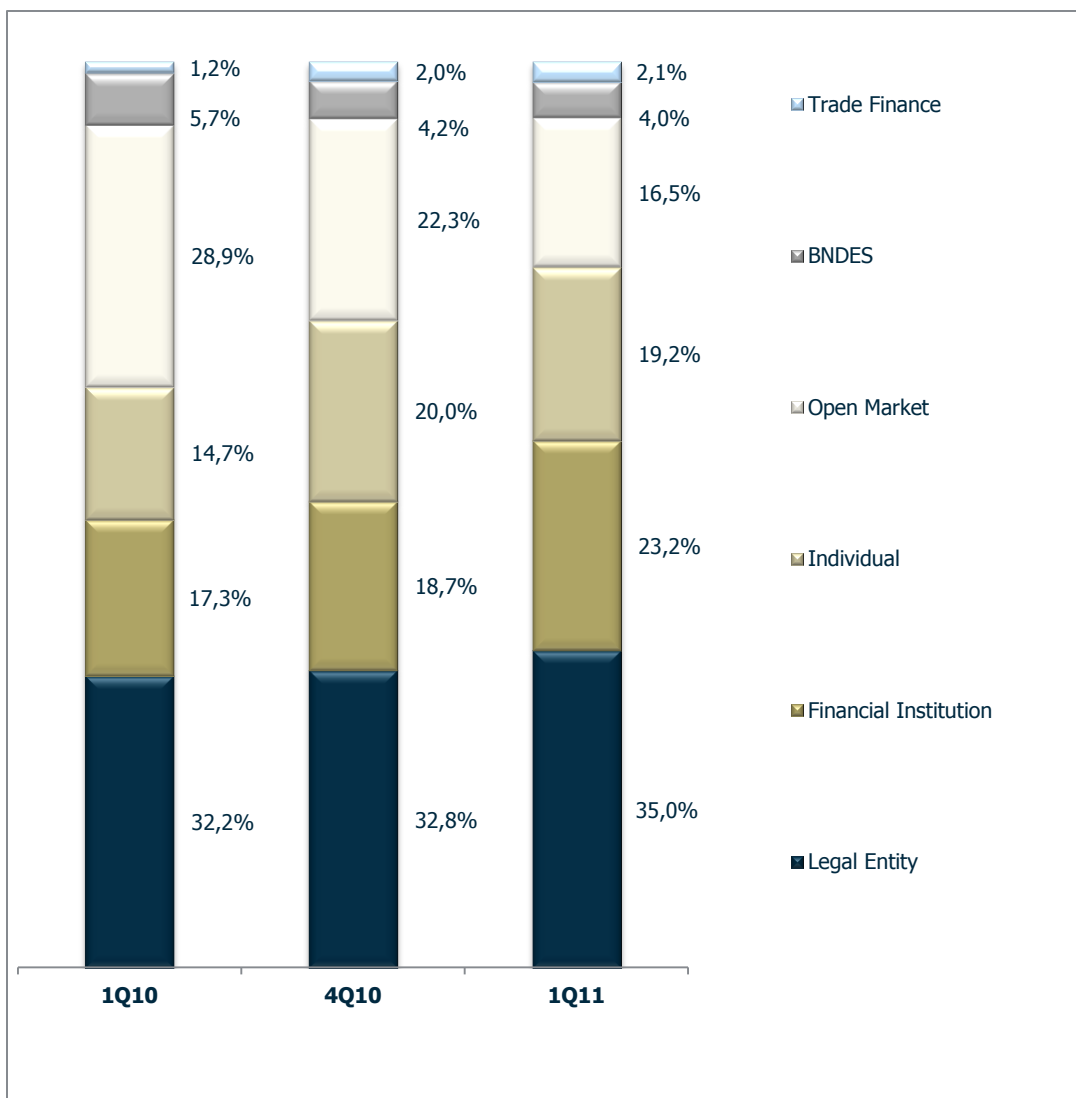


BANCO PAULISTA further tracks its liquidity level through the relationship between cash position and total deposits which, in 1Q11, reached 37.4%, against 34.8% in the previous quarter.

FUNDING

In 1Q11, the total funding was R\$ 966.8 million, an amount slightly lower than the amount recorded both in 4Q10 and in the same quarter of 2010. Funding volume and maturities are in appropriate levels, in accordance with the Administration, thus allowing transactions to be performed with maturities that perfectly meet clients' demands.

Funding (R\$ thousand)	1Q11	4Q10	Var. (%)	1Q10	Var. (%)
Cash Deposits	46,637	67,318	-30.7%	55,093	-15.3%
Time Deposits	430,754	454,935	-5.3%	367,988	17.1%
Up to 1 year	279,038	287,957	-3.1%	263,033	6.1%
Over 1 year	151,716	166,979	-9.1%	104,955	44.6%
Interbank Deposits	109,782	83,516	31.5%	92,222	19.0%
Open-Market Funding	159,496	230,703	-30.9%	287,153	-44.5%
Bonds through Loans and Transfers Abroad	20,593	20,876	-1.4%	11,815	74.3%
BNDES/FINAME Transfers	38,910	43,693	-10.9%	56,292	-30.9%
DPGE	160,628	134,152	19.7%	122,841	30.8%
Total	966,800	1,035,193	-6.6%	993,403	-2.7%



OPERATING HIGHLIGHTS

❖ LOAN PORTFOLIO

The loan portfolio total balance reached R\$ 333.6 million on March 31, 2011, a slight 1.2% increase against the 4Q10. By adding the portfolios assigned, the loan portfolio has amounted to R\$ 443.8 million, 6.6% below the 4Q10. If only the Middle Market portfolio is considered, then a 3.2% increase is recorded in the quarter, thus reaching R\$ 317.6 million. After the CC transactions have ceased, BANCO PAULISTA turned its focus to the Middle Market, Foreign Exchange and Services to the Market, which have always been the Bank's primary goals.

Loan Portfolio (R\$/thousand)	Mar/11	Dec/10	Var. (%)	Mar/10	Var. (%)
Middle Market	317,599	307,702	3.2%	226,910	40.0%
Loans	280,163	260,879	7.4%	201,147	39.3%
Discount Securities	3,387	3,559	-4.8%	-	-
Financing Operations	15,315	22,359	-31.5%	1,297	1081.2%
Transfers	13,539	15,521	-12.8%	18,166	-25.5%
Others	5,195	5,384	-3.5%	6,301	-17.6%
Retail	37,283	39,369	-5.3%	69,553	-46.4%
Payroll Loans + CC Others (*)	1,341	1,434	-6.5%	3,467	-61.3%
Cars	35,941	37,936	-5.3%	66,086	-45.6%
Total Assets	354,882	347,071	2.3%	296,463	19.7%
PDD Middle	(13,123)	(11,092)	18.3%	(14,515)	-9.6%
PDD Retail	(8,165)	(6,455)	26.5%	(22,923)	-64.4%
Total Net Assets	333,594	329,523	1.2%	259,025	28.8%
CC (assigned)	132,588	172,414	-23.1%	303,523	-56.3%
PDD CC (assigned)	(22,385)	(26,814)	-16.5%	(30,899)	-27.6%
Total Portfolio	443,797	475,124	-6.6%	531,649	-16.5%

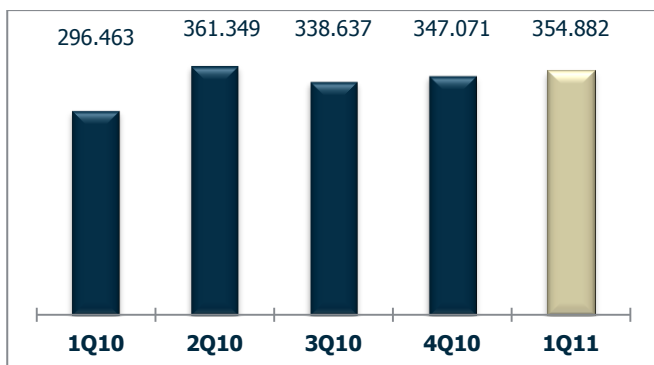
(*) Includes CC, overdraft, factoring and others

The average Middle portfolio term has been stable for 6 months as of 1Q11, but it has been decreasing in the last quarters, mainly as a result of the strong loan transactions growth, with shorter maturity terms as compared to the other products.

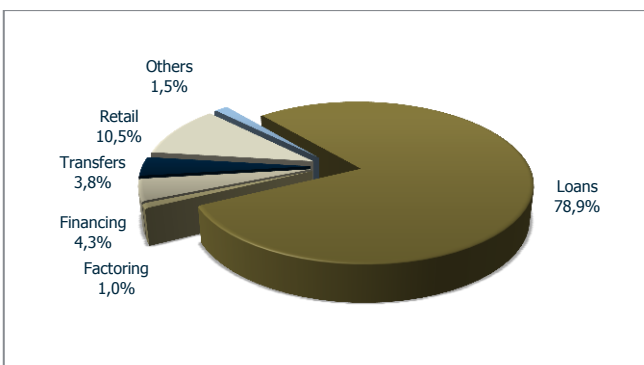
The Individuals' loan portfolio reached R\$ 169.9 million (there included CC) on March 31, 2011, a 19.8% decrease against the 4Q10. As a result of the CC business exit strategy, as announced at the end of 2009, BANCO PAULISTA has assigned the origination of such product, thus substantially reducing the volume of its portfolio.

BANCO PAULISTA still incurs in such expenses connected to the CC, which will last by the maturity of the transactions assigned with joint liability. The main expenses refer to prepayment, allowance for doubtful accounts, credit insurance and collection. Such expenses have been decreasing in a quarterly basis, and it is expected that by the year end they will be significantly lower, with the quickly decreased portfolio.

Loan Portfolio Evolution
R\$ thousand



Distribution of the loan portfolio by type



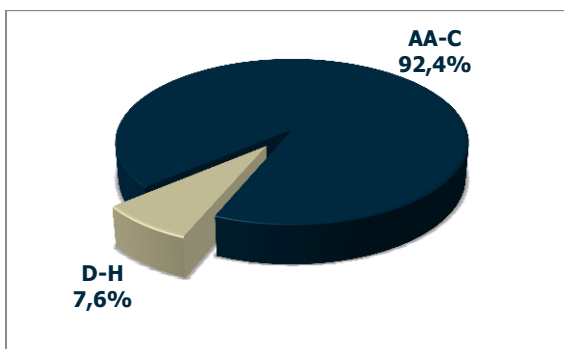
Loans

Current account loan aimed at meeting a company's working capital needs and allowing the principal to be partially repaid at any time, up to the maturity date. It also includes loans without a specific destination, through the types as follows: Bank Credit Bill, Trade Credit Bill, and Industrial Credit Bill. At the end of the quarter, BANCO PAULISTA has recorded a total of R\$ 280.2 million amount in loans, with a 7.4% increase as compared to the previous quarter.

Portfolio and Allowance by Risk Levels

Class	Required Allowance (%)	Overdue	Maturing	Total Portfolio	Relative Share (%)	Allowance Overdue	Allowance Maturing	Total Allowance	Allowance Ex-CC	Allowance CC
AA	-	-	-	-	0.00	-	-	-	-	-
A	0.5	0	24,315	24,315	6.9%	-	122	122	122	0
B	1	1,634	129,757	131,391	37.0%	16	1,298	1,314	1,124	190
C	3	6,747	165,392	172,139	48.5%	202	4,962	5,164	4,970	194
D	10	4,737	2,997	7,734	2.2%	474	300	773	571	203
E	30	1,417	1,977	3,394	1.0%	425	593	1,018	657	361
F	50	1,861	3524	5,385	1.5%	931	1,762	2,693	1,785	908
G	70	1,014	55	1,069	0.3%	710	39	748	58	690
H	100	8,334	1121	9,455	2.7%	8,334	1,122	9,456	4,529	4,927
Total		25,744	329,138	354,882	100.0%	11,092	10,196	21,288	13,815	7,473

Portfolio by Clustered Risk Levels



Non-Performing Loans Rate (Overdue D-H portfolio) by Type of Client

	Mar/11	Dec/10	Mar/10	Mar/11 x Dec/10	Mar/11 x Dec/10
Individual	1.9%	2.1%	6.1%	-0.2 p.p.	-4.2 p.p.
Legal Entity	1.1%	0.8%	2.4%	0.3 p.p.	-1.4 p.p.
Total	1.6%	1.7%	5.0%	-0.1 p.p.	-3.4 p.p.

Non-Performing Loans Rate (Overdue portfolio for over 15 days) by Type of Client

	Mar/11	Dec/10	Mar/10	Mar/11 x Dec/10	Mar/11 x Dec/10
Individual	2.2%	3.1%	7.9%	-0.9 p.p.	-5.7 p.p.
Legal Entity	1.2%	1.8%	2.7%	-0.7 p.p.	-1.5 p.p.
Total	1.9%	2.6%	6.6%	-0.8 p.p.	-4.7 p.p.

Loan Portfolio Coverage Ratio by Type of Client (*)

	Mar/11	Dec/10	Mar/10	Mar/11 x Dec/10	Mar/11 x Dec/10
Total	201.6%	175.0%	148.5%	26.7 p.p.	53.2 p.p.

(*)The coverage ratio is calculated by dividing the allowance for doubtful accounts balance by the balance of operations overdue for over 90 days

❖ **CURRENCY EXCHANGE**

BANCO PAULISTA operates since 1992 both in prompt and in forward exchange for export, import, financing, and tourism activities (bank notes), there mixing the most various types of operations in the area. It holds agreements with logistics companies, with trading companies and with international credit agencies. Its centralizing banks in foreign currency are Bank of America, Commerz bank and StandartChartered Bank, and it is also associated to SWIFT network.

The Bank currency exchange portfolio has amounted to R\$ 26.4 million in the quarter, a significant 56.2% increase against the same period in 2010. Having assigned the CC portfolio, BANCO PAULISTA turned its focus to the Middle Market, Exchange and Services to the Market, which are segments where it has a solid reputation. It is worth mentioning the following 1Q11 events:

- ✓ more than 22.8 thousand transactions, amounting in the period to more than US\$ 5.8 billion, distributed as follows (*):

PURCHASES		SALES	
Nº Transactions	Amount US\$/bi	Nº Transactions	Amount US\$/bi
4.901	2,92	17.981	2,90

- ✓ the Bank is among the biggest 25 financial institutions in volume negotiated, and among the 15 biggest financial institutions in number of transactions, amounting to 147 institutions (Source: Brazilian Central Bank);
- ✓ in the bank notes areas (import, export and distribution of foreign and national currencies in cash), PAULISTA keeps custody in more than 40 markets spread out within Brazil and with more than 50 active clients, which made possible the negotiation in the period an amount above US\$ 1.5 billion, outing the Bank in the leadership of this very promising market;
- ✓ Growth of assets of more than 50% at the same period in 2010, in particular ACC and ACE financing in exports, and FINIMP and Credit Letter in imports.

❖ **SOCOPA – CORRETORA PAULISTA**

SOCOPA - CORRETORA PAULISTA, a wholly-owned subsidiary of BANCO PAULISTA, operates in Stock and Commodities Exchanges, both in the Brazilian and in the international market, and in Currency Exchange Brokerage for financial institutions, pension and investment funds and individual legal entity investors. It also operates for individuals, by providing custom products such as investment clubs and managed portfolios, in addition to Internet investments, through the Socopa Online, the first Brazilian Stock-Exchange real-time investment website (“home broker”).

SOCOPA advises its clients in the contracting of exchange operations, both with BANCO PAULISTA and with other Financial Institutions.

SOCOPA equity results in 1Q11 was less R\$ 17.5 thousand, against a R\$ 315.0 thousand profit as recorded in the 4Q10.

RATINGS

Moody’s has assigned the following ratings to BANCO PAULISTA:

- ✓ Bank’s Financial Strength: E+
- ✓ Global Long-Term Local Currency Deposits: B1
- ✓ Global Short-Term Local Currency Deposits: NotPrime
- ✓ Long-Term Foreign Currency Deposits: B1
- ✓ Short-Term Foreign Currency Deposits: NotPrime
- ✓ Long-Term Nationwide Deposits in BR: Baa2.br
- ✓ Short-Term Nationwide Deposits in BR: BR-3
- ✓ Ratings Perspective: Stable

The risk agency highlights as the main vectors for positive changes in the ratings:

- ✓ Return of the Bank to its traditional business environment;
- ✓ Improvement of corporate governance and transparency practices;
- ✓ Diversification of the funding sources.

BANCO PAULISTA’s transition process has incorporated the vectors as pointed by Moody’s, besides reinforcing the existing positive aspects, such as services providing a uniform income source, like Currency Exchange, Services to the Market and Brokerage. With a successful restructuring process, the institution will certainly achieve improved ratings.

Austin has assigned the following ratings to BANCO PAULISTA:

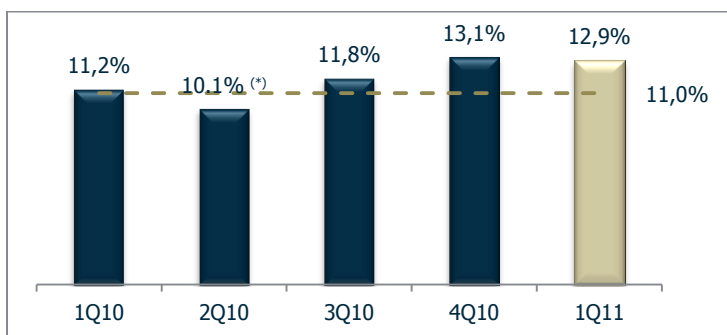
- ✓ Long-Term Credit Rating: BBB
- ✓ Short-Term Rating: A-2
- ✓ Ratings Perspective: Stable

Austin Rating’s risk rating took into account BANCO PAULISTA’s appropriate intrinsic financial strength as expressed in its commitment with both the minimum capitalization levels required by the Central Bank of Brazil, and with the prosecution of the banking activity, through initiatives aimed at endowing the institution with an appropriate structure and the best corporate governance practices, better economic results, and increased credit activities, in a safe, controlled manner. It takes into account the maintenance of sound liquidity levels and the suitability of the assets and liabilities’ terms match; such assets and liabilities are already strengthened with the presence of a free cash position, duly compatible for the settlement of its short-term duties.

Likewise, it takes into account the Treasury’s conservative position, thus minimizing the market risk and its impact on the Bank. The rating, on the other hand, incorporates the accrued loss in the last three quarters and the sensitivity of its short-term results to the behavior of the retail portfolio which, despite its announced discontinuance, has impacted the institution’s performance in 2010.

BASEL INDEX

On March 31, 2011, the Basel Index as appraised in accordance with Resolution # 2099, with amendments introduced by Resolutions # 3444 and 3490, and by the Circular # 3360, was 12.89%, (13.07% in the 4Q10).



(*) On June 30 2010, the Basel Index, as appraised in accordance with Resolution # 2099, with amendments introduced by Resolutions # 3444 and 3490, and by the Circular # 3360, was 10.1% (14.4%, in the 1S09). Banco Paulista has raised funds in June 2010, by issuing Financial Letters, with subordination clauses, in order to be considered as capital level II, in accordance with Resolution # 3444.

On August 4 2010, the Brazilian Central Bank confirmed such transaction, considering such funding eligible as capital level II.

If such approval had occurred in June 2010, a Basel Index of 12.53% would have been calculated at the data base of June 30 2010.

EXTERNAL AUDIT

The quarterly financial information has been audited by Ernst & Young Terco, and an opinion has been issued on May 18, 2011, unqualified.

CONTACTS

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Ombudsman

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SCHEDULE I – BALANCE SHEET

ASSETS - R\$ thousand	1Q11	4Q10	1Q10
Current Assets	1,193,560	1,393,687	1,159,043
Cash	82,208	96,743	83,614
Interbank Liquidity Investments	219,384	285,692	265,841
Securities and Derivatives	277,097	256,687	316,730
Interbank Accounts	109,943	176,745	159,909
Credit Operations	289,923	279,928	214,795
Other Credits	198,852	276,531	96,832
Other Values and Assets	16,153	21,361	21,324
Long-Term Receivables	177,824	189,430	207,233
Short-term Interbank Investments	-	-	14,540
Securities and Derivatives	55,791	62,245	76,681
Credit Operations	43,671	49,595	44,230
Other Credits	72,798	71,057	68,675
Other Values and Assets	5,564	6,533	3,107
Fixed Assets	47,151	47,264	47,013
Investments	43,699	43,717	43,360
Property, Plant and Equipment	3,041	3,080	3,181
Deferred Assets	-	57	228
Intangible	411	410	245
Total Assets	1,418,535	1,630,381	1,413,289
LIABILITIES - R\$ thousand	1Q11	4Q10	1Q10
Current	1,035,973	1,240,937	1,265,052
Deposits	514,757	506,072	638,144
Deposits Received under Security	159,496	230,703	287,153
Interdependence and Interbank Accounts	13,190	9,336	21,501
Borrowings and Onlendings	117,998	168,747	174,531
Derivatives	1,218	-	-
Other Liabilities	229,314	326,079	143,725
Long-term Liabilities	297,095	298,456	48,460
Deposits	211,029	212,502	-
Borrowings and Onlendings	5,525	6,156	-
Other Liabilities	80,541	79,798	48,460
Net Worth	85,467	90,988	99,777
Capital - domiciled in the country	107,000	107,000	107,000
Capital Reserve	97	97	97
Revenue Reserves	2,402	2,402	2,402
Accumulated Deficit	(24,032)	(18,511)	(9,722)
Total Liabilities	1,418,535	1,630,381	1,413,289

SCHEDULE II – QUARTERLY RESULTS STATEMENT

Quarterly Results Statement - R\$ thousand	1Q11	4Q10	Var. %	1Q10	Var. %
Income from Financial Mediation	48,664	56,435	-13.8%	43,879	10.9%
Credit Operations	16,229	11,406	42.3%	13,654	18.9%
Income from Securities	14,883	25,372	-41.3%	18,725	-20.5%
Income from Derivatives	2,201	(1,301)	-269.2%	728	202.5%
Income from Exchange Transactions	15,351	20,958	-26.8%	10,772	42.5%
Financial Mediation Expenses	(37,285)	(38,144)	-2.3%	(35,464)	5.1%
Funding Operations	(25,044)	(24,654)	1.6%	(18,906)	32.5%
Borrowing and Onlending	(729)	(7,358)	-90.1%	(1,475)	-50.6%
Allowance for Doubtful Accounts	(11,512)	(6,132)	87.7%	(15,083)	-23.7%
Gross Profit from Financial Mediation	11,379	18,291	-37.8%	8,415	35.2%
Other Operating Income (Expenses)	(19,106)	(25,171)	-24.1%	(23,736)	-19.5%
Income from Services Rendered	3,996	6,291	-36.5%	5,490	-27.2%
Expenses with Personnel	(8,311)	(9,123)	-8.9%	(7,088)	17.2%
Other Administrative Expenses	(8,062)	(8,528)	-5.5%	(6,049)	33.3%
Tax Expenses	(1,647)	(1,511)	9.0%	(1,841)	-10.5%
Equity in Earnings of Associated Companies	(17)	315	-105.4%	669	-102.5%
Other Operating Income	745	1,253	-40.5%	623	19.5%
Other Operating Expenses	(5,810)	(13,868)	-58.1%	(15,540)	-62.6%
Operating Income	(7,727)	(6,880)	12.3%	(15,320)	-49.6%
Non-Operating Income	(1,308)	(652)	100.6%	(1,138)	14.9%
Income before Tax on Profit and Gain Sharing	(9,035)	(7,532)	20.0%	(16,458)	-45.1%
Income Tax and Social Contribution	3,514	2,863	22.7%	6,736	-47.8%
Allowance for Income Tax	(2)	1	-300.0%	(560)	-99.6%
Allowance for Social Contribution	(2)	1	-300.0%	(348)	-99.4%
Deferred Tax Assets	3,518	2,861	23.0%	7,645	-54.0%
Net Profit (Loss)	(5,521)	(4,669)	18.2%	(9,722)	-43.2%
Loss by one thousand-share lot- R\$	(27.78)	(23.49)	18.3%	(48.92)	-43.2%