

Complete Financial Statements
June 30th, 2009



ITAÚSA

ITAÚSA - INVESTIMENTOS ITAÚ S.A.**MANAGEMENT REPORT – 1ST HALF OF 2009****To our Stockholders:**

We present the Management Report and financial statements of Itaúsa - Investimentos Itaú S.A. (Itaúsa) and its subsidiaries for the first half of 2009, prepared in accordance with the regulations established by the Brazilian Corporate Law and the Brazilian Securities and Exchange Commission (CVM). These financial statements have been approved by the Fiscal Council.

INTRODUCTION

For Itaú and Unibanco, the past half of the year represented the opportunity to undergo a special experience: the integration of businesses into only one platform, a process kept up at a fast pace. It was an intense period for the teams of both institutions, who worked together to find the best solution to operate the several business areas, and each process in each area. The spirit of this merger is to take advantage of the best of both cultures to improve even more Itaú Unibanco's products and services.

Soon after the announcement of the merger, Itaú Unibanco's customers could already enjoy benefits such as higher number of ATMs, easier access to credit and lower fees. Now is the time to standardize branches, a diligent and sensitive work that will begin in August and continue in 2009 and 2010.

More recently, in June, another important merger was signed, which will benefit all. The company resulting from the merger between Duratex and Satipel Industrial will count on mutually complementary geographical locations and product lines. These characteristics will strengthen the new company's activities in an increasingly competitive market that requires the adoption of advanced management practices and the development of products with state-of-the-art technology.

In spite of the difficulties arising from the world financial crisis, the figures for the second quarter of the year grew in all sectors, which show signs of a better scenario – mainly for companies of the industrial sector, the most affected by the crisis. In the half of the year, the country shows encouraging signs that it is making a recovery, indicating improved results in the companies.

ECONOMIC ENVIRONMENT

The economic activity in the first half of the year was below that in the same period of the prior year. GDP decreased 0.8% in the first quarter of 2009, as compared to the fourth quarter of the prior year, but the indicators for the period show that the economy is in a gradual recovery process. The growth of industrial production and retail sales, the increase in foreign investment and the trade balance result that exceeded expectations signal the reinvigoration of the economy.

The domestic banking system remained steady and operating well during the international crisis. The prospects for banks for the second half of 2009 are good, with higher demand for banking services, increase in capital markets funding and growth in managed assets.

The industrial sector was the worst hit by the international crisis, with significant decrease in some segments. The furniture industry decreased 13.6% in the half of the year as compared to the same period of the prior year. The office machinery and IT equipment segment shrunk 20.6%, and the production of electronic material and communication devices and equipment decreased 40.1% as compared to the first half of 2008. The sundry chemical products segment declined 14.4% in the first six months of the year in relation to the same period of last year.

Overall, the industry shows signs of production recovery at the end of the first half. After cutting back 13.4% in the first six months of 2009 in relation to the same period of 2008, the global industrial production in June was already 7.9% above the level attained in December.

MAIN PERFORMANCE INDICATORS

Itaúsa is the 149th world's largest company, according to the Fortune magazine's ranking of the 500 largest companies, based on March 31, 2009 data. The holding company was the Brazilian company that rose the most in the ranking, having climbed 124 positions in relation to 2008.

The main results for the first half of the year are as follows:

MAIN INDICATORS OF RESULTS OF ITAÚSA CONSOLIDATED

R\$ Million

	Parent company		Minority interest		Group	
	1 st Half/09	1 st Half/08	1 st Half/09	1 st Half/08	1 st Half/09	1 st Half/08
Net income	1,909	1,556	3,738	2,405	5,647	3,960
Recurring net income (Note 21d)	1,907	2,026	3,673	2,384	5,581	4,410
Stockholders' equity	18,509	16,590	34,983	18,869	53,492	35,459
Annualized return on average equity (%)	21.9%	19.4%	22.4%	26.0%	22.2%	23.0%
Annualized recurring return on average equity (%)	21.9%	25.3%	22.0%	25.8%	22.0%	25.6%

MAIN FINANCIAL INDICATORS

	1 st Half/09	1 st Half /08	Change %
Net income per thousand shares – in R\$			
Net income of parent company	439.20	400.80	9.6
Recurring net income of parent company	438.77	522.02	(15.9)
Recurring net income of parent company (without considering the bonus of shares in 2008)	477.19	522.02	(8.6)
Book value of parent company	4,257.70	4,274.02	(0.4)
Interest on capital and dividends	131.60	120.20	9.5
Price per common share (1)	10,277.50	16,779.52	(38.7)
Price per preferred share (1)	8,665.71	10,734.29	(19.3)
Market capitalization (2) – in millions of R\$	40,363	50,679	(20.4)

(1) Based on the average quotation of June of each year.

(2) Calculated on the basis of the average quotation of shares during the month of June of each year.

MAIN INDICATORS OF THE COMPANIES CONTROLLED BY ITAÚSA

R\$ Million

	January to June	INDUSTRIAL AREA			CONSOLIDATED/ GROUP (1)	
		FINANCIAL SERVICES AREA	Duratex S.A.	Itautec S.A.		Elekeiroz S.A.
		Itaú Unibanco Holding S.A. (*)				
Total assets	2009	596,387	3,249	1,110	624	603,261
	2008	345,909	3,013	1,064	619	351,138
Operating revenue (2)	2009	56,474	807	838	273	57,999
	2008	31,876	901	790	462	33,586
Net income	2009	4,586	92	14	(11)	5,647
	2008	4,084	148	28	45	3,960
Stockholders' equity	2009	47,269	1,790	464	429	53,492
	2008	30,341	1,645	453	422	35,459
Annualized return on average equity (%) (3)	2009	20.2%	10.4%	6.2%	-5.3%	22.2%
	2008	27.7%	18.5%	12.8%	21.9%	23.0%
Internal fund generation (4)	2009	16,161	97	8	(27)	15,813
	2008	9,596	209	47	68	9,795

(*) New company name of Itaú Unibanco Banco Múltiplo S.A., awaiting BACEN's approval. Includes the result of Unibanco only for the 1st half of 2009.

(1) Consolidated/Group data is net of consolidation eliminations and unrealized results of intercompany transactions.

(2) Operating revenue by area of operations was obtained as follows:

- Itaú Unibanco: Income from financial operations, Income from services rendered, Income from insurance, pension plan and capitalization premiums, and Other operating income; and
- Duratex S.A., Itautec S.A. and Elekeiroz S.A.: Net revenue from sales of products and/or services.

(3) Represents the ratio of net income for the period and average equity ((June + March + December)/3).

(4) Refers to funds arising from operations, according to the Statement of Cash Flows.

FINANCIAL SERVICES AREA

During the half of the year, the integration of Itaú and Unibanco businesses to only one platform mobilized all professionals and resources from both institutions, the merger of which was announced only eight months ago. This work, carried out at a speed greater than expected, will continue in the second half of the year. As the process of building the largest private financial group of Latin America significant achievements may be recorded.

After the successful completion of the interconnection of all ATMs, the phase of integrating the branches, a work that will continue up to the end of 2010, will start. Itaú Unibanco has 4.9 thousand branches and service centers. The new structure around the CEO is based on 12 areas, the establishment of which shall be highlighted because of the progress achieved in the selection and integration of teams, dedicated to find the best solution for each business. The new Corporate Governance structure of the bank's Board is now operating with five committees: Strategy, Capital and Risk Management, Audit, Appointments and Corporate Governance, and Personnel.

The main results of Itaú Unibanco for the first half of 2009 are as follows.

Consolidated assets totaled R\$ 596,387 million at June 30, 2009, the highest among the private financial groups of Latin America.

Net income for the first half of 2009 totaled R\$ 4,586 million, with annualized return of 20.2% on average equity. Recurring net income was R\$ 4,990 million, with annualized return of 22.0%. Consolidated stockholders' equity totaled R\$ 47,269 million at the end of June 2009.

Loan portfolio, including endorsements and sureties, reached R\$ 265,966 million. In Brazil, the portfolio of non-mandatory loans to the individuals segment reached R\$ 96,543 million. The large company segment reached R\$ 91,664 million, and the very small, small and middle-market company segment reached R\$ 54,312 million. Free, raised and managed own assets totaled R\$ 814,822 million. Basel ratio at the end of June stood at 16.5%, based on the economic-financial consolidated.

In the investment banking area, Itaú BBA took part in operations of debentures and promissory notes that totaled R\$ 6.7 billion, and of securitization that totaled R\$ 650 million in this half. These operations assured the leadership in the ANBID ranking regarding the distribution of fixed income in said period. In capital markets, Itaú BBA was the joint bookrunner of a public offering with volume of R\$ 2.2 billion. With this offering, it secured the leading position in the ANBID ranking of distribution in the 12-month period ended June 2009.

Awards and Recognitions

The performance of Itaú Unibanco has deserved the recognition by a number of renowned communication vehicles and market entities. Some highlights of this period are listed below:

The British newspaper Financial Times and the International Finance Corporation (IFC) granted Itaú Unibanco the Emerging Markets Sustainable Bank of the Year award, offered to financial institutions that stood out the most in the creation of value in operations in the environmental, social and financial areas.

The Annual Corporate Transparency and Sustainability Study of Ibovespa pointed out Itaú Unibanco as one of the companies with the highest level of transparency in sustainability among the surveyed companies. The acknowledgement is based on a ranking prepared by the Spanish consulting company Management & Excellence Latin America.

The Euromoney Magazine chose Itaú Unibanco as the "Best Managed Company in Latin America and Best Company in Corporate Governance in Brazil". Another international magazine, Latin Finance, offered the awards "Man of the Year" to Roberto Setubal and "Deals for the Year" to Itaú BBA. In Brazil, the Conjuntura Econômica Magazine – Getulio Vargas Foundation – granted Itaú Unibanco the "Melhores e Maiores" Award in the Financial Groups category.

The Global Leaders Emerging Markets Report study pointed out Itaú as the global leader in the Banks in Latin America category. The bank has also won the Top Gun CEO award, given by Brendan Wood International, a Canadian company that provides strategic advice services, which nominates the top executives in 32 sectors of the economy. The names of executives nominated for the award were selected by a panel of 2,500 professionals of the investment area of 42 countries, such as asset managers and investors, responsible for the management of a volume of capital above US\$ 40 trillion.

INDUSTRIAL AREA

Duratex

The outstanding event of the period was the creation of the largest producer of manufactured wood panels of the South Hemisphere, which is among the largest in the world, through the Duratex and Satipel Industrial merger. Announced on June 22, the operation created a organization qualified to achieve economy of scale in important markets. Executives from both companies organized 14 committees in charge of identifying synergy opportunities and expediting merger benefits. The corporate restructuring establishes that Satipel is merged into Duratex, and its new corporate name will be Duratex S.A. The company's shares will be traded at Bovespa's *Novo Mercado* and its bylaws will assure the payment of a minimum dividend of 30% of adjusted net income.

As compared to 2008, Duratex consolidated performance in this half was affected by the economy slowdown caused by the international crisis, but it now shows recovery signs. The Wood Division posted a 15.0% increase in the volume shipped in the quarter, as compared to the first quarter of 2009, and a 14.8% decrease as compared to the same period of 2008. The volume shipped to the domestic market posted an 11% decrease in relation to the same period of the prior year, in view of the reduced demand by the furniture industry. The exported volume posted a major reduction of 46% due to the difficult situation faced by the European and North-American markets.

At Deca Division, the volume of shipped products increased 14% in the half, as compared to the same period of 2008, a result achieved due to the several operating and market measures focused on the expansion of the market share. Deca's performance was better than the industry's activity level, which posted a 16.1% reduction between January and May 2009, as compared to the same period of 2008, in accordance with Abramat index. To increase the market share of sanitary metal fixtures, the company created new bathroom product lines, water filter and porcelain fixtures, in addition to a product line for the low-income segment.

Over this period, R\$ 160 million were allocated to Wood and Deca Divisions expansion projects and forest planting.

Itautec

Accumulated gross revenue from sales and services for the first half of 2009 reached R\$ 928.4 million, a growth of 5.8% in relation to the same period of 2008. Gross profit reached R\$ 154.9 million, an increase of 4.3% in relation to the first half of 2008, representing a gross margin of 18.5%. Net income for the half amounted to R\$ 14.1 million, which represented a 49.6% decrease as compared to the same period of 2008, and 12.5% higher than that shown in the second half of that year, the most unstable period in the global economy.

The gross revenue from the Automation area reached R\$ 307.0 million, 2.4% lower as compared to the first half of 2008. Revenue from the sale of banking automation and commercial equipment in Brazil, added to the operations of Itautec subsidiaries abroad, reached R\$ 103.4 million, 12.9% lower as compared to the first half of the prior year. The Services segment presented revenue 4.0% higher than that in the same period of the prior year, due to the increase in operational contribution, mainly resulting from the sale of greater value-added services in the banking automation and commercial sectors.

The gross revenue from the IT area reached R\$ 353.0 million, 1.8% higher than that in the first half of 2008, accounting for 38.0% of total consolidated revenue. 185.5 thousand microcomputers were sold in the period, a volume 9.7% smaller than that of the same period of that year. Notebooks sales reached 89.6 thousand units, a growth of 5.6% in relation to the same period of the prior year. The new notebooks lines won good acceptance by the market, accounting for 63% of sales in the half.

The operations of Tallard subsidiaries were the most affected by the international crisis. The revenue in dollars posted a 7.5% reduction in the first half of 2009, as compared to the same period of 2008. Noteworthy is the operation of Tallard Brasil, which revenue was R\$ 42.0 million, an increase of 113.9% in relation to the same period of the prior year. The operations of Tallard subsidiaries in Chile and Ecuador were also successful, with an increase of 12.7% and 35.3% in the revenue in dollars.

Elekeiroz

The industry of chemical products for industrial use had a small recovery, after a period of adjustment in production and inventories, to the demand levels set by the international crisis. It posted an increase in the utilization of the installed capacity at the end of the second quarter of the year. However, raw materials prices and manufactured product sales were mismatched, which hindered the recovery of business profitability and incentive to new investments.

Physical shipment totaled 198.9 thousand tons in the first half of the year, representing a 20.6% decrease as compared to the same period of the prior year. The recovery of the company's sales is confirmed by the volume shipped in the second quarter, amounting to 114.4 thousand tons, representing a 35.4% increase as compared to the first three months of 2009. Still, this volume was 9.2% lower than the same period of the prior year.

In the first half of the year, revenue amounted to R\$ 340.8 million (gross) and R\$ 273.0 million (net), that is, 41% below the same period of 2008. By comparing the first with the second quarter, revenue increased 13% (gross) and 12% (net). In relation to the second quarter of 2008, it decreased 37% and 38%, respectively. Result for the period was negative in R\$ 11.3 million. The second quarter have slightly recovered the loss for the first quarter, with net income of R\$ 7.9 million (R\$ 16.0 million for the same period of 2008).

As a reaction to this unfavorable scenario, investments were greatly reduced. R\$ 10.9 million were invested only in the maintenance of existing facilities, the security of company's employees, and environmental preservation. Additionally, R\$ 4.5 million were spent in environmental protection and social actions in Várzea Paulista (state of São Paulo) and Camaçari (state of Bahia).

PEOPLE MANAGEMENT

Itaúsa and its subsidiaries had approximately 118 thousand employees at the end of the first half of the year. In the period, they invested R\$ 54 million in education, training and development programs. Fixed compensation of personnel, plus charges and benefits, totaled R\$ 4,518 million. Welfare benefits granted to employees and their dependants totaled R\$ 733 million.

SUSTAINABILITY AND CORPORATE RESPONSIBILITY

The new structure of Sustainability Governance of Itaú Unibanco, established in April, has the mission of strengthening and aligning even more the Bank's direction, keeping the focus on its commitment to sustainability in all decision-making levels. Over the first half, a number of actions represented remarkable achievements for the Group, such as the handing out of Prêmio Itaú de Finanças Sustentáveis (Itaú's Sustainable Finance Award), launched in 2008, and Diálogos Itaú de Sustentabilidade (Itaú's Dialogues on Sustainability). In the period, the institutions selected to receive the funds from Fundos Itaú Ecomudança (Itaú's ecochange funds) were announced. Internally, we highlight the launch of Banco de Ideias Sustentáveis (BIS) (bank of sustainable ideas), a program in which employees suggest sustainability actions.

In the first half of 2009, social and cultural investments of Itaúsa totaled R\$ 71 million. One of Fundação Itaú Social's initiatives was the launch in April of the 8th Edition of the Prêmio Itaú-Unicef (Itaú-Unicef Award), with the registration of approximately 1.9 thousand projects. In the period, the cycle on Educational Management and Learning Results seminars was started. Instituto Unibanco completed the assessment of the Jovem de Futuro (youth with a future) and Entre Jovens (among youth), both programs in the education area.

The analysis of the activities carried out by Itaú Cultural in its headquarters in São Paulo indicates that over 103 thousand people participated in 189 events during the first half of the year. Some of the workshops, lectures, seminars and exhibitions were also held in other states and abroad. The 2009 edition of the Rumos Itaú Cultural (directions) program received the record number of 1,714 projects by the end of June. The institution also created a weekly musical program in partnership with TV Cultura in São Paulo, broadcasted to 19 Brazilian states. Itaú Cultural's website was accessed by an average of 825 thousand per month.

It is important to remember that Itaú Cultural develops its activities in partnership with the Ministry of Culture, through the Rouanet Law, and part of said activities funds receive incentives.

Duratex invested R\$ 4.9 million in actions focused on environment preservation, among which we highlight the treatment of effluents, collection of residues and maintenance of forest areas.

Itautec launched a line of servers that are free from substances hazardous to the environment, with reduced energy consumption and produced in conformity with sustainable policies. The company disclosed to the market its 2008 Annual and Sustainability Report, prepared by the second running year according to the Corporate Governance internal guidelines set out by Global Reporting Initiative (GRI). Itautec was awarded a Citizen Company certificate by the Regional Superintendency of Labor and Employment of Bahia.

Elekeiroz was granted an award in the 15th edition of the Prêmio Fiesp de Mérito Ambiental (Fiesp Environment Merit Award) for the implementation of an environmental project in the phthalic-anhydride plant of Várzea Paulista, which reduced the emission of gases and saved energy, water and raw materials.

INDEPENDENT AUDITORS – CVM Instruction No. 381

. Procedures adopted by the Company

The policy adopted by Itaúsa and its subsidiaries to engage non-audit related services from our independent auditors is based on the applicable regulations and internationally accepted principles that preserve the auditor's independence. These principles include the following: (a) an auditor cannot audit his or her own work, (b) an auditor cannot function in the role of management in companies where he or she provides external audit services; and (c) an auditor cannot promote the interests of its client.

During the period from January to June 2009, the independent auditors and related parties did not provide non-audit related services in excess of 5% of total external audit fees.

According to CVM Instruction No. 381, we list below the engaged services and related dates:

- February 17, 2009 – Agreement for using an electronic library of international accounting standards (Comperio) - Itaú Unibanco – Brazil (PWC); and
- February 26, 2009 – Consulting and advisory services agreement in order to resolve specific issues involving tax, accounting and corporate law – Banco Itaú S.A.– Brazil (PWC).

. Summary of the Independent Auditors' justification

The provision of the above described non-audit related professional services does not affect the independence or the objectivity of the external audit of Itaúsa, and its subsidiary/affiliated companies. The policy adopted for providing non-audit related services to Itaúsa is based on principles that preserve the independence of Independent Auditors, all of which were considered in the provision of the referred services.

ACKNOWLEDGEMENTS

We thank our stockholders and clients for their trust, which we always try to pay back by obtaining results differentiated from those of the market, and making available quality products and services, and our employees for their talent, which has enabled the sustainable growth of our business.

(Approved at the Board of Directors' Meeting of August 12, 2009).

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

BOARD OF DIRECTORS

Chairman

JOSÉ CARLOS MORAES ABREU

Vice-Chairmen

ALFREDO EGYDIO SETUBAL
CARLOS DA CAMARA PESTANA
MARIA DE LOURDES EGYDIO VILLELA

Members

ALFREDO EGYDIO ARRUDA VILLELA FILHO
PAULO SETUBAL

Alternate Directors

RICARDO EGYDIO SETUBAL
RODOLFO VILLELA MARINO

FISCAL COUNCIL

President

JOSÉ MARCOS KONDER COMPARATO

Members

MARCOS DE ANDRADE REIS VILLELA
PAULO RICARDO MORAES AMARAL

Accountant

REGINALDO JOSÉ CAMILO
CT-CRC-1SP - 114.497/O – 9

EXECUTIVE BOARD

Chief Executive Officer

ALFREDO EGYDIO ARRUDA VILLELA FILHO

Managing Vice-Presidents

HENRI PENCHAS (*)
JAIRO CUPERTINO
ROBERTO EGYDIO SETUBAL

Executive Director

RENATO ROBERTO CUOCO

(*) *Investor Relations Director*

ITAÚ UNIBANCO HOLDING S.A.

BOARD OF DIRECTORS

Chairman

PEDRO MOREIRA SALLES

Vice-Chairmen

ALFREDO EGYDIO ARRUDA VILLELA FILHO
ROBERTO EGYDIO SETUBAL

Members

ALCIDES LOPES TÁPIAS
ALFREDO EGYDIO SETUBAL
CANDIDO BOTELHO BRACHER
FERNANDO ROBERTO MOREIRA SALLES
FRANCISCO EDUARDO DE ALMEIDA PINTO
GUILLERMO ALEJANDRO CORTINA
GUSTAVO JORGE LABOISSIERE LOYOLA
HENRI PENCHAS
ISRAEL VAINBOIM
PEDRO LUIZ BODIN DE MORAES
RICARDO VILLELA MARINO

AUDIT COMMITTEE

President

GUSTAVO JORGE LABOISSIERE LOYOLA

Members

ALCIDES LOPES TÁPIAS
EDUARDO AUGUSTO DE ALMEIDA GUIMARÃES
GUY ALMEIDA ANDRADE
TEREZA CRISTINA GROSSI TOGNI

FISCAL COUNCIL

President

IRAN SIQUEIRA LIMA

Members

ALBERTO SOZIN FURUGUEM
ARTEMIO BERTHOLINI

EXECUTIVE BOARD

Chief Executive Officer

ROBERTO EGYDIO SETUBAL

Executive Vice-Presidents

ALFREDO EGYDIO SETUBAL (*)
CANDIDO BOTELHO BRACHER

Executive Directors

ANTONIO CARLOS BARBOSA DE OLIVEIRA
CLÁUDIA POLITANSKI
MARCOS DE BARROS LISBOA (**)
RICARDO BALDIN (**)
RODOLFO HENRIQUE FISCHER
SÉRGIO RIBEIRO DA COSTA WERLANG
SILVIO APARECIDO DE CARVALHO

Directors

CARLOS ELDER MACIEL DE AQUINO (**)
JACKSON RICARDO GOMES
JOSÉ EDUARDO LIMA DE PAULA ARAUJO
LUIZ FELIPE PINHEIRO DE ANDRADE (**)
MARCO ANTONIO ANTUNES
WAGNER ROBERTO PUGLIESE

(*) *Investor Relations Director*

(**) *Elected on April 29, 2009 - awaiting BACEN's approval*

Accountant

JOSÉ MANUEL DA COSTA GOMES
CRC - 1SP219892/O-0

DURATEX S.A.

BOARD OF DIRECTORS

Chairman

LAERTE SETUBAL FILHO

Vice-Chairmen

ALFREDO EGYDIO ARRUDA VILLELA FILHO
RICARDO EGYDIO SETUBAL

Members

ALBRECHT CURT REUTER DOMENECH
FERNANDO MARQUES OLIVEIRA
JAIR RIBEIRO DA SILVA NETO
JAIRO CUPERTINO
PAULO SETUBAL
RODOLFO VILLELA MARINO

Alternate Directors

RICARDO VILLELA MARINO
OLAVO EGYDIO SETUBAL JÚNIOR

FISCAL COUNCIL

President

PAULO RICARDO MORAES AMARAL

Members

IRAN SIQUEIRA LIMA
FLÁVIO LEME FERREIRA LEITE

EXECUTIVE BOARD

General Manager

HENRI PENCHAS

Executive Directors Vice-Presidents

GUILHERME ARCHER DE CASTILHO
PLINIO DO AMARAL PINHEIRO (*)
RAUL PENTEADO

Executive Directors

ENRIQUE JUDAS MANUBENS
MÁRIO COLOMBELLI FILHO

Managing Directors

ALEXANDRE COELHO NETO DO NASCIMENTO
ANTONIO JOAQUIM DE OLIVEIRA
ANTONIO MASSINELLI
ELCIDIR ELCIO BERMUSSI
FLÁVIO DIAS SOARES
MARCO ANTONIO MILLEO

(*) *Investor Relations Director*

ITAUTEC S.A. - GRUPO ITAUTEC

BOARD OF DIRECTORS

Chairman

ALFREDO EGYDIO ARRUDA VILLELA FILHO

Vice-Chairman

OLAVO EGYDIO SETUBAL JÚNIOR

Members

JAIRO CUPERTINO
PAULO SETUBAL
RENATO ROBERTO CUOCO
RODOLFO VILLELA MARINO

Alternate Directors

RICARDO EGYDIO SETUBAL
RICARDO VILLELA MARINO

EXECUTIVE BOARD

General Manager

GUILHERME ARCHER DE CASTILHO

Executive Directors Vice-Presidents

CLÁUDIO VITA FILHO
RAUL PENTEADO
RICARDO EGYDIO SETUBAL (*)

Executive Director

WILTON RUAS DA SILVA

(*) *Investor Relations Director*

ELEKEIROZ S.A.

BOARD OF DIRECTORS

Chairman

ALFREDO EGYDIO ARRUDA VILLELA FILHO

Vice-Chairmen

OLAVO EGYDIO SETUBAL JÚNIOR

Members

CESAR CALVO HUIDOBRO
PAULO SETUBAL
RAUL PENTEADO
REINALDO RUBBI
RODOLFO VILLELA MARINO

Alternate Directors

RICARDO EGYDIO SETUBAL
RICARDO VILLELA MARINO

EXECUTIVE BOARD

General Manager

REINALDO RUBBI (*)

Directors

CARLOS CALVO SANZ
RICARDO JOSÉ BARALDI

(*) *Investor Relations Director*

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

Consolidated Balance Sheet

(In thousands of Reais)

ASSETS	06/30/2009	06/30/2008
CURRENT ASSETS	454,315,525	269,480,472
CASH AND CASH EQUIVALENTS	9,499,862	5,651,662
INTERBANK INVESTMENTS (Notes 4b and 6)	126,287,394	67,179,389
SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Notes 4c, 4d and 7)	98,495,716	62,238,991
Securities	52,185,256	33,145,038
Derivative financial instruments	6,275,734	4,583,087
Assets guaranteeing technical provisions – PGBL/VGBL fund quotas (Note 12b)	34,475,799	21,148,807
Assets guaranteeing technical provisions – other securities (Note 12b)	5,558,927	3,362,059
INTERBANK ACCOUNTS OF SUBSIDIARIES	15,988,135	20,383,216
LOAN, LEASE AND OTHER CREDIT OPERATIONS (Note 8)	139,684,157	81,650,911
Operations with credit granting characteristics (Note 4e)	152,998,163	86,540,354
(Allowance for loan losses) (Note 4f)	(13,314,006)	(4,889,443)
INVENTORIES (Notes 4g and 9)	629,972	706,376
Products	619,150	701,052
Real estate	10,822	5,324
OTHER RECEIVABLES	60,956,485	29,942,285
Foreign exchange portfolio (Note 10)	29,135,402	15,146,148
Deferred tax assets (Note 15b I)	9,332,628	3,575,971
Transactions with credit card issuers (Note 4e)	7,441,484	1,829,101
Receivables from insurance and reinsurance operations	3,646,608	1,336,467
Sundry (Note 14a)	11,521,602	8,155,760
(Allowance for loan losses)	(121,239)	(101,162)
OTHER ASSETS (Notes 4h and 14b)	1,062,255	475,317
PREPAID EXPENSES (Notes 4i and 14c)	1,711,549	1,252,325
NON-CURRENT ASSETS	148,945,749	81,657,345
LONG-TERM RECEIVABLES	135,967,733	73,586,336
INTERBANK INVESTMENTS (Notes 4b and 6)	2,298,941	898,018
SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Notes 4c, 4d and 7)	26,969,909	10,241,907
Securities	22,351,214	8,119,645
Derivative financial instruments	1,772,191	1,370,331
Assets guaranteeing technical provisions – other securities (Note 12b)	2,846,504	751,931
INTERBANK ACCOUNTS OF SUBSIDIARIES	554,023	404,553
LOAN, LEASE AND OTHER CREDIT OPERATIONS (Note 8)	71,891,397	44,840,984
Operations with credit granting characteristics (Note 4e)	81,492,290	48,339,090
(Allowance for loan losses) (Note 4f)	(9,600,893)	(3,498,106)
OTHER RECEIVABLES	32,123,255	16,006,702
Foreign exchange portfolio (Note 10)	2,177,741	4,453,425
Deferred tax assets (Note 15b I)	18,014,937	4,624,075
Sundry (Note 14a)	11,930,577	6,929,202
OTHER ASSETS (Notes 4h and 14b)	11,546	13,439
PREPAID EXPENSES (Notes 4i and 14c)	2,118,662	1,180,733
INVESTMENTS (Notes 4j and 16a II)	2,175,797	1,286,137
Investments in affiliates	1,263,921	1,014,266
Other investments	911,876	271,871
FIXED ASSETS (Notes 4k and 16b)	6,458,838	3,950,779
Fixed assets for own use	14,556,791	9,158,443
Leased properties	18,553	83,782
Forest reserves	203,007	153,939
(Accumulated depreciation)	(8,319,513)	(5,445,385)
INTANGIBLE ASSETS (Note 16b)	4,343,381	2,834,093
TOTAL ASSETS	603,261,274	351,137,817

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

Consolidated Balance Sheet

(In thousands of Reais)

LIABILITIES	06/30/2009	06/30/2008
CURRENT LIABILITIES	329,671,505	191,137,852
FUNDS RAISED BY SUBSIDIARIES (Notes 4b and 11)	230,232,320	137,818,805
Foreign currency	16,349,987	8,967,017
Local currency	128,838,877	72,479,700
Money market	85,043,456	56,372,088
SUBORDINATED DEBT (Note 11)	1,181,366	638,957
DERIVATIVE FINANCIAL INSTRUMENTS (Notes 4d and 7b)	5,615,244	3,544,303
BORROWINGS (Note 4b)	601,673	318,245
Foreign currency	229,713	177,941
Local currency	371,960	140,304
STATUTORY AND SOCIAL CONTRIBUTIONS	3,276,947	1,915,271
TAX AND SOCIAL SECURITY CONTRIBUTIONS (Notes 4o, 4p and 15c)	7,308,714	2,982,468
OTHER LIABILITIES	66,569,272	34,695,871
Foreign exchange portfolio (Note 10)	29,595,663	15,815,456
Credit card operations	19,932,852	9,342,310
Securitization of foreign payment orders (Note 11)	139,960	194,774
Sundry (Note 14d)	16,900,797	9,343,331
INTERBANK ACCOUNTS OF SUBSIDIARIES	6,069,272	6,593,732
TECHNICAL PROVISIONS FOR INSURANCE, PENSION PLAN AND CAPITALIZATION (Notes 4n and 12a)	8,816,697	2,630,200
NON-CURRENT LIABILITIES	220,097,386	124,541,310
LONG-TERM LIABILITIES	220,097,386	124,541,310
FUNDS RAISED BY SUBSIDIARIES (Notes 4b and 11)	132,850,834	67,370,942
Foreign currency	4,448,602	5,434,377
Local currency	91,835,124	22,164,991
Money market	36,567,108	39,771,574
SUBORDINATED DEBT (Note 11)	21,316,308	11,917,610
DERIVATIVE FINANCIAL INSTRUMENTS (Notes 4d and 7b)	1,949,156	1,252,946
BORROWINGS (Note 4b)	592,878	710,126
Foreign currency	211,935	187,166
Local currency	380,943	522,960
TAX AND SOCIAL SECURITY CONTRIBUTIONS (Notes 4o, 4p and 15c)	14,849,623	10,300,825
OTHER LIABILITIES	9,311,494	8,438,962
Foreign exchange portfolio (Note 10)	2,172,507	4,440,116
Securitization of foreign payment orders (Note 11)	557,501	747,099
Sundry (Note 14d)	6,581,486	3,251,747
TECHNICAL PROVISIONS FOR INSURANCE, PENSION PLAN AND CAPITALIZATION (Notes 4n and 12a)	39,227,093	24,549,899
MINORITY INTEREST IN SUBSIDIARIES (Note 21c)	34,983,265	18,869,123
STOCKHOLDERS' EQUITY OF THE PARENT COMPANY (Note 17)	18,509,118	16,589,532
Capital	13,000,000	10,000,000
Capital reserves	193,787	28,125
Revaluation reserves	26,983	30,324
Revenue reserves	5,254,634	6,654,239
Asset valuation adjustment (Notes 4c, 4d and 7a)	33,714	(77,652)
(Treasury shares)	-	(45,504)
STOCKHOLDERS' EQUITY OF THE ITAÚSA GROUP	53,492,383	35,458,655
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	603,261,274	351,137,817

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.
Consolidated Statement of Income
(In thousands of Reais)

	01/01 to 06/30/2009	01/01 to 06/30/2008
OPERATING REVENUES	57,998,920	33,586,016
Sales of products and services	8,893,103	7,000,895
Insurance, pension plan and capitalization (Note 12c)	8,542,860	5,322,575
Financial	24,047,539	14,067,562
Financial income from insurance, pension plan and capitalization operations (Note 12c)	2,333,836	1,228,435
Securities	13,134,742	5,717,284
Equity in earnings of affiliates (Note 16a II)	68,928	(391,729)
Other operating revenues (Note 14e)	977,912	640,994
OPERATING EXPENSES	(47,334,512)	(27,143,598)
Cost of products and services	(1,451,365)	(1,525,185)
Insurance, pension plan and capitalization (Note 12c)	(7,421,104)	(4,636,657)
Equity	(7,860,627)	(3,522,722)
Administrative	(9,587,409)	(5,619,480)
Management fees	(266,583)	(136,603)
Financial	(14,062,473)	(8,045,520)
Financial expenses on technical provisions for pension plan and capitalization (Note 12c)	(2,073,690)	(992,443)
Other operating expenses (Note 14f)	(4,611,261)	(2,664,988)
OPERATING INCOME	10,664,408	6,442,418
INCOME BEFORE TAXES ON INCOME AND PROFIT SHARING	10,664,408	6,442,418
INCOME TAX AND SOCIAL CONTRIBUTION (Notes 4p and 15a I)	(4,233,823)	(2,017,665)
Due on operations for the period	(4,799,979)	(2,187,867)
Related to temporary differences	566,156	170,202
PROFIT SHARING	(783,423)	(464,529)
Employees – Law No. 10,101 of 12/19/2000	(661,515)	(344,934)
Officers – Statutory – Law No. 6,404 of 12/15/1976	(121,908)	(119,595)
NET INCOME OF THE GROUP	5,647,162	3,960,224
MINORITY INTEREST IN SUBSIDIARIES (Note 21c)	(3,737,859)	(2,404,535)
NET INCOME OF PARENT COMPANY	1,909,303	1,555,689
NUMBER OF OUTSTANDING SHARES – in thousands (Note 17a)	4,347,215	3,881,480
NET INCOME OF PARENT COMPANY PER THOUSAND SHARES – R\$	439.20	400.80
BOOK VALUE OF PARENT COMPANY PER THOUSAND SHARES – R\$	4,257.70	4,274.02
EXCLUSION OF NONRECURRING EFFECTS (Note 21d)	(1,876)	470,530
NET INCOME OF PARENT COMPANY WITHOUT NONRECURRING EFFECTS	1,907,427	2,026,219
NET INCOME OF PARENT COMPANY PER THOUSAND SHARES – R\$	438.77	522.02
NET INCOME OF PARENT COMPANY PER THOUSAND SHARES (WITHOUT BONUS EFFECT IN 2008) – R\$	477.19	522.02

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

Consolidated Statement of Cash Flows

(In thousands of Reais)

	01/01 to 06/30/2009	01/01 to 06/30/2008
ADJUSTED NET INCOME	15,812,803	9,794,779
Net income	1,909,303	1,555,689
Adjustments to net income:	13,903,500	8,239,090
Adjustment to market value of securities and derivative financial instruments (assets/liabilities)	(2,653,929)	(119,472)
Allowance for loan losses	8,086,080	3,787,483
Results from operations with subordinated debt	627,278	546,621
Results from securitization of foreign payment orders	(203,124)	(90,353)
Change in technical provisions for insurance, pension plan and capitalization	2,073,690	992,443
Depreciation and amortization	1,185,248	490,187
Adjustment to legal liabilities – tax and social security	1,171,255	237,777
Adjustment to provision for contingent liabilities	(383,734)	344,541
Deferred taxes	(566,156)	(170,202)
Equity in earnings of affiliates	(68,928)	391,729
Income from available-for-sale securities	562,687	(386,456)
Income from held-to-maturity securities	420,228	(25,673)
(Income) loss from sale of investments	(346,550)	(288,364)
Minority interest	3,737,859	2,404,535
Other	261,596	124,294
CHANGE IN ASSETS AND LIABILITIES	(4,694,837)	(5,038,164)
(Increase) decrease in interbank investments	15,559,427	(13,911,154)
(Increase) decrease in securities and derivative financial instruments (assets/liabilities)	5,215,345	(6,039,535)
(Increase) Decrease in interbank accounts of subsidiaries	786,660	1,677,316
(Increase) decrease in loan, lease and other credit operations	1,356,485	(22,657,091)
(Increase) decrease in inventories	127,761	(35,492)
(Increase) decrease in other receivables and other assets	679,346	(1,873,765)
(Increase) decrease in foreign exchange operations	988,966	403,785
(Increase) decrease in prepaid expenses	406,174	(516,620)
Increase (decrease) in funds obtained by subsidiaries – foreign currency	(10,488,129)	(124,921)
Increase (Decrease) in funds obtained by subsidiaries – local currency	(16,196,013)	2,464,504
Increase (decrease) in funds obtained by subsidiaries – money market	(2,683,930)	31,454,075
Increase (decrease) in borrowings – foreign currency	(184,817)	(55,257)
Increase (decrease) in borrowings – local currency	(13,819)	121,281
Increase (decrease) in credit card operations	(1,499,658)	(875,458)
Increase (decrease) in securitization of foreign payment orders	(2,928,148)	(77,349)
Increase (decrease) in taxes and social contributions payable and other liabilities	3,228,999	4,609,189
Increase (decrease) in technical provisions for insurance, pension plan and capitalization	2,555,604	1,019,088
Payment of income tax and social contribution	(1,605,090)	(620,760)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	11,117,966	4,756,615
Interest on capital / dividends received from affiliated companies	49,716	78,657
Funds received from sale of available-for-sale securities	12,520,140	5,858,056
Funds received from redemption of held-to-maturity securities	3,119	356,777
Disposal of investments	369,112	294,833
Payment of income tax and social contribution from sale of investments	(117,827)	(98,044)
Sale of fixed assets	34,280	37,711
Purchase of available-for-sale securities	(8,864,881)	(8,840,161)
Cash and cash equivalents of assets and liabilities arising from the acquisition of Redecard	(485,994)	-
Purchase of investments	(22,674)	(203,592)
Purchase of fixed assets and forest reserves	(801,722)	(411,171)
Investment in intangible assets	(294,863)	(318,247)
NET CASH PROVIDED BY (USED IN) INVESTMENT ACTIVITIES	2,388,406	(3,245,181)
Increase (decrease) in subordinated debt	(556,826)	558,656
Change in minority interest	2,189,850	(1,327,020)
Subscription of shares	450,000	250,000
Premium on subscription of shares	604	471
Reserve arising from the sale of fractional shares	-	78
Purchase of own shares	-	(280,545)
Interest on capital paid to minority stockholders	(1,629,634)	(1,274,273)
Interest on capital paid	(1,319,315)	(1,072,618)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(865,321)	(3,145,251)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	12,641,051	(1,633,817)
Cash and cash equivalents at the beginning of the period (Notes 4a and 5)	37,259,962	22,800,989
Effect of changes in foreign exchange rates in cash and adjustment to cash equivalents	533,577	104,460
Cash and cash equivalents at the end of the period	50,434,590	21,271,632

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.
Consolidate Statements of Added Value
(In thousands of Reais)

	01/01 to 06/30/2009	01/01 to 06/30/2008
INCOME	25,672,400	15,786,784
Sale of goods, products and services	8,893,103	7,000,895
Financial income from securities	23,119,808	11,739,326
Allowance for loan losses – Reversal/(Increase)	(8,086,080)	(3,787,483)
Insurance, pension plan and capitalization operations	1,121,756	686,104
Other revenues and expenses	623,813	147,942
INPUTS PURCHASED FROM THIRD PARTIES	(5,940,726)	(4,022,647)
Costs of products, goods and services sold	(1,451,365)	(1,525,185)
Materials, energy, services and others	(137,185)	(105,106)
Third-party services	(1,468,343)	(602,479)
Other	(2,883,833)	(1,789,877)
Data processing and telecommunications	(1,130,218)	(728,468)
Advertising, promotions and publications	(389,201)	(236,462)
Conservation and maintenance	(286,057)	(144,223)
Transportation	(186,185)	(130,117)
Security	(192,050)	(122,916)
Travel expenses	(56,871)	(40,922)
Legal	(26,397)	(17,221)
Other	(616,854)	(369,548)
GROSS ADDED VALUE	19,731,674	11,764,137
DEPRECIATION, AMORTIZATION AND DEPLETION	(1,091,815)	(283,340)
NET ADDED VALUE PRODUCED BY THE COMPANY	18,639,859	11,480,797
ADDED VALUE RECEIVED AS A TRANSFER	68,928	(391,729)
Equity in earnings	68,928	(391,729)
TOTAL ADDED VALUE TO BE DISTRIBUTED	18,708,787	11,089,068
DISTRIBUTION OF ADDED VALUE	18,708,787	11,089,068
Personnel	5,534,582	3,100,437
Compensation	4,550,940	2,806,004
Benefits	735,132	149,822
FGTS – severance pay fund	248,510	144,611
Taxes, fees and contributions	7,092,513	3,837,095
Federal	6,638,394	3,436,972
State	174,403	210,252
Municipal	279,716	189,871
Return on managed assets - Rent	434,530	191,312
Return on own assets	5,647,162	3,960,224
Dividends and interest on capital paid/provided for	651,694	497,002
Retained earnings/loss for the year	1,257,609	1,058,687
Minority interest in retained earnings	3,737,859	2,404,535

ITAÚSA - INVESTIMENTOS ITAÚ S.A.**Balance Sheet***(In thousands of Reais)*

ASSETS	06/30/2009	06/30/2008
CURRENT ASSETS	1,685,605	920,754
Cash and cash equivalents	92	126
Securities (Notes 4c and 7a)	941,264	132,756
Deferred tax assets (Note 15b I)	187,474	130,950
Other sundry receivables (Note 14a)	556,775	656,922
NON-CURRENT ASSETS	22,883,474	17,803,014
LONG-TERM RECEIVABLES	39,049	29,507
Securities (Notes 4c and 7a)	34	34
Deferred tax assets (Note 15b I)	7,780	409
Other sundry receivables (Note 14a)	31,235	29,064
INVESTMENTS	21,238,633	17,514,953
Investments in subsidiaries (Note 16a I)	21,225,430	17,510,824
Other investments	13,203	4,129
FIXED ASSETS (Note 16b)	7,509	7,749
INTANGIBLE ASSETS	1,598,283	250,805
TOTAL ASSETS	24,569,079	18,723,768
LIABILITIES		
CURRENT LIABILITIES	690,317	625,877
Dividends/Interest on capital payable	656,417	503,966
Tax and social security contributions (Notes 4o and 4p)	27,857	43,075
Other liabilities	6,043	78,836
NON-CURRENT LIABILITIES	26,081	19,138
LONG-TERM LIABILITIES – Tax and social security contributions (Notes 4o and 4p)	26,081	19,138
STOCKHOLDERS' EQUITY (Note 17)	23,852,681	18,078,753
Capital	13,000,000	10,000,000
Capital reserves	193,787	28,125
Revaluation reserves	26,983	30,324
Revenue reserves	10,598,197	8,143,460
Asset valuation adjustment (Notes 4c, 4d and 7a)	33,714	(77,652)
(Treasury shares)	-	(45,504)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	24,569,079	18,723,768

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.
Statement of Income
(In thousands of Reais)

	01/01 to 06/30/2009	01/01 to 06/30/2008
OPERATING REVENUES	1,547,428	1,514,268
Securities	76,986	35,530
Equity in earnings of subsidiaries (Note 16a I)	1,424,567	1,474,435
Other operating revenues	45,875	4,303
OPERATING EXPENSES	(99,612)	(94,790)
Equity	(417)	(431)
Administrative	(15,429)	(12,670)
Management fees	(5,249)	(3,907)
Other operating expenses (Note 14f)	(78,517)	(77,782)
OPERATING INCOME	1,447,816	1,419,478
INCOME BEFORE TAXES ON INCOME AND PROFIT SHARING	1,447,816	1,419,478
INCOME TAX AND SOCIAL CONTRIBUTION (Note 4p)	60,584	66,077
Due on operations for the period	(28,393)	(47,199)
Related to temporary differences	88,977	113,276
PROFIT SHARING - Officers – Statutory – Law No. 6,404 of 12/15/1976	(4,060)	(3,076)
NET INCOME	1,504,340	1,482,479
NUMBER OF OUTSTANDING SHARES – in thousands (Note 17a)	4,347,215	3,881,480
NET INCOME PER THOUSAND SHARES – R\$	346.05	381.94
BOOK VALUE PER THOUSAND SHARES – R\$	5,486.89	4,657.70
EXCLUSION OF NONRECURRING EFFECTS (Note 21d)	(1,876)	398,729
NET INCOME OF PARENT COMPANY WITHOUT NONRECURRING EFFECTS	1,502,464	1,881,208
NET INCOME OF PARENT COMPANY PER THOUSAND SHARES – R\$	345.62	484.66
NET INCOME OF PARENT COMPANY PER THOUSAND SHARES (WITHOUT BONUS EFFECT IN 2008) – R\$	375.88	484.66

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.
Statement of Changes in Stockholders' Equity (Note 17)
(In thousands of Reals)

	Capital	Capital reserves				Revaluation reserve	Revenue reserves		Asset valuation adjustment	Treasury shares	Retained earnings	Total	
		Monetary adjustment Law No. 8,200	Premium on subscription of shares	Other capital reserves	Options for tax incentives		Legal	Unrealized profits					Statutory
BALANCES AT 01/01/2008	7,500,000	25,013	934	-	1,629	30,720	1,066,628	-	8,606,502	37,317	(30,502)	-	17,238,241
Change in adjustment to market value	-	-	-	-	-	-	-	-	-	(114,969)	-	-	(114,969)
Subscription of shares	250,000	-	-	-	-	-	-	-	-	-	-	-	250,000
Premium on issuance of shares	-	-	471	-	-	-	-	-	-	-	-	-	471
Increase in capital with reserves	2,250,000	-	-	-	-	-	-	-	(2,250,000)	-	-	-	-
Cancellation of treasury shares	-	-	-	-	-	-	-	-	(265,543)	-	265,543	-	-
Purchase of treasury shares	-	-	-	-	-	-	-	-	(280,545)	-	(280,545)	-	(280,545)
Reversal/Realization of reserves	-	-	-	-	-	(396)	-	-	-	-	-	396	-
Reversal of interest on capital - prior year	-	-	-	-	-	-	-	-	3,024	-	-	-	3,024
Capital reserve arising from the sale of fractional shares	-	-	-	78	-	-	-	-	-	-	-	-	78
Net income for the period	-	-	-	-	-	-	-	-	-	-	-	1,482,479	1,482,479
Appropriations:	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal	-	-	-	-	-	-	74,124	-	-	-	-	(74,124)	-
Statutory	-	-	-	-	-	-	-	-	908,725	-	-	(908,725)	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	(277,526)	(277,526)
Interest on capital	-	-	-	-	-	-	-	-	-	-	-	(222,500)	(222,500)
BALANCES AT 06/30/2008	10,000,000	25,013	1,405	78	1,629	30,324	1,140,752	-	7,002,708	(77,652)	(45,504)	-	18,078,753
CHANGES IN THE PERIOD	2,500,000	-	471	78	-	(396)	74,124	-	(1,603,794)	(114,969)	(15,002)	-	840,512
BALANCES AT 01/01/2009	10,000,000	25,013	1,405	126,621	1,629	29,358	1,410,917	220,125	10,725,528	(154,622)	(45,504)	-	22,340,470
Change in adjustment to market value	-	-	-	-	-	-	-	-	-	190,221	-	-	190,221
Accumulated conversion adjustments	-	-	-	-	-	-	-	-	-	(1,885)	-	-	(1,885)
Granting of options recognized	-	-	-	38,515	-	-	-	-	(17,890)	-	-	-	20,625
Realization of reserves	-	-	-	-	-	(2,375)	-	-	-	-	-	2,375	-
Subscription of shares	450,000	-	604	-	-	-	-	-	-	-	-	-	450,604
Increase in capital with reserves	2,550,000	-	-	-	-	-	-	-	(2,550,000)	-	-	-	-
Cancellation of treasury shares	-	-	-	-	-	-	-	-	(45,504)	-	45,504	-	-
Net income for the period	-	-	-	-	-	-	-	-	-	-	-	1,504,340	1,504,340
Appropriations:	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal	-	-	-	-	-	-	75,217	-	-	-	-	(75,217)	-
Statutory	-	-	-	-	-	-	-	-	779,804	-	-	(779,804)	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	(121,722)	(121,722)
Interest on capital	-	-	-	-	-	-	-	-	-	-	-	(629,972)	(629,972)
BALANCES AT 06/30/2009	13,000,000	25,013	2,009	165,136	1,629	26,983	1,486,134	220,125	8,891,938	33,714	-	-	23,852,681
CHANGES IN THE PERIOD	3,000,000	-	604	38,515	-	(2,375)	75,217	-	(1,833,590)	188,336	45,504	-	1,512,211

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

ITAÚSA - INVESTIMENTOS ITAÚ S.A.**Statement of Cash Flows***(In thousands of Reais)*

	01/01 to 06/30/2009	01/01 to 06/30/2008
ADJUSTED NET INCOME (LOSS)	(8,787)	(95,423)
Net income	1,504,340	1,482,479
Adjustments to net income:	(1,513,127)	(1,577,902)
Amortization of goodwill	-	9,386
Equity in earnings of subsidiaries and affiliated companies	(1,424,567)	(1,474,435)
Deferred taxes	(88,977)	(113,276)
(Reversal) provision for losses	-	(8)
Depreciation and amortization	417	431
CHANGE IN ASSETS AND LIABILITIES	(127,334)	328,747
(Increase) decrease in interbank investments	(171,918)	180,458
(Increase) decrease in sundry receivables and other assets	24,390	48,885
(Decrease) increase in provisions and accounts payable and other liabilities	20,194	99,404
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(136,121)	233,324
Purchase of investments	(51,162)	(172,265)
Goodwill on purchase of investments	(22,339)	-
Purchase of fixed assets	(441)	(275)
Interest on capital/dividends received	1,078,846	1,041,814
NET CASH PROVIDED BY (USED IN) INVESTMENT ACTIVITIES	1,004,904	869,274
Premium on subscription of shares	604	471
Subscription of shares	450,000	250,000
Purchase of treasury shares	-	(280,545)
Interest on capital and dividends paid	(1,319,315)	(1,072,618)
Reserve arising from the sale of fractional shares	-	78
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(868,711)	(1,102,614)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	72	(16)
Cash and cash equivalents (Notes 4a and 5)		
At the beginning of the period	20	142
At the end of the period	92	126

ITAÚSA - INVESTIMENTOS ITAÚ S.A.**Statement of Added Value***(In thousands of Reais)*

	01/01 to 06/30/2009	01/01 to 06/30/2008
INCOME	229,928	146,410
Financial income	76,986	35,530
Other revenues (expenses)	152,942	110,880
INPUTS PURCHASED FROM THIRD PARTIES	(15,429)	(12,670)
Materials, energy, services and others	(7)	(11)
Third-party services	(4,807)	(2,661)
Other	(10,615)	(9,998)
Security	(5,150)	(4,332)
Agreement for apportionment of common costs	(1,936)	(2,585)
Advertising, promotions and publications	(1,065)	(866)
Other	(2,464)	(2,215)
GROSS ADDED VALUE	214,499	133,740
DEPRECIATION, AMORTIZATION AND DEPLETION	(417)	(431)
NET ADDED VALUE PRODUCED BY THE COMPANY	214,082	133,309
ADDED VALUE RECEIVED AS A TRANSFER	1,424,567	1,474,435
Equity in earnings	1,424,567	1,474,435
TOTAL ADDED VALUE TO BE DISTRIBUTED	1,638,649	1,607,744
ADDED VALUE DISTRIBUTION	1,638,649	1,607,744
Personnel	10,541	7,983
Compensation	9,722	7,331
Benefits	364	201
FGTS – severance pay fund	455	451
Taxes, fees and contributions	123,617	117,095
Federal	123,610	117,090
State	2	1
Municipal	5	4
Return on managed assets	151	187
Rent	151	187
Return on own assets	1,504,340	1,482,479
Dividends and interest on capital	651,694	500,026
Retained earnings for the period	852,646	982,453

ITAÚSA - INVESTIMENTOS ITAÚ S.A.
NOTES TO THE FINANCIAL STATEMENTS
FROM JANUARY 1 TO JUNE 30, 2009 AND 2008

(In thousands of Reais)

NOTE 1 - OPERATIONS

ITAÚSA - Investimentos Itaú S.A. (ITAÚSA) has as its main objective supporting the companies in which it holds an equity interest, through studies, analyses and suggestions on the operating policy and projects for the expansion of the mentioned companies, obtaining resources to meet the related additional needs of risk capital through subscription or acquisition of securities issued, to strengthen their position in the capital market and related activities or subsidiaries of interest of the mentioned companies, except for those restricted to financial institutions.

NOTE 2 – PRESENTATION OF THE FINANCIAL STATEMENTS

The financial statements of ITAÚSA and of its subsidiaries (ITAÚSA CONSOLIDATED) have been prepared in accordance with accounting principles established by the Brazilian Corporate Law, including the amendments introduced by Laws No. 11,638, of December 28, 2007 and No. 11,638, of May 27, 2009 (Note 21f), in conformity, when applicable, with instructions issued by BACEN, the National Monetary Council (CMN), the Brazilian Securities and Exchange Commission (CVM) and the Superintendency of Private Insurance (SUSEP), and National Council of Private Insurance (CNSP), which include the use of estimates necessary to calculate accounting provisions.

On February 18, 2009, BACEN approved the merger of the financial operations of Banco Itaú S.A. (ITAÚ) and Unibanco – União de Bancos Brasileiros S.A. (UNIBANCO). These operations were integrated, according to the respective business segment, through splits and mergers occurred on February 28, 2009.

On March 30, 2009, ITAÚ purchased 24,082,760 nominative common shares of Redecard S.A. for R\$ 590,028, giving rise to a goodwill amounting to R\$ 556,575. In view of this transaction, ITAÚ started to have the stockholding control over Redecard S.A., fully consolidated in the Financial Statements of ITAÚSA from the first quarter of 2009.

In order to enable the proper analysis of the net income, the heading “Net income without nonrecurring effects” is presented below the Consolidated Statement of Income, and this effect is highlighted in a heading called “Exclusion of nonrecurring effects” (Note 21d).

As set forth in the sole paragraph of article 7 of BACEN Circular Letter No. 3,068, of November 8, 2001, securities classified as trading securities (Note 4c) are presented in the Balance Sheet under Current Assets regardless of their maturity dates.

Lease Operations are presented at present value in the Balance Sheet, and the related income and expenses, which represent the financial result of these operations, are presented grouped together under Financial Income in the Statement of Income. Advances on exchange contracts are reclassified from Other Liabilities – Foreign Exchange Portfolio. The foreign exchange result is presented on an adjusted basis, with the reclassification of expenses and income, in order to represent exclusively the impact of variations and differences of rates on the balance sheet accounts denominated in foreign currencies.

NOTE 3 – CONSOLIDATED FINANCIAL STATEMENTS

Intercompany transactions and balances and results have been eliminated on consolidation. The investments held by consolidated companies in Exclusive Investment Funds are consolidated. The investments in these fund portfolios are classified by type of transaction and were distributed by type of security, in the same categories in which these securities had been originally allocated. The effects of the Foreign Exchange Variation on investments abroad are classified in the heading Operating Revenues - Securities and Derivative Financial Instruments in the Statement of Income from March 31, 2009, including for comparability effects.

The difference in Net Income and Stockholders' Equity between ITAÚSA and ITAÚSA CONSOLIDATED (Note 17d) results from the adoption of different criteria for the amortization of goodwill originated on purchase of investments and recognition of deferred tax assets.

In ITAÚSA and its subsidiaries, the goodwill mainly originated from the ITAÚ UNIBANCO merger was amortized until December 31, 2008 based on the expected future profitability (10 years) or upon realization of investments, according to the rules and guidance of CVM, CMN and BACEN. The goodwill computed after January 1, 2009 is no longer systematically amortized in the financial statements of ITAÚSA and its non-financial subsidiaries, as provided for by CVM Resolutions No. 553, of November 12, 2008, and No. 565, of December 17, 2008, and started to be recorded in the Balance Sheet under the heading Intangible Assets, including for comparability purposes. For financial subsidiaries and equivalent companies, the criterion for amortization of goodwill was not changed.

In ITAÚSA CONSOLIDATED, the goodwill calculated up to December 31, 2008 was fully amortized in the years when these investments occurred in order to: a) permit better comparability with previous periods' consolidated financial statements; and b) permit measuring Net Income and Stockholders' Equity based on conservative criteria. The goodwill computed from January 1, 2009 follows the above described rules in the preparation of individual balance sheets. Accordingly, the amount of R\$ 578,915 was not amortized, which, net of tax effects and minority interest, totals R\$ 200,300, basically originated from the purchase of shares of Redecard S.A. (Note 2a).

The negative goodwill computed on the purchase of investment is amortized only upon realization of investments. The negative goodwill not absorbed in the consolidation process is recorded in the Balance Sheet under Other Sundry Liabilities.

The consolidated financial statements comprise ITAÚSA and its direct and indirect subsidiaries, among which we highlight:

		Incorporation country	Interest (%)	
			06/30/2009	06/30/2008
FINANCIAL SERVICES AREA				
Afinco Américas Madeira, SGPS, Sociedade Unipessoal, Ltda.		Portugal	35.53	45.35
Banco Fiat S.A.		Brazil	35.53	45.35
Banco Itaú Argentina S.A.		Argentina	35.53	45.33
Banco Itaú BBA S.A.		Brazil	35.53	43.42
Banco Itaú Chile S.A.		Chile	35.53	45.35
Banco Itaú Europa Luxembourg S.A.	(1)	Luxembourg	35.53	89.31
Banco Itaú Europa, S.A.	(1)	Portugal	35.53	89.33
Banco Itaú Uruguay S.A.		Uruguay	35.53	45.35
Banco ItauBank S.A.		Brazil	35.53	45.35
Banco Itaucard S.A.		Brazil	35.53	45.35
Banco Itaucred Financiamentos S.A.		Brazil	35.53	45.35
Banco Itauleasing S.A.		Brazil	35.53	45.35
BIU Participações S.A.	(2)(7)	Brazil	23.51	18.89
Cia. Itaú de Capitalização		Brazil	35.53	45.35
Dibens Leasing S.A. - Arrendamento Mercantil	(8)	Brazil	35.53	-
FAI - Financeira Americanas Itaú S.A. Crédito, Financiamento e Investimento	(2)	Brazil	17.77	22.67
Fiat Administradora de Consórcios Ltda.		Brazil	35.53	45.35
Financeira Itaú CBD S.A. Crédito, Financiamento e Investimento	(3)	Brazil	17.77	22.67
Hipercard Banco Múltiplo S.A.	(8)	Brazil	35.53	-
Itaú Administradora de Consórcios Ltda.		Brazil	35.53	45.35
Itaú Bank, Ltd.	(4)	Cayman Islands	35.53	45.35
Itaú Corretora de Valores S.A.		Brazil	35.53	45.35
Itaú Seguros S.A.		Brazil	35.53	45.35
Itaú Unibanco Holding S.A.	(5)(9)	Brazil	35.53	45.35
Itaú Unibanco S.A.	(6)	Brazil	35.53	45.35
Itaú Vida e Previdência S.A.		Brazil	35.53	45.35
Itaú XL Seguros Corporativos S.A.	(3)	Brazil	17.77	22.67
Itaúsa Export S.A.	(1)	Brazil	35.53	87.85
IUPAR - Itaú Unibanco Participações S.A.	(2)	Brazil	66.53	-
Oca Casa Financiera S.A.		Uruguay	35.53	45.35
Orbitall Serviços e Processamento de Informações Comerciais S.A.		Brazil	35.53	45.35
Redecard S.A. (Nota 2)	(7)	Brazil	17.03	10.53
Unibanco - União de Bancos Brasileiros S.A.	(8)	Brazil	35.53	-
Unibanco Cayman Bank Ltd.	(8)	Cayman Islands	35.53	-
Unibanco Holdings S.A.	(8)	Brazil	35.53	-
Unibanco Participações Societárias S.A.	(8)	Brazil	18.12	-
INDUSTRIAL AREA				
Duratex S.A.	(9)	Brazil	42.23	41.60
Elekeiroz S.A.	(9)	Brazil	96.45	96.46
Itaúsa Empreendimentos S.A.		Brazil	99.96	99.96
Itautec S.A.	(9)	Brazil	94.01	94.01

(1) Decrease in interest due to the purchase of shares of Itaúsa Export S.A. and Itaúsa Europa Investimentos, SGPS, Lda. by Banco Itaú S.A. in November 2008;

(2) Companies with shared control included proportionally in consolidation;

(3) Company with shared control, included in consolidation, as authorized by CVM, in view of business management by Banco Itaú Holding Financeira S.A.. (ITAÚ UNIBANCO);

(4) It does not include redeemable preferred shares (Note 11);

(5) New company name of Itaú Unibanco Banco Múltiplo S.A.;

(6) New company name of Banco Itaú S.A.;

(7) Increase in interest arising from Itaú Unibanco merger;

(8) Companies included in consolidation from 12/31/2008 in view of ITAÚ UNIBANCO merger;

(9) Listed company.

NOTE 4 – SUMMARY OF THE MAIN ACCOUNTING PRACTICES

a) Cash and cash equivalents – For purposes of Consolidated Statement of Cash Flows, it includes cash and current accounts in banks (considered in the heading cash and cash equivalents), interbank deposits and securities purchased under agreements to resell – funded position that have original maturities of up to 90 days or less.

b) Interbank investments, funds raised by subsidiaries, borrowings and onlendings, subordinated debt and other receivables and payables – Transactions subject to monetary correction and foreign exchange variation and operations with fixed charges are recorded at present value, net of the transaction costs incurred, calculated “pro rata die” based on the effective rate of transactions, according to CVM Resolution No. 556 of November 12, 2008.

c) Securities

I- Recorded at cost of acquisition restated by the index and/or effective interest rate and presented in the Balance Sheet, according to CVM Resolution No. 566, of December 17, 2008, BACEN Circular No. 3,068, of November 8, 2001 and SUSEP Circular No. 314, of December 27, 2005. Securities are classified into the following categories:

- Trading securities – acquired to be actively and frequently traded, and adjusted to market value, with a contra-entry to the results for the period.
- Available-for-sale securities – securities that can be negotiated but are not acquired to be actively and frequently traded. They are adjusted to their market value with a contra-entry to an account disclosed in stockholders' equity; and
- Held-to-maturity securities – securities, except for non-redeemable shares, for which the bank has the financial condition and intends or is required to hold them in the portfolio up to their maturity, are recorded at cost of acquisition, or market value, whenever these are transferred from another category. The securities are adjusted up to their maturity date, not being adjusted to market value.

Gains and losses on available-for-sale securities, when realized, are recognized at the trading date in the statement of income, with a contra-entry to a specific stockholders' equity account.

Decreases in the market value of available-for-sale and held-to-maturity securities below their related costs, resulting from non-temporary reasons, are recorded in results as realized losses.

II - The effects of the procedures described in item I above, in ITAÚSA's subsidiaries, recorded under stockholders' equity or the statement of income, were equally recorded in stockholders' equity or in the equity of earnings of parent company in proportion to the ownership percentage.

d) Derivative financial instruments - These are classified on the date of their acquisition, according to management's intention of using them either as a hedge or not, according to BACEN Circular No. 3,082, of January 30, 2002. Transactions involving financial instruments, carried out upon the client's request, for their own account, or which do not comply with the hedging criteria (mainly derivatives used to manage the overall risk exposure) are stated at market value, including realized and unrealized gains and losses, which are recorded directly in the statements of income.

The derivatives used for protection against risk exposure or to modify the characteristics of financial assets and liabilities, which have changes in market value highly associated with those of the items being protected at the beginning and throughout the duration of the contract, and which are found effective to reduce the risk related to the exposure being protected, are classified as a hedge, in accordance with their nature:

- **Market Risk Hedge** – Financial assets and liabilities, as well as their related financial instruments, are accounted for at their market value plus realized and unrealized gains and losses, which are recorded directly in the statement of income;
- **Cash Flow Hedge** - The effective amount of the hedge of financial assets and liabilities, as well as their related financial instruments, are accounted for at their market value plus realized and unrealized gains and losses, net of tax effects, when applicable, and recorded in a specific account in stockholders' equity. The ineffective portion of *hedge* is recorded directly in the statement of income.

e) Loan, Lease and Other Credit Operations (Operations with Credit Granting Characteristics) – These transactions are recorded at present value and calculated “pro rata die” based on the variation of the contracted index, and are recorded on the accrual basis until the 60th day overdue in financial companies. After the 60th day, income is recognized upon the effective receipt of installments. Credit card operations include receivables arising from the purchases made by cardholders. The funds related to these amounts are recorded in Other Liabilities – Credit Card Operations, which also include funds arising from other credits related to transactions with credit card issuers.

f) Allowance for loan losses - The balance of the allowance for loan losses was recorded based on the credit risk analysis, at an amount considered sufficient to cover loan losses. The financial subsidiaries complied with the rules determined by CMN Resolution No. 2,682 of December 21, 1999, among which are:

- Provisions are recorded from the date loans are granted, based on the client's risk rating and on the periodic quality evaluation of clients and industries, and not only in the event of default;
- Based exclusively on delinquency, write-offs of credit operations against loss may be carried out 360 days after the due date of the credit or 540 days for operations that mature after a period of 36 months.

g) Inventories - These are valued at the average acquisition or production cost, which is lower than replacement costs or realizable values and, when applicable, decreased by the provision for obsolescence. Imports in transit are stated at the accumulated cost of each import.

h) Other assets - These assets are mainly comprised by assets held for sale relating to real estate available for sale, own real estate not in use and real estate received as payment in kind, which are adjusted to market value through the set-up of a provision, according to current regulations, and reinsurance unearned premiums (Note 4n I).

i) Prepaid expenses – These refer to expenditures which will benefit future periods.

j) Investments - In subsidiary and affiliated companies, investments are accounted for under the equity method. The consolidated financial statements of foreign branches and subsidiaries are adapted to comply with Brazilian accounting practices and converted into Reais. Other investments are recorded at cost and adjusted to market value by setting up a provision in accordance with current standards.

k) Fixed assets – These assets are stated at cost of acquisition or construction, less accumulated depreciation, adjusted to market value until December 31, 2007, when applicable. For insurance, pension plan and capitalization operations, property and equipment are adjusted to market value supported by appraisal reports. Correspond to rights related to tangible assets intended for maintenance of the company's operations or exercised for such purpose, including assets arising from transactions that transfer to the company their benefits, risks and control. The items acquired through Lease contracts are recorded according to CVM Resolution No. 554, of November 12, 2008, as contra-entry to Lease obligations.

In the Financial Area, with respect to operating leases, leased assets are stated at cost of acquisition less accumulated depreciation. The depreciation of leased assets is recognized under the straight-line method, based on their usual useful lives, taking into account that the useful life shall be decreased by 30% should it meet the conditions provided for by Ordinance No. 113 of February 26, 1988 issued by the Ministry of Finance. Receivables are recorded in lease receivable at the contractual amount, with contra-entry to unearned income accounts. The recognition in income will occur on the due date of the installments.

Depreciation is calculated using the straight-line method, based on monetarily restated cost, at the following annual rat

Real estate in use	4% to 8%
Leasehold improvements	From 10%
Installations, furniture, equipment and security, transportation and communication systems	10% to 25%
EDP systems	20% to 50%

- l) Intangible assets** – correspond to rights acquired whose subjects are intangible assets intended for maintenance of the company or which are exercised for such purpose, according to the CMN Resolution No. 3,642, of November 26, 2008. They are composed of rights acquired to credit payrolls and partnership agreements, amortized over the agreement terms, and software and customer portfolios, amortized over a term varying from five to ten years and goodwill arising from the purchase of investments subject to annual recoverability test (Note 4m).
- m) Reduction to the Recoverable Value of Assets** – A loss is recognized when there are clear evidences that assets are stated at a non-recoverable value. From 2008, this procedure started to be adopted annually in every fourth quarter.
- n) Insurance, pension plan and capitalization operations** – Insurance premiums, acceptance coinsurance and selling expenses are accounted for in accordance with the insurance effectiveness term, through the recognition and reversal of the provision for unearned premiums and deferred selling expenses. Interest arising from fractioning of insurance premiums is accounted for as incurred. Revenues from social security contributions, gross revenue from capitalization certificates and respective technical provisions are recognized upon receipt.

I- Credits from operations and other assets related to insurance and reinsurance operations:

- Insurance premiums receivable – Refer to installments of insurance premiums receivable, current and past due, in accordance with insurance policies issued.
- Reinsurance recoverable amounts – Refer to claims paid to the insured party pending recovery from Reinsurer, installments of unsettled claims and incurred but not reported claims - Reinsurance (IBNR), classified in assets in accordance with the criteria established by CNSP Resolution No. 162, of December 26, 2006, as amended by CNSP Resolution No. 195, of December 16, 2008, and SUSEP Circular No. 379, of December 12, 2008.
- Reinsurance unearned premiums - Recognized to determine the portion of reinsurance unearned premiums, calculated "pro rata die", and for risks of policies not issued, computed based on estimates, based on actuarial technical study and in compliance with the criteria established by CNSP Resolution No. 162, of December 26, 2006, as amended by CNSP Resolution No. 195 of December 16, 2008, and SUSEP Circular No. 379, of December 12, 2008.

II- Technical provisions of insurance, pension plan and capitalization – provisions are recognized according to the technical notes approved by SUSEP and criteria established by CNSP Resolution No. 162 of December 26, 2006 and the amendments introduced by CNSP Resolution No. 181, of December 19, 2007.

II.I-Insurance:

- Provision for unearned premiums – recognized to determine unearned premiums relating to the risk coverage period, calculated "pro rata die", and relating to risks not yet issued, calculated based on estimates, according to an actuarial technical study.
- Provision for premium deficiency – recognized according to the Technical Actuarial Note in case of insufficient Provision for unearned premiums;

- Provision for unsettled claims - recognized based on claims of loss in an amount sufficient to cover future commitments, awaiting judicial decision, which amounts are determined by court-appointed experts and legal advisors that make assessments based on the insured amounts and technical regulations, taking into consideration the likelihood of unfavorable outcome to the insurance company.
- Provision for claims incurred but not reported (IBNR) – recognized for the estimated amount of claims occurred for risks assumed in the portfolio but not reported.

II.II - Pension plan and individual life with living benefits – correspond to liabilities assumed such as retirement plans, disability, pension and annuity:

- Mathematical provisions for benefits to be granted and benefits granted – correspond to commitments assumed with participants, but for which benefits are not yet due, and to those receiving the benefits;
- Provision for insufficient contribution – recognized in case of insufficient mathematical provisions;
- Provision for financial surplus – recognized at the difference between the contributions adjusted daily by the Investment Portfolio and the funds guaranteeing them, according to the plan's regulation;
- Provision for financial variation – recognized according to the methodology provided for in the Technical Actuarial Note in order to guarantee that the financial assets are sufficient to cover mathematical provisions.

III- Capitalization

- Mathematical provision for redemptions – represents capitalization certificates received to be redeemed;
- Provision for raffle contingencies – recognized according to the methodology provided for in the Technical Actuarial Note to cover the Provision for raffles in the event of insufficient funds.

o) Contingent assets and liabilities and legal liabilities – tax and social security: assessed, recognized and disclosed according to the provisions set forth in CVM Resolution No. 489 of October 3, 2005.

I - Contingent assets and liabilities:

Refer to potential rights and obligations arising from past events, the occurrence of which is dependent upon future events.

- Contingent assets - not recognized, except upon evidence ensuring a high reliability level of realization, usually represented by claims awarded a final and unappealable judgment and confirmation of the recoverability of the claim through receipt of amounts or offset against another liability.
- Contingent liabilities - basically arise from administrative proceedings and lawsuits, inherent in the normal course of business, filed by third parties, former employees and governmental bodies, in connection with civil, labor, tax and social security lawsuits and other risks. These contingencies are calculated based on conservative practices, being usually recorded based on the opinion of legal advisors and considering the probability that financial resources shall be required for settling the obligation, the amount of which may be estimated with sufficient certainty. Contingencies are classified either as probable, for which provisions are recognized; possible, which are disclosed but not recognized; or remote, for which recognition or disclosure are not required. Any contingent amounts are measured through the use of models and criteria which allow their adequate measurement, in spite of the uncertainty of their term and amounts.

Escrow deposits are restated in accordance with the current legislation.

Contingencies guaranteed by indemnity clauses in privatization processes and with liquidity are only recognized upon judicial notification with simultaneous recognition of receivables, without any effect on results.

II - Legal liabilities – tax and social security

Represented by amounts payable related to tax liabilities, the legality or constitutionality of which are subject to administrative or judicial defense, recognized at the full amount under discussion.

Liabilities and related escrow deposits are adjusted in accordance with the current legislation.

p) Taxes - these provisions are calculated according to current legislation at the rates shown below, using the related calculation bases.

Income tax	15.00%
Additional income tax	10.00%
Social contribution (1)	9.00%
PIS (2)	1.65%
COFINS (2)	7.60%
ISS	up to 5,00%

(1) As from May 1, 2008, for financial subsidiaries and equivalent companies, the rate was changed from 9% to 15%, as provided for by articles 17 and 41 of Law No. 11,727 of June 24, 2008.

(2) For financial and similar companies, the PIS and COFINS rates are 0,65% and 4%, respectively.

The changes introduced by Laws No. 11,638 and No. 11,941 (articles 37 and 38), which modified the criterion for recognizing revenues, costs and expenses computed to determine the net income for the year, did not produce effects for purposes of determining the taxable income of companies that opt for the Transitory Tax Regime (RTT), so for tax purposes the rules effective on December 31, 2007 were followed. The tax effect arising from the adoption of such rules is recorded, for accounting purposes, in the corresponding deferred assets and liabilities.

NOTE 5 – CASH AND CASH EQUIVALENTS

For purposes of Statement of Cash Flows, cash and cash equivalents of ITAÚSA CONSOLIDATED are composed of the following:

	06/30/2009	06/30/2008
Cash and cash equivalents	9,499,862	5,651,662
Interbank deposits	5,910,434	5,610,941
Securities purchased under agreements to resell – Funded position	35,024,294	10,009,029
TOTAL	50,434,590	21,271,632

In ITAÚSA it is composed of the following:

	06/30/2009	06/30/2008
Cash and cash equivalents	92	126
TOTAL	92	126

NOTE 6 - INTERBANK INVESTMENTS

We present below the composition of the interbank investments of the subsidiaries of the Financial Services Area:

	6/30/2009	6/30/2008
Money market	106,402,532	55,860,648
Funded position (*)	46,672,234	22,841,700
Financed position	58,260,447	32,055,425
With free movement	8,514,062	991,725
Without free movement	49,746,385	31,063,700
Short position	1,469,851	963,523
Money market – Assets Guaranteeing Technical Provisions - SUSEP	2,379,931	887,861
Interbank deposits	19,803,872	11,328,898
TOTAL	128,586,335	68,077,407

(*) Includes R\$ 14,475,849 (R\$ 9,897,593 at 06/30/2008) related to money market with free movement, in which securities are basically restricted to guarantee transactions at the BM&F Bovespa S.A. - Securities, Commodities and Futures Exchange (BM&F Bovespa) and the Central Bank of Brazil (BACEN).

NOTE 7 - SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (ASSETS AND LIABILITIES)

We present the composition of the accounts "Securities and Derivative Financial Instruments", maintained in the subsidiaries of the Financial Services Area, which are in accordance with the standards of BACEN and SUSEP. They are recorded at cost and market values, and the effects of market value adjustment are directly recorded in stockholders' equity and results of subsidiaries and of ITAUSA.

a) Summary

Description	Cost	Adjustment to market value with impact on		Market value						Per maturity		Market value		
		Results	Stockholders' equity	06/30/2009		31 - 90		181 - 365		366 - 720		Over 720 days		
				0 - 30	31 - 90	91 - 180	181 - 365	366 - 720	Over 720 days	06/30/2008	06/30/2008			
Itaúsa and Industrial Area (1)														
Securities	720,895	7	(14)	720,888	45,731	23,840	49,899	12,415	30,786	558,217	1,171,766			
Derivative financial instruments	-	-	-	-	-	-	-	-	-	-	-	147		
Subtotal	720,895	7	(14)	720,888	45,731	23,840	49,899	12,415	30,786	558,217	1,171,913			
Financial Services Area (2)														
Trading securities (3)	71,215,364	309,622	-	71,524,986	41,346,772	1,043,695	3,328,975	7,551,167	5,883,217	12,371,160	44,273,711			
Available-for-sale securities	41,540,069	-	640,241	42,180,310	4,674,020	2,325,415	6,019,017	6,883,375	6,516,750	15,761,733	19,981,049			
Held-to-maturity securities (4)	2,991,516	-	-	2,991,516	26,472	13,310	785	56,376	156,127	2,738,446	1,100,954			
Derivative financial instruments	7,589,538	458,387	-	8,047,925	2,546,239	949,819	953,739	1,825,937	582,392	1,189,799	5,953,271			
Subtotal	123,336,487	768,009	640,241	124,744,737	48,593,503	4,332,239	10,302,516	16,316,855	13,138,486	32,061,138	71,308,985			
Adjustments of securities reclassified in prior years to the held-to-maturity			17,862											
Deferred taxes			(102,584)											
Minority interests in subsidiaries			(559)											
Accounting adjustment - Hedge - Circular No. 3,082			(390,244)											
Adjustment of securities of unconsolidated affiliates			(130,988)											
Amount separately disclosed in the stockholders' equity of ITAUSA			33,714											
Total Securities and Derivative Financial Instruments (Assets)	124,057,382	768,016	-	125,465,625	48,639,234	4,356,079	10,352,415	16,329,270	13,169,272	32,619,355	72,480,898			
Derivative financial instruments - Itaúsa and Industrial Area	(57,204)	3	-	(57,201)	(18,981)	(7,486)	13,687	(21,867)	(22,554)	-	(471,391)			
Derivative financial instruments - Financial Area	(6,735,540)	(771,659)	-	(7,507,199)	(2,634,702)	(835,770)	(917,564)	(1,192,561)	(539,202)	(1,387,400)	(4,325,858)			
Total derivative financial instruments (Liabilities)	(6,792,744)	(771,656)	-	(7,564,400)	(2,653,683)	(843,256)	(903,877)	(1,214,428)	(561,756)	(1,387,400)	(4,797,249)			

(1) Securities are classified into the trading securities category. (1) At ITAUSA, it included the amount of R\$ 941,298 (R\$ 132,790 at 06/30/2008) that is basically composed of Investment Fund Quotas.

(2) Management sets forth guidelines to classify securities. The classification of the current portfolio of securities, as well as the securities purchased in the period, are periodically and systematically evaluated based on such guidelines. As set forth in Article 5 of BACEN Circular No. 3,068, of November 8, 2008, the reclassification of securities can only be made upon the preparation of trial balances for six-month periods. In addition, the transfer from the "held-to-maturity" into the other categories can only occur in view of an isolated, unusual, nonrecurring and unexpected reason, which has occurred after the classification date.

(3) Includes portfolio of PGBL and VGBL plan securities, in the amount of R\$ 34,475,799 (R\$ 21,148,807 at 06/30/2008), the ownership and embedded risks of which belong to clients, and recorded as marketable securities in compliance with SUSEP requirements, with contra-entry to liabilities in Technical Provision for Pension Plans.

(4) Securities classified under this category, if stated at market value, would present a positive adjustment of R\$ 341,877 (positive adjustment of R\$ 184,061 at 06/30/2008).

b) Derivative financial instruments

The globalization of the markets in recent years has resulted in a high level of sophistication in the financial products used. As a result of this process, there has been an increasing demand for derivative financial instruments to manage market risks, mainly arising from fluctuations in interest and exchange rates, commodities and other asset prices. Accordingly, ITAÚSA and its subsidiaries operate in the derivative markets for meeting the growing needs of their clients, as well as carrying out their risk management policy. Such policy is based on the use of derivative instruments to minimize the risks resulting from commercial and financial operations.

The derivative financial instruments' business with clients is carried out after the approval of credit limits. The process of limit approval takes into consideration potential stress scenarios.

Knowing the client, the sector in which it operates and its risk appetite profile, in addition to providing information on the risks involved in the transaction and the negotiated conditions, ensures transparency in the relationship between the parties and supply of a product that better meet the needs of the client in view of its operating characteristics.

The derivative transactions carried out by ITAÚSA and its subsidiaries with clients are neutralized in order to eliminate market risks.

Most derivative contracts traded by the institution with clients in Brazil are swap, forward, option and futures contracts, which are registered at the BM&F Bovespa or at CETIP S.A.. - OTC Clearinghouse. Overseas transactions are carried out with futures, forwards, options and swaps with registration mainly in the Chicago, New York and London Exchanges. It should be emphasized that there are over-the-counter operations, but their risks are low as compared to the institutions' total. Noteworthy is also the fact that there are no structured operations based on subprime assets and all operations are based on risk factors traded at stock exchanges.

The main risk factors of the derivatives, assumed at June 30, 2009, were related to the foreign exchange rate, interest rate, commodities, U.S. dollar coupon, Reference Rate coupon, Libor and variable income. The management of these and other market risk factors is supported by the infrastructure of sophisticated statistical and deterministic models. Based on this management model, the institution, with the use of transactions involving derivatives, has been able to optimize the risk-return ratios, even under highly volatile situations.

Most derivatives included in the institution's portfolio are traded at stock exchanges. The prices disclosed by stock exchanges are used for these derivatives, except in cases in which the low representativeness of price due to illiquidity of a specific contract is identified. Derivatives typically precified like this are future contracts. Likewise, there are other instruments whose quotations (fair prices) are directly disclosed by independent institutions and which are precified based on this direct information. A great part of the Brazilian government securities, highly-liquid international (public and private) securities and shares fit into this situation.

For derivatives whose prices are not directly disclosed by stock exchanges, fair prices are obtained by pricing models which use market information, deducted based on prices disclosed for higher liquidity assets. Interest and market volatility curves which provide entry data for the models are extracted from those prices. Over-the-counter derivatives, forward contracts and securities without much liquidity are in this situation.

The total value of margins pledged in guarantee was R\$ 17,785,086 and was basically composed by government securities.

1- See below the composition of the Derivative Financial Instruments portfolio (assets and liabilities) by type of instrument, reference ratio stated at notional amount, cost and market value:

	Memorandum Account		Balance sheet		Adjustment to		Market value	
	Notional Amount		account receivable /		market value (in			
	06/30/2009	06/30/2008	06/30/2009	06/30/2009	06/30/2009	06/30/2008	06/30/2009	06/30/2008
Futures contracts	170,169,597	136,403,837	65,420	(28,408)	37,012	38,273		
Purchase commitments	71,542,399	55,895,642	(9,785)	(9,793)	(19,578)	3,077		
Foreign currency	6,338,982	12,431,040	(2,584)	1,455	(1,129)	(7,665)		
Interbank market	59,754,756	40,955,348	(1,050)	474	(576)	(9,339)		
Indices	5,196,491	2,390,828	(6,097)	2,473	(3,624)	4,233		
Securities	233,045	103,387	-	87	87	-		
Commodities	19,125	-	(54)	(14,282)	(14,336)	-		
Other	-	15,039	-	-	-	15,848		
Commitments to sell	98,627,198	80,508,195	75,205	(18,615)	56,590	35,196		
Foreign currency	14,978,163	5,639,475	15,766	(24,571)	(8,805)	1,645		
Interbank market	57,493,893	57,684,224	432	(119)	313	22,477		
Fixed rate	8,220	-	-	(21)	(21)	-		
Indices	22,217,167	15,616,277	58,906	(12,025)	46,881	13,525		
Securities	1,525,073	1,444,746	-	431	431	(464)		
Commodities	2,404,682	-	101	17,690	17,791	-		
Other	-	123,473	-	-	-	(1,987)		
Swap contracts			938,739	(93,364)	845,375	(217,051)		
Asset position	87,093,489	51,690,885	2,436,757	458,345	2,895,102	2,416,986		
Foreign currency	10,352,022	8,311,705	311,692	17,150	328,842	76,823		
Interbank market	33,201,522	27,608,311	1,596,087	(45,447)	1,550,640	1,355,543		
Fixed rate	21,547,612	5,641,616	92,780	202,912	295,692	252,698		
Floating rate	8,845,032	-	34	138	172	-		
Indices	11,001,707	9,332,794	416,322	282,897	699,219	717,294		
Securities	48,687	-	19,773	403	20,176	-		
Commodities	260,606	-	-	-	-	-		
Other	1,836,301	796,459	69	292	361	14,628		
Liability position	86,154,750	52,010,262	(1,498,018)	(551,709)	(2,049,727)	(2,634,037)		
Foreign currency	13,116,241	10,930,712	(326,012)	(91,098)	(417,110)	(242,186)		
Interbank market	19,900,600	21,244,476	(525,690)	90,406	(435,284)	(1,365,379)		
Fixed rate	19,423,133	8,456,158	(172,017)	(286,317)	(458,334)	(234,064)		
Floating rate	17,488,500	-	(65,546)	8,996	(56,550)	-		
Indices	14,259,380	10,592,880	(394,363)	(273,744)	(668,107)	(769,593)		
Securities	31,165	-	(14,244)	-	(14,244)	-		
Commodities	79,848	-	(2)	2	-	-		
Other	1,855,883	786,036	(144)	46	(98)	(22,815)		
Option contracts	1,047,461,498	120,829,864	(111,265)	(229,645)	(340,910)	54,165		
Purchase commitments – long position	355,437,690	29,198,835	1,089,799	(447,124)	642,675	212,112		
Foreign currency	22,869,557	15,407,316	798,423	(398,275)	400,148	62,942		
Interbank market	201,538,478	7,860,750	119,912	(41,592)	78,320	75,336		
Floating rate	36,573	-	128	265	393	-		
Indices	130,410,949	5,583,364	132,095	1,397	133,492	47,835		
Securities	548,234	186,818	34,234	(6,628)	27,606	17,784		
Commodities	33,899	-	5,007	(2,291)	2,716	-		
Other	-	160,587	-	-	-	8,215		
Commitments to sell – long position	184,802,357	23,984,714	937,841	476,463	1,414,304	417,320		
Foreign currency	11,267,116	3,717,768	355,733	94,001	449,734	66,134		
Interbank market	85,236,160	2,846,280	126,470	57,952	184,422	81		
Indices	87,263,576	16,543,966	91,807	308,713	400,520	59,926		
Securities	907,175	821,586	355,262	(586)	354,676	278,435		
Commodities	128,330	-	8,569	16,383	24,952	-		
Other	-	55,114	-	-	-	12,744		
Purchase commitments – short position	247,248,901	50,427,928	(1,210,714)	629,867	(580,847)	(407,805)		
Foreign currency	17,909,265	34,434,511	(890,351)	552,254	(338,097)	(143,896)		
Interbank market	123,422,479	8,700,350	(78,632)	26,781	(51,851)	(85,262)		
Indices	105,349,359	6,876,194	(213,216)	40,726	(172,490)	(155,302)		
Securities	517,201	337,296	(22,225)	3,945	(18,280)	(16,957)		
Commodities	50,597	-	(6,290)	6,161	(129)	-		
Other	-	79,577	-	-	-	(6,388)		
Commitments to sell – short position	259,972,550	17,218,387	(928,191)	(888,851)	(1,817,042)	(167,462)		
Foreign currency	19,599,278	6,493,006	(700,671)	(516,917)	(1,217,588)	(72,095)		
Interbank market	139,844,150	253,500	(97,081)	(88,410)	(185,491)	-		
Indices	100,147,037	9,888,511	(121,952)	(268,174)	(390,126)	(84,704)		
Securities	351,569	541,557	(3,538)	(11,312)	(14,850)	(7,664)		
Commodities	30,516	-	(4,949)	(4,038)	(8,987)	-		
Other	-	41,813	-	-	-	(2,999)		
Forward contracts	4,374,926	3,729,617	20,304	(288)	20,016	1,859,274		
Purchase receivable	1,006,973	1,011,401	281,875	493	282,368	86,455		
Foreign currency	-	907,889	-	-	-	-		
Interbank market	724,775	-	-	438	438	-		
Fixed rate	134,341	-	134,278	-	134,278	-		
Floating rate	147,652	-	147,579	54	147,633	-		
Securities	-	97,540	-	-	-	86,455		
Commodities	205	-	18	1	19	-		
Other	-	5,972	-	-	-	-		
Purchase payable	885	-	(281,848)	(99)	(281,947)	(84,671)		
Fixed rate	-	-	(134,278)	-	(134,278)	-		
Floating rate	-	-	(147,580)	(52)	(147,632)	-		
Securities	-	-	-	-	-	(84,671)		
Commodities	885	-	10	(47)	(37)	-		
Sales receivable	1,262,097	-	1,262,140	58	1,262,198	1,857,490		
Fixed rate	893,431	-	893,163	-	893,163	-		
Floating rate	348,321	-	348,702	5	348,707	-		
Indices	-	-	-	-	-	737		
Securities	20,345	-	20,275	53	20,328	1,856,753		
Sales deliverable	2,104,971	2,718,216	(1,241,863)	(740)	(1,242,603)	-		
Foreign currency	375	2,572,860	2	(7)	(5)	-		
Interbank market	2,104,596	-	-	(728)	(728)	-		
Fixed rate	-	-	(899,487)	-	(899,487)	-		
Floating rate	-	-	(342,378)	(5)	(342,383)	-		
Other	-	145,356	-	-	-	-		
Credit derivatives	5,304,116	6,343,155	(58,877)	(43,976)	(102,853)	23,523		
Asset position	3,151,861	4,880,322	19,466	3,218	22,684	50,510		
Foreign currency	509,048	115,939	6,789	2,577	9,366	2,845		
Fixed rate	2,642,813	4,764,383	12,677	641	13,318	47,665		
Liability position	2,152,255	1,462,833	(78,343)	(47,194)	(125,537)	(26,987)		
Foreign currency	13,036	15,517	(6,799)	(2,464)	(9,263)	(1,665)		
Interbank market	50,000	-	(146)	(85)	(231)	-		
Fixed rate	2,089,219	1,373,316	(71,398)	(44,645)	(116,043)	(25,176)		
Securities	-	74,000	-	-	-	(146)		

	Memorandum Account Notional Amount		Balance sheet account receivable / (received) (payable) / paid	Adjustment to market value (in results)	Market value		
	06/30/2009	06/30/2008	06/30/2009	06/30/2009	06/30/2009	06/30/2008	
Forwards operations	18,220,588	20,582,894	(5,534)	(3,419)	(8,953)	(292,827)	
Asset position	9,755,915	10,989,372	554,168	(3,655)	550,513	677,098	
Foreign currency	8,676,263	10,043,847	480,328	(3,585)	476,743	612,946	
Interbank market	-	14,066	-	-	-	612	
Fixed rate	483,438	110,834	70,116	(70)	70,046	5,379	
Floating rate	596,214	-	3,724	-	3,724	-	
Indices	-	820,624	-	-	-	58,161	
Liability position	8,464,673	9,593,522	(559,702)	236	(559,466)	(969,924)	
Foreign currency	7,819,115	9,020,017	(543,339)	362	(542,977)	(912,480)	
Interbank market	1,779	13,509	(156)	-	(156)	(598)	
Fixed rate	153,220	241,616	(12,651)	-	(12,651)	(38,466)	
Floating rate	390,320	-	(2,380)	-	(2,380)	-	
Indices	100,239	318,380	(1,176)	(126)	(1,302)	(18,380)	
Forwards with target flow	133,648	12,735	(19,939)	6,187	(13,752)	-	
Asset position	24,241	12,735	1,583	6,631	8,214	-	
Foreign currency	9,487	12,735	1,583	65	1,648	-	
Commodities	14,754	-	-	6,566	6,566	-	
Liability position	109,407	-	(21,522)	(444)	(21,966)	-	
Foreign currency	94,653	-	(18,868)	3,468	(15,400)	-	
Commodities	14,754	-	(2,654)	(3,912)	(6,566)	-	
Target flow of forwards	55,621	-	(8,243)	(1,712)	(9,955)	-	
Liability position	55,621	-	(8,243)	(1,712)	(9,955)	-	
Foreign currency	55,621	-	(8,243)	(1,712)	(9,955)	-	
Swap with target flow	3,672,301	-	(33,103)	(40,107)	(73,210)	-	
Asset position	1,819,599	-	110,992	(70,054)	40,938	-	
Foreign currency	855,471	-	50,346	(36,210)	14,136	-	
Interbank market	786,423	-	59,622	(32,880)	26,742	-	
Fixed rate	152,012	-	-	-	-	-	
Floating rate	14,833	-	-	-	-	-	
Indices	2,586	-	854	(854)	-	-	
Commodities	8,274	-	170	(110)	60	-	
Liability position	1,852,702	-	(144,095)	29,947	(114,148)	-	
Foreign currency	1,257,715	-	(125,076)	41,673	(83,403)	-	
Interbank market	537,819	-	(16,341)	(14,350)	(30,691)	-	
Fixed rate	32,728	-	(2)	(7)	(9)	-	
Floating rate	14,857	-	(24)	(21)	(45)	-	
Indices	7,850	-	(2,652)	2,652	-	-	
Commodities	1,733	-	-	-	-	-	
Target flow of swap – foreign currency	4,981,902	-	(54,104)	129,092	74,988	-	
Asset position	3,739,010	-	123,314	93,198	216,512	-	
Foreign currency	3,657,891	-	121,087	92,013	213,100	-	
Indices	7,058	-	-	-	-	-	
Commodities	74,061	-	2,227	1,185	3,412	-	
Liability position	1,242,892	-	(177,418)	35,894	(141,524)	-	
Foreign currency	1,235,134	-	(177,418)	38,542	(138,876)	-	
Commodities	7,758	-	-	(2,648)	(2,648)	-	
Other derivative financial instruments	12,202,161	10,474,134	63,396	(7,629)	55,767	(309,188)	
Asset position	7,700,374	7,467,483	706,183	(30,778)	675,405	197,174	
Foreign currency	5,907,395	7,178,302	634,833	(13,205)	621,628	182,710	
Fixed rate	-	71,636	-	-	-	4,465	
Securities	463	-	-	120	120	-	
Commodities	1,072	-	297	(3)	294	-	
Other	1,791,444	217,545	71,053	(17,690)	53,363	9,999	
Liability position	4,501,787	3,006,651	(642,787)	23,149	(619,638)	(506,363)	
Foreign currency	4,346,617	2,868,770	(482,126)	23,149	(458,977)	(491,197)	
Fixed rate	155,170	135,312	(160,661)	-	(160,661)	(4,465)	
Indices	-	2,569	-	-	-	(60)	
Other	-	-	-	-	-	(10,641)	
		ASSETS	7,589,538	458,387	8,047,925	5,953,418	
		LIABILITIES	(6,792,744)	(771,656)	(7,564,400)	(4,797,249)	
		TOTAL	796,794	(313,269)	483,525	1,156,169	
Derivative contracts mature as follows (in days):							
	Clearing	0 - 30	31 - 180	181 - 365	Over 365	06/30/2009	06/30/2008
	Futures	27,349,010	59,456,745	48,400,736	34,963,106	170,169,597	136,403,837
	Swaps	28,262,287	17,787,202	13,846,310	24,760,933	84,656,732	45,629,557
	Options	193,411,903	441,152,029	352,139,954	60,757,612	1,047,461,498	120,829,864
	Forwards	2,614,886	201,734	628,222	930,084	4,374,926	3,729,617
	Credit derivatives	249,272	1,252,725	1,787,403	2,014,716	5,304,116	6,343,155
	Forwards	4,888,954	9,095,438	2,707,206	1,528,990	18,220,588	20,582,894
	Forwards with target flow	58,795	74,853	-	-	133,648	12,735
	Target flow of forwards	55,621	-	-	-	55,621	-
	Swaps with target flow	494,069	595,712	157,030	461,796	1,708,607	-
	Target flow of swap	265,721	1,224,796	513,343	2,978,042	4,981,902	-
	Other	2,552,924	5,925,059	1,876,735	1,847,443	12,202,161	10,474,134

At June 30, 2009, ITAÚ UNIBANCO had derivative operations in the swap with target flow and target flow forward with 21 clients. Total exposure for these products at an exchange rate of R\$ 1.95 per dollar, for settlement at maturity, was R\$ 22 million (R\$ 562 million at 03/31/2009, R\$ 1.7 billion at 12/31/2008 and R\$ 3.4 billion at 10/31/2008), representing an average debt of R\$ 1 million per client. Of these clients, 17 have AA, A or B risk rating.

II - See below the composition of Derivative financial instruments portfolio by type of instrument, stated at their notional amounts, per trading location (organized or over-the-counter market) and counterparties:

	06/30/2009									
	Futures	Swaps	Options	Forwards	Credit derivatives	Forwards with target flow	Target flow of forwards	Swap with target flow	Target flow of swap	Other
BM&F/Bovespa	79,441,767	9,578,040	540,861,187	2,111,850	-	-	-	-	-	-
Over-the-counter market	90,727,830	75,078,692	506,600,311	2,263,076	5,304,116	18,220,588	133,648	1,708,607	4,981,902	12,202,161
Financial institutions	88,510,351	48,876,468	496,146,764	939,449	5,300,213	11,782,327	109,408	310,006	528,207	2,178,669
Companies	2,217,479	25,573,017	10,449,337	1,322,537	3,903	6,369,273	24,240	1,398,601	4,453,695	9,895,948
Individuals	-	629,207	4,210	1,090	-	68,988	-	-	-	127,544
Total	170,169,597	84,656,732	1,047,461,498	4,374,926	5,304,116	18,220,588	133,648	1,708,607	4,981,902	12,202,161
Total 06/30/2008	136,403,837	45,629,557	120,829,864	3,729,617	6,343,155	20,582,894	12,735	-	-	10,474,134

III - Credit derivatives

	Credit risk amount	
	06/30/2009	06/30/2008
Transferred	(2,490,672)	(3,030,253)
Credit swaps whose underlying assets are:		
Securities	(2,490,672)	(3,030,253)
Received	2,152,255	1,789,661
Credit swaps whose underlying assets are:		
Securities	2,110,898	1,411,521
Loan operations	-	74,000
Total return rate swaps whose underlying assets are:		
Securities	41,357	304,140
Total	(338,417)	(1,240,592)

During the period, there was no occurrence of credit event related to events set forth in agreements.

According to CMN Resolution No. 3,490, which became effective on July 1, 2008 (Note 3), the effect of the calculation of the Required Referential Equity amounts to R\$ 413,673.

V - Accounting hedge

- a) The purpose of ITAÚ UNIBANCO hedge relationship is to protect the cash flow of payment of debt interest (CDB) related to its variable interest rate risk (CDI), making the cash flow constant (fixed rate) and regardless of the variations of DI Cetip Over.

To protect the future cash flow of debt against exposure to variable interest rate (CDI) at June 30, 2009, ITAÚ UNIBANCO negotiated DI Future agreements at BM&F BOVESPA with maturities between 2009 and 2017 in the amount of R\$ 13,021,089, which gave rise to adjustment to market value net of tax effects recorded in stockholders' equity of (R\$ 213,822). The hedged item totals R\$ 12,557,126 and matures between 2009 and 2017.

The gains or losses related to the accounting hedge of cash flows, that we expect be reclassified from Stockholders' Equity into Results in the following 12 months, amount to R\$ 1,184.

The effectiveness computed for the hedge portfolio was in conformity with the provisions of BACEN Circular No. 3,082 of January 30, 2002.

- b) The swap operations contracted in a negotiation associated with the funding and/or investment in the amount of R\$ 720,766 are recorded at amounts restated in accordance with variations occurred in respective ratios ("curve") and are not valued at their market value, as permitted by BACEN Circular No. 3,150/02.

c) Sensitivity analysis

The risks arising from the financial instruments of Itaúsa are mostly related to the operations of its subsidiary ITAÚ UNIBANCO – Financial Services Area, which, according to the criteria for classification of operations provided for BACEN Resolution No. 3,464/07 and Circular No. 3,354/07, and the New Capital Accord – Basel II, are separated in Trading and Banking portfolios. The exposures arising from the subsidiaries of the industrial area are shown separately and consolidated, given its lower relevance and for better presentation of values.

The sensitivity analysis shown below do not predict the dynamics of the operation of the risk and treasury areas, because once loss related to positions is found, risk mitigating measures are quickly taken, minimizing the possibility of significant losses. In addition, we point out that the presented results do not necessarily translate into accounting results, because the study's sole purpose is to disclose the exposure to risks and the respective protective actions, taking into account the fair value of financial instruments, irrespective of the accounting practices adopted by the institutions.

The considerable impact on the fixed-income factor is related to the market risks of fixed-rate financing of the banking portfolio, which are not recognized as marked to market and, therefore, are not necessarily fully subject to hedge.

Exposures		06/30/2009 (*)		
Risk Factors	Risk of variation in:	Scenarios		
		I	II	III
Fixed rate	Fixed rate in Reais	(4,454)	(1,558,610)	(3,053,943)
Foreign exchange coupons	Rates of foreign exchange coupons	6,408	(25,985)	(53,708)
Foreign currency	Exchange variation	(6,942)	(173,556)	(347,112)
Price indices	Rates of price indices coupons	(8)	(222,983)	(397,543)
Long-term interest rate	Rate of TJLP coupon	0	(32,035)	(64,298)
Reference rate	Rate of TR coupon	242	(183,502)	(313,013)
Variable income	Share price	18,241	(266,773)	(533,545)
Total without correlation – Financial services area			(2,463,445)	(4,763,163)
Total with correlation – Financial services area			(1,819,214)	(3,517,518)
Total without correlation – Industrial area (**)			(11,681)	(20,403)

(*) Amounts net of tax effects.

(**) Includes exposures in foreign currency, interest rates and prices

Scenario I: for exposures of the Financial Services Area, addition of 1 base point to the fixed-rate curve, currency coupon, inflation and interest rate indices, and 1 percentage point in currency and share prices, which is based on market information (BM&F BOVESPA, Andima, etc). For exposures of the Industrial area, market rates and quotations were used, with immaterial effect.

Scenario II: Shocks at approximately 25% in the portfolio of June 30, 2009, considering the largest losses per risk factor;

Scenario III: Shocks at approximately 50% in the portfolio of June 30, 2009, considering the largest losses per risk factor;

All derivative financial instruments engaged by ITAÚSA CONSOLIDATED are shown in Note 7.

NOTE 8 - LOAN, LEASE AND OTHER CREDIT OPERATIONS – FINANCIAL SERVICES AREA

a) Summary

I- By type of operations

	06/30/2009	06/30/2008
Loan operations	153,137,088	84,620,626
Lease operations	49,270,159	36,007,623
Credit card operations	25,158,066	11,768,259
Advance on exchange contracts (1)	6,622,429	2,376,098
Other sundry receivables (2)	302,711	106,838
Total	234,490,453	134,879,444
Endorsements and sureties (3)	31,475,706	13,193,610
Total with endorsements and sureties	265,966,159	148,073,054

(1) Includes Advances on Exchange Contracts and Income from Advances Granted, reclassified from Other Liabilities – Foreign Exchange Portfolio/Other Receivables (Note 10);

(2) Includes Securities and Receivables, Debtors for Purchase of Assets and Endorsements and Sureties paid.

(3) Recorded in memorandum accounts.

II – By business sector

	06/30/2009	%	06/30/2008	%
Public sector	1,557,501	0.7%	661,590	0.5%
Private sector	232,932,952	99.3%	134,217,854	99.5%
Companies	127,010,741	54.2%	65,890,299	48.9%
Individuals	105,922,211	45.1%	68,327,555	50.7%
Total	234,490,453	100.0%	134,879,444	100.0%

b) Changes in allowance for loan losses

	01/01 to 06/30/2009	01/01 to 06/30/2008
Opening Balance	(19,972,155)	(7,925,660)
Net increase for the period	(8,086,080)	(3,787,483)
Minimum required by Resolution No. 2,682/99	(9,400,080)	(3,787,483)
Additional	1,314,000	-
Write-Off	5,143,336	3,325,594
Closing balance	(22,914,899)	(8,387,549)
Specific allowance (1) (3)	(11,289,685)	(3,677,280)
Generic allowance (2) (3)	(5,148,214)	(2,560,269)
Additional allowance (4)	(6,477,000)	(2,150,000)

(1) Operations with overdue installments for more than 14 days or under responsibility of bankruptcy or in process of bankruptcy companies.

(2) For operations not covered in the previous item due to the classification of the client or operation.

(3) The specific and generic allowances reflect the effects of the supplementary allowance totaling R\$ 448,585 (R\$ 365,057 at 06/30/2008) as it does not consider the option established by article 5 of the CMN Resolution No. 2,682 of 12/21/1999, amended by article 2 of CMN Resolution No. 2,697 of 02/24/2000, that the loan transactions with clients whose total liability is below R\$ 50 could be determined solely based on the overdue amounts.

(4) Refers to the provision in excess of the minimum required by CMN Resolution No.2,682, of December 12, 1999, recorded based on prudential criteria adopted by management in accordance with good banking practice, in order to enable the absorption of possible increases in default arising from a strong reversal of the economic cycle, quantified in view of the historical performance of loan portfolios during economic crisis.

Starting December 31, 2008, considering the current economic scenario and the uncertainties associated thereto, the criteria for recognition of an additional allowance for loan risks have been revised so as to include the portion related to risks associated with a more pessimistic scenario for the 2009/2010 period, not yet fully covered by the historic scenarios noted in the recent past.

At 06/30/2009, the balance of the allowance for loan losses in relation to the credit portfolio is equivalent to 9.8% (6.2% at 06/30/2008).

c) Recovery and renegotiation of credits

I – Composition of the result of allowance for loan losses

	01/01 to 06/30/2009	01/01 to 06/30/2008
Expense for allowance for loan losses	(8,086,080)	(3,787,483)
Income from recovery of credits written off as loss	870,873	542,951
Result of allowance for loan losses (*)	(7,215,207)	(3,244,532)

(*) Recorded in Operating Expenses - Equity.

II- Renegotiated credits

	06/30/2009	06/30/2008
Renegotiated credits	6,890,446	2,986,586
Allowance for loan losses	(3,490,772)	(1,485,833)
(%)	50.7	49.8

NOTE 9 - INVENTORIES

	06/30/2009	06/30/2008
Products	619,150	701,052
Raw material	270,792	311,304
Work in process	38,404	54,110
Finished products	263,867	279,237
Storeroom	49,191	56,401
(Provision for losses) (*)	(3,104)	-
Real estate	10,822	5,324
Total	629,972	706,376

(*) In view of the worsened economic scenario triggered by the global crisis, with strong devaluation of certain products traded by the affiliate Elekeiroz S.A., an appraisal of inventories of finished products and raw materials was carried out, considering their expected realizable values, resulting in the need for recognizing a provision for losses in certain items.

NOTE 10 - FOREIGN EXCHANGE PORTFOLIO

	06/30/2009	06/30/2008
ASSETS – OTHER RECEIVABLES	31,313,143	19,599,573
Exchange purchase pending settlement – foreign currency	26,198,997	10,299,465
Bills of exchange and term documents – foreign currency	227	25,041
Exchange sale rights – local currency	5,431,041	9,554,061
(Advances received – local currency)	(317,122)	(278,994)
LIABILITIES – OTHER LIABILITIES (Note 2)	31,768,170	20,255,572
Exchange sales pending settlement – foreign currency	18,252,294	8,737,663
Liabilities from purchase of foreign currency – local currency	13,512,312	11,513,941
Other	3,564	3,968
MEMORANDUM ACCOUNTS	423,357	372,280
Outstanding import credits – foreign currency	382,929	329,020
Confirmed export credits – foreign currency	40,428	43,260

NOTE 11 – FUNDING RAISED BY SUBSIDIARIES AND BORROWINGS AND ONLENDING – FINANCIAL SERVICES AREA

	06/30/2009	06/30/2008
Foreign currency	20,798,589	14,401,394
Funds from acceptance and issuance of securities	6,777,523	3,742,966
Borrowings and onlending (1)	14,021,066	10,658,428
Local currency	220,674,001	94,644,691
Deposits	189,843,763	83,448,582
Funds from acceptance and issuance of securities	12,314,080	3,997,607
Borrowings and onlending	18,516,158	7,198,502
Securization of foreign payment orders (2)	697,461	941,873
Deposits received under securities repurchase agreements	121,610,564	96,143,662
Own portfolio	60,780,998	62,910,741
Third-party portfolio	58,663,389	32,005,964
Free portfolio	2,166,177	1,226,957
Subordinated debt	22,497,674	12,556,567
CDB	20,433,158	11,202,502
Debentures	-	622,480
Euronotes	957,969	734,504
Eurobonds	990,421	-
Bonds	145,060	-
(-) Transaction costs incurred (Note 4b)	(28,934)	(2,919)
Redeemable preferred shares (3)	773,070	631,834
Total	387,051,359	219,320,021

(1) *Foreign borrowings are basically represented by investments in foreign exchange transactions related to export pre-financing and import financing;*

(2) *Recorded in Other liabilities;*

(3) *Redeemable preferred shares are classified in the balance sheet in Minority Interest.*

NOTE 12 – INSURANCE, PENSION PLAN AND CAPITALIZATION OPERATIONS

a) Composition of the technical provisions

	INSURANCE		LIFE INSURANCE AND PENSION PLAN		CAPITALIZATION		TOTAL	
	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008
Mathematical provision of benefits to be granted and benefits granted	33,645	6,629	38,195,455	22,719,541	-	-	38,229,100	22,726,170
Unearned premiums	2,768,395	1,028,703	385,909	307,148	-	-	3,154,304	1,335,851
Mathematical provision for redemptions	-	-	-	-	2,100,941	1,095,176	2,100,941	1,095,176
Raffle contingency	-	-	-	-	36,654	39,556	36,654	39,556
Unsettled claims	2,202,590	953,699	126,935	92,351	-	-	2,329,525	1,046,050
Financial surplus	2,118	1,887	415,458	328,121	-	-	417,576	330,008
IBNR	730,210	190,612	62,190	33,233	-	-	792,400	223,845
Financial variation	448	-	110,553	101,863	-	-	111,001	101,863
Premium deficiency	133,496	79,331	75,530	15,970	-	-	209,026	95,301
Insufficient contribution	-	-	386,551	68,756	-	-	386,551	68,756
Other	70,312	19,759	184,604	89,945	21,795	7,819	276,712	117,523
TOTAL	5,941,214	2,280,620	39,943,185	23,756,928	2,159,390	1,142,551	48,043,790	27,180,099

b) Assets Guaranteeing Technical Provisions - SUSEP

	INSURANCE		LIFE INSURANCE AND PENSION PLAN		CAPITALIZATION		TOTAL	
	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008
Interbank investments – Money market	887,480	217,993	728,461	314,652	763,990	355,216	2,379,931	887,861
Securities and derivative financial instruments	2,529,896	1,245,873	38,931,761	23,208,834	1,419,573	808,090	42,881,230	25,262,797
PGBL/VGBL fund quotas (1)	-	-	34,475,799	21,148,807	-	-	34,475,799	21,148,807
Other	2,529,896	1,245,873	4,455,962	2,060,027	1,419,573	808,090	8,405,431	4,113,990
Government	1,777,425	684,194	3,197,112	836,893	750,846	213,819	5,725,383	1,734,906
Private	752,471	561,679	1,258,850	1,223,134	668,727	594,271	2,680,048	2,379,084
Receivables from insurance and reinsurance operations (2)	2,424,549	904,292	303,304	256,954	-	-	2,727,853	1,161,246
Credit rights	683,433	266,749	303,304	256,954	-	-	986,737	523,703
Reinsurance	1,741,116	637,543	-	-	-	-	1,741,116	637,543
Escrow deposits for loss	134,158	21,209	9,197	8,212	-	-	143,355	29,421
TOTAL	5,976,083	2,389,367	39,972,723	23,788,652	2,183,563	1,163,306	48,132,369	27,341,325

(1) The PGBL and VGBL plans securities portfolio, the ownership and embedded risks of which are the customers' responsibility, is recorded as securities, as determined by SUSEP, with a contra-entry to liabilities in the Pension Plan Technical Provisions account.

(2) Recorded under Other receivables and Other assets.

c) Results of Operations

	INSURANCE		LIFE INSURANCE AND PENSION PLAN		CAPITALIZATION		TOTAL	
	01/01 to 06/30/2009	01/01 to 06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008
Income from financial operations	102,085	63,356	135,219	153,008	22,842	19,628	260,146	235,992
Financial income from insurance, pension plan and capitalization operations	142,813	71,208	2,100,052	1,101,153	90,971	56,074	2,333,836	1,228,435
Financial expenses from insurance, pension plan and capitalization operations	(40,728)	(7,852)	(1,964,833)	(948,145)	(68,129)	(36,446)	(2,073,690)	(992,443)
Results of insurance, pension plan and capitalization operations	703,722	320,484	224,065	215,664	193,969	149,770	1,121,756	685,918
Premiums and contributions	2,886,227	1,186,740	4,785,991	3,569,996	752,638	507,437	8,424,856	5,264,173
Changes in technical provisions	82,471	(20,507)	(4,356,678)	(3,235,034)	(532,634)	(343,939)	(4,806,841)	(3,599,480)
Expenses for claims	(1,515,981)	(661,896)	(141,164)	(96,293)	-	-	(1,657,145)	(758,189)
Selling expenses	(666,920)	(175,960)	(24,826)	(13,302)	(9,199)	(3,340)	(700,945)	(192,602)
Expenses for benefits and raffles	-	-	(13,485)	(7,091)	(17,992)	(10,096)	(31,477)	(17,187)
Other revenues and expenses	(82,075)	(7,893)	(25,773)	(2,612)	1,156	(292)	(106,692)	(10,797)
TOTAL	805,807	383,840	359,284	368,672	216,811	169,398	1,381,902	921,910

NOTE 13 - CONTINGENT ASSETS AND LIABILITIES AND LEGAL LIABILITIES – TAX AND SOCIAL SECURITY

ITAÚSA and its subsidiaries are involved in contingencies in the ordinary course of their businesses, as follows:

a) **Contingent Assets:** there are no contingent assets recorded.

b) **Contingent Liabilities:**

- **Calculation criteria:**

Civil lawsuits: quantified upon judicial notification, and adjusted monthly:

- Collective (lawsuits related to claims considered similar and usual and the amounts of which are not considered significant): according to the statistical references per group of lawsuits, type of legal body (Small Claims Court or Regular Court) and claimant; or
- Individual (lawsuits related to claims considered unusual and the amounts of which are considered significant): at the claimed indemnity amount, based on the evidence presented and on the evaluation of legal advisors – which considers case law, legal opinions raised, evidence produced in the records and the judicial decisions to be issued – relating to the risk level of loss of lawsuits.

These are adjusted to the amounts deposited as guarantee for their execution or to the definitive execution amount (indisputable amount) when the claim is awarded a final and unappealable judgment.

Labor claims: these are calculated upon judicial notification and adjusted monthly by the moving average of payment of lawsuits closed in the last 12 months plus the average cost of fees paid for lawsuits related to claims considered similar and usual and adjusted to the amounts deposited in guarantee, to the execution amount (indisputable amount) when it is in the stage of being a final and unappealable decision, or based on the individual analysis of the potential amount of probable loss for lawsuits with significant amounts.

Tax and social security lawsuits: calculated upon judicial notification of administrative proceedings based on their monthly adjusted amounts.

Other risks: calculated mainly based on the assessment of credit risk on joint obligations.

- **Contingencies classified as probable:** are recognized in the accounting books and comprise Civil Lawsuits demanding compensation for property damage and pain and suffering, such as protest of bills, return of checks, and inclusion of information in the credit protection registry, most of these actions being filed in the Small Claims Court and therefore limited to 40 minimum monthly wages; Labor Claims seeking the recovery of alleged labor rights based on labor legislation specific to the related profession, such as overtime, salary equalization, reinstatement, transfer allowance, pension plan supplement and other; Tax and Social Security represented mainly by lawsuits and administrative proceedings involving federal and municipal taxes; and Other Risks represented basically by the joint obligation for securitized rural loans.

The table below shows the changes in the respective provisions for contingent liabilities and the respective escrow deposits balances:

Change in provision for contingent liabilities	01/01 to 06/30/2009					01/01 to 06/30/2008
	Civil	Labor	Tax and social security	Other	Total	Total
Opening Balance	2,137,508	2,901,010	2,553,716	192,058	7,784,292	3,761,514
(-) Contingencies guaranteed by indemnity clauses (Note 4n I)	(125,528)	(551,139)	(15,784)	-	(692,451)	(618,490)
Subtotal	2,011,980	2,349,871	2,537,932	192,058	7,091,841	3,143,024
Restatements/Charges	42,984	142,671	89,452	-	275,107	75,898
Changes in the period reflected in results	<u>630,987</u>	<u>343,249</u>	<u>41,787</u>	<u>6,993</u>	<u>1,023,016</u>	<u>633,819</u>
Increase (*)	815,283	398,794	52,541	6,993	1,273,611	734,078
Write-offs through reversal	(184,296)	(55,545)	(10,754)	-	(250,595)	(100,259)
Payments	(419,098)	(283,986)	(35,712)	-	(738,796)	(400,919)
Subtotal	2,266,853	2,551,805	2,633,459	199,051	7,651,168	3,451,822
(+) Contingencies guaranteed by indemnity clause (Note 4n I)	176,107	596,117	13,069	-	785,293	673,393
Closing balance (Note 14d)	2,442,960	3,147,922	2,646,528	199,051	8,436,461	4,125,215
Closing balance at 06/30/2008 (Note 14d)	1,498,504	1,856,271	659,528	110,912	4,125,215	
Escrow deposits at 06/30/2009 (Note 14a)	990,183	1,422,208	944,548	-	3,356,939	
Escrow deposits at 06/30/2008 (Note 14a)	588,243	877,737	310,297	-	1,776,277	

(*) Civil provisions include the provision for economic plans amounting to R\$ 166,398 (R\$ 179,071 from January 1 to June 30, 2008).

- **Contingencies classified as possible:** not recognized in the accounting books and comprise Civil Lawsuits amounting to R\$ 354,881 and Tax and Social Security Lawsuits amounting to R\$ 2,653,325. The principal characteristics of these lawsuits are described below:
- ISS – Banking Institutions – R\$ 301,266; refers to tax assessments notices issued by municipalities for collection of ISS on amounts recorded in several accounts, on the grounds of being service revenue. An administrative final decision or tax foreclosure is pending;
 - Deductibility of losses in receipt of loans and discounts granted on renegotiation of loans – R\$ 258,244;
 - Deductibility of goodwill in purchase of investments – R\$ 195,818: assessment notices that discuss the deduction of goodwill of merged companies;
 - Levy of social security contributions on non-compensatory amounts – R\$ 165,175: administrative and court discussion on the portions that, according to the company's understanding, are not part of contribution salary for social security tax purposes;
 - IRPJ/PDD (income tax/allowance for loan losses) – R\$ 162,491: reject the Regulatory Instruction (IN) No. 80/93, which reduced the percentage from 1.5% to 0.5% for realization of the Allowance for Loan Losses in base year 1993, calculated by adopting the IN No. 76/87 and the CMN Resolution No. 1,748, of August 31, 1990. The bank makes allegations about the impossibility of applying the rule to events occurred in the fiscal year when it was enacted (principle of anteriority). A suspension was awarded for the bank's appeal, however, the judgment by the Federal Regional Court of the 3rd Region is pending;
 - Dismissal of offset request – R\$ 139,012: Offset requests which were not approved due to formal issues or alleged lack of evidence of credit liquidity. Issue discussed in the administrative level, in which the company stated its defense and exhibited documentation evidencing the credit liquidity;
 - Apportionment of Net Assets by Book Value – R\$ 127,783: refers to the tax assessment notice issued due to the deduction of capital loss computed in the winding-up and liquidation of investments. Awaiting Court's decision;
 - Assessment notices about the Declaration of Federal Contributions and Taxes (DCTF) – R\$ 73,956: Electronic assessment notices issued by the Federal Revenue Service, which defense is stated at the administrative level, in which the submitted documentation is being analyzed;
 - Criteria for taxation of revenues made available abroad - R\$ 68,886; assessment notices in relation to which the inspection authorities discuss calculation criteria for calculation basis and taxable event;
 - Offset of tax loss of companies merged without the 30% limitation – R\$ 65,791: assessment notice which discusses the application of a 30% limit when offsetting tax loss carryforwards, in case of merger of company;
 - ITR (rural land tax) - R\$ 61,772: Refers to collection of ITR amounts related to farms, received as payment in kind, with arbitrage of calculation basis, due to failure to evidence that a portion of the land is a legal reserve;
 - Levy of ISS on leasing operations – R\$ 57,750: Tax assessment notes and/or tax foreclosures of municipalities that allege the levy of ISS on leasing operations in their territories.

In ITAÚSA CONSOLIDATED, the following are in guarantee of voluntary resources restricted, deposited or recorded the amount below:

	06/30/2009	06/30/2008
Securities	830,631	1,260,691
Deposits in guarantee	3,421,089	1,979,022
Permanent assets (*)	791,043	990,838

(*) As per article 32 of Law No. 10,522, of July 19, 2002. On April 10, 2007, in Unconstitutionality Lawsuit No. 1,976, the Federal Supreme Court ruled unconstitutional the requirement of guarantees for considering voluntary appeals. The company is requesting the cancellation of the pledging of guarantees to the Federal Revenue Service.

The Receivables balance arising from reimbursements of contingencies totals R\$ 1,107,111 (R\$ 890,440 at 06/30/2008) (Note 14a), basically represented by the guarantee in the Banco Banerj S.A. privatization process occurred in 1997, in which the State of Rio de Janeiro created a fund to guarantee the equity recomposition from losses on Civil, Labor and Tax Contingencies.

c) Legal Liabilities – Tax and Social Security and Escrow Deposits for Filing Legal Processes – recognized at the full amount being questioned and respective escrow deposits, as follows:

Change in legal liabilities	01/01 to 06/30/2009	01/01 to 06/30/2008
Opening Balance	9,394,674	5,661,768
Changes in the period reflected in results	<u>1,908,247</u>	<u>702,846</u>
Charges on taxes	508,635	178,251
Net increase	1,530,597	592,880
Write-offs through reversal (Note 14e)	(130,985)	(68,285)
Payments	(184,706)	(45,356)
Closing balance (Note 15c)	11,118,215	6,319,258
Probability of loss		
Probable	1,573,318	1,190,171
Possible	1,091,184	350,855
Remote	8,453,713	4,778,232
<hr/>		
Change in escrow deposits	01/01 to 06/30/2009	01/01 to 06/30/2008
Opening Balance	4,478,052	3,062,934
Appropriation of income	321,328	113,113
Changes in the period	<u>45,464</u>	<u>306,051</u>
Deposits	240,071	307,078
Withdrawals	(8,735)	(478)
Conversion into income	(185,872)	(549)
Closing balance (Note 14a)	4,844,844	3,482,098

The main natures of processes are described as follows:

- PIS and COFINS X Law No. 9,718/98 – R\$ 6,865,208 – Assert the right of paying contributions to PIS and COFINS on revenue, not adopting the provisions of Article 3, paragraph 1, of Law No. 9,718/98, which established the inappropriate extension of the calculation bases of these contributions. The corresponding escrow deposit totals R\$ 1,008,201;
- IRPJ and CSLL X Profit earned abroad – R\$ 1,020,138. Aimed at rejecting the requirement set forth by Regulatory Instruction No. 213/02, in view of its illegality, determining the inclusion of equity in earnings in the calculation of taxable income and the CSLL calculation basis, including that from disposal of investment abroad. The corresponding escrow deposit totals R\$ 559,271;
- CSL x Non Employers – R\$ 430,160 – Assert the right of paying social contribution on net income (CSLL), since it does not fit into the employers concept (Article 2 of the Consolidation of Labor Laws – CLT), thus recognizing the illegality and unconstitutionality of Law No. 7,689/88, which unduly increased the CSLL basis, considering any company as debtor. The escrow deposit balance totals R\$ 283,311;
- PIS X Constitutional Amendments Nos. 10/96 (January 1996 to June 1996) and 17/97 (July 1997 and February 1998) – R\$ 307,596 - Aimed at rejecting the levy of PIS based on principles of anteriority over 90 days and non-retroactivity of Constitutional Amendments Nos. 10/96 and 17/97, and nonexistence of legislation for this period. Successively, aimed at paying PIS over the mentioned period based on Supplementary Law No. 7/70. The corresponding escrow deposit totals R\$ 65,125;
- CSLL X Equality – R\$ 630,269 – Assert the right of paying CSLL at 8%, applicable to companies in general, according to the heading of Article 19 of Law No. 9,249/95, rejecting the provisions of paragraph 1 therein, which sets forth a differentiated rate (18%) for financial institutions, in view of the infraction to the principle of equality. The corresponding escrow deposit totals R\$ 331,059;
- INSS X Supplementary Law No. 84/96 and Additional rate of 2.5% – R\$ 232,753 – Aimed at rejecting the levy of social security contribution at 15%, as well as an additional rate of 2.5%, on compensation paid to service providers that are individuals and managers, set forth by Supplementary Law No. 84/96, in view of its unconstitutionality, as this contribution has the same taxable year and income tax calculation basis, going against the provisions of Articles 153, item III, 154, item I, 156, item III and 195, paragraph 4, of Federal Constitution; The corresponding escrow deposit totals R\$ 221,136.

According to the opinion of the legal advisors, ITAÚSA and its subsidiary companies are not involved in any other administrative proceedings or lawsuits that may significantly affect the results of their operations. The combined evaluation of all existing provisions for all contingent liabilities and legal obligations, which are recognized through the adoption of statistical models for claims involving small amounts and separate analysis by internal and external legal advisors of other cases, showed that the amounts provided for are sufficient, according to the CMN Resolution No. 489 of October 03, 2005.

NOTE 14 – BREAKDOWN OF ACCOUNTS**a) Other sundry receivables**

	06/30/2009	06/30/2008
Escrow deposits for provisions for contingent liabilities (Note 13b)	6,778,028	3,755,299
Escrow deposits for legal liabilities – tax and social security (Note 13c)	4,844,844	3,482,098
Negotiation and intermediation of securities	1,439,045	1,729,685
Taxes and contributions for offset	3,506,283	1,328,011
Social contribution for offset – Provisional Measure No. 2,158 of August 24, 2001 (Note 15b I)	1,058,431	869,573
Receivables from reimbursement of contingent liabilities (Note 13b)	1,107,111	890,440
Income receivable	1,310,670	635,390
Trade notes receivable	829,052	789,108
Escrow deposits for foreign fund raising program	588,337	418,198
Operations without credit granting characteristics	<u>407,845</u>	<u>172,013</u>
Securities and credits receivable	696,470	185,949
(Allowance for other loan losses)	(288,625)	(13,936)
Receivables – Sale of Credicard / Visa Inc. and Visa Net	342,633	206,847
Tax incentive options	4,635	26,695
Sundry debtors	<u>904,348</u>	<u>605,984</u>
Domestic	644,062	313,207
Foreign	260,286	292,777
Other	330,917	175,621
Total	<u>23,452,179</u>	<u>15,084,962</u>

At ITAÚSA, basically comprise Income Receivable related to Dividends and Interest on Capital amounting to R\$ 500,355 (R\$ 611,852 at 06/30/2008) and Taxes and Contributions for Offset of R\$ 8,684 (R\$ 42,551 at 06/30/2008).

b) Other assets

	06/30/2009	06/30/2008
Assets not for own use	572,294	353,683
(-) Valuation allowance	(231,335)	(53,399)
Unearned premiums of reinsurance	732,842	188,472
Total	1,073,801	488,756

c) Prepaid expenses

	06/30/2009	06/30/2008
Commissions	<u>2,321,537</u>	<u>2,197,088</u>
Related to insurance and pension plan	295,105	150,615
Related to vehicle financing	1,877,965	1,995,446
Other	148,467	51,027
Fundo Garantidor de Crédito(*)	807,498	-
Advertising	421,415	94,033
Other	279,761	141,937
Total	3,830,211	2,433,058

(*) Refers to the spontaneous payment, equivalent to the prepayment of installments of the contribution to Fundo Garantidor de Crédito (Brazilian deposit guarantee fund), according to BACEN Circular No. 3,416, of 10/24/2008.

d) Other sundry liabilities

	06/30/2009	06/30/2008
Provision for contingent liabilities (Note 13b)	8,436,461	4,125,215
Collection and payment of taxes and contributions	3,289,664	2,375,071
Negotiation and intermediation of securities	1,635,571	1,981,430
Personnel provision	1,132,085	729,065
Suppliers	305,299	230,140
Sundry creditors	<u>2,395,659</u>	<u>1,727,242</u>
Domestic	2,156,377	1,577,823
Foreign	239,282	149,419
Related to insurance operations	1,263,613	254,862
Creditors of funds to be released	305,052	179,871
Liabilities for purchase of assets and rights	198,620	97,742
Provision for health insurance (1)	537,032	-
Provision for integration expenditures with ITAÚ UNIBANCO merger (2)	1,129,775	-
Provision to cover actuarial deficit	25,157	27,089
Lease obligations	135,660	-
Liabilities for official agreements and rendering of payment services	398,750	344,962
Provision for sundry creditors	1,073,816	468,350
Sundry (3)	1,220,069	54,039
Total	23,482,283	12,595,078

(1) Provision set up to cover possible future deficits up to the total discontinuance of the portfolio, arising from the difference of adjustments to monthly installments, authorized annually by the regulatory body, and the actual variation of hospital costs that affect the compensation of claims.

(2) Provision set up at December 31, 2008 in the amount of R\$ 1,330,800 to cover expenditures on communication with customers, adequacy of systems and personnel.

(3) Basically composed of discounts in investments in subsidiaries not eliminated in Consolidation.

e) Other operating revenues

	01/01 to 06/30/2009	01/01 to 06/30/2008
Reversal of operating provisions	155,880	75,855
Legal liabilities – tax and social security (Note 13c)	130,985	68,285
Other	24,895	7,570
Recovery of charges and expenses	201,807	76,034
Equity in subsidiaries, not arising from net income	25,036	-
Income from sale of investments and other assets	498,556	413,635
Other	96,633	75,470
Total	977,912	640,994

f) Other operating expenses

	01/01 to 06/30/2009	01/01 to 06/30/2008
Tax expenses (Notes 15a II)	(2,099,342)	(1,186,011)
Provisions for contingencies (Note 13b)	(679,767)	(518,670)
Civil	(630,987)	(466,814)
Tax and social security	(41,787)	(52,054)
Other	(6,993)	198
Equity in subsidiaries, not arising from net income	-	(12,593)
Operating expenses from industrial companies	(203,141)	(177,108)
Selling - credit cards	(745,534)	(262,553)
Claims	(219,772)	(123,525)
Refund of interbank costs (Note 21e)	(113,187)	(50,550)
Other	(663,705)	(333,978)
Total	(4,611,261)	(2,664,988)

At ITAÚSA, basically composed of Tax Expenses in the amount of R\$ 78,514 (R\$ 70,454 from 01/01 to 06/30/2008).

NOTE 15 - TAXES

a) Composition of expenses for taxes and contributions

I - We show below the Income Tax and Social Contribution due on the operations for the period and on temporary differences arising from additions and exclusions:

Due on operations for the period	01/01 to 06/30/2009	01/01 to 06/30/2008
Income before income tax and social contribution	10,664,408	6,442,418
Charges (Income Tax and Social Contribution) at the rates in effect (Note 4p)	(4,225,912)	(2,356,999)
Increase/decrease to Income Tax and Social Contribution charges arising from:		
Permanent (additions) exclusions	(184,654)	55,188
Investments in affiliates	27,333	(133,188)
Foreign exchange variation on investments abroad	(1,313,156)	(373,489)
Interest on capital	819,231	387,641
Dividends, interest on external debt bonds and tax incentives	300,935	210,280
Other	(18,997)	(36,056)
Temporary (additions) exclusions	353,608	753,537
Allowance for loan losses	(1,535,248)	(272,275)
Excess (insufficiency) of depreciation of leased assets	1,610,208	1,201,240
Adjustment to market value of trading securities and derivative financial instruments, and adjustments from operations in futures markets	316,684	162,598
Interest on capital	(116,141)	(129,372)
Legal liabilities – tax and social security, contingent liabilities and restatement of escrow deposits	(458,972)	(206,617)
Realization of goodwill on purchase of investments	587,163	126,849
Integration expenditures with ITAÚ UNIBANCO merger	81,015	-
Other non-deductible provisions	(131,101)	(128,886)
(Increase) Offset of tax losses/social contribution loss carryforwards	(743,021)	(639,593)
Expenses for income tax and social contribution	(4,799,979)	(2,187,867)
Related to temporary differences		
Increase (reversal) for the period	406,433	(108,308)
Prior periods increase (reversal)	159,723	278,510
Income (expenses) from deferred taxes	566,156	170,202
Total income tax and social contribution	(4,233,823)	(2,017,665)

II - Composition of tax expenses:

	01/01 to 06/30/2009			01/01 to 06/30/2008		
	On sales of products and services (1)	On other revenues (Note 14f)	Total	On sales of products and services (1)	On other revenues (Note 14f)	Total
PIS and COFINS	(149,360)	(1,706,655)	(1,856,015)	(172,513)	(940,676)	(1,113,189)
ISS	(9,026)	(238,987)	(248,013)	(8,856)	(161,149)	(170,005)
IPI	(70,308)	-	(70,308)	(93,960)	-	(93,960)
ICMS	(170,121)	-	(170,121)	(208,885)	-	(208,885)
Other	(24,207)	(153,700)	(177,907)	(21,363)	(84,186)	(105,549)
Total (Note 4n)	(423,022)	(2,099,342)	(2,522,364)	(505,577)	(1,186,011)	(1,691,588)

(1) These taxes have been deducted from the heading Sales of Products and Services.

At ITAÚSA tax expenses basically comprise PIS in the amount of R\$ 14,003 (R\$ 12,565 from 01/01 to 06/30/2008) and COFINS in the amount of R\$ 64,498 (R\$ 57,876 from 01/01 to 06/30/2008).

III – Tax effects on foreign exchange management of investments abroad

In order to minimize the effects on income in connection with the exposure of foreign exchange variation on investments abroad, net of respective tax effects, ITAÚSA and ITAÚ UNIBANCO carry out derivative transactions in foreign currency (hedge), as mentioned in Note 21b.

Results of these transactions are considered in the calculation basis of income tax and social contribution, according to their nature, while the foreign exchange variation on investments abroad is not included therein, pursuant to tax legislation in force.

b) Deferred tax assets

I – The deferred tax asset balance, segregated based on its origin (Income Tax and Social Contribution), is shown as follows:

	12/31/2008	Realization / Reversal	Increase	06/30/2009	06/30/2008
Reflected in income and expense accounts	25,209,166	(4,669,997)	6,677,882	27,217,051	8,127,318
Related to income tax and social contribution loss carryforwards	3,268,512	(782,412)	1,226,895	3,712,995	1,137,447
Temporary differences:	21,940,654	(3,887,585)	5,450,987	23,504,056	6,989,871
Allowance for loan losses	7,687,869	(1,723,454)	2,699,666	8,664,081	2,974,624
Provision for interest on capital	-	-	116,141	116,141	129,372
Legal liabilities – tax and social security	1,542,847	(15,986)	678,193	2,205,054	851,809
Provision for contingent liabilities	2,558,664	(299,146)	525,025	2,784,543	1,083,935
Civil	766,379	(234,577)	330,090	861,892	487,130
Labor	769,521	(13,061)	95,722	852,182	367,082
Tax and social security	948,506	(51,284)	53,543	950,765	229,723
Other	74,258	(224)	45,670	119,704	-
Adjustment to market value of securities and derivative financial instruments (assets/liabilities)	462,643	(429,878)	302,374	335,139	-
Allowance for real estate	89,725	(35,652)	16,548	70,621	31,934
Goodwill on purchase of investments	7,434,935	(503,393)	123,721	7,055,263	972,218
Provision for integration expenditures with ITAÚ UNIBANCO merger	452,472	(68,348)	-	384,124	-
Provision related to health insurance operations	212,254	-	2,560	214,814	-
Other	1,499,245	(811,728)	986,759	1,674,276	945,979
Reflected in stockholders' equity accounts – adjustment to market value of available-for-sale securities	193,744	(63,231)	1	130,514	72,728
Total deferred tax assets	25,402,910	(4,733,228)	6,677,883	27,347,565	8,200,046
Social contribution for offset arising from Option foreseen in article 8 of Provisional Measure No. 2,158-35 of 08/24/2001.	1,295,804	(237,373)	-	1,058,431	869,573

At ITAÚSA, Deferred Tax Assets amount to R\$ 195,254 (R\$ 131,359 at 06/30/2008) and are basically represented by interest on capital, tax losses and social contribution loss carryforwards, the expectation of realization of which is up to 1 year and 5 years, respectively.

II - Provision for Deferred Income Tax and Social Contribution balance and its changes are shown as follows:

	12/31/2008	Realization / Reversal	Increase	06/30/2009	06/30/2008
Reflected in income and expense accounts	6,422,141	(102,019)	1,422,193	7,742,315	5,634,162
Excess of depreciation of leased assets	5,604,351	-	1,162,736	6,767,087	4,761,168
Taxation of results abroad – capital gains	20,142	-	11,914	32,056	60,645
Adjustments from operations in futures market	56,552	(9,818)	80,816	127,550	168,775
Adjustment to market value of trading securities and derivative financial instruments	113,074	(2,325)	-	110,749	193,723
Restatement of escrow deposits related to legal and contingent liabilities	451,616	-	114,067	565,683	306,002
Income on sale of permanent asset items and rights	72,548	(69,654)	15,029	17,923	72,804
Other	103,858	(20,222)	37,631	121,267	71,045
Reflected in stockholders' equity accounts – adjustment to market value of available-for-sale securities	18,618	(8,324)	229,400	239,694	29,019
Total	6,440,759	(110,343)	1,651,593	7,982,009	5,663,181

At ITAÚSA, the Provision for Deferred Tax and Contributions amounts to R\$ 17,521 (R\$ 2,153 at 06/30/2008) and is represented by taxes levied on restatement of escrow deposits and Income on sale of permanent asset items and rights.

III - The estimate of realization and present value of Deferred Tax Assets and Social Contribution for Offset, arising from Provisional Measure No. 2,158-35 of August 24, 2001 and from the Provision for Deferred Income Tax and Social Contribution existing at June 30, 2009, in accordance with the expected generation of future taxable income, based on the history of profitability and technical feasibility studies, are:

Realization year	Deferred tax assets			Social contribution for offset	Provision for deferred income tax and social contribution	Net deferred taxes
	Temporary differences	Tax losses/social contribution losses carryforwards	Total			
2009	5,738,935	42,770	5,781,705	69,643	(684,440)	5,166,908
2010	4,591,572	696,945	5,288,517	301,902	(1,496,515)	4,093,904
2011	3,803,573	915,072	4,718,645	292,093	(1,745,441)	3,265,297
2012	3,122,730	642,190	3,764,920	195,582	(2,015,167)	1,945,335
2013	3,188,579	180,883	3,369,462	29,611	(1,384,180)	2,014,893
Over 2013	3,189,181	1,235,135	4,424,316	169,600	(656,266)	3,937,650
Total	23,634,570	3,712,995	27,347,565	1,058,431	(7,982,009)	20,423,987
Present value (*)	21,057,439	3,162,500	24,219,939	923,201	(7,026,810)	18,116,330

(*) The average funding rate was used to determine the present value.

The projections of future taxable income include estimates related to macroeconomic variables, foreign exchange rates, interest rates, volume of financial operations and sale of products and services, and others, which can vary in relation to actual data and amounts.

Net income in the financial statements is not directly related to taxable income for income tax and social contribution, due to differences existing between accounting criteria and tax legislation, besides corporate aspects. Accordingly, we recommend that the trend of the realization of deferred tax assets arising from temporary differences, income tax and social contribution loss carryforwards be not used as an indication of future net income.

IV- Unrecorded deferred tax assets amount to R\$ 2,534,150 (R\$ 1,050,865 at 06/30/2008).

In view of the unconstitutionality lawsuit related to the increase in the social contribution rate, established by Articles 17 and 41 of Law No. 11,727 of June 24, 2008 (for financial subsidiaries and equivalent companies), filed on June 26, 2008 by the National Confederation of the Financial System (CONSIF), deferred tax assets were recorded not taking into consideration the surplus rate in Tax Liabilities, the surplus balance of R\$ 2,462,894 (R\$ 771,067 at 06/30/2008) was not recorded.

At June 30, 2009, there were no unrecorded deferred tax assets at ITAÚSA.

c) Tax and social security contributions

The balance of Taxes and Social Security Contributions is composed as follows:

	06/30/2009	06/30/2008
Taxes and contributions on income payable	2,120,382	887,693
Taxes and contributions payable	937,731	413,161
Provision for deferred income tax and social contribution (Note 15b II)	7,982,009	5,663,181
Legal liabilities – tax and social security (Note 13c)	11,118,215	6,319,258
Total	22,158,337	13,283,293

At ITAÚSA, the balance of Tax and Social Security totals R\$ 53,939 (R\$ 62,213 at 06/30/2008) and is basically comprised of Taxes and Contributions on Income Payable of R\$ 27,173 (R\$ 42,458 at 06/30/2008), Provision for deferred income tax and social contribution of R\$ 17,521 (R\$ 2,153 at 06/30/2008) and Legal liabilities – tax and social security of R\$ 8,560 (R\$ 16,985 at 06/30/2008).

d) Taxes paid or provided for and withheld from third parties

The amount of taxes paid or provided for is basically levied on income, revenue and payroll. In relation to the amounts withheld and collected from third parties, the Company takes into consideration the interest on capital paid and on the service provision, in addition to those levied on financial operation.

	06/30/2009	06/30/2008
Taxes paid or provided for	8,301,740	4,363,244
Taxes withheld and collected from third parties	4,072,323	2,668,586
Total	12,374,063	7,031,830

NOTE 16 – PERMANENT ASSETS

a) Investments

I - Interest in subsidiaries - ITAÚSA

Companies	Balances at 12/31/2008 (a)	Subscription/Acquisition/Sales (a)	Dividends and interest on capital received (b)	Equity in earnings of subsidiaries	Change in adjustment to market value	Accumulated conversion adjustments	Granting of options recognized	Balances at 06/30/2009 (a)	Balances at 06/30/2008 (a)	Equity in earnings of subsidiaries from 01/01 to 06/30/2008 (e)
Itaú Unibanco Holding S.A.	10,628,035	51,161	(569,756)	978,518 (e)	98,110	-	9,110	11,195,178	14,870,309	1,317,360 (e)
IUPAR - Itaú Unibanco Participações S.A.	7,759,211	-	(27,865)	420,100	92,036	-	8,539	8,252,021	-	-
Itaucorp S.A.	798,540	-	-	4,445	64	(667)	855	803,237	815,803	97,725
Duratex S.A.	513,874	-	(9,385)	27,571 (e)	-	(1,172)	2,119	533,007	475,729	44,155 (e)
Itautec S.A.	336,285	-	(3,110)	4,206	-	(7)	-	337,374	321,509	23,819
Elektart Participações e Administração S.A.	50,761	-	-	(1,260)	9	(28)	-	49,482	181,396	20,224
ITH Zux Cayman Company Ltd.	43,398	-	-	(8,994) (f)	-	-	-	34,404	25,846	(3,667) (f)
Elektroz S.A.	13,480	-	(30)	(428)	2	(9)	-	13,015	13,046	1,452
Itaúsa Export S.A.	-	-	-	-	-	-	-	-	681,470	(23,080)
Itaúsa Europa - Investimentos, SGPS, Lda.	-	-	-	-	-	-	-	-	118,994	(4,060) (f)
Other subsidiaries	7,303	-	-	409	-	-	-	7,712	6,722	507
GRAND TOTAL	20,150,887	51,161	(610,146)	1,424,567	190,221	(1,883)	20,623	21,225,430	17,510,824	1,474,435

(a) Includes total negative goodwill expenses of R\$ 39,194 (R\$ 40,941 at 06/30/2008 and R\$ 39,194 at 12/31/2008);

(b) Income receivable includes dividends and interest on capital receivable amounting to R\$ 500,355 (R\$ 611,852 at 06/30/2008);

(c) New company name of Itaú Unibanco Banco Múltiplo S.A.;

(d) Investment sold to Itaú Unibanco S.A. at 11/28/2008

(e) Includes non-operating expenses arising from change in interest amounting to R\$ 3,814 (R\$ 399,361 at 06/30/2008);

(f) Includes total foreign exchange expense of R\$ 8,982 (R\$ 9,943 from 01/01 to 06/30/2008).

Companies	Capital	Stockholders' equity	Net income for the period	Number of shares owned by ITAÚSA		Equity in voting capital (%)	Equity in Capital (%)
				Common	Preferred		
Itaú Unibanco Holding S.A.	45,000,000	61,800,823	3,940,165	753,333,346	70,075	36.20	18.34
IUPAR - Itaú Unibanco Participações S.A.	6,000,000	12,403,067	631,447	355,227,092	350,942,273	50.00	66.53
Itaucorp S.A.	403,000	817,398	4,426	12,241,502	3,875,153	99.94	99.96
Duratex S.A.	943,626	1,789,980	91,848	32,005,853	6,098,671	59.76	30.08
Itautec S.A.	250,000	463,701	14,110	10,366,478	-	88.97	88.97
Elektart Participações e Administração S.A.	220,000	411,832	(10,491)	68,680,661	-	12.02	12.02
ITH Zux Cayman Company Ltd.	68,306	45,469	(12)	35,000,000	-	100.00	100.00
Elektroz S.A.	220,000	429,144	(11,331)	559,180	631,430	3.85	3.78

II – Composition of investments

	06/30/2009	06/30/2008
Investment in affiliates	1,263,921	1,014,266
Domestic	353,931	259,104
Allianz Seguros S.A. (current corporate name of AGF Brasil Seguros S.A.)	147,329	131,358
Serasa S.A.	161,224	98,435
Other	45,378	29,311
Foreign	909,990	755,162
BPI	907,827	752,338
Other	2,163	2,824
Other investments	911,876	271,871
Investments through tax incentives	170,599	106,967
Equity securities	8,088	13,528
Shares and quotas	135,324	93,954
Interest in Instituto de Resseguros do Brasil - IRB	227,170	11,130
Other	555,955	148,961
Provision for losses	(185,260)	(102,669)
TOTAL	2,175,797	1,286,137

III – Composition of equity in earnings of affiliates

	01/01 to 06/30/2009	01/01 to 06/30/2008
Investment in affiliates - Domestic	28,343	(381,414)
Investment in affiliates - Abroad	40,585	(10,315)
TOTAL	68,928	(391,729)

b) Fixed assets and intangible assets

	06/30/2009			06/30/2008
	Cost	Accumulated depreciation/a mortization/depletion	Net	Net
Fixed assets	14,778,351	(8,319,513)	6,458,838	3,950,779
Own fixed assets	14,556,791	(8,308,840)	6,247,951	3,713,059
Real estate	5,388,999	(2,321,451)	3,067,548	2,089,071
Land	1,293,422	-	1,293,422	1,049,695
Buildings	2,506,945	(1,590,033)	916,913	676,472
Leasehold improvements	1,588,631	(731,418)	857,213	362,904
Other	9,167,792	(5,987,389)	3,180,403	1,623,987
Installations	515,463	(301,458)	214,005	139,292
Furniture and equipment	3,118,240	(1,409,291)	1,708,949	942,956
EDP systems	4,921,275	(3,899,633)	1,021,643	432,542
Other (communication, security and transportation)	612,814	(377,008)	235,806	109,197
Leased fixed assets	18,553	(10,673)	7,880	83,782
Furniture and equipment	18,553	(10,673)	7,880	83,782
Forest reserves	203,007	-	203,007	153,939
Intangible assets	5,457,846	(1,114,465)	4,343,381	2,834,093
Rights for acquisition of payrolls	2,477,099	(456,140)	2,020,959	2,015,258
Association for the promotion and offer of financial products	1,114,962	(5,685)	1,109,277	392,601
Expenditures on acquisitions of software	1,009,606	(594,842)	414,764	177,117
Right to manage investment funds	278,361	(50,492)	227,869	211,164
Other intangible assets (*)	577,817	(7,305)	570,512	37,953

(*) At June 30, 2009, it basically refers to goodwill on purchase of shares of Redecard S.A. (Note 2a).

At ITAÚSA, Fixed Assets are basically composed of Buildings amounting to R\$ 4,997 (R\$ 5,171 at 06/30/2008) and Intangible Assets represented by goodwill on purchase of investments.

NOTE 17 - STOCKHOLDERS' EQUITY - ITAÚSA**a) Capital**

At the Annual and Extraordinary Stockholders' Meeting held on April 30, 2009, the following proposals of the Board of Directors were approved:

- Cancellation of 4,404,840 preferred book-entry shares held in treasury without capital decrease;
- Capital increase through capitalization of Revenue Reserves in the amount of R\$ 2,550,000 with the bonus at 10% on the shares owned on April 30, 2009;
- Capital increase by R\$ 450,000 upon issuance of 77,586,207 new book-entry shares, with no par value, of which 29,805,716 are common and 47,780,491 are preferred, paid up in cash or in receivable from dividends or interest on capital.

As a result of the aforementioned events, capital was increased to R\$ 13,000,000 and comprises 4,347,214,678 book-entry shares, with no par value, of which 1,670,037,112 are common and 2,677,177,566 are preferred shares without voting rights, but with the following advantages:

- Priority in the receipt of the annual minimum dividend of R\$ 10,00 per thousand shares, non-cumulative;
- Tag-along rights, in the event of the public offer of common shares, at a price equal to 80% of the amount paid per share with voting rights in the controlling stake, as well as a dividend at least equal to that of the common shares.

The table below shows the change in shares of capital stock and treasury shares during the period:

	NUMBER		
	Common	Preferred	Total
Shares of capital stock at December 31, 2008	1,491,119,451	2,394,765,818	3,885,885,269
Cancellation of shares – ASM/ESM of April 30, 2009	-	(4,404,840)	(4,404,840)
Bonus shares – ASM/ESM of April 30, 2009	149,111,945	239,036,097	388,148,042
Subscription of shares (approved by ESM of June 29, 2009)	29,805,716	47,780,491	77,586,207
Shares of capital stock at June 30, 2009	1,670,037,112	2,677,177,566	4,347,214,678
Treasury shares at December 31, 2008 (*)	-	4,404,840	4,404,840
(-) Cancellation of shares – ASM/ESM of April 30, 2009	-	(4,404,840)	(4,404,840)
Outstanding shares at June 30, 2009	1,670,037,112	2,677,177,566	4,347,214,678
Outstanding shares at June 30, 2008	1,491,119,451	2,390,360,978	3,881,480,429

(*) Own shares purchased based on authorizations from the Board of Directors, to be held in Treasury for subsequent cancellation.

b) Dividends

Stockholders are entitled to a mandatory dividend of not less than 25% of annual net income, which is adjusted according to the rules set forth in Brazilian Corporate Law. Both types of shares participate equally, after common shares have received dividends equal to the minimum priority dividend per share to be paid to preferred shares.

I – Calculation

Net income	1,504,340	
Adjustments		
(-) Legal reserve	(75,217)	
Dividend calculation basis	1,429,123	
Mandatory minimum dividend	357,281	
Dividends/Interest on capital provided for	572,198	40.04%

II - Provision of Interest on Capital and Dividends

	Gross	WTS	Net
Provided for			
Dividends	121,722	-	121,722
Dividends - 1 quarterly installment of R\$ 0.0140 per share paid in July 1, 2009	60,861	-	60,861
Dividends - 1 quarterly installment of R\$ 0.0140 per share to be paid in October 2009	60,861	-	60,861
Interest on capital – supplementary to be declared	529,972	(79,496)	450,476
Supplementary of R\$ 0.0512 per share to be paid in August 1, 2009	222,578	(33,387)	189,191
Interest on capital – supplementary to be declared	307,394	(46,109)	261,285
Total at 06/30/2009 - R\$ 0.1316 net per share	651,694	(79,496)	572,198
Total at 06/30/2008 - R\$ 0.1202 net per share	500,026	(33,375)	466,651

c) Revenue reserves

	06/30/2009	06/30/2008
Revenue reserves	10,598,197	8,143,460
Legal	1,486,134	1,140,752
Unrealized profits	220,125	-
Statutory	<u>8,891,938</u>	<u>7,002,708</u>
Dividends equalization (1)	2,957,699	3,455,229
Working capital increase (2)	2,918,650	2,067,355
Increase in capital of investees (3)	3,015,589	1,480,124

(1) Reserve for Dividends Equalization – its purpose is to guarantee funds for the payment or advances of dividends, including interest on capital, to maintain the flow of the stockholders' compensation;

(2) Reserve for Working Capital Increase – its purpose is to guarantee funds for the company's operations;

(3) Reserve for Increase in Capital of Investees – its purpose is to guarantee the preferred subscription right in the capital increases of investees.

d) Reconciliation of Net Income and Stockholders' Equity between ITAÚSA and ITAÚSA CONSOLIDATED (Note 3)

	Net income		Stockholders' equity	
	01/01 to 06/30/2009	01/01 to 06/30/2008	06/30/2009	06/30/2008
ITAÚSA	1,504,340	1,482,479	23,852,681	18,078,753
Amortization of goodwill	577,614	124,131	(7,881,734)	(1,920,684)
Deferred tax assets	(172,651)	(50,921)	2,538,171	431,463
ITAÚSA CONSOLIDATED	1,909,303	1,555,689	18,509,118	16,589,532

NOTE 18 – RELATED PARTIES

a) **Transactions between related parties** - transactions between related parties are carried out at amounts, terms and average rates in accordance with normal market practices during the period, as well as under reciprocal conditions.

The transactions involving ITAÚSA and its subsidiary companies were eliminated and take into consideration the lack of risk.

The unconsolidated related parties are the following:

- The controlling stockholders of ITAÚSA;
- Fundação Itaúbanco, FUNBEP – Fundo de Pensão Multipatrocinado, Caixa de Previdência dos Funcionários do BEG (PREBEG), Fundação Bemgeprev, Itaúbank Sociedade de Previdência Privada, UBB-PREV – Previdência Complementar, Banorte – Fundação Manoel Baptista da Silva de Seguridade Social and Fundação Itaúsa Industrial, closed-end private pension entities, that administer supplementary retirement plans sponsored by ITAÚSA and/or its subsidiaries, as described in Note 20a; and
- Fundação Itaú Social, Instituto Itaú Cultural - IIC, Instituto Unibanco, Instituto Assistencial Pedro Di Perna, Instituto Unibanco de Cinema, and Associação Classe “A”, entities sponsored by ITAÚ UNIBANCO and subsidiaries to act in their respective areas of interest.

The transactions with these related parties are not significant in the overall context of ITAÚSA CONSOLIDATED operations and, besides those already mentioned above, are basically characterized by:

- Bank transactions under normal operations, in unrestricted compliance with the limits imposed by the Central Bank of Brazil (BACEN), such as current accounts, investments in and redemption of securities and the provision of portfolio custody/management services; and
- Rental of real estate from Fundação Itaúbanco, FUNBEP and PREBEG.

	ITAÚSA		ITAÚSA CONSOLIDATED			
	ASSETS (LIABILITIES)	REVENUE (EXPENSES)	ASSETS (LIABILITIES)		REVENUE (EXPENSES)	
	06/30/2009	01/01 to 06/30/2009	06/30/2009	06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008
Amounts receivable from related companies	44,201	44,201	-	-	-	-
Itaú Unibanco	44,201	44,201	-	-	-	-
Demand deposits	-	-	(186)	(3,072)	-	-
Fundação Itaúbanco	-	-	(186)	(3,072)	-	-
Banking service fees	-	-	-	-	5,839	3,698
Fundação Itaúbanco	-	-	-	-	4,591	2,817
FUNBEP - Fundo de Pensão Multipatrocinado	-	-	-	-	1,248	881
Rent expenses	-	-	-	-	(15,289)	(14,494)
Fundação Itaúbanco	-	-	-	-	(12,022)	(11,478)
FUNBEP - Fundo de Pensão Multipatrocinado	-	-	-	-	(3,267)	(3,016)
Donation expenses	-	-	-	-	(21,560)	(22,040)
Instituto Itaú Cultural	-	-	-	-	(21,560)	(22,040)

In addition to the aforementioned operations, ITAÚSA and non-consolidated related parties, as an integral part of the Agreement for Apportionment of Common Costs of the Itaú Unibanco Group, paid, from January 1 to June 30, 2009, the amount of R\$ 1,933 (R\$ 2,578 from January 1 to June 30, 2008) in view of the use of the common structure.

In addition to these transactions, there are guarantees provided by ITAÚSA, represented by endorsements, sureties and other, as follows:

	06/30/2009	06/30/2008
Duratex S.A.	297,982	164,552
Elekeiroz S.A.	39,654	60,789
Itautec S.A.	158,248	171,012
Total	495,883	396,352

b) Compensation of the Management Key Personnel

The fees attributed in the period to ITAÚSA officers are as follows:

	06/30/2009	06/30/2008
Compensation	4,940	3,614
Profit sharing	4,461	3,380
Contributions to pension plans	758	564
Total	10,159	7,558

Information relates to benefits to employees and post-employment are detailed in Notes 20a and 20b, respectively.

NOTE 19 – FINANCIAL INSTRUMENTS - MARKET VALUE

The financial statements are prepared in accordance with accounting principles which assume the normal continuity of the operations of ITAÚSA and its subsidiaries.

The book value of each financial instrument, whether included or not in the balance sheet, when compared to the value that might be obtained in an active market, or in the absence of such market, using the net present value of future cash flows adjusted based on the current market interest, is approximately equal to the market value, or does not have a market quotation available, except for the instruments in the table below:

	Book value		Market		Unrealized income/(loss) (*)		Stockholders' equity	
					Results			
	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008	06/30/2009	06/30/2008
Interbank investments	128,586,335	68,077,407	128,634,685	68,077,537	48,350	130	48,350	130
Securities and derivative financial instruments	125,465,625	72,480,898	125,807,502	72,664,959	999,980	62,531	341,877	184,061
Adjustment of available-for-sale securities					640,241	(141,196)	-	-
Adjustment of held-to-maturity securities					359,739	203,727	341,877	184,061
Loan and lease operations					(146,963)	(70,975)	(146,963)	(70,975)
Investments in subsidiaries and affiliates	211,575,554	126,491,895	211,428,591	126,420,920				
BM&F BOVESPA S.A.	74,558	74,529	705,893	1,070,580	631,335	996,051	631,335	996,051
BPI	907,827	752,338	846,987	1,121,736	(60,840)	369,398	(60,840)	369,398
Redecard S.A.	1,214,833	244,641	10,145,033	4,840,678	8,930,200	4,596,037	8,930,200	4,596,037
Serasa S.A.	161,224	98,435	521,995	369,664	360,771	271,229	360,771	271,229
Visa Inc.	-	12	-	92,049	-	92,037	-	92,037
Funds raised by subsidiaries	363,083,154	205,189,747	363,094,303	205,149,614	(11,149)	40,133	(11,149)	40,133
Securitization of foreign payment orders	697,461	941,873	683,457	945,778	14,004	(3,905)	14,004	(3,905)
Subordinated debt and Redeemable preferred shares (Note 11)	23,270,744	13,188,401	23,609,550	13,257,764	(338,806)	(69,363)	(338,806)	(69,363)
Treasury shares	1,322,178	1,612,795	1,551,950	1,976,620	229,772	364,531	229,772	363,825
Total unrealized			10,656,654	6,647,834	9,998,551	6,647,834	9,998,551	6,768,658

(*) It does not consider the related tax effects. Includes unrealized income of minority stockholders in the amount of R\$ 6,873,584 (R\$ 3,550,046 at 06/30/2008) in results and R\$ 6,607,642 (R\$ 3,820,792 at 06/30/2008) in stockholders' equity.

To obtain the market values for these financial instruments, the following criteria were adopted:

- Interbank investments were determined based on their nominal amounts, monetarily restated to maturity dates and discounted to present value using future market interest rates and swap market rates for fixed-rate securities and using market interest rates for fixed-rate securities published in the Gazeta Mercantil newspaper on July 1, 2009 for floating-rate securities;
- Securities and derivative financial instruments, according to the rules established by Circulars Nos. 3,068 and 3,082 of November 8, 2001 and January 30, 2002, respectively, issued by the Central Bank of Brazil (BACEN), are recorded at their market value, except for those classified as Held to Maturity. Government securities allocated in this category have their market value calculated based on the rates obtained in the market, and validated through the comparison with information provided by the National Association of Financial Market Institutions (ANDIMA). Private securities included in this category have their market value calculated using a criterion similar to the one adopted for Investments in Interbank Deposits, as described above;
- Loans with maturity over 90 days, when available, were calculated based on their net present value of future cash flows discounted at market interest rates effective on the balance sheet date, taking into account the effects of hedges as well (swap contracts);
- Investments in subsidiary and affiliated companies - in BPI, Redecard S.A., BM&F Bovespa S.A., and Visa Inc. are determined based on stock market quotations, and in Serasa S.A. are determined based on the last transaction prices.
- Time and interbank deposits and funds from acceptance and issuance of securities, when available, were calculated based on their present value determined by future cash flows discounted at futures market interest rates and swap market rates for fixed-rate securities, and for floating-rate securities, market interest rates for fixed-rate securities published in the Gazeta Mercantil newspaper on July 1, 2009. The effects of hedges (swap contracts) are also taken into account;
- Securitization of foreign payment orders, based on the net present value of the future cash flows estimated as from the interest curves of the indexation market places, net of the interest rates practiced in the market on the balance sheet date, considering the credit risk of the issuer, calculated based on the market price of other securities issued by the same;
- Subordinated debt, based on the net present value of future fixed or floating cash flows in foreign currency, net of the interest rates practiced in the market on the balance sheet date and considering the credit risk of the issuer. The floating cash flows are estimated as from the interest curves of the indexation market places;
- Treasury shares are valued according to the average quotation available on the last trading day of the month or, if this is not available, according to the most recent quotation on prior trading days, published in the daily bulletin of each Stock Exchange.

NOTE 20 - BENEFITS TO EMPLOYEES

Under the terms of CVM Resolution No. 371, dated December 13, 2000, we present the policies adopted by ITAÚSA and its subsidiaries regarding benefits to employees, as well as the accounting procedures adopted:

a) Supplementary retirement benefits:

ITAÚSA and its subsidiary companies sponsor the following supplementary retirement plans:

Entity	Benefit Plan
Fundação Itaúbanco	Supplementary Retirement Plan - PAC (1)
	Franprev benefit plan - PBF (1)
	002 Benefit Plan – PB002 (1)
	Itaulam Basic Plan – PBI (1)
	Itaulam Supplementary Plan - PSI (2)
Fundação Bemgeprev	Supplementary Retirement Plan – Flexible Premium Annuity (ACMV) (1)
Fundação Itaúsa Industrial	Defined Contribution Benefit Plan - PAI-CD (3)
	Defined Benefit Plan - BD (1)
Funbep Fundo de Pensão Multipatrocinado	Funbep I Benefit Plan (1)
	Funbep II Benefit Plan (2)
Caixa de Previdência dos Funcionários do Banco Beg - Prebeg	Prebeg Benefit Plan (1)
Citiprevi - Entidade Fechada de Previdência Complementar (Orbitall/Credicard Itaú/Redecard)	Credicard Retirement Plan (1)
	Credicard Supplementary Retirement Plan (2)
Itaúbank Sociedade de Previdência Privada	Itaúbank Retirement Plan (3)
UBB-PREV- Previdência Complementar	Unibanco pension plan (3)
	Plano de Instituto João Moreira Salles (1)
	Basic Plan (1)
Fundação Banorte Manuel Baptista da Silva de Seguridade Social	Defined Benefit Plan I (1)
	Defined Benefit Plan II (1)

(1) *Defined benefit plan.*

(2) *Variable contribution plan.*

(3) *Defined contribution plan.*

The basic purpose of the defined benefit and variable contribution plans is to grant a benefit that, as a life annuity benefit (in case of FUNBEP, PREBEG, PB002, Credicard, UBB-Prev and Banorte also as survivorship annuities), will supplement the pension paid by social security. In the case of the defined contribution plan, the benefit is calculated based on the contributions made and its payment is made for an established period, which does not require actuarial calculation.

All of these plans, except for the PAI-CD plan, are closed to new participants. As regards the new employees hired after the closing, they have the option to participate in a defined contribution plan managed by Itaú Vida e Previdência S.A. (PGBL) and in the case of the Financial Services and Insurance Area companies, or by Fundação Itaúsa Industrial (PAI-CD), in case of the Industrial Area companies.

During the period, the contributions paid totaled R\$ 21,646 (R\$ 23,075 from January 1 to June 30, 2008). The contribution rate increases based on the participant's salary.

b) Post-employment benefits:

ITAÚSA and or its subsidiaries do not offer other post-employment benefits, except in those cases arising from maintenance obligations according to the acquisition agreements signed by ITAÚ, under the terms and conditions established, in which health plans are totally or partially sponsored for retired workers and beneficiaries. During the period, the contributions made totaled R\$ 2,933 (R\$ 2,996 from January 1 to June 30, 2008). The contribution rate increases based on the beneficiary's age.

c) Net amount of assets and actuarial liabilities of the benefit plans:

The net assets and actuarial liabilities, which consider the actuarial obligations, calculated in conformity with the criteria established by CVM Resolution No. 371, of December 13, 2000, are summarized below:

	06/30/2009	06/30/2008
Amounts net of tax effects	13,507,326	13,514,018
Actuarial liabilities	(11,905,696)	(9,911,889)
Surplus (*)	1,601,630	3,602,129

() According to paragraph 49g of the attachment to CVM Resolution No. 371 of December 13, 2000, the net asset was not recognized.*

In addition to the reserves recorded by the plans, the sponsors record provisions in the amount of R\$ 121,510 (R\$ 27,089 at June 30, 2008) to cover possible actuarial liabilities.

d) Changes in net assets, actuarial liabilities, and surplus:

	01/01 to 06/30/2009			01/01 to 06/30/2008		
	Assets	Actuarial liabilities	Surplus	Assets	Actuarial liabilities	Surplus
Present value – beginning of the period	12,955,945	(11,331,330)	1,624,615	12,767,343	(9,540,927)	3,226,416
Adjustments in the period (1)	-	(127,661)	(127,661)	-	-	-
Expected return on assets/ Cost of current service + Interest	781,484	(716,882)	64,602	776,892	(586,800)	190,092
Benefits paid	(270,177)	270,177	-	(215,838)	215,838	-
Contributions of sponsors/participants	52,433	-	52,433	29,395	-	29,395
Gains/(losses) in the period (2)	(12,359)	-	(12,359)	156,226	-	156,226
Present value – end of the period	13,507,326	(11,905,696)	1,601,630	13,514,018	(9,911,889)	3,602,129

(1) Effect corresponding to the reclassification of the option of former employees.

(2) Losses in assets correspond to the actual earnings obtained below the expected return rate of assets.

e) Main assumptions used in actuarial valuation

	Financial services area (1)	Industrial Area (2)
Discount rate	10.24% p.a.	9.20% p.a.
Expected return rate on assets	12.32% p.a.	11.02% p.a.
Mortality table	AT-2000 (3)	AT-2000
Turnover	Itaú Exp. 2003/2004	Towers Experience
Future salary growth	7,12% p.a.	7,12% p.a.
Growth of the pension fund and social security benefits	4,00% p.a.	4,00% p.a.
Inflation	4,00% p.a.	4,00% p.a.
Actuarial method	Projected Unit Credit (4)	Projected Unit Credit (4)

(1) Corresponds to the assumptions adopted by the plans managed by Fundação Itaúbanco, Bemgeprev, Funbep and Prebeg.

(2) Corresponds to the assumptions adopted by the Defined Benefit plan managed by Fundação Itaúsa Industrial;

(3) The mortality tables adopted correspond to those disclosed by SOA – "Society of Actuaries", the North-American Entity which corresponds to IBA – Brazilian Institute of Actuarial Science, which reflects a 10% increase in the probabilities of survival as compared to the respective basic tables.

(4) Using the Projected Unit Credit, the mathematical reserve is determined by the current projected benefit amount multiplied by the ratio between the length of service in the company at the assessment date and the length of service that will be reached at the date when the benefit is granted. The cost is determined taking into account the current projected benefit amount distributed over the years that each participant is employed.

NOTE 21 – ADDITIONAL INFORMATION**a) Insured assets**

ITAÚSA and its subsidiaries, despite the low risk exposure due to a non-physical concentration of their assets, have the policy to insure their securities and assets at amounts considered sufficient to cover possible claims.

b) Foreign currencies

The balance in Reais linked to foreign currency were:

	06/30/2009	06/30/2008
Permanent foreign investments	18,774,496	10,562,241
Net amount of other assets and liabilities indexed to foreign currency, including derivatives	(31,073,033)	(19,230,883)
Net foreign exchange position	(12,298,537)	(8,668,642)

The net foreign exchange position, considering the tax effects on the net balance of other assets and liabilities indexed to foreign currency, reflects the low exposure to exchange variations.

c) Minority interests in subsidiaries

	Stockholders' equity		Results	
	06/30/2009	06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008
Itaú Unibanco Holding S.A. (1)	30,800,830	16,583,794	(3,281,324)	(2,256,524)
Unibanco Participações Societárias S.A. (Note 3)	1,091,662	-	(31,501)	-
Duratex S.A.	1,014,690	943,454	(51,349)	(94,645)
Itau Bank, Ltd (2)	773,070	631,834	-	-
Redecard S.A. (Note 2)	677,136	-	(337,801)	-
Itaú BBA Participações S.A.	-	260,902	-	(31,072)
Itaú XL Seguros Corporativos S.A.	117,673	109,828	(11,100)	(10,943)
Miravalles Empreendimentos e Participações S.A. (3)	106,347	93,049	(6,866)	(2,149)
Três "B" Empreendimentos e Participações Ltda. (4)	73,083	65,237	(5,546)	(2,871)
Itaú Gestão de Ativos S.A. (5)	60,602	61,275	(782)	(326)
Itautec S.A.	27,770	26,546	(845)	(1,676)
Biogeração de Energia S.A.	28,156	-	(2,652)	-
Investimentos Bemge S.A. (6)	16,496	16,297	(550)	(407)
Elekeiroz S.A.	14,478	14,421	398	(1,436)
Other	181,273	62,486	(7,940)	(2,486)
Total	34,983,265	18,869,123	(3,737,859)	(2,404,535)

(1) New company's name of Itaú Unibanco Banco Múltiplo S.A.;

(2) Represented by redeemable preferred shares issued on December 31, 2002 by Itau Bank Ltd., in the amount of US\$ 393,072 thousand, with maturity on March 31, 2015 and semiannual dividends calculated based on Libor plus 1.25% p.a.;

(3) Parent company of Financeira Itaú CBD S.A. Crédito, Financiamento e Investimento;

(4) Indirect subsidiary of Cia. Itaú de Capitalização;

(5) Indirect subsidiary of Itaú Vida e Previdência S.A.;

(6) Indirect subsidiary of Banco Itaucard S.A.;

d) Nonrecurring results

In order to allow the appropriate analysis of the financial statements for the period, we present the net income with exclusion of the following main non-recurring effects, net of respective tax effects:

	ITAÚSA		ITAÚSA CONSOLIDATED	
	01/01 to 06/30/2009	01/01 to 06/30/2008	01/01 to 06/30/2009	01/01 to 06/30/2008
Net income	1,504,340	1,482,479	1,909,303	1,555,689
Nonrecurring effects	(1,876)	398,729	(1,876)	470,530
Goodwill on purchase	-	-	-	71,801
Shares of ITAÚ UNIBANCO HOLDING	-	-	-	60,261
Shares of BPI	-	-	-	10,935
Shares of Delle Holding	-	-	-	605
Purchase of treasury shares – Duratex S.A.	67	3,558	67	3,558
Purchase of treasury shares – ITAÚ UNIBANCO HOLDING (*)	6,648	395,803	6,648	395,803
Provision for contingencies – economic plans	39,018	53,359	39,018	53,359
Sale of investments (Note 13g)	(75,207)	(85,904)	(75,207)	(85,904)
Mastercard, Inc.	-	(24,580)	-	(24,580)
Visa Inc. and Visa Net	(75,207)	(42,096)	(75,207)	(42,096)
BM&F Bovespa	-	(19,228)	-	(19,228)
Loss on the realization of inventories	27,598	-	27,598	-
Sale and adjustment to market value of shares of Banco Comercial Português, S.A. held by BI	-	39,637	-	39,637
Recovery of taxes and other non-recurring items – Duratex S.A. / Itautec S.A.	-	(7,724)	-	(7,724)
Recurring net income	1,502,464	1,881,208	1,907,427	2,026,219

(*) Effect of the purchase of shares to be held in treasury by the subsidiary ITAÚ HOLDING that acquired in the period its own shares in the amount of R\$ 1,290 million, increasing the non-operating expense in equity of ITAÚSA by R\$ 396 million (without representing a cash outflow in parent company), resulting in the increase in the interest held in this subsidiary from 44.76% as of December 31, 2007 to 45.35% as of June 30, 2008.

e) **Reclassifications for comparison purposes** – The Company reclassified the balances as of June 30, 2008, for financial statements comparisons purposes, in view of the regrouping of the following headings: in the Balance Sheet, the reclassification of Acquisition of Right to Credit Payroll and Prepaid Expenses Related to Partnerships to Intangible Assets, of operation costs incurred from Prepaid Expenses to Subordinated Debt, the reclassification of Leasehold Improvements from Deferred Charges to Fixed Assets, and the reclassification of Customers Portfolio and Software from Deferred Charges to Intangible Assets, in order to comply with the requirements of Law No. 11,638, of December 28, 2007; the reclassification of operations with credit card issuing banks, from Other Receivables – Credit Card Operations and Other Liabilities – Credit Card Operations; and the reclassification of Reinsurance operations from Technical Provisions of Insurance, Pension Plan and Capitalization to Other Receivables and Other Assets, in order to comply with SUSEP requirements. In the Statement of Income, in statement of income, the reclassification of amounts related to recovery of interbank costs in Income from Bank Charges and Other Administrative Expenses to Other Operating Expenses, based on recent changes to the by-laws and regulation of the Interbank Payment Chamber (CIP); and in view of the change in the criteria to distribute the effects of foreign exchange variation on foreign investments (Note 2b).

	Prior disclosure	Reclassification	Reclassified balances
CURRENT ASSETS AND LONG-TERM RECEIVABLES	343,435,698	(368,890)	343,066,808
OTHER RECEIVABLES	44,070,204	1,878,783	45,948,987
Receivables from insurance and reinsurance operations	-	1,336,467	1,336,467
Transactions with credit card issuers	-	1,829,101	1,829,101
Sundry	16,371,747	(1,286,785)	15,084,962
OTHER ASSETS	300,284	188,472	488,756
PREPAID EXPENSES	4,869,203	(2,436,145)	2,433,058
PERMANENT ASSETS	5,663,150	2,407,859	8,071,009
FIXED ASSETS	3,587,875	362,904	3,950,779
Fixed assets for own use	8,585,212	573,231	9,158,443
(Accumulated depreciation)	(5,235,058)	(210,327)	(5,445,385)
DEFERRED CHARGES	781,880	(781,880)	-
Organization and expansion expenditures	1,336,317	(1,336,317)	-
(Accumulated amortization)	(554,437)	554,437	-
INTANGIBLE ASSETS	7,258	2,826,835	2,834,093
TOTAL ASSETS	349,098,848	2,038,969	351,137,817
CURRENT AND LONG-TERM LIABILITIES	313,520,155	2,159,007	315,679,162
SUBORDINATED DEBT	12,559,486	(2,919)	12,556,567
OTHER LIABILITIES	41,516,196	1,618,636	43,134,832
Credit card operations	7,830,344	1,511,966	9,342,310
Sundry	12,488,407	106,671	12,595,078
TECHNICAL PROVISIONS FOR INSURANCE, PENSION PLAN AND CAPITALIZA	26,636,810	543,289	27,180,099
DEFERRED INCOME	120,038	(120,038)	-
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	349,098,848	2,038,969	351,137,817
CONSOLIDATED STATEMENT OF INCOME			
OPERATING REVENUES	30,699,652	2,886,364	33,586,016
Sales of products and services	7,111,266	(110,371)	7,000,895
Financial	11,852,788	2,214,774	14,067,562
Securities	4,893,238	824,046	5,717,284
Equity in earnings of affiliates	(20,483)	(371,246)	(391,729)
Other operating revenues	311,833	329,161	640,994
OPERATING EXPENSES	(24,138,161)	(3,005,437)	(27,143,598)
Equity	(3,499,504)	(23,218)	(3,522,722)
Administrative	(5,769,612)	150,132	(5,619,480)
Financial	(4,978,538)	(3,066,982)	(8,045,520)
Other operating expenses	(2,599,619)	(65,369)	(2,664,988)
OPERATING INCOME	6,561,491	(119,073)	6,442,418
NON-OPERATING INCOME	(122,043)	122,043	-
INCOME BEFORE TAXES ON INCOME AND PROFIT SHARING	6,439,448	2,970	6,442,418
INCOME TAX AND SOCIAL CONTRIBUTION	(2,014,695)	(2,970)	(2,017,665)
Due on operations for the period	(2,182,544)	(5,323)	(2,187,867)
Related to temporary differences	167,849	2,353	170,202
NET INCOME OF THE GROUP	3,960,224	-	3,960,224
MINORITY INTEREST IN SUBSIDIARIES (Note 20d)	(2,404,535)	-	(2,404,535)
NET INCOME OF PARENT COMPANY	1,555,689	-	1,555,689

f) Laws Nos. 11,638 and 11,941

Laws Nos. 6,404/76, of December 15, 1976, and 6,385, of December 7, 1976, were amended by Laws Nos. 11,638, of December 28, 2007, and 11,941, of May 27, 2009, on aspects related to accounting practices, preparation and disclosure of financial statements, effective as from January 1, 2008. The law sets forth that the rules issued by CVM shall be prepared in conformity with international accounting standards.

Main changes arising from the Law are already included in these financial statements, without any material effect on results for comparability purposes, including CVM regulations that do not conflict with those of BACEN's, such as: Disclosure on Related Parties, Transaction costs, and Premium on issuance of securities, Statement of added value, and share-based payment.

However, the standards below still await BACEN's regulation to come into effect:

- Effects on changes in foreign exchange rates and conversion of financial statements;
- Adjustment to present value of long-term asset and liability operations, and of significant short-term operations.

SPECIAL REVIEW REPORT

To the Shareholders and Management of
Itaúsa - Investimentos Itaú S.A.
São Paulo - SP

1. We have performed a special review of the accompanying quarterly information of Itaúsa - Investimentos Itaú S.A. (Company and consolidated) for the quarter ended June 30, 2009 consisting of the balance sheet, and the related statements of income, changes in shareholders' equity, and cash flows and the notes, all expressed in Brazilian reais and prepared under the responsibility of the Company's management. Our responsibility is to issue a report, without expressing an opinion on such quarterly information. The quarterly information of Itaú Unibanco Participações S.A. and its controlled company Itaú Unibanco Holding S.A. and controlled companies Duratex S.A. and Itautec S.A. for the quarter ended June 30, 2009, whose amounts were the basis for the valuation under the equity method and consolidation (note 16a), was reviewed by other independent auditors, whose report thereon was unqualified. Our special review report, insofar as it relates to the carrying values of these investments, is exclusively based on the reports of these other independent auditors.
2. Our review was carried out in accordance with specific standards established by IBRACON – Brazilian Institute of Independent Auditors in conjunction with CFC – Federal Accounting Council and mainly comprised: a) inquiry of and discussion with the managers responsible for the accounting, financial and operating areas as to the main criteria adopted in preparing the Quarterly Information and b) review of the information and subsequent events that have or may have material effects on the financial situation and operations of the Company.
3. Based on our special review and on the other independent auditors' reports, we are not aware of any material changes which should be made to the Quarterly Information referred to in paragraph 1 for it to be in conformity with the standards issued by CVM - Brazilian Securities and Exchange Commission applicable to the preparation of Quarterly Information.
4. The balance sheet as of March 31, 2009, presented for comparative purposes, was audited by us, and our report thereon, dated May 11, 2009, was unqualified. The statement of income for the quarter ended June 30, 2008, presented for comparative purposes, was reviewed by us, and our special review report thereon, dated August 11, 2008, was unqualified.
5. The accompanying financial statements have been translated into English for the convenience of readers outside Brazil.

São Paulo, August 11, 2009

Orlando Octávio de Freitas Júnior
Engagement Partner
BDO Trevisan Auditores Independentes

Report of Independent Auditors

To the Board of Directors and Stockholders
Itaúsa – Investimentos Itaú S.A.

- 1 We have carried out limited reviews of the accompanying balance sheets of Itaúsa - Investimentos Itaú S.A. (Itaúsa) and Itaúsa - Investimentos Itaú S.A. and subsidiary companies (consolidated) as of June 30, 2009 and 2008, and the related statements of income, of changes in stockholders' equity, of cash flows and of value added, as well as the consolidated statements of income and of changes in financial position for the six-month periods then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a limited review report on these financial statements.
- 2 Our reviews were carried out in conformity with specific standards established by the Institute of Independent Auditors of Brazil (IBRACON) in conjunction with the Federal Accounting Council and mainly comprised: (a) inquiries of and discussions with management responsible for the accounting, financial and operating areas of the Company with regard to the main criteria adopted for the preparation of the financial statements and (b) a review of the significant information and of the subsequent events which have, or could have, significant effects on the financial position and operations of the Company and its subsidiary companies.
- 3 Based on our limited reviews, we are not aware of any material modifications that should be made to the financial statements referred to above in order that they be stated in accordance with accounting practices adopted in Brazil.

São Paulo, August 11, 2009

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Paulo Sergio Miron
Contador CRC 1SP173647/O-5

ITAÚSA - INVESTIMENTOS ITAÚ S.A.

CNPJ. 61.532.644/0001-15

Public company

NIRE. 35300022220

OPINION OF THE FISCAL COUNCIL

The effective members of the Fiscal Council of ITAÚSA - INVESTIMENTOS ITAÚ S.A., having reviewed the financial statements for the period from January to June 2009, have verified the accuracy of all items examined, and, in view of the unqualified opinions of BDO Trevisan Auditores Independentes and PricewaterhouseCoopers Auditores Independentes, understand that these documents adequately reflect the company's capital structure, financial position and the activities conducted during the period.

São Paulo, August 12, 2009.

JOSÉ MARCOS KONDER COMPARATO
President

PAULO RICARDO MORAES AMARAL
Member

MARCOS DE ANDRADE REIS VILLELA
Member