



Federal Public Debt Monthly Report

October / 2012

Brasília

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1. Primary Market Transactions

1.1. FPD Issuances and Redemptions

In October, Federal Public Debt - FPD¹ issuances closed at R\$ 47.96 billion, while redemptions totaled R\$ 25.54 billion, resulting in net issuances of R\$ 22.43 billion. Analysis of this total indicates that R\$ 22.82 billion refer to net issuances of Domestic Federal Public Debt - DFPD and R\$ 0.39 billion to net redemptions of External Federal Public Debt - EFPD.

TABLE 1.2 FPD ISSUANCES AND REDEMPTIONS HELD BY THE PUBLIC, BY INDEX - OCTOBER 2012
(R\$ Mn)

	Issuances		Redemptions		Net Issuance
FPD	47.963,07		25.536,38		22.426,69
DFPD	47.732,78	100,00%	24.916,60	100,00%	22.816,17
Fixed Rate	29.959,74	62,77%	21.710,89	87,13%	8.248,85
Inflation Linked	6.999,06	14,66%	1.801,22	7,23%	5.197,85
Floating	10.676,18	22,37%	1.015,17	4,07%	9.661,01
FX-linked	97,80	0,20%	389,33	1,56%	(291,53)
EFPD	230,29	100,00%	619,78	100,00%	(389,49)
USD	64,33	27,93%	615,95	99,38%	(551,62)
EURO	165,96	72,07%	0,48	0,08%	165,48
BRL	-	0,00%	-	0,00%	-
Other	-	0,00%	3,35	0,54%	(3,35)

Historical Data: Annex 1.2

TABLE 1.1

FPD ISSUANCES AND REDEMPTIONS HELD BY THE PUBLIC - OCTOBER 2012

(R\$ Mn)

	1 st Week Oct 1 to Oct 5	2 nd Week Oct 8 to Oct 11	3 rd Week Oct 15 to Oct 19	4 th Week Oct 22 to Oct 26	5 th Week Oct 29 to Oct 31	Total October/2012
FPD ISSUANCES	4.034,95	4.791,51	33.164,42	5.784,78	187,42	47.963,07
I - DFPD	4.015,09	4.655,32	33.161,81	5.784,78	115,77	47.732,78
Public Offerings	3.697,84	3.146,38	13.057,56	5.727,70	-	25.629,48
Non-competitive Issuances with cash inflow ¹	-	-	-	-	-	-
Non-competitive Issuances without cash inflow ²	263,45	-	20.041,88	-	80,51	20.385,84
Exchanges ³	-	1.465,83	-	-	-	1.465,83
Treasury Direct	53,80	43,12	62,38	57,08	35,26	251,64
Portfolio Reallocation ⁴	-	-	-	-	-	-
II - EFPD	19,86	136,18	2,61	-	71,64	230,29
Securities	-	-	-	-	-	-
Contractual	19,86	136,18	2,61	-	71,64	230,29
FPD REDEMPTIONS	22.575,80	1.644,11	1.098,20	199,57	18,70	25.536,38
III - DFPD	22.575,80	1.643,36	589,62	96,55	11,28	24.916,60
Maturities	22.545,28	-	424,76	28,95	11,28	23.010,26
Purchases	1,46	156,93	119,93	36,65	-	314,97
Exchanges ³	-	1.465,80	-	-	-	1.465,80
Treasury Direct	28,85	20,62	33,38	30,95	-	113,80
Cancelled Bonds	0,22	-	11,55	-	-	11,77
IV - EFPD	-	0,75	508,59	103,03	7,42	619,78
Securities	-	-	316,50	-	-	316,50
Contractual	-	0,75	192,09	103,03	7,42	303,28
NET ISSUANCES	(18.540,85)	3.147,40	32.066,22	5.585,21	168,72	22.426,69
DFPD (I - III)	(18.560,71)	3.011,97	32.572,19	5.688,23	104,49	22.816,17
EFPD (II - IV)	19,86	135,43	(505,98)	(103,03)	64,23	(389,49)

¹ Non-competitive issuances that involve inflow cash resources as counterpart;

² Non-competitive issuances that do not involve inflow cash resources as counterpart;

³ Refers to securities issued and received in exchange auctions;

⁴ Refers to definitive buy/sell transactions of securities from National Treasury by Central Bank on the market. Positive values mean sales exceeded purchases;

Historical Data: Annex 1.1

¹ All data in this report refer to FPD held by the public.

1.2. Domestic Federal Public Debt -DFPD

DFPD Issuances and Redemptions

Issuances of DFPD securities totaled R\$ 47.73 billion: R\$ 29.96 billion (62.77%) in fixed rate bonds; R\$ 7.00 billion (14.66%) in inflation-linked securities and R\$ 10.68 billion (22.37%) in floating rate bonds. A breakdown of total issuances shows that R\$ 25.63 billion occurred in traditional auctions and R\$ 1.47 billion in exchange auctions, coupled with R\$ 0.25 billion in sales through the Treasury Direct Program (p.8) and R\$ 20.39 billion in direct issuances (p.9).

In the case of LTN auctions, issuances totaled R\$ 18.01 billion, maturing between April 2013 and July 2016, with cash payments.

As regards NTN-B auctions (IPCA-linked securities), issuances totaled R\$ 6.59 billion, maturing between 2016 and 2050, including R\$ 5.12 billion with cash payments and R\$ 1.47 billion in exchanges for shorter-term securities. Issuances through NTN-F auctions closed at R\$ 1.91 billion, maturing between January 2018 and January 2023, with payments in cash.

	1st Week Oct 1 to Oct 5	2nd Week Oct 8 to Oct 11	3rd Week Oct 15 to Oct 19	4th Week Oct 22 to Oct 26	5th Week Oct 29 to Oct 31	Total October/2012
I - ISSUANCES	4.015,09	4.655,32	33.161,81	5.784,78	115,77	47.732,78
<i>Sales</i>	3.697,84	3.146,38	13.057,56	5.727,70	-	25.629,48
LFT	-	-	593,28	-	-	593,28
LTN	2.979,28	-	11.276,61	3.753,56	-	18.009,44
NTN-B	-	3.146,38	-	1.974,14	-	5.120,52
NTN-F	718,56	-	1.187,67	-	-	1.906,24
<i>Exchanges</i>	-	1.465,83	-	-	-	1.465,83
LFT	-	-	-	-	-	-
LTN	-	-	-	-	-	-
NTN-B	-	1.465,83	-	-	-	1.465,83
NTN-F	-	-	-	-	-	-
<i>Treasury Direct</i>	53,80	43,12	62,38	57,08	35,26	251,64
LFT	2,24	2,22	3,43	4,02	1,17	13,08
LTN	7,75	5,44	7,72	4,23	4,01	29,15
NTN-B	40,55	32,79	47,40	45,73	28,03	194,50
NTN-F	3,26	2,66	3,83	3,10	2,05	14,90
<i>Portfolio Transfer</i> ¹	-	-	-	-	-	-
<i>Non-competitive Issuances with cash inflow</i> ²	-	-	-	-	-	-
<i>Non-competitive Issuances without cash inflow</i> ³	263,45	-	20.041,88	-	80,51	20.385,84
II - REDEMPTIONS	22.575,80	1.643,36	589,62	96,55	11,28	24.916,60
<i>Maturities</i>	22.545,28	-	424,76	28,95	11,28	23.010,26
LFT	17,25	-	13,73	28,95	11,28	71,20
LTN	21.673,77	-	-	-	-	21.673,77
NTN-B	-	-	-	-	-	-
NTN-C	725,59	-	-	-	-	725,59
NTN-F	-	-	-	-	-	-
Other	128,67	-	411,03	-	-	539,71
<i>Purchases</i>	1,46	156,93	119,93	36,65	-	314,97
LFT	-	-	-	-	-	-
LTN	-	-	-	-	-	-
NTN-B	-	116,45	-	-	-	116,45
NTN-F	-	-	-	-	-	-
Other	1,46	40,49	119,93	36,65	-	198,52
<i>Exchanges</i>	-	1.465,80	-	-	-	1.465,80
LFT	-	791,08	-	-	-	791,08
LTN	-	-	-	-	-	-
NTN-B	-	525,84	-	-	-	525,84
NTN-C	-	85,38	-	-	-	85,38
NTN-F	-	-	-	-	-	-
Other	-	63,50	-	-	-	63,50
<i>Treasury Direct</i>	28,85	20,62	33,38	30,95	-	113,80
LFT	3,34	4,28	5,45	4,26	-	17,32
LTN	4,71	4,48	7,76	7,76	-	24,71
NTN-B	15,93	9,84	16,68	16,20	-	58,64
NTN-C	0,63	0,02	0,03	0,04	-	0,72
NTN-F	4,25	2,01	3,47	2,68	-	12,41
<i>Cancelled Bonds</i>	0,22	-	11,55	-	-	11,77
III - IMPACT ON LIQUIDITY ⁴	18.823,94	(3.011,97)	(12.541,87)	(5.688,23)	(23,98)	(2.442,11)

¹ Refers to definitive buy/sell operations involving National Treasury bonds by the Central Bank in the market. Positive values mean sales exceeded purchases.

² Non-competitive issuances that involve inflow cash resources as counterpart.

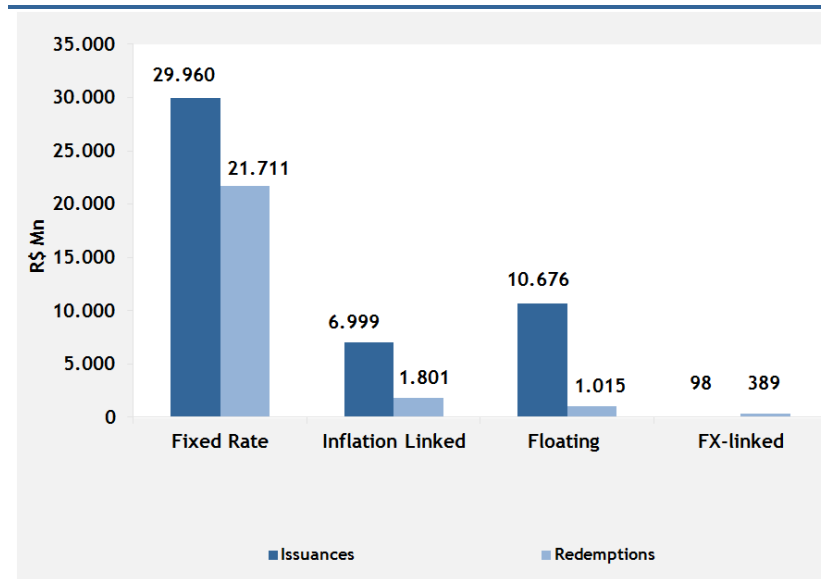
³ Non-competitive issuances that do not involve inflow cash resources as counterpart.

⁴ Refers to monetary impact resulting from DFPD market operations. Non-competitive issuances without cash inflow and cancelled bonds are not considered. Positive values mean increase on liquidity.

Historical Data: Annex 1.3

Total DFPD redemptions reached R\$ 24.92 billion, with R\$ 23.01 billion maturing in the month.

GRAPH 1.1 DFPD ISSUANCES AND REDEMPTIONS - OCTOBER/2012



Treasury Direct Program

October issuances through the Treasury Direct Program² totaled R\$ 251.64 million. Investor demand was centered primarily on inflation-linked securities, with 77.29% of total sales. In its turn, the share of fixed rate securities closed at 17.51%, while floating rate securities accounted for 5.20%.

With regard to the number of investors, 4,128 new participants registered with the Treasury Direct Program in October. As a result, the overall number of investors registered since the program first began increased to 321,660, for 20.21% growth in the last 12 months.

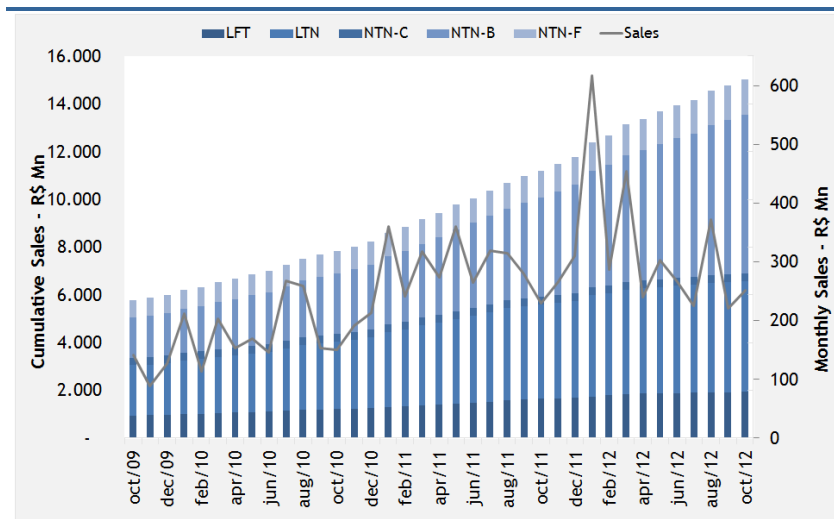
TABLE 1.4 TREASURY DIRECT PROGRAM - OCTOBER 2012

(R\$ Mn)

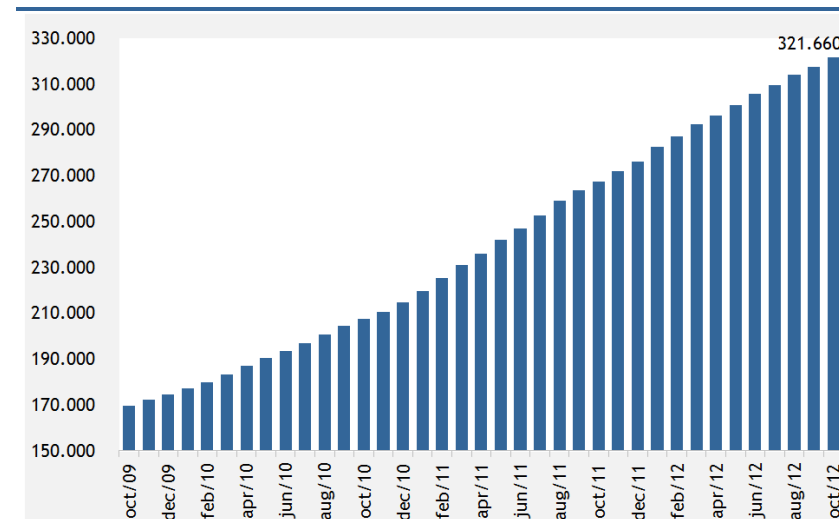
Security	Issuances		Redemptions		Outstanding	
LTN	29,15	11,59%	24,71	21,72%	1.968,37	21,319
LFT	13,08	5,20%	17,32	15,22%	780,09	8,459
NTN-B	62,42	24,81%	20,56	18,06%	2.063,34	22,349
NTN-B Principal	132,08	52,49%	38,08	33,47%	3.472,32	37,609
NTN-C	-	0,00%	0,72	0,63%	80,65	0,879
NTN-F	14,90	5,92%	12,41	10,90%	870,56	9,439
TOTAL	251,64	100%	113,80	100%	9.235,32	100%

Historical Data: Annex 1.5

GRAPH 1.2 TREASURY DIRECT - CUMULATIVE SALES



GRAPH 1.3 TREASURY DIRECT - REGISTERED INVESTORS



² Program involving public security sales over the Internet to individual buyers.

Direct Issuances and Cancellations

Direct issuances of DFPD bonds totaled R\$ 20.39 billion, with cancellations amounting to R\$ 11.77 million, generating net issuances of R\$ 20.37 billion.

TABLE 1.5 DFPD NON-COMPETITIVE ISSUANCES - OCTOBER 2012

ISSUANCES						
Securities	Date of Transaction	Maturity	Quantity	Financial Volume (R\$ Mn)	Purpose	Legal Support
CFT-E1	Several	Several	79.114.347	218,21	FIES - College Student Financial Fund	Law 10.260, as of 12/07/01
NTN-I	Several	Several	36.576.940	97,80	PROEX - Export Financing Program	Law 10.184, as of 12/2/2001
LFT	16/10/2012	21/11/2012	1.861.479	10.000,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
LTN	16/10/2012	1/1/2016	1.946.157	1.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
LTN	16/10/2012	1/4/2014	2.781.382	2.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
LTN	16/10/2012	1/5/2015	1.778.328	1.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
NTN-F	16/10/2012	1/1/2018	1.395.919	1.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
NTN-F	16/10/2012	1/1/2021	1.405.512	1.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
NTN-F	16/10/2012	1/1/2023	1.411.115	1.500,00	Banco Nacional de Desenvolvimento Econômico e Social - BNDES Financing	Law 12.453, as of 21/07/2011
TDA	Several	Several	745.207	69,83	Agrarian Reform	MP 2.183-56, as of 24/8/2001 and Decree 578, as of 24/6/1992
SUBTOTAL				20.385,84		
CANCELLATIONS						
Securities	Date of Transaction	Maturity	Quantity	Financial Volume (R\$ Mn)	Purpose	Legal Support
TDA	04/10/2012	Several	2.338	0,22	ITR Gov'ment payments	Law 4.504, as of 30/11/64, and Decree 578, as of 24/6/92
TDA	16/10/2012	Several	2.704	0,25	Court Orders	STN Ordinance 628, as of 16/10/2012
TDA	16/10/2012	Several	119.396	11,30	Court Orders	STN Ordinance 629, as of 16/10/2012
SUBTOTAL				11,77		
NET ISSUANCE				20.374,07		

1.3. External Federal Public Debt -EFPD

In the month of October, EFPD redemptions totaled R\$ 0.62 billion, including R\$ 0.40 billion in payments of interest, premiums and charges and R\$ 0.22 billion in payments of principal.

EFPD issuances in October totaled R\$ 0.23 billion, including R\$ 0.06 billion in contracts with multilateral organisms and R\$ 0.17 billion with private financial institutions and government agencies.

GRAPH 1.4 EFPD ISSUANCES AND REDEMPTIONS - OCTOBER/2012

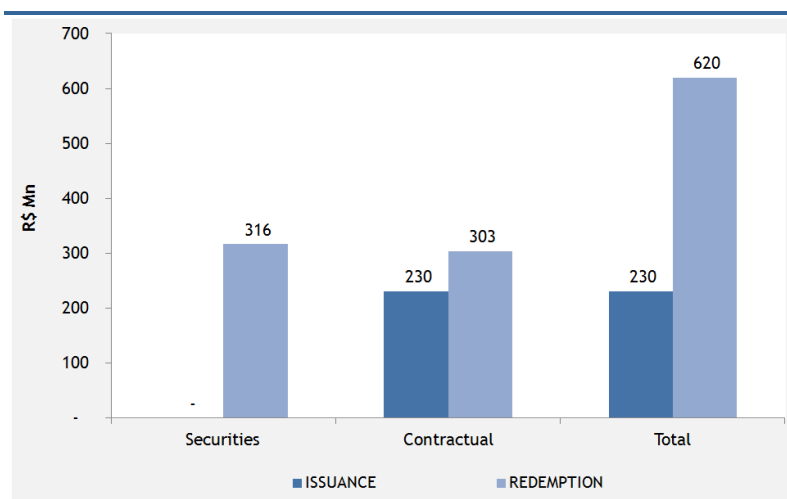


TABLE 1.6 EFPD ISSUANCES AND REDEMPTIONS - OCTOBER 2012

	Principal	Interest, premiums and charges	Total
(R\$ Mn)			
ISSUANCES	230,29	-	230,29
<i>Securities</i>	-	-	-
Sovereign Bonus	-	-	-
<i>Contractual</i>	230,29	-	230,29
Multilateral Organisms	64,33	-	64,33
Private Financial Institutions/Gov. Agencies	165,96	-	165,96
REDEMPTIONS	219,67	400,11	619,78
<i>Securities</i>	-	316,50	316,50
Renegotiation Bonds	-	-	-
Sovereign Bonus	-	316,50	316,50
Buybacks	-	-	-
<i>Contractual</i>	219,67	83,61	303,28
Multilateral Organisms	84,22	49,13	133,35
Private Financial Institutions/Gov. Agencies	135,45	34,48	169,93
NET ISSUANCE	10,63	(400,11)	(389,49)

Historical Data: Annex 1.6

1.4. EFPD Buyback Program

Buyback operations in the months of September and October 2012 came to an overall face value of R\$ 134.32 million (US\$ 66.38 million) in EFPD bonds. Total financial outlays in that period came to R\$ 167.47 million (US\$ 82.77 million).

One should stress that buyback operations had no impact on the outstanding external debt, since the cancellation process had not yet been effectively concluded.

The graph below shows the reduction in the flow of interest payments on the External Federal Public Securities Debt through 2041, as a result of 2012 buyback operations. The overall reduction in interest during that period closed at R\$ 2.81 billion at current values (US\$ 1.38 billion).

TABLE 1.7 EFPD BUYBACK PROGRAM - SEPTEMBER-OCTOBER 2012 PERIOD ¹

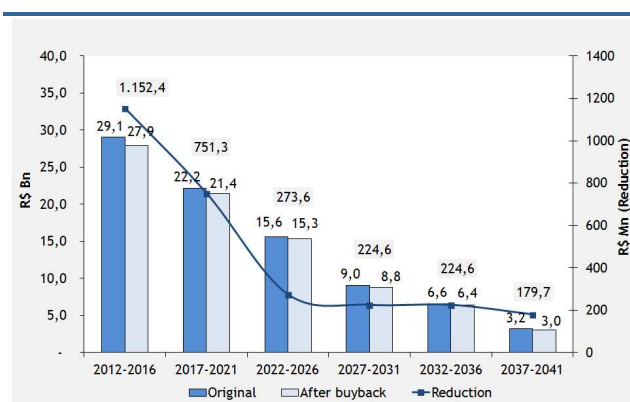
SECURITY	FACE VALUE		FINANCIAL	
	US\$	R\$ ²	US\$	R\$ ²
A BOND	15.461.111,11	31.412.393,59	18.651.959,87	37.895.342,03
BR13	5.000.000,00	10.090.000,00	5.488.854,17	11.076.507,72
BR40	40.000.000,00	80.848.760,00	51.553.611,11	104.202.070,22
EU15	5.922.585,60	11.973.732,38	7.072.376,30	14.298.272,21
TOTAL	66.383.697	134.324.886	82.766.801	167.472.192

¹ Values referring to securities buyback date. For EFPD outstanding reduction, will be considered accrued interest until the effectual securities cancellation date.

² Amounts converted into Brazilian Real at the rate of settlement date.

Historical Data: Annex 1.7

GRAPH 1.5 EFPD BUYBACK PROGRAM - REDUCTION IN INTEREST PAYMENTS



2. Outstanding Federal Public Debt - FPD

2.1 Evolution

Outstanding FPD registered nominal growth of 2.04%, moving from R\$ 1,904.96 billion in September to R\$ 1,943.84 billion in the month of October.

Outstanding DFPD expanded 2.12%, shifting from R\$ 1,816.03 billion to R\$ 1,854.57 billion, due to net issuances in the amount of R\$ 22.82 billion and positive appropriation of interest worth R\$ 15.72 billion.

As far as outstanding EFPD is concerned, compared to the month of September, overall volume increased 0.39%, ending the month of October at R\$ 89.28 billion (US\$ 43.95 billion), with R\$ 76.85 billion (US\$ 37.83 billion) involving securities debt and R\$ 12.43 billion (US\$ 6.12 billion) referring to contractual debt.

2012 ABP Limits		
Outstanding held by the public (R\$ Bn)		
	Min	Max
FPD	1.950,00	2.050,00

TABLE 2.1 OUTSTANDING FPD HELD BY THE PUBLIC

(R\$ Bn)

	Dec/11	Sep/12	Oct/12		
FPD	1.866,35	1.904,96	1.943,84	100,00%	
DFPD	1.783,06	1.816,03	1.854,57	100,00%	95,41%
LFT	548,66	422,43	434,77	23,44%	22,37%
LTN	402,38	500,37	506,60	27,32%	26,06%
NTN-B	453,53	568,03	580,09	31,28%	29,84%
NTN-C	62,44	66,08	65,86	3,55%	3,39%
NTN-F	280,25	224,60	233,01	12,56%	11,99%
Securitized Debt	9,72	8,33	8,29	0,45%	0,43%
TDA	4,01	3,58	3,60	0,19%	0,19%
Other	22,07	22,61	22,35	1,21%	1,15%
EFPD ¹	83,29	88,93	89,28	100,00%	4,59%
Securities	71,72	76,60	76,85	86,08%	3,95%
Global USD	55,36	60,80	60,89	68,20%	3,13%
Euro	4,21	2,22	2,26	2,53%	0,12%
Global BRL	12,03	13,52	13,64	15,27%	0,70%
BIB ²	0,12	0,06	0,06	0,07%	0,00%
Contractual	11,57	12,33	12,43	13,92%	0,64%
Multilateral Organisms	6,91	7,31	7,31	8,18%	0,38%
Private Financial Institutions/Gov. Agencies	4,66	5,02	5,13	5,74%	0,26%

¹ All EFPD values converted to USD and then converted to BRL at the spot FX-rate as of the month's last day.

² Refers to the pre-Brady bond (BIB), which does not have an embedded call option.

Obs.: From January 2010 on, outstanding EFPD is calculated by the rate of return, following what has been done with outstanding DFPD.

Historical Data: Annex 2.1

2.2 Profile

Indexes

As to the FPD profile, DFPD share slightly expanded, moving from 95.33% in September to 95.41% in October. In contrast, EFPD share declined from 4.67% to 4.59%.

The share of fixed-rate FPD securities diminished from 38.77% in September to 38.75% in October. The share held by floating rate securities expanded from 22.79% to 22.96% in October. The share of inflation-linked securities diminished from 33.91% in September to 33.84% in October.

GRAPH 2.1 FPD PROFILE BY INDEX - OCTOBER/2012

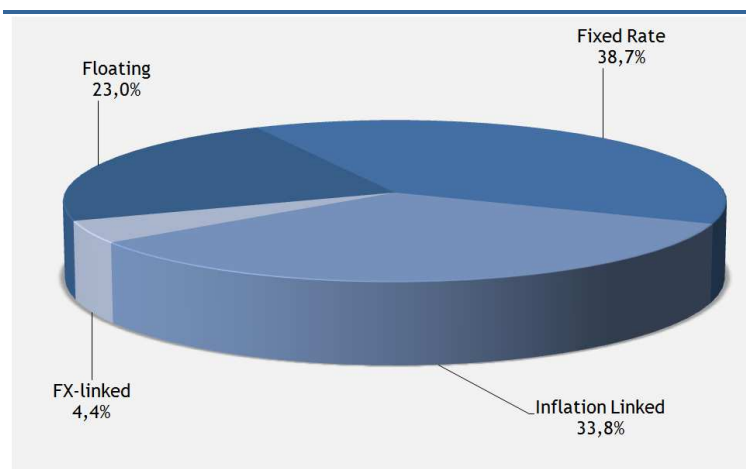


TABLE 2.2 FPD PROFILE HELD BY THE PUBLIC

(R\$ Bn)

	Dec/11		Sep/12		Oct/12	
FPD	1.866,35	100,00%	1.904,96	100,00%	1.943,84	100,00%
Fixed Rate	694,66	37,22%	738,49	38,77%	753,24	38,75%
Inflation Linked	527,78	28,28%	645,96	33,91%	657,83	33,84%
Floating	562,44	30,14%	434,06	22,79%	446,38	22,96%
FX-linked	81,48	4,37%	86,45	4,54%	86,40	4,44%
DFPD	1.783,06	100,00%	1.816,03	100,00%	1.854,57	95,41%
Fixed Rate	682,63	38,28%	724,97	39,92%	739,60	39,88%
Inflation Linked	527,78	29,60%	645,96	35,57%	657,83	35,47%
Floating	562,44	31,54%	434,06	23,90%	446,38	24,07%
FX-linked	10,22	0,57%	11,04	0,61%	10,75	0,58%
EFPD	83,29	100,00%	88,93	100,00%	89,28	4,59%
USD	64,26	77,15%	70,04	78,76%	70,02	78,43%
EURO	6,27	7,53%	4,68	5,26%	4,95	5,55%
BRL	12,03	14,44%	13,52	15,20%	13,64	15,27%
Other	0,74	0,88%	0,69	0,78%	0,67	0,76%

Historical Data FPD: Annex 2.4

Historical Data DFPD: Annex 2.5

Historical Data EFPD: Annex 2.6

2012 ABP Limits
Share in Outstanding FPD

	Min	Max
Fixed rate	37%	41%
Inflation linked	30%	34%
Floating rate	22%	26%
FX-linked	3%	5%

Holders

The category of Financial Institutions posted an increase, in absolute share, from R\$ 546.26 billion to R\$ 558.07 billion. Relative share expanded from 30.08% to 30.09%. The stock of Investment Funds increased from R\$ 441.00 billion to R\$ 451.58 billion. Their relative share shifted from 24.28% to 24.35%. The Pensions grouping posted positive variation in its stock, shifting from R\$ 294.18 billion to R\$ 298.03 billion. The share of Nonresidents in DFPD increased from 13.42% to 13.75%, while the outstanding volume expanded nearly R\$ 11.38 billion. The category of Government decreased its relative share from 7.97% to 7.81%.

It is important to understand that 76.84% of the portfolio of Nonresidents is concentrated in fixed rate securities, while 73.50% of the Pensions portfolio is composed of inflation-linked securities.

GRAPH 2.2 PORTFOLIO PROFILE, BY HOLDER - OCTOBER/2012

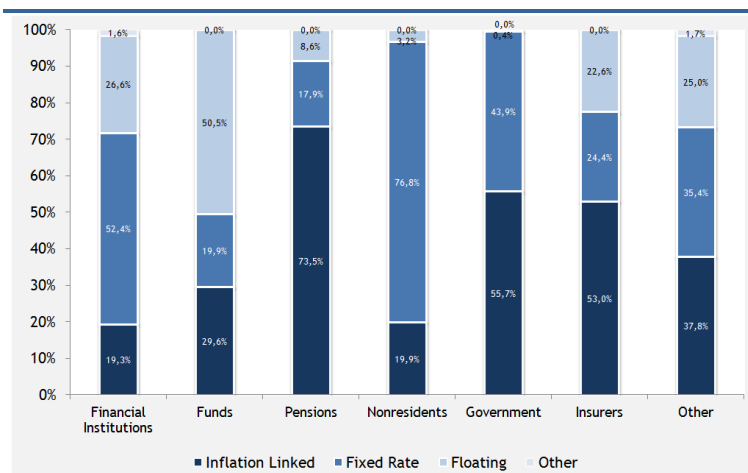


TABLE 2.3 DFPD PUBLIC SECURITIES HOLDERS

	(R\$ Bn)					
	Dec/11		Sep/12		Oct/12	
Financial Institutions ¹	561,16	31,47%	546,26	30,08%	558,07	30,09%
Funds ²	451,11	25,30%	441,00	24,28%	451,58	24,35%
Pensions ³	274,84	15,41%	294,18	16,20%	298,03	16,07%
Nonresidents ⁴	202,33	11,35%	243,68	13,42%	255,05	13,75%
Government ⁵	157,00	8,81%	144,74	7,97%	144,77	7,81%
Insurers ⁶	72,91	4,09%	68,18	3,75%	68,96	3,72%
Other ⁷	63,71	3,57%	77,99	4,29%	78,10	4,21%
Total	1.783,06	100,0%	1.816,03	100,0%	1.854,57	100,0%

¹ Includes its own portfolio of commercial banks and foreign banks and domestic and foreign investment banks. It also includes state-owned banks and BNDES, as well as FGTS accounts operated by the Caixa Econômica. The funds' investment banks are also linked to this category.

² Includes investment funds regulated by CVM Instruction 409, dated 18/08/2004, and other funds. Does not include applications to banks, pension funds, non-resident investors and insurers that are allocated in their respective categories.

³ Includes investment funds and its own portfolio of open and closed pension and RPPS.

⁴ Includes accounts of nonresident created by Circular Letter No. 3278 of 18.6.2007. Are considered non-resident investors natural persons or legal entities and funds and other collective investment entities resident, domiciled or headquartered abroad. This includes securities held by non-residents through investment funds.

⁵ Includes funds and resources administered by the Federal Government, such as FAT, FGTS, Extramarket Funds, the Sovereign Fund and Guarantee Funds.

⁶ Includes insurers and reinsurers;

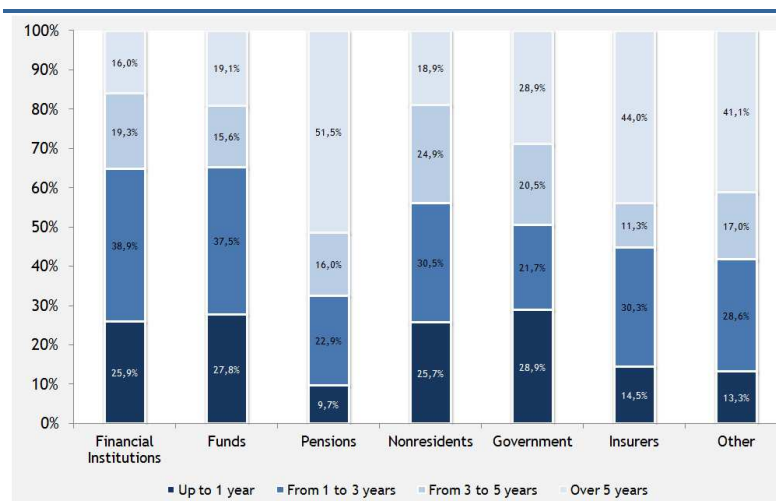
⁷ Includes accounts of resident natural person, its own portfolio of domestic and foreign distributor/broker, capitalization companies, others of own portfolio.

Obs. 1: Database includes only securities registered in the SELIC system, representing approximately 98% of the DFPD stock provided by the BACEN and grouped according to the classification established by the National Treasury. It is ongoing work to include CETIP data.

Obs. 2: Values ??based on portfolio position measured by the price curve of the intrinsic yield of the securities.

Historical Data: Annex 2.7

GRAPH 2.3 AVERAGE MATURITY PROFILE, BY HOLDER - OCTOBER/2012



2.3 Variation Factors

The Federal Public Debt - FPD registered nominal expansion of 2.04%, moving from R\$ 1,904.96 billion in September to R\$ 1,943.84 billion in October. This variation was due to net issuances of R\$ 22.43 billion and to positive interest appropriations totaling R\$ 16.46 billion.

TABLE 2.4 FPD VARIATION FACTORS HELD BY THE PUBLIC - OCTOBER 2012

INDICATORS	Monthly		2012	
	R\$ Mn	% of outstanding debt	R\$ Mn	% of outstanding debt ¹
<i>Previous Outstanding Debt</i> ²	1.904.956,83		1.866.353,26	
DFPD	1.816.025,88		1.783.060,64	
EFPD	88.930,95		83.292,63	
<i>Outstanding Debt in Oct-31-12</i>	1.943.844,64		1.943.844,64	
DFPD	1.854.566,25		1.854.566,25	
EFPD	89.278,38		89.278,38	
<i>Nominal Variation</i>	38.887,80	2,04%	77.491,37	4,15%
DFPD	38.540,37	2,02%	71.505,62	3,83%
EFPD	347,43	0,02%	5.985,76	0,32%
<i>I - Debt Management - (Treasury) (I.1 + I.2)</i>	38.887,80	2,04%	77.491,37	4,15%
<i>I.1 - Issuance/Net Redemption</i>	22.426,69	1,18%	(92.849,00)	-4,97%
I.1.1 - Issuances	46.497,27	2,44%	455.960,08	24,43%
- Public Offerings (DFPD)	25.881,13	1,36%	272.703,90	14,61%
- Non-competitive Issuances (DFPD)	20.385,84	1,07%	174.737,36	9,36%
- Issuances (EFPD)	230,29	0,01%	8.518,83	0,46%
I.1.2 - Redemptions	(24.070,58)	-1,26%	(548.809,09)	-29,41%
- Current Payments (DFPD)	(23.439,03)	-1,23%	(428.759,62)	-22,97%
- Cancellations (DFPD)	(11,77)	0,00%	(105.669,71)	-5,66%
- Current Payments (EFPD)	(619,78)	-0,03%	(11.456,12)	-0,61%
- Early Redemption (EFPD)	-	0,00%	(2.924)	-0,16%
<i>I.2 - Accrued Interest</i>	16.461,12	0,86%	170.340,38	9,13%
- DFPD Nominal Accrued Interest	15.724,20	0,83%	158.493,69	8,49%
- EFPD Nominal Accrued Interest	736,92	0,04%	11.846,69	0,63%
<i>II - Central Bank Operations</i>	-	0,00%	-	0,00%
<i>II.1 - Securities' Net Sales to the Market</i>	-	0,00%	-	0,00%
Total (I + II)	38.887,80	2,04%	77.491,37	4,15%

¹ Over 2011 December 31st.

² The "Monthly" column relates to the last day of the previous month. The "2012" column relates to stock of the last day of the previous year.
Historical Data: Annex 2.7

3. Federal Public Debt - FPD Maturity Profile

3.1 Maturities

FPD maturities in the coming 12 months posted a reduction, shifting from 25.98% in September to 25.30% in October.

The volume of DFPD securities scheduled to mature in up to 12 months decreased from 26.72% in September to 26.00% in October. Fixed rate securities accounted for 49.90% of this total, followed by floating rate securities, with share of 31.82% of the total.

In the case of EFPD, the percentage maturing in 12 months moved from 10.72% in September to 10.75% in October, with securities denominated in American Dollar accounting for 76.31% of this total. Here, one should note that maturities of more than 5 years account for 50.49% of outstanding EFPD.

2012 ABP Limits % Up to 12 months		
	Min	Max
FPD	22%	26%

TABLE 3.1 FPD MATURITIES HELD BY THE PUBLIC

Maturities	(R\$ Bn)											
	DFPD				EFPD				FPD			
	Sep/12		Oct/12		Sep/12		Oct/12		Sep/12		Oct/12	
Up to 12 months	485,32	26,72%	482,25	26,00%	9,54	10,72%	9,59	10,75%	494,86	25,98%	491,85	25,30%
From 1 to 2 years	388,70	21,40%	392,42	21,16%	8,08	9,09%	8,12	9,10%	396,78	20,83%	400,54	20,61%
From 2 to 3 years	270,77	14,91%	282,30	15,22%	9,66	10,86%	9,64	10,80%	280,43	14,72%	291,94	15,02%
From 3 to 4 years	181,49	9,99%	195,45	10,54%	7,64	8,60%	7,72	8,65%	189,14	9,93%	203,17	10,45%
From 4 to 5 years	138,68	7,64%	140,23	7,56%	9,04	10,17%	9,13	10,22%	147,72	7,75%	149,35	7,68%
Over 5 years	351,06	19,33%	361,91	19,51%	44,97	50,57%	45,08	50,49%	396,03	20,79%	406,99	20,94%
TOTAL	1.816,03	100,00%	1.854,57	100,00%	88,93	100,00%	89,28	100,00%	1.904,96	100,00%	1.943,84	100,00%

Obs.: From January 2010 on, future flows of EFPD payments (securities) are calculated at present values.
Historical Data: Annex 3.1

TABLE 3.2 FEDERAL PUBLIC DEBT HELD BY THE PUBLIC DUE IN 12 MONTHS, BY INDEX

	(R\$ Bn)					
	Dec/11		Sep/12		Oct/12	
FPD	408,53	100,00%	494,86	100,00%	491,85	100,00%
DFPD	397,94	100,00%	97,41%	485,32	100,00%	98,05%
Fixed Rate	255,57	64,22%	62,56%	255,58	52,66%	51,65%
Inflation Linked	67,26	16,90%	16,46%	85,84	17,69%	17,35%
Floating	73,93	18,58%	18,10%	142,59	29,38%	28,81%
FX-linked	1,18	0,30%	0,29%	1,31	0,27%	0,26%
EFPD	10,59	100,00%	2,59%	9,54	100,00%	1,93%
USD	6,66	62,83%	1,63%	7,31	76,63%	1,48%
EURO	2,62	24,75%	0,64%	0,78	8,15%	0,16%
BRL	1,25	11,81%	0,31%	1,32	13,80%	0,27%
Other	0,06	0,60%	0,02%	0,14	1,42%	0,03%

Historical Data: Annex 3.3

3.2 Average Maturity

FPD average maturity diminished from 4.05 years in September to 3.99 years in October.

DFPD average maturity shifted from 3.92 years in September to 3.86 years in October.

In its turn, EFPD average maturity decreased from 6.77 years in September to 6.72 years in October.

GRAPH 3.1 AVERAGE MATURITY OF DFPD ISSUANCES ON PUBLIC OFFERINGS VS OUTSTANDING AVERAGE MATURITY

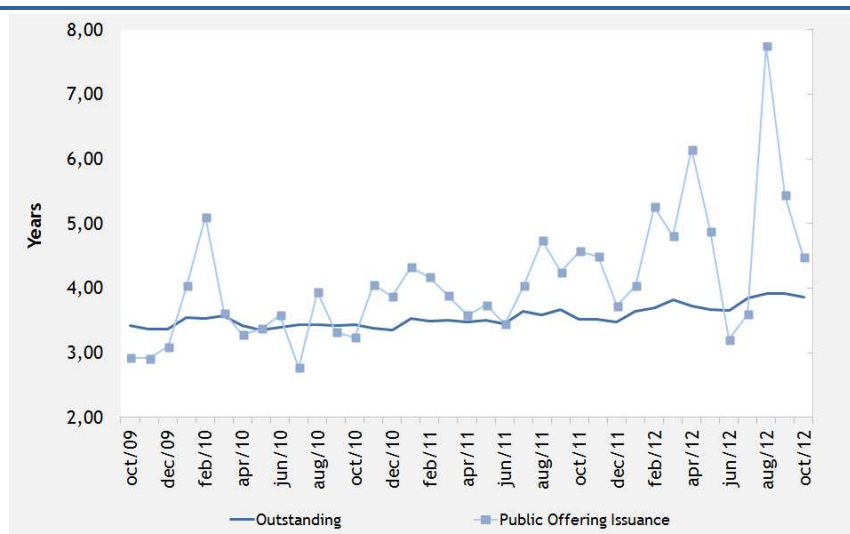


TABLE 3.3 FPD AVERAGE MATURITY

	(Years)		
	Dec/11	Sep/12	Oct/12
FPD	3,62	4,05	3,99
DFPD	3,49	3,92	3,86
LFT	2,51	2,15	2,01
LTN	1,39	1,53	1,57
NTN-B	6,66	7,12	7,04
NTN-C	7,47	7,30	7,29
NTN-F	1,90	2,90	2,87
TDA	4,10	4,04	4,04
Securitized Debt	5,91	5,70	5,67
Other	8,44	8,59	8,67
EFPD	6,48	6,77	6,72
Securities	6,87	7,24	7,18
Global USD	7,46	7,61	7,57
Euro	2,01	2,78	2,70
Global BRL	5,92	6,30	6,22
BIB ¹	0,93	0,71	0,62
Contractual	4,07	3,85	3,87
Multilateral Organisms	5,06	4,92	4,93
Private Financial Institutions/Gov. Agencies	2,60	2,32	2,36

¹ Refers to the pre-Brady bond (BIB), which does not have an embedded call option.
Historical Data: Annex 3.7

TABLE 3.4 AVERAGE MATURITY OF DFPD ISSUANCES - PUBLIC OFFERINGS, BY INDEX

	(Years)		
INDEX	Dec/11	Sep/12	Oct/12
DFPD	3,73	5,45	4,48
Fixed Rate	2,33	2,84	3,22
LTN	1,96	2,72	3,04
NTN-F	4,11	5,24	4,91
Inflation Linked	7,12	9,16	8,22
Floating Rate	6,32	5,54	5,45

Historical Data: Annex 3.9

2012 ABP Limits Average Maturity (years)		
	Min	Max
FPD	3,6	3,8

3.3 Average Life

FPD average life³, which reflects the remaining maturity of public debt principal only, decreased from 6.43 years in September to 6.37 years in October.

TABLE 3.5 FPD AVERAGE LIFE HELD BY THE PUBLIC

	(Years)		
	Dec/11	Sep/12	Oct/12
FPD	5,70	6,43	6,37
DFPD	5,37	6,13	6,08
Fixed Rate	1,86	2,25	2,30
Inflation Linked	12,45	12,80	12,72
Floating Rate	2,69	2,34	2,21
FX-linked	10,98	10,51	10,45
EFPD	12,66	12,51	12,45
Securities	13,07	12,96	12,88
Global USD	14,38	13,81	13,75
Euro	2,39	3,24	3,16
Global BRL	10,86	10,78	10,69
BIB ¹	1,71	0,96	0,87
Contractual	10,16	9,73	9,79
Multilateral Organisms	11,23	11,05	11,05
Private Financial Institutions/Gov. Agencies	8,57	7,81	7,99

¹ Refers to the pre-Brady bond (BIB), which does not have an embedded call option.
Historical Data: Annex 3.10

³ This statistic provides more homogeneous information and criteria for comparisons with the data of other countries.

4. Federal Public Debt - FPD Average Cost

FPD cumulative 12-month average cost increased 0.39 percentage points, moving from 11.76% per year in September to 12.15% per year in October.

Parallel to this performance, DFPD cumulative 12-month average cost shifted from 11.54% per year in September to 11.57% per year in October, due partially to sharper growth in the IPCA rate (0.59% in October/12, against 0.43% in October/11) and to more working days compared to October 2011.

In the case of EFPD, this indicator registered growth, from 16.86% per year in September to 25.91% per year in October, mainly as a result of 0.03% valuation of the United States currency against the Brazilian Real in October 2012, compared to 8.94% devaluation in October 2011.

GRAPH 4.1 FPD, DFPD AND EFPD AVERAGE COST AND SELIC RATE - OVER THE PAST 12 MONTHS

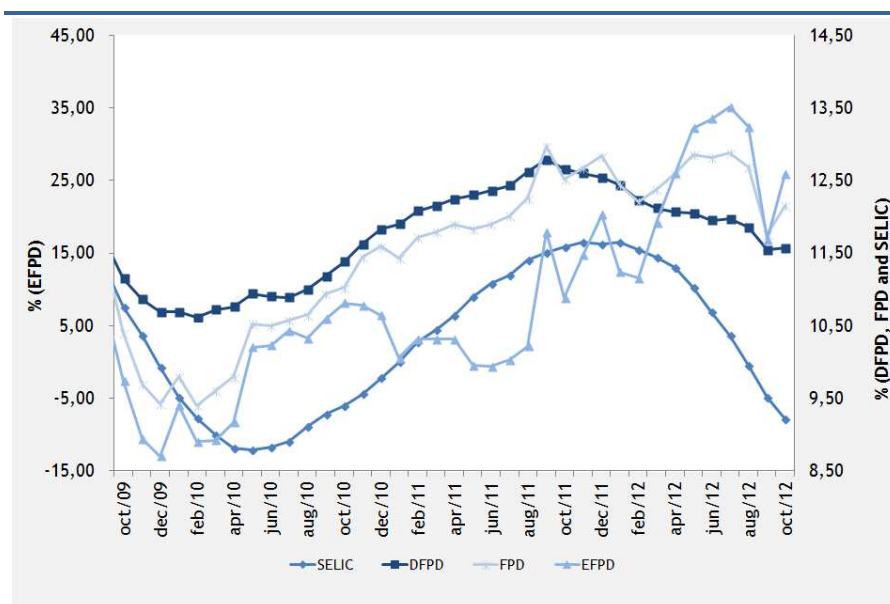


TABLE 4.1

FPD AVERAGE COST

(% p.y.)

	Monthly Average Cost			12-Month Cumulative Average Cost		
	Dec/11	Sep/12	Oct/12	Dec/11	Sep/12	Oct/12
FPD	13,57	11,19	10,76	12,83	11,76	12,15
DFPD	12,03	11,38	10,85	12,54	11,54	11,57
LFT	10,90	7,39	7,23	11,62	9,51	9,22
LTN	12,17	11,02	10,84	11,96	11,73	11,70
NTN-B	12,98	13,21	13,41	13,76	12,09	12,26
NTN-C	8,39	24,79	10,16	15,40	18,68	18,16
NTN-F	12,57	12,00	11,96	12,52	12,23	12,28
TDA	5,27	3,95	3,93	5,48	4,56	4,51
Securitized Debt	5,84	6,33	4,75	6,45	5,87	5,78
Other	29,01	14,04	8,34	16,66	17,22	22,16
EFPD	52,58	7,34	8,94	20,29	16,86	25,91
Securities	52,58	7,17	9,19	20,29	16,86	25,91
Global USD	65,54	4,09	8,42	22,31	18,59	30,22
Euro	4,63	36,48	20,56	18,52	13,39	20,85
Global BRL	11,61	10,80	10,80	11,50	11,28	11,21
BIB ¹	59,68	2,04	6,52	19,60	16,15	27,61
Contractual²	N/D	8,36	7,42	N/D	N/D	N/D
Multilateral Organisms	N/D	0,67	5,17	N/D	N/D	N/D
Private Financial Institutions/Gov. Agencies	N/D	19,89	10,68	N/D	N/D	N/D

¹ Refers to the pre-Brady bond (BB), which does not have an embedded call option.

² The National Treasury is revising the External Contractual Debt accounting methodology, in line with what's recently been done to the DFPD average maturity and the External Debt ir bonds.

Historical Data: Annexes 4.1 e 4.2

5. Secondary Market of Federal Public Securities

5.1 Secondary Market Turnover

The average daily financial volume of bonds negotiated on the secondary market decreased from R\$ 20.52 billion in September to R\$ 15.76 billion in October. Fixed rate securities remained at first place, whose share decreased to a level of 44.13% in October, against 52.72% in September. Second place was occupied by inflation-indexed securities, with an increase in share from 31.72% in September to 39.91% in October. The share of SELIC-indexed bonds increased to 15.96% in October, against 15.55% in September.

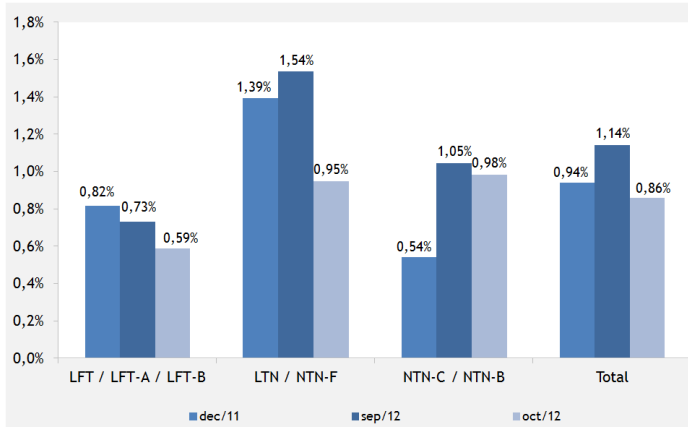
TABLE 5.1 SECONDARY MARKET TURNOVER, BY SECURITY

(R\$ Bn)

Month	LFT / LFT-A / LFT-B			LTN / NTN-F			NTN-B / NTN-C			Total		
	Volume ¹	% of Total Traded ²	Variation ³	Volume ¹	% of Total Traded ²	Variation ³	Volume ¹	% of Total Traded ²	Variation ³	Volume ¹	% of Total Traded ²	Variation ³
dec/00	2,38	35,00%	-9,60%	3,25	47,80%	21,10%	0,06	0,90%	-5,50%	6,79	100,00%	8,50%
dec/01	2,94	31,60%	74,40%	3,77	40,50%	-4,10%	0,12	1,30%	85,30%	9,32	100,00%	27,60%
dec/02	5,46	80,10%	12,50%	0,18	2,60%	-24,20%	0,62	9,20%	4,00%	6,81	100,00%	12,00%
dec/03	7,05	65,90%	2,20%	2,68	25,00%	-4,80%	0,52	4,90%	100,80%	10,70	100,00%	4,20%
dec/04	5,93	43,40%	4,20%	7,12	52,10%	21,60%	0,31	2,30%	-6,40%	13,67	100,00%	11,50%
dec/05	4,77	36,70%	-8,60%	6,97	53,60%	-12,80%	1,22	9,40%	180,60%	13,00	100,00%	-5,00%
dec/06	4,38	27,40%	6,00%	9,68	60,60%	56,50%	1,90	11,90%	8,90%	15,96	100,00%	32,10%
dec/07	4,39	29,89%	54,88%	8,67	59,01%	47,74%	1,62	11,04%	8,74%	14,70	100,00%	44,10%
dec/08	3,89	29,20%	67,50%	8,28	62,22%	76,78%	1,14	8,58%	38,06%	13,31	100,00%	69,94%
dec/09	4,24	31,40%	69,15%	7,11	52,68%	2,55%	2,15	15,92%	53,34%	13,51	100,00%	24,51%
dec/10	4,83	30,51%	57,39%	8,83	55,75%	19,78%	2,17	13,74%	-24,55%	15,83	100,00%	18,85%
dec/11	4,55	27,39%	0,79%	9,28	55,90%	16,56%	2,77	16,71%	-34,42%	16,60	100,00%	-0,61%
jan/12	3,13	19,56%	-31,24%	8,65	54,13%	-6,80%	4,16	26,02%	49,82%	15,98	100,00%	-3,75%
feb/12	3,53	21,88%	12,98%	7,14	44,24%	-17,42%	5,47	33,88%	31,59%	16,15	100,00%	1,04%
mar/12	3,12	18,26%	-11,75%	8,03	47,04%	12,39%	5,92	34,69%	8,24%	17,07	100,00%	5,70%
apr/12	2,63	20,00%	-15,58%	5,75	43,72%	-28,34%	4,78	36,29%	-19,36%	13,16	100,00%	-22,89%
may/12	2,86	17,64%	8,50%	7,04	43,50%	22,43%	6,29	38,86%	31,74%	16,19	100,00%	23,02%
jun/12	2,82	17,99%	-1,16%	8,95	57,07%	27,10%	3,91	24,94%	-37,81%	15,69	100,00%	-3,11%
jul/12	3,16	20,41%	11,93%	6,13	39,63%	-31,48%	6,19	39,97%	58,14%	15,48	100,00%	-1,32%
aug/12	2,69	17,98%	-14,82%	5,46	36,53%	-10,90%	6,81	45,49%	10,01%	14,96	100,00%	-3,34%
sep/12	3,19	15,55%	18,62%	10,82	52,72%	97,96%	6,51	31,72%	-4,36%	20,52	100,00%	37,15%
oct/12	2,52	15,96%	-21,17%	6,95	44,13%	-35,71%	6,29	39,91%	-3,37%	15,76	100,00%	-23,19%

¹ Average, in the month, of the daily financial volume of definitive transactions. There are not considered: i) transactions in which pricings are not in +/- 25% range of the price accepted on purchase and sale transactions (outliers); ii) transactions in which the National Treasury or the Central Bank is the financial principal;
² Share of securities volume traded compared to total volume traded in the month;
³ Variation of total traded in the month compared to the previous month;
 Obs. 1: Date calculated based on the original numbers, before roundings;
 Obs. 2: On brokerage operations, only the values of the final principals are accounted.

GRAPH 5.1 SECONDARY MARKET OF PUBLIC SECURITIES - DAILY TURNOVER AS PERCENTAGE OF RESPECTIVE OUTSTANDING VOLUME



LTN maturing in January 2016 continue as the fixed-rate security with the largest financial volume, followed by LTN maturing in January 2013, with a gain of one position. Third place, with a loss of one position, was occupied by LTN maturing in July 2014.

With respect to NTN-F, maturities in January 2017 registered the largest financial volume negotiated, with a gain of one position. NTN-F maturing in January 2013 moved to second place, with a loss of one position. Finally, third place was held by securities maturing in January 2021, with a gain of one position.

Among LFT, bonds maturing in March 2013 remained at first place, followed by those maturing in September 2013, moving upward one position. Third place was occupied by LFT maturing in March 2015, with a loss of one position.

Finally, NTN-B maturing in August 2016 continued in first place, followed by NTN-B maturing in August 2014 and May 2015, both preserving the previous month's position.

TABLE 5.2 TOP 5 MATURITIES TURNOVER IN THE SECONDARY MARKET, BY INDEX - OCTOBER 2012

(R\$ Mn)

Fixed Rate - LTN					Fixed Rate - NTN-F				
Security	Maturity	Financial Volume	Number of Transactions	% of Respective Outstanding Total	Security	Maturity	Financial Volume	Number of Transactions	% of Respective Outstanding Total
LTN	01/01/2016	1.163,12	29,4	1,34%	NTN-F	01/01/2017	473,45	26,3	0,66%
LTN	01/01/2013	732,39	26,5	1,26%	NTN-F	01/01/2013	407,25	11,1	0,79%
LTN	01/07/2014	712,35	15,5	1,32%	NTN-F	01/01/2021	260,31	20,8	0,75%
LTN	01/07/2013	600,89	25,7	0,93%	NTN-F	01/01/2014	250,34	11,6	0,65%
LTN	01/01/2015	586,25	18,4	0,77%	NTN-F	01/01/2023	148,47	9,9	0,91%
Inflation Linked					Floating (SELIC)				
Security	Maturity	Financial Volume	Number of Transactions	% of Respective Outstanding Total	Security	Maturity	Financial Volume	Number of Transactions	% of Respective Outstanding Total
NTN-B	15/08/2016	1.955,87	212,6	2,95%	LFT	07/03/2013	624,73	301,9	1,12%
NTN-B	15/08/2014	1.098,71	140,8	2,20%	LFT	07/09/2013	382,03	132,7	0,57%
NTN-B	15/05/2015	944,34	114,8	1,60%	LFT	07/03/2015	356,68	106,9	0,61%
NTN-B	15/08/2018	556,79	79,4	2,15%	LFT	01/03/2018	260,17	61,4	0,91%
NTN-B	15/08/2022	413,63	57,5	1,25%	LFT	07/09/2015	248,30	57,6	0,56%

Obs. 1: Only definitive transactions are considered.

Obs. 2: Financial volume and number of transactions reflect daily averages within the month;

Obs. 3: There are not considered: i) transactions in which pricings are not in +/- 25% range of the price accepted on purchase and sale transactions (outliers); ii) transactions in which the National Treasury or the Central Bank is the financial principal;

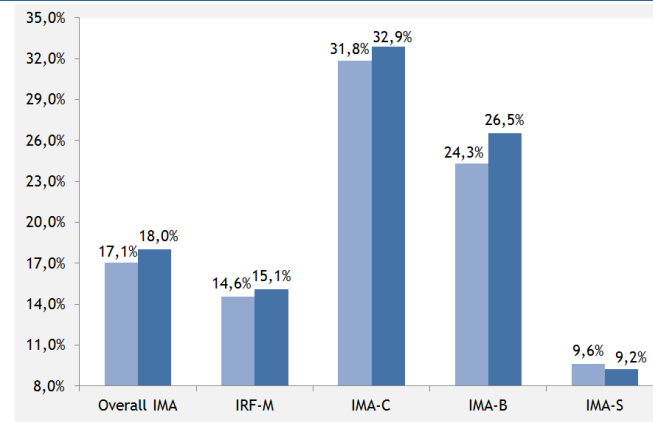
Obs. 4: On brokerage operations, only the values of the final principals are accounted.

5.2 Public Securities Yield

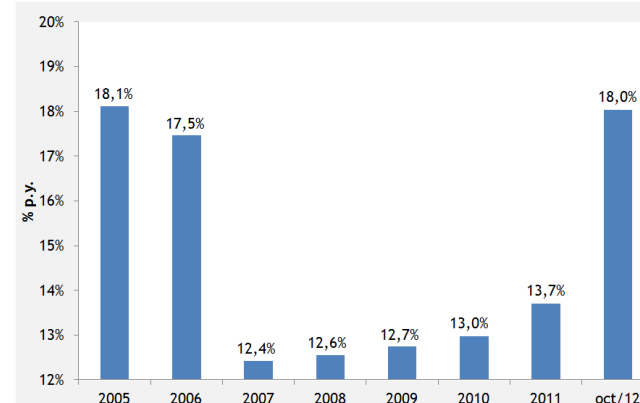
The Anbima Market index - IMA⁴, created by ANBIMA⁵ in a partnership with the National Treasury, verifies the profitability of a theoretical portfolio composed of public securities in circulation on the market. It is considered an efficient parameter for purposes of evaluating the evolution of public security profitability, and has introduced greater dynamics into the primary and secondary federal public debt markets.

Data for the month of October indicate a drop of 0.4 percentage points in the IMA-S index, referring to SELIC-linked securities, and an increase of 0.9 percentage points in the overall IMA. Data also indicate a growth of 0.5 percentage points in the yield of fixed rate bonds, represented by the IRF-M. There was an increase of 1.1 percentage points in IGP-M-linked securities, represented by the IMA-C, and a growth of 2.2 percentage points in IPCA-linked securities, represented by the IMA-B.

GRAPH 5.2 PUBLIC SECURITIES YIELD - OCTOBER/2012 (CUMULATIVE 12-MONTH %)



GRAPH 5.3 PUBLIC SECURITIES YIELD EVOLUTION - OVERALL IMA (CUMULATIVE 12-MONTH %)



⁴ IMA - Fixed-rate indexes calculated on the basis of the evolution of the market value of portfolios composed of public securities. The overall IMA is the result of weighting of the variations of each index; the IRF-M is composed of fixed-rate securities (LTN and NTN-F); the IMA-C, of securities tied to the IGP-M (NTN-C); the IMA-B, composed of securities tied to the IPCA (NTN-B); and the IMA-S, of securities tied to the SELIC rate (LFT). For greater information on the IMA indices, access: http://www.andima.com.br/publicacoes/arqs/edesp_ima_tpf.pdf

⁵ Brazilian Association of Financial and Capital Market Entities.