

(Convenience Translation into English from the Original Previously Issued in Portuguese)

BANCO SUMITOMO MITSUI BRASILEIRO S.A.

BALANCE SHEETS AS OF JUNE 30, 2008 AND 2007

(In thousands of Brazilian reais - R\$)

<u>ASSETS</u>	<u>Note</u>	<u>2008</u>	<u>2007</u>	<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	<u>Note</u>	<u>2008</u>	<u>2007</u>
CURRENT ASSETS		<u>751,543</u>	<u>699,430</u>	CURRENT LIABILITIES		<u>688,508</u>	<u>609,118</u>
Cash		<u>32,473</u>	<u>10,104</u>	Deposits	9	<u>222,942</u>	<u>300,036</u>
Interbank investments	3	<u>116,743</u>	<u>354,670</u>	Demand deposits		16,767	17,213
Money market investments		5,830	323,047	Foreign currency deposits		117	8
Interbank deposits		110,913	31,623	Time deposits		206,057	282,470
Securities and derivatives	4.a	<u>93,617</u>	<u>91,516</u>	Other deposits		1	345
Own portfolio		93,617	91,516	Money market funding	10	<u>35,666</u>	<u>70,718</u>
Interbank accounts		<u>626</u>	<u>481</u>	Own portfolio		35,666	-
Payments and receipts pending settlement		7	10	Third parties		-	70,718
Deposits with Central Bank of Brazil		445	392	Interbank accounts		454	99
Domestic correspondents		174	79	Payments and receipts pending settlement		454	99
Lending operations	5	<u>277,207</u>	<u>88,624</u>	Interbranch accounts		16,717	14,666
Private sector		278,015	88,837	Third-party funds in transit		16,717	14,666
Allowance for loan losses		(808)	(213)	Borrowings and onlendings	11	<u>377,120</u>	<u>149,910</u>
Other receivables		<u>230,505</u>	<u>153,795</u>	Foreign borrowings		274,714	120,085
Foreign exchange portfolio	6	220,870	144,737	Domestic onlendings - BNDES/FINAME		50,660	3,930
Income receivable		41	10	Foreign onlendings		51,746	25,895
Other	7	10,323	9,338	Derivatives	4.b	<u>5,916</u>	<u>2,035</u>
Allowance for losses on other receivables		(729)	(290)	Derivatives		5,916	2,035
Other assets		<u>372</u>	<u>240</u>	Other payables		29,693	71,654
Prepaid expenses		336	193	Collected taxes and other		253	10
Storeroom supplies		36	47	Foreign exchange portfolio	6	22,698	64,549
				Taxes and social security	12.a	4,897	5,335
				Subordinated debt	12.c	181	366
				Other	12.b	1,664	1,394

(Continues)

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(Continuation)

<u>ASSETS</u>	<u>Note</u>	<u>2008</u>	<u>2007</u>	<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	<u>Note</u>	<u>2008</u>	<u>2007</u>
LONG-TERM ASSETS		<u>278,752</u>	<u>271,194</u>	LONG-TERM LIABILITIES		<u>118,229</u>	<u>142,405</u>
Interbank investments	3	<u>21,326</u>	<u>10,360</u>	Deposits	9	<u>41,883</u>	<u>53,205</u>
Interbank deposits		21,326	10,360	Time deposits		41,883	53,205
Securities and derivatives	4.a	<u>246,203</u>	<u>256,119</u>	Domestic onlendings	11	<u>316</u>	<u>4,227</u>
Own portfolio		149,627	207,127	Domestic onlendings - BNDES/FINAME		316	4,227
Subject to repurchase commitments		35,782	-	Other payables		<u>76,030</u>	<u>84,973</u>
Linked to guarantees		60,794	48,992	Taxes and social security	12.a	5,404	4,092
Lending operations	5	<u>814</u>	<u>4,701</u>	Subordinated debt	12.c	63,644	77,016
Private sector		817	4,701	Other	12.b	6,982	3,865
Allowance for loan losses		(3)	-	DEFERRED INCOME		<u>595</u>	<u>569</u>
Other receivables		<u>10,351</u>	<u>-</u>	Deferred income		595	569
Other	7	10,351	-	SHAREHOLDERS' EQUITY	14	<u>226,475</u>	<u>220,093</u>
Other assets		<u>58</u>	<u>14</u>	Capital		<u>409,356</u>	<u>409,356</u>
Prepaid expenses		58	14	Brazilian residents		1	1
PERMANENT ASSETS		<u>3,512</u>	<u>1,561</u>	Foreign residents		409,355	409,355
Investments		<u>25</u>	<u>20</u>	Capital reserve		10,351	10,351
Other		25	20	Adjustment to fair value - securities and derivatives		(3,180)	2,269
Property and equipment in use	8	<u>3,028</u>	<u>1,081</u>	Accumulated deficit		(190,052)	(201,883)
Other		6,252	4,093				
Accumulated depreciation		(3,224)	(3,012)				
Deferred charges		<u>459</u>	<u>460</u>				
Organization and expansion costs		5,258	5,064				
Accumulated amortization		(4,799)	(4,604)				
TOTAL ASSETS		<u>1,033,807</u>	<u>972,185</u>	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>1,033,807</u>	<u>972,185</u>

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