

(A free translation of the original in Portuguese)

**Banco Panamericano S.A.
and Subsidiaries**
**Interim Financial Information at
June 30, 2012
and Report on Review of
Quarterly Information**

(A free translation of the original in Portuguese)

Report on Review of Quarterly Information

To the Board of Directors and Stockholders
Banco Panamericano S.A.

Introduction

We have reviewed the accompanying consolidated interim accounting information of Banco Panamericano S.A. and its subsidiaries (Consolidated) as at June 30, 2012, comprising the balance sheet at that date and the statements of income, changes in equity and cash flows for the quarter and six-month period then ended, and a summary of accounting practices and other explanatory information.

Management is responsible for the preparation and fair presentation of this interim accounting information in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by the Brazilian Central Bank (BACEN), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information. Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Banco Panamericano S.A.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim, consolidated accounting information, referred to above has not been prepared, in all material respects, in accordance with accounting practices adopted in Brazil, applicable to institutions authorized to operate by BACEN and presented in accordance with the standards issued by the CVM, applicable to the preparation of the Quarterly Information.

Emphasis of matters

Regulatory operating limits

Note 29 to the financial statements discloses that the regulatory operating limits as at the reporting date of December 31, 2011 were not compliant with the limits required by BACEN. In 2011, funds of R\$ 1,300 million (Note 21 (d)) were subscribed in the Institution and R\$ 620 million of shareholders' deposits were received for the purpose of restoring equity. During the first six-month period of 2012, funds of R\$ 1,758.9 million (Note 29) were subscribed by the Bank's stockholders, of which R\$ 1,204.4 million (Note 29) was subscribed by the Bank's controlling stockholders. This capital subscription was approved by BACEN on June 8, 2012. Our conclusion is not qualified in respect of this matter.

Deferred tax assets

As described in Note 31, at June 30, 2012, there were deferred tax assets in the amount of R\$ 2,766 million, recognized based on financial projections and a business plan reviewed at December 31, 2011 and approved by the Board of Directors. The realization of these tax assets is contingent on the achievement of the projected figures and implementation of the business plan as approved by the management bodies. Our conclusion is not qualified in respect of this matter.

Banco Panamericano S.A.

Other matters

Interim statements of value added

We have also reviewed the consolidated statements of value added for the quarter ended March 31, 2012 and the quarter and six-month period ended June 30, 2012, prepared under the responsibility of the Bank's management, and which are required to be presented in the interim information in accordance with standards issued by CVM applicable to the preparation of Quarterly Information (ITR). These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been prepared, in all material respects, in relation to the consolidated interim accounting information taken as a whole.

Supplementary information

The amounts included in the consolidated balance sheet as at March 31, 2012, and in the corresponding statements of income, changes in equity and cash flows for the first quarter of 2012, are being presented by the Bank's management to provide additional information on Banco Panamericano S.A. and its subsidiaries. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been prepared, in all material respects, in accordance with the consolidated interim accounting information referred to in the introductory paragraph, taken as a whole.

São Paulo, August 6, 2012

PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5

Edison Arisa Pereira
Contador CRC 1SP127241/O-0

BANCO PANAMERICANO S.A. - CONSOLIDATED
BALANCE SHEETS

(In thousands of reais)

ASSETS	Explanatory note	30/06/2012	31/03/2012	30/06/2011	LIABILITIES AND EQUITY	Explanatory note	30/06/2012	31/03/2012	30/06/2011
CURRENT ASSETS		<u>6.251.530</u>	<u>6.517.911</u>	<u>5.589.341</u>	CURRENT LIABILITIES		<u>6.849.799</u>	<u>7.236.884</u>	<u>6.195.504</u>
Available funds	5	12.861	18.796	8.702	Deposits	15.a	3.204.010	3.638.184	1.709.846
Short-term interbank investments	6.a	1.372.796	2.138.761	927.562	Demand deposits		52.737	63.767	41.353
Money market investments		1.215.125	1.975.552	612.189	Interbank deposits		2.179.152	3.166.006	128.939
Interbank deposits		157.671	163.209	315.373	Time deposits		972.121	408.411	1.539.554
Marketable securities and derivative financial instrum	7	193.725	122.680	126.623	Money market funding	15.b	455.963	780.960	166.995
Own portfolio		141.141	86.343	121.606	Own portfolio		440.048	777.962	116.996
Derivative financial instruments	7.c	52.305	36.042	4.984	Third-party portfolio		15.915	2.998	49.999
Subject to guarantees		278	273	-	Funds from acceptance and issuance of securities	15.c	797.939	591.386	14.332
Other investments		1	22	33	Funds from real estate letters of credit, mortgage notes and similar		380.285	205.002	-
Interbank accounts		60.776	21.530	20.921	Securities issued abroad		417.654	386.384	14.332
Unsettled payments and receipts		40.283	10.783	10.843	Interbank accounts		293.792	357.958	1.332.211
Restricted deposits – Brazilian Central Bank		1.149	1.019	936	Unsettled receipts and payments		4.223	4.035	5.780
Correspondent banks - local		19.344	9.728	9.142	Correspondent banks - local	16	289.569	353.923	1.326.431
Interdepartmental accounts		-	181	105	Interdepartmental accounts		10.853	5.424	1.437
Internal transfer of funds		-	181	105	Third-party funds in transit		10.853	5.424	1.437
Loan operations	8	2.607.815	2.419.449	1.976.247	Derivative financial instruments	7.c	971	28.833	272.820
Loan operations - private sector		3.485.402	3.208.496	2.586.240	Derivative financial instruments		971	28.833	272.820
Allowance for loan losses	8.d	(877.587)	(789.047)	(609.993)	Other liabilities		2.086.271	1.834.139	2.697.863
Leasing operations	8	200.096	225.642	326.020	Collection and payment of taxes and similar		37.670	13.703	14.236
Lease receivables		242.530	272.558	355.297	Social and statutory payables		37	14.682	11
Allowance for doubtful lease receivables	8.d	(42.434)	(46.916)	(29.277)	Tax and social security contributions	19.a	126.320	141.722	88.879
Other receivables		1.671.067	1.448.359	2.060.119	Technical provisions for insurance and private pension plans	20.d	124.109	126.710	106.702
Foreign exchange portfolio	8 and 9	301.894	195.910	-	Negotiation and intermediation of securities		1.145	14.662	610
Income receivable		9.904	9.249	6.683	Subordinated debt	17	51.694	76.736	22.007
Negotiation and intermediation of securities		14.932	1.486	10.427	Sundry	19.b	1.745.296	1.445.924	2.465.418
Insurance premiums receivable		10.179	11.858	9.541					
Sundry	10	961.162	844.831	1.588.881					
Notes and credits receivable	8 and 10	397.030	407.607	513.022					
Allowance for loss	8.d	(24.034)	(22.582)	(68.435)					
Other assets		132.394	122.513	143.042					
Other assets	11.a	116.606	105.134	152.865					
Valuation allowance	11.a	(82.874)	(74.934)	(96.415)					
Prepaid expenses	11.b	98.662	92.313	86.592					



	Explanatory note					Explanatory note		
		30/06/2012	31/03/2012	30/06/2011		30/06/2012	31/03/2012	30/06/2011
ASSETS								
LONG-TERM RECEIVABLES		8.386.337	8.265.246	6.457.904		5.091.824	5.375.070	4.667.790
Interbank investments	6.a	89.893	105.067	135.226	15.a	1.569.219	2.117.324	1.809.244
Interbank deposits		89.893	105.067	135.226		80.540	23.237	7.224
Marketable securities and derivative financial instrum	7	1.580.388	1.645.288	1.035.197	15.b	109.197	106.963	117.170
Own portfolio		721.063	560.335	229.108		109.197	106.963	117.170
Subject to repurchase agreements		567.022	934.795	325.316	15.c	1.473.701	933.230	770.432
Derivative financial instruments	7.c	210.464	79.209	17.790		890.277	407.303	5.714
Subject to guarantees		81.839	70.949	462.983		583.424	525.927	764.718
Loan operations	8	4.024.461	3.571.166	2.858.226	7.c	209	22.514	164.217
Loan operations - private sector		4.428.487	3.884.414	3.062.145		209	22.514	164.217
Allowance for loan losses	8.d	(404.026)	(313.248)	(203.919)		1.939.498	2.195.039	1.806.727
Leasing operations	8	209.964	274.201	487.222	19.a	754.354	768.255	706.215
Lease receivables		254.490	315.358	530.975	17	1.020.753	911.050	965.953
Allowance for doubtful lease receivables	8.d	(44.526)	(41.157)	(43.753)	19.b	164.391	515.734	134.559
Other receivables		2.252.088	2.473.830	1.755.143				
Specific receivables		3.119	3.124	-				
Sundry	10	2.248.969	2.470.706	1.755.143		1.353	1.366	143
Other assets		229.543	195.694	186.890		1.353	1.366	143
Prepaid expenses	11.b	229.543	195.694	186.890				
PERMANENT ASSETS		32.878	32.447	45.847		23	27	1.934
Investments		1.026	1.025	1.019		23	27	1.934
Other investments	12.b	1.026	1.025	1.019				
Property and equipment in use	13	10.255	12.054	36.034		2.727.746	2.202.257	1.227.721
Property		3.162	5.222	30.222	21	2.867.020	1.108.091	1.108.091
Equipment		-	566	-		2.779.516	1.020.586	1.012.648
Other fixed assets in use		37.720	36.899	37.662		87.504	87.505	95.443
Accumulated depreciation		(30.627)	(30.633)	(31.850)		-	971.523	-
Intangible assets	14	21.597	19.368	8.794		172	172	172
Intangible assets		33.582	29.518	17.571		290.121	290.121	-
Accumulated amortization		(11.985)	(10.150)	(8.777)		1.077	519	(13)
TOTAL ASSETS		14.670.745	14.815.604	12.093.092		(430.644)	(168.169)	119.471
					LIABILITIES AND EQUITY			
					LONG-TERM LIABILITIES			
					Deposits			
					Interbank deposits			
					Time deposits			
					Money market funding			
					Own portfolio			
					Funds from acceptance and issuance of securities			
					Funds from real estate letters of credit, mortgage notes and similar			
					Securities issued abroad			
					Derivative financial instruments			
					Derivative financial instruments			
					Other liabilities			
					Tax and social security contributions			
					Subordinated debt			
					Sundry			
					DEFERRED INCOME			
					Deferred income			
					NON-CONTROLLING INTEREST			
					Non-controlling interest			
					EQUITY			
					Capital			
					Local residents			
					Foreign residents			
					Capital increase			
					Capital reserves			
					Revenue reserve			
					Carrying value adjustments			
					Retained earnings (accumulated deficit)			
					TOTAL LIABILITIES AND EQUITY			
						14.670.745	14.815.604	12.093.092

The accompanying notes are an integral part of the consolidated quarterly information.



BANCO PANAMERICANO S.A. - CONSOLIDATED

STATEMENTS OF INCOME
QUARTERS ENDED JUNE 30, 2012 AND MARCH 31, 2012 AND SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND JUNE 30, 2011

(In thousands of reais)

	Explanatory note	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
INCOME FROM FINANCIAL INTERMEDIATION					
Loan operations	8.h	809.526	871.734	1.681.260	1.574.473
Leasing operations		449.179	802.753	1.251.932	1.579.497
Marketable securities	7.d	25.571	36.642	62.213	110.561
Derivative financial instruments	7.c	78.467	60.458	138.925	127.238
Foreign exchange transactions		225.980	(33.793)	192.187	(242.851)
		30.329	5.674	36.003	28
EXPENSES FOR FINANCIAL INTERMEDIATION					
Money market funding	15.d	(865.529)	(593.314)	(1.458.843)	(803.224)
Borrowings and onlendings		(424.029)	(252.183)	(676.212)	(303.973)
Provision for loan losses	8.d	(159)	(31)	(190)	(15)
		(441.341)	(341.100)	(782.441)	(499.236)
GROSS PROFIT FROM FINANCIAL INTERMEDIATION					
		(56.003)	278.420	222.417	771.249
OTHER OPERATING INCOME(EXPENSES)					
Income from services rendered	22	(357.378)	(299.979)	(657.357)	(716.292)
Income from earned insurance premiums		61.528	75.243	136.771	160.551
Expenses for retained claims		23.149	26.915	50.064	71.337
Personnel expenses	23	(6.502)	(11.819)	(18.321)	(43.955)
Other administrative expenses	24	(47.345)	(44.040)	(91.385)	(34.435)
Taxes	25	(234.441)	(301.437)	(535.878)	(758.093)
Other operating income	26.a	(27.485)	(34.493)	(61.978)	(74.106)
Other operating expenses	26.b	(13.461)	141.127	127.666	196.447
		(112.821)	(151.475)	(264.296)	(234.038)
OPERATING PROFIT (LOSS)					
		(413.381)	(21.559)	(434.940)	54.957
NON-OPERATING EXPENSES					
	27	(24.992)	(10.494)	(35.486)	(70.966)
RESULT BEFORE TAXES ON INCOME AND PROFIT SHARING					
		(438.373)	(32.053)	(470.426)	(16.009)
PROVISION FOR INCOME TAX AND SOCIAL CONTRIBUTION					
Provision for income tax	31.a	175.893	34.943	210.836	66.865
Provision for social contribution		28.298	(44.631)	(16.333)	(37.445)
Deferred tax assets		10.085	(27.991)	(17.906)	(13.597)
		137.510	107.565	245.075	117.907
NON-CONTROLLING INTEREST					
		5	3	8	(232)
(LOSS) NET INCOME					
		(262.475)	2.893	(259.582)	50.624

The accompanying notes are an integral part of the consolidated quarterly information.



BANCO PANAMERICANO S.A. - CONSOLIDATED

STATEMENTS OF VALUE ADDED FOR
 QUARTERS ENDED JUNE 30, 2012 AND MARCH 31, 2012 AND SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND JUNE 30, 2011

(In thousands of reais)

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
INCOME	215.264	521.849	737.119	940.322
Financial intermediation	809.526	871.734	1.681.260	1.574.473
Services rendered	61.528	75.243	136.771	160.551
Allowance for loan losses	(441.341)	(341.100)	(782.441)	(499.236)
Other operating income (expenses)	(214.449)	(84.028)	(298.471)	(295.466)
EXPENSES FOR FINANCIAL INTERMEDIATION	(424.188)	(252.214)	(676.402)	(303.988)
GOODS AND SERVICES ACQUIRED FROM THIRD PARTIES	(147.889)	(216.247)	(364.136)	(535.153)
Materials, electricity and others	(661)	(1.279)	(1.940)	(1.085)
Outsourced services	(60.643)	(50.267)	(110.910)	(91.592)
Commissions paid to storeowners and promoters	(86.585)	(164.701)	(251.286)	(442.476)
GROSS VALUE ADDED	(356.813)	53.388	(303.419)	101.181
DEPRECIATION AND AMORTIZATION	(2.037)	(1.280)	(3.317)	(2.403)
NET VALUE ADDED PRODUCED BY THE INSTITUTION	(358.850)	52.108	(306.736)	98.778
TOTAL VALUE ADDED TO BE DISTRIBUTED	(358.850)	52.108	(306.736)	98.778
DISTRIBUTION OF VALUE ADDED	(358.850)	52.108	(306.736)	98.778
Personnel	39.650	37.133	76.783	29.078
Salaries	30.200	29.712	59.916	23.530
Benefits	6.561	5.160	11.721	2.579
Employee severance indemnity fund (FGTS)	2.564	2.064	4.628	2.671
Other	325	197	518	298
Taxes, charges and contributions	(140.712)	6.550	(134.162)	12.598
Federal	(146.556)	432	(146.124)	(272)
State	271	-	271	3
Municipal	5.573	6.118	11.691	12.867
Creditors	4.698	5.535	10.233	6.246
Rents	4.698	5.535	10.233	6.246
Remuneration of own capital	(262.486)	2.890	(259.590)	50.856
(Accumulated deficit)/ Retained earnings	(262.475)	2.893	(259.582)	50.624
Non-controlling interest in retained earnings	(11)	(3)	(8)	232

The accompanying notes are an integral part of the consolidated quarterly information.



BANCO PANAMERICANO S.A.

STATEMENT OF CHANGES IN PARENT COMPANY EQUITY
 QUARTERS ENDED JUNE 30, 2012 AND MARCH 31, 2012 AND SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND JUNE 30, 2011

(In thousands of reais)

	Capital	Increase	Revaluation reserve	Revenue reserves		Adjustment reserve adjustments	Retained earnings (accumulated deficit)	Total
				Legal	Equity			
AT DECEMBER 31, 2010	1.108.091	-	172	-	-	5	(1.089.118)	19.150
Prior-year adjustments (Note 21.e)	-	-	-	-	-	-	(148.035)	(148.035)
ADJUSTED BALANCES AT DECEMBER 31, 2010	1.108.091	-	172	-	-	5	(1.237.153)	(128.885)
Shareholders' deposits (Note 21.d)	-	-	-	-	-	-	1.300.000	1.300.000
Reversal of interest on own capital for 1st Six-month Peirod of 2010 (Note 21.c)	-	-	-	-	-	-	6.000	6.000
Carrying value adjustments	-	-	-	-	-	(18)	-	(18)
Net income	-	-	-	-	-	-	50.624	50.624
AT JUNE 30, 2011	1.108.091	-	172	-	-	(13)	119.471	1.227.721
AT DECEMBER 31, 2011	1.108.091	-	172	3.012	116.047	(34)	-	1.227.288
Carrying value adjustments	-	-	-	-	-	553	-	553
Capital increase (Note 21.a)	-	971.523	-	-	-	-	-	971.523
Net income	-	-	-	-	-	-	2.893	2.893
AT MARCH 31, 2012	1.108.091	971.523	172	3.012	116.047	519	2.893	2.202.257
Carrying value adjustments	-	-	-	-	-	558	-	558
Capital increase (Note 21.a)	1.758.929	(971.523)	-	-	-	-	-	787.406
Net loss	-	-	-	-	-	-	(262.475)	(262.475)
AT JUNE 30, 2012	2.867.020	-	172	3.012	116.047	1.077	(259.582)	2.727.746
AT DECEMBER 31, 2011	1.108.091	-	172	3.012	116.047	(34)	-	1.227.288
Carrying value adjustments	-	-	-	-	-	1.111	-	1.111
Capital increase (Note 21.a)	1.758.929	-	-	-	-	-	-	1.758.929
Net loss	-	-	-	-	-	-	(259.582)	(259.582)
AT JUNE 30, 2012	2.867.020	-	172	3.012	116.047	1.077	(259.582)	2.727.746

The accompanying notes are an integral part of the consolidated quarterly information.



BANCO PANAMERICANO S.A. - CONSOLIDATED

STATEMENTS OF CASH FLOWS
 QUARTERS ENDED JUNE 30, 2012 AND MARCH 31, 2012 AND SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND JUNE 30, 2011

(In thousands of reais)

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
CASH FLOWS FROM OPERATING ACTIVITIES				
(LOSS) NET INCOME	(262.475)	2.893	(259.582)	50.624
Adjustments not affecting cash flows:				
Depreciation and amortization	2.037	1.280	3.317	2.403
(Reversal of) Provision for loss on repossessed assets	7.826	(2.965)	4.861	(23.549)
Loss on sale of repossessed assets	17.851	13.526	31.377	70.995
Profits or dividends received	-	-	-	(15)
Loss(gain) on sale of property and equipment	(685)	(61)	(746)	(1)
Provision for loan losses	441.341	341.100	782.441	499.236
Income tax and social contribution - deferred	(175.893)	(34.943)	(210.836)	(66.865)
Technical provisions for insurance and private pension plans	(2.601)	10.991	8.390	(22.776)
Carrying value adjustments	558	553	1.111	(18)
Adjusted net income	27.959	332.374	360.333	510.034
Changes in assets and liabilities:				
Decrease (Increase) in short-term interbank investments	991.131	(369.888)	621.243	38.254
Decrease (Increase) in marketable securities	171.391	(541.548)	(370.157)	(581.929)
(Increase) Decrease in financial derivative instruments	(197.685)	41.866	(155.819)	(29.923)
(Increase)Decrease in loan operations	(641.661)	487.896	(153.765)	2.513.077
Decrease in leasing operations	89.783	100.312	190.095	196.654
Increase in other receivables	(264.414)	(625.256)	(889.670)	(1.236.582)
(Increase)Decrease in other assets	(49.688)	33.634	(16.054)	121.348
(Decrease) Increase in deposits	(982.279)	533.992	(448.287)	(2.066.718)
(Decrease) Increase in money market funding	(322.763)	371.494	48.731	167.634
(Decrease) Increase in interbank accounts	(103.412)	34.933	(68.479)	(477.347)
Increase (Decrease) in other liabilities	207.458	(706.682)	(499.224)	(22.333)
Increase in interbank accounts	5.610	1.434	7.044	1.721
(Decrease) Increase in deferred income	(13)	1.027	1.014	(3.403)
NET CASH USED IN OPERATING ACTIVITIES	(1.068.583)	(304.412)	(1.372.995)	(869.513)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Sale of property and equipment in use	1.879	73	1.952	469
Sale of intangible assets	-	-	-	24
Sale of repossessed assets	21.253	18.284	39.537	92.292
Acquisition of property and equipment in use	(123)	(932)	(1.055)	(494)
Investments in intangible assets	(3.681)	(6.396)	(10.077)	(2.209)
Acquisition of repossessed assets	(40.977)	(33.764)	(74.741)	(161.041)
NET CASH USED IN INVESTING ACTIVITIES	(21.649)	(22.735)	(44.384)	(70.959)
CASH FLOWS FROM FINANCING ACTIVITIES:				
Issue of financial bills	472.650	150.300	622.950	5.668
Decrease in securities issued abroad	(13.142)	(13.595)	(26.737)	(24.920)
Decrease in subordinated debt	(40.071)	-	(40.071)	(45.562)
Issue/Redemption of agribusiness letters of credit	117.468	146.800	264.268	-
Capital increase	787.406	971.523	1.758.929	-
Funds from stockholders	-	-	-	1.300.000
Reversal of interest on own capital for 1H10	-	-	-	6.000
Change in non-controlling interest	(4)	(5)	(9)	232
NET CASH PROVIDED BY FINANCING ACTIVITIES	1.324.307	1.255.023	2.579.330	1.241.418
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	234.075	927.876	1.161.951	300.946
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	993.926	66.050	66.050	395.433
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (Note 5)	1.228.001	993.926	1.228.001	696.379

The accompanying notes are an integral part of the consolidated quarterly information.

(A free translation of the original in Portuguese)



NOTES TO THE CONSOLIDATED QUARTERLY INFORMATION

(In thousands of reais, unless otherwise stated)

1) OPERATIONS

Banco Panamericano S.A. (the Bank or Institution) is a corporation authorized to operate as a multi-service bank. The Bank is primarily engaged in consumer lending operations, offering personal credit lines, paycheck-deductible loans, financing for the purchase of vehicles, machinery and equipment, as well as for companies. Through its direct and indirect subsidiaries, the Bank is also engaged in the leasing of vehicles and other assets, insurance coverage for installment credit, group personal accident, income protection from chance events (unemployment insurance), group life and compulsory automobile insurance (DPVAT), as well as offering consortium purchase plans for vehicles and real estate. The benefits of services rendered between the Group companies and the costs of operational and administrative structures are absorbed, jointly or individually, by these companies.

As a business strategy and for the purpose of securing the necessary funding for its operations, the Bank has adopted the policy of assigning the receivables comprising its loan portfolio to other financial institutions and receivables investment funds (FIDC) set up for this purpose. The loan assignments are part of the Bank's operational strategy and the corresponding revenue and expenses are recognized immediately (Note 3(g)). These results are recorded in the Bank's individual quarterly information under 'Income from financial intermediation', and, where applicable, the amount related to FIDC operations is eliminated and recognized over the period of the loan operations, for purposes of the consolidated quarterly information, as described in Note 2.

On May 27, 2011, Banco BTG Pactual S.A. completed the purchase of all of the shares held by Silvio Santos Participações S.A. and BF Utilidades Domésticas Ltda. in Banco Panamericano S.A., which comprised 67,259,328 common shares and 24,712,286 preferred shares, all of which were nominative, registered shares of the Bank with no par value. The Collegiate Board of the Brazilian Central Bank (BACEN) had already pronounced favorably on this transfer of control of the Bank's shares at a meeting held on March 30, 2011 and subsequently ratified the share transfer on June 13, 2011.

Following the completion of this transaction, CAIXA and Banco BTG Pactual became the controlling stockholders of Banco Panamericano, in accordance with the shareholders' agreement formalized on January 31, 2011.

As a result of the above, CAIXA and Banco Panamericano, with Banco BTG Pactual S.A. as the intervening party, entered into an Operational Cooperation Agreement, effective for a period of eight years (which may be extended), whereby CAIXA undertakes to acquire loans from the Bank, whenever the latter wishes to assign them, without co-obligation, up to the amount of R\$8.0 billion, as well as to strengthen liquidity through the acquisition of interbank deposits (DI), which will be supported by a credit limit of up to R\$2.0 billion, without any subsidy in these transactions.

Banco BTG Pactual S.A. filed a request with the Brazilian Securities Commission (CVM) on June 17, 2011 for a public offering of preferred shares of Banco Panamericano to the other shareholders, at the same price paid for the shares to the former controlling stockholder. On September 16, 2011, the auction for the Public Offer for the Acquisition of Shares was held via the electronic trading platform at BM&FBOVESPA – Bolsa de Valores, Mercadorias e Futuros. At this auction, BTG Pactual S.A. acquired 4,552 preferred shares of Panamericano, comprising 0.004% of this type of share, with the holders of 656 preferred shares of the Institution opting to sell their shares through receipt of the option in cash, as defined in the Public Offer Notice and the others holding 3,896 preferred shares of the Institution, opting to sell their shares through receipt of the option in installments as defined in the Notice.

Following the acquisition of the preferred shares at this auction, Banco BTG Pactual now holds 24,716,838 preferred shares of the Institution and a 37.64% ownership interest in the capital of Panamericano.

The Bank's ownership structure, subsequent to the completion of the Public Offer, is as follows:

Stockholders	Common	%	Preferred	%	Total	%
Banco BTG Pactual S.A.	149,156,346	51.00	33,114,219	13.65	182,270,565	34.06
Caixa Participações S.A. - Caixapar	143,307,049	49.00	54,802,722	22.59	198,109,771	37.02
Board of Directors	5	-	-	-	5	-
Outstanding	-	-	154,695,734	63.76	154,695,734	28.91
Total	292,463,400	100.00	242,612,675	100.00	535,076,075	100.00

The above share ownership structure considers the capital increase approved at the Extraordinary General Meeting held on January 18, 2012, with the subscription and payment of a total of 160,582,372 common shares and 130,149,763 preferred shares, at the issue price of R\$ 6.05 per common or preferred share, totaling the R\$ 1,758,929. The process was ratified by BACEN on June 8, 2012.

2) PRESENTATION OF THE CONSOLIDATED QUARTERLY INFORMATION

The parent company quarterly information of Banco Panamericano S.A. ("Bank") is presented together with the consolidated quarterly information of the Bank and its subsidiaries and special-purpose entities, which are the receivables investment funds known as FIDCs, ("Consolidated"), and have been prepared in accordance with accounting practices adopted in Brazil applicable to institutions authorized to operate by BACEN, in compliance with the provisions of Law 4595/64 (National Financial System Law) and Law 6404/76 (Brazilian Corporation Law) and the changes introduced by Law 11638/07 and 11941/09, for recording the transactions, and the standards and instructions established by BACEN, Resolutions of the National Monetary Council (CMN), the National Council of Private Insurance (CNSP), the Superintendency of Private Insurance (SUSEP) and the CVM, where applicable.

The Brazilian accounting standards board (CPC) has issued pronouncements related to the convergence of international accounting standards, approved by the CVM, although not all of these have been ratified by BACEN. Accordingly, in the preparation of consolidated quarterly information, where applicable, the Bank adopted the following pronouncements which have already been ratified by BACEN:

1. CPC 01 - Impairment of Assets – ratified by CMN Resolution 3566/08
2. CPC 03 – Statement of Cash Flows – ratified by CMN Resolution 3604/08
3. CPC 05 – Related-Party Disclosures – ratified by CMN Resolution 3750/09
4. CPC 25 – Provisions, Contingent Liabilities and Contingent Assets – ratified by CMN Resolution 3823/09
5. CPC 24 – Subsequent Events – ratified by CMN Resolution 3973/11
6. CPC 10 (R1) – Share-based Compensation – ratified by CMN Resolution 3989/11.
7. CPC 23 – Accounting Policies, Changes in Estimates and Correction of Errors – ratified by CMN Resolution 4007/11.

The consolidated quarterly information, for the quarter ended June 30, 30/06/2012, was authorized for issue by the Board of Directors and Executive Board on August 6, 2012.

The subsidiaries included in the consolidation and the respective equity interests of the parent company are as follows:

	Total Equity Interest - %		
	30/06/2012	31/03/2012	30/06/2011
Direct subsidiaries:			
Panamericano Arrendamento Mercantil S.A.	99.97	99.97	99.97
Panamericana de Seguros S.A.	99.99	99.99	98.75
Panserv Prestadora de Serviços Ltda.	99.99	99.99	-
Panamericano Adm. e Corretagem de Seguros e de Prev. Privada Ltda.	99.99	99.99	-
Indirect subsidiary:			
Panamericano Administradora de Consórcio Ltda.	99.99	99.99	99.01
Special-Purpose Entities (SPEs):			
Caixa Fundo de Investimento em Direitos Creditórios CDC Veículos do Banco Panamericano ("Caixa CDC FIDC") (a) (b)	100.00	100.00	100.00
Caixa Fundo de Investimento em Direitos Creditórios Master CDC Veículos do Banco Panamericano ("Caixa Master CDC FIDC") (a) (c)	100.00	100.00	100.00
Fundo de Investimento em Direitos Creditórios F BP – Financeiro ("FIDC F BP") (a)	100.00	100.00	100.00

(a) The percentage is represented by the subordinated quotas and/or by the co-obligation for the loans assigned to the Receivables Investment Funds (FIDCs), held by the Bank. For the purpose of the consolidated quarterly information presentation, the FIDCs were consolidated in accordance with CVM Instruction 408/04 and CVM Official Letter 001/07.

(b) Formerly Autopan Fundo de Investimento em Direitos Creditórios Originários de CDC Veículos ("Autopan FIDC").

(c) Formerly Master Pan Fundo de Investimento em Direitos Creditórios Originários de CDC Veículos ("Master Pan FIDC").

Consolidated Quarterly Information

Upon consolidation, intercompany investments, asset and liability account balances, income from transactions between the Bank and its direct and indirect subsidiaries, and income from transactions between the Bank and the FIDCs were eliminated. The non-controlling interest in equity and the results of investees are disclosed separately in the balance sheet and consolidated statement of income.

In the consolidation process of the FIDCs, the balance of the portfolio of loan assignment receivables was included in the Bank's loan operations portfolio, with the corresponding recording of the financing under the heading "Other Liabilities - Sundry", net of the balance of investments in investment fund quotas, comprising the subordinated quotas held by the Bank in the FIDCs. Unrealized profits arising from the assignment of the loans of the Bank to the FIDCs have been fully eliminated as an adjustment to income from loan operations.

Income arising from credit rights appropriated by the FIDCs was recorded under "Income from loan operations" in the statement of income, and the cost of financing was recorded under "Money market funding". The income earned by the Bank from the appreciation of its quotas in the funds, which was originally recorded in the "Securities transactions" account, was eliminated against the account "Money market funding" to nullify its effect on the cost of funding.

Leasing operations are stated at present value in the balance sheet, and the related revenue and expenses, which comprise the financial result on these operations, are presented under "Leasing operations".

Subsidiaries – the financial position of the direct and indirect subsidiaries, included in the consolidated quarterly information may be summarized as follows, not including the eliminations and reclassifications made upon consolidation:

Subsidiaries	Direct										Indirect		
	Panamericano Arrendamento Mercantil S.A.			Panserv Prest. de Serviços Ltda.		Panamericano Adm. e Corret. de Seguros e Prev. Priv. Ltda.		Panamericana de Seguros S.A.			Panamericano Adm. de Consórcio Ltda.		
	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2012	31/03/2012	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011
Assets													
Current assets	44,032	149,126	145,097	6,033	2,082	11	14	91,555	49,633	59,250	3,820	3,261	4,052
Long-term receivables	186,769	203,531	234,855	4,914	916	115	-	215,788	241,453	203,422	30,007	27,636	25,566
Permanent assets	1,057,786	1,210,456	1,602,877	10,706	8,625	21	-	16,440	16,332	38,708	86	93	141
Total assets	1,288,587	1,563,113	1,982,829	21,653	11,623	147	14	323,783	307,418	301,380	33,913	30,990	29,759
Liabilities and equity													
Current liabilities	407,292	565,337	758,355	14,416	6,660	335	22	139,530	135,010	122,783	6,953	5,584	6,177
Long-term liabilities	807,703	907,144	1,088,838	72	-	-	-	31,405	30,769	26,685	10,878	11,755	10,872
Equity	73,592	90,632	135,636	7,165	4,963	(188)	(8)	152,848	141,639	151,912	16,082	13,651	12,710
Total liabilities and equity	1,288,587	1,563,113	1,982,829	21,653	11,623	147	14	323,783	307,418	301,380	33,913	30,990	29,759

Statement of Income	2Q12				
	Panamericano Arrendamento Mercantil S.A.	Panserv Prest. de Serviços Ltda.	Panamericano Adm. e Corret. de Seguros e Prev. Priv. Ltda.	Panamericana de Seguros S.A.	Panamericano Adm.Consórcio Ltda.
Gross profit from financial intermediation	(5,054)	40	2	4,955	399
Other operating income (expenses)	(25,238)	3,295	(79)	9,905	3,276
Equity in the results of investees	511	-	-	1,920	-
Non-operating result	821	-	-	680	-
Income tax and social contribution	11,920	(1,132)	-	(6,209)	(1,245)
Net income (loss)	(17,040)	2,203	(77)	11,251	2,430

Statement of Income	1Q12				
	Panamericano Arrendamento Mercantil S.A.	Panserv Prest. de Serviços Ltda.	Panamericano Adm. e Corret. de Seguros e Prev. Priv. Ltda.	Panamericana de Seguros S.A.	Panamericano Adm.Consórcio Ltda.
Gross profit from financial intermediation	(3,977)	60	1	4,951	472
Other operating income (expenses)	(17,387)	2,625	(89)	8,474	672
Equity in the results of investees	159	-	-	599	-
Non-operating result	1,258	-	-	-	-
Income tax and social contribution	7,915	(738)	-	(5,375)	(385)
Net income (loss)	(12,032)	1,947	(88)	8,649	759

Statement of Income	1H12				
	Panamericano Arrendamento Mercantil S.A.	Panserv Prest. de Serviços Ltda.	Panamericano Adm. e Corret. de Seguros e Prev. Priv. Ltda.	Panamericana de Seguros S.A.	Panamericano Adm.Consórcio Ltda.
Gross profit from financial intermediation	(9,031)	100	3	9,906	871
Other operating income (expenses)	(42,625)	5,920	(168)	18,379	3,948
Equity in the results of investees	670	-	-	2,519	-
Non-operating result	2,079	-	-	680	-
Income tax and social contribution	19,835	(1,870)	-	(11,584)	(1,630)
Net income (loss)	(29,072)	4,150	(165)	19,900	3,189

Statement of Income	1H11		
	Panamericano Arrendamento Mercantil S.A.	Panamericana de Seguros S.A.	Panamericano Adm.Consórcio Ltda.
Gross profit from financial intermediation	36,544	10,678	1,052
Other operating income (expenses)	(27,818)	17,817	76
Equity in the results of investees	183	688	-
Non-operating result	1,083	-	9
Income tax and social contribution	19,705	(11,371)	(266)
Net income (loss)	29,697	17,812	871

Receivables Investment Funds (FIDCs) – Since the Bank remains responsible for the control over the receivables assigned to the Funds (in terms of receiving, transfer and collection) and meets the other consolidation conditions established by CVM Instruction 408/04, management consolidated the quarterly information of the FIDCs.

The FIDCs were organized under the terms of prevailing regulations for qualified investors, and have the following characteristics:

FIDC	Administrator	Type of fund	Duration	Amortization
Caixa CDC FIDC	Caixa Econômica Federal ("CAIXA")	Open-ended fund	No stated duration	Amortization of quotas will not be permitted, and their amounts shall be settled upon redemption.
Caixa Master CDC FIDC	Caixa Econômica Federal ("CAIXA")	Open-ended fund	No stated duration	Amortization of quotas will not be permitted, and their amounts shall be settled upon redemption.
FIDC F BP Financeiro	BEM DTVM Ltda.	Open-ended fund	No stated duration	No qualifying period applies to senior quota redemption. In the case of redemption requests made before 2 p.m., payment shall be made on the same day. However, if there is a liquidity shortage on the date of payment, the Administrator can propose a new redemption date.

I. Name, nature, purpose and activities of the FIDCs.

The purpose of the FIDCs is mainly to acquire credit rights arising from loan operations, comprising credit facility agreements for the purchase of vehicles (cars and motorcycles), of the direct consumer credit type (CDC), entered into by the Bank (assignor) and its customers.

As established by their regulations, the FIDCs will seek to obtain, but do not guarantee that they will obtain the following yields in relation to the Interbank Deposit (DI) rate:

Fund	%
Caixa CDC FIDC	108
Caixa Master CDC FIDC	112
FIDC F BP - Financeiro	SELIC + 2% p.a.

II. Share in the equity and results of FIDCs.

In accordance with Article 24, item XV, of CVM Instruction 356/01, and the wording of CVM Instruction 393/03, the minimum required ratio of the FIDCs' equity to the value of the senior quotas is presented below:

Fund	%
Caixa CDC FIDC	130
Caixa Master CDC FIDC (a)	130
FIDC F BP - Financeiro	80

(a) At the Extraordinary Meeting of Stockholders held on March 16, 2009, a decision was made to include, in the regulations of this Fund, the permission to split the subordinated quotas into special classes. Since July 2009, Banco Panamericano has subscribed only a portion of the subordinated quotas. At June 30, 2012, the Bank has subordinated quotas in the amount of R\$ 325,179 of a total of R\$ 561,975 (at March 31, 2012 and June 30, 2011, these amounts comprised, respectively, R\$ 499,389 of a total of R\$ 730,706 and R\$ 832,435 of a total of R\$ 1,043,650).

The difference in the FIDCs' equity is represented by the subordinated quotas. This ratio will be determined daily and will be communicated to the quotaholders monthly.

III. Nature of the Bank's involvement with the FIDCs and type of exposure to loss, if any, arising from this involvement.

The Bank has no co-obligation in the assignments of realized or unrealized credit rights with FIDC F BP Financeiro, Caixa CDC FIDC and Caixa Master CDC FIDC. The Bank subscribes to and shall maintain a minimum of 30% of the FIDC's net assets in subordinated quotas. In the event of noncompliance, the Bank, as a subordinated shareholder, when notified, has the possibility but not the obligation to subscribe for new subordinated quotas to maintain the subordination ratio and, similarly, has the possibility but not the obligation to buy back nonperforming contracts, as the Bank's risk is limited to the amount of the subordinated quotas already subscribed.

IV. Amount and nature of receivables and payables between the Bank and the FIDCs, assets transferred by the Bank and rights of use of the FIDCs' assets.

For the first six-month period of 2011, the Bank assigned loans to the FIDCs in the amount of R\$ 379,707, without co-obligation (there were no assignments to FIDCs in 2012). The loan assignments generated an income, for 1H11, of R\$ 79,018, recognized in full in the parent company statement of income for the period, in the result of marketable securities, which was eliminated upon consolidation of the quarterly information.

Additionally, on account of its investment in subordinated quotas in Caixa CDC FIDC, in Caixa Master CDC FIDC and in FIDC F BP Financeiro, an expense of R\$ 51,015 and R\$ 96,813, was recognized respectively (1Q12 and 1H11 - R\$ 45,798 and R\$ 79,018, respectively), registered in results of marketable security transactions, in the parent company statement of income, which was eliminated upon consolidation of the quarterly information, as a result of the devaluation of the quotas in these funds.

At June 30, 2012, March 31, 2012 and June 30, 2011, the financial positions of the FIDCs were as follows:

	Caixa CDC FIDC			Caixa Master CDC FIDC			FIDC FBP Financeiro		
	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011
Assets									
Cash	1	3	5	2	6	3	-	1	1
Short-term interbank investments	7,378	7,186	90,358	21,143	19,113	279,261	-	49,935	-
Marketable securities	-	-	-	-	-	-	63,651	-	68,139
Credit rights	208,845	236,097	340,733	1,127,121	1,256,690	1,433,504	565,658	599,683	708,857
Allowance for loan losses	(53,147)	(47,796)	(20,249)	(254,520)	(205,242)	(91,386)	(186,197)	(163,729)	(54,720)
Other amounts	-	-	175	-	-	130	885	1,044	659
Total assets	163,077	195,490	411,022	893,746	1,070,567	1,621,512	443,997	486,934	722,936
Liabilities and equity									
Other liabilities	85	112	546	456	607	1,066	124	298	153
Equity	162,992	195,378	410,476	893,290	1,069,960	1,620,446	443,873	486,636	722,783
Senior quotas	29,949	33,176	97,294	331,315	339,254	576,796	356,822	386,939	604,347
Subordinated quotas	133,043	162,202	313,182	325,179	499,389	832,435	87,051	99,697	118,436
Subordinated quotas– special class(*)	-	-	-	236,796	231,317	211,215	-	-	-
Total liabilities and equity	163,077	195,490	411,022	893,746	1,070,567	1,621,512	443,997	486,934	722,936

(*) Third-party quotas

Reconciliation of equity to net income in the consolidated quarterly information.

	30/06/2012		31/03/2012		30/06/2011	
	Equity	Loss(1)	Equity	Net income (1)	Equity	Net income
Banco Panamericano – Parent company	2,835,814	(322,576)	2,335,535	(34,891)	1,387,190	32,226
Effects of elimination of assignments to FIDCs:						
Unearned income from assignments	(229,566)	134,054	(281,930)	81,690	(408,775)	26,261
Recognition of cost of commissions on credits assigned	49,453	(29,064)	59,800	(18,717)	122,346	(2,276)
Tax effects	72,045	(41,996)	88,852	(25,189)	126,960	(5,587)
Banco Panamericano - Consolidated	2,727,746	(259,582)	2,202,257	2,893	1,227,721	50,624

(1) Quarters ended June 30, 2012, March 31, 2012 and June 30, 2011, respectively.

V. Guarantees, sureties, mortgages or other collateral granted in favor of the FIDCs.

The Bank has provided no guarantee, surety, mortgage or other collateral in favor of the FIDCs. However, the subordinated quotas fully absorb the effects of negative results of the funds' portfolios up to their limit.

VI. Identification of the principal beneficiary or group of principal beneficiaries of the FIDCs' activities

For the quarter ended June 30, 2012, the Bank and its subsidiaries held all subordinated quotas of the FIDCs, in the amount of R\$545,273 (March 31, 2012 and June 30, 2011 - R\$ 761,288 and 1,264,053, respectively), and the other senior quotas and special subordinated quotas were held by qualified investors.

3) SIGNIFICANT ACCOUNTING PRACTICES

a) Cash and cash equivalents and functional and presentation currency

Cash and cash equivalents comprise cash in local and foreign currencies, investments in the money market, interbank deposits, bank certificates of deposit and fixed-income funds, with maturities at the original investment date equal to or less than 90 days and which present an immaterial risk of change in fair value. These are used by the Bank to manage its short-term commitments.

The consolidated quarterly information is presented in Brazilian reais, which is the functional currency of Banco Panamericano.

b) Determination of the results of operations

Income and expenses are recorded on the accrual basis of accounting, and are prorated when resulting from financial transactions. Financial income and expenses are calculated based on the exponential method, except when resulting from foreign transactions or discounted notes, which are calculated on the straight-line method. Transactions with floating rates and indexed to foreign currencies are adjusted up to the balance sheet date at agreed-upon rates.

Income from insurance and reinsurance premiums is recorded upon issuance of the corresponding policies as premiums issued and is deferred over the duration of the policies or insurance invoices through the unearned premium reserve.

Insurance premiums and selling expenses for retrocession transactions and the corresponding unearned premium reserve are recorded based on the information received from IRB – Brasil Resseguros S.A.

The claims are recorded in the results based on the official register of claims pending, which seeks to reflect the estimated total claims for contracts with risk coverage in force related to settlements to be incurred as a result of the claims processing and approval process.

Acquisition costs are considered as direct costs for obtaining and processing new insurance contracts. These costs are deferred and appropriated to the results monthly, on the straight-line basis, over the period of recognition of the insurance premiums in accordance with the corresponding term of the policies.

c) Interbank investments

Interbank investments are presented at cost plus related earnings up to the balance sheet date.

d) Marketable securities

Marketable securities are recorded at cost plus income earned through the balance sheet date, based on yield rate and maturity, and are presented in conformity with BACEN Circular 3068/01 and SUSEP Circular 379/08, into one of the following three categories:

- Trading securities - securities acquired for the purpose of being actively and frequently traded are adjusted to fair value, with the increase or decrease arising from this adjustment reflected in the result for the period.
- Available-for-sale securities - securities that cannot be classified as trading securities or held-to-maturity securities are adjusted to fair value, with the increase or decrease arising from this adjustment reflected in a separate account in equity, net of taxes. The unrealized gains and losses are recognized in results for the period when effectively realized.
- Held-to-maturity securities – securities which the Bank intends and has the necessary means to hold in its portfolio to maturity, are stated at cost plus income earned with a corresponding entry to the result for the period.

e) Derivative financial instruments

The derivative financial instruments comprise forward, future and swap market transactions. These financial instruments are classified, on the date the transaction is contracted, considering the Bank's intention to use them as hedging instruments or not. The valuations or devaluations are recognized in income or expense accounts of the corresponding financial instruments in accordance with BACEN Circular 3082/02, and Letter-Circular 3026/02, which require the adoption of the following criteria:

- Futures: daily adjustments are recorded at market value and recognized in assets or liabilities and appropriated daily to the result as income or expense.
- Swaps: are valued based on the rates agreed in the corresponding contracts and adjusted to fair value. The difference receivable or payable is recorded in assets or liabilities, respectively, and recognized in the result as income or expense, on a pro rata basis, up to the balance sheet date. Future cash flows, discounted to present value by future interest curves, obtained based on information released by BM&FBOVESPA, were used to measure the fair value of swap agreements.
- Commodity forwards: recorded at the contract closing amount, less the difference between this amount and the spot price of the asset or right, adjusted to market value, recognizing the income and expenses over the term of the contract up to the balance sheet date.

The derivative financial instruments are measured at market value, with the corresponding gains or losses recorded as follows:

- Derivative financial instruments not considered as hedges: in income or expense accounts, in results.
- Derivative financial instruments considered hedges: these are classified as:
 - a) Fair value hedge – the realized or unrealized gains and losses on financial instruments classified in this category, as well as their related financial assets and liabilities, object of the hedge, are recorded in income and expense accounts in results.

f) Loan and leasing operations and allowance for loan losses

The loan and leasing operations are classified based on management's opinion as to their risk level, considering the economic scenario, past experience, and specific and global risks related to the operation, debtors and guarantors, in compliance with the parameters and guidelines established by CMN Resolution 2682/99, which requires periodic portfolio analysis and the classification of risk into nine levels, where AA is minimum risk and H is maximum risk. Additionally, the length of delay defined in this Resolution

and the double count for transactions with an unexpired terms exceeding 36 months are also taken into consideration when rating customer risk.

Income from loan operations which are past due for more than 60 days, regardless of the risk level, is only recognized as revenue when effectively received. Operations classified as level "H" remain at this level for six months, after which they are written off against the existing allowance and controlled in a memorandum account and no longer presented in the balance sheet.

Renegotiated transactions remain, at least, at the same rating at which they were classified prior to the renegotiation. Renegotiated loan operations that had already been written off against the allowance and that were recorded in memorandum accounts are classified as level H, and any gains resulting from the renegotiation are recognized as income only when effectively received. When there is significant amortization of the operation or when new relevant facts justify a change in risk level, the operation may be reclassified to a lower risk category.

The results determined in transactions for the sale of assets with substantial transfer of risks and rewards are recorded in results for the period, on the date of their realization.

The allowance for loan losses is determined at an amount which is sufficient to cover probable losses and considers CMN and BACEN rules and instructions, as well as the evaluations carried out by management in determining credit risk.

The allowance for loan losses related to loans assigned with co-obligation is calculated in accordance with BACEN's guidelines for unassigned loan operations.

g) Transactions for the sale or transfer of financial assets

From January 1, 2012, transactions for the sale or transfer of financial assets are classified and recorded as follows:

- The following procedures should be used for recording the sale or transfer of financial assets, classified in the category of transactions with a substantial transfer of risks and rewards:

In transactions involving the sale of assets, the financial asset which is being sold or transferred is written-off from the account in which the original transaction was recorded. The gain or loss determined in the transaction is separately appropriated to results for the period.

In transactions involving the purchase of assets, the financial asset acquired is recorded at the amount paid, based on the nature of the original transaction.

- The following procedures should be followed for recording the sale or transfer of financial assets, classified in the category of transactions with substantial retention of risks and rewards:

In transactions involving the sale of assets, the financial asset which is the object of the sale or transfer, remains recorded in assets at the full amount. The amounts received as a result of the transaction are recorded in assets, with a corresponding entry in liabilities for the obligation assumed, and the income and expenses are appropriated separately to results for the period over the remaining term of the transaction.

In transactions involving the purchase of assets, the amounts paid are recorded in assets as a right receivable and the income is appropriated to the results for the period over the remaining term of the transaction.

h) Repossessed assets

These mainly comprise assets received in lieu of payment, available for sale, which are adjusted through recording a valuation allowance, where applicable, calculated based on the historical losses for repossessed assets sold.

i) Prepaid expenses

These are expenses related to funds used in advance payments, whose related benefits or services will occur or be provided in future periods. These expenses are appropriated to the result for the period in which the

future benefits are generated. This group mainly consists of commissions paid to storeowners and sales promoters, expenses for securities issued abroad and selling expenses for insurance policies.

j) Other current assets and long-term receivables

These are stated at cost plus related income and monetary and exchange variations, less the corresponding provision for adjustments to realizable value, where applicable.

k) Investments

Investments in subsidiaries are accounted for on the equity method. Other investments are stated at cost of acquisition, less the corresponding provision for loss and impairment, where applicable.

l) Property and equipment

Property and equipment correspond to the rights to physical assets acquired for maintaining the business or which are exercised for this purpose, including those arising from transactions which transfer the risks, rewards and control over the assets to the Institution.

These assets are stated at cost of acquisition less accumulated depreciation and adjusted for impairment, where applicable. Depreciation is calculated on the straight-line method at annual rates which consider the estimated economic useful lives of the assets.

m) Intangible assets

Intangible assets correspond to the rights acquired to non-physical assets for maintaining the business or which are exercised for this purpose.

The assets are stated at acquisition or formation cost less accumulated amortization and adjusted for impairment, where applicable, and comprise expenses for software development, leasehold improvements and the acquisition of rights to use the customer database. Intangible assets are amortized on the straight line method over the estimated period of their use.

n) Income tax and social contribution (assets and liabilities)

Deferred tax assets on temporary additions are realized upon utilization and/or reversal of the corresponding provisions in respect of which they were recorded. Deferred tax assets on tax losses are realized as the taxable income is generated, up to the limit of 30% of taxable income for the reporting period. These deferred tax assets are recognized in the books based on the current expectation of their realization, considering the technical studies and analyses prepared by management.

The provision for income tax is recorded at 15% of taxable income, plus a 10% surtax. Social contribution on net income is calculated at a rate of 15% for financial and insurance companies and at 9% for other companies. Deferred tax assets which originated in periods prior to the legislation which increased the social contribution rate to 15% for financial and insurance companies, were recorded up to the limit of the corresponding consolidated tax liabilities.

Provisions for other taxes and social contributions were recorded pursuant to the specific applicable legislation.

o) Impairment of non-financial assets

Non-financial assets are subject to evaluation of their recoverable values for annual periods, or more frequently if conditions or circumstances indicate the possibility of loss in value. Any losses identified are recognized in the results for the period.

p) Deposits and money market funding

These are stated at the amounts of the liabilities and consider, where applicable, the charges payable up to the balance sheet date, recognized on a daily pro rata basis.

q) Specific accounting practices of Panamericana de Seguros S.A.

Liabilities for insurance contracts (technical provisions):

- **Unearned premium reserve (PPNG)**

The unearned premium reserve is calculated based on retained premiums, pursuant to CNSP Resolution 162/06, as amended by Resolutions 181/07, 195/08 and 204/09, on a daily “pro rata” basis, and comprises the portion of premium relating to the unexpired risk period.

The unearned premium reserve - risks in force but not issued – is recorded in accordance with the standards and criteria established by CNSP Resolution 162/06, as amended by Resolutions 181/07, 195/08 and 204/09 and SUSEP Circular 282/05.

- **Reserve for unsettled claims**

The provision for unsettled claims is recorded based on the estimated indemnifiable amounts, considering the claims notices received through the balance sheet date, net of ceded coinsurance and reinsurance adjustments. The provision for unsettled claims for mandatory insurance against bodily injury caused by automotive land vehicles (DPVAT) is recorded monthly, based exclusively on the amounts informed by Seguradora Líder dos Consórcios do Seguro DPVAT (“Seguradora Líder”).

- **Provision for losses incurred but not reported (IBNR)**

The provision for losses incurred but not reported, established by CNSP Resolution 162/06, amended by CNSP Resolutions 181/07, 195/08 and 204/09, is recorded based on the methodology described in a Technical Actuarial Note. The IBNR provision for the DPVAT line is calculated monthly, based exclusively on the amounts computed and informed by Seguradora Líder.

- **Premium deficiency reserve (PIP)**

The premium deficiency reserve, established by CNSP Resolution 162/06, amended by CNSP Resolutions 181/07, 195/08 and 204/09, is recorded based on the methodology described in a Technical Actuarial Note.

- **Supplementary premium reserve (PCP)**

The supplementary premium reserve, established by CNSP Resolution 162/06, as amended by CNSP Resolutions 181/07, 195/08 and 204/09, is recorded pro rata die, based on the inception and expiration dates of the risk period and the retained commercial premium. Its amount is the difference, if positive, between the average sum of the amounts determined daily for the month in which it is recorded and the PPNG recorded for the month for the same line, considering all the risks in force, whether or not they are issued or received.

- **Liability adequacy test (LAT)**

Pursuant to SUSEP Circular 410, of December 22, 2010, which introduced the Liability Adequacy Test (LAT) for financial statement preparation purposes and defined the rules and procedures for its application, the insurer shall assess, at each reporting date, whether its recognized insurance liabilities are adequate, using current estimates of future cash flows under its insurance contracts. If that assessment shows that the amount of the provisions recorded for the insurance contracts in force, less related deferred selling costs and related intangible assets, is inadequate considering the estimated future cash flows, the entire deficiency shall be recognized in the statement of income.

In accordance with SUSEP Circular 446 of July 4, 2012, liability adequacy testing for interim financial statement preparation purposes was suspended.

r) Specific accounting practices of Panamericano Administradora de Consórcio Ltda.

The management fee is recognized when received from consortium groups. Sales commissions are recorded when quotas are sold and other income and expenses are recorded monthly on the accrual basis.

The liabilities for unclaimed funds are recorded at the amount to be returned to the members of discontinued consortiums, including remuneration equal to that generated by their quotas in investment funds in which

active groups have investments, and are presented in the “Other liabilities - Sundry” group in the consolidated quarterly information.

s) Current and long-term liabilities

Known or estimated liabilities, charges and risks are presented at the monetarily adjusted amount through the balance sheet date. Liabilities in foreign currency are translated into local currency at the exchange rates in effect on the balance sheet date, as disclosed by BACEN, and liabilities subject to indexation are monetarily adjusted through the balance sheet date.

t) Contingent assets and liabilities and legal obligations (tax and social security)

Contingent assets and contingent liabilities and legal obligations (tax and social security) are recognized, measured and disclosed in conformity with the standards defined in CMN Resolution 3823/09, which approved CPC Accounting Standard 25, the main criteria of which are as follows:

- Contingent assets - not recorded in the consolidated quarterly information, except when there is evidence that their realization is guaranteed and is not subject to appeals.
- Contingent liabilities - recorded in the consolidated quarterly information when the risk of loss in an administrative or judicial proceeding is assessed by the legal advisors and management as probable, and when the amounts involved can be reliably measured. Contingent liabilities classified as possible loss by the legal advisors are disclosed in notes to the quarterly information. Those classified as remote losses do not require a provision or disclosure.
- Legal obligations (tax and social security) – these are amounts related to lawsuits challenging the legality and constitutionality of certain taxes and contributions, which regardless of the likelihood of success, are recognized at their full amount in the consolidated quarterly information.

u) Use of accounting estimates

The preparation of the consolidated quarterly information requires management to make estimates and assumptions, to the best of its judgment, that affect the reported amounts of certain financial or non-financial assets and liabilities, income and expenses, and other transactions, such as: (i) deferred tax assets; (ii) depreciation rates of property and equipment and amortization of intangible assets; (iii) provisions necessary to absorb the potential risks arising from contingent liabilities; (iv) technical insurance provisions; (v) provisions for loss on repossessed assets and allowances for loan and lease losses; and (vi) impairment of non-financial assets. The actual settlement results of these financial or non-financial assets and liabilities may differ from these estimates.

v) Subsequent events

These are events which occur between the reporting date of the consolidated quarterly information and the date of its approval by the management bodies. They are divided between the following:

- i) Events that require adjustment, related to conditions existing at the base date of the consolidated quarterly information.
- ii) Events that do not require adjustment, related to conditions which did not exist at the base date of the consolidated quarterly information.

4) BALANCE SHEET AND STATEMENT OF INCOME BY BUSINESS SEGMENT

a) Consolidated Balance Sheet:

Assets	Financial (1)	Insurance (2)	Consortium	Other (3)	Eliminations (4)	Total
Current assets	6,160,073	91,566	3,820	6,033	(9,962)	6,251,530
Long-term receivables	8,162,194	215,903	30,007	4,914	(26,681)	8,386,337
Permanent assets	181,719	16,461	86	10,706	(176,094)	32,878
Total at June 30, 2012	14,503,986	323,930	33,913	21,653	(212,737)	14,670,745
Total at March 31, 2012	14,498,795	307,432	30,990	11,623	(33,236)	14,815,604
Total at June 30, 2011	11,926,377	301,380	29,759	-	(164,424)	12,093,092

Liabilities and equity	Financial (1)	Insurance (2)	Consortium	Other (3)	Eliminations (4)	Total
Current liabilities	6,698,715	139,865	6,953	14,416	(10,150)	6,849,799
Long-term liabilities	5,076,150	31,405	10,878	72	(26,681)	5,091,824
Deferred income	1,353	-	-	-	-	1,353
Non-controlling interest	22	-	-	-	1	23
Equity	2,727,746	152,660	16,082	7,165	(175,907)	2,727,746
Total at June 30, 2012	14,503,986	323,930	33,913	21,653	(212,737)	14,670,745
Total at March 31, 2012	14,498,795	307,432	30,990	11,623	(33,236)	14,815,604
Total at June 30, 2011	11,926,377	301,380	29,759	-	(164,424)	12,093,092

b) Consolidated Statement of Income

Statement of Income	2Q12					
	Financial (1)	Insurance (2)	Consortium	Other (3)	Eliminations (4)	Total
- Income from financial intermediation	804,571	4,957	399	40	(441)	809,526
- Expenses for financial intermediation	(865,970)	-	-	-	441	(865,529)
Gross profit from financial intermediation	(61,399)	4,957	399	40	-	(56,003)
- Other operating income (expense)	(397,053)	9,826	3,276	3,295	23,278	(357,378)
- Equity in the results of investees	13,886	1,920	-	-	(15,806)	-
- Non-operating result	(25,672)	680	-	-	-	(24,992)
- Provision for IRPJ and CSLL	184,479	(6,209)	(1,245)	(1,132)	-	175,893
- Non-controlling interest	6	-	-	-	(1)	5
Net income (loss) for 2Q12	(285,753)	11,174	2,430	2,203	7,471	(262,475)
Net income (loss) for 1Q12	26,171	8,561	759	1,947	(34,545)	2,893
Net income (loss) for 1H12	(259,582)	19,735	3,189	4,150	(27,074)	(259,582)
Net income (loss) for 1H11	50,624	17,812	871	-	(18,683)	50,624

(1) Banco Panamericano S.A., Panamericano Arrendamento Mercantil S.A. and Fundos de Investimento em Direitos Creditórios (FIDCs).

(2) Panamericana de Seguros S.A. and Panamericano Administração e Corretagem de Seguros e de Previdência Privada Ltda.

(3) Panserv Prestadora de Serviços Ltda.

(4) Eliminations between companies in different segments.

5) CASH AND CASH EQUIVALENTS

	30/06/2012	31/03/2012	30/06/2011
Funds in local currency	7,009	17,546	8,593
Funds in foreign currency	5,852	1,250	109
Total available funds (cash)	12,861	18,796	8,702
Interbank investments(*)	1,215,125	975,120	686,507
Certificate of Bank Deposit (CDB)	-	-	-
Fixed income funds	15	10	1,170
Total cash and cash equivalents	1,228,001	993,926	696,379

(*) These include only transactions with maturities at the original investment date equal to or less than 90 days and which present an immaterial risk of change in fair value.

6) INTERBANK INVESTMENTS

a) Composition and maturities:

Consolidated						Total		
	Up to 30 days	From 31 to 90 days	From 91 to 180 days	From 181 to 360 days	More than 360 days	30/06/2012	31/03/2012	30/06/2011
Money market investments:								
Own portfolio position								
• National Treasury Bills (LTN) (*)	1,055,680	-	-	-	-	1,055,680	1,608,077	-
• Financial Treasury Bills (LFT)	-	-	-	-	-	-	7,005	262,191
• Federal Treasury Notes (NTN) (**)	115,010	-	-	-	-	115,010	357,472	20,738
Subtotal	1,170,690	-	-	-	-	1,170,690	1,972,554	282,929
Third-party portfolio position								
• LFT	44,435	-	-	-	-	44,435	2,998	-
• LTN	-	-	-	-	-	-	-	49,999
• Federal Treasury Notes (NTN)	-	-	-	-	-	-	-	279,261
Subtotal	44,435	-	-	-	-	44,435	2,998	329,260
Interbank deposits:								
• Interbank deposits	24,800	52,502	31,962	48,407	89,893	247,564	268,276	450,599
Total at June 30, 2012	1,239,925	52,502	31,962	48,407	89,893	1,462,689	-	-
Total at March 31, 2012	985,856	658,035	445,109	49,761	105,067	-	2,243,828	-
Total at June 30, 2011	810,906	63,134	20,164	33,358	135,226	-	-	1,062,788

(*) At March 31, 2012, the amount of R\$ 677,964 consists of securities linked as a guarantee for capital increase.

(**) At March 31, 2012, the amount of R\$ 322,468 consists of securities linked as a guarantee for capital increase.

b) Income from interbank investments:

This is classified in the statement of income as results from securities transactions:

	Second quarter 2012	First quarter 2012	First six-month period 2012	First six-month period 2012
Income from investments in purchase and sale commitments:				
- Own portfolio position	30,776	21,630	52,406	39,365
- Third-party portfolio position	3,157	694	3,851	7,661
Subtotal	33,933	22,324	56,257	47,026
Income from interbank deposits	6,784	7,826	14,610	27,120
Total (Note 7.d)	40,717	30,150	70,867	74,146

7) MARKETABLE SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS

a) Portfolio analysis:

The portfolio of marketable securities and derivative financial instruments at June 30, 2012, March 31, 2012 and June 30, 2011, by type of paper, was comprised as follows:

	30/06/2012	31/03/2012	30/06/2011
Own portfolio:			
Bank Certificate of Deposit (CDB)	-	-	-
LFT	502,265	242,022	229,108
NTN	219,754	319,249	-
Investment fund quotas(1)	139,898	85,123	100,697
Social development fund (FDS)	287	284	273
Listed company shares	-	-	20,636
Subtotal	862,204	646,678	350,714
Subject to repurchase agreements:			
LFT	309,391	752,068	325,316
NTN	257,631	182,727	-
Subtotal	567,022	934,795	325,316
Subject to guarantees (*) :			
LFT	82,117	71,222	462,983
Subtotal	82,117	71,222	462,983
Other investments	1	22	33
Subtotal	1	22	33
Total marketable securities	1,511,344	1,652,717	1,139,046
Derivative financial instruments:			
Difference receivable on swaps	262,769	88,342	-
Forward sales receivables	-	26,909	22,774
Total derivative financial instruments	262,769	115,251	22,774
Total	1,774,113	1,767,968	1,161,820

(*) At June 30, 2011, pursuant to CMN Resolution 3398/06.

(1) Investments in investment fund shares comprised the following:

	30/06/2012	31/03/2012	30/06/2011
Bradesco Fundo de Investimento Referenciado DI35 (i)	500	494	466
Other funds	139,398	84,629	100,231
Total	139,898	85,123	100,697

(i) Fund managed by BRAM Bradesco Asset Management S.A. DTVM.

b) Composition by categories and terms (consolidated):

	30/06/2012							31/03/2012		30/06/2011		
	No stated maturity	Up to 12 months	From 1 to 3 years	From 3 to 5 years	More than 5 years	Carrying amount (2)	Restated cost	Mark-to-market adjustment	Carrying amount (2)	Mark-to-market adjustment	Carrying amount (2)	Mark-to-market adjustment
Trading securities:												
- Listed company shares									-	-	20,636	20,226
- Investment fund quotas	139,383	-	-	-	-	139,383	139,383	-	84,629	-	100,231	-
Total trading securities	139,383	-	-	-	-	139,383	139,383	-	84,629	-	120,867	20,226
Available-for-sale securities:												
- LFT	-	956	543,750	151,869	-	696,575	695,393	1,182	242,022	305	213,299	-
- NTN	-	-	-	-	-	-	-	-	81,606	(505)	-	-
- CDB	-	-	-	-	-	-	-	-	-	-	-	-
Subject to repurchase agreements:												
- LFT	-	-	177,937	131,454	-	309,391	308,824	567	752,067	1,233	325,316	(3)
- NTN	-	-	-	-	-	-	-	-	163,375	(371)	-	-
Subject to guarantees:												
- LFT	-	278	71,842	9,997	-	82,117	81,985	132	71,222	105	462,983	(10)
- Investment fund quotas	15	-	-	-	-	15	15	-	-	-	-	-
- Other investments	-	1	-	-	-	1	1	-	22	-	33	-
Total available-for-sale securities	15	1,235	793,529	293,320	-	1,088,099	1,086,218	132	1,310,314	767	1,001,631	(13)
Securities held to maturity: (1)												
- NTN	-	-	13,807	11,637	-	25,444	25,444	-	237,644	-	-	-
- Investment fund quotas	500	-	-	-	-	500	500	-	494	-	466	-
- Social Development Fund (FDS)	287	-	-	-	-	287	287	-	284	-	273	-
- LFT	-	-	-	-	-	-	-	-	-	-	15,809	-
Subject to repurchase agreements:												
- NTN	-	-	188,033	69,598	-	257,631	257,631	-	19,352	-	-	-
Total securities held to maturity	787	-	201,840	81,235	-	283,862	283,862	-	257,774	-	16,548	-
Total at June 30, 2012	140,185	1,235	995,369	374,555	-	1,511,344	1,509,463	1,881	-	-	-	-
Total at March 31, 2012	85,429	1,209	907,257	538,668	120,154	-	1,651,950	-	1,652,717	767	-	-
Total at June 30, 2011	121,606	33	241,942	775,465	-	-	1,118,833	-	-	-	1,139,046	20,213

(1) In compliance with the provisions of Article 8 of BACEN Circular 3068/2001, Panamericano declares that it has both the financial ability and the intention to hold to maturity the securities classified in the 'securities held to maturity' category. (2) The fair value of securities was determined based on prices and rates prevailing at the balance sheet dates, disclosed by the Brazilian Association of Financial and Capital Market Institutions (ANBIMA) and BM&FBOVESPA.

c) Derivative financial instruments:

The Bank uses derivative instruments mainly to hedge against unfavorable variations in the fair value of the positions assumed.

The fair value of derivative financial instruments and their respective hedged items is determined based on available market information, mainly the prices and rates disclosed by BM&FBOVESPA. Where applicable, mathematical models of rate interpolation for interim periods and rate extrapolation for longer periods are used.

Future cash flows, discounted to present value by future interest curves, obtained based on information disclosed by BM&FBOVESPA, were used to measure the fair value of swap agreements.

Derivative financial instrument transactions (futures contracts and forward transactions) are held in custody at BM&FBOVESPA or at the Clearing House for the Custody and Financial Settlement of Securities (CETIP S.A.). Differences receivable and payable for asset and liability derivative financial instruments are recorded in their respective "Derivative financial instrument" balance sheet accounts, with a corresponding entry to the related income statement account "Results of derivative financial instruments" and the nominal values of these transactions are recorded in memorandum accounts.

At June 30, 2012, March 31, 2012 and June 20, 2011, the derivative financial instrument positions were as follows:

	30/06/2012	31/03/2012	30/06/2011
	Carrying and fair value	Carrying and fair value	Carrying and fair value
Index:			
Swap			
- Difference receivable	262,769	88,342	22,774
- Difference payable	(1,180)	(24,438)	(437,037)
Futures contracts			
- Asset position	14,134	706	-
- Liability position	(1,065)	(138)	-
Forward transactions			
- Asset position	-	26,909	-
- Liability position	-	(26,909)	-
Total, net	274,658	64,472	(414,263)

We present below the amounts recorded in asset, liability and memorandum accounts, segregated into the following categories: index, maturity, notional and carrying amounts, receivable and payable. All swap positions held are traded in the over-the-counter (OTC) market and futures contracts are traded at BM&FBOVESPA and forward transactions in SELIC:

Index:	30/06/2012									31/03/2012		30/06/2011	
	Notional value	Up to 30 days	31 to 90 days	91 to 180 days	181 to 360 days	More than 360 days	Carrying amount	Restated cost	MtM adjustment	Carrying amount	MtM adjustment	Carrying amount	MtM adjustment
Swap													
Asset position:	1,850,647	3,584	2,229	36,707	9,785	210,464	262,769	277,831	(15,062)	88,342	46,900	22,774	15,487
- CDI	7,861	-	-	-	-	-	-	-	-	52	6	-	-
- Fixed rate	115,445	3,584	294	555	2,512	5,521	12,466	6,759	5,707	10,049	4,229	7,814	(246)
- US dollar	1,720,341	-	1,935	36,152	7,273	204,943	250,303	271,072	(20,769)	78,229	42,712	-	-
- CDI	7,000	-	-	-	-	-	-	-	-	12	(47)	-	-
- US dollar	-	-	-	-	-	-	-	-	-	-	-	14,960	15,733
Liability position:	1,850,647	(116)	(299)	(526)	(30)	(209)	(1,180)	(1,170)	(10)	(24,438)	(17,900)	(437,037)	(82,295)
- US dollar	7,861	(116)	(299)	(521)	-	-	(936)	(1,131)	195	(425)	(326)	-	-
- DI	115,445	-	-	-	-	-	-	-	-	-	-	(2,196)	(3,440)
- DI	1,720,341	-	-	-	-	-	-	-	-	(23,989)	(17,489)	(169,169)	(76,015)
- General market price index (IGPM)	7,000	-	-	(5)	(30)	(209)	(244)	(39)	(205)	(25)	(85)	-	-
- Fixed rate	-	-	-	-	-	-	-	-	-	-	-	(265,672)	(2,840)
Futures contracts													
Asset position:	1,453,351	14,134	-	-	-	-	14,134	14,134	-	706	-	-	-
- DDI	353,537	11,600	-	-	-	-	11,600	11,600	-	546	-	-	-
- US dollar	81,200	2,522	-	-	-	-	2,522	2,522	-	142	-	-	-
- DI1	1,018,614	12	-	-	-	-	12	12	-	18	-	-	-
Liability position:	1,453,351	(1,065)	-	-	-	-	(1,065)	(1,065)	-	(138)	-	-	-
- DDI	353,537	(985)	-	-	-	-	(985)	(985)	-	(129)	-	-	-
- US dollar	81,200	(1)	-	-	-	-	(1)	(1)	-	-	-	-	-
- DI1	1,018,614	(79)	-	-	-	-	(79)	(79)	-	(9)	-	-	-
Forward transactions													
Asset position:	-	-	-	-	-	-	-	-	-	26,909	-	-	-
IPCA	-	-	-	-	-	-	-	-	-	26,909	-	-	-
Liability position:	-	-	-	-	-	-	-	-	-	(26,909)	-	-	-
IPCA	-	-	-	-	-	-	-	-	-	(26,909)	-	-	-
Total receivable, net at June 30, 2012		16,537	1,930	36,181	9,755	210,255	274,658	289,730	(15,072)	-	-	-	-
Total receivable, net at March 31, 2012		548	541	4,025	2,662	56,695	-	35,471	-	64,472	29,000	-	-
Total payable, net at June 30, 2011		(261,896)	(1,418)	(1,827)	(2,695)	(146,427)	-	(347,455)	-	-	-	(414,263)	(66,808)

Results determined with derivative financial instruments are comprised as follows:

	2nd Quarter 2012			1st Quarter 2012			1st Six-month Period 2012			1st Six-month Period 2011		
	Income	Expenses	Net	Income	Expenses	Net	Income	Expenses	Net	Income	Expenses	Net
Swaps	218,429	23,048	241,477	68,474	(101,959)	(33,485)	286,903	(78,911)	207,992	123,953	(366,804)	(242,851)
Futures contracts	80,214	(95,711)	(15,497)	30,018	(30,326)	(308)	110,232	(126,037)	(15,805)	-	-	-
Total	298,643	(72,663)	225,980	98,492	(132,285)	(33,793)	397,135	(204,948)	192,187	123,953	(366,804)	(242,851)

d) Securities transactions:

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Fixed income securities	37,750	30,308	68,058	43,622
Short-term interbank investments (Note 6.b)	40,717	30,150	70,867	74,146
Variable income securities	-	-	-	9,470
Total	78,467	60,458	138,925	127,238

8) LOAN AND LEASING OPERATIONS

We present below information on the portfolio of loan and leasing operations and other receivables with similar characteristics, at June 30, 2012, March 31, 2012 and June 30, 2011:

a) Analysis of the portfolio by type of operation:

	30/06/2012		31/03/2012		30/06/2011	
	Amount	%	Amount	%	Amount	%
Direct consumer credit (CDC)	5,488,576	60.44	4,878,572	58.93	3,654,002	51.85
Leasing operations (1)	497,020	5.47	587,916	7.10	886,272	12.58
Paycheck deductible loans	1,003,040	11.04	742,549	8.97	732,416	10.39
Financing provided to credit card holders (2)	363,271	4.00	425,801	5.14	519,598	7.37
Working capital	655,177	7.21	657,612	7.94	248,913	3.53
Credit rights acquired	55,828	0.61	72,942	0.88	162,003	2.30
Renegotiated loans	45,168	0.50	54,068	0.65	152,374	2.16
Secured accounts	10,577	0.12	14,754	0.18	86,317	1.23
Personal credit	108,669	1.20	106,849	1.29	72,940	1.03
Discounted bills	6,800	0.07	7,252	0.09	4,437	0.06
Overdraft account	906	0.01	897	0.01	1,127	0.02
Export financing	155,225	1.71	115,626	1.40	-	-
Other	20,652	0.23	15,988	0.19	14,258	0.20
Total loan and leasing operations	8,410,909	92.61	7,680,826	92.77	6,534,657	92.72
Other receivables (3)	397,030	4.37	407,607	4.92	513,022	7.28
Advances on foreign exchange contracts (4)	273,726	3.02	190,711	2.31	-	-
Total	9,081,665	100.00	8,279,144	100.00	7,047,679	100.00

(1) Recorded at present value.

(2) Financing provided to holders of Visa and MasterCard credit cards, managed by the Bank.

(3) Credit card receivables with loan assignment characteristics.

(4) Advances on foreign exchange contracts are recorded as a reduction of "Other Liabilities" (see Note 9).

b) Analysis of the portfolio by rating and maturity:

	Past due	Falling due						Total		
	More than 14 days	Up to 30 days	From 31 to 60 days	From 61 to 90 days	From 91 to 180 days	From 181 to 360 days	More than 360 days	30/06/2012	31/03/2012	30/06/2011
AA	-	-	-	-	-	-	-	-	-	-
A	5,754	527,091	177,269	162,447	476,440	817,758	3,375,825	5,542,584	4,908,375	5,112,099
B	36,244	78,514	42,337	50,554	253,875	253,148	332,077	1,046,749	1,061,490	343,537
C	61,120	37,197	32,238	21,901	68,642	100,364	262,634	584,096	606,341	295,790
D	64,897	15,662	6,564	6,745	20,748	48,461	188,444	351,521	369,993	260,541
E	62,961	11,427	6,001	6,033	18,644	33,100	134,405	272,571	251,183	193,933
F	65,739	7,904	3,533	3,567	11,007	22,374	111,151	225,275	182,370	170,786
G	55,257	5,548	2,453	2,454	7,615	15,384	71,712	160,423	134,459	129,137
H	558,287	24,329	9,914	9,935	30,163	59,089	206,729	898,446	764,933	541,856
Total at June 30, 2012	910,259	707,672	280,309	263,636	887,134	1,349,678	4,682,977	9,081,665	-	-
Total at March 31, 2012	850,094	672,317	254,197	242,101	710,016	1,350,647	4,199,772	-	8,279,144	-
Total at June 30, 2011	763,575	880,785	169,725	223,073	507,463	909,938	3,593,120	-	-	7,047,679

c) Composition of the credit portfolio by risk level and allowance for loan losses:

Level	% Allowance required	30/06/2012				31/03/2012		30/06/2011	
		Falling due	Past due (*)	Total	Allowance	Total	Allowance	Total	Allowance
AA	-	-	-	-	-	-	-	-	-
A	0.50	5,536,830	5,754	5,542,584	27,712	4,908,375	34,863	5,112,099	26,070
B	1.00	1,010,505	36,244	1,046,749	25,934	1,061,490	17,193	343,537	4,951
C	3.00	522,976	61,120	584,096	45,522	606,341	30,553	295,790	11,435
D	10.00	286,624	64,897	351,521	75,224	369,993	54,488	260,541	27,745
E	30.00	209,610	62,961	272,571	81,771	251,183	87,748	193,933	61,470
F	50.00	159,536	65,739	225,275	112,637	182,370	102,353	170,786	112,696
G	70.00	105,166	55,257	160,423	112,296	134,459	108,087	129,137	111,433
H	100.00	340,159	558,287	898,446	898,446	764,933	764,933	541,856	541,856
Total at June 30, 2012		8,171,406	910,259	9,081,665	1,379,542	-	-	-	-
Total at March 31, 2012		7,429,050	850,094	-	-	8,279,144	1,200,218	-	-
Total at June 30, 2011		6,284,104	763,575	-	-	-	-	7,047,679	897,656
% of total risk					15.19%		14.50%		12.74%

(*) Includes operations past due for more than 14 days.

d) Activity in the allowance for loan losses:

	2Q12				
	Loan and leasing operations (1)	Additional allowance (2)	Credit assignments (3)	Other receivables	Total
At the beginning of the quarter	1,200,218	-	196,016	12,732	1,408,966
- Allowance recorded/reversed	419,532	-	21,476	333	441,341
- Write off against allowance	(240,208)	-	-	-	(240,208)
At the end of the quarter	1,379,542	-	217,492	13,065	1,610,099
- Credit recoveries (4) (5)	31,664	-	-	-	31,664
- Effect on results (6)	(387,868)	-	(21,476)	(333)	(409,677)

	1Q12				
	Loan and leasing operations (1)	Additional allowance (2)	Credit assignments (3)	Other receivables	Total
At the beginning of the quarter	1,096,202	53,893	166,116	12,685	1,328,896
- Allowance recorded/reversed	365,046	(53,893)	29,900	47	341,100
- Write off against allowance	(261,030)	-	-	-	(261,030)
At the end of the quarter	1,200,218	-	196,016	12,732	1,408,966
- Credit recoveries (4) (5)	25,722	-	-	-	25,722
- Effect on results (6)	(339,324)	53,893	(29,900)	(47)	(315,378)

	1H12				
	Loan and leasing operations (1)	Additional allowance (2)	Credit assignments: (3)	Other receivables	Total
At the beginning of the six-month period	1,096,202	53,893	166,116	12,685	1,328,896
- Allowance recorded/reversed	784,578	(53,893)	51,376	380	782,441
- Write off against allowance	(501,238)	-	-	-	(501,238)
At the end of the six-month period	1,379,542	-	217,492	13,065	1,610,099
- Credit recoveries (4) (5)	57,386	-	-	-	57,386
- Effect on results (6)	(727,192)	53,893	(51,376)	(380)	(725,055)

	1H11				
	Loan and leasing operations (1)	Additional allowance (2)	Credit assignments (3)	Other receivables	Total
At the beginning of the six-month period	1,077,047	-	118,430	15,856	1,211,333
- Balance of credits which returned to the Bank's portfolio	149,252	-	-	-	149,252
- Allowance recorded/reversed	407,538	45,000	49,833	(3,135)	499,236
- Write off against allowance	(736,181)	-	-	-	(736,181)
At the end of the six-month period	897,656	45,000	168,263	12,721	1,123,640
- Credit recoveries (4) (5)	45,092	-	-	-	45,092
- Effect on results (6)	362,446	(45,000)	(49,833)	3,135	(454,144)

(1) Includes other receivables with characteristics of loan operations and foreign exchange transactions.

(2) Recorded to cover the additional risks of the credit portfolio, based on management's experience and the expected realization of the credit portfolio and reversed in full in 2012.

(3) Classified in "Other liabilities – sundry".

(4) For the six-month period ended June 30, 2012, credits previously written off against the allowance for loan and lease losses were recovered in the amount of R\$ 57,386 (R\$ 49,984 of which comprised the recovery of Bank loans and R\$ 7,402 comprising the recovery of leasing operations). Renegotiated loans totaled R\$ 45,168 (March 31, 2011 - R\$187,931 and June 30, 2011 – R\$45,092).

(5) Recorded in income from loan operations.

(6) Expense for the provision recorded less credit recoveries.

e) Classification by activity area:

Activity area	30/06/2012		31/03/2012		30/06/2011	
	Amount	%	Amount	%	Amount	%
Individuals	7,712,518	84.92	7,000,193	84.55	6,335,788	89.90
Agribusiness	141,201	1.55	156,175	1.89	26,069	0.37
Sugar and ethanol	58,049	0.63	75,056	0.91	12,199	0.17
Agribusiness and animal protein	83,152	0.92	81,119	0.98	13,870	0.20
Commercial	757,052	8.34	526,219	6.36	350,031	4.97
Wholesale and retail	757,052	8.34	526,219	6.36	350,031	4.97
Basic industries	125,857	1.39	109,419	1.32	101,540	1.44
Auto parts	3,250	0.04	10,248	0.12	6,432	0.09
Chemical industry	34,989	0.39	31,571	0.38	13,283	0.19
Oil and gas	-	-	812	0.01	31,688	0.45
Other industries	62,344	0.68	45,919	0.55	38,119	0.54
Paper and pulp	15,261	0.17	10,408	0.13	12,018	0.17
Textiles	10,013	0.11	10,461	0.13	-	-
Services	345,037	3.80	487,138	5.88	234,251	3.32
Construction and real-estate development	114,388	1.26	139,319	1.68	1,496	0.02
Financial	47,410	0.52	69,218	0.83	1,526	0.02
Vehicle rental	3,833	0.04	3,813	0.04	4,527	0.06
Media, IT and Telecom	11,563	0.13	7,983	0.10	21,947	0.31
Other services	93,644	1.03	165,579	2.00	55,894	0.79
Health, security and education	-	-	-	-	2,843	0.04
Transportation and logistics	3,271	0.04	3,887	0.05	6,113	0.09
Utilities	70,928	0.78	97,339	1.18	139,905	1.99
Total	9,081,665	100.00	8,279,144	100.00	7,047,679	100.00

f) Concentration of loans:

Largest borrowers	30/06/2012		31/03/2012		30/06/2011	
	Amount	%	Amount	%	Amount	%
10 largest borrowers	201,722	2.22	226,533	2.74	355,705	5.05
50 next largest borrowers	476,961	5.25	563,133	6.80	174,080	2.47
100 next largest borrowers	219,825	2.42	310,305	3.75	36,166	0.51
Other borrowers	8,183,157	90.11	7,179,173	86.71	6,481,728	91.97
Total	9,081,665	100.00	8,279,144	100.00	7,047,679	100.00

g) Loan assignments:

For 1H12, loans were assigned to financial institutions as presented below: The contracts and corresponding installments which were the object of the assignments comprise paycheck-deductible loans and vehicle financing.

	30/06/2012		Result			
	Assignment amount	Present value	2 nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
With co-obligation						
Direct consumer credit (CDC)	-	-	-	-	-	84,120
Subtotal	-	-	-	-	-	84,120
Without co-obligation						
Direct consumer credit (CDC)	1,381,316	1,134,130	-	247,186	247,186	601,851
Paycheck deductible loans	113,268	82,298	-	30,970	30,970	168,972
Secured account and working capital loans	-	-	-	-	-	1,780
Subtotal	1,494,584	1,216,428	-	278,156	278,156	772,603
Total	1,494,584	1,216,428	-	278,156	278,156	856,723

(1) Recorded in income on loan operations.

• Assignments with co-obligation

The responsibilities for loans assigned with co-obligation amounted to R\$ 1,629,416 (March 31, 2012 - R\$ 1,857,113 and June 30, 2011 – R\$ 3,094,971) calculated at present value using the agreed contract rates.

The present value determined based on the loan assignment rates totals R\$ 1,850,727 (March 31, 2012 - R\$ 2,162,885 and June 30, 2011 – R\$ 3,672,907), for which an allowance for loan losses was recorded in the amount of R\$ 217,492 (March 31, 2012 - R\$ 196,016 and June 30, 2011 – R\$ 168,263), calculated using the same criteria adopted for calculating the allowance for loan losses for unassigned operations and recorded in the “Other liabilities - sundry” account (Note 19b).

The income from loan assignments with co-obligation for 1H12, amounted to R\$ 84,120 (there were no loan assignments with co-obligation for 1Q12), recorded in the “Income from loan operations” account”.

h) Income on loan and leasing operations:

	2 nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Profit on loan assignments – direct consumer credit	-	247,186	247,186	603,856
Profit on loan assignments – paycheck deductible loans	-	30,970	30,970	168,972
Profit on loan assignments – Secured account and working capital loans	-	-	-	1,780
Credit cards	56,812	60,674	117,486	172,189
Direct consumer credit (CDC)	256,661	347,687	604,348	357,780
Paycheck deductible loans	52,551	40,884	93,435	98,175
Personal credit	14,412	15,448	29,860	74,198
Recovery of credits written off as losses	31,664	25,722	57,386	45,092
Secured accounts	597	900	1,497	17,715
Renegotiated loans	1,128	1,452	2,580	8,157
Export financing	7,282	3,855	11,137	329
Working capital	28,171	25,813	53,984	27,716
Leasing, net of expenses	21,044	33,767	54,811	107,462
Other	4,428	5,037	9,465	6,637
Total	474,750	839,395	1,314,145	1,690,058

9) FOREIGN EXCHANGE PORTFOLIO

Bank and Consolidated	30/06/2012	31/03/2012
Assets - other receivables		
Exchange purchases pending settlement	292,058	191,716
Income receivable	9,836	4,194
Total assets	301,894	195,910
Liabilities - Other liabilities		
Liabilities for exchange purchases	263,890	186,517
Advances on foreign exchange contracts	(263,890)	(186,517)
Total liabilities	-	-

10) OTHER RECEIVABLES – SUNDRY (*)

	30/06/2012	31/03/2012	30/06/2011
Deferred tax assets (Note 31(b))	2,765,794	2,645,094	1,964,138
Amounts receivable from loan assignments	183,320	247,158	955,685
Notes and credits receivable (a)	397,030	407,607	513,022
Income tax available for offset	83,635	69,763	71,885
Judicial and tax deposits	56,914	70,949	44,161
Credit cards (b)	15,959	15,771	26,467
Amounts receivable from paycheck-deductible loans (c)	25,194	22,513	26,370
Amounts receivable from affiliates	-	6	-
Amounts receivable from auctioned assets	46,293	39,465	281
Amounts receivable from the sale of credit rights related to lease operations	5,352	26,588	61,256
Other	27,670	178,230	193,781
Total	3,607,161	3,723,144	3,857,046

(*) Includes notes and credits receivable.

(a) Credit card receivables with loan assignment characteristics.

(b) Credit card transactions for which invoices have not yet been issued, or which have been issued but have not yet fallen due.

(c) Amounts received by State and Municipal Governments but not yet transferred to the Bank. These transfers are still being negotiated by the Bank. A full provision was recorded for losses and for transfers past due for more than 180 days, the balance of which at June 30, 2012 was R\$ 13,065 (March 31, 2012 - R\$12,732 and June 30, 2011 – R\$ 12,721).

11) OTHER ASSETS

a) Repossessed assets/other:

	Cost	Valuation allowance	Residual value		
			30/06/2012	31/03/2012	30/06/2011
Vehicles	45,704	(29,395)	16,309	10,665	42,740
Vehicles under special regime	70,030	(53,402)	16,628	18,525	11,847
Other	204	(77)	127	152	152
Total repossessed assets	115,938	(82,874)	33,064	29,342	54,739
Other assets	668	-	668	858	1,711
Total at June 30, 2012	116,606	(82,874)	33,732	-	-
Total at March 31, 2012	105,134	(74,934)	-	30,200	-
Total at June 30, 2011	152,865	(96,415)	-	-	56,450

b) Prepaid expenses:

	30/06/2012	31/03/2012	30/06/2011
Commissions paid to storeowners and sales promoters	312,983	271,787	253,118
Expenses for issuance of securities abroad	14,587	15,698	19,120
Insurance company selling expenses	418	450	1,244
Other prepaid expenses	217	72	-
Total	328,205	288,007	273,482

12) INVESTMENTS

a) Subsidiary companies:

Company	Capital	Adjusted equity	Number of shares/ quotas held (in thousands)			Consolidated percentage ownership	Adjusted net income/loss	Balance of investments			Equity accounting adjustment (2) Quarter ended		
			Common (ON)	Preferred (PN)	Quotas			30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011
Panamericano Arrendamento Mercantil S.A. (1)(3)	141,521	73,592	11	-	-	99.970%	(29,072)	73,570	90,604	135,595	(29,064)	(12,028)	29,688
Panamericana de Seguros S.A. (1)(3)(5)	71,256	152,848	339,207	106	-	99.999%	19,900	152,847	141,638	150,020	19,900	8,649	17,589
Panserv Prestadora de Serviços Ltda. (1)(3)(4)	5,060	7,165	-	-	2,061	99.999%	4,150	7,165	4,963	-	4,150	1,947	-
Panamericano Adm. e Corretora de Seguros e Previdência Privada Ltda. (1)(3)(6)(7)	1	(188)	-	-	1	99.999%	(165)	(188)	(8)	-	(165)	(88)	-
Total								233,394	237,197	285,615	(5,179)	(1,520)	47,277

(1) Information at June 30, 2012.

(2) Considers results determined by the companies subsequent to acquisition and includes equity variations in the investees not derived from results, as well as adjustments arising from the equalization of accounting principles, where applicable.

(3) Companies whose financial information for the half year ended June 30, 2012 was reviewed by the same independent auditor as Banco Panamericano.

(4) Formed on June 15, 2011.

(5) On May 27, 2011, BF Utilidades Domésticas Ltda. sold to Banco Panamericano 67,259 common shares and 24,712 preferred shares of Panamericana de Seguros S.A. and the process was approved by SUSEP on August 9, 2011.

(6) Subsidiary classified in the "Net capital deficiency" account.

(7) Company formed on July 22, 2011.

b) Other investments:

	30/06/2012	31/03/2012	30/06/2011
Interbank chamber of payments	380	380	380
IRB – Brasil Resseguros S.A.	304	304	304
Fiscal incentive investments	261	261	261
Works of art	73	73	73
Prudenshopping	7	7	-
Exchange membership certificates	1	-	1
Total	1,026	1,025	1,019

13) PROPERTY AND EQUIPMENT

The balance of property and equipment is stated at cost of acquisition. Depreciation is calculated on the straight-line method at annual rates which take into consideration the economic useful lives of the assets.

Consolidated	Annual rate	Cost	Depreciation	Residual value		
				30/06/2012	31/03/2012	30/06/2011
Properties in use	4%	3,162	(258)	2,904	4,858	28,006
Facilities, furniture and equipment in use	10%	14,878	(11,394)	3,484	3,419	3,884
Security and communications systems	10%	1,668	(1,581)	87	95	126
Data processing systems	20%	20,824	(17,244)	3,580	3,453	3,805
Transportation systems	20%	244	(150)	94	132	118
Other fixed assets	-	106	-	106	97	95
Total at June 30, 2012		40,882	(30,627)	10,255	-	-
Total at March 31, 2012		42,687	(30,633)	-	12,054	-
Total at June 30, 2011		67,884	(31,850)	-	-	36,034

14) INTANGIBLE ASSETS

a) Intangible assets acquired comprise the following:

Consolidated	Amortization rate	Cost	Amortization	Residual value		
				30/06/2012	31/03/2012	30/06/2011
Expense for software design	20% to 50%	19,231	(10,038)	9,193	8,791	7,052
Leasehold improvements	10%	13,029	(1,718)	11,311	9,429	1,738
Other	10%	1,322	(229)	1,093	1,148	4
Total at June 30, 2012		33,582	(11,985)	21,597	-	-
Total at March 31, 2012		29,518	(10,150)	-	19,368	-
Total at June 30, 2011		17,571	(8,777)	-	-	8,794

b) Activity of intangible assets by class:

Consolidated	Expense for software design	Leasehold improvements	Others (1)	Total
At the beginning of the six-month period	7,826	4,656	1,202	13,684
Additions/write off	3,252	7,207	-	10,459
Amortization for the period	(1,885)	(552)	(109)	(2,546)
At the end of the six-month period	9,193	11,311	1,093	21,597

(1) Mainly acquisition of the right of use of a supermarket customer database, for the purpose of providing services related to the issuance of credit cards.

15) DEPOSITS, MONEY MARKET FUNDING AND FUNDS FROM ISSUANCE OF SECURITIES

a) Deposits:

Consolidated					Total		
	Up to 30 days	From 31 to 180 days	From 181 to 360 days	More than 360 days	30/06/2012	31/03/2012	30/06/2011
• Demand deposits (1)	52,737	-	-	-	52,737	63,767	41,353
• Interbank deposits	741,234	1,424,664	13,254	80,540	2,259,692	3,189,243	136,163
• Time deposits	48,472	505,389	418,260	1,488,679	2,460,800	2,502,498	3,341,574
Total at June 30, 2012	842,443	1,930,053	431,514	1,569,219	4,773,229	-	-
Total at March 31, 2012	2,003,330	1,396,262	238,592	2,117,324	-	5,755,508	-
Total at June 30, 2011	134,088	1,295,167	280,591	1,809,244	-	-	3,519,090

(1) Classified as up to 30 days without considering average historical turnover.

b) Money market funding:

Consolidated			Total		
	Up to 30 days	More than 360 days	30/06/2012	31/03/2012	30/06/2011
Own portfólio	440,048	109,197	549,245	884,925	234,166
• LFT	181,551	109,197	290,748	724,903	234,166
• NTN	258,497	-	258,497	160,022	-
Third-party portfólio	15,915	-	15,915	2,998	49,999
• LFT	15,915	-	15,915	2,998	-
• LTN	-	-	-	-	49,999
Total at June 30, 2012	455,963	109,197	565,160	-	-
Total at March 31, 2012	780,960	106,963	-	887,923	-
Total at June 30, 2011	166,995	117,170	-	-	284,165

c) Funds from acceptance and issuance of securities:

Consolidated					Total		
	Up to 30 days	From 31 to 90 days	From 91 to 360 days	More than 360 days	30/06/2012	31/03/2012	30/06/2011
Marketable securities - local							
• Financial bills (LF)	-	-	4,930	878,983	883,913	396,236	5,714
• Agribusiness letters of credit (LCA)	46,096	98,563	184,189	11,294	340,142	216,069	-
• Real estate letters of credit (LCI)	-	4,533	41,974	-	46,507	-	-
Subtotal	46,096	103,096	231,093	890,277	1,270,562	612,305	5,714
Securities – Foreign (1)							
• Euro Medium-Term Notes	-	10,284	407,370	583,424	1,001,078	912,311	779,050
Subtotal	-	10,284	407,370	583,424	1,001,078	912,311	779,050
Total at June 30, 2012	46,096	113,380	638,463	1,473,701	2,271,640	-	-
Total at March 31, 2012	62,990	13,066	515,330	933,230	-	1,524,616	-
Total at June 30, 2011	-	10,446	3,886	770,432	-	-	784,764

(1) Securities issued abroad

On February 22, 2006, the Bank launched a program for raising funds abroad in the total amount of US\$ 500,000 thousand, through the issuance of Euro Medium-Term Notes, of which US\$ 200,000 thousand was raised on October 26, 2009 and US\$ 300,000 thousand on August 4, 2010.

The Bank fulfilled its obligation to offer the holders of senior notes maturing on October 26, 2012 and August 4, 2015, the issuance of which totaled, respectively, US\$200 million and US\$300 million, the option to redeem the notes in advance for the same amount payable on the original maturity dates (face or par value). The option was available for exercise from June 27 to July 12, 2011, with adherence to notes with principal amounts of US\$ 900 thousand for the issue maturing in 2012, and

of US\$ 11,400 thousand for the issue maturing in 2015. The notes redeemed in advance were settled on July 27, 2011.

We present below an analysis of the tranches and balances adjusted up to the balance sheet dates:

Tranche in thousands of US dollars	Interest rate	Maturity	30/06/2012 (1)	31/03/2012 (1)	30/06/2011 (1)
199,100	7.000% p.a.	26/10/2012	407,372	377,219	316,106
288,638	5.500% p.a.	04/08/2015	593,706	535,092	462,944
Total			1,001,078	912,311	779,050

(1) The mark-to-market (MtM) adjustments of the funds raised abroad were recorded in the income statement under money market funding and comprised income of R\$ 10,882 for 2Q12, an expense of R\$ 14,515 for 1Q12, expense of R\$ 3,633 for 1H12 and income of R\$ 15,832 for 1H11.

d) Expense for deposits, money market funding and funds from issuance of securities and subordinated debt:

	Ist Quarter 2012	Ist Quarter 2012	Ist Six-month Period 2012	Ist Six-month Period 2011
Time deposits	79,702	82,546	162,247	270,922
Exchange variation	196,757	(53,041)	143,716	(133,762)
Expenses for funds raised through FIDCs	23,029	27,948	50,977	25,726
Interbank deposits	53,614	77,082	130,697	31,427
Securities issued abroad and subordinated debt	42,793	35,678	78,472	91,485
MtM of funds raised abroad – subordinated debt and securities abroad	(17,663)	48,420	30,757	(25,567)
Purchase and sale commitments	22,133	19,983	42,115	15,618
Charges on payables for sale of credit rights on leases	(13)	115	102	16,327
Financial bills (LF)	15,130	8,045	23,175	46
Agribusiness letters of credit (LCA)	5,630	2,559	8,189	-
Real estate letters of credit (LCI)	151	-	151	-
Contributions to the Deposit Guarantee Fund (FGC)	2,766	2,848	5,614	11,751
Total	424,029	252,183	676,212	303,973

16) INTERBANK ACCOUNTS – LOCAL CORRESPONDENTS

These comprise installments of assigned loans received in advance and repossessed assets related to contracts assigned, which will be transferred to the assignees, adjusted based on the credit assignment rate.

	30/06/2012	31/03/2012	30/06/2011
Direct consumer credit and personal credit	289,569	353,923	1,326,431
Total	289,569	353,923	1,326,431

17) SUBORDINATED DEBT

We present below an analysis of the tranches and balances adjusted at the balance sheet dates:

Maturity	Original term in years	Transaction amount (US\$)	Currency	Remuneration	30/06/2012 (1)	31/03/2012 (1)	30/06/2011 (1)
Abroad:							
2016	10	50,000	US\$	11.00% rate p.a.	-	-	81,986
2016	10	75,000	US\$	11.00% rate p.a.	-	-	122,954
2020	10	500,000	US\$	8.50% rate p.a.	1,062,344	987,786	783,020
(2) Local:							
2018	06	R\$ 10,000	In reais	100.0% of CDI rate + 1.35% p.a.	10,103	-	-
Total					1,072,447	987,786	987,960

(1) The mark-to-market (MtM) adjustment of subordinated debt was recorded in the income statement under money market funding and comprised income of R\$ 6,781 for 2Q12, expense of R\$ 33,905 for 1Q12, expense of R\$ 27,124 for 1H12 and income of R\$ 9,735 for 1H11.

(2) Subordinated Financial Letters issued on May 22, 2012, maturing on May 22, 2018.

The subordinated debts related to tranches falling due on July 18, 2016 were canceled as a result of their early redemption in full by Banco Panamericano on July 18, 2011.

18) CONTINGENT LIABILITIES AND LEGAL OBLIGATIONS (TAX AND SOCIAL SECURITY)

a) Legal obligations:

These consist of the provision for social contribution on revenues (COFINS) and social integration program (PIS) in the amount of R\$603,328 (March 31, 2012 - R\$577,223 and June 30, 2011 – R\$492,837), which are being challenged in court, with a decision in favor of the Bank from the lower court. The Bank and its subsidiaries are challenging these taxes based on Law 9718/98 and their legal advisors consider that a favorable outcome is possible.

b) Provision for contingencies:

The Bank and its subsidiaries are defendants in civil, tax and labor proceedings, consisting of actions for pain and suffering, debts related to IPVA and ISS as well as a number of labor claims. The corresponding provisions are recorded based on the criteria described in Note 3, and consider the evaluations and opinions of the legal advisors who are responsible for the proceedings.

I – Provisions segregated by nature

	30/06/2012	31/03/2012	30/06/2011
Civil suits	115,650	121,502	91,960
Tax proceedings	20,272	18,790	23,319
Labor claims	15,904	14,484	9,541
Subtotal (a)	151,826	154,776	124,820
Provision for tax risks (b)	603,328	577,223	492,837
Total	755,154	731,999	617,657

(a) Note 19b

(b) Classified in "Other liabilities - taxes and social security" (Note 19a).

II - Change in provisions:

Consolidated	30/06/2012					
	Labor	Civil	Tax	Subtotal	Fiscal	Total
At the beginning of the period	14,484	121,502	18,790	154,776	577,223	731,999
Additions net of amounts reversed and written off	1,420	(5,852)	1,482	(2,950)	26,105	23,155
At the end of the period	15,904	115,650	20,272	151,826	603,328	755,154

There are no other significant administrative proceedings in course for non-compliance with National Financial System rules or which might require the payment of fines, which could have a significant effect on the financial position of the Bank or its subsidiaries.

III - Contingent liabilities classified as possible losses

On December 31, 2011, a tax assessment notice was served against Panamericana de Seguros S.A. by the Brazilian Federal Revenue authority, through which the tax authority assessed income tax, social contribution and withholding income tax allegedly owed for the tax year 2007, which totaled R\$ 15,819 including fines and arrears interest.

Management, based on the opinion of its legal advisors, classified the likelihood of loss for these proceedings as possible.

19) OTHER LIABILITIES

a) Tax and social security:

	30/06/2012	31/03/2012	30/06/2011
Provision for tax risks (Note 18(a))	603,328	577,223	492,837
Tax Debt Refinancing Program (Refis) – Law 11941/2009 (1)	39,921	40,763	43,288
Provision for deferred income tax (Note 31.e)	201,702	252,141	230,550
Withholding tax at source on payments to third parties	6,506	8,895	7,350
Taxes and contributions on salaries	1,626	1,163	2,093
Withholding tax on fixed-income securities	716	197	1,773
Service tax (ISS)	1,974	1,785	2,290
COFINS payable	2,095	1,584	1,416
PIS payable	431	296	234
Taxes and contributions on income payable	22,327	25,860	13,216
Other	48	70	47
Total	880,674	909,977	795,094

(1) Banco Panamericano and its subsidiaries are parties to tax suits and administrative proceedings. Considering the terms and benefits of the tax amnesty program enacted by the Brazilian government, through Law 11941/09, the Bank's management reassessed, together with its legal counsel, the possibility of participating in this program. Consequently, the Bank and its subsidiaries decided to withdraw several lawsuits and to assume tax debts and the consequent obligation to regularly pay taxes, contributions and other liabilities as a critical condition to maintaining the payment conditions established in the installment payment program. The main lawsuits included in the amnesty program are: (i) social security contribution (employer) on payments to individuals; (ii) incorrect deduction of the allowance for loan losses from the IRPJ/CSLL tax base; (iii) IRPJ as a result of irregular enrollment in the Tax Incentive Program (FINOR); and (iv) inadequate use of tax loss carryforwards in IRPJ/CSLL calculation base.

The tax debts were consolidated at the Federal Revenue Service and after appropriation of the prepaid amounts, the composition was as follows:

	30/06/2012	31/03/2012	30/06/2011
Social security debts	34,455	35,154	37,249
Other debts	5,466	5,609	6,039
Total	39,921	40,763	43,288

b) Sundry:

	30/06/2012	31/03/2012	30/06/2011
FIDC funding	955,499	991,633	1,490,760
Amounts payable to establishments related to credit card purchases	393,592	384,774	452,111
Allowance for loan assignment losses (Note 8(d))	217,492	196,016	168,263
Provision for contingent liabilities (Note 18b)	151,826	154,776	124,820
Amounts payable to affiliates	4,335	6,830	149
Amounts payable to storeowners	31,091	19,836	42,833
Accrued liabilities	55,795	45,552	29,951
Collections	64,799	35,554	24,878
Cashier's checks	14	26	47
Payables for sales transactions or transfers of leasing finance	14,800	27,008	140,087
Third-party deposits	108	-	49
Specific consortium amounts	7,514	7,838	8,359
Other	12,822	91,815	117,670
Total	1,909,687	1,961,658	2,599,977

20) TECHNICAL PROVISIONS – INSURANCE AND REINSURANCE - CONSOLIDATED

Technical provisions – insurance and reinsurance comprise the following:

a) Provisions for unearned premiums

	30/06/2012	31/03/2012	30/06/2011
b) Installment credit	21,326	10,385	758
Group personal accident	14,288	23,682	32,093
Unemployment/loss of income	26,935	29,619	11,176
Income protection from unforeseen events	1,576	1,870	3,295
Group life	30	24	-
Total	64,155	65,580	47,322

Unsettled claims:

	30/06/2012	31/03/2012	30/06/2011
Installment credit	563	223	1,139
Group personal accident	3,720	3,686	4,369
Unemployment/loss of income	609	505	61
Income protection from unforeseen events	602	639	1,216
Group life	1,231	1,094	2,610
Other	52	44	15
Subtotal	6,777	6,191	9,410
DPVAT	20,413	19,588	21,094
Total	27,190	25,779	30,504

Of the total of R\$6,777 (March 31, 2012 - R\$6,191 and June 30, 2011 – R\$ 9,410), the amount of R\$3,576 (March 31, 2012 - R\$3,225 and June 30, 2011 – R\$ 3,218) consists of ongoing lawsuits at different procedural stages with the following risk classification:

Risk	30/06/2012		31/03/2012		30/06/2011	
	Number of processes	Amount Accrued	Number of processes	Amount accrued	Number of processes	Amount accrued
Probable loss	320	3,576	316	3,225	333	3,218
Total	320	3,576	316	3,225	333	3,218

c) Provision for loss incurred but not reported (IBNR)

	30/06/2012	31/03/2012	30/06/2011
Installment credit	7,625	9,289	9,060
Group personal accident	1,014	964	1,558
Unemployment/loss of income	578	546	786
Income protection from unforeseen events	578	546	224
Group life	5,934	14,826	8,364
DPVAT	14,867	7,136	8,116
Reinsurance	3	5	35
Total	30,599	33,312	28,143

d) Other provisions

	30/06/2012	31/03/2012	30/06/2011
e) Installment credit	1,337	1,230	-
Group personal accident	-	-	168
Unemployment/loss of income	-	-	-
Income protection from unforeseen events	45	53	-
Group life	-	122	351
DPVAT	403	254	120
Other technical reserves for supplementary private pension plans	380	380	94
Total	2,165	2,039	733

Total technical provisions – insurance and reinsurance	124,109	126,710	106,702
---------------------------------------------------------------	----------------	----------------	----------------

Insurance companies

I – We present below an analysis of income from earned premium by insurance line:

Line (*)	Ist Quarter	Ist Quarter	Ist Six-month Period	Ist Six-month Period
	2012	2012	2012	2011
Installment credit	2,889	3	2,892	3,793
Group personal accident	9,678	11,897	21,575	41,767
Unemployment/loss of income	2,181	2,353	4,534	1,179
Income protection from unforeseen events	302	338	640	1,185
Group life	220	3	223	3,633
DPVAT	7,879	12,321	20,200	19,780
Total	23,149	26,915	50,064	71,337

(*) Net result of the change in technical provisions for premiums.

II – Claims incurred by line:

Line	Ist Quarter	Ist Quarter	Ist Six-month Period	Ist Six-month Period
	2012	2012	2012	2011
Installment credit	(1,274)	(210)	(1,484)	12,541
Group personal accident	556	476	1,032	(1,869)
Unemployment/loss of income	603	405	1,008	862
Income protection from unforeseen events	420	924	1,344	1,368
Group life	(777)	(709)	(1,486)	13,782
DPVAT	6,972	10,934	17,907	17,271
Total	6,500	11,820	18,321	43,955

21) EQUITY

a) Composition of capital in number of shares:

At June 30, 2012, fully subscribed and paid-up capital amounted to R\$ 2,867,020 (March 31, 2012 – R\$ 1,108,091 and June 30, 2011 – R\$ 1,108,091) and comprised nominative registered shares, with no par value, as follows:

	30/06/2012	31/03/2012	30/06/2011
Common	292,463,400	131,881,028	131,881,028
Preferred	242,612,675	112,462,912	112,462,912
Total	535,076,075	244,343,940	244,343,940

We present below the movement of capital stock

	Common	Preferred	Total
Number of outstanding shares at December 31, 2011	131,881,028	112,462,912	244,343,940
Capital increase	160,582,372	130,149,763	290,732,135
Number of outstanding shares at June 30, 2012	292,463,400	242,612,675	535,076,075

At the Extraordinary General Meeting held on January 18, 2012, a capital increase of up to R\$1,800,000 in Banco Panamericano, above the limit of authorized capital, was approved, through the issue for private subscription and proportional to the existing number of common and preferred shares, of up to 297,520,662 registered shares with no par value, comprising up to 160,582,377 common shares and 136,938,285 preferred shares.

The issue price was established at R\$6.05 per common or preferred share, with no unjustified dilution for the company's current stockholders, under the terms of Article 170, paragraph 1, item III, of Law 6404/76 ("Brazilian Corporation Law"), based on the average market quotation of the Company's preferred shares in the 180 trading sessions of BM&FBOVESPA from April 11 to December 27, 2011, inclusive, with no premium or discount.

Subsequent to the exercise period of the preferential rights and the two apportionments of the remaining shares, a total of 160,582,372 common shares and 130,149,763 preferred shares were subscribed, at the issue price of R\$6.05 per common or preferred share, in the total amount of R\$1,758,929. Considering that the capital increase was above the Minimum Subscription amount, as defined in the Notice to Stockholders of January 18, 2012, the remaining shares that were not subscribed were cancelled, as established in the Notice. The process was ratified by BACEN on June 8, 2012.

b) Revenue reserves:

Legal reserve – pursuant to the bylaws, the Bank shall appropriate 5% of net income for each year to the legal reserve. The legal reserve shall not exceed 20% of the Bank's paid-up capital. However, the Bank may choose not to appropriate a portion of its net income to the legal reserve for the year in which the balance of this reserve plus the capital reserves, exceeds 30% of its capital.

Reserve for equity integrity - under the terms of the bylaws, the remaining balance of retained earnings shall be appropriated to the reserve for equity integrity, for the purpose of ensuring that there are sufficient funds to meet the Bank's regulatory and operational capital requirements. The reserve may be converted into authorized capital and may be formed in accordance with the Board of Directors' proposal, with up to 100% of the net income, but may not exceed the amount of the Bank's capital.

c) Dividends and interest on own capital:

At the meeting held on April 27, 2011, the Bank's Board of Directors unanimously approved the cancellation of the distribution of interest on own capital (JCP) for 2010 in the gross amount of R\$6,000, which would have been paid up to April 30, 2011.

The cancellation of the payment of JCP was justified considering that: (i) it was verified, as disclosed in the significant event notice published on November 9, 2010, that the financial statements published up to that date, including the financial statements as at June 30, 2010, which formed the basis for the JCP distribution, were definitively impaired in their objective to provide accurate and fair information in accordance with accounting practices and, accordingly, did not reflect the true financial position of the Bank at that time, and also that losses of some R\$ 4,300,000 were subsequently identified; and (ii) the individual and consolidated financial statements as at December 31, 2010 and November 30, 2010, which at that time were the only financial statements of the Bank which were fairly presented, showed that net income did not exist, which precludes the payment of JCP, in accordance with the legislation in force.

Stockholders are entitled to a minimum dividend corresponding to 25% of annual net income, adjusted pursuant to Article 202 of Law 6.404/76, as amended by Law 11368/07. This mandatory dividend will be increased to 35% as from the Ordinary General Meeting that convenes to examine the accounts for 2013, as approved at the Extraordinary General Meeting held on January 18, 2012.

At the Board of Directors' meeting held on February 10, 2012, approval was given for the payment of interest on own capital for 2011, ratified at the Ordinary General Meeting held on April 25, 2012, in the gross amount of R\$ 16,831, corresponding to R\$ 0.068882412 gross per share (R\$ 0.058550050 net of 15% withholding income tax), which was paid on April 30, 2012.

d) Shareholders' deposit:

On January 31, 2011, through a complementary financial transaction, authorized by BACEN and with the financial support of the Deposit Guarantee Fund (FGC), the then controlling stockholder (Silvio Santos Group) subscribed the amount of R\$ 1,300,000 to Banco Panamericano S.A. to cover the losses generated by the additional accounting irregularities disclosed in the Bank's financial statements as at December 31, 2010. The objective of the transfer of funds was to strengthen the Bank's financial balance and operating liquidity.

e) Prior-year adjustments:

In 2011, prior-year adjustments were recorded as follows:

Bank	2011
- Write off of suspense accounts (1)	50,789
- Adjustment of liabilities settled in advance related to credit assignment transactions (2)	195,936
- Subtotal	246,725
- Tax effects	(98,690)
Total	148,035

(1) Write off of asset and liability suspense accounts pending for more than 180 days, during the first half of 2011.

(2) In the third Quarter of 2011, the Bank changed its accounting policy regarding amounts received in advance from customers whose loans had been assigned to other financial institutions. Up to the second quarter, these early payments were adjusted based on the contract rate of the transactions, according to the Bank's expectation for the assignment of new loans to the assignees in exchange for these debts. However, the majority of the liabilities paid in advance were being settled in cash by the Bank, and accordingly adjusted based on the rates agreed in the credit assignment transactions. As a result, the Bank decided to adjust all the liabilities based on the rates agreed in the loan assignments to evidence the Bank's effective obligation to the corresponding assignees.

22) INCOME FROM SERVICES RENDERED

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Loan operations	31,569	36,356	67,925	86,299
Income from cards	19,666	24,199	43,864	58,646
Income from collection services	81	49	130	2
Consortium management	6,767	3,299	10,066	7,222
Other	3,445	11,340	14,786	8,382
Total	61,528	75,243	136,771	160,551

23) PERSONNEL EXPENSES

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Salaries	28,386	27,932	56,318	18,623
Social charges	10,258	8,972	19,230	8,028
Benefits	6,560	5,160	11,721	2,579
Fees	1,820	1,778	3,598	4,907
Other	321	198	518	298
Total	47,345	44,040	91,385	34,435

24) OTHER ADMINISTRATIVE EXPENSES

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Commissions paid to storeowners and sales promoters	86,585	164,701	251,286	442,476
Third-party services	60,643	50,267	110,910	91,592
Data processing	13,989	15,098	29,087	48,163
Court settlements (1)	-	-	19	34,126
Financial system services	17,112	15,570	32,682	34,055
Communications	10,134	9,586	19,720	20,690
Fees and rates	12,459	12,888	25,347	13,770
Advertising, promotions and publicity	2,307	1,787	4,094	5,573
Rents	4,698	5,535	10,233	6,246
Transportation	1,542	1,395	2,937	3,678
Depreciation and amortization	2,037	1,280	3,317	2,403
Maintenance and repair of assets	682	483	1,165	1,109
Expenses for search and seizure of assets	1,367	1,477	2,844	1,149
Travel	7,415	6,282	13,697	26,891
Fund management	319	1,452	1,011	266
Consumption materials	1,254	692	2,706	4,907
Other	11,898	12,944	24,823	20,999
Total	234,441	301,437	535,878	758,093

(1) Expense reclassified to "Other operating expenses" in 2H11.

25) TAX EXPENSES

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Social contribution on revenues (COFINS)	18,330	24,015	42,345	49,931
Service tax (ISS)	5,425	6,021	11,446	12,867
Social Integration Program (PIS)	3,138	4,010	7,148	8,144
Taxes and charges	592	447	1,039	3,164
Total	27,485	34,493	61,978	74,106

26) OTHER OPERATING INCOME AND EXPENSES

a) Other operating income:

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Monetary restatement of loan assignments receivable	813	1,477	2,290	65,037
Repayment of insurance premiums	14	11	25	33,500
Reversal of provisions	(54,855)	99,296	44,441	27,823
Registry office registration fee (CDC)	5,359	4,975	10,334	6,661
Recovery of charges and expenses (1)	21,305	29,613	50,918	28,846
Other operating income	13,903	5,755	19,658	34,580
Total	(13,461)	141,127	127,666	196,447

(1) Recovery of amounts paid for collection advisory services.

b) Other operating expenses:

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Expense for loan assignments	24,814	77,142	101,956	148,065
Loss on loan and financing operations	(1,385)	2,093	708	19,657
Monetary variation	10,806	16,831	27,637	19,363
Provisions	16,345	34,026	50,371	14,295
Discounts granted	8,079	7,632	15,711	4,519
Deductible fraud	26,783	6,707	33,490	3,697
Insurance policy management	1,060	1,124	2,184	5,104
Other	26,319	5,920	32,239	19,338
Total	112,821	151,475	264,296	234,038

27) NON-OPERATING RESULTS

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Result of sale of other assets	(17,851)	(13,526)	(31,377)	(70,995)
Result of sale of properties	685	61	746	1
Profits or dividends received	-	-	-	15
Devaluation of other assets (1)	(7,826)	2,965	(4,861)	-
Other	-	6	6	13
Total	(24,992)	(10,494)	(35,486)	(70,966)

(1) For 1H11, these amounts were classified in "Other operating income".

28) RELATED-PARTY TRANSACTIONS AND BALANCES

The transactions with related parties (direct and indirect) are carried out under conditions and rates which are compatible with the average terms practiced with third parties effective on the dates of the transactions.

a) We present below the balances and transactions with related parties:

	Assets (liabilities)	Assets (liabilities)	Assets (liabilities)	Income (expenses)	Income (expenses)	1H12 Income (expenses) (k)	1H11 Income (expenses) (k)
Short-term interbank investments (a)							
Banco BTG Pactual S.A.	14,999	1,035,436	62,195	25,932	21,841	47,773	53,381
Caixa Econômica Federal	450,048	930,113	149,997	3,120	95	3,215	143,864
Total	465,047	1,965,549	212,192	29,052	21,936	50,988	197,245
Loan assignment (b)							
Caixa Econômica Federal	133,736	144,477	822,905	-	-	-	-
Total	133,736	144,477	822,905	-	-	-	-
Interbank deposits (c)							
Banco BTG Pactual S.A.	-	(1,005,820)	-	-	(5,820)	(5,820)	(2,939)
Caixa Econômica Federal	(2,042,118)	(2,059,472)	-	(8,708)	(33,410)	(42,118)	(6,380)
Panamericano DTVM S.A.	-	-	-	-	-	-	(246)
Total	(2,042,118)	(3,065,292)	-	(8,708)	(39,230)	(47,938)	(9,565)
Time deposits (d)							
BF Utilidades Domésticas Ltda.	-	-	-	-	-	-	(37)
Braspag Tecnologia Pagamento Ltda.	-	-	-	-	-	-	(46)
Panamericano Adm. de Cartões de Crédito Ltda.	-	-	-	-	-	-	(1,712)
Panamericano Prestadora de Serviços Ltda.	-	-	-	-	-	-	(126)
Perícia A. C. Seg. Previdência Privada Ltda.	-	-	-	-	-	-	(293)
Key management personnel	-	-	-	-	-	-	(139)
SSF Fomento Comercial Ltda.	-	-	-	-	-	-	(9)
TVSBT Canal 4 de São Paulo S.A.	-	-	-	-	-	-	(417)
Vimave Pacaembu Veículos Ltda.	-	-	-	-	-	-	(10)
Vimave Vila Maria Veículos Ltda.	-	-	-	-	-	-	(49)
Total	-	-	-	-	-	-	(2,838)
Caixa CDC FIDC (e)							
Silvio Santos Participações Ltda.	-	-	-	-	-	-	(32)
Key management personnel	-	-	-	-	-	-	(2,803)
Subtotal	-	-	-	-	-	-	(2,835)

Caixa Master CDC FIDC (e)							
Key management personnel	-	-	-	-	-	-	(150)
Subtotal	-	-	-	-	-	-	(150)
Total	-	-	-	-	-	-	(2,985)
Liabilities for purchase and sale commitments (f)							
Banco BTG Pactual S.A.	-	(998)	(166,995)	(4,765)	(3,206)	(7,971)	(386)
Caixa Econômica Federal	-	-	-	(129)	(21)	(150)	(23)
Total	-	(998)	(166,995)	(4,894)	(3,227)	(8,121)	(409)
Funds from real-estate, agribusiness and financial letters of credit (g)							
Banco BTG Pactual S.A.	(75,787)	(53,164)	-	(1,196)	(449)	(1,645)	-
Key management personnel	(898)	(2,927)	-	(30)	(40)	(70)	-
Total	(76,685)	(56,091)	-	(1,226)	(489)	(1,715)	-
Other liabilities (h)							
Caixa Econômica Federal	-	(41,896)	(94,376)	-	-	-	-
Total	-	(41,896)	(94,376)	-	-	-	-
Other administrative expenses (i)							
Caixa Econômica Federal	-	-	-	-	(96)	(96)	-
BF Par Utilidades Domésticas Ltda.	-	-	-	-	-	-	(1,103)
BF Utilidades Domésticas Ltda.	-	-	-	-	-	-	(1,187)
Braspag Tecnologia Pagamento Ltda.	-	-	-	-	-	-	(76)
GSS Centro de Serviços Compartilhados Ltda.	-	-	-	-	-	-	(753)
Hotel Jequití Ltda.	-	-	-	-	-	-	(2)
Panamericano Adm. de Cartões de Crédito Ltda.	-	-	-	-	-	-	(36,323)
Panamericano Com. Prod. e Serv. Ltda.	-	-	-	-	-	-	(1,217)
Panamericano DTVM S.A.	-	-	-	-	-	-	(4,283)
Panamericano Prestadora de Serviços Ltda.	-	-	-	-	-	-	(66,741)
Panseg Promoções e Vendas Ltda.	-	-	-	-	-	-	(1,118)
Promolider Promotora Vendas Ltda.	-	-	-	-	-	-	(40)
Silvio Santos Participações Ltda.	-	-	-	-	-	-	(17)
SS Comércio de Cosméticos e Prod. de Higiene Pessoal Ltda.	-	-	-	-	-	-	(5)
TVSBT Canal 4 de São Paulo S.A.	-	-	-	-	-	-	(6)
Total	-	-	-	-	(96)	(96)	(112,871)
Income from loan assignments (j)							
Caixa Econômica Federal	-	-	-	-	278,156	278,156	209,546
Total	-	-	-	-	278,156	278,156	209,546

(a) Investments by the Bank at interest based on the CDI rate.

(b) Loan assignments receivable without co-obligation.

(c) Funds obtained through interbank deposits at interest based on the CDI rate.

(d) Funds obtained through time deposits made at the Bank.

(e) Funds obtained through FIDC quotas.

(f) Purchase and sale commitments with affiliates.

(g) Funds obtained through agribusiness, real-estate and financial letters of credit at average rates of 94% of CDI.

(h) Amounts related to collections and insurance premiums to be transferred, received through affiliates, services provided, settlement of advance installments of loan assignments and intermediation of securities by DTVM.

(i) Other administrative expenses for services provided by affiliates.

(j) Income obtained from loan assignments.

(k) Except for the information on Caixa Econômica Federal, Banco BTG Pactual S.A and key management personnel, the other information on income and expenses refers to transactions with companies considered as related parties up to May 27, 2011, the date of the transfer of the share control of Banco Panamericano.

b) Management remuneration:

- I. At the Ordinary General Meeting, held on April 25, 2012, the maximum amount of management remuneration for 2012 was established at R\$ 12,590.

- **Short-term benefits provided to management (*)**

	2Q12	1Q12	1H12	1H11
Expenses for fees	1,820	1,778	3,598	4,907
Social security contributions (INSS)	393	400	793	1,069
Total	2,213	2,178	4,391	5,976

(*)Recorded in the "Personnel expenses" account.

- II. Panamericano provides no long-term benefits, related to employment contract rescissions or share-based remuneration to its key management personnel.

- **Other Information**

In accordance with the legislation in force, financial institutions may not grant loans or advances to the following:

- I. Management and members of the advisory, administrative, supervisory or similar boards and their respective spouses and relatives up to the second degree.
- II. Individuals or legal entities holding an ownership interest of more than 10%.
- III. Legal entities in which the financial institution itself and any of its directors or managers and their spouses and relatives up to the second degree hold an ownership interest of more than 10%.

29) FINANCIAL INSTRUMENTS

- **Risk management**

The Bank has exposure in assets and liabilities involving derivative financial instruments used to meet its own needs, which are recorded in balance sheet, income and memorandum accounts.

The Bank's management is responsible for establishing a risk policy and limits based upon an acceptable exposure level. The control and compliance management area, which is independent of the business and operational areas is responsible for identifying, assessing, monitoring and reporting compliance with the risk guidelines established by management.

- **Capital management**

The capital structure is managed to achieve the best possible risk-return ratio, with capital allocated according to the Bank's risk appetite. The Organization's objective is to maximize the use of its capital, based on the efficiency of the allocation of its resources and the corresponding risk factors.

OPERATING LIMITS (BASEL ACCORD)

The Bank measures its regulatory capital based on the standard models authorized by CMN and BACEN. The operating limits are evaluated monthly by comparing the measured capital to the requirement arising from its exposures to market risk, risk related to weighted assets (credit risk, among others), operational risk and the interest rate risk of the non-negotiable portfolio.

We present below the Basel Index calculation.

Capital structure	Group			
	Acronym	30/06/2012	31/03/2012	30/06/2011
0. Reference equity - equity to fixed asset limit		2,413,767	1,605,641	1,690,422
1. Reference equity	PR	2,413,767	1,605,641	1,690,422
1.1 Tier I	PR I	1,608,460	1,070,082	1,126,957
1.2 Tier II	PR II	805,307	535,559	563,465
2. 2 Portion of risk-weighted exposure	PEPR	1,144,738	1,056,951	1,126,673
3 Interest portion (fixed rate)	PJUR1	10,104	22	38,735
4. Interest portion (price index coupon)	PJUR3	-	28,341	-
5. Portion of operational risk	POPR	164,324	164,324	324,901
6. Portion of shares	PACS	-	-	4,598
7. Required reference equity (2+3+4+5+6)	PRE	1,319,166	1,249,639	1,494,908
8. Risk portion of banking positions	RBAN	29,144	312,355	71,172
9. Margin amount (1 – 7 – 8)		1,065,457	43,647	124,342
Basel index (0 x 100 / (7 / 0.11))		20.13%	14.13%	12.44%

The Basel index was 20.13% at June 30, 2012, as compared to 14.13% at March 31, 2012. This improvement was mainly due to the increase in the Bank's capital by the amount of R\$ 1,758,929, as described in Note 21a, of which R\$ 1,204,375 were subscribed by the Bank's controlling stockholders and which also prompted the 50.3% increase in Reference equity to R\$ 2,413,767.

Required reference equity (PRE), at June 30, 2012, presented a variation of 5.6% as compared to the position at March 31, 2012. The portion of risk-weighted exposure (PEPR) evolved 8.3%, for the same period. This evolution was justified for the most part by a combination of the net increase in retail credit operations and operations with legal entities.

The portions related to market risk (PJUR1 and PJUR3), comprising PRE, increased from R\$ 1,834 at December 31, 2011 to R\$ 10,104 at June 30, 2012, mainly as a result of the increase in required capital established by BACEN Circular 3568/11.

The portion related to operational risk at June 30, 2012, in the amount of R\$ 164,324, remained stable as compared to the position at March 31, 2012, in conformity with POPR calculation methodology.

The amount required to cover the market risk of operations exposed to fixed interest rates and not classified in the trading portfolio (RBAN) dropped to R\$ R\$ 29,144 as compared to R\$ 312,355 at March 31, 2012, as a result of a greater matching between assets and liabilities in the fixed risk factor and improvement in the methodology for the purpose of reflecting more fairly the cuts in interest rates in recent months.

The increase in Reference equity, greater than the growth in required regulatory capital, prompted an increase in the closing margin, for the six-month period, of R\$ 1,065,457.

- Credit risk

Credit risk is the possibility of the occurrence of losses related to the non-compliance by customers or counterparties with their corresponding financial obligations under the agreed terms, the devaluation of the loan agreement as a result of a deterioration in the borrower's risk rating, decreased gains or remuneration, advantages granted in renegotiations and recovery costs.

The management of credit risks involves policies and strategies, operating limits, risk mitigation techniques and procedures used to maintain the credit risk exposure at levels which are deemed acceptable by the Institution.

- Market risk

This risk arises from the possibility of loss due to rate fluctuations and the mismatching of the terms and currencies of the Bank's loan and funding portfolios. These risks are managed daily through methodologies established by best practice guidelines.

The main market risk factors to which the Bank is exposed are: fixed interest rate, interest rate linked to exchange variation, INPC (national consumer price rate), IPCA (amplified consumer price index), IGPM (general market price index), SELIC (Central Bank overnight rate), DI (interbank deposit rate) and foreign currency exposure. Exchange variations are linked to the US dollar. The most significant factors are related to fixed rates and price index coupons.

The transactions and underlying financial instruments are segregated in the following portfolios:

Trading portfolio: all transactions conducted with financial instruments, including derivatives, held with the intention of trading or for hedging other trading portfolio instruments in the trading portfolio. Transactions held for trading are those intended for resale, for obtaining benefits from effective or expected changes in prices or arbitrage.

Banking portfolio: transactions not classified in the trading portfolio. These comprise the structural transactions arising from the Organization's business lines, their potential hedges and all of the other exposures not classified in the Trading portfolio.

Management can change the effects arising from the market risk exposures, through hedging mechanisms and/or the repositioning of its assets and liabilities, which could mitigate the impact of any unfavorable scenarios.

Sensitivity analysis at June 30, 2012

Risk factors	Trading and Banking portfolio exposures subject to variation:	SCENARIOS (*)		
		(1) Probable	(2) Possible	(3) Remote
Interest rates	Fixed interest rates	(2,795)	(703,102)	(1,524,302)
Price index coupon	Price index coupon rates	(461)	(4,607)	(11,517)
Foreign currency	Exchange rate	(6)	(1,089)	(2,224)
Exchange coupon	US dollar coupon rates	(51)	(4,576)	(9,112)
Total June 30, 2012		(3,313)	(713,374)	(1,547,155)
Total March 31, 2012		(2,643)	(690,213)	(1,514,701)
Total June 30, 2011		(1,050)	(216,372)	(412,216)

(*) Amounts gross of taxes.

The sensitivity analysis was performed using the base scenario (market data at June 29, 2012), always considering the adverse impact on the positions for each vertex/maturity. The effects do not consider the correlation between the vertices and the risk factors and tax effects.

Scenario 1: a one basis point (0.01%) shock (upward or downward) was applied to the forward interest rate structure on all vertices/terms. Example: A 10% p.a. rate becomes 10.01% p.a. or 9.99% p.a. A real to US dollar exchange rate of R\$ 2.0415 was considered.

Scenario 2: a 25% shock (upward or downward) was applied to the rates (application of a 1.25 multiplier). For example: A 10% p.a. rate becomes 12.50% p.a. or 7.50% p.a. A real to US dollar exchange rate of R\$ 2.2234 was considered.

Scenario 3: a 50% shock (upward or downward) was applied to the rates (application of a 1.50 multiplier). For example: A 10% p.a. rate becomes 15.00% p.a. or 5.00% p.a. A real to US dollar exchange rate of R\$ 2.5266 was considered.

FOREIGN EXCHANGE EXPOSURE

We present below the assets and liabilities linked to foreign currencies at June 30, 2012, March 31, 2012 and June 30, 2011.

Assets – US dollar	30/06/2012	31/03/2012	30/06/2011
Credit operations (ACC/CCE)	363,965	225,572	-
Total assets	363,965	225,572	-
Liabilities – US dollar	30/06/2012	31/03/2012	30/06/2011
Subordinated debt	1,062,344	987,786	987,960
Securities issued abroad	1,001,078	912,311	779,050
Total liabilities	2,063,422	1,900,097	1,767,010

The Bank uses derivative financial instruments essentially for hedging purposes to meet its needs for managing market risks arising from the mismatching of currencies, indexes, portfolio terms and arbitrage.

At June 30, 2012, March 31, 2012 and June 30, 2011, the position of the derivative financial instruments, in foreign currency, was as follows:

	Notional value			Market value		
	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011
Assets – US dollar						
Swaps	1,720,341	1,721,364	1,771,643	2,490,004	2,309,927	2,130,593
DDI	31,320	34,620	-	(985)	(129)	-
Total	1,751,661	1,755,984	1,771,643	2,489,019	2,309,798	2,130,593
Liabilities – US dollar						
Swaps	7,861	10,000	-	9,623	10,946	-
DDI	322,217	191,062	-	11,600	546	-
DOL	81,200	34,620	-	2,522	142	-
Total	411,278	235,682	-	23,745	11,634	-

- Liquidity risk

This risk refers to the Group's ability to monitor the matching of the terms of receipt of its assets and financial investments in relation to the payment terms of its assumed obligations. The Bank manages liquidity daily, pursuant to the provisions of Resolution CMN 2804/00.

- Operational risk

This refers to the possibility of the occurrence of losses due to the failure, deficiency or inadequacy of internal processes, people and systems, or external events. This definition includes legal risk which is the risk related to the inadequacy or deficiencies in contracts entered into by the Bank, as well as any sanctions imposed as a result of non-compliance with the legal provisions and indemnifications for damages to third parties arising from activities carried out by the Bank.

In compliance with the principles of CMN Resolution 2554/98 and Item III of Article 9 of CMN Resolution 3380/06, the Group has an independent organizational structure responsible for the management and control of operational risks. The Internal Control, Compliance and Operational Risk area is also responsible for the Anti-money Laundering and Business Continuity areas.

In compliance with the requirements established by BACEN Circular 3477/09, the information on the risk management process is available for consultation on the website: www.panamericano.com.br/ri, Relatório de Gerenciamento de Riscos.

30) EMPLOYEE BENEFITS

The Bank and its subsidiaries contribute monthly to Multiprev - Fundo Múltiplo de Pensão, with a percentage of participants' payroll, to supplement the benefits provided by the government social security scheme, through a defined contribution plan. This is the sole responsibility of the Bank and its subsidiaries as sponsors. For 2Q12, this contribution totaled R\$ 195 (1Q12 - R\$ 232, 1H12 – 427 and 1H11 – R\$ 542).

In addition, Banco Panamericano offers its employees and officers a number of other benefits including: healthcare insurance, dental care, life and personal accident insurance and professional training. For 2Q12, these expenses totaled R\$ 6,646 (1Q12 - R\$ 5,209, 1H12 - R\$ 11,855 and 1H11 - R\$ 2,736).

31) INCOME TAX AND SOCIAL CONTRIBUTION

a) Calculation of income tax and social contribution charges:

	2nd Quarter 2012	1st Quarter 2012	1st Six-month Period 2012	1st Six-month Period 2011
Results before income tax and social contribution	(438,373)	(32,053)	(470,426)	(16,009)
Effective rate (1)	-	-	-	-
Total income tax and social contribution at the rates in force (2)	175,771	12,920	188,691	6,473
Effect on tax calculation:				
Adjustment of prior-year deferred tax assets (3)	-	-	-	2,136
Deferred tax assets not recorded in prior-years	86	(30)	56	112
Prior-year deferred tax assets recorded	-	22,381	22,381	-
Other amounts	36	(328)	(292)	58,144
Income tax and social contribution benefit for the period	175,893	34,943	210,836	66,865

(1) In Consolidated, the effective rate is not presented because a different rate is used for Panamericano Administradora de Consórcio Ltda. and Panserv Prestadora de Serviços Ltda. (25% of income tax and 9% for social contribution).

(2) The social contribution rate payable by financial and insurance companies was increased to 15%, pursuant to Law 11727/08 and remains at 9% for other companies (Note 3(n)).

(3) This is the difference in deferred tax assets recorded on temporary differences and tax losses for 2010 in Panamericano Arrendamento Mercantil S/A.

b) Origins and activity in deferred income tax and social contribution assets:

	At December 31, 2011	Amount recorded	Amount realized	At June 30, 2012
Allowance for loan losses	454,283	233,955	(24,834)	663,404
Provision for civil contingencies	51,987	-	(6,432)	45,555
Provision for tax contingencies (PIS and COFINS)	209,122	23,183	-	232,305
Provision for labor contingencies	8,767	71	(2,887)	5,951
Provision for tax contingencies	9,826	3,942	(5,672)	8,096
Provision for loss on repossessed assets	31,157	1,992	-	33,149
Mark-to-market adjustment of derivatives	8,617	-	(329)	8,288
Provision for employee bonuses	2,625	38	(2,526)	137
Provision for interest on own capital (JCP)	6,732	-	(6,732)	-
Other provisions	637	-	(618)	19
Total deferred tax assets on temporary differences	783,753	263,181	(50,030)	996,904
Tax losses	1,664,924	35,442	(3,518)	1,696,848
Unearned income and other consolidation adjustments of loans assigned to FIDCs	96,537	-	(24,492)	72,045
Total deferred tax assets	2,545,214	298,623	(78,040)	2,765,797
Deferred tax liabilities (Note 19(a))	(230,981)	29,997	(718)	(201,702)
Deferred tax assets, net of deferred tax liabilities	2,314,233	328,620	(78,758)	2,564,095

Deferred tax assets in the financial and insurance companies were recorded considering the increase in the rate of social contribution as established by Law 11727/08 (Note 3(n)).

c) Expected realization of deferred tax assets on temporary differences and income tax and social contribution losses:

The projected realization of deferred tax assets was prepared based on the business plan reviewed at December 31, 2011 and approved by the Board of Directors.

Deferred income tax and social contribution assets will be realized as the temporary differences are reversed or when they qualify for tax deductibility, or when the tax losses from which they are derived are offset.

We present below the estimated realization of these credits:

	Temporary differences			Income tax and social contribution losses			Unearned income and other consolidation adjustments of loans assigned to FIDCs			Total		
	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011	30/06/2012	31/03/2012	30/06/2011
2011	-	-	149,004	-	-	58,253	-	-	24,368	-	-	231,625
2012	492,260	420,595	99,195	69,835	60,733	46,697	1,529	2,857	7,942	563,624	484,185	153,834
2013	321,122	275,717	57,139	196,026	196,025	107,889	6,512	9,841	15,165	523,660	481,583	180,193
2014	52,669	58,228	15,082	189,365	189,365	162,370	15,608	22,375	27,136	257,642	269,969	204,588
2015	42,116	45,144	15,083	245,789	245,789	171,126	21,834	29,865	32,839	309,739	320,798	219,048
2016	83,526	73,166	7,538	257,935	257,935	156,442	16,295	23,914	10,272	357,756	355,015	174,252
2017	225	463	-	288,775	288,775	153,313	10,267	-	1,472	299,267	289,238	154,785
2018	4,986	4,537	-	385,927	379,395	166,830	-	-	604	390,913	383,931	167,434
2019	-	84	-	26,294	26,294	185,457	-	-	483	26,294	26,378	185,940
2020	-	104	208,424	31,127	31,127	84,015	-	-	-	31,127	31,231	292,439
2021	-	-	-	5,775	2,766	-	-	-	-	5,775	2,766	-
Total	996,904	878,038	551,465	1,696,848	1,678,204	1,292,392	72,045	88,852	120,281	2,765,797	2,645,094	1,964,138

At June 30, 2012, the present value of deferred tax assets, calculated based on the Bank's average funding rate, totaled R\$ 1,990,903 (March 31, 2011 - R\$ 1,767,176 and June 30, 2011 - R\$ 1,123,939).

d) Unrecorded deferred tax assets:

At June 30, 2012, consolidated Banco Panamericano had tax losses of approximately R\$782,228 (March 31, 2011 - R\$782,260 and June 30, 2011 - R\$1,733,639), for which deferred tax assets in the amount of R\$ 312,891 (March 31, 2012 - R\$ 312,899 and June 30, 2011 - R\$ 693,450) have not been recorded, since they did not meet all of the conditions established by BACEN.

e) Deferred tax liabilities:

	At December 31, 2011	Amount recorded	Amount realized	At June 30, 2012
Mark-to-market adjustment of derivative financial instruments	19,816	7,395	(718)	(13,139)
Excess depreciation	211,165	22,602	-	(188,563)
Total	230,981	29,997	(718)	(201,702)

Deferred tax liabilities in the financial and insurance companies were recorded considering the increase in the rate of social contribution as established by Law 11727/08 (Note 3(n)).

32) OTHER INFORMATION

a) Guarantees and sureties granted total R\$ 46,511 (March 31, 2012 - R\$ 45,778 and June 30, 2011 – R\$ 8,930).

b) The policy of the Bank and its subsidiaries is to contract insurance for its cash, checks received as collateral and assets in amounts which are considered sufficient to cover potential losses.

c) At June 30, 2012, March 31, 2011 and June 30, 2011, the Bank and its subsidiaries had no lease agreements for own acquisitions.

d) On December 28, 2011, the Bank signed a non-binding memorandum of understanding with Ourinvest Real Estate Holding S.A. ("Ourinvest"), the stockholders of Ourinvest ("Ourinvest Stockholders"), TPG-Axon BFRE Holding, LLC ("TPG-Axon"), Coyote Trail LLC ("Coyote"), Banco BTG Pactual S.A. ("BTG Pactual") and Brazilian Finance & Real Estate S.A. ("BFRE"), for the purpose of formally documenting the definitive contracts to regularize the indirect acquisition of 100% of the capital of BFRE (the "Acquisition").

BFRE is one of the largest financial service providers, focused exclusively on the Brazilian real estate sector, with a strong nationwide presence. Its core activities include the following: (i) real estate financing for individuals through Brazilian Mortgages and BM Sua Casa; (ii) construction financing for developers and builders to develop real estate projects, through Brazilian Mortgages; and (iii) the acquisition of real estate receivables and issue of mortgage-backed securities (CRIs), through Brazilian Securities, Brazil's largest securitization firm. The Acquisition will provide the Bank with a consolidated credit origination platform with attractive margins and ensure the expansion of its credit product portfolio in a market with excellent growth potential, as well as extending its distribution network with the integration of 88 BM Sua Casa sales points.

As a preparatory step for the Acquisition, BFRE will be reorganized to segregate, in a new company, the shares of Brazilian Capital Companhia de Gestão de Investimentos Imobiliários ("Brazilian Capital"), which carries out the management activities of the investments in real estate assets and which also acts as an investment manager and/or consultant for real estate investment or private equity funds ("Management Assets"), of the other assets and investments held by BFRE. As in the case of the investment in Brazilian Capital, the following will not be the object of the Acquisition by the Bank: (i) the real estate investment fund administration activities carried out at present by Brazilian Mortgages ("Administration Activities"); (ii) the proprietary investments in real estate investment fund quotas or private equity funds held directly or indirectly by BFRE and/or by any other of its Subsidiaries ("Proprietary Assets").

These Management Assets, Administration Activities and Proprietary Assets are of no interest to Panamericano, since they do not form part of its core activity of granting loans and financing, would require additional minimum capital and have no synergy with its operations. Accordingly, only the origination, financing and securitization activities carried out by the Subsidiaries of BFRE will be the objective of the

Acquisition (i.e. BM Sua Casa, Brazilian Mortgages and Brazilian Securities) ("Origination, Financing and Securitization Assets").

The total amount of the Acquisition of 100% of the investments in BFRE and its subsidiaries BM Sua Casa, Brazilian Mortgages and Brazilian Securities, and, accordingly, for the acquisition of the Origination, Financing and Securitization Assets, is R\$ 940,361 ("Acquisition amount").

On January 31, 2012, the definitive documents for the indirect acquisition of 100% of the company capital of Brazilian Finance & Real Estate S.A. ("BFRE") were signed with TPG-Axon BFRE Holding, LLC, Coyote Trail LLC and Ourinvest stockholders .

At the Ordinary and Extraordinary General Meetings of Panamericano held on April 25, 2012, approval was given for the indirect acquisition of 100% of the capital of Brazilian Finance & Real Estate S.A. (BFRE), as disclosed in the Significant Fact Notices released on December 28, 2011 and February 1, 2012.

At the Extraordinary General Meeting held on July 19, 2012, the BFRE stockholders approved the partial split-off of BFRE, with the merger of the split-off portion into BPMB IV Participações S.A. ("BPMB IV"), as a result of which the investment held in Brazilian Capital Companhia de Gestão de Investimentos ("Brazilian Capital") was split off from BFRE and transferred to BPMB IV. Subsequent to the split-off, and on the same date, the indirect acquisition by Panamericano of 100% of the capital of BFRE was completed and, consequently, the acquisition of the origination, financing and securitization assets structured by the subsidiaries of BFRE.

To strengthen and improve the Bank's new business strategy and the real estate market transactions arising from the acquisition of BFRE, Panamericano and CAIXA entered into a Commercial Agreement, also on April 25, 2012, according to which CAIXA will acquire, upon request by the Bank, real estate letters of credit and real estate receivable certificates, issued by Panamericano or any mortgage or securitization company under its control, as the case may be. This Commercial Agreement will remain in force for a period of seven years, as from the completion of acquisition of BFRE, and its validity is contingent on this completion.

Finally, Banco BTG Pactual S.A. (BTG Pactual) and CAIXA amended the Operational Cooperation Agreement entered into on January 31, 2011 with Panamericano, formalizing, among other provisions, the commitment that BTG Pactual, or its affiliates, will invest, in compliance with the applicable legislation, additional funds in the interbank certificates of deposit, bank certificates of deposit or real estate credit letters issued by Panamericano.

e) CMN Resolution 4036/11 came into force on January 1, 2012 and permits the deferral of the net loss generated by the renegotiation of previously assigned credit operations. The maximum term for deferral shall be December 31, 2015, or the date of maturity of the renegotiated operations, whichever is earlier, based on the straight-line method. Banco Panamericano will not use the option permitted by this Resolution.

Executive Board Declaration

In compliance with the provisions established by Instruction 480/09, of the Brazilian Securities Commission (CVM), the Executive Board of Banco Panamericano S.A. declares that it has discussed, reviewed and agreed with the Consolidated Quarterly Information for the six-month period ended June 30, 2012.

Executive Board Declaration

In compliance with the provisions established by CVM Instruction 480/09, the Executive Board of Banco Panamericano S.A. declares that it has discussed, reviewed and agreed with the conclusion expressed in the independent auditor's report on the Consolidated Quarterly Information for the six-month period ended June 30, 2012.

São Paulo, August 8, 2012

BOARD OF DIRECTORS

Chairman

Jorge Fontes Hereda

Vice Chairman

André Santos Esteves

Board Members

José Luiz Acar Pedro

Marcos Roberto Vasconcelos

Roberto Balls Sallouti

Marcio Percival Alves Pinto

Fabio Lenza

Antonio Carlos Canto Porto Filho

Roy Martelanc

Marcos Antonio Macedo Cintra

Otto Steiner Junior

Mateus Affonso Bandeira

EXECUTIVE BOARD

Chief Executive Officer

José Luiz Acar Pedro

Executive Officers

Iuri Rapoport

Eduardo Nogueira Domeque

Leandro de Azambuja Micotti

Paulo Alexandre da Graça Cunha

Paulo Henrique Bezerra Rodrigues Costa

Willy Otto Jordan Neto

Carlos Eduardo Pereira Guimarães

FISCAL COUNCIL

Daniela Maluf Pfeiffer

Fábio Franco Barbosa Fernandes

Paulo Roberto Salvador Costa

AUDIT COMMITTEE

Otto Steiner Junior

Antonio Carlos Rovai

Marcos Wagner da Fonseca

Sergio de Jesus

Contador – CRC 1SP198209/O-2