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Companhia Vale do Rio Doce  
Form 6-K  
November 15, 2005

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**United States Securities and Exchange Commission  
Washington, D.C. 20549  
FORM 6-K  
Report of Foreign Private Issuer  
Pursuant to Rule 13a-16 or 15d-16  
of the  
Securities Exchange Act of 1934  
For the month of November 2005  
Companhia Vale do Rio Doce  
Avenida Graça Aranha, No. 26  
20005-900 Rio de Janeiro, RJ, Brazil  
(Address of principal executive office)**

(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

(Check One) Form 20-F  Form 40-F

(Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1))

(Check One) Yes  No

(Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7))

(Check One) Yes  No

(Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

(Check One) Yes  No

(If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b). 82-\_\_\_\_.)

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**BOVESPA: VALE3, VALE5  
NYSE: RIO, RIOPR  
LATIBEX: XVALO, XVALP**

**www.cvrd.com.br**

**rio@cvrd.com.br**

**Investor Relations**

**Department**

Roberto Castello Branco

Alessandra Gadelha

Barbara Geluda

Daniela Tinoco

Eduardo Mello Franco

Fabio Lima

Tel: (5521) 3814-4540

**SUSTAINING PROFITABLE GROWTH**

**Performance of CVRD in the third quarter 2005 (3Q05)**

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Rio de Janeiro, November 9, 2005 Companhia Vale do Rio Doce (CVRD) has been reporting continuous good operational and financial results, breaking numerous records quarter over quarter. Past investments and significant productivity gains have resulted in record sales, which in this quarter were achieved in shipments of iron ore & pellets, potash, and railroad general cargo transportation and port services.

Most of CVRD units are operating at full capacity with every ton produced being shipped to clients.

In spite of the cost pressures arising from the economic cycle and the firm appreciation of the Brazilian Real, profit margins continue to be much higher than the historic average. Cash generation has been sufficient to finance a vast program of investments and considerable returns to shareholders, while the balance sheet has continuously strengthened.

§ Shipments of iron ore and pellets in 3Q05 totaled 65.260 million tons, exceeding the previous record 62.386 million tons in 2Q05 and bringing the total for the first nine months of 2005 (9M05) to 187.442 million

tons.

- § Potash sales were a record 197,000 tons in 3Q05, and 464,000 tons in 9M05.
- § Railroad general cargo transported for clients in the quarter, 7.789 billion net ton kilometer (ntk), broke the Company's previous record, of 7.466 billion ntk in 3Q04 and the total for CVRD's railroads in 9M05 was 20.886 billion ntk.
- § Cargo handled for clients in CVRD's ports reached 8.349 million tons in 3Q05, an all time record, and 23.040 million tons in 9M05.
- § Gross revenue in the quarter was US\$3.610 billion, 57.8% more than in 3Q04. Gross revenue in 9M05 was US\$9.659 billion, 59.9% more than in 9M04.
- § Operational profit, measured as adjusted EBIT<sup>(1)</sup>, consisted of US\$1.405 billion in the quarter, 58.6% more than in 3Q04, and US\$3.971 billion in 9M05.
- § Adjusted EBIT margin in 3Q05 is 40.8%, 430 basis points higher than the average for the 1Q01 - 3Q05 period.
- § 3Q05 cash generation, measured by adjusted EBITDA<sup>(2)</sup>, was US\$ 1.734 billion, 72.2% higher yoy. Adjusted EBITDA in the nine months equals to US\$ 4.760 billion.
- § LTM adjusted EBITDA increased for the fourteenth consecutive quarter reaching US\$ 5.761 billion.
- § 3Q05 net earning was US\$ 1.317 billion, or US\$ 1.15 per share, 39.7% higher than in 3Q04. Net earnings in the first nine months of 2005 is US\$ 3.645 billion,

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Except where otherwise indicated the operational and financial information in this release is based on the consolidated figures in accordance with USGAAP and, with the exception of information on investments and behaviour of markets, quarterly financial statements reviewed by the company's independent auditors. The main subsidiaries that are consolidated are the following: Caemi, Alunorte, Albras, RDM, RDME, RDMN, Urucum Mineração, Docenave, Ferrovia Centro-Atlântica (FCA), Itaco, CVRD Overseas e Rio Doce International Finance.

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US\$ 3.17 per share, 96.8% higher than the 9M04 net earning of US\$ 1.852 billion.

Annualized return on equity (ROE) for the quarter is 35.8%.

Capex in 3Q05 was US\$917 million, and US\$2.309 billion in 9M05.

**SELECTED FINANCIAL INDICATORS**

|                                                    |             |             |             |             | US\$ million |
|----------------------------------------------------|-------------|-------------|-------------|-------------|--------------|
|                                                    | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> | <b>9M04</b> | <b>9M05</b>  |
| Gross revenues                                     | 2,287       | 3,721       | 3,610       | 6,051       | 9,659        |
| Adjusted EBIT                                      | 886         | 1,771       | 1,405       | 2,301       | 3,971        |
| Adjusted EBIT margin (%)                           | 40.8        | 50.1        | 40.8        | 40.0        | 43.2         |
| Adjusted EBITDA                                    | 1,007       | 2,033       | 1,734       | 2,721       | 4,760        |
| Net earnings                                       | 943         | 1,630       | 1,317       | 1,852       | 3,645        |
| Earnings per share (US\$)                          | 0.82        | 1.41        | 1.15        | 1.61        | 3.17         |
| Annualized ROE (%)                                 | 32.7        | 39.0        | 35.8        | 32.7        | 29.9         |
| Total debt/ adjusted LTM EBITDA <sup>(3)</sup> (x) | 1.34        | 0.83        | 0.68        | 1.34        | 0.68         |
| Capex *                                            | 424.0       | 821.3       | 917.0       | 1,270.3     | 2,309.0      |

\* including  
acquisitions

**OUTLOOK  
FOR THE  
BUSINESS**

Global economic growth remains on track, in spite of the continuing high prices of crude oil and refined oil products that contribute to increases in production costs bringing some uncertainty over the future.

World economic expansion has undergone some variations since 2003, but these were not enough to deflect it from a path of expansion higher than the long-term trend. After a surge in the end of 2003 and the beginning of 2004, global growth slowed down somewhat, converging to levels below than the 6% posted during that period. Expansion picked up again in 1Q05, before another soft patch driven by the global inventories cycle.

Nevertheless, in 3Q05 industrial production and international trade again expanded firmly. Also, leading indicators for manufacturing industry – important for the demand for ores and metals - showed significant strength.

The global Purchasing Managers Index (PMI) for manufacturing industry, computed by JP Morgan, reached a 13-month peak in October, consistent with a manufacturing output growth rate of 6% p.a. The figures indicate balanced growth across the regions, with increases in the Euro Zone, principally in Germany, its leading economy, and Japan, where the manufacturing PMI is the highest since September 2004 and 2005, respectively. In the US there was a slight decrease in October, but after a very high level in the previous months.

Long-term interest rates, in spite of some recent volatility, continue to be very low, and stock markets have been strong, stimulated by companies increasing profits and more solid balance sheets. Credit spreads, as well as premiums demanded on long-term debt securities, are now tight in comparison with historic averages.

Oil prices, after a peak in nominal terms in August reflecting market nervousness on the impact of hurricanes in the US, have fallen during the last two months.

In 3Q05, the US economy grew at an annual rate of more than 3% for the tenth quarter running, in spite of the effects of Hurricane Katrina.

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Increased oil prices led to US monthly inflation in September being the highest since 1980, with the 12-month inflation reaching 4.7%. However, core inflation is at 2% p.a. We expect the US Federal Reserve to take monetary policy on a less expansionary course, continuing to increase short-term interest rates to attempt to avoid secondary pass-through effects on domestic prices from the high prices of oil and oil products. The short-term real interest rate in the US is still close to zero even after the increases of 300 basis points in the nominal rate between June 2004 and October 2005.

The Chinese economy posted annualized GDP growth above 9% for the ninth consecutive quarter. Industrial production growth stabilized at 16% p.a. since 2Q05, while fixed assets investments, an important leading indicator for steel consumption, show an annual growth rate of 27%.

Since urbanization is still low in China, similar to Brazil's level of 45 years ago, and since its manufacturing industry has not yet reached the capital-intensive production stage, there is significant potential for expansion of demand for ore and metals over the next 10 to 15 years.

China's economic development, intensive in metals consumption a long-term phenomenon is a key difference between the current expansion cycle and those of the 1980s and 90s, when the demand for mineral products depended basically upon fluctuations in mature economies, which were more exposed to cyclical fluctuations and where the importance of manufacturing industry output is naturally declining.

On the other hand, the investment cycle in the ores and metals industry, which began a pickup in 2003 after the contraction that followed the South East Asian crisis, that caused significant increase in costs of equipment and engineering services and in the time taken to conclude new projects. This has two important consequences: the first is the lengthen of the cycle, as supply responds more slowly to the context of higher prices; and the second is that the attractiveness of new projects requires higher long term prices.

Forecasts of an excess in supply of metals in the second half of 2005 did not materialize. On the contrary, inventories of aluminum and copper diminished in September and October. Copper prices have tested the barrier of US\$ 4,000/ton, unprecedented in the last 20 years, and aluminum prices are again varying around US\$ 2,000/ton, level reached in the March of this year, and highest since January 1995.

With firm indications of industrial production growth worldwide in the coming quarters, low inventory levels, and the absence of any projects adding significant increment in the supply of copper concentrate, this situation is very likely to continue.

In aluminum, China's increased production has called for higher imports of alumina and this has been a determining factor in the current excess global demand, reflected in a significant raise in spot prices, now above US\$ 500/ton, more than double their levels of 2001-2. We do not expect this imbalance to be corrected in the next 24 months.

World steel production was 6.3% up year-on-year in 9M05, led strongly by China, where production rose 27.4%. Chinese production is now more than 31% of world production, and exceeds the aggregate production of Europe of the 25 and the NAFTA countries.

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China's iron ore imports in 9M05 were 198.9 million tons, 31.7% more than in 9M04. In the context of the stability of demand in the rest of the world, the increase of almost 50 million tons in Chinese imports is a good indicator of the substantial pressure of the global demand.

The existence of a spot iron ore market provides short-term signals on the degree of balance between supply and demand. The change in estimated spot transactions from 4% of seaborne trade in 2003 to 9%, and the persistence of prices higher than those in the long-term contract market gives us a good indication of continuation of the excess demand for iron ore. This information is even more important if we consider that this is happening in an environment in which inventories continue to be low, without any signal of increase, and in which the iron ore industry has been working at full capacity since the second half of 2003.

Among the products for which global demand benefits most strongly from China's economic growth are those, such as iron ore, alumina (bauxite), copper concentrate and nickel, in which reserves are limited in volume and/or quality precisely the markets in which CVRD either has an excellent existing position (iron ore and alumina) or is investing to become one of the largest global players (copper and nickel).

**RELEVANT**

**EVENTS**

**Consolidation of the investment grade rating**

After the upgrade by Moody's Investor Service of CVRD's credit risk from Ba1 to Baa3, corresponding to investment grade, this rating was confirmed by two other important rating agencies, Standard & Poor's Rating Services with a *BBB* rating, and Dominion Bond Rating Services, with a rating of *BBB low*.

As a result, besides being the first Brazilian company to receive an investment grade rating, CVRD is the only Brazilian company classified as investment grade by three of the world's most important rating agencies.

These decisions consolidate market perception on CVRD's high quality credit risk.

**New tranche of CVRD 2034 issued**

In October, CVRD issued US\$ 300 million in bonds due 2034 making up a single series with its US\$ 500 million 2034 issued on January 15, 2004.

Purchase offers from investors were more than twice supply. The placement, which provides an yield to investor of 7.65% per year, will lead to magnifying the market liquidity of CVRD 2034 and lengthening the average maturity of the Company's debt. This issuance is in line with the strategic aim of minimizing the Company refinancing risk while at the same time strengthening the positive perception of CVRD's credit quality by the global capital markets.

**Acquisition offer for Canico**

In September, CVRD made an offer for the acquisition of all the common stock of the Canadian mining exploration company Canico Resource Corp (Canico) for CAN\$17.50 (Canadian dollars) per common share, to be paid in cash. Canico focuses on the development of the Onça Puma lateritic nickel project in the Brazilian state of Pará. Due to the location of Canico's sole asset and existing

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efficient infrastructure in Carajás, also in the state of Pará, Brazil, there are significant synergies to be exploited.

**Investment in new pelletizing plants**

A US\$ 759 million investment by CVRD's subsidiary Caemi in its Itabirito project was approved.

The project consists of construction of a pelletizing plant (US\$ 462 million) at Vargem Grande, in the state of Minas Gerais, Brazil, with nominal production capacity of 7 Mtpy, an iron ore concentration plant at the Pico mine (US\$ 282 million) and a 4-km iron ore pipeline (US\$ 15 million), to carry the ore between these two operational units. Operational start-up is scheduled for 2008.

At the same time CVRD approved the development of the third pelletizing plant of Samarco, at Ponta Ubu, in the state of Espírito Santo, for an estimated investment of US\$ 1.183 billion, to increase its current pellet production capacity by 7.6 Mtpy to 21.6 Mtpy.

Of this total, US\$ 518 million will be invested in the pelletizing plant, US\$ 240 million in an iron ore concentration plant at the Alegria mine, and US\$ 300 million in an iron ore pipeline parallel to the existing one, linking these two units – the remainder being invested in the mine and in expansion of the shipment and storage capacity. This operation is scheduled to start-up in the first half of 2008.

CVRD holds 50% of Samarco, which represents an integral part of its business strategy in pellets.

**Development of the 118 project approved**

In October, CVRD's Board of Directors approved the investment to develop the 118 oxide copper project. The estimated cost is US\$ 232 million, with start-up planned for first half 2008. Estimated average production capacity is 36,000 tpy of copper cathode, with forecast useful life of 11 years.

The project has synergies with the Sossego mine, through the utilization of this mine's deposit of oxide ore in its processing plant, and with the Vermelho nickel project, through the use of the sulfuric acid plants.

**Further expansions of bauxite and alumina output capacity**

In line with the strategic focus on upstream in the aluminum production chain, in which CVRD has strong competitive advantages, the Board of Directors approved expansion of the Paragominas bauxite mine and Alunorte's alumina refinery – both in the state of Pará, Brazil.

US\$ 196 million will be invested in the second phase of Paragominas, which will add 4.5 Mtpy of bauxite to the 5.4 Mtpy capacity of the first phase, currently under development. Conclusion of the first phase is set for 1Q07, and of the second phase for 2Q08.

The construction of stages 6 and 7 of Alunorte, each with production capacity of 925,000 tpy of alumina, will require investment of US\$ 846 million. This project is expected to be concluded in 2Q08, when the refinery will reach nominal capacity of 6.26 Mtpy.



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**Dividends**

The priorities for use of the Company's cash flow are: financing of the growth opportunities that generate value, appropriate management of the balance sheet, and return to shareholders. A total of US\$ 1.3 billion was distributed to shareholders this year, and of US\$ 3.4 billion in the last four years.

On October 31, 2005, CVRD paid dividends to its shareholders consisted of R\$ 1.8 billion, equivalent to R\$ 1.57 per common or preferred outstanding share. This amount corresponds to the second portion of the minimum dividend announced in January of R\$ 1.1 billion together with the additional dividend proposed in September of R\$ 678 million.

In 2005 CVRD has paid R\$ 3.09 billion to its shareholders, or R\$ 2.68 per common or preferred outstanding share, an increase of 36% over the amount paid in 2004 and representing average annual growth of 39% since 2002.

**SALES AND REVENUES**

CVRD's gross revenue in 3Q05 was US\$ 3.610 billion, 57.8% more than in 3Q04, and the second highest quarterly revenue in its history, 3.0% lower than in the previous quarter, 2Q05.

However, adjusting revenue in the two quarters for the retroactive effect of the iron ore and pellets price increase adjustments of US\$ 318 million in 2Q05 and US\$ 22 million in 3Q05 the 3Q05 revenue is the highest in CVRD's history, at US\$ 3.588 billion, versus US\$ 3.403 billion in 2Q05.

3Q05 gross revenue was US\$ 1.323 billion more than in 3Q04, mainly reflecting higher prices which contributed US\$ 1.164 billion, or 88.0% of the total increase, and more volumes sold, which contributed US\$ 159 million, or 12.0%.

Revenue in the first nine months of the year was US\$ 9.659 billion, 13.9% higher than in the whole year of 2004; and LTM revenue to September 30, 2005 was US\$ 12.087 billion, a new all-time record.

In 3Q05 ferrous minerals accounted for 75.0% of the gross revenue; products of the aluminum chain (bauxite, alumina and primary aluminum) 9.9%; logistics services 9.9%; and non-ferrous minerals 5.0%.

Europe continued to be the main destination of CVRD's sales, responsible for 28.1% of 3Q05 gross revenue, followed by Brazil with 27.9%, China 15.7% and Japan 9.5%.

**Ferrous minerals**

**All-time record in shipments of iron ore and pellets**

CVRD's shipments of iron ore and pellets in 3Q05 were a new all-time record of 65.260 million tons, 8.0% higher than in 3Q04. Sales of iron ore totaled 58.879 million tons, while sales of pellets were 6.381 million tons.

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Since the demand for iron ore continues to be extremely strong, a large proportion of the growth in shipments was sustained by productivity gains achieved in all the productive complexes of CVRD's Southern System. As well as the operational performance, the start-up of the Fábrica Nova mine was essential in supporting the capacity for the Company to expand its sales.

In 3Q05 CVRD acquired 4.613 million tons of iron ore from producers located in the Iron Quadrangle, in the state of Minas Gerais, to complement its production and meet clients' needs. In the first nine months of the year it purchased 13.109 million tons of iron ore, 11.9% higher than the volume of 11.710 million tons acquired in the first nine months of 2004.

Total iron ore sales in 9M05 were 167.529 million tons, more than in the whole year of 2003, and 12.6% higher than in 9M04.

A non-recurring event - problems at a US client's unloading terminal caused by Hurricane Katrina - resulted in sales of pellets in 3Q05, at 6.381 million tons, being lower than in 3Q04, of 6.847 million tons. Pellets sales in 9M05 were 19,913 million tons, compared to 20.431 million tons in 9M04.

CVRD sold 14.301 million tons of iron ore to China in 3Q05, 21.9% of its total sales volume. Japan received shipments of 6.330 million tons, or 9.7% of the total, Germany 6.124 million tons, 9.4%, France 4.6%, Italy 4.5% and South Korea 4.1%.

Sales to Brazilian steelmakers and pig iron producers amounted to 8.975 million tons, 13.8% of total shipments. Sales to the pelletizing joint ventures at Tubarão were 5.774 million tons, 8.8% of the total. After pelletization, the majority of this volume is sold to other countries.

CVRD's average realized sale price for iron ore in 3Q05 was US\$ 35.07/ton, 72.0% higher than in 3Q04. For pellets this average price was US\$ 79.92/ton, or 94.7% more than in 3Q04.

Shipments of manganese ore summed 271,000 tons in 3Q05, 13.4% yoy, but an increase of 77,000 tons compared to 2Q05.

Sales of ferro alloys reached 131,000 tons, 16.0% less than in 3Q04 and 10.9% lower than in 2Q05. This was expected, due to the temporary shutdown of the equivalent of one-third of CVRD's total ferro alloys production capacity in August, resulting in output 15% lower than in the previous quarter.

CVRD's average sale price of manganese ore was US\$ 73.80/ton, 24.6% less qoq, but 15.5% more than in 3Q04.

The fall in ferro alloy prices continued a trend which started at the end of last year: the average price in 3Q05, US\$ 618.32/ton, was 34.1% less than in 2Q05 and 42.9% less than in 3Q04.

Alloy prices are beginning to show signs of stabilization, with some recovery since September, on market reaction to contraction in global production.

In 3Q05 ferrous minerals - iron ore, pellets, manganese and ferro alloys - provided the greater part of the Company's gross revenue: US\$ 2.706 billion or 75.0% of CVRD's total gross revenue - and 71.4% higher than in 3Q04.

Iron ore shipments contributed US\$ 2.065 billion to this total, pellets US\$ 510 million, services of operation of the Tubarão pelletizing plants US\$ 19 million, manganese ore US\$ 20 million, and ferro alloys US\$ 81 million.

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The volume of primary aluminum sold, 112,000 tons in 3Q05, was slightly higher than the 110,000 tons sold in 2Q05, and 10.9% more than the volume sold in 3Q04 reflecting the very high output in that quarter, equal to the record quarterly output of 4Q04.

Shipments of alumina in the 3Q05 were 507,000 tons, almost the same as in 3Q04, and 26.1% more than in 2Q05.

With the Alunorte refinery operating at full capacity, at an annual rate of 2.5 million tons, the fluctuations in volumes sold each quarter have been caused by the use of swaps with other producers in order to maximize the profitability of sales.

In 3Q05 CVRD sold 368,000 tons of bauxite, 22.5% less than in the previous quarter. The drought in the Amazon region harmed the navigation through Trombetas river, negatively affecting bauxite shipments. Since the raining season starts in the last quarter of the year, this problem was already eliminated.

The average realized price for bauxite in 3Q05 was US\$ 27.17/ton, in line with 2Q05, and 4.2% more than in 3Q04.

The price of alumina in the quarter was US\$ 287.97/ton, higher 12.5% yoy and 5.2% qoq.

The average sale price for alumina in 3Q05 was equivalent to 15.6% of the average price of primary aluminum traded on the LME (London Metals Exchange) in the period reflecting the influence of new contracts with prices at a higher percentage of the benchmark and spot sales taking advantage of the current situation of high prices. Approximately 15% of CVRD alumina sales are made in the spot market.

CVRD's average price for primary aluminum was US\$ 1,803.57/ton in 3Q05, a little below that of 2Q05, US\$ 1,854.55/ton. Since CVRD's sales are based on the average price of the LME in the previous month, the Company's average sales prices in 3Q05 did not include any reflection of the September price increase, which will appear in 4Q05.

Revenue from products in the aluminum chain in 3Q05 totaled US\$ 358 million, 9.5% more than in 2Q05, and 9.9% of CVRD's total revenue in the quarter.

**Copper**

CVRD sold 96,000 tons of copper concentrate in 3Q05, 9,000 tons less than in 2Q05, and the same volume as in 3Q04. Copper concentrate sales in 9M05 was 286,000 tons.

Copper output from the Sossego mine continues to be lower than its nominal capacity due to the delay in delivery of drilling equipment: only one of the four drilling machines ordered is working. When the new equipment, specially adapted to work with the type of rock found at Sossego, starts operating, we expect output, and consequently sales, to start rising in 1Q06.

CVRD's average price of copper concentrate in 3Q05, US\$ 958.33 per ton, was 31.4% higher than in 3Q04 of US\$ 729.17/ton, and 8.2% over 2Q05 US\$ 885.71/ton. LME copper prices are still at record levels, due to the limitations in growth of supply of concentrate, strong Chinese demand and the historically low level of inventories.

High prices compensated for the effect on revenue of lower volume sold in 3Q05. Total revenues from shipment of copper concentrates were US\$ 92 million in the quarter, totaling US\$ 260 million in 9M05.

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CVRD sold 280,000 tons of kaolin in 3Q05 against 303,000 tons in 2Q05, and 319,000 tons in 3Q04. Lower sales volume was partly caused by postponement of an 18 thousand tons shipment to Japan, from end of September to October, due to problems with the vessel.

Average sale price for kaolin in the quarter was US\$ 150.00 per ton, 16.7% higher than in 3Q04 and 1.0% more than in 2Q05. Revenue from sales of kaolin was US\$ 42 million, US\$ 1 million over 3Q04.

Potash sales at 197,000 tons, were 52.7% more than in 2Q05 and 22.4% higher than in 3Q04. The increase from the previous quarter reflects the seasonal effect of the farm planting cycle and increasing demand, which was partially met by the use of inventories accumulated since the beginning of the year. The Taquari-Vassouras potash mine had its capacity increased from 600,000 to 850,000 tons/year, and should be operating at full capacity in 2006.

The average price of CVRD's potash sales in 3Q05 was US\$ 238.58/ton, in line with 2Q05 and 9.7% higher yoy. Potash sales contributed US\$ 47 million to CVRD's revenue in 3Q05, US\$ 16 million more than in 2Q05.

**Logistics**

CVRD's logistic services generated revenue of US\$ 359 million in 3Q05, 13.6% higher qoq and 54.7% yoy. Logistic services provided 9.9% of CVRD's total revenue in 3Q05.

Revenue from logistics in 9M05 totaled US\$ 907 million, 41% more than in 9M04 of US\$ 643 million.

Higher volumes carried and the appreciation of the Brazilian Real against the US dollar also boosted sales revenues, since the services are priced in Brazilian currency.

CVRD's railroads transported 7.789 billion ntk of general cargo, a record, and an increase of 4.3% over 3Q04 at 7.466 billion ntk. The main cargos carried were agricultural products, 39.1% of the total, steel industry inputs and products 37.0%, and construction material and forest products 6.9%. Transport of agricultural products overtook transport of steel-related products for the first time, resulted from haulage of the crop and CVRD's increasing exploitation of its own growth potential.

Railroad transportation of general cargo by the Carajás (EFC), Vitória-Minas (EFVM) and Centro-Atlântica (FCA) railroads contributed US\$ 267 million to revenue. Port services contributed US\$ 60 million, while coastal shipping and port support services provided US\$ 32 million.

CVRD's ports and maritime terminals handled 8.349 million tons of general cargo, which compares with 7.634 million in 3Q04, a record volume.

**VOLUME SOLD: IRON ORE AND PELLETS**

|              | 3Q04          |              | 2Q05          |              | 3Q05          |              | 9M05              |              |
|--------------|---------------|--------------|---------------|--------------|---------------|--------------|-------------------|--------------|
|              |               | %            |               | %            |               | %            | Thousands of tons | %            |
| Iron ore     | 53,606        | 88.7         | 56,167        | 90.0         | 58,879        | 90.2         | 167,529           | 89.4         |
| Pellets      | 6,847         | 11.3         | 6,219         | 10.0         | 6,381         | 9.8          | 19,913            | 10.6         |
| <b>Total</b> | <b>60,453</b> | <b>100.0</b> | <b>62,386</b> | <b>100.0</b> | <b>65,260</b> | <b>100.0</b> | <b>187,442</b>    | <b>100.0</b> |

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|                     |             |             |             | Thousands of tons |             |
|---------------------|-------------|-------------|-------------|-------------------|-------------|
|                     | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> | <b>9M04</b>       | <b>9M05</b> |
| Manganese ore       | 313         | 194         | 271         | 679               | 663         |
| Ferro-alloys        | 156         | 147         | 131         | 492               | 410         |
| Alumina             | 508         | 402         | 507         | 1,326             | 1,387       |
| Primary aluminum    | 101         | 110         | 112         | 317               | 331         |
| Bauxite             | 652         | 475         | 368         | 1,562             | 1,204       |
| Potash              | 161         | 129         | 197         | 465               | 464         |
| Kaolin              | 319         | 303         | 280         | 897               | 863         |
| Copper concentrates | 96          | 105         | 96          | 130               | 286         |

**IRON ORE AND PELLET SALES BY DESTINATION**

|                                    |               |             |               |             |               | Thousands of tons |               |             |
|------------------------------------|---------------|-------------|---------------|-------------|---------------|-------------------|---------------|-------------|
|                                    | <b>3Q04</b>   | <b>%</b>    | <b>2Q05</b>   | <b>%</b>    | <b>3Q05</b>   | <b>%</b>          | <b>9M05</b>   | <b>%</b>    |
| <b>EU</b>                          | <b>18,337</b> | <b>30.3</b> | <b>20,016</b> | <b>32.1</b> | <b>18,884</b> | <b>28.9</b>       | <b>56,303</b> | <b>30.0</b> |
| Germany                            | 6,204         | 10.3        | 6,466         | 10.4        | 6,124         | 9.4               | 18,406        | 9.8         |
| France                             | 2,854         | 4.7         | 2,850         | 4.6         | 2,977         | 4.6               | 8,251         | 4.4         |
| Belgium                            | 2,285         | 3.8         | 1,779         | 2.9         | 1,961         | 3.0               | 5,647         | 3.0         |
| Italy                              | 2,012         | 3.3         | 3,148         | 5.0         | 2,915         | 4.5               | 7,983         | 4.3         |
| Others                             | 4,982         | 8.2         | 5,773         | 9.3         | 4,907         | 7.5               | 16,016        | 8.5         |
| <b>China</b>                       | <b>11,340</b> | <b>18.8</b> | <b>11,747</b> | <b>18.8</b> | <b>14,301</b> | <b>21.9</b>       | <b>36,905</b> | <b>19.7</b> |
| <b>Japan</b>                       | <b>5,742</b>  | <b>9.5</b>  | <b>6,249</b>  | <b>10.0</b> | <b>6,330</b>  | <b>9.7</b>        | <b>18,272</b> | <b>9.7</b>  |
| <b>South Korea</b>                 | <b>2,813</b>  | <b>4.7</b>  | <b>1,237</b>  | <b>2.0</b>  | <b>2,647</b>  | <b>4.1</b>        | <b>6,339</b>  | <b>3.4</b>  |
| <b>Middle East</b>                 | <b>1,916</b>  | <b>3.2</b>  | <b>2,063</b>  | <b>3.3</b>  | <b>2,244</b>  | <b>3.4</b>        | <b>5,621</b>  | <b>3.0</b>  |
| <b>USA</b>                         | <b>1,333</b>  | <b>2.2</b>  | <b>1,083</b>  | <b>1.7</b>  | <b>878</b>    | <b>1.3</b>        | <b>3,237</b>  | <b>1.7</b>  |
| <b>Brazil</b>                      | <b>14,181</b> | <b>23.5</b> | <b>14,397</b> | <b>23.1</b> | <b>14,749</b> | <b>22.6</b>       | <b>43,356</b> | <b>23.1</b> |
| Steel mills and pig iron producers | 9,213         | 15.2        | 9,038         | 14.5        | 8,975         | 13.8              | 26,833        | 14.3        |
| Pelletizing joint ventures         | 4,968         | 8.2         | 5,359         | 8.6         | 5,774         | 8.8               | 16,523        | 8.8         |

**LOGISTICS SERVICES GENERAL CARGO**

|                         | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> | <b>9M04</b> | <b>9M05</b> |
|-------------------------|-------------|-------------|-------------|-------------|-------------|
| Railroads (million ntk) | 7,466       | 7,418       | 7,789       | 20,428      | 20,886      |
| Ports (thousand tons)   | 7,634       | 8,336       | 8,349       | 21,644      | 23,040      |

**AVERAGE PRICES REALIZED**

|              |             |             |             | US\$ / ton  |             |
|--------------|-------------|-------------|-------------|-------------|-------------|
|              | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> | <b>9M04</b> | <b>9M05</b> |
| Iron ore     | 20.39       | 38.58       | 35.07       | 19.24       | 31.76       |
| Pellets      | 41.04       | 90.69       | 79.92       | 39.55       | 70.05       |
| Manganese    | 63.90       | 97.94       | 73.80       | 58.91       | 88.99       |
| Ferro alloys | 1,083.33    | 938.78      | 618.32      | 858.13      | 880.49      |
| Alumina      | 255.91      | 273.63      | 287.97      | 239.06      | 282.62      |
| Aluminum     | 1,752.48    | 1,854.55    | 1,803.57    | 1,671.92    | 1,830.82    |

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|                     |        |        |        |        |        |
|---------------------|--------|--------|--------|--------|--------|
| Bauxite             | 26.07  | 27.37  | 27.17  | 25.61  | 27.41  |
| Potash              | 217.39 | 240.31 | 238.58 | 191.40 | 232.76 |
| Kaolin              | 128.53 | 148.51 | 150.00 | 132.66 | 146.00 |
| Copper concentrates | 729.17 | 885.71 | 958.33 | 723.08 | 909.09 |

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**Table of Contents****US GAAP****GROSS REVENUE BY DESTINATION**

|                             | US\$ million |              |              |              |              |              |              |              |
|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                             | <b>3Q04</b>  | <b>%</b>     | <b>2Q05</b>  | <b>%</b>     | <b>3Q05</b>  | <b>%</b>     | <b>9M05</b>  | <b>%</b>     |
| Europe                      | 699          | 30.6         | 1,149        | 30.9         | 1,015        | 28.1         | 2,817        | 29.2         |
| Brazil                      | 621          | 27.2         | 1,013        | 27.2         | 1,006        | 27.9         | 2,671        | 27.7         |
| China                       | 277          | 12.1         | 431          | 11.6         | 568          | 15.7         | 1,278        | 13.2         |
| Japan                       | 200          | 8.7          | 324          | 8.7          | 342          | 9.5          | 882          | 9.1          |
| Emerging Asia<br>(ex-China) | 87           | 3.8          | 167          | 4.5          | 183          | 5.1          | 475          | 4.9          |
| USA                         | 118          | 5.2          | 119          | 3.2          | 85           | 2.4          | 302          | 3.1          |
| Rest of the<br>World        | 285          | 12.5         | 518          | 13.9         | 411          | 11.4         | 1,234        | 12.8         |
| <b>Total</b>                | <b>2,287</b> | <b>100.0</b> | <b>3,721</b> | <b>100.0</b> | <b>3,610</b> | <b>100.0</b> | <b>9,659</b> | <b>100.0</b> |

**GROSS REVENUE BY PRODUCT**

|                                       | US\$ million |              |              |              |              |              |              |              |
|---------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                                       | <b>3Q04</b>  | <b>%</b>     | <b>2Q05</b>  | <b>%</b>     | <b>3Q05</b>  | <b>%</b>     | <b>9M05</b>  | <b>%</b>     |
| <b>Ferrous<br/>minerals</b>           | <b>1,579</b> | <b>69.0</b>  | <b>2,908</b> | <b>78.2</b>  | <b>2,706</b> | <b>75.0</b>  | <b>7,218</b> | <b>74.7</b>  |
| Iron ore                              | 1,093        | 47.8         | 2,167        | 58.2         | 2,065        | 57.2         | 5,320        | 55.1         |
| Pellet plant<br>operation<br>services | 12           | 0.5          | 6            | 0.2          | 19           | 0.5          | 45           | 0.5          |
| Pellets                               | 281          | 12.3         | 564          | 15.2         | 510          | 14.1         | 1,395        | 14.4         |
| Manganese ore                         | 20           | 0.9          | 19           | 0.5          | 20           | 0.6          | 59           | 0.6          |
| Ferro-alloys                          | 169          | 7.4          | 138          | 3.7          | 81           | 2.2          | 361          | 3.7          |
| Others                                | 4            | 0.2          | 14           | 0.4          | 11           | 0.3          | 38           | 0.4          |
| <b>Non ferrous<br/>minerals</b>       | <b>146</b>   | <b>6.4</b>   | <b>169</b>   | <b>4.5</b>   | <b>181</b>   | <b>5.0</b>   | <b>494</b>   | <b>5.1</b>   |
| Potash                                | 35           | 1.5          | 31           | 0.8          | 47           | 1.3          | 108          | 1.1          |
| Kaolin                                | 41           | 1.8          | 45           | 1.2          | 42           | 1.2          | 126          | 1.3          |
| Copper<br>concentrates                | 70           | 3.1          | 93           | 2.5          | 92           | 2.5          | 260          | 2.7          |
| <b>Aluminum<br/>products</b>          | <b>327</b>   | <b>14.3</b>  | <b>327</b>   | <b>8.8</b>   | <b>358</b>   | <b>9.9</b>   | <b>1,031</b> | <b>10.7</b>  |
| Primary<br>aluminum                   | 177          | 7.7          | 204          | 5.5          | 202          | 5.6          | 606          | 6.3          |
| Alumina                               | 130          | 5.7          | 110          | 3.0          | 146          | 4.0          | 392          | 4.1          |
| Bauxite                               | 17           | 0.7          | 13           | 0.3          | 10           | 0.3          | 33           | 0.3          |
| Others                                | 3            | 0.1          |              |              |              |              |              |              |
| <b>Logistics<br/>services</b>         | <b>232</b>   | <b>10.2</b>  | <b>316</b>   | <b>8.5</b>   | <b>359</b>   | <b>9.9</b>   | <b>907</b>   | <b>9.4</b>   |
| Railroads                             | 164          | 7.2          | 233          | 6.3          | 267          | 7.4          | 659          | 6.8          |
| Ports                                 | 43           | 1.9          | 59           | 1.6          | 60           | 1.7          | 166          | 1.7          |
| Shipping                              | 25           | 1.1          | 24           | 0.6          | 32           | 0.9          | 82           | 0.8          |
| Others                                | 3            | 0.1          | 1            | 0.0          | 6            | 0.2          | 9            | 0.1          |
| <b>Total</b>                          | <b>2,287</b> | <b>100.0</b> | <b>3,721</b> | <b>100.0</b> | <b>3,610</b> | <b>100.0</b> | <b>9,659</b> | <b>100.0</b> |

**OPERATIONAL  
COSTS AND  
EXPENSES**

Cost of goods sold (COGS) totaled US\$ 1.645 billion in 3Q05, 9.1% more than in 2Q05 and 56.2% higher than 3Q04. The Brazilian currency appreciated by 21.3% against the US dollar from 3Q04 to 3Q05, causing a negative impact on CVRD's costs, which are around 70%, denominated in Brazilian Reais. The volatility of the exchange rate was responsible for 34.3%, or US\$ 203 million, of the total increment of US\$ 602 million in costs between the two quarters.

The principal item responsible for the increase in COGS, was outsourced services US\$ 153 million higher than 3Q04, mainly due to the increase of US\$ 48 million in waste removal, US\$ 48 million in freight expenses because of higher volume carried and prices rise and US\$ 43 million in maintenance services.



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**US GAAP**

Material costs increased by US\$ 122 million, basically driven by higher usage of conveyor belts and replacement of spare parts and tires, which also had higher prices.

Expenses on acquisition of iron ore and pellets raised by US\$ 93 million, due to the increase in prices and to the growth of 14.7% in the volume acquired from third parties, as previously described, from 4.022 million tons in 3Q04 to 4.613 million tons in 3Q05.

Expenses on energy rose by US\$ 87 million, reflecting adjustment on prices of fuel and electricity in 2Q05. Around 25% of the increment in energy costs took place in Albras, whose electricity supply contract was renewed in June 2004. The price per MWh settled in the contract is sensitive to Brazilian inflation, changes in the BRL/USD exchange rate and the LME aluminum price.

The total of depreciation and amortization, at US\$ 161 million in 3Q05, was US\$ 66 million higher than in 3Q04, reflecting not only the increase in the Company's asset base - which rose from US\$ 3.3 billion at the end of 2002 to US\$ 13.4 billion in September 2005 due to significant investments - but also the appreciation of the Real.

Demurrage expenses were US\$ 18 million in the quarter, and US\$ 55 million in 9M05, which, when annualized, is equivalent to US\$ 73 million, 13.6% lower than in the whole year of 2004, reflecting CVRD's efforts to optimize its logistics and expand its ports capacity. We do, however, expect a stronger reduction in the future.

Personnel expenses, at US\$ 139 million in the 3Q05, increased US\$ 41 million yoy, mainly reflecting the annual raise in employees' salaries, which was agreed at 6.5% for the period July 2005 through June 2006, and also the payment of an extraordinary bonus in August.

Other factors that contributed to the increase in COGS were tax expenses US\$ 20 million higher, and leasing expenses US\$ 12 million over 3Q04.

Sales, general and administrative expenses, at US\$ 160 million in 3Q05, were US\$ 48 million higher than in 3Q04, driven by annual increase of remuneration of administrative employees, according to parameters previously cited, and the appreciation of the Brazilian Real.

There was also a provision for losses in inventories of ferro alloys of US\$ 28 million in 3Q05, and an increase of US\$ 15 million in contingency expenses, essentially generated by FCA.

There was a raise of US\$ 68 million in research and development (R&D) expenses, which were US\$ 36 million in 3Q04 against US\$ 104 million in 3Q05. CVRD continues to intensify its mineral exploration efforts, aiming to prepare for growth in the coming decade through greenfield projects. Of the total R&D allocation in 3Q05, 41.3%, or US\$ 43 million, was spent on mining exploration and project studies in countries of South America, Asia, Africa and Australia.

**Table of Contents****US GAAP****COST OF GOODS SOLD BREAKDOWN**

|                                     | US\$ million |              |              |              |              |              |              |              |
|-------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                                     | 3Q04         | %            | 2Q05         | %            | 3Q05         | %            | 9M05         | %            |
| Personnel                           | 98           | 9.3          | 117          | 7.8          | 139          | 8.4          | 354          | 8.0          |
| Material                            | 188          | 17.9         | 279          | 18.5         | 310          | 18.8         | 820          | 18.6         |
| Fuels                               | 119          | 11.3         | 148          | 9.8          | 164          | 10.0         | 442          | 10.0         |
| Electric energy                     | 67           | 6.4          | 117          | 7.8          | 109          | 6.6          | 323          | 7.3          |
| Outsourced services                 | 224          | 21.3         | 342          | 22.7         | 377          | 22.9         | 1,009        | 22.9         |
| Acquisition of iron ore and pellets | 123          | 11.7         | 215          | 14.3         | 216          | 13.1         | 546          | 12.4         |
| Acquisition of other products       | 87           | 8.3          | 81           | 5.4          | 83           | 5.0          | 251          | 5.7          |
| Depreciation and exhaustion         | 95           | 9.0          | 127          | 8.4          | 161          | 9.8          | 410          | 9.3          |
| Others                              | 52           | 4.9          | 82           | 5.4          | 86           | 5.2          | 245          | 5.6          |
| <b>Total</b>                        | <b>1,053</b> | <b>100.0</b> | <b>1,508</b> | <b>100.0</b> | <b>1,645</b> | <b>100.0</b> | <b>4,400</b> | <b>100.0</b> |

**GOOD OPERATIONAL PERFORMANCE**

Operational profit, measured by adjusted EBIT, was US\$ 1.405 billion in 3Q05, US\$ 519 million more than in 3Q04, led by net revenue US\$ 1.272 billion higher, partially offset by an increase of US\$ 592 million in COGS.

Adjusted EBIT in 9M05 was US\$ 3.971 billion, 72.6% over US\$ 2.301 billion in 9M04.

Adjusted EBIT margin in the quarter was 40.8%, 430 bp more than the quarterly average for the period 2001/2005, and equal to the adjusted EBIT margin for 3Q04. The margin of the ferrous minerals division was 50.7%, 570 bp higher than the 45.0% of 3Q04, because of higher prices of iron ore and pellets valid for 2005.

The adjusted EBIT margin of the aluminum business was 25.3%, vs. 44.4% in 3Q04. The increase in average price in the three products in the aluminum chain bauxite, alumina and aluminum was more than offset by the impact of the appreciation of the Brazilian Real on costs, especially in electricity, that together with alumina are the largest components in the cost of aluminum production. Also, there were price raises in several inputs, such as caustic soda, up 20%, and calcining oil 25%, both used in production of alumina, and coke 35%, which affects the cost of production of primary aluminum.

Adjusted EBIT margin for logistics services was 27.6%, 40 bp more than in 3Q04, reflecting the appreciation of the Brazilian Real.

The EBIT margin of the non-ferrous minerals division, which contributes on average to 4% of CVRD's adjusted EBIT, decreased from 33.6% in 3Q04 to 8.0% in 3Q05. The main reason for this decline was the negative operation margin in kaolin business, because of inventory write-off, provision for ICMS credit loss and increase on storage and packaging costs and port expenses in Europe, the major market for CVRD kaolin sales.

Excluding the kaolin business, the adjusted EBIT margin of the non-ferrous minerals division would be 24.6% in 3Q05.

**Table of Contents****US GAAP****ADJUSTED EBIT MARGIN BY BUSINESS AREA**

|                      | <b>3Q04</b>  | <b>2Q05</b>  | <b>3Q05</b>  |
|----------------------|--------------|--------------|--------------|
| Ferrous minerals     | 45.0%        | 56.7%        | 50.7%        |
| Non ferrous minerals | 33.6%        | 30.9%        | 8.0%         |
| Aluminum             | 44.4%        | 32.7%        | 25.3%        |
| Logistics            | 27.2%        | 30.0%        | 27.6%        |
| <b>Total</b>         | <b>40.8%</b> | <b>50.1%</b> | <b>40.8%</b> |

**A****POWERFULL****CASH FLOW**

3Q05 cash flow, measured by adjusted EBITDA, was US\$ 1.734 billion, an increase of 72.2% compared to 3Q04, but 14.7% lower than in 2Q05. Discounting the retroactive effects on 3Q05 and 2Q05 of the changes in iron ore and pellets prices gives adjusted EBITDA for 3Q05 would be US\$ 1.712 billion, almost equal to the US\$ 1.715 billion of the previous quarter.

In the twelve-month period to September 2005, adjusted EBITDA amounted US\$ 5.761 billion. 3Q05 was fourteenth consecutive quarterly result in which LTM adjusted EBITDA increased and was 75.2% higher yoy.

The growth in CVRD's adjusted EBITDA has been characterized by low risk, since the negative volatility of the quarterly variations over the period from 1Q01 through 3Q05 has been low, at only 29.4% of total volatility.

The main drivers contributing for the US\$ 727 million growth in adjusted EBITDA between 3Q05 and 3Q04 are increases of US\$ 519 million in adjusted EBIT, US\$ 69 million in depreciation, and US\$ 139 million in dividends received from affiliated companies and joint ventures.

The total of dividends received in 3Q05 was US\$ 158 million, vs. US\$ 19 million in 3Q04. The largest contribution to this strong increase came from Samarco, which paid US\$ 75 million to CVRD in the quarter. CVRD also received dividends from Usiminas, US\$ 29 million; GIIC, US\$ 20 million; Hispanobras, US\$ 16 million; Itabrasco, US\$ 10 million; and CSI, US\$ 8 million.

In 3Q05 the breakdown of cash flow by business area is: ferrous mineals 87.8%, aluminum 6.4%, logistics 6.6%, non-ferrous minerals 1.0%; and others representing dividends received from non-consolidated companies, less spending on research and development, -1.8%.

**QUARTERLY ADJUSTED EBITDA**

|                                         | <b>3Q04</b>  | <b>2Q05</b>  | <b>3Q05</b>  | <b>9M04</b>  | <b>9M05</b>  |
|-----------------------------------------|--------------|--------------|--------------|--------------|--------------|
|                                         |              |              |              |              | US\$ million |
| Net operating revenues                  | 2,173        | 3,536        | 3,445        | 5,749        | 9,194        |
| COGS                                    | (1,053)      | (1,508)      | (1,645)      | (2,873)      | (4,400)      |
| SG&A                                    | (112)        | (135)        | (160)        | (319)        | (408)        |
| Research and development                | (36)         | (54)         | (104)        | (86)         | (192)        |
| Other operational expenses              | (86)         | (68)         | (131)        | (170)        | (223)        |
| <b>Adjusted EBIT</b>                    | <b>886</b>   | <b>1,771</b> | <b>1,405</b> | <b>2,301</b> | <b>3,971</b> |
| Depreciation, amortization & exhaustion | 102          | 136          | 171          | 280          | 436          |
| Dividends received                      | 19           | 126          | 158          | 140          | 353          |
| <b>Adjusted EBITDA</b>                  | <b>1,007</b> | <b>2,033</b> | <b>1,734</b> | <b>2,721</b> | <b>4,760</b> |

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**Table of Contents****US GAAP****ADJUSTED EBITDA BY BUSINESS AREA**

|                      | US\$ million |              |              |              |              |              |              |              |
|----------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                      | 3Q04         | %            | 2Q05         | %            | 3Q05         | %            | 9M05         | %            |
| Ferrous minerals     | 722          | 71.7         | 1,687        | 83.0         | 1,523        | 87.8         | 3,884        | 81.6         |
| Non-ferrous minerals | 33           | 3.3          | 45           | 2.2          | 17           | 1.0          | 102          | 2.1          |
| Logistics            | 100          | 9.9          | 130          | 6.4          | 114          | 6.6          | 334          | 7.0          |
| Aluminum             | 152          | 15.1         | 149          | 7.3          | 111          | 6.4          | 429          | 9.0          |
| Others               |              | 0.0          | 22           | 1.1          | (31)         | -1.8         | 11           | 0.2          |
| <b>Total</b>         | <b>1,007</b> | <b>100.0</b> | <b>2,033</b> | <b>100.0</b> | <b>1,734</b> | <b>100.0</b> | <b>4,760</b> | <b>100.0</b> |

**FINANCIAL RESULT**

CVRD posted net financial result of a negative US\$ 180 million in 3Q05, US\$ 25 million less than in 3Q04. Financial revenues, at US\$ 36 million, were US\$ 26 million higher than the US\$ 10 million computed in 3Q04, but this increase was more than offset by financial expenses US\$ 51 million higher, at US\$ 216 million.

In the nine first months of 2005, the net financial result was negative in US\$ 267 million, an improvement against the net financial expenses of US\$ 372 million in the same period last year. The improvement in this result was determined by reduction of US\$ 60 million in losses on derivative transaction contracted to hedge aluminum prices and of US\$ 28 million in interest expenses. The increase of US\$ 51 million in financial revenues, was partly offset by a US\$ 25 million raise on monetary adjustment of legal liabilities.

**EQUITY INCOME**

Equity income from subsidiaries in the 3Q05 totaled US\$ 194 million, 52.8%, or US\$ 67 million, more than in 3Q04. This increment came mainly from the pelletizing companies, benefiting from price increases for their products: they produced equity income of US\$ 125 million in 3Q05, vs. US\$ 49 million in 3Q04. Much of this amount came from Samarco, which contributed US\$ 82 million to CVRD's profit in 3Q05, vs. US\$ 35 million in 3Q04.

The contribution of MRS Logística was also higher, at US\$ 17 million in 3Q05 compared with US\$ 8 million in 3Q04, mainly due to the appreciation of the Real against the US dollar, since its revenues are denominated in Reais.

The contribution from investments in steel companies was lower US\$ 35 million in 3Q05 vs. US\$ 50 million in 3Q04 following the divestment of CST.

**RESULT FROM SHAREHOLDINGS**

|                               | R\$ million |            |            |            |            |
|-------------------------------|-------------|------------|------------|------------|------------|
|                               | 3Q04        | 2Q05       | 3Q05       | 9M04       | 9M05       |
| Iron Ore and Pellets          | 50          | 128        | 127        | 115        | 307        |
| Aluminum, Alumina and Bauxite | 20          | 18         | 15         | 52         | 51         |
| Logistics                     | 8           | 12         | 17         | 22         | 39         |
| Steel                         | 50          | 62         | 35         | 176        | 150        |
| Others                        | (1)         |            |            | (2)        |            |
| <b>Total</b>                  | <b>127</b>  | <b>220</b> | <b>194</b> | <b>363</b> | <b>547</b> |

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**US GAAP**

**US\$ 3.6  
BILLION NET  
EARNINGS IN  
9M 2005**

CVRD computed net earnings of US\$ 1.317 billion in 3Q05, 39.7% more than in 3Q04, but 19.2% less than in 2Q05. Net earnings in the first nine months of 2005 was US\$ 3.645 billion, almost twice the amount for 9M04, of US\$ 1.852 billion; and net earning in the 12 months ended September 2005 was US\$ 4.366 billion, 69.7% more than in the year 2004.

The main component of the growth between 3Q04 and 3Q05 was the increase of US\$ 519 million in operational profit.

The appreciation of the Brazilian Real, which, on the one hand, increased operational costs and expenses, compressing margins, operational profit, cash flow and net profit, on the other hand caused a positive effect in the later, through monetary variations of US\$ 163 million. Equity income from subsidiaries increased its contribution to earnings by US\$ 67 million from 3Q04 to 3Q05.

At the same time, revenue from sale of assets was US\$ 188 million lower: an accounting gain of US\$ 314 million was posted on the sale of the stake in CST in 3Q04, while a gain of US\$ 126 million was posted on the divestment of the Quebec Cartier Mining Company in 3Q05.

**DEBT:  
EXCELLENCE  
IN CREDIT  
QUALITY**

After achieving investment grade status on July 8, 2005, with the rating by Moody's Investor Service, CVRD obtained the same recognition from two of the other principal rating agencies in the world: Standard & Poor's Ratings Services and Dominion Bond Ratings Service. In our view, this represents the consolidation of market's perception on CVRD's high credit quality.

CVRD's total debt on September 30, 2005 was US\$ 3.942 billion, which compares with US\$ 4.168 billion at the end of June 2005, and US\$ 4.088 billion at the end of 2004. Net debt<sup>(4)</sup> at the end of September 2005 was US\$ 2.707 billion, a reduction of US\$ 505 million from the net debt position of US\$ 3.212 billion at the end of June 2005. The average maturity of CVRD's debt on September 30, 2005 was 6.89 years, of which 47% was at fixed rates and 53% at floating rates.

The Company's leverage and interest coverage indicators continued to improve, reflecting the strength of its balance sheet: total debt/adjusted EBITDA declined from 0.83x on June 30, 2005 to 0.68x on September 30, 2005; and interest coverage, measured as LTM Adjusted EBITDA / interest paid, increased from 17.73x to 21.03x over the same period. In October 2005 CVRD raised US\$ 300 million from the issue of a further tranche of the CVRD 2034 bond, with an yield to investors of 7.65% p.a. This represents a spread of 286 bp over US Treasury securities of equal duration, and 50 bp less than the US\$ 500 million issue of January 2004 and with a yield to investors 70 bp lower.

The transaction, which was placed amidst an environment of fears of inflation acceleration in the US and expectations of higher long-term interest rates, was very successful, given the excess demand to buy the bond and the spread reduction compared to the January 2004 issue.

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The main effects of an additional issue of the 2034 bond were: liquidity increase, a marginal lengthening of the average maturity of CVRD's debt, and, consequently, reduction in its refinancing risks.

**FINANCIAL EXPENSES**

|                                              |              |             | US\$<br>million |
|----------------------------------------------|--------------|-------------|-----------------|
|                                              | 3Q04         | 2Q05        | 3Q05            |
| <b>Financial expenses on:</b>                |              |             |                 |
| Debt with third parties                      | (61)         | (57)        | (69)            |
| Debt with related parties                    | (3)          | (4)         | 2               |
| <b>Total debt-related financial expenses</b> | <b>(64)</b>  | <b>(61)</b> | <b>(67)</b>     |
|                                              | <b>3Q04</b>  | <b>2Q05</b> | <b>3Q05</b>     |
| <b>Gross interest on:</b>                    |              |             |                 |
| Tax and labour contingencies                 | (11)         | (13)        | (27)            |
| Tax on financial transactions (CPMF)         | (9)          | (16)        | (15)            |
| Derivatives                                  | (36)         | 56          | (64)            |
| Others                                       | (45)         | (17)        | (43)            |
| <b>Total gross interest</b>                  | <b>(101)</b> | <b>10</b>   | <b>(149)</b>    |
| <b>Total</b>                                 | <b>(165)</b> | <b>(51)</b> | <b>(216)</b>    |

**DEBT INDICATORS**

|                                                                |       |       | US\$ million |
|----------------------------------------------------------------|-------|-------|--------------|
|                                                                | 3Q04  | 2Q05  | 3Q05         |
| Gross debt                                                     | 4,418 | 4,168 | 3,942        |
| Net debt                                                       | 2,479 | 3,212 | 2,707        |
| Gross debt / adjusted LTM EBITDA(x)                            | 1.34  | 0.83  | 0.68         |
| Adjusted LTM EBITDA / LTM interest expenses <sup>(5)</sup> (x) | 13.00 | 17.73 | 21.03        |
| Gross debt / EV <sup>(6)</sup> (x)                             | 0.16  | 0.11  | 0.08         |

*Enterprise Value = market capitalization + net debt*

**THE SEEDS  
OF FUTURE  
GROWTH**

CVRD's total capital expenditure in 3Q05 was US\$ 917.0 million, 11.7% more than in 2Q05 at US\$ 821.3 million and 60.8% higher than in 1Q05 at US\$ 570.3 million.

Capex in 9M05 was US\$ 2.309 billion, 69.3% of the US\$ 3.332 billion budgeted for the year. In the 12 months to the end of September 2005 CVRD's capex was US\$ 2.995 billion, an all-time record in the Company's history.

Of the total 3Q05 capex, US\$ 700.2 million was allocated to organic growth R&D and projects and US\$ 216.8 million to stay-in-business capex. In the first nine months of the year US\$ 1.608 billion was invested in projects, US\$ 181 million in R&D and US\$ 519 million in maintenance.

Three important projects have been completed this year: the Fábrica Nova iron ore mine, the increase in capacity at the Taquari-Vassouras potash mine from 600,000 to 850,000 tons/year and the construction of the Aimorés hydroelectric power plant.

In the quarter, CVRD invested US\$ 110.1 million in R&D, which compares with US\$ 42.7 million in 2Q05. Mineral exploration efforts were concentrated mainly in looking for new deposits of copper, coal, nickel, gold and manganese and in project studies (conceptual, pre-feasibility and feasibility studies).



**Table of Contents****US GAAP**

CVRD Board of Directors approved projects totaling US\$ 2.033 billion, involving capacity expansion of pellets, copper, bauxite and alumina. These projects, submitted to rigorous approval criteria, will be new sources of cash generation and shareholder value from 2008, when operations are scheduled to begin.

CVRD subsidiary Caemi will invest US\$ 759 million in the Itabirito project, to be completed in 2008. This involves construction of a pelletizing plant with nominal capacity of 7 Mtpy (US\$ 462 million), an iron ore concentration plant at the Pico mine (US\$ 282 million) and an iron ore pipeline for the transportation of ore between these two units (US\$ 15 million).

The investment in the second phase of the Paragominas bauxite mine, in Brazil, state of Pará, was also approved. It will add 4.5 Mtpy to the nominal capacity of the first phase currently being developed, of 5.4 Mtpy. The project, budgeted to cost US\$ 196 million, is planned for completion in the second quarter of 2008, when Paragominas will have capacity to produce 9.9 Mtpy of bauxite.

Construction of stages 6 and 7 of the Barcarena alumina refinery, each with annual capacity of 935,000 tons, has also been approved. The cost of this project is estimated at US\$ 846 million, extremely competitive even with the appreciation of the Brazilian Real and the strong rise in prices of equipments and contractors' services.

The start-up is also programmed for the second quarter of 2008. The two new stages will increase the capacity of the refinery to 6.26 Mtpy, consolidating its position as the world's largest and most up-to-date plant.

In October CVRD's Board approved investment in developing the 118 oxide copper project, with average production capacity estimated at 36,000 tons of copper cathode/year. The 118 project is in the Southern part of Carajás, in the Brazilian state of Pará. The estimated investment is US\$ 232 million, for start-up in the first half of 2008.

**Main CVRD projects underway: progress report**

| <b>Area</b>             | <b>Project</b>                                                     | <b>Budgeted<br/>2005</b> | <b>Status</b>                                                                                                                                                                                                                           |
|-------------------------|--------------------------------------------------------------------|--------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Ferrous minerals</b> | Expansion of the Carajás iron ore mines to 85 Mtpy Northern System | 140                      | This project will add 15 Mtpy to CVRD's production capacity and is scheduled for conclusion in 3Q06. The second ship loader of Pier III started operating in August.                                                                    |
|                         | Brucutu iron ore mine Southern System                              | 205                      | Phase I of the project is expected to be complete in 3Q06, bringing nominal production capacity to 12 Mtpy. Conclusion of Phase II is planned for 2007, bringing capacity to 24 Mtpy. Studies are in progress for expansion to 30 Mtpy. |
|                         | Expansion of the Itabira iron ore mines Southern System            | 16                       | Modernization of operations and expansion of production capacity of the Itabira mines to 46 Mtpy. Conclusion and start-up scheduled for 2H07.                                                                                           |
|                         | Fazendão iron ore mine Southern System                             | 52                       | Project for 14 million tpy of run-of-mine (ROM) iron ore. Works are planned to start in 1H06, for completion and start-up in 2H07.                                                                                                      |
|                         | Fábrica iron ore mine Southern System                              | 38                       | Project to expand capacity by 5 million tons from 12 to 17 Mtpy, with start-up in 3Q07.                                                                                                                                                 |



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| <b>Area</b>                     | <b>Project</b>                                    | <b>Budgeted<br/>2005</b> | <b>Status</b>                                                                                                                                                                                                                                                                                                                        |
|---------------------------------|---------------------------------------------------|--------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                 | Timbopeba iron ore mine<br>Southern System        | 25                       | Small-scale equipments for this project are now operating. Access road to the mine is under construction, to be ready in December 2005. Output is in line with estimates (2.7 million tons).                                                                                                                                         |
|                                 | Tubarão Port expansion<br>Southern System         | 22                       | Project to expand conveyor belt systems and cargo handling area machinery, and build new cargo handling areas. The project will increase the port's handling capacity by 10 million tons. Conclusion scheduled for December 2006.                                                                                                    |
|                                 | Expansion of the São Luis<br>pelletizing plant    | 18                       | Expansion of capacity from 6 to 7 Mtpy will be finalized by January 2006. 85% of the project has been completed. Estimated production this year is 6.25 million tons.                                                                                                                                                                |
|                                 | Anthracite                                        | 86                       | The process of acquisition of 25% of the Chinese anthracite producer Henan Longyu Energy Resources Ltd., in partnership with Yoncheng and Baosteel, has been completed. The mine is expected to produce 1.7 million tons of high quality anthracite in 2005, of which CVRD's take is equal to its percentage holding in the company. |
| <b>Coal</b>                     | Metallurgical coke                                | 16                       | Acquisition of a 25% stake, in association with the Chinese coal producer Yankuang, in Shandong Yankuang International Coking Ltd, to produce metallurgical coke. The project has estimated production capacity of 2 Mtpy of coke and 200,000 tons/year of methanol. Start-up scheduled for 2006.                                    |
|                                 | Expansion of the<br>Taquari-Vassouras potash mine | 9                        | The works to expand nominal potash production capacity from 600,000 to 850,000 tpy have been completed.                                                                                                                                                                                                                              |
| <b>Non-ferrous<br/>minerals</b> | 118 copper mine                                   | 32                       | This project was approved in October 2005 and the mine is scheduled to start producing in 1H08. The project will have production capacity of 36,000 tons of copper cathode/year, and estimated total investment of US\$ 232 million. The principal equipment                                                                         |

has been ordered.

|                    |                                                          |     |                                                                                                                                                                                                                                                                                                                                                                                                               |
|--------------------|----------------------------------------------------------|-----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                    | Vermelho nickel mine                                     | 34  | This project was approved in July 2005, for scheduled start-up of the mine in 4Q08, with estimated production capacity of 46,000 tons of metallic nickel and 2,800 tons of cobalt per year. Estimated total investment is US\$ 1.2 billion. The main equipment has been ordered and work on the site should start in 2006 after the rainy season. Work on obtaining the environmental license is in progress. |
|                    | Alumina: Alunorte stages 4 and 5                         | 306 | The project to built stages 4 and 5 will increase alumina refinery capacity to 4.2 Mtpy, with start-up planned for stage 4 in 1Q06, and stage 5 planned for completion in 2Q06. 95% of the physical works have been completed.                                                                                                                                                                                |
| <b>Aluminum</b>    | Paragominas Bauxite mine Phase 11                        | 154 | The first module of this mine will produce 5.4 Mtpy of bauxite, starting in 1Q07. The 244-km ore pipeline, which will carry bauxite from the mine to the alumina refinery in Barcarena, in the Brazilian state of Pará, is under construction with completion expected to March 2006.                                                                                                                         |
| <b>Logistics</b>   | Acquisition of locomotives and wagons -EFVM, EFC and FCA | 559 | Up to the end of September 2005, 3,953 wagons and 68 locomotives had been purchased.                                                                                                                                                                                                                                                                                                                          |
|                    | Aimorés hydroelectric plant                              | 12  | This power plant, on the Rio Doce, in the Brazilian state of Minas Gerais, will have generation capacity of 330MW. The three rotors are already in partial operation. CVRD's stake is 51.0%.                                                                                                                                                                                                                  |
| <b>Electricity</b> | Capim Branco I and II hydro plants                       | 73  | These two power plants on the Araguari river in the state of Minas Gerais will have generation capacity of 240MW and 210MW respectively. Both are planned to start operating in 2006.                                                                                                                                                                                                                         |

**Table of Contents****US GAAP****CAPEX BY BUSINESS AREA**

| <b>Business area</b> | <b>3Q05</b>  |               | <b>realized 2005</b> |                 |
|----------------------|--------------|---------------|----------------------|-----------------|
|                      |              |               |                      | US\$<br>million |
| Ferrous minerals     | 353.7        | 38.6%         | 893.9                | 38.7%           |
| Non ferrous minerals | 71.3         | 7.8%          | 160.1                | 6.9%            |
| Logistics            | 231.6        | 25.3%         | 514.1                | 22.3%           |
| Aluminum             | 170.8        | 18.6%         | 448.5                | 19.4%           |
| Coal                 | 5.9          | 0.6%          | 99.9                 | 4.3%            |
| Electric energy      | 33.6         | 3.7%          | 93.1                 | 4.0%            |
| Others               | 50.1         | 5.5%          | 99.1                 | 4.3%            |
| <b>Total</b>         | <b>917.0</b> | <b>100.0%</b> | <b>2,308.7</b>       | <b>100.0%</b>   |

**CONFERENCE  
CALL AND  
WEBCAST**

CVRD will hold its conference call and webcast on Friday, November 11, at 12:00 pm Rio de Janeiro time, 9:00 am Eastern Standard Time and 2:00 pm UK time. Instructions for participation are on the website [www.cvrd.com.br](http://www.cvrd.com.br), *Investor Relations* section. A recording of the call and webcast will be available on the website for 90 days following November 11.

**SELECTED FINANCIAL INDICATORS FOR THE MAIN NON-CONSOLIDATED COMPANIES**

Selected financial indicators for the principal non-consolidated companies are available in CVRD's quarterly financial statements, on its website [www.cvrd.com.br](http://www.cvrd.com.br), in the *Investor Relations* section.

**Table of Contents****US GAAP****FINANCIAL STATEMENTS**

|                                              | US\$ million |              |              |
|----------------------------------------------|--------------|--------------|--------------|
|                                              | <b>3Q04</b>  | <b>2Q05</b>  | <b>3Q05</b>  |
| Gross operating revenues                     | 2,287        | 3,721        | 3,610        |
| Taxes                                        | (114)        | (185)        | (165)        |
| <b>Net operating revenue</b>                 | <b>2,173</b> | <b>3,536</b> | <b>3,445</b> |
| Cost of goods sold                           | (1,053)      | (1,508)      | (1,645)      |
| <b>Gross profit</b>                          | <b>1,120</b> | <b>2,028</b> | <b>1,800</b> |
| Gross margin (%)                             | 51.5         | 57.4         | 52.2         |
| Selling, general and administrative expenses | (112)        | (135)        | (160)        |
| Research and development expenses            | (36)         | (54)         | (104)        |
| Employee profit-sharing                      | (17)         | (24)         | (24)         |
| Others                                       | (69)         | (44)         | (107)        |
| <b>Operating profit</b>                      | <b>886</b>   | <b>1,771</b> | <b>1,405</b> |
| Financial revenues                           | 10           | 27           | 36           |
| Financial expenses                           | (165)        | (51)         | (216)        |
| Monetary variation                           | 77           | 304          | 163          |
| Gains on sale of affiliates                  | 314          |              | 126          |
| Tax and social contribution (Current)        | (285)        | (330)        | (172)        |
| Tax and social contribution (Deferred)       | 61           | (107)        | (102)        |
| Equity income and provision for losses       | 127          | 220          | 194          |
| Accounting changes for asset write-offs      |              |              |              |
| Minority shareholding participation          | (82)         | (204)        | (117)        |
| <b>Net earnings</b>                          | <b>943</b>   | <b>1,630</b> | <b>1,317</b> |
| <b>Earnings per share (US\$)</b>             | <b>0.82</b>  | <b>1.41</b>  | <b>1.15</b>  |

**BALANCE SHEET**

|                      | US\$ million    |                 |                 |
|----------------------|-----------------|-----------------|-----------------|
|                      | <b>09/30/04</b> | <b>06/30/05</b> | <b>09/30/05</b> |
| <b>Assets</b>        |                 |                 |                 |
| Current              | 4,246           | 4,634           | 5,006           |
| Long-term            | 1,694           | 1,911           | 2,078           |
| Fixed                | 8,780           | 13,022          | 15,019          |
| <b>Total</b>         | <b>14,720</b>   | <b>19,567</b>   | <b>22,103</b>   |
| <b>Liabilities</b>   |                 |                 |                 |
| Current              | 2,600           | 3,002           | 2,964           |
| Long term            | 5,640           | 6,316           | 6,934           |
| Shareholders' equity | 6,480           | 10,249          | 12,205          |
| Paid-up capital      | 3,707           | 6,366           | 6,366           |
| Reserves             | 2,773           | 3,883           | 5,839           |
| <b>Total</b>         | <b>14,720</b>   | <b>19,567</b>   | <b>22,103</b>   |

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**Table of Contents****US GAAP****CASH FLOW STATEMENT**

|                                                                                                             |              | US\$ million |                |
|-------------------------------------------------------------------------------------------------------------|--------------|--------------|----------------|
|                                                                                                             | <b>3Q04</b>  | <b>2Q05</b>  | <b>3Q05</b>    |
| <b>Cash flows from operating activities:</b>                                                                |              |              |                |
| Net income                                                                                                  | 943          | 1,630        | 1,317          |
| Adjustments to reconcile net income with cash provided by operating activities:                             |              |              |                |
| Depreciation, depletion and amortization                                                                    | 102          | 136          | 171            |
| Dividends received                                                                                          | 19           | 126          | 158            |
| Equity in results of affiliates and joint ventures and change in provision for losses on equity investments | (127)        | (220)        | (194)          |
| Deferred income taxes                                                                                       | (61)         | 107          | 102            |
| Provisions for contingencies                                                                                |              | (8)          | 10             |
| Impairment of property, plant and equipment                                                                 |              | 12           | 18             |
| Gain on sale of investment                                                                                  | (314)        |              | (126)          |
| Pension plan                                                                                                | 3            | 0            | 0              |
| Foreign exchange and monetary losses                                                                        | (118)        | (298)        | (201)          |
| Net unrealized derivative losses                                                                            | 36           | (85)         | 65             |
| Minority interest                                                                                           | 82           | 204          | 117            |
| Net interest payable                                                                                        | 42           | 38           | 12             |
| Others                                                                                                      | 64           | (63)         | (15)           |
| Decrease (increase) in assets:                                                                              |              |              |                |
| Accounts receivable                                                                                         |              | (472)        | 281            |
| Inventories                                                                                                 | (39)         | (50)         | (44)           |
| Others                                                                                                      | (44)         | (187)        | (441)          |
| Increase (decrease) in liabilities:                                                                         |              |              |                |
| Suppliers                                                                                                   | 26           | 142          | (21)           |
| Payroll and related charges                                                                                 | 27           | 13           | 22             |
| Income Tax                                                                                                  | 370          | 325          | 396            |
| Others                                                                                                      | 96           | 76           | 161            |
| <b>Net cash provided by operating activities</b>                                                            | <b>1,107</b> | <b>1,426</b> | <b>1,788</b>   |
| Cash flows from investing activities:                                                                       |              |              |                |
| Loans and advances receivable                                                                               | (9)          | (5)          | 26             |
| Guarantees and deposits                                                                                     | (48)         | (3)          | (32)           |
| Additions to investments                                                                                    | (4)          | (90)         | 0              |
| Additions to property, plant and equipment                                                                  | (348)        | (777)        | (1,302)        |
| Proceeds from disposals of investment                                                                       | 415          |              | 126            |
| Proceeds from disposals of property, plant and equipment                                                    |              | 1            | 1              |
| <b>Net cash used in investing activities</b>                                                                | <b>6</b>     | <b>(874)</b> | <b>(1,181)</b> |
| Cash flows from financing activities:                                                                       |              |              |                |
| Short-term debt, net issuances (repayments)                                                                 | 40           | 216          | (194)          |
| Loans                                                                                                       | 13           | (6)          | (17)           |
| Long-term debt                                                                                              | 43           | 125          | 22             |
| Repayments of long-term debt                                                                                | (225)        | (432)        | (156)          |
| Interest attributed to stockholders                                                                         |              | (500)        | 0              |
| <b>Net cash used in financing activities</b>                                                                | <b>(129)</b> | <b>(597)</b> | <b>(345)</b>   |
| Increase (decrease) in cash and cash equivalents                                                            | 984          | (45)         | 262            |

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|                                                              |              |            |              |
|--------------------------------------------------------------|--------------|------------|--------------|
| Effect of exchange rate changes on cash and cash equivalents | (104)        | (121)      | 17           |
| Cash and cash equivalents, beginning of period               | 1,059        | 1,122      | 956          |
| <b>Cash and cash equivalents, end of period</b>              | <b>1,939</b> | <b>956</b> | <b>1,235</b> |
| Cash paid during the period for:                             |              |            |              |
| Interest on short-term debt                                  | 0            | 0          | (1)          |
| Interest on long-term debt                                   | (82)         | (35)       | (71)         |
| Income tax                                                   |              | (171)      | (202)        |
| Non-cash transactions                                        |              |            |              |
| Interest capitalized                                         | (11)         | (9)        | (10)         |
| Income tax paid with credits                                 |              | (53)       | (16)         |
|                                                              |              |            | 22           |

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**Table of Contents****US GAAP****APPENDIX**

Reconciliation of non-GAAP information with corresponding US GAAP figures

**(1) Adjusted EBIT**

|                          |             |              | US\$ million |
|--------------------------|-------------|--------------|--------------|
|                          | <b>3Q04</b> | <b>2Q05</b>  | <b>3Q05</b>  |
| Net operating revenues   | 2,173       | 3,536        | 3,445        |
| COGS                     | (1,053)     | (1,508)      | (1,645)      |
| SG&A                     | (112)       | (135)        | (160)        |
| Research & development   | (36)        | (54)         | (104)        |
| Other operating expenses | (86)        | (68)         | (131)        |
| <b>Adjusted EBIT</b>     | <b>886</b>  | <b>1,771</b> | <b>1,405</b> |

**(2) Adjusted EBITDA**

The term EBITDA refers to a financial measure that is defined as earnings (losses) before interest, taxes, depreciation and amortisation; we use the term Adjusted EBITDA to reflect that our financial measure also excludes monetary gains/losses, equity in results of affiliates and joint ventures less dividends received from those companies, changes in provision for losses on equity investments, adjustments for changes in accounting practices, minority interests and non-recurring expenses. However, Adjusted EBITDA is not a measure determined under GAAP in the United States of America and may not be comparable to similarly titled measures reported by other companies. Adjusted EBITDA should not be construed as a substitute for operating income or as a better measure of liquidity than cash flow from operating activities, which are determined in accordance with GAAP. We have presented Adjusted EBITDA to provide additional information with respect to our ability to meet future debt service, capital expenditure and working capital requirements. The following schedule reconciles Adjusted EBITDA to net cash provided by (used in) operating activities reported on our Consolidated Statements of Cash Flows, which we believe is the most directly comparable GAAP measure:

**RECONCILIATION BETWEEN ADJUSTED EBITDA VS. OPERATING CASH FLOW**

|                                      |              |              | US\$ million |
|--------------------------------------|--------------|--------------|--------------|
|                                      | <b>3Q04</b>  | <b>2Q05</b>  | <b>3Q05</b>  |
| <b>Operating cash flow</b>           | <b>1,107</b> | <b>1,426</b> | <b>1,788</b> |
| Income tax                           | 285          | 330          | 172          |
| Monetary and foreign exchange losses | 41           | (6)          | 37           |
| Financial expenses                   | 113          | (14)         | 169          |
| Net working capital                  | (436)        | 153          | (354)        |
| Others                               | (103)        | 144          | (78)         |
| <b>Adjusted EBITDA</b>               | <b>1,007</b> | <b>2,033</b> | <b>1,734</b> |

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**Table of Contents****US GAAP****(3) Gross debt / last 12 months adjusted EBITDA**

|                                          | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> |
|------------------------------------------|-------------|-------------|-------------|
| Total debt / adjusted LTM EBITDA (x)     | 1.34        | 0.83        | 0.68        |
| Total debt / LTM operating cash flow (x) | 1.52        | 1.03        | 0.84        |

**(4) Net debt****RECONCILIATION BETWEEN GROSS DEBT VS, NET DEBT**

|                           | <b>3Q04</b> | <b>2Q05</b> | US\$ million<br><b>3Q05</b> |
|---------------------------|-------------|-------------|-----------------------------|
| Gross debt                | 4,418       | 4,168       | 3,942                       |
| Cash and cash equivalents | 1,939       | 956         | 1,235                       |
| Net debt                  | 2,479       | 3,212       | 2,707                       |

**(5) Adjusted LTM EBITDA / LTM interest expenses**

|                                                  | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> |
|--------------------------------------------------|-------------|-------------|-------------|
| Adjusted LTM EBITDA / LTM interest expenses (x)  | 13.00       | 17.73       | 21.03       |
| LTM operating income / LTM interest expenses (x) | 10.64       | 15.05       | 17.49       |

**(6) Total debt / enterprise value**

|                               | <b>3Q04</b> | <b>2Q05</b> | <b>3Q05</b> |
|-------------------------------|-------------|-------------|-------------|
| Total debt / EV (x)           | 16.16       | 10.98       | 7.61        |
| Total debt / total assets (x) | 30.01       | 21.30       | 17.83       |

*Enterprise value* = net debt + market capitalization

This release may include statements that present the company's management's expectations on future events or future results. All statements based on future expectations and not on historical facts involve various risks and uncertainties. The company cannot guarantee that such statements will be realized in fact. Such risks and uncertainties include factors in relation to: the Brazilian economy and the capital markets, which are volatile and may be affected by developments in other countries; the iron ore business and its dependence on the steel industry, which is cyclical by nature; and the highly competitive nature of the industries in which CVRD operates. To obtain additional information on factors which could give rise to results different from those indicated by the company, please consult the reports filed with the Brazilian Securities Commission (CVM - *Comissão de Valores Mobiliários*) and the US Securities and Exchange Commission (SEC), including CVRD's most recent Form 20F Annual Report.



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**Report of Independent Registered  
Public Accounting Firm**

To the Board of Directors and Stockholders

Companhia Vale do Rio Doce

We have reviewed the accompanying unaudited condensed consolidated balance sheet of Companhia Vale do Rio Doce and subsidiaries as of September 30, 2005, and the unaudited condensed consolidated statements of income, of cash flows and of changes in stockholders' equity for the three-month periods ended September 30 and June 30, 2005 and September 30, 2004 and for the nine-month periods ended September 30, 2005 and 2004, respectively. This interim financial information is the responsibility of the Company's management.

We conducted our review in accordance with the standards of the Public Company Accounting Oversight Board (United States). A review of interim financial information consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the standards of the Public Company Accounting Oversight Board, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the condensed consolidated interim financial information referred to above for them to be in conformity with accounting principles generally accepted in the United States of America.

We previously audited in accordance with the standards of the Public Company Accounting Oversight Board (United States), the consolidated balance sheet of Companhia Vale do Rio Doce and subsidiaries as of December 31, 2004, and the related consolidated statements of income, of cash flows and of changes in stockholders' equity for the year then ended (not presented herein) and in our report dated March 21, 2005, we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of December 31, 2004 is fairly stated in all material respects in relation to the consolidated balance sheet from which it has been derived.

PricewaterhouseCoopers

Auditores Independentes

Rio de Janeiro, Brazil

November 9, 2005

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**Table of Contents****Condensed Consolidated Balance Sheets  
Expressed in millions of United States dollars**

|                                                                                                                                 | <b>September<br/>30,<br/>2005<br/>(unaudited)</b> | <b>December<br/>31,<br/>2004</b> |
|---------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|----------------------------------|
| Assets                                                                                                                          |                                                   |                                  |
| Current assets                                                                                                                  |                                                   |                                  |
| Cash and cash equivalents                                                                                                       | 1,235                                             | 1,249                            |
| Accounts receivable, net                                                                                                        |                                                   |                                  |
| Related parties                                                                                                                 | 202                                               | 124                              |
| Unrelated parties                                                                                                               | 1,391                                             | 905                              |
| Loans and advances to related parties                                                                                           | 88                                                | 56                               |
| Inventories                                                                                                                     | 1,133                                             | 849                              |
| Deferred income tax                                                                                                             | 255                                               | 203                              |
| Recoverable taxes                                                                                                               | 266                                               | 285                              |
| Others                                                                                                                          | 436                                               | 219                              |
|                                                                                                                                 | <b>5,006</b>                                      | <b>3,890</b>                     |
| Property, plant and equipment, net                                                                                              | <b>13,375</b>                                     | <b>9,063</b>                     |
| Investments in affiliated companies and joint ventures and other investments, net of provision for losses on equity investments | <b>1,644</b>                                      | <b>1,159</b>                     |
| Other assets                                                                                                                    |                                                   |                                  |
| Goodwill on acquisition of subsidiaries                                                                                         | 577                                               | 486                              |
| Loans and advances                                                                                                              |                                                   |                                  |
| Related parties                                                                                                                 | 6                                                 | 55                               |
| Unrelated parties                                                                                                               | 63                                                | 56                               |
| Prepaid pension cost                                                                                                            | 292                                               | 170                              |
| Deferred income tax                                                                                                             |                                                   | 70                               |
| Judicial deposits                                                                                                               | 690                                               | 531                              |
| Unrealized gain on derivative instruments                                                                                       | 1                                                 | 4                                |
| Advances to suppliers - energy                                                                                                  | 263                                               | 98                               |
| Others                                                                                                                          | 186                                               | 133                              |
|                                                                                                                                 | <b>2,078</b>                                      | <b>1,603</b>                     |
| <b>TOTAL</b>                                                                                                                    | <b>22,103</b>                                     | <b>15,715</b>                    |

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**Condensed Consolidated Balance Sheets**  
**Expressed in millions of United States dollars**  
**(Except number of shares)**

(Continued)

|                                                                                        | <b>September<br/>30,<br/>2005<br/>(unaudited)</b> | <b>December<br/>31,<br/>2004</b> |
|----------------------------------------------------------------------------------------|---------------------------------------------------|----------------------------------|
| Liabilities and stockholders' equity                                                   |                                                   |                                  |
| Current liabilities                                                                    |                                                   |                                  |
| Suppliers                                                                              | 966                                               | 689                              |
| Payroll and related charges                                                            | 162                                               | 141                              |
| Current portion of long-term debt - unrelated parties                                  | 688                                               | 730                              |
| Short-term debt                                                                        | 171                                               | 74                               |
| Loans from related parties                                                             | 51                                                | 52                               |
| Provision for taxes                                                                    | 553                                               | 459                              |
| Provision for operational expenses                                                     | 93                                                | 64                               |
| Others                                                                                 | 280                                               | 246                              |
|                                                                                        | <b>2,964</b>                                      | <b>2,455</b>                     |
| Long-term liabilities                                                                  |                                                   |                                  |
| Employees post-retirement benefits                                                     | 257                                               | 215                              |
| Long-term debt - unrelated parties                                                     | 3,031                                             | 3,214                            |
| Loans from related parties                                                             | 1                                                 | 18                               |
| Provisions for contingencies (Note 10)                                                 | 1,405                                             | 914                              |
| Unrealized loss on derivative instruments                                              | 173                                               | 236                              |
| Deferred income tax                                                                    | 101                                               |                                  |
| Provisions for environmental liabilities                                               | 166                                               | 134                              |
| Others                                                                                 | 356                                               | 350                              |
|                                                                                        | <b>5,490</b>                                      | <b>5,081</b>                     |
| Minority interests                                                                     | <b>1,444</b>                                      | <b>788</b>                       |
| Stockholders' equity                                                                   |                                                   |                                  |
| Preferred class A stock - 1,800,000,000 no-par-value shares authorized and 415,727,739 | 2,150                                             | 1,176                            |
| Common stock - 900,000,000 no-par-value shares authorized and 749,949,429 issued       | 3,806                                             | 2,121                            |
| Treasury stock - 11,803 (2004 - 11,951) preferred and 14,145,510 common shares         | (88)                                              | (88)                             |
| Additional paid-in capital                                                             | 498                                               | 498                              |
| Other cumulative comprehensive loss                                                    | (2,105)                                           | (3,774)                          |

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|                                  |               |               |
|----------------------------------|---------------|---------------|
| Appropriated retained earnings   | 1,936         | 4,143         |
| Unappropriated retained earnings | 6,008         | 3,315         |
|                                  | <b>12,205</b> | <b>7,391</b>  |
| <b>TOTAL</b>                     | <b>22,103</b> | <b>15,715</b> |

*See notes to condensed consolidated financial information.*

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**Condensed Consolidated Balance Sheets**  
**Expressed in millions of United States dollars (Unaudited)**  
**(except number of shares and per-share amounts)**

|                                                              | <b>September<br/>30, 2005</b> | <b>June<br/>30, 2005</b> | <b>Three-month<br/>periods ended<br/>September<br/>30, 2004</b> | <b>Nine month periods<br/>ended September 30<br/>2005</b> | <b>2004</b>    |
|--------------------------------------------------------------|-------------------------------|--------------------------|-----------------------------------------------------------------|-----------------------------------------------------------|----------------|
| Operating revenues, net of discounts, returns and allowances |                               |                          |                                                                 |                                                           |                |
| Sales of ores and metals                                     | 2,887                         | 3,077                    | 1,725                                                           | 7,712                                                     | 4,499          |
| Revenues from logistic services                              | 359                           | 316                      | 232                                                             | 907                                                       | 643            |
| Aluminum products                                            | 358                           | 327                      | 327                                                             | 1,031                                                     | 896            |
| Other products and services                                  | 6                             | 1                        | 3                                                               | 9                                                         | 13             |
|                                                              | <b>3,610</b>                  | <b>3,721</b>             | <b>2,287</b>                                                    | <b>9,659</b>                                              | <b>6,051</b>   |
| Value-added tax                                              | (165)                         | (185)                    | (114)                                                           | (465)                                                     | (302)          |
| Net operating revenues                                       | <b>3,445</b>                  | <b>3,536</b>             | <b>2,173</b>                                                    | <b>9,194</b>                                              | <b>5,749</b>   |
| Operating costs and expenses                                 |                               |                          |                                                                 |                                                           |                |
| Cost of ores and metals sold                                 | (1,202)                       | (1,134)                  | (751)                                                           | (3,248)                                                   | (2,041)        |
| Cost of logistic services                                    | (188)                         | (169)                    | (126)                                                           | (500)                                                     | (358)          |
| Cost of aluminum products                                    | (249)                         | (203)                    | (174)                                                           | (643)                                                     | (464)          |
| Others                                                       | (6)                           | (2)                      | (2)                                                             | (9)                                                       | (10)           |
|                                                              | <b>(1,645)</b>                | <b>(1,508)</b>           | <b>(1,053)</b>                                                  | <b>(4,400)</b>                                            | <b>(2,873)</b> |
| Selling, general and administrative expenses                 | (160)                         | (135)                    | (112)                                                           | (408)                                                     | (319)          |
| Research and development                                     | (104)                         | (54)                     | (36)                                                            | (192)                                                     | (86)           |
| Employee profit sharing plan                                 | (24)                          | (24)                     | (17)                                                            | (65)                                                      | (47)           |
| Others                                                       | (107)                         | (44)                     | (69)                                                            | (158)                                                     | (123)          |
|                                                              | <b>(2,040)</b>                | <b>(1,765)</b>           | <b>(1,287)</b>                                                  | <b>(5,223)</b>                                            | <b>(3,448)</b> |
| Operating income                                             | <b>1,405</b>                  | <b>1,771</b>             | <b>886</b>                                                      | <b>3,971</b>                                              | <b>2,301</b>   |
| Non-operating income (expenses)                              |                               |                          |                                                                 |                                                           |                |
| Financial income                                             | 36                            | 27                       | 10                                                              | 92                                                        | 41             |
| Financial expenses                                           | (216)                         | (51)                     | (165)                                                           | (359)                                                     | (413)          |
| Foreign exchange and monetary gains (losses), net            | 163                           | 304                      | 77                                                              | 465                                                       | (210)          |
| Gain on sale of investments                                  | 126                           |                          | 314                                                             | 126                                                       | 314            |
|                                                              | <b>109</b>                    | <b>280</b>               | <b>236</b>                                                      | <b>324</b>                                                | <b>(268)</b>   |

|                                                                                                                      |              |              |              |              |              |
|----------------------------------------------------------------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Income before income taxes,<br>equity results and minority<br>interests                                              | <b>1,514</b> | <b>2,051</b> | <b>1,122</b> | <b>4,295</b> | <b>2,033</b> |
| Income taxes                                                                                                         |              |              |              |              |              |
| Current                                                                                                              | (172)        | (330)        | (285)        | (662)        | (423)        |
| Deferred                                                                                                             | (102)        | (107)        | 61           | (162)        | 70           |
|                                                                                                                      | <b>(274)</b> | <b>(437)</b> | <b>(224)</b> | <b>(824)</b> | <b>(353)</b> |
| Equity in results of affiliates and<br>joint ventures and change in<br>provision for losses on equity<br>investments | 194          | 220          | 127          | 547          | 363          |
| Minority interests                                                                                                   | (117)        | (204)        | (82)         | (373)        | (191)        |
| Net income                                                                                                           | <b>1,317</b> | <b>1,630</b> | <b>943</b>   | <b>3,645</b> | <b>1,852</b> |
| Income available to preferred<br>stockholders                                                                        | 476          | 588          | 341          | 1,316        | 669          |
| Income available to common<br>stockholders                                                                           | 841          | 1,042        | 602          | 2,329        | 1,183        |
| Basic and diluted earnings per<br>Preferred Class A Share                                                            | <b>1.15</b>  | <b>1.41</b>  | <b>0.82</b>  | <b>3.17</b>  | <b>1.61</b>  |
| Basic and diluted earnings per<br>Common Share                                                                       | <b>1.15</b>  | <b>1.41</b>  | <b>0.82</b>  | <b>3.17</b>  | <b>1.61</b>  |
| Weighted average number of<br>shares outstanding (thousands of<br>shares)                                            |              |              |              |              |              |
| Preferred Class A shares                                                                                             | 415,716      | 415,716      | 415,714      | 415,716      | 415,713      |
| Common shares                                                                                                        | 735,804      | 735,804      | 735,804      | 735,804      | 735,804      |

*See notes to condensed consolidated financial information.*

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**Table of Contents****Condensed Consolidated Statements of Cash Flows**  
**Expressed in millions of United States dollars (Unaudited)**

|                                                                                                             | Three-month periods ended |                     |                       | Nine month periods ended September 30 |              |
|-------------------------------------------------------------------------------------------------------------|---------------------------|---------------------|-----------------------|---------------------------------------|--------------|
|                                                                                                             | September<br>30, 2005     | June<br>30,<br>2005 | September<br>30, 2004 | 2005                                  | 2004         |
| Cash flows from operating activities:                                                                       |                           |                     |                       |                                       |              |
| Net income                                                                                                  | 1,317                     | 1,630               | 943                   | 3,645                                 | 1,852        |
| Adjustments to reconcile net income to cash provided by operating activities:                               |                           |                     |                       |                                       |              |
| Depreciation, depletion and amortization                                                                    | 171                       | 136                 | 102                   | 436                                   | 280          |
| Dividends received                                                                                          | 158                       | 126                 | 19                    | 353                                   | 140          |
| Equity in results of affiliates and joint ventures and change in provision for losses on equity investments | (194)                     | (220)               | (127)                 | (547)                                 | (363)        |
| Deferred income taxes                                                                                       | 102                       | 107                 | (61)                  | 162                                   | (70)         |
| Gain on sale of investments                                                                                 | (126)                     |                     | (314)                 | (126)                                 | (314)        |
| Impairment of property, plant and equipment                                                                 | 18                        | 12                  |                       | 34                                    |              |
| Pension plan                                                                                                |                           |                     | 3                     |                                       | 9            |
| Foreign exchange and monetary losses (gains)                                                                | (201)                     | (298)               | (118)                 | (472)                                 | 218          |
| Net unrealized derivative losses (gains)                                                                    | 65                        | (85)                | 36                    | (25)                                  | 68           |
| Minority interests                                                                                          | 117                       | 204                 | 82                    | 373                                   | 191          |
| Interest payable, net                                                                                       | 12                        | 38                  | 42                    | 48                                    | 55           |
| Others                                                                                                      | (5)                       | (71)                | 64                    | (96)                                  | 67           |
| Decrease (increase) in assets:                                                                              |                           |                     |                       |                                       |              |
| Accounts receivable                                                                                         | 281                       | (472)               |                       | (283)                                 | (155)        |
| Inventories                                                                                                 | (44)                      | (50)                | (39)                  | (114)                                 | (121)        |
| Others                                                                                                      | (441)                     | (187)               | (44)                  | (702)                                 | (2)          |
| Increase (decrease) in liabilities:                                                                         |                           |                     |                       |                                       |              |
| Suppliers                                                                                                   | (21)                      | 142                 | 26                    | 166                                   | (58)         |
| Payroll and related charges                                                                                 | 22                        | 13                  | 27                    |                                       | 6            |
| Taxes payable                                                                                               | 396                       | 325                 | 370                   | 642                                   | 370          |
| Others                                                                                                      | 161                       | 76                  | 96                    | 151                                   | 231          |
| <b>Cash provided by operating activities</b>                                                                | <b>1,788</b>              | <b>1,426</b>        | <b>1,107</b>          | <b>3,645</b>                          | <b>2,404</b> |
| Cash flows from investing activities:                                                                       |                           |                     |                       |                                       |              |
| Loans and advances receivable                                                                               |                           |                     |                       |                                       |              |



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|                                                              |                |              |              |                |              |
|--------------------------------------------------------------|----------------|--------------|--------------|----------------|--------------|
| Related parties                                              |                |              |              |                |              |
| Additions                                                    | (1)            | (27)         | (6)          | (28)           | (12)         |
| Repayments                                                   | 28             | 22           |              | 53             | 46           |
| Others                                                       | (1)            |              | (3)          |                | 16           |
| Guarantees and deposits                                      | (32)           | (3)          | (48)         | (52)           | (90)         |
| Additions to investments                                     |                | (90)         | (4)          | (91)           | (19)         |
| Additions to property, plant and equipment                   | (1,302)        | (777)        | (348)        | (2,740)        | (1,145)      |
| Proceeds from disposal of investments                        | 126            |              | 415          | 126            | 415          |
| Proceeds from disposals of property, plant and equipment     | 1              | 1            |              | 4              |              |
| Cash provided by (used in) investing activities              | <b>(1,181)</b> | <b>(874)</b> | <b>6</b>     | <b>(2,728)</b> | <b>(789)</b> |
| Cash flows from financing activities:                        |                |              |              |                |              |
| Short-term debt, net issuances (repayments)                  | (194)          | 216          | 40           | 43             | 40           |
| Loans                                                        |                |              |              |                |              |
| Related parties                                              |                |              |              |                |              |
| Additions                                                    |                | 3            | 15           | 7              | 21           |
| Repayments                                                   | (17)           | (9)          | (2)          | (43)           | (9)          |
| Issuances of long-term debt                                  |                |              |              |                |              |
| Related parties                                              |                | 11           |              | 15             |              |
| Others                                                       | 22             | 114          | 43           | 371            | 935          |
| Repayments of long-term debt                                 |                |              |              |                |              |
| Related parties                                              |                |              | (3)          |                | (3)          |
| Others                                                       | (156)          | (432)        | (222)        | (744)          | (893)        |
| Interest attributed to stockholders                          |                | (500)        |              | (500)          | (269)        |
| Cash used in financing activities                            | <b>(345)</b>   | <b>(597)</b> | <b>(129)</b> | <b>(851)</b>   | <b>(178)</b> |
| Increase (decrease) in cash and cash equivalents             | 262            | (45)         | 984          | 66             | 1,437        |
| Effect of exchange rate changes on cash and cash equivalents | 17             | (121)        | (104)        | (80)           | (109)        |
| Initial cash in new consolidated subsidiary                  |                |              |              |                | 26           |
| Cash and cash equivalents, beginning of period               | 956            | 1,122        | 1,059        | 1,249          | 585          |
| Cash and cash equivalents, end of period                     | <b>1,235</b>   | <b>956</b>   | <b>1,939</b> | <b>1,235</b>   | <b>1,939</b> |
| Cash paid during the period for:                             |                |              |              |                |              |
| Interest on short-term debt                                  | (1)            |              |              | (1)            | (2)          |
| Interest on long-term debt                                   | (71)           | (35)         | (82)         | (188)          | (213)        |
| Income tax                                                   | (202)          | (171)        |              | (452)          |              |
| Non-cash transactions                                        |                |              |              |                |              |

|                              |      |      |      |      |      |
|------------------------------|------|------|------|------|------|
| Interest capitalized         | (10) | (9)  | (11) | (34) | (22) |
| Income tax paid with credits | (16) | (53) |      | (74) |      |

*See notes to condensed consolidated financial information.*

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**Condensed Consolidated Statements of Changes in Stockholders Equity**  
**Expressed in millions of United States dollars (Unaudited)**  
**(except number of shares and per-share amounts)**

|                                                                | <b>September<br/>30, 2005</b> | <b>Three-month periods ended</b> |                               | <b>Nine month periods ended</b> |                              |
|----------------------------------------------------------------|-------------------------------|----------------------------------|-------------------------------|---------------------------------|------------------------------|
|                                                                |                               | <b>June<br/>30, 2005</b>         | <b>September<br/>30, 2004</b> | <b>2005</b>                     | <b>September 30<br/>2004</b> |
| Preferred class A stock<br>(including three special<br>shares) |                               |                                  |                               |                                 |                              |
| Beginning of the period                                        | <b>2,150</b>                  | <b>1,176</b>                     | <b>1,176</b>                  | <b>1,176</b>                    | <b>1,055</b>                 |
| Transfer from<br>appropriated retained<br>earnings             |                               | <b>974</b>                       |                               | <b>974</b>                      | <b>121</b>                   |
| End of the period                                              | <b>2,150</b>                  | <b>2,150</b>                     | <b>1,176</b>                  | <b>2,150</b>                    | <b>1,176</b>                 |
| Common stock                                                   |                               |                                  |                               |                                 |                              |
| Beginning of the period                                        | <b>3,806</b>                  | <b>2,121</b>                     | <b>2,121</b>                  | <b>2,121</b>                    | <b>1,902</b>                 |
| Transfer from<br>appropriated retained<br>earnings             |                               | <b>1,685</b>                     |                               | <b>1,685</b>                    | <b>219</b>                   |
| End of the period                                              | <b>3,806</b>                  | <b>3,806</b>                     | <b>2,121</b>                  | <b>3,806</b>                    | <b>2,121</b>                 |
| Treasury stock                                                 |                               |                                  |                               |                                 |                              |
| End of the period                                              | <b>(88)</b>                   | <b>(88)</b>                      | <b>(88)</b>                   | <b>(88)</b>                     | <b>(88)</b>                  |
| Additional paid-in<br>capital                                  |                               |                                  |                               |                                 |                              |
| End of the period                                              | <b>498</b>                    | <b>498</b>                       | <b>498</b>                    | <b>498</b>                      | <b>498</b>                   |
| Other cumulative<br>comprehensive loss                         |                               |                                  |                               |                                 |                              |
| Cumulative translation<br>adjustments                          |                               |                                  |                               |                                 |                              |
| Beginning of the period                                        | <b>(2,859)</b>                | <b>(3,891)</b>                   | <b>(4,757)</b>                | <b>(3,869)</b>                  | <b>(4,449)</b>               |
| Change in the period                                           | <b>590</b>                    | <b>1,032</b>                     | <b>461</b>                    | <b>1,600</b>                    | <b>153</b>                   |
| End of the period                                              | <b>(2,269)</b>                | <b>(2,859)</b>                   | <b>(4,296)</b>                | <b>(2,269)</b>                  | <b>(4,296)</b>               |
| Unrealized gain on<br>available-for-sale<br>securities         |                               |                                  |                               |                                 |                              |
| Beginning of the period                                        | <b>115</b>                    | <b>116</b>                       | <b>61</b>                     | <b>95</b>                       | <b>74</b>                    |
| Change in the period                                           | <b>49</b>                     | <b>(1)</b>                       | <b>21</b>                     | <b>69</b>                       | <b>8</b>                     |

|                                                          |                    |                    |                    |                    |                    |
|----------------------------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| End of the period                                        | <b>164</b>         | <b>115</b>         | <b>82</b>          | <b>164</b>         | <b>82</b>          |
| Total other cumulative comprehensive loss                | <b>(2,105)</b>     | <b>(2,744)</b>     | <b>(4,214)</b>     | <b>(2,105)</b>     | <b>(4,214)</b>     |
| Appropriated retained earnings                           |                    |                    |                    |                    |                    |
| Beginning of the period                                  | 1,829              | 4,126              | 2,501              | 4,143              | 3,035              |
| Transfer (to) from retained earnings                     | 107                | 362                | 218                | 452                | 24                 |
| Transfer to capital stock                                |                    | (2,659)            |                    | (2,659)            | (340)              |
| End of the period                                        | <b>1,936</b>       | <b>1,829</b>       | <b>2,719</b>       | <b>1,936</b>       | <b>2,719</b>       |
| Retained earnings                                        |                    |                    |                    |                    |                    |
| Beginning of the period                                  | 4,798              | 4,030              | 3,667              | 3,315              | 2,857              |
| Net income                                               | 1,317              | 1,630              | 943                | 3,645              | 1,852              |
| Interest attributed to stockholders                      |                    |                    |                    |                    |                    |
| Preferred class A stock                                  |                    | (180)              | (45)               | (180)              | (151)              |
| Common stock                                             |                    | (320)              | (79)               | (320)              | (266)              |
| Appropriation (to) from reserves                         | (107)              | (362)              | (218)              | (452)              | (24)               |
| End of the period                                        | <b>6,008</b>       | <b>4,798</b>       | <b>4,268</b>       | <b>6,008</b>       | <b>4,268</b>       |
| Total stockholders equity                                | <b>12,205</b>      | <b>10,249</b>      | <b>6,480</b>       | <b>12,205</b>      | <b>6,480</b>       |
| Comprehensive income is comprised as follows:            |                    |                    |                    |                    |                    |
| Net income                                               | 1,317              | 1,630              | 943                | 3,645              | 1,852              |
| Cumulative translation adjustments                       | 590                | 1,032              | 461                | 1,600              | 153                |
| Unrealized gain on available-for-sale securities         | 49                 | (1)                | 21                 | 69                 | 8                  |
| Total comprehensive income                               | <b>1,956</b>       | <b>2,661</b>       | <b>1,425</b>       | <b>5,314</b>       | <b>2,013</b>       |
| <b>Shares</b>                                            |                    |                    |                    |                    |                    |
| Preferred class A stock (including three special shares) | <b>415,727,739</b> | <b>415,727,739</b> | <b>415,727,739</b> | <b>415,727,739</b> | <b>415,727,739</b> |
| Common stock                                             | <b>749,949,429</b> | <b>749,949,429</b> | <b>749,949,429</b> | <b>749,949,429</b> | <b>749,949,429</b> |
| Treasury stock (1)                                       |                    |                    |                    |                    |                    |
| Beginning of the period                                  | (14,157,313)       | (14,157,325)       | (14,158,059)       | (14,157,461)       | (14,158,059)       |
| Sales                                                    |                    | 12                 | 582                | 148                | 582                |

|                   |               |               |               |               |               |
|-------------------|---------------|---------------|---------------|---------------|---------------|
| End of the period | (14,157,313)  | (14,157,313)  | (14,157,477)  | (14,157,313)  | (14,157,477)  |
|                   | 1,151,519,855 | 1,151,519,855 | 1,151,519,691 | 1,151,519,855 | 1,151,519,691 |

**Interest attributed to stockholders (per share)**

|                                                          |      |      |      |      |      |
|----------------------------------------------------------|------|------|------|------|------|
| Preferred class A stock (including three special shares) | 0.43 | 0.43 | 0.11 | 0.43 | 0.36 |
| Common stock                                             | 0.43 | 0.43 | 0.11 | 0.43 | 0.36 |

(1) As of September 30, 2005, 14,145,510 common shares and 11,803 preferred shares were held in treasury in the amount of US\$ 88. The 14,145,510 common shares guarantee a loan of our subsidiary Alunorte.

**See notes to condensed consolidated financial information.**

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**Table of Contents****Notes to the Condensed Consolidated Financial Information****Expressed in millions of United States dollars, unless otherwise stated (Unaudited)****1 The Company and its operations**

Companhia Vale do Rio Doce (CVRD) is a limited liability company, organized under the laws of the Federative Republic of Brazil. Our operations are carried out through CVRD and its subsidiary companies, joint ventures and affiliates, and mainly consist of mining, non-ferrous metal production and logistics, as well as energy, aluminum and steel activities. Further details of our joint ventures and affiliates are described in Note 8.

The main operating subsidiaries we consolidate are as follows:

| <b>Subsidiary</b>                                        | <b>% ownership</b> | <b>% voting capital</b> | <b>Head office location</b> | <b>Principal activity</b>                 |
|----------------------------------------------------------|--------------------|-------------------------|-----------------------------|-------------------------------------------|
| Alumina do Norte do Brasil S.A.<br>Alunorte ( Alunorte ) | 57                 | 61                      | Brazil                      | Alumina                                   |
| Alumínio Brasileiro S.A. Albras<br>( Albras )            | 51                 | 51                      | Brazil                      | Aluminum                                  |
| CADAM S.A (CADAM) (1)                                    | 37                 | 100                     | Brazil                      | Kaolin                                    |
| CVRD Overseas Ltd.                                       | 100                | 100                     | Cayman Islands              | Trading                                   |
| Ferrovias Centro-Atlântica S. A.                         | 100                | 100                     | Brazil                      | Logistics                                 |
| Itabira Rio Doce Company Ltd.<br>ITACO                   | 100                | 100                     | Cayman Islands              | Trading                                   |
| Minerações Brasileiras Reunidas S.A.<br>MBR (2)          | 56                 | 90                      | Brazil                      | Iron ore                                  |
| Navegação Vale do Rio Doce S.A.<br>DOCENAVE              | 100                | 100                     | Brazil                      | Shipping                                  |
| Pará Pigmentos S.A. (1)                                  | 76                 | 86                      | Brazil                      | Kaolin                                    |
| Rio Doce International Finance Ltd.<br>RDIF              | 100                | 100                     | Bahamas                     | International finance                     |
| Rio Doce Manganês S.A.                                   | 100                | 100                     | Brazil                      | Manganese and<br>Ferroalloys              |
| Rio Doce Manganês Europe RDME                            | 100                | 100                     | France                      | Ferroalloys                               |
| Rio Doce Manganese Norway<br>RDMN                        | 100                | 100                     | Norway                      | Ferroalloys                               |
| Salobo Metais S.A.                                       | 100                | 100                     | Brazil                      | Copper                                    |
| Urucum Mineração S.A.                                    | 100                | 100                     | Brazil                      | Iron ore, Ferroalloys<br>and<br>Manganese |

(1) Through Caemi Mineração e Metalurgia S.A. CVRD holds 60.2% of the total capital and 100% of the voting capital.

(2)

Through Caemi  
Mineração e  
Metalurgia S.A.  
and Belém  
Administrações  
e Participações  
Ltda.

## **2 Basis of consolidation**

All majority-owned subsidiaries where we have both share and management control are consolidated, with elimination of all significant intercompany accounts and transactions. Additionally, variable interest entities in which we are the primary beneficiary (FASB Interpretation FIN No. 46 Consolidation of Variable Interest Entities (revised December 2003) ) are consolidated as from January 1, 2004. Investments in unconsolidated affiliates and joint ventures are reported at cost plus our equity in undistributed earnings or losses. Included in this category are certain joint ventures in which we have majority ownership but, by force of shareholders' agreements, do not have effective management control. We provide for losses on equity investments with negative stockholders' equity where applicable.

We evaluate the carrying value of our listed investments relative to publicly available quoted market prices. If the quoted market price is below book value, and such decline is considered other than temporary, we write-down our equity investments to quoted market value.

We define joint ventures as businesses in which we and a small group of other partners each participate actively in the overall entity management, based on a shareholders' agreement. We define affiliates as businesses in which we participate as a minority stockholder but with significant influence over the operating and financial policies of the investee.

Investments in unincorporated joint ventures, formed for the purpose of investing in hydroelectric power projects, are proportionately consolidated.

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**3 Summary of significant accounting policies**

Our condensed consolidated interim financial information for the three-month periods ended September 30, 2005, June 30, 2005 and September 30, 2004 and for the nine-month periods ended September 30, 2005 and 2004 is unaudited. However, in our opinion, such condensed consolidated financial information includes all adjustments, consisting only of normal recurring adjustments, necessary for a fair presentation of the results for interim periods. The results of operations for the three and nine month period ended September 30, 2005 are not necessarily indicative of the results to be expected for the full fiscal year ending December 31, 2005.

In management's opinion, the information set forth in the accompanying condensed consolidated balance sheet as of December 31, 2004 is fairly stated in all material respects in relation to the consolidated balance sheet from which it has been derived.

In preparing the consolidated financial statements, we are required to use estimates to account for certain assets, liabilities, revenues and expenses. Our consolidated financial statements therefore include various estimates concerning the selection of useful lives of property, plant and equipment, provisions necessary for contingent liabilities, fair values assigned to assets and liabilities acquired in business combinations, income tax valuation allowances, employee post-retirement benefits and other similar evaluations, actual results may vary from our estimates.

Exchange rates at September 30, 2005, June 30, 2005 and December 31, 2004 were R\$2.2222: US\$1.00, R\$2.3504: US\$1.00 and R\$2.6544: US\$1.00, respectively.

**4 Recently-issued accounting pronouncements**

In July 2005, the FASB issued FSP No. APB 18-1, *Accounting by an investor for its proportionate share of accumulated other comprehensive income of an investee accounted for under the equity method in accordance with APB Opinion n° 18 upon a loss of significant influence* which sets reporting on how an investor should account for its proportionate share of an investee's equity adjustments for other comprehensive income upon a loss of significant influence. We will apply this statement in the event it occurs in fiscal periods beginning after July 2005.

In June 2005, the FASB issued SFAS No. 154, *Accounting Changes and Error Corrections* which sets reporting of a change in accounting principles or errors. We do not expect FASB No. 154 to have a significant impact on our financial position, results of operations or cash flows.

In March 2005, the FASB issued FSP FIN 46(R)-5, *Consolidation of Variable Interests Entities* to address whether a reporting enterprise should consider whether it holds an implicit variable interest in a variable interest entity (VIE) or potential VIE when specific conditions exist. We adopted FIN 46R and we do not expect FSP FIN 46(R)-5 to have any impact on our financial position, results of operations or cash flows.

In March 2005, the FASB issued FASB Interpretation No. 47, *Accounting for Conditional Asset Retirement Obligations* which refers to legal obligation to perform an asset retirement activity. We do not expect FASB Interpretation No. 47 to have a significant impact on our financial position, results of operations or cash flows.

In December 2004, the FASB issued SFAS No. 153, *Exchanges of Nonmonetary Assets* an amendment of APB No. 29. We have already adopted this new Statement, which did not have a significant impact on our financial position, results of operations or cash flows.



In November 2004, the FASB issued SFAS No. 151, Inventory Costs an amendment of ARB No. 43, Chapter 4 that deals with inventory pricing. We have already adopted this new

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Statement, which did not have a significant impact on our financial position, results of operations or cash flows.

In September 2004, the FASB issued FSP EITF Issue 03-1-1, which delayed the effective date of paragraphs 10-20 of EITF Issue No. 03-1, The Meaning of Other-Than-Temporary Impairment and Its Application to Certain Investments. We do not expect EITF Issue No. 03-01 to have any impact on our financial position, results of operations or cash flows.

**5 Disposal of investment**

In July 2005, we sold our equity investee, Quebec Cartier Mining Company (QCM) to Dofasco Inc. (Dofasco) for US\$ 126. The accounting value of the investment had previously been completely written-off and therefore all proceeds were recorded as gain.

**6 Income taxes**

Income taxes in Brazil comprise federal income tax and social contribution, which is an additional federal tax. The statutory composite enacted tax rate applicable in the periods presented is 34% represented by a 25% federal income tax rate plus a 9% social contribution rate.

The amount reported as income tax expense in our condensed consolidated financial information is reconciled to the statutory rates as follows:

|                                                                                         | <b>September<br/>30,<br/>2005</b> | <b>June<br/>30,<br/>2005</b> | <b>Three-month<br/>periods ended<br/>September<br/>30, 2004</b> | <b>Nine months periods<br/>ended September 30<br/>2005</b> | <b>2004</b> |
|-----------------------------------------------------------------------------------------|-----------------------------------|------------------------------|-----------------------------------------------------------------|------------------------------------------------------------|-------------|
| Income before income taxes, equity results and minority interests                       | 1,514                             | 2,051                        | 1,122                                                           | 4,295                                                      | 2,033       |
| Federal income tax and social contribution expense at statutory enacted rates           | (515)                             | (697)                        | (381)                                                           | (1,460)                                                    | (691)       |
| Adjustments to derive effective tax rate:                                               |                                   |                              |                                                                 |                                                            |             |
| Tax benefit on interest attributed to stockholders                                      | 50                                | 131                          | 50                                                              | 235                                                        | 149         |
| Exempt foreign income (expenses)                                                        | 143                               | 82                           | 143                                                             | 271                                                        | 178         |
| Difference on tax basis of equity investees                                             | (9)                               | (17)                         | (75)                                                            | (30)                                                       | (105)       |
| Tax incentives                                                                          | 54                                | 59                           | 32                                                              | 135                                                        | 44          |
| Valuation allowance reversal (provision)                                                |                                   |                              | 19                                                              |                                                            | 71          |
| Other non-taxable gains (losses)                                                        | 3                                 | 5                            | (12)                                                            | 25                                                         | 1           |
| Federal income tax and social contribution expense in consolidated statements of income | (274)                             | (437)                        | (224)                                                           | (824)                                                      | (353)       |

We have certain tax incentives relative to our iron ore and manganese operations in Carajás, potash in Sergipe and relative to alumina and aluminum in Barcarena. The incentives relative to iron ore and manganese comprise full income tax exemption on defined production levels up to 2005 and partial exemption up to 2013. The incentive relating to alumina and potash comprise full income tax exemption on defined production levels which expires in 2010 and 2013, respectively, while the partial exemption incentives relative to aluminum expire in 2013. An amount equal to the tax saving must be appropriated to a reserve account within stockholders' equity and may not be distributed in the form of cash dividends.

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**7 Inventories**

|                                      | <b>September<br/>30, 2005</b> | <b>December<br/>31, 2004</b> |
|--------------------------------------|-------------------------------|------------------------------|
| Finished products                    |                               |                              |
| Iron ore and pellets                 | 316                           | 205                          |
| Manganese and ferroalloys            | 94                            | 156                          |
| Aluminum                             | 28                            | 54                           |
| Alumina                              | 3                             | 20                           |
| Kaolin                               | 21                            | 17                           |
| Others                               | 39                            | 11                           |
| Spare parts and maintenance supplies | 632                           | 386                          |
|                                      | <b>1,133</b>                  | <b>849</b>                   |

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**Table of Contents****8 Investments in affiliated companies and joint ventures**

|                                | September 30, 2005 |       | Investments |            |                    |                   |                    | Equity Adjustments        |                    |                          |                    | Dividends received        |                    |                          |                    |           |
|--------------------------------|--------------------|-------|-------------|------------|--------------------|-------------------|--------------------|---------------------------|--------------------|--------------------------|--------------------|---------------------------|--------------------|--------------------------|--------------------|-----------|
|                                |                    |       |             |            |                    |                   |                    | Three-month periods ended |                    | Nine month periods ended |                    | Three-month periods ended |                    | Nine month periods ended |                    |           |
|                                | Participation in   |       | Net income  |            | September          |                   | June               |                           | September          |                          | June               |                           | September          |                          |                    |           |
|                                | voting capital (%) | total | equity      | the period | September 30, 2005 | December 31, 2004 | September 30, 2005 | June 30, 2005             | September 30, 2004 | September 30, 2005       | September 30, 2004 | June 30, 2005             | September 30, 2004 | September 30, 2005       | September 30, 2004 |           |
| <b>Financial</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Companhia</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Indústria Brasileira de</b> |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Pelotização -</b>           |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| BRASCO (2)                     | 51.11              | 51.00 | 93          | 50         | 48                 | 30                | 13                 | 11                        | 3                  | 26                       | 10                 |                           |                    |                          |                    |           |
| <b>Companhia</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Indústria Brasileira</b>    |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Pelotização</b>             |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| SPANOBÁS                       | 51.00              | 50.89 | 68          | 47         | 35                 | 26                | 8                  | 14                        | 2                  | 24                       | 6                  | 16                        | 3                  | 20                       |                    |           |
| <b>Companhia</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Indústria Brasileira</b>    |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Pelotização</b>             |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| BRASCO                         | 50.00              | 50.00 | 74          | 40         | 37                 | 13                | 3                  | 14                        | 4                  | 20                       | 6                  |                           |                    |                          |                    |           |
| <b>Companhia</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Indústria Brasileira de</b> |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Pelotização</b>             |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| BRASCO (2)                     | 51.00              | 50.90 | 63          | 37         | 32                 | 18                | 5                  | 13                        | 1                  | 19                       | 5                  | 10                        |                    | 10                       |                    |           |
| <b>Indústria</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Investment</b>              |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| Company GIIC                   | 50.00              | 50.00 | 127         | 98         | 63                 | 45                | 14                 | 23                        | 4                  | 49                       | 10                 | 20                        | 11                 | 31                       | 7                  |           |
| <b>MARCO</b>                   |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Operação S.A.</b>           |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| MARCO (3)                      | 50.00              | 50.00 | 632         | 344        | 364                | 261               | 82                 | 56                        | 35                 | 172                      | 80                 | 75                        | 35                 | 19                       | 130                | 68        |
| <b>Indústria da Serra</b>      |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| Indústria S.A. MSG             | 50.00              | 50.00 | 44          | (4)        | 22                 | 18                | 2                  | (4)                       |                    | (2)                      | (2)                |                           |                    |                          |                    |           |
| <b>Indústria</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Operações</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
|                                |                    |       |             |            | <b>629</b>         | <b>435</b>        | <b>127</b>         | <b>128</b>                | <b>50</b>          | <b>307</b>               | <b>115</b>         | <b>121</b>                | <b>49</b>          | <b>19</b>                | <b>191</b>         | <b>75</b> |
| <b>Logistics</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| <b>Logística S.A.</b>          |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
| Logística S.A.                 | 37.23              | 29.35 | 323         | 118        | 97                 | 78                | 17                 | 12                        | 8                  | 39                       | 22                 |                           | 5                  | 5                        |                    |           |
| <b>Logística</b>               |                    |       |             |            |                    |                   |                    |                           |                    |                          |                    |                           |                    |                          |                    |           |
|                                |                    |       |             |            | <b>97</b>          | <b>79</b>         | <b>17</b>          | <b>12</b>                 | <b>8</b>           | <b>39</b>                | <b>22</b>          |                           | <b>5</b>           | <b>5</b>                 |                    |           |

**Buildings**

el

|                         |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
|-------------------------|-------|-------|-------|-------|--------------|--------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|----------|
| nas                     |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| erúrgicas de            |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| nas Gerais S.A.         |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| SIMINAS                 | 22.99 | 11.46 | 2,197 | 1,178 | 252          | 140          | 36         | 57         | 18         | 135        | 52         | 29         | 34         | 63         | 13         | 5          |          |
| mpanhia                 |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| erúrgica de             |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| arão CST (1)            |       |       |       |       |              |              |            |            | 9          |            | 87         |            |            |            |            |            |          |
| ifornia Steel           |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| ustries Inc. CSI        | 50.00 | 50.00 | 307   | 31    | 154          | 149          | (1)        | 5          | 23         | 15         | 37         | 8          |            | 28         | 2          | 1          |          |
| ERAR (cost              |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| ) - available for       |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| e investments           | 4.85  | 4.85  |       |       | 179          | 110          |            |            |            |            |            |            |            |            |            |            | 1        |
|                         |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
|                         |       |       |       |       | <b>585</b>   | <b>399</b>   | <b>35</b>  | <b>62</b>  | <b>50</b>  | <b>150</b> | <b>176</b> | <b>37</b>  | <b>34</b>  | <b>91</b>  | <b>15</b>  | <b>7</b>   |          |
| <b>uminum and</b>       |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| <b>ixite</b>            |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| eração Rio do           |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| orte S.A. - MRN         | 40.00 | 40.00 | 404   | 122   | 162          | 171          | 17         | 17         | 16         | 49         | 41         |            | 30         | 58         | 41         | 1          |          |
| esul Alumínio           |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| . - VALESUL             | 54.51 | 54.51 | 117   | 4     | 64           | 55           | (2)        | 1          | 4          | 2          | 11         |            | 8          | 8          | 9          | 1          |          |
|                         |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
|                         |       |       |       |       | <b>226</b>   | <b>226</b>   | <b>15</b>  | <b>18</b>  | <b>20</b>  | <b>51</b>  | <b>52</b>  |            | <b>38</b>  | <b>66</b>  | <b>50</b>  | <b>1</b>   |          |
| <b>al</b>               |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| nan Longyu              |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| ources Co.              |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| (4)                     |       |       |       |       | 86           |              |            |            |            |            |            |            |            |            |            |            |          |
| andong                  |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| hkuang                  |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| ernational              |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| mpany Ltd(4)            |       |       |       |       | 11           | 10           |            |            |            |            |            |            |            |            |            |            |          |
|                         |       |       |       |       | <b>97</b>    | <b>10</b>    |            |            |            |            |            |            |            |            |            |            |          |
| <b>ner affiliates</b>   |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
| <b>l joint ventures</b> |       |       |       |       | <b>10</b>    | <b>10</b>    |            |            | (1)        |            | (2)        |            |            |            |            |            |          |
|                         |       |       |       |       |              |              |            |            |            |            |            |            |            |            |            |            |          |
|                         |       |       |       |       | <b>918</b>   | <b>645</b>   | <b>50</b>  | <b>80</b>  | <b>69</b>  | <b>201</b> | <b>226</b> | <b>37</b>  | <b>72</b>  | <b>157</b> | <b>65</b>  | <b>7</b>   |          |
| <b>al</b>               |       |       |       |       | <b>1,644</b> | <b>1,159</b> | <b>194</b> | <b>220</b> | <b>127</b> | <b>547</b> | <b>363</b> | <b>158</b> | <b>126</b> | <b>19</b>  | <b>353</b> | <b>140</b> | <b>7</b> |

(1) During 2004 we sold our interest in CST;

(2) We held a majority of the voting power of

several entities  
that were  
accounted for  
under the equity  
method in  
accordance with  
EITF 96-16 due  
to veto rights  
held by minority  
under  
shareholders  
agreements;

(3) Investment  
includes  
goodwill of  
US\$45 in  
periods  
presented;

(4) Preoperating  
investments.

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**Table of Contents****9 Pension costs**

|                                                  | Three month periods ended |               |                        | Nine month periods ended September 30 |             |
|--------------------------------------------------|---------------------------|---------------|------------------------|---------------------------------------|-------------|
|                                                  | September 30, 2005        | June 30, 2005 | September 30, 2004 (*) | 2005                                  | 2004 (*)    |
| Service cost – benefits earned during the period | 1                         | 1             | 1                      | 2                                     | 2           |
| Interest cost on projected benefit obligation    | 63                        | 60            | 47                     | 179                                   | 141         |
| Expected return on assets                        | (80)                      | (75)          | (53)                   | (224)                                 | (159)       |
| Amortization of initial transitory obligation    | 3                         | 2             | 2                      | 8                                     | 6           |
| Net deferral                                     | (3)                       | (4)           | (6)                    | (11)                                  | (18)        |
| Net periodic pension cost                        | <b>(16)</b>               | <b>(16)</b>   | <b>(9)</b>             | <b>(46)</b>                           | <b>(28)</b> |

(\*) Based on 2004 annual periodic pension cost.

In addition to benefits provided under the Pension Plan, accruals have been made relative to supplementary health care benefits extended in previous periods as part of early-retirement programs. Such accruals included in long-term liabilities totaled US\$257 and US\$215, at September 30, 2005 and December 31, 2004, respectively, plus US\$30 and US\$34, respectively, in current liabilities – others.

The cost recognized for the three-month ended September 30, 2005, June 30, 2005, and September 30, 2004 relative to the defined contribution element of the New Plan was US\$2, in each period.

We previously disclosed in our consolidated financial statements for the year ended December 31, 2004, that we expected to contribute US\$16 to our defined benefit pension plan in 2005. As of September 30, 2005, we had contributed US\$15. We do not expect any material change in our previous estimate.

**10 Commitments and contingencies**

(a) At September 30, 2005, we had extended guarantees for borrowings obtained by affiliates and joint ventures in the amount of US\$6, as follows:

| Affiliate or Joint Venture | Amount of guarantee | Denominated currency | Purpose        | Final maturity | Counter guarantees |
|----------------------------|---------------------|----------------------|----------------|----------------|--------------------|
| SAMARCO                    | 5                   | US\$                 | Debt guarantee | 2008           | None               |
| VALESUL                    | 1                   | R\$                  | Debt guarantee | 2007           | None               |

**6**



We expect no losses to arise as a result of the above guarantees. We charge a commission for extending these guarantees in the case of Samarco.

We have not provided any significant guarantees since January 1, 2003 which would require fair value adjustments under FIN 45 Guarantor's Accounting and Disclosure Requirements for Guarantees, Including Indirect Guarantees of Indebtedness of Others .

- (b) We and our subsidiaries are defendants in numerous legal actions in the normal course of business. Based on the advice of our legal counsel, management believes that the provision made against contingent losses is sufficient to cover probable losses in connection with such actions.

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The provision for contingencies and the related judicial deposits are composed as follows:

|                     | <b>September 30, 2005</b> |                      | <b>December 31, 2004</b> |                 |
|---------------------|---------------------------|----------------------|--------------------------|-----------------|
|                     | <b>Provision</b>          | <b>Judicial</b>      | <b>Provision</b>         | <b>Judicial</b> |
|                     | <b>for</b>                | <b>deposits</b>      | <b>for</b>               | <b>deposits</b> |
|                     | <b>contingencies</b>      | <b>contingencies</b> | <b>contingencies</b>     | <b>deposits</b> |
| Labor claims        | 263                       | 145                  | 221                      | 109             |
| Civil claims        | 237                       | 101                  | 185                      | 72              |
| Tax related actions | 879                       | 440                  | 473                      | 341             |
| Others              | 26                        | 4                    | 35                       | 9               |
|                     | <b>1,405</b>              | <b>690</b>           | <b>914</b>               | <b>531</b>      |

Labor related actions principally comprise employee claims for (i) payment of time spent travelling from their residences to the work-place, (ii) health and safety premium claims and (iii) various other matters, often in connection with disputes over indemnities paid upon dismissal.

Civil actions principally relate to claims made against us by contractors in connection with losses alleged to have been incurred by them as a result of various past government economic plans during which full indexation of contracts for inflation was not permitted.

Tax related actions principally comprise our challenges of certain income tax, revenue taxes, Value Added Tax and of the tax on checking account transaction CPMF.

We continue to vigorously pursue our interests in all the above actions but recognize that losses are probable for which we have made provisions.

Our judicial deposits are made as required by the courts to enable us to enter or continue a legal action. When judgment is favorable to us, we receive the deposits back; when unfavorable, the deposits are released to the prevailing party.

Contingencies settled in the three-month periods ended September 30, 2005, June 30, 2005 and September 30, 2004 aggregated US\$86, US\$56 and US\$14, respectively, and additional provisions aggregated US\$96, US\$44 and US\$39, respectively.

In addition to the contingencies for which we have made provisions, we have possible losses in connection with tax contingencies totaling US\$725 at September 30, 2005, for which, no provision is maintained.

- (c) We and BNDES entered into a contract, known as the Mineral Risk Contract, in March 1997, relating to prospecting authorizations for mining regions where drilling and exploration are still in their early stages. The Mineral Risk Contract provides for the joint development of certain unexplored mineral deposits in approximately two million identified hectares of land in the Carajás region, as well as proportional participation in any financial benefits earned from the development of such resources. Iron ore and manganese deposits already identified and subject to development are specifically excluded from the Mineral Risk Contract.

Pursuant to the Mineral Risk Contract, we and BNDES each agreed to provide US\$205, which represents half of the US\$410 in expenditures estimated as necessary to complete geological exploration and mineral resource development projects in the region. We will oversee these projects and BNDES will advance us half of our costs on a quarterly basis. Under the Mineral Risk Contract, as of September 30, 2005, the remaining contributions towards exploration and development activities totaled US\$34. In the event that either of us wishes to conduct

further exploration and development after having spent such US\$205, the contract provides that each party may either choose to match the other party's contributions, or may choose to have its financial interest proportionally diluted. If a party's participation in the project is diluted to an amount lower than 40% of the amount invested in connection with exploration and development projects, then the Mineral Risk Contract provides that the diluted party will lose all the rights and benefits provided for in the Mineral Risk Contract and

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any amounts previously contributed to the project.

Under the Mineral Risk Contract, BNDES has agreed to compensate us through a finder's fee production royalty on their share of mineral resources that are discovered and placed into production. This finder's fee is equal to 3.5% of the revenues derived from the sale of gold, silver and platinum group metals and 1.5% of the revenues derived from the sale of other minerals, including copper, except for gold and other minerals discovered at Serra Leste, for which the finder's fee is equal to 6.5% of revenues.

- (d) At the time of our privatization in 1997, we issued shareholder revenue interests known in Brazil as debentures to our then-existing shareholders, including the Brazilian Government. The terms of the debentures, were set to ensure that our pre-privatization shareholders, including the Brazilian Government, would participate alongside us in potential future financial benefits that we are able to derive from exploiting our mineral resources.

On September 27, 2005 we declared a distribution on these debentures in the amount of US\$2, paid as from October 3, 2005.

- (e) We use various judgments and assumptions when measuring our environmental liabilities and asset retirement obligations. Changes in circumstances, law or technology may affect our estimates and we periodically review the amounts accrued and adjust them as necessary. Our accruals do not reflect unasserted claims because we are currently not aware of any such issues. Also the amounts provided are not reduced by any potential recoveries under cost sharing, insurance or indemnification arrangements because such recoveries are considered uncertain. The changes are demonstrated as follows:

|                                                      | Three-month periods ended |               |                    | Nine month periods ended September 30 |           |
|------------------------------------------------------|---------------------------|---------------|--------------------|---------------------------------------|-----------|
|                                                      | September 30, 2005        | (unaudited)   |                    | 2005                                  | 2004      |
|                                                      |                           | June 30, 2005 | September 30, 2004 |                                       |           |
| <b>Environmental liabilities beginning of period</b> | <b>159</b>                | <b>137</b>    | <b>82</b>          | <b>134</b>                            | <b>81</b> |
| Accretion expense                                    |                           | 10            | 3                  | 14                                    | 9         |
| Liabilities settled in the current period            | (2)                       | (4)           |                    | (6)                                   |           |
| Cumulative translation adjustment                    | 9                         | 16            | 6                  | 24                                    | 1         |
| <b>Environmental liabilities end of period</b>       | <b>166</b>                | <b>159</b>    | <b>91</b>          | <b>166</b>                            | <b>91</b> |

**11 Segment and geographical information**

In 1999 we adopted SFAS 131 Disclosures about Segments of an Enterprise and Related Information with respect to the information we present about our operating segments. SFAS 131 introduced a management approach concept for reporting segment information, whereby such information is required to be reported on the basis that the chief decision-maker uses internally for evaluating segment performance and deciding how to allocate resources to segments. Our business segments are currently organized as follows:

Ferrous products comprises iron ore mining and pellet production, as well as the Northern and Southern transportation systems, including railroads, ports and terminals, as they pertain to mining operations. Manganese

mining and ferroalloys are also included in this segment.

Non-ferrous products comprises the production of non-ferrous minerals, including potash, kaolin, copper and research of others minerals, mainly nickel.

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Logistics comprises our transportation systems as they pertain to the operation of our ships, ports and railroads for third-party cargos.

Holdings divided into the following sub-groups:

Aluminum comprises aluminum trading activities, alumina refining and aluminum metal smelting and investments in joint ventures and affiliates engaged in bauxite mining.

Steel comprises our investments in joint ventures and affiliates operating in the steel industry.

Others comprises our investments in joint ventures and affiliates engaged in other business.

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Consolidated net income and principal assets are reconciled as follows:

**Results by segment before eliminations (Unaudited)**

|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           | As of and for the |
|--------------------|------------|-----------|-------------|--------------|--------------|--------------|---------------|------------|------------|-------------|--------------|--------------|------------|-----------|-------------------|
| September 30, 2005 |            |           |             |              |              |              | June 30, 2005 |            |            |             |              |              |            | Non       |                   |
| Ferrous            | Logistics  | Aluminum  | Other       | Eliminations | Consolidated | Ferrous      | Non           | Logistics  | Aluminum   | Other       | Eliminations | Consolidated | Ferrous    | Logistics |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           | Eliminations      |
| 166                | 17         | 432       |             | (1,398)      | 2,604        | 3,539        | 206           | 17         | 422        |             | (1,476)      | 2,708        | 2,041      | 150       | 24                |
| 70                 | 353        | 87        |             | (90)         | 1,006        | 679          | 42            | 318        | 81         |             | (107)        | 1,013        | 376        | 55        | 234               |
| (219)              | (256)      | (408)     | (67)        | 1,488        | (2,034)      | (2,580)      | (203)         | (210)      | (392)      | (12)        | 1,583        | (1,814)      | (1,711)    | (172)     | (158)             |
| (14)               | (9)        | (18)      |             |              | (171)        | (97)         | (17)          | (10)       | (12)       |             |              | (136)        | (72)       | (12)      | (9)               |
|                    |            |           |             |              |              |              |               |            |            |             |              |              | (3)        |           |                   |
| <b>3</b>           | <b>105</b> | <b>93</b> | <b>(67)</b> |              | <b>1,405</b> | <b>1,541</b> | <b>28</b>     | <b>115</b> | <b>99</b>  | <b>(12)</b> |              | <b>1,771</b> | <b>631</b> | <b>21</b> | <b>91</b>         |
|                    | 7          | 2         | 7           | (139)        | 36           | 78           |               | 11         | 3          | 1           | (66)         | 27           | 39         |           | 5                 |
| 1                  | (14)       | (75)      | 1           | 139          | (216)        | (159)        | (4)           | (4)        | 50         |             | 66           | (51)         | (150)      |           | (4)               |
| 1                  | (9)        | 46        | (1)         |              | 163          | 201          | 3             | (7)        | 107        |             |              | 304          | 22         | 3         | 6                 |
|                    |            |           | 126         |              | 126          |              |               |            |            |             |              |              |            |           |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
| 2                  | 17         | 15        | 35          |              | 194          | 128          |               | 12         | 18         | 62          |              | 220          | 50         |           | 8                 |
|                    | (5)        | (22)      | (1)         | (139)        | (274)        | (390)        | (1)           | (5)        | (40)       | (1)         | (66)         | (437)        | (197)      |           | (3)               |
|                    | (1)        | (12)      |             | 139          | (117)        | (105)        |               |            | (99)       |             |              | (204)        | (39)       | (2)       |                   |
| <b>7</b>           | <b>100</b> | <b>47</b> | <b>100</b>  |              | <b>1,317</b> | <b>1,294</b> | <b>26</b>     | <b>122</b> | <b>138</b> | <b>50</b>   |              | <b>1,630</b> | <b>356</b> | <b>22</b> | <b>103</b>        |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
| 3                  | 10         | 66        |             | (286)        | 203          | 334          |               | 11         | 81         |             | (144)        | 282          | 198        |           | 13                |
|                    |            | 43        |             | (17)         | 85           | 166          |               |            | 42         |             | (89)         | 119          | 132        |           | 9                 |
| 82                 | 7          | 205       |             | (582)        | 1,015        | 1,518        | 125           | 6          | 185        |             | (685)        | 1,149        | 871        | 80        | 2                 |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
|                    |            |           |             |              |              |              |               |            |            |             |              |              |            |           |                   |
| 20                 |            | 9         |             | 24           | 208          | 277          | 34            |            |            |             | (75)         | 236          | 132        | 63        |                   |

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|              |            |              |                |               |              |              |            |              |                |              |              |            |            |
|--------------|------------|--------------|----------------|---------------|--------------|--------------|------------|--------------|----------------|--------------|--------------|------------|------------|
| 20           | 97         | (120)        | 342            | 353           | 6            | 98           | (133)      | 324          | 164            | 2            |              |            |            |
| 17           | 12         | (319)        | 568            | 641           | 10           |              | (220)      | 431          | 401            |              |              |            |            |
| 24           |            | (98)         | 183            | 250           | 31           | 16           | (130)      | 167          | 143            | 5            |              |            |            |
| <b>166</b>   | <b>17</b>  | <b>432</b>   | <b>(1,398)</b> | <b>2,604</b>  | <b>3,539</b> | <b>206</b>   | <b>17</b>  | <b>422</b>   | <b>(1,476)</b> | <b>2,708</b> | <b>2,041</b> | <b>150</b> | <b>24</b>  |
| 70           | 353        | 87           | (90)           | 1,006         | 679          | 42           | 318        | 81           | (107)          | 1,013        | 376          | 55         | 234        |
| <b>236</b>   | <b>370</b> | <b>519</b>   | <b>(1,488)</b> | <b>3,610</b>  | <b>4,218</b> | <b>248</b>   | <b>335</b> | <b>503</b>   | <b>(1,583)</b> | <b>3,721</b> | <b>2,417</b> | <b>205</b> | <b>258</b> |
| 1,595        | 947        | 1,862        | 114            | 13,375        | 7,511        | 1,478        | 827        | 1,572        | 126            | 11,514       | 5,050        | 1,147      | 577        |
| 35           | 79         | 202          | 33             | 1,302         | 525          | 46           | 52         | 153          | 1              | 777          | 131          | 40         | 114        |
|              | 97         | 226          | 692            | 1,644         | 597          |              | 75         | 207          | 629            | 1,508        | 387          |            | 70         |
| <b>1,167</b> | <b>989</b> | <b>1,117</b> | <b>16</b>      | <b>10,730</b> | <b>6,468</b> | <b>1,001</b> | <b>827</b> | <b>1,079</b> | <b>22</b>      | <b>9,397</b> | <b>4,557</b> | <b>913</b> | <b>565</b> |

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Table of Contents**Operating income by product after eliminations (unaudited)**

| Net        | September 30, 2005             |                                          |                  |              |              | Revenues Value |              |              |              |                                | June 30, 2005                            |                  |              |              |            | Revenue      |  |
|------------|--------------------------------|------------------------------------------|------------------|--------------|--------------|----------------|--------------|--------------|--------------|--------------------------------|------------------------------------------|------------------|--------------|--------------|------------|--------------|--|
|            | Cost and amortization expenses | Depreciation, depletion and amortization | Operating income | Expenses     | Domestic     | Total          | added        | Net revenues | Net expenses | Cost and amortization expenses | Depreciation, depletion and amortization | Operating income | Expenses     | Domestic     | Total      |              |  |
| 999        | (693)                          | 1,306                                    | (120)            | 1,186        | 1,694        | 472            | 2,166        | (81)         | 2,085        | (668)                          | 1,417                                    | (87)             | 1,330        | 880          | 213        | 1,093        |  |
| 507        | (347)                          | 160                                      | (7)              | 153          | 462          | 107            | 569          | (27)         | 542          | (333)                          | 209                                      | (4)              | 205          | 229          | 64         | 293          |  |
| 18         | (25)                           | (7)                                      | (1)              | (8)          | 14           | 5              | 19           | (1)          | 18           | (14)                           | 4                                        |                  | 4            | 16           | 4          | 20           |  |
| 83         | (87)                           | (4)                                      | (5)              | (9)          | 98           | 56             | 154          | (14)         | 140          | (96)                           | 44                                       | (5)              | 39           | 113          | 60         | 173          |  |
| <b>507</b> | <b>(1,152)</b>                 | <b>1,455</b>                             | <b>(133)</b>     | <b>1,322</b> | <b>2,268</b> | <b>640</b>     | <b>2,908</b> | <b>(123)</b> | <b>2,785</b> | <b>(1,111)</b>                 | <b>1,674</b>                             | <b>(96)</b>      | <b>1,578</b> | <b>1,238</b> | <b>341</b> | <b>1,579</b> |  |
| 43         | (32)                           | 11                                       | (1)              | 10           |              | 31             | 31           | (2)          | 29           | (15)                           | 14                                       | (2)              | 12           |              | 35         | 31           |  |
| 40         | (56)                           | (16)                                     | (3)              | (19)         | 38           | 7              | 45           | (1)          | 44           | (38)                           | 6                                        | (6)              |              | 36           | 5          | 41           |  |
| 91         | (59)                           | 32                                       | (9)              | 23           | 89           | 4              | 93           | (1)          | 92           | (44)                           | 48                                       | (9)              | 39           | 56           | 14         | 70           |  |
| <b>174</b> | <b>(147)</b>                   | <b>27</b>                                | <b>(13)</b>      | <b>14</b>    | <b>127</b>   | <b>42</b>      | <b>169</b>   | <b>(4)</b>   | <b>165</b>   | <b>(97)</b>                    | <b>68</b>                                | <b>(17)</b>      | <b>51</b>    | <b>92</b>    | <b>54</b>  | <b>146</b>   |  |
| 142        | (130)                          | 12                                       | (7)              | 5            | 94           | 16             | 110          | (11)         | 99           | (95)                           | 4                                        | (6)              | (2)          | 127          | 3          | 130          |  |
| 200        | (105)                          | 95                                       | (11)             | 84           | 194          | 10             | 204          | (1)          | 203          | (93)                           | 110                                      | (6)              | 104          | 172          | 8          | 180          |  |
| 10         | (10)                           |                                          |                  |              | 13           |                | 13           |              | 13           | (12)                           | 1                                        |                  | 1            | 17           |            | 17           |  |
| <b>352</b> | <b>(245)</b>                   | <b>107</b>                               | <b>(18)</b>      | <b>89</b>    | <b>301</b>   | <b>26</b>      | <b>327</b>   | <b>(12)</b>  | <b>315</b>   | <b>(200)</b>                   | <b>115</b>                               | <b>(12)</b>      | <b>103</b>   | <b>316</b>   | <b>11</b>  | <b>327</b>   |  |
| 229        | (161)                          | 68                                       | (5)              | 63           |              | 232            | 232          | (37)         | 195          | (124)                          | 71                                       | (9)              | 62           |              | 164        | 164          |  |
| 61         | (32)                           | 29                                       | (2)              | 27           |              | 60             | 60           | (10)         | 50           | (33)                           | 17                                       |                  | 17           |              | 43         | 43           |  |
| 22         | (26)                           | (4)                                      |                  | (4)          | 12           | 12             | 24           | (2)          | 22           | (19)                           | 3                                        | (2)              | 1            | 16           | 9          | 25           |  |
| <b>312</b> | <b>(219)</b>                   | <b>93</b>                                | <b>(7)</b>       | <b>86</b>    | <b>12</b>    | <b>304</b>     | <b>316</b>   | <b>(49)</b>  | <b>267</b>   | <b>(176)</b>                   | <b>91</b>                                | <b>(11)</b>      | <b>80</b>    | <b>16</b>    | <b>216</b> | <b>232</b>   |  |
|            | (106)                          | (106)                                    |                  | (106)        |              | 1              | 1            | 3            | 4            | (45)                           | (41)                                     |                  | (41)         | 4            | (1)        |              |  |
| <b>445</b> | <b>(1,869)</b>                 | <b>1,576</b>                             | <b>(171)</b>     | <b>1,405</b> | <b>2,708</b> | <b>1,013</b>   | <b>3,721</b> | <b>(185)</b> | <b>3,536</b> | <b>(1,629)</b>                 | <b>1,907</b>                             | <b>(136)</b>     | <b>1,771</b> | <b>1,666</b> | <b>621</b> | <b>2,297</b> |  |

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**Table of Contents****Results by segment before eliminations (Unaudited)**

|                                                                                                                     | 2004         |           |            |            |             |              | 2005         |              |           |            |            |            | Nine month periods ended September 30, 2006 |              |              |
|---------------------------------------------------------------------------------------------------------------------|--------------|-----------|------------|------------|-------------|--------------|--------------|--------------|-----------|------------|------------|------------|---------------------------------------------|--------------|--------------|
|                                                                                                                     | Non          |           | Non        |            | Non         |              | Non          |              | Non       |            | Non        |            | Non                                         |              |              |
|                                                                                                                     | Ferrous      | ferrous   | Logistics  | Aluminum   | Other       | Eliminations | Consolidated | Ferrous      | ferrous   | Logistics  | Aluminum   | Other      | Eliminations                                | Consolidated | Consolidated |
| Net sales revenues                                                                                                  | 8,985        | 525       | 54         | 1,299      |             | (3,875)      | 6,988        | 5,478        | 265       | 65         | 1,180      |            | (2,626)                                     | 4,352        | 4,352        |
| Net sales revenues                                                                                                  | 1,651        | 161       | 899        | 261        |             | (301)        | 2,671        | 1,027        | 118       | 637        | 159        |            | (252)                                       | 1,682        | 1,682        |
| Costs and expenses                                                                                                  | (6,944)      | (584)     | (624)      | (1,197)    | (79)        | 4,176        | (5,252)      | (4,674)      | (314)     | (428)      | (932)      |            | 2,878                                       | (3,444)      | (3,444)      |
| Depreciation, depletion and amortization                                                                            | (324)        | (44)      | (28)       | (40)       |             |              | (436)        | (207)        | (24)      | (24)       | (25)       |            |                                             | (2)          | (2)          |
| <b>Operating income</b>                                                                                             | <b>3,368</b> | <b>58</b> | <b>301</b> | <b>323</b> | <b>(79)</b> |              | <b>3,971</b> | <b>1,624</b> | <b>45</b> | <b>250</b> | <b>382</b> |            |                                             | <b>2,333</b> | <b>2,333</b> |
| Financial income                                                                                                    | 306          | 1         | 26         | 7          | 8           | (256)        | 92           | 146          |           | 11         | 9          | 2          | (127)                                       |              |              |
| Financial expenses                                                                                                  | (556)        | (4)       | (21)       | (35)       | 1           | 256          | (359)        | (405)        | (3)       | (13)       | (119)      |            | 127                                         | (4)          | (4)          |
| Foreign exchange monetary gains (losses), net                                                                       | 322          | 7         | (16)       | 153        | (1)         |              | 465          | (212)        | 1         |            | (2)        | 3          |                                             | (2)          | (2)          |
| Gain on sale of investments                                                                                         |              |           |            |            | 126         |              | 126          |              |           |            |            | 314        |                                             | 3            | 3            |
| Change in results of equity investments and joint ventures and change in provision for losses on equity investments | 307          |           | 39         | 51         | 150         |              | 547          | 115          |           | 22         | 52         | 174        |                                             | 3            | 3            |
| Income taxes                                                                                                        | (705)        | (1)       | (15)       | (101)      | (2)         |              | (824)        | (338)        | (4)       | (6)        | (1)        | (4)        |                                             | (3)          | (3)          |
| Minority interests                                                                                                  | (233)        |           | (1)        | (139)      |             |              | (373)        | (84)         | (2)       |            | (105)      |            |                                             | (1)          | (1)          |
| <b>Income</b>                                                                                                       | <b>2,809</b> | <b>61</b> | <b>313</b> | <b>259</b> | <b>203</b>  |              | <b>3,645</b> | <b>846</b>   | <b>37</b> | <b>264</b> | <b>216</b> | <b>489</b> |                                             | <b>1,809</b> | <b>1,809</b> |
| Income classified by geographic region:                                                                             |              |           |            |            |             |              |              |              |           |            |            |            |                                             |              |              |
| North America, except United States                                                                                 | 963          |           | 32         | 253        |             | (575)        | 673          | 528          |           | 46         | 140        |            | (303)                                       | 4            | 4            |
| United States                                                                                                       | 348          | 3         | 3          | 163        |             | (215)        | 302          | 360          |           | 9          | 109        |            | (223)                                       | 2            | 2            |
| Europe                                                                                                              | 3,645        | 257       | 19         | 522        |             | (1,626)      | 2,817        | 2,387        | 170       | 10         | 566        |            | (1,206)                                     | 1,9          | 1,9          |
| Middle East/Africa/Oceania                                                                                          | 556          | 92        |            | 15         |             | (102)        | 561          | 308          | 64        |            |            |            | (93)                                        | 2            | 2            |
| Latin America                                                                                                       | 890          | 32        |            | 292        |             | (332)        | 882          | 501          | 14        |            | 266        |            | (213)                                       | 5            | 5            |
| Asia                                                                                                                | 1,898        | 55        |            | 38         |             | (713)        | 1,278        | 939          | 9         |            | 99         |            | (396)                                       | 6            | 6            |

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|                                                            |               |              |            |              |           |                |               |              |            |            |              |                |            |
|------------------------------------------------------------|---------------|--------------|------------|--------------|-----------|----------------|---------------|--------------|------------|------------|--------------|----------------|------------|
| a, other than<br>an and China                              | 685           | 86           |            | 16           |           | (312)          | 475           | 455          | 8          |            |              | (192)          | 2          |
|                                                            | <b>8,985</b>  | <b>525</b>   | <b>54</b>  | <b>1,299</b> |           | <b>(3,875)</b> | <b>6,988</b>  | <b>5,478</b> | <b>265</b> | <b>65</b>  | <b>1,180</b> | <b>(2,626)</b> | <b>4,3</b> |
| domestic market                                            | 1,651         | 161          | 899        | 261          |           | (301)          | 2,671         | 1,027        | 118        | 637        | 159          | (252)          | 1,6        |
|                                                            | <b>10,636</b> | <b>686</b>   | <b>953</b> | <b>1,560</b> |           | <b>(4,176)</b> | <b>9,659</b>  | <b>6,505</b> | <b>383</b> | <b>702</b> | <b>1,339</b> | <b>(2,878)</b> | <b>6,0</b> |
| ets:                                                       |               |              |            |              |           |                |               |              |            |            |              |                |            |
| roperty, plant and<br>quipment, net                        | 8,857         | 1,595        | 947        | 1,862        | 114       |                | 13,375        | 5,050        | 1,147      | 577        | 952          | 1              | 7,7        |
| ditions to<br>roperty, plant and<br>quipment               | 1,959         | 110          | 173        | 464          | 34        |                | 2,740         | 453          | 173        | 399        | 120          |                | 1,1        |
| estments in<br>liated companies<br>joint ventures<br>other |               |              |            |              |           |                |               |              |            |            |              |                |            |
| estments, net of<br>vision for losses                      | 629           |              | 97         | 226          | 692       |                | 1,644         | 387          |            | 70         | 219          | 377            | 1,0        |
| ital employed                                              | <b>7,441</b>  | <b>1,167</b> | <b>989</b> | <b>1,117</b> | <b>16</b> |                | <b>10,730</b> | <b>4,557</b> | <b>913</b> | <b>565</b> | <b>819</b>   | <b>31</b>      | <b>6,8</b> |

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## Operating income by product after eliminations (unaudited)

| Nine month period  |              |              |              |              |                |              |              |              |               |              |              |              |              |                |              |
|--------------------|--------------|--------------|--------------|--------------|----------------|--------------|--------------|--------------|---------------|--------------|--------------|--------------|--------------|----------------|--------------|
| September 30, 2005 |              |              |              |              |                |              |              |              |               |              |              |              |              |                |              |
| 2005               |              |              |              |              |                |              |              |              |               |              |              |              |              |                |              |
| Revenues           |              |              |              |              |                |              |              |              | Revenues      |              |              |              |              |                |              |
| Value              |              |              |              |              |                |              |              |              | Value         |              |              |              |              |                |              |
| added              |              |              |              |              |                |              |              |              | added         |              |              |              |              |                |              |
| Net                |              |              |              |              |                |              |              |              | Net           |              |              |              |              |                |              |
| Cost               |              |              |              |              |                |              |              |              | Cost          |              |              |              |              |                |              |
| and                |              |              |              |              |                |              |              |              | and           |              |              |              |              |                |              |
| depreciation,      |              |              |              |              |                |              |              |              | depreciation, |              |              |              |              |                |              |
| depletion          |              |              |              |              |                |              |              |              | depletion     |              |              |              |              |                |              |
| and                |              |              |              |              |                |              |              |              | and           |              |              |              |              |                |              |
| amortization       |              |              |              |              |                |              |              |              | amortization  |              |              |              |              |                |              |
| Operating          |              |              |              |              |                |              |              |              | Operating     |              |              |              |              |                |              |
| income             |              |              |              |              |                |              |              |              | income        |              |              |              |              |                |              |
| Export             | Domestic     | Total        | tax          | revenues     | expenses       | amortization | depletion    | Operating    | Export        | Domestic     | Total        | tax          | revenues     | expenses       | amortization |
| 4,208              | 1,113        | 5,321        | (177)        | 5,144        | (1,890)        | 3,254        | (291)        | 2,963        | 2,264         | 598          | 2,862        | (95)         | 2,767        | (1,242)        | 1,525        |
| 1,167              | 272          | 1,439        | (60)         | 1,379        | (917)          | 462          | (14)         | 448          | 663           | 184          | 847          | (31)         | 816          | (618)          | 198          |
| 44                 | 15           | 59           | (5)          | 54           | (48)           | 6            | (1)          | 5            | 30            | 10           | 40           | (5)          | 35           | (31)           | 4            |
| 261                | 138          | 399          | (37)         | 362          | (265)          | 97           | (13)         | 84           | 307           | 141          | 448          | (36)         | 412          | (201)          | 211          |
| <b>5,680</b>       | <b>1,538</b> | <b>7,218</b> | <b>(279)</b> | <b>6,939</b> | <b>(3,120)</b> | <b>3,819</b> | <b>(319)</b> | <b>3,500</b> | <b>3,264</b>  | <b>933</b>   | <b>4,197</b> | <b>(167)</b> | <b>4,030</b> | <b>(2,092)</b> | <b>1,938</b> |
|                    | 108          | 108          | (9)          | 99           | (61)           | 38           | (5)          | 33           |               | 89           | 89           | (14)         | 75           | (38)           | 37           |
| 108                | 18           | 126          | (5)          | 121          | (114)          | 7            | (19)         | (12)         | 104           | 15           | 119          | (4)          | 115          | (66)           | 49           |
| 225                | 35           | 260          | (5)          | 255          | (143)          | 112          | (26)         | 86           | 80            | 14           | 94           | (3)          | 91           | (44)           | 47           |
| <b>333</b>         | <b>161</b>   | <b>494</b>   | <b>(19)</b>  | <b>475</b>   | <b>(318)</b>   | <b>157</b>   | <b>(50)</b>  | <b>107</b>   | <b>184</b>    | <b>118</b>   | <b>302</b>   | <b>(21)</b>  | <b>281</b>   | <b>(148)</b>   | <b>133</b>   |
| 324                | 68           | 392          | (23)         | 369          | (323)          | 46           | (19)         | 27           | 308           | 9            | 317          | (13)         | 304          | (258)          | 46           |
| 576                | 30           | 606          | (4)          | 602          | (288)          | 314          | (21)         | 293          | 519           | 20           | 539          | (2)          | 537          | (175)          | 362          |
| 33                 |              | 33           |              | 33           | (31)           | 2            |              | 2            | 40            |              | 40           |              | 40           | (35)           | 5            |
| <b>933</b>         | <b>98</b>    | <b>1,031</b> | <b>(27)</b>  | <b>1,004</b> | <b>(642)</b>   | <b>362</b>   | <b>(40)</b>  | <b>322</b>   | <b>867</b>    | <b>29</b>    | <b>896</b>   | <b>(15)</b>  | <b>881</b>   | <b>(468)</b>   | <b>413</b>   |
|                    | 658          | 658          | (102)        | 556          | (376)          | 180          | (22)         | 158          |               | 450          | 450          | (71)         | 379          | (235)          | 144          |
|                    | 173          | 173          | (25)         | 148          | (91)           | 57           | (3)          | 54           |               | 126          | 126          | (21)         | 105          | (64)           | 41           |
| 41                 | 35           | 76           | (7)          | 69           | (70)           | (1)          | (2)          | (3)          | 37            | 30           | 67           | (5)          | 62           | (77)           | (15)         |
| <b>41</b>          | <b>866</b>   | <b>907</b>   | <b>(134)</b> | <b>773</b>   | <b>(537)</b>   | <b>236</b>   | <b>(27)</b>  | <b>209</b>   | <b>37</b>     | <b>606</b>   | <b>643</b>   | <b>(97)</b>  | <b>546</b>   | <b>(376)</b>   | <b>170</b>   |
| 1                  | 8            | 9            | (6)          | 3            | (170)          | (167)        |              | (167)        | 10            | 3            | 13           | (2)          | 11           | (84)           | (73)         |
| <b>6,988</b>       | <b>2,671</b> | <b>9,659</b> | <b>(465)</b> | <b>9,194</b> | <b>(4,787)</b> | <b>4,407</b> | <b>(436)</b> | <b>3,971</b> | <b>4,362</b>  | <b>1,689</b> | <b>6,051</b> | <b>(302)</b> | <b>5,749</b> | <b>(3,168)</b> | <b>2,581</b> |

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**Table of Contents****12 Derivative financial instruments**

Volatility of interest rates, exchange rates and commodity prices are the main market risks to which we are exposed all three are managed through derivative instruments. These have the exclusive aim of reducing exposure to risk. We do not use derivatives for speculation purposes.

We monitor and evaluate our derivative positions on a regular basis and adjust our strategy in response to market conditions. We also periodically review the credit limits and credit worthiness of our counter-parties in these transactions. In view of the policies and practices established for operations with derivatives, management considers the occurrence of non-measurable risk situations as unlikely.

The asset (liability) balances and the change in fair value of derivative financial instruments are as follows (the quarterly information is unaudited):

|                                                            | <b>Interest<br/>rates<br/>(LIBOR)</b> | <b>Currencies</b> | <b>Gold</b> | <b>Alumina</b> | <b>Aluminum</b> | <b>Total</b> |
|------------------------------------------------------------|---------------------------------------|-------------------|-------------|----------------|-----------------|--------------|
| Unrealized gains (losses) at<br>July 1, 2005               | (9)                                   | 2                 | (30)        | (22)           | (54)            | (113)        |
| Financial settlement                                       |                                       | (1)               | 3           | 7              | 7               | 16           |
| Unrealized gains (losses) in<br>the period                 | 2                                     |                   | (8)         | (13)           | (47)            | (66)         |
| Effect of exchange rate<br>changes                         |                                       |                   | (2)         | (2)            | (5)             | (9)          |
| <b>Unrealized gains (losses) at<br/>September 30, 2005</b> | <b>(7)</b>                            | <b>1</b>          | <b>(37)</b> | <b>(30)</b>    | <b>(99)</b>     | <b>(172)</b> |
| Unrealized gains (losses) at<br>April 1, 2005              | (12)                                  | 3                 | (31)        | (50)           | (113)           | (203)        |
| Financial settlement                                       | 4                                     |                   | 2           | 9              | 9               | 24           |
| Unrealized gains (losses) in<br>the period                 |                                       | (1)               | 3           | 24             | 59              | 85           |
| Effect of exchange rate<br>changes                         | (1)                                   |                   | (4)         | (5)            | (9)             | (19)         |
| <b>Unrealized gains (losses) at<br/>June 30, 2005</b>      | <b>(9)</b>                            | <b>2</b>          | <b>(30)</b> | <b>(22)</b>    | <b>(54)</b>     | <b>(113)</b> |
| Unrealized gains (losses) at<br>July 1, 2004               | (25)                                  | (30)              | 1           | (30)           | (37)            | (121)        |
| Financial settlement                                       |                                       | 3                 |             |                |                 | 3            |
| Unrealized gains (losses) in<br>the period                 | (5)                                   | (1)               |             | (5)            | (25)            | (36)         |
| Effect of exchange rate<br>changes                         | (2)                                   | (3)               |             | (2)            | (3)             | (10)         |
| <b>Unrealized gains (losses) at<br/>September 30, 2004</b> | <b>(32)</b>                           | <b>(31)</b>       | <b>1</b>    | <b>(37)</b>    | <b>(65)</b>     | <b>(164)</b> |

|                                                        |             |             |             |             |             |              |
|--------------------------------------------------------|-------------|-------------|-------------|-------------|-------------|--------------|
| Unrealized gains (losses) at January 1, 2005           | (17)        | 4           | (37)        | (55)        | (127)       | (232)        |
| Financial settlement                                   | 8           | (1)         | 7           | 23          | 26          | 63           |
| Unrealized gains (losses) in the period                | 4           | (2)         | (2)         | 8           | 16          | 24           |
| Effect of exchange rate changes                        | (2)         |             | (5)         | (6)         | (14)        | (27)         |
| <b>Unrealized gains (losses) at September 30, 2005</b> | <b>(7)</b>  | <b>1</b>    | <b>(37)</b> | <b>(30)</b> | <b>(99)</b> | <b>(172)</b> |
| Unrealized gains (losses) at January 1, 2004           | (32)        | (46)        | 5           | (18)        |             | (91)         |
| Initial consolidation of Albras                        |             |             |             |             | (20)        | (20)         |
| Financial settlement                                   | 1           | 17          | (2)         |             |             | 16           |
| Unrealized gains (losses) in the period                | (1)         | (2)         | (2)         | (19)        | (44)        | (68)         |
| Effect of exchange rate changes                        |             |             |             |             | (1)         | (1)          |
| <b>Unrealized gains (losses) at September 30, 2004</b> | <b>(32)</b> | <b>(31)</b> | <b>1</b>    | <b>(37)</b> | <b>(65)</b> | <b>(164)</b> |

Unrealized gains (losses) in the period are included in our statement of income under the caption of financial expenses and foreign exchange on liabilities.

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Final maturity dates for the above instruments are as follows:

|                        |               |
|------------------------|---------------|
| Interest rates (LIBOR) | October 2007  |
| Currencies             | December 2011 |
| Gold                   | December 2008 |
| Alumina                | December 2008 |
| Aluminum               | December 2008 |

**13 Subsequent events**

- (a) On October 26, 2005, we issued notes of US\$ 300 due 2034, bearing interest of 7.65% per year in the same form as the US\$ 500, 8.25% guaranteed notes issued on January 15, 2004.
- (b) On October 14, 2005, we approved the payment of the second installment of the 2005 minimum dividend to stockholders of US\$ 500 as well as an additional dividend of US\$ 300. The total payment of US\$ 800, equivalent to US\$ 0.69 per outstanding share was paid on October 31, 2005. The value correspondig to US\$ 0.30 per common or preferred share outstanding was paid in the form of interest attributed to stockholders and the remaining US\$ 0.39 per share in from of dividends.

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**Supplemental Financial Information**

The following unaudited information provides additional details in relation to certain financial ratios.

EBITDA Earnings Before Interest, Income Tax, Depreciation and Amortization

- (a) EBITDA represents operating income plus depreciation, amortization and depletion plus impairment/gain on sale of property, plant and equipment plus dividends received from equity investees.
- (b) EBITDA is not a US GAAP measure and does not represent cash flow for the periods presented and should not be considered as an alternative to net income (loss), as an indicator of our operating performance or as an alternative to cash flow as a source of liquidity.
- (c) Our definition of EBITDA may not be comparable with EBITDA as defined by other companies.
- (d) Although EBITDA, as defined above, does not provide a US GAAP measure of operating cash flows, we use it to measure our operating performance and it is commonly used by financial analysts in evaluating our business. Selected financial indicators for the main affiliates and joint ventures are available on the Company's website, [www.cvrd.com.br](http://www.cvrd.com.br), under investor relations

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**Table of Contents****CVRD's Consolidated Debt Indices (Additional information Unaudited)**

|                                                 | September<br>30, 2005 | As of and for the<br>three-month periods<br>ended<br>June 30,<br>2005 | September<br>30, 2004 | As of and for the six-month<br>periods<br>ended<br>September<br>30, 2005 | September<br>30, 2004 |
|-------------------------------------------------|-----------------------|-----------------------------------------------------------------------|-----------------------|--------------------------------------------------------------------------|-----------------------|
| <b>Current debt</b>                             |                       |                                                                       |                       |                                                                          |                       |
| Current portion of long-term debt               |                       |                                                                       |                       |                                                                          |                       |
| unrelated parties                               | 688                   | 685                                                                   | 719                   | 688                                                                      | 719                   |
| Short-term debt                                 | 171                   | 346                                                                   | 201                   | 171                                                                      | 201                   |
| Loans from related parties                      | 51                    | 50                                                                    | 62                    | 51                                                                       | 62                    |
|                                                 | <b>910</b>            | <b>1,081</b>                                                          | <b>982</b>            | <b>910</b>                                                               | <b>982</b>            |
| <b>Long-term debt</b>                           |                       |                                                                       |                       |                                                                          |                       |
| Long-term debt unrelated parties                | 3,031                 | 3,072                                                                 | 3,434                 | 3,031                                                                    | 3,434                 |
| Loans from related parties                      | 1                     | 15                                                                    | 2                     | 1                                                                        | 2                     |
|                                                 | <b>3,032</b>          | <b>3,087</b>                                                          | <b>3,436</b>          | <b>3,032</b>                                                             | <b>3,436</b>          |
| <b>Gross debt (current plus long-term debt)</b> | <b>3,942</b>          | <b>4,168</b>                                                          | <b>4,418</b>          | <b>3,942</b>                                                             | <b>4,418</b>          |
| <b>Interest paid over:</b>                      |                       |                                                                       |                       |                                                                          |                       |
| Short-term debt                                 | (1)                   |                                                                       |                       | (1)                                                                      | (2)                   |
| Long-term debt                                  | (71)                  | (35)                                                                  | (82)                  | (188)                                                                    | (213)                 |
| <b>Interest paid</b>                            | <b>(72)</b>           | <b>(35)</b>                                                           | <b>(82)</b>           | <b>(189)</b>                                                             | <b>(215)</b>          |
| <b>EBITDA</b>                                   | <b>1,734</b>          | <b>2,033</b>                                                          | <b>1,007</b>          | <b>4,760</b>                                                             | <b>2,721</b>          |
| <b>Stockholders equity</b>                      | <b>12,205</b>         | <b>10,249</b>                                                         | <b>6,480</b>          | <b>12,205</b>                                                            | <b>6,480</b>          |
| <b>EBITDA / LTM Interest paid</b>               | <b>21.03</b>          | <b>17.73</b>                                                          | <b>13.00</b>          | <b>21.03</b>                                                             | <b>13.00</b>          |
| <b>Gross Debt / LTM EBITDA</b>                  | <b>0.68</b>           | <b>0.83</b>                                                           | <b>1.34</b>           | <b>0.68</b>                                                              | <b>1.34</b>           |
| <b>Gross debt / Equity Capitalization (%)</b>   | <b>24</b>             | <b>29</b>                                                             | <b>41</b>             | <b>24</b>                                                                | <b>41</b>             |
| <b>Financial expenses</b>                       |                       |                                                                       |                       |                                                                          |                       |
| Third party local debt                          | (17)                  | (15)                                                                  | (12)                  | (42)                                                                     | (37)                  |
| Third party foreign debt                        | (52)                  | (42)                                                                  | (49)                  | (132)                                                                    | (159)                 |
| Related party debt                              | 2                     | (4)                                                                   | (3)                   | (4)                                                                      | (10)                  |
| Gross interest                                  | (67)                  | (61)                                                                  | (64)                  | (178)                                                                    | (206)                 |
| Labor and civil claims and tax-related actions  | (27)                  | (13)                                                                  | (11)                  | (51)                                                                     | (26)                  |
| Tax on financial transactions                   |                       |                                                                       |                       |                                                                          |                       |
| CPMF                                            | (15)                  | (16)                                                                  | (9)                   | (40)                                                                     | (27)                  |
|                                                 | 2                     | (3)                                                                   | (1)                   | 1                                                                        | (4)                   |

|                                                               |              |             |              |              |              |
|---------------------------------------------------------------|--------------|-------------|--------------|--------------|--------------|
| Derivatives (Interest rate / Currencies)                      |              |             |              |              |              |
| Derivatives (gold / alumina / aluminum)                       | (66)         | 59          | (35)         | (4)          | (64)         |
| Others                                                        | (43)         | (17)        | (45)         | (87)         | (86)         |
|                                                               | <b>(216)</b> | <b>(51)</b> | <b>(165)</b> | <b>(359)</b> | <b>(413)</b> |
| <b>Financial income</b>                                       |              |             |              |              |              |
| Cash and cash equivalents                                     | 27           | 19          | 9            | 60           | 28           |
| Others                                                        | 9            | 8           | 1            | 32           | 13           |
|                                                               | <b>36</b>    | <b>27</b>   | <b>10</b>    | <b>92</b>    | <b>41</b>    |
| <b>Financial expenses, net</b>                                | <b>(180)</b> | <b>(24)</b> | <b>(155)</b> | <b>(267)</b> | <b>(372)</b> |
| Foreign exchange and monetary gain (losses) on liabilities(1) | 319          | 537         | 242          | 825          | (186)        |
| Foreign exchange and monetary gain (losses) on assets         | (156)        | (233)       | (165)        | (360)        | (24)         |
| <b>Foreign exchange and monetary gain (losses), net</b>       | <b>163</b>   | <b>304</b>  | <b>77</b>    | <b>465</b>   | <b>(210)</b> |
| <b>Financial result, net</b>                                  | <b>(17)</b>  | <b>280</b>  | <b>(78)</b>  | <b>198</b>   | <b>(582)</b> |

**(1) Includes foreign exchange gain(loss) on derivatives in the amount of US\$ (2), US\$ 29 , US\$ 0 , US\$ 27 and US\$ 0 for the three-month periods ended September 30, 2005, June 30,2005 and September 30 2004 and for the nine months periods ended September 30,**

**2005 and  
September 30,  
2004,  
respectively.**

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**Table of Contents****Calculation of EBITDA (Additional information Unaudited)**

|                        | As of and for the three-month periods ended |               |                    | As of and for the nine month periods ended |                    |
|------------------------|---------------------------------------------|---------------|--------------------|--------------------------------------------|--------------------|
|                        | September 30, 2005                          | June 30, 2005 | September 30, 2004 | September 30, 2005                         | September 30, 2004 |
| Operating income       | 1,405                                       | 1,771         | 886                | 3,971                                      | 2,301              |
| Depreciation           | 171                                         | 136           | 102                | 436                                        | 280                |
|                        | <b>1,576</b>                                | <b>1,907</b>  | <b>988</b>         | <b>4,407</b>                               | <b>2,581</b>       |
| Dividends received     | 158                                         | 126           | 19                 | 353                                        | 140                |
| <b>EBITDA</b>          | <b>1,734</b>                                | <b>2,033</b>  | <b>1,007</b>       | <b>4,760</b>                               | <b>2,721</b>       |
| Net operating revenues | 3,445                                       | 3,536         | 2,173              | 9,194                                      | 5,749              |
| <b>Margin EBITDA</b>   | <b>50.3%</b>                                | <b>57.5%</b>  | <b>46.3%</b>       | <b>51.8%</b>                               | <b>47.3%</b>       |

**Adjusted EBITDA x Operating Cash Flows (Additional information Unaudited)**

|                                                                                                             | As of and for the three-month periods ended |       |                       |       |                       |       | As of and for the nine month periods ended |       |                       |       |
|-------------------------------------------------------------------------------------------------------------|---------------------------------------------|-------|-----------------------|-------|-----------------------|-------|--------------------------------------------|-------|-----------------------|-------|
|                                                                                                             | September 30, 2005                          |       | June 30, 2005         |       | September 30, 2004    |       | September 30, 2005                         |       | September 30, 2004    |       |
|                                                                                                             | Operating cash EBITDA                       |       | Operating cash EBITDA |       | Operating cash EBITDA |       | Operating cash EBITDA                      |       | Operating cash EBITDA |       |
| Net income                                                                                                  | 1,317                                       | 1,317 | 1,630                 | 1,630 | 943                   | 943   | 3,645                                      | 3,645 | 1,852                 | 1,852 |
| Income tax                                                                                                  | 102                                         | 102   | 107                   | 107   | (61)                  | (61)  | 162                                        | 162   | (70)                  | (70)  |
| Income tax cash                                                                                             | 172                                         |       | 330                   |       | 285                   |       | 662                                        |       | 423                   |       |
| Equity in results of affiliates and joint ventures and change in provision for losses on equity investments | (194)                                       | (194) | (220)                 | (220) | (127)                 | (127) | (547)                                      | (547) | (363)                 | (363) |
| Foreign exchange and monetary gains(losses)                                                                 | (163)                                       | (201) | (304)                 | (298) | (77)                  | (118) | (465)                                      | (472) | 210                   | 218   |
| Financial (income)/expenses, net                                                                            | 180                                         | 12    | 24                    | 38    | 155                   | 42    | 267                                        | 48    | 372                   | 55    |
| Minority interests                                                                                          | 117                                         | 117   | 204                   | 204   | 82                    | 82    | 373                                        | 373   | 191                   | 191   |
| Gain on sale of investments                                                                                 | (126)                                       | (126) |                       |       | (314)                 | (314) | (126)                                      | (126) | (314)                 | (314) |
| Net working capital                                                                                         |                                             | 354   |                       | (153) |                       | 436   |                                            | (140) |                       | 271   |

|                                             |              |              |              |              |              |              |              |              |              |              |
|---------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Net unrealized derivative losses(gains)     | 65           | (85)         | 36           | (25)         | 68           |              |              |              |              |              |
| Others                                      | 13           | (59)         | 67           | (62)         | 76           |              |              |              |              |              |
| <b>Operating income</b>                     | <b>1,405</b> | <b>1,459</b> | <b>1,771</b> | <b>1,164</b> | <b>886</b>   | <b>986</b>   | <b>3,971</b> | <b>2,856</b> | <b>2,301</b> | <b>1,984</b> |
| Depreciation, depletion and amortization    | 171          | 171          | 136          | 136          | 102          | 102          | 436          | 436          | 280          | 280          |
| Dividends received                          | 158          | 158          | 126          | 126          | 19           | 19           | 353          | 353          | 140          | 140          |
|                                             | <b>1,734</b> | <b>1,788</b> | <b>2,033</b> | <b>1,426</b> | <b>1,007</b> | <b>1,107</b> | <b>4,760</b> | <b>3,645</b> | <b>2,721</b> | <b>2,404</b> |
| <b>Operating cash flows</b>                 | <b>1,788</b> | <b>1,426</b> | <b>1,107</b> | <b>3,645</b> | <b>2,404</b> |              |              |              |              |              |
| Income tax cash                             | 172          | 330          | 285          | 662          | 423          |              |              |              |              |              |
| Foreign exchange and monetary gains(losses) | 37           | (6)          | 41           | 6            | (8)          |              |              |              |              |              |
| Financial (income)/expenses, net            | 169          | (14)         | 113          | 220          | 317          |              |              |              |              |              |
| Net working capital                         | (354)        | 153          | (436)        | 140          | (271)        |              |              |              |              |              |
| Others                                      | (78)         | 144          | (103)        | 87           | (144)        |              |              |              |              |              |
| <b>EBITDA</b>                               | <b>1,734</b> | <b>2,033</b> | <b>1,007</b> | <b>4,760</b> | <b>2,721</b> |              |              |              |              |              |

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**Board of Directors, Fiscal Council and Executive Officers**

**Board of Directors**

Sérgio Ricardo Silva Rosa  
Chairman

Arlindo Magno de Oliveira

Eduardo Fernando Jardim Pinto

Erik Persson

Francisco Augusto da Costa e Silva

Jaques Wagner

Hiroshi Tada

Mário da Silveira Teixeira Júnior

Oscar Augusto de Camargo Filho

Renato da Cruz Gomes

Jorge Luiz Pacheco

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Inácio Clemente da Silva  
Paulo Roberto Ferreira de Medeiros

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João Moisés de Oliveira  
Olga Nietta Loffredi  
Oscar Augusto de Camargo Filho

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Gabriel Stoliar  
César Manoel de Medeiros

**Fiscal Council**

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Marcelo Amaral Moraes

Aníbal Moreira dos Santos

Joaquim Vieira Ferreira Levy

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**Chief Executive Officer**

Murilo Pinto de Oliveira Ferreira  
**Executive Officer for Equity Holdings and  
Business Development**

José Carlos Martins  
**Executive Officer for Ferrous Minerals**

Carla Grasso

**Executive Officer for Human Resources and  
Corporate Services**

José Lancaster  
**Executive Officer for Non-Ferrous Minerals**

Fábio de Oliveira Barbosa  
**Chief Financial Officer**

Gabriel Stoliar  
**Executive Officer for Planning**

Guilherme Rodolfo Laager  
**Executive Officer for Logistics**

José Roberto Mendonça de Barros  
Luciano Coutinho

Otto de Souza Marques Junior

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Fábio de Oliveira Barbosa  
Rômulo de Mello Dias  
Wanderlei Viçoso Fagundes  
Ivan Luiz Modesto Schara

Chief Officer of Control Department

Marcus Vinícius Dias Severini  
Chief Accountant  
CRC-RJ 093892/O-3

**Governance and Ethics Committee**

Renato da Cruz Gomes  
Ricardo Simonsen  
Ricardo Carvalho Giambroni

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|                                     |                      | <b>Equity Investee Information 09/30/2005</b>     |                 |                  |                 |                                             |                 |                  |                 |                 |
|-------------------------------------|----------------------|---------------------------------------------------|-----------------|------------------|-----------------|---------------------------------------------|-----------------|------------------|-----------------|-----------------|
| <b>Aluminum Area</b>                |                      | <b>Valesul (Additional information Unaudited)</b> |                 |                  |                 |                                             |                 |                  |                 |                 |
|                                     |                      | <b>2005</b>                                       |                 |                  |                 |                                             |                 |                  |                 |                 |
|                                     |                      | <b>As of and for the three-months ended</b>       |                 |                  |                 | <b>As of and for the three-months ended</b> |                 |                  |                 |                 |
| <b>Information</b>                  |                      | <b>March</b>                                      | <b>June 30</b>  | <b>September</b> | <b>December</b> | <b>March</b>                                | <b>June 30</b>  | <b>September</b> | <b>December</b> | <b>Total</b>    |
|                                     |                      | <b>31</b>                                         | <b>30</b>       | <b>30</b>        | <b>31</b>       | <b>31</b>                                   | <b>30</b>       | <b>30</b>        | <b>31</b>       | <b>Total</b>    |
| Quantity sold external market       | MT (thousand)        | 12                                                | 12              | 8                | 32              | 15                                          | 15              | 12               | 12              | 54              |
| Quantity sold external market       | MT (thousand)        | 11                                                | 12              | 12               | 35              | 10                                          | 10              | 12               | 12              | 44              |
| <b>Quantity sold total</b>          | <b>MT (thousand)</b> | <b>23</b>                                         | <b>24</b>       | <b>20</b>        | <b>67</b>       | <b>25</b>                                   | <b>25</b>       | <b>24</b>        | <b>24</b>       | <b>98</b>       |
| Average sales price external market | US\$                 | 1,927.69                                          | 2,030.87        | 1,999.47         | 1,984.33        | 1,676.30                                    | 1,802.97        | 1,782.17         | 1,846.29        | 1,772.70        |
| Average sales price internal market | US\$                 | 2,578.41                                          | 2,674.31        | 2,565.35         | 2,606.81        | 2,240.26                                    | 2,214.30        | 2,330.97         | 2,435.48        | 2,312.30        |
| <b>Average sales price total</b>    | <b>US\$</b>          | <b>2,494.08</b>                                   | <b>2,216.68</b> | <b>2,339.00</b>  | <b>2,348.42</b> | <b>1,903.80</b>                             | <b>1,969.71</b> | <b>2,063.19</b>  | <b>2,137.55</b> | <b>2,016.80</b> |
| Long-term debt, net of cash         | US\$                 |                                                   |                 |                  |                 | 1                                           |                 |                  |                 |                 |
| Short-term debt, net of cash        | US\$                 | 1                                                 |                 |                  |                 | 1                                           | 1               | 1                |                 |                 |
| <b>Total debt, net of cash</b>      | <b>US\$</b>          | <b>1</b>                                          |                 |                  |                 | <b>2</b>                                    | <b>1</b>        | <b>1</b>         |                 |                 |
| Stockholders' equity                | US\$                 | 106                                               | 114             | 117              | 117             | 92                                          | 80              | 94               | 101             | 100             |
| Net operating revenues              | US\$                 | 48                                                | 50              | 46               | 144             | 44                                          | 48              | 46               | 47              | 189             |
| Cost of products                    | US\$                 | (41)                                              | (46)            | (47)             | (134)           | (35)                                        | (37)            | (38)             | (37)            | (143)           |
| Other expenses /                    | US\$                 |                                                   | 1               |                  | 1               | (1)                                         | (2)             | (1)              | (1)             | (0)             |



|                                                                     |      |          |          |            |           |          |           |          |           |          |
|---------------------------------------------------------------------|------|----------|----------|------------|-----------|----------|-----------|----------|-----------|----------|
| Revenues                                                            |      |          |          |            |           |          |           |          |           |          |
| Depreciation,<br>amortization<br>and depletion                      | US\$ | 1        | 1        | (1)        | 1         | 1        | 1         | 2        | 1         |          |
| <b>EBITDA</b>                                                       | US\$ | <b>8</b> | <b>6</b> | <b>(2)</b> | <b>12</b> | <b>9</b> | <b>10</b> | <b>9</b> | <b>10</b> | <b>3</b> |
| Depreciation,<br>amortization<br>and depletion                      | US\$ | (1)      | (1)      | 1          | (1)       | (1)      | (1)       | (2)      | (1)       | (1)      |
| <b>EBIT</b>                                                         | US\$ | <b>7</b> | <b>5</b> | <b>(1)</b> | <b>11</b> | <b>8</b> | <b>9</b>  | <b>7</b> | <b>9</b>  | <b>3</b> |
| Net financial<br>result                                             | US\$ | 1        | (1)      |            |           |          |           | 1        | 1         |          |
| <b>Income<br/>before income<br/>tax and social<br/>contribution</b> | US\$ | <b>8</b> | <b>4</b> | <b>(1)</b> | <b>11</b> | <b>8</b> | <b>9</b>  | <b>8</b> | <b>10</b> | <b>3</b> |
| Income tax<br>and social<br>contribution                            | US\$ | (3)      | (2)      | (2)        | (7)       | (2)      | (2)       | (2)      | (3)       | (1)      |
| <b>Net income</b>                                                   | US\$ | <b>5</b> | <b>2</b> | <b>(3)</b> | <b>4</b>  | <b>6</b> | <b>7</b>  | <b>6</b> | <b>7</b>  | <b>2</b> |

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| Aluminum Area                            | MRN (Additional information | Unaudited)                              |                |              |               |              |                                         |                |              |               |
|------------------------------------------|-----------------------------|-----------------------------------------|----------------|--------------|---------------|--------------|-----------------------------------------|----------------|--------------|---------------|
|                                          |                             | 2005                                    |                |              |               |              | 2004                                    |                |              |               |
|                                          |                             | As of and for the<br>three-months ended |                |              |               | Total        | As of and for the<br>three-months ended |                |              |               |
| March<br>31                              | June<br>30                  | September<br>30                         | December<br>31 | March<br>31  | June<br>30    |              | September<br>30                         | December<br>31 |              |               |
| Quantity sold external market            | MT (thousand)               | 1,426                                   | 1,461          | 1,433        | 4,320         | 1,106        | 1,157                                   | 1,699          | 1,715        | 5,677         |
| Quantity sold internal market            | MT (thousand)               | 2,431                                   | 2,972          | 3,165        | 8,568         | 2,198        | 2,834                                   | 2,728          | 3,016        | 10,776        |
| <b>Quantity sold total</b>               | MT (thousand)               | <b>3,857</b>                            | <b>4,433</b>   | <b>4,598</b> | <b>12,888</b> | <b>3,304</b> | <b>3,991</b>                            | <b>4,427</b>   | <b>4,731</b> | <b>16,453</b> |
| Average sales price external market      | US\$                        | 26.01                                   | 26.61          | 27.23        | 26.62         | 22.00        | 22.70                                   | 23.89          | 25.10        | 23.64         |
| Average sales price internal market      | US\$                        | 22.27                                   | 22.78          | 23.31        | 22.83         | 18.84        | 19.43                                   | 20.45          | 21.49        | 20.14         |
| <b>Average sales price total</b>         | US\$                        | <b>24.14</b>                            | <b>24.70</b>   | <b>25.27</b> | <b>24.74</b>  | <b>19.90</b> | <b>20.38</b>                            | <b>21.77</b>   | <b>22.80</b> | <b>21.35</b>  |
| Long-term indebtedness, gross            | US\$                        | 26                                      | 17             | 7            | 7             | 40           | 60                                      | 53             | 40           | 40            |
| Short-term indebtedness, gross           | US\$                        | 189                                     | 238            | 216          | 216           | 192          | 171                                     | 149            | 150          | 150           |
| <b>Total indebtedness, gross</b>         | US\$                        | <b>215</b>                              | <b>255</b>     | <b>223</b>   | <b>223</b>    | <b>232</b>   | <b>231</b>                              | <b>202</b>     | <b>190</b>   | <b>190</b>    |
| <b>Stockholders equity</b>               | US\$                        | <b>396</b>                              | <b>362</b>     | <b>405</b>   | <b>405</b>    | <b>394</b>   | <b>380</b>                              | <b>419</b>     | <b>427</b>   | <b>427</b>    |
| Net operating revenues                   | US\$                        | 84                                      | 99             | 104          | 287           | 62           | 78                                      | 89             | 96           | 325           |
| Cost of products                         | US\$                        | (40)                                    | (49)           | (52)         | (141)         | (29)         | (38)                                    | (39)           | (46)         | (152)         |
| Other expenses/revenues                  | US\$                        | (1)                                     | (1)            | (6)          | (8)           | (1)          | 1                                       | (4)            |              | (4)           |
| Depreciation, amortization and depletion | US\$                        | 13                                      | 13             | 14           | 40            | 13           | 14                                      | 7              | 20           | 54            |

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|                                                                     |      |           |           |           |            |           |           |           |           |            |
|---------------------------------------------------------------------|------|-----------|-----------|-----------|------------|-----------|-----------|-----------|-----------|------------|
| <b>EBITDA</b>                                                       | US\$ | <b>56</b> | <b>62</b> | <b>60</b> | <b>178</b> | <b>45</b> | <b>55</b> | <b>53</b> | <b>70</b> | <b>223</b> |
| Depreciation,<br>amortization and<br>depletion                      | US\$ | (13)      | (13)      | (14)      | (40)       | (13)      | (14)      | (7)       | (20)      | (54)       |
| <b>EBIT</b>                                                         | US\$ | <b>43</b> | <b>49</b> | <b>46</b> | <b>138</b> | <b>32</b> | <b>41</b> | <b>46</b> | <b>50</b> | <b>169</b> |
| Net financial result                                                | US\$ | (1)       | (2)       | 3         |            | (2)       | (1)       | (2)       | (5)       | (10)       |
| <b>Income before<br/>income tax and<br/>social<br/>contribution</b> | US\$ | <b>42</b> | <b>47</b> | <b>49</b> | <b>138</b> | <b>30</b> | <b>40</b> | <b>44</b> | <b>45</b> | <b>159</b> |
| Income tax and<br>social contribution                               | US\$ | (4)       | (5)       | (6)       | (15)       | (4)       | (4)       | (4)       | (5)       | (17)       |
| <b>Net income</b>                                                   | US\$ | <b>38</b> | <b>42</b> | <b>43</b> | <b>123</b> | <b>26</b> | <b>36</b> | <b>40</b> | <b>40</b> | <b>142</b> |

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|                                          |               | Aluminum Area                        |                 | Albras (Additional information Unaudited) |            | Consolidated Subsidiary              |                 |                 |                 | 2005            | 2004            |
|------------------------------------------|---------------|--------------------------------------|-----------------|-------------------------------------------|------------|--------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
|                                          |               | As of and for the three-months ended |                 | As of and for the three-months ended      |            | As of and for the three-months ended |                 |                 |                 |                 |                 |
| Information                              |               | March 31                             | June 30         | September 30                              | October 31 | Total                                | March 31        | June 30         | September 30    | December 31     | Total           |
|                                          |               | Quantity sold on external market     | MT (thousand)   | 104                                       | 106        | 106                                  |                 | 316             | 94              | 115             | 96              |
| Quantity sold on internal market         | MT (thousand) | 5                                    | 4               | 6                                         |            | 15                                   | 3               | 4               | 5               | 5               |                 |
| <b>Quantity sold</b>                     | MT (thousand) | <b>109</b>                           | <b>110</b>      | <b>112</b>                                |            | <b>331</b>                           | <b>97</b>       | <b>119</b>      | <b>101</b>      | <b>113</b>      |                 |
| Average sales price external market      | US\$          | 1,787.71                             | 1,819.42        | 1,754.44                                  |            | 1,787.19                             | 1,565.46        | 1,626.62        | 1,644.42        | 1,728.79        | 1,643.75        |
| Average sales price internal market      | US\$          | 1,860.15                             | 1,874.87        | 1,588.67                                  |            | 1,755.48                             | 1,618.11        | 1,660.01        | 1,700.23        | 1,787.36        | 1,701.15        |
| <b>Average sales price total</b>         | US\$          | <b>1,790.92</b>                      | <b>1,821.74</b> | <b>1,745.56</b>                           |            | <b>1,785.75</b>                      | <b>1,567.28</b> | <b>1,627.72</b> | <b>1,647.09</b> | <b>1,731.32</b> | <b>1,645.45</b> |
| Long-term debt, gross                    | US\$          | 172                                  | 152             | 132                                       |            | 132                                  | 319             | 264             | 244             | 202             |                 |
| Short-term debt, gross                   | US\$          | 23                                   | 142             | 190                                       |            | 190                                  |                 |                 |                 |                 |                 |
| <b>Total debt, gross</b>                 | US\$          | <b>195</b>                           | <b>294</b>      | <b>322</b>                                |            | <b>322</b>                           | <b>319</b>      | <b>264</b>      | <b>244</b>      | <b>202</b>      |                 |
| Shareholders' equity                     | US\$          | 379                                  | 474             | 494                                       |            | 494                                  | 226             | 273             | 327             | 381             |                 |
| Operating revenues                       | US\$          | 195                                  | 199             | 196                                       |            | 590                                  | 153             | 193             | 166             | 195             |                 |
| Cost of products                         | US\$          | (131)                                | (139)           | (139)                                     |            | (409)                                | (88)            | (112)           | (97)            | (138)           |                 |
| Operating expenses/revenues              | US\$          | (10)                                 | (8)             | (10)                                      |            | (28)                                 | (11)            | (7)             | (5)             | (13)            |                 |
| Depreciation, amortization and depletion | US\$          | 4                                    | 5               | 12                                        |            | 21                                   | 4               | 3               | 3               | 4               |                 |

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|                      |      |           |            |            |            |           |           |           |             |
|----------------------|------|-----------|------------|------------|------------|-----------|-----------|-----------|-------------|
| <b>FDA</b>           | US\$ | <b>58</b> | <b>57</b>  | <b>59</b>  | <b>174</b> | <b>58</b> | <b>77</b> | <b>67</b> | <b>48</b>   |
| preciation,          | US\$ |           |            |            |            |           |           |           |             |
| rtization and        |      |           |            |            |            |           |           |           |             |
| etion                |      | (4)       | (5)        | (12)       | (21)       | (4)       | (3)       | (3)       | (4)         |
| <b>T</b>             | US\$ | <b>54</b> | <b>52</b>  | <b>47</b>  | <b>153</b> | <b>54</b> | <b>74</b> | <b>64</b> | <b>44</b>   |
| irment               | US\$ |           |            |            |            | (1)       |           |           |             |
| inancial result      | US\$ | (2)       | 86         | (42)       | 42         | (35)      | (18)      | (18)      | (56)        |
| <b>me</b>            | US\$ |           |            |            |            |           |           |           |             |
| ) before             |      |           |            |            |            |           |           |           |             |
| me tax and           |      |           |            |            |            |           |           |           |             |
| l                    |      |           |            |            |            |           |           |           |             |
| tribution            |      | <b>52</b> | <b>138</b> | <b>5</b>   | <b>195</b> | <b>18</b> | <b>56</b> | <b>46</b> | <b>(12)</b> |
| me tax and           | US\$ |           |            |            |            |           |           |           |             |
| l contribution       |      | (32)      | (17)       | (12)       | (61)       | (11)      | 8         | (11)      | 40          |
| <b>income (loss)</b> | US\$ | <b>20</b> | <b>121</b> | <b>(7)</b> | <b>134</b> | <b>7</b>  | <b>64</b> | <b>35</b> | <b>28</b>   |

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**Table of Contents**

| Aluminum Area                            | Alunorte (Additional information | Unaudited)                           |               |               | Consolidated Subsidiary              |               |               |               |               |               |               |
|------------------------------------------|----------------------------------|--------------------------------------|---------------|---------------|--------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|
|                                          |                                  | As of and for the three-months ended |               |               | As of and for the three-months ended |               |               |               |               |               |               |
| Information                              |                                  | March 31                             | June 30       | September 30  | October 31                           | 2005 Total    | March 31      | June 30       | September 30  | December 31   | 2004 Total    |
| Quantity sold external market            | MT (thousand)                    | 395                                  | 366           | 404           |                                      | 1,165         | 439           | 343           | 487           | 414           | 1,683         |
| Quantity sold internal market            | MT (thousand)                    | 263                                  | 249           | 271           |                                      | 783           | 231           | 212           | 216           | 218           | 877           |
| <b>Quantity sold total</b>               | MT (thousand)                    | <b>658</b>                           | <b>615</b>    | <b>675</b>    |                                      | <b>1,948</b>  | <b>670</b>    | <b>555</b>    | <b>703</b>    | <b>632</b>    | <b>2,560</b>  |
| Average sales price external market      | US\$                             | 244.47                               | 249.98        | 239.25        |                                      | 244.39        | 204.29        | 234.99        | 225.85        | 230.49        | 223.23        |
| Average sales price internal market      | US\$                             | 231.66                               | 234.08        | 204.17        |                                      | 222.92        | 207.14        | 210.68        | 206.77        | 221.70        | 211.52        |
| <b>Average sales price total</b>         | US\$                             | <b>239.35</b>                        | <b>241.38</b> | <b>225.17</b> |                                      | <b>235.76</b> | <b>205.30</b> | <b>225.71</b> | <b>222.76</b> | <b>227.46</b> | <b>219.99</b> |
| Long-term indebtedness, gross            | US\$                             | 464                                  | 454           | 546           |                                      | 546           | 361           | 351           | 334           | 402           | 402           |
| Short-term indebtedness, gross           | US\$                             | 33                                   |               | 34            |                                      | 34            | 90            | 64            | 58            | 9             | 9             |
| <b>Total indebtedness, gross</b>         | US\$                             | <b>497</b>                           | <b>454</b>    | <b>580</b>    |                                      | <b>580</b>    | <b>451</b>    | <b>415</b>    | <b>392</b>    | <b>411</b>    | <b>411</b>    |
| <b>Stockholders equity</b>               | US\$                             | <b>592</b>                           | <b>810</b>    | <b>890</b>    |                                      | <b>890</b>    | <b>278</b>    | <b>346</b>    | <b>439</b>    | <b>551</b>    | <b>551</b>    |
| Net operating revenues                   | US\$                             | 152                                  | 142           | 152           |                                      | 446           | 133           | 122           | 150           | 140           | 545           |
| Cost of products                         | US\$                             | (91)                                 | (99)          | (117)         |                                      | (307)         | (83)          | (71)          | (96)          | (86)          | (336)         |
| Other expenses/revenues                  | US\$                             | (5)                                  | (3)           | (2)           |                                      | (10)          | (2)           | (2)           | (2)           | (5)           | (11)          |
| Depreciation, amortization and depletion | US\$                             | 6                                    | 6             | 7             |                                      | 19            | 4             | 5             | 5             | 5             | 19            |

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|                                                                                |      |           |            |           |            |           |           |           |           |            |
|--------------------------------------------------------------------------------|------|-----------|------------|-----------|------------|-----------|-----------|-----------|-----------|------------|
| <b>EBITDA</b>                                                                  | US\$ | <b>62</b> | <b>46</b>  | <b>40</b> | <b>148</b> | <b>52</b> | <b>54</b> | <b>57</b> | <b>54</b> | <b>217</b> |
| Depreciation,<br>amortization and<br>depletion                                 | US\$ | (6)       | (6)        | (7)       | (19)       | (4)       | (5)       | (5)       | (5)       | (19)       |
| <b>EBIT</b>                                                                    | US\$ | <b>56</b> | <b>40</b>  | <b>33</b> | <b>129</b> | <b>48</b> | <b>49</b> | <b>52</b> | <b>49</b> | <b>198</b> |
| Net financial result                                                           | US\$ | (7)       | 75         | 13        | 81         | (29)      | (30)      | 20        | 2         | (37)       |
| <b>Income<br/>(loss) before<br/>income tax and<br/>social<br/>contribution</b> | US\$ | <b>49</b> | <b>115</b> | <b>46</b> | <b>210</b> | <b>19</b> | <b>19</b> | <b>72</b> | <b>51</b> | <b>161</b> |
| Income tax and<br>social contribution                                          | US\$ | (6)       | (23)       | (12)      | (41)       | 2         | 20        | (10)      | (7)       | 5          |
| <b>Net income (loss)</b>                                                       | US\$ | <b>43</b> | <b>92</b>  | <b>34</b> | <b>169</b> | <b>21</b> | <b>39</b> | <b>62</b> | <b>44</b> | <b>166</b> |

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**Table of Contents****Pelletizing Affiliates Kobrasco (Additional information Unaudited)**

| Information                              |               | 2005                                 |              |              |              |              |                                      |              |              |              | 2004  |
|------------------------------------------|---------------|--------------------------------------|--------------|--------------|--------------|--------------|--------------------------------------|--------------|--------------|--------------|-------|
|                                          |               | As of and for the three-months ended |              |              |              | Total        | As of and for the three-months ended |              |              |              | Total |
|                                          |               | March 31                             | June 30      | September 30 | December 31  |              | March 31                             | June 30      | September 30 | December 31  |       |
| Quantity sold external market            | MT (thousand) | 597                                  | 980          | 782          | 2,359        | 617          | 437                                  | 852          | 549          | 2,455        |       |
| Quantity sold internal market            | MT (thousand) | 662                                  | 329          | 400          | 1,391        | 623          | 460                                  | 320          | 544          | 1,947        |       |
| <b>Quantity sold total</b>               | MT (thousand) | <b>1,259</b>                         | <b>1,309</b> | <b>1,182</b> | <b>3,750</b> | <b>1,240</b> | <b>897</b>                           | <b>1,172</b> | <b>1,093</b> | <b>4,402</b> |       |
| Average sales price external market      | US\$          | 38.08                                | 71.48        | 75.54        | 64.37        | 34.27        | 38.04                                | 37.94        | 38.20        | 37.09        |       |
| Average sales price internal market      | US\$          | 39.32                                | 73.80        | 71.98        | 56.87        | 33.26        | 39.59                                | 38.96        | 39.36        | 37.40        |       |
| <b>Average sales price total</b>         | US\$          | <b>38.73</b>                         | <b>72.26</b> | <b>74.34</b> | <b>61.66</b> | <b>33.76</b> | <b>38.84</b>                         | <b>38.22</b> | <b>38.77</b> | <b>37.24</b> |       |
| Long-term indebtedness, gross            | US\$          | 87                                   | 70           | 49           | 49           | 97           | 92                                   | 87           | 83           | 83           |       |
| <b>Total indebtedness, gross</b>         | US\$          | <b>87</b>                            | <b>70</b>    | <b>49</b>    | <b>49</b>    | <b>97</b>    | <b>92</b>                            | <b>87</b>    | <b>83</b>    | <b>83</b>    |       |
| <b>Stockholders equity</b>               | US\$          | <b>31</b>                            | <b>62</b>    | <b>74</b>    | <b>74</b>    | <b>4</b>     | <b>4</b>                             | <b>15</b>    | <b>25</b>    | <b>25</b>    |       |
| Net operating revenues                   | US\$          | 48                                   | 95           | 88           | 231          | 42           | 35                                   | 45           | 42           | 164          |       |
| Cost of products                         | US\$          | (36)                                 | (61)         | (61)         | (158)        | (37)         | (30)                                 | (36)         | (34)         | (137)        |       |
| Other expenses/revenues                  | US\$          | (1)                                  | (3)          | (12)         | (16)         | 1            | 3                                    | (2)          | (1)          | 1            |       |
| Depreciation, amortization and depletion | US\$          | 1                                    | 1            | 1            | 3            | 1            | 1                                    | 1            | 1            | 4            |       |
| <b>EBITDA</b>                            | US\$          | <b>12</b>                            | <b>32</b>    | <b>16</b>    | <b>60</b>    | <b>7</b>     | <b>9</b>                             | <b>8</b>     | <b>8</b>     | <b>32</b>    |       |
| Depreciation, amortization and depletion | US\$          | (1)                                  | (1)          | (1)          | (3)          | (1)          | (1)                                  | (1)          | (1)          | (4)          |       |



|                                                                            |      |           |           |           |           |          |          |           |           |           |
|----------------------------------------------------------------------------|------|-----------|-----------|-----------|-----------|----------|----------|-----------|-----------|-----------|
| <b>EBIT</b>                                                                | US\$ | <b>11</b> | <b>31</b> | <b>15</b> | <b>57</b> | <b>6</b> | <b>8</b> | <b>7</b>  | <b>7</b>  | <b>28</b> |
| Net financial result                                                       | US\$ | (2)       | 10        | 2         | 10        | (1)      | (7)      | 7         | 6         | 5         |
| <b>Income<br/>(loss) before<br/>income tax and<br/>social contribution</b> | US\$ | <b>9</b>  | <b>41</b> | <b>17</b> | <b>67</b> | <b>5</b> | <b>1</b> | <b>14</b> | <b>13</b> | <b>33</b> |
| Income tax and<br>social contribution                                      | US\$ | (3)       | (14)      | (10)      | (27)      | (2)      |          | (5)       | (5)       | (12)      |
| <b>Net income (loss)</b>                                                   | US\$ | <b>6</b>  | <b>27</b> | <b>7</b>  | <b>40</b> | <b>3</b> | <b>1</b> | <b>9</b>  | <b>8</b>  | <b>21</b> |

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**Table of Contents****Pelletizing Affiliates Hispanobras (Additional information Unaudited)**

| Information                              |               | 2005                                 |              |              |              |              | 2004                                 |              |              |              |       |
|------------------------------------------|---------------|--------------------------------------|--------------|--------------|--------------|--------------|--------------------------------------|--------------|--------------|--------------|-------|
|                                          |               | As of and for the three-months ended |              |              |              | Total        | As of and for the three-months ended |              |              |              | Total |
|                                          |               | March 31                             | June 30      | September 30 | December 31  |              | March 31                             | June 30      | September 30 | December 31  |       |
| Quantity sold external market            | MT (thousand) | 500                                  | 459          | 320          | 1,279        | 425          | 99                                   | 246          | 442          | 1,212        |       |
| Quantity sold internal market            | MT (thousand) | 620                                  | 550          | 730          | 1,900        | 460          | 790                                  | 795          | 675          | 2,720        |       |
| <b>Quantity sold total</b>               | MT (thousand) | <b>1,120</b>                         | <b>1,009</b> | <b>1,050</b> | <b>3,179</b> | <b>885</b>   | <b>889</b>                           | <b>1,041</b> | <b>1,117</b> | <b>3,932</b> |       |
| Average sales price external market      | US\$          | 38.46                                | 69.35        | 72.19        | 57.98        | 32.48        | 57.40                                | 38.57        | 39.18        | 38.20        |       |
| Average sales price internal market      | US\$          | 38.43                                | 50.85        | 74.00        | 55.69        | 31.18        | 42.37                                | 37.67        | 38.62        | 38.17        |       |
| <b>Average sales price total</b>         | US\$          | <b>38.45</b>                         | <b>59.27</b> | <b>73.45</b> | <b>56.62</b> | <b>31.83</b> | <b>44.04</b>                         | <b>37.88</b> | <b>38.84</b> | <b>38.18</b> |       |
| <b>Stockholders equity</b>               | US\$          | <b>51</b>                            | <b>82</b>    | <b>68</b>    | <b>68</b>    | <b>33</b>    | <b>37</b>                            | <b>43</b>    | <b>50</b>    | <b>50</b>    |       |
| Net operating revenues                   | US\$          | 43                                   | 108          | 76           | 227          | 28           | 40                                   | 40           | 43           | 151          |       |
| Cost of products                         | US\$          | (34)                                 | (62)         | (51)         | (147)        | (27)         | (31)                                 | (32)         | (38)         | (128)        |       |
| Other expenses/revenues                  | US\$          | (2)                                  |              | (1)          | (3)          | 1            | 1                                    |              | 3            | 5            |       |
| Depreciation, amortization and depletion | US\$          | 1                                    | 1            |              | 2            | 1            |                                      |              | 2            | 3            |       |
| <b>EBITDA</b>                            | US\$          | <b>8</b>                             | <b>47</b>    | <b>24</b>    | <b>79</b>    | <b>3</b>     | <b>10</b>                            | <b>8</b>     | <b>10</b>    | <b>31</b>    |       |
| Depreciation, amortization and depletion | US\$          | (1)                                  | (1)          |              | (2)          | (1)          |                                      |              | (2)          | (3)          |       |
| <b>EBIT</b>                              | US\$          | <b>7</b>                             | <b>46</b>    | <b>24</b>    | <b>77</b>    | <b>2</b>     | <b>10</b>                            | <b>8</b>     | <b>8</b>     | <b>28</b>    |       |
| Impairment                               |               |                                      |              |              |              |              |                                      |              |              |              |       |
| Net financial result                     | US\$          |                                      | (3)          | (1)          | (4)          |              |                                      | (2)          | (1)          | (3)          |       |
| <b>Income (loss) before</b>              | US\$          | <b>7</b>                             | <b>43</b>    | <b>23</b>    | <b>73</b>    | <b>2</b>     | <b>10</b>                            | <b>6</b>     | <b>7</b>     | <b>25</b>    |       |

**income tax and  
social contribution**

|                                       |             |          |           |           |           |          |          |          |          |           |
|---------------------------------------|-------------|----------|-----------|-----------|-----------|----------|----------|----------|----------|-----------|
| Income tax and<br>social contribution | US\$        | (3)      | (15)      | (8)       | (26)      | (1)      | (3)      | (2)      | (2)      | (8)       |
| <b>Net income</b>                     | <b>US\$</b> | <b>4</b> | <b>28</b> | <b>15</b> | <b>47</b> | <b>1</b> | <b>7</b> | <b>4</b> | <b>5</b> | <b>17</b> |

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**Table of Contents****Pelletizing Affiliates Itabrasco (Additional information Unaudited)**

| Information                              |               | 2005                                 |              |              |              |              | 2004                                 |              |              |              |
|------------------------------------------|---------------|--------------------------------------|--------------|--------------|--------------|--------------|--------------------------------------|--------------|--------------|--------------|
|                                          |               | As of and for the three-months ended |              |              |              | Total        | As of and for the three-months ended |              |              |              |
|                                          |               | March 31                             | June 30      | September 30 | December 31  |              | March 31                             | June 30      | September 30 | December 31  |
| Quantity sold external market            | MT (thousand) | 769                                  | 730          | 670          | 2,169        | 762          | 903                                  | 486          | 674          | 2,825        |
| Quantity sold internal market            | MT (thousand) | 176                                  | 230          | 340          | 746          |              | 105                                  | 260          | 407          | 772          |
| <b>Quantity sold total</b>               | MT (thousand) | <b>945</b>                           | <b>960</b>   | <b>1,010</b> | <b>2,915</b> | <b>762</b>   | <b>1,008</b>                         | <b>746</b>   | <b>1,081</b> | <b>3,597</b> |
| Average sales price external market      | US\$          | 39.14                                | 71.97        | 73.16        | 60.70        | 32.84        | 43.39                                | 39.02        | 39.15        | 38.78        |
| Average sales price internal market      | US\$          | 39.40                                | 73.27        | 73.78        | 65.51        |              | 38.29                                | 39.33        | 39.28        | 39.16        |
| <b>Average sales price total</b>         | US\$          | <b>39.18</b>                         | <b>72.29</b> | <b>73.37</b> | <b>61.93</b> | <b>32.84</b> | <b>42.86</b>                         | <b>39.13</b> | <b>39.20</b> | <b>38.86</b> |
| Short-term indebtedness, gross           | US\$          | 4                                    | 9            |              |              | 1            | 8                                    | 1            |              |              |
| <b>Total indebtedness, gross</b>         | US\$          | <b>4</b>                             | <b>9</b>     |              |              | <b>1</b>     | <b>8</b>                             | <b>1</b>     |              |              |
| <b>Stockholders equity</b>               | US\$          | <b>37</b>                            | <b>69</b>    | <b>63</b>    | <b>63</b>    | <b>23</b>    | <b>26</b>                            | <b>30</b>    | <b>36</b>    | <b>36</b>    |
| Net operating revenues                   | US\$          | 37                                   | 101          | 65           | 203          | 25           | 43                                   | 29           | 43           | 140          |
| Cost of products                         | US\$          | (31)                                 | (59)         | (45)         | (135)        | (24)         | (35)                                 | (25)         | (36)         | (120)        |
| Other expenses/revenues                  | US\$          | (2)                                  | (1)          | (3)          | (6)          |              |                                      |              | (3)          | (3)          |
| Depreciation, amortization and depletion | US\$          |                                      | (1)          |              | (1)          |              |                                      |              |              |              |
| <b>EBITDA</b>                            | US\$          | <b>4</b>                             | <b>40</b>    | <b>17</b>    | <b>61</b>    | <b>1</b>     | <b>8</b>                             | <b>4</b>     | <b>4</b>     | <b>17</b>    |
| Depreciation, amortization and           | US\$          |                                      | 1            |              | 1            |              |                                      |              |              |              |

depletion

|                                                                     |      |          |           |           |           |          |          |          |          |           |
|---------------------------------------------------------------------|------|----------|-----------|-----------|-----------|----------|----------|----------|----------|-----------|
| <b>EBIT</b>                                                         | US\$ | <b>4</b> | <b>41</b> | <b>17</b> | <b>62</b> | <b>1</b> | <b>8</b> | <b>4</b> | <b>4</b> | <b>17</b> |
| Net financial result                                                | US\$ |          |           | (3)       | (3)       |          |          |          |          |           |
| <b>Income before<br/>income tax and<br/>social<br/>contribution</b> | US\$ | <b>4</b> | <b>41</b> | <b>14</b> | <b>59</b> | <b>1</b> | <b>8</b> | <b>4</b> | <b>4</b> | <b>17</b> |
| Income tax and<br>social contribution                               | US\$ | (3)      | (13)      | (6)       | (22)      |          | (3)      | (1)      | (1)      | (5)       |
| <b>Net income</b>                                                   | US\$ | <b>1</b> | <b>28</b> | <b>8</b>  | <b>37</b> | <b>1</b> | <b>5</b> | <b>3</b> | <b>3</b> | <b>12</b> |

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**Table of Contents****Pelletizing Affiliates Nibrasco (Additional information Unaudited)**

| Information                              |               | 2005                                 |              |              |              |              | 2004                                 |              |              |              |       |
|------------------------------------------|---------------|--------------------------------------|--------------|--------------|--------------|--------------|--------------------------------------|--------------|--------------|--------------|-------|
|                                          |               | As of and for the three-months ended |              |              |              | Total        | As of and for the three-months ended |              |              |              | Total |
|                                          |               | March 31                             | June 30      | September 30 | December 31  |              | March 31                             | June 30      | September 30 | December 31  |       |
| Quantity sold external market            | MT (thousand) | 675                                  | 627          | 827          | 2,129        | 563          | 803                                  | 776          | 833          | 2,975        |       |
| Quantity sold internal market CVRD       | MT (thousand) | 996                                  | 1,149        | 1,000        | 3,145        | 1,327        | 903                                  | 899          | 779          | 3,908        |       |
| Quantity sold internal market Others     | MT (thousand) | 35                                   | 34           | 35           | 104          | 33           | 33                                   | 31           | 30           | 127          |       |
| <b>Quantity sold total</b>               | MT (thousand) | <b>1,706</b>                         | <b>1,810</b> | <b>1,827</b> | <b>5,378</b> | <b>1,923</b> | <b>1,739</b>                         | <b>1,706</b> | <b>1,642</b> | <b>7,010</b> |       |
| Average sales price external market      | US\$          | 37.13                                | 64.94        | 86.42        | 64.47        | 31.45        | 34.49                                | 40.37        | 36.40        | 35.98        |       |
| Average sales price internal market      | US\$          | 37.77                                | 68.70        | 106.16       | 70.82        | 31.51        | 35.96                                | 37.51        | 37.40        | 35.09        |       |
| <b>Average sales price total</b>         | US\$          | <b>37.51</b>                         | <b>67.39</b> | <b>97.22</b> | <b>66.94</b> | <b>31.49</b> | <b>33.23</b>                         | <b>38.84</b> | <b>36.90</b> | <b>34.98</b> |       |
| Long-term indebtedness, gross            | US\$          | 4                                    | 4            | 4            | 4            |              |                                      | 3            | 4            | 4            |       |
| Short-term indebtedness, gross           | US\$          |                                      |              |              |              | 1            |                                      |              |              |              |       |
| <b>Total indebtedness, gross</b>         | US\$          | <b>4</b>                             | <b>4</b>     | <b>4</b>     | <b>4</b>     | <b>1</b>     |                                      | <b>3</b>     | <b>4</b>     | <b>4</b>     |       |
| <b>Stockholders equity</b>               | US\$          | <b>65</b>                            | <b>67</b>    | <b>94</b>    | <b>94</b>    | <b>40</b>    | <b>41</b>                            | <b>50</b>    | <b>60</b>    | <b>60</b>    |       |
| Net operating revenues                   | US\$          | 69                                   | 134          | 132          | 335          | 65           | 66                                   | 73           | 67           | 271          |       |
| Cost of products                         | US\$          | (59)                                 | (96)         | (88)         | (243)        | (59)         | (57)                                 | (62)         | (51)         | (229)        |       |
| Other expenses/revenues                  | US\$          | (1)                                  | (2)          | (6)          | (9)          | 2            | 4                                    | (2)          | (9)          | (5)          |       |
| Depreciation, amortization and depletion | US\$          | 1                                    | 1            |              | 2            | 1            | 1                                    |              | 1            | 3            |       |
| <b>EBITDA</b>                            | US\$          | <b>10</b>                            | <b>37</b>    | <b>38</b>    | <b>85</b>    | <b>9</b>     | <b>14</b>                            | <b>9</b>     | <b>8</b>     | <b>40</b>    |       |
| Depreciation, amortization and depletion | US\$          | (1)                                  | (1)          |              | (2)          | (1)          | (1)                                  |              | (1)          | (3)          |       |

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|                                                                        |      |          |           |           |           |          |           |          |           |           |
|------------------------------------------------------------------------|------|----------|-----------|-----------|-----------|----------|-----------|----------|-----------|-----------|
| <b>EBIT</b>                                                            | US\$ | <b>9</b> | <b>36</b> | <b>38</b> | <b>83</b> | <b>8</b> | <b>13</b> | <b>9</b> | <b>7</b>  | <b>37</b> |
| Impairment                                                             | US\$ |          |           |           |           |          |           |          |           |           |
| Net financial result                                                   | US\$ |          | (1)       | (4)       | (5)       |          |           | (1)      | 3         | 2         |
| <b>Income (loss) before<br/>income tax and social<br/>contribution</b> | US\$ | <b>9</b> | <b>35</b> | <b>34</b> | <b>78</b> | <b>8</b> | <b>13</b> | <b>8</b> | <b>10</b> | <b>39</b> |
| Income tax and social<br>contribution                                  | US\$ | (4)      | (12)      | (12)      | (28)      | (3)      | (4)       | (3)      | (4)       | (14)      |
| <b>Net income (loss)</b>                                               | US\$ | <b>5</b> | <b>23</b> | <b>22</b> | <b>50</b> | <b>5</b> | <b>9</b>  | <b>5</b> | <b>6</b>  | <b>25</b> |

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**Table of Contents****Pelletizing Affiliates Samarco (Additional information Unaudited)**

| Information                                            |               | As of and for the three-months ended |            |            |            | As of and for the three-months ended |            |            |            | 2004       |
|--------------------------------------------------------|---------------|--------------------------------------|------------|------------|------------|--------------------------------------|------------|------------|------------|------------|
|                                                        |               | March                                | June       | September  | December   | March                                | June       | September  | December   | Total      |
|                                                        |               | 31                                   | 30         | 30         | 31         | 31                                   | 30         | 30         | 31         | Total      |
| Quantity sold Pellets                                  | MT (thousand) | 3,297                                | 3,024      | 3,666      | 9,987      | 3,462                                | 3,177      | 3,264      | 3,918      | 13,821     |
| Quantity sold Iron ore                                 | MT (thousand) | 239                                  | 431        | 407        | 1,077      | 497                                  | 471        | 688        | 367        | 2,023      |
| Average sales price Pellets                            | US\$          | 43.88                                | 76.50      | 80.98      | 67.38      | 39.31                                | 39.11      | 38.89      | 40.62      | 39.54      |
| Average sales price Iron ore                           | US\$          | 31.04                                | 32.18      | 38.68      | 34.38      | 16.88                                | 19.66      | 21.78      | 21.28      | 19.99      |
| Long-term indebtedness, gross                          | US\$          | 52                                   | 42         | 41         | 41         | 21                                   | 46         | 42         | 58         | 58         |
| Short-term indebtedness, gross                         | US\$          | 156                                  | 140        | 156        | 156        | 174                                  | 153        | 139        | 141        | 141        |
| <b>Total indebtedness, gross</b>                       | US\$          | <b>208</b>                           | <b>182</b> | <b>197</b> | <b>197</b> | <b>195</b>                           | <b>199</b> | <b>181</b> | <b>199</b> | <b>199</b> |
| <b>Stockholders equity</b>                             | US\$          | <b>468</b>                           | <b>588</b> | <b>632</b> | <b>632</b> | <b>379</b>                           | <b>331</b> | <b>394</b> | <b>441</b> | <b>441</b> |
| Net operating revenues                                 | US\$          | 154                                  | 226        | 319        | 699        | 129                                  | 132        | 142        | 162        | 565        |
| Cost of products                                       | US\$          | (65)                                 | (68)       | (98)       | (231)      | (59)                                 | (53)       | (60)       | (71)       | (243)      |
| Other expenses/revenues                                | US\$          | (7)                                  | (29)       | (21)       | (57)       | (11)                                 | (15)       | (14)       | (19)       | (59)       |
| Depreciation, amortization and depletion               | US\$          | 7                                    | 7          | 8          | 22         | 6                                    | 6          | 7          | 7          | 26         |
| <b>EBITDA</b>                                          | US\$          | <b>89</b>                            | <b>136</b> | <b>208</b> | <b>433</b> | <b>65</b>                            | <b>70</b>  | <b>75</b>  | <b>79</b>  | <b>289</b> |
| Depreciation, amortization and depletion               | US\$          | (7)                                  | (7)        | (8)        | (22)       | (6)                                  | (6)        | (7)        | (7)        | (26)       |
| <b>EBIT</b>                                            | US\$          | <b>82</b>                            | <b>129</b> | <b>200</b> | <b>411</b> | <b>59</b>                            | <b>64</b>  | <b>68</b>  | <b>72</b>  | <b>263</b> |
| Impairment                                             |               |                                      |            |            |            |                                      |            |            |            |            |
| Gain on investments accounted for by the equity method | US\$          | 2                                    | 3          | 4          | 9          | 4                                    | (2)        | 7          | 2          | 11         |
| Net financial result                                   | US\$          | (2)                                  | 3          | (9)        | (8)        | (2)                                  | (17)       | 13         |            | (6)        |
| <b>Income (loss) before income tax and social</b>      | US\$          | <b>82</b>                            | <b>135</b> | <b>195</b> | <b>412</b> | <b>61</b>                            | <b>45</b>  | <b>88</b>  | <b>74</b>  | <b>268</b> |



**contribution**

Income tax and social contribution

|      |      |      |      |      |      |     |      |  |      |
|------|------|------|------|------|------|-----|------|--|------|
| US\$ | (13) | (22) | (33) | (68) | (10) | (6) | (19) |  | (35) |
|------|------|------|------|------|------|-----|------|--|------|

**Net income (loss)**

|      |           |            |            |            |           |           |           |           |            |
|------|-----------|------------|------------|------------|-----------|-----------|-----------|-----------|------------|
| US\$ | <b>69</b> | <b>113</b> | <b>162</b> | <b>344</b> | <b>51</b> | <b>39</b> | <b>69</b> | <b>74</b> | <b>233</b> |
|------|-----------|------------|------------|------------|-----------|-----------|-----------|-----------|------------|

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**Table of Contents****Pelletizing Affiliates GIIC (Additional information Unaudited)**

| Information                              |               | 2005                                                   |                                                       |                                                            |                                                           | 2004      |                                                            |                                                       |                                                            |                                                           |
|------------------------------------------|---------------|--------------------------------------------------------|-------------------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------|-----------|------------------------------------------------------------|-------------------------------------------------------|------------------------------------------------------------|-----------------------------------------------------------|
|                                          |               | As of and for the<br>three-months ended<br>March<br>31 | As of and for the<br>three-months ended<br>June<br>30 | As of and for the<br>three-months ended<br>September<br>30 | As of and for the<br>three-months ended<br>December<br>31 | Total     | As of and for the<br>three-months ended<br>March<br>31 (*) | As of and for the<br>three-months ended<br>June<br>30 | As of and for the<br>three-months ended<br>September<br>30 | As of and for the<br>three-months ended<br>December<br>31 |
| Quantity sold external market            | MT (thousand) | 710                                                    | 1,058                                                 | 893                                                        | 2,661                                                     | 906       | 683                                                        | 1,003                                                 | 1,092                                                      | 3,684                                                     |
| Average sales price external market      | US\$          | 88.06                                                  | 118.15                                                | 109.34                                                     | 107.16                                                    | 52.68     | 58.27                                                      | 55.78                                                 | 54.82                                                      | 55.19                                                     |
| Long-term indebtedness, gross            | US\$          | 10                                                     | 10                                                    | 5                                                          | 5                                                         | 20        | 20                                                         | 25                                                    | 25                                                         | 25                                                        |
| <b>Total indebtedness, gross</b>         | US\$          | <b>10</b>                                              | <b>10</b>                                             | <b>5</b>                                                   | <b>5</b>                                                  | <b>20</b> | <b>20</b>                                                  | <b>25</b>                                             | <b>25</b>                                                  | <b>25</b>                                                 |
| <b>Stockholders equity</b>               | US\$          | <b>114</b>                                             | <b>139</b>                                            | <b>127</b>                                                 | <b>127</b>                                                | <b>76</b> | <b>77</b>                                                  | <b>86</b>                                             | <b>90</b>                                                  | <b>90</b>                                                 |
| Net operating revenues                   | US\$          | 62                                                     | 125                                                   | 98                                                         | 285                                                       | 48        | 40                                                         | 55                                                    | 67                                                         | 210                                                       |
| Cost of products                         | US\$          | (38)                                                   | (65)                                                  | (55)                                                       | (158)                                                     | (36)      | (33)                                                       | (44)                                                  | (49)                                                       | (162)                                                     |
| Other expenses/revenues                  | US\$          | (1)                                                    | (13)                                                  | (15)                                                       | (29)                                                      | (4)       | (3)                                                        | (3)                                                   | (6)                                                        | (16)                                                      |
| Depreciation, amortization and depletion | US\$          | 1                                                      | 1                                                     |                                                            | 2                                                         | 1         | 1                                                          |                                                       | 1                                                          | 3                                                         |
| <b>EBITDA</b>                            | US\$          | <b>24</b>                                              | <b>48</b>                                             | <b>28</b>                                                  | <b>100</b>                                                | <b>9</b>  | <b>5</b>                                                   | <b>8</b>                                              | <b>13</b>                                                  | <b>35</b>                                                 |
| Depreciation, amortization and depletion | US\$          | (1)                                                    | (1)                                                   |                                                            | (2)                                                       | (1)       | (1)                                                        |                                                       | (1)                                                        | (3)                                                       |
| <b>EBIT</b>                              | US\$          | <b>23</b>                                              | <b>47</b>                                             | <b>28</b>                                                  | <b>98</b>                                                 | <b>8</b>  | <b>4</b>                                                   | <b>8</b>                                              | <b>12</b>                                                  | <b>32</b>                                                 |
| Net financial result                     | US\$          |                                                        |                                                       |                                                            |                                                           |           |                                                            |                                                       |                                                            |                                                           |
| <b>Net income</b>                        | US\$          | <b>23</b>                                              | <b>47</b>                                             | <b>28</b>                                                  | <b>98</b>                                                 | <b>8</b>  | <b>4</b>                                                   | <b>8</b>                                              | <b>12</b>                                                  | <b>32</b>                                                 |

(\*) Refers to the statements up to February 2003.

**Table of Contents****Manganese and Ferroalloys Area RDM (Additional information Unaudited) Consolidated Subsidiary**

| Information                                                  | As of and for the three-months ended |                 |               |          | 2005          | As of and for the three-months ended |                 |                 |                 | 2004            |
|--------------------------------------------------------------|--------------------------------------|-----------------|---------------|----------|---------------|--------------------------------------|-----------------|-----------------|-----------------|-----------------|
|                                                              | March                                | September       | October       | December | Total         | March                                | September       | December        | Total           |                 |
|                                                              | 31                                   | 30              | 30            | 31       |               | 31                                   | 30              | 31              |                 |                 |
| Quantity sold external market - MT<br>Ferroalloys (thousand) | 34                                   | 57              | 50            |          | 141           | 37                                   | 31              | 39              | 38              | 145             |
| Quantity sold internal market - MT<br>Ferroalloys (thousand) | 36                                   | 41              | 33            |          | 110           | 45                                   | 47              | 40              | 42              | 174             |
| <b>Quantity sold total</b> (thousand)                        | <b>70</b>                            | <b>98</b>       | <b>83</b>     |          | <b>251</b>    | <b>82</b>                            | <b>78</b>       | <b>79</b>       | <b>80</b>       | <b>319</b>      |
| Quantity sold external market - MT<br>Manganese (thousand)   | 355                                  | 312             | 419           |          | 1,086         | 213                                  | 350             | 465             | 421             | 1,449           |
| Quantity sold internal market - MT<br>Manganese (thousand)   | 69                                   | 68              | 76            |          | 213           | 72                                   | 72              | 61              | 78              | 283             |
| <b>Quantity sold total</b> (thousand)                        | <b>424</b>                           | <b>380</b>      | <b>495</b>    |          | <b>1,299</b>  | <b>285</b>                           | <b>422</b>      | <b>526</b>      | <b>499</b>      | <b>1,732</b>    |
| Average sales price external market -<br>Ferroalloys         | US\$ 1,477.75                        | 799.63          | 599.86        |          | 892.31        | 713.01                               | 1,006.84        | 1,151.05        | 1,229.41        | 1,028.98        |
| Average sales price internal market -<br>Ferroalloys         | US\$ 1,010.90                        | 1,385.38        | 717.24        |          | 1,062.38      | 700.76                               | 1,038.88        | 1,484.10        | 1,496.32        | 1,164.20        |
| <b>Average sales price total</b>                             | <b>US\$ 1,237.52</b>                 | <b>1,049.97</b> | <b>646.53</b> |          | <b>966.84</b> | <b>706.34</b>                        | <b>1,026.72</b> | <b>1,316.89</b> | <b>1,366.98</b> | <b>1,101.56</b> |
| Average sales price external market -<br>Manganese           | US\$ 71.67                           | 79.40           | 78.23         |          | 76.42         | 44.98                                | 48.51           | 56.12           | 72.01           | 57.26           |
| Average sales price internal market -<br>Manganese           | US\$ 72.19                           | 72.64           | 76.16         |          | 73.75         | 45.15                                | 55.80           | 54.94           | 53.41           | 52.25           |
|                                                              | US\$ <b>72.10</b>                    | <b>73.80</b>    | <b>77.91</b>  |          | <b>75.98</b>  | <b>45.02</b>                         | <b>49.76</b>    | <b>55.98</b>    | <b>69.10</b>    | <b>56.44</b>    |

**Average sales price total**

|                                                         |      |            |            |            |            |            |            |            |            |            |
|---------------------------------------------------------|------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Long-term indebtedness, grossUS\$                       |      | 8          | 48         | 50         | 50         | 12         | 11         | 12         | 11         | 11         |
| Short-term indebtedness, grossUS\$                      |      | 34         |            |            |            | 40         | 34         | 33         | 31         | 31         |
| <b>Total indebtedness, gross</b>                        | US\$ | <b>42</b>  | <b>48</b>  | <b>50</b>  | <b>50</b>  | <b>52</b>  | <b>45</b>  | <b>45</b>  | <b>42</b>  | <b>42</b>  |
| <b>Stockholders equity</b>                              | US\$ | <b>362</b> | <b>295</b> | <b>310</b> | <b>310</b> | <b>218</b> | <b>234</b> | <b>302</b> | <b>349</b> | <b>349</b> |
| Net operating revenues                                  | US\$ | 105        | 110        | 92         | 307        | 62         | 87         | 118        | 128        | 395        |
| Cost of products                                        | US\$ | (54)       | (73)       | (67)       | (194)      | (38)       | (37)       | (46)       | (59)       | (180)      |
| Other expenses/revenues                                 | US\$ | (5)        | (14)       | (25)       | (44)       | (10)       | (7)        | (11)       | (28)       | (56)       |
| Depreciation, amortization and depletion                | US\$ | 2          | 3          | 2          | 7          | 2          | 2          | 1          | 2          | 7          |
| <b>EBITDA</b>                                           | US\$ | <b>48</b>  | <b>26</b>  | <b>2</b>   | <b>76</b>  | <b>16</b>  | <b>45</b>  | <b>62</b>  | <b>43</b>  | <b>166</b> |
| Depreciation, amortization and depletion                | US\$ | (2)        | (3)        | (2)        | (7)        | (2)        | (2)        | (1)        | (2)        | (7)        |
| <b>EBIT</b>                                             | US\$ | <b>46</b>  | <b>23</b>  |            | <b>69</b>  | <b>14</b>  | <b>43</b>  | <b>61</b>  | <b>41</b>  | <b>159</b> |
| Impairment                                              | US\$ | 1          |            |            | 1          |            |            |            | (2)        | (2)        |
| Net financial resultUS\$                                |      |            | (11)       | (2)        | (13)       | 1          | 1          | (4)        | (5)        | (7)        |
| <b>Income before income tax and social contribution</b> | US\$ | <b>47</b>  | <b>12</b>  | <b>(2)</b> | <b>57</b>  | <b>15</b>  | <b>44</b>  | <b>57</b>  | <b>34</b>  | <b>150</b> |
| Income tax and social contribution                      | US\$ | (12)       | (2)        |            | (14)       | (2)        | (14)       | (11)       | (12)       | (39)       |
| <b>Net income</b>                                       | US\$ | <b>35</b>  | <b>10</b>  | <b>(2)</b> | <b>43</b>  | <b>13</b>  | <b>30</b>  | <b>46</b>  | <b>22</b>  | <b>111</b> |

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| <b>Information</b>                         |               | <b>As of and for the three-months ended</b> |                |                     |                    | <b>2005</b>  | <b>As of and for the three-months ended</b> |                |                     |                    | <b>2004</b> |
|--------------------------------------------|---------------|---------------------------------------------|----------------|---------------------|--------------------|--------------|---------------------------------------------|----------------|---------------------|--------------------|-------------|
|                                            |               | <b>March 31</b>                             | <b>June 30</b> | <b>September 30</b> | <b>December 31</b> |              | <b>March 31</b>                             | <b>June 30</b> | <b>September 30</b> | <b>December 31</b> |             |
| <b>Quantity sold external market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Iron ore                                   | MT (thousand) | 222                                         | 263            | 279                 | 764                | 127          | 106                                         | 254            | 172                 | 659                |             |
| <b>Quantity sold internal market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Iron ore                                   | MT (thousand) | 1                                           |                | 4                   | 5                  |              | 3                                           |                | 46                  | 49                 |             |
| <b>Quantity sold total</b>                 | MT (thousand) | <b>223</b>                                  | <b>263</b>     | <b>283</b>          | <b>769</b>         | <b>127</b>   | <b>109</b>                                  | <b>254</b>     | <b>218</b>          | <b>708</b>         |             |
| <b>Quantity sold external market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Manganese                                  | MT (thousand) | 26                                          | 50             | 7                   | 83                 | 22           | 4                                           | 39             | 56                  | 121                |             |
| <b>Quantity sold internal market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Manganese                                  | MT (thousand) | 64                                          | 48             | 48                  | 160                | 50           | 62                                          | 52             | 50                  | 214                |             |
| <b>Quantity sold total</b>                 | MT (thousand) | <b>90</b>                                   | <b>98</b>      | <b>55</b>           | <b>243</b>         | <b>72</b>    | <b>66</b>                                   | <b>91</b>      | <b>106</b>          | <b>335</b>         |             |
| <b>Quantity sold external market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Ferroalloys                                | MT (thousand) | 5                                           | 4              | 2                   | 11                 | 4            | 4                                           | 4              | 3                   | 15                 |             |
| <b>Quantity sold internal market</b>       |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Ferroalloys                                | MT (thousand) |                                             |                | 2                   | 2                  | 1            |                                             |                |                     | 1                  |             |
| <b>Quantity sold total</b>                 | MT (thousand) | <b>5</b>                                    | <b>4</b>       | <b>4</b>            | <b>13</b>          | <b>5</b>     | <b>4</b>                                    | <b>4</b>       | <b>3</b>            | <b>16</b>          |             |
| <b>Average sales price external market</b> |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Iron ore                                   | US\$          | 17.89                                       | 32.72          | 34.19               | 28.95              | 15.05        | 19.09                                       | 19.18          | 18.45               | 18.18              |             |
| <b>Average sales price internal market</b> |               |                                             |                |                     |                    |              |                                             |                |                     |                    |             |
| Iron ore                                   | US\$          | 2.63                                        |                | 23.25               | 19.13              |              | 2.28                                        |                | 37.13               | 35.00              |             |
| <b>Average sales price total</b>           | US\$          | <b>17.85</b>                                | <b>32.72</b>   | <b>34.04</b>        | <b>28.89</b>       | <b>15.05</b> | <b>18.63</b>                                | <b>19.18</b>   | <b>22.39</b>        | <b>19.34</b>       |             |

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|                                          |             |               |               |               |               |               |               |                 |                 |               |
|------------------------------------------|-------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------|-----------------|---------------|
| Average sales price external market      |             |               |               |               |               |               |               |                 |                 |               |
| Manganese                                | US\$        | 115.85        | 98.34         | 124.86        | 106.06        | 49.84         | 54.87         | 45.72           | 45.33           | 46.59         |
| Average sales price internal market      |             |               |               |               |               |               |               |                 |                 |               |
| Manganese                                | US\$        | 72.57         | 114.52        | 107.81        | 95.73         | 44.19         | 47.69         | 55.82           | 68.27           | 53.66         |
| <b>Average sales price total</b>         | <b>US\$</b> | <b>85.16</b>  | <b>106.27</b> | <b>109.98</b> | <b>99.29</b>  | <b>45.92</b>  | <b>48.10</b>  | <b>51.53</b>    | <b>56.10</b>    | <b>51.09</b>  |
| Average sales price external market      |             |               |               |               |               |               |               |                 |                 |               |
| Ferroalloys                              | US\$        | 918.43        | 775.24        | 942.00        | 870.65        | 564.53        | 863.73        | 1,285.47        | 1,227.89        | 969.24        |
| Average sales price internal market      |             |               |               |               |               |               |               |                 |                 |               |
| Ferroalloys                              | US\$        |               |               | 210.00        | 210.00        | 394.48        |               |                 |                 | 394.48        |
| <b>Average sales price total</b>         | <b>US\$</b> | <b>918.43</b> | <b>775.24</b> | <b>576.00</b> | <b>769.01</b> | <b>546.44</b> | <b>863.73</b> | <b>1,285.47</b> | <b>1,227.89</b> | <b>938.29</b> |
| Long-term indebtedness, gross            | US\$        | 12            | 17            | 19            | 19            |               | 3             | 1               | 8               | 8             |
| Short-term indebtedness, gross           | US\$        |               |               |               |               | 4             | 1             | 1               |                 |               |
| <b>Total indebtedness, gross</b>         | <b>US\$</b> | <b>12</b>     | <b>17</b>     | <b>19</b>     | <b>19</b>     | <b>4</b>      | <b>4</b>      | <b>2</b>        | <b>8</b>        | <b>8</b>      |
| <b>Stockholders equity</b>               | <b>US\$</b> | <b>18</b>     | <b>17</b>     | <b>21</b>     | <b>21</b>     | <b>15</b>     | <b>9</b>      | <b>14</b>       | <b>13</b>       | <b>13</b>     |
| Net operating revenues                   | US\$        | 15            | 20            | 19            | 54            | 7             | 8             | 13              | 15              | 43            |
| Cost of products                         | US\$        | (7)           | (7)           | (7)           | (21)          | (3)           | (4)           | (5)             | (7)             | (19)          |
| Other expenses/revenues                  | US\$        | (2)           | (5)           | (4)           | (11)          | (2)           | (1)           | (2)             | (8)             | (13)          |
| Depreciation, amortization and depletion | US\$        |               |               | 1             | 1             |               |               |                 | (1)             | (1)           |
| <b>EBITDA</b>                            | <b>US\$</b> | <b>6</b>      | <b>8</b>      | <b>8</b>      | <b>23</b>     | <b>2</b>      | <b>3</b>      | <b>6</b>        | <b>(1)</b>      | <b>10</b>     |
| Depreciation, amortization and depletion | US\$        |               |               | (1)           | (1)           |               |               |                 | 1               | 1             |
| <b>EBIT</b>                              | <b>US\$</b> | <b>6</b>      | <b>8</b>      | <b>8</b>      | <b>22</b>     | <b>2</b>      | <b>3</b>      | <b>6</b>        |                 | <b>11</b>     |

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|                                                                     |      |          |          |          |           |          |          |          |            |           |
|---------------------------------------------------------------------|------|----------|----------|----------|-----------|----------|----------|----------|------------|-----------|
| Net financial result                                                | US\$ |          | (3)      | (3)      | (6)       |          |          |          | (1)        | (1)       |
| <b>Income before<br/>income tax and<br/>social<br/>contribution</b> | US\$ | <b>6</b> | <b>5</b> | <b>5</b> | <b>16</b> | <b>2</b> | <b>3</b> | <b>6</b> | <b>(1)</b> | <b>10</b> |
| Income tax and<br>social contribution                               | US\$ | (2)      | (2)      | (2)      | (6)       | (1)      | (1)      | (2)      |            | (4)       |
| <b>Net income</b>                                                   | US\$ | <b>4</b> | <b>3</b> | <b>3</b> | <b>10</b> | <b>1</b> | <b>2</b> | <b>4</b> | <b>(1)</b> | <b>6</b>  |

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|                                                         |      |           |          |            |          |          |          |           |           |           |
|---------------------------------------------------------|------|-----------|----------|------------|----------|----------|----------|-----------|-----------|-----------|
| Cost of products                                        | US\$ | (57)      | (48)     | (38)       | (143)    | (47)     | (51)     | (46)      | (44)      | (188)     |
| Other expenses/revenues                                 | US\$ | (2)       | (4)      | (2)        | (8)      | (1)      | (3)      | (8)       | (1)       | (13)      |
| Depreciation, amortization and depletion                | US\$ | 1         | 1        | 1          | 3        | 1        | 1        | 2         | 1         | 5         |
| <b>EBITDA</b>                                           | US\$ | <b>10</b> | <b>1</b> | <b>(3)</b> | <b>8</b> | <b>4</b> | <b>2</b> | <b>20</b> | <b>16</b> | <b>42</b> |
| Depreciation, amortization and depletion                | US\$ | (1)       | (1)      | (1)        | (3)      | (1)      | (1)      | (2)       | (1)       | (5)       |
| <b>EBIT</b>                                             | US\$ | <b>9</b>  |          | <b>(4)</b> | <b>5</b> | <b>3</b> | <b>1</b> | <b>18</b> | <b>15</b> | <b>37</b> |
| Net financial result                                    | US\$ |           |          |            |          |          |          |           |           |           |
| <b>Income before income tax and social contribution</b> | US\$ | <b>9</b>  |          | <b>(4)</b> | <b>5</b> | <b>3</b> | <b>1</b> | <b>18</b> | <b>15</b> | <b>37</b> |
| Income tax and social contribution                      | US\$ | (3)       |          | 1          | (2)      |          |          |           | (5)       | (5)       |
| <b>Net income</b>                                       | US\$ | <b>6</b>  |          | <b>(3)</b> | <b>3</b> | <b>3</b> | <b>1</b> | <b>18</b> | <b>10</b> | <b>32</b> |

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**Table of Contents****Steel Area CSI (Additional information Unaudited)**

| Information                                                    |               | As of and for the three-months ended |            |              |            | 2005       | As of and for the three-months ended |            |              |             | 2004  |
|----------------------------------------------------------------|---------------|--------------------------------------|------------|--------------|------------|------------|--------------------------------------|------------|--------------|-------------|-------|
|                                                                |               | March 31                             | June 30    | September 30 | October 31 | Total      | March 31                             | June 30    | September 30 | December 31 | Total |
| Quantity sold external market                                  | MT (thousand) | 448                                  | 428        | 459          | 1,335      | 566        | 530                                  | 558        | 452          | 2,106       |       |
| Average sales price external market                            | US\$          | 746.28                               | 709.09     | 627.27       | 693.44     | 419.00     | 539.53                               | 694.15     | 748.56       | 592.97      |       |
| <b>Stockholders equity (*)</b>                                 | US\$          | <b>280</b>                           | <b>324</b> | <b>307</b>   | <b>307</b> | <b>205</b> | <b>232</b>                           | <b>264</b> | <b>298</b>   | <b>298</b>  |       |
| Net operating revenues                                         | US\$          | 339                                  | 307        | 288          | 934        | 233        | 288                                  | 389        | 340          | 1,250       |       |
| Cost of products / Other expenses                              | US\$          | (291)                                | (284)      | (283)        | (858)      | (226)      | (234)                                | (287)      | (277)        | (1,024)     |       |
| Other expenses/revenues                                        | US\$          | (7)                                  | (4)        | (4)          | (15)       |            |                                      | (1)        |              | (1)         |       |
| Depreciation, amortization and depletion                       | US\$          | 7                                    | 6          | 6            | 19         | 7          | 6                                    | 6          | 6            | 25          |       |
| <b>EBITDA</b>                                                  | US\$          | <b>48</b>                            | <b>25</b>  | <b>6</b>     | <b>80</b>  | <b>14</b>  | <b>60</b>                            | <b>107</b> | <b>69</b>    | <b>250</b>  |       |
| Depreciation, amortization and depletion                       | US\$          | (7)                                  | (6)        | (6)          | (19)       | (7)        | (6)                                  | (6)        | (6)          | (25)        |       |
| <b>EBIT</b>                                                    | US\$          | <b>41</b>                            | <b>19</b>  |              | <b>61</b>  | <b>7</b>   | <b>54</b>                            | <b>101</b> | <b>63</b>    | <b>225</b>  |       |
| Net financial result                                           | US\$          | (3)                                  | (3)        | (3)          | (9)        | (5)        | (11)                                 | (18)       | (5)          | (39)        |       |
| Gain on investments accounted for by the equity method         | US\$          |                                      |            |              |            | (2)        | 4                                    | (5)        | 1            | (2)         |       |
| <b>Income (loss) before income tax and social contribution</b> | US\$          | <b>38</b>                            | <b>16</b>  | <b>(3)</b>   | <b>52</b>  |            | <b>47</b>                            | <b>78</b>  | <b>59</b>    | <b>184</b>  |       |
| Income tax and social contribution                             | US\$          | (16)                                 | (6)        | 1            | (21)       | (1)        | (18)                                 | (32)       | (24)         | (75)        |       |
| <b>Net income (loss)</b>                                       | US\$          | <b>22</b>                            | <b>10</b>  | <b>(2)</b>   | <b>31</b>  | <b>(1)</b> | <b>29</b>                            | <b>46</b>  | <b>35</b>    | <b>109</b>  |       |

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| Logistics Area                                | Docenave (Additional information     |           |          |          | Unaudited) | Consolidated Subsidiary              |           |          |          | 2004     |
|-----------------------------------------------|--------------------------------------|-----------|----------|----------|------------|--------------------------------------|-----------|----------|----------|----------|
|                                               | As of and for the three-months ended |           |          |          | 2005       | As of and for the three-months ended |           |          |          |          |
| Information                                   | March                                | September | October  | December | Total      | March                                | September | December | Total    |          |
|                                               | 31                                   | 30        | 30       | 31       |            | 31                                   | 30        | 31       |          |          |
| Shipping: Quantity sold External market:      |                                      |           |          |          |            |                                      |           |          |          |          |
| . Bulk transportation (ore MT oil) (thousand) | 889                                  | 881       | 777      |          | 2,547      | 1,426                                | 1,430     | 1,047    | 1,228    | 5,131    |
| . Containers (TEUS)                           | 9,888                                | 8,845     | 8,907    |          | 27,640     | 7,444                                | 8,674     | 10,194   | 10,991   | 37,303   |
| . TUG (maneuver)                              | 556                                  | 804       | 991      |          | 2,351      | 698                                  | 623       | 617      | 819      | 2,757    |
| Shipping: Quantity sold Domestic market:      |                                      |           |          |          |            |                                      |           |          |          |          |
| . Bulk transportation (ore MT oil) (thousand) | 345                                  | 291       | 330      |          | 966        | 129                                  | 495       | 573      | 411      | 1,608    |
| . Containers (TEUS)                           | 13,826                               | 12,964    | 14,288   |          | 41,078     | 14,532                               | 15,916    | 15,895   | 15,064   | 61,407   |
| . TUG (maneuver)                              | 1,126                                | 968       | 899      |          | 2,993      | 912                                  | 986       | 1,135    | 926      | 3,959    |
| Average sales price Shipping external market: |                                      |           |          |          |            |                                      |           |          |          |          |
| . Bulk transportation (ore oil) US\$          | 15.55                                | 11.25     | 14.89    |          | 13.86      | 10.83                                | 11.83     | 16.47    | 16.21    | 13.55    |
| . Containers (TEUS) US\$                      | 616.40                               | 753.31    | 713.37   |          | 691.46     | 569.99                               | 585.77    | 605.55   | 778.73   | 644.88   |
| . TUG (maneuver) US\$                         | 3,453.24                             | 3,075.23  | 3,112.53 |          | 3,180.35   | 3,005.73                             | 3,321.03  | 3,414.91 | 3,063.49 | 3,185.71 |
| Average sales price Shipping domestic market: |                                      |           |          |          |            |                                      |           |          |          |          |
| . Bulk transportation (ore oil) US\$          | 9.88                                 | 7.56      | 7.00     |          | 8.20       | 3.81                                 | 8.37      | 7.23     | 11.68    | 8.44     |
| . Containers (TEUS) US\$                      | 817.37                               | 865.17    | 893.48   |          | 858.93     | 594.62                               | 619.63    | 681.54   | 628.98   | 632.03   |
| . TUG (maneuver) US\$                         | 3,449.38                             | 3,931.46  | 4,362.93 |          | 3,879.70   | 3,003.29                             | 3,294.12  | 3,376.21 | 3,019.44 | 3,186.41 |
| Long-term indebtedness, gross                 | US\$                                 | 1         |          |          |            | 1                                    | 1         | 1        | 1        | 1        |

|                                                                |      |            |            |            |            |           |           |            |           |           |
|----------------------------------------------------------------|------|------------|------------|------------|------------|-----------|-----------|------------|-----------|-----------|
| Short-term indebtedness, gross                                 | US\$ | 1          | 1          | 1          | 1          | 1         | 1         | 1          | 1         | 1         |
| <b>Total indebtedness, gross</b>                               | US\$ | <b>1</b>   | <b>1</b>   | <b>1</b>   | <b>1</b>   | <b>2</b>  | <b>2</b>  | <b>2</b>   | <b>2</b>  | <b>2</b>  |
| <b>Stockholders equity</b>                                     | US\$ | <b>102</b> | <b>113</b> | <b>127</b> | <b>127</b> | <b>89</b> | <b>95</b> | <b>111</b> | <b>91</b> | <b>91</b> |
| Net operating revenues                                         | US\$ | 39         | 35         | 38         | 112        | 33        | 39        | 44         | 47        | 163       |
| Cost of products                                               | US\$ | (24)       | (22)       | (24)       | (70)       | (27)      | (26)      | (30)       | (35)      | (118)     |
| Other expenses/revenues                                        | US\$ | (1)        | (1)        | 1          | (1)        | (3)       | (2)       | (1)        | (6)       | (12)      |
| Depreciation, amortization and depletion                       | US\$ | 1          | 1          | 1          | 3          |           | 1         | 1          | 1         | 3         |
| <b>EBITDA</b>                                                  | US\$ | <b>15</b>  | <b>13</b>  | <b>16</b>  | <b>44</b>  | <b>3</b>  | <b>12</b> | <b>14</b>  | <b>7</b>  | <b>36</b> |
| Depreciation, amortization and depletion                       | US\$ | (1)        | (1)        | (1)        | (3)        |           | (1)       | (1)        | (1)       | (3)       |
| <b>EBIT</b>                                                    | US\$ | <b>14</b>  | <b>12</b>  | <b>15</b>  | <b>41</b>  | <b>3</b>  | <b>11</b> | <b>13</b>  | <b>6</b>  | <b>33</b> |
| Net financial result                                           | US\$ | 1          | (8)        | (4)        | (11)       | 5         | 4         | (2)        | (4)       | 3         |
| <b>Income (loss) before income tax and social contribution</b> | US\$ | <b>15</b>  | <b>4</b>   | <b>11</b>  | <b>30</b>  | <b>8</b>  | <b>15</b> | <b>11</b>  | <b>2</b>  | <b>36</b> |
| Income tax and social contribution                             | US\$ | (4)        | (3)        | (4)        | (11)       | (1)       |           | (3)        | (1)       | (5)       |
| <b>Net income (loss)</b>                                       | US\$ | <b>11</b>  | <b>1</b>   | <b>7</b>   | <b>19</b>  | <b>7</b>  | <b>15</b> | <b>8</b>   | <b>1</b>  | <b>31</b> |

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| Information                                                | FCA (Additional information) | Unaudited)                           |            |              |             | Consolidated Subsidiary              |            |            |              |             |
|------------------------------------------------------------|------------------------------|--------------------------------------|------------|--------------|-------------|--------------------------------------|------------|------------|--------------|-------------|
|                                                            |                              | As of and for the three-months ended |            |              |             | As of and for the three-months ended |            |            |              |             |
|                                                            |                              | March 31                             | June 30    | September 30 | December 31 | 2005 Total                           | March 31   | June 30    | September 30 | December 31 |
| Quantity sold internal market Railroad Service (thousands) |                              | 6,103                                | 7,416      | 7,616        | 21,135      | 5,807                                | 6,943      | 6,931      | 7,086        | 26,767      |
| Average sales price internal market Railroad Service       | US\$                         | 9.82                                 | 12.16      | 13.31        | 11.90       | 7.86                                 | 8.19       | 8.80       | 8.97         | 8.48        |
| Long-term indebtedness, gross                              | US\$                         | 127                                  | 136        | 133          | 133         | 111                                  | 107        | 109        | 134          | 134         |
| Short-term indebtedness, gross                             | US\$                         |                                      |            |              |             | 18                                   | 18         | 18         |              |             |
| <b>Total indebtedness, gross</b>                           | US\$                         | <b>127</b>                           | <b>136</b> | <b>133</b>   | <b>133</b>  | <b>129</b>                           | <b>125</b> | <b>127</b> | <b>134</b>   | <b>134</b>  |
| <b>Stockholders equity</b>                                 | US\$                         | <b>19</b>                            | <b>12</b>  | <b>(21)</b>  | <b>(21)</b> | <b>29</b>                            | <b>19</b>  | <b>26</b>  | <b>17</b>    | <b>17</b>   |
| Net operating revenues                                     | US\$                         | 49                                   | 76         | 85           | 210         | 39                                   | 47         | 51         | 52           | 189         |
| Cost of products                                           | US\$                         | (55)                                 | (71)       | (83)         | (209)       | (43)                                 | (44)       | (52)       | (57)         | (196)       |
| Other expenses/revenues                                    | US\$                         |                                      | (7)        | (22)         | (29)        | 1                                    | (4)        | (3)        | (8)          | (14)        |
| Depreciation, amortization and depletion                   | US\$                         | 6                                    | 7          | 6            | 19          | 4                                    | 3          | 4          | 5            | 16          |
| <b>EBITDA</b>                                              | US\$                         |                                      | <b>5</b>   | <b>(14)</b>  | <b>(9)</b>  | <b>1</b>                             | <b>2</b>   |            | <b>(8)</b>   | <b>(5)</b>  |
| Depreciation, amortization and depletion                   | US\$                         | (6)                                  | (7)        | (6)          | (19)        | (4)                                  | (3)        | (4)        | (5)          | (16)        |
| <b>EBIT</b>                                                | US\$                         | <b>(6)</b>                           | <b>(2)</b> | <b>(20)</b>  | <b>(28)</b> | <b>(3)</b>                           | <b>(1)</b> | <b>(4)</b> | <b>(13)</b>  | <b>(21)</b> |
| Net financial result                                       | US\$                         | 1                                    | 9          | (12)         | (2)         | (4)                                  | (7)        | 2          | 2            | (7)         |
| <b>Net income (loss)</b>                                   | US\$                         | <b>(5)</b>                           | <b>7</b>   | <b>(32)</b>  | <b>(30)</b> | <b>(7)</b>                           | <b>(8)</b> | <b>(2)</b> | <b>(11)</b>  | <b>(28)</b> |

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| Information                      |                      | Others Caemi (Additional information Unaudited) |               |               |            | Consolidated Subsidiary              |               |               |               | 2004          |               |
|----------------------------------|----------------------|-------------------------------------------------|---------------|---------------|------------|--------------------------------------|---------------|---------------|---------------|---------------|---------------|
|                                  |                      | As of and for the three-months ended            |               |               |            | As of and for the three-months ended |               |               |               |               |               |
|                                  |                      | March 31                                        | June 30       | September 30  | October 31 | 2005 Total                           | March 31 (*)  | June 30 (*)   | September 30  | December 31   | Total         |
| <b>IRON ORE</b>                  |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| external market                  | (thousand)           | 9,560                                           | 9,949         | 10,737        |            | 30,246                               | 7,855         | 7,407         | 9,311         | 9,446         | 34,019        |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| internal market                  | (thousand)           | 1,946                                           | 2,388         | 2,673         |            | 7,007                                | 1,941         | 2,851         | 2,525         | 2,349         | 9,666         |
| <b>Quantity sold total</b>       | <b>MT (thousand)</b> | <b>11,506</b>                                   | <b>12,337</b> | <b>13,410</b> |            | <b>37,253</b>                        | <b>9,796</b>  | <b>10,258</b> | <b>11,836</b> | <b>11,795</b> | <b>43,685</b> |
| Average sales price              |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| external market                  | US\$                 | 22.49                                           | 39.40         | 38.69         |            | 33.80                                | 18.95         | 22.68         | 21.63         | 22.50         | 21.48         |
| Average sales price              |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| internal market                  | US\$                 | 17.91                                           | 32.29         | 26.63         |            | 26.14                                | 14.14         | 14.62         | 15.33         | 17.62         | 15.44         |
| <b>Average sales price total</b> | <b>US\$</b>          | <b>21.71</b>                                    | <b>38.02</b>  | <b>36.30</b>  |            | <b>32.36</b>                         | <b>18.00</b>  | <b>20.44</b>  | <b>20.28</b>  | <b>21.53</b>  | <b>20.14</b>  |
| <b>BAUXITE</b>                   |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| external market                  | (thousand)           |                                                 |               |               |            |                                      | 19            |               |               |               | 19            |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| internal market                  | (thousand)           |                                                 |               |               |            |                                      | 1             |               |               |               | 1             |
| <b>Quantity sold total</b>       | <b>MT (thousand)</b> |                                                 |               |               |            |                                      | <b>20</b>     |               |               |               | <b>20</b>     |
| Average sales price              |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| external market                  | US\$                 |                                                 |               |               |            |                                      | 148.20        |               |               |               | 148.20        |
| Average sales price              |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| internal market                  | US\$                 |                                                 |               |               |            |                                      | 158.00        |               |               |               | 158.00        |
| <b>Average sales price total</b> | <b>US\$</b>          |                                                 |               |               |            |                                      | <b>148.67</b> |               |               |               | <b>148.67</b> |
| <b>KAOLIN</b>                    |                      |                                                 |               |               |            |                                      |               |               |               |               |               |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| external market                  | (thousand)           | 253                                             | 267           | 253           |            | 773                                  | 169           | 175           | 170           | 156           | 670           |
| Quantity sold                    | MT                   |                                                 |               |               |            |                                      |               |               |               |               |               |
| internal market                  | (thousand)           | 29                                              | 29            | 32            |            | 90                                   | 18            | 18            | 20            | 18            | 74            |
| <b>Quantity sold total</b>       | <b>MT (thousand)</b> | <b>282</b>                                      | <b>296</b>    | <b>285</b>    |            | <b>863</b>                           | <b>187</b>    | <b>193</b>    | <b>190</b>    | <b>174</b>    | <b>744</b>    |

|                                                         |             |               |               |               |               |               |               |               |               |               |
|---------------------------------------------------------|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Average sales price external market                     | US\$        | 167.32        | 175.04        | 175.68        | 172.72        | 153.64        | 161.84        | 161.44        | 164.46        | 160.28        |
| Average sales price internal market                     | US\$        | 197.76        | 202.59        | 212.12        | 204.42        | 210.17        | 184.56        | 200.15        | 235.06        | 207.29        |
| <b>Average sales price total</b>                        | <b>US\$</b> | <b>170.45</b> | <b>177.74</b> | <b>178.81</b> | <b>175.71</b> | <b>159.08</b> | <b>163.94</b> | <b>165.51</b> | <b>171.86</b> | <b>164.96</b> |
| Long-term indebtedness, gross                           | US\$        | 228           | 164           | 156           | 156           | 189           | 166           | 191           | 181           | 181           |
| Short-term indebtedness, gross                          | US\$        | 22            | 14            | 4             | 4             | 14            | 10            | 6             | 3             | 3             |
| <b>Total indebtedness, gross</b>                        | <b>US\$</b> | <b>250</b>    | <b>178</b>    | <b>160</b>    | <b>160</b>    | <b>203</b>    | <b>176</b>    | <b>197</b>    | <b>184</b>    | <b>184</b>    |
| <b>Stockholders equity</b>                              | <b>US\$</b> | <b>1,207</b>  | <b>1,453</b>  | <b>1,732</b>  | <b>1,732</b>  | <b>979</b>    | <b>967</b>    | <b>1,107</b>  | <b>1,157</b>  | <b>1,157</b>  |
| Net operating revenues                                  | US\$        | 272           | 564           | 503           | 1,339         | 189           | 214           | 246           | 261           | 910           |
| Cost of products                                        | US\$        | (162)         | (192)         | (200)         | (554)         | (121)         | (98)          | (129)         | (136)         | (484)         |
| Other expenses/revenues                                 | US\$        | (33)          | (37)          | (41)          | (111)         | (20)          | (23)          | (25)          | (39)          | (107)         |
| Depreciation, amortization and depletion                | US\$        | 34            | 27            | 37            | 98            | 29            | 17            | 23            | 29            | 98            |
| <b>EBITDA</b>                                           | <b>US\$</b> | <b>111</b>    | <b>362</b>    | <b>299</b>    | <b>772</b>    | <b>77</b>     | <b>110</b>    | <b>115</b>    | <b>115</b>    | <b>417</b>    |
| Depreciation, amortization and depletion                | US\$        | (34)          | (27)          | (37)          | (98)          | (29)          | (17)          | (23)          | (29)          | (98)          |
| <b>EBIT</b>                                             | <b>US\$</b> | <b>77</b>     | <b>335</b>    | <b>262</b>    | <b>674</b>    | <b>49</b>     | <b>93</b>     | <b>92</b>     | <b>86</b>     | <b>319</b>    |
| Sale of assets                                          | US\$        |               |               | 126           | 126           |               |               |               |               |               |
| Gain on investments accounted for by the equity method  | US\$        | 13            | 16            | (3)           | 26            | 5             | 5             | 7             | 6             | 23            |
| Net financial result                                    | US\$        | 5             | (40)          | (24)          | (59)          | (4)           | (1)           | (9)           | (10)          | (24)          |
| <b>Income before income tax and social contribution</b> | <b>US\$</b> | <b>95</b>     | <b>311</b>    | <b>361</b>    | <b>767</b>    | <b>49</b>     | <b>97</b>     | <b>90</b>     | <b>82</b>     | <b>318</b>    |
| Income tax and social contribution                      | US\$        | (27)          | (97)          | (90)          | (214)         | (16)          | (31)          | (27)          | (21)          | (95)          |
| Minority interest                                       | US\$        | (12)          | (37)          | (10)          | (59)          | (7)           | (13)          | (10)          | (12)          | (42)          |
| <b>Net income</b>                                       | <b>US\$</b> | <b>56</b>     | <b>177</b>    | <b>261</b>    | <b>494</b>    | <b>26</b>     | <b>53</b>     | <b>53</b>     | <b>49</b>     | <b>181</b>    |





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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

COMPANHIA VALE DO RIO DOCE  
(Registrant)

Date: November 15, 2005

By: /s/ Fabio de Oliveira Barbosa  
Fabio de Oliveira  
Barbosa

Chief Financial Officer