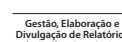




Bradesco

Banco Bradesco S.A.
Companhia Aberta
CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



MESSAGE TO SHAREHOLDERS

Dear Shareholders,

The years 2008 and 2009 will be remembered as one of the most challenging periods in recent economic history. Growth models segregated into two main types: one marked by market deregulation and high debt levels, and the other by stringent government oversight or financial system self-regulation, characterized by strict controls over credit quality and leverage.

In this context, Brazil not only took steps to protect itself from any crisis-driven collateral damage, but also made considerable advances in strengthening its economy, putting it in a privileged position in a world connected by real-time information and eager for safe investment opportunities, as underscored by the volume of foreign investment inflow. In addition, Brazil's economy has all the necessary fundamentals to ensure sustained GDP growth in 2010.

With over 50 million clients, 20 million of whom are checking account holders, Bradesco posted exceptionally solid results in 2009. The Bank's successful trajectory over the years is based on its retail focus, which prioritizes the universalization of banking services and heavy investments in infrastructure and information technology. At the close of 2009, Bradesco was present in 100% of Brazil's municipalities, with 37,476 service points nationwide.

The main events of 2009 include the acquisition of Ibi in Brazil and in Mexico, part of which is represented by the partnership with C&A for the joint sale of financial products and services through C&A stores; the association between OdontoPrev and Bradesco Dental to sell dental plans, through the creation of the largest sector company in Latin America; and Bradesco's continued inclusion in the Dow Jones Sustainability Index, which is clear evidence of the global recognition for its excellent corporate sustainability practices. In addition, Bradesco picked up 8 of the 26 lots in the bid process conducted by the Brazilian Social Security Institute (INSS), allowing it to pay new social security beneficiaries for 20 years as of 2010.

Annual net income stood at R\$ 8.012 billion, an increase of 5.14% in relation to 2008. Dividend and interest on equity payments totaled R\$ 2.718 billion, equivalent to 35.71% of adjusted net income. Federal tax and contribution payments amounted to R\$ 7.743 billion. Once again, Grupo Bradesco Seguros e Previdência accounted for a substantial 33.98% of net income.

The Bank's common and preferred shares appreciated by 56.41% and 65.49%, respectively, raising its market capitalization to R\$ 103.192 billion in December, representing a substantial gain for our shareholders and investors.

On the social and environmental responsibility front, the Organization strives not only to ensure harmonious relations between

its employees, clients, suppliers and investors and the environment, but also to create products and services grounded in the principle of sustainability.

It is also worth highlighting the role of Fundação Bradesco, one of the largest private-sector social and basic education projects in Brazil and the world. The Foundation owns and runs 40 schools in underprivileged regions, providing high-quality education free of charge, in addition to free meals, school materials, uniforms and medical and dental care. In its 53 years of operations, 2.288 million students have attended its schools (3.452 million if other types of courses are included).

We would also like to take this opportunity to thank Mr. Márcio Artur Laurelli Cypriano for his invaluable contribution throughout his 10 years as the Bank's CEO. Mr. Cypriano is stepping down for statutory reasons, but will remain on the Board of Directors. His successor, Mr. Luiz Carlos Trabuco Cappi, will receive our full support and we wish him a profitable and successful future in his new position.

Finally, we would like to express our sincere thanks to all our executives and employees for their decisive dedication and support and to our clients and shareholders for the trust they have placed in us.

Cidade de Deus, January 27, 2010.

Lázaro de Mello Brandão
Chairman of the Board of Directors

MANAGEMENT REPORT

We hereby submit to you the individual and consolidated Financial Statements of Branco Bradesco S.A. for the year ended December 31, 2009, pursuant to the Brazilian Corporation Law.

The year began with the worst possible forecasts for the global economy, but ended with consistent signs of recovery. The actual pace of recovery varied from country to country, accompanied by a lingering degree of uncertainty regarding the developed world, where the adjustments in progress may impose reduced consumption growth over the previous years' levels. At the same time, we see challenges ahead related to the strong fiscal deterioration in these nations as part of the anti-cyclical response to the risk of an economic depression.

Brazil has successfully overcome the challenges imposed by the crisis. The adoption of anti-cyclical policies resulted in a decline in household consumption, the main component of GDP, but not nearly to the same extent as in previous periods of major turbulence. The decline in investments – temporarily interrupting the expansion cycle of the previous five years – is already showing unmistakable signs of a reversal thanks to reduced idle capacity, the favorable outlook for domestic demand and the opportunities arising from the World Cup and the Olympic Games, as well as from pre-salt oil exploration. Today, Brazil is one of the main destinations for direct investments by foreign companies.

The Brazilian economy is expected to record strong growth in 2010, mainly fueled by household consumption, which should accelerate, and by investments, which are expected to increase by around 20%. The improvement in the job market, borrowing conditions and consumer and business confidence in the last few months should be maintained in a sustainable manner.

Given the expected mismatch between supply and demand growth, the Selic basic interest rate will almost certainly move higher, although it should remain below pre-crisis levels. In fact, the increase in the Selic should be regarded as a normalization of monetary policy and should not act as an impediment to economic growth or reverse the structurally based tendency of a decline in the country's real interest rates.

Bradesco would like to reaffirm its positive view of Brazil's future and its continuing belief in universal access to banking services and social mobility, as well as the cumulative advances that should generate a higher level of sustainable economic growth.

The Bradesco Organization's period highlights include:

- **On March 10, the date of the 66th anniversary of Fundação Bradesco, Mr. Luiz Carlos Trabuco Cappi**, who has been with the Organization for 40 years, was appointed CEO of the Bank, succeeding Mr. Márcio Artur Laurelli Cypriano, who had reached the statutory retirement age for this position, but who will remain on the Board of Directors.
- **Also on March 10, an Extraordinary General Meeting approved the reverse split of the Bank's common and preferred shares** in the ratio of fifty (50) to one (1), with a simultaneous split of each share, after the reverse split, in the ratio of one (1) to fifty (50), according to their respective types, in order to adjust the shareholding structure, consequently reducing the Company's costs and increasing the efficiency of the book-entry system.
- **On June 3, Bradesco entered into a partnership with the Swedish-owned SEB - Skandinaviska Enskilda Banken to offer cash management solutions for its clients**, thus increasing its global market presence.
- **On June 4, Bradesco entered into an agreement with the controlling shareholders of Banco Ibi S.A. to acquire 100% of the latter's capital stock.** This transaction was part of the 20-year partnership agreement with C&A Modas Ltda. for the exclusive joint sale of financial products and services through the C&A retail chain. **On October 29, a Shareholders' Meeting was held to approve the merger of Ibi Participações**, transforming it into a wholly owned Bradesco subsidiary.
- **On June 30 and July 3 (supplementary lot), the Bank sold part of its interest in Cielo S.A. (formerly Visanet Brasil)** through a Secondary Public Offering of Common Shares.
- **On August 6, Bradesco won 8 of the 26 lots auctioned by the National Social Security Service (INSS) for the payment of new social security beneficiaries over the next 5 years** as of 2010. The winning banks were authorized to provide these payments to retirees and pensioners for a 20-year period.
- **On September 3, Bradesco was once again included in the NYSE's Dow Jones Sustainability World Index (DJSI)**, which comprises the best companies in the world in terms of corporate governance practices and social and environmental responsibility.

• **On September 16, Bradesco entered into an agreement with Banco Tokyo-Mitsubishi UFJ Brasil to expand collection services**, thereby ensuring increasingly efficient and customized services for clients of both institutions.

• **On October 18, OdontoPrev and Bradesco Dental entered into a partnership agreement** to combine their dental plan sales operations. On December 23, meetings to resolve on merger of Bradesco Dental shares by OdontoPrev. In exchange, Bradesco Saúde S.A., Bradesco Dental's parent company, holds 43.50% of OdontoPrev capital stock.

• **On December 18, a Shareholders' Meeting resolved to increase Bradesco's capital using existing unencumbered reserves** through a 10% share bonus program, attributing one (1) new share to each ten (10) existing shares of the same type. The operation was approved by the Central Bank of Brazil on December 30, 2009.

• **On January 21, 2010, Bradesco entered into a Heads of Agreement with the controlling shareholders of Ibi Services S. de R. L. México (Ibi México) and RFS Human Management S. de R. L.**, to acquire all of the latter's capital stock. Simultaneously, the business foresees a 20-year Partnership Agreement with C&A México S. de R.L. (C&A México), for the exclusive joint sale of financial products and services through C&A. This transaction is subject to the approval by the competent authorities.

1. Net Income for the Year

Bradesco's 2009 results and the creation of value for its shareholders confirmed its excellent performance in a scenario marked by reduced economic turbulence and the beginnings of a recovery. A detailed analysis of the origin and evolution of these figures can be found in the Economic and Financial Analysis Report on the Company's website www.bradesco.com.br/ri.

R\$ 8.012 billion in Net Income for the year, corresponding to earnings per share of R\$ 2.34 and an annualized Return on Average Equity of 21.41%(*). The annualized Return on Average Total Assets stood at 1.66%, compared to 1.93% in the previous year.

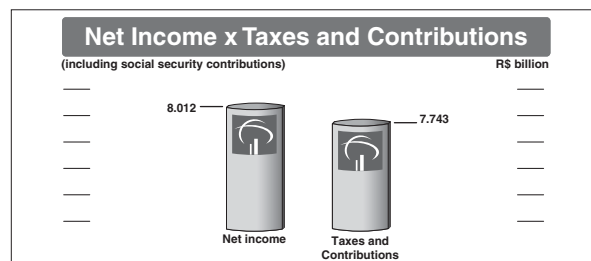
R\$ 2.718 billion was allocated to shareholders in the form of monthly, interim and supplementary Dividends and Interest on Equity, which was included in the calculation of the mandatory dividend. Thus, R\$ 0.917558 (R\$ 0.809437 net of withholding tax) was attributed to each preferred share, which includes the additional 10%, and R\$ 0.834144 (R\$ 0.735853 net of withholding tax) was attributed to each common share. Dividends and interest on equity represented 35.71% of adjusted net income for the year (31.51% net of withholding tax).

Taxes and Contributions

A substantial proportion of the Bradesco Organization's earnings, in direct proportion to its volume of operations, was paid to the federal government.

R\$ 7.743 billion in taxes and contributions, including social security contributions, paid or provisioned in the year.

Taxes withheld and collected related to financial intermediation totaled R\$ 5.802 billion.



2. Corporate Strategy

Brazil safely overcame the turmoil triggered by the most recent global crisis, suffering no undue difficulties and gaining the respect and confidence of the market in the process.

This scenario of economic stability, which points to consistent growth in 2010, favors the creation of jobs and increased household income, as well as the expansion of credit, particularly in the real estate

sector, where demand offers substantial leverage potential, thanks to the regulations protecting the National Financial System and the stimulus provided by the federal government's various social programs.

Based on such values as respect, ethical conduct and transparency, Bradesco is determined to consolidate its leading presence in Brazil's economy, demonstrating its strength and unique ability as a financial broker, fostering investments, democratizing credit, expanding its range of products, services and solutions, and promoting banking inclusion and social mobility.

Bradesco aims to do everything possible to cement even closer ties with its clients. Present in every Brazilian municipality, the Bank focuses on the domestic market and is fully equipped to offer a broad range of products and services through its nationwide customer service network comprising 37,476 branches, service points, Banco Postal outlets and Bradesco Expresso outlets, in addition to 37,476 ATMs (30,657 in the Bradesco Dia&Noite network and 7,300 in the Banco24Horas network), not to mention the Internet Banking and Fone Fácil convenience channels. As a result, the Bank is ideally positioned to expand its client base, underpinned by trust in the Bradesco brand and the best corporate governance practices. Aiming to provide greater support to the regional branches and their management teams, the Bank has created 15 Regional Divisions in strategic locations around the country.

For developing related products, Bradesco will continue to use the existing business platforms in its operational segments, such as investment banking, capital market, private banking and fund management operations, among others, through Bradesco BBI; investments in the high-income segment in the credit card market through Amex; and the insurance, private pension plan and savings bond areas through Grupo Bradesco de Seguros e Previdência.

In 2009, in order to continue growing, Bradesco invested R\$ 3.457 billion in infrastructure and information technology, aiming to ensure that its IT framework is always equipped with the best available practices and technologies in preparation for the decades ahead. The IT Enhancement Project, most of which was concluded in 2009, will make the Bank a global benchmark for banking technology, providing a rapid, easy-to-use and secure platform fully capable of coping with expected growth in the coming years. It also invested heavily in staff training programs in order to ensure a motivated, innovative and client-focused workforce.

Social and environmental responsibility initiatives play a significant role in the Bradesco Organization's strategic planning, going well beyond mere philanthropy to become an integral part of its corporate culture.

In this ample area, there are three existing pillars which will be maintained as priority targets:

- to grow organically, always alert to potential acquisitions, associations and partnerships, fully committed to maintaining secure, high-quality products, solutions and services, and always seeking to improve the Operating Efficiency Ratio;
- to identify and evaluate the inherent risks of its activities, applying adequate controls and acceptable levels of risk to each operation; and
- to operate in partnership with the capital markets, conducting its business with total transparency, the highest ethical standards and adequate compensation for investors.

3. Operating Efficiency Ratio – IEO

The Organization adopts the activity-based costing method (ABC) to calculate the cost of products and services, aiming to continually improve the criteria for establishing and negotiating fees for the Performance Management and Decision Support (GDAD) system and to evaluate client profitability, ensuring a secure basis for permanent rationalization analyses.

The activity-based management method (ABM), which is gradually being implemented, adopts a pro-active approach to controlling costs, ensuring rapid progress, including in the identification of opportunities, integrating operating performance with strategic goals while at the same time improving processes.

Increased revenues, the rigorous ongoing control of administrative expenses and the efficient capture of synergies from acquisitions are all positively reflected in the IEO.

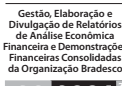
41.02% Operating Efficiency Ratio at the close of 2009, versus 43.33% in 2008 and 43.10% in 2007.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



MANAGEMENT REPORT

Integrated Management System

The integrated management system, mySAP Business Suite, which has been operational throughout the Organization since 2006, facilitates the interchange of information flows between the various departments and affiliated companies.

More than 85 thousand employees have participated in on-site training and e-learning programs, achieving excellent results in the human resources, training, accounts payable, fixed assets, purchases, accounting and financial statement consolidation, work management, maintenance and audit processes already in place.

Interacting with a set of applications in a single database enhances information security and improves data quality, organization and availability, resulting in heightened process optimization, integration and control.

4. Capital and Reserves

R\$ 26.500 billion in Capital Stock at year-end.
 R\$ 15.254 billion in Equity Reserves.
 R\$ 41.754 billion in Shareholders' Equity, up 21.89% in relation to the prior year, equivalent to 8.18% of Assets, totaling R\$ 510.423 billion and equivalent to 8.41% of Consolidated Assets of R\$ 506.223 billion. Book Value per Share totaled R\$ 12.21.

On December 18, an Extraordinary General Meeting resolved to increase the Bank's capital stock from R\$ 24.500 billion to R\$ 26.500 billion, using part of the balance of the "Profit Reserves – Statutory Reserves" account, by means of a 10% share bonus program, attributing one (1) new share to each ten (10) existing shares of the same type, through the issue of 311,553,258 new registered, book-entry shares with no par value, 155,776,637 of which common and 155,776,621 preferred. Consequently, the Bank's capital stock will be distributed as follows: 3,427,085,833 registered, book-entry shares with no par value, 1,713,543,005 of which common and 1,713,542,828 preferred.

The Capital Adequacy Ratio stood at 17.75% in the consolidated financial result and 17.83% in the consolidated economic and financial result, considerably higher than the 11% minimum established by National Monetary Council Resolution 2,099 of August 17, 1994, in conformity with the Basel Committee. In relation to Consolidated Reference Assets, the fixed asset ratio (maximum of 50%, according to the Brazilian Central Bank) was 18.63% in the consolidated financial result and 45.68% in the consolidated economic and financial result.

Bradesco's Subordinated Debt at year-end amounted to R\$ 23.104 billion (R\$ 3.779 billion abroad and R\$ 19.325 billion in Brazil), R\$ 10.951 billion of which considered eligible as capital and included in level II of the Reference Assets adopted when calculating the ratios in the previous paragraph.

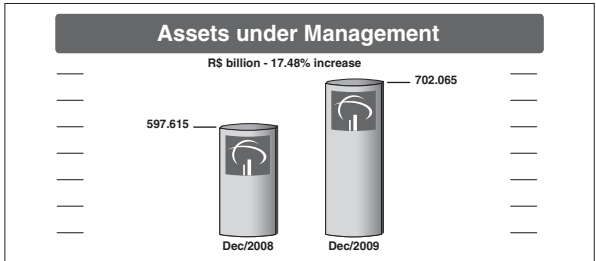
Pursuant to Article 8 of Brazilian Central Bank Circular Letter 3,068 of November 8, 2001, Bradesco declares that it possesses sufficient financial capacity and plans to hold to maturity those securities classified under "held-to-maturity securities".

5. Operating Performance

5.1. Funding and Asset Management

At the close of the year, funds raised and managed totaled R\$ 702.065 billion, 17.48% more than the previous year. All in all, the Bank manages R\$ 20.910 million in checking accounts and is responsible for 17.73% of the Brazilian Savings and Loan System - SBPE.

R\$ 284.346 billion in demand deposits, time deposits, interbank deposits, other deposits, open market and savings accounts;
 R\$ 247.700 billion in assets under management, comprising investment funds, managed portfolios and third-party fund quotas, 32.35% up on the same period in the previous year;
 R\$ 86.411 billion in the exchange portfolio, borrowings and onlendings, working capital, tax payment and collection and related charges, funds from the issue of securities and subordinated debt in Brazil, and other funding.
 R\$ 75.572 billion in technical provisions for insurance, supplementary private pension plans and savings bonds, a 17.01% improvement over the year before.
 R\$ 8.036 billion in foreign funding, through public and private issues, subordinated debt and the securitization of future financial flows, equivalent to US\$ 4.615 billion.



5.2. Loan Operations

Supported by the credit democratization strategy and the continuing expansion and diversification of its funding, Bradesco increased its volume of operations, including through direct financing and partnerships with market agents, as well as individual lines, such as payroll-deductible loans through its extensive branch, service point and Banco Postal network, and the Customer Service Center 0800 Loans.

R\$ 228.078 billion in consolidated loan operations at year-end, including advances on exchange contracts, sureties and guarantees, credit card receivables and leasing, up 6.78% in the period.
 R\$ 16.313 billion in the allowance for doubtful accounts.

Mortgages

This area is characterized by a substantial volume of operations, given Brazil's huge size and potential demand for millions of homes. Bradesco's mortgage portfolio reflects its priority commitment to meeting the

demands of homebuyers and giving added momentum to the construction industry, which is a major generator of jobs and a driver of social and economic development. Properties for sale by partner developers and brokers can be consulted on the website www.bradescoimoveis.com.br, which is an important tool in the mortgage portfolio's growth process. An operating agreement entered into with members of SECOVI SP (the São Paulo State Housing Association) on September 24, 2009, provides for the disbursement of R\$ 1 billion in housing loans by Bradesco over the next five years.

R\$ 4.707 billion in total funds allocated to this area, enabling the construction and acquisition of 34,627 properties.

Onlending Operations

By November 2009, Bradesco was responsible for 15.67% of BNDES onlending operations, equivalent to R\$ 7.960 billion and 69,755 contracts, 2.05% more than last year. With R\$ 3.569 billion and a 17.55% share of the entire system, the Bank was the country's leading onlender to micro, small and midsize businesses for the seventh consecutive year.

R\$ 16.014 billion in the onlending portfolios with internal and external funds at year-end, mainly allocated to micro, small and midsize businesses. The number of contracts totaled 126,950.

R\$ 4.171 billion in guarantees provided to the BNDES, with R\$ 1.308 billion contracted in the year.

Rural Loans

Maintaining the vigorous pace of financing initiatives for crop production, processing and sale, Bradesco is the traditional partner of the agriculture and cattle-raising sector, supporting the opening of new business fronts and helping boost the quality and yield of Brazil's agricultural products, as well as offering support for domestic market supply and export growth. It created the www.bradescorural.com.br website to provide the sector with information on agribusiness and loan products and services.

R\$ 11.968 billion in investments at year-end, representing 148,529 operations.

Consumer Financing

The Bank has a substantial share of consumer financing operations geared towards the acquisition of new and used vehicles, including through partnerships, helping create jobs and income and improve the generation and circulation of wealth.

In association with the *Programa Floresta do Futuro Fundação SOS Mata Atlântica* (Fundação SOS Mata Atlântica Forest of the Future Program), it also promotes the Ecofinancing line, a social and environmental responsibility initiative which involves the planting of native tree seedlings for each financed vehicle, aiming to reduce the impact of atmospheric greenhouse gas emissions.

R\$ 65.296 billion in consumer financing operations.

Lending Policy

Bradesco's lending policy is based on businesses that demonstrate diversification and low concentration, are backed by appropriate guarantees and involve individuals and companies in good standing with proven payment capacity. Operations are carried out rapidly, securely and profitably, ensuring quality and liquidity in asset investments.

Lending authorization limits are imposed on each branch in line with their size and the type of guarantee in order to minimize risks. Specialized credit scoring systems with specific security standards are employed to speed up and support the decision-making process. Loans that go beyond branch authorization limits are centralized, analyzed and resolved by the Executive Credit Committees of the Organization's companies.

Loan Portfolio Quality

The quality of the 2009 loan portfolio recorded a slight decline over the previous year due to increased delinquency, reflecting the economic impact of the global financial crisis. As of September, however, there was a substantial improvement in the quality of loans to new borrowers, thanks to the constant fine-tuning of the credit approval and monitoring models, as well as the improved economic scenario.

5.3. Loan Collection and Recovery

With differentiated negotiation policies and terms, the Bank employs specific initiatives for the recovery of overdue loans via the collection center, bank payment slips, the internet, friendly collection companies and court collection offices.

R\$ 3.310 billion was recovered in the year from losses and the renegotiation portfolio.

6. International Area

Through its own branches in New York, London, Grand Cayman, Nassau, Buenos Aires, Tokyo, Hong Kong and Luxembourg, as well as an extensive network of international correspondent banks, the Bradesco Organization offers a diversified line of products and services to a wide range of markets. In Brazil, the Foreign Trade and Exchange area maintains 12 specialized units and a further 13 exchange platforms.

R\$ 5.603 billion in Advances on Exchange Contracts at year-end, from a total Export Financing Portfolio of US\$ 10.944 billion, up 43.12% on the previous year.

US\$ 2.805 billion in Foreign Currency Import Financing.

US\$ 37.870 billion in Export Purchases, up 11.70% on 2008, with 25.20% market share.

US\$ 24.715 billion in of Import Contracting, 10.30% more than the previous year, with a market share of 18.40%.

US\$ 1.407 billion in medium and long-term public and private offerings on the international market.

7. Bradesco Shares

Highly liquid, Bradesco's shares were traded in every trading session on the BM&FBovespa - Securities, Commodities and Futures Exchange. It is particularly worth mentioning the preferred shares, which accounted for one of the highest shares of any component of the Ibovespa Index, with an end-of-year weighting of 3.63%. In 2009 as a whole, the common shares appreciated by 56.41% and the preferred shares by

65.49%. Abroad, the Company's shares are traded on the New York Stock Exchange through level 2 ADRs (American Depositary Receipts) and on the Madrid Stock Exchange as part of the Latibex Index.

In addition to the Ibovespa, Bradesco's shares are included in all the Brazilian stock exchange indices in which financial sector companies can be listed, including the Corporate Sustainability Index (ISE), the Special Tag-Along Stock Index (ITAG), the Special Corporate Governance Stock Index (IGC), the Brazil Indices (IBrX and IBrX50, for the most-traded shares), and the Mid-Large Cap Index (MLCX). Bradesco is also listed on the NYSE's Dow Jones Sustainability World Index and the Madrid Stock Exchange's FTSE Latibex Brasil Index.

R\$ 39.701 billion in annual traded volume on the Bovespa, representing 126.022 million common shares and 1.285 billion preferred shares.

US\$ 34.326 billion in annual traded ADR volume on the NYSE, representing 2.333 billion preferred shares.

EUR 18.217 million in annual traded DR volume in the European market (Latibex, Madrid), representing 1.891 million preferred shares.

8. Market Segmentation

Market segmentation groups together clients with a similar profile, with a focus on relationship quality, permitting differentiated service and greater speed and increasing productivity gains. It also ensures greater flexibility and competitiveness in the execution of the business strategy, enabling operations to be structured for individuals or companies in terms of quality and specialization.

8.1. Bradesco Corporate

Bradesco Corporate specializes in services for large economic groups with annual revenues of more than R\$ 350 million. It maintains business units in Brazil's main cities, developing initiatives whose most important characteristic is long-term relationships, resulting in the best solutions for clients and the Organization.

R\$ 185.587 billion in total funds managed by the area, comprising 1,213 economic groups.

8.2. Bradesco Empresas (Middle Market)

A specialized relationship structure, with a broad portfolio of products and services, targeting economic groups with annual revenues of between R\$ 30 million and R\$ 350 million.

R\$ 58.418 billion in total funds managed by the area, comprising 27,987 economic groups in all sectors of the economy.

8.3. Bradesco Private Banking

Geared towards individuals with a net minimum of R\$ 2 million to invest, Bradesco Private Banking offers an exclusive line of customized products and services, including advice on financial asset allocation, portfolio management services and tax and succession guidance. Private Banking clients can take advantage of Bradesco's facilities in Brazil, Luxembourg, New York and Grand Cayman.

8.4. Bradesco Prime

Bradesco Prime provides customized products and services and complete financial advice for individuals with a monthly income of R\$ 6 thousand or more or an investment capacity of more than R\$ 70 thousand. In addition to an exclusive customer service network, at the end of 2009 there were 259 Prime branches nationwide, specially designed to ensure privacy and comfort for 419,250 thousand clients.

8.5. Bradesco Varejo

With a consolidated nationwide presence, Bradesco's retail banking segment maintains a strategic field of operations, preserving the Company's open-door policy as it strives to promote banking inclusion and social mobility on a daily basis in order to meet the needs of all sections of the population with commitment and quality. It does everything possible to democratize banking products and services in order to reach the largest possible number of companies and individuals in all regions of the country, including the least developed ones, combining the interests of the Bank and Brazilian society as a whole. In December 2009, this segment provided services to more than 20 million account holders.

8.6. Banco Postal

Providing support to Bradesco clients throughout Brazil and a source of progress for local communities, especially in areas where there is no banking network, this successful partnership between Bradesco and the Brazilian Postal Service is also an important and dynamic economic driver through the provision of financial products and services. Since its inception in 2002, 5,183 municipalities in all regions of the country have gained access to these services.

8.7. Bradesco Expresso

Through a partnership with various establishments, including supermarkets, drugstores, department stores, bakeries and other retail outlets, Bradesco Expresso provides clients and users with convenient service close to their home or workplace. On December 31, there were 20,200 accredited establishments.

9. Products and Services

9.1. Bradesco Cards

Bradesco operates with the most complete line of credit cards in the market, including Visa, American Express, MasterCard and private label cards, the latter for exclusive use in associated networks.

The success of the partnership with American Express Company is underlined by the expansion of the Amex card base, whose operations are now run by Bradesco. The Bank is also responsible for related activities in Brazil, including the exclusive issue of Centurion cards for a minimum 10-year term, the Membership Rewards Program and the management of Amex's accredited merchants.

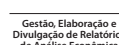
The private label segment was strengthened recently by the acquisition of Ibi Participações and the partnership with C&A Modas for the exclusive joint sale of financial products and services in C&A stores. The Bank also has agreements with Drogasil, O Boticário, Colombo, Luigi

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



MANAGEMENT REPORT

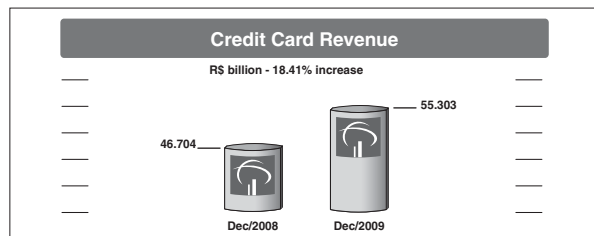
Bertolli, Casas Bahia, LeaderCard, Comper, Carone, Dois Irmãos, G. Barbosa, Coop, Panvel and Lojas Esplanada.

In 2009, Bradesco launched the Cartão Preferencial Gold (Gold Prime Card) and also entered into an agreement with Gol Linhas Aéreas Inteligentes, in a partnership with another issuing company, to launch the Smiles Bradesco international co-branded card, which will allow clients to accumulate mileage in Gol's loyalty program.

With Visa International and other issuers, Bradesco took an active part in the distribution of Visa Vale Cards in the voucher-benefit segment.

Since 1993, this area has been promoting social and environmental initiatives, transferring a portion of annual card fees to philanthropic entities, including SOS Mata Atlântica, AACD, APAE, Casas André Luiz and the Cartão Amazonas Sustentável cards.

R\$	55.303	billion in revenues from credit cards, up 18.41% on the previous year.
	132.854	million credit and debit cards in circulation (79.557 million credit cards and 53.297 million debit cards), 59.60% more than in 2008.
R\$	21.878	billion in loans generated by the card business, comprising loans to cardholders, advances to merchants and financing for cash and installment purchases, exceeding the year-end 2008 balance by 37.23%.
R\$	3.423	billion in fee income, mainly commissions on debit and credit card purchases and other fees.



9.2. Receipt, Payment and Collection Solutions

In order to generate gains from the management of accounts receivable and payable and achieve more rapid and efficient collection, Bradesco offers solutions based on advanced technology and innovative processes to companies, public utilities and government authorities at the federal, state and municipal level, as well as providing a complete benefit reception structure for INSS retirees and pensioners.

Authorized Direct Debit (DDA), a new service implemented in 2009, revolutionized the collection system by eliminating the issue of payment slips. Transactions are 100% electronic providing clients with more convenience and security.

106.090	million documents received pertaining to federal, state and municipal taxes and other contributions.
244.317	million documents received pertaining to electricity, water, gas and phone bills, 53.201 million of which paid via automatic debit from checking and savings accounts, a highly convenient system for clients.
616.853	million receipts via Bradesco on-line collection, check custody, identified deposits and OCT (credit order by teleprocessing) services.
256.606	million payment operations through Pag-For Bradesco systems – book payment to suppliers, Bradesco Net Empresa and PTRB – electronic payment of taxes, allowing companies to manage their accounts receivable.
5.308	million INSS retirees and pensioners, 19.62% of total INSS beneficiaries, making Bradesco the biggest beneficiary payment agent among Brazil's private banks.

9.3. Share, Custody and Controllership Services

Appropriate infrastructure and specialized professionals enable Bradesco to offer a broad range of solutions and services to the capital markets, such as qualified custody (domestic and international markets), controllership of managed funds and portfolios, structured funds, offshore funds, fiduciary management of investment funds, DRs-Depository Receipts, BDRs-Brazilian Depositary Receipts, representation for foreign investors, asset bookkeeping, agent bank servicers, depository services (escrow accounts, trustee services) and clearing services. According to ANBIMA's asset custody rankings, Bradesco has led the domestic segment since April 2007.

Custody, Controllership and Fiduciary Administration of Third-Party Funds

R\$	562.919	billion in investment fund, portfolios and DRs under custody, according to the methodology adopted for the ANBIMA ranking.
R\$	625.092	billion in funds and portfolios using controllership services, according to the methodology adopted for the ANBIMA ranking.
R\$	126.230	billion in third-party investment funds under the fiduciary management of BEM - Distribuidora de Títulos e Valores Mobiliários Ltda.
	13	registered DR programs, with a market capitalization of R\$ 84.652 billion.

Asset Bookkeeping

236	companies comprising Bradesco's book-entry share system, totaling 3.038 million shareholders.
93	companies comprising Bradesco's debenture bookkeeping system, with a current value of R\$ 126.305 billion.
124	investment funds comprising Bradesco's quota bookkeeping system, with a current value of R\$ 15.701 billion.
3	registered BDR programs, with a market capitalization of R\$ 155.223 million.

10. Organizational Structure - Bradesco Customer Service Network

The Customer Service Network of Bradesco Organization, which is Brazil's largest, with a presence in all of the country's municipalities and in several locations abroad, is structured to meet high standards of efficiency and quality.

In November 2009, the Bank inaugurated its branch in Heliópolis, the largest low-income community in the city of São Paulo, becoming the first bank ever to install a branch in the community; and in December, it inaugurated the world's first floating bank branch, installing an Advanced Service Branch (PAA) inside a vessel that travels a route of approximately 1.6 thousand kilometers on the Solimões River in the state of Amazonas. By taking financial products and services to areas without banking services, Bradesco leverages local commerce and economies and fosters greater economic and social development in the country.

With 37,476 outlets, the Network was distributed as follows on December 31:

6,015	Branches, PABs (Banking Service Branch) and PAAs (Advanced Service Branch) in Brazil (Branches: Bradesco 3,429, Banco Bradesco Financiamentos (former Banco Finasa BMC) 20, Banco Bankpar 2, Banco Bradesco BBI 1, Banco Bradesco Cartões 1, Banco Alvorada 1; PABs: 1,190; and PAAs: 1,371);
4	Branches Overseas, with 1 in New York, 2 in Grand Cayman and 1 in Nassau in the Bahamas;
7	Subsidiaries Overseas (Banco Bradesco Argentina S.A. in Buenos Aires, Banco Bradesco Luxembourg S.A. in Luxembourg, Bradesco Securities, Inc. in New York, Bradesco Securities UK Limited in London, Bradesco Services Co., Ltd. in Tokyo, Cidade Capital Markets Ltd. in Grand Cayman, and Bradesco Trade Services Limited in Hong Kong);
6,067	Banco Postal Branches;
20,200	Bradesco Expresso service points;
1,551	PAEs - Electronic Service Branches in Companies;
3,577	External Terminals of the Bradesco Dia&Noite (Day&Night) ATM network and also 6,486 Terminals of the Banco24Horas ATM network; and
55	Branches of BF Promotora de Vendas (Bradesco Financiamentos), a company with a presence in 22,639 car dealerships.

Functional and comfortable environments, a wide array of equipment, expanded working hours and modern ATM terminals assure that Bradesco's bank branches operate smoothly and flexibly, saving time for checking account holders and other users. At Bradesco Prime and Bradesco Corporate (middle market) branches, clients receive customized services and complete and specialized financial advisory services.

With 30,657 machines, of which 30,123 also operate on weekends and holidays, the Dia&Noite ATM Network is distributed in strategic locations across the country, providing quick and convenient access to a wide range of products and services. At the 7,300 terminals of the Banco24Horas ATM network, which are distributed across 6,486 services point, Bradesco clients can also make withdrawals, obtain statements, check balances, contract loans and transfer funds between accounts. In 2009, the ATM networks of the Bradesco Dia&Noite and Banco24Horas were used to carry out 2.073 billion transactions.

Bradesco is a pioneer in Brazil in the use of the biometric scanning system "Bradesco Security in the Palm of Your Hand", which allows clients to be identified by reading the vein patterns in the palm of their hand and serves as a complementary password for ATM users. The technology is currently available on 11,071 terminals, with 27.991 million uses registered by the end of the year.

In addition to equipment adapted for users with physical and visual handicaps, the Bank also makes available Internet Banking services, bank statements in Braille or with large fonts for people with visual impairments, as well as personal service in digital language via the Fone Fácil telephone services for those with hearing impairments.

With 68 last-generation websites (48 of institutional and 20 for transactions), the Bradesco Portal provides access to more than 11,010 million registered users from any place in the world, offering 916 types of operations, always drawing on the security provided by Bradesco's security key system (electronic and card). In 2009, 1,812 billion transactions were carried out over the Internet.

The Bank hosts all of its products at the website www.bradesco.com.br and also maintains special websites for clients in the Bradesco Prime, Private, Middle Market and Corporate segments.

Corporate clients are served by the portal Bradesco Net Empresa, which has comprehensive security for banking transactions based on digital certificates and electronic signatures. The 680,877 companies connected carry out 211,071 million transactions in 2009, optimizing the financial management of their businesses, choosing from 400 types of operations, such as transfers between checking and savings accounts, payments, collections and file transfers.

The Bank provides products and services to the executive, legislative and judicial branches at the federal, state and municipal levels via the website Bradesco Poder Público, which offers solutions for making payments and receiving taxes and fees. Government clients may also access services via Bradesco Net Empresa.

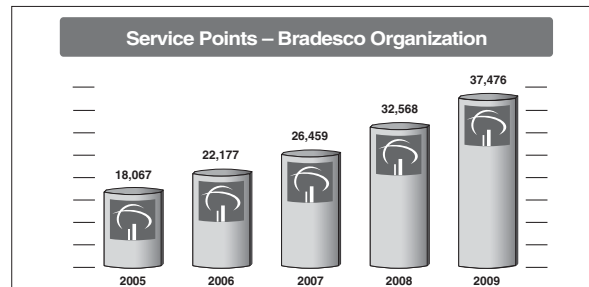
At ShopCredit, a website specializing in Loans and Financing Lines, both individual and corporate clients have access to detailed information on Bradesco's complete credit portfolio, including simulators for calculating personal loans, overdraft facilities, consumer credit, leasing, mortgages, rural loans, Finame financing lines, auto insurance and other products.

The website Bradesco ShopInvest allows users to monitor financial markets, invest in stocks, receive online quotes, make investments and redemptions, simulate calculations, contract private pension plans, invest in savings bonds and much more.

The mobile technology of the channel Bradesco Celular allows clients to pay bills, make fund transfers, recharge mobile handsets and consult balances and other information on products and services. In 2009, 5,549 million transactions were carried out via this mobile channel.

In 2009, the Fone Fácil Bradesco channel received 406,281 million calls and carried out 456,110 million transactions, effectively expanding the range of new opportunities for conveniently and securely conducting business, receiving information and using banking products and services.

The daily average of 15,391 million transactions carried out by clients and users, of which 2,406 million were carried out at bank tellers windows and 12,985 (84.37%) via the various convenience channels, attests to the capacity and efficiency of this vast and integrated structure. The transactions carried out via convenience channels were led by the Dia&Noite ATM, Internet Banking and Fone Fácil channels.



11. Bradesco Companies

11.1. Insurance, Private Pension and Savings Bonds

With a history marked by financial solidity and product innovation in insurance, private pensions and savings bond, Grupo Bradesco de Seguros e Previdência continues to lead among the conglomerates operating in these sectors in Latin America.

R\$	2.723	billion in Net Income in the insurance, private pension and savings bond business in 2009, with Return on Average Equity (ROAE) of 27.10%.
R\$	11.127	billion in Shareholders' Equity, for growth of 26.85% in relation to 2009.
R\$	92.108	billion in Total Assets.
R\$	83.733	billion in free investments and for covering Technical Provisions.
R\$	26.333	billion in revenue from insurance premiums, private pension plan contributions and revenue from savings bonds.
R\$	17.720	million in indemnifications, drawings and redemptions paid by Bradesco Seguros e Previdência in the fiscal year.

11.2. BEM - Distribuidora de Títulos e Valores Mobiliários

Highly specialized in the fiduciary management of third-party funds in the institutional segment.

R\$	73.062	billion under management on December 31, distributed across 465 investment funds and a total of 5,777 investors.
-----	--------	--

11.3. Leasing Bradesco

A leader in its market and specializing in operating agreements with large manufacturers and resellers, Bradesco focuses on operations involving vehicles, aircraft, machinery and equipment. The strong performance of this operation is supported by its full integration with Banco Bradesco's Branch Network.

R\$	21.468	billion in balance invested on December 31, 2009, with 245,591 operations contracted in the year.
	793,970	leasing agreements in force at year-end, demonstrating the low concentration in this business.

11.4. Bradesco Administradora de Consórcios

Bradesco Consórcios maintains its leadership in all the purchasing consortium segments in which it operates, including properties, vehicles, trucks/tractors, which reflects its continuous and concerted efforts, the support of Bradesco's customer service network and the security of the Bradesco brand.

	395,183	active quotas at year-end, with 188,755 new quotas sold.
R\$	18.636	billion in revenue.

11.5. Banco Bradesco Financiamentos S.A.

Seeking to improve the efficiency and recognition of the Bradesco brand, the Bank repositioned the brands Finasa and BMC, which today are known as Bradesco Financiamentos and Bradesco Promotora, respectively. The operations under these brands are supported by a unique performance strategy and complement the financial product distribution network of the Bradesco Organization.

As a result of this new positioning, Banco Finasa BMC is now called Banco Bradesco Financiamentos.

Bradesco Financiamentos specializes in vehicle financing and leasing, offering consumer credit, leases and other solutions to both Bradesco account holders and the general public, using own funds or lending facilities. It operates through an extensive accredited network of approximately 23,000 partners nationwide, which is formed by dealerships of passenger vehicles, light- and heavy-duty commercial vehicles and motorcycles.

Bradesco Promotora focuses on extending payroll-deductible loans to retiree and pension beneficiaries of the INSS social security system, government employees, military personnel, employees of accredited private companies, as well as the sale of related products (insurance, savings bonds, cards, consortium plans, etc.) to both account holders and the general public. With over 670 correspondent banks, Bradesco Promotora already operates in partnership with 2,000 Bradesco retail branches.

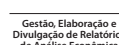
R\$	703.268	million in Net Income in 2009.
R\$	60.998	billion in Consolidated Assets.
R\$	27.733	billion in the Loan Portfolio.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



MANAGEMENT REPORT

11.6. Banco Bradesco BBI S.A.

BBI, the investment bank of the Bradesco Organization, carries out transactions involving equities, fixed-income instruments, structured operations, mergers and acquisitions, project finance and private equity. It also is the controller of the operations of Bradesco Corretora de Títulos e Valores Mobiliários, Ágora Corretora de Títulos e Valores Mobiliários, BRAM - Bradesco Asset Management and Bradesco Securities Inc.

During the year, it coordinated deals that represented 38.62% of the volume of issues registered at the Securities and Exchange Commission of Brazil (CVM), attesting to its expertise in identifying the best alternatives for capitalizing companies and expanding their businesses, complemented by high-end services for investors.

R\$ 24.064 billion in deals coordinated in 2009, which included issues of primary and secondary shares, debentures, promissory notes and mortgage-backed securities.

BRAM - Bradesco Asset Management S.A. DTVM

BRAM provides services to several segments, such as Bradesco Prime, Bradesco Empresas, Corporate, Private, Retail and Institutional Investors, drawing on its extensive experience and specialization, and holding a prominent position in the asset management industry.

R\$ 174.638 billion in assets under management on December 31, distributed across 495 investment funds and 209 managed portfolios, and reaching 3,164 million investors.

Bradesco S.A. Corretora de Títulos e Valores Mobiliários

With more than 40 years of tradition and efficiency in the capital markets, Bradesco Corretora is structured to serve clients nationwide and is one of Brazil's most active brokerage firms.

To encourage greater participation by small investors in the stock market, it facilitates the purchase and sale of shares on the stock exchange in small lots, and the intermediation of public offerings through computer terminals located at Bradesco bank branches, using the exclusive Automatic Stock Trading System (SANA).

Through its 21 Stock Investor Lounges located in various cities across Brazil, it provides financial advisory services to clients that trade on the BM&FBOVESPA.

With substantial market share in the stock and futures markets, Bradesco Corretora was the first brokerage firm to make available to clients Direct Market Access (DMA), which is a pioneering service for routing orders via computer, allowing investor to place buy and sell orders directly in the derivatives markets on the BM&FBOVESPA.

It excels in providing investment and economic analyses to clients, and covers a broad universe of companies and sectors. It also represents in Brazil non-resident investors in the financial and capital markets, for the administration of investment clubs and for custody services for non-institutional companies and individuals.

The Direct Treasury Program allows individuals to invest in federal government securities over the Internet, by simply registering at Bradesco Corretora via the website www.bradesco.com.br, in the Investments section.

In September 2009, Bradesco Corretora received from the BM&FBOVESPA, through its Operational Qualification Program, the 5 Qualification Seals in the BM&F Segment (commodities and futures), which ratify the excellence and security offered by its operations in the futures market.

R\$ 77.809 billion in financial trading volume on the stock market of the BM&FBovespa in 2009, corresponding to 3,466,477 orders to buy and sell stock provided to 161,867 investors.

4,185 million contracts traded on the derivatives market of the BM&FBovespa, for financial trading volume of R\$ 364,238 billion.

R\$ 28.160 billion in financial trading volume via the Home Broker Internet trading system, corresponding to 2,349,404 orders to buy and sell stock.

78,146 clients registered in the Fungible Custody Portfolio at year-end 2009.

Ágora Corretora de Títulos e Valores Mobiliários S.A.

With a highly qualified and experienced team, Ágora Corretora handles all types of operations on the BM&FBovespa, specializing in equity investments and products tailored to the various investor profiles, as well as investment funds, direct treasury services, investment clubs and managed portfolios. Since 2002, it is the market leader in online stock trading services to individuals (Home Broker).

The relationship with its clients is marked by intense interactivity, which includes daily forums, chats and video chats on a variety of issues involving the stock market. Through the site www.agorainvest.com.br, clients gain access to exclusive content, such as sector and company reports, recommended portfolios and extensive programming on Ágora TV, where its team of economists provides daily analyses of the market openings and closings in Brazil, the United States and Europe, as well as programs on company analyses and interviews with representatives of major corporations.

R\$ 73.274 billion in financial trading volume handled by the Home Broker system, corresponding to 1,840,039 orders to buy and sell stock.

Overseas Brokerages (Bradesco Securities, Inc. and Bradesco Securities UK Limited)

Bradesco Securities, Inc. in New York provides services to clients in the U.S. market and Bradesco Securities UK Limited based in London provides services to clients in the European market involving stock brokering through ADRs, as well as shares listed on the local stock exchanges. They also operate as broker-dealer in the distribution of public and private securities to international investors.

Private Banking

Individual clients with at least R\$ 2 million to invest receive customized services provided by highly qualified and specialized

professionals, as well as an exclusive line of products and services that are complemented by special advisory services in the area of asset allocation, tax issues and succession.

12. Corporate Governance

With a prominent presence in the capital markets, Bradesco stock has been listed on Brazilian exchanges since 1946, just over three years since the company's founding. In 2001, its shares began trading on the New York Stock Exchange (American Depositary Receipts – ADR Level II) and on the Madrid Stock Exchange (Latibex), and in the same year it voluntarily adhered to the requirements of the Level 1 Special Corporate Governance Segment of the BM&FBOVESPA - Securities, Commodities & Futures Exchange.

The Fiscal Council, a non-permanent body, has been installed on an annual basis since 2002. The Annual General Meeting held on March 10, 2009 resolved to maintain the body, which is composed of three members and three alternate members, with terms of office lasting until 2010 and one member and one alternate member selected by the preferred shareholders.

In line with corporate governance best practices, in addition to 100% tag-along rights for common shareholders and 80% rights for preferred shareholders, Bradesco maintains an attractive Dividend Policy, guaranteeing a mandatory minimum dividend of 30% of adjusted net income, which is higher than the minimum percentage of 25% established by Federal Law 6,404/76. The preferred shares also assure their holders dividends 10% higher than the level attributed to the common shares. In recent years, the Bank has paid out percentages above the mandatory level of 30% provided for by its Bylaws.

Its Policy for Related Parties Transactions consolidates the Company's procedures for transactions involving related parties, in accordance with the rules issued by regulatory agencies and seeking transparency in the process. The Policy for Disclosure of Material Events or Facts and the Policy for Trading in Securities Issued by Bradesco establish the highest standards of conduct for, primarily, its controlling shareholders and administrators.

In line with the guidelines of the Human Resources Management Policy, and with the objective of developing and enhancing the technical and personal capacities of its executives in order to ensure the continuous improvement of management processes, giving executives the knowledge they need and encouraging them to disseminate this knowledge throughout the organization, the Advanced Development Program was created in 2009, through which Bradesco provides leave to executives so that they can study for six months at top universities abroad.

During the period:

- the Manual for Participating in General Meetings of Shareholders was made available;
- the following Executive Committees were created:
 - Risk Management of Grupo Bradesco Seguros and Previdência;
 - Prevention of Money Laundering and Terrorism Financing of Bradesco S.A. Corretora de Títulos e Valores Mobiliários;
 - Operational Affairs of Banco Bradesco BBI S.A.;
 - Human Resources and People Management;
 - Operations of Bradesco Corporate, Middle Market, Foreign Exchange - International Area, BBI and Brokerage;
 - Credit Operations of Banco Bradesco Cartões S.A.; and
 - Information Technology of Banco Bradesco Cartões S.A.
- the Code of Ethical Conduct of Financial and Capital Market Professionals and the Code of Ethical Conduct of Accounting and Financial Management Professionals were reformulated, and the Code of Ethical Conduct of Grupo Bradesco Seguros and Previdência was instituted.

In addition to the AAA+ rating attributed by *Management & Excellence*, making Bradesco the first Latin American banks to obtain the highest rating in the area of corporate governance, and the AA rating (Corporate Governance Best Practices) granted by Austin Rating, the Bank also became the first Brazilian company to receive, in 2009, the Golden Peacock Award for Excellence in Corporate Governance of the Institute of Directors in India, which recognizes transparency and excellence in corporate governance.

In accordance with CVM Rule 381, during the fiscal year, the Bradesco Organization neither contracted from nor rendered services to PricewaterhouseCoopers Auditores Independentes that were not related to the external audit in an amount exceeding 5% of the total cost of this audit. The policy adopted is in line with the principles of preserving the auditor's independence, which are based on generally accepted international criteria, i.e., the auditor should not audit its own work, perform managerial duties at his client or promote its interests.

With the issue of CVM Rules 480 and 481 of December 7 and 17, 2009, respectively, Bradesco is adjusting its rules for providing Regular and Eventual Information and will disclose them to the market within the established time period.

12.1. Internal Controls and Compliance

Based on a policy defined and approved by the Board of Directors, the Organization also maintains up-to-date all components of the internal controls system in order to mitigate the potential losses caused by its risk exposure and to strengthen its corporate governance processes and procedures. The structure of the staff, with their absolute dedication, combined with the investments in technology and training, confirms that Bradesco's management of internal controls and compliance are effective, comply with the regulatory requirements and is aligned with international standards.

The Organization's process and system flows are continuously reevaluated and tests to measure the effectiveness of existing controls are regularly conducted. The effort enjoys the full involvement of the Bank's various areas, the Internal Controls and Compliance Committee and the Audit Committee, and generates reports that are submitted to the Board of Directors. This process is in line with the principal control frameworks, such as the Committee of Sponsoring Organizations of the Treadway Commission (COSO) and the Control Objectives for Information and Related Technology (COBIT), which encompass the business and

technology aspects, respectively, and also complies with the requirements of the Public Company Accounting Oversight Board (PCAOB) and of Section 404 of the Sarbanes-Oxley Act in the United States.

In compliance with Section 404 of the Sarbanes-Oxley Act, the design of the processes is adequate, with risks identified and controls evaluated. The compliance tests conducted did not identify any deficiencies compromising certification in the report dated December 31, 2008 that was filed at the Securities and Exchange Commission (SEC) in June 2009 jointly with the corresponding financial statements in US GAAP.

For the certification for fiscal year 2009, the tests already conducted have not identified any deficiencies that could jeopardize certification of the internal controls.

It is important to highlight the benefits at the corporate level from complying with above-cited law, which include disseminating the importance of a culture of control, improvements in the quality of operating and administrative processes, the robustness of the associated controls and improvements in requirements aimed at maintaining corporate governance best practices.

Prevention of Money Laundering and Terrorism Financing

The Organization maintains specific policies, processes and systems to prevent and/or detect the utilization of its structure, products and services for money laundering purposes or to finance terrorism. Meaningful investments are made in employee training, with programs in various formats, including informative brochures, videos, e-learning courses and on-site lectures for areas requiring these activities.

A multi-departmental commission evaluates the relevance of submitting suspicious or atypical cases to the proper authorities, regardless of whether the transaction has actually been made.

On a quarterly basis, the Executive Committee to Prevent Money Laundering and Terrorism Financing hold meetings to evaluate the progress of works and the need to adopt new measures, with a view to aligning the Organization's Program to Prevent Money Laundering and Terrorism Financing to the rules issued by regulatory agencies and the best national and international practices.

Information Security

Composed basically of a set of controls involving security procedures, processes, organizational structures, policies and rules, Information Security seeks to protect data with respect to its confidentiality, integrity and availability.

The effective protection of information assets, which comprises databases, IT environments, documents, files, backup copies, controlled access to systems and data, and protection for data generation and transfer, as well as security management tools, are outlined in Bradesco's Information Security Policy and Rules.

With the objective of maintaining the full compliance of internal controls and information systems, training and awareness programs and policy and rule reviews are implemented regularly, seeking the complete protection of restricted data and customer account data.

The Corporate Security Executive Committee, a non-statutory and permanent body with deliberative powers, meets on a quarterly basis to examine and approve guidelines, policies, measures and orientations that support the processes and procedures concerning Information Security at the Bradesco Organization.

12.2. Information Disclosure and Transparency Policies

To enhance its relationship with the market and provide it with as much transparent and quality information as possible, Bradesco distributes on a monthly basis the newsletter *Cliente Sempre em Dia*, with circulation of 400 thousand copies; on a bimonthly basis the publication *PrimeLine*, with circulation of 186 thousand copies; on a quarterly basis the newsletter *Acionista Sempre em Dia*, with circulation of 39 thousand copies; and the periodicals *Revista Bradesco*, with circulation of 25 thousand copies. Each year Bradesco also publishes its Management Report and Sustainability Report, and also publishes on its investor relations website www.bradesco.com.br/ri the Economic and Financial Analysis Report, which is a detailed compilation of the data most requested by its specialized readership.

12.3. Investor Relations – IR

Responsible for directly relating with individuals and companies in Brazil and abroad, the Investor Relations Department plays a fundamental role at Bradesco. Its transparency is beneficial for the market, enabling investors to form accurate assessments of the Bank, as well as for the company itself, which gains important insights into the opinions and performance of the financial community.

Shareholders, investors and market analysts can go to the Portuguese or English versions of the Investor Relations website at www.bradesco.com.br/ri to receive clear, timely and comprehensive information, which includes company profile, historical data, ownership structure, management reports, financial results, API MEC meetings, as well as other information of interest to the financial market.

To better disclose the Bank's performance during the year, 18 meetings sponsored by the Capital Market Professionals and Investors Association (Apimec) and the National Investors Institute (INI) were held during the year, of which 6 were broadcast live over the Internet, with these webcasts attracting a total of 18 thousand visitors.

An innovation in Brazil, Bradesco held the country's first video chat to disclose its 2Q09 results. Also during the year, the Investor Relations Department held 160 internal and external meetings with analysts, 59 conference calls and 18 events abroad, and communicated 4,924 times with investors via the Fale com o RI (Contact the IR Department) service available on the website.

12.4. Bradesco Ombudsman

A natural evolution of Alô Bradesco (Hello Bradesco), a pioneering service created in April 1985, the Ombudsman Department created in 2005 features a dedicated director who serves as ombudsman to establish an open and direct dialogue with clients and users. The service also helps the Bank take more decisive action when defining its relationship

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



MANAGEMENT REPORT

strategies, underscoring its commitment to customer satisfaction and understanding trends in order to quickly implement procedures that are more compatible with new market demands. The Ombudsman responds to manifestations received via the Central Bank of Brazil, the consumer protection agency Procon, the press, letters and telephone.

Alô Bradesco was the first communication channel with the general public in the financial market, and five years before the issue of the new Consumer Defense Code was already effectively handling clients' complaints and suggestions.

322,792 contacts registered in 2009.

13. Integrated Risk Management

The Bradesco Organization considers the integrated management and control of risks essential to its activities, using it to add value to its business by helping commercial areas plan their activities and maximize the use of own and third-party funds to benefit shareholders and the company.

The Bank approaches integrated risk management and control on an integrated basis, drawing on support from the various Statutory and Executive Committees. This approach promotes the continuous enhancement of controls and minimizes the existence of faults that could jeopardize the accurate identification, classification, evaluation and mitigation of risks.

13.1. Credit Risk

In line with best practices, credit risk management is a continuous and evolutionary process of mapping, measuring and diagnosing the models, instruments, policies and procedures in place, and requires a high degree of discipline and control when analyzing the operations carried out in order to preserve the integrity and independence of processes. The policies adopt special procedures for aspects such as concentration, approval, collateral and terms in order to not compromise the expected portfolio quality.

13.2. Market Risk

In accordance with the recommendations and rules of regulatory agencies, and in line with the best methodologies and models used in local and international markets, market risk is carefully monitored, measured and managed. The market risk management policy is conservative, with the limits for risks, results and exposure determined by senior management monitored daily on an independent basis.

13.3. Liquidity Risk

Liquidity risk management seeks to control the various mismatches in the settlement terms of rights and obligations, as well as the liquidity of the financial instruments used to manage the operations. Therefore, the liquidity policy approved by senior management involves the daily monitoring of the composition of available funds, the observance of the minimum liquidity level and the contingency plan for stress situations.

13.4. Operational Risk

The Organization, based on the dissemination of culture, availability of tools, disclosure of policies and implementation of corporate methodologies, considers the management of operating risk indispensable for creating value and obtaining qualification for an advanced model aimed at strengthening management practices and increasing operating efficiency.

13.5. Management of Business Continuity

The process of managing business continuity is dealt with on a corporate-wide basis and involves the activities that are essential to the Organization's operations. This management is based on preparing plans that use methodologies and tools to formalize the actions to be adopted that will assure the recovery and continuity of business processes during crisis situations, in turn preventing or minimizing financial losses for the Organization, its clients and stakeholders.

13.6. Risk Factors and Critical Accounting Policies

Bradesco discloses risk factors and critical accounting practices, in accordance with international best practices in transparency and corporate governance and with US GAAP. These factors include the potential political and economic situations in local and international markets that could directly impact the day-to-day operations, and consequently the Bank's financial situation.

14. Intangible Assets

Bradesco's market capitalization based on its stock price at the end of the fiscal year was R\$ 103.192 billion, which corresponds to 2.47 times its book value of R\$ 41.754 billion. The sharp appreciation in the year of 57.90% reflects the market recovery and was driven by the gain in intangible assets, which, although not reflected on the balance sheet, are perceived and assessed by investors.

Bradesco's strategic planning always seeks the best results, taking into account for the setting of realistic goals: the value of the Bradesco brand; the best practices for corporate governance and culture; the scale of its businesses; the many relationship channels that exist between the various publics and the Organization; an innovative information technology policy; the broad diversification of its products, services and solutions and the coverage and reach of its Customer Service Network, which is present in 100% of Brazil's municipalities, as well as overseas; a dynamic and responsible policy for its social and environmental responsibility; a robust human resources policy that: a) provides a more solid relationship among all employees and consequently increases the level of mutual confidence; b) indicates the opportunities for valuing professionals and their development; c) substantially reduces the staff turnover rate and associated costs; and d) cultivates, at all levels, a long-term vision, which is inherently linked to sustainability.

14.1. Bradesco Brand

The Bradesco brand was considered the world's 12th most valuable brand in the banking industry, based on a study conducted by the international consulting firm Brand Finance published in the special edition of The Banker magazine "Top 500 Global Financial Brands 2009", which also ranked Bradesco the world's 5th most valuable brand among retail banks. Bradesco was also considered the most valuable

brand in Brazil for the third straight year by the specialized consulting firm BrandAnalytics/Millward Brown, based on a study conducted for the magazine IstoÉ Dinheiro. Bradesco was also the first and only Brazilian brand on the list of the 100 most valuable brands in the world compiled by the *Financial Times*. Bradesco also was the only bank to figure among the 10 Most Recognized Brands in Brazil, which was based on a survey conducted by Superbrands and sponsored by Brand Finance.

14.2. Human Resources

Motivation, qualification and commitment are the virtues that guide the Human Resources Management Policy of the Bradesco Organization, which confers vital importance to its human capital, regularly developing training and qualification programs for its professionals, which comprise 68,962 employees at Banco Bradesco and 16,110 employees at subsidiary companies. The training courses focus mainly on operating, technical and behavioral areas, seeking to serve all professionals' with the same quality standard, with the goal of offering diversified services marked by excellence.

Teams of specialized instructors supported by a robust infrastructure further the pursuit of knowledge in issues related to the needs of the market, the economic environment and the demands posed by technological advances.

TreiNet, which is the name of Bradesco's e-learning training methodology, is an important and comprehensive initiative that allows the Organization's employees to gain knowledge through distance learning. Since its creation in 2000, the training program has been used over 4.700 million times.

To keep abreast of the latest developments, managerial development programs are also administered through specialization courses, including at the graduate level, in the fields of economics, business administration and law, in partnership with consultancies, universities and business schools.

At the end of the year, the assistance benefits aimed at improving the quality of life, wellbeing and safety of employees and their dependents benefited 184,711 lives. These included:

- Healthcare plans;
- Dental plans;
- Private pension and retirement plans;
- Group life and personal accident insurance; and
- Group auto insurance.

An organizational atmosphere marked by enthusiasm that is situated in an ethical and healthy environment that preserves and values interpersonal relationships has a direct impact on the results obtained. Bradesco was one of the "Ten Best Companies to Work For" and the "Best Bank to Work For in Brazil, in the Large Company category, according to *Guia Você S.A. Exame - As Melhores Empresas para Você Trabalhar 2009* (Você S.A. Exame Guide - The Best Companies to Work for in 2009). The Bank has figured in this ranking in each of the last ten years. It also ranked among the "100 Best Companies to Work for in Brazil" for the 10th straight year, according to a survey conducted by the magazine *Época* and based on the evaluation of the Great Place to Work Institute. Bradesco was also recognized as one of the Best Companies for Executives in Brazil. Bradesco was further recognized by being included among the 10 Best Companies in the Organizational Human Development Index of the magazine *Gestão & RH*.

The Bank was also selected the second best company with over 4,000 employees in people management by the magazine *Valor Carreira* published by Valor Econômico. Bradesco was also the only bank to receive the Diversity Seal, which recognizes public, private and civil society companies that develop programs, projects and actions to promote and value ethnic, gender, cultural and other types of diversity in their work environments and community. Bradesco is one of the 12 Best and Biggest Companies to Work For in Brazil, according to the December 15 issue of the newspaper *O Estado de S. Paulo*, which recognized the largest organizations among the 100 winners of the award granted in August 2009 by the Great Place to Work, a consultancy specializing in corporate environments.

R\$ 86.784	million invested in training programs, with 2,016,868 individual training events.
R\$ 661.650	million invested in the Food Program, with the supply each day of 104,687 meals and 124,955 meal vouchers.
4.122	million medical and hospital service events.
578,001	dental service events during the year.

Internal Communications

The policies, guidelines and operational procedures that must be adopted by the Organization's employees are communicated through notices, ensuring that everyone remains up-to-date on how to handle the day-to-day operations and situations.

Employees also have access to Bradesco's Intranet, an instrument that should only be used to perform work-related activities, always observing the security criteria, which are set forth in the Information Security Corporate Policies and Rules, as well as the Rules and Procedures for Using and Accessing the Intranet.

Always objective and consistent, TV Bradesco is an important instrument for educating, integrating and motivating employees, who receive information on strategic positioning, concepts and, most importantly, the Organization's values and achievements. They also receive *Revista Interação* (Interaction Magazine), which is delivered to each employee, and the daily newsletter *Sempre em Dia* (Always Up-to-Date). Both publications are available in digital format on the Bank's Intranet.

In June 2009, the CEO Blog was created as an internal and interactive channel to promote the exchange of information and opinions between employees and the CEO's office. The blog discusses issues of particular importance to the Organization and the country and is accessed via the Intranet.

14.3. Information Technology

Information technology is a factor of strategic importance to the Bradesco Organization, which is constantly modernizing its technological platform, adopting innovative initiatives and infrastructure solutions that impart greater security, speed and convenience to transactions. Financial

services are the result of the proper treatment and preservation of information that is transformed into products and services.

Guided and backed by the best practices and contingency plans, the IT infrastructure boasts central computer processing capacity of more than 170,000 Mips (million instructions per second), as well as over 5,972 corporate servers and data storage capacity of close to 2 petabytes (2.25 quadrillion characters). Each day an average of 188 million transactions are processed, with availability remaining above 99.87%. The management of this environment aims is to transform the complex into the simple and manageable, while maintaining the low operating risk and scalability needed to support the Bank's growth.

In 2009, the IT Enhancement Project, which was launched in 2003 to prepare the Bank's IT infrastructure for the coming decades, concluded 25 of its 28 actions. The largest of these, the construction of the New System Architecture, is expected to be concluded within the next two years. The results that are already apparent include greater operational flexibility, speed and simplicity, assuring that the Bank's technological applications are fully aligned with benefiting its business and offering high-quality products and services to customers.

In addition to supporting the Bank's operations, remaining at the forefront of innovation in information technology ensures the loyalty and satisfaction of customers, who come to rely on the latest technology and the best products and services.

R\$ 2.827 billion invested in maintenance, expansion and innovation in the year.

15. Marketing

Presence. This summarizes the strategic positioning adopted by Bradesco in 2009 for its communication. The company's campaign highlighted the Organization's commitment to Brazil and its people, and the important role it plays in the country's economic and social development. The campaign also showcased the Bank's presence in people's daily lives, whether through its close and lasting relationship with clients, offering them financial products and services that facilitate their lives, or through the thousands of service points, which include the Branch Network, Bradesco Expresso and Banco Postal, as well as the Convenience Channels, such as Fone Fácil, Internet Banking, Bradesco Celular and others.

With the inauguration of the Advanced Service Branch - PAA in Novo Santo Antônio, Mato Grosso, the Bradesco Organization is now present in 100% of Brazil's municipalities. This marked an unprecedented and extremely important accomplishment that consolidates the coverage and universalization of banking services, further bolstering the value of the Bradesco brand. Also guided by the concept of Presence, Bradesco produced a series of films portraying how each Brazilian, in their respective job or industry, contributes to the development and prosperity of a successful society.

In the cultural area, the Bank now has a theater that bears its name, the Teatro Bradesco. The theatre is a contemporary design that promotes the dramatic arts in Brazil to the highest levels of theatrical quality, technical resources and comfort, definitively putting the country on the route of major international productions. With the objective of fostering culture, Bradesco continued its Prime Arts project, which brings together all of the performances sponsored and supported by Bradesco Prime. The program aims to recognize talent and value culture as elements of citizenship, democratizing access to development and information.

Bradesco, a sponsor of the Brazilian Olympic Committee, has from the start supported the bid by the city of Rio de Janeiro to host the 2016 Olympic Games. Through this initiative, the bank not only establishes a bond between sports and culture, which represent pathways to social inclusion, but also demonstrates its passion for sports alongside all Brazilians.

For the 14th consecutive year, Grupo Bradesco de Seguros e Previdência erected its Christmas Tree in the city of Rio de Janeiro. Strategically located on the Rodrigo de Freitas Lake, the tree is already part of the city's calendar of tourist attractions. In line with the principles of social and environmental responsibility, the tree's lights were powered by a biodiesel generator.

461 regional, industry and/or professional events held nationwide, including trade fairs, seminars, congresses and cultural/community events, that received Bradesco's support in 2009.

16. Sustainability at Bradesco Organization

Social and environmental responsibility is an integral part of the history of the Bradesco Organization, which since its founding 66 years ago has worked continually to promote the universalization of banking services. With the creation of Fundação Bradesco in 1956, it developed a model for free private education to children and youths, demonstrating that a company's corporate responsibility extends far beyond its business activities.

Aware of its presence in the daily lives of Brazilians, in 2007, the Organization created the Banco do Planeta, which will organize its socio-environmental initiatives into three main pillars: sustainable finances, responsible management and socio-environmental investments. Through this initiative, the Bank strengthens its foundation to support the demands of its various stakeholders, and reaffirms its commitment to the sustainability of its business, to acting responsibly and to investing in initiatives that promote the wellbeing of society and respect for the environment.

With the aim of reducing environmental impacts and operating costs, the Organization maintains an Eco-efficiency Program that manages the consumption of natural resources and materials, the disposal of waste and the emission of greenhouse gases. Moreover, it was the first company in the financial sector to receive the ISO 14064 certification, which involves quantifying and reporting the emission and removal of these gases. The Bradesco building located on Avenida Paulista in the city of São Paulo holds ISO 14001 certification, which is awarded to companies with proven environmental management practices.

Since 1989, the Bank has invested R\$ 85,862 million in projects to protect the Atlantic Rainforest biome, and has helped plant 28,120 million trees in partnership with the SOS Mata Atlântica Foundation. The funds come from the sale of products such as credit cards, savings bonds and

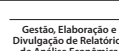
Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



MANAGEMENT REPORT

auto loans, as well as from donations. Bradesco is also the co-founder of Fundação Amazonas Sustentável, an entity that contributes to the sustainable development and preservation of the Amazon Rainforest.

A signatory to the UN Global Compact and the Equator Principles, the Bank also supports the Millennium Development Goals and was the first Latin American institution to join the Financial Coalition Against Child Pornography.

Bradesco is the first financial institution in the Americas to receive the SA8000® Standard, which is a certification of good social responsibility practices granted by Social Accountability International. The Bank also received the OHSAS 18001 Occupational Health and Safety certification, which recognizes workplace conditions that contribute to a safe and healthy workplace.

In 2009, nearly 10 thousand of the Organization's employees took part in volunteer initiatives, such as the Social Marathon, which benefitted 1,932 people, and the Institutional Campaigns, which collected over 76 thousand articles and performed 1,721 actions. At the portal www.voluntariosbradesco.com.br, Bradesco employees receive information on the various initiatives to benefit society that are organized by the Bradesco Volunteer Program. The Bank also supported initiatives such as the Telethon, a TV marathon aimed at collecting funds for the Handicapped Children Assistance Association (AACD), and for Fundação Dorina Nowill, which fosters the social inclusion of visually impaired people.

Bradesco is a component of the Dow Jones Sustainability Index on the New York Stock Exchange and the Corporate Sustainability Index (ISE) on the BM&FBOVESPA. The Bank also enjoys a AAA+ rating in the Sustainability Rating conducted by Management & Excellence, a renowned Spanish research and rating company.

The Bank also held seven meetings with its suppliers of products and services in a wide array of segments, with the objective of disseminating and raising awareness on the importance of a culture of social and environmental responsibility to over three thousand suppliers, of which 1,033 are employees.

The website www.fornecedoresbradesco.com.br, which was launched in 2009 to strengthen the Bank's communication with its suppliers, discloses criteria and processes, reinforcing the importance of the involvement of this public.

The details of these actions and more information on Bradesco's sustainability strategy can be found in the 2009 Sustainability Report, which is available on the Socio Environmental Responsibility website at www.bradesco.com.br/rsa.

Fundação Bradesco

One of the Organization's pioneering social investment initiatives created 53 years ago, Fundação Bradesco is one of the world's largest private school systems offering high-quality education at no charge. More than 2.288 million students have studied since the foundation's inception at its 40 schools, which are located in all of Brazil's states, including the Federal District, particularly in socially and economically needy regions. When combined with the other on site and distance courses offered, this figure rises to more than 3.452 million.

In 2009, Fundação Bradesco exceeded 431 thousand educational events in the several segments in which it operates, of which 108,825 represented students served at the Foundation's own schools in the following areas: Basic Education (Kindergarten to High School); Vocational Training - High School; Youth and Adult Education; and Preliminary and Continuing Vocational Training. Meanwhile, more than 320 thousand educational events were administered at its virtual school, e-learning portal and Digital Inclusion Centers (CIDs). The 50 thousand students enrolled in the Foundation's basic education system were also assured, at no charge, uniforms, school supplies, meals, medical and dental assistance.

The pass rate at Fundação Bradesco schools averaged 95.50% over the last five years, which is in line with the best international parameters.

Kindergarten represents an important transition period, during which children, with various encouragements, take their first steps towards living in society. In this light, Fundação Bradesco expanded its focus on kindergarten-aged children, offering more than 1,700 openings to 5-year-old students at 23 of its own schools. The Foundation expects to offer another 489 openings in 2010, with additional investments of R\$ 3.885 million.

Through the Educa + Ação Program, which was created in partnership with Banco Bradesco, Fundação Bradesco shares the positive results it has achieved with the public school system, where it replicates its educational experience, teaching methods and proprietary teaching materials. In Vale do Ribeira, the number of schools benefitted increased from 14 to 53 in 2009. The activities were also expanded to the cities of Ivinhema and Angélica, Mato Grosso do Sul state, and in the city of Embu in Greater São Paulo, bringing the total to 3 thousand students benefitted at 61 schools in 11 cities.

Certain that education is the most certain path to the full exercise of citizenship and essential to the country's development, Fundação Bradesco offers training and vocational courses to employees, at a variety of levels. More than 100 different courses are offered, with flexible and customized curriculums that prepare students to start up their own business or to take advantage of better jobs and opportunities in the market. For example, the courses in the areas of printing technology, farming and ranching, business administration, information technology, fashion, leisure and development expand the ties with regional markets and the specific interests of communities.

For the seventh straight year, National Volunteer Action Day, held on March 15, mobilized some 31 thousand volunteers from all of the Foundation's units. These individuals performed over 1.665 million services in the areas of citizenship, education, leisure, sports and the environment at more than 225 sites, which included Fundação Bradesco schools, schools in the public school system and the Digital Inclusion Centers (CIDs).

With the support of the MIT Media Lab, the research center of the Massachusetts Institute of Technology (MIT), Fundação develops projects to integrate technology and social issues. Another important project is D-Lab (Development Laboratory), through which students from MIT, the University of São Paulo (USP) and Fundação Bradesco work together

to implement technologies in the indigenous community of Javaés, in Canuanã, Tocantins.

Another innovative program was the Program to Promote Computer Use by the Visually Impaired, which was created in 1998 and has already trained 10 thousand individuals in the last ten years.

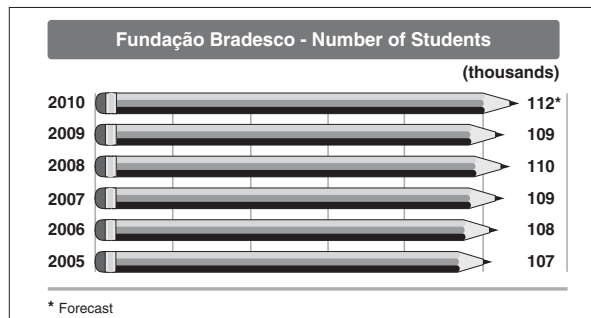
Through the e-learning portal Escola Virtual, Fundação Bradesco expands the services offered at its 40 schools located in all of Brazil's states and the Federal District to other locations, maintaining a presence in 38% of Brazil's municipalities. During the fiscal year, more than 200 thousand educational events were offered. Communities located near the schools also enjoy access to educational technology and digital inclusion through the foundation's 109 Digital Inclusion Centers (CIDs).

Aware of the importance of education for sustainability, Fundação Bradesco develops educational initiatives in various areas, such as: the environment, finance and taxes, labor and consumption, sexuality and personal care, drug abuse and responsible use of the internet. These programs draw on the support of various partners specializing in preparing educators and educational materials, which include: Canal Futura, SOS Mata Atlântica, Military Police, BM&FBOVESPA S.A. - Futures and Commodities Exchange, Federal Revenue Service and others.

Fundação Bradesco's funding comes mainly from it being a shareholder in Bradesco, which represents a unique way to distribute the wealth generated by the Bradesco Organization. In turn, this investment supports initiatives with proven effectiveness in improving quality of life of the communities where the foundation operates, making it a "socially responsible investment" in the very best sense of the term.

R\$ 237.760 million in investment by Fundação Bradesco in 2009, with investment of over R\$ 260 million expected in 2010 to finance more than 660 thousand educational events, 11,890 to students enrolled at own schools (in basic education and courses for youths, adults and professionals) and more than 550 thousand educational events in other on-site and distance courses through the Escola Virtual and the Digital Inclusion Centers (CIDs). Over the last ten years a total of R\$ 3.218 billion was invested.

R\$ 112.476 million in other investments made in 2009 by the Bradesco Organization in social projects focusing on education, arts, culture, sports, health, sanitation, combating hunger and food safety.



Bradesco Sports and Education Program

The Bradesco Organization launched its Sports and Education Program (former Finasa Esportes) over 21 years ago, which has 38 Training and Specialist Centers for teaching volleyball and basketball, which are located at the Fundação Bradesco units in Osasco, São Paulo, and in public schools and sports centers in the municipality.

The Program currently assists some 2 thousand girls aged from 9 to 18, reinforcing the commitment to defend a country that is ever more accepting of valuing talent, effort and the full exercise of citizenship, and integrating the elements of health, sports and education.

17. Recognition

Ratings – In 2009, Bradesco received the highest ratings attributed to Brazilian banks from domestic and international ratings agencies.

- Moody's Investors Service raised the Bank's long and short-term foreign currency deposit ratings from Ba2 to Baa3 and from Not Prime (NP) to Prime-3 (P3), respectively, as well as upgrading its long-term foreign currency debt rating from Baa3 to Baa2, underlining the institution's capacity to honor its commitments;
- Fitch Ratings also confirmed Bradesco's long and short-term foreign currency issuer default ratings (IDR) in foreign currency at BBB and F2, respectively, and its long and short-term local currency IDR at BBB+ and F2, respectively;
- Standard & Poor's confirmed the Bank's long-term domestic and foreign currency rating as BBB, regarded as investment grade;
- Rating and Investment Information (R&I), one of Japan's largest rating agencies, maintained the Bank's foreign currency issuer rating at BBB-, upgrading the outlook to positive;
- Austin Rating confirmed Bradesco's short-term A-1 rating, the highest investment grade classification on this scale, reflecting its excellent capacity to pay its short-term obligations in comparison with other issuers; and
- BRAM – Bradesco Asset Management received an MQI rating from Moody's Investors Service, the highest international investment management quality grade, underlining its outstanding management and control systems.

Rankings – In 2009 Bradesco was honored by several important domestic and international publications.

- The Bradesco brand was rated the 12th most valuable in the world in the banking sector, according to a study prepared by the specialized consulting firm Brand Finance and published in the 2009 Top 500 Global Financial Brands, a special edition of *The Banker* magazine, which also named Bradesco as the 5th most valuable brand in the world among retail banks;
- Chosen by *Global Finance* magazine, which specializes in international finance, as the best institution in treasury operations in Latin America in the Best Provider of Money Market Funds In Latin America category;

The Bradesco brand was voted the most valuable in Brazil for the third consecutive year in a survey conducted by the specialized consulting firm BrandAnalytics/Millward Brown for *IstoÉ Dinheiro* magazine. The result ensured Bradesco a place as the first and only Brazilian brand in the top 100 most valuable brands in the world according to the *Financial Times*;

Winner in the Best Initiatives for Combating Air Pollution and Best Initiatives for Preserving Flora and Fauna categories in the third edition of the *Prêmio Brasil de Meio Ambiente* (Brazilian Environment Award), organized by Editora JB, publisher of the newspaper *Jornal do Brasil*;

Recognized as the best Private Banking company in Brazil for the second consecutive year by *Euromoney* magazine, one of world's most respected specialist international finance publications;

Largest Brazilian company in terms of intangible assets listed on the BM&FBOVESPA, according to a study by IAM – Intangible Asset Management Consulting in association with *The Brander* magazine and the consulting firm Brand Finance;

Most profitable bank among Latin American and U.S. banks, with a 1.20% return on assets, according to a survey conducted by the consulting firm Economática;

Rated best Brazilian bank by *Fortune* magazine and 148th in the Fortune 500 rankings, disclosed in 2009;

The only bank among the 25 Most Innovative Brazilian Companies in the annual rankings of *Época Negócios* magazine, drawn up in association with the Innovation Forum of the Fundação Getúlio Vargas Business Administration School in São Paulo and the Great Place to Work Institute;

Voted Company of the Year, Best Bank, Best Insurance and Private Pension Plan Company and Best Health Sector Company in the *Melhores da Dinheiro* Yearbook, based on a survey by *IstoÉ Dinheiro* magazine which analyses the top 500 companies in the country and elects the best in each sector;

For the seventh time, Bradesco appeared in *INFO Exame* magazine's 100 Most High Tech Companies in Brazil rankings, which awards those companies in the forefront of information technology;

Bradesco Seguros e Previdência was rated the largest insurance group in Brazil, according to the ranking of the 2009 *Valor 1000* Yearbook rankings, published by the newspaper *Valor Econômico*; and

Bradesco Seguros e Previdência was recognized for the second consecutive time as the best insurance company in South America by the British magazine *Word Finance*.

Awards – The Organization won 103 awards from independent sources in 2009 in recognition of the quality of its products and services:

- First Brazilian company to receive the 2009 International Golden Peacock Global Award for Corporate Social Responsibility, give to companies with the best corporate social-environmental responsibility policies;
- Winner of the 11th ABRASCA Award for the Best Annual Report in 2008 in the publicly held companies category, promoted by ABRASCA – Brazilian Association of Publicly Held Companies;
- Winner of 29 cases in the internet banking, people management, BPM project, ATM and data center categories in the *Prêmio Efinance 2009* (2009 E-finance Award), granted by *Executivos Financeiros* magazine; and.
- Bradesco was recognized as one of the leading companies in monitoring and reducing the environmental impacts of its activities by receiving the *Prêmio Época Mudanças Climáticas 2009* (2009 Época Climate Change Award) from *Época* magazine.

Certifications

ISO 9001 Certification – By the end of 2009, 211 of the Organization's products and services had been granted this distinguished quality certificate, underlining its determination to ensure that all its initiatives are based on practicality and convenience for clients and users.

GoodPriv@cy – Data Privacy and Protection Seal – 15 of Bradesco's products and services gave received this quality seal, which guarantees that management systems have adopted internationally established data protection and privacy standards.

SA 8000 Certification – This certificate recognizes respect for employees and working relations, children's rights and the fight against child labor, and a safe and healthy workplace.

ISO 14001 Certification – ISO 14001 recognized respect for the environment, especially initiatives for reducing the generation of solid waste from construction works and input consumption. Bradesco was the first financial institution in Brazil to receive this certification.

ISO 14064 Certification – This Certificate is granted for maintaining high standards of greenhouse gas emission quantification, monitoring, checking and validation.

OHSAS 18001 Certification – Certifies occupational health and safety standards, such as those related to ergonomics, accident prevention and quality of life.

ISO IEC 27001 Certification – Certifies the information security management system.

ISO 14001, OHSAS 18001 and SA 8000 Certifications were granted to the Bradesco Building on Avenida Paulista in São Paulo; SA 8000 certification was also granted to the entire Cidade de Deus complex in Osasco.

Given its results in 2009, the Bradesco Organization feels renewed confidence in the future. Thanks to a series of concrete initiatives geared towards innovation, prudent investments and increasing its market presence, as well as improving its products and services and operating efficiency indicators, always underpinned by constant optimism, it is helping construct a just and responsible nation.

Cidade de Deus, January 27, 2010.

**Board of Directors
 and Board of Executive Officers**

(*) Excluding the mark-to-market effect of available-for-sale securities on shareholders' equity.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
 Divulgação de Relatórios
 de Análise Econômica
 Financeira e Demonstrações
 Financeiras Consolidadas
 da Organização Bradesco



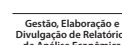
BALANCE SHEET AS OF DECEMBER 31 - R\$ thousand									
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED			BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008		2009	2008	2009	2008
ASSETS					LIABILITIES				
CURRENT ASSETS.....	324,048,810	305,503,326	372,874,546	344,543,102	CURRENT LIABILITIES	283,540,126	241,754,414	298,608,497	248,474,344
CASH AND CASH EQUIVALENTS (Note 6)	6,763,430	8,814,635	6,946,563	9,295,541	DEPOSITS (Notes 3n and 17a).....	148,431,480	130,696,571	104,481,562	91,745,343
INTERBANK INVESTMENTS (Notes 3d and 7).....	129,440,111	96,633,066	109,719,374	73,462,439	Demand deposits.....	34,485,504	27,419,252	34,627,064	27,610,162
Investments in federal funds purchased and securities sold under agreements to repurchase.....	101,891,689	61,483,417	101,837,691	61,434,616	Savings deposits	45,113,274	38,917,870	44,162,309	37,768,508
Interbank investments.....	27,549,281	35,152,468	7,882,542	12,030,642	Interbank deposits	44,270,375	42,827,035	741,355	674,711
Allowance for losses	(859)	(2,819)	(859)	(2,819)	Time deposits (Notes 17a and 33b)	23,578,675	20,571,829	23,915,158	24,689,254
SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Notes 3e, 3f, 8 and 33b)	76,822,423	79,083,759	116,323,999	118,548,453	Other deposits	983,652	960,585	1,035,676	1,002,708
Own portfolio	12,395,141	12,064,830	97,042,823	92,838,502	FEDERAL FUNDS PURCHASED AND SECURITIES SOLD UNDER AGREEMENTS				
Subject to repurchase agreements.....	50,175,458	46,073,641	4,170,543	3,677,132	TO REPURCHASE (Notes 3n and 17b)	95,981,471	58,295,912	86,590,180	48,510,998
Derivative financial instruments.....	663,906	1,913,556	652,140	1,986,876	Own portfolio	24,441,373	15,736,189	16,074,109	6,752,535
Compulsory deposits - Brazilian Central Bank ..	8,682,594	13,183,184	8,682,594	13,183,184	Third-party portfolio	69,441,091	40,160,885	68,417,064	39,359,625
Underlying guarantees provided.....	3,359,005	5,806,494	4,229,580	6,820,705	Unrestricted portfolio	2,099,007	2,398,838	2,099,007	2,398,838
Securities subject to repurchase agreements but not restricted	1,546,319	42,054	1,546,319	42,054	FUNDS FROM ISSUANCE OF SECURITIES (Notes 17c and 33b)	3,370,464	2,367,490	3,367,651	2,590,402
INTERBANK ACCOUNTS.....	17,611,506	13,238,201	17,997,796	13,286,710	Exchange acceptances	-	-	-	249
Unsettled payments and receipts	50,313	71,068	50,313	71,077	Mortgage and real estate notes, letters of credit and others	2,457,601	1,949,302	2,457,601	2,148,189
Restricted credits: (Note 9)	-	-	-	-	Debentures (Note 17c-1)	-	-	10,287	31,283
- Compulsory deposits - Brazilian Central Bank	17,549,776	13,155,294	17,923,629	13,200,677	Securities issued abroad	912,863	418,188	899,763	410,681
- National treasury - rural loans	578	578	578	578	INTERBANK ACCOUNTS.....	22,968	12,920	22,968	12,920
- SFH - Brazilian Housing System	4,379	5,267	4,428	5,317	Correspondent banks	22,968	12,920	22,968	12,920
Correspondent banks	6,460	5,994	18,848	9,061	INTERDEPARTMENTAL ACCOUNTS	2,924,981	2,899,491	2,927,186	2,900,799
INTERDEPARTMENTAL ACCOUNTS	238,588	55,064	239,698	55,960	Third-party funds in transit.....	2,924,981	2,899,491	2,927,186	2,900,799
Internal transfer of funds.....	238,588	55,064	239,698	55,960	BORROWING (Notes 18a and 33b).....	7,916,217	13,576,329	7,683,073	13,123,735
LOAN OPERATIONS (Notes 3g, 10 and 33b) ...	66,692,079	65,644,233	79,043,243	76,636,185	Local borrowing - official institutions.....	-	-	-	39
Loan operations:					Local borrowing - other institutions.....	-	-	540	439
- Public sector	1,154,309	83,724	1,154,309	83,725	Borrowing abroad	7,916,217	13,576,329	7,682,533	13,123,257
- Private sector	73,382,850	71,355,558	87,483,997	83,244,110	LOCAL ONLENDING - OFFICIAL INSTITUTIONS (Notes 18b and 33b)	6,296,724	6,495,171	6,521,754	6,740,688
Allowance for loan losses (Notes 3g, 10f, 10g and 10h).....	(7,845,080)	(5,795,049)	(9,595,063)	(6,691,650)	National treasury	124,020	114,607	124,020	114,608
LEASING OPERATIONS (Notes 2, 3g, 10 and 33b).....	(61,539)	(1,493)	7,966,713	6,918,300	BNDES	2,274,498	2,822,971	2,274,498	2,822,971
Leasing receivables:					CEF	16,436	15,110	17,023	16,118
- Public sector	-	-	38,748	71,308	FINAME	3,881,122	3,542,470	4,105,565	3,786,978
- Private sector	910,377	545,620	14,681,418	12,141,973	Other institutions.....	648	13	648	13
Unearned income from leasing	(878,847)	(541,905)	(5,955,075)	(4,988,418)	FOREIGN ONLENDING (Notes 18b and 33b).....	835	320	794	182
Allowance for leasing losses (Notes 3g, 10f, 10g and 10h).....	(93,069)	(5,208)	(798,378)	(306,563)	Foreign onlending	835	320	794	182
OTHER RECEIVABLES	25,859,903	41,465,335	33,098,804	44,932,764	DERIVATIVE FINANCIAL INSTRUMENTS (Notes 3f and 33)	392,592	1,507,779	435,175	1,794,281
Receivables on sureties and guarantees honored (Note 10a - 3)	21,092	40,513	21,092	40,513	Derivative financial instruments.....	392,592	1,507,779	435,175	1,794,281
Foreign exchange portfolio (Note 11a)	8,969,213	24,836,791	8,969,252	24,836,825	TECHNICAL PROVISIONS FOR INSURANCE, PRIVATE PENSION PLANS AND SAVINGS				
Receivables	4,228,829	2,655,310	684,461	385,232	BONDS (Notes 3o and 22)	-	-	57,489,599	47,009,072
Securities trading.....	341,828	1,020,359	698,154	1,244,975	OTHER LIABILITIES	18,202,394	25,902,431	29,088,555	34,045,924
Specific loans	-	-	1,305	-	Collection of taxes and other contributions.....	184,251	198,148	258,123	256,155
Insurance premiums receivable.....	-	-	2,267,591	1,362,825	Foreign exchange portfolio (Note 11a)	3,916,998	13,535,496	3,918,034	13,538,239
Sundry (Note 11b)	12,854,092	13,176,768	21,239,637	17,360,172	Social and statutory	1,644,387	1,764,881	1,784,142	1,791,868
Allowance for loan losses (Notes 3g, 10f, 10g and 10h).....	(555,151)	(264,406)	(782,688)	(297,778)	Fiscal and social security (Note 21a).....	573,429	316,062	3,265,674	2,770,595
OTHER ASSETS (Note 12)	682,309	570,526	1,538,356	1,406,750	Securities trading.....	249,846	157,816	1,116,282	792,180
Other assets	260,467	204,198	729,773	544,401	Financial and development funds.....	438	7,031	438	7,031
Allowance for mark-to-market losses.....	(94,319)	(83,847)	(252,600)	(204,877)	Subordinated debts (Notes 20 and 33b).....	346,337	414,368	320,460	414,369
Prepaid expenses (Notes 3i and 12b)	516,161	450,175	1,061,183	1,067,226	Sundry (Note 21b)	11,286,708	9,508,629	18,425,402	14,475,487
LONG-TERM RECEIVABLES	103,452,001	86,915,124	123,153,749	102,259,226	LONG-TERM LIABILITIES	185,104,335	182,392,616	164,742,544	171,087,150
INTERBANK INVESTMENTS (Notes 3d and 7).....	20,307,381	17,654,717	1,077,439	728,786	DEPOSITS (Notes 3n and 17a).....	103,542,670	104,080,706	66,591,522	72,748,010
Interbank investments.....	20,307,381	17,655,041	1,077,439	729,110	Interbank deposits	37,084,370	31,388,961	10,704	23,483
Allowance for losses	-	(324)	-	(324)	Time deposits (Notes 17a and 33b)	66,458,300	72,691,745	66,580,818	72,724,527
SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS (Notes 3e, 3f, 8 and 33b)	21,194,504	10,550,941	30,294,736	13,049,220	FEDERAL FUNDS PURCHASED AND SECURITIES SOLD UNDER AGREEMENTS				
Own portfolio	8,828,398	5,762,480	19,096,456	11,213,621	TO REPURCHASE (Notes 3n and 17b)	30,318,356	33,544,920	26,682,866	31,466,155
Subject to repurchase agreements.....	4,701,938	3,767,701	3,231,356	588,238	Own portfolio	30,318,356	33,544,920	26,682,866	31,466,155
Derivative financial instruments.....	736,384	333,196	706,433	377,264	FUNDS FROM ISSUANCE OF SECURITIES (Notes 17c and 33b)	3,395,120	4,958,402	4,114,933	6,421,269
Compulsory deposits - Brazilian Central Bank ..	6,089,629	-	6,089,646	-	Mortgage and real estate notes, letters of credit and others	26,954	174,226	26,954	174,226
Privatization currencies	8,771	9,219	94,143	99,658	Debentures (Note 17c-1)	-	-	730,165	1,455,360
Underlying guarantees provided.....	829,384	678,345	1,076,702	770,439	Securities issued abroad	3,368,166	4,784,176	3,357,814	4,791,683
Securities subject to repurchase agreements but not restricted	-	-	-	-	BORROWING (Notes 18a and 33b).....	375,261	1,095,174	322,063	1,080,870
INTERBANK ACCOUNTS.....	485,722	461,372	485,722	461,372	Local borrowing - official institutions.....	-	-	-	75
Restricted credits: (Note 9)	-	-	-	-	Borrowing abroad	375,261	1,095,174	322,063	1,080,795
- SFH - Brazilian Housing System	485,722	461,372	485,722	461,372	LOCAL ONLENDING - OFFICIAL INSTITUTIONS (Notes 18b and 33b)	12,514,805	10,595,359	12,800,052	11,001,648
LOAN OPERATIONS (Notes 3g, 10 and 33b) ...	48,811,950	45,420,827	58,700,883	54,089,629	BNDES	5,864,982	4,317,915	5,864,982	4,317,915
Loan operations:					CEF	71,288	79,238	74,101	83,079
- Public sector	419,880	756,042	419,880	756,042	FINAME	6,578,535	6,197,464	6,860,969	6,599,912
- Private sector	51,820,711	46,594,402	62,448,057	55,878,581	Other institutions.....	-	742	-	742
Allowance for loan losses (Notes 3g, 10f, 10g and									



Bradesco

Banco Bradesco S.A. Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



STATEMENT OF INCOME FOR THE YEARS ENDED DECEMBER 31 - R\$ thousand

	BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
	2009	2008	2008	2009	2008	2008
	2 nd half	Year	Year	2 nd half	Year	Year
REVENUES FROM FINANCIAL INTERMEDIATION	28,400,887	59,745,838	46,424,011	30,210,449	62,899,079	57,610,974
Loan operations (Note 10j)	12,819,943	25,643,776	23,730,473	15,848,633	31,304,737	29,862,392
Leasing operations (Note 10j)	2,246,497	3,940,005	265,691	1,652,121	3,456,026	2,398,185
Operations with securities (Note 8h)	10,675,333	22,787,139	21,216,149	7,251,302	15,440,485	14,606,733
Financial income from insurance, private pension plans and savings bonds (Note 8h)	-	-	-	3,937,832	8,042,187	6,477,152
Derivative financial instruments (Note 8e - v)	1,934,429	4,888,182	(3,936,851)	789,675	2,156,936	(899,822)
Foreign exchange operations (Note 11a)	405,768	1,863,363	3,625,434	411,969	1,875,335	3,639,003
Compulsory deposits (Note 9b)	276,616	560,766	1,523,115	276,616	560,766	1,527,331
Sale or transfer of financial assets	42,301	62,607	-	42,301	62,607	-
FINANCIAL INTERMEDIATION EXPENSES	21,215,824	45,863,989	43,233,971	19,261,859	42,525,225	41,838,694
Federal funds purchased and securities sold under agreements to repurchase (Note 17e)	14,649,366	31,566,475	29,969,545	10,859,835	23,451,837	22,761,960
Monetary restatement and interest on technical provisions for insurance, private pension plans and savings bonds (Note 17e)	-	-	-	2,417,580	5,128,627	4,007,684
Borrowing and onlending (Note 18c)	346,982	956,832	7,124,537	366,611	999,267	7,179,517
Leasing operations (Note 10j)	1,822,584	3,156,973	244,615	4,344	8,166	5,434
Allowance for loan losses (Notes 3g, 10g and 10h)	4,396,892	10,183,709	5,895,274	5,613,489	12,937,328	7,884,099
GROSS INCOME FROM FINANCIAL INTERMEDIATION	7,185,063	13,881,849	3,190,040	10,948,590	20,373,854	15,772,280
OTHER OPERATING INCOME/EXPENSES	(3,298,824)	(5,913,055)	1,370,997	(5,521,147)	(10,376,151)	(7,983,440)
Fee and commission income (Note 25)	3,185,569	6,187,960	6,324,055	5,914,094	11,611,490	10,861,633
Other fee and commission income	2,061,985	3,972,057	4,846,276	4,788,757	9,389,377	8,808,517
Revenues from banking fees	1,123,584	2,215,903	1,477,779	1,125,337	2,222,113	2,053,116
Insurance, private pension plans and savings bonds retained premiums (Notes 3o and 22d)	-	-	-	14,626,945	26,109,908	22,823,750
Net premiums written	-	-	-	14,724,862	26,333,233	23,148,752
Reinsurance premiums	-	-	-	(97,917)	(223,325)	(325,002)
Variation of technical provisions for insurance, private pension plans and savings bonds (Note 3o)	-	-	-	(7,669,197)	(12,786,090)	(10,532,671)
Retained claims (Note 3o)	-	-	-	(4,409,010)	(8,329,155)	(7,391,196)
Savings bonds drawings and redemptions (Note 3o)	-	-	-	(971,450)	(1,747,493)	(1,466,045)
Insurance, private pension plans and savings bonds selling expenses (Note 3o)	-	-	-	(660,747)	(1,264,677)	(1,178,195)
Personnel expenses (Note 26)	(3,258,645)	(6,149,864)	(5,678,946)	(4,206,571)	(7,966,338)	(7,389,021)
Other administrative expenses (Note 27)	(3,987,949)	(7,493,622)	(6,434,860)	(4,957,180)	(9,282,637)	(8,259,336)
Tax expenses (Note 28)	(854,446)	(1,686,352)	(989,518)	(1,394,865)	(2,713,569)	(1,967,103)
Equity in the earnings of affiliates (Note 13c)	3,120,188	6,127,482	10,335,531	181,045	200,101	135,356
Other operating income (Note 29)	989,964	1,527,076	643,886	1,449,929	2,563,613	1,718,246
Other operating expenses (Note 30)	(2,493,505)	(4,425,735)	(2,829,151)	(3,424,140)	(6,771,304)	(5,285,828)
Full goodwill amortization (Note 16a)	-	-	-	-	-	(53,030)
OPERATING INCOME	3,886,239	7,968,794	4,561,037	5,427,443	9,997,703	7,788,840
NON-OPERATING INCOME (Note 31)	(47,692)	(69,042)	39,407	218,857	2,121,596	383,970
INCOME BEFORE TAXES ON INCOME AND MINORITY INTEREST	3,838,547	7,899,752	4,600,444	5,646,300	12,119,299	8,172,810
INCOME TAXES AND SOCIAL CONTRIBUTION (Notes 35a and 35b)	153,383	112,530	3,019,794	(1,639,871)	(4,082,309)	(518,751)
MINORITY INTEREST IN SUBSIDIARIES	-	-	-	(14,499)	(24,708)	(33,821)
NET INCOME	3,991,930	8,012,282	7,620,238	3,991,930	8,012,282	7,620,238
DIVIDENDS AND INTEREST ON SHAREHOLDERS' EQUITY PAID (Note 24c)	(1,346,057)	(2,718,082)	(2,692,476)			
Number of outstanding shares (Notes 24a and 24b)	3,420,550,403	3,420,550,403	3,069,706,179			
Profit per share in R\$	1,17	2,34	2,48			

The Notes are an integral part of the Financial Statements.

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY - R\$ thousand

Events	RESTATE PAID-UP CAPITAL	CAPITAL RESERVES INCOME TAX INCENTIVES FROM INCOME TAX	OTHER	PROFIT RESERVES		ASSET VALUATION ADJUSTMENT		TREASURY SHARES	RETAINED EARNINGS	TOTAL
	CAPITAL STOCK	INCOME TAX		LEGAL	STATUTORY	BRADESCO	SUBSI- DIARIES			
Balances on June 30, 2009	23,000,000	2,103	60,511	2,054,706	12,453,908	(221,776)	(67,507)	(5,180)	-	37,276,765
Capital increase by merger of shares	1,368,183	-	-	-	-	-	-	-	-	1,368,183
Capital increase with reserves	131,817	-	-	-	(131,817)	-	-	-	-	-
Capital increase with reserves - stock bonus	2,000,000	-	-	-	(2,000,000)	-	-	-	-	-
Acquisition of treasury shares	-	-	-	-	-	-	-	(183,694)	-	(183,694)
Asset valuation adjustments	-	-	-	-	-	229,697	416,927	-	-	646,624
Net income	-	-	-	-	-	-	-	-	3,991,930	3,991,930
Allocations: - Reserves	-	-	-	199,596	2,446,277	-	-	-	(2,645,873)	-
- Provisioned interest on shareholders' equity	-	-	-	-	-	-	-	-	(1,012,983)	(1,012,983)
- Paid and/or provisioned dividends	-	-	-	-	-	-	-	-	(333,074)	(333,074)
Balances on December 31, 2009	26,500,000	2,103	60,511	2,254,302	12,768,368	7,921	349,420	(188,874)	-	41,753,751
Balances on December 31, 2007	19,000,000	2,103	53,521	1,477,637	8,485,956	(47,424)	1,517,400	(131,849)	-	30,357,344
Adjustment reflected from previous periods - Law 11,638	-	-	-	-	-	-	-	-	(99,219)	(99,219)
Capital increase by subscription	1,200,000	-	-	-	-	-	-	-	-	1,200,000
Capital increase with reserves	2,800,000	-	-	-	(2,800,000)	-	-	-	-	-
Restatement of exchange membership certificates	-	-	116	-	-	-	-	-	-	116
Premium on share subscription	-	-	6,874	-	-	-	-	-	-	6,874
Acquisition of treasury shares	-	-	-	-	-	-	-	(4,853)	-	(4,853)
Cancellation of treasury shares	-	-	-	-	(131,849)	-	-	131,849	-	-
Asset valuation adjustments	-	-	-	-	-	(6,537)	(2,124,943)	-	-	(2,131,480)
Net income	-	-	-	-	-	-	-	-	7,620,238	7,620,238
Allocations: - Reserves	-	-	-	376,051	4,452,492	-	-	-	(4,828,543)	-
- Provisioned interest on shareholders' equity	-	-	-	-	-	-	-	-	(1,956,591)	(1,956,591)
- Paid and/or provisioned dividends	-	-	-	-	-	-	-	-	(735,885)	(735,885)
Balances on December 31, 2008	23,000,000	2,103	60,511	1,853,688	10,006,599	(53,961)	(607,543)	(4,853)	-	34,256,544
Capital increase by merger of shares	1,368,183	-	-	-	-	-	-	-	-	1,368,183
Capital increase with reserves	131,817	-	-	-	(131,817)	-	-	-	-	-
Capital increase with reserves - stock bonus	2,000,000	-	-	-	(2,000,000)	-	-	-	-	-
Acquisition of treasury shares	-	-	-	-	-	-	-	(184,021)	-	(184,021)
Asset valuation adjustments	-	-	-	-	-	61,882	956,963	-	-	1,018,845
Net income	-	-	-	-	-	-	-	-	8,012,282	8,012,282
Allocations: - Reserves	-	-	-	400,614	4,893,586	-	-	-	(5,294,200)	-
- Provisioned interest on shareholders' equity	-	-	-	-	-	-	-	-	(2,133,269)	(2,133,269)
- Paid and/or provisioned dividends	-	-	-	-	-	-	-	-	(584,813)	(584,813)
Balances on December 31, 2009	26,500,000	2,103	60,511	2,254,302	12,768,368	7,921	349,420	(188,874)	-	41,753,751

The Notes are an integral part of the Financial Statements.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



CASH FLOW ON DECEMBER 31 - R\$ thousand						
	BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
	2 nd half	2009	2008	2 nd half	2009	2008
Cash flow from operating activities:						
Net Income before income tax and social contribution	3,838,547	7,899,752	4,600,444	5,646,300	12,119,299	8,172,810
Adjustments to net income before taxes.....	1,875,228	5,187,768	1,264,073	8,393,925	19,349,333	15,035,068
Allowance for loan losses	4,396,892	10,183,709	5,895,274	5,613,489	12,937,328	7,884,099
Depreciation and amortization	799,121	1,170,247	684,652	828,267	1,566,473	1,398,901
Goodwill amortization	-	-	-	58,122	107,277	85,800
Impairment losses/losses on assets.....	(100,328)	(102,583)	(2,315)	(134,179)	(137,829)	(8,040)
(Reversal)/expenses with civil, labor and tax provisions.....	905,262	2,276,223	1,803,662	(190,788)	1,693,065	1,925,657
Expenses with restatement and interest from technical provisions for insurance, private pension plans and savings bonds	-	-	-	2,417,580	5,128,627	4,007,684
Equity in the earnings (losses) of unconsolidated companies.....	(3,120,188)	(6,127,482)	(10,335,531)	(181,045)	(200,101)	(135,356)
(Gain)/loss on sale of investments.....	-	(58)	(52,725)	(501,056)	(2,519,231)	(629,712)
(Gain)/loss on sale of fixed assets.....	4,061	6,383	8,094	18,355	15,887	25,113
(Gain)/loss on sale of foreclosed assets.....	45,556	63,534	31,502	219,032	315,248	203,634
Other.....	(1,055,148)	(2,282,205)	3,231,460	246,148	442,589	277,288
Adjusted net income	5,713,775	13,087,520	5,864,517	14,040,225	31,468,632	23,207,878
(Increase) in interbank investments.....	(22,786,718)	(16,045,915)	(13,214,552)	(19,640,323)	(15,664,786)	(7,306,996)
(Increase)/decrease in securities and derivative financial instruments.....	7,693,554	2,027,131	(23,115,346)	706,288	(3,301,779)	(17,362,674)
(Increase)/decrease in interbank and interdepartmental accounts.....	1,589,345	(151,159)	697,595	1,627,327	(159,787)	699,778
(Increase) in loan and leasing operations.....	(13,525,477)	(13,939,539)	(31,473,287)	(16,071,281)	(19,275,069)	(41,928,980)
(Increase) in insurance premiums receivable	-	-	-	(207,553)	(904,766)	(86,213)
Increase in technical provisions for insurance, private pension plans and savings bonds	-	-	-	4,325,750	5,856,162	2,053,183
Increase/(reduction) in deferred income	3,483	6,058	(91,362)	48,347	47,119	84,359
(Increase)/decrease in other receivables and other assets	11,529,665	18,329,501	(26,748,926)	11,673,273	15,018,264	(28,999,736)
Increase/(decrease) in other liabilities	(5,874,404)	(7,344,862)	18,402,524	(5,627,626)	(7,621,024)	14,554,717
Minority interest	-	-	-	428,649	451,468	132,266
Income tax and social contribution paid.....	(589,344)	(789,695)	(921,504)	(1,986,144)	(3,795,917)	(2,982,361)
Net cash provided by/used in operating activities	(16,246,121)	(4,820,960)	(70,600,341)	(10,683,068)	2,118,517	(57,934,779)
Cash flow from investing activities:						
(Increase)/decrease in reserve requirements in the Brazilian Central Bank.....	(2,803,064)	(4,394,482)	10,371,839	(2,683,958)	(4,722,952)	10,337,910
(Increase)/decrease in available-for-sale securities.....	(3,797,520)	(10,822,043)	1,826,315	(1,563,416)	(10,293,530)	10,059,561
(Increase)/reduction in held-to-maturity securities.....	105,062	292,079	(281,927)	(1,048,254)	(1,917,677)	(10,880,572)
Proceeds from sale of foreclosed assets.....	75,455	104,263	59,676	165,259	324,246	292,627
Divestments.....	1,502,003	2,429,168	6,782,867	662,569	2,878,749	833,298
Proceeds from the sale of premises and equipment and leased assets	327,899	628,494	21,119	110,780	180,851	86,800
Decrease in intangible assets.....	15,400	19,005	-	25,282	40,641	6,492
Reduction in deferred income.....	201	201	-	-	-	-
Acquisition of foreclosed assets	(177,479)	(274,523)	(156,864)	(573,195)	(1,063,447)	(858,046)
Acquisition of investments	(1,891,308)	(8,850,871)	(28,451,879)	(120,027)	(331,018)	(843,698)
Acquisition of premises and equipment and leased assets	(5,194,944)	(5,598,874)	(8,352,728)	(680,653)	(1,241,861)	(1,331,190)
Investment in intangible assets.....	(326,534)	(717,567)	(674,988)	(2,232,864)	(3,156,166)	(2,083,507)
Investment in deferred assets.....	(2,032)	(2,032)	(326,608)	-	-	-
Dividends and interest on shareholders' equity received.....	824,399	921,502	1,368,546	5,563	58,771	75,781
Net cash provided by/used in investing activities.....	(11,342,462)	(26,265,680)	(17,814,632)	(7,932,914)	(19,243,393)	5,695,456
Cash Flow from financing activities:						
Increase in deposits.....	9,036,903	17,196,873	91,459,439	3,561,156	6,579,731	66,169,907
Increase in federal funds purchased and securities sold under agreements to repurchase.....	16,479,100	34,458,995	16,728,543	13,563,262	33,295,893	6,343,504
Increase/(decrease) in funds from issue of securities	(186,922)	(560,308)	3,548,090	(211,603)	(1,529,087)	2,523,297
Increase/(decrease) in borrowings and onlendings	(1,760,239)	(4,661,760)	8,770,699	(1,753,319)	(4,619,387)	8,537,576
Increase in subordinated debts.....	2,723,997	3,881,289	4,046,567	2,698,121	3,855,411	3,430,334
Capital increase in cash and premium on share subscription	-	-	1,206,874	-	-	1,206,874
Capital increase by merger of shares.....	1,368,183	1,368,183	-	1,368,183	1,368,183	-
Dividends and interest on shareholders' equity paid	(960,804)	(3,052,306)	(2,903,283)	(960,804)	(3,052,306)	(2,903,283)
Acquisition of own shares	(183,694)	(184,021)	(4,853)	(183,694)	(184,021)	(4,853)
Net cash provided by/used in financing activities	26,516,524	48,446,945	122,852,076	18,081,302	35,714,417	85,303,356
Increase/(decrease) in cash and cash equivalents	(1,072,059)	17,360,305	34,437,103	(534,680)	18,589,541	33,064,033
Net increase/(decrease) in cash and cash equivalents:						
At the beginning of the period.....	83,887,410	65,455,046	31,017,943	83,255,593	64,131,372	31,067,339
At the end of the period	82,815,351	82,815,351	65,455,046	82,720,913	82,720,913	64,131,372
Net increase/(decrease) in cash and cash equivalents.....	(1,072,059)	17,360,305	34,437,103	(534,680)	18,589,541	33,064,033

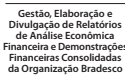
The Notes are an integral part of the Financial Statements.

VALUE ADDED STATEMENT - R\$ thousand												
Description	BRADESCO MÚLTIPLO						BRADESCO CONSOLIDATED					
	2 nd half	%	2009	%	2008	%	2 nd half	%	2009	%	2008	%
1 - INCOME	26,000,079	305.5	53,144,136	316.1	44,940,201	369.5	29,994,931	259.9	62,068,705	265.5	60,171,815	334.0
1,1) Financial intermediation.....	28,400,887	333.8	59,745,838	355.3	46,424,011	381.7	30,210,449	261.8	62,899,079	269.1	57,610,974	319.8
1,2) Fee and commission.....	3,185,569	37.4	6,187,960	36.8	6,324,055	52.0	5,914,094	51.2	11,611,490	49.7	10,861,633	60.3
1,3) Allowance for loan losses	(4,396,892)	(51.7)	(10,183,709)	(60.6)	(5,895,274)	(48.5)	(5,613,489)	(48.6)	(12,937,328)	(55.4)	(7,884,099)	(43.8)
1,4) Other.....	(1,189,485)	(14.0)	(2,605,953)	(15.4)	(1,912,591)	(15.7)	(516,123)	(4.5)	495,464	2.1	(416,693)	(2.3)
2 - FINANCIAL INTERMEDIATION EXPENSES.....	(16,818,932)	(197.7)	(35,680,280)	(212.2)	(37,338,697)	(307.0)	(13,648,370)	(118.3)	(29,587,897)	(126.6)	(33,954,595)	(188.5)
3 - INPUTS ACQUIRED FROM THIRD-PARTIES.....	(2,993,186)	(35.1)	(5,606,639)	(33.3)	(5,089,702)	(41.9)	(4,101,361)	(35.5)	(7,636,508)	(32.6)	(6,851,969)	(38.1)
Materials and energy.....	(186,152)	(2.2)	(356,861)	(2.1)	(326,882)	(2.7)	(221,390)	(1.9)	(425,259)	(1.8)	(395,313)	(2.2)
Third-party services.....	(900,414)	(10.6)	(1,684,415)	(10.0)	(1,385,800)	(11.4)	(1,338,933)	(11.6)	(2,529,453)	(10.8)	(2,191,461)	(12.2)
Other	(1,906,620)	(22.3)	(3,565,363)	(21.2)	(3,377,020)	(27.8)	(2,541,038)	(22.0)	(4,681,796)	(20.0)	(4,265,195)	(23.7)
- Communication.....	(476,741)	(5.6)	(940,012)	(5.6)	(816,593)	(6.7)	(625,695)	(5.4)	(1,227,145)	(5.3)	(1,104,417)	(6.1)
- Financial system services.....	(100,660)	(1.2)	(200,812)	(1.2)	(207,763)	(1.7)	(155,230)	(1.3)	(278,771)	(1.2)	(214,467)	(1.2)
- Advertising and Marketing	(258,738)	(3.0)	(396,754)	(2.4)	(404,440)	(3.3)	(394,370)	(3.4)	(587,784)	(2.5)	(644,183)	(3.6)
- Transportation	(249,421)	(2.9)	(482,103)	(2.9)	(512,111)	(4.2)	(287,703)	(2.5)	(554,643)	(2.4)	(514,045)	(2.9)
- Data processing.....	(315,970)	(3.7)	(594,966)	(3.5)	(447,913)	(3.7)	(407,241)	(3.5)	(772,089)	(3.3)	(576,775)	(3.2)
- Maintenance and repairs.....	(264,215)	(3.1)	(501,622)	(3.0)	(473,445)	(3.9)	(214,304)	(1.9)	(418,387)	(1.8)	(391,982)	(2.2)
- Security and surveillance.....	(127,068)	(1.5)	(245,278)	(1.5)	(211,840)	(1.7)	(129,193)	(1.1)	(249,782)	(1.1)	(217,280)	(1.2)
- Travel	(13,299)	(0.2)	(24,571)	(0.1)	(28,035)	(0.2)	(42,958)	(0.4)	(78,267)	(0.3)	(89,219)	(0.5)
- Other	(100,508)	(1.1)	(179,245)	(1.0)	(274,880)	(2.4)	(284,344)	(2.5)	(514,928)	(2.1)	(512,827)	(2.8)
4 - GROSS VALUE ADDED (1-2-3)	6,187,961	72.7	11,857,217	70.6	2,511,802	20.6	12,245,200	106.1	24,844,300	106.3	19,365,251	107.4
5 - DEPRECIATION, AMORTIZATION AND DEPLETION	(799,121)	(9.4)	(1,170,247)	(7.0)	(684,652)	(5.6)	(886,316)	(7.7)	(1,673,750)	(7.2)	(1,484,701)	(8.2)
6 - NET VALUE ADDED PRODUCED BY THE ENTITY (4-5).....	5,388,840	63.3	10,686,970	63.6	1,827,150	15.0	11,358,884	98.4	23,170,550	99.1	17,880,550	99.2
7 - VALUE ADDED RECEIVED IN TRANSFER.....	3,120,188	36.7	6,127,482	36.4	10,335,531	85.0	181,045	1.6	200,101	0.9	135,356	0.8
Equity in the earnings (losses) of unconsolidated companies.....	3,120,188	36.7	6,127,482	36.4	10,335,531	85.0	181,045	1.6	200,101	0.9	135,356	0.8
8 - VALUE ADDED TO DISTRIBUTE (6+7)	8,509,028	100.0	16,814,452	100.0	12,162,681	100.0	11,539,929	100.0	23,370,651	100.0	18,015,906	100.0
9 - VALUE ADDED DISTRIBUTED.....	8,509,028	100.0	16,814,452	100.0	12,162,681	100.0	11,539,929	100.0	23,370,651	100.0	18,015,906	100.0
9,1) Personnel	2,842,211	33.5	5,341,465	31.7	4,923,767	40.5	3,673,083	31.9	6,949,383	29.7	6,454,594	35.7
Payroll	1,518,202	17.8	2,943,153	17.5	2,764,725	22.7	1,980,626	17.2	3,889,273	16.6	3,670,277	20.4
Benefits	652,536	7.7	1,216,223	7.2	1,133,120	9.3	843,668	7.3	1,569,765	6.7	1,442,364	8.0
FGTS (Government Severance Indemnity Fund for Employees)	146,683	1.7	288,078	1.7	279,684	2.3	185,640	1.6	359,410	1.5	348,245	1.9
Other charges.....	524,790	6.3	894,011	5.3	746,238	6.2	663,149	5.8	1,130,935	4.9	993,708	5.4
9,2) Taxes, fees and contributions	1,117,497	13.1	2,382,221	14.2	(1,275,097)	(10.5)	3,568,224	30.9	7,812,833	33.5	3,420,281	18.9
Federal.....	996,112	11.7	2,134,867	12.7	(1,541,385)	(12.7)	3,371,848	29.2	7,425,918	31.9	3,041,621	16.8
State.....	8	-	154	-	-	-	8,425	0.1	11,460	-	16,189	0.1
Municipal.....	121,377	1.4	247,200	1.5	266,288	2.2	187,951	1.6	375,455	1.6	362,471	2.0
9,3) Third-party capital compensation.....	557,390	6.5	1,078,484	6.4	893,773	7.3	292,193	2.5	571,445	2.4	486,972	2.8
Rentals.....	334,224	3.9	643,698	3.8	547,269	4.5	281,305	2.4	556,333	2.4	481,996	2.7
Asset leasing.....	223,166	2.6	434,786	2.6	346,504	2.8	186,165	1.6	401,304	1.7	351,334	2.0
Asset leasing - Law 11,638/07	-	-	-	-	-	-	(175,277)	(1.5)	(386,192)	(1.7)	(346,358)	(1.9)
9,4) Shareholders' equity remuneration	3,991,930	46.9	8,012,282	47.7	7,620,238	62.7	4,006,429	34.7	8,036,990	34.4	7,654,059	42.6
Interest on shareholders' equity	1,012,983	11.9	2,133,269	12.7	1,956,591	16.1	1,012,983	8.8	2,133,269	9.1	1,956,591	10.9
Dividends	333,074	3.9	584,813	3.5	735,885	6.1	333,074	2.9	584,813	2.5	735,885	4.1
Retained earnings.....	2,645,873	31.1	5,294,200	31.5	4,927,762	40.5	2,645,873	22.9	5,294,200	22.7	4,927,762	27.4
Interest of minority shareholders in retained earnings	-	-	-	-	-	-	14,499	0.1	24,708	0.1	33,821	0.2



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

INDEX

We present below the Notes to the Consolidated Financial Statements of Banco Bradesco S.A. subdivided as follows:

- 1) OPERATIONS
- 2) PRESENTATION OF THE FINANCIAL STATEMENTS
- 3) SIGNIFICANT ACCOUNTING PRACTICES
- 4) INFORMATION FOR COMPARISON PURPOSES
- 5) ADJUSTED BALANCE SHEET AND STATEMENT OF INCOME BY BUSINESS SEGMENT
- 6) CASH AND CASH EQUIVALENTS
- 7) INTERBANK INVESTMENTS
- 8) SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS
- 9) INTERBANK ACCOUNTS – RESTRICTED DEPOSITS
- 10) LOAN OPERATIONS
- 11) OTHER RECEIVABLES
- 12) OTHER ASSETS
- 13) INVESTMENTS

- 14) PREMISES AND EQUIPMENT AND LEASED ASSETS
- 15) DEFERRED ASSETS
- 16) INTANGIBLE ASSETS
- 17) DEPOSITS, FEDERAL FUNDS PURCHASED AND SECURITIES SOLD UNDER AGREEMENTS TO REPURCHASE AND FUNDS FROM ISSUANCE OF SECURITIES
- 18) BORROWING AND ONLENDING
- 19) CONTINGENT ASSETS AND LIABILITIES AND LEGAL LIABILITIES – TAX AND SOCIAL SECURITY
- 20) SUBORDINATED DEBTS
- 21) OTHER LIABILITIES
- 22) INSURANCE, PRIVATE PENSION PLANS AND SAVINGS BONDS OPERATIONS
- 23) MINORITY INTEREST IN SUBSIDIARIES

- 24) SHAREHOLDERS' EQUITY (PARENT COMPANY)
- 25) FEE AND COMMISSION INCOME
- 26) PERSONNEL EXPENSES
- 27) OTHER ADMINISTRATIVE EXPENSES
- 28) TAX EXPENSES
- 29) OTHER OPERATING INCOME
- 30) OTHER OPERATING EXPENSES
- 31) NON-OPERATING INCOME
- 32) TRANSACTIONS WITH RELATED PARTIES (DIRECT AND INDIRECT)
- 33) FINANCIAL INSTRUMENTS
- 34) EMPLOYEE BENEFITS
- 35) INCOME TAX AND SOCIAL CONTRIBUTION
- 36) OTHER INFORMATION

1) OPERATIONS

Banco Bradesco S.A. (Bradesco) is a private-sector publicly traded company that, operating as a Multiple Service Bank, carries out all types of authorized banking activities through its commercial, foreign exchange, consumer financing and housing loan portfolios. The Bank also operates in a number of other activities through its direct and indirect subsidiaries, particularly in leasing, investment banking, brokerage, consortium management, credit cards, insurance, private pension plans and savings bonds. Operations are conducted within the context of the Bradesco Organization companies, working in an integrated manner in the market.

In this context, Bradesco conducted the following operations in 2009:

- On June 4, Bradesco entered into an agreement with the controlling shareholders of Banco Ibi S.A. (Banco Ibi) to acquire the totality of its capital stock and its subsidiaries. Concomitantly, as part of the agreement, a partnership agreement was entered into with C&A Modas Ltda. for a twenty-year term to, jointly, exclusively trade financial products and services through the C&A store network. The operation was approved by the Brazilian Central Bank (Bacen) on September 11, 2009, and the Special General Meeting held on October 29, 2009 resolved on the merger of all shares representing the capital stock of Ibi Participações into Bradesco; and
- On October 18, an association agreement was signed between Odontoprev and Bradesco Dental, to integrate the sales of dental plans with the merger of Bradesco Dental shares into Odontoprev. Subsequently, Bradesco Dental became a wholly-owned subsidiary of Odontoprev and Bradesco Saúde received shares issued by the latter, holding 43.50% of its capital stock. The operation was previously authorized, on December 2, 2009, by the National Agency for Supplementary Healthcare (ANS) and it is pending the analysis of the Antitrust and Consumer Protection Division of the Brazilian Ministry of Justice.

2) PRESENTATION OF THE FINANCIAL STATEMENTS

The consolidated financial statements of Bradesco include the financial statements of Banco Bradesco, its foreign branches and its direct and indirect subsidiaries and jointly-controlled investments, in Brazil and abroad, and SPES. They were prepared based on accounting practices determined by the Brazilian Corporation Law 6,404/76, with the amendments introduced by Law 11,638/07 and Provisional Measure 449/08 (which became Law 11,941/09) related to the accounting of operations, as well as the rules and instructions of the Monetary National Council (CMN), Bacen, Securities and Exchange Commission of Brazil (CVM), National Private Insurance Council (CNSP), Insurance Superintendence (Susep), ANS and Committee for Accounting Pronouncements (CPC), when applicable, and consider the financial statements of leasing companies based on the finance lease method, whereby leased fixed assets are reclassified to the leasing operations account, less the residual value paid in advance.

Accordingly, for preparation purposes, intercompany investments, asset and liability account balances, revenue, expenses and unrealized profit were eliminated from these financial statements, as well as separate presentation of net income and shareholders' equity referring to the interest of non-controlling shareholders. In the case of investments which are jointly controlled with other shareholders, asset, liability and income components were included in the consolidated financial statements in proportion to the capital stock percentage owned of each investee. Goodwill determined on acquisition of investments in subsidiaries and jointly-controlled companies up to March 31, 2008 was fully amortized. Goodwill ascertained as of that date is presented under investments and intangible assets (Note 16a). The exchange variation arising from transactions of foreign branches and subsidiaries is presented in the income statement together with derivative financial instruments, in order to eliminate the effect of these investment hedge instruments.

The financial statements include estimates and assumptions, such as the calculation of the allowance for loan losses, estimates of the fair value of certain financial instruments, provision for contingencies, losses from impairment of securities classified as available-for-sale and held-to-maturity and non-financial assets, other provisions, the calculation of technical provisions for insurance, supplementary pension plans and savings bonds and the determination of the useful life of specific assets. Actual results could differ from those estimates and assumptions.

We present below the main direct and indirect investees included in the Consolidated Financial Statements on December 31:

	Activity	Total ownership	
		2009	2008
Financial Area - Brazil			
Alvorada Cartões, Crédito, Financiamento e Investimento S.A.	Banking	100.00%	100.00%
Banco Alvorada S.A. (1)	Banking	99.94%	99.88%
Banco Bradesco Financiamentos S.A. (2).....	Banking	100.00%	100.00%
Banco Bankpar S.A.	Banking	100.00%	100.00%
Banco Bradesco BBI S.A. (3)	Investment bank	98.35%	98.33%
Banco Boavista Interatlântico S.A.	Banking	100.00%	100.00%
Bankpar Arrendamento Mercantil S.A.	Leasing	100.00%	100.00%
Banco Bradesco Cartões S.A.	Banking	100.00%	100.00%
Bradesco Administradora de Consórcios Ltda.	Consortium management	100.00%	100.00%
Bradesco Leasing S.A. Arrendamento Mercantil.....	Leasing	100.00%	100.00%
Bradesco S.A. Corretora de Títulos e Valores Mobiliários.....	Brokerage	100.00%	100.00%
BRAM - Bradesco Asset Management S.A. DTVM	Asset management	100.00%	100.00%
Agora Corretora de Títulos e Valores Mobiliários S.A.	Brokerage	100.00%	100.00%
Banco Ibi S.A. (4).....	Banking	100.00%	-
Cielo S.A. (5) (6) (7) (8) (9) (10)	Services	26.56%	39.26%
Financial Area - abroad			
Banco Bradesco Argentina S.A.	Banking	99.99%	99.99%
Banco Bradesco Luxembourg S.A.	Banking	100.00%	100.00%
Banco Bradesco S.A. Grand Cayman Branch (11).....	Banking	100.00%	100.00%
Banco Bradesco New York Branch	Banking	100.00%	100.00%
Banco BMC S.A. Grand Cayman Branch (12).....	Banking	-	100.00%
Banco Bradesco S.A. Nassau Branch	Banking	100.00%	100.00%
Bradesco Securities, Inc.	Brokerage	100.00%	100.00%
Bradesco Securities, Uk.	Brokerage	100.00%	100.00%
Insurance, Private Pension Plans and Savings Bonds Area			
Atlântica Capitalização S.A.	Savings bonds	100.00%	100.00%
Bradesco Argentina de Seguros S.A.	Insurance	99.90%	99.90%
Bradesco Auto/RE Companhia de Seguros	Insurance	100.00%	100.00%
Bradesco Capitalização S.A.	Savings bonds	100.00%	100.00%
Bradesco Saúde S.A.	Insurance/health	100.00%	100.00%
Bradesco Dental S.A. (13).....	Insurance/dental health	-	100.00%
Odontoprev S.A. (14)	Insurance/dental health	43.50%	-
Bradesco Seguros S.A.	Insurance	100.00%	100.00%
Bradesco Vida e Previdência S.A.	Private pension plans/ insurance	100.00%	100.00%
Atlântica Companhia de Seguros	Insurance	100.00%	100.00%
Other activities			
Átria Participações Ltda.	Holding	100.00%	100.00%
Andorra Holdings S.A.	Holding	54.01%	54.01%
Bradescor Corretora de Seguros Ltda.	Insurance brokerage	100.00%	100.00%
Bradesplan Participações Ltda.	Holding	100.00%	100.00%
Cia. Securitizadora de Créditos Financeiros Rubi.....	Credit acquisition	100.00%	100.00%
CPM Holdings Limited (8).....	Holding	49.00%	49.00%
Columbus Holdings S.A.	Holding	100.00%	100.00%
Nova Paiol Participações Ltda.	Holding	100.00%	100.00%
Scopus Tecnologia Ltda.	Information technology	100.00%	100.00%
Tempo Serviços Ltda.	Services	100.00%	100.00%
União Participações Ltda.	Holding	100.00%	100.00%

- (1) Increase in interest by the total subscription of the capital increase in April 2009;
- (2) Current name of Banco Finasa BMC S.A.;
- (3) Increase in interest by the total subscription of capital in December 2009;
- (4) Company acquired in October 2009;

- (5) Current name of Companhia Brasileira de Meios de Pagamento -Visanet;
- (6) Company whose audit services in 2008 were carried out by other independent auditors;
- (7) Companies whose audit services in 2009 were carried out by other independent auditors;
- (8) Companies proportionally consolidated, pursuant to CMN Resolution 2,723/00 and CVM Rule 247/96;
- (9) Reduction in interest by partial sale in June and July 2009;
- (10) The special purpose entity Brazilian Merchant Voucher Receivables Limited is being consolidated. The company takes part in the securitization operation of the future flow of credit card bills receivables of clients domiciled abroad (Note 17d);
- (11) The special purpose entity International Diversified Payment Rights Company is being consolidated. The company takes part in the securitization operation of future flow of payment orders received from overseas (Note 17d);
- (12) Branch merged into Banco Bradesco S.A. Grand Cayman Branch in March 2009;
- (13) Company merged into Odontoprev in October 2009; and
- (14) Interest received for the merger of Bradesco Dental S.A. in October 2009.

3) SIGNIFICANT ACCOUNTING POLICIES

a) Functional and Presentation Currencies

The financial statements are presented in Reais, which is Bradesco's functional currency. Operations of foreign branches and subsidiaries are basically a continuation of the activities in Brazil, and therefore, assets, liabilities and results are adjusted to comply with the accounting practices adopted in Brazil and translated into Reais using the exchange rate of the applicable currency. Gains and losses arising from this translation process are recorded in the income in the period.

b) Determination of net income

Net income is determined on the accrual basis of accounting which establishes that income and expenses should be included in the determination of the results of the period to which they relate, always simultaneously when they are correlated, regardless of receipt or payment. Transactions with fixed rates are recorded at their redemption value and unearned income and unexpired expenses are recorded as a deduction from the corresponding assets and liabilities. Financial income and expenses are prorated daily and calculated based on the exponential method, except when relating to discounted notes or to foreign transactions which are calculated based on the straight-line method.

Floating rate or foreign-currency-indexed transactions are adjusted up to the balance sheet date.

The insurance and coinsurance premiums and commissions, net of premiums assigned in coinsurance and reinsurance and corresponding commissions are appropriated to income over the period of the corresponding insurance policies and invoices and are deferred for appropriation on a straight-line basis, during the risk coverage period, by means of accrual and reversal of unearned premiums reserve and deferred selling expenses. The accepted coinsurance and retrocession operations are recorded based on the information received from other companies and reinsurance companies, respectively.

The supplementary pension plans contributions and life insurance premiums with a survival clause are recognized in income as they are received.

The revenue from savings bonds is recognized at the time of receipt, except for pre-printed bonds of established amount and lump-sum payment, which are recorded at the time of issue. The expenses for placement of bonds, classified as "Selling Expenses," are recognized as they are incurred. Brokerage expenses are recorded when the respective savings bonds contributions are effectively received. Redemptions and drawings are recorded simultaneously to the accounting for the corresponding revenues.

The expenses for technical provisions for private pension plans and savings bonds are recorded at the same time as the corresponding revenues thereof are recognized.

c) Cash and cash equivalents

Cash and Cash Equivalents are represented by: cash in domestic and foreign currency, investments in gold, open market investments and deposits in other banks, with maturities on the application date of 90 days or less and present an insignificant risk of change in fair value, used by the Bank to manage its short-term commitments.

d) Interbank investments

Purchase and sale commitments with unrestricted movement agreements are adjusted to market value. Other investments are recorded at acquisition cost, plus income earned up to the balance sheet date, net of loss accrual, when applicable.

e) Securities

Trading securities - securities acquired for the purpose of being actively and frequently traded, adjusted to market value against the income in the period;

Available-for-sale securities - securities which are not specifically intended for trading purposes or as held to maturity. They are adjusted to market value against a specific account in shareholders' equity, net of tax effects; and

Held-to-maturity securities - securities for which there is intention and financial capacity to hold in the portfolio up to maturity. They are recorded at acquisition cost, plus earnings recognized against income for the period.

The securities classified in the trading and available-for-sale categories, as well as derivative financial instruments are stated at its estimated fair value in the consolidated balance sheet. The fair value generally is based on market prices or quotations for assets or liabilities with similar characteristics. If market prices are not available, fair values are based on traders' quotations, pricing models, discounted cash flows or similar techniques for which the determination of fair value may require judgment or significant estimates by the Management.

f) Derivative financial instruments (assets and liabilities)

These are classified based on Management's intended use thereof on the date of the contracting of the operation and whether it was carried out for hedging purposes or not.

Operations involving derivative financial instruments are designed to meet the Bank's own needs in order to manage the overall exposure, as well as for meeting clients requests for the management of their positions. Gains and losses are recorded in income or expenses accounts of the respective financial instruments.

Derivative financial instruments used to mitigate risks deriving from exposure to variations in the market value of financial assets and liabilities are designated as hedges and are classified according their nature as:

- Market risk hedge: for financial instruments classified in this category as well as the hedge-related financial assets and liabilities, gains and losses, realized or not, are recorded in income statement; and
- Cash flow hedge: for financial instruments classified in this category, the effective valuation or devaluation portion is recorded, net of tax effects, in a specific account in shareholders' equity. The non-effective portion of the respective hedge is directly recognized in the income statement

g) Loan and leasing operations, advances on foreign exchange contracts, other receivables with credit characteristics and allowance for loan losses.

Loan and leasing operations, advances on foreign exchange contracts and other receivables with credit characteristics are classified in their corresponding risk levels in compliance with: (i) the parameters established by CMN Resolution 2,682/99, at nine levels from "AA" (minimum risk) to "H" (maximum risk); and (ii) Management's assessment risk. This assessment, which is carried out on a periodic basis, considers current economic conditions and past loan loss experience, as well as specific and general risks relating to operations, borrowers and guarantors. Moreover, the length of the delay in payment defined in CMN Resolution 2,682/99 is also taken into account for client risk rating purposes as follows:

Past-due period (1)	Client rating
• from 15 to 30 days.....	B
• from 31 to 60 days.....	C
• from 61 to 90 days.....	D
• from 91 to 120 days.....	E
• from 121 to 150 days.....	F
• from 151 to 180 days.....	G
• more than 180 days.....	H

- (1) For operations unexpired term of over 36 months, the periods are doubled, as allowed by CMN Resolution 2,682/99.

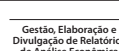
The accrual of revenue on operations past due up to 59 days is recorded in income and subsequent to the 60th day, in unearned income.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

H-rated past-due operations remain at this level for six months, after which they are written-off against the existing allowance and controlled in memorandum accounts for at least five years, no longer being recognized in the balance sheet.

Renegotiated operations are maintained, at least, at the same classification as their prior rating. Renegotiations already charged-off against the allowance and which are recorded in memorandum accounts are rated as "H" level and any possible revenues derived from their renegotiation are recognized as revenue only when they are effectively received. When there is a significant payment on the operation or when new material facts justify a change in risk level, the operation may be reclassified to a lower risk category.

The allowance for loan losses is calculated at an amount sufficient to cover probable losses and takes into consideration CMN and Bacen rules and instructions, together with assessments carried out by the Management, in the determination of credit risk.

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

Income tax and social contribution credits, calculated on tax losses, negative basis of social contribution and temporary additions are recorded in "Other Receivables - Sundry" and the provision for deferred tax liabilities on tax difference in leasing depreciation and mark-to-market adjustments of securities is recorded in "Other Liabilities - Tax and Social Security". Only income tax rate is applied on tax difference in leasing depreciation.

Tax credits on temporary additions will be realized upon use and/or reversal of the corresponding provisions to which they refer. Tax credits on tax losses and negative basis of social contribution will be realized as taxable income is generated, considering the 30% limit of the taxable profit of the reference period. Such tax credits are recorded based on the current expectations for realization, taking into account the technical studies and analyses carried out by the Management.

The provision for income tax is recorded at the base rate of 15% of taxable income, plus a 10% surcharge. As of May 1, 2008, social contribution is calculated at a 15% rate for financial institutions and insurance companies and at 9% for other companies (up to April 30, 2008, this rate was 9% for all companies and for fiscal year 2008 it was calculated pursuant to specific rules issued by the tax authorities).

Tax credits brought forward from previous periods, resulting from the increase of the social contribution rate to 15% are recorded up to the limit of the corresponding consolidated tax liabilities (Note 35).

Provisions were recorded for other income and social contribution taxes in accordance with specific applicable legislation.

Pursuant to Provisional Measure 449/08 (which became Law 11,941/09), the changes in the determination criteria for income, costs and expenses included in the net income for the year, enacted by Law 11,638/07 and by Articles 37 and 38 of Law 11,941/09, shall not have effect taxable income for corporate entities opting for the Transitional Tax Regime (RTT), and, for tax purposes, the accounting methods and criteria in force on December 31, 2007 will be considered. For accounting purposes, the tax effects of adopting Law 11,638/07 are recorded in the corresponding deferred tax assets and liabilities.

i) Prepaid expenses

These represent payments for future benefits or services recorded in assets according to the accrual method of accounting.

This group is basically represented by: insurance selling expenses, insurance expenses and advertising and marketing expenses, as described in Note 12b.

j) Investments

The investments in subsidiaries, jointly-controlled companies and affiliates, with significant influence over the investee or ownership of 20% or more in the voting capital, are evaluated by the equity accounting method.

Tax incentives and other investments are assessed at acquisition cost, net of the provision for impairment, when applicable.

k) Fixed assets

These correspond to tangible assets used in the Bank's activities or acquired with this purpose, including those deriving from operations which transfer risks, benefits and controls of the assets.

Fixed assets are stated at acquisition cost, net of the respective accumulated depreciations, calculated on the straight-line method according to the estimated economic useful life of assets, being: premises - 4% p.a.; furniture and fixtures, machinery and equipment - 10% p.a.; transport systems - 20% p.a.; and data processing systems - 20% to 50% p.a. and impairment, when applicable.

l) Intangible assets

Intangible assets are intangible rights acquired for business activities or exercised with that purpose. Intangible assets with established useful lives are amortized over the estimated period of economic benefit.

Intangible assets comprise:

- Future profitability of client portfolio acquired and acquisition of the right to provide banking services;

These are recorded and amortized over the period in which the asset will directly and indirectly contribute to the future cash flow and adjusted by the impairment, when applicable; and

- Software

Software is recorded at cost less amortization on the straight-line method during the estimated useful life (20% to 50% p.a.), as from the date it is available for use and adjusted by impairment, when applicable. Internal software development expenses are recognized as assets when it is possible to demonstrate the intention and ability to complete such development, as well as reliably measuring costs directly attributable to the software, which will be amortized during its estimated useful life, considering the future economic benefits generated.

m) Asset impairment

The book value of securities classified as available-for-sale and held-to-maturity and non-financial assets, except other assets and tax credits, are tested, at least annually, for impairment, which is recognized in the income statement for the year if the book value of an asset or its cash-generating unit exceeds its recoverable value.

A cash generating unit is the smallest identifiable group of assets that generates cash flows materially independent from other assets and groups.

n) Deposits and federal funds purchased and securities sold under agreements to repurchase

These are recorded at the amount of the liabilities and include, when applicable, related charges up to the balance sheet date, on a daily prorated basis.

o) Technical provisions related to insurance, private pension plans and savings bonds activities

Technical provisions are calculated according to actuarial technical notes approved by Susep and ANS, and criteria set forth by CNSP Resolutions 162/06, 181/07, 195/08 and 204/09.

- Basic, life and health insurance lines:

- Unearned Premiums Provision (PPNG) comprises retained premiums (except reinsurance assignment) which are deferred during the term of effectiveness of the insurance policies, determining the daily prorated value of the unearned premium of the unexpired risk period (future risk of policies in effect);
- The provision for claims Incurred but not reported (IBNR) is calculated on an actuarial basis to quantify the amount of claims occurred and not reported by policyholders/beneficiaries. Pursuant to CNSP Resolution 195/08, as of 2009, insurance companies cannot to deduct from calculation of provisions the amounts transferred to third parties through reinsurance operations;
- The provision for unsettled claims is recorded based on the indemnity estimates for notices of claims received from policyholders up to the balance sheet date. The provision is monetarily restated and includes all claims under litigation. In the case of health insurance, according to the technical note approved by ANS, the provision for unsettled claims complements the IBNR provision;
- The Supplementary Premium Provision (PCP) is recorded on a monthly basis to complement the PPNG, considering the effective risks issued or not. The amount of the PCP is the difference, if positive, between the average of the sum of the daily PPNG and the recorded PPNG;
- The provision for insufficient premiums is recorded when there is insufficiency of the unearned premium provision to cover incurred claims, considering expected indemnities and related expenses, throughout periods to be incurred related to risks in effect on the reference date of calculation;
- Other technical provisions refer to provision for future readjustments of premiums and those required for the technical balance of the individual health plan portfolio, adopting a method included in the actuarial technical note approved by ANS;
- The provision for benefits to be granted, of the individual health plan portfolio, refers to a 5-year coverage for dependents if the policyholder is deceased, adopting a formulation included in the actuarial technical note approved by ANS; and

- The provision for benefits granted, of the individual health plan portfolio, is comprised by liabilities arising from payment release contractual clauses referring to the health plan coverage, and its accounting complies with Resolution - RN 75/04 of ANS, and by premiums for the payment release of Bradesco Saúde policyholders - "Plano GBS".
- Supplementary private pension plans and life insurance covering survival:

- The mathematical provision for benefits to be granted refers to participants whose benefits have not yet begun. In the private pension plans known as "traditional", the provision represents the difference between the current value of the future benefits and the current value of the future contributions, corresponding to the obligations assumed under retirement, disability, pension and regular income plans. The provision related to Long-term Life Insurance (VGBL) covering survival and to Unrestricted Benefits Generating private pension Plans (PGBL) represents the amount of the contributions made by the participants, net of carrying costs and other contractual charges, plus financial earnings generated by the investment of resources in Exclusive Investment Funds (FIEs);
- The mathematical provision for benefits granted refers to participants already using the benefits and corresponds to the present value of future obligations related to the payment of ongoing benefits;
- The contribution insufficiency provision is recorded to complement the mathematical provisions for benefits granted and to be granted, should they not be sufficient to guarantee future commitments. In plans covering survival, the provision is calculated on an actuarial basis and takes into consideration the actuarial table AT-2000 (normalized), increased by 1.5% p.a. (improvement), considering males separately from females, who have higher life expectancy, and the actual interest rate of 4.0% p.a.. In disability plans, the provision is also calculated on an actuarial basis and takes in consideration the biometric AT-49 table (male) and the real interest rate of 4.0% p.a.;
- The financial fluctuation provision is recorded up to the limit of 15% of the mathematical provision for benefits to be granted related to the private pension plans in the category of variable contribution with guarantee of earnings to meet possible financial fluctuations; and
- The administrative expenses provision is recorded to cover administrative expenses of the defined benefit and variable contribution plans. It is calculated in conformity with the methodology set forth in the actuarial technical note.
- Savings bonds:
- The mathematical provision for redemptions is recorded for each active or suspended savings bonds during the estimated term set forth in the general conditions of the plan. It is calculated according to the methodology set forth in the actuarial technical notes approved by Susep;
- The provisions for redemptions are established for the expired savings bonds and unexpired plans where early redemption has been required by the clients. The provisions are monetarily restated based on the indexes determined in each plan; and
- The provisions for unrealized and payable drawings are recorded to cover prizes in future drawings (unrealized) and also for prizes in drawings where clients have already been selected (payable).

p) Contingent assets and liabilities and legal liabilities - tax and social security

The recognition, measurement and disclosure of contingent assets and liabilities and legal liabilities are in accordance with the criteria defined in CMN Resolution 3,535/08 and CVM Resolution 489/05.

- Contingent Assets: are not recognized in the financial statements, except when Management has total control over the situation or when there are real guarantees or favorable judicial decisions, to which no further appeals are applicable, characterizing the gain as practically certain and confirmed expectations of receipt or compensation with another liability. The contingent assets with probable chances of success is probable are disclosed in the notes to the financial statements (Note 19a);
- Contingent Liabilities: are recorded taking into consideration the opinion of the legal advisors, the nature of the lawsuits, the similarity with previous processes, the complexity and positioning of courts, whenever the loss is evaluated as probable, which would cause a probable outflow of funds for the settlement of liabilities and when the amounts involved are measurable with sufficient reliability. The contingent liabilities classified as possible losses are not recognized in the financial statements, and they must only be disclosed in the notes, when individually material, and those classified as remote do not require provision nor disclosure (Notes 19b and 19c); and
- Legal Liabilities - Tax and Social Security: result from judicial proceedings related to tax liabilities, being contested on the grounds of legality or constitutionality, which, regardless of the assessment of the probability of success, are fully recognized in the financial statements (Note 19b).

q) Funding expenses

At Bradesco Condolitated, expenses related to funding transactions involving the issue of securities are recorded as reduction of the liability and are allocated to income over the term of the transaction.

r) Other assets and liabilities

The assets are stated at their realizable amounts, including, when applicable, related income and monetary and exchange variations (on a daily prorated basis), and less provision for loss, when deemed appropriate. The liabilities comprise known or measurable amounts, including related charges and monetary and exchange variations (on a daily prorated basis).

4) INFORMATION FOR COMPARISON PURPOSES

As from November 2009, Bradesco started to consolidate in its financial statements Banco Ibi and its subsidiaries.

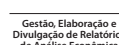
a) Below we present the main balance sheet balances and income statement as of December 31, 2009:

	R\$ thousand
Banco Ibi	
Assets	
Current and long-term assets	5,747,895
Cash and cash equivalents	17,594
Interbank investments.....	416,654
Securities and derivative financial instruments.....	1,694,885
Interbank accounts	8,286
Loan and leasing operations	1,749,578
Other receivables.....	1,835,761
Other assets	25,137
Permanent assets.....	196,552
- Premises and equipment.....	11,196
- Deferred charges.....	95,359
- Intangible assets	89,997
Total	5,944,447
Liabilities	
Current and long-term liabilities	3,900,520
Demand, time and other deposits.....	1,219,658
Federal funds purchased and securities sold under agreements to repurchase.....	12,502
Interdepartmental accounts.....	1,368
Other liabilities.....	2,666,992
Shareholders' equity	2,043,927
Total	5,944,447
	R\$ thousand
Banco Ibi	
From November 1	
to December 31, 2009	
Revenues from financial intermediation.....	280,173
Expenses from financial intermediation.....	139,106
Gross income from financial intermediation	141,067
Other operating revenues/expenses.....	(133,148)
Operating income.....	7,919
Non-operating income	(793)
Income before taxes on income and interest	7,126
Income tax and social contribution	5,188
Net income	12,314
	Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

b) Reclassifications

For a better comparison of the financial statements, reclassifications were made in the balances for the period ended December 31, 2008, to comply with the accounting procedures/classifications adopted in 2009.

Balance Sheet

	BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
	As previously reported	Reclas-sifications	Reclassified balance	As previously reported	Reclas-sifications	Reclassified balance
Liabilities						
Current liabilities	241,754,414	-	241,754,414	248,474,344	-	248,474,344
Other liabilities	25,902,431	-	25,902,431	34,045,924	-	34,045,924
Subordinated debts (1)	12,146	402,222	414,368	12,147	402,222	414,369
Sundry (1)	9,910,851	(402,222)	9,508,629	14,877,709	(402,222)	14,475,487
Long-term liabilities	182,392,616	-	182,392,616	171,087,150	-	171,087,150
Other liabilities	27,999,389	-	27,999,389	30,543,493	-	30,543,493
Subordinated debts (1)	19,236,419	35,874	19,272,293	19,236,419	35,874	19,272,293
Sundry (1)	4,404,118	(35,874)	4,368,244	2,595,072	(35,874)	2,559,198
Total	458,421,874	-	458,421,874	454,413,043	-	454,413,043

Statement of Income

	BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
	As previously reported	As previously reported	As previously reported	As previously reported	As previously reported	As previously reported
Other operating revenues/expenses	1,370,997	-	1,370,997	(7,983,440)	-	(7,983,440)
Fee and Commission Income (2)	6,677,517	(353,462)	6,324,055	11,215,095	(353,462)	10,861,633
Other Revenues from Fees and Commissions	5,199,738	(353,462)	4,846,276	9,163,687	(355,170)	8,808,517
Income from Banking Fees	-	-	-	2,051,408	1,708	2,053,116
Personnel Expenses (3)	-	-	-	(7,166,253)	(222,768)	(7,389,021)
Other Administrative Expenses (2) (3)	(6,638,508)	203,648	(6,434,860)	(8,144,272)	(115,064)	(8,259,336)
Tax Expenses (3)	-	-	-	(1,948,768)	(18,335)	(1,967,103)
Other Operating Expenses (2) (3)	(2,978,965)	149,814	(2,829,151)	(5,995,457)	709,629	(5,285,828)
Net Income	7,620,238	-	7,620,238	7,620,238	-	7,620,238

(1) Reclassification of Other Liabilities - Sundry to Subordinated Debts related to CDB issue;

(2) Reclassification of Fee and Commission Income and Other Administrative Expenses to Other Operating Expenses, related to interbank fees, which now is named Reimbursement of Operating Costs; and

(3) Reclassification in Bradesco Consolidated of Other Operating Expenses to Personnel Expenses, Other Administrative Expenses and Tax Expenses, related to the breakdown of sale of non-financial companies.

5) ADJUSTED BALANCE SHEET AND STATEMENT OF INCOME BY BUSINESS SEGMENT

a) Balance sheet

	Financial (1) (2)		Insurance Group (2) (3)		Other activities (2)	Eliminations (4)	Total consolidated
	Brazil	Abroad	Brazil	Abroad			
Assets							
Current and long-term assets	384,516,285	27,770,119	89,973,762	17,240	1,047,572	(7,296,683)	496,028,295
Cash and cash equivalents	5,819,962	1,054,732	68,813	9,818	27,864	(34,626)	6,946,563
Interbank investments	109,956,011	840,769	-	-	100,098	(100,065)	110,796,813
Securities and derivative financial instruments	56,438,562	6,834,941	83,648,149	5,809	412,186	(720,912)	146,618,735
Interbank and interdepartmental accounts	18,349,807	373,409	-	-	-	-	18,723,216
Loan and leasing operations	144,650,802	18,031,836	-	-	-	(5,224,394)	157,458,244
Other receivables and other assets	49,301,141	634,432	6,256,800	1,613	507,424	(1,216,686)	55,484,724
Permanent assets	30,137,755	8,778	2,112,967	37	138,817	(22,203,557)	10,194,797
Investments	22,363,915	1,917	1,029,844	-	68,700	(22,203,557)	1,260,819
Premises and equipment and leased assets	3,124,425	6,772	228,241	37	58,479	-	3,417,954
Intangible assets	4,649,415	89	854,882	-	11,638	-	5,516,024
Total in 2009	414,654,040	27,778,897	92,086,729	17,277	1,186,389	(29,500,240)	506,223,092
Total in 2008	369,586,421	29,807,072	77,953,752	21,877	995,911	(23,951,990)	454,413,043

Liabilities							
Current and long-term liabilities	372,250,391	17,379,601	80,357,392	7,851	652,489	(7,296,683)	463,351,041
Deposits	166,239,378	4,909,250	-	-	-	(75,544)	171,073,084
Federal funds purchased and securities sold under agreements to repurchase	112,937,514	435,597	-	-	-	(100,065)	113,273,046
Funds from issuance of securities	4,095,776	4,257,577	-	-	-	(870,769)	7,482,584
Interbank and interdepartmental accounts	2,949,317	837	-	-	-	-	2,950,154
Borrowing and onlending	28,879,782	3,481,483	82	-	-	(5,033,611)	27,327,736
Derivative financial instruments	428,193	103,001	-	-	-	-	531,194
Technical provisions from insurance, private pension plans and savings bonds	-	-	75,570,227	1,694	-	-	75,571,921
Other liabilities:							
- Subordinated debts	19,324,696	3,779,281	-	-	-	-	23,103,977
- Other	37,395,735	412,575	4,787,083	6,157	652,489	(1,216,694)	42,037,345
Deferred income	320,625	-	-	-	-	-	320,625
Shareholders' equity/minority interest in subsidiaries	329,273	10,399,296	11,729,337	9,426	533,900	(22,203,557)	797,675
Shareholders' equity - parent company	41,753,751	-	-	-	-	-	41,753,751
Total in 2009	414,654,040	27,778,897	92,086,729	17,277	1,186,389	(29,500,240)	506,223,092
Total in 2008	369,586,421	29,807,072	77,953,752	21,877	995,911	(23,951,990)	454,413,043

b) Statement of income

	Financial (1) (2)		Insurance Group (2) (3)		Other activities (2)	Eliminations (4)	Total consolidated
	Brazil	Abroad	Brazil	Abroad			
Revenues from financial intermediation	53,533,061	1,404,378	8,035,175	3,417	29,347	(106,299)	62,899,079
Expenses from financial intermediation	36,584,153	919,594	5,128,517	-	-	(107,039)	42,525,225
Gross income from financial intermediation	16,948,908	484,784	2,906,658	3,417	29,347	740	20,373,854
Other operating income/expenses	(11,682,102)	(127,784)	1,297,024	843	136,421	(553)	(10,376,151)
Operating income	5,266,806	357,000	4,203,682	4,260	165,768	187	9,997,703
Non-operating income	1,786,901	375,723	(18,571)	3	(22,403)	(57)	2,121,596
Income before taxes and minority interest	7,053,707	732,723	4,185,111	4,263	143,365	130	12,119,299
Income tax and social contribution	(2,569,530)	(2,492)	(1,461,454)	(1,888)	(46,815)	(130)	(4,082,309)
Minority interest in subsidiaries	(20,637)	-	(3,390)	-	(681)	-	(24,708)
Net income in 2009	4,463,540	730,231	2,720,267	2,375	95,869	-	8,012,282
Net income in 2008	5,182,600	(239,906)	2,653,310	(4,578)	28,812	-	7,620,238

(1) The "Financial" segment comprises: financial institutions; holding companies (which are mainly responsible for managing financial resources); as well as credit card and asset management companies;

(2) The balances of equity accounts, income and expenses among companies from the same segment are being eliminated;

(3) The "Insurance Group" segment comprises insurance, private pension plans and savings bonds companies; and

(4) Amounts eliminated among companies from different segments, as well as operations carried out in Brazil and abroad.

6) CASH AND CASH EQUIVALENTS

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Funds available in domestic currency	5,402,459	5,497,707	5,507,300	5,822,653
Funds available in foreign currency	1,360,946	3,316,903	1,439,198	3,472,821
Investments in gold	25	25	65	67
Total funds available (cash)	6,763,430	8,814,635	6,946,563	9,295,541
Short-term interbank investments (1)	76,051,921	56,640,411	75,774,350	54,835,831
Total cash and cash equivalents	82,815,351	65,455,046	82,720,913	64,131,372

(1) Refers to operations with maturities on the application date of 90 days or less and with insignificant risk of change in fair value.

7) INTERBANK INVESTMENTS

a) Breakdown and maturities

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED		BRADESCO CONSOLIDATED		BRADESCO CONSOLIDATED	
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	2009	2008
Investments in the open market:								
Own portfolio position	32,356,650	19,076,657	13,315,320	20,011,434	-	-	33,326,754	19,446,068
• Financial treasury bills	198,004	3,477,299	780,904	-	-	-	780,904	3,609,090
• National treasury notes	19,185,687	11,620,461	5,396,749	13,788,938	-	-	19,185,687	11,858,081
• National treasury bills	12,963,635	3,948,556	7,128,311	6,222,496	-	-	13,350,807	3,948,556
• Other	9,324	30,341	9,356	-	-	-	9,356	30,341
Funded position	68,981,883	40,168,395	65,908,415	2,007,839	41,527	-	67,957,781	39,750,183
• Financial treasury bills	21,582,347	38,235,138	20,945,416	-	-	-	20,945,416	38,054,546
• National treasury notes	28,537,680	409,151	28,496,153	-	41,527	-	28,537,680	171,531
• National treasury bills	18,861,856	1,524,106	16,466,846	2,007,839	-	-	18,474,685	1,524,106
Short position	553,156	2,238,365	223,194	329,962	-	-	553,156	2,238,365
• National treasury bills	553,156	2,238,365	223,194	329,962	-	-	553,156	2,238,365
Subtotal	101,891,689	61,483,417	79,446,929	22,349,235	41,527	-	101,837,691	61,434,616
Deposits in other banks:								
• Deposits in other banks	47,856,662	52,807,509	4,568,492	1,112,106	2,201,944	1,077,439	8,959,981	12,759,752
• Provisions for losses	(859)	(3,143)	(426)	-	(433)	-	(859)	(3,143)
Subtotal	47,855,803	52,804,366	4,568,066	1,112,106	2,201,511	1,077,439	8,959,122	12,756,609
Total in 2009	149,747,492		84,014,995	23,461,341	2,243,038	1,077,439	110,796,813	
Total in 2008		114,287,783	64,738,498	5,828,352	2,895,589	728,786		74,191,225
%			87.3	7.9	3.9	0.9		100.0

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
Divulgação de Relatórios
de Análise Econômica
Financeira e Demonstrações
Financeiras Consolidadas
da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

b) Income from interbank investments

Classified in the statement of income as income on securities transactions

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Income from investments in purchase and sale commitments:				
Own portfolio position	2,049,852	931,387	2,129,798	1,011,378
Funded position	6,031,258	4,821,197	5,952,209	4,751,974
Short position	357,153	690,080	357,153	690,080
Unrestricted securities	-	12,672	-	12,672
Subtotal	8,438,263	6,455,336	8,439,160	6,466,104
Income from interest-earning deposits in other banks	4,976,137	4,698,100	666,280	770,070
Total (Note 8h)	13,414,400	11,153,436	9,105,440	7,236,174

8) SECURITIES AND DERIVATIVE FINANCIAL INSTRUMENTS

Information on securities and derivative financial instruments is as follows:

a) Summary of the consolidated classification of securities by business segment and issuer

On December 31 - R\$ thousand

	Financial	Insurance/ Savings bonds	Private pension plans	Other activities	2009	%	2008	%
Trading securities	38,510,735	1,990,690	29,906,576	304,302	70,712,303	59.5	80,383,883	69.8
- Government securities	21,882,031	720,766	227,382	265,419	23,095,598	19.4	34,649,213	30.1
- Corporate bonds	15,270,131	1,269,924	224,597	38,883	16,803,535	14.2	15,389,377	13.3
- Derivative financial instruments (1)	1,358,573	-	-	-	1,358,573	1.1	2,364,140	2.1
- PGBL/VGBL restricted bonds	-	-	29,454,597	-	29,454,597	24.8	27,981,153	24.3
Available-for-sale securities	19,615,769	1,349,829	1,110,114	8,206	22,083,918	18.6	10,796,270	9.4
- Government securities	13,194,105	121,523	294,535	-	13,610,163	11.5	2,964,736	2.6
- Corporate bonds	6,421,664	1,228,306	815,579	8,206	8,473,755	7.1	7,831,534	6.8
Held-to-maturity securities (4)	869,354	7,494,856	17,574,374	-	25,938,584	21.9	24,020,907	20.8
- Government securities	869,354	7,494,856	16,902,612	-	25,266,822	21.3	23,325,817	20.2
- Corporate bonds	-	-	671,762	-	671,762	0.6	695,090	0.6
Subtotal	58,995,858	10,835,375	48,591,064	312,508	118,734,805	100.0	115,201,060	100.0
Purchase and sale commitments (2)	3,656,410	4,045,712	20,181,808	-	27,883,930	-	16,396,613	-
Overall total	62,652,268	14,881,087	68,772,872	312,508	146,618,735		131,597,673	
- Government securities	35,945,490	8,337,145	17,424,529	265,419	61,972,583	52.2	60,939,766	52.9
- Corporate bonds	23,050,368	2,498,230	1,711,938	47,089	27,307,625	23.0	26,280,141	22.8
- PGBL / VGBL restricted bonds	-	-	29,454,597	-	29,454,597	24.8	27,981,153	24.3
Subtotal	58,995,858	10,835,375	48,591,064	312,508	118,734,805	100.0	115,201,060	100.0
Purchase and sale commitments (2)	3,656,410	4,045,712	20,181,808	-	27,883,930	-	16,396,613	-
Overall total	62,652,268	14,881,087	68,772,872	312,508	146,618,735		131,597,673	

b) Breakdown of consolidated portfolio by issuer

On December 31 - R\$ thousand

	2009					2008		
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Market/ book value (5) (6) (7)	Restated cost	Mark-to- market	Market/ book value (5) (6) (7)
Securities (3)	1,847,240	575,289	1,215,741	58,334,313	61,972,583	61,548,757	423,826	60,939,766
Government securities	28,840	495,414	430,995	13,419,386	14,374,635	14,380,563	(5,928)	7,968,695
Financial treasury bills	28,840	495,414	430,995	13,419,386	14,374,635	14,380,563	(5,928)	7,968,695
National treasury bills	1,416,359	392	52,112	2,867,148	4,336,011	4,345,797	(9,786)	6,410,513
National treasury notes	397,598	-	722,945	39,000,749	40,121,292	40,091,311	29,981	41,138,951
Brazilian foreign debt notes	-	1,198	604	2,811,348	2,813,150	2,414,969	398,181	3,564,215
Privatization currencies	-	-	-	94,143	94,143	79,550	14,593	99,658
Foreign government securities	556	77,029	4,941	129,239	211,765	215,435	(3,670)	1,755,595
Other	3,887	1,256	4,144	12,300	21,587	21,132	455	2,139
Corporate bonds	10,257,389	859,740	2,606,048	13,584,448	27,307,625	26,929,244	378,381	26,280,141
Bank deposit certificates	161,478	63,280	111,795	760,843	1,097,396	1,097,396	-	2,032,302
Shares	3,294,980	-	-	-	3,294,980	3,179,760	115,220	3,363,189
Debentures	235,956	160,712	372,694	8,264,159	9,033,521	8,893,843	139,678	7,236,194
Promissory notes	102,661	296,898	1,648,104	117	2,047,780	2,048,201	(421)	4,915,118
Foreign corporate bonds	16,647	2,166	12,458	2,196,740	2,228,011	2,150,756	77,255	1,899,742
Derivative financial instruments (1)	302,621	254,844	94,675	706,433	1,358,573	1,241,014	117,559	2,364,140
Other	6,143,046	81,840	366,322	1,656,156	8,247,364	8,318,274	(70,910)	4,469,456
PGBL/VGBL restricted bonds	2,969,516	4,845,951	7,495,328	14,143,802	29,454,597	29,454,597	-	27,981,153
Subtotal	15,074,145	6,280,980	11,317,117	86,062,563	118,734,805	117,932,598	802,207	115,201,060
Purchase and sale commitments (2)	26,126,110	1,194,914	480,240	82,666	27,883,930	27,883,930	-	16,396,613
Hedge - cash flow (Note 8g)	-	-	-	-	-	-	150,089	-
Overall total	41,200,255	7,475,894	11,797,357	86,145,229	146,618,735	145,816,528	952,296	131,597,673

c) Consolidated classification by category, maturity and business segment

1) Trading securities

On December 31 - R\$ thousand

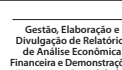
	2009						2008		
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Market/ book value (5) (6) (7)	Restated cost	Mark-to- market	Market/ book value (5) (6) (7)	Mark-to- market
Securities (3)	6,947,034	908,645	2,327,184	28,327,872	38,510,735	38,150,619	360,116	49,565,780	1,253,771
- Financial.....	912,870	392	33,236	1,389,956	2,336,454	2,337,354	(900)	6,259,719	37,946
National treasury bills	26,647	110,320	154,466	12,033,961	12,325,394	12,331,646	(6,252)	6,503,743	(9,113)
Bank deposit certificates	14,112	60,365	11,780	732,325	818,582	818,582	-	1,394,751	-
Derivative financial instruments (1)	302,621	254,844	94,675	706,433	1,358,573	1,241,014	117,559	2,364,140	401,921
Debentures	235,956	105,641	104,007	6,858,001	7,303,605	7,167,665	135,940	5,063,443	72,528
Promissory notes.....	102,661	296,353	1,648,104	117	2,047,235	2,047,656	(421)	4,439,342	-
Brazilian foreign debt notes	-	-	-	35,278	35,278	31,601	3,677	43,072	2,280
National treasury notes	369,980	-	268,168	6,445,675	7,083,823	6,972,817	111,006	18,833,362	277,396
Foreign corporate securities.....	2,378	2,166	2,590	53,834	60,968	57,471	3,497	105,220	(5,593)
Foreign government securities	-	77,029	4,941	50	82,020	82,656	(636)	1,755,583	22,316
Shares	60,023	-	-	-	60,023	60,023	-	471,897	454,090
Other.....	4,919,786	1,535	5,217	72,242	4,998,780	5,002,134	(3,354)	2,331,508	-
- Insurance companies and savings bonds	843,183	123,602	511,126	512,779	1,990,690	1,990,690	-	2,153,932	-
Financial treasury bills	-	123,602	135,487	385,139	644,228	644,228	-	695,307	-
National treasury bills	-	-	18,857	51,327	70,184	70,184	-	47,333	-
Bank deposit certificates	-	-	68,909	10,119	79,028	79,028	-	360,068	-
National treasury notes	-	-	-	6,354	6,354	6,354	-	111,024	-
Shares	38,556	-	-	-	38,556	38,556	-	27,117	-
Debentures	-	-	714	4,201	4,915	4,915	-	32,501	-
Foreign private bonds.....	-	-	5,073	-	5,073	5,073	-	-	-
Promissory notes.....	-	-	-	-	-	-	-	62	-
Other.....	804,627	-	282,086	55,639	1,142,352	1,142,352	-	880,520	-
- Private pension plans	3,194,113	4,846,455	7,508,993	14,357,015	29,906,576	29,906,607	(31)	28,409,104	-
Financial treasury bills	-	504	13,665	192,646	206,815	206,815	-	197,673	-
National treasury notes	-	-	-	11,246	11,246	11,277	(31)	2,731	-
Bank deposit certificates	-	-	-	-	-	-	-	5,169	-
National treasury bills	-	-	-	9,321	9,321	9,321	-	6,998	-
Shares	2,715	-	-	-	2,715	2,715	-	1,571	-
Debentures	-	-	-	-	-	-	-	3,021	-
PGBL / VGBL restricted bonds	2,969,516	4,845,951	7,495,328	14,143,802	29,454,597	29,454,597	-	27,981,153	-
Other.....	221,882	-	-	-	221,882	221,882	-	210,788	-
- Other activities	34,530	2,958	42,137	224,677	304,302	304,302	-	255,067	-
Financial treasury bills	2,193	960	20,380	204,872	228,405	228,405	-	164,510	-
Bank deposit certificates	56	614	4,027	11,284	15,981	15,981	-	27,546	-
National treasury bills	3,654	-	-	4,866	8,520	8,520	-	17,815	-
Debentures	-	-	16,509	2,368	18,877	18,877	-	33,841	-
National treasury notes	27,618	-	-	876	28,494	28,494	-	10,343	-
Promissory notes.....	-	545	-	-	545	545	-	-	-
Other.....	1,009	839	1,221	411	3,480	3,480	-	1,012	-
Subtotal	11,018,860	5,881,660	10,389,440	43,422,343	70,712,303	70,352,218	360,085	80,383,883	1,253,771
Purchase and sale commitments (2)	26,126,110	1,194,914	480,240	82,666	27,883,930	27,883,930	-	16,396,613	-
- Financial	2,491,269	1,019,713	62,762	82,666	3,656,410	3,656,410	-	2,723,656	-
- Insurance companies and savings bonds	3,672,294	175,201	198,217	-	4,045,712	4,045,712	-	3,187,069	-
- Private pension plans	19,962,547	-	219,261	-	20,181,808	20,181,808	-	10,485,888	-
- PGBL/VGBL	17,235,533	-	219,261	-	17,454,794	17,454,794	-	10,068,576	-
- Funds	2,727,014	-	-	-	2,727,014	2,727,014	-	417,312	-
Overall total.....	37,144,970	7,076,574	10,869,680	43,505,009	98,596,233	98,236,148	360,085	96,780,496	1,253,771
Derivative financial instruments (liabilities)	(183,601)	(101,867)	(149,707)	(96,019)	(531,194)	(561,704)	30,510	(12,041,926)	(184,759)



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

II) Available-for-sale securities

On December 31 - R\$ thousand

	2009					2008				
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Market/book value (5) (6) (7)	Restated cost	Mark-to-market	Market/book value (5) (6) (7)	Mark-to-market	
Securities (3) (8)										
- Financial	2,243,008	321,757	576,633	16,474,371	19,615,769	19,154,112	461,657	6,919,083	(30,466)	
National treasury bills.....	499,835	-	19	1,411,678	1,911,532	1,920,418	(8,886)	78,648	(33)	
Brazilian foreign debt securities.....	-	1,198	604	1,920,467	1,922,269	1,527,765	394,504	2,373,461	419,518	
Foreign corporate securities.....	14,269	-	4,795	2,142,906	2,161,970	2,088,212	73,758	1,794,522	(149,853)	
National treasury notes.....	-	-	454,777	8,139,130	8,593,907	8,674,901	(80,994)	15,950	(2,203)	
Financial treasury bills.....	-	182,465	7,417	350,102	539,984	540,072	(88)	130,565	29	
Bank deposit certificates.....	139,248	2,301	27,079	7,115	175,743	175,743	-	244,368	-	
Debentures.....	-	55,071	-	813,349	868,420	869,572	(1,152)	820,975	(3,170)	
Shares.....	1,439,018	-	-	-	1,439,018	1,295,915	143,103	441,038	(247,000)	
Privatization currencies.....	-	-	-	94,143	94,143	79,550	14,593	99,658	13,124	
Foreign governments bonds.....	556	-	-	129,189	129,745	132,779	(3,034)	12	-	
Other.....	150,082	80,722	81,942	1,466,292	1,779,038	1,849,185	(70,147)	919,886	(60,878)	
- Insurance companies and savings bonds	1,062,364	26,282	30,367	230,816	1,349,829	1,336,843	12,986	1,962,469	(527,942)	
Financial treasury bills.....	-	26,282	30,335	64,906	121,523	121,460	63	81,367	28	
Shares.....	1,012,817	-	-	-	1,012,817	1,007,830	4,987	1,082,630	(535,576)	
Debentures.....	-	-	32	165,910	165,942	161,052	4,890	587,323	(23)	
Promissory notes.....	-	-	-	-	-	-	-	158,571	-	
Other.....	49,547	-	-	-	49,547	46,501	3,046	52,578	7,629	
- Private pension plans	741,707	51,281	55,494	261,632	1,110,114	1,142,761	(32,647)	1,914,241	(528,119)	
Shares.....	741,707	-	-	-	741,707	774,703	(32,996)	1,338,859	(528,256)	
Financial treasury bills.....	-	51,281	55,494	187,760	294,535	294,186	349	182,936	137	
Promissory notes.....	-	-	-	-	-	-	-	317,143	-	
Other.....	-	-	-	73,872	73,872	73,872	-	75,303	-	
- Other activities	8,206	-	-	-	8,206	8,080	126	477	59	
Bank deposit certificates.....	8,062	-	-	-	8,062	8,062	-	400	-	
Shares.....	144	-	-	-	144	18	126	77	59	
Subtotal	4,055,285	399,320	662,494	16,966,819	22,083,918	21,641,796	442,122	10,796,270	(1,086,468)	
Hedge - cash flow (Note 8g).....	-	-	-	-	-	-	150,089	-	-	
Overall Total	4,055,285	399,320	662,494	16,966,819	22,083,918	21,641,796	592,211	10,796,270	(1,086,468)	

III) Held-to-maturity securities

On December 31 - R\$ thousand

	2009					2008	
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Restated cost (5)(6)	Restated cost (5)(6)	
Securities							
Financial	-	-	13,751	855,603	869,354	1,160,149	
Brazilian foreign debt notes.....	-	-	-	855,603	855,603	1,147,682	
Financial treasury bills.....	-	-	13,751	-	13,751	12,467	
Insurance companies and savings bonds	-	-	-	7,494,856	7,494,856	6,313,953	
Debentures.....	-	-	-	-	-	84,320	
National treasury notes.....	-	-	-	7,494,856	7,494,856	6,229,633	
Private pension plans	-	-	251,432	17,322,942	17,574,374	16,546,805	
Debentures.....	-	-	251,432	420,330	671,762	610,770	
National treasury notes.....	-	-	-	16,902,612	16,902,612	15,935,908	
Financial treasury bills.....	-	-	-	-	-	127	
Overall total (4)	-	-	265,183	25,673,401	25,938,584	24,020,907	

d) Breakdown of the portfolios by financial statements classification

On December 31 - R\$ thousand

	BRADESCO CONSOLIDATED					TOTAL CONSOLIDATED	
	BRADESCO MÚLTIPLO	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	(3) (5) (6) (7)	
Own portfolio	21,223,539	39,171,137	7,131,120	10,842,415	58,994,607	116,139,279	
Fixed income securities	20,755,459	35,876,157	7,131,120	10,842,415	58,994,607	112,844,299	
• Financial treasury bills.....	245,159	28,840	405,484	319,078	3,325,422	4,078,824	
• Purchase and sale commitment (2).....	-	26,126,110	1,194,914	480,240	82,666	27,883,930	
• National treasury bills.....	534,524	28,174	-	563	25,047,279	25,076,016	
• Brazilian foreign debt securities.....	2,362,493	-	1,198	604	2,360,691	2,362,493	
• Bank deposit certificates.....	59,219	161,478	63,280	111,795	760,843	1,097,396	
• National treasury bills.....	1,956,862	59,286	392	26,144	1,051,707	1,137,529	
• Foreign corporate securities.....	2,148,895	16,647	2,166	12,458	2,160,226	2,191,497	
• Debentures.....	6,946,621	235,956	160,712	372,694	8,264,159	9,033,521	
• Promissory notes.....	722,943	102,661	296,898	1,648,104	117	2,047,780	
• Foreign government securities.....	205,493	556	77,029	4,941	129,239	211,765	
• PGBL/ VGBL restricted bonds.....	-	2,969,516	4,845,951	7,495,328	14,143,802	29,454,597	
• Other.....	5,573,250	6,146,933	83,096	370,466	1,668,456	8,268,951	
Equity securities	468,080	3,294,980	-	-	-	3,294,980	
• Shares of listed companies (technical provision).....	-	676,452	-	-	-	676,452	
• Shares of listed companies (other).....	468,080	2,618,528	-	-	-	2,618,528	
Restricted securities	73,846,779	1,726,497	89,930	860,267	24,897,870	27,574,564	
Repurchase agreements	54,877,396	-	12,506	461,697	6,927,696	7,401,899	
• National treasury bills.....	182,109	-	-	1,465	180,644	182,109	
• Brazilian foreign debt securities.....	450,657	-	-	-	450,657	450,657	
• Financial treasury bills.....	3,143,421	-	12,506	-	3,143,421	3,155,927	
• National treasury notes.....	3,576,692	-	-	460,232	3,116,460	3,576,692	
• Foreign corporate securities.....	36,514	-	-	-	36,514	36,514	
• Debentures.....	46,266,612	-	-	-	-	-	
• Promissory notes.....	1,221,391	-	-	-	-	-	
Brazilian Central Bank	14,772,223	1,726,455	16	208,504	12,837,265	14,772,240	
• National treasury bills.....	2,335,104	1,357,031	-	-	978,073	2,335,104	
• National treasury notes.....	8,871,523	369,424	-	208,504	8,293,595	8,871,523	
• Financial treasury bills.....	3,565,596	-	16	-	3,565,597	3,565,613	
Privatization currencies	8,771	-	-	-	94,143	94,143	
Guarantees provided	4,188,389	42	77,408	190,066	5,038,766	5,306,282	
• National treasury bills.....	616,300	42	-	24,503	656,724	681,269	
• Financial treasury bills.....	1,035,599	-	77,408	111,917	1,838,627	2,027,952	
• National treasury notes.....	2,536,490	-	-	53,646	2,543,415	2,597,061	
• Brazilian foreign debt securities.....	-	-	-	-	-	-	
Derivative financial instruments (1)	1,400,290	302,621	254,844	94,675	706,433	1,358,573	
Securities subject to repurchase agreements but not restricted	1,546,319	-	-	-	1,546,319	1,546,319	
• National treasury bills.....	-	-	-	-	-	-	
• Financial treasury bills.....	1,546,319	-	-	-	1,546,319	1,546,319	
Total in 2009	98,016,927	41,200,255	7,475,894	11,797,357	86,145,229	146,618,735	
%.....	100.0	28.1	5.1	8.0	58.8	100.0	
Total in 2008	89,634,700	26,144,286	13,724,800	11,118,672	80,609,915	131,597,673	
%.....	100.0	19.9	10.4	8.4	61.3	100.0	

- (1) Consistent with the criterion adopted by Bacen Circular Letter 3,068/02 and due to the characteristics of the securities, we are considering the derivative financial instruments, except those considered as cash flow hedge under the category "Trading Securities";
- (2) These refer to investment funds resources and managed portfolios applied on purchase and sale commitments with Bradesco, whose owners are consolidated subsidiaries, except those considered as cash flow hedge;
- (3) The investment fund quotas were distributed according to the instruments composing their portfolios and preserving the category classification of the funds;
- (4) In compliance with the provisions of Article 8 of Bacen Circular Letter 3,068/02, Bradesco declares that it has both the financial capacity and the intention to hold to maturity the securities classified as 'held-to-maturity'. This financial capacity is evidenced in Note 32a, which presents the maturities of asset and liability operations as of December 31, 2009;
- (5) The number of days to maturity was based on the maturity of the securities, regardless of their accounting classification;
- (6) This column reflects book value subsequent to mark-to-market according to item (7), except for held-to-maturity securities, whose market value is higher than the restated cost in the amount of R\$ 3,082,780 thousand (2008 - R\$ 1,550,399 thousand);
- (7) The market value of securities is determined based on the market price available on the balance sheet date. Should there be no market prices available, amounts are estimated based on the prices quoted by dealers, on price definition models, quotation models or price quotations for instruments with similar characteristics; in case of investment funds, the restated cost reflects the market value of the respective quotas; and
- (8) In 4Q09, non-temporary losses totaled R\$ 24,726 thousand, for securities classified as available-for-sale.

e) Derivative financial instruments

Bradesco carries out transactions involving derivative financial instruments, which are recorded in the balance sheet or memorandum accounts, to meet its own needs in managing its global exposure, as well as to meet its clients requests, in order to manage their exposures. These operations involve a series of derivatives, including interest rate swaps, currency swaps, futures and options. Bradesco's risk management policy is based on the utilization of derivative financial instruments with a view to mitigating risks of the operations carried out by the Bank and its subsidiaries.

Securities classified in the trading and available-for-sale categories, as well as derivative financial instruments are stated in the consolidated balance sheet at its estimated fair value. The fair value is generally based on market prices or quotations for assets or liabilities with similar characteristics. Should market prices not be available, fair values are based on dealer quotations, pricing models, discounted cash flows or similar techniques for which the determination of fair value may require judgment or significant estimates by the management.

Market price quotations are used to determine the fair value of derivative financial instruments. The fair value of swaps is determined by using discounted cash flows modeling techniques that use yield curves, reflecting adequate risk factors. The information to build yield curves is mainly obtained at BM&FBovespa (Futures and Commodities Exchange) and in the domestic and international secondary market. These yield curves are used to determine the fair value of currency swaps, interest rate and other risk factors swaps. The fair value of forward and futures contracts is also determined based on market price quotations for derivatives traded at the stock exchange or using methodologies similar to those outlined for swaps. Fair Value of loan derivative instruments is determined based on market price quotation or from specialized entities. The fair value of options is determined

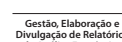
Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

based on mathematical models, such as Black & Scholes, using yield curves, implied volatilities and the fair value of corresponding assets. Current market prices are used to price the volatilities.

Derivative financial instruments in Brazil mainly refer to swap and futures operations and are recorded at Cetip (OTC Clearing House) and BM&FBovespa.

I) Amount of derivative financial instruments recorded in equity and memorandum accounts

		On December 31 - R\$ thousand			
		BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
		2009	2008	2009	2008
		Overall amount	Net amount	Overall amount	Net amount
Futures contracts					
Purchase commitments:					
- Interbank market		32,385,743	42,947,099	32,437,198	43,251,570
- Foreign currency		28,749,996	39,202,418	28,801,451	39,325,772
- Other		3,507,063	3,719,076	3,507,063	3,900,193
Sale commitments:		128,684	25,605	128,684	25,605
- Interbank market (1)		85,852,153	34,041,450	85,907,008	34,483,872
- Foreign currency (2)		69,767,002	16,634,737	69,821,858	16,711,109
Option contracts		16,085,151	17,406,713	16,085,150	17,772,763
Purchase commitments:					
- Interbank market		11,979,152	9,287,158	12,642,784	12,892,510
- Foreign currency		9,823,400	5,832,002	9,823,400	7,165,403
- Other		1,973,947	3,435,644	2,042,627	3,435,644
Sale commitments:		181,805	19,512	776,757	2,291,463
- Interbank market		22,582,331	1,425,852	24,421,386	2,380,588
- Foreign currency		19,664,000	-	19,664,000	-
- Other		2,258,586	1,402,600	2,258,586	1,402,600
Forward contracts		659,745	23,252	2,498,800	977,988
Purchase commitments:					
- Foreign currency		3,378,409	7,918,876	2,823,597	7,449,901
- Other		3,359,394	7,918,876	2,804,582	7,449,901
Sale commitments:		19,015	-	19,015	-
- Foreign currency		5,126,022	5,266,096	4,713,011	4,798,623
Swap contracts		5,126,022	1,766,628	4,713,011	1,908,429
Beneficiary:					
- Interbank market		14,349,495	21,424,620	15,361,965	21,324,069
- Prefixed		4,891,893	5,364,394	5,092,790	5,761,712
- Foreign currency (3)		1,843,906	857,138	1,955,635	939,787
- Reference Interest Rate - TR		5,513,052	12,683,413	5,857,812	12,933,946
- Special Clearance and Custody System (Selic)		1,775,100	1,890,279	1,775,100	740,917
- General Price Index - Market (IGP-M)		86,506	338,774	86,506	338,774
- Other (3)		133,362	78,816	143,628	247,383
Guarantor:		105,676	211,806	450,494	361,550
- Interbank market		13,514,694	21,257,897	14,614,579	21,148,166
- Fixed rate		3,383,036	6,685,135	3,810,844	5,844,816
- Foreign currency (3)		756,849	674,606	670,374	508,169
- TR		8,503,462	13,039,939	8,744,116	13,273,100
- Selic		155,315	203,313	149,858	203,248
- IGP-M		86,137	109,165	86,137	109,165
- Other (3)		520,540	523,427	531,326	695,213
		109,355	22,312	621,924	514,455

(1) Includes cash flow hedges to protect CDI-related funding in the amount of R\$ 66,380,865 thousand (note 8g);

(2) Includes specific hedges to protect investments abroad that totaled R\$ 10,469,740 thousand (2008 - R\$ 9,094,833 thousand) (Note 13a); and

(3) Includes derivative credit operations (Note 8f).

Derivatives include operations maturing in D+1.

II) Breakdown of derivative financial instruments (assets and liabilities) stated at restated cost and market value

		On December 31 - R\$ thousand					
		BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
		2009	2008	2009	2008	2009	2008
		Restated cost	Mark-to-market adjustment	Market value	Restated cost	Mark-to-market adjustment	Market value
Adjustment receivables - swaps		1,012,405	83,567	1,095,972	1,061,743	135,941	1,197,684
Receivable forward purchases		23,136	(5)	23,131	564,075	-	564,075
Receivable forward sales		198,068	-	198,068	50,239	-	50,239
Premiums on exercisable options		50,753	32,366	83,119	148,263	286,491	434,754
Total assets		1,284,362	115,928	1,400,290	1,824,320	422,432	2,246,752
Adjustment payables - swaps		(272,024)	10,853	(261,171)	(1,024,403)	(6,558)	(1,030,961)
Payable forward purchases		(119,169)	5	(119,164)	(22,768)	-	(22,768)
Payable forward sales		(14,887)	-	(14,887)	(233,022)	-	(233,022)
Premiums on written options		(76,319)	12,478	(63,841)	(77,666)	(249,291)	(326,957)
Total liabilities		(482,399)	23,336	(459,063)	(1,357,859)	(255,849)	(1,613,708)

		On December 31 - R\$ thousand					
		BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
		2009	2008	2009	2008	2009	2008
		Restated cost	Mark-to-market adjustment	Market value	Restated cost	Mark-to-market adjustment	Market value
Adjustment receivables - swaps		943,315	93,692	1,037,007	1,138,346	176,812	1,315,158
Receivable forward purchases		22,409	(5)	22,404	569,229	-	569,229
Receivable forward sales		194,527	-	194,527	31,684	-	31,684
Premiums on exercisable options		80,763	23,872	104,635	222,960	225,109	448,069
Total assets		1,241,014	117,559	1,358,573	1,962,219	401,921	2,364,140
Adjustment payables - swaps		(293,739)	4,118	(289,621)	(1,158,107)	18,852	(1,139,255)
Payable forward purchases		(115,357)	5	(115,352)	(17,529)	-	(17,529)
Payable forward sales		(12,252)	-	(12,252)	(204,208)	-	(204,208)
Premiums on written options		(140,356)	26,387	(113,969)	(477,323)	(203,611)	(680,934)
Total liabilities		(561,704)	30,510	(531,194)	(1,857,167)	(184,759)	(2,041,926)

III) Futures, option, forward and swap contracts

		On December 31 - R\$ thousand					
		BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
		1 to 90 days	91 to 180 days	181 to 360 days	More than 360 days	Total	
		2009	2008	2009	2008	2009	2008
Futures contracts		63,657,325	12,454,999	11,234,415	30,891,157	118,237,896	76,988,549
Option contracts		4,187,788	27,202,594	2,670,021	501,080	34,561,483	10,713,010
Forward contracts		6,339,032	994,115	897,860	273,424	8,504,431	13,184,972
Swap contracts		3,892,087	1,658,292	2,745,567	4,957,577	13,253,523	20,226,936
Total in 2009		78,076,232	42,310,000	17,547,863	36,623,238	174,557,333	
Total in 2008		64,568,049	12,968,087	11,467,139	32,110,192	121,113,467	

		On December 31 - R\$ thousand					
		BRADESCO MÚLTIPLO			BRADESCO CONSOLIDATED		
		1 to 90 days	91 to 180 days	181 to 360 days	More than 360 days	Total	
		2009	2008	2009	2008	2009	2008
Futures contracts		63,730,543	12,454,998	11,234,415	30,924,250	118,344,206	77,735,442
Option contracts		5,249,598	27,284,952	2,677,234	1,852,386	37,064,170	15,273,098
Forward contracts		5,429,052	988,817	886,502	232,237	7,536,608	12,248,524
Swap contracts		4,920,751	716,883	3,055,910	5,631,414	14,324,958	20,008,911
Total in 2009		79,329,944	41,445,650	17,854,061	38,640,287	177,269,942	
Total in 2008		65,188,440	12,551,254	12,458,741	35,067,540	125,265,975	

Operations involving forward contracts of indexes and currencies are contracted to manage and hedge Bradesco's overall exposures and to meet client needs.

Derivative financial instruments abroad refer to swap, forward, options, credit and futures operations and are mainly carried out at the stock exchanges of Chicago and New York, as well as the over-the-counter markets.

		On December 31 - R\$ thousand			
		BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
		2009	2008	2009	2008
Government securities					
National treasury notes		2,170,330	3,419,101	2,215,179	3,539,081
Financial treasury bills		132,009	-	132,009	23,326
National treasury bills		412,045	-	412,045	11,580
Total		2,714,384	3,419,101	2,759,233	3,573,987

IV) Types of guarantee margin for derivative financial instruments, mainly futures contracts

		On December 31 - R\$ thousand			
		BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
		2009	2008	2009	2008
Swap contracts		765,865	727,842	683,334	615,770
Forward contracts		432,436	2,915	276,543	2,908
Option contracts		607,976	175,624	615,484	138,787
Futures contracts		3,081,905	(4,843,232)	3,099,003	(4,753,103)
Foreign exchange variation of investments abroad		-	-	(2,517,428)	3,095,816
Total		4,888,182	(3,936,851)	2,156,936	(899,822)

V) Revenues and expenses, net

		Years ended December 31 - R\$ thousand			
		BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
		2009	2008	2009	2008
Swap contracts		765,865	727,842	683,334	615,770
Forward contracts		432,436	2,915	276,543	2,908
Option contracts		607,976	175,624	615,484	138,787
Futures contracts		3,081,905	(4,843,232)	3,099,003	(4,753,103)
Foreign exchange variation of investments abroad		-	-	(2,517,428)	3,095,816
Total		4,888,182	(3,936,851)	2,156,936	(899,822)

VI) Overall amounts of derivative financial instruments, broken down by trading place and counter-parties

		On December 31 - R\$ thousand			
		BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
		2009	2008	2009	2008
Cetip - OTC Clearing House (over-the counter)		9,086,932	6,179,366	9,994,562	5,032,857
BM&FBovespa (stock exchange)		156,611,422	97,589,070	158,252,596	102,832,089
Foreign (over-the-counter) (1)		3,731,716	14,047,570	3,895,521	14,103,568
Foreign (stock exchange) (1)		5,127,263	3,297,461	5,127,263	3,297,461
Total		174,557,333	121,113,467	177,269,942	125,265,975

(1) Comprise operations carried out on the Stock Exchanges of Chicago and New York and the over-the-counter markets.

On December 31, 2009, counter parties are distributed among corporate entities with 92%, financial institutions with 7% and individuals/others with 1%. Specifically regarding currency financial instruments, Bradesco does not enter into any exotic operations, so called target forward swaps, or any other leveraged derivatives.



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
 Divulgação de Relatórios
 de Análise Econômica
 Financeira e Demonstrações
 Financeiras Consolidadas
 da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

g) Cash flow hedge

Bradesco uses cash flow hedges to protect its cash flows from variable interest risk of the debt in Bank Deposit Certificates (CDB) indexed to the Interbank Deposit Rate (DI CETIP), converting variable payments into fixed payments.

Bradesco traded DI Future contracts at BM&FBovespa as from 2009, used as a cash flow hedge for funding linked to DI CETIP. The following table presents the DI Future position, where:

	On December 31 - R\$ thousand
DI Future with maturity between 2010 and 2017.....	66,380,865
Funding indexed to CDI.....	66,068,498
Mark-to-market adjustment recorded in shareholders' equity (1)	150,089
Non-effective market value recorded in result	(16,167)

(1) The adjustment in the shareholders' equity is R\$ 90,053 thousand net of tax effects.

The effectiveness of the hedge portfolio was assessed in conformity with Bacen Circular Letter 3,082/02.

h) Income from securities, insurance, private pension plans and savings bonds financial activities and derivative financial instruments

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Fixed income securities	9,372,778	10,128,467	6,369,220	7,109,827
Interbank investments (Note 7b).....	13,414,400	11,153,436	9,105,440	7,236,174
Equity securities	(39)	(65,754)	(34,175)	260,732
Subtotal	22,787,139	21,216,149	15,440,485	14,606,733
Financial result of insurance, private pension plans and savings bonds.....	-	-	8,042,187	6,477,152
Income from derivative financial instruments (Note 8e V).....	4,888,182	(3,936,851)	2,156,936	(899,822)
Total	27,675,321	17,279,298	25,639,608	20,184,063

10) LOAN OPERATIONS

The information relating to loan operations, including advances on foreign exchange contracts, leasing operations and other receivables with characteristics of credit, is as follows:

a) By type and maturity

	On December 31 - R\$ thousand									
	BRADESCO CONSOLIDATED									
	Performing loans									
	1 to 30 days	31 to 60 days	61 to 90 days	91 to 180 days	181 to 360 days	More than 360 days	Total in 2009 (A)	% (5)	Total in 2008 (A)	% (5)
Discounted trade receivables and loans (2)	13,800,518	9,706,661	6,389,390	9,274,988	10,944,854	27,686,812	77,803,223	36.9	70,785,589	35.4
Financing.....	2,887,155	2,824,065	2,555,562	5,359,059	7,305,358	27,447,875	48,379,074	22.9	47,170,357	23.6
Agricultural and agribusiness financing	445,106	525,415	555,514	2,053,201	3,556,515	4,319,064	11,454,815	5.4	9,987,012	5.0
Subtotal	17,132,779	13,056,141	9,500,466	16,687,248	21,806,727	59,453,751	137,637,112	65.2	127,942,958	64.0
Leasing operations	843,081	717,630	632,120	1,882,205	3,377,792	11,028,919	18,481,747	8.8	19,015,876	9.5
Advances on foreign exchange contracts (1).....	1,334,333	1,284,335	571,467	1,329,581	1,061,101	-	5,580,817	2.6	9,807,478	4.9
Subtotal	19,310,193	15,058,106	10,704,053	19,899,034	26,245,620	70,482,670	161,699,676	76.6	156,766,312	78.4
Other receivables (3)	4,735,593	1,953,710	1,034,064	1,779,702	1,462,803	1,305,072	12,270,944	5.8	9,399,104	4.7
Total loan operations	24,045,786	17,011,816	11,738,117	21,678,736	27,708,423	71,787,742	173,970,620	82.4	166,165,416	83.1
Sureties and guarantees	2,333,616	1,005,519	895,410	2,777,201	3,028,855	24,627,108	34,667,709	16.4	31,794,764	15.9
Credit assignment (4)	26,673	25,823	25,021	70,087	110,202	116,374	374,180	0.2	495,491	0.3
Credit assignment - Real estate receivables certificate.....	31,293	31,292	31,290	90,054	134,397	451,851	770,177	0.4	314,525	0.2
Advances of credit card receivables	340,233	151,736	108,086	281,237	318,450	76,997	1,276,739	0.6	1,041,528	0.5
Overall total in 2009.....	26,777,601	18,226,186	12,797,924	24,897,315	31,300,327	97,060,072	211,059,425	100.0		
Overall total in 2008.....	26,352,140	15,070,402	12,990,205	23,033,603	31,236,630	91,128,744			199,811,724	100.0

	On December 31 - R\$ thousand									
	BRADESCO CONSOLIDATED									
	Non-performing loans									
	Installments past due									
	1 to 30 days	31 to 60 days	61 to 90 days	91 to 180 days	181 to 540 days	Total in 2009 (B)	% (5)	Total in 2008 (B)	% (5)	
Discounted trade receivables and loans (2)	658,622	614,500	626,914	1,272,896	2,095,663	5,268,595	76.8	3,963,361	73.8	
Financing.....	214,828	157,341	93,076	192,805	190,297	848,347	12.4	793,655	14.8	
Agricultural and agribusiness financing	24,065	27,370	20,294	35,923	41,694	149,346	2.2	228,218	4.3	
Subtotal	897,515	799,211	740,284	1,501,624	2,327,654	6,266,288	91.4	4,985,234	92.9	
Leasing operations	101,359	86,553	50,733	107,010	117,009	462,664	6.7	172,503	3.2	
Advances on foreign exchange contracts (1).....	2,000	8,462	3,386	7,621	660	22,129	0.3	38,726	0.7	
Subtotal	1,000,874	894,226	794,403	1,616,255	2,445,323	6,751,081	98.4	5,196,463	96.8	
Other receivables (3)	7,487	8,112	2,186	12,991	76,715	107,491	1.6	171,562	3.2	
Overall total in 2009.....	1,008,361	902,338	796,589	1,629,246	2,522,038	6,858,572	100.0			
Overall total in 2008.....	1,007,868	782,486	774,301	1,245,838	1,557,532			5,368,025	100.0	

	On December 31 - R\$ thousand									
	BRADESCO CONSOLIDATED									
	Non-performing loans									
	Outstanding installments									
	1 to 30 days	31 to 60 days	61 to 90 days	91 to 180 days	181 to 360 days	More than 360 days	Total in 2009 (C)	% (5)	Total in 2008 (C)	% (5)
Discounted trade receivables and loans (2)	360,894	308,597	243,630	563,548	783,715	1,475,700	3,736,084	36.8	2,791,900	33.2
Financing (2).....	201,098	201,491	179,969	494,676	784,872	1,640,356	3,502,462	34.5	3,737,632	44.4
Agricultural and agribusiness financing	8,303	2,782	1,992	22,979	30,111	298,130	364,297	3.6	504,734	6.0
Subtotal	570,295	512,870	425,591	1,081,203	1,598,698	3,414,186	7,602,843	74.9	7,034,266	83.6
Leasing operations	84,563	75,740	71,386	209,458	408,452	1,674,009	2,523,608	24.8	1,349,483	16.0
Subtotal	654,858	588,610	496,977	1,290,661	2,007,150	5,088,195	10,126,451	99.7	8,383,749	99.6
Other receivables (3)	631	630	613	2,254	12,504	16,847	33,479	0.3	37,861	0.4
Overall total in 2009.....	655,489	589,240	497,590	1,292,915	2,019,654	5,105,042	10,159,930	100.0		
Overall total in 2008.....	676,797	460,554	475,904	1,129,134	1,717,502	3,961,719			8,421,610	100.0

	On December 31 - R\$ thousand			
	BRADESCO CONSOLIDATED			
	Overall total			
	Total in 2009 (A+B+C)	% (5)	Total in 2008 (A+B+C)	% (5)
Discounted trade receivables and loans (2)	86,807,902	38.1	77,540,850	36.3
Financing.....	52,729,883	23.1	51,701,644	24.2
Agricultural and agribusiness financing	11,968,458	5.2	10,719,964	5.0
Subtotal	151,506,243	66.4	139,962,458	65.5
Leasing operations	21,468,019	9.4	20,537,862	9.6
Advances on foreign exchange contracts (1).....	5,602,946	2.5	9,846,204	4.6
Subtotal	178,577,208	78.3	170,346,524	79.7
Other receivables (3)	12,411,914	5.4	9,608,527	4.5
Total loan operations	190,989,122	83.7	179,955,051	84.2
Sureties and guarantees	34,667,709	15.2	31,794,764	14.9
Credit assignment (4)	374,180	0.2	495,491	0.2
Credit assignment - real estate receivable certificate.....	770,177	0.3	314,525	0.2
Advance of credit card receivables.....	1,276,739	0.6	1,041,528	0.5
Overall total in 2009.....	228,077,927	100.0		
Overall total in 2008.....			213,601,359	100.0

At Bradesco Múltiplo, performing loans calculated on the same base of the chart above amount to R\$ 173,143.665 thousand (2008 - R\$ 165,252,668 thousand), overdue installments amount to R\$ 4,764,278 thousand (2008 - R\$ 4,242,479 thousand), and falling due installments amount of R\$ 5,315,185 thousand (2008 - R\$ 3,991,458 thousand).

(1) Advances on foreign exchange contracts are classified as a deduction from "Other Liabilities";

(2) It includes loans of credit card operations and operations for advances of credit card receivables in the amount of R\$ 10,848,139 thousand (2008 - R\$ 8,372,206 thousand);

(3) Item "Other Receivables" comprises receivables on sureties and guarantees honored, receivables on sale of assets, securities and credit instruments receivable, income from foreign exchange contracts and export contracts receivables and credit card receivables (cash and credit purchases from merchants) in the amount of R\$ 9,753,006 thousand (2008 - R\$ 6,531,856 thousand);

(4) Restated amount of the credit assignment up to December 31, 2009, net of installments received; and

(5) Ratio between each type and the total loan portfolio including sureties and guarantee.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

b) By type and risk level

BRADESCO MÚLTIPLO													On December 31 - R\$ thousand
Risk levels													
	AA	A	B	C	D	E	F	G	H	Total in 2009	%	Total in 2008	%
Loan Operations													
Discounted trade receivables and loans...	17,590,892	30,727,497	7,069,520	13,388,244	1,841,833	1,036,482	826,703	760,766	5,066,408	78,308,345	53.4	73,206,617	52.3
Financings	8,327,145	11,925,596	5,533,224	9,228,065	460,190	172,624	194,607	79,970	579,526	36,500,947	24.9	34,863,145	24.9
Agricultural and agribusiness financings ..	1,536,714	3,112,723	1,605,471	4,706,961	465,789	86,166	245,202	62,870	146,562	11,968,458	8.2	10,719,964	7.7
Subtotal	27,454,751	45,765,816	14,208,215	27,323,270	2,767,812	1,295,272	1,266,512	903,606	5,792,496	126,777,750	86.5	118,789,726	84.9
Leasing operations	252	4,835,542	368,589	130,270	43,627	33,184	30,405	26,608	97,355	5,565,832	3.8	3,912,116	2.8
Advances on foreign exchange contracts ..	2,505,997	1,463,869	975,365	523,339	27,054	8,823	2,698	-	95,801	5,602,946	3.8	9,846,204	7.0
Subtotal	29,961,000	52,065,227	15,552,169	27,976,879	2,838,493	1,337,279	1,299,615	930,214	5,985,652	137,946,528	94.1	132,548,046	94.7
Other receivables.....	123,077	6,889,858	343,650	989,015	55,070	25,781	18,856	13,504	236,949	8,695,760	5.9	7,398,912	5.3
Overall total in 2009.....	30,084,077	58,955,085	15,895,819	28,965,894	2,893,563	1,363,060	1,318,471	943,718	6,222,601	146,642,288	100.0		
%	20.6	40.2	10.8	19.8	2.0	0.9	0.9	0.6	4.2	100.0			
Overall total in 2008.....	37,363,168	53,264,103	17,392,900	23,044,146	2,256,630	1,000,025	918,290	614,580	4,093,116			139,946,958	100.0
%	26.7	38.1	12.4	16.5	1.6	0.7	0.7	0.4	2.9			100.0	

BRADESCO CONSOLIDATED													On December 31 - R\$ thousand
Risk levels													
	AA	A	B	C	D	E	F	G	H	Total in 2009	%	Total in 2008	%
Loan Operations													
Discounted trade receivables and loans...	17,795,576	36,905,784	7,409,283	13,876,339	1,997,897	1,151,332	928,839	857,655	5,885,197	86,807,902	45.5	77,540,850	43.1
Financings	8,456,005	24,596,186	6,594,733	10,144,069	682,930	334,095	337,195	202,568	1,382,102	52,729,883	27.6	51,701,644	28.7
Agricultural and agribusiness financings ..	1,536,714	3,112,723	1,605,471	4,706,961	465,789	86,166	245,202	62,870	146,562	11,968,458	6.3	10,719,964	6.0
Subtotal	27,788,295	64,614,693	15,609,487	28,727,369	3,146,616	1,571,593	1,511,236	1,123,093	7,413,861	151,506,243	79.4	139,962,458	77.8
Leasing operations	158,519	10,269,234	2,956,537	5,878,898	526,875	298,115	251,972	197,837	930,032	21,468,019	11.2	20,537,862	11.4
Advances on foreign exchange contracts ..	2,505,997	1,463,869	975,365	523,339	27,054	8,823	2,698	-	95,801	5,602,946	2.9	9,846,204	5.5
Subtotal	30,452,811	76,347,796	19,541,389	35,129,606	3,700,545	1,878,531	1,765,906	1,320,930	8,439,694	178,577,208	93.5	170,346,524	94.7
Other receivables.....	215,825	9,807,797	477,354	1,394,123	76,822	37,785	25,365	18,538	358,305	12,411,914	6.5	9,608,527	5.3
Overall total in 2009.....	30,668,636	86,155,593	20,018,743	36,523,729	3,777,367	1,916,316	1,791,271	1,339,468	8,797,999	190,989,122	100.0		
%	16.1	45.1	10.5	19.1	2.0	1.0	0.9	0.7	4.6	100.0			
Overall total in 2008.....	39,956,766	76,077,474	22,462,522	29,997,415	2,800,084	1,351,400	1,217,123	830,527	5,261,740			179,955,051	100.0
%	22.2	42.2	12.5	16.7	1.6	0.7	0.7	0.5	2.9			100.0	

c) Maturity ranges and risk level

BRADESCO MÚLTIPLO													On December 31 - R\$ thousand
Risk levels													
Non-performing loan operations													
	AA	A	B	C	D	E	F	G	H	Total in 2009	%	Total in 2008	%
Outstanding installments			425,814	925,061	784,097	527,494	509,338	326,653	1,816,728	5,315,185	100.0	3,991,458	100.0
01 to 30.....	-	-	53,991	113,706	49,898	33,038	23,963	19,632	116,322	410,550	7.7	445,118	11.2
31 to 60.....	-	-	39,810	68,453	44,551	33,147	26,566	21,267	122,856	356,650	6.7	243,713	6.1
61 to 90.....	-	-	30,415	52,540	38,326	26,778	20,944	17,378	100,596	286,977	5.4	281,037	7.0
91 to 180.....	-	-	53,535	121,432	94,779	71,367	55,359	44,777	267,496	708,745	13.3	588,047	14.7
181 to 360.....	-	-	73,862	183,416	144,618	107,278	85,043	68,371	378,626	1,041,214	19.6	821,852	20.6
More than 360	-	-	174,201	385,514	411,925	255,886	297,463	155,228	830,832	2,511,049	47.3	1,611,691	40.4
Past due installments.....			152,627	373,220	395,018	372,899	370,439	294,838	2,805,237	4,764,278	100.0	4,242,479	100.0
01 to 14.....	-	-	3,479	31,106	21,360	13,024	9,855	8,373	45,786	132,983	2.8	205,278	4.8
15 to 30.....	-	-	142,312	137,904	77,548	30,867	20,229	13,561	90,649	513,070	10.8	517,714	12.2
31 to 60.....	-	-	6,836	197,728	120,725	69,866	38,917	26,072	155,006	615,150	12.9	582,468	13.7
61 to 90.....	-	-	-	5,345	168,565	96,053	66,097	36,605	227,924	600,589	12.6	668,931	15.8
91 to 180.....	-	-	-	1,137	6,820	159,769	229,872	205,498	546,206	1,149,302	24.1	1,008,402	23.8
181 to 360.....	-	-	-	-	-	3,320	5,469	4,729	1,702,071	1,715,589	36.0	1,186,847	28.0
More than 360	-	-	-	-	-	-	-	-	37,595	37,595	0.8	72,839	1.7
Subtotal			578,441	1,298,281	1,179,115	900,393	879,777	621,491	4,621,965	10,079,463		8,233,937	
Specific provision.....	-	-	5,784	38,949	117,912	270,118	439,888	435,044	4,621,965	5,929,660	-	4,324,485	-

On December 31 - R\$ thousand													
BRADESCO MÚLTIPLO													
Risk levels													
Performing loan operations													
	AA	A	B	C	D	E	F	G	H	Total in 2009	%	Total in 2008	%
Outstanding installments	30,084,077	58,955,085	15,317,378	27,667,613	1,714,448	462,667	438,694	322,227	1,600,636	136,562,825	100.0	131,713,021	100.0
1 to 30.....	3,922,027	10,951,612	1,313,939	3,368,355	216,654	58,238	40,855	28,611	277,148	20,177,439	14.8	20,438,582	15.5
31 to 60.....	2,059,211	7,494,691	1,313,094	2,673,288	97,188	31,614	22,347	14,510	195,310	13,901,253	10.2	12,563,654	9.5
61 to 90.....	1,803,917	4,523,792	1,105,167	2,155,152	68,472	21,644	15,577	10,548	89,995	9,794,264	7.2	10,174,038	7.7
91 to 180.....	3,445,184	7,143,946	2,021,873	3,823,731	157,734	48,138	32,814	64,643	282,246	17,020,309	12.4	16,725,600	12.7
181 to 360.....	3,210,650	9,663,394	2,432,341	4,974,038	228,190	78,307	55,096	32,186	234,702	20,908,904	15.3	21,136,811	16.0
More than 360	15,643,088	19,177,650	7,130,964	10,673,049	946,210	224,726	272,005	171,729	521,235	54,760,656	40.1	50,674,336	38.6
Generic provision.....	-	294,775	153,174	830,028	171,445	138,800	219,347	225,559	1,600,636	3,633,764	-	2,315,226	-
Overall total in 2009.....	30,084,077	58,955,085	15,895,819	28,965,894	2,893,563	1,363,060	1,318,471	943,718	6,222,601	146,642,288			-
Existing provision.....	-	295,531	161,498	2,077,395	793,824	675,702	894,884	931,563	6,222,601	12,052,998	-	-	-
Minimum required provision	-	294,775	158,958	868,977	289,357	408,918	659,235	660,603	6,222,601	9,563,424	-	-	-
Excess provision.....	-	756	2,540	1,208,418	504,467	266,784	235,649	270,960	-	2,489,574	-	-	-
Overall total in 2008.....	37,363,168	53,264,103	17,392,900	23,044,146	2,256,630	1,000,025	918,290	614,580	4,093,116			139,946,958	
Existing provision.....	-	266,615	175,801	1,142,152	622,663	491,800	622,726	602,671	4,093,116	-	-	8,017,544	-
Minimum required provision	-	266,321	173,928	691,324	225,663	300,008	459,145	430,206	4,093,116	-	-	6,639,711	-
Excess provision.....	-	294	1,873	450,828	297,000	191,792	163,581	172,465	-	-	-	1,377,833	-



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

d) Concentration of loan operations

On December 31 - R\$ thousand								
	BRADESCO MÚLTIPLO				BRADESCO CONSOLIDATED			
	2009	%	2008	%	2009	%	2008	%
Largest borrower	1,871,888	1.3	1,796,628	1.3	1,872,135	1.0	2,218,337	1.2
10 largest borrowers	11,570,829	7.9	10,740,124	7.7	11,633,663	6.1	11,266,030	6.3
20 largest borrowers	17,600,945	12.0	17,398,776	12.4	17,667,906	9.3	17,990,038	10.0
50 largest borrowers	29,014,452	19.8	28,239,277	20.2	29,175,990	15.3	29,273,786	16.3
100 largest borrowers	36,828,424	25.1	36,990,373	26.4	37,046,603	19.4	38,273,678	21.3

e) By economic activity sector

On December 31 - R\$ thousand								
	BRADESCO MÚLTIPLO				BRADESCO CONSOLIDATED			
	2009	%	2008	%	2009	%	2008	%
Public sector	1,574,189	1.1	839,766	0.6	1,620,709	0.8	941,224	0.6
Federal Government.....	1,109,345	0.8	364,299	0.3	1,155,865	0.6	465,757	0.3
Petrochemical	1,109,345	0.8	364,299	0.3	1,109,345	0.6	364,300	0.2
Financial intermediaries	-	-	-	-	46,520	-	101,457	0.1
Estate Government.....	464,844	0.3	475,467	0.3	464,844	0.2	475,467	0.3
Production and distribution of electricity	464,844	0.3	475,467	0.3	464,844	0.2	475,467	0.3
Private sector	145,068,099	98.9	139,107,192	99.4	189,368,413	99.2	179,013,827	99.4
Manufacturing.....	38,308,356	25.9	42,009,765	30.0	40,552,747	21.2	44,260,472	24.5
Food products and beverages	11,451,999	7.8	11,748,327	8.4	11,802,641	6.2	12,169,626	6.7
Steel, metallurgy and mechanics.....	5,785,189	3.9	5,729,001	4.1	6,274,416	3.3	6,181,657	3.4
Chemical.....	4,412,903	3.0	5,494,542	3.9	4,618,977	2.4	5,769,057	3.2
Light and heavy vehicles	2,444,804	1.7	2,469,116	1.8	2,474,375	1.3	2,512,943	1.4
Pulp and paper	2,238,869	1.5	3,099,996	2.2	2,273,538	1.2	3,136,460	1.7
Textiles and apparel.....	2,034,622	1.4	1,994,829	1.4	2,142,666	1.1	2,096,359	1.2
Extraction of metallic and non-metallic ores.....	1,514,983	1.0	1,773,444	1.3	1,662,010	0.9	1,912,397	1.1
Rubber and plastic articles	1,485,065	1.0	1,732,830	1.2	1,635,557	0.8	1,915,389	1.1
Electric and electronic products.....	1,330,373	0.9	1,284,483	0.9	1,401,477	0.7	1,356,096	0.8
Oil refining and production of alcohol	931,536	0.6	1,437,499	1.0	979,708	0.5	1,487,425	0.8
Furniture and wood products.....	919,696	0.6	874,307	0.6	1,060,446	0.5	1,021,857	0.6
Automotive parts and accessories.....	811,788	0.6	913,506	0.7	869,898	0.5	977,944	0.5
Non-metallic materials	796,475	0.5	596,476	0.4	884,084	0.5	694,890	0.4
Leather articles.....	738,779	0.5	1,640,775	1.2	757,589	0.4	1,660,416	0.9
Publishing, printing and reproduction	478,239	0.3	529,515	0.4	561,224	0.3	608,927	0.3
Other industries	933,036	0.6	691,119	0.5	1,154,141	0.6	759,029	0.4
Commerce	23,355,437	16.0	20,904,235	15.0	26,105,890	13.7	23,547,096	13.2
Merchandise in specialty stores	5,954,605	4.1	5,146,757	3.7	6,874,473	3.6	6,011,003	3.3
Food products, beverages and tobacco.....	2,988,288	2.0	2,936,209	2.1	3,461,074	1.8	3,387,854	1.9
Automobile.....	2,283,134	1.6	1,799,227	1.3	2,379,051	1.2	1,895,554	1.1
Grooming and household articles.....	1,685,014	1.1	1,655,792	1.2	1,840,253	1.0	1,808,749	1.0
Non-specialized retailer	1,654,231	1.1	1,564,353	1.1	1,814,541	1.0	1,741,341	1.0
Clothing and footwear.....	1,551,443	1.1	1,256,348	0.9	1,693,136	0.9	1,382,664	0.8
Wholesale of goods in general	1,493,127	1.0	1,008,574	0.7	1,606,205	0.8	1,111,882	0.6
Motor vehicle repairs, parts and accessories	1,432,616	1.0	1,256,538	0.9	1,584,195	0.8	1,418,375	0.8
Waste and scrap	1,062,466	0.7	1,065,459	0.8	1,237,097	0.6	1,246,229	0.7
Fuel.....	1,006,753	0.7	841,784	0.6	1,146,721	0.6	994,014	0.6
Trade intermediary	980,272	0.7	1,066,712	0.8	1,059,899	0.6	1,137,819	0.6
Agricultural products.....	700,385	0.5	713,868	0.5	725,484	0.4	737,923	0.4
Other commerce	563,103	0.4	592,614	0.4	683,761	0.4	673,689	0.4
Financial intermediaries	706,284	0.5	1,184,147	0.8	827,993	0.5	1,236,337	0.7
Services.....	33,307,425	22.8	29,575,509	21.1	38,520,712	20.1	35,121,672	19.5
Civil construction	7,906,493	5.4	6,393,647	4.6	8,751,163	4.6	7,225,592	4.0
Transportation and storage.....	7,268,410	5.0	6,779,997	4.8	9,414,237	4.9	9,105,567	5.0
Real estate activities, rentals and corporate services	5,316,658	3.6	4,564,065	3.3	6,360,599	3.3	5,563,360	3.1
Production and distribution of electric power, gas and water	3,009,978	2.1	2,288,527	1.6	3,016,352	1.6	2,295,679	1.3
Social services, education, health, defense and social security.....	1,599,030	1.1	1,560,366	1.1	1,880,502	1.0	1,816,866	1.0
Hotels and catering.....	1,278,283	0.9	1,005,645	0.7	1,409,053	0.7	1,121,937	0.6
Clubs, leisure, cultural and sport activities	799,088	0.5	824,073	0.6	892,189	0.5	905,195	0.5
Telecommunication.....	591,309	0.4	783,885	0.6	623,452	0.3	813,527	0.5
Holding companies, legal, accounting and business advisory services	383,367	0.3	754,398	0.5	544,503	0.3	889,223	0.5
Other services	5,154,809	3.5	4,620,906	3.3	5,628,662	2.9	5,384,726	3.0
Agriculture, cattle raising, fishing, forestry and timber industry	2,277,331	1.6	2,073,458	1.5	2,439,250	1.3	2,245,627	1.2
Individuals.....	47,113,266	32.1	43,360,078	31.0	80,921,821	42.4	72,602,623	40.3
Total	146,642,288	100.0	139,946,958	100.0	190,989,122	100.0	179,955,051	100.0

f) Breakdown of loan operations and allowance for loan losses

On December 31 - R\$ thousand								
Risk level	BRADESCO MÚLTIPLO							
	Portfolio balance							
	Non-performing loans							
	Past due	Outstanding	Total - non-performing loan	Performing loans	Total	%	% Accumulated in 2009	% Accumulated in 2008
AA.....	-	-	-	30,084,077	30,084,077	20.6	20.6	26.7
A	-	-	-	58,955,085	58,955,085	40.2	60.8	64.8
B	152,627	425,814	578,441	15,317,378	15,895,819	10.8	71.6	77.2
C	373,220	925,061	1,298,281	27,667,613	28,965,894	19.8	91.4	93.7
Subtotal	525,847	1,350,875	1,876,722	132,024,153	133,900,875	91.4		
D	395,018	784,097	1,179,115	1,714,448	2,893,563	2.0	93.4	95.3
E	372,899	527,494	900,393	462,667	1,363,060	0.9	94.3	96.0
F	370,439	509,338	879,777	438,694	1,318,471	0.9	95.2	96.7
G	294,838	326,653	621,491	322,227	943,718	0.6	95.8	97.1
H	2,805,237	1,816,728	4,621,965	1,600,636	6,222,601	4.2	100.0	100.0
Subtotal	4,238,431	3,964,310	8,202,741	4,538,672	12,741,413	8.6		
Overall total in 2009.....	4,764,278	5,315,185	10,079,463	136,562,825	146,642,288	100.0		
%	3.3	3.6	6.9	93.1	100.0			
Overall total in 2008.....	4,242,479	3,991,458	8,233,937	131,713,021	139,946,958			
%	3.0	2.9	5.9	94.1	100.0			

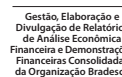
On December 31 - R\$ thousand										
BRADESCO MÚLTIPLO										
Allowance										
Minimum required										
Risk level	% Minimum required provision	Specific			Generic	Total	Additional	Existing	% In 2009 (1)	% In 2008 (1)
		Past due	Outstanding	Total specific						
AA.....	-	-	-	-	-	-	-	-	-	-
A.....	0.5	-	-	-	294,775	294,775	756	295,531	0.5	0.5
B.....	1.0	1,526	4,258	5,784	153,174	158,958	2,540	161,498	1.0	1.0
C.....	3.0	11,197	27,752	38,949	830,028	868,977	1,208,418	2,077,395	7.2	5.0
Subtotal		12,723	32,010	44,733	1,277,977	1,322,710	1,211,714	2,534,424	1.9	1.2
D.....	10.0	39,502	78,410	117,912	171,445	289,357	504,467	793,824	27.4	27.6
E.....	30.0	111,870	158,248	270,118	138,800	408,918	266,784	675,702	49.6	49.2
F.....	50.0	185,219	254,669	439,888	219,347	659,235	235,649	894,884	67.9	67.8
G.....	70.0	206,387	228,657	435,044	225,559	660,603	270,960	931,563	98.7	98.1
H.....	100.0	2,805,237	1,816,728	4,621,965	1,600,636	6,222,601	-	6,222,601	100.0	100.0
Subtotal		3,348,215	2,536,712	5,884,927	2,355,787	8,240,714	1,277,860	9,518,574	74.7	
Overall total in 2009.....		3,360,938	2,568,722	5,929,660	3,633,764	9,563,424	2,489,574	12,052,998	8.2	
%		27.9	21.3	49.2	30.1	79.3	20.7	100.0		
Overall total in 2008.....		2,673,187	1,651,298	4,324,485	2,315,226	6,639,711	1,377,833	8,017,544		5.7
%		33.3	20.6	53.9	28.9	82.8	17.2	100.0		



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

On December 31 - R\$ thousand

Risk level	BRADESCO CONSOLIDATED							
	Non-performing loan				Portfolio balance			
	Past due	Outstanding	Total - non-performing loan	Performing loan	Total	%	% Accumulated in 2009	% Accumulated in 2008
AA.....	-	-	-	30,668,636	30,668,636	16.1	16.1	22.2
A.....	-	-	-	86,155,593	86,155,593	45.1	61.2	64.4
B.....	312,421	1,665,419	1,977,840	18,040,903	20,018,743	10.5	71.7	76.9
C.....	592,884	2,149,022	2,741,906	33,781,823	36,523,729	19.1	90.8	93.6
Subtotal	905,305	3,814,441	4,719,746	168,646,955	173,366,701	90.8		
D.....	537,870	1,259,751	1,797,621	1,979,746	3,777,367	2.0	92.8	95.2
E.....	516,334	857,285	1,373,619	542,697	1,916,316	1.0	93.8	95.9
F.....	512,495	771,014	1,283,509	507,762	1,791,271	0.9	94.7	96.6
G.....	436,570	541,757	978,327	361,141	1,339,468	0.7	95.4	97.1
H.....	3,949,998	2,915,682	6,865,680	1,932,319	8,797,999	4.6	100.0	100.0
Subtotal	5,953,267	6,345,489	12,298,756	5,323,665	17,622,421	9.2		
Overall total in 2009.....	6,858,572	10,159,930	17,018,502	173,970,620	190,989,122	100.0		
%	3.6	5.3	8.9	91.1	100.0			
Overall total in 2008.....	5,368,025	8,421,610	13,789,635	166,165,416	179,955,051			
%	3.0	4.7	7.7	92.3	100.0			

On December 31 - R\$ thousand

Risk level	BRADESCO CONSOLIDATED							
	Minimum required				Allowance			
	% Minimum required provision	Past due	Outstanding	Total specific	Generic	Total	Additional	% In 2009 (1)
AA.....	-	-	-	-	-	-	-	-
A.....	0.5	-	-	-	430,778	430,778	115,434	0.6
B.....	1.0	3,124	16,654	19,778	180,409	200,187	11,804	1.1
C.....	3.0	17,787	64,471	82,258	1,013,454	1,095,712	1,237,445	6.4
Subtotal	20,911	81,125	102,036	1,624,641	1,726,677	1,364,683	3,091,360	1.8
D.....	10.0	53,787	125,975	179,762	197,974	377,736	617,926	26.4
E.....	30.0	154,900	257,185	412,085	162,809	574,894	348,332	48.2
F.....	50.0	256,248	385,507	641,755	253,880	895,635	306,835	67.1
G.....	70.0	305,599	379,230	684,829	252,798	937,627	364,899	97.2
H.....	100.0	3,949,998	2,915,682	6,865,680	1,932,319	8,797,999	-	100.0
Subtotal	4,720,532	4,063,579	8,784,111	2,799,780	11,583,891	1,637,992	13,221,883	75.0
Overall total in 2009.....	4,741,443	4,144,704	8,886,147	4,424,421	13,310,568	3,002,675	16,313,243	8.5
%	29.1	25.4	54.5	27.1	81.6	18.4	100.0	
Overall total in 2008.....	3,301,524	2,626,847	5,928,371	2,713,660	8,642,031	1,620,570	10,262,601	5.7
%	32.2	25.6	57.8	26.4	84.2	15.8	100.0	

(1) Ratio between allowance and total portfolio by risk level.

g) Breakdown of allowance for loan losses

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Opening balance.....	8,017,544	6,209,783	10,262,601	7,825,816
- Specific provision (1)	4,324,485	3,243,683	5,928,371	4,412,783
- Generic provision (2)	2,315,226	2,003,598	2,713,660	2,284,956
- Additional provision (3)	1,377,833	962,502	1,620,570	1,128,077
Additions	10,183,709	5,895,274	12,937,328	7,884,099
Reductions	(6,148,255)	(4,087,513)	(7,916,871)	(5,447,314)
Balance from the acquired institution (4).....	-	-	1,030,185	-
Closing balance	12,052,998	8,017,544	16,313,243	10,262,601
- Specific provision (1)	5,929,660	4,324,485	8,886,147	5,928,371
- Generic provision (2)	3,633,764	2,315,226	4,424,421	2,713,660
- Additional provision (3)	2,489,574	1,377,833	3,002,675	1,620,570

(1) For operations with installments overdue for more than 14 days;

(2) Recorded based on the client/transaction classification and, accordingly, not included in the preceding item; and

(3) The additional provision is recorded based on Management's experience and expected realization of the loan portfolio, to determine the total provision deemed sufficient to cover specific and general loan risks, together with the provision calculated based on risk level ratings and the corresponding minimum percentage of provision established by CMN Resolution 2,682/99. The additional provision per client was classified according to the corresponding risk levels (Note 10f); and

(4) Represented by Banco Ibi.

h) Recovery and renegotiation

Expenses of the allowance for loan losses, net of recoveries of written-off credits, are as follows:

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Amount recorded	10,183,709	5,895,274	12,937,328	7,884,099
Amount recovered (1)	(1,319,649)	(873,628)	(1,694,877)	(1,241,660)
Expense net of amounts recovered.....	8,864,060	5,021,646	11,242,451	6,642,439

(1) Classified in income from loan operations (Note 10j).

i) Changes in renegotiated portfolio

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Opening balance.....	2,989,755	2,643,459	3,089,034	2,682,997
• Amount renegotiated	4,652,582	2,815,560	4,939,106	2,843,998
• Amount received	(1,478,065)	(1,628,212)	(1,269,166)	(1,610,467)
• Reductions	(1,163,691)	(841,052)	(1,212,797)	(827,494)
Closing balance	5,000,581	2,989,755	5,546,177	3,089,034
Allowance for loan losses	3,190,541	1,938,515	3,420,258	1,987,576
Percentage on portfolio	63.8%	64.8%	61.7%	64.3%

j) Income on loan and leasing operations

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Discounted trade receivables and loans	19,323,843	17,620,539	21,085,010	18,794,330
Financings	4,154,446	4,223,087	7,679,012	8,812,781
Agribusiness and agribusiness loans	845,838	1,013,219	845,838	1,013,621
Subtotal	24,324,127	22,856,845	29,609,860	28,620,732
Recovery of credits charged-off as loss	1,319,649	873,628	1,694,877	1,241,660
Subtotal	25,643,776	23,730,473	31,304,737	29,862,392
Leasing net of expenses	783,032	21,076	3,447,860	2,392,751
Total	26,426,808	23,751,549	34,752,597	32,255,143

12) OTHER ASSETS

a) Foreclosed assets/others

	BRADESCO MÚLTIPLO			
	Cost	Provision for losses	Residual value 2009	Residual value 2008
Real estate	105,357	(17,897)	87,460	79,038
Goods subject to special conditions	52,740	(52,740)	-	-
Vehicles and similar	86,075	(23,554)	62,521	29,142
Inventories/warehouse	14,725	-	14,725	11,623
Machinery and equipment	1,530	(128)	1,402	509
Other	40	-	40	39
Overall total in 2009.....	260,467	(94,319)	166,148	
Overall total in 2008.....	204,198	(83,847)	120,351	

11) OTHER RECEIVABLES

a) Foreign exchange portfolio

Balance sheet accounts

	On December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Assets - other receivables				
Exchange purchases pending settlement	6,369,235	15,533,809	6,369,274	15,533,842
Foreign exchange acceptances and term documents in foreign currencies	374	1,417	374	1,417
Exchange sale receivables	2,669,759	9,320,005	2,669,759	9,320,005
(-) Advances in local currency received	(241,384)	(235,166)	(241,384)	(235,166)
Income receivable on advances granted	171,229	216,726	171,229	216,727
Total	8,969,213	24,836,791	8,969,229	24,836,825
Liabilities - other liabilities				
Exchange sales pending settlement	2,665,162	9,419,008	2,665,162	9,419,852
Exchange purchase payables	6,850,533	13,947,065	6,850,570	13,947,097
(-) Advances on foreign exchange contracts	(5,602,946)	(9,846,204)	(5,602,946)	(9,846,204)
Other	4,249	15,627	5,248	17,494
Total	3,916,998	13,535,496	3,918,034	13,538,239
Net foreign exchange portfolio.....	5,052,215	11,301,295	5,051,218	11,298,586
Memorandum accounts				
Loans available for imports	1,385,155	1,242,498	1,385,155	1,242,498
Confirmed exports loans	74,938	103,708	74,938	103,708

Foreign exchange results

Breakdown of foreign exchange transactions result adjusted to facilitate presentation

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO	BRADESCO CONSOLIDATED		
	2009	2008	2009	2008
Foreign exchange operations result.....	1,863,363	3,625,434	1,875,335	3,639,003
Adjustments:				
- Income on foreign currency financing (1)	12,344	543,578	13,912	548,159
- Income on export financing (1)	412,518	400,100	412,518	400,100
- Income on foreign investments (2)	7,043	172,071	7,043	172,071
- Expenses of liabilities with foreign bankers (3) (Note 18c)	83,280	(5,005,781)	89,072	(4,992,838)
- Funding expenses (4)	(334,384)	(407,805)	(334,384)	(407,805)
- Other	(1,374,170)	1,250,220	(1,374,170)	1,250,220
Total adjustments	(1,193,369)	(3,047,617)	(1,186,009)	(3,030,093)
Adjusted foreign exchange operations result	669,994	577,817	689,326	608,910

(1) Classified in item "Income from loan operations";

(2) Demonstrated in item "Income on securities transactions";

(3) Relates to funds for financing advances on foreign exchange contracts and import financing, classified in item "Expenses of borrowing and onlending"; and

(4) Refers to funding expenses of resources applied on foreign exchange transactions.

b) Sundry

	On December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Tax credits (Note 35c).....	9,954,329	8,537,533	15,692,042	13,703,293
Credit card operations	7,511,553	5,570,006	11,029,745	7,573,384
Borrowers by escrow deposits	2,713,067	2,559,516	5,846,298	6,320,163
Prepaid taxes	976,976	1,006,851	2,292,796	2,091,073
Sundry borrowers	277,235	194,226	1,774,571	1,621,656
Trade and credit receivables (1)	2,323,783	2,597,674	3,131,826	3,382,447
Advances to <i>Fundo Garantidor de Crédito</i> (Deposit Guarantee Fund - FGC)	715,422	898,083	715,422	898,083
Payments to be reimbursed	157,627	158,918	458,128	461,746
Receivables from sale of assets	31,087	39,103	72,703	93,482
Other	49,586	2,314,238	234,868	109,429
Total	24,710,665	23,876,238	41,248,399	36,254,756



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
 Divulgação de Relatórios
 de Análise Econômica
 Financeira e Demonstrações
 Financeiras Consolidadas
 da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

b) Prepaid expenses

	BRADESCO MÚLTIPLO		On December 31 - R\$ thousand	
	Residual value		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Commission on the placement of financing (1)	123,247	125,931	811,301	1,038,744
Banking services contract (2)	628,003	617,750	-	-
Insurance selling expenses (3)	-	-	383,420	293,478
Advertising and publicity expenses (4)	79,375	73,495	79,375	73,591
Other.....	149,250	31,913	164,922	52,219
Total	979.875	849.089	1.439.018	1.458.032

- (1) Commissions paid to merchants and car dealers. As of 2Q08, commission on the placement of financings are included in the respective financing/leasing operations balance;
 (2) Values disbursed for the acquisition of rights to provide banking services;
 (3) Commissions paid to brokers for the sale of insurance, private pension plans and savings bonds products; and
 (4) Prepaid expenses for future advertising and marketing.

13) INVESTMENTS

a) Changes in the main investments in branches and direct and indirect subsidiaries abroad, which were fully eliminated in the consolidated financial statements

Investments in branches and subsidiaries abroad	R\$ thousand		
	Balance on		
	12.31.2008	Changes in the period (1)	Balance on 12.31.2009
Banco Bradesco S.A. Grand Cayman Branch	7,032,014	1,269,336	8,301,350
Bradport SGPS, Sociedade Unipessoal, Lda	423,898	351,219	775,117
Banco Bradesco S.A. New York Branch.....	421,485	(71,563)	349,922
Banco Bradesco Luxembourg S.A.	380,726	(73,910)	306,816
Other.....	836,710	(100,175)	736,535
Total	9,094,833	1,374,907	10,469,740

- (1) Comprised of the negative foreign exchange variation in the amount of R\$ 2,517,428 thousand, positive equity in the earnings of affiliates in the amount of R\$ 730,231 thousand, positive mark-to-market adjustment of available-for-sale securities in the amount of R\$ 264,442 thousand and capital increase in the amount of R\$ 2,897,662 thousand.

b) Changes in investments in the consolidated financial statements

Affiliates	On December 31 - R\$ thousand	
	2009	
	2009	2008
- IRB-Brasil Resseguros S.A.	445,171	453,326
- Serasa S.A.	84,651	79,291
- BES Investimento do Brasil S.A.	85,663	51,176
- NovaMarlim Participações S.A. (2)	-	7,040
- Marlim Participações S.A. (2).....	-	699
- Integritas Participações S.A. (1)	122,620	-
- Other	177	1,123
Total in affiliates	738,282	592,655
- Tax incentives	209,093	328,178
- Other investments	543,292	477,864
- Provision for:		
- Tax incentives	(179,918)	(294,307)
- Other investments	(49,930)	(55,893)
Overall total of investments.....	1,260,819	1,048,497

- (1) Company acquired in January 2009; and
 (2) Companies no longer evaluated by the equity method due to the changes set forth by Bacen Resolution 3,619/08 and reclassified to other investments.

c) The adjustments resulting from the equity accounting for investments were recorded in income accounts, under “Equity in the Earnings (losses) of Subsidiaries and Unconsolidated Companies” and correspond to R\$ 6,127,482 thousand in 2009 (2008 - R\$ 10,335,531 thousand), BRADESCO CONSOLIDATED - R\$ 200,101 thousand (2008 - R\$ 135,356 thousand).

Companies	R\$ thousand								
	Capital stock	Adjusted shareholders' equity	Number of shares/ quotas held (thousands)			Direct ownership on capital stock	Consolidated ownership on capital stock	Adjusted net income	Bradesco Múltiplo Book value
			Common	Preferred	Quotas				
I - CONSOLIDATED									
A) Financial Area									
Banco Alvorada S.A. (1)	9,750,000	15,405,819	158	-	-	99.936%	99.936%	3,292,742	15,395,983
Banco Bradesco BBI S.A. (1) (6)	4,537,929	5,989,858	4,649,714	-	-	98.354%	98.354%	414,559	5,903,074
Banco Boavista Interatlântico S.A. (1)	1,231,000	1,887,485	2,569,275	-	-	100.000%	100.000%	124,992	1,887,485
Banco Bradesco Argentina S.A. (1).....	43,274	49,779	94,549	-	-	99.999%	99.999%	4,438	49,779
Banco Bradesco Luxembourg S.A. (1)	119,011	306,816	2	-	-	99.947%	100.000%	23,151	306,653
Banco Finasa S.A. (2).....	-	-	-	-	-	-	-	-	-
Banco Bradesco Financiamentos S.A. (1) (12).....	22,010,000	23,243,636	24,730,835	-	-	100.000%	100.000%	703,269	23,243,636
Bradesco Administradora de Consórcios Ltda. (1)	242,000	506,106	-	-	242,000	100.000%	100.000%	207,329	506,106
Bradesco Leasing S.A. Arrendamento Mercantil (1).....	2,217,800	3,350,150	10	-	-	100.000%	100.000%	369,698	3,350,150
Banco Bankpar S.A. (1)	318,000	128,889	347,487	-	-	100.000%	100.000%	(26,391)	128,889
Banco Bradesco Cartões S.A. (1).....	194,038	345,877	43,412	43,412	-	100.000%	100.000%	384,179	345,877
Alvorada Cartões, Crédito, Financiamento e Investimento S.A. (1).....	3,044,000	4,254,075	5,009,949	-	-	100.000%	100.000%	242,221	4,254,074
Bradport - S.G.P.S. Sociedade Unipessoal Lda. (1)	649,901	775,117	1	-	-	100.000%	100.000%	5,762	775,117
Foreign exchange gain/loss of branches abroad (1)	-	-	-	-	-	-	-	-	(2,459,758)
Other financial companies	-	-	-	-	-	-	-	12,627	55,931
B) Insurance and Private Pension Areas.....									
Bradesco Seguros S.A. (4)	-	-	-	-	-	-	-	-	-
Bradseg Participações Ltda. (1)	7,456,226	11,141,771	-	-	7,456,226	100.000%	100.000%	2,716,401	11,141,771
C) Other activities.....									
Elba Holdings Ltda. (9)	-	-	-	-	-	-	-	-	-
Tempo Serviços Ltda. (5).....	-	-	-	-	-	-	-	-	-
Serel Participações em Imóveis S.A. (1)	53,778	892,806	7,074	-	-	48.984%	100.000%	78,878	437,332
Abaetê Holdings Ltda. (7)	-	-	-	-	-	-	-	-	-
Other affiliated companies	-	-	-	-	-	-	-	-	457,135
TOTAL CONSOLIDATED									
II - NOT CONSOLIDATED									
BES Investimento do Brasil S.A. Banco de Investimento (3).....	-	-	-	-	-	-	-	-	85,663
IRB-Brasil Resseguros S.A. (3)	-	-	-	-	-	-	-	-	-
Integritas Participações S.A. (3) (10).....	-	-	-	-	-	-	-	-	-
Marlim Participações S.A. (11)	-	-	-	-	-	-	-	-	-
NovaMarlim Participações S.A. (11)	-	-	-	-	-	-	-	-	-
Serasa	-	-	-	-	-	-	-	-	-
TOTAL NOT CONSOLIDATED									
OVERALL TOTAL.....									

- (1) Data relating to December 31, 2009;
 (2) Company incorporated by Banco BMC S.A. in April 2008;
 (3) Data relating to November 30, 2009 unaudited;
 (4) Company controlled as of April 2008 by Bradseg Participações Ltda.;
 (5) Company controlled as of June 2009, by companies not directly controlled by Banco Bradesco S.A;
 (6) Increase in interest due to the total subscription of the capital increase in December 2009;
 (7) Company incorporated by Banco Bradesco BBI S.A. in December 2009;
 (8) Equity adjustments comprise participation in the results recorded by the companies as from their acquisition and include equity variations in the investees not derived from results, as well as adjustments arising from the equalization of accounting practices, when applicable;
 (9) Company controlled as of December 2008, by companies not directly controlled by Bradesco S.A;
 (10) Company acquired in January 2009;
 (11) Companies no longer evaluated by the equity accounting method due to the changes set forth by Bacen Resolution 3,619/08; and
 (12) Current name of Banco Finasa BMC S.A.

14) PREMISES AND EQUIPMENT AND LEASED ASSETS

These assets are stated at acquisition cost. Depreciation is calculated based on the straight-line method at annual rates which take into consideration their economic useful lives.

	BRADESCO MÚLTIPLO						On December 31 - R\$ thousand			
	Rate	Cost	Depreciation	Residual value			BRADESCO CONSOLIDATED			
				2009	2008		Cost	Depreciation	2009	2008
Premises and equipment:										
- Buildings	4%	-	-	-	-	-	678,038	(371,696)	306,342	279,362
- Land	-	-	-	-	-	-	346,231	-	346,231	411,868
Facilities, furniture and equipment in use	10%	2,597,287	(1,350,520)	1,246,767	1,139,656	3,139,274	(1,705,069)	1,434,205	1,344,131	1,344,131
Security and communications system	10%	173,169	(102,558)	70,611	63,754	187,934	(113,053)	74,881	67,520	67,520
Data processing systems	20 a 50%	1,465,383	(941,962)	523,421	398,956	1,403,882	(922,593)	481,289	317,234	317,234
Transportation systems	20%	29,800	(17,688)	12,112	10,401	32,488	(19,253)	13,235	11,449	11,449
Financing lease of Data Processing Systems Dados.....	20 a 50%	-	-	-	-	-	2,237,099	(1,486,974)	750,125	805,080
Subtotal		4,265,639	(2,412,728)	1,852,911	1,612,767	8,024,946	(4,618,638)	3,406,308	3,236,644	3,236,644
Leased assets		12,888,230	(2,244,584)	10,643,646	6,403,050	27,854	(16,208)	11,646	12,741	12,741
Overall total in 2009.....		17,153,869	(4,657,312)	12,496,557		8,052,800	(4,634,846)	3,417,954		
Overall total in 2008.....		11,390,227	(3,374,410)		8,015,817	7,532,252	(4,282,867)		3,249,385	

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
 Divulgação de Relatórios
 de Análise Econômica
 Financeira e Demonstrações
 Financeiras Consolidadas
 da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

Bradesco Organization's premises and equipment present an unrecorded surplus value of R\$ 1,876,842 thousand (2008 - R\$ 1,570,878 thousand) based on appraisal reports prepared by independent experts in 2009, 2008 and 2007.

The Bank has entered into lease agreements, for data processing systems (hardware), which are included in premises and equipment of Bradesco Consolidated. Under this accounting policy, assets and liabilities are classified in the financial statements and depreciation is calculated according to the depreciation policy adopted for the Bank's own assets. Interest on the liability is also recognized.

The fixed assets to reference shareholders' equity ratio in the "economic-financial consolidated" is 18.63% (2008 - 13.55%), and in the "financial consolidated" is 45.68% (2008 - 48.02%), whereas the maximum limit is 50%.

The difference between the fixed assets to shareholders' equity ratio in the "economic-financial consolidated" and of the "financial consolidated" is due to non-financial subsidiaries which have high liquidity and low fixed assets to shareholders' equity ratio, with the consequent increase in the fixed assets to shareholders' equity ratio of the "financial consolidated." Whenever necessary, we may reallocate the funds to the financial companies through the payment of dividends/interest on shareholders' equity to financial companies or a corporate reorganization between the financial and non-financial companies, thus improving the ratio.

15) DEFERRED ASSETS

On December 31 - R\$ thousand				
BRADESCO MÚLTIPLO				
	Cost	Amortization	Residual value	
			2009	2008
System design (1).....	1,433,442	(1,171,561)	261,881	418,291
Overall total in 2009.....	1,433,442	(1,171,561)	261,881	
Overall total in 2008.....	1,457,663	(1,039,372)		418,291

(1) Amounts recoded until December 8, 2008 were maintained in this group until their amortization, according to the Bacen Circular Letter 3,357/08, as of this date, they are recorded at intangible assets (Note 16).

16) INTANGIBLE ASSETS

a) Goodwill

Goodwill from investment acquisitions amounted to R\$ 2,541,359 thousand, of which R\$ 203,114 thousand represents the difference between book value and market value of shares recorded in Permanent Assets (BM&FBovespa shares), to be amortized upon their realization and R\$ 2,338,245 thousand representing future profitability/client portfolio, which will be amortized over twenty years. In the period, goodwill amortization totaled R\$ 107,277 thousand.

Goodwill assessed in the acquisition of investments up to March 31, 2008 in subsidiaries and jointly-controlled companies was fully amortized in the amount of R\$ 53,030 thousand on March 31, 2008.

b) Intangible assets

Acquired intangible assets have defined useful lives and comprise:

On December 31 - R\$ thousand									
	Amortization rate (1)	BRADESCO MÚLTIPLO				BRADESCO CONSOLIDATED			
		Cost	Amortization	Residual value		Cost	Amortization	Residual value	
				2009	2008			2009	2008
Acquisition of banking service rights	Contract	1,216,674	(231,863)	984,811	975,879	2,792,896	(1,189,123)	1,603,773	1,594,666
Software (2)	20% to 50%	857,526	(39,825)	817,701	390,690	3,604,271	(1,923,188)	1,681,083	1,242,599
Future profitability/client portfolio (3)	5% to 20%	-	-	-	-	2,338,245	(140,047)	2,198,198	458,778
Other.....	20%	-	-	-	-	44,153	(11,183)	32,970	16,790
Total in 2009		2,074,200	(271,688)	1,802,512		8,779,565	(3,263,541)	5,516,024	
Total in 2008		1,679,613	(313,044)		1,366,569	5,832,703	(2,519,870)		3,312,833

(1) Intangible assets are amortized over the estimated period of economic benefit and charged to other administrative expenses and other operating expenses;

(2) Software acquired and/or developed by specialized companies; and

(3) Mainly, goodwill on the acquisition of shareholders' interest of Banco Ibi - R\$ 1,061,750 thousand, Odontoprev - R\$ 360,926 thousand, Ágora Corretora - R\$ 360,469 thousand, Integritas Participações - R\$ 287,998 thousand and in Europ Assistance Serviços de Assistência Personalizados - R\$ 31,696 thousand, net of accrued amortization.

Intangible assets impairment losses were recorded in the year -acquisition of banking services right in the amount of R\$ 36,511 thousand (Bradesco Múltiplo and Bradesco Consolidated) and software in the amount of R\$ 3,125 thousand (Bradesco Consolidated), according to an internal evaluation (Note 30).

Expenses with research and development of systems corresponded to R\$ 77,940 thousand for the fiscal year ended on December 31, 2009 (2008 - R\$ 69,741 thousand).

c) Change in intangible assets by type:

On December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		
	Acquisition of banking service rights	Software	Total
Balance on December 31, 2008	975,879	390,690	1,366,569
Additions.....	288,749	466,312	755,061
Reversal of amortization (1)	118,442	-	118,442
Expenses with impairment analysis	(36,511)	-	(36,511)
Amortization for the period	(361,748)	(39,301)	(401,049)
Balance on December 31, 2009	984,811	817,701	1,802,512

On December 31 - R\$ thousand				
	BRADESCO CONSOLIDATED			
	Acquisition of banking rights	Software	Future profitability/client portfolio	Other
Balance on December 31, 2008	1,594,666	1,242,599	458,778	16,790
Additions.....	390,606	753,946	1,846,697	24,046
Reversal of amortization (1)	146,801	-	-	-
Expenses with impairment analysis	(36,511)	(3,125)	-	-
Amortization for the period	(491,789)	(312,337)	(107,277)	(7,866)
Balance on December 31, 2009	1,603,773	1,681,083	2,198,198	32,970

(1) As from April 2009, Bradesco changed the amortization calculation methodology for "acquisition of banking services rights" from the straight-line-method amortization to a calculation based on the Pay-back of each agreement. The revised calculation considered all outstanding agreements and creating a reversal of previous amortizations.

17) DEPOSITS, FEDERAL FUNDS PURCHASED AND SECURITIES SOLD UNDER AGREEMENTS TO REPURCHASE AND FUNDS FROM ISSUANCE OF SECURITIES

a) Deposits

On December 31 - R\$ thousand								
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED				2009	2008
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days		
• Demand deposits (1).....	34,485,504	27,419,252	34,627,064	-	-	-	34,627,064	27,610,162
• Savings deposits (1).....	45,113,274	38,917,870	44,162,309	-	-	-	44,162,309	37,768,508
• Interbank deposits	81,354,745	74,215,996	506,170	122,171	113,014	10,704	752,059	698,194
• Time deposits (2).....	90,036,975	93,263,574	3,230,157	9,250,568	11,434,433	66,580,818	90,495,976	97,413,781
• Other - investment deposits	983,652	960,585	1,035,676	-	-	-	1,035,676	1,002,708
Overall total in 2009.....	251,974,150		83,561,376	9,372,739	11,547,447	66,591,522	171,073,084	
%			48.8	5.5	6.8	38.9	100.0	
Overall total in 2008.....		234,777,277	73,097,654	8,810,407	9,837,282	72,748,010		164,493,353
%			44.4	5.4	6.0	44.2		100.0

(1) Classified as "1 to 30 days", not considering average historical turnover; and

(2) Considers the maturities established in investments.

b) Federal funds purchased and securities sold under agreements to repurchase

On December 31 - R\$ thousand								
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED				2009	2008
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days		
Own portfolio	54,759,729	49,281,109	4,409,552	3,062,710	8,601,847	26,682,866	42,756,975	38,218,690
• Government securities	6,860,641	3,513,488	3,955,184	277,420	1,081,997	45,060	5,359,661	3,513,488
• Debentures of own issuance	46,244,867	41,596,559	127,674	2,686,857	7,519,850	26,627,336	36,961,717	34,651,178
• Foreign	1,654,221	4,171,062	326,694	98,433	-	10,470	435,597	54,024
Third-party portfolio (1).....	69,441,091	40,160,885	68,417,064				68,417,064	39,359,625
Unrestricted portfolio (1)	2,099,007	2,398,838	1,723,668	332,645	42,694		2,099,007	2,398,838
Overall total in 2009 (2)	126,299,827	91,840,832	74,550,284	3,395,355	8,644,541	26,682,866	113,273,046	
%			65.8	3.0	7.6	23.6	100.0	
Overall total in 2008 (2)			44,009,866	2,040,073	2,461,059	31,466,155		79,977,153
%			55.0	2.6	3.1	39.3		100.0

(1) Represented by government securities; and

(2) Includes R\$ 27,883,930 thousand (2008 - R\$ 16,396,613 thousand) of investment fund applications purchase and sale commitments with Bradesco, whose quotaholders are subsidiaries included in the consolidated financial statements (Notes 8a, b, c and d).

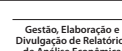
c) Funds from issuance of securities

On December 31 - R\$ thousand								
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED				2009	2008
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days		
Securities - domestic:								
• Exchange acceptances	-	-	-	-	-	-	-	249
• Mortgage bonds	898,598	770,902	94,185	305,365	492,126	6,922	898,598	969,789
• Letters of credit for agribusiness	1,585,957	1,352,626	39,724	372,333	1,153,868	20,032	1,585,957	1,352,626
• Debentures (1)	-	-	-	10,287	-	730,165	740,452	1,486,643
Subtotal	2,484,555	2,123,528	133,909	687,985	1,645,994	757,119	3,225,007	3,809,307



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

On December 31 - R\$ thousand

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED					
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	2009	2008
Securities - foreign								
• MTN Program Issues (2)	260,295	265,123	260,295	-	-	-	260,295	265,123
• Securitization of future flow of money orders received from abroad (d)	3,906,134	4,718,563	8,871	166,737	386,840	3,343,686	3,906,134	4,718,563
• Securitization of future flow of credit card bill receivables from cardholders resident abroad (d)	114,600	266,897	575	44,140	37,306	32,579	114,600	266,897
• Issuance costs	-	(48,219)	(1,478)	(1,155)	(2,368)	(18,451)	(23,452)	(48,219)
Subtotal	4,281,029	5,202,364	268,263	209,722	421,778	3,357,814	4,257,577	5,202,364
Overall total in 2009	6,765,584		402,172	897,707	2,067,772	4,114,933	7,482,584	
%			5.4	12.0	27.6	55.0	100.0	
Overall total in 2008		7,325,892	355,243	608,522	1,626,637	6,421,269		9,011,671
%			3.9	6.8	18.1	71.2		100.0

- (1) Refers to Bradesco Leasing S.A. Arrendamento Mercantil's issuances of simple debentures not convertible into shares, maturing on May 1, 2011 with 104% of CDI remuneration, respective interest is classified in the short term; and
- (2) Issuance of securities in the international market for costumers' foreign exchange operations, through purchase and sale of foreign currencies, related to discounts of export bills, pre-financing of exports and financing of imports, substantially in the short term.

d) Since 2003, Bradesco Organization has been entering into certain agreements designed to optimize its funding and liquidity management activities through the use of SPEs. These SPEs, named International Diversified Payment Rights Company and Brazilian Merchant Voucher Receivables Limited, are financed with long-term debts and settled through future cash flows of the underlying assets, which basically include:

- (i) Current and future flows of money orders remitted by individuals and corporate entities located abroad to beneficiaries in Brazil for which the Bank acts as paying agent; and
- (ii) Current and future flows of credit card receivables arising from expenditures in Brazil by holders of credit cards issued outside Brazil.

Long-term notes issued by the SPEs and sold to investors are settled through funds derived from the money order flows and credit card bills. Bradesco is obliged to redeem these securities in specific cases of delinquency or if SPEs' operations are discontinued.

Funds from the sale of current and future money orders flows and credit card receivables, received by the SPEs, must be maintained in a specific bank account until a minimum limit is attained.

We present below the main features of the notes issued by SPEs:

On December 31 - R\$ thousand

	Date of issue	Transaction amount	Maturity	Total	
				2009	2008
	8.20.2003	595,262	8.20.2010	39,748	116,273
	7.28.2004	305,400	8.20.2012	75,862	150,366
	6.11.2007	481,550	5.20.2014	434,789	586,113
	6.11.2007	481,550	5.20.2014	435,347	586,113
	12.20.2007	354,260	11.20.2014	330,357	468,944
Securitization of future flow of money orders received from abroad	12.20.2007	354,260	11.20.2014	330,357	468,944
	3.6.2008	836,000	5.20.2015	871,859	1,172,293
	12.19.2008	1,168,500	2.20.2015	869,356	1,169,517
	3.20.2009	225,590	2.20.2015	173,433	-
	12.17.2009	133,673	11.20.2014	128,851	-
	12.17.2009	133,673	2.20.2017	129,719	-
	12.17.2009	89,115	2.20.2020	86,456	-
Total		5,158,833		3,906,134	4,718,563
Securitization of future flow of credit card bill receivables from cardholders resident abroad	7.10.2003	800,818	6.15.2011	114,600	266,897
Total		800,818		114,600	266,897

e) Expenses with funding and monetary restatement and interest on technical provisions for insurance, private pension plans and savings bonds

Years ended December 31 - R\$ thousand

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Savings deposits	2,508,559	2,442,137	2,449,921	2,442,137
Time deposits	10,487,654	8,538,911	10,694,347	8,892,095
Federal funds purchased and securities sold under agreements to repurchase	10,646,644	10,799,577	9,515,148	9,898,503
Funds from issuance of securities	309,318	938,214	417,109	1,220,587
Other funding expenses	7,614,300	7,250,706	375,312	308,638
Subtotal	31,566,475	29,969,545	23,451,837	22,761,960
Expenses from monetary restatement and interest on technical provisions from insurance, private pension and savings bonds	-	-	5,128,627	4,007,684
Total	31,566,475	29,969,545	28,580,464	26,769,644

18) BORROWING AND ONLENDING

a) Borrowing

On December 31 - R\$ thousand

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED					
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	2009	2008
Local	-	-	540	-	-	-	540	553
Official institutions	-	-	-	-	-	-	-	114
Other institutions	-	-	540	-	-	-	540	439
Abroad (1)	8,291,478	14,671,503	1,262,553	3,995,373	2,424,607	322,063	8,004,596	14,204,052
Overall total in 2009	8,291,478		1,263,093	3,995,373	2,424,607	322,063	8,005,136	
%			15.8	49.9	30.3	4.0	100.0	
Overall total in 2008		14,671,503	1,756,011	6,654,003	4,713,721	1,080,870		14,204,605
%			12.4	46.8	33.2	7.6		100.0

- (1) Pursuant to CVM Instruction 556/08 and CPC 08/08, expenses related to funding are recorded as reduction account of the respective funding and apportioned to the result for the term of the operation.

b) Onlending

On December 31 - R\$ thousand

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED					
	2009	2008	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	2009	2008
Local	18,811,529	17,090,530	1,066,510	2,617,105	2,838,139	12,800,052	19,321,806	17,742,336
• National Treasury	124,020	114,607	-	-	124,020	-	124,020	114,608
• BNDES	8,139,480	7,140,886	337,211	1,029,236	908,051	5,864,982	8,139,480	7,140,886
• CEF	87,724	94,348	1,620	7,001	8,402	74,101	91,124	99,197
• FINAME	10,459,657	9,739,934	727,031	1,580,868	1,797,666	6,860,969	10,966,534	10,386,890
• Other institutions	648	755	648	-	-	-	648	755
Foreign	10,323	13,057	794	-	-	-	794	182
Overall total in 2009	18,821,852		1,067,304	2,617,105	2,838,139	12,800,052	19,322,600	
%			5.5	13.5	14.7	66.3	100.0	
Overall total in 2008		17,103,587	1,117,602	2,332,321	3,290,947	11,001,648		17,742,518
%			6.3	13.2	18.5	62.0		100.0

c) Borrowing and onlending expenses

Years ended December 31 - R\$ thousand

	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Borrowing:				
• Local	2,094	582	1,076	674
• Foreign	80,894	167,031	82,406	178,363
Subtotal borrowing	82,988	167,613	83,482	179,037
Local onlending:				
• National treasury	5,128	3,284	5,128	3,303
• BNDES	573,613	489,688	573,613	489,687
• CEF	7,099	8,752	7,423	9,227
• FINAME	680,174	746,345	728,033	798,953
• Other institutions	172	251	94	164
Foreign onlending:				
• Payables to foreign bankers (Note 11a)	(83,280)	5,005,781	(89,072)	4,992,838
• Other expenses with foreign onlending	(309,062)	702,823	(309,434)	706,308
Subtotal onlending	873,844	6,956,924	915,785	7,000,480
Total	956,832	7,124,537	999,267	7,179,517

19) CONTINGENT ASSETS AND LIABILITIES - TAX AND SOCIAL SECURITY

a) Contingent assets

Contingent assets are not recognized in the financial statements, although there are ongoing proceedings with good prospects of success. The main one is:

- PIS (BRADESCO CONSOLIDATED - R\$ 54,902 thousand): claiming the compensation of PIS on the Gross Operating Revenue, paid pursuant to Decree Laws 2,445/88 and 2,449/88, over the amount due under the terms of the Supplementary Law 07/70 (PIS Repique).

b) Contingent liabilities classified as probable losses and legal liabilities - tax and social security

The Bradesco Organization is currently party to a number of labor, civil and tax lawsuits, arising from the normal course of its business activities.

Provisions were recorded based on the opinion of the legal advisors, the types of lawsuit, similarity with previous lawsuits, complexity and positioning of the courts, whenever a loss is deemed probable.

Management considers that the provision recorded is sufficient to cover losses generated by the corresponding proceedings.

Liability related to litigation is held until the definite successful outcome of the lawsuit, represented by favorable judicial decisions, for which appeals can no longer lodged or due to statute of limitation.

I - Labor claims

These are claims brought by former employees seeking indemnity, especially for unpaid overtime. In the proceedings requiring judicial deposit, the amount of labor claims is recorded considering the effective perspective of loss of these deposits. For other proceedings, the provision is recorded based on the average of the total payments made for the claims settled in the last 12 months, considering the year of the judicial ruling.

Following a more effective control over working hours implemented in 1992, via electronic time cards, overtime is paid regularly during the employment contract and, accordingly, the amount of claims on an individual basis subsequent to 1997 substantially decreased.

II - Civil claims

These are claims for pain and suffering and property damages, mainly relating to notarized protests, returned checks, the inclusion of information about debtors in the restricted credit registry and the reincorporation of inflation adjustments excluded as a result of government economic plans. These lawsuits are individually controlled by computer-based systems and provisioned whenever the loss is evaluated as probable, considering the opinion of the legal advisors, the nature of the lawsuits, and similarity with previous lawsuits, complexity and positioning of the courts.

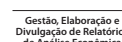
The issues discussed in the lawsuits relating to protests, returned checks and information on debtors in the credit restriction registry usually are not events that cause a significant impact on the financial income. Most of these lawsuits are brought at the Special Civil Court (JEC), in which the claims are limited to 40 minimum wages.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

It is worth noting the increase in legal claims pleading the incidence of inflation rates which were excluded from the monetary restatement of savings accounts balances due to Government Economic Plans (especially Bresser and Verão Economic Plans) which were part of the Government economic policy to reduce inflation in the past. Although the Bank had complied with the legal requirements in force at the time, these lawsuits have been provisioned taking into consideration claims effectively notified and their assessed loss perspectives, the "APDF"/165 lawsuit (failure to comply with fundamental concepts) brought by CONSIF, with a view to suspending all the pending lawsuits about economic plans is pending judgment by the Federal Supreme Court (STF).

Currently, there are no significant administrative lawsuits in course, filed as a result of the lack of compliance with National Financial System regulations or payment of fines, which could cause significant impacts on the Bank's interest income.

III - Legal liabilities - tax and social security

The Bradesco Organization is disputing in court the legality and constitutionality of certain taxes and contributions, for which provisions have been recorded in full, although the likelihood of a medium- and long-term favorable outcome is goods based on the opinion of the legal advisors.

The main issues are:

- Cofins - R\$ 30,66,152 thousand (BRADESCO CONSOLIDATED - R\$ 3,439,954 thousand): it requests authorization to calculate and pay Cofins, as from October 2005, on the effective income, whose concept is in Article 2 of Supplementary Law 70/91, removing the unconstitutional increase in the calculation basis introduced by paragraph 1 of Article 3 of Law 9,718/98;
- IRPJ/Loan Losses - R\$ 587,335 thousand (BRADESCO CONSOLIDATED - R\$ 701,176 thousand): it requests authorization to deduct, for purposes of determination of the calculation basis of IRPJ and CSLL, the amount of effective and definite credit losses, total or partial, suffered in the reference years from 1997 to 2006, regardless of the compliance with the conditions and terms provided for in Articles 9 to 14 of Law 9,430/96 that only apply to temporary losses;
- INSS Autonomous Brokers - (BRADESCO CONSOLIDATED R\$ 711,177 thousand): it questions the incidence of the social security contribution on the remunerations paid to autonomous service providers, established by Supplementary Law 84/96 and subsequent regulations/amendments, at the rate of 20% and additional of 2.5%, under the argument that the services are not provided to the insurance companies, but to policyholders, thus being outside the incidence of the contribution provided for in item I, Article 22, of Law 8,212/91, with new wording given in Law 9,876/99;
- PIS - R\$ 264,271 thousand (BRADESCO CONSOLIDATED - R\$ 273,506 thousand): it requests the authorization to offset amounts overpaid in the reference years of 1994 and 1995 as contribution to PIS, corresponding to the amount above the calculation basis laid down in the Constitution, i.e., gross operating revenue, as defined in the income tax legislation - concept in Article 44 of Law 4,506/64, not including interest income.

In November 2009, Bradesco adhered to a tax amnesty program, introduced by Law 11941/09, whereby all federal tax and social security obligations owed to the Brazilian Federal Revenue Service (RFB) and to the Public Prosecutions Office of the National Treasury (PGFN) may be settled via a one-off payment or in installments. In accordance with this program, all debts past due up to November 30, 2008, owed by individuals or corporate entities, consolidated by the debtor, with suspended liability or not, executable or not, or considered individually, even at the foreclosure stage, or which are part of a prior installment agreement, not yet fully settled or cancelled as a result of default, may be liquidated through a single payment or divided into installments.

Bradesco's main lawsuits included in the program refer to disputes regarding: (i) the payment of social contribution on net income (CSLL) by financial institutions from 1995 to 1998 at rates in excess of those applicable to companies in general; and (ii) the non-payment of CSLL from 1996 to 1998, during which period certain Bradesco companies had no employees, on the grounds that, pursuant to Item I of Article 195 of the Brazilian Federal Constitution, only employers are liable to pay this contribution.

20) SUBORDINATED DEBT

R\$ thousand					
Maturity	Original term in years	Amount of the operação	Currency	Remuneration	
In Brazil:					
Subordinated CDB:					
2011.....	5	4,504,022	R\$	102.5% to 104.0% of CDI rate	6,979,342
2012.....	5	3,236,273	R\$	103.0% of CDI rate or 100.0% of CDI rate + 0.344% p.a. or IPCA + (7.102% p.a. - 7.632% p.a.)	4,152,514
2013.....	5	575,000	R\$	100.0% of CDI rate + (0.344% p.a. - 0.87% p.a.) or IPCA + (7.44% p.a. - 8.20% p.a.)	700,900
2014.....	6	1,000,000	R\$	112.0% of CDI rate	1,131,496
2015.....	6	1,294,696	R\$	108.0% and 112.0% of CDI rate or IPCA + (6.92% p.a. - 8.70% p.a.)	1,364,642
2012.....	10	1,569,751	R\$	100.0% of DI rate - CETIP or 100.0% of CDI rate + (0.75% p.a. - 0.87% p.a.) or 101.0% to 102.5% of CDI rate	4,689,431
For loan operations (3):					
2009 to 2013.....	2 to 5	1,913	R\$	100.0% to 106.0% of CDI rate or	2,368
2009 to 2011.....	up to 2	289,059	R\$	8.29% to 14.88% p.a. rate	304,003
Subtotal - in Brazil.....		12,470,714			19,324,696
Abroad:					
2011.....	10	353,700	US\$	10.25% p.a. rate	261,487
2012 (1)	10	315,186	Yen	4.05% p.a. rate	236,799
2013.....	10	1,434,750	US\$	8.75% p.a. rate	882,067
2014.....	10	801,927	Euro	8.00% p.a. rate	570,412
Undetermined (2)		720,870	US\$	8.875% p.a. rate	525,966
2019.....	10	1,333,575	US\$	6.75% p.a. rate	1,328,427
Issuance costs.....					(25,877)
Subtotal - abroad		4,960,008			3,779,281
Overall total.....		17,430,722			23,103,977

(1) Including the cost of swap to U.S. dollar, the rate increases to 10.15% p.a.;

(2) In June 2005, perpetual subordinated debt was issued in the amount of US\$ 300,000 thousand, with exclusive redemption option on the part of the issuer, in its totality and upon previous authorization of Bacen, under the following conditions: (i) after 5 years from the issuance date and subsequently on each date of interest maturity; and (ii) at any moment in the event of a change in the tax laws in Brazil or abroad, which may cause an increase in costs for the issuer and if the issuer is notified in writing by Bacen that the securities may no longer be included in the consolidated capital for capital adequacy ratio calculation purposes; and

(3) Refers to subordinated CBD pegged to loan operations that, pursuant to Circular Letter 2,953/01, do not comprise the Reference Shareholders' Equity Tier II.

21) OTHER LIABILITIES

a) Tax and social security

On December 31 - R\$ thousand			
BRADESCO MÚLTIPLO		BRADESCO CONSOLIDADO	
2009	2008	2009	2008
Provision for tax risk (Note 19b IV).....	4,148,000	3,503,236	7,066,453
Provision for deferred income tax (Note 35f)	1,412,614	861,945	3,985,467
Taxes and contributions on profits payable.....	-	-	1,490,563
Taxes and contributions payable.....	293,125	309,733	661,185
Total	5,853,739	4,674,914	13,203,668

b) Sundry

On December 31 - R\$ thousand			
BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
2009	2008	2009	2008
Credit card operations	5,753,157	4,632,629	9,293,317
Provision for payments	1,890,486	1,588,219	3,780,262
Provision for contingent liabilities (civil and labor) (Note 18b IV).....	2,954,613	2,527,215	3,938,168
Sundry creditors	499,461	434,494	1,949,166
Creditors for residual amount advance.....	5,097,710	2,494,648	-
Liabilities for acquisition of assets - financial leasing (1)	-	-	987,527
Liabilities for acquisition of assets and rights	823,107	1,200,030	630,132
Liabilities for official agreements.....	269,746	333,867	269,746
Other.....	816,764	665,771	908,340
Total	18,105,044	13,876,873	21,756,658

(1) Refers to liabilities for acquisition of data processing systems (hardware) by means of financial leasing operations (Bradesco as lessee).

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
Divulgação de Relatórios
de Análise Econômica
Financeira e Demonstrações
Financeiras Consolidadas
da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

22) INSURANCE, PRIVATE PENSION PLANS AND SAVINGS BONDS OPERATIONS

a) Provisions by account

On December 31 - R\$ thousand

	INSURANCE (1)		LIFE AND PRIVATE PENSION PLANS (2)		SAVINGS BONDS		TOTAL	
	2009	2008	2009	2008	2009	2008	2009 (3)	2008
Current and long-term liabilities								
Mathematical provision for benefits to be granted	-	-	54,422,399	45,922,203	-	-	54,422,399	45,922,203
Mathematical provision for benefits granted	-	-	4,475,137	4,280,106	-	-	4,475,137	4,280,106
Mathematical provision for redemptions	-	-	-	-	2,479,748	2,198,297	2,479,748	2,198,297
Provision for incurred but not reported (INBR) claims	1,350,222	1,270,570	599,718	536,319	-	-	1,949,940	1,806,889
Unearned premiums provision	1,941,858	1,586,929	78,343	78,484	-	-	2,020,201	1,665,413
Provision for contribution insufficiency (4)	-	-	3,031,715	2,522,156	-	-	3,031,715	2,522,156
Provision for unsettled claims	1,329,263	745,681	748,777	641,675	-	-	2,078,040	1,387,356
Financial fluctuation provision	-	-	621,884	648,790	-	-	621,884	648,790
Premium insufficiency provision	-	-	560,714	478,669	-	-	560,714	478,669
Financial surplus provision	-	-	367,289	290,885	-	-	367,289	290,885
Provision for drawings and redemptions	-	-	-	-	436,026	413,295	436,026	413,295
Provision for administrative expenses	-	-	141,688	145,207	100,598	83,910	242,286	229,117
Provision for contingencies	-	-	-	-	7,288	10,083	7,288	10,083
Other provisions	2,234,738	2,226,731	644,516	507,142	-	-	2,879,254	2,733,873
Total provisions	6,856,081	5,829,911	65,692,180	56,051,636	3,023,660	2,705,585	75,571,921	64,587,132

(1) "Other provisions" basically refers to the technical provisions of the "individual health" portfolio made in order to: (i) cover the differences of future premium adjustments and those necessary to the portfolio technical balance; and (ii) cover payment release of health care coverage to dependents in case the policyholder dies, adopting the rules of the Actuarial Technical Notes approved by ANS;

(2) Comprises individual insurance plan and private pension plan operations;

(3) Pursuant to Susep Circular Letter 379/08, as of January 2009, technical provisions are presented at gross amounts and the reinsurance (PPNG, PSL and INBR) technical provision are recorded in assets on December 31, 2009 in the amount of R\$ 669,103 thousand; and

(4) The contribution insufficiency provision for retirement and pension plans is calculated according to the normalized biometric table AT-2000, improved by 1.5% p.a., considering males separated from females, who have a longer life expectancy, and actual real interest rate of 4.0% p.a. For disabilities plans, the provision is also actuarially calculated according to the biometric AT-49 (male) table and the 4.0% p.a. real interest rate.

b) Technical provisions by product

On December 31 - R\$ thousand

	INSURANCE (1)		LIFE AND PRIVATE PENSION PLANS		SAVINGS BONDS		TOTAL	
	2009	2008	2009	2008	2009	2008	2009 (2)	2008
Health (1)	3,555,436	3,415,915	-	-	-	-	3,555,436	3,415,915
Auto/RCF	1,837,189	1,739,587	-	-	-	-	1,837,189	1,739,587
Dpvat	119,972	77,165	200,436	145,135	-	-	320,408	222,300
Life	16,676	18,953	2,706,602	2,422,920	-	-	2,723,278	2,441,873
Basic lines	1,326,808	578,291	-	-	-	-	1,326,808	578,291
Unrestricted benefits generating plan - PGBL	-	-	11,778,567	10,421,881	-	-	11,778,567	10,421,881
Long-term life insurance - VGBL	-	-	35,130,823	27,627,847	-	-	35,130,823	27,627,847
Traditional plans	-	-	15,875,752	15,433,853	-	-	15,875,752	15,433,853
Savings bonds	-	-	-	-	3,023,660	2,705,585	3,023,660	2,705,585
Total technical provisions	6,856,081	5,829,911	65,692,180	56,051,636	3,023,660	2,705,585	75,571,921	64,587,132

(1) See Note 22a item 1; and

(2) Pursuant to Susep Circular Letter 379/08, as of January 2009, technical provisions are presented at gross amounts and reinsurance technical provisions (PPNG, PSL and INBR) are recorded in assets on December 31, 2009 in the amount of R\$ 669,103 thousand.

c) Guarantees of technical provisions

On December 31 - R\$ thousand

	INSURANCE		LIFE AND PRIVATE PENSION PLANS		SAVINGS BONDS		TOTAL	
	2009	2008	2009	2008	2009	2008	2009	2008
Investment fund quotas (VGBL and PGBL)	-	-	46,909,390	38,049,728	-	-	46,909,390	38,049,728
Investment fund quotas (excluding VGBL and PGBL)	5,693,441	5,281,805	14,483,249	12,926,284	2,765,794	2,492,489	22,942,484	20,700,578
Government securities	95,844	72,758	3,149,892	3,109,296	-	-	3,245,736	3,182,054
Private securities	21,710	158,571	745,626	927,903	165,910	116,171	933,246	1,202,645
Shares	1,959	2,368	493,147	1,113,502	181,346	166,725	676,452	1,282,595
Receivables	617,462	520,407	-	-	-	-	617,462	520,407
Real estate	-	7,290	-	-	-	10,238	-	17,528
Deposits retained at IRB and court deposits	6,347	7,032	60,262	65,564	-	-	66,609	72,596
Reinsurance credits	663,354	-	5,749	-	-	-	669,103	-
Total guarantees of technical provisions	7,100,117	6,050,231	65,847,315	56,192,277	3,113,050	2,785,623	76,060,482	65,028,131

d) Retained premiums from insurance, private pension plans contributions and savings bonds

Years ended December 31 - R\$ thousand

	2009	2008
Premiums written	12,311,360	10,748,533
Supplementary private pension plan contributions (including VGBL)	12,447,194	10,939,839
Revenues from savings bonds	1,991,357	1,699,672
Coinurance premiums	(298,404)	(146,948)
Refunded premiums	(118,274)	(92,344)
Net premiums written	26,333,233	23,148,752
Reinsurance premiums	(223,325)	(325,002)
Retained premiums from insurance, private pension plans and savings bonds	26,109,908	22,823,750

23) MINORITY INTEREST IN SUBSIDIARIES

On December 31 - R\$ thousand

	2009	2008
Odontoprev S.A. (1)	437,390	-
Andorra Holdings S.A.	172,632	158,402
Banco Bradesco BBI S.A.	86,812	81,430
Celta Holding S.A.	59,497	68,879
Banco Alvorada S.A.	10,042	8,468
Baneb Corretora de Seguros S.A.	3,616	3,837
Other minority interest	27,686	483
Total	797,675	321,499

(1) Minority interest in Odontoprev through the change in interest in Bradesco Dental (Note 1).

24) SHAREHOLDERS' EQUITY (PARENT COMPANY)

a) Breakdown of capital stock in number of shares

Fully subscribed and paid-up capital stock comprises non-par, registered, book-entry shares.

On December 31

	2009	2008
Common shares	1,713,543,005	1,534,934,979
Preferred shares	1,713,542,828	1,534,934,821
Subtotal	3,427,085,833	3,069,869,800
Treasury (common)	(3,338,170)	(129,021)
Treasury (preferred)	(3,197,260)	(34,600)
Total outstanding shares	3,420,550,403	3,069,706,179

b) Breakdown of capital stock in number of shares

	Common	Preferred	Total
Number of outstanding shares on December 31, 2008	1,534,805,958	1,534,900,221	3,069,706,179
Shares acquired and not cancelled	(1,730,679)	(1,234,000)	(2,964,679)
Number of outstanding shares on September 30, 2009	1,533,075,279	1,533,666,221	3,066,741,500
Shares acquired and not cancelled	(1,175,000)	(1,638,000)	(2,813,000)
Capital stock increase upon share issue - acquisition of Ibi	22,831,389	22,831,386	45,662,775
Capital stock increase upon share issue - bonus 10%	155,776,637	155,776,621	311,553,258
Bonus from shares acquired and not cancelled	(303,470)	(290,660)	(594,130)
Number of outstanding shares on December 31, 2009	1,710,204,835	1,710,345,568	3,420,550,403

The Special Shareholders' Meeting held on March 10, 2009 approved the reverse split of common and preferred shares in the proportion of fifty (50) to one (1), with the simultaneous split of each share, after the reverse split, at the ratio of one (1) to fifty (50), without changes in types of share, giving sixty-one (61) days, as from April 8, 2009 to June 8, 2009, for shareholders, at their own and free discretion, to adjust the position of their shares, by type, in multiples of fifty (50) shares, by means of trading at BM&FBovespa, through the brokerage firm of their choice.

Simultaneously with the operation in the Brazilian Market, complying with the same dates, the same procedure was adopted on the International Market, for securities traded in New York - USA and Madrid - Spain.

At the Special General Meeting held on October 29, 2009, it was approved: (i) the merger of all of shares representing the Ibi Participações S.A. capital stock into Bradesco, and Ibi Participações became Bradesco's wholly-owned subsidiary, in compliance with the provisions set forth in Articles 224, 225 and 252 of Law 6,404/76, upon the capital increase in the amount of R\$ 1,368,183 thousand, from R\$ 23,000,000 thousand to R\$ 24,368,183 thousand, with the issuance of 45,662,775 new nominative book-entry non-par shares, out of which 22,831,389 are common and 22,831,386 are preferred shares, at the ratio of 0.049401676 fraction of Bradesco share to Ibi Participações share, to be allocated to the latter's shareholders, being 0.024700839 fraction of common share and 0.024700837 fraction of preferred share; and (ii) the capital stock increase by R\$ 131,817 thousand, from R\$ 24,368,183 thousand to R\$ 24,500,000 thousand, upon the capitalization of reserves, without the issue of shares, as per paragraph first of Article 169 of Law 6,404/76, with the consequent amendment to caput of Article 6 of the Bylaws.

At the Special General Meeting held on December 18, 2009, it was approved the capital stock increase by R\$ 2,000,000 thousand, from R\$ 24,500,000 thousand to R\$ 26,500,000 thousand, upon the capitalization of part of the "Profit Reserves - Statutory Reserves" account balance, in compliance with Article 169 of Law 6,404/76, with a 10% stock bonus, upon the issue of 311,553,258 new nominative book-entry non-par shares, out of which 155,776,637 are common and 155,776,621 are preferred shares, allocated to shareholders free of charge, for purposes of stock bonus, at the ratio of one (1) new share to each ten (10) shares of the same type held by them, benefiting shareholders registered in the Bank's records as of January 19, 2010.

Simultaneously with the operation in the Brazilian Market, and at the same ratio, ADRs - American Depositary Receipts in the American Market (NYSE) and GDRs - Global Depositary Receipts in the European Market (Latibex) were entitled to stock bonus, and investors received one (1) new DR for each ten (10) DRs they held on January 19, 2010.

c) Interest on shareholders' equity/dividends

Preferred shares have no voting rights, but are entitled to all rights and advantages given to common shares and, in compliance with Bradesco's Bylaws, have priority in repayment of capital and additional ten per cent (10%) of interest on shareholders' equity and/or dividends, in accordance with the provisions of Paragraph 1, item II, of Article 17 of Law 6,404/76, with the new wording given in Law 10,303/01.

According to Bradesco's Bylaws, shareholders are entitled to interest on shareholders' equity and/or dividends of, in total, at least 30% of the net income for the year, adjusted in accordance with the Brazilian Corporation Law.

Interest on shareholders' equity is calculated based on the shareholders' equity accounts and is limited to the variation in the Federal Government Long-Term Interest Rate (TJLP), provided there are available profits, computed prior to the deduction thereof, or retained earnings and revenue reserves in amounts equivalent to, or exceeding twice, the amount of such interest.

Bradesco's capital remuneration policy aims at distributing the interest on shareholders' equity at the maximum amount calculated pursuant to prevailing laws, and this is included, net of Withholding Income Tax, in the calculation of the mandatory dividends of the year set forth in the Company's Bylaws.

At the Board of Directors Meeting held on December 5, 2008, the board members approved the proposal of the Board of Executive Officers related to the payment of supplementary interest on shareholders' equity to shareholders related to 2008, in the amount of R\$ 0.571482431 (R\$ 0.485760066 net of tax) per common share and R\$ 0.628630674 (R\$ 0.534336073 net of tax) per preferred shares, the payment of which was made on March 9, 2009.

At a Board of Directors' Meeting held on January 20, 2009, the board members approved the proposal of the Board of Executive Officers to increase by 10% the amount of monthly dividends, paid in advance to shareholders, according to the Monthly Remuneration System, from R\$ 0.012017500 to R\$ 0.013219250, related to common shares, and from R\$ 0.013219250 to R\$ 0.014541175, related to preferred shares, effective as from the dividends for February 2009 paid on March 2, 2009, benefiting shareholders registered in the Company's records on February 2, 2009.

At a Board of Directors' Meeting held on July 3, 2009, the Board of Executive Officers proposal for payment of interim interest on shareholders' equity to shareholders related to 1H09 was approved, in the amount of R\$ 0.155520588 (R\$ 0.1321925 net of tax) per common share and R\$ 0.171072647 (R\$ 0.14541175 net of tax) per preferred share, whose payment was made on July 20, 2009.

The Board of Directors' Meeting held on December 4, 2009 approved the Board of Executive Officers proposal for the payment of supplementary interest on shareholders' equity to shareholders for the fiscal year of 2009 in the amount of R\$ 1,632,000 thousand, out of which R\$ 0.499755537 (net of withholding income tax of 15% - R\$ 0.424792206) per common share and R\$ 0.549731091 (net of 15% withholding income tax - R\$ 0.467271427) per preferred share, the payment of which will be made on March 9, 2010.

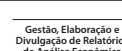
Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

The Special General Meeting held on December 18, 2009 resolved that the monthly dividends will be held in R\$ 0.01321925 per common share and R\$ 0.014541175 per preferred share, so that the amounts monthly paid to shareholders will be increased by 10%, after the new shares from the stock bonus are included in the shareholding.

The calculation of interest on shareholders' equity and dividends related to the 2009 is as follows:

	R\$ thousand	% (1)
Net income for the year	8,012,282	
(-) Legal reserve	(400,614)	
Adjusted calculation basis	7,611,668	
Interest on shareholders' equity (gross) provisioned (paid and payable) ..	2,133,269	
Withholding income tax on interest on shareholders' equity	(319,990)	
Interest on shareholders' equity (net)	1,813,279	
Monthly dividends paid and provisioned	584,813	
Accumulated interest on shareholders' equity (net) and dividends in 2009	2,398,092	31.51
Accumulated interest on shareholders' equity (net) and dividends in 2008	2,398,987	33.12

(1) Percentage of interest on shareholders' equity/dividends over adjusted calculation basis.

Interest on shareholders' equity and dividends were paid and provisioned as follows:

Description	Per share (gross)		Gross paid/provisioned amount	Withholding Income Tax (IRRF) (15%)	Net paid/Provisioned amount
	Common	Preferred			
Monthly interest on shareholders' equity	0.036053	0.039658	114,598	17,190	97,408
Supplementary interest on shareholders' equity provisioned	0.571482	0.628631	1,841,993	276,299	1,565,694
Monthly dividends	0.108158	0.118973	348,540	-	348,540
Interim dividends	0.120175	0.132193	387,345	-	387,345
Total on December 31, 2008 YTD	0.835868	0.919455	2,692,476	293,489	2,398,987
Supplementary interest on shareholders' equity provisioned (1)	0.499755	0.549731	1,632,000	244,800	1,387,200
Interim interest on shareholders' equity (2)	0.155521	0.171073	501,269	75,190	426,079
Monthly dividends	0.157429	0.173172	507,818	-	507,818
Supplementary provisioned dividends (3)	0.021439	0.023582	76,995	-	76,995
Total on December 31, 2009 YTD	0.834144	0.917558	2,718,082	319,990	2,398,092

(1) Payable on March 9, 2010;

(2) Paid on July 20, 2009; and

(3) Considers the stock bonus effects - 10% as of December 18, 2009.

d) Treasury shares

At a Board of Executive Officers' meeting held on December 2, 2009, it was authorized the acquisition of shares issued by Bradesco of up to 15,000,000 nominative book-entry common shares, with no par value, out of which 7,500,000 are common shares and 7,500,000 are preferred shares, to be held in treasury and later sale or cancellation, without capital stock reduction. The authorization will be effective until June 3, 2010.

Up to December 31, 2009, 3,338,170 common shares and 3,197,260 preferred shares were acquired and held in treasury, in the amount of R\$ 188,874 thousand. The minimum, weighted average and maximum cost per share is, respectively, R\$ 14.99344, R\$ 28.89998 and R\$ 34.88564, already including the 10% stock bonus that took place on December 18, 2009. The market value of these shares on December 31, 2009 was R\$ 27.26 per common share and R\$ 33.07 per preferred share.

25) FEE AND COMMISSION INCOME

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Card income	645,579	836,837	3,373,923	3,035,048
Checking accounts	2,172,019	2,213,099	2,180,852	2,264,867
Loan operations	1,128,109	1,100,140	1,588,029	1,583,613
Asset management	669,636	709,587	1,601,350	1,570,525
Collections	984,060	959,281	997,321	973,744
Custody and brokerage services	180,260	160,585	412,653	328,027
Consortium management	-	-	351,178	317,872
Taxes paid	256,002	238,006	256,002	238,006
Underwriting	817	1,546	340,033	120,005
Other	151,478	104,974	510,149	429,926
Total	6,187,960	6,324,055	11,611,490	10,861,633

26) PERSONNEL EXPENSES

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Payroll	2,943,153	2,764,725	3,889,273	3,670,277
Benefits	1,216,223	1,133,120	1,569,765	1,442,364
Social security charges	1,096,477	1,034,863	1,376,365	1,282,672
Employee profit sharing	539,814	385,479	650,023	550,456
Provision for labor claims	287,020	288,457	394,128	349,406
Training	67,177	72,302	86,784	93,846
Total	6,149,864	5,678,946	7,966,338	7,389,021

27) OTHER ADMINISTRATIVE EXPENSES

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Third-party services	1,684,415	1,385,800	2,529,453	2,191,461
Communication	940,012	816,593	1,227,145	1,104,417
Financial system services	200,812	207,763	278,771	214,467
Depreciation and amortization	808,499	451,385	717,141	615,134
Depreciation of financial leasing - Law 11,638/07	-	-	357,543	305,261
Transportation	482,103	512,111	554,643	514,045
Advertising, promotions and publicity	396,754	404,440	587,784	644,183
Rentals	643,698	547,269	556,333	481,996
Data processing	594,966	447,913	772,089	576,775
Asset maintenance and conservation	501,622	473,445	418,387	391,982
Asset leasing	434,786	346,504	401,304	351,334
Asset leasing - Law 11,638/07	-	-	(386,192)	(346,358)
Security and surveillance	245,278	211,840	249,782	217,280
Water, electricity and gas	177,092	164,620	198,552	182,500
Materials	179,769	162,262	226,707	212,813
Travels	24,571	28,035	78,267	89,219
Other	179,245	274,880	514,928	512,827
Total	7,493,622	6,434,860	9,282,637	8,259,336

28) TAX EXPENSES

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Contribution for Social Security Financing (Cofins)	1,162,791	558,595	1,834,471	1,184,543
Tax on Services (ISS)	215,071	234,942	342,556	330,350
Social Integration Program (PIS) contribution	189,801	91,293	342,675	259,726
Municipal Real Estate Tax (IPTU) expenses	32,130	31,346	32,899	32,122
Other	86,559	73,342	160,968	160,362
Total	1,686,352	989,518	2,713,569	1,967,103

29) OTHER OPERATING INCOME

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Other interest income	251,077	130,362	820,635	610,841
Reversal of other operating provisions (1)	483,994	197,222	562,234	557,912
Gains on sale of goods	-	-	67,508	75,625
Revenues from recovery of charges and expenses	50,774	46,817	59,995	60,662
Others	741,231	269,485	1,053,241	413,206
Total	1,527,076	643,886	2,563,613	1,718,246

(1) Includes R\$ 154,813 thousand related to the adhesion to the tax amnesty program (Bradesco Consolidated - R\$ 388,162 thousand). (Note 19b III).

30) OTHER OPERATING EXPENSES

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Other financial expenses	860,139	676,779	2,271,477	2,090,874
Sundry losses	907,380	1,045,017	1,177,770	1,245,563
Interest expenses with leasing obligations - Law 11,638/07	-	-	69,409	127,719
Intangible assets amortization - acquisition of banking services rights	361,748	233,267	491,789	478,506
Expenses with other operating provisions (1)	1,101,889	257,793	1,359,884	397,823
Goodwill amortization	-	-	107,277	32,770
Expenses with impairment analysis	36,511	1,037	39,636	1,481
Other (3)	1,158,068	615,258	1,254,062	911,092
Total	4,425,735	2,829,151	6,771,304	5,285,828

(1) Includes supplementary provision for civil lawsuits - economic plans - R\$ 915,188 thousand (2008 - R\$ 239,370 thousand).

31) NON-OPERATING RESULT

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Result on sale and write-off of assets and investments (1)	(69,859)	13,129	2,188,096	400,965
Non-operating provisions/reversal	(21,134)	16,043	(77,497)	(43,863)
Others	21,951	10,235	10,997	26,868
Total	(69,042)	39,407	2,121,596	383,970

(1) In 2009, includes the result of partial sale of Visanet shares, net of distribution costs, in the amount of R\$ 2,409,619 thousand. In 2008, it mainly comprised the result of the partial divestment of Visa Inc. in the amount of R\$ 352,402 thousand from the company's IPO.

32) TRANSACTIONS WITH RELATED PARTIES (DIRECT AND INDIRECT)

a) Transactions with parent companies, subsidiaries and jointly-controlled companies (direct and indirect) are carried out in conditions and at rates compatible with the averages practiced with third parties, and effective on the dates of the operations, and are as follows:

	R\$ thousand			
	2009		2008	
	Assets (liabilities)	Revenues (expenses)	Assets (liabilities)	Revenues (expenses)
Interest on shareholders' equity and dividends: ...	2,523,511	-	1,303,107	-
Cidade de Deus Companhia Comercial de Participações (1)	(324,347)	-	(368,603)	-
Fundação Bradesco (1)	(328,862)	-	(318,214)	-
Alvorada Cartões, Crédito, Financiamento e Investimento S.A. (2)	1,285	-	1,188	-
Banco Alvorada S.A. (2)	810,994	-	118,966	-
Banco Bradesco Financiamentos S.A. (2) (h)	3,154	-	1,019	-
Banco Boavista Interatlântico S.A. (2)	445	-	477	-
Tempo e Serviços Ltda. (2)	407,307	-	380,539	-
Bradesco Administradora de Consórcios Ltda. (2)	160,000	-	786	-
Bradesco Leasing S.A. Arrendamento Mercantil (2)	138,904	-	30,483	-
Elba Holdings Ltda. (2)	568,007	-	640,032	-
Bradseg Participações Ltda. (2)	1,000,000	-	786,744	-
Serel Participações em Imóveis S.A. (2)	78,374	-	17,150	-
Other parent companies, subsidiaries and jointly-controlled companies	8,250	-	12,540	-
Demand/savings deposits:	(1,131,362)	(58,943)	(1,224,355)	-
Fundação Bradesco (1)	(80)	-	(8)	-
Elo Participações e Investimentos S.A. (1)	(10)	-	(6)	-
Nova Cidade de Deus Participações S.A. (1)	(11)	-	(88)	-
Cidade de Deus Companhia Comercial de Participações (1)	(12)	-	(13,025)	-
Bradesco Vida e Previdência S.A. (2)	(1,042)	-	(892)	-
Banco Bradesco Argentina S.A. (2)	(736)	-	(5,102)	-
Bradesco Argentina de Seguros S.A. (2)	(1,958)	-	(2,208)	-
Brasília Cayman Investments II Limited (2)	(138,185)	-	-	-
Banco Bankpar S.A. (2)	(8,372)	-	(5,329)	-
Banco Bradesco Luxembourg S.A. (2)	(1,782)	-	(20,595)	-
BradSeg Participações Ltda. (2)	(21)	-	(249,626)	-
STVD Holdings S.A. (2)	(951,018)	(58,639)	(900,926)	-
Key management personnel (4)	(13,848)	(304)	(291)	-
Other parent companies, subsidiaries and jointly-controlled companies	(14,287)	-	(26,259)	-
Time deposits:	(223,712)	(18,336)	(201,861)	(111,883)
Cidade de Deus Companhia Comercial de Participações (1)	(17,199)	(63)	(45,911)	(2,296)
Bradesco Argentina de Seguros S.A. (2)	(6,612)	-	(6,115)	-
Bradesco Auto RE Cia. de Seguros (2)	(9,664)	-	(14,038)	-
Bradesco Securities Inc. (2)	(7,927)	-	(4,605)	-
Celta Holdings S.A. (2)	(20,076)	(1,893)	(19,058)	(3,306)
STVD Holdings S.A. (2)	-	-	-	(63,844)
Visa Vale - Cia. Brasileira de Soluções e Serviços (3)	(40,484)	(4,048)	(8,428)	(592)
Key management personnel (4)	(114,777)	(10,928)	(91,530)	(10,630)
Other parent companies, subsidiaries and jointly-controlled companies	(6,973)	(1,404)	(12,176)	(31,215)
Deposits abroad in foreign currency:	769	-	21	-
Banco Bradesco Luxembourg S.A. (2)	759	-	6	-
Banco Bradesco Argentina S.A. (2)	10	-	15	-
Foreign currency investments:	359,425	577	1,352	2,358
Banco Bradesco Luxembourg S.A. (2)	359,425	577	1,352	2,358
Funding/investments in interbank deposits (a):				
Funding:	(80,722,027)	(7,261,017)	(73,519,153)	(8,837,296)
Alvorada Cartões, Crédito, Financiamento e Investimento S.A. (2)	(3,685,316)	(336,669)	(3,461,815)	(486,738)
Banco Alvorada S.A. (2)	(3,568,177)	(331,499)	(22,076)	(656,728)
Banco Bankpar S.A. (2)	(36,692)	(90,759)	(1,540,876)	(221,518)
Banco Bradesco Financiamentos S.A. (2) (h)	(31,087,500)	(2,808,171)	(31,810,937)	(1,781,827)
Banco Boavista Interatlântico S.A. (2)	(490,411)	(48,808)	(502,269)	(94,544)
Banco Bradesco IBI S.A. (2)	(3,997,038)	(457,027)	(5,193,395)	(531,726)
Bankpar Banco Múltiplo S.A. (2)	-	-	(394,291)	(25,469)
Bradesco Leasing S.A. Arrendamento Mercantil (2)	(36,990,192)	(3,104,815)	(30,174,738)	(4,811,825)
Cidade Capital Markets Limited (2)	-	-	(86,270)	(2,127)
Zogbi Leasing S.A. Arrendamento Mercantil (2)	(266,444)	(24,701)	(265,529)	(37,742)
Other parent companies, subsidiaries and jointly-controlled companies	(600,257)	(58,568)	(66,957)	(187,052)



Bradesco

Banco Bradesco S.A. Companhia Aberta

CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



Gestão, Elaboração e
Divulgação de Relatórios
de Análise Econômica
Financeira e Demonstrações
Financeiras Consolidadas
da Organização Bradesco



NOTES TO THE FINANCIAL STATEMENTS

	R\$ thousand			
	2009		2008	
	Assets (liabilities)	Revenues (expenses)	Assets (liabilities)	Revenues (expenses)
Investments:	38,623,679	4,334,528	40,190,515	4,923,379
Banco Bradesco Financiamentos S.A. (2) (h).....	34,781,659	4,107,622	36,791,459	4,786,966
Banco Alvorada S.A. (2)	-	140,020	2,621,110	9,097
Banco BankPar S.A. (2)	762,419	64,161	685,357	108,352
Other parent companies, subsidiaries and jointly-controlled companies	3,079,601	22,725	92,589	18,964
Funding/investments on the open market (b):				
Funding:	(13,512,626)	(1,190,200)	(12,594,355)	(1,258,969)
Agora CTVM S.A. (2)	(367,669)	(39,601)	(383,048)	(4,048)
Alvorada Administradora de Cartões Ltda. (2)	(178,409)	(16,449)	(161,960)	(18,128)
Alvorada Serviços e Negócios Ltda. (2)	(613,429)	(52,762)	(330,389)	(46,516)
Banco Bradesco Financiamentos S.A. (2) (h).....	(137,100)	(11,107)	(98,408)	(12,979)
Banco Bradesco Cartões S.A. (2).....	(65,653)	(9,610)	(97,504)	(3,655)
Tempo e Serviços Ltda. (2)	(1,146,425)	(57,128)	(528,081)	(47,228)
Banco Bradesco BBI S.A. (2)	(37,676)	(7,199)	(26,639)	(64,661)
Bradesco Leasing S.A. Arrendamento Mercantil (2)...	(6,342,905)	(755,013)	(8,635,342)	(635,415)
Bradesco S.A. - CTVM (2)	(89,862)	(15,784)	(180,592)	(17,340)
Bradesplan Participações Ltda. (2).....	(584,495)	(33,898)	(203,857)	(68,915)
Cia. Securitizadora de Créditos Financeiros Rubi (2).	(654,869)	(58,974)	(595,896)	(129,879)
Miramar Holdings S.A. (2).....	(203,935)	(18,501)	(190,759)	(25,105)
Cia. Brasileira de Meios de Pagamento - Cielo (3) (g)	(15,333)	(5,102)	(234,009)	(18,104)
Key management personnel (4)	(485,770)	(57,476)	(730,677)	(62,220)
Other parent companies, subsidiaries and jointly-controlled companies	(2,589,096)	(51,596)	(197,194)	(104,776)
Investments:	54,031	4,059	48,801	7,739
Banco Alvorada S.A. (2)	41,529	4,059	48,801	7,023
Other parent companies, subsidiaries and jointly-controlled companies	12,502	-	-	716
Derivative financial instruments (Swap) (c):	105,217	176,413	(27,803)	(1,127)
Banco Bankpar S.A. (2)	(3,585)	12,466	(1,767)	10,904
Tempo e Serviços Ltda. (2).....	1,407	5,923	(17,546)	(5,742)
Banco Bradesco BBI S.A. (2)	111,827	162,784	2,480	2,641
STVD Holdings S.A. (2)	(5,395)	(16,620)	(11,458)	(11,458)
Other parent companies, subsidiaries and jointly-controlled companies	963	11,860	488	2,528
Loans and onlending abroad (d):	(338,331)	(8,733)	(847,943)	(15,093)
Banco Bradesco Luxembourg S.A. (2)	(272,854)	(8,233)	(847,943)	(12,100)
Other parent companies, subsidiaries and jointly-controlled companies	(65,477)	(500)	-	(2,993)
Services rendered (e):	(10,881)	(413,923)	(29,935)	(417,921)
Scopus Tecnologia Ltda. (2)	(3,324)	(257,374)	(20,721)	(303,184)
C.P.M. Braxis S.A. (3)	(7,557)	(19,102)	(9,214)	(33,644)
Fidelity Processadora e Serviços S.A. (3).....	-	(148,412)	-	(94,600)
Cia. Brasileira de Meios de Pagamento - Cielo (3) (g)	-	(860)	-	(1,457)
Visa Vale - Cia. Brasileira de Soluções e Serviços (3)	-	15,575	-	15,897
Other parent companies, subsidiaries and jointly-controlled companies	-	(3,750)	-	(933)
Rental of branches:	-	(216,481)	-	(227,907)
Fundação Bradesco (1)	-	(464)	-	(436)
Alvorada Cartões, Crédito, Financiamento e Investimento S.A. (2).....	-	(5,469)	-	(6,220)
Bradesco Vida e Previdência S.A. (2).....	-	(23,479)	-	(9,374)
Other parent companies, subsidiaries and jointly-controlled companies	-	(187,069)	-	(211,877)
Securities:	45,593,452	4,098,325	41,020,159	5,694,005
Bradesco Leasing S.A. Arrendamento Mercantil (2)...	45,593,452	4,098,325	40,970,877	5,687,090
Other parent companies, subsidiaries and jointly-controlled companies	-	-	49,282	6,915
Securitization operations (f):	(54,804)	(19,393)	(190,379)	(58,483)
Cia. Brasileira de Meios de Pagamento - Cielo (3) (g)	(54,804)	(19,393)	(190,379)	(58,483)
Subordinated debts:	(134,086)	(30,961)	(105,737)	(42,511)
Cidade de Deus Companhia Comercial de Participações (1)	(62,446)	(5,582)	(19,797)	(11,384)
Fundação Bradesco (1)	(71,640)	(25,379)	(85,940)	(31,127)
Amounts receivable/payable:	(7,880)	-	2,276,191	-
Scopus Tecnologia Ltda. (2)	(12,028)	-	263	-
Ferrara Holdings Ltda. (2)	-	-	2,266,766	-
Visa Vale - Cia. Brasileira de Soluções e Serviços (3)	4,059	-	3,458	-
Other parent companies, subsidiaries and jointly-controlled companies	89	-	5,704	-
(1) Parent companies; (2) Subsidiaries and affiliated companies; (3) Jointly-controlled companies; (4) Key management personnel; a) Short-term interbank investments - interbank deposits with rates corresponding to CDI - interbank deposit certificate; b) Repurchases and/or resale to be settled, purchase and sale agreements operations backed by government securities, with rates corresponding to overnight rates; c) Differences receivable and payable from swap operations; d) Loans abroad raised in foreign currency for export financing, with charges corresponding to the exchange variation and international market interest rates; e) Basically agreements executed with Scopus Tecnologia Ltda. for maintenance of IT equipment and with CPM Braxis S.A. for maintenance services of data processing systems; f) Securitization operations of the future slow of receivables from credit card bills of clients residing abroad; g) As of November 2009, Visanet Brasil is called Cielo; h) As of December 2009, Banco BMC Finasa S.A. is called Banco Bradesco Financiamentos S.A.				

b) Compensation of key Management personnel

Each year, the Annual Shareholders' Meeting approves:

- The annual overall amount of management compensation, apportioned at the Board of Directors Meetings among the board members and members of the Board of Executive Officers, as determined by the Company's Bylaws; and
- The amount allocated to finance supplementary private pension plans to the Management, within the private pension plan for employees and management of the Bradesco Organization.

For 2009, the maximum amount of R\$ 293,140 thousand was set for management compensation (share-based compensation and bonuses) and R\$ 129,470 thousand to finance defined contribution supplementary private pension plans.

Short-term Management benefits

	On December 31 - R\$ thousand	
	2009	2008
Shared-based compensation.....	145,268	103,782
Bonuses.....	23,976	146,636
INSS/FGTS contributions	37,972	75,894
Total	207,216	326,312

Post-employment benefits

	On December 31 - R\$ thousand	
	2009	2008
Defined contribution supplementary private pension plans.....	121,721	126,133
Total	121,721	126,133

Bradesco does not offer long-term benefits related to severance pay or share-based compensation to its key Management personnel.

Other information

I) According to current laws, financial institutions are not allowed to grant loans or advances to:

- Officers and members of the advisory, administrative, fiscal or similar councils, as well as to their respective spouses and family members up to the second degree;

- Individuals or corporations that own more than 10% of their capital; and

- Corporations of which the financial institution itself, any officers or administrators of the institution, as well as their spouses and respective family members up to the second degree own more than 10%;

Therefore, no loans or advances are granted by financial institutions to any subsidiary, members of the Board of Directors or Board of Executive Officers and their relatives.

II) Shareholding

Members of the Board of Directors and Board of Executive Officers, jointly, had the following shareholding in Bradesco:

	December 31 - R\$ thousand	
	2009	2008
• Common shares	0.67%	0.74%
• Preferred shares.....	0.97%	1.11%
• Total shares	0.82%	0.92%

33) FINANCIAL INSTRUMENTS

a) Risk management process

Bradesco Organization considers the risk management essential to all its activities, using it to add value to its business, as it supports the business areas in the planning of its activities, maximizing the use of own and third party resources, for the benefit its stakeholders and the company.

The risk management activity is highly relevant due to the increasing complexity of services and products offered and the globalization of Bradesco's business, reason why the Organization is always improving its risk management processes, using the best international practices, Brazilian rules and the recommendations of the New Capital Accord.

Several investments are made in initiatives related to risk management processes, especially in the training of the staff to improve the quality of said processes and ensure the necessary focus, inherent to these activities that generate a strong added value. In this context, the Organization has three large pillars that support the entire risk management structure: i) corporate governance; ii) management structure; and iii) risk management methodology.

Credit risk management

Credit risk is the possibility that a counterparty of a loan or financial operation may not wish, or may suffer some change in its ability to comply with its contractual obligations, which may generate losses for the Organization.

To mitigate credit risk, Bradesco continuously reviews the processes of credit activities processes, implementing improvements, examining and preparing inventories of credit approval and recovery procedures, monitoring concentrations and identifying new areas of credit risks.

Market risk management

Market risk is the possibility of loss by fluctuating market prices and rates, once asset and liability portfolios of the Organization may present mismatches in terms, currencies and indexes.

The market risk management at Bradesco enables the Organization to make strategic decisions with high agility and level of reliance, conducting it by means of methodologies in line with the best international practices and the recommendations of the New Capital Accord.

The performance of limits is daily monitored by the Integrated Risk Control Department, which is independent to the business management and adopts the Parametric VaR (Value at Risk) outlook, in the calculation of the trading portfolio risk, with a 99% confidence level, one-day horizon, and correlations and volatilities calculated using statistical methods in which recent returns are given more importance. In addition, the methodology applied and current statistic models in the measurement of market risks are daily evaluated using backtesting techniques.

We present below the balance sheet by currency

	On December 31 - R\$ thousand			
	2009		2008	
	Balance	Domestic	Foreign (1) (2)	Foreign (1) (2)
Assets				
Current and long-term assets	496,028,295	461,012,453	35,015,842	48,998,814
Funds available.....	6,946,563	5,507,365	1,439,198	3,472,821
Interbank investments.....	110,796,813	107,218,687	3,578,126	5,717,083
Securities and derivative financial instruments.....	146,618,735	138,529,746	8,088,989	7,874,279
Interbank and interdepartmental accounts	18,723,216	18,349,807	373,409	45,348
Loan and leasing operations	157,458,244	143,037,362	14,420,882	13,828,806
Other receivables and assets	55,484,724	48,369,486	7,115,238	18,060,477
Permanent assets	10,194,797	10,187,899	6,898	9,263
Investments	1,260,819	1,260,819	-	-
Premises and equipment and leased assets.....	3,417,954	3,411,145	6,809	9,126
Intangible assets.....	5,516,024	5,515,935	89	137
Total	506,223,092	471,200,352	35,022,740	49,008,077
Liabilities				
Current and long-term liabilities	463,351,041	436,096,615	27,254,426	41,391,620
Deposits.....	171,073,084	165,197,277	5,875,807	6,084,709
Federal funds purchased and securities sold under agreements to repurchase.....	113,273,046	112,837,449	435,597	54,024
Funds from issuance of securities.....	7,482,584	3,170,203	4,312,381	5,250,583
Interbank and interdepartmental accounts	2,950,154	1,748,676	1,201,478	1,364,078
Borrowing and onlending.....	27,327,736	19,050,603	8,277,133	14,592,427
Derivative financial instruments.....	531,194	369,613	161,581	1,117,147
Technical provision of insurance, private pension plans and savings bonds.....	75,571,921	75,570,227	1,694	3,187
Other liabilities: - Subordinated debt.....	23,103,977	19,324,696	3,779,281	3,260,542
- Other	42,037,345	38,827,871	3,209,474	9,664,923
Deferred income	320,625	320,625	-	-
Minority interest in subsidiaries	797,675	797,675	-	-
Shareholders' equity	41,753,751	41,753,751	-	-
Total	506,223,092	478,968,666	27,254,426	41,391,620
Net position of assets and liabilities			7,768,314	7,616,457
Net position of derivatives (2)			(16,071,190)	(16,552,003)
Other net memorandum accounts (3).....			(95,136)	913,517
Net exchange position (liability)			(8,358,012)	(8,022,029)
(1) Amounts expressed and/or indexed mainly in USD; (2) Excluding operations maturing in D+1, to be settled at the rate of the last day of the month; and (3) Other commitments recorded in memorandum accounts.				

We present the VaR in the chart below

Risk factors	On December 31 - R\$ thousand	
	2009	2008
Fixed rates	10,351	76,236
Internal exchange coupon	179	13,991
Foreign currency.....	954	23,070
IGP-M	289	18
IPCA	2,799	267,651
Variable income	7,766	4,499
Sovereign/Eurobonds and Treasuries.....	9,250	170,532
Other.....	24	61
Correlation/diversification effect.....	(11,556)	(112,617)
VaR (Value at Risk)	20,056	443,441

Sensitivity analysis

In conformity with good risk management governance practice, Bradesco maintains a continued process of management of its positions, which encompasses control of all positions exposed to market risk by means of measures compatible with the best international practices and the New Basel Capital Accord - Basel II. It is also worth mentioning that financial institutions have risk limits and controls and leverage regulated by Bacen.

Risk limit proposals are validated by specific business committees and submitted to the approval of the Integrated Risk Management and Capital Allocation Committee, complying with limits laid down by the Board of Directors, according to the positions' targets, which are divided into the following portfolios:

- Trading Portfolio: consists of all financial instruments, commodities, derivatives operations held for trading or as a hedge of other trading portfolios, which are not subject to trading restrictions. Operations intended for trading are those for resale, to take advantage from expected or effective price movements, or for arbitrage purposes; and
- Banking Portfolio: operations not classified in the Trading Portfolio. These consist of structural operations of various lines of the Organization's business and eventual hedges.

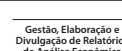
Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta

CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

The following tables present the financial exposure sensitivity analysis (Trading and Banking Portfolios) pursuant to CVM Rule 475/08 and do not reflect how these market risk exposures are managed in the Organization's daily operations, according to information provided in this note.

The financial exposure impacts of the Banking Portfolio (mainly interest rates and price indexes) stated in the following table do not necessarily represent an accounting loss for the Organization, due to the following reasons:

- part of loan operations held in the Banking Portfolio is funded by demand deposits and/or savings deposits, which provides a natural hedge for eventual interest rate fluctuations;
- for the Banking Portfolio, interest rates fluctuations do not necessarily have a material impact on the Organization's results, since the intention is to hold the loan operations until their maturity; and
- derivative operations of the Banking Portfolio are used to hedge operations with clients or to hedge investments abroad, also considering the tax effect on foreign exchange rate fluctuation.

December 31, 2009 - R\$ thousand				
Risk factors	Trading and Banking portfolios	Scenarios (1)		
	Definition	1	2	3
Interest rates in Reais	Exposures subject to changes in fixed interest rates and interest rate coupon	(3,983)	(901,254)	(1,729,973)
Price indexes	Exposures subject to the changes in price index coupon rate	(7,437)	(1,052,419)	(1,871,014)
Domestic exchange coupon	Exposures subject to the changes in foreign currency coupon rate	(95)	(2,949)	(5,889)
Foreign currency	Exposures subject to exchange variation	(337)	(8,434)	(16,868)
Equities	Exposures subject to stocks price variation	(12,251)	(306,264)	(612,529)
Sovereign/Eurobonds and Treasuries	Exposures subject to the interest rate variation of securities traded on the international market	(1,083)	(54,670)	(103,964)
Other	Exposures not classified in the previous definitions	-	(14)	(28)
Total not correlated		(25,186)	(2,326,004)	(4,340,265)
Total correlated		(16,960)	(1,810,669)	(3,369,293)

(1) Amounts net of tax effects

December 31, 2008 - R\$ thousand				
Risk factors	Trading and Banking portfolios	Scenarios (1)		
	Definition	1	2	3
Interest rates in Reais	Exposures subject to fixed interest rates variation and interest rate coupon	418,731	(975,863)	(2,194,417)
Price indexes	Exposures subject to the variation of price index coupon rate	726,008	(183,528)	(1,054,060)
Domestic exchange coupon	Exposures subject to the variation of foreign currency coupon rate	6,852	(4,349)	(14,989)
Foreign currency	Exposures subject to exchange variation	(2,401)	(78,717)	(155,033)
Equities	Exposures subject to stocks price variation	56,072	(301,510)	(659,093)
Sovereign/Eurobonds and Treasuries	Exposures subject to the interest rate variation of securities traded on the international market	(100,077)	(241,801)	(384,274)
Other	Exposures not classified into previous definitions	-	(11)	(23)
Total not correlated			(1,785,779)	(4,461,889)
Total correlated		1,105,185	(1,503,720)	(3,605,738)

(1) Amounts net of tax effects

We present below the sensitivity analysis of the Trading Portfolio, which represents exposures that might cause material impacts on the Organization's results. It is worth mentioning that results show the impacts for each scenario for a static portfolio position on December 31, 2009 and December 31, 2008. The market dynamism results in continuous changes in these positions and does not necessarily reflect the current position. In addition, as previously mentioned, we maintain a continued process of market risk management, which continuously seeks, through market dynamics, ways of mitigating/minimizing related risks, according to the strategy determined by Senior Management, i.e., in case of signs of deterioration in a certain position, proactive measures are taken to minimize potential negative impacts, aiming at maximizing the risk/return ratio for the Organization.

Liquidity risk

The Liquidity Risk is the possibility of the Organization not having enough financial funds to honor its commitments due to the mismatch between payments and deposits, taking in consideration different currencies and the settlement terms of its rights and obligations.

Bradesco has a Liquidity Policy that establishes the minimum liquidity levels that the Organization must keep, as well as instruments to manage the liquidity in a regular and crisis scenario. The liquidity risk is daily controlled in an independent manner, with the distribution of reports to the management and control areas, as well as the Executive Committee.

We present the Balance Sheet by maturity in the chart below

On December 31 - R\$ thousand						
	1 to 30 days	31 to 180 days	181 to 360 days	More than 360 days	Not stated maturity	Total
Assets						
Current and long-term assets	264,892,023	73,763,685	34,218,838	123,153,749	-	496,028,295
Funds available	6,946,563	-	-	-	-	6,946,563
Interbank investments	84,014,995	23,461,341	2,243,038	1,077,439	-	110,796,813
Securities and derivative financial instruments (1)	112,399,041	1,183,473	2,741,485	30,294,736	-	146,618,735
Interbank and interdepartmental accounts	18,235,972	686	836	485,722	-	18,723,216
Loan and leasing operations	20,210,533	41,689,940	25,109,483	70,448,288	-	157,458,244
Other receivables and assets	23,084,919	7,428,245	4,123,996	20,847,564	-	55,484,724
Permanent assets	185,160	885,043	844,144	6,673,399	1,607,051	10,194,797
Investments	-	-	-	-	1,260,819	1,260,819
Premises and equipment and leased assets	49,782	248,911	298,693	2,474,336	346,232	3,417,954
Intangible assets	135,378	636,132	545,451	4,199,063	-	5,516,024
Total in 2009	265,077,183	74,648,728	35,062,982	129,827,148	1,607,051	506,223,092
Total in 2008	251,683,627	52,258,067	41,822,570	107,188,414	1,460,365	454,413,043
Liabilities						
Current and long-term liabilities	243,666,788	23,845,786	31,095,923	164,220,184	522,360	463,351,041
Deposits (2)	83,561,376	9,372,739	11,547,447	66,591,522	-	171,073,084
Federal funds purchased and securities sold under agreements to repurchase	74,550,284	3,395,355	8,644,541	26,682,866	-	113,273,046
Funds from issuance of securities	402,172	897,707	2,067,772	4,114,933	-	7,482,584
Interbank and interdepartmental accounts	2,950,154	-	-	-	-	2,950,154
Borrowing and onlending	2,330,397	6,612,478	5,262,746	13,122,115	-	27,327,736
Derivative financial instruments	183,601	101,867	149,707	96,019	-	531,194
Technical provisions for insurance, private pension plans and savings bonds (2)	54,785,150	1,689,198	1,015,251	18,082,322	-	75,571,921
Other liabilities:						
- Subordinated debts	79,980	172,026	68,454	22,261,157	522,360	23,103,977
- Other	24,823,674	1,604,416	2,340,005	13,269,250	-	42,037,345
Deferred income	320,625	-	-	-	-	320,625
Minority interest in subsidiaries	-	-	-	-	797,675	797,675
Shareholders' equity	-	-	-	-	41,753,751	41,753,751
Total in 2009	243,987,413	23,845,786	31,095,923	164,220,184	43,073,786	506,223,092
Total in 2008	200,022,806	23,944,909	24,780,135	170,381,210	35,283,983	454,413,043
Accumulated net assets in 2009	21,089,770	71,892,712	75,859,771	41,466,735	-	-
Accumulated net assets in 2008	51,660,821	79,973,979	97,016,414	33,823,618	-	-

(1) Investments in investment funds are classified as up to 30 days; and

(2) Demand and savings deposits and technical provisions for insurance, private pension plans and savings bonds comprising VGBL and PGBL products are classified as up to 30 days, without considering average historical turnover.

Capital Adequacy Ratio (Basel)

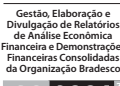
The Organization's risk management seeks to optimize the risk-return ratio, aiming at minimizing losses, through the implementation of well-defined business strategies and maximizing efficiency in the combination of factors which impact the Capital Adequacy Ratio (Basel).

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
CNPJ 60.746.948/0001-12
Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

We present the Capital Adequacy Ratio II in the chart below

Calculation basis - Capital Adequacy Ratio (Basel II) (1)	On December 31 - R\$ thousand			
	2009		2008	
	Financial	Economic-financial	Financial	Economic-financial
Calculation basis - Capital Adequacy Ratio (Basel)	41,753,751	41,753,751	34,256,544	34,256,544
Reduction for tax credits - Bacen Resolution 3,059/02.....	-	-	(143,180)	(143,180)
Reduction for deferred assets - Bacen Resolution 3,444/07	(320,790)	(353,589)	(248,382)	(381,036)
Decrease in gains/losses of mark-to-market adjustments in DPV and derivatives - Bacen Resolution 3,444/07	1,328,495	1,328,495	2,347,339	2,347,339
Additional provision to the minimum required by Bacen Resolution 2,682/99 (3)	3,001,912	3,002,675	1,618,940	1,620,570
Minority interest/other	163,845	797,675	413,505	321,499
Reference shareholders' equity - Tier I.....	45,927,213	46,529,007	38,244,766	38,021,736
Total of gains/losses of adjustments to market value in Available for Sale (DPV) and derivatives - Bacen Resolution 3,444/07	(1,328,495)	(1,328,495)	(2,347,339)	(2,347,339)
Subordinated debt	10,950,907	10,950,907	11,893,438	11,893,438
Reference shareholders' equity - Tier II.....	9,622,412	9,622,412	9,546,099	9,546,099
Total reference shareholders' equity (Tier I + Tier II).....	55,549,625	56,151,419	47,790,865	47,567,835
Deduction of instruments for funding - Bacen Resolution 3,444/07	(85,904)	(223,821)	(53,792)	(304,779)
Reference shareholders' equity (a).....	55,463,721	55,927,598	47,737,073	47,263,056
Capital allocation (by risk)				
- Credit risk	32,911,105	33,046,469	29,960,389	30,358,384
- Market risk.....	329,750	329,750	777,137	1,675,869
- Operational risk	1,132,832	1,132,832	283,377	283,377
Required reference shareholders' equity (b)	34,373,687	34,509,051	31,020,903	32,317,630
Margin (a - b).....	21,090,034	21,418,547	16,716,170	14,945,426
Risk-weighted assets (2) (c).....	312,488,064	313,718,649	282,008,207	293,796,635
Capital adequacy ratio (a/c).....	17.75%	17.83%	16.93%	16.09%

- (1) Article 4 of Bacen Circular Letter 3,389/08 gives the option to exclude position sold in foreign currency for purposes of ascertaining the Capital Adequacy Ratio, also computing tax effects, carried out with the purpose of hedging investments abroad. Bradesco opted to do this on September 29, 2008;
- (2) As of July 1, 2008, with the New Basel Capital Accord (Basel II), risk-weighted assets are determined based on 11%, required reference shareholders' equity which is the minimum capital required by Bacen; and
- (3) The Capital Adequacy Ratio will have the following impacts, which were already identified for 2010 (simulations on December 31, 2009): a) as from January 1, the determination of capital allocation portion of the Financial Conglomerate's Operating Risk will be calculated using the multiplier ("Z" factor) equivalent to 1.0, pursuant to Bacen Circular Letter 3,383, and, in this scenario, the Capital Adequacy Ratio would be 17.47% for the Financial Conglomerate, and 17.55% for the Economic-Financial Conglomerate; b) CMN Resolution 3,825/09 revokes, as from April 1, CMN Resolution 3,674 which allows the full addition of the additional provision for loan losses at the calculation of the Reference Shareholders' Equity, and, in this scenario, the Capital Adequacy Ratio would be 16.53% for the Financial Conglomerate, and 16.61% for the Economic-Financial Conglomerate; and c) as from 2H10 the non-financial Operating Risk will be considered for capital allocation, and, in this scenario, the Capital Adequacy Ratio would be 16.17% for the Financial Conglomerate, and 16.25% for the Economic-Financial Conglomerate.

Pursuant to the New Basel Capital Accord, the Bacen published CMN Resolutions 3,380/06, 3,464/07 and 3,721/09, concerning the structures for managing operating, market and credit risks. It also published Circular Letters 3,360/07, 3,361/07 to 3,366/07, 3,368/07, 3,383/08, 3,388/08 and 3,389/08, which define the methodologies for the portions of capital necessary for credit, market and operating risks, as well as CMN Resolutions 3,444/07 and 3,490/07, amending rules for the determination of reference shareholders' equity and setting the bases for the calculation of required reference shareholders' equity. Therefore, as of July 2008, the National Financial System started operating according to the rules of the New Basel Capital Accord, standardized approach.

Market value

The book value, net of provisions for losses of the main financial instruments is as follows:

Portfolio	On December 31 - R\$ thousand					
	Unrealized gain (loss) without tax effects					
	Book value	Market value	In the result		In shareholder's equity	
	2009		2009	2008	2009	2008
Securities and derivative financial instruments (Notes 3e, 3f and 8)	146,618,735	149,701,515	3,674,991	463,931	3,082,780	1,550,399
- Adjustment of available-for-sale securities (Note 8 c II)	-	-	592,211	(1,086,468)	-	-
- Adjustment of held-to-maturity securities (Note 8d item 7)	-	-	3,082,780	1,550,399	3,082,780	1,550,399
Loan and leasing operations (1) (Notes 3g and 10)	190,989,122	191,490,094	500,972	46,865	500,972	46,865
Investments (2) (Notes 3j and 13)	1,548,817	8,178,180	6,629,363	110,161	6,629,363	110,161
Treasury shares (Note 24d)	188,874	216,428	-	-	27,554	(1,502)
Time deposits (Notes 3n and 17a)	90,495,976	90,384,711	111,265	289,337	111,265	289,337
Funds from issuance of securities (Note 17c)	7,482,584	7,475,507	7,077	1,474	7,077	1,474
Borrowing and onlending (Notes 18a and 18b)	27,327,736	27,272,768	54,968	33,265	54,968	33,265
Subordinated debts (Note 20)	23,103,977	23,959,878	(855,901)	(340,469)	(855,901)	(340,469)
Unrealized gains without tax effects	-	-	10,122,735	604,564	9,558,078	1,689,530

- (1) Includes advances on foreign exchange contracts, leasing operations and other receivables with credit features; and
- (2) Basically includes the surplus of interest in Cielo (former Visanet), Odontoprev, BM&FBovesp and Cetip.

Determination of market value of financial instruments:

- Securities and derivative financial instruments, investments, subordinated debts and treasury shares are based on the market price on the balance sheet date. Should there be no available market price quotations, amounts are estimated based on the prices quoted by dealers, on price definition models, quotation models or quotations for instruments with similar characteristics;
- Fixed rate loan operations were determined by discounting estimated cash flows, using interest rates applied by the Bradesco Organization for new contracts with similar features. These rates are compatible with prices practiced in the market on the balance sheet date; and
- Time deposits, funds from issuance of securities and borrowing and onlending were calculated by discounting the difference between the cash flows under the contract terms and the rates practiced in the market on the balance sheet date.

34) EMPLOYEE BENEFITS

Bradesco and its subsidiaries sponsor a supplementary private pension plan for employees and directors, in the PGBL modality, which is a private pension plan of the variable contribution type that allows the accumulation of financial resources by participants over their professional careers through contributions paid by themselves and the sponsoring company. The related resources are invested in Exclusive investment Fund (FIE).

PGBL is managed by Bradesco Vida e Previdência S.A. and Bradesco Asset Management (BRAM). The Securities Dealer company (DTVM) is responsible for the financial management of FIE funds.

Contributions paid by employees and directors of Bradesco and its subsidiaries are equivalent to 4% of the salary, except for participants who, in 2001, opted to migrate to the PGBL plan from the defined benefit plan, whose contributions to the PGBL plan were maintained at the levels in force for the defined benefits plan at the time of migration, respecting nevertheless the 4% minimum.

The actuarial liabilities of the variable contribution plan (PGBL) are fully covered by the net assets of the corresponding FIE.

In addition to the aforementioned variable contribution plan (PGBL), former participants of the defined benefit plan are guaranteed a proportional deferred benefit, corresponding to their accumulated rights in this plan. For participants of the defined benefit plan, transferred or not to the PGBL plan, retired participants and pensioners, the present value of the plan's actuarial liabilities is fully covered by plan assets.

Banco Alvorada S.A. (merging company of Banco Baneb S.A.) maintains supplementary retirement plans of variable contribution and defined benefit, through Fundação Baneb de Seguridade Social - Bases (related to former employees of Baneb). The actuarial liabilities of the variable contribution and defined benefit plans are fully covered by assets of the plans.

Banco Bradesco BBI S.A. (current name of Banco BEM S.A.) sponsors supplementary retirement plans of both defined benefit and variable contribution types, through the Assistance and Retirement Pension Fund for the Employees of the Bank of the State of Maranhão (Capof).

Alvorada Cartões, Crédito, Financiamento e Investimento S.A. (Alvorada CCFI) (merging company of Banco BEC S.A.) sponsors a defined benefit plan by means of the Private Pension Plan Fund of the Bank of the State of Ceará (Cabec).

Based on the independent actuarial report, the present value of actuarial liabilities of the established benefit plan and its assets to cover such obligations taken by Banco Alvorada, Banco Bradesco BBI and Alvorada CCFI, were represented as follows:

	On December 31 - R\$ thousand	
	2009	2008
Net assets of the plan	901,695	798,467
Actuarial liabilities	796,549	689,525
Excess	105,146	108,942

Main assumptions used in the actuarial assessment of Banco Alvorada, Banco BBI and Alvorada CCFI plans:

Risk factors	On December 31 - R\$ thousand	
	2009	2008
Nominal discount rate	11.30% p.a.	11.90% p.a.
Nominal minimum return rate expected from assets	11.30% p.a.	11.90% p.a.
Nominal rate of future salary increase	7.63% p.a.	7.12% p.a.
Nominal rate of increase in social security and plans benefits	4.50% p.a.	4.00% p.a.
Inflation rate	4.50% p.a.	4.00% p.a.
Biometric overall mortality table	AT83	AT83
Biometric disablement table	Mercer Table	Mercer Table
Expected turnover rate	0.30/(time of service + 1)	0.30/(time of service + 1)
Probability of retirement entrance	100% in the 1st eligibility to a plan benefit	100% in the 1st eligibility to a plan benefit

The assets of the private pension plans are invested in compliance with the applicable legislation (government securities and private securities, listed company shares and real estate properties).

Bradesco's facilities abroad provide their employees and directors with a private pension plan with variable contribution, which accumulate funds during the participant's professional career, by means of contributions paid by himself/herself and in equal proportion by Bradesco. The contributions of employees, directors and of Bradesco in its facilities abroad are jointly equivalent to at most 5% of the annual salary of the benefit.

Expenses with contributions made in the year amounted to R\$ 211,122 thousand (2008 - R\$ 211,232 thousand), BRADESCO CONSOLIDATED - R\$ 266,519 thousand (2008 - R\$ 269,476 thousand).

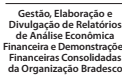
In addition to this benefit, Bradesco and its subsidiaries offer their employees and directors several other benefits including: health insurance, dental care, life and personal accident insurance, as well as professional training, the expenses for which, including the aforementioned contributions, amounted to R\$ 1,283,400 thousand (2008 - R\$ 1,205,422 thousand), BRADESCO CONSOLIDATED - R\$ 1,656,549 thousand in the year (2008 - R\$ 1,536,210 thousand).

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



NOTES TO THE FINANCIAL STATEMENTS

35) INCOME TAX AND SOCIAL CONTRIBUTION

a) Calculation of income tax and social contribution charges

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Income before income tax and social contribution.....	7,899,752	4,600,444	12,119,299	8,172,810
Total income tax and social contribution at rates of 25% and 15%, respectively (1).....	(3,159,901)	(1,717,381)	(4,847,720)	(3,095,078)
Effect of additions and exclusions on the tax calculation:				
Equity in the earnings of unconsolidated companies	3,446,442	2,307,568	80,040	52,211
Exchange loss/(gain)	(995,449)	1,765,263	(1,006,971)	1,242,977
Non-deductible expenses, net of non-taxable income	36,971	44,540	20,360	(17,256)
Interest on shareholders' equity (paid and payable) ...	853,308	754,648	853,308	754,648
Effect of the difference of the social contribution rate (2).....	119,285	236,352	567,640	405,278
Other amounts.....	(188,126)	(371,196)	251,034	138,469
Income tax and social contribution for the year	112,530	3,019,794	(4,082,309)	(518,751)

- (1) As of May 1, 2008, the social contribution rate for companies of the financial and insurance sectors was increased to 15%, according to Provisional Measure 413/08 (converted into Law 11,727/08), remaining at 9% for other companies (Note 3h);
- (2) Comprises the tax effect from the adhesion to the tax amnesty program of debits managed by RFB and PGFN, established by Law 11, 941/09; and
- (3) Refers to the adjustment of the effective rate of social contribution in relation to the rate (40%) shown.

b) Breakdown of income tax and social contribution in the result

	Years ended December 31 - R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Current taxes:				
Income tax and social contribution payable	(1,413,723)	(601,972)	(6,338,823)	(5,059,375)
Deferred taxes:				
Amount recorded/realized for the period on temporary additions	1,826,847	3,057,855	2,515,975	4,181,566
Use of opening balances of:				
Negative basis of social contribution	(111,459)	(4,200)	(165,420)	(63,261)
Tax loss.....	(202,310)	(11,666)	(338,686)	(192,861)
Recording/utilization in the period on:				
Negative basis of social contribution	12,825	182,555	36,242	200,037
Tax loss	350	397,222	208,403	415,143
Total deferred taxes.....	1,526,253	3,621,766	2,256,514	4,540,624
Income tax and social contribution for the year	112,530	3,019,794	(4,082,309)	(518,751)

c) Origin of tax credits of deferred income tax and social contribution

	R\$ thousand			
	BRADESCO MÚLTIPLO			
	Balance on 12.31.2008	Amount recorded (1)	Amount realized	Balance on 12.31.2009
Allowance for loan losses	4,191,170	3,757,601	2,606,619	5,342,152
Provision for civil contingencies	419,625	399,055	224,725	593,955
Provision for tax contingencies.....	1,040,932	515,767	245,512	1,311,187
Labor provisions	512,440	158,630	154,420	516,650
Provision for devaluation of securities and investments.....	22,562	3,131	6,354	19,339
Provision for devaluation of foreclosed assets.....	30,939	13,675	9,818	34,796
Amortized goodwill	140,557	19,606	19,441	140,722
Law 11,638/07 adjustments.....	80,327	9,524	187	89,664
Other.....	955,308	316,496	99,562	1,172,242
Total tax credits over temporary differences	7,393,860	5,193,485	3,366,638	9,220,707
Tax losses and negative basis of social contribution in Brazil and abroad.....	812,061	13,175	313,769	511,467
Subtotal	8,205,921	5,206,660	3,680,407	9,732,174
Adjustment to market value of available-for-sale securities.....	35,974	1,214	35,974	1,214
Social contribution - Provisional Measure 2,158-35/001 (2)	295,638	-	74,697	220,941
Total tax credits (Note 11b).....	8,537,533	5,207,874	3,791,078	9,954,329
Deferred tax liabilities (Note 35f).....	861,945	1,076,801	526,132	1,412,614
Tax credits net of deferred tax liabilities	7,675,588	4,131,073	3,264,946	8,541,715
- Percentage of net tax credits over total reference shareholders' equity (Note 33a).....	16.1%			15.4%
- Percentage of net tax credits over total assets ...	1.7%			1.7%

- (1) It comprises tax credit relating to the increase in the social contribution rate for financial and insurance segment companies, established by the Provisional Measure 413/08, (converted into Law 11,727/08), which correspond to R\$ 83,487 thousand (Note h).

	R\$ thousand				
	BRADESCO CONSOLIDATED				
	Balance on 12.31.2008	Acquired balances	Amount recorded (1)	Amount realized	Balance on 12.31.2009
Allowance for loan losses	5,912,533	108,801	4,847,472	3,144,742	7,724,064
Provision for civil contingencies	566,103	19,458	474,236	232,244	827,553
Provision for tax contingencies.....	1,682,533	74,373	628,314	414,853	1,970,367
Labor provisions	566,410	3,199	172,198	163,184	578,623
Provision for devaluation of securities and investments.....	164,280	232	17,565	61,067	121,010
Provision for devaluation of foreclosed assets	85,364	-	35,638	16,502	104,500
Adjustment to market value of trading securities.....	6,743	581	11,471	5,478	13,317
Amortized goodwill	1,152,368	17,200	89,499	227,960	1,031,107
Law 11,638/07 adjustments.....	81,149	-	12,797	281	93,665
Other.....	1,268,597	25,351	668,974	175,878	1,787,044
Total tax credits over temporary differences.....	11,486,080	249,195	6,958,164	4,442,189	14,251,250
Tax losses and negative basis of social contribution in Brazil and abroad	1,368,580	10,162	244,645	504,106	1,119,281
Subtotal	12,854,660	259,357	7,202,809	4,946,295	15,370,531

	R\$ thousand				
	BRADESCO CONSOLIDATED				
	Balance on 12.31.2008	Acquired balances	Amount recorded (1)	Amount realized	Balance on 12.31.2009
Adjustment to market value of available-for-sale securities	434,395	-	121,690	504,697	51,388
Social contribution - Provisional Measure 2,158-35 of August 24, 2001 (2)	414,238	-	-	144,115	270,123
Total tax credits (Note 11b).....	13,703,293	259,357	7,324,499	5,595,107	15,692,042
Deferred tax liabilities (Note 35f).....	2,467,850	-	2,170,014	652,397	3,985,467
Tax credits net of deferred tax liabilities	11,235,443	259,357	5,154,485	4,942,710	11,706,575
- Percentage of net tax credits over total reference shareholders' equity (Note 33a).....	23.8%				20.9%
- Percentage of net tax credits over total assets	2.5%				2.3%

- (1) The tax credit relative to interest on shareholders' equity is recorded up to the limit allowed by the tax law; and
- (2) Includes tax credit related to the increase in the social contribution rate for companies in the financial and insurance sectors, established by Provisional Measure 413/08 (converted into Law 11,727/08), equivalent to R\$ 191,333 thousand (Note 3h).

d) Expected realization of tax credits over temporary differences, tax loss and negative basis of social contribution and social contribution tax credit - Provisional Measure 2,158-35

	Years ended December 31 - R\$ thousand				
	BRADESCO MÚLTIPLO				
	Temporary differences		Tax loss and negative basis		Total
	Income tax	Social contribution	Income tax	Social contribution	
2010.....	1,096,875	535,932	174,476	81,951	1,889,234
2011.....	1,085,135	534,374	49,434	32,101	1,701,044
2012.....	1,217,815	596,823	51,883	31,130	1,897,651
2013.....	1,173,118	575,962	53,306	226	1,802,612
2014.....	1,620,092	784,581	36,960	-	2,441,633
Total	6,193,035	3,027,672	366,059	145,408	9,732,174

	Years ended December 31 - R\$ thousand				
	BRADESCO CONSOLIDATED				
	Temporary differences		Tax loss and negative basis		Total
	Income tax	Social contribution	Income tax	Social contribution	
2010.....	2,075,913	1,008,124	337,989	104,990	3,527,016
2011.....	2,062,950	1,002,943	172,226	66,880	3,304,999
2012.....	2,215,006	1,070,003	150,998	61,793	3,497,800
2013.....	1,426,823	694,785	95,732	22,481	2,239,821
2014.....	1,814,668	880,035	80,309	25,883	2,800,895
Total	9,595,360	4,655,890	837,254	282,027	15,370,531

	Years ended December 31 - R\$ thousand					
	BRADESCO MÚLTIPLO					
	Social contribution tax credit - Provisional Measure 2,158-35					
	2010	2011	2012	2013	2014	Total
Total	37,144	12,825	60,339	81,727	28,906	220,941

	Years ended December 31 - R\$ thousand					
	BRADESCO CONSOLIDATED					
	Social contribution tax credit - Provisional Measure 2,158-35					
	2010	2011	2012	2013	2014	Total
Total	54,069	27,786	76,467	81,727	30,074	270,123

The projected realization of tax credits is an estimate and it is not directly related to the expected accounting income.

The present value of tax credits, calculated based on the average funding rate, net of tax effects, amounts to R\$ 8,801,054 thousand (2008 - R\$ 7,500,760 thousand) BRADESCO CONSOLIDATED - R\$ 14,026,544 thousand (2008 - R\$ 11,879,228 thousand), of which R\$ 8,131,177 thousand (2008 - R\$ 6,503,232 thousand) BRADESCO CONSOLIDATED - R\$ 12,755,568 thousand (2008 - R\$ 10,269,897 thousand) is relative to temporary differences, R\$ 475,855 thousand (2008 - R\$ 746,577 thousand) BRADESCO CONSOLIDATED - R\$ 1,031,153 thousand (2008 - R\$ 1,256,550 thousand) to tax losses and negative basis of social contribution and R\$ 194,022 thousand (2008 - R\$ 250,951 thousand) BRADESCO CONSOLIDATED - R\$ 239,823 thousand (2008 - R\$ 352,781 thousand) comprises tax credit over social contribution - Provisional Measure 2,158-35.

e) Unrecorded tax credits

Tax credits of R\$ 274,222 thousand (2008 - R\$ 70,155 thousand) have not been recorded in the financial statements, and will be recorded when prospects of realization are probable according to studies and analyses prepared by the Management and in accordance with Bacen rules.

Due to the *Ação Direta de Inconstitucionalidade* (lawsuit filed at the Supreme Court claiming the unconstitutionality of a law approved by congress) filed by the National Confederation of the Financial System (CONSIF) against Provisional Measure 413/08 (converted into Law 11,727/08, Articles 17 and 41), tax credits from previous periods arising from the Social Contribution rate increase from 9% to 15% were recorded up to the limit of the corresponding consolidated tax liabilities. The unrecognized tax credit balance related to the Social Contribution rate increase not recorded amounts to R\$ 812,788 thousand (note 3h).

f) Deferred tax liabilities

	On December 31- R\$ thousand			
	BRADESCO MÚLTIPLO		BRADESCO CONSOLIDATED	
	2009	2008	2009	2008
Mark-to-market adjustment of derivative financial instruments	373,546	479,740	469,141	485,716
Difference in depreciation.....	829,422	62,333	2,996,545	1,324,688
Operations in the market for future settlement	775	-	1,454	1,807
Others.....	208,871	319,872	518,327	655,639
Total	1,412,614	861,945	3,985,467	2,467,850

The deferred tax liabilities of financial and insurance sectors companies were established considering the increase of the social contribution rate, determined by Provisional Measure 413/08 (converted into Law 11,727/08) (Note 3h).

36) OTHER INFORMATION

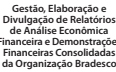
- a) The Bradesco Organization manages investment funds and portfolios with net assets on December 31, 2009 of R\$ 247,700,191 thousand (2008 - R\$ 187,150,053 thousand).
- b) On January 21, 2010, Bradesco entered into a Memorandum of Understanding with the controlling shareholders of Ibi Services S. de R. L. México (Ibi México) and RFS Human Management S. de R.L., to acquire 100% of their capital stock. Ibi México has a loan portfolio of 1.3 billion Mexican Pesos, equivalent to R\$ 180 million, shareholders' equity of 566 million Mexican Pesos, or nearly R\$ 79 million, and over 1 million credit cards. The business foresees a 20-year Partnership Agreement with C&A México S. de R.L. (C&A México), for the exclusive joint sale of financial products and services through the C&A México retail chain. This transaction is subject to the compliance of usual condition precedent to this type of operation, especially procedures, the signature of definitive contracts and the approval of competent Mexican and Brazilian authorities. The parties expect to conclude the legal procedures and enter into all the agreements by March 30, 2010.

Continues...



Bradesco

Banco Bradesco S.A.
Companhia Aberta
 CNPJ 60.746.948/0001-12
 Sede: Cidade de Deus, Osasco-SP



ADMINISTRATION ORGANS

Board of Directors

Chairman

Lázaro de Mello Brandão

Vice-Chairman

Antônio Bornia

Members

Mário da Silveira Teixeira Júnior
 Márcio Artur Laurelli Cypriano
 João Aguiar Alvarez
 Denise Aguiar Alvarez
 Luiz Carlos Trabuco Cappi
 Carlos Alberto Rodrigues Guilherme
 Ricardo Espírito Santo Silva Salgado

Board of Executive Officers

Executive Officers

Chief Executive Officer

Luiz Carlos Trabuco Cappi

Executive Vice-Presidents

Laércio Albino Cezar
 Arnaldo Alves Vieira
 Sérgio Socha
 Julio de Siqueira Carvalho de Araujo
 José Luiz Acar Pedro
 Norberto Pinto Barbedo
 Domingos Figueiredo de Abreu

Managing Directors

José Alcides Munhoz
 José Guilherme Lembi de Faria
 Milton Matsumoto
 Odair Afonso Rebelato
 Aurélio Conrado Boni
 Ademir Cossello
 Sérgio Alexandre Figueiredo Clemente
 Candido Leonelli
 Maurício Machado de Minas

Department Directors

Adineu Santesso
 Airton Celso Exel Andreolli
 Alexandre da Silva Glüher
 Alfredo Antônio Lima de Menezes
 Altair Antônio de Souza
 *Amilton Nieto
 André Bernardino da Cruz Filho
 André Rodrigues Cano
 *André Marcelo da Silva Prado
 Antônio Carlos Del Cielo
 Antonio de Jesus Mendes
 Antonio José da Barbara
 *Arnaldo Nissental
 Cassiano Ricardo Scarpelli
 Clayton Camacho
 Denise Pauli Pavarina de Moura
 Douglas Tevis Francisco
 Fernando Barbaresco
 Fernando Roncolato Pinho
 Jair Delgado Scalco
 Jean Philippe Leroy
 *João Albino Winkelmann
 José Luiz Rodrigues Bueno
 José Maria Soares Nunes
 Josué Augusto Pancini
 Julio Alves Marques
 Laércio Carlos de Araújo Filho
 Luiz Alves dos Santos
 Luiz Carlos Angelotti
 Luiz Carlos Brandão Cavalcanti Júnior
 Luiz Fernando Peres
 Marcelo de Araújo Noronha
 Marcos Bader
 Marcos Daré
 Marcos Villanova
 Mario Helio de Souza Ramos
 Marlene Moran Millan
 Moacir Nachbar Junior
 Nilton Pelegrino Nogueira
 Nobuo Yamazaki

Octavio Manoel Rodrigues de Barros
 Paulo Aparecido dos Santos
 *Paulo Faustino da Costa
 Roberto Sobral Hollander
 Walkiria Schirrmeister Marquetti

Directors

*Antonio Chinellato Neto
 Aurélio Guido Pagani
 Cláudio Fernando Manzato
 *José Ramos Rocha Neto
 *Lúcio Rideki Takahama
 Octávio de Lazari Júnior
 Osmar Roncolato Pinho

*Regional Officers

Alex Silva Braga
 Almir Rocha
 Antonio Gualberto Diniz
 Antonio Piovesan
 Delvair Fidencio de Lima
 Diaulas Morize Vieira Marcondes Junior
 Francisco Aquilino Pontes Gadelha
 Francisco Assis da Silveira Junior
 Geraldo Dias Pacheco
 João Alexandre Silva
 João Carlos Gomes da Silva
 José Sergio Bordin
 Mauricio Gomes Maciel
 Volnei Wulff
 Wilson Reginaldo Martins

Compensation Committee

Lázaro de Mello Brandão - Coordinator
 Antônio Bornia
 Mário da Silveira Teixeira Júnior
 Márcio Artur Laurelli Cypriano
 Luiz Carlos Trabuco Cappi

Audit Committee

Hélio Machado dos Reis - Coordinator
 José Lucas Ferreira de Melo
 Romulo Nagib Lasmar

Compliance and Internal Controls Committee

Mário da Silveira Teixeira Júnior
 - Coordinator
 Carlos Alberto Rodrigues Guilherme
 Domingos Figueiredo de Abreu
 Milton Matsumoto
 Marco Antonio Rossi
 Antônio Carlos Del Cielo
 Clayton Camacho
 Roberto Sobral Hollander

Executive Disclosure Committee (Non-Statutory)

Domingos Figueiredo de Abreu
 - Coordinator
 Julio de Siqueira Carvalho de Araujo
 José Luiz Acar Pedro
 Milton Matsumoto
 Marco Antonio Rossi
 Samuel Monteiro dos Santos Júnior
 Antonio José da Barbara
 José Maria Soares Nunes
 Luiz Carlos Angelotti
 Moacir Nachbar Junior
 Paulo Faustino da Costa

Ethical Conduct Committee

Milton Matsumoto - Coordinator
 Carlos Alberto Rodrigues Guilherme
 Arnaldo Alves Vieira
 José Luiz Acar Pedro
 Domingos Figueiredo de Abreu
 Odair Afonso Rebelato
 Marco Antonio Rossi
 Antônio Carlos Del Cielo

Clayton Camacho
 José Luiz Rodrigues Bueno
 Julio Alves Marques
 Roberto Sobral Hollander
 Glaucimar Peticov

Integrated Risk Management and Capital Allocation Committee

Luiz Carlos Trabuco Cappi - Coordinator
 Laércio Albino Cezar
 Arnaldo Alves Vieira
 Sérgio Socha
 Julio de Siqueira Carvalho de Araujo
 José Luiz Acar Pedro
 Norberto Pinto Barbedo
 Domingos Figueiredo de Abreu
 Milton Matsumoto
 Marco Antonio Rossi
 Roberto Sobral Hollander

Fiscal Council

Members

Domingos Aparecido Maia - Coordinator
 Nelson Lopes de Oliveira
 Ricardo Abecassis Espírito Santo Silva

Substitute Members

João Batistela Biazon
 Jorge Tadeu Pinto de Figueiredo
 Renaud Roberto Teixeira

Ombudsman Department

Julio Alves Marques - Ombudsman

General Accounting Committee

Luiz Carlos Angelotti
 Accountant-CRC 1SP203959/O-0

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors and Stockholders

Banco Bradesco S.A.

- We have audited the accompanying balance sheets of Banco Bradesco S.A. and the consolidated balance sheets of Banco Bradesco S.A. and its subsidiaries as of December 31, 2009 and 2008, and the related statements of income, of changes in stockholders' equity, of cash flows and of added value for the years then ended ended December 31, 2009 and 2008 and for the second half of 2009, as well as the related consolidated statements of income, of cash flows and of added value, for the years and half year ended on these same dates. These financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these financial statements.
- We conducted our audits in accordance with approved Brazilian auditing standards, which require that we perform the audit to obtain reasonable assurance about whether the financial statements are fairly presented in all material respects. Accordingly, our work included, among other procedures: (a) planning our audit taking into consideration the significance of balances, the volume of transactions and the accounting and internal control systems of the Bank and its subsidiaries, (b) examining, on a test basis, evidence and records supporting the amounts and disclosures in the financial statements, and

(c) assessing the accounting principles used and significant estimates made by management of the Bank and its subsidiaries, as well as evaluating the overall financial statement presentation.

- In our opinion, the financial statements audited by us present fairly, in all material respects, the financial position of Banco Bradesco S.A. and of Banco Bradesco S.A. and its subsidiaries at December 31, 2009 and 2008, and the results of operations, the changes in stockholders' equity, of cash flows and of added value of Banco Bradesco S.A., as well as the consolidated results of operations and of changes in financial position, for the years and half year then ended, in accordance with accounting practices adopted in Brazil.

São Paulo, January 27, 2010

PRICEWATERHOUSECOOPERS

Auditores Independentes
 CRC 2SP000160/O-5

Washington Luiz Pereira Cavalcanti
 Contador
 CRC 1SP172940/O-6

SUMMARY OF THE REPORT OF THE AUDIT COMMITTEE

Corporate Governance and Related Responsibilities

Bradesco's Board of Directors opted for a single Audit Committee for all the companies comprising the Financial Conglomerate, including Grupo Bradesco de Seguros e Previdência (Insurance Group).

The Management is in charge of defining and implementing managerial information systems to prepare the financial statements of the companies comprising Bradesco Organization, pursuant to the Brazilian Corporation Law, the accounting principles adopted in Brazil, to rules of the National Monetary Council, the Brazilian Central Bank, the Securities and Exchange Commission of Brazil (CVM), National Private Insurance Board (CNSP), the Insurance Superintendence (Susep) and the National Agency for Supplementary Healthcare (ANS).

The Management is also responsible for processes, policies and internal control procedures that ensure the protection of assets, the appropriate recognition of liabilities and the elimination or reduction at acceptable levels of Bradesco Organization's risk factors.

The Independent Audit is in charge of examining the financial statements and issuing an opinion about their compliance with the accounting principles. Additionally, as a result of its works for the purpose of issuing the aforementioned opinion, it also advises on accounting procedures and internal controls, without prejudice to other reports to be prepared, such as quarterly limited reviews.

It is incumbent upon the Internal Audit (General Inspectorate Department) to check the quality of Bradesco Organization's control systems and the regularity of policies and procedures established by the Management, including those adopted in the preparation of financial reports.

It is incumbent upon the Audit Committee to assess the quality and the effectiveness of the Internal and Independent Audits, the effectiveness and the sufficiency of Bradesco Organization's control systems and to analyze the financial statements, providing the relevant recommendations, when applicable.

Among the Audit Committee's duties, are also included those required by the U.S. Sarbanes-Oxley Act related to companies listed on U.S. Securities and Exchange Commission and shares quoted on the New York Stock Exchange.

The Audit Committee's charter is available on the website www.bradesco.com.br, Corporate Governance website.

Activities performed in 2009

The Audit Committee attended 153 meetings with business, control and risk management areas, and with internal and independent auditors, checking the information on the matters considered relevant or critical by means of different sources.

The Audit Committee's work schedule for 2009 is focused on the main processes and products referring to Bradesco Organization's activities. Among the most relevant aspects, we point out the assessment of:

- the market, credit and operating risks management and control systems, preparation for the use of internal models in line with the conditions set forth by the New Basel Capital Accord (Basel II) and Brazilian Central Bank's rules about the issue;
- the structure and operation of the areas responsible for monitoring the compliance with laws, regulation and Bradesco Organization's internal rules related to consumer defense; and
- the improvement in the internal controls systems deriving from projects in the IT and Risk Management areas.

Internal Controls Systems

Based on the work program and agenda established for 2009, the Audit Committee informed on the main processes within the Organization, evaluating their managers' quality and commitment to their continuous improvement.

FISCAL COUNCIL'S REPORT

The undersigned members of the Fiscal Council of Banco Bradesco S.A., in the exercise of their legal and statutory attributions, having examined the Management Report and the Financial Statements related to the fiscal year ended December 31, 2009, and the technical feasibility study of taxable income generation, brought at present value, which has the purpose of recording the Deferred Tax Assets pursuant to the CVM Rule 371 as of June 27, 2002, CMN Resolution 3,059 as of December 20, 2002, and Bacen Circular Letter 3,171 as of December 30, 2002, and in view of the unqualified report prepared by PricewaterhouseCoopers Auditores Independentes, have the opinion that the aforementioned documents, based on the current corporate law, fairly reflect the Company's equity and financial position.

Cidade de Deus, Osasco, São Paulo, January 27, 2010

Domingos Aparecido Maia

Nelson Lopes de Oliveira

Ricardo Abecassis E. Santo Silva