



BM&FBOVESPA S.A. announces its earnings for the fourth quarter of 2008. Pro forma net income reached R\$202 million with earnings per share of R\$0.10.

Pro forma net income in the fourth quarter declined by 9% from the prior year but rose by 20% for the full year in 2008

Net revenues for the fourth quarter of R\$356 MM were 11% below the prior year. For the full year 2008, net revenues increased by 16 % to R\$1.6 billion

Operating expenses for the quarter decreased by 5 % from the prior year and by 7% sequentially, reflecting the achievement of merger synergies.

The Board of Directors approved a R\$139.4 million distribution of interest on shareholders' equity and R\$60.6 million of dividends based on the financial results for the second half of 2008.

Financial Results Highlights:

Pro forma net income for Q408 amounted to R\$202.4 million, representing earnings per share of R\$0.10, down by 8.8% from Q407. Net margins were 56.9% and 55.8% in Q408 and Q407, respectively. Pro forma net income for 2008 reached R\$909.6 million, with earnings per share of R\$0.45, up 20.3% from the previous year.

Pro forma EBITDA for Q408 fell by 12.8% from the prior year, to R\$235.6 million, whereas EBITDA margin declined to 66.3% from 68.0% in Q407.

Net revenues for the quarter decreased by 10.6% from the prior year, primarily due to the decline in trading volume in our cash markets. This impact however was partially offset by an increase in the rate per derivatives contract received in the most recent quarter.

Operating expenses declined in line with previously announced cost savings related to the BM&F and Bovespa integration process. Fourth quarter expenses of R\$128.1 million were 4.9% below prior year levels. This drop reflects reductions of 9% in personnel and related expenses, 32.2% in marketing costs, and 13.9% in data processing expenses. Compared to Q308, operating expenses were lower by 6.6% due to ongoing reductions in the above categories.

Summary of Pro forma Income Statements

| | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation. Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|----------------------|--------------|--------------|-------------------------------|--------------|--------------------------------|--------------|--------------|-----------------------------|
| Net revenues | 355.5 | 397.6 | -10.6% | 408.8 | -13.0% | 1,602.0 | 1,376.6 | 16.4% |
| Operating expenses | (128.1) | (134.7) | -4.9% | (137.2) | -6.6% | (544.5) | (543.4) | 0.2% |
| Interest income, net | 83.1 | 75.0 | 10.8% | 68.0 | 22.3% | 306.1 | 307.5 | -0.4% |
| Net income | 202.4 | 222.0 | -8.8% | 237.6 | -14.8% | 909.6 | 755.9 | 20.3 |
| EBITDA | 235.6 | 270.3 | -12.8% | 279.6 | -15.7% | 1,089.4 | 866.2 | 25.8% |
| <i>Net margin</i> | <i>56.9%</i> | <i>55.8%</i> | <i>1.1 p.p</i> | <i>58.1%</i> | <i>-1.2 p.p</i> | <i>56.8%</i> | <i>54.9%</i> | <i>1.9 p.p</i> |
| <i>EBITDA margin</i> | <i>66.3%</i> | <i>68.0%</i> | <i>-1.7 p.p</i> | <i>68.4%</i> | <i>-2.1 p.p</i> | <i>68.0%</i> | <i>62.9%</i> | <i>5.1 p.p</i> |

Quotes:

“2008 was a very important year to test and prove the strength and suitability of our business model during moments of stress and high volatility”, said BM&FBOVESPA Chief Executive Officer, Edemir Pinto. “We accomplished a great deal even while facing these uncertainties and delivered positive results, raising our net income by 20% in 2008 . We reduced our total costs by 7% just in the most recent quarter as we continue to make excellent progress on the integration process. These cost savings are critical to our earnings performance and are consistent with our publicly stated targets. In the fourth quarter of 2008 we went forward with our planned investments. By the end of the first half, we will deliver technology access via direct connection and Co-location that should stimulate the entry of high frequency traders. “

Carlos Kawall, BM&FBOVESPA Chief Financial Officer stated, “Despite the lower volumes witnessed in the cash market segment, there were some indications that the market dynamics remain active, with trades per day climbing 49% between Q408 and Q407 and 17% over the third quarter. For all of 2008, the turnover velocity rose to 63% from 56% and the number of investors increased by more than 80 thousand new accounts “

Other financial highlights:

- Merger: The costs related to the merger process reached R\$ 8 million in the fourth quarter of 2008 and R\$129 million in 2008;
- Cash position: Cash and cash equivalents (Short and Long Term) as of December 31, 2008, amounted to R\$2.4 billion, comprised of collateral worth R\$586 million and dividends and other rights on securities under custody in the amount of R\$ 36 million;
- Cash distributions: On December 19, 2008, the Board of Directors approved a R\$139.4 million distribution of interest on shareholders’ equity, equivalent to R\$0.069307 per share, which amounts to R\$0.058911 net of withholding income tax. This cash distribution will be paid to shareholders on or before April 15, 2009 based on ownership positions as of December 31, 2008. On March 17, 2009, the Board proposed a payment of R\$ 60.6 million in dividends, equivalent to R\$ 0.03 per share.

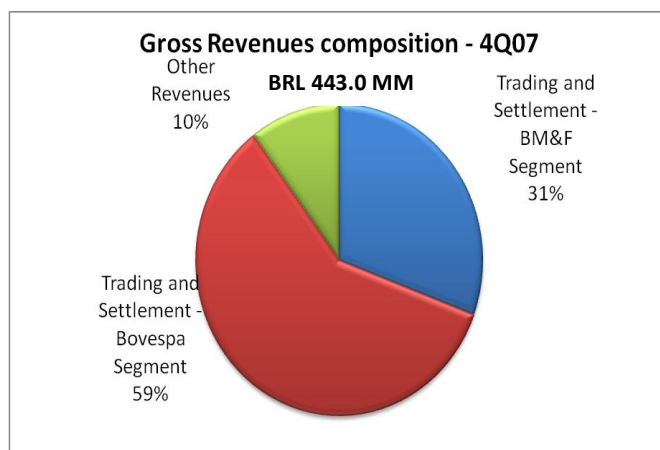
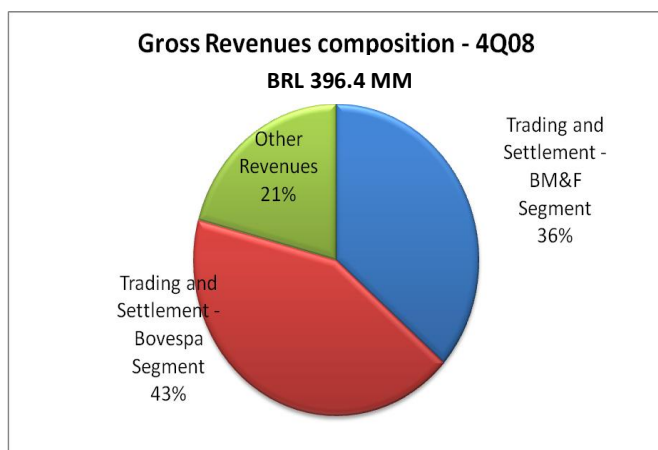


- **Loan Repayment:** As part of the integration process, the Company took a loan for payment of special dividends to the shareholders of then subsidiary Bovespa Holding, which was entirely repaid in November 2008.
- **Share Buyback:** Pursuant to the buyback program, as of December 31, 2008, the Company had repurchased 34.2 million shares at the average price per share of R\$5.62 for an aggregate of R\$192 million. Between January and February 2009, the Company repurchased 11.5 million additional shares for an aggregate of R\$75 million. In total, 45.7 million shares were already bought at the average price of R\$ 5.85, from which 1.3 million were designated for the former BM&F stock option plan.
- **Interest income, net:** for the fourth quarter was R\$83.1 million, a 10.8% rise above the prior year period . For the full year 2008, interest income (net) totaled R\$306.1 million, virtually the same as the 2007 amount;
- **Accounting changes:** Brazilian GAAP switched in 2008, which resulted in recognition of expenses amounting to R\$27.6 million in Q408, related to stock option plans and leasing expenses;
- **Pro Forma Income Statement:** In preparing the Pro Forma Income Statement the following adjustments were made:
 - Elimination of non-recurring expenses incurred with respect to the demutualization process, the going public process, and the integration between BM&F and Bovespa Holding;
 - Elimination of the impact from the goodwill amortization expenses and its related taxes;
 - Elimination of interest paid on shareholders' equity;
 - Elimination of the impact from Brazilian GAAP accounting changes (stock options and leasing expenses);
 - Margins, taxes payable, and net income were recalculated with the above adjustments.

The reconciliation of Pro Forma results to GAAP results are presented on page 10. Corporate net income was R\$645.6 million for 2008, or EPS of R\$ 0.321.

Discussion of BM&FBOVESPA financial results:

Gross Revenues





Revenues from trading and/or settlement systems comprise the Company's primary source of revenues, equalling 79% of total revenues in the fourth quarter compared to 90% in Q407 and 86% in Q308. Gross revenues totalled R\$ 396.4 million in the fourth quarter, a decline of 10.5% from a year ago and 12.9% sequentially. Full year revenues grew by 16.5% in 2008 to R\$1.8 billion.

- Depository / Custody / Back Office: Revenues in the fourth quarter of R\$ 17.3 million (4.4% of total) were, 44.9% higher than Q407 and 9.1% above Q308. In 2008, revenues from this activity grew by 99.7% to R\$62.5 million.

- Vendors: Fourth quarter revenues amounted to R\$ 11.2 million (2.8% of total), 81.8% higher than Q407 and 2.9% below Q308. In 2008, revenues totaled R\$ 43.4 million which represented growth of 97.6%.

- Listing: Revenues of R\$ 8.0 million (2% of total) in the fourth quarter were 29.4% higher than Q407 and 6.7% above Q308. In 2008, revenues from this source rose by 36.6% to R\$29.8 million.

- Securities Lending: Fourth quarter revenues of R\$ 6.4 million (1.6% of total) were 55.9% lower than Q407 and were 48.1% below Q308. Full year revenues decreased by 3.6% in 2008 to R\$ 48.5 million.

Operating Expenses:

In Q408, the operational expenses declined when compared with Q407 and Q308 mainly due to cost savings from the integration process which was driven by the reduction in personnel and processes from the merged companies. The categories of expense were:

- ✓ Personnel: 9.0% decline in Q408 over the prior year and 8.0% sequentially. In 2008 the drop was 0.5%;
- ✓ Data processing: decline of 13.9% over the prior year and 22.2% sequentially. In the full year comparison, it increased by 4.6%;
- ✓ Marketing: decline of 32.2% in Q408 over the prior year and flat sequentially. In 2008, it dropped by 26.1%.

In March, 2009, in addition to the cost synergies previously announced, the Company reduced the number of full time employees and outsourced staff by an additional 175 people, resulting in a 10% reduction in personnel expenses.

Interest Income:

Interest Income amounted to R\$ 95.9 million in the fourth quarter, 15.8% higher than the previous year and up by 2.3% sequentially. For all of 2008, it increased by 10.8% to R\$364.9 million.



Main developments:

- **Integration:** On a formal basis, the integration process was essentially completed on November 28, 2008, with the shareholders' meeting that approved the merger into BM&FBOVESPA of the shares of Bolsa de Valores de São Paulo S/A (manager of the São Paulo Stock Exchange, previously named Bovespa Holding S/A) and of the Brazilian Clearing and Depository Corporation (*Companhia Brasileira de Liquidação e Custódia*), or CBLC. Commencing with that date, BM&FBOVESPA secured the tax deductibility of goodwill amortization, which as of December 31, 2008, had accrued R\$324.4 million on the balance sheet, out of which a total of R\$41 million was readily deductible. The remaining balance is carried within deferred tax credits.

- **Technology:** Following current trends in international capital markets and in response to a drop in global trading volume, the electronic trading systems of BM&FBOVESPA underwent a series of improvements and transformations. This was undertaken to increase the number and range of domestic and foreign investors and the overall participant pool as well as to provide more favorable conditions for high frequency traders. BM&FBOVESPA continually seeks to improve the conditions of access and connectivity to the system for distribution and transmission of information signals, in addition to providing faster and more efficient order routing solutions.

Investment plans for 2009 include:

- Development of technology projects related to the implementation of a contingency site;
- New version of the *MegaBolsa* software, with less latency and greater order processing capacity;
- New *SINACOR* (Brokers' management integrated system);
- Standardization of registers and order routing data through a new system;
- Creation of a specialized software development department;
- Projects related to technological infrastructure and software development.

Set forth below is a summary of the principal developments in each of the BM&FBOVESPA market segments:

BM&F Segment:

- In-house development of a trading platform;
- Launch of an electronic trading solution for the spot forex market, via the global trading system(GTS);
- Start of the Direct Market Access (DMA) activities, thus permitting full electronification of the trading flow in the derivatives markets;
- Launch of the order routing link to CME's Globex covering the North-to-South flow (providing screen-based access to trade BM&F segment products on the GTS system) and, since February 2009, the South-to-North flow (orders are routed to the Globex system via GTS);
- Order routing via DMA providers that offer access solutions to our different markets.



Bovespa Segment:

- Increase in *MegaBolsa* system processing capacity to 770 thousand trades per day, from 400 thousand previously. In 2009, this system will be upgraded to 1.5 million trades per day;
- Improvements in automated connections and migration to the new *MegaBolsa* trading station;
- Mainframe turn off.

▪ New pricing policy:

In order to reduce cross-subsidies amongst the Company's different products and services, promote liquidity, and balance new sources of revenue, BM&FBOVESPA adopted a new pricing policy which will give us the ability to apply rates that are more suited to market reality and its participants as well as to provide us with more competitive product offerings.

Trading, clearing and settlement activities:

- BM&F segment: Beginning February 16, 2009, adoption of progressive discount rates based on the range of volume traded;
- Bovespa segment: Beginning April 6, 2009, reduction of settlement fees charged to individuals and companies (except institutional investors) trading on our cash markets. Also, a five basis point rebate for grantors relative to fees charged to borrowers transacting in our securities lending system.

Other services:

- Depository Service: Adoption of a percentage charge system based on the value of assets under custody with the Depository. This will not apply to non-resident accounts or accounts under R\$300 thousand in the depository system;
- Signal transmission to Vendors: We are changing our pricing policy concerning signal transmission to vendors not just for consistency between the policies previously adopted in each of the BM&F and Bovespa segments, but also for alignment with international practices, which should positively impact related revenues;
- Technology access package: Technology access pricing will apply conditions and requirements to those holding permits for access to our electronic trading and clearing and settlement systems, which are expected to offer greater flexibility and clarity;
- Listing activities: The new pricing discipline includes adjustments to minimum charges collected from listed companies which increased to R\$35 thousand from the previous R\$9 thousand.



- Product development: The principal products developed by BM&FBOVESPA include the following:

BM&F Segment:

- U.S. dollar options contracts with reset: permit offsetting the risk of trading in options on the futures market and may result in lower margin calls;
- Real/Euro futures contract: this was developed in partnership with the CME. Similarly, we plan to launch a Real/Yen futures contract in the near term.

Bovespa Segment:

- New Indexes: beginning of calculation and disclosure of four new indexes: Small Cap, MidLarge Cap, Consumption and Real State;
- Exchange-Traded Funds (ETF): three new index-based funds started trading shares on the stock exchange: iShares Ibovespa, iShares BM&FBOVESPA MidLarge Cap and iShares BM&FBOVESPA Small Cap.

Analysis of operating data:

BM&F Segment:

- Average daily traded contracts: Contracts traded in the fourth quarter of 2008 dropped by 20.8% from the prior year and by 19.9% sequentially. For the full year 2008, trading volume declined by 9.6%. These reductions reflect the ongoing deleveraging process among market participants in response to a deepening global economic downturn and the new economic reality.
- Average revenue per contract (RPC): Average revenue per contract for the fourth quarter of 2008 increased by 26.4% over the prior year, and by 12.0% sequentially. For the full year 2008, the average climbed 15.0%. These increases served to partially offset the decline in trading volumes. Average revenues benefited from the termination of our prior discount policy from August through November and adoption of a fixed rate pricing method for Ibovespa futures contracts in November. They were also positively impacted by appreciation of the U.S. dollar against Brazilian *reais*, which boosted revenues from forex, USD interest rate, and commodity-based contracts and resulted in a greater number of trades in long-term interbank deposit futures contracts.

Bovespa Segment:

- Average daily volume: Daily volume traded in Q408 fell by 33.9% on a year-over-year basis and by 17.0% sequentially, reflecting the significant decline in market valuations. For the full year 2008, the average volume increased by 12.9% due to strength in the first half of the year. The principal indicator of performance of the Brazilian securities market, the average Ibovespa index, fell by 32.6% in the fourth quarter from the previous quarter. In terms of the actual number of trades, the daily average in Q408 rose by 49.2% over a year ago and by 16.9% sequentially. For the full year 2008, average daily trades increased by 60,1% .



- Turnover velocity: Turnover velocity in the cash market reached 74.6% in Q408, primarily due to market volatility and to a significant increase in the trading activity of retail investors. Turnover velocity for 2008 was 63.2%, as compared to 56.4% in 2007. Our initiatives to stimulate market turnover and boost the volume of trading by retail investors include a reduction in rates, an exemption from additional fees granted to holders of custody accounts below R\$300 thousand, and development of new products – including the exchange-traded funds.
- Investors: By the end of 2008, the number of investors trading on our markets increased to 559 thousand from 478 thousand at the end of 2007. Especially noteworthy was the expansion of the universe of retail investors who have grown to over 96% of total investors. In 2008, retail investors decisively established themselves as major participants in the Bovespa segment markets, having accounted for about 30% to 34% of the trading volume in the fourth quarter. Foreign investors continued to account for about 35% of this volume.
- Securities lending: The average financial value of open positions at the end of Q408 had fallen by 66.2% from the prior year and by 48.2% sequentially. For the full year 2008, the average value declined by 8.7%.



PRO FORMA CONSOLIDATED STATEMENTS OF INCOME – Non audited (in thousands of reais)

| | 4Q08 | 4Q07 | 3Q08 | % 4Q08x4Q07 | % 4Q08x3Q08 | 2008 | 2007 | % 2008 x 2007 |
|--|------------------|------------------|------------------|----------------|----------------|------------------|------------------|------------------|
| Operational Revenues | 396.369 | 443.014 | 454.914 | -10,5% | -12,9% | 1.783.358 | 1.531.192 | 16,5% |
| Trading / Clearing Systems - BM&F | 147.585 | 137.873 | 170.386 | 7,0% | -13,4% | 634.230 | 596.246 | 6,4% |
| Derivatives | 137.973 | 130.859 | 162.226 | 5,4% | -15,0% | 601.275 | 566.452 | 6,1% |
| Foreign Exchange | 6.376 | 4.919 | 5.526 | 29,6% | 15,4% | 21.302 | 21.305 | 0,0% |
| Securities | 61 | 192 | 80 | -68,2% | -23,8% | 330 | 930 | -64,5% |
| Brazilian Commodities Exchange | 2.008 | 1.448 | 1.752 | 38,7% | 14,6% | 7.865 | 6.118 | 28,6% |
| BM&F Bank | 1.167 | 455 | 802 | 156,5% | 45,5% | 3.458 | 1.441 | 140,0% |
| Trading / Clearing Systems-Bovespa | 206.317 | 294.591 | 264.601 | -30,0% | -22,0% | 1.050.774 | 871.952 | 20,5% |
| Trading fees | 123.700 | 175.473 | 158.587 | -29,5% | -22,0% | 635.091 | 498.803 | 27,3% |
| Clearing fees | 45.642 | 86.445 | 66.704 | -47,2% | -31,6% | 259.355 | 269.707 | -3,8% |
| Securities Lending | 6.413 | 14.544 | 12.368 | -55,9% | -48,1% | 48.528 | 50.335 | -3,6% |
| Listing | 8.000 | 6.180 | 7.496 | 29,4% | 6,7% | 29.776 | 21.803 | 36,6% |
| Depository and custody | 17.317 | 11.949 | 15.868 | 44,9% | 9,1% | 62.523 | 31.304 | 99,7% |
| Trading access (Brokers) | 5.245 | - | 3.578 | - | 46,6% | 15.501 | - | - |
| Other Operational Revenues | 42.467 | 10.550 | 19.927 | 302,5% | 113,1% | 98.354 | 62.994 | 56,1% |
| Vendors | 11.187 | 6.155 | 11.523 | 81,8% | -2,9% | 43.359 | 21.943 | 97,6% |
| Commodities classification fees | 1.373 | 1.194 | 1.784 | 15,0% | -23,0% | 3.535 | 3.785 | -6,6% |
| Others | 29.907 | 3.201 | 6.620 | 834,3% | 351,8% | 51.460 | 37.266 | 38,1% |
| Revenue deductions | (40.855) | (45.375) | (46.158) | -10,0% | -11,5% | (181.347) | (154.555) | 17,3% |
| PIS and Cofins | (36.450) | (40.880) | (41.354) | -10,8% | -11,9% | (162.752) | (140.222) | 16,1% |
| Service tax | (4.405) | (4.495) | (4.804) | -2,0% | -8,3% | (18.595) | (14.333) | 29,7% |
| Net Operational Revenues | 355.514 | 397.639 | 408.756 | -10,6% | -13,0% | 1.602.011 | 1.376.637 | 16,4% |
| Operational Expenses | (128.137) | (134.736) | (137.158) | -4,9% | -6,6% | (544.545) | (543.352) | 0,2% |
| Personel | (50.945) | (55.995) | (55.364) | -9,0% | -8,0% | (218.243) | (219.444) | -0,5% |
| Data processing | (28.674) | (33.297) | (36.843) | -13,9% | -22,2% | (142.702) | (136.367) | 4,6% |
| Deprec. and Amortization | (8.212) | (7.388) | (8.030) | 11,2% | 2,3% | (31.942) | (32.872) | -2,8% |
| Third Party Services | (10.338) | (12.825) | (11.470) | -19,4% | -9,9% | (40.998) | (41.842) | -2,0% |
| Maintenance | (4.051) | (2.819) | (2.972) | 43,7% | 36,3% | (13.536) | (13.318) | 1,6% |
| Communications | (5.226) | (4.161) | (4.287) | 25,6% | 21,9% | (18.721) | (13.983) | 33,9% |
| Leases | (1.083) | (858) | (1.200) | 26,2% | -9,8% | (4.351) | (3.349) | 29,9% |
| Supplies | (985) | (551) | (928) | 78,8% | 6,1% | (3.629) | (3.540) | 2,5% |
| Marketing | (5.353) | (7.890) | (5.324) | -32,2% | 0,5% | (25.654) | (34.701) | -26,1% |
| Taxes | (372) | (2.943) | 1.916 | -87,4% | -119,4% | (1.654) | (10.178) | -83,7% |
| Board Compensation | (1.856) | (1.090) | (1.267) | 70,3% | 46,5% | (7.179) | (1.090) | 558,6% |
| Other | (11.042) | (4.919) | (11.389) | 124,5% | -3,0% | (35.936) | (32.668) | 10,0% |
| Operating Income | 227.377 | 262.903 | 271.598 | -13,5% | -16,3% | 1.057.466 | 833.285 | 26,9% |
| <i>Oper. Margin (variation in p.p)</i> | <i>64,0%</i> | <i>66,1%</i> | <i>66,4%</i> | <i>-2,2</i> | <i>-2,49</i> | <i>66,0%</i> | <i>60,5%</i> | <i>5,5</i> |
| Financial Income | 83.100 | 74.985 | 67.957 | 10,8% | 22,3% | 306.093 | 307.470 | -0,4% |
| Financial Revenues | 95.856 | 82.791 | 93.671 | 15,8% | 2,3% | 364.859 | 329.209 | 10,8% |
| Financial Expenses | (12.756) | (7.806) | (25.714) | 63,4% | -50,4% | (58.766) | (21.739) | 170,3% |
| Income before Taxes | 310.477 | 337.888 | 339.555 | -8,1% | -8,6% | 1.363.559 | 1.140.755 | 19,5% |
| Income Tax and Social Contribution | (96.339) | (115.307) | (118.838) | -16,4% | -18,9% | (458.496) | (382.225) | 20,0% |
| Income Tax | (70.751) | (85.365) | (87.590) | -17,1% | -19,2% | (337.143) | (286.688) | 17,6% |
| Social Contribution | (25.588) | (29.942) | (31.248) | -14,5% | -18,1% | (121.354) | (95.537) | 27,0% |
| Def. Inc.Tax and Soc. Contribution | (11.128) | - | 17.237 | - | -164,6% | 6.109 | - | - |
| Deferred income tax | (8.121) | - | 12.613 | - | -164,4% | 4.492 | - | - |
| Deferred social contribution | (3.007) | - | 4.624 | - | -165,0% | 1.617 | - | - |
| Minority Interest | (606) | (547) | (354) | 10,9% | 71,2% | (1.567) | (2.603) | -39,8% |
| Net Income | 202.404 | 222.035 | 237.601 | -8,8% | -14,8% | 909.605 | 755.928 | 20,3% |
| <i>Net Margin (variation in p.p)</i> | <i>56,9%</i> | <i>55,8%</i> | <i>58,1%</i> | <i>1,1</i> | <i>-1,19</i> | <i>56,8%</i> | <i>54,9%</i> | <i>1,9</i> |
| EBITDA | 235.589 | 270.291 | 279.628 | -12,8% | -15,7% | 1.089.408 | 866.157 | 25,8% |
| <i>EBITDA Margin (variation in p.p)</i> | <i>66,3%</i> | <i>68,0%</i> | <i>68,4%</i> | <i>-1,7</i> | <i>-2,1</i> | <i>68,0%</i> | <i>62,9%</i> | <i>5,1</i> |
| Share Count (000) | 2.044.014 | 2.044.014 | 2.044.014 | | | 2.044.014 | 2.044.014 | |
| Diluted Share Count (000) | 2.010.990 | 2.010.990 | 2.010.990 | | | 2.010.990 | 2.010.990 | |
| Earnings per Share (EPS) | 0,099 | 0,109 | 0,116 | | | 0,445 | 0,370 | |
| Diluted Earnings per Share (EPS) | 0,101 | 0,110 | 0,118 | | | 0,452 | 0,376 | |



Reconciliation – Pro Forma to GAAP
(in thousands of reais)

| | 2008 | | |
|---|-----------|---------------|-----------|
| | Corporate | Non-recurring | Pro-Forma |
| Gross Revenues | 1,783,358 | - | 1,783,358 |
| Net Revenues | 1,602,011 | - | 1,602,011 |
| Operational Expenses ⁽¹⁾ | (723,658) | 179,113 | (544,545) |
| Operational Income | 878,353 | 179,113 | 1,057,466 |
| Operational Margin | 54.8% | - | 66.0% |
| Goodwill Amortization ⁽ⁱⁱ⁾ | (324,421) | 324,421 | - |
| Interest Income, net ⁽ⁱⁱⁱ⁾ | 305,972 | 121 | 306,093 |
| Net income before taxes on profits | 859,904 | 503,655 | 1,363,559 |
| Income Tax / Social Contribution payable / deferred | (212,741) | (239,646) | (452,387) |
| Net income for the period | 645,596 | 264,009 | 909,605 |
| Net Margin | 40.2% | | 56.8% |

(i) Herein are recognized the accounting adjustments resulting from the new standards, integration and IPO costs

(ii) Goodwill amortization excluded for Pro Forma calculation

(iii) New accounting standards adjustment related to BM&FBOVESPA's leasing expenses

Non-Recurring Expenses Breakdown
(in thousands of reais)

| | Acum. 2008 |
|--|----------------|
| Personnel and related charges | 57,076 |
| IT, data processing and telecom | 180 |
| Market and promotion | 3,935 |
| General expenses | 56,531 |
| Third-party services | 33,784 |
| Non-Recurring Total adjustments | 151,506 |
| New accounting adjustments | 27,607 |
| Total adjustment | 179,113 |

Trading Margins –Bovespa Segment
(b.p)

| | Q408 | Q407 | Q308 | 2008 | 2007 |
|---|-------|-------|-------|-------|-------|
| Cash Market. | 5.83 | 6.12 | 6.00 | 5.97 | 5.83 |
| Derivatives | 13.76 | 14.62 | 13.67 | 14.05 | 14.18 |
| Forward Market | 13.00 | 13.00 | 13.00 | 13.00 | 13.00 |
| Options Market | 14.13 | 16.22 | 14.34 | 15.09 | 15.21 |
| Equity | 6.23 | 6.70 | 6.51 | 6.49 | 6.40 |
| Fixed income and other spot securities | 29.30 | 13.89 | 3.84 | 16.22 | 11.78 |
| Total | 6.25 | 6.71 | 6.51 | 6.50 | 6.41 |



Balance Sheet (in thousands of reais)

| | Q408 | | Q308 | | Q408/Q308 |
|---|----------------------|---------------|----------------------|----------------|---------------|
| | R\$ mil | A.V% | R\$ mil | A.V% | % |
| ASSETS | | | | | |
| Current Assets | 2,038,937 | 10.0% | 2,408,035 | 11.60% | -15.3% |
| Cash and cash equivalents | 40,227 | 0.2% | 67,939 | 0.30% | -40.8% |
| Short-term investments in securities | 1,744,069 | 8.5% | 1,987,290 | 9.60% | -12.2% |
| Recoverable and prepaid taxes | 9,540 | 0.0% | 90,928 | 0.40% | -89.5% |
| Deferred income and social contribution taxes | 122,070 | 0.6% | 89,755 | 0.40% | 36.0% |
| Trade accounts receivable, net | 105,169 | 0.5% | 149,286 | 0.70% | -29.6% |
| Other receivables, net | 9,933 | 0.0% | 13,157 | 0.10% | -24.5% |
| Prepaid expenses | 7,929 | 0.0% | 9,680 | 0.00% | -18.1% |
| Long-term receivables | 735,387 | 3.6% | 585,471 | 2.80% | 25.6% |
| Financial investments | 629,945 | 3.1% | 483,587 | 2.30% | 30.2% |
| Other receivables, net | 11,361 | 0.1% | 13,839 | 0.10% | -17.9% |
| Judicial deposits | 93,885 | 0.5% | 87,837 | 0.40% | 6.9% |
| Prepaid expenses | 196 | 0.0% | 208 | 0.00% | -5.8% |
| Fixed Assets | 17,655,765 | 86.4% | 17,759,920 | 85.60% | -0.6% |
| Investments | 1,318,282 | 6.4% | 1,317,372 | 6.30% | -0.0% |
| Property and equipment | 247,850 | 1.2% | 242,406 | 1.20% | -0.6% |
| Intangible assets | 16,089,633 | 78.8% | 16,182,148 | 78.00% | -0.6% |
| Deferred charges | - | | 17,994 | 0.10% | - |
| TOTAL ASSETS | 20,430,089 | 100.0% | 20,753,426 | 100.00% | -1.59% |
| LIABILITIES | | | | | |
| Current Liabilities | 1,075,744 | 5.3% | 1,110,351 | 5.4% | -8.9% |
| Margin deposits and collateral for transactions | 585,963 | 2.9% | 573,722 | 2.8% | 2.1% |
| Earnings and rights on securities under cust. | 36,020 | 0.2% | 34,743 | 0.2% | 3.6% |
| Suppliers and accounts payable | 18,442 | 0.1% | 15,650 | 0.1% | 17.8% |
| Taxes and contributions payable | 40,254 | 0.2% | 27,506 | 0.1% | 46.3% |
| Income and social contribution taxes | 2,652 | 0.0% | 96,237 | 0.5% | -97.2% |
| Payroll and related liabilities | 20,806 | 0.1% | 41,118 | 0.2% | -49.4% |
| Redemption of preferred shares payable | 4,132 | 0.0% | 6,269 | 0.0% | -34.1% |
| Interest On capital and Dividends payable | 194,984 | 1.0% | - | 0.0% | 100.0% |
| Loans payable | - | 0.0% | 148,240 | 0.7% | -100.0% |
| Leasing | 4,087 | 0.0% | - | 0.0% | 100.0% |
| Other accounts payable | 168,404 | 0.8% | 159,286 | 0.8% | 5.7% |
| Deferred revenues | - | 0.0% | 7,580 | 0.0% | -100.0% |
| Long-Term Liabilities | 46,729 | 0.2% | 95,923 | 0.5% | -51.3% |
| Provisions for contingencies | 46,160 | 0.2% | 95,544 | 0.5% | -51.7% |
| Other accounts payable | 569 | 0.0% | 379 | 0.0% | 50.1% |
| Minority interest in subsidiaries | 15,892 | 0.1% | 15,272 | 0.1% | 4.1% |
| Shareholders' equity | 19,291,724 | 94.4% | 19,531,880 | 94.1% | -1.2% |
| Capital stock | 2,540,239 | 12.4% | 2,540,239 | 12.2% | 0.0% |
| Capital reserve | 16,611,784 | 81.3% | 16,350,975 | 78.8% | 1.6% |
| Revaluation reserves | 24,131 | 0.1% | 24,324 | 0.1% | -0.7% |
| Bylaws reserves | 297,997 | 1.5% | 401,447 | 1.9% | -25.8% |
| Legal reserve | 3,453 | 0.0% | 3,453 | 0% | 0.0% |
| Net income for the period | - | 0.0% | 217,444 | 1.1% | -100.0% |
| Treasury stock | (185,880) | 0.9% | -6,002 | 0% | 2.967.0% |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | 20,430,089 | 100.0% | 20,753,426 | 100,0% | -1.6% |
| Number of shares | 2,044,014,295 | | 2,044,014,295 | | |
| Shareholders' equity value per share - R\$ | 9.56 | | 9.56 | | |



Operational Statistics – BM&F Segment

AVERAGE DAILY TRADED CONTRACTS (THOUSANDS)

| Product | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|-------------------------|----------------|----------------|-------------------------------|----------------|-------------------------------|----------------|----------------|-----------------------------|
| BRL Int. rate contracts | 563.0 | 780.1 | -27.8% | 716.3 | -21.4% | 788.7 | 988.1 | -20.2% |
| USD Int. rate contracts | 92.2 | 80.3 | 14.8% | 98.9 | -6.8% | 94.3 | 87.9 | 7.3% |
| FX Contracts | 434.3 | 527.1 | -17.6% | 570.1 | -23.8% | 534.9 | 473.0 | 13.1% |
| Index-based contracts | 83.1 | 110.0 | -24.4% | 87.2 | -4.7% | 87.6 | 112.0 | -21.7% |
| Commodity contracts | 13.0 | 13.2 | -1.5% | 16.6 | -21.6% | 14.9 | 10.1 | 48.2% |
| OTC contracts | 9.2 | 12.9 | -28.8% | 12.5 | -26.3% | 12.4 | 11.5 | 8.4% |
| Web Trading | 41.6 | 37.0 | 12.5% | 41.8 | -0.4% | 40.5 | 57.8 | -29.9% |
| Total | 1,236.6 | 1,560.6 | -20.8% | 1,543.4 | -19.9% | 1,573.3 | 1,740.3 | -9.6% |

AVERAGE RATE PER CONTRACT (R\$)

| Product | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|-------------------------|------------|------------|-------------------------------|------------|-------------------------------|------------|------------|-----------------------------|
| BRL Int. rate contracts | 1.2 | 1.1 | 7.0% | 1.3 | -8.2% | 1.1 | 1.0 | 10.4% |
| USD Int. rate contracts | 1.8 | 1.0 | 72.2% | 1.0 | 85.2% | 1.2 | 1.0 | 22.1% |
| FX Contracts | 2.7 | 1.8 | 46.2% | 2.1 | 31.3% | 2.1 | 2.0 | 2.8% |
| Index-based contracts | 1.8 | 2.0 | -10.3% | 2.2 | -16.3% | 2.1 | 1.6 | 32.3% |
| Commodity contracts | 3.1 | 3.7 | -14.8% | 3.8 | -18.0% | 3.6 | 3.4 | 3.8% |
| OTC contracts | 2.4 | 2.4 | 2.4% | 2.6 | -5.6% | 2.3 | 2.3 | 1.7% |
| Web Trading | 0.2 | 0.1 | 64.2% | 0.2 | 8.4% | 0.2 | 0.1 | 179.9% |
| Total | 1.8 | 1.4 | 26.4% | 1.6 | 12.0% | 1.5 | 1.3 | 15.0% |



Operational Statistics – Bovespa Segment

AVERAGE DAILY TRADED VALUE (Millions of R\$)

| | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|---|----------------|-----------------|-------------------------------|----------------|-------------------------------|----------------|----------------|-----------------------------|
| Stocks and Equity Deriv. | 4,370.0 | 6,613.00 | -33.9% | 5,322.0 | -17.9% | 5,520.0 | 4,891.0 | 12.9% |
| Cash market | 4,147.0 | 6,164.00 | -32.7% | 4,971.0 | -16.6% | 5,162.0 | 4,555.0 | 13.3% |
| Derivatives | 223.0 | 449.00 | -50.3% | 351.0 | -36.5% | 358.0 | 336.0 | 6.5% |
| Forward market | 73.0 | 223.00 | -67.3% | 174.0 | -58.0% | 178.0 | 156.0 | 14.1% |
| Options market (stocks / indices) | 150.0 | 226.00 | -33.6% | 177.0 | -15.3% | 180.0 | 180.0 | 0.0% |
| Fixed income and other spot securities | 3.0 | 5.00 | -40.0% | 4.0 | -25.0% | 5.0 | 4.0 | 25.0% |
| Total | 4,373.0 | 6,618.00 | -33.9% | 5,326.0 | -17.9% | 5,525.0 | 4,895.0 | 12.9% |

AVERAGE DAILY NUMBER OF TRADES (Thousands)

| | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|---|--------------|--------------|-------------------------------|--------------|-------------------------------|--------------|--------------|-----------------------------|
| Stocks and Equity Deriv. | 297.0 | 198.0 | 50.0% | 246.0 | 20.7% | 245.0 | 153.0 | 60.1% |
| Cash market | 245.0 | 152.0 | 61.2% | 194.0 | 26.3% | 195.0 | 113.0 | 72.6% |
| Derivatives | 52.0 | 46.0 | 13.0% | 52.0 | 0.0% | 50.0 | 40.0 | 25.0% |
| Forward market | 0.9 | 2.0 | -55.0% | 2.0 | -55.0% | 2.0 | 2.0 | 0.0% |
| Options market (stocks / indices) | 51.0 | 44.0 | 15.9% | 50.0 | 2.0% | 48.0 | 38.0 | 26.3% |
| Fixed income and other spot securities | 7.0 | 9.0 | -22.2% | 8.0 | -12.5% | 0.0 | 0.0 | 0.0% |
| Total | 297.0 | 199.0 | 49.2% | 254.0 | 16.9% | 245.0 | 153.0 | 60.1% |

OTHER OPERATIONAL STATISTICS

| | Q408 | Q407 | Variation Q408/Q407 (%) | Q308 | Variation Q408/Q308 (%) | 2008 | 2007 | Variation 2008/2007 % |
|--|---------|---------|-------------------------------|---------|-------------------------------|---------|---------|-----------------------------|
| End of period Market Cap. (R\$ billions) | 1,375.3 | 2,477.6 | -44.5% | 1,787.7 | -23.1% | 1,375.3 | 2,477.6 | -44.5% |
| Average Market Cap. (R\$ billions) | 1,384.2 | 2,349.7 | -41.1% | 1,994.5 | -30.6% | 2,034.6 | 1,979.3 | 2.8% |
| End of period Ibovespa | 37,550 | 63,886 | -41.2% | 49,541 | -24.2% | 37,550 | 63,886 | -41.2% |
| Average Ibovespa | 37,269 | 62,846 | -40.7% | 55,271 | -32.6% | 55,261 | 53,114 | 4.0% |
| Value under custody (R\$ billions) | 650.4 | 1,123.3 | -42.1% | 841.7 | -22.7% | 650.4 | 1,123.3 | -42.1% |
| Number of custody accounts (thousands) | 558.6 | 477.9 | 16.9% | 550.6 | 1.5% | 558.6 | 477.9 | 16.9% |
| Securities Lending | | | | | | | | |
| End of period Open Interest (R\$ billions) | 6.9 | 23.7 | -70.8% | 11.9 | -41.7% | 6.9 | 11.9 | -41.7% |
| Average Open Interest (R\$ billions) | 7.6 | 22.5 | -66.2% | 14.7 | -48.2% | 16.9 | 18.5 | -8.7% |
| Companies listed | 439 | 449 | -2.2% | 443 | -0.9% | 439 | 449 | -2.2% |
| Treasury Direct - stock of securities (R\$ millions) | 2,282.9 | 1,394.2 | 63.7% | 1,811.4 | 26.0% | 2,282.9 | 1,394.2 | 63.7% |