

**Usinas Siderúrgicas de Minas
Gerais S.A. – USIMINAS**
Quarterly Information (ITR) at
June 30, 2011
and Report on Review of
Quarterly Information



(A free translation of the original in Portuguese)

Report on Review of Quarterly Information

To the Board of Directors and Stockholders
Usinas Siderúrgicas de Minas Gerais S.A. – USIMINAS

Introduction

We have reviewed the accompanying parent company and consolidated interim accounting information of Usinas Siderúrgicas de Minas Gerais S.A. – USIMINAS, included in the Quarterly Information (ITR) Form for the quarter ended June 30, 2011, comprising the balance sheet at that date and the statements of income, comprehensive income, changes in equity and cash flows for the quarter and six-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim accounting information in accordance with the accounting standard CPC 21, Interim Financial Reporting, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with accounting standard CPC 21 and International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the rules and regulations of the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). Our responsibility is to express a conclusion on this interim accounting information based on our review.

Scope of review

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



Conclusion on the parent company interim information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the CVM.

Conclusion on the consolidated interim information

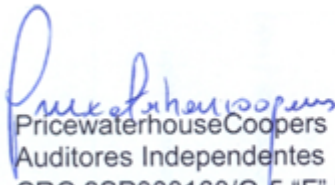
Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information, and presented in accordance with the standards issued by the Brazilian Securities Commission (CVM).

Other matters

Interim statements of value added

We have also reviewed the parent company and consolidated interim statements of value added for the quarter and six-month period ended June 30, 2011, which are required to be presented in accordance with standards issued by the Brazilian Securities Commission (CVM) applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which does not require the presentation of the statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been properly prepared, in all material respects, in relation to the parent company and consolidated interim accounting information taken as a whole.

Belo Horizonte, August 2, 2011


PricewaterhouseCoopers
Auditores Independentes
CRC 2SP000160/O-5 "F" MG


Carlos Augusto da Silva
Contador CRC 1SP197007/O-2 "S" MG

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Company Data / Capital Composition

Number of Shares (Units) Current Quarter 06/30/2011

Paid-up Capital

Common 505,260,684

Preferred 508,525,506

Total 1,013,786,190

In Treasury

Common 2,526,654

Preferred 24,060,356

Total 26,587,010

Company Data / Amount in Kind

Event	Approval	Amounts	Beginning of Payment	Type of Share	Class of Share	Amount per Share (Reais / Share)
Board of Directors Meeting	12/21/2010	Interest on Own Capital	04/04/2011	Common		0,17204
Board of Directors Meeting	02/22/2010	Interest on Own Capital	04/04/2011	Preferred		0,13691
Board of Directors Meeting	12/21/2011	Interest on Own Capital	04/04/2011	Common		0,18925
Board of Directors Meeting	02/22/2011	Interest on Own Capital	04/04/2011	Preferred		0,15060

Individual Financial Statements / Balance Sheet Assets

(In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
1	Total Assets	29,601,309	29,334,772
1.01	Current Assets	7,772,801	8,141,419
1.01.01	Cash and Cash Equivalents	877,185	1,526,767
1.01.02	Financial Investments	202,166	237,134
1.01.03	Accounts Receivable	1,270,251	1,332,014
1.01.03.01	Trade Receivables	1,270,251	1,332,014
1.01.04	Inventories	4,422,957	4,165,982
1.01.08	Other Current Assets	1,000,242	879,522
1.01.08.03	Other	1,000,242	879,522
1.01.08.03.01	Taxes Recoverable	847,755	696,774
1.01.08.03.02	Advances on supplies and services	25,622	28,199
1.01.08.03.03	Financial Instruments	2,935	4,476
1.01.08.03.04	Dividends receivable	2,148	56,324
1.01.08.03.05	Other accounts receivable	121,782	93,749
1.02	Non Current Assets	21,828,508	21,193,353
1.02.01	Long Term Receivables	1,310,648	1,333,824
1.02.01.08	Credits with Related Parties	59,919	55,693
1.02.01.09	Other Non Current Assets	1,250,729	1,278,131
1.02.01.09.03	Deferred Income Tax and Social Contribution	296,122	283,446
1.02.01.09.04	Judicial Deposits	436,031	420,393
1.02.01.09.05	Deposits for tax incentives	5,490	5,490
1.02.01.09.06	Properties for sale	6,905	6,905
1.02.01.09.07	Financial Instruments	319,718	356,899
1.02.01.09.08	Taxes Recoverable	145,366	161,628
1.02.01.09.09	Prepaid Expenses	9,988	11,805
1.02.01.09.10	Other Accounts Receivable	31,109	31,565
1.02.02	Investments	7,367,575	7,098,606
1.02.02.01	Investments	7,367,575	7,098,606
1.02.02.01.01	Interest in Associated Companies	151,013	146,575
1.02.02.01.02	Interest in Subsidiaries	6,500,318	6,260,545
1.02.02.01.03	Interest in Jointly Controlled Subsidiaries	716,244	691,486
1.02.03	Property, plant and equipment	13,004,018	12,615,069
1.02.03.01	Property, plant and equipment in Operation	8,554,487	8,735,502
1.02.03.01.01	Property, plant and equipment in Operation	17,342,887	17,185,190
1.02.03.01.02	Depreciation	-8,788,400	-8,449,688
1.02.03.03	Construction in Progress	4,449,531	3,879,567
1.02.04	Intangible Assets	146,267	145,854

Individual Financial Statements / Balance Sheet Liabilities

(In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
2	Total Liabilities	29,601,309	29,334,772
2.01	Current Liabilities	3,431,656	3,029,790
2.01.01	Social Security and Labor Obligations	198,610	176,155
2.01.02	Suppliers	1,495,248	1,174,054
2.01.03	Tax Obligations	93,377	80,013
2.01.04	Loans and Financing	1,058,823	865,200
2.01.04.01	Loans and Financing	785,068	842,784
2.01.04.02	Debentures	273,755	22,416
2.01.05	Other Obligations	585,598	734,368
2.01.05.01	Liabilities with Related Parties	334,028	332,025
2.01.05.02	Other	251,570	402,343
2.01.05.02.01	Dividends and Interest on Own Capital Payable	2,345	145,175
2.01.05.02.04	Taxes Payable in Installments	67,818	55,402
2.01.05.02.05	Financial Instruments	48,167	73,027
2.01.05.02.06	Advance from Customers	47,454	17,752
2.01.05.02.07	Other Accounts Payable	85,786	110,987
2.02	Non Current Liabilities	8,738,480	8,872,383
2.02.01	Loans and Financing	6,955,320	6,995,538
2.02.01.01	Loans and Financing	6,705,320	6,495,538
2.02.01.02	Debentures	250,000	500,000
2.02.02	Other Obligations	148,989	217,456
2.02.02.01	Liabilities with Related Parties	25,888	41,899
2.02.02.02	Other	123,101	175,557
2.02.02.02.03	Taxes Payable in Installments	44,600	63,007
2.02.02.02.04	Financial Instruments	23,835	22,249
2.02.02.02.05	Other Accounts Payable	54,666	90,301
2.02.04	Provisions	1,634,171	1,659,389
2.02.04.01	Tax Social Security Labor and Civil Provisions	247,100	277,471
2.02.04.01.05	Contingent Liabilities	247,100	277,471
2.02.04.02	Other Provisions	1,387,071	1,381,918
2.02.04.02.03	Provisions for Environmental Liabilities and Retirement Obligations	67,565	79,978
2.02.04.02.04	Provisions for Retirement Benefits	1,319,506	1,301,940
2.03	Net Equity	17,431,173	17,432,599
2.03.01	Realized Capital	12,150,000	12,150,000
2.03.01.01	Common Shares	6,055,436	6,055,436
2.03.01.02	Preferred Shares	6,094,564	6,094,564
2.03.01.03	Additional paid-in-capital	105,295	105,295
2.03.01.04	Treasury Stock	-105,295	-105,295
2.03.04	Revenue Reserves	4,316,992	4,316,992
2.03.04.01	Legal Reserve	687,934	687,934
2.03.04.02	Statutory Reserve	2,910,274	2,910,274
2.03.04.10	For Investment and Working Capital	718,784	718,784
2.03.05	Retained Earnings/ Accumulated Deficit	96,604	0
2.03.06	Equity Valuation Adjustments	869,130	1,039,673
2.03.06.01	Capital Transaction Result	893,228	893,228
2.03.06.02	Reversal of Goodwill Amortization	15,763	100,289

Individual Financial Statements / Balance Sheet Liabilities

(In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
2.03.06.03	Actuarial Gains and Losses	-279,193	-187,552
2.03.06.04	Fair value adjustment of Property, Plan and Equipment	222,646	233,708
2.03.06.05	Fair Value of Property, Plant and Equipment of Associated Companies	16,686	0
2.03.07	Cumulative Translation Adjustments	-1,553	-250,899
2.03.07.01	Reserve of Investments Conversion	-1,553	-245,121
2.03.07.02	Cash Flow Hedge Reserve	0	-5,778
2.03.08	Other Comprehensive Results	0	176,833
2.03.08.01	Unappropriated Dividends	0	176,833

Individual Financial Statements / Statement of Income**(In Thousands of Reais)**

Account Code	Account description	Current Quarter 04/01/2011 to 06/30/2011	Current YTD 01/01/2011 to 06/30/2011	Prior Year Quarter 04/01/2010 to 06/30/2010	Prior YTD 01/01/2010 to 06/30/2010
3.01	Revenue from sale of assets and/or Services	2,693,403	5,410,168	3,204,991	5,885,295
3.02	Cost of Assets and/or Services Sold	-2,586,264	-5,286,329	-2,567,880	-4,703,641
3.03	Gross Result	107,139	123,839	637,111	1,181,654
3.04	Operating Income/Expenses	4,231	85,313	8,627	13,309
3.04.01	Selling Expenses	-52,650	-118,523	-62,717	-116,757
3.04.02	General and Administrative Expenses	-71,022	-137,895	-77,631	-160,395
3.04.04	Other Operating Income	23,362	83,257	64,146	92,115
3.04.05	Other Operating Expenses	12,742	53,019	-5,889	-14,493
3.04.06	Equity in the Results	91,799	205,455	90,718	212,839
3.04.06.01	In associate and subsidiaries	75,519	180,033	85,053	178,129
3.04.06.02	Net capital deficiency	16,280	25,422	5,665	34,710
3.05	Result Before Financial Result and Taxes	111,370	209,152	645,738	1,194,963
3.06	Financial Result	31,433	38,626	-92,155	-214,487
3.07	Result Before Taxes on Profit	142,803	247,778	553,583	980,476
3.08	Income Tax and Social Contribution on Net Income	-31,171	-37,317	-199,547	-300,548
3.08.01	Current	-11,750	-11,750	-116,630	-257,685
3.08.02	Deferred	-19,421	-25,567	-82,917	-42,863
3.09	Net Result from Continued Operations	111,632	210,461	354,036	679,928
3.10	Net Result from Discontinued Operations	0	-124,919	52,667	92,099
3.10.01	Net Gain/Loss on Discontinued Operations	0	-124,919	52,667	92,099
3.11	Net Income/Loss for the Period	111,632	85,542	406,703	772,027
3.99	Earnings per Share - (Reais / Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	Common shares	0.11	0.08	0.04	0.75
3.99.01.02	Preferred shares	0.12	0.09	0.04	0.82
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common shares	0.11	0.08	0.04	0.75
3.99.02.02	Preferred shares	0.12	0.09	0.04	0.82

Individual Financial Statements / Comprehensive Statement of Income**(In Thousands of Reais)**

Account Code	Account Description	Current Quarter 04/01/2011 to 06/30/2011	Current YTD 01/01/2011 to 06/30/2011	Prior Year Quarter 04/01/2010 to 06/30/2010	Prior YTD 01/01/2010 to 06/30/2010
4.01	Net Income for the Period	111,632	85,542	406,703	772,027
4.02	Other Comprehensive Income	-24,813	89,865	-33,870	-29,688
4.02.01	Actuarial gain (loss) with Retirement Benefits	-40,564	-91,641	-67,953	-114,371
4.02.02	Goodwill write-off		-84,526		
4.02.03	Cumulative Translation Adjustment Foreign Subsidiary	-935	243,568	34,042	83,612
4.02.04	Cash Flow Hedge in Subsidiary	0	5,778	41	1,071
4.02.06	Fair Value of Property, Plant and Equipment of Associated Company	16,686	16,686	0	0
4.03	Comprehensive Income for the Period	86,819	175,407	372,833	742,339

Individual Financial Statements / Statement of Cash Flow – Indirect Method

(In Thousands of Reais)

Account Code	Account Description	Current YTD 01/01/2011 to 06/30/2011	Prior YTD 01/01/2010 to 06/30/2010
6.01	Cash Flows from Operating Activities	111,625	800,378
6.01.01	Cash Generated in Operations	391,522	1,462,494
6.01.01.01	Net income (loss) for the year	85,542	772,027
6.01.01.02	Indexation charges and foreign exchange gains/losses, net	-173,630	170,971
6.01.01.03	Interest expenses	235,798	142,479
6.01.01.04	Depreciation and amortization	377,316	366,308
6.01.01.05	Result from sale of property, plant and equipment/investment	-22,391	2,590
6.01.01.06	Result from disposal of discontinued operations	124,919	-92,099
6.01.01.07	Equity in the results	-180,033	-178,129
6.01.01.08	Net capital deficiency	-25,422	-34,710
6.01.01.09	Deferred income tax and social contribution	37,317	300,548
6.01.01.10	Constitution (reversal) of provisions	1,435	-15,221
6.01.01.11	Actuarial losses (gains)	-43,439	-40,084
6.01.01.12	Unrealized profit	-25,890	67,814
6.01.02	Changes in Assets and Liabilities	-279,897	-662,116
6.01.02.01	Marketable securities	34,968	-18,380
6.01.02.02	Trade receivables	50,076	-429,952
6.01.02.03	Inventories	-274,980	-288,169
6.01.02.04	Taxes recoverable	-137,506	81,977
6.01.02.05	Judicial deposits	-30,558	-15,786
6.01.02.06	Receivables from related companies	-4,226	201
6.01.02.07	Other (increase) decrease in assets	-22,304	30,483
6.01.02.08	Suppliers	470,457	293,256
6.01.02.09	Payables to related companies	-38,844	34,588
6.01.02.10	Advances from customers	29,702	70,839
6.01.02.11	Taxes payable	13,364	55,612
6.01.02.12	Payment of actuarial liability	-77,844	-71,258
6.01.02.13	Other increase (decrease) in liabilities	-62,706	-51,869
6.01.02.14	Interest paid	-229,499	-176,720
6.01.02.15	Income tax and social contribution	0	-176,938
6.02	Cash Flow from Investing Activities	-772,998	-1,159,830
6.02.01	Amount received/paid on disposal (acquisition) of investments	35,953	-32,549
6.02.02	Purchases of property, plant and equipment	-900,180	-1,164,306
6.02.03	Dividends received	91,303	37,895
6.02.04	Purchase of intangible assets	-74	-870
6.03	Cash Flow from Financing Activities	24,659	1,166,279
6.03.01	New borrowings, financing and debentures	869,616	1,947,587
6.03.02	Repayment of borrowings and financing and debentures	-478,212	-358,287
6.03.03	Taxes paid in installments	-14,305	-19,772
6.03.04	Settlement of swap transactions	-32,780	-23,157
6.03.05	Dividends and interest on own capital paid	-319,660	-380,092
6.04	Effects of Exchange Changes on Cash and Cash Equivalents	-12,868	5,544
6.05	Increase (Decrease) in Cash and Cash Equivalents	-649,582	812,371
6.05.01	Opening Balance of Cash and Cash Equivalents	1,526,767	1,322,381
6.05.02	Closing Balance of Cash and Cash Equivalents	877,185	2,134,752

Individual Financial Statements / Statements of Changes in Equity - 01/01/2011 to 06/30/2011**(In Thousands of Reais)**

Account Code	Account Description	Paid up Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserve	Retained Earnings/ Accumulated Deficit	Other Comprehensive Results	Net Equity
5.01	Opening Balances	12,150,000	0	4,316,992	0	965,607	17,432,599
5.03	Adjusted Opening Balances	12,150,000	0	4,316,992	0	965,607	17,432,599
5.04	Capital Transactions with Shareholders	0	0	0	0	-176,833	-176,833
5.04.07	Shareholders	0	0	0	0	-176,833	-176,833
5.05	Total Comprehensive Result	0	0	0	96,604	78,803	175,407
5.05.01	Net Income for the Period	0	0	0	85,542	0	85,542
5.05.02	Other Comprehensive Results	0	0	0	11,062	78,803	89,865
5.05.02.06	Cash Flow Hedge	0	0	0	0	5,778	5,778
5.05.02.07	Fair value adjustment - Property, Plant and Equipment	0	0	0	11,062	-11,062	0
5.05.02.08	Actuarial Loss (gain)	0	0	0	0	-91,641	-91,641
5.05.02.09	Cumulative Translation Adjustment – Foreign Subsidiary	0	0	0	0	243,568	243,568
5.05.02.10	Fair value of subsidiaries fixed assets	0	0	0	0	16,686	16,686
5.05.002.11	Goodwill	0	0	0	0	-84,526	-84,526
5.07	Closing Balances	12,150,000	0	4,316,992	96,604	867,577	17,431,173

Individual Financial Statements / Statements of Changes in Equity - 01/01/2010 to 06/30/2010

(In Thousands of Reais)

Account Code	Account Description	Paid up Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings/ Accumulated Deficit	Other Comprehensive Results	Net Equity
5.01	Opening Balances	12,150,000	0	3,315,028	-41,277	221,901	15,645,652
5.03	Adjusted Opening Balances	12,150,000	0	3,315,028	-41,277	221,901	15,645,652
5.04	Capital Transactions with Shareholders	0	0	0	377	-72,367	-71,990
5.04.06	Dividends	0	0	0	0	-72,367	-72,367
5.04.08	Prescribed Dividends	0	0	0	377	0	377
5.05	Total Comprehensive Result	0	0	0	669,103	73,236	742,339
5.05.01	Net Income for the Period	0	0	0	772,027	0	772,027
5.05.02	Other Comprehensive Results	0	0	0	-102,924	73,236	-29,688
5.05.02.03	Equity in Comprehensive Result Subsidiaries and Associated Companies	0	0	0	0	1,071	1,071
5.05.02.06	Fair value adjustment - property, plant and equipment	0	0	0	11,447	-11,447	0
5.05.02.07	Actuarial loss (gain) with retirement benefits, net of taxes	0	0	0	-114,371	0	-114,371
5.05.02.08	Cumulative Translation Adjustment – Foreign Subsidiary	0	0	0	0	83,612	83,612
5.07	Closing Balances	12,150,000	0	3,315,028	628,203	222,770	16,316,001

Individual Financial Statements / Statement of Value Added

(In Thousands of Reais)

Account Code	Account Description	Current YTD 01/01/2011 to 06/30/2011	Prior YTD 01/01/2010 to 06/30/2010
7.01	Revenues	7,301,018	7,955,045
7.01.01	Sales of Goods, Products and Services	7,234,877	7,950,497
7.01.02	Other Revenues	75,233	4,548
7.01.04	Provision/Reversal of Allowance for Doubtful Accounts	-9,092	0
7.02	Inputs Acquired from Third Parties	-6,620,757	-5,191,287
7.02.01	Cost Products, Goods and Services Sold	0	-4,890,105
7.02.02	Materials, Energy, Outsourced Services and Other	-6,409,614	-301,182
7.02.03	Loss/Recovery of Assets Value	-211,143	0
7.03	Gross Value Added	680,261	2,763,758
7.04	Retentions	-377,316	-366,308
7.04.01	Depreciation, Amortization and Depletion	-377,316	-366,308
7.05	Net Value Added	302,945	2,397,450
7.06	Value Added Received in Transfer	644,646	464,660
7.06.01	Equity in the Results	205,455	304,938
7.06.02	Financial Income	146,720	119,638
7.06.03	Other	292,471	40,084
7.06.03.01	Actuarial Gains and Losses	43,439	40,084
7.06.03.02	Net Exchange Gains	249,032	0
7.07	Total Value Added to be Distributed	947,591	2,862,110
7.08	Distribution of Value Added	947,591	2,862,110
7.08.01	Personnel	444,281	416,869
7.08.01.01	Direct Remuneration	337,009	317,950
7.08.01.02	Benefits	70,891	64,142
7.08.01.03	Severance Fund F.G.T.S.	36,381	34,777
7.08.02	Taxes, Fees and Contributions	-56,652	1,339,571
7.08.02.01	Federal	215,865	708,095
7.08.02.02	State	-289,440	617,538
7.08.02.03	Municipal	16,923	13,938
7.08.03	Remuneration of Third Party Capital	349,501	333,643
7.08.03.01	Interest	306,044	179,179
7.08.03.03	Other	43,457	154,464
7.08.04	Remuneration of Own Capital	210,461	772,027
7.08.04.03	Retained Earnings / Accumulated deficit	210,461	772,027

Consolidated Financial Statements / Balance Sheet - Assets

(In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
1	Total Assets	32,226,804	31,784,751
1.01	Current Assets	13,821,404	12,270,576
1.01.01	Cash and Cash Equivalents	3,640,345	4,145,779
1.01.02	Financial Investments	1,989,197	397,787
1.01.03	Accounts Receivable	1,646,133	1,735,127
1.01.03.01	Trade Receivables	1,646,133	1,735,127
1.01.04	Inventories	5,243,236	4,898,311
1.01.08	Other Current Assets	1,302,493	1,093,572
1.01.08.03	Other	1,302,493	1,093,572
1.01.08.03.01	Taxes Recoverable	992,615	823,271
1.01.08.03.02	Advance on Supplies and Services	79,460	70,065
1.01.08.03.03	Financial Instruments	21,055	24,294
1.01.08.03.04	Dividends receivable	11,119	0
1.01.08.03.05	Other Accounts Receivable	198,244	175,942
1.02	Non Current Assets	18,405,400	19,514,175
1.02.01	Long Term Receivables	1,423,919	1,436,133
1.02.01.08	Credits with Related Parties	5,834	5,960
1.02.01.08.01	Credits with Associated Companies	0	669
1.02.01.08.03	Credits with shareholders	5,834	5,291
1.02.01.09	Other Non Current Assets	1,418,085	1,430,173
1.02.01.09.03	Judicial Deposits	462,317	443,879
1.02.01.09.04	Financial Instruments	319,718	356,899
1.02.01.09.05	Taxes Recoverable	161,215	174,970
1.02.01.09.06	Deferred Income Tax and Social Contribution	420,971	398,223
1.02.01.09.07	Other Accounts Receivable	53,864	56,202
1.02.02	Investments	423,836	2,061,186
1.02.02.01	Interest Corporation	423,836	2,061,186
1.02.03	Property, plant and equipment	14,830,640	14,275,006
1.02.03.01	Property, plant and equipment in Operation	10,142,651	9,744,385
1.02.03.01.01	Property, plant and equipment in Operation	19,644,214	18,869,091
1.02.03.01.02	Depreciation	-9,501,563	-9,124,706
1.02.03.02	Leased property, plant and equipment	4,687,989	4,530,621
1.02.04	Intangible assets	1,727,005	1,741,850

Consolidated Financial Statements / Balance Sheet - Liabilities

(In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
2	Total Liabilities	32,226,804	31,784,751
2.01	Current Liabilities	3,970,111	3,497,015
2.01.01	Social and Labor Obligations	331,438	287,209
2.01.02	Suppliers	1,613,315	1,288,109
2.01.03	Tax Obligations	261,434	309,034
2.01.03.01	Federal Tax Obligations	261,434	309,034
2.01.03.01.01	Income Tax and Social Contribution Payable	120,793	178,593
2.01.03.01.02	Taxes Payable	140,641	130,441
2.01.04	Loans and Financing	1,108,300	812,976
2.01.04.01	Loans and Financing	834,545	790,560
2.01.04.02	Debentures	273,755	22,416
2.01.05	Other Obligations	655,624	799,687
2.01.05.01	Liabilities with Related Parties	63,168	72,621
2.01.05.02	Other	592,456	727,066
2.01.05.02.01	Dividends and Interest on Own Capital Payable	2,347	159,819
2.01.05.02.04	Taxes Payable in Installments	69,769	57,555
2.01.05.02.05	Financial Instruments	48,167	73,027
2.01.05.02.06	Advances from Customers	280,188	180,728
2.01.05.02.07	Other Accounts Payable	191,985	255,937
2.02	Non Current Liabilities	9,148,310	9,258,299
2.02.01	Loans and Financing	6,867,317	6,904,124
2.02.01.01	Loans and Financing	6,617,317	6,404,124
2.02.01.02	Debentures	250,000	500,000
2.02.02	Other Obligations	521,079	602,371
2.02.02.01	Liabilities with Related Parties	25,888	41,898
2.02.02.02	Other	495,191	560,473
2.02.02.02.03	Taxes Payable in Installments	52,346	70,538
2.02.02.02.04	Financial Instruments	401,800	437,195
2.02.02.02.05	Other Accounts Payable	41,045	52,740
2.02.04	Provisions	1,759,914	1,751,804
2.02.04.01	Tax, Social Security Labor and Civil Provisions	317,142	314,954
2.02.04.02	Other Provisions	1,442,772	1,436,850
2.02.04.02.03	Provisions for Environmental Liabilities and Retirement Obligation	123,266	134,910
2.02.04.02.04	Provisions for Retirement Benefits	1,319,506	1,301,940
2.03	Consolidated Net Equity	19,108,383	19,029,437
2.03.01	Realized Capital	12,150,000	12,150,000
2.03.01.01	Common Shares	6,055,436	6,055,436
2.03.01.02	Preferred Shares	6,094,564	6,094,564
2.03.01.03	Treasury Stock	-105,295	-105,295
2.03.01.04	Additional paid-in capital	105,295	105,295
2.03.04	Revenue Reserves	4,316,992	4,316,992
2.03.04.01	Legal Reserve	687,934	687,934
2.03.04.02	Statutory Reserve	2,910,274	2,910,274
2.03.04.10	Investment for Working Capital	718,784	718,784
2.03.05	Retained Earnings/ Accumulated Deficit	96,604	0

Consolidated Financial Statements / Balance Sheet Liabilities

In Thousands of Reais)

Account Code	Account Description	06/30/2011	12/31/2010
2.03.06	Equity Valuation Adjustments	869,130	1,039,673
2.03.06.01	Capital Transaction Result	893,228	893,228
2.03.06.02	Reserve for Goodwill amortization	15,763	100,289
2.03.06.03	Actuarial Gains and Losses	-279,193	-187,552
2.03.06.04	Fair value adjustment of Property, Plant and Equipment	222,646	233,708
2.03.06.05	Fair Value Adjustment of Property, Plant and Equipment	16,686	0
2.03.07	Cumulative Translation Adjustments – Foreign Subsidiary	-1,553	-250,899
2.03.07.01	Reserve from Investments Conversion	-1,553	-245,121
2.03.07.02	Cash Flow Hedge Reserve	0	-5,778
2.03.08	Other Comprehensive Results	0	176,833
2.03.08.01	Unappropriated Dividends	0	176,833
2.03.09	Noncontrolling interest	1,677,210	1,596,838

Consolidated Financial Statements / Statement of Income**(In Thousands of Reais)**

Account Code	Account Description	Current Quarter 04/01/2011 to 06/30/2011	Current YTD 01/01/2011 to 06/30/2011	Prior Year Quarter 04/01/2010 06/30/2010	Prior YTD 01/01/2010 to 06/30/2010
3.01	Revenue from Sale of Assets and/or Services	3,025,659	6,089,135	3,586,635	6,629,434
3.02	Cost of Assets and/or Services Sold	-2,605,607	-5,370,364	-2,760,288	-5,103,207
3.03	Gross Result	420,052	718,771	826,347	1,526,227
3.04	Operating Expenses/ Income	-184,617	-304,129	-134,203	-281,608
3.04.01	Selling Expenses	-95,242	-206,382	-96,581	-172,036
3.04.02	General and Administrative Expenses	-135,635	-261,523	-122,473	-245,933
3.04.04	Other Operating Income	29,326	99,244	74,849	106,767
3.04.05	Other Operating Expenses	3,213	32,835	-4,882	554
3.04.06	Equity in the Results	13,721	31,697	14,884	29,040
3.05	Result Before Financial Result and Taxes	235,435	414,642	692,144	1,244,619
3.06	Financial Result	45,615	89,088	-90,256	-172,249
3.07	Result Before taxes on Profit	281,050	503,730	601,888	1,072,370
3.08	Income Tax and Social Contribution on Net Income	-124,451	-206,191	-239,820	-374,530
3.08.01	Current	-114,175	-187,771	-148,893	-313,191
3.08.02	Deferred	-10,276	-18,420	-90,927	-61,339
3.09	Net Result from Continued Operations	156,599	297,539	362,068	697,840
3.10	Net Result from Discontinued Operations	0	-124,919	52,667	92,099
3.10.02	Net Gains/Losses on Assets from Discontinued Operations	0	-124,919	52,667	92,099
3.11	Consolidated Net Income/Loss for the Period	156,599	172,620	414,735	789,939
3.11.01	Attributed to Parent Company shareholders	111,632	85,542	406,703	772,027
3.11.02	Attributed to Noncontrolling interest	44,967	87,078	8,032	17,912
3.99.01	Earnings per Share - (Reais / Share)				
3.99.01	Basic Earnings per Share				
3.99.01.01	Common shares	0.11	0.08	0.04	0.75
3.99.01.02	Preferred shares	0.12	0.09	0.04	0.82
3.99.02	Diluted Earnings per Share				
3.99.02.01	Common shares	0.11	0.08	0.04	0.75
3.99.02.02	Preferred shares	0.12	0.09	0.04	0.82

Consolidated Financial Statements /Comprehensive Statement of Income

(In Thousands of Reais)

Account Code	Account Description	Current Quarter 04/01/2011 to 06/30/2011	Current YTD 01/01/2011 to 06/30/2011	Prior Year Quarter 04/01/2010 to 06/30/2010	Prior YTD 01/01/2010 to 06/30/2010
4.01	Consolidated Net Income for the Period	156,599	172,620	414,735	789,939
4.02	Other Comprehensive Income	-24,813	89,865	-33,866	-29,688
4.02.01	Actuarial gain (loss) from Retirement Benefits	-40,564	-91,641	-67,949	-114,371
4.02.02	Goodwill Disposal	0	-84,526	0	0
4.02.03	Exchange variation on foreign subsidiary	-935	243,568	34,042	83,612
4.02.04	Cash Flow Hedge in Subsidiary	0	5,778	41	1,071
4.02.05	Fair Value Adjustment of Property, Plant and Equipment	16,686	16,686	0	0
4.03	Consolidated Comprehensive Income for the Period	131,786	262,485	380,869	760,251
4.03.01	Attributed to Parent Company Shareholders	86,819	175,407	372,837	742,339
4.03.02	Attributed to Noncontrolling interest	44,967	87,078	8,032	17,912

Consolidated Financial Statements / Statement of Cash Flow – Indirect Method
(In Thousands of Reais)

Account Code	Account Description	Current YTD 01/01/2011 to 06/30/2011	Prior YTD 01/01/2010 to 06/30/2010
6.01	Cash Flow from Operating Activities	-1,126,995	746,708
6.01.01	Cash Generated in Operations	868,418	1,657,860
6.01.01.01	Net Income (loss) for the year	172,620	789,939
6.01.01.02	Indexation charges and foreign exchange gain/losses, net	-216,681	109,687
6.01.01.03	Interest expenses	249,766	157,163
6.01.01.04	Depreciation and amortization	428,400	400,447
6.01.01.05	Result from sale of property, plant and equipment/investment	-18,355	2,590
6.01.01.06	Result on disposal of discontinued operations	124,919	-92,099
6.01.01.07	Equity in the results	-31,697	-29,039
6.01.01.08	Deferred income tax and social contribution	206,191	374,530
6.01.01.09	Constitution (reversal) of provisions	-3,306	-15,273
6.01.01.10	Actuarial losses (gains)	-43,439	-40,084
6.01.02	Changes in Assets and Liabilities	-1,995,413	-911,152
6.01.02.01	Marketable Securities	-1,591,410	-48,408
6.01.02.02	Trade Receivables	114,618	-504,600
6.01.02.03	Inventories	-344,925	-361,705
6.01.02.04	Taxes recoverable	-158,373	4,287
6.01.02.05	Judicial deposits	-31,651	-19,761
6.01.02.06	Receivables from related companies	126	480
6.01.02.07	Other (increases) decreases in assets	-46,921	374
6.01.02.08	Suppliers	519,796	301,018
6.01.02.09	Payables to related companies	-25,464	-19,771
6.01.02.10	Advances from customers	99,460	122,865
6.01.02.11	Taxes payable	10,200	62,196
6.01.02.13	Payment of actuarial liability	-77,844	-72,774
6.01.02.14	Other increase (decrease) in liabilities	-86,673	32,923
6.01.02.15	Interest paid	-250,295	-197,021
6.01.02.16	Income tax and social contribution payable	-126,057	-211,255
6.02	Cash Flow from Investing Activities	512,889	-1,506,598
6.02.01	Amount received/paid on disposal (acquisition) of investments	1,656,740	-32,527
6.02.02	Purchases of property, plant and equipment	-1,154,988	-1,514,535
6.02.03	Proceeds from sale of fixed assets	-63	0
6.02.04	Dividends received	12,320	42,795
6.02.05	Purchase of intangible assets	-2,379	-2,331
6.02.06	Amount received from sale of property, plant and equipment	1,259	0
6.03	Cash Flow from Financing Activities	121,540	1,290,431
6.03.01	New borrowings, financing and debentures	909,001	2,132,010
6.03.02	Repayment of borrowings, financing and debentures	-412,017	-431,703
6.03.03	Taxes paid in installments	-14,808	-20,433
6.03.04	Settlement of swap transactions	-19,626	-9,318
6.03.05	Dividends and interest on own capital paid	-341,010	-380,125
6.04	Exchange gains/losses on Cash and Cash Equivalents	-12,868	5,544
6.05	Increase (Decrease) in Cash and Cash Equivalents	-505,434	536,085
6.05.01	Opening Balance of Cash and Cash Equivalents	4,145,779	2,098,196
6.05.02	Closing Balance of Cash and Cash Equivalents	3,640,345	2,634,281

Consolidated Financial Statements / Statements of Changes in Equity - 01/01/2011 to 06/30/2011**(In Thousands of Reais)**

Account Code	Account Code	Paid up Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings/ Accumulated Deficit	Other Comprehensive Results	Net Equity	Noncontrolling Interest	Consolidated Net Equity
5.01	Opening Balances	12,150,000	0	4,316,992	0	965,607	17,432,599	1,596,838	19,029,437
5.03	Adjusted Opening Balances	12,150,000	0	4,316,992	0	965,607	17,432,599	1,596,838	19,029,437
5.04	Capital Transactions with Shareholders	0	0	0	0	-176,833	-176,833	-6,706	-183,539
5.04.06	Dividends	0	0	0	0	0	0	-6,706	-6,706
5.04.07	Interest on Own Capital	0	0	0	0	-176,833	-176,833	0	-176,833
5.05	Total Comprehensive Result	0	0	0	96,604	78,803	175,407	87,078	262,485
5.05.01	Net Income for the Period	0	0	0	85,542	0	85,542	87,078	172,620
5.05.02	Other Comprehensive Results	0	0	0	11,062	78,803	89,865	0	89,865
5.05.02.06	Cash Flow Hedge	0	0	0	0	5,778	5,778	0	5,778
5.05.02.07	Actuarial loss (gain)	0	0	0	0	-91,641	-91,641	0	-91,641
5.05.02.08	Cumulative Translation Adjustment - Foreign Subsidiary	0	0	0	0	243,568	243,568	0	243,568
5.05.02.09	Fair value adjustment of Property, Plant and Equipment	0	0	0	11,062	-11,062	0	0	0
5.05.02.10	Cumulative Translation Adjustment – Foreign Subsidiary	0	0	0	0	16,686	16,686	0	16,686
5.05.02.11	Goodwill Disposal	0	0	0	0	-84,526	-84,526	0	-84,526
5.07	Closing Balances	12,150,000	0	4,316,992	96,604	867,577	17,431,173	1,677,210	19,108,383

Consolidated Financial Statements / Statements of Changes in Equity - 01/01/2010 to 06/30/2010**(In Thousands of Reais)**

Account Code	Account Description	Paid up Capital	Capital Reserves, Options Granted and Treasury Stock	Revenue Reserves	Retained Earnings/ Accumulated Deficit	Other Comprehensive Results	Net Equity	Noncontrolling Interest	Consolidated Net Equity
5.01	Opening Balances	12,150,000	0	3,315,028	-41,277	221,901	15,645,652	355,406	16,001,058
5.03	Adjusted Opening Balances	12,150,000	0	3,315,028	-41,277	221,901	15,645,652	355,406	16,001,058
5.04	Capital Transactions with shareholders	0	0	0	377	-72,367	-71,990	3,620	-68,370
5.04.06	Dividends	0	0	0	0	-72,367	-72,367	-41	-72,408
5.04.08	Prescribed Dividends	0	0	0	377	0	377	0	377
5.04.09	Changes in Participations that do not Result in Loss of Control	0	0	0	0	0	0	3,661	3,661
5.05	Total Comprehensive Result	0	0	0	669,103	73,236	742,339	17,912	760,251
5.05.01	Net Income for the Period	0	0	0	772,027	0	772,027	17,912	789,939
5.05.02	Other Comprehensive Results	0	0	0	-102,924	73,236	-29,688	0	-29,688
5.05.02.01	Financial Instruments Adjustments	0	0	0	0	1,071	1,071	0	1,071
5.05.02.06	Fair value adjustment of Property, Plant and Equipment	0	0	0	11,447	-11,447	0	0	0
5.05.02.08	Cumulative Translation Adjustment - Foreign Subsidiary	0	0	0	0	83,612	83,612	0	83,612
5.05.02.09	Actuarial liabilities adjustments	0	0	0	-114,371	0	-114,371	0	-114,371
5.07	Closing Balances	12,150,000	0	3,315,028	628,203	222,770	16,316,001	376,938	16,692,939

Consolidated Financial Statements / Statement of Value Added
(In Thousands of Reais)

Account Code	Account Description	Current YTD 01/01/2011 to 06/30/2011	Prior YTD 01/01/2010 to 06/30/2010
7.01	Revenues	8,167,002	8,629,337
7.01.01	Sales of Goods, Products and Services	8,088,408	8,625,677
7.01.02	Other Revenues	89,071	4,835
7.01.04	Provision/Reversal of Allowance for Doubtful Accounts	-10,477	-1,175
7.02	Inputs Acquired from Third Parties	-6,813,771	-5,820,245
7.02.01	Costs of Products, Goods and Services Sold	-6,425,867	-5,477,031
7.02.02	Materials, Energy, Third Party Services and Other	-387,904	-343,214
7.03	Gross Value Added	1,353,231	2,809,092
7.04	Retentions	-428,400	-400,447
7.04.01	Depreciation, Amortization and Depletion	-428,400	-400,447
7.05	Net Value Added	924,831	2,408,645
7.06	Value Added Received in Transfer	494,749	308,090
7.06.01	Equity in the Results	31,697	121,139
7.06.02	Financial Income	294,767	146,867
7.06.03	Other	168,285	40,084
7.06.03.01	Actuarial Gains and Losses	43,439	40,084
7.06.03.02	Net Foreign Exchange Variations	124,846	0
7.07	Total Value Added to be Distributed	1,419,580	2,716,735
7.08	Distribution of Value Added	1,419,580	2,716,735
7.08.01	Personnel	904,692	800,174
7.08.01.01	Direct Remuneration	756,057	667,575
7.08.01.02	Benefits	85,354	75,489
7.08.01.03	Severance Fund - F.G.T.S.	63,281	57,110
7.08.02	Taxes, Fees and Contributions	-105,494	808,588
7.08.02.01	Federal	326,637	480,909
7.08.02.02	State	-459,947	303,458
7.08.02.03	Municipal	27,816	24,221
7.08.03	Remuneration of Third Party Capital	322,843	318,034
7.08.03.01	Interest	327,121	213,389
7.08.03.03	Other	-4,278	104,645
7.08.04	Remuneration of Own Capital	297,539	789,939
7.08.04.03	Retained Earnings / Loss for the Period	297,539	772,027
7.08.04.04	Noncontrolling interest in Retained Earnings	0	17,912

Management Report / Discussion on Performance

DISCUSSION OF CONSOLIDATED PERFORMANCE FOR THE 2nd. QUARTER OF 2011

The consolidated net income for the 1st. half of 2011 reached R\$ 172,620 thousand against a net income of R\$ 789,939 thousand for the same 2010 period. The weaker performance for 2011 is due to:

- The lower volume sold by the steel company at 265 thousand tons:
- The impacts in the production cost arising from the increase in the prices of raw materials; and
- The result on sale of Ternium shares of R\$ 125 million.

Net income increased from R\$ 16,021 thousand for the 1st quarter of 2011, to net income in the 2nd. quarter of 2011 of R\$ 140,578 thousand. The prior quarter was affected by the loss on the sale of Ternium shares, whereas the 2nd. quarter includes gains arising from reversal of judicial contingency provisions.

Net Revenue

The consolidated net revenue totaled R\$ 6,089,135 thousand in the accumulated for 2011, 8.1% lower than the revenue reached in the 1st. half of 2010, mainly due to the lower volume of steel products sold.

When compared to the 1st. quarter of 2011 of R\$ 3,063,476 thousand, the net revenue for the 2nd quarter was stable. Despite the lower volume sold, the sales price practiced was 5.1% higher.

Cost of products sold

The consolidated cost of products sold reached R\$ 5,370,364 thousand in the current year, 5.2% higher than the 1st. half of 2010 mainly due to the readjustments of manpower and increase in the price of raw materials, as iron ore and pellets.

In comparison to the prior quarter of R\$ 2,764,757 thousand, the cost of products sold for the 2nd. quarter of 2011 was 5.8% lower, despite the impacts from readjustments in raw materials. The decrease in the 2nd. quarter was due to the decrease of outsourced services and products for resale.

Operating Expenses

The consolidated operating expenses (Selling, Administrative and Other operating expenses) amounted to R\$ 335,826 thousand in the 1st. half of 2011, R\$ 25,178 thousand higher than the R\$ 310,647 thousand for the same 2010 period. This increase is basically due to the increase in personnel expenses and social charges due to collective agreements and also to the increase in the distribution costs from ore export.

In relation to the prior quarter of R\$ 137,488 thousand, the operating expenses were higher at R\$ 60,850 thousand. This increase is mainly due to the gain in the recovery of taxes in the amount of R\$86 million and to the gain on the sale of Usifast, in the amount of R\$ 25 million in the 1st. quarter, whereas, the 2nd. quarter is negatively affected by contingent expenses of R\$ 55 million and payment of R\$ 10 million of Service Tax (ISS) for the municipality of Cubatão.

Financial Revenues

The consolidated net financial result presented a revenue of R\$ 89,088 thousand in the 1st. half of 2011, against R\$ 172,249 thousand of expenses for the same 2010 period, basically due to the foreign exchange effects from the appreciation of real before the US dollar of 6.31% in 2011 and devaluation of 3.46% in the first half of 2010.

The 2nd. quarter of 2011 presents net revenues of R\$ 45,615 thousand, 4.9% above the revenues for the 1st. quarter of 2011 in the amount of R\$ 43,473 thousand. The increase in revenues may be attributed to the foreign exchange gains arising from the appreciation of real before the US dollar of 4.15% in the 2nd. quarter of 2011 and of 2.25% in the 1st. quarter of 2011.

Participation in subsidiaries

The participation in subsidiaries reached a revenue of R\$ 31,697 thousand in the 1st. half of 2011, against a revenue of R\$ 29,040 thousand in the same 2010 period, being stable.

In comparison to the 1st. quarter of 2011, in which a gain of R\$ 17,976 thousand was assessed, the amount for the 2nd. quarter was R\$ 13,721 thousand. This decrease is mainly due to the reduction in the equity in the results of MRS Logística.

EBITDA

The consolidated EBITDA for 2011 reached R\$ 702,266 thousand and presented a decrease of 55.6% in relation to the 1st. half of the prior year of R\$ 1,582,460 thousand, mainly due to the impacts on the production cost from the increase in the prices of raw materials and to the lower volume sold by the steel company. The EBITDA margin decreased from 23.9% in the 1st. half of 2010 to 11.5% in the current period.

In comparison to the 1st. quarter of 2011 of R\$ 337,006 thousand and margin of 11.0%, the EBITDA for the 2nd. quarter increased 8.4%, reaching R\$ 365,260 thousand and margin of 12.1%. The improvement in the margin is related to the better prices practiced by the steel company and to the reduction in the costs with outsourced services and products for resale.

Indebtedness

The total consolidated indebtedness (loans and financing, debentures, taxes in installments and Femco) reached R\$ 8,381,465 thousand on 06.30.2011 against R\$ 8,142,082 thousand on 12.31.2010. The indebtedness in foreign currency represented 44.1% of total indebtedness on 06.30.2011 and 49.8% on 12.31.2010.

Production Indicators

Steel Company

Ipatinga and CubatãoPlants	Up to June 2011	Up to June 2010	2nd. quarter 2011	1st. quarter 2011
Liquid Steel	3,715	3,883	1,893	1,822
Crude Steel	3,641	3,757	1,858	1,783
Coke	1,524	1,457	791	733
Rolled Steel	3,122	3,542	1,504	1,618

Mining

	Up to June 2011	Up to June 2010	2nd. quarter 2011	1st. quarter 2011
Production	3,090	3,234	1,536	1,554
Sales to third parties	536	405	323	213
Transferred/ sold to the plants	2,205	2,810	1,170	1,035

1 Operations

Usinas Siderúrgicas de Minas Gerais S.A. – USIMINAS (“Usiminas” or the “Company”), headquartered in Belo Horizonte, State of Minas Gerais, operates in the steel industry and related activities. The Company produces flat rolled carbon steel at the Intendente Câmara plant in Ipatinga, State of Minas Gerais and the José Bonifácio de Andrada e Silva plant in Cubatão, State of São Paulo, for the Brazilian domestic and foreign markets.

The Company, through its subsidiaries, jointly-controlled and associated companies (collectively named Usiminas Companies), has several service and distribution centers in Brazil, in addition to the Cubatão and Praia Mole ports located in the states of São Paulo and Espírito Santo, respectively, as strategic ports for disposal of its production.

The activities of Usiminas Companies are described in Note 1 to the financial statements for the year ended December 31, 2010, filed with the Brazilian Securities Commission (CVM).

The Company's shares are listed for trading on the Brazilian stock exchange in São Paulo (“BM&FBovespa”):USIM3).

2 Approval of the interim financial statements

The interim financial statements included in this Quarterly Information Form (ITR) of the parent company and consolidated were approved for issue by the Company's Board of Directors on August 2, 2011.

3 Presentation of the interim financial statements and summary of principal accounting policies

The principal accounting policies applied in the preparation of these financial statements are consistent with the policies described in Note 3 to the Company Financial Statements for the year then ended December 31, 2010, filed with CVM. These policies have been consistently adopted for all the periods presented, unless otherwise stated.

To assure consistency for comparison purposes certain figures have been altered in relation to the Company's previously issued reports.

3.1 Preparation basis

(a) Individual interim financial statements – Parent Company

The individual interim financial statements of USIMINAS, presented as Parent Company, have been prepared in accordance with CPC 21, “Interim Statements”, based on the rules and regulations of the CVM.

These interim financial statements should be read together with the Company financial statements for the year ended on December 31, 2010.

(b) Consolidated interim financial statements

The consolidated interim statements, herein presented as Consolidated, have been prepared and are being presented in accordance with the CPC 21, “Interim Statements”, in accordance with CVM regulations

The consolidated interim financial statements, herein presented as Consolidated, have also been prepared in accordance with IAS 34, “Presentation of Interim Financial Reports”, based on CVM rules.

These interim financial statements should be read together with the Company Financial Statements for the year ended on December 31, 2010.

3.2 Accounting standards, amendments and interpretations that are not yet effective

In the six month period ended June 30, 2011 no standards, amendments and interpretations, besides the ones disclosed in Note 3.25 of the Company’s financial statements for the year ended December 31, 2010, have been issue. No amendments occurred in relation to expected impacts which have been disclosed in the said financial statements that could affect the interim financial statements.

4 Financial Risk Management

At June 30, 2011, there have been no alterations to the policies and management of financial risks in relation to those disclosed in the Company’s financial statements for the year ended December 31, 2010.

The information related to: (a) cash flow of financial instruments; (b) assets and liabilities linked to foreign exchange variation; (c) opening of loans and financing and debentures by currency and interest rate; (d) financial leverage index and (e) classification of assets and liabilities measured at fair value are not significantly different from those disclosed in the Company financial statements at December 31, 2010 and accordingly, have not been repeated in theses interim financial statements.

4.1 Fair value estimates

(a) Fair value of loans and financing

The carrying amount of loans and financing, except for transactions quoted in the capital market, approximates their fair value. For capital market transactions, such as debentures and bonds, the fair value reflects the value traded in the market. The difference between the carrying amount and market value is calculated in accordance with the rates disclosed in the websites of the Futures and Commodities Exchange (BM&F), Broadcast and Bloomberg, summarized as follows:

	06/30/2011		Parent Company 12/31/2010	
	Carrying amount	Market value	Carrying amount	Market value
Bank loans- foreign currency	2,565,470	2,565,470	2,965,974	2,965,974
Bank Loans –domestic currency	3,631,335	3,631,335	3,004,711	3,004,711
Debentures	523,755	523,755	522,416	522,416
Bonds	1,293,583	1,293,583	1,367,637	1,367,637
	8,014,143	8,014,143	7,860,738	7,860,738

	06/30/2011		Consolidated 12/31/2010	
	Carrying amount	Market value	Carrying amount	Market value
Bank loans- foreign currency	2,734,529	2,734,529	3,030,211	3,030,211
Bank Loans –domestic currency	3,759,085	3,759,085	3,141,711	3,141,711
Debentures	523,755	523,755	522,416	522,416
Bonds	958,248	951,327	1,022,762	1,017,164
	7,975,617	7,968,696	7,717,100	7,711,502

At June 30, 2011 and December 31, 2010, the market values of loans and financing do not differ significantly from their carrying amounts, since they were contracted and are recorded based on rates and conditions which approximate those in the market for transactions of similar nature, risk and terms.

(b) Other financial assets and liabilities

The fair values of other financial assets and liabilities do not significantly differ from their carrying amounts, inasmuch as they were negotiated and are recorded at rates and conditions traded in the market for transactions of similar nature, risk and term.

4.2 Sensitivity analysis

In preparing the sensitivity analysis for derivative financial instruments, the Company used the quotations available in the financial market, to determine estimated future amounts of swap transactions for the probable scenario. Scenarios II and III were stressed based on factors of 25% and 50% from the base risk level deemed as probable by management.

(a) Exchange rate risk

(i) Parent Company

		06/30/2011		
		Gain (loss)		
<u>Transaction</u>	<u>Risk</u>	<u>Probable Scenario I</u>	<u>Scenario II</u>	<u>Scenario III</u>
Swap	Increase in the CDI	(20,799)	(24,290)	(32,323)
Swap	Decrease in LIBOR	(9,414)	(10,392)	(11,370)
Swap	Decrease in LIBOR	(24,461)	(27,771)	(31,082)
Swap	Decrease in the price of aluminum	2,421	(3,658)	(9,737)
Swap	Decrease in the price of cooper	150	(166)	(482)
Swap	Decrease in the price of zinc	370	(1,576)	(3,522)
Swap	Increase in the CDI	(441)	(20,034)	(40,008)
Swap	Decrease in LIBOR	(2,972)	(7,141)	(11,310)
Swap	Increase in the CDI	(458)	(588)	(714)
		12/31/2010		
		Gain (loss)		
<u>Transaction</u>	<u>Risk</u>	<u>Probable Scenario I</u>	<u>Scenario II</u>	<u>Scenario III</u>
Swap	Increase in the CDI	(135,576)	(160,368)	(185,708)
Swap	Decrease in LIBOR	(12,870)	(14,676)	(16,482)
Swap	Decrease in LIBOR	(25,574)	(31,187)	(36,800)
Swap	Decrease in the price of aluminum	4,119	(9,976)	(24,071)
Swap	Decrease in the price of nickel	127	67	6
Swap	Decrease in the price of cooper	284	(325)	(933)
Swap	Decrease in the price of zinc	1,668	(2,824)	(7,316)
Swap	Increase in the CDI	10,396	(11,440)	(33,911)
Swap	Decrease in LIBOR	1,418	(4,949)	(11,316)
Swap	Increase in the CDI	(2,112)	(2,650)	(3,178)

(ii) **Consolidated**

					06/30/2011
					Gain (loss)
<u>Transaction</u>	<u>Risk</u>	<u>Probable Scenario I</u>	<u>Scenario II</u>	<u>Scenario III</u>	
Swap	Increase in the CDI	(20,799)	(24,290)	(32,323)	
Swap	Decrease in LIBOR	(9,414)	(10,392)	(11,370)	
Swap	Decrease in LIBOR	(24,461)	(27,771)	(31,082)	
Swap	Decrease in the price of aluminum	2,421	(3,658)	(9,737)	
Swap	Decrease in the price of cooper	150	(166)	(482)	
Swap	Decrease in the price of zinc	370	(1,576)	(3,522)	
Swap	Increase in the CDI	(441)	(20,034)	(40,008)	
Swap	Decrease in LIBOR	(2,972)	(7,141)	(11,310)	
Swap	Increase in the CDI	(458)	(588)	(714)	
Swap	Increase in the CDI	(5,983)	(9,987)	(14,239)	
					12/31/2010
					Gain (loss)
<u>Transaction</u>	<u>Risk</u>	<u>Probable Scenario I</u>	<u>Scenario II</u>	<u>Scenario III</u>	
Swap	Increase in the CDI	(135,576)	(160,368)	(185,708)	
Swap	Decrease in LIBOR	(12,870)	(14,676)	(16,482)	
Swap	Decrease in LIBOR	(25,574)	(31,187)	(36,800)	
Swap	Decrease in the price of aluminum	4,119	(9,976)	(24,071)	
Swap	Decrease in the price of nickel	127	67	6	
Swap	Decrease in the price of cooper	284	(325)	(933)	
Swap	Decrease in the price of zinc	1,668	(2,824)	(7,316)	
Swap	Increase in the CDI	10,396	(11,440)	(33,911)	
Swap	Decrease in LIBOR	1,418	(4,949)	(11,316)	
Swap	Increase in the CDI	(2,112)	(2,650)	(3,178)	

(b) Sensitivity analysis of loans and financing

(i) Parent Company

Table of Sensitivity Analysis of Loans and Financing

06/30/2011

		06/30/2011		
		Probable Scenario I	Scenario II	Scenario III
	Dollar	1,5611	1,9514	2,3417
	EUR	2,2667	2,8334	3,4001
	JPY	0,0194	0,0242	0,0291
Operation	Risk	Probable Scenario I	Scenario II	Scenario III
Loans and financing linked to US\$	Appreciation of USD	2.528.221	3.160.276	3.792.332
Loans and financing linked to EUR	Appreciation of EUR	37.249	46.561	55.874
Loans and financing linked to JPY	Appreciation of JPY	1.293.583	1.616.979	1.940.375

Table of Sensitivity Analysis of Loans and Financing

12/31/2010

		12/31/2010		
		Probable Scenario I	Scenario II	Scenario III
	Dólar	1,6662	2,0828	2,4993
	EUR	2,2280	2,7850	3,3420
	JPY	0,0205	0,0256	0,0308
Operation	Risk	Probable Scenario I	Scenario II	Scenario III
Loans and financing linked to US\$	Appreciation of USD	2.935.613	3.669.516	4.403.420
Loans and financing linked to EUR	Appreciation of EUR	40.680	50.850	61.020
Loans and financing linked to JPY	Appreciation of JPY	1.367.637	1.709.546	2.051.456

(ii) Consolidated

Table of Sensitivity Analysis of Loans and Financing

06/30/2011

		06/30/2011		
		Probable Scenario I	Scenario II	Scenario III
	Dollar	1,5611	1,9514	2,3417
	EUR	2,2667	2,8334	3,4001
	JPY	0,0194	0,0242	0,0291
Operation	Risk	Probable Scenario I	Scenario II	Scenario III
Loans and financing linked to US\$	Appreciation of USD	3.652.589	4.565.736	5.478.884
Loans and financing linked to EUR	Appreciation of EUR	37.857	47.321	56.786
Loans and financing linked to JPY	Appreciation of JPY	2.331	2.914	3.497

Table of Sensitivity Analysis of Loans and Financing

12/31/2010

		12/31/2010		
		Probable Scenario I	Scenario II	Scenario III
	Dollar	1,6662	2,0828	2,4993
	EUR	2,2280	2,7850	3,3420
	JPY	0,0205	0,0256	0,0308
Operation	Risk	Probable Scenario I	Scenario II	Scenario III
Loans and financing linked to US\$	Appreciation of USD	4.044.634	5.055.793	6.066.951
Loans and financing linked to EUR	Appreciation of EUR	40.680	50.850	61.020
Loans and financing linked to JPY	Appreciation of JPY	2.466	3.083	3.699

The net balance of trade receivables, financial investments and payables in foreign currency are not material and therefore, do not represent significant risks arising from the foreign exchange volatility.

5 Derivative financial instruments

The Company carries out swap transactions with the objective of mitigating and managing risks inherent to volatility of foreign currencies, interest rates, prices and others. These transactions aim at mitigating exposure to foreign exchange risks and abrupt changes in the prices of commodities (aluminum, nickel, zinc, copper and coal). Usiminas Companies do not enter into financial instruments transactions for speculative purposes. Usiminas Companies generally do not settle their transactions prior to their respective original due dates and do not prepay their derivative financial instruments.

The transactions with derivative financial instruments are summarized as follows:

(a) Parent Company

Maturity month/year	INDEX		NOTIONAL VALUE (contracted value - Notional)				FAIR VALUE (MARKET) - BOOK				Gain (loss) in the	
	30/06/2011		06/30/2011		12/31/2010		06/30/2011		12/31/2010		06/30/2011	
	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Gain (loss)	
EXCHANGE RATES HEDGE (SWAP)												
Credit Suisse	02/09 to 02/14	US dollar at 2.3784 + libor	100% CDI	J\$ 70,000	J\$ 70,000	J\$ 70,000	J\$ 70,000	7,650	(21,382)	11,427	(40,671)	9,525
Pre-payment Citibank	07/10 to 03/15	US dollar at	US dollar at 2.0261 + 4.23%	J\$ 300,000	J\$ 300,000	J\$ 300,000	J\$ 300,000	29,463	(53,616)	42,248	(65,588)	(5,618)
Pre-pagamento HSBC	10/09 to 03/13	US dollar at 2.0261 + libor	US dollar at 2.0261 +3.3375%	J\$ 300,000	J\$ 300,000	J\$ 300,000	J\$ 300,000	10,390	(19,561)	16,690	(28,959)	(1,237)
Banco do Brasil S.A	04/10 to 03/13	Pre fixed rate 11.48% p.a.	88% CDI	R\$ 300,000	R\$ 300,000	R\$ 300,000	R\$ 300,000	334,766	(337,997)	314,851	(320,154)	2,072
MERRILL LYNCH	09/10 to 09/16	Libor + 0.83%	3,05% p.a.	J\$ 96,000	J\$ 96,000	J\$ 96,000	J\$ 96,000	17,486	(21,047)	23,331	(24,610)	(3,695)
ABN AMRO	01/08 to 01/18	Yen at 0.0163307	US dollar at 1.7536	JPY 42,952,000	US\$ 400,000	JPY 42,952,000	US\$ 400,000	981,146	(790,900)	1,064,486	(853,396)	(27,502)
ABN AMRO	13/06/2016	Yen at 0.019887	US dollar at 2.2672	JPY 22,800,000	US\$ 200,000	JPY 22,800,000	US\$ 200,000	498,369	(386,023)	547,608	(422,423)	(16,228)
								1,879,270	(1,629,526)	2,020,641	(1,755,801)	(42,683)
Accounting balance (net asset position liability position)								249,744		264,840		(42,683)
												(288)
												(42,971)
HEDGING OF PRODUCT PRICE - COMMODITIES												
SANTANDER SA (ALUMINIUM)	02/02/2011				USD 2,445	USD 2,271				4,076	(3,784)	
SANTANDER SA (ALUMINIUM)	02/03/2011				USD 2,450	USD 2,276				4,084	(3,792)	
SANTANDER SA (ALUMINIUM)	04/04/2011				USD 2,447	USD 2,285				4,079	(3,807)	
SANTANDER SA (ALUMINIUM)	03/05/2011				USD 2,461	USD 2,293				4,102	(3,821)	
SANTANDER SA (ALUMINIUM)	02/06/2011				USD 2,465	USD 2,298				4,108	(3,829)	
SANTANDER SA (ALUMINIUM)	02/07/2011				USD 2,469	USD 2,305				4,115	(3,841)	
SANTANDER SA (ALUMINIUM)	02/08/2011	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,523	USD 2,313	USD 2,474	USD 2,313	3,939	(3,610)	4,122	(3,853)	59
SANTANDER SA (ALUMINIUM)	02/09/2011	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,538	USD 2,319	USD 2,479	USD 2,319	3,959	(3,620)	4,129	(3,864)	74
SANTANDER SA (ALUMINIUM)	04/10/2011	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,537	USD 2,323	USD 2,484	USD 2,323	3,956	(3,626)	4,136	(3,871)	65
VOTORANTIM S.A. (ALUMINIUM)	03/11/2011	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,538	USD 2,330	USD 2,488	USD 2,330	3,957	(3,637)	4,142	(3,882)	59
SANTANDER SA (ALUMINIUM)	02/12/2011	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,543	USD 2,335	USD 2,492	USD 2,335	3,965	(3,645)	4,149	(3,891)	62
SANTANDER SA (ALUMINIUM)	03/01/2012	Average price(Al) x Ptax	Call position(Al) x Ptax	USD 2,552	USD 2,339	USD 2,505	USD 2,339	3,977	(3,651)	4,172	(3,897)	51
SANTANDER SA (COPPER)	12/03/2011				USD 206	USD 207				342	(345)	
Citibank (COPPER)	04/04/2011				USD 99	USD 99				164	(166)	
SANTANDER SA (COPPER)	02/06/2011				USD 205	USD 207				342	(344)	
Citibank (COPPER)	02/08/2011	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 112	USD 99	USD 98	USD 99	175	(154)	163	(165)	21
Citibank (COPPER)	02/09/2011	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 112	USD 99	USD 98	USD 99	175	(154)	163	(165)	22
SANTANDER SA (COPPER)	04/10/2011	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 233	USD 205	USD 204	USD 205	364	(321)	339	(342)	46
Citibank (COPPER)	03/11/2011	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 112	USD 98	USD 97	USD 98	175	(154)	162	(164)	22
Citibank (COPPER)	02/12/2011	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 112	USD 99	USD 97	USD 99	175	(155)	162	(165)	23
Citibank (COPPER)	04/01/2012	Average price(Cu) x Ptax	Call position(Cu) x Ptax	USD 112	USD 98	USD 97	USD 98	175	(153)	162	(163)	23
SANTANDER SA (ZINC)	02/02/2011				USD 831	USD 754				1,385	(1,256)	
Citibank (ZINC)	02/03/2011				USD 845	USD 755				1,410	(1,258)	
SANTANDER SA (ZINC)	04/04/2011				USD 839	USD 758				1,399	(1,263)	
SANTANDER SA (ZINC)	03/05/2011				USD 842	USD 763				1,403	(1,271)	
Citibank (ZINC)	02/06/2011				USD 844	USD 765				1,406	(1,275)	
Citibank (ZINC)	05/07/2011				USD 846	USD 769				1,410	(1,281)	
SANTANDER SA (ZINC)	02/08/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	JSD 805	JSD 771	JSD 848	JSD 771	1,257	(1,203)	1,413	(1,284)	(75)
SANTANDER SA (ZINC)	02/09/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 808	USD 772	USD 850	USD 772	1,262	(1,206)	1,415	(1,287)	(73)
Citibank (ZINC)	04/10/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 816	USD 775	USD 851	USD 775	1,273	(1,209)	1,417	(1,291)	(63)
SANTANDER SA (ZINC)	03/11/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 813	USD 776	USD 852	USD 776	1,270	(1,211)	1,418	(1,293)	(67)
SANTANDER SA (ZINC)	02/12/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 816	USD 773	USD 852	USD 773	1,273	(1,207)	1,418	(1,289)	(65)
Citibank (ZINC)	04/01/2012	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 818	USD 777	USD 852	USD 777	1,277	(1,213)	1,419	(1,295)	(343)
MERRILL LYNCH (COAL)	23/03/2011				USD 21,779	USD 21,779				36,142	(37,485)	
MERRILL LYNCH (COAL)	15/04/2011				USD 5,504	USD 5,504				9,173	(9,473)	
MERRILL LYNCH (COAL)	24/05/2011				USD 5,544	USD 5,544				10,858	(11,254)	
MERRILL LYNCH (COAL)	28/05/2011				USD 7,070	USD 7,070				11,724	(12,158)	
HSBC (COAL)	13/04/2011				USD 11,706	USD 11,706				19,617	(20,080)	
MERRILL LYNCH (COAL)	12/04/2011				USD 8,695	USD 8,695				14,495	(14,842)	
MERRILL LYNCH (COAL)	14/04/2011				USD 7,693	USD 7,693				12,823	(13,132)	
Citibank (COAL)	04/08/2011	Exchange Var.+ 0% Spread (CV+0)	33,20% CDI	USD 3,810	R\$ 6,017			5,968	(6,060)			(85)
Citibank (COAL)	05/08/2011	Exchange Var.+ 0% Spread (CV+0)	33,12% CDI	USD 10,389	R\$ 16,406			16,290	(16,522)			(234)
MERRILL LYNCH (COAL)	08/08/2011	Exchange Var.+ 0% Spread (CV+0)	33,20% CDI	USD 15,390	R\$ 24,303			24,124	(24,477)			(354)
MERRILL LYNCH (COAL)	09/08/2011	Exchange Var.+ 0% Spread (CV+0)	35,20% CDI	USD 9,954	R\$ 9,402			9,332	(9,494)			(142)
MERRILL LYNCH (COAL)	13/08/2011	Exchange Var.+ 0% Spread (CV+0)	36,50% CDI	USD 8,966	R\$ 14,159			14,050	(14,270)			(220)
MERRILL LYNCH (COAL)	18/08/2011	Exchange Var.+ 0% Spread (CV+0)	38,40% CDI	USD 5,514	R\$ 8,707			8,635	(8,779)			(144)
HSBC Bank (COAL)	24/08/2011	Exchange Var.+ 0% Spread (CV+0)	38,75% CDI	USD 10,375	R\$ 16,384			16,240	(16,521)			(281)
HSBC Bank (COAL)	30/08/2011	Exchange Var.+ 0% Spread (CV+0)	39,40% CDI	USD 6,857	R\$ 10,829			10,817	(10,921)			(193)
SANTANDER SA (NICKEL)	08/10 a 02/11					J\$ 140	J\$ 130			238	(216)	
TOTAL								138,060	(137,153)	183,396	(182,137)	(1,812)
Accounting balance (net asset position liability position)								907		1,259		(1,812)
												(3,445)
												(5,257)
Accounting balance (net asset position liability position)								250,651		266,099		(44,495)
												(3,733)
												(48,228)

(b) Consolidated

Maturity month/year	INDEX		NOTIONAL VALUE (contracted value - Notional)				FAIR VALUE (MARKET - BOOK)				Gain (loss) in the		
	06/30/2011		06/30/2011		12/31/2010		06/30/2011		12/31/2010		06/30/2011		
	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Asset position	Liability position	Gain (loss)		
EXCHANGE RATES HEDGE (SWAP)													
Credit Suisse	02/09 to 02/14	US dollar at 2.3784 + libor	100% CDI	US\$ 70.000	US\$ 70.000	US\$ 70.000	US\$ 70.000	7,650	(21,382)	11,427	(40,671)	9,525	
Pre-pagamento Citibank	07/10 to 03/15	US dollar at 2.0261 + libor	US dollar at 2.0261 + 4.23%	US\$ 300.000	US\$ 300.000	US\$ 300.000	US\$ 300.000	29,463	(52,616)	42,248	(65,388)	(5,618)	
Pre-pagamento HSBC	10/09 to 03/15	US dollar at 2.0261 + libor	US dollar at 2.0261 + 3,3375%	US\$ 300.000	US\$ 300.000	US\$ 300.000	US\$ 300.000	10,390	(19,561)	19,690	(28,959)	(1,237)	
Banco do Brasil S.A	04/10 to 03/13	Pre fixed rate 11.48% p.a.	98% CDI	R\$ 300,00	R\$ 300,000	R\$ 300,000	R\$ 300,000	334,766	(337,997)	314,851	(320,154)	2,072	
MERRILL LYNCH	09/10 to 09/16	Libor + 0.83%	3.05% p.a.	US\$ 96,000	US\$ 96,000	US\$ 96,000	US\$ 96,000	17,486	(21,047)	23,331	(24,610)	(3,695)	
ABN AMRO	01/08 to 01/18	Yen at 0,0163307	US dollar at 1,7536	JPY 42,952,000	US\$ 400,000	JPY 42,952,000	US\$ 400,000	981,146	(790,900)	1,064,486	(853,396)	(27,502)	
ABN AMRO	13/06/2016	Yen at 0,019887	US dollar at 2,2672	JPY 22,800,000	US\$ 200,000	JPY 22,800,000	US\$ 200,000	498,369	(386,023)	547,608	(422,423)	(16,228)	
ABN AMRO	01/08 to 01/18	US\$	JPY	US\$ 400,000	JPY 42,952,000	US\$ 400,000	JPY 42,952,000	841,172	(1,071,923)	893,783	(1,146,744)	32,123	
ABN AMRO	13/06/2016	0,0825	0,04275	US\$ 200,000	JPY 22,800,000	US\$ 200,000	JPY 22,800,000	411,922	(540,448)	440,850	(581,017)	16,880	
Itaú BBA	23/06/2014	US\$	2.775% + 25% IR p.a.	R\$ 30,000	R\$ 30,000			29,505	(30,073)			(566)	
								3,161,869	(3,271,970)	3,355,274	(3,485,562)	5,754	
Accounting balance (net asset position liability position)									(110,101)		(130,288)	5,754	
												Result from settled transactions	(288)
												Result for the period - Financial expenses	5,466

HEDGING OF PRODUCT PRICE - COMMODITIES

SANTANDER SA (ALUMINIUM)	02/02/2011				USD 2,445	USD 2,271					4,076	(3,784)	
SANTANDER SA (ALUMINIUM)	02/03/2011				USD 2,450	USD 2,276					4,084	(3,792)	
SANTANDER SA (ALUMINIUM)	04/04/2011				USD 2,447	USD 2,285					4,079	(3,807)	
SANTANDER SA (ALUMINIUM)	03/05/2011				USD 2,461	USD 2,293					4,102	(3,821)	
SANTANDER SA (ALUMINIUM)	02/06/2011				USD 2,465	USD 2,298					4,108	(3,829)	
SANTANDER SA (ALUMINIUM)	02/07/2011				USD 2,469	USD 2,305					4,115	(3,841)	
SANTANDER SA (ALUMINIUM)	02/08/2011	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,523	USD 2,313	USD 2,474	USD 2,313	3,939	(3,610)	4,122	(3,853)	59	
SANTANDER SA (ALUMINIUM)	02/09/2011	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,538	USD 2,319	USD 2,479	USD 2,319	3,959	(3,620)	4,129	(3,864)	74	
SANTANDER SA (ALUMINIUM)	04/10/2011	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,537	USD 2,323	USD 2,484	USD 2,323	3,956	(3,626)	4,136	(3,871)	65	
VOTORANTIM S.A. (ALUMINIUM)	03/11/2011	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,538	USD 2,330	USD 2,488	USD 2,330	3,957	(3,627)	4,142	(3,882)	59	
SANTANDER SA (ALUMINIUM)	02/12/2011	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,543	USD 2,335	USD 2,492	USD 2,335	3,965	(3,645)	4,149	(3,891)	62	
SANTANDER SA (ALUMINIUM)	03/01/2012	Average price (Al) x Ptax	Call position (Al) x Ptax	USD 2,552	USD 2,339	USD 2,505	USD 2,339	3,977	(3,651)	4,172	(3,897)	51	
SANTANDER SA (COPPER)	02/03/2011				USD 206	USD 207					342	(345)	
Citibank (COPPER)	04/04/2011				USD 99	USD 99					164	(166)	
SANTANDER SA (COPPER)	02/06/2011				USD 205	USD 207					342	(344)	
Citibank (COPPER)	02/08/2011	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 112	USD 99	USD 98	USD 99	175	(154)	163	(165)	21	
Citibank (COPPER)	02/09/2011	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 112	USD 99	USD 98	USD 99	175	(154)	163	(165)	22	
SANTANDER SA (COPPER)	04/10/2011	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 233	USD 205	USD 204	USD 205	364	(321)	339	(342)	46	
Citibank (COPPER)	03/11/2011	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 112	USD 98	USD 97	USD 98	175	(154)	162	(164)	22	
Citibank (COPPER)	02/12/2011	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 112	USD 99	USD 97	USD 99	175	(155)	162	(165)	23	
Citibank (COPPER)	04/01/2012	Average price (Cu) x Ptax	Call position (Cu) x Ptax	USD 112	USD 98	USD 97	USD 98	175	(153)	162	(163)	23	
SANTANDER SA (ZINC)	02/02/2011				USD 844	USD 754					1,410	(1,256)	
Citibank (ZINC)	02/03/2011				USD 845	USD 755					1,410	(1,258)	
SANTANDER SA (ZINC)	04/04/2011				USD 839	USD 758					1,399	(1,263)	
SANTANDER SA (ZINC)	03/05/2011				USD 842	USD 763					1,403	(1,271)	
Citibank (ZINC)	02/06/2011				USD 844	USD 765					1,406	(1,275)	
Citibank (ZINC)	05/07/2011				USD 848	USD 769					1,410	(1,281)	
SANTANDER SA (ZINC)	02/08/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 805	USD 771	USD 848	USD 771	1,257	(1,209)	1,413	(1,284)	(75)	
SANTANDER SA (ZINC)	02/09/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 808	USD 772	USD 850	USD 772	1,262	(1,206)	1,415	(1,287)	(73)	
Citibank (ZINC)	04/10/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 816	USD 775	USD 851	USD 775	1,273	(1,209)	1,417	(1,291)	(63)	
SANTANDER SA (ZINC)	03/11/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 813	USD 776	USD 852	USD 776	1,270	(1,211)	1,418	(1,293)	(67)	
SANTANDER SA (ZINC)	02/12/2011	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 816	USD 773	USD 852	USD 773	1,273	(1,207)	1,418	(1,289)	(65)	
Citibank (ZINC)	04/01/2012	Average price (Zn) x Ptax	Call position (Zn) x Ptax	USD 818	USD 777	USD 852	USD 777	1,277	(1,213)	1,419	(1,295)	(343)	
MERRILL LYNCH (COAL)	23/03/2011				USD 21,779	RS 37,485					36,142	(37,485)	
MERRILL LYNCH (COAL)	15/04/2011				USD 5,504	RS 9,473					9,173	(9,473)	
MERRILL LYNCH (COAL)	24/03/2011				USD 6,544	RS 11,254					10,858	(11,254)	
MERRILL LYNCH (COAL)	28/03/2011				USD 7,070	RS 12,158					11,724	(12,158)	
HSBC (COAL)	11/04/2011				USD 11,766	RS 20,086					19,617	(20,086)	
MERRILL LYNCH (COAL)	12/04/2011				USD 8,695	RS 14,842					14,495	(14,842)	
MERRILL LYNCH (COAL)	14/04/2011				USD 7,693	RS 13,132					12,823	(13,132)	
Citibank (COAL)	04/08/2011	Exchange Var.+ 0% Spread (CV+0)	33.20% CDI	USD 3,810	RS 6,017			5,968	(6,060)			(85)	
Citibank (COAL)	05/08/2011	Exchange Var.+ 0% Spread (CV+0)	33.12% CDI	USD 10,389	RS 16,406			16,390	(16,520)			(234)	
MERRILL LYNCH (COAL)	08/08/2011	Exchange Var.+ 0% Spread (CV+0)	33.20% CDI	USD 15,390	RS 24,303			24,124	(24,477)			(354)	
MERRILL LYNCH (COAL)	09/08/2011	Exchange Var.+ 0% Spread (CV+0)	35.20% CDI	USD 5,954	RS 9,402			9,332	(9,474)			(140)	
MERRILL LYNCH (COAL)	11/08/2011	Exchange Var.+ 0% Spread (CV+0)	36.50% CDI	USD 8,966	RS 14,159			14,050	(14,270)			(220)	
MERRILL LYNCH (COAL)	18/08/2011	Exchange Var.+ 0% Spread (CV+0)	38.40% CDI	USD 5,514	RS 8,707			8,635	(8,779)			(144)	
HSBC Bank (COAL)	24/08/2011	Exchange Var.+ 0% Spread (CV+0)	38.75% CDI	USD 10,375	RS 16,384			16,240	(16,521)			(281)	
HSBC Bank (COAL)	30/08/2011	Exchange Var.+ 0% Spread (CV+0)	39.40% CDI	USD 6,857	RS 10,829			10,817	(10,921)			(193)	
SANTANDER SA (NICKEL)	08/10 a 02/11					US\$ 140		US\$ 130			238	(216)	
TOTAL								138,060	(137,153)	183,396	(182,143)	(1,812)	
Accounting balance (net asset position liability position)									907		1,253	(1,812)	
												Result from settled transactions	(3,445)
												Result for the period - Cost of Sales	(5,257)
Accounting balance (net asset position liability position)									(109,194)		(129,035)	3,942	
												Result from settled transactions	(3,733)
												Result in the total with Financial Instruments	209

The transactions with derivative financial instruments are summarized as follows:

	Parent Company		Consolidated	
	06/30/2011	12/31/2010	06/30/2011	12/31/2010
Current assets	2,935	4,476	21,055	24,294
Non-current assets	319,718	356,899	319,718	356,899
Current liabilities	(48,167)	(73,027)	(48,167)	(73,027)
Non-current liabilities	(23,835)	(22,249)	(401,800)	(437,195)
	<u>250,651</u>	<u>266,099</u>	<u>(109,194)</u>	<u>(129,029)</u>

	Parent Company		Consolidated	
	06/30/2011	06/30/2010	06/30/2011	06/30/2010
Results of operations				
In cost of assets and/or services sold	(5,257)	1,817	(5,257)	1,817
In other operating income (expenses), net		3,353		3,353
In financial results	<u>(42,971)</u>	<u>(23,023)</u>	<u>5,466</u>	<u>(40,963)</u>
	<u>(48,228)</u>	<u>(17,853)</u>	<u>209</u>	<u>(35,793)</u>

6 Cash and Cash equivalents

	Parent Company					
	06/30/2011			12/31/2010		
	Loans and receivables	Fair value through results	Total	Loans and receivables	Fair value through results	Total
Current account	39,341		39,341	29,862		29,862
Offshore current account	62,325		62,325	2,678		2,678
Certificates of deposits – CDBs		700,625	700,625		1,344,008	1,344,008
Offshore time deposit	74,894		74,894	150,219		150,219
	<u>176,560</u>	<u>700,625</u>	<u>877,185</u>	<u>182,759</u>	<u>1,344,008</u>	<u>1,526,767</u>

	Consolidated					
	06/30/2011			12/31/2010		
	Loans and receivables	Fair value through results	Total	Loans and receivables	Fair value through results	Total
Current account	91,722		91,722	54,271		54,271
Offshore current account	73,646		73,646	20,891		20,891
Certificates of deposits – CDBs		3,308,590	3,308,590		3,916,342	3,916,342
Offshore time deposit	166,387		166,387	150,219	4,056	154,275
	<u>331,755</u>	<u>3,308,590</u>	<u>3,640,345</u>	<u>225,381</u>	<u>3,920,398</u>	<u>4,145,779</u>

At June 30, 2011 and December 31, 2010, the average yield of certificates of deposits was between 100% to 106% of the Interbank Deposit Certificate (CDI).

7 Marketable securities

	Parent Company					
	06/30/2011			12/31/2010		
	Held up to maturity	Loans and receivables	Total	Held up to maturity	Loans and receivables	Total
Financial investments abroad		165,006	165,006		202,011	202,011
Bank deposits certificates – CDBs	37,160		37,160	35,123		35,123
	<u>37,160</u>	<u>165,006</u>	<u>202,166</u>	<u>35,123</u>	<u>202,011</u>	<u>237,134</u>
	Consolidated					
	06/30/2011			12/31/2010		
	Held up to maturity	Loans and receivables	Total	Held up to maturity	Loans and receivables	Total
Financial investments abroad		1,952,037	1,952,037		362,664	362,664
Bank deposits certificates – CDBs	37,160		37,160	35,123		35,123
	<u>37,160</u>	<u>1,952,037</u>	<u>1,989,197</u>	<u>35,123</u>	<u>362,664</u>	<u>397,787</u>

Although the investments have immediate liquidity, they were classified as marketable securities as they are mostly linked to future investments related to the expansion Project or subject to foreign exchange variation and/or pre fixed interest rate.

At June 30, 2011 and December 31, 2010, yields from the financial investments in bank deposit certificates are between 100% and 106% CDI. Offshore financial investments are denominated in foreign currency and remunerated at fixed interest rates plus.

8 Trade Receivables

	Parent Company		Consolidated	
	06/30/2011	12/31/2010	06/30/2011	12/31/2010
Brazilian customers	904,485	857,925	1,471,934	1,494,630
Foreign customers	129,224	199,487	231,175	296,603
Discounted trade receivable				(2,115)
Provision for losses on trade receivables	(50,262)	(51,233)	(71,554)	(71,156)
Trade receivables, net	<u>983,447</u>	<u>1,006,179</u>	<u>1,631,555</u>	<u>1,717,962</u>
Receivables from related parties	286,804	325,835	14,578	17,165
	<u>1,270,251</u>	<u>1,332,014</u>	<u>1,646,133</u>	<u>1,735,127</u>

9 Inventories

	Parent Company		Consolidated	
	06/30/2011	12/31/2010	06/30/2011	12/31/2010
Finished goods	1,337,412	1,444,002	1,645,928	1,684,163
Work in progress	1,402,868	1,099,710	1,447,299	1,152,323
Raw materials	575,467	538,583	967,390	907,861
Supplies and spare parts	784,649	738,177	861,914	811,903
Imports in transit	243,416	248,815	244,356	248,977
Other	79,145	96,695	76,349	93,084
	<u>4,422,957</u>	<u>4,165,982</u>	<u>5,243,236</u>	<u>4,898,311</u>

As of June 30, 2011, the Company held inventories of R\$15,484 (December 31, 2010 - R\$17,338) given in guarantee to judicial processes.

10 Taxes recoverable

	Parent Company			
	06/30/2011		12/31/2010	
	Current	Non-current	Current	Non-current
Prepayments of income tax	161,408		133,565	
Prepayments of social contribution	62,396		60,136	
Social Integration Program (PIS) Social Contribution on Revenues (COFINS)	136,822	4,229	53,071	6,928
Value-added Tax on Sales and Services (ICMS)	364,358	19,472	292,955	31,917
Excise Tax (IPI)	107,588	107,880	142,313	108,697
Other	2,571		1,972	
	<u>12,612</u>	<u>13,785</u>	<u>12,762</u>	<u>14,086</u>
	<u>847,755</u>	<u>145,366</u>	<u>696,774</u>	<u>161,628</u>
Consolidated				
	06/30/2011		12/31/2010	
	Current	Non-current	Current	Non-current
Prepayments of income tax	180,357		156,384	
Prepayments of social contribution	68,069		67,044	
Social Integration Program (PIS) Social Contribution on Revenues (COFINS)	140,567	4,815	57,208	7,485
Value-added Tax on Sales and Services (ICMS)	381,692	22,170	312,067	34,482
Excise Tax (IPI)	151,832	120,203	169,751	118,674
Other	44,703		40,044	
	<u>25,395</u>	<u>14,027</u>	<u>20,773</u>	<u>14,329</u>
	<u>992,615</u>	<u>161,215</u>	<u>823,271</u>	<u>174,970</u>

11 Income tax and social contribution

(a) Income tax and social contribution expense

The effective income tax and the social contribution expenses differs from the amount which would be obtained using the statutory income tax and social contribution nominal rates, as follows:

	<u>Parent Company</u>		<u>Consolidated</u>	
	<u>06/30/2011</u>	<u>06/30/2010</u>	<u>06/30/2011</u>	<u>06/30/2010</u>
Profit before income tax and social contribution	247,778	980,476	503,730	1,072,370
Statutory rates of tax	34%	34%	34%	34%
IRPJ and CSLL at statutory rates	(84,245)	(333,362)	(171,266)	(364,606)
Adjustments to determine the effective IRPJ and CSLL expense:				
Interest on own capital (34%)	69,855	72,367	10,777	9,874
Permanent differences (34%)	(10,040)	(22,253)	(8,970)	(19,803)
Tax incentive		5,140	1,000	5,168
Foreign subsidiary profits			(27,807)	16,586
Exchange gain in foreign subsidiary				231
Reversal of contingencies	(11,750)	(18,505)	(9,146)	(18,505)
Other	(1,137)	(3,935)	(779)	(3,475)
Taxes on profits assessed	<u>(37,317)</u>	<u>(300,548)</u>	<u>(206,191)</u>	<u>(374,530)</u>
Current	(11,750)	(257,685)	(187,771)	(313,191)
Deferred	<u>(25,567)</u>	<u>(42,863)</u>	<u>(18,420)</u>	<u>(61,339)</u>
Taxes on profit in the result	<u>(37,317)</u>	<u>(300,548)</u>	<u>(206,191)</u>	<u>(374,530)</u>

(b) Changes in deferred income tax and social contribution

The changes in deferred income tax and social contribution for the six month period ended June 30, 2011 are as follows:

	<u>Parent Company</u>	<u>Consolidated</u>
At December 31, - net	283,446	398,223
Deferred taxes charged to results	71,409	95,063
Reversal of deferred taxes	(96,976)	(113,483)
Deferred taxes charged to comprehensive results	47,209	47,209
Other	<u>(8,966)</u>	<u>(6,041)</u>
At June 30, 2011 - net	<u>296,122</u>	<u>420,971</u>

At June 30, 2011, there were no changes in the projections related to the realization of deferred income tax and social contribution. These projections will be reviewed at December 31, 2011.

12 Judicial deposits

	06/30/2011			Parent Company 12/31/2010		
	Judicial deposits	Contingencies/ Taxes payable in installments	Net balance	Judicial deposits	Contingencies/ Taxes payable in installments	Net balance
	IPI	210,772	(100,079)	110,693	209,125	(100,079)
ICMS	15,786		15,786	15,225		15,225
IR and CSLL	170,215	(95,824)	74,391	168,401	(94,740)	73,661
INSS	178,992	(17,896)	161,096	167,714	(7,264)	160,450
CIDE	25,547	(25,547)		24,409	(24,409)	
PIS	5,030		5,030	4,834		4,834
Labor	100,056	(75,696)	24,360	80,238	(62,576)	17,662
Civil	25,837	(7,293)	18,544	25,678	(8,131)	17,547
Other	26,131		26,131	32,183	(10,215)	21,968
	<u>758,366</u>	<u>(322,335)</u>	<u>436,031</u>	<u>727,807</u>	<u>(307,414)</u>	<u>420,393</u>

	06/30/2011			Consolidated 12/31/2010		
	Judicial deposits	Contingencies/ Taxes payable in installments	Net balance	Judicial deposits	Contingencies/ Taxes payable in installments	Net balance
	IPI	210,772	(100,079)	110,693	209,125	(100,079)
ICMS	16,196	(410)	15,786	15,225		15,225
IR and CSLL	183,800	(105,726)	78,074	184,522	(107,178)	77,344
INSS	179,020	(17,924)	161,096	167,742	(7,292)	160,450
CIDE	31,229	(31,229)		29,208	(29,208)	
COFINS	17,664	(17,664)		17,475	(17,475)	
PIS	8,645	(3,615)	5,030	8,402	(3,568)	4,834
Labor	111,617	(82,034)	29,583	90,293	(68,775)	21,518
Civil	41,718	(7,293)	34,425	40,235	(8,131)	32,104
Other	28,304	(674)	27,630	35,086	(11,728)	23,358
	<u>828,965</u>	<u>(366,648)</u>	<u>462,317</u>	<u>797,313</u>	<u>(353,434)</u>	<u>443,879</u>

The changes in judicial deposits for the six month period ended June 30, 2011 are as follows:

	Parent Company	Consolidated
At December 31, 2010, before offsetting provisions for contingencies	727,807	797,313
Additions	17,408	20,019
Interest/indexation	21,034	23,108
Reversals	<u>(7,883)</u>	<u>(11,475)</u>
	<u>758,366</u>	<u>828,965</u>
Deposits linked to provisions for contingencies (Note 17) and tax installments	<u>(322,335)</u>	<u>(366,648)</u>
At June 30, 2011	<u>436,031</u>	<u>462,317</u>

13 Investments

(a) Changes in investments

(i) Parent Company

	12/31/2010	Additions (disposals)	Equity in the results	Translation adjustments	Dividends	Unrealized profits	Others	06/30/2011
Subsidiaries								
Automotiva Usiminas S.A.	100,269		5,201			850		106,320
Cosipa Commercial			1,022					1,022
Cosipa Overseas Ltd.	14,178		1,636	(894)				14,920
Mineração Usiminas S.A.	2,885,532		205,762		(12,344)			3,078,950
Rios Unidos Logística e Transporte de Aço Ltda. ("Rios Unidos")	11,432		127					11,559
Soluções em Aço Usiminas S.A.	729,401		(2,448)			20,834		747,787
Usiminas Europa Ltd.	1,626,208	54,528	(225,775)	173,325				1,628,286
Usiminas International Ltd.	186,868		(9,392)					177,476
Usiminas Mecânica S.A.	656,442		25,797		(6,950)	4,206		679,495
Usiminas Participações e Logística (UPL)	38,622		5,046					43,668
Goodwill in subsidiaries	11,593	(758)						10,835
	6,260,545	53,770	6,976	172,431	(19,294)	25,890		6,500,318
Jointly controlled subsidiaries								
Fasal Trading Corporation	8,484		690	(555)	(333)			8,286
Unigal Ltda.	673,728		45,996		(17,500)			702,224
Usiminas Court Tecnologia em Acabamento Superficial Ltda. ("Usiroll")	5,306		428					5,734
Goodwill in jointly controlled subsidiaries	3,968	(3,968)						
	691,486	(3,968)	47,114	(555)	(17,833)			716,244
Associated companies								
Codeme Engenharia S.A.	37,785		695				11,440	49,920
Metform S.A.	16,291		91				5,246	21,628
Usifast Logística Industrial S.A.	10,706	(10,944)	238					
Goodwill in associated companies	81,793	(2,328)						79,465
	146,575	(13,272)	1,024				16,686	151,013
	<u>7,098,606</u>	<u>36,528</u>	<u>55,114</u>	<u>171,876</u>	<u>(37,127)</u>	<u>25,890</u>	<u>16,686</u>	<u>7,367,575</u>

(ii) Consolidated

	<u>12/31/2010</u>	<u>Additions (disposals /merger)</u>	<u>Equity in the results</u>	<u>Dividends</u>	<u>Others</u>	<u>06/30/2011</u>
Codeme Engenharia S.A.	37,785		695		11,440	49,920
Metform S.A.	16,291		91		5,246	21,628
MRS Logística S.A.	234,410		30,220	(22,238)		242,392
Ternium S.A.	1,373,675	(1,373,675)				
Terminal de Cargas Sarzedo Ltda.	4,233		767	(1,201)		3,799
Usifast Logística Industrial S.A.	10,706	(10,944)	238			
Other	3,466	(346)	(314)			2,806
Goodwill	<u>380,620</u>	<u>(277,329)</u>				<u>103,291</u>
Total	<u>2,061,186</u>	<u>(1,662,294)</u>	<u>31,697</u>	<u>(23,439)</u>	<u>16,686</u>	<u>423,836</u>

(b) Other significant information on investments

(i) Ternium S.A.

At February 21, 2011, the public offering of 21,628,728 *American Depositary Shares* (“ADSs”) representing Ternium S.A. (“Ternium”) shares (NYSE: TX) held by its wholly owned subsidiary, Usiminas Europa A/S (“Usiminas Europa”), was concluded and a supplementary lot was fully exercised by the offering underwriters. In addition to the public offering, Ternium and Techint Holdings S.à.r.l (“Techint”), controlling shareholder of Ternium, acquired, respectively, 41,666,666 and 27,777,780 shares issued by Ternium held by Usiminas Europa. Accordingly, the operations totaled US\$ 1,028,634,213 of which US\$778,634,208 from the public offering and US\$ 250,000,005 from the transaction with Ternium and Techint.

Upon closing the public tender and the sales transaction of Ternium shares, Usiminas no longer holds any shareholding interest in that company.

(ii) Usifast Logística Industrial S.A.

At March 16, 2011, the Company sold its 25% interest in Usifast Logística Industrial S.A. for R\$35,953.

(iii) Usiminas Galvanized Steel ApS and Usiminas Electrogalvanized Steel ApS

At March 31, 2011, two trading companies were incorporated in Copenhagen, Denmark. Usiminas Galvanized Steel ApS and Usiminas Electrogalvanized Steel ApS, the main activity of which are, respectively, to promote trading with clients abroad, of galvanized and electro galvanized steel produced by the Company. Both companies are jointly controlled subsidiaries of Usiminas Europa A/S (Denmark).

14 Property, Plant and Equipment

Changes in property, plant and equipment in the six month period ended June 30, 2011, are as follows:

	<u>Parent Company</u>	<u>Consolidated</u>
At December 31, 2010	12,615,069	14,275,006
Additions	900,180	1,154,988
Disposals	(2,615)	(3,597)
Depreciation	(371,658)	(412,507)
Capitalized indexation charges	19,180	20,246
Transfers	(6,874)	(8,906)
Disposal of advances	<u>(149,264)</u>	<u>(194,590)</u>
At June 30, 2011	<u>13,004,018</u>	<u>14,830,640</u>

Company Management contracted an appraisal report of the useful life of property, plant and equipment prepared from valuers. At June 30, 2010, the effect of the review of the useful life of assets represented reduction of R\$51,585 (R\$34,046, net of taxes) in the depreciation for the six month period, recognized in the captions “Costs of assets and/or services sold (R\$49,784); “Selling expenses” (R\$1,444); and “General and administrative expenses” (R\$357), adjusted for comparison purposes.

15 Intangible assets

The changes in intangible assets, for the six month period ended June 30, 2011, are as follows:

	<u>Parent Company</u>	<u>Consolidated</u>
At December 31,2010	<u>145,854</u>	<u>1,741,850</u>
Additions	74	2,379
Disposals		(4,636)
Amortization	(5,658)	(15,893)
Transfers	6,874	8,907
Other	<u>(877)</u>	<u>(5,602)</u>
At June 30, 2011	<u>146,267</u>	<u>1,727,005</u>
Total cost	305,015	1,944,694
Accumulated amortization	<u>(158,748)</u>	<u>(217,689)</u>
Residual value	<u>146,267</u>	<u>1,727,005</u>

16 Loans and financing

(i) Parent Company

(a) Local currency

	Currency/ index	Maturity of principal	Annual interest rate (%)	06/30/2011		12/31/2010	
				Current	Non-current	Current	Non-current
BNDES	URTJLP	2013	TJLP + 2.50% to 3.0% p.a.	23,915	25,722	23,970	37,594
BNDES	URTJLP	2012 to 2015	TJLP + 1.36%to 2.9% p.a.	108,354	156,203	108,049	209,952
BNDES	URTJLP	2015	TJLP + 1.76% p.a.	70,789	238,576	21,359	82,316
BNDES	URTJLP	2018	TJLP + 1.88% and 2.88% p.a.	761	54,296		
BNDES	URTJLP	2018	TJLP + 5.50% p.a.	19	2,000		
FINAME	URTJLP	2012 to 2014	TJLP + 1.0% to 1.3% p.a.	1,496	1,315	1,582	2,017
FINAME	R\$	2011 to 2020	4.5% to 10.9% p.a.	22,279	4,602	12,119	568
Banco do Brasil	R\$	2013, 2015 and 2018	11.464% p.a. 98% CDI+ 108.15% CDI	64,559	2,700,000	45,022	2,300,000
HP Financial – Leasing	R\$	2011 to 2013	2.79% p.a. + 100% CDI	3,181	1,296	5,105	2,639
BNDES/ EXIM	R\$	2011	7.0% p.a.	150,423		150,452	
Other				1,397	152	1,698	269
				<u>447,173</u>	<u>3,184,162</u>	<u>369,356</u>	<u>2,635,355</u>

(b) In foreign currency

	Currency/ index	Maturity of principal	Annual interest rate (%)	06/30/2011		12/31/2010	
				Current	Non-current	Current	Non-current
BNDES	US\$	2013 to 2015	Currency basket (US\$) + 1.76% to 2.40% p.a.	12,668	22,641	13,418	30,880
BNDES	US\$	2013	Currency basket (US\$) + 2.50% p.a.	1,908	2,056	2,041	3,207
BNDES	US\$	2016 to 2018	Currency basket (US\$) + 1.76% to 1.88%p.a.	25,431	106,188	13,077	54,493
Nippon Usiminas	US\$	2014 and 2017	LIBOR + 0.83% and 1.23% p.a.	54,896	267,616	58,775	314,197
JBIC/Nippon Usiminas	US\$	2013 and 2016	LIBOR + 1.475% e 2.35% p.a.	22,678	86,163	24,581	103,461
JBIC	US\$	2018	LIBOR + 0.546% and 0.885% p.a.	3,062	858,605	2,887	833,880
Credit Suisse – Export Pre- Payment	US\$	2014	LIBOR + 4% p.a.	32,639	62,444	35,166	83,310
Eurobonds	JPY	2018	4.1165% p.a.	17,632	832,839	18,641	880,517
Syndicated export pre payment	US\$	2013 and 2015	LIBOR + 1.1% to 1.35% p.a.	204,402	735,947	75,434	928,311
Syndicated export pre payment <i>Escrow account</i>				(136,867)		(10,319)	
Commercial Paper	US\$	2011	LIBOR + 0.5%p.a.			91,783	
Eurobonds	JPY	2016	4,275% p.a.	1,020	442,092	1,079	467,400
KFW	US\$	2012	LIBOR + 0.75% p.a.	8,102		8,689	4,243
KFW	EUR	2015	3.59% p.a.	8,608	28,641	8,509	32,171
Bawag PSK – Export pre payment	US\$	2012	LIBOR + 2.317% p.a.	22,769		24,489	12,022
BNP – Export pre payment	US\$	2012	LIBOR + 1.25% p.a.	11,443	5,676	12,245	12,119
Club Deal - Export pre payment	US\$	2013	LIBOR + 0.65% p.a.	47,504	70,250	51,045	99,972
Safra - Export pre payment	US\$	2010 and 2011	LIBOR + 2.65% and 2.75% p.a.			41,888	
				<u>337,895</u>	<u>3,521,158</u>	<u>473,428</u>	<u>3,860,183</u>
In local currency				<u>447,173</u>	<u>3,184,162</u>	<u>369,356</u>	<u>2,635,355</u>
				<u>785,068</u>	<u>6,705,320</u>	<u>842,784</u>	<u>6,495,538</u>

(ii) Consolidated

(a) Local currency

	Currency/ index	Maturity of principal	Annual Interest rates (%)	06/30/2011		12/31/2010	
				Current	Non current	Current	Non current
BNDES	URTJLP	2013	TJLP + 2.50% to 3.00%p.a.	23,915	25,722	23,970	37,594
BNDES	URTJLP	2012 to 2015	TJLP + 1.36% to 2.90% p.a.	108,354	156,203	108,049	209,952
BNDES	URTJLP	2015	TJLP + 1.76% p.a.	70,789	238,576	21,359	82,316
BNDES	URTJLP	2018	TJLP + 1.88% and 2.88% p.a.	761	54,296		
BNDES	URTJLP	2018	TJLP + 5.50%p.a.	19	2,000		
BNDES	URTJLP	2011	TJLP + 1.6% to 3.5% p.a.	748		2,088	
BDMG	URTJLP	2014	TJLP+ 6% p.a.	19,085	28,794	20,713	35,583
FINAME	URTJLP	2012 to 2014	TJLP + 1.0% to 1.3% p.a.	1,496	1,315	1,582	2,017
FINAME	R\$	2011 to 2020	4.5% a 10.9% p.a.	22,279	4,602	12,119	568
FINAME	URTJLP	2011 to 2012	TJLP+ 1,0% to 4% p.a.	425	2	471	191
Banco do Brasil	R\$	2013, 2015 and 2018	11.464%p.a., 98% CDI+ 108.15% CDI	64,559	2,700,000	45,022	2,300,000
BNDES/EXIM	R\$	2011	7% p.a.	150,423		150,452	
Other				20,001	64,721	20,908	66,757
				<u>482,854</u>	<u>3,276,231</u>	<u>406,733</u>	<u>2,734,978</u>

(b) Foreign currency

	Currency/ index	Maturity of principal	Annual interest rate (%)	06/30/2011		12/31/2010	
				Current	Non current	Current	Non current
BNDES	US\$	2013 to 2015	Basket of currencies (US\$) + 1.76% to 2.40%	12,668	22,641	13,418	30,880
BNDES	US\$	2013	Basket of currencies (US\$) +	1,908	2,056	2,041	3,207
BNDES	US\$	2016	Basket of currencies (US\$) + 1.76% p.a.	25,431	106,188	13,077	54,493
JBIC/ Nippon Usiminas	US\$	2014 and 2017	LIBOR + 0.83% and 1.23% p.a.	54,896	267,616	58,775	314,197
JBIC/ Nippon Usiminas	US\$	2013 and 2016	LIBOR + 1.475% and 2.35% p.a.	22,678	86,163	24,581	103,461
JBIC	US\$	2018	LIBOR + 0.546% and 0.885% p.a.	3,062	858,605	2,887	833,880
JBIC	US\$	2018	LIBOR + 1.2225% and 0.65% p.a.	21,944	131,132	11,768	151,624
Export pre payment - Credit Suisse	US\$	2014	LIBOR + 4% p.a.	32,639	62,444	35,166	83,310
KFW	US\$	2012	LIBOR + 0.75% p.a.	8,102		8,689	4,243
KFW	EUR	2015	3.59% p.a.	8,608	28,641	8,509	32,171
Export pre payment - Bawag PSK	US\$	2012	LIBOR + 2.317% p.a.	22,527		24,488	12,022
Export pre payment - Bawag PSK - Escrow Account				(22,527)		(24,488)	
Export pre payment - BNP	US\$	2012	LIBOR + 1.25% p.a.	11,443	5,676	12,245	12,119
Export pre payment - Banco Itaú Export	US\$	2012	LIBOR + 1.45% p.a.	3,418	1,703	3,642	3,635
Export pre payment - Club Deal	US\$	2013	LIBOR + 0.65% p.a.	47,504	70,250	51,045	99,972
UBS Eurobonds	US\$	2016	8.25%	1,216	312,220	1,298	333,240
UBS Eurobonds	US\$	2018	7.25%	20,372	624,440	21,744	666,480
Syndicated export pre payment	US\$	2013 and 2015	LIBOR + 1,1% to 1.35% p.a.	204,402	735,947	75,434	928,311
Syndicated export pre payment- Escrow Account				(136,867)		(10,319)	
Export pre payment - Safra	US\$	2011	LIBOR + 2.75% p.a.			41,888	
Other				8,267	25,364	7,939	1,901
				<u>351,691</u>	<u>3,341,086</u>	<u>383,827</u>	<u>3,669,146</u>
In Local currency				<u>482,854</u>	<u>3,276,231</u>	<u>406,733</u>	<u>2,734,978</u>
				<u>834,545</u>	<u>6,617,317</u>	<u>790,560</u>	<u>6,404,124</u>

Long-term amounts by maturity are as follows:

	Parent Company		Consolidated	
	06/30/2011	12/31/2010	06/30/2011	12/31/2010
2012	386,190	715,791	421,833	764,445
2013	1,114,638	1,071,083	1,169,776	1,119,058
2014	1,253,980	1,192,486	1,298,303	1,233,171
2015	1,117,464	1,052,769	1,152,376	1,088,496
2016	1,266,483	876,165	1,170,674	777,725
2017 to 2020	1,566,565	1,587,244	1,404,355	1,421,229
	<u>6,705,320</u>	<u>6,495,538</u>	<u>6,617,317</u>	<u>6,404,124</u>

(c) Changes in loans and financing

	Parent Company	Consolidated
At December 31 , 2010	<u>7,338,322</u>	<u>7,194,684</u>
New loans and financing	869,616	909,001
Charges provisioned	217,700	232,735
Indexation charges and foreign exchange	(255,165)	(251,590)
Payment of charges	(201,873)	(222,669)
Payment of principal	(478,212)	(412,017)
Other		<u>1,718</u>
At 30 June, 2011	<u>7,490,388</u>	<u>7,451,862</u>

(d) Covenants

The Company has loans and financing with certain contractual conditions, which require compliance with covenants based on specific financial ratios, as follows:

- Consolidated Interest Coverage Ratio – capacity of payment the interest of loans and financing in relation to EBITDA;
- Total Debt to EBITDA and Net Debt to EBITDA – capacity of debt payment in relation to EBITDA;
- Total Capitalization Ratio – relation between own capital and third party capital;
- Liquidity Level – capacity of payment of short term obligations;
- Capitalization Level – relation between the net Equity and total Assets;
- Collection History – relation between the payments of principal and interest of ACC contracts and export pre-payment and the export net revenue.

The ratios described above are calculated on a consolidated basis. Non compliance may result in accelerated prepayments of obligations to local and foreign creditors.

At June 30, 2011, the Company was not in compliance with certain loan and financing contractual condition (financing ratio covenants), related to the Total Debt Ratio to EBITDA for certain contracts. This fact was duly communicated to the creditors and a waiver was requested, which was successfully obtained.

17 Provision for contingencies

	Parent Company					
	06/30/2011			12/31/2010		
	Contingencies	Judicial deposits	Net balance	Contingencies	Judicial deposits	Net balance
IR and CSLL	132,870	(38,735)	94,135	128,137	(37,650)	90,487
INSS	55,635	(9,491)	46,144	41,646		41,646
CIDE	25,547	(25,547)		24,409	(24,409)	
Labor	116,421	(75,696)	40,725	123,541	(62,576)	60,965
Civil	73,389	(7,293)	66,096	66,482	(8,131)	58,351
Other				35,097	(9,075)	26,022
	<u>403,862</u>	<u>(156,762)</u>	<u>247,100</u>	<u>419,312</u>	<u>(141,841)</u>	<u>277,471</u>

	Consolidated					
	06/30/2011			12/31/2010		
	Contingencies	Judicial Deposits	Net balance	Contingencies	Judicial deposits	Net balance
IR and CSLL	171,365	(48,637)	122,728	151,046	(50,088)	100,958
INSS	55,663	(9,519)	46,144	41,674	(28)	41,646
CIDE	31,229	(31,229)		29,208	(29,208)	
COFINS	30,826	(17,665)	13,161	29,760	(17,475)	12,285
PIS	6,324	(3,615)	2,709	6,241	(3,568)	2,673
Labor	142,820	(82,034)	60,786	140,366	(68,775)	71,591
Civil	75,471	(7,293)	68,178	66,482	(8,131)	58,351
Other	4,520	(1,084)	3,436	38,038	(10,588)	27,450
	<u>518,218</u>	<u>(201,076)</u>	<u>317,142</u>	<u>502,815</u>	<u>(187,661)</u>	<u>314,954</u>

At June 30, 2011, Usiminas Companies have judicial deposits recorded in non-current assets, for which no provisions were recorded (Note 12).

The changes in the provisions for contingencies for the six month period ended June 30,2011 are as follows:

	<u>Parent Company</u>	<u>Consolidated</u>
Balances at December 31,2010 before the offset of judicial deposits	419,312	502,815
Additions	18,593	21,498
Interest/indexation	20,439	22,250
Amortization/disposals	(49,739)	(49,739)
Reversals	(4,743)	(10,734)
Other	_____	32,128
Offset of judicial deposits	(156,762)	(201,076)
Balances at June 30 , 2011	<u>247,100</u>	<u>317,142</u>

The provisions for contingencies were recorded to cover probable losses on administrative and judicial litigation relating to tax, labor and civil issues, in amounts deemed sufficient by management, based on the advice and evaluation of internal and external legal counsel.

At June 30, 2011, the information related to the progress of processes, expectation of success, possible contingencies and contingencies on assets did not change significantly in relation to the position disclosed in the Company financial statements for December 31, 2010, and have not been repeated in these interim financial.

18 Retirement Benefit Obligations

At June 30, 2011, there were no alterations in the nature and conditions of the retirement benefit plans in relation to those detailed in Note 28 to the Company's financial statements for the year ended December 31, 2010.

The balances of retirement benefits are demonstrated as follows:

	Parent Company and Consolidated	
	06/30/2011	12/31/2010
Balance sheet obligations for:		
Pension benefits	1,268,465	1,253,430
Post-employment medical benefits	51,041	48,510
	<u>1,319,506</u>	<u>1,301,940</u>
	Parent Company and Consolidated	
	06/30/2011	06/30/2010
Income (expenses) recognized in income statement for		
Pension benefits	45,970	42,550
Pension benefits Post-employment medical benefits	(2,531)	(2,466)
	<u>43,439</u>	<u>40,084</u>
Actuarial gains(losses) recognized immediately in other comprehensive income	(81,717)	(76,114)
Actuarial gains(losses) of the debt recognized immediately in other comprehensive income – CPC 33 and IFRIC 14	(53,525)	(77,574)
(Increase)/decrease in asset ceiling in other comprehensive income - paragraph 58 CPC 33 and IAS 19	43,601	39,317
	<u>(91,641)</u>	<u>(114,371)</u>
Cumulative actuarial losses recognized in the statement of other comprehensive income	<u>(279,193)</u>	<u>(114,371)</u>

As described in Note 28 to the Company's financial statements for the year ended December 31, 2010, the actuarial gains and losses are recognized, in the period in which they occur, in Other comprehensive results pursuant to CPC 33 and IAS 19 guidelines.

For comparison purposes the balances for 2010 were adjusted to reflect a change in accounting practices.

18.1 Change in the defined benefit obligations

The actuarial study in conformity with CPC 33, conducted by an independent actuary for the base date of December 31, 2010, presented a liability of R\$1,301,940. This actuarial study will be reviewed at December 31, 2011. The change in the defined benefit obligations is demonstrated as follows:

	Parent Company and Consolidated 06/30/2011
Balance at December 31, 2010	1,301,940
Amortization	(77,844)
Amounts recognized in the result	(43,439)
Actuarial losses directly recognized in other comprehensive results	138,849
Balance at March 31, 2011	<u>1,319,506</u>

19 Equity

(a) Share Capital

At June 30, 2011, share capital is as follows:

	<u>Common</u>	<u>Class A preferred</u>	<u>Class B preferred</u>	<u>Total</u>
At December 31, 2010				
Total shares	505,260,684	508,438,832	86,674	1,013,786,190
Total treasury stock	(2,526,654)	(24,060,356)		(26,587,010)
Total shares except treasury stocks	502,734,030	484,378,476	86,674	987,199,180
Conversion of shares		480	(480)	
At June 30, 2011				
Total shares	505,260,684	508,439,312	86,194	1,013,786,190
Total treasury stock	(2,526,654)	(24,060,356)		(26,587,010)
Total shares except treasury stock	<u>502,734,030</u>	<u>484,378,956</u>	<u>86,194</u>	<u>987,199,180</u>

Each common share entitles to one vote in the General Meeting deliberations, and the preferred shares have no voting right, but (i) will receive dividends 10% higher than those attributed to common shares; (ii) are entitled to participate, in equal conditions to the common shares, of any gratuities voted in the General meeting; (iii) the priority in the capital reimbursement, with no premium right, in case of the Company liquidation; (iv) will acquire voting right in the meetings, if the Company does not pay preferred dividends during three consecutive years.

The preferred shares may not be converted into common shares.

Priority of reimbursement of class A preferred share holders is subordinated to the class B preferred shares priority. The class B preferred shares may, at any time, and at the sole discretion of the shareholder, be converted into class A preferred shares. The class B preferred share holders will have priority in the capital reimbursement, with no premium right, in case of the Company liquidation.

The shareholders are assured a minimum dividend of 25% of net income for the year calculated pursuant to the Corporate Law.

(b) Reserves

- Additional paid-in capital - constituted in the merger process, pursuant to article 14, sole § of Law 6,404/76. This reserve may be used to absorb losses exceeding the retained earnings and revenue reserves, redemption, reimbursement or purchase of shares, redemption of beneficiary parties, incorporation to capital and payment of dividends to preferred shares, when this advantage is assured to them (article 200 of Law 6,404/76)
- Treasury stock – At June 30, 2011 the Company held (2,526,654) common shares and (24,060,356) class A preferred shares in treasury.
- Legal reserve – Constituted based on 5% of net income for each year up to 20% of capital.
- The reserve for investments and working capital comprises:
 - (i) appropriation of 50% of net income for the year adjusted by legal reserve, as set forth in the Company's By Laws. The investments and working capital reserve cannot exceed 95% of capital, and its balance, may be used to absorb losses, dividends distribution, redemptions, reimbursement or purchase of shares, or, capitalized.
 - (ii) appropriation to the statutory reserve, pursuant to article 196 of Law 6,404/76, based on capital budget approved at the Board of Directors meeting.

(c) Dividends and interest on capital

Dividends and interest on own capital distribution is as follow:

	<u>Parent Company</u>	<u>Consolidated</u>
Balance at December 31, 2010	145,175	159,819
Dividends paid	(319,660)	(341,010)
Dividends in the period	176,833	182,122
Other	(3)	1,416
Balance at June 30, 2011	<u>2,345</u>	<u>2,347</u>

20 Segment Information

Management has determined the Usiminas Companies' operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Board of Directors analyses the business by segment of products sold.

Although the Mining and Logistics segment do not meet the quantitative thresholds required by CPC 22 and IFRS 8, Management has concluded that this segment should be reported, as it is closely monitored by the Board of Directors as relevant businesses with growth potential and are expected to materially contribute to Usiminas Companies' revenues in the future. The revenue generated by the operating segments reported arises mainly from the manufacture and sale of steel products and related services.

Information on operating profit (loss), assets and liabilities by reportable segment

The information by business segment, reviewed by Management related to the six month period ended June 30, 2011 is as follows:

	Mining and Logistics	Steel Metallurgy	Steel Transformation	Capital Assets	Subtotal	Eliminations and Adjustments	Total
Revenue	479,606	5,484,376	1,101,668	680,850	7,746,500	(1,657,365)	6,089,135
Cost of sales	(122,667)	(5,311,876)	(992,538)	(604,035)	(7,031,116)	1,660,752	(5,370,364)
Gross profit/ <u>Operating income</u>	356,939	172,500	109,130	76,815	715,384	3,387	718,771
<u>(Expenses)</u>	(52,067)	(130,956)	(104,676)	(51,290)	(338,989)	3,163	(335,826)
Selling expenses General and Administrative expenses	(23,790)	(118,609)	(51,438)	(12,545)	(206,382)		(206,382)
Other (expenses)and Net operating income	(26,355)	(145,735)	(52,280)	(37,153)	(261,523)		(261,523)
	(1,922)	133,388	(958)	(1,592)	128,916	3,163	132,079
<u>Operating profit (i)</u>	304,872	41,544	4,454	25,525	376,395	6,550	382,945
Depreciation Other	13,373	383,195	21,136	10,696	428,400		428,400
Additions/deductions	460	(118,661)	9,122	3,163	(105,916)	(3,163)	(109,079)
EBITDA	318,705	306,078	34,712	39,384	698,879	3,387	702,266
EBITDA margin	66.5%	5.6%	3.2%	5.8%	9.0%		11.5%
Assets	5,042,803	33,742,465	1,718,572	1,180,001	41,683,841	(9,457,037)	32,226,804
Total assets include: Investments in associated companies	464,011	71,549			535,560	(217,819)	317,741
Additions to non- current assets (other than financial instruments and deferred tax assets)	78,767	1,076,877	38,485	33,097	1,227,226	(49,777)	1,177,449
Current and noncurrent liabilities	382,816	13,800,638	450,411	495,329	15,129,194	(2,010,773)	13,118,421

The information by business segment , reviewed by Management related to the six month period ended June 30, 2010 is as follows:

	Mining and Logistics	Steel metallurgy	Steel transformation	Capital assets	Subtotal	Eliminations and adjustments	Total
Revenue	435,354	6,097,220	1,221,901	666,745	8,421,220	(1,791,786)	6,629,434
Cost of sales	(136,534)	(5,055,676)	(1,056,103)	(578,865)	(6,827,178)	1,723,971	(5,103,207)
Gross profit	298,820	1,041,544	165,798	87,880	1,594,042	(67,815)	1,526,227
<u>(Expenses)/operating income Operating</u>	(35,181)	(161,374)	(68,991)	(45,102)	(310,648)		(310,648)
Selling expenses	(31,822)	(84,935)	(46,169)	(9,110)	(172,036)		(172,036)
General and Administrative expenses administrative	(3,073)	(161,003)	(46,139)	(35,718)	(245,933)		(245,933)
Other (expenses) and net operating revenues	(286)	84,564	23,317	(274)	107,321		107,321
<u>Operating profit (i)</u>	263,639	880,170	96,807	42,778	1,283,394	(67,815)	1,215,579
Depreciation	14,851	356,672	18,954	9,970	400,447		400,447
Other Additions/deductions		(39,769)	1,890	4,313	(33,566)		(33,566)
EBITDA	278,490	1,197,073	117,651	57,061	1,650,275	(67,815)	1,582,460
EBITDA margin	64.0%	19.6%	9.6%	8.6%			23.9%

(i) The reconciliation of operating profit is as follows:

	06/30/2011	06/30/2010
Operating profit of information by business segment	382,945	1,215,579
Financial result	89,088	(172,249)
Equity in the results	31,697	29,040
Operating result before taxation on net income	503,730	1,072,370

Sales between segments were treated as sales between independent parties.

21 Statement of Adjusted EBITDA (Unaudited)

Management evaluates the performance of operating segments based on a measure of adjusted EBITDA (unaudited).

Adjusted EBITDA is not an accounting measure in accordance with IFRS, and does not represent the cash flows of the periods presented. Accordingly, it should not be used as an alternative measurement to profit, as an indicator of the Company's operating performance, or as an alternative for cash flows as a liquidity source.

Management's definition of adjusted EBITDA is not necessarily comparable with the definition of adjusted EBITDA of other companies.

The EBITDA - Result before taxes on net income , equity in the results, plus depreciation, amortization and additions and deductions comprised mainly of the results of operations that are not part of the Company's production cycle, as well as events which occurred in prior years - was calculated as follows:

	<u>06/30/2011</u>	<u>Parent Company 06/30/2010</u>	<u>06/30/2011</u>	<u>Consolidated 06/30/2010</u>
Profit before income tax and social contribution	247,778	980,476	503,730	1,072,370
(+/-) Equity in the results	(205,455)	(212,839)	(31,697)	(29,040)
(+) Finance income	(38,626)	214,487	(89,088)	172,249
(+) Depreciation and amortization	377,316	366,308	428,400	400,447
(+/-) Other additions/deductions	(120,138)	(39,765)	(109,079)	(33,566)
 EBITDA	 <u>260,875</u>	 <u>1,308,667</u>	 <u>702,266</u>	 <u>1,582,460</u>
 EBITDA / Net revenue (margin %)	 <u>4.82%</u>	 <u>22.24%</u>	 <u>11.53%</u>	 <u>23.7%</u>

22 Expenses by Nature

	Parent Company		Consolidated	
	06/30/2011	06/30/2010	06/30/2011	06/30/2010
Depreciation and amortization	(377,316)	(366,308)	(428,400)	(400,447)
Employee benefit expenses	(473,632)	(448,987)	(1,012,062)	(900,115)
Raw materials and consumables	(3,891,100)	(3,163,637)	(3,542,536)	(3,283,766)
Distribution cost	(46,379)	(39,075)	(84,082)	(64,244)
Third-party services	(612,481)	(650,151)	(544,820)	(558,925)
Judicial contingencies, net (additions and disposals)	134,083	(3,233)	126,625	(3,379)
Other revenues (expenses)	(139,646)	(231,780)	(220,915)	(202,979)
	<u>(5,406,471)</u>	<u>(4,903,171)</u>	<u>(5,706,190)</u>	<u>(5,413,855)</u>
Cost of assets and/or services sold	(5,286,329)	(4,703,641)	(5,370,364)	(5,103,207)
Selling expenses	(118,523)	(116,757)	(206,382)	(172,036)
General and administrative expenses	(137,895)	(160,395)	(261,523)	(245,933)
Other operating income (expenses), net	136,276	77,622	132,079	107,321
	<u>(5,406,471)</u>	<u>(4,903,171)</u>	<u>(5,706,190)</u>	<u>(5,413,855)</u>

23 Financial income (expenses)

The financial income (expenses) are summarized as follows:

	Parent Company		Consolidated	
	<u>06/30/2011</u>	<u>06/30/2010</u>	<u>06/30/2011</u>	<u>06/30/2010</u>
Financial income				
Clients interest	5,456	10,371	6,483	12,922
Income from financial investments	45,605	86,540	192,941	107,682
Indexation	46	(32)	2,108	1,290
Discounts	88	1,787	425	1,885
Interest on judicial deposits	20,989	14,478	20,989	14,478
Adjustment present value	57,920		48,777	121
Interest on tax credits	13,049	6,077	13,049	6,133
Other financial income	3,567	417	9,995	2,356
	<u>146,720</u>	<u>119,638</u>	<u>294,767</u>	<u>146,867</u>
Financial expenses				
Interest and commissions on financing	(238,704)	(153,656)	(257,663)	(174,386)
Results of swap transactions	(42,971)	(23,023)	5,466	(40,963)
Indexation charges	(4,181)	(6,003)	(5,494)	(6,228)
Interest, commissions and expenses on arrears	(3,348)	(1,203)	(4,237)	(1,453)
Tax on Financial Transactions (IOF)	(7,625)	(482)	(7,683)	(1,082)
Funding expenses	(1,286)	(8,508)	(1,286)	(8,508)
Interest on contingent liabilities	(20,437)	(15,254)	(21,902)	(16,721)
Adjustment to present value	(30,219)		(31,391)	
Other financial expenses	(8,355)	(798)	(6,335)	(2,135)
	<u>(357,126)</u>	<u>(208,927)</u>	<u>(330,525)</u>	<u>(251,476)</u>
Foreign exchange gains and losses, net	<u>249,032</u>	<u>(125,198)</u>	<u>124,846</u>	<u>(67,640)</u>
	<u>38,626</u>	<u>(214,487)</u>	<u>89,088</u>	<u>(172,249)</u>

Foreign exchange differences charged or credited to the income statements arise from the foreign exchange variation on loans and financing, and foreign suppliers, current accounts, financial investments and customers.

24 Earnings per share

Basic and diluted earnings per share is calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of common shares in issue during the year excluding common shares purchased by the Company and held as treasury shares. The Company does not have debt convertible into shares or share purchase options and, accordingly, it does not have potential dilution of common and preferred shares.

	Parent Company and Consolidated					
	06/30/2011			06/30/2010		
	Common	Preferred	Total	Common	Preferred	Total
Basic						
Numerator						
Profit (loss) available to the stockholders	41,525	44,017	85,542	374,765	397,262	772,027
Denominator						
Weighted average of shares, excluding treasury shares	502,734,030	484,465,150	987,199,180	502,734,030	484,465,150	987,199,180
Earnings (loss) per share in R\$	0.08	0.09		0.75	0.82	

25 Related parties transactions

At June 30, 2011, the Company shareholding position was as follows:

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Nippon Usiminas Co. Ltd. (“Nippon Usiminas”)	119,969,788	23.74	2,830,832	0.56	122,800,620	12.11
Caixa de Previdência dos Funcionários do Banco do Brasil	52,769,590	10.44	5,961,150	1.17	58,730,740	5.79
Caixa dos Empregados da Usiminas – (“CAIXA”)	51,164,642	10.13		0.00	51,164,642	5.05
Camargo Corrêa Cimentos S.A. (“Camargo Corrêa”)	43,998,942	8.71		0.00	43,998,942	4.34
Companhia Siderúrgica Nacional (CSN)	26,220,600	5.19	16,864,900	3.32	43,085,500	4.25
Votorantim Industrial S.A.	65,606,930	12.98			65,606,930	6.47
Nippon Steel Corporation Co. Ltd.	18,820,356	3.72	307,926	0.06	19,128,282	1.89
BNDES Participações S.A.		0.00	18,549,230	3.65	18,549,230	1.83
Construções e Comércio Camargo Correa S/A	14,421,368	2.85		0.00	14,421,368	1.42
Usiminas in treasury	2,526,654	0.50	24,060,356	4.73	26,587,010	2.62
Other shareholders	109,761,814	21.74	439,951,112	86.51	549,712,926	54.23
Total	505,260,684	100.00	508,525,506	100.00	1,013,786,190	100.00

The main balances and transactions with related parties are as follows:

25.1 Parent company

(a) Current assets

	06/30/2011			12/31/2010		
	Trade accounts receivable	Dividends receivable	Other accounts receivable	Trade accounts receivable	Dividends receivable	Other accounts receivable
Controllers						
CAIXA dos Empregados da Usiminas ("CAIXA")	4			47		583
Camargo Corrêa Cimentos S.A. ("Camargo Correa")	5,530			3,858		
Construções e Comércio Camargo Corrêa S.A.				1		
Nippon Steel Corporation Co. Ltd.				1,160		
Metal One Corporation			9			8
Subsidiaries						
Automotiva Usiminas S.A.	13,824	1,290		1,119	1,290	
Cosipa Overseas Ltd.	61,047			128,768		
Mineração Usiminas S.A.	13,612		7,516		30,865	3,424
Rios Unidos			9,873			8,072
Soluções em Aço Usiminas S.A.	171,498			164,387	6,268	
Usiminas Mecânica S.A.	11,887		1,166	11,708	17,376	6,365
Usiminas Participações e Logística - UPL		525			525	
Jointly controlled						
Fasal Trading Brasil		333				
Fasal Trading Corporation	3,052			9,680		
Unigal Ltda	75			117		
Usiroll			8,000	31		5,000
Associated						
Codeme Engenharia S.A.	4,871			4,577		
Metform S.A.	1,404			382		
MRS Logística S.A.						3,636
Usifast Logística Industrial S.A..						1,606
	<u>286,804</u>	<u>2,148</u>	<u>26,564</u>	<u>325,835</u>	<u>56,324</u>	<u>28,694</u>

Trade accounts receivable classified as related parties mainly arise from Sales transactions and fall due in no longer than 30 days. The accounts receivable have no guarantees and are subject to interest. At December 31, 2010, no provisions for accounts receivable from related parties were set up.

(b) Non current assets - receivables from related companies

	<u>06/30/2011</u>	<u>12/31/2010</u>
Controllers		
CAIXA (a)	5,834	5,291
Subsidiaries		
Usiminas Europa A/S	61	
Usiminas International Ltd. (b)	1,067	1,139
Usiminas Mecânica S.A. (c)	52,957	48,594
Associated		
Usifast Logística Industrial S.A. (d)		669
	<u>59,919</u>	<u>55,693</u>

(a) Related to actuarial deficit.

(b) Related to premium of imported coal.

(c) Related to actuarial deficit and sale of property, plant and equipment.

(d) Related to sale of property.

(c) Current liabilities

	<u>06/30/2011</u>	
	Liabilities with related companies	
	<u>Suppliers</u>	<u>Other payables</u>
		<u>Loans and financing</u>
Controllers		
CAIXA		2
Camargo Corrêa S.A.	1	592
Construções e Comércio Camargo Corrêa S.A.	5,456	
Nippon Steel Corporation Co. Ltd.	4	
Nippon Usiminas Co. Ltd.(a)		77,573
Subsidiaries		
Automotiva Usiminas S.A.	178	3
Cosipa Commercial Ltd.		1,020
Cosipa Overseas Ltd.		22,769
Mineração Usiminas S.A.	69,520	1
Rios Unidos	2,247	
Soluções em Aço Usiminas S.A.	1,763	235
Usiminas Commercial Ltd.		17,632
Usiminas Europa A/S		
Usiminas Mecânica S.A.	165,150	15
Jointly controlled subsidiaries		
Unigal Ltda.	53,621	
Usiroll	447	
Associated companies		
Codeme Engenharia S.A.		24,624
Metform S.A.	36	7,776
MRS Logística S.A.	2,358	
	<u>300,780</u>	<u>33,248</u>
		<u>118,994</u>

	Liabilities with related companies		12/31/2010
	Suppliers	Other payables	Loans and financing
Controllers			
CAIXA		336	
Camargo Corrêa		1,609	
Construções e Comércio Camargo Corrêa S.A.	5,457		
Nippon Steel Corporation Co. Ltd.	4	809	
Nippon Usiminas Co. Ltd. (a)			83,357
Subsidiaries			
Automotiva Usiminas S.A.	421		
Cosipa Commercial Ltd.			1,078
Cosipa Overseas Ltd.			24,489
Mineração Usiminas S.A.	81,408	1	
Rios Unidos	1,274		
Soluções em Aço Usiminas S.A.	1,002	507	
Usiminas International Ltd.			91,784
Usiminas Commercial Ltd.			18,641
Usiminas Mecânica S.A.	134,052	396	
Jointly controlled subsidiaries			
Unigal Ltda.	62,519		
Usiroll	371		
Associated companies			
Codeme Engenharia S.A.		24,624	
Metform S.A.	121	7,776	
MRS Logística S.A.	1,894		
Usifast Logística Industrial S.A.	5,885	1,559	
	<u>294,408</u>	<u>37,617</u>	<u>219,349</u>

(a) Loans in US dollars, bearing charges varying from 0.83% to 2.35% per annum + LIBOR.

The amounts payable to related companies classified as suppliers mainly arise from purchase transactions and fall due in no longer than 45 days. The accounts payable are not subject to interest.

(d) Non current liabilities

	<u>06/30/2011</u>		<u>12/31/2010</u>	
	<u>Loans and financing</u>	<u>Liabilities with related parties</u>	<u>Loans and financing</u>	<u>Liabilities with related parties</u>
Controllers				
Nippon Usiminas Co. Ltd. (a)	353,780		417,659	
Subsidiaries				
Cosipa Commercial Ltd.	442,092		467,400	
Cosipa Overseas Ltd.			12,022	
Usiminas Commercial Ltd.	832,839		880,516	
Associated				
Codeme Engenharia S.A.		19,675		31,843
Metform S.A.		6,213		10,056
	<u>1,628,711</u>	<u>25,888</u>	<u>1,777,597</u>	<u>41,899</u>

(a) Loans in US dollars, bearing charges varying from 0.83% to 2.35% per annum + LIBOR.

(e) Sales and purchases

	Sales		Purchases	
	06/30/2011	06/30/2010	06/30/2011	06/30/2010
Controllers				
Camargo Corrêa S.A.	42,103	20,386	377	995
Construções e Comércio Camargo Corrêa S.A.	675		4,570	5
Nippon Steel Corporation Co. Ltd.		72,935	5,848	6,250
Metal One Corporation			8,433	88,928
Subsidiaries				
Automotiva Usiminas S.A.	56,367	56,953	4,482	4,171
Cosipa Overseas Ltd.	143,107	380,219		
Mineração Usiminas S.A.			571,888	
Rios Unidos	3	126	26,293	26,458
Soluções em Aço Usiminas S.A.	868,331	1.352,107	12,224	12,681
Usiminas Mecânica S.A.	117,897	114,153	367,398	383,936
Jointly- controlled subsidiaries				
Fasal Trading Corporation	79,201	60,072	240	24
Modal Terminal de Granéis Ltd.			139	2.328
Unigal Ltda.	317	496	173,635	181,942
Usiroll			2,747	2,665
Associated companies				
Codeme Engenharia S.A.	22,503	8,407	2,253	
Metform S.A.	13,137	6,439	768	1,479
MRS Logística S.A.			85,002	151,426
Terminal de Cargas Sarzedo Ltda			51	5,068
Usifast Logística Industrial S.A.				54,089
	<u>1,343,641</u>	<u>2,072,293</u>	<u>1,266,348</u>	<u>922,445</u>

The main Company transactions with related parties are summarized as follows:

- Sales of granulated slag to Camargo Corrêa, used in the manufacture of cement
- Purchase of services from Nippon Steel Corporation Co Ltd., including the provision of advanced industrial technology, technical assistance services and training for employees;
- Sales of products to Automotiva Usiminas for application in the stamping of pieces for the automobile industry;
- Purchase of iron ore from Minerações Usiminas to be used in the Plants of Ipatinga and Cubatão.
- Purchase from Rios Unidos of railroad transportation services of iron and steel products and different materials;
- Sales of products to Soluções Usiminas for transformation and distribution. In addition, Soluções Usiminas renders technical services in the steel area to clients of Usiminas Companies;
- Sales of products to Usiminas Mecânica and purchase of services, including steel products and equipment;
- Purchase of Modal of storage services and loading of ore;
- Purchase from Unigal of hot-dip galvanized steel sheets and cold-rolled steel sheets and coils;
- Purchase from Usiroll of services of texturing and chrome plating of cylinders used in laminations;

- Purchase of railroad transportation services from MRS for the transportation of products, iron ore, imported coals and other raw materials;
- Purchase of Terminal de Cargas Sarzedo Ltda. of storage services and loading of ore; and
- Purchase of road transportation services of steel products and sundry materials from Usifats Logística S.A.

The sales between related parties are carried out based on the effective price list and based in the terms and conditions similar to those that would be available for third parties, at the exact same commercial conditions.

The other related party transactions are mainly contracted at market conditions, considering prices and terms.

(f) Financial results

	<u>06/30/2011</u>	<u>06/30/2010</u>
Controllers		
CAIXA	342	
Camargo Correa S.A.	242	
Nippon Steel Corporation Co. Ltd.	(12)	(1,287)
Nippon Usiminas Co. Ltd.	24,798	4,350
Subsidiaries		
Automotiva Usiminas S.A.	170	
Cosipa Overseas Ltd.	(1,296)	(3,603)
Cosipa Commercial Ltd.	14,345	(47,349)
Mineração Usiminas S.A.	(2,555)	
Rios Unidos	(260)	
Soluções em Aço Usiminas S.A.	6,980	(3)
Usiminas Commercial Ltd.	28,232	(88,289)
Usiminas International Ltd.	4,069	(3,792)
Usiminas Mecânica S.A.	276	186
Jointly –controlled subsidiaries		
Fasal Trading Corporation	(254)	1,002
Modal Terminal de Granéis Ltd.	(1)	
Unigal Ltda.	(1,055)	
Usiroll	(33)	
Associated companies		
Usifast Logística Industrial S.A.		122
Other related parties		
Codeme Engenharia S.A.	84	
Metform S.A.	35	
MRS Logística S.A.	(189)	
Metal One Corporation		3,967
	<u>73,918</u>	<u>(134,696)</u>

The financial results with related parties refer mainly to charges on loans and financing listed in items (c) and (d) previously described.

(g) Compensation of key Management personnel

Key Management personnel include the Board of Directors and the Executive Committee (COMEX) members. The compensation paid or payable to Management key personnel, for employees services, is stated below:

	<u>06/30/2011</u>	<u>06/30/2010</u>
Fees	6,861	5,487
Profit sharing	4,886	3,663
Charges	5,178	3,736
Retirement and pension plans	194	217
	<u>17,119</u>	<u>13,103</u>

25.2 Consolidated

(a) Current assets

	06/30/2011			12/31/2010	
	Trade accounts receivable	Other accounts receivable	Other accounts receivable	Trade accounts receivable	Other accounts receivable
Controllers					
CAIXA	4			47	583
Camargo Corrêa S.A.	5,530			3,858	
Construções e Comércio Camargo Corrêa S.A.				1	
Nippon Steel Corporation Co. Ltd.				1,160	
Metal One Corporation			9		8
Jointly -controlled subsidiaries					
Fasal Trading Corporation	1,526			4,840	
Unigal Ltda.	492			2,285	
Usiroll			4,000	15	2,500
Associated Companies					
Codeme Engenharia S.A.	4,871			4,577	
Metform S.A.	1,404			382	
MRS Logística S.A.	751	11,119			3,636
Usifast Logística Industrial S.A.					1,606
	<u>14,578</u>	<u>11,119</u>	<u>4,009</u>	<u>17,165</u>	<u>8,333</u>

Trade accounts receivable classified as related parties mainly arise from Sales transactions and fall due in no longer than 30 days. The accounts receivable have no guarantee and are subject to interest. At December 31, 2010, there was no provision for accounts receivable from related parties.

The other accounts receivable from related parties refer basically to loan agreements.

(b) Non current assets - credits with related parties

	06/30/2011	12/31/2010
Controllers		
CAIXA (a)	5,834	5,291
Associated Companies		
Usifast Logística Industrial S.A. (b)		669
	<u>5,834</u>	<u>5,960</u>

(a) Related to actuarial deficit.

(b) Related to sale of property

(c) **Current liabilities**

	Amounts payable to related companies		06/30/2011
	Suppliers	Other	Loans and financing
Controllers			
CAIXA		2	
Camargo Corrêa S.A.	1	592	
Construções e Comércio Camargo Corrêa S.A.	5,456		
Nippon Steel Corporation Co. Ltd.	4		
Nippon Usiminas Co. Ltd. (a)			77,573
Jointly-controlled subsidiaries			
Modal Terminal de Graneis Ltda.	237		
Unigal Ltda.	16,915		
Usiroll	223		
Associated Companies			
Codeme Engenharia S.A.		24,624	
Metform S.A.	44	7,776	
MRS Logística S.A.	6,949		
Terminal de Cargas Sarzedo Ltda.	345		
	30,174	32,994	77,573
			12/31/2010
	Amounts payable to related companies		
	Suppliers	Other	Loans and financing
Controllers			
CAIXA		355	
Camargo Corrêa S.A.	92	1,609	
Construções e Comércio Camargo Corrêa S.A.	5,457		
Nippon Steel Corporation Co. Ltd.	4	809	
Nippon Usiminas Co. Ltd (a)			83,357
Jointly-controlled subsidiaries			
Modal Terminal de Granéis Ltd.	1,116		
Unigal Ltda.	18,756		
Usiroll	185		
Associated Companies			
Codeme Engenharia S.A.		24,624	
Metform S.A.	132	7,776	
MRS Logística S.A.	4,726		
Terminal de Cargas Sarzedo Ltda.	306		
Usifast Logística Industrial S.A.	5,115	1,559	
	35,889	36,732	83,357

(a) Loans in US dollars, bear charges varying from 0.83% to 2.35% per annum.

The amounts payable to related parties classified as suppliers mainly arise from purchase transactions and fall due in no longer than 45 days. The accounts payable are not subject to interest.

The other payables to related parties refer basically to loan agreements and amounts payable for the acquisition of investments.

(d) Non current liabilities

	06/30/2011		12/31/2010	
	Loans and financing	Liabilities with related parties	Loans and financing	Liabilities with related parties
Controllers				
Nippon Usiminas Co. Ltd. (a)	353,780		417,658	
Associated companies				
Codeme Engenharia S.A.		19,675		31,843
Metform S.A.		6,213		10,056
	<u>353,780</u>	<u>25,888</u>	<u>417,658</u>	<u>41,899</u>

(a) Loans in US dollars, bear charges varying from 0.83% to 2.35% per annum.

(e) Sales and purchases

	Sales		Purchases	
	06/30/2011	06/30/2010	06/30/2011	06/30/2010
Controllers				
Caixa				
Camargo Corrêa S.A.	42,103	20,386	579	3,655
Construções e Comércio Camargo Corrêa S.A.	675		4,570	5
Nippon Steel Corporation Co. Ltd.		72,935	6,371	6,250
Metal One Corporation			8,433	88,928
Jointly- Controlled subsidiaries				
Fasal Tading Corporation	39,601	30,036	120	12
Modal Terminal de Granéis Ltda.			1,294	1,164
Unigal Ltda	9,478	8,365	52,090	54,583
Usiroll			1,374	1,333
Associated				
Codeme Engenharia S.A.	22,503	8,407	2,253	
Metform S.A.	13,137	6,439	1,024	1,701
MRS Logística S.A.	469		156,079	151,426
Terminal de Cargas Sarzedo Ltda.			4,983	5,068
Usifast Logística Industrial S.A.				60,562
	<u>127,966</u>	<u>146,568</u>	<u>239,170</u>	<u>374,687</u>

The main transactions with related parties are summarized as follows:

- Purchase of Nippon Steel Corporation Co Ltd. services, including the provision of advanced industrial technology, technical assistance services and training for employees;
- Sale of granulated slags to Camargo Corrêa, used in the manufacture of cement;
- Purchase from Usiroll of texturing and chrome plating of cylinders used in the laminations;
- Purchase from Modal of ore storage and loading services;

- Purchase of railroad services from MRS for the transportation of products, iron ore, imported coal and other raw materials;
- Purchase from Terminal de Cargas Sarzedo of ore storage and loading services; and
- Purchase of road transportation services of and steel products and sundry material from Usifast Logística Industrial Ltda;

The sales between related parties are carried out based on the effective price list and in the terms that would be available for third parties, at exactly the same commercial conditions.

The other related party transactions are mainly contracted at market conditions, considering prices and terms.

(f) Financial income (expenses)

	<u>06/30/2011</u>	<u>06/30/2010</u>
Controllers		
Caixa	342	
Camargo Corrêa S.A.	242	
Nippon Steel Corporation Co Ltd.	(12)	(2,014)
Nippon Usiminas Co Ltd.	24,798	4,350
Jointly-controlled subsidiaries		
Fasal Trading Corporation	(127)	501
Modal Terminal de Graneis Ltda.	(10)	
Unigal Ltda.	(316)	
Usiroll	(16)	
Metal One Corporation		3,967
Associated companies		
Usifast		122
Codeme Engenharia S.A.	84	
Metform S.A.	35	
MRS Logística S.A.	(325)	
Terminal de Cargas Sarzedo Ltda.	(17)	
	<u>24,678</u>	<u>6,926</u>

The financial result with related parties refers mainly to charges on loans and financing listed in items (c) and (d) previously described.

(g) Compensation of key management personnel

The compensation of key management personnel is disclosed in Note 25.1 (g)

26 Notes presented in the annual financial statements that are not presented in these interim financial statements.

Pursuant to Circular Letter CVM/SYNC/SEP/N°003/2011, “Basic Accounting Pronouncement – Conceptual Structure for the Preparation and Presentation of the Financial Statements”, all information omitted from these interim financial statement disclosures which might influence a users economic decisions are provided in the annual financial statements at December 31, 2010 in the Notes below:

- Note 04 - Critical accounting estimates and judgments
- Note 07 – Financial instruments by category
- Note 08 – Credit quality of financial assets
- Note 15 – Other accounts receivable
- Note 21 – Debentures
- Note 22 – Taxes payable
- Note 23 – Taxes payable in installments
- Note 24 – Other payables
- Note 25 – Payables – Codesp
- Note 27 – Provision for environmental recovery
- Note 32 – Revenue
- Note 34 – Employment benefit expenses
- Note 35 – Operating income (expenses)
- Note 38 – Commitments
- Note 39 – Business combination
- Note 41 – Statements of cash flows
- Note 42 – Insurance coverage

27 **Stock Option Plan**

At the Extraordinary General Meeting, held on April 14, 2011, the shareholders approved the Company's Stock Option Plan. The main purposes of the Plan are:

- Align interests between officers and shareholders;
- Incentivize the creation of sustainable value;
- Attract and retention of talents;
- Maintain competitiveness with the market practices.

The Company Board of Directors will manage the Plan, with the Human Resources Committee advisory, subject to the limitations included in the Plan.

The main characteristics of the Plan are as below:

- All the employees are potentially eligible to the Plan. The potential beneficiaries for each stock option grant shall be submitted for assessment and approval of the Board of Directors.
- The Board of Directors will define every year, which employees are considered eligible to the Plan, after consulting the Human Resources Committee.
- All the shares resulting from the exercise of the options granted in accordance with the Plan shall be Preferred Shares.
- The Company may: (i) issue new Preferred Shares, within the limit of its authorized capital; or (ii) use Preferred Shares issued held in Treasury.
- Any Preferred Shares underlying an option granted in accordance with this Plan which, for any reason, is cancelled or extinguished without being exercised, shall be available again for the options. The options exercised must not result in the issuance or attribution of fractions of shares.
- In the event of issuance of new shares by the Company due to splits, reverse splits or stock bonuses, the Board of Directors may, at its own discretion, carry out the replacement or adjustment deemed necessary (i) in the number of shares that may result from the options exercise pursuant to this Plan; (ii) in the number of shares related to previously granted options which were not exercised; and (iii) in the exercise price of such options.

28 Net Result from Discontinued Operations

As mentioned in Note 13 (b), in February 2011 the Company sold all its Ternium shares. Accordingly, the results were reclassified to Net Result from Continued Operations, as follows:

	<u>2011</u>	<u>2010</u>
Investment balance	(1,373,675)	
Goodwill	(203,091)	
Exchange variation foreign subsidiaries	(244,503)	
Revenue from sale of investment	1,708,767	
Tax on sale	(12,417)	
Equity in the results		<u>92,099</u>
	<u>(124,919)</u>	<u>92,099</u>

29 Subsequent events

29.1 Mining Rights Leasing Contract of Materiais Básicos Ltda. ("MBL")

On July 14, 2011, the Company informed the Market, that its subsidiary Mineração Usiminas S.A. entered into a contractual instrument with MBL Materiais Básicos Ltda. ("MBL") to lease its MBL mining rights. The lease is for 30 years or until the mineral property currently estimated at 145 million of tons, is fully depleted.

Mineração Usiminas will pay the equivalent of US\$ 7.50 per ton effectively mined from the MBL reserves, which will be indexed to the international price of iron ore. The MBL mining rights border the Mineração Usiminas property, in Serra Azul (MG), allows the company to access its reserves, and, accordingly, 253 million of tons of Mineração Usiminas reserves are estimated to be mined.

The contract also contemplates the acquisition by Mineração Usiminas of an inventory of 6 million of tons of iron ore at a cost of US\$12.50/t to be paid in installments, in addition to an ore processing mill, with capacity of one million t/year, both owned by MBL.

Additionally, the contract involves, for the same period of the lease, the assignment of ownership of land and real estate corresponding to the surface of mining rights, in addition to other contiguous areas, which will avoid interruption of mining activities by Mineração Usiminas.

29.2 Revolving Credit Facility

On July 28, 2011, the Board of Directors approved the proposal for a Revolving Credit Facility, in the amount of US\$750 million, which may be use over five years. The transaction will be concluded as a Club Deal with a syndicate of five banks; each of which providing US\$150 million.

Board of Directors

Israel Vainboim
President

Albano Chagas Vieira
Counselor

Aloísio Macário Ferreira de Souza
Counselor

Francisco Caprino Neto
Counselor

Fumihiko Wada
Counselor

Luiz Aníbal de Lima Fernandes
Counselor

Rita Rebelo Horta de Assis Fonseca
Counselor

Rômél Erwin de Souza
Counselor

Toru Obata
Counselor

Fiscal Council

Lúcio de Lima Pires
President

Adalgiso Fragoso de Faria
Counselor

Heloísa Regina Guimarães de Menezes
Counselor

Marco Antônio Bersiani
Counselor

Masato Ninomiya
Counselor

Executive Board

Wilson Nélio Brumer
President - Director

Ronald Seckelmann
Finance Vice-President, Investors Relation
and Information Technology

Omar Silva Júnior
Industrial Vice-President

Sérgio Leite de Andrade
Steel Business Vice-President

Vanderlei Raffi Schiller
Human Resources and Organization
Development Vice-President

Yasuo Takeda
Development Vice-President

Antônio Geraldo Vilela de Moraes
Accounting Superintendent
Responsável Técnico TC CRC-MG 57.658

1 – Differentiated Corporate Governance Practices – Level 1

In compliance with the Regulation of Differentiated Corporate Governance Practices – Level 1, the shareholding position of the holders of more than 5% of the Company's shares, segregated by type and class, up to the individual level is presented below:

USINAS SIDERÚRGICAS DE MINAS GERAIS S.A. – USIMINAS - CNPJ 60.894.730/0001-05 SHARES IN UNITS BASE DATE: 06/30/2011

Shareholder	Common Shares		Pref. "A" Shares		Pref. "B" Shares		Total	
	Number	%	Number	%	Number	%	Number	%
Caixa de Previdência dos Funcionários do Banco do Brasil	52,769,590	10.44	5,961,150	1.17			58,730,740	5.80
Caixa dos Empregados da Usiminas	51,164,642	10.13					51,164,642	5.05
Camargo Corrêa S.A.	43,998,942	8.71					43,998,942	4.34
Camargo Corrêa Investimentos em Infraestrutura S.A.	7,186,616	1.42					7,186,616	0.71
Companhia Siderúrgica Nacional	26,220,600	5.19	16,864,900	3.30			43,085,500	4.25
Construções e Com. Camargo Correa S/A	14,421,368	2.85					14,421,368	1.42
Nippon Steel Corporation	18,820,356	3.72	307,926	0.06			19,128,282	1.89
Nippon Usiminas Co., Ltd.	119,969,788	23.74	2,830,832	0.56			122,800,620	12.11
Usiminas S.A. in Treasury	2,526,654	0.50	24,060,356	4.73			26,587,010	2.62
Votorantim Industrial S.A.	65,606,930	12.99					65,606,930	6.47
Other	102,575,198	20.31	458,414,148	90.18	86,194	100.00	561,075,540	55.34
Total	505,260,684	100.00	508,439,312	100.00	86,194	100.00	1,013,786,190	100.00

CAMARGO CORRÊA S.A. – CNPJ 01.098.905/0001-09 SHARES IN UNITS BASE DATE: 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Participações Morro Vermelho S.A	48,941	99.99	93,099	99.99	142,039	99.99
Carlos Pires Oliveira Dias	1	0.01	1	0.01	2	0.01
Fernando de Arruda Botelho	1				1	
Luiz Roberto Ortiz Nascimento	1				1	
Albrecht Curt Reuter-Domenech	1				1	
Vitor Sarquis Hallack	1				1	
Total	48,946	100.00	93,100	100.00	142,046	100.00

CONSTRUÇÕES E COMÉRCIO CAMARGO CORREA S.A. – CNPJ 61.522.512/0001-02
SHARES IN UNITS

BASE DATE: 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
CAMARGO CORRÊA CONSTRUÇÕES E PARTICIPAÇÕES S.A.	405,222	99.99	87,772	99.99	492,994	99.99
Carlos Pires Oliveira Dias	1	0.01	4	0.01	5	0.01
Fernando de Arruda Botelho	1				1	
Luiz Roberto Ortiz Nascimento	1				1	
Pietro F. Giavina-Bianchi	1				1	
Manoel B.M. Paes de Barros	1				1	
Albrecht Curt Reuter-Domenech			1		1	
Vitor Sarquis Hallack			1		1	
Marcelo Pires Oliveira Dias			1		1	
Antônio Miguel Marques			1		1	
Total	405,227	100.00	87,780	100.00	493,007	100.00

CAMARGO CORREA INVEST. EM INFRAESTRUTURA S.A. – CNPJ 02.372.232/0001-04
SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
CAMARGO CORRÊA S.A.	685162,736	99.99			685162,736	99.99
Carlos Pires Oliveira Dias	1	0.01			1	0.01
Fernando de Arruda Botelho	1	0.01			1	0.01
Luiz Roberto Ortiz Nascimento	1	0.01			1	0.01
Albrecht Curt Reuter-Domenech	1	0.01			1	0.01
Vitor Sarquis Hallack	1	0.01			1	0.01
Francisco Caprino Neto	1	0.01			1	0.01
Total	685162,742	100.00			685162,742	100.00

CAMARGO CORRÊA CONSTRUÇÕES E PARTICIPAÇÕES S.A. – CNPJ 11.196.609/0001-02
SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Camargo Corrêa S.A.	2,998,125,577	99.0000			2,998,125,577	99.0000
Antonio Miguel Marques	1	0.2000			1	0.2000
Carlos Pires O. Dias	1	0.2000			1	0.2000
Luiz Roberto O. Nascimento	1	0.2000			1	0.2000
Albrecht Curt Reuter Domenech	1	0.2000			1	0.2000
Vitor Sarquis Hallack	1	0.2000			1	0.2000
Total	2,998,125,582	100.00			2,998,125,582	100.00

PARTICIPAÇÕES MORRO VERMELHO S.A. – CNPJ 43.080.225/0001-08
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
RCABON Empreendimentos e Participações S.A	749,998	33.33			749,998	11.11
RCNON Empreendimentos e Participações S.A	749,998	33.33			749,998	11.11
RCPODON Empreendimentos e Participações S.A	749,998	33.33			749,998	11.11
RCABPN Empreendimentos e Participações S.A			1,498,080	33.29	1,498,080	22.19
RCNPN Empreendimentos e Participações S.A			1,498,080	33.29	1,498,080	22.19
RCPODPN Empreendimentos e Participações S.A			1,498,080	33.29	1,498,080	22.19
RRRPN Empreendimentos e Participações S.A			5,760	0.13	5,760	0.09
Other Shareholders	6	0.01			6	0.01
Total	2,250,000	100.00	4,500,000	100.00	6,750,000	100.00

RCABON EMPREENDIMENTOS E PARTICIPAÇÕES S.A. –
CNPJ nº 09.594.448/0001-55
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Rosana Camargo de Arruda Botelho	749,850	100	40	27	749,890	99.99
Other			110	73	110	0.01
Total	749,850	100	150	100	750,000	100

RCABPN EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.594.459/0001-35
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Rosana Camargo de Arruda Botelho	1,499,890	99.99			1,499,890	99.99
Other	110	0.01			110	0.01
Total	1,500,000	100			1,500,000	100

RCNON EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.594.570/0001-21
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Renata de Camargo Nascimento	749,850	100	40	27	749,890	99.98
Other			110	73	110	0.02
Total	749,850	100	150	100	750,000	100

RCNPN EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.594.480/0001-30
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Renata de Camargo Nascimento	1,499,890	99.99			1,499,890	99.99
Other	110	0.01			110	0.01
Total	1,500,000	100			1,500,000	100

RCPODON EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.594.541/0001-60
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Regina de Camargo Pires Oliveira Dias	749,850	100			749,850	99.98
Other			150	100	150	0.02
Total	749,850	100	150	100	750,000	100

RCPODPN EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.594.468/0001-26
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Regina de Camargo Pires Oliveira Dias	1,499,850	99.99			1,499,890	99.99
Other	150	0.01			110	0.01
Total	1,500,000	100			1,500,000	100

RRRPN EMPREENDIMENTOS E PARTICIPAÇÕES S.A. -
CNPJ nº 09.608.284/0001-78
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Rosana Camargo de Arruda Botelho	1,980	33.33			1,980	33.33
Renata de Camargo Nascimento	1,980	33.33			1,980	33.33
Regina de Camargo Pires Oliveira Dias	1,980	33.34			1,980	33.34
Total	5,940	100			5,940	100

Version : 1

COMPANHIA SIDERÚRGICA NACIONAL

CNPJ nº 33.042.730/0001-04

SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Rio Iaco Participações S.A.	58,193,503	3.92			58,193,503	3.92
Vicunha Siderurgia S.A.	697,719,990	47.05			697,719,990	47.05
Other	702,056,615	47.34			702,056,615	47.34
Companhia Siderúrgica Nacional n Treasury	25,063,577	1.69			25,063,577	1.69
Total	1,483,033,685	100			1,483,033,685	100

RIO IACO PARTICIPAÇÕES S.A

CNPJ nº 06.990.482/0001-50

SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Rio Purus Participações S.A.	499	99.80			499	99.80
Other	1	0.20			1	0.20
Total	500	100			500	100

VICUNHA SIDERURGIA S.A.

CNPJ nº 02.871.007/0001-04

SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Vicunha Aços S.A.	580,634,272	99.99	468,298,605	100	1,048,932,877	99.99
Other	6	0.01			6	0.01
Total	580,634,278	100	468,298,605	100	1,048,932,883	100

RIO PURUS PARTICIPAÇÕES S.A.

CNPJ nº 60.078.060/0001-59

SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Dorothea Steinbruch	702,046,223	99.99	702,046,223	99.99	1,404,092,446	99.99
Other	1,500	0.01	1,500	0.01	3,000	0.01
Total	702,047,723	100	702,047,723	100	1,404,095,446	100

VICUNHA AÇOS S.A.
CNPJ nº 04.213.131/0001-08
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
National Steel S.A.			110,521,137	100	110,521,137	33.04
Vicunha Steel S.A.	223,982,553	99.99			223,982,553	66.95
Other	9	0.01			9	0.01
Total	223,982,562	100	110,521,137	100	334,503,699	100

NATIONAL STEEL S.A.
CNPJ nº 07.634.811/0001-93
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
CFL Participações S.A.	124	40			124	40
Rio Purus Participações S.A.	186	60			186	60
Total	310	100			310	100

VICUNHA STEEL S.A.
CNPJ nº 04.169.992/0001-36
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
CFL Participações S.A.	88,994,550	39.99			88,994,550	39.99
Rio Purus Participações S.A.	133,491,823	60			133,491,823	60
Other	9	0.01			9	0.01
Total	222,486,382	100			222,486,382	100

CFL PARTICIPAÇÕES S.A.
CNPJ nº 60.078.045/0001-00
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Espólio de Eliezer Steinbruch	982,186,288	99.99			982,186,288	99.99
Other	3,000	0.01			3,000	0.01
Total	982,189,288	100			982,189,288	100

NIPPON USIMINAS CO., LTD.

SHARES IN UNITS

BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Nippon Steel Corporation - NSC	268,874	89.35			268,874	89.35
Japan International Cooperation Agency - JICA	30,092	10.00			30,092	10.00
Mitsubishi Corporation	1,948	0.65			1,948	0.65
Total	300,914	100.00			300,914	100.00

- (1) NSC – Nippon Steel Corporation is a publicly held company, listed on the Tokyo Stock Exchange – Japan. It is the parent company of Nippon Steel Group, whose main business is steel production, in addition to providing the Engineering, Construction, Chemistry, Systems Technology and others, services through different subsidiaries.
- (2) JICA - Japan International Cooperation Agency, is a Japanese Government Agency responsible for the implementation of technical cooperation, ODA (Official Development Assistance) Loan and Japan Non Reimbursable Financial Cooperation with developing countries aiming to improve the social economic conditions of these countries inhabitants. JICA has offices in almost 100 countries, in addition to the head office in Tokyo and training centers in different regions of Japan.

VOTORANTIM INDUSTRIAL S.A. – CNPJ 03.407.049/0001-51
SHARES IN UNITS
BASE DATE: 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
VOTORANTIM PARTICIPAÇÕES S.A.	17,111,093,956	100.00			17,111,093,956	100.00
Total	17,111,093,956	100.00			17,111,093,956	100.00

VOTORANTIM PARTICIPAÇÕES S.A. – CNPJ 61.082.582/0001-07
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Hejoassu Administração S.A.	5,380,879,050	100.00			5,380,879,050	100.00
Carlos Ermírio de Moraes	1	0			1	0
José Ermírio de Moraes Neto	1	0			1	0
José Roberto Ermírio de Moraes	1	0			1	0
Carlos Eduardo Moraes Scipilliti	1	0			1	0
Cláudio Ermírio de Moraes	1	0			1	0
Clóvis Ermírio de Moraes Scipilliti	1	0			1	0
Fabio Ermírio de Moraes	1	0			1	0
Luis Ermírio de Moraes	1	0			1	0
Total	5,380,879,058	100.00			5,380,879,058	100.00

HEJOASSU ADMINISTRAÇÃO S.A. – CNPJ 61.194.148/0001-07
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
JEMF Participações S.A .	400,000	25.00			400,000	25.00
AEM Participações S.A .	400,000	25.00			400,000	25.00
ERMAN Participações S.A .	400,000	25.00			400,000	25.00
MRC Participações S. A .	400,000	25.00			400,000	25.00
Total	1,600,000	100.00			1,600,000	100.00

JEMF PARTICIPAÇÕES S.A. – CNPJ 05.062.394/0001-26
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
José Ermírio de Moraes Neto	228,243,033	33.33			228,243,033	33.33
José Roberto Ermírio de Moraes	228,243,033	33.33			228,243,033	33.33
Neide Helena de Moraes	228,243,034	33.34			228,243,034	33.34
AEM Participações S.A .			300	33.33	300	0.00
ERMAN Participações S.A .			300	33.33	300	0.00
MRC Participações S.A .			300	33.33	300	0.00
Total	684,729,100	100.00	900	100.00	684,730,000	100.00

AEM PARTICIPAÇÕES S.A. – CNPJ 05.062.403/0001-89
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Antonio Ermírio de Moraes, lifetime holder of the voting right of total common shares	684,729,100	100.00			684,729,100	100.00
JEMF Participações S.A .			300	33.33	300	0.00
ERMAN Participações S.A .			300	33.33	300	0.00
MRC Participações			300	33.33	300	0.00
Total	684,729,100	100.00	900	100.00	684,730,000	100.00

ERMAN PARTICIPAÇÕES S.A. – CNPJ 05.062.376/0001-44
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Ermírio Pereira de Moraes, lifetime holder of the voting right of total common shares	684,729,100	100.00			684,729,100	100.00
JEMF Participações S.A .			300	33.33	300	0.00
AEM Participações S.A .			300	33.33	300	0.00
MRC Participações			300	33.33	300	0.00
Total	684,729,100	100.00	900	100.00	684,730,000	100.00

MRC PARTICIPAÇÕES S.A. – CNPJ 05.062.355/0001-29
SHARES IN UNITS
BASE DATE : 06/30/2011

Shareholder	Common Shares		Preferred Shares		Total	
	Number	%	Number	%	Number	%
Maria Helena Moraes Scipilliti, lifetime holder of the voting right of total common shares	684,729,100	100.00			684,729,100	100.00
JEMF Participações S.A .			300	33.33	300	
AEM Participações S.A .			300	33.33	300	
ERMAN Participações			300	33.34	300	
Total	684,729,100	100.00	900	100.00	684,730,000	100.00

In compliance with the Regulation of Differentiated Corporate Governance Practices – Level 1, the number and characteristics of the marketable securities issued by the Company, owned, directly or indirectly, by the Controlling Shareholder, Officers, Members of the Fiscal Council and of the Board of Directors. In this same table, we show the outstanding shares and their percentage in relation to the total number of shares issued, is provided below:

Shareholder	Position at 06/30/2011							
	Common		Preferred Class A		Preferred Class B		Total	
	Units	%	Units	%	Units	%	Units	%
Controlling Shareholders	329,377,434	65.19	3,138,758	0.62			332,516,192	32.80
Officers								
Board of Directors	4,024		4,006				8,030	
Executive Board	10		1,182				1,192	
Fiscal Council			8,100				8,100	
Treasury Shares	2,526,654	0.50	24,060,356	4.73			26,587,010	2.62
Other Shareholders	173,352,562	34.31	481,226,910	94.65	86.194	100.00	654,665,666	64.58
Total	505,260,684	100.00	508,439,312	100.00	86.194	100.00	1,013,786,190	100.00
Outstanding shares	173,352,562	34.31	481,235,010	94.65	86.194	100.00	654,673,766	64.58

Shareholder	Position at 06/30/2010							
	Common		Preferred Class A		Preferred Class B		Total	
	Units	%	Units	%	Units	%	Units	%
Controlling Shareholders	164,688,717	65.19	1,569,379	0.62			166,258,096	32.80
Officers								
Board of Directors	2,013		2,616				4,629	
Executive Board	5		591				596	
Fiscal Council			4,050				4,050	
Treasury Shares	1,263,327	0.50	12,030,178	4.74			13,293,505	2.62
Other Shareholders	86,676,280	34.31	240,612,284	94.64	43,655	100.00	327,332,219	64.58
Total	252,630,342	100.00	254,219,098	100.00	43,655	100.00	506,893,095	100.00
Outstanding shares	86,676,280	34.31	240,616,334	94.64	43,655	100.00	327,336,269	64.58