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Companhia Vale do Rio Doce  
Form 6-K  
March 21, 2006

**United States  
Securities and Exchange Commission  
Washington, D.C. 20549  
FORM 6-K  
Report of Foreign Private Issuer  
Pursuant To Rule 13a-16 or 15d-16  
of the  
Securities Exchange Act of 1934  
For the month of  
March 2006**

**Companhia Vale do Rio Doce**

Avenida Graça Aranha, No. 26  
20005-900 Rio de Janeiro, RJ, Brazil  
(Address of principal executive office)

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

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

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

(Check One) Yes  No

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

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**COMPANHIA VALE DO RIO DOCE**  
**Opinion: Valuation of stockholders equity**  
**at market value**

Base Date: December 31, 2005

Date Issued: March 10, 2006

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**VALUATION OPINION: STOCKHOLDERS EQUITY  
AT MARKET VALUE**

**ACAL CONSULTORIA E AUDITORIA S/S**, a company specialized in valuations, with principal place of business at Avenida Rio Branco 181, 18<sup>th</sup> floor, Rio de Janeiro RJ, CEP 20040 007, registered in the CRC/RJ under number 1144, and registered with the CNPJ of the Finance Ministry under number 28.005.734/0001-82, having as its responsible technical staff member Mr. Gelson José Amaro, after having made the studies and researches which were necessary, here presents this Valuation Opinion on the value of stockholders equity, at market value, of **COMPANHIA VALE DO RIO DOCE**, a corporation with principal place of business at Avenida Graça Aranha 26, Castelo, Rio de Janeiro, State of Rio de Janeiro, registered in the CNPJ/MF under No. 33.592.510/0001-54 for the purposes of absorption of the subsidiary **CAEMI MINERAÇÃO E METALURGIA S/A**, a corporation with principal place of business at Praia de Botafogo 228, 6<sup>th</sup> Floor, Botafogo, Rio de Janeiro, State of Rio de Janeiro, registered in the CNPJ/MF under No. 31.865.728/0001-00.

This Valuation Opinion is divided into sections as follows:

Objectives;

Bases and methods for valuation;

Methodology adopted and summary of work carried out;

Conclusion.

**I. OBJECTIVES**

The objective of this present Valuation Opinion is to report the valuation, based on market values, of the shares of **COMPANHIA VALE DO RIO DOCE** for the purposes of absorption of its subsidiary **CAEMI MINERAÇÃO E METALURGIA S/A**, according to the requirements of Article 264 of Law 6404/76, and according to the methodology established in Article 183, § 1, of that law.

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## II. BASES AND METHODS FOR VALUATION

Determination of the value of the shares of a company is subject to several variables, and also to several non-controllable factors, so that it will always take into account some subjective aspects. As an example we quote some of the main factors which affect such determination:

- (a) The outlook of the proprietors, versus the outlook of a potential purchaser.
- (b) The economic conditions that permitted the results of the past may be more advantageous, or less advantageous, in the future.
- (c) The political and economic context may vary significantly and unpredictably.
- (d) Finally, the various methods of valuation may generate significantly different results.

This being so, the work of determination of the value of securities representing the registered capital is not something precise, and contains subjective aspects, depending on the expectations of the proprietor and the use to be given to the securities.

There are, however, several methods used to estimate the value of capital securities. Although such methods vary in their applicability, depending on specific facts and circumstances, they can at least indicate a range of reasonable values for the preliminary determination of such value.

### 2.1. EXAMPLES OF METHODS BASED ON THE NET VALUE OF THE ASSETS

#### **Valuation of stockholders equity**

This valuation approach is used to determine the fair market value of specific assets, provide the basis for certain adjustments to net book value (as mentioned above) and as a point of departure for the estimate of liquidation value. Valuation of stockholders equity also provides an adequate basis for the value of the business, and is frequently used in transactions in which companies are bought and sold, the value being adjusted by depreciation and obsolescence applicable to specific assets.

#### **Liquidation value**

The liquidation value has been used as a basis for negotiation of price and, thus, represents an initial level, of interest both to purchasers and vendors.

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The liquidation value is determined through an estimate of the value of the company's assets, assuming their conversion into cash in a reasonably short space of time, less the value of all of its obligations and the cost of liquidating the business, including valuation fees, brokers' fees, taxes and legal fees.

The liquidation value may be determined on the basis of consideration of either an orderly liquidation, or a more rapid, forced liquidation, of the business. The latter, clearly, results in a lower value.

## 2.2 EXAMPLES OF METHODS BASED ON THE RETURN ON INVESTMENT

### **Price/earnings ratio**

For listed companies the price/earnings ratio is well known and can be easily used to obtain an estimated value of the shares of listed companies by multiplication of the P/E by the expected aggregate results. The average P/E for the industry or for various comparable listed companies can be used to arrive at an indication of the amount. Frequently, a premium for stockholding control is added to this estimated amount.

Valuation by the P/E method can also be used to estimate the value of a given company. Assuming a rate of growth of earnings estimated by the present stockholders and a return on investment desired by the acquiring party, this can determine the earnings multiple which would enable it to achieve its objective in terms of return. This method allows the purchaser to determine the price that he is willing to pay, for comparison with the price desired by the vendor.

### **Discounted cash flow**

Discounted cash flow analysis may be used to estimate the value of a company, and consequently of its shares, based on the present value of its cash flow estimates. In theory, this method should result in the same amount as is determined by using the price/earnings ratio, since the latter reflects the present perception of what the company will be worth in the future.

In practice, this analysis is used increasingly to determine the value of a company because it is based on an actual estimate of cash flows, incorporating factors such as reduction of costs resulting from synergies, development of products, etc., and not on the simple market perception of the company's future profits. Other factors that affect the stock market and, consequently, the P/E ratio, are also eliminated when the discounted cash flow method is used.

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### III. METHODOLOGY ADOPTED AND SUMMARY OF WORK CARRIED OUT

As mentioned above, there are various methods for determining the value of a company.

To determine the value of stockholders' equity at market prices of COMPANHIA VALE DO RIO DOCE, on the base date December 31, 2005, considering its characteristic as both an operational company and a holding company, the application of the usual criteria for valuation of assets inevitably includes determination of the value of the investments which it holds in its subsidiaries and affiliated companies. The following is a list of the more significant subsidiaries and affiliated companies, among the company's investments:

CAEMI Mineração e Metalurgia S.A.

SAMARCO Mineração S.A.

Rio Doce Manganês S.A. RDM

Companhia Nipo-Brasileira de Pelotização NIBRASCO

Mineração Rio do Norte S.A. MRN

ALBRAS Alumínio Brasileiro S.A.

Valesul Alumínio S.A.

Empreendimentos Brasileiros de Mineração S/A. EBM

Urucum Mineração S.A.

Companhia Ítalo-Brasileira de Pelotização ITABRASCO

Companhia Hispano-Brasileira de Pelotização HISPANOBRAS

Companhia Coreano-Brasileira de Pelotização KOBRASCO

Alumina do Norte do Brasil S.A. ALUNORTE

Itabira Rio Doce Company Ltd. ITACO

California Steel Industries, Inc.

MRS Logística S.A.

Rio Doce Ltd.

CVRD Overseas Ltd.

Rio Doce International Finance Ltd.

The investments represented by the stockholdings, with total value of R\$17,833,951,000 at the base date of this valuation, are equivalent to 38.77% of the company's total assets, and are thus a significant asset element in the value of stockholders' equity in the investing company COMPANHIA VALE DO RIO DOCE.

CVRD's subsidiaries and affiliated companies are listed in APPENDIX III. The scope of this review and valuation covers the significant investments, totaling R\$14,871,907,000, i.e. the equivalent of 83.39% of the total investment

recorded on December 31, 2005.

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For the purposes of this Opinion, we adopt as a valuation criterion, as required by Article 264 of Law 6404/76, adjustment to market value of the net assets of COMPANHIA VALE DO RIO DOCE existing on the base date December 31, 2005, both of the holding company and also of its subsidiaries and affiliated companies, and the recognition of these adjustments, by the equity method, in its stockholders' equity.

The marking to market of the net assets of the controlling company COMPANHIA VALE DO RIO DOCE and its subsidiaries and affiliated companies took into consideration the legal definitions and requirements, notably Article 264 of Law 6404/76, and also the methodology established in Article 183, § 1, of that law. This methodology considers that assets should be valued at their net realization value vis-à-vis third parties (market value), on the assumption of immediate discontinuation of the company's activities.

For the purposes of the provision of the above Article, market value is considered to be:

- (a) for raw materials and goods in working inventory, the price of replacement by purchase in the market;
- (b) for goods and rights destined for sale, the net realization price upon sales to the market, less the taxes and other expenses necessary for the sale, and the profit margin;
- (c) for the investments, the net value for which they can be sold to third parties.

Among the parameters decided for the preparation of this present valuation, the determination of book value (net value at market prices) of the stockholders' equity of COMPANHIA VALE DO RIO DOCE and its subsidiaries and affiliated companies, for the base date December 31, 2005, is based, also, on a limited review of the financial statements of the said companies raised on that date. This procedure was carried out in accordance with certain usual rules of auditing, and consequently includes examinations in the accounting records where necessary in the circumstances for the specific purpose of determining stockholders' equity at market prices. These examinations showed that these records and elements were vested with all the legal formalities, including those in relation to obedience to the general accounting principles usually accepted and uniformly and consistently applied by the company.

Additionally, the accounting statements of COMPANHIA VALE DO RIO DOCE and its subsidiaries and affiliated companies were examined by other independent auditors on December 31, 2005, and their opinion, dated March 6, 2006, contained no reservations.

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These revised accounting statements, for the said base date, with the objective of showing the assets reported at their respective realization values, already include the following accounting provisions:

Provision for doubtful receivables;

Provision for difference of weight of ore at destination;

Provision for difference of price;

Provision for losses on investments;

Provision for Eletrobrás losses;

Provision for losses on various debits;

Provision for losses on investments in tax-incentive arrangements;

Provision for depreciation;

Provision for asset losses;

Provision for depletion in mining rights.

Additionally, so as to adapt the said accounting statements to market price, as detailed in the table below and demonstrated in APPENDICES I to XIX, adjustments were included to the following account lines:

Expenses paid in advance;

Deferred tax asset items calculated on tax losses, to be offset against future earnings;

Investments adjustments to stockholders equity arising from adjustments to market made in the subsidiary and affiliated companies:

CAEMI Mineração e Metalurgia S.A.

SAMARCO Mineração S.A.

Rio Doce Manganês S.A. RDM

Companhia Nipo-Brasileira de Pelotização NIBRASCO

Mineração Rio do Norte S.A. MRN

ALBRAS Alumínio Brasileiro S.A.

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Itabira Rio Doce Company Ltd. ITACO

California Steel Industries, Inc.

MRS Logística S.A.

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Property, plant and equipment, based on preliminary studies carried out by the company's technical managers and also on research and reviews carried out by us specifically for this purpose:

- (a) The mining rights, the principal item of adjustment of this valuation, were valued on the basis of the cash flow forecasts discounted to present value, assuming no investment is made in the period.
- (b) The other significant asset items were valued based on the valuation made for the purposes of insurance cover.
- (c) The railroad assets arising from concessions were not re-valued, since the concession contract provides that at the end of their period the federal government will indemnify the concession holders based on the residual accounting value at that time.
- (d) For the other remaining (non-significant) assets it is considered that the net accounting value is close to market value and for this reason they were not re-valued.

Deferred assets.

The statement of the adjustments which we made is as follows:

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| Description   | Value in<br>R\$ '000 |
|---|----------------------|
| <b>Book value of stockholders equity of CVRD on December 31, 2005</b>                   | <b>24,052,131</b>    |
| <b>(-) Negative adjustments to stockholders equity:</b>                                 | <b>(952,231)</b>     |
| Writedown of deferred income tax and Social Contribution (Current assets)               | (333,881)            |
| Writedown of anticipated expenses (Current assets)                                      | (26,407)             |
| Writedown of deferred income tax and Social Contribution (Long term assets)             | (421,330)            |
| Writedown of taxes recoverable: ICMS and CIAPI (Long term assets)                       | (170,613)            |
| <b>(+) Positive adjustments to stockholders equity</b>                                  | <b>31,518,676</b>    |
| Income from stockholdings by the equity method (Fixed assets)                           | 7,499,276            |
| CAEMI   | 2,960,058            |
| SAMARCO   | 1,016,358            |
| RDM   | 705,373              |
| NIBRASCO  | 500,130              |
| MRN   | 479,002              |
| ALBRAS  | 443,868              |
| VALESUL   | 362,645              |
| EBM   | 292,784              |
| URUCUM  | 290,144              |
| ITABRASCO   | 255,141              |
| HISPANOBRAS   | 237,800              |
| KOBRASCO  | 159,827              |
| ALUNORTE  | (147,806)            |
| ITACO/RDE   | (30,785)             |
| CSI   | (15,005)             |
| MRS   | (10,258)             |
| Adjustment to market of property, plant and equipment of CVRD (Fixed assets)            | 24,019,400           |
| Assets revalued by insurance  | 7,873,611            |
| Mining rights   | 16,265,795           |
| Capitalization of interest  | (100,360)            |
| Provision for closure of mines  | (19,646)             |
| <b>Value of the stockholders equity of CVRD adjusted to market on December 31, 2005</b> | <b>54,618,576</b>    |

In view of the above and the provisions of Article 8 of Law 6404 of December 15, 1976, as amended, checks were made in the accounting books and records from which the balance sheet was derived, and also in the respective source documents, though on the basis of selective tests and by sampling.

For all legal purposes, notably those of CVM Instruction 319, we declare that we do not have any direct or indirect interest in any of the companies involved in this work or in their operation, and there is no material circumstance which could characterize conflict of interest for the issuance of this Opinion. We had full and unrestricted access to all the data, elements, information and files related to the companies involved, and there was no indication of direction, limitation or imposition of difficulty on the part of the managers and/or controlling stockholders which might have limited or restrained our conclusion.

#### **IV. CONCLUSION**

After the due technical examinations and checks carried out by ourselves with COMPANHIA VALE DO RIO DOCE, and based on the data referred to in this Valuation Opinion, we believe that the value of the company's stockholders' equity, valued by the method of net asset value net at market prices, for the base date December 31, 2005, is R\$54,618,576,000 (fifty four billion, six hundred and eighteen million, five hundred and seventy six thousand Reais).

This being the expression of our best technical knowledge and assessment, we sign the present Valuation Opinion.  
Rio de Janeiro, March 10, 2006.

**ACAL Consultoria e Auditoria S/S**

CRC RJ 1.144

Gelson José Amaro

Responsible partner

CRC RJ 049.669/O-4 Accountant

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**COMPANHIA VALE DO RIO DOCE**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**  
 (Financial amounts in R\$ 000)

**APPENDIX I**

| Description                                | Accounting value  | Adjustments to Market |                | Market value      |
|--|-------------------|-----------------------|----------------|-------------------|
|  |                   | Positive              | Negative       |                   |
| <b>ASSETS</b>                              | <b>45,998,474</b> | <b>31,518,676</b>     |                | <b>76,255,187</b> |
| <b>CURRENT</b>                             | <b>5,206,881</b>  |                       | <b>360,288</b> | <b>4,846,593</b>  |
| Cash and cash equivalents                  | 131,467           |                       |                | 131,467           |
| Credits                                    | 2,815,852         |                       |                | 2,815,852         |
| Inventories                                | 1,127,391         |                       |                | 1,127,391         |
| Other credits                              | 1,132,171         |                       | (a) 360,288    | 771,883           |
| <b>LONG TERM ASSETS</b>                    | <b>2,196,992</b>  |                       | <b>591,943</b> | <b>1,605,049</b>  |
| Sundry credits                             | 106,628           |                       |                | 106,628           |
| Owed by related parties                    | 459,212           |                       |                | 459,212           |
| Other                                      | 1,631,152         |                       | (b) 591,943    | 1,039,209         |
| <b>FIXED ASSETS</b>                        | <b>38,594,601</b> | <b>31,518,676</b>     |                | <b>69,803,545</b> |
| Investments                                | 17,833,951        | 7,499,276             | (c)            | 25,333,227        |
| Property, plant and equipment              | 20,760,650        | 24,019,400            | (d) (e)        | 44,470,318        |
| <b>LIABILITIES</b>                         | <b>21,946,343</b> | <b>309,732</b>        |                | <b>21,636,611</b> |
| <b>CURRENT</b>                             | <b>10,061,100</b> |                       |                | <b>10,061,100</b> |
| Suppliers                                  | 1,767,521         |                       |                | 1,767,521         |
| Loans and financing                        | 882,114           |                       |                | 882,114           |
| Dividends payable                          | 2,749,661         |                       |                | 2,749,661         |
| Provisions                                 | 424,466           |                       |                | 424,466           |
| Debt to related parties                    | 3,609,363         |                       |                | 3,609,363         |
| Other liabilities                          | 627,975           |                       |                | 627,975           |
| <b>LONG-TERM LIABILITIES</b>               | <b>11,885,243</b> | <b>309,732</b>        |                | <b>11,575,511</b> |
| Loans and financings                       | 2,146,225         |                       |                | 2,146,225         |
| Provisions                                 | 3,066,614         | 309,732               | (e)            | 2,756,882         |
| Debt to related parties                    | 5,701,060         |                       |                | 5,701,060         |
| Other liabilities                          | 971,344           |                       |                | 971,344           |
| <b>STOCKHOLDERS EQUITY</b>                 | <b>24,052,131</b> | <b>31,208,944</b>     |                | <b>54,618,576</b> |
| <b>Composition of stockholders equity:</b> |                   |                       |                |                   |
| Registered capital                         | 14,000,000        |                       |                | 14,000,000        |
| Profit reserves                            | 10,052,131        | 952,231               | (f)            | 40,618,576        |
| Total Stockholders equity                  | <b>24,052,131</b> | <b>952,231</b>        |                | <b>54,618,576</b> |
| Common shares                              | 749,949,429       |                       |                | 749,949,429       |

|                       |               |               |
|-----------------------|---------------|---------------|
| Class A common shares | 415,727,736   | 415,727,736   |
| Total shares          | 1,165,677,165 | 1,165,677,165 |

|  |              |              |
|--|--------------|--------------|
| <b>Value per share (Par = R\$1.00)</b> | <b>20.63</b> | <b>46.86</b> |
|--|--------------|--------------|

- (a) **R\$360,288,000**  
**Writedown of deferred taxes from assets (R\$333,881, 000) and anticipated insurance expenses (R\$26,407,000) from current assets.**
- (b) **R\$591,943,000**  
**Writedown of deferred taxes from assets (R\$421,330,000) and ICMS and CIAP taxes recoverable (R\$170,613,000) from long-term assets.**
- (c) **R\$7,499,276,000**  
**Adjustment to equity income arising from adjustments to market in subsidiaries and affiliates from fixed assets**
- (d) **R\$24,019,400,000**  
**Adjustment to PP&E of CVRD based on cash flows discounted to present value for mining rights**



**and market  
value as per  
insurance cover.**

- (e) R\$309,732,000  
Reclassification  
of the provision  
for closure of  
mines to  
property, plant  
and equipment,  
in assets.**
  
  - (f) R\$952,231,000  
and  
R\$31,518,676  
Counterparts to  
the adjustments  
in the asset  
accounts, subject  
of the respective  
adjustments to  
market prices.**
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**COMPANHIA VALE DO RIO DOCE**  
**PROPERTY PLANT AND EQUIPMENT NET**  
**VALUE**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

**APPENDIX II**

| <b>LINES</b>  | <b>Accounting<br/>value</b> | <b>Market<br/>value</b> | <b>Adjustment<br/>to<br/>Market</b> |
|---|-----------------------------|-------------------------|-------------------------------------|
| <b>Assets revalued by insurers</b>                  |                             |                         |                                     |
| Iron ore, potash, copper, gold and CDM mines        |                             | 9,052,699               |                                     |
| Pelletization plants                                | 6,249,429                   | 1,790,091               |                                     |
| Ports and terminals                                 |                             | 3,280,250               |                                     |
|   | 6,249,429                   | 14,123,040              | <b>7,873,611</b>                    |
| <b>Railroad logistics assets</b>                    | 5,110,676                   | 5,110,676               |                                     |
| <b>Mining rights</b>                                | 1,120,360                   | 17,386,154              | <b>16,265,795</b>                   |
| <b>Capitalization of interest</b>                   | 100,360                     |                         | <b>(100,360)</b>                    |
| <b>Provision for closure of mines</b>               | 19,646                      |                         | <b>(19,646)</b>                     |
| <b>Other operational and non-operational assets</b> | 8,160,179                   | 8,160,179               |                                     |
|   | 20,760,650                  | 44,780,050              | <b>24,019,400</b>                   |

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**COMPANHIA VALE DO RIO DOCE**  
**STOCKHOLDINGS AND RESULTING**  
**ADJUSTMENTS**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

**APPENDIX III**

| COMPANIES   | %<br>held by<br>CVRD | Adjusted<br>Stockholders<br>Equity | Value of<br>investment | Adjustments |          | Total<br>adjustment<br>in holding<br>company | Market<br>value<br>of<br>investment |
|---|----------------------|------------------------------------|------------------------|-------------|----------|--|-------------------------------------|
|   |                      |                                    |                        | Positive    | Negative |  |                                     |
| CAEMI Mineração e<br>Metalurgia S.A.                              | 60.23%               | 2,882,000                          | 1,415,000              | 4,914,592   |          | 2,960,058                                    | 4,375,058                           |
| SAMARCO<br>Mineração S. A.  | 50.00%               | 887,000                            | 443,500                | 2,032,716   |          | 1,016,358                                    | 1,459,858                           |
| Rio Doce Manganês<br>S. A. RDM                                    | 100.00%              | 634,000                            | 634,000                | 705,373     |          | 705,373                                      | 1,339,373                           |
| Companhia<br>Nipo-Brasileira de<br>Pelotização<br>NIBRASCO        | 51.00%               | 269,000                            | 137,190                | 980,647     |          | 500,130                                      | 637,320                             |
| Mineração Rio do<br>Norte S. A. MRN                               | 40.00%               | 932,000                            | 372,800                | 1,197,504   |          | 479,002                                      | 851,802                             |
| ALBRAS Alumínio<br>Brasileiro S. A.                               | 51.00%               | 1,131,000                          | 576,810                | 870,330     |          | 443,868                                      | 1,020,678                           |
| Valesul Alumínio S.<br>A.   | 54.51%               | 254,000                            | 138,455                | 665,282     |          | 362,645                                      | 501,101                             |
| Empreendimentos<br>Brasileiros de<br>Mineração S. A.<br>EBM       | 9.90%                | 1,093,255                          | 108,232                | 2,957,418   |          | 292,784                                      | 401,017                             |
| Urucum Mineração<br>S. A.   | 100.00%              | 47,000                             | 47,000                 | 290,144     |          | 290,144                                      | 337,144                             |
| Companhia Italo-<br>Brasilira de<br>Pelotização<br>ITABRASCO      | 50.90%               | 102,000                            | 51,918                 | 501,259     |          | 255,141                                      | 307,059                             |
| Companhia Hispano-<br>Brasileira de<br>Pelotização<br>HISPANOBRAS | 50.89%               | 112,000                            | 56,997                 | 467,282     |          | 237,800                                      | 294,797                             |
| Companhia<br>Coreano-Brasileira<br>de Pelotização<br>KOBRASCO     | 50.00%               | 188,000                            | 94,000                 | 319,653     |          | 159,827                                      | 253,827                             |
| Alumina do Norte do<br>Brasil S.A.<br>ALUNORTE                    | 57.03%               | 2,084,000                          | 1,188,505              |             | 259,172  | (147,806)                                    | 1,040,699                           |

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|   |         |           |            |            |         |           |            |
|---|---------|-----------|------------|------------|---------|-----------|------------|
| Itabira Rio Doce<br>Company Ltd.          |         |           |            |            |         |           |            |
| ITACO                                     | 100.00% | 5,102,000 | 5,102,000  |            | 30,785  | (30,785)  | 5,071,215  |
| California Steel<br>Industries, Inc.      | 50.00%  | 749,000   | 374,500    |            | 30,010  | (15,005)  | 359,495    |
| MRS Logística S.A.                        | 10.37%  | 629,000   | 65,227     |            | 98,923  | (10,258)  | 54,969     |
| Rio Doce Ltd.                             | 100.00% | 312,000   | 312,000    |            |         |           | 312,000    |
| CVRD Overseas Ltd.                        | 100.00% | 646,000   | 646,000    |            |         |           | 646,000    |
| Rio Doce<br>International Finance<br>Ltd. | 99.80%  | 3,114,000 | 3,107,772  |            |         |           | 3,107,772  |
|   |         |           | 14,871,907 | 15,902,200 | 418,890 | 7,499,276 | 22,371,183 |
| Others                                    |         |           | 2,962,044  |            |         |           | 2,962,044  |
| TOTAL                                     |         |           | 17,833,951 | 15,902,200 | 418,890 | 7,499,276 | 25,333,227 |

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**CAEMI MINERAÇÃO E METALURGIA S.A.**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**  
(Financial amounts in R\$ '000)  
Base date: December 31, 2005

**APPENDIX IV**

| ASSETS  | Accounting<br>value | Adjustments      |                  | Market<br>value  |
|---|---------------------|------------------|------------------|------------------|
|   |                     | Positive         | Negative         |                  |
| <b>Current</b>                                | <b>487,131</b>      |                  |                  | <b>487,131</b>   |
| Cash and cash equivalents                     | 149,578             |                  |                  | 149,578          |
| Dividends receivable                          | 333,024             |                  |                  | 333,024          |
| Accounts receivable Subsidiaries              | 331                 |                  |                  | 331              |
| Accounts receivable Other                     | 2,060               |                  |                  | 2,060            |
| Taxes recoverable                             | 2,138               |                  |                  | 2,138            |
| <b>Long-term assets</b>                       | <b>10,130</b>       |                  |                  | <b>10,130</b>    |
| Deposits paid into Court                      | 9,127               |                  |                  | 9,127            |
| Accounts receivable third parties             | 1,003               |                  |                  | 1,003            |
| <b>Fixed assets</b>                           | <b>2,400,646</b>    | <b>4,914,592</b> |                  | <b>7,315,238</b> |
| Investments                                   | 2,397,691           | 4,914,592        |                  | 7,312,283        |
| Cadam S.A.                                    | 210,892             |                  |                  | 210,892          |
| Companhia de Maracas                          |                     |                  |                  |                  |
| CIA Ferro-Ligas do Amapá CFA                  |                     |                  |                  |                  |
| Empreendimentos Bras.de Mineração S.A.        |                     |                  |                  |                  |
| EBM   | 766,393             | 2,073,150(a)     |                  | 2,839,543        |
| Minerações Brasileiras Reunidas S.A. MBR      | 1,050,047           | 2,841,441(b)     |                  | 3,891,488        |
| MSL Minerais S.A.                             | 20,489              |                  |                  | 20,489           |
| CAEMI Holding GMBH Austria                    | 347,992             |                  |                  | 347,992          |
| Goodwill to be amortized MBR                  | 1,878               |                  |                  | 1,878            |
| Property, plant and equipment                 | 2,955               |                  |                  | 2,955            |
| <b>TOTAL ASSETS</b>                           | <b>2,897,907</b>    | <b>4,914,592</b> |                  | <b>7,812,499</b> |
| <b>CURRENT LIABILITIES</b>                    |                     |                  |                  |                  |
| <b>Current</b>                                | <b>335,369</b>      |                  |                  | <b>335,369</b>   |
| Suppliers                                     | 270                 |                  |                  | 270              |
| Salaries and salary-related costs and charges | 325                 |                  |                  | 325              |
| Taxes and contributions payable               | 121                 |                  |                  | 121              |
| Other accounts payable                        | 256                 |                  |                  | 256              |
| Proposed dividends                            | 334,397             |                  |                  | 334,397          |
| Long-term liabilities                         | <b>9,123</b>        |                  |                  | <b>9,123</b>     |
| Taxes and contributions payable               | 9,063               |                  |                  | 9,063            |
| Debits to related parties                     | 60                  |                  |                  | 60               |
| Stockholders equity                           | <b>2,553,415</b>    |                  | <b>4,914,592</b> | <b>7,468,007</b> |
| Registered capital                            | 1,078,000           |                  |                  | 1,078,000        |
| Capital reserves                              | 1,475,415           |                  | 4,914,592        | 6,390,007        |
|   |                     | (a)              | 2,073,150        |                  |
|   |                     | (b)              | 2,841,441        |                  |

|   |   |                  |                  |
|---|---|------------------|------------------|
| <b>TOTAL LIABILITIES</b>                                | <b>2,897,907</b>                                    | <b>4,914,592</b> | <b>7,812,499</b> |
| <b>PROVISIONS RECORDED IN THE ACCOUNTING STATEMENTS</b> |   |                  |                  |
|   | <b>Effect of adjustments on stockholders equity</b> |                  |                  |
| Provision for losses on realization of assets           | Adjustments   | Negative         | 0                |
| Provision for losses on tax incentive transactions      | Adjustments   | Positive         | 4,914,592        |
| Provision for losses on investments                     |   |                  | 4,914,592        |
|   |   | %                |                  |
| Provision for depreciation                              | Stockholding  |                  | 60.23%           |
|   | <b>Equity income adjustment in CVRD</b>             |                  | <b>2,960,058</b> |

(a) Adjustment to equity income on the adjustments posted in stockholders equity of Empreendimentos Brasileiros de Mineração S.A. (EBM )

(b) Adjustment to stockholders equity on the adjustments posted in stockholders equity of Minerações Brasileiras Reunidas S .A. (MBR)

**SAMARCO MINERAÇÃO S.A.****STOCKHOLDERS EQUITY AT MARKET VALUE****APPENDIX V**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| <b>ASSETS</b>   | <b>Accounting<br/>value</b> | <b>Adjustments</b> |                 | <b>Market<br/>value</b> |
|---|-----------------------------|--------------------|-----------------|-------------------------|
|   |                             | <b>Positive</b>    | <b>Negative</b> |                         |
| <b>Current assets</b>   | <b>574,542</b>              |                    | <b>22,047</b>   | <b>552,495</b>          |
| Cash and cash equivalents   | 13,555                      |                    |                 | 13,555                  |
| Accounts receivable   | 409,262                     |                    |                 | 409,262                 |
| Inventories   | 86,605                      |                    |                 | 86,605                  |
| Taxes recoverable ICMS, PIS, COFINS   | 33,433                      |                    |                 | 33,433                  |
| Deferred income tax and Social Contribution<br>temporal differences, negative bases | 19,189                      | (a)                | 19,189          |                         |
| Anticipated expenses  | 2,858                       | (b)                | 2,858           |                         |
| Advances to employees   | 1,558                       |                    |                 | 1,558                   |
| Other current assets  | 8,082                       |                    |                 | 8,082                   |
| <b>Long-term receivables</b>  | <b>112,275</b>              |                    | <b>41,670</b>   | <b>70,605</b>           |
| Deposits paid into Court  | 49,205                      |                    |                 | 49,205                  |
| Deferred income tax and Soc.<br>Contribution: temp. differences, negative           | 41,670                      | (a)                | 41,670          |                         |
| Taxes recoverable   | 10,118                      |                    |                 | 10,118                  |
| Other   | 11,282                      |                    |                 | 11,282                  |
| <b>Fixed assets</b>   | <b>1,741,825</b>            | <b>2,096,433</b>   |                 | <b>3,838,258</b>        |
| Investments Guilman Amorin hydro plant  | 27,648                      |                    |                 | 27,648                  |
| Investments Samarco Finance   | 9,180                       |                    |                 | 9,180                   |
| Investments Samarco Iron Ore BV   | 612                         |                    |                 | 612                     |
| Property, plant and equipment   | 1,704,385                   | 2,096,433(c)       |                 | 3,800,818               |
| <b>TOTAL ASSETS</b>   | <b>2,428,642</b>            | <b>2,096,433</b>   | <b>63,717</b>   | <b>4,461,358</b>        |
| <b>LIABILITIES</b>  |                             |                    |                 |                         |
| <b>Current liabilities</b>  | <b>852,085</b>              |                    |                 | <b>852,085</b>          |
| Suppliers and contractors   | 58,225                      |                    |                 | 58,225                  |
| Advances against foreign exchange contracts   | 694,588                     |                    |                 | 694,588                 |
| Loans and financings foreign currency   | 12,011                      |                    |                 | 12,011                  |
| Financial charges payable   | 8,255                       |                    |                 | 8,255                   |
| Salaries and salary-related costs and charges                                       | 22,549                      |                    |                 | 22,549                  |
| Income tax provision  | 25,258                      |                    |                 | 25,258                  |
| Taxes recoverable   | 9,466                       |                    |                 | 9,466                   |
| Other current liabilities   | 21,733                      |                    |                 | 21,733                  |
| <b>Long-term liabilities</b>  | <b>269,573</b>              |                    |                 | <b>269,573</b>          |
| Loans and financings foreign currency   | 76,515                      |                    |                 | 76,515                  |
| Deferred income tax   | 83,569                      |                    |                 | 83,569                  |
| Provision for contingencies   | 75,396                      |                    |                 | 75,396                  |
| Taxes payable PAES  | 15,814                      |                    |                 | 15,814                  |
| Other   | 18,279                      |                    |                 | 18,279                  |

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|                            |                  |               |                  |                  |
|----------------------------|------------------|---------------|------------------|------------------|
| <b>Stockholders equity</b> | <b>1,306,984</b> | <b>63,717</b> | <b>2,096,433</b> | <b>3,339,700</b> |
| Registered capital         | 297,025          |               |                  | 297,025          |
| Capital reserves           | 2,476            |               |                  | 2,476            |
| Revaluation reserves       | 386,717          |               |                  | 386,717          |
| Profit reserves            | 293,454          |               |                  | 293,454          |
| Retained earnings          | 327,312          | 63,717        | 2,096,433        | 2,360,028        |
|                            |                  | 60,859(a)     |                  |                  |
|                            |                  | 2,858(b)      |                  |                  |
|                            |                  | (c)           | 2,096,433        |                  |
| <b>TOTAL LIABILITIES</b>   | <b>2,428,642</b> | <b>63,717</b> | <b>2,096,433</b> | <b>4,461,358</b> |

|                                       |   |          |                  |
|---------------------------------------|---|----------|------------------|
| (a) Writedown of deferred taxes       | <b>Effect of adjustments in stockholders equity</b> |          |                  |
| (b) Writedown of anticipated expenses | Adjustments   | Negative | (63,717)         |
| (c) Adjustment to PP&E -              | Adjustments   | Positive | 2,096,433        |
| - cash flow valuation, insurance      |   |          | 2,032,716        |
|                                       | % stake   |          | 50.00%           |
|                                       | <b>Equity income adjustment in CVRD</b>             |          | <b>1,016,358</b> |

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**RIO DOCE MANGANÊS S.A. RDM**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**  
(Financial amounts in R\$ 000)  
Base date: December 31, 2005

APPENDIX VI

| ASSETS   | Accounting<br>value | Adjustments    |                | Market<br>value  |
|--|---------------------|----------------|----------------|------------------|
|  |                     | Positive       | Negative       |                  |
| <b>Current assets</b>  | 579,023             |                |                | 579,023          |
| Cash and banks   | 8,062               |                |                | 8,062            |
| Financial assistance holding company   | 63,166              |                |                | 63,166           |
| Accounts receivable from clients   | 188,545             |                |                | 188,545          |
| Inventories  | 273,227             |                |                | 273,227          |
| Securities receivable  | 12,576              |                |                | 12,576           |
| Taxes recoverable ICMS, PIS, COFINS  | 23,776              |                |                | 23,776           |
| Other accounts receivable  | 9,671               |                |                | 9,671            |
| <b>Long-term assets</b>  | <b>159,011</b>      |                | <b>79,090</b>  | <b>79,921</b>    |
| Loan contracts   | 11,781              |                |                | 11,781           |
| Securities receivable  | 19,912              |                |                | 19,912           |
| Taxes recoverable  | 3,454               |                |                | 3,454            |
| Deferred income tax and Soc. Contribution<br>temporal differences and negative bases | 79,090              | (a)            | 79,090         |                  |
| Deposits paid into Court   | 44,128              |                |                | 44,128           |
| Other credits  | 646                 |                |                | 646              |
| <b>Fixed assets</b>  | <b>417,781</b>      | <b>785,456</b> | <b>27,709</b>  | <b>1,175,528</b> |
| Investments Subsidiaries   | 190                 |                |                | 190              |
| Investments Other  | 419                 |                |                | 419              |
| Property, plant and equipment  | 416,179             | 785,456(b)(c)  | 26,716         | 1,174,919        |
| Deferred   | 993                 | (d)            | 993            |                  |
| <b>TOTAL ASSETS</b>  | <b>1,155,815</b>    | <b>785,456</b> | <b>106,799</b> | <b>1,834,472</b> |
| <b>LIABILITIES</b>   |                     |                |                |                  |
| <b>Current liabilities</b>   | <b>309,528</b>      |                |                | <b>309,528</b>   |
| Suppliers  | 65,666              |                |                | 65,666           |
| Loans and financings   | 106,759             |                |                | 106,759          |
| Taxes, charges and contributions   | 22,358              |                |                | 22,358           |
| Dividends payable  | 15,846              |                |                | 15,846           |
| Advances from clients  | 1,508               |                |                | 1,508            |
| Provision for income tax and Soc. Contribution                                       | 70,453              |                |                | 70,453           |
| Other accounts payable   | 26,938              |                |                | 26,938           |
| <b>Long-term liabilities</b>   | <b>200,147</b>      | <b>26,716</b>  |                | <b>173,431</b>   |
| Loans and financings   | 3,835               |                |                | 3,835            |
| Loan contracts   | 101,751             |                |                | 101,751          |
| Provision for contingencies  | 61,790              |                |                | 61,790           |
| Provision for closure of mines   | 26,716              | 26,716(c)      |                |                  |
| Other  | 6,055               |                |                | 6,055            |
| <b>Stockholders equity</b>   | <b>646,140</b>      | <b>80,083</b>  | <b>785,456</b> | <b>1,351,513</b> |



**COMPANHIA NIPO-BRASILEIRA DE PELOTIZAÇÃO- NIBRASCO****STOCKHOLDERS EQUITY AT MARKET VALUE****APPENDIX VII**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS  | Accounting<br>value | Adjustments    |                | Market<br>value  |
|---|---------------------|----------------|----------------|------------------|
|   |                     | Positive       | Negative       |                  |
| <b>Current assets</b>   | <b>322,690</b>      |                | <b>322</b>     | <b>322,368</b>   |
| Cash and cash equivalents   | 60,574              |                |                | 60,574           |
| Accounts receivable from related parties                            | 146,527             |                |                | 146,527          |
| Inventories   | 68,866              |                |                | 68,866           |
| Taxes recoverable PIS and COFINS                                    | 45,782              |                |                | 45,782           |
| Advance insurance payments  | 322                 | (a)            | 322            |                  |
| Other   | 619                 |                |                | 619              |
| <b>Long-term assets</b>   | <b>71,374</b>       |                | <b>16,075</b>  | <b>55,299</b>    |
| Deferred income tax and Social Contribution<br>temporal differences | 16,075              | (b)            | 16,075         |                  |
| Deposits paid into Court taxes                                      | 54,712              |                |                | 54,712           |
| Deposits paid into Court labor disputes                             | 587                 |                |                | 587              |
| <b>Fixed assets</b>   | <b>121,617</b>      | <b>997,044</b> |                | <b>1,118,661</b> |
| Investments FINAM certificates                                      | 2,923               |                |                | 2,923            |
| PP&E industrial plant   | 55,156              | 997,044(c)     |                | 1,052,200        |
| PP&E real estates   | 37                  |                |                | 37               |
| PP&E furniture, IT equipment, other                                 | 4,977               |                |                | 4,977            |
| PP&E in progress  | 58,524              |                |                | 58,524           |
| <b>TOTAL ASSETS</b>   | <b>515,681</b>      | <b>997,044</b> | <b>16,397</b>  | <b>1,496,328</b> |
| <b>LIABILITIES</b>  |                     |                |                |                  |
| <b>Current liabilities</b>  | <b>307,359</b>      |                |                | <b>307,359</b>   |
| Suppliers related parties   | 113,661             |                |                | 113,661          |
| Loans and financings  | 3,255               |                |                | 3,255            |
| Accounts payable  | 24,215              |                |                | 24,215           |
| Income tax and Social Contribution                                  | 60,084              |                |                | 60,084           |
| Provision for maintenance   | 9,991               |                |                | 9,991            |
| Dividends proposed  | 91,593              |                |                | 91,593           |
| Other current liabilities   | 4,560               |                |                | 4,560            |
| <b>Long-term liabilities</b>  | <b>31,151</b>       |                |                | <b>31,151</b>    |
| Loans and financings  | 6,509               |                |                | 6,509            |
| Provision for contingencies   | 24,642              |                |                | 24,642           |
| <b>Stockholders equity</b>  | <b>177,171</b>      | <b>16,397</b>  | <b>997,044</b> | <b>1,157,818</b> |

|                          |                |               |                |                  |
|--------------------------|----------------|---------------|----------------|------------------|
| Registered capital       | 42,788         |               |                | 42,788           |
| Profit reserves          | 134,383        | 16,397        | 997,044        | 1,115,030        |
|                          |                | 322(a)(c)     | 997,044        |                  |
|                          |                | 16,075(b)     |                |                  |
| <b>TOTAL LIABILITIES</b> | <b>515,681</b> | <b>16,397</b> | <b>997,044</b> | <b>1,496,328</b> |

**Effect of adjustments on stockholders equity**

|                                       |   |          |                |
|---------------------------------------|---|----------|----------------|
| (a) Writedown of anticipated expenses | Adjustments                             | Negative | (16,397)       |
| (b) Writedown of deferred taxes       | Adjustments                             | Positive | 997,044        |
| (c) Adjustment to PP&E -              |   |          | 980,647        |
| - valuation: insurance cover          |   |          |                |
|                                       | Stockholding                            |          | 51.00%         |
|                                       | <b>Equity income adjustment in CVRD</b> |          | <b>500,130</b> |

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**MINERAÇÃO RIO DO NORTE S.A. MRN**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**

**APPENDIX VIII**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS                                | Accounting<br>value | Adjustments      |               | Market<br>value  |
|---------------------------------------|---------------------|------------------|---------------|------------------|
|                                       |                     | Positive         | Negative      |                  |
| <b>Current assets</b>                 | <b>174,393</b>      |                  |               | <b>174,393</b>   |
| Cash and banks                        | 79                  |                  |               | 79               |
| Bank deposit certificates             | 4,827               |                  |               | 4,827            |
| Accounts receivable from clients      | 131,394             |                  |               | 131,394          |
| Inventories Bauxite                   | 3,869               |                  |               | 3,869            |
| Inventories Consumption and other     | 27,261              |                  |               | 27,261           |
| Other current assets                  | 6,963               |                  |               | 6,963            |
| <b>Long-term assets</b>               | <b>470,084</b>      |                  | <b>31</b>     | <b>470,053</b>   |
| FINAM and FINOR tax incentive credits | 31                  | (a)              | 31            |                  |
| Payments into Court tax               | 470,053             |                  |               | 470,053          |
| <b>Fixed assets</b>                   | <b>985,429</b>      | <b>1,197,535</b> | <b>42,094</b> | <b>2,140,870</b> |
| Investments                           | 353                 |                  |               | 353              |
| Property, plant and equipment         | 985,076             | 1,197,535(b,c)   | 42,094        | 2,140,517        |
| <b>TOTAL ASSETS</b>                   | <b>1,629,906</b>    | <b>1,197,535</b> | <b>42,125</b> | <b>2,785,316</b> |

**LIABILITIES**

|  |                |               |  |                |
|--|----------------|---------------|--|----------------|
| <b>Current liabilities</b>                       | <b>891,526</b> | <b>4,048</b>  |  | <b>887,478</b> |
| Suppliers and contractors                        | 20,622         |               |  | 20,622         |
| Loans and financings                             | 397,896        |               |  | 397,896        |
| Taxes to be paid in instalments                  | 15,182         |               |  | 15,182         |
| Taxes and contributions                          | 20,687         |               |  | 20,687         |
| Proposed dividends                               | 412,996        |               |  | 412,996        |
| Salaries and salary-related costs and charges    | 12,163         |               |  | 12,163         |
| Provision for reforestation and closure of mines | 4,048          | 4,048(c)      |  |                |
| Other current liabilities                        | 7,932          |               |  | 7,932          |
| <b>Long-term liabilities</b>                     | <b>159,410</b> | <b>38,046</b> |  | <b>121,364</b> |
| Loans and financings                             | 12,204         |               |  | 12,204         |
| Taxes payable by instalments                     | 6,656          |               |  | 6,656          |
| Provision for contingencies tax                  | 32,770         |               |  | 32,770         |
| Provision for contingencies labor disputes       | 11,260         |               |  | 11,260         |
| Deferred income tax                              | 47,759         |               |  | 47,759         |
| Provision for reforestation and closure of mines | 38,046         | 38,046(c)     |  |                |

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|                            |                  |               |                  |                  |
|----------------------------|------------------|---------------|------------------|------------------|
| Other                      | 10,715           |               |                  | 10,715           |
| <b>Stockholders equity</b> | <b>578,970</b>   | <b>31</b>     | <b>1,197,535</b> | <b>1,776,474</b> |
| Registered capital         | 468,236          |               |                  | 468,236          |
| Capital reserves           | 17,087           |               |                  | 17,087           |
| Profit reserves            | 93,647           | 31            | 1,197,535        | 1,291,151        |
|                            |                  | 31(a)         |                  |                  |
|                            |                  | (b)           | 1,197,535        |                  |
| <b>TOTAL LIABILITIES</b>   | <b>1,629,906</b> | <b>42,125</b> | <b>1,197,535</b> | <b>2,785,316</b> |

|  |   |          |                |
|--|---|----------|----------------|
|  | <b>Effect of adjustments on stockholders equity</b> |          |                |
| (a) Writedown of tax incentive credits   | Adjustments   | Negative | (31)           |
| (b) Adjust to property, plant and equipment  | Adjustments   | Positive | 1,197,535      |
| - valuation: cashflow, insurance   |   |          | 1,197,504      |
| (c) Reclassification of provision for closure of mines since already included in cash flow | Stockholding  |          | 40.00%         |
|  | <b>Equity income adjustment in CVRD</b>             |          | <b>479,002</b> |

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**ALUMÍNIO BRASILEIRO S.A. ALBRAS**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**

**APPENDIX IX**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS  | Accounting<br>value | Adjustments      |                | Market<br>value  |
|---|---------------------|------------------|----------------|------------------|
|   |                     | Positive         | Negative       |                  |
| <b>Current assets</b>   | <b>635,896</b>      |                  | <b>28,662</b>  | <b>607,234</b>   |
| Cash and cash equivalents   | 102,479             |                  |                | 102,479          |
| Clients   | 86,292              |                  |                | 86,292           |
| Inventories   | 210,446             |                  |                | 210,446          |
| Taxes recoverable (IPI, PIS, COFINS,<br>Income Tax, Social Contribution)                | 168,366             |                  |                | 168,366          |
| Deferred income tax and Social Contribution<br>temporal differences, negative bases     | 26,647              | (a)              | 26,647         |                  |
| Anticipated expenses  | 2,015               | (b)              | 2,015          |                  |
| Advances to suppliers   | 35,836              |                  |                | 35,836           |
| Other   | 3,815               |                  |                | 3,815            |
| <b>Long-term assets</b>   | <b>1,023,559</b>    |                  | <b>278,269</b> | <b>745,290</b>   |
| Compulsory loans  | 2,666               |                  |                | 2,666            |
| Deferred income tax and Social Contribution:<br>temporal differences and negative bases | 264,700             | (a)              | 264,700        |                  |
| Anticipated expenses  | 13,569              | (b)              | 13,569         |                  |
| Deposits paid into Court  | 14,237              |                  |                | 14,237           |
| Advances to electricity suppliers   | 727,227             |                  |                | 727,227          |
| Other long-term assets  | 1,160               |                  |                | 1,160            |
| <b>Fixed assets</b>   | <b>1,092,035</b>    | <b>1,191,041</b> | <b>13,780</b>  | <b>2,269,296</b> |
| Investments   | 64                  |                  |                | 64               |
| Property, plant and equipment   | 1,078,191           | 1,191,041(c)     |                | 2,269,232        |
| Deferred preoperational expenses  | 13,780              | (d)              | 13,780         |                  |
| <b>TOTAL ASSETS</b>   | <b>2,751,490</b>    | <b>1,191,041</b> | <b>320,711</b> | <b>3,621,820</b> |
| <b>LIABILITIES</b>  |                     |                  |                |                  |
| <b>Current liabilities</b>  | <b>922,915</b>      |                  |                | <b>922,915</b>   |
| Loans and financings  | 630,181             |                  |                | 630,181          |
| Suppliers and contractors   | 146,385             |                  |                | 146,385          |
| Salaries and salary-related costs and charges   | 11,077              |                  |                | 11,077           |
| Taxes and contributions   | 8,065               |                  |                | 8,065            |
| Proposed dividends  | 122,731             |                  |                | 122,731          |
| Other current liabilities   | 4,476               |                  |                | 4,476            |
| <b>Long-term liabilities</b>  | <b>376,271</b>      |                  |                | <b>376,271</b>   |

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|                             |         |  |  |         |
|-----------------------------|---------|--|--|---------|
| Loans and financings        | 328,470 |  |  | 328,470 |
| Provision for contingencies | 27,213  |  |  | 27,213  |
| Other                       | 20,588  |  |  | 20,588  |

|                            |                  |                |                  |                  |
|----------------------------|------------------|----------------|------------------|------------------|
| <b>Stockholders equity</b> | <b>1,452,304</b> | <b>320,711</b> | <b>1,191,041</b> | <b>2,322,634</b> |
| Registered capital         | 922,061          |                |                  | 922,061          |
| Capital reserves           | 150,798          |                |                  | 150,798          |
| Revaluation reserve        | 21,302           |                |                  | 21,302           |
| Profits reserve            | 358,143          | 320,711        | 1,191,041        | 1,228,473        |
|                            |                  | 291,347(a)(c)  | 1,191,041        |                  |
|                            |                  | 15,584(b)      |                  |                  |
|                            |                  | 13,780(d)      |                  |                  |
| <b>TOTAL LIABILITIES</b>   | <b>2,751,490</b> | <b>320,711</b> | <b>1,191,041</b> | <b>3,621,820</b> |

|  |   |          |  |                |
|--|---|----------|--|----------------|
|  | <b>Effect of adjustments on stockholders equity</b> |          |  |                |
| (a) Writedown of deferred taxes  | Adjustments   | Negative |  | (320,711)      |
| (b) Writedown of anticipated expenses                                      | Adjustments   | Positive |  | 1,191,041      |
| (c) Adjustment to property, plant and equipment valuation: insurance cover |   |          |  | 870,330        |
| (d) Writedown of deferred  | Stockholding  |          |  | 51.00%         |
|  | <b>Equity income adjustment in CVRD</b>             |          |  | <b>443,868</b> |

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**VALESUL ALUMÍNIO S.A.**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**

APPENDIX X

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS                                 | Accounting<br>value | Adjustments    |                | Market<br>value  |
|--|---------------------|----------------|----------------|------------------|
|  |                     | Positive       | Negative       |                  |
| <b>Current assets</b>                  | <b>146,465</b>      |                | <b>605</b>     | <b>145,860</b>   |
| Cash and cash equivalents              | 8,388               |                |                | 8,388            |
| Accounts receivable                    | 24,016              |                |                | 24,016           |
| Inventories                            | 110,060             |                |                | 110,060          |
| Advances to employees                  | 1,106               |                |                | 1,106            |
| Advances to suppliers                  | 1,590               |                |                | 1,590            |
| Anticipated expenses                   | 605                 | (a)            | 605            |                  |
| Taxes recoverable                      | 529                 |                |                | 529              |
| Other                                  | 171                 |                |                | 171              |
| <b>Long-term assets</b>                | <b>99,015</b>       |                |                | <b>99,015</b>    |
| Credits receivable from stockholders   | 35,630              |                |                | 35,630           |
| Deposits paid into Court               | 60,281              |                |                | 60,281           |
| Tax incentive credits                  | 19                  |                |                | 19               |
| Other                                  | 3,085               |                |                | 3,085            |
| <b>Fixed assets</b>                    | <b>125,006</b>      | <b>665,887</b> |                | <b>790,893</b>   |
| Investments                            | 29,802              |                |                | 29,802           |
| Property, plant and equipment          | 95,204              | 665,887(b)     |                | 761,091          |
| <b>TOTAL ASSETS</b>                    | <b>370,486</b>      | <b>665,887</b> | <b>605</b>     | <b>1,035,768</b> |
| <b>LIABILITIES</b>                     |                     |                |                |                  |
| <b>Current liabilities</b>             | <b>47,196</b>       |                |                | <b>47,196</b>    |
| Loans and financings                   | 909                 |                |                | 909              |
| Suppliers                              | 20,048              |                |                | 20,048           |
| Operational provisions                 | 4,460               |                |                | 4,460            |
| Provisions for payment for electricity | 7,120               |                |                | 7,120            |
| Taxes payable                          | 8,414               |                |                | 8,414            |
| Other current liabilities              | 6,245               |                |                | 6,245            |
| <b>Long-term liabilities</b>           | <b>68,916</b>       |                |                | <b>68,916</b>    |
| Loans and financings                   | 210                 |                |                | 210              |
| Provision for disposal of waste        | 3,756               |                |                | 3,756            |
| Provision for contingencies            | 64,950              |                |                | 64,950           |
| <b>Stockholders equity</b>             | <b>254,374</b>      | <b>605</b>     | <b>665,887</b> | <b>919,656</b>   |
| Registered capital                     | 146,509             |                |                | 146,509          |

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|                          |                |            |                |                  |
|--------------------------|----------------|------------|----------------|------------------|
| Capital reserves         | 184            |            |                | 184              |
| Legal reserve            | 16,839         |            |                | 16,839           |
| Profits reserve          | 90,842         | 605        | 665,887        | 756,124          |
|                          |                | 605(a)     |                |                  |
|                          |                | (b)        | 665,887        |                  |
| <b>TOTAL LIABILITIES</b> | <b>370,486</b> | <b>605</b> | <b>665,887</b> | <b>1,035,768</b> |

**Effects of adjustments on stockholders equity**

|   |   |          |                |
|---|---|----------|----------------|
| (a) Writedown anticipated expenses  | Adjustments                             | Negative | (605)          |
| (b) Adjustment to property, plant and<br>equipment valuation: insurance cover | Adjustments                             | Positive | 665,887        |
|   |   |          | 665,282        |
|   | Stockholding                            |          | 54.51%         |
|   | <b>Equity income adjustment in CVRD</b> |          | <b>362,645</b> |

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**EMPREENDIMENTOS BRASILEIROS DE MINERAÇÃO S.A. EBM****STOCKHOLDERS EQUITY AT MARKET VALUE**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

**APPENDIX XI**

| <b>ASSETS</b>  | <b>Accounting<br/>value</b> | <b>Adjustments<br/>Positive</b> | <b>Negative</b>  | <b>Market<br/>value</b> |
|--|-----------------------------|---------------------------------|------------------|-------------------------|
| <b>Current assets</b>                                  | <b>200,575</b>              |                                 |                  | <b>200,575</b>          |
| Cash and cash equivalents                              | 49                          |                                 |                  | 49                      |
| Dividends and interest on equity receivable            | 200,526                     |                                 |                  | 200,526                 |
| <b>Fixed assets</b>                                    | <b>1,092,906</b>            | <b>2,957,418</b>                |                  | <b>4,050,324</b>        |
| Investments  | 1,092,906                   | 2,957,418                       |                  | 4,050,324               |
| Minerações Brasileiras Reunidas S.A.                   | 1,092,906                   | 2,957,418 (a)                   |                  | 4,050,324               |
| <b>TOTAL ASSETS</b>                                    | <b>1,293,481</b>            | <b>2,957,418</b>                |                  | <b>4,250,899</b>        |
| <b>LIABILITIES</b>                                     |                             |                                 |                  |                         |
| <b>Current liabilities</b>                             | <b>200,226</b>              |                                 |                  | <b>200,226</b>          |
| Dividends payable                                      | 200,226                     |                                 |                  | 200,226                 |
| Companhia Siderúrgica de Minas Gerais S.A.             | 140,362                     |                                 |                  | 140,362                 |
| Companhia de Administração & Participações Ltda.       | 19,818                      |                                 |                  | 19,818                  |
| Yamaguchi Steel Co.                                    | 9,358                       |                                 |                  | 9,358                   |
| Yamaguchi Corporation                                  | 6,207                       |                                 |                  | 6,207                   |
| Yamaguchi & Co. Ltd.                                   | 6,207                       |                                 |                  | 6,207                   |
| Yamaguchi Steel Corporation                            | 6,595                       |                                 |                  | 6,595                   |
| Yamaguchi Metal Industries Ltd.                        | 3,298                       |                                 |                  | 3,298                   |
| Yamaguchi Steel & Co. Ltd.                             | 370                         |                                 |                  | 370                     |
| Yamaguchi Corporation                                  | 3,004                       |                                 |                  | 3,004                   |
| Yamaguchi Corporation                                  | 3,004                       |                                 |                  | 3,004                   |
| Yamaguchi Corporation                                  | 1,602                       |                                 |                  | 1,602                   |
| Yamaguchi Steel Ltd.                                   | 401                         |                                 |                  | 401                     |
| <b>Stockholders equity</b>                             | <b>1,093,255</b>            |                                 | <b>2,957,418</b> | <b>4,050,673</b>        |
| Registered capital                                     | 313,650                     |                                 |                  | 313,650                 |
| Capital reserves - Decree 332 Special Reserve - CONTR. | 17,244                      |                                 |                  | 17,244                  |
| Profit reserves  | 762,361                     |                                 | 2,957,418        | 3,719,779               |
| Post-1988 legal reserves                               | 58,234                      |                                 |                  | 58,234                  |
| Future earnings reserve                                | 11,206                      |                                 |                  | 11,206                  |
| Reserve for investments                                | 244,559                     |                                 |                  | 244,559                 |
| Retained earnings/investments reserves                 | 448,362                     |                                 | (a) 2,957,418    | 3,405,780               |
| <b>TOTAL LIABILITIES</b>                               | <b>1,293,481</b>            |                                 | <b>2,957,418</b> | <b>4,250,899</b>        |

PROVISIONS ARE RECORDED IN THE ACCOUNTING STATEMENTS

| <b>Effects of adjustments on stockholders equity</b> |                |
|--|----------------|
| Adjustments Negative                                 |                |
| Adjustments Positive                                 | 2,957,418      |
|  | 2,957,418      |
| Stockholding   | 9.90%          |
| <b>Equity income adjustment in CVRD</b>              | <b>292,784</b> |

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**URUCUM MINERAÇÃO S.A.****STOCKHOLDERS EQUITY AT MARKET VALUE****APPENDIX XII**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS   | Accounting<br>value | Adjustments    |                | Market<br>value |
|--|---------------------|----------------|----------------|-----------------|
|  |                     | Positive       | Negative       |                 |
| <b>Current assets</b>  | <b>84,343</b>       |                |                | <b>84,343</b>   |
| Cash and cash equivalents  | 990                 |                |                | 990             |
| Financial assistance holding company   | 1,090               |                |                | 1,090           |
| Accounts receivable from clients   | 53,170              |                |                | 53,170          |
| Inventories  | 25,797              |                |                | 25,797          |
| Taxes recoverable  | 2,615               |                |                | 2,615           |
| Other accounts receivable  | 681                 |                |                | 681             |
| <b>Long-term assets</b>  | <b>17,738</b>       |                | <b>14,179</b>  | <b>3,559</b>    |
| Taxes receivable   | 2,189               |                |                | 2,189           |
| Deferred income tax and Social Contribution:<br>temporal differences, negative bases | 14,179              | (a)            | 14,179         |                 |
| Other Credits  | 1,370               |                |                | 1,370           |
| <b>Fixed assets</b>  | <b>73,092</b>       | <b>304,323</b> | <b>11,070</b>  | <b>366,345</b>  |
| Investments  | 41                  |                |                | 41              |
| Property, plant and equipment  | 73,051              | 304,323 (b)(c) | 11,070         | 366,304         |
| <b>TOTAL ASSETS</b>  | <b>175,173</b>      | <b>304,323</b> | <b>25,249</b>  | <b>454,247</b>  |
| <b>LIABILITIES</b>   |                     |                |                |                 |
| <b>Current liabilities</b>   | <b>40,438</b>       |                |                | <b>40,438</b>   |
| Suppliers  | 15,565              |                |                | 15,565          |
| Salaries and salary-related costs and charges  | 2,216               |                |                | 2,216           |
| Taxes payable  | 2,344               |                |                | 2,344           |
| Provision for income tax and Social Contribution                                     | 11,910              |                |                | 11,910          |
| Dividends payable  | 7,794               |                |                | 7,794           |
| Other accounts payable   | 609                 |                |                | 609             |
| <b>Long-term liabilities</b>   | <b>87,718</b>       | <b>11,070</b>  |                | <b>76,648</b>   |
| Taxes, charges and contributions   | 1,338               |                |                | 1,338           |
| Provision for contingencies  | 21,395              |                |                | 21,395          |
| Provision for closure of mines   | 11,070              | 11,070 (c)     |                |                 |
| Loan contracts   | 53,538              |                |                | 53,538          |
| Other accounts payable   | 377                 |                |                | 377             |
| <b>Stockholders equity</b>   | <b>47,017</b>       | <b>14,179</b>  | <b>304,323</b> | <b>337,161</b>  |

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|                          |                |               |                |                |
|--------------------------|----------------|---------------|----------------|----------------|
| Registered capital       | 15,709         |               |                | 15,709         |
| Capital reserves         | 15,599         |               |                | 15,599         |
| Profit reserves          | 15,709         | 14,179        | 304,323        | 305,853        |
|                          |                | 14,179 (a)(b) | 304,323        |                |
| <b>TOTAL LIABILITIES</b> | <b>175,173</b> | <b>25,249</b> | <b>304,323</b> | <b>454,247</b> |

**Effect of adjustments on stockholders equity**

|   |   |          |                |
|---|---|----------|----------------|
| (a) Writedown of deferred taxes   | Adjustments                             | Negative | (14,179)       |
| (b) Adjustment to fixed assets valuation:   | Adjustments                             | Positive | 304,323        |
| cash flow, insurance  |   |          | 290,144        |
| (c) Reclassification of provision for closure of mine since it is already included in cash flow | Stockholding                            |          | 100.00%        |
|   | <b>Equity income adjustment in CVRD</b> |          | <b>290,144</b> |

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**COMPANHIA ÍTALO-BRASILEIRA DE  
PELOTIZAÇÃO ITABRASCO**  
STOCKHOLDERS EQUITY AT MARKET VALUE

## APPENDIX XIII

(Financial amounts in R\$ '000)

Base date: December 31, 2005

| ASSETS   | Accounting<br>value | Adjustments    |               | Market<br>value |
|--|---------------------|----------------|---------------|-----------------|
|  |                     | Positive       | Negative      |                 |
| <b>Circulante</b>  | <b>176,962</b>      |                | <b>199</b>    | <b>176,763</b>  |
| Cash and cash equivalents  | 24,913              |                |               | 24,913          |
| Owed by related parties  | 95,564              |                |               | 95,564          |
| Inventories Pellets  | 20,454              |                |               | 20,454          |
| Inventories Replacement and maintenance                              | 8,777               |                |               | 8,777           |
| Inventories Raw materials  | 2,144               |                |               | 2,144           |
| Taxes recoverable PIS, COFINS  | 21,482              |                |               | 21,482          |
| Insurance paid in advance  | 199                 | (a)            | 199           |                 |
| Other  | 3,429               |                |               | 3,429           |
| <b>Long term assets</b>  | <b>56,386</b>       |                | <b>8,990</b>  | <b>47,396</b>   |
| Deferred income tax and Social Contribution:<br>temporal differences | 8,990               | (b)            | 8,990         |                 |
| Depósitos Judiciais Tributários                                      | 47,396              |                |               | 47,396          |
| <b>Fixed assets</b>  | <b>72,254</b>       | <b>511,466</b> | <b>1,018</b>  | <b>582,702</b>  |
| Investments  |                     |                |               |                 |
| PP&E Industrial plant  | 11,532              | 511,466 (c)    |               | 522,998         |
| PP&E Buildings   | 3                   |                |               | 3               |
| PP&E Furniture, IT equipment, other                                  | 65                  |                |               | 65              |
| PP&E Vehicles  | 10                  |                |               | 10              |
| PP&E In progress   | 59,626              |                |               | 59,626          |
| Deferred Other deferred expenses                                     | 1,018               | (d)            | 1,018         |                 |
| <b>TOTAL ASSETS</b>  | <b>305,602</b>      | <b>511,466</b> | <b>10,207</b> | <b>806,861</b>  |
| <b>LIABILITIES</b>   |                     |                |               |                 |
| <b>Current</b>   | <b>151,151</b>      |                |               | <b>151,151</b>  |
| Suppliers related parties  | 55,840              |                |               | 55,840          |
| Suppliers and contractors  | 13,358              |                |               | 13,358          |
| Taxes payable  | 26,340              |                |               | 26,340          |
| Provision for services   | 1,815               |                |               | 1,815           |
| Provision for maintenance  | 1,068               |                |               | 1,068           |
| Dividends proposed   | 50,000              |                |               | 50,000          |
| Other current liabilities  | 2,730               |                |               | 2,730           |

|  |                |               |                |                |
|--|----------------|---------------|----------------|----------------|
| <b>Long term liabilities</b>               | <b>52,749</b>  |               |                | <b>52,749</b>  |
| Provision for contingencies labor disputes | 52,749         |               |                | 52,749         |
| <b>Stockholders equity</b>                 | <b>101,702</b> | <b>10,207</b> | <b>511,466</b> | <b>602,961</b> |
| Registered capital                         | 56,298         |               |                | 56,298         |
| Legal reserve                              | 11,260         |               |                | 11,260         |
| Capital expenditure reserve                | 34,144         | 10,207        | 511,466        | 535,403        |
|  |                | 199 (a)(c)    | 511,466        |                |
|  |                | 8,990 (b)     |                |                |
|  |                | 1,018 (d)     |                |                |
| <b>TOTAL LIABILITIES</b>                   | <b>305,602</b> | <b>10,207</b> | <b>511,466</b> | <b>806,861</b> |

|  |  |          |                |
|--|--|----------|----------------|
|  | <b>Effects of adjustments on stockholders equity</b> |          |                |
| (a) Writedown of anticipated expenses      | Adjustments  | Negative | (10,207)       |
| (b) Writedown of deferred taxes            | Adjustments  | Positive | 511,466        |
| (c) Ajustment to PP&E valuation: insurance |  |          | 501,259        |
| (d) Writedown of deferred                  |  |          |                |
|  | Stockholding   |          | 50.90%         |
|  | <b>Equity income adjustment in CVRD</b>              |          | <b>255,141</b> |

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**COMPANHIA HISPANO-BRASILEIRA DE PELOTIZAÇÃO - HISPANOBRAS****STOCKHOLDERS EQUITY AT MARKET VALUE****APPENDIX XIV**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS  | Accounting<br>value | Adjustments    |              | Market<br>value |
|---|---------------------|----------------|--------------|-----------------|
|   |                     | Positive       | Negative     |                 |
| <b>Current assets</b>   | <b>212,212</b>      |                | <b>239</b>   | <b>211,973</b>  |
| Cash and cash equivalents   | 25,151              |                |              | 25,151          |
| Owed by related parties   | 86,043              |                |              | 86,043          |
| Accounts receivable Other   | 25,014              |                |              | 25,014          |
| Inventories Pellets   | 20,291              |                |              | 20,291          |
| Inventories Replacement and maintenance                             | 14,990              |                |              | 14,990          |
| Inventories imports in progress                                     | 2,695               |                |              | 2,695           |
| Taxes recoverable PIS and COFINS                                    | 32,320              |                |              | 32,320          |
| Insurance paid in advance   | 239                 | (a)            | 239          |                 |
| Other   | 5,469               |                |              | 5,469           |
| <b>Long-term assets</b>   | <b>45,674</b>       |                | <b>4,582</b> | <b>41,092</b>   |
| Deferred income tax and Social Contribution<br>temporal differences | 4,582               | (b)            | 4,582        |                 |
| Deposits in Court tax   | 40,949              |                |              | 40,949          |
| Other long-term assets  | 143                 |                |              | 143             |
| <b>Fixed assets</b>   | <b>74,681</b>       | <b>473,424</b> | <b>1,321</b> | <b>546,784</b>  |
| Investments   | 608                 |                |              | 608             |
| PP&E industrial plant   | 35,539              | 473,424(c)     |              | 508,963         |
| PP&E buildings  | 18                  |                |              | 18              |
| PP&E furniture, IT, other   | 42                  |                |              | 42              |
| PP&E vehicles   | 5                   |                |              | 5               |
| PP&E in progress  | 37,148              |                |              | 37,148          |
| Deferred other deferred expenses                                    | 1,321               | (d)            | 1,321        |                 |
| <b>TOTAL ASSETS</b>   | <b>332,567</b>      | <b>473,424</b> | <b>6,142</b> | <b>799,849</b>  |
| <b>LIABILITIES</b>  |                     |                |              |                 |
| <b>Current liabilities</b>  | <b>188,153</b>      |                |              | <b>188,153</b>  |
| Suppliers related parties   | 55,038              |                |              | 55,038          |
| Suppliers and contractors   | 26,038              |                |              | 26,038          |
| Income tax and Social Contribution                                  | 43,538              |                |              | 43,538          |
| Provision for maintenance   | 554                 |                |              | 554             |
| Dividends proposed  | 58,854              |                |              | 58,854          |
| Other current liabilities   | 4,131               |                |              | 4,131           |
| <b>Long-term liabilities</b>  | <b>32,546</b>       |                |              | <b>32,546</b>   |

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|                             |                |                |              |                |                |
|-----------------------------|----------------|----------------|--------------|----------------|----------------|
| Provision for contingencies | labor disputes | 32,546         |              |                | 32,546         |
| <b>Stockholders equity</b>  |                | <b>111,868</b> | <b>6,142</b> | <b>473,424</b> | <b>579,150</b> |
| Registered capital          |                | 55,145         |              |                | 55,145         |
| Capital reserves            |                | 1,578          |              |                | 1,578          |
| Legal reserve               |                | 11,029         |              |                | 11,029         |
| Reserves for investments    |                | 44,116         | 6,142        | 473,424        | 511,398        |
|                             |                |                | 239(a)(c)    | 473,424        |                |
|                             |                |                | 4,582(b)     |                |                |
|                             |                |                | 1,321(d)     |                |                |
| <b>TOTAL LIABILITIES</b>    |                | <b>332,567</b> | <b>6,142</b> | <b>473,424</b> | <b>799,849</b> |

**Effect of adjustments on stockholders equity**

|   |  |          |                |
|---|--|----------|----------------|
| (a) Writedowns of anticipated expenses          | Adjustments                                  | Negative | (6,142)        |
| (b) Writedown of deferred taxes                 | Adjustments                                  | Positive | 473,424        |
| (c) Adjustment of property, plant and equipment |  |          | 467,282        |
| - valuation: Insurance cover                    | Effect of adjustments on stockholders equity |          |                |
| (d) Writedown of deferred stake                 | Stockholding                                 |          | 50.89%         |
|   | <b>Equity income adjustment in CVRD</b>      |          | <b>237,800</b> |

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**COMPANHIA COREANO-BRASILEIRA DE  
PELOTIZAÇÃO KOBRASCO**  
STOCKHOLDERS EQUITY AT MARKET VALUE

APPENDIX XV

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS  | Accounting<br>value | Adjustments    |               | Market<br>value |
|---|---------------------|----------------|---------------|-----------------|
|   |                     | Positive       | Negative      |                 |
| <b>Current assets</b>   | <b>136,721</b>      |                | <b>208</b>    | <b>136,513</b>  |
| Cash and cash equivalents   | 29,105              |                |               | 29,105          |
| Receivable from related parties                                       | 14,026              |                |               | 14,026          |
| Inventories Pellets   | 30,671              |                |               | 30,671          |
| Inventories Peplacement and maintenance                               | 22,301              |                |               | 22,301          |
| Taxes recoverable PIS and COFINS                                      | 40,163              |                |               | 40,163          |
| Insurance paid in advance   | 208                 | (a)            | 208           |                 |
| Other   | 247                 |                |               | 247             |
| <b>Long-term assets</b>   | <b>37,489</b>       |                | <b>23,991</b> | <b>13,498</b>   |
| Deferred income tax and Social Contribution losses and negative bases | 15,278              | (b)            | 15,278        |                 |
| Deferred income tax and Social Contribution temporal differences      | 8,713               | (b)            | 8,713         |                 |
| Deposits in Court tax   | 13,428              |                |               | 13,428          |
| Deposits in Court labor disputes                                      | 70                  |                |               | 70              |
| <b>Fixed assets</b>   | <b>225,384</b>      | <b>346,777</b> | <b>2,925</b>  | <b>569,236</b>  |
| Investments in subsidiary   | 330                 |                |               | 330             |
| PP&E industrial plant   | 191,394             | 346,777 (c)    |               | 538,171         |
| PP&E furniture, data processing, other                                | 292                 |                |               | 292             |
| PP&E vehicles   | 16                  |                |               | 16              |
| PP&E in progress  | 30,427              |                |               | 30,427          |
| Deferred pre-operational expenses                                     | 2,925               | (d)            | 2,925         |                 |
| <b>TOTAL ASSETS</b>   | <b>399,594</b>      | <b>346,777</b> | <b>27,124</b> | <b>719,247</b>  |
| <b>LIABILITIES</b>  |                     |                |               |                 |
| <b>Current liabilities</b>  | <b>141,425</b>      |                |               | <b>141,425</b>  |
| Suppliers related parties   | 77,589              |                |               | 77,589          |
| Loans related parties   | 5,995               |                |               | 5,995           |
| Accounts payable  | 14,680              |                |               | 14,680          |
| Income tax and Social Contribution                                    | 34,525              |                |               | 34,525          |
| Provision for maintenance   | 6,644               |                |               | 6,644           |
| Other current liabilities   | 1,992               |                |               | 1,992           |

|  |                |               |                |                |
|--|----------------|---------------|----------------|----------------|
| <b>Long-term liabilities</b>               | <b>69,687</b>  |               |                | <b>69,687</b>  |
| Loans related parties                      | 56,177         |               |                | 56,177         |
| Provision for contingencies tax            | 11,927         |               |                | 11,927         |
| Provision for contingencies labor disputes | 1,583          |               |                | 1,583          |
| <b>Stockholders equity</b>                 | <b>188,482</b> | <b>27,124</b> | <b>346,777</b> | <b>508,135</b> |
| Registered capital                         | 79,517         |               |                | 79,517         |
| Capital reserves goodwill                  | 7,098          |               |                | 7,098          |
| Dividends proposed                         | 96,774         |               |                | 96,774         |
| Profit reserves                            | 5,093          | 27,124        | 346,777        | 324,746        |
|  |                | 208 (a)(c)    | 346,777        |                |
|  |                | 23,991 (b)    |                |                |
|  |                | 2,925 (d)     |                |                |
| <b>TOTAL LIABILITIES</b>                   | <b>399,594</b> | <b>27,124</b> | <b>346,777</b> | <b>719,247</b> |

**Effect of adjustments on stockholders equity**

|  |   |          |                |
|--|---|----------|----------------|
| (a) Writedown of anticipated expenses                | Adjustments                             | Negative | (27,124)       |
| (b) Writedown of deferred taxes                      | Adjustments                             | Positive | 346,777        |
| (c) Adjustment to PP&E valuation:<br>insurance cover |   |          | 319,653        |
| (d) Writedown of deferred                            | Stockholding                            |          | 50.00%         |
|  | <b>Equity income adjustment in CVRD</b> |          | <b>159,827</b> |

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**ALUMINA DO NORTE DO BRASIL S.A.**  
**ALUNORTE**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**  
(Financial amounts in R\$ 000)  
Base date: December 31, 2005

**APPENDIX XVI**

| ASSETS   | Accounting<br>value | Adjustments   |                | Market<br>value  |
|--|---------------------|---------------|----------------|------------------|
|  |                     | Positive      | Negative       |                  |
| <b>Current assets</b>  | <b>486,770</b>      |               | <b>32,390</b>  | <b>454,380</b>   |
| Cash and cash equivalents  | 66,990              |               |                | 66,990           |
| Clients  | 115,810             |               |                | 115,810          |
| Inventories  | 222,986             |               |                | 222,986          |
| Deferred income tax and Social Contribution -<br>temporal differences, negative bases    | 32,390              | (a)           | 32,390         |                  |
| Tax recoverable (PI, PIS, COFINS, Income Tax,<br>Social Contribution)                    | 28,702              |               |                | 28,702           |
| Advances to suppliers  | 16,182              |               |                | 16,182           |
| Other  | 3,710               |               |                | 3,710            |
| <b>Long-term assets</b>  | <b>158,914</b>      |               | <b>150,372</b> | <b>8,542</b>     |
| Deferred income tax and Social Contribution -<br>temporal differences and negative bases | 141,813             | (a)           | 141,813        |                  |
| Anticipated expenses   | 8,559               | (b)           | 8,559          |                  |
| Deposits in Court  | 8,527               |               |                | 8,527            |
| Other long-term assets   | 15                  |               |                | 15               |
| <b>Fixed assets</b>  | <b>3,207,917</b>    | <b>15,823</b> | <b>92,233</b>  | <b>3,131,507</b> |
| Investments  | 63                  |               |                | 63               |
| Property, plant and equipment  | 3,115,621           | 15,823(c)     |                | 3,131,444        |
| Deferred organization and admin. expenses  | 132,154             |               | 132,154        |                  |
| Deferred net financial expenses  | 182,341             |               | 182,341        |                  |
| Deferred net results of inflation effects  | (163,908)           |               | (163,908)      |                  |
|  |                     | (d)           |                |                  |
| Deferred costs and expenses experimental phase   | 57,074              |               | 57,074         |                  |
| Deferred accumulated amortization  | (176,049)           |               | (176,049)      |                  |
| Deferred information   | 60,621              |               | 60,621         |                  |
| <b>TOTAL ASSETS</b>  | <b>3,853,601</b>    | <b>15,823</b> | <b>274,995</b> | <b>3,594,429</b> |
| <b>LIABILITIES</b>   |                     |               |                |                  |
| <b>Current liabilities</b>   | <b>438,927</b>      |               |                | <b>438,927</b>   |
| Loans and financings   | 163,327             |               |                | 163,327          |
| Suppliers and contractors  | 212,205             |               |                | 212,205          |
| Salaries and salary-related costs and charges  | 5,113               |               |                | 5,113            |
| Taxes and contributions  | 1,074               |               |                | 1,074            |

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|                              |                  |                |               |                  |
|------------------------------|------------------|----------------|---------------|------------------|
| Dividends proposed           | 54,899           |                |               | 54,899           |
| Other current liabilities    | 2,309            |                |               | 2,309            |
| <b>Long-term liabilities</b> | <b>1,203,396</b> |                |               | <b>1,203,396</b> |
| Loans and financings         | 1,200,787        |                |               | 1,200,787        |
| Other                        | 2,609            |                |               | 2,609            |
| <b>Stockholders equity</b>   | <b>2,211,278</b> | <b>274,995</b> | <b>15,823</b> | <b>1,952,106</b> |
| Registered capital           | 1,835,815        |                |               | 1,835,815        |
| Capital reserves             | 119,288          |                |               | 119,288          |
| Profit reserves              | 256,175          | 274,995        | 15,823        | (2,997)          |
|                              |                  | 174,203(a)     |               |                  |
|                              |                  | 8,559(b)       |               |                  |
|                              |                  | 92,233(d)      |               |                  |
|                              |                  | (c)            | 15,823        |                  |
| <b>TOTAL LIABILITIES</b>     | <b>3,853,601</b> | <b>274,995</b> | <b>15,823</b> | <b>3,594,429</b> |

**Effects of adjustments on stockholders equity**

|   |   |          |                  |
|---|---|----------|------------------|
| (a) Writedown of deferred taxes                 | Adjustments                             | Negative | (274,995)        |
| (b) Writedown of anticipated expenses           | Adjustments                             | Positive | 15,823           |
| (c) Adjustment of property, plant and equipment |   |          | (259,172)        |
| - valuation: Insurance cover                    |   |          |                  |
| (d) Writedown of deferred                       | Stockholding                            |          | 57.03%           |
|   | <b>Equity income adjustment in CVRD</b> |          | <b>(147,806)</b> |

**ITABIRA RIO DOCE COMPANY LTD. ITACO**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**
**APPENDIX XVII**

(Monetary values in US\$ 000)

Base date: December 31, 2005

| ASSETS                                       | Accounting<br>value | Adjustments   |               | Market<br>value  |
|--|---------------------|---------------|---------------|------------------|
|  |                     | Positive      | Negative      |                  |
| <b>Current assets</b>                        | <b>2,453,787</b>    |               | <b>1,568</b>  | <b>2,452,219</b> |
| Cash and cash equivalents                    | 202,616             |               |               | 202,616          |
| Clients                                      | 974,945             |               |               | 974,945          |
| Loans and financings to related parties      | 1,265,933           |               |               | 1,265,933        |
| Insurance paid in advance                    | 51                  | (a)           | 51            |                  |
| Advance expenses on loans and financings     | 1,517               | (b)           | 1,517         |                  |
| Other current assets                         | 8,725               |               |               | 8,725            |
| <b>Long-term assets</b>                      | <b>2,811,768</b>    |               | <b>11,584</b> | <b>2,800,184</b> |
| Loans and financings                         | 2,800,184           |               |               | 2,800,184        |
| Anticipated expenses on loans and financings | 11,584              | (b)           | 11,584        |                  |
| <b>Fixed assets</b>                          | <b>1,744,642</b>    |               |               | <b>1,744,642</b> |
| Investments                                  | 1,605,809           |               |               | 1,605,809        |
| Amazon                                       | 721,710             |               |               | 721,710          |
| CVRD Overseas                                | 275,930             |               |               | 275,930          |
| Other Investments                            | 608,169             |               |               | 608,169          |
| Property, plant and equipment                | 15,033              |               |               | 15,033           |
| PP&E projects in progress                    | 123,800             |               |               | 123,800          |
| <b>TOTAL ASSETS</b>                          | <b>7,010,197</b>    |               | <b>13,152</b> | <b>6,997,045</b> |
| <b>LIABILITIES</b>                           |                     |               |               |                  |
| <b>Current liabilities</b>                   | <b>2,019,273</b>    |               |               | <b>2,019,273</b> |
| Loans and financings third parties           | 479,083             |               |               | 479,083          |
| Loans and financings related parties         | 906,025             |               |               | 906,025          |
| Accounts payable foreign suppliers           | 626,606             |               |               | 626,606          |
| Other current liabilities                    | 7,559               |               |               | 7,559            |
| <b>Long-term liabilities</b>                 | <b>2,043,436</b>    |               |               | <b>2,043,436</b> |
| Loans and financings                         | 470,436             |               |               | 470,436          |
| Affiliated companies and subsidiaries        | 1,530,668           |               |               | 1,530,668        |
| Other long-term liabilities                  | 42,332              |               |               | 42,332           |
| <b>Stockholders equity</b>                   | <b>2,947,488</b>    | <b>13,152</b> |               | <b>2,934,336</b> |
| Registered capital                           | 105                 |               |               | 105              |
| Capital reserves                             | 286,615             |               |               | 286,615          |

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|                          |                  |               |                  |
|--------------------------|------------------|---------------|------------------|
| Retained earnings        | 2,660,768        | 13,152        | 2,647,616        |
|                          |                  | 51(a)         |                  |
|                          |                  | 13,101(b)     |                  |
| <b>TOTAL LIABILITIES</b> | <b>7,010,197</b> | <b>13,152</b> | <b>6,997,045</b> |

(Financial amounts in R\$ 000)

|  |   |          |                 |
|--|---|----------|-----------------|
| (a) Writedown of insurance paid in advance | <b>Effect of adjustments on stockholders equity</b> |          |                 |
| (b) Writedown of expenses paid in advance  | Adjustments   | Negative | (30,785)        |
|  | Adjustments   | Positive |                 |
|  |   |          | (30,785)        |
|  | Stockholding  |          | 100.00%         |
|  | <b>Equity income adjustment in CVRD</b>             |          | <b>(30,785)</b> |

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**CALIFORNIA STEEL INDUSTRIES, INC.**  
**STOCKHOLDERS EQUITY AT MARKET VALUE**  
(Monetary values in US\$ 000)  
Base date: December 31, 2005

**APPENDIX XVIII**

| <b>ASSETS</b>                       | <b>Accounting<br/>value</b> | <b>Adjustments</b> |                 | <b>Market<br/>value</b> |
|-------------------------------------|-----------------------------|--------------------|-----------------|-------------------------|
|                                     |                             | <b>Positive</b>    | <b>Negative</b> |                         |
| <b>Current assets</b>               | <b>410,512</b>              |                    | <b>12,821</b>   | <b>397,691</b>          |
| Cash and Short Term Securities      | 104,294                     |                    |                 | 104,294                 |
| Accounts Receivable                 | 91,757                      |                    |                 | 91,757                  |
| Inventories                         | 201,640                     |                    |                 | 201,640                 |
| Other Receivables and Prepaids      | 12,821                      | (a)                | 12,821          |                         |
| <b>Other Assets</b>                 | <b>244,289</b>              |                    |                 | <b>244,289</b>          |
| Other Assets                        | 2,515                       |                    |                 | 2,515                   |
| Property, Plant and Equipment (NET) | 241,774                     |                    |                 | 241,774                 |
| <b>TOTAL</b>                        | <b>654,801</b>              |                    | <b>12,821</b>   | <b>641,980</b>          |

**LIABILITIES**

|                                       |                |               |  |                |
|---------------------------------------|----------------|---------------|--|----------------|
| <b>Current Liabilities</b>            | <b>184,822</b> |               |  | <b>184,822</b> |
| Accounts Payable and Accrued Expenses | 116,145        |               |  | 116,145        |
| Accrued Interests                     | 2,691          |               |  | 2,691          |
| Income Taxes Payable                  | 13,394         |               |  | 13,394         |
| Deferred Taxes Payable                | 52,592         |               |  | 52,592         |
| <b>Long Term Liabilities</b>          | <b>180,000</b> |               |  | <b>180,000</b> |
| Long Term Note - 6,125% Senior Notes  | 150,000        |               |  | 150,000        |
| Redeemable Preferred Stock            | 30,000         |               |  | 30,000         |
| <b>Stockholder s Equity</b>           | <b>289,979</b> | <b>12,821</b> |  | <b>277,158</b> |
| Common Stock                          | 10,000         |               |  | 10,000         |
| Retained Earnings                     | 279,979        | 12,821        |  | 267,158        |
|                                       |                | 12,821(a)     |  |                |
| <b>TOTAL</b>                          | <b>654,801</b> | <b>12,821</b> |  | <b>641,980</b> |

(Financial amounts in R\$ 000)

(a) Writedown of expenses paid in advance

| <b>Effect of adjustments on stockholders equity</b> |          |          |
|---|----------|----------|
| Adjustments   | Negative | (30,010) |
| Adjustments   | Positive |          |

|   |                 |
|---|-----------------|
|   | (30,010)        |
| Stockholding                            | 50.00%          |
| <b>Equity income adjustment in CVRD</b> | <b>(15,005)</b> |

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**MRS LOGÍSTICA S.A.****APPENDIX XIX****STOCKHOLDERS EQUITY AT MARKET VALUE**

(Financial amounts in R\$ 000)

Base date: December 31, 2005

| ASSETS                                      | Accounting<br>value | Adjustments |               | Market<br>value  |
|---|---------------------|-------------|---------------|------------------|
|   |                     | Positive    | Negative      |                  |
| <b>Current assets</b>                       | <b>620,812</b>      |             | <b>10,762</b> | <b>610,050</b>   |
| Cash and cash equivalents                   | 3,414               |             |               | 3,414            |
| Cash investments                            | 305,308             |             |               | 305,308          |
| Accounts receivable from clients            | 93,796              |             |               | 93,796           |
| Allowance for doubtful account              | (258)               |             |               | (258)            |
| Inventories                                 | 31,147              |             |               | 31,147           |
| Taxes recoverable                           | 156,472             |             |               | 156,472          |
| Deferred income tax and Social Contribution | 8,354               | (a)         | 8,354         |                  |
| Anticipated expenses                        | 2,408               | (b)         | 2,408         |                  |
| Advance for concession and leasing          | 9,261               |             |               | 9,261            |
| Other credits                               | 10,910              |             |               | 10,910           |
| <b>Long-term assets</b>                     | <b>291,258</b>      |             | <b>41,496</b> | <b>249,762</b>   |
| Anticipated expenses                        | 2,861               | (b)         | 2,861         |                  |
| Deferred income tax and Social Contribution | 38,635              | (a)         | 38,635        |                  |
| Advance for concession and leasing          | 185,174             |             |               | 185,174          |
| Taxes recoverable                           | 51,599              |             |               | 51,599           |
| Other credits                               | 12,989              |             |               | 12,989           |
| <b>Fixed assets</b>                         | <b>1,120,804</b>    |             | <b>46,665</b> | <b>1,074,139</b> |
| Investments                                 | 3,370               |             |               | 3,370            |
| Property, plant and equipment               | 1,070,769           |             |               | 1,070,769        |
| Real estate assets - railroads              | 384,244             |             |               | 384,244          |
| Locomotives                                 | 163,043             |             |               | 163,043          |
| Railcars                                    | 280,853             |             |               | 280,853          |
| Equipments and tools                        | 30,743              |             |               | 30,743           |
| Other                                       | 23,567              |             |               | 23,567           |
| PP&E in progress                            | 188,319             |             |               | 188,319          |
| Deferred                                    | 46,665              | (c)         | 46,665        |                  |
| <b>TOTAL ASSETS</b>                         | <b>2,032,874</b>    |             | <b>98,923</b> | <b>1,933,951</b> |
| <b>LIABILITIES</b>                          |                     |             |               |                  |
| <b>Current liabilities</b>                  | <b>819,105</b>      |             |               | <b>819,105</b>   |
| Loans and financings                        | 61,309              |             |               | 61,309           |
| Obligations to debenture holders            | 104,617             |             |               | 104,617          |
| Suppliers                                   | 78,320              |             |               | 78,320           |
| Dividends payable                           | 195,211             |             |               | 195,211          |

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|   |                  |               |                  |
|---|------------------|---------------|------------------|
| Taxes, charges and contributions              | 168,891          |               | 168,891          |
| Salaries and salary-related costs and charges | 27,699           |               | 27,699           |
| Concession and leasing payable                | 42,819           |               | 42,819           |
| Advances from clients                         | 54,528           |               | 54,528           |
| Leasing                                       | 34,114           |               | 34,114           |
| Provision for contingencies                   | 5,324            |               | 5,324            |
| Other accounts payable                        | 46,273           |               | 46,273           |
| <b>Long-term liabilities</b>                  | <b>584,552</b>   |               | <b>584,552</b>   |
| Loans and financings                          | 160,777          |               | 160,777          |
| Obligations to debenture holders              | 254,505          |               | 254,505          |
| Concession and leasing payable                | 79,809           |               | 79,809           |
| Leasing                                       | 14,573           |               | 14,573           |
| Provision for contingencies                   | 67,512           |               | 67,512           |
| Other accounts payable                        | 7,376            |               | 7,376            |
| <b>Stockholders equity</b>                    | <b>629,217</b>   | <b>98,923</b> | <b>530,294</b>   |
| Registered capital                            | 315,300          |               | 315,300          |
| Profit reserves                               | 313,917          | 98,923        | 214,994          |
|   |                  | 46,989(a)     |                  |
|   |                  | 5,269(b)      |                  |
|   |                  | 46,665(c)     |                  |
| <b>TOTAL LIABILITIES</b>                      | <b>2,032,874</b> | <b>98,923</b> | <b>1,933,951</b> |

|  |   |          |          |
|--|---|----------|----------|
|  | <b>Effects of adjustment on stockholders equity</b> |          |          |
| (a) Writedown of deferred income tax and Social Contribution | Adjustments   | Negative | (98,923) |
|  | Adjustments   | Positive |          |
| (b) Writedown of anticipated expenses                        |   |          | (98,923) |
| (c) Writedown of deferred assets                             | Stockholding  |          | 10.37%   |
|  | <b>Equity income adjustment in CVRD</b>             |          | (10,258) |

**SIGNATURES**

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

COMPANHIA VALE DO RIO DOCE  
(Registrant)

Date: March 21, 2006

By: /s/ Fabio de Oliveira Barbosa

Fabio de Oliveira Barbosa  
Chief Financial Officer