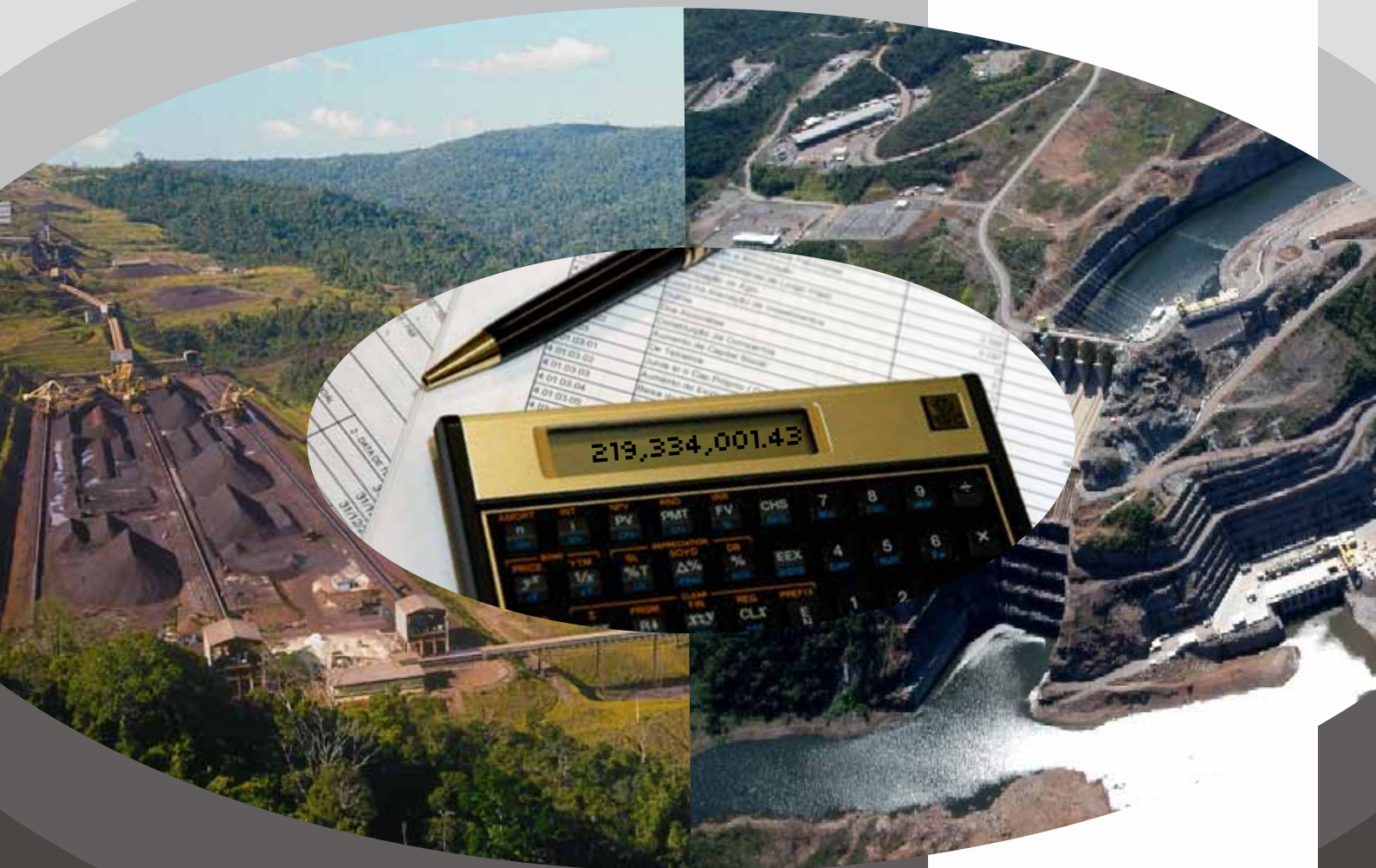


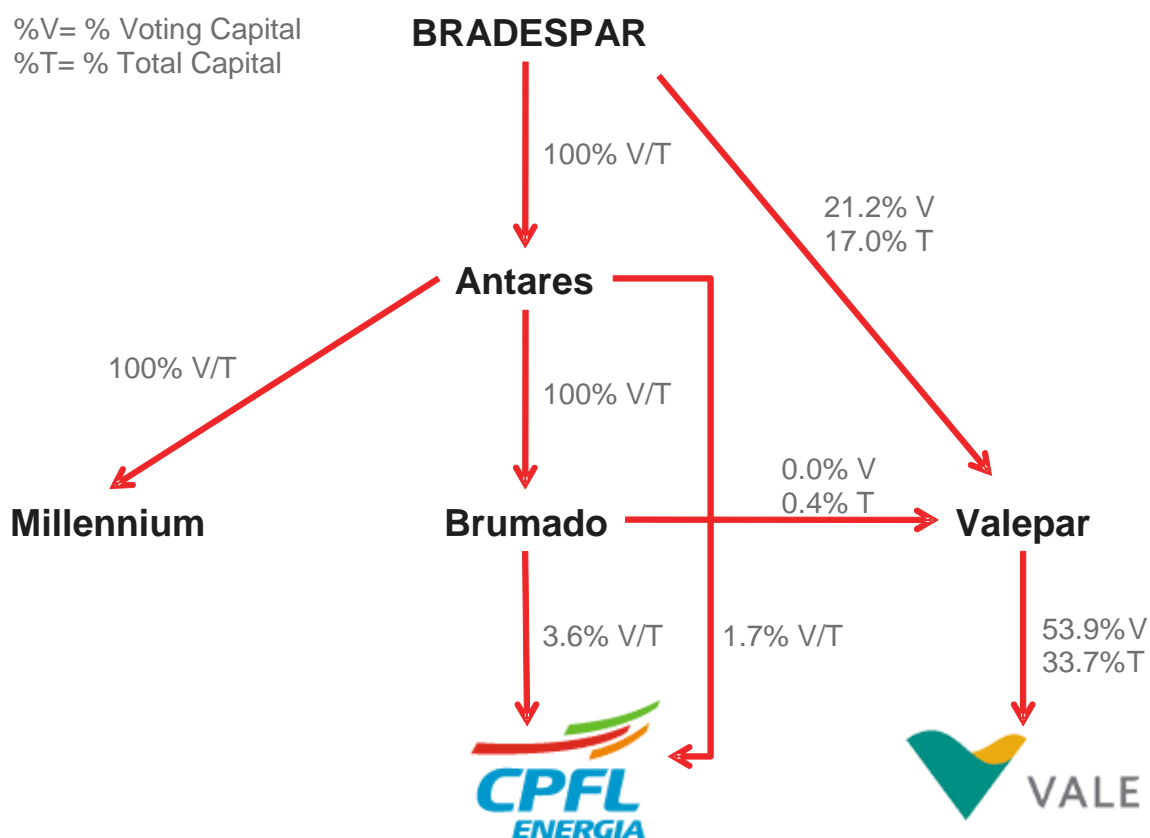
INVESTOR RELATIONS REPORT 2Q12 RESULTS



2Q12 Earnings Release

São Paulo, Brazil, August 14, 2012 – A BRADESPAR [BM&FBOVESPA: BRAP3 (ON), BRAP4 (PN); LATIBEX: XBRPO (ON), XBRPP (PN)] announces its results for the Second Quarter of 2012.

Corporate Structure - 06.30.2012



COMMENTS ON THE COMPANY'S PERFORMANCE

The table below shows the consolidated results, in accordance with international financial reporting standards (IFRS), implemented in Brazil through the Accounting Pronouncements Committee (CPC).

Income Statement			(R\$ thousand)			
	2Q12	2Q11	% Chg.	1H12	1H11	% Chg.
Equity Income	236,552	517,141	-54.3%	596,151	1,109,806	-46.3%
Redeemable Shares - Interest	41,768	70,132	-40.4%	87,011	123,482	-29.5%
Dividends from Investments	39,837	25,528	56.1%	39,837	25,528	56.1%
Operating Revenue	318,157	612,801	-48.1%	722,999	1,258,816	-42.6%
Financial Revenue (Expenses)	(14,926)	(20,820)	-28.3%	(32,245)	(39,124)	-17.6%
General and Administrative Expenses	(1,533)	(2,410)	-36.4%	(3,830)	(4,645)	-17.5%
Payroll Expenses	(1,289)	(918)	40.4%	(2,199)	(2,556)	-14.0%
Other Operating Revenue (Expenses)	(26,843)	(30,400)	-11.7%	(26,843)	(30,400)	-11.7%
Operational Result before Income Tax/Social Contribution	273,566	558,253	-51.0%	657,882	1,182,091	-44.3%
Income Tax / Social Contribution	(54,232)	(88,709)	-38.9%	(54,275)	(88,763)	-38.9%
Net Income	219,334	469,544	-53.3%	603,607	1,093,328	-44.8%

OPERATING REVENUE

As an investment Company, BRADESPAR's operating revenue comes from equity income (which includes dividends and interest on equity) from Valepar/VALE, interest on redeemable shares from Valepar and dividends and interest on equity from CPFL Energia.

In the Second Quarter of 2012 BRADESPAR recorded operating revenue of R\$318.2 million, comprising R\$236.6 million in Equity Income, R\$41.8 million in Interest on Redeemable Shares from Valepar and R\$39.8 million in Dividends from CPFL Energia.

In the first six months of 2012, Operating Revenue came to R\$723 million, 42.6% down on 1H11, due to lower equity income from Valepar/VALE in 2Q12.

FINANCIAL RESULT

In the Second Quarter of 2012, BRADESPAR registered a net financial expense of R\$14.9 million, 28.3% down on 2Q11, mainly due to interests on its debenture issue, calculated based on the CDI, which diminished from 2.8% in 2Q11 to 2.1% in 2Q12, impacted by the basic interest rate (SELIC) decrease in the period.

In the first half of 2012, net financial expenses totaled R\$32.2 million, 17.6% lower than the same period in previous year.

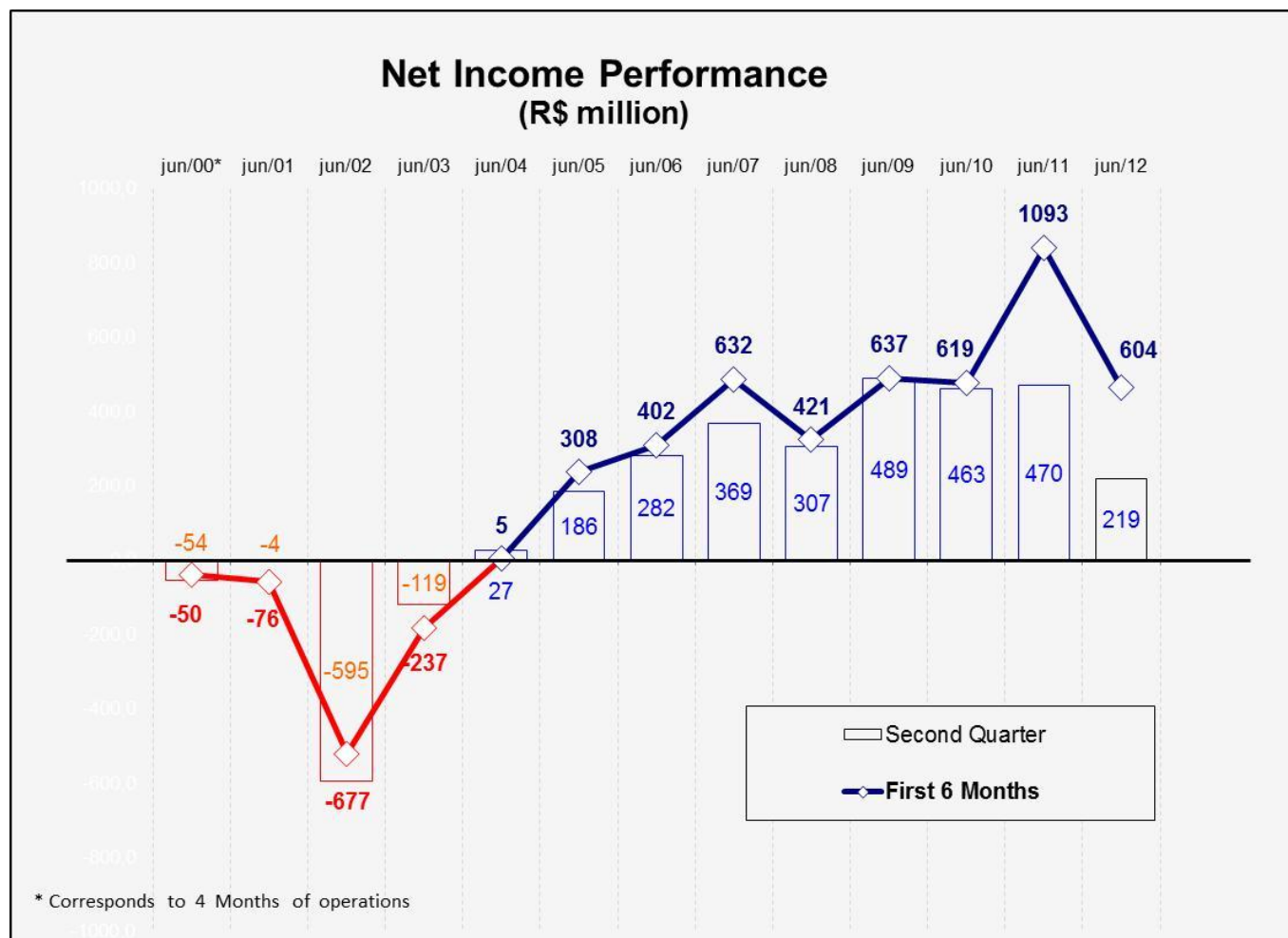
PAYROLL, GENERAL AND ADMINISTRATIVE EXPENSES

In the Second Quarter of 2012 payroll expenses totaled R\$1.3 million compared to R\$918 thousand in 2Q11. In the first six months of 2012 payroll expenses totaled R\$2.2 million, 14% down on 1H11.

General and administrative expenses came to R\$ 1.5 million in 2Q12 and R\$3.8 million in the 1H12, respectively, 36.4% and 17.5% down in comparison with same period in 2011.

NET INCOME FOR THE PERIOD

BRADESPAR's net income totaled R\$219.3 million in the Second Quarter of 2012 and R\$603.6 million in 1H12, compared to R\$469.5 million and R\$1.1 billion, respectively, in the same period of previous year. VALE's result was the main driver of this result.



COMMENTS ON OPERATIONAL INVESTEEES

VALE

VALE is the second largest diversified mining company in the world, present in 37 countries. In the mining segment, it is the world's largest producer of iron ore and pellets (production and commercialization), second place in nickel production, which are essential raw materials for the stainless steel and aircraft industries, among others. It also figures as one of the largest producers of thermal and metallurgical coal, copper and fertilizers, which are important industrial and agricultural inputs worldwide. It also operates in logistics, electricity generation and in steel.

VALE trades on the BM&FBOVESPA (VALE3 and VALE5), the New York Stock Exchange (NYSE) (VALE and VALE.P), the NYSE Euronext Paris (VALE3 and VALE5), the Latibex (XVALO and XVALP) and the Hong Kong Stock Exchange (HKEx) (6210 and 6230).

VALE main highlights in the Second Quarter of 2012, compared to the same period in the previous year were:

- Operating revenues of R\$23.9 billion (-2.3%);
- EBITDA of R\$10.1 billion (-30.3%); and
- Net Income of R\$5.3 billion (-48.3%).

Is worth to mention that, in June 27, 2012, VALE obtained the preliminary environmental license (LP) for the iron ore project Carajás S11D (S11D). Located in the Southern Range of Carajás, in the state of Pará, Brazil. S11D is the largest project in Vale's history and also in the iron ore industry, being major lever for production capacity growth and for maintaining VALE's undisputed leadership in the global market in terms of volume, cost and quality.

CPFL Energia

CPFL Energia is a holding company operating in Brazil's electricity sector through subsidiaries and affiliated companies. It operates in the distribution, generation and commercialization segments and is the largest private company in the sector. In the energy distribution segment, it has 8 distributors with a joint market share of 13%, operating in the states of São Paulo, Rio Grande do Sul, Paraná and Minas Gerais, with 7.0 million consumers. In the energy commercialization segment, the Group has an 11% market share.

CPFL's shares are traded in the Novo Mercado listing segment of the BM&FBOVESPA and its Level III ADRs are traded on the NYSE. It continuously promotes interaction between management and

shareholders, being totally committed to transparency, equality of treatment, accountability and corporate responsibility.

Control of CPFL is shared and 30.7% corresponds to the free float, 5.3% of which is held by BRADESPAR.

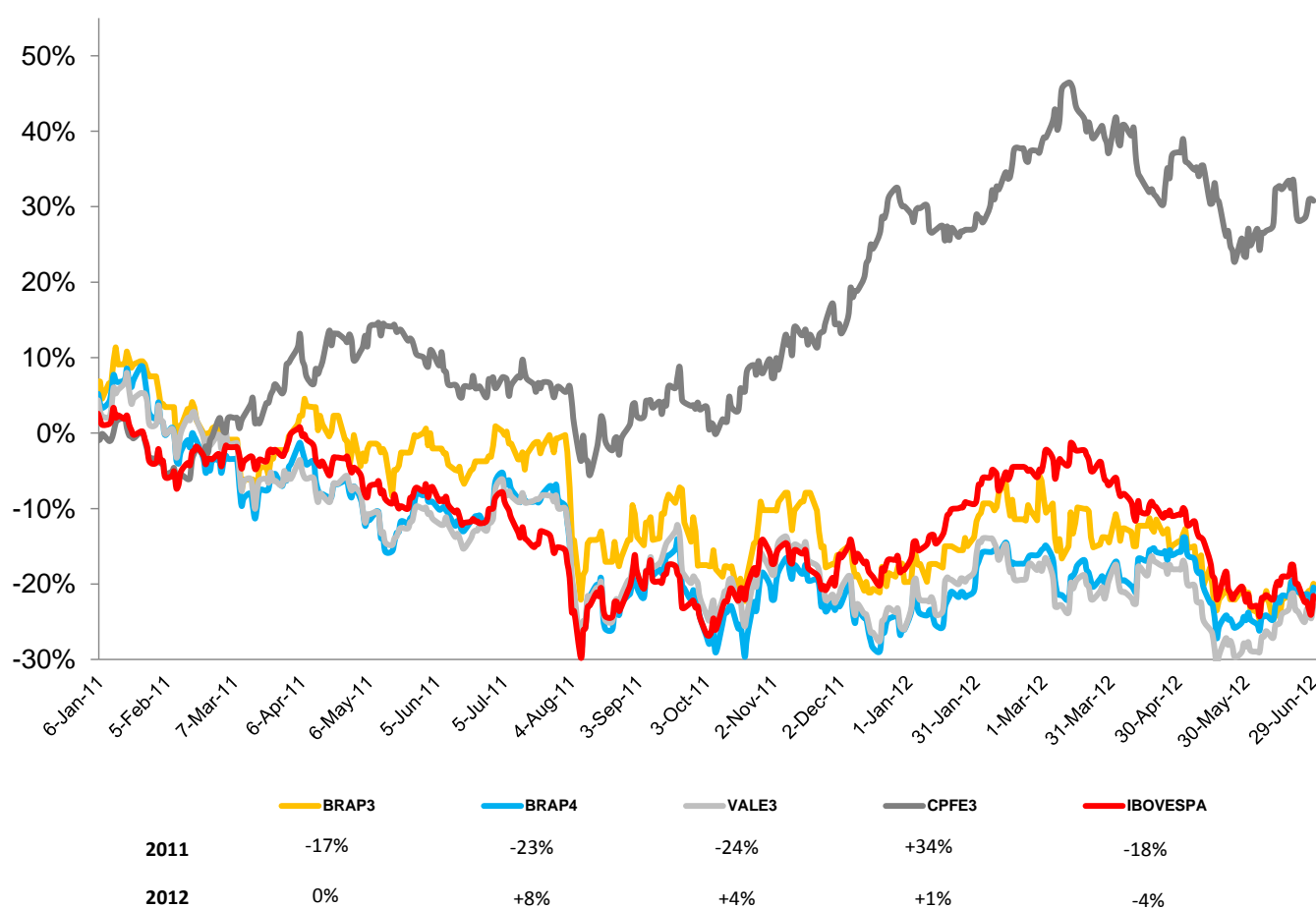
In the Second Quarter of 2012, CPFL's main consolidated highlights, in comparison with 2Q11, were:

- Gross Revenue of R\$ 5.1 billion (+12.6%);
- EBITDA of R\$ 930 million (+14.1%); and
- Net Income of R\$ 234 million (-20.6%).

CAPITAL MARKET

In 1H12, BRADESPAR's preferred shares (BRAP4) outperformed the Ibovespa, VALE (VALE3), and CPFL Energia (CPFE3). Adjusting prices for shareholder payments, including Dividends and Interest on Equity, BRAP4, VALE3 and CPFE3's shares recorded period appreciation of 8%, 4% and 1% respectively. Ibovespa Index recorded period depreciation of 4%.

Share Price Trends (BM&FBOVESPA) in 1H12:



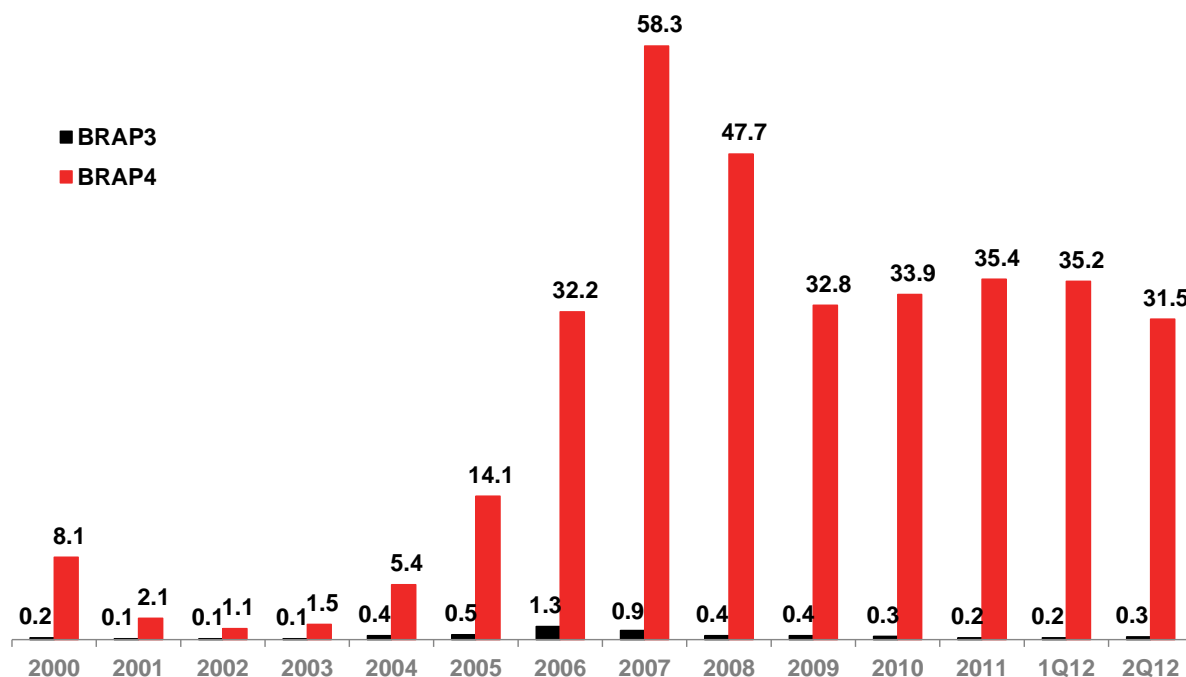
Source: Economática.

Prices adjusted for shareholder payments, including Dividends and/or Interest on Equity.

Liquidity

The average daily trading volume of BRADESPAR preferred stock in 2Q12 was R\$31.5 million.

Average Daily Trading Volume (R\$ million)



Source: Economatica.

Premium / Discount

The market capitalization of the interests held by BRADESPAR totaled R\$13.4 billion at the close of 2Q12, without considering any control premium for the interest it holds in VALE. Of this total, 90.4% is composed of the investment in VALE and 9.6% the investment in CPFL Energia.

In relation to the market capitalization of the interests it holds in its investee companies, BRADESPAR's market capitalization, after deducting Net Debt of R\$670.3 million, represented a discount of 8.9%.

Bradespar's Net Asset Value X Bradespar's Market Capitalization (closing prices on June, 29)

Companies	Price (R\$/share)	Bradespar's Stake				
		Number of Shares	% of Total Capital	Market Value (R\$ thousand)	Market Value (US\$ thousand)	Market Value (EURO thousand)
VALE ON ⁽¹⁾	40.13	299,380,600	5.87%	12,014,143	5,943,770	4,691,925
VALE PNA ⁽¹⁾	39.16	3,547,702	0.07%	138,928	68,732	54,256
CPFL-E ON	25.40	50,541,820	5.25%	1,283,762	635,117	501,352
Bradespar's Total Assets Value (A)				13,436,833	6,647,619	5,247,533
Bradespar's Net Debt (B) ⁽²⁾				(670,344)	(331,640)	(261,792)
Bradespar's Cash and Cash Equivalents				218,195	107,948	85,212
Bradespar's Gross Debt				(888,539)	(439,588)	(347,004)
Bradespar's Net Asset Value (C) = (A) + (B)				12,766,489	6,315,979	4,985,741
Bradespar's Market Capitalization (D)				11,630,506	5,753,973	4,542,101
Common Shares (BRAP3)	33.89	122,523,049		4,152,306	2,054,275	1,621,614
Preferred Shares (BRAP4)	32.94	227,024,896		7,478,200	3,699,698	2,920,487
Difference between net asset value and market capitalization (C) - (D)				1,135,983	562,006	443,640
DISCOUNT ⁽³⁾				8.9%		

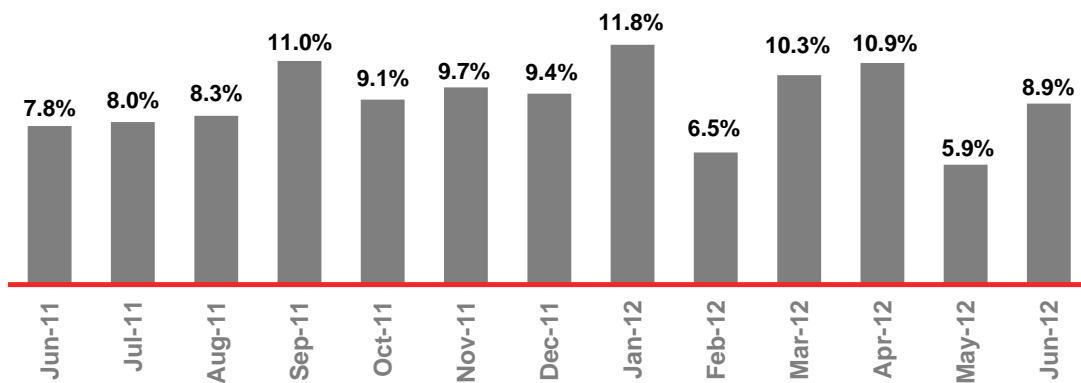
(1) The number of VALE shares were calculated by considering the indirectly owned stakes in Valepar.

(2) Net Debt on 06/29/12.

(3) ((Bradespar's Market Cap)/(Asset Value + Net Debt)) - 1

The discount between BRADESPAR's net asset value and its market capitalization, which stood at 7.8% in June, 2011, increased to 11.8% in January, 2012 and reached 8.9% at the end of 2Q12.

Discount between BRADESPAR's Net Asset Value and Market Capitalization



Note: Discount on last business day of each month.

SUBSEQUENT EVENTS

FOURTH DEBENTURE ISSUE

On July 4, 2012, BRADESPAR held its Fourth Public Issue of Debentures totaling R\$350 million, in single series, maturing in 365 days as of the issue date, respectively, comprising 35,000 debentures with a nominal unit value of R\$10,000.00. The debentures will be remunerated 103.8% of the cumulative variation in the average one-day *over extra grupo* interbank deposit rate (DI), calculated and disclosed by CETIP, based on 252 business days and expressed as an annual percentage ("Overnight Rate"), on the Nominal Unit Value of the Debentures.

FINANCIAL SETTLEMENT OF THE FIRST SERIES OF THE THIRD DEBENTURE ISSUE

On July 4, 2012, the maturity date of the First Series of the Third Debenture Issue, BRADESPAR settled the total with funds from the Fourth Debenture Issue.

IR CONTACT

For further information, please contact the Investor Relations Department:

Luiz Maurício Leuzinger
Renato da Cruz Gomes
Gustavo Bonetti
Daniel Picerni Sarmento

Phone: +55 11 2178-6300

Fax: +55 11 2178-6315

E-mail: bradespar@bradespar.com

Web site: www.bradespar.com

APPENDIX – BALANCE SHEET AND FINANCIAL INFORMATION

Income Statement				(R\$ thousand)		
	2Q12	2Q11	% Chg.	1H12	1H11	% Chg.
Equity Income	236,552	517,141	-54.3%	596,151	1,109,806	-46.3%
Redeemable Shares - Interest	41,768	70,132	-40.4%	87,011	123,482	-29.5%
Dividends from Investments	39,837	25,528	56.1%	39,837	25,528	56.1%
Operating Revenue	318,157	612,801	-48.1%	722,999	1,258,816	-42.6%
Financial Revenue (Expenses)	(14,926)	(20,820)	-28.3%	(32,245)	(39,124)	-17.6%
General and Administrative Expenses	(1,533)	(2,410)	-36.4%	(3,830)	(4,645)	-17.5%
Payroll Expenses	(1,289)	(918)	40.4%	(2,199)	(2,556)	-14.0%
Other Operating Revenue (Expenses)	(26,843)	(30,400)	-11.7%	(26,843)	(30,400)	-11.7%
Operational Result before Income Tax/Social Contribution	273,566	558,253	-51.0%	657,882	1,182,091	-44.3%
Income Tax / Social Contribution	(54,232)	(88,709)	-38.9%	(54,275)	(88,763)	-38.9%
Net Income	219,334	469,544	-53.3%	603,607	1,093,328	-44.8%

ASSETS	(R\$ thousand)	
	06.30.2012	06.30.2011
CURRENT	934,069	546,381
Cash and Cash Equivalents	219,386	79,486
Dividends Receivable - Redeemable Shares	27,791	36,125
Interest on Equity Receivable	506,828	242,601
Preferred Shares Redeemable	179,740	187,961
Other Amounts	324	208
NON-CURRENT ASSETS	10,525,484	8,753,691
Long Term	2,328,515	2,356,911
Redeemable Shares	903,667	1,083,406
Financial Assets Available for Sale	1,283,762	1,127,083
Recoverable Taxes	140,919	146,265
Judicial Deposits	167	157
Investments	7,785,532	6,869,748
Investments (presumed reserve)	411,403	(473,008)
Fixed Assets	34	40
TOTAL	11,459,553	9,300,072

LIABILITIES	(R\$ thousand)	
	06.30.2012	06.30.2011
CURRENT	511,176	892,647
Provision for Dividends and Interest on Equity	109,028	6,070
Debentures Payable	321,743	806,673
Provision for Income Tax and Social Contribution	54,025	53,783
Other Obligations	26,380	26,121
NON-CURRENT LIABILITIES	1,345,815	664,644
Debentures Payable	566,450	-
Provision for Income Tax and Social Contribution	526,165	472,894
Provision for Contingencies and Legal Obligations	253,200	191,750
SHAREHOLDERS' EQUITY	9,602,562	7,742,781
Capital Stock	3,900,000	3,220,000
Profit Reserve	3,888,545	3,206,863
Adjustment to equity evaluation	1,210,410	222,590
Period Results	603,607	1,093,328
TOTAL	11,459,553	9,300,072