

NATIONAL STEEL CO
Form 6-K
December 01, 2009

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 November, 2009

Commission File Number 1-14732

COMPANHIA SIDERÚRGICA NACIONAL

(Exact name of registrant as specified in its charter)

National Steel Company

(Translation of Registrant's name into English)

**Av. Brigadeiro Faria Lima 3400, 20º andar
São Paulo, SP, Brazil
04538-132**

(Address of principal executive office)

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

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 the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

FEDERAL PUBLIC SERVICE**CVM BRAZILIAN SECURITIES AND EXCHANGE COMMISSION****QUARTERLY INFORMATION
COMMERCIAL, INDUSTRY & OTHER TYPES OF COMPANY****September 30,
2009****Accounting
Practices
Adopted in
Brazil****REGISTRATION WITH CVM SHOULD NOT BE CONSTRUED AS AN EVALUATION OF THE COMPANY. COMPANY MANAGEMENT IS RESPONSIBLE FOR THE INFORMATION PROVIDED.****01.01 IDENTIFICATION**

| | | |
|--|---|--|
| 1 - CVM CODE 00403-0 | 2 - COMPANY NAME COMPANHIA SIDERÚRGICA NACIONAL | 3 - CNPJ (Corporate Taxpayer s ID) 33.042.730/0001-04 |
| 4 - NIRE (Corporate Registry ID) 33-3-00011595 | | |

01.02 HEAD OFFICE

| | | | | |
|--|----------------------------|------------------------|--------------------|------------|
| 1 - ADDRESS RUA SÃO JOSÉ, 20 GR, 1602 PARTE | | 2 - DISTRICT CENTRO | | |
| 3 - ZIP CODE 20010-020 | 4 - CITY RIO DE JANEIRO | | 5 - STATE RJ | |
| 6 - AREA CODE 21 | 7 - TELEPHONE 2141-1800 | 8 - TELEPHONE - | 9 - TELEPHONE - | 10 - TELEX |
| 11 - AREA CODE 21 | 12 - FAX 2141-1809 | 13 - FAX - | 14 - FAX - | |
| 15 - E-MAIL invrel@csn.com.br | | | | |

01.03 INVESTOR RELATIONS OFFICER (Company Mailing Address)

| | | | | |
|--|----------------------------|--------------------|----------------------------|------------|
| 1- NAME PAULO PENIDO PINTO MARQUES | | | | |
| 2 - ADDRESS AV. BRIGADEIRO FARIA LIMA, 3400 20º AND | | | 3 - DISTRICT ITAIM BIBI | |
| 4 - ZIP CODE 04538-132 | 5 - CITY SÃO PAULO | | 6 - STATE SP | |
| 7 - AREA CODE 11 | 8 - TELEPHONE 3049-7100 | 9 - TELEPHONE - | 10 - TELEPHONE - | 11 - TELEX |
| 12 - AREA CODE 11 | 13 - FAX 3049-7212 | 14 - FAX - | 15 - FAX - | |
| 16 - E-MAIL paulopenido@csn.com.br | | | | |

01.04 REFERENCE AND AUDITOR INFORMATION

| CURRENT YEAR | | CURRENT QUARTER | | | PREVIOUS QUARTER | | |
|---|------------|-----------------|---------------|-----------|--|---------------|-----------|
| 1 - BEGINNING | 2 - END | 3 - QUARTER | 4 - BEGINNING | 5 - END | 6 - QUARTER | 7 - BEGINNING | 8 - END |
| 1/1/2009 | 12/31/2009 | 3 | 7/1/2009 | 9/30/2009 | 2 | 4/1/2009 | 6/30/2009 |
| 09 - INDEPENDENT ACCOUNTANT KPMG AUDITORES INDEPENDENTES | | | | | 10 - CVM CODE 00418-9 | | |
| 11. TECHNICIAN IN CHARGE ANSELMO NEVES MACEDO | | | | | 12 TECHNICIAN S CPF (INDIVIDUAL TAXPAYER S ID) 033.169.788-28 | | |

01.05 CAPITAL STOCK

| Number of Shares (In thousands) | 1- CURRENT QUARTER 9/30/2009 | 2- PREVIOUS QUARTER 6/30/2009 | 3 SAME QUARTER PREVIOUS YEAR 9/30/2008 |
|------------------------------------|---------------------------------|----------------------------------|--|
| Paid-in Capital | | | |
| 1 Common | 755,180 | 793,404 | 804,204 |
| 2 Preferred | 0 | 0 | 0 |
| 3 Total | 755,180 | 793,404 | 804,204 |
| Treasury Shares | | | |
| 4 Common | 26,195 | 34,734 | 34,734 |
| 5 Preferred | 0 | 0 | 0 |
| 6 Total | 26,195 | 34,734 | 34,734 |

01.06 COMPANY PROFILE

| |
|--|
| 1 - TYPE OF COMPANY Commercial, Industry and Other Types of Company |
| 2 - STATUS Operational |
| 3 - NATURE OF OWNERSHIP Private National |
| 4 - ACTIVITY CODE 1060 Metallurgy and Steel Industry |
| 5 - MAIN ACTIVITY MANUFACTURING, TRANSFORMATION AND TRADING OF STEEL PRODUCTS |
| 6 - CONSOLIDATION TYPE Total |
| 7 - TYPE OF REPORT OF INDEPENDENT AUDITORS Unqualified |

01.07 COMPANIES NOT INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

| | | |
|----------|------------------------------------|---------------------|
| 1 - ITEM | 2 - CNPJ (Corporate Taxpayer s ID) | 3 - COMPANY NAME |
|----------|------------------------------------|---------------------|

01.08 - CASH DIVIDENDS APPROVED AND/OR PAID DURING AND AFTER THE QUARTER

| | | | | | | |
|-------------|--------------|-----------------|----------|------------------------|----------------------|-------------------------|
| 1 - ITEM | 2 - EVENT | 3 - APPROVAL | 4 - TYPE | 5 - DATE OF PAYMENT | 6 - TYPE OF SHARE | 7 - AMOUNT PER SHARE |
|-------------|--------------|-----------------|----------|------------------------|----------------------|-------------------------|

01.09 - SUBSCRIBED CAPITAL AND CHANGES IN THE CURRENT YEAR

| 1 - ITEM | 2 - DATE OF CHANGE | 3 - CAPITAL STOCK (In thousands of reais) | 4 - AMOUNT OF CHANGE (In thousands of reais) | 5 - NATURE OF CHANGE | 7 - NUMBER OF SHARES ISSUED (Thousand) | 8 - SHARE PRICE WHEN ISSUED (In reais) |
|----------|--------------------|---|--|----------------------|--|--|
|----------|--------------------|---|--|----------------------|--|--|

01.10 - INVESTOR RELATIONS OFFICER

| 1 - DATE | 2 - SIGNATURE |
|-----------|---------------|
| 11/4/2009 | |

02.01 BALANCE SHEET - ASSETS (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 - 6/30/2009 |
|---------------|--|---------------|---------------|
| 1 | Total Assets | 36,401,212 | 34,231,253 |
| 1.01 | Current Assets | 11,310,824 | 8,627,663 |
| 1.01.01 | Cash and Cash Equivalents | 1,320,521 | 100,992 |
| 1.01.02 | Receivable | 3,926,316 | 2,600,972 |
| 1.01.02.01 | Clients | 1,308,889 | 1,310,120 |
| 1.01.02.01.01 | Domestic Market | 781,069 | 908,221 |
| 1.01.02.01.02 | Foreign Market | 823,890 | 683,099 |
| 1.01.02.01.03 | Advance on Export Contracts (ACE) | (53,343) | (58,548) |
| 1.01.02.01.04 | Allowance for Doubtful Accounts | (242,727) | (222,652) |
| 1.01.02.02 | Sundry Receivable | 2,617,427 | 1,290,852 |
| 1.01.02.02.01 | Employees | 18,596 | 19,853 |
| 1.01.02.02.02 | Corporate Income Tax Recoverable | 54,757 | 48,642 |
| 1.01.02.02.03 | Deferred Income Tax | 316,162 | 321,049 |
| 1.01.02.02.04 | Deferred Social Contribution | 113,965 | 115,739 |
| 1.01.02.02.05 | Prepaid Income Tax | 362,372 | 272,700 |
| 1.01.02.02.06 | Other Taxes | 305,325 | 304,578 |
| 1.01.02.02.07 | Proposed Dividends Receivable | 104,003 | 104,003 |
| 1.01.02.02.08 | Loans with Subsidiaries | 1,297,452 | 194 |
| 1.01.02.02.09 | Other Receivable | 44,795 | 104,094 |
| 1.01.03 | Inventories | 2,084,054 | 2,642,957 |
| 1.01.04 | Other | 3,979,933 | 3,282,742 |
| 1.01.04.01 | Marketable Securities | 3,970,344 | 3,270,240 |
| 1.01.04.02 | Prepaid Expenses | 9,589 | 12,502 |
| 1.02 | Noncurrent Assets | 25,090,388 | 25,603,590 |
| 1.02.01 | Long-Term Assets | 3,948,834 | 5,493,639 |
| 1.02.01.01 | Sundry Receivables | 929,296 | 944,939 |
| 1.02.01.01.02 | Securities Receivable | 67,550 | 81,976 |
| 1.02.01.01.03 | Deferred Income Tax | 527,164 | 508,378 |
| 1.02.01.01.04 | Deferred Social Contribution | 176,549 | 169,699 |
| 1.02.01.01.05 | Other Taxes | 158,033 | 184,886 |
| 1.02.01.02 | Receivable from Related Parties | 2,064,415 | 3,614,265 |
| 1.02.01.02.01 | Associated and Related Companies | 0 | 0 |
| 1.02.01.02.02 | Subsidiaries | 1,353,175 | 1,409,572 |
| 1.02.01.02.03 | Other Related Parties | 711,240 | 2,204,693 |
| 1.02.01.03 | Other | 955,123 | 934,435 |
| 1.02.01.03.01 | Judicial Deposits | 776,217 | 763,286 |
| 1.02.01.03.03 | Prepaid Expenses | 17,390 | 17,760 |
| 1.02.01.03.04 | Other | 161,516 | 153,389 |
| 1.02.02 | Permanent Assets | 21,141,554 | 20,109,951 |
| 1.02.02.01 | Investments | 13,740,862 | 12,832,015 |
| 1.02.02.01.01 | Interest in Associated/Related Companies | 0 | 0 |

02.01 BALANCE SHEETS - ASSETS (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 - 6/30/2009 |
|---------------|---|---------------|---------------|
| 1.02.02.01.02 | Interest in Associated/Related Companies - Goodwill | 0 | 0 |
| 1.02.02.01.03 | Interest in Subsidiaries | 13,740,831 | 12,831,984 |
| 1.02.02.01.04 | Interest in Subsidiaries - Goodwill | 0 | 0 |
| 1.02.02.01.05 | Other Investments | 31 | 31 |
| 1.02.02.02 | Property, Plant and Equipment | 7,281,149 | 7,155,867 |
| 1.02.02.02.01 | In Operation, Net | 6,004,826 | 6,083,817 |
| 1.02.02.02.02 | In Construction | 1,186,212 | 982,641 |
| 1.02.02.02.03 | Land | 90,111 | 89,409 |
| 1.02.02.03 | Intangible Assets | 89,552 | 90,482 |
| 1.02.02.04 | Deferred Charges | 29,991 | 31,587 |

02.02 BALANCE SHEET - LIABILITIES (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 -6/30/2009 |
|---------------|---|---------------|--------------|
| 2 | Total Liabilities | 36,401,212 | 34,231,253 |
| 2.01 | Current Liabilities | 5,245,346 | 5,815,025 |
| 2.01.01 | Loans and Financing | 2,857,887 | 2,729,343 |
| 2.01.02 | Debentures | 8,422 | 26,172 |
| 2.01.03 | Suppliers | 496,274 | 1,240,240 |
| 2.01.04 | Taxes, Fees and Contributions | 971,196 | 825,464 |
| 2.01.04.01 | Salaries and Social Contributions | 107,595 | 86,020 |
| 2.01.04.02 | Taxes Payable | 618,237 | 498,615 |
| 2.01.04.05 | Taxes Paid by Installments | 245,364 | 240,829 |
| 2.01.05 | Dividends Payable | 274,801 | 194,481 |
| 2.01.06 | Provisions | 134,588 | 172,051 |
| 2.01.06.01 | Labor Contingencies | 122,535 | 127,923 |
| 2.01.06.02 | Civil Contingencies | 38,211 | 62,467 |
| 2.01.06.03 | Judicial Deposits | (82,883) | (74,642) |
| 2.01.06.04 | Provision for Pension Fund | 56,725 | 56,303 |
| 2.01.07 | Debts with Related Parties | 0 | 0 |
| 2.01.08 | Other | 502,178 | 627,274 |
| 2.01.08.01 | Accounts Payable - Subsidiaries | 190,438 | 181,934 |
| 2.01.08.03 | Other | 311,740 | 445,340 |
| 2.02 | Noncurrent Liabilities | 24,752,174 | 21,425,716 |
| 2.02.01 | Long-Term Liabilities | 24,752,174 | 21,425,716 |
| 2.02.01.01 | Loans and Financing | 13,679,542 | 10,327,905 |
| 2.02.01.02 | Debentures | 600,000 | 600,000 |
| 2.02.01.03 | Provisions | 1,792,339 | 1,752,859 |
| 2.02.01.03.01 | Labor and Social Security Contingencies | 0 | 26,678 |
| 2.02.01.03.03 | Tax Contingencies | 3,764,891 | 3,701,647 |
| 2.02.01.03.04 | Environmental Contingencies | 110,411 | 69,384 |
| 2.02.01.03.05 | Judicial Deposits | (2,082,963) | (2,044,850) |
| 2.02.01.04 | Debts with Related Parties | 0 | 0 |
| 2.02.01.05 | Advance for Future Capital Increase | 0 | 0 |
| 2.02.01.06 | Other | 8,680,293 | 8,744,952 |
| 2.02.01.06.01 | Accounts Payable Subsidiaries | 8,010,558 | 8,014,748 |
| 2.02.01.06.02 | Provision for Pension Fund | 28,630 | 39,982 |
| 2.02.01.06.03 | Taxes Paid by Installments | 491,649 | 542,671 |
| 2.02.01.06.05 | Other | 149,456 | 147,551 |
| 2.03 | Deferred Income | 0 | 0 |
| 2.05 | Shareholders Equity | 6,403,692 | 6,990,512 |
| 2.05.01 | Paid-In Capital Stock | 1,680,947 | 1,680,947 |
| 2.05.02 | Capital Reserves | 30 | 30 |
| 2.05.03 | Revaluation Reserves | 0 | 0 |
| 2.05.03.01 | Own Assets | 0 | 0 |

02.02 BALANCE SHEET - LIABILITIES (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 -6/30/2009 |
|---------------|---|---------------|--------------|
| 2.05.03.02 | Subsidiaries/Associated and Related Companies | 0 | 0 |
| 2.05.04 | Profit Reserves | 2,418,449 | 3,768,756 |
| 2.05.04.01 | Legal | 336,190 | 336,190 |
| 2.05.04.02 | Statutory | 0 | 0 |
| 2.05.04.03 | For Contingencies | 0 | 0 |
| 2.05.04.04 | Unrealized Income | 2,493,493 | 2,493,493 |
| 2.05.04.05 | Retention of Profits | 0 | 0 |
| 2.05.04.06 | Special For Undistributed Dividends | 0 | 0 |
| 2.05.04.07 | Other Profit Reserves | (411,234) | 939,073 |
| 2.05.04.07.01 | From Investments | 780,325 | 1,658,115 |
| 2.05.04.07.02 | Treasury Shares | (1,191,559) | (719,042) |
| 2.05.05 | Equity Valuation Adjustments | (33,024) | 401,412 |
| 2.05.05.01 | Securities Adjustments | 0 | 0 |
| 2.05.05.02 | Accumulated Translation Adjustments | (33,024) | 401,412 |
| 2.05.05.03 | Business Combination Adjustments | 0 | 0 |
| 2.05.06 | Retained Earnings/ Accumulated Losses | 2,337,290 | 1,139,367 |
| 2.05.07 | Advance for Future Capital Increase | 0 | 0 |

03.01 STATEMENT OF INCOME (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|---------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 3.01 | Gross Revenue from Sales and/or Services | 3,073,067 | 7,871,571 | 3,911,148 | 10,515,625 |
| 3.02 | Gross Revenue Deductions | (606,253) | (1,662,440) | (940,179) | (2,633,774) |
| 3.03 | Net Revenue from Sales and/or Services | 2,466,814 | 6,209,131 | 2,970,969 | 7,881,851 |
| 3.04 | Cost of Goods Sold and/or Services Rendered | (1,626,061) | (4,184,803) | (1,473,990) | (4,202,442) |
| 3.04.01 | Depreciation, Depletion and Amortization | (139,361) | (418,848) | (230,643) | (757,668) |
| 3.04.02 | Other | (1,486,700) | (3,765,955) | (1,243,347) | (3,444,774) |
| 3.05 | Gross Income | 840,753 | 2,024,328 | 1,496,979 | 3,679,409 |
| 3.06 | Operating Income/Expenses | 540,451 | 1,223,451 | (1,514,362) | (1,329,298) |
| 3.06.01 | Selling Expenses | (123,842) | (352,629) | (111,606) | (335,536) |
| 3.06.01.01 | Depreciation and Amortization | (1,278) | (3,656) | (2,081) | (5,925) |
| 3.06.01.02 | Other | (122,564) | (348,973) | (109,525) | (329,611) |
| 3.06.02 | General and Administrative | (82,447) | (237,695) | (81,214) | (239,729) |
| 3.06.02.01 | Depreciation and Amortization | (1,857) | (5,589) | (3,245) | (11,318) |
| 3.06.02.02 | Other | (80,590) | (232,106) | (77,969) | (228,411) |
| 3.06.03 | Financial | (267,870) | (63,186) | (1,298,860) | (1,323,602) |
| 3.06.03.01 | Financial Income | (350,612) | (163,936) | 541,819 | 337,761 |
| 3.06.03.02 | Financial Expenses | 82,742 | 100,750 | (1,840,679) | (1,661,363) |
| 3.06.03.02.01 | Foreign Exchange and Monetary Variation, net | 636,766 | 1,870,698 | (1,471,873) | (839,372) |
| 3.06.03.02.02 | Financial Expenses | (554,024) | (1,769,948) | (368,806) | (821,991) |
| 3.06.04 | Other Operating Income | 840,288 | 945,712 | 46,067 | 60,674 |
| 3.06.05 | Other Operating Expenses | (158,562) | (388,389) | (40,963) | (205,986) |
| 3.06.06 | Equity Pick-Up | 332,884 | 1,319,638 | (27,786) | 714,881 |
| 3.07 | Operating Income | 1,381,204 | 3,247,779 | (17,383) | 2,350,111 |
| 3.08 | Non-operating Income | 0 | 0 | 0 | 0 |
| 3.08.01 | Income | 0 | 0 | 0 | 0 |
| 3.08.02 | Expenses | 0 | 0 | 0 | 0 |
| 3.09 | Income before Taxes/Profit Sharing | 1,381,204 | 3,247,779 | (17,383) | 2,350,111 |

03.01 STATEMENT OF INCOME (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|-----------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 3.10 | Provision for Income and Social Contribution Taxes | (121,915) | (540,619) | (51,627) | (605,135) |
| 3.11 | Deferred Income Tax | 18,974 | (96,307) | 83,613 | 91,669 |
| 3.11.01 | Deferred Income Tax | 13,898 | (70,123) | 59,112 | 62,947 |
| 3.11.02 | Deferred Social Contribution | 5,076 | (26,184) | 24,501 | 28,722 |
| 3.12 | Statutory Profit Sharing/Contributions | 0 | 0 | 0 | 0 |
| 3.12.01 | Profit Sharing | 0 | 0 | 0 | 0 |
| 3.12.02 | Contributions | 0 | 0 | 0 | 0 |
| 3.13 | Reversal of Interest on Shareholders Equity | 0 | 0 | 0 | 0 |
| 3.15 | Income/Loss for the Period | 1,278,263 | 2,610,853 | 14,603 | 1,836,645 |
| | OUTSTANDING SHARES, EX-TREASURY (in thousands) | 728,985 | 728,985 | 769,470 | 769,470 |
| | EARNINGS PER SHARE (in Reais) | 1.75348 | 3.58149 | 0.01898 | 2.38690 |
| | LOSS PER SHARE (in Reais) | | | | |

04.01 STATEMENT OF CASH FLOWS INDIRECT METHOD (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01 | Net Cash from Operating Activities | (467,825) | (340,335) | 1,420,394 | 2,910,175 |
| 4.01.01 | Cash Generated in the Operations | 62,923 | (249,647) | 1,818,195 | 3,131,202 |
| 4.01.01.01 | Net Income for the Period | 1,278,263 | 2,610,853 | 14,603 | 1,836,645 |
| 4.01.01.02 | Provision for Charges on Loans and Financing | 440,070 | 1,361,440 | 176,984 | 451,769 |
| 4.01.01.03 | Depreciation, Depletion and Amortization | 142,497 | 428,093 | 235,969 | 774,911 |
| 4.01.01.04 | Income from Write-off and Disposal of Assets | 23,224 | 32,154 | 14,110 | 15,467 |
| 4.01.01.05 | Income from Corporate Interest | (332,884) | (1,319,638) | 27,785 | (714,880) |
| 4.01.01.06 | Gain and Loss in Percentage Variation | (835,115) | (828,312) | 0 | 0 |
| 4.01.01.07 | Deferred Income and Social Contribution Taxes | (18,975) | 96,307 | (83,613) | (91,669) |
| 4.01.01.08 | Provision for Swap/Forward Operations | 0 | 9,264 | 79,294 | 91,745 |
| 4.01.01.09 | Provision for Actuarial Liability | (10,930) | (32,213) | (36,236) | (107,852) |
| 4.01.01.10 | Monetary and Exchange Variation | (735,161) | (2,792,246) | 1,342,336 | 699,088 |
| 4.01.01.11 | Provision for Contingencies | 34,489 | 80,853 | 26,556 | 47,336 |
| 4.01.01.12 | Other Provisions | 77,445 | 103,798 | 20,407 | 128,642 |
| 4.01.02 | Variation in Assets and Liabilities | (530,748) | (90,688) | (397,801) | (221,027) |
| 4.01.02.01 | Accounts Receivable | (215,219) | (133,266) | (166,492) | (275,326) |
| 4.01.02.02 | Inventories | 439,029 | 624,305 | (296,048) | (174,320) |
| 4.01.02.03 | Receivables from Subsidiaries and Assoc. Companies | 426,754 | 1,424,274 | 286,790 | 510,597 |
| 4.01.02.04 | Taxes to Offset | 44,334 | (48,923) | (2,640) | (24,873) |
| 4.01.02.05 | Prepaid Taxes | (121,402) | (492,991) | 0 | 0 |
| 4.01.02.06 | Suppliers | (661,023) | (986,697) | 544,960 | 440,288 |
| 4.01.02.07 | Salaries and Social Charges | 21,575 | 31,947 | 15,087 | 33,380 |
| 4.01.02.08 | Taxes | 76,100 | 450,733 | (439,908) | (247,647) |
| 4.01.02.09 | Accounts Payable - Subsidiaries | (73,058) | 56,286 | (159,242) | 50,480 |
| 4.01.02.10 | Contingent Liabilities | (31,879) | (11,922) | 86,554 | 246,773 |
| 4.01.02.11 | Financial Institutions Interest Rates | (444,141) | (1,035,238) | 185,654 | (433,243) |
| 4.01.02.12 | Financial Institutions - Swap | 0 | (9,049) | (375,007) | (375,007) |

04.01 STATEMENT OF CASH FLOWS INDIRECT METHOD (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|------------|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| 4.01.02.13 | Other | 8,182 | 39,853 | (77,509) | 27,871 |
| 4.01.03 | Other | 0 | 0 | 0 | 0 |
| 4.02 | Net Cash from Investment Activities | (691,307) | (2,592,241) | (855,880) | (1,596,982) |
| 4.02.01 | Judicial Deposits | (4,671) | (720,132) | 1,414 | (12,027) |
| 4.02.02 | Investments | (396,923) | (1,021,260) | (485,756) | (692,126) |
| 4.02.03 | Property, Plant and Equipment | (289,713) | (850,849) | (336,330) | (821,962) |
| 4.02.04 | Deferred Charges | 0 | 0 | (35,208) | (70,867) |
| 4.03 | Net Cash from Financing Activities | 3,263,768 | 1,812,375 | 75,916 | (1,038,948) |
| 4.03.01 | Loans and Financing | 5,349,929 | 6,378,808 | 648,739 | 1,882,837 |
| 4.03.02 | Receipt for share issue | 0 | 0 | 0 | 0 |
| 4.03.03 | Debentures | 0 | 0 | 0 | 0 |
| 4.03.04 | Financial Institutions Principal | (735,834) | (1,448,015) | (573,795) | (807,233) |
| 4.03.05 | Dividends and Interest on Shareholders Equity | (20) | (1,768,111) | 972 | (2,114,552) |
| 4.03.06 | Treasury Shares | (1,350,307) | (1,350,307) | 0 | 0 |
| 4.04 | Foreign Exchange Variation on Cash and Cash Equivalents | (185,003) | (980,613) | 0 | 0 |
| 4.05 | Increase (Decrease) in Cash and Cash Equivalents | 1,919,633 | (2,100,814) | 640,430 | 274,245 |
| 4.05.01 | Opening Balance of Cash and Cash Equivalents | 3,371,232 | 7,391,679 | 378,930 | 745,115 |
| 4.05.02 | Closing Balance of Cash and Cash Equivalents | 5,290,865 | 5,290,865 | 1,019,360 | 1,019,360 |

05.01 STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY FROM 7/1/2009 TO 9/30/2009 (in R\$ thousands)

| 1 - CODE | 2 DESCRIPTION | 3 CAPITAL STOCK | 4 CAPITAL RESERVES | 5 REVALUATION RESERVES | 6 PROFIT RESERVES | 7 RETAINED EARNINGS/ ACCUMULATED LOSSES | 8 EQUITY VALUATION ADJUSTMENTS |
|----------|---|-----------------|--------------------|------------------------|-------------------|---|--------------------------------|
| 5.01 | Opening Balance | 1,680,947 | 30 | 0 | 3,768,756 | 1,139,367 | 401 |
| 5.02 | Prior Year Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.03 | Adjusted Balance | 1,680,947 | 30 | 0 | 3,768,756 | 1,139,367 | 401 |
| 5.04 | Income/Loss for the Period | 0 | 0 | 0 | 0 | 1,278,263 | |
| 5.05 | Distributions | 0 | 0 | 0 | 0 | (80,340) | |
| 5.05.01 | Dividends | 0 | 0 | 0 | 0 | 0 | |
| 5.05.02 | Interest on Shareholders Equity | 0 | 0 | 0 | 0 | (80,340) | |
| 5.05.03 | Other Distributions | 0 | 0 | 0 | 0 | 0 | |
| 5.06 | Profit Reserve Realization | 0 | 0 | 0 | 0 | 0 | |
| 5.07 | Equity Valuation Adjustments | 0 | 0 | 0 | 0 | 0 | (434) |
| 5.07.01 | Securities Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.07.02 | Accumulated Translation Adjustments | 0 | 0 | 0 | 0 | 0 | (434) |
| 5.07.03 | Business Combination Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.08 | Increase/Reduction in Capital | 0 | 0 | 0 | 0 | 0 | |
| 5.09 | Recording/Realization of Capital Reserves | 0 | 0 | 0 | 0 | 0 | |
| 5.10 | Treasury Shares | 0 | 0 | 0 | (472,517) | 0 | |
| 5.11 | Other Capital Transactions | 0 | 0 | 0 | 0 | 0 | |
| 5.12 | Other | 0 | 0 | 0 | (877,790) | 0 | |
| 5.12.01 | Cancelation of Treasury Shares | 0 | 0 | 0 | (877,790) | 0 | |
| 5.13 | Closing Balance | 1,680,947 | 30 | 0 | 2,418,449 | 2,337,290 | (33) |

05.02 STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY FROM 1/1/2009 TO 9/30/2009 (in R\$ thousands)

| 1 - CODE | 2 DESCRIPTION | 3 CAPITAL STOCK | 4 CAPITAL RESERVES | 5 REVALUATION RESERVES | 6 PROFIT RESERVES | 7 RETAINED EARNINGS/ ACCUMULATED LOSSES | 8 EQUITY VALUATION ADJUSTMENTS |
|----------|---|-----------------|--------------------|------------------------|-------------------|---|--------------------------------|
| 5.01 | Opening Balance | 1,680,947 | 30 | 0 | 3,768,756 | 0 | 1,298 |
| 5.02 | Prior Year Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.03 | Adjusted Balance | 1,680,947 | 30 | 0 | 3,768,756 | 0 | 1,298 |
| 5.04 | Net Income/Loss for the Period | 0 | 0 | 0 | 0 | 2,610,853 | |
| 5.05 | Distributions | 0 | 0 | 0 | 0 | (273,563) | |
| 5.05.01 | Dividends | 0 | 0 | 0 | 0 | 0 | |
| 5.05.02 | Interest on Shareholders Equity | 0 | 0 | 0 | 0 | (273,563) | |
| 5.05.03 | Other Distributions | 0 | 0 | 0 | 0 | 0 | |
| 5.06 | Realization of Profit Reserves | 0 | 0 | 0 | 0 | 0 | |
| 5.07 | Equity Valuation Adjustments | 0 | 0 | 0 | 0 | 0 | (1,331) |
| 5.07.01 | Securities Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.07.02 | Accumulated Translation Adjustments | 0 | 0 | 0 | 0 | 0 | (1,331) |
| 5.07.03 | Business Combination Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.08 | Increase/Reduction in Capital Stock | 0 | 0 | 0 | 0 | 0 | |
| 5.09 | Recording/Realization of Capital Reserves | 0 | 0 | 0 | 0 | 0 | |
| 5.10 | Treasury Shares | 0 | 0 | 0 | (472,517) | 0 | |
| 5.11 | Other Capital Transactions | 0 | 0 | 0 | 0 | 0 | |
| 5.12 | Other | 0 | 0 | 0 | (877,790) | 0 | |
| 5.12.01 | Cancelation of Treasury Shares | 0 | 0 | 0 | (877,790) | 0 | |
| 5.13 | Closing Balance | 1,680,947 | 30 | 0 | 2,418,449 | 2,337,290 | (33) |

08.01 CONSOLIDATED BALANCE SHEET - ASSETS (in thousands of reais)

| 1- CODE | 2 DESCRIPTION | 3 - 9/30/2009 | 4 -6/30/2009 |
|---------------|--|---------------|--------------|
| 1 | Total Assets | 29,709,800 | 27,625,137 |
| 1.01 | Current Assets | 14,779,689 | 13,519,258 |
| 1.01.01 | Cash and Cash Equivalents | 1,388,701 | 182,004 |
| 1.01.02 | Receivable | 3,124,646 | 2,617,068 |
| 1.01.02.01 | Clients | 1,124,115 | 1,078,748 |
| 1.01.02.01.01 | Domestic Market | 1,111,671 | 1,109,914 |
| 1.01.02.01.02 | Foreign Market | 362,581 | 304,990 |
| 1.01.02.01.03 | Advance on Export Contracts (ACE) | (53,343) | (58,548) |
| 1.01.02.01.04 | Allowance for Doubtful Accounts | (296,794) | (277,608) |
| 1.01.02.02 | Sundry Receivable | 2,000,531 | 1,538,320 |
| 1.01.02.02.01 | Employees | 19,878 | 21,050 |
| 1.01.02.02.03 | Income and Social Contribution Taxes to Offset | 82,518 | 79,314 |
| 1.01.02.02.04 | Deferred Income Tax | 494,658 | 388,182 |
| 1.01.02.02.05 | Deferred Social Contribution | 176,676 | 139,992 |
| 1.01.02.02.06 | Prepaid Income Tax | 405,731 | 305,712 |
| 1.01.02.02.07 | Other Taxes | 490,717 | 476,738 |
| 1.01.02.02.08 | Proposed Dividends Receivable | 0 | 66,326 |
| 1.01.02.02.09 | Other Receivable | 330,353 | 61,006 |
| 1.01.03 | Inventories | 2,726,509 | 3,412,724 |
| 1.01.04 | Other | 7,539,833 | 7,307,462 |
| 1.01.04.01 | Marketable Securities | 7,519,843 | 5,898,877 |
| 1.01.04.02 | Prepaid Expenses | 19,990 | 24,203 |
| 1.01.04.05 | Guarantee Margin of Financial Instruments | 0 | 1,384,382 |
| 1.02 | Noncurrent Assets | 14,930,111 | 14,105,879 |
| 1.02.01 | Long-Term Assets | 3,700,455 | 3,037,627 |
| 1.02.01.01 | Sundry Receivables | 2,023,530 | 1,381,293 |
| 1.02.01.01.02 | Securities Receivable | 261,243 | 298,349 |
| 1.02.01.01.03 | Deferred Income Tax | 1,132,652 | 608,024 |
| 1.02.01.01.04 | Deferred Social Contribution | 394,766 | 205,814 |
| 1.02.01.01.05 | Other Taxes | 234,869 | 269,106 |
| 1.02.01.02 | Receivable from Related Parties | 479,120 | 479,120 |
| 1.02.01.02.01 | From Associated and Related Companies | 0 | 0 |
| 1.02.01.02.02 | From Subsidiaries | 479,120 | 479,120 |
| 1.02.01.02.03 | From Other Related Parties | 0 | 0 |
| 1.02.01.03 | Other | 1,197,805 | 1,177,214 |
| 1.02.01.03.01 | Judicial Deposits | 793,460 | 779,768 |
| 1.02.01.03.03 | Prepaid Expenses | 106,997 | 108,826 |
| 1.02.01.03.04 | Securities | 0 | 0 |
| 1.02.01.03.05 | Other | 297,348 | 288,620 |
| 1.02.02 | Permanent Assets | 11,229,656 | 11,068,252 |
| 1.02.02.01 | Investments | 1,360 | 1,127 |

08.01 - CONSOLIDATED BALANCE SHEET - ASSETS (in thousands of reais)

| 1- CODE | 2- DESCRIPTION | 3 - 9/30/2009 | 4 -6/30/2009 |
|---------------|--|---------------|--------------|
| 1.02.02.01.01 | Interest in Associated and Related Companies | 0 | 0 |
| 1.02.02.01.02 | Interest in Subsidiaries | 0 | 0 |
| 1.02.02.01.03 | Other Investments | 1,360 | 1,127 |
| 1.02.02.02 | Property, Plant and Equipment | 10,728,377 | 10,524,104 |
| 1.02.02.02.01 | In Operation, Net | 8,657,043 | 8,792,643 |
| 1.02.02.02.02 | In Construction | 1,937,822 | 1,597,818 |
| 1.02.02.02.03 | Land | 133,512 | 133,643 |
| 1.02.02.03 | Intangible Assets | 464,224 | 504,981 |
| 1.02.02.04 | Deferred Charges | 35,695 | 38,040 |

08.02 CONSOLIDATED BALANCE SHEET - LIABILITIES (in thousands of reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 -6/30/2009 |
|---------------|---|---------------|--------------|
| 2 | Total Liabilities | 29,709,800 | 27,625,137 |
| 2.01 | Current Liabilities | 5,182,070 | 6,933,074 |
| 2.01.01 | Loans and Financing | 2,351,832 | 2,897,792 |
| 2.01.02 | Debentures | 18,255 | 35,279 |
| 2.01.03 | Suppliers | 581,799 | 1,325,743 |
| 2.01.04 | Taxes, Fees and Contributions | 1,286,048 | 1,106,517 |
| 2.01.04.01 | Salaries and Social Contributions | 156,536 | 130,061 |
| 2.01.04.02 | Taxes Payable | 844,565 | 714,121 |
| 2.01.04.03 | Deferred Income Tax | 936 | 0 |
| 2.01.04.04 | Deferred Social Contribution | 337 | 0 |
| 2.01.04.05 | Taxes Paid by Installments | 283,674 | 262,335 |
| 2.01.05 | Dividends Payable | 274,801 | 225,372 |
| 2.01.06 | Provisions | 140,939 | 177,987 |
| 2.01.06.01 | Labor Contingencies | 135,089 | 140,019 |
| 2.01.06.02 | Civil Contingencies | 40,103 | 63,912 |
| 2.01.06.04 | Judicial Deposits | (90,978) | (82,247) |
| 2.01.06.05 | Pension Fund Provision | 56,725 | 56,303 |
| 2.01.07 | Debts with Related Parties | 0 | 0 |
| 2.01.08 | Other | 528,396 | 1,164,384 |
| 2.01.08.01 | Financial Instruments Equity Swap | 0 | 733,939 |
| 2.01.08.02 | Accounts payable Subsidiaries | 72,667 | 70,065 |
| 2.01.08.04 | Other | 455,729 | 360,380 |
| 2.02 | Noncurrent Liabilities | 18,172,944 | 13,764,522 |
| 2.02.01 | Long-Term Liabilities | 18,172,944 | 13,764,522 |
| 2.02.01.01 | Loans and Financing | 11,769,143 | 7,376,939 |
| 2.02.01.02 | Debentures | 628,665 | 628,665 |
| 2.02.01.03 | Provisions | 1,894,344 | 1,835,517 |
| 2.02.01.03.01 | Labor and Social Security Contingencies | 71,215 | 83,458 |
| 2.02.01.03.02 | Civil Contingencies | 17,919 | 17,355 |
| 2.02.01.03.03 | Tax Contingencies | 3,795,295 | 3,722,687 |
| 2.02.01.03.04 | Environmental Contingencies | 110,411 | 69,384 |
| 2.02.01.03.05 | Other Contingencies | 54 | 57 |
| 2.02.01.03.06 | Judicial Deposits | (2,121,793) | (2,057,424) |
| 2.02.01.03.07 | Deferred Income Tax | 15,620 | 0 |
| 2.02.01.03.08 | Deferred Social Contribution | 5,623 | 0 |
| 2.02.01.04 | Debts with Related Parties | 0 | 0 |
| 2.02.01.05 | Advance for Future Capital Increase | 0 | 0 |
| 2.02.01.06 | Other | 3,880,792 | 3,923,401 |
| 2.02.01.06.03 | Pension Fund Provision | 30,906 | 44,563 |
| 2.02.01.06.04 | Taxes Paid by Installments | 652,042 | 704,340 |
| 2.02.01.06.05 | Accounts Payable Subsidiaries | 2,958,230 | 2,936,373 |

08.02 CONSOLIDATED BALANCE SHEET - LIABILITIES (in thousands of reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 9/30/2009 | 4 - 6/30/2009 |
|---------------|---|---------------|---------------|
| 2.02.01.06.07 | Other | 239,614 | 238,125 |
| 2.03 | Deferred Income | 0 | 0 |
| 2.04 | Minority Interests | 0 | 0 |
| 2.05 | Shareholders' Equity | 6,354,786 | 6,927,541 |
| 2.05.01 | Paid-In Capital | 1,680,947 | 1,680,947 |
| 2.05.02 | Capital Reserves | 30 | 30 |
| 2.05.03 | Revaluation Reserves | 0 | 0 |
| 2.05.03.01 | Own Assets | 0 | 0 |
| 2.05.03.02 | Subsidiaries/Associated and Related Companies | 0 | 0 |
| 2.05.04 | Profit Reserves | 2,369,543 | 3,705,786 |
| 2.05.04.01 | Legal | 336,190 | 336,190 |
| 2.05.04.02 | Statutory | 0 | 0 |
| 2.05.04.03 | For Contingencies | 0 | 0 |
| 2.05.04.04 | Unrealized Income | 2,493,493 | 2,493,493 |
| 2.05.04.05 | Profit Retention | 0 | 0 |
| 2.05.04.06 | Special For Undistributed Dividends | 0 | 0 |
| 2.05.04.07 | Other Profit Reserves | (460,140) | 876,103 |
| 2.05.04.07.01 | Investments | 780,325 | 1,658,113 |
| 2.05.04.07.02 | Treasury Shares | (1,191,559) | (719,042) |
| 2.05.04.07.03 | Unrealized Income | (48,906) | (62,968) |
| 2.05.05 | Equity Valuation Adjustments | (33,024) | 401,412 |
| 2.05.05.01 | Securities Adjustments | 0 | 0 |
| 2.05.05.02 | Accumulated Translation Adjustments | (33,024) | 401,412 |
| 2.05.05.03 | Business Combination Adjustments | 0 | 0 |
| 2.05.06 | Retained Earnings/Accumulated Losses | 2,337,290 | 1,139,366 |
| 2.05.07 | Advance for Future Capital Increase | 0 | 0 |

09.01 CONSOLIDATED STATEMENT OF INCOME (in thousands of reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|---------------|--|------------------------------|------------------------------|------------------------------|------------------------------|
| 3.01 | Gross Revenue from Sales and/or Services | 3,714,446 | 10,193,677 | 5,078,946 | 13,646,010 |
| 3.02 | Deductions from Gross Revenue | (728,676) | (2,272,222) | (1,050,044) | (3,032,170) |
| 3.03 | Net Revenue from Sales and/or Services | 2,985,770 | 7,921,455 | 4,028,902 | 10,613,840 |
| 3.04 | Cost of Goods Sold and/or Services Rendered | (1,809,024) | (5,107,048) | (1,911,356) | (5,567,145) |
| 3.04.01 | Depreciation and Amortization | (188,161) | (557,754) | (275,417) | (883,752) |
| 3.04.02 | Other | (1,620,863) | (4,549,294) | (1,635,939) | (4,683,393) |
| 3.05 | Gross Profit | 1,176,746 | 2,814,407 | 2,117,546 | 5,046,695 |
| 3.06 | Operating Income/Expenses | 165,970 | (409,358) | (2,137,614) | (2,623,975) |
| 3.06.01 | Selling expenses | (259,513) | (644,031) | (193,609) | (529,222) |
| 3.06.01.01 | Depreciation and Amortization | (1,604) | (4,570) | (2,477) | (7,118) |
| 3.06.01.02 | Other | (257,909) | (639,461) | (191,132) | (522,104) |
| 3.06.02 | General and Administrative | (120,721) | (348,486) | (121,983) | (364,892) |
| 3.06.02.01 | Depreciation and Amortization | (6,131) | (18,302) | (9,907) | (31,531) |
| 3.06.02.02 | Other | (114,590) | (330,184) | (112,076) | (333,361) |
| 3.06.03 | Financial | (115,214) | 49,803 | (1,715,000) | (1,385,828) |
| 3.06.03.01 | Financial Income | 299,527 | 1,167,609 | (90,503) | 400,008 |
| 3.06.03.02 | Financial Expenses | (414,741) | (1,117,806) | (1,624,497) | (1,785,836) |
| 3.06.03.02.01 | Foreign Exchange and Monetary Variation, Net | 520,842 | 884,088 | (920,749) | (509,583) |
| 3.06.03.02.02 | Financial Expenses | (935,583) | (2,001,894) | (703,748) | (1,276,253) |
| 3.06.04 | Other Operating Income | 863,167 | 1,006,944 | 53,412 | 113,844 |
| 3.06.05 | Other Operating Expenses | (201,745) | (473,588) | (102,590) | (284,253) |
| 3.06.06 | Equity Pick-Up | (4) | 0 | (57,844) | (173,624) |
| 3.07 | Operating Income | 1,342,716 | 2,405,049 | (20,068) | 2,422,720 |

09.01 CONSOLIDATED STATEMENT OF INCOME (in thousands of reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|-------------|---|------------------------------|------------------------------|------------------------------|------------------------------|
| 3.08 | Non-Operating Income | 0 | 0 | 0 | 0 |
| 3.08.01 | Income | 0 | 0 | 0 | 0 |
| 3.08.02 | Expenses | 0 | 0 | 0 | 0 |
| 3.09 | Income before Taxes/Profit Sharing | 1,342,716 | 2,405,049 | (20,068) | 2,422,720 |
| 3.10 | Provision for Income and Social Contribution Taxes | (213,520) | (790,943) | (105,982) | (760,601) |
| 3.11 | Deferred Income Tax | 20,467 | 239,124 | 165,680 | 175,770 |
| 3.11.01 | Deferred Income Tax | 16,274 | 177,719 | 118,507 | 123,402 |
| 3.11.02 | Deferred Social Contribution | 4,193 | 61,405 | 47,173 | 52,368 |
| 3.12 | Statutory Profit Sharing/Contributions | 0 | 0 | 0 | 0 |
| 3.12.01 | Profit Sharing | 0 | 0 | 0 | 0 |
| 3.12.02 | Contributions | 0 | 0 | 0 | 0 |
| 3.13 | Reversal of Interest on Shareholders Equity | 0 | 0 | 0 | 0 |
| 3.14 | Minority Interest | 0 | 0 | 0 | 0 |
| 3.15 | Income/Loss for the Period | 1,149,663 | 1,853,230 | 39,630 | 1,837,889 |
| | OUTSTANDING SHARES, EX-TREASURY (in thousands) | 728,985 | 728,985 | 769,470 | 769,470 |
| | EARNINGS PER SHARE (in reais) | 1.57707 | 2.54221 | 0.05150 | 2.38851 |
| | LOSS PER SHARE (in reais) | | | | |

10.01 CONSOLIDATED STATEMENT OF CASH FLOWS INDIRECT METHOD (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|------------|---|------------------------------|------------------------------|------------------------------|------------------------------|
| 4.01 | Net Cash from Operating Activities | 308,079 | (372,137) | 1,243,968 | 2,872,507 |
| 4.01.01 | Cash Generated in the Operations | 956,364 | 900,278 | 2,226,120 | 4,016,462 |
| 4.01.01.01 | Net Income for the Period | 1,149,662 | 1,853,231 | 39,632 | 1,837,889 |
| 4.01.01.02 | Provision for Charges on Loans and Financing | 235,278 | 782,355 | 183,473 | 500,339 |
| 4.01.01.03 | Depreciation, Depletion and Amortization | 195,896 | 580,626 | 287,802 | 922,402 |
| 4.01.01.04 | Income from Write-Off and Disposal of Assets | 24,618 | 33,665 | 19,456 | 27,523 |
| 4.01.01.05 | Income from Corporate Interest | 0 | 0 | 57,867 | 173,624 |
| 4.01.01.06 | Gains and Losses in Percentage Variation | (835,115) | (835,115) | 0 | 0 |
| 4.01.01.07 | Deferred Income and Social Contribution Taxes | (20,468) | (239,124) | (165,678) | (175,770) |
| 4.01.01.08 | Provision for Swap/Forward Operations | 244,930 | (162,508) | 475,993 | 38,425 |
| 4.01.01.09 | Provision for Actuarial Liability | (10,930) | (32,213) | (36,236) | (107,852) |
| 4.01.01.10 | Monetary and Exchange Variation | (121,435) | (1,257,480) | 1,314,663 | 669,046 |
| 4.01.01.11 | Provision for Contingencies | 37,275 | 90,772 | 29,459 | 60,203 |
| 4.01.01.12 | Other Provisions | 56,653 | 86,069 | 19,689 | 70,633 |
| 4.01.02 | Variation in Assets and Liabilities | (648,285) | (1,272,415) | (982,152) | (1,143,955) |
| 4.01.02.01 | Accounts Receivable | (31,315) | (67,289) | (195,433) | (394,312) |
| 4.01.02.02 | Inventories | 677,606 | 780,928 | (355,148) | (260,718) |
| 4.01.02.04 | Taxes to Offset | 50,284 | 102,418 | (132,966) | (187,047) |
| 4.01.02.05 | Suppliers | (775,977) | (1,015,687) | 425,893 | 315,363 |
| 4.01.02.06 | Salaries and Social Charges | 26,475 | 38,542 | 23,659 | 47,349 |
| 4.01.02.07 | Taxes | 151,320 | 545,963 | (534,221) | (140,094) |
| 4.01.02.09 | Contingent Liabilities | (8,552) | 13,157 | 85,780 | 209,781 |
| 4.01.02.10 | Financial Institutions Interest Rates | (236,171) | (704,407) | 118,668 | (530,887) |
| 4.01.02.11 | Interests on Paid Swaps | (239,833) | (295,166) | (317,991) | (317,991) |
| 4.01.02.12 | Prepaid Taxes | (136,950) | (534,413) | 0 | 0 |
| 4.01.02.13 | Other | (125,172) | (136,461) | (100,393) | 114,601 |
| 4.01.03 | Other | 0 | 0 | 0 | 0 |

10.01 CONSOLIDATED STATEMENT OF CASH FLOWS INDIRECT METHOD (in thousands of Reais)

| 1 - CODE | 2 - DESCRIPTION | 3 - 7/1/2009 to 9/30/2009 | 4 - 1/1/2009 to 9/30/2009 | 5 - 7/1/2008 to 9/30/2008 | 6 - 1/1/2008 to 9/30/2008 |
|-------------|--|------------------------------|------------------------------|------------------------------|------------------------------|
| 4.02 | Net Cash from Investment Activities | (143,357) | (424,548) | 1,059,140 | 46,804 |
| 4.02.01 | Net Effects Equity Swap Margin of Guarantee | 330,728 | 1,420,322 | 1,817,500 | 1,817,500 |
| 4.02.02 | Swap realization | 5,269 | 241,160 | 0 | 0 |
| 4.02.03 | Judicial Deposits | (34,158) | (751,583) | (118,887) | (133,309) |
| 4.02.04 | Investments | (359) | (359) | (23) | (23) |
| 4.02.05 | Property, Plant and Equipment | (444,421) | (1,332,371) | (611,384) | (1,559,626) |
| 4.02.06 | Deferred Charges | 0 | 0 | (28,066) | (77,738) |
| 4.02.07 | Intangible Assets | (416) | (1,717) | 0 | 0 |
| 4.03 | Net Cash from Financing Activities | 2,985,234 | 1,745,723 | 54,365 | (1,249,200) |
| 4.03.01 | Loans and Financing | 5,347,088 | 6,547,917 | 826,780 | 1,951,273 |
| 4.03.02 | Financial Institutions Principal | (1,011,527) | (1,683,776) | (773,387) | (1,085,921) |
| 4.03.03 | Dividends and Interest on Shareholders Equity | (20) | (1,768,111) | 972 | (2,114,552) |
| 4.03.04 | Treasury Shares | (1,350,307) | (1,350,307) | 0 | 0 |
| 4.04 | Foreign Exchange Variation on Cash and Cash Equivalents | (322,293) | (1,264,606) | 0 | 0 |
| 4.05 | Increase (Decrease) in Cash and Cash Equivalents | 2,827,663 | (315,568) | 2,357,473 | 1,670,111 |
| 4.05.01 | Opening Balance of Cash and Cash Equivalents | 6,080,881 | 9,224,112 | 1,679,991 | 2,367,353 |
| 4.05.02 | Closing Balance of Cash and Cash Equivalents | 8,908,544 | 8,908,544 | 4,037,464 | 4,037,464 |

11.01 CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY FROM 7/1/2009 TO 9/30/2009 (in R\$ thousands)

| 1 - CODE | 2 DESCRIPTION | 3 CAPITAL STOCK | 4 CAPITAL RESERVES | 5 REVALUATION RESERVES | 6 PROFIT RESERVES | 7 RETAINED EARNINGS/ ACCUMULATED LOSSES | 8 EQUITY VALUATION ADJUSTMENTS |
|----------|---|-----------------|--------------------|------------------------|-------------------|---|--------------------------------|
| 5.01 | Opening Balance | 1,680,947 | 30 | 0 | 3,705,786 | 1,139,366 | 401,4 |
| 5.02 | Prior Year Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.03 | Adjusted Balance | 1,680,947 | 30 | 0 | 3,705,786 | 1,139,366 | 401,4 |
| 5.04 | Income/Loss for the Period | 0 | 0 | 0 | 0 | 1,149,663 | |
| 5.05 | Distributions | 0 | 0 | 0 | 0 | (80,340) | |
| 5.05.01 | Dividends | 0 | 0 | 0 | 0 | 0 | |
| 5.05.02 | Interest on Shareholders Equity | 0 | 0 | 0 | 0 | (80,340) | |
| 5.05.03 | Other Distributions | 0 | 0 | 0 | 0 | 0 | |
| 5.06 | Profit Reserve Realization | 0 | 0 | 0 | 0 | 0 | |
| 5.07 | Equity Valuation Adjustments | 0 | 0 | 0 | 0 | 142,665 | (434,4 |
| 5.07.01 | Securities Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.07.02 | Accumulated Translation Adjustments | 0 | 0 | 0 | 0 | 142,665 | (434,4 |
| 5.07.03 | Business Combination Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.08 | Increase/Reduction in Capital Stock | 0 | 0 | 0 | 0 | 0 | |
| 5.09 | Recording/Realization of Capital Reserves | 0 | 0 | 0 | 0 | 0 | |
| 5.10 | Treasury Shares | 0 | 0 | 0 | (472,517) | 0 | |
| 5.11 | Other Capital Transactions | 0 | 0 | 0 | 0 | 0 | |
| 5.12 | Other | 0 | 0 | 0 | (863,726) | (14,064) | |
| 5.12.01 | Cancelation of Treasury Shares | 0 | 0 | 0 | (877,790) | 0 | |
| 5.12.02 | Earnings in Inventories | 0 | 0 | 0 | 22,464 | (22,464) | |
| 5.12.03 | Market Value Adjustments | 0 | 0 | 0 | (8,400) | 8,400 | |
| 5.13 | Closing Balance | 1,680,947 | 30 | 0 | 2,369,543 | 2,337,290 | (33,0 |

11.02 CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY FROM 1/1/2009 TO 9/30/2009 (in R\$ thousands)

| 1 - CODE | 2 DESCRIPTION | 3 CAPITAL STOCK | 4 CAPITAL RESERVES | 5 REVALUATION RESERVES | 6 PROFIT RESERVES | 7 RETAINED EARNINGS/ ACCUMULATED LOSSES | 8 EQUITY VALUATION ADJUSTMENTS |
|----------|---|-----------------|--------------------|------------------------|-------------------|---|--------------------------------|
| 5.01 | Opening Balance | 1,680,947 | 30 | 0 | 3,682,864 | 0 | 1,298,7 |
| 5.02 | Prior Year Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.03 | Adjusted Balance | 1,680,947 | 30 | 0 | 3,682,864 | 0 | 1,298,7 |
| 5.04 | Income/Loss for the Period | 0 | 0 | 0 | 0 | 1,853,230 | |
| 5.05 | Distributions | 0 | 0 | 0 | 0 | (273,563) | |
| 5.05.01 | Dividends | 0 | 0 | 0 | 0 | 0 | |
| 5.05.02 | Interest on Shareholders Equity | 0 | 0 | 0 | 0 | (273,563) | |
| 5.05.03 | Other Distributions | 0 | 0 | 0 | 0 | 0 | |
| 5.06 | Profit Reserve Realization | 0 | 0 | 0 | 0 | 0 | |
| 5.07 | Equity Valuation Adjustments | 0 | 0 | 0 | 0 | 794,609 | (1,331,7 |
| 5.07.01 | Securities Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.07.02 | Accumulated Translation Adjustments | 0 | 0 | 0 | 0 | 794,609 | (1,331,7 |
| 5.07.03 | Business Combination Adjustments | 0 | 0 | 0 | 0 | 0 | |
| 5.08 | Increase/Reduction in Capital Stock | 0 | 0 | 0 | 0 | 0 | |
| 5.09 | Recording/Realization of Capital Reserves | 0 | 0 | 0 | 0 | 0 | |
| 5.10 | Treasury Shares | 0 | 0 | 0 | (472,517) | 0 | |
| 5.11 | Other Capital Transactions | 0 | 0 | 0 | 0 | 0 | |
| 5.12 | Other | 0 | 0 | 0 | (840,804) | (36,986) | |
| 5.12.01 | Unrealized Income | 0 | 0 | 0 | 63,841 | 48,905 | |
| 5.12.02 | Cancelation of Treasury Shares | 0 | 0 | 0 | (877,790) | 0 | |
| 5.12.03 | Market Value Adjustments | 0 | 0 | 0 | (26,855) | (85,891) | |
| 5.13 | Closing Balance | 1,680,947 | 30 | 0 | 2,369,543 | 2,337,290 | (33,0 |

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COMPANHIA SIDERÚRGICA NACIONAL

33.042.730/0001-04

06.01 NOTES TO THE FINANCIAL STATEMENTS

(In thousands of Reais, unless otherwise stated)

1. OPERATIONS

The main activities of Companhia Siderúrgica Nacional (CSN or Company) are the production of flat steel products, whose main industrial complex is the Presidente Vargas Steelworks (UPV), located in the city of Volta Redonda, State of Rio de Janeiro, and the iron ore production, main operation of which is developed in the city of Congonhas, state of Minas Gerais.

CSN is engaged in the mining of iron ore, limestone and dolomite in the branches in the State of Minas Gerais and tin in the State of Rondônia, by means of the subsidiary Estanho de Rondônia S.A. (ERSA), in order to meet the needs of UPV and the surplus raw materials are traded with subsidiaries and third parties. , The Company also maintains strategic investments in mining companies, railroad transport, electricity, and cement for providing greater synergy to the processes. In addition, the Company is establishing a long steel plant in Volta Redonda.

The company, aiming at getting closer to clients and exploiting markets at a global level, has a steel distributor, and metal packaging plants, in addition to a galvanized steel plant in the South and another in the Southeast of Brazil to meet the demand of the home appliance and automotive industry, respectively. Abroad, the Company has a steel rolling mill in Portugal and another mill in the United States.

The Company s shares are listed on the Stock Exchanges in Brazil (BOVESPA) and the United States (NYSE).

2. PRESENTATION OF THE QUARTERLY INFORMATION

The individual (Company) and consolidated quarterly information was prepared in accordance with the accounting practices adopted in Brazil, based on the Brazilian Corporate Law, pronouncements issued by the Committee for Accounting Pronouncements CPC and rules issued by the Brazilian Securities and Exchange Commission (CVM).

In compliance with the CPC Technical Pronouncement 02, approved by the CVM Resolution 534, the Company integrated the investments abroad which are not characterized as independent entities into the Parent Company s quarterly information (see Note 4).

The Company, in order to enhance the disclosures to the market, presents the following supplementary information on the business segments, comprising the Parent Company and the consolidated financial information:

A segment is a distinguishable component of the Company , goal of which is the manufacturing of products, the rendering of services, or the provision of products and services within a particular economic environment, which is subject to risks and rewards that are different from other segments .

The quarterly information includes the changes brought by Law 11,638/07 and Provisional Measure 449/08. The Company presents below a table with the effects related to the application of the new rules, which are in line with the assumptions underlying the December 31, 2008 statements.

| | Consolidated | | | Parent Company | | |
|---|------------------------------|--|------------------|------------------------------|--|------------------|
| | Balance disclosed at 9/30/08 | Adjustments of Law 11,638/07 and PM 449/08 | Adjusted balance | Balance disclosed at 9/30/08 | Adjustments of Law 11,638/07 and PM 449/08 | Adjusted balance |
| Shareholders equity | | | | | | |
| Capital | 1,680,947 | | 1,680,947 | 1,680,947 | | 1,680,947 |
| Other reserves | 1,125,254 | (658,969) (2) | 466,285 | 1,373,190 | (657,310) (2) | 715,880 |
| Equity valuation adjustments | | | | | | |
| Foreign exchange variation of investees abroad | | 425,407 (9) | 425,407 | | 425,407 (9) | 425,407 |
| Equity valuation adjustments | | | | | | |
| Reversal of revaluation reserve | 4,366,812 | (4,366,812) (1)+(3) | | 4,366,812 | (4,366,812) (1)+(3) | |
| Reversal of exchange rate variation - Intercompany pre-payment | | (180,206) (7) | (180,206) | | | |
| Reversal of intercompany loans variation | | (202,412) (7) | (202,412) | | | |
| Reversal of loan agreement exchange variation | | (52,990) (7) | (52,990) | | | |
| Provision for deferred income and social contribution taxes on equity valuation adjustments | | 137,400 (8) | 137,400 | | | |
| Retained earnings (or accumulated losses) | 1,837,889 | 462,931 | 2,300,820 | 1,693,675 | 197,513 | 1,891,187 |
| Reversal of realization of equity revaluation reserve | | 333,212 (1) | 333,212 | (142,970) | 458,293 (1) | 315,323 |
| Reversal of income, social contribution taxes on portion of revaluation reserve | | (1,611) (3) | (1,611) | | (28,142) (3) | (28,142) |
| Deferred assets write-off related to 2007 balance | | (22,302) (6) | (22,302) | | (22,302) (6) | (22,302) |
| Income for the period | 1,837,889 | 153,632 | 1,991,521 | 1,836,645 | (210,337) | 1,626,308 |

| | | | | | | |
|---|-------------------|--------------------|-------------------|------------------|--------------------|------------------|
| TOTAL SHAREHOLDERS' EQUITY | 9,010,902 | (4,435,651) | 4,575,251 | 9,114,624 | (4,401,202) | 4,713,421 |
| NET REVENUE | 10,613,840 | | 10,613,840 | 7,881,851 | | 7,881,851 |
| Cost of goods sold and services rendered | (5,567,145) | 320,917 (2) | (5,246,228) | (4,202,442) | 304,094 (2) | (3,898,348) |
| GROSS OPERATING INCOME | 5,046,695 | 320,917 | 5,367,612 | 3,679,409 | 304,094 | 3,983,503 |
| OPERATING INCOME AND EXPENSES | | | | | | |
| Selling expenses | (529,222) | 2,120 (2) | (527,102) | (335,536) | 1,910 (2) | (333,626) |
| General and administrative expenses | (364,898) | (33,399) (2) | (398,297) | (239,729) | (10,918) (2) | (250,647) |
| Other operating expenses (income) | (344,027) | (2,720) (2)+(5) | (346,747) | 569,569 | 28,196 (2)+(5) | 597,765 |
| OPERATING INCOME BEFORE FINANCIAL EFFECTS | 3,808,548 | 286,918 | 4,095,466 | 3,673,713 | 323,282 | 3,996,995 |
| Financial income and expenses | (886,895) | | (886,895) | (455,561) | (79,661) (10) | (535,222) |
| Foreign exchange and monetary variations, net | (498,933) | 10,201 (7) | (488,732) | (868,041) | (347,645) (7) | (1,215,686) |
| INCOME BEFORE INCOME AND SOCIAL CONTRIBUTION TAXES | 2,422,720 | 297,119 | 2,719,839 | 2,350,111 | (104,024) | 2,246,087 |
| Current income and social contribution taxes | (760,601) | (137,400) (8) | (898,001) | (605,135) | | (605,135) |
| Deferred income and social contribution taxes | 175,771 | (112,400) (4) | 63,371 | 91,669 | (106,313) (4) | (14,644) |
| NET INCOME FOR THE PERIOD | 1,837,890 | 47,319 | 1,885,209 | 1,836,645 | (210,337) | 1,626,308 |

(1) Reversal of the revaluation.

(2) Portion related to the reversal of the depreciation of the revaluation.

(3) Income and social contribution tax reversal related to the revaluation.

(4) Income and social contribution tax reversal related to the depreciation of the revaluation.

(5) Write-off of revaluated assets.

- (6) Write-off of deferred assets referring to 2007 pursuant to Law 11,638.
- (7) Exchange rate variation of loans and financing from intercompany operations: Fixed rate notes, intercompany, prepayment and loan.
- (8) Income tax (IR) and social contribution on net income (CSLL) related to exchange rate variation of loans and financing from intercompany operations: Fixed rate notes, intercompany, prepayment, loan, depreciation of revaluation.
- (9) Equity valuation adjustment referring to equity pick-up effects.
- (10) Adjustment companies considered as subsidiaries, in the adoption of law 11,638/07 and CPC 02.

3. MAIN ACCOUNTING PRACTICES

(a) Statement of income

The results of operations are recognized on the accrual basis and the revenue from the sales of products is recognized when the Company no longer controls or holds any responsibility for the property and all risks and rewards have been transferred to the buyer. Revenue from services rendered is recognized in proportion to the stage of completion of the service.

Revenue is not recognized if Management cannot measure its value precisely and if there is no significant certainty as to the realization of the economic benefit of the sale.

(b) Current and noncurrent assets

Cash and cash equivalents

These are represented by immediate liquidity amounts, redeemable in up to 90 days from the balance sheet dates and with an insignificant risk of change in their market value. Financial assets included in this group are measured at fair value through the statement of income.

Trade accounts receivable

Trade accounts receivable are recorded at the invoiced amount, including the respective taxes and ancillary expenses and credits from clients in foreign currency are corrected at the exchange rate as of the date of the quarterly information. The allowance for doubtful accounts was recorded in an amount considered adequate to support possible losses and Management's assessment takes into account the client's history, the financial situation and the assessment of our legal advisors regarding the receipt of these credits for the recording of this provision.

Inventories

Inventories are stated at their average cost of acquisition or production and imports in transit are recorded at their cost of acquisition, not exceeding their market or realization values. Provisions for losses or obsolescence are recorded whenever Management considers it appropriate.

Investments

Investments in subsidiaries and jointly-owned subsidiaries are recorded through the equity accounting method and recognized in the income for the period as operating income (or expenses). Other investments are recorded and held at cost.

When necessary, the accounting practices of the subsidiaries and jointly-owned subsidiaries are changed to ensure criteria consistency and uniformity with the practices adopted by the Company.

Accounting records of the subsidiaries were integrated into to the parent Company's quarterly information, as established in the CPC Pronouncement 02.

Property, plant and equipment

These are recorded at acquisition, formation or construction cost. Depreciation is calculated through the straight-line method, based on the remaining economic useful lives of the assets, and depletion of the mines is calculated based on the quantity of iron ore extracted. Loans costs related to funds raised for specific construction in progress are capitalized until the constructions are concluded.

Law 11638/07, Provisional Measure (MP) 449/08 and the CPC Pronouncement 01 require that the recoverability valuation of all items comprising this subgroup be carried out and if there is evidence of loss, as no item should remain recorded under property, plant and equipment at an amount higher than its recoverable value, then there may be the need of the performance of a recoverability valuation of this asset. The Company evaluated its property, plant and equipment items and did not identify any loss to be recorded.

Intangible assets

Intangible assets comprise of assets acquired from third parties, including by means of business combinations, and/or those internally generated by the Company.

These assets are recorded at the acquisition or formation cost, less amortization calculated through the straight-line method based on exploration or recovery terms.

Intangible assets with indefinite useful lives, as well as goodwill for expected future profitability, will no longer be amortized as of January 1, 2009, and their recoverable value will be tested on a yearly basis, or whenever it is deemed necessary.

Deferred charges

The Company maintains in this group just the remaining balances of deferred pre-operating expenses, which will be amortized in accordance with the criteria prior to Law 11,638/07 due to the option offered by the CPC Technical Pronouncement 13 (Initial adoption of Law 11638/07) and Provisional Measure 449/08.

Impairment

The recoverable value of intangible assets and deferred charges are tested on a yearly basis or, as in the case of property, plant and equipment, whenever significant events or changes in circumstances indicate that the book value may not be recovered.

In order to test the recoverability of an individual asset or a group of assets, the Company analyzes supporting evidence that their book values will not be recovered and, should these evidences be confirmed and the Company identifies an impairment possibility, Management compares the residual book value of this group of assets with their recoverable value and records them.

Other current and noncurrent assets

Stated at their realization value, including, when applicable, the yields earned up to the date of the quarterly information or, in the case of prepaid expenses, at cost.

(c) Current and noncurrent liabilities

These are stated at their known or calculatable values, plus, when applicable, the corresponding charges and monetary and foreign exchange variations incurred up to the date of the quarterly information.

Employee benefits

In compliance with Resolution 371/00, issued by the CVM, the Company has been recording the respective actuarial liabilities as from January 1, 2002, in accordance with the aforementioned reported resolution and based on independent actuary studies, which are carried out annually .

Income and social contribution taxes

Income tax is calculated at rates of 15% plus an additional of 10% on taxable basis and social contribution on net income at a 9% rate on the taxable basis. In the calculation of taxes, the offsetting of the tax loss carryforward and negative basis of social contribution is also considered, and it is limited to 30% of the taxable income.

The deferred tax assets deriving from tax loss carry forwards and negative basis of social contribution on net income were recorded in compliance with the CVM Resolution 371/02 and took into consideration the history of profitability and the expectations of generating future taxable income, based on a technical study.

(d) Derivative financial instruments

The financial instrument balances, recorded in accordance with the CPC Technical Pronouncement 14, which was approved by the CVM Resolution 565/08, are classified and recorded at fair value and gains and losses are recognized in the statement of income by accrual period.

(e) Other derivative financial instruments

The Company maintained a financial instrument called total return equity swap, purpose of which is to increase the return on financial assets. This instrument was recorded at fair value and gains and losses were recognized in the statement of income by accrual period.

This instrument was recorded in other accounts payable, and its margin of guarantee in other accounts receivable; the instrument was settled on August 13, 2009.

(f) Nonderivatives financial instruments

Financial instruments are initially recognized at fair value, whereas those financial instruments not classified at fair value through profit and loss are recognized with the transaction costs that are directly attributable to them. Subsequently to the initial recognition the financial instruments are measured as follows:

Financial asset or liability measured at fair value through profit and loss

A financial instrument is classified as measured at fair value through profit and loss if it is held for trading. These instruments are measured at fair value and the subsequent fluctuation is recognized in the income for the period.

Loans and receivable

These are measured at the amortized cost and by using the effective interest rate method, less impairment loss.

(g) Treasury Shares

As established by the CVM Instruction 10 of February 14, 1980, shares held in treasury are recorded at cost of acquisition, and the market value of these shares is calculated based on the average stock exchange quotation on the last day of the period.

(h) Accounting Estimates

The preparation of the quarterly information, in accordance with the accounting practices adopted in Brazil, requires that Management uses its judgment in determining and recording the accounting estimates, such as: allowance for doubtful accounts, provision for inventory losses, provisions for labor, civil, tax, environmental and social security liabilities, depreciation, amortization, depletion, provision for impairment, deferred taxes, financial instruments and employees' benefits. The settlement of the transactions involving these estimates may result in amounts different from those estimated, due to lack of precision inherent to the process of their determination. The Company periodically reviews the estimates and assumptions.

4. CONSOLIDATED QUARTERLY INFORMATION

The accounting practices reflect the changes introduced by the new pronouncements and were treated uniformly in all the consolidated companies.

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The consolidated quarterly information for the periods ended September 30, 2009 and June 30, 2009, include the following direct and indirect subsidiaries and jointly-owned subsidiaries:

| Companies | Ownership interest (%) | | Main activities |
|--|------------------------|-----------|---|
| | 9/30/2009 | 6/30/2009 | |
| Direct investment: full consolidation | | | |
| CSN Energy | 100.00 | 100.00 | Equity interest |
| CSN Export | 100.00 | 100.00 | Financial operations, trading of products and equity interest |
| CSN Overseas | 100.00 | 100.00 | Financial operations and equity interest |
| CSN Panama | 100.00 | 100.00 | Financial operations and equity interest |
| CSN Steel | 100.00 | 100.00 | Financial operations and equity interest |
| Arame Corporation | 100.00 | 100.00 | Dorment Company |
| TdBB S.A | 100.00 | 100.00 | Dorment Company |
| International Charitable Corporation | 100.00 | 100.00 | Dorment Company |
| GalvaSud | 99.99 | 99.99 | Steel |
| Sepetiba Tecon | 99.99 | 99.99 | Maritime port services |
| Mineração Nacional (1) | 99.99 | 99.99 | Mining and equity interest |
| CSN Aços Longos | 99.99 | 99.99 | Steel and/or metal products industry and trade |
| Itaguaí Logística | 99.99 | 99.99 | Logistics |
| Estanho de Rondônia - ERSA | 99.99 | 99.99 | Mining |
| Cia Metalic Nordeste | 99.99 | 99.99 | Packaging production |
| Companhia Metalúrgica Prada | 99.99 | 99.99 | Packaging production |
| CSN Cimentos | 99.99 | 99.99 | Cement production |
| Inal Nordeste | 99.99 | 99.99 | Steel products service center |
| CSN Gestão de Recursos Financeiros | 99.99 | 99.99 | Dorment Company |
| Congonhas Minérios | 99.99 | 99.99 | Mining and equity interest |
| CSN Energia | 99.9 | 99.9 | Electricity trading |
| Direct investment: proportional consolidation | | | |
| Transnordestina Logística | 81.6 | 81.6 | Railroad transport |
| Nacional Minérios | 59.99 | 59.99 | Mining and equity interest |
| Itá Energética | 48.75 | 48.75 | Electricity generation |
| MRS Logística | 27.27 | 27.27 | Railroad transport |
| Indirect investment: full consolidation | | | |
| CSN Aceros | 100.00 | 100.00 | Equity interest |
| CSN Cayman | 100.00 | 100.00 | Financial operations, trading of products and equity interest |
| CSN Iron | 100.00 | 100.00 | Financial operations |
| Companhia Siderúrgica Nacional LLC | 100.00 | 100.00 | Steel |
| CSN Holdings Corp | 100.00 | 100.00 | Equity interest |
| Companhia Siderúrgica Nacional Partner LLC | 100.00 | 100.00 | Equity interest |
| Energy I | 100.00 | 100.00 | Equity interest |
| CSN Madeira | 100.00 | 100.00 | Financial operations, trading of products and equity interest |
| Cinnabar | 100.00 | 100.00 | Financial operations and equity interest |
| Hickory | 100.00 | 100.00 | Financial operations and trading of products |

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| | | | |
|--|--------|--------|--|
| Lusosider Projectos Siderúrgicos | 100.00 | 100.00 | Equity interest |
| CSN Acquisitions | 100.00 | 100.00 | Financial operations and equity interest |
| CSN Finance (Netherlands) | 100.00 | 100.00 | Financial operations and equity interest |
| CSN Finance | 100.00 | 100.00 | Financial operations and equity interest |
| CSN Holdings | 100.00 | 100.00 | Financial operations and equity interest |
| Itamambuca Participações | 100.00 | 100.00 | Mining and equity interest |
| Lusosider Aços Planos | 99.94 | 99.94 | Steel industry and equity interest |
| CSN Energia | 0.1 | 0.1 | Electricity trading |
| Indirect investment: proportional consolidation | | | |
| Namisa Europe (2) | 60.00 | 60.00 | Equity interest and trading of products and mining |
| Inversiones CSN Espanha | 60.00 | 60.00 | Financial operations and equity interest |
| Pelotização Nacional | 59.99 | 59.99 | Mining and equity interest |
| MG Minérios | 59.99 | 59.99 | Mining and equity interest |
| MRS Logística | 6.00 | 6.00 | Railroad transport |

(1) New corporate name of Minas Pelotização.

(2) New corporate name of NMSA Madeira.

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The following consolidation procedures were adopted in the preparation of the consolidated quarterly information:

Elimination of the balances of asset and liability accounts between consolidated companies;
 Elimination of the balances of investments and shareholders' equity between consolidated companies;
 Elimination of balances of income and expenses and unrealized income deriving from consolidated intercompany transactions;

Presentation of income and social contribution taxes on the unearned income as deferred taxes in the consolidated quarterly information; and

Reclassification of exchange rate variations of monetary items with net foreign investment characteristics from financial income to shareholders' equity. Due to the change in the Management's intent regarding the settlement of these loans, the foreign exchange effects determined after August 31, 2009 have been recorded in income for the period.

Pursuant to the CVM Instruction 408 of August 18, 2004, the Company consolidates the quarterly information of the exclusive investment funds Diplic and Mugen.

The base date for the subsidiaries' and jointly-owned subsidiaries' quarterly information coincides with that of the Parent Company.

The reconciliation between shareholders' equity and net income for the period of the Parent Company and consolidated is as follows:

| | Shareholders' equity | | Net income for the year | |
|---|----------------------|------------------|-------------------------|------------------|
| | 9/30/2009 | 6/30/2009 | 9/30/2009 | 9/30/2008 |
| Parent Company | 6,403,692 | 6,990,512 | 2,610,853 | 1,836,645 |
| Elimination of interests in inventories | (49,969) | (72,432) | 35,924 | 1,244 |
| Foreign exchange variation adjustment CPC02 | | | (794,792) | |
| Other adjustments | 1,063 | 9,461 | 1,244 | |
| Consolidated | 6,354,786 | 6,927,541 | 1,853,230 | 1,837,889 |

Additionally, the quarterly information of the subsidiaries abroad which are not characterized as independent entities was integrated into the parent company's quarterly information, pursuant to the CPC Technical Pronouncement 02, approved by the CVM Resolution 534/08:

| Companies | Ownership interest (%) | | Main activities |
|-------------------------------|------------------------|-----------|----------------------|
| | 9/30/2009 | 6/30/2009 | |
| Branches | | | |
| CSN Islands VII | 100.00 | 100.00 | Financial operations |
| CSN Islands VIII | 100.00 | 100.00 | Financial operations |
| CSN Islands IX | 100.00 | 100.00 | Financial operations |
| CSN Islands X | 100.00 | 100.00 | Financial operations |
| CSN Islands XI | 100.00 | 100.00 | Financial operations |
| Tangua | 100.00 | 100.00 | Financial operations |
| International Investment Fund | 100.00 | 100.00 | Equity interest |

5. RELATED PARTIES TRANSACTIONS

a) Transactions with Parent Company

Vicunha Siderurgia S.A. is a holding company whose purpose is to hold interest in other companies. It is the Company's main shareholder, with a 47.86% interest in the voting capital.

Vicunha Siderurgia's corporate structure is as follows (unrevised information):

Rio Purus Participações S.A. holds 60% of National Steel and 59.99% of Vicunha Steel S.A.

CFL Participações S.A. holds 40% of National Steel and 39.99% of Vicunha Steel S.A.

National Steel holds 33.04% of Vicunha Aços

Vicunha Steel holds 66.96% of Vicunha Aços

Vicunha Aços holds 99.99% of Vicunha Siderurgia

CSN recorded interest on shareholders' equity for the period, in addition, the Company paid dividends and interest on shareholders' equity for Vicunha Siderurgia in the amount indicated in the table below, according to the percentage of the Vicunha Siderurgia's interest in CSN as of the closing date of this quarterly information.

| Parent company | Proposed interest on shareholders' equity | Dividends paid in the period | Interest on shareholders' equity paid in the period |
|---------------------|---|------------------------------|---|
| Total at 9/30/2009 | 130,915 | 689,747 | 123,421 |
| Total at 12/31/2008 | | 938,223 | 93,210 |

b) Transactions with jointly-owned subsidiaries

The Company holds interest in jointly-owned subsidiaries in the strategic areas of mining, logistics and power generation. The characteristics, goals and transactions with these companies are stated as follows:

Assets

| Companies | Accounts receivable | Dividends receivable | Loans / current accounts(*) | Advance for future capital increase | Total |
|--------------------|---------------------|----------------------|-----------------------------|-------------------------------------|-----------|
| Nacional Minérios | 37,822 | | 1,212,482 | | 1,250,304 |
| Transnordestina | | | | 97,949 | 97,949 |
| MRS Logística | 1,149 | 50,147 | | | 51,296 |
| Total at 9/30/2009 | 38,971 | 50,147 | 1,212,482 | 97,949 | 1,399,549 |
| Total at 6/30/2009 | 76,644 | 50,147 | 1,238,946 | 37,138 | 1,402,875 |

(*) Loan agreement of US\$500,000 thousand, starting on January 28, 2009, maturing on January 31, 2012 and with semiannual interest rate of 12% p.a.

Liabilities and shareholders equity

| Companies | Liabilities | | | Shareholders' equity | | |
|---------------------------|----------------------|--------------------------|----------------|----------------------|--|-----------------|
| | Advance from clients | Loans / Current accounts | Other | Total | Equity Valuation Adjustments - Effects | Total |
| Nacional Minérios | 7,577,500 | 5,715 | | 7,583,215 | (15,508) | (15,508) |
| MRS Logística | | 2,142 | 99,043 | 101,185 | | |
| Itá Energética | | | 12,785 | 12,785 | | |
| Total at 9/30/2009 | 7,577,500 | 7,857 | 111,828 | 7,697,185 | (15,508) | (15,508) |
| Total at 6/30/2009 | 7,516,096 | 5,770 | 86,350 | 7,608,216 | 6,059 | 6,059 |

Namisa: the advance from clients received from the jointly-owned subsidiary Nacional Minérios S.A. is related to the contractual obligation of iron ore supply and port services by CSN. The contract has a 12.5% p.a. interest rate and maturity expected for June 2042.

The valuation adjustment effects refer to an investee abroad whose functional currency is different from the real.

MRS: in other accounts payable with MRS Logística we recorded the amount provisioned by CSN to cover take-or-pay contractual expenses related to the rail transportation contract, agreed upon normal price conditions practiced in this market.

Itasa: it is related to the electric power supply billed under normal market conditions of the Brazilian energy market, ruled by Electric Power Trade Chamber.

Income

| Companies | Revenues | | | Expenses | | |
|---------------------------|-----------------------|---|----------------|-----------------------|----------------|------------------|
| | Products and services | Interest and monetary and exchange variations | Total | Products and services | Interest | Total |
| Nacional Minérios | 349,574 | 81,046 | 430,620 | 59,107 | 670,268 | 729,375 |
| MRS Logística | 104 | | 104 | 285,280 | | 285,280 |
| Itá Energética | | | | 109,348 | | 109,348 |
| Total at 9/30/2009 | 349,678 | 81,046 | 430,724 | 453,735 | 670,268 | 1,124,003 |
| Total at 9/30/2008 | 85,248 | | 85,248 | 438,802 | | 438,802 |

Nacional Minérios S.A. (Namisa)

Its main purpose is to extract and sell own and third-party iron ore. The main operations are developed in the cities of Congonhas, Ouro Preto, Itabirito and Rio Acima in the state of Minas Gerais, and in Itaguaí, state of Rio de Janeiro. CSN maintains iron ore supply and port service provision transactions, in addition to administrative, operating and financial support.

Transnordestina Logística S.A.

Its main purpose is to exploit the public rail cargo transportation service concession and the development in the Northeast Network. The Company does not maintain operating transactions with the subsidiary, and the operations between the parties are related to financial support to projects and operations of the subsidiary.

MRS Logística S.A.

Its purpose is to exploit and develop the public rail cargo transportation service in the Southeast Network, which serves the Rio de Janeiro-São Paulo-Belo Horizonte stretch. MRS provides rail cargo transportation services for the supply and outflow of the CSN raw materials and finished products.

Itá Energética S.A. Itasa

Itasa holds an interest in the Itá Hydroelectric Power Plant consortium and the operations between the parties are related to contracting electric power supply for the CSN operations.

c) Transactions with subsidiaries and special purpose entities (exclusive investment funds)**Assets**

| Companies | Accounts receivable | Marketable securities (**) | Loans/current accounts(*) | Dividends receivable | Advance for future capital increase | Total |
|-----------------------------|---------------------|----------------------------|---------------------------|----------------------|-------------------------------------|------------------|
| Exclusive investment funds | | 2,136,627 | | | | 2,136,627 |
| Cinnabar | | | 1,689,265 | | | 1,689,265 |
| CSN Madeira | 329,564 | | 376,313 | | | 705,877 |
| CSN Export | 484,468 | | | | | 484,468 |
| Companhia Metalúrgica Prada | 71,280 | | 2,527 | | | 73,807 |
| CSN Cimentos | 1,545 | | | | 38,700 | 40,245 |
| CSN Aços Longos | | | | | 18,726 | 18,726 |
| GalvaSud | 8,456 | | | | | 8,456 |
| Inal Nordeste | 7,550 | | | | | 7,550 |
| CSN Energia | | | | 6,007 | | 6,007 |
| Namisa Europe | 5,855 | | | | | 5,855 |
| Cia. Metalic Nordeste | 5,332 | | | | | 5,332 |
| Estanho Rondônia | | | | 4,958 | | 4,958 |
| Sepetiba Tecon | 206 | | 456 | | | 662 |
| Aceros | | | 44 | | | 44 |
| Total at 9/30/2009 | 914,256 | 2,136,627 | 2,068,605 | 10,965 | 57,426 | 5,187,879 |
| Total at 6/30/2009 | 827,301 | 659,505 | 2,290,805 | 10,965 | 174,634 | 3,963,210 |

(*) Cinnabar - Contract in US\$; interest ranging from 5.58% p.a. to 10.42% p.a.; final maturity in January 2015.
CSN Madeira - Contract in US\$; interest ranging from 9.50% to 10.88 % p.a.; final maturity in January 2015.

(**) Financial investments in exclusive investment funds managed by Banco BTG Pactual are backed by Brazilian government bonds and have daily liquidity.

Accounts receivable derive from sales operations of products and services among the parent company and the subsidiaries.

Liabilities

| Companies | Loans and financing | | | Accounts payable | | Total | |
|---------------------------|---------------------|------------------------|---------------------------|------------------|------------------------------------|------------------|-------|
| | Pre-payment (1) | Fixed Rate Notes(2) | Loans and Intercompany | | Loans (3) / current accounts | | Other |
| | | | Bonds (2) | | | | |
| Cinnabar | 1,440,146 | 715,478 | 131,379 | | 273,402 | 2,560,405 | |
| CSN Iron | 86,868 | | 1,106,556 | | | 1,193,424 | |
| CSN Madeira | 346,258 | | 18,180 | | 313,981 | 678,419 | |
| CSN Export | 578,570 | | | | 10,639 | 589,209 | |
| Aceros | | | | | 17,875 | 17,875 | |
| Ersa | | | | | | 4,213 | |
| GalvaSud | | | | | | 1,724 | |
| Other(*) | | | | | | 1,396 | |
| Total at 9/30/2009 | 2,451,842 | 715,478 | 1,256,115 | | 615,897 | 5,046,665 | |
| Total at 6/30/2009 | 2,742,259 | 731,761 | 1,350,722 | | 674,818 | 5,688,994 | |

The conditions of the transactions with these subsidiaries are shown as follows:

(1) Contracts in US\$ - CSN Export: interest from 4.00% to 7.43% p.a. with maturity in May 2015.

Contracts in US\$ - Cinnabar: interest from 7.00% to 10.0% p.a. with maturity in June 2018.

Contracts in US\$ - CSN Madeira: interest of 7.25% p.a. with maturity in September 2016.

Contracts in US\$ - CSN Iron: interest of 7.00% p.a. with maturity in January 2012.

(2) Contracts in US\$ - CSN Iron: Intercompany Bonds: interest of 9.125% p.a. with maturity on June 1, 2047.

Contracts in YEN - Cinnabar: interest of 1.5% p.a. with maturity on July 13, 2010.

Contracts in R\$ - Cinnabar (part): IGPM + 6% p.a. with indefinite maturity.

Contracts in US\$ - CSN Madeira (part): semiannual Libor + 2.5% p.a. with maturity on September 15, 2011.

(3) Contracts in US\$ - CSN Madeira (part): semiannual Libor + 3% p.a. with indefinite maturity.

Contracts in US\$ - CSN Export: semiannual Euribor + 0.5% p.a. with indefinite maturity.

Contracts in US\$ - Cinnabar (part): semiannual Libor + 3% p.a. with indefinite maturity.

(*) Other: Metalic, Inal Nordeste, Prada, CSN LLC, CSN Cimentos and Tecon.

Shareholders equity accumulated translation adjustments (Law 11,638/07)

| Companies | Investment | | Total |
|-----------|-----------------------|--|--------|
| | Exchange Variation | Investments Exchange Variation Effects | |
| Panama | 29,791 | | 29,791 |

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| | | | |
|--------------------|----------|----------|----------|
| CSN Steel | 12,805 | (11,866) | 939 |
| Overseas | (8,983) | | (8,983) |
| Energy I | (13,274) | | (13,274) |
| CSN Export | (25,988) | | (25,988) |
| Total at 9/30/2009 | (5,649) | (11,866) | (17,515) |
| Total at 6/30/2009 | 414,200 | (18,848) | 395,352 |

Accumulated translation adjustments (asset valuation adjustment) refer to investees overseas whose functional currencies are different from the Brazilian Real.

Income

| Companies | Revenues | | | Expenses | | |
|-----------------------------|-----------------------|---|------------------|------------------------------|---|------------------|
| | Products and services | Interest and monetary and exchange variations | Total | COGS / Products and services | Interest and monetary and exchange variations | Total |
| CSN Export | 666,906 | (65,461) | 601,445 | 560,369 | (153,396) | 406,973 |
| Companhia Metalúrgica Prada | 648,064 | | 648,064 | 297,090 | | 297,090 |
| GalvaSud | 405,218 | | 405,218 | 245,141 | | 245,141 |
| Cia. Metalic Nordeste | 58,350 | | 58,350 | 32,529 | | 32,529 |
| Inal Nordeste | 33,236 | | 33,236 | 16,058 | | 16,058 |
| Ersa | | | | 13,598 | | 13,598 |
| Namisa Europe | 47,146 | (9,705) | 37,441 | 9,660 | | 9,660 |
| Sepetiba Tecon | 2,146 | | 2,146 | 1,692 | | 1,692 |
| CSN Cimentos | 13,936 | | 13,936 | | | |
| Exclusive investment funds | | (603,800) | (603,800) | | | |
| Aceros | | | | | (5,619) | (5,619) |
| CSN Madeira | 521,973 | (63,732) | 458,241 | 157,713 | (190,281) | (32,568) |
| CSN Iron | | | | | (280,537) | (280,537) |
| Cinnabar | | 142,777 | 142,777 | | (665,581) | (665,581) |
| Total at 9/30/2009 | 2,396,975 | (599,921) | 1,797,054 | 1,333,850 | (1,295,414) | 38,436 |
| Total at 9/30/2008 | 2,159,314 | 219,011 | 2,378,325 | 1,084,821 | 848,728 | 1,933,549 |

During 2009, the subsidiary CSN Export S.à.r.l. exported to the CSN subsidiaries, Lusosider in Portugal and CSN LLC in the United States, intermediated by third parties. These transactions and their effects were eliminated from the consolidated quarterly information.

d) Other related parties**CBS Previdência**

The Company is the main sponsor of CBS Previdência, not-for-profit civil association set up in July 1960, whose main purpose is to pay supplementary benefits to those paid by social security. As the CBS Previdência sponsor, CSN maintains payment transactions of contributions and actuarial liability recognition ascertained in defined benefit plans.

Fundação CSN

CSN develops socially responsible policies currently focused on Fundação CSN, whose sponsor is the Company. Transactions between the parties are related to operating and financial support for Fundação CSN to develop social projects, mainly in the localities where CSN operates.

Banco Fibra

Banco Fibra is under the same control structure of Vicunha Siderurgia, and financial transactions with this bank are limited to transactions in checking accounts and financial investments in fixed income.

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The balances of transactions between the Company and these entities are shown as follows:

Assets and Liabilities

| Companies | Assets | | Liabilities | | |
|--------------------|--|--------|-----------------------|------------------------|--------|
| | Bank checking accounts and marketable securities | Total | Actuarial liabilities | Other accounts payable | Total |
| CBS Previdência | | | 85,355 | | 85,355 |
| Fundação CSN | 906 | 906 | | 50 | 50 |
| Banco Fibra | 5,221 | 5,221 | | | |
| Total at 9/30/2009 | 6,127 | 6,127 | 85,355 | 50 | 85,405 |
| Total at 6/30/2009 | 14,627 | 14,627 | 96,285 | 66 | 96,351 |

Income

| Company | Revenues | | Expenses | | |
|--------------------|---------------------------------|-------|-----------------------|----------------|--------|
| | Monetary and exchange variation | Total | Pension Fund Expenses | Other expenses | Total |
| CBS Previdência | 154 | 154 | 52,003 | 55 | 52,058 |
| Fundação CSN | | | | 1,680 | 1,680 |
| Banco Fibra | 181 | 181 | | | |
| Total at 9/30/2009 | 335 | 335 | 52,003 | 1,735 | 53,738 |
| Total at 9/30/2008 | | | (2,914) | 3,089 | 175 |

e) Key management personnel

Key management personnel are responsible for planning, directing and controlling the Company's activities and include the members of the Board of Directors, statutory officers and other officers. The Company presents, in the table below, information on compensation and balances existing as of September 30, 2009.

| 9/30/2009 | | 6/30/2009 | | 9/30/2009 | 9/30/2008 |
|-----------|-------------|-----------|-------------|-----------|-----------|
| Assets | Liabilities | Assets | Liabilities | Income | Income |

| | | | | | | |
|--|-----|-------|-----|-------|-------|-------|
| Short-term benefits for employees and management | | 1,310 | | 1,258 | 5,424 | 7,461 |
| Post-employment benefits | | | | | 73 | 86 |
| Other long-term benefits | n/a | n/a | n/a | n/a | | |
| Benefits of labor agreement termination | n/a | n/a | n/a | n/a | | |
| Share-based compensation | n/a | n/a | n/a | n/a | | |
| | | 1,310 | | 1,258 | 5,497 | 7,547 |

n/a Not applicable

6. CASH AND CASH EQUIVALENTS

| | Consolidated | | Parent Company | |
|------------------------------------|------------------|------------------|------------------|------------------|
| | 9/30/2009 | 6/30/2009 | 9/30/2009 | 6/30/2009 |
| Current assets | | | | |
| Cash and cash equivalents | | | | |
| Cash and Banks | 1,388,701 | 182,004 | 1,320,521 | 100,992 |
| Marketable Securities | | | | |
| In Brazil: | | | | |
| Exclusive investment funds | | | 2,136,627 | 659,505 |
| Brazilian government bonds | 3,006,205 | 1,017,261 | | |
| Fixed income and debentures | 1,158,654 | 979,774 | 15,035 | 2,057 |
| | 4,164,859 | 1,997,035 | 2,151,662 | 661,562 |
| Abroad: | | | | |
| Time Deposits | 3,354,984 | 3,901,842 | 1,818,682 | 2,608,678 |
| Total Marketable securities | 7,519,843 | 5,898,877 | 3,970,344 | 3,270,240 |
| Cash and Cash Equivalents | 8,908,544 | 6,080,881 | 5,290,865 | 3,371,232 |

The available financial funds in the Parent Company and subsidiaries established in Brazil are primarily invested in exclusive investment funds, whose cash is mostly invested in repurchase operations pegged to Brazilian government bonds, with immediate liquidity. Additionally, a significant portion of the financial funds of the Company and its subsidiaries abroad is invested in Time Deposits in first-tier banks.

The exclusive investment funds, managed by BTG Pactual Serviços Financeiros S.A DTVM, and its assets, are accountable for possible losses in investments and operations carried out. The Company may bear the fund's operation fees (management, custody and audit fees) and it may also be called to back the shareholders' equity in the event of losses resulting from interest rate, exchange rate or other financial asset variations.

7. ACCOUNTS RECEIVABLE

| | Consolidated | | Parent Company | |
|-----------------------------------|------------------|------------------|------------------|------------------|
| | 9/30/2009 | 6/30/2009 | 9/30/2009 | 6/30/2009 |
| Domestic market | | | | |
| Subsidiaries | | | 133,340 | 231,987 |
| Other clients | 1,111,671 | 1,109,914 | 647,729 | 676,234 |
| | 1,111,671 | 1,109,914 | 781,069 | 908,221 |
| Foreign market | | | | |
| Subsidiaries | | | 819,888 | 671,958 |
| Other clients | 362,581 | 304,990 | 4,002 | 11,141 |
| | 362,581 | 304,990 | 823,890 | 683,099 |
| Advance on Export Contracts (ACE) | (53,343) | (58,548) | (53,343) | (58,548) |
| Allowance for doubtful accounts | (296,794) | (277,608) | (242,727) | (222,652) |
| | 1,124,115 | 1,078,748 | 1,308,889 | 1,310,120 |

The Company also maintains other long-term accounts receivable, and among these assets 77% are debentures issued by Companhia Brasileira de Latas in 2002, in the amount of R\$212,870. As of September 30, 2009, the Company held a provision for total loss for these debentures.

8. INVENTORIES

| | Consolidated | | Parent Company | |
|----------------------|------------------|------------------|------------------|------------------|
| | 9/30/2009 | 6/30/2009 | 9/30/2009 | 6/30/2009 |
| Finished products | 603,691 | 638,189 | 369,534 | 422,732 |
| Work in process | 587,866 | 872,063 | 488,819 | 808,896 |
| Raw materials | 547,660 | 749,614 | 396,371 | 476,923 |
| Supplies | 711,561 | 732,973 | 601,424 | 622,245 |
| Advance to suppliers | 227,066 | 382,352 | 212,959 | 316,574 |
| Provision for losses | (42,494) | (26,819) | (38,393) | (22,846) |
| Materials in transit | 91,159 | 64,352 | 53,340 | 18,433 |
| | 2,726,509 | 3,412,724 | 2,084,054 | 2,642,957 |

9. DEFERRED INCOME AND SOCIAL CONTRIBUTION TAXES**(a) Deferred income and social contribution taxes**

Deferred income and social contribution taxes are recognized in order to reflect future tax effects attributable to temporary differences between the tax base of assets, liabilities and the respective carrying value.

| | Consolidated | | Parent Company | |
|------------------------------|------------------|----------------|-----------------|----------------|
| | 9/30/2009 | 6/30/2009 | 9/30/2009 | 6/30/2009 |
| Current assets | | | | |
| Income tax | 494,658 | 388,182 | 316,162 | 321,049 |
| Social contribution | 176,676 | 139,992 | 113,965 | 115,739 |
| | 671,334 | 528,174 | 430,127 | 436,788 |
| Long-term assets | | | | |
| Income tax | 1,132,652 | 608,024 | 527,164 | 508,378 |
| Social contribution | 394,766 | 205,814 | 176,549 | 169,699 |
| | 1,527,418 | 813,838 | 703,713 | 678,077 |
| Current liabilities | | | | |
| Income tax | 936 | | | |
| Social contribution | 337 | | | |
| | 1,273 | | | |
| Long-term liabilities | | | | |
| Income tax | 15,620 | | | |
| Social contribution | 5,623 | | | |
| | 21,243 | | | |
| | 9/30/2009 | 9/30/2008 | 9/30/2009 | 9/30/2008 |
| Income | | | | |
| Income tax | 177,719 | 123,402 | (70,123) | 62,947 |
| Social contribution | 61,405 | 52,368 | (26,184) | 28,722 |
| | 239,124 | 175,770 | (96,307) | 91,669 |

Pursuant to CVM Instruction 371/02, some companies of the group, recorded tax credits on tax loss carryforwards and negative basis of social contribution that are not subject to statute of limitations based on the history of profitability and on the expectations of future taxable income determined in technical valuation approved by the Management.

The increase in deferred taxes in the quarter results from the tax benefit generated from the merger of Big Jump into Namisa, as described in Note 25.

The book value of deferred tax assets is reviewed monthly and projections are reviewed annually, and are subject to any material aspects that might change realization projections. These studies indicate the realization of these tax assets within the term established by said Instruction and within the 30% limit of the taxable income, fact which is shown as follows:

9/30/2009

| Year | Consolidated | | Parent Company | |
|--------------|----------------------------------|---------------------------------------|----------------------------------|---------------------------------------|
| | Corporate income tax Tax loss | Social contribution Negative basis | Corporate income tax Tax loss | Social contribution Negative basis |
| 2009 | 84,764 | 28,703 | 61,445 | 22,267 |
| 2010 | 5,781 | 2,081 | | |
| 2011 | 5,400 | 1,944 | | |
| 2012 | 4,971 | 1,790 | | |
| 2013 | 4,577 | 1,648 | | |
| 2014 to 2016 | 16,084 | 6,032 | | |
| Total | 121,577 | 42,198 | 61,445 | 22,267 |

(b) The sources of the deferred income and social contribution taxes of the Parent Company are shown as follows:

| | 9/30/2009 | | | | 6/30/2009 | | | |
|--|----------------|----------------|---------------------|----------------|----------------|----------------|---------------------|----------------|
| | Income tax | | Social contribution | | Income tax | | Social contribution | |
| | Short-Term | Long-Term | Short-Term | Long-Term | Short-Term | Long-Term | Short-Term | Long-Term |
| Assets | | | | | | | | |
| Provisions for contingencies | 46,251 | 365,887 | 16,650 | 131,719 | 47,597 | 327,709 | 17,135 | 117,975 |
| Provision for interest on shareholders equity | 68,417 | | 24,630 | | 48,319 | | 17,395 | |
| Provision for payment of private pension plans | 14,181 | 7,158 | 5,105 | 2,577 | 14,076 | 9,996 | 5,067 | 3,598 |
| Taxes under litigation | | 24,910 | | | | 24,450 | | |
| Tax credits - Income and social contribution taxes | 61,445 | | 22,267 | | 100,108 | | 36,200 | |
| Other provisions | 125,868 | 129,209 | 45,313 | 42,253 | 110,949 | 146,223 | 39,942 | 48,126 |
| | 316,162 | 527,164 | 113,965 | 176,549 | 321,049 | 508,378 | 115,739 | 169,699 |

(c) The reconciliation between the income and social contribution tax expenses and income of the parent company and consolidated, and the result of the rate on net income before Income tax (IR) and Social Contribution (CSLL) in force are shown as follows:

| | Consolidated | | Parent Company | |
|---|------------------|------------------|--------------------|------------------|
| | 9/30/2009 | 9/30/2008 | 9/30/2009 | 9/30/2008 |
| Income before income and social contribution taxes | 2,405,049 | 2,422,720 | 3,247,779 | 2,350,111 |
| Rate | 34% | 34% | 34% | 34% |
| Income and social contribution taxes at the combined tax rate | (817,717) | (823,725) | (1,104,245) | (799,038) |
| Adjustments to reflect the effective tax rate: | | | | |
| Benefit of Interest on shareholders equity - JCP | 93,012 | 64,474 | 93,012 | 64,474 |
| Equity income of subsidiaries at different rates or which are not taxable | 507,521 | 139,677 | 732,459 | 237,217 |
| Tax incentives | 6,921 | 12,701 | 5,114 | 12,701 |
| Tax credits | | 51,096 | | |
| Effect of exchange rate variation on incorporated branches CPC 02 | (337,683) | | (337,683) | |
| Other permanent (additions) deductions | (3,873) | (29,054) | (25,583) | (28,820) |
| Income and social contribution taxes on net income for the period | (551,819) | (584,831) | (636,926) | (513,466) |
| Effective rate | 23% | 24% | 20% | 22% |

10. INVESTMENTS**a) Direct interest in subsidiaries and jointly-owned subsidiaries**

| Companies | Number of shares (in units) | | % Direct interest | 9/30/2009 | | | 6/30/2009 | |
|-----------------------|-----------------------------|-------------|-------------------|-----------------------|-----------------|-----------------------|-----------------|-----------|
| | Common | Preferred | | Net income | % Shareholders' | Net income | % Shareholders' | |
| | | | | (loss) for the period | | (loss) for the period | | |
| Steel | | | | | | | | |
| Cia. Metalic | | | | | | | | |
| Nordeste | 87,868,185 | 4,424,971 | 99.99 | (755) | 91,958 | 99.99 | (2,657) | 92,713 |
| INAL Nordeste | 43,985,567 | | 99.99 | (3,558) | 36,715 | 99.99 | (4,535) | 40,273 |
| CSN Aços | | | | | | | | |
| Longos | 198,448,052 | | 99.99 | (1,184) | 210,256 | 99.99 | | 36,807 |
| GalvaSud | 11,610,671,043 | | 99.99 | 26,111 | 749,721 | 99.99 | 27,787 | 723,610 |
| Companhia Metalúrgica | | | | | | | | |
| Prada | 3,155,036 | | 99.99 | (5,861) | 561,391 | 100.00 | 5,209 | 567,252 |
| CSN Steel | 480,726,588 | | 100.00 | 15,272 | 1,447,968 | 100.00 | 2,371 | 1,567,239 |
| CSN Overseas | 7,173,411 | | 100.00 | 33,858 | 1,027,670 | 100.00 | 24,945 | 1,092,350 |
| CSN Panama | 4,240,032 | | 100.00 | 27,133 | 692,325 | 100.00 | 99,404 | 733,071 |
| CSN Energy | 3,675,319 | | 100.00 | 91,023 | 903,751 | 100.00 | 360,533 | 902,655 |
| CSN Export | 1,036,429 | | 100.00 | (31,235) | 214,083 | 100.00 | 4,528 | 266,807 |
| Logistics | | | | | | | | |
| MRS Logística | 188,332,667 | 151,667,313 | 27.27 | 178,186 | 1,960,881 | 27.27 | 131,570 | 1,782,694 |
| Transnordestina | | | | | | | | |
| Logística | 550,722,199 | 45,513,333 | 81.60 | (4,427) | 409,595 | 81.60 | (10,246) | 414,022 |
| SePETIBA Tecon | 254,015,053 | | 99.99 | 13,243 | 200,321 | 99.99 | 5,538 | 187,077 |
| Itaguaí | | | | | | | | |
| Logística | 1,000,000 | | 99.99 | | 998 | 99.99 | | 998 |
| Energy | | | | | | | | |
| Itá Energética | 520,219,172 | | 48.75 | 11,986 | 642,760 | 48.75 | 19,921 | 630,774 |
| CSN Energia | 1,000 | | 99.99 | (314) | 62,833 | 99.99 | (923) | 63,085 |
| Mining | | | | | | | | |
| ERSA | 34,236,307 | | 99.99 | (728) | 17,341 | 99.99 | (1,788) | 18,069 |
| Congonhas | | | | | | | | |
| Minérios | 5,010,000 | | 99.99 | 85 | 5,815 | 99.99 | 96 | 5,729 |
| Pelotização | | | | | | | | |
| Nacional | 1,000,000 | | 99.99 | | 998 | 99.99 | | 998 |
| Nacional | | | | | | | | |
| Minérios | 475,067,405 | | 59.99 | 220,928 | 10,031,207 | 59.99 | 222,809 | 8,454,103 |
| Cement | | | | | | | | |
| CSN Cimentos | 722,113,330 | | 99.99 | (13,585) | 315,739 | 99.99 | (10,231) | 329,324 |

b) Investment breakdown

| Companies | 6/30/2009 | | Additions (w rite-offs) | | | | Equity pick-up and provision for losses | Closing balance of investments |
|---------------------------|--------------------------------|------------------|-------------------------|---|---------------------------------------|-------------------------|---|--------------------------------|
| | Opening balance of investments | Capital increase | Dividends | Foreign exchange variation adjustments CPC 02 | Gain and loss in percentage variation | Other | | |
| Steel | | | | | | | | |
| Cia Metalurgica Prada | 567,252 | | | | | | (5,861) | 561,391 |
| Cia. Metalic Nordeste | 92,713 | | | | | | (755) | 91,958 |
| INAL Nordeste | 40,273 | | | | | | (3,558) | 36,715 |
| CSN Aços Longos | 36,807 | 174,633 | | | | | (1,184) | 210,256 |
| GalvaSud | 723,610 | | | | | | 26,111 | 749,721 |
| CSN Steel | 1,567,239 | | | (141,523) | | 6,981 ⁽¹⁾ | 15,271 | 1,447,968 |
| CSN Overseas | 1,092,350 | | | (98,538) | | | 33,858 | 1,027,670 |
| CSN Panama | 733,071 | | | (67,878) | | | 27,132 | 692,325 |
| CSN Energy | 902,655 | | | (89,927) | | | 91,023 | 903,751 |
| CSN Export | 266,807 | 492 | | (21,982) | | | (31,234) | 214,083 |
| | 6,022,777 | 175,125 | | (419,848) | | 6,981 | 150,803 | 5,935,838 |
| Logistics | | | | | | | | |
| MRS Logistica | 486,131 | | | | | | 48,590 | 534,721 |
| Transnordestina Logística | 337,833 | | | | | | (3,612) | 334,221 |
| Sepetiba Tecon | 187,077 | | | | | | 13,244 | 200,321 |
| Itaguaí Logística | 998 | | | | | | | 998 |
| | 1,012,039 | | | | | | 58,222 | 1,070,261 |
| Energy | | | | | | | | |
| Itá Energética | 307,502 | | | | | | 5,843 | 313,345 |
| CSN Energia | 63,085 | | | | | | (314) | 62,771 |
| | 370,587 | | | | | | 5,529 | 376,116 |
| Mining | | | | | | | | |
| ERSA | 18,069 | | | | | | (728) | 17,341 |
| Nacional Minérios | 5,072,461 | 157 | | | 835,115 ⁽²⁾ | (21,567) ⁽¹⁾ | 132,557 | 6,018,723 |
| Pelotização Minérios | 5,729 | | | | | | 86 | 5,815 |
| Pelotização Nacional | 998 | | | | | | | 998 |

| | | | | | | | |
|--------------------------|-------------------|----------------|------------------|----------------|-----------------|----------------|-------------------|
| | 5,097,257 | 157 | | 835,115 | (21,567) | 131,915 | 6,042,877 |
| Cement | | | | | | | |
| CSN Cimentos | 329,324 | | | | | (13,585) | 315,739 |
| Total MEP | 12,831,984 | 175,282 | (419,848) | 835,115 | (14,586) | 332,884 | 13,740,831 |
| Other investments | 31 | | | | | | 31 |
| Total Investments | 12,832,015 | 175,282 | (419,848) | 835,115 | (14,586) | 332,884 | 13,740,862 |

(1) Adjustments in accordance with the rules of CPC 02 classified into shareholders' equity under translation accumulated adjustments.

(2) Equity pick up gain referring to the special goodwill reserve on reverse merger of Big Jump.

c) Additional Information on the main operating subsidiaries

GALVASUD

Located in Porto Real, in the State of Rio de Janeiro, the Company has as its main corporate purpose all industrial, commercial and sales promotion activities related to: i) installation and operation of a steel products service center; ii) installation and operation of a hot-immersion galvanization line, iii) installation and operation of laser welding lines for the production of welded blanks destined for the automobile production; iv) just-in-time supply to the automotive industry; and v) promotion and sales of the products of the Company and of third parties, shareholders inclusively, to the automotive industry.

INAL NORDESTE

Based in Camaçari, State of Bahia, the Company has as its main purpose to reprocess and distribute the CSN steel products, operating as a service and distribution center in the Northeast region of the country.

COMPANHIA METALÚRGICA PRADA

Based in the city of São Paulo, Prada has branches in several states of the country and has as its main activities the rolled steel reprocessing and distribution, the manufacturing and trading of metallic products, manufacturing and trading of metallic packaging, as well as the import and export of these products.

On December 30, 2008, in order to achieve greater synergy, optimization of operations, cost reduction and, also, become more efficient, Prada incorporated the net assets of Indústria Nacional de Aços Laminados INAL.

CIA. METALIC NORDESTE

The Company, with its head office located in Maracanaú, State of Ceará, has as its main corporate purpose the manufacturing of metallic packaging destined to the beverage industry.

Its operation unit can be characterized as one of the world's most modern ones and counts on two different production lines: the can production line, whose raw material is tin-coated steel, supplied by the parent company CSN, and the lid production line, whose raw material is aluminum.

Its production is mainly geared towards the Brazilian northern and northeastern markets, with the surplus production of lids sold abroad.

The subsidiary received an incentive from PROVIN Incentive Program for the Companies Operations, established by the Government of the State of Ceará, main purpose of which is the promotion of the industrial development and job generation in that State.

SEPETIBA TECON

Company whose objective is to exploit the No.1 Containers Terminal of the Itaguaí Port, located in Itaguaí, State of Rio de Janeiro. This terminal is linked to Presidente Vargas Steelworks by the Southeast railroad network, which is granted to MRS Logística.

SePETiba Tecon was the winner of the auction that occurred on September 3, 1998 for the takeover of the terminal concession and this concession allows the exploitation of the aforementioned terminal for the term of 25 years, extendable for another term of 25 years.

CSN ENERGIA

Its main purpose is distributing and trading the surplus electric power generated by CSN and by companies, consortiums or other entities in which Company holds an interest.

CSN Energia holds a balance receivable related to the electric power sales under the scope of the Electric Power Trade Chamber (Câmara de Comercialização de Energia Elétrica) CCEE, in the amount of R\$54,224 (R\$54,224 as of June 30, 2009), which are due by concessionaires that present injunctions suspending the corresponding payments. Management understands that recording an allowance for doubtful accounts is not necessary in view of the judicial measures taken by the official entities of the sector.

CSN CIMENTOS

Based in Volta Redonda, State of Rio de Janeiro, CSN Cimentos has the production and trading of cement as its purpose. CSN Cimentos use as one of its raw material the blast furnace slag from the pig iron production of the Presidente Vargas Steelworks. The company started to operate on May 14, 2009 and its results are also related to remaining expenditures deriving from activities discontinued in 2002, when the Company name was FEM Projetos, Construções e Montagens.

ESTANHO DE RONDÔNIA - ERSA

Ersa is a subsidiary based in the State of Rondônia, where it operates two units, one in the city of Itapuã do Oeste and the other one in the city of Ariquemes.

The subsidiary's mining operation for cassiterite (tin ore) is located in Itapuã do Oeste and the casting operation from which metallic tin is obtained, which is the raw material used in UPV for the production of tin plates, is located in Ariquemes.

d) Additional information on the main jointly-owned subsidiaries

The amounts of the balance sheet and of the statement of income of the companies whose control is shared are shown as follows. These amounts were consolidated in the Company's quarterly information, in accordance with the interest described in item (a) of this note.

9/30/2009

| | NAMISA | TRANSNORDESTINA | MRS | ITASA | NAMISA | TRANSNORDESTINA | MRS |
|---|-------------------|-----------------|------------------|----------------|-------------------|-----------------|------------------|
| Current assets | 2,293,912 | 164,356 | 1,305,921 | 80,377 | 1,856,386 | 188,719 | 891,911 |
| Noncurrent assets | 9,763,752 | 713,209 | 3,550,893 | 903,736 | 8,629,319 | 629,042 | 3,552,853 |
| Long-term assets | 8,492,230 | 43,847 | 685,728 | 5,237 | 7,377,204 | 40,591 | 673,500 |
| Investments, property, plant and equipment and deferred charges | 1,271,522 | 669,362 | 2,865,165 | 898,499 | 1,252,115 | 588,451 | 2,879,353 |
| Total Assets | 12,057,664 | 877,565 | 4,856,814 | 984,113 | 10,485,705 | 817,761 | 4,444,717 |
| Current liabilities | 244,667 | 50,649 | 1,150,813 | 111,334 | 349,410 | 39,352 | 858,933 |
| Noncurrent liabilities | 1,781,790 | 417,321 | 1,745,120 | 230,019 | 1,682,192 | 364,387 | 1,803,151 |
| Shareholders' equity | 10,031,207 | 409,595 | 1,960,881 | 642,760 | 8,454,103 | 414,022 | 1,782,633 |
| Total liabilities and shareholders' equity | 12,057,664 | 877,565 | 4,856,814 | 984,113 | 10,485,705 | 817,761 | 4,444,717 |

9/30/2009

| | NAMISA | TRANSNORDESTINA | MRS | ITASA | NAMISA | TRANSNORDESTINA | MRS |
|--|--------|-----------------|-----|-------|--------|-----------------|-----|
|--|--------|-----------------|-----|-------|--------|-----------------|-----|

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| | | | | | | | |
|---|----------------|-----------------|----------------|---------------|---------------|-----------------|----------------|
| Net Revenue | 963,667 | 47,259 | 1,669,874 | 170,318 | 414,225 | 41,744 | 2,329,400 |
| Cost of goods sold and services rendered | (636,835) | (43,408) | (893,063) | (52,874) | (325,711) | (39,724) | (1,350,420) |
| Gross income (loss) | 326,832 | 3,851 | 776,811 | 117,444 | 88,514 | 2,020 | 978,980 |
| Operating income (expenses) | (227,027) | (11,632) | (119,158) | (30,779) | (112,734) | (5,305) | (9,550) |
| Net financial income | 851,858 | (12,090) | (42,286) | (19,046) | 55,470 | (12,654) | (254,390) |
| Income (loss) before income and social contribution taxes | 951,663 | (19,871) | 615,367 | 67,619 | 31,250 | (15,939) | 715,020 |
| Current and deferred income and social contribution taxes | (298,321) | | (206,313) | (22,919) | 36,504 | (1) | (253,980) |
| Net income (loss) for the period | 653,342 | (19,871) | 409,054 | 44,700 | 67,754 | (15,940) | 461,040 |

NACIONAL MINÉRIOS NAMISA

Headquartered in Congonhas, state of Minas Gerais, the NAMISA main purpose is the production, purchase and sale of iron ore. NAMISA sells its products mainly in the foreign market. NAMISA's main operations are developed in the municipalities of Congonhas, Ouro Preto, Itabirito and Rio Acima, state of Minas Gerais, and in Itaguaí, state of Rio de Janeiro.

In December 2008, CSN sold 2,271,825 shares of the voting capital of Nacional Minérios S.A. (NAMISA) to Big Jump Energy Participações S.A. ("Big Jump"), whose shareholders are the companies Posco e Brazil Japan Iron Ore Corp (Itochu Corporation, JFE Steel Corporation, Sumitomo Metal Industries, Ltd., Kobe Steel Ltd., Nisshin Steel Co. Ltd., Nippon Steel). Subsequently to this sale, Big Jump subscribed new shares, paying in cash the total of US\$3.041.473 thousand, corresponding to R\$7,286,154 thousand, R\$6,707,886 thousand of which were recorded as goodwill at the subscription of the shares.

Due to the new corporate structure of the jointly-owned subsidiary, in which Big Jump holds 40% and CSN 60% and, due to the shareholders' agreement entered into between the parties, CSN consolidated NAMISA in a proportional manner.

Continuing the restructuring process of Namisa, on July 30, 2009, the jointly-controlled subsidiary merged its parent company Big Jump Energy Participações S.A. Said merger did not change the company's shareholding structure.

TRANSNORDESTINA LOGÍSTICA

Transnordestina has as its main purpose the exploitation and development of the public rail cargo transport service for the Northeast network of Brazil.

Transnordestina entered into a concession agreement with the Federal Government on December 31, 1997 for a period of 30 years, extendable for another equal period. The agreement allows the development of the public service of exploitation of the northeast network which comprises seven States of the Federation in an extension of 4,534 km. The concession also comprises the lease of assets of Rede Ferroviária Federal S.A. (RFFSA) which serve this network and include, among others, constructions, permanent tracks, locomotives, railcars, vehicles, tracks and accessories.

MRS LOGÍSTICA

The Company's main purpose is to exploit, by onerous concession, the public rail cargo transport service in the right of way of the Southeast network, located in the stretch connecting Rio de Janeiro, São Paulo and Belo Horizonte, of Rede Ferroviária Federal S.A. - RFFSA, privatized on September 20, 1996. CSN paid in Namisa 10% of its interest in MRS, and decreased this direct interest from 32.93% to 22.93%.

In addition to this direct interest, the Company also holds an indirect interest of 6% through Nacional Minérios S.A. Namisa, a proportionally consolidated company, and 4.3377% through International Investment Fund, which integrates the Company's quarterly information as per the CPC Technical Pronouncement 02.

MRS may also exploit modal transportation services regarding the rail transport and take part in developments aiming at the extension of rail transport services granted.

To provide the services which are the purpose of the concession obtained for a 30-year period, as from December 1, 1996, and extendable for another equal period at the exclusive discretion of the grantor, MRS leased from RFFSA, for the same period of the concession, the assets necessary to operate and maintain rail cargo transportation activities.

ITÁ ENERGÉTICA S.A. - ITASA

Itasa holds a 60.5% interest in the Itá Consortium, which was created for the exploitation of the Itá Hydroelectric Power Plant pursuant to the concession agreement of December 28, 1995, and its Addendum 1 dated July 31, 2000, entered into between the consortium holders (Itasa and Centrais Geradoras do Sul do Brasil - Gerasul, formerly called Tractebel Energia S.A.) and the Brazilian Agency for Electric Energy (ANEEL).

CSN holds 48.75% of the subscribed capital and the total amount of common shares issued by Itasa, a special purpose entity (SPE) originally established to make feasible the construction of the Itá Hydroelectric Power Plant, the contracting of the supply of goods and services necessary to carry out the venture and the obtainment of financing through the offering of the corresponding guarantees.

e) Additional information on indirect interests abroad

COMPANHIA SIDERURGICA NACIONAL - LLC

Incorporated in 2001 with the assets and liabilities of the extinct Heartland Steel Inc., headquartered in Wilmington, State of Delaware USA, it has an industrial plant in Terre Haute, State of Indiana USA, where there is a complex comprising a cold rolling line, a hot pickling line for spools and a galvanization line. CSN LLC is a wholly-owned

indirect subsidiary of CSN Panama.

LUSOSIDER

Incorporated in 1996 in succession to Siderurgia Nacional a company privatized by the Portuguese government that year. Lusosider is the only Portuguese company of the steel sector to produce cold-re-rolled flat steel, with a corrosion-resistant coating. The company presents in Paio Pires an installed capacity of around 550 thousand tonnes/year to produce four large groups of steel products: galvanized plate, cold-rolled plate, pickled and oiled plate.

Products manufactured by Lusosider may be used in the packaging industry, civil construction (piping and metallic structures), and in home appliance components.

11. PROPERTY, PLANT AND EQUIPMENT

| | Consolidated | | | | |
|----------------------------|---|-------------------|---|-----------------------|-------------------|
| | Depreciation, depletion and amortization rate (% p.a.) | Cost | Accumulated | Residual value | |
| | | | depreciation, depletion and amortization | 9/30/2009 | 6/30/2009 |
| Machinery and equipment | | 7,573,558 | (1,588,212) | 5,985,346 | 6,074,073 |
| Mines and mineral deposits | | 5,332 | (876) | 4,456 | 4,563 |
| Buildings | | 1,514,466 | (182,765) | 1,331,701 | 1,352,973 |
| Furniture and fixtures | | 135,673 | (113,418) | 22,255 | 23,297 |
| Land | | 133,512 | | 133,512 | 133,643 |
| Construction in progress | | 1,937,822 | | 1,937,822 | 1,597,818 |
| Other assets | | 1,863,390 | (550,105) | 1,313,285 | 1,337,737 |
| | | 13,163,753 | (2,435,376) | 10,728,377 | 10,524,104 |
| | | | | Parent Company | |
| Machinery and equipment | 8.58 | 6,238,433 | (1,150,965) | 5,087,468 | 5,152,929 |
| Mines and mineral deposits | 0.07 | 2,323 | (3) | 2,320 | 2,320 |
| Buildings | 3.71 | 773,330 | (52,725) | 720,605 | 732,855 |
| Furniture and fixtures | 10.00 | 111,808 | (96,049) | 15,759 | 16,363 |
| Land | | 90,111 | | 90,111 | 89,409 |
| Construction in progress | | 1,186,212 | | 1,186,212 | 982,641 |
| Other assets | 20.00 | 256,092 | (77,418) | 178,674 | 179,350 |
| | | 8,658,309 | (1,377,160) | 7,281,149 | 7,155,867 |

The changes made to property, plant and equipment between June 30 and September 30, 2009 are as follows:

| | | | | | | Consolidated | | |
|---------------|------------------|---------------|---------------|-----------------|-----------------|-----------------------------|-----------------------|------------------|
| | Net 6/30/2009 | Addition | Transfers | Write-offs | Other | Accumulated depreciation | Exchange Variation | Net 9/30/2009 |
| In use | 8,926,286 | 94,276 | 44,466 | (17,920) | (41,407) | (198,534) | (16,612) | 8,790,555 |

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| | | | | | | | | |
|--|-------------------|----------------|-----------------|-----------------|---------------|------------------|-----------------|-------------------|
| Equipment and facilities | 6,074,073 | 32,270 | 60,258 | (18,376) | 5 | (151,052) | (11,832) | 5,985,346 |
| Mines and mineral deposits | 4,563 | | | | | (107) | | 4,456 |
| Buildings | 1,352,973 | 18 | (5,374) | | 308 | (13,448) | (2,776) | 1,331,701 |
| Storehouses | 166,839 | 42,927 | (1,107) | | (41,655) | | | 167,004 |
| Furniture | 23,297 | 153 | | (23) | | (1,046) | (126) | 22,255 |
| Land | 133,643 | 672 | 30 | | | | (833) | 133,512 |
| Hardware | 24,783 | 826 | (2) | (134) | | (1,867) | (83) | 23,523 |
| Other | 1,146,115 | 17,410 | (9,339) | 613 | (65) | (31,014) | (962) | 1,122,758 |
| Work in progress | 1,597,818 | 311,014 | (44,615) | (21,908) | 96,061 | | (548) | 1,937,822 |
| Total property, plant and equipment | 10,524,104 | 405,290 | (149) | (39,828) | 54,654 | (198,534) | (17,160) | 10,728,377 |
| Intangible assets (see Note 12) | 504,981 | 416 | 149 | | (39,462) | (1,860) | | 464,224 |
| Total | 11,029,085 | 405,706 | | (39,828) | 15,192 | (200,394) | (17,160) | 11,192,601 |

Parent Company

| | Net 6/30/2009 | Addition | Transfers | Write-offs | Other | Accumulated depreciation | Net 9/30/2009 |
|--|------------------|----------------|-----------------|-----------------|-----------------|-----------------------------|------------------|
| In use | 6,173,226 | 71,796 | 49,783 | (17,346) | (41,360) | (141,162) | 6,094,937 |
| Equipment and facilities | 5,152,929 | 27,879 | 56,241 | (17,949) | (62) | (131,570) | 5,087,468 |
| Mines and mineral deposits | 2,320 | | | | | | 2,320 |
| Buildings | 732,855 | | (5,374) | | 308 | (7,184) | 720,605 |
| Storehouses | 166,745 | 42,814 | (1,107) | | (41,606) | | 166,846 |
| Furniture | 16,363 | 95 | | | | (699) | 15,759 |
| Land | 89,409 | 672 | 30 | | | | 90,111 |
| Hardware | 14,056 | 246 | | (11) | | (1,064) | 13,227 |
| Other | (1,451) | 90 | (7) | 614 | | (645) | (1,399) |
| Work under construction | 982,641 | 179,582 | (49,825) | (21,337) | 95,151 | | 1,186,212 |
| Total property, plant and equipment | 7,155,867 | 251,378 | (42) | (38,683) | 53,791 | (141,162) | 7,281,149 |
| Intangible assets (see Note 12) | 90,482 | | 42 | | | (972) | 89,552 |
| Total | 7,246,349 | 251,378 | | (38,683) | 53,791 | (142,134) | 7,370,701 |

The loan costs that were capitalized in the Parent Company amounted to R\$56,687 (R\$81,776 as of September 30, 2008) and R\$59,353 (R\$85,771 as of September 30, 2008) in the consolidated. These costs are determined on the financing contracts for the mining, cement and long steel projects.

The Company analyzed the circumstances to verify if there was a possibility of impairment, and based on the analyses performed it did not identify any evidence that the residual book value of the assets or groups of assets was recorded at a value higher than the recovery value, in accordance with its the cash generating units.

As of September 30, 2009, the assets provided as collateral for financial operations totaled R\$47,985 (R\$47,985 as of June 30, 2009).

12. INTANGIBLE ASSETS

| | | | | | Consolidated | |
|--|-------------------------|-----------------------------------|---------|-----------------------------|----------------|-----------|
| | | | | | Residual value | |
| | Useful life terms | Amortization annual rates % | Cost | Accumulated amortization | 9/30/2009 | 6/30/2009 |
| Software | 05 years | 20 | 48,504 | (22,972) | 25,532 | 26,826 |
| Goodwill from expected future profitability | | | 753,917 | (315,225) | 438,692 | 478,155 |
| | | | 802,421 | (338,197) | 464,224 | 504,981 |

Parent Company

Residual value

| | Useful life terms | Amortization annual rates % | Cost | Accumulated amortization | 9/30/2009 | 6/30/2009 |
|--|-------------------------|-----------------------------------|---------|-----------------------------|-----------|-----------|
| Software | 05 years | 20 | 20,172 | (7,221) | 12,951 | 13,881 |
| Goodwill from expected future profitability | | | 283,528 | (206,927) | 76,601 | 76,601 |
| | | | 303,700 | (214,148) | 89,552 | 90,482 |

Software: This is valued at the cost of acquisition, less accumulated amortization and, when applicable, less impairment losses.

Goodwill: The goodwill economic basis is the expected future profitability and, in accordance with the new pronouncements, these amounts are not amortized in the accounting as from January 1, 2009, when they started to be subject only to impairment tests.

**Tax benefit as per CVM
Instruction 349/01**

| | Balance at | | Equity | Transfer | Balance at | |
|--------------------------------|----------------|-----------------|---------------|-----------------|----------------|----------|
| Goodwill on investments | 6/30/2009 | Provision | pick-up | related to | 9/30/2009 | Investor |
| | | | | IR/CSLL | | |
| Parent Company | | | | | | |
| Galvasud | | | 13,091 | | 13,091 | CSN |
| Prada | | | 63,509 | | 63,509 | CSN |
| Subtotal parent company | | | 76,600 | | 76,600 | |
| Galvasud | | | | | | |
| CSN I (*) | 19,837 | (13,091) | | (6,745) | | GalvaSud |
| Prada | | | | | | |
| Inal (*) | 86,412 | (63,509) | | (22,903) | | Prada |
| Onomatopéia | 9,814 | | | (9,814) | | Prada |
| NAMISA | | | | | | |
| CFM | 339,637 | | | | 339,637 | Namisa |
| Cayman do Brasil | 7,481 | | | | 7,481 | Namisa |
| ITASA | 14,974 | | | | 14,974 | CSN |
| Total consolidated | 478,155 | (76,600) | 76,600 | (39,462) | 438,692 | |

(*) Recording of provision in the merging company to reflect the adjustments set forth in CVM Instruction 349/01.

13. DEFERRED CHARGES

In compliance with Law 11,638/07 and the CPC Technical Pronouncement 13, the Company maintains a record of the remaining balance of deferred assets referring to pre-operating expenses recognized up to December 31, 2007.

These assets will be kept in the Company's accounting up to their total amortization and/or write-off due to impairment. As of September 30, 2009, the balance of these assets was R\$29,991 (R\$31,587 as of June 30, 2009) in the Parent Company and R\$35,695 (R\$38,040 as of June 30, 2009) in the consolidated.

14. LOANS, FINANCING AND DEBENTURES

Consolidated

Parent Compan