

**CAJA CARACAS CASA DE BOLSA, C.A.
AND ITS AFFILIATE**

Financial Statements and
Other Supplementary Information

Six-month-periods ended as of
December 31 and June 30 2009

(With the Independent Auditors' Opinion)

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Financial Statements and Other Supplementary Information

Six-month-periods ended as of
Decemebr 31 and June 30 2009

CONTENTS

	<u>Page</u>
Independent Auditors' Opinion	I - II
Audited Financial Statements	
Balance Sheets	1 - 2
Statements of Net Income	3
Statements of Changes in Stockholders' Equity	4
Statements of Cash Flow	5
Notes to the Financial Statements	6 - 43
Other Supplementary Information – Stated in Updated Figures	
Balance Sheets – Annexes I and II	44 - 45
Statements of Income – Annex III	46
Statements of Changes in the Stockholders' Equity – Annex IV	47
Statements of Cash Flow – Annex V	48
Notes to the Supplementary Information – Annex VI	49 - 52

To the Stockholders of
CAJA CARACAS CASA DE BOLSA, C.A.
AND ITS AFFILIATE

We have audited the accompanying consolidated balance sheets of **CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE**, as of December 31 and June 30 June 30 2009, and the related statements of income, changes in the Stockholders' equity and cash flows for the six-month periods then ended. These financial statements and the accompanying notes were prepared by and are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Our audit was performed in agreement with the generally accepted auditing standards. Such standards require that we plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant accounting estimates made by management and the presentation, as a whole, of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

As explained in Note 2 to the financial statements of **CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE**, presents its financial statements in accordance with the regulations established by the National Securities Commission, which differs in some aspects from the generally accepted accounting principles. The accompanying financial statements were prepared with the purpose to comply with standards and practices established by such Organism, and not to be presented in conformity with the generally accepted accounting principles (VEN-NIF).

The consolidated financial statements as of December 31 and June 30 2009, include IBG Trading LLC's financial statements. IBG Trading, LLC is an affiliate totally owned, which financial statements reflect a total assets for Bs. 4,947,783 and Bs. 1,995,201 and total income for Bs. 196,821 and Bs. 172,368 respectively.

In our opinion, the above-mentioned financial statements fairly present in all material respects, the financial position of **CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE**, as of December 31 and June 30 2009, the result of its operations, changes in the stockholders' equity, and its cash flows for the six-month periods then ended, in accordance with the accounting standards and practices established by the National Securities Commission.

Our audit was made for the purpose of expressing an opinion on the financial statements taken as a whole. The financial information included in Annexes I to VI, related to balance sheets, statements of income, changes in the stockholders' equity and cash flows, stated in constant bolivars, are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subject to the same audit procedures applied in the audit of basic financial statements as of December 31 and June 30 2009, and in our opinion, its presentation is in conformity with the standards set forth by the National Securities Commission.

DE LA VEGA, MÁRQUEZ, PERDOMO & ASOCIADOS
(HORWATH VENEZUELA)



Samuel A. Márquez T.
Public Accountant
C.P.A. N° 21.318
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February 12 2010

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CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Consolidated Balance Sheets
(Stated in bolivars)

	December 31 2009	June 30 2009
ASSETS		
AVAILABILITIES	<u>154,598,240</u>	<u>130,045,184</u>
Cash	10,345	8,345
Central Bank of Venezuela	-	77,268,213
Banks and other domestic financial institutions	129,855,476	18,896,659
Banks and other foreign financial institutions	24,779,935	33,871,967
Provision for availabilities	(47,516)	-
INVESTMENTS PORTFOLIO	<u>93,297,058</u>	<u>94,418,410</u>
Portfolio for "T" Commercialization	-	-
Investment portfolio for "PIC" Commercialization	82,170,793	78,778,609
Portfolio for "I" Investment	-	-
Portfolio for commercialization of shares	10,425,354	8,029,195
Investments in term deposits and term placements	700,911	1,914,822
Restricted availability investments	-	5,695,784
Provision for investments in securities	-	-
DIRECT FINANCIAL ASSETS	<u>159,890,378</u>	<u>172,717,626</u>
Financing for reporto operations	-	-
Financial assets indexed to securities	125,224,461	135,565,878
Loans or margin financings	34,665,917	37,151,748
Unauthorized loans	-	-
Provision on unauthorized loans	-	-
EARNED OR RECEIVABLE DIVIDENDS, COMMISSIONS AND FEES	<u>1,579,535</u>	<u>1,661,118</u>
PERMANENT INVESTMENTS	<u>-</u>	<u>-</u>
ATTAINABLE ASSETS	<u>-</u>	<u>-</u>
PROPERTY IN USE	<u>5,007,364</u>	<u>4,686,357</u>
DEFERRED CHARGES	<u>2,490,359</u>	<u>3,475,513</u>
Increase for adjustment at market value of contracts	3,473,267	3,475,513
Decrease for adjustment at market value of contracts	(982,908)	-
OTHER ASSETS	<u>2,746,618</u>	<u>3,932,647</u>
TOTAL ASSETS	<u>419,609,554</u>	<u>410,936,855</u>
DEBTOR CONTINGENT ACCOUNTS	<u>324,702,809</u>	<u>351,427,131</u>
Rights for reporto financing	-	-
Rights for spot operations, forward and future of foreign currency and securities	324,702,809	351,427,131
Rights for other contingent operations	-	-
CONFIDENTIAL ASSIGNMENTS	<u>-</u>	<u>65,543,864</u>
Financial liabilities indexed to securities	-	-
Portfolio administration	-	-
Custody	-	65,543,864
OTHER DEBTOR MEMORANDUM ACCOUNTS	<u>-</u>	<u>-</u>

The accompanying notes are integral part of the financial statements.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Consolidated Balance Sheets
(Stated in bolivars)

	December 31 2009	June 30 2009
LIABILITY AND EQUITY		
FUNDING OF RESOURCES AUTHORIZED BY THE NATIONAL COMMISSION OF SECURITIES	<u>-</u>	<u>-</u>
Obligations at sight	-	-
Debt securities object of public offering issued by the institution	-	-
DIRECT FINANCIAL LIABILITIES	<u>277,724,447</u>	<u>303,139,731</u>
Obligations with domestic banks and EAP up to one year	99,115	213,166
Obligations with foreign banks and EAP over one year	3,268,233	9,704,854
Financial liabilities indexed to securities	274,357,098	293,221,711
PAYABLE INTERESTS AND COMMISSIONS	-	-
DEFERRED CREDITS	-	-
LABOR LIABILITIES	1,332,004	1,316,779
ADMINISTRATIVE LIABILITIES	4,513,279	2,003,460
DEFERRED INCOME	-	-
SUBORDINATE OBLIGATIONS	-	-
OBLIGATIONS CONVERTIBLE INTO CAPITAL	-	-
LONG TERM LIABILITIES	36,510	-
OTHER LIABILITIES	<u>5,789,768</u>	<u>12,753,205</u>
TOTAL LIABILITIES	<u>289,396,008</u>	<u>319,213,175</u>
EQUITY		
CORPORATE CAPITAL		
Paid in corporate capital	40,000,000	3,000,000
EQUITY INCREASES	-	-
CAPITAL RESERVES	4,000,000	300,000
ACCRUED RESULTS	<u>79,911,829</u>	<u>87,500,891</u>
Results of the fiscal year	33,110,937	36,245,690
Retained earnings	46,800,892	51,255,201
UNREALIZED SURPLUS (DEFICIT) FOR ADJUSTMENT AT MARKET VALUE	<u>6,301,717</u>	<u>922,789</u>
TOTAL EQUITY	<u>130,213,546</u>	<u>91,723,680</u>
TOTAL LIABILITY AND EQUITY	<u>419,609,554</u>	<u>410,936,855</u>
CREDITOR CURRENT ACCOUNTS	<u>324,702,809</u>	<u>351,427,131</u>
Rights for reporto financings	-	-
Rights for spot operations, forward and future of foreign currency and securities	324,702,809	351,427,131
Rights for other contingent operations	-	-
CONFIDENTIAL ASSIGNMENTS	<u>100,312,596</u>	<u>65,543,864</u>
Portfolio administration	-	-
Custory	100,312,596	65,543,864
OTHER CREDITOR MEMORANDUM ACCOUNTS	<u>-</u>	<u>-</u>

The accompanying notes are integral part of the financial statements.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Income Statements
(Stated in bolivars)

	Six-month-period ended as of	
	December 31	June 30
	<u>2009</u>	<u>2009</u>
FINANCIAL INCOME	<u>21,145,531</u>	<u>21,651,066</u>
Yieldings for investments classified in the comemrcialization "I" portfolio	-	-
Yieldings for investments classified in the "PIC" commercialization portfolio	6,625,511	6,204,284
Yieldings for investments classified in the "I" portfolio	-	-
Dividends for stocks classified in the portfolio for stocks commercialization	49,547	112,409
Yieldings for margin financings	6,892,052	5,273,502
Yieldings for reporto financing	-	-
Yieldings for indexed financial assets	7,352,520	8,867,871
Yieldings for investments in deposits and bank placements	225,900	1,193,000
FINANCIAL EXPENSES	<u>15,783,481</u>	<u>15,686,282</u>
Interests for obligations for reporto operations	-	-
Interests for financial liabilities indexed to securities	15,783,322	15,686,209
Interest for loans for margin financings	-	-
Interests for obligations for bank financings	159	73
Interests for securities issued by the institution	-	-
Interests for other direct financial liabilities	-	-
GROSS FINANCIAL MARGIN	5,362,050	5,964,784
Income for recoveries of financial assets	-	-
Expenses for provisions and devaluation of financial assets	<u>47,516</u>	<u>-</u>
NET FINANCIAL MARGIN	5,314,534	5,964,784
FEES, COMMISSIONS AND OTHER INCOME	<u>39,629,316</u>	<u>37,100,968</u>
Fees and commissions	2,630,900	(1,694,591)
Result for adjustment at market value of investments classified in the "T" portfolio	-	-
Differences in exchange	(587,474)	143,062
Earning in sale of ivnvestments in securities	37,184,058	38,489,321
Other income	<u>401,832</u>	<u>163,176</u>
RESULT IN FINANCIAL OPERATION	44,943,850	43,065,752
LESS:		
OPERATIVE EXPENSES	<u>11,778,065</u>	<u>6,752,424</u>
Wages and salaries	4,590,143	2,715,793
Depreciation, expenses of properties and amortization of intangible	646,766	348,136
Other expenses	<u>6,541,156</u>	<u>3,688,495</u>
RESULT IN OPERATIONS BEFORE TAX	33,165,785	36,313,328
Income tax	<u>54,848</u>	<u>67,638</u>
NET INCOME OF THE FISCAL YEAR	<u><u>33,110,937</u></u>	<u><u>36,245,690</u></u>

The accompanying notes are integral part of the financial statements .

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Statements of Equity in Stockholders' Equity
Six-month-periods ended as of December 31 and June 30 2009
(Stated in bolivars)

	Corporate capital	Capital reserves	Accrued results	Unrealized Surplus (Deficit) for adjustment at market value	Total Equity
Balance as of December 31 2008	3,000,000	300,000	51,255,201	(2,950,466)	51,604,735
Net result of the fiscal year	-	-	36,245,690	-	36,245,690
Adjustment at market value	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,873,255</u>	<u>3,873,255</u>
Balance as of June 30 2009	3,000,000	300,000	87,500,891	922,789	91,723,680
Capital Increase and Reserves (Note 12)	37,000,000	3,700,000	(40,700,000)		
Net result of the fiscal year	-	-	33,110,937	-	33,110,937
Adjustment at market value	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,378,928</u>	<u>5,378,928</u>
Balance as of December 31 2009	<u>40,000,000</u>	<u>4,000,000</u>	<u>79,911,829</u>	<u>6,301,717</u>	<u>130,213,546</u>

The accompanying notes are integral part of the financial statements.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Statements of Cash Flow
(Stated in bolivars)

	Six-month-periods ended as of	
	December 31	June 30
	2009	2009
Operational activities:		
Net result	33,110,937	36,245,690
Adjustments to reconcile the net result with the net cash provided (used) for operational activities		
Depreciation and amortization	427,453	807,355
Valuation forward operations recorded against results	985,154	(3,963,948)
Net variation of social liabilities.	15,225	677,914
Variation in operational assets and liabilities and earned receivable fees	81,583	1,572,346
Other assets	1,002,648	(637,438)
Direct financial assets	12,827,248	59,194,300
Administrative liabilities	2,509,819	(157,185)
Other assets	(6,963,437)	10,290,155
Long Term Liability	36,510	-
Net cash provided for operational activities	44,033,140	104,029,189
Investment activities:		
Net variation of investment portfolios	6,500,280	35,912,505
Additions in properties in use of the affiliate	(99,368)	(2,754)
Additions in properties in use	(465,712)	(631,790)
Cash provided for investment activities	5,935,200	35,277,961
Financing activities:		
Direct financial liabilities	(25,415,284)	(74,842,100)
Net cash (used) in financing activities	(25,415,284)	(74,842,100)
Net increase in cash and cash equivalent	24,553,056	64,465,050
Cash and cash equivalent at the beginning of the six-month-period	130,045,184	65,580,134
Cash and cash equivalent at the end of the six-month period	154,598,240	130,045,184

The accompanying notes are integral part of the financial statements.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements
December 31 and June 30 2009

1. Incorporation, Activity and Closing of the Fiscal Year

Caja Caracas Casa de Bolsa, C.A. (formerly named La Caja Sociedad de Corretaje de Títulos Valores, C.A.) was initially incorporated with the corporate name of Finanzas y Valores Finvalor, C.A. on February 07 1996. Its main purpose is to operate in the primary and secondary markets as broker dealer in intermediation activities and others related which include to sign placement and distribution of securities contracts with issuer entities, to negotiate on its own or on behalf of third parties debt or capital titles in conformity with the legislation in force, rendering administrative-financial services.

The Company is ruled by the National Securities Commission and must comply with the provisions established by the Capital Market Law for those companies operating in the primary and secondary markets as public brokers of securities.

The company closes its fiscal year as of June 30 and December 31 each year, as established by the National Securities Commission in the Accounting Manual and Chart of Accounts in force since January 2001.

The affiliate named IBG Trading, LLC, incorporated, domiciled and existing according to the United States of America law is a company supplier of investment services with license to operate as broker dealer, regulated by the National Association of Securities Dealers (NASD), by the Security and Exchange Commission (SEC) and by the National Futures Association.

2. Summary of Important Accounting Policies

The Company's financial statements have been prepared in conformity with the instructions contained in the Accounting Manual and Chart of Accounts established by the National Securities Commission. Such standards and instructions differ from the Generally Accepted Accounting Principles in the following:

- The GAAP establishes the presentation of the financial statements adjusted for inflation according to the guidelines established in the application bulletin (VEN-NIF-2) (BA-VEN-NIF-2) as basic information. The National Securities Commission requires the presentation of the brokerage firm's financial statements adjusted for the effects of the inflation as supplementary information.

Updating of the financial statements for effects of the inflation produces decreases in the net results for the six-month periods ended as of December 31 and June 30 2009, for Bs. 11,062,161 and Bs. 1,361,324, respectively and net increases in the equity for Bs. 2,576,490 and Bs.13,757,661, respectively.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

According to the standards, the investment corresponding to the share in Bolsa de Valores de Caracas, C.A., included in the caption investment portfolio (See Note 3), is presented at its market value and the excess existing with respect to the acquisition cost, is included in the equity account "Unrealized surplus for adjustment at restricted market value". According to the generally accepted accounting principles investments in not- available-to-sale investments in stocks, are presented at cost when less than 20% is owned, and in the case of existing non temporary decreases in its value, a reduction in the cost must be recorded.

Assets and liabilities in foreign currency

Foreign currency operations must be recorded at the exchange rate in force at the date they are carried out. As of June 30 2009 and December 31 2008, assets and liabilities in foreign currency are presented at the exchange rate of Bs. 2.1446/US\$ 1 for both six-month periods. Earnings and losses in exchange are included in the results of the periods they are originated.

Investments Portfolio for Comemrcialization "T"

Under this category all certificate of indebtedness which have been purchased to be immediately commercialized are classified. Said certificates must comply with the following conditions:

- Permanence: Securities classified in Portfolio for Commercialization "T", must be negotiated and removed in a term which will not exceed 90 days from the value date of their acquisition.
- Valuation: the value of certificate of indebtedness classified in portfolio "T" at the date of closing will reflect the adjustment at market value by price and type of exchange. The earning or loss coming from the adjustment at market value and/or sale of certificate of indebtedness are included in the income statement under caption fees, commissions and other income.
- Reclassification: Certificate of indebtedness classified in portfolio for Commercialization "T" can not be reclassified in any other category of certificate of indebtedness securities portfolio.

Investments Portfolio for Commercialization "PIC"

All those indebtteness securities which have been acquired as investments to be later commercialized, are classified in the Investments Portfolio for Commercialization "PIC". Such certificates must comply with the following conditions:

- Permanence: The Certificate of indebtedness may indefinitely remain in the Investment for Commercialization "PIC" portfolio of the Brokerage Firm.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

- Valuation: The Certificate of indebtedness classified in Portfolio "PIC" are recorded at value date, at acquisition cost, which includes brokerage commissions. Certificate of indebtedness are adjusted at market value daily. Investments in foreign currency are valued separately by price and type of exchange. Earnings or losses product of the adjustment at market value are recorded in just one account, forming part of the equity.
- Reclassification: Certificate of indebtedness in the Investment for Commercialization "PIC" portfolio, shall be reclassified only in the Investment "I" portfolio once the Company has obtained authorization from the National Securities Commission. Once these certificates are reclassified, shall be subject to the conditions established for Certificates of indebtedness in the Investment "I" portfolio.

Portfolio of Investment "I"

All Certificates of indebtedness which had been acquired for exclusive purposes of investment, shall be classified in the Investment "I" portfolio up to the maturity provided in the contract without considering their commercialization before such maturity. To classify a certificate in the Investment "I" Portfolio, written approval and authorization from the National Securities Commission is required. Such certificates must comply with the following conditions:

- Permanence: Certificates of indebtedness must remain in the Investment "I" Portfolio up to the date provided in the contract and shall not be sold before that date.
- Valuation: In the daily date of closing the certificates denominated in foreign currency shall be valued by type of exchange at closing and must reflect the adjustment for amortization of Premium or discount.
- Reclassification: Certificates of indebtedness shall be reclassified in any other category of the Certificate of Indebtedness Portfolio, subject to written authorization by the National Securities Commission. By that moment the Regulator Organ shall establish the accounting treatment of the differences originated between the book value and the value of the certificate of indebtedness removed from the "I" Portfolio, adjusted at market value by the moment of reclassification. Once the Certificate of Indebtedness have been reclassified in another Portfolio, all the corresponding rules to the new category shall be applied.

Consolidation

Consolidated financial statements include accounts of Caja Caracas Casa de Bolsa, C.A. and its affiliate owned 100%. The affiliate company presents its financial statements according to the generally accepted accounting principles in the United States of America. For effects of consolidation were translated into functional currency which is the bolivar. Likewise, the financial statements were adapted to the standards established by the National Securities Commission. All transactions and significant balances between the consolidated entities have been eliminated in the consolidation.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Translation of the financial statements of the affiliate abroad

Assets and liabilities are translated at the closing exchange rate. The affiliate was purchased during the six-month period ended as of June 30, 2007.

Portfolio for Commercialization of Stocks

Stocks assigned to be commercialized and which sharing percentage in the issuing entity is lower than 20% of their equity, are classified in the portfolio for commercialization of stocks. These stocks may indefinitely remain in the portfolio for commercialization of stocks.

Stocks object of public offering issued as established in the Capital Market Law or in the Law of Entities of Joint Investment, are subject to classification of portfolio for commercialization. This category includes the stock in Bolsa de Valores de Caracas, C.A.

Securities classified in the portfolio for commercialization of stocks are recorded at value date, at their acquisition cost, which includes brokerage commissions. The stocks object of public offering are adjusted daily at their market value when the holding percentage is lower than 20%. Investments denominated in foreign currency are valued separately by price and type of exchange. Earnings or losses coming from the adjustment at market value are recorded in separate accounts as part of the equity.

On daily closing date the stocks which are not object of public offering, classified in the Portfolio for Commercialization of Stocks issued by Entities other than Institutions ruled by the General Law of Banks and Other Financial Institutions, the Law of the Saving and Loan National System and the Capital Market Law and their equivalent abroad, are accounted at cost and will be subject to the provisions system.

Investments in Deposits and Term Placements

Under this caption are classified investments in deposits and term deposits which generate interests which are issued by financial institutions ruled by the Decree with Force of Law of Reformation of the General Law of Banks and Other Financial Institutions, the Law of the Saving and Loans National System and equivalent institutions abroad.

Direct Financial Assets

Include assets where the Company does not take direct risks with the debtor but risk is of the issuer. Among these assets are:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Financial Assets Indexed to Securities

Include titles delivered as loan or mutual on behalf of the Company acting in its capacity as lender, with the right to receive from the customer or borrower, in the stipulated moment and place, the same amount of securities with similar characteristics to those delivered, as well as any payment of interests, dividends or capital amortizations that the issuer of the title had performed upon closing of the contract, plus the compensation for the loan operation.

Loans or Margin Financing

The Company grants loans or margin financings to its customers, based on a percentage or capital margin with the following characteristics:

- Customers contributions in Money or securities as condition to granting loans at the given margin rate. Contributions in securities are carried out under the way of loan or mutual of those securities subject to financing, which are recorded both in the investment portfolio or in the direct financial liability under denomination of indexed financial liabilities to securities.
- Financing is at sight.
- The relation of margin to be maintained can not be lower than 20%.

Reporto Operations

Correspond to operations where the Company acts as reporter or reported for an agreed amount of money, transferring property of credit titles or securities to the reporter, who is obliged to transfer to the reported in a term also agreed, the property of other titles of the same kind against returning of a paid price plus a apremium. These operations are recorded at the agreed market value in the moment to agree the reporto and are adjusted at their reasonable value at closing of each month.

Receivable earned interets, dividends, commissions and fees

This caption is made up of receivable interests and commissions for specific services of market capital, such as: commissions for stock exchange and administration services.

Property in Use

Properties in use are valuated at acquisition date, at their original cost value. Items substantially increasing the useful life of assets are capitalized. Maintenance costs and ordinary repairments are recorded as they are incurred. Depreciation is calculated by the straight line method, using an estimated useful life which fluctuates between four and ten years. Assets which costs are lower than 190 taxable units are recorded with charge to the expenses account.

Repairment and maintenance expenses are directly charged to the results, and improvements are added to cost.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Other assets

This caption includes the following:

- **Software**

Expenditures carried out for acquisition of software are presented at their historic cost. Amortization is calculated in a term of four (4) years.

- **Prepaid expenses**

Prepaid expenses are made up of expenditures carried out before generation of the respective expense, which will be performed within the normal cycle of operations one (1) year.

- **Receivable accounts**

Collection rights against third parties are gathered under category other assets, as their amount are not significant.

Direct Financial Liabilities

Include securities borrowed with the Company acting as mutual, with the commitment to return the same amount of securities with characteristics similar to those borrowed, on an agreed date, as well as any interests, dividends or capital amortization payments carried out by the issuer for the duration of the contract and compensation for the loan operation (mutual contracts or securities loans).

Borrowed securities are presented under caption investment for commercialization "PIC" portfolio, while the liability is recorded at its reasonable value under caption "Direct financial liabilities" in the account "Financial liabilities indexed to securities".

The unrealized profit or loss for valuation of financial assets and liabilities indexed to securities are recorded at their reasonable value.

In the case of obligations for reporto operations (sale of titles and/or credits to be repurchased), it is established that a Company acts as reported when it sells a title at market value, included accrued interests, with the commitment to repurchase the title in the future to the original purchaser (reporter).

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Payable interests and commissions

All payable commissions for specific services of the capital market, such as commissions for stock exchange and bank services; services of safekeeping and transfer of value agents and interests generated for reporto obligations, are included in this account.

Labor liabilities

Labor liabilities are made up of all those payable accounts originated from employers and labor contributions coming from the compliance with the social laws in force. As of December 31 and June 30, 2009, the Company accrued the liability corresponding to labor indemnities to comply with disposition of Article N° 108 of the Labor Organic Law, which refers to calculation of five (5) days of indemnity for age for each month of service. As of December 31 and June 30, 2009, the Company maintains provision for severance payment for Bs. 637,015 and Bs. 498,412 respectively (Note 9).

Other liabilities

Other liabilities are made up of all allowances for payment of income tax and Municipal taxes. Likewise, this caption includes other items to be applied, in which some stock Exchange operations are recorded temporarily.

Provisions

Stocks not subject to public offering issued by entities other than institutions ruled by the General Law of Banks and Other Financial Institutions, Law of Saving and Loan National System and the Law of Capital Markets and their equivalent abroad, will be subject to a provision of 100% on the same acquisition date.

Likewise, any asset different to drafts and promissory notes with bank guarantee or loan or margin financing which is accounted as money loan with direct credit risk, will be subject to a provision of 100% at the value date of the operation.

Loans or margin financings, financings for reporto or financial assets indexed to securities, in the case of these three assumption of operations with stockholders, related natural or legal persons, affiliate or associated, including directors, managers, counselors, secretaries, officers and other employees, will be subject to a provision of 100% in the value date of the operation.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Any loan or margin financing which debtor balance is equal or exceeds the market value of the margin securities portfolio financed to the customer will be subject to a provision of 100% of the debtor balance of the loan or financing of margin on the date this event occurs.

Income for fees, commissions and others

This caption is mainly made up of commissions of capital market sepecifics services (stock exchange services), differences in exchange coming from valuation of availabilities in foreign currency according to type of reference exchange and the profit or loss in sale of investment s in securities.

Financial income and expenses

Yieldings for investments, other credits, deposits and bank placements are recognized as income when they are earned.

Interests for bank promissory notes are recorded as financial expenses when they are generated.

Income tax

Income tax is calculated according to the Fiscal Legislation in force.

Deferred income tax is originated from the taxable effect of the discrepancies between the accounting and the taxable criteria, in regard to the recognition of the results.

Statements of cash Flow

For the purposes of the cash flow, the Company considers its availabilities as cash and cash equivalent.

Transactions in foreign currency

Transactions in foreign currency are recorded at the echange rate in force at the date of the transaction. Balances in foreign currency as of December 31 and June 30 2009, are presented at the controlled exchange rate of Bs. 2,144.6 per US\$1.00. Profits or losses in exchange of operations in foreign currency realized or unrealizewd are included in the results of the six-month-period.

Financial Instruments with Risk Off Balance Sheet

Contingent accounts

Contracts to future of purchase and sale of securities (forward) held with the purpose to be negotiated or for handling the price risk (coverage) are included in this account.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Confidential Assignments

Securities delivered by customers to the Company to be kept under custody are included in this account.

Other Memorandum Accounts

The value of the guarantee in favor of Bolsa de Valores de Caracas to be able to operate before it, and lines of credit received from banks are recorded in this account.

Fair Value of the Financial Instruments

Following methods and assumptions are used by the Company in the estimation of the fair value of the financial instruments:

- Availabilites, availabilities are brought up near their fair value.
- Investments portfolio, the fair value for investments portfolio are based on their fair market value when they are available.
- Receivable earned interests, dividends, commissions and fees, recorded amounts, are brought up near their fair values.
- Deposits from customers authorized by the Commission, since they are at short term, are brought up near their fair values.
- Payable interest and commissions, recorded amounts, are brought up near their fair values.

Use of estimations in the preparation of the Financial Statements

Preparation of the financial statements, according to the generally accepted accounting standards established by the Venezuela National Securities Commission, requires that the management make estimations and statements on the presented assets and liabilities amounts, in the disclosures on contingent assets and liabilities at the date of the financial statements and the income and expenses amounts presented during the respective period. The real results may vary in regard to the original estimations.

3. Investments Portfolio

Investments in debt titles and shares have been classified in the financial statements according to the Management's intention, as indicated in the following detail stated in bolivars:

	December 31 2009	June 30 2009
Investment portfolio for "PIC" commercialization	82,170,793	78,778,609
Portfolio for stocks commercialization	10,425,354	8,029,195
Investment in term deposits and placements	700,911	1,914,822
Investments of restricted availability	-	5,695,784
	<u>93,297,058</u>	<u>94,418,410</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Investment Portfolio for "PIC" Commercialization

These investments are made up of as follows, stated in bolivars:

	December 31 2009		
	Amortization cost	Earning of (loss) for adjustment at market value	Market value
Bonds and obligations issued or endorsed by the nation			
PET015, with face value Bs.1,426,700, annual yielding 5% and term to maturity 2.158 days	196,134	(6,217)	189,917
PET016, with face value Bs.323,600, annual yielding 5.13% and term to maturity 2.524 days	60,349	(4,734)	55,615
TF0819, with face value Bs.140,000, annual yielding 9.88% and term to maturity 1.851 days	18,602	(6,422)	12,180
TF 0311, with face value Bs. 5,000,000, annual yielding 9.25% and term to maturity 458 days.	4,900,168	(168)	4,900,000
TIC015, with face value Bs. 24,072,016; annual yielding 7.13% and term to maturity 1.946 days	22,720,570	875	22,721,445
TIC019, with face value Bs. 219,500, annual yielding 5.25% and term to maturity 3.398 days.	382,242	(40,311)	341,931
TIC013, with face value Bs. 10,500,000, annual yielding 7.13% and term to maturity 1.453 days.	22,117,019	(49,085)	22,067,934
PET\$11, with face value Bs. 2,371,000, annual yielding 0% and term to maturity 587 days.	288,797	41,060	329,857
VENZ23, with face value Bs. 627,700, annual yielding 9.00% and term to maturity 4.906 days.	97,598	(942)	96,655
PDV417, with face value Bs. 413,000, annual yielding 5.25% and term to maturity 2.690 days.	36,799	2,895	39,694
PDV427, with face value Bs. 372,000, annual yielding 5.38% and term to maturity 6.342 days.	29,472	2,540	32,012
PDV437, with face value Bs. 187,600, annual yielding 5.50% and term to maturity -26.530 days.	14,720	1,165	15,885
GL2018, with face value Bs. 84,000, annual yielding 13.63% and term to maturity 3.180 days.	115,330	53,970	169,300
VENZ19, with face value Bs. 2,517,000, annual yielding 7.75% and term to maturity 3.604 days.	685,231	14,258	699,489
VENZ24, with face value Bs. 2,470,000, annual yielding 8.25% and term to maturity 5.431 days.	334,151	(1,780)	332,370
VENZ38, with face value Bs. 753,500, annual yielding 7.00% and term to maturity 10.348 days.	15,548	(469)	15,079
VENZ10, with face value Bs. 160,000, annual yielding 5.38% and term to maturity 250 days.	334,249	2,127	336,376
PET014, with face value Bs.1,426,700, annual yielding 4.90% and term to maturity 1.793 days	379,173	13,342	392,514
TIC017, with face value Bs. 19,000, annual yielding 6.25% and term to maturity 2.684 days.	16,706	1,269	17,976
	<u>52,742,858</u>	<u>23,372</u>	<u>52,766,230</u>
Obligations issued by private companies different to domestic Banks and EAPS			
OQ1912, with face value Bs. 9,666,667, annual yielding 16.56% and term to maturity 1.054 days.	9,570,000	-	9,570,000
	<u>9,570,000</u>	<u>-</u>	<u>9,570,000</u>
Bonds and obligations Issued or Guaranteed or Endorsed by Republics and/or Sovereign Governments or its Central			
TB0210, with face value Bs.1,700,000, annual yielding 0% and term to maturity 73 days.	3,654,589	(8,813)	3,645,776
GE EUR, with face value Bs.48,000, annual yielding 4.38% and term to maturity 51 days.	149,135	(1,618)	147,518
BP CAP, with face value Bs.500,000, annual yielding 4.25% and term to maturity 406 days.	1,591,327	(10,329)	1,580,997
CS EUR, with face value Bs.500,000, annual yielding 5.13% and term to maturity 490 days.	1,611,540	(10,437)	1,601,103
UBS EU, with face value Bs.500,000, annual yielding 5.38% and term to maturity 497 days.	1,607,089	(7,981)	1,599,108
COMAUS, with face value Bs.500,000, annual yielding 5.88% and term to maturity 606 days.	1,637,187	(11,066)	1,626,121
GE EU2, with face value Bs.1,000,000, annual yielding 5.75% and term to maturity 662 days.	3,253,776	(15,962)	3,237,814
GS EUR, with face value Bs.1,000,000, annual yielding 6.50% and term to maturity 313 days.	3,214,362	(32,722)	3,181,640
MS EUR, with face value Bs.1,000,000, annual yielding 6.50% and term to maturity 501 days.	3,227,684	(13,199)	3,214,485
	<u>19,946,689</u>	<u>(112,126)</u>	<u>19,834,563</u>
	<u>82,259,547</u>	<u>(88,754)</u>	<u>82,170,793</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Investment Portfolio for "PIC" Commercialization

These investments are made up of as follows, stated in bolivars:

	June 30 2009		
	Amortization cost	Earning or (loss) for adjustment at market value	Market value
Bonds and obligations issued or endorsed by the nation			
TIC015, with face value Bs. 9,214,020.66; annual yielding 7.12% term to maturity 2.740 days	5,769,115	(29,069)	5,740,046
TF 0311, with face value Bs. 2,999,999, annual yielding 9.25% and term to maturity 1.821 days.	2,849,215	784	2,849,999
TF 0819, with face value Bs. 14,000, annual yielding 9.87% and term to maturity 2.873 days.	18,602	(7,629)	10,973
VENZ16, with face value Bs. 15,012,200, annual yielding 5.75% term to maturity 3.405 days.	8,863,632	(236,120)	8,627,511
VENZ10, with face value Bs. 230,711.80, annual yielding 5.38% term to maturity 2.557 days.	66,667	(212)	66,455
VENZ23, with face value Bs. 12,598.92 annual yielding 9.00% term to maturity 5.478 days.	79,985	(5,043)	74,941
PDV417, with face value Bs. 795,866.32 annual yielding 5.25% term to maturity 3.653 days.	125,579	45,948	171,527
PDV427, with face value Bs. 800,577.12 annual yielding 5.38% term to maturity 7.305 days.	105,429	36,030	141,459
PDV437, with face value Bs. 376,888.56 annual yielding 5.50% term to maturity 25.567 days.	51,844	18,079	69,923
VENZ13, with face value Bs. 4,289,200 annual yielding 10.5% term to maturity 3.653 days.	3,457,095	(62,708)	3,394,387
TIC019, with face value Bs. 138,326.70 annual yielding 5.25% term to maturity 4.396 days.	131,024	10	131,034
TIC013, with face value Bs. 7,506,100 annual yielding 7.12% term to maturity 2.366 days.	7,457,056	(86,441)	7,370,615
VB0413, with face value Bs. 4,029,269 annual yielding 13.51% and term to maturity 1.435 days.	3,977,763	(9,134)	3,968,629
	<u>32,953,005</u>	<u>(335,507)</u>	<u>32,617,498</u>
Bonds and obligations issued or endorsed by republics and/or sovereign governments			
GSC735, with face value Bs. 4,289,200, annual yielding 7.35% and term to maturity 3.656 days.	4,321,369	(7,721)	4,313,648
BODE15, with face value Bs. 89,189.20, annual yielding 7.00% and term to maturity 3.243 days.	1,641	461	2,102
MS425, with face value Bs. 6,433,800, annual yielding 4.25% and term to maturity 2.565 days.	6,375,896	168,115	6,544,011
GS6875, with face value Bs. 2,144,600, annual yielding 6.88% and term to maturity 3.651 days.	2,208,938	72,573	2,281,511
RBS737, with face value Bs. 6,433,800, annual yielding 7.38% and term to maturity 3.656 days.	6,379,113	135,110	6,514,223
TB0210, with face value Bs. 3,645,820, annual yielding 0.00% and term to maturity 364 days.	4,253,204	(618,828)	3,634,376
	<u>23,540,160</u>	<u>(250,290)</u>	<u>23,289,870</u>
Obligations issued by Foreign Banks and EAPs			
DEU425, with face value Bs. 653,923.70, annual yielding 4.25% and term to maturity 3.834 days.	657,193	(1,952)	655,241
Obligations issued by private companies different to domestic Banks and EAPS			
FC0101, with face value Bs. 1,500,000, annual yielding 17.68% and term to maturity 1.461 days.	1,500,000	-	1,500,000
SP0410, with face value Bs. 8,000,000, annual yielding 12.00% and term to maturity 1.264 days.	8,496,000	-	8,496,000
OQ1912, with face value Bs. 10,000,000, annual yielding 18.12% and term to maturity 1.827 days.	10,000,000	-	10,000,000
Veneq, with face value Bs. 2,220,000, annual yielding 12.50% and term to maturity 1.096 days.	2,220,000	-	2,220,000
	<u>22,216,000</u>	<u>-</u>	<u>22,216,000</u>
	<u>79,366,358</u>	<u>(587,750)</u>	<u>78,778,609</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Following is summary by maturity of debt securities, classified in the investments for “PIC” commercialization investments, stated in bolivars:

	December 31, 2009		June 30, 2009	
	Amortized Cost	Market Value	Amortized Cost	Market Value
Less than one year	7,367,056	7,327,196	-	-
Between one and five years	50,183,760	50,119,934	20,446,967	19,819,004
Between five and ten years	23,546,733	23,548,057	41,401,823	41,211,711
Over ten years	1,161,998	1,175,606	17,517,568	17,747,894
	82,259,547	82,170,793	79,366,358	78,778,609

As of December 31 and June 30 2009, the Company recorded realized net earnings product of the sale of investments classified in the Investments for “PIC” Commercialization Portfolio for Bs. 37,184,058 and Bs. 38,489,321 respectively, which are presented in the retained earnings statement, in the item “earning (or loss) in sale of investments in securities”. The cost of such investments is used to calculate the realized earnings corresponds to the acquisition cost.

Portfolio for Commercialization of Stocks:

	December 31 2009		
	Amortization Cost	Earning or (loss) for adjustment at market value	Amortization Cost
Portafolio para comercialización de acciones			
Banco Provincial, S.A. Banco Universal	170,796	15,684	186,480
PROAGRO	237,640	(42,640)	195,000
Cemex Venezuela I	154,720	(14,720)	140,000
Cemex Venezuela II	444,808	(47,208)	397,600
Banco Nacional de Crédito C.A.	3,955,794	791,157	4,746,951
Internacional Briquettes Holding	58,791	(9,331)	49,460
CITIGROUP INC	892,314	(182,451)	709,863
	5,914,863	510,491	6,425,354
Acción de la Bolsa de Valores de Caracas	650,000	3,350,000	4,000,000
	6,564,863	3,860,491	10,425,354

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	June 30, 2009		
	Amortization Cost	Earning or (loss) for adjustment at market value	Amortization Cost
Portfolio for stocks commercialization:			
Corimon A C.A.	1,100	165	1,265
Banco Provincial, S.A. Banco Universal	60,703	2,533	63,236
Dominguez & Cia, S.A.	21,544	756	22,301
International Briquettes Holding	58,791	(10,791)	48,000
PGR	195,601	(21,991)	173,610
Cemex Venezuela I	154,720	(14,720)	140,000
Cemex Venezuela II	444,808	(52,808)	392,000
SIVENSA	582,787	(124,594)	458,193
Banco Nacional de Crédito	2,244,263	(103,781)	2,140,482
CIRIGROUP INC	450,366	(4,504)	445,862
Research in Motion	1,487,215	(405,050)	1,082,165
Citigroup Capital	747,784	54,296	802,080
	6,449,681	(683,941)	5,769,195
Stock of the Caracas Stock Exchange	650,000	1,610,000	2,260,000
	7,099,681	926,059	8,029,195

As result of the difference between the market value and the book value of the six-month period ended as of Decemembr 31 2009, the Company increased in Bs. 1,740,000, the Stock (place) in Bolsa de Valores de Caracas, C.A., included in the Portfolio for Commercialization of Stocks.

Following is detail of investments in term deposits and placements as of December 31 and June 30 2009, stated in bolivars:

	December 31 2009	
	Acquisition Cost	Market Value
<u>Investment of term deposits and term placements</u>		
Commerce Bank (US\$ 56,077.82 with face value Bs. 120,265, annual yielding 2.60%	120,265	120,265
Bancaribe Curacao Bank N.Y. (US\$ 35,738.37) face value Bs. 76,645, annual yielding 2.60%	76,645	76,645
Goldman Sachs (US\$ 146,712.21) with face value Bs. 314,639, annual yielding 2.60%	314,639	314,639
Interactive Br. (US\$ 88,295.58) with face value Bs. 189,359	189,359	189,359
Lehman Brothers (US\$ 2.14) with face value Bs. 5	5	5
	700,911	700,911

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	June 30, 2009	
	Acquisition Cost	Market Value
<u>Investment in term deposits and term placements</u>		
Commerce Bank (US\$ 56,077) with face value Bs. 120,265, annual yielding 2.60%	120,265	120,265
Bancaribe Curacao Bank, N.Y. (US\$35,738) with face value Bs. 76,644, annual yielding 2.60%	76,644	76,644
Goldman Sachs (US\$ 149,148.73) with face value Bs. 319,864, annual yielding 2.60%	319,864	319,864
Bear Sterns (US\$ 10,084.79) with face value Bs. 21,628	21,627	21,627
JPMorgan (US\$300,742.99) with face value Bs. 644,973	644,973	644,973
Morgan Stanley (US\$2,853) with face value Bs. 6,439	6,118	6,118
Interactive Br. (US\$ 338,191.40),with face value Bs. 725,282	725,282	725,282
Citi Smith Barney (US\$ 20.39),with face value Bs. 44	44	44
Lehman Brothers (US\$ 2.18), with face value Bs. 5	5	5
	1,914,822	1,914,822

As of June 30 2009, the restricted availability investment for Bs. 5,695,784, equivalent to U.S. \$ 2,655,872 corresponds to an active reporto, with value date June 30 2009 and maturity on July 01 2009, at a rate of 3.5 % guaranteed with the title TICC082016.

As of December 31 2009, the balance presented as Investments in term deposits and placements, includes Bs. 196,909 which correspond to Caja Caracas Casa de Bolsa C.A., and Bs. 504,002 to its affiliate IBG Trading LLC, equivalent to US\$. 91,816 and US\$. 235,010 respectively. While for the six-month period ended as of June 30 2009, the balance presented as Investments in term deposits and term placements, include Bs. 196,909 corresponding to Caja Caracas Casa de Bolsa C.A. and Bs.1,717,918 correspond to its affiliate IBG Trading LLC, equivalent to US\$ 91,816 and US\$ 801,043 respectively.

Following is change experienced in the unrealized surplus (deficit) account for adjustment at market value presented in the equity, stated in bolivars:

	Six-month-periods ended as of	
	December 31 2009	June 30 2009
Balance at the beginning of the six-month-period	922,789	(2,950,466)
Less: Unrealized loss	-	-
Plus: Unrealized earning	5,378,928	3,873,255
Balance at the end of the six-month-period	6,301,717	922,789

The Company controls the risk concentration in investments through the creation of approval, supervision and control mechanisms. The Company has addressed its investment activities as follows:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	December 31 2009	June 30 2009
Stock in the Caracas Stock Exchange	4%	1%
Term Deposits and Placements	1%	2%
Securities issued and endorsed by the Nation	57%	35%
Obligations issued by domestic non financial private companies	10%	24%
Obligations issued by Republics and/or Sovereign Governments and Central Banks	21%	24%
Obligations issued by domestic financial private companies	5%	3%
Stocks issued by domestic financial private companies	1%	2%
Stocks issued by foreign non financial private companies	0%	1%
Stocks issued by foreign financial private companies	1%	2%
Investments of restricted availability	<u>0%</u>	<u>6%</u>
	<u>100%</u>	<u>100%</u>

In Resolution N° 2044 dated May 19 2008, published in the Official Gazette of the Bolivarian Republic of Venezuela N° 38.933 of same date, issued by the Popular Power Ministry for Finance, was resolved:

1. That all Entities submitted to control of the National Securities Commission, as well as other addressees of the Letter Circular, “shall not be able to purchase, accept in payment or in donation, nor acquire in any other way of property transfer, securities, including the structured notes denominated in bolivars, issued in or out of the country by foreign banks, securities firms, financial institutions and foreign non financial companies”; and
2. That the above mentioned associations “will have to remove such securities including the structured notes denominated in bolivars, issued by foreign banks, securities firms, financial institutions and non financial companies, in a term which will not exceed ninety (90) days, from the date of taking effect this resolution”.

In Resolution N° 2079 dated June 18 2008, published in the Official Gazette of the Bolivarian Republic of Venezuela N° 38,955 of same date, issued by the Popular Power Ministry for Finance, was resolved:

“Any entity or financial institution subject to regulations of Resolution 2044, nor their stockholders representing five per cent (5%) or more of its corporate capital shall be able , by itself or by intermediary, by vehicle or entity of special purpose domiciled in or out of the country, direct or indirectly:

- a. To sell, give, or in any other way transfer, burden or transfer its stocks or property rights on the entities or financial institutions subject to regulations of Resolution N° 2044, or their stockholders; ”
- b. To purchase, acquire or in any other way to get title ownership rights on a financial institution or bank entity, subject to the regulation of Resolution N° 2044, or of their stockholders;

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

- c. To carry out operations or to hold contracts of mutual, of permutation, giving in payment, subscription rights, of legal entitlement, purchase-sale options, purchase sale in the near future, derived instruments with the purpose to transfer the share property of the entities or financial institutions subject to regulations of Resolution N° 2044,
- d. To merge any bank entity or financial institution subject to regulation of Resolution N° 2044, until getting authorization of the competent authority and of the Popular Power Ministry for Finance, to execute its removal plan of the financial instruments detailed in such resolution.

As of December 31 and June 30 2009, the Company does not have securities, including the structured notes denominated in bolivars, issued in or out of the country by foreign banks, securities firms, financial institutions and foreign non financial companies.

4. Direct Financial Assets

Following is detail of direct financial assets, stated in bolivars:

	December 31 2009	June 30 2009
Financial assets indexed to securities	125,224,461	135,565,878
Loans or margin financings	34,665,917	37,151,748
	159,890,378	172,717,626

Following is detail of financial assets indexed at securities for the six-month period ended as of December 31 and June 30 2009:

	December 31 2009	June 30 2009
Legal persons financial liabilities indexed to securities:		
Capital	111,330,891	129,604,376
Interests	668,391	841,414
Premium	435	191
	111,999,717	130,445,981
Natural persons financial liabilities indexed to securities		
Capital	13,137,686	5,084,152
Intereses	86,993	35,733
Premium	65	12
	13,224,744	5,119,897
	125,224,461	135,565,878

Following is detail of securities included in the indexed financial statements and their receivable interests as of December 31 and June 30 2009, stated in bolivars, except the interests rates:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

December 31 2009					
Cost	Unrealized Earning or (Loss)	Fair market value	Receivable interests	Interest rate	
<u>Legal persons:</u>					
Titles issued or endorsed by the Nation:					
TF0311	91,045,700	(1)	91,045,699	668,391	9.25%
Bonds and Obligations Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	20,283,928	1,264	20,285,192	-	0%
	<u>111,329,628</u>	<u>1,263</u>	<u>111,330,891</u>	<u>668,391</u>	
<u>Natural Persons:</u>					
Titles issued and endorsed by the Nation:					
TF0311	11,849,789	2	11,849,791	86,993	9.25%
Bonds and Obligations Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	1,269,887	18,008	1,287,895	-	0%
	<u>13,119,676</u>	<u>18,010</u>	<u>13,137,686</u>	<u>86,993</u>	
	<u>124,449,304</u>	<u>19,273</u>	<u>124,468,577</u>	<u>755,384</u>	
30 de junio de 2009					
Cost	Unrealized Earning or (loss)	Fair market value	Receivable interests	Interest rate	
<u>Legal persons:</u>					
Titles issued and endorsed by the Nation:					
TF0311	119,652,178	(4)	119,652,174	841,414	9.25%
Bonds and Obligations Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	9,959,215	(7,013)	9,952,202	-	0%
	<u>129,611,393</u>	<u>(7,017)</u>	<u>129,604,376</u>	<u>841,414</u>	
<u>Natural persons:</u>					
Titles issued or endorsed by the Nation:					
TF0311	5,082,987	(1,610)	5,081,377	35,733	9.25%
Bonds and Obligations Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	2,786	(11)	2,775	-	0%
	<u>5,085,773</u>	<u>(1,621)</u>	<u>5,084,152</u>	<u>35,733</u>	
	<u>134,697,166</u>	<u>(8,638)</u>	<u>134,688,528</u>	<u>877,147</u>	

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

As of December 31 and June 30, 2009, financial assets indexed to securities correspond to securities delivered as loan or mutual on behalf of the Company acting in its lender capacity.

As of December 31 and June 30, 2009, loans or margin financings include loans granted by the Company to natural and legal persons for acquisition of securities for Bs. 34,665,917 and Bs. 37,151,748 respectively.

As of December 31 and June 30, 2009, loans or margin financings present receivable yieldings for Bs. 337,039 and Bs. 510,787, respectively (Note 5).

5. Earned Receivable Interests, Dividends, Commissions and Fees

Following is detail of this caption, stated in bolivars:

	December 31	June 30
	2009	2009
	<u> </u>	<u> </u>
Receivable yieldings for Investments in "PIC" Securities	1,230,207	1,144,386
Receivable yieldings for Investments in Deposits and Term Placements	12,289	5,945
Receivable yieldings for loans or Margin Financing (Note 4)	<u>337,039</u>	<u>510,787</u>
	<u><u>1,579,535</u></u>	<u><u>1,661,118</u></u>

6. Property in Use

Following is detail of property in use, stated in bolivars:

	December 31	June 30
	2009	2009
	<u> </u>	<u> </u>
Buildings	3,734,550	3,734,550
Furniture and office equipment	1,155,679	892,491
Computer equipment	526,264	391,526
Other office equipment	<u>375,918</u>	<u>561,636</u>
	5,792,411	5,580,203
Accrued depreciation	<u>(785,047)</u>	<u>(893,846)</u>
	<u><u>5,007,364</u></u>	<u><u>4,686,357</u></u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

As of December 31 2009, the Furniture and Office Equipment account include Bs. 1,013,443 corresponding to Caja Caracas Casa de Bolsa C.A, and Bs. 142,236 corresponding to to its affiliate IBG Trading LLC, respectively. While for the six-month period ended as of June 30 2009, the Furniture and Office Equipment account include Bs. 750,255 corresponding to Caja Caracas Casa de Bolsa C.A. and Bs. 142,236 corresponding to its affiliate IBG Trading LLC respectively.

As of December 31 2009, the Other Office Equipment account include Bs. 259,930 corresponding to Caja Caracas Casa de Bolsa C.A. and Bs. 115,988 corresponding to its affiliate IBG Trading LLC respectively. While for the six-month period ended as of June 30, 2009 the Other Office Equipment account include Bs. 192,143 and Bs. 369,493 corresponding to Caja Caracas Casa de Bolsa C.A. and its affiliate IBG Trading LLC, respectively.

During the six-month periods ended as of December 31 and June 30 2009, the Company recorded consolidated depreciation expenses for Bs. 244,071 and Bs.151,053, respectively, which are presented in the income statement under item operative expenses.

As of December 31 2009, the caption buildings for Bs. 3,734,550 correspond to purchase of offices located on the 4th floor of Centro Lido, where currently the Company's headquarters works. During the six-month period ended as of June 30 2009, Caja Caracas Casa de Bolsa C.A. contracted the services of an expert appraiser in order to determine the market value of this real estate, based on the most important characteristics to value the property. As result of this appraisal, the expert appraiser issued opinion on May 12 2009, stating that at the same date, the market value of the real estate amounts to Bs. 15,726,304.

As of December 31 and June 30 2009, The Company's properties in use are totally depreciated, for Bs. 149,778 and Bs. 307,576.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

7. Other Assets

Following is detail of other assets, stated in bolivars:

	December 31	June 30
	<u>2009</u>	<u>2009</u>
Improvements to properties	1,559,168	1,074,402
Amortization	<u>(309,135)</u>	<u>(156,864)</u>
	1,250,033	917,538
Software	125,357	125,357
Amortization	<u>(124,213)</u>	<u>(119,909)</u>
	1,144	5,448
Surplus in purchase of affiliate abroad	1,072,300	1,072,300
Amortization	<u>(160,844)</u>	<u>(134,037)</u>
	911,456	938,263
Prepaid taxes	105,559	414,153
Advances to suppliers	365,362	380,191
Prepaid Insurance	15,990	-
Employer's Responsibility Insurance	15,642	-
Deposits in Guarantee	8,893	66,583
Items to be applied	17,105	1,174,405
Others	<u>55,434</u>	<u>36,066</u>
	<u>583,985</u>	<u>2,071,398</u>
	<u><u>2,746,618</u></u>	<u><u>3,932,647</u></u>

As of December 31 and June 30 2009, the Others account is made up of Bs. 55,434 and Bs. 36,066 respectively, corresponding to its affiliate IBG Trading LLC.

During the six-month periods ended as of Decemebr 31 and June 30 2009, the Company recorded amortization expenses for Bs. 183,382 and Bs. 88,395 respectively, which are included in the income result under item "Operative Expenses".

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

8. Direct Financial Liabilities

Following is detail of direct financial liabilities corresponding to financial liabilities indexed to securities, stated in bolivares:

	December 31 2009	June 30 2009
Legal persons financial liabilities indexed to securities		
Capital	235,673,358	259,468,151
Interests	1,243,649	1,333,557
Premium	1,699	1,480
	236,918,706	260,803,188
Natural persons financial liabilities indexed to securities		
Capital	37,231,733	32,188,641
Interests	206,414	229,613
Premium	245	269
	37,438,392	32,418,523
Overdrafts in domestic and foreign banks	3,367,349	9,918,020
	277,724,447	303,139,731

Following is detail of securities included in financial liabilities indexed and their payable interests, stated in bolivars, excepting the interest rates:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	December 31 2009				
	Cost	Unrealized Earning or (Loss)	Fair market value	Payable interests	Interest rate
<u>Legal persons:</u>					
Titles issued and endorsed by the Nation:					
TF 0311	160,722,442	(2,998)	160,725,440	1,179,928	9.25%
PET\$11	288,798	(41,058)	329,857	-	0.00%
VENZ19	294,134	(4,115)	298,250	7,412	7.75%
VENZ24	283,452	1,748	281,704	7,890	8.25%
L00203	12,000,000	591	11,999,409	-	0.00%
	173,588,826	(46,424)	173,634,659	1,195,230	
Bonds and Obligations Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	51,718,629	(37,526)	51,756,155	-	0.00%
Obligations Issued by Private Companies Different to Domestic Banks and Saving and Loan Associations					
OQ1912	9,570,000	-	9,570,000	48,418	16.56%
Stocks of Foreign Banks and EAPs					
CITIGROUP INC	712,543	-	712,543	-	
	<u>235,589,998</u>	<u>(83,950)</u>	<u>235,673,358</u>	<u>1,243,649</u>	
<u>Natural persons:</u>					
Titles issued or endorsed by the Nation:					
TF0311	23,036,297	13	23,036,310	169,116	9.25%
TIC019	331,588	(38,302)	293,286	6,321	5.25%
PDV417	27,818	1,355	29,173	596	5.25%
PDV427	22,338	1,188	23,526	609	5.38%
PDV437	11,154	521	11,675	311	5.50%
VENZ10	334,249	2,127	336,376	7,326	5.38%
VENZ19	341,555	6,043	347,599	8,638	7.75%
VENZ23	81,977	84	82,061	1,608	9.00%
PET014	183,037	350	183,387	2,683	4.90%
GL2018	115,330	53,971	169,301	9,205	13.63%
	24,485,344	27,351	24,512,695	206,414	
Stocks of domestic Banks and Saving and Loan Associations					
Acc. BNC	3,955,793	-	3,955,793	-	
Bonds and obligations issued or guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	8,755,430	7,815	8,763,245	-	0.00%
	<u>37,196,567</u>	<u>35,166</u>	<u>37,231,733</u>	<u>206,414</u>	

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	June 30 2009				
	Cost	Unrealized Earning or (Loss)	Fair market value	Payable interests	Interest rate
<u>Legal persons:</u>					
Titles issued or endorsed by the Nation:					
TF 0311	180,527,335	12	180,527,323	1,269,498	9.25%
PDV417	100,625	(39,274)	139,899	3,410	5.25%
PDV427	85,827	(30,927)	116,754	3,490	5.38%
PDV437	42,174	(15,538)	57,711	1,786	5.50%
	<u>180,755,960</u>	<u>(85,727)</u>	<u>180,841,687</u>	<u>1,278,184</u>	
Bonds and Obligation Issued or Guaranteed by Republics and/or Sovereign Governments and their Central Banks					
TB0210	66,415,358	33,158	66,382,201	-	0.00%
Obligations Issued by Private Companies Different to Domestic Banks and Saving and Loan Associations					
OQ1912	10,000,000	-	10,000,000	55,373	18.12%
Stocks of Domestic Banks and Saving and Loan Associations					
Acc. BNC	<u>2,244,263</u>	<u>-</u>	<u>2,244,263</u>	<u>-</u>	
	<u>259,415,581</u>	<u>(52,569)</u>	<u>259,468,151</u>	<u>1,333,557</u>	
Premium					
<u>Natural persons:</u>					
Titles issued and endorsed by the Nation:					
TF0311	19,703,070	2,949	19,706,019	138,518	9.25%
TIC019	127,441	(150)	127,291	1,724	5.25%
PDV417	17,792	6,944	24,736	603	5.25%
PDV427	15,175	5,469	20,644	618	5.38%
PDV437	7,457	2,747	10,204	315	5.50%
VENZ10	66,667	(212)	66,455	1,512	5.37%
VENZ23	79,912	(5,066)	74,847	1,638	9.00%
VENZ27	1,163,446	298,099	1,461,545	58,961	9.25%
	<u>21,180,959</u>	<u>310,781</u>	<u>21,491,740</u>	<u>203,889</u>	
Obligations Issued by Foreign Banks and Saving and Loan Associations					
DEU425 Euros	640,294	1,962	642,257	25,736	4.25%
Stocks of domestic private companies other than Banks and Saving and Loan Associations					
CITIGROUP INC	450,366	-	450,366	(12)	
Bonds and obligations issued by Republics and/or Sovereign Governments and their Central Banks					
TB0210	<u>9,602,026</u>	<u>2,252</u>	<u>9,604,278</u>	<u>-</u>	0.00%
	<u>31,873,645</u>	<u>314,995</u>	<u>32,188,641</u>	<u>229,613</u>	

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

9. Labor Liabilities

Following is detail of labor liabilities, stated in bolivars:

	December 31 2009	June 30 2009
Ince, LPH, PF and SSO	548,041	381,480
Provision for severance payment (Note 2)	637,015	498,412
Interests on severance payment	69,062	33,078
Payable profits	-	342,620
Payable vacation bond	77,886	61,189
	1,332,004	1,316,779

10. Administrative Liabilities

Following is detail of administrative liabilities, stated in bolivars:

	December 31 2009	June 30 2009
Suppliers	14,670	14,670
Other payable pending operations	-	1,365
Provisions employees	795,631	795,631
Provision expenses petty cash	-	34,026
Provision contribution science and technology	-	112,622
Provision expenses	2,563,916	-
Other provision in Bs.	107,467	950,588
Provisions estimated (Note 19)	1,025,238	88,201
Other provisions in US\$	6,357	6,357
	4,513,279	2,003,460

As of December 31 and June 30, 2009, provision employees corresponds to allowances for future payments in regard to personnel.

As of December 31, 2009, provision expenses corresponds mainly to provisions of marketing expenses, LICTISEP expenses 2009, advertising, insurance, among others.

As of December 31 and June 30, 2009 other provisions in bolivars correspond to allowances for future administrative expenses, such as advertising, external counseling, insurance, among others.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

11. Other Liabilities

Following is detail of other liabilities, stated in bolivars:

	Decemebr 31 2009	June 30 2009
Other items to be applied	6,307,589	12,846,780
Value Added Tax	(568,377)	(137,331)
Taxes withheld to third parties	45,056	43,756
Other payable accounts sundry	5,500	-
	<u>5,789,768</u>	<u>12,753,205</u>

As of December 31 2009, other ítems to be applied incluye Bs. 6,282,349 corresponding to Caja Caracas Casa de Bolsa C.A. and the remaining Bs. 25,240 correspond to its affiliate IBG Trading LLC. The most important amount of other items to be applied are represented by Bs. 3,878,969, corresponding to items in reconciliation.

As of une 30 2009, other ítems to be applied include Bs. 12,808,676 corresponding to Caja Caracas Casa de Bolsa C.A. and the remaining Bs. 38,104 correspond to its affiliate IBG Trading LLC. The most significant amount of other items to be applied are represented by Bs. 10,117,795, corresponding to deposits carried out by customers which are awaiting the respective purchase of securities operation. According to the Accounting Manual, issued by the National Securities Commission, these ítems can not remain in this account over seven (7) days, and this rule must be duly complied with.

12. Equity

In Minute N° 45 of the Stockholders' Assembly, Special, dated December 3, 2009, the corporate capital of the Company was increased from Bs. 3,000,00 to Bs. 40,000,000 by capitalization of stocks for Bs. 37,000,000 corresponding to accrued results of previous fiscal years.

As of Decemebr 31, 2009, the Company's capital was made up of 37,600,000 nominative Class "A" shares and 2,400,000 class "B" shares, non convertible into bearer, all of them with a face value of Bs. 1.00 each, totally subscribed and paid off, as detailed as follows:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Stockholders	Shares Type		Capital	
	"A"	"B"	Subscribed Bs.	Paid off Bs.
Emilio Antelo Rey	3,760,000	240,000	4,000,000	4,000,000
Caracas Sociedad Financiera, S.L.	<u>33,840,000</u>	<u>2,160,000</u>	<u>36,000,000</u>	<u>36,000,000</u>
Total	<u>37,600,000</u>	<u>2,400,000</u>	<u>40,000,000</u>	<u>40,000,000</u>

The Company's corporate capital as of June 30, 2009 is made up of 600,000 class "A" stocks and 2,400,000 class "B" stocks, without right to vote in the Stockholder's Assembly, all of them with face value of Bs. 1.00 each, totally subscribed and paid in, as follows:

As of June 30 2009 the Company's corporate capital is made up of as follows:

Stockholders	Shares type		Capital	
	"A"	"B"	Subscribed Bs.	Paid Bs.
Emilio Antelo Rey	60,000	240,000	300,000	300,000
Caracas Sociedad Financiera, S.L.	<u>540,000</u>	<u>2,160,000</u>	<u>2,700,000</u>	<u>2,700,000</u>
Total	<u>600,000</u>	<u>2,400,000</u>	<u>3,000,000</u>	<u>3,000,000</u>

As established in its By-laws and in compliance with the Commerce Code, the Company carries out an allowance equivalent to five per cent (5%) of the liquid profit of the fiscal year to establish the legal reserve, up to same reaches 10% of the Company's corporate capital. Such reserve can not be distributed to pay dividends.

In Minute of Caja Caracas' Board of Directors N° 09-09, dated September 21 2009, it was decided to carry out a contribution of US\$ two million (US\$ 2,000,000) in cash to IBG Tradidng LLC, association incorporated and ruled by the State of Florida's laws and which stocks are totally owned by Caja Caracas Casa de Bolsas C.A.

As established in its By-laws and in compliance with the Commerce Code, the Company carries out an allowance equivalent to five per cent (5%) of the liquid profit of the fiscal year to establish the legal reserve, up to same reaches 10% of the Company's corporate capital. Such reserve can not be distributed to pay dividends.

1. All ranges of equity and of primary risk guarantees (Level 1) which must be complied by any type of Brookerage Firms defined in such rules are modified, in order to establish the type of operations they can carry out in regard to their equity capacity; according to its capital, the Company is able to carry out universal activities of mediation, brokerage and by its own.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Following are indexes maintained and required by the Company, according to the National Securities Commission's standards:

	December 31, 2009		June 30, 2009	
	Maintained indexes	Required indexes	Maintained indexes	Required indexes
	%	%	%	%
Equity and risk guarantee/weighed contingent assets and operations	65.5	15.5	41	15.5
Equity and primary risk guarantee/weighed contingent assets and operations (Level 1)	65.5	10.33	41	10.33

2. A new index named financial indebtedness or leverage was created by which is established that its equity range with third parties can not exceed 8 times the relation between direct financial liabilities and the equity:

	December 31, 2009		June 30, 2009	
	Maintained indexes	Required indexes	Maintained indexes	Required indexes
Indebtedness and leverage	<u>0.02 times</u>	<u>8 times</u>	<u>0.11 times</u>	<u>8 times</u>

13. Memorandum Accounts

For the six-month periods ended as of December 31 and June 30 2009, the Company maintains contingent commitments in regard to rights for purchase and spot sales of securities operations for Bs. 324,702,809 and Bs. 351,427,131, respectively, to meet their customers' needs, which will be carried out in a term not higher than thirty (30) days.

As of December 31 and June 30, confidential assignments correspond to maintained-in-custody securities in Caja Venezolana de Valores, S.A.C.A., by virtue of an agency contract signed with the investors. As of December 31 and June 30 2009, commitments in regard to customers' securities in custody amount to Bs. 100,312,596 and Bs. 65,543,864 respectively.

14. Income Tax

In the fiscal year ended as of December 31 2009, the Company Caja Caracas Casa de Bolsa, C.A. and its Affiliate, obtained in a preliminary way, a financial profit of Bs. 71,104,636 for the concept of income from territorial source, which resulted in a fiscal loss of Bs. 35,356,782, after applying it the effect of the reconciliation of the fiscal income, the Regular Readjustment of Inflation of the fiscal year, therefore, expense for tax was not generated. Following is detail:

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

	2009	2008
World income	69,356,627	32,624,750
Less non taxable or deductible items	157,334,559	38,879,406
Plus deductible or taxable items	62,857,105	14,104,786
Subtotal	(25,120,827)	7,850,131
Loss adjustment for inflation	11,983,963	8,127,814
Total loss of the fiscal year	(37,104,790)	(277,684)
Loss of previous years	(277,684)	(1,896,126)
Transferrable fiscal loss	(37,382,474)	(2,173,810)
Withheld tax of the fiscal year	24,317	26,924
Advance of tax (estimated statement)	-	-
Tax paid in excess previous fiscal years	62,973	36,049
Payable tax (to compensate)	(87,290)	(62,973)

Value Added Tax

In May 1999 the Venezuelan Government, by Decree with Status and Force of Law enacted the Value Added Tax (VAT). The system used for this tax is named type of credit, which is generated in the different stages of production and commercialization, generating the tax on the basis of value added in each stage. The applicable tax rate is fixed annually in the Venezuelan Budget Law, which is 9% from July 1st 2007, according to reformation of the Law published in Official Gazette N° 38.632 dated February 26 2007. Finally, from April 1st, the reformation of article 30 of the Budget Law for the Fiscal Period 2009 took effect, which fixes the Value Added Tax ¿VAT? In 12), as shown in the Official Gazette N° 39,147, published on Thursday March 26, 2009.

It is important to mention that the Law of the Partial Reformation to the Budget Law was published by the Fiscal Year 2009. Article 30 was reformed and was written in the following way:

Article 30. As established in article 27 of the Law which set forth the Value Added Tax, the general taxable general aliquota to be applied over the Fiscal Year 2009 is fixed in twelve per cent (12%), and the taxable aliquota for operations referred to article 63 of such Law is fixed in eight per cent (8%). Activities such as, legal business or operations carried in free zones, free ports and free zones, which according to provisions of the Law, are exempted of said tax or must apply a different aliquota. In the case the Law which establishes the Value Added Tax is modified during the execution of the fiscal year 2009, the aliquota established therein shall be applied in the opportunity expressly indicated”

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

15. Fair Value of Financial Instruments

The fair market value estimated in the Company's financial instruments, its books balances and the main premisses assumed and methodology used to estimate the fair market values, are as follows, stated in bolivars:

	December 31 2009		June 30 2009	
	Book value	Fair value	Book value	Fair value
Assets:				
Availabilities	154,598,240	154,598,240	130,045,184	130,045,184
Investments portfolio	93,297,058	93,297,058	94,418,410	94,418,410
Direct financial assets	158,890,378	158,890,378	172,717,626	172,717,626
Earned receivable interests, dividends, and fees	<u>1,579,535</u>	<u>1,579,535</u>	<u>1,611,118</u>	<u>1,611,118</u>
	408,365,211	408,365,211	398,792,338	398,792,338
Liabilities:				
Direct financial liabilities	<u>277,724,447</u>	<u>277,724,447</u>	<u>303,139,731</u>	<u>303,139,731</u>
	<u>277,724,447</u>	<u>277,724,447</u>	<u>303,139,731</u>	<u>303,139,731</u>

Following is a summary of the most significant methods and premisses, used to estimate fair market values of the financial instruments:

Short Term Financial Instruments

Active and passive short term instruments have been presented at their book value, shown in the balance sheet, which does not significantly differs from its fair market value since they have a relatively short term to maturity. This category includes: availabilities, direct financial assets, interests, dividends, commissions and other earned receivable fees and direct financial liabilities.

Investments Portfolio

The fair market value of securities was determined by using their specific market prices, reference prices determined by purchase-sale operations in the secondary market or specific market prices of financial instruments with similar characteristics.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

16. Balances in Foreign Currency

As of December 31 and June 30 2009, the Company has the following foreign currency accounts, in USA Dollars at the official type of exchange of Bs. 2.1446 /US\$ 1.00 for both six-month periods, according to following detail:

	December 31 2009		June 30 2009	
	Bs.	US\$	Bs.	US\$
Assets:				
Availabilities	24,782,080	11,555,572	33,871,967	15,794,072
Investments Portfolio	31,758,730	14,808,696	38,109,670	17,770,060
Direct financial assets	26,796,425	12,494,836	10,715,176	4,996,352
Earned receivable interests, dividends, commissions and fees	1,192,242	555,927	770,199	359,134
Other assets (items to be applied)	(147,999)	(69,010)	987,770	460,585
	84,381,478	39,346,021	84,454,782	39,380,202
Liabilities:				
Direct financial liabilities	63,371,407	29,549,290	78,700,174	36,696,900
Payable accounts (items to be applied)	1,551,647	723,513	925,059	431,343
Provisions	6,357	2,964	6,357	2,964
Obligations for Margin Financing	3,267,557	1,523,621	9,704,854	4,525,251
Excess of assets on liabilities and liabilities on assets	16,184,510	7,546,633	(4,881,662)	(2,276,257)

During the six-month periods ended as of December 31 and June 30 2009, the Company recorded profits (losses) in exchange for Bs. (587,474) and Bs. 143,062 product of the difference between the purchase price and the sale price of securities in Dollars and Euros.

As established in Official Gazette N° 38,956 dated June 19, 2008, Brokerage Firms and Securities Firms shall be able to maintain a Net Global Position in Foreign Currency equivalent to fifteen per cent (15%) of the accounting equity. Such percentage could be adjusted in regard to Central Bank of Venezuela's Resolutions. As of December 31 and June 30, 2009, the Company maintains a position in foreign currency equivalent to 12.43% and -5%, respectively of its equity.

In communication issued by the National Securities Commission dated August 17 2007, it establishes the exclusion of the Net Global Position in Foreign Currency, to the Interests Titles of Paid-up Capital (TICC) issued by the Bolivarian Republic of Venezuela during 2006 and 2007.

As of December 31 and June 30 2009, purchase and sale of foreign exchange operations are restricted due to the existence of an exchange system implemented by the Popular Power Ministry for Economy and Finance and Central Bank of Venezuela (Notes 17 and 18).

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

17. Limitations and Restrictions to Free Convertibility of Currency

On February 5 2003, the Central Bank of Venezuela and the Popular Power Ministry for Finance subscribed the Exchange Agreement No. 1, which established the System for Administration of Foreign Currency to be applied in the country, as a consequence of the exchange policy agreed between the Government and the Central Bank of Venezuela.

The Exchange Agreement No. 1, among other aspects, set forth the obligation to sell to the Central Bank of Venezuela all foreign currency coming to the country and suspends the purchase-sale in local currency of titles of the Republic issued in foreign currency, up to the Central Bank of Venezuela and the Government establish guidelines by which these transactions can be carried out. Likewise, the Central Bank of Venezuela centralizes purchase and sale of foreign currency in the country.

In Official Gazette N° 38.138 dated March 2 2005, the new exchange type was fixed in Bs. 2,144.6/US\$ 1 for the purchase and Bs. 2,150/US\$ 1 for the sale. It is important to point up that from January 1st 2008, when the Monetary Reconversion took effect the type of exchange is presented at Bs. 2,144.6/US\$ 1 for the purchase and Bs. 2,150/US\$ 1 for the sale.

18. Law Against Exchange Illicits

On December 28, 2007, in Official Gazette of the Bolivarian Republic of Venezuela No. 5.867, Special, was published the Law Against Exchange Illicits, abolishing the Law Against Exchange Illicits published in the Official Gazette of the Bolivarian Republic of Venezuela No. 38,272, dated September 14, 2005. The new Law Against Exchange Illicits has validity 30 days after its publication and considers, among other aspects:

- The fact assumptions that constitute exchange illicits and their respective sanctions.
- Applicable to natural and legal persons, who acting on their own name and as administrators, intermediaries, verifiers or beneficiaries of the exchange transactions, infringe the dispositions of this Law, in the subscribed agreements in exchange matters by the National Executive and Central Bank of Venezuela, or any legal standard applicable on this subject.
- Natural and legal persons importing or exporting foreign currency from or to the territory of the Bolivarian Republic of Venezuela, in an amount higher than US\$ 10 thousand of the United States of America, or its equivalent in other currency, are obliged to declare before the administrative authority, the respective amount and nature of the transaction or activity.

The securities issued by the Republic or acquired by non-resident natural and legal persons in situation of transit or tourism in the national territory and whose permanence in the country is inferior to hundred and eighty (180) continuous days, are exempted of the compliance of this obligation; nevertheless, are subject to the sanctions provided in this Law, when they incur in the illicits contained therein.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

19. Contingencies

As of December 31 2009, there is an objection for Bs. Bs. 5,091,314 drew up by fiscal minute D.A.T.-G-A-F: 298-201-2009 dated May 29, 2009 and notified to Caja Caracas, Casa de Bolsa, C.A. on July 23, 2009, according to which an objection should proceed in the amount of Bs. 607,184.94 for the concept of: Industry and Commerce Economic Activities, Services of similar nature (burdened to the economic activities), supposedly generated and not paid to the Chacao Municipality in the fiscal years ended in 2005, 2006, 2007 and 2008, which release document was presented on September 18, 2009. In opinion of the legal counselors dated February 02, 2010, the company has right arguments in its favour and in the case an objection is made, it should be favourable resolved by legal recourse. As of December 31, 2009, the company has recorded estimated provision for this concept in the amount of Bs. 1,025,238, which covers objection, fine and interests.

As of June 30 2009 the legal counselors informed that the company does not have any type of legal sue.

20. Adoption in Venezuela of a New Structure of Generally Accepted Accounting Principles

By decision of the National Securities Commission dated December 12 2008, the corporations which make public offering of securities in the terms of the Market Capital Law must prepare and present their financial statements adjusted to the Accounting International Standards (NIC's) and the International Financial Reporting Standards (NIIF's) in a mandatory way from the fiscal years starting on January 1st 2011 or the immediate later date, as the only way of accounting presentation.

Corporations submitted to the National Securities Commission which decide anticipated adoption of Accounting International Standards (NIC's) and International Financial Reporting Standards (NIIF's), must comply with article 4 of the Resolution N° 177-2005 dated December 8, 2005. Likewise, corporations compelled to present their financial statements in the terms indicated in numeral 1° of this Resolution, must prepare and present to the National Securities Commission an additional opening balance sheet to the date of closing of the fiscal year 2009 or closing date immediate after, in conformity with the International Accounting Standards (NIC's) and the International Financial Reporting Standards (NIIF's), accompanied by the following documents:

- a. Notes containing main policies and accounting basis used.
- b. Detailed description in relation to the adjustments carried out to convert to NIC's and NIIF's the additional opening balance sheet referred to in this numeral.
- c. The additional opening balance sheet referred to must carry the opinion of Independent Public Accountants registered in the Public Accountants registry carried by this Organism, and must be performed in conformity to the Audit International Standards (NIAS's). The additional opening balance sheet referred to in the above-mentioned numeral, must be presented within the six (6) months next to the closing of the fiscal year 2009 or closing date immediately after, which will be supplementary to the one requested in conformity with the Periodical or Occasional Information Standards which must be supplied by Persons Subject to the National Securities Commission's Control.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

21. Decree N° 4.891, dated October 9, 2006, by which the Partial Regulations of the Organic Law of Science, Technology and Innovation is enacted, in regard to contributions and investment

In Official Gazette N° 38,544 dated October 17 2006, the Partial Regulations of the Organic Law of Science, Technology and Innovation Referred to Contributions and Investments was enacted on August 3, 2005. Such Law establishes that companies which gross income are higher than one hundred thousand taxable units (100,000 T.U.) are obliged to invest during the fiscal period in technological and scientific activities of social development referred to in this Law, or payment of a contribution equivalent to the amount not paid to the competent organism attached to the Ministry of Science and Technology. The mentioned contribution or investments fluctuates between 0.5% and 2% of the Company total gross income, depending on its economic activity and it is determined on the total gross income of the previous fiscal year.

Such Law took effect from its publication on August 3, 2005, and by express agency of law, contributions received must be performed from January 1st 2006. Obligated entities must be registered before the National Observatory of Technology and present a definitely statement of the investments or contributions carried out in the corresponding economic period (from January 2006) within the same term to which corresponds to present the Income Tax Statement and make the payment of the difference within the thirty (30) days after the statement.

As of June 30 2009 and December 31 2008, the Company is taking the necessary steps in order to comply with the regulations in force.

22. Decree with Status, Valaue and Force of Law of Monetary Reconversion

In March 2007, the Executive established that from January 1st 2008 the unit of the monetary system of the Bolivarian Republic of Venezuela be restated. Consequently, every amount expressed in local currency before that date, should be converted into the new unit, by dividing by 1,000 and carried to the closest hundredth. Such restatement was valid since January 1st 2008, which includes presentation of the financial statements in the new currency denomintion from that date.

During the first semester 2008, the Central Bank of Venezuela announced that the old family of coins and bills continue circulating together with the new coins and bills of strong bolivar, at least up to December 31 2008; likewise, the Central Bank of Venezuela ratified the process of changing coins and bills of the previous family into those of the strong bolivar will be kept for the necessary time, through box-offices of bank entities and those of the issuer institution.

The Company adapted its operative and reporting systems to the new monetary system.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

23. Organic Law of Prevention, Conditions and Work Environment

On July 2005, the National Assembly of the Bolivarian Republic of Venezuela issued the Organic Law of Prevention, Conditions and Work Environment published in the Official Gazette No. 38,326 of the Bolivarian Republic of Venezuela. The object of this Law is the following:

1. To establish the institutions, policies, standards and guidelines, and the organisms and entities which allow to guarantee to workers security conditions, health and welfare in a work environment safe and healthy; the prevention of occupational accidents and occupational diseases, the integral repairment of the damages and the promotion and encourage to develop recreation programs, use of leisure time, rest and social tourism.
2. To rule workers' and employers' rights and duties, in regard to safety, health and work environment, as well as in regard to recreation programs, use of leisure time, rest and social tourism.
3. To develop dispositions of the Constitution of the Bolivarian Republic of Venezuela and the Work's Benefits System for Security and Health established in the Organic Law of the Social Security System.
4. Establishing sanctions for non compliance of the regulations.
5. To establish norms for benefits derived from subrogation of the Social Security System and the employers' material and objective responsibility before an occupational accident or occasional disease occurrence.
6. To regulate the employers' responsibility and their representatives before the occurrence of an occupational accident or disease, when there is deceit or negligence on their behalf.

24. Modifications to Standards on Intermediation of Brokerage and Stock Exchange Activities

In Official Gazette of the Bolivarian Republic of Venezuela N° 38,956 dated June 19, 2008, the Nacional Securities Commission, through Resolution N° 201-2007 issued the Reformation to Standards on Brokerage and Stock Exchange Mediation Activities, modifying Chapter II in regard to the Type of Activities According to Equity Category.

As established in Resolution N° 201-2007, Brokerage and Securities Firms have a term up to June 30, 2008 to be adequated to the new equity levels contained in articles N° 92, 93, 94 and 95 of the Reformation to Standards on Brokerage and Stock Exchange Mediation. As of June 30 2008, the Company carried out changes required by the Regulator Organism.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

25. Subsequent Events

Exchange Agreement N° 14. (Become effective from January 11 2010)

The Nacional Executive, represented by the Popular Power Minister for Economy and Finance, authorized by Decree N° 2,278 dated January 21, 2003, on the one hand and on the other hand the Central Bank of Venezuela, represented by its President, authorized by the Institution's Board of Directors in session N° 4,256 held on January 8, 2010, according to provision of Article 318 of the Constitution of the Bolivarian Republic of Venezuela in agreement with disposition in articles 5, 7, numerals 2, 5 and 7; article 21, numerals 16 and 17; article 33. Articles 110 and 112 of the Law of the Central Bank of Venezuela, and 6 of the Exchange Agreement N° 1 dated February 05, 2003, had agreed the following:

Artículo 1. The settlement of sale operations of foreign Exchange assigned to the following concepts provided in the Providences enacted by the Administration of Foreign Exchange Commission (CADIVI), shall be carried out at the type of Exchange of two bolivars with 60 cents (Bs. 2.60) per US Dollar:

- a. Import for the food, health, education, machinery and equipment sectors and science and technology, according to the commercial policy established by the National Executive.
- b. Operations of remittances to families living abroad.
- c. Payments for students expenses for academic activities abroad.
- d. Payments for recovery of health, sports, culture, scientific investigations and other cases of special urgency in the Administration of Foreign Exchange Commission (CADIVI)'s opinion.
- e. Payments to retired and pensioned people living abroad.
- f. Acquisition of foreign Exchange by the diplomatic, consular representations and its officers, as well as part of foreign officers of internacional organisms, duly accredited before de National Government.

Article 2. Liquidation of sale operations of foreign exchange performed by the Central Bank of Venezuela allocated for payments to the non oil public sector, including payments to the external public debt, , shall be carried ou at the Exchange type of two bolivars with 60 cents (Bs. 2.60) per US Dollar.

Article 3. Liquidation of sale operations of foreign exchange provided in the Exchange Agreements other than those indicated in Articles 1 and 2 of this Agreement, shall be carried out at the exchange rate of four bolivars with 30 cents (Bs. 4.30) per US Dollar, excepting the system established in Article 5 of this Exchange Agreement.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Artículo 11. Paragraph First of Article 27 of the Exchange Agreement N° 1 dated February 5 2004 is abolished, published in the Official Gazette of the Bolivarian Republic of Venezuela N° 37,653 dated March 19, 2003; Exchange Agreement N° 2 of March 1st 2005, Published in the Official Gazette of the Bolivarian Republic of Venezuela N° 38,138 dated March 22, 2005; Article 2 of the Exchange Agreement N° 4 of October 3 2003, Published in the Official Gazette of the Bolivarian Republic of Venezuela N° 37.790 dated October 6, 2003; Exchange Agreement N° 8 dated September 2, 2004, Published in the Official Gazette N° 38,015 dated September 3, 2004, as well as any other disposition which may cause conflict with dispositions established in this Exchange Agreement.

Administration of Foreign Exchange Commission (CADIVI), determines the assets which require and those which do not require Insufficiency Certificate or National Non-production Certificate for Granting of the Authorization for Acquisition of Foreign Exchange (AAD). (Taking effect from January 13, 2010).

On January 13, 2010, according to Official Gazette of the Bolivarian Republic of Venezuela, Resolution of Popular Power Ministries for Economy and Finance, for Commerce, for Basic Industries and Mining, for Agriculture and Land, for Health, for Energy and Oil, for Science, Technology and Intermediate Industries, and for Feeding was published, by which the Administration of Foreign Exchange Commission (CADIVI) determines the assets which require and those which do not require the Insufficiency Certificate or National Non-production Certificate for granting of the Authorization for Acquisition of Foreign Exchange (AAD), after compliance with the requisites established in the exchange regulations in force.

Article 1. In order that the Administration of Foreign Exchange Commission grants the Authorization for Acquisition of Foreign Exchange (ADD), after compliance with the requisites established in the Exchange guidelines in force, in the list N° 1 are determined assets which do not require Insufficiency Certificate or National Non-production Certificate, and in the list N° 1, assets which do not require Insufficiency Certificate or National Non-production Certificates.

Article 3. This Resolution applies for assets original or coming from any country.

In Article 6, there is a relation of assets which correspond to lists N° 1 and N° 2, at the exchange type of Two bolivars with 60 cents (Bs. 2.60) per US Dollar, with the purpose that the Administration of Foreign Exchange Commission (CADIVI) grants the Authorization for Foreign Exchange (AAD) referred to in Article 1.

Article 11. Joint Resolution N° 2,304 dated May 14, 2009, Published in the Official Gazette of the Bolivarian Republic of Venezuela N° 5,921, Special, of same date, was abolished.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Valuation and Accountant Registry of Assets and Liabilities in Foreign Currency, maintained by public and private Institutions, ruled by the General Law of Banks and Other Financial Institutions, the Capital Market Law, Law of Insurance and Reassurance Companies and other special laws.

On January 28, 2010, the Central Bank of Venezuela issued Resolution N° 10-01-02, Published in the Official Gazette of the Bolivarian Republic of Venezuela N° 39,356 of same date, by which establishes:

Article 1. Since the validity of the Exchange Agreement N° 14 of January 8, 2010, except provision of article 2 of this resolution, valuation and accountant registry of assets and liabilities in foreign currency maintained by banks, exchange agencies and other public and private financial institutions ruled by the General Law of Banks and Other Financial Institutions, Capital Market Law, Law of Insurance and Reassurance Companies and other special laws, shall be carried out at the Exchange type of two bolivars with 60 cents (Bs. 1.60) per US Dollar.

The valuation and accountant registry of titles of guaranteed capital issued by the national public sector maintained by the Institutions mentioned in this article, shall be carried out at equal exchange type.

Article 3. Since the validity of Exchange Agreement N° 14 dated January 8, 2010, valuation and accountant registry of titles issued by the national public sector denominated in foreign currency maintained by banks, exchange agencies and other public and private financial institutions ruled by the General Law of Banks and Other Financial Institutions, Capital Market Law, Law of Insurance and Reassurance Companies and other special laws, shall be carried out by a exchange type of four bolivars with 30 cents (Bs. 4.30) per US Dollar.

Modification to the Indebtedness Level

In Resolution N°. 013 dated January 21, 2010, Published in the Official Gazette of the Bolivarian Republic of Venezuela N°. 39,357 dated January 29, 2010 issued by the National Securities Commission, is established that the financial indebtedness or leveraging level to be assumed by the Brokerage Firms or Exchange Agencies, in conformity with their equity status with third parties can not exceed twice the relation between direct financial liabilities and the accountant equity they may have.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Financial Statements (continued)

Article 1 of such Resolution abolishes articles 59, 60 and 61 contained in the Third Section of Chapter IV of Standards on Brokerage and Stock Exchange Intermediation Activities, referred to Mutual Value operations. In conformity with abolishing of articles 59, 60 and 61 contained in the Third Section of Chapter VI of the Standards on Intermediation of Brokerage and Stock Exchange Activities referred to Mutual Value operations, the Brokerage Firms and Stock Agencies must settle the Mutual operations in force in a term not higher than ninety (90) days from the publication of this Resolution in the Official Gazette of the Bolivarian Republic of Venezuela. In this date, the Brokerage Firms and Securities Firms shall not be able to maintain Mutual operations. In those cases in which the Mutual operation has been agreed for a term higher than that stipulated in this disposition, the advanced liquidation of same shall not generate any penalty.

The Management of Caja Caracas Caja de Bolsa, C.A. and its Afiliate, upon assessment of the impact of Resolution N° 013 dated January 29, 2010, considers that the Company account on sufficient liquidity levels and equity solvency to comply with all their obligations in regard to the payment of mutual of securities in the established terms.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Consolidated Balance Sheets
(Stated in constant bolivars)

	December 31 2009	June 30 2009
ASSETS		
AVAILABILITIES	<u>154,598,240</u>	<u>146,816,528</u>
Cash	10,345	9,421
Central Bank of Venezuela	-	87,233,148
Banks and other domestic financial institutions	129,855,476	21,333,676
Banks and other foreign financial institutions	24,779,935	38,240,283
Provision for availabilities	(47,516)	
INVESTMENTS PORTFOLIO	<u>93,297,058</u>	<u>106,595,129</u>
Portfolio for "I" commercialization		
Investment portfolio for "PIC" commercialization	82,170,793	88,938,333
Investment "I" Portfolio	-	-
Portfolio for stocks commercialization	10,425,354	9,064,684
Investment in term deposits and term placements	700,911	2,161,768
Investments of restricted availability	-	6,430,344
Investments of restricted availability, titles subject to reporto	-	-
Provision for investments in securities	-	-
DIRECT FINANCIAL ASSETS	<u>159,890,378</u>	<u>194,992,244</u>
Financing for reporto operations	-	-
Financial assets indexed to securities	125,224,461	153,049,202
Loans or margin financings	34,665,917	41,943,042
Unauthorized loans	-	-
Provision on unauthorized loans	-	-
EARNED INTERESTS, DIVIDENDS, COMMISSIONS AND FEES	<u>1,579,536</u>	<u>1,875,345</u>
PERMANENT INVESTMENTS	<u>-</u>	<u>-</u>
ATTAINABLE ASSETS	<u>-</u>	<u>-</u>
PROPERTY IN USE	<u>6,389,615</u>	<u>6,030,661</u>
DEFERRED CHARGES	<u>2,490,359</u>	<u>3,923,734</u>
Increase for adjustment at market value of contracts	2,490,359	3,923,734
Reduction for adjustment at market value of contracts	-	-
OTHER ASSETS	<u>3,940,857</u>	<u>5,422,283</u>
TOTAL ASSETS	<u><u>422,186,043</u></u>	<u><u>465,655,924</u></u>
DEBTOR CONTINGENT ACCOUNTS	<u>-</u>	<u>396,749,113</u>
Rights for report financing	-	-
Rights for spot operations, forward and future of foreign currency and securities	324,702,809	396,749,113
Rights for other contingent operations	-	-
CONFIDENTIAL ASSIGNMENTS	<u>(100,312,596)</u>	<u>73,996,762</u>
Obligations with domestic banks and loan and saving associations up to one year (Note 9)	-	-
Obligations for reporto operations	-	-
Financial liabilities indexed to securities	-	-
Portfolio administration	-	-
Custody	(100,312,596)	73,996,762
OTHER DEBTOR MEMORANDUM ACCOUNTS	<u>-</u>	<u>-</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

ANNEX II

Consolidated Balance Sheets
(Stated in constant bolivars)

	December 31 2009	June 30 2009
LIABILITIES AND EQUITY		
FUNDINGS OF RESOURCES AUTHORIZED FOR THE NATIONAL SECURITIES COMMISSION	-	-
Obligations at sight	-	-
Debt securities subject to public offering issued by the institution	-	-
DIRECT FINANCIAL LIABILITIES	<u>277,724,446</u>	<u>342,234,303</u>
Obligations with domestic banks and saving and loan associations up to one year (Note 9)	-	-
Obligations for reporto operations	-	-
Obligations with domestic banks and EAPs up to one year	99,115	240,657
Obligations with foreign banks and EAPs over one year	3,268,233	10,956,446
Financial liabilities indexed to securities	274,357,098	331,037,201
PAYABLE INTERESTS AND COMMISSIONS	-	-
DEFERRED CREDITS	-	-
LABOR LIABILITIES	1,332,004	1,486,598
ADMINISTRATIVE LIABILITIES	4,513,279	2,189,556
DEFERRED INCOME	-	-
SUBORDINATE OBLIGATIONS	-	-
OBLIGATIONS CONVERTIBLE INTO CAPITAL	-	-
LONG TERM LIABILITIES	36,510	-
OTHER LIABILITIES	<u>5,789,768</u>	<u>14,264,126</u>
TOTAL LIABILITY	<u>289,396,007</u>	<u>360,174,583</u>
EQUITY		
CORPORATE CAPITAL		
Paid in corporate capital (Equivalent to corporate capital of Bs 40,000,000) for December 2009 and Bs.3,000,000 for June 2009)	44,978,991	7,978,991
EQUITY INCREASES	-	-
CAPITAL RESERVES	4,497,899	797,899
ACCRUED RESULTS	<u>77,011,430</u>	<u>95,662,654</u>
Results of the fiscal year	22,048,776	34,884,366
Retained earnings	54,962,654	60,778,288
UNREALIZED SURPLUS (DEFICIT) FOR ADJUSTMENT AT MARKET VALUE	6,301,716	1,041,797
TOTAL EQUITY	<u>132,790,036</u>	<u>105,481,341</u>
TOTAL EQUITY AND LIABILITY	<u>422,186,043</u>	<u>465,655,924</u>
CREDITOR CONTINGENT ACCOUNTS	<u>324,702,809</u>	<u>396,749,113</u>
Rights for report financing	-	-
Rights for spot operations, forward and future of foreign currency and securities	324,702,809	396,749,113
Rights for other contingent operations	-	-
CONFIDENTIAL ASSIGNMENTS	<u>(100,312,596)</u>	<u>73,996,762</u>
Portfolio administration	-	-
Custody	(100,312,596)	73,996,762
OTHER CREDITOR MEMORANDUM ACCOUNTS	<u>-</u>	<u>2,596,621</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Income Statements
(Stated in constant bolivars)

	Six-month-periods ended as of	
	December 31 2009	June 30 2009
FINANCIAL INCOME	<u>22,163,193</u>	<u>25,500,993</u>
Yieldings for investments classified in the portfolio for "I" commercialization	-	-
Yieldings for investments classified in the portfolio for "PIC" commercialization	6,944,379	7,307,647
Yieldings for investments classified in the "I" portfolio	-	-
Dividends for stocks classified in the portfolio for stocks commercialization	51,931	132,399
Yieldings for margin financing	7,223,747	6,211,337
Yieldings for reporto financings	-	-
Yieldings for indexed financial assets	7,706,377	10,444,926
Yieldings for investments in deposits and bank placements	236,759	1,404,684
FINANCIAL EXPENSES	<u>16,543,088</u>	<u>18,475,911</u>
Interests for obligations for reporto oerations	-	-
Interests for financial liabilities indexed to securities	16,542,929	18,475,829
Interests for loans for margin financings	-	-
Interests for obligations for banks financing	159	82
Interests for securities issued by the institution	-	-
Interests for other direct financial liabilities	-	-
GROSS FINANCIAL MARGIN	5,620,105	7,025,082
Income for recovery of financial assets	-	-
Expenses for provisions and devaluation of financial assets	<u>(49,803)</u>	<u>-</u>
NET FINANCIAL MARGIN	5,570,302	7,025,082
FEES, COMMISSIONS AND OTHER INCOME	<u>41,527,103</u>	<u>43,688,665</u>
Fees and commissions	2,748,058	(2,003,903)
Result for adjustment at market value of investments classified in the "I" portfolio	-	-
Differences in exchange	(615,748)	168,504
Earning or (loss) in sale of investments in securities	38,973,622	45,331,868
Other income	<u>421,171</u>	<u>192,195</u>
RESULT IN FINANCIAL OPERATION	47,097,405	50,713,746
LESS:		
OPERATIVE EXPENSES	<u>12,428,249</u>	<u>7,946,903</u>
Wages and salaries	4,749,993	3,181,643
Depreciation, properties in use, expenses and amortization of intangibles	835,425	431,195
Other expenses	6,842,831	4,334,066
MONETARY LOSS	(12,562,893)	(7,802,810)
RESULT IN OPERATIONS BEFORE TAX	22,106,263	34,964,033
Tax on capital increase (Note 15)	-	-
Income tax	<u>57,487</u>	<u>79,667</u>
NET INCOME OF THE FISCAL YEAR	<u>22,048,776</u>	<u>34,884,366</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Statements of Changes in the Stockholders' Equity
Six-month-periods ended as of December 31 and June 30 2009
(Stated in constant bolivars)

	Corporate capital	Capital reserves	Accrued results	Unrealized Surplus (Deficit) for adjustment at market value	Total Equity
Balance as of December 31 2008	7,978,991	797,899	60,778,288	(3,689,773)	65,865,405
Net result of the fiscal year	-	-	34,884,366	-	34,884,366
Adjustment at market value	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,731,570</u>	<u>4,731,570</u>
Balance as of June 30 2009	7,978,991	797,899	95,662,654	1,041,797	105,481,341
Increase of capital and reserves	37,000,000	3,700,000	(40,700,000)		-
Result of the fiscal year			22,048,776		22,048,776
Adjustment at market value	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,259,919</u>	<u>5,259,919</u>
Balance as of December 31 2009	<u>44,978,991</u>	<u>4,497,899</u>	<u>77,011,430</u>	<u>6,301,716</u>	<u>132,790,036</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Statements of Cash Flow
(Stated in constant bolivars)

	Six-month-periods ended as of	
	December 31 2009	June 30 2009
Operational activities:		
Net result	22,048,776	34,884,366
Adjustments to reconcile the net result with the net cash used for operational activities		
Depreciation	325,053	431,195
Valuations forward operations recorded against results	1,433,375	(4,534,558)
Net variation of social liabilities	(154,594)	687,651
Earned receivable interests, dividends, commissions and fees	295,809	2,168,337
Other assets	1,481,426	250,353
Direct financial assets	35,101,866	95,030,539
Monetary result of the fiscal year	(12,562,893)	(7,802,810)
Administrative liabilities	2,323,722	(440,207)
Long term liabilities	36,510	-
Other liabilities	(8,474,357)	11,468,771
Net cash provided (used) for operational activities	<u>41,854,693</u>	<u>132,143,637</u>
Investment activities:		
Investments Portfolio	18,557,990	56,280,969
Additions in properties in use of the affiliate	(156,604)	(3,109)
Additions in properties in use	(527,403)	(960,970)
Cash provided (used) in investment activities	<u>17,873,983</u>	<u>55,316,890</u>
Financing activities:		
Direct financial liabilities	(64,509,857)	(130,459,551)
Labor liabilities	-	-
Net cash (used) provided for financing activities	<u>(64,509,857)</u>	<u>(130,459,551)</u>
Monetary result of the fiscal year (MRFY)	<u>12,562,893</u>	<u>7,802,810</u>
Net increase decrease in cash and cash equivalent	7,781,712	64,803,786
Cash and cash equivalent at the beginning of the six-month period	<u>146,816,529</u>	<u>82,012,743</u>
Cash and cash equivalent, at the end of the six-month-period	<u>154,598,241</u>	<u>146,816,529</u>
Monetary result of the year originated from the following activities:		
Operational	4,248,234	322,507
Investment	198,533	124,369
Financing	(258,056)	(291,046)
Holding of cash	(16,751,604)	(7,958,640)
	<u>(12,562,893)</u>	<u>(7,802,810)</u>

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notes to the Supplementary Information
June 30 2009 and December 31 2008

1. Summary of Important Accounting Policies

Financial Statements Adjusted by Effects of the Inflation

In compliance with Standards established by the National Securities Commission issued in March 2000, the Company prepared the Financial Statements Adjusted for the Effects of Inflation, which are presented as supplementary information.

As of December 31 and June 30 2009, the financial statements stated in constant bolivars have been prepared recognizing the effects of the loss of the purchase power of the Venezuelan bolivar, in conformity with established in VEN-NIF2, issued by the Federation of Public Accountants Associations in Venezuela.

The purpose of the adjustment for inflation is updating the accounting recordings of historic bolivars to constant currency of similar purchase power, eliminating in this way the distortion produced by the inflation in the financial statements, as they are in bolivars of different purchase price. The resulting figures do not intend to represent the fair market values, replacement costs, nor any other measure of the current values of the Company's assets, or of the prices such transactions would currently be carried out.

The method used to perform adjustment of the financial statements was the one of Changes in the General Prices Level (NGP). This method consists in the substitution of the measurement unit used by the traditional accounting of a constant currency updated at the date of the financial statements. For the purpose of perform this adjustment, the National Index Prices to Consumer (INPC) was used, published by the Central Bank of Venezuela.

Following are National Index Prices to Consumer at the beginning and at the end of the six-month period:

	December 31 2009	June 30 2009
At the beginning of the six-month-period	145.00	130.90
At the end of the six-month-period	163.70	145.00
Average of the six-month-period	<u>156.18</u>	<u>138.98</u>

On April 3 2008, the Central bank of Venezuela issued the standards which regulate the National Index Prices to Consume, which established as base period of reference the month of December 2007, and will be applied on those calculations after January 1st 2008.

Following is a summary of the main basis used for preparation of the financial statements adjusted by the effects of inflation or at constant values:

Restated financial statements of the six-month-period ended as of June 30 2009

The financial statements adjusted for effects of the inflation a of December 31 2008, have been adjusted for comparison purposes.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notas a la Información Complementaria (continuación)

Monetary assets and liabilities

Monetary assets and liabilities, including amounts in foreign currency are presented at face value. These monetary items in the financial statements are: availabilities, investments portfolio, interests, dividends, commissions, earned receivable fees and direct financial assets, some accounts of other assets and all accounts which are part of the liability.

Investments Portfolio for “T” Commercialization

Those quoted debt securities which had been acquired to be promptly commercialized among customers or with third parties are classified in the Portfolio for “T” Commercialization.

The value of debt securities classified in the “T” Portfolio at the closing date, will reflect the adjustment at market value by price and type of exchange. The earning or loss coming from the adjustment at market value and/or from the sale of debt securities are included in the income statement under caption fees, commissions and other income.

Investments Portfolio for “PIC” Commercialization

Those debt securities which have been acquired as investment to be later commercialized are classified in the Investment Portfolio for “PIC” Commercialization.

Debt securities classified in the “PIC” portfolio are recorded at value date, at acquisition cost, which include brokerage commissions. Debt securities are daily adjusted at market value. Investments denominated in foreign currency are valued separately by price and type of exchange. Earnings or losses product of the adjustment at market value are recorded in separate accounts, forming part of the equity, recording in income the amortization of discounts of debt securities issued without interests coupons.

Portfolio for Stocks Commercialization

Stocks assigned to be commercialized and which sharing percentage in the issuer entity is lower than 20% of its equity are classified in the portfolio for stocks commercialization.

Stocks which are object to public offering, issued in conformity with the established in the Law of Capital Markets or the Law of Joint Investment Entities are subject to classification of portfolio for commercialization. This category includes the stock in Bolsa de Valores de Caracas, C.A.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notas a la Información Complementaria (continuación)

Securities classified in the portfolio for stocks commercialization are recorded at value date, at their acquisition cost, which include brokerage commissions. Stocks object of public offering are daily adjusted at their market value when the holding percentage is lower than 20%. Investments denominated in foreign currency are valued separately by price and type of exchange. Earnings or losses product of the adjustment at market value are recorded in separate accounts forming part of the equity.

The stock in Bolsa de Valores de Caracas, C.A., is considered a monetary item and is recorded at updated historic cost, adjusted at its market value, wich is lesser. The difference between the updated acquisition cost and the market value is included in the caption equity, in the “unrealized surplus for adjustment at market value” account.

Investments in term deposits and placements

Under this caption are classified investments in term deposits and placements which generate interests, which are issued by financial institutions ruled by the Decree with Force of Law of Reformation of the General Law of Banks and Other Financial Institutions, the Law of the Saving and Loan National System and similar institutions abroad.

Propery in Use

Property in use is presented adjusted for inflation based on the purchase price of currency at June 2009, in regard to the acquisition date. The expense for depreciation of the six-month period is presented adjusted for inflation based on the same methodology used to adjust the cost.

Ítems which substantially increase the useful life of assets are capitalized. Maintenance and ordinary repairment costs are charged to expenses when they are incurred.

Depreciation is calculated by the straight line method, using an estimated useful life between 4 and 10 years. Assets which costs are lower than 190 Taxable Units are recorded with charge to the expenses account.

Other assets

The value of origin of organization and software expenses are included in other assets, which is presented at cost restated using the ratio derived from the National Consumer Price Index (INPC) from the date of its incorporation, net of the restated accrued amortization.

Income Tax

Income tax is calculated according to the fiscal legislation in force, and is considered as monetary item.

CAJA CARACAS CASA DE BOLSA, C.A. AND ITS AFFILIATE

Notas a la Información Complementaria (continuación)

Corporate capital, adjustments to equito and accrued results

These items were updated according to the date of origin of their components.

The updated corporate capital is equivalent to the addition of the nominal corporate capital and its updating. The unique possible destination of the capital is its conversion into corporate capital.

Pursuant to the established in Ven-NIF2, issued by the Federation of Public Accountants Associations in Venezuela, the accrued result for exposure to inflation (REME) must be transferred to the accrued results account, therefore eliminating the Result for Exposure to Inflation (REME). In conformity to this, the accrued results and the monetary results corresponding to the six-month periods ended as of December 31 and June 30 2009 are included in this account.

Income statement

Income and expenses associated to monetary captions were restated on the basis of the average National Index Price to Consumer (INPC) of the six-month period, up to the date of closing. Costs and expenses associated to non monetary items were restated in regard to consumption, amortization and depreciation of such items, based on their date of origin.

2. Monetary Result of the Fiscal Year (MRFY)

Monetary results of the fiscal year corresponded to earning or (loss) which occurred in the Company as a consequence of maintaining its equity protected or not against the effects of inflation. The effect of maintaining the assets unprotected from inflation was reflected in the income statement as monetary result.

Following is detail of the demonstrative statement of the monetary results of the six-month period, stated in bolivars:

	Semestre terminado el 31 de diciembre de 2009		Semestre terminado el 30 de junio de 2009	
	Histórico	Actualizado	Histórico	Actualizado
Posición monetaria neta inicial	85,939,417	97,022,641	56,834,513	62,956,488
Aumentos	60,578,026	63,493,477	66,079,946	68,940,584
Disminuciones	<u>(26,658,358)</u>	<u>(28,094,140)</u>	<u>(25,891,818)</u>	<u>(27,071,621)</u>
Posición monetaria final histórica	119,859,085	<u>132,421,978</u>	97,022,641	<u>104,825,451</u>
Posición monetaria final actualizada	<u>132,421,978</u>		<u>104,825,451</u>	
Resultado monetario del semestre	<u>(12,562,893)</u>		<u>(7,802,810)</u>	