GUARARAPES ANNOUNCES 37% GROWTH AND ADJUSTED OPERATING RESULT OF R$54.6 MILLION IN 2Q05.

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Conference Call in Portuguese

Tuesday (8/23)
10h30 (São Paulo)
Phone: (0xx11) 2101-1490
Code: Guararapes

There will be a presentation available for download in the section "empresa" of the website: www.riachuelo.com.br

São Paulo, August 16, 2005 – Guararapes Confecções S.A. (Bovespa: GUAR3 - ON and GUAR4 - PN), the largest apparel manufacturing company and the second largest apparel department store in Brazil, announces its results for the second quarter of 2005 (2Q05).

The following financial and operational information, except where otherwise indicated, are presented on a consolidated basis under the Brazilian Corporate Law.

Financial and Operating Highlights

- ✓ Consolidated gross revenue increased 37%, totaling R$508.0 million in 2Q05.
- ✓ Riachuelo's net income per m^2 reached R$1.8 thousand, up 38.4% over the R$ 1.3 thousand reported in 2Q04.
- ✓ Sales to Riachuelo represented 53.6% of the Parent Company's total sales in the quarter versus 43.8% in 2Q04.
- ✓ Consolidated gross margin grew 60 b.p. reaching 46.3%
- ✓ Financial service revenues were more than 3.5 times higher than in the same quarter of the previous year, totaling R$ 27 million.
- ✓ Adjusted EBITDA[1][1] totaled R$90.8 million, up 97.8% over the same quarter of the previous year.
- ✓ An increase of 843 thousand new private label cards in the first half of the year, a 168% increase in relation to the previous year, reaching 9.9 million cards issued.
- ✓ In this quarter the Company recognized R$116.0 million non-recurring Social Contribution expenses.
- ✓ The adjusted net income (considering tax benefits and excluding the aforementioned extraordinary expenses) totaled R$59.1 million, or R$0.94660 per share.

Highlights (R$ MM)	2Q05	2Q04	Var. (%)	1H05	1H04	Var. (%)
Gross Revenue	508.0	370.7	37.0%	867.9	621.8	39.6%
Net Revenue	**357.6**	**261.8**	**36.6%**	**611.0**	**442.4**	**38.1%**
Gross Income	**165.7**	**119.6**	**38.5%**	**276.9**	**200.5**	**38.1%**
Gross Margin	*0.5*	*0.5*	*62.6%*	*0.5*	*0.5*	*-1.6%*
Financial Service Revenue	27.8	6.0	366.3%	47.2	8.9	428.7%
Adjusted EBITDA[1]	**90.8**	**45.9**	**97.8%**	**133.4**	**61.6**	**116.7%**
EBITDA Margin	*25.4%*	*17.5%*	*7.9 p.p.*	*21.8%*	*13.9%*	*7.9 p.p.*
Net Income (Loss)	**(56.5)**	**24.3**	**n.m.**	**(38.1)**	**25.1**	**n.m.**
Adjusted Net Income (Loss)[2]	**(56.9)**	**29.3**	**n.m.**	**(32.6)**	**31.1**	**n.m.**
Adjusted Net Income (Loss)[3]	**59.1**	**29.3**	**101.8%**	**83.3**	**31.1**	**167.7%**

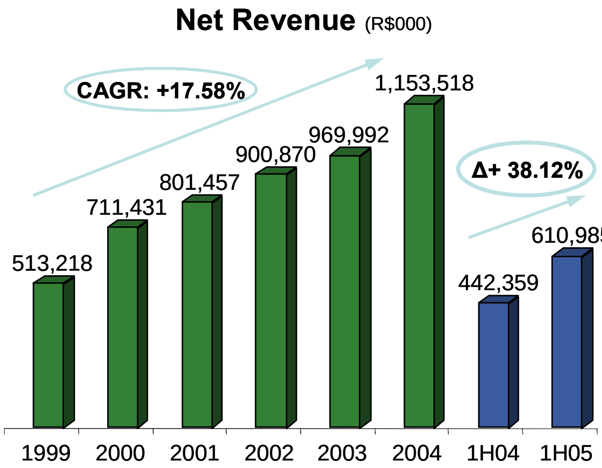
[1] Includes financial services Revenues.
[2] Includes Corporate Tax Benefits
[3] Excluding extraordinary CSLL (social contribution on net income) expenses

[1] Includes financial services Revenues.

Management Discussion and Analysis

Excellent operating results

The operating results for the quarter are an evidence of the excellent moment we are living. We had a 37% growth of consolidated revenue year-over-year, besides a slight increase of 60 basis points in our gross margin.



Our growth was basically determined by improved sales per square meter, once there was a limited number of store openings and expansions in the period.

Integration: Retail + Apparel

These results highlight the success of our strategy for the integration of our apparel manufacturing company and our retail chain, which represents a significant competitive advantage for our Company since it has enabled us to respond promptly to our consumers' demand.

In addition to this, there are also other important initiatives we have been implementing. For instance, in this quarter we had a promotion called "Vale a Pena" ("It is worth it") – encouraging consumption without sacrificing our margins significantly.

We have also been able to leverage consumption by offering new payment conditions, with longer terms and reduced interest, increasing our consumer's purchase power. Even more importantly, we have an aggressive program for the registration of new customers and issuance of new private label cards. We have issued more than 840 thousand new private label cards only in 2005 and intend to increase our private label card base to a total of 10 million units by the end of the year.

The new credit card issuances, the new payment conditions and also the less restrictive credit policy adopted have multiplied our financial service revenue by 4.5, which represents about 50% of our operating result.

Unfortunately, these excellent operating results were eclipsed by the non-recurring impact of R$116.0 million Social Contribution on net income referring to the period between 1990 and the beginning of the current year, whose values had not been disbursed or paid based on the Supreme Court's deliberation from 1992.

Non-recurring impact of CSLL

However, we received a delinquency notice for this figure; thus, we have been forced to make provisions for this sum, registering a considerable loss in the quarter. In any case, all the expenses referring to this extraordinary impact have already been fully accounted for in this quarter, so that we are prepared to register excellent margins as of the next quarter.

We would also like to formalize our desire to get closer to the market. In the previous quarter we had our first conference call, which proved to be a very positive experience and, therefore, has been incorporated in the Company's practices.

Now we implemented the first earnings release, unfortunately, it was not possible to prepare it in time to be published simultaneously with the CVM filings, which we will do as of the next quarter. We are also studying the possibility to hold an APIMEC meeting if we get positive feedback from the market. We are, therefore, taking our first steps to establish a more effective Investor Relations and we hope the market responds positively by increasingly demanding our presence.

Financial Results

Revenue growth of 37.0%

Revenues

Consolidated gross revenues totaled R$508.0 million, up by 37.0% over the R$370.7 million posted in the previous year.

Gross Revenue (R$ MM)	2Q05	2Q04	Var. (%)	1H05	1H04	Var. (%)
Consolidated	**508.0**	**370.7**	**37.0%**	**867.9**	**621.8**	**39.6%**
Guararapes Parent Company	*123.0*	*98.2*	*25.2%*	*218.1*	*164.8*	*32.4%*
Riachuelo	*450.9*	*315.5*	*42.9%*	*760.8*	*524.6*	*45.0%*

Net Revenue (R$ MM)	2Q05	2Q04	Var. (%)	1H05	1H04	Var. (%)
Consolidated	**357.6**	**261.8**	**36.6%**	**611.0**	**442.4**	**38.1%**
Guararapes Parent Company	*96.3*	*76.8*	*25.5%*	*170.6*	*129.6*	*31.7%*
Riachuelo	*312.7*	*218.9*	*42.8%*	*527.0*	*366.4*	*43.9%*

Guararapes Parent Company's gross revenue totaled R$123.0 million in the second quarter of 2005, a 25.2% growth over the same period of 2004. This result was positively influenced by sales volumes 8.9% higher than the in the same quarter of the previous year, resulting from a price increase in the period, along with a higher value-added product mix.

The sales to Riachuelo represented 53.6% of Guararapes Parent Company's total gross sales in the quarter versus 43.8% in the same period of the previous year, demonstrating greater integration between apparel manufacturing and retail activities.

Riachuelo posted gross sales of R$450.9 million, up 42.9% over the R$315.5 million registered in 2Q04. Excluding the 3 stores opened as of the second quarter of 2004, same store sales grew by 37.1%. Gross revenue per square meter increased by 38.5%, from R$1.9 thousand to R$ 2.6 thousand.

These figures are evidence that Riachuelo's growth has been concentrated in increased sales per square meter, once there have been limited store openings and expansions in the last years, given the concentration of expenditure in support infrastructure, such as distribution centers and operating control IT, increasing operational efficiency.

Riachuelo's growth has been based on more sales per m^2

The impressive growth of 38.5% of Riachuelo's revenue per square meter is a result of the 38.3% increase in sales volumes, once average prices have remained practically stable in the period due to the "Vale a Pena" ("It is worth it") promotion – one of the factors responsible for the excellent sales performance in the period.

In addition, sales were also strongly impacted by our aggressive registration campaign which has increased our customer base considerably and by the creation of payment options with longer terms and lower interest rates, increasing our customer's purchase power.

These initiatives have more than offset a winter which was warmer than the historical average, hindering the sales of our autumn-winter collection.

The Company's consolidated net revenue totaled R$357.6 million, 36.6% over the same result of the same period of the previous year, in line with the gross revenue growth.

Gross Income grows by 38.5% and gross margin increases 0.6p.p.

Cost of Products Sold and Gross Margin

Consolidated cost of products sold totaled R$192.0 million, a 35.0% growth over the R$142.1 million registered in 2Q04.

Therefore, gross income in the period was R$165.7 million, up 38.5% over the same period in the previous year. The consolidated gross margin was 46.3%, 60 basis points above the 45.7% registered in 2Q04.

Gross Income	2Q05	2Q04	Chg. %
Consolidated	165.7	119.6	38.5%
Guararapes Parent Company	30.7	18.5	65.7%
Riachuelo	135.0	101.3	33.2%

Gross Margin	2Q05	2Q04	Chg. %
Consolidated	46.3%	45.7%	60 b.p.
Guararapes Parent Company	31.9%	24.2%	78 b.p.
Riachuelo	43.2%	46.3%	-31 b.p.

Guararapes Parent Company's cost of goods sold reached R$65.6 million, a 12.7% increase in relation to the R$58.2 million registered in the same period of the previous year, primarily due to 8.9% higher volumes in the period.

Guararapes Parent Company's gross income grew by 65.7%, to R$30.7 million, representing a 31.9% gross margin compared to the 24.2% margin in the same period of the previous year.

Riachuelo's cost of goods sold was R$177.7 million in the quarter, a 51.1% growth in relation to 2Q04. This increase is explained by the 38.3% hike in sales volumes and by a higher value-added product mix and, consequently, higher unitary costs.

Riachuelo's gross income totaled R$ 135.0 million, a 33.2% increase in relation to the same period of the previous year due to the strong performance of the business unit's sales. The gross margin was 43.2%, having a slight decrease of 310 basis points due to our aggressive sales campaign, "Vale a Pena" ("It is worth it").

Operating Expenses Decrease in Relation to Net Revenues

General, Selling and Administrative Expenses

Expenses with consolidated sales totaled R$100.3 million, 33.1% over the R$ 75.3 million recorded in the same period of 2004, mainly due to higher sales and our aggressive campaign for the registration of new customers, which had 1,700 promoters working with exclusive dedication.

In relation to our net revenues, selling expenses had a slight drop from 28.8% to 28.0%, an evidence of the Company's efficient cost control.

Administrative expenses, excluding the impact of extraordinary social contribution, grew by 27.5%, to 39.2 million below the level of gross sales growth.

Financial Service Revenues

The Company's financial activities are among its main activities, these activities profit from the relationship the Company maintains with its customers.

Riachuelo's credit card is nowadays one of the Company's main assets, it represents the relationship with customers; and this relationship is what has enabled the Company to offer cross sales of financial products.

Therefore, the Company's main investment in 2005 will be towards the increase in the numbers of issued and active private label cards. In the end of the quarter, there were more than 9.9 million private label cards and our goal was to finish the year with more than 10.1 million private label cards, i.e., we are very close to this goal and, as a matter of fact, we should exceed it

Although these products are offered in partnership with banks to comply with legal requirements, the Company manages the relationship with the customer and assumes the credit risks of these operations which should be maintained at low levels due to the knowledge of the customer's payment history through Riachuelo credit card.

These services accounted for revenues totaling R$27.8 million in the quarter, representing an increase of more than 4.5 times the R$6.0 million financial service revenue registered in the second quarter of 2004.

In addition to the aggressive program for the issuance of new private label cards, this result is also due to new payment plans, with longer terms and lower interest and from a less restrictive credit concession policy.

Core Business: EBITDA from textile products + Revenue from Financial Products

Operating Result: EBITDA + Financial Services

The Company considers both the results from apparel sales and financial service revenues as results from its core business.

Therefore, we present our EBIT and EBITDA added to financial service revenues as a way to represent our operating cash generation more accurately.

Adjusted EBIT[2] reached R$54.9 million, a 188.3% growth over the same period of the previous year.

Adjusted EBITDA totaled R$90.8, a 97.8% increase over the same period of the previous year due to the revenue increase.

CSLL Extraordinary Expenses totaling R$ 116. 0 million

Social Contribution Extraordinary Expenses

The Company, based on a decision of the Supreme Court from 1992, did not pay or make provisions for social contribution on net income in the period between 1990 to March 2005.

However, the Company started receiving delinquency notices from the Federal Revenue Secretariat. Although we consider this procedure arbitrary, since it constitutes the revision of an issue which was previously judged, the Company believes that entering a judicial dispute would be prejudicial to the regular conduction of its core business.

Therefore, in the second quarter of 2004, the Company agreed with the Federal Revenue and the Attorney-General of the National Treasury and chose to acknowledge all the debt referring to social contribution on net income.

The principal value was posted under the section Administrative Expenses totaling R$69.6 million and the interest on social contribution were accounted for as Financial Expenses totaling

R$46.4 million. Thus, social contribution extraordinary expenses totaled R$116.0 million. For the sake of simplification, these effects were expurgated both from financial expenses and administrative expenses, being presented in different lines. This sum was completely acknowledged in the results of the second quarter 2005; however, this sum will be paid in 60 monthly installments, minimizing the effect on cash.

Financial Revenues and Expenses

Net financial expenses, excluding financial service revenues, totaled R$ 28.4 million in the quarter, due to the non-recurring R$46.4 million spent on interest on CSLL.

Excluding this effect, the company registered a R$17.9 million net financial revenue, up by 40.6% in relation to the same period of the previous year.

Part of the Company's financial revenue refers to tax incentives in the scope of the Ceara Industrial Development Fund (IDF) and the Program for the Support of the Industrial Development in Rio Grande do Norte (PSID). Within these programs, 75% of the ICMS (tax on distribution of goods and services) payable is registered as financing at low interest rates (TJLP and TR + 3% p.a., respectively) and the Company registers gains with the application until the settlement of the financing.

The higher net financial revenues, excluding financial service revenues are due to a higher cash position. The net cash, i.e. net of gross debt was R$76.1 million in the end of the quarter, compared to a net cash of R$36.4 million on June 30, 2004.

Result Before Taxes/ Equity Results

The result before taxes/ equity results was R$ 43.6 million negative due to non-recurring CSLL expenses totaling R$116.0 million. Excluding this effect, the result would have been R$72.4 million, a 114.3% increase year-over-year.

Net Income and Adjusted Net Income

Adjusted Net Income (loss) considers the impact of the Company's tax benefits.

The net loss for the period totaled R$56.5 million in the quarter, also due to non-recurring CSLL expenses, compared to a net income of R$24.3 million in 2Q04.

In addition, in compliance with the CVM's Circular Letter #309, from December 17, 1986, the income tax in the result does not take tax benefits into account.

The Company has income tax benefits on own manufactured products, conditioned to the capital reserve per equivalent amount.

The aforementioned benefits granted by the extinct SUDENE are in effect, enhancing the results of the own manufactured products, distributed as follows:

✓ *Fortaleza – CE:*

a) Manufactured products: Weave shirts, pants, shorts and other pieces of clothing in jeans, with a 50% income tax reduction;

b) Cloth pants, Sportswear pants, and cloth shorts with income tax exemption on the results of own manufactured products until the fiscal year of 2008.

✓ *Natal – RN:*

Income tax exemption on results and weave shirts until the fiscal year of 2008.

Capital Expenditure

Our investment plan for the year comprises: a) R$ 40 million investment in the acquisition of new accounts for Riachuelo's private label cards.; b) R$ 40 million for the remodeling of 20 existing stores, whose works are predicted to start in the second semester; and c) R$ 20 million in equipment and facility modernization.

Reinvesting in the Expansion of the Business

Of this total, R$ 54.0 million were already invested specially in: (i) the acquisition of 843 thousand new private label cards in the first half of the year, a 168% increase in relation to the previous year; (ii) the opening of a new store in Shopping Midway Mall in Natal; and (iii) the completion of the remodeling of Teresina's store and other minor remodelings.

Outlook

The Company has a strong growth potential nowadays. This growth will be developed in 4 work fronts:

✓ Increase the number of stores;

✓ Increase the area of the stores;

✓ Increase sales per square meter;

✓ Increase financial service revenues.

There is great room for consolidation since the market should reach 6.5 billion pieces in 2005[1]. The perspective is that Riachuelo delivers 90 million pieces, bearing in mind that the five largest companies should sell about 500 million pieces.

This fragmented scenario is due to the enormous informality level of the textile sector which has been decreasing with technology advancements and scale economy. So, with the result of these advancements, you can expect the leaders of the textile retail market, which have 1.0% and 1.5% market shares to reach 10% and 15% in ten years, bearing in mind that in some European countries the market leader has a market share between 30% and 40% and in the USA, the six largest companies have a 70% market share.

In relation to the number of stores, the only new store this year was the one in Midway Mall, with 4,500m^2 and one of our 3 best stores in terms of sales. We intend to start a more aggressive plan for the opening of stores as of 2006, with the opening of 6 new stores.

The expansion of the store area will be a result of the opening of new stores, diluting the participation of the old stores whose average size is considerably smaller than the new ones, about 4,000 m^2 and our current average is only 2,200 m^2. In addition, the increase of the store area will also result from scheduled remodelings. We are investing in the remodeling of 20 stores only in 2005, which will increase our area by 10,000m^2, representing about 6% of the total area.

In this quarter we already verified a strong growth of gross sales per square meter, which have increased more than 38% when compared to the second quarter of the previous year. We expect to achieve R$10.4 thousand average sales growth per square meter in 2005, bearing in mind that the second semester is seasonally substantially stronger than the first.

The consumption increase has also been strongly influenced by our aggressive campaign for the registration of new customers, as well as by new products to finance consumption, increasing payment terms.

In this sense, we can increase the number of Riachuelo private label cards, from more than 9 million to 10.1 million. By the end of the second quarter, he had registered 843 thousand new customers. Thus, we have reached 9.9 million cards and we are confident we will outdo our goal.

The increase in the number of cards, our enhanced expertise and the new products we have developed have contributed to the hike in financial revenues.

These services have enabled meaningful gains, representing over 50% of our current operating result at low credit risk and delinquency levels of approximately 4% due to our relationship with the customer that we recently decided to reduce our requirements, for even with an increase in delinquency rates, it would be more profitable to increase the penetration of these products.

The penetration of this product in our customer base is still around 1% and we believe that this number may easily grow to approximately 4%. In 2005 we plan to grow steadily at rates similar to this quarter's

Finally, it is worth pointing out that the investments related to the Midway Mall were finished in April and it is now operating with 98% of the total area leased.

Events and Contact

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For further information, please contact:
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This release contains forward-looking statements relating to the prospects of the business, estimates for operating and financial results, and those related to growth prospects of Guararapes Confecções S.A. and its subsidiaries. These are merely projections and, as such, are based exclusively on the expectations of Guararapes' management concerning the future of the business and its continuous access to capital to finance the Company's business plan. Such forward-looking statements depend, substantially, on changes in market conditions, government regulations, competitive pressures, the performance of the Brazilian and international economies and the industry and are, therefore, subject to change without prior notice.

About Guararapes

Guararapes is the largest apparel manufacturing company in Brazil and controller of Riachuelo's retail chain, the second largest apparel department store in Brazil, with 77 stores distributed all over the country, as it can be seen on this map.

The textile retail market in developed countries shows that large-scale companies account for 30% to 40% of the market, where in Brazil the sum of the largest companies represents less than 7% of the total. The greatest competitive differential of small companies is the informality of its operations.

However, the large chain companies have grown due to scale gains, to investments in product quality, to their position as fashion sellers and to the faster inventory turnover which enables large companies to quickly adapt to the season's trends.

Within this perspective, Guararapes has grown more than the market. The volume of the apparel manufacturing company has grown an average of 41% p.a. since 2000 and retail sales have increased an average of 18% p.a. in the same period.

In the last years, Guararapes has made solid investments in its support operations with the facility modernization, the opening of two distribution centers in Natal and Sao Paulo and the implementation of information technology for financial and operational management.

As a result of these investments, the lapse between the beginning of the production in Guararapes and the sales to the final customer in Riachuelo declined from 180 to 40 days. One of the most important advantages of Guararapes is the integration between retail and production, the unique proved success model, once this integration empowers the company to quickly respond to the changes in the market.

Riachuelo private label cards are one of the main assets of the Company, establishing a long-term relationship with an increasing customer base, which already outnumbers 9 million people nowadays with a 10.1 million target still in 2005. Additionally, one of the company's main operations nowadays is financial services, which are carried out by means of the company's credit card and which offer customers sales on account with interest, personal credit, insurance, among others.

Income Statement	2Q05	2Q04	Chg. (%)	1H05	1H04	Chg. (%)
Gross Revenues	508,028	370,731	37.0%	867,855	621,784	39.6%
Gross Revenues - Parent Company	*122,964*	*98,230*	*25.2%*	*218,145*	*164,817*	*32.4%*
Gross Revenues - Riachuelo	*450,915*	*315,522*	*42.9%*	*760,831*	*524,649*	*45.0%*
Deductions	(150,411)	(108,975)	38.0%	(256,870)	(179,425)	43.2%
Net Revenues	**357,617**	**261,756**	**36.6%**	**610,985**	**442,359**	**38.1%**
Net Revenues - Parent Company	*96,318*	*76,761*	*25.5%*	*170,635*	*129,556*	*31.7%*
Receita Líquida - Riachuelo	*312,691*	*218,903*	*42.8%*	*527,032*	*366,350*	*43.9%*
Cost of Produtcts and/or Services Sold	(191,963)	(142,144)	35.0%	(334,090)	(241,814)	38.2%
COGS - Parent Company	*(65,588)*	*(58,220)*	*12.7%*	*(116,868)*	*(98,889)*	*18.2%*
COGS - Riachuelo	*(177,663)*	*(117,555)*	*51.1%*	*(301,492)*	*(197,148)*	*52.9%*
Gross Profit	**165,654**	**119,612**	**38.5%**	**276,895**	**200,545**	**38.1%**
Gross Profit - Parent Company	*30,730*	*18,541*	*65.7%*	*53,767*	*30,667*	*75.3%*
Gross Profit - Riachuelo	*135,028*	*101,348*	*33.2%*	*225,540*	*169,202*	*33.3%*
Gross Margin	*46.3%*	*45.7%*	*0.6 p.p.*	*45.3%*	*45.3%*	*0.0 p.p.*
Gross Margin - Parent Company	*31.9%*	*24.2%*	*7.8 p.p.*	*31.5%*	*23.7%*	*7.8 p.p.*
Gross Margin - Riachuelo	*43.2%*	*46.3%*	*-3.1 p.p.*	*42.8%*	*46.2%*	*-3.4 p.p.*
Sales Expenses	(100,254)	(75,331)	33.1%	(185,064)	(137,609)	34.5%
General and Administrative Expenses	(39,241)	(30,771)	27.5%	(71,281)	(58,927)	21.0%
Other Expenses (Revenues)	921	(435)	n.m.	411	(1,413)	n.m.
Financial Services Revenue	27,790	5,960	366.3%	47,198	8,928	428.7%
Sales Expenses	**54,870**	**19,035**	**188.3%**	**68,159**	**11,524**	**491.5%**
Extraordinary Item: Social Contribution	(69,606)	-	n.m.	(69,606)	-	n.m.
Interest on Extraordinary CSLL	(46,370)	-	n.m.	(46,370)	-	n.m.
Net Financial Expenses	17,921	12,746	40.6%	29,546	21,852	35.2%
Non Operational Result	(384)	2,004	n.m.	254	2,421	-89.5%
Income Before Taxes / Stake	**(43,569)**	**33,785**	**n.m.**	**(18,017)**	**35,797**	**n.m.**
Provision for Taxes and Social Contribution	(12,903)	(9,508)	35.7%	(20,058)	(10,747)	86.6%
Net Income/Loss	**(56,472)**	**24,277**	**n.m.**	**(38,075)**	**25,050**	**n.m.**
Net Adjusted Income/Loss[2]	**(56,908)**	**29,277**	**n.m.**	**(32,627)**	**31,135**	**n.m.**
Net Adjusted Income/Loss[3]	**59,068**	**29,277**	**101.8%**	**83,349**	**31,135**	**167.7%**

[1] Includes financial services revenues.
[2] Includes the Company's tax benefits..
[3] Excludes extraordinary Social Contribution expenses.

Assets	06/30/2005	03/31/2005
Current Assets	**686,044**	**595,566**
Cash and Cash Equivalents	155,419	110,936
Credits	325,834	265,088
Inventories	204,119	192,130
Other	672	27,412
Long Term Assets	**24,312**	**23,728**
Other	24,312	23,728
Deferred Income Tex	2,367	2,367
Judicial Deposits and Other	14,639	14,634
ICMS recoverable	7,306	6,727
Property Plant & Equivalent	**542,049**	**530,691**
Investments	1,043	1,043
Fixed Assets	495,563	486,136
Deferred	45,443	43,512
Total Assets	**1,252,405**	**1,149,985**

Liabilities	06/30/2005	03/31/2005
Current Liabilities	**295,203**	**243,771**
Loans and Financing	49	31
Debentures	-	-
Suppliers	178,111	146,133
Taxes, Fees and Contributions	75,565	13,735
Dividends Payable	200	29,803
Provisions	14,331	27,855
Related Parties Debt	-	-
Other	26,947	26,214
Long Term Liabilities	**183,648**	**75,752**
Loans and Financing	-	-
Debentures	-	-
Provisions	-	-
Related Parties Debt	79,276	56,035
Other	104,372	19,717
Taxes and Contribution	19,717	19,717
Social Contribution	84,655	-
Shareholders Equity	**773,554**	**830,462**
Capital Stock	660,000	620,000
Capital Reserve	5,448	29,590
Profit Reserves	146,181	162,475
Legal	25,792	22,330
Profit Retention	120,389	140,145
Acumulated Profit / Loss	(38,075)	18,397
Total Liabilities	**1,252,405**	**1,149,985**