Banco Itaú Holding Financeira S.A.

Executive Sumary

Third Quarter of 2008

Executive Summary
Third Quarter of 2008

Highlights - Managerial Criteria

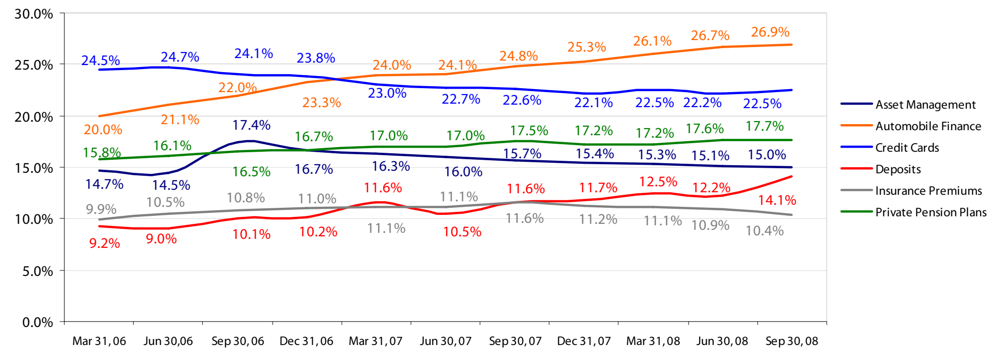
R$ Million (except where indicated)

Statements of Income	3rd Q/08	2nd Q/08	3rd Q/07	Jan - Sep/08	Jan - Sep/07
Net Income - Parent Company	1,848	2,041	2,428	5,932	6,444
Recurring Net Income	1,973	2,079	1,569	6,031	5,389
Managerial Financial Margin (1)	6,373	5,867	4,825	17,775	15,059
Income per Share (R$)					
Consolidated Net Income per share (2)	0.62	0.69	0.81	2.00	2.15
Consolidated Recurring Net Income per share (2)	0.66	0.70	0.52	2.03	1.80
Number of Outstanding Shares - in thousands (3)	2,965,739	2,965,266	2,994,773	2,965,739	2,994,773
Book Value per share (2)	10.65	10.23	9.35	10.65	9.35
Dividends/JCP net of taxes (4) (R$ Million)	554	612	685	1,780	1,777
Dividends/JCP net of taxes (4) per share	0.19	0.21	0.23	0.61	0.59
Market Capitalization (5) (R$ Million)	90,485	96,668	110,747	90,485	110,747
Market Capitalization (5) (US$ Million)	47,268	60,725	60,224	47,268	60,224
Performance Ratios (%)					
Return on Average Equity - Annualized (6)	23.9%	27.4%	35.6%	26.3%	33.3%
Recurring Return on Average Equity - Annualized (6)	25.5%	27.9%	23.0%	26.8%	27.9%
Return on Average Assets - Annualized (6)	2.0%	2.4%	3.5%	2.3%	3.4%
Recurring Return on Average Assets - Annualized (6)	2.1%	2.5%	2.3%	2.4%	2.8%
Solvency Ratio (BIS Ratio)	14.7%	16.4%	15.3%	14.7%	15.3%
Annualized Net Interest Margin (7)	10.4%	10.4%	11.4%	10.5%	11.6%
Nonperforming Loans Index (NPL) (8)	4.0%	4.3%	4.7%	4.0%	4.7%
Provision for Loan Losses/Nonperforming Loans	147%	143%	161%	147%	161%
Efficiency Ratio	47.0%	43.9%	47.1%	44.8%	45.6%

Balance Sheet		Sep 30, 08		Jun 30, 08		Sep 30, 07
Total Assets		396,599		343,870		298,484
Credit Operations (A)	*151,015*		*134,879*		*103,832*	
Sureties, Endorsements and Guarantees	*13,471*	164,486	*13,194*	148,073	*10,239*	114,071
Deposits + Debentures + Borrowings and Onlending and Securities (9) (B)		162,905		143,966		111,681
Credit Operations / Funding (A/B)		92.7%		93.7%		93.0%
Stockholders' Equity of Parent Company		31,591		30,341		28,003
Relevant Data						
Assets Under Management (AUM)		209,400		218,026		201,217
Employees (Individuals)		71,616		69,163		64,676
Active Customers (Million)		14.2		13.9		13.4
Products/Customer (Units)		5.1		5.1		5.1
Branches (Units)		2,854		2,812		2,691
CSBs (Units)		746		745		759
Automated Teller Machines (Units)		23,892		23,880		23,424
Taií Stores		756		736		1,046
FIC Self Service Kiosks		343		344		-

(1) Described on page 5.
(2) Calculated considering the weighted average number of shares outstanding.
(3) The number of shares outstanding was adjusted to reflect the stock split that occurred in October 2007 and in April 2008.
(4) JCP– interest on own capital. Amounts paid/provisioned (Note 15 - b II to the Financial Statements).
(5) Calculated based on the average quotation of preferred shares on the last trading day in the period.
(6) Annualized Return was calculated by dividing Net Income of the parent company by the Average Stockholders' Equity of the parent company/Average Assets. The quotient of this division was multiplied by the number of periods of the year to derive the annualized index.
(7) Does not include Treasury.
(8) The ratio of transactions more than 60 days overdue to the total loan portfolio.
(9) Net of compulsory deposits as described on page 43.

Shares of Major Markets



Note: The Deposits, Automobile Finance and Private Pension Plans market shares refers to August 2008.
The Insurance Premiums market share includes VGBL and health insurance, and the last figure refers to the period of September 2007 to August 2008.
Sources: Bacen, Susep, Anbid, Abel and Abecs.

Executive Summary
Third Quarter of 2008

Managerial Statement of Income

Banco Itaú Holding Financeira's consolidated net income for the third quarter of 2008 was impacted by the following non-recurring events: (i) setting up of an excess provision for possible loan losses; (ii) amortization of goodwill paid on the acquisition of investments; (iii) setting up of a provision for losses arising from economic stabilization plans implemented during the 1980's; (iv) BPI's income from Banco BCP shares; and (v) gain on the disposal of VISA shares as displayed below.

R$ Million

	3rd Q/08	2nd Q/08	Jan - Sep/08	Jan - Sep/07
Net Income	1,848	2,041	5,932	6,444
Managerial Financial Margin	-	-	-	124
Escrow account Itaú BBA	-	-	-	124
Result from Loan Losses	100	-	100	400
Additional Provision for Loan Losses	100	-	100	400
Non-interest Expenses	98	113	294	399
Amortization of goodwill (*)	10	18	28	159
Economic Plans provision	87	95	266	240
Equity in the Earnings of Associated Companies	(13)	89	76	-
Gain on Banco BCP shares from BPI	(13)	89	76	-
Non-Operating Results	(3)	(106)	(292)	(2,402)
Disposal of interest in Redecard	-	-	-	(1,545)
Selling of interest in Serasa	-	-	-	(743)
Selling of BKB building	-	-	-	(114)
Gain on Sale of Mastercard shares	-	-	(83)	-
Gain on Sale of VISA shares	(3)	(42)	(144)	-
Gain on Sale of BM&F and Bovespa shares	-	(64)	(64)	-
Income Tax and Social Contribution	(59)	(27)	(52)	526
Tax effects on non-recurring events	(59)	(27)	(52)	526
Minority Interests	4	(31)	(27)	(101)
NON-RECURRING EFFECTS	126	38	99	(1,055)
Recurring Net Income	1,973	2,079	6,031	5,389

(*) This relates to goodwill paid on the acquisition of Unión Capital Afap (Uruguai), in the third quarter of 2008, Banco BPI and Delle Holdings shares in the second quarter of 2008, as well as the investment in Private Bank operations in Miami, in the first half of 2007.

Macroeconomic Indices

	Sep 30,08	Jun 30,08	Sep 30,07
EMBI Brazil Risk	303	241	164
CDI (In the Quarter)	3.2%	2.7%	2.8%
Dollar Exchange Rate (Var. in the Quarter)	20.3%	-9.0%	-4.5%
Dollar Exchange Rate (Quotation in R$)	1.9143	1.5919	1.8389
IGP-M (In the Quarter)	1.5%	4.3%	2.6%
Savings Rate (In The Quarter)	2.1%	1.8%	1.8%

Tax Effect of Hedge of Investments Abroad and Sovereign Bonds

R$ Million

	3rd Q/08	2nd Q/08	Variation
Tax Effect of Hedge of Investments Abroad (*)	1,372	(621)	1,993
Tax Effect of Sovereign Bonds	166	76	90
Total	1,538	(545)	2,083

(*) As shown in the table on page 14.

Managerial Statement of Income

The Management Discussion and Analysis Report is based on the Managerial Statement of Income which arises from reclassifications made in the accounting statement of income. Details of such reclassifications can be found in the reports for June 2005 to March 2006.

During the third quarter of 2008, the real depreciated 20.3% against the U.S. dollar, compared to a 9.0% appreciation in the prior quarter. With respect to the euro, the real depreciated 7.5% in the period, compared to a 9.2% appreciation in the second quarter.

As a result of the exchange variation seen in the third quarter of the year, combined with our exchange risk management of investments abroad – which takes into account the tax effects on this exposure to determine the amount of the liabilities position in exchange derivatives required to hedge such investments – income arising from the tax effect of the hedge of investments abroad and sovereign bonds reached R$ 1,538 million.

Managerial Statement of Income

Managerial Adjustments Made:
Adjustment 1: Exclusion of Distribution of Exchange Variation from Investments Abroad.
Adjustment 2: Tax Effect of Hedge of Investments Abroad and Sovereign Bonds.

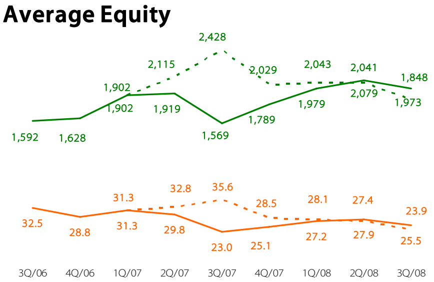
R$ Million

3rd Quarter/08	Banco Itaú Holding				
	Accounting	Non-reccuring effects	Managerial Adjustments		Managerial
			Adjustment 1	Adjustment 2	
Managerial Financial Margin	**4,941**	**-**	**(107)**	**1,538**	**6,373**
• Financial Margin with Customers	5,631	-	-	-	5,631
• Financial Margin with Market	(690)	-	(107)	1,538	741
Result from Loan Losses	**(1,851)**	**100**	**36**	**-**	**(1,715)**
Provision for Loan and Lease Losses	(2,188)	100	36	-	(2,052)
Recovery of Credits Written Off as Losses	337	-	-	-	337
Net Result from Financial Operations	**3,090**	**100**	**(70)**	**1,538**	**4,658**
Other Operating Income/(Expenses)	**(1,495)**	**84**	**(6)**	**(108)**	**(1,524)**
Banking fees and charge revenues	2,591	-	(8)	-	2,583
Result from Op. of Insurance, Pension Plans and Capitalization	325	-	-	-	325
Non-interest Expenses	(4,404)	98	61	-	(4,245)
Tax Expenses for ISS, PIS and Cofins	(422)	-	-	(108)	(530)
Equity in the Earnings of Associated Companies	123	(13)	(54)	-	56
Other Operating Income	292	-	(5)	-	287
Operating Income	**1,595**	**184**	**(76)**	**1,431**	**3,134**
Non-operating Income	26	(3)	(4)	-	20
Income before Tax and Profit Sharing	**1,621**	**181**	**(80)**	**1,431**	**3,153**
Income Tax and Social Contribution	**560**	**(59)**	**7**	(1,431)	**(923)**
Profit Sharing	**(207)**	**-**	-	-	**(207)**
Minority Interests	**(127)**	**4**	73	-	**(51)**
Net Income	**1,848**	**126**	**-**	**-**	**1,973**

R$ Million

2nd Quarter/08	Banco Itaú Holding				
	Accounting	Non-reccuring effects	Managerial Adjustments		Managerial
			Adjustment 1	Adjustment 2	
Managerial Financial Margin	**6,350**	**-**	**61**	**(545)**	**5,867**
• Financial Margin with Customers	5,154	-	-	-	5,154
• Financial Margin with Market	1,196	-	61	(545)	713
Result from Loan Losses	**(1,623)**	**-**	**(39)**	**-**	**(1,662)**
Provision for Loan and Lease Losses	(1,919)	-	(39)	-	(1,958)
Recovery of Credits Written Off as Losses	296	-	-	-	296
Net Result from Financial Operations	**4,728**	**-**	**22**	**(545)**	**4,205**
Other Operating Income/(Expenses)	**(1,430)**	**202**	**77**	**71**	**(1,080)**
Banking fees and charge revenues	2,583	-	11	-	2,594
Result from Op. of Insurance, Pension Plans and Capitalization	368	-	-	-	368
Non-interest Expenses	(3,814)	113	(4)	-	(3,705)
Tax Expenses for ISS, PIS and Cofins	(564)	-	-	71	(493)
Equity in the Earnings of Associated Companies	(108)	89	74	-	55
Other Operating Income	105	-	(3)	-	102
Operating Income	**3,298**	**202**	**99**	**(474)**	**3,125**
Non-operating Income	109	(106)	3	-	6
Income before Tax and Profit Sharing	**3,407**	**95**	**102**	**(474)**	**3,131**
Income Tax and Social Contribution	**(1,202)**	**(27)**	**(8)**	**474**	**(763)**
Profit Sharing	**(224)**	**-**	**-**	**-**	**(224)**
Minority Interests in subsidiaries	**60**	**(31)**	**(94)**	**-**	**(65)**
Net Income	**2,041**	**38**	**-**	**-**	**2,079**

Net Income and Annualized Return on Average Equity

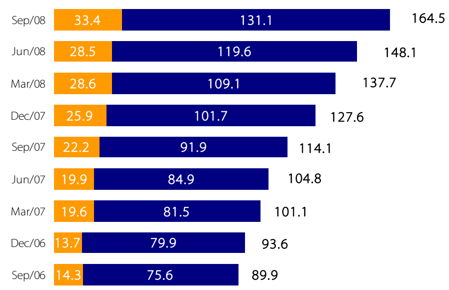


Recurring ROE Annualized (%)
Recurring Net Income (R$ Million)
Net Income and ROE

Our consolidated net income for the third quarter of 2008 was R$ 1,848 million. During the period, the recurring consolidated net income amounted to R$ 1,973 million, a 5.1% decline from the recurring net income for the prior quarter. At September 30, 2008, the parent company stockholders' equity reached R$ 31,591 million, giving rise to an annualized recurring return on average net equity of 25.5% in the quarter, which corresponds to a 2.4 percentage point decrease compared to the prior quarter.

Loan Portfolio (*)

R$ Billion



Foreign Currency   Local Currency

(*) Includes endorsements and sureties.
More details on page 41.

R$ Million

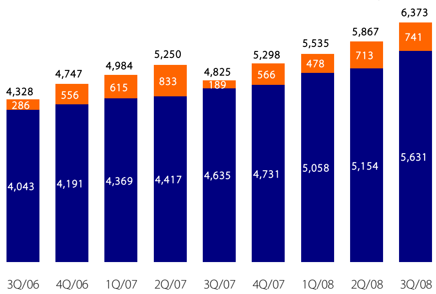
	Sep 30,08	Jun 30,08	Sep 30,07	Variation (%) Sep/08-Jun/08	Variation (%) Sep/08-Sep/07
Individuals	66,158	62,276	49,174	6.2%	34.5%
Credit Card	11,447	11,076	9,466	3.4%	20.9%
Personal Loans	15,296	15,160	14,149	0.9%	8.1%
Vehicles	39,414	36,040	25,558	9.4%	54.2%
Businesses	79,198	69,308	50,880	14.3%	55.7%
Corporate	45,900	40,283	31,580	13.9%	45.3%
Micro, small and middle market	33,298	29,025	19,300	14.7%	72.5%
Directed Loans	8,144	7,232	5,853	12.6%	39.1%
Rural Loans	4,574	4,052	3,390	12.9%	34.9%
Mortgage Loans	3,570	3,180	2,463	12.2%	44.9%
Argentina/Chile/Uruguay	10,986	9,258	8,164	18.7%	34.6%
Total	164,486	148,073	114,071	11.1%	44.2%

Note: In the quarter, we adjusted the Itaubank segment clients profile (micro, small and middle market) and the Itaú BBA segment (largest companies), transferring them to adaptation in the standard established for these segments. The clients profile information was reclassified to allow comparison with prior periods.

The loan and financing portfolio, including sureties and endorsements, added up to R$ 164,486 million in the third quarter of 2008, up 11.1% from the prior quarter. The 9.4% increase in vehicle financing and leasing, as well as the 14.7% rise in credits to micro, small and mid-sized companies were the highlights of the quarter, as a result of our focus on those operations. At September 30, 2008, 20.3% of our credit assets was denominated in, or linked to, foreign currencies, and the depreciation of the real against such currencies was one of the drivers of the variation seen in the total balance of transactions quarter-on-quarter. Such impact is substantially reflected in the 18.7% increase in the credit portfolio of our operations in Chile, Uruguay and Argentina, as well as in the 13.9% growth in our large corporation portfolio. To a lesser extent, the balance of transactions with micro, small and mid-sized companies was also impacted by the exchange variation during the quarter. Without giving effect to the exchange variation, the total growth in the credit portfolio balance would have been 6.9% quarter-on-quarter.

Managerial Financial Margin

R$ Million

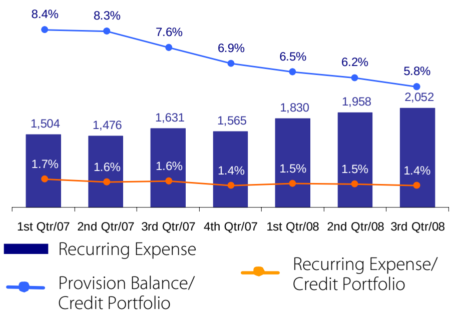


Customer Financial Margin
Market Financial Margin

Our managerial financial margin reached R$ 6,373 million in the third quarter of 2008, growing by 8.6% compared to the second quarter of the year. The managerial financial margin on customer transactions increased by 9.3% quarter-on-quarter, totaling R$ 5,631 million. The increased balance of loan transactions once more had a positive impact on the financial margin on customer transactions. The managerial financial margin on market transactions grew by 3.9% compared to the prior period, essentially driven by the increased treasury financial margin, due to higher gains on fixed income transactions.

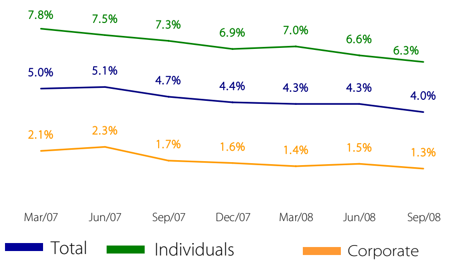
Provision for Loan Losses and Credit Portfolio

R$ Million



In the third quarter of 2008, expenses with the provision for doubtful loans increased by 4.8% compared to the prior quarter, primarily due to the 11.1% expansion in the loan and financing portfolio balance. During the quarter, the Bank adopted a policy of greater selectivity for granting loans. The nonperforming loan ratio improved by 0.3 percentage point from the prior quarter, to reach 4.0%. The ratio for the individuals portfolio and the companies portfolio improved by 0.3 and 0.2 percentage points, respectively, compared to the second quarter of the year. The focus on risk quality and the impact of the exchange variation on the total balance of credit assets were the factors behind the improvement in this performance indicator.

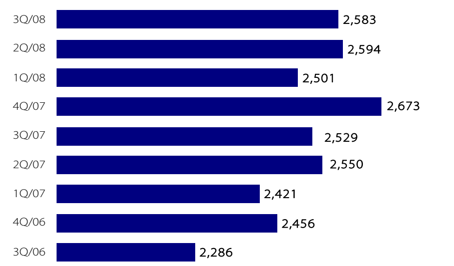
NPL Ratio(*) - Individuals x Businesses (%)



(*) Nonperforming Loans: Loan transactions overdue more than 60 days.

Banking fees and charge

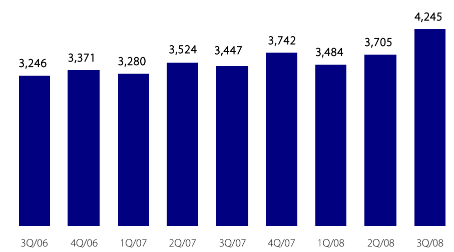
R$ Million



Banking fees revenues and banking charge revenues amounted to R$ 2,583 million in the third quarter of the year, a 0.4% decline compared to the prior quarter. During the period, revenues from credit card transactions increased, primarily as a result of the expansion in the card base and transaction volume. Revenues from fund management were adversely impacted by the lower performance rates seen in a less favorable market environment than in the prior quarter, as well as the decrease in the volume of assets under management, which have migrated to term deposit transactions. Also in the third quarter, revenues from brokerage, securities placement and economic advisory services decreased, in line with the drop in new public offers of shares.

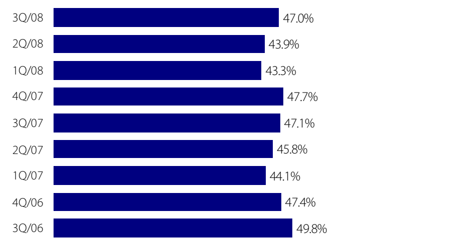
Non-interest Expenses

R$ Million



In the third quarter of 2008, non-interest expenses increased by 14.6% compared to the prior period. Personnel expenses were higher than in the second quarter, owing to the readjustment of salaries and benefits under the new Collective Labor Agreement. The full impact of the bank employees' salary adjustment is reflected in net income for the period. Furthermore, the number of employees grew by 3.5% to reach 71,616 at the end of the period. Facilities, data processing and telecommunications, marketing and third-party service expenses also increased. As a result of these drivers, the Bank efficiency ratio stood at 47.0% in the third quarter of the year.

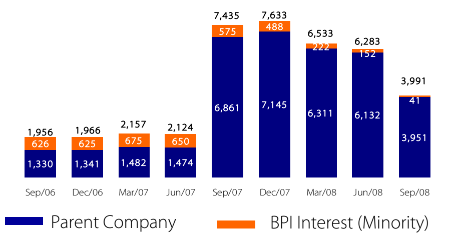
Efficiency Ratio (%) (*)



(*) The criteria for calculating the efficiency ratio are detailed on page 19.

Unrealized Profit/(Loss)

R$ Million



In the third quarter of 2008, unrealized net income/(loss) added up to R$ 3,991 million, declining by R$ 2,292 million compared to the prior quarter. During the period, the turmoil in capital markets decreased the value of BM&F Bovespa, Banco BPI and Redecard financial instruments. Furthermore, the rise in the benchmark interest rate adversely impacted the marking-to-market of loan transactions.
With the allocation of R$ 100 million to the provision in excess of the minimum required to cover possible loan losses, the total balance of the provision reached R$ 2,250 million at the end of September 2008. It should be noted that this provision is not considered in the determination of unrealized net income/(loss).

Consolidated *Pro Forma* Balance Sheet

R$ Million

ASSETS	Sep 30,08	Jun 30,08	Sep 30,07	Variation % Sep/08-Jun/08	Variation % Sep/08-Sep/07
Current and Long-term Assets	**392,312**	**340,002**	**294,692**	**15.4%**	**33.1%**
Cash and Cash Equivalents	6,021	5,601	4,681	7.5%	28.6%
Short-term Interbank Deposits	86,491	68,067	61,965	27.1%	39.6%
Securities and Derivative Instruments	81,607	71,309	64,513	14.4%	26.5%
Interbank and Interbranch Accounts	20,828	20,788	17,373	0.2%	19.9%
Loans, Leasing Operations and Other Credits	151,015	134,879	103,832	12.0%	45.4%
(Allowance for Loan Losses)	(8,789)	(8,388)	(7,842)	4.8%	12.1%
Other Assets	55,139	47,746	50,169	15.5%	9.9%
Foreign Exchange Portfolio	24,268	19,600	25,400	23.8%	-4.5%
Others	30,871	28,146	24,769	9.7%	24.6%
Permanent Assets	**4,287**	**3,868**	**3,792**	**10.8%**	**13.1%**
Investments	1,416	1,253	1,197	13.0%	18.3%
Fixed Assets	2,069	1,881	1,852	10.0%	11.7%
Deferred Changes	802	734	743	9.3%	8.0%
TOTAL ASSETS	396,599	343,870	298,484	15.3%	32.9%

R$ Million

LIABILITIES AND EQUITY	Sep 30,08	Jun 30,08	Sep 30,07	Variation % Sep/08-Jun/08	Variation % Sep/08-Sep/07
Current and Long-term Liabilities	**362,547**	**311,343**	**268,422**	**16.4%**	**35.1%**
Deposits	113,078	83,496	70,433	35.4%	60.5%
Demand Deposits	19,960	19,120	20,121	4.4%	-0.8%
Savings Accounts	29,925	28,881	25,715	3.6%	16.4%
Interbank Deposits	2,345	1,295	1,354	81.1%	73.2%
Time Deposits	60,847	34,200	23,242	77.9%	161.8%
Funds Received under Securities Repurchase Agreements	105,803	96,220	76,393	10.0%	38.5%
Funds from Acceptances and Issue of Securities	10,583	7,741	7,327	36.7%	44.4%
Interbank and Interbranch Accounts	4,836	6,594	4,006	-26.7%	20.7%
Borrowings and On-lendings	20,808	17,857	16,024	16.5%	29.9%
Financial Instruments and Derivatives	5,094	4,773	4,603	6.7%	10.7%
Technical Provisions for Insurance, Pension Plans and Cap.	27,573	26,637	22,466	3.5%	22.7%
Other Liabilities	74,771	68,026	67,170	9.9%	11.3%
Foreign Exchange Portfolio	23,949	20,256	25,884	18.2%	-7.5%
Subordinated Debt	12,512	12,559	10,854	-0.4%	15.3%
Others	38,311	35,211	30,432	8.8%	25.9%
Deferred Income	**90**	**71**	**77**	**27.9%**	**17.8%**
Minority Interest in subsidiaries	**2,371**	**2,115**	**1,982**	**12.1%**	**19.7%**
Stockholders' Equity of Parent Company	**31,591**	**30,341**	**28,003**	**4.1%**	**12.8%**
TOTAL LIABILITIES AND EQUITY	396,599	343,870	298,484	15.3%	32.9%

Deposits	113,078	83,496	70,433	35.4%	60.5%
Assets Under Management (AUM)	209,400	218,026	201,217	-4.0%	4.1%
Total Deposits + Assets Under Management (AUM)	322,478	301,522	271,650	7.0%	18.7%

Consolidated *Pro Forma* Statement of Income

R$ Million

	3rd Q/08	2nd Q/08	Jan - Sep/08	Jan - Sep/07	Variation 3rd Q/08- 2nd Q/08	%	Jan - sep/08- Jan - sep/07	%
Managerial Financial Margin	**6,373**	**5,867**	**17,775**	**15,059**	**506**	**8.6%**	**2,716**	**18.0%**
• Financial Margin with Customers	5,631	5,154	15,843	13,421	477	9.3%	2,422	18.0%
• Financial Margin with Market	741	713	1,932	1,638	29	3.9%	294	17.9%
Result from Loan Losses	**(1,715)**	**(1,662)**	**(4,959)**	**(3,813)**	**(53)**	**3.2%**	**(1,147)**	**30.1%**
Provision for Loan and Lease Losses	(2,052)	(1,958)	(5,839)	(4,612)	(94)	4.8%	(1,228)	26.6%
Recovery of Credits Written Off as Losses	337	296	880	799	41	13.7%	81	10.1%
Net Result from Financial Operations	**4,658**	**4,205**	**12,816**	**11,246**	**453**	**10.8%**	**1,570**	**14.0%**
Other Operating Income/(Expenses)	**(1,524)**	**(1,080)**	**(3,539)**	**(2,712)**	**(444)**	**41.1%**	**(828)**	**30.5%**
Banking fees and charge revenues	2,583	2,594	7,678	7,500	(11)	-0.4%	178	2.4%
Result from Operations of Insurance, Pension Plans and Cap.	325	368	1,011	911	(43)	-11.6%	100	11.0%
Non-interest Expenses	(4,245)	(3,705)	(11,434)	(10,251)	(540)	14.6%	(1,183)	11.5%
Tax Expenses for ISS, PIS and Cofins	(530)	(493)	(1,484)	(1,386)	(37)	7.4%	(97)	7.0%
Equity in the Earnings of Associated Companies	56	55	154	137	1	2.3%	16	11.8%
Other Operating Income	287	102	536	378	185	181.8%	158	41.9%
Operating Income	**3,134**	**3,125**	**9,276**	**8,534**	**9**	**0.3%**	**742**	**8.7%**
Non-operating Income	20	6	23	14	13	-	9	59.7%
Income before Tax and Profit Sharing	**3,153**	**3,131**	**9,299**	**8,549**	**22**	**0.7%**	**750**	**8.8%**
Income Tax and Social Contribution	**(923)**	**(763)**	**(2,432)**	**(2,488)**	**(160)**	**21.0%**	**56**	**-2.2%**
Profit Sharing	**(207)**	**(224)**	**(646)**	**(554)**	**18**	**-7.9%**	**(92)**	**16.7%**
Minority Interests in subsidiaries	**(51)**	**(65)**	**(190)**	**(118)**	**15**	**-22.4%**	**(73)**	**61.9%**
Recurring Net Income	**1,973**	**2,079**	**6,031**	**5,389**	**(105)**	**-5.1%**	**641**	**11.9%**
Number of shares outstanding - in thousands (*)	2,965,739	2,965,266	2,965,739	2,994,773				
Book value per share - R$ (*)	10.65	10.23	10.65	9.35			1.30	13.9%
Net Income per share - R$ (*)	0.66	0.70	2.03	1.80			0.23	13.0%

(*) Adjusted to reflect the stock splits in Apr/08 and Oct/07.

Pro Forma Statement of Income by Segment

R$ Million

3rd Quarter/08	Itaubanco	Itaú BBA	Itaucred	Corporation	Banco Itaú Holding Itaú
Managerial Financial Margin	**3,905**	**749**	**1,486**	**232**	**6,373**
• Financial Margin with Customers	3,353	559	1,486	232	5,631
• Financial Margin with Market	552	190	-	-	741
Result from Loan Losses	**(925)**	**(58)**	**(732)**	**-**	**(1,715)**
Provision for Loan and Lease Losses	(1,160)	(62)	(829)	-	(2,052)
Recovery of Credits Written Off as Losses	235	4	97	-	337
Net Result from Financial Operations	**2,980**	**691**	**754**	**232**	**4,658**
Other Operating Income/(Expenses)	**(1,063)**	**(138)**	**(325)**	**2**	**(1,524)**
Banking fees and charge revenues	2,030	167	387	-	2,583
Operating Result of Insurance, Pension Plans and Capitalization	303	(0)	22	-	325
Non-interest Expenses	(3,311)	(243)	(663)	(29)	(4,245)
Tax Expenses for ISS, PIS and Cofins	(315)	(66)	(132)	(16)	(530)
Equity in the Earnings of Associated Companies	-	3	-	52	56
Other Operating Income	231	1	61	(5)	287
Operating Income	**1,917**	**553**	**429**	**234**	**3,134**
Non-operating Income	20	(3)	0	2	20
Income Before Tax and Profit Sharing	**1,937**	**550**	**429**	**237**	**3,153**
Income Tax and Social Contribution	**(591)**	**(182)**	**(128)**	**(21)**	**(923)**
Profit Sharing	**(149)**	**(46)**	**(12)**	**-**	**(207)**
Minority Interests	**-**	**-**	**-**	**(50)**	**(51)**
Recurring Net Income	**1,197**	**322**	**289**	**165**	**1,973**
(RAROC) - Return on Average Tier I Allocated Capital	31.7%	19.3%	26.0%	14.0%	25.5%
Efficiency Ratio	53.8%	28.5%	36.3%	13.9%	47.0%

Note: For other financial statements per segment, please refer to pages 24 and 25 of this report.

Results by Segment

Itaubanco

In the third quarter of 2008, Itaubanco's net income reached R$ 1,197 million, corresponding to a 2.3% decrease compared to the prior period. The managerial financial margin increased by 10.3% from the prior quarter, chiefly as a result of the increased balance of credit transactions, higher treasury financial margin due to gains on fixed income transactions, and the rise in financial margin on management of exchange risk of investments abroad, resulting from the increase in interest rates. Expenses associated with the provision for doubtful loans declined in tandem with the improvement in risk quality. Furthermore, income from the recovery of credits written-off as losses increased, reflecting the enhanced collection efforts in the period. Banking service fees were positively impacted by the expansion in loan transactions and number of account holders. The increase seen quarter-on-quarter in non-interest expenses was mainly driven by the rise in employees' salaries and benefits under the new Collective Labor Agreement, fully provided for in the quarter.

Itaú BBA

In the third quarter of 2008, the Itaú BBA segment financial margin totaled R$ 749 million, a 3.7% growth compared to the prior quarter. The managerial financial margin on customer transactions added up to R$ 559 million, increasing by 18.4% from the prior quarter, chiefly as a result of the increased volume of credit and structured transactions. The managerial financial margin on market transactions amounted to R$ 190 million, or a 24.0% decrease from the previous quarter. The financial margin on treasury transactions, amounting to R$ 133 million, was driven by proprietary strategies pursued on the local and international markets. The result of doubtful loans was a provision expense of R$ 58 million in the third quarter, essentially due to risk re-ratings, which was offset by recoveries of credits written-off as losses for a total of R$ 4 million. Banking service fees totaled R$ 167 million in the third quarter of 2008, a 12.5% decline from the prior quarter, primarily on account of lower revenues from investment banking transactions.

Itaú BBA's derivative Instruments

As of October 24, Itaú BBA had outstanding derivative instruments of the swap with verification and target forward types with 96 customers. The total exposure in these products at an exchange rate of R$2.30 per US dollar, for settlement at maturity, was R$ 2.4 billion. This is equivalent to an average debt of R$ 25 million per customer. Of the total number of customers, 86 are classified as AA, A or B. Since then, some of these instruments were settled.

Itaucred

The Itaucred segment credit portfolio amounted to R$ 51,117 million in the third quarter of 2008, up 8.0% from the prior quarter. The balance of vehicle financing and leasing transactions carried out by Itaucred Veículos increased by 9.2% quarter-on-quarter, to reach R$ 42,257 million, while the balance of non-account holders' transactions with credit cards grew by 5.6%, totaling R$ 4,606 million. As a result, the segment financial margin increased by 4.6% compared to the prior quarter, standing at R$ 1,486 million. The expansion in the credit portfolio also brought about a 17.7% increase in expenses associated with the assumption of credit risk. The increase in non-interest expenses was mainly driven by the provisions of the Collective Labor Agreement, as well as the 4.3% growth in the segment staff, that now comprises 10,817 employees. As a result, Itaucred's net income for the third quarter of 2008 amounted to R$ 289 million, a 10.1% decline from the prior period.

Corporation

The financial results from the investment of excess capital are the major component of Corporation net income. In the third quarter of 2008, this segment is net income amounted to R$ 165 million, representing a 40.9% increase compared to the second quarter of the year. During the period, the rise in the benchmark interest rate impacted the segment managerial financial margin, which grew 28.1% quarter-on-quarter.

Executive Summary
Third Quarter of 2008

The pro forma financial statements of Itaubanco, Itaú BBA, Itaucred and Corporate presented below are based on managerial information and provide a fair view of the performance of the group's different business units. Variations in the results of Itaú's segments between the third quarter and the second quarter of 2008 were as follows:

***Pro Forma* Statement of Income by Segment**

R$ Million

	3rd Q/08	2nd Q/08	Variation	
Itaubanco			Nominal	%
Managerial Financial Margin	3,905	3,540	365	10.3%
• Financial Margin with Customers	3,353	3,077	276	9.0%
• Financial Margin with Market	552	463	89	19.1%
Result from Loan Losses	(925)	(1,017)	92	-9.1%
Banking fees and charge revenues	2,030	1,993	37	1.8%
Non-interest Expenses[1]	(3,311)	(2,835)	(476)	16.8%
Income Tax and Social Contribution	(591)	(462)	(129)	27.9%
Other[2]	90	6	83	1,306.7%
Recurring Net Income of Itaubanco (A)	1,197	1,225	(28)	-2.3%
Itaú BBA				
Managerial Financial Margin	749	722	27	3.7%
• Financial Margin with Customers	559	472	87	18.4%
• Financial Margin with Market	190	250	(60)	-24.0%
Result from Loan Losses	(58)	(23)	(35)	151.0%
Banking fees and charge revenues	167	191	(24)	-12.5%
Non-interest Expenses[1]	(243)	(218)	(24)	11.2%
Income Tax and Social Contribution	(182)	(141)	(42)	29.6%
Other[2]	(111)	(116)	5	-4.4%
Recurring Net Income of Itaú BBA (B)	322	414	(93)	-22.4%
Itaucred				
Managerial Financial Margin	1,486	1,421	65	4.6%
Result from Loan Losses	(732)	(621)	(110)	17.7%
Banking fees and charge revenues	387	397	(9)	-2.4%
Non-interest Expenses[1]	(663)	(632)	(31)	4.8%
Income Tax and Social Contribution	(128)	(139)	11	-7.9%
Other[2]	(61)	(103)	42	-40.7%
Recurring Net Income of Itaucred (C)	289	322	(32)	-10.1%
Corporation				
Managerial Financial Margin	232	181	51	28.1%
Non-interest Expenses[1]	(29)	(15)	(14)	96.8%
Income Tax and Social Contribution	(21)	(21)	(1)	2.8%
Other[3]	(16)	(28)	12	-42.8%
Recurring Net Income of Corporation (D)	165	117	48	40.9%
RECURRING NET INCOME OF ITAÚ (A) + (B) + (C) + (D)	1,973	2,079	(105)	-5.1%

(1) Includes Personnel Expenses, Other Administrative Expenses, Tax Expenses and Other Operating Expenses.
(2) Includes the Income from Insurance, Pension Plan and Capitalization Operations, Tax Expenses – ISS, PIS and Cofins, Other Operating Revenues, Non-Operating Income, and Profit Sharing.
(3) Includes Tax Expenses – ISS, PIS and Cofins, Equity in the Earnings of Associated Companies, Other Operating Revenues, Non-Operating Income, Profit Sharing and Minority Interests in Subsidiary Companies.