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VALLEY OF THE DOCE RIVER CO
Form 6-K
November 13, 2001

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FORM 6-K

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

REPORT OF FOREIGN PRIVATE ISSUER
PURSUANT TO RULE 13a-16 or 15d-16 OF
THE SECURITIES EXCHANGE ACT OF 1934

For November 13, 2001

Companhia Vale do Rio Doce
(Exact name of Registrant as specified in its charter)

Valley of the Doce River Company
(Translation of Registrant's name into English)

Federative Republic of Brazil
(Jurisdiction of incorporation or organization)

Avenida Graca Aranha, No. 26
20005-900 Rio de Janeiro, RJ, Brazil
(Address of principal executive offices)

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

FORM 20-F ---

FORM 40-F ---

[Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to rule 12g3-2(b) under the Securities Exchange Act of 1934.]

YES ---

NO ---

[If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):] Not applicable

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Companhia Vale do Rio Doce

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This Form 6-K contains the following:

| Item No. | Description |
|----------|--|
| ----- | ----- |
| 1. | Third Quarter Financials |
| 2. | Press Release dated November 12, 2001 - Notice to Shareholders |
| 3. | Press Release 3Q01 - dated November 12,2001 |

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

COMPANHIA VALE DO RIO DOCE

By: /s/ Eduardo de Carvalho Duarte

Name: Eduardo de Carvalho Duarte
Title: Chief Accountant

Dated: November 13, 2001

Item 1

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Part I

(Expressed in thousands of reais)

- 1- Management's Discussion and Analysis of the Operating Results for Nine Months Ended September 30, 2001 Compared with Nine Months Ended September 30, 2000

1.1- General Aspects

Due to the diversified nature of the Company's operations, the following factors should be taken into consideration in order to permit an adequate analysis:

- (a) The level of demand for iron ore and pellets and for our third-party transportation services. In relation to iron ore export sales are generally made pursuant to long-term supply contracts which provide for annual price adjustments. Cyclical changes in the world demand for steel products affect sales prices and volumes in the world iron ore market. Different factors, such as the iron content of specific ore deposits, the various beneficiation and purifying processes required to produce the desired final product, particle size, moisture content, and the type and concentration of contaminants (such as phosphorus, alumina and manganese) in the ore influence contract prices for iron ore. Contract prices also depend on transportation costs. Fines, lump ore and pellets command different prices. We generally conduct annual price negotiations from November to February of each year, with separate prices established for the Asian and European iron ore markets. In the Asian market, the renegotiated prices are effective as of April of each year. In the European market, the renegotiated prices are effective as of January of each year. Because of the wide variety of iron ore and pellet quality and physical characteristics, iron ore and pellets are less commodity-like than other minerals. This factor combined with the structure of the market has prevented the development of an iron ore futures market. Nowadays we do not hedge our exposure to iron ore price volatility. Concerning logistics, CVRD is a lider in brazilian transportation sector; we have extensive experience managing complex logistics operations. Built originally to serve our iron ore business, our logistics system includes our 898 km Vitoria-Minas Railroad and Tubarao and Praia Mole ports in the Southern System, and our 892 km Carajas Railroad and Ponta da Madeira marine terminal in the Northern System. In addition, in the last five years we have acquired stakes in three privatized railroads, including Centro-Atlantica, which interconnects with the Vitoria-Minas Railroad using the same track gauge, and therefore leverages its volumes. We made these investments to

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expand our third-party cargo business. The principal cargo of the Vitoria-Minas railroad is the transportation of our own iron ore and other Brazilian mining companies, steel, coal and pig iron carried for steel manufacturers located along the railroad, and limestone carried for steel mills located in the States of Minas Gerais and Espirito Santo. Market rates vary based upon the distance traveled and the density of the freight in question;

- (b) Fluctuations in the exchange rate between the two currencies have a significant impact on the operating cash flows ;
- (c) Approximately 95% of the short-term and long-term loans of the Company as of 09/30/01 are denominated in U.S. dollars. As a result, exchange rate fluctuations have a significant impact on the financial expenses (Notes 6.11 and 6.19);
- (d) The variations of the main currencies and indices during the nine months ended 09/30/01 and 09/30/00 in terms of percentages in relation to the real, which impacted the results of the Company and its subsidiaries, jointly controlled companies and affiliates, were as follows:

| Period | Currencies/Indices | U.S. DOLLAR | YEN | GOLD | IGPM (*) |
|----------|--------------------|-------------|-------|-------|----------|
| 09/30/01 | | 36.6 | 30.9 | 6.8 | 7.7 |
| 09/30/00 | | 3.1 | (2.3) | (5.6) | 8.5 |

(*) IGPM - General Price Index - Market

(**) TJLP - Long-Term Interest Rate

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1.2- Comments on the Parent Company Results

The net income of the Company for the period was R\$ 2,411,580 (R\$ 1,205,898 in the first semester and R\$ 1,205,682 in the third quarter) a 50.7% increase over the R\$ 1,600,329 reported for the same period of 2000, raising the earnings per share to R\$ 6.28 in 2001 from R\$ 4.16 in 2000.

1.2.1- Operating Revenues

Operating revenues increased 27.7% (from R\$ 3,765,045 in 2000 to R\$ 4,806,738 in 2001). The increase in revenues reflects the strengthening of the U.S. dollar against the real as well as a growth in iron ore and pellets sales volume, offset in part by a decrease in the volumes of other products and services. Increase in iron ore sales is due to SOCOIMEX incorporation and the leasing of mines owned by SAMITRI (06/01). The operations mentioned above though do not mean decrease in total revenues, caused change with railroad and port services revenues, and these were basically substituted by the commercialization of iron ore. The reduction in manganese sales volumes is compensated by an increase in the sales of SIBRA (a subsidiary) due to capital contribution in 12/31/00 of the Azul manganese mine.

The table below shows sales volume and revenues by products and services:

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| | In thousands of metric tons (except gold) | | | In thousand |
|-----------------------------|---|----------|-----------|-------------|
| | 09/30/01 | 09/30/00 | (DELTA) % | 09/30/01 |
| External market | | | | |
| Iron ore | 56,320 | 49,251 | 14.4 | 1,937,397 |
| Pellets | 9,565 | 9,637 | (0.7) | 641,888 |
| | ----- | ----- | | ----- |
| | 65,885 | 58,888 | 11.9 | 2,579,285 |
| | ----- | ----- | | ----- |
| Internal market | | | | |
| Iron ore | 28,260 | 25,702 | 10.0 | 810,200 |
| Pellets | 1,988 | 1,521 | 30.7 | 199,371 |
| | ----- | ----- | | ----- |
| | 30,248 | 27,223 | 11.1 | 1,009,571 |
| | ----- | ----- | | ----- |
| Total | | | | |
| Iron ore | 84,580 | 74,953 | 12.8 | 2,747,597 |
| Pellets | 11,553 | 11,158 | 3.5 | 841,259 |
| | ----- | ----- | | ----- |
| | 96,133 | 86,111 | 11.6 | 3,588,856 |
| | ===== | ===== | | ----- |
| Railroad transportation | 46,731 | 49,899 | (6.3) | 624,719 |
| Port services | 25,154 | 30,593 | (17.8) | 171,714 |
| Gold (kg) | | | | |
| External market | 11,425 | 12,505 | (8.6) | 232,470 |
| Internal market | - | 17 | - | - |
| | ----- | ----- | | ----- |
| | 11,425 | 12,522 | (8.8) | 232,470 |
| | ===== | ===== | | ----- |
| Manganese | | | | |
| External market | 77 | 712 | (89.2) | 6,681 |
| Internal market | 133 | 266 | (50.0) | 15,126 |
| | ----- | ----- | | ----- |
| | 210 | 978 | (78.5) | 21,807 |
| | ===== | ===== | | ----- |
| Potash | 408 | 434 | (6.0) | 132,464 |
| Other products and services | - | - | - | 34,708 |
| | | | | ----- |
| | | | | 4,806,738 |
| | | | | ===== |

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09/30/02

PER PRODUCT

Gold 5
Railroad and port services 16%

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Pellets 18%
Iron ore 57%

PER MARKET

| | | |
|------|-------|----------|
| US\$ | | |
| R\$ | 1,315 |] |
| US\$ | 577 |] |
| | |] IM 41% |
| R\$ | |] |
| R\$ | 673 |] |
| US\$ | 296 |] |

PER CURRENCIES (*)

| | |
|------|-----|
| R\$ | 14% |
| US\$ | 86% |

R\$ 4,806,738

(*) Part of our sales to the internal market are related to U.S. dollar.

1.2.2- Cost of Products and Services

Increase of 29.8% in cost of products and services (from R\$ 1,827,167 in 2000 to R\$ 2,370,915 in 2001) resulting from the incorporation of SOCOIMEX mines, leasing of SAMITRI mines (may/01), revision of depreciation rates (note 6.3 (g)), as well as expenses with reform of equipments, trucks and locomotives are monthly provisioned, getting its impact along the period they are done. Besides, increase in fuel oil prices and consumption, the devaluation of the real against the U.S. dollar and increased purchase of pellets for resale also contributed for the increase.

By Category

| | 09/30/01 | 09/30/00 | (DELTA) % |
|-------------------------------------|-----------|-----------|-----------|
| | ----- | ----- | ----- |
| Personnel | 328,526 | 302,734 | 8.5 |
| Material | 286,968 | 282,622 | 1.5 |
| Oil and gas | 233,410 | 185,453 | 25.9 |
| Outsourced services | 318,110 | 232,309 | 36.9 |
| Others | 230,573 | 178,320 | 29.3 |
| | ----- | ----- | |
| Sub total | 1,397,587 | 1,181,438 | 18.3 |
| Acquisition of iron ore and pellets | 627,296 | 442,862 | 41.6 |
| Depreciation and depletion | 346,032 | 202,867 | 70.6 |
| | ----- | ----- | |
| Total | 2,370,915 | 1,827,167 | 29.8 |
| | ===== | ===== | |

1.2.3- Result of Investments Participations

Through 09/30/01 equity earnings represented approximately -2.5% of net income (38.5% in 09/30/00), decreasing from a gain of R\$ 615,619 in 09/30/00 to (R\$ 59,875) in 09/30/01. This variation was basically due to a combination of the following factors:

- o Recognition of equity income of R\$ 107,522 on the unwinding of the cross participation between CVRD and CSN.

- o The positive effects of the 36.6% devaluation of the real against the

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U.S. dollar in 2001 (as compared to 3.1% in the same period of 2000) in the companies operating abroad, offset by the negative effects in the companies in Brazil with debt denominated in U.S. dollars as well as reduction in prices and quantities sold for aluminum and steel products.

- o Since this quarter recognition of provision for losses and integral amortization of the goodwill of investments with unsecured liability.

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| Business Area | 09/30/01 | 09/30/00 |
|------------------------------|-----------|----------|
| ----- | ----- | ----- |
| Ferrous | | |
| . Iron ore and pellets | 245,319 | 233,091 |
| . Manganese and ferro-alloys | (5,986) | 6,917 |
| Non-ferrous | (186,769) | (6,294) |
| Logistics | (303,287) | (40,032) |
| Investments | | |
| . Steel | 229,299 | 124,447 |
| . Pulp and paper | 24,274 | 14,339 |
| . Aluminum | (68,698) | 277,510 |
| . Fertilizers | 5,969 | 5,641 |
| Energy | 4 | - |
| | ----- | ----- |
| | (59,875) | 615,619 |
| | ===== | ===== |

The numbers reported per area do not necessarily reflect the individual results of each company, but rather the amounts effectively applicable to the business area. Accordingly, the individual results are segregated by activity, and any offsetting effects between companies have been disregarded.

Ferrous

(a) Iron ore and pellets

- o ITABRASCO - Improvement in the equity result of R\$ 8,653 due to the increase in the average sales price of 2.4% (US\$ 31.64 per ton in 2001 as compared to US\$ 30.91 per ton in 2000), and the increase of the positive effects resulting from exchange variation on assets, offset in part by the 23.3% decrease in sales volume (2,096 thousand tons in 2001 as compared to 2,734 thousand tons in 2000).
- o ITACO - Improvement in the equity result of R\$ 58,041 due to the equity result of CVRD Overseas of R\$ 86,320 (the company was constituted in October 2000 as part of the receivables securitization process) and R\$ 10,642 of equity result in Gulf, partially offset by goodwill amortization in the value of R\$ 60,061. In operational an 1.4% increase in the iron ore sales volume (40,317 thousand tons in 2001 as compared to 39,772 thousand tons in 2000).
- o KOBRASCO - Reduction in the equity result of R\$ 49,307, due to an increase in the negative effects of the exchange rate variation on the company's debt and provision for value-added tax of R\$ 26,000, partially offset by the 5.5% increase in the average sale price (US\$ 31.32 per ton in 2001 against US\$ 29.68 per ton in 2000).
- o NIBRASCO - Reduction in the equity result of R\$ 22,087, due to a

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provision for value-added tax of R\$ 21,000 and a 9.3% decrease of quantities sold (5,622 thousand tons in 2001 against 6,199 thousand tons in 2000), partially offset by the 10.3% increase in average sale price (US\$ 30.25 in 2001 compared to US\$ 29,92 in 2000).

- o RDE - Improvement in the equity result of R\$ 148,471 basically due to the devaluation of the real against the U.S. dollar (a positive exchange rate variation of R\$ 229,129 in 2001 as compared to a positive variation of R\$ 14,260 in 2000).
 - o SAMITRI - Reduction in the equity result of R\$ 16,568 due to an increase in the negative effects of the exchange rate variation on the SAMARCO's debt.
 - o ZAGAIA - In 2001 the negative equity result of this subsidiary was R\$ 96,957 due to the effects of exchange rate variation on the company's U.S. dollar denominated debt, offset in part by R\$ 9,933 of positive equity result in Ferteco.
- (b) Manganese and ferro-alloys
- o RDME - Improvement in the equity result of R\$ 22,441, basically due to the devaluation of the real against the French Franc in 2001.
 - o SIBRA - Investment resulting from the merger of VVUPSA and FLN. A positive equity result of R\$ 19,558 was recorded in 2001, partially offset by a goodwill amortization of R\$ 59,589.

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Non-ferrous

- o PARA PIGMENTOS - A R\$ 103,725 provision for loss was registered due to the negative effects of the exchange rate variation on debt and R\$ 83,150 goodwill amortization in 2001 compared to R\$ 6,027 in 2000.

Logistics

- o DOCENAVE - Improvement in the equity result of R\$ 6,889 due to the devaluation of the real against the U.S. dollar in 2001 (positive exchange variation of R\$ 132,169 in 2001 compared to R\$ 7,964 in 2000). In operational terms the average freight rate was stable (US\$ 7.28 per ton in 2001 as compared to US\$ 7.25 per ton in 2000). Volume transported reduced by 14.3% (21,967 tons in 2001 against 25,635 tons in 2000), docking costs increased to R\$ 12.2 million in 2001 against R\$ 2.7 million in 2000 and provisions were made of R\$ 94.8 million for expected losses on ship sales and R\$ 25.2 million for tax credits unlikely to be recovered.
- o FCA - A R\$ 107,965 provision for loss was registered due to the negative effects of the exchange rate variation on debt and R\$ 138,559 goodwill amortization in 2001. We participate in this investment through our subsidiary Tacuma.
- o MRS - This investment is held through the subsidiary Ferteco Mineracao S. A., which was acquired in April 2001, and represents a negative equity result of R\$ 13,000 in 2001.

Investments

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- (a) Steel
 - o CSI - Improvement in the equity result of R\$ 77,625 due to the devaluation of the real against the U.S. dollar (a positive exchange variation of R\$ 132,019 in 2001 against a positive variation of R\$ 9,154 in 2000). In operational terms average sales prices of slabs were 14% lower compared to the same period of 2000 and sales volume was stable (1,378 thousand tons in 2001 and 2000).
 - o CSN - An equity result of R\$ 107,522 was recorded in 2001 due to the effects of unwinding CVRD/CSN interests completed on 03/15/01. In 2000, equity result was R\$ 26,256 recorded via DOCEPAR and R\$ 7,705 in CVRD.
 - o CST - Reduction in the equity result of R\$ 49,979 mainly due to the effect of exchange rate variation on the company's debt.
 - o USIMINAS - Reduction in the equity result of R\$ 19,745 mainly due to the effect of exchange rate variation on the company's debt.
- (b) Aluminum
 - o ALBRAS - Reduction in the equity result of R\$ 205,794 due to an increase in the negative effects of the exchange rate variation on the company's debt. In operational terms, the average sales price decreased 3.2% (US\$ 1,468.08 per ton in 2001 compared to US\$ 1,516.41 per ton in 2000). The volume of sales decreased 5.1% (262 thousand tons in 2001 against 276 thousand tons in 2000).
 - o ALUNORTE - Reduction in the equity result of R\$ 110,252 due to an increase in the negative effects of exchange rate variation on the company's debt. Operationally, the average sales price decreased by 1.9% (US\$ 192.04 per ton in 2001 as compared to US\$ 195.84 per ton in 2000) and the sales volume remained stable (1,180 thousand tons in 2001 against 1,177 thousand tons in 2000).
 - o MRN - Reduction in the equity result of R\$ 687 due to a 7.6% decrease in volume sold (7,777 thousand tons in 2001 against 8,416 thousand tons in 2000), an increase in cost of products sold of approximately 13% and a R\$ 23,698 loss resulting from the shareholders' participation in ALUNORTE, partially offset by the positive effects of the exchange rate variation on sales..
 - o VALESUL - Improvement in the equity results of R\$ 4,512 due to the positive effects of the exchange rate variation on sales, partially offset by an 1.2% decrease in the average sales price (US\$ 1,916.59 per ton in 2001 against US\$ 1,940.44 per ton in 2000) and by an increase in costs of approximately 17%.
 - o ALUVALE - Reduction in the equity result (own operations) of R\$ 24,047 mainly due to the recognition in 2000 of a R\$ 24,593 gain in participation in January 2000 relating to the premium on the capital increase of Hydro in ALUNORTE.
 - o ITACO - Reduction in the equity result of R\$ 9,940 due to R\$ 4,666 of negative equity result in ALUVALE, decreases in the volume of alumina, aluminum and bauxite sold of 37.8%, 9% and 20.4%, respectively, and decreases in average sales price of aluminum 3.4% and alumina 13.5%, offset in part by an increase in the average sales price of bauxite of 3.4%.

1.2.4- Operating Income (Expenses)

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Net operating expenses increased R\$ 1,193,524 (R\$ 958,906 of net expense in 2000 against R\$ 2,152,430 in 2001), mainly due to the negative effect of R\$ 1,104,645 relating to exchange rate variation on the Company's debt (Note 6.19).

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1.2.5- Discontinued Operations

In 2001 the result mainly reflects gains on sale of the Company's interests in Bahia Sul and CENIBRA, of R\$ 230,384 and R\$ 1,471,544, respectively, as well as the equity from these companies (note 6.23).

1.2.6- Cash Flow

The operating cash generation measured by EBITDA is as follows:

| | Ferrous | Non-ferrous | Logistics | Com |
|--|-------------|-------------|-----------|-------|
| Net operating revenues | 3,994,138 | 366,239 | 446,361 | |
| Cost of products and services | (1,962,368) | (227,372) | (181,175) | |
| Depreciation, amortization and depletion | 294,113 | 50,910 | 18,587 | |
| Value-added taxes | (117,402) | (12,031) | (38,055) | |
| Selling expenses | (85,505) | - | - | |
| Administrative expenses | - | - | - | |
| Research and development | (12,614) | (58,631) | (104) | |
| Dividends received | 51,549 | - | - | |
| Other operating expenses | - | - | - | |
| | ----- | ----- | ----- | ----- |
| EBITDA | 2,161,911 | 119,115 | 245,614 | |
| % | 88% | 5% | 10% | |

1.2.7- Income Tax and Social Contribution

Income tax and social contribution was a credit of R\$ 585,034 (expense of R\$ 7,236 in 2000), after recognizing the benefit from paying interest on stockholders' equity of R\$ 603,002 in 2001 (R\$ 267,536 in 2000) (note 6.8).

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Part II

Quarterly Information and Notes to the Quarterly Information

(A free translation of the original in Portuguese relating to the quarterly information prepared in accordance with the requirements of Brazilian Corporate Law)

2- Balance Sheet In thousands of reais

In thousands of reais

| | Notes | 09/30/01 | 06/30/00 |
|--|-------|------------|------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | 6.4 | 1,373,305 | 1,481,800 |
| Accounts receivable from customers | 6.5 | 961,063 | 796,600 |
| Related parties | 6.6 | 1,191,870 | 1,917,600 |
| Inventories | 6.7 | 462,920 | 426,400 |
| Deferred income tax and social contribution | 6.8 | 1,056,020 | 561,900 |
| Others | - | 236,184 | 263,800 |
| | | 5,281,362 | 5,448,400 |
| Long-term receivables | | | |
| Related parties | 6.6 | 1,471,854 | 1,770,000 |
| Loans and financing | - | 314,748 | 157,200 |
| Deferred income tax and social contribution | 6.8 | 130,056 | 125,200 |
| Judicial deposits | 6.13 | 360,956 | 418,800 |
| Others | - | 38,645 | 39,700 |
| | | 2,316,259 | 2,511,200 |
| Permanent assets | | | |
| Investments | 6.9 | 8,727,677 | 6,676,000 |
| Property, plant and equipment | 6.10 | 7,258,326 | 6,915,100 |
| | | 15,986,003 | 13,591,200 |
| | | 23,583,624 | 21,550,900 |
| Liabilities and stockholders' equity | | | |
| Current liabilities | | | |
| Short-term debt | 6.11 | 1,335,269 | 1,815,400 |
| Current portion of long-term debt | 6.11 | 401,889 | 456,400 |
| Payable to suppliers and contractors | - | 573,175 | 479,800 |
| Related parties | 6.6 | 707,714 | 590,600 |
| Provision for interest on stockholders' equity | - | 1,773,475 | 602,900 |
| Payroll and related charges | - | 115,924 | 91,200 |
| Others | - | 166,435 | 185,400 |
| | | 5,073,881 | 4,222,000 |
| Long-term liabilities | | | |
| Long-term debt | 6.11 | 3,571,105 | 3,157,400 |
| Related parties | 6.6 | 1,899,730 | 1,605,800 |
| Deferred income tax and social contribution | 6.8 | 81,967 | 84,400 |
| Provisions for contingencies | 6.13 | 840,065 | 776,900 |
| Labor provision | 6.14 | 382,471 | 370,800 |
| Others | 6.15 | 560,926 | 158,100 |
| | | 7,336,264 | 6,153,700 |
| Stockholders' equity | | | |
| Restated paid-up capital | 6.17 | 4,000,000 | 4,000,000 |
| Capital reserves | - | 443,822 | 443,800 |
| Revenue reserves | - | 6,729,657 | 6,731,200 |

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| | |
|------------|----------|
| 11,173,479 | 11,175,0 |
| ----- | ----- |
| 23,583,624 | 21,550,9 |
| ===== | ===== |

A free translation of the original in Portuguese relating to the q
in accordance with the requirements of Brazilian Corporate Law)

3- Statement of Income

| | Notes | from 07/01/01 to 09/30/01 | From 01/01/01 to 09/30/01 |
|--|----------|------------------------------|------------------------------|
| Operating revenues | | | |
| Sales of ore and metals | | | |
| Iron ore and pellets | | 1,423,677 | 3,588,856 |
| Gold | | 102,643 | 232,470 |
| Others | | 45,685 | 154,271 |
| | | ----- | ----- |
| | | 1,572,005 | 3,975,597 |
| Railroad and port services | | 255,790 | 796,433 |
| Others | | 9,829 | 34,708 |
| | | ----- | ----- |
| | | 1,837,624 | 4,806,738 |
| Value-added taxes | | (59,766) | (167,488) |
| Net operating revenues | | ----- | ----- |
| | | 1,777,858 | 4,639,250 |
| Cost of products and services | | | |
| Ore and metals (| | 757,732) | (2,045,102) |
| Railroad and port services | | (97,956) | (298,561) |
| Others | | (8,350) | (27,252) |
| | | ----- | ----- |
| | | (864,038) | (2,370,915) |
| Gross profit | | ----- | ----- |
| | | 913,820 | 2,268,335 |
| Gross margin | | 51.4% | 48.9% |
| Result of investment participations | 6.9/6.23 | | |
| Gain on investments accounted for by the equity method | | (302,105) | 557,630 |
| Amortization of goodwill | | (99,606) | (269,793) |
| Provision for losses | | (151,016) | (347,712) |
| | | ----- | ----- |
| | | (552,727) | (59,875) |
| Operating income (expenses) | | ----- | ----- |
| Selling | | (32,661) | (85,505) |
| Administrative | | (88,998) | (214,792) |
| Research and development | | (30,280) | (71,349) |
| Other operating expenses, net | | (295,612) | (462,751) |
| | | ----- | ----- |
| | | (447,551) | (834,397) |
| | | ----- | ----- |

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| | | | |
|---|------|-------------|-------------|
| Financial result, net | 6.19 | (655,184) | (1,318,033) |
| | | (1,102,735) | (2,152,430) |
| Operating profit | | (741,642) | 56,030 |
| Discontinued operations | 6.23 | 1,471,544 | 1,770,516 |
| Income before income tax and social contribution | | 729,902 | 1,826,546 |
| Income tax and social contribution | 6.8 | 475,780 | 585,034 |
| Net income for the period | | 1,205,682 | 2,411,580 |
| Number of shares outstanding at the end of the period (in thousands) | | 384,309 | 384,309 |
| Net earnings per share outstanding at the end of the period (R\$) | | 3.15 | 6.28 |

The additional information, notes and attachment I are an integral part of the

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A free translation of the original in Portuguese relating to the q
in accordance with the requirements of Brazilian Corporate Law)

4- Statement of Changes in Stockholders' Equity

| | Capital | Capital reserves | Revaluation reserves | Revenue reserves | R e |
|---|-----------|---------------------|-------------------------|---------------------|--------|
| At December 31, 1999 | 3,000,000 | 472,157 | 743,756 | 6,286,089 | |
| Reversal of revaluation reserves of subsidiaries and affiliated companies | - | - | (471,204) | - | |
| Transfer to special monetary restatement Law 8,200 | - | 272,552 | (272,552) | - | |
| Tax incentives | - | (3,820) | - | - | |
| Sales of shares | - | (2) | - | - | |
| Provision for pension plan liabilities (see note 6.16) | - | - | - | - | (3 |
| Treasury shares | - | - | - | (273) | |
| Net income for the year | - | - | - | - | 2, |
| Interest on stockholders' equity | - | - | - | - | (1,2 |
| Appropriation to revenue reserves | - | - | - | 538,887 | (5 |
| At December 31, 2000 | 3,000,000 | 740,887 | - | 6,824,703 | |
| Treasury shares (see note 6.9 (k)) | - | - | - | 2,924 | |
| Capitalization of reserves (see note 6.17) | 1,000,000 | (300,629) | - | (699,371) | |
| Result on exchange of shares | - | 3,564 | - | - | |
| Net income for the period | - | - | - | - | 1, |

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| | | | | | |
|---|-----------|---------|---|-----------|------|
| Proposed Interest on stockholders' equity | - | - | - | - | (6 |
| At June 30, 2001 | 4,000,000 | 443,822 | - | 6,128,256 | |
| Treasury shares (see note 6.18) | - | - | - | (36,704) | |
| Loss on exchange of shares | - | - | - | - | |
| Net income for the period | - | - | - | - | 1, |
| Proposed Interest on stockholders' equity | - | - | - | - | (1,1 |
| At September 30, 2001 | 4,000,000 | 443,822 | - | 6,091,552 | |

The additional information, notes and attachment I are an integral part of these statements

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A free translation of the original in Portuguese relating to the quarterly financial statements in accordance with the requirements of Brazilian Corporate Law)

5- Statement of Cash Flows (Additional Information)

| | |
|--|-----------|
| Cash flows from operating activities: | |
| Net income for the period | 2,411,58 |
| Adjustments to reconcile net income for the period with cash provided by operating activities: | |
| Depreciation, amortization and depletion | 373,01 |
| Result of investment participations | 59,87 |
| Discontinued operations | (1,770,51 |
| Dividends/interest on stockholders' equity received | 251,51 |
| Deferred income tax and social contribution | (585,03 |
| Provision for contingencies | 166,33 |
| Net monetary and exchange rate variations on assets and liabilities | 1,512,24 |
| Others | 218,51 |
| Reduction (increase) in assets: | |
| Accounts receivable | 373,93 |
| Inventories | (136,40 |
| Others | (29,98 |
| Increase in liabilities: | |
| Suppliers and contractors | 148,09 |
| Payroll and related charges and others | 27,06 |
| Others | 136,89 |
| Net cash provided by operating activities | 312,04 |
| Cash flows from investing activities: | |
| Loans and advances receivable: | |
| | 3,157,12 |

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| | |
|---|-----------|
| Related parties | (1,316,86 |
| Others | 12,36 |
| Guarantees and deposits | (57,11 |
| Additions to investments | (1,432,92 |
| Additions to property, plant and equipment | (954,64 |
| Proceeds from disposal of property, plant and equipment and investments | 988,14 |
| | ----- |
| Net cash used in investing activities | (2,761,04 |
| | ----- |
| Cash flows from financing activities: | |
| Short-term debt: | |
| Related parties | 354,49 |
| Financial institutions | 309,19 |
| Long-term debt: | |
| Related parties | 154,79 |
| Financial institutions | 243,01 |
| Repayments: | |
| Financial institutions | (340,48 |
| Interest on stockholders' equity paid | (1,279,33 |
| Treasury shares | (33,64 |
| | ----- |
| Net cash used in financing activities | (591,95 |
| | ----- |
| Decrease in cash and cash equivalents | (195,88 |
| Cash and cash equivalents, beginning of the period | 1,569,18 |
| | ----- |
| Cash and cash equivalents, end of the period | 1,373,30 |
| | ----- |
| Cash paid during the period for: | |
| Short-term interest | (47,90 |
| Long-term interest net of capitalization | (235,70 |
| Income tax and social contribution paid | (81,73 |
| Non-cash transactions: | |
| Conversion of loans and others into investments | |
| Swap with CVRD's treasury stock | 3,42 |
| Additions to property, plant and equipment with capitalizations | 127,89 |
| Pension obligation settled by transfer of CSN shares | 520,58 |

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6.1- Operations

Companhia Vale do Rio Doce - CVRD is a publicly traded corporation whose predominant activities are mining, processing and sale of iron ore, pellets, gold, manganese and potash, as well as port and railroad transportation services. In addition, through its direct and indirect subsidiaries and jointly controlled companies, CVRD operates in coastal shipping, logistics, geological studies and technological research services, steel, aluminum, energy and e-business.

6.2- Presentation of Quarterly Information

The financial statements have been prepared according to the accounting principles provided for in Brazilian corporate legislation as well as the rules and guidelines issued by the Comissao de Valores Mobiliarios - CVM (Brazilian Securities Commission) and the IBRACON - Instituto dos Auditores Independentes do Brasil (Institute of Independent Accountants of Brazil).

In order to provide better information to the market, the Company is presenting

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as additional information the Statements of Cash Flows as shown on page 12.

Certain amounts and classifications in the 2000 financial statements have been adjusted to the criteria used in 2001 for better comparability (Note 6.23). Other values with no relevant effect were also reclassified on the financial statements for the same purpose.

6.3- Significant Accounting Policies

- (a) The accrual basis of accounting is adopted by the Company;
- (b) Assets and liabilities that are realizable or due more than twelve months after the quarterly information date are classified as long-term;
- (c) Marketable securities are classified as cash and cash equivalents and stated at cost plus accrued income earned through the quarterly information date;
- (d) Inventories are stated at average purchase or production cost, and imports in transit at the cost of each item, not exceeding market or net realizable value;
- (e) Assets and liabilities in foreign currencies are translated at exchange rates in effect at the quarterly information date, and those in local currency are restated based on contractual indices;
- (f) Investments in subsidiaries, jointly controlled companies and affiliated companies are accounted for by the equity method, based on the stockholders' equity of the investees, and when applicable increased/decreased by goodwill and negative goodwill to be amortized and provision for losses. Other investments are recorded at cost, less provision for unrealized losses when applicable; and
- (g) Property, plant and equipment, including interest incurred during the construction period of large-scale projects, are recorded at historic cost (increased by monetary restatement up to 1995) and depreciated by the straight-line method, at rates that take into consideration the useful lives of the assets. Depletion of mineral reserves is computed by the unit-of-production method. Since 2001 the Company, based on technical studies, concluded for the revision of useful lives (depreciation rates) of certain equipments/installations. The effects of such revision are reflected in inventories and, mainly, in the results of 2001, which were reduced by R\$ 92 million.

6.4- Cash and Cash Equivalents

| | 09/30/01 | 06/30/01 |
|--|-----------|-----------|
| Marketable securities (*) | 1,070,993 | 1,309,404 |
| Fixed-yield bond investments (funds) | 185,630 | 80,213 |
| Government securities (NBC-E, NTN-D, LFT) | 115,160 | 89,829 |
| Others | 1,522 | 2,372 |
| | ----- | ----- |
| | 1,373,305 | 1,481,818 |
| | ===== | ===== |

- (*) For part of these investments the Company contracted swap operations with financial institutions, mainly related to interest rate and/or currency variations.

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6.5- Accounts Receivable from Customers

| | 09/30/01 | 06/30/01 |
|----------------------------------|----------|----------|
| Domestic | 341,196 | 340,768 |
| Export | 658,339 | 491,588 |
| | ----- | ----- |
| | 999,535 | 832,356 |
| Allowance for doubtful accounts | (22,462) | (22,432) |
| Allowance for ore weight credits | (16,010) | (13,289) |
| | ----- | ----- |
| | 961,063 | 796,635 |
| | ===== | ===== |

6.6- Transactions with Related Parties

Derived from sales and purchases of products and services or from loans under normal market conditions, with maturities up to the year 2010, as follows:

| | Assets | |
|--|-----------|-----------|
| | 09/30/01 | 06/30/01 |
| | ----- | ----- |
| ALUNORTE - Alumina do Norte do Brasil S.A. | 840,878 | 761,902 |
| Celulose Nipo-Brasileira S.A. - CENIBRA | - | 235,460 |
| Companhia Coreano-Brasileira de Pelotizacao - KOBRASCO | 96,310 | 73,603 |
| Companhia Hispano-Brasileira de Pelotizacao - HISPANOBAS | 45,149 | 38,364 |
| Companhia Italo-Brasileira de Pelotizacao - ITABRASCO | 46,571 | 33,100 |
| Companhia Nipo-Brasileira de Pelotizacao - NIBRASCO | 64,977 | 68,278 |
| CVRD Overseas Ltd. | 76,708 | 474 |
| DOCEPAR S.A. | 62,922 | 59,800 |
| Ferrovias Centro-Atlantica S.A. | 141,255 | 136,778 |
| S. A. Mineracao da Trindade - SAMIT RI | 48,527 | 38,878 |
| Itabira Rio Doce Company Limited - ITACO | 407,933 | 362,696 |
| Mineracao Tacuma Ltda. | 114,912 | 74,993 |
| Rio Doce International Finance Ltd. | 931,317 | 833,386 |
| Salobo Metais S.A. | 160,621 | 155,164 |
| Sibra Eletrosiderurgica Brasileira S.A. | 45,237 | 45,168 |
| Vale do Rio Doce Aluminio S.A. - ALUVALE | 380 | 340 |
| Vale do Rio Doce Navegacao S.A. - DOCENAVE | 980 | 379 |
| Zagaia Participacoes S/A (note 6.9 (o)) | - | 1,018,688 |
| Others | 321,485 | 349,386 |
| | ----- | ----- |
| | 3,406,162 | 4,286,837 |
| | ===== | ===== |
| Represented by: | | |
| Commercial balances (sales and purchases of products and services) (*) | 742,438 | 599,103 |
| Short-term financial balances | 1,191,870 | 1,917,677 |
| Long-term financial balances | 1,471,854 | 1,770,057 |
| | ----- | ----- |
| | 3,406,162 | 4,286,837 |
| | ----- | ----- |

(*) Included in "Accounts receivable from customers" and "Payable to suppliers and contractors."

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6.7- Inventories

| | 09/30/01 | 06/30/01 |
|--------------------------------------|----------|----------|
| | ----- | ----- |
| Finished products | 215,334 | 201,567 |
| . Iron ore and pellets | 3,997 | 5,127 |
| . Manganese | 14,697 | 17,160 |
| . Gold | 5,100 | 3,654 |
| | ----- | ----- |
| . Others | 239,128 | 227,508 |
| Spare parts and maintenance supplies | 223,792 | 198,942 |
| | ----- | ----- |
| | 462,920 | 426,450 |
| | ===== | ===== |

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6.8- Deferred Income Tax and Social Contribution

Income of the Company is subject to the normal tax system. The balances of deferred assets and liabilities are presented as follows:

| | Deferred assets | |
|--|-----------------|-----------|
| | 09/30/01 | 06/30/01 |
| | ----- | ----- |
| Fiscal result | 603,002 | 205,003 |
| . Interest on stockholders's equity | 258,622 | 258,622 |
| . Fiscal loss - 2000 | (305,214) | (236,204) |
| | ----- | ----- |
| . Fiscal result - 2001 | 556,410 | 227,421 |
| Temporary differences: | | |
| . Labor provision | 151,228 | 147,338 |
| . Contingent liabilities | 268,422 | 216,846 |
| . Provision for losses on assets | 77,122 | 19,573 |
| . Provision for losses on derivative financial instruments | 33,660 | - |
| . Others | 33,344 | 35,753 |
| | ----- | ----- |
| | 563,776 | 419,510 |
| Inflationary profit | - | - |
| Capital reserve - special monetary restatement - Law 8,200 | - | - |
| Long-term sales | - | - |
| | ----- | ----- |
| | 1,120,186 | 646,931 |
| Recoverable withholding tax | 65,890 | 40,298 |
| | ----- | ----- |
| Total | 1,186,076 | 687,229 |
| | ===== | ===== |
| Short-term | 1,056,020 | 561,992 |
| Long-term | 130,056 | 125,237 |
| | ----- | ----- |
| | 1,186,076 | 687,229 |
| | ===== | ===== |

The realization of tax credits arising from temporary differences occurs at the time of effective payment of the provisions made, in accordance with tax law.

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In addition to the credits recorded, the Company has a lawsuit pending claiming an additional 51.83% monetary restatement for tax purposes applied to the months of January and February 1989 ("Plano Verao" monetary plan). It has already obtained an injunction for compensation of credits corresponding to 42.72% instead of the 51.83% requested. The amount of these credits covered by the injunction total approximately R\$ 444,000, and the accounting effects have not yet been recognized in the financial statements.

The amounts reported as income tax and social contribution which affected income for the period are as follows:

| | 09/30/01 ----- |
|--|-------------------|
| Income before income tax and social contribution | 1,826,546 |
| (Less) Equity in results of subsidiaries and affiliated companies | (261,256) |
| (Less) Result from discontinued operations, except for gain on sale of Bahia Sul | (1,540,132) |
| | ----- |
| Income tax and social contribution at combined tax rates | 25,158 |
| Federal income tax and social contribution at statutory rates | 34% |
| | ----- |
| Adjustments to net income which modify the effect on the result for the period: | (8,554) |
| . Income tax benefit from interest on stockholders' equity | 603,002 |
| . Fiscal incentives SUDAM/SUDENE | 58,573 |
| . Others | (67,987) |
| | ----- |
| Income tax and social contribution | 585,034 |
| | ===== |

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6.9- Investments

| | Partic- ipation % | Adjusted Stock- holders' equity | Adjusted Net income (loss) for the period) | ----- 09/30/ ----- |
|---|-------------------------|--|---|--------------------------|
| Subsidiaries | | | | |
| Vale do Rio Doce Alumínio S.A. | | | | |
| - ALUVALE (c, f, j) | 94.74 | 627,385 | (88,709) | 594, |
| DOCEPAR S.A. (c, g) | 100.00 | (34,008) | (2,010) | |
| Navegacao Vale do Rio Doce S.A. | | | | |
| - DOCENAVE (c) | 100.00 | 380,095 | (14,604) | 380, |
| Florestas Rio Doce S.A. (c) | 99.85 | 89,614 | 8,334 | 89, |
| Itabira Internacional Servicos e Comercio Ltd. - ITACO (a, c, h) | 99.99 | 902,119 | 384,742 | 902, |
| Rio Doce Europa Servicos e | | | | |

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| | | | | |
|---|--------|-----------|----------|---------|
| Comercio - RDE (a, c, i, j, m) | 99.80 | 2,275,989 | 186,569 | 2,271, |
| S.A. Mineracao da Trindade - | | | | |
| SAMITRI (c, d, k) | 100.00 | 521,197 | 518 | 1,333, |
| SIBRA Eletrosiderurgica Brasileira | | | | |
| S.A. (c, d, e) | 98.16 | 161,011 | 19,925 | 480, |
| Zagaia Participacoes S/A (c, o) | 100.00 | 1,168,222 | 109,957) | 1,168, |
| Belem - Administracoes e | | | | |
| Participacoes Ltda (c, d, n) | 99.99 | 21,012 | - | 68, |
| Others | | | | 209, |
| | | | | ----- |
| | | | | 7,497, |
| | | | | ----- |
| Jointly control l ed companies | | | | |
| Celulose Nipo-Brasileira S.A. - CENIBRA (b, c, m) | - | - | - | |
| Companhia Siderurgica de Tubarao - CST (b, c, d, e) | 22.85 | 2,801,832 | (56,795) | 491, |
| Companhia Siderurgica Nacional - CSN (c, l) | - | - | - | |
| Companhia Hispano-Brasileira de Pelotizacao | | | | |
| - HISPANOBRAS (b, c) | 50.89 | 85,853 | 21,545 | 43, |
| Companhia Italo-Brasileira de Pelotizacao | | | | |
| - ITABRASCO (b, c) | 50.90 | 68,571 | 24,413 | 34, |
| Companhia Coreano-Brasileira de Pelotizacao | | | | |
| - KOBRASCO (b, c) | 50.00 | (39,435) | (90,644) | |
| Companhia Nipo-Brasileira de Pelotizacao | | | | |
| - NIBRASCO (b, c) | 51.00 | 79,058 | (17,761) | 40, |
| Minas da Serra Geral S.A. - MSG (b, c) | 51.00 | 56,528 | 12,413 | 28, |
| Others (b, c) | | | | 58, |
| | | | | ----- |
| | | | | 697, |
| | | | | ----- |
| Affiliated companies | | | | |
| Ferrobao - Ferrovias Bandeirantes S.A. (c) | 18.74 | 77,735 | (52,691) | 14, |
| Fertilizantes Fosfatados S.A. - FOSFERTIL (c, e) | 10.96 | 442,304 | 54,460 | 48, |
| Usinas Siderurgicas de Minas Gerais S.A. | | | | |
| - USIMINAS (c, d, e) | 11.46 | 3,637,684 | 23,727 | 465, |
| | | | | ----- |
| | | | | 528,6 |
| | | | | ----- |
| Investments at cost | | | | 3,7 |
| | | | | ----- |
| Total | | | | 8,727,6 |
| | | | | ----- |
| Provision for losses | | | | |
| Companhia Coreano-Brasileira de Pelotizacao - KOBRASCO (b, c) | | | | |
| Companhia Ferroviaria do Nordeste (c) | | | | |
| DOCEPAR S.A. (c, g) | | | | |
| Ferrovia Centro-Atlantica S. A . (c) | | | | |
| Para Pigmentos S. A . (c) | | | | |
| Amortization of goodwill | | | | |
| Ferrovia Centro-Atlantica S. A . (c) | | | | |
| Gulf Industrial Investment Co. (a, c, d, h, i) | | | | |
| Para Pigmentos S. A . (c) | | | | |
| SIBRA Eletrosiderurgica Brasileira S. A . (c, d, e) | | | | |
| Others | | | | |
| Result of investments participation | | | | |

Notes:

- (a) Equity in companies located abroad is converted into local currency at rates in effect on the quarterly information date. The calculation of the equity method adjustment comprises the difference due to exchange rate

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changes, as well as participation in results;

- (b) Notwithstanding the stockholdings, the classification as a jointly controlled company results from the degree of control exercised by the Company, which is shared with the other partners;
- (c) Companies with information not reviewed by independent accountants;

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- (d) Goodwill and negative goodwill on investments in subsidiaries, affiliated and jointly controlled companies are presented together with their respective investments as follows:

| | 9/30/01 | 6/30/01 |
|--|-----------|-----------|
| | ----- | ----- |
| Goodwill | 322,402 | 341,732 |
| SIBRA | - | 74,664 |
| Para Pigmentos S.A. (classified in other subsidiaries) | 812,426 | 812,855 |
| SAMITRI | 64,363 | 68,471 |
| SOCOIMEX (merged with CVRD on 08/31/00) | 48,712 | 50,830 |
| USIMINAS | 47,219 | - |
| | ----- | ----- |
| Belem - Administracao e Participacoes Ltda | 1,295,122 | 1,348,552 |
| | ===== | ===== |
| Negative goodwill | (148,697) | (148,697) |
| | ----- | ----- |
| CST | (148,697) | (148,697) |
| | ===== | ===== |

- (e) Investments in companies that were listed on stock exchanges as of 09/30/01:

| | Book Value | Market Value |
|--------------------------|------------|--------------|
| | ----- | ----- |
| CST | 491,522 | 215,139 |
| FOSFERT IL | 48,477 | 81,716 |
| SIBRA (preferred shares) | 239,952 | 84,047 |
| USIMINAS | 465,591 | 95,500 |

The market value of these investments does not necessarily reflect the value that could be realized from selling a representative group of shares. The other investments refer to companies that have no shares listed on stock exchanges.

- (f) Indirect holdings through ALUVALE:

| | Partic- ipation % | Adjusted Stock- holders' equity | Investment |
|--|-------------------------|--|-------------------|
| | ----- | ----- | ----- |
| | | | 09/30/01 06/30/01 |
| | ----- | ----- | ----- |

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| | | | | |
|--|-------|---------|---------|--------|
| ALBRAS - Alumínio Brasileiro S.A. (c) | 51.00 | 2,854 | 1,456 | 101,31 |
| ALUNORTE - Alumina do Norte do Brasil S.A. (c) | 46.60 | 334,924 | 156,075 | 199,87 |
| Mineracao Rio do Norte S.A. (c) | 40.00 | 544,062 | 217,625 | 231,03 |
| Valesul Alumínio S.A. (c) | 54.51 | 218,145 | 118,909 | 112,22 |
| Own operations | | | 100,320 | 70,55 |
| | | | ----- | ----- |
| | | | 594,385 | 715,00 |
| | | | ===== | ===== |

(g) On 12/07/00, CVRD exchanged 1,346,690 shares of ACOMINAS for 810,000,000 preferred shares of Gerdau S.A. (GERDAU), with the intention of selling these shares on the market at an opportune moment. This investment is recorded in current assets as others in the amount of R\$ 11,016.

On 09/30/01, a provision for losses in DOCEPAR in the amount of R\$ 34,008 is recorded in other long-term liabilities.

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(h) Indirect holdings through Itabira Internacional Servicos e Comercio Ltda:

| | Investments | | Equity |
|--|-------------|-----------|----------|
| | 09/30/01 | 06/30/01 | 09/30/01 |
| | ----- | ----- | ----- |
| California Steel Industries, Inc - CSI (a, c) | - | 259,614 | 57,911 |
| CVRD Overseas Ltd. (a, c) | - | 96,007 | 25,019 |
| Gulf Industrial Investment Co. (a, c, d) | - | 197,192 | 2,602 |
| Rio Doce Manganese Europe - RDME (a, c) | - | 78,483 | 7,564 |
| Siderar Sociedad Anonima Industrial y Comercial (a, c) | - | 34,570 | 5,241 |
| Vale do Rio Doce Alumínio S.A. - ALUVALE (c) | - | 39,694 | 2,029 |
| Itabira Rio Doce Company Limited (a) | - | (102,523) | 35,187 |
| Other participations (a) | - | 55,643 | 5,802 |
| Own operations (a) | 902,029 | - | 243,349 |
| | ----- | ----- | ----- |
| | 902,029 | 658,680 | 384,704 |
| | ===== | ===== | ===== |

On July/01, Itabira Rio Doce Company Limited was sold to Rio Doce International Finance Ltd, subsidiary of Rio Doce Servicos e Comercio - RDE.

(i) Indirect holdings through Rio Doce Europa Servicos e Comercio - RDE:

| | | |
|---------|----------|-----|
| Partic- | Adjusted | Inv |
| | Stock- | |

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| | icipation % | holders' equity | ----- 09/30/01 ----- |
|---|----------------|--------------------|----------------------------|
| California Steel Industries, Inc - CSI (a, c) | 50.00 | 590,180 | 295,090 |
| CVRD Overseas Ltd. (a, c) | 100.00 | 153,328 | 153,328 |
| Gulf Industrial Investment Co. (a, c, d) | 50.00 | 348,610 | 174,305 |
| Itabira Rio Doce Company Limited - ITACO (a) | 99.99 | 85,511 | 1,799,982 |
| Rio Doce Manganese Europe - RDME (a, c) | 100.00 | 826,175 | 85,511 |
| Siderar Sociedad Anonima Industrial y Comercial (a, c) | 4.85 | 627,385 | 40,065 |
| Vale do Rio Doce Aluminio S.A. - ALUVALE (c, j) | 5.26 | | 33,000 |
| Other participations (a) | | | 39,054 |
| Own operations (a) | | | (348,898) |
| | | | 2,271,437 |
| Amortization of goodwill - Gulf Industrial Investment Co. | | | - |
| | | | 2,271,437 |

(j) The consolidated shareholding in Vale do Rio Doce Aluminio S.A. - ALUVALE is 100.0% (the subsidiary Itabira Rio Doce Company Limited - ITACO owns 5.26% of the capital);

(k) On 01/24/01 CVRD announced its intention to incorporate the shares of S.A. Mineracao Trindade - SAMITRI . With this operation, the Company is seeking a gain in efficiency by reducing costs and rationalizing activities. On 02/19/01 an Extraordinary General Meeting approved the incorporation of the shares. Due to the incorporation of the shares issued by SAMITRI, the minority stockholders received preferred class A shares issued by CVRD, which were in treasury, in the proportion of 1 CVRD share to 628 SAMITRI shares;

On 08/01/01 an Extraordinary General Meeting approved the protocol and justification for incorporation of Mineracao Trindade S. A. - SAMITRI. On 10/01/01 SAMITRI was merged with CVRD.

(l) On 03/15/01 CVRD terminated its investment in Companhia Siderurgica Nacional ("CSN") by unwinding the cross participation relationship between the companies. This transaction created the opportunity to address the following questions:

(1) The signing of a contract with CSN which guarantees to the Company certain preemptive rights, for a period of thirty years, as follows: (a) purchase of any iron ore surplus produced by the Casa de Pedra mine; (b) the leasing and acquisition of the Casa de Pedra mine; (c) the development of a pelletizing plant supplied by iron ore produced by the Casa de Pedra mine, if CSN decides to enter into a joint venture with third parties. Conversely, CSN has the right of preference in constructing, in conjunction with the Company, any greenfield steel making project which the

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Company decides to set up under its own control over the next five years;

(2) The transfer to VALIA of its interest in CSN (10.33% of CSN total capital), (which will not participate in the CSN shareholders' agreement). These shares were valued at approximately R\$ 520 million, R\$ 70.22 per lot of 1000 shares, based on the weighted average price

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of the last thirty trading sessions at BOVESPA in the period ended on 03/09/01. This transaction generated a gain for the Company, eliminates VALIA's actuarial deficit and significantly increases the Company's borrowing capacity; and

- (3) This operation resulted in a gain on investments accounted for by the equity method of R\$ 107,522 and a gain of R\$ 10,406 on the sales of shares to VALIA, which is recorded as "others - result of investments participations".
- (m) On 06/05/01, at a private auction for the sale of 86,562,480 ordinary shares, 5,694,900 Class A preferred shares and 3,211,189 Class D preferred shares of Celulose Nipo-Brasileira SA (CENIBRA) equivalent to 51.48% of the capital, CVRD chose the best price offer presented by the Carthage Investment Corp., a joint venture constituted by Votorantim Celulose e Papel SA (VCP) and Aracruz Celulose SA (Aracruz), in the value of US\$ 670,500.

The conclusion of the purchase and sale operation was subject to certain precedent conditions among which the most important relates to the exercise, or not, of the preemptive rights detained by the Japan Brazil Paper and Pulp Resources Development Co. Ltd. (JBP), a consortium of Japanese companies which owns 48.52% of the total CENIBRA capital.

On 07/06/01, JBP exercised its preemptive rights to acquire the totality of CVRD's participation in the CENIBRA capital. Under the same terms and conditions governing the purchase and sale contract for the shares in question that would have been celebrated with the Carthage Investment Corp, the winner of the private auction held by CVRD on 06/05/01. On 09/14/01, CVRD concluded the sale of Celulose Nipo-Brasileira S. A. - CENIBRA to Japan Brazil Paper and Pulp Resources Development Co., Ltda., with exercised its right to purchase 51.48% of the shares held by its subsidiary Itabira Rio Doce Company Limited - ITACO. Accordingly, JBP became sole owner of CENIBRA.

- (n) On 09/26/01, CVRD acquired 99.99% of the quotas of Belem - Administracoes e Participacoes Ltda for R\$ 68,229, while its wholly owned subsidiary Docepar S. A. acquired the remaining 0.01%.

Belem is a non-operational limited liability company that has a 9.9% holding in Empreendimentos Brasileiros de Mineracao S. A. - EBM, which in turn owns 51% of Mineracoes Brasileiras Reunidas S. A. - MBR, an unlisted Brazilian company that produces iron ore.

- (o) On 09/20/01, CVRD converted into capital the advances made for the future capital increase in Zagaia in the amount of R\$ 1,278,175. Zagaia is a non operational company with limited liability that holds 100% of the social capital of Ferteco Mineracao S. A ..

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6.10- Property, Plant and Equipment

- (a) By business area:

09/30/01

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| | Cost | Accumulated depreciation | Net | Cost |
|---------------------------|------------|--------------------------|-----------|------------|
| | ----- | ----- | --- | ----- |
| Ferrous - Northern System | | | | |
| Mining | 1,496,296 | (720,533) | 775,763 | 1,476,719 |
| Railroads | 2,636,849 | (954,371) | 1,682,478 | 2,606,688 |
| Ports | 508,386 | (237,095) | 271,291 | 508,610 |
| Construction in progress | 376,225 | - | 376,225 | 269,232 |
| | ----- | ----- | ----- | ----- |
| | 5,017,756 | (1,911,999) | 3,105,757 | 4,861,249 |
| | ----- | ----- | ----- | ----- |
| Ferrous - Southern System | | | | |
| Mining | 2,089,999 | (1,311,517) | 778,482 | 2,081,206 |
| Railroads | 3,026,757 | (1,821,680) | 1,205,077 | 2,979,604 |
| Ports | 558,481 | (424,971) | 133,510 | 557,116 |
| Construction in progress | 257,984 | - | 257,984 | 266,720 |
| | ----- | ----- | ----- | ----- |
| | 5,933,221 | (3,558,168) | 2,375,053 | 5,884,646 |
| | ----- | ----- | ----- | ----- |
| Pelletizing | 579,063 | (433,924) | 145,139 | 582,131 |
| Construction in progress | 347,563 | - | 347,563 | 267,738 |
| | ----- | ----- | ----- | ----- |
| | 926,626 | (433,924) | 492,702 | 849,869 |
| | ----- | ----- | ----- | ----- |
| Energy (*) | 350,690 | (12,404) | 338,286 | 148,344 |
| Construction in progress | 130,626 | - | 130,626 | 114,577 |
| | ----- | ----- | ----- | ----- |
| | 481,316 | (12,404) | 468,912 | 262,921 |
| | ----- | ----- | ----- | ----- |
| Total Ferrous | 12,358,919 | (5,916,495) | 6,442,424 | 11,858,685 |
| | ----- | ----- | ----- | ----- |
| Non-Ferrous | | | | |
| Potash | 110,145 | (34,498) | 75,647 | 108,718 |
| Gold | 607,485 | (408,886) | 198,599 | 606,784 |
| Research and projects | 41,598 | (21,790) | 19,808 | 41,157 |
| Construction in progress | 40,520 | - | 40,520 | 37,166 |
| | ----- | ----- | ----- | ----- |
| | 799,748 | (465,174) | 334,574 | 793,825 |
| | ----- | ----- | ----- | ----- |
| Logistics | 892,992 | (508,884) | 384,108 | 880,167 |
| Construction in progress | 39,644 | - | 39,644 | 31,423 |
| | ----- | ----- | ----- | ----- |
| | 932,636 | (508,884) | 423,752 | 911,590 |
| | ----- | ----- | ----- | ----- |
| Corporate | 86,976 | (39,784) | 47,192 | 86,278 |
| Construction in progress | 10,384 | - | 10,384 | 8,699 |
| | ----- | ----- | ----- | ----- |
| Total | 97,360 | (39,784) | 57,576 | 94,977 |
| | ----- | ----- | ----- | ----- |
| | 14,188,663 | (6,930,337) | 7,258,326 | 13,659,077 |
| | ===== | ===== | ===== | ===== |

(b) By classification of asset:

| | Cost | Accumulated depreciation | Net | Cost |
|--|-------|--------------------------|----------|-------|
| | ----- | ----- | ----- | ----- |
| | | | 09/30/01 | |
| | ----- | ----- | ----- | ----- |
| | Cost | Accumulated depreciation | Net | Cost |
| | ----- | ----- | ----- | ----- |

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| | | | | |
|--------------------------|------------|-------------|-----------|------------|
| Land and buildings | 1,421,365 | (590,200) | 831,165 | 1,427,002 |
| Installations | 4,117,011 | (2,502,657) | 1,614,354 | 3,926,266 |
| Equipment | 816,395 | (500,713) | 315,682 | 792,576 |
| Railroads | 5,120,127 | (2,657,666) | 2,462,461 | 5,037,137 |
| Mineral rights | 388,264 | (146,034) | 242,230 | 388,264 |
| Others | 1,122,555 | (533,067) | 589,488 | 1,092,277 |
| Construction in progress | 12,985,717 | 6,930,337) | 6,055,380 | 12,663,522 |
| Total | 1,202,946 | - | 1,202,946 | 995,555 |
| | 14,188,663 | 6,930,337) | 7,258,326 | 13,659,077 |

(*) The increase in the energy area refers to the recording as a fixed asset of the investment in the Porto Estrela hydroelectric Station. CVRD has an equal 1/3 interest in this undertaking along with the Companhia Energetica de Minas Gerais (Cemig) and Coteminas. The project required investments of R\$ 101 million, with CVRD's initial share of the power output being destined for the Tubarao Complex in Espirito Santo State. The plant has been in commercial operation since September 1, having been inaugurated on 10/09/01.

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The average annual depreciation rates are 3% for buildings, from 2% to 10% for installations, from 10% to 20% for equipment, and from 1% to 4% for railroads. Mineral reserve depletion is calculated annually as a function of the volume of ore extracted in relation to the proven and probable reserves.

Depreciation, amortization and depletion of property, plant and equipment have been allocated to cost of production and services and to administrative expenses as follows:

| | | |
|---------------------------------|----------|----------|
| | 09/30/01 | 09/30/00 |
| | ----- | ----- |
| Cost of production and services | 358,710 | 203,865 |
| Administrative expenses | 14,302 | 11,011 |
| | ----- | ----- |
| | 373,012 | 214,876 |
| | ----- | ----- |

6.11- Loans and Financing

| | | | |
|--|---------------------|-----------|--------------|
| | Current Liabilities | | Long-Term Li |
| | 09/30/01 | 06/30/01 | 09/30/01 |
| | ----- | ----- | ----- |
| FOREIGN OPERATIONS | | | |
| Short-term debt | 272,620 | 279,587 | - |
| Long-term debt: | 287,525 | 329,067 | 2,008,813 |
| Loans and financing maturing up to 2011, in: | | | |
| U.S. dollars | 24,591 | 20,324 | 79,635 |
| Yen | 643 | 519 | 1,608 |
| Other currencies | - | - | 1,335,650 |
| Notes in U.S. dollars | 44,189 | 64,657 | - |
| | ----- | ----- | ----- |
| Accrued charges | 356,948 | 414,567 | 3,425,706 |
| | ----- | ----- | ----- |
| LOCAL OPERATIONS | | | |
| Short-term debt | 1,062,649 | 1,535,887 | - |

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| | ----- | ----- | ----- |
|-----------------------------------|-----------|-----------|-----------|
| Long-term debt: | | | |
| Indexed by TJLP, TR(*) and IGP-M | 8,469 | 10,732 | 47,173 |
| Basket of currencies | 31,796 | 27,065 | 82,141 |
| Loans in U.S. dollars | 2,596 | 2,397 | 8,651 |
| Non-convertible debentures | - | - | 7,434 |
| Accrued charges | 2,080 | 1,706 | - |
| | ----- | ----- | ----- |
| | 44,941 | 41,900 | 145,399 |
| | ----- | ----- | ----- |
| | 1,737,158 | 2,271,941 | 3,571,105 |
| | ===== | ===== | ===== |

Notes:

(a) Foreign currency loans and financing were converted into reais at exchange rates effective on the quarterly information date, with US\$ 1.00 equal to R\$ 2.6713 at 09/30/01 (R\$ 2.3049 at 06/30/01) and 1.00 Yen equal to R\$ 0.022362 at 09/30/01 (R\$ 0.018482 at 06/30/01).

(b) Of the total loans and financing, R\$ 822,081 are guaranteed by the federal government (with full counter-guarantees) and R\$ 120,559 have third-party guarantees.

(c) Amortization of principal and finance charges incurred on long-term loans and financing obtained abroad and domestically mature as follows as of 09/30/01:

| | |
|-------------|-----------|
| 2002 | 86,900 |
| 2003 | 1,289,568 |
| 2004 | 1,535,655 |
| 2005 onward | 658,982 |
| | ----- |
| | 3,571,105 |
| | ===== |

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(d) Long-term external and domestic loans and financing were subject to annual interest rates as of 09/30/01 as follows:

| | |
|------------|-----------|
| Up to 7% | 2,389,084 |
| 7.1 to 9% | 133,794 |
| 9.1 to 11% | 1,335,650 |
| Over 11% | 114,466 |
| | ----- |
| | 3,972,994 |
| | ===== |

(e) Based on borrowing rates currently available to the Company for bank loans with similar terms and average maturities, the market value of long-term debt at 09/30/01 approximates fair market value.

(f) The Company's loans and financing, by currencies/index at:

| | 09/30/01 | | 06/30/01 |
|----------------------|----------|----------------------|----------|
| Basket of currencies | 2% | Basket of currencies | 2% |
| Others | 3% | Others | 3% |

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| | | | |
|--------|---------------|--------|---------------|
| Dollar | 95% | Dollar | 95% |
| | R\$ 5,308,263 | | R\$ 5,429,367 |

6.12 - Securitization Program

On 09/29/00 CVRD finalized the financial conditions for a US\$ 300 million securitization program based on existing and future receivables generated by its subsidiary CVRD Overseas Ltd.. This transaction, relating to exports of iron ore and pellets to six of CVRD's major customers in Europe, United States and Asia, was structured by Bank of America Securities LLC, and is divided in three tranches as follows:

| Tranches | Amount (US\$ million) | Maturity | Grace Period (years) | Yield to Investor (p.y.) |
|-------------|--------------------------|------------|-------------------------|-----------------------------|
| 1 | 25 | 10/15/2007 | 2 | 8.682% |
| 2 (insured) | 125 | 10/15/2007 | 2 | Libor+0.65% |
| 3 | 150 | 1-/15/2010 | 3 | 8.926% |

The balance of this operation on 09/30/01 totals R\$ 881,316 (R\$ 11,926 in current liabilities and R\$ 801,390 in long-term liabilities) and is included in related party liabilities to the subsidiary CVRD Overseas Ltd. (Note 6.6).

6.13 - Contingent Liabilities

At the quarterly information date the contingent liabilities of the Company were:

- (a) Provisions for contingencies and respective judicial deposits, considered by management and its legal counsel as sufficient to cover possible losses from any type of lawsuit, were as follows:

| | Judicial deposits | | Provisions for contingencies | |
|-----------------------------------|-------------------|----------|------------------------------|----------|
| | 09/30/01 | 06/30/01 | 09/30/01 | 06/30/01 |
| Tax contingencies | 137,180 | 124,182 | 250,060 | 203,230 |
| Labor and civil claims and others | 114,520 | 117,485 | 590,005 | 573,760 |
| Bank deposits (*) | 109,256 | 177,215 | 840,065 | -- |
| Total | 360,956 | 418,882 | -- | 776,990 |

(*) Refers to bank deposits associated basically with pending civil suits, classified as "Judicial deposits".

- (b) Guarantees given to subsidiary and jointly controlled companies (normally

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in proportion to the Company's percentage of participation) are as follows:

| | 09/30/01 | 06/30/01 |
|---|-----------|-----------|
| | ----- | ----- |
| ALBRAS - Alumínio Brasileiro S.A. | 993,639 | 869,057 |
| ALUNORT E - Alumina do Norte do Brasil S.A. | 207,365 | 188,547 |
| Bahia Sul Celulose S.A. (*) | 246,094 | 107,241 |
| CELMAR S.A. - Industria de Celulose e Papel | 111,484 | 98,713 |
| Companhia Coreano-Brasileira de Pelotizacao - | 106,879 | 46,990 |
| KOBRASCO | 287,840 | 229,460 |
| FCA - Ferrovia Centro-Atlantica S.A. | 478,483 | 498,657 |
| ITACO - Itabira Rio Doce Company Limited | 134,628 | 133,126 |
| Para Pigmentos S.A. | 158,918 | 149,747 |
| Salobo Metais S.A. | 103,846 | 95,188 |
| Seamar Shipping Corporation | 61,743 | 55,007 |
| | ----- | ----- |
| Others | 2,890,919 | 2,471,733 |
| | ===== | ===== |

| | 09/30/01 | 06/30/01 |
|---|-----------|-----------|
| | ----- | ----- |
| The breakdown of guarantees by currency is: | | |
| U.S. Dollar | 2,304,664 | 1,959,405 |
| Real | 572,209 | 501,127 |
| French Franc | 14,046 | 11,201 |
| | ----- | ----- |
| | 2,890,919 | 2,471,733 |
| | ===== | ===== |

(*) The guarantees given to Bahia Sul were extinguished with the sale of this investment, except for EUROBONDS in the amount of US\$ 92 million, for which counter-guarantees were received from Suzano.

6.14 - Labor provision

This provision is the result of the Company's responsibility to provide supplementary pensions relating to the early retirement programs of 1987 and 1989. Part of the amount is recorded in current liabilities as "Others", R\$ 62,263 (R\$ 60,376 at 06/30/01), and part in long-term liabilities, R\$ 382,471 (R\$ 370,883 at 06/30/01). These liabilities were calculated by an independent actuary for 09/30/01 and represent the current value of the benefits and pensions.

6.15 - Others - Long-term liabilities

| | 09/30/01 | 06/30/01 |
|---|----------|----------|
| | ----- | ----- |
| Derivative Financial instruments (Note 6.20) | 102,978 | - |
| Provision for environmental recover | 40,000 | - |
| Companhia Energetica de Minas Gerais - Cemig(*) | 165,539 | - |
| Provision for loss on DOCEPAR | 34,008 | 28,510 |
| Provision for loss on CFN | 32,887 | - |
| Provision for loss on PPSA | 32,839 | - |
| | 152,675 | 129,602 |

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| | | |
|--------|---------|---------|
| Others | ----- | ----- |
| | 560,926 | 158,112 |
| | ===== | ===== |

- (*) Long-term part of the debt refers to value "Contract of concession of public use to exploit hidroelectric benefits and system of associated transmission" of Porto Estrela hidroelectric station.

6.16 - Pension Plan

Fundacao Vale do Rio Doce de Seguridade Social - VALIA is a non-profit legal entity established in 1973 for the purpose of supplementing the social security benefits of the employees of the Company and its subsidiaries and affiliated companies that participate or will participate in the plan.

On 12/28/99 the Secretariat of Complementary Social Security, through Rule No. 866-SPC/COJ, approved a new Mixed-Benefits Plan. This plan, which was implemented in the second quarter of 2000, is based on the most modern concepts of private pension plans; programmed benefits are based on defined contributions not associated with the government social security benefits, and those entailing risks have the characteristic of defined benefit. A plan for deferred benefits upon severance ("vesting") was also introduced, allowing participants to remain

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associated without the obligation for future contributions. Another advantage offered by the new plan is that it allows full repayment of all employee contributions in case of leaving the plan, along with up to 80% of the sponsor's contributions, plus gains on investments.

Over 98% of active employees migrated to the new plan, thus requiring an actuarial appraisal of the new situation, using the group evaluation methodology of the former Defined Benefit Plan.

This appraisal, conducted by independent actuaries, found a deficit in the mathematical reserves of the old plan, whose value was assumed by CVRD, as previously foreseen, up to the limit stated in the Company's privatization rules (disclosed through a "relevant fact" in the Official Gazette of 04/11/97).

This deficit amounted to R\$ 489,531 as of 04/30/00 (the final date for closing the plan to new entrants), to be amortized over 20 years, subject to monetary restatement by the IGP-DI index and interest of 6% per annum.

Accordingly, considering that this deficit was formed over many years since VALIA's inception, CVRD recognized its portion up to 12/31/99 as a liability in the amount of R\$ 472,847 and charged retained earnings with R\$ 312,079 (net of tax effects corresponding to R\$ 160,768), recorded as long-term assets under deferred income tax and social contribution.

On 12/31/00 the balance totaled R\$ 520,618, recorded as related party liabilities with VALIA, R\$ 28,551 in current liabilities and R\$ 492,067 in long-term liabilities. On 03/15/01 the Company settled its obligation by transferring the total of its interest (10.33%) in CSN to VALIA. (Note 6.9 (1))

6.17 - Capital

The Company's capital consists of 388,559,056 shares, of which 249,983,143 are

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common shares, 138,575,912 are preferred shares, and one is a special preferred share ("Golden Share"), all with no par value.

Preferred shares have the same rights as common shares, except for the right to elect the members of the Board of Directors. They have priority to a minimum annual dividend of 6% on the portion of capital represented by this class of share.

The special "Golden Share" created during the privatization in 1997 belongs to the Brazilian Government. This share gives it the right to a permanent veto of changes in the Company's name, headquarters location, nature as a mining enterprise, continuous operation of the integrated iron ore systems, mining, transportation and shipping and other matters determined in the by-laws.

The Extraordinary General Meeting held on 04/25/01 approved the increase of capital from R\$ 3 billion to R\$ 4 billion, without issue of new shares, through the capitalization of reserves in the amount of R\$ 1 billion.

On 09/30/01 the Company's capital is comprised as follows:

| Stockholders | Common | % | Preferred | % | |
|---|-------------|-----|-------------|-----|----|
| Valepar S.A. | 105,443,070 | 42 | - | - | 10 |
| Foreign Funds | 5,079,645 | 2 | 37,399,946 | 27 | 4 |
| Brazilian Government (Brazilian Treasury/BNDES /BNDESPar/INSS/FPS) (a) | 90,461,112 | 37 | 6,764,063 | 5 | 9 |
| American Depositary Receipts - ADRs | - | - | 52,388,007 | 38 | 5 |
| Litel Participacoes S.A . (b) | 25,272,641 | 10 | - | - | 2 |
| Pension Funds | 3,803,550 | 2 | 14,755,289 | 11 | 1 |
| Clube de Investimentos dos Empregados da Vale - INVESTVALE | 10,409,169 | 4 | 190,700 | - | 1 |
| Public | 5,263,986 | 2 | 27,077,817 | 19 | 3 |
| Treasury stock | 4,249,970 | 1 | 91 | - | - |
| Total | 249,983,143 | 100 | 138,575,913 | 100 | 38 |
| | ===== | === | ===== | === | == |

(a) Includes common shares owned by the National Treasury, BNDES and BNDESPAR. Excludes shares held by Investvale.

(b) Litel is the corporate vehicle pursuant to which Previ, Petros, Funcef and Fundacao CESP, each of which is a Brazilian pension fund, hold common shares in us and Valepar.

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Notes:

As of 09/30/01, the number of holders of record who are residents of Brazil is 23,630. These shareholders own 293,691,458 shares, which represents 75.6% of our capital stock.

Members of our board of directors, as a whole, hold 19 shares.

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6.18 - Treasury Stock

At the Extraordinary Meeting held on 07/18/01, the Board of Directors authorized the acquisition of up to 21 million nominal bookentry shares, with no par value, 11 million of common shares and 10 million of preferred shares, to be held in treasury and later sold or canceled with no reduction of the social capital. On 09/30/01, 4,249,970 common shares and 91 preferred shares had been acquired and were held in treasury, in the amount of R\$ 107,219.

| Class | Quantity | | Unit acquisition cost | | | Average quoted market price | |
|-----------|-----------|-----------|-----------------------|-------|-------|-----------------------------|----------|
| | 09/30/01 | 06/30/01 | Average | Low | High | 09/30/01 | 06/30/01 |
| Preferred | 91 | 3,519,288 | 20.03 | 14.02 | 52.40 | 52.81 | 52.34 |
| Common | 4,249,970 | 13,270 | 25.23 | 20.07 | 52.09 | 51.09 | 50.44 |
| | 4,250,061 | 3,532,558 | | | | | |

On 07/25/01 the Company exchanged on the Sao Paulo Stock Exchange (BOVESPA), 3,519,285 preferred shares, maintained previously in treasury, for 3,520,000 common shares, an operation with Bank of America Liberal S.A. - Corretora de Cambio e Valores Mobiliarios as intermediary.

6.19 - Financial Result

The amounts included in the income statement are as follows:

| | 09/30/01 | 09/30/00 |
|---|-------------|-----------|
| Financial expenses | | |
| Foreign debt | (192,920) | (162,735) |
| Local debt | (64,530) | (65,932) |
| Related parties, net | (6,662) | 1,682 |
| Others(*) | (140,974) | (40,073) |
| | (405,086) | (267,058) |
| | (2,071,465) | (217,473) |
| Monetary and exchange rate variation on liabilities | | |
| Financial income | | |
| Marketable securities | 43,167 | 98,420 |
| Other | 31,556 | 13,502 |
| | 74,723 | 111,922 |
| Monetary and exchange rate variation on assets | 1,083,795 | 159,221 |
| Financial income (expenses), net | (1,318,033) | (213,388) |

(*) Includes net losses on derivative financial instruments (note 6.15)

6.20 - Derivative Financial Instruments

Volatility of interest rates, exchange rates and commodity prices are the main market risks to which we are exposed - all three are managed through derivative operations. These have the exclusive aim of reducing exposure to risk. We do not use derivatives for speculation purposes.

We monitor and evaluate our derivative positions on a regular basis and adjust our strategy in response to market conditions. We also periodically review the credit limits and credit worthiness of our counter-parties in these transactions. In view of the policies and practices established for operations with derivatives, management considers the occurrence of non-measurable risk situations as unlikely.

All derivatives have been adjusted to fair market value at quarterly information date and the change included in current earnings. For the period ended 09/30/01 the movement of unrealized gains or losses on derivative financial instruments is as follows:

| | Net Gains (Losses) | | | |
|----------------------------|--------------------|---------------------------|------------|-----------|
| | Gold | Interest rates (libor) | Currencies | Total |
| Gross (losses) at 09/30/01 | 15,861 | (110,3100) | (8,529) | (102,978) |
| Final maturity dates | December 2005 | October 2007 | April 2005 | |

(a) Interest Rate and Exchange Rate Risk

Interest rate risks mainly relate to that part of the debt borrowed at floating rates. The foreign currency debt is largely subject to fluctuations in the London Interbank Offered Rate - LIBOR. That portion of local currency denominated debt that is subject to floating rates is linked to the Long Term Interest Rate - TJLP, fixed quarterly by the Brazilian Central Bank. Since May 1998, we have used derivative instruments to protect ourselves against fluctuations in the LIBOR rate.

There is an exchange rate risk associated with our foreign currency denominated debt. On the other hand, a substantial proportion of our revenues are denominated in, or automatically indexed to, the U.S. dollar, while the majority of costs are expressed in reais. This provides a natural hedge against any devaluation of the Brazilian real against the U.S. dollar. When events of this nature occur, the immediate negative impact on foreign currency denominated debt is offset over time by the positive effect of devaluation on future cash flows. With the advent of a floating exchange rate regime in Brazil in January 1999, we adopted a strategy of monitoring market fluctuations, using derivatives to protect against specific risks from exchange rate variation.

From time to time we enter into foreign exchange derivative swap transactions seeking to change the characteristics of our real-denominated cash investments to US dollar-indexed instruments. The extent of such transactions depends on our perception of market and currency risk, but is never speculative in nature. All such operations are marked-to-market at quarterly information date and the effect included in financial income or expense. During the nine months ended 09/30/01 our use of such instruments was not significant.

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(b) Commodity Risk

We also use derivative instruments to manage exposure to changing gold prices. Derivatives allow the fixing of an average minimum profit level for future gold production. However, they may also have the effect of eliminating potential gains on certain price increases in the spot market for gold. We manage our contract positions actively, and the results are reviewed at least monthly, allowing adjustments to targets and strategy to be made in response to changing market conditions.

In the case of gold derivatives, our policy has been to settle all contracts through cash payments or receipts, without physical delivery of product.

(c) Fair Value of Financial Instruments

The market values of investments are indicated in Note 6.9 (e).

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6.21 - Exchange rate Exposure

The exchange rate exposure is predominantly in U.S. dollars.

| | In millions of reais | | | |
|--|----------------------|--------------|---|------------|
| | Parent Company | | Subsidiaries and Affiliated Companies(*) | |
| | 09/30/01 | 06/30/00 | 09/30/01 | 06/30/10 |
| Assets | | | | |
| Current | | | | |
| Cash and banks and Financial investments | 184 | 792 | 172 | 59 |
| Others | 2,049 | 1,757 | 771 | 816 |
| | ----- | ----- | ----- | ----- |
| | 2,233 | 2,549 | 943 | 875 |
| Long-term receivables | 1,329 | 1,199 | 32 | 33 |
| Investments | 3,537 | 1,810 | 50 | 42 |
| | ----- | ----- | ----- | ----- |
| Total | 7,099 | 5,558 | 1,025 | 950 |
| | ===== | ===== | ===== | ===== |
| Liabilities | | | | |
| Current | | | | |
| Short-term loans and financing | 1,727 | 2,260 | 1,306 | 1,071 |
| Others | 530 | 283 | 304 | 364 |
| | ----- | ----- | ----- | ----- |
| | 2,257 | 2,543 | 1,610 | 1,435 |
| Long-term liabilities | | | | |
| Loans and financing | 3,518 | 3,105 | 2,389 | 1,682 |

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| | | | | |
|---------------------------------|-------|--------|---------|--------|
| Others | 1,608 | 1,313 | 157 | 531 |
| | ----- | ----- | ----- | ----- |
| | 5,126 | 4,418 | 2,546 | 2,213 |
| | ----- | ----- | ----- | ----- |
| Total | 7,383 | 6,961 | 4,156 | 3,648 |
| | ===== | ===== | ===== | ===== |
| Net Assets (Liabilities) - R\$ | (284) | 1,403) | (3,131) | 2,698) |
| | ===== | ===== | ===== | ===== |
| Net Assets (Liabilities) - US\$ | (106) | (609) | (1,172) | 1,171) |
| | ===== | ===== | ===== | ===== |

(*) Proportional to the percentage of participation

6.22 - Environmental and Site Reclamation and Restoration Costs

Expenditures relating to ongoing compliance with environmental regulations are charged to production costs or capitalized as incurred. The Company manages its environmental policies according to the specifications of ISO 14,001 and maintains ongoing programs to minimize the environmental impact of its mining operations as well as to reduce the costs that will be incurred upon termination of activities at each mine. On 09/30/01 the provision for environmental liabilities amounted to R\$ 66,962 (R\$ 27,492 on 06/30/01).

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6.23- Income Statement Reclassifications

To facilitate comparison of the financial statements, we reclassified the balances from 2000 due to the segregation of the accounting lines for the result of operations with Cenibra and Bahia Sul, which were discontinued by the Company after sale of the holdings in these companies, and the creation of the title "Result of investment participations".

| | 09/30/01 | 06/30/00 |
|--|-------------|-----------|
| | ----- | ----- |
| Equity result | | |
| Equity result | 2,097,762 | 777,250 |
| Gain on sale of investments - CENIBRA | (1,471,544) | - |
| Equity result - CENIBRA | (14,189) | (51,266) |
| Equity result - Bahia Sul (CVRD e Florestas) | (54,399) | (94,527) |
| | ----- | ----- |
| | 557,630 | 631,457 |
| | ===== | ===== |
| Discontinued operations | | |
| Gain on sale of investments | 1,701,928 | - |
| Equity result - CENIBRA | 14,189 | 51,266 |
| Equity result - Bahia Sul (CVRD e Florestas) | 54,399 | 94,527 |
| | ----- | ----- |
| | 1,770,516 | 145,793 |
| | ===== | ===== |
| Other operational expenses (revenues) | (774,976) | (496,885) |
| Other operational expenses (revenues) | 161,415 | 15,870 |
| Amortization of goodwill | 161,828 | - |
| Provision for losses | (11,018) | (32) |
| | ----- | ----- |

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| | | |
|--------------------------|--------------------|--------------------|
| Others | (462,751) ===== | (481,047) ===== |
| Amortization of goodwill | (347,712) ===== | (15,832) ===== |
| Provision for losses | (269,793) ===== | - ===== |

On 02/22/01 CVRD signed a contract with Companhia Suzano de Papel e Celulose (Suzano) for the sale of its total interest in Bahia Sul Celulose S.A. represented by 682,178,428 common shares and 347,224,408 preferred shares class A for US\$ 317,600 thousand (equivalent to R\$ 686,524). On 04/27/01 the operation was concluded, with agreement of BNDES Participacoes S.A. - BNDESPAR. The financial settlement in reais equivalent to US\$ 317,600 thousand occurred on 05/07/01. The Company recorded a gain on this sale of R\$ 230,384 (R\$ 156,890 after income tax and social contribution), included in "discontinued operations".

6.24- Subsequent Events

Custodian Change

On 10/08/01 the Brazilian Securities Commission approved the change of the custodian of the Company's ADR program. From 10/15/01 onwards the new custodian will be Banco Bradesco S. A.. This change will not affect the characteristics of the ADR program and remained as follows: RDE9600146, ADR Level II program, Class A Preferred Shares, 01 (one) ADR is equivalent to 1 (one) share, Code ISIN: BRVALEACNPA3.

Merger of SAMITRI

On 10/01/01 SAMITRI was merged with CVRD, according to the approval of the Extraordinary General Meeting held on 08/01/01.

Conclusion of Negotiation with Baosteel

On 10/18/01 having fulfilled all terms and conditions established in the contracts signed on August 21 of this year, with Shanghai Baosteel Group Corporation (BAOSTEEL), both companies formalized proceedings on 08/21/01, for implementing a business partnership. This includes the creation and co-management of a company in Brazil, BAOVALE MINERACAO S. A., as well as a long-term iron ore supply contract between CVRD and BAOSTEEL. CVRD is expected to earn a total revenue of US\$ 2billion over the next twenty years as a result of this business deal.

Acquisition of the Sossego Project confirming CVRD copper strategy

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On 10/24/01 the Sossego Project was acquired by CVRD, which has an estimated 313 million tons of copper ore reserves. The Sossego project is expected to start copper and gold production by mid-2004, with an annual capacity of 140,000 tons of high-grade copper concentrate and 3 tons of gold.

Share buyback program

On 10/24/01 the Board of Directors authorized a share buyback program, according to the following conditions: (a) it will be limited to 5,027,429

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common shares and 13,692,872 class "A" preferred shares; (b) the Company will buy the shares at the Sao Paulo Stock Exchange (BOVESPA), respecting limit prices that may be authorized during the buyback prize, up to the legal high price allowed; (c) the acquisition of these shares will be made through the following brokerage houses: Liberal S.A. Corretora de Cambio e Valores Mobiliarios, and Bradesco S.A. CTVM; (d) the share buyback program will be effective up to three months after 10/24/01.

European commission approval of the CAEMI acquisition

On 10/30/01 the European Commission in Brussels approved Companhia Vale do Rio Doce (CVRD) and Mitsui & Co., Ltd. (Mitsui) joint acquisition of the Brazilian mining concern CAEMI Mineracao e Metalurgia S.A. (Caemi). Once the transaction is completed CVRD and Mitsui will each own 50% of Caemi's voting shares.

The European Commission cleared the transaction on the basis of an undertaking to divest Caemi's holding in Quebec Cartier Mining Company (QCM), a Canadian iron ore and pellet producer. This undertaking addresses the only competition concerns identified by the European Commission.

Caemi is a Brazilian company, headquartered in Rio de Janeiro, which holds equity investments in iron ore, kaolin, refractory bauxite and railroad transportation.

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Part III

7- Other information the company deems relevant

7.1- Net Accumulated Income in R\$ Million

7.2- Factors Affecting the Net Income in the Last 12 Months in R\$ Million

[GRAPHIC OMITTED]

| | 1999 | 1000 | 2001 |
|-------------|-------|-------|-------|
| | ----- | ----- | ----- |
| 1st Quarter | 323 | 639 | 660 |
| 2nd Quarter | 609 | 1,101 | 1,206 |
| 3rd Quarter | 801 | 1,600 | 2,412 |
| 4th Quarter | 1,251 | 2,133 | |

7.2- Factors Affecting the Net Income in the Last 12 Months in R\$ Million

| | |
|--------------------------------------|---------|
| Net income at 09/30/00 | 1,600 |
| Net Operating revenue | 1,007 |
| Cost of products and services | (544) |
| Results of investment participations | (675) |
| Financial results | (1,104) |
| Operating expense net | (89) |
| Discontinued operations | 1,625 |
| Income tax | 592 |
| Net income at 09/30/01 | 2,412 |

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7.3 - Business Performance Ratios

CAPITAL RATIOS

- 1 - Capital assets to stockholders' equity (Permanent assets/Equity * 100) - (%)
- 2 - Capital assets to total liabilities (Permanent assets/Total liabilities * 100) - (%)
- 3 - Total liabilities to stockholders' equity (Total liabilities/Equity * 100) - (%)
- 4 - Short to total liabilities (Short-term liabilities/Total liabilities * 100) - (%)
- 5 - Stockholders' equity to total liabilities (Equity/Total liabilities *100) - (%)
- 6 - Capital assets to non-current funds (Permanent assets/(Equity + Long-term liabilities)) *100) - (%)
- 7 - Net Debt/Stockholders' equity (Net debt (a)/Equity)
- 8 - Net Debt (a)/Total Assets
- 9 - Leverage (Total Assets/Equity)

PROFITABILITY AND OTHER RATIOS

- 1 - Gross Margin (Gross profit/Net operating revenues * 100) - (%)
- 2 - Operating Margin (Operating income/Net operating revenues * 100) - (%)
- 3 - Net Margin (Net income/Net operating revenues * 100) - (%)
- 4 - Return on Assets (Net income (annualized)/Total assets *100) - ROA (%)
- 5 - Return on Equity (Net income (annualized)/Equity *100) - ROE (%)
- 6 - Total asset turnover (Net operating revenues (annualized)/Total assets)
- 7 - P/E (Price of preferred class A share/Earnings per share (annualized))
- 8 - Price /Book Value (Price of preferred class A share/Book value per share)
- 9 - Net income per outstanding share (Net income (annualized)/Number of shares outstanding)
- 10 - NOPLA/Operating Income (%)
- 11 - EBITDA + Dividends received/Financial expenses on financing
- 12- EBITDA + Dividends Received/Operating Income (%)
- 13- Net Debt (a)/EBITDA + Dividends Received(annualized)
- 14- FCO/Financial expenses on financing
- 15- ROCE

Note:

The income statement data has been annualized.

a) Net Debt = short and long-term debt, net of related party loans, less cash and cash equivalents.

7.4 - Segment and Geographic Information

The Company's business areas as follows:

Ferrous - mining of iron ore and manganese and production of pellets, as well as their commercialization and respective rail transport, port handling (both for the Northern and Southern Systems) and shipment.

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| | | | | | | | |
|--|-------------|----------|----------|---------|---------|-----------|-------|
| Latin America | 149,299 | - | - | - | - | - | - |
| USA | 124,763 | 232,470 | - | - | - | - | - |
| Europe | 921,730 | - | - | - | - | - | - |
| Middle East | 273,749 | - | - | - | - | - | - |
| Japan | 426,627 | - | - | - | - | - | - |
| China | 264,347 | - | - | - | - | - | - |
| Asia, except Japan/China | 425,451 | - | - | - | - | - | - |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- |
| | 2,585,966 | 232,470 | - | - | - | - | - |
| Internal market | 1,408,172 | 133,769 | 446,361 | - | - | - | - |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- |
| | 3,994,138 | 366,239 | 446,361 | - | - | - | - |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| Property, plant and equipment | 6,442,424 | 334,574 | 423,752 | - | - | - | - |
| Less: construction in progress | (1,112,398) | (40,520) | (39,644) | - | - | - | - |
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- |
| Property, plant and equipment in operation | 5,330,026 | 294,054 | 384,108 | - | - | - | - |
| | ===== | ===== | ===== | ===== | ===== | ===== | ===== |
| Investments | 5,860,851 | 59,832 | 420,269 | 144,834 | 701,594 | 1,488,095 | |
| Capital employed (a) | 6,066,285 | 332,942 | 405,052 | 634 | 2,509 | 27,093 | |
| Net operating profit less taxes - NOPLAT (b) | 1,816,249 | 68,895 | 227,027 | - | - | - | - |
| Return on capital employed - ROCE (b/a) | 29.9% | 20.7% | 56.0% | - | - | - | - |

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| | Investments | | | | | |
|------------------------------------|-------------|-------------|-----------|----------------|---------|-------|
| | Ferrous | Non-ferrous | Logistics | Pulp and paper | Alumium | Steel |
| | ----- | ----- | ----- | ----- | ----- | ----- |
| Gross revenue - external market | 1,910,782 | 203,646 | - | - | - | - |
| Gross revenue - internal market | 1,144,219 | 119,584 | 386,814 | - | - | - |
| Costs and expenses | (1,488,637) | (215,893) | (150,408) | - | - | - |
| Discontinued operations | - | - | - | 145,793 | - | - |
| Financial income | - | - | - | - | - | - |
| Financial expenses | - | - | - | - | - | - |
| Depreciation | (151,516) | (42,218) | (15,173) | - | - | - |

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| | | | | | | |
|------------------------------------|------------------|---------------|----------------|----------------|----------------|----------------|
| Equity | 233,981 | (267) | (40,032) | 14,339 | 277,510 | 124,447 |
| Income tax and social contribution | - | - | - | - | - | - |
| Net income for the period | <u>1,648,829</u> | <u>64,852</u> | <u>181,201</u> | <u>160,132</u> | <u>277,510</u> | <u>124,447</u> |

Sales classified by geographic destination

| | | | | | | |
|--|------------------|----------------|----------------|-----------|----------|-----------|
| External market | | | | | | |
| Latin America | 117,243 | - | - | - | - | - |
| USA | 142,496 | 203,646 | - | - | - | - |
| Europe | 680,310 | - | - | - | - | - |
| Middle East | 208,786 | - | - | - | - | - |
| Japan | 364,049 | - | - | - | - | - |
| China | 194,772 | - | - | - | - | - |
| Asia, except Japan/China | 203,126 | - | - | - | - | - |
| | <u>1,910,782</u> | <u>203,646</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Internal market | 1,144,219 | 119,584 | 386,814 | - | - | - |
| | <u>3,055,001</u> | <u>323,230</u> | <u>386,814</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Property, plant and equipment | 5,443,977 | 454,078 | 394,609 | - | - | - |
| Less: construction in progress | (517,968) | (52,005) | (7,433) | - | - | - |
| Property, plant and equipment in operation | <u>4,926,009</u> | <u>402,073</u> | <u>387,176</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Investments | 2,114,789 | 148,638 | 654,057 | 1,001,076 | 727,384 | 1,614,460 |
| Capital employed (a) | 6,100,346 | 458,078 | 427,278 | 1,732 | 855 | 18,922 |
| Net operating profit less taxes - NOPLAT (b) | 1,414,848 | 65,119 | 221,233 | - | - | - |
| Return on capital employed - ROCE (b/a) | 23.2% | 23.2% | 51.8% | | | |

Calculation of ROCE

| | | |
|------------------------------------|------------------|------------------|
| | 09/30/01 | 09/30/00 |
| | <u>1,825,000</u> | <u>1,453,199</u> |
| EB IT | 1,825,000 | 1,453,199 |
| Income tax and social contribution | 585,034 | (7,236) |
| | <u>1,239,966</u> | <u>1,445,963</u> |

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| | | |
|-----------------------------------|-----------|-----------|
| Net operating profit less taxes - | | |
| NOP LT (b) | 2,410,034 | 1,445,963 |
| | ===== | ===== |
| Capital employed (a) | | |
| Property, plant and equipment in | | |
| operation | 6,055,380 | 5,753,189 |
| Inventories | 462,920 | 339,972 |
| Accounts receivable | 961,063 | 1,341,778 |
| Supplies | (573,175) | (339,832) |
| Salaries and related charges | (115,924) | (129,682) |
| | ----- | ----- |
| | 6,790,264 | 6,965,425 |
| | ===== | ===== |
| Return on capital employed - | | |
| ROCE (b/a) | | |
| To date | 35.5% | 20.8% |
| Annualized | 47.3% | 27.7% |

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7.5- Share Performance on Stock Exchanges

The following table shows the high and low closing sale prices for the Preferred Class A Shares and Common Shares on the Sao Paulo Stock Exchange, and for the Preferred ADRs in the United States over-the-counter market. On 06/20/00 the Company obtained registration from the United States Securities and Exchange Commission (SEC) and its shares are now traded on the New York Stock Exchange (NYSE), (each ADR equals 1 preferred share class A).

[OBJECT OMITTED]

7. 6- Capital Expenditures (Non Audited)

[OBJECT OMITTED]

7.7- Operations for the period ended September (Non Audited)

| | In reais | | | | In US\$ | |
|----------------|----------------|-------|---------------|-------|---------|-------|
| | Preferred | | Common Shares | | ADRs | |
| | Class A Shares | | High | Low | High | Low |
| | High | Low | High | Low | High | Low |
| 2000 | | | | | | |
| First Quarter | 59.00 | 45.00 | 52.40 | 45.00 | 33.12 | 22.75 |
| Second Quarter | 53.50 | 40.01 | 46.00 | 35.00 | 29.00 | 22.61 |
| Third Quarter | 54.00 | 44.07 | 49.00 | 41.21 | 29.75 | 24.43 |
| Fourth Quarter | 47.80 | 38.82 | 46.50 | 37.00 | 25.56 | 19.75 |
| 2001 | | | | | | |
| First Quarter | 53.60 | 44.00 | 51.00 | 42.70 | 26.98 | 23.05 |
| Second Quarter | 58.60 | 49.05 | 54.00 | 46.50 | 25.70 | 22.05 |

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Third Quarter 55.00 45.50 55.00 46.40 23.15 18.65

7.8- Changes in Prices (Non Audited)

The following table sets forth the prices for the products of the Company and its subsidiary and jointly controlled companies for the periods indicated:

| | In thousands of reais | | |
|---------------------------------------|-----------------------|--------------------|-------------|
| | ACTUAL UP TO 09/01 | BUDGET FOR 2001 | % ACTUAL |
| Ongoing Capital Expenditures | | | |
| Replacement/Refurbishment/Improvement | 306,926 | 574,567 | 53.4 |
| Geological Research | 40,306 | 78,988 | 51.0 |
| Technological Research/Development | 8,657 | 29,415 | 29.4 |
| Environment | 1,090 | 3,105 | 35.1 |
| Informatics/Telecommunications | 22,301 | 57,567 | 38.7 |
| | ----- | ----- | ----- |
| | 379,280 | 743,642 | 51.0 |
| | ----- | ----- | ----- |
| Equity Investments | 226,900 | 285,513 | 79.5 |
| Direct Investments | 517,830 | 780,110 | 66.4 |
| | ----- | ----- | ----- |
| Total Capital Expenditures | 1,124,010 | 1,809,265 | 62.1 |
| | ===== | ===== | ===== |

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7.7- Operations for the period ended September (Non Audited)

| | (Million metric tons) | | |
|-------------------------------------|-----------------------|------|---------|
| | 2001 | 2000 | VAR % |
| PRODUCTION/PURCHASE | | | |
| IRON ORE | 93.8 | 77.3 | 21.3 |
| PELLETS | 11.8 | 11.6 | 1.7 |
| MANGANESE (*) | - | 1.1 | (100.0) |
| POTASH | 0.4 | 0.4 | - |
| GOLD (thousand Kg) | 11.7 | 12.5 | (6.4) |
| RAILROAD OPERATIONS - GENERAL CARGO | | | |
| EFVM | 18.8 | 17.9 | 5.0 |
| FCA | 16.3 | 14.8 | 10.1 |
| EFC | 2.3 | 2.0 | 15.0 |
| EFVM - TKU | 8.3 | 8.1 | 2.5 |
| FCA - TKU | 6.4 | 6.0 | 6.7 |
| EFC - TKU | 1.4 | 1.1 | 27.3 |
| PORT OPERATIONS | | | |
| TUBARAO | 13.2 | 11.2 | 17.9 |
| TERMINAL MARITIMO INACIO BARBOSA | 0.6 | 0.6 | - |
| SAO LUIZ | 1.9 | 1.6 | 18.8 |
| DOCENAVE OPERATIONS | | | |

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| | | | |
|---------------|------|------|--------|
| BULK CARGO | 22.0 | 25.6 | (14.1) |
| GENERAL CARGO | 45.3 | 38.2 | 18.6 |
| MANOEUVERS | 4.9 | 1.7 | 188.2 |

(*) Manganese operations were transferred to our subsidiary SIBRA.

7.8- Changes in Prices (Non Audited)

The following table sets forth the prices for the products of the Company and its subsidiary and jointly controlled companies for the periods indicated:

| | Asia Iron Ore (SSF) (US\$/ton) | Europe Iron Ore (SFCJ) (US\$/ton) | Gold (US\$/ounce) | Europe Pulp - CI (US\$/to |
|-----------|---|--|----------------------|---------------------------------|
| 2000 | | | | |
| March | 14.48 | 17.82 | 276.75 | 598.0 |
| June | 15.35 | 17.82 | 288.15 | 660.0 |
| September | 15.35 | 17.82 | 273.85 | 680.0 |
| December | 15.35 | 17.82 | 274.45 | 690.0 |
| 2001 | | | | |
| March | 15.35 | 18.68 | 257.70 | 570.0 |
| June | 16.32 | 18.68 | 269.50 | 420.0 |
| September | 16.32 | 18.68 | 293.10 | |

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7.9- Iron Ore and Pellet Sales (Main Markets) (Non Audited)

| | 1997 | % | 1998 | % | 1999 | % | 2000 | % | JAN 2001 |
|----------------|------|----|------|----|------|----|------|----|----------|
| FOREIGN MARKET | | | | | | | | | |
| ASIA | | | | | | | | | |
| CHINA | 6.2 | 6 | 5.7 | 6 | 7.3 | 8 | 9.2 | 8 | 6 |
| KOREA | 7.4 | 7 | 7.1 | 7 | 7.9 | 8 | 7.0 | 6 | 5 |
| PHILIPPINES | 1.9 | 2 | 0.9 | 1 | 1.6 | 2 | 1.4 | 1 | 1 |
| JAPAN | 18.8 | 18 | 17.3 | 17 | 16.9 | 17 | 17.5 | 15 | 13 |
| TAIWAN | 2.2 | 2 | 1.6 | 2 | 1.8 | 2 | 1.6 | 2 | 1 |
| OTHERS | 1.2 | 1 | 1.1 | 1 | 0.6 | - | 0.4 | - | 0 |

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| | | | | | | | | | |
|--------------------------|-------|-----|------|-----|------|-----|-------|-----|----|
| | 37.7 | 36 | 33.7 | 34 | 36.1 | 37 | 37.1 | 32 | 27 |
| ----- | | | | | | | | | |
| EUROPE | | | | | | | | | |
| GERMANY | 10.8 | 11 | 9.4 | 9 | 8.0 | 8 | 8.2 | 7 | 5 |
| SPAIN | 3.9 | 4 | 3.6 | 4 | 3.6 | 4 | 2.9 | 2 | 2 |
| FRANCE | 2.8 | 3 | 3.0 | 3 | 2.1 | 2 | 2.9 | 2 | 2 |
| ITALY | 5.8 | 6 | 6.1 | 6 | 5.0 | 5 | 4.8 | 4 | 3 |
| UNITED KINGDOM | 2.3 | 2 | 2.4 | 2 | 1.6 | 2 | 1.5 | 2 | 1 |
| OTHERS | 4.7 | 5 | 5.7 | 6 | 4.7 | 5 | 8.2 | 7 | 5 |
| | 30.3 | 31 | 30.2 | 30 | 25.0 | 26 | 28.5 | 24 | 20 |
| ----- | | | | | | | | | |
| AMERICAS | | | | | | | | | |
| ARGENTINA | 2.4 | 2 | 2.3 | 2 | 1.6 | 2 | 1.4 | 1 | 0 |
| UNITED STATES | 2.4 | 2 | 3.1 | 3 | 3.0 | 3 | 3.5 | 3 | 2 |
| OTHERS | 2.0 | 2 | 2.2 | 2 | 1.8 | 2 | 2.0 | 2 | 1 |
| | 6.8 | 6 | 7.6 | 7 | 6.4 | 7 | 6.9 | 6 | 5 |
| ----- | | | | | | | | | |
| AFRICA/MID. EAST/OCEANIA | | | | | | | | | |
| BAHREIN | 2.1 | 2 | 1.2 | 1 | 1.5 | 2 | 2.0 | 2 | 1 |
| OTHERS | 3.1 | 3 | 3.2 | 3 | 3.6 | 4 | 5.2 | 4 | 3 |
| | 5.2 | 5 | 4.4 | 4 | 5.1 | 6 | 7.2 | 6 | 4 |
| | 80.0 | 78 | 75.9 | 75 | 72.6 | 76 | 79.7 | 68 | 58 |
| ===== | | | | | | | | | |
| DOMESTIC MARKET | | | | | | | | | |
| STEEL MILLS | 13.8 | 14 | 15.0 | 15 | 13.6 | 14 | 15.5 | 13 | 11 |
| PELLETING AFFILIATES | 8.1 | 8 | 8.6 | 10 | 10.1 | 10 | 21.6 | 19 | 16 |
| | 21.9 | 22 | 23.6 | 25 | 23.7 | 24 | 37.1 | 32 | 27 |
| | 101.9 | 100 | 99.5 | 100 | 96.3 | 100 | 116.8 | 100 | 86 |
| ===== | | | | | | | | | |

EXPORTS BY SYSTEM

| | 1997 | % | 1998 | % | 1999 | % | 2000 | % | JAN 2001 |
|-----------------|-------|-------|-------|-------|-------|-------|-------|-------|----------|
| | ----- | ----- | ----- | ----- | ----- | ----- | ----- | ----- | ----- |
| NORTHERN SYSTEM | 40.8 | 51 | 41.8 | 55 | 40.5 | 56 | 43.3 | 54 | 3 |
| SOUTHERN SYSTEM | 39.2 | 49 | 34.1 | 45 | 32.1 | 44 | 36.4 | 46 | 2 |
| | 80.0 | 100 | 75.9 | 100 | 72.6 | 100 | 79.7 | 100 | 5 |
| ===== | | | | | | | | | |

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7.10- Shareholding Interests (Organizational Chart at 09/30/01)

=====
 Companhia Vale
 Valepar 27.14
 =====

| ===== | | ===== | | ===== | |
|------------------------|----|--|----|--------------------------------------|---------------------------|
| Ferrous | | Non Ferrous | | Logistics | |
| ===== | | ===== | | ===== | |
| Iron Ore and Pellets | | Precious Metals, Base Metals and Industry Minerals | | Railroads and Ports | |
| | | | | TVV - Terminal de Vila Velha S.A. | Docen CVRD |
| Minas da Serra Geral** | | Docegeo | | CVRD 99.58 | -- |
| CVRD 51.00 | | CVRD 98.998 | -- | Min. Tacuma 0.02 | |
| Kawasaki 24.50 | -- | Others 0.002 | | Employees 0.40 | |
| Japanese Group 24.50 | | | | | Naved Docen |
| | | 24 Empresas de Mineracao | -- | Ferrovia Centro Atlantica S.A. | Naved |
| S/A Min. Trindade | | CVRD 100.00 | | Min. Tacuma 45.65 | |
| SAMITRI | | | | VALIA 9.99 | |
| CVRD 100.00 | | | | KRJ 12.31 | -- |
| | | Para Pigmentos | | CARMO 9.99 | Seama Naved |
| | | CVRD 80.11 | | CPP 1.03 | |
| Samarco Mineracao S/A | | Mitsubishi 14.27 | -- | CSN 11.95 | |
| SAMITRI 50.00 | | IFC 5.62 | | Others 9.08 | |
| BHP Brasil 50.00 | | | | | Wilse Seama W. Wi |
| | | PPSA Overseas | | Companhia Ferroviaria do Nordeste | |
| Hispanobras** | | PPSA 100.00 | | CVRD 30.00 | |
| CVRD 50.89 | -- | | | Taquari 30.00 | -- |
| Aceralia CS 49.11 | | | | CSN 30.00 | Docen |
| | | Salobo Metals** | | Employees 10.00 | Mitsu Nissh |
| Itabrasco** | | CVRD 50.00 | -- | | |
| CVRD 50.90 | -- | Anglo-American 50.00 | | | |
| Ilva 49.10 | | | | Ferrobán | |
| | | Mineracao Sossego | | Eerropasa 37.91 | |
| Nibrasco** | | Min. Andira 49.01 | -- | CVRD 18.74 | |
| CVRD 51.00 | | Phelps Dodge 50.99 | | Capmelissa 6.96 | -- |
| Nippon Steel 25.39 | -- | | | Dasaiev (LAIF) 6.96 | |
| Japanese Group 23.61 | | | | Funcel 6.79 | |
| | | | | Previ 6.79 | |
| | | | | Others 15.85 | |
| | | Manganese and Alloys | | | |
| Kobrasco** | | | | | |
| CVRD 50.00 | -- | Uracum Mineraco S.A. | -- | Cia de | |
| POSCO 50.00 | | CVRD 100.00 | | Desenvolvimento | |
| | | | | do Sudeste - CDSE | |
| | | | | Bechtel 25.00 | |
| | | RDME* | -- | BNDESPAR 24.00 | -- |

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| | | | | | |
|------------------------|----------|------------|----------|--------------------------|----------|
| Kobin | | ITACO | 100.00 | Serrana | 12.70 |
| Kobrasco | 100.00 | ----- | | Unibanco | 12.80 |
| ----- | | ----- | | CVRD | 12.80 |
| GIIC* | | SIBRA | | CSN | 12.70 |
| ITACO | 50.00 -- | CVRD | 98.16 -- | ----- | |
| Gulf Invest Co. | 50.00 | Others | 1.84 | ----- | |
| ----- | | ----- | | CSN Aceros S.A.* | |
| NORPEL - Pelotizacao | | CPFL | | ITACO | 62.50 -- |
| do Norte S.A | -- | SIBRA | 93.59 | CSN Panama | 37.50 |
| CVRD | 99.90 | Others | 6.41 | ----- | |
| Min. Araguaia | 0.10 | ----- | | Nova Era Silicon** | |
| ----- | | CVRD | 49.00 | Mitsubishi | 25.50 -- |
| ZAGAIA Participacoes | | Mitsubishi | 25.50 -- | Kawasaki | 22.50 |
| CVRD | 99.99 -- | Kawasaki | 22.50 | Mizushima | 3.00 |
| Min. Andira | 0.01 | Mizushima | 3.00 | ----- | |
| ----- | | ----- | | Mineracao Mato Grosso -- | |
| Ferteco | | CVRD | 100.00 | ----- | |
| ZAGAIA | 100.00 | ----- | | | |
| ----- | | | | | |
| Baovale Mineracao S.A. | | | | | |
| CVRD | 90.00 -- | | | | |
| Docepar | 10.00 | | | | |
| ----- | | | | | |
| Belem-Adm e Part. Ltda | | | | | |
| CVRD | 99.99 -- | | | | |
| Docepar | 0.01 | | | | |
| ----- | | | | | |

| ===== | | ===== | | Energy |
|----------------------------------|-----------|--------------------|----------|----------------------|
| Holdings | | | | |
| Bauxite, Alumina and Aluminum | | Timber, | | |
| | | Pulp & Paper | | Vale do Rio Doce |
| | | | | Energia S.A. |
| | | ----- | | CVRD |
| | | Florestas Rio Doce | | 90.00 |
| | Aluvale | CVRD | 99.85 -- | Aluvale |
| | CVRD | Others | 0.15 | 10.00 |
| | ITACO | ----- | | ----- |
| | | Celmar | | Consortium Igarapava |
| | Albras** | CVRD | 85.00 -- | Usina Hidreletrica |
| | Aluvale | Nissho Iwai | 15.00 | Cia Mineira Metals |
| | NAAC | ----- | | 23.93 -- |
| | | | | CSN |
| | Valesul** | | | 17.92 |
| | Aluvale | | | CEMIG |
| | 54.51 -- | | | 14.50 |
| | | | | Min. Morro Velho |
| | | | | 5.50 |
| | | | | ----- |
| | | | | Consortium |
| | | | | |

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| | | |
|--------------------------|--|---|
| [] Affiliated | | |
| [] Other Participations | | * Companies with head offices abroad |
| [] Consortium | | ** Holding linked to a Stockholders Agreement |

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7.11- Information About SAMITRI (Non Audited)

Statement of Income

| | From 07/01/01 to 09/30/01 | From 01/01/01 to 09/30/01 |
|--|------------------------------|------------------------------|
| Operating revenues | 4,696 | 220,535 |
| Value-added taxes | (142) | (11,856) |
| | ----- | ----- |
| Net operating revenues | 4,554 | 208,679 |
| | ----- | ----- |
| Cost of products and services | -- | (96,883) |
| Gross profit | 4,554 | 111,796 |
| Gain on investments accounted for by the equity method | (27,183) | 665 |
| Operating income (expenses) | | |
| Selling | (70) | (74,788) |
| Administrative | (10,777) | (16,119) |
| Financial expenses | (22,163) | (59,567) |
| Financial income | 15,498 | 35,685 |
| Other operating expenses, net | 7,649 | 10,041 |
| | ----- | ----- |
| | (9,863) | (104,748) |
| | ----- | ----- |
| Operating profit | (32,492) | 7,713 |
| Non operating income (expenses), net | (453) | (3,573) |
| | ----- | ----- |
| Income before income tax and social contribution | (32,945) | 4,140 |
| Income tax and social contribution | 1,681 | (3,622) |
| | ----- | ----- |
| Net income for the period | (31,264) | 518 |
| | ===== | ===== |
| Number of shares outstanding at the end of the period (in thousands) | 13,095,590 | 13,095,590 |
| | ===== | ===== |
| Net earnings per share outstanding at the end of the period (R\$) | (0.0024) | 0.0000 |
| | ===== | ===== |

Result

The net result of SAMITRI for the first nine months of 2001 was a net income of R\$ 518 against a net income of R\$ 48.215 for the same period of 2000.

Despite the increase in sales, the result for the first quarter of 2001 was substantially affected by the appreciation of the U.S. dollar against the real, impacting positively on export revenue but negatively on the debt of SAMITRI and its affiliate SAMARCO.

In the third quarter of 2001, SAMITRI did not have any activities in the production and sale of iron ore, only maintaining the leasing of its mines to CVRD.

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Investments

Investments are budgeted for 2001 only for replacement of the production capacity, research and environment.

Leasing

According to an agreement relating to mineral rights and assets and facilities signed on 04/10/01, since 05/01/01 CVRD has operated SAMITRI's mines. On the other hand, CVRD will pay SAMITRI based on a monthly fixed amount agreed by both parties in the amount of R\$ 2,763. The agreement was registered at "Departamento Nacional de Producao Mineral - DNPM", the National Mineral Production Department, through Relation n 272/2001.

Incorporation

On October 1, 2001 SAMITRI was merged with CVRD (note 6.9 (k)).

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8.1 - Aluminum Area - ALBRAS (Adjusted and Non-Audited)

Attachment I

Information

| Information | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| | | ----- | ----- | ----- |
| Quantity sold - external mark | MT (thousand) | 87 | 88 | 76 |
| Quantity sold - internal mark | MT (thousand) | 3 | 4 | 4 |
| Quantity sold - total | MT (thousand) | 90 | 92 | 80 |
| | | ===== | ===== | ===== |
| Average sales price - external mark | US\$ | 1,530.02 | 1,468.13 | 1,387.58 |
| Average sales price - internal mark | US\$ | 1,606.92 | 1,528.21 | 1,456.51 |
| Average sales price - total | US\$ | 1,532.90 | 1,470.68 | 1,390.89 |
| Long-term indebtedness, gross | US\$ | 527,685 | 496,058 | 496,941 |
| Short-term indebtedness, gross | US\$ | 176,879 | 167,370 | 137,258 |
| Total indebtedness, gross | US\$ | 704,564 | 663,428 | 634,199 |
| | | ===== | ===== | ===== |
| Long-term indebtedness, net | US\$ | 527,685 | 496,058 | 496,941 |
| Short-term indebtedness, net | US\$ | 130,373 | 126,931 | 95,074 |
| Total indebtedness, net | US\$ | 658,058 | 622,989 | 592,015 |
| | | ===== | ===== | ===== |
| Stockholders' equity | R\$ | 189,460 | 198,660 | 2,854 |
| | | ===== | ===== | ===== |
| Net operating revenues | R\$ | 277,094 | 307,826 | 278,080 |
| Cost of products | R\$ | (161,707) | (176,460) | (168,893) |
| Other expenses/revenues | R\$ | (12,828) | (9,735) | (99,178) |
| Depreciation, amortization and depletion | R\$ | 19,149 | 15,091 | 15,417 |
| EBITDA | >> | 121,708 | 136,722 | 25,426 |
| Depreciation, amortization and depletion | R\$ | (19,149) | (15,091) | (15,417) |
| | | ----- | ----- | ----- |

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| | | | | |
|--|-----|-----------|-----------|------------|
| EBIT | >> | 102,559 | 121,631 | 10,009 |
| Non-operating result | R\$ | 582 | (406) | (1,794) |
| Net financial result | R\$ | (119,075) | (114,009) | (187,571) |
| Income before income tax and social contribution | R\$ | (15,934) | 7,216 | (179,356) |
| Income tax and social contribution | R\$ | 14,467 | 1,982 | (16,449) |
| Net income | R\$ | (1,467) | 9,198 | (195,805) |
| Property, plant and equipment in operation | R\$ | 1,017,273 | 1,005,835 | 1,008,357 |
| Inventories | R\$ | 97,450 | 96,893 | 100,020 |
| Accounts receivable | R\$ | 52,323 | 51,300 | 5,596 |
| Payable to suppliers and contractors | R\$ | (68,409) | (70,442) | (55,751) |
| Salaries and social charges | R\$ | (8,361) | (9,730) | (11,125) |
| Capital employed | >> | 1,090,276 | 1,073,856 | 1,047,097 |
| ROCE after taxes (annualized) | | 42.9% | 46.0% | (2.5%) |
| ROE (annualized) | | (3.1%) | 18.5% | (27442.9%) |

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| Quantity sold - external mark | MT (thousand) | 87 | 89 | 88 |
| Quantity sold - internal mark | MT (thousand) | 3 | 4 | 5 |
| Quantity sold - total | MT (thousand) | 90 | 93 | 93 |
| Average sales price - external mark | US\$ | 1,590.78 | 1,464.45 | 1,494.34 |
| Average sales price - internal mark | US\$ | 1,600.56 | 1,503.00 | 1,505.99 |
| Average sales price - total | US\$ | 1,591.07 | 1,465.98 | 1,494.58 |
| Long-term indebtedness, gross | US\$ | 612,544 | 586,197 | 575,942 |
| Short-term indebtedness, gross | US\$ | 230,512 | 207,989 | 181,007 |
| Total indebtedness, gross | US\$ | 843,056 | 794,186 | 756,949 |
| Long-term indebtedness, net | US\$ | 612,544 | 586,197 | 575,942 |
| Short-term indebtedness, net | US\$ | 170,975 | 166,159 | 143,128 |
| Total indebtedness, net | US\$ | 783,519 | 752,356 | 719,070 |
| Stockholders' equity | R\$ | 106,739 | 74,682 | 162,355 |
| Net operating revenues | R\$ | 254,504 | 242,838 | 250,908 |
| Cost of products | R\$ | (142,035) | (151,468) | (146,959) |
| Other expenses/revenues | R\$ | (14,990) | (20,324) | (14,352) |
| Depreciation, amortization and depletion | R\$ | 16,982 | 16,929 | 16,856 |
| EBITDA | >> | 114,461 | 87,975 | 106,453 |
| Depreciation, amortization and depletion | R\$ | (16,982) | (16,929) | (16,856) |
| EBIT | >> | 97,479 | 71,046 | 89,597 |
| Non-operating result | R\$ | 1,016 | 407 | 4,516 |
| Net financial result | R\$ | 613 | (46,519) | (48,253) |
| Income before income tax and social | | | | |

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| | | | | |
|--|-----|-----------|-----------|-----------|
| contribution | R\$ | 99,108 | 24,934 | 45,860 |
| Income tax and social contribution | R\$ | (6,654) | 6,384 | 45,814 |
| Net income | R\$ | 92,454 | 31,318 | 91,674 |
| | | ===== | ===== | ===== |
| Property, plant and equipment in operation | R\$ | 1,072,021 | 1,057,687 | 1,039,748 |
| Inventories | R\$ | 83,882 | 82,997 | 84,699 |
| Accounts receivable | R\$ | 55,231 | 40,812 | 42,127 |
| Payable to suppliers and contractors | R\$ | (70,132) | (73,887) | (89,585) |
| Salaries and social charges | R\$ | (7,564) | (9,231) | (9,778) |
| | | ----- | ----- | ----- |
| Capital employed | >> | 1,133,438 | 1,098,378 | 1,067,211 |
| | | ===== | ===== | ===== |
| ROCE after taxes (annualized) | | 32.1% | 28.2% | 50.8% |
| ROE (annualized) | | 346.5% | 167.7% | 225.9% |

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8.2 - Aluminum Area - ALUNORTE (Adjusted and Non-Audited)

Attachment I

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| | | ----- | ----- | ----- |
| Quantity sold - external mark | MT (thousand) | 170 | 212 | 249 |
| Quantity sold - internal mark | MT (thousand) | 193 | 195 | 160 |
| | | ----- | ----- | ----- |
| Quantity sold - total | MT (thousand) | 363 | 407 | 409 |
| | | ===== | ===== | ===== |
| Average sales price - external mark | US\$ | 195.23 | 189.14 | 181.98 |
| Average sales price - internal mark | US\$ | 202.01 | 195.80 | 188.73 |
| Average sales price - total | US\$ | 198.83 | 192.33 | 184.94 |
| | | ----- | ----- | ----- |
| Long-term indebtedness, gross | US\$ | 434,772 | 424,815 | 429,162 |
| Short-term indebtedness, gross | US\$ | 43,410 | 47,102 | 20,186 |
| | | ----- | ----- | ----- |
| Total indebtedness, gross | US\$ | 478,182 | 471,917 | 449,348 |
| | | ===== | ===== | ===== |
| Long-term indebtedness, net | US\$ | 405,254 | 394,715 | 429,162 |
| Short-term indebtedness, net | US\$ | - | - | - |
| | | ----- | ----- | ----- |
| Total indebtedness, net | US\$ | 405,254 | 394,715 | 429,162 |
| | | ===== | ===== | ===== |
| Stockholders' equity | R\$ | 433,497 | 417,974 | 334,924 |
| | | ===== | ===== | ===== |
| Net operating revenues | R\$ | 149,709 | 188,075 | 177,200 |
| Cost of products | R\$ | (106,856) | (128,775) | (122,317) |
| Other expenses/revenues | R\$ | (4,729) | (6,886) | (3,869) |
| Depreciation, amortization and depletion | R\$ | 12,904 | 12,861 | 12,773 |
| | | ----- | ----- | ----- |
| EBITDA | >> | 51,028 | 65,275 | 63,787 |
| Depreciation, amortization and depletion | R\$ | (12,904) | (12,861) | (12,773) |
| | | ----- | ----- | ----- |

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| | | | | |
|--|-----|----------|----------|-----------|
| EBIT | >> | 38,124 | 52,414 | 51,014 |
| Non-operating result | R\$ | 749 | (721) | 104 |
| Net financial result | R\$ | (97,766) | (75,812) | (156,652) |
| | | ----- | ----- | ----- |
| Income before income tax and social contribution | R\$ | (58,893) | (24,119) | (105,534) |
| Income tax and social contribution | R\$ | 15,653 | 7,153 | (22,808) |
| | | ----- | ----- | ----- |
| Net income | R\$ | (43,240) | (16,966) | (128,342) |
| | | ===== | ===== | ===== |
| Property, plant and equipment in operation | R\$ | 910,598 | 902,738 | 894,823 |
| Inventories | R\$ | 85,758 | 88,446 | 112,654 |
| Accounts receivable | R\$ | 46,243 | 47,800 | 33,930 |
| Payable to suppliers and contractors | R\$ | (63,162) | (67,888) | (88,087) |
| Salaries and social charges | R\$ | (3,302) | (3,559) | (3,582) |
| | | ----- | ----- | ----- |
| Capital employed | >> | 976,135 | 967,537 | 949,738 |
| | | ===== | ===== | ===== |
| ROCE after taxes (annualized) | | 22.0% | 24.6% | 11.9% |
| | | ----- | ----- | ----- |
| ROE (annualized) | | (39.9%) | (16.2%) | (153.3%) |
| | | ----- | ----- | ----- |

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| | | ----- | ----- | ----- |
| Quantity sold - external mark | MT (thousand) | 191 | 214 | 180 |
| Quantity sold - internal mark | MT (thousand) | 206 | 192 | 194 |
| | | ----- | ----- | ----- |
| Quantity sold - total | MT (thousand) | 397 | 406 | 374 |
| | | ===== | ===== | ===== |
| Average sales price - external mark | US\$ | 198.56 | 192.77 | 194.35 |
| Average sales price - internal mark | US\$ | 195.01 | 194.49 | 200.15 |
| Average sales price - total | US\$ | 196.72 | 193.58 | 197.37 |
| Long-term indebtedness, gross | US\$ | 443,234 | 433,844 | 420,433 |
| Short-term indebtedness, gross | US\$ | 55,860 | 49,971 | 48,360 |
| | | ----- | ----- | ----- |
| Total indebtedness, gross | US\$ | 499,094 | 483,815 | 468,793 |
| | | ===== | ===== | ===== |
| Long-term indebtedness, net | US\$ | 443,234 | 433,844 | 420,433 |
| Short-term indebtedness, net | US\$ | 33,108 | 29,593 | 38,990 |
| | | ----- | ----- | ----- |
| Total indebtedness, net | US\$ | 476,342 | 463,437 | 459,423 |
| | | ===== | ===== | ===== |
| Stockholders' equity | R\$ | 412,315 | 407,576 | 424,675 |
| | | ===== | ===== | ===== |
| Net operating revenues | R\$ | 139,337 | 147,087 | 138,987 |
| Cost of products | R\$ | (96,494) | (102,754) | (99,487) |
| Other expenses/revenues | R\$ | (5,188) | (12,227) | (7,374) |
| Depreciation, amortization and depletion | R\$ | 12,941 | 12,868 | 12,818 |
| | | ----- | ----- | ----- |
| EBITDA | >> | 50,596 | 44,974 | 44,944 |
| Depreciation, amortization and depletion | R\$ | (12,941) | (12,868) | (12,818) |
| | | ----- | ----- | ----- |
| EBIT | >> | 37,655 | 32,106 | 32,126 |
| Non-operating result | R\$ | (1) | (6) | (36) |
| Net financial result | R\$ | (2,344) | (40,075) | (35,030) |

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| | | | | |
|--|-----|----------|----------|----------|
| Income before income tax and social contribution | R\$ | 35,310 | (7,975) | (2,940) |
| Income tax and social contribution | R\$ | (3,132) | 3,236 | 20,039 |
| Net income | R\$ | 32,178 | (4,739) | 17,099 |
| Property, plant and equipment in operation | R\$ | 936,780 | 928,878 | 923,193 |
| Inventories | R\$ | 65,788 | 61,985 | 64,306 |
| Accounts receivable | R\$ | 40,360 | 53,166 | 49,660 |
| Payable to suppliers and contractors | R\$ | (42,063) | (47,007) | (48,916) |
| Salaries and social charges | R\$ | (2,984) | (3,366) | (3,399) |
| Capital employed | >> | 997,881 | 993,656 | 984,844 |
| ROCE after taxes (annualized) | | 13.8% | 14.2% | 21.2% |
| ROE (annualized) | | 31.2% | (4.7%) | 16.1% |

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8.3 - Aluminum Area - ALUVALE (Adjusted and Non-Audited)

Attachment I

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| Quantity sold - external mark | MT (thousand) | - | - | - |
| Quantity sold - internal mark | MT (thousand) | - | - | 7 |
| Quantity sold - total | MT (thousand) | - | - | 7 |
| Average sales price - external mark | US\$ | - | - | - |
| Average sales price - internal mark | US\$ | - | - | 5 |
| Average sales price - total | US\$ | - | - | 5 |
| Short-term indebtedness, gross | US\$ | 310 | 259 | - |
| Total indebtedness, gross | US\$ | 310 | 259 | - |
| Stockholders' equity | R\$ | 724,927 | 754,707 | 627,385 |
| Net operating revenues | R\$ | 323 | 438 | 599 |
| Cost of products | R\$ | - | - | (15) |
| Other expenses/revenues | R\$ | 3,650 | 315 | 2,547 |
| Depreciation, amortization and depletion | R\$ | 8 | 9 | 9 |
| EBITDA | >> | 3,981 | 762 | 3,140 |
| Depreciation, amortization and depletion | R\$ | (8) | (9) | (9) |
| EBIT | >> | 3,973 | 753 | 3,131 |
| Gain on investments accounted for by the equity method | R\$ | (2,165) | 27,928 | (132,056) |
| Net financial result | R\$ | 3,155 | 3,916 | 4,293 |

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| | | | | |
|--|-----|-------|---------|-----------|
| Income before income tax and social contribution | R\$ | 4,963 | 32,597 | (124,632) |
| Income tax and social contribution | R\$ | 3,870 | (2,818) | (2,689) |
| Net income | R\$ | 8,833 | 29,779 | (127,321) |
| Property, plant and equipment in operation | R\$ | 100 | 96 | 102 |
| Inventories | R\$ | 35 | 35 | 20 |
| Accounts receivable | R\$ | - | - | - |
| Payable to suppliers and contractors | R\$ | - | - | - |
| Capital employed | >> | 135 | 131 | 122 |
| ROCE after taxes (annualized) | | - | - | - |
| ROE (annualized) | | 4.9% | 15.8% | (81.2%) |

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| Quantity sold - external mark | MT (thousand) | - | - | - |
| Quantity sold - internal mark | MT (thousand) | 3 | - | - |
| Quantity sold - total | MT (thousand) | 3 | - | - |
| Average sales price - external mark | US\$ | 1,743.77 | - | - |
| Average sales price - internal mark | US\$ | 2,338.90 | 2,028.93 | - |
| Average sales price - total | US\$ | 2,281.55 | 2,028.93 | - |
| Short-term indebtedness, gross | US\$ | 19,272 | - | - |
| Total indebtedness, gross | US\$ | 19,272 | - | - |
| Stockholders' equity | R\$ | 859,549 | 871,845 | 727,384 |
| Net operating revenues | R\$ | 13,906 | 1,950 | 1,048 |
| Cost of products | R\$ | (9,832) | (1,121) | (392) |
| Other expenses/revenues | R\$ | (97) | 2,308 | 2,293 |
| Depreciation, amortization and depletion | R\$ | - | - | - |
| EBITDA | >> | 3,977 | 3,137 | 2,949 |
| Depreciation, amortization and depletion | R\$ | - | - | - |
| EBIT | >> | 3,977 | 3,137 | 2,949 |
| Gain on investments accounted for by the equity method | R\$ | 105,971 | 34,856 | 78,006 |
| Net financial result | R\$ | 12,401 | 11,638 | 11,109 |
| Income before income tax and social contribution | R\$ | 122,349 | 49,631 | 92,064 |
| Income tax and social contribution | R\$ | (2,032) | (5,014) | (4,773) |
| Net income | R\$ | 120,317 | 44,617 | 87,291 |
| Property, plant and equipment in operation | R\$ | 119 | 115 | 107 |
| Inventories | R\$ | 1,801 | 680 | 291 |

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| | | | | |
|--------------------------------------|-----|-------|-------|-------|
| Accounts receivable | R\$ | 4,378 | 651 | 313 |
| Payable to suppliers and contractors | R\$ | (635) | (632) | (632) |
| Capital employed | >> | 5,663 | 814 | 79 |
| ROCE after taxes (annualized) | | - | - | - |
| ROE (annualized) | | 56.0% | 20.5% | 48.0% |

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8.4 - Aluminum Area - MRN (Adjusted and Non-Audited)

Attachment I

Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
|--|---------------|-------------|-------------|-------------|
| Quantity sold - external market | MT (thousand) | 581 | 886 | 954 |
| Quantity sold - internal market | MT (thousand) | 1,604 | 1,946 | 1,806 |
| Quantity sold - total | MT (thousand) | 2,185 | 2,832 | 2,760 |
| Average sales price - external market | US\$ | 22.70 | 21.99 | 22.16 |
| Average sales price - internal market | US\$ | 20.08 | 20.16 | 20.37 |
| Average sales price - total | US\$ | 21.39 | 21.08 | 20.99 |
| Long-term indebtedness, gross | US\$ | 700 | - | 7,929 |
| Short-term indebtedness, gross | US\$ | 1,456 | 1,400 | 11,594 |
| Total indebtedness, gross | US\$ | 2,156 | 1,400 | 19,523 |
| Stockholders' equity | R\$ | 522,722 | 577,587 | 544,062 |
| Net operating revenues | R\$ | 86,629 | 124,021 | 139,255 |
| Cost of products | R\$ | (38,030) | (58,247) | (59,943) |
| Other expenses/revenues | R\$ | (2,192) | (2,172) | (2,075) |
| Depreciation, amortization and depletion | R\$ | 11,199 | 11,244 | 10,520 |
| EBITDA | >> | 57,606 | 74,846 | 87,757 |
| Depreciation, amortization and depletion | R\$ | (11,199) | (11,244) | (10,520) |
| EBIT | >> | 46,407 | 63,602 | 77,237 |
| Gain on investments accounted for by the equity method | R\$ | (5,540) | (2,050) | (10,763) |
| Non-operating result | R\$ | (79) | 82 | 133 |
| Net financial result | R\$ | 225 | (1,895) | (2,541) |
| Income before income tax and social contribution | R\$ | 41,013 | 59,739 | 64,066 |
| Income tax and social contribution | R\$ | (3,845) | (4,875) | (11,692) |
| Net income | R\$ | 37,168 | 54,864 | 52,374 |
| Property, plant and equipment in operation | R\$ | 465,185 | 505,559 | 389,425 |
| Inventories | R\$ | 32,813 | 29,451 | 27,650 |

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| | | | | |
|--|---------------|-------------|-------------|-------------|
| Accounts receivable | R\$ | 35,320 | 49,183 | 60,467 |
| Payable to suppliers and contractors | R\$ | (7,542) | (14,845) | (6,610) |
| Salaries and social charges | R\$ | (3,289) | (4,293) | (7,431) |
| Capital employed | >> | 522,487 | 565,055 | 463,501 |
| ROCE after taxes (annualized) | | 32.6% | 41.6% | 56.6% |
| ROE (annualized) | | 28.4% | 38.0% | 38.5% |
| Information | | | | |
| | | 1st Quarter | 2nd Quarter | 3rd Quarter |
| Quantity sold - external market | MT (thousand) | 1,092 | 981 | 1,107 |
| Quantity sold - internal market | MT (thousand) | 1,626 | 1,697 | 1,913 |
| Quantity sold - total | MT (thousand) | 2,718 | 2,678 | 3,020 |
| Average sales price - external market | US\$ | 21.77 | 22.30 | 23.65 |
| Average sales price - internal market | US\$ | 19.79 | 20.06 | 21.25 |
| Average sales price - total | US\$ | 20.58 | 20.88 | 22.13 |
| Long-term indebtedness, gross | US\$ | 2,030 | 1,400 | 1,400 |
| Short-term indebtedness, gross | US\$ | 2,740 | 2,071 | 1,952 |
| Total indebtedness, gross | US\$ | 4,770 | 3,471 | 3,352 |
| Stockholders' equity | R\$ | 506,906 | 551,060 | 536,382 |
| Net operating revenues | R\$ | 91,155 | 93,028 | 111,384 |
| Cost of products | R\$ | (44,478) | (51,984) | (52,646) |
| Other expenses/revenues | R\$ | (1,861) | (2,273) | (2,575) |
| Depreciation, amortization and depletion | R\$ | 11,120 | 11,113 | 11,331 |
| EBITDA | >> | 55,936 | 49,884 | 67,494 |
| Depreciation, amortization and depletion | R\$ | (11,120) | (11,113) | (11,331) |
| EBIT | >> | 44,816 | 38,771 | 56,163 |
| Gain on investments accounted for by the equity method | R\$ | 4,061 | 489 | 795 |
| Non-operating result | R\$ | 3,837 | 13,591 | 2,920 |
| Net financial result | R\$ | 2,723 | 1,877 | 1,416 |
| Income before income tax and social contribution | R\$ | 55,437 | 54,728 | 61,294 |
| Income tax and social contribution | R\$ | (10,787) | (10,574) | (3,973) |
| Net income | R\$ | 44,650 | 44,154 | 57,321 |
| Property, plant and equipment in operation | R\$ | 408,354 | 400,010 | 391,244 |
| Inventories | R\$ | 21,464 | 17,961 | 19,580 |
| Accounts receivable | R\$ | 33,586 | 34,896 | 43,827 |
| Payable to suppliers and contractors | R\$ | (5,771) | (7,603) | (7,388) |
| Salaries and social charges | R\$ | (3,164) | (4,264) | (4,700) |
| Capital employed | >> | 454,469 | 441,000 | 442,563 |
| ROCE after taxes (annualized) | | 30.0% | 25.6% | 47.2% |

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ROE (annualized) 35.2% 32.1% 42.7%

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Information

| | | 1st Quarter | 2nd Quarter | 3rd Quarter | |
|--|---------------|-------------|-------------|-------------|-------|
| Quantity sold - external market | MT (thousand) | 2 | 9 | 7 | |
| Quantity sold - internal market | MT (thousand) | 14 | 17 | 11 | |
| Quantity sold - total | MT (thousand) | 16 | 26 | 18 | |
| Average sales price - external market | US\$ | 1,733.37 | 1,585.14 | 1,554.56 | 1,59 |
| Average sales price - internal market | US\$ | 2,155.46 | 2,047.69 | 1,934.35 | 2,05 |
| Average sales price - total | US\$ | 2,107.06 | 1,882.41 | 1,784.68 | 1,91 |
| Long-term indebtedness, gross | US\$ | 2,568 | 2,273 | 2,598 | 2 |
| Short-term indebtedness, gross | US\$ | 33,619 | 9,700 | 939 | |
| Total indebtedness, gross | US\$ | 36,187 | 11,973 | 3,537 | 3 |
| Long-term indebtedness, net | US\$ | 2,568 | 2,273 | 2,598 | 2 |
| Short-term indebtedness, net | US\$ | 33,174 | 1,949 | -- | |
| Total indebtedness, net | US\$ | 35,742 | 4,222 | 2,598 | 2 |
| Stockholders' equity | R\$ | 190,016 | 205,881 | 218,141 | 218 |
| Net operating revenues | R\$ | 59,652 | 98,954 | 77,239 | 235 |
| Cost of products | R\$ | (40,859) | (68,267) | (54,855) | (163) |
| Other expenses/revenues | R\$ | (5,104) | (11,433) | 1,814 | (14) |
| Depreciation, amortization and depletion | R\$ | 3,510 | 3,027 | 3,912 | 10 |
| EBITDA | >> | 17,199 | 22,281 | 28,110 | 67 |
| Depreciation, amortization and depletion | R\$ | (3,510) | (3,027) | (3,912) | (10) |
| EBIT | >> | 13,689 | 19,254 | 24,198 | 57 |
| Non-operating result | R\$ | 49 | (1,392) | 13 | (1) |
| Net financial result | R\$ | (3,079) | 3,513 | (8,500) | (8) |
| Income before income tax and social contribution | R\$ | 10,659 | 21,375 | 15,711 | 47 |
| Income tax and social contribution | R\$ | (2,597) | (5,510) | (3,451) | (11) |
| Net income | R\$ | 8,062 | 15,865 | 12,260 | 36 |
| Property, plant and equipment in operation | R\$ | 143,532 | 142,921 | 100,497 | 100 |
| Inventories | R\$ | 81,215 | 66,065 | 66,063 | 66 |
| Accounts receivable | R\$ | 36,673 | 40,020 | 32,886 | 32 |
| Payable to suppliers and contractors | R\$ | (10,176) | (10,413) | (8,534) | (8) |
| Salaries and social changes | R\$ | (3,749) | (3,294) | (3,983) | (3) |

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| | | | | | |
|--|---------------|-------------|-------------|-------------|-------------|
| Capital employed | >> | 247,495 | 235,299 | 186,929 | 186,929 |
| ROCE after taxes (annualized) | | 17.9% | 23.4% | 44.4% | |
| ROE (annualized) | | 17.0% | 30.8% | 22.5% | |
| Information | | | | | |
| | | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
| Quantity sold - external market | MT (thousand) | 1 | 10 | 10 | 10 |
| Quantity sold - internal market | MT (thousand) | 11 | 15 | 14 | 14 |
| Quantity sold - total | MT (thousand) | 12 | 25 | 24 | 24 |
| Average sales price - external market | US\$ | 1,851.23 | 1,644.13 | 1,644.19 | 1,644.19 |
| Average sales price - internal market | US\$ | 2,147.88 | 2,035.89 | 2,044.72 | 2,044.72 |
| Average sales price - total | US\$ | 2,123.16 | 1,912.84 | 1,877.83 | 1,877.83 |
| Long-term indebtedness, gross | US\$ | 4,399 | 3,931 | 3,493 | 3,493 |
| Short-term indebtedness, gross | US\$ | 18,045 | 15,988 | 23,189 | 23,189 |
| Total indebtedness, gross | US\$ | 22,444 | 19,919 | 26,682 | 26,682 |
| Long-term indebtedness, net | US\$ | 4,399 | 3,931 | 3,493 | 3,493 |
| Short-term indebtedness, net | US\$ | 14,751 | 9,709 | 22,190 | 22,190 |
| Total indebtedness, net | US\$ | 19,150 | 13,640 | 25,683 | 25,683 |
| Stockholders' equity | R\$ | 165,029 | 173,578 | 181,494 | 181,494 |
| Net operating revenues | R\$ | 42,581 | 74,950 | 75,265 | 75,265 |
| Cost of products | R\$ | (25,919) | (58,278) | (55,626) | (55,626) |
| Other expenses/revenues | R\$ | (665) | (4,481) | (5,359) | (5,359) |
| Depreciation, amortization and depletion | R\$ | 19,361 | 15,468 | 17,736 | 17,736 |
| EBITDA | >> | 35,358 | 27,659 | 32,016 | 32,016 |
| Depreciation, amortization and depletion | R\$ | (19,361) | (15,468) | (17,736) | (17,736) |
| EBIT | >> | 15,997 | 12,191 | 14,280 | 14,280 |
| Non-operating result | R\$ | 124 | 958 | (750) | (750) |
| Net financial result | R\$ | (5,410) | 3,595 | (1,138) | (1,138) |
| Income before income tax and social contribution | R\$ | 10,711 | 16,744 | 12,392 | 12,392 |
| Income tax and social contribution | R\$ | (3,809) | (3,652) | (4,478) | (4,478) |
| Net income | R\$ | 6,902 | 13,092 | 7,914 | 7,914 |
| Property, plant and equipment in operation | R\$ | 114,350 | 111,842 | 110,611 | 110,611 |
| Inventories | R\$ | 62,643 | 58,677 | 52,889 | 52,889 |
| Accounts receivable | R\$ | 26,954 | 6,633 | 50,712 | 50,712 |
| Payable to suppliers and contractors | R\$ | (17,176) | (20,952) | (14,561) | (14,561) |
| Salaries and social changes | R\$ | (1,934) | (2,445) | (2,746) | (2,746) |
| Capital employed | >> | 184,837 | 153,755 | 196,905 | 196,905 |
| ROCE after taxes (annualized) | | 26.4% | 22.2% | 19.9% | |

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ROE (annualized) 16.7% 30.2% 17.4%

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8.6 - Pulp and Paper Area - BAHIA SUL (Adjusted and Non-Audited) Attachment I

| Information | | 1st* | 2nd* | 3rd* | 4th | 2001 | 1st | 2nd |
|----------------------|------|-----------|------|------|-----|-----------|-----------|-----------|
| ----- | | Qtr | Qtr | Qtr | Qtr | Total | Qtr | Qtr |
| ----- | | --- | --- | --- | --- | ----- | --- | --- |
| PULP: | | | | | | | | |
| Quantity sold - | | | | | | | | |
| external market | MT | 63,684 | -- | | | 63,684 | 73,827 | 76,433 |
| Quantity sold - | | | | | | | | |
| internal market | MT | 14,807 | -- | | | 14,807 | 17,235 | 15,565 |
| ----- | | | | | | | | |
| Quantity sold - | | | | | | | | |
| total | MT | 78,491 | -- | -- | -- | 78,491 | 91,062 | 91,998 |
| ===== | | | | | | | | |
| Average sales price | US\$ | 578.00 | -- | | | 578.00 | 576.00 | 612.00 |
| PAPER: | | | | | | | | |
| Quantity sold - | | | | | | | | |
| external market | MT | 11,532 | -- | | | 11,532 | 27,239 | 25,384 |
| Quantity sold - | | | | | | | | |
| internal market | MT | 34,481 | -- | | | 34,481 | 26,331 | 33,401 |
| ----- | | | | | | | | |
| Quantity sold - | | | | | | | | |
| total | MT | 46,013 | -- | -- | -- | 46,013 | 53,570 | 58,785 |
| ===== | | | | | | | | |
| Average sales price | US\$ | 796.00 | -- | | | 796.00 | 793.00 | 814.00 |
| Long-term | | | | | | | | |
| indebtedness, net | US\$ | 279,103 | -- | | | 279,103 | 322,971 | 307,944 |
| Short-term | | | | | | | | |
| indebtedness, net | US\$ | 96,490 | -- | | | 96,490 | 178,074 | 148,858 |
| ----- | | | | | | | | |
| Total indebtedness, | | | | | | | | |
| net | US\$ | 375,593 | -- | -- | -- | 375,593 | 501,045 | 456,802 |
| ===== | | | | | | | | |
| Stockholders' | | | | | | | | |
| equity | R\$ | 1,406,199 | -- | | | 1,406,199 | 1,290,533 | 1,337,270 |
| ===== | | | | | | | | |
| Net operating | | | | | | | | |
| revenues | R\$ | 167,653 | -- | | | 167,653 | 167,051 | 191,496 |
| Cost of products | R\$ | (79,128) | -- | | | (79,128) | (74,450) | (81,781) |
| Other expenses/ | | | | | | | | |
| revenues | R\$ | (16,586) | -- | | | (16,586) | (13,686) | (14,605) |
| Depreciation, | | | | | | | | |
| amortization and | | | | | | | | |
| depletion | R\$ | 18,723 | -- | | | 18,723 | 20,528 | 20,991 |
| ----- | | | | | | | | |
| EBITDA | >> | 90,662 | -- | | | 90,662 | 99,443 | 116,101 |
| Depreciation, | | | | | | | | |
| amortization and | | | | | | | | |
| depletion | R\$ | (18,723) | -- | | | (18,723) | (20,528) | (20,991) |
| ----- | | | | | | | | |
| EBIT | >> | 71,939 | -- | | | 71,939 | 78,915 | 95,110 |
| Non-operating result | R\$ | 514 | -- | | | 514 | (74) | (36) |
| Net financial result | R\$ | (63,465) | -- | | | (63,465) | (15,040) | (44,064) |
| ----- | | | | | | | | |

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| | | | | | | | | |
|--|-----|-----------|------|------|------|-----------|-----------|-----------|
| Income before income tax and social contribution | R\$ | 8,988 | -- | -- | -- | 8,988 | 63,801 | 51,010 |
| Income tax and social contribution | R\$ | (919) | -- | | | (919) | 25 | (4,273) |
| Net income | R\$ | 8,069 | -- | -- | -- | 8,069 | 63,826 | 46,737 |
| Property, plant and equipment in operation | R\$ | 1,808,898 | -- | | | 1,808,898 | 1,827,505 | 1,817,068 |
| Inventories | R\$ | 96,875 | -- | | | 96,875 | 64,845 | 71,281 |
| Accounts receivable | R\$ | 110,275 | -- | | | 110,275 | 92,184 | 97,011 |
| Payable to suppliers and contractors | R\$ | 22,348 | -- | | | 22,348 | (18,352) | (19,840) |
| Salaries and social charges | R\$ | 8,678 | -- | | | 8,678 | (7,530) | (10,545) |
| Capital employed | >> | 2,047,074 | -- | -- | -- | 2,047,074 | 1,958,652 | 1,954,975 |
| ROCE after taxes (annualized) | | 13.9% | 0.0% | 0.0% | 0.0% | 13.9% | 16.1% | 18.6% |
| ROE (annualized) | | 2.3% | 0.0% | 0.0% | 0.0% | 2.3% | 19.8% | 14.0% |

* Participation sold

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8.7 - Pulp and Paper Area - CENIBRA (Adjusted and Non-Audited) Attachment I

| Information | | 1st Qtr | 2nd Qtr | 2001 Total | 1st Qtr | 2nd Qtr |
|---------------------------------|------|----------|----------|------------|----------|----------|
| ----- | | --- | --- | ----- | --- | --- |
| PULP: | | | | | | |
| Quantity sold - external market | MT | 148,042 | 199,916 | 347,958 | 168,228 | 193,284 |
| Quantity sold - internal market | MT | 16,142 | 12,679 | 28,821 | 14,664 | 12,815 |
| Quantity sold - total | MT | 164,184 | 212,595 | 376,779 | 182,892 | 206,099 |
| Average sales price | US\$ | 498.80 | 349.74 | 414.69 | 534.30 | 589.50 |
| Long-term indebtedness, gross | US\$ | 52,948 | 52,350 | 52,350 | 273,310 | 230,363 |
| Short-term indebtedness, gross | US\$ | 180,198 | 177,973 | 177,973 | 256,221 | 248,735 |
| Total indebtedness, gross | US\$ | 233,146 | 230,323 | 230,323 | 529,531 | 479,098 |
| Long-term indebtedness, net | US\$ | 180,198 | 177,973 | 177,973 | 256,221 | 248,735 |
| Short-term indebtedness, net | US\$ | 22,071 | 48,351 | 48,351 | 200,768 | 143,136 |
| Total indebtedness, net | US\$ | 202,269 | 226,324 | 226,324 | 456,989 | 391,871 |
| Stockholders' equity | R\$ | 580,068 | 578,679 | 578,679 | 470,672 | 530,919 |
| Net operating revenues | R\$ | 168,993 | 167,642 | 336,635 | 169,774 | 218,554 |
| Cost of products | R\$ | (68,805) | (91,053) | (159,858) | (68,410) | (73,239) |

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| | | | | | | |
|--|-----|-----------|-----------|-----------|-----------|-----------|
| Other expenses/revenues | R\$ | (28,018) | (25,135) | (53,153) | (26,132) | (30,665) |
| Depreciation, amortization and depletion | R\$ | 25,889 | 23,789 | 49,678 | 26,033 | 23,073 |
| EBITDA | >> | 98,059 | 75,243 | 173,302 | 101,265 | 137,723 |
| Depreciation, amortization and depletion | R\$ | (25,889) | (23,789) | (49,678) | (26,033) | (23,073) |
| EBIT | | | | | | |
| for by the equity method | R\$ | (2,709) | (13,304) | (16,013) | 738 | (1,579) |
| Non-operating result | R\$ | 638 | 2,898 | 3,536 | 207 | 1,125 |
| Net financial result | R\$ | (38,677) | (30,837) | (69,514) | (114) | (32,432) |
| Income before income tax and social contribution | R\$ | 31,422 | 10,211 | 41,633 | 76,063 | 81,764 |
| Income tax and social contribution | R\$ | (12,767) | (1,304) | (14,071) | (26,408) | (21,519) |
| Net income | R\$ | 18,655 | 8,907 | 27,562 | 49,655 | 60,245 |
| Property, plant and equipment in operation | R\$ | 825,615 | 847,833 | 847,833 | 801,058 | 790,222 |
| Inventories | R\$ | 82,233 | 79,180 | 79,180 | 48,180 | 46,612 |
| Accounts receivable | R\$ | 132,492 | 142,453 | 142,453 | 223,807 | 209,852 |
| Payable to suppliers and contractors | R\$ | (26,773) | (32,861) | (32,861) | (16,263) | (18,167) |
| Salaries and social charges | R\$ | (9,271) | (10,886) | (10,886) | (6,216) | (9,932) |
| Capital employed | >> | 1,004,296 | 1,025,719 | 1,025,719 | 1,050,566 | 1,018,587 |
| ROCE after taxes (annualized) | | 23.7% | 19.6% | 21.4% | 18.6% | 36.6% |
| ROE (annualized) | | 12.9% | 6.2% | 9.5% | 42.2% | 45.4% |

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8.8 - Iron Ore Area - SAMITRI (Adjusted and Non-Audited)

| Information | | 2001 | | | | | |
|--|---------------|-------------|-------------|-------------|--------|-------------|-------------|
| | | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
| Quantity sold - external market | MT (thousand) | 3,573 | 1,651 | -- | 5,224 | 2,725 | 2,911 |
| Quantity sold - internal market - CVRD | MT (thousand) | 981 | 4,143 | -- | 5,124 | 1,059 | 983 |
| Quantity sold - total | MT (thousand) | 4,554 | 5,794 | -- | 10,348 | 3,784 | 3,894 |
| Average sales price - external market | US\$ | 14.03 | 14.96 | -- | 14.33 | 14.63 | 15.89 |
| Average sales price - internal market | US\$ | 6.46 | 4.89 | -- | 5.19 | 6.63 | 6.18 |

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| | | | | | | | |
|--|------|----------|----------|----------|----------|----------|----------|
| Average sales price - total | US\$ | 12.40 | 7.76 | -- | 9.80 | 12.39 | 13.46 |
| Long-term indebtedness, gross | US\$ | 11,078 | 8,646 | -- | -- | 23,821 | 19,688 |
| Short-term indebtedness, gross | US\$ | 21,354 | 24,475 | 18,565 | 18,565 | 54,623 | 58,499 |
| Total indebtedness, gross | US\$ | 32,432 | 33,121 | 18,565 | 18,565 | 78,444 | 78,187 |
| Long-term indebtedness, net | US\$ | 11,078 | 8,646 | -- | -- | 23,821 | 19,688 |
| Short-term indebtedness, net | US\$ | 19,526 | 24,111 | 10,576 | 10,576 | 38,548 | 50,010 |
| Total indebtedness, net | US\$ | 30,604 | 32,757 | 10,576 | 10,576 | 62,369 | 69,698 |
| Stockholders' equity | R\$ | 529,928 | 552,460 | 521,197 | 521,197 | 859,686 | 512,147 |
| Net operating revenues | R\$ | 111,931 | 92,194 | 4,554 | 208,679 | 80,414 | 91,896 |
| Cost of products | R\$ | (41,737) | (55,146) | - | (96,883) | (29,795) | (38,047) |
| Other expenses/revenues | R\$ | (53,279) | (24,389) | (3,198) | (80,866) | (41,708) | (47,491) |
| Depreciation, amortization and depletion | R\$ | 6,587 | 11,467 | 5,020 | 23,074 | 6,154 | 5,993 |
| EBITDA | | 23,502 | 24,126 | 6,376 | 54,004 | 15,065 | 12,351 |
| Depreciation, amortization and depletion | R\$ | (6,587) | (11,467) | (5,020) | 23,074 | (6,154) | (5,993) |
| EBIT | | 16,915 | 12,659 | 1,356 | 30,930 | 8,911 | 6,358 |
| Other expenses/revenues - non cash | | -- | -- | -- | -- | (509) | (48,966) |
| Gain on investments accounted for by the equity method | R\$ | 8,308 | 19,540 | (27,665) | 655 | 18,135 | (33,428) |
| Non-operating result | R\$ | (3,153) | 33 | (453) | (3,573) | 99 | (644) |
| Net financial result | R\$ | (10,815) | (6,402) | (6,665) | (23,882) | (3,825) | (9,325) |
| Income before income tax and social contribution | R\$ | 11,255 | 25,830 | (32,945) | 4,140 | 22,811 | (86,005) |
| Income tax and social contribution | R\$ | (2,005) | (3,298) | 1,681 | (3,622) | (2,448) | 446 |
| Net income | R\$ | 9,250 | 22,532 | (31,264) | 518 | 20,363 | (85,559) |
| Property, plant and equipment in operation | R\$ | 287,385 | 289,865 | 284,844 | 284,844 | 328,569 | 305,417 |

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|--------------------------------------|-----|----------|----------|----------|----------|----------|----------|
| Inventories | R\$ | 48,528 | 208 | -- | -- | 48,746 | 46,129 |
| Accounts receivable | R\$ | 31,743 | 69,008 | 33,458 | 33,458 | 16,596 | 16,063 |
| Payable to suppliers and contractors | R\$ | (30,879) | (30,585) | (64,663) | (64,663) | (18,698) | (17,535) |
| Salaries and social charges | R\$ | (5,621) | (5,275) | (4,558) | (4,558) | (5,237) | (10,359) |
| Capital employed | | 331,156 | 323,221 | 249,081 | 249,081 | 369,976 | 339,715 |
| ROCE after taxes (annualized) | | 18.0% | 11.6% | 4.9% | 14.6% | 7.0% | 8.0% |
| ROE (annualized) | | 7.0% | 16.3% | (24.0%) | 0.1% | 9.5% | (66.8%) |

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8.9 - Iron Ore Area - SAMARCO (Adjusted and Non-Audited)

| Information | | 2001 | | | | | |
|--|---------------|-------------|-------------|-------------|-----------|-------------|-------------|
| | | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
| Quantity sold - total | MT (thousand) | 3,399 | 2,919 | 2,312 | 8,630 | 3,496 | 3,500 |
| Average sales price - total | US\$ | 28.83 | 30.00 | 29.44 | 29.58 | 27.74 | 29.10 |
| Long-term indebtedness, gross | US\$ | 166,257 | 132,655 | 119,394 | 119,394 | 171,445 | 136,480 |
| Short-term indebtedness, gross | US\$ | 188,795 | 164,003 | 158,204 | 158,204 | 180,425 | 185,910 |
| Total indebtedness, gross | US\$ | 355,052 | 296,658 | 277,598 | 277,598 | 351,870 | 322,390 |
| Long-term indebtedness, net | US\$ | 126,810 | 132,655 | 119,394 | 119,394 | 171,445 | 136,480 |
| Short-term indebtedness, net | US\$ | 170,389 | 142,181 | 139,989 | 139,989 | 164,077 | 165,970 |
| Total indebtedness, net | US\$ | 297,199 | 274,836 | 259,383 | 259,383 | 335,522 | 302,460 |
| Stockholders' equity | R\$ 4 | 18,290 | 447,693 | 399,275 | 399,275 | 1,017,316 | 466,690 |
| Net operating revenues | R\$ | 197,904 | 190,671 | 166,905 | 555,480 | 170,222 | 182,690 |
| Cost of products | R\$ | (95,771) | (80,978) | (73,499) | (250,248) | (91,554) | (98,360) |
| Other expenses/revenues | R\$ | (23,789) | (35,699) | (4,129) | (63,617) | (20,826) | (17,450) |
| Depreciation, amortization and depletion | R\$ | 15,872 | 14,445 | (7,143) | 23,174 | 15,565 | 15,430 |
| EBITDA -----> | | 94,216 | 88,439 | 82,134 | 264,789 | 73,407 | 82,310 |
| Depreciation, amortization and depletion | R\$ | (15,872) | (14,445) | 7,143 | (23,174) | (15,565) | (15,430) |

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|--|------|---|-----------|-----------|-----------|
| internal market | US\$ | - | 5.35 | 14.72 | 9.40 |
| Average sales price - total | US\$ | - | 15.16 | 17.18 | 16.11 |
| Long-term indebtedness, gross | US\$ | - | 101,394 | 103,737 | 103,737 |
| Short-term indebtedness, gross | US\$ | - | 86,257 | 72,200 | 72,200 |
| Total indebtedness, gross | US\$ | - | 187,651 | 175,937 | 175,937 |
| Long-term indebtedness, net | US\$ | - | 101,394 | 103,737 | 103,737 |
| Short-term indebtedness, net | US\$ | - | 85,250 | 71,620 | 71,620 |
| Total indebtedness, net | US\$ | - | 186,644 | 175,357 | 175,357 |
| Stockholders' equity | R\$ | - | 225,625 | 204,610 | 204,610 |
| Net operating revenues | R\$ | - | 158,518 | 170,286 | 328,804 |
| Cost of products | R\$ | - | (121,815) | (126,972) | (248,787) |
| Other expenses/revenues | R\$ | - | 5,315 | (14,355) | (9,040) |
| Depreciation, amortization and depletion | R\$ | - | 2,235 | 3,375 | 5,610 |
| EBITDA | | - | 44,253 | 32,334 | 76,587 |
| Depreciation, amortization and depletion | R\$ | - | (2,235) | (3,375) | (5,610) |
| EBIT | | - | 42,018 | 28,959 | 70,977 |
| Gain on investments accounted for by the equity method | | | 286 | (5,400) | (5,114) |
| Non-operating result | R\$ | - | (107) | (12,281) | (12,388) |
| Net financial result | R\$ | - | (19,170) | (44,417) | (63,587) |
| Income before income tax and social contribution | R\$ | - | 23,027 | (33,139) | (10,112) |
| Income tax and social contribution | R\$ | - | (5,223) | 12,268 | 7,045 |
| Net income | R\$ | - | 17,804 | (20,871) | (3,067) |
| Property, plant and equipment in operation | R\$ | - | 396,583 | 397,803 | 397,803 |
| Inventories | R\$ | - | 77,593 | 85,216 | 85,216 |
| Accounts receivable | R\$ | - | 144,005 | 199,841 | 199,841 |
| Payable to suppliers and contractors | R\$ | - | (40,656) | (26,238) | (26,238) |
| Salaries and social charges | R\$ | - | (645) | (835) | (835) |
| Capital employed | | - | 576,880 | 655,787 | 655,787 |
| ROCE after taxes | | - | 38.3% | 25.1% | 0.0% |
| ROE | | - | 47.3% | (40.8%) | 0.0% |

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8.11 - Pelletizing Affiliates - HISPANOBRAS (Adjusted and Non-Audited)

| Information | | 2001 | | | | | |
|--|---------------|----------------|----------------|----------------|-----------|----------------|----------------|
| | | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
| Quantity sold - external market | MT (thousand) | 312 | 336 | 422 | 1,070 | 335 | 333 |
| Quantity sold - internal market - CVRD | MT (thousand) | 520 | 560 | 460 | 1,540 | 640 | 400 |
| Quantity sold - total | MT (thousand) | 832 | 896 | 882 | 2,610 | 975 | 733 |
| Average sales price - external market | US\$ | 30.80 | 30.79 | 32.84 | 31.60 | 28.91 | 29.00 |
| Average sales price - internal market | US\$ | 30.57 | 31.55 | 32.44 | 31.44 | 29.00 | 29.30 |
| Average sales price - total | US\$ | 30.65 | 31.26 | 32.64 | 31.52 | 28.97 | 29.10 |
| Stockholders' equity | R\$ | 73,036 | 76,910 | 85,853 | 85,853 | 71,751 | 75,490 |
| Net operating revenues | R\$ | 52,089 | 64,459 | 73,261 | 189,809 | 49,988 | 38,560 |
| Cost of products | R\$ | (44,565) | (53,537) | (60,310) | (158,412) | (43,800) | (34,470) |
| Other expenses/revenues | R\$ | (502) | (487) | 1,274 | 285 | (395) | (430) |
| Depreciation, amortization and depletion | R\$ | 2,377 | 2,378 | 2,376 | 7,131 | 2,272 | 2,330 |
| EBITDA | | 9,399 | 12,813 | 16,601 | 38,813 | 8,065 | 5,980 |
| Depreciation, amortization and depletion | R\$ | (2,377) | (2,378) | (2,376) | (7,131) | (2,272) | (2,330) |
| EBIT | | 7,022 | 10,435 | 14,225 | 31,682 | 5,793 | 3,650 |
| Non-operating result | R\$ | (1,471) | (2,537) | (2,622) | (6,630) | 162 | 370 |
| Net financial result | R\$ | 2,460 | 833 | 4,127 | 7,420 | (513) | 2,230 |
| Income before income tax and social contribution | R\$ | 8,011 | 8,731 | 15,730 | 32,472 | 5,442 | 6,250 |
| Income tax and social contribution | R\$ | (2,161) | (3,419) | (5,347) | (10,927) | (2,101) | (2,510) |
| Net income | R\$ | 5,850 | 5,312 | 10,383 | 21,545 | 3,341 | 3,740 |
| Property, plant and equipment in operation | R\$ | 33,955 | 31,665 | 29,377 | 29,377 | 41,656 | 47,170 |
| Inventories | R\$ | 11,890 | 11,703 | 18,019 | 18,019 | 10,255 | 21,080 |
| Accounts receivable | R\$ | 48,444 | 55,767 | 70,208 | 70,208 | 45,726 | 25,310 |
| Payable to suppliers and contractors | R\$ | (34,095) | (40,876) | (54,066) | (54,066) | (43,481) | (36,490) |
| Salaries and social charges | R\$ | (93) | (76) | (210) | (210) | (162) | (110) |
| Capital employed | | 60,101 | 58,183 | 63,328 | 63,328 | 53,994 | 56,960 |

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|----------------------------------|-------|-------|-------|-------|-------|-----|
| ROCE after taxes (annualized) | 32.4% | 48.2% | 56.1% | 43.7% | 27.4% | 8. |
| ROE (annualized) | 32.0% | 27.6% | 48.4% | 33.5% | 18.6% | 19. |

8.12 - Pelletizing Affiliates - ITABRASCO (Adjusted and Non-Audited)

| Information | 2001 | | | | | |
|--|----------------|----------------|----------------|-----------|----------------|----------------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
| Quantity sold - external market MT (thousand) | 497 | 579 | 325 | 1,401 | 844 | 75 |
| Quantity sold - internal market - CVRD MT (thousand) | 278 | 196 | 221 | 695 | - | 20 |
| Quantity sold - total MT (thousand) | 775 | 775 | 546 | 2,096 | 844 | 96 |
| Average sales price - external market US\$ | 31.13 | 31.96 | 31.80 | 31.60 | 29.39 | 32.5 |
| Average sales price - internal market US\$ | 31.29 | 32.66 | 31.50 | 31.73 | 0.00 | 31.4 |
| Average sales price - total US\$ | 31.19 | 31.62 | 31.69 | 31.64 | 29.39 | 32.0 |
| Long-term indebtedness, gross US\$ | - | - | - | - | - | - |
| Short-term indebtedness, gross US\$ | 503 | - | 407 | 407 | 592 | 57 |
| Total indebtedness, gross US\$ | 503 | - | 407 | 407 | 592 | 57 |
| Stockholders' equity R\$ | 46,768 | 65,160 | 68,571 | 68,571 | 54,123 | 49,46 |
| Net operating revenues R\$ | 48,950 | 56,985 | 59,432 | 165,367 | 44,227 | 56,04 |
| Cost of products R\$ | (45,783) | (44,756) | (52,288) | (142,827) | (40,209) | (48,48 |
| Other expenses/revenues R\$ | (1,086) | (1,379) | 2,177 | (288) | (799) | (1,00 |
| Depreciation, amortization and depletion R\$ | 288 | 309 | 338 | 935 | 221 | 27 |
| EBITDA -----> | 2,369 | 11,159 | 9,659 | 23,187 | 3,440 | 6,83 |
| Depreciation, amortization and depletion R\$ | (288) | (309) | (338) | (935) | (221) | (27 |
| EBIT -----> | 2,081 | 10,850 | 9,321 | 22,252 | 3,219 | 6,56 |
| Non-operating result R\$ | (12) | 6,437 | 15 | 6,440 | 250 | (3 |
| Net financial result R\$ | 2,770 | 1,808 | 2,369 | 6,947 | (774) | 1,51 |
| Income before income tax | | | | | | |

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|--|-----|----------|----------|----------|----------|----------|---------|
| and social contribution | R\$ | 4,839 | 19,095 | 11,705 | 35,639 | 2,695 | 8,04 |
| Income tax and social contribution | R\$ | (3,288) | (707) | (7,231) | (11,226) | (2,053) | (3,57) |
| Net income | R\$ | 1,551 | 18,388 | 4,474 | 24,413 | 642 | 4,47 |
| Property, plant and equipment in operation | R\$ | 10,883 | 10,556 | 10,228 | 10,228 | 8,724 | 8,74 |
| Inventories | R\$ | 11,516 | 10,170 | 20,477 | 20,477 | 14,249 | 11,44 |
| Accounts receivable | R\$ | 43,384 | 35,920 | 45,389 | 45,389 | 23,194 | 36,21 |
| Payable to suppliers and contractors | R\$ | (33,146) | (36,645) | (51,259) | (51,259) | (39,331) | (33,91) |
| Salaries and social charges | R\$ | (197) | (78) | (189) | (189) | (174) | (18) |
| Capital employed -----> | | 32,440 | 19,923 | 24,646 | 24,646 | 6,662 | 22,29 |
| ROCE after taxes (annualized) | | (14.9%) | 203.6% | 33.9% | 59.6% | 70.0% | 53.5% |
| ROE (annualized) | | 13.3% | 112.9% | 26.1% | 47.5% | 4.7% | 36.1% |

8.13 - Pelletizing Affiliates - KOBRASCO (Adjusted and Non-Audited)

| Information | | 2001 | | | | | |
|--|---------------|-------------|-------------|-------------|---------|-------------|-------------|
| | | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
| Quantity sold - external market | MT (thousand) | 561 | 523 | 493 | 1,577 | 861 | 1,02 |
| Quantity sold - internal market - CVRD | MT (thousand) | 420 | 489 | 630 | 1,539 | 224 | 3 |
| Quantity sold - total | MT (thousand) | 981 | 1,012 | 1,123 | 3,116 | 1,085 | 1,06 |
| Average sales price - external market | US\$ | 30.04 | 31.38 | 33.26 | 31.82 | 28.95 | 30.2 |
| Average sales price - internal market | US\$ | 31.80 | 31.29 | 29.77 | 30.84 | 29.10 | 31.5 |
| Average sales price - total | US\$ | 30.79 | 31.34 | 31.19 | 31.32 | 28.98 | 30.3 |
| Long-term indebtedness, gross | US\$ | 127,269 | 100,893 | 119,766 | 119,766 | 45,298 | 125,75 |
| Short-term indebtedness, gross | US\$ | 1,173 | 27,114 | 9,148 | 9,148 | 117,160 | 61,16 |
| Total indebtedness, gross | US\$ | 128,442 | 128,007 | 128,914 | 128,914 | 162,458 | 186,91 |
| Long-term indebtedness, net | US\$ | 122,728 | 100,893 | 119,766 | 119,766 | 45,298 | 125,00 |

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|--|------|----------|----------|----------|-----------|----------|----------|
| Short-term indebtedness, net | US\$ | - | 20,346 | - | - | 75,784 | |
| Total indebtedness, net | US\$ | 122,728 | 121,239 | 119,766 | 119,766 | 121,082 | 125,000 |
| Stockholders' equity | R\$ | 39,224 | 32,574 | (39,435) | (39,435) | 53,654 | 54,866 |
| Net operating revenues | R\$ | 61,210 | 70,414 | 90,720 | 222,344 | 55,259 | 57,650 |
| Cost of products | R\$ | (46,868) | (56,123) | (68,213) | (171,204) | (44,187) | (44,250) |
| Other expenses/revenues | R\$ | (734) | (755) | (781) | (2,270) | (1,069) | (1,350) |
| Depreciation, amortization and depletion | R\$ | 2,225 | 2,226 | 2,221 | 6,672 | 2,229 | 2,229 |
| EBITDA -----> | | 15,833 | 15,762 | 23,947 | 55,542 | 12,232 | 14,270 |
| Depreciation, amortization and depletion | R\$ | (2,225) | (2,226) | (2,221) | (6,672) | (2,229) | (2,229) |
| EBIT -----> | | 13,608 | 13,536 | 21,726 | 48,870 | 10,003 | 12,041 |
| Other expenses - non cash | | - | - | (52,000) | (52,000) | | |
| Gain on investments accounted for by the equity method | R\$ | 316 | 229 | (545) | - | 449 | (700) |
| Non-operating result | R\$ | 12 | (46) | 126 | 92 | 73 | 100 |
| Net financial result | R\$ | (32,118) | (23,780) | (51,598) | (107,496) | 1,650 | (11,180) |
| Income before income tax and social contribution | R\$ | (18,182) | (10,061) | (82,291) | (110,534) | 12,175 | 790 |
| Income tax and social contribution | R\$ | 6,198 | 3,411 | 10,281 | 19,890 | (4,138) | 420 |
| Net income | R\$ | (11,984) | (6,650) | (72,010) | (90,644) | 8,037 | 1,210 |
| Property, plant and equipment in operation | R\$ | 214,661 | 212,703 | 212,886 | 212,886 | 234,442 | 234,442 |
| Inventories | R\$ | 18,374 | 16,645 | 19,104 | 19,104 | 10,980 | 11,800 |
| Accounts receivable | R\$ | 22,137 | 24,771 | 39,384 | 39,384 | - | |
| Payable to suppliers and contractors | R\$ | (28,947) | (29,174) | (41,184) | (41,184) | (29,148) | (23,610) |
| Salaries and social charges | R\$ | (35) | (41) | (80) | (80) | (104) | (60) |
| Capital employed | | 226,190 | 224,904 | 230,110 | 230,110 | 216,170 | 222,570 |
| ROCE after taxes (annualized) | | 35.0% | 30.1% | 55.6% | 39.8% | 10.9% | 22.2% |
| ROE (annualized) | | (122.2%) | (81.7%) | 730.4% | (306.5%) | 59.9% | 8.1% |

8.14 - Pelletizing Affiliates - NIBRASCO (Adjusted and Non-Audited)

Information

2001

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| | | 1st Quarter | 2nd Quarter | 3rd Quarter | Total | 1st Quarter | 2nd Quarter |
|--|---------------|----------------|----------------|----------------|-----------|----------------|----------------|
| Quantity sold - external market | MT (thousand) | 806 | 559 | 514 | 1,879 | 369 | 74 |
| Quantity sold - internal market - CVRD | MT (thousand) | 1,169 | 1,572 | 929 | 3,670 | 1,711 | 1,34 |
| Quantity sold - internal market - Others | MT (thousand) | 35 | 38 | - | 73 | 43 | 4 |
| Quantity sold - total | MT (thousand) | 2,010 | 2,169 | 1,443 | 5,622 | 2,123 | 2,13 |
| Average sales price - external market | US\$ | 30.16 | 30.00 | 30.48 | 30.17 | 27.11 | 28.9 |
| Average sales price - internal market | US\$ | 30.41 | 31.00 | 28.57 | 30.29 | 29 | 3 |
| Average sales price - total | US\$ | 30.31 | 31.00 | 29.22 | 30.25 | 29.01 | 29.3 |
| Long-term indebtedness, gross | US\$ | 6,000 | 4,800 | 7,300 | 7,300 | 8,400 | 7,20 |
| Short-term indebtedness, gross | US\$ | 2,619 | 2,400 | 977 | 977 | 2,619 | 2,40 |
| Total indebtedness, gross | US\$ | 8,619 | 7,200 | 8,277 | 8,277 | 11,019 | 9,60 |
| Long-term indebtedness, net | US\$ | 847 | - | 7,300 | 7,300 | - | - |
| Total indebtedness, net | US\$ | 847 | - | 7,300 | 7,300 | - | - |
| Stockholders' equity | R\$ | 122,313 | 113,062 | 79,058 | 79,058 | 162,617 | 171,32 |
| Net operating revenues | R\$ | 122,876 | 151,327 | 109,356 | 383,559 | 106,790 | 111,16 |
| Cost of products | R\$ | (107,077) | (125,975) | (102,174) | (335,226) | (92,162) | (95,66 |
| Other expenses/revenues | R\$ | (10,534) | (8,049) | 12,922 | (5,661) | (8,814) | (4,82 |
| Depreciation, amortization and depletion | R\$ | 4,086 | 4,086 | 4,128 | 12,300 | 4,321 | 4,31 |
| EBITDA | R\$ | 9,351 | 21,389 | 24,232 | 54,972 | 10,135 | 14,99 |
| Depreciation, amortization and depletion | R\$ | (4,086) | (4,086) | (4,128) | (12,300) | (4,321) | (4,31 |
| EBIT | R\$ | 5,265 | 17,303 | 20,104 | 42,672 | 5,814 | 10,67 |
| Other expenses - non cash | R\$ | - | - | (42,000) | (42,000) | - | - |
| Net financial result | R\$ | 902 | 679 | (8,420) | (6,839) | 4,702 | 3,37 |
| Income before income tax and social contribution | R\$ | 6,167 | 17,982 | (30,316) | (6,167) | 10,516 | 14,04 |
| Income tax and social contribution | R\$ | (3,172) | (4,734) | (3,688) | (11,594) | (4,479) | (5,34 |
| Net income | R\$ | 2,995 | 13,248 | (34,004) | (17,761) | 6,037 | 8,70 |
| Property, plant and equipment in operation | R\$ | 55,656 | 51,571 | 47,514 | 47,514 | 82,791 | 78,68 |
| Inventories | R\$ | 23,062 | 18,948 | 46,720 | 46,720 | 12,725 | 17,94 |
| Accounts receivable | R\$ | 44,086 | 36,276 | 38,024 | 38,024 | 23,215 | 29,19 |
| Payable to suppliers and contractors | R\$ | (61,010) | (69,013) | (63,116) | (63,116) | (55,267) | (58,06 |
| Salaries and social | | | | | | | |

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| charges | R\$ | (370) | (299) | (269) | (269) | (961) | (21 |
|----------------------------------|-----|--------|--------|----------|---------|--------|-------|
| Capital employed -----> | | 61,424 | 37,483 | 68,873 | 68,873 | 62,503 | 67,54 |
| ROCE after taxes (annualized) | | 13.6% | 134.1% | 95.3% | 60.2% | 8.5% | 31. |
| ROE (annualized) | | 9.8% | 46.9% | (172.0%) | (30.0%) | 14.8% | 20. |

Report of Independent Accountants on Limited Review

October 22, 2001

To the Board of Directors and Stockholders
Companhia Vale do Rio Doce

- 1 We have carried out limited reviews of the Quarterly Financial Information - ITR of Companhia Vale do Rio Doce for the quarters ended September 30, 2001 and 2000. This financial information is the responsibility of the Company's management.
- 2 Except as mentioned in paragraph three, our limited reviews were carried out in accordance with the specific procedures established by the IBRACON - Brazilian Institute of Independent Accountants, in conjunction with the Federal Accounting Board, and consisted mainly of: (a) inquires and discussion with the officers responsible for the Company's accounting, financial and operational areas about the procedures adopted for preparing the Quarterly Financial Information - ITR, and (b) review of the information and subsequent events which have, or may have, relevant effects on the Company's financial position and operations.
- 3 The financial statements at September 30, 2001 and 2000, of subsidiary, jointly-owned and associated companies, in which there are relevant investments, have not been reviewed by independent accountants. Thus, the conclusions resulting from our reviews do not cover the amounts of R\$ 8,659,589 thousand (2000 - R\$ 6,304,552 thousand) of these investments and R\$ 1,169,439 thousand (2000 - R\$ 297,231 thousand) of the income produced by them for the quarters then ended.
- 4 Based on our limited reviews, except for the effects of any adjustments which might have been required if the financial statements of the subsidiary, jointly-owned and associated companies mentioned in paragraph 3 had been reviewed by independent accountants, we are not aware of any relevant adjustments which should be made to the Quarterly Financial Information - ITR, referred to in paragraph 1, for it to be in accordance with the rules issued by the Brazilian Securities Commission - CVM specifically applicable to the preparation of obligatory Quarterly Financial Information - ITR.
- 5 The Quarterly Financial Information - ITR also contains accounting and financial information relating to the quarter ended June 30, 2001. We reviewed this information at the time of its preparation and issued our respective report on July 18, 2001, including the limitation mentioned in

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paragraph 3.

PricewaterhouseCoopers
Auditores Independentes
CRC-SP-160-S-RJ

Douglas H. Woods
Socio
Contador CRC-SP-101.652/O-0-S-RJ

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BOARD OF DIRECTORS
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Chairman

Executive Director of Human Resources
Corporate Services
Carla Grasso

Erik Persson

Executive Director of the Iron Ore Area
Armando Santos

Fabio de Oliveira Barbosa

Eduardo Marcos de Barros Faria
Director of Commercialization

Francisco Valadares Povoá

Jayme Nicolato Correa
Director of Iron Ore for the Northern

Joao Moises Oliveira

Joaquim Martino Ferreira
Director of Pelletization and Metallurgy

Jose Marques de Lima

Jose Francisco Martins Viveiros
Director of Iron Ore for the Southern

Octavio Lopes Castello Branco Neto

Marconi Tarbes Vianna
Director of Manganese and Alloys

Renato da Cruz Gomes

Executive Director of Logistics Area
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Romeu do Nascimento Teixeira

Elias David Nigri
Director of Logistics

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Eliseu Martins

Executive Director of the Shareholding
Businesses Development and Acting Executive
Non-Ferrous Area
Antonio Miguel Marques

Luiz Carlos Angelotti

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Director of Pulp and Paper

Marcos Fabio Coutinho

Ronaldo Camillo

Dalton Nose
Director of Development

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CHIEF EXECUTIVE OFFICER
Roger Agnelli

Director of Legal Affairs
Paulo Francisco de Almeida Lopes

Executive Director of Control and Planning and
Acting Executive Director of Finance

Gabriel Stoliar

Otto de Souza Marques Junior
Director of Control of the Corporate Center

Tito Botelho Martins Junior
Director of Finance

Edward Dias da Silva
Director of Energy

Helcio Roberto Martins Guerra
Director of Precious Metals

Paulo Eduardo Libanio
Director of Basic Metals and Industrial

Eduardo de Carvalho Duarte
Chief Accountant
CRC-RJ 57439

Otto de
Directo
Corporat

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[GRAPHIC OMITTED] Companhia
Vale do Rio Doce

Press Release

NOTICE TO SHAREHOLDERS

Rio de Janeiro, November 12, 2001 - The Board of Directors of Companhia Vale do Rio Doce (CVRD), will meet extraordinarily, on November 22, 2001 to deliberate about the distribution of interest on shareholders' equity related to year 2001.

For further information, please contact:
Roberto Castello Branco: castello@cvrld.com.br +55-21-3814-4540

Andreia Reis: andreis@cvrld.com.br +55-21-3814-4643

Barbara Geluda: geluda@cvrld.com.br +55-21-3814-4557

Daniela Tinoco: daniela@cvrld.com.br +55-21-3814-4946

This release includes "forward-looking statements" that express expectations of future events or results. All statements based on future expectations rather than on historical facts are forward-looking statements that involve a number

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of risks and uncertainties, and the company cannot give assurance that such statements will prove to be correct.

Item 3

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Vale do Rio Doce

Press Release 3Q01

COMPANHIA VALE DO RIO DOCE
PERFORMANCE IN THE THIRD QUARTER
OF 2001 (3Q01)

Rio de Janeiro, November 12, 2001 -- Companhia Vale do Rio Doce (CVRD) posted a solid R\$ 1.206 billion net earnings in 2Q01, equal to earnings per share of R\$ 3.15, a historical record.

The gains with the sale of Cenibra, a strategic movement to focus on mining, logistics and power generation, contributed to this result.

Accumulated earnings for the first nine months of 2001 amounted to R\$ 2.412 billion, 50.8% higher than the R\$ 1.600 billion achieved in the same period of last year.

3Q01 EBITDA reached an all time high of R\$ 986 million. In the first nine months of 2001 EBITDA was R\$2.450 billion, 37.2 % higher than in the same period of 2000. 3Q01 EBITDA margin was 55.5%, an all time high.

Consolidated gross revenue for the first nine months of 2001 was R\$ 9.016 billion. Sales of iron ore and pellets were responsible for 54% of that amount.

During the same period, volumes of consolidated sales of iron ore and pellets reached 104.1 million tonnes.

CVRD exports reached US\$ 2.448 billion in the first nine months of 2001, accounting for 5.5% of total Brazilian exports.

CVRD delivered a stronger financial and operational performance despite the slowdown in the global economy. The quality of its world class asset base is key to weather the current global recession throughout the next quarters.

[GRAPHIC OMITTED] THE MACROECONOMIC SCENARIO AND ITS EFFECTS ON CVRD

[GRAPHIC OMITTED] Companhia
Vale do Rio Doce

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Press Release 3Q01

A global recession but growth prospects are well alive

Even prior to September 11, macroeconomic developments already pointed to weaker growth in every region of the globe. The synchronized slowdown has reflected the strong global linkages among the developed economies and between

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them and the developing economies, the continued weakness in the information technology sector, the deteriorating situation in Japan and worsening financing conditions for emerging markets.

The United States had been the unquestioned driver of global growth since 1995. Now, with the broadening of the economic slowdown, the world economy found itself without a growth engine.

The estimates indicate that the world economy is suffering its fifth recession in the last thirty years -- 1975, 1982, 1991, 1998 and 2001.

While the near-term outlook is downbeat, despite the existing risks and uncertainties derived from the war against terrorism, there is a reasonable prospect for a global recovery to start by the end of 1H02.

There are a number of reasons for cautious optimism.

First, the main central banks of the world eased their monetary policies, acting much earlier than in previous cycles. The US short term interest rate is the lowest since 1962 and it is negative in real terms. There is room for additional easing, the main opportunities lie with the ECB and the BOJ. On the fiscal side, there is a sizable policy stimulus in the United States.

Second, economic activity is likely to be bolstered by the abatement of the food and oil price shocks.

Third, economic fundamentals across the globe are stronger than they were a few years ago, reflected in lower inflation, greater monetary policy credibility and more balanced public budgets. In many emerging markets, in a sharp contrast with 1997/98, more flexible exchange rate regimes are in place and external vulnerabilities were reduced, with smaller current account deficits and greater reliance on foreign direct investment flows than on short term speculative flows.

Although the iron ore market is reasonably stable, the deepening of the global economic slowdown is potentially harmful to CVRD's performance. On the other hand, the continued weakness of the Brazilian Real (BRL) contributes to increase its margins, cash flow generation and return on invested capital. Additionally, an undervalued BRL stimulates export growth and, therefore, the demand for railroad and port services, one of the main CVRD businesses.

Iron ore and metals markets

Global steel output has fallen only marginally and the demand for iron ore remained strong. According to the International Institute for Steel and Iron (IISI), in the first nine months of 2001 steel production reached 620.0 million tonnes against 620.7 million tonnes in the same period of last year. US production has declined substantially, 11.4%, while in Asia it was up 4.6%. Japanese production declined 1.3%, with China and Taiwan showing the highest increases, 10.1% and 12.5%, respectively. In the European Union, there was a slight output reduction of 1.6%.

However, since there is a close correlation between global steel crude production and global industrial production, we could expect supply cutbacks in the near future. In the last global recessions, 1991 and 1998, global crude steel production showed a similar pattern: moderate cutbacks, distributed over the recession year and the following. In 1991, reduction was 4.7% followed by a 1.9% cut in 1992. In 1998, the production cut was smaller, 2.8%, followed by an additional 0.7% in 1999.

The main impact of the global steel downcycle on the demand for iron ore is a

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shift towards lower priced products. According to the IISI, global direct reduced iron (DRI) production, used in mini-mills, in the first nine months of 2001 is 8.4% lower than in the same period of last year. This development has a negative effect on the demand for direct reduction pellets, the highest priced iron ore product. Blast furnace mills are switching demand out of blast furnace pellets to iron ore fines. Therefore, the demand for pellets is slowing down and it will bear most of the burden of the negative outlook for steel.

CVRD pellet production is expected to remain at levels below its nominal capacity throughout the next three quarters. The sales of Samarco, an affiliated company, were the first to be hurt by the negative economic environment, declining, on a quarter over quarter basis, since 1Q01.

On the positive side, there are two factors. China demand for steel has remained firm and growing substantially. At the same time, in order to boost productivity, it is relying more and more on imported iron ore: on an annualized basis, iron ore imports over the January to September 2001 period reached 88.4 million tonnes, showing a dramatic 26% increase over year 2000 purchases of 70 million tonnes. In the early nineties, Chinese imports represented only 7.5% of global seaborne trade. It is

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likely that its market share will amount to approximately 20% this year. According to some estimates, China is forecast to import 130 million tonnes in 2005. CVRD managed to increase its penetration into this fast growing market as evidenced by the long term contract with Baosteel, the largest Chinese steelmaker.

The slowing of global trade flows is diminishing temporarily CVRD geographic disadvantage in the Asian market. Brazil-Australia freight differential into Asia is currently at the lower end of its normal range, providing CVRD more opportunities to supply the Asian market, given the superior quality and diversification of its iron ore products.

Although a capacity of almost 2.0 million tonnes per year remains idled due to power shortages in the United States (Pacific Northwest), Canada and Brazil, aluminum price levels are the lowest since mid-1999, given concerns over the outlook for consumption.

The Economist Metals Price Index, which comprises aluminum, copper, nickel, zinc, lead and tin prices, reached in the last few days its lowest level since 1993. At that time, it had reached the bottom of the downward trend started with the emergence of the 1991 global recession.

Gold prices reacted positively in the aftermath of the terrorist attacks. However, this price hike looks like much more a spike than the beginning of an upward trend, replicating the pattern showed in the aftermath of the Iraqi invasion of Kuwait in 1990/91. Inflation rates are at low levels worldwide, central banks credibility as inflation fighters are at a historical high and the weak global economic environment has a negative impact on jewelry demand, which represents an important component of the demand for gold.

CVRD aluminum and gold low cash costs and its hedging policy are helping to weather the storm in metals prices. However, the electricity rationing mandatory aluminum production curtailments, 48,000 tonnes at Albras and 11,000 tonnes at Valesul, are hurting the operating performance of its aluminum division.

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The recovery of global GDP growth will face a limited supply growth of primary aluminum, with brownfield additions partially offset by likely permanent smelter closures, thereby bringing opportunities for a solid price recovery.

Electricity rationing in the North of Brazil is expected to be abolished by year end, reducing CVRD electricity costs in the iron ore, manganese, gold and kaolin mining operations and freeing Albras to resume its normal operations at a pace of 407,000 tonnes per year. Electricity saving targets for the Southeast region are expected to be relaxed in early 2002, lowering electricity costs in CVRD iron ore and pellets in the Southern System and allowing Valesul and the ferro-alloys subsidiary CPFL to increase production.

[GRAPHIC OMITTED] CONSOLIDATED SELECTED INDICES

Sales of iron ore and pellets: 104.1 million tons

CVRD plans to start releasing consolidated quarterly financial statements in 1Q02. In this release, there is some information, referring to sales volumes, revenues and exports at the consolidated level.

Consolidated iron ore and pellet sales comprised of: (a) sales realized by CVRD and the joint venture companies - Nibrasco, Itabrasco, Kobrasco and Hispanobras; and (b) sales by subsidiaries and affiliates, calculated in proportion to the stake held in the company by CVRD. The volume of consolidated sales is net of inter-company transactions within the CVRD group, such as, for example, the sale of pellet feed by the Parent Company to the joint venture pellet companies. This volume amounted to 5.3 million tons in 3Q01 and 15.3 million tons in the first nine months of 2001.

In the first nine months of this year, the accumulated consolidated sales of 104.1 million tons was 21.7% higher than the same period in 2000. Acquisitions carried out by CVRD -- Socoimex, Samitri, Samarco, GIIC and Ferteco -- contributed to 18% of sales in 2001, 18.7 million tons, compared to 9% in the first nine months of the year.

In 2001, 88.5 million tons - 85% of consolidated sales - were to external markets. The percentage sold to the domestic market in the last two years has remained practically constant for each quarter, at around 15%.

Consolidated iron ore and pellet sales volume amounted to 35.8 million tons in 3Q01 and was the largest quarterly volume in CVRD's history.

In the third quarter, consolidated iron ore sales increased 6.8% on the previous quarter, and 17.2% compared with the same period a year earlier.

Consolidated pellet sales in 3Q01 fell 15.6% and 8.2%, compared to 2Q01 and 3Q00, respectively -

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reflecting a cyclical change in the demand profile for iron ore. Japan, for example has cut its total imports of lump ore and pellets by 10.7% for the first nine months of 2001, when compared with the same period a year earlier, while purchases of iron ore fines fell by only 2.2%.

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Consolidated Sales Volumes -- in million tonnes

| Iron Ore | | Pellets | |
|----------|------|----------|------|
| 9M 01 | | 9M 01 | |
| Iron Ore | 64.8 | Iron Ore | 80.9 |
| Pellets | 20.8 | Pellets | 23.2 |

| | Iron Ore | Pelletss |
|-------|----------|----------|
| 1Q 00 | 17.4 | 6.5 |
| 2Q 00 | 22.9 | 6.6 |
| 3Q 00 | 24.4 | 7.8 |
| 4Q 00 | 23.4 | 9.1 |
| 1Q 01 | 25.3 | 7.7 |
| 2Q 01 | 26.8 | 8.5 |
| 3Q 01 | 28.7 | 7.1 |

Consolidated Sales Volumes -- in million tonnes
Iron Ore and Pellets

| 9M 00 | | 9M 01 | |
|--------------|------|-------------|------|
| CVRD | 77.6 | CVRD | 84.9 |
| Aquisitions* | 8 | Aquisitions | 19.2 |

| | CVRD | Aquisitions |
|-------|------|-------------|
| 1Q 00 | 23.9 | |
| 2Q 00 | 27.1 | 2.4 |
| 3Q 00 | 26.7 | 5.5 |
| 4Q 00 | 27.7 | 4.8 |
| 1Q 01 | 27.2 | 5.8 |
| 2Q 01 | 27.3 | 8 |
| 3Q 01 | 30.5 | 5.3 |

* Acquisitions: SOCOIMEX, SAMITRI, SAMARCO, GIIC, FERTECO.

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EXPORTS OF US\$ 2.446 BILLION

CVRD's consolidated gross revenues for the period January to September 2001 amounted to R\$ 9.016 billion. The breakdown of the main items that made up these revenues was as follows: iron ore and pellets (53.6%), transport services (13.0%), aluminum (10.5%), steel (10.5%) and manganese and ferro alloys (5.3%).

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Exports totalling US\$ 2.446 billion accounted for 62% of total revenues, sales by subsidiaries and foreign affiliates, 15.1% and 22.9% to the domestic market. Thus 84.9% of CVRD's consolidated revenues was denominated in U.S. dollars.

Consolidated Gross Revenue by Product -- in R\$ billion

| | | | |
|----------------------------|------|----------------------------|------|
| Iron Ore and Pellets | 3944 | Iron Ore and Pellets | 4836 |
| Transportation Services | 1567 | Transportation Services | 1172 |
| Aluminum | 1127 | Aluminum | 947 |
| Steel Products | 1135 | Steel Products | 952 |
| Manganese and Ferro-alloys | 586 | Manganese and Ferro-alloys | 476 |
| Gold | 285 | Gold | 233 |
| Potash and Kaolin | 246 | Potash and Kaolin | 218 |
| Others | 930 | Others | 182 |

Consolidated Gross Revenue by Origin -- in R\$ billion

| | | | |
|-----------------------------------|-----|-----------------------------------|-----|
| Domestic Market | 25% | Domestic Market | 23% |
| Foreign Market - Brazilian Origin | 60% | Foreign Market - Brazilian Origin | 62% |
| Foreign Market - Foreign Origin | 15% | Foreign Market - Foreign Origin | 15% |

[GRAPHIC OMITTED] CVRD 3Q01 RESULTS

Record net quarterly earnings: R\$ 1.206 billion

The net profit achieved in 3Q01, of R\$ 1.206 billion, was 2.2 times that reported in the previous quarter and 2.4 times the result reported in 3Q00. For the first nine months of 2001, accumulated earnings amounted to R\$ 2.412 billion, 50.8% higher than the same period last year and 13.1% more than that recorded for the whole of 2000 (R\$ 2.133 billion).

On an annualized basis, return on equity (ROE) in 2001 amounted to 28.2% against 20.2% in 2000.

Gross margin widened from 47.7% in 2Q01 to 51.4% in 3Q01, the highest since 2Q00. Net operating revenues rose by R\$ 237 million, while the cost of goods sold (COGS) increased by R\$ 58 million.

Power rationing was an influencing factor in pushing up COGS. Increases in costs of contracted services - up by R\$ 21.2 million, and consumption of fuel oil - up by R\$ 15.3 million, were partially explained by the rent and use of diesel oil electricity generators.

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Quarterly Net Income and Gross Margin R\$ millions

| | | |
|-------|------|-------|
| 1Q 00 | 639 | 0.473 |
| 2Q 00 | 462 | 0.525 |
| 3Q 00 | 499 | 0.491 |
| 4Q 00 | 533 | 0.478 |
| 1Q 01 | 660 | 0.469 |
| 2Q 01 | 546 | 0.477 |
| 3Q 01 | 1206 | 0.514 |

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Cost of Goods Sold* - Parent Company

| | 3Q 01 | | | | | | |
|----------------------------|-----------------|-------|-------|-------|-------|-------|-------|
| | R\$ 661 million | | | | | | |
| | R\$ millions | | | | | | |
| | 1Q 00 | 2Q 00 | 3Q 00 | 4Q 00 | 1Q 01 | 2Q 01 | 3Q 01 |
| Personnel | 95 | 104 | 104 | 104 | 97 | 104.8 | 127 |
| Material | 88 | 95 | 100 | 92 | 92 | 86.2 | 109 |
| Fuel | 55 | 61 | 69 | 71 | 74 | 71.7 | 87 |
| Electrical Energy | 15 | 18 | 19 | 19 | 18 | 21.8 | 31 |
| Outsourced Services | 56 | 61 | 64 | 87 | 95 | 100.8 | 122 |
| Depreciation and Depletion | 68 | 67 | 68 | 67 | 111 | 106.4 | 129 |
| Others | 56 | 61 | 60 | 57 | 46 | 57.2 | 56 |

* Excludes expenses with product acquisitions

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The evolution of operational revenues

The Parent Company's net operating revenues amounted to R\$ 1.778 billion in the third quarter, compared to R\$ 1.541 billion in 2Q01 and R\$ 1.264 billion in 3Q00, reflecting the positive impact of exchange rate devaluation and the growth in iron ore sales. In the first nine months of 2001, the net revenue achieved of R\$ 4.640 billion, was 27.8% higher than that reported in the same period in 2000, which saw revenues of R\$ 3.632 billion.

Gross revenue in the third quarter from pellet and iron ore sales amounted to R\$ 1.423 billion, up 21.5% on the previous quarter, and up 57.8% YoY.

Iron ore and pellet sales volumes in the Parent Company amounted to 34.8 million tons of in 3Q01, 11.5% higher than the previous quarter and up 16.7% on 3Q00. From June 2001, Samitri's iron ore sales were handled by CVRD.

Sales by the Parent Company consisted of: (a) iron ore sales, including pellet feed to joint venture companies (JVs); and (b) the sale of pellets produced by CVRD's two pellet plants and those pellets acquired from the JVs. In 3Q01, CVRD purchased 2.3 million tons of pellets from the JVs, which brought total pellet purchases in the first nine months of 2001 to 7.6 million tons, compared to 7.0 million tons in the same period last year.

The average sales price for iron ore and pellets in 3Q01 amounted to US\$16.68 per ton, slightly higher than that recorded in 2Q01 - of US\$ 16.04 per ton and in 3Q00 -- of US\$16.31 per ton. The rise in average sales prices was lower than the 2001 increase in reference prices due to the change in product mix.

The 3.6 million ton increase in the sales of iron ore and pellets in the third quarter, compared to 2Q01, was in part due to expansion seen in Asian markets. China's foreign purchases of iron ore in 3Q01, which amounted to 24.2 million tons, were up 7.8% on the previous quarter. CVRD's exports to China doubled from 2.8 million to 5.6 million tons, comparing the same two periods. China, therefore, became the Parent Company's main iron ore market in 3Q01, exceeding sales to Brazilian steel plants -- 5.2 million tons -- and Japan -- 4.3 million

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tons.

In the first nine months of this year, CVRD's sales to China jumped 76.9% compared to the same period in 2000. This reflected CVRD's successful marketing policy in exporting to the world's fastest growing economy - China has increased its iron ore imports by an annual average of 15% during the period 1992/2001.

General cargo (all cargo except for iron ore and pellets) transported by CVRD's railroads of Carajas and Vitoria to Minas - amounted to 3.325 billion ton kilometers in 3Q01. This is practically the same as the figure achieved in 2Q01 of 3.350 billion ton kilometers, but 3.9% less than that seen in 3Q00, reflecting the slowdown in the growth of the Brazilian economy.

General cargo handled for clients in the Parent Company's ports (Tubarao, Ponta da Madeira and TMIB) totalled 5.9 million tons in 3Q01, an increase of 7.3% on the previous quarter and up 18% YoY.

Revenues generated from providing railfreight and port services amounted to R\$ 256 million in 3Q01, compared to R\$ 281 million in 2Q01 and R\$256 million in 3Q00.

Gold sales totalled 4.49 tons, an increase of 25.7% on the previous quarter and up 5.1% compared to 3Q00. The average sales price in the first nine months of the year was US\$ 272.86 per ounce, 1.5% higher than the average COMEX price of US\$ 268.89 per ounce.

Revenues derived from gold sales amounted to R\$ 102.6 million, 41.8% higher than the previous quarter and up 48.9% YoY.

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Sales Volumes

| Iron Ore and Pellets - Parent Company million tonnes | | | General Cargo Transportation* - Railways Parent Company - million of TKU | | |
|---|----------|---------|---|------|-----|
| | Iron Ore | Pellets | | EFVM | EFC |
| | ----- | ----- | | ---- | --- |
| 1Q 00 | 22.6 | 4.1 | 1Q 00 | 2389 | 308 |
| 2Q 00 | 26.3 | 3.3 | 2Q 00 | 2702 | 398 |
| 3Q 00 | 26 | 3.8 | 3Q 00 | 3054 | 407 |
| 4Q 00 | 26.2 | 4.4 | 4Q 00 | 2805 | 380 |
| 1Q 01 | 26.6 | 3.6 | 1Q 01 | 2642 | 346 |
| 2Q 01 | 27 | 4.2 | 2Q 01 | 2803 | 547 |
| 3Q 01 | 31 | 3.8 | 3Q 01 | 2839 | 486 |

* except iron ore and pellets

| General Cargo Transportation - FCA millions of TKU | | General Cargo Handling* - Ports Parent Company - million tonnes | |
|---|------|--|-------|
| | EFVM | | Ports |
| | ---- | | ----- |
| 1Q 00 | 2014 | 1Q 00 | 3.9 |
| 2Q 00 | 2074 | 2Q 00 | 4.5 |

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| | | | | |
|-------|------|--|-------|-----|
| 3Q 00 | 1903 | | 3Q 00 | 5 |
| 4Q 00 | 1661 | | 4Q 00 | 5.1 |
| 1Q 01 | 1961 | | 1Q 01 | 4.4 |
| 2Q 01 | 2236 | | 2Q 01 | 5.5 |
| 3Q 01 | 2161 | | 3Q 01 | 5.9 |

* except iron ore and pellets

Iron Ore and Pellets Sales by Market Parent Company -- in million tonnes

| | 9M 00 | | 9M 01 |
|----------------------|-------|----------------------|-------|
| | ----- | | ----- |
| Brazil - JV's | 19% | Brazil - JV's | 16% |
| Brazil - Steel Mills | 13% | Brazil - Steel Mills | 16% |
| Europe | 24% | Europe | 25% |
| Japan | 16% | Japan | 13% |
| China | 7% | China | 12% |
| Asia - others | 9% | Asia - others | 8% |
| Others | 12% | Others | 10% |

Gross Revenue by Product -- Parent Company -- R\$ billion

| | 9M 00 | | 9M 01 |
|----------------------|-------|-------------------|-------|
| | ----- | | ----- |
| Iron Ore | 53% | Iron Ore | 57% |
| Pellets | 17% | Pellets | 17% |
| Railroad Services | 15% | Railroad Services | 13% |
| Port Services | 4% | Port Services | 4% |
| Potash | 3% | Potash | 3% |
| Manganese and Others | 3% | Gold | 5% |
| Gold | 5% | Others | 1% |

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Press Release 3Q01

Sources of earnings growth

Comparing earnings in 3Q01 with that of the previous quarter, the main reason for the increase in the result was the non-operational item of R\$ 1.420 billion, from the profit of R\$ 1.472 billion derived from the sale of Cenibra.

The drop in equity income of R\$ 275 million, the R\$ 289 million negative impact caused by the rise in the USD against the BRL on the Company's dollar-denominated debt, and a R\$ 684 million increase in other operating expenses, all combined to partially offset the increased profit recorded by CVRD for 3Q01.

Equity income was a negative R\$ 5 million, and reflected the worst performance by CVRD's subsidiaries and affiliates since 3Q99. The segments to show a loss in the period were logistics - a loss of R\$ 86 million, and aluminum, with a loss of R\$ 125 million.

The negative result in the logistics segment was due to a loss of R\$ 13 million

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by MRS Logistica and provisions made by Docenave for losses from the sale of ships and non-use of tax credits, of R\$ 95 million and R\$ 25 million, respectively.

Losses in the aluminum segment consisted of a R\$ 196 million loss by Albras and a loss of R\$ 128 million by Alunorte. Losses in both these companies were basically due to the effect of the BRL depreciation against the USD, on dollar-denominated debt.

Production of primary aluminum by Albras was down due to power rationing, falling from 93,400 tons in 2Q01 to 76,800 tons in 3Q01. As a consequence, sales totalled 80,000 tons compared to 92,000 tons in 2T01 and 93,000 in 3Q00. The average sales price in the period January/September was US\$ 1,463 per ton, 4.1% higher than the average London Metal Exchange three month contract of US\$ 1,406 per ton.

EBITDA for Albras in 3Q01 amounted to R\$ 25 million, down 81.7% on the previous quarter and down 76.4%, YoY. In the case of Alunorte, EBITDA has remained steady at around R\$ 64 million, quarter on quarter, but was up 42.2% YoY.

Equity income from subsidiaries and affiliates in the iron ore segment amounted to R\$ 83 million in 3Q01, down R\$ 59 million on the previous quarter. This deterioration was mainly due to losses suffered by Samarco of R\$48 million, a loss by Kobrasco of R\$ 72 million, and Nibrasco of R\$ 34 million.

Samarco's pellet and pellet feed sales volume totalled 2.2 million tons in 3Q01. For the third consecutive quarter, Samarco showed shrinking sales. GIIC's pellet sales volume came to 662,000 tons in the third quarter, compared to 861,000 in 2Q01 and 1.05 million in 3Q00. Samarco's EBITDA was R\$ 82.1 million in 3Q01, down 7.1% QoQ and 13.5% YoY.

Ferteco sold 3.3 million tons of iron ore and 549,000 tons of pellets in 3Q01. Ferteco's 3Q01 EBITDA was R\$ 32.3 million.

Equity income from the manganese and ferro alloy segments was practically unchanged at R\$ 26 million.

Sales of manganese ore by Sibra and Urucum amounted to 197,000 tons in 3Q01, up 44.4% on 2Q01 and up 61.2% YoY. Volume sold in the first nine months of 2001 amounted to 564,300 tons, 21.9% higher than in the same period a year earlier.

The rationing of electricity consumption was the main factor behind the drop in sales of ferro alloys in 3Q01. With the exception of RDME, located in France, all the subsidiaries, SIBRA, CPFL and Urucum, were forced to cut back production. Sales, therefore, in the third quarter amounted to 82,600 tons, compared to 92,800 in 2Q01 and 104,000 in 3Q00.

The rise of R\$ 684 million in other operational expenses is explained by the increase in provisions made for losses in subsidiaries and affiliates, and goodwill amortization of R\$ 535 million, the reversal of ICMS tax credits of R\$ 127 million, exhaustion of the gold mines in Igarape Bahia and Fazenda Brasileiro (R\$ 55 million), and the restoration of environmentally degraded areas (R\$ 40 million).

The main provisions for losses in subsidiaries and affiliates are comprised by: FCA (R\$ 108 million), PPSA (R\$ 104 million), and CFN (R\$ 33 million). Goodwill amortization totaled R\$ 297 million comprised by FCA (R\$ 139 million), PPSA (R\$ 75 million), GIIC (R\$ 60 million) and SIBRA (R\$ 19 million).

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Factors that Affected Net Earnings R\$ million

| | | |
|------------------------|------|------|
| 2Q 01 | 546 | |
| Non Operational Income | 546 | 1420 |
| Income Tax | 1966 | 434 |
| Net Revenue | 2400 | 237 |
| COGS | 2579 | 58 |
| Financial Result | 2487 | 92 |
| Monetary Variation | 2198 | 289 |
| Equity Income | 1923 | 275 |
| Operating Expenses | 1206 | 717 |
| 3Q 01 | 1206 | |

Equity Income * R\$ million

| | |
|-------|-----|
| 1Q 00 | 251 |
| 2Q 00 | 229 |
| 3Q 00 | 297 |
| 4Q 00 | 206 |
| 1Q 01 | 202 |
| 2Q 01 | 270 |
| 3Q 01 | -5 |

* Excluding capital gains from assets sales

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EBITDA - Aluminum R\$ million

| | ALBRAS ----- | ALUNORTE ----- |
|-------|-----------------|-------------------|
| 1Q 00 | 114 | 51 |
| 2Q 00 | 88 | 45 |
| 3Q 00 | 106 | 45 |
| 4Q 00 | 117 | 35 |
| 1Q 01 | 122 | 51 |
| 2Q 01 | 137 | 65 |
| 3Q 01 | 25 | 64 |

RECORD QUARTERLY EBITDA: R\$ 986 MILLION

EBITDA in 3Q01 amounted to R\$ 986 million, the highest quarterly figure achieved in the Company's history. This was 27.2% higher than that reported in 2Q01 and almost double that achieved in 3Q00. Dividends received totalled R\$ 114 million, representing 11.6% of EBITDA.

EBITDA margin in 3Q01 was recorded at 55.5%, also the highest in CVRD's history. Company's capacity to convert revenues into operational profits was enhanced by the weakness of the BRL.

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The quarter-on-quarter EBITDA increase of R\$ 211 million was the result of a R\$ 237 million rise in net operating revenues and R\$ 58 million in dividends received, though this was partially offset by a rise in the cost of goods sold (COGS) of R\$ 58 million and an increase in administrative expenses of R\$ 19 million.

In the first nine months of 2001, EBITDA totalled R\$ 2.450 billion, compared to R\$ 1.786 billion in the same period a year earlier, up, therefore by 37.0%.

Operational cash generation in 3Q01 amounted to R\$ 1.169 billion, 34.4% higher than in the previous quarter and up 160.4% YoY. In the first nine months of 2001, operating cash flow amounted to R\$ 3.157 billion, some 2.3 times the amount generated in the same period last year of R\$ 1.349 billion.

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EBITDA X EBITDA Margin (R\$ million)

| | EBITDA | EBITDA margin (%) |
|-------|--------|-------------------|
| 1Q 00 | 543 | 0.484 |
| 2Q 00 | 632 | 0.507 |
| 3Q 00 | 611 | 0.483 |
| 4Q 00 | 618 | 0.458 |
| 1Q 01 | 689 | 0.522 |
| 2Q 01 | 775 | 0.503 |
| 3Q 01 | 986 | 0.555 |

| | 1Q 00 | 2Q 00 | 3Q 00 | 4Q 00 | 1Q 01 | 2Q 01 | 3Q 01 |
|--------------------|-------|-------|-------|-------|-------|-------|-------|
| Dividends Received | 27 | 24 | 66 | 5 | 82 | 56 | 114 |

EBITDA adjusted by the inclusion of dividends received

Factors that Affected EBITDA R\$ million

| | | |
|---|------|-----|
| 2Q 01 | 775 | |
| Net Revenues | 775 | 237 |
| Dividends Received | 1012 | 58 |
| Other Expenses | 1070 | 6 |
| Depreciation, Depletion and Amortization | 1076 | 1 |
| Research and Development | 1068 | 9 |
| SG&A | 1044 | 24 |
| COGS | 986 | 58 |
| 3Q 01 | 986 | |

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Operational Cash Flow -- R\$ million

| | |
|-------|------|
| 1Q 00 | 305 |
| 2Q 00 | 595 |
| 3Q 00 | 449 |
| 4Q 00 | 498 |
| 1Q 01 | 1118 |
| 2Q 01 | 870 |
| 3Q 01 | 1169 |

[GRAPHIC OMITTED] INVESTMENTS

Investments made in 3Q01 amounted to US\$ 199.4 million, compared to US\$ 123.9 million in 2Q01. In the first nine months of this year, excluding acquisitions, capital expenditure amounted to US\$ 423.0 million, compared to US\$ 376 million in the same period last year. Adding the US\$ 566 million spent on the acquisition of Ferteco, capital expenditure for the year to date amounted to US\$ 989.9 million.

Construction of the Sao Luis pellet plant has already absorbed US\$ 106.9 million in 2001, US\$ 66.5 million of which was spent on industrial installations and US\$ 40.4 million on mine, railroad and port infrastructure. Also in the iron ore mining segment, further investments of US\$ 20.5 million were made in the purchase of railcars and locomotives, US\$ 3.1 million for the construction of a third stock marshalling yard in the Northern System, US\$ 2.4 million on extending the useful life of the Timbopeba mine in the Southern System, and US\$ 1.6 million on Pier III at the Ponta da Madeira terminal in Sao Luis.

In the non-ferrous minerals segment, the main investments were: a US\$ 17.8 million capital injection into PPSA, a producer of kaolin, US\$ 8.0 million on the Sossego copper project and US\$ 2.8 million on enlarging the production capacity of the potash mine. In the logistics segment, the main capital expenditure items were: the purchase of railcars and locomotives, US\$ 8.0 million, and expansion of the Praia Mole maritime terminal, US\$ 1.7 million. Hydroelectric plant construction has absorbed US\$ 28.3 million so far in 2001.

Maintenance expenses accounted for US\$ 134.3 million and geological research, US\$ 17.6 million, in the period from January to September of this year.

DEBT

As of September 30, 2001, CVRD total debt, adjusted for debts and credits against subsidiaries and affiliates, was US\$ 1.88 billion. Net debt, as measured by the difference between total debt and cash and marketable securities holdings of CVRD and its wholly-owned overseas subsidiaries, was only US\$ 236 million.

Therefore, Company's financial leverage was extremely low, 5.3%. Debt coverage indicators were very good as well: net debt/EBITDA was 0.21x and EBITDA/gross interest expenses 6.85x.

DEBT LEVERAGE AND COVERAGE

3T 00 2T 01 3T 01 9M 00 9M 01

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| | | | | | |
|------------------------------------|-------|-------|------|-------|------|
| Net Debt / (Net Debt + Equity) (%) | 13.8% | 12.5% | 5.3% | 13.8% | 5.3% |
| Net Debt / LTM EBITDA | 0.72 | 0.59 | 0.21 | 0.72 | 0.21 |
| EBITDA / Gross Interest Expenses | 4.30 | 5.70 | 6.85 | 5.10 | 6.06 |

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SELECTED FINANCIAL INDICATORS - PARENT COMPANY

R\$ million

| | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
|-------------------------------|-------|-------|-------|-------|-------|
| Gross Revenues | 1,315 | 1,594 | 1,838 | 3,765 | 4,807 |
| Gross Margin (%) | 49.1 | 47.7 | 51.4 | 49.7 | 48.9 |
| Net Earnings | 499 | 546 | 1,206 | 1,600 | 2,412 |
| EBITDA * | 611 | 775 | 986 | 1,786 | 2,450 |
| EBITDA Margin (%) | 48.3 | 50.3 | 55.5 | 49.2 | 52.8 |
| Net Operating Cash Flow | 449 | 870 | 1,169 | 1,349 | 3,157 |
| ROE annualized (%) | 18.9 | 19.5 | 43.2 | 20.2 | 28.8 |
| Gross Debt (US\$ million) | 3,005 | 3,309 | 2,877 | 3,005 | 2,877 |
| Net Debt (US\$ million) | 1,976 | 2,295 | 1,233 | 1,976 | 1,233 |
| Exports (US\$ million) | 405 | 397 | 449 | 1,176 | 1,228 |
| Investments (US\$ million) ** | 102 | 124 | 199 | 376 | 424 |

* adjusted by the inclusion of dividends received

** acquisitions not included

FINANCIAL STATEMENT - PARENT COMPANY

R\$ million

| | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
|--------------------------|-------|-------|---------|---------|---------|
| Gross Operating Revenues | 1,315 | 1,594 | 1,838 | 3,765 | 4,807 |
| Value Added Tax | (51) | (53) | (60) | (133) | (167) |
| Net Operating Revenues | 1,264 | 1,541 | 1,778 | 3,632 | 4,640 |
| Cost of Goods Sold | (644) | (806) | (864) | (1,827) | (2,371) |
| Gross Income | 620 | 735 | 914 | 1,805 | 2,269 |
| Gross Margin (%) | 49.1 | 47.7 | 51.4 | 49.7 | 48.9 |
| Equity Income * | 297 | 270 | (5) | 777 | 467 |
| Operating Expenses | (429) | (560) | (1,361) | (966) | (2,502) |
| Selling | (23) | (28) | (33) | (49) | (86) |
| General & Administrative | (62) | (70) | (89) | (156) | (215) |
| Financial Expenses | (142) | (136) | (144) | (350) | (404) |
| Financial Revenues | 42 | 46 | (38) | 195 | 75 |
| Monetary Variation | (33) | (184) | (473) | (58) | (988) |
| Research & Development | (26) | (21) | (30) | (60) | (71) |
| Others | (185) | (167) | (851) | (488) | (1,109) |
| Operating Income | 488 | 445 | (749) | 1,616 | (63) |
| Non Operating Income | (10) | 59 | 1,479 | (9) | 1,890 |
| Income Taxes | 21 | 42 | 476 | (7) | 585 |
| Net Earnings | 499 | 546 | 1,206 | 1,600 | 2,412 |
| Earnings per Share (R\$) | 1.296 | 1.418 | 3.138 | 4.157 | 6.276 |

* excluding capital gains from asset sales

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| BALANCE SHEET - PARENT COMPANY | | | | | R\$ million | |
|--------------------------------------|--------|--------|--------|--------|-------------|--|
| | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 | |
| Assets | | | | | | |
| Current Assets | 3,867 | 5,449 | 5,281 | 3,867 | 5,281 | |
| Long Term Assets | 2,066 | 2,511 | 2,316 | 2,066 | 2,316 | |
| Permanent Assets | 12,649 | 13,591 | 15,986 | 12,649 | 15,986 | |
| Total | 18,582 | 21,551 | 23,583 | 18,582 | 23,583 | |
| Liabilities and Stockholders' Equity | | | | | | |
| Current Liabilities | 3,335 | 4,223 | 5,074 | 3,335 | 5,074 | |
| Long Term Liabilities | 4,665 | 6,153 | 7,336 | 4,665 | 7,336 | |
| Stockholders' Equity | 10,582 | 11,175 | 11,174 | 10,582 | 11,174 | |
| Capital | 3,000 | 4,000 | 4,000 | 3,000 | 4,000 | |
| Reserves | 7,582 | 7,175 | 7,174 | 7,582 | 7,174 | |
| Total | 18,582 | 21,551 | 23,584 | 18,582 | 23,584 | |

| EQUITY INCOME BY BUSINESS AREA* | | | | | R\$ million | |
|---------------------------------|-------|-------|-------|-------|-------------|--|
| | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 | |
| Ferrous | | | | | | |
| Iron Ore and Pellets | 106 | 141 | 93 | 233 | 337 | |
| Manganese and Ferro-Alloys | 4 | 27 | 26 | 10 | 54 | |
| Non-Ferrous | | | | | | |
| Transportation | (4) | 24 | (86) | (40) | (25) | |
| Shareholding Interests | | | | | | |
| Steel | 32 | 26 | 70 | 131 | 123 | |
| Pulp and Paper | 58 | 12 | 13 | 160 | 41 | |
| Aluminum | 98 | 39 | (125) | 278 | (69) | |
| Fertilizers | 3 | 1 | 4 | 5 | 6 | |
| Energy | -- | -- | -- | -- | -- | |
| Total | 297 | 270 | (5) | 777 | 467 | |

* excluding capital gains from asset sales

CAPEX - 9M 01

| By business area | US\$ | | By category | US\$ | |
|------------------|---------|-------|-------------|---------|-------|
| | million | % | | million | % |
| ----- | ----- | ----- | ----- | ----- | ----- |

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| | | | | | |
|----------------------|-------|--------|--------------------------|-------|--------|
| Ferrous Minerals | 272.1 | 64.2% | Equity Investment | 31.3 | 7.4% |
| Transportation | 19.0 | 4.5% | Maintenance | 134.3 | 31.7% |
| Non Ferrous Minerals | 51.9 | 12.2% | Projects | 226.6 | 53.4% |
| Energy | 71.7 | 16.9% | Geological Exploration | 17.6 | 4.2% |
| Others | 9.2 | 2.2% | Environmental Protection | 0.5 | 0.1% |
| | | | Information Technology | 9.8 | 2.3% |
| | | | Technological Research | 3.8 | 0.9% |
| | | | | | |
| Total | 423.9 | 100.0% | Total | 423.9 | 100.0% |

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ALUMINUM - SELECTED FINANCIAL INDICATORS - NON-AUDITED

| | R\$ million | | | | |
|----------------------------|-------------|-------|-------|-------|-------|
| MRN | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ---- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 111 | 124 | 139 | 296 | 350 |
| Cost of Goods Sold | (53) | (58) | (60) | (149) | (156) |
| Financial Results | 1 | (2) | (2) | 6 | (4) |
| Net Earnings | 57 | 55 | 52 | 146 | 144 |
| Gross Margin (%) | 52.7 | 53.2 | 56.8 | 49.7 | 55.4 |
| EBITDA | 67 | 75 | 88 | 173 | 220 |
| EBITDA Margin (%) | 60.6 | 60.5 | 63.3 | 58.4 | 62.9 |
| | | | | | |
| ALUNORTE | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 139 | 188 | 177 | 425 | 515 |
| Cost of Goods Sold | (99) | (129) | (122) | (299) | (358) |
| Financial Results | (35) | (76) | (157) | (77) | (330) |
| Net Earnings | 17 | (17) | (128) | 44 | (189) |
| Gross Margin (%) | 28.4 | 31.4 | 31.1 | 29.6 | 30.5 |
| EBITDA | 45 | 65 | 64 | 141 | 180 |
| EBITDA Margin (%) | 32.3 | 34.6 | 36.2 | 33.2 | 35.0 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | 39 | - | - | 39 | - |
| - Long Term | 420 | 395 | 429 | 420 | 429 |
| Total | 459 | 395 | 429 | 459 | 429 |
| | ===== | ===== | ===== | ===== | ===== |
| | | | | | |
| ALBRAS | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 251 | 308 | 278 | 748 | 863 |
| Cost of Goods Sold | (147) | (176) | (169) | (440) | (507) |
| Financial Results | (48) | (114) | (188) | (94) | (421) |
| Net Earnings | 92 | 9 | (196) | 215 | (188) |
| Gross Margin (%) | 41.4 | 42.9 | 39.2 | 41.2 | 41.3 |
| EBITDA | 106 | 137 | 25 | 309 | 284 |
| EBITDA Margin (%) | 42.4 | 44.5 | 9.0 | 41.3 | 32.9 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | 143 | 127 | 95 | 143 | 95 |
| - Long Term | 576 | 496 | 497 | 576 | 497 |
| Total | 719 | 623 | 592 | 719 | 592 |
| | ===== | ===== | ===== | ===== | ===== |

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| VALESUL | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
|----------------------------|-------|-------|-------|-------|-------|
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 75 | 99 | 77 | 193 | 236 |
| Cost of Goods Sold | (56) | (68) | (55) | (140) | (164) |
| Financial Results | (1) | 4 | (9) | (3) | (8) |
| Net Earnings | 8 | 16 | 12 | 28 | 36 |
| Gross Margin (%) | 26.1 | 31.3 | 28.6 | 27.5 | 30.5 |
| EBITDA | 32 | 22 | 28 | 95 | 68 |
| EBITDA Margin (%) | 42.5 | 22.2 | 36.4 | 49.2 | 28.8 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | 22 | 2 | - | 22 | - |
| - Long Term | 3 | 2 | 3 | 3 | 3 |
| | ----- | ----- | ----- | ----- | ----- |
| Total | 26 | 4 | 3 | 26 | 3 |
| | ===== | ===== | ===== | ===== | ===== |

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Press Release 3Q01

IRON ORE AND PELLETS - SELECTED FINANCIAL INDICATORS - NON-AUDITED

R\$ million

| HISPANOBRAS | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
|----------------------------|-------|-------|-------|-------|-------|
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 70 | 64 | 73 | 159 | 190 |
| Cost of Goods Sold | (55) | (54) | (60) | (133) | (158) |
| Financial Results | 1 | 1 | 4 | 3 | 7 |
| Net Earnings | 6 | 5 | 10 | 13 | 22 |
| Gross Margin (%) | 21.0 | 15.6 | 17.8 | 16.4 | 16.8 |
| EBITDA | 16 | 13 | 17 | 31 | 39 |
| EBITDA Margin (%) | 23.6 | 20.3 | 23.3 | 19.5 | 20.5 |
| | | | | | |
| NIBRASCO | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 110 | 151 | 109 | 328 | 384 |
| Cost of Goods Sold | (90) | (126) | (102) | (277) | (335) |
| Financial Results | (1) | 1 | (8) | 8 | (7) |
| Net Earnings | 11 | 13 | (34) | 25 | (18) |
| Gross Margin (%) | 18.6 | 16.6 | 6.4 | 15.5 | 12.8 |
| EBITDA | 22 | 21 | 24 | 47 | 55 |
| EBITDA Margin (%) | 19.9 | 13.9 | 22.0 | 14.3 | 14.3 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | - | - | - | - | - |
| - Long Term | - | - | 7 | - | 7 |
| Total | - | - | 7 | - | 7 |
| | | | | | |
| ITABRASCO | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 52 | 57 | 59 | 152 | 165 |
| Cost of Goods Sold | (47) | (45) | (52) | (136) | (143) |
| Financial Results | - | 2 | 2 | 1 | 7 |
| Net Earnings | 2 | 18 | 4 | 7 | 24 |
| Gross Margin (%) | 9.6 | 21.1 | 11.9 | 10.5 | 13.3 |
| EBITDA | 4 | 11 | 10 | 15 | 23 |
| EBITDA Margin (%) | 8.6 | 19.3 | 16.9 | 9.9 | 13.9 |
| | | | | | |
| KOBRASCO | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |

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| ----- | ----- | ----- | ----- | ----- | ----- |
|----------------------------|-------|-------|-------|-------|-------|
| Net Operating Revenues | 52 | 70 | 91 | 165 | 222 |
| Cost of Goods Sold | (41) | (56) | (68) | (129) | (171) |
| Financial Results | (13) | (24) | (52) | (23) | (107) |
| Net Earnings | (1) | (7) | (72) | 8 | (91) |
| Gross Margin (%) | 20.7 | 20.0 | 25.3 | 21.8 | 23.0 |
| EBITDA | 12 | 16 | 24 | 39 | 56 |
| EBITDA Margin (%) | 24.2 | 22.9 | 26.4 | 23.6 | 25.2 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | -- | 20 | -- | -- | -- |
| - Long Term | 189 | 101 | 120 | 189 | 120 |
| Total | 189 | 121 | 120 | 189 | 120 |

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IRON ORE AND PELLETS - SELECTED FINANCIAL INDICATORS - NON-AUDITED

R\$ million

| SAMARCO | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
|----------------------------|-------|-------|-------|-------|-------|
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 161 | 191 | 167 | 513 | 555 |
| Cost of Goods Sold | (78) | (81) | (73) | (268) | (250) |
| Financial Results | (26) | (32) | (111) | (124) | (207) |
| Net Earnings | 31 | 29 | (48) | (14) | (11) |
| Gross Margin (%) | 51.6 | 57.6 | 56.3 | 47.8 | 55.0 |
| EBITDA | 95 | 88 | 82 | 250 | 264 |
| EBITDA Margin (%) | 59.1 | 46.1 | 49.1 | 48.7 | 47.6 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | 158 | 142 | 140 | 158 | 140 |
| - Long Term | 168 | 133 | 119 | 168 | 119 |
| Total | 325 | 275 | 259 | 325 | 259 |
| | | | | | |
| SAMITRI | 3Q 00 | 2Q 01 | 3Q 01 | 9M 00 | 9M 01 |
| ----- | ----- | ----- | ----- | ----- | ----- |
| Net Operating Revenues | 90 | 92 | 5 | 262 | 209 |
| Cost of Goods Sold | (34) | (55) | 0 | (102) | (97) |
| Equity Income | 14 | 20 | (27) | (1) | 1 |
| Financial Results | (7) | (6) | (7) | (19) | (24) |
| Net Earnings | 17 | 23 | (31) | (48) | 1 |
| Gross Margin (%) | 62.5 | 40.2 | 100.0 | 61.1 | 53.6 |
| EBITDA | 15 | 24 | 6 | 43 | 54 |
| EBITDA Margin (%) | 16.9 | 26.1 | 120.0 | 16.4 | 25.8 |
| Net Debt (in US\$ million) | | | | | |
| - Short Term | 48 | 24 | 11 | 48 | 11 |
| - Long Term | 17 | 9 | - | 17 | - |
| Total | 65 | 33 | 11 | 65 | 11 |

For further information, contact:

Roberto Castello Branco castello@cvrdr.com.br +55-21-3814-4540
 Andreia Reis andreis@cvrdr.com.br +55-21-3814-4643

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Barbara Geluda
Daniela Tinoco

geluda@cverd.com.br
daniela@cverd.com.br

+55-21-3814-4557
+55-21-3814-4946

Website: www.cverd.com.br

"Some of the statements included in this report are forward-looking statements. These statements are subject to specific products market changes and general local and global macroeconomic performance. In addition, they involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of CVRD to be materially different from any future results, performance or achievements of CVRD expressed or implied by the forward-looking statements."