VALLEY OF THE RIO DOCE CO
Form 6-K
November 15, 2002

United States
Securities and Exchange Commission
Washington, D.C. 20549

FORM 6-K

Report of Foreign Private Issuer
Pursuant To Rule 13a-16 or 15d-16
of the
Securities Exchange Act of 1934

For the month of

November 2002

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

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

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

(Check One) Form 20-F X Form 40-F ___

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

(Check One) Yes ___ No X

(If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b). 82-___.)

Companhia Vale do Rio Doce

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This current report on Form 6-K is hereby incorporated by reference into the Registration Statement on Form F-4 of Companhia Vale do Rio Doce and Vale Overseas Limited, File No. 333-84696.

US GAAP

BOVESPA: VALE3, VALE5
NYSE: RIO, RIOPR
LATIBEX: XVALO, XVALP

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Companhia Vale do Rio Doce
PRESS RELEASE 3Q02

COMPANHIA VALE DO RIO DOCE
THIRD QUARTER PERFORMANCE IN 2002

THE FINANCIAL AND OPERATIONAL INFORMATION CONTAINED IN THIS PRESS RELEASE, EXCEPT WHETHER OTHERWISE INDICATED, IS BASED ON CONSOLIDATED FIGURES, ACCORDING TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES IN THE UNITED STATES OF AMERICA (US GAAP). THE MAIN SUBSIDIARIES OF CVRD WHICH FORM PART OF THESE CONSOLIDATED FIGURES ARE: RDME, SIBRA, FERTECO, URUCUM MINERACAO, PARA PIGMENTOS, DOCENAVE, ALUVALE, ALUNORTE, FLORESTAS RIO DOCE, CELMAR, RIO DOCE EUROPA, ITACO, CVRD OVERSEAS AND RIO DOCE FINANCE INTERNATIONAL.

Rio de Janeiro, 13 November 2002 - Companhia Vale do Rio Doce (CVRD) has reported accumulated net earnings in the first nine months of the year of US$ 111 million, the equivalent of US$ 0.29 per share, compared to US$ 585 million in the same period a year earlier. In the third quarter of 2002 (3Q02), it obtained a loss of US$ 150 million, corresponding to US$ 0.39 per share.

The depreciation of the Real (BRL) against the US dollar (USD) was the main factor behind this quarterly loss, due to the strong impact on net liabilities in foreign currency.

The BRL/USD exchange rate on the last day of 3Q02, relevant for the calculation of the exchange rate effect on net foreign exchange liabilities, was BRL 3.8949/USD, up 36.9% relative to the rate recorded on the last day of 2Q02, of BRL 2.8444/USD. The average daily exchange rate in 3Q02, which affects CVRD's cash flow and operating income, was BRL 3.1227/USD, a 25% increase over the previous quarter, of BRL 2.4408/USD.

CVRD's cash flow is positively correlated to the appreciation in the USD against the BRL, due to the asymmetry between revenues and expenses in regard to currency composition. For example, in the first nine months of 2002 84% of gross revenues were denominated in USD while 72% of the cost of goods sold (COGS) was denominated in BRL.

The Board of Directors of CVRD has approved the payment of interest on shareholders equity of R$ 2.68 per share, totalling R$ 1.029 billion, which will be paid out from December 10, 2002. Therefore, in this year CVRD will have distributed to its shareholders R$ 4.985 per share, totalling R$ 1.915 billion, taking into account the amount of R$ 2.305 per share paid from April 30, 2002. The average dividend yield in USD of CVRD's shares in the period 1997/2001 was 6.5%, 120 basis point higher than the average yield of 10 year U.S. Treasury Bonds. For 2002, it is estimated that the dividend yield will be close to the average of the last five years.

Gross revenues in the third quarter amounted to US$ 1.133 billion, up by 5.8% compared with 2Q02, and 6.4% compared with the same quarter a year earlier. Revenues for the first nine months of the year amounted to US$ 3.191 billion,

Cash generation as measured by EBITDA (earnings before interest, taxes, depreciation and amortization) amounted to US$ 483 million in 3Q02, 5.9% higher than in 2Q02 and 1.8% lower than in 3Q01. EBITDA for the first nine months of the year amounted to US$ 1.383 billion.

Free cash flow, after investments, was US$ 541 million in 3Q02, amounting to US$ 1.069 billion in the year. Capital expenditures of CVRD totalled US$ 195.7 million and US$ 615.7 million in the first nine month of 2002.

The iron ore and pellets volume shipped amounted to 42.388 million tons, a new quarterly record, up 3.1% on 2Q02 and up 11.4% on 3Q01. Sales volume for the first nine months of 2002 amounted to 120.2 million tons.

By the same token, general cargo transportation (cargo other than iron ore and pellets) set a new quarterly record. CVRD's railroads (Carajas and Vitoria a Minas) transported 3.89 billion net ton kilometres (ntk).

During the first nine months of the year 10.946 billion ntk were transported compared to 9.770 billion in the same period in 2001, therefore showing an increase of 12%. This performance began to reflect focus on maximising the use of transportation assets, which is being achieved through greater integration between CVRD's own assets, exploitation of intermodal connections and the offering of new services, such as the scheduled trains.

At the end of 3Q02, CVRD's total debt amounted to US$ 3.579 billion, down from the level of US$ 3.914 billion on June 30, 2002. Debt leverage and interest coverage indicators continued at comfortable levels. On September 30, 2002, total debt was 2.02 times LTM EBITDA and equivalent to 29% of the Company's total assets, while in 3Q02, EBITDA was 9.29 times interest expenses.

RELEVANT EVENTS

CORPORATE GOVERNANCE

Continuing the implementation of the Corporate Governance model announced in October 2001, which is based on the principles of transparency in the decision-making process and the definition of clear roles and responsibilities, CVRD has been developing new initiatives designed to improve Corporate Governance practices. These efforts seek to emphasize the transparency of information and the protection of investors' rights.

At the end of July 2002, the Company announced its DISCLOSURE POLICY, in accordance with the best investor relations practices, with the main aim of presenting a global and simultaneous spread of information to capital markets and minimising the risk of an information imbalance.

Today, the Company is releasing three important documents.

1. DIVIDEND POLICY, which has two basic objectives: (a) increase predictability in the distribution of dividends and/or interest on shareholders equity; (b) increase the correlation between the remuneration to shareholders and free cash flow performance, linking this policy more closely to the Company's financial management. The reduction in uncertainty is to be achieved by the announcement, until January 31 of each year, of a minimum amount per share, denominated in USD, to be paid to shareholders in April and October. Thus the distribution periodicity will be known and the exchange rate risk for investors not resident in Brazil will be eliminated, an innovative and a pioneering move by CVRD in shareholder remuneration policy in Latin America.

2. SECURITIES TRADING POLICY, which specifies the occasions when, and the mechanisms through which the Company's executives can trade securities issued by CVRD and its subsidiaries, seeking to minimize the possible use of privileged information for personal benefit.

3. CODE OF ETHICS AND STANDARDS OF PROFESSIONAL CONDUCT FOR MEMBERS OF THE FINANCIAL AREA, which defines a code of conduct of the highest ethical standards for the professionals in this area of the Company, who in their business activities deal with privileged information and large sized financial transactions.

RISK MANAGEMENT

The Board of directors of CVRD approved prudential rules for financial investments (cash management) and commercial risk management criteria.

DIVESTITURES

The sale of the assets of Florestas Rio Doce was completed for US$ 52.3 million, resulting in a capital gain of US$ 49 million. This transaction concludes the divestiture of CVRD's pulp and paper assets, as determined by its strategic directives. The forestry assets of Celmar are likely to be used in projects linked to the mining and metals businesses, which are currently under analysis.

SHAREHOLDERS DEBENTURES

On October 4, 2002 the CVM (the Brazilian Securities Commission) authorised the registry with the SND - Sistema Nacional de Debentures (the National Debenture System), of Shareholders Debentures that were issued by CVRD at the time of its privatization in 1997 as a way of guaranteeing to all its shareholders prior to privatization, including the Brazilian government, the right to participate in the net revenues derived from the exploration of specific mineral deposits of the Company and some of its subsidiaries. From October 28, 2002, the trading of these securities was authorised by the SND. More detailed information on these debentures can be found on CVRD's website (www.cvrd.com.br), Investor Relations section under Shareholders Information, Debentures.

PUBLIC OFFERING FOR THE PURCHASE OF SHARES IN COMPANHIA PAULISTA DE FERRO LIGAS

On November 26, 2002 at 1.30 p.m. on Bovespa - Sao Paulo Stock Exchange, an auction will be held to repurchase shares of Companhia Paulista de Ferro Ligas, a ferro-alloys company controlled by CVRD. The purpose of this transaction is to acquire the remaining 6% of the capital still owned by minority shareholders, and subsequently delist the company. The price of the offer is R$ 15.80 per share, corrected by the variation in the TR index (reference rate) calculated pro rata die, from September 2nd, 2002 to the date of settlement of the auction held on Bovespa. The price set incorporates a 45.5% premium to the average trading price of the shares over the thirty trading days prior to the price being set and a premium of 7.9% over the book value of the shares as at June 30th, 2002.

THE SHORT TERM OUTLOOK

Recent statistics reveal that the global economy is recovering much more slowly than had been expected at the beginning of the year. Probably 2003 will be the third year running of growth below the long term trend in the global economy, which has progressed over the past three decades at an average annual rate of 3.5%. This is due, in large part, to the absence of an engine to lead global economic expansion.

This role was played in the latter half of the nineties by the US, responsible for 40% of global economic growth in this period. Despite the fact that US GDP grew by 3.1% in 3Q02, the outlook is not good. A substantial part of this expansion in 3Q02 was explained by a rise in car sales, stimulated by aggressive incentive policies, and leading indicators of economic activity have been suggesting a slowdown in the

growth rate. This situation has led the Federal Reserve Bank to cut the short term interest rate by 50 basis points to 1.25% per year, the lowest rate in nominal terms since 1961.

In the Eurozone, economic growth has been extremely modest and future expectations are pessimistic. Recently, the IMF revised its predictions for Euroland GDP growth to 0.75% in 2002 and 2% in 2003. In Japan, the recovery driven by external demand has losed steam. The behaviour of leading indicators suggest that the fragile Japanese recovery has already reached its peak and a return to recession has become increasingly probable.

China appears as an oasis of prosperity in this low expansion environment. Export growth, investment in infrastructure and foreign direct investment are fuelling GDP growth of 8% a year in that country. One of the consequences of the rapid growth in China is its economy's increasing influence on mining and metals markets, such as iron ore, steel, alumina, copper and aluminum.

Global steel production is rising at growing rates this year. In the first nine months of 2002, steel output was up by 5.1% in relation to the same period in 2001, and September showed an increase of 8.5% on the same month in the previous year.

The current dynamism in the steel market has therefore been not only directly affected by China, whose steel production is expanding at 25% a year, but also indirectly by growth in its imports, which amounted to 17.2 million tons between January and September, and are mainly supplied by Japan.

The International Institute for Steel and Iron (IISI) projects a 4.2% growth in the steel global demand in 2002 and 4.9% in 2003, based mainly in the strong Chinese demand expansion.

At the same time, there was a substantial recovery in the price of steel products, the CRUspi index showing a variation of 35.6% between December 2001 and the end of October this year. Usually, the steel prices recovery cycle takes from 15 to 18 months.

The pace in the seaborne demand for iron ore and pellets has seen an upturn, with an expected increase of 20 million tons for 2002 for a forecast total of 470 million tons. The Company expects a continuation of this strong demand and that the seaborne market will reach 490 million tons in 2003.

Chinese imports in the period January to September rose 23.8% in relation to 2001, rising from 67.1 million tons to 83.1 million tons. It is very probable that the estimate of 110 million tons for 2002 will be met. In the first nine months of the year, CVRD's market share in China was 16%. Japan, the world's largest importer of iron ore, purchased 95.7 million tons in the first nine months of the year, compared to 94.8 million in 2001.

The rise in the cost of maritime freight, also widening the freight spreads for iron ore shipped from Brazil to China, and that shipped from Australia to China, by some US$ 2.50 per ton, in large part reflected the strong Chinese demand for iron ore. In the iron ore upcycle freight spreads tend to widen, and vice-versa.

The growing sophistication in Chinese steel plants, seeking to mix their domestic ore which has a low iron content and a high level of impurities with high quality ore, is favouring, and should continue to favour CVRD, a high quality ore supplier. The difference in quality represents an important compensating factor in offsetting the competitive disadvantage of geographical distance.

In the case of aluminum, despite the recovery in demand, there has been excessive growth in global supply. This is because various aluminum smelters, which were shut down during the power crisis on the Pacific Northwest, have re-started operations, causing a build-up in stock levels and keeping prices relatively low.

Furthermore, the global production capacity of primary aluminium is likely to increase by approximately 2.5 million tons between 2003 and 2005, which will probably prevent any vigorous price recovery,

possibly forcing the closure of smelters with a high cost of production. In this context, Albras, one of the lowest cost producers in the world, should continue to obtain good profit margins.

Alumina, CVRD's strategic focus in this segment, is likely to benefit from expected growth in Chinese imports and the expansion in production capacity of primary aluminum by companies who do not have sufficient domestic supplies of this raw material. In January 2003, Alunorte's stage 3 should begin to operate, increasing its annual nominal production capacity to 2.4 million tons. Alunorte nominal production capacity can be expanded up to 6.1 million tons of alumina per year.

REVENUES AND SALES VOLUMES

Sales volume of iron ore and pellets in 3Q02 reached a record level of 42.388 million tons, surpassing the previous record of 41.098 million tons achieved in 2Q02. In the first nine months of 2002, shipments totalled 120.2 million tons, an increase of 8.5% compared to the same period a year earlier.

The average iron ore and pellets sales prices in the quarter were US$ 15.23 per ton and US$ 30.54 per ton, respectively.

Pellet sales amounted to 4.847 million tons, down 1.9% on the previous quarter but 9.4% higher YoY. In 3Q02 CVRD purchased 2.749 million tons from its pellet joint ventures for resale to its customers. In 2Q02 these purchases amounted to 3.049 million tons, while the total for the first nine months of the year amounted to 7.568 million tons, compared to 7.553 million tons in the same period of last year.

Iron ore volumes sold by CVRD Parent Company to China totalled 13.6 million tons in the first nine months of the year, up 18.3% compared to the same period in 2001. The Chinese market in 2002 became the Parent Company's second largest market, accounting for 13% of sales, being only exceeded by the Brazilian domestic market, with 15%.

CONSOLIDATED SALES OF IRON ORE AND PELLETS

thousand to

	3Q 01	%	2Q 02	%	3Q02	
Iron Ore	33,624	88.4%	36,159	88.0%	37,541	88.6
Pellets	4,430	11.6%	4,939	12.0%	4,847	11.4
Total	38,054	100.0%	41,098	100.0%	42,388	100.0

Sales of manganese and ferro-alloys also saw a good performance in 3Q02. 213,000 tons of manganese were sold compared to 120,000 in 2Q02 and 352,000 in 3Q01, when due to power rationing in Brazil, CVRD was forced to cut production of ferro-alloys and sell most of its manganese production in the market. Ferro-alloys sales totalled 176,000 tons in 3Q02, compared to 93,000 tons in 2Q02 and 135,000 tons in 3Q01.

Railroad general cargo transportation for customers achieved a new record in 3Q02, with the shipment of 3.89 billion net ton kilometres (nkt), 6.4% higher than in 2Q02 and 16.5% higher than in 3Q01. In the first nine months of the year, CVRD's railroads (EFVM and EFC) transported 10.946 billion nkt of general cargo, compared to 9.777 billion nkt in the same period in 2001. Part of this growth is explained by CVRD's increased participation in the transport of agricultural products, particularly grains, an operation that has made the integration between CVRD's transportation assets of particular importance, on such links as FCA - EFVM - the Port of Tubarao, as well as Norte Sul Railroad (state owned railway network operated by CVRD) - EFC - the Port of Ponta da Madeira.

FCA, a railroad in which CVRD is a shareholder, as well as being the operator, transported 2.209 billion ntk in 3Q02 compared to 2.253 billion ntk in 2Q02 and 2.167 billion ntk in 3Q01.

Railroad's productivity indic ators showed an improvement in the quarter. EFVM transported 0.96 million ntk per locomotive in service, per day, compared to 0.95 million in 2Q02, while for EFC this index remained constant at 1.91 million ntks. The fleet of waggons was more intensively used for general cargo on both railroad networks. EFVM transported 5,540 ntk per waggon in service per day in 3Q02 compared to 4,810 in 2Q02 and EFC, 16,340 ntk compared to 15,960 ntk in 2Q02.

GENERAL CARGO RAILROAD TRANSPORTATION

million ntk

	1Q 01	2Q 01	3Q 01	4Q 01	1Q 02	2Q 02	3Q 02
EF Vitoria a Minas	2,643	2,890	2,844	2,791	2,737	2,807	3,049
EF Carajas	356	543	494	423	664	848	841
Total	2,999	3,433	3,338	3,214	3,401	3,655	3,890
Ferrovia Centro Atlantica	1,962	2,236	2,167	1,993	1,832	2,253	2,209

SALES VOLUME - CARGO TRANSPORTATION

thousand tons

	1Q 02	2Q 02	3Q 02

Railroads	12,152	12,818	13,525
Ports	4,412	9,345	8,950
Shipping	658	338	2,786

Gold sales fell sharply due to the closure of the Igarape Bahia at the end of the last quarter. CVRD, therefore, sold only 63.531 troy ounces of gold in 3Q02 compared to 111.854 in 2Q02 and 144.295 in 3Q01.

Third quarter sales of alumina, by Alunorte, with an average price of US$ 170.13 per ton, amounted to 348,000 tons. In the first nine months of the year, Alunorte sold 1.219 million tons at an average price of US$ 165 per ton. However, the operating and financial results of this company only became part of the consolidated figures from 3Q02.

Potash sales totalled 223,000 tons, 16.1% higher QoQ and 79.8% higher YoY. The Taquari-Vassouras mine is operating at full capacity - 600,000 tons per year - and all production for the year 2002 has already been pledged to clients, a performance caused by the strong growth in Brazil's agricultural sector.

VOLUME SOLD - OTHER PRODUCTS

thousand tons

	3Q 01	2Q 02	3Q 02
Gold (troy ounces)	144,295	111,854	63,531
Manganese	352	120	213
Ferro-alloys	135	93	176
Alumina	42	106	348
Aluminum	35	53	49
Bauxite	162	407	398
Potash	124	192	223
Kaolin	69	60	112

Gross operating revenues totalled US$ 1.133 billion in 3Q02, up 5.8% compared to the previous quarter and 6.4% higher than in 3Q01. In the first nine months of 2002, revenues generated amounted to US$ 3.191 billion compared to US$ 3.099 billion in the same period a year earlier.

Sales of iron ore accounted for 47.6% of total revenue, pellets 15%, transportation services 11.3%, products in the aluminum chain (bauxite, alumina and primary aluminum) 12.7%, manganese and ferro-alloys 6.9%, potash 2.4% and gold 1.9%.

Despite the growth in logistics activities, as mentioned earlier, revenues from this business have been falling in USD terms, from US$ 142 million in 3Q01 to US$ 131 million in 2Q02 and US$ 128 million in 3Q02. This is due to the sharp depreciation in the BRL, given that logistics is a local business and the prices of its services are quoted in local currency.

CVRD has stakes in two hydroelectric plants under operation: Igarapava (38.15%), with installed capacity of 210 MW, and Porto Estrela (33.33%), with installed capacity of 112 MW, both located in the state of Minas Gerais. CVRD's take in

Igarapava is dedicated to supply the energy needs of the Southern System, contributing to cost reduction, while the energy produced by Porto Estrela is sold in the market. In the first nine months of 2002, revenues derived from energy sales amounted to US$ 4 million.

GROSS REVENUE BY PRODUCT

US$ million

	3Q 01	%	2Q 02	%	3Q 02	%
Iron Ore	451	42.3%	557	52.0%	539	47.6%
Pellets	230	21.6%	146	13.6%	170	15.0%
Gold	40	3.8%	35	3.3%	21	1.9%
Transportation	142	13.3%	131	12.2%	128	11.3%
Aluminum, Alumina and Bauxite	63	5.9%	98	9.2%	144	12.7%
Manganese and Ferro-alloys	87	8.2%	65	6.1%	78	6.9%
Potash	17	1.6%	24	2.2%	27	2.4%
Kaolin	9	0.8%	9	0.8%	13	1.1%
Wood and Pulp	12	1.1%	2	0.2%	-	0.0%
Others	14	1.3%	4	0.4%	13	1.1%
Total	1,065	100.0%	1,071	100.0%	1,133	100.0%

GROSS REVENUES BY DESTINATION

US$ million

	3Q 01	%	2Q 02	%	3Q 02	%
Domestic Market	344	32.3%	345	32.2%	391	34.5%
Foreign Market						
United States	115	10.8%	30	2.8%	70	6.2%
Europe	202	19.0%	384	35.9%	379	33.5%
Middle East and Africa	3	0.3%	35	3.3%	51	4.5%
Japan	130	12.2%	69	6.4%	63	5.6%
Asia except Japan	207	19.4%	142	13.3%	117	10.3%
Latin America and others	64	6.0%	66	6.2%	62	5.5%
Total	1,065	100.0%	1,071	100.0%	1,133	100.0%

EXCHANGE RATE VOLATILITY CAUSES LOSSES IN 3Q02

The negative impact of the sharp devaluation in the BRL against the US dollar on net liabilities in foreign currency, of US$ 511 million, was higher than the operating profit of US$ 400 million, and was the determining factor in causing the loss of US$ 150 million in 3Q02.

In comparison with 2Q02, there was a reduction in COGS of US$ 44 million. This was influenced by the fall in payroll expenses of US$ 17 million, the drop in product purchases expenses (iron ore, pellets, bauxite and primary aluminum) of US$ 82 million and a reduction in depreciation and depletion provisions of US$ 48 million. On the other hand, the cost of contracted services increased by US$ 69 million.

The sale of the assets of Florestas Rio Doce in September generated a capital gain of US$ 49 million.

Sales, general and administrative expenses of US$ 79 million were up US$ 15 million in 3Q02, compared to the previous quarter. A provision for the distribution of a bonus to employees of approximately US$ 14 million also contributed to the rise in expenses.

Non-operational expenses, of US$ 46 million, included the reversal of a provision for losses in Docenave of US$ 30 million, and on the other hand, a write-off of the premium paid in the acquisition of Caemi of US$ 86 million. The total figure registered under this item was US$ 36 million higher than in the previous quarter.

According to SFAS 142, from 2002 companies are obliged to carry out a revaluation of investments acquired with a premium, as well as other investments in subsidiaries and affiliates.

In the first case, the revaluation - the impairment test - is carried out once a year comparing the fair value, estimated using discounted cash flow models, market capitalization or market multiples, with the book value of the investment, including the premium paid. CVRD has decided to carry out this procedure in the third quarter of each year, using, to estimate a fair value, the discounted cash flow method or market capitalization - for listed companies as Caemi, CST and Usiminas. In carrying out this test in this quarter it has been necessary to write down an amount of US$ 86 million, as goodwill paid for the control of Caemi, as its market value is lower than that accounted for in CVRD's books.

The revaluation of investments in subsidiaries and affiliates which do not carry a premium, is carried out each quarter. If the fair value calculated is lower than the booked value of the investment for three quarters running, the difference is considered to be a loss of a permanent nature, and a corresponding adjustment is subsequently made. In this quarter, none of CVRD's investments fell into this category.

The financial result worsened by US$ 90 million between 2Q02 and 3Q02. Losses from interest derivatives and financial expenses with related parties explain most of the deterioration in this result.

CVRD uses derivative operations to fix the rate of interest payable on its financial obligations contracted at floating rates, as well to protect itself from price fluctuations in commodities such as gold or aluminum. The fall in the Libor rate caused losses of US$ 38 million on operations of interest derivatives, which are marked to market.

In March 2001, CVRD transferred its 10.33% stake in CSN, of US$ 249 million, to Valia, its employee pension fund, cancelling the actuarial debt then existing. The contract between CVRD and Valia guarantees the latter a minimum return from the shares in CSN equal to the variation in the IGP-DI (general domestic price index) plus 6% a year. Bearing in mind that this condition was not satisfied, CVRD made a provision in this quarter of US$ 42 million, classified as a corresponding financial expense. This provision could recur in future quarters if the price performance of CSN shares on BOVESPA is lower than the minimum price guaranteed by CVRD to Valia.

The equity income result was negative in US$ 74 million in 3Q02. The effect of the BRL's depreciation on Albras's debt was the main reason for a negative equity income result of US$ 31 million from the aluminum businesses. Albra's total debt on September 30, 2002 was US$ 519 million, from which only 3.9% was short term. Its debt is decreasing over the time, passing from US$ 704.6 million on 1Q01 to US$ 519.0 million on 3Q02, representing a reduction of US$ 185.5 million.

The logistics area also had a negative contribution of US$ 28 million to the equity income result due to the impact o the BRL depreciation on the debt of FCA, MRS and Sepetiba Tecon.

CASH GENERATION

In 3Q02 CVRD generated EBITDA of US$ 483 million, up 5.9% in relation to the previous quarter and slightly lower, 1.8%, compared to 3Q01. EBITDA accumulated in the first nine months of the year amounted to US$ 1.383 billion, compared to US$ 1.387 billion in the same period a year earlier.

EBITDA margin amounted to 44.1% in 3Q02, compared to 44.4% in 2Q02 and 47.7% in 3Q01, reflecting the capacity of CVRD in converting revenues into operational profit.

Adjustment for non-cash items amounted to US$ 22 million, consisting principally of contingency provisions (US$ 13 million) and a special retirement plan (US$ 7 million). US$ 17 million was received in dividends from non-consolidated companies, which decreased US$ 13 million when compared to 2Q02.

The increase of US$ 27 million in EBITDA in relation to 2Q02 was in large part due to a rise of US$ 67 million in net operating revenues and a reduction of US$ 44 million in COGS.

EBITDA produced from the ferrous minerals businesses in 3Q02 represented 76.8% of the total. The aluminum division, with the consolidation of Alunorte, generated 8.9% of the EBITDA, non ferrous minerals, 5.4%, logistics, 7% and others, 1.9%.

Free cash flow, after investments, is growing quarter after quarter during 2002. It increased from US$ 140 million in 1Q02 to US$ 388 million in 2Q02 and US$ 541 million in 3Q02, totalling US$ 1.069 billion in the year.

EBITDA COMPOSITION

	US$ million 3Q 02
Net Operating Revenues	1,094
COGS	(550)
SG&A	(79)
Research and Development	(15)
Other Operational Expenses	(50)
Adjustment for Exceptional Non-Cash Items	22
Provision for Contingencies	13
Provision for Early-Retirement Programs	7
Pension Funds	2
Tax	(3)

Write-off Assets	3
EBIT	422
Depreciation, Depletion and Amortization	44
Dividends Received	17
EBITDA	483

DIVIDENDS RECEIVED

	US$ million 3Q 02
MRN	9
Usiminas	2
CSI	6
TOTAL	17

DEBT

CVRD'S total debt fell by US$ 335 million in 3Q02, to US$ 3.579 billion on September 30, 2002, with the payment of various obligations that fell due in this period.

The Company's cash availabilities dropped by US$ 170 million in the period, to US$ 1.402 billion at the end of 3Q02, a lower amount than that spent on paying down debt and on investments carried out in the quarter, US$ 195.7 million.

Indicators for debt leverage and interest coverage remained at comfortable levels, reflecting the Company's good financial health. Total debt was equal to 2.02 times LTM EBITDA and 29% of the value of CVRD's total assets (enterprise value). EBITDA generated in the quarter was equivalent to 9.29 times interest paid in the same period.

DEBT INDICATORS

			US$ million
	3Q 01	2Q 02	3Q 02
Gross Debt	3,143	3,914	3,579
Net Debt	1,435	2,342	2,177
Gross Debt / LTM EBITDA	1.72x	2.17x	2.02x
EBITDA / Interest Coverage	N.A.	7.35x	9.29x
Gross Debt / Total Assets	0.29x	0.27x	0.29x

CAPITAL EXPENDITURES

In the third quarter of 2002, CVRD carried out investment of US$ 195.7 million, bringing the accumulated total for the first nine months of the year to US$ 615.7 million. This amount includes disbursements for the acquisition of stakes from Anglo American in the Salobo Copper Project (US$ 50.4 million) and from Mineracao Rio do Norte in Alunorte (US$ 42 million), as well as the purchase of full control in Mineracao Vera Cruz (US$ 2.2 million), holder of the mining rights on bauxite reserves in the Paragominas, in the state of Para. The data reported refers to investment carried out by CVRD and its subsidiaries Aluvale, Alunorte and Ferteco, not including, therefore, the capital expenditure by other companies consolidated under the US GAAP method.

Bearing in mind that the Company has an extensive range of projects in its main business areas, which are scheduled to enter into operation between 2003 and 2007, and will require capital expenses of an estimated US$ 6 billion, more than 60% of the amount invested in 3Q02, US$119.2 million, was allocated to greenfield and brownfield capacity expansion.

Of this sum, US$ 28 million was directed to the ferrous segment, the main investments being in the infrastructure needed for the good functioning of the new pellet plant at Sao Luis (US$ 16.5 million), and the last steps in the enlarging of iron ore production capacity in the Northern System to 56 million tons. This includes construction of Pier III at Ponta da Madeira and the construction and enlargement of the iron ore stock yards, which in 3Q02 received investment of US$ 5.7 million and US$ 1.8 million, respectively.

The Sossego and Salobo copper projects were responsible for investment of some US$ 28 million. Work on the Sossego project began in April 2002 and is progressing according to schedule. The current phase of copper's economic cycle, with relatively low prices and little expansion in capacity, contributed to reducing the costs of developing Sossego. At the same time depreciation in real terms, in local currency, has helped further to reduce the dollar equivalent cost of this investment, seeing that only 25% of the capital expenditure planned is actually denominated in US dollars. Therefore, these two factors could reduce the amount spent on the project, compared with the initial budget of US$ 384 million.

In the non-ferrous minerals segment, US$ 2.6 million was invested in enlarging the production capacity of the Taquari-Vassouras potash mine. The brownfield expansion to 850,000 tons a year is scheduled to come on stream in the middle of 2005.

Our hydroelectric generation projects have required investment of US$ 17.5 million in the quarter. Most of this was dedicated to the building of the hydro-electric plants at Aimores (US$ 8.4 million), Funil (US$ 5.2 million) and Candonga (US$ 2.5 million). The Funil plant, located in the state of Minas Gerais, which has an installed capacity of 180 MW, is programmed to start up in December 2002.

US$ 8.5 million was invested in the logistics segment, mainly in the purchase of locomotives and the enlarging of capacity to handle general cargo in the Southern System.

US$ 34 million was invested in Alunorte, in the project to expand capacity at its plant to 2.4 million tons a year of alumina (Module 3). In the first nine months of 2002, investment in this project amounted to US$ 121 million. The alumina refinery is scheduled to start operations in stage 3 from January 2003.

Maintenance costs for existing operations in 3Q02 amounted to US$ 44.6 million.

The Company invested US$ 9.5 million in mineral exploration, continuing its prospecting for new deposits of copper, nickel, gold, platinum and zinc, among others. In addition to this, US$ 2.7 million was spent on information technology and US$ 1.1 million on environmental protection measures.

CAPITAL EXPENDITURES - 3Q 02

By business area	US$ million	%	By category	US$ million
Ferrous Minerals	72.3	36.9%	Capital Injections	14.9
Logistics	24.5	12.5%	Maintenance	44.6
Non-Ferrous Minerals	40.6	20.8%	Projects	119.1
Energy	17.8	9.1%	Mineral Exploration	9.5
Aluminum	34.7	17.7%	Environment	1.1
Others	3.6	1.8%	Information Technology	2.7
Total	193.5	98.9%	Technological Research	1.6
Acquisitions	2.2	1.1%	Total	193.5
Total	195.7	100.0%	Acquisitions	2.2
			Total	195.7

CAPITAL EXPENDITURES - 9M 02

By business area	US$ million	%	By category	US$ million
Ferrous Minerals	273.3	44.4%	Capital Injections	25.8
Logistics	63.3	10.3%	Maintenance	139.1
Non-Ferrous Minerals	71.3	11.6%	Projects	315.0
Energy	68.0	11.0%	Mineral Exploration	22.7
Aluminum	34.7	5.6%	Environment	4.7
Others	10.4	1.7%	Information Technology	9.2
Total	521.1	84.6%	Technological Research	4.6
Acquisitions	94.6	15.4%	Total	521.1
Total	615.7	100.0%	Acquisitions	94.6
			Total	615.7

MINERAL EXPLORATION AND TECHNOLOGY

In 2002, CVRD's mineral exploration and technology activities underwent reorganization, coming under control of the Department for the Development of Mineral Projects. This department aims to develop new businesses and projects for the Company, with a view to its long term growth.

CVRD's mineral exploitation program is distributed into three main areas: Carajas, other regions in Brazil and abroad. Investment in the first nine months of 2002 amounted to US$ 38 million, including a tranche of US$ 15 million from the BNDES, referring to the Mineral Risk Contract.

This exploration program gives priority to the mineral province of Carajas, where 75% of efforts are concentrated, the main focus being the development of the copper projects (Sossego, 118, Cristalino, Alemao and Salobo), as well as the identification of new deposits of copper and gold. Investment is also being made in the Niquel do Vermelho project, which is in the pre-feasibility stage, with tests ongoing in a pilot plant and actions designed to minimize risk. Additionally, prospecting programs are ongoing in the search for nickel and platinum group metals (PGMs), all still in their initial stages.

In terms of mineral exploration outside Brazil, the initial focus is the copper-bearing province of Cordilheira dos Andes, with opportunities being looked at in Argentina, Chile, Peru and Equador. In this context, CVRD and Antofagasta Plc, one of the main copper producers in Chile, have formed a joint venture company, Cordillera de las Minas S.A., whose aim is to carry out mineral prospecting and extraction in the south of Peru, near Cuzco. The area of interest covers an approximate total of 60,000 square kilometres. Other significant mining enterprises are located in this region and there is a great potential for rich mineral deposits.

IRON ORE AND PELLETS - FINANCIAL INDICATORS - NON AUDITED

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FINANCIAL STATEMENT

	3Q 01	2Q 02	3Q 02
		US$ million	
Gross Operating Revenues	1,065	1,071	1,133
Value Added Tax	(34)	(44)	(39)
Net Operating Revenues	1,031	1,027	1,094
Cost of Goods Sold	(516)	(594)	(550)
Gross Income	515	433	544
Gross Margin (%)	50.0	42.2	49.7
SG&A Expenses	(95)	(64)	(79)
R&D Expenses	(11)	(12)	(15)
Employee Profit Sharing Plan	(7)	3	(14)
Others	(254)	(30)	(36)
Operational Income	148	330	400
Financial Income	15	44	10
Financial Expenses	(72)	(117)	(173)
Foreign Exchange and Monetary Gain (loss)	(351)	(312)	(511)
Gains on sales of investments	507	-	49
Others	(41)	(10)	(46)
Income Taxes - Current	(31)	3	-
Income Taxes - Deferred	-	126	148
Equity in Results of Affiliates and Joint Ventures	(22)	(37)	12
Change in Provisions for Losses on Equity Investments	(25)	(45)	(86)
Minority Interests	3	4	47
Net Income	131	(14)	(150)
Earnings per Share (US$)	0.34	(0.04)	(0.39)

BALANCE SHEET

	2Q 02	US$ million 3Q 02

Assets		
Current Assets	3,069	2,893
Long Term Assets	1,459	1,170
Permanent Assets	4,733	3,429
Total	9,261	7,492
Liabilities and Stockholders' Equity		
Current Liabilities	1,915	1,602
Long Term Liabilities	3,374	3,282
Shareholders' Equity	3,972	2,608
Capital	2,944	2,944
Reserves	1,028	(336)
Total	9,261	7,492

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS - UNAUDITED

million US$

	Nine months ended September 30 2002	2001
Cash flows from operating activities:		
Net income	111	585
Adjustments to reconcile net income with cash provided by operating activities:		
Depreciation, depletion and amortization	171	174
Equity in results of affiliates and joint ventures	(4)	8
Dividends received from affiliates and joint ventures	72	112
Change in provision for losses on equity investments	126	45
Deferred income taxes	(262)	(2)
Provisions for contingencies	54	87
Loss on disposals of property, plant and equipment	96	69
Gain on sale of investments	(49)	(784)
Pension plan	8	24
Foreign exchange and monetary (gains) losses	1.341	616
Unrealized loss on derivative instruments	50	38
Minority interest	(50)	(7)
Others	195	141
Decrease (increase) in assets:		
Accounts receivable	(172)	(78)
Inventories	(43)	(17)

Others	(84)	(5)
Increase (decrease) in liabilities:		
Suppliers	(23)	30
Payroll and related charges	22	12
Others	39	42
Net cash provided by operating activities	1.598	1.090
Cash flows from investing activities:		
Loans and advances receivable		
Related parties		
Additions	(35)	(4)
Repayments	52	69
Others	18	5
Guarantees and deposits	(61)	(15)
Additions to investments	(1)	(52)
Additions to property, plant and equipment	(508)	(444)
Proceeds from disposals of property, plant and equipment	2	2
Proceeds from disposal of assets	49	989
Net cash used to acquire subsidiaries	(45)	(516)
Net cash used in investing activities	(529)	34
Cash flows from financing activities:		
Short-term debt, net issuances	(143)	133
Loans		
Related parties		
Additions	32	85
Repayments	(29)	(9)
Long-term debt		
Related parties	11	3
Others	661	320
Repayments of long-term debt		
Related parties	(15)	(27)
Others	(245)	(326)
Interest attributed to stockholders	(329)	(639)
Treasury stock	-	(18)
Net cash provided by (used in) financing activities	(57)	(478)
Increase in cash and cash equivalents	1.012	646
Effect of exchange rate changes on cash and cash equivalents	(727)	(149)
	1.117	1.211
Cash and cash equivalents, end of period	1.402	1.708
Cash paid during the period for:		
Interest on short-term debt	(31)	(25)
Interest, net of interest capitalized of $11 in 2002 and $9 in 2001	(111)	(116)
Income tax	(4)	(41)
Non-cash transactions		

	Special pension plan contribution in shares of CSN	-	249
Exchange of loans receivable for investments		40	35

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Companhia
Vale do Rio Doce US GAAP 3Q02

IRON ORE AND PELLETS - FINANCIAL INDICATORS - NON AUDITED

thousand US$

HISPANOBRAS	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	882	835	686
Foreign Market	422	355	166
Domestic Market	460	480	520
Net Operating Revenues	28,683	26,763	23,716
Cost of Goods Sold	(23,018)	(21,992)	(19,734)
Financial Results	151	214	189
Net Earnings	4,549	2,968	3,784
Gross Margin (%)	19.8	17.8	16.8
EBITDA	6,287	5,126	5,276
EBITDA Margin (%)	21.9	19.2	22.2
NIBRASCO	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	1,443	2,257	1,842
Foreign Market	514	686	290
Domestic Market	929	1,571	1,552
Net Operating Revenues	43,126	66,759	51,746
Cost of Goods Sold	(39,479)	(57,043)	(47,290)
Financial Results	(1,449)	(1,407)	386
Net Earnings	2,928	2,897	1,711
Gross Margin (%)	8.5	14.6	8.6
EBITDA	23,548	10,041	5,589
EBITDA Margin (%)	54.6	15.0	10.8
Gross Debt (in US$ million)			
- Short Term	2,505	2,400	2,436
- Long Term	4,800	2,400	2,400
Total	7,305	4,800	4,836
ITABRASCO	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	742	702	815
Foreign Market	471	533	572
Domestic Market	271	169	243
Net Operating Revenues	50,254	19,766	25,650
Cost of Goods Sold	(41,102)	(18,305)	(22,581)
Financial Results	905	3,102	5,109

Net Earnings	8,095	2,262	3,702
Gross Margin (%)	18.2	7.4	12.0
EBITDA	7,636	1,437	726
EBITDA Margin (%)	15.2	7.3	2.8
Gross Debt (in US$ million)			
- Short Term			
- Long Term	407	17,133	15,504
Total	407	17,133	15,504

thousand US$

KOBRASCO	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	1,123	1,012	850
Foreign Market	493	534	850
Domestic Market	630	478	-
Net Operating Revenues	33,395	27,453	25,222
Cost of Goods Sold	(26,877)	(25,711)	(20,671)
Financial Results	(18,298)	(27,498)	(46,398)
Net Earnings	(7,684)	(15,037)	(23,887)
Gross Margin (%)	19.5	6.3	18.0
EBITDA	28,082	1,901	5,518
EBITDA Margin (%)	84.1	6.9	21.9
Gross Debt (in US$ million)			
- Short Term	-	-	-
- Long Term	128,915	143,378	147,150
Total	128,915	143,378	147,150
SAMARCO	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	2,312	3,436	3,871
Net Operating Revenues	65,725	94,763	99,722
Cost of Goods Sold	(30,735)	(48,222)	(46,416)
Financial Results	(52,000)	(37,008)	(51,757)
Net Earnings	(38,607)	(5,295)	(23,548)
Gross Margin (%)	53.2	49.1	53.5
EBITDA	21,951	49,777	53,196
EBITDA Margin (%)	33.4	52.5	53.3
Gross Debt (in US$ million)			
- Short Term	158,204	180,539	169,538
- Long Term	119,394	86,584	76,181
Total	277,598	267,123	245,719

ALUMINUM - SELECTED FINANCIAL INDICATORS - ADJUSTED AND NON AUDITED

thousand US$

MRN	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	2,760	2,610	2,555
Foreign Market	954	790	740
Domestic Market	1,806	1,820	1,815
Net Operating Revenues	53,210	43,006	42,594
Cost of Goods Sold	(28,883)	(28,845)	(29,860)
Financial Results	(214)	(326)	36
Net Earnings	23,883	38,172	29,918
Gross Margin (%)	45.7	32.9	29.9
EBITDA	47,798	17,335	26,724
EBITDA Margin (%)	89.8	40.3	62.7
GROSS DEBT (IN US$ MILLION)			
- Short Term	11,594	18,780	23,198
- Long Term	7,929	90,312	77,786
TOTAL	19,523	109,092	100,984
ALBRAS	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	80	110	104
Foreign Market	76	108	101
Domestic Market	4	2	3
Net Operating Revenues	109,554	145,327	132,549
Cost of Goods Sold	(64,130)	(89,401)	(78,909)
Financial Results	(91,046)	(125,072)	(153,515)
Net Earnings	(47,500)	(68,880)	(72,592)
Gross Margin (%)	41.5	38.5	40.5
EBITDA	52,300	57,452	59,399
EBITDA Margin (%)	47.7	39.5	44.8
GROSS DEBT (IN US$ MILLION)			
- Short Term	137,258	48,840	20,156
- Long Term	496,941	506,633	498,857
TOTAL	634,199	555,473	519,013
VALESUL	3Q 01	2Q 02	3Q 02
Sales (thousand tons)	18	23	19
Foreign Market	7	12	8
Domestic Market	11	11	11
Net Operating Revenues	36,364	36,837	29,970
Cost of Goods Sold	(25,657)	(26,516)	(19,815)
Financial Results	(1,409)	257	(301)
Net Earnings	5,385	6,131	6,355
Gross Margin (%)	29.4	28.0	33.9
EBITDA	10,883	9,234	8,940
EBITDA Margin (%)	29.9	25.1	29.8
GROSS DEBT (IN US$ MILLION)			
- Short Term	939	555	409
- Long Term	2,598	1,416	953
TOTAL	3,537	1,971	1,362

"This press release may contain statements that express management's expectations about future events or results rather than historical facts. These forward-looking statements involve risks and uncertainties that could cause actual results to differ materially from those projected in forward-looking statements, and CVRD cannot give assurance that such statements will prove correct. These risks and uncertainties include factors: relating to the Brazilian economy and securities markets, which exhibit volatility and can be adversely affected by developments in other countries; relating to the iron ore business and its dependence on the global steel industry, which is cyclical in nature; and relating to the highly competitive industries in which CVRD operates. For additional information on factors that could cause CVRD's actual results to differ from expectations reflected in forward-looking statements, please see CVRD's reports filed with the Comissao de Valores Mobiliarios and the U.S. Securities and Exchange."

COMPANHIA VALE DO RIO DOCE
INDEX TO CONDENSED CONSOLIDATED FINANCIAL INFORMATION

F-1

REPORT OF INDEPENDENT ACCOUNTANTS

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

We have reviewed the accompanying unaudited condensed consolidated balance sheet of Companhia Vale do Rio Doce and subsidiaries as of September 30, 2002, and the unaudited condensed consolidated statements of income, of cash flows and of changes in stockholders' equity for the nine-month periods ended September 30, 2002 and 2001 These financial statements are the responsibility of the Company's management The unaudited financial information of certain affiliates, the investments in which total US$202 million at September 30, 2002 and equity in earnings which total US$16 million and US$7 million for the nine month periods ended September 30, 2002 and 2001, respectively, and that of certain subsidiaries, which statements reflect total assets of US$674 million at September 30, 2002 and total revenues of US$133 million and US$ 197 million consolidated in the nine-month periods ended September 30, 2002 and 2001, respectively, were reviewed by other independent accountants whose reports thereon have been furnished to us.

We conducted our reviews in accordance with standards established by the American Institute of Certified Public Accountants A review of interim financial information consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the United States of America, the objective of which is the expression of an opinion regarding the financial statements taken as a whole Accordingly, we do not express such an opinion.

Based on our reviews and the reports of other accountants, we are not aware of any material modifications that should be made to the condensed consolidated interim financial statements referred to above for them to be in conformity with accounting principles generally accepted in the United States of America.

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the consolidated balance sheet of Companhia Vale do Rio Doce and subsidiaries as of December 31, 2001, and the related consolidated statements of income, shareholders' equity, and cash flows for the year then ended (not presented herein) In our report dated March 28, 2002, we expressed an unqualified opinion on those consolidated financial statements In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of December 31, 2001 is fairly stated in all material respects, in relation to the consolidated balance sheet from which it has been derived.

PricewaterhouseCoopers
Auditores Independentes

Rio de Janeiro, Brazil
November 13, 2002

Condensed Consolidated Balance Sheets
Expressed in millions of United States dollars
(Except for numbers of shares)

	September 30, 2002 (Unaudited)	December 31, 2001
Assets		
Current assets		
Cash and cash equivalents	1,402	1,117
Accounts receivable:		
Related parties	105	106
Unrelated parties	500	443
Loans and advances to related parties	33	160
Inventories	243	323
Deferred income tax	378	265
Others	232	224
	2,893	2,638
Property, plant and equipment, net	2,849	3,813
Investments in affiliated companies and joint ventures and other investments	666	1,227
Provision for losses on equity investments	(86)	(9)
Goodwill on acquisition of consolidated subsidiaries	373	540
Loans and advances:		
Related parties	85	555
Unrelated parties	64	100
Judicial deposits	198	235
Deferred income tax	261	227
Prepaid pension cost	62	113
Other assets	127	83
TOTAL	7,492	9,522

Condensed Consolidated Balance Sheets

Expressed in millions of United States dollars (

	September 30, 2002 (Unaudited)
Liabilities and stockholders' equity	
Current liabilities	
Suppliers	213
Payroll and related charges	68
Interest attributed to stockholders	267
Current portion of long-term debt	
Related parties	--
Unrelated parties	443
Short-term debt	389
Loans from related parties	74
Others	148
	1,602
Long-term liabilities	
Employees postretirement benefits	109
Long-term debt	
Related parties	--
Unrelated parties	2,637
Loans from related parties	36
Provisions for contingencies (Note 8)	358
Unrealized loss on derivative instruments	63
Others	72
	3,275
Minority interests	7
Stockholders' equity	
Preferred class A stock - 600,000,000 no-par-value shares authorized and 138,575,913 issued	904
Common stock - 300,000,000 no-par-value shares authorized and 249,983,143 issued	1,630
Treasury stock -4,751 (2001 - 91) preferred and 4,715,170 (2001 - 4,715,170) common shares	(88)
Additional paid-in capital	498
Other cumulative comprehensive income	(5,285)
Appropriated retained earnings	1,635
Unappropriated retained earnings	3,314
	2,608
TOTAL	7,492

See notes to condensed consolidated financial information.

Condensed Consolidated Statements of Income

Expressed in milions of United States dollars
(except number of shares and per-share amounts)
(Unaudited)

Operating revenues, net of discounts, returns and allowances
Iron ore and pellets
Gold
Other metals

Revenues from transportation services
Aluminum products
Other products and services

Value-added tax

Net operating revenues

Operating costs and expenses
Cost of ores and metals sold
Cost of transportation services
Cost of aluminum products
Others

Selling, general and administrative expenses
Research and development
Employee profit sharing plan
Others

Operating income

Non-operating income (expenses)
Financial income
Financial expenses
Foreign exchange and monetary loss, net
Gain on sale of assets
Others

Income(loss) before income taxes, equity results
and minority interests

Income taxes
Current
Deferred

Equity in results of affiliates and joint ventures
Change in provision for losses on equity investments
Minority interests

Net income

Basic earnings per Common and Preferred Class A Share

Weighted average number of shares outstanding
(thousands of shares)
Common shares
Preferred Class A shares

See notes to condensed consolidated financial information.

Condensed Consolidated Statements of Cash Flows
Expressed in millions of United States dollars
(Unaudited)

Cash flows from operating activities:
Net income
Adjustments to reconcile net income with
cash provided by operating activities:
Depreciation, depletion and amortization
Equity in results of affiliates and joint ventures
Dividends received from affiliates and joint ventures
Change in provision for losses on equity investments
Deferred income taxes
Provisions for contingencies
Loss on disposals of property, plant and equipment
Gain on sale of investments
Pension plan
Foreign exchange and monetary (gains) losses
Unrealized loss on derivative instruments
Minority interest
Others
Decrease (increase) in assets:
Accounts receivable
Inventories
Others
Increase (decrease) in liabilities:
Suppliers
Payroll and related charges
Others

Net cash provided by operating activities

Cash flows from investing activities:
Loans and advances receivable
Related parties
Additions
Repayments
Others
Guarantees and deposits
Additions to investments
Additions to property, plant and equipment
Proceeds from disposals of property, plant and equipment
Proceeds from disposal of assets
Net cash used to acquire subsidiaries

Net cash used in investing activities

Cash flows from financing activities:
Short-term debt, net issuances
Loans
Related parties
Additions
Repayments
Long-term debt
Related parties
Others
Repayments of long-term debt
Related parties
Others
Interest attributed to stockholders
Treasury stock

Net cash provided by (used in) financing activities

Increase in cash and cash equivalents
Effect of exchange rate changes on cash and cash equivalents
Cash and cash equivalents, beginning of period

Cash and cash equivalents, end of period

Cash paid during the period for:
Interest on short-term debt
Interest, net of interest capitalized of $11 in 2002 and $9 in 2001
Income tax
Non-cash transactions
Special pension plan contribution in shares of CSN
Exchange of loans receivable for investments

See notes to condensed consolidated financial information.

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Condensed Consolidated Statements of Changes in Stockholders' Equity
Expressed in millions of United States dollars
(except number of shares and per-share amounts)

(Unaudited)

		Nine mon
		2002
	Shares	
Preferred class A stock (including one special share)		
Balance January 1	138,575,913	
Transfer from appropriated retained earnings	-	

Balance September 30	138,575,913	
Common stock		
Balance January 1	249,983,143	
Transfer from appropriated retained earnings	--	
Balance September 30	249,983,143	
Treasury stock		
Balance January 1	(4,719,921)	
Acquisitions in 2001	--	(583,450)
Balance September 30	(4,719,921)	
Additional paid-in capital		
Balance January 1and September 30		
Other cumulative comprehensive income		
Amounts not recognized as net periodic pension cost		
Balance January 1		
Excess of additional minimum liability		
Tax effect on above		
Balance September 30		
Cumulative translation adjustments		
Balance January 1		
Change in the period		
Balance September 30		
Unrealized gain on available-for-sale security		
Balance January 1		
Change in the period		
Balance September 30		
Adjustments relating to investments in affiliates		
Balance January 1		
Change in the period		
Balance September 30		
Total other cumulative comprehensive income		
Appropriated retained earnings		
Balance January 1		
Transfer to retained earnings		
Transfer to capital stock		
Balance September 30		
Retained earnings		
Balance January 1		
Net income		
Interest attributed to stockholders		
Preferred class A stock ($0 84 per share in September 2002 and $1 72 in September 2001)		
Common stock ($0 84 per share in September 2002 and $1 72 in September 2001)		

Appropriation from reserves	
Balance	
September 30	
Total stockholders' equity	383,839,135

Comprehensive income is comprised as follows:	
Net income	
Amounts not recognized as net periodic pension cost	
Cumulative translation adjustments	
Unrealized loss on available-for-sale security	
Adjustments relating to investments in affiliates	
Total comprehensive income	

See notes to condensed consolidated financial information.

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Notes to the Condensed Consolidated Financial Information Expressed in millions of United States dollars, unless otherwise stated

1 The Company and its operations

Companhia Vale do Rio Doce (CVRD) is a limited liability company, duly organized and existing under the laws of the Federative Republic of Brazil Our operations are carried out through CVRD and its subsidiary companies, joint ventures and affiliates, and mainly consist of mining, non-ferrous metal production and logistics, as well as forestry, aluminum and steel activities Further details of our operations and those of our joint ventures and affiliates are described in Note 9.

The main consolidated operating subsidiaries are as follows:

Subsidiary	% ownership	Head office location
Ferteco Mineracao S A - FERTECO	100	Brazil
Para Pigmentos S A	76	Brazil
SIBRA - Eletrosiderurgica Brasileira S A	98	Brazil
Navegacao Vale do Rio Doce S A - DOCENAVE	100	Brazil
Vale do Rio Doce Aluminio S A - ALUVALE	100	Brazil
Itabira Rio Doce Company Ltd - ITACO	100	Cayman Island
Rio Doce International Finance Ltd - RDIF	100	Bahamas
CELMAR S A - Industria de Celulose e Papel	85	Brazil
Florestas Rio Doce S A	100	Brazil

Rio Doce Manganese Europe - RDME	100	France
Urucum Mineracao S A	100	Brazil
Alumina do Norte do Brasil S A - Alunorte(as from June,2002)	57	Brazil
Salobo Metais S A	100	Brazil

2 Basis of consolidation

All majority-owned subsidiaries where we have both share and management control are consolidated with elimination of all significant intercompany accounts and transactions Investments in unconsolidated affiliates and joint ventures are reported at cost less amortized goodwill plus our equity in undistributed earnings or losses Included in this category are certain joint ventures in which we have majority ownership but, by force of shareholders' agreements, do not have effective management control We provide for losses on equity investments with negative stockholders' equity where we have assumed commitments and for other than temporary decreases in market value below carrying value where applicable.

3 Summary of significant accounting policies

Our condensed consolidated interim financial information as of September 30, 2002 and for the periods of nine months ended September 30, 2002 and 2001 is unaudited However, in our opinion, such condensed consolidated financial information includes all adjustments, consisting only of normal recurring adjustments, necessary for a fair presentation of the results for interim periods The results of operations for the nine month period ended September 30, 2002 are not necessarily indicative of the results to be expected for the full fiscal year ending December 31, 2002.

This condensed interim financial information should be read in conjunction with our consolidated financial statements for the year ended December 31, 2001.

In accordance with SFAS 142 "Goodwill and Other Intangible Assets", as from January 1, 2002 (or immediately for acquisitions after June 30, 2001):

o Goodwill relative to consolidated subsidiaries is no longer amortized, but is aggregated to reporting units and subject at least annually to testing for impairment, considering the reporting unit as a whole.

o Goodwill relative to affiliates and joint ventures is no longer amortized but is allocated to the respective investment and included in the measurement of the gain or loss on sale, or the loss arising from an other than temporary decline in the value of the investment.

o Goodwill charged against earnings for the nine months ended September 30, 2001 totaled $16 relating to subsidiaries and $55 relating to equity investees which were classified as other operating expenses and equity in results of affiliates and joint ventures, respectively.

- At September 30, 2002 we finalized the impairment test of our goodwill and recorded a write-off of $86 related to Caemi Mineracao e Metalurgia S.A.

SFAS 144 "Accounting for the Impairment or Disposal of Long-Lived Assets" has been adopted as from January 1, 2002.

Other long-term assets includes $62 related to ships held for sale.

4 Recently issued accounting pronouncement

In accordance with SFAS 143 "Accounting for Obligations Associated with the Retirement of Long-Lived Assets", as from January 1, 2003.

This will require that:

- an existing legal obligation associated with the retirement of a tangible long-lived asset be recognized as a liability when incurred and the amount of the liability be initially measured at a fair value.
- Subsequent changes in the liability that result from (a) passage of time and (b) revisions in either the timing or amount of estimated cash flows, be recognized; and
- Upon initially recognizing a liability for an asset retirement obligation, the cost may be capitalized by recognizing an increase in the carrying amount of the related long-lived asset.

Management is evaluating the impact of this standard.

5 Income tax

Income taxes in Brazil comprise federal income tax and social contribution, which is an additional federal tax The statutory enacted tax rates applicable in the periods presented are as follows:

	%
Federal income tax	25.00
Social contribution (*)	9.00
Composite tax rate	34.00

(*) As from January 1, 2003 the enacted rate is 8% However, new legislation if passed would increase the rate to 9%.

The amount reported as income tax benefit in this consolidated financial information is reconciled to the statutory rates as follows:

	Nine months ended Sept	
	2002	2001
Income (loss) before income taxes, equity results and minority interests	(75)	588
Federal income tax and social contribution at statutory enacted rates	26	(200
Adjustments to derive effective tax rate:		
Tax benefit on interest attributed to stockholders	90	226
Exempt foreign income	174	185
Tax incentives	2	22
Valuation allowance reversal (provision)	(37)	(27
Adjustments to reflect expected annual effective rate	--	(167
Other non-taxable items	3	4
Federal income tax and social contribution benefit in consolidated statements of income	258	43

In 2000, we obtained approval of certain tax incentives relative to our iron ore and manganese operations in Carajas The incentives comprise full income tax exemption on defined production levels up to 2005 and partial exemption up to 2013 An amount equal to the tax saving must be appropriated to a reserve account within stockholders' equity and may not be distributed in the form of cash dividends.

Our subsidiary Alunorte has obtained 100% of federal income tax exemption for a production limited up to 800,000 tons of alumina per year, during a period of ten years, as from 2000 For a production output higher than 800,000 up to 3,200,000 tons per year, such exemption is reduced to 75%.

6 Inventories

	September 30, 2002	D
Finished products and work-in-process		
Iron ore	68	
Gold	2	
Manganese	23	
Ferrous alloys	21	
Alumina	12	
Others	10	
Spare parts and maintenance supplies	107	
	243	

7 Investments

September 30, 2002

Investments in affiliated companies and joint ventures	Participation in capital (%) voting	total	(1) Net equity	(1)Net income (loss) for the period	
Steel					
Usinas Siderurgicas de Minas Gerais S A - USIMINAS (2)	22.99	11.46	-	(131)	
Companhia Siderurgica Nacional - CSN (3)	-	-	-	-	
Companhia Siderurgica de Tubarao - CST (4)	20.51	22.85	92	48	
California Steel Industries Inc - CSI	50.00	50.00	208	24	1
Aluminum and bauxite					
Mineracao Rio do Norte S A - MRN	40.00	40.00	388	77	1
Valesul Aluminio S A - VALESUL	54.51	54.51	66	15	
Alumina do Norte do Brasil S A - ALUNORTE (6)	62.09	57.03	-	(51)	
Pellets					
Companhia Nipo-Brasileira de Pelotizacao - NIBRASCO	51.11	51.00	21	4	
Companhia Hispano-Brasileira de Pelotizacao - HISPANOBRAS	51.00	50.89	25	9	
Companhia Coreano Brasileira de Pelotizacao - KOBRASCO	50.00	50.00	-	(38)	
Companhia Italo-Brasileira de Pelotizacao - ITABRASCO	51.00	50.90	20	8	
Gulf Industrial Investment Company - GIIC	50.00	50.00	68	6	
SAMARCO Mineracao S A	50.00	50.00	220	(6)	1
Others					
Fertilizantes Fosfatados S A - FOSFERTIL (5)	10.96	10.96	183	46	
Caemi Mineracao e Metalurgia S A (7)	50.00	16.85	486	(6)	
Salobo Metais S A(6)	100.00	100.00	-	-	
Ferrovia Centro-Atlantica S A - FCA	20.00	45.65	-	-	
Others					
					6
Investments at cost					
SIDERAR (market value $18and $11 in September 30, 2002 and December 31, 2001, respectively	4.85	4.85			
Unrealized holding gains on equity security					
Others					
					6
Change in provision for losses on equity investments:					
Aluminio Brasileiro S A - ALBRAS					
Cia Ferroviaria do Nordeste					
Companhia Coreano Brasileira de Pelotizacao - KOBRASCO					
Ferroban					
Ferrovia Centro-Atlantica S A - FCA					
MRS Logistica S A					

(1) Based on US GAAP financial information.
(2) Value based on quoted market price at September 30, 2002 is $34 compared to net book value o
(3) Investments sold in 2001.
(4) Value based on quoted market price at September 30, 2002 is $84 compared to net book value o
(5) Value based on quoted market price at September 30, 2002 is $29 compared to net book value o
(6) Alunorte and Salobo Metais S A are consolidated at September 30, 2002, after acquisitio
(7) Provision for losses was based on quoted market price of $82 compared to net book value o

Goodwill which is no longer amortized as from January 1, 2002 in accordance with SFAS 142, included in the above investments is as follows:

Investee	September 30, 2002
Alumina do Norte do Brasil S A - ALUNORTE	
Samarco Mineracao S A	2
Caemi Mineracao e Metalurgia S A	
	2

Information with respect to other major affiliates' financial position and results of operations is as follows:

	ALUNORTE		ALBRAS	
	June 30, 2002	December 31, 2001	September 30, 2002	December 31, 2001
Balance Sheet				
Current assets	85	159	129	158
Other noncurrent assets	497	509	336	510
Current liabilities	(84)	(95)	(183)	(219)
Noncurrent liabilities	(413)	(431)	(394)	(463)
Stockholders' equity	85	142	(112)	(14)
Our participation	57.58%	45.58%	51.00%	51.00%
Investments	49	65	(57)	(7)

	ALUNORTE		ALBRAS	
	2002	2001	2002	2001
Statement of Operations				
Net sales	138	227	393	382
Costs and expenses	(189)	(306)	(509)	(454)
Income (loss) before income taxes	(51)	(79)	(116)	(72)
Income taxes	-	-		-
Equity in results of affiliates	-	-		-
Net income (loss)	(51)	(79)	(116)	(72)
Our participation	44 96%	46 60%	51 00%	51 00%
Participation in results	(23)	(37)	(59)	(37)
Change in provision for losses	-	-	59	37
Equity in results	(23)	(37)	-	-

(*) Six months ended June 30.

The provision for losses on equity investments of $86 and $9 at September 30, 2002 and December 31, 2001, respectively, relates to our investments in affiliates which have reported negative stockholders' equity in their financial statements prepared in accordance with US GAAP and in circumstances where we have assumed commitments to fund our share of the accumulated losses, if necessary, through additional capital contributions or other means Accordingly we (a) first reduce the value of the investment to zero and (b) subsequently provide for our portion of negative equity The provision is comprised as follows:

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	Ferroban	MRS Logistica	Cia Coreano-Brasileira de Pelotizacao	Ferrovia Centro-Atlantica	Cia Ferroviaria do Nordeste
Provision at January 1, 2001	-	-	-	-	-
Change in provision - results	-	-	-	-	(8)
	-	-	-	-	(8)
Translation adjustment		-	-	-	5
Provision at September 30, 2001	-	-	-	-	(3)
Provision at January 1, 2002	-	-	-	-	(2)
Additional loss provision	(1)	(14)	(17)	(32)	(3)
	(1)	(14)	(17)	(32)	(5)
Payment of capital	-	-	-	32	4
Translation adjustment	1	2	-	-	1
Provision at September 30, 2002	-	(12)	(17)	-	-

Dividends received from investees aggregated $72 and $112 in nine month periods ended September 30, 2002 and 2001, respectively.

8 Commitments and contingencies

(a) At September 30, 2002, we had extended guarantees for borrowings obtained by affiliates and joint ventures in the amount of $511, of which $410 is denominated in United States dollars and the remaining $101 in local currency These guarantees include $352 relative to ALBRAS.

(b) We are defendants in numerous legal actions in the normal course of business Based on the advice of our legal counsel, management believes that the provision made against contingent losses is sufficient to cover probable losses in connection with such actions.

The provision for contingencies and the related judicial deposits are composed as foll

September 30, 2002		
Provision for contingencies	Judicial deposits	Provision for contingencies

Labor claims	103	44	147
Civil claims	82	31	123
Tax - related actions	168	123	177
Others	5	-	5
	358	198	452
Long-term	358	198	452

Labor -related actions principally comprise employee claims for (i) payment of time spent travelling from their residences to the work-place, (ii) additional payments for alleged dangerous or unhealthy working conditions and (iii) various other matters, often in connection with disputes about the amount of indemnities paid upon dismissal.

Civil actions principally relate to claims made against us by contractors in connection with losses alleged to have been incurred by them as a result of various past government economic plans during which full indexation of contracts for inflation was not permitted.

Tax-related actions principally comprise our challenges of changes in basis of calculation and rates of certain revenue taxes.

We continue to vigorously pursue our interests in all the above actions but recognize that probably we will incur some losses in the final instance, for which we have made provisions.

Our judicial deposits are made as required by the courts for us to be able to enter or continue a legal action When judgment is favorable to us, we receive the deposits back; when unfavorable, the deposits are delivered to the prevailing party.

Contingencies settled in the nine months period ended September 30, 2002 and 2001 aggregated $158 and $19, respectively, and additional provisions aggregated $212 and $125 in the nine months periods ended September 30, 2002 and 2001, respectively.

(c) We are defendants in two actions seeking substantial compensatory damages brought by the Municipality of Itabira, State of Minas Gerais, which we believe are without merit Due to the remote likelihood that any loss will arise therefrom no provision has been made in the financial statements with respect to these two actions.

(d) We are committed under a take-or-pay agreement to take delivery of approximately 207,060 metric tons per year of aluminum from ALBRAS at market prices This estimate is based on 51% of ALBRAS expected production and, at a market price of $1,319 52 per metric ton at September 30, 2002, represents an annual commitment of $273 Actual take from ALBRAS was $192 and $176 during the nine month periods ended September 30, 2002 and 2001, respectively.

Our subsidiary Alunorte is committed under a take-and-pay agreement to purchase approximately 53,835 thousand metric tons of bauxite from Mineracao Rio do Norte S A at a formula price, which is calculated based on the London Metal Exchange (LME) quotation for aluminum At a market price of US$ 18 94 per metric ton as of September 30, 2002, it represents an annual commitment of $59 which approximates actual take in 2002.

(e) We and BNDES entered into a contract, known as the Mineral Risk Contract, in June 1997, relating to prospecting authorizations for mining regions where drilling and exploration are still in their early stages The Mineral Risk Contract provides for the joint development of certain unexplored mineral deposits in approximately two million identified hectares of land in the Carajas region, as well as proportional participation in any financial benefits earned from the development of such resources Iron ore and manganese deposits already identified and subject to development are specifically excluded from the Mineral Risk Contract.

(f) At the time of our privatization in 1997, we issued shareholder revenue interests known in Brazil as "debentures" to our then-existing shareholders, including the Brazilian Government The Brazilian Securities Commission (CVM) authorized the public distribution of these debentures and a request was made to the Brazilian Central Bank for distribution abroad The terms of the "debentures", which are more fully described in our consolidated financial statements for the year ended December 31, 2001, were set to ensure that our pre-privatization shareholders, including the Brazilian Government, would participate alongside us in potential future financial benefits that we are able to derive from exploiting our mineral resources.

(g) At September 30, 2002 we have provided $14 for environmental liabilities Such provisions relate to site restoration at mines already closed or which are expected to be closed in the next two years.

We use various judgments and assumptions when measuring our environmental liabilities Changes in circumstances, law or technology may affect our estimates and we periodically review the amounts accrued and adjust them as necessary Our accruals do not reflect unasserted claims because we are currently not aware of any such issues Also the amounts provided are not reduced by any potential recoveries under cost sharing, insurance or indemnification arrangements because such recoveries are considered uncertain.

9 Segment and geographical information

Consolidated net income and principal assets are reconciled as follows:

	Ferrous	Non ferrous	Logistics	Forestry	Aluminum(2)	Steel	E

RESULTS						
Revenues - Export	3,067	119	30	-	264	-
Revenues - Domestic	790	70	236	4	45	-
Cost and expenses	(3,639)	(171)	(142)	43	(408)	(24)
Interest revenue	116	-	8	1	8	2
Interest expense	(375)	(5)	(5)	-	(9)	(6)
Depreciation, depletion and amortization	(134)	(22)	(12)	(1)	(2)	-
Pension plan	(7)	(1)	-	-	-	-
Equity	(7)	-	(80)	-	(43)	8
Income taxes	275	-	(1)	(14)	(2)	-
Minority interest	-	-	-	-	51	-
Net income	86	(10)	34	33	(96)	(20)
Sales classified by geographic destination:						
Export market						
Latin America	290	-	20	-	17	-
United States	257	34	3	-	2	-
Europe	1,322	81	4	-	234	-
Middle East	151	-	-	-	-	-
Japan	363	1	1	-	-	-
Asia, other than Japan	684	3	2	-	11	-
	3,067	119	30	-	264	-
Domestic market	790	70	236	4	45	-
	3,857	189	266	4	309	(1,434)
Assets :						
Property, plant and equipment, net	2,046	313	127	42	321	-
Capital expenditures	380	56	30	14	28	-
Investments in affiliated companies and and joint ventures and other investments, net provision for losses	300	4	12	-	128	136
Capital employed	2,168	137	140	26	196	16

(1) Includes $49 for profit on sales of assets.
(2)Control of ALUNORTE was acquired in June 2002 and it was consolidated from then.

	Ferrous	Non ferrous	Logistics	Forestry(4)	Aluminum
RESULTS					
Revenues - Export	2,570	133	125	49	225
Revenues - Domestic	805	58	269	7	1
Cost and expenses	(3,211)	(446)	611	(209)	107
Interest revenue	97	1	6	7	5
Interest expense	(256)	(9)	(7)	--	(1)

Depreciation, depletion and amortization ..	(132)	(23)	(17)	(2)	--
Pension plan	(19)	(3)	(2)	--	--
Equity	5	--	(43)	11	(45)
Income taxes	47	--	(1)	(3)	--
Minority interest					
Net income	(94)	16	(116)	680	(24)
Sales classified by geographic destination:					
Export market					
Latin America	194	4	52	--	8
United States	154	100	15	42	33
Europe	1,015	27	43	7	161
Middle East	149	--	3	--	--
Japan	395	--	9	--	12
Asia, other than Japan	663	2	3	--	11
	2,570	133	125	49	225
Domestic market	805	58	269	7	1
	3,375	191	394	56	226
Assets :					
Property, plant and equipment, ...	2,693	203	294	130	--
Capital expenditures	391	36	17	--	--
Investments in affiliated companies and and joint ventures and other investments, .	390	20	35	--	179
Capital employed	2,805	194	302	127	(2)

(1) - Includes provisions $101 to reflect realizable value of assets
(2) - Includes $170 profit on sale of Bahia Sul Celulose S A - BSC and $507 profit on sale of Celulose Nipo-Brasileira S A - CENIBRA
(3) - Includes $107 profit on sale of Companhia Siderurgica Nacional - CSN
(4) - Up to September 2001 includes pulp and paper operation.

For more information on segments see the segment disclosures included in our consolidated financial statements for the year ended December 31, 2001.

10 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.

As from January 1, 2001 we adopted SFAS 133 "Accounting for Derivative Financial Instruments and Hedging Activities", as amended by SFAS 137 and SFAS 138, and began to recognize all derivatives on our balance sheet at fair value. Accordingly we recognized an initial transition adjustment of $3 as a charge in our statement of income relative to net unrealized losses on contracts open as of December 31, 2000. Subsequently to January 1, 2001 all derivatives have been adjusted to fair market value at each balance sheet date and the change included in current earnings.

For the nine month periods ended September 30, 2002 and 2001 the movement of unrealized and realized gains or losses on derivative financial instruments is as follows:

	Gold	Interest rates (libor)	Cur
Initial unrealized gains and losses at January 1, 2001..........	9	(8)	
Change in the period...	2	(39)	
(Gains) and losses realized in the period......................	(5)	6	
Unrealized gains and (losses) at September 30, 2001	6	(41)	
Unrealized gains and losses at January 1, 2002..................	7	(36)	
Gain recognized upon consolidation of Alunorte..................	-	-	
Change in the period...	9)	(51)	
(Gains) and losses realized in the period......................	(2)	22	
Unrealized gains and (losses) at September 30, 2002	(4)	(65)	

Realized and unrealized gains and losses are included in our income statement.

Final maturity dates for the above instruments are as follows:

Gold..	December 2006
Interest rates (libor)................................	May 2007
Currencies..	May 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 each balance sheet date and the effect included in financial income or expense. During the nine months ended September 30, 2002 and 2001 our use of such instruments was not significant.

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(b) Commodity Price 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.

Our affiliate Albras and our subsidiary Alunorte manage the risk of fluctuating aluminum prices using derivatives, allowing an average minimum profit level for future production and ensuring stable cash generation. However, they may also have the effect of eliminating potential gains on certain price increases in the spot market for aluminum.

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Aluminum Area - VALESUL (Additional information)

Information		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	9	12	8
Quantity sold - internal market	MT (thousand)	12	11	11
Quantity sold - total	MT (thousand)	21	23	19
Average sales price - external market ..	US$	1,467.44	1,481.49	1,485.09
Average sales price - internal market ..	US$	1,906.21	1,865.52	1,779.65
Average sales price - total	US$	1,720.97	1,663.20	1,654.96
Long-term indebtedness, gross	US$	1,868	1,416	953
Short-term indebtedness, gross	US$	685	555	409
Total indebtedness, gross	US$	2,553	1,971	1,362
Stockholders' equity	US$	95,463	83,294	66,161
Net operating revenues	US$	32,675	36,837	29,970
Cost of products	US$	(25,335)	(26,516)	(19,815)
Other expenses/revenues	US$	(2,751)	(2,462)	(2,249)
Depreciation, amortization and depletion	US$	1,513	1,375	1,034
EBITDA	US$	6,102	9,234	8,940
Depreciation, amortization and depletion	US$	(1,513)	(1,375)	(1,034)
EBIT	US$	4,589	7,859	7,906
Non-operating result	US$	23	409	165
Net financial result	US$	(250)	257	(301)
Income before income tax and social .... contribution	US$	4,362	8,525	7,770
Income tax and social contribution	US$	(1,751)	(2,394)	(1,415)
Net income	US$	2,611	6,131	6,355

Information		1Q	2Q	3Q	
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,
Average sales price - internal market	US$	2,155.46	2,047.69	1,934.35	1,
Average sales price - total	US$	2,107.06	1,882.41	1,784.68	1,
Long-term indebtedness, gross	US$	2,568	2,273	2,598	
Short-term indebtedness, gross	US$	33,619	9,700	939	
Total indebtedness, gross	US$	36,187	11,973	3,537	
Stockholders' equity	US$	83,138	85,219	78,024	
Net operating revenues	US$	29,559	37,273	36,364	
Cost of products	US$	(20,205)	(25,700)	(25,657)	(
Other expenses/revenues	US$	(2,526)	(2,351)	(1,372)	
Depreciation, amortization and depletion	US$	1,693	1,282	1,548	

EBITDA	US$	8,521	10,504	10,883
Depreciation, amortization and depletion	US$	(1,693)	(1,282)	(1,548)
EBIT	US$	6,828	9,222	9,335
Non-operating result	US$	24	(319)	(594)
Net financial result	US$	(1,525)	(645)	(1,409)
Income before income tax and social contribution	US$	5,327	8,258	7,332
Income tax and social contribution	US$	(1,413)	(2,116)	(1,947)
Net income	US$	3,914	6,142	5,385

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Aluminum Area - MRN (Additional information)

Information

		1Q	2Q	
Quantity sold - external market	MT (thousand)	485	790	7
Quantity sold - internal market	MT (thousand)	1,296	1,820	1,8
Quantity sold - total	MT (thousand)	1,781	2,610	2,5
Average sales price - external market	US$	20.56	19.09	19.
Average sales price - internal market	US$	19.46	18.01	18.
Average sales price - total	US$	19.76	18.34	18.
Long-term indebtedness, gross	US$	95,892	90,312	77,7
Short-term indebtedness, gross	US$	14,436	18,780	23,1
Total indebtedness, gross	US$	110,328	109,092	100,9
Stockholders' equity	US$	363,737	376,905	387,6
Net operating revenues	US$	32,074	43,006	42,5
Cost of products	US$	(19,472)	(28,845)	(29,8
Other expenses/revenues	US$	(786)	(868)	(7
Depreciation, amortization and depletion	US$	9,160	4,042	14,7
EBITDA	US$	20,976	17,335	26,7
Depreciation, amortization and depletion	US$	(9,160)	(4,042)	(14,7
EBIT	US$	11,816	13,293	11,9
Gain on investments accounted for by the equity method	US$	(542)	20,120	
Non-operating result	US$	(154)	12,792	16,8
Net financial result	US$	(531)	(326)	
Income before income tax and social contribution	US$	10,589	45,879	28,8
Income tax and social contribution	US$	(1,462)	(7,707)	1,0
Net income	US$	9,127	38,172	29,9

Information

		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	581	886	9
Quantity sold - internal market	MT (thousand)	1,604	1,946	1,8
Quantity sold - total	MT (thousand)	2,185	2,832	2,7
Average sales price - external market	US$	22.70	21.99	22.
Average sales price - internal market	US$	20.08	20.16	20.
Average sales price - total	US$	21.39	21.08	20.
Long-term indebtedness, gross	US$	700		7,9
Short-term indebtedness, gross	US$	1,456	1,400	11,5
Total indebtedness, gross	US$	2,156	1,400	19,5
Stockholders' equity	US$	353,154	371,665	357,6
Net operating revenues	US$	42,228	52,825	53,2
Cost of products	US$	(21,382)	(30,132)	(28,8
Other expenses/revenues	US$	(1,007)	(848)	(8
Depreciation, amortization and depletion	US$	8,349	(6,597)	24,2
EBITDA	US$	28,188	15,248	47,7
Depreciation, amortization and depletion	US$	(8,349)	6,597	(24,2
EBIT	US$	19,839	21,845	23,5
Gain on investments accounted for by the equity method	US$	(4,282)	(5,522)	2
Non-operating result	US$	120	931	2,0
Net financial result	US$	588	(810)	(2
Income before income tax and social contribution	US$	16,265	16,444	25,6
Income tax and social contribution	US$	(1,779)	(2,215)	(1,7
Net income	US$	14,486	14,229	23,8

Aluminum Area - ALBRAS (Additional information)

Information

		1Q	2Q	3Q	4
Quantity sold - external market	MT (thousand)	84	108	101	
Quantity sold - internal market	MT (thousand)	4	2	3	
Quantity sold - total	MT (thousand)	88	110	104	
Average sales price - external market	US$	1,318.33	1,409.42	1,288.20	
Average sales price - internal market	US$	1,352.12	1,330.47	1,335.69	

Average sales price - total	US$	1,319.81	1,332.13	1,289.68
Long-term indebtedness, gross	US$	524,095	506,633	498,857
Short-term indebtedness, gross	US$	72,938	48,840	20,156
Total indebtedness, gross	US$	597,033	555,473	519,013
Stockholders' equity	US$	56,416	(17,901)	(96,966)
Net operating revenues	US$	114,933	145,327	132,549
Cost of products	US$	(69,656)	(89,401)	(78,909)
Other expenses/revenues	US$	(4,387)	(3,114)	(3,546)
Depreciation, amortization and depletion	US$	4,733	4,640	9,305
EBITDA	US$	45,623	57,452	59,399
Depreciation, amortization and depletion	US$	(4,733)	(4,640)	(9,305)
EBIT	US$	40,890	52,812	50,094
Non-operating result	US$	(3,489)	1,139	1,762
Net financial result	US$	(8,875)	(125,072)	(153,515)
Income before income tax and social contribution	US$	28,526	(71,121)	(101,659)
Income tax and social contribution	US$	(2,241)	2,241	29,067
Net income	US$	26,285	(68,880)	(72,592)

Information

		1Q	2Q	3Q	
Quantity sold - external market	MT (thousand)	87	88	76	
Quantity sold - internal market	MT (thousand)	3	4	4	
Quantity sold - total	MT (thousand)	90	92	80	
Average sales price - external market	US$	1,530.02	1,468.13	1,387.58	1,
Average sales price - internal market	US$	1,606.92	1,528.21	1,456.51	1,
Average sales price - total	US$	1,532.90	1,470.68	1,390.89	1,
Long-term indebtedness, gross	US$	527,685	496,058	496,941	4
Short-term indebtedness, gross	US$	176,879	167,370	137,258	1
Total indebtedness, gross	US$	704,564	663,428	634,199	6
Stockholders' equity	US$	(32,491)	(48,823)	(87,118)	
Net operating revenues	US$	137,332	134,669	109,554	
Cost of products	US$	(79,813)	(77,814)	(64,130)	(
Other expenses/revenues	US$	(9,256)	(12,625)	(3,422)	
Depreciation, amortization and depletion	US$	5,144	4,541	10,298	
EBITDA	US$	53,407	48,771	52,300	
Depreciation, amortization and depletion	US$	(5,144)	(4,541)	(10,298)	
EBIT	US$	48,263	44,230	42,002	
Non-operating result	US$	(123)	(964)	1,544	
Net financial result	US$	(61,008)	(54,861)	(91,046)	

Income before income tax and social contribution	US$	(12,868)	(11,595)	(47,500)	1
Income tax and social contribution	US$	7,586	(7,913)	-	(
Net income	US$	(5,282)	(19,508)	(47,500)	

Pelletizing Affiliates - KOBRASCO (Additional information)

Information		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	436	534	850
Quantity sold - internal market	MT (thousand)	420	478	-
Quantity sold - total	MT (thousand)	856	1,012	850
Average sales price - external market	US$	31.31	29.34	29.47
Average sales price - internal market	US$	32.08	29.24	-
Average sales price - total	US$	31.69	29.30	29.47
Long-term indebtedness, gross	US$	149,583	143,378	147,150
Total indebtedness, gross	US$	149,583	143,378	147,150
Stockholders' equity	US$	22,910	2,527	(31,055)
Net operating revenues	US$	27,046	27,453	25,222
Cost of products	US$	(20,944)	(25,711)	(20,671)
Other expenses/revenues	US$	518	(636)	330
Depreciation, amortization and depletion	US$	834	795	637
EBITDA	US$	7,454	1,901	5,518
Depreciation, amortization and depletion	US$	(834)	(795)	(637)
EBIT	US$	6,620	1,106	4,881
Other expenses/revenues - non cash		(2,186)	1,722	2,554
Gain on investments accounted for by the equity method		24	395	565
Non-operating result	US$	-	-	
Net financial result	US$	(1,879)	(27,498)	(46,398)
Income before income tax and social contribution	US$	2,579	(24,275)	(38,398)
Income tax and social contribution	US$	(1,334)	9,238	14,511
Net income	US$	1,245	(15,037)	(23,887)

Information		1Q	2Q	3Q

Quantity sold - external market	MT (thousand)	561	523	493	
Quantity sold - internal market	MT (thousand)	420	489	630	
Quantity sold - total	MT (thousand)	981	1,012	1,123	
Average sales price - external market	US$	30.04	31.38	33.26	
Average sales price - internal market	US$	31.80	31.29	29.77	
Average sales price - total	US$	30.79	31.34	31.19	
Long-term indebtedness, gross	US$	128,282	128,006	128,915	1
Total indebtedness, gross	US$	128,282	128,006	128,915	1
Stockholders' equity	US$	15,872	12,059	2,941	
Net operating revenues	US$	30,205	30,793	33,395	
Cost of products	US$	(22,561)	(24,203)	(26,877)	(
Other expenses/revenues	US$	(855)	(570)	20,788	(
Depreciation, amortization and depletion	US$	971	856	776	
EBITDA	US$	7,760	6,876	28,082	(
Depreciation, amortization and depletion	US$	(971)	(856)	(776)	
EBIT	US$	6,789	6,020	27,306	(
Other expenses/revenues - non cash		-	-	(20,447)	
Gain on investments accounted for by the equity method		157	100	(214)	
Non-operating result	US$				
Net financial result	US$	(15,544)	(10,482)	(18,298)	
Income before income tax and social contribution	US$	(8,598)	(4,362)	(11,653)	
Income tax and social contribution	US$	2,931	1,478	3,969	
Net income	US$	(5,667)	(2,884)	(7,684)	

Pelletizing Affiliates - HISPANOBRAS (Additional information)

Information

		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	487	355	166
Quantity sold - internal market	MT (thousand)	420	480	520
Quantity sold - total	MT (thousand)	907	835	686
Average sales price - external market	US$	31.33	31.49	31.39
Average sales price - internal market	US$	31.43	31.63	32.28
Average sales price - total	US$	31.38	31.56	32.07

Stockholders' equity	US$	35,655	31,166	25,299
Net operating revenues	US$	28,370	26,763	23,716
Cost of products	US$	(23,815)	(21,992)	(19,734)
Other expenses/revenues	US$	(689)	(106)	1,211
Depreciation, amortization and depletion	US$	728	461	83
EBITDA	US$	4,594	5,126	5,276
Depreciation, amortization and depletion	US$	(728)	(461)	(83)
EBIT	US$	3,866	4,665	5,193
Non-operating result	US$	-	-	
Net financial result	US$	167	214	189
Income before income tax and social contribution	US$	4,033	4,879	5,382
Income tax and social contribution	US$	(1,515)	(1,911)	(1,598)
Net income	US$	2,518	2,968	3,784

Information

		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	312	336	422
Quantity sold - internal market	MT (thousand)	520	560	460
Quantity sold - total	MT (thousand)	832	896	882
Average sales price - external market	US$	30.80	30.79	32.84
Average sales price - internal market	US$	30.57	31.55	32.44
Average sales price - total	US$	30.65	31.26	32.64
Stockholders' equity	US$	33,954	31,555	30,491
Net operating revenues	US$	25,767	27,922	28,683
Cost of products	US$	(21,684)	(22,922)	(23,018)
Other expenses/revenues	US$	(20)	(1,049)	212
Depreciation, amortization and depletion	US$	739	649	410
EBITDA	US$	4,802	4,600	6,287
Depreciation, amortization and depletion	US$	(739)	(649)	(410)
EBIT	US$	4,063	3,951	5,877
Non-operating result	US$			
Net financial result	US$	295	137	151
Income before income tax and social contribution	US$	4,358	4,088	6,028
Income tax and social contribution	US$	(1,402)	(3,854)	(1,479)
Net income	US$	2,956	234	4,549

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Pelletizing Affiliates - ITABRASCO (Additional information)

Information		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	644	533	572
Quantity sold - internal market	MT (thousand)	233	169	243
Quantity sold - total	MT (thousand)	877	702	815
Average sales price - external market	US$	31.16	28.46	29.96
Average sales price - internal market	US$	31.90	27.79	30.33
Average sales price - total	US$	31.35	28.30	30.06
Long-term indebtedness, gross	US$	18,023	17,133	15,504
Total indebtedness, gross	US$	18,023	17,133	15,504
Stockholders' equity	US$	26,771	24,055	20,177
Net operating revenues	US$	27,552	19,766	25,650
Cost of products	US$	(23,597)	(18,305)	(22,581)
Other expenses/revenues	US$	(1,725)	(166)	(2,576)
Depreciation, amortization and depletion	US$	126	142	233
EBITDA	US$	2,356	1,437	726
Depreciation, amortization and depletion	US$	(126)	(142)	(233)
EBIT	US$	2,230	1,295	493
Non-operating result	US$	-	-	
Net financial result	US$	(132)	3,102	5,109
Income before income tax and social contribution	US$	2,098	4,397	5,602
Income tax and social contribution	US$	(864)	(2,135)	(1,900)
Net income	US$	1,234	2,262	3,702

Information		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	497	579	471
Quantity sold - internal market	MT (thousand)	278	196	271
Quantity sold - total	MT (thousand)	775	775	742
Average sales price - external market	US$	31.13	31.96	31.80
Average sales price - internal market	US$	31.29	32.66	31.50
Average sales price - total	US$	31.19	31.62	31.69

Long-term indebtedness, gross	US$	503	-	407
Total indebtedness, gross	US$	503	-	407
Stockholders' equity	US$	33,905	28,486	25,973
Net operating revenues	US$	23,770	25,723	50,254
Cost of products	US$	(20,080)	(20,290)	(41,102)
Other expenses/revenues	US$	2,638	(2,534)	(1,642)
Depreciation, amortization and depletion	US$	136	147	126
EBITDA	US$	6,464	3,046	7,636
Depreciation, amortization and depletion	US$	(136)	(147)	(126)
EBIT	US$	6,328	2,899	7,510
Non-operating result	US$			
Net financial result	US$	1,345	793	905
Income before income tax and social contribution	US$	7,673	3,692	8,415
Income tax and social contribution	US$	(2,496)	(5,032)	(320)
Net income	US$	5,177	(1,340)	8,095

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Pelletizing Affiliates - NIBRASCO (Additional information)

Information		1Q	2Q	3Q
Quantity sold - external market	MT (thousand)	407	686	290
Quantity sold - internal market - CVRD	MT (thousand)	584	1,544	1,520
Quantity sold - internal market - Others	MT (thousand)	9	27	32
Quantity sold - total	MT (thousand)	1,000	2,257	1,842
Average sales price - external market	US$	30.25	30.88	27.39
Average sales price - internal market	US$	30.49	31.58	25.69
Average sales price - total	US$	30.39	31.36	25.96
Long-term indebtedness, gross	US$	3,600	2,400	2,400
Short-term indebtedness, gross	US$	2,484	2,400	2,436
Total indebtedness, gross	US$	6,084	4,800	4,836
Stockholders' equity	US$	30,547	27,653	21,419
Net operating revenues	US$	30,929	66,759	51,746
Cost of products	US$	(29,126)	(57,043)	(47,290)
Other expenses/revenues	US$	(735)	(765)	(115)
Depreciation, amortization and depletion	US$	990	1,090	1,248

EBITDA	US$	2,058	10,041	5,589	
Depreciation, amortization and depletion	US$	(830)	(790)	(1,248)	
EBIT	US$	1,228	9,251	4,341	
Other expenses/revenues - non cash		1,070	2,827	1,565	
Non-operating result	US$	-	-		
Net financial result	US$	(1,216)	(1,407)	386	
Income before income tax and social contribution	US$	(1,058)	5,017	3,162	
Income tax and social contribution	US$	(186)	(2,120)	(1,451)	
Net income	US$	(1,244)	2,897	1,711	

Information

		1Q	2Q	3Q	
Quantity sold - external market	MT (thousand)	806	559	514	
Quantity sold - internal market - CVRD	MT (thousand)	1,169	1,572	929	
Quantity sold - internal market - Others	MT (thousand)	35	38	-	
Quantity sold - total	MT (thousand)	2,010	2,169	1,443	
Average sales price - external market	US$	30.16	30.00	30.48	
Average sales price - internal market	US$	30.41	31.00	28.57	
Average sales price - total	US$	30.31	31.00	29.22	
Long-term indebtedness, gross	US$	6,000	4,800	4,800	
Short-term indebtedness, gross	US$	2,619	2,400	2,505	
Total indebtedness, gross	US$	8,619	7,200	7,305	
Stockholders' equity	US$	31,793	31,793	31,793	
Net operating revenues	US$	61,181	66,499	43,126	
Cost of products	US$	(52,100)	(54,365)	(39,479)	(
Other expenses/revenues	US$	(4,676)	(2,794)	18,762	(
Depreciation, amortization and depletion	US$	1,050	1,200	1,139	
EBITDA	US$	5,455	10,540	23,548	(
Depreciation, amortization and depletion	US$	(1,050)	(1,200)	(1,139)	
EBIT	US$	4,405	9,340	22,409	(
Other expenses/revenues - non cash				(16,535)	
Non-operating result	US$				
Net financial result	US$	(333)	(138)	(1,449)	
Income before income tax and social contribution	US$	4,072	9,202	4,425	(
Income tax and social contribution	US$	(1,647)	(2,467)	(1,497)	
Net income	US$	2,425	6,735	2,928	(

Pelletizing Affiliates - SAMARCO (Additional information)

Information		1Q	2Q	3Q	4
Quantity sold - total	MT (thousand)	3,301	3,436	3,871	
Average sales price - total	US$	28.48	28.78	27.93	
Long-term indebtedness, gross	US$	92,788	86,584	76,181	
Short-term indebtedness, gross	US$	169,170	180,539	169,538	
Total indebtedness, gross	US$	261,958	267,123	245,719	
Stockholders' equity	US$	454,472	332,500	219,941	
Net operating revenues	US$	89,502	94,763	99,722	
Cost of products	US$	(48,379)	(48,222)	(46,416)	
Other expenses/revenues	US$	(8,410)	(3,272)	(5,146)	
Depreciation, amortization and depletion	US$	5,882	6,508	5,036	
EBITDA	US$	38,595	49,777	53,196	
Depreciation, amortization and depletion	US$	(5,882)	(6,508)	(5,036)	
EBIT	US$	32,713	43,269	48,160	
Other expenses/revenues - non cash	US$	(762)	(3,690)	(5,915)	
Gain on investments accounted for by the equity method	US$	930	(4,606)	(13,647)	
Net financial result	US$	(6,460)	(37,008)	(51,757)	
Income before income tax and social contribution	US$	26,421	(2,035)	(23,159)	
Income tax and social contribution	US$	(4,625)	(3,260)	(389)	
Net income	US$	21,796	(5,295)	(23,548)	

Information		1Q	2Q	3Q	
Quantity sold - total	MT (thousand)	3,399	2,919	2,312	
Average sales price - total	US$	28.83	30.00	29.44	
Long-term indebtedness, gross	US$	166,257	132,655	119,394	1
Short-term indebtedness, gross	US$	188,795	164,003	158,204	1
Total indebtedness, gross	US$	355,052	296,658	277,598	2
Stockholders' equity	US$	447,177	431,353	355,487	3

Net operating revenues	US$	97,575	83,480	65,725	
Cost of products	US$	(50,703)	(38,479)	(30,735)	(
Other expenses/revenues	US$	(7,786)	(6,722)	(16,798)	
Depreciation, amortization and depletion	US$	8,016	6,476	3,759	
EBITDA	US$	47,102	44,755	21,951	
Depreciation, amortization and depletion	US$	(8,016)	(6,476)	(3,759)	
EBIT	US$	39,086	38,279	18,192	
Other expenses/revenues - non cash	US$	(2,304)	(1,307)	(1,743)	
Gain on investments accounted for by the equity method	US$	(1,560)	(1,785)	(3,643)	
Net financial result	US$	(31,269)	(20,125)	(52,000)	
Income before income tax and social contribution	US$	3,953	15,062	(39,194)	
Income tax and social contribution	US$	(1,344)	(3,164)	587	
Net income	US$	2,609	11,898	(38,607)	

Indexes on Debt (Additional information)

	09/30/02	09/30
Current liabilities		
Current portion of long-term debt - related parties	-	
Current portion of long-term debt - unrelated parties	443	
Short-term debt	389	
Loans from related parties	74	
	906	1,
Long-term liabilities		
Long-term debt - related parties	-	
Long-term debt - unrelated parties	2,637	2,
Loans from related parties	36	
	2,673	2,
Gross Debt	3,579	3,
Gross interest	169	
Gross interest - annual estimated	225	
EBITDA	1,383	1,
EBITDA - annual estimated	1,844	1,
EBITDA/Gross interest - annual estimated	8.20	7
Gross Debt/EBITDA - annual estimated	1.94	1

Financial Result, net

	09/30/02	09/30/01
Financial expenses		
Local debt	(35)	(49)
Foreign debt	(126)	(131)
Related parties, net	(8)	(16)
	(169)	(196)
Labor and civil claims and tax-related actions	(58)	(22)
Tax on financial transactions CPMF / COFINS	(11)	(17)
Derivatives	(67)	(40)
Valia - Shares CSN x IGP-DI	(42)	-
Others	(5)	(5)
	(352)	(280)
Financial income		
Markatable securities	44	36
Others	43	44
....	87	80
Financial expenses, net	(265)	(200
Monetary and exchange variation on liabilities	(1,505)	(1,124
Monetary and exchange variation on assets	679	464
Monetary and exchange variation, net	(826)	(660
Financial result, net	(1,091)	(860

Members of the Board of Directors, Audit Committee, Chief Executive Officer and Executive Directo

Board of Directors	Chief Executive Officer Roger Agnelli
Luiz Tarquinio Sardinha Ferro Chairman	Executive Officer (Finance and Investor Relations)
Erik Persson	Fabio de Oliveira Barbosa
Renato Augusto Zagallo Villela dos Santos	Executive Officer (Planning and Contr Gabriel Stoliar
Francisco Valadares Povoa	
Joao Moises Oliveira	Executive Officer (Human Resources an Corporate Services)
Jose Marques de Lima	Carla Grasso

Octavio Lopes Castello Branco Neto

Renato da Cruz Gomes

Romeu do Nascimento Teixeira

Audit Commitee

Claudio Bernardo Guimaraes de Moraes

Eliseu Martins

Marcos Fabio Coutinho

Pedro Carlos de Mello

Ricardo Wiering de Barros

Executive Officer (Ferrous Minerals)
Armando de Oliveira Santos Neto

Executive Officer (Logistics)
Guilherme Rodolfo Laager

Executive Officer (Holdings and Business Development)
Antonio Miguel Marques

Executive Officer (Non-Ferrous)
Diego Cristobal Hernandez Cabrera

Eduardo de Carvalho Duarte
Chief Accountant
CRC-RJ 57439

Otto de Souza Marques Junior
Head of Control Department

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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
(Registrant)

Date: November 15, 2002

By: /s/ Fabio de Oliveira Barbosa

Fabio de Oliveira Barbosa
Chief Financial Officer