

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

=====

FORM 6-K

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

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

For November 13, 2001

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

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

Federative Republic of Brazil  
(Jurisdiction of incorporation or organization)

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

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

FORM 20-F  ---

FORM 40-F ---

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

YES ---

NO  ---

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

=====

Companhia Vale do Rio Doce

TABLE OF CONTENTS

# Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

This Form 6-K contains the following:

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

## SIGNATURES

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

COMPANHIA VALE DO RIO DOCE

By: /s/ Eduardo de Carvalho Duarte

Name: Eduardo de Carvalho Duarte  
Title: Chief Accountant

Dated: November 13, 2001

Item 1

## Contents

Part I	Page
1- Management's Discussion and Analysis of the Operating Results for Nine Months Ended September 30, 2001 Compared with Nine Months Ended September 30, 2000	03
1.1- General Aspects	03
1.2- Comments on the Parent Company Results	03
1.2.1- Operating Revenue	04
1.2.2- Cost of Products and Services	05
1.2.3- Result of Investment Participations	05
1.2.4- Operating Income (Expenses)	07
1.2.5- Discontinued Operations	08
1.2.6- Cash Flow	08
1.2.7- Income Tax and Social Contribution	08

## Part II

### Quarterly Information and Notes to the Quarterly Information

2- Balance Sheet	09
3- Statement of Income	10
4- Statement of Changes in Stockholders' Equity	11



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

8.11-	Pelletizing Affiliates - HISPANOBRAS (Adjusted and Non Audited)	49
8.12-	Pelletizing Affiliates - ITABRASCO (Adjusted and Non Audited)	50
8.13-	Pelletizing Affiliates - KOBRASCO (Adjusted and Non Audited)	51
8.14-	Pelletizing Affiliates - NIBRASCO (Adjusted and Non Audited)	52
9-	Review Report of Independent Accountants	53
10-	Members of the Board of Directors, Audit Committee, Chief Executive Officer and Executive Directors	54

2

### Part I

(Expressed in thousands of reais)

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

#### 1.1- General Aspects

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

(\*) IGPM - General Price Index - Market

(\*\*) TJLP - Long-Term Interest Rate

3

### 1.2- Comments on the Parent Company Results

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

#### 1.2.1- Operating Revenues

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

4

09/30/02

PER PRODUCT

Gold 5  
Railroad and port services 16%

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Pellets 18%  
Iron ore 57%

PER MARKET

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

PER CURRENCIES (\*)

R\$ 14%  
US\$ 86%

R\$ 4,806,738

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

1.2.2- Cost of Products and Services

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

By Category

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

1.2.3- Result of Investments Participations

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

- o Recognition of equity income of R\$ 107,522 on the unwinding of the cross participation between CVRD and CSN.
- o The positive effects of the 36.6% devaluation of the real against the

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

5

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

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

### Ferrous

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

- o RDE - Improvement in the equity result of R\$ 148,471 basically due to the devaluation of the real against the U.S. dollar (a positive exchange rate variation of R\$ 229,129 in 2001 as compared to a positive variation of R\$ 14,260 in 2000).
- o SAMITRI - Reduction in the equity result of R\$ 16,568 due to an increase in the negative effects of the exchange rate variation on the SAMARCO's debt.
- o ZAGAIA - In 2001 the negative equity result of this subsidiary was R\$ 96,957 due to the effects of exchange rate variation on the company's U.S. dollar denominated debt, offset in part by R\$ 9,933 of positive equity result in Ferteco.

### (b) Manganese and ferro-alloys

- o RDME - Improvement in the equity result of R\$ 22,441, basically due to the devaluation of the real against the French Franc in 2001.
- o SIBRA - Investment resulting from the merger of VVUPSA and FLN. A positive equity result of R\$ 19,558 was recorded in 2001, partially offset by a goodwill amortization of R\$ 59,589.

6

### Non-ferrous

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

### Logistics

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

### Investments

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### (a) Steel

- o CSI - Improvement in the equity result of R\$ 77,625 due to the devaluation of the real against the U.S. dollar (a positive exchange variation of R\$ 132,019 in 2001 against a positive variation of R\$ 9,154 in 2000). In operational terms average sales prices of slabs were 14% lower compared to the same period of 2000 and sales volume was stable (1,378 thousand tons in 2001 and 2000).
- o CSN - An equity result of R\$ 107,522 was recorded in 2001 due to the effects of unwinding CVRD/CSN interests completed on 03/15/01. In 2000, equity result was R\$ 26,256 recorded via DOCEPAR and R\$ 7,705 in CVRD.
- o CST - Reduction in the equity result of R\$ 49,979 mainly due to the effect of exchange rate variation on the company's debt.
- o USIMINAS - Reduction in the equity result of R\$ 19,745 mainly due to the effect of exchange rate variation on the company's debt.

### (b) Aluminum

- o ALBRAS - Reduction in the equity result of R\$ 205,794 due to an increase in the negative effects of the exchange rate variation on the company's debt. In operational terms, the average sales price decreased 3.2% (US\$ 1,468.08 per ton in 2001 compared to US\$ 1,516.41 per ton in 2000). The volume of sales decreased 5.1% (262 thousand tons in 2001 against 276 thousand tons in 2000).
- o ALUNORTE - Reduction in the equity result of R\$ 110,252 due to an increase in the negative effects of exchange rate variation on the company's debt. Operationally, the average sales price decreased by 1.9% (US\$ 192.04 per ton in 2001 as compared to US\$ 195.84 per ton in 2000) and the sales volume remained stable (1,180 thousand tons in 2001 against 1,177 thousand tons in 2000).
- o MRN - Reduction in the equity result of R\$ 687 due to a 7.6% decrease in volume sold (7,777 thousand tons in 2001 against 8,416 thousand tons in 2000), an increase in cost of products sold of approximately 13% and a R\$ 23,698 loss resulting from the shareholders' participation in ALUNORTE, partially offset by the positive effects of the exchange rate variation on sales..
- o VALESUL - Improvement in the equity results of R\$ 4,512 due to the positive effects of the exchange rate variation on sales, partially offset by an 1.2% decrease in the average sales price (US\$ 1,916.59 per ton in 2001 against US\$ 1,940.44 per ton in 2000) and by an increase in costs of approximately 17%.
- o ALUVALE - Reduction in the equity result (own operations) of R\$ 24,047 mainly due to the recognition in 2000 of a R\$ 24,593 gain in participation in January 2000 relating to the premium on the capital increase of Hydro in ALUNORTE.
- o ITACO - Reduction in the equity result of R\$ 9,940 due to R\$ 4,666 of negative equity result in ALUVALE, decreases in the volume of alumina, aluminum and bauxite sold of 37.8%, 9% and 20.4%, respectively, and decreases in average sales price of aluminum 3.4% and alumina 13.5%, offset in part by an increase in the average sales price of bauxite of 3.4%.

### 1.2.4- Operating Income (Expenses)

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

7

### 1.2.5- Discontinued Operations

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

### 1.2.6- Cash Flow

The operating cash generation measured by EBITDA is as follows:

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

### 1.2.7- Income Tax and Social Contribution

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

8

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### Part II

#### Quarterly Information and Notes to the Quarterly Information

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

#### 2- Balance Sheet In thousands of reais

In thousands of reais

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

3- Statement of Income

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

10

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

4- Statement of Changes in Stockholders' Equity

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

11

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

5- Statement of Cash Flows (Additional Information)

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

12

### 6.1- Operations

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

### 6.2- Presentation of Quarterly Information

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

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

### 6.3- Significant Accounting Policies

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

### 6.4- Cash and Cash Equivalents

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

6.5- Accounts Receivable from Customers

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

6.6- Transactions with Related Parties

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

6.7- Inventories

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

14

6.8- Deferred Income Tax and Social Contribution

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

15

### 6.9- Investments

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

changes, as well as participation in results;

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

16

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

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

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

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

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

- (f) Indirect holdings through ALUVALE:

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

17

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

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

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

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

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

18

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

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

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

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

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

19

### 6.10- Property, Plant and Equipment

- (a) By business area:

09/30/01

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

(b) By classification of asset:

09/30/01

Cost	Accumulated depreciation	Net	Cost
-----	-----	-----	-----

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

20

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

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

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

6.11- Loans and Financing

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Notes:

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

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

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

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

21

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

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

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

6.12 - Securitization Program

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

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

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

6.13 - Contingent Liabilities

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

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

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

### 6.14 - Labor provision

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

### 6.15 - Others - Long-term liabilities

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

### 6.16 - Pension Plan

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

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

23

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

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

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

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

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

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

### 6.17 - Capital

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

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

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

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

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

24

### Notes:

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

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### 6.18 - Treasury Stock

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

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

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

### 6.19 - Financial Result

The amounts included in the income statement are as follows:

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

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

### 6.20 - Derivative Financial Instruments

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

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

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

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

(a) Interest Rate and Exchange Rate Risk

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

(b) Commodity Risk

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

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

(c) Fair Value of Financial Instruments

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

26

6.21 - Exchange rate Exposure

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

(\*) Proportional to the percentage of participation

6.22 - Environmental and Site Reclamation and Restoration Costs

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

27

6.23- Income Statement Reclassifications

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

### 6.24- Subsequent Events

#### Custodian Change

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

#### Merger of SAMITRI

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

#### Conclusion of Negotiation with Baosteel

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

#### Acquisition of the Sossego Project confirming CVRD copper strategy

28

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

#### Share buyback program

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

European commission approval of the CAEMI acquisition

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

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

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

29

### Part III

7- Other information the company deems relevant

7.1- Net Accumulated Income in R\$ Million

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

[GRAPHIC OMITTED]

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

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

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

30

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### 7.3 - Business Performance Ratios

#### CAPITAL RATIOS

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

#### PROFITABILITY AND OTHER RATIOS

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

#### Note:

The income statement data has been annualized.

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

### 7.4 - Segment and Geographic Information

The Company's business areas as follows:

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Non-ferrous - includes gold production, potash, geological prospecting and other non-ferrous minerals.

Logistics - activities related to railroads and ports together with investments in the area of maritime and rail transport and services.

31

Investments - includes commercialization of aluminum products and investments in joint ventures and affiliates involved in the production of bauxite, alumina refining and aluminum smelting, as well as holdings in companies in the pulp and paper sector and in steel.

Corporate center - comprises the functional areas of control, finance, legal affairs, human resources, administration, information technology and investor relations.

Information presented to top management with respect to the performance of each segment is generally derived directly from the accounting records maintained in accordance with Brazilian corporate law together with certain minor inter-segment allocations, and is focused primarily on return on capital employed (ROCE), net operating profit less taxes (NOPLAT) as well as net income.

	Ferrous	Non-ferrous	Logistics	Pulp and paper	Alumium	Steel	Inve
Gross revenue - external market	2,585,966	232,470	-	-	-	-	-
Gross revenue - internal market	1,408,172	133,769	446,361	-	-	-	-
Costs and expenses	(1,883,776)	(246,434)	(200,747)	-	-	-	-
Discontinued operations	-	-	-	1,770,516	-	-	-
Financial income	-	-	-	-	-	-	-
Financial expenses	-	-	-	-	-	-	-
Depreciation	(294,113)	(50,910)	(18,587)	-	-	-	-
Equity	240,936	(195,673)	(294,381)	24,274 (*)	(68,698)	227,698	-
Income tax and social contribution	-	-	-	-	-	-	-
Net income for the period	<u>2,057,185</u>	<u>(126,778)</u>	<u>(67,354)</u>	<u>1,794,790</u>	<u>(68,698)</u>	<u>227,698</u>	-

(\*) Refers to the equity on Florestas that is in process of sale

Sales classified by geographic destination

External market



Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

32

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Sales classified by geographic destination

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

Calculation of ROCE

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

33

### 7.5- Share Performance on Stock Exchanges

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

[OBJECT OMITTED]

### 7. 6- Capital Expenditures (Non Audited)

[OBJECT OMITTED]

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Third Quarter      55.00      45.50      55.00      46.40      23.15      18.65

### 7.8- Changes in Prices (Non Audited)

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

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

34

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

7.8- Changes in Prices (Non Audited)

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

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

35

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

EXPORTS BY SYSTEM

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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





Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Billiton	45.49		=====	Porto Estrela	
-----			Steel	Usina Hidreletrica	-
-----				CVRD	33.33
Alunorte**			CST**	CEMIG	33.33
Aluvale	46.60		CVRD	22.85	
Norsk Hydro	30.75		Acesita/Usinor	37.29 --	
MRN	12.62 --		Kawasaki	7.91	
NAAC	4.88		Others	31.95	
CBA	3.62		-----	Consortium Airmores	
JAIC	1.53		-----	Usina Hidreletrica	
-----			California Steel*		
-----			Rio Doce Ltd.	50.00 --	
Min. Rio do Norte**			Kawasaki	50.00	
Aluvale	40.00		-----	Consortium Candonga	
Billiton	14.80		-----	Usina Hidreletrica	
Alcan	12.00		Usimina		
CBA	10.00		CVRD	11.46	
Alcoa	8.58 --		Nippon Usiminas	9.45	
Reynolds	5.00		Previ	8.02 --	
Norsk Hydro	5.00		CIU	4.95	
Abalco	4.62		Others	66.12	
-----			-----	Consortium Funil	
-----			-----	Usina Hidreletrica	
Min. Vera Cruz			Siderar(*)		
Aluvale	36.00 --		Italbira Rio Doce	4.85	
Paraibuna	42.88		Usiminas	5.32	
Fina Emp. Part.	21.12		Grupo Techint	52.98	
-----			ISA (employees)	10.47	
			Others	26.38	
			-----		
			-----		
				Consortium Capim	
			=====	Branco I e II - Usina	
Fertilizers			e-Business	Hidreletrica	
-----				CVRD	46.00
Fosfertil			Valepontocom		
CVRD	10.96	--	CVRD	98.20 --	
Fertifos	55.35		Others	1.80	
Others	33.69		-----		
-----			Solostrata S/A		
			Valepontocom	99.90	
			CVRD	0.10	
			-----		
			Multistrata S/A		
		--	Valepontocom	99.90	
			CVRD	0.10	
			-----		
			Quadrem Int. Holdings		
			LTD		
			ITACO	9.00	
			Others	91.00	
			-----		
				Consortium	
				Foz do Chapeco	
				Usina Hidreletrica	
				CVRD	40.00 --
				Serra da Mesa S.A.	40.00
				CEEE	20.00
				-----	

| [ ] Subsidiary |

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

-----

37

### 7.11- Information About SAMITRI (Non Audited)

#### Statement of Income

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

#### Result

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### Investments

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

### Leasing

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

### Incorporation

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

38

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

Attachment I

#### Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

39

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

Attachment I

Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

40

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

Attachment I

Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Information

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



Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

41

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

Attachment I

Information

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

ROE (annualized) 35.2% 32.1% 42.7%

42

Information

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Capital employed	>>	247,495	235,299	186,929	186
ROCE after taxes (annualized)		17.9%	23.4%	44.4%	
ROE (annualized)		17.0%	30.8%	22.5%	
Information					
		1st Quarter	2nd Quarter	3rd Quarter	4th Qua
Quantity sold - external market	MT (thousand)	1	10	10	
Quantity sold - internal market	MT (thousand)	11	15	14	
Quantity sold - total	MT (thousand)	12	25	24	
Average sales price - external market	US\$	1,851.23	1,644.13	1,644.19	1,60
Average sales price - internal market	US\$	2,147.88	2,035.89	2,044.72	2,07
Average sales price - total	US\$	2,123.16	1,912.84	1,877.83	1,84
Long-term indebtedness, gross	US\$	4,399	3,931	3,493	3
Short-term indebtedness, gross	US\$	18,045	15,988	23,189	26
Total indebtedness, gross	US\$	22,444	19,919	26,682	29
Long-term indebtedness, net	US\$	4,399	3,931	3,493	3
Short-term indebtedness, net	US\$	14,751	9,709	22,190	25
Total indebtedness, net	US\$	19,150	13,640	25,683	28
Stockholders' equity	R\$	165,029	173,578	181,494	181
Net operating revenues	R\$	42,581	74,950	75,265	78
Cost of products	R\$	(25,919)	(58,278)	(55,626)	(59
Other expenses/revenues	R\$	(665)	(4,481)	(5,359)	(2
Depreciation, amortization and depletion	R\$	19,361	15,468	17,736	20
EBITDA	>>	35,358	27,659	32,016	36
Depreciation, amoritization and depletion	R\$	(19,361)	(15,468)	(17,736)	(20
EBIT	>>	15,997	12,191	14,280	16
Non-operating result	R\$	124	958	(750)	
Net financial result	R\$	(5,410)	3,595	(1,138)	
Income before income tax and social contribution	R\$	10,711	16,744	12,392	15
Income tax and social contribution	R\$	(3,809)	(3,652)	(4,478)	(2
Net income	R\$	6,902	13,092	7,914	12
Property, plant and equipment in operation	R\$	114,350	111,842	110,611	103
Inventories	R\$	62,643	58,677	52,889	59
Accounts receivable	R\$	26,954	6,633	50,712	49
Payable to suppliers and contractors	R\$	(17,176)	(20,952)	(14,561)	(12
Salaries and social changes	R\$	(1,934)	(2,445)	(2,746)	(2
Capital employed	>>	184,837	153,755	196,905	198
ROCE after taxes (annualized)		26.4%	22.2%	19.9%	

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

ROE (annualized) 16.7% 30.2% 17.4%

43

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

-----  
\* Participation sold

44

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

45

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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



Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

46

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

EBIT ----->		78,344	73,994	89,277	241,615	57,842	66,87
Other expenses/revenues - non cash		-	-	-	-	(2,155)	(66,35
Gain on investments accounted for by the equity method	R\$	(3,570)	(4,541)	(9,265)	(17,376)	(2,673)	(8,80
Non-operating result	R\$	-	16	(19,440)	(19,424)	858	1,51
Net financial result	R\$	(63,754)	(32,350)	(111,084)	(207,188)	(14,390)	(84,47
-----							
Income before income tax and social contribution	R\$	11,020	37,119	(50,512)	(2,373)	39,482	(91,24
Income tax and social contribution	R\$	(3,324)	(7,657)	2,093	(8,888)	(7,652)	14,46
-----							
Net income	R\$	7,696	29,462	(48,419)	(11,261)	31,830	(76,78
=====							
Property, plant and equipment in operation	R\$	825,763	823,100	823,902	823,902	1,449,490	964,01
Inventories	R\$	75,612	102,738	119,144	119,144	49,292	55,35
Accounts receivable	R\$	153,749	147,026	150,580	150,580	85,474	63,68
Payable to suppliers and contractors	R\$	(13,955)	(26,813)	(21,596)	(21,596)	(24,107)	(23,32
Salaries and social charges	R\$	(19,266)	(17,003)	(15,472)	(15,472)	(7,856)	(18,10
-----							
Capital employed ----->		1,021,903	1,029,048	1,056,558	1,056,558	1,552,293	1,041,62
=====							
ROCE after taxes (annualized)		29.4%	25.8%	34.6%	29.4%	12.9%	31.
-----							
ROE (annualized)		7.4%	26.3%	(48.5%)	(3.8%)	12.5%	(65.
-----							

8.10 - Iron Ore Area - FERTECO (Adjusted and Non-Audited)

Attachment I

Information		2001				
		1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total
Quantity sold - external market	MT (thousand)	-	3,955	3,556		7,511
Quantity sold - internal market	MT (thousand)	-	598	455		1,053
-----						
Quantity sold - total	MT (thousand)	-	4,553	4,011	-	8,564
=====						
Average sales price - external market	US\$	-	16.50	17.50		17.05
Average sales price -						

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

Information

2001

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

### Report of Independent Accountants on Limited Review

October 22, 2001

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

paragraph 3.

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

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

53

BOARD OF DIRECTORS  
Luiz Tarquinio Sardinha Ferro  
Chairman

Executive Director of Human Resources  
Corporate Services  
Carla Grasso

Erik Persson

Executive Director of the Iron Ore Area  
Armando Santos

Fabio de Oliveira Barbosa

Eduardo Marcos de Barros Faria  
Director of Commercialization

Francisco Valadares Povoá

Jayme Nicolato Correa  
Director of Iron Ore for the Northern

Joao Moises Oliveira

Joaquim Martino Ferreira  
Director of Pelletization and Metallurgy

Jose Marques de Lima

Jose Francisco Martins Viveiros  
Director of Iron Ore for the Southern

Octavio Lopes Castello Branco Neto

Marconi Tarbes Vianna  
Director of Manganese and Alloys

Renato da Cruz Gomes

Executive Director of Logistics Area  
Guilherme Laager

Romeu do Nascimento Teixeira

Elias David Nigri  
Director of Logistics

AUDIT COMMITTEE  
Claudia Torres Teixeira

Eliseu Martins

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

Luiz Carlos Angelotti

Antonio Carlos Varela  
Director of Pulp and Paper

Marcos Fabio Coutinho

Ronaldo Camillo

Dalton Nose  
Director of Development

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

CHIEF EXECUTIVE OFFICER  
Roger Agnelli

Director of Legal Affairs  
Paulo Francisco de Almeida Lopes

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

Gabriel Stoliar

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

Tito Botelho Martins Junior  
Director of Finance

Edward Dias da Silva  
Director of Energy

Helcio Roberto Martins Guerra  
Director of Precious Metals

Paulo Eduardo Libanio  
Director of Basic Metals and Industrial

Eduardo de Carvalho Duarte  
Chief Accountant  
CRC-RJ 57439

Otto de  
Directo  
Corporat

54

Item 2

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release

NOTICE TO SHAREHOLDERS

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

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

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

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

Item 3

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

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

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

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

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

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

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

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

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

2  
Press Release 3Q01

A global recession but growth prospects are well alive

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

There are a number of reasons for cautious optimism.

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

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

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

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

### Iron ore and metals markets

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

3  
Press Release 3Q01

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

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

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

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

[GRAPHIC OMITTED] CONSOLIDATED SELECTED INDICES

Sales of iron ore and pellets: 104.1 million tons

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

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

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

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

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

4  
Press Release 3Q01

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

5  
Press Release 3Q01

Consolidated Sales Volumes -- in million tonnes

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

  

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

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

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

  

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

6  
Press Release 3Q01

EXPORTS OF US\$ 2.446 BILLION

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

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

[GRAPHIC OMITTED] CVRD 3Q01 RESULTS

Record net quarterly earnings: R\$ 1.206 billion

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

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

7  
Press Release 3Q01

### Quarterly Net Income and Gross Margin R\$ millions

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### Cost of Goods Sold\* - Parent Company

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

-----

\* Excludes expenses with product acquisitions

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

8  
Press Release 3Q01

#### The evolution of operational revenues

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

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

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

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

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

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

tons.

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

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

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

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

9  
Press Release 3Q01

Sales Volumes

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

-----  
\* except iron ore and pellets

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

-----  
\* except iron ore and pellets

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

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

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

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

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

10  
Press Release 3Q01

Sources of earnings growth

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

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

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

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

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

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

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

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

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

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Vale do Rio Doce

### Factors that Affected Net Earnings R\$ million

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

### Equity Income \* R\$ million

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

-----  
\* Excluding capital gains from assets sales

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

12  
Press Release 3Q01

### EBITDA - Aluminum R\$ million

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

RECORD QUARTERLY EBITDA: R\$ 986 MILLION

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

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

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

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

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

[GRAPHIC OMITTED]

Companhia  
Vale do Rio Doce

13  
Press Release 3Q01

### EBITDA X EBITDA Margin (R\$ million)

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

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

EBITDA adjusted by the inclusion of dividends received

### Factors that Affected EBITDA R\$ million

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

[GRAPHIC OMITTED]

Companhia  
Vale do Rio Doce

14  
Press Release 3Q01

## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

### Operational Cash Flow -- R\$ million

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

### [GRAPHIC OMITTED] INVESTMENTS

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

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

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

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

### DEBT

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

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

### DEBT LEVERAGE AND COVERAGE

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



## Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

15

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

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

\* adjusted by the inclusion of dividends received

\*\* acquisitions not included

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

\* excluding capital gains from asset sales

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

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

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

\* excluding capital gains from asset sales

CAPEX - 9M 01

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

17

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

ALUMINUM - SELECTED FINANCIAL INDICATORS - NON-AUDITED

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

18

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

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

R\$ million

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

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

19

[GRAPHIC OMITTED] Companhia  
Vale do Rio Doce

Press Release 3Q01

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

R\$ million

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

For further information, contact:

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

Edgar Filing: VALLEY OF THE DOCE RIVER CO - Form 6-K

Barbara Geluda  
Daniela Tinoco

geluda@cvrld.com.br  
daniela@cvrld.com.br

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

Website: [www.cvrld.com.br](http://www.cvrld.com.br)

---

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