

BANCO CENTRAL DO BRASIL - FOCUS

February 4, 2000

Median of market expectations for inflation measured by the IPCA for 2000 declined to 6.93% from 6.98% recorded last week. For 2001, expectations are at 4.10%. The median of market forecasts for the IGP-DI for 2000 were revised to 8.10%, from 8.20% over the week. Median expectations for the IPC-Fipe moved to 6.50% from 6.62%. GDP growth expectations for 2000 remained at 3.00%. Expectations for the trade balance remained unchanged at US\$ 4.0 billion for 2000, changing to US\$ 5.4 billion in 2001. Market participants expect a current account deficit of US\$ 23.3 billion in 2000, and US\$ 22.4 in 2001.

Market Readout

Central Bank Daily Survey on Market Expectations Median of Market Expectations

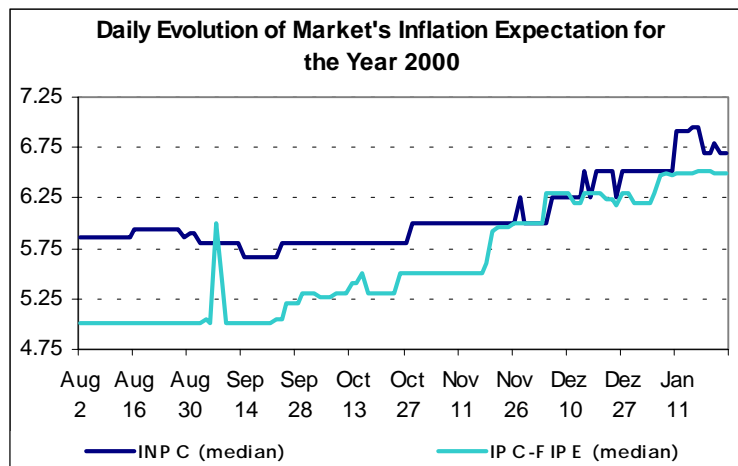
Price indices	for 2000		for 2001	
	as of Jan 28	as of today	as of Jan 28	as of today
(% change)				
IGP-DI	8.20	8.10	5.00	5.00
IGP-M	8.10	8.00	5.00	5.00
IPC-Fipe	6.62	6.50	4.00	4.00
INPC	6.70	6.70	4.00	4.00
IPCA	6.98	6.93	4.00	4.10

	for January		for February	
	as of Jan 28	as of today	as of Jan 28	as of today
(% change)				
IGP-DI	1.10	1.10	0.68	0.70
IGP-M	-	-	0.60	0.60
IPC-Fipe	-	-	0.52	0.50
INPC	0.62	0.61	0.52	0.51
IPCA	0.70	0.70	0.50	0.50

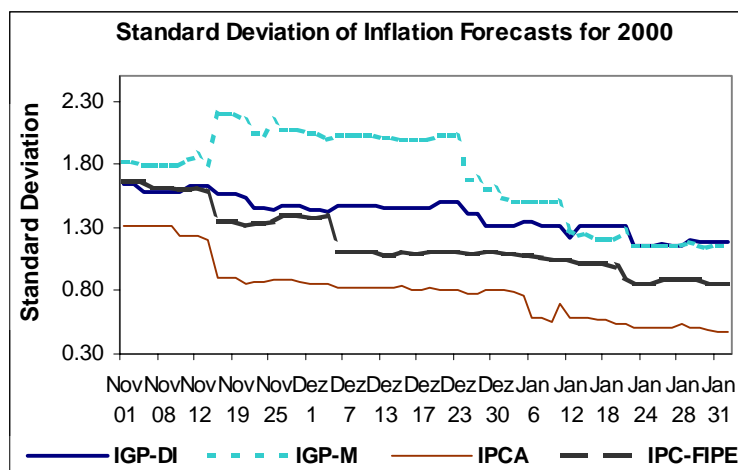
Other Economic Indicators	for 2000		for 2001	
	as of Jan 28	as of today	as of Jan 28	as of today
GDP growth (%)	3.00	3.00	4.00	4.00
Trade Balance (US\$ billion)	4.00	4.00	5.65	5.40
Current account (US\$ billion)	-23.15	-23.25	-22.60	-22.35
Fiscal Figures (% of GDP)				
Primary balance	3.00	3.00		
Nominal balance	-4.40	-4.35		

Central Bank Daily Survey on Market Expectations

Evolution of Median Expectations for Inflation



Dispersion of Inflation Forecasts for 2000



Information for unrestricted disclosure. It is not intended to bind Banco Central do Brasil in its monetary or foreign exchange policy actions.