

BANCO CENTRAL DO BRASIL – FOCUS

June 16, 2000

Median of market expectations for inflation measured by the INPC for 2000 declined to 5.50% from 5.80% as tracked by Banco Central do Brasil daily survey. Inflation expectations for the other indices remained mostly unchanged. Consensus forecast for the IPCA remained at 6.0% for 2000 and at 4.30% for 2001. Median expectations for GDP growth in 2000 was kept at 3.45%, while a growth of 4.0% is expected for 2001. Forecasts for the current account deficit increased last week to US\$ 23.85 billion from US\$ 23.70 billion. Expectations for other economic indicators are quoted in the tables below and in the figures on the next page.

Market Readout

*Banco Central do Brasil Daily Survey on Market Expectations
Median of Market Expectations*

PRICE INDICES

	June		July	
(% change)	as of June 9	As of today	as of June 9	as of today
IGP-DI	0.61	0.65	0.70	0.74
IGP-M	0.60	0.60	0.70	0.70
IPC-Fipe	0.38	0.30	0.80	0.77
INPC	0.60	0.45	0.74	0.74
IPCA	0.60	0.50	0.73	0.78

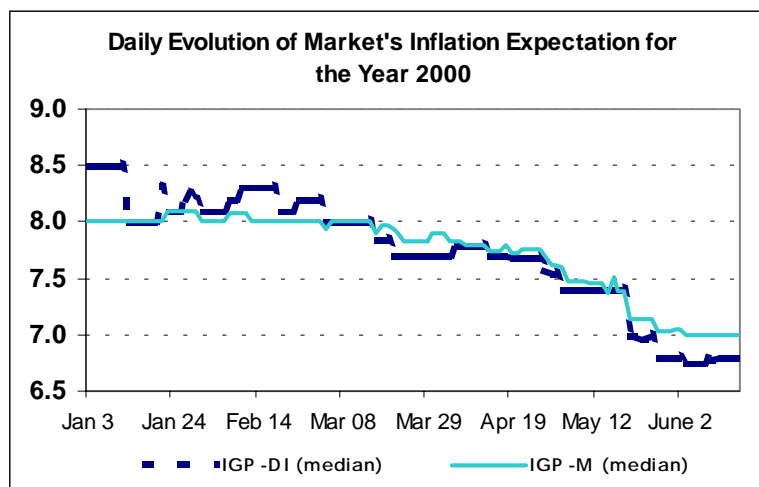
	2000		2001	
IGP-DI	6.79	6.80	4.50	4.50
IGP-M	7.00	7.00	4.30	4.30
IPC-Fipe	5.06	5.09	4.10	4.10
INPC	5.80	5.50	4.00	4.00
IPCA	6.00	6.00	4.30	4.30

OTHER ECONOMIC INDICATORS

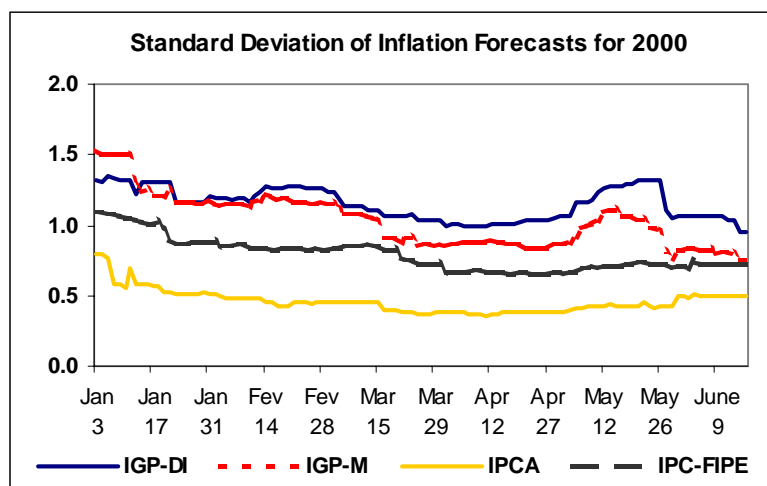
	2000		2001	
	as of June 9	As of today	as of June 9	as of today
GDP growth (%)	3.45	3.45	4.00	4.00
Trade Balance (US\$ billion)	2.55	2.55	4.90	4.90
Current Account (US\$ billion)	-23.70	-23.85	-23.30	-23.30
Fiscal Figures (% of GDP)				
- Primary Balance	3.10	3.10	3.00	3.00
- Nominal Balance	-4.00	-4.00	-3.05	-3.05

Central Bank Daily Survey on Market Expectations

Evolution of Median Expectations for Inflation



Dispersion of Inflation Forecasts for 2000



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