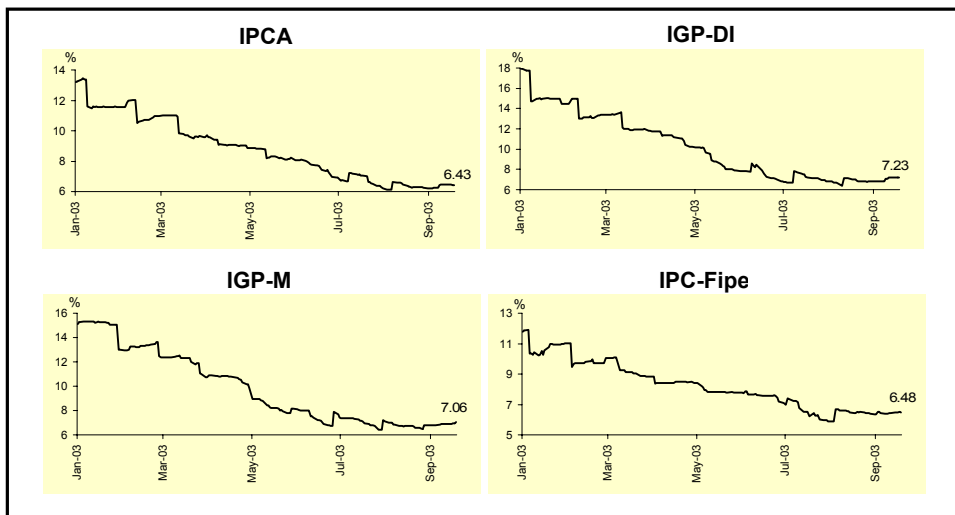


Market Readout

September 19, 2003

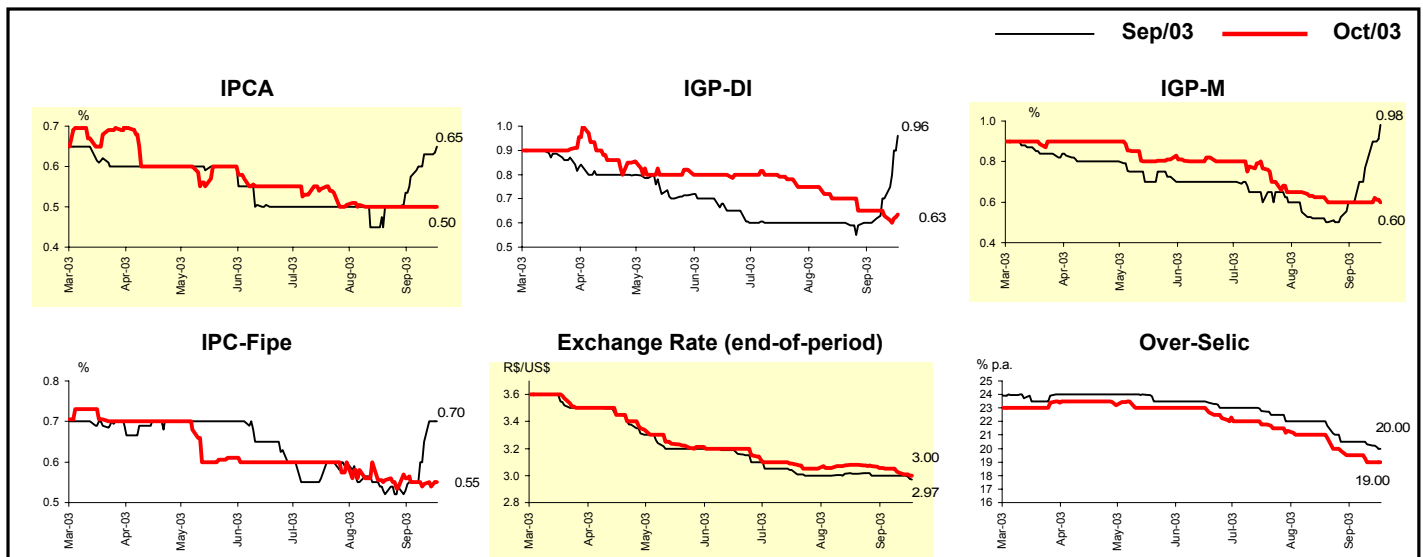
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.30	6.48	6.43	▼ (1)
IGP-DI (%)	6.80	7.18	7.23	▲ (2)
IGP-M (%)	6.59	6.91	7.06	▲ (4)
IPC-Fipe (%)	6.51	6.44	6.48	▲ (3)

* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (▲ increase, ▼ decrease or = stability)



Market Expectations								
Indicator	Sep/03				Oct/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	0.50	0.63	0.65	▲ (3)	0.50	0.50	0.50	= (5)
IGP-DI (%)	0.60	0.70	0.96	▲ (3)	0.70	0.63	0.63	= (1)
IGP-M (%)	0.50	0.80	0.98	▲ (4)	0.60	0.60	0.60	= (4)
IPC-Fipe (%)	0.52	0.65	0.70	▲ (4)	0.56	0.55	0.55	= (2)
Exchange rate - end-of-period (R\$/US\$)	3.01	3.00	2.97	▼ (1)	3.08	3.02	3.00	▼ (4)
Over-Selic - end-of-period (% p.a.)	21.67	20.30	20.00	▼ (2)	20.80	19.00	19.00	= (1)

* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (▲ increase, ▼ decrease or = stability)



Indicator	Market Expectations							
	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	9.63	9.61	9.59	▼ (1)	6.20	6.20	6.10	▼ (1)
IGP-DI (%)	7.82	7.90	8.02	▲ (2)	6.64	6.50	6.47	▼ (1)
IGP-M (%)	8.50	8.70	8.76	▲ (3)	6.50	6.43	6.45	▲ (1)
IPC-Fipe (%)	8.24	8.32	8.32	= (1)	6.10	6.00	6.10	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.15	3.14	3.10	▼ (2)	3.40	3.37	3.35	▼ (2)
Exchange rate - average (R\$/US\$)	3.14	3.12	3.11	▼ (1)	3.32	3.27	3.26	▼ (2)
Over-Selic - end-of-period (% p.a.)	19.00	18.00	17.83	▼ (1)	15.50	15.00	15.00	= (3)
Net Public Sector Debt (% of GDP)	55.00	55.50	55.90	▲ (3)	53.60	54.00	54.00	= (1)
GDP growth (%)	1.40	0.94	0.83	▼ (7)	3.00	3.00	3.00	= (39)
Current Account (US\$ billion)	-2.00	-1.10	-0.40	▲ (3)	-5.10	-5.00	-4.95	▲ (1)
Trade Balance (US\$ billion)	18.00	20.00	20.40	▲ (4)	15.11	15.98	16.00	▲ (5)
Foreign Direct Investment (US\$ billion)	8.30	8.50	8.50	= (2)	11.50	12.00	12.00	= (2)
Regulated Prices (%)	13.30	13.50	13.70	▲ (3)	8.00	8.00	8.00	= (8)
Median - Top 5 - Short Term								
IPCA (%)	9.80	9.63	9.59	▼ (1)	6.60	6.00	6.00	= (1)
IGP-DI (%)	7.54	8.19	8.25	▲ (2)	6.84	7.00	7.00	= (1)
IGP-M (%)	7.75	8.68	8.68	= (1)	6.50	6.00	6.00	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.15	3.13	3.10	▼ (1)	3.40	3.37	3.35	▼ (1)
Over-Selic - end-of-period (% p.a.)	19.00	17.80	17.80	= (2)	14.75	15.00	14.50	▼ (1)

* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (▲ increase, ▼ decrease or = stability)

