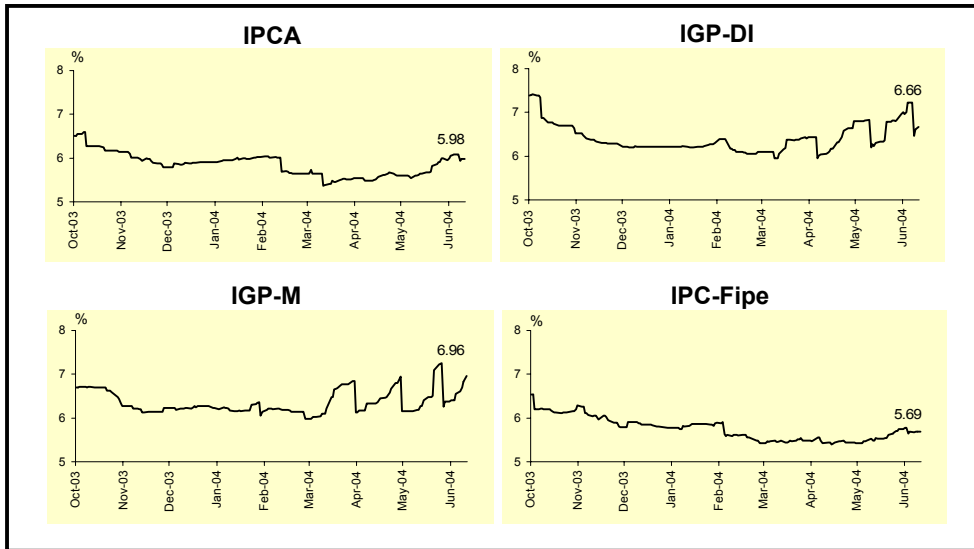


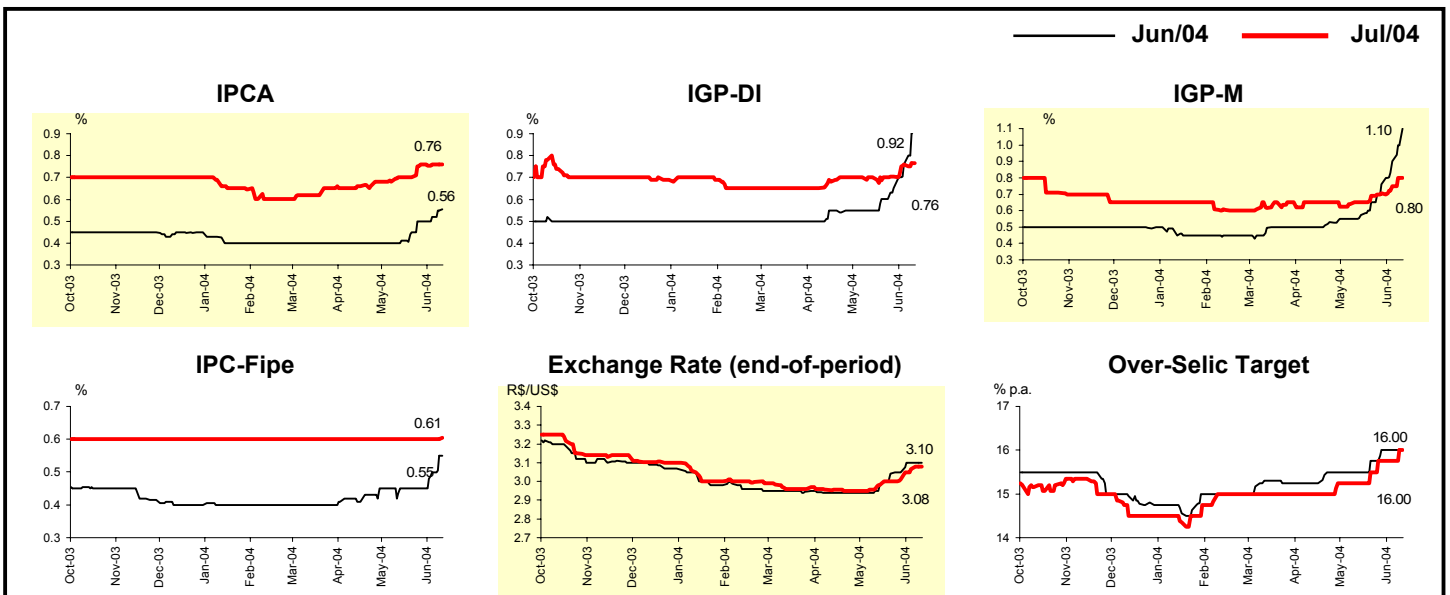
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.65	6.09	5.98	▼ (1)
IGP-DI (%)	6.30	7.22	6.66	▼ (1)
IGP-M (%)	6.40	6.54	6.96	▲ (2)
IPC-Fipe (%)	5.53	5.68	5.69	▲ (1)

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



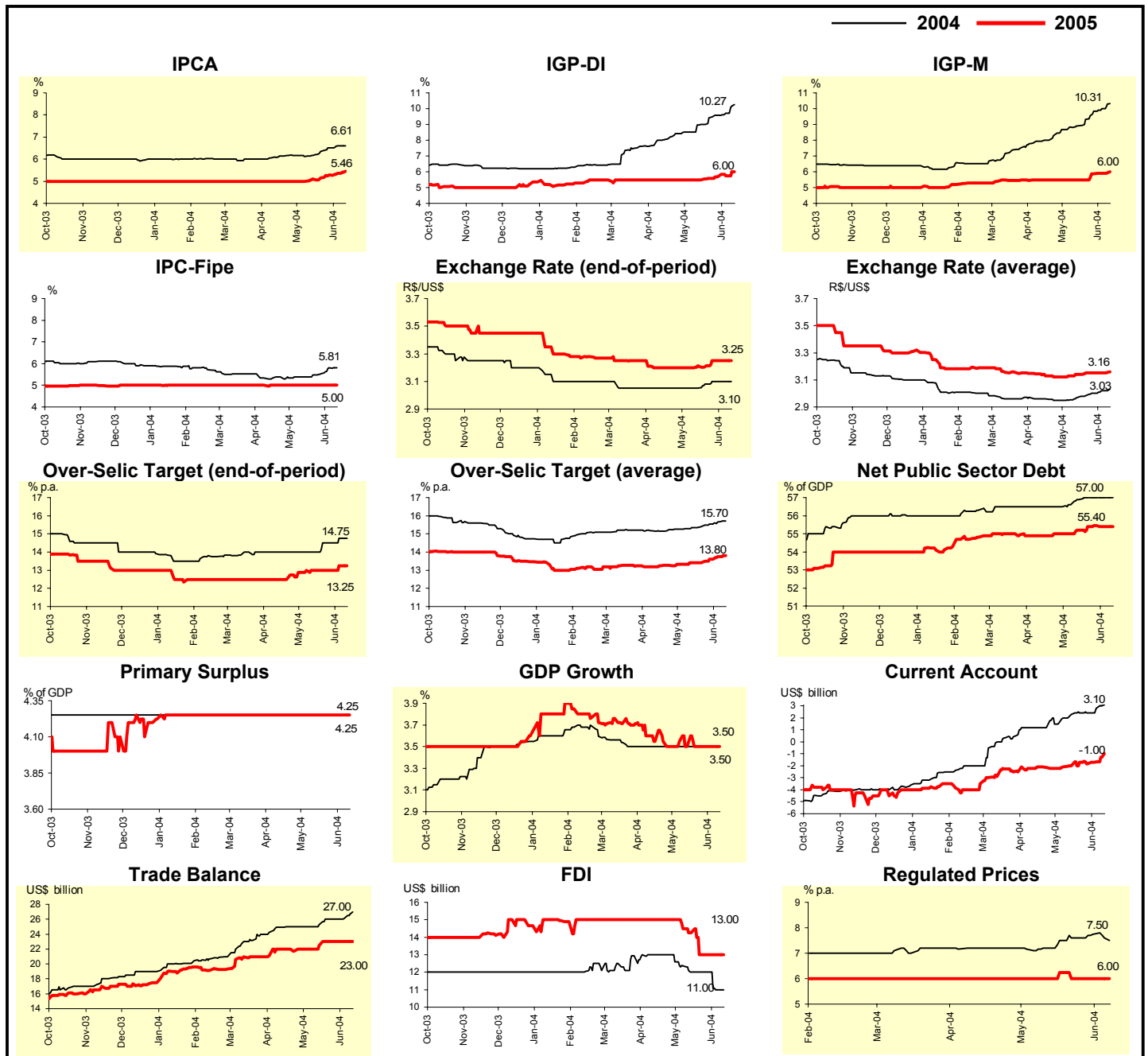
Median - Aggregate	Market Expectations							
	Jun/04				Jul/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.41	0.52	0.56	▲ (5)	0.70	0.76	0.76	= (2)
IGP-DI (%)	0.55	0.76	0.92	▲ (4)	0.70	0.76	0.76	= (1)
IGP-M (%)	0.57	0.90	1.10	▲ (5)	0.65	0.75	0.80	▲ (6)
IPC-Fipe (%)	0.45	0.50	0.55	▲ (2)	0.60	0.60	0.61	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.97	3.10	3.10	= (1)	2.98	3.06	3.08	▲ (6)
Over-Selic Target (% p.a.)	15.50	16.00	16.00	= (2)	15.25	15.75	16.00	▲ (1)

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



Median - Aggregate	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.17	6.59	6.61	▲ (5)	5.10	5.37	5.46	▲ (5)
IGP-DI (%)	9.00	9.71	10.27	▲ (5)	5.50	5.75	6.00	▲ (4)
IGP-M (%)	8.90	9.99	10.31	▲ (17)	5.50	5.90	6.00	▲ (3)
IPC-Fipe (%)	5.39	5.81	5.81	= (1)	5.00	5.00	5.00	= (26)
Exchange rate - end-of-period (R\$/US\$)	3.05	3.10	3.10	= (2)	3.21	3.25	3.25	= (2)
Exchange rate - average (R\$/US\$)	2.97	3.02	3.03	▲ (5)	3.14	3.15	3.16	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.00	14.75	14.75	= (1)	13.00	13.25	13.25	= (1)
Over-Selic Target - average (% p.a.)	15.35	15.65	15.70	▲ (8)	13.40	13.76	13.80	▲ (3)
Net Public Sector Debt (% of GDP)	56.90	57.00	57.00	= (3)	55.20	55.40	55.40	= (1)
Primary Surplus (% of GDP)	4.25	4.25	4.25	= (59)	4.25	4.25	4.25	= (23)
GDP growth (%)	3.50	3.50	3.50	= (11)	3.50	3.50	3.50	= (4)
Current Account (US\$ billion)	2.30	2.80	3.10	▲ (2)	-2.00	-1.65	-1.00	▲ (2)
Trade Balance (US\$ billion)	25.30	26.10	27.00	▲ (2)	22.50	23.00	23.00	= (3)
Foreign Direct Investment (US\$ billion)	12.00	11.00	11.00	= (1)	14.25	13.00	13.00	= (3)
Regulated Prices (%)	7.20	7.75	7.50	▼ (1)	6.00	6.00	6.00	= (2)

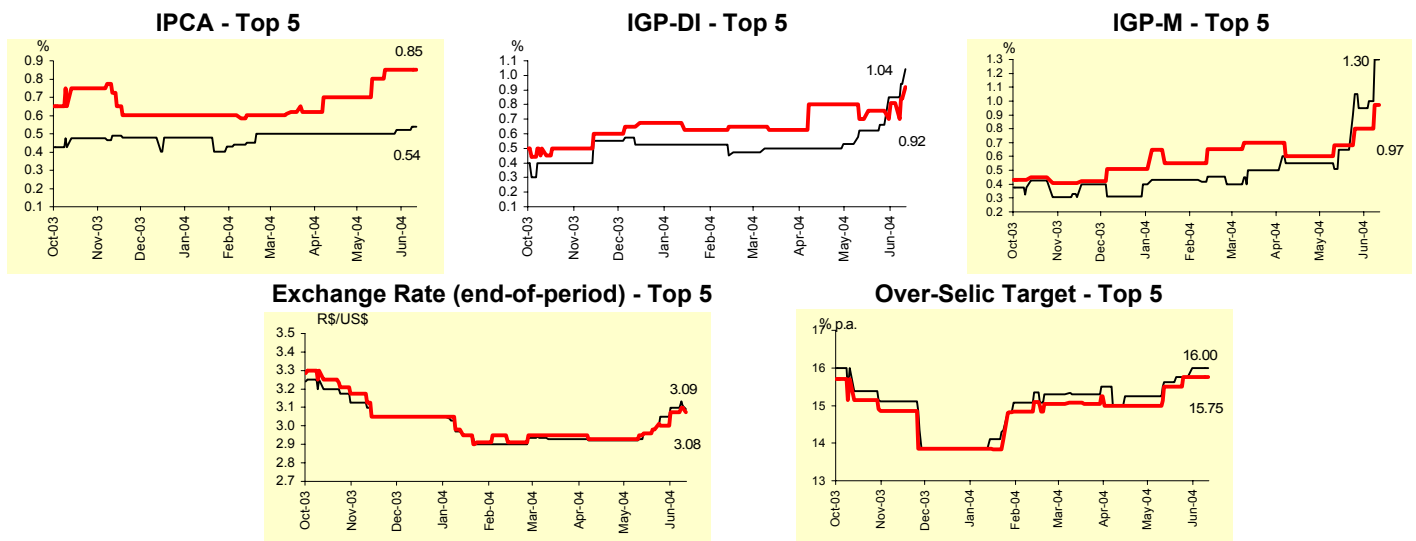
* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (increase, ▼ decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Jun/04				Jul/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.50	0.52	0.54	▲ (1)	0.80	0.85	0.85	= (3)
IGP-DI (%)	0.62	0.85	1.04	▲ (3)	0.70	0.81	0.92	▲ (2)
IGP-M (%)	0.65	1.00	1.30	▲ (3)	0.68	0.80	0.97	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.96	3.10	3.09	▼ (1)	2.96	3.08	3.08	= (1)
Over-Selic Target (% p.a.)	15.63	16.00	16.00	= (1)	15.50	15.75	15.75	= (2)

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

SHORT-TERM

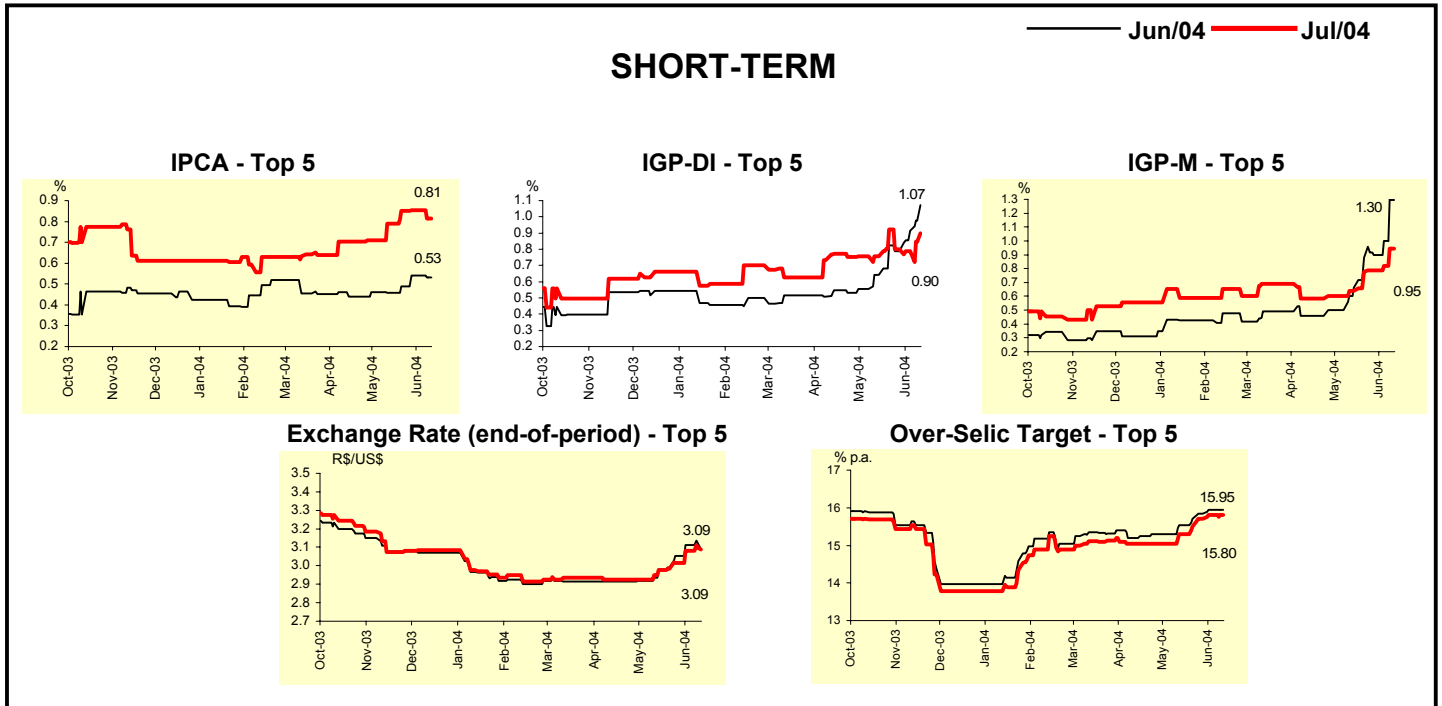


Median - Top 5	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.34	6.74	6.70	▼ (1)	5.60	5.60	5.49	▼ (1)
IGP-DI (%)	9.06	10.15	10.65	▲ (2)	5.17	6.00	6.50	▲ (2)
IGP-M (%)	9.52	9.98	10.82	▲ (1)	6.00	6.50	6.00	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	3.05	3.08	3.11	▲ (2)	3.18	3.18	3.30	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.00	15.00	14.75	▼ (1)	13.00	13.25	14.00	▲ (2)
Medium Term								
IPCA (%)	6.28	6.94	6.59	▼ (1)	5.50	5.70	5.45	▼ (1)
IGP-DI (%)	9.00	9.78	10.07	▲ (1)	6.00	6.50	6.25	▼ (1)
IGP-M (%)	8.77	9.83	10.08	▲ (5)	6.00	6.10	6.35	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.00	3.05	3.14	▲ (1)	3.15	3.19	3.23	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	15.38	15.25	▼ (1)	12.38	12.00	13.63	▲ (1)

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

Average - Top 5 - Short Term	Market Expectations							
	Jun/04				Jul/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.46	0.54	0.53	▼ (1)	0.79	0.85	0.81	▼ (1)
IGP-DI (%)	0.64	0.92	1.07	▲ (2)	0.76	0.79	0.90	▲ (1)
IGP-M (%)	0.66	1.00	1.30	▲ (5)	0.64	0.82	0.95	▲ (5)
Exchange rate - end-of-period (R\$/US\$)	2.98	3.11	3.09	▼ (1)	2.98	3.08	3.09	▲ (5)
Over-Selic Target (% p.a.)	15.54	15.95	15.95	= (1)	15.29	15.80	15.80	= (1)

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



Average - Top 5	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.12	6.61	6.61	= (1)	5.50	5.50	5.33	▼ (1)
IGP-DI (%)	9.27	10.05	10.47	▲ (2)	5.65	6.15	6.50	▲ (2)
IGP-M (%)	9.44	9.99	10.36	▲ (2)	6.13	6.38	6.00	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	3.06	3.08	3.11	▲ (1)	3.19	3.19	3.30	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.85	14.69	▼ (1)	12.70	13.38	13.67	▲ (4)
Medium Term								
IPCA (%)	6.17	6.79	6.49	▼ (1)	5.40	5.63	5.48	▼ (1)
IGP-DI (%)	8.59	9.70	10.10	▲ (2)	5.97	6.25	6.27	▲ (4)
IGP-M (%)	8.54	9.63	10.15	▲ (5)	5.80	6.08	6.38	▲ (3)
Exchange rate - end-of-period (R\$/US\$)	3.03	3.08	3.11	▲ (2)	3.15	3.18	3.24	▲ (2)
Over-Selic Target - end-of-period (% p.a.)	14.30	15.44	15.19	▼ (1)	12.69	12.83	13.44	▲ (2)

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