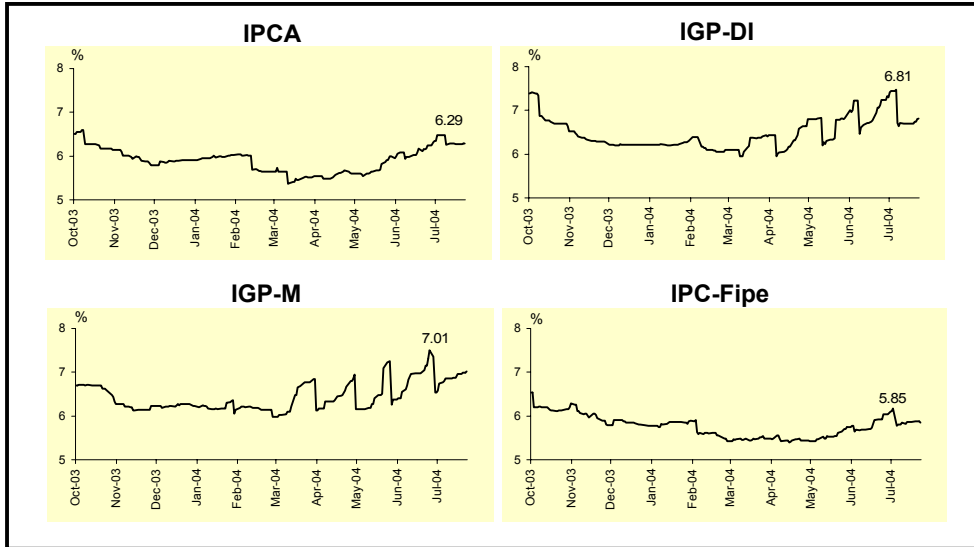


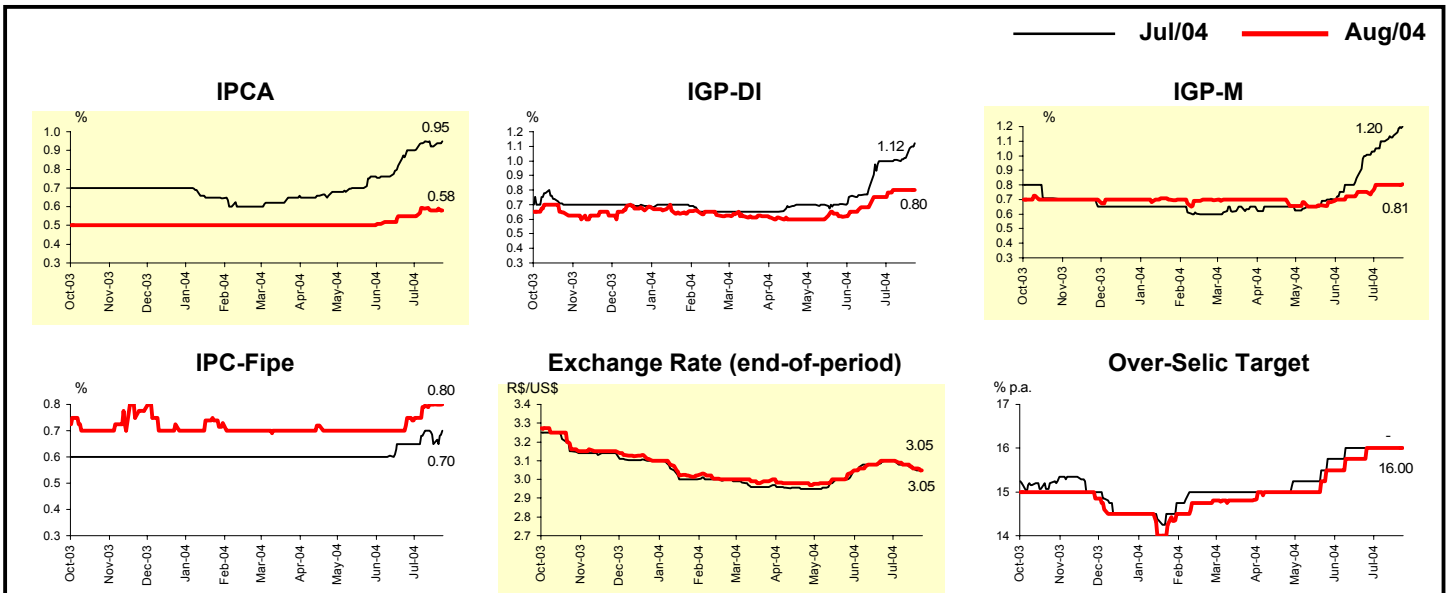
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.25	6.27	6.29	▲ (2)
IGP-DI (%)	7.24	6.69	6.81	▲ (1)
IGP-M (%)	7.50	6.96	7.01	▲ (3)
IPC-Fipe (%)	6.03	5.87	5.85	▼ (1)

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



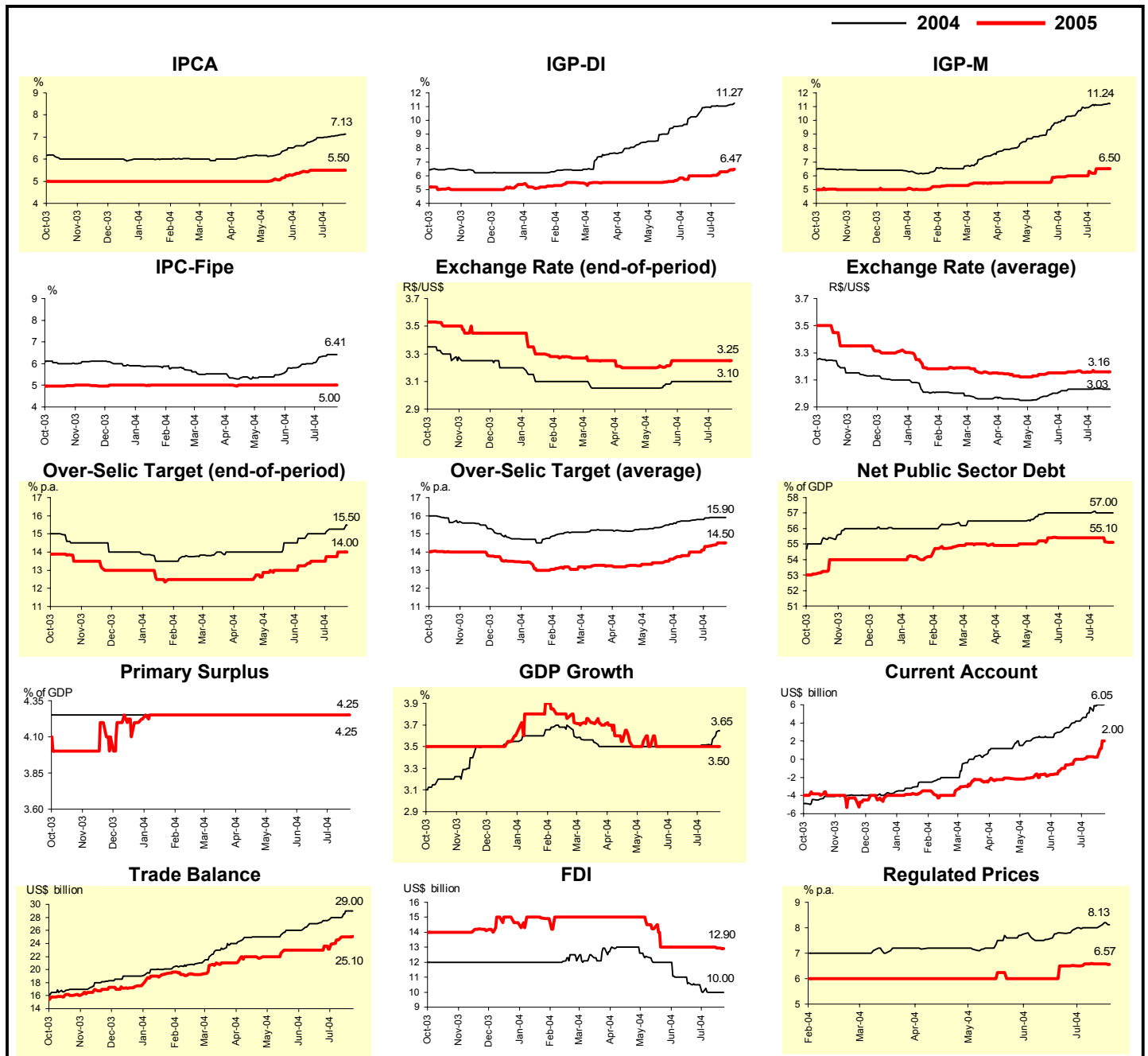
Median - Aggregate	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.90	0.92	0.95	▲ (1)	0.55	0.58	0.58	= (1)
IGP-DI (%)	1.00	1.02	1.12	▲ (2)	0.75	0.80	0.80	= (2)
IGP-M (%)	1.00	1.14	1.20	▲ (6)	0.75	0.80	0.81	▲ (1)
IPC-Fipe (%)	0.65	0.65	0.70	▲ (1)	0.75	0.80	0.80	= (2)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.06	3.05	▼ (3)	3.10	3.06	3.05	▼ (4)
Over-Selic Target (% p.a.)	16.00	16.00	-		16.00	16.00	16.00	= (5)

* 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 (%)	6.96	7.08	7.13	▲ (11)	5.50	5.50	5.50	= (5)
IGP-DI (%)	10.98	11.07	11.27	▲ (6)	6.00	6.30	6.47	▲ (1)
IGP-M (%)	10.97	11.13	11.24	▲ (3)	6.00	6.50	6.50	= (2)
IPC-Fipe (%)	6.00	6.42	6.41	▼ (1)	5.00	5.00	5.00	= (32)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.10	3.10	= (8)	3.25	3.25	3.25	= (8)
Exchange rate - average (R\$/US\$)	3.03	3.03	3.03	= (1)	3.16	3.16	3.16	= (2)
Over-Selic Target - end-of-period (% p.a.)	15.00	15.25	15.50	▲ (1)	13.50	14.00	14.00	= (1)
Over-Selic Target - average (% p.a.)	15.80	15.90	15.90	= (2)	14.00	14.50	14.50	= (1)
Net Public Sector Debt (% of GDP)	57.00	57.00	57.00	= (9)	55.40	55.15	55.10	▼ (2)
Primary Surplus (% of GDP)	4.25	4.25	4.25	= (65)	4.25	4.25	4.25	= (29)
GDP growth (%)	3.50	3.57	3.65	▲ (3)	3.50	3.50	3.50	= (10)
Current Account (US\$ billion)	4.20	6.00	6.05	▲ (8)	0.00	0.22	2.00	▲ (1)
Trade Balance (US\$ billion)	27.51	29.00	29.00	= (1)	23.60	25.00	25.10	▲ (5)
Foreign Direct Investment (US\$ billion)	10.50	10.00	10.00	= (3)	13.00	12.95	12.90	▼ (2)
Regulated Prices (%)	7.80	8.00	8.13	▲ (1)	6.50	6.57	6.57	= (2)

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



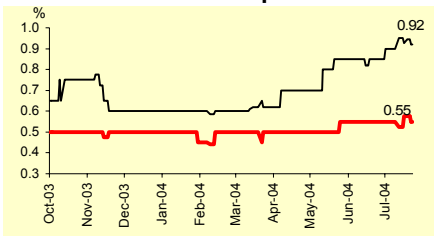
Median - Top 5 - Short Term	Market Expectations							
	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.85	0.93	0.92	▼ (1)	0.55	0.57	0.55	▼ (1)
IGP-DI (%)	1.00	1.00	1.00	= (1)	0.70	0.70	0.80	▲ (1)
IGP-M (%)	1.01	1.18	1.20	▲ (2)	0.70	0.65	0.70	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.05	3.05	3.05	= (4)	3.08	3.06	3.03	▼ (4)
Over-Selic Target (% p.a.)	16.00	16.00	-		15.75	16.00	16.00	= (2)

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

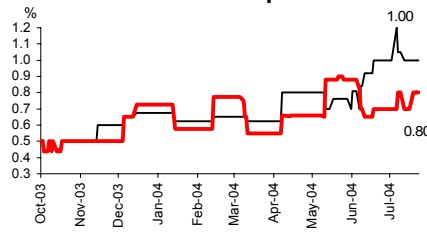
SHORT-TERM

— Jul/04 — Aug/04

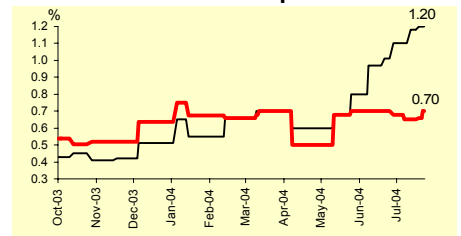
IPCA - Top 5



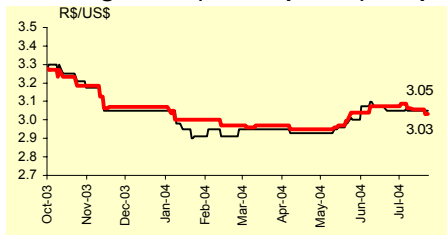
IGP-DI - Top 5



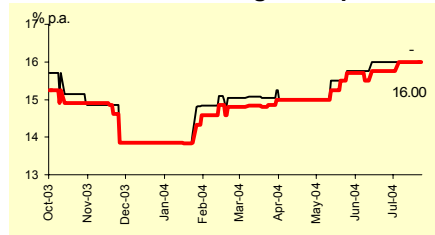
IGP-M - Top 5



Exchange Rate (end-of-period) - Top 5



Over-Selic Target - Top 5



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 (%)	6.72	7.01	7.06	▲ (3)	5.48	5.50	5.50	= (3)
IGP-DI (%)	10.86	11.03	11.14	▲ (1)	6.50	6.50	6.50	= (7)
IGP-M (%)	10.69	10.61	10.94	▲ (1)	6.00	6.50	6.50	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.09	3.12	3.12	= (1)	3.25	3.26	3.26	= (1)
Over-Selic Target - end-of-period (% p.a.)	15.00	15.25	15.25	= (1)	14.00	14.00	14.00	= (7)
Medium Term								
IPCA (%)	7.07	6.96	7.14	▲ (1)	5.55	5.50	5.50	= (1)
IGP-DI (%)	10.60	11.03	11.14	▲ (2)	6.25	6.50	6.50	= (2)
IGP-M (%)	10.98	11.15	11.23	▲ (2)	6.50	6.50	6.50	= (4)
Exchange rate - end-of-period (R\$/US\$)	3.14	3.12	3.14	▲ (2)	3.23	3.35	3.35	= (1)
Over-Selic Target - end-of-period (% p.a.)	15.25	15.50	15.50	= (3)	13.25	14.00	14.25	▲ (2)

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

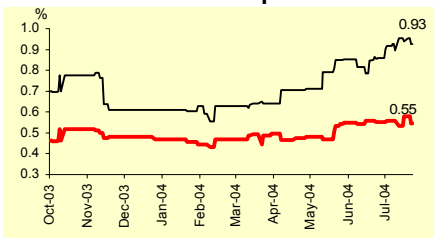
Average - Top 5 - Short Term	Market Expectations							
	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.86	0.94	0.93	▼ (1)	0.55	0.58	0.55	▼ (1)
IGP-DI (%)	0.95	0.99	1.01	▲ (1)	0.71	0.67	0.69	▲ (1)
IGP-M (%)	1.08	1.13	1.24	▲ (5)	0.70	0.67	0.65	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	3.08	3.06	3.05	▼ (1)	3.08	3.07	3.06	▼ (1)
Over-Selic Target (% p.a.)	15.95	16.00	-		15.75	16.00	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)

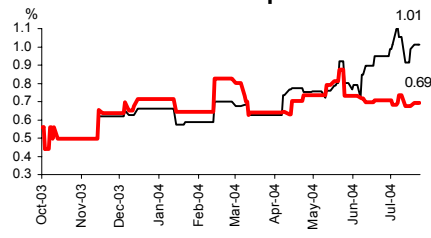
SHORT-TERM

— Jul/04 — Aug/04

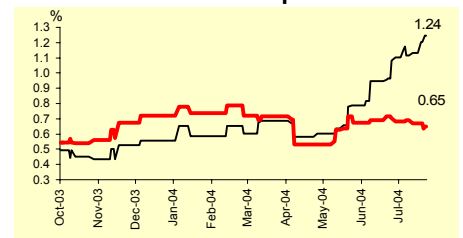
IPCA - Top 5



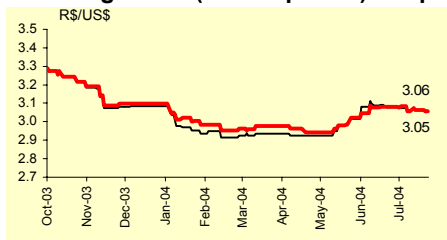
IGP-DI - Top 5



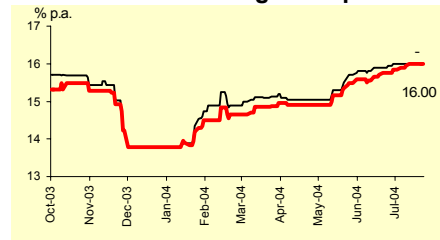
IGP-M - Top 5



Exchange Rate (end-of-period) - Top 5



Over-Selic Target - Top 5



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 (%)	6.78	7.01	7.06	▲ (6)	5.28	5.60	5.63	▲ (4)
IGP-DI (%)	10.68	10.92	10.94	▲ (1)	6.50	6.50	6.50	= (1)
IGP-M (%)	10.69	10.64	11.02	▲ (1)	6.00	6.60	6.77	▲ (2)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.13	3.11	▼ (1)	3.26	3.27	3.24	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	15.00	15.25	15.25	= (1)	14.00	14.25	14.25	= (3)
Medium Term								
IPCA (%)	6.94	7.03	7.05	▲ (1)	5.51	5.50	5.63	▲ (1)
IGP-DI (%)	10.52	10.91	10.95	▲ (6)	6.27	6.50	6.50	= (1)
IGP-M (%)	11.01	11.11	11.23	▲ (2)	6.50	6.48	6.48	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.11	3.14	3.13	▼ (1)	3.24	3.33	3.30	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	15.05	15.60	15.65	▲ (4)	13.40	14.50	14.65	▲ (4)

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