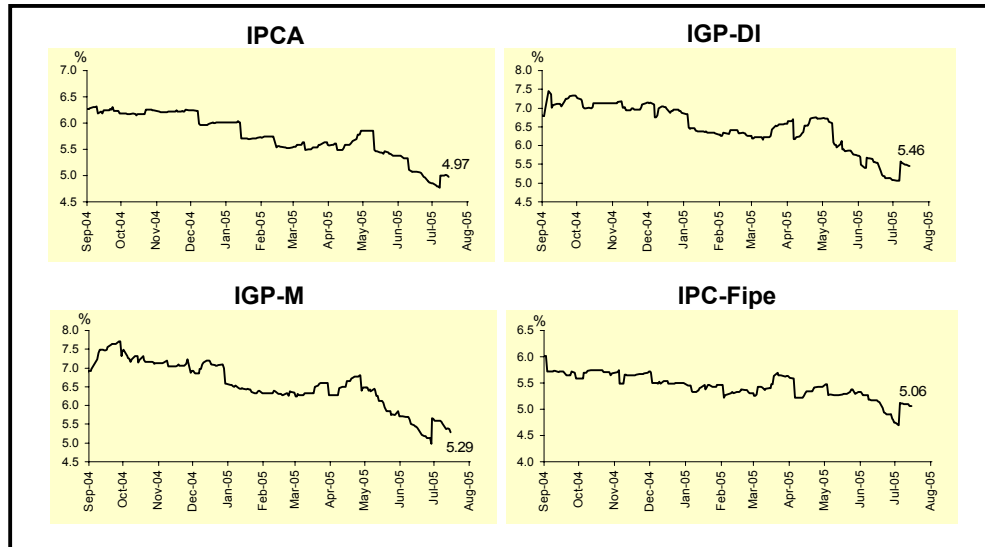


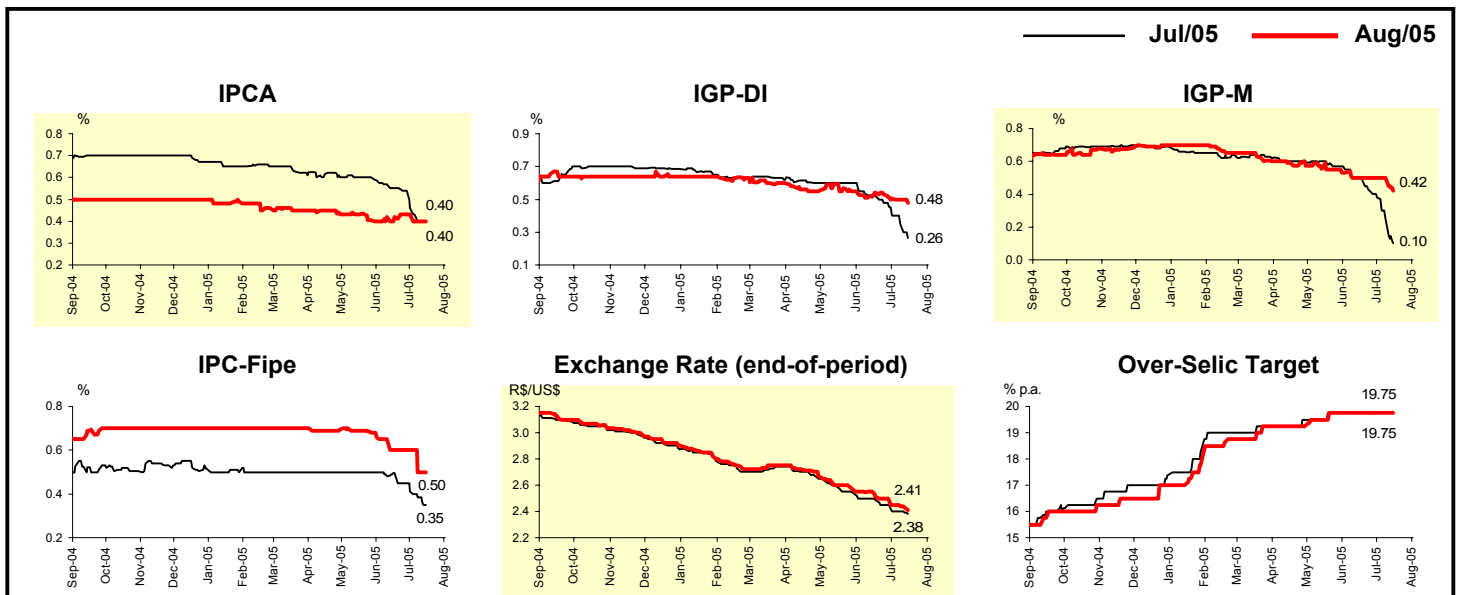
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.07	5.00	4.97	▼ (1)
IGP-DI (%)	5.55	5.55	5.46	▼ (1)
IGP-M (%)	5.35	5.52	5.29	▼ (2)
IPC-Fipe (%)	5.13	5.09	5.06	▼ (1)

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



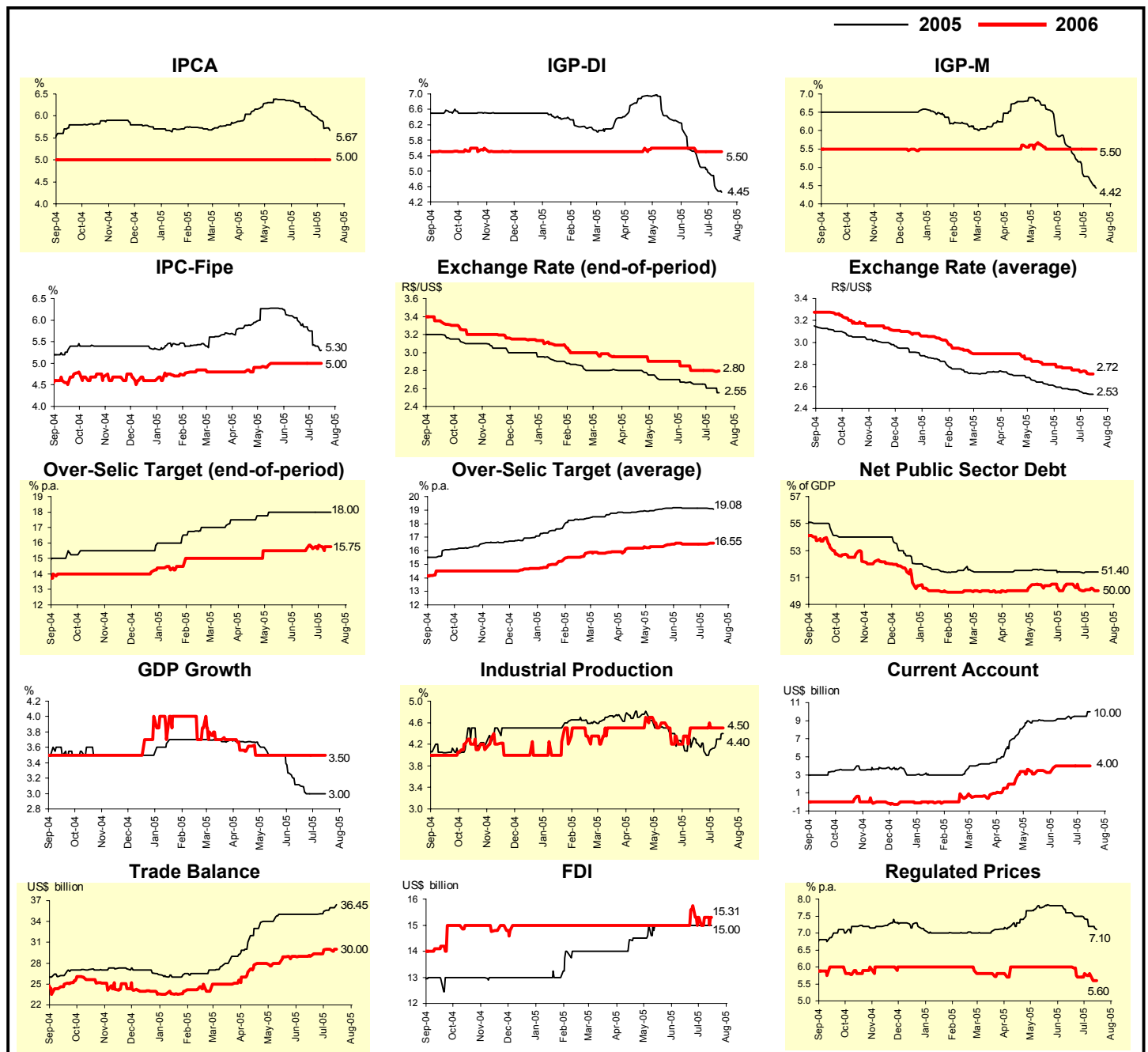
Median - Aggregate	Jul/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.55	0.40	0.40	= (1)	0.42	0.40	0.40	= (1)
IGP-DI (%)	0.52	0.35	0.26	▼ (4)	0.54	0.50	0.48	▼ (1)
IGP-M (%)	0.50	0.25	0.10	▼ (4)	0.50	0.50	0.42	▼ (1)
IPC-Fipe (%)	0.50	0.38	0.35	▼ (4)	0.60	0.50	0.50	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.49	2.40	2.38	▼ (1)	2.51	2.44	2.41	▼ (5)
Over-Selic Target (% p.a.)	19.75	19.75	19.75	= (8)	19.75	19.75	19.75	= (8)

\* 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							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.16	5.72	5.67	▼ (9)	5.00	5.00	5.00	≡ (61)
IGP-DI (%)	5.43	4.55	4.45	▼ (10)	5.50	5.50	5.50	≡ (4)
IGP-M (%)	5.40	4.65	4.42	▼ (11)	5.50	5.50	5.50	≡ (8)
IPC-Fipe (%)	6.00	5.40	5.30	▼ (8)	5.00	5.00	5.00	≡ (8)
Exchange rate - end-of-period (R\$/US\$)	2.65	2.60	2.55	▼ (1)	2.80	2.80	2.80	≡ (4)
Exchange rate - average (R\$/US\$)	2.57	2.53	2.53	≡ (1)	2.77	2.72	2.72	≡ (1)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	≡ (10)	15.63	15.75	15.75	≡ (1)
Over-Selic Target - average (% p.a.)	19.15	19.13	19.08	▼ (2)	16.50	16.50	16.55	▲ (1)
Net Public Sector Debt (% of GDP)	51.40	51.41	51.40	▼ (1)	50.50	50.20	50.00	▼ (1)
GDP growth (%)	3.10	3.00	3.00	≡ (3)	3.50	3.50	3.50	≡ (11)
Industrial Production (% growth)	4.22	4.29	4.40	▲ (3)	4.50	4.50	4.50	≡ (5)
Current Account (US\$ billion)	9.20	9.50	10.00	▲ (1)	4.00	4.00	4.00	≡ (5)
Trade Balance (US\$ billion)	35.00	35.95	36.45	▲ (3)	29.04	30.00	30.00	≡ (1)
Foreign Direct Investment (US\$ billion)	15.00	15.00	15.00	≡ (10)	15.00	15.30	15.31	▲ (1)
Regulated Prices (%)	7.60	7.20	7.10	▼ (4)	6.00	5.75	5.60	▼ (2)

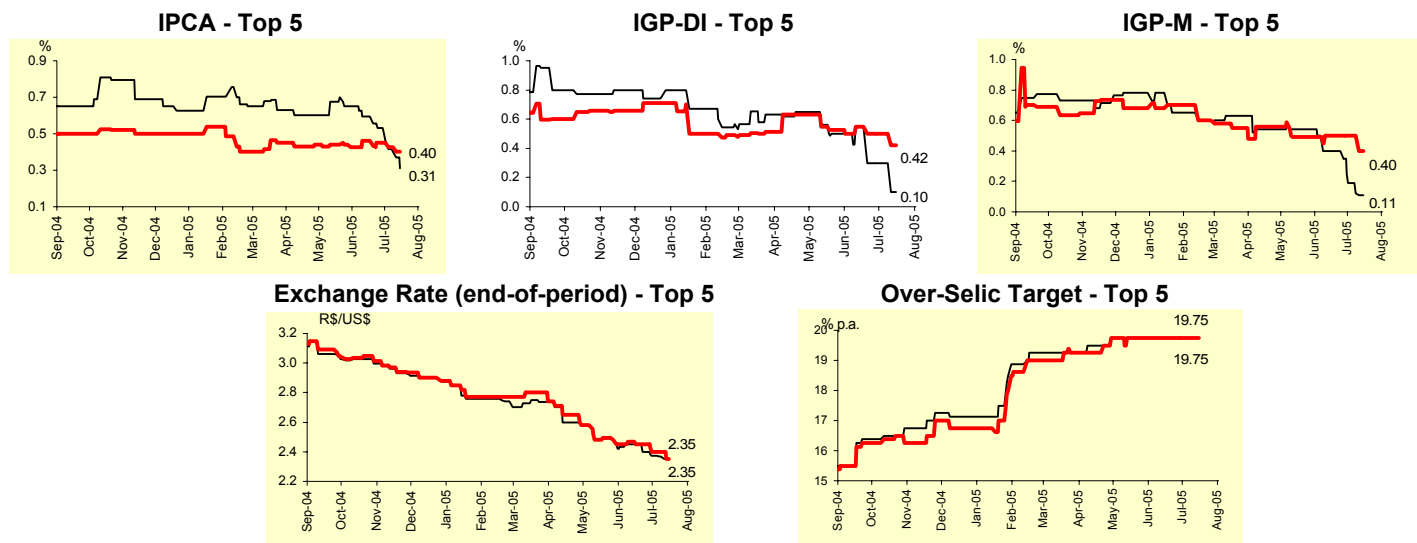
\* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior ▲(increase, ▼ decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Jul/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.59	0.40	0.31	▼ (4)	0.46	0.43	0.40	▼ (2)
IGP-DI (%)	0.55	0.30	0.10	▼ (1)	0.55	0.50	0.42	▼ (1)
IGP-M (%)	0.40	0.12	0.11	▼ (3)	0.50	0.50	0.40	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.37	2.35	▼ (2)	2.45	2.40	2.35	▼ (1)
Over-Selic Target (% p.a.)	19.75	19.75	19.75	= (11)	19.75	19.75	19.75	= (11)

\* 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**



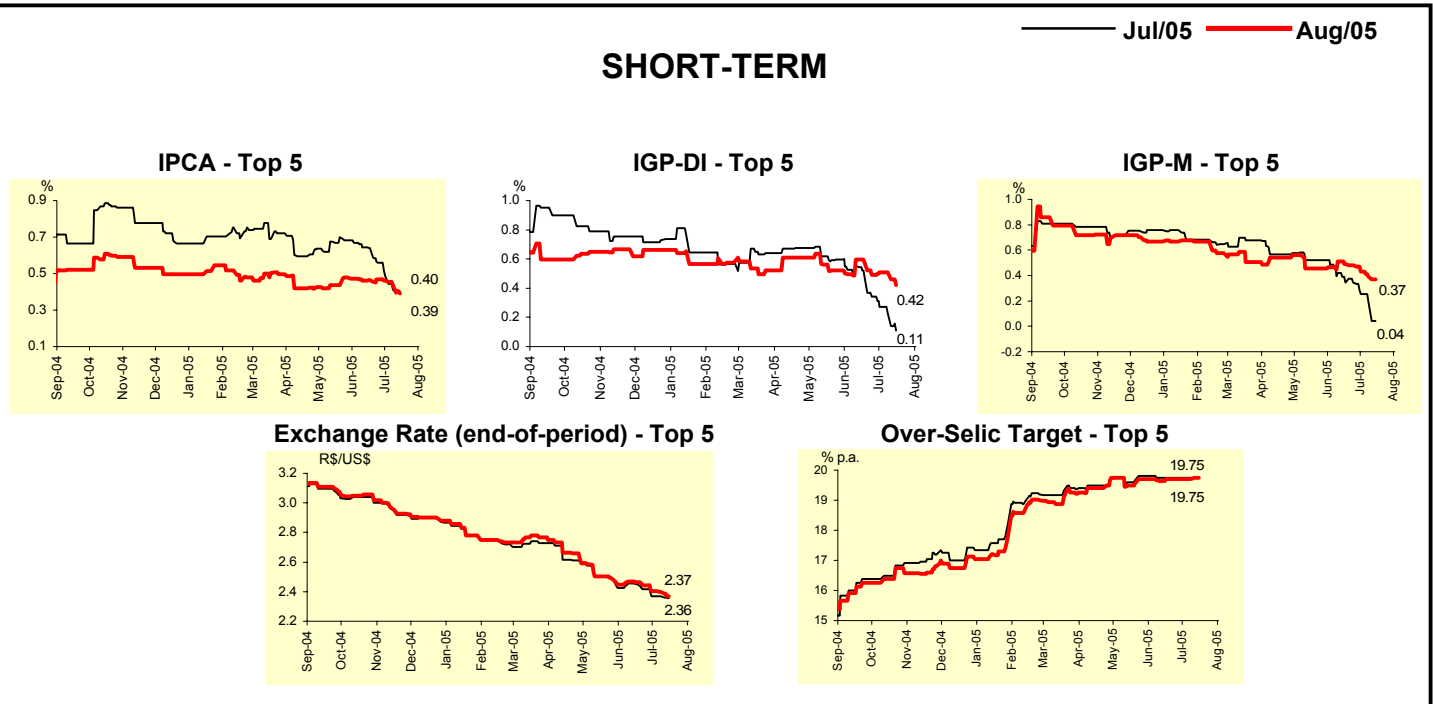
Median - Top 5	Market Expectations							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	6.26	5.81	5.74	▼ (4)	4.88	4.85	5.00	▲ (1)
IGP-DI (%)	5.48	4.62	4.45	▼ (2)	5.50	5.00	5.00	= (3)
IGP-M (%)	5.14	4.84	4.25	▼ (1)	5.00	5.00	5.51	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.50	2.50	2.50	= (6)	2.74	2.70	2.65	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.50	18.25	18.00	▼ (1)	16.63	16.50	16.00	▼ (1)
<b>Medium Term</b>								
IPCA (%)	6.10	5.57	5.55	▼ (8)	4.88	4.85	4.68	▼ (1)
IGP-DI (%)	5.45	4.62	3.42	▼ (7)	5.51	5.48	5.00	▼ (1)
IGP-M (%)	5.61	4.65	4.23	▼ (1)	5.34	5.30	5.30	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.70	2.55	2.52	▼ (2)	2.90	2.75	2.73	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	= (10)	15.50	15.50	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)

Average - Top 5 - Short Term	Market Expectations							
	Jul/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.64	0.41	0.40	▼ (4)	0.46	0.44	0.39	▼ (3)
IGP-DI (%)	0.52	0.23	0.11	▼ (5)	0.60	0.51	0.42	▼ (1)
IGP-M (%)	0.35	0.19	0.04	▼ (3)	0.49	0.39	0.37	▼ (5)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.37	2.36	▼ (1)	2.46	2.40	2.37	▼ (1)
Over-Selic Target (% p.a.)	19.75	19.75	19.75	= (5)	19.69	19.69	19.75	▲ (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**



Average - Top 5	Market Expectations							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	6.17	5.80	5.77	▼ (8)	5.08	4.94	4.93	▼ (1)
IGP-DI (%)	5.63	4.58	4.16	▼ (7)	5.37	4.87	5.20	▲ (1)
IGP-M (%)	4.89	4.40	4.33	▼ (7)	4.67	4.67	5.37	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.53	2.49	2.51	▲ (1)	2.75	2.67	2.69	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	18.33	18.08	18.20	▲ (1)	16.66	16.39	15.90	▼ (3)
<b>Medium Term</b>								
IPCA (%)	6.08	5.68	5.59	▼ (6)	4.86	4.84	4.60	▼ (1)
IGP-DI (%)	5.30	4.38	3.92	▼ (7)	5.63	5.36	4.67	▼ (1)
IGP-M (%)	5.56	4.84	4.48	▼ (12)	5.37	5.23	5.28	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.68	2.57	2.56	▼ (2)	2.86	2.79	2.72	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.20	17.85	18.20	▲ (1)	15.65	15.60	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)