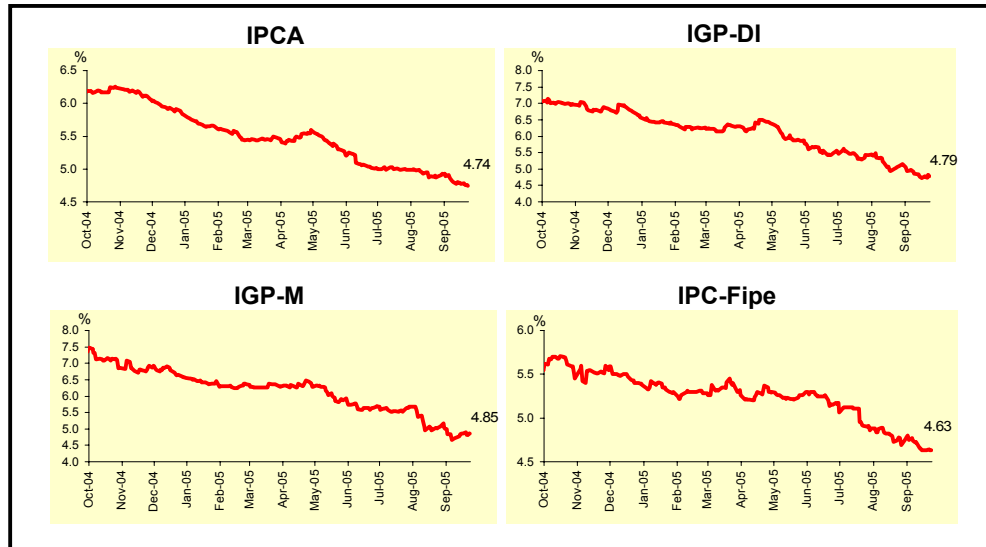


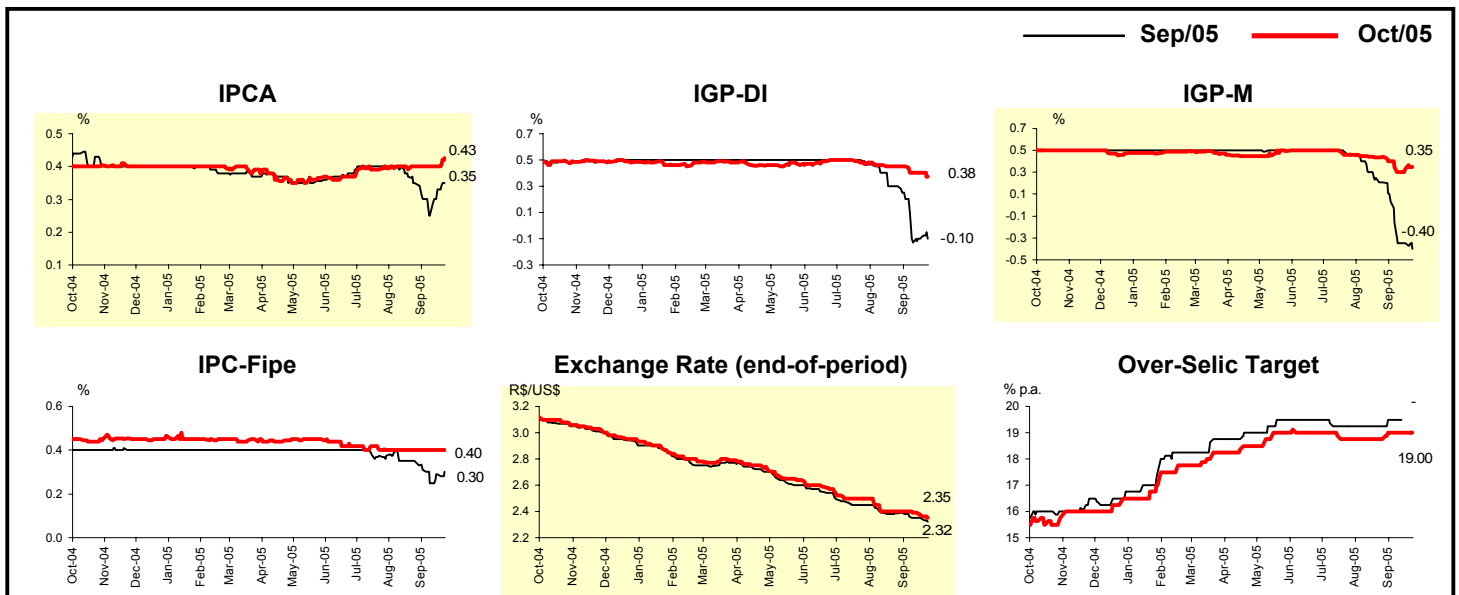
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.89	4.77	4.74	▼ (3)
IGP-DI (%)	5.10	4.73	4.79	▲ (1)
IGP-M (%)	5.08	4.85	4.85	= (1)
IPC-Fipe (%)	4.69	4.63	4.63	= (1)

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



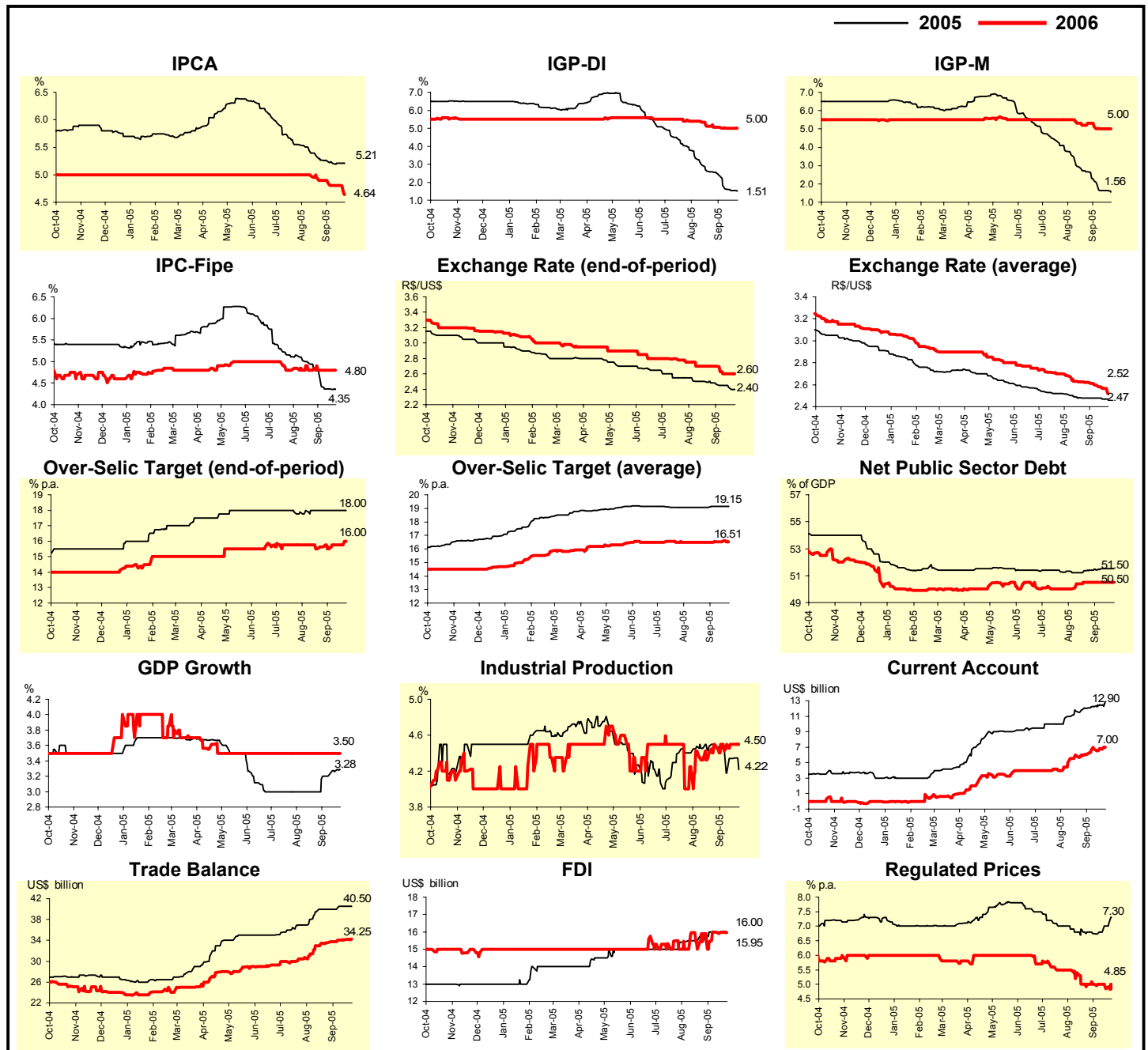
Median - Aggregate	Market Expectations							
	Sep/05				Oct/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.33	0.35	▲ (2)	0.40	0.40	0.43	▲ (1)
IGP-DI (%)	0.30	-0.10	-0.10	= (1)	0.45	0.40	0.38	▼ (1)
IGP-M (%)	0.21	-0.35	-0.40	▼ (1)	0.44	0.33	0.35	▲ (2)
IPC-Fipe (%)	0.34	0.29	0.30	▲ (2)	0.40	0.40	0.40	= (9)
Exchange rate - end-of-period (R\$/US\$)	2.39	2.35	2.32	▼ (1)	2.40	2.37	2.35	▼ (3)
Over-Selic Target (% p.a.)	19.25	-	-		18.75	19.00	19.00	= (3)

\* 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 (%)	5.26	5.21	5.21	= (1)	4.90	4.80	4.64	▼ (1)
IGP-DI (%)	2.54	1.54	1.51	▼ (20)	5.07	5.00	5.00	= (2)
IGP-M (%)	2.66	1.65	1.56	▼ (1)	5.30	5.00	5.00	= (2)
IPC-Fipe (%)	4.81	4.37	4.35	▼ (1)	4.85	4.80	4.80	= (3)
Exchange rate - end-of-period (R\$/US\$)	2.48	2.43	2.40	▼ (5)	2.70	2.60	2.60	= (2)
Exchange rate - average (R\$/US\$)	2.48	2.47	2.47	= (1)	2.62	2.57	2.52	▼ (5)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	= (7)	15.63	15.75	16.00	▲ (1)
Over-Selic Target - average (% p.a.)	19.07	19.15	19.15	= (2)	16.50	16.60	16.51	▼ (1)
Net Public Sector Debt (% of GDP)	51.40	51.50	51.50	= (2)	50.50	50.50	50.50	= (5)
GDP growth (%)	3.00	3.26	3.28	▲ (4)	3.50	3.50	3.50	= (21)
Industrial Production (% growth)	4.50	4.34	4.22	▼ (1)	4.50	4.50	4.50	= (4)
Current Account (US\$ billion)	11.85	12.50	12.90	▲ (8)	5.85	6.85	7.00	▲ (4)
Trade Balance (US\$ billion)	40.00	40.50	40.50	= (2)	33.60	34.15	34.25	▲ (10)
Foreign Direct Investment (US\$ billion)	15.50	16.00	16.00	= (3)	15.90	16.00	15.95	▼ (1)
Regulated Prices (%)	6.80	7.00	7.30	▲ (3)	5.00	4.85	4.85	= (1)

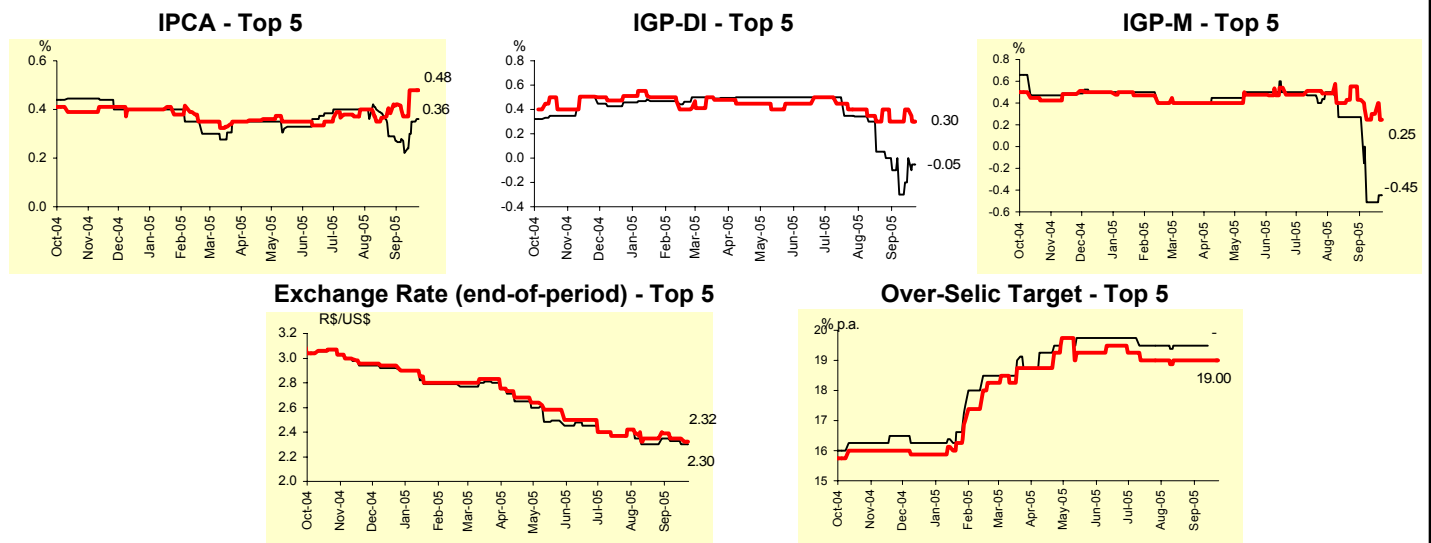
\* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (increase, decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Sep/05				Oct/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.29	0.35	0.36	▲ (2)	0.38	0.48	0.48	= (1)
IGP-DI (%)	0.00	0.00	-0.05	▼ (1)	0.40	0.40	0.30	▼ (1)
IGP-M (%)	0.27	-0.51	-0.45	▲ (1)	0.55	0.30	0.25	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.30	2.30	2.30	= (1)	2.35	2.35	2.32	▼ (1)
Over-Selic Target (% p.a.)	19.50	-	-		19.00	19.00	19.00	= (10)

\* 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 (%)	5.17	5.24	5.33	▲ (3)	4.65	4.65	4.50	▼ (1)
IGP-DI (%)	1.92	1.08	1.13	▲ (2)	4.50	4.50	4.50	= (1)
IGP-M (%)	2.64	1.28	1.34	▲ (1)	4.25	4.05	4.00	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.40	2.35	2.35	= (1)	2.60	2.55	2.54	▼ (3)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	= (12)	16.00	15.88	16.00	▲ (1)
<b>Medium Term</b>								
IPCA (%)	5.29	5.21	5.21	= (1)	4.65	4.65	4.50	▼ (1)
IGP-DI (%)	2.34	1.23	1.18	▼ (1)	4.50	4.00	4.00	= (1)
IGP-M (%)	2.52	1.14	1.34	▲ (2)	5.00	4.00	4.00	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.40	2.35	▼ (1)	2.60	2.55	2.50	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.25	▲ (1)	15.25	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)

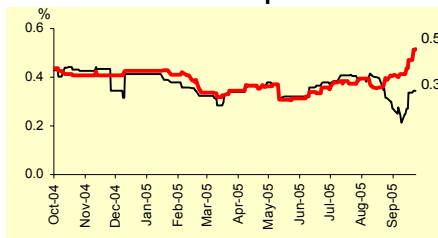
Average - Top 5 - Short Term	Market Expectations							
	Sep/05				Oct/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.31	0.34	0.35	▲ (2)	0.39	0.47	0.52	▲ (2)
IGP-DI (%)	0.06	-0.12	-0.05	▲ (2)	0.33	0.36	0.28	▼ (1)
IGP-M (%)	0.20	-0.49	-0.44	▲ (2)	0.53	0.35	0.30	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.33	2.33	2.31	▼ (3)	2.35	2.35	2.33	▼ (3)
Over-Selic Target (% p.a.)	19.40	-	-		18.90	19.00	19.08	▲ (1)

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

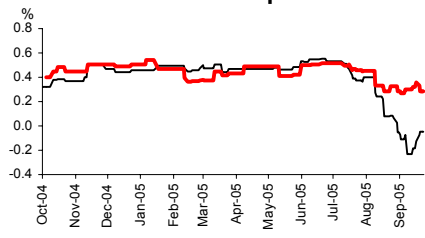
**SHORT-TERM**

— Sep/05 — Oct/05

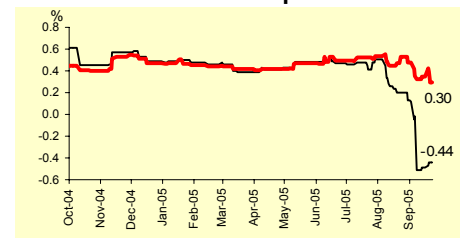
**IPCA - Top 5**



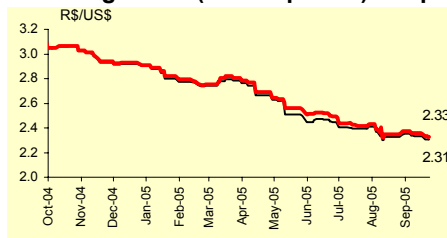
**IGP-DI - Top 5**



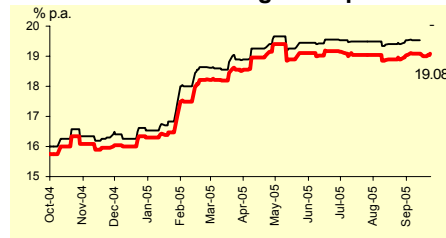
**IGP-M - Top 5**



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



**Over-Selic Target - Top 5**



Average - Top 5	Market Expectations							
	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 (%)	5.19	5.24	5.28	▲ (2)	4.68	4.52	4.42	▼ (2)
IGP-DI (%)	1.91	1.22	1.13	▼ (1)	4.50	4.50	4.50	= (1)
IGP-M (%)	2.59	1.38	1.24	▼ (1)	4.62	4.44	4.24	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.42	2.41	2.39	▼ (2)	2.61	2.53	2.52	▼ (4)
Over-Selic Target - end-of-period (% p.a.)	17.98	18.08	18.17	▲ (1)	16.06	16.00	16.04	▲ (2)
<b>Medium Term</b>								
IPCA (%)	5.25	5.18	5.22	▲ (1)	4.73	4.57	4.52	▼ (3)
IGP-DI (%)	2.31	1.21	1.14	▼ (1)	4.51	4.05	4.05	= (1)
IGP-M (%)	2.67	1.30	1.09	▼ (1)	5.11	4.35	4.19	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.38	2.35	▼ (1)	2.59	2.51	2.46	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.10	18.25	18.30	▲ (1)	15.40	16.05	16.05	= (2)

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