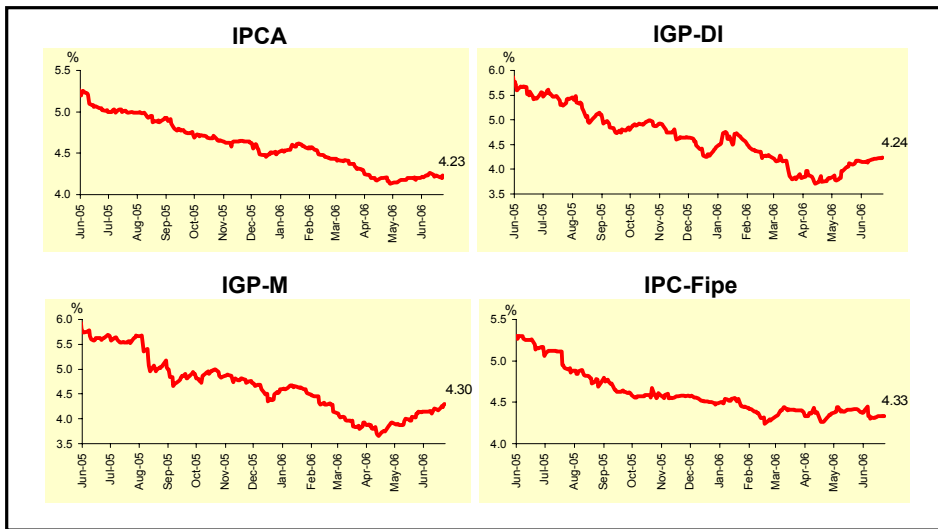


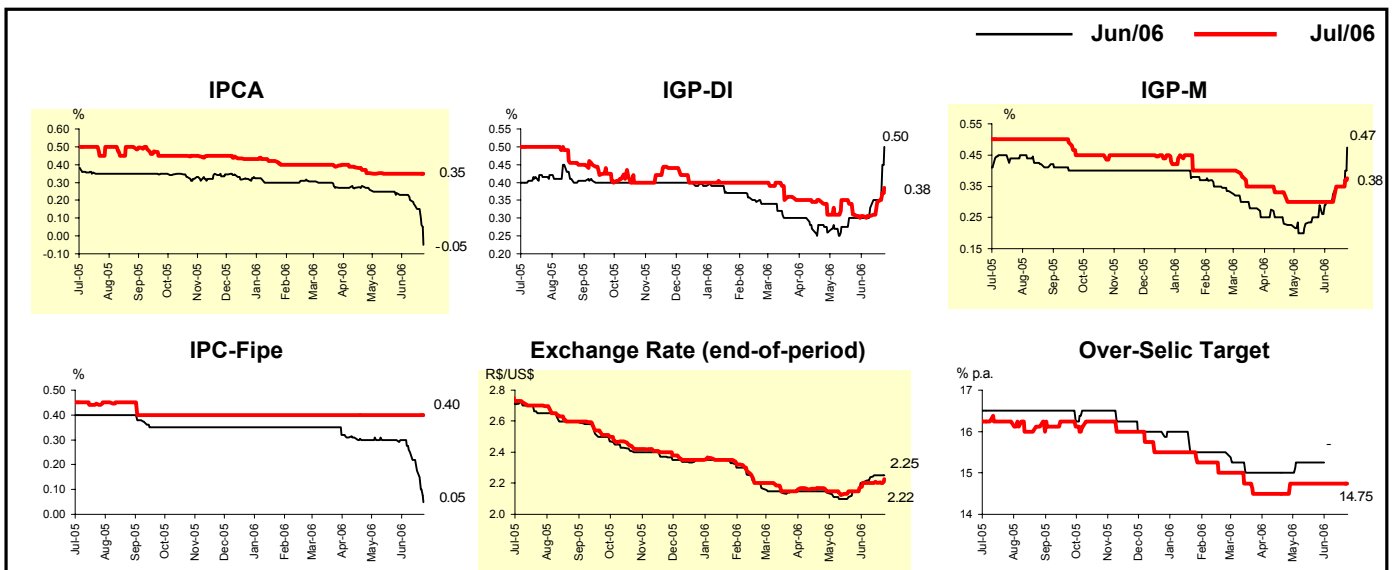
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.20	4.23	4.23	= (1)
IGP-DI (%)	4.18	4.21	4.24	▲ (3)
IGP-M (%)	4.14	4.17	4.30	▲ (2)
IPC-Fipe (%)	4.41	4.33	4.33	= (1)

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



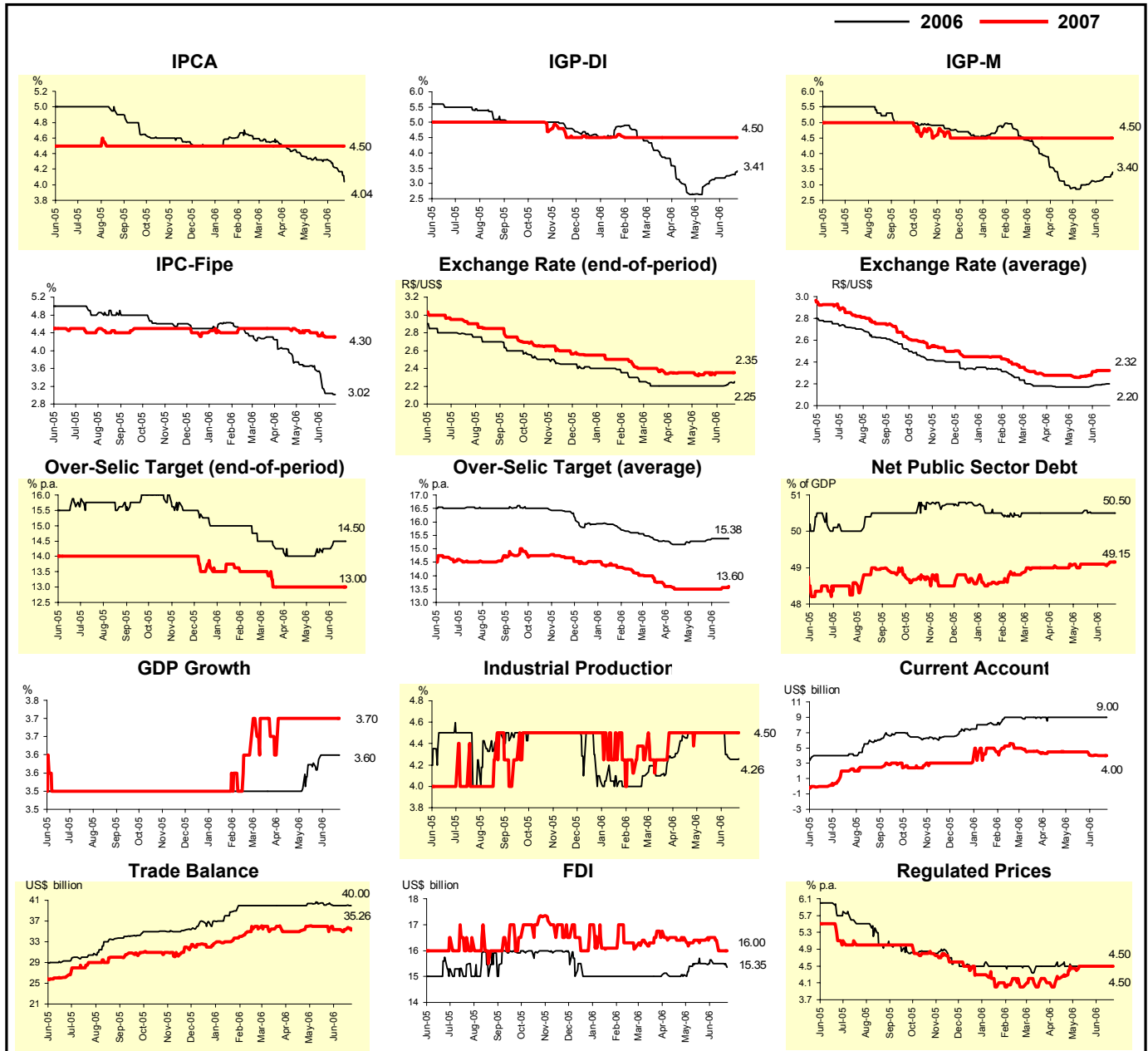
Median - Aggregate	Market Expectations							
	Jun/06				Jul/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.24	0.15	-0.05	▼ (5)	0.35	0.35	0.35	= (8)
IGP-DI (%)	0.30	0.35	0.50	▲ (3)	0.31	0.34	0.38	▲ (2)
IGP-M (%)	0.29	0.35	0.47	▲ (7)	0.30	0.35	0.38	▲ (2)
IPC-Fipe (%)	0.30	0.17	0.05	▼ (3)	0.40	0.40	0.40	= (42)
Exchange rate - end-of-period (R\$/US\$)	2.15	2.25	2.25	= (1)	2.15	2.20	2.22	▲ (1)
Over-Selic Target (% p.a.)	15.25	-	-		14.75	14.75	14.75	= (8)

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



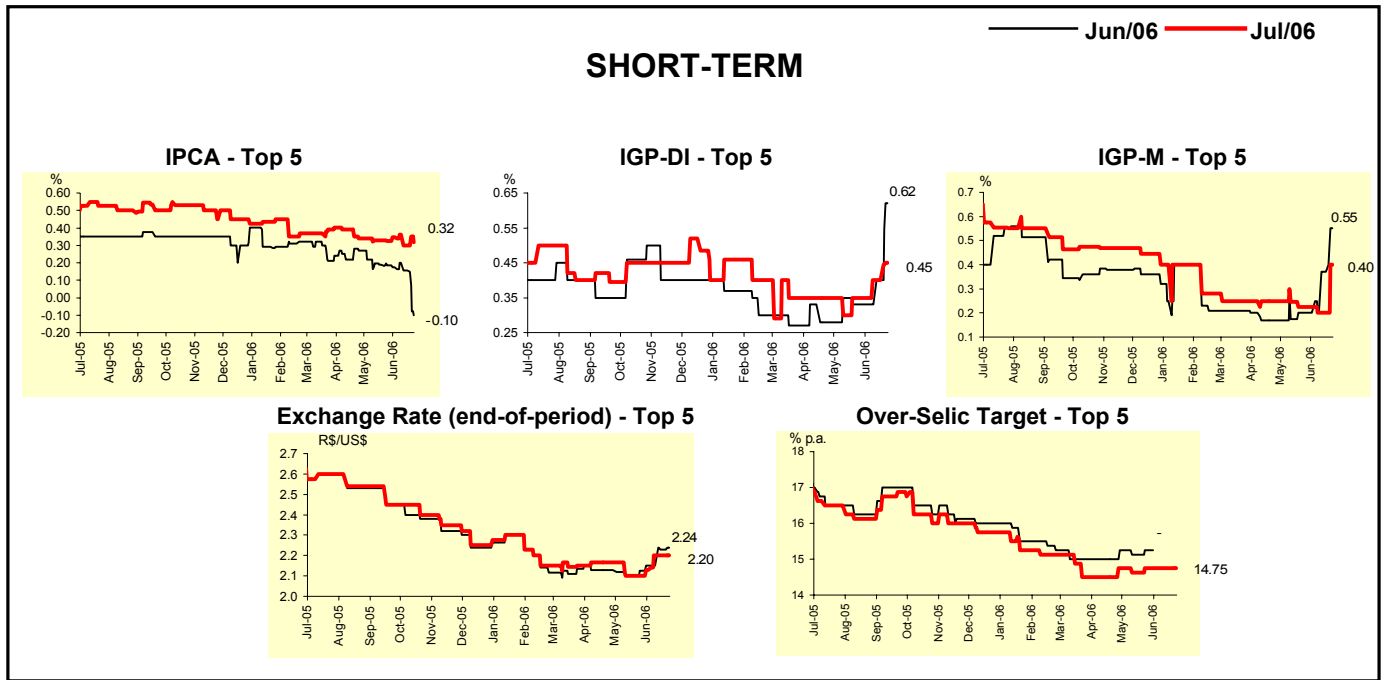
Median - Aggregate	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.32	4.17	4.04	▼ (4)	4.50	4.50	4.50	≡ (45)
IGP-DI (%)	3.17	3.28	3.41	▲ (3)	4.50	4.50	4.50	≡ (19)
IGP-M (%)	3.13	3.24	3.40	▲ (3)	4.50	4.50	4.50	≡ (31)
IPC-Fipe (%)	3.58	3.04	3.02	▼ (1)	4.40	4.30	4.30	≡ (2)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.24	2.25	▲ (2)	2.35	2.35	2.35	≡ (5)
Exchange rate - average (R\$/US\$)	2.17	2.20	2.20	≡ (1)	2.28	2.32	2.32	≡ (2)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.50	14.50	≡ (2)	13.00	13.00	13.00	≡ (14)
Over-Selic Target - average (% p.a.)	15.34	15.38	15.38	≡ (3)	13.50	13.55	13.60	▲ (2)
Net Public Sector Debt (% of GDP)	50.50	50.50	50.50	≡ (17)	49.10	49.15	49.15	≡ (1)
GDP growth (%)	3.59	3.60	3.60	≡ (3)	3.70	3.70	3.70	≡ (11)
Industrial Production (% growth)	4.50	4.25	4.26	▲ (1)	4.50	4.50	4.50	≡ (12)
Current Account (US\$ billion)	9.00	9.00	9.00	≡ (19)	4.50	4.00	4.00	≡ (1)
Trade Balance (US\$ billion)	40.50	40.00	40.00	≡ (3)	35.50	35.32	35.26	▼ (1)
Foreign Direct Investment (US\$ billion)	15.50	15.50	15.35	▼ (1)	16.40	16.00	16.00	≡ (1)
Regulated Prices (%)	4.50	4.50	4.50	≡ (14)	4.50	4.50	4.50	≡ (6)

* 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								
Median - Top 5 - Short Term	Jun/06				Jul/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.19	0.16	-0.10	▼ (2)	0.32	0.30	0.32	▲ (1)
IGP-DI (%)	0.33	0.40	0.62	▲ (2)	0.35	0.40	0.45	▲ (1)
IGP-M (%)	0.20	0.37	0.55	▲ (2)	0.22	0.20	0.40	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.13	2.23	2.24	▲ (2)	2.10	2.20	2.20	= (2)
Over-Selic Target (% p.a.)	15.25	-	-		14.75	14.75	14.75	= (4)

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

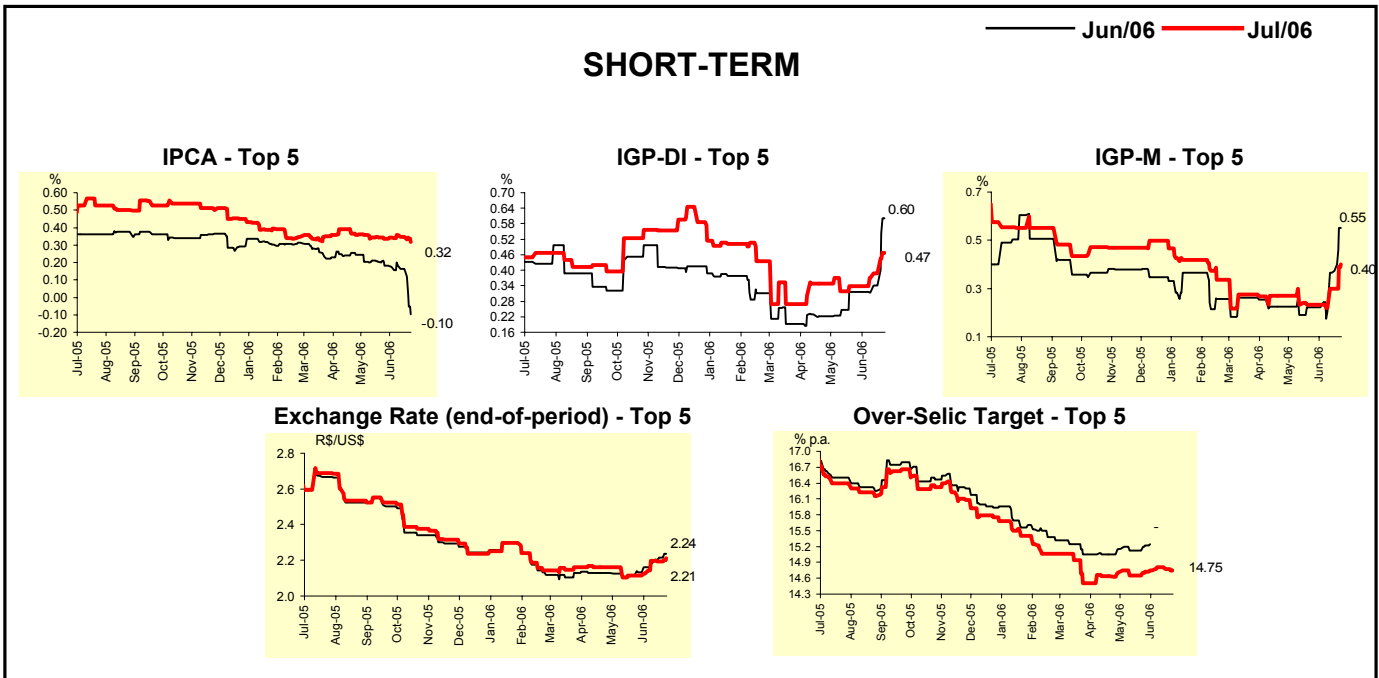


Market Expectations								
Median - Top 5	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	4.11	4.11	3.95	▼ (1)	4.50	4.50	4.50	= (6)
IGP-DI (%)	3.38	3.36	3.58	▲ (1)	5.50	4.67	4.94	▲ (1)
IGP-M (%)	2.84	3.30	3.60	▲ (4)	4.78	4.50	4.50	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.13	2.25	2.25	= (2)	2.25	2.35	2.35	= (2)
Over-Selic Target - end-of-period (% p.a.)	14.13	14.25	14.25	= (2)	12.75	12.88	12.88	= (3)
Medium Term								
IPCA (%)	4.27	4.01	3.80	▼ (3)	4.50	4.50	4.50	= (23)
IGP-DI (%)	2.71	2.59	3.41	▲ (1)	4.00	3.75	3.75	= (2)
IGP-M (%)	2.78	2.73	3.02	▲ (2)	4.50	4.25	4.25	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.10	2.24	2.24	= (1)	2.25	2.37	2.37	= (2)
Over-Selic Target - end-of-period (% p.a.)	14.13	14.25	14.50	▲ (1)	13.13	13.13	13.13	= (6)

* 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								
Average - Top 5 - Short Term	Jun/06				Jul/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.18	0.17	-0.10	▼ (2)	0.34	0.35	0.32	▼ (2)
IGP-DI (%)	0.32	0.34	0.60	▲ (2)	0.34	0.39	0.47	▲ (3)
IGP-M (%)	0.22	0.37	0.55	▲ (2)	0.23	0.30	0.40	▲ (2)
Exchange rate - end-of-period (R\$/US\$)	2.13	2.21	2.24	▲ (6)	2.11	2.19	2.21	▲ (1)
Over-Selic Target (% p.a.)	15.23	-	-		14.73	14.78	14.75	▼ (2)

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



Market Expectations								
Average - Top 5	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	4.11	4.11	3.92	▼ (3)	4.45	4.56	4.56	= (2)
IGP-DI (%)	3.21	3.37	3.79	▲ (3)	5.17	4.72	4.81	▲ (1)
IGP-M (%)	2.80	3.22	3.51	▲ (2)	4.83	4.83	4.83	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.15	2.23	2.23	= (2)	2.28	2.37	2.37	= (2)
Over-Selic Target - end-of-period (% p.a.)	14.05	14.25	14.22	▼ (2)	12.79	12.92	12.92	= (3)
Medium Term								
IPCA (%)	4.26	3.91	3.72	▼ (5)	4.44	4.60	4.60	= (2)
IGP-DI (%)	2.85	2.81	3.19	▲ (2)	4.10	3.75	3.75	= (2)
IGP-M (%)	2.65	2.78	3.04	▲ (2)	4.20	4.13	4.13	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.05	2.22	2.22	= (1)	2.19	2.38	2.38	= (1)
Over-Selic Target - end-of-period (% p.a.)	14.00	14.20	14.25	▲ (1)	12.94	12.94	12.94	= (6)

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