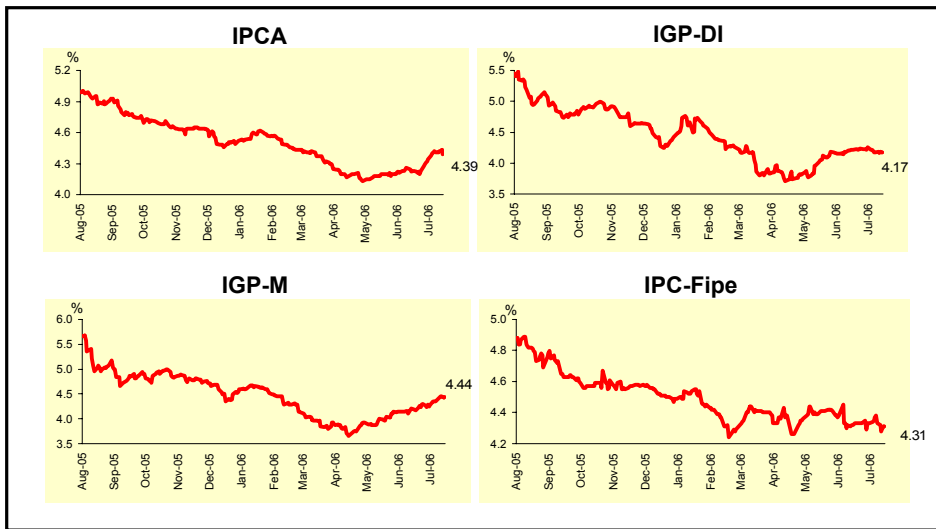


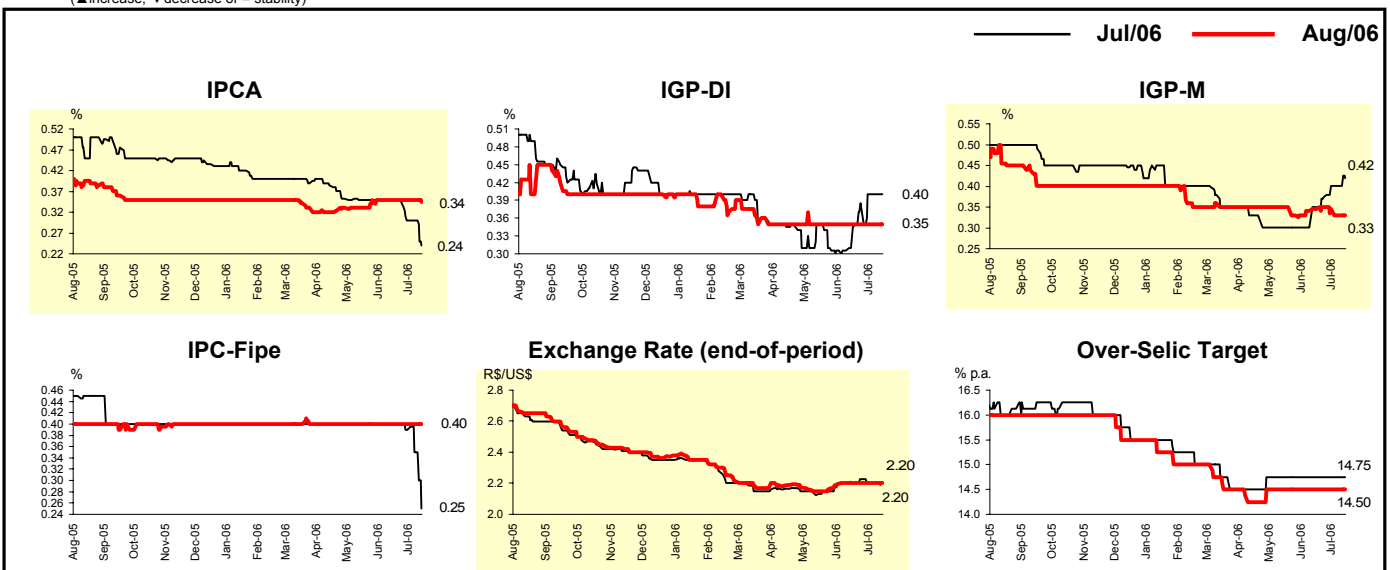
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.23	4.41	4.39	▼ (1)
IGP-DI (%)	4.21	4.17	4.17	= (1)
IGP-M (%)	4.17	4.39	4.44	▲ (2)
IPC-Fipe (%)	4.33	4.33	4.31	▼ (1)

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



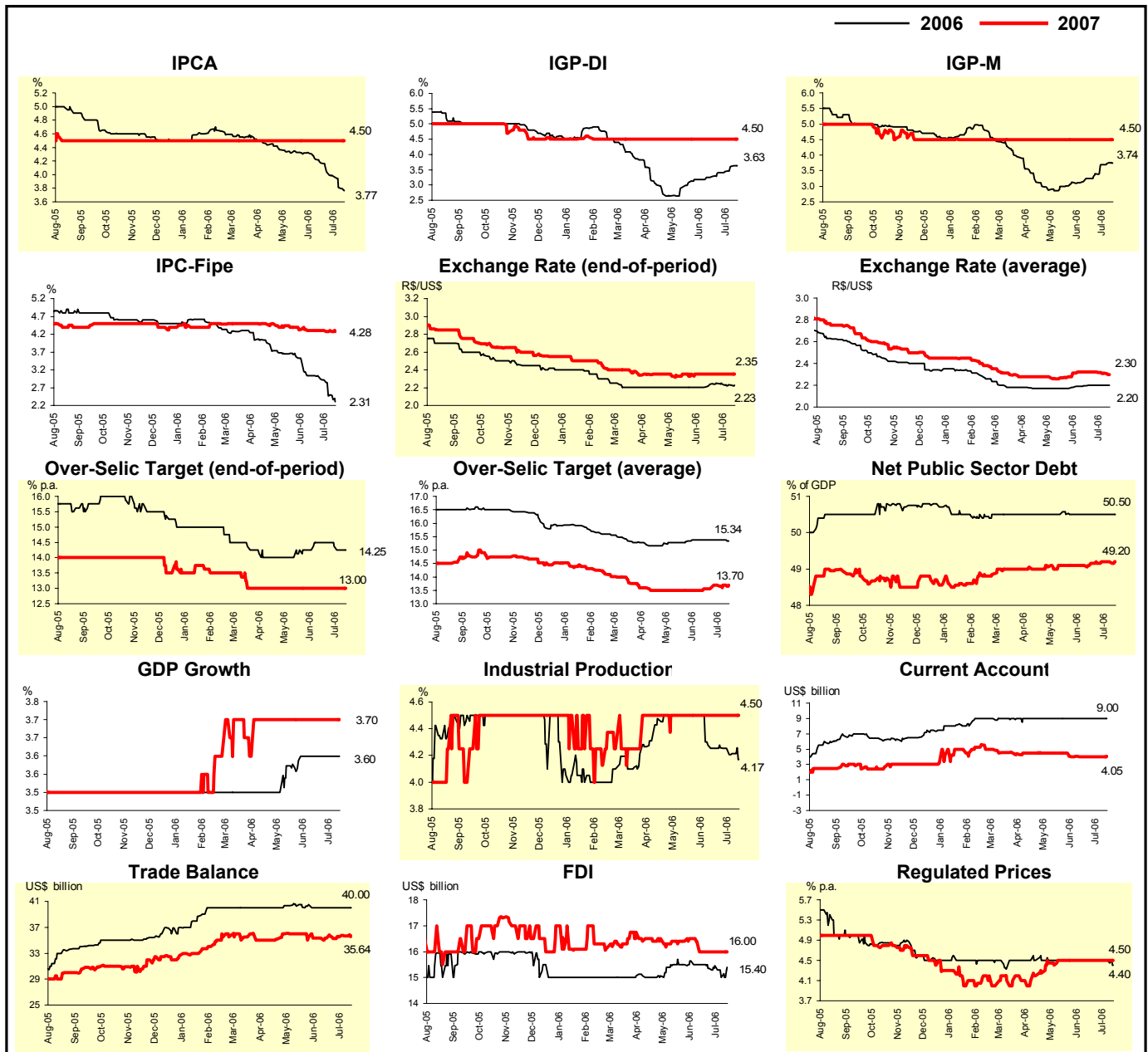
Median - Aggregate	Market Expectations							
	Jul/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.30	0.24	▼ (1)	0.35	0.35	0.34	▼ (1)
IGP-DI (%)	0.34	0.40	0.40	= (2)	0.35	0.35	0.35	= (15)
IGP-M (%)	0.35	0.40	0.42	▲ (1)	0.34	0.33	0.33	= (1)
IPC-Fipe (%)	0.40	0.35	0.25	▼ (3)	0.40	0.40	0.40	= (40)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	2.20	= (2)	2.20	2.20	2.20	= (6)
Over-Selic Target (% p.a.)	14.75	14.75	14.75	= (11)	14.50	14.50	14.50	= (11)

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



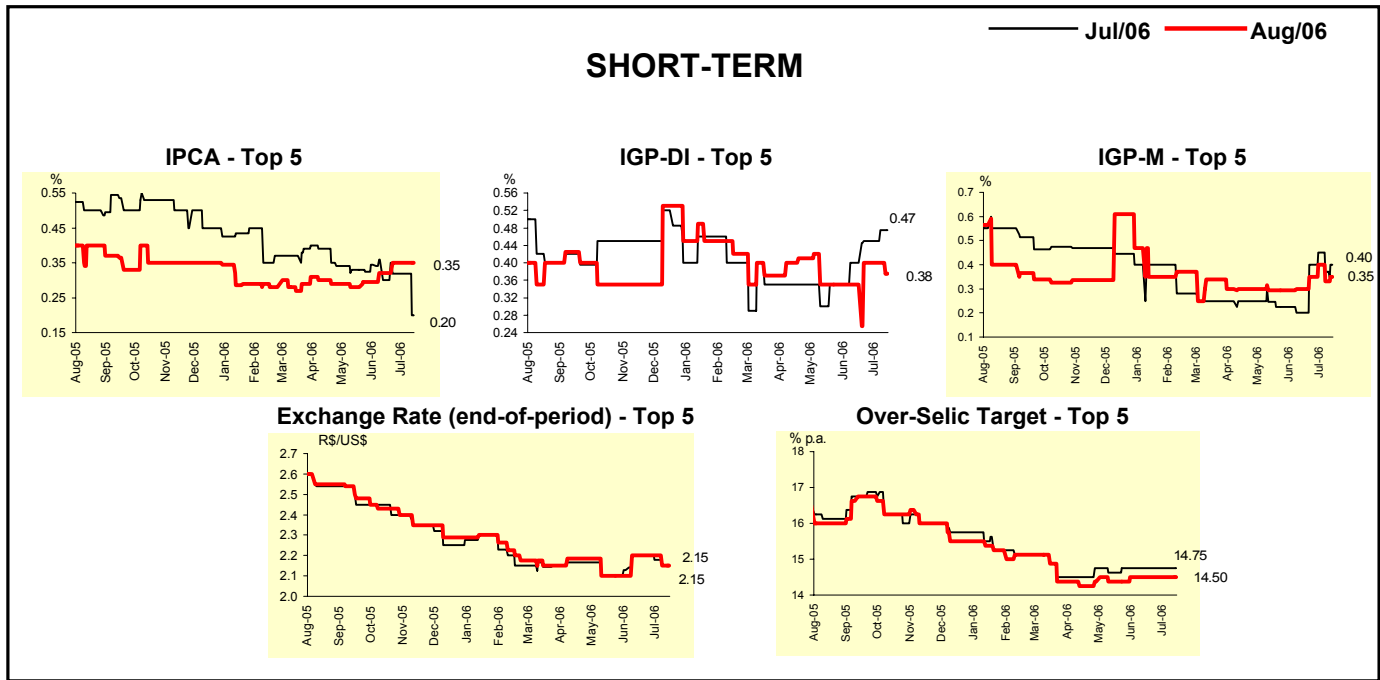
Median - Aggregate	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.17	3.81	3.77	▼ (7)	4.50	4.50	4.50	≡ (48)
IGP-DI (%)	3.28	3.61	3.63	▲ (6)	4.50	4.50	4.50	≡ (22)
IGP-M (%)	3.24	3.72	3.74	▲ (6)	4.50	4.50	4.50	≡ (34)
IPC-Fipe (%)	3.04	2.50	2.31	▼ (4)	4.30	4.30	4.28	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.24	2.23	2.23	≡ (1)	2.35	2.35	2.35	≡ (8)
Exchange rate - average (R\$/US\$)	2.20	2.20	2.20	≡ (4)	2.32	2.31	2.30	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	14.50	14.25	14.25	≡ (1)	13.00	13.00	13.00	≡ (17)
Over-Selic Target - average (% p.a.)	15.38	15.38	15.34	▼ (1)	13.55	13.70	13.70	≡ (2)
Net Public Sector Debt (% of GDP)	50.50	50.50	50.50	≡ (20)	49.15	49.20	49.20	≡ (2)
GDP growth (%)	3.60	3.60	3.60	≡ (6)	3.70	3.70	3.70	≡ (14)
Industrial Production (% growth)	4.25	4.21	4.17	▼ (3)	4.50	4.50	4.50	≡ (15)
Current Account (US\$ billion)	9.00	9.00	9.00	≡ (22)	4.00	4.00	4.05	▲ (1)
Trade Balance (US\$ billion)	40.00	40.00	40.00	≡ (6)	35.32	35.64	35.64	≡ (1)
Foreign Direct Investment (US\$ billion)	15.50	15.00	15.40	▲ (1)	16.00	16.00	16.00	≡ (4)
Regulated Prices (%)	4.50	4.50	4.40	▼ (1)	4.50	4.50	4.50	≡ (9)

\* 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/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.30	0.32	0.20	▼ (1)	0.32	0.35	0.35	= (3)
IGP-DI (%)	0.40	0.47	0.47	= (1)	0.35	0.40	0.38	▼ (1)
IGP-M (%)	0.20	0.37	0.40	▲ (1)	0.30	0.33	0.35	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.15	2.15	= (1)	2.20	2.15	2.15	= (1)
Over-Selic Target (% p.a.)	14.75	14.75	14.75	= (7)	14.50	14.50	14.50	= (6)

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

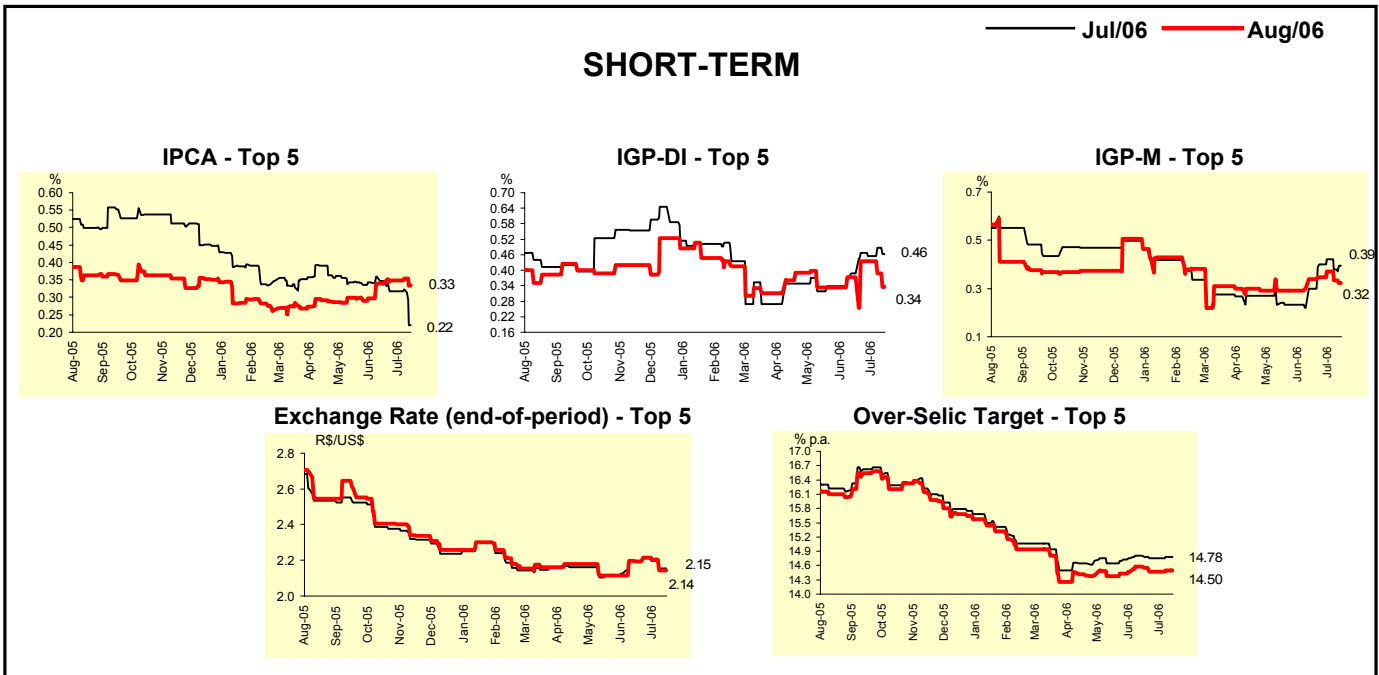


Median - Top 5	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	4.11	3.79	3.73	▼ (2)	4.50	4.50	4.50	= (9)
IGP-DI (%)	3.36	3.63	3.50	▼ (1)	4.67	4.62	4.62	= (1)
IGP-M (%)	3.30	3.71	3.76	▲ (1)	4.50	4.53	4.53	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.25	2.15	2.15	= (1)	2.35	2.25	2.25	= (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.50	14.50	= (1)	12.88	13.00	13.00	= (1)
<b>Medium Term</b>								
IPCA (%)	4.01	3.69	3.69	= (1)	4.50	4.50	4.50	= (26)
IGP-DI (%)	2.59	3.63	3.50	▼ (1)	3.75	4.21	4.30	▲ (2)
IGP-M (%)	2.73	3.76	3.77	▲ (5)	4.25	4.70	4.70	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.24	2.25	2.25	= (1)	2.37	2.30	2.30	= (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.50	14.50	= (3)	13.13	13.50	13.50	= (1)

\* 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	Jul/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.32	0.22	▼ (1)	0.34	0.35	0.33	▼ (1)
IGP-DI (%)	0.39	0.49	0.46	▼ (1)	0.37	0.39	0.34	▼ (2)
IGP-M (%)	0.30	0.38	0.39	▲ (1)	0.34	0.33	0.32	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.19	2.15	2.15	= (1)	2.19	2.14	2.14	= (1)
Over-Selic Target (% p.a.)	14.78	14.78	14.78	= (1)	14.56	14.50	14.50	= (1)

\* 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*
<b>Short Term</b>								
IPCA (%)	4.11	3.82	3.73	▼ (2)	4.56	4.60	4.60	= (1)
IGP-DI (%)	3.37	3.63	3.59	▼ (3)	4.72	4.69	4.69	= (1)
IGP-M (%)	3.22	3.67	3.72	▲ (1)	4.83	4.64	4.64	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.23	2.16	2.16	= (1)	2.37	2.30	2.31	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.31	14.31	= (1)	12.92	13.11	13.11	= (1)
<b>Medium Term</b>								
IPCA (%)	3.91	3.58	3.55	▼ (2)	4.60	4.48	4.48	= (1)
IGP-DI (%)	2.81	3.55	3.48	▼ (1)	3.75	4.37	4.45	▲ (2)
IGP-M (%)	2.78	3.61	3.68	▲ (5)	4.13	4.73	4.73	= (1)
Exchange rate - end-of-period (R\$/US\$)	2.22	2.21	2.21	= (1)	2.38	2.28	2.29	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.20	14.25	14.25	= (3)	12.94	13.05	13.05	= (1)

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