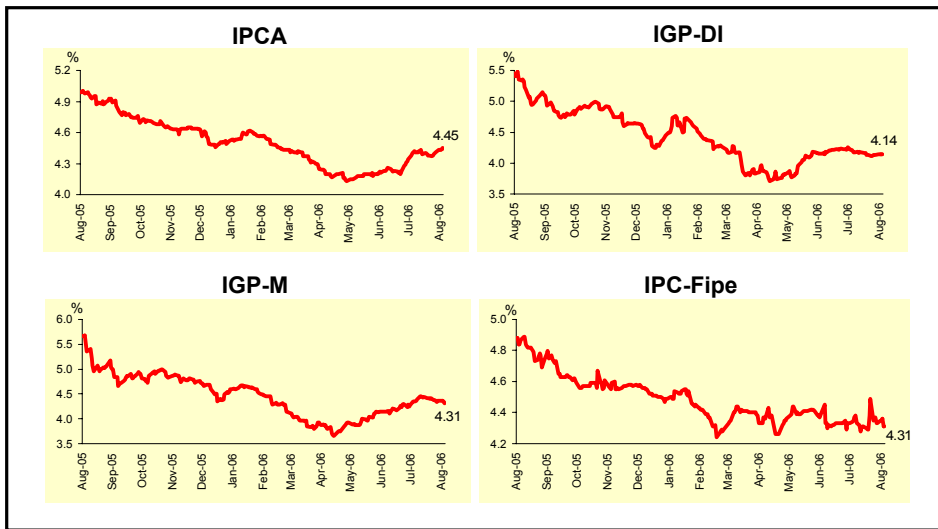


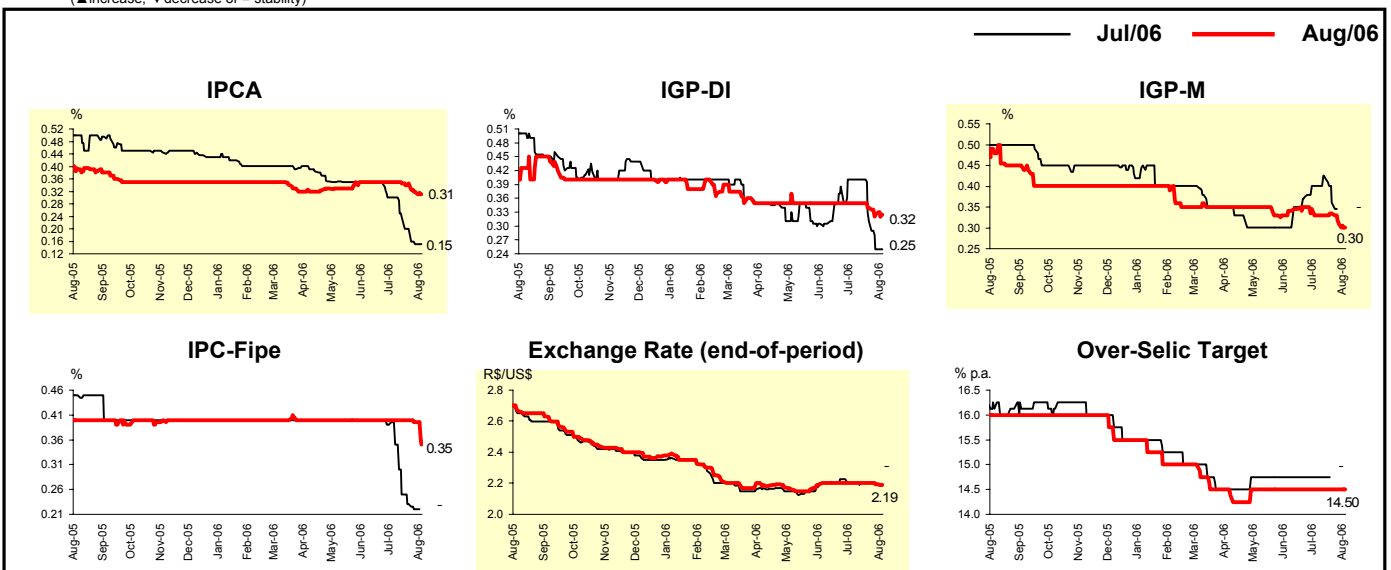
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.41	4.41	4.45	▲ ( 2 )
IGP-DI (%)	4.17	4.13	4.14	▲ ( 1 )
IGP-M (%)	4.39	4.36	4.31	▼ ( 3 )
IPC-Fipe (%)	4.33	4.33	4.31	▼ ( 2 )

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



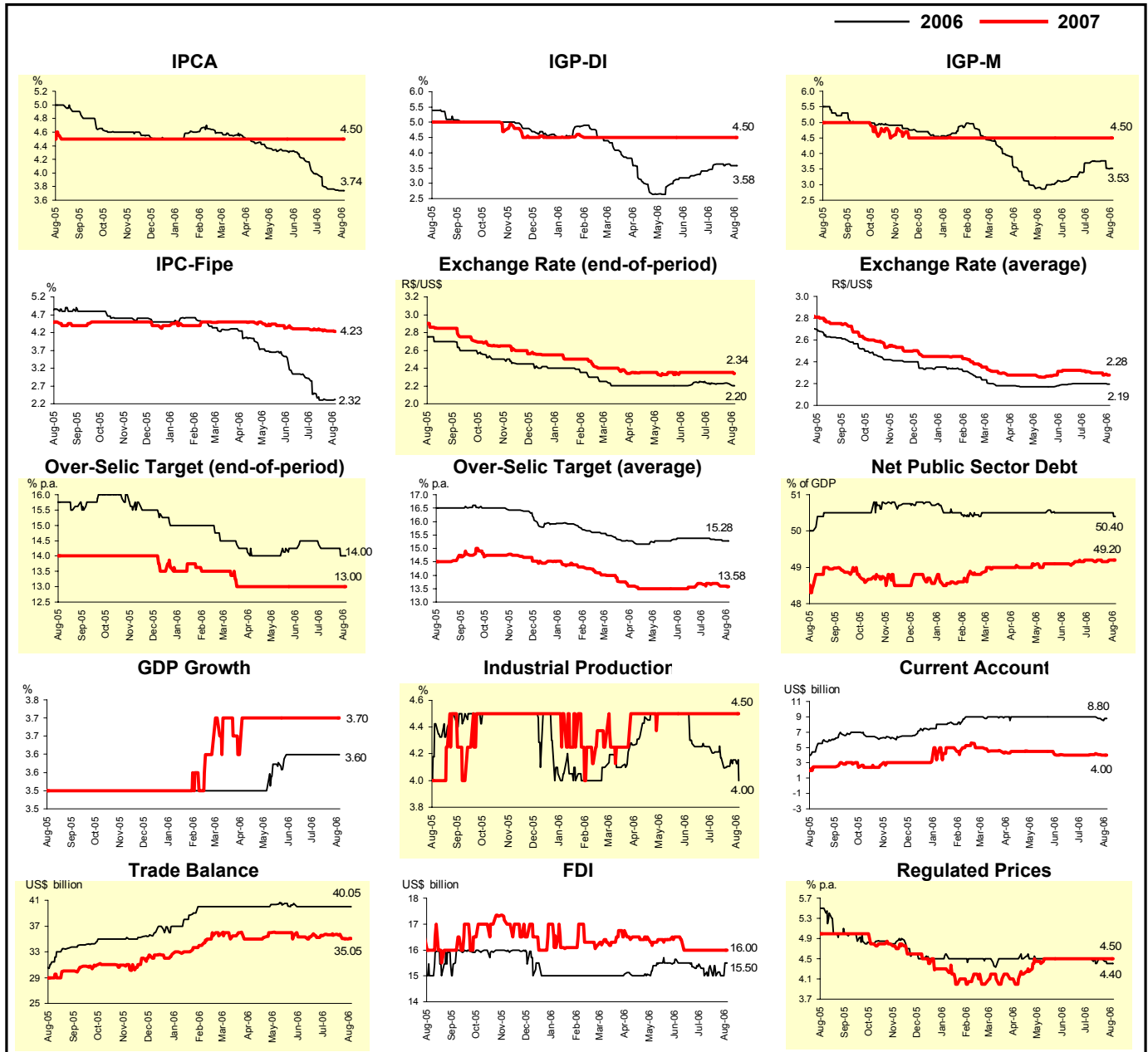
Median - Aggregate	Market Expectations							
	Jul/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.30	0.15	0.15	= ( 1 )	0.35	0.32	0.31	▼ ( 2 )
IGP-DI (%)	0.40	0.25	0.25	= ( 1 )	0.35	0.32	0.32	= ( 1 )
IGP-M (%)	0.40	-	-		0.33	0.31	0.30	▼ ( 2 )
IPC-Fipe (%)	0.35	0.22	-		0.40	0.40	0.35	▼ ( 1 )
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	-		2.20	2.19	2.19	= ( 1 )
Over-Selic Target (% p.a.)	14.75	-	-		14.50	14.50	14.50	= ( 14 )

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



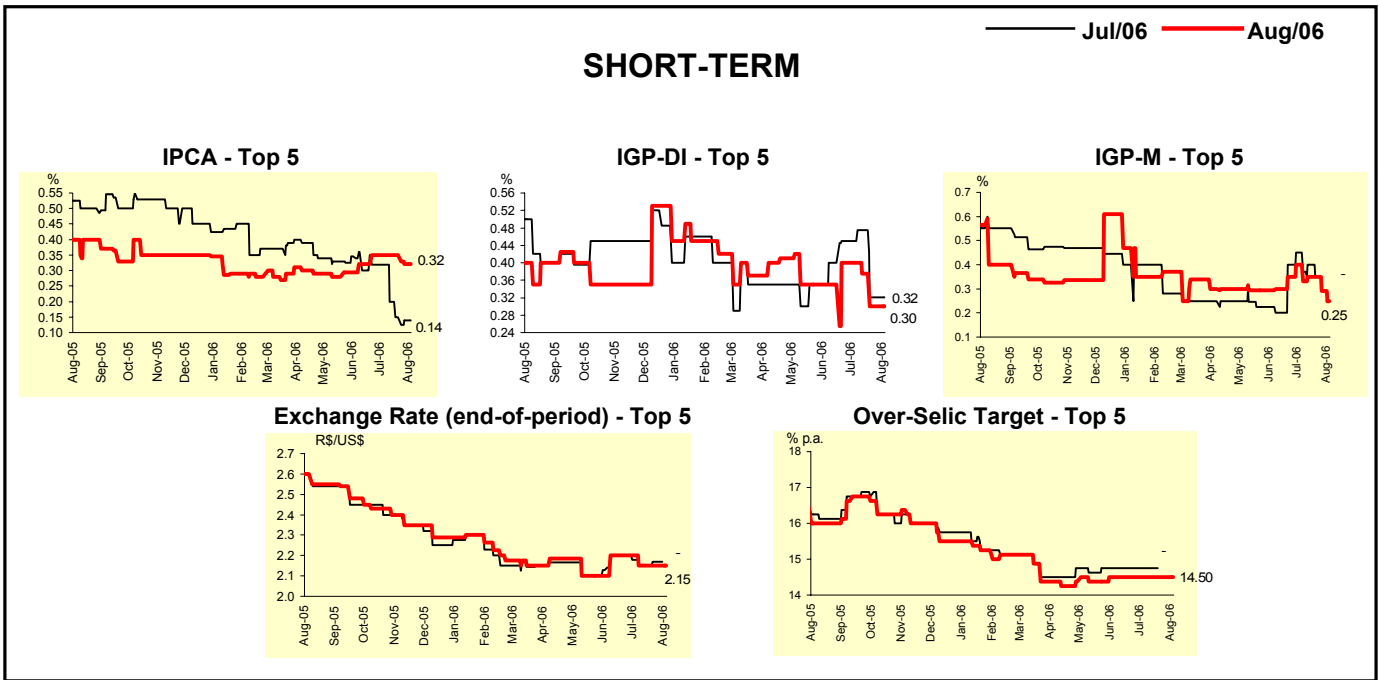
Median - Aggregate	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	3.81	3.74	3.74	= (1)	4.50	4.50	4.50	= (51)
IGP-DI (%)	3.61	3.58	3.58	= (1)	4.50	4.50	4.50	= (25)
IGP-M (%)	3.72	3.53	3.53	= (1)	4.50	4.50	4.50	= (37)
IPC-Fipe (%)	2.50	2.31	2.32	▲ (1)	4.30	4.25	4.23	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.23	2.23	2.20	▼ (1)	2.35	2.35	2.34	▼ (1)
Exchange rate - average (R\$/US\$)	2.20	2.20	2.19	▼ (1)	2.31	2.28	2.28	= (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.00	14.00	= (1)	13.00	13.00	13.00	= (20)
Over-Selic Target - average (% p.a.)	15.38	15.28	15.28	= (1)	13.70	13.59	13.58	▼ (2)
Net Public Sector Debt (% of GDP)	50.50	50.50	50.40	▼ (1)	49.20	49.20	49.20	= (1)
GDP growth (%)	3.60	3.60	3.60	= (9)	3.70	3.70	3.70	= (17)
Industrial Production (% growth)	4.21	4.15	4.00	▼ (1)	4.50	4.50	4.50	= (18)
Current Account (US\$ billion)	9.00	8.65	8.80	▲ (1)	4.00	4.00	4.00	= (1)
Trade Balance (US\$ billion)	40.00	40.00	40.05	▲ (1)	35.64	35.05	35.05	= (1)
Foreign Direct Investment (US\$ billion)	15.00	15.00	15.50	▲ (1)	16.00	16.00	16.00	= (7)
Regulated Prices (%)	4.50	4.40	4.40	= (1)	4.50	4.50	4.50	= (12)

\* 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 (%)	0.32	0.14	0.14	= (1)	0.35	0.32	0.32	= (1)
IGP-DI (%)	0.47	0.32	0.32	= (2)	0.40	0.30	0.30	= (2)
IGP-M (%)	0.37	-	-		0.33	0.29	0.25	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.15	2.17	-		2.15	2.15	2.15	= (4)
Over-Selic Target (% p.a.)	14.75	-	-		14.50	14.50	14.50	= (9)

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

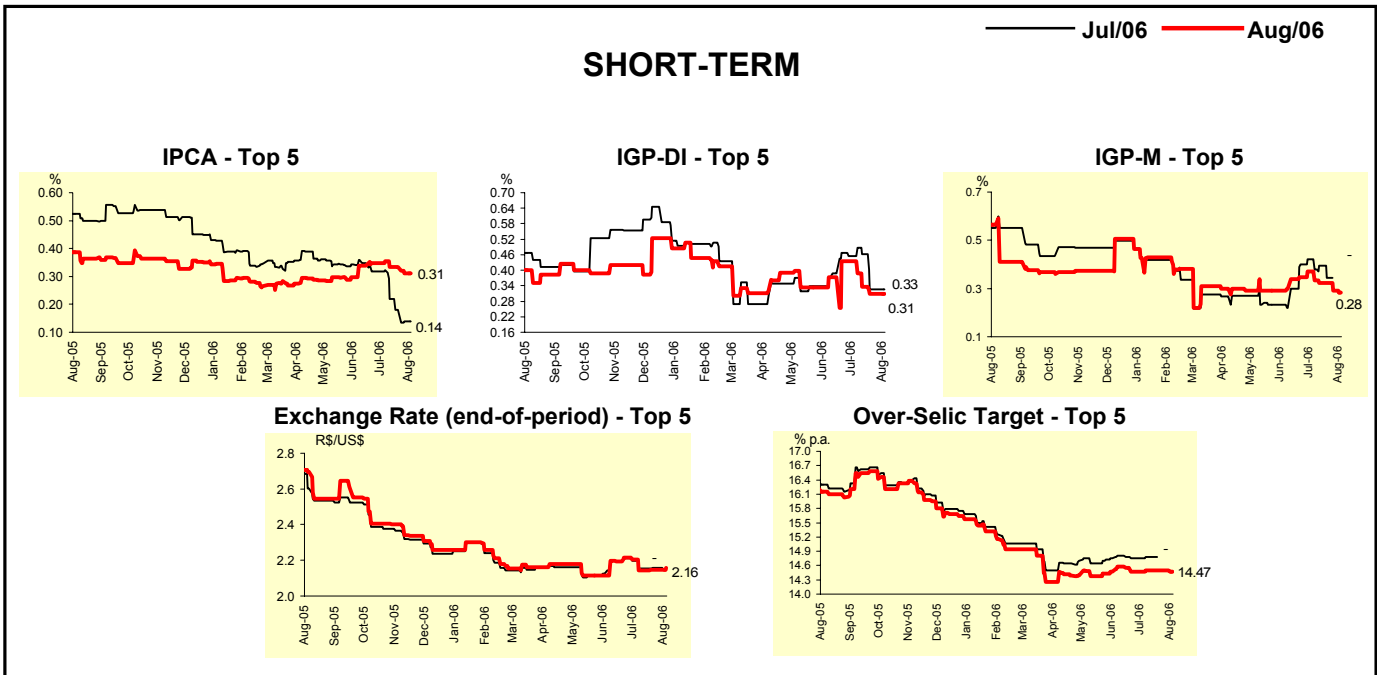


Median - Top 5	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	3.79	3.75	3.75	= (1)	4.50	4.50	4.50	= (12)
IGP-DI (%)	3.63	3.48	3.48	= (2)	4.62	4.59	4.59	= (2)
IGP-M (%)	3.71	3.38	3.38	= (1)	4.53	4.53	4.30	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.15	2.15	2.15	= (4)	2.25	2.25	2.25	= (4)
Over-Selic Target - end-of-period (% p.a.)	14.50	14.00	14.00	= (1)	13.00	13.00	13.00	= (4)
<b>Medium Term</b>								
IPCA (%)	3.69	3.53	3.52	▼ (2)	4.50	4.50	4.50	= (29)
IGP-DI (%)	3.63	3.36	3.36	= (1)	4.21	4.50	4.50	= (2)
IGP-M (%)	3.76	3.52	3.52	= (1)	4.70	4.70	4.70	= (4)
Exchange rate - end-of-period (R\$/US\$)	2.25	2.25	2.18	▼ (1)	2.30	2.30	2.30	= (4)
Over-Selic Target - end-of-period (% p.a.)	14.50	14.00	14.00	= (1)	13.50	13.00	13.00	= (1)

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

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 (%)	0.32	0.14	0.14	= (1)	0.35	0.31	0.31	= (1)
IGP-DI (%)	0.49	0.33	0.33	= (2)	0.39	0.31	0.31	= (2)
IGP-M (%)	0.38	-	-		0.33	0.29	0.28	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.15	2.16	-		2.14	2.15	2.16	▲ (1)
Over-Selic Target (% p.a.)	14.78	-	-		14.50	14.50	14.47	▼ (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 (%)	3.82	3.70	3.70	= (1)	4.60	4.60	4.50	▼ (1)
IGP-DI (%)	3.63	3.53	3.53	= (2)	4.69	4.67	4.67	= (2)
IGP-M (%)	3.67	3.41	3.41	= (1)	4.64	4.64	4.53	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.16	2.16	2.16	= (4)	2.30	2.31	2.31	= (3)
Over-Selic Target - end-of-period (% p.a.)	14.31	14.19	14.11	▼ (2)	13.11	13.11	13.04	▼ (1)
<b>Medium Term</b>								
IPCA (%)	3.58	3.50	3.44	▼ (5)	4.48	4.48	4.38	▼ (1)
IGP-DI (%)	3.55	3.33	3.33	= (1)	4.37	4.52	4.52	= (2)
IGP-M (%)	3.61	3.40	3.40	= (1)	4.73	4.73	4.73	= (4)
Exchange rate - end-of-period (R\$/US\$)	2.21	2.21	2.19	▼ (1)	2.28	2.30	2.30	= (2)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.10	14.10	= (1)	13.05	12.95	12.95	= (1)

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