BANCO CENTRAL DO BRASIL

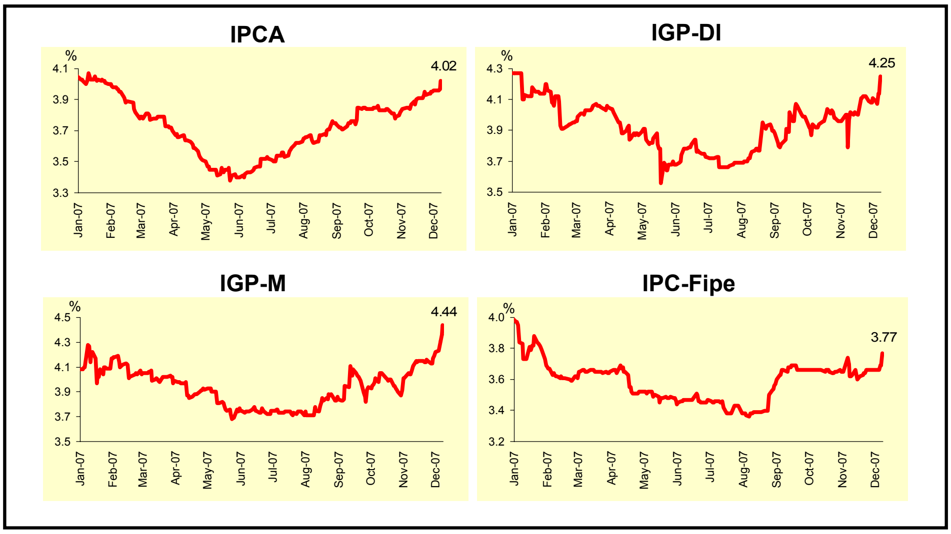
Gerin

Focus - Market Readout

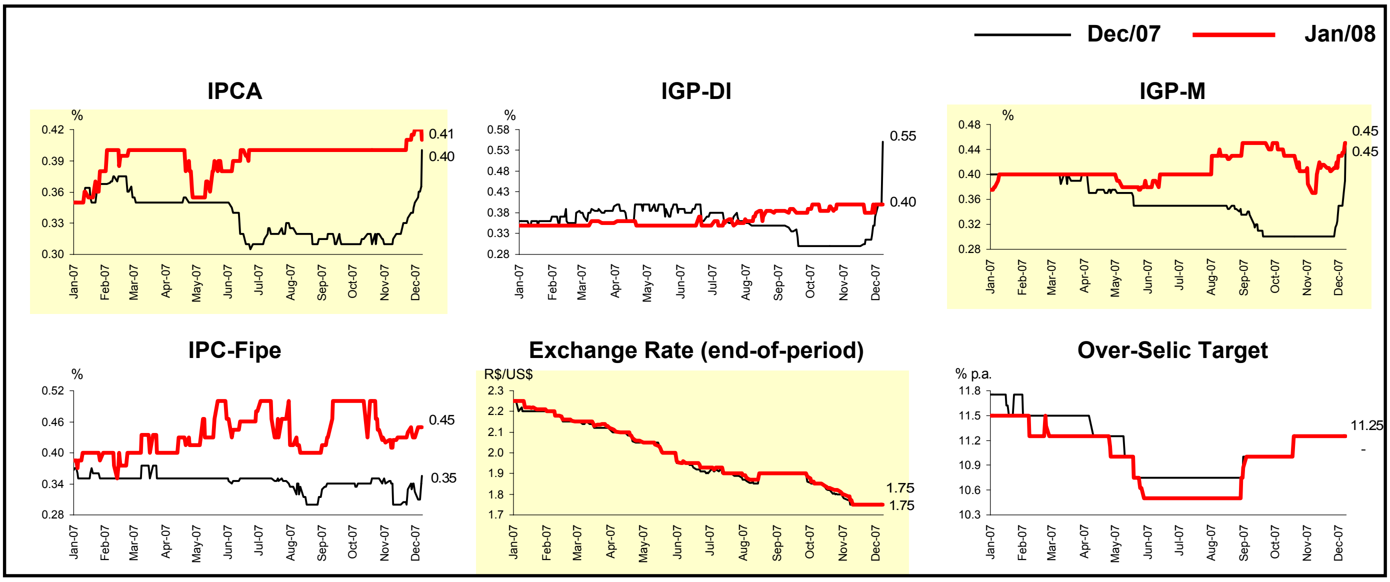
December 7, 2007

Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	3.87	3.96	4.02	▲ (6)
IGP-DI (%)	4.02	4.11	4.25	▲ (1)
IGP-M (%)	4.11	4.22	4.44	▲ (2)
IPC-Fipe (%)	3.63	3.66	3.77	▲ (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								
Median - Aggregate	Dec/07				Jan/08			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.31	0.35	0.40	▲ (4)	0.40	0.42	0.41	▼ (1)
IGP-DI (%)	0.30	0.37	0.55	▲ (3)	0.40	0.40	0.40	= (1)
IGP-M (%)	0.30	0.35	0.45	▲ (2)	0.40	0.43	0.45	▲ (2)
IPC-Fipe (%)	0.30	0.32	0.35	▲ (1)	0.43	0.43	0.45	▲ (1)
Exchange rate - end-of-period (R$/US$)	1.75	1.75	1.75	= (4)	1.75	1.75	1.75	= (4)
Over-Selic Target (% p.a.)	11.25	11.25	-		11.25	11.25	11.25	= (7)



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December 7, 2007

Market Expectations								
Median - Aggregate	2007				2008			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	3.92	3.96	4.10	▲ (3)	4.10	4.10	4.10	= (11)
IGP-DI (%)	6.01	6.26	6.89	▲ (6)	4.10	4.11	4.11	= (1)
IGP-M (%)	6.06	6.26	6.37	▲ (19)	4.15	4.20	4.20	= (3)
IPC-Fipe (%)	3.67	3.67	3.90	▲ (3)	4.00	4.00	4.00	= (17)
Exchange rate - end-of-period (R$/US$)	1.75	1.75	1.75	= (4)	1.85	1.80	1.80	= (3)
Exchange rate - average (R$/US$)	1.94	1.94	1.94	= (5)	1.82	1.79	1.78	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	11.25	11.25	-		10.25	10.25	10.50	▲ (1)
Over-Selic Target - average (% p.a.)	11.94	11.94	-		10.78	10.78	10.81	▲ (1)
Net Public Sector Debt (% of GDP)	43.40	43.30	43.40	▲ (1)	42.00	42.00	42.00	= (18)
GDP growth (%)	4.70	4.70	4.71	▲ (1)	4.32	4.30	4.30	= (1)
Industrial Production (% growth)	5.22	5.30	5.70	▲ (1)	4.50	4.50	4.50	= (23)
Current Account (US$ billion)	8.80	8.20	7.20	▼ (4)	2.21	2.00	1.50	▼ (2)
Trade Balance (US$ billion)	40.79	40.55	40.20	▼ (2)	34.00	34.20	34.10	▼ (2)
Foreign Direct Investment (US$ billion)	33.00	33.00	33.00	= (4)	25.00	25.00	25.00	= (6)
Regulated Prices (%)	2.30	2.25	2.20	▼ (2)	3.60	3.65	3.65	= (1)

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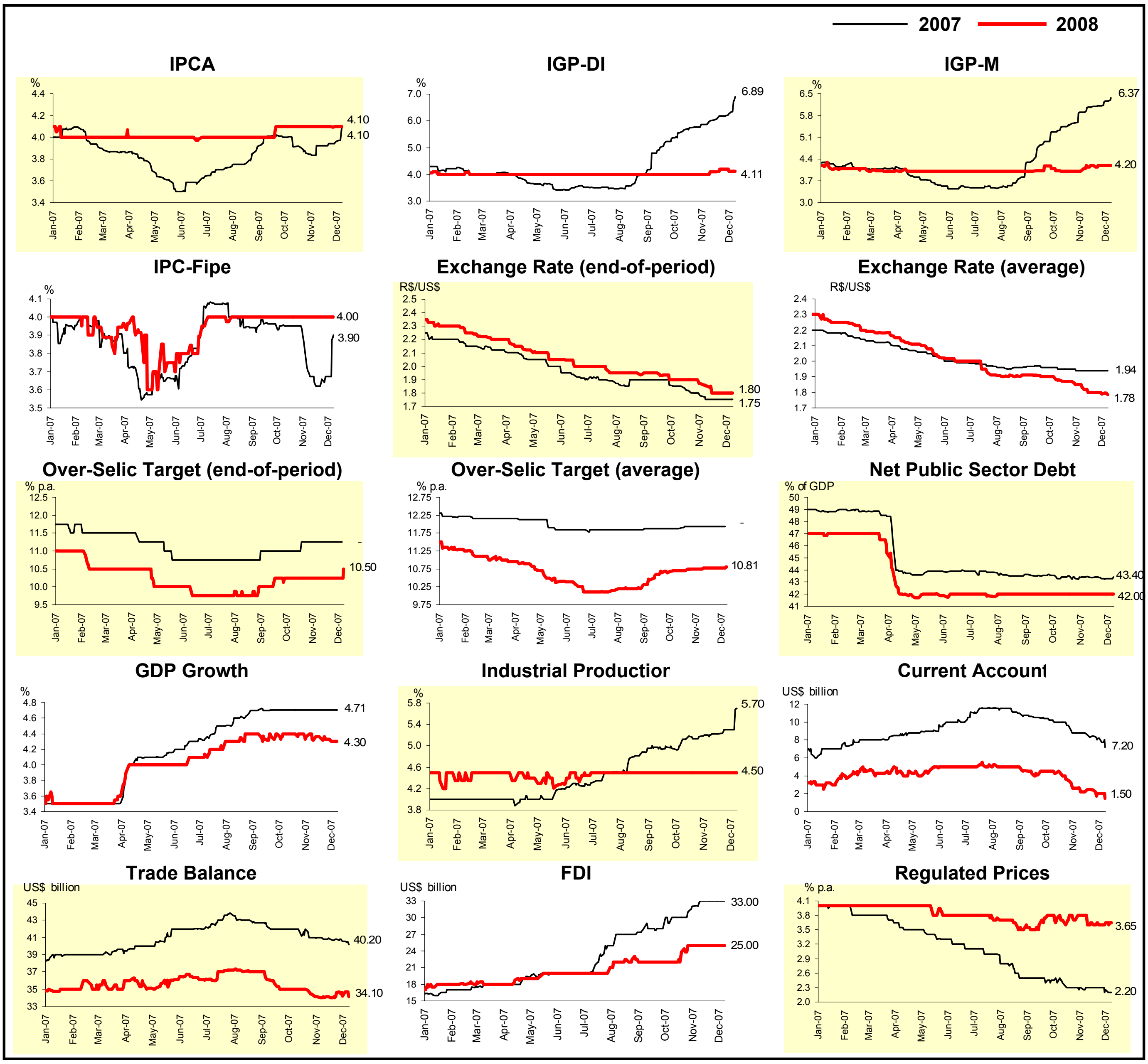

BANCO CENTRAL DO BRASIL

Gerin

Focus - Market Readout

December 7, 2007

Median - Top 5 - Short Term	Dec/07				Jan/08			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.31	0.38	0.44	▲ (1)	0.45	0.45	0.41	▼ (2)
IGP-DI (%)	0.25	0.37	0.40	▲ (1)	0.40	0.40	0.40	= (11)
IGP-M (%)	0.20	0.40	0.70	▲ (2)	0.46	0.46	0.43	▼ (1)
Exchange rate - end-of-period (R$/US$)	1.70	1.75	1.76	▲ (2)	1.70	1.74	1.75	▲ (2)
Over-Selic Target (% p.a.)	11.25	11.25	-		11.25	11.25	11.25	= (7)

Market Expectations

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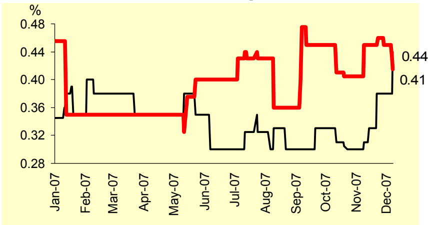
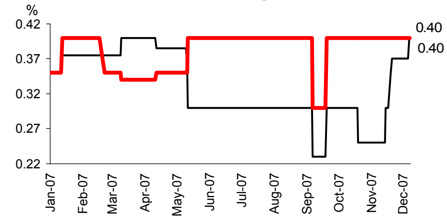
Dec/07 Jan/08

SHORT-TERM

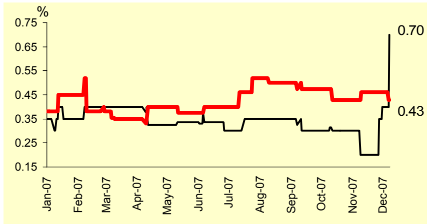
IPCA - Top 5



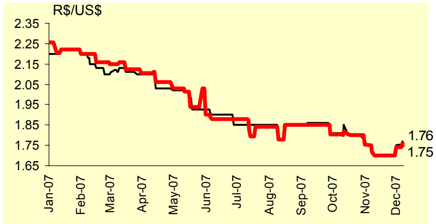
IGP-DI - Top 5



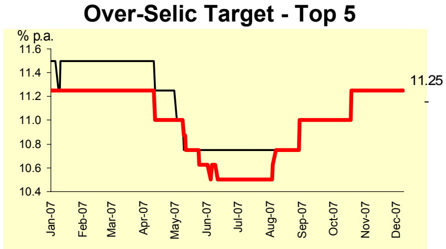
IGP-M - Top 5



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



Over-Selic Target - Top 5



Median - Top 5	2007				2008			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	3.90	4.00	4.15	▲ (1)	4.20	4.20	4.00	▼ (1)
IGP-DI (%)	5.91	6.44	6.76	▲ (1)	4.00	4.00	4.00	= (26)
IGP-M (%)	5.90	6.31	6.63	▲ (2)	4.05	4.05	4.55	▲ (1)
Exchange rate - end-of-period (R$/US$)	1.70	1.75	1.76	▲ (2)	1.80	1.76	1.80	▲ (2)
Over-Selic Target - end-of-period (% p.a.)	11.25	11.25	-		10.50	10.50	10.50	= (4)
Medium Term								
IPCA (%)	3.94	3.94	4.10	▲ (2)	4.10	4.20	4.20	= (2)
IGP-DI (%)	5.97	6.39	6.99	▲ (4)	4.19	4.34	4.68	▲ (2)
IGP-M (%)	6.11	6.46	6.92	▲ (3)	4.10	4.50	4.10	▼ (1)
Exchange rate - end-of-period (R$/US$)	1.70	1.70	1.70	= (4)	1.78	1.75	1.75	= (3)
Over-Selic Target - end-of-period (% p.a.)	11.25	11.25	-		10.25	10.25	10.25	= (5)

Market Expectations

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Market Expectations								
Average - Top 5 - Short Term	**Dec/07**				**Jan/08**			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.32	0.41	0.41	= (1)	0.43	0.44	0.41	▼ (2)
IGP-DI (%)	0.26	0.36	0.40	▲ (1)	0.37	0.37	0.38	▲ (1)
IGP-M (%)	0.22	0.38	0.65	▲ (2)	0.42	0.42	0.39	▼ (1)
Exchange rate - end-of-period (R$/US$)	1.71	1.76	1.77	▲ (2)	1.71	1.76	1.76	= (1)
Over-Selic Target (% p.a.)	11.25	11.25	-		11.25	11.25	11.25	= (4)

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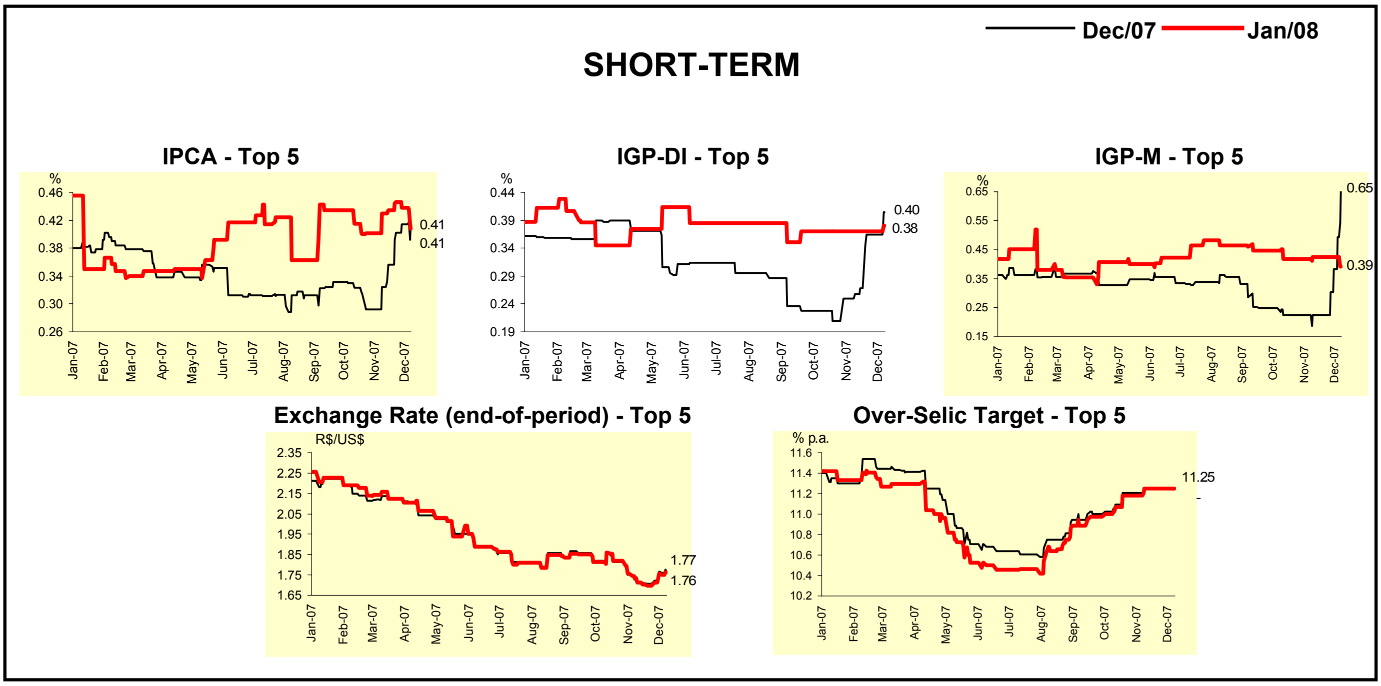

Market Expectations								
Average - Top 5	**2007**				**2008**			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	3.90	4.03	4.12	▲ (5)	4.19	4.22	4.00	▼ (1)
IGP-DI (%)	5.93	6.44	6.76	▲ (1)	3.83	3.83	4.03	▲ (1)
IGP-M (%)	5.99	6.30	6.58	▲ (2)	4.23	4.23	4.55	▲ (1)
Exchange rate - end-of-period (R$/US$)	1.71	1.77	1.77	= (1)	1.82	1.80	1.80	= (1)
Over-Selic Target - end-of-period (% p.a.)	11.25	11.25	-		10.50	10.50	10.50	= (4)
Medium Term								
IPCA (%)	3.96	3.99	4.11	▲ (2)	4.10	4.12	4.15	▲ (1)
IGP-DI (%)	5.97	6.36	6.97	▲ (8)	4.26	4.35	4.49	▲ (2)
IGP-M (%)	6.14	6.58	6.76	▲ (3)	4.26	4.60	4.32	▼ (1)
Exchange rate - end-of-period (R$/US$)	1.71	1.70	1.71	▲ (1)	1.80	1.79	1.77	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	11.20	11.25	-		10.20	10.20	10.25	▲ (1)

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