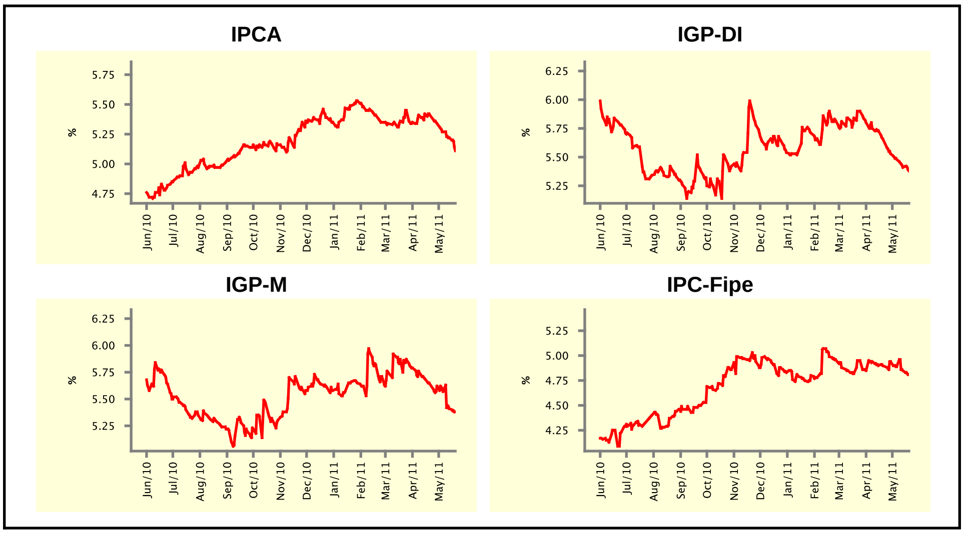
Focus - Market Readout

May 20, 2011

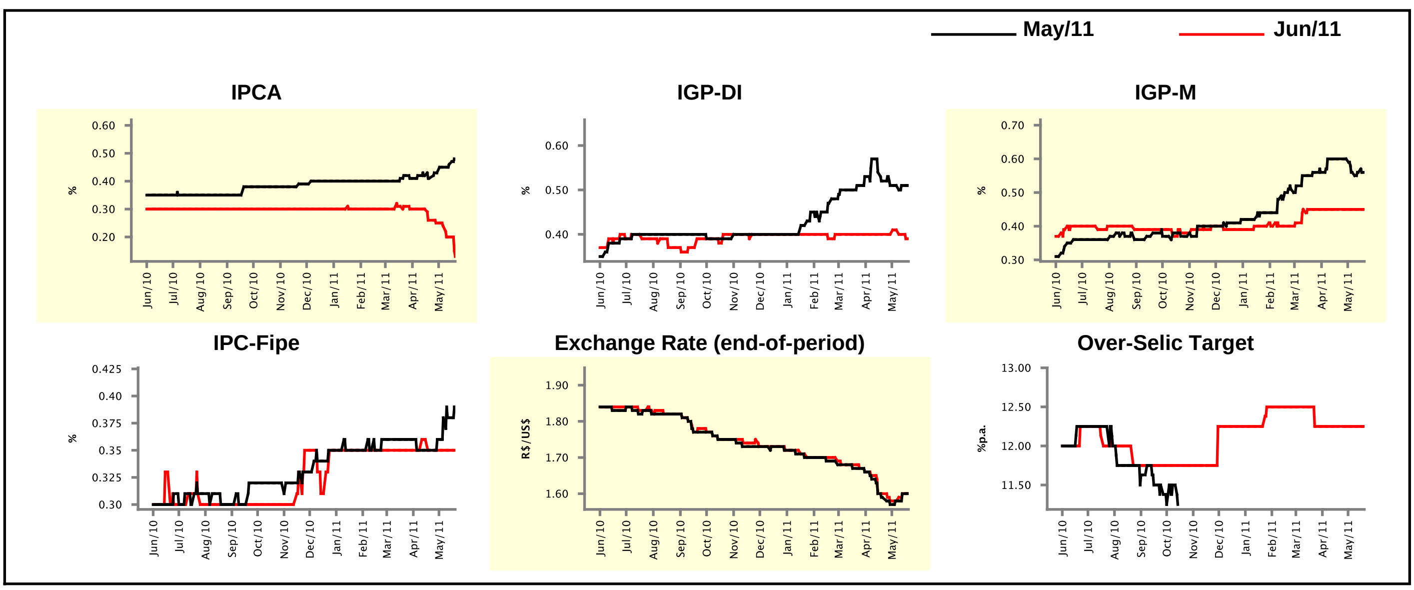
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.42	5.22	5.11	▼ (4)
IGP-DI (%)	5.66	5.41	5.38	▼ (8)
IGP-M (%)	5.65	5.41	5.38	▼ (8)
IPC-Fipe (%)	4.90	4.85	4.81	▼ (3)

* 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	May/11				Jun/11			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.41	0.46	0.48	▲ (4)	0.26	0.20	0.13	▼ (5)
IGP-DI (%)	0.52	0.51	0.51	= (3)	0.40	0.40	0.39	▼ (2)
IGP-M (%)	0.60	0.56	0.56	= (2)	0.45	0.45	0.45	= (10)
IPC-Fipe (%)	0.35	0.38	0.39	▲ (1)	0.35	0.35	0.35	= (4)
Exchange Rate - end-of-period (R$/US$)	1.59	1.60	1.60	= (1)	1.60	1.60	1.60	= (1)
Over-Selic Target (%p.a.)	-	-	-		12.25	12.25	12.25	= (8)

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



BANCO CENTRAL DO BRASIL
Gerin

Focus - Market Readout

May 20, 2011

Market Expectations								
Median - Aggregate	2011				2012			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.34	6.31	6.27	▼ (3)	5.00	5.00	5.10	▲ (1)
IGP-DI (%)	7.01	6.94	6.89	▼ (3)	5.00	5.00	5.00	= (8)
IGP-M (%)	7.06	6.81	6.80	▼ (2)	5.00	5.00	5.00	= (4)
IPC-Fipe (%)	5.57	5.90	5.92	▲ (6)	4.76	4.79	4.79	= (1)
Exchange Rate - end-of-period (R$/US$)	1.65	1.62	1.62	= (3)	1.70	1.70	1.70	= (4)
Exchange Rate - average (R$/US$)	1.62	1.62	1.62	= (1)	1.70	1.67	1.67	= (2)
Over-Selic Target - end-of-period (%p.a.)	12.25	12.50	12.50	= (3)	11.75	12.25	12.25	= (2)
Over-Selic Target - average (%p.a.)	12.06	12.16	12.16	= (3)	12.13	12.32	12.40	▲ (2)
Net Public Sector Debt (% of GDP)	39.26	39.26	39.23	▼ (1)	38.00	38.00	38.00	= (1)
GDP Growth (% growth)	4.00	4.00	4.00	= (8)	4.21	4.20	4.10	▼ (3)
Industrial Production (% growth)	4.06	3.73	3.73	= (1)	4.65	4.60	4.55	▼ (2)
Current Account (US$ billion)	-60.50	-60.00	-60.00	= (3)	-69.10	-70.00	-70.00	= (2)
Trade Balance (US$ billion)	18.00	19.50	20.00	▲ (2)	10.05	10.00	10.00	= (3)
Foreign Direct Investment (US$ billion)	45.00	50.00	50.00	= (2)	45.00	45.00	45.00	= (5)
Regulated Prices (%)	4.80	4.95	4.95	= (1)	4.50	4.50	4.50	= (146)

* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior
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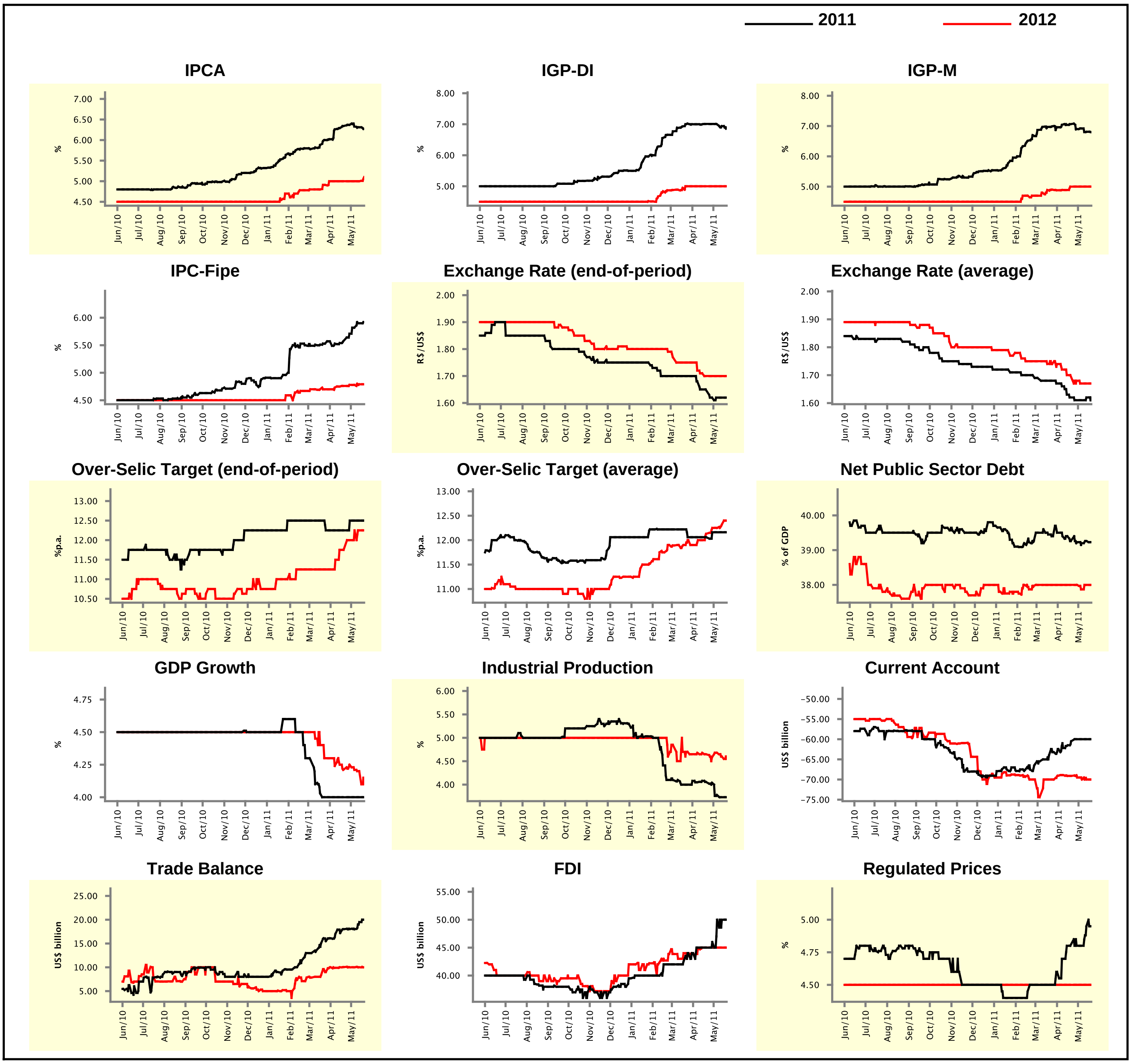

BANCO CENTRAL DO BRASIL
Gerin

Focus - Market Readout

May 20, 2011

Median - Top 5 - Short Term	May/11				Jun/11			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.47	0.48	0.51	▲ (2)	0.25	0.06	0.06	= (1)
IGP-DI (%)	0.50	0.51	0.50	▼ (1)	0.39	0.38	0.35	▼ (2)
IGP-M (%)	0.70	0.50	0.50	= (1)	0.61	0.50	0.50	= (1)
Exchange Rate - end-of-period (R$/US$)	1.57	1.60	1.60	= (1)	1.58	1.59	1.59	= (1)
Over-Selic Target (%p.a.)	-	-	-		12.25	12.25	12.25	= (8)

Market Expectations

* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior
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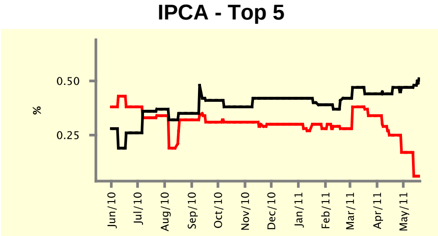
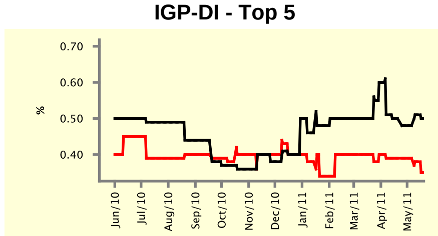
SHORT-TERM

May/11 — Jun/11

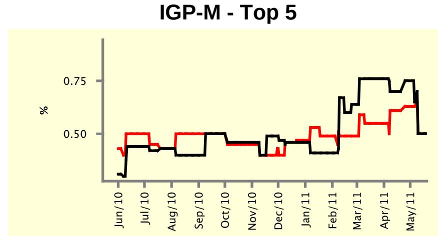
IPCA - Top 5



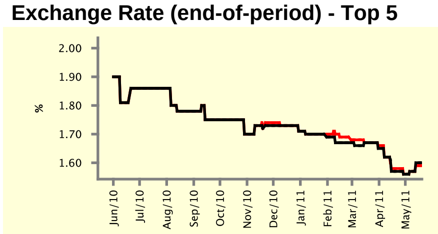
IGP-DI - Top 5



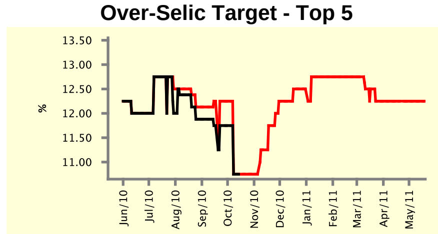
IGP-M - Top 5



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



Over-Selic Target - Top 5



Market Expectations

Median - Top 5	2011				2012			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.49	6.41	6.21	▼ (1)	5.30	5.48	5.40	▼ (1)
IGP-DI (%)	6.64	6.71	6.71	= (1)	4.76	5.76	4.51	▼ (1)
IGP-M (%)	7.13	6.69	6.69	= (1)	4.75	5.00	5.00	= (1)
Exchange Rate - end-of-period (R$/US$)	1.65	1.60	1.60	= (1)	1.68	1.60	1.60	= (1)
Over-Selic Target - end-of-period (%p.a.)	12.25	12.50	12.50	= (1)	12.00	12.25	12.38	▲ (3)
Medium Term								
IPCA (%)	6.40	6.41	6.16	▼ (1)	5.44	5.45	5.31	▼ (2)
IGP-DI (%)	7.01	6.94	6.61	▼ (2)	4.65	5.00	5.00	= (1)
IGP-M (%)	7.90	6.76	6.76	= (1)	4.50	5.00	5.00	= (1)
Exchange Rate - end-of-period (R$/US$)	1.59	1.62	1.62	= (1)	1.68	1.68	1.68	= (5)
Over-Selic Target - end-of-period (%p.a.)	13.00	12.50	12.75	▲ (1)	12.75	12.00	12.00	= (1)

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

Focus - Market Readout

May 20, 2011

Average - Top 5 - Short Term	May/11				Jun/11			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.46	0.50	0.52	▲ (5)	0.24	0.08	0.03	▼ (2)
IGP-DI (%)	0.52	0.59	0.46	▼ (1)	0.39	0.39	0.30	▼ (1)
IGP-M (%)	0.67	0.51	0.51	= (1)	0.57	0.53	0.53	= (1)
Exchange Rate - end-of-period (R$/US$)	1.57	1.60	1.60	= (1)	1.57	1.58	1.58	= (1)
Over-Selic Target (%p.a.)	-	-	-		12.20	12.20	12.21	▲ (1)

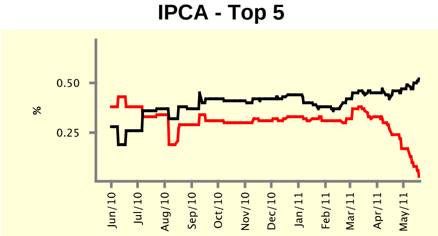
Table title: Market Expectations

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

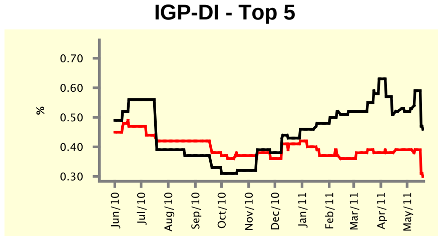
May/11 Jun/11

SHORT-TERM

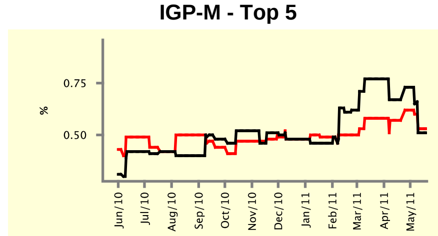
IPCA - Top 5



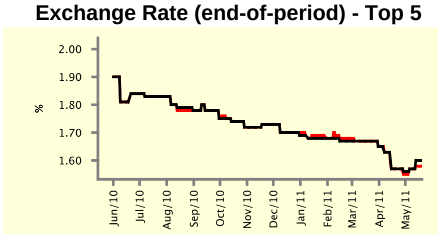
IGP-DI - Top 5



IGP-M - Top 5



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



Over-Selic Target - Top 5

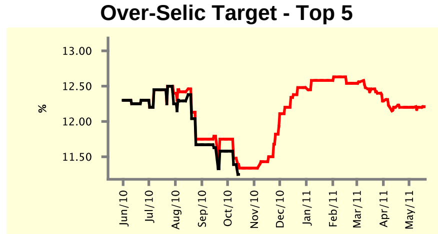


Table title: Market Expectations

Average - Top 5	2011				2012			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.47	6.39	6.31	▼ (1)	5.35	5.54	5.50	▼ (1)
IGP-DI (%)	6.82	6.90	6.69	▼ (2)	4.76	5.76	4.51	▼ (1)
IGP-M (%)	7.28	7.07	7.07	= (1)	4.75	5.00	5.00	= (1)
Exchange Rate - end-of-period (R$/US$)	1.63	1.60	1.60	= (1)	1.69	1.62	1.62	= (1)
Over-Selic Target - end-of-period (%p.a.)	12.41	12.55	12.67	▲ (4)	11.96	12.25	12.29	▲ (3)
Medium Term								
IPCA (%)	6.43	6.28	6.16	▼ (3)	5.36	5.31	5.32	▲ (1)
IGP-DI (%)	7.21	7.04	6.65	▼ (3)	4.58	4.95	4.95	= (1)
IGP-M (%)	7.90	6.93	6.93	= (1)	4.67	4.83	4.83	= (1)
Exchange Rate - end-of-period (R$/US$)	1.58	1.61	1.61	= (1)	1.66	1.69	1.69	= (1)
Over-Selic Target - end-of-period (%p.a.)	12.90	12.60	12.75	▲ (1)	12.45	12.10	12.20	▲ (1)

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