Market Expectations

December 13, 2019

▲Increase ▼Decrease = Stability

Median - Aggregate

2019

Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly Trend *		Resp. **
IPCA (%)	3.33	3.84	3.86	▲	(6)	119
IPCA (last 5 working days, %)	3.35	3.86	3.92	▲	(4)	38
GDP (% growth)	0.92	1.10	1.12	▲	(2)	72
Exchange Rate - end-of-period (R$/US$)	4.00	4.15	4.15	=	(1)	107
Selic Target – end-of-period (% p.a.)	4.50	4.50	-			
IGP-M (%)	5.45	5.79	6.03	▲	(3)	67
Regulated Prices (%)	4.75	5.10	5.11	▲	(9)	35
Industrial Production (% growth)	-0.68	-0.70	-0.71	▼	(1)	16
Current Account (US$ billion)	-35.00	-44.97	-47.50	▼	(14)	26
Trade Balance (US$ billion)	46.40	43.60	43.00	▼	(1)	27
Foreign Direct Investment (US$ billion)	80.00	75.00	75.55	▲	(1)	26
Net Public Sector Debt (% of GDP)	56.15	56.10	56.10	=	(1)	23
Primary Result (% of GDP)	-1.20	-1.10	-1.10	=	(1)	26
Nominal Result (% of GDP)	-6.20	-6.10	-6.10	=	(3)	21

2020

Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly Trend *		Resp. **
IPCA (%)	3.60	3.60	3.60	=	(7)	118
IPCA (last 5 working days, %)	3.58	3.61	3.60	▼	(1)	37
GDP (% growth)	2.17	2.24	2.25	▲	(6)	72
Exchange Rate - end-of-period (R$/US$)	4.00	4.10	4.10	=	(1)	103
Selic Target – end-of-period (% p.a.)	4.25	4.50	4.50	=	(3)	106
IGP-M (%)	4.07	4.14	4.17	▲	(2)	66
Regulated Prices (%)	4.05	4.00	4.00	=	(3)	35
Industrial Production (% growth)	2.30	2.20	2.02	▼	(1)	15
Current Account (US$ billion)	-38.00	-47.50	-51.00	▼	(3)	25
Trade Balance (US$ billion)	42.50	38.95	38.45	▼	(6)	26
Foreign Direct Investment (US$ billion)	80.00	80.00	80.00	=	(8)	25
Net Public Sector Debt (% of GDP)	58.30	58.00	58.00	=	(1)	23
Primary Result (% of GDP)	-1.10	-1.10	-1.10	=	(5)	26
Nominal Result (% of GDP)	-5.94	-5.65	-5.60	▲	(3)	21

2021

Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly Trend *		Resp. **
IPCA (%)	3.75	3.75	3.75	=	(53)	101
IPCA (last 5 working days, %)	3.75	3.75	3.75	=	(48)	28
GDP (% growth)	2.50	2.50	2.50	=	(144)	55
Exchange Rate - end-of-period (R$/US$)	4.00	4.00	4.00	=	(4)	83
Selic Target – end-of-period (% p.a.)	6.00	6.25	6.13	▼	(1)	88
IGP-M (%)	4.00	4.00	4.00	=	(126)	49
Regulated Prices (%)	4.00	4.00	4.00	=	(124)	28
Industrial Production (% growth)	2.50	2.50	2.50	=	(13)	13
Current Account (US$ billion)	-42.90	-46.80	-51.80	▼	(4)	20
Trade Balance (US$ billion)	43.00	41.00	40.00	▼	(1)	20
Foreign Direct Investment (US$ billion)	81.80	82.60	83.20	▲	(2)	20
Net Public Sector Debt (% of GDP)	60.75	58.85	59.20	▲	(1)	20
Primary Result (% of GDP)	-0.50	-0.60	-0.60	=	(2)	22
Nominal Result (% of GDP)	-5.55	-5.20	-5.35	▼	(1)	18

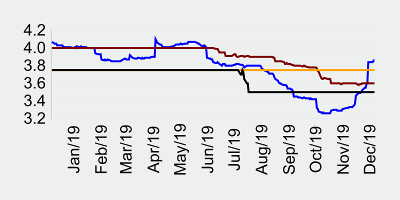
2022

Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly Trend *		Resp. **
IPCA (%)	3.50	3.50	3.50	=	(20)	92
IPCA (last 5 working days, %)	3.50	3.50	3.50	=	(20)	27
GDP (% growth)	2.50	2.50	2.50	=	(86)	51
Exchange Rate - end-of-period (R$/US$)	4.00	4.00	4.02	▲	(1)	76
Selic Target – end-of-period (% p.a.)	6.50	6.50	6.50	=	(7)	81
IGP-M (%)	3.80	3.85	3.78	▼	(1)	42
Regulated Prices (%)	3.75	3.75	3.75	=	(36)	24
Industrial Production (% growth)	2.50	2.50	2.50	=	(13)	13
Current Account (US$ billion)	-43.00	-53.00	-53.00	=	(1)	17
Trade Balance (US$ billion)	45.00	40.00	41.00	▲	(1)	16
Foreign Direct Investment (US$ billion)	80.79	80.79	81.40	▲	(1)	18
Net Public Sector Debt (% of GDP)	61.00	60.00	60.00	=	(1)	16
Primary Result (% of GDP)	0.10	-0.20	-0.21	▼	(2)	18
Nominal Result (% of GDP)	-5.20	-5.20	-5.35	▼	(1)	14

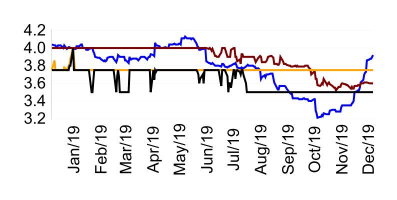
* trend since the previous Focus Market Readout; the figures in parenthesis express the number of weeks with the same behavior ** number of responses in the most recent sample

2019 — 2020 — 2021 — 2022 —

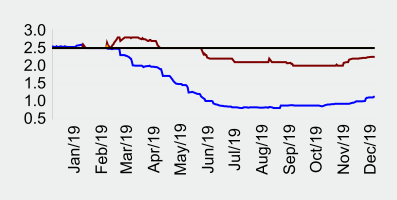
IPCA (%)



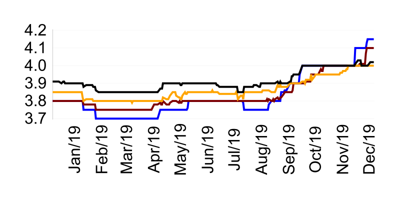
IPCA (last 5 working days, %)



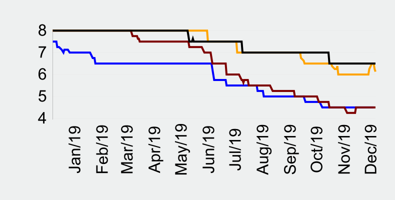
GDP (% growth)



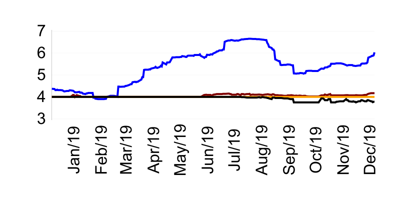
Exchange Rate - end-of-period (R$/US$)



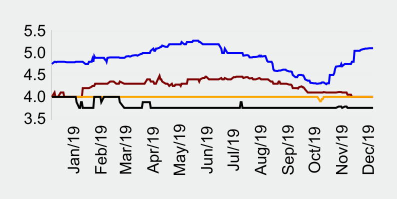
Selic Target – end-of-period (% p.a.)



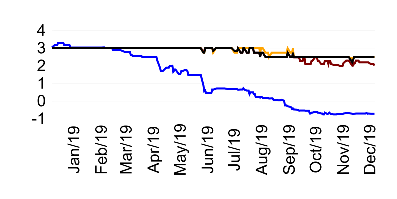
IGP-M (%)



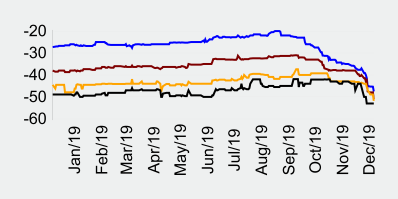
Regulated Prices (%)



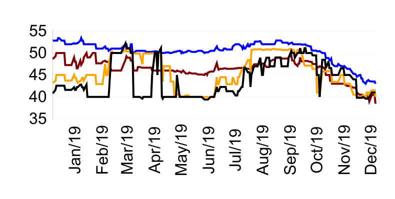
Industrial Production (% growth)



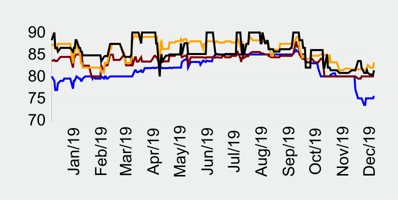
Current Account (US$ billion)



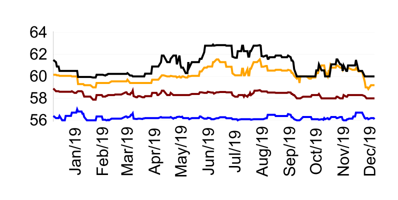
Trade Balance (US$ billion)



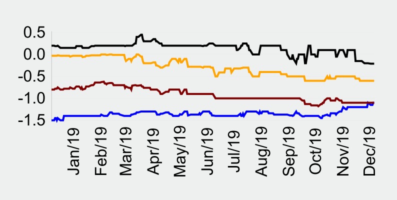
Foreign Direct Investment (US$ billion)



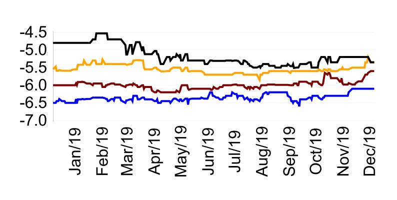
Net Public Sector Debt (% of GDP)



Primary Result (% of GDP)



Nominal Result (% of GDP)



Market Expectations

December 13, 2019

▲Increase ▼Decrease =Stability

Median - Aggregate

Dec/19	4 weeks ago	1 week ago	Today	Weekly Trend *	Resp. **
IPCA (%)	0.35	0.70	0.72	▲ (4)	118
IPCA (last 5 working days, %)	0.36	0.71	0.78	▲ (6)	38
Exchange Rate - end-of-period (R$/US$)	4.00	4.15	4.15	= (1)	107
Selic Target (% p.a.)	4.50	4.50	-		
IGP-M (%)	0.35	0.65	0.88	▲ (4)	67

Jan/20	4 weeks ago	1 week ago	Today	Weekly Trend *	Resp. **
IPCA (%)	0.38	0.40	0.40	= (1)	116
IPCA (last 5 working days, %)	0.36	0.40	0.39	▼ (1)	38
Exchange Rate - end-of-period (R$/US$)	4.00	4.10	4.10	= (1)	101
Selic Target (% p.a.)	-	-	-		
IGP-M (%)	0.40	0.45	0.50	▲ (2)	65

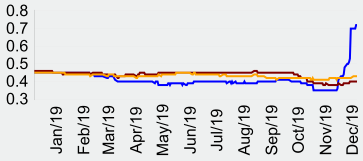
Feb/20	4 weeks ago	1 week ago	Today	Weekly Trend *	Resp. **
IPCA (%)	0.42	0.42	0.43	▲ (1)	114
IPCA (last 5 working days, %)	0.42	0.44	0.42	▼ (1)	38
Exchange Rate - end-of-period (R$/US$)	4.00	4.10	4.10	= (1)	101
Selic Target (% p.a.)	4.25	4.25	4.25	= (6)	106
IGP-M (%)	0.35	0.37	0.38	▲ (2)	64

Next 12 months, smoothed	4 weeks ago	1 week ago	Today	Weekly Trend *	Resp. **
IPCA (%)	3.60	3.90	3.89	▼ (1)	102
IPCA (last 5 working days, %)	3.60	3.92	3.94	▲ (4)	32
Exchange Rate - end-of-period (R$/US$)					
Selic Target (% p.a.)					
IGP-M (%)	4.07	4.47	4.48	▲ (2)	55

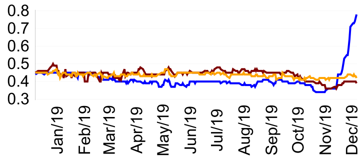
* trend since the previous Focus Market Readout; the figures in parenthesis express the number of weeks with the same behavior ** number of responses in the most recent sample

Dec/19 — Jan/20 — Feb/20 — Next 12 months, smoothed —

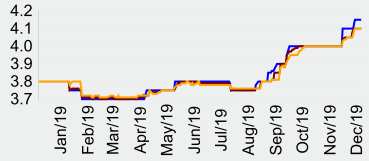
IPCA (%)



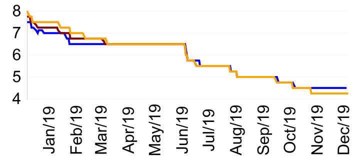
IPCA (last 5 working days, %)



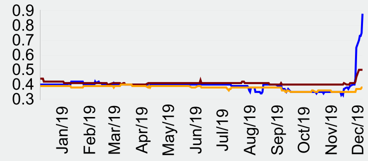
Exchange Rate - end-of-period (R$/US$)



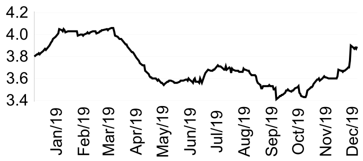
Selic Target (% p.a.)



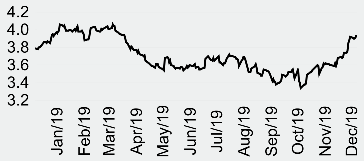
IGP-M (%)



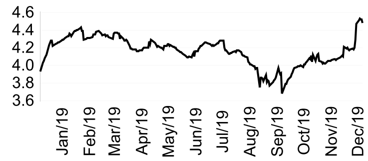
IPCA (%)



IPCA (last 5 working days, %)



IGP-M (%)



Market Expectations

December 13, 2019

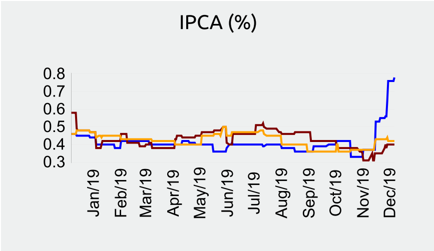
▲Increase ▼Decrease =Stability

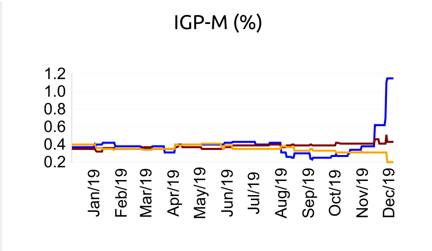
Median - Top 5 - Short Term

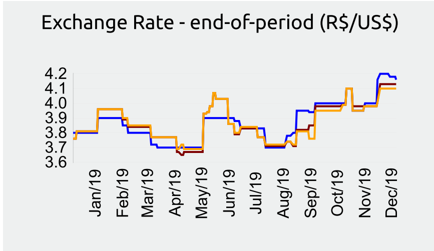
	Dec/19 4 weeks ago	Dec/19 1 week ago	Dec/19 Today	Dec/19 Weekly Trend *		Jan/20 4 weeks ago	Jan/20 1 week ago	Jan/20 Today	Jan/20 Weekly Trend *		Feb/20 4 weeks ago	Feb/20 1 week ago	Feb/20 Today	Feb/20 Weekly Trend *	
IPCA (%)	0.37	0.76	0.78	▲	(4)	0.31	0.40	0.40	=	(1)	0.37	0.42	0.42	=	(1)
IGP-M (%)	0.38	1.15	1.15	=	(1)	0.41	0.43	0.43	=	(1)	0.31	0.20	0.20	=	(1)
Exchange Rate - end-of-period (R$/US$)	4.00	4.18	4.16	▼	(2)	3.98	4.13	4.13	=	(2)	3.98	4.10	4.10	=	(2)
Selic Target (% p.a.)	4.50	4.50	-			-	-	-			4.25	4.25	4.25	=	(7)

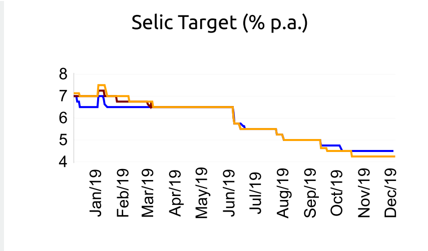
* trend since the previous Focus Market Readout; the figures in parenthesis express the number of weeks with the same behavior ** number of responses in the most recent sample

Dec/19 — Jan/20 — Feb/20 —









Median - Top 5 - Short Term

	2019 4 weeks ago	2019 1 week ago	2019 Today	2019 Weekly Trend *		2020 4 weeks ago	2020 1 week ago	2020 Today	2020 Weekly Trend *		2021 4 weeks ago	2021 1 week ago	2021 Today	2021 Weekly Trend *		2022 4 weeks ago	2022 1 week ago	2022 Today	2022 Weekly Trend *	
IPCA (%)	3.36	3.90	3.92	▲	(4)	3.69	3.68	3.68	=	(1)	3.73	3.75	3.75	=	(1)	3.50	3.50	3.50	=	(53)
IGP-M (%)	5.40	6.31	6.31	=	(1)	4.07	4.04	4.04	=	(1)	4.12	3.83	3.90	▲	(1)	3.90	3.50	3.50	=	(1)
Exchange Rate - end-of-period (R$/US$)	4.00	4.18	4.16	▼	(2)	3.90	4.00	4.00	=	(1)	3.98	4.10	4.10	=	(2)	4.01	4.10	4.10	=	(2)
Selic Target – end-of-period (% p.a.)	4.50	4.50	-			4.25	4.50	4.50	=	(1)	6.25	6.25	6.25	=	(4)	6.50	6.50	6.50	=	(7)

* trend since the previous Focus Market Readout; the figures in parenthesis express the number of weeks with the same behavior ** number of responses in the most recent sample

Median - Top 5 - Medium Term

	2019 4 weeks ago	2019 1 week ago	2019 Today	2019 Weekly Trend *		2020 4 weeks ago	2020 1 week ago	2020 Today	2020 Weekly Trend *		2021 4 weeks ago	2021 1 week ago	2021 Today	2021 Weekly Trend *		2022 4 weeks ago	2022 1 week ago	2022 Today	2022 Weekly Trend *	
IPCA (%)	3.36	3.95	3.95	=	(1)	3.55	3.50	3.50	=	(1)	3.70	3.75	3.75	=	(1)	3.50	3.63	3.63	=	(1)
IGP-M (%)	5.45	6.84	6.84	=	(1)	4.00	4.68	4.68	=	(1)	3.75	3.90	3.90	=	(1)	3.50	3.70	3.70	=	(1)
Exchange Rate - end-of-period (R$/US$)	4.11	4.19	4.18	▼	(2)	4.20	4.19	4.19	=	(1)	4.20	4.19	4.19	=	(1)	4.35	3.99	3.99	=	(1)
Selic Target – end-of-period (% p.a.)	4.50	4.50	-			4.00	4.25	4.25	=	(1)	6.50	6.50	6.50	=	(14)	6.50	6.50	6.50	=	(14)

* trend since the previous Focus Market Readout; the figures in parenthesis express the number of weeks with the same behavior ** number of responses in the most recent sample