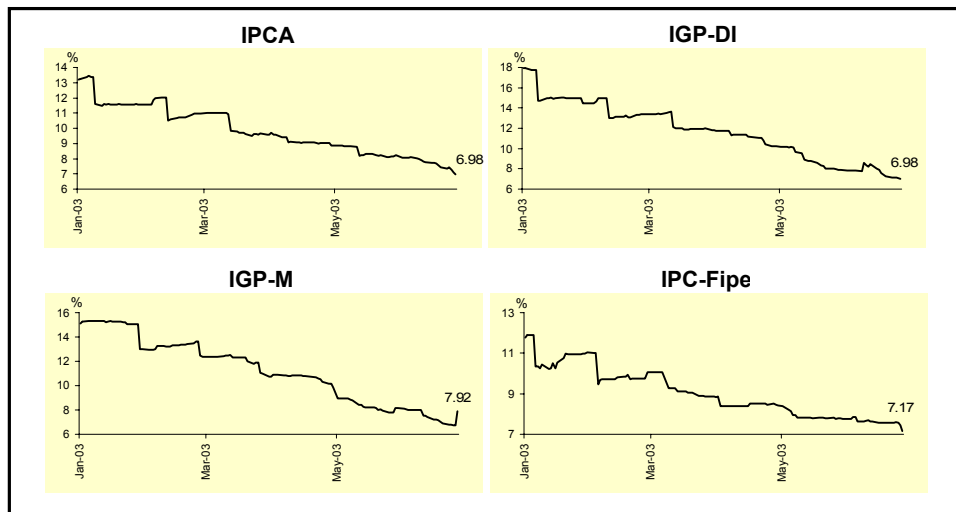


Market Readout

June 27, 2003

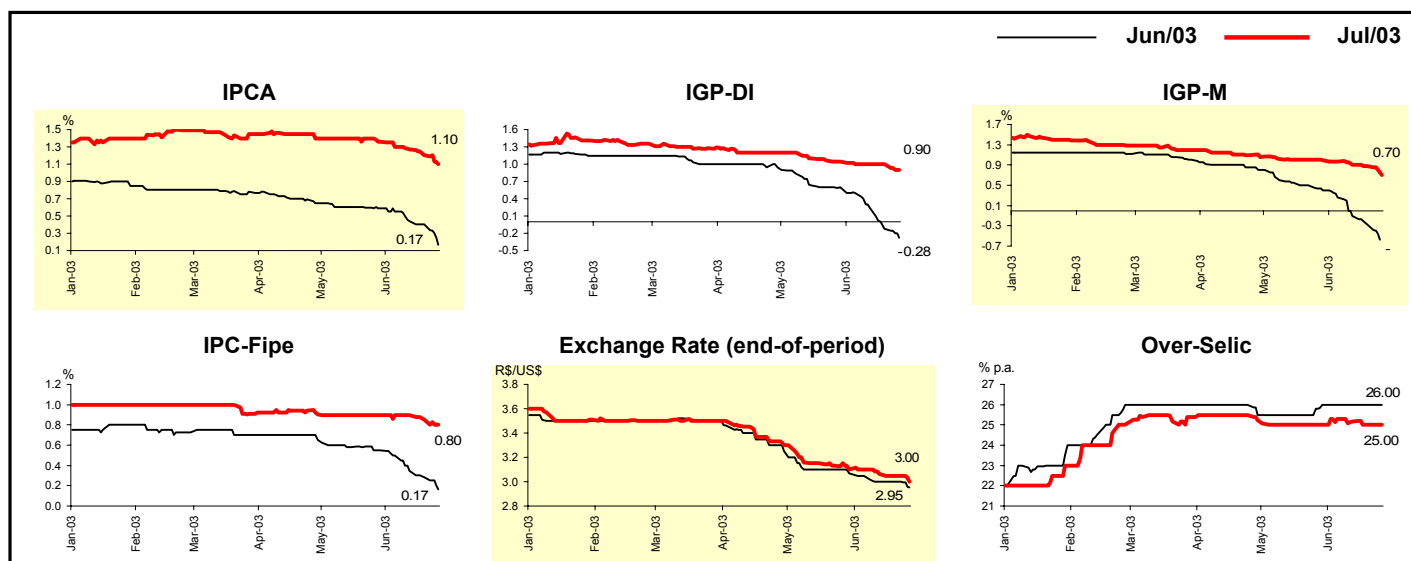
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	8.22	7.44	6.98	▼ (4)
IGP-DI (%)	7.91	7.26	6.98	▼ (2)
IGP-M (%)	8.13	6.88	7.92	▲ (1)
IPC-Fipe (%)	7.76	7.56	7.17	▼ (10)

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



Indicator	Jun/03				Jul/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	0.59	0.40	0.17	▼ (5)	1.36	1.20	1.10	▼ (5)
IGP-DI (%)	0.60	-0.12	-0.28	▼ (4)	1.05	1.00	0.90	▼ (1)
IGP-M (%)	0.40	-0.28	-		0.99	0.88	0.70	▼ (5)
IPC-Fipe (%)	0.55	0.28	0.17	▼ (5)	0.90	0.85	0.80	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	3.07	3.00	2.95	▼ (1)	3.10	3.05	3.00	▼ (3)
Over-Selic - end-of-period (% p.a.)	26.00	26.00	26.00	= (4)	25.00	25.00	25.00	= (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								
Indicator	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	12.17	11.59	11.35	▼ (4)	7.58	7.39	7.00	▼ (5)
IGP-DI (%)	12.56	10.64	10.26	▼ (12)	8.00	7.74	7.71	▼ (3)
IGP-M (%)	13.28	11.84	11.42	▼ (11)	8.00	7.50	7.50	= (1)
IPC-Fipe (%)	11.05	10.45	10.17	▼ (4)	7.09	7.00	7.00	= (3)
Exchange rate - end-of-period (R\$/US\$)	3.30	3.30	3.25	▼ (1)	3.50	3.50	3.50	= (7)
Exchange rate - average (R\$/US\$)	3.25	3.23	3.20	▼ (3)	3.45	3.43	3.40	▼ (2)
Over-Selic - end-of-period (% p.a.)	21.50	21.00	21.00	= (2)	16.50	16.50	16.00	▼ (1)
Net Public Sector Debt (% of GDP)	55.00	55.00	55.00	= (7)	53.50	53.35	53.35	= (1)
GDP growth (%)	1.90	1.80	1.75	▼ (1)	3.00	3.00	3.00	= (27)
Current Account (US\$ billion)	-4.00	-3.90	-3.60	▲ (1)	-4.60	-4.95	-5.00	▼ (1)
Trade Balance (US\$ billion)	16.00	16.50	16.73	▲ (4)	15.78	15.50	15.50	= (2)
Foreign Direct Investment (US\$ billion)	11.50	10.00	10.00	= (1)	14.00	13.75	13.00	▼ (2)
Median - Top 5 - Short Term								
IPCA (%)	12.49	12.11	11.57	▼ (3)	8.00	7.00	7.00	= (2)
IGP-DI (%)	12.41	10.22	10.06	▼ (7)	7.00	7.00	7.00	= (5)
IGP-M (%)	14.99	11.91	10.04	▼ (1)	6.55	6.00	6.25	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.30	3.30	3.30	= (7)	3.50	3.50	3.50	= (8)
Over-Selic - end-of-period (% p.a.)	21.00	20.00	20.00	= (2)	16.00	16.00	16.00	= (4)

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

