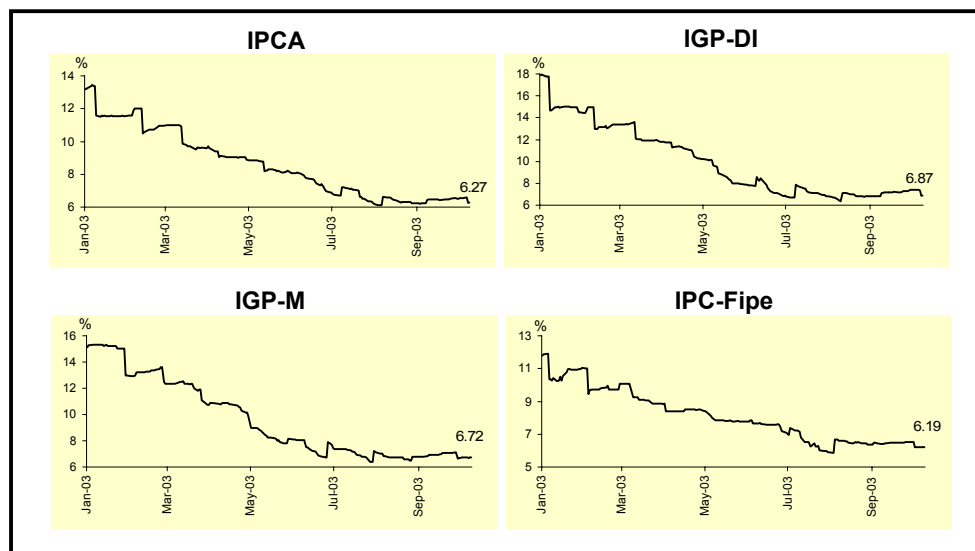


October 10, 2003

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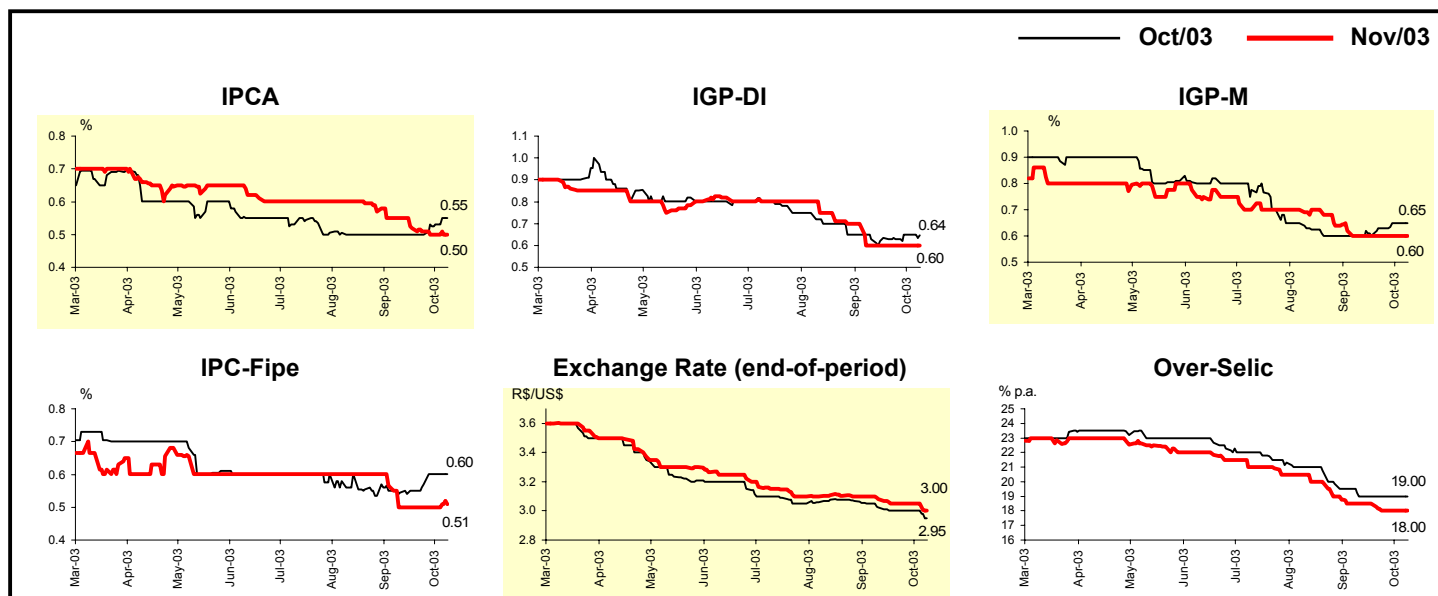
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.48	6.55	6.27	▼ (1)
IGP-DI (%)	7.18	7.42	6.87	▼ (1)
IGP-M (%)	6.91	6.72	6.72	= (1)
IPC-Fipe (%)	6.44	6.19	6.19	= (1)

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



Indicator	Market Expectations							
	Oct/03				Nov/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	0.50	0.53	0.55	▲ (2)	0.55	0.50	0.50	= (1)
IGP-DI (%)	0.63	0.65	0.64	▼ (1)	0.60	0.60	0.60	= (4)
IGP-M (%)	0.60	0.65	0.65	= (1)	0.60	0.60	0.60	= (4)
IPC-Fipe (%)	0.55	0.60	0.60	= (1)	0.50	0.50	0.51	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.02	3.00	2.95	▼ (1)	3.08	3.05	3.00	▼ (1)
Over-Selic - end-of-period (% p.a.)	19.00	19.00	19.00	= (4)	18.50	18.00	18.00	= (2)

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



Indicator	Market Expectations							
	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Median - Aggregate								
IPCA (%)	9.61	9.68	9.68	= (1)	6.20	6.20	6.10	▼ (1)
IGP-DI (%)	7.90	8.12	8.05	▼ (1)	6.50	6.47	6.43	▼ (1)
IGP-M (%)	8.70	9.02	9.04	▲ (6)	6.43	6.49	6.49	= (1)
IPC-Fipe (%)	8.32	8.52	8.53	▲ (3)	6.00	6.11	6.05	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	3.14	3.10	3.05	▼ (1)	3.37	3.35	3.33	▼ (1)
Exchange rate - average (R\$/US\$)	3.12	3.11	3.10	▼ (1)	3.27	3.26	3.24	▼ (1)
Over-Selic - end-of-period (% p.a.)	18.00	17.35	17.34	▼ (4)	15.00	15.00	15.00	= (6)
Net Public Sector Debt (% of GDP)	55.50	56.46	57.00	▲ (6)	54.00	55.00	55.00	= (1)
GDP growth (%)	0.94	0.71	0.70	▼ (10)	3.00	3.13	3.15	▲ (3)
Current Account (US\$ billion)	-1.10	0.00	0.50	▲ (1)	-5.00	-4.90	-4.45	▲ (2)
Trade Balance (US\$ billion)	20.00	20.90	21.40	▲ (7)	15.98	16.50	16.50	= (1)
Foreign Direct Investment (US\$ billion)	8.50	8.65	9.00	▲ (2)	12.00	12.00	12.00	= (5)
Regulated Prices (%)	13.50	13.90	13.67	▼ (1)	8.00	8.00	8.00	= (11)
Median - Top 5 - Short Term								
IPCA (%)	9.63	9.62	9.63	▲ (1)	6.00	6.00	6.00	= (4)
IGP-DI (%)	8.19	8.24	8.18	▼ (2)	7.00	6.50	7.00	▲ (1)
IGP-M (%)	8.68	8.84	8.82	▼ (1)	6.00	6.00	6.00	= (4)
Exchange rate - end-of-period (R\$/US\$)	3.13	3.10	3.09	▼ (1)	3.37	3.33	3.33	= (1)
Over-Selic - end-of-period (% p.a.)	17.80	17.85	17.85	= (1)	15.00	14.50	14.50	= (3)

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

