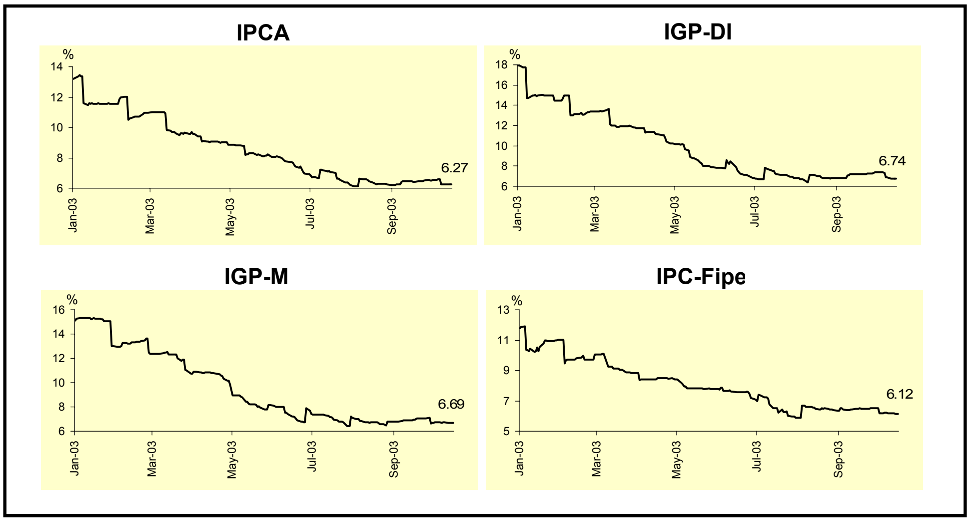
Market Readout

October 17, 2003

Gerin

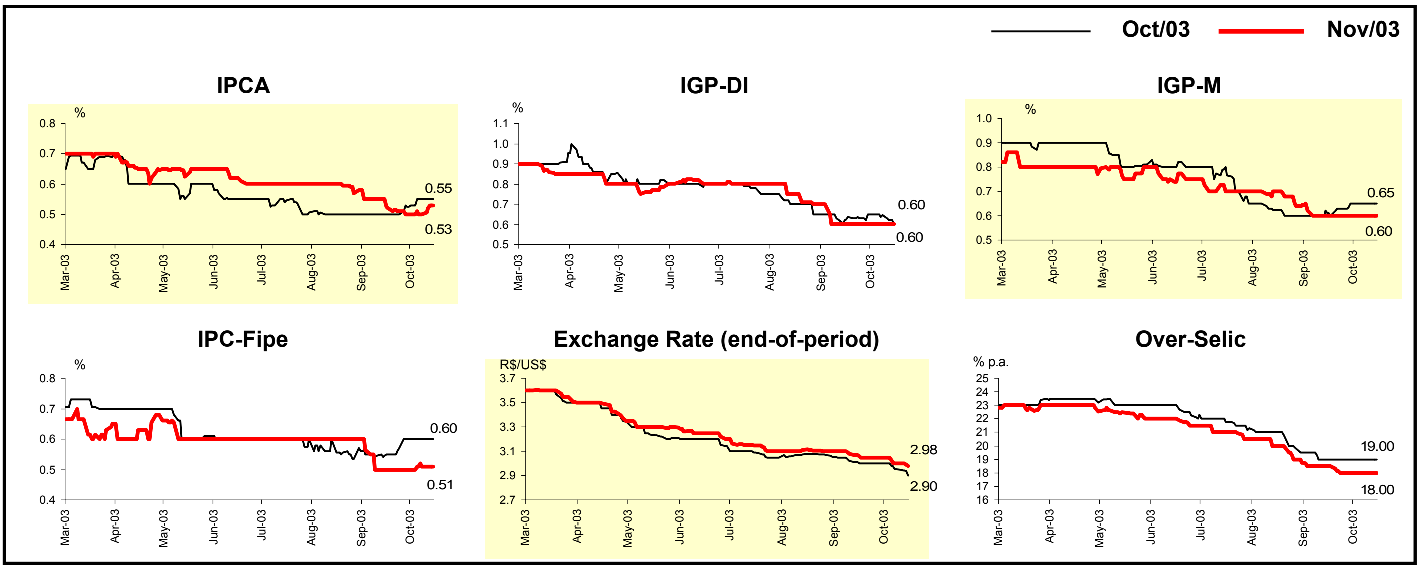
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	**4 weeks ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	6.43	6.27	6.27	= (1)
IGP-DI (%)	7.23	6.87	6.74	▼ (2)
IGP-M (%)	7.06	6.72	6.69	▼ (1)
IPC-Fipe (%)	6.48	6.19	6.12	▼ (1)

* 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	**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	0.55	0.55	= (1)	0.52	0.50	0.53	▲ (1)
IGP-DI (%)	0.63	0.64	0.60	▼ (2)	0.60	0.60	0.60	= (5)
IGP-M (%)	0.60	0.65	0.65	= (2)	0.60	0.60	0.60	= (5)
IPC-Fipe (%)	0.55	0.60	0.60	= (2)	0.50	0.51	0.51	= (1)
Exchange rate - end-of-period (R$/US$)	3.00	2.95	2.90	▼ (2)	3.05	3.00	2.98	▼ (2)
Over-Selic - end-of-period (% p.a.)	19.00	19.00	19.00	= (5)	18.50	18.00	18.00	= (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 Readout

BANCO CENTRAL DO BRASIL

October 17, 2003

Gerin

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 (%)	9.59	9.68	9.71	▲ (1)	6.10	6.10	6.01	▼ (2)
IGP-DI (%)	8.02	8.05	8.02	▼ (2)	6.47	6.43	6.47	▲ (1)
IGP-M (%)	8.76	9.04	9.02	▼ (1)	6.45	6.49	6.46	▼ (1)
IPC-Fipe (%)	8.32	8.53	8.58	▲ (4)	6.10	6.05	6.00	▼ (2)
Exchange rate - end-of-period (R$/US$)	3.10	3.05	3.02	▼ (2)	3.35	3.33	3.30	▼ (2)
Exchange rate - average (R$/US$)	3.11	3.10	3.10	= (1)	3.26	3.24	3.24	= (1)
Over-Selic - end-of-period (% p.a.)	17.83	17.34	17.10	▼ (5)	15.00	15.00	14.60	▼ (1)
Net Public Sector Debt (% of GDP)	55.90	57.00	57.10	▲ (7)	54.00	55.00	55.40	▲ (1)
GDP growth (%)	0.83	0.70	0.70	= (1)	3.00	3.15	3.20	▲ (4)
Current Account (US$ billion)	-0.40	0.50	1.00	▲ (2)	-4.95	-4.45	-4.40	▲ (3)
Trade Balance (US$ billion)	20.40	21.40	22.00	▲ (8)	16.00	16.50	16.80	▲ (1)
Foreign Direct Investment (US$ billion)	8.50	9.00	9.00	= (1)	12.00	12.00	12.00	= (6)
Regulated Prices (%)	13.70	13.67	13.80	▲ (1)	8.00	8.00	8.00	= (12)
Median - Top 5 - Short Term								
IPCA (%)	9.59	9.63	9.71	▲ (2)	6.00	6.00	6.00	= (5)
IGP-DI (%)	8.25	8.18	7.96	▼ (3)	7.00	7.00	6.00	▼ (1)
IGP-M (%)	8.68	8.82	8.82	= (1)	6.00	6.00	5.75	▼ (1)
Exchange rate - end-of-period (R$/US$)	3.10	3.09	3.08	▼ (2)	3.35	3.33	3.30	▼ (1)
Over-Selic - end-of-period (% p.a.)	17.80	17.85	17.85	= (2)	14.50	14.50	14.88	▲ (1)

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