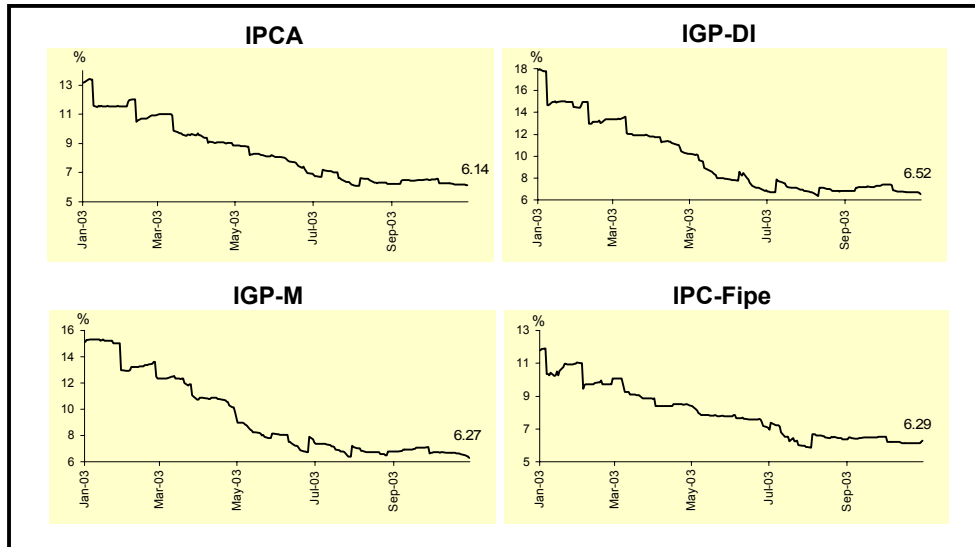


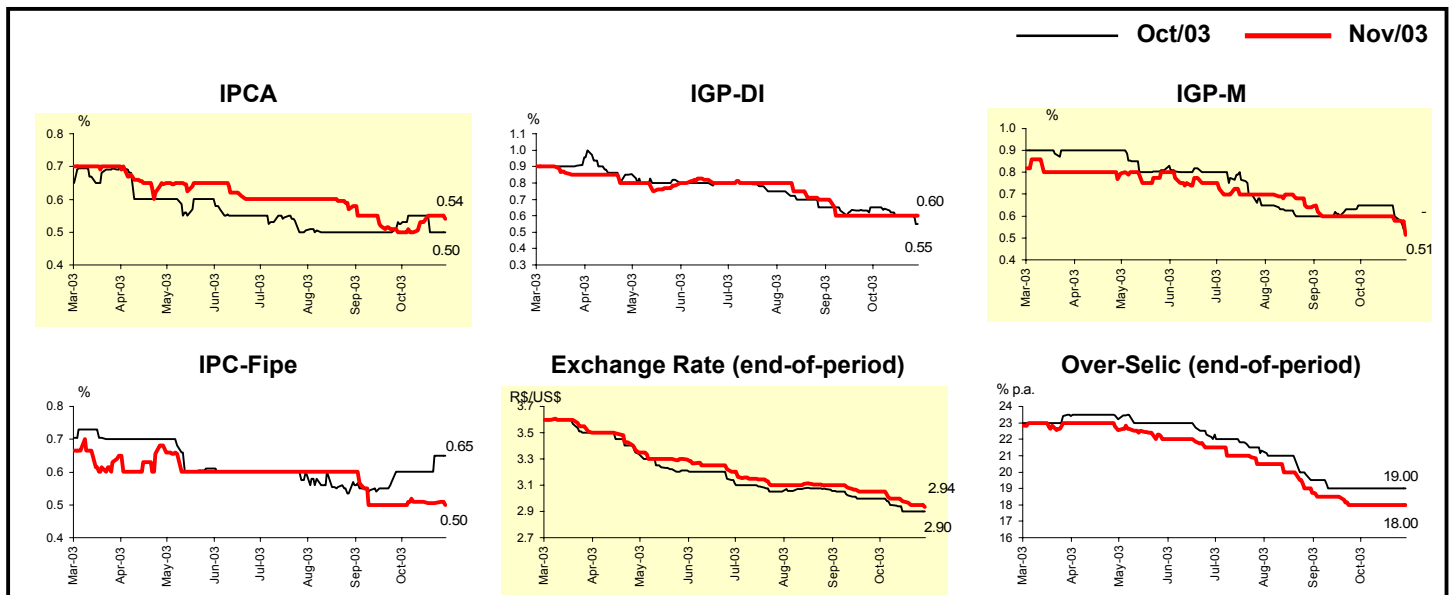
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.55	6.17	6.14	▼ (2)
IGP-DI (%)	7.42	6.70	6.52	▼ (4)
IGP-M (%)	6.72	6.59	6.27	▼ (3)
IPC-Fipe (%)	6.19	6.13	6.29	▲ (2)

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



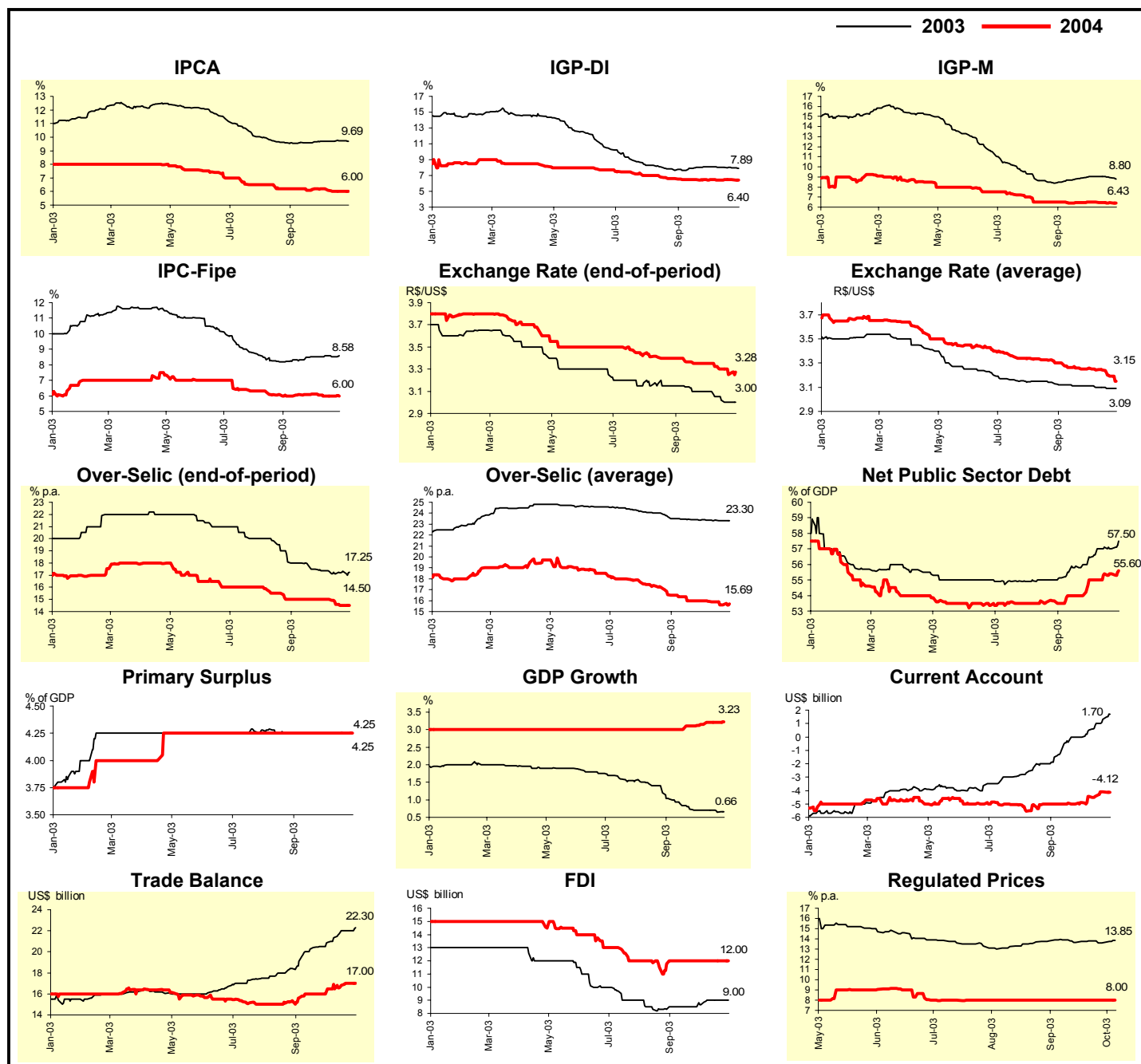
Median - Aggregate	Market Expectations							
	Oct/03				Nov/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.53	0.50	0.50	= (1)	0.50	0.55	0.54	▼ (1)
IGP-DI (%)	0.65	0.60	0.55	▼ (1)	0.60	0.60	0.60	= (7)
IGP-M (%)	0.65	0.60	-		0.60	0.58	0.51	▼ (2)
IPC-Fipe (%)	0.60	0.65	0.65	= (1)	0.50	0.50	0.50	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.00	2.90	2.90	= (2)	3.05	2.95	2.94	▼ (4)
Over-Selic - end-of-period (% p.a.)	19.00	19.00	19.00	= (7)	18.00	18.00	18.00	= (5)

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



Median - Aggregate	Market Expectations							
	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	9.68	9.74	9.69	▼ (1)	6.20	6.00	6.00	= (1)
IGP-DI (%)	8.12	7.96	7.89	▼ (4)	6.47	6.50	6.40	▼ (1)
IGP-M (%)	9.02	8.95	8.80	▼ (3)	6.49	6.46	6.43	▼ (1)
IPC-Fipe (%)	8.52	8.52	8.58	▲ (1)	6.11	6.00	6.00	= (2)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.00	3.00	= (1)	3.35	3.25	3.28	▲ (1)
Exchange rate - average (R\$/US\$)	3.11	3.09	3.09	= (1)	3.26	3.19	3.15	▼ (2)
Over-Selic - end-of-period (% p.a.)	17.35	17.32	17.25	▼ (1)	15.00	14.50	14.50	= (1)
Over-Selic - average (% p.a.)	23.40	23.30	23.30	= (1)	16.00	15.63	15.69	▲ (1)
Net Public Sector Debt (% of GDP)	56.46	57.00	57.50	▲ (1)	55.00	55.40	55.60	▲ (1)
Primary Surplus (% of GDP)	4.25	4.25	4.25	= (11)	4.25	4.25	4.25	= (27)
GDP growth (%)	0.71	0.64	0.66	▲ (1)	3.13	3.20	3.23	▲ (1)
Current Account (US\$ billion)	0.00	1.30	1.70	▲ (4)	-4.90	-4.08	-4.12	▼ (1)
Trade Balance (US\$ billion)	20.90	22.00	22.30	▲ (1)	16.50	17.00	17.00	= (1)
Foreign Direct Investment (US\$ billion)	8.65	9.00	9.00	= (3)	12.00	12.00	12.00	= (8)
Regulated Prices (%)	13.90	13.60	13.85	▲ (1)	8.00	8.00	8.00	= (14)

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



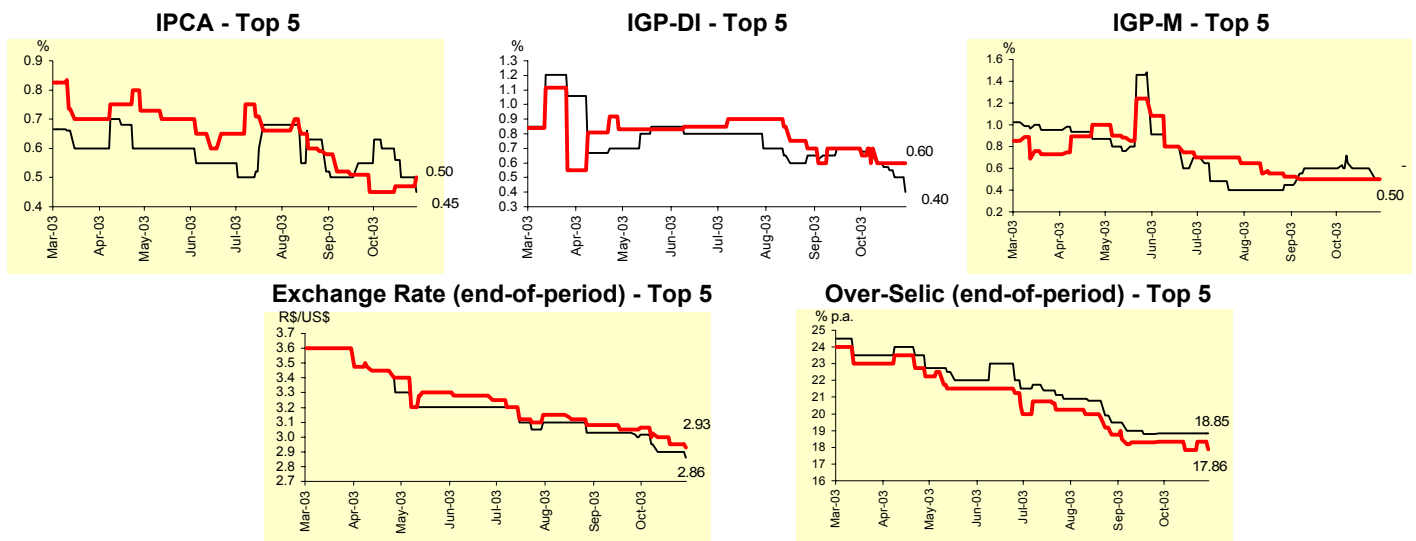
October 31, 2003

# Gerin

Median - Top 5 - Short Term	Market Expectations							
	Oct/03				Nov/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.63	0.50	0.45	▼ (5)	0.45	0.47	0.50	▲ (1)
IGP-DI (%)	0.68	0.50	0.40	▼ (5)	0.65	0.60	0.60	= (2)
IGP-M (%)	0.60	0.60	-		0.50	0.50	0.50	= (7)
Exchange rate - end-of-period (R\$/US\$)	3.02	2.90	2.86	▼ (1)	3.07	2.95	2.93	▼ (5)
Over-Selic - end-of-period (% p.a.)	18.85	18.85	18.85	= (4)	18.35	18.35	17.86	▼ (1)

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

## SHORT-TERM



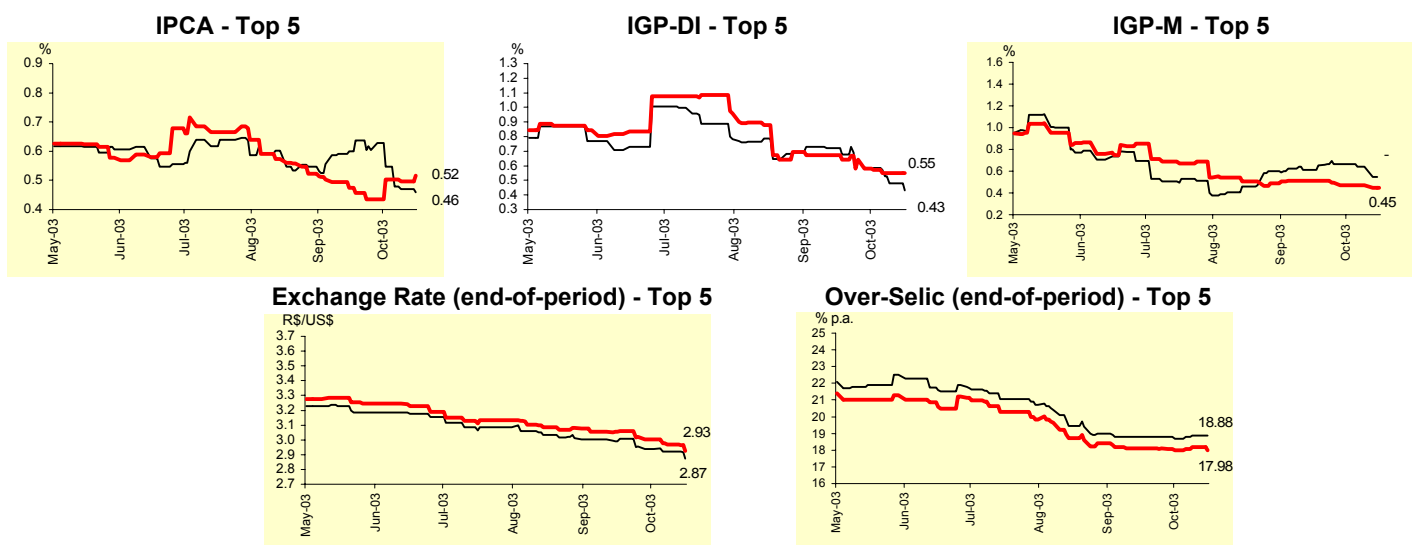
Median - Top 5	Market Expectations							
	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	9.62	9.65	9.65	= (1)	6.00	6.00	6.00	= (7)
IGP-DI (%)	8.24	7.75	7.59	▼ (5)	6.50	6.00	6.00	= (2)
IGP-M (%)	8.84	8.79	8.71	▼ (2)	6.00	5.75	5.75	= (2)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.00	2.96	▼ (4)	3.33	3.30	3.30	= (2)
Over-Selic - end-of-period (% p.a.)	17.85	17.85	17.36	▼ (1)	14.50	14.88	14.88	= (2)
<b>Medium Term</b>								
IPCA (%)	9.46	9.80	9.80	= (1)	6.00	6.40	6.30	▼ (1)
IGP-DI (%)	8.02	8.05	8.05	= (2)	6.40	6.80	6.50	▼ (1)
IGP-M (%)	8.84	8.80	8.58	▼ (3)	6.49	6.50	6.70	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.05	2.95	2.95	= (1)	3.32	3.20	3.20	= (2)
Over-Selic - end-of-period (% p.a.)	17.25	17.34	17.34	= (2)	14.50	14.34	14.34	= (2)

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

Average - Top 5 - Short Term	Market Expectations							
	Oct/03				Nov/03			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.64	0.47	0.46	▼ (4)	0.46	0.50	0.52	▲ (1)
IGP-DI (%)	0.68	0.48	0.43	▼ (6)	0.64	0.55	0.55	= (1)
IGP-M (%)	0.65	0.64	-		0.51	0.47	0.45	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	3.01	2.92	2.87	▼ (4)	3.06	2.97	2.93	▼ (4)
Over-Selic - end-of-period (% p.a.)	18.81	18.88	18.88	= (1)	18.11	18.18	17.98	▼ (1)

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

### SHORT-TERM



Average - Top 5	Market Expectations							
	2003				2004			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	9.63	9.58	9.59	▲ (1)	5.84	6.00	6.00	= (2)
IGP-DI (%)	8.21	7.76	7.70	▼ (5)	6.50	6.04	6.04	= (2)
IGP-M (%)	8.90	8.83	8.67	▼ (4)	5.71	5.63	5.48	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.03	2.97	▼ (5)	3.33	3.29	3.27	▼ (3)
Over-Selic - end-of-period (% p.a.)	17.61	17.48	17.28	▼ (1)	14.46	14.87	14.77	▼ (1)
<b>Medium Term</b>								
IPCA (%)	9.54	9.79	9.75	▼ (2)	5.88	6.41	6.33	▼ (2)
IGP-DI (%)	7.88	8.07	8.04	▼ (2)	6.07	6.76	6.56	▼ (1)
IGP-M (%)	9.04	8.85	8.59	▼ (3)	5.99	6.54	6.57	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.08	2.96	2.95	▼ (5)	3.31	3.18	3.18	= (1)
Over-Selic - end-of-period (% p.a.)	17.31	17.14	17.24	▲ (1)	14.68	14.54	14.54	= (2)

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