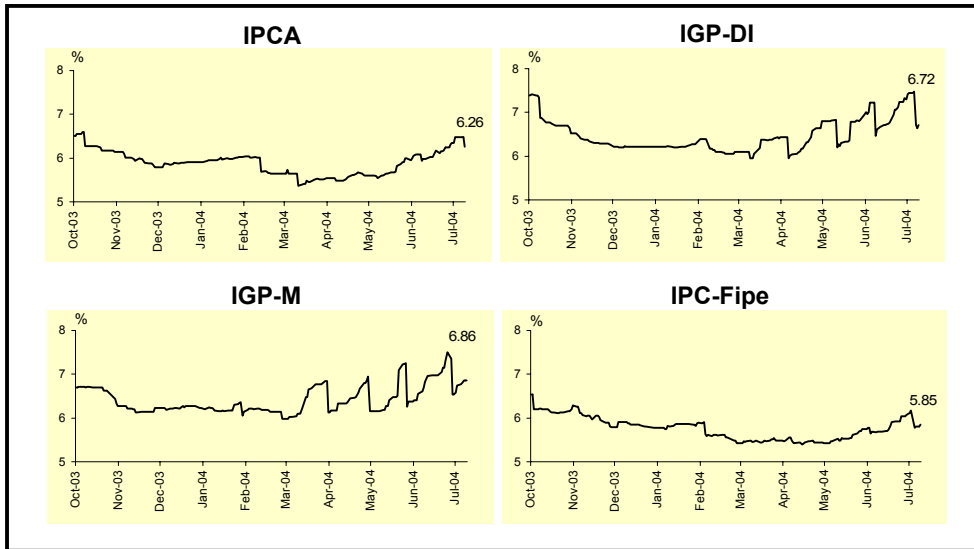


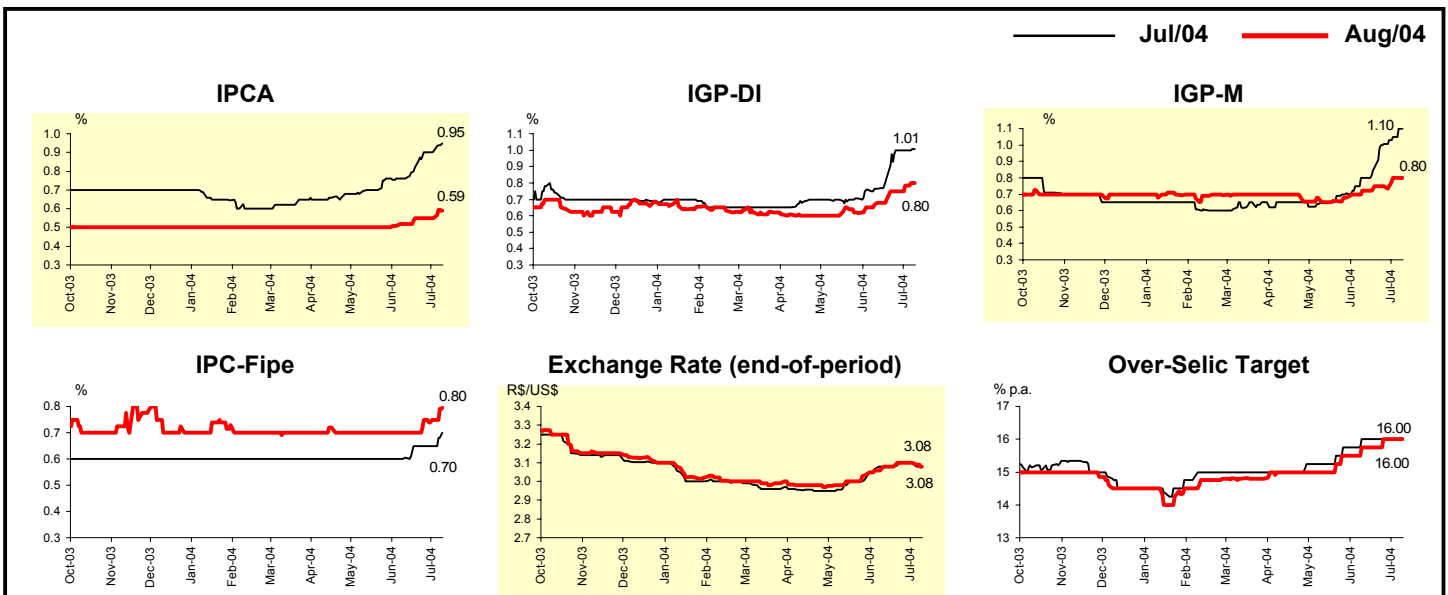
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.98	6.48	6.26	▼ (1)
IGP-DI (%)	6.66	7.45	6.72	▼ (1)
IGP-M (%)	6.96	6.75	6.86	▲ (1)
IPC-Fipe (%)	5.69	6.17	5.85	▼ (1)

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



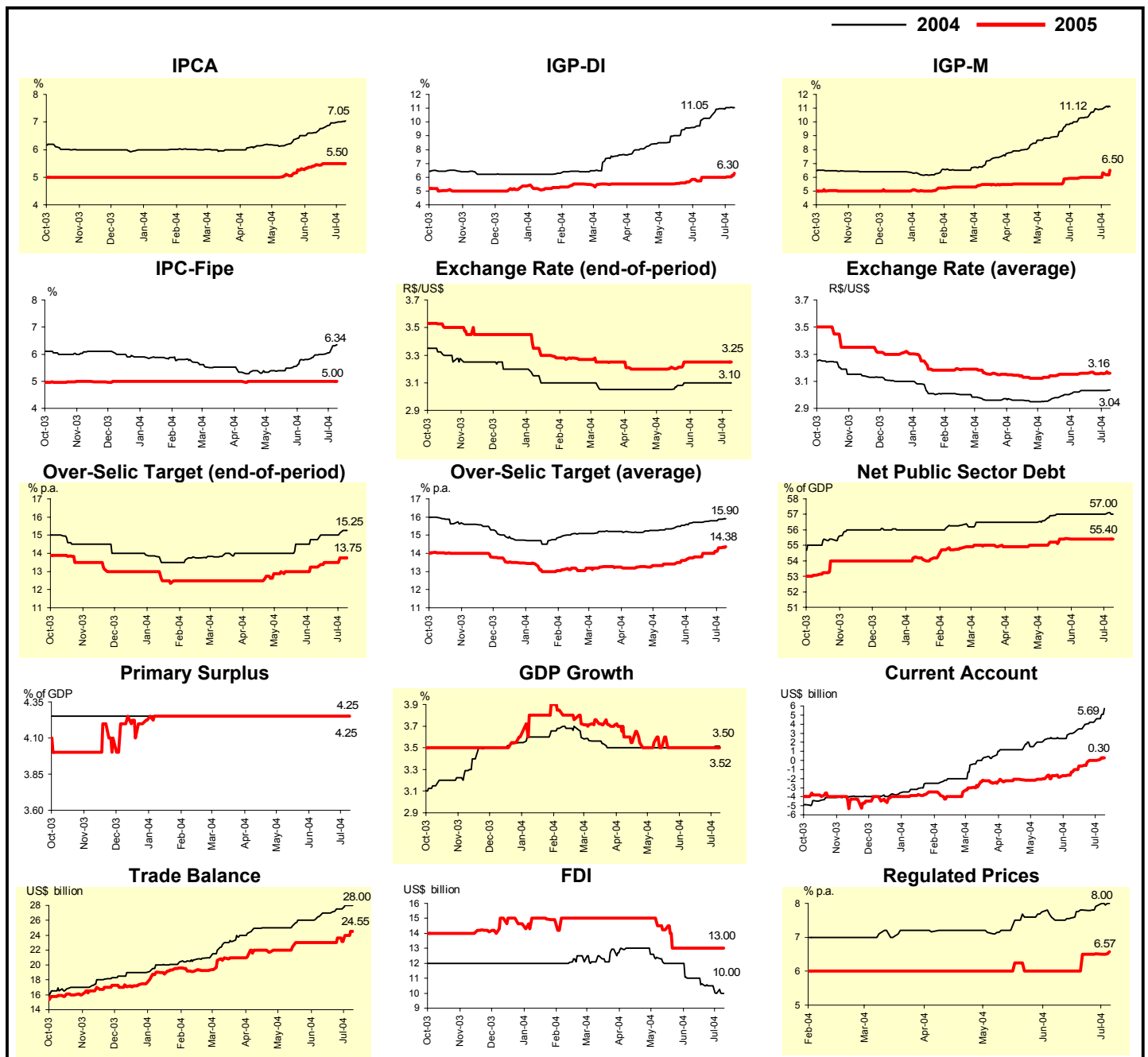
Median - Aggregate	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.76	0.90	0.95	▲ (1)	0.52	0.55	0.59	▲ (2)
IGP-DI (%)	0.76	1.00	1.01	▲ (1)	0.68	0.79	0.80	▲ (7)
IGP-M (%)	0.80	1.05	1.10	▲ (4)	0.72	0.80	0.80	= (2)
IPC-Fipe (%)	0.61	0.65	0.70	▲ (1)	0.70	0.75	0.80	▲ (2)
Exchange rate - end-of-period (R\$/US\$)	3.08	3.10	3.08	▼ (1)	3.08	3.10	3.08	▼ (2)
Over-Selic Target (% p.a.)	16.00	16.00	16.00	= (6)	15.75	16.00	16.00	= (3)

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



Median - Aggregate	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.61	7.00	7.05	▲ (9)	5.46	5.50	5.50	= (3)
IGP-DI (%)	10.27	11.04	11.05	▲ (4)	6.00	6.01	6.30	▲ (2)
IGP-M (%)	10.31	10.97	11.12	▲ (1)	6.00	6.33	6.50	▲ (2)
IPC-Fipe (%)	5.81	6.07	6.34	▲ (8)	5.00	5.00	5.00	= (30)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.10	3.10	= (6)	3.25	3.25	3.25	= (6)
Exchange rate - average (R\$/US\$)	3.03	3.03	3.04	▲ (1)	3.16	3.15	3.16	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	14.75	15.13	15.25	▲ (2)	13.25	13.75	13.75	= (1)
Over-Selic Target - average (% p.a.)	15.70	15.87	15.90	▲ (12)	13.80	14.30	14.38	▲ (2)
Net Public Sector Debt (% of GDP)	57.00	57.00	57.00	= (7)	55.40	55.40	55.40	= (5)
Primary Surplus (% of GDP)	4.25	4.25	4.25	= (63)	4.25	4.25	4.25	= (27)
GDP growth (%)	3.50	3.50	3.52	▲ (1)	3.50	3.50	3.50	= (8)
Current Account (US\$ billion)	3.10	4.60	5.69	▲ (6)	-1.00	0.00	0.30	▲ (1)
Trade Balance (US\$ billion)	27.00	28.00	28.00	= (1)	23.00	23.95	24.55	▲ (3)
Foreign Direct Investment (US\$ billion)	11.00	10.00	10.00	= (1)	13.00	13.00	13.00	= (7)
Regulated Prices (%)	7.50	7.91	8.00	▲ (4)	6.00	6.52	6.57	▲ (3)

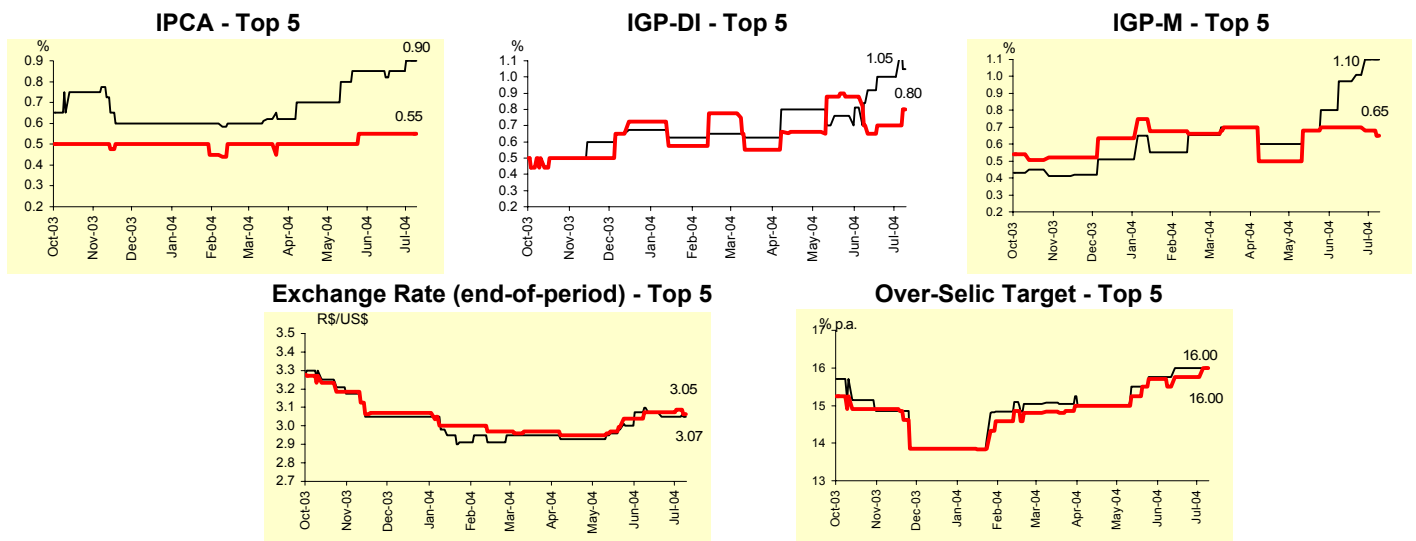
* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (increase, decrease or stability)



Median - Top 5 - Short Term	Market Expectations							
	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.85	0.90	0.90	= (1)	0.55	0.55	0.55	= (7)
IGP-DI (%)	0.92	1.00	1.05	▲ (1)	0.65	0.70	0.80	▲ (2)
IGP-M (%)	0.97	1.10	1.10	= (1)	0.70	0.68	0.65	▼ (3)
Exchange rate - end-of-period (R\$/US\$)	3.08	3.05	3.05	= (2)	3.08	3.09	3.07	▼ (2)
Over-Selic Target (% p.a.)	15.75	16.00	16.00	= (3)	15.50	15.75	16.00	▲ (2)

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

SHORT-TERM

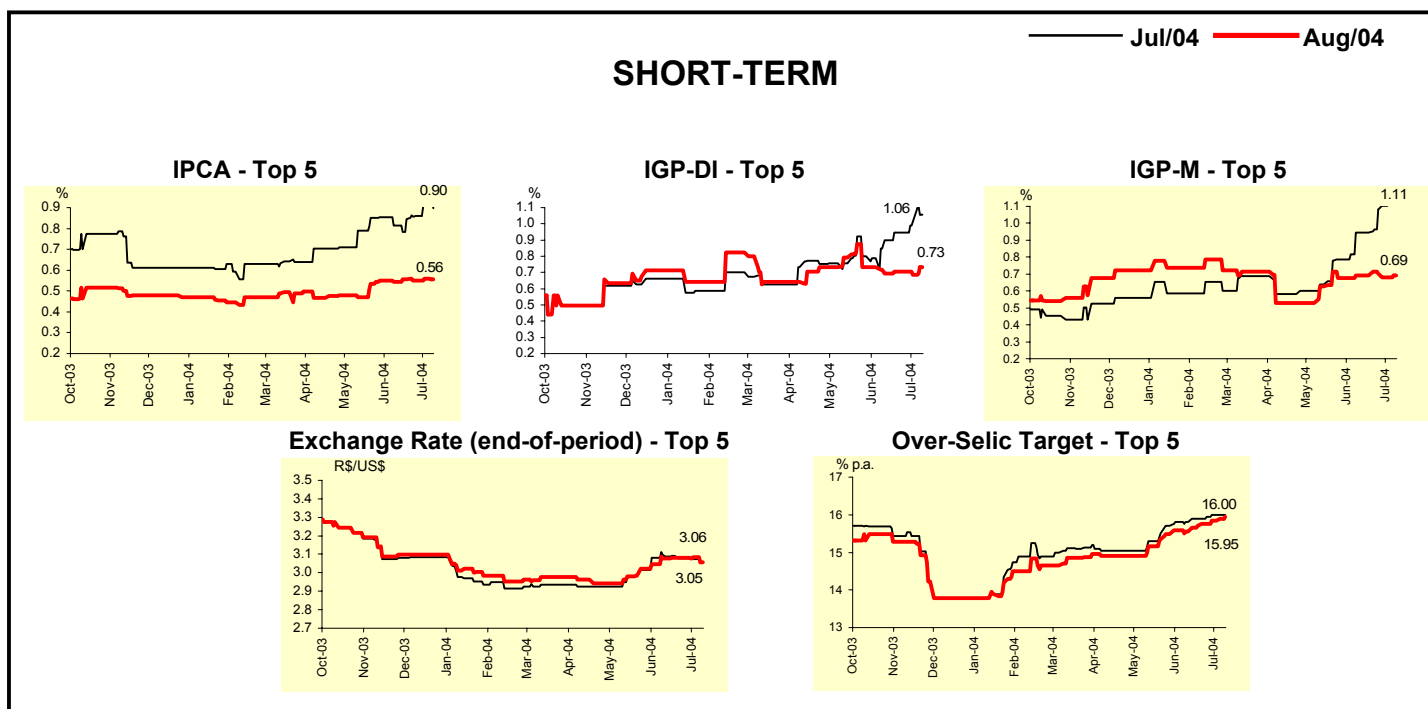


Median - Top 5	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.70	6.72	6.81	▲ (1)	5.49	5.50	5.50	= (1)
IGP-DI (%)	10.65	11.03	11.21	▲ (3)	6.50	6.50	6.50	= (5)
IGP-M (%)	10.82	10.77	10.66	▼ (1)	6.00	6.00	6.00	= (5)
Exchange rate - end-of-period (R\$/US\$)	3.11	3.09	3.08	▼ (1)	3.30	3.25	3.25	= (2)
Over-Selic Target - end-of-period (% p.a.)	14.75	15.00	15.00	= (3)	14.00	14.00	14.00	= (5)
Medium Term								
IPCA (%)	6.59	7.07	7.05	▼ (1)	5.45	5.55	5.55	= (3)
IGP-DI (%)	10.07	10.87	10.70	▼ (1)	6.25	6.25	6.50	▲ (1)
IGP-M (%)	10.08	10.85	10.85	= (1)	6.35	6.50	6.50	= (2)
Exchange rate - end-of-period (R\$/US\$)	3.14	3.10	3.10	= (1)	3.23	3.25	3.25	= (1)
Over-Selic Target - end-of-period (% p.a.)	15.25	15.50	15.50	= (1)	13.63	13.50	13.50	= (1)

* 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							
	Jul/04				Aug/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.81	0.92	0.90	▼ (1)	0.54	0.56	0.56	= (1)
IGP-DI (%)	0.90	1.01	1.06	▲ (2)	0.69	0.68	0.73	▲ (2)
IGP-M (%)	0.95	1.10	1.11	▲ (3)	0.69	0.68	0.69	▲ (2)
Exchange rate - end-of-period (R\$/US\$)	3.09	3.07	3.05	▼ (3)	3.08	3.08	3.06	▼ (2)
Over-Selic Target (% p.a.)	15.80	16.00	16.00	= (1)	15.55	15.85	15.95	▲ (5)

* 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	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	6.61	6.82	6.89	▲ (4)	5.33	5.38	5.46	▲ (2)
IGP-DI (%)	10.47	10.74	11.00	▲ (3)	6.50	6.50	6.67	▲ (1)
IGP-M (%)	10.36	10.75	10.77	▲ (3)	6.00	6.32	6.32	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.11	3.10	3.08	▼ (1)	3.30	3.28	3.28	= (1)
Over-Selic Target - end-of-period (% p.a.)	14.69	15.19	15.13	▼ (1)	13.67	14.25	14.25	= (1)
Medium Term								
IPCA (%)	6.49	7.06	7.04	▼ (1)	5.48	5.51	5.51	= (3)
IGP-DI (%)	10.10	10.69	10.90	▲ (4)	6.27	6.27	6.39	▲ (1)
IGP-M (%)	10.15	10.81	10.81	= (1)	6.38	6.40	6.40	= (1)
Exchange rate - end-of-period (R\$/US\$)	3.11	3.11	3.11	= (5)	3.24	3.27	3.27	= (1)
Over-Selic Target - end-of-period (% p.a.)	15.19	15.35	15.45	▲ (2)	13.44	13.55	13.60	▲ (2)

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