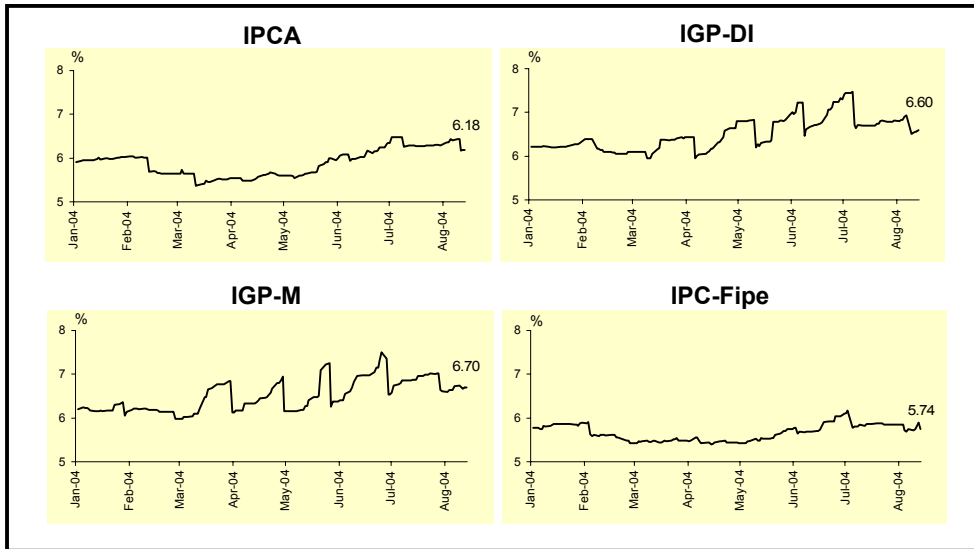


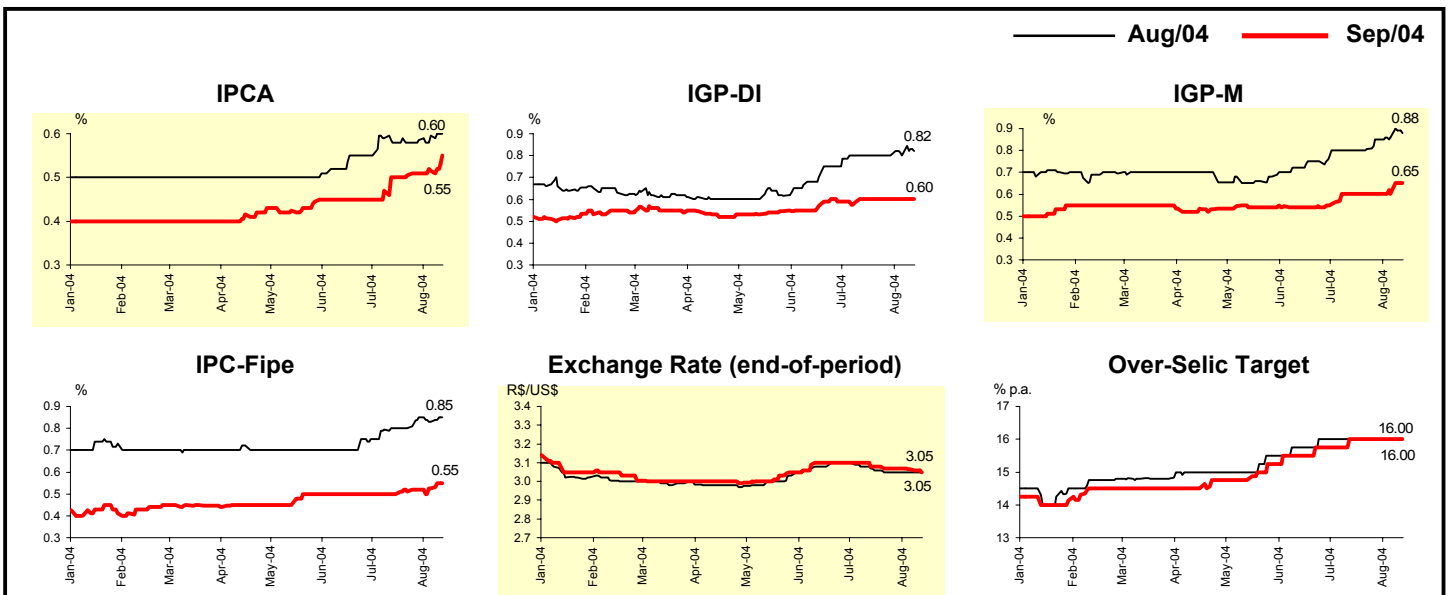
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.27	6.40	6.18	▼ (1)
IGP-DI (%)	6.69	6.93	6.60	▼ (1)
IGP-M (%)	6.96	6.73	6.70	▼ (1)
IPC-Fipe (%)	5.87	5.74	5.74	= (1)

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



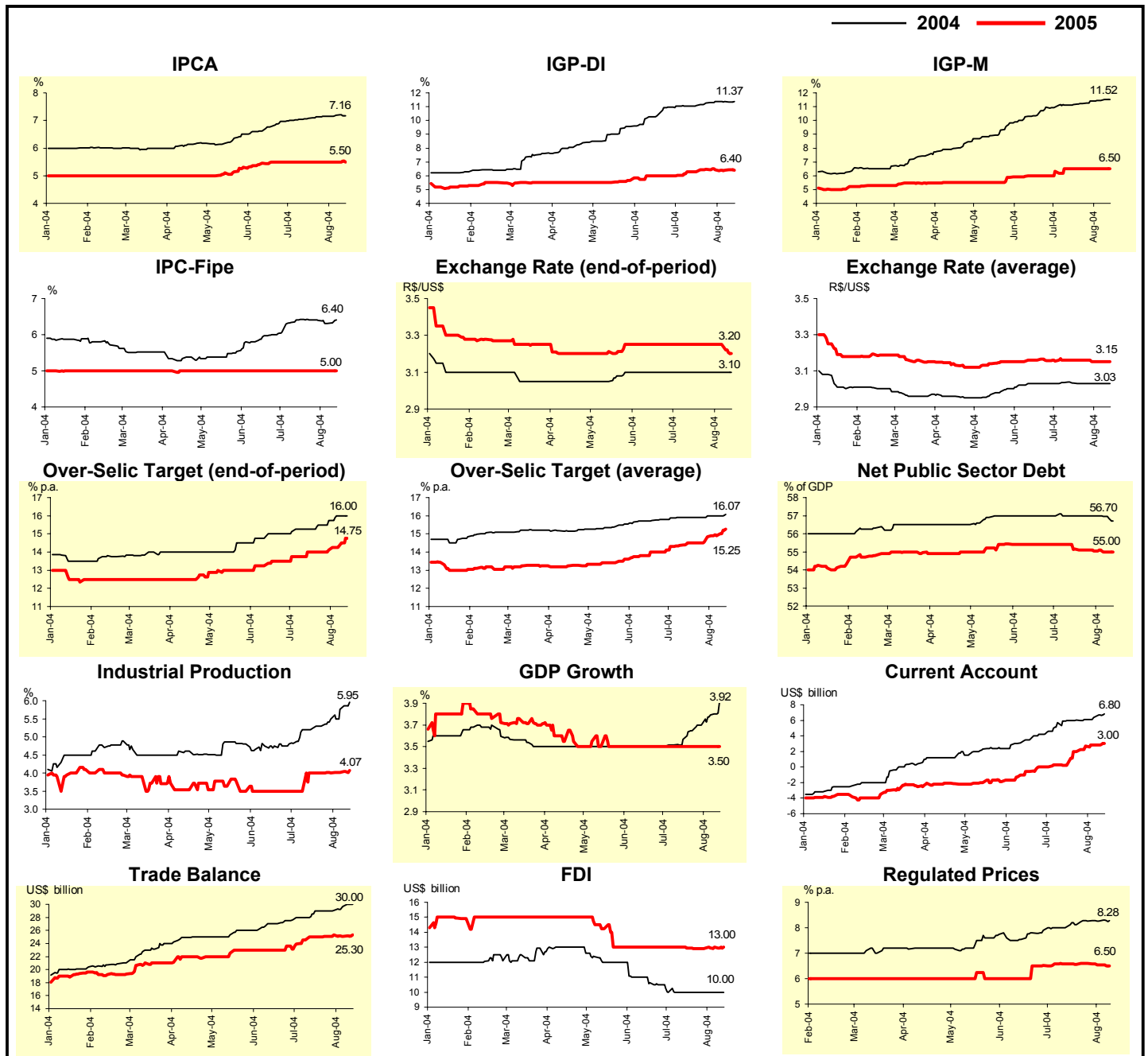
Median - Aggregate	Market Expectations							
	Aug/04				Sep/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.58	0.60	0.60	= (1)	0.50	0.51	0.55	▲ (6)
IGP-DI (%)	0.80	0.80	0.82	▲ (1)	0.60	0.60	0.60	= (4)
IGP-M (%)	0.80	0.86	0.88	▲ (4)	0.60	0.60	0.65	▲ (1)
IPC-Fipe (%)	0.80	0.83	0.85	▲ (1)	0.50	0.52	0.55	▲ (4)
Exchange rate - end-of-period (R\$/US\$)	3.06	3.05	3.05	= (3)	3.08	3.07	3.05	▼ (2)
Over-Selic Target (% p.a.)	16.00	16.00	16.00	= (8)	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)



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 (%)	7.08	7.20	7.16	▼ (1)	5.50	5.50	5.50	= (8)
IGP-DI (%)	11.07	11.36	11.37	▲ (1)	6.30	6.40	6.40	= (1)
IGP-M (%)	11.13	11.44	11.52	▲ (6)	6.50	6.50	6.50	= (5)
IPC-Fipe (%)	6.42	6.31	6.40	▲ (1)	5.00	5.00	5.00	= (35)
Exchange rate - end-of-period (R\$/US\$)	3.10	3.10	3.10	= (11)	3.25	3.25	3.20	▼ (1)
Exchange rate - average (R\$/US\$)	3.03	3.03	3.03	= (4)	3.16	3.15	3.15	= (2)
Over-Selic Target - end-of-period (% p.a.)	15.25	16.00	16.00	= (1)	14.00	14.25	14.75	▲ (3)
Over-Selic Target - average (% p.a.)	15.90	16.00	16.07	▲ (1)	14.50	14.90	15.25	▲ (3)
Net Public Sector Debt (% of GDP)	57.00	56.95	56.70	▼ (2)	55.15	55.00	55.00	= (1)
GDP growth (%)	3.57	3.79	3.92	▲ (6)	3.50	3.50	3.50	= (13)
Industrial Production (% growth)	5.23	5.76	5.95	▲ (7)	4.00	4.02	4.07	▲ (2)
Current Account (US\$ billion)	6.00	6.40	6.80	▲ (11)	0.22	2.81	3.00	▲ (4)
Trade Balance (US\$ billion)	29.00	29.70	30.00	▲ (3)	25.00	25.10	25.30	▲ (1)
Foreign Direct Investment (US\$ billion)	10.00	10.00	10.00	= (6)	12.95	13.00	13.00	= (1)
Regulated Prices (%)	8.00	8.26	8.28	▲ (1)	6.57	6.55	6.50	▼ (2)

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



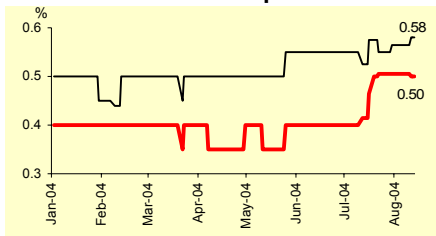
Median - Top 5 - Short Term	Market Expectations							
	Aug/04				Sep/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.57	0.56	0.58	▲ (1)	0.47	0.50	0.50	= (3)
IGP-DI (%)	0.70	0.80	0.80	= (3)	0.60	0.60	0.60	= (4)
IGP-M (%)	0.65	0.85	0.80	▼ (1)	0.45	0.60	0.75	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.06	3.05	3.05	= (2)	3.08	3.08	3.05	▼ (2)
Over-Selic Target (% p.a.)	16.00	16.00	16.00	= (5)	15.75	16.00	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)

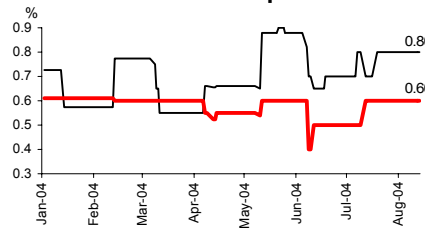
**SHORT-TERM**

— Aug/04 — Sep/04

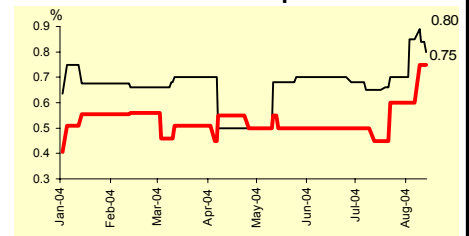
**IPCA - Top 5**



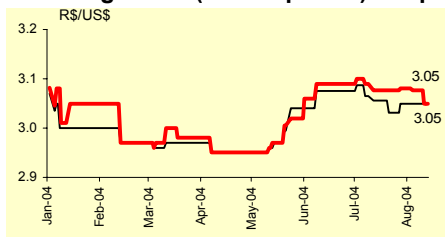
**IGP-DI - Top 5**



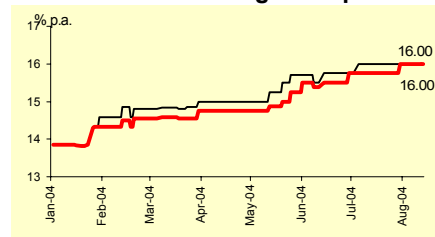
**IGP-M - Top 5**



**Exchange Rate (end-of-period) - Top 5**



**Over-Selic Target - Top 5**

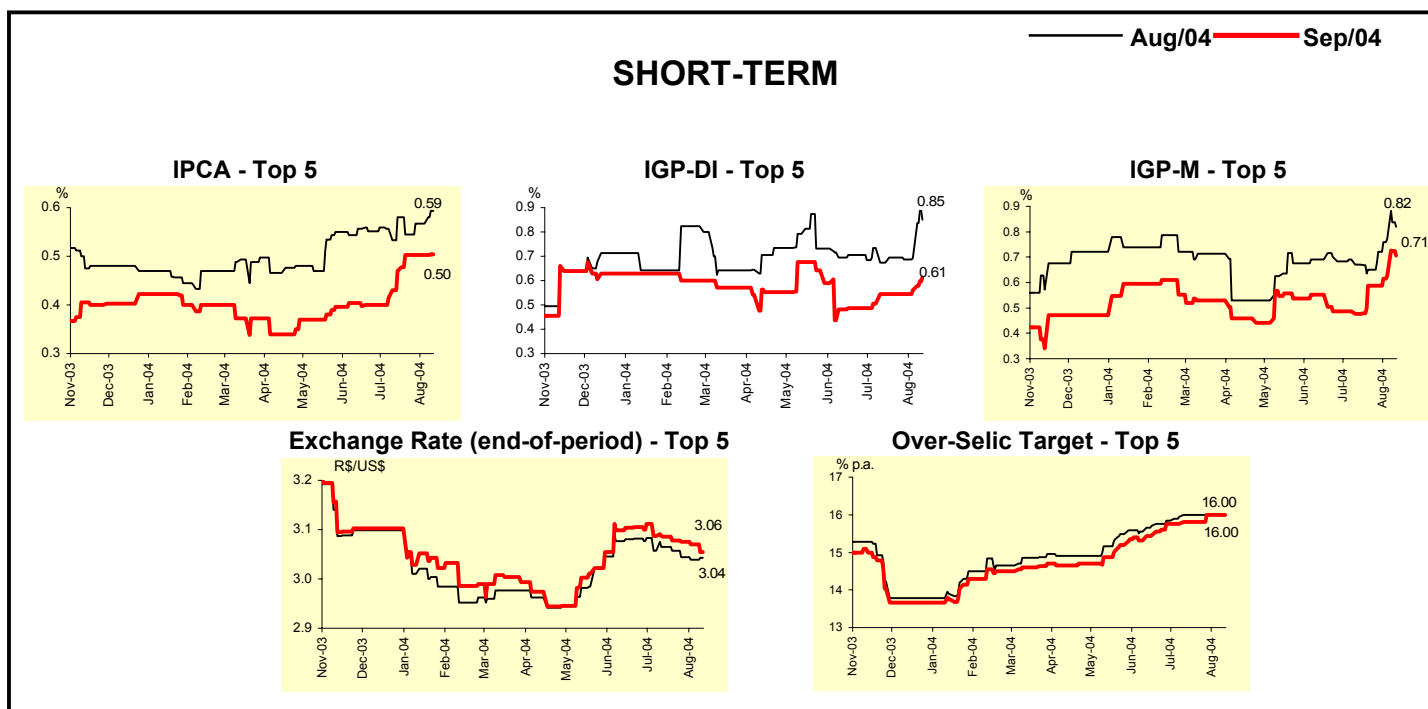


Median - Top 5	Market Expectations							
	2004				2005			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	7.01	7.06	7.17	▲ (1)	5.50	5.50	5.50	= (6)
IGP-DI (%)	11.03	11.14	11.51	▲ (1)	6.50	6.50	6.58	▲ (1)
IGP-M (%)	10.61	11.30	11.69	▲ (1)	6.50	6.50	6.50	= (4)
Exchange rate - end-of-period (R\$/US\$)	3.12	3.12	3.10	▼ (1)	3.26	3.26	3.23	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	15.25	16.00	16.00	= (2)	14.00	14.50	14.50	= (2)
<b>Medium Term</b>								
IPCA (%)	6.96	7.17	7.16	▼ (1)	5.50	5.50	5.50	= (4)
IGP-DI (%)	11.03	11.14	11.51	▲ (1)	6.50	6.50	6.58	▲ (1)
IGP-M (%)	11.15	11.63	11.56	▼ (1)	6.50	6.50	6.50	= (7)
Exchange rate - end-of-period (R\$/US\$)	3.12	3.14	3.15	▲ (1)	3.35	3.35	3.35	= (4)
Over-Selic Target - end-of-period (% p.a.)	15.50	16.00	16.00	= (2)	14.00	15.00	15.13	▲ (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							
	Aug/04				Sep/04			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.58	0.57	0.59	▲ (1)	0.47	0.50	0.50	= (3)
IGP-DI (%)	0.67	0.69	0.85	▲ (1)	0.55	0.56	0.61	▲ (1)
IGP-M (%)	0.67	0.77	0.82	▲ (3)	0.48	0.63	0.71	▲ (3)
Exchange rate - end-of-period (R\$/US\$)	3.07	3.04	3.04	= (2)	3.09	3.07	3.06	▼ (6)
Over-Selic Target (% p.a.)	16.00	16.00	16.00	= (4)	15.80	16.00	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)



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*
<b>Short Term</b>								
IPCA (%)	7.01	7.09	7.16	▲ (1)	5.60	5.63	5.72	▲ (1)
IGP-DI (%)	10.92	11.04	11.41	▲ (4)	6.50	6.50	6.54	▲ (1)
IGP-M (%)	10.64	11.31	11.67	▲ (4)	6.60	6.77	6.77	= (3)
Exchange rate - end-of-period (R\$/US\$)	3.13	3.11	3.08	▼ (2)	3.27	3.27	3.21	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	15.25	16.00	15.94	▼ (1)	14.25	14.50	14.50	= (2)
<b>Medium Term</b>								
IPCA (%)	7.03	7.13	7.10	▼ (1)	5.50	5.63	5.66	▲ (1)
IGP-DI (%)	10.91	11.05	11.41	▲ (9)	6.50	6.50	6.54	▲ (1)
IGP-M (%)	11.11	11.59	11.64	▲ (5)	6.48	6.40	6.60	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	3.14	3.12	3.15	▲ (1)	3.33	3.32	3.34	▲ (1)
Over-Selic Target - end-of-period (% p.a.)	15.60	16.05	16.19	▲ (7)	14.50	15.00	15.19	▲ (1)

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