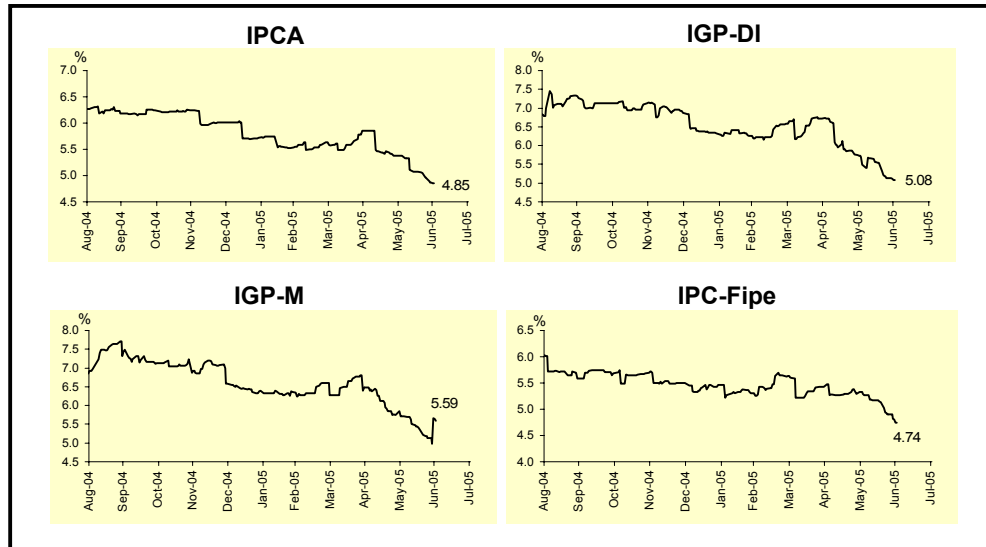


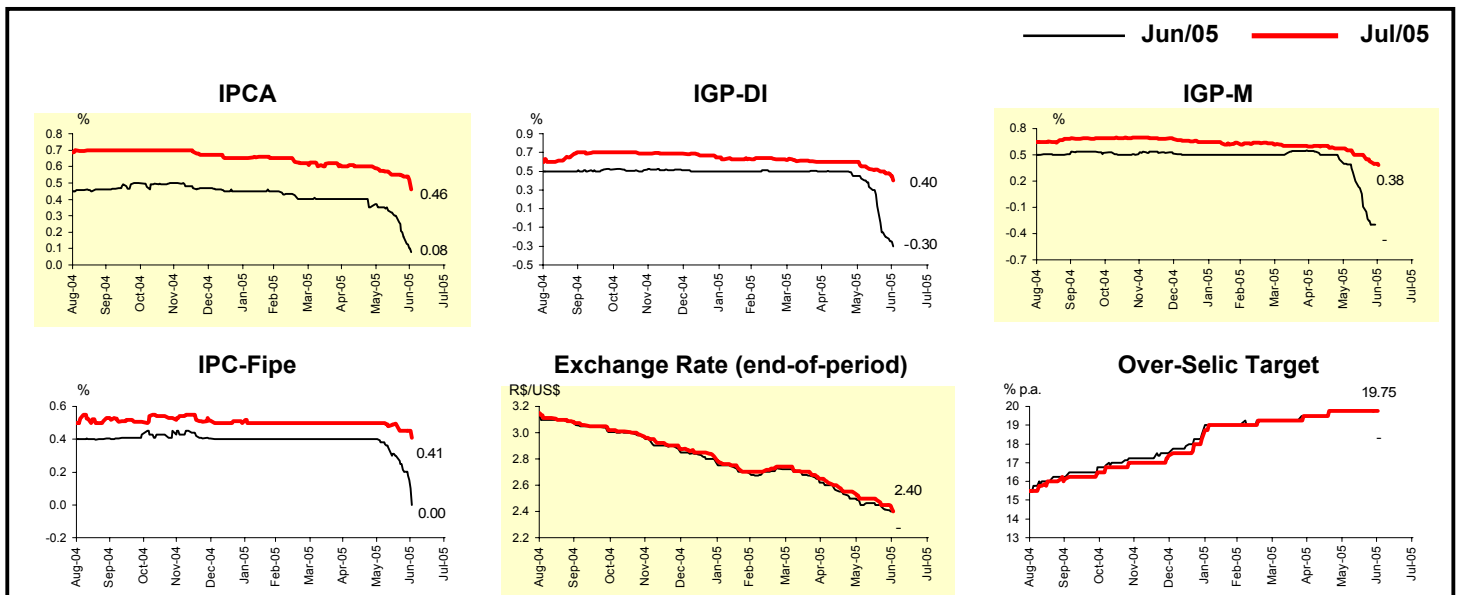
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.38	4.96	4.85	▼ (4)
IGP-DI (%)	5.49	5.13	5.08	▼ (3)
IGP-M (%)	5.71	5.12	5.59	▲ (1)
IPC-Fipe (%)	5.27	4.91	4.74	▼ (5)

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



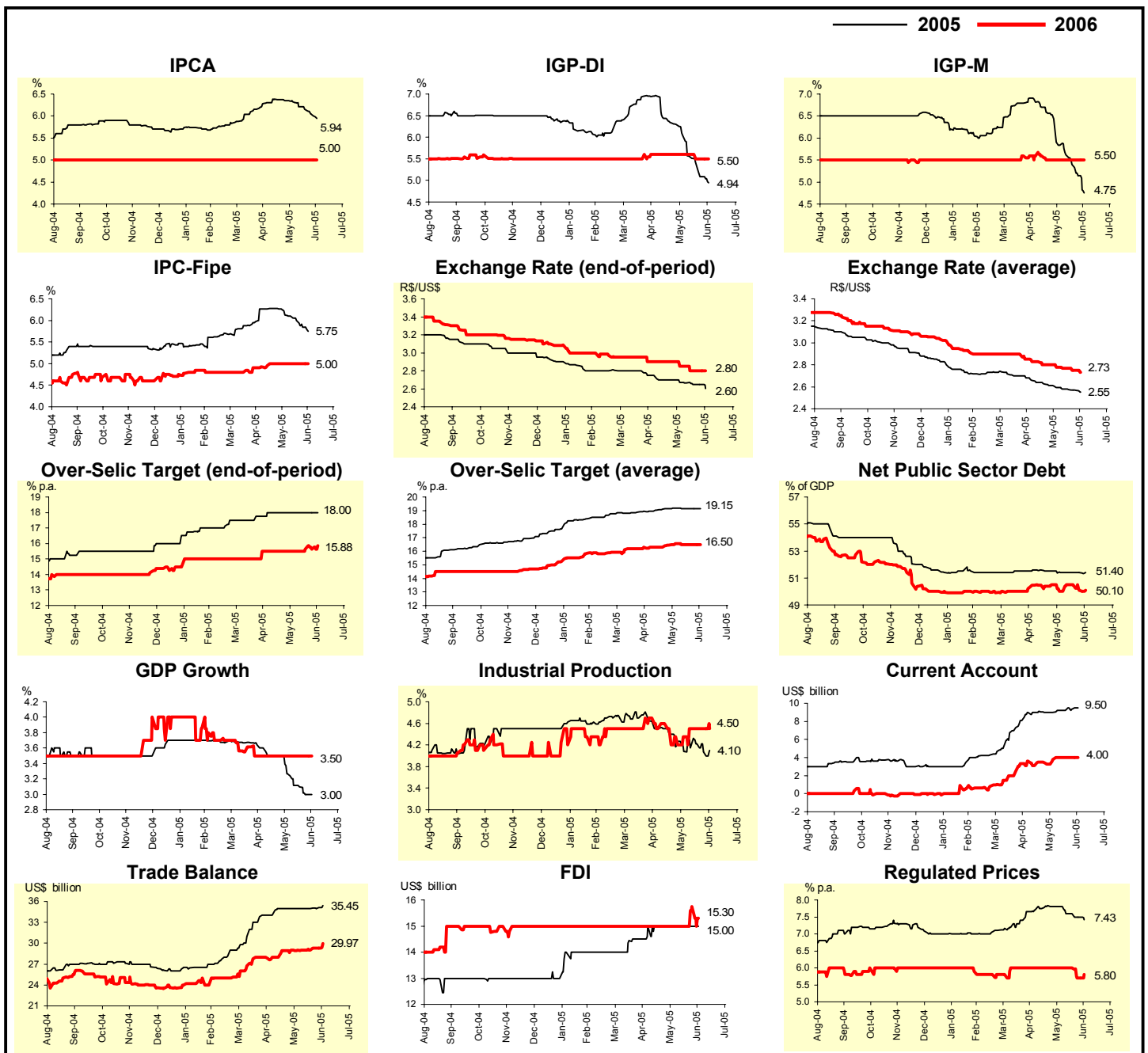
Median - Aggregate	Market Expectations							
	Jun/05				Jul/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.17	0.08	▼ (6)	0.57	0.54	0.46	▼ (3)
IGP-DI (%)	0.42	-0.20	-0.30	▼ (6)	0.55	0.48	0.40	▼ (2)
IGP-M (%)	0.39	-0.30	-		0.55	0.42	0.38	▼ (2)
IPC-Fipe (%)	0.38	0.20	0.00	▼ (5)	0.50	0.45	0.41	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.42	-		2.50	2.45	2.40	▼ (3)
Over-Selic Target (% p.a.)	19.75	-	-		19.75	19.75	19.75	= (6)

\* 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							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	6.32	6.05	5.94	▼ (7)	5.00	5.00	5.00	≡ (59)
IGP-DI (%)	6.04	5.09	4.94	▼ (8)	5.60	5.50	5.50	≡ (2)
IGP-M (%)	5.84	5.15	4.75	▼ (9)	5.50	5.50	5.50	≡ (6)
IPC-Fipe (%)	6.12	5.84	5.75	▼ (6)	5.00	5.00	5.00	≡ (6)
Exchange rate - end-of-period (R\$/US\$)	2.67	2.65	2.60	▼ (1)	2.85	2.80	2.80	≡ (2)
Exchange rate - average (R\$/US\$)	2.60	2.57	2.55	▼ (1)	2.78	2.75	2.73	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	≡ (8)	15.50	15.63	15.88	▲ (1)
Over-Selic Target - average (% p.a.)	19.18	19.15	19.15	≡ (3)	16.55	16.50	16.50	≡ (3)
Net Public Sector Debt (% of GDP)	51.40	51.40	51.40	≡ (4)	50.00	50.10	50.10	≡ (1)
GDP growth (%)	3.27	3.00	3.00	≡ (1)	3.50	3.50	3.50	≡ (9)
Industrial Production (% growth)	4.08	4.07	4.10	▲ (1)	4.35	4.50	4.50	≡ (3)
Current Account (US\$ billion)	9.00	9.35	9.50	▲ (2)	3.78	4.00	4.00	≡ (3)
Trade Balance (US\$ billion)	35.00	35.00	35.45	▲ (1)	29.00	29.33	29.97	▲ (3)
Foreign Direct Investment (US\$ billion)	15.00	15.00	15.00	≡ (8)	15.00	15.75	15.30	▼ (1)
Regulated Prices (%)	7.80	7.50	7.43	▼ (2)	6.00	5.70	5.80	▲ (1)

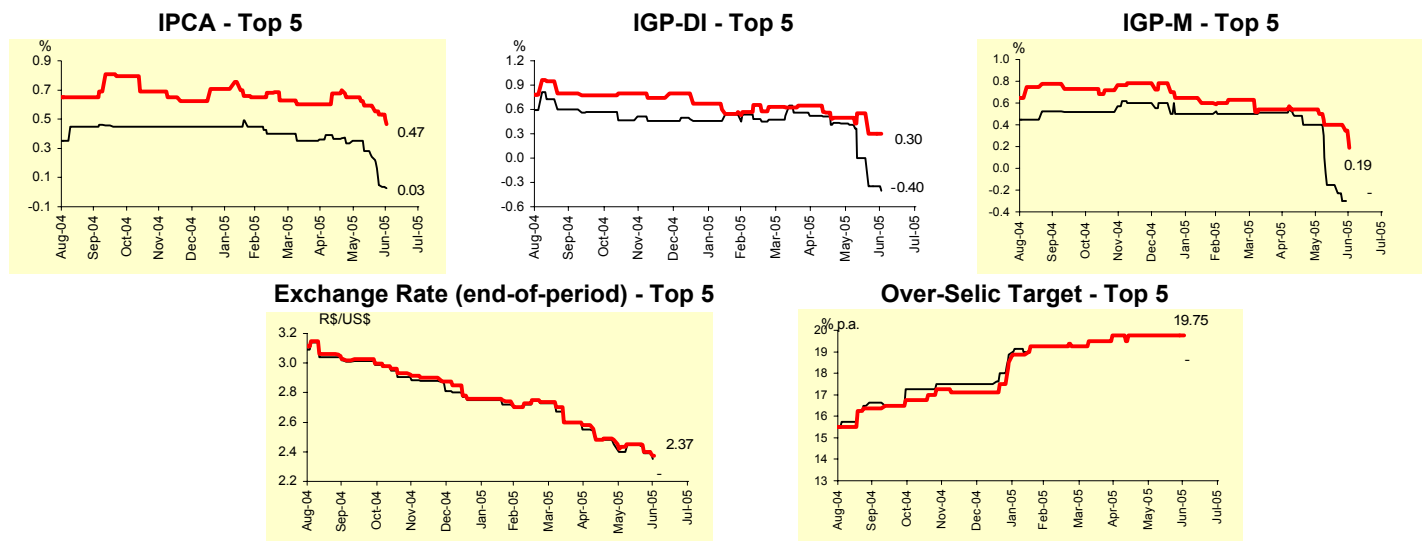
\* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior ▲(increase, ▼decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Jun/05				Jul/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.05	0.03	▼ (4)	0.65	0.53	0.47	▼ (2)
IGP-DI (%)	0.41	-0.35	-0.40	▼ (2)	0.50	0.30	0.30	= (1)
IGP-M (%)	0.40	-0.30	-		0.50	0.40	0.19	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.40	2.39	-	(2)	2.43	2.40	2.37	▼ (2)
Over-Selic Target (% p.a.)	19.75	-	-		19.75	19.75	19.75	= (9)

\* 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**



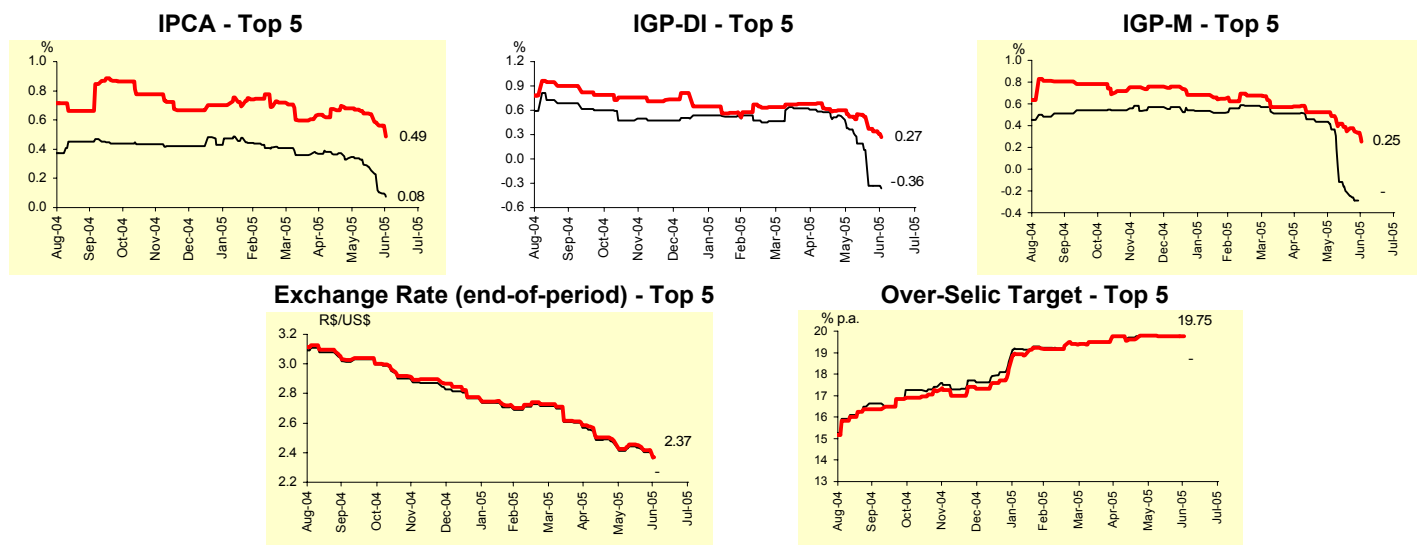
Median - Top 5	Market Expectations							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	6.43	6.08	5.92	▼ (2)	5.00	4.88	4.85	▼ (1)
IGP-DI (%)	5.97	4.72	4.72	= (1)	5.60	5.00	5.00	= (1)
IGP-M (%)	5.73	5.14	4.84	▼ (1)	5.32	5.00	5.00	= (3)
Exchange rate - end-of-period (R\$/US\$)	2.50	2.50	2.50	= (4)	2.79	2.74	2.70	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	18.25	18.50	18.25	▼ (1)	16.50	16.63	16.50	▼ (1)
<b>Medium Term</b>								
IPCA (%)	6.30	6.06	5.72	▼ (6)	4.88	4.88	4.85	▼ (1)
IGP-DI (%)	6.15	4.96	4.68	▼ (5)	6.05	5.51	5.48	▼ (1)
IGP-M (%)	5.88	5.03	4.65	▼ (2)	6.00	5.34	5.30	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.52	2.60	2.60	= (1)	2.80	2.75	2.75	= (1)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	= (8)	15.50	15.50	15.50	= (9)

\* 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							
	Jun/05				Jul/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.34	0.10	0.08	▼ (4)	0.67	0.56	0.49	▼ (2)
IGP-DI (%)	0.37	-0.33	-0.36	▼ (5)	0.52	0.34	0.27	▼ (3)
IGP-M (%)	0.36	-0.29	-		0.49	0.35	0.25	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.41	2.40	-		2.43	2.41	2.37	▼ (2)
Over-Selic Target (% p.a.)	19.80	-	-		19.80	19.75	19.75	= (3)

\* 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							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	6.42	6.05	5.94	▼ (6)	5.15	4.99	4.94	▼ (2)
IGP-DI (%)	5.85	4.72	4.64	▼ (5)	5.57	4.87	4.87	= (1)
IGP-M (%)	5.54	4.79	4.54	▼ (5)	5.06	4.67	4.67	= (3)
Exchange rate - end-of-period (R\$/US\$)	2.53	2.51	2.49	▼ (3)	2.78	2.70	2.67	▼ (3)
Over-Selic Target - end-of-period (% p.a.)	18.35	18.28	18.25	▼ (2)	16.63	16.66	16.53	▼ (1)
<b>Medium Term</b>								
IPCA (%)	6.20	6.00	5.87	▼ (4)	4.86	4.86	4.84	▼ (1)
IGP-DI (%)	6.24	4.74	4.60	▼ (5)	6.03	5.38	5.36	▼ (4)
IGP-M (%)	6.35	5.26	4.91	▼ (10)	5.89	5.37	5.35	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.57	2.62	2.62	= (1)	2.78	2.80	2.79	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	18.30	18.10	18.10	= (1)	15.90	15.65	15.85	▲ (1)

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