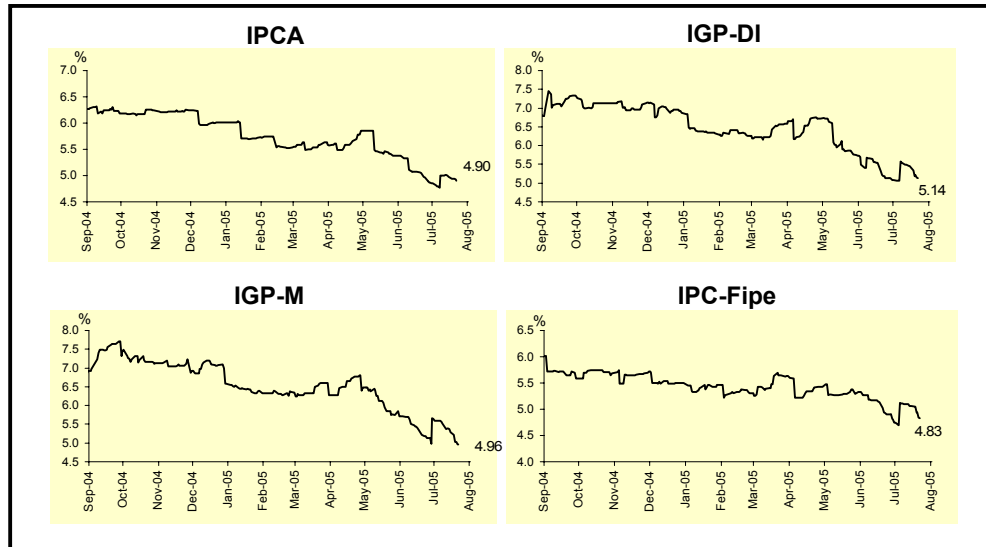


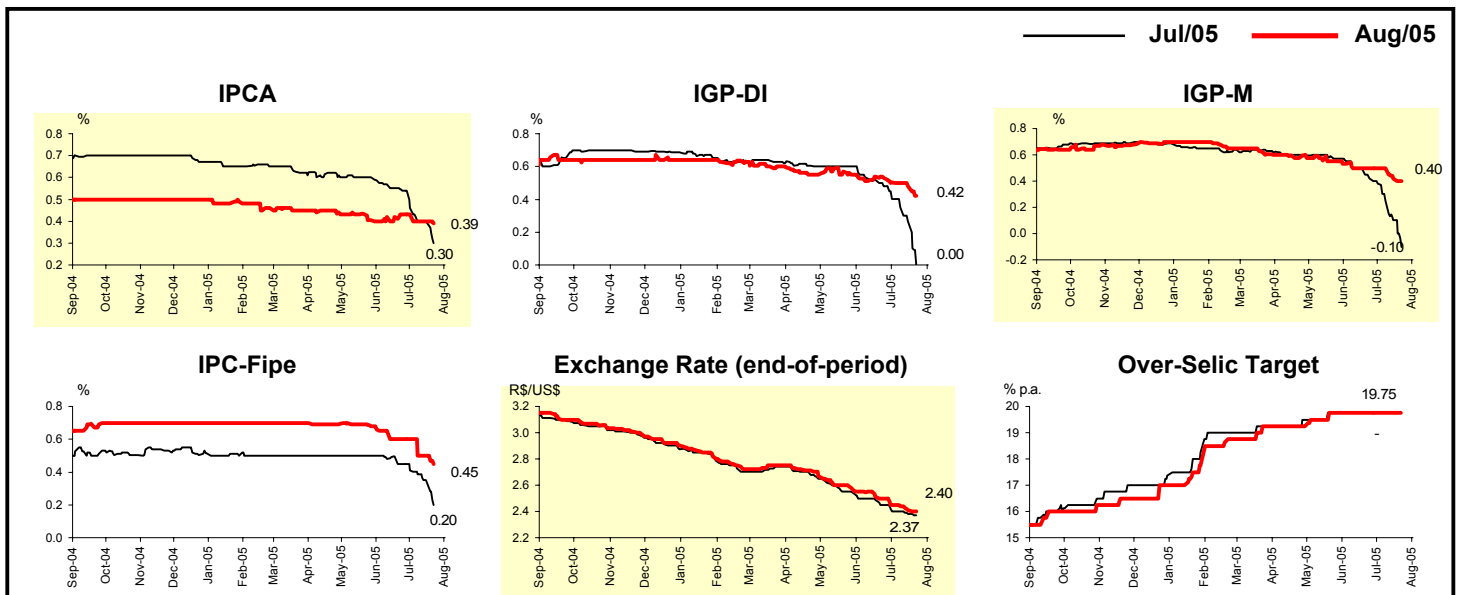
Market Expectations				
Inflation accumulated in the next 12 months				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.96	4.97	4.90	▼ (2)
IGP-DI (%)	5.13	5.46	5.14	▼ (2)
IGP-M (%)	5.12	5.29	4.96	▼ (3)
IPC-Fipe (%)	4.91	5.06	4.83	▼ (2)

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



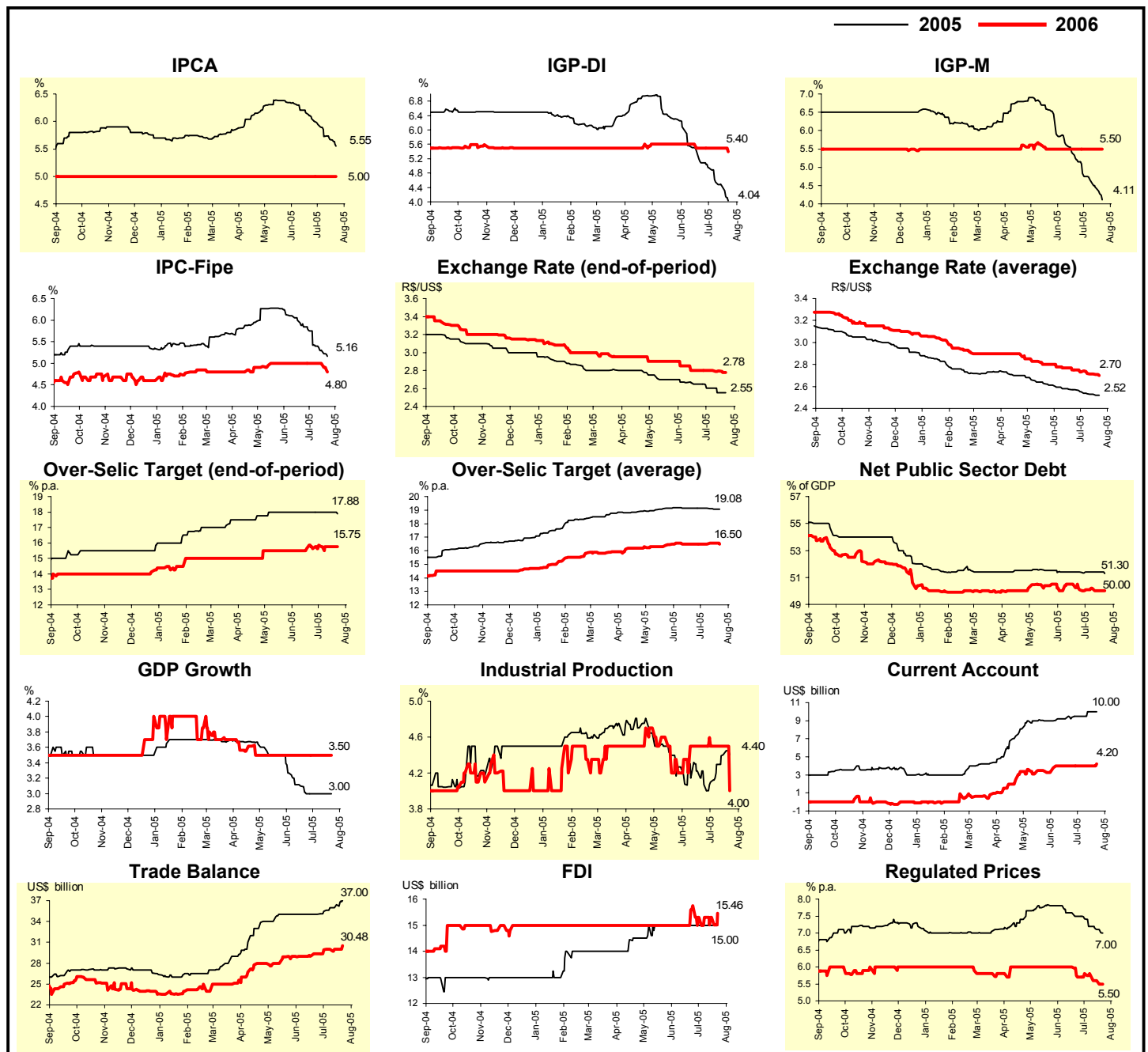
Median - Aggregate	Market Expectations							
	Jul/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.54	0.40	0.30	▼ (6)	0.43	0.40	0.39	▼ (1)
IGP-DI (%)	0.48	0.26	0.00	▼ (5)	0.53	0.48	0.42	▼ (2)
IGP-M (%)	0.42	0.10	-0.10	▼ (1)	0.50	0.42	0.40	▼ (2)
IPC-Fipe (%)	0.45	0.35	0.20	▼ (5)	0.60	0.50	0.45	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.45	2.38	2.37	▼ (1)	2.50	2.41	2.40	▼ (6)
Over-Selic Target (% p.a.)	19.75	19.75	-	= (9)	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)



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 (%)	6.05	5.67	5.55	▼ (10)	5.00	5.00	5.00	= (62)
IGP-DI (%)	5.09	4.45	4.04	▼ (11)	5.50	5.50	5.40	▼ (1)
IGP-M (%)	5.15	4.42	4.11	▼ (12)	5.50	5.50	5.50	= (9)
IPC-Fipe (%)	5.84	5.30	5.16	▼ (9)	5.00	5.00	4.80	▼ (2)
Exchange rate - end-of-period (R\$/US\$)	2.65	2.55	2.55	= (3)	2.80	2.80	2.78	▼ (2)
Exchange rate - average (R\$/US\$)	2.57	2.53	2.52	▼ (4)	2.75	2.72	2.70	▼ (5)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	17.88	▼ (1)	15.63	15.75	15.75	= (2)
Over-Selic Target - average (% p.a.)	19.15	19.08	19.08	= (2)	16.50	16.55	16.50	▼ (1)
Net Public Sector Debt (% of GDP)	51.40	51.40	51.30	▼ (1)	50.10	50.00	50.00	= (2)
GDP growth (%)	3.00	3.00	3.00	= (4)	3.50	3.50	3.50	= (12)
Industrial Production (% growth)	4.07	4.40	4.40	= (1)	4.50	4.50	4.00	▼ (1)
Current Account (US\$ billion)	9.35	10.00	10.00	= (3)	4.00	4.00	4.20	▲ (1)
Trade Balance (US\$ billion)	35.00	36.45	37.00	▲ (1)	29.33	30.00	30.48	▲ (1)
Foreign Direct Investment (US\$ billion)	15.00	15.00	15.00	= (11)	15.75	15.31	15.46	▲ (1)
Regulated Prices (%)	7.50	7.10	7.00	▼ (1)	5.70	5.60	5.50	▼ (3)

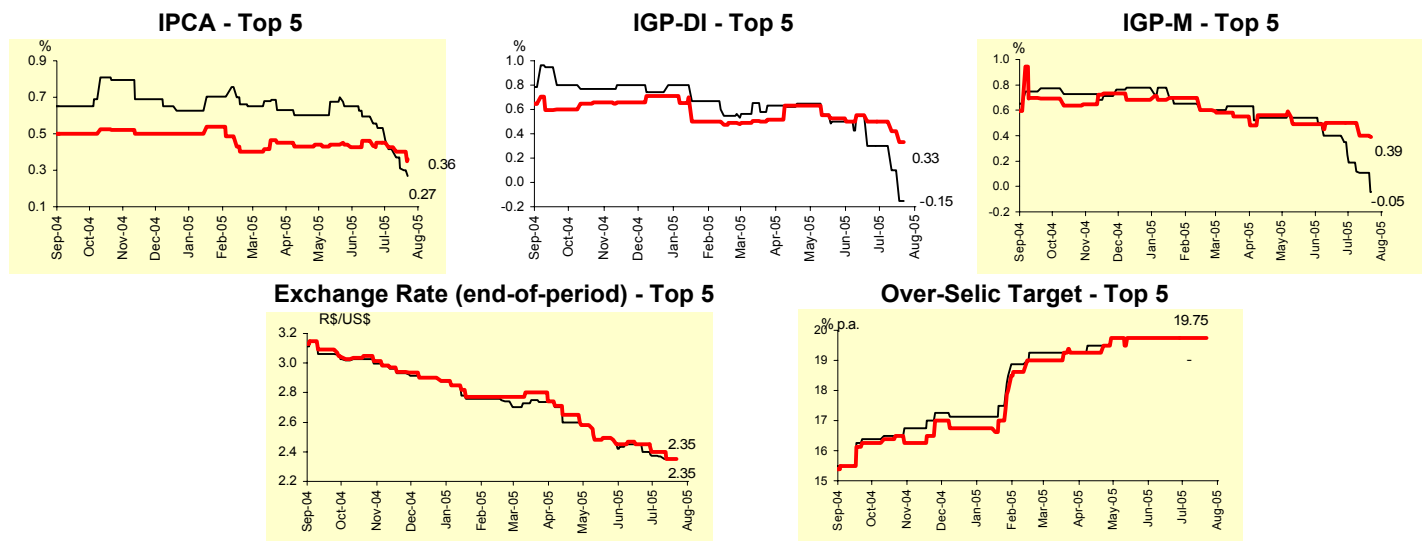
\* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior ▲(increase, ▼ decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Jul/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.53	0.31	0.27	▼ (5)	0.45	0.40	0.36	▼ (1)
IGP-DI (%)	0.30	0.10	-0.15	▼ (2)	0.50	0.42	0.33	▼ (2)
IGP-M (%)	0.40	0.11	-0.05	▼ (1)	0.50	0.40	0.39	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.40	2.35	2.35	= (2)	2.45	2.35	2.35	= (3)
Over-Selic Target (% p.a.)	19.75	19.75	-		19.75	19.75	19.75	= (12)

\* 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**



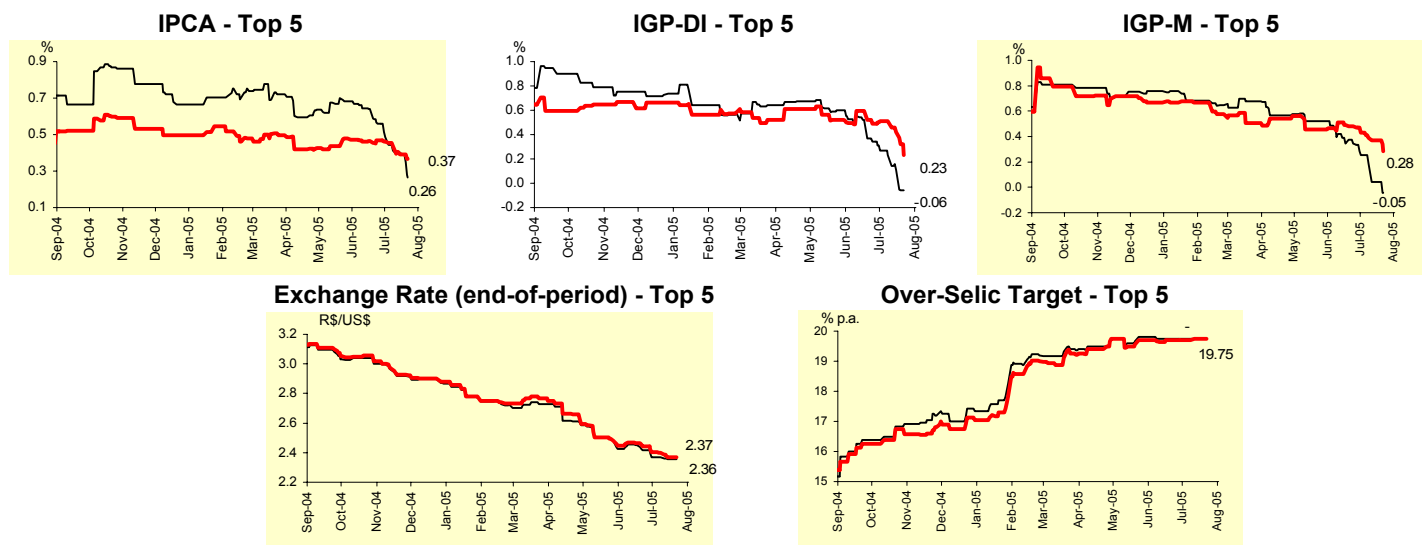
Median - Top 5	Market Expectations							
	2005				2006			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
<b>Short Term</b>								
IPCA (%)	6.08	5.74	5.55	▼ (5)	4.88	5.00	5.00	= (3)
IGP-DI (%)	4.72	4.45	3.42	▼ (3)	5.00	5.00	5.00	= (4)
IGP-M (%)	5.14	4.25	3.92	▼ (1)	5.00	5.51	4.70	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.50	2.50	2.50	= (7)	2.74	2.65	2.65	= (3)
Over-Selic Target - end-of-period (% p.a.)	18.50	18.00	18.00	= (3)	16.63	16.00	16.00	= (3)
<b>Medium Term</b>								
IPCA (%)	6.06	5.55	5.52	▼ (1)	4.88	4.68	4.68	= (3)
IGP-DI (%)	4.96	3.42	3.42	= (2)	5.51	5.00	5.00	= (3)
IGP-M (%)	5.03	4.23	4.11	▼ (2)	5.34	5.30	5.30	= (3)
Exchange rate - end-of-period (R\$/US\$)	2.60	2.52	2.52	= (2)	2.75	2.73	2.73	= (4)
Over-Selic Target - end-of-period (% p.a.)	18.00	18.00	18.00	= (11)	15.50	16.00	16.00	= (12)

\* 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/05				Aug/05			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.56	0.40	0.26	▼ (5)	0.47	0.39	0.37	▼ (1)
IGP-DI (%)	0.34	0.11	-0.06	▼ (6)	0.49	0.42	0.23	▼ (2)
IGP-M (%)	0.35	0.04	-0.05	▼ (1)	0.48	0.37	0.28	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.41	2.36	2.36	= (3)	2.44	2.37	2.37	= (3)
Over-Selic Target (% p.a.)	19.75	19.75	-		19.69	19.75	19.75	= (5)

\* 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 (%)	6.05	5.77	5.56	▼ (9)	4.99	4.93	4.87	▼ (1)
IGP-DI (%)	4.72	4.16	3.56	▼ (8)	4.87	5.20	5.20	= (4)
IGP-M (%)	4.79	4.33	4.01	▼ (1)	4.67	5.37	5.10	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.51	2.51	2.49	▼ (2)	2.70	2.69	2.67	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	18.28	18.20	18.20	= (2)	16.66	15.90	15.90	= (2)
<b>Medium Term</b>								
IPCA (%)	6.00	5.59	5.55	▼ (1)	4.86	4.60	4.73	▲ (2)
IGP-DI (%)	4.74	3.92	3.52	▼ (1)	5.38	4.67	4.67	= (3)
IGP-M (%)	5.26	4.48	3.91	▼ (13)	5.37	5.28	5.28	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.62	2.56	2.54	▼ (3)	2.80	2.72	2.70	▼ (2)
Over-Selic Target - end-of-period (% p.a.)	18.10	18.20	18.20	= (2)	15.65	15.80	15.80	= (2)

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