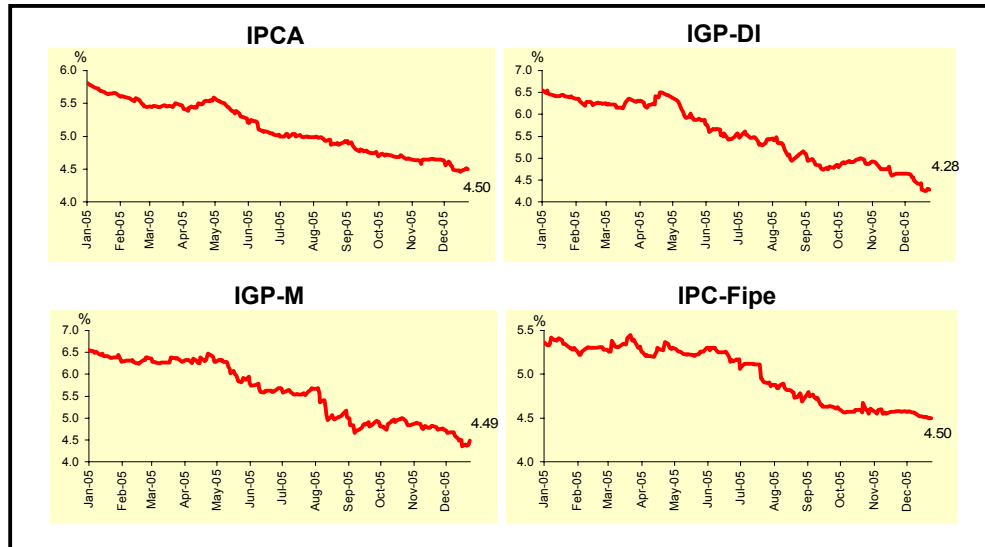


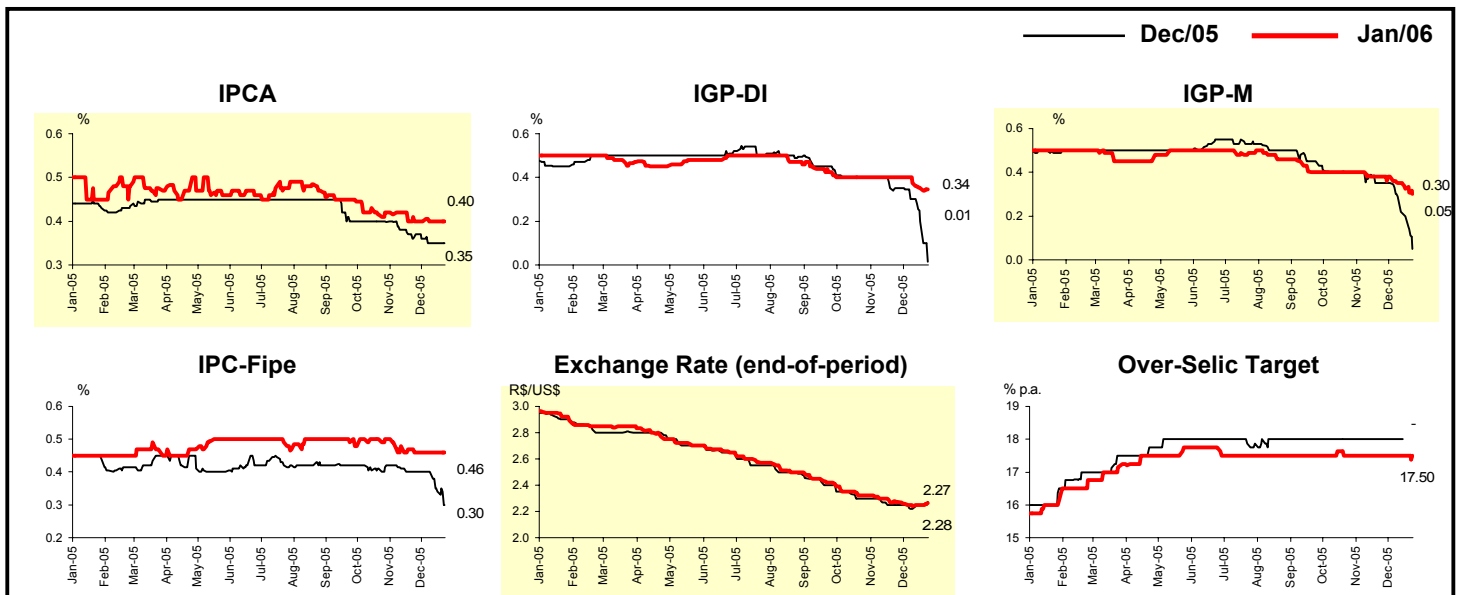
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.64	4.46	4.50	▲ (1)
IGP-DI (%)	4.64	4.28	4.28	= (1)
IGP-M (%)	4.75	4.35	4.49	▲ (1)
IPC-Fipe (%)	4.57	4.51	4.50	▼ (3)

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



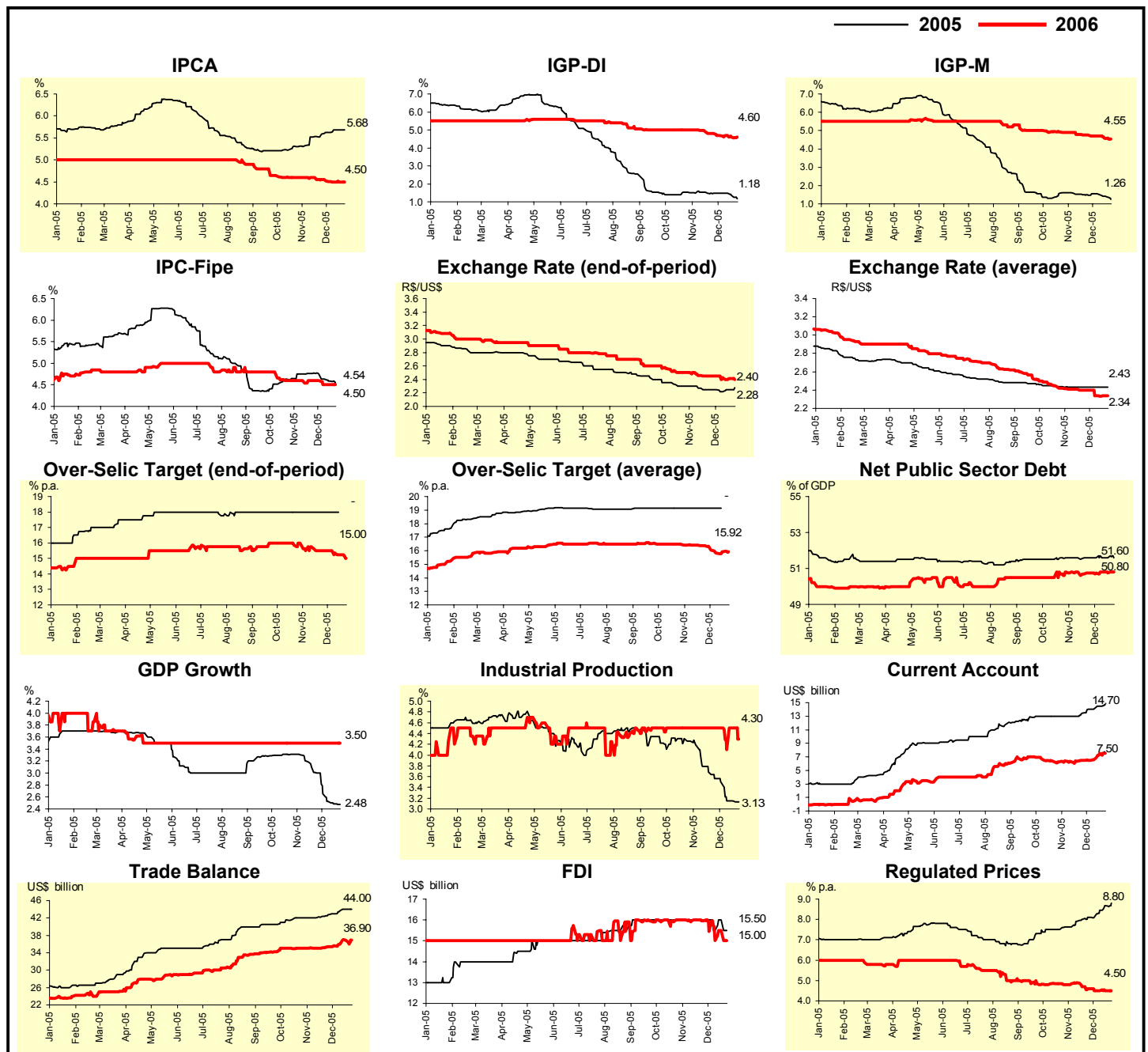
Median - Aggregate	Market Expectations							
	Dec/05				Jan/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.37	0.35	0.35	= (2)	0.40	0.40	0.40	= (5)
IGP-DI (%)	0.35	0.20	0.01	▼ (3)	0.40	0.35	0.34	▼ (3)
IGP-M (%)	0.35	0.20	0.05	▼ (3)	0.38	0.32	0.30	▼ (3)
IPC-Fipe (%)	0.40	0.34	0.30	▼ (2)	0.46	0.46	0.46	= (4)
Exchange rate - end-of-period (R\$/US\$)	2.25	2.25	2.28	▲ (2)	2.27	2.25	2.27	▲ (2)
Over-Selic Target (% p.a.)	18.00	-	-		17.50	17.50	17.50	= (9)

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



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 (%)	5.59	5.68	5.68	= (2)	4.55	4.50	4.50	= (2)
IGP-DI (%)	1.47	1.36	1.18	▼ (3)	4.79	4.60	4.60	= (1)
IGP-M (%)	1.47	1.41	1.26	▼ (3)	4.77	4.58	4.55	▼ (2)
IPC-Fipe (%)	4.77	4.59	4.54	▼ (4)	4.60	4.50	4.50	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.25	2.25	2.28	▲ (2)	2.45	2.42	2.40	▼ (3)
Exchange rate - average (R\$/US\$)	2.43	2.43	2.43	= (7)	2.40	2.34	2.34	= (2)
Over-Selic Target - end-of-period (% p.a.)	18.00	-	-		15.50	15.25	15.00	▼ (3)
Over-Selic Target - average (% p.a.)	19.15	-	-		16.38	15.92	15.92	= (1)
Net Public Sector Debt (% of GDP)	51.60	51.60	51.60	= (9)	50.75	50.75	50.80	▲ (1)
GDP growth (%)	3.00	2.48	2.48	= (1)	3.50	3.50	3.50	= (34)
Industrial Production (% growth)	3.56	3.15	3.13	▼ (1)	4.50	4.50	4.30	▼ (1)
Current Account (US\$ billion)	13.45	14.50	14.70	▲ (2)	6.50	7.50	7.50	= (1)
Trade Balance (US\$ billion)	42.76	44.00	44.00	= (1)	35.40	36.93	36.90	▼ (1)
Foreign Direct Investment (US\$ billion)	16.00	16.00	15.50	▼ (1)	15.95	15.50	15.00	▼ (1)
Regulated Prices (%)	8.10	8.68	8.80	▲ (3)	4.60	4.50	4.50	= (3)

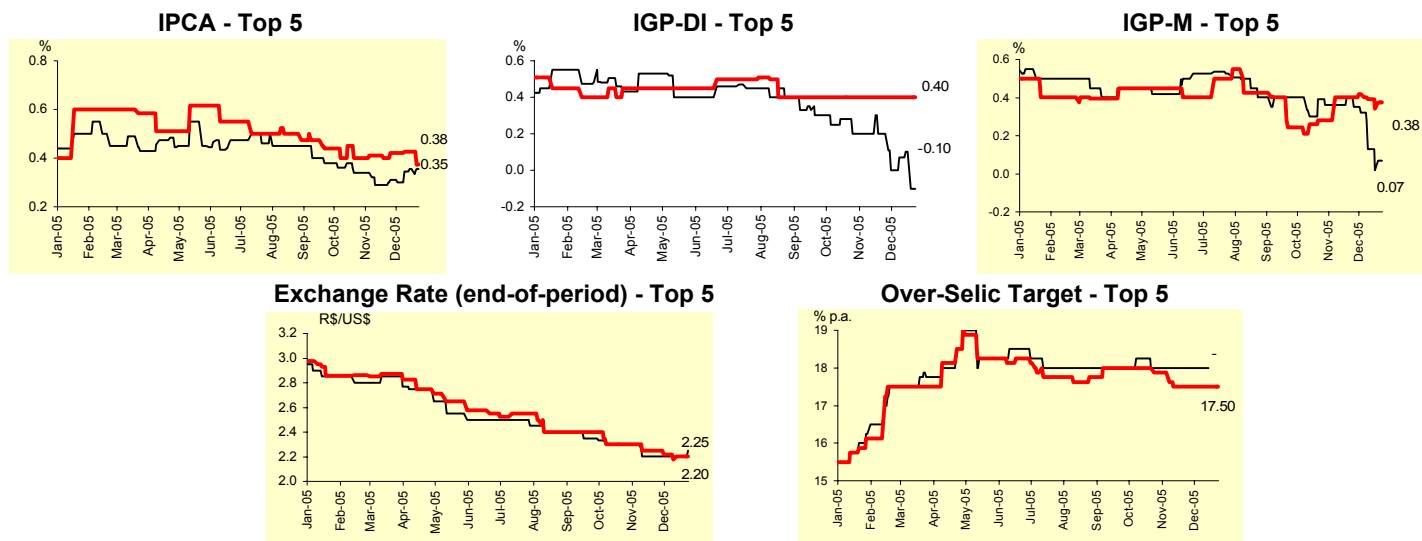
\* trend since the last Market Readout; the figures in parenthesis express the number of weeks with the same behavior (▲ increase, ▼ decrease or = stability)



Median - Top 5 - Short Term	Market Expectations							
	Dec/05				Jan/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.31	0.35	0.35	= (1)	0.42	0.43	0.38	▼ (1)
IGP-DI (%)	0.20	0.10	-0.10	▼ (1)	0.40	0.40	0.40	= (18)
IGP-M (%)	0.35	0.02	0.07	▲ (1)	0.40	0.34	0.38	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	2.25	▲ (1)	2.25	2.20	2.20	= (1)
Over-Selic Target (% p.a.)	18.00	-	-		17.50	17.50	17.50	= (6)

\* 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 (%)	5.57	5.68	5.68	= (1)	4.50	4.50	4.50	= (1)
IGP-DI (%)	1.09	1.26	1.06	▼ (1)	4.75	4.75	4.75	= (4)
IGP-M (%)	1.48	1.23	1.28	▲ (1)	4.00	4.78	4.78	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	2.25	▲ (1)	2.35	2.35	2.35	= (6)
Over-Selic Target - end-of-period (% p.a.)	18.00	-	-		15.50	15.25	15.25	= (2)
<b>Medium Term</b>								
IPCA (%)	5.68	5.70	5.69	▼ (2)	4.52	4.93	4.70	▼ (1)
IGP-DI (%)	1.39	1.22	1.16	▼ (2)	4.10	4.44	4.44	= (1)
IGP-M (%)	1.41	1.31	1.31	= (2)	5.20	4.30	4.30	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.18	2.25	▲ (1)	2.40	2.35	2.35	= (3)
Over-Selic Target - end-of-period (% p.a.)	18.00	-	-		15.50	15.50	15.50	= (1)

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

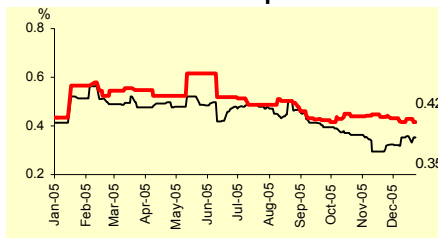
Average - Top 5 - Short Term	Market Expectations							
	Dec/05				Jan/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.32	0.36	0.35	▼ (1)	0.44	0.43	0.42	▼ (1)
IGP-DI (%)	0.13	0.14	-0.01	▼ (2)	0.34	0.35	0.33	▼ (1)
IGP-M (%)	0.31	0.05	0.06	▲ (1)	0.35	0.36	0.40	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.22	2.22	2.25	▲ (2)	2.24	2.22	2.21	▼ (1)
Over-Selic Target (% p.a.)	17.98	-	-		17.52	17.53	17.47	▼ (1)

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

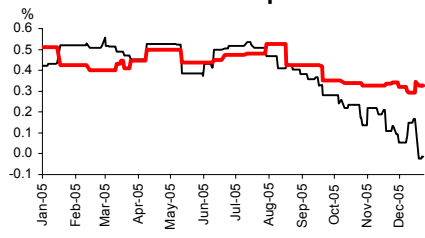
**SHORT-TERM**

— Dec/05 — Jan/06

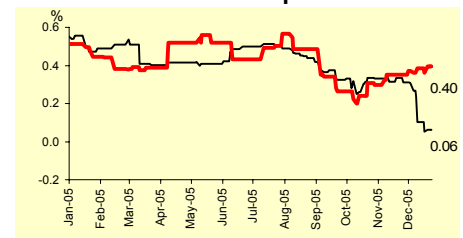
**IPCA - Top 5**



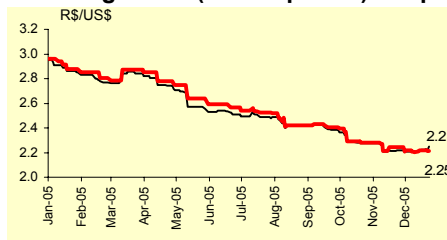
**IGP-DI - Top 5**



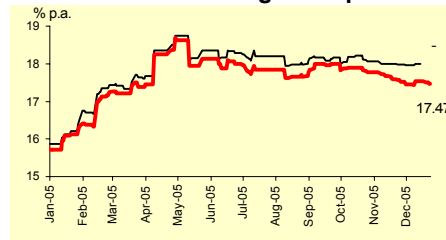
**IGP-M - Top 5**



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



**Over-Selic Target - Top 5**



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 (%)	5.56	5.69	5.68	▼ (1)	4.50	4.39	4.39	= (1)
IGP-DI (%)	1.09	1.30	1.15	▼ (2)	4.66	4.65	4.65	= (2)
IGP-M (%)	1.44	1.26	1.27	▲ (1)	4.30	4.65	4.65	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.22	2.22	2.25	▲ (2)	2.35	2.29	2.29	= (1)
Over-Selic Target - end-of-period (% p.a.)	17.98	-	-		15.53	15.25	15.21	▼ (7)
<b>Medium Term</b>								
IPCA (%)	5.55	5.72	5.68	▼ (2)	4.50	4.77	4.66	▼ (2)
IGP-DI (%)	1.22	1.25	1.20	▼ (2)	4.51	4.48	4.48	= (1)
IGP-M (%)	1.43	1.32	1.32	= (1)	4.73	4.41	4.41	= (2)
Exchange rate - end-of-period (R\$/US\$)	2.21	2.20	2.25	▲ (2)	2.37	2.32	2.32	= (2)
Over-Selic Target - end-of-period (% p.a.)	17.96	-	-		15.58	15.95	15.95	= (1)

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