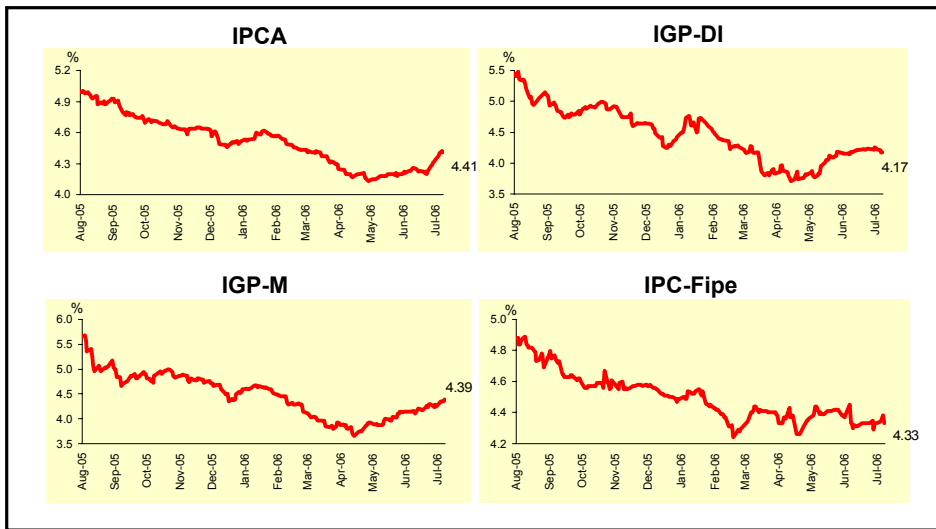


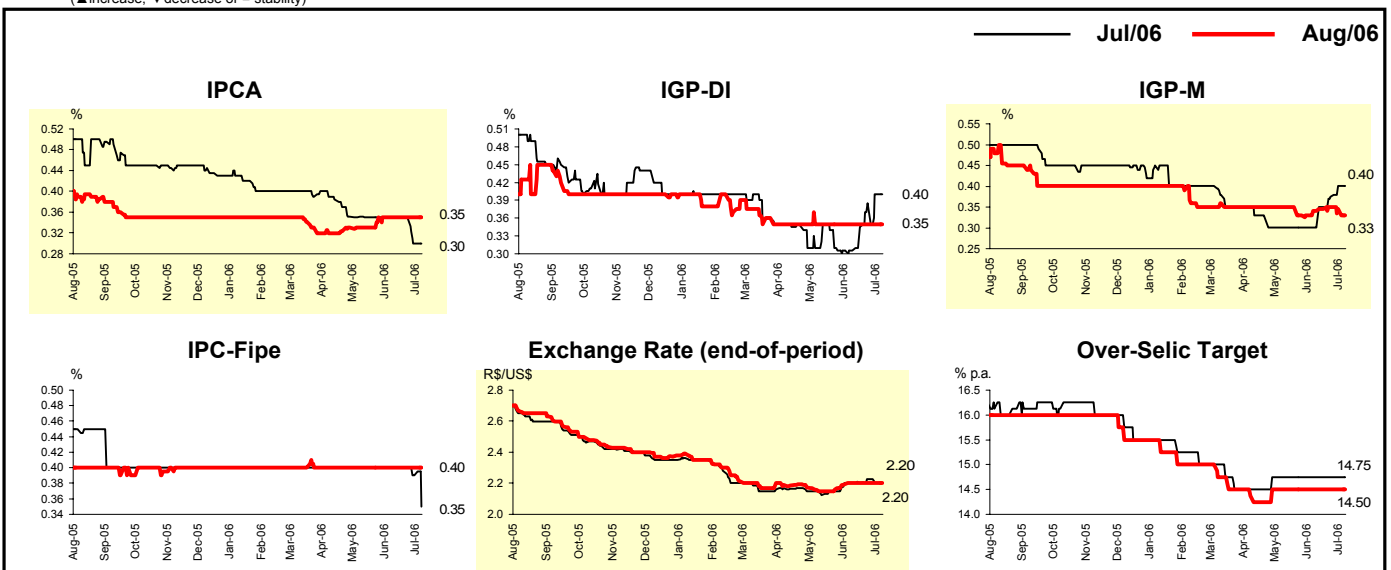
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.26	4.34	4.41	▲ (2)
IGP-DI (%)	4.17	4.26	4.17	▼ (1)
IGP-M (%)	4.11	4.27	4.39	▲ (1)
IPC-Fipe (%)	4.32	4.33	4.33	= (3)

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



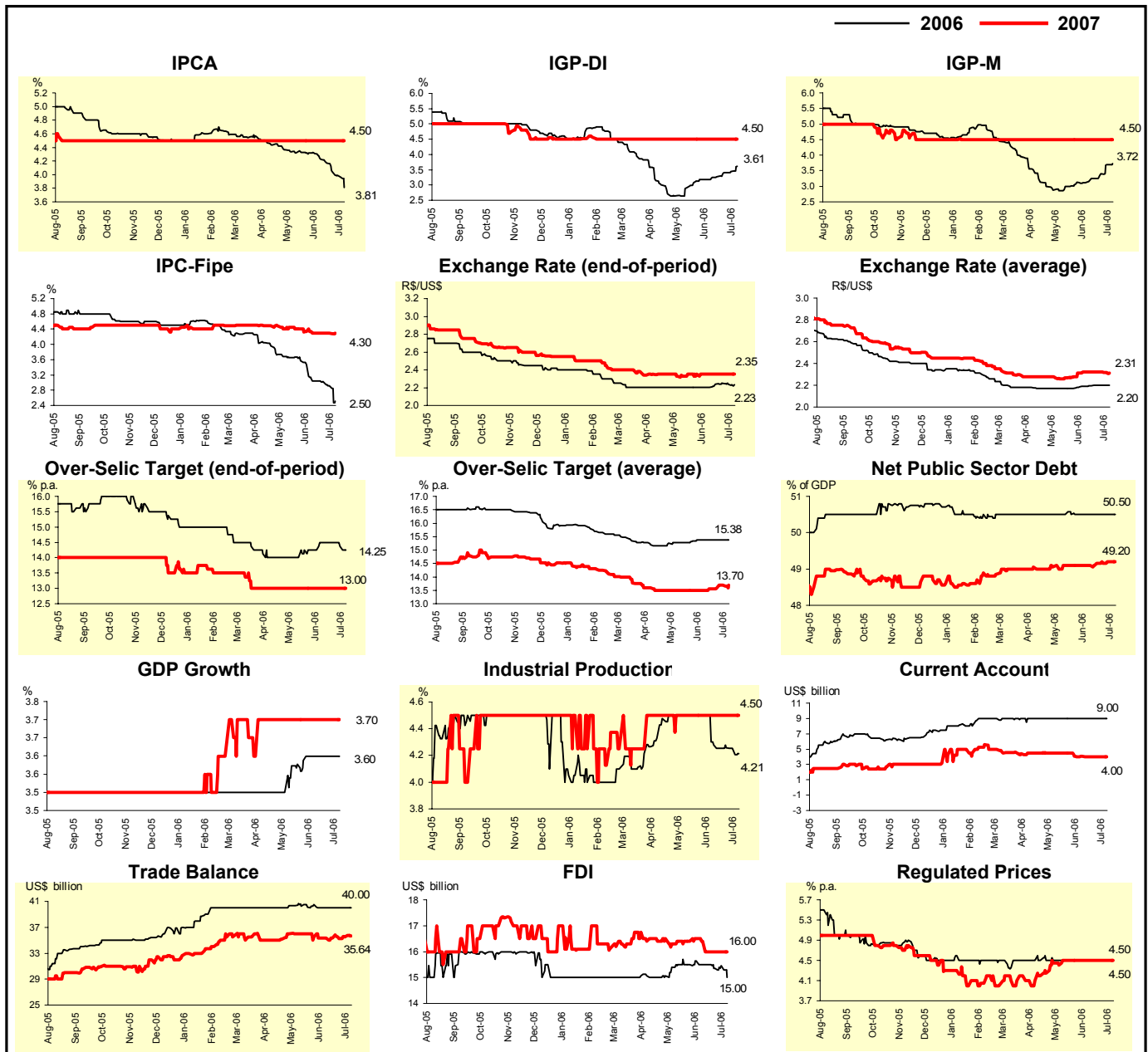
Median - Aggregate	Jul/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.35	0.30	0.30	= (1)	0.35	0.35	0.35	= (6)
IGP-DI (%)	0.31	0.40	0.40	= (1)	0.35	0.35	0.35	= (14)
IGP-M (%)	0.30	0.40	0.40	= (1)	0.34	0.34	0.33	▼ (2)
IPC-Fipe (%)	0.40	0.39	0.35	▼ (2)	0.40	0.40	0.40	= (39)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	2.20	= (1)	2.20	2.20	2.20	= (5)
Over-Selic Target (% p.a.)	14.75	14.75	14.75	= (10)	14.50	14.50	14.50	= (10)

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



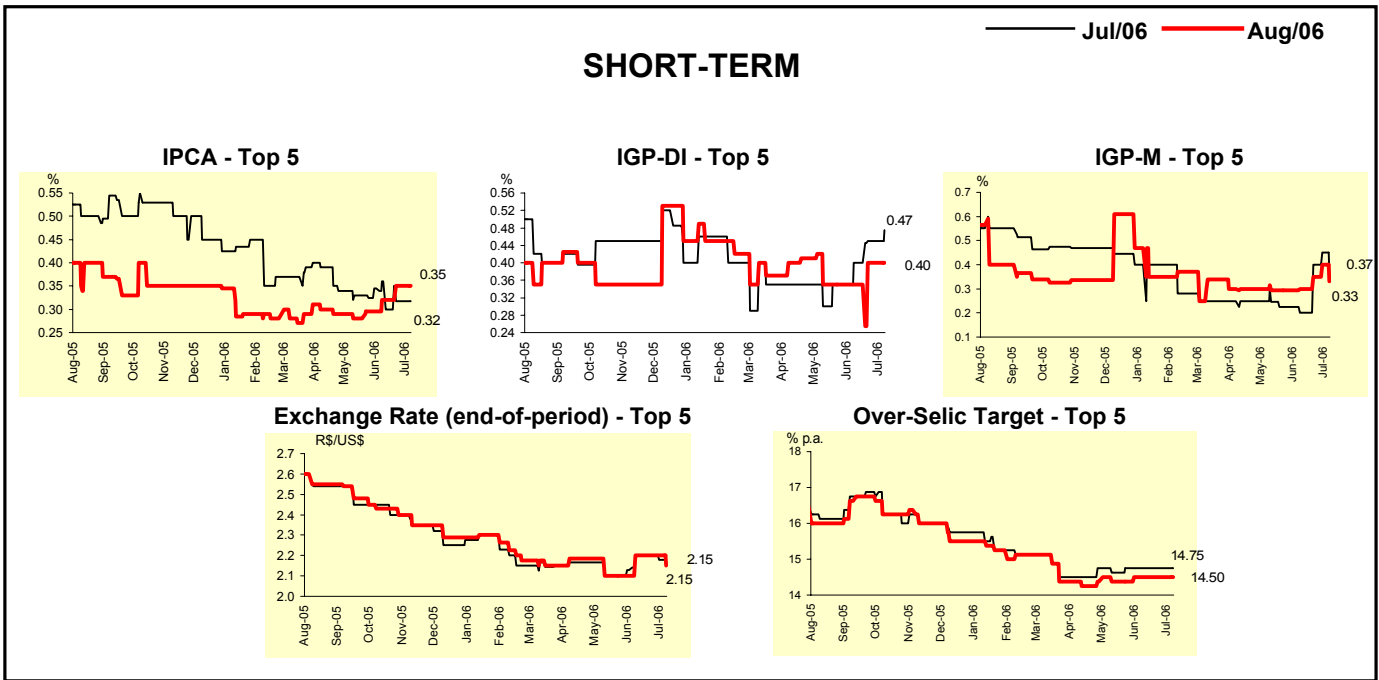
Median - Aggregate	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	4.22	3.98	3.81	▼ (6)	4.50	4.50	4.50	≡ (47)
IGP-DI (%)	3.25	3.45	3.61	▲ (5)	4.50	4.50	4.50	≡ (21)
IGP-M (%)	3.15	3.69	3.72	▲ (5)	4.50	4.50	4.50	≡ (33)
IPC-Fipe (%)	3.04	2.91	2.50	▼ (3)	4.30	4.30	4.30	≡ (4)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.24	2.23	▼ (2)	2.35	2.35	2.35	≡ (7)
Exchange rate - average (R\$/US\$)	2.19	2.20	2.20	≡ (3)	2.32	2.32	2.31	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	14.50	14.38	14.25	▼ (2)	13.00	13.00	13.00	≡ (16)
Over-Selic Target - average (% p.a.)	15.38	15.38	15.38	≡ (5)	13.50	13.70	13.70	≡ (1)
Net Public Sector Debt (% of GDP)	50.50	50.50	50.50	≡ (19)	49.10	49.20	49.20	≡ (1)
GDP growth (%)	3.60	3.60	3.60	≡ (5)	3.70	3.70	3.70	≡ (13)
Industrial Production (% growth)	4.28	4.25	4.21	▼ (2)	4.50	4.50	4.50	≡ (14)
Current Account (US\$ billion)	9.00	9.00	9.00	≡ (21)	4.06	4.00	4.00	≡ (3)
Trade Balance (US\$ billion)	40.00	40.00	40.00	≡ (5)	35.32	35.51	35.64	▲ (2)
Foreign Direct Investment (US\$ billion)	15.50	15.45	15.00	▼ (1)	16.40	16.00	16.00	≡ (3)
Regulated Prices (%)	4.50	4.50	4.50	≡ (16)	4.50	4.50	4.50	≡ (8)

* 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/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.36	0.32	0.32	= (2)	0.32	0.35	0.35	= (2)
IGP-DI (%)	0.40	0.45	0.47	▲ (1)	0.35	0.40	0.40	= (2)
IGP-M (%)	0.20	0.45	0.37	▼ (1)	0.30	0.40	0.33	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.18	2.15	▼ (2)	2.20	2.20	2.15	▼ (1)
Over-Selic Target (% p.a.)	14.75	14.75	14.75	= (6)	14.50	14.50	14.50	= (5)

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

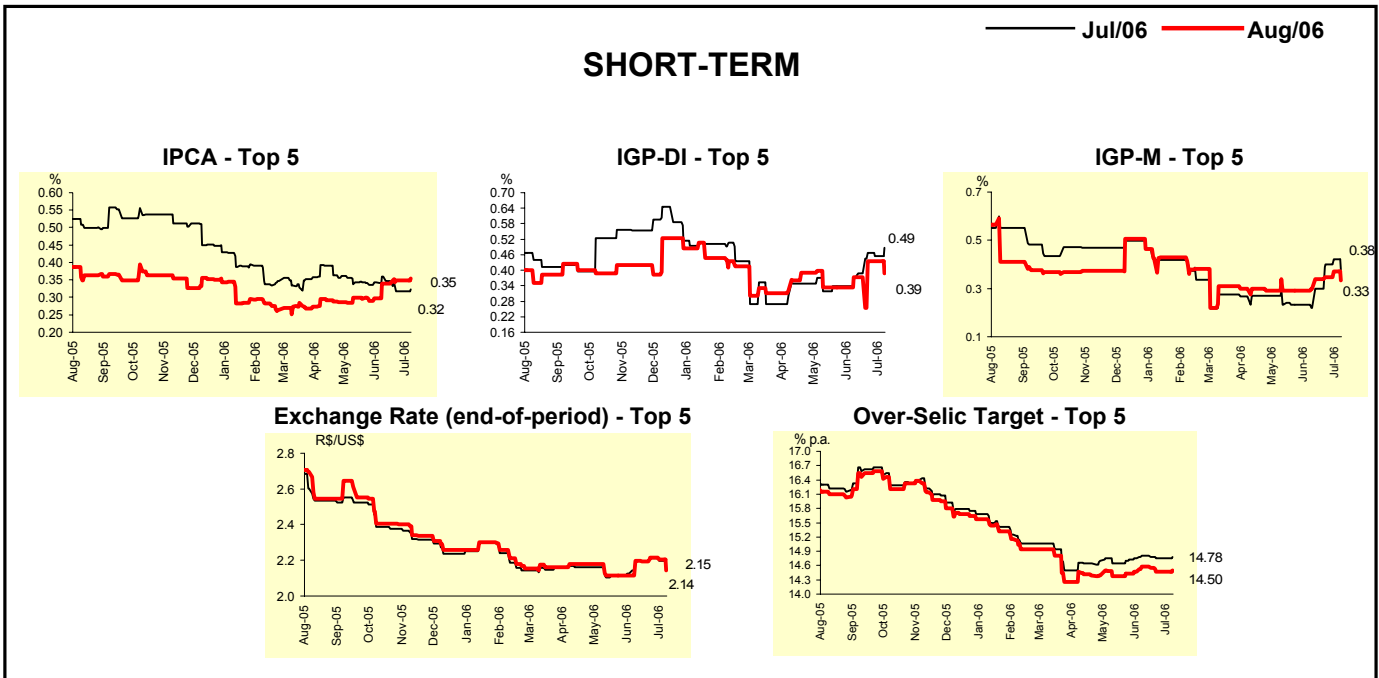


Median - Top 5	Market Expectations							
	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	4.11	3.95	3.79	▼ (1)	4.50	4.50	4.50	= (8)
IGP-DI (%)	3.36	3.58	3.63	▲ (1)	4.67	4.94	4.62	▼ (1)
IGP-M (%)	3.00	3.71	3.71	= (1)	4.50	4.50	4.53	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.25	2.25	2.15	▼ (1)	2.35	2.35	2.25	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.25	14.50	▲ (1)	12.88	12.88	13.00	▲ (1)
Medium Term								
IPCA (%)	4.17	3.80	3.69	▼ (1)	4.50	4.50	4.50	= (25)
IGP-DI (%)	2.59	3.41	3.63	▲ (1)	3.75	3.75	4.21	▲ (1)
IGP-M (%)	2.55	3.14	3.76	▲ (4)	4.25	4.25	4.70	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.22	2.25	▲ (1)	2.37	2.37	2.30	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	14.25	14.50	14.50	= (2)	13.13	13.13	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)

Market Expectations								
Average - Top 5 - Short Term	Jul/06				Aug/06			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.36	0.32	0.32	= (2)	0.34	0.35	0.35	= (2)
IGP-DI (%)	0.37	0.45	0.49	▲ (1)	0.37	0.43	0.39	▼ (1)
IGP-M (%)	0.22	0.42	0.38	▼ (1)	0.30	0.37	0.33	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.20	2.15	▼ (2)	2.20	2.21	2.14	▼ (1)
Over-Selic Target (% p.a.)	14.81	14.75	14.78	▲ (1)	14.58	14.47	14.50	▲ (1)

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



Market Expectations								
Average - Top 5	2006				2007			
	4 weeks ago	1 week ago	Today	Weekly trend*	4 weeks ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	4.14	3.92	3.82	▼ (1)	4.56	4.56	4.60	▲ (1)
IGP-DI (%)	3.33	3.76	3.63	▼ (2)	4.72	4.81	4.69	▼ (1)
IGP-M (%)	2.79	3.71	3.67	▼ (1)	4.67	4.83	4.64	▼ (1)
Exchange rate - end-of-period (R\$/US\$)	2.23	2.23	2.16	▼ (1)	2.37	2.37	2.30	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	14.28	14.22	14.31	▲ (1)	12.92	12.92	13.11	▲ (1)
Medium Term								
IPCA (%)	4.09	3.73	3.58	▼ (1)	4.60	4.58	4.48	▼ (2)
IGP-DI (%)	2.79	3.18	3.55	▲ (1)	3.75	3.75	4.37	▲ (1)
IGP-M (%)	2.57	3.19	3.61	▲ (4)	4.13	4.13	4.73	▲ (1)
Exchange rate - end-of-period (R\$/US\$)	2.20	2.22	2.21	▼ (1)	2.37	2.38	2.28	▼ (1)
Over-Selic Target - end-of-period (% p.a.)	14.20	14.25	14.25	= (2)	12.94	12.94	13.05	▲ (1)

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