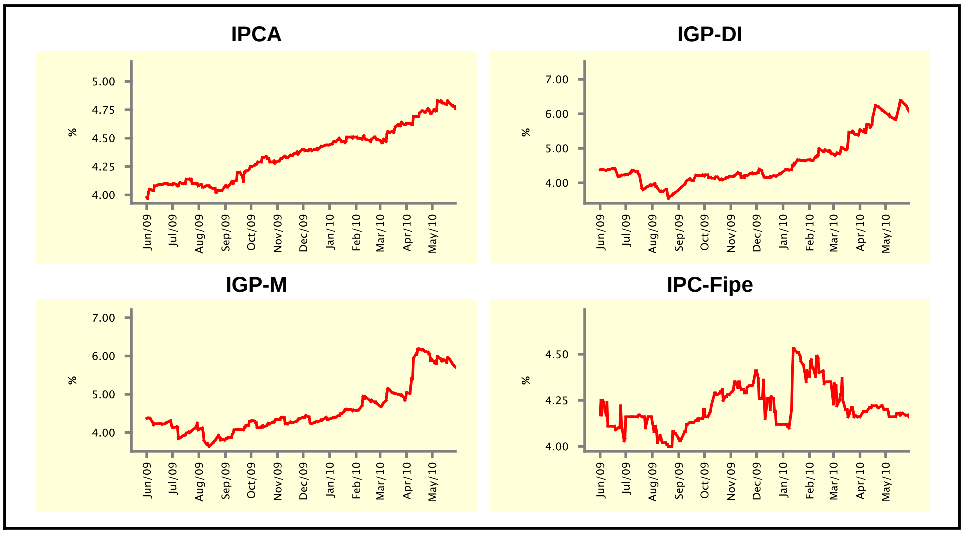
Focus - Market Readout

May 28, 2010

Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	4.72	4.81	4.76	▼ (1)
IGP-DI (%)	6.05	6.33	6.08	▼ (1)
IGP-M (%)	5.92	5.93	5.71	▼ (1)
IPC-Fipe (%)	4.20	4.18	4.16	▼ (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								
Median - Aggregate	**May/10**				**Jun/10**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	0.39	0.45	0.45	= (1)	0.30	0.30	0.30	= (7)
IGP-DI (%)	0.88	1.30	1.34	▲ (10)	0.61	0.82	0.84	▲ (9)
IGP-M (%)	0.85	1.15	-		0.70	0.90	0.90	= (1)
IPC-Fipe (%)	0.31	0.35	0.34	▼ (1)	0.30	0.30	0.30	= (10)
Exchange Rate - end-of-period (R$/US$)	1.75	1.80	1.80	= (1)	1.77	1.80	1.80	= (1)
Over-Selic Target (%p.a.)	-	-	-		10.25	10.25	10.25	= (4)

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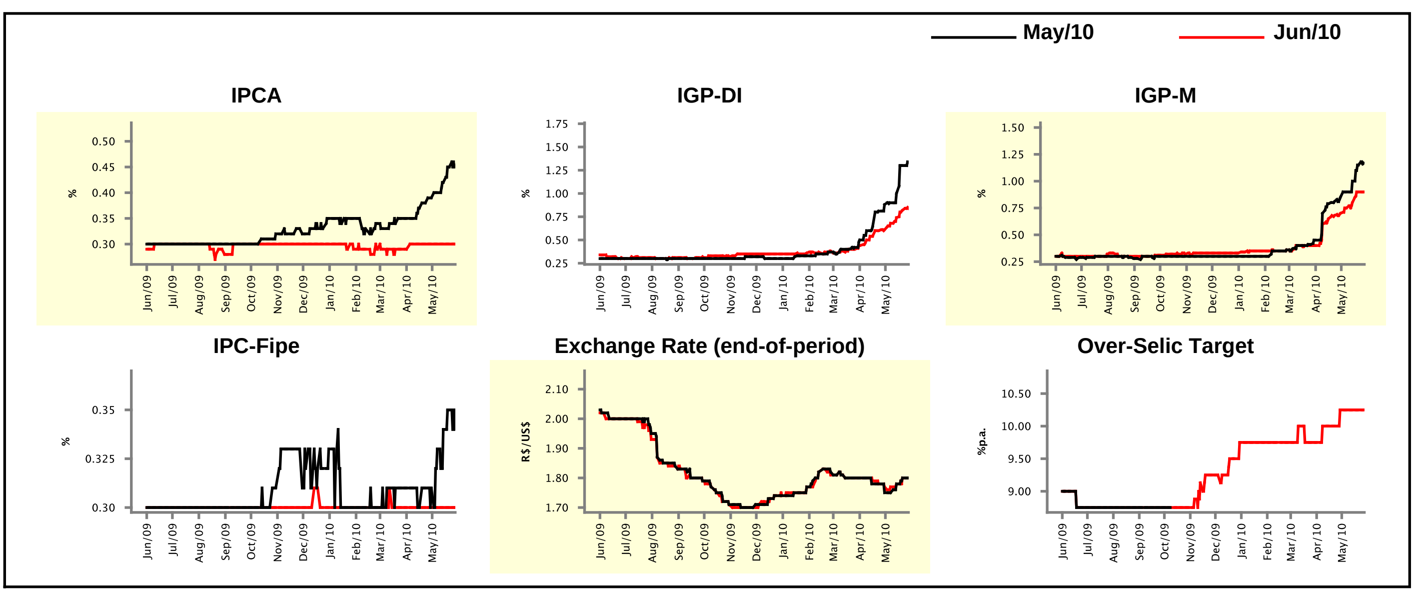
(▲ increase, ▼ decrease or = stability)



Focus - Market Readout

May 28, 2010

Market Expectations								
	2010				2011			
Median - Aggregate	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.42	5.67	5.67	= (1)	4.80	4.80	4.80	= (7)
IGP-DI (%)	8.05	8.73	8.73	= (1)	5.00	5.00	5.00	= (4)
IGP-M (%)	8.28	8.75	8.82	▲ (20)	4.82	5.00	5.00	= (1)
IPC-Fipe (%)	5.53	5.45	5.44	▼ (4)	4.50	4.50	4.50	= (19)
Exchange Rate - end-of-period (R$/US$)	1.80	1.80	1.80	= (10)	1.85	1.85	1.85	= (6)
Exchange Rate - average (R$/US$)	1.80	1.80	1.80	= (4)	1.85	1.84	1.84	= (1)
Over-Selic Target - end-of-period (%p.a.)	11.75	11.75	11.75	= (5)	11.25	11.50	11.50	= (3)
Over-Selic Target - average (%p.a.)	10.34	10.44	10.44	= (2)	11.50	11.75	11.75	= (1)
Net Public Sector Debt (% of GDP)	41.00	41.00	41.10	▲ (1)	39.55	39.50	39.70	▲ (1)
GDP Growth (% growth)	6.06	6.46	6.47	▲ (11)	4.50	4.50	4.50	= (25)
Industrial Production (% growth)	9.54	10.90	11.00	▲ (14)	5.00	5.00	5.00	= (13)
Current Account (US$ billion)	-49.90	-48.05	-48.10	▼ (1)	-58.00	-57.00	-57.97	▼ (1)
Trade Balance (US$ billion)	12.24	14.54	15.00	▲ (6)	5.00	4.50	4.50	= (1)
Foreign Direct Investment (US$ billion)	38.00	37.00	36.50	▼ (2)	40.00	40.00	40.00	= (18)
Regulated Prices (%)	3.65	3.50	3.60	▲ (1)	4.50	4.60	4.70	▲ (2)

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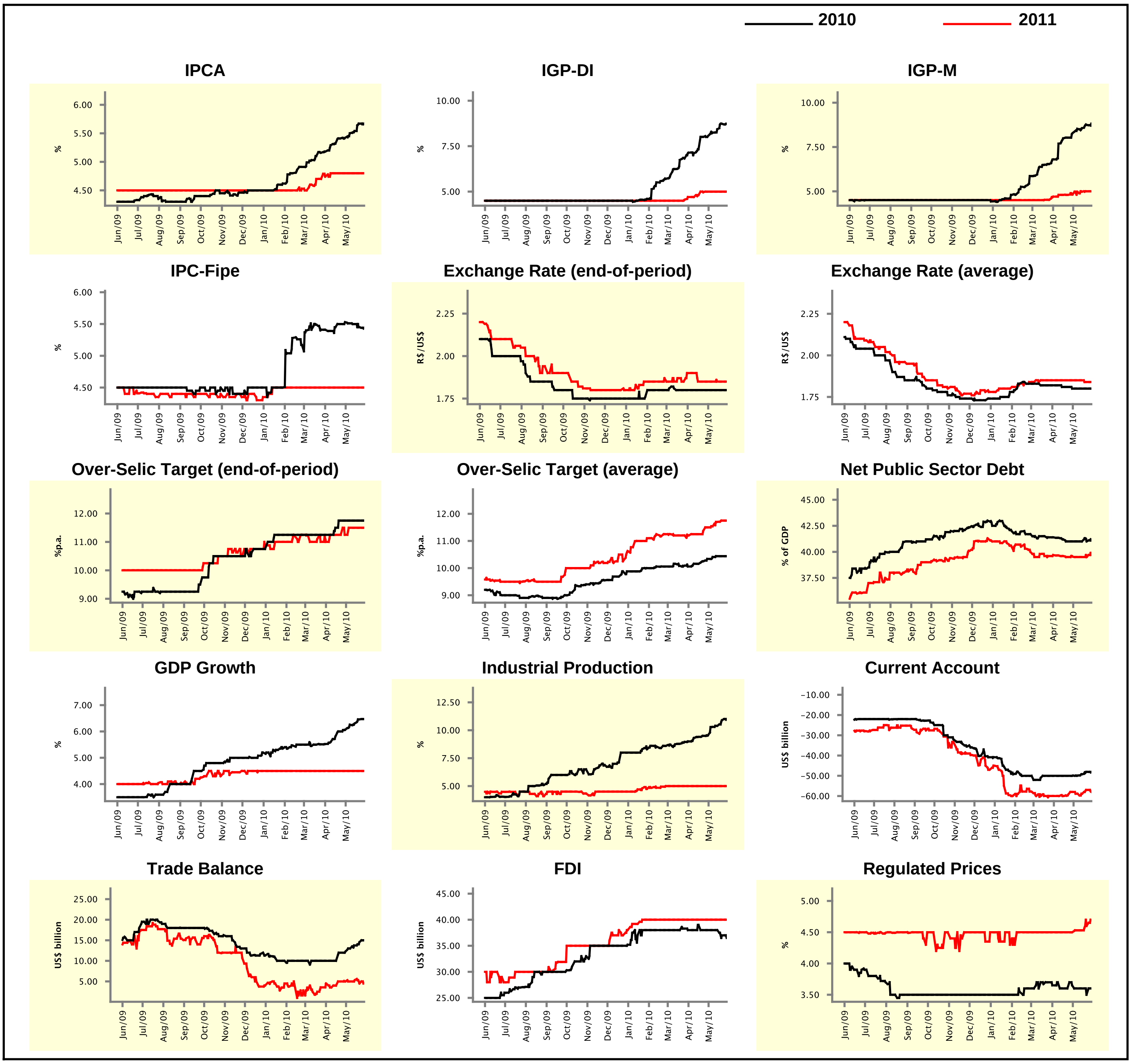

BANCO CENTRAL DO BRASIL

Gerin

Focus - Market Readout

May 28, 2010

Market Expectations								
Median - Top 5 - Short Term	**May/10**				**Jun/10**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	0.42	0.47	0.45	▼ (1)	0.25	0.29	0.28	▼ (3)
IGP-DI (%)	1.00	1.53	1.53	= (1)	0.65	0.80	0.80	= (2)
IGP-M (%)	0.98	1.27	-		0.65	1.10	1.10	= (2)
Exchange Rate - end-of-period (R$/US$)	1.77	1.78	1.78	= (1)	1.80	1.80	1.80	= (10)
Over-Selic Target (%p.a.)	-	-	-		10.00	10.25	10.25	= (3)

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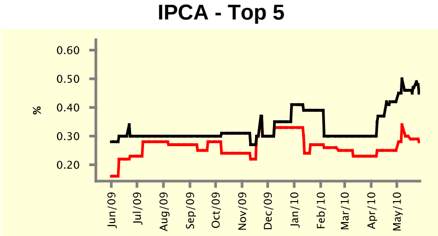
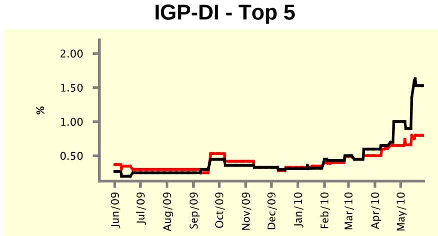
May/10 Jun/10

SHORT-TERM

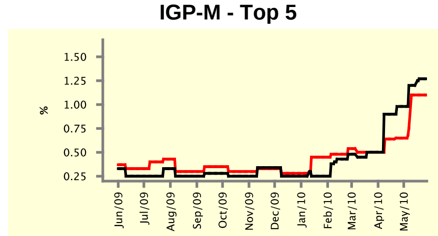
IPCA - Top 5



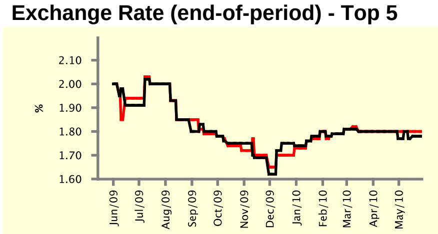
IGP-DI - Top 5



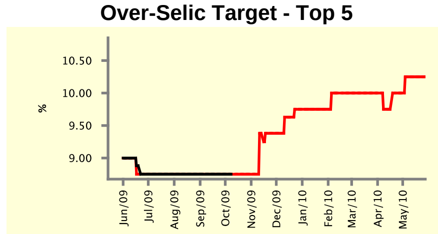
IGP-M - Top 5



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



Over-Selic Target - Top 5



Market Expectations								
Median - Top 5	**2010**				**2011**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
Short Term								
IPCA (%)	5.47	5.83	5.75	▼ (1)	4.80	4.70	4.63	▼ (2)
IGP-DI (%)	8.40	9.44	9.44	= (1)	5.00	5.00	5.00	= (5)
IGP-M (%)	8.53	8.34	8.33	▼ (1)	5.50	5.35	5.35	= (1)
Exchange Rate - end-of-period (R$/US$)	1.80	1.85	1.85	= (3)	1.90	1.94	1.94	= (2)
Over-Selic Target - end-of-period (%p.a.)	11.50	12.13	12.13	= (1)	10.75	11.38	11.38	= (1)
Medium Term								
IPCA (%)	5.49	5.51	5.51	= (1)	4.70	4.70	4.70	= (1)
IGP-DI (%)	8.40	9.29	9.29	= (1)	5.00	4.70	4.70	= (3)
IGP-M (%)	8.53	9.09	8.97	▼ (1)	5.00	5.00	5.00	= (1)
Exchange Rate - end-of-period (R$/US$)	1.85	1.85	1.85	= (11)	1.90	1.90	1.90	= (16)
Over-Selic Target - end-of-period (%p.a.)	11.50	12.25	12.25	= (2)	10.75	11.25	11.25	= (3)

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(▲ increase, ▼ decrease or = stability)

BANCO CENTRAL DO BRASIL

Gerin

Focus - Market Readout

May 28, 2010

Market Expectations								
Average - Top 5 - Short Term	May/10				Jun/10			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.39	0.47	0.46	▼ (1)	0.26	0.33	0.31	▼ (1)
IGP-DI (%)	1.02	1.57	1.56	▼ (1)	0.69	0.81	0.79	▼ (1)
IGP-M (%)	1.00	1.24	-		0.67	1.06	1.06	= (1)
Exchange Rate - end-of-period (R$/US$)	1.77	1.79	1.79	= (1)	1.79	1.78	1.78	= (2)
Over-Selic Target (%p.a.)	-	-	-		10.03	10.29	10.29	= (3)

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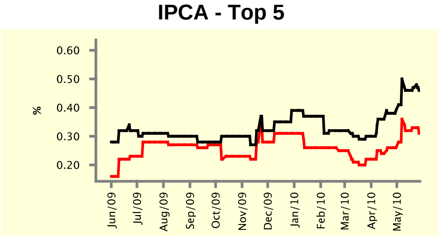
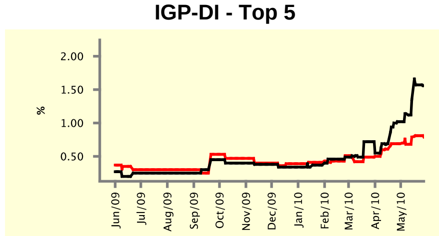
May/10 Jun/10

SHORT-TERM

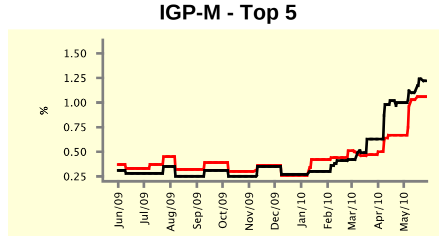
IPCA - Top 5



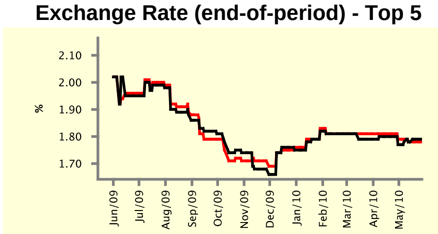
IGP-DI - Top 5



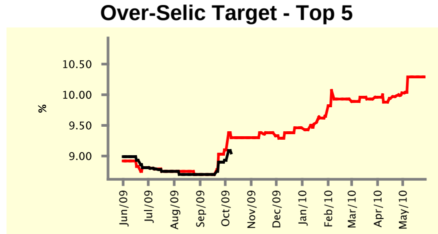
IGP-M - Top 5



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



Over-Selic Target - Top 5



Market Expectations								
Average - Top 5	2010				2011			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	5.47	5.88	5.82	▼ (1)	4.70	4.78	4.64	▼ (2)
IGP-DI (%)	8.83	9.45	9.40	▼ (1)	5.00	5.28	5.28	= (3)
IGP-M (%)	8.51	8.45	8.41	▼ (1)	5.54	4.97	4.97	= (1)
Exchange Rate - end-of-period (R$/US$)	1.82	1.84	1.84	= (3)	1.91	1.95	1.95	= (2)
Over-Selic Target - end-of-period (%p.a.)	11.41	12.21	12.21	= (1)	10.99	11.75	11.75	= (1)
Medium Term								
IPCA (%)	5.48	5.52	5.51	▼ (1)	4.76	4.85	4.85	= (1)
IGP-DI (%)	8.70	9.25	9.24	▼ (1)	4.93	4.68	4.68	= (3)
IGP-M (%)	8.93	9.28	9.35	▲ (2)	4.92	4.85	4.85	= (1)
Exchange Rate - end-of-period (R$/US$)	1.85	1.85	1.85	= (6)	1.97	1.91	1.91	= (3)
Over-Selic Target - end-of-period (%p.a.)	11.40	12.40	12.40	= (2)	11.02	11.85	11.85	= (2)

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