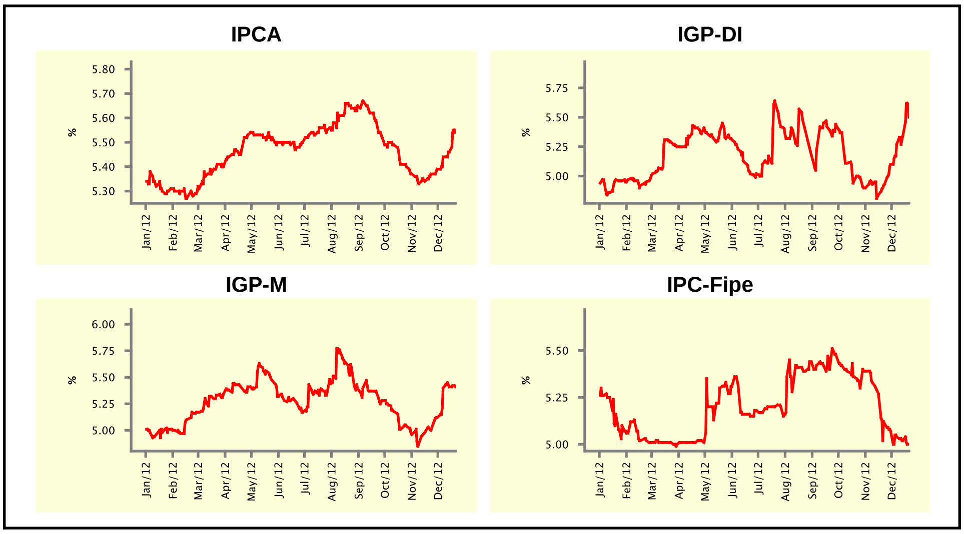
Focus - Market Readout

December 21, 2012

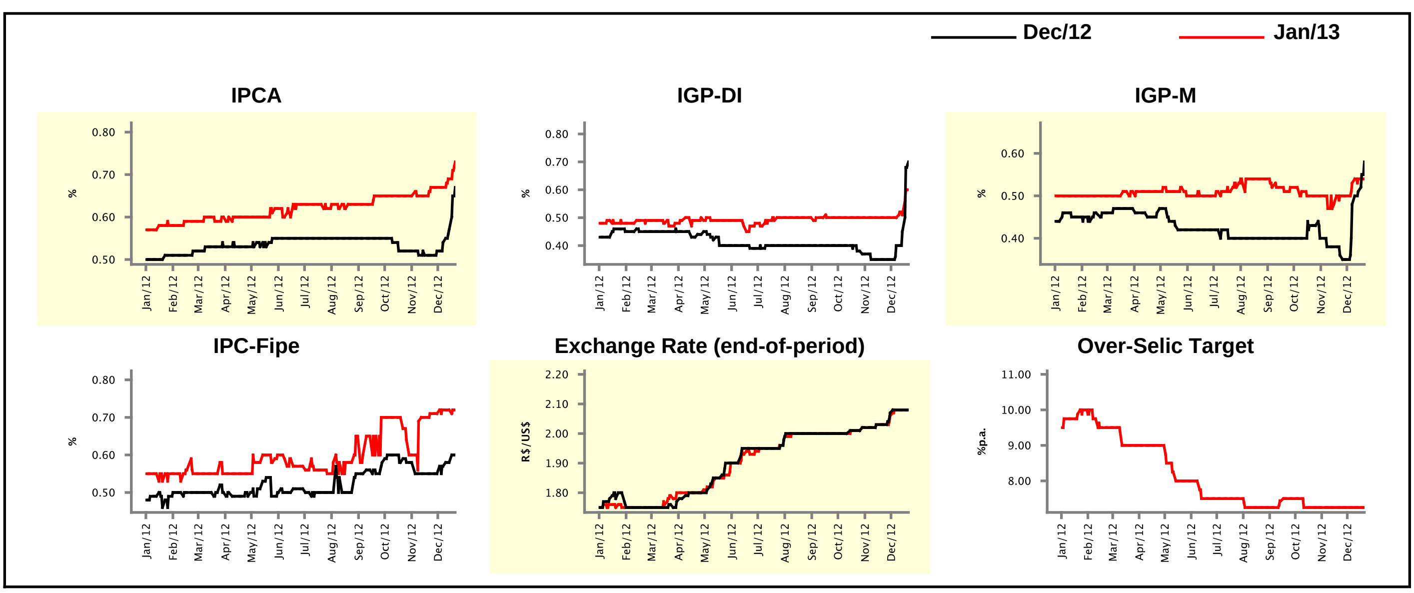
Market Expectations				
Inflation in the next 12 months - Smoothed				
Median - Aggregate	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	5.37	5.46	5.55	▲ (6)
IGP-DI (%)	4.93	5.34	5.50	▲ (5)
IGP-M (%)	5.00	5.41	5.41	= (1)
IPC-Fipe (%)	5.11	5.02	5.00	▼ (7)

* 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	**Dec/12**				**Jan/13**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	0.51	0.57	0.67	▲ (4)	0.67	0.69	0.73	▲ (2)
IGP-DI (%)	0.35	0.45	0.70	▲ (3)	0.50	0.51	0.60	▲ (2)
IGP-M (%)	0.36	0.51	0.58	▲ (3)	0.50	0.54	0.54	= (1)
IPC-Fipe (%)	0.55	0.58	0.60	▲ (3)	0.71	0.72	0.72	= (2)
Exchange Rate - end-of-period (R$/US$)	2.03	2.08	2.08	= (2)	2.03	2.08	2.08	= (2)
Over-Selic Target (%p.a.)	-	-	-		7.25	7.25	7.25	= (10)

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



BANCO CENTRAL DO BRASIL

Gerin

Focus - Market Readout

December 21, 2012

Market Expectations								
Median - Aggregate	2012				2013			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	5.43	5.60	5.69	▲ (3)	5.40	5.42	5.47	▲ (2)
IGP-DI (%)	7.66	7.86	8.13	▲ (3)	5.17	5.27	5.36	▲ (3)
IGP-M (%)	7.55	7.62	7.71	▲ (3)	5.12	5.29	5.33	▲ (1)
IPC-Fipe (%)	4.76	4.90	4.91	▲ (3)	4.90	4.95	4.95	= (2)
Exchange Rate - end-of-period (R$/US$)	2.03	2.08	2.08	= (2)	2.02	2.08	2.08	= (2)
Exchange Rate - average (R$/US$)	1.95	1.96	1.96	= (3)	2.03	2.08	2.08	= (2)
Over-Selic Target - end-of-period (%p.a.)	7.25	-	-		7.25	7.25	7.25	= (6)
Over-Selic Target - average (%p.a.)	8.47	-	-		7.25	7.25	7.25	= (6)
Net Public Sector Debt (% of GDP)	35.20	35.10	35.01	▼ (1)	34.00	34.00	34.00	= (12)
GDP Growth (% growth)	1.50	1.00	1.00	= (1)	3.94	3.40	3.30	▼ (6)
Industrial Production (% growth)	-2.30	-2.32	-2.31	▲ (1)	4.20	3.70	3.50	▼ (4)
Current Account (US$ billion)	-54.00	-54.00	-54.00	= (4)	-65.00	-65.00	-64.00	▲ (1)
Trade Balance (US$ billion)	19.60	19.50	19.25	▼ (2)	15.52	15.60	15.52	▼ (1)
Foreign Direct Investment (US$ billion)	60.00	60.00	60.00	= (7)	59.00	60.00	60.00	= (2)
Regulated Prices (%)	3.50	3.50	3.50	= (9)	3.30	3.50	3.50	= (2)

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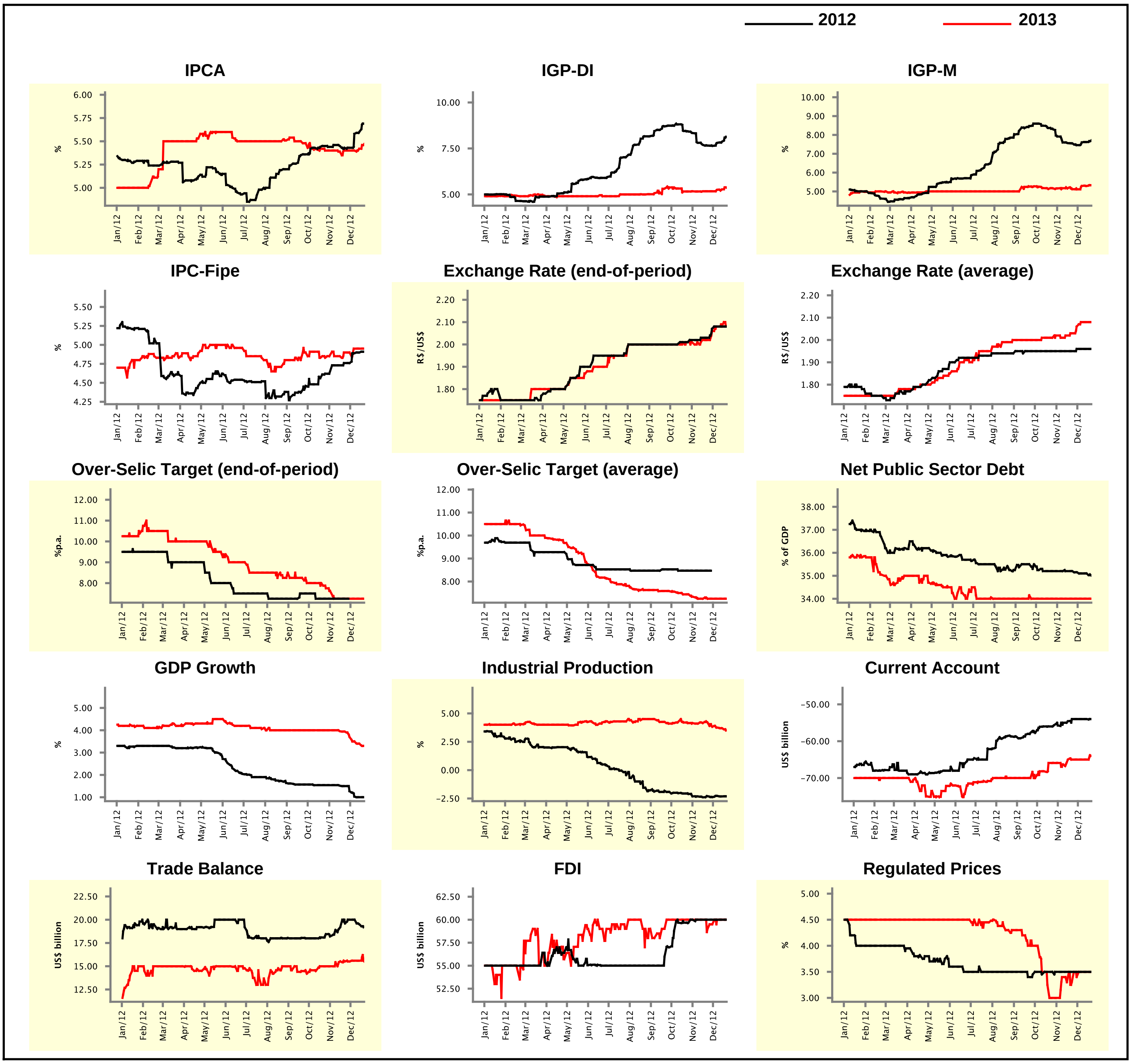
(▲ increase, ▼ decrease or = stability)



BANCO CENTRAL DO BRASIL

Gerin

Focus - Market Readout

December 21, 2012

Market Expectations								
Median - Top 5 - Short Term	**Dec/12**				**Jan/13**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
IPCA (%)	0.53	0.63	0.69	▲ (3)	0.65	0.75	0.80	▲ (3)
IGP-DI (%)	0.57	0.57	0.77	▲ (1)	0.59	0.60	0.70	▲ (1)
IGP-M (%)	0.35	0.58	0.58	= (1)	0.45	0.48	0.48	= (2)
Exchange Rate - end-of-period (R$/US$)	2.06	2.08	2.08	= (2)	2.06	2.08	2.08	= (2)
Over-Selic Target (%p.a.)	-	-	-		7.25	7.25	7.25	= (10)

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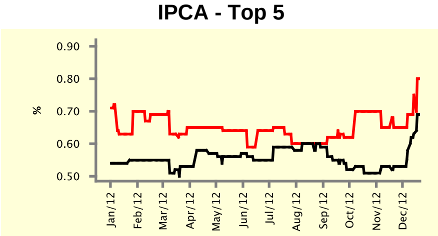
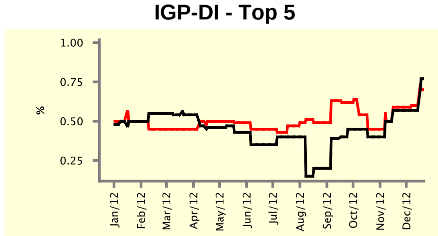
SHORT-TERM

Dec/12 Jan/13

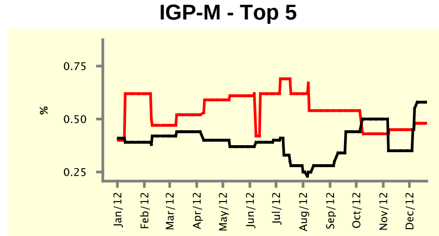
IPCA - Top 5



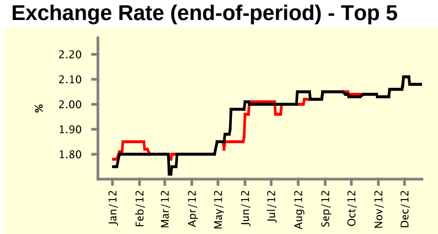
IGP-DI - Top 5



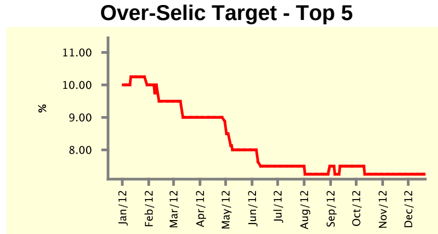
IGP-M - Top 5



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



Over-Selic Target - Top 5



Market Expectations								
Median - Top 5	**2012**				**2013**			
	4 market readout ago	**1 week ago**	**Today**	**Weekly trend***	**4 market readout ago**	**1 week ago**	**Today**	**Weekly trend***
Short Term								
IPCA (%)	5.42	5.67	5.73	▲ (3)	5.37	5.68	5.70	▲ (1)
IGP-DI (%)	7.72	8.00	8.22	▲ (1)	5.50	5.00	5.49	▲ (2)
IGP-M (%)	7.51	7.71	7.71	= (1)	4.59	5.18	5.18	= (2)
Exchange Rate - end-of-period (R$/US$)	2.06	2.08	2.08	= (2)	2.04	2.10	2.10	= (3)
Over-Selic Target - end-of-period (%p.a.)	7.25	-	-		7.25	7.25	7.25	= (7)
Medium Term								
IPCA (%)	5.43	5.59	5.69	▲ (1)	5.64	5.57	5.52	▼ (1)
IGP-DI (%)	7.67	8.00	8.16	▲ (1)	4.88	4.50	4.70	▲ (1)
IGP-M (%)	7.51	7.67	7.67	= (1)	4.70	5.12	5.12	= (1)
Exchange Rate - end-of-period (R$/US$)	2.07	2.08	2.08	= (1)	2.08	2.12	2.12	= (3)
Over-Selic Target - end-of-period (%p.a.)	7.25	-	-		7.25	7.25	7.25	= (11)

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

Focus - Market Readout

December 21, 2012

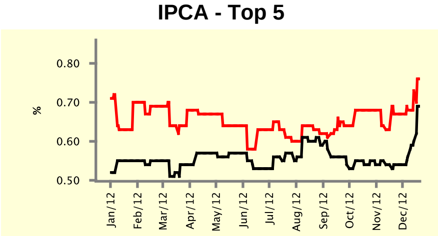
Average - Top 5 - Short Term	Dec/12				Jan/13			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
IPCA (%)	0.54	0.60	0.69	▲ (3)	0.67	0.73	0.76	▲ (3)
IGP-DI (%)	0.47	0.54	0.79	▲ (3)	0.59	0.61	0.70	▲ (2)
IGP-M (%)	0.39	0.55	0.57	▲ (3)	0.50	0.52	0.52	= (2)
Exchange Rate - end-of-period (R$/US$)	2.06	2.08	2.08	= (1)	2.06	2.08	2.08	= (1)
Over-Selic Target (%p.a.)	-	-	-		7.25	7.25	7.25	= (7)

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

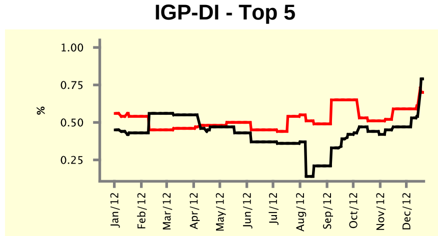
Dec/12 Jan/13

SHORT-TERM

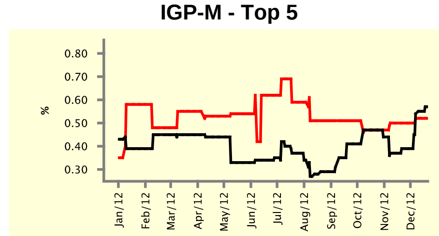
IPCA - Top 5



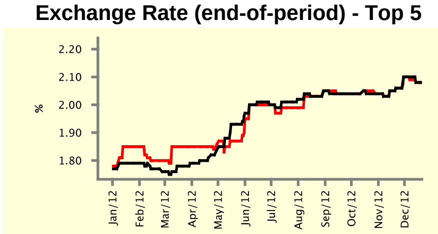
IGP-DI - Top 5



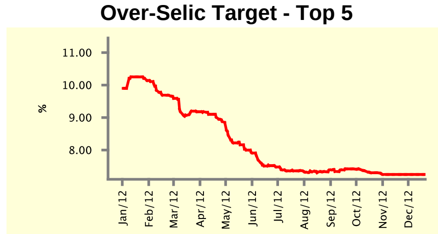
IGP-M - Top 5



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



Over-Selic Target - Top 5



Average - Top 5	2012				2013			
	4 market readout ago	1 week ago	Today	Weekly trend*	4 market readout ago	1 week ago	Today	Weekly trend*
Short Term								
IPCA (%)	5.42	5.63	5.73	▲ (4)	5.35	5.71	5.67	▼ (1)
IGP-DI (%)	7.78	7.97	8.24	▲ (3)	5.22	5.03	5.23	▲ (2)
IGP-M (%)	7.58	7.68	7.70	▲ (3)	4.63	5.07	5.07	= (2)
Exchange Rate - end-of-period (R$/US$)	2.06	2.08	2.08	= (1)	2.05	2.12	2.11	▼ (1)
Over-Selic Target - end-of-period (%p.a.)	7.25	-	-		7.30	7.25	7.05	▼ (1)
Medium Term								
IPCA (%)	5.45	5.60	5.67	▲ (4)	5.60	5.54	5.55	▲ (2)
IGP-DI (%)	7.69	7.95	8.17	▲ (3)	4.94	4.49	4.80	▲ (1)
IGP-M (%)	7.53	7.67	7.70	▲ (4)	4.80	5.11	5.11	= (1)
Exchange Rate - end-of-period (R$/US$)	2.07	2.09	2.09	= (1)	2.08	2.14	2.13	▼ (1)
Over-Selic Target - end-of-period (%p.a.)	7.25	-	-		7.25	7.20	7.20	= (1)

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