

# 1. DEBT REDEMPTIONS AND ISSUANCE

## 1.1 Public offerings

**TABLE 1**  
Redemptions and issuances in federal security auctions

	R\$ million					TOTAL
	1 <sup>st</sup> Week Sep/1 to Sep/5	2 <sup>nd</sup> Week Sep/8 to Sep/12	3 <sup>rd</sup> Week Sep/15 to Sep/19	4 <sup>th</sup> Week Sep/22 to Sep/26	5 <sup>th</sup> Week Sep/29 to Sep/30	
<b>NATIONAL TREASURY OPERATIONS</b>						
<b>I - REDEMPTIONS</b>	1,995	3,365	14,860	1,735	42	21,998
<b>I-1 Matured</b>	546	1,543	12,547	225	42	14,903
LFT	0	1,400	9,289	0	0	10,689
LTN	0	0	0	0	0	0
NTN-B	0	0	31	0	0	31
NTN-C	204	0	0	0	0	204
NTN-D	0	135	2,569	195	0	2,900
Others	342	8	658	30	42	1,080
<b>I-2 Purchases/Exchanges*</b>	1,450	1,823	2,313	1,510	0	7,095
LFT	1,444	1,823	1,918	1,505	0	6,690
LFT-A	0	0	0	0	0	0
LFT-B	5	0	382	5	0	392
NTN-C	1	0	0	0	0	1
Others	0	0	0	13	0	13
<b>II - ISSUANCES **</b>	5,615	5,715	8,258	5,037	0	24,625
LFT	620	908	2,695	417	0	4,640
LFT (exchange)	910	1,823	893	1,505	0	5,131
LTN 9-months	2,205	2,191	1,444	2,262	0	8,102
LTN 12-months	0	0	0	0	0	0
LTN 18-months	836	794	814	852	0	3,296
LTN 24-months	0	0	0	0	0	0
NTN-B	0	0	991	0	0	991
NTN-B (second phase)	0	0	1,419	0	0	1,419
NTN-C	505	0	0	0	0	505
NTN-C (second phase)	539	0	0	0	0	539
<b>III - LIQUIDITY IMPACT *** (I - II)</b>	-3,620	-2,350	6,602	-3,302	42	-2,627
<b>CENTRAL BANK OPERATIONS</b>						
<b>IV - REDEMPTIONS</b>	0	0	294	0	0	294
<b>IV-1 Matured</b>	0	0	294	0	0	294
NBCE	0	0	294	0	0	294
<b>IV-2 Purchases/Exchanges</b>	0	0	0	0	0	0
LFT	0	0	0	0	0	0
LFT-A	0	0	0	0	0	0
LFT-B	0	0	0	0	0	0
NBCE	0	0	0	0	0	0
<b>V - SALES **</b>	0	0	0	0	0	0
LFT	0	0	0	0	0	0
<b>VI - LIQUIDITY IMPACT *** (IV - V)</b>	0	0	294	0	0	294
<b>VII - TOTAL LIQUIDITY IMPACT *** (III + VI)</b>	-3,620	-2,350	6,895	-3,302	42	-2,333

### MATURITY AT ISSUANCE IN PUBLIC OFFERINGS

In September, the National Treasury resumed the offerings of NTN-B, by selling R\$2.4 billion, maturing in 2006 and 2009. In addition, the Treasury sold R\$11.4 billion in LTN maturing in up to 18 months, R\$9.8 billion in LFT (up to 48 months) and R\$1.0 billion in NTN-C maturing in 2017, 2021 and 2031.

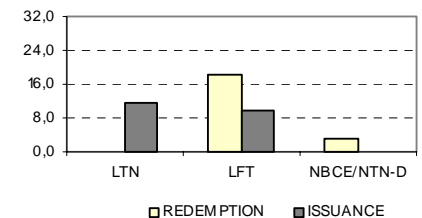
Public Offering of LTN

	6 Months	9 Months	12 Months	18 Months	24 Months	36 Months
APR/03	71.21%	0.00%	28.79%	0.00%	0.00%	0.00%
MAY/03	72.93%	0.00%	27.07%	0.00%	0.00%	0.00%
JUN/03	22.07%	0.00%	58.51%	19.41%	0.00%	0.00%
JUL/03	0.00%	84.62%	9.30%	6.08%	0.00%	0.00%
AUG/03	0.00%	82.12%	3.29%	14.59%	0.00%	0.00%
SEP/03	0.00%	71.08%	0.00%	28.92%	0.00%	0.00%

Public Offering of LFT \*

	Up to 6 Months	12 Months	18 Months	24 Months	36 Months	48 Months
APR/03	0.00%	30.12%	17.36%	52.52%	0.00%	0.00%
MAY/03	0.00%	5.67%	24.47%	44.68%	25.17%	25.17%
JUN/03	0.00%	0.00%	0.00%	40.86%	51.77%	7.38%
JUL/03	0.00%	0.00%	0.00%	73.93%	4.73%	21.34%
AUG/03	0.00%	0.00%	0.00%	75.85%	0.00%	24.15%
SEP/03	0.00%	0.00%	0.00%	41.32%	0.00%	58.68%

\* Includes exchange operations.



\* Includes securities used in settling NTN-C and NTN-B sales

\*\* Financial value of proceeds

\*\*\* Positive values mean increased liquidity in system

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In September, redemptions of federal public securities totaled R\$22.3 billion, of which R\$15.2 billion related to maturities within the month and R\$7.1 billion to exchange operations.

Total securities issued, including swaps, reached R\$24.6 billion, of which 46% (R\$11.4 billion) in fixed rate securities maturing in Jul/2004 and Jan/2005. R\$9.8 billion in LFT was issued, maturing in 2005 and 2007, of which R\$5.1 billion in exchange operations, in payment of which LFT maturing up to Jan/2004 were accepted with the purpose of de-concentrating and extending the term to maturity.

Given the demand for IPCA-linked securities, the Treasury resumed the offerings of NTN-B through monthly auctions, held in two phases, for settlement on the 15th of each month. As in the monthly auction of NTN-C, the first phase is settled in cash and the second in securities. In September, R\$1.4 billion in NTN-B maturing in Aug/2006 and May/2009 was sold, 59% of which in the second phase. It is worth mentioning that NTN-B had been previously issued on two occasions: the security swap operation held in Jan/2002 with a pension fund (R\$8.0 billion) and in one single public offering in Mar/2002 (R\$0.5 billion).

In the monthly NTN-C auction, held on the last two business days of August for settlement on the first business day of September, R\$1.0 billion in securities maturing in 2017, 2021 and 2031 was sold, an amount three times the figure of the previous month. In the first phase of the auction (settlement in cash) 317 thousand securities were sold (R\$505 million), maturing in 2017, 2021 and 2031. In the second phase (settlement in securities) 286 thousand securities were sold (R\$539 million), maturing in 2031.

The dollar-linked debt and swap operations maturing in the month were partially rolled over through swaps contracted by the Central Bank.

In the month, issuances in public offerings exceeded redemptions, causing a monetary contraction of R\$2.3 billion.

## 1.2 Direct issuances

Direct issuances of domestic federal debt totaled R\$7.2 billion, and cancellations, R\$7.4 billion, resulting in a net redemption of R\$0.2 billion (See Table 2).

**TABLE 2**  
**Domestic Federal Debt securities and Securitized Debt Issued Directly**

ISSUANCE					
SECURITY	ISSUANCE	MATURITY	FINANCIAL VALUE* IN R\$ MILLION	OBJECTIVE	LEGAL AUTHORIZATION
ASTN	11/30/95	Several	3,557.26	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10,179, of 2/6/01
LFT	9/1/03	Several	1,046.98	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10,179, of 2/6/01
NTN-C	9/1/03	Several	2,510.29	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10,179, of 2/6/01
CTN	9/1/03	9/1/23	35.58	Renegotiation of rural debt	National Monetary Council Resolution no 2,471/98
CFT-E1	9/1/03	5/1/33	35.14	For the benefit of FIES <sup>1</sup>	Law no. 10,260, of 7/12/01
CFT-E1	9/1/03	9/1/16	0.15	For the benefit of PESA <sup>2</sup>	Law no. 10,696, of 7/12/03
NTN-D	9/1/03	9/1/04	0.25	For the benefit of O2 Filmes Curtos Ltda (National Cinema Development Assistance Program)	Law no. 10,179, of 2/6/01
NTN-I	4/15/01	5/15/11	6.69	For the benefit of PROEX <sup>3</sup>	Law no. 10,184, de 12/2/01
TDA	Several	Several	16.72	Compensation of expropriations by INCRA relative to land reform	Law no. 4.504, of 11/30/64; Provisional Measure no. 2.183, of 8/27/01
<b>SUBTOTAL</b>			<b>7,209.06</b>		
CANCELLATION					
SECURITY	ISSUANCE	MATURITY	FINANCIAL VALUE* IN R\$ MILLION	REASON	LEGAL AUTHORIZATION
ASTN	Several	Several	3,557.26	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10.179, de 2/6/01
LFT	Several	Several	1,046.98	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10.179, de 2/6/01
NTN-C	Several	3/1/11	2,510.29	Federal Government and Banco do Brasil S.A. Security Exchange Agreement	Law no. 10.179, de 2/6/01
CFT-A	15/7/00	Several	300.00	Payment of Caixa Econômica Federal dividends	Provisional Measure 2.167-53, de 8/23/01
CTN	Several	Several	0.48	Non-formalized Agreements	National Monetary Council Resolution no. 2,471/98
TDA	Several	Several	3.89	Requested by INCRA	Law no. 4,504, de 11/30/64; Provisional Measure no. 2,183-56, of 8/24/01
TDA	Several	Several	0.50	Payment of Rural Land Tax (ITR)	Law no. 4,504, de 11/30/64; Provisional Measure 2,183-56, of 8/24/01
<b>SUBTOTAL</b>			<b>7,419.40</b>		
NET ISSUANCE					
<b>TOTAL</b>			<b>210.34</b>		

\* Amounts as of date of operation  
1/ Higher Education Student Financing Fund.  
2/ Special Program of Sanitation of Assets.  
3/ Export Financing Program.

### 1.3 Profile of Purchasers

In September, domestic institutions purchased 77.1% of federal public securities issued, with emphasis on the purchase of 91.6% of 48-month LFT, 85.8% of 18-month LTN, 87.1% of NTN-B and 88.1% of NTN-C. Foreign institutions purchased 39.1% of 9-month LTN.

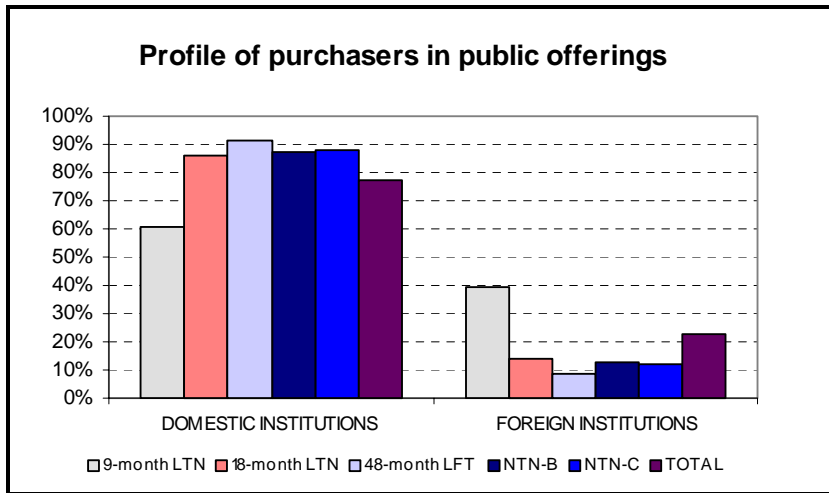
**TABLE 3**  
**Profile of purchasers in public offerings (1)**

	LTN - 9 Months	LTN - 18 Months	LTN Total	LFT - 48 Months	NTN-B	NTN-C	TOTAL
Domestic commercial bank (2)	46.83%	80.13%	56.46%	74.51%	39.02%	31.57%	57.27%
Foreign commercial bank (2)	27.76%	2.47%	20.45%	2.61%	11.95%	11.94%	14.69%
Domestic investment bank (3)	10.09%	3.15%	8.08%	12.34%	44.68%	50.37%	15.89%
Foreign investment bank (3)	10.83%	11.74%	11.10%	5.76%	0.91%	0.00%	7.97%
Domestic broker/dealer	4.00%	2.52%	3.57%	4.78%	3.44%	6.12%	3.98%
Foreign broker/dealer	0.48%	0.00%	0.34%	0.00%	0.00%	0.00%	0.20%
<b>Subtotal domestic institutions</b>	<b>60.92%</b>	<b>85.80%</b>	<b>68.12%</b>	<b>91.63%</b>	<b>87.13%</b>	<b>88.06%</b>	<b>77.13%</b>
<b>Subtotal foreign institutions</b>	<b>39.08%</b>	<b>14.20%</b>	<b>31.88%</b>	<b>8.37%</b>	<b>12.87%</b>	<b>11.94%</b>	<b>22.87%</b>
<b>Total</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>

(1) Includes public offerings of federal securities registered in the SELIC that were settled in the month.

(2) Includes banks with commercial portfolio and no investment banking activities as well as those with commercial and investment banking portfolios, which have reserve requirements on demand deposits.

(3) Includes banks with no commercial portfolio or with commercial and investment banking portfolios that do not have reserve requirements on demand deposits.



Domestic institutions were the largest purchasers of public securities and bought a 77.1% share of total securities issued.

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## 2. DOMESTIC FEDERAL DEBT HELD BY PUBLIC

### 2.1 Breakdown of domestic federal debt held by public

Outstanding domestic federal debt held by the public reached R\$707.7 billion, increasing 1.7% as against the previous month, largely due to net issuances of securities (R\$2.3 billion) and accrual of interest.

Due to a R\$11.4 billion LTN net issuance, the share of fixed rate securities in domestic federal debt increased from 7.4% to 9.0%, keeping therefore within the forecasted range (between 5% and 15%) mentioned in the National Treasury Yearly Funding Plan – PAF (see [http://www.stn.fazenda.gov.br/hp/downloads/resultado/paf\\_2003\\_ingles.pdf](http://www.stn.fazenda.gov.br/hp/downloads/resultado/paf_2003_ingles.pdf)).

The share of price index-linked securities recorded an increase, from 12.6% to 12.9%, mainly due to a larger placement of NTN-C (an IGP-M-linked security) as against the previous months and the resumption of public offerings of NTN-B (an IPCA-linked security), totaling R\$3.4 billion.

The share of Selic rate-linked securities maintained its downward trend, recording a reduction from 65.5% in the previous month to 64.3%, consequence of a net redemption of R\$8.3 billion. Taking swap operations into consideration, the share of debt exposed to the Selic rate reduced to 49.7% (see Table 6).

The dollar-linked securities debt, except for swap operations, reduced its share over total debt to 11.9%, as against 12.6% in August (see Table 5), due to a net redemption of R\$3.2 billion in securities and exchange-rate appreciation of 1.45% over the period. Taking swap operations into account, the foreign exchange rate-linked share of the debt dropped from 28.1% to 26.5% (see Table 6).

Exposure to the exchange rate reduced R\$8.2 billion (see Table 9), in view of a R\$4.9 billion net redemption of securities and swaps, an effect of the exchange rate appreciation on outstanding securities and swaps (R\$2.8 billion) and an increase in the foreign exchange coupon (R\$1.2 billion), partially offset by interest accrual.

In September, US\$1.1 billion of NBCE and NTN-D and US\$1.7 billion of exchange rate swaps matured. According to the methodology published by the Central Bank in January 20 this year, the principal amount to mature was US\$2.4 billion. US\$1.2 billion in exchange rate swaps was contracted, implying a rollover of 49.8%, considering principal only, and of 42.4% when considering total maturities.

**TABLE 4**  
**Domestic federal debt held by the public by type of issuance/negotiability**

Month	R\$ billion																	
	National Treasury						Central Bank				Total							
	Negotiable (Public offering)		Negotiable (Direct Issuance)		Non-negotiable		Negotiable (Public offering)		Negotiable (Direct Issuance)		Negotiable (Public offering)		Negotiable (Direct Issuance)		Total			
Dec/99	249.81	56.59%	114.15	25.86%	14.75	3.34%	62.05	14.06%	0.65	0.15%	311.87	70.65%	114.80	26.01%	14.75	3.34%	441.41	100.00%
Dec/00	284.15	55.64%	125.79	24.63%	15.07	2.95%	85.69	16.78%	-	0.00%	369.84	72.42%	125.79	24.63%	15.07	2.95%	510.70	100.00%
Dec/01	311.55	49.92%	169.51	27.16%	16.83	2.70%	126.20	20.22%	-	0.00%	437.75	70.14%	169.51	27.16%	16.83	2.70%	624.08	100.00%
October/02	370.98	58.69%	167.35	26.48%	8.69	1.37%	85.09	13.46%	-	0.00%	456.07	72.15%	167.35	26.48%	8.69	1.37%	632.10	100.00%
November	378.59	59.95%	168.23	26.64%	8.87	1.41%	75.77	12.00%	-	0.00%	454.35	71.95%	168.23	26.64%	8.87	1.41%	631.46	100.00%
December	377.29	60.54%	171.36	27.50%	7.41	1.19%	67.13	10.77%	-	0.00%	444.42	71.31%	171.36	27.50%	7.41	1.19%	623.19	100.00%
Jan/03	393.08	61.72%	173.50	27.24%	7.47	1.17%	62.81	9.86%	-	0.00%	455.89	71.58%	173.50	27.24%	7.47	1.17%	636.86	100.00%
February	401.61	62.28%	175.78	27.26%	7.55	1.17%	59.94	9.29%	-	0.00%	461.55	71.57%	175.78	27.26%	7.55	1.17%	644.88	100.00%
March	412.55	63.50%	176.56	27.18%	7.38	1.14%	53.21	8.19%	-	0.00%	465.76	71.69%	176.57	27.18%	7.38	1.14%	649.70	100.00%
April	419.93	65.17%	175.02	27.16%	6.93	1.08%	42.52	6.60%	-	0.00%	462.45	71.76%	175.02	27.16%	6.93	1.08%	644.41	100.00%
May	435.04	65.84%	178.11	26.96%	7.00	1.06%	40.60	6.14%	-	0.00%	475.65	71.98%	178.11	26.96%	7.00	1.06%	660.76	100.00%
June	446.79	66.74%	178.71	26.70%	6.92	1.03%	37.00	5.53%	-	0.00%	483.79	72.27%	178.71	26.70%	6.92	1.03%	669.42	100.00%
July	467.30	67.73%	179.46	26.01%	7.19	1.04%	36.05	5.22%	-	0.00%	503.34	72.95%	179.46	26.01%	7.19	1.04%	689.99	100.00%
August	475.20	68.28%	179.48	25.79%	7.14	1.03%	34.14	4.90%	-	0.00%	509.33	73.19%	179.48	25.79%	7.14	1.03%	695.95	100.00%
September/03	485.39	68.58%	181.57	25.65%	7.12	1.01%	33.66	4.76%	-	0.00%	519.05	73.34%	181.57	25.65%	7.12	1.01%	707.74	100.00%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.

**TABLE 5**  
**Domestic federal debt held by the public by type of return**

Month	R\$ billion													
	Fixed Rate		Selic Rate		Price index		Exchange Rate		TR		Others		Total	
Dec/99	39.75	9.00%	251.68	57.02%	24.63	5.58%	100.71	22.82%	23.97	5.43%	0.67	0.15%	441.41	100.00%
Dec/00	75.40	14.76%	266.81	52.24%	30.32	5.94%	113.74	22.27%	24.07	4.71%	0.36	0.07%	510.70	100.00%
Dec/01	48.79	7.82%	329.46	52.79%	43.63	6.99%	178.58	28.61%	23.52	3.77%	0.10	0.02%	624.08	100.00%
October/02	41.05	6.49%	342.72	54.22%	67.50	10.68%	168.26	26.62%	12.48	1.97%	0.10	0.02%	632.10	100.00%
November	27.87	4.41%	364.19	57.67%	77.41	12.26%	149.32	23.65%	12.56	1.99%	0.10	0.02%	631.46	100.00%
December	13.66	2.19%	379.07	60.83%	78.17	12.54%	139.47	22.38%	12.78	2.05%	0.05	0.01%	623.19	100.00%
Jan/03	12.17	1.91%	397.52	62.42%	79.40	12.47%	134.89	21.18%	12.85	2.02%	0.04	0.01%	636.86	100.00%
February	12.80	1.98%	404.04	62.65%	82.22	12.75%	132.86	20.60%	12.92	2.00%	0.04	0.01%	644.88	100.00%
March	15.68	2.41%	415.34	63.93%	84.10	12.95%	121.55	18.71%	12.99	2.00%	0.04	0.01%	649.70	100.00%
April	12.32	1.91%	436.16	67.68%	85.55	13.28%	97.24	15.09%	13.10	2.03%	0.04	0.01%	644.41	100.00%
May	21.59	3.27%	444.06	67.20%	86.40	13.08%	95.37	14.43%	13.30	2.01%	0.04	0.01%	660.76	100.00%
June	29.99	4.48%	449.80	67.19%	85.87	12.83%	90.29	13.49%	13.45	2.01%	0.03	0.00%	669.42	100.00%
July	43.52	6.31%	456.73	66.19%	86.41	12.52%	89.74	13.01%	13.56	1.97%	0.03	0.00%	689.99	100.00%
August	51.63	7.42%	456.10	65.54%	87.40	12.56%	87.90	12.63%	12.89	1.85%	0.03	0.00%	695.95	100.00%
September/03	64.02	9.05%	455.33	64.34%	91.37	12.91%	84.03	11.87%	12.96	1.83%	0.03	0.00%	707.74	100.00%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.

**TABLE 6**  
**Domestic federal debt held by the public by type of return (exposure – after swap)**

Month	Fixed Rate		Selic Rate		Price index		Exchange Rate		TR		Others		Total	
Dec/99	39.75	9.00%	251.68	57.02%	24.63	5.58%	100.71	22.82%	23.97	5.43%	0.67	0.15%	441.41	100.00%
Dec/00	75.40	14.76%	266.81	52.24%	30.32	5.94%	113.74	22.27%	24.07	4.71%	0.36	0.07%	510.70	100.00%
Dec/01	48.79	7.82%	329.46	52.79%	43.63	6.99%	178.58	28.61%	23.52	3.77%	0.10	0.02%	624.08	100.00%
October/02	41.05	6.49%	270.95	42.86%	67.50	10.68%	240.02	37.97%	12.48	1.97%	0.10	0.02%	632.10	100.00%
November	27.87	4.41%	275.57	43.64%	77.41	12.26%	237.94	37.68%	12.56	1.99%	0.10	0.02%	631.46	100.00%
December	13.66	2.19%	287.97	46.21%	78.17	12.54%	230.57	37.00%	12.78	2.05%	0.05	0.01%	623.19	100.00%
Jan/03	12.17	1.91%	300.81	47.23%	79.40	12.47%	231.60	36.37%	12.85	2.02%	0.04	0.01%	636.86	100.00%
February	12.80	1.98%	300.05	46.53%	82.22	12.75%	236.85	36.73%	12.92	2.00%	0.04	0.01%	644.88	100.00%
March	15.68	2.41%	311.46	47.94%	84.10	12.95%	225.44	34.70%	12.99	2.00%	0.04	0.01%	649.70	100.00%
April	12.32	1.91%	337.74	52.41%	85.55	13.28%	195.66	30.36%	13.10	2.03%	0.04	0.01%	644.41	100.00%
May	21.59	3.27%	336.85	50.98%	86.40	13.08%	202.58	30.66%	13.30	2.01%	0.04	0.01%	660.76	100.00%
June	29.99	4.48%	345.59	51.63%	85.87	12.83%	194.49	29.05%	13.45	2.01%	0.03	0.00%	669.42	100.00%
July	43.52	6.31%	349.49	50.65%	86.41	12.52%	196.98	28.55%	13.56	1.97%	0.03	0.00%	689.99	100.00%
August	51.63	7.42%	348.43	50.07%	87.40	12.56%	195.57	28.10%	12.89	1.85%	0.03	0.00%	695.95	100.00%
September/03	64.02	9.05%	351.95	49.73%	91.37	12.91%	187.40	26.48%	12.96	1.83%	0.03	0.00%	707.74	100.00%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.  
The reference value for swap adjustments was deducted from the Selic rate-linked securities outstanding, and added to the exchange rate-linked securities outstanding

**TABLE 7**  
**Exposure by type of return of domestic federal debt held by the public added to open market operations**

Month	Fixed Rate		Selic Rate		Price index		Exchange Rate		TR		Others		O.M. Operations		Total	
Dec/99	39.75	9.06%	251.68	57.36%	24.63	5.61%	100.71	22.95%	23.97	5.46%	0.67	0.15%	-2.60	-0.59%	438.80	100.00%
Dec/00	75.40	14.88%	266.81	52.66%	30.32	5.98%	113.74	22.45%	24.07	4.75%	0.36	0.07%	-3.99	-0.79%	506.71	100.00%
Dec/01	48.79	8.06%	329.46	54.42%	43.63	7.21%	178.58	29.50%	23.52	3.89%	0.10	0.02%	-18.66	-3.08%	605.43	100.00%
October/02	41.05	5.98%	270.95	39.45%	67.50	9.83%	240.02	34.95%	12.48	1.82%	0.10	0.02%	54.69	7.96%	686.79	100.00%
November	27.87	4.02%	275.57	39.76%	77.41	11.17%	237.94	34.33%	12.56	1.81%	0.10	0.01%	61.61	8.89%	693.07	100.00%
December	13.66	1.99%	287.97	41.90%	78.17	11.37%	230.57	33.55%	12.78	1.86%	0.05	0.01%	64.11	9.33%	687.30	100.00%
Jan/03	12.17	1.70%	300.81	41.92%	79.40	11.06%	231.60	32.28%	12.85	1.79%	0.04	0.01%	80.70	11.25%	717.57	100.00%
February	12.80	1.78%	300.05	41.63%	82.22	11.41%	236.85	32.86%	12.92	1.79%	0.04	0.01%	75.83	10.52%	720.71	100.00%
March	15.68	2.17%	311.46	43.18%	84.10	11.66%	225.44	31.25%	12.99	1.80%	0.04	0.01%	71.64	9.93%	721.34	100.00%
April	12.32	1.77%	337.74	48.49%	85.55	12.28%	195.66	28.09%	13.10	1.88%	0.04	0.01%	52.14	7.49%	696.54	100.00%
May	21.59	3.04%	336.85	47.48%	86.40	12.18%	202.58	28.56%	13.30	1.88%	0.04	0.01%	48.65	6.86%	709.40	100.00%
June	29.99	4.18%	345.59	48.15%	85.87	11.96%	194.49	27.10%	13.45	1.87%	0.03	0.00%	48.39	6.74%	717.81	100.00%
July	43.52	5.92%	349.49	47.53%	86.41	11.75%	196.98	26.79%	13.56	1.84%	0.03	0.00%	45.38	6.17%	735.37	100.00%
August	51.63	6.85%	348.43	46.24%	87.40	11.60%	195.57	25.95%	12.89	1.71%	0.03	0.00%	57.57	7.64%	753.52	100.00%
September/03	64.02	8.35%	351.95	45.91%	91.37	11.92%	187.40	24.44%	12.96	1.69%	0.03	0.00%	58.93	7.69%	766.67	100.00%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.  
The reference value for swap adjustments was deducted from the Selic rate-linked securities outstanding, and added to the exchange rate-linked securities outstanding.  
Open market operations represent the balance, adjusted according to the contracted rate, of financing operations with a term to be run on the last working day of the month; positive values indicate financing taken on by the Central Bank.

R\$ billion		
Month	Issuances	Redemptions
October/02	9.2	13.3
November	20.4	8.8
December	16.4	15.1
Jan/03	17.8	15.8
February	15.1	12.7
March	11.4	8.9
April	16.6	9.8
May	9.7	6.4
June	9.9	9.1
July	8.9	10.9
August	2.2	3.8
September	3.5	5.1

R\$ billion			
Month	Domestic federal debt outstanding	Swap	Total
Dec/99	100.71		100.71
Dec/00	113.74		113.74
Dec/01	178.58		178.58
October/02	168.26	71.76	240.02
November	149.32	88.62	237.94
December	139.47	91.10	230.57
Jan/03	134.89	96.71	231.60
February	132.86	103.99	236.85
March	121.55	103.89	225.44
April	97.24	98.42	195.66
May	95.37	107.21	202.58
June	90.29	104.20	194.49
July	89.74	107.24	196.98
August	87.90	107.67	195.57
September	84.03	103.37	187.40

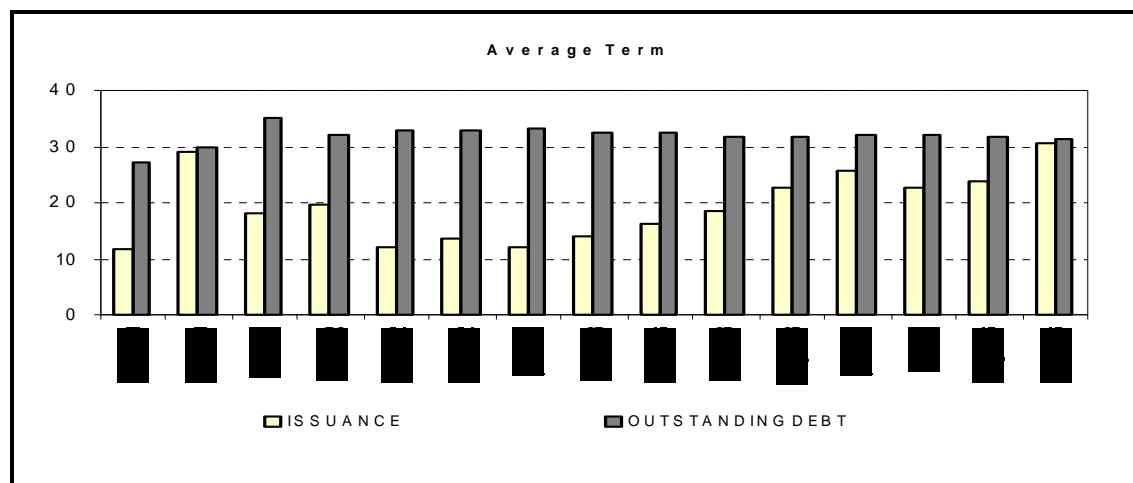
Note: Values based on portfolio position according to securities' intrinsic yield curve prices.

## 2.2 Average term to maturity

The average term of outstanding domestic federal debt decreased slightly, from 31.4 months in August to 31.2 months, (see Table 10). However, the average term for issuances recorded significant increase as against the previous month, from 23.8 months to 30.4 months, due to the large volume of price index-linked securities issued (R\$3.4 billion), featuring an average term of 69 months. A larger share of 48-month LFT (58% of total, versus 32% in the previous month) among the issuances of this type of security warrants mention.

**TABLE 10**  
Average term of domestic federal debt held by the public by type of issuance/negotiability

Month	National Treasury			Central Bank		Total			Months
	Negotiable (Public offering)	Negotiable (Direct Issuance)	Non-negotiable	Negotiable (Public offering)	Negotiable (Direct Issuance)	Negotiable (Public offering)	Negotiable (Direct Issuance)	Non-negotiable	
Dec/99	8.27	68.35	95.34	11.26	1.57	8.87	67.97	95.34	27.13
Dec/00	15.36	62.54	98.42	17.81	0.00	15.93	62.54	98.42	29.85
Dec/01	29.40	54.01	90.22	15.77	0.00	25.47	54.01	90.22	34.97
October/02	22.43	61.72	90.43	15.02	0.00	21.05	61.72	90.43	32.77
November/02	22.68	61.10	90.60	15.43	0.00	21.47	61.10	90.60	33.00
December	23.05	60.93	67.42	16.01	0.00	21.99	60.93	67.42	33.24
Jan/03	22.09	60.25	66.85	16.16	0.00	21.28	60.25	66.85	32.43
February	22.07	59.57	66.32	16.30	0.00	21.32	59.57	66.32	32.27
March	21.94	58.20	65.79	16.38	0.00	21.30	58.20	65.79	31.83
April	22.44	56.50	66.18	16.78	0.00	21.92	56.50	66.18	31.79
May	23.01	55.73	65.52	17.15	0.00	22.51	55.73	65.52	31.92
June	23.50	54.78	64.93	17.33	0.00	23.03	54.78	64.93	31.94
July	23.66	54.53	62.72	17.47	0.00	23.22	54.53	62.72	31.77
August	23.54	53.62	62.16	17.62	0.00	23.14	53.62	62.16	31.40
September	23.51	53.29	61.50	16.70	0.00	23.06	53.29	61.50	31.21



**TABLE 11**  
Average term of domestic federal debt outstanding held by the public by type of return

Month								Months
	Fixed Rate	Selic Rate	Price index	Exchange Rate	TR	Others	Total	
Dec/99	2.00	19.88	63.02	24.71	118.58	11.27	27.13	
Dec/00	5.15	27.61	59.11	28.50	101.82	11.04	29.85	
Dec/01	3.45	36.39	68.45	25.36	91.43	18.21	34.97	
October/02	2.08	25.26	79.55	31.96	98.01	17.14	32.77	
November	2.01	23.52	75.18	34.64	97.29	16.13	33.00	
December	3.06	21.83	79.18	35.47	98.46	15.27	33.24	
Jan/03	2.41	20.68	79.60	35.79	97.56	17.73	32.43	
February	1.67	20.49	78.80	35.99	96.80	16.80	32.27	
March	1.59	20.25	78.52	36.17	95.83	15.77	31.83	
April	7.44	19.98	78.58	38.17	95.01	14.77	31.79	
May	7.44	20.62	78.56	39.16	93.91	13.73	31.92	
June	7.34	21.41	78.35	39.24	93.39	12.73	31.94	
July	7.14	21.99	77.50	40.27	92.55	15.27	31.77	
August	6.76	22.09	76.77	40.41	90.51	14.24	31.40	
September	6.64	22.38	75.29	40.82	89.61	13.24	31.21	

**TABLE 12**  
Average term of issuances in public offerings

Month						Months
	LTN	LFT	NTN-D/NBCE	NTN-B/NTN-C	Total	
Dec/99	4.12	12.13	21.25	43.45	11.73	
Dec/00	9.73	48.81	24.40	47.50	28.91	
Dec/01	6.60	-	35.30	53.32	18.29	
October/02	1.51	3.52	-	56.57	19.71	
November	-	5.76	-	39.63	12.00	
December	-	7.47	-	65.42	13.45	
Jan/03	-	11.92	-	-	11.92	
February	7.23	12.00	-	86.58	14.04	
March	6.63	15.15	-	75.51	16.31	
April	8.70	19.57	-	91.47	18.57	
May	9.21	24.13	-	115.53	22.63	
June	10.45	30.13	-	113.90	25.76	
July	9.56	28.34	-	114.11	22.52	
August	10.61	30.50	-	116.61	23.83	
September	11.51	38.87	-	68.99	30.43	

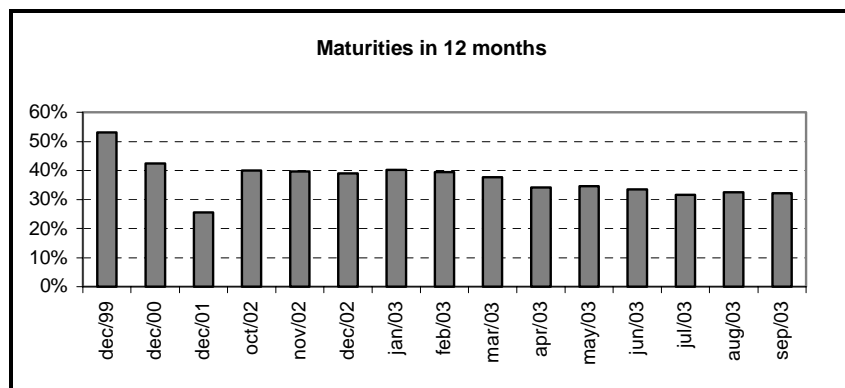
### 2.3 Maturity structure of domestic federal debt held by public

The volume of federal public securities held by the public maturing in the next twelve months reduced from 32.5% in the previous month to 32.1%, (see Table 13), given that maturing securities (R\$15.2 billion) plus redemptions resulting from exchange operations (R\$7.1 billion) exceeded issuances maturing in up to twelve months (R\$8.1 billion LTN) plus securities maturing in September 2004 (R\$12.7 billion). The share of fixed rate securities to mature in twelve months reduced to 86.9%, from 90.3%.

**TABLE 13**  
**Federal securities held by the public maturing in twelve months by type of return**

Month	Fixed Rate		Selic Rate		Price index		Exchange Rate		TR		Others		Total	
	R\$ billion	%	R\$ billion	%	Index	%	R\$ billion	%	Index	%	R\$ billion	%	R\$ billion	%
Dec/99	39.75	100.00%	146.04	58.02%	0.36	1.47%	46.91	46.58%	0.91	3.78%	0.02	3.34%	234.00	53.01%
Dec/00	72.95	96.75%	95.12	35.65%	1.53	5.04%	45.12	39.67%	1.31	5.45%	0.24	66.47%	216.27	42.35%
Dec/01	47.20	96.73%	35.22	10.69%	3.85	8.82%	72.45	40.57%	0.97	4.13%	0.02	23.62%	159.71	25.59%
October/02	40.64	99.01%	141.64	41.33%	4.65	6.89%	65.12	38.70%	1.00	8.00%	0.04	35.78%	253.08	40.04%
November	27.46	98.52%	167.83	46.08%	4.94	6.38%	49.31	33.02%	0.93	7.40%	0.04	35.72%	250.50	39.67%
December	13.21	96.77%	184.97	48.80%	0.07	0.09%	43.36	31.09%	0.91	7.10%	-	0.00%	242.52	38.92%
Jan/03	12.15	99.82%	203.33	51.15%	0.07	0.09%	39.78	29.49%	0.92	7.13%	-	0.00%	256.24	40.24%
February	12.78	99.82%	199.55	49.39%	0.08	0.09%	40.81	30.72%	0.92	7.11%	-	0.00%	254.14	39.41%
March	15.66	99.86%	185.70	44.71%	0.95	1.13%	41.20	33.89%	0.93	7.12%	-	0.00%	244.42	37.62%
April	11.53	93.57%	175.27	40.18%	0.96	1.12%	30.91	31.79%	0.93	7.08%	-	0.00%	219.60	34.08%
May	18.33	84.92%	178.08	40.10%	0.96	1.11%	30.16	31.63%	1.28	9.62%	-	0.00%	228.81	34.63%
June	24.71	82.41%	169.00	37.57%	0.96	1.11%	28.42	31.48%	0.93	6.91%	-	0.00%	224.02	33.47%
July	39.92	91.72%	148.55	32.53%	1.33	1.54%	27.45	30.59%	0.90	6.64%	-	0.00%	218.15	31.62%
August	46.64	90.34%	148.00	32.45%	1.32	1.51%	29.07	33.07%	0.91	7.09%	-	0.00%	225.94	32.47%
September	55.62	86.89%	140.87	30.94%	1.52	1.66%	28.18	33.53%	0.89	6.87%	-	0.00%	227.08	32.08%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.  
Percentage of total of securities maturing with same type of return.



The volume of federal public securities held by the public to mature in the next twelve months reduced to 32.1% of outstanding domestic federal debt, as against 32.5% in the previous month.

**TABLE 14**  
**Maturity structure of federal securities held by the public**

Month	R\$ billion												Total	100.00%
	Up to 1 year	1 to 2 years	2 to 3 years	3 to 4 years	4 to 5 years	Over 5 years								
Dec/99	234.00	53.01%	98.12	22.23%	10.47	2.37%	10.37	2.35%	10.13	2.30%	78.32	17.74%	441.41	100.00%
Dec/00	216.27	42.35%	57.96	11.35%	102.00	19.97%	37.97	7.44%	16.81	3.29%	79.69	15.60%	510.70	100.00%
Dec/01	159.71	25.59%	138.17	22.14%	76.36	12.24%	50.59	8.11%	108.22	17.34%	91.04	14.59%	624.08	100.00%
October/02	253.08	40.04%	92.99	14.71%	67.52	10.68%	88.86	14.06%	26.46	4.19%	103.19	16.32%	632.10	100.00%
November	250.50	39.67%	90.14	14.27%	69.51	11.01%	99.07	15.69%	18.88	2.99%	103.37	16.37%	631.46	100.00%
December	242.52	38.92%	96.34	15.46%	71.64	11.50%	95.91	15.39%	18.71	3.00%	98.07	15.74%	623.19	100.00%
Jan/03	256.24	40.24%	97.91	15.37%	74.38	11.68%	92.11	14.46%	17.42	2.74%	98.81	15.51%	636.86	100.00%
February	254.14	39.41%	110.42	17.12%	75.53	11.71%	86.11	13.35%	17.58	2.73%	101.10	15.68%	644.88	100.00%
March	244.42	37.62%	127.56	19.63%	81.98	12.62%	77.15	11.87%	17.46	2.69%	101.13	15.57%	649.70	100.00%
April	219.60	34.08%	148.60	23.06%	90.69	14.07%	69.20	10.74%	24.09	3.74%	92.24	14.31%	644.45	100.00%
May	228.81	34.63%	139.54	21.12%	108.01	16.35%	68.36	10.35%	22.52	3.41%	93.52	14.15%	660.76	100.00%
June	224.02	33.47%	153.32	22.90%	112.81	16.85%	69.20	10.34%	17.05	2.55%	93.02	13.90%	669.42	100.00%
July	218.15	31.62%	177.84	25.77%	115.59	16.75%	68.41	9.92%	18.10	2.62%	91.90	13.32%	689.99	100.00%
August	225.94	32.47%	167.34	24.04%	128.60	18.48%	64.21	9.23%	17.67	2.54%	92.19	13.25%	695.95	100.00%
September	227.08	32.08%	175.49	24.80%	131.11	18.52%	62.47	8.83%	19.63	2.77%	91.96	12.99%	707.74	100.00%

Note: Values based on portfolio position according to securities' intrinsic yield curve prices.

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### **3. OPEN MARKET OPERATIONS**

#### **3.1 Central Bank Interventions**

The Central Bank intervened in the open market for 26 times during the month of September (22 business days) to manage the very short-term interest rate and control bank liquidity (see table “Central Bank Interventions in the Federal Securities Secondary Market – Funding Operations”).

Maintaining the strategy in place since May this year, weekly post-fixed repurchase operations were held, taking funds for a term of two weeks. The four operations contracted in September offered a remuneration of 100.00% of the Selic rate, and recorded an average volume of R\$26.8 billion.

Fifteen fund-borrowing and ten fund-lending daily bank liquidity leveling operations were also performed. Fund-borrowing operations featured an average volume of R\$1.4 billion and rates of 21.8% up to 9/17 and 19.8% from that date onwards, while fund-lending ones recorded average volume of R\$0.8 billion and rates of 22.2% up to 9/17 and 20.2% from that date onwards. All operations were contracted for two business days, except for the one held on the 17th, when Copom published its decision on the Selic target, which was held overnight.

As in August, there was an increase in the net balance of borrowing by the Central Bank, from R\$57.6 billion to R\$58.9 billion, largely due to National Treasury operations, except operations with federal public securities (R\$1.6 billion) and the reduction of financial institutions' deposits (R\$1.2 billion).

### 3.2 Secondary market transactions with federal securities recorded with Selic

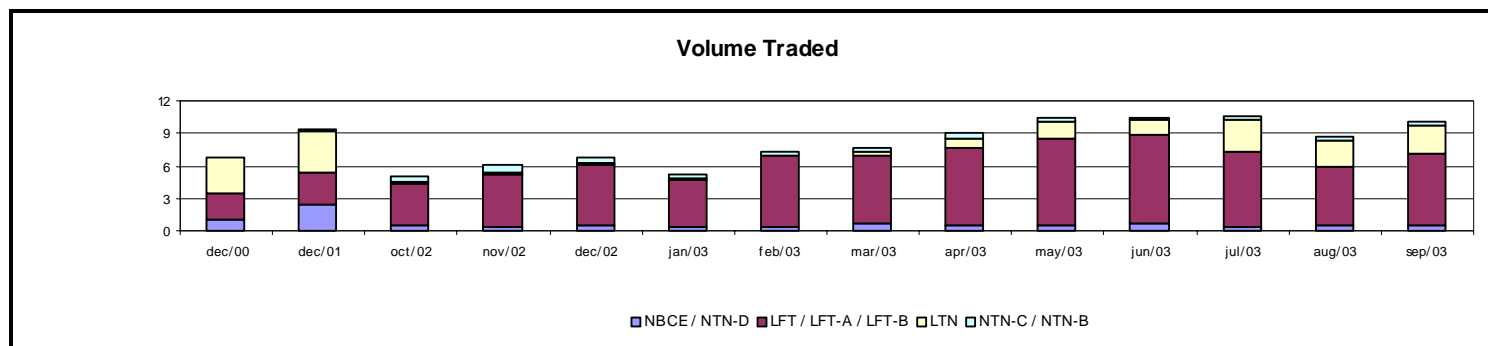
The daily average volume of outright operations among financial institutions, and between such institutions and their customers increased 16% in September as against the previous month, resuming the level of R\$10 billion recorded in the May-July/2003 quarter.

The fixed rate securities daily average volume traded increased and reached R\$2.5 billion, versus R\$2.4 billion in August. Despite the increase, the relative share of LTN transactions on total securities traded decreased from 27.9% in August to 25.2% in September.

Transactions with Selic rate-linked securities (LFT, LFT-A and LFT-B) also increased and totaled a daily average of R\$6.7 billion per day, for an increase of 23.8% as against the previous month. These securities kept as the most traded ones in the secondary market, with a share of 66.5% of total volume traded, as against 62.6% recorded in August.

The average daily volume of dollar-linked securities reduced 23.4% as against the previous month and reached R\$0.4 billion, corresponding to 4.4% of the total financial volume traded.

Price index-linked securities reached a daily average trade volume of R\$0.4 billion, representing an increase of 57.2% as against August, and a relative share of 3.9% in total securities traded. This was largely due to the expressive volume of primary placements in the month (R\$3.4 billion), the larger demand by pension funds, and the expectation of dropping future interest rates. Besides the traditional NTN-C monthly auction, the National Treasury held a public offering of NTN-B.



**TABLE 15**  
**Volume traded by security**

R\$ billion																	
Month	LFT / LFT-A / LFT-B			LTN			NBCE / NTN-D			NTN-C			Others		Total		
	Volume	%	Change	Volume	%	Change	Volume	%	Change	Volume	%	Change	Volume	%	Volume	%	Change
	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(1)	(2)	(3)
Dec/00	2.38	35.0%	-9.6%	3.25	47.8%	21.1%	1.09	16.1%	25.2%	0.06	0.9%	-5.5%	0.01	0.2%	6.79	100.0%	8.5%
Dec/01	2.94	31.6%	74.4%	3.77	40.5%	-4.1%	2.49	26.7%	53.4%	0.12	1.3%	85.3%	0.00	0.1%	9.32	100.0%	27.6%
October/02	3.89	75.9%	23.7%	0.27	5.3%	-40.2%	0.44	8.5%	71.0%	0.51	9.9%	320.5%	0.02	0.4%	5.13	100.0%	29.1%
November	4.85	79.8%	24.7%	0.23	3.8%	-13.9%	0.39	6.5%	-10.4%	0.60	11.0%	18.4%	0.00	0.0%	6.08	100.0%	18.5%
December	5.46	80.1%	12.5%	0.18	2.6%	-24.2%	0.55	8.1%	40.5%	0.62	9.2%	4.0%	0.00	0.0%	6.81	100.0%	12.0%
Jan/03	4.48	86.0%	-18.0%	0.10	1.9%	-43.7%	0.28	5.5%	-48.5%	0.34	6.6%	-45.1%	0.00	0.0%	5.20	100.0%	-23.6%
February	6.52	90.4%	45.8%	0.12	1.7%	26.4%	0.36	5.0%	28.0%	0.21	2.9%	-39.6%	0.00	0.0%	7.22	100.0%	38.8%
March	6.29	82.5%	-3.6%	0.44	5.8%	255.3%	0.63	8.3%	74.6%	0.24	3.1%	15.9%	0.02	0.2%	7.62	100.0%	5.6%
April	7.09	78.9%	12.7%	1.01	11.3%	128.0%	0.51	5.6%	-20.4%	0.38	4.2%	56.5%	0.00	0.0%	8.98	100.0%	17.8%
May	8.06	77.8%	13.8%	1.44	13.9%	42.5%	0.51	4.9%	0.5%	0.36	3.4%	-5.3%	0.00	0.0%	10.37	100.0%	15.5%
June	8.30	79.3%	3.0%	1.32	12.6%	-8.5%	0.65	6.2%	27.8%	0.20	1.9%	-44.2%	0.00	0.0%	10.47	100.0%	1.0%
July	6.92	65.7%	-16.7%	3.02	28.7%	129.0%	0.36	3.4%	-44.1%	0.23	2.2%	15.5%	0.00	0.0%	10.54	100.0%	0.6%
August	5.40	62.6%	-22.0%	2.41	27.9%	-20.2%	0.57	6.6%	57.4%	0.25	2.9%	8.1%	0.00	0.0%	8.63	100.0%	-18.1%
September	6.68	66.5%	23.8%	2.53	25.2%	5.1%	0.44	4.4%	-23.4%	0.39	3.9%	57.2%	0.00	0.0%	10.05	100.0%	16.4%

(1) Monthly average of the daily financial value of outright operations. Operations where the prices agreed are outside the range of +/- 25% of the security collateral price, accepted by Central Bank in repo operations; and operations where one of the parties is either the Central Bank or the National Treasury are not considered.

(2) Share of the security monthly volume traded against total monthly trade.

(3) Percentage change of the security monthly volume traded against the volume traded in the previous month.

(4) Calculations performed using the original values, before rounding.

After being the LTN for four months, the largest volume traded security in the secondary market came once more to be a Selic rate-linked security. LFT maturing on 5.19.2004 was the most traded security in the secondary market, reaching 13% of the traded volume and 20% of the volume traded in its segment. Its daily averages of financial volumes and number of operations reached R\$1.4 billion and 131 operations, respectively. There were no new issuances with the same maturity in the month. However, the LFT maturing on 11.19.2003 (offered in four opportunities) was first regarding number of operations, with daily averages of R\$388 million and 212 operations.

Among fixed rate securities, the LTN maturing on 4.1.2004 (representing 28% of total outstanding LTN) was the security recording the highest financial volume traded, with daily averages of R\$1.3 billion and 65 operations. There was not issuance of this maturity in the month. The Future DI maturing in April/2004 was the most traded in the BM&F in September 2003.

NTN-C maturing on 12.1.2005 was the first in daily average trades among price index-linked securities, both in financial volume (R\$99.7 million) and in number of operations (20). This security is recording the largest trade averages in this segment since October 2002. NTN-C maturing on 5.15.2009, offered for the first time in September, ranks fifth, with daily averages of R\$43.6 billion and 2 operations.

NBCE maturing on 10.12.2006 kept as the most traded dollar-linked security in the secondary market. Its financial volume reached a daily average of R\$51 million.

**TABLE 16**  
**Most traded maturities in the secondary market by type of return**

R\$ million															
Fixed Rate				Selic Rate				Price Index				Exchange Rate			
Security	Maturity	Financial Volume	# of Operations	Security	Maturity	Financial Volume	# of Operations	Security	Maturity	Financial Volume	# of Operations	Security	Maturity	Financial Volume	# of Operations
LTN	04/01/04	1,254.4	64.7	LFT	05/19/04	1,350.5	131.0	NTN-C	12/01/05	99.7	19.9	NBCE	10/12/06	51.1	0.4
LTN	07/01/04	555.7	36.2	LFT	03/15/06	574.5	37.4	NTN-C	04/01/08	54.0	6.2	NBCE	09/16/04	46.8	0.8
LTN	01/07/04	315.9	10.1	LFT	12/17/03	520.4	147.7	NTN-C	04/01/21	45.9	5.1	NTN-D	01/20/05	34.7	0.4
LTN	01/04/05	230.0	6.9	LFT	06/20/07	491.9	37.7	NTN-C	01/01/31	44.2	4.0	NBCE	11/17/05	32.7	1.5
LTN	10/01/03	122.0	5.4	LFT	11/19/03	388.0	212.2	NTNB	05/15/09	43.6	2.3	NTN-D	02/11/04	32.7	1.8

Notes: Includes only outright operations.

The financial volume and the number of operations relate to daily averages in the month.

Operations where the prices agreed are outside the range of +/- 25% of the security collateral price, accepted by Central Bank in repo operations; and operations where one of the parties is either the Central Bank or the National Treasury are not considered.

**TABLE 17**  
**Volume traded in the forward market by security**

R\$ million															
Month	LFT			LTN			NBCE/NTN-D			NTN-C			Total		
	Volume	%	Change	Volume	%	Change	Volume	%	Change	Volume	%	Change	Volume	%	Change
	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(3)	(1)	(2)	(3)
Dec/00				1,221.20	100.0%	358.3%	0.06	0.0%	-98.8%				1,221.25	100.0%	350.2%
Dec/01	1.72	0.1%	-23.3%	2,965.84	99.7%	-3.0%	8.18	0.3%	-63.6%				2,975.74	100.0%	-3.5%
October/02	70.18	72.5%	216.2%	0.52	0.5%	-97.7%	-	0.0%	-	26.04	26.9%	-42.5%	96.74	100.0%	6.8%
November	58.67	97.4%	-16.4%	0.91	1.5%	74.4%	-	0.0%	-	0.64	1.1%	-97.5%	60.22	100.0%	-37.7%
December	95.17	99.0%	62.2%	0.99	1.0%	8.7%	-	0.0%	-	-	0.0%	-100.0%	96.16	100.0%	59.7%
Jan/03	10.97	100.0%	-88.5%	-	0.0%	-100.0%	-	0.0%	-	-	0.0%	-	10.97	100.0%	-88.6%
February	90.39	94.0%	723.8%	3.70	3.8%	-	-	0.0%	-	2.11	2.2%	-	96.20	100.0%	776.8%
March	111.68	53.8%	23.6%	95.84	46.2%	2,490.4%	-	0.0%	-	-	0.0%	-100.0%	207.52	100.0%	115.7%
April	39.07	5.6%	-65.0%	661.40	94.4%	590.1%	0.26	0.0%	-	0.11	0.0%	-	700.84	100.0%	237.7%
May	8.78	0.8%	-77.5%	1,141.34	99.2%	72.6%	-	0.0%	-100.0%	-	0.0%	-100.0%	1,150.12	100.0%	64.1%
June	80.78	8.2%	820.3%	896.63	91.1%	-21.4%	7.25	0.7%	-	-	0.0%	-	984.66	100.0%	-14.4%
July	27.97	1.1%	-65.4%	2,498.82	98.8%	178.7%	3.24	0.1%	-55.3%	-	0.0%	-	2,530.03	100.0%	156.9%
August	20.00	1.3%	-28.5%	1,547.80	98.6%	-38.1%	2.06	0.1%	-36.5%	-	0.0%	-	1,569.85	100.0%	-38.0%
September	7.28	0.5%	-63.6%	1,523.01	99.5%	-1.6%	-	0.0%	-100.0%	-	0.0%	-	1,530.29	100.0%	-2.5%

(1) Monthly average of the daily financial value of operations.

(2) Share of the security monthly volume traded against total monthly trade.

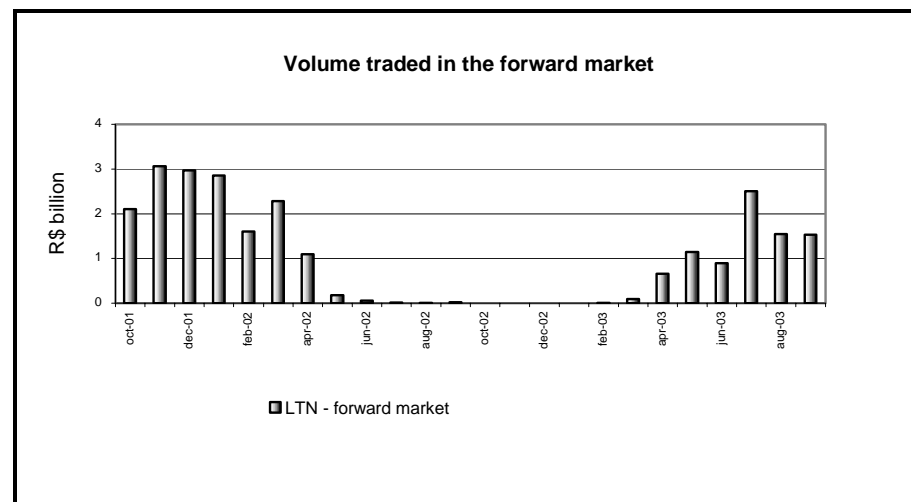
(3) Percentage change of the security monthly volume traded against the volume traded in the previous month.

(4) Calculations performed using the original values, before rounding.

(5) For operations with return in a date later than the end of the month, the price was calculated based on the updated nominal value on the closing of the month.

Security	Maturity	Financial Volume (R\$ million)	Number of Operations
LTN	04/01/04	804.9	47.36
LTN	07/01/04	409.2	20.68
LTN	01/07/04	147.8	3.27
LTN	01/04/05	77.8	4.09
LTN	10/01/03	41.9	0.36

Financial value and number of operations refer to daily averages in the month.



The daily average of trades in the forward market (see Table 17) kept stable as against August, around R\$1.5 billion.

Fixed rate securities represented almost all the volume traded in this market, with a share of 99.5%. For the third consecutive time, the LTN maturing on 4.1.2004 was the most traded security, with daily averages of R\$0.8 billion in financial volume (53% of total) and 47 operations.

Repurchase agreement operations, except those performed with the Central Bank, reached daily averages of R\$134 billion and 3,015 operations, corresponding to an increase of 9% as against the previous month (see table "Volume of Operations with Federal Securities in the Secondary Market – Monthly Average of Daily Total"). Intra-day repurchase operations recorded an average daily volume of R\$3.7 billion and 45 operations.

Overnight operations represented 95% of all repurchase operations, with an average volume of R\$127 billion and 2,920 operations. Repurchase agreement operations allowing trade of the collateral within the term of operation recorded daily averages of R\$217 million and 1.6 operation. Operations backed by LFT corresponded to 78% of total volume. NBCE and NTN-D operations accounted for 17% and 5% of the total volume, respectively.

**TABLE 19**  
**Volume of brokerage operations**

R\$ million						
Month	Outright operations			Repo operations		
	Volume	# of Operations	Change	Volume	# of Operations	Change
	(1)		(2)	(1)		(2)
June/02	313.9	41.1	-13.2%	3.3	0.1	3,207.8%
July	357.5	42.9	13.9%	2.5	0.2	-23.1%
August	331.4	44.7	-7.3%	9.1	0.1	256.9%
September	507.7	48.8	53.2%	3.1	0.1	-65.4%
October	518.6	60.7	2.1%	130.7	1.7	4,050.2%
November	803.6	84.2	55.0%	248.2	3.6	89.9%
December	950.4	92.5	18.3%	252.1	3.0	1.6%
Jan/03	872.0	77.4	-8.2%	297.1	2.8	17.9%
February	1,334.6	85.5	53.0%	-	-	
March	1,395.9	108.9	4.6%	0.6	0.1	
April	2,174.3	178.4	55.8%	5.8	0.3	851.6%
May	2,686.0	222.5	23.5%	3.9	0.2	-32.1%
June	2,957.2	187.9	10.1%	5.0	0.4	26.3%
July	4,632.5	254.6	56.7%	2.0	0.2	-59.2%
August	2,639.4	164.8	-43.0%	-	-	-100.0%
September	2,729.4	173.0	3.4%	29.1	0.8	-

(1) Monthly average of the daily financial value of operations.

(2) Percentage change of the security monthly volume traded against the volume traded in the previous month.

The daily average of outright brokerage operations kept in R\$2.7 billion, equivalent to 27% of total outright operations. Over the month, the daily volume ranged from R\$1.6 billion in 9/26 to R\$5 billion in 9/24. Repurchase brokerage operations took place again in September, recording an average daily volume of R\$29 million.