

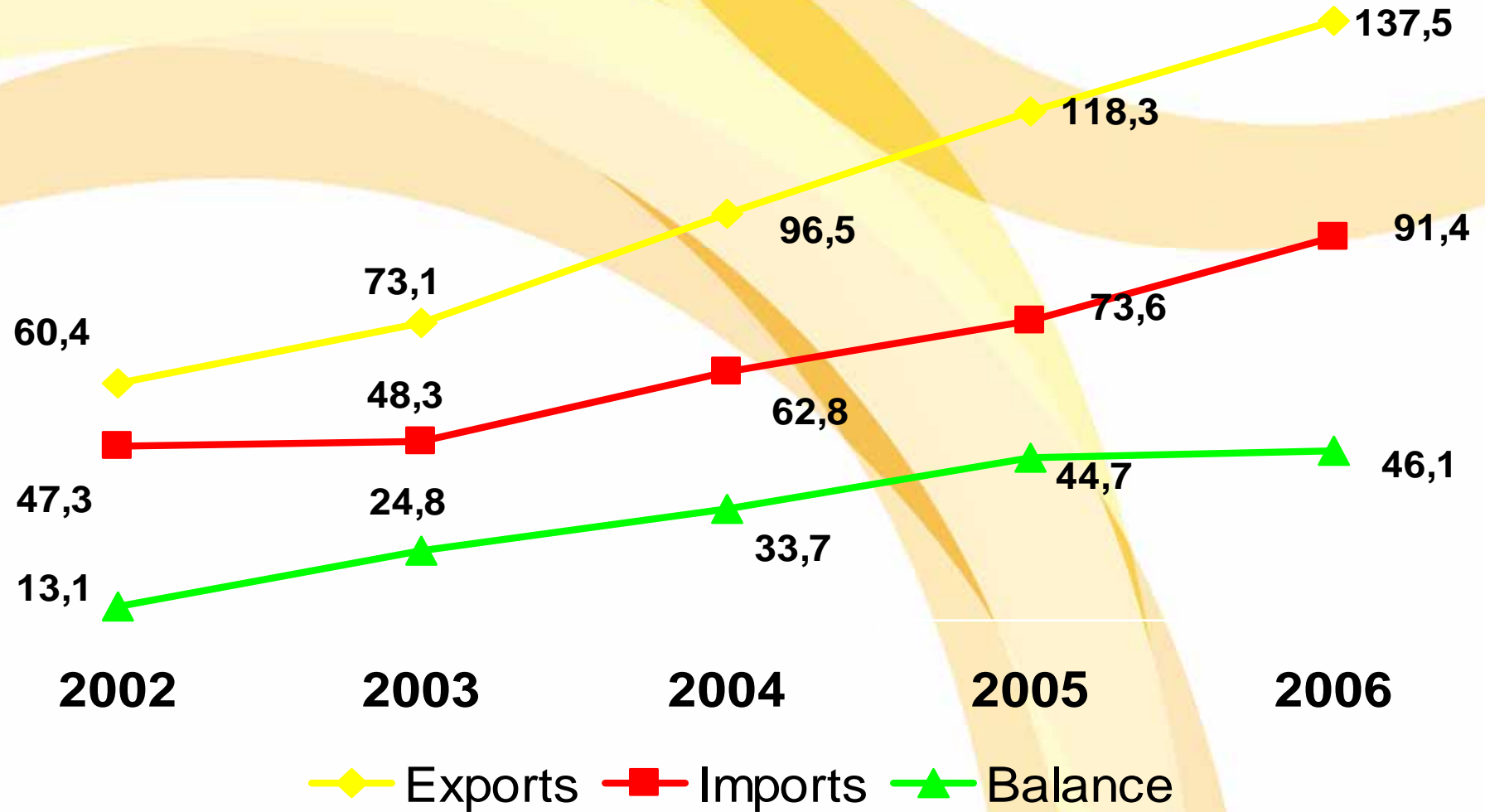


Brasília-DF, March 8th 2007

Minister of Development, Industry and Foreign
Trade of Brazil

LUIZ FERNANDO FURLAN

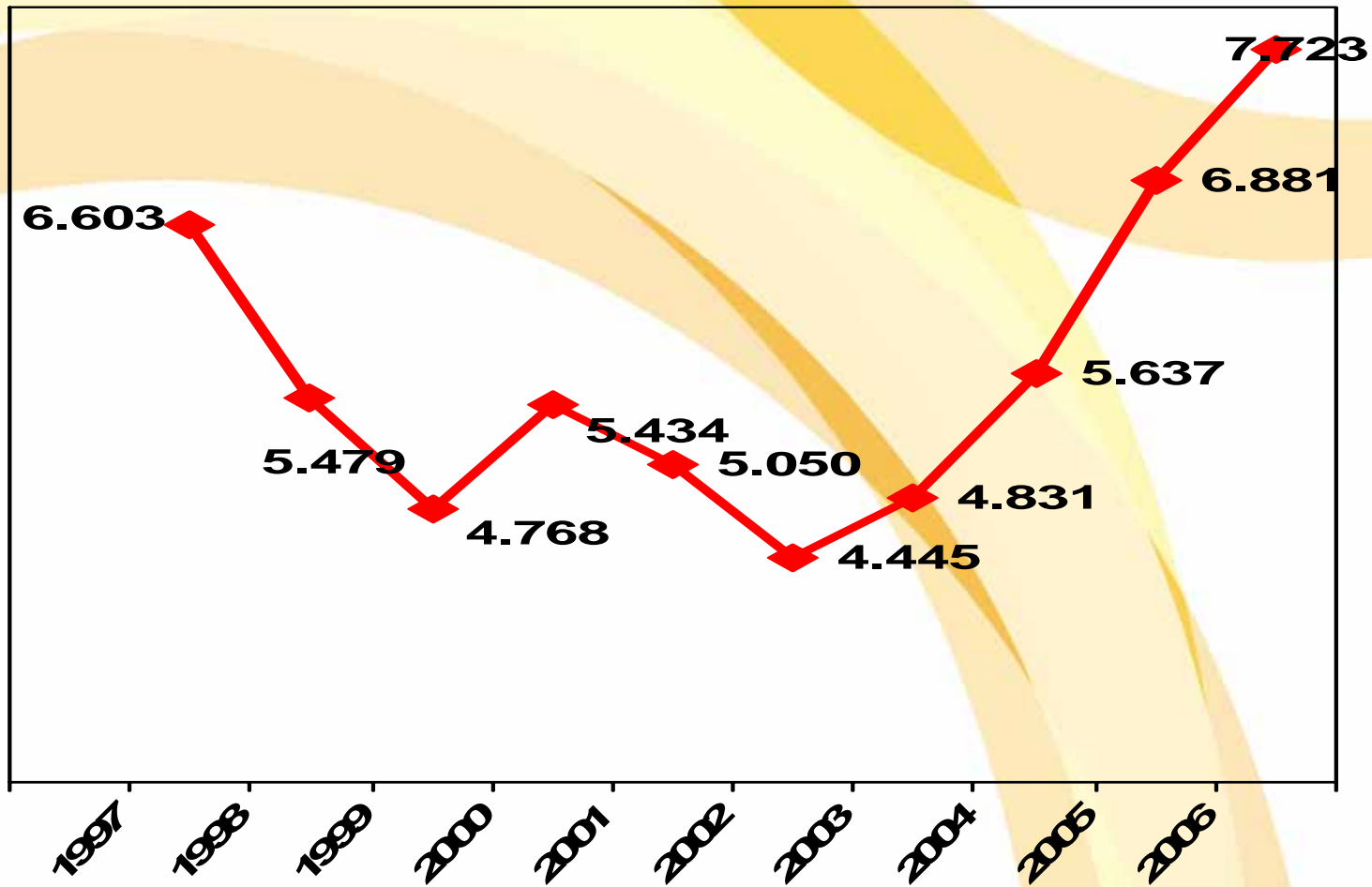
Brasil Trade Balance (US\$ billion)



Source: SECEX/MDIC

BRAZIL X JAPAN TRADE FLOW

US\$ million FOB



MAIN PRODUCTS EXPORTED TO JAPAN 2006 (US\$ 1,000.00)

ITEMS	2006	Part. (%) Relative	Part. (%) Accumulated
Iron Ore	1.172.633	30,2	30,2
Aluminum	580.194	15,0	45,2
Chicken	482.831	12,4	57,6
Coffee	265.838	6,9	64,5
Ferro-alloys	159.453	4,1	68,6
Cellulose	152.306	3,9	72,5
Nickel	121.499	3,1	75,6
Alcohol	94.430	2,4	78,0
Orange juice	83.519	2,2	80,2
Wood	63.150	1,6	81,8
Other Products	708.082	18,2	100,0
Total	3.883.935	100,0	-

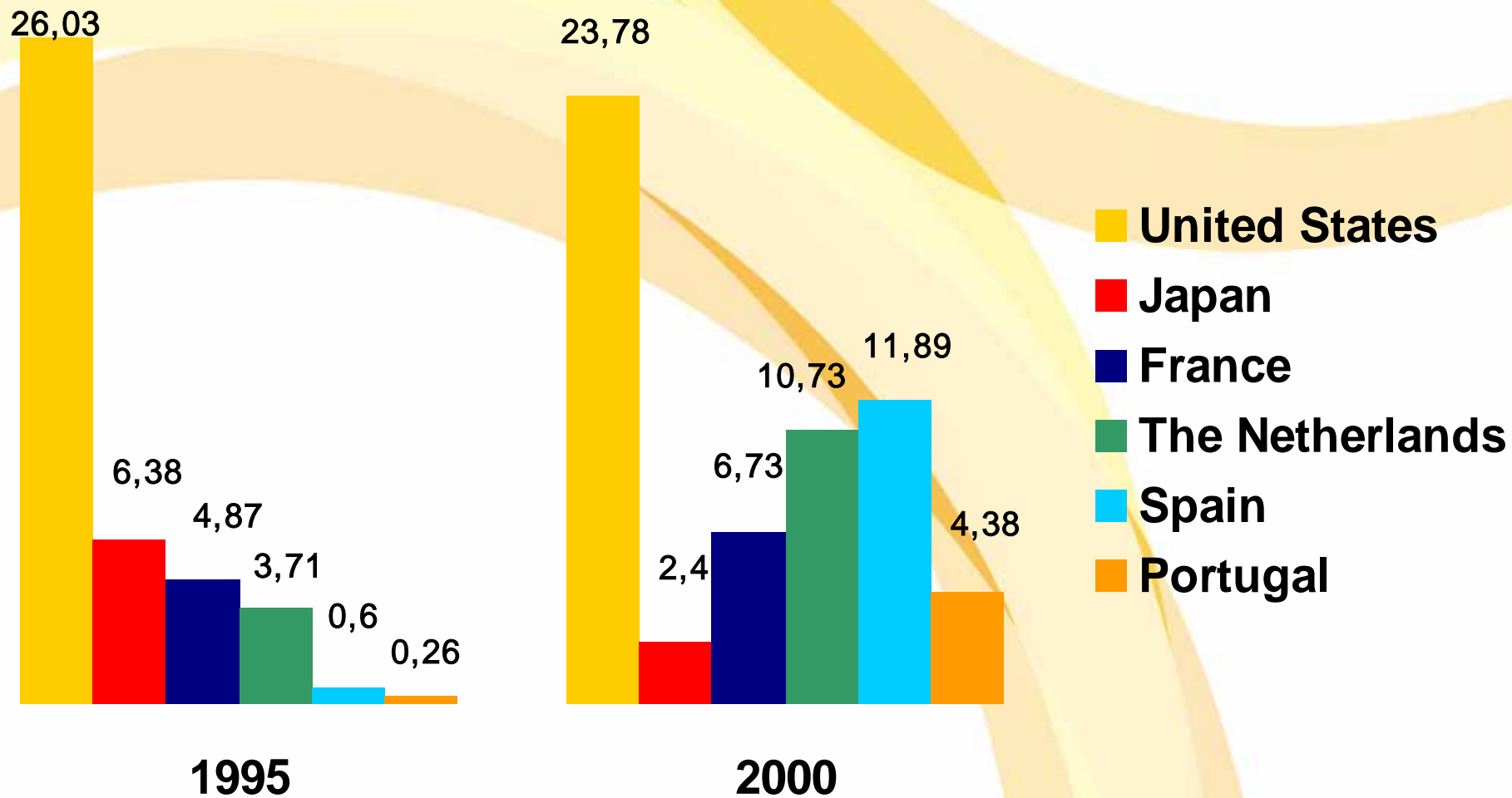
Source : Secex

MAIN PRODUCTS IMPORTED FROM JAPAN 2006 (US\$ 1,000.00)

ITEMS	2006	Part. (%) Relative	Part. (%) Accumulated
Auto parts	295.545	7,7	7,7
Aircraft parts	104.815	2,7	10,4
Spark-ignition engines and parts	95.709	2,5	12,9
Vehicles	95.595	2,5	15,4
Coal	90.475	2,4	17,8
Motorcycle parts	89.130	2,3	20,1
Printer parts	87.658	2,3	22,4
Machinery	48.805	1,3	23,6
Liquid Crystal Display (LCD)	34.687	0,9	24,5
Diesel	34.598	0,9	25,4
Other Products	2.862.380	74,6	100,0
Total	3.839.397	100,0	-

Source : Secex

Share of FDI Stock (%)



Source: Central Bank

General Overview

Brazil in the World today

- Almost 100 million consumers – 7th in the world;
- GDP (ppp) of US\$ 1,576 trillion – 9th in the world;
- Top exporter of coffee, orange juice, sugar, soyabeans, beef, poultry, tobacco and iron ore;
- 4th aircraft maker and cell phone market;
- 8th steel and software producer;



Brazil is currently in an extremely favorable condition to initiate a period of rapid GDP growth:

- **High trade surplus and low vulnerability to external shocks**
- **Low inflation rate and high growth potential**
- **Fiscal austerity with a declining public debt/GDP ratio**

Business Opportunities

- HDTV
- Biofuels
- IT
- Aviation
- Offshore Back Office Services
- PAC

Growth Acceleration Plan (PAC) 2007-2010

The PAC is organized into five groups of initiatives:

- 1) Increasing public and private infra-structure investments**
- 2) Credit expansion and long-term financing incentives of infra-structure investments**
- 3) Improvement of laws and norms that regulate investment**
- 4) Reduction of tax burden on private investments, and tax policy improvements**
- 5) Improvement in the quality and composition of Government expenditures**

Growth Acceleration Plan 2007-2010 (P A C)

Investment in Infrastructure: 2007-2010

	2007-2010 US\$ (billion)
Logistic	27.76
Federal Budget and Social Security Fund	15.71
Federal State Enterprises and Others Sourcers	12.05
Energy	130.86
Federal Budget and Social Security Fund	
Federal State Enterprises and Others Sourcers	130.86
Social Infrastructure	81.33
Federal Budget and Social Security Fund	16.57
Federal State Enterprises and Others Sourcers	64.76
PAC (TOTAL)	239.95
Federal Budget and Social Security Fund	32.28
Federal State Enterprises and Others Sourcers	207.67



Thank You!

Ministry of Development, Industry
and Foreign Trade

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Phone: (55 61) 3425-7000