


Banco MUFG Brasil S.A.

Treasury & Markets
Av. Paulista, 1274 – Bela Vista
São Paulo, SP – 01310-925

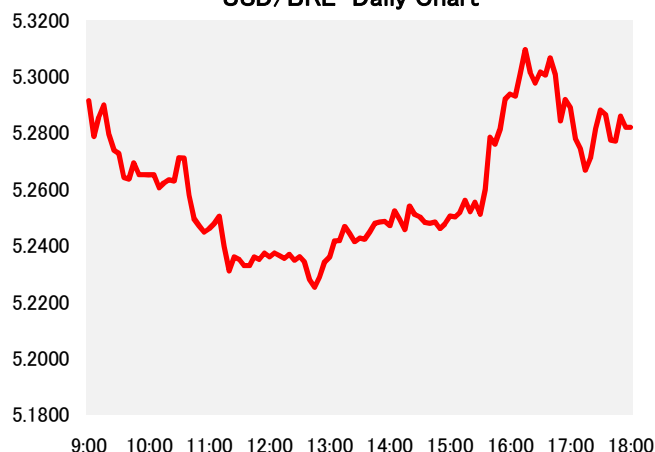
1. Market Rates

			31-Mar	1-Apr	2-Apr	3-Apr	6-Apr	Net Chg
FX	USD/BRL	Spot	5.2050	5.2530	5.2540	5.3510	5.2820	-0.0690
	BRL/JPY	Spot	20.670	20.400	20.53	20.28	20.67	+0.39
	EUR/USD	Spot	1.1034	1.0967	1.0857	1.0799	1.0793	-0.0006
	USD/JPY	Spot	107.54	107.15	107.87	108.54	109.22	+0.68
Rates	Brazil DI	6MTH(p.a.)	3.232	3.273	3.214	3.178	3.272	+0.094
	Future	1Year(p.a.)	3.343	3.346	3.260	3.266	3.379	+0.113
	On-shore	6MTH(p.a.)	1.278	1.211	1.209	1.391	1.564	+0.173
	USD	1Year(p.a.)	1.285	1.327	1.447	1.668	1.967	+0.299
Equity	Bovespa Index		73,019.80	70,966.70	72,253.50	69,537.60	74,073.00	+4,535.40
CDS	CDS Brazil 5y		284.18	346.78	345.15	361.07	353.22	-7.85
Commodity	CRB Index		121.787	118.499	124.839	127.960	128.064	+0.10

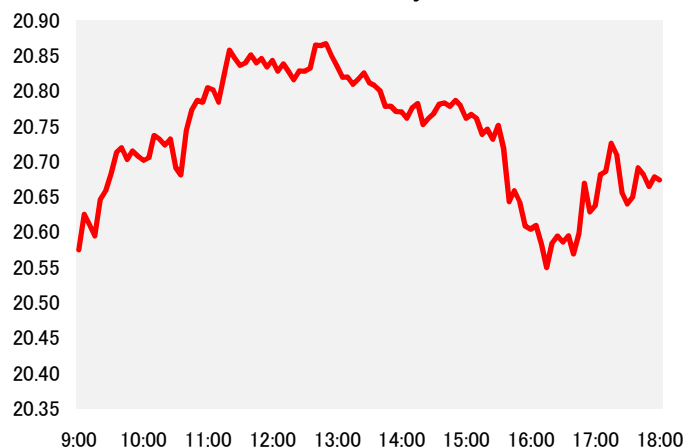
Source: Bloomberg

* The rates above are end of the day market price/ rate and used for your reference only

USD/BRL Daily Chart



BRL/JPY Daily Chart



Source: Bloomberg

2. Topics

- USDBRL opened stronger at 5.2880 amid a better external mood as there are signs that the spread of coronavirus in Europe is slowing down. USDBRL reached its highest level at 5.2253 in the beginning of the afternoon session. The Central Bank accepted USD 1.19 bln in repo auction with sovereign bonds, an operation to improve liquidity in USD. In the middle of the afternoon session, USDBRL weakened to its lowest level at 5.3194 amid rumors that health minister Mandetta would be fired. Some time later, the rumors were about the president giving up his dismissal. Thus, USDBRL retraced from its lowest level and closed at 5.2820.
- A new round of economic indicator revisions. IPCA inflation index was revised down for both 2020 and 2021. For this year, the median of market forecast moved to 2.72% from 2.94%, well below the 4.00% target, and for 2021 it was reduced to 3.50% from 3.57%, also below the 3.75% target. GDP figures had a meaningful cur for 2020, to -1.18% from -0.48%, while it was kept at 2.50% for 2021. The forecast for the Selic policy rate now incorporates a 50 bps cut on the 06th May meeting and maintenance at 3.25% until the end of 2020. For 2021, there was a reduction to 4.75% from 5.00%. USDBRL was kept at 4.50 for the end of 2020 and worsened for the end of 2021 to 4.40 from 4.30.



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