



Banco MUFG Brasil S.A.

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

1. Market Rates

			13-Apr	14-Apr	15-Apr	16-Apr	17-Apr	Net Chg
FX	USD/BRL	Spot	5.1990	5.1640	5.2390	5.2360	5.2340	-0.0020
	BRL/JPY	Spot	20.73	20.76	20.51	20.61	20.54	-0.07
	EUR/USD	Spot	1.0914	1.0979	1.0910	1.0838	1.0876	+0.0038
	USD/JPY	Spot	107.76	107.22	107.44	107.93	107.54	-0.39
Rates	Brazil DI	6MTH(p.a.)	3.132	3.106	3.096	3.089	3.072	-0.018
	Future	1Year(p.a.)	3.189	3.111	3.128	3.121	3.099	-0.022
	On-shore	6MTH(p.a.)	1.723	1.596	1.455	1.530	1.566	+0.036
	USD	1Year(p.a.)	1.931	1.791	1.549	1.679	1.784	+0.105
Equity	Bovespa Index		78,835.80	79,918.40	78,831.40	77,811.90	78,990.30	+1,178.40
CDS	CDS Brazil 5y		272.24	270.89	306.05	302.93	298.68	-4.25
Commodity	CRB Index		127.935	126.012	123.628	123.629	123.796	+0.167

Source: Bloomberg

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

2. Weekly Topics

- USDBRL opened at 5.1115 and it soon reached its highest level at 5.1063 in the week. However, the week was negative for EM currencies once the risk-off mood because of the coronavirus predominated together with some US indicators showing a harsh impact of the disease in the American economy. Once again, USDBRL was among the worst EM currencies in the week. The expectation of further Selic policy rate cuts and the political noise that started with the dismissal of health minister Luiz Mandetta and culminate with tensions between the president and the speaker of the Lower House Rodrigo Maia explain why BRL moved contrary to most EM currencies. The concern is that this tension may result in approval of higher expenditures to the government and also jeopardize the future progress of the structural reforms. Thus, USDBRL reached its lowest level at 5.2749. USDBRL closed at 5.2340.

3. Next Week's Topic

USD/BRL Next Week's Forecast & Range : 4.80–5.40

- The coronavirus will continue being the focus of the market with special attention to the government and monetary authority actions to mitigate the impact of the coronavirus in the economy. Although there are some signs of improvement in Europe, the situation in the US continues serious, impacting negatively the market mood
- In the terms of indicators, the agenda is weak

4. Next Week's Economic Indicators

Country	Date	Indicator	Term	Forecast	Previous
BZ	04/20-04/25	Formal Job Creation Total	Feb	70,000	
US	4/23	Initial Jobless Claims	Apr-20	4,500K	5,245K
US	4/23	Markit US Manufacturing PMI	Apr P	38.0	48.5
BZ	4/24	Current Account Balance (USD mln)	Mar	0	-3,904
BZ	4/24	Foreign Direct Investment (USD mln)	Mar	6,800	5,996
US	4/24	U. of Mich. Sentiment	Apr F	68.0	71.0

Source: Bloomberg

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