


Banco MUFG Brasil S.A.

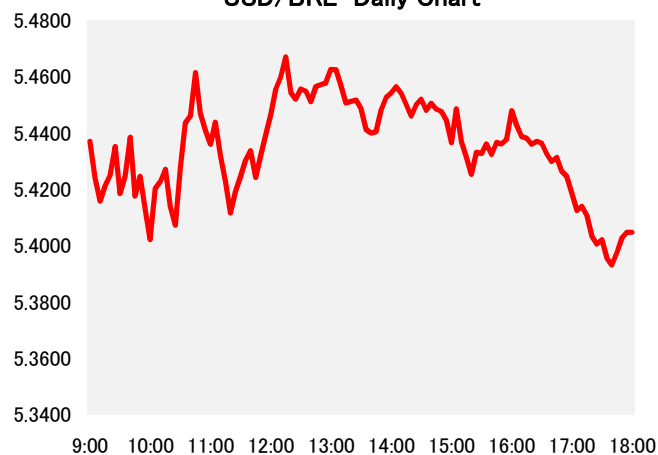
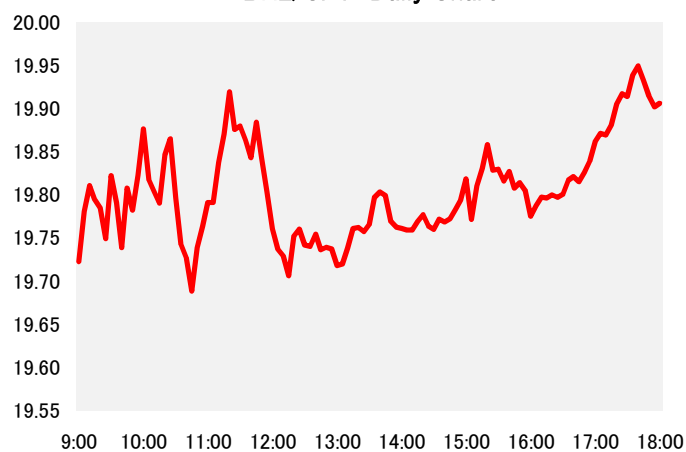
Treasury & Markets
 Av. Paulista, 1274 – Bela Vista
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1. Market Rates

| | | | 23-Jun | 24-Jun | 25-Jun | 26-Jun | 29-Jun | Net Chg |
|-----------|---------------|-------------|-----------|-----------|-----------|-----------|------------------|-----------|
| FX | USD/BRL | Spot | 5.1540 | 5.3470 | 5.3620 | 5.4840 | 5.4050 | -0.0790 |
| | BRL/JPY | Spot | 20.670 | 20.020 | 20.00 | 19.56 | 19.91 | +0.35 |
| | EUR/USD | Spot | 1.1308 | 1.1253 | 1.1219 | 1.1218 | 1.1236 | +0.0018 |
| | USD/JPY | Spot | 106.52 | 107.06 | 107.23 | 107.21 | 107.59 | +0.38 |
| Rates | Brazil DI | 6MTH(p.a.) | 2.041 | 2.049 | 2.049 | 2.068 | 2.067 | -0.001 |
| | Future | 1Year(p.a.) | 2.400 | 2.425 | 2.391 | 2.394 | 2.378 | -0.015 |
| | On-shore USD | 6MTH(p.a.) | 1.101 | 1.052 | 1.054 | 0.946 | 1.017 | +0.071 |
| | | 1Year(p.a.) | 1.168 | 1.104 | 1.109 | 1.048 | 1.103 | +0.055 |
| Equity | Bovespa Index | | 95,975.20 | 94,377.40 | 95,983.10 | 93,834.50 | 95,735.40 | +1,900.90 |
| CDS | CDS Brazil 5y | | 257.11 | 265.87 | 265.62 | 271.38 | 268.96 | -2.42 |
| Commodity | CRB Index | | 138.591 | 135.244 | 135.369 | 134.413 | 137.038 | +2.62 |

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 5.4488 following the external market that weighs the economic data being released and Central Banks actions to support the economy with the concerns of a second wave of Covid-19. Initially, S&P 500 supported the positive mood, but market worsened before the release of real estate data in the US. As the data came positive, market improved again, but not for so long. USDBRL traded very correlated to the external market and it reached its lowest level at 5.4730. When the government released not so negative formal jobs data, market improved again. By the end of the session, USDBRL appreciated again and it reached its highest level at 5.3904. It closed at 5.4050.
- The FOCUS survey brought adjustments for 2020 only. IPCA inflation index was finetuned to 1.63% from 1.61% for 2020 and kept at 3.00% for 2021. 2020 GDP forecast was revised down to -6.54% from -6.50%, while 2021 GDP forecast was kept at 3.50%. FX rates to the end of 2020 and 2021 were kept at, respectively, 5.20 and 5.00. The Selic polic rate to the end of 2020 was reduced to 2.00% from 2.25% at kept at 3.00% to the end of 2021.
- In May, there a net dismissal of 332K employees with formal jobs, much better than the median of market expectation of -900K and also better than 861K net dismissals observed in April.



June 29, 2020

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