


Banco MUFG Brasil S.A.

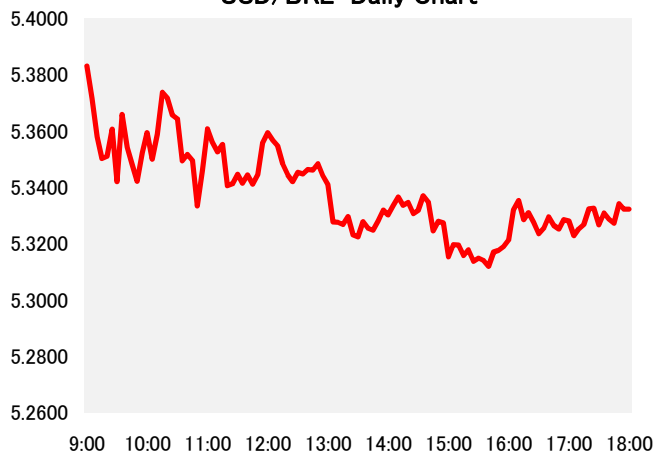
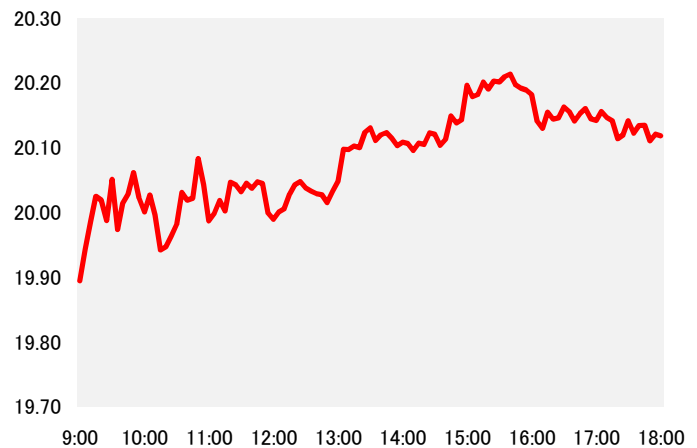
Treasury & Markets
 Av. Paulista, 1274 – Bela Vista
 São Paulo, SP – 01310-925

1. Market Rates

			10-Jul	13-Jul	14-Jul	15-Jul	16-Jul	Net Chg
FX	USD/BRL	Spot	5.3260	5.4050	5.3670	5.3720	5.3320	-0.0400
	BRL/JPY	Spot	20.080	19.850	19.98	19.91	20.12	+0.21
	EUR/USD	Spot	1.1300	1.1343	1.1402	1.1410	1.1385	-0.0025
	USD/JPY	Spot	106.92	107.29	107.21	106.94	107.28	+0.34
Rates	Brazil DI	6MTH(p.a.)	2.066	2.086	2.069	2.071	2.055	-0.015
	Future	1Year(p.a.)	2.484	2.516	2.490	2.498	2.476	-0.021
	On-shore	6MTH(p.a.)	1.004	0.991	0.925	0.943	0.930	-0.013
	USD	1Year(p.a.)	1.106	1.087	1.038	1.062	1.034	-0.028
Equity	Bovespa Index		100,031.80	98,697.10	100,440.30	101,790.60	100,553.30	-1,237.30
CDS	CDS Brazil 5y		243.15	243.75	245.78	242.14	243.91	+1.77
Commodity	CRB Index		141.519	140.676	139.990	141.219	140.816	-0.40

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 relatively stable at 5.3719, but it depreciated to close to 5.40 in a mixed environment. USDBRL reached its lowest level at 5.3909. The prospects of a new vaccine against the coronavirus and the good Chinese GDP figure for the 2nd quarter (11.5% over the 1st quarter against an expectation of 9.6%) improve the environment, but the concerns on US-China relationship and the disappointed retail sales in China (-1.8% in June yoy against an expectation of 0.5%) counterbalance the positive stance. Later in the morning, US data came better than expected, but the market didn't react to it. US retail sales posted +7.5% in June against an expectation of +5.0% and initial jobless claims amounted to 1.3 million in the 11th week against a forecast of 1.25 million. USDBRL traded in the range 5.34-5.37 for some time before appreciating further without a clear reason. Some analysts said there were some inflows, while others highlighted the interview of Central Bank governor declaring that the monetary authority is investigating the reasons for the high BRL volatility. None of them explain the BRL appreciation while most of EM currencies are losing ground to USD. USDBRL reached its highest level at 5.3084. USDBRL closed at 5.3320.



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