



Banco MUFG Brasil S.A.

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

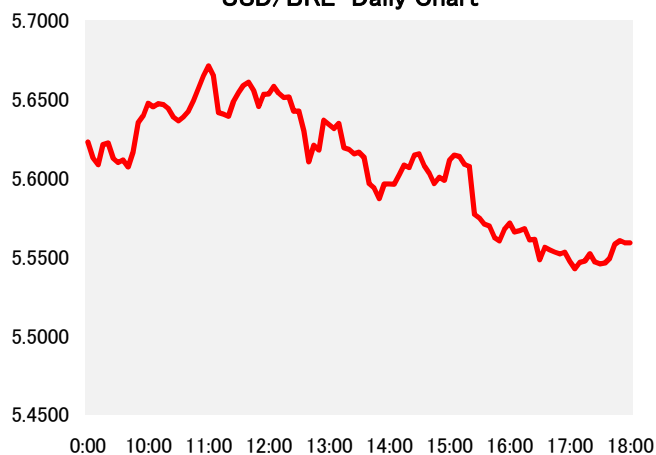
1. Market Rates

			14-Aug	17-Aug	18-Aug	19-Aug	20-Aug	Net Chg
FX	USD/BRL	Spot	5.4230	5.5110	5.4680	5.5570	5.5590	+0.0020
	BRL/JPY	Spot	19.660	19.230	19.28	19.10	19.03	-0.07
	EUR/USD	Spot	1.1842	1.1870	1.1931	1.1839	1.1859	+0.0020
	USD/JPY	Spot	106.60	105.99	105.44	106.13	105.79	-0.34
Rates	Brazil DI	6MTH(p.a.)	1.958	1.976	1.928	1.963	1.975	+0.013
	Future	1Year(p.a.)	2.401	2.425	2.310	2.392	2.405	+0.013
	On-shore	6MTH(p.a.)	0.998	1.063	1.036	1.048	1.048	+0.000
	USD	1Year(p.a.)	1.119	1.212	1.193	1.214	1.195	-0.019
Equity	Bovespa Index		101,353.50	99,595.40	102,065.40	100,853.80	101,467.90	+614.10
CDS	CDS Brazil 5y		224.06	233.78	230.27	230.72	232.51	+1.79
Commodity	CRB Index		149.209	150.874	151.695	152.000	150.822	-1.18

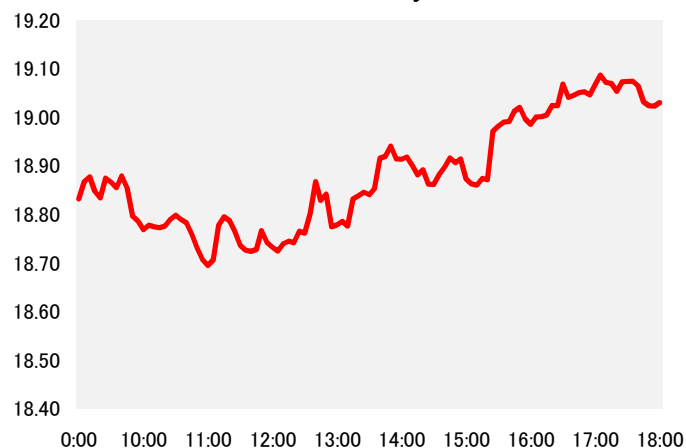
Source: Bloomberg

* 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 weaker at 5.6045. Market abroad is still reacting to a more bearish FOMC minutes released yesterday. In the domestic market, concerns rose again after the Senate voted to overturn a presidential veto that would not allow wage readjustment to some public servant categories, which impact is estimated in around BRL 132 billion per year. The Lower House will vote the subject today afternoon, so uncertainty about this issue kept market pressured along the whole day. The USD appreciated abroad, with the dollar index going up, what presurred USDBRL to 5.6718, the lowest level today. The Central Bank intervend and sold USD 590 million, this time in the spot market. The relief was temporary, but the statement of Rodrigo Maia, speaker of the Lower, reinforcing the importance of keeping the presidential veto and another Central Banl auction in the spot market, strenghtened USDBRL to around 5.60 level. Central Bank sold USD 550 million, totalling USD 1.14 billion in the two auctions. A decision about the presidential vetoe didn't happen before the end of the session, but the negotiation headed by Rodrigo Maia seemed to be effective, so market understood the presidential vetoe would be kept. USDBRL appreciated back to below the opening. USDBRL reached the highest level at 5.5405. BRL that was underperforming its peers in the morning session, reverted to be among the best performers. USDBRL closed at 5.5590.



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