


Banco MUFG Brasil S.A.

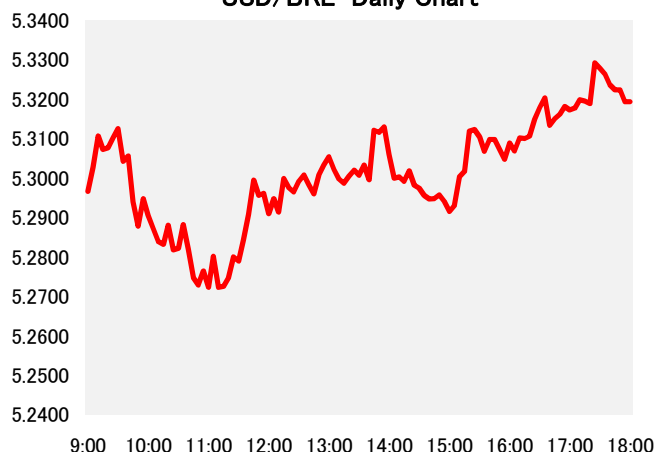
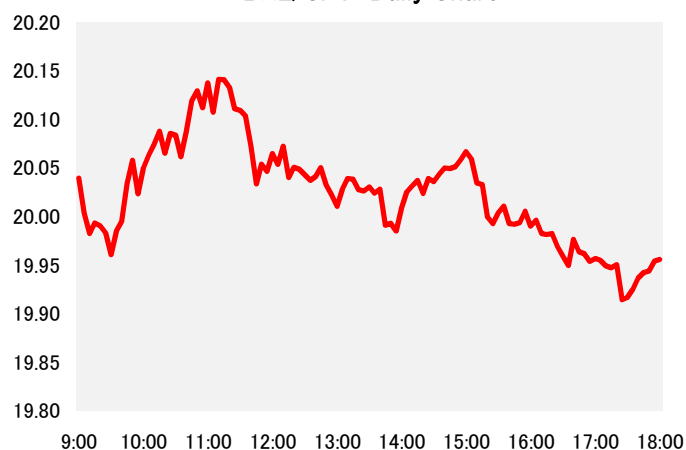
Treasury & Markets
Av. Paulista, 1274 – Bela Vista
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1. Market Rates

			3-Sep	4-Sep	8-Sep	9-Sep	10-Sep	Net Chg
FX	USD/BRL	Spot	5.2920	5.3020	5.3630	5.3080	5.3190	+0.0110
	BRL/JPY	Spot	20.070	20.040	19.78	20.01	19.96	-0.05
	EUR/USD	Spot	1.1852	1.1838	1.1779	1.1803	1.1815	+0.0012
	USD/JPY	Spot	106.17	106.24	106.03	106.22	106.15	-0.07
Rates	Brazil DI	6MTH(p.a.)	2.052	1.907	1.973	2.071	2.082	+0.011
	Future	1Year(p.a.)	2.452	2.417	2.491	2.469	2.503	+0.035
	On-shore	6MTH(p.a.)	1.018	1.054	1.085	1.074	1.031	-0.043
	USD	1Year(p.a.)	1.119	1.155	1.161	1.147	1.120	-0.028
Equity	Bovespa Index		100,721.40	101,241.80	100,050.40	101,292.10	98,834.60	-2,457.50
CDS	CDS Brazil 5y		205.48	209.69	215.15	209.96	207.88	-2.08
Commodity	CRB Index		150.420	149.693	145.997	147.077	146.174	-0.90

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 slightly weaker at 5.3091. External market abroad opened without a clear trend waiting for signs from ECB about its next steps in monetary policy. USDBRL reached 5.3179, but performing better as it peers once retail sales surprised positively. Market mood turned to positive after Ms Lagarde declaring ECB will not intervene to contain the Euro strengthening. USDBRL appreciated to below the 5.30 level. USDBRL reached its highest level at 5.2700. Later, USD gain some ground abroad and BRL followed this movement. Suzano greenbond placement, other two offerings of eurobond placement abroad and Petrobras' bond repurchase operation sustained the good performance of BRL. However, market abroad worsened, making USDBRL to reach the lowest level at 5.3315 and closing at 5.3190.
- In July, core retail sales increased 5.2% versus previous month, seasonally adjusted, and broad retail sales increased 7.2%, both coming better than market expectation. The more widespread ease of social distancing measures and the monthly stipend of BRL 600 paid by the government to informal workers and poor families are sustaining this recovery. We expect a more moderate growth pace in the next months once some retail segments are getting closer or are already above their level before the pandemic and due to the still weak labor market conditions.
- Suzano pulp and paper company placed USD 750 million of a 10-year greenbond, an instrument linked environmental targets like the reduction of greenhouse gas emissions. It is the first company of this sector in the world to issue such sort of security.

September 10, 2020



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