


**Banco MUFG Brasil S.A.**

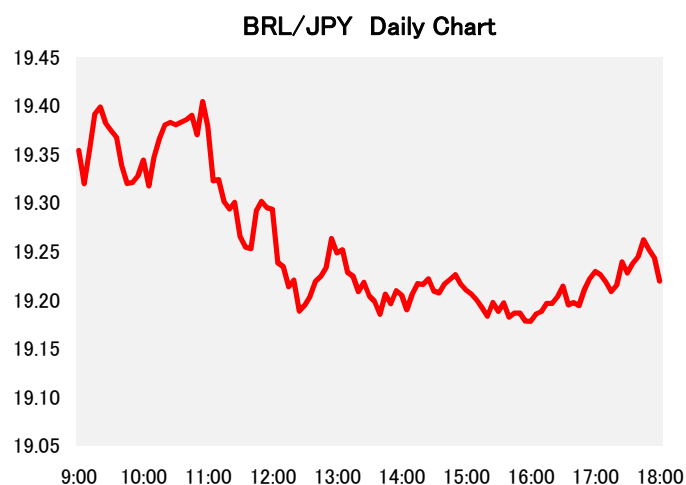
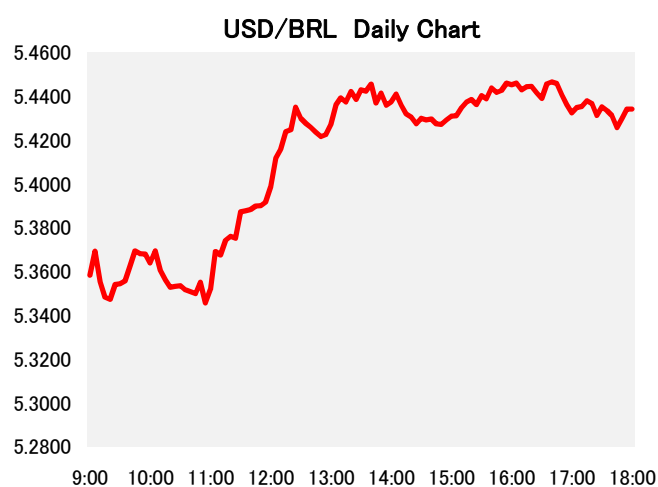
Treasury & Markets  
Av. Paulista, 1274 – Bela Vista  
São Paulo, SP – 01310-925

**1. Market Rates**

			17-Nov	18-Nov	19-Nov	20-Nov	23-Nov	Net Chg
FX	USD/BRL	Spot	5.3240	5.3630	5.3090	5.3890	<b>5.4340</b>	+0.0450
	BRL/JPY	Spot	19.570	19.350	19.55	19.25	<b>19.22</b>	-0.03
	EUR/USD	Spot	0.1864	1.1853	1.1879	1.1858	<b>1.1839</b>	-0.0019
	USD/JPY	Spot	104.20	103.86	103.76	103.82	<b>104.57</b>	+0.75
Rates	Brazil DI	6MTH(p.a.)	2.216	2.235	2.240	2.273	<b>2.309</b>	+0.036
	Future	1Year(p.a.)	3.064	3.095	3.114	3.169	<b>3.229</b>	+0.059
	On-shore	6MTH(p.a.)	1.116	1.140	1.079	1.124	<b>1.155</b>	+0.032
	USD	1Year(p.a.)	1.134	1.124	1.061	1.095	<b>1.088</b>	-0.008
Equity	Bovespa Index		107,205.60	106,224.10	106,790.80	106,042.50	<b>107,387.70</b>	+1,345.20
CDS	CDS Brazil 5y		180.44	177.55	177.94	177.41	<b>175.19</b>	-2.22
Commodity	CRB Index		154.522	155.722	155.035	156.163	<b>157.326</b>	+1.16

Source: Bloomberg

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



Source: Bloomberg

**2. Topics**

- USDBRL opened stronger at 5.3790 amid good mood abroad with the development of vaccines against the Covid-19. USDBRL reached the highest level at 5.3419. However, USD abroad strengthened sharply, hitting EM currencies and making BRL erase all gains. The main news was about president Trump is pressuring for new measures against China, what sparked a risk-off mood. Besides, US PMI came stronger than expected, giving further support to the USD. Indeed, in November Market US Manufacturing PMI posted 56.7 against an estimate of 53.0, while the equivalent for Services posted 57.7 against a forecast of 55.0. In the domestic market, the concern on the fiscal accounts resumed amid weekend news about politicians working for the extension of the BRL 300 emergency stipend by 2 to 3 months. USDBRL moved to around 5.44 level, hovering around this level. USDBRL reached the lowest level at 5.4491 and it closed at 5.4340.
- The market made more substantial change in its forecasts in this weekly Focus survey. IPCA inflation was revised to 3.45% from 3.25% for 2020 and to 3.40% from 3.22% for 2021. In terms of GDP, the 2020 outcome was improved to -4.55% from -4.66% for 2020 and to 3.40% from 3.31% for 2021. The FX rate to the end of 2020 was finetuned to 5.38 from 5.41 and kept at 5.20 to the end of 2021. The Selic policy rate to the end of 2020 was kept as 2020 and revised up to 3.00% from 2.75% to the end of 2021.

November 23, 2020



**Banco MUFG Brasil S.A.**

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

## DISCLAIMER

The information herein is provided for information purposes only, and is not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities or other financial instruments. Neither this nor any other communication prepared by Banco MUFG Brasil S.A. and/or MUFG Bank, Ltd. (herein jointly as “MUFG”) is or should be construed as investment advice, a recommendation to enter into a particular transaction or pursue a particular strategy, or any statement as to the likelihood that a particular transaction or strategy will be effective in light of your business objectives or operations. Before entering into any particular transaction, you are advised to obtain such independent financial, legal, accounting and other advice as may be appropriate under the circumstances. In any event, any decision to enter into a transaction will be yours alone, not based on information prepared or provided by MUFG. MUFG hereby disclaims any responsibility to you concerning the characterization or identification of terms, conditions, and legal or accounting or other issues or risks that may arise in connection with any particular transaction or business strategy. Note that MUFG may have issued, and may in the future issue, other reports that are inconsistent with or that reach conclusions different from the information set forth herein. Such other reports, if any, reflect the different assumptions, views and/or analytical methods of the advisors who prepared them, and MUFG is under no obligation to ensure that such other reports are brought to your attention. MUFG retains copyright to this report and no part of this report may be reproduced or re distributed without the written permission of MUFG expressly prohibits the distribution or re-distribution of this report to any parties, via the Internet or otherwise and MUFG, its head office, branches, subsidiaries or affiliates accepts no liability whatsoever to any third parties resulting from such distribution or re-distribution.

Mitsubishi UFJ Financial Group, Inc. is one of the world’s leading financial groups. Headquartered in Tokyo (Japan) and with over 360 years of history, MUFG has a global network with over 1,800 locations in more than 50 countries. The Group has over 150,000 employees and offers services including commercial banking, investment banking, trust banking, securities, credit cards, consumer finance, asset management, and leasing.

Banco MUFG Brasil S.A.  
Av. Paulista, 1.274  
São Paulo - SP - Brazil  
Ombudsman Toll-free (and DDG): 0800 770 4060  
Email: [ouvidoria@br.mufg.jp](mailto:ouvidoria@br.mufg.jp)

© 2019 Banco MUFG S.A. All rights reserved. The MUFG logo and name is a service mark of Mitsubishi UFJ Financial Group, Inc., and is used by Banco MUFG S.A. with permission