


Banco MUFG Brasil S.A.

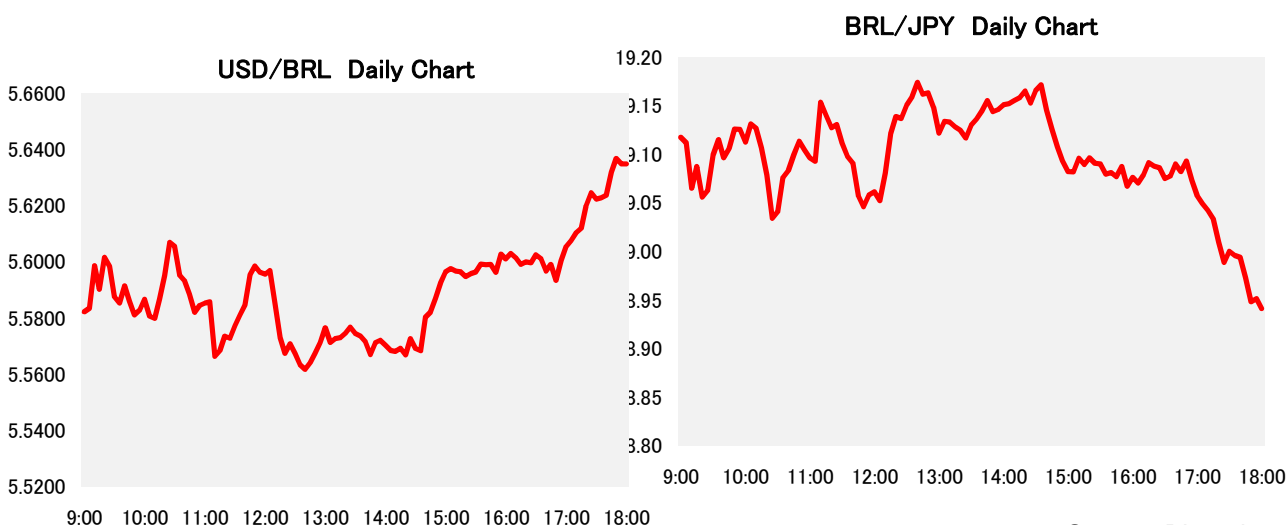
Treasury & Markets
Av. Paulista, 1274 – Bela Vista
São Paulo, SP – 01310-925

1. Market Rates

			23-Feb	24-Feb	25-Feb	26-Feb	1-Mar	Net Chg
FX	USD/BRL	Spot	5.4410	5.4160	5.5200	5.6020	5.6350	+0.0330
	BRL/JPY	Spot	19.350	19.550	19.25	18.99	18.94	-0.05
	EUR/USD	Spot	1.2146	1.2164	1.2167	1.2067	1.2045	-0.0022
	USD/JPY	Spot	105.28	105.87	106.25	106.56	106.78	+0.22
Rates	Brazil DI	6MTH(p.a.)	2.757	2.802	2.918	3.023	3.101	+0.077
	Future	1Year(p.a.)	3.750	3.806	3.946	4.066	4.230	+0.164
	On-shore	6MTH(p.a.)	1.049	1.058	1.077	1.065	1.005	-0.059
	USD	1Year(p.a.)	1.117	1.114	1.158	1.140	1.069	-0.071
Equity	Bovespa Index		115,225.40	115,667.80	112,361.50	110,035.20	110,492.50	+457.30
CDS	CDS Brazil 5y		179.02	174.16	185.96	195.16	188.390	-6.77
Commodity	CRB Index		192.499	195.127	194.588	190.434	189.371	-1.06

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 5.5919 amid an almost neutral external environment. However, market will keep an eye on the fiscal bill vote this week, when set rules for declaring calamity and also provide triggers for governments to avoid breaching the spending cap. Additionally, market reacts to rumors along the weekend that Banco do Brasil CEO was about to resign and also to the restriction measures taken in several parts of Brazil due to the worsening of Covid-19 cases. In a volatile morning session, USDBRL moved to around 5.60 level, following USD behavior abroad. In the afternoon session, USDBRL improved together with the external environment. USDBRL reached the highest level at 5.5580. The market environment deteriorated during the end of the session due to the concerns on the fiscal accounts. USDBRL reached the lowest level at 5.6400 and it closed at 5.6350.
- Some changes in the weekly Focus survey. Market forecast increase a bit for inflation in both 2021 and 2022, the former one moving to 3.87% from 3.82% and the latter one to 3.50% from 3.49%. No changes in GDP expectation, keeping the call of 3.29% in 2021 and 2.50% in 2022. Some worsening for FX rate: to the end of 2021, the median of market forecast moved to 5.10 from 5.05 and to the end of 2022 to 5.03 from 5.00. No changes in the expectation for the Selic policy rate to the end of both 2021 and 2022, maintained at, respectively, 4.00% and 5.00%.



March 1, 2021

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

© 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