


**Banco MUFG Brasil S.A.**

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

**1. Market Rates**

			27-May	28-May	31-May	2-Jun	4-Jun	Net Chg
FX	USD/BRL	Spot	5.2390	5.2260	5.2190	5.0760	5.0490	-0.0270
	BRL/JPY	Spot	20.96	21.03	21.00	21.58	21.70	+0.12
	EUR/USD	Spot	1.2196	1.2193	1.2227	1.2212	1.2167	-0.0045
	USD/JPY	Spot	109.81	109.85	109.58	109.56	109.53	-0.03
Rates	Brazil DI	6MTH(p.a.)	4.761	4.823	4.868	4.917	4.886	-0.032
	Future	1Year(p.a.)	5.755	5.807	5.881	5.916	5.887	-0.029
	On-shore	6MTH(p.a.)	0.763	0.853	0.855	0.869	0.790	-0.079
	USD	1Year(p.a.)	0.948	1.034	1.047	1.026	0.928	-0.098
Equity	Bovespa Index		124,366.60	125,561.40	126,215.80	129,601.40	130,125.80	+524.40
CDS	CDS Brazil 5y		174.63	173.73	173.99	166.42	165.53	-0.89
Commodity	CRB Index		205.777	205.699	205.699	209.277	210.294	+1.017

Source: Bloomberg

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

**2. Weekly Topics**

- It was another positive week for EM currencies. USDBRL opened the week at 5.2260 in the middle of a holiday in US and UK, waiting for 1Q21 GDP release and concerned with the electricity problem. USDBRL reached the lowest level at 5.2624 already on Monday. From then on, USDBRL appreciated driven mainly by the positive external environment with the commodity boom. There were two moments that pushed USDBRL further up. The better than expected 1Q21 GDP figure that sparked revision up of 2021 GDP to around 5% made the rate breach the psychological 5.20 level, moving to around 5.15. At this moment, it started a unwinding movement of long positions in USD. Another positive moment was a risk-on mood on global markets that pushed USDBRL to stronger levels, breaching the 5.10 level. USDBRL reached the highest level at 5.0326 and it closed at 5.0490.

**3. Next Week's Topic**
**USD/BRL Next Week's Forecast & Range : 4.90–5.50**

- In Brazil, despite the pandemic, the market will monitor closely the Parliamentary Investigative Committee
- There will be economic activity and inflation figures to be released in Brazil, while the economic agenda is weak in the USA

**4. Next Week's Economic Indicators**

Country	Date	Indicator	Term	Forecast	Previous
BZ	6/8	Retails Sales MoM	Apr	0.10%	-0.60%
BZ	6/8	Retails Sales YoY	Apr	19.50%	2.40%
BZ	6/9	IBGE Inflation IPCA MoM	May	0.71%	0.31%
BZ	6/9	IBGE Inflation IPCA YoY	May	7.93%	6.76%
US	6/10	CPI MoM	May	0.40%	0.80%
US	6/10	Initial Jobless Claims	Jun 5	370k	385k
BZ	6/11	IBGE Services Sector Volume YoY	Apr	18.00%	4.50%
US	6/11	U. of Mich. Sentiment	Jun P	84.0	82.9

Source: Bloomberg

June 4, 2021



**Banco MUFG Brasil S.A.**

Treasury & Markets  
Av. Paulista, 1274 – Bela Vista

## 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