


**Banco MUFG Brasil S.A.**

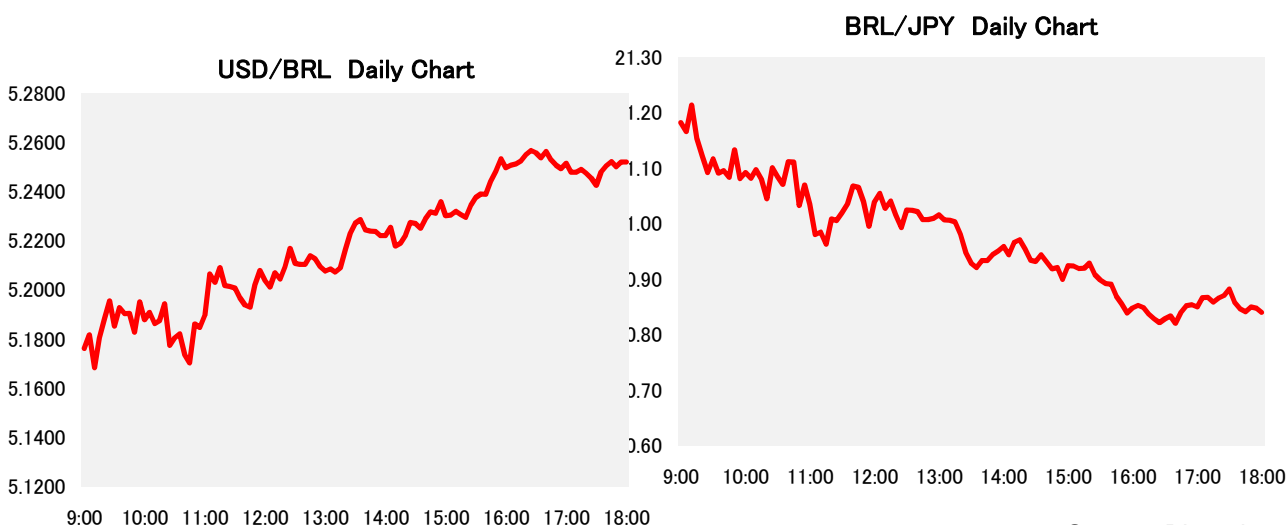
Treasury & Markets  
Av. Paulista, 1274 – Bela Vista  
São Paulo, SP – 01310-925

**1. Market Rates**

			13-Jul	14-Jul	15-Jul	16-Jul	19-Jul	Net Chg
FX	USD/BRL	Spot	5.1630	5.0730	5.1120	5.1150	<b>5.2520</b>	+0.1370
	BRL/JPY	Spot	21.430	21.690	21.49	21.51	<b>20.84</b>	-0.67
	EUR/USD	Spot	1.1776	1.1837	1.1811	1.1806	<b>1.1800</b>	-0.0006
	USD/JPY	Spot	110.63	109.98	109.84	110.08	<b>109.44</b>	-0.64
Rates	Brazil DI	6MTH(p.a.)	5.905	5.865	5.897	5.893	<b>5.871</b>	-0.023
	Future	1Year(p.a.)	6.907	6.838	6.861	6.837	<b>6.738</b>	-0.099
	On-shore USD	6MTH(p.a.)	0.682	0.662	0.699	0.716	<b>0.690</b>	-0.026
		1Year(p.a.)	0.840	0.811	0.839	0.863	<b>0.842</b>	-0.021
Equity	Bovespa Index		128,167.80	128,406.50	127,467.90	125,960.30	<b>124,394.60</b>	-1,565.70
CDS	CDS Brazil 5y		181.09	174.88	176.81	176.73	<b>180.800</b>	+4.07
Commodity	CRB Index		214.118	213.379	212.245	212.582	<b>205.588</b>	-6.99

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 at lowest level at 5.1186. Market abroad was concerned that the spread of Delta variant would stall the economic recovery as well as the inflation in the US would make FED to anticipate the withdraw of monetary stimulus . The market entered in a risk-off mode. In the political arena, market expects the decision of president Bolsonaro about the election fund of BRL 5.7 billion approved by congress, much higher than USD 1.8 billion of the previous presidential election. The concern is the possibility of presidential veto what might provoke a negative reaction from his coalition base, putting into risk the economic agenda. USBRL reached the lowest level at 5.2577 and it closed at 5.2520.
- Market revised mainly 2021 scenario according to the latest Focus weekly report. The IPCA inflation forecast was revised up to 6.31% from 6.11% for 2021 and maintained at 3.75% for 2022. GDP estimated was finetuned to 5.27% from 5.26% for 2021 and to 2.10% from 2.09% for 2022. No changes in the FX rate to the end of both 2021 and 2022 at, respectively, 5.05 and 5.20. The Selic policy rate to the end of 2021 was revised up to 6.75% from 6.63% and maintained at 7.00% to the end of 2022.



July 19, 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](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