


Banco MUFG Brasil S.A.

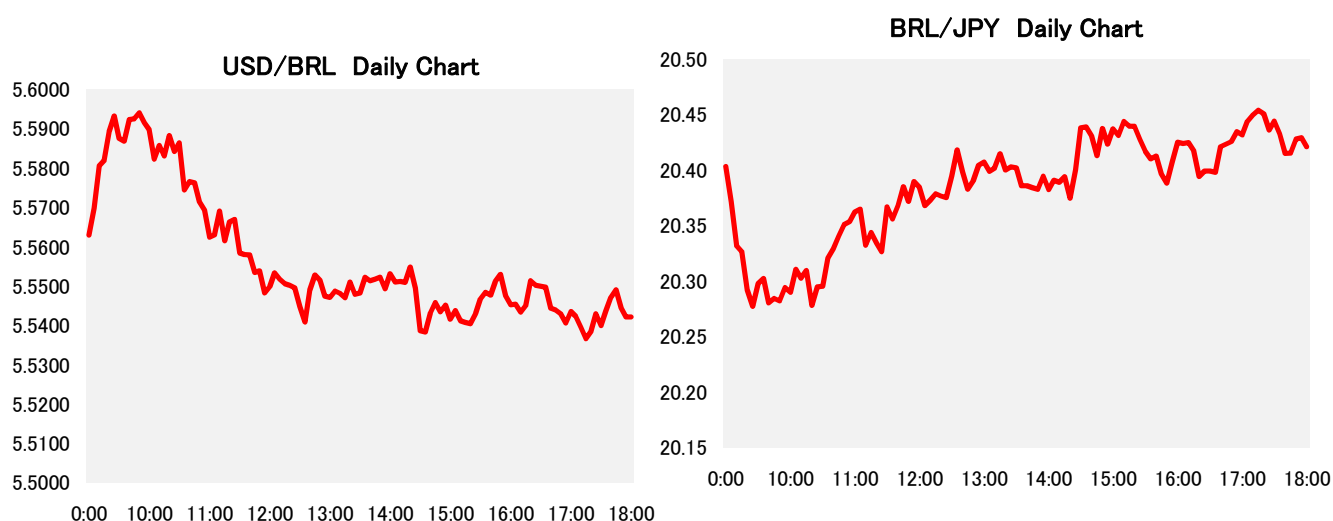
 Treasury & Markets
 Av. Paulista, 1274 – Bela Vista
 São Paulo, SP – 01310-925

1. Market Rates

			1-Nov	3-Nov	4-Nov	5-Nov	8-Nov	Net Chg
FX	USD/BRL	Spot	5.6850	5.5540	5.6030	5.5420	5.5420	u.c.
	BRL/JPY	Spot	20.060	20.530	20.30	20.46	20.42	-0.04
	EUR/USD	Spot	1.1604	1.1610	1.1554	1.1568	1.1590	+0.0022
	USD/JPY	Spot	113.99	113.99	113.74	113.40	113.20	-0.20
Rates	Brazil DI	6MTH(p.a.)	10.245	10.935	10.538	10.565	10.667	+0.102
	Future	1Year(p.a.)	12.095	11.877	11.956	11.926	12.092	+0.165
	On-shore	6MTH(p.a.)	0.768	0.739	0.754	0.789	0.829	+0.040
	USD	1Year(p.a.)	1.064	1.046	1.040	1.042	1.102	+0.061
Equity	Bovespa Index		105,550.90	105,616.90	103,412.10	104,824.20	104,868.80	+44.60
CDS	CDS Brazil 5y		253.51	252.18	244.49	240.71	238.850	-1.86
Commodity	CRB Index		239.230	235.787	233.451	235.004	235.552	+0.55

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 5.5623 reacting to the decision of supreme court minister that suspended all payments of the rapporteur amendments (emendas do relator) which are expenditures that identify the rapporteur as the sponsor and not the effective congressmen. In order to provide more transparency in the execution of the budget, Rosa Weber not only suspended, but also ordered to identify the congressman of each expenditure from 2019 until now. The final decision will be taken by all 10 ministers of the Court already this week. In the meantime, it threatens to turn more difficult the approval of the the precatório bill, once BRL 16 billion of these amendments for 2022 budget is part of the negotiation between the government and politicians. In a favorable external environment, USDBRL moved against EM trend and it reached the lowest level at 5,5969. Later in the morning session, the speaker of the lower house Arthur Lira kept the session for voting the precatório bil tomorrow, bringing some relief to the market that started to trade around Friday's closing. USDBRL reached the highest level at 5.5367 and it closed at 5.5420.
- Market continued to make adjustments in the macroeconomic scenario after the change of fiscal rule. IPCA inflation perspective deteriorated a bit further, with expectations moving to 9.33% from 9.17% for 2021 and to 4.63% from 4.55% for 2022. GDP growth was reduced once again to 4.93% from 4.94% to 2021 and to 1.00% from 1.20% for 2022. No changes in the FX rate, being at 5.50 at the end of both 2021 and 2022. For the Selic policy rate, the market kept the forecast of 9.25% to the end of 2021 but it raised the figure to 11.00% from 10.25% to the end of 2022.

November 8, 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