


Banco MUFG Brasil S.A.

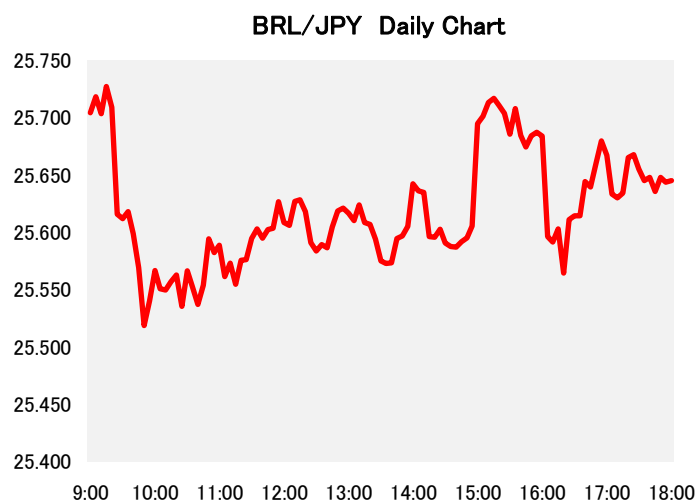
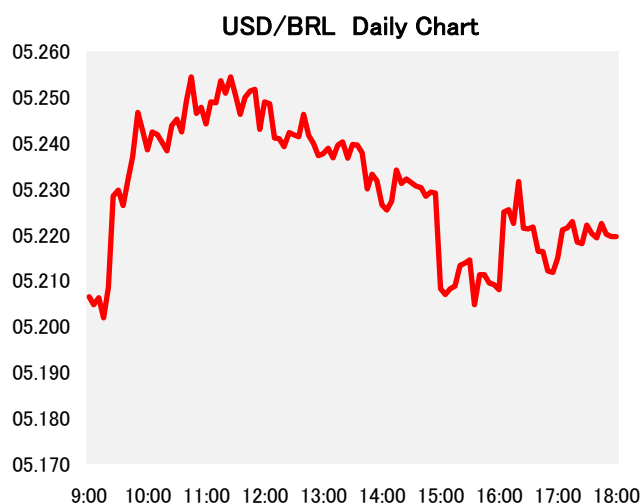
Treasury & Markets
Av. Paulista, 1274 – Bela Vista
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1. Market Rates

			10-Feb	13-Feb	14-Feb	15-Feb	16-Feb	Net Chg
FX	USD/BRL	Spot	5.2140	5.1710	5.1890	5.2170	5.2200	+0.0030
	BRL/JPY	Spot	25.22	25.62	25.66	25.71	25.65	-0.06
	EUR/USD	Spot	1.0680	1.0720	1.0740	1.0690	1.0670	-0.0020
	USD/JPY	Spot	131.44	132.27	133.03	134.13	133.89	-0.24
Rates	Brazil DI	6MTH(p.a.)	13.639	13.655	13.608	13.531	13.504	-0.027
	Future	1Year(p.a.)	13.392	13.435	13.339	13.173	13.106	-0.067
	On-shore	6MTH(p.a.)	5.945	5.992	6.024	6.024	6.024	-0.000
	USD	1Year(p.a.)	6.106	6.120	6.195	6.195	6.195	-0.000
Equity	Bovespa Index		108,095.48	108,836.47	107,948.66	109,502.00	110,067.11	+565.11
CDS	CDS Brazil 5y		236.60	233.25	228.34	224.96	226.57	+1.61
Commodity	CRB Index		272.671	272.792	273.557	270.383	270.249	-0.13

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 5.2181 ahead of the National Monetary Council meeting today, although finance minister Haddad has declared that a change in the inflation target will not be discussed. Haddad also declared that the new fiscal framework to replace the spending cap will be released in March, one month earlier than previously announced. However, he criticized the high interest rate level again and downplayed the impact of an administrative reform on reducing public expenditures. Initially, USDBRL moved to the highest level at 5.1976. But, economic data in the USA showed higher inflation and tight labor market. Indeed, PPI wholesale prices printed 0.7% in January against estimate of 0.4%, while initial jobless claims posted 194K against estimate of 200K. USDBRL reached the lowest level at 5.2581. Market keeps an eye on the president Lula interview to CNN. Along the afternoon session, the CNN released some parts of the interview, what the president wasn't confrontational with the Central Bank governor, what pushed USDBRL closed to its highest level today. However, a press conference set by the Central Bank to start at 6:00 pm, after markets were closed, restored market fears of changes in the inflation target. USDBRL closed at 5.2200.
- In December, the IBC-BR (economic activity index) grew 0.3% versus the previous month, seasonally adjusted. In the 4th quarter, IBC-BR decreased 1.5% compared to the immediately previous quarter. On the positive side, the full 2022 showed 2.9% growth. GDP for the 4th quarter 2022 will be released on the 2nd March and now we expect 0.5% contraction in the 4th quarter of last year. In such scenario and considering no revision in the previous quarters, economic growth in the full 2022 might have reached 3%.

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