


Banco MUFG Brasil S.A.

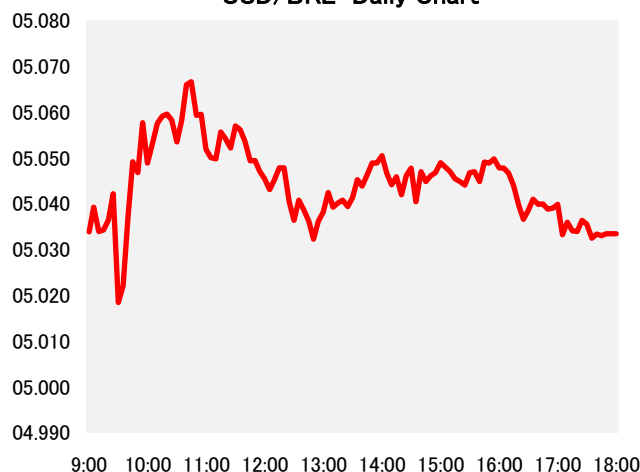
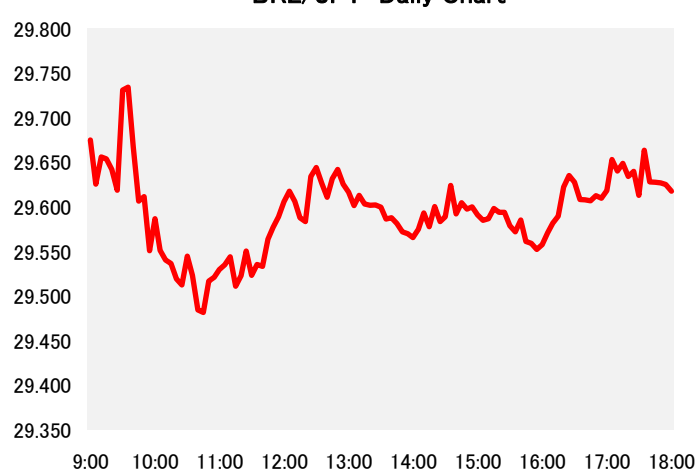
 Treasury & Markets
 Av. Paulista, 1274 – Bela Vista
 São Paulo, SP – 01310-925

1. Market Rates

			22-Sep	25-Sep	26-Sep	27-Sep	28-Sep	Net Chg
FX	USD/BRL	Spot	4.9360	4.9640	4.9910	5.0450	5.0330	-0.0120
	BRL/JPY	Spot	30.07	29.96	29.87	29.65	29.62	-0.03
	EUR/USD	Spot	1.0650	1.0590	1.0570	1.0510	1.0560	+0.0050
	USD/JPY	Spot	148.38	148.83	149.04	149.60	149.29	-0.31
Rates	Brazil DI	6MTH(p.a.)	11.740	11.742	11.754	11.800	11.826	+0.026
	Future	1Year(p.a.)	10.807	10.840	10.924	11.075	11.156	+0.081
Equity	Bovespa Index		116,008.64	115,924.61	114,193.43	114,327.05	115,730.76	+1,403.71
CDS	CDS Brazil 5y		185.08	185.41	189.00	193.14	189.36	-3.78
Commodity	CRB Index		285.995	284.942	284.722	287.460	287.057	-0.40

Source: Bloomberg

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

USD/BRL Daily Chart

BRL/JPY Daily Chart


Source: Bloomberg

2. Topics

- USDBRL opened at 5.0481 ahead of GDP in the USA, but cautious with the perspective of monetar policy in the USA and concerns that the oil price hike might contaminate inflation. The 2.1% growth of US GDP in the USA came worse than 2.2% market estimate and brought some relief to the market. USDBRL moved to the strongest level at 5.0172. The relief was partial and USDBRL weakened again to the weakest level at 5.0678. It closed at 5.0330.
- The tone of the Inflation Report was quite similar to the Copom minutes and communiqué. Our baseline scenario assumes that Copom will keep the 50bps cut of Selic rate per meeting, ending up this year at 11.75%, next year at 9%, and 2025 at 8%. The inflation outlook for the next years is more favourable in the sense that forecasts are closer to the 3% central target. The lower the effective inflation ahead, the more comfortable the Central Bank would be to stick to its plan of rate cut at least until next year. We have a relatively more favourable view, once we see conditions for Selic rate cut until 2025, with a lower 25bps pace of rate cut from May 2024 onwards.

September 28, 2023



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