



Daily Fixed Income

September 6, 2017

Chief Economist

Joao Mauricio Rosal, PhD

jmrosal@guideinvestimentos.com.br

+55 11 3675 6613

Economist

Vinicius Alves

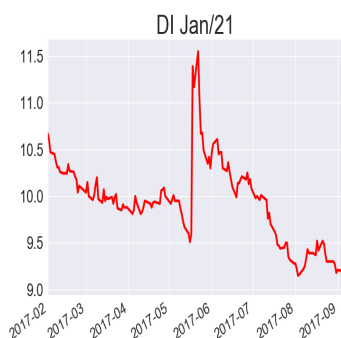
vinicius.alves@investimentos.com.br

+55 11 3675 6611

Index		+/-
CDS 5Y	188.8	0.1pts
DAX	12116.6	-0.1%
T-10	2.1	0.0pts
S&P Fut	2459.9	0.0%
EUR	1.19	0.1%
MXN	17.88	-0.1%
OIL	48.9	0.6%
Iron Ore	567.0	-0.7%
Soya	966.8	-0.2%
VIX	12.4	0.1%

Source: Bloomberg

6th September 2017 8:31am -03:00



Source: Bloomberg

Highlights

- Overseas markets: European equities are mixed while S&P future is flat.
- Local news: More good news for the government.
- Watch out: IPCA is to be out shortly. Consensus is at 0.32%. COPOM decision: our call 8.25%.

Global Markets. European equities are down, with the exception of the Footsie, while S&P future is flat. The Mexican peso is up 0.1% against the USD and the yield of the 10 years treasury is starting of the day at 2.07%. Commodities: Oil is up 0.4% to USD48.9, steel is flat, while soy is slightly down by 0.2%.

Local News. Newspapers highlights the approval of the provisional measure on the TLP. In fact, most of the newspapers come with articles and interviews welcoming the subject. In addition, the media outlets also highlight the approval of the amendments to the 2017 and 2018 federal budgets and their respective targets. All in that in a single night, thus setting a hallmark victory for the government.

As a matter of fact, looking farther in the future, the O Valor brings a note that more is yet to come. In fact, according to this newspaper, the government is planing to issue two new provisional measures soon after Mr. Temer is back from China: one increasing civil servants tax contribution to their pension plan; and another, freezing the wage bill of civil servant's for the year of 2018. Sure enough, these have been announced previously, but the timing would signaled a resolution that may are still doubting.

Still on the fiscal front, the same O Valor puts forth the information that BNDES' transfer to the Treasury in 2018 may up to R\$130bi. This would be R\$30 larger than previously announced, and would help the federal government to close its financing gap for next year.

On the political camp, the local media continues to resonate the Attorney General information that Mr. Joesley may have hidden information on his plea bargain agreement. Above all, the O Valor, the Estado de Sao Paulo, and others shed doubts whether this agreement can be sustained at all and whether it should be called off altogether. Be that as it may, as we have stated yesterday, the whole has emboldened Mr. Temer ahead of the much awaited second charge against him by the Attorney General.

Agenda - Highlights: Brazil: IPCA of August and Selic rate decision. US: ISM and PIM Services.

Time	Country	Indicator	Period	Forecast	Impact
08:00:00	BZ	IGP-DI @ 0,24%	August	0,19% mom	Medium
09:00:00	BZ	IPCA	August	0,3% mom	High
09:30:00	US	Trade Balance	July	-44,7 bn	Medium
10:45:00	US	PMI Services	August	56,9	Medium
11:00:00	US	ISM Services	August	55,6	Medium
11:20:00	BZ	Vehicle Production	August	-	Low
18:00:00	BZ	Selic Rate Decision	September	8,25%	High

Bottom Line. In light of a lackluster global market, the flow of local news looks good enough to favor another positive round for the markets.

Contents

1	Brazilian Bonds	2
2	DI - Open Interest	4
3	DI - DV01 Table	6
4	NTNB FRAs	7
5	DI FRAs	8
6	Disclaimer	9



Daily Fixed Income

September 6, 2017

1 Brazilian Bonds

NTNF

Expiry	Yield	Daily Ch. (%)	Spread	Daily Ch. Daily	%DI	Daily Ch. (%)	Duration (Macaulay)	BRL PV01	DI Conts.
Jan-18	7.705	-0.02	-3.5	-0.26	99.79	-0.03	Jan-02-18	1473	525
Jan-19	7.735	-0.02	-5.5	0.0	99.47	-0.0	Dec-06-18	5990	547
Jan-21	8.9312	-0.12	-13.88	0.62	99.58	-0.04	Jul-23-20	13740	605
Jan-23	9.475	-0.13	-21.5	1.39	99.44	0.03	Nov-26-21	19921	674
Jan-25	9.71	-0.12	-30.0	1.34	99.05	0.06	Jan-03-23	24970	755
Jan-27	9.89	-0.09	-33.0	1.5	99.14	0.14	Dec-01-23	28971	849

LTN

Expiry	Yield	Daily Ch. (%)	Spread	Daily Ch. Daily	%DI	Daily Ch. (%)	Duration (Macaulay)	BRL PV01	DI Conts.
Oct-17	8.2999	-0.06	3.8	0.17	101.05	0.1	Oct-02-17	292	500
Jan-18	7.6831	-0.02	-5.69	-0.19	99.51	-0.02	Jan-02-18	1387	500
Apr-18	7.555	-0.01	1.5	0.0	100.34	0.0	Apr-02-18	2446	500
Jul-18	7.56	-0.01	1.5	0.01	100.29	0.0	Jul-02-18	3498	500
Oct-18	7.665	-0.02	1.5	-0.0	100.26	0.0	Oct-01-18	4534	500
Jan-19	7.7975	-0.02	0.75	-0.05	100.14	-0.0	Jan-02-19	5460	500
Apr-19	7.955	-0.03	1.5	0.0	100.22	0.0	Apr-01-19	6353	500
Jul-19	8.13	-0.04	1.0	0.0	100.15	0.0	Jul-01-19	7195	500
Oct-19	8.3613	-0.05	2.13	0.07	100.26	0.01	Oct-01-19	8029	500
Jan-20	8.508	-0.07	0.8	-0.2	100.1	-0.02	Jan-02-20	8789	500
Jul-20	8.85	-0.09	1.0	-0.0	100.11	0.0	Jul-01-20	10126	500
Jul-21	9.3183	-0.12	0.83	0.27	100.08	0.03	Jul-01-21	12366	500

NTN-B

Expiry	Yield	Daily Ch. (%)	BE	Ch. BE	FRA	FRA BE (Daily)	Duration (Macaulay)	BRL PV01	Carry (bps)
Aug-18	3.48	0.06	3.96	-0.07	0.0	0.0	Jun-04-20	8298	-0.04
May-19	3.45	0.05	4.41	-0.08	3.45	3.45	Dec-31-20	10236	-0.01
Aug-20	4.1224	0.02	4.56	-0.1	4.12	4.56	Jan-17-22	13294	0.02
May-21	4.29	-0.02	4.69	-0.1	5.09	5.29	Jul-14-22	15018	0.03
Aug-22	4.58	-0.03	4.74	-0.09	5.51	4.89	Jul-04-23	17926	0.02
May-23	4.6953	-0.03	4.73	-0.1	5.73	4.67	Oct-23-24	21976	0.03
Aug-24	4.73	-0.04	4.88	-0.09	4.9	5.62	Jan-18-27	29197	0.03
Aug-26	4.93	-0.04	4.87	-0.07	5.82	4.87	Jan-17-29	36479	0.02
Aug-30	5.0494	-0.05	4.89	-0.06	5.43	4.95	Jan-14-31	42613	0.02
May-35	5.073	-0.06	4.9	-0.03	5.18	4.94	Jan-23-32	46233	0.02
Aug-40	5.1342	-0.05	4.86	-0.04	5.48	4.62	Jun-03-33	50587	0.02
May-45	5.2466	-0.05	4.78	-0.01	6.71	3.71	Jan-31-34	54072	0.02
Aug-50	5.2137	-0.07	4.86	0.05	4.87	5.71	Jan-31-34	54072	0.02
May-55	5.1723	-0.07	4.95	0.09	4.2	7.06	Jan-31-34	54072	0.02

Fixed-Rate Bonds



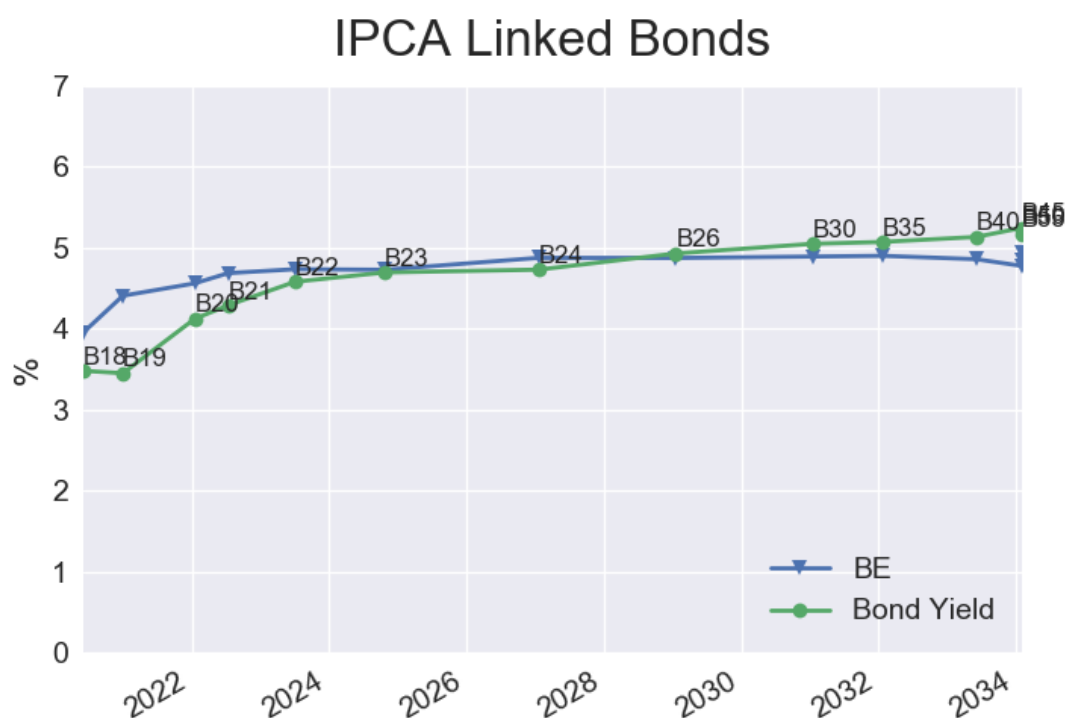
Fixed Bonds x DI





Daily Fixed Income

September 6, 2017



2 DI - Open Interest

Institutions	Contracts (k)	Long (%)	Ch. (k)	Contracts (k)	Short (%)	Ch. (k)	Net Position (k)	Net Ch. (k)
Financial Institutions	6140.0	27.72	52.0	6789.0	30.64	24.0	-648.0	27.0
Banks	6130.0	27.67	52.0	6615.0	29.86	25.0	-485.0	27.0
Brokers & Dealers	0.0	0.0	0.0	2.0	0.0	0.0	-2.0	0.0
Other	11.0	0.04	0.0	172.0	0.77	-0.0	-161.0	0.0
Institutional Investors	11742.0	53.01	-54.0	10637.0	48.02	6.0	1105.0	-60.0
Domestic	11742.0	53.01	-54.0	10637.0	48.02	6.0	1105.0	-60.0
Nonresident Investors	4223.0	19.06	8.0	4698.0	21.21	-23.0	-475.0	31.0
Corporations	25.0	0.11	2.0	21.0	0.09	0.0	4.0	2.0
Individuals	19.0	0.08	-0.0	4.0	0.02	-0.0	15.0	-0.0
Total	22150.0	100.0	8.0	22150.0	100.0	8.0	0.0	0.0



Daily Fixed Income

September 6, 2017

Contracts	D-1 (k)	D-Zero (k)	Ch. Daily (k)	Vol. (k)
V17	3321.2	3334.8	13.6	6407.1
X17	286.1	290.4	4.3	426.8
Z17	261.9	262.8	0.9	808.5
F18	4139.0	4147.2	8.2	24821.3
G18	73.3	75.6	2.3	324.8
H18	57.1	62.0	4.8	542.4
J18	1242.8	1251.4	8.7	4172.6
K18	25.8	26.1	0.3	76.4
M18	35.0	36.4	1.3	205.0
N18	1472.6	1495.0	22.4	7699.2
Q18	5.5	5.5	0.0	18.7
U18	0.0	0.4	0.4	32.6
V18	636.8	635.5	-1.3	1384.1
F19	2327.9	2295.1	-32.7	50809.1
J19	570.8	569.6	-1.2	775.1
N19	566.9	572.9	5.9	2594.5
V19	249.1	255.6	6.4	1506.7
F20	1731.6	1691.1	-40.5	24761.8
J20	74.0	73.8	-0.2	53.3
N20	1320.1	1323.5	3.5	3054.3
V20	50.2	49.2	-0.9	345.0
F21	1447.1	1442.0	-5.1	22248.8
J21	33.5	33.9	0.4	62.9
N21	230.7	237.9	7.2	1406.2
V21	17.1	17.0	-0.1	4.9
F22	107.3	107.7	0.4	410.2
J22	1.8	1.8	0.0	7.3
N22	13.0	12.1	-0.9	60.8
F23	763.3	765.8	2.5	3709.4
N23	4.0	4.0	0.0	0.0
F24	57.1	57.0	-0.0	33.5
N24	3.4	3.4	0.0	0.0
F25	543.5	540.1	-3.4	3246.4
F26	62.0	62.6	0.6	65.9
F27	405.2	404.8	-0.4	2774.5
F28	0.0	0.0	0.0	0.0
F29	4.5	4.5	0.0	1.7
F30	1.2	1.2	nan	nan



Daily Fixed Income

September 6, 2017

3 DI - DV01 Table

DI	Last Trade	Contracts	DV01	DV01-5	DV01-21	DV01-63	DV01-126
	(%)	(k)	(k)	Bus. Days (Ave. (k))	Bus. Days (Ave.(k))	Bus. Days (Ave.(k))	Bus. Days (Ave.(k))
Market	nan	1960.7	9210.6	5086.0	5192.0	4904.9	4928.3
V17	8.26	64.4	13.6	104.9	80.5	53.7	48.3
X17	8.13	4.3	2.0	2.0	4.3	2.2	1.5
Z17	7.9	8.2	5.6	2.1	5.3	2.7	2.0
F18	7.74	254.1	231.7	505.8	428.3	377.5	468.0
G18	7.64	3.3	3.9	0.2	2.5	4.2	2.1
H18	7.59	5.6	7.6	1.5	2.0	1.1	0.5
J18	7.54	43.4	69.2	47.3	72.9	62.2	49.5
N18	7.54	81.6	185.0	157.7	135.9	112.7	98.6
V18	7.65	15.0	43.7	12.3	25.6	32.2	56.9
F19	7.79	560.4	1974.4	912.2	965.5	889.2	931.4
J19	7.94	8.7	35.7	60.7	114.3	87.1	48.7
N19	8.12	29.8	138.1	61.6	56.0	49.4	46.8
V19	8.34	17.8	91.7	3.7	4.4	2.6	3.2
F20	8.5	299.0	1691.2	524.1	472.2	476.3	477.8
J20	8.67	0.7	4.0	4.1	2.0	1.3	4.4
N20	8.84	38.7	251.9	218.9	261.4	241.7	239.3
V20	8.99	4.5	31.0	0.5	2.6	1.7	7.2
F21	9.07	296.7	2164.9	1190.3	1211.6	1176.7	1176.6
J21	9.18	0.9	6.6	0.1	1.8	1.0	0.8
N21	9.31	19.7	156.7	8.6	9.0	9.7	5.8
V21	9.41	0.1	0.6	0.1	1.5	0.6	1.3
F22	9.47	6.1	51.8	45.5	35.8	32.4	30.9
N22	9.6	0.9	8.5	0.1	0.1	0.1	0.1
F23	9.69	60.6	575.4	460.9	476.1	417.0	397.5
N23	9.76	0.0	0.0	0.0	0.1	0.0	0.1
F24	9.86	0.6	6.1	6.8	3.7	3.7	4.4
N24	9.93	0.0	0.0	0.0	0.0	0.0	0.0
F25	10.01	65.2	691.4	315.9	365.9	338.6	318.2
F26	10.1	1.5	15.9	0.8	5.3	5.8	5.4
F27	10.22	68.6	751.3	263.5	251.8	211.5	179.0
F28	10.26	0.0	0.0	0.0	0.0	0.0	0.0
F29	10.27	0.0	0.5	0.0	0.1	0.2	0.3
F30	10.31	0.0	0.5	0.0	0.1	0.0	0.0



Daily Fixed Income

September 6, 2017

4 NTNB FRAs

FRA Yield NTN-B	B-18	B-19	B-20	B-21	B-22	B-23	B-24	B-26	B-30	B-35	B-40	B-45	B-50	B-55
B-18	3,48%													
B-19	3,45%	3,41%												
B-20	4,12%	4,45%	5,06%											
B-21	4,29%	4,60%	5,07%	5,09%										
B-22	4,58%	4,88%	5,24%	5,36%	5,51%									
B-23	4,70%	4,98%	5,31%	5,44%	5,58%	5,73%								
B-24	4,73%	4,97%	5,22%	5,27%	5,32%	5,18%	4,90%							
B-26	4,93%	5,15%	5,36%	5,27%	5,44%	5,49%	5,82%	5,43%						
B-30	5,05%	5,22%	5,38%	5,43%	5,47%	5,46%	5,57%	5,43%	5,18%					
B-35	5,07%	5,21%	5,34%	5,38%	5,40%	5,38%	5,35%	5,43%	5,33%	5,48%				
B-40	5,13%	5,26%	5,36%	5,40%	5,41%	5,40%	5,38%	5,45%	5,37%	5,90%	6,71%			
B-45	5,25%	5,37%	5,47%	5,51%	5,53%	5,54%	5,53%	5,60%	5,62%	5,58%	5,66%	4,87%		
B-50	5,21%	5,32%	5,41%	5,44%	5,46%	5,44%	5,50%	5,45%	5,46%	5,40%	5,34%	4,65%	4,20%	
B-55	5,17%	5,27%	5,36%	5,38%	5,40%	5,37%	5,42%	5,36%	5,34%	5,40%	5,34%	4,65%	4,20%	

Spreads at the Curve	B-19	B-22	113
B-19			
B-20			17
B-22			35
B-22			67
B-35			17
B-35			14



Daily Fixed Income

September 6, 2017

5 DI FRAs

FRA	Yield	NTN-B	DI1V17	DI1F17	DI1N18	DI1F18	DI1N18	DI1F19	DI1N19	DI1F20	DI1N20	DI1F21	DI1N21	DI1F22	DI1F23	DI1F24	DI1N24	DI1F25	DI1F26	DI1F27	DI1F29	DI1F30
DI1V17	8.21%																					
DI1F18	7.72%	7.59%																				
DI1N18	7.54%	7.48%	7.42%																			
DI1F19	7.79%	7.76%	7.81%	8.19%																		
DI1N19	8.12%	8.11%	8.20%	8.59%	9.01%																	
DI1F20	8.50%	8.51%	8.62%	9.01%	9.43%	9.83%																
DI1N20	8.84%	8.86%	8.98%	9.37%	9.77%	10.14%	10.46%															
DI1F21	9.07%	9.09%	9.21%	9.57%	9.91%	10.21%	10.40%	10.35%														
DI1N21	9.31%	9.33%	9.45%	9.79%	10.12%	10.39%	10.58%	10.64%	10.65%													
DI1F22	9.47%	9.49%	9.61%	9.92%	10.21%	10.45%	10.61%	10.65%	10.65%	10.67%												
DI1F23	9.69%	9.71%	9.81%	10.08%	10.32%	10.50%	10.62%	10.65%	10.65%	10.65%	10.65%											
DI1F24	9.86%	9.88%	9.97%	10.20%	10.41%	10.56%	10.66%	10.68%	10.68%	10.70%	10.70%	10.71%										
DI1N24	9.93%	9.94%	10.03%	10.25%	10.44%	10.58%	10.67%	10.70%	10.74%	10.75%	10.75%	10.74%	10.72%	10.73%	10.78%	10.79%	10.79%	10.85%	10.95%	11.11%		
DI1F25	10.01%	10.03%	10.11%	10.32%	10.50%	10.63%	10.72%	10.74%	10.75%	10.75%	10.75%	10.79%	10.80%	10.79%	10.83%	10.85%	10.87%	10.76%	10.99%	11.23%		
DI1F26	10.10%	10.12%	10.19%	10.38%	10.54%	10.65%	10.72%	10.75%	10.75%	10.75%	10.75%	10.79%	10.80%	10.87%	10.93%	10.98%	11.01%	10.79%	10.75%	10.52%		
DI1F27	10.22%	10.24%	10.31%	10.48%	10.62%	10.73%	10.80%	10.82%	10.82%	10.82%	10.82%	10.86%	10.85%	10.77%	10.79%	10.78%	10.78%	10.75%	10.75%	10.59%	10.74%	
DI1F29	10.27%	10.28%	10.35%	10.48%	10.60%	10.68%	10.73%	10.73%	10.73%	10.73%	10.75%	10.77%	10.76%	10.77%	10.79%	10.79%	10.79%	10.75%	10.75%	10.52%		
DI1F30	10.31%	10.32%	10.38%	10.51%	10.61%	10.69%	10.73%	10.73%	10.73%	10.73%	10.75%	10.77%	10.76%	10.77%	10.78%	10.78%	10.78%	10.75%	10.75%	10.59%	10.74%	

Spreads at the Curve

DI1F18	DI1F19	6
DI1F19	DI1F21	128
DI1F19	DI1F23	190
DI1F21	DI1F23	62
DI1F21	DI1F25	94
DI1F23	DI1F25	32



Daily Fixed Income

September 6, 2017

6 Disclaimer

This report has been produced by Guide Investimentos S.A Corretora de Valores solely for its recipients and should not be distributed without previous consent from Guide Investimentos S.A. Although this report is based upon the most reliable public information, Guide Investimentos makes no warranties of the reliability of such information. This document is for informational purposes only and does not constitute any tender to sell or buy financial instruments. Information discussed herein is not suitable for all investors and it does not aim at providing any trading strategy for individual goals. Investors should have experience and knowledge of the risks in FX/Fixed Income markets. Guide Investimentos S.A Corretora de Valores has no obligation to update, revise or modify any information contained herein. Guide Investimentos and its analysts shall not be held responsible for any accidental incorrect information, nor for investment decisions taken based upon the information contained herein. Additional information discussed on this report is available upon request. Analysts each certify that the views expressed in this report represent only personal views produced independently, including with respect Guide Investimentos S.A Corretora de Valores. This report should not be considered as research report ("relatório de análise") for the purposes of the article 1 of CVM Instruction NR 483. Opinions, estimates and projections contained herein express the current judgment of the analysts build on the date this report was released and therefore can be changed without notice. Analysts do not accept any liability that incorrect use of this report could cause, including financial losses. Upon accepting this document, one should agree with all the above-mentioned limitations