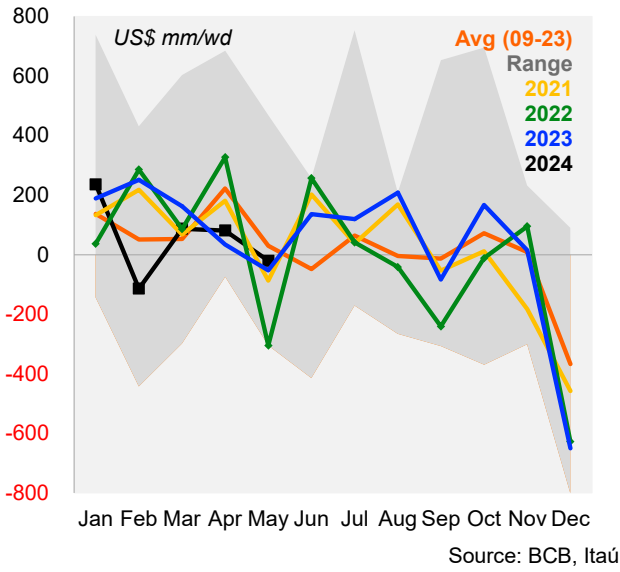


Brazilian FX market registers a net outflow of US\$ 0.4 bn in May

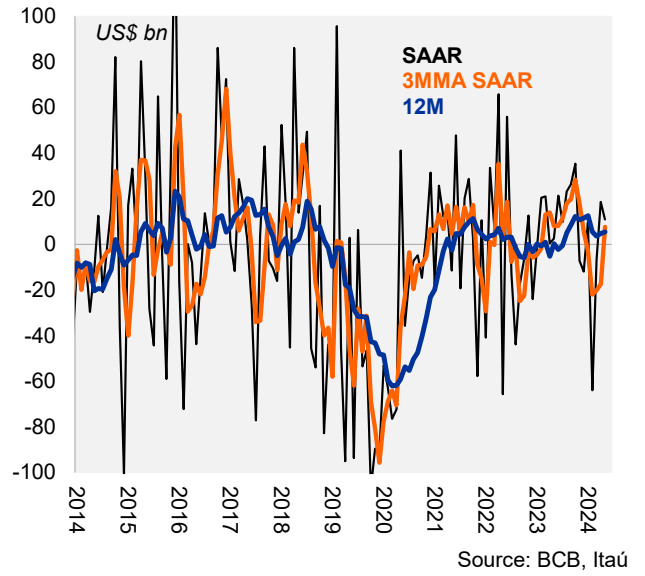
- ▶ The Central Bank released today the trade flow until the end of May. The FX market posted a net outflow of US\$ 0.4 billion in May, with an inflow of US\$ 6.1 billion in the trade front and an outflow of US\$ 6.5 bn in the financial segment. May's result was below the historical average for the month, due to a higher outflow in the financial component, while the trade inflow was higher than the average. Year-to-date, flow is positive by US\$ 6.2 bn, compared with US\$ 12.2 bn in the same period of last year.
- ▶ **Our vision:** the Brazilian FX market registered a robust inflow in 2023 and started the year with a positive performance. However, with the trade balance losing momentum and financial outflows, the net flow should remain negative throughout the year.

year / month (US\$ bn)	Trade						Financial			Net flow
	Exports				Imports	Net flow	Inflow	Outflow	Net flow	
	Total	Advance on FX contracts	Advance payments	Others						
2018	226.8	34.2	74.9	117.7	179.1	47.7	524.7	573.4	-48.7	-1.0
2019	196.3	32.3	58.3	107.6	177.0	18.1	556.5	621.8	-61.0	-43.9
2020	192.7	23.8	68.9	100.0	169.9	22.8	486.8	537.7	-50.9	-28.0
2021	225.2	28.4	53.4	143.5	217.2	8.1	540.7	544.4	-3.7	4.4
2022	272.4	34.1	59.6	178.7	250.9	21.5	591.9	616.6	-24.7	-3.2
2023	281.5	31.5	64.6	185.4	232.4	49.1	600.7	638.3	-37.6	11.5
Jan-24	23.7	2.1	3.9	17.7	19.1	4.6	57.1	56.6	0.6	5.2
Feb-24	20.4	2.2	3.7	14.5	17.6	2.7	40.0	44.9	-4.9	-2.2
Mar-24	27.4	3.4	6.8	17.2	20.1	7.3	51.8	57.4	-5.5	1.8
Apr-24	33.0	3.7	9.1	20.2	20.0	13.0	50.5	61.7	-11.2	1.8
May-24	26.6	2.9	6.6	17.0	20.5	6.1	40.8	47.3	-6.5	-0.4

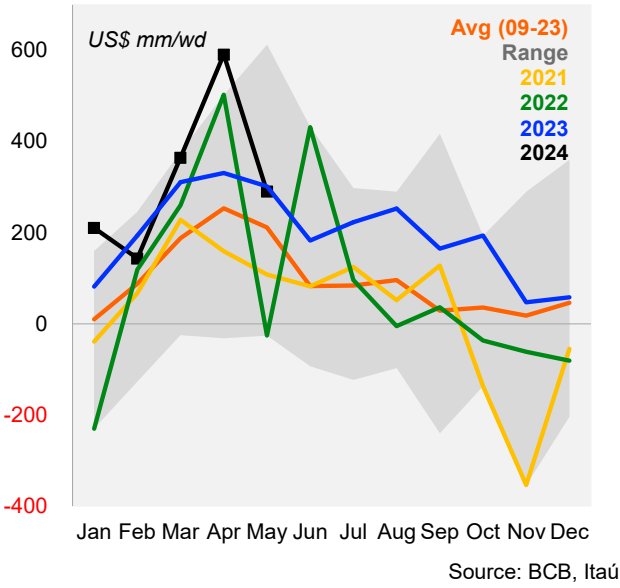
Foreign exchange outflow of US\$ 0.4 bn in May



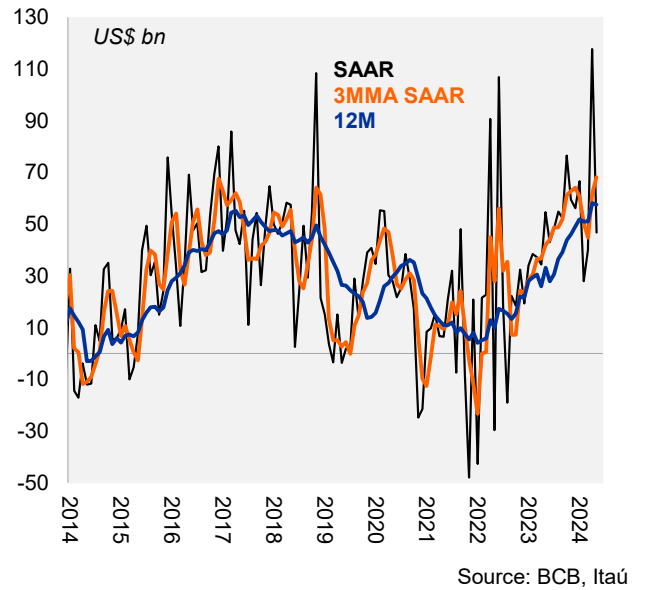
In 12m the flow is positive by US\$ 5.5 bn



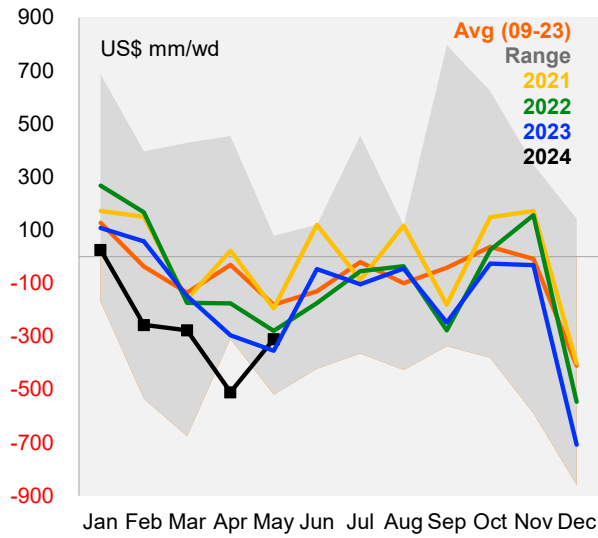
Trade inflow of US\$ 6,1 bn in the month...



... with a positive balance of almost US\$ 58 bn in 12m

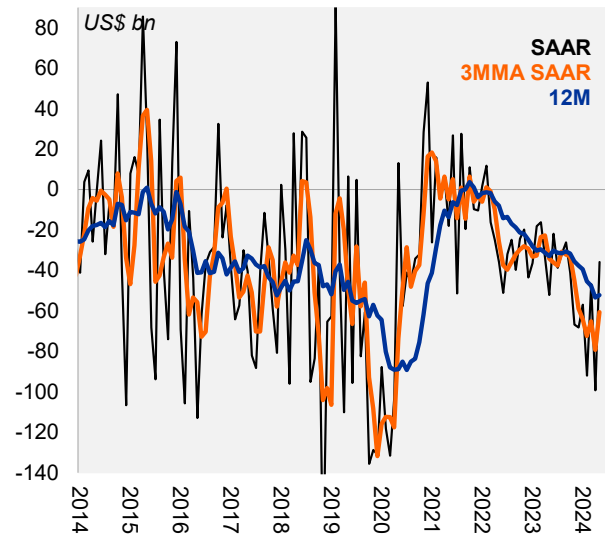


The financial flow was negative by US\$ 6.5 bn in May...



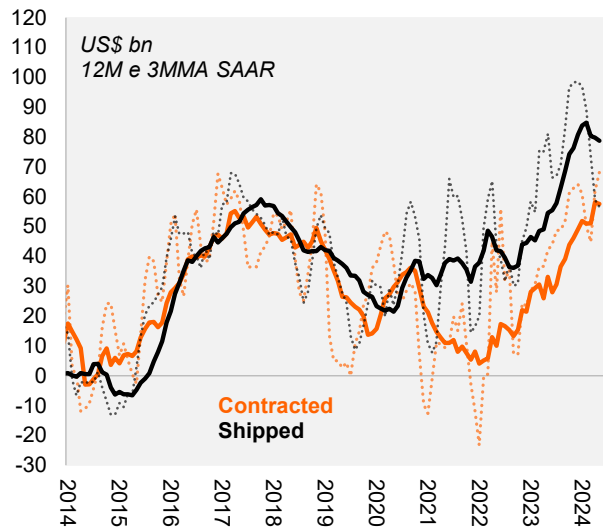
Source: BCB, Itaú

...accumulating an outflow of US\$ 52 bn in 12m



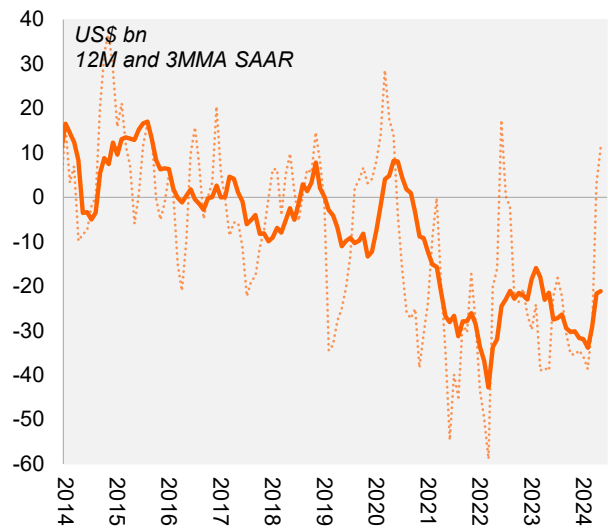
Source: BCB, Itaú

The gap between contracted vs. shipped flows remains broadly stable at the margin (after an improvement in April)...



Source: BCB, Itaú

... with the 12-month accumulated reading close to US\$ 20 bn (US\$ 57 bn in exports)



Source: BCB, Itaú

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