

MAIN CHARACTERISTICS ⁽¹⁾
OF DOMESTIC FEDERAL SECURITIES REGISTERED IN THE
SPECIAL SYSTEM FOR SETTLEMENT AND CUSTODY (SELIC) ⁽²⁾

NATIONAL TREASURY LIABILITIES ⁽³⁾

BTN – National Treasury Bonds

Term	Up to 25 years.
Form	Nominative and negotiable.
Nominal Value	NCz\$ 1.00 (one cruzado novo) in February 1989.
Nominal Value Update	Options at maturity: (1) monetary correction applied to similar securities (2) variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the issuance date and on the maturity date.
Interest Rate	6%/year, applied over the nominal value updated according to the monetary correction rate.
Interest Payment	Semi-annually, based on the updated nominal value and adjusted in the first period, if it is the case.
Redemption	Original chronogram of Brazil Investment Bonds used in the exchange operation.
Legal Basis	Law 7,777, of 6.19.1989 (articles 5 and 7); Law 8,177, of 3.1.1991 (article 3, item II and article 5); Ministry of Finance/GM Directive 169, of 8.22.1989; and National Treasury Secretariat/CODIP Communiqué 61, of 11.27.1989.

LFT –Financial Treasury Bills

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁴⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Yield	Selic Rate.
Redemption	Nominal value added to the yield, since the reference date of the security.
Legal Basis	Decree 3,859, of 7.4.2001 (article 2)

LFT-A – Financial Treasury Bills Series A

Term	Up to 15 years.
Form	Nominative and negotiable.
Placement	Direct placement.
Nominal Value	R\$ 1,000.00.
Yield	Selic Rate added by 0.0245%/month
Redemption	Payment in 180 monthly and consecutive installments, with the first being redeemed in the month following the issuance and each installment value corresponding to the result of the division of the remaining balance, duly updated and capitalized, on the maturity date of each installment, by the number of pending installments, including the one which is being paid.
Legal Basis	Law 9,496, of 9.11.1997 (article 11): Provisional Measure 2,192-68, of 6.28.2001; and Decree 3,859, of 7.4.2001 (article 4).

LFT-B –Financial Treasury Bills Series B

Term	Up to 15 years.
Form	Nominative and negotiable.
Placement	Direct placement.
Nominal Value at reference date	R\$ 1,000.00.
Yield	Selic Rate.
Redemption	Nominal value added to the yield, since the reference date of the security.
Legal Basis	Law 9,496, of 9.11.1997 (article 11): Provisional Measure 2,192-68, of 6.28.2001; and Decree 3,859, of 7.4.2001 (article 5).

LTN – National Treasury Bills

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁴⁾ .
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	Discount over the nominal value.
Redemption	Nominal value.
Legal Basis	Decree 3,859, of 7.4.2001 (article 1).

NTN-A₁ – National Treasury Notes Subseries A₁

Term	Up to 16 years, observing the remaining chronogram of Brazil Investment Bond (BIB), used in the exchange operation.
Form	Nominative and negotiable.
Placement	Direct placement, at par or with premium or discount ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	6%/year over the updated nominal value.
Interest Payment	Semi-annually, on March and September, 15 th and adjusted in the first period, if it is the case.
Redemption	Under the same conditions observed for the payment of BIB, which generated the exchange operation, with adjustment in the first period, if it is the case.
Legal Basis	Decree 3,859, of 7.4.2001 (article 7, paragraph 1).

NTN-A₂ – National Treasury Notes Subseries A₂

Term	Up to 4 years, observing the remaining chronogram of Interest Due and Unpaid Bond (IDU), used in the exchange operation.
Form	Nominative and negotiable.
Placement	Direct placement, at par or with premium or discount ⁽⁵⁾ .
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the issuance date and to the maturity date.
Interest Rate	6-month Libor, released by Central Bank of Brazil, considering the rate registered on the second business day prior to the rescheduling agreement, plus 0.8125%/year, applied over the updated nominal value, observing the limit of 12%/year.
Interest Payment	Semi-annually, on January and July, 1 st and adjusted in the first period, if it is the case.
Redemption	Under the same conditions observed for the payment of IDU, which generated the exchange operation, with adjustment in the first period, if it is the case.
Legal Basis	Decree 3,540, of 7.11.2000 (article 7, paragraph 2).

NTN-A₃ – National Treasury Notes Subseries A₃

Term	Up to 27 years, observing the remaining chronogram of Par Bond, used in the exchange operation.
Form	Nominative and negotiable.
Placement	Direct placement, at par or with premium or discount ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	Applied over the updated nominal value: <ul style="list-style-type: none">- until 4.14.1998: 5.25%/year;- from 4.15.1998 to 4.14.1999: 5.50%/year;- from 4.15.1999 to 4.14.2000: 5.75%/year; and- from 4.15.2000 until maturity: 6%/year.
Interest Payment	Semi-annually, on April and October, 15 th and adjusted in the first period, if it is the case.
Redemption	Under the same conditions observed for the payment of Par Bond, which generated the exchange operation, with adjustment in the first period, if it is the case.
Legal Basis	Decree 3,859, of 7.4.2001 (article 7, paragraph 2).

NTN-A₆ – National Treasury Notes Subseries A₆

Term	Up to 17 years, observing the remaining chronogram of C-Bond, used in the exchange operation.
Form	Nominative and negotiable.
Placement	Direct placement, at par or with premium or discount ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	Applied over the updated nominal value: <ul style="list-style-type: none">- until 4.14.1998: 4.50%/year;- from 4.15.1998 to 4.14.2000: 5%/year;- from 4.15.2000 until maturity: 8%/year;- the difference between the interest rates until 4.14.2000 and the interest rate of 8%/year will be capitalized on the payments dates.
Interest Payment	Semi-annually, on April and October, 15 th and adjusted in the first period, if it is the case.
Redemption	Under the same conditions observed for the payment of C-Bond, which generated the exchange operation, with adjustment in the first period, if it is the case.
Legal Basis	Decree 3,859, of 7.4.2001 (article 7, paragraph 5).

NTN-A₁₀ – National Treasury Notes Subseries A₁₀

Term	Up to 9 years, observing the remaining chronogram of MYDFA.
Form	Nominative and non-negotiable.
Placement	Direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	6-month Libor, released by Central Bank of Brazil, considering the rate registered on the second business day prior to the rescheduling agreement, plus 0.8125%/year, applied over the updated nominal value, observing the limit of 12%/year.
Interest Payment	Semi-annually, on March and September, 15 th and adjusted in the first period, if it is the case.
Redemption	Under the same conditions observed for the payment of MYDFA, with adjustment in the first period, if it is the case.
Legal Basis	Decree 3,859, of 7.4.2001 (article 7, paragraph 9).

NTN-B – National Treasury Notes Series B

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the IPCA (Extended National Consumer Price Index) since the reference date of the security.
Interest Rate	Defined by the Minister of Finance, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case. The first coupon to be paid will consider the total rate defined for the six months, regardless of the issuance date.
Redemption	Bullet, at maturity.
Legal Basis	Decree 3,859, of 7.4.2001 (article 8) and National Treasury Secretariat Directive 573, of 8.29.2007.

NTN-C – National Treasury Notes Series C

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the IGP-M (General Market Price Index) since the reference date of the security.
Interest Rate	Defined by the Minister of Finance, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case. The first coupon to be paid will consider the total rate defined for the six months, regardless of the issuance date.
Redemption	Bullet, at maturity.
Legal Basis	Decree 3,859, of 7.4.2001 (article 9) and National Treasury Secretariat Directive 573, of 8.29.2007.

NTN-D – National Treasury Notes Series D

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	Defined by the Minister of Finance, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case. The first coupon to be paid will consider the total rate defined for the six months, regardless of the issuance date.
Trading of interest coupons	Coupons with maturity equal to or superior of five years, that were issued in public offerings held between 10.1.1997 and 7.17.2000, can be traded separately from the principal, keeping their original characteristics.
Redemption	Bullet, at maturity.
Legal Basis	Decree 3,859, of 7.4.2001 (article 10) and Ministry of Finance/GM Directive 183, of 7.31.2003 (article 3).

NTN-F – National Treasury Notes Series F

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	Discount over the nominal value.
Interest Rate	Defined by the Minister of Finance, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case. The first coupon to be paid will consider the total rate defined for the six months, regardless of the issuance date.
Redemption	Nominal value, at maturity.
Legal Basis	Decree 3,859, of 7.4.2001 (article 11).

NTN-H – National Treasury Notes Series H

Term	Defined by the Minister of Finance, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Index calculated according to the TR (Reference Rate) since the reference date of the security until the maturity date.
Redemption	Bullet, at maturity.
Legal Basis	Decree 3,859, of 7.4.2001 (article 12).

NTN-I – National Treasury Notes Series I

Term	Defined by the Minister of Finance, in the issuance.
Form	Issuances until 4.30.1997: nominative and non-transferable; issuances after this date: nominative and negotiable.
Placement	Direct placement.
Nominal Value at reference date	Expressed in multiples of R\$ 1.00 (Expressed in multiples of CR\$ 1,000.00 in April 1994).
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	Defined by the Minister of Finance, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Under the same conditions observed for the payment of principal.
Redemption	Up to the maturity of the interest rate installment correspondent to the financing of the exportation.
Legal Basis	Decree 1,108, of 4.13.1994 (article 3); Decree 1,732, of 12.7.1995 (article 2, paragraph 1); Decree 2,414, of 12.8.1997 (article 2, paragraph 1); Decree 3,859, of 7.4.2001 (article 13); Ministry of Finance/GM Directive 121, of 6.11.1997; and Ministry of Finance/GM Directive 18, of 1.27.1998.

NTN-M – National Treasury Notes Series M

Term	15 years.
Form	Nominative and non-negotiable.
Placement	Direct placement, not below par value, expressly authorized by the Minister of Finance, in the required to satisfy the demand resulting from the Exchange and Subscription Agreement of the New Money Bonds and of the Debt Conversion, dated November 29, 1993.
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00 (Expressed in multiples of CR\$ 1,000.00 in April 1994 and expressed in multiples of R\$1.00 in July 1994).
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	6-month Libor, considering the rate registered on the second business day prior to the rescheduling agreement, plus 0.875%/year, applied over the updated nominal value, observing the limit of 12%/year.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case.
Redemption	Payment in 17 semi-annual and consecutive installments, starting on the 7 th anniversary after 4.15.1994, included.
Legal Basis	Decree 1,108, of 4.13.1994 (article 5); Decree 3,859, of 7.4.2001 (article 14); and Ministry of Finance/GM Directive 400, of 6.30.1994.

NTN-P – National Treasury Notes Series P

Term	15 years minimum, from the settlement date of the sale under the National Privatization Program.
Form	Nominative and non-negotiable. ⁽⁶⁾ .
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1.00 (Expressed in multiples of Cr\$ 1,000.00 in July 1993 and expressed in multiples of CR\$ 1,000.00 in September 1993).
Nominal Value Update	Index calculated according to the TR (Reference Rate) since the reference date of the security until the maturity date.
Interest Rate	6%/year over the updated nominal value.
Interest Payment	Paid at maturity.
Redemption	Bullet, at maturity.
Legal Basis	Decree 870, of 7.13.1993 (article 1); Decree 916, of 9.8.1993 (article 6); and Decree 3,859, of 7.4.2001 (article 15).

NTN-R₂ – National Treasury Notes Subseries R₂

Term	10 years.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00 (Expressed in multiples of CR\$ 1,000.00 in December 1993).
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	12%/year over the updated nominal value.
Interest Payment	Monthly.
Redemption	Payment in 10 equal, annually and consecutive installments.
Legal Basis	Decree 1,019, of 12.23.1993 (article 11); and Decree 3,859, of 7.4.2001 (article 16).

NTN-S – National Treasury Notes Series S

Term	Compounded of two periods, the first with a minimum of 7 days and the second with at least 21 days.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	In the first period, discount over the nominal value. In the second period, Selic Rate, applied over the nominal value, accumulated since the date established for the beginning of the second period of the security.
Redemption	Bullet, at maturity.
Legal Basis	Decree 2,887, of 12.17.1998.

NTN-U – National Treasury Notes Series U

Term	Up to 15 years.
Form	Nominative and negotiable.
Placement	Public offering or direct placement ⁽⁵⁾ .
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Index calculated according to the Long Term Interest Rate (TJLP), since the issuance date of the security until the maturity date.
Interest Rate	6.53%/year over the updated nominal value.
Redemption	Payment in monthly and consecutive installments, with each installment value corresponding to the result of the division of the remaining balance, dully updated and capitalized, on the maturity date of each installment, by the number of pending installments, including the one which is being paid.
Legal Basis	Decree 3,540, of 7.11.2000 (article 16).

CENTRAL BANK LIABILITIES ⁽⁷⁾

BBC – Central Bank Bonds

Term	28 days minimum.
Form	Nominative.
Placement	Public offering.
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	Discount over the nominal value.
Redemption	Nominal value.
Legal Basis	National Monetary Council Resolution 1,780, of 12.21.1990; and Central Bank Circular 2,437, of 6.30.1994.

BBC-A – Central Bank Bonds Series A

Term	Compounded of two periods, the first with a minimum of 7 days and the second with at least 21 days.
Form	Nominative and negotiable.
Placement	Public offering.
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	In the first period, discount over the nominal value. In the second period, Selic Rate, applied over the nominal value, accumulated since the date established, in each announcement of public offering, for the beginning of the second period of the security.
Redemption	At maturity, by the nominal value added to the yield of the second period.
Legal Basis	National Monetary Council Resolution 2,552, of 9.24.1998; and National Monetary Council Resolution 2,675, of 12.23.1999.

LBC – Central Bank Bills

Term	Up to 30 months.
Form	Nominative and negotiable.
Placement	Public offering.
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Yield	Defined by the adjusted average rate of funding, registered in Selic, with federal government securities.
Redemption	Nominal value.
Legal Basis	National Monetary Council Resolution 1,693, of 3.26.1990; National Monetary Council Resolution 2,077, of 6.6.1994; and National Monetary Council Resolution 2,089, of 6.30.1994.

NBCA – Central Bank Notes Series A

Term	Compounded of two periods, the first with a minimum of 1 month and the second with at least 2 months.
Form	Nominative and negotiable.
Placement	Public offering.
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	In the first period, variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the issuance date and to the end of the first period.
Interest Rate	In the first period, 6%/year over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first payment, if it is the case.
Yield	In the second period, Selic Rate, applied over the nominal value, accumulated since the date established, in each announcement of public offering, for the beginning of the second period of the security.
Redemption	Bullet, at maturity.
Legal Basis	National Monetary Council Resolution 2,571, of 12.17.1998 and National Monetary Council Resolution 2,675, of 12.23.1999.

NBCE – Central Bank Notes Special Series

Term	Defined by Central Bank, in the issuance.
Form	Nominative and negotiable.
Placement	Public offering.
Nominal Value at reference date	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the free market, considering the average rates registered on the business days prior to the reference date and to the maturity date.
Interest Rate	Defined by Central Bank, in the issuance, as an annual percentage to be applied over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case. The first coupon to be paid will consider the total rate defined for the six months, regardless of the issuance date.
Redemption	Bullet, at maturity.
Legal Basis	National Monetary Council Resolution 2,760, of 7.27.2000; Central Bank Circular 2,960, of 1.19.2000; and Central Bank Circular Letter 2,893, of 1.19.2000.

NBCF – Central Bank Notes Floating Series

Term	3 months minimum.
Form	Nominative.
Placement	Public offering.
Nominal Value	Expressed in multiples of R\$ 1,000.00.
Nominal Value Update	Variation of the US dollar exchange rate (offer side) in the floating market, considering the average rates registered on the business days prior to the issuance date and to the maturity date.
Interest Rate	6%/year over the updated nominal value.
Interest Payment	Semi-annually and adjusted in the first period, if it is the case.
Redemption	Bullet, at maturity.
Legal Basis	National Monetary Council Resolution 2,545, of 9.9.1998.

⁽¹⁾ This is a schematic and summarized presentation of the main characteristics of securities with registration and custody position in the Selic, except for Central Bank Bonds (BBC), Central Bank Bonds Series A (BBCA), Central Bank Bills (LBC), Central Bank Notes Series A (NBCA), Central Bank Notes Special Series (NBCE), Central Bank Notes Floating Series (NBCF), National Treasury Bonds (BTN), National Treasury Notes Subseries A₁ (NTN-A1), National Treasury Notes Subseries A₂ (NTN-A2), National Treasury Notes Subseries A₁₀ (NTN-A10), National Treasury Notes Series D (NTN-D), National Treasury Notes Series H (NTN-H), National Treasury Notes Series M (NTN-M), National Treasury Notes Subseries R₂ (NTN-R2), National Treasury Notes Series S (NTN-S) and National Treasury Notes Series U (NTN-U) that, nowadays, do not have custody position. In the case of doubt, or additional information need, legal references and the security issuer should be consulted.

⁽²⁾ The federal securities codes registered in the Selic since 11.16.2010 are generated by the system, without a defined rule of formation. However, the existing securities at that time kept their codes, even if in the occurrence of the creation of a new maturity with the same characteristics or attributes. Between 7.31.2000 and 11.12.2010, the codes had the format "NNXXYY", where "NN" identified the type/series of the security and the remaining four digits follow the codification rules set forth in the Demab Communiqué 7,744, of 7.31.2000. The federal securities codes were: BTN – 71XXYY; LFT – 21XXYY and 50XXYY; LFT-A – 23XXYY; LFT-B – 24XXYY; LTN – 10XXYY; NTN-A1 – 94XXYY; NTN-A2 – 93XXYY; NTN-A3 – 72XXYY; NTN-A6 – 96XXYY; NTN-A10 – 92XXYY; NTN-B – 76XXYY; NTN-C – 77XXYY; NTN-D – 73XXYY and 78XXYY; NTN-F – 95XXYY; NTN-H – 79XXYY; NTN-I – 88XXYY and 89XXYY; NTN-M – 85XXYY and 86XXYY; NTN-P – 74XXYY and 81XXYY; NTN-R2 – 84XXYY; NTN-S – 87XXYY and 97XXYY; NTN-U – 91XXYY; BBC – 11XXYY; BBC-A – 15XXYY and 17XXYY; LBC – 20XXYY and 22XXYY; NBCA – 16XXYY; NBCE – 13XXYY and 18XXYY; and NBCF – 14XXYY.

⁽³⁾ The general conditions to be observed in National Treasury securities' public offerings; the formulas for updating the nominal value of the National Treasury Notes (NTN) and of the Financial Treasury Bills (LFT) issued from 7.1.1994; and the criteria for payment of interest coupons on NTN issued up to 9.1.2000 are set forth in the National Treasury Secretariat Directives 538, of 8.3.2011, 324, of 12.27.1995, and 506, of 12.15.1994, respectively. The rules for interest payment of federal securities issued since 9.1.2000 are set forth in the National Treasury Secretariat Directive 442, of 9.5.2000. In the case of the NTN-B and the NTN-C, the update of the nominal value, including the *pro rata* adjustment, is laid down by Directive 573, of 8.29.2007.

⁽⁴⁾ The LFT and the LTN will be issued, adopting one of the following forms, that will be defined by the Minister of Finance: (I) public offering, through auctions, at par or with premium or discount; (II) public offering for individuals, at par or with premium or discount; (III) direct placement, not below par, with autonomous federal institutions, foundations, public companies or mixed capital companies, comprising the Federal Administration, upon express authorization of the Minister of Finance; (IV) direct placement, in cases of payment of debts incurred or recognized by the Union, at par or with premium or discount; (V) direct placement in exchange transactions with the Central Bank of Brazil, upon express authorization of the Minister of Finance, at par or with premium or discount; and (VI) direct placement, without financial transfers, upon express authorization of the Minister of Finance, to ensure Central Bank of Brazil to maintain its government securities portfolio in an appropriate size for the implementation of monetary policy.

⁽⁵⁾ The NTN will be issued, adopting one of the following forms, that will be defined by the Minister of Finance: (I) public offering, through auctions, at par or with premium or discount; (II) public offering for individuals, at par or with premium or discount; (III) direct placement, not below par, with autonomous federal institutions, foundations, public companies or mixed capital companies, comprising the Federal Administration, upon express authorization of the Minister of Finance; (IV) direct placement, in cases of payment of debts incurred or recognized by the Union, at par or with premium or discount; (V) direct placement, expressly authorized by the Minister of Finance, with a specific counterpart, not below par, to provide for the Export Financing Program (PROEX) and in exchange operations of Brazil Investment Bonds (BIB), pursuant to item III, article 1, of Law 10,179, of 2.6.2001; (VI) direct placement, expressly authorized by the Minister of Finance, with a specific counterpart, not below par, in exchange transactions to fund projects to incentive the Brazilian audio-visual sector and for donations to the National Fund for Culture, pursuant to item V, article 1, of Law 10,179, of 2.6.2001; and at par value or with premium or discount in exchange operations originated from external debt restructuring agreements; (VII) direct placement in exchange transactions with the Central Bank of Brazil, upon express authorization of the Minister of Finance, at par or with premium or discount; and (VIII) direct placement, without financial transfers, upon express authorization of the Minister of Finance, to ensure Central Bank of Brazil to maintain its government securities portfolio in an appropriate size for the implementation of monetary policy.

⁽⁶⁾ Upon express consent by the creditor, NTN-P holders may use them at par value to: (I) pay their due or falling due debts with the Federal Government or with participants of the Federal Administration; (II) upon express authorization of the Minister of Finance and the Minister supervising the entities concerned, pay due or falling due debts of third parties with the Federal Government or with participants of Federal Administration; and (III) make any transfer to Federal Administration entities (Decree 3,859, of 7.4.2001 – article 15, paragraph 2).

⁽⁷⁾ Pursuant to article 34, of Complementary Law 101, of 5.4.2000 (published in the Official Federal Gazette on 5.5.2000), the Central Bank of Brazil stopped issuing public debt securities after two years from the date of its publication. All securities issued by Central Bank have already been redeemed.