



I. Open market and foreign exchange swap operations

In April, the Central Bank borrowed funds through security selling auctions with commitment of repurchase in three and six months. In the three-month operations settled over the month, the Central Bank sold LTN, NTN-B and NTN-F, in percentages of 44.2%, 34.0% and 21.7%, respectively. The financial volume of such long-term repurchase operations reached R\$39.1 billion and repurchases related to previous operations hit R\$35.9 billion, causing a monetary contraction of R\$3.2 billion. In the six-month operations settled over the month, the Central Bank sold NTN-F, NTN-B and LTN, in percentages of 59.9%, 29.6% and 10.5%, respectively. The financial volume of such long-term repurchase operations reached R\$15.9 billion and repurchases related to previous operations hit R\$4.4 billion, causing a monetary contraction of R\$11.5 billion. As a result, the balance of outstanding three-month repurchase operations, accrued by the contracted rates, went from R\$129.7 billion on 3/31 to R\$134.1 billion on 4/30. In the same period, the average term to mature of such operations came from 33 to 30 business days. With respect to the six-month repo operations, the balance accrued by the contracted rates went from R\$68.0 billion on 3/31 to R\$80.2 billion on 4/30. In the same period, the average term to mature of such operations varied from 73 to 69 business days.

In managing short-term liquidity, the Central Bank borrowed funds overnight in 16 business days of the month. The average financial volume of these borrowing operations reached R\$92.3 billion at a maximum rate of 12.65% p.y. until 4/23 and of 13.15% p.y. on 4/30, when the target for the Selic rate was increased by 50 basis points. On 4/27, 4/28 and 4/29 the Central Bank also held overnight lending interventions, with financial volumes of R\$14.7 billion, R\$11.9 billion and R\$25.9 billion, respectively, at a minimum rate of 12.90% p.y. or 12.80% p.y. The Central Bank also held a borrowing intervention on 4/30 with term to mature of 24 business days and financial volume of R\$534.4 billion, at a maximum rate of 13.18% p.y.

Along the month, there were no standing facilities.

On every business day of the month, except on 4/30, the Central Bank offered contracts in traditional foreign exchange swap auctions. In these events were signed 120,050 contracts maturing on 3/1/2016 and 81,350 contracts maturing on 10/3/2016, totaling the equivalent of US\$10.1 billion. On the last day of the month, the foreign exchange swap net long position reached US\$112.8 billion.



II. Secondary market transactions with federal securities registered in Selic

In April, the volume of outright operations among market institutions with Selic-registered federal public securities decreased 24.6% as against the previous month, totaling R\$21.1 billion and 2,309 operations per day, on average.

Operations with fixed-rate securities (LTN and NTN-F) dropped 20.7% as against the previous month totaling R\$12.1 billion, or 57.5% share of the total market. Likewise, on the segment of inflation-linked securities (NTN-B and NTN-C), trading volume decreased 20.2% as against March and was responsible for an average daily trade volume of R\$4.9 billion, equivalent to a 23.2% share of the secondary market. On the floating rate (LFT) segment, the average daily trade volume decreased 36.7% as against the previous month, totaling R\$4.1 billion, which was equivalent to a 19.3% share of the total market.

The most traded security in the secondary market, on the financial volume criteria, was the LTN due on 4/1/2016, with a daily average of R\$2.1 billion, corresponding to 9.9% of the whole secondary market. Next in rank, came the LTN maturing on 7/1/2015, with a daily average of R\$2.0 billion, and the LFT maturing on 3/1/2021, with a daily average of R\$1.9 billion. The security with the highest number of trades in the secondary market was the LFT due on 9/7/2015, with an average of 271 trades per day.

The daily average financial volume of forward operations decreased 19.8%, reaching R\$9.1 billion in April. On the segment of fixed-rate securities, forward negotiation fell 18.8% as against the previous month, reaching R\$5.7 billion. Transactions with inflation-linked securities declined 21.5% as against the previous month, totaling R\$3.3 billion. The LTN due on 4/1/2016 was the most transacted security, with a financial volume of R\$1.0 billion and a share of 11.1% of total trade.

Repurchase operations, except those performed with the Central Bank, reached daily averages of R\$966.3 billion and 6,228 operations. Intraday repos recorded daily averages of R\$3.8 billion and 12 operations.

Overnight operations corresponded to 98.6% of total repurchase operations, recording daily averages of R\$952.4 billion and 6,124 operations. Repurchase operations maturing over one business day, allowing trade of collateral, recorded daily averages of R\$655.0 million and 48 operations. Regarding those not allowing transaction of collateral, daily averages were R\$9.5 billion and 45 transactions.

The daily average of outright brokerage operations decreased 20.8% as against the previous month, to R\$7.6 billion. Their share of total outright operations changed from 34.2% to 35.9%. In April, the lowest traded volume was R\$4.0 billion, on 4/22, and the highest, R\$10.1 billion, on 4/24.



Considering only fixed-rate securities, the financial volume of outright brokerage operations decreased from R\$5.9 billion in March to R\$4.5 billion in April. The number of operations came from 126 to 117 per day on average. Their share of this segment fell from 38.6% to 37.3%.

In the group of inflation-linked securities, the volume of outright operations with brokers was R\$1.6 billion, corresponding to 33.5% of the joint NTN-B and NTN-C market.

The NTN-F due on 1/1/2021, which recorded in April a daily average of R\$704.9 million in brokerage transactions, or 50.3% of its total outright operations, was the most traded security by brokers.

The financial volume of repurchase operations with brokers reached a daily average of R\$5.4 billion.