



I. Open market and foreign exchange swap operations

In June, 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 44.6%, 39.5% and 15.9%, respectively. The financial volume of such long-term repurchase operations reached R\$48.7 billion and repurchases related to previous operations hit R\$48.9 billion, causing a monetary expansion of R\$229.1 million. In the six-month operations settled over the month, the Central Bank sold NTN-F, LTN and NTN-B, in percentages of 44.2%, 34.3% and 21.5%, respectively. The financial volume of such long-term repurchase operations reached R\$25.0 billion and repurchases related to previous operations hit R\$17.2 billion, causing a monetary contraction of R\$7.8 billion. As a result, the balance of outstanding three-month repurchase operations, accrued by the contracted rates, went from R\$148.2 billion on 5/29 to R\$149.6 billion on 6/30. In the same period, the average term to mature of such operations came from 35 to 33 business days. With respect to the six-month repo operations, the balance accrued by the contracted rates went from R\$86.4 billion on 5/29 to R\$95.1 billion on 6/30. In the same period, the average term to mature of such operations varied from 66 to 74 business days.

In managing short-term liquidity, the Central Bank borrowed funds overnight in all business days of the month. The average financial volume of these borrowing operations reached R\$72.4 billion at a maximum rate of 13.15% p.y. until 6/3 and of 13.65% p.y. thereafter, when the target for the Selic rate was increased by 50 basis points. The Central Bank also held a borrowing intervention on 6/5 with term to mature of 39 business days and financial volume of R\$528.5 billion, at a maximum rate of 13.68% p.y.

On 6/9 and 6/17 standing facilities were accessed to lend R\$542.0 million and R\$500.0 million, respectively, at a rate of 14.45% p.y.

On every business day of the month, except on 6/30, the Central Bank offered contracts in traditional foreign exchange swap auctions. In these events were signed 57,050 contracts maturing on 5/2/2016, 20,720 contracts maturing on 7/1/2016 and 44,330 contracts maturing on 11/1/2016, totaling the equivalent of US\$6.1 billion. On the last day of the month, the foreign exchange swap net long position reached US\$110.8 billion.



II. Secondary market transactions with federal securities registered in Selic

In June, the volume of outright operations among market institutions with Selic-registered federal public securities decreased 11.0% as against the previous month, totaling R\$19.8 billion and 2,158 operations per day, on average.

Operations with fixed-rate securities (LTN and NTN-F) dropped 5.8% as against the previous month totaling R\$11.7 billion, or 58.9% share of the total market. Likewise, on the segment of inflation-linked securities (NTN-B and NTN-C), trading volume decreased 15.4% as against May and was responsible for an average daily trade volume of R\$5.5 billion, equivalent to a 27.8% share of the secondary market. On the floating rate (LFT) segment, the average daily trade volume decreased 14.5% as against the previous month, totaling R\$2.6 billion, which was equivalent to a 13.1% share of the total market.

The most traded security in the secondary market, on the financial volume criteria, was the LTN due on 10/1/2015, with a daily average of R\$2.1 billion, corresponding to 10.6% of the whole secondary market. Next in rank, came the NTN-B maturing on 5/15/2019 and the LTN maturing on 1/1/2019, both with a daily average of R\$1.4 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 280 trades per day.

The daily average financial volume of forward operations increased 1.1%, reaching R\$9.9 billion in June. On the segment of fixed-rate securities, forward negotiation rose 3.3% as against the previous month, reaching R\$5.7 billion. Transactions with inflation-linked securities declined 2.1% as against the previous month, totaling R\$4.1 billion. The NTN-B due on 5/15/2019 was the most transacted security, with a financial volume of R\$1.1 billion and a share of 11.3% of total trade.

Repurchase operations, except those performed with the Central Bank, reached daily averages of R\$908.0 billion and 6,586 operations. Intraday repos recorded daily averages of R\$3.3 billion and 13 operations.

Overnight operations corresponded to 98.5% of total repurchase operations, recording daily averages of R\$894.4 billion and 6,503 operations. Repurchase operations maturing over one business day, allowing trade of collateral, recorded daily averages of R\$693.3 million and 33 operations. Regarding those not allowing transaction of collateral, daily averages were R\$9.6 billion and 36 transactions.

The daily average of outright brokerage operations decreased 0.3% as against the previous month, to R\$7.4 billion. Their share of total outright operations changed from 33.1% to 37.1%. In June, the lowest traded volume was R\$4.1 billion, on 6/8, and the highest, R\$11.2 billion, on 6/5.



Considering only fixed-rate securities, the financial volume of outright brokerage operations increased from R\$4.3 billion in May to R\$4.7 billion in June. The number of operations came from 111 to 109 per day on average. Their share of this segment rose from 34.9% to 39.9%.

In the group of inflation-linked securities, the volume of outright operations with brokers was R\$1.5 billion, corresponding to 27.9% of the joint NTN-B and NTN-C market.

The LTN due on 10/1/2015, which recorded in June a daily average of R\$744.4 million in brokerage transactions, or 35.5% 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\$4.8 billion.