

6. Indicators and forecasts

Table 6.1 Macroeconomic forecasts: Gross Domestic Product

| (YoY growth rate, %) | 2014 | 2015 | 2016 | 2017 | 2018 |
|----------------------|------|------|------|------|------|
| United States | 2.6 | 2.9 | 1.5 | 2.1 | 2.2 |
| EMU | 1.4 | 2.0 | 1.8 | 2.2 | 1.8 |
| Germany | 1.9 | 1.5 | 1.9 | 2.2 | 1.8 |
| France | 1.0 | 1.0 | 1.1 | 1.7 | 1.7 |
| Italy | 0.2 | 0.9 | 1.1 | 1.5 | 1.3 |
| Spain | 1.4 | 3.4 | 3.3 | 3.1 | 2.5 |
| UK | 3.1 | 2.3 | 1.8 | 1.4 | 1.2 |
| Latin America* | 0.9 | -0.4 | -1.3 | 1.1 | 1.6 |
| Mexico | 2.3 | 2.6 | 2.0 | 2.2 | 2.0 |
| Brazil | 0.5 | -3.8 | -3.6 | 0.6 | 1.5 |
| Eagles** | 5.4 | 4.7 | 5.2 | 5.3 | 5.1 |
| Turkey | 5.2 | 6.1 | 2.9 | 6.0 | 4.5 |
| Asia-Pacific | 5.6 | 5.6 | 5.6 | 5.5 | 5.3 |
| Japan | 0.2 | 1.1 | 1.0 | 1.4 | 1.0 |
| China | 7.3 | 6.9 | 6.7 | 6.7 | 6.0 |
| Asia (exc. China) | 4.2 | 4.5 | 4.7 | 4.4 | 4.6 |
| World | 3.5 | 3.4 | 3.3 | 3.5 | 3.5 |

* Argentina, Brazil, Chile, Colombia, Mexico, Peru and Venezuela.

** Saudi Arabia, Bangladesh, Brazil, China, Philippines, India, Indonesia, Irak, Mexico, Nigeria, Pakistan, Russia, Thailand and Turkey.

Forecasts closing date: 3 de November 2017.

Source: BBVA Research & IMF

Table 6.2 United States indicators and forecasts

| Macroeconomic Indicators | 2015 | 2016 | 2017 | 2018 | 1Q17 | 2Q17 | 3Q17 | 4Q17 | 1Q18 | 2Q18 | 3Q18 | 4Q18 |
|--|------|------|------|------|------|------|------|------|------|------|------|------|
| GDP (real % change) | 2.9 | 1.5 | 2.1 | 2.2 | 1.2 | 3.1 | 2.4 | 2.4 | 2.3 | 1.9 | 1.8 | 1.8 |
| Personal consumption (real % change) | 3.6 | 2.7 | 2.6 | 2.1 | 1.9 | 3.3 | 2.0 | 2.0 | 2.2 | 1.8 | 1.8 | 2.1 |
| Government consumption (real % change) | 1.4 | 0.8 | -0.1 | 0.5 | -0.6 | -0.2 | -0.1 | 0.7 | 0.4 | 0.8 | 0.6 | 0.6 |
| Gross fixed investment (real % change) | 5.2 | -1.6 | 2.5 | 3.3 | -1.2 | 3.9 | 1.4 | 2.9 | 4.6 | 3.2 | 3.3 | 2.1 |
| Construction ¹ | 10.2 | 5.5 | 2.0 | 0.8 | 11.1 | -7.3 | 3.5 | -0.8 | 0.9 | 2.2 | 2.1 | 0.9 |
| Industrial production (real annual % change) | -0.7 | -1.2 | 1.6 | 1.6 | 1.6 | 5.6 | -0.1 | 0.0 | 1.5 | 2.4 | 2.5 | 1.8 |
| Current account balance (% of GDP) | -2.4 | -2.4 | -2.4 | -2.3 | -2.4 | -2.6 | -2.4 | -2.3 | -2.3 | -2.3 | -2.3 | -2.3 |
| Final annual inflation | 0.7 | 2.1 | 1.6 | 1.8 | -1.9 | -2.9 | 2.6 | -4.1 | -3.6 | -0.6 | 1.3 | -4.5 |
| Average annual inflation | 0.1 | 1.3 | 2.0 | 1.7 | -2.2 | -1.6 | 0.3 | -1.7 | -4.4 | -1.4 | 0.4 | -2.2 |
| Primary fiscal balance ² (% of GDP) | -2.4 | -3.1 | -3.9 | -2.8 | -3.9 | -4.2 | -4.4 | -3.5 | -2.8 | -2.9 | -2.8 | -2.8 |

1: Residential investment

2: Fiscal balance (% of GDP)

Note: **Bold** figures are forecast

Source: BBVA Research

Table 6.3 Mexico indicators and forecasts

| | 2015 | 2016 | 2017 | 2018 | 1Q17 | 2Q17 | 3Q17 | 4Q17 | 1Q18 | 2Q18 | 3Q18 | 4Q18 |
|---|-------|-------|--------------|--------------|-------|-------|-------------|--------------|--------------|--------------|--------------|--------------|
| Economic Activity | | | | | | | | | | | | |
| GDP (seasonally-adjusted series) | | | | | | | | | | | | |
| Real annual % change | 2.6 | 2.0 | 2.2 | 2.0 | 2.6 | 3.1 | 2.1 | 1.3 | 1.5 | 1.6 | 2.2 | 2.7 |
| Per inhabitant (US dollars) | 9,177 | 8,247 | 8,702 | 9,657 | 8,455 | 8,980 | 8,938 | 8,702 | 8,992 | 9,185 | 9,546 | 9,657 |
| US\$ billions | 1,110 | 1,008 | 1,075 | 1,205 | 1,044 | 1,109 | 1,104 | 1,075 | 1,122 | 1,146 | 1,191 | 1,205 |
| Inflation (average, %) | | | | | | | | | | | | |
| Headline | 2.72 | 2.82 | 5.96 | 4.63 | 4.98 | 6.10 | 6.48 | 6.29 | 4.74 | 4.05 | 3.71 | 3.68 |
| Core | 2.36 | 2.97 | 4.69 | 3.51 | 4.19 | 4.78 | 4.91 | 4.64 | 3.99 | 3.44 | 3.30 | 3.30 |
| Financial Markets (eop, %) | | | | | | | | | | | | |
| Interest rates | | | | | | | | | | | | |
| Bank funding | 3.02 | 4.29 | 6.73 | 6.80 | 6.17 | 6.75 | 7.00 | 7.00 | 7.00 | 7.00 | 6.83 | 6.33 |
| 28-day Cetes | 3.25 | 4.33 | 6.77 | 6.78 | 6.20 | 6.75 | 7.04 | 6.99 | 6.99 | 6.99 | 6.82 | 6.32 |
| 28-day TIE | 3.44 | 4.58 | 7.06 | 7.10 | 6.53 | 7.13 | 7.33 | 7.33 | 7.33 | 7.33 | 7.20 | 6.70 |
| 10-year Bond (% average) | 5.94 | 6.22 | 7.11 | 7.37 | 7.26 | 7.11 | 6.85 | 7.23 | 7.25 | 7.50 | 7.45 | 7.30 |
| Exchange rate (average) | | | | | | | | | | | | |
| Pesos per dollar | 15.97 | 18.71 | 18.90 | 18.30 | 19.90 | 18.55 | 17.81 | 18.90 | 18.50 | 19.00 | 17.90 | 17.80 |
| Public Finances | | | | | | | | | | | | |
| *FRPS (% of GDP) | -4.1 | -2.9 | -2.9 | -2.5 | | | | -1.4 | | | | -2.5 |
| External Sector³ | | | | | | | | | | | | |
| Trade balance (US\$ billions) | -14.7 | -13.1 | -14.7 | -15.3 | -2.7 | -0.1 | -6.1 | -3.8 | | | | |
| Current account (US\$ billions) | -28.2 | -22.4 | -29.5 | -30.9 | -8.4 | -0.3 | -7.9 | -7.4 | | | | |
| Current account (% of GDP) | -2.5 | -2.1 | -2.8 | -2.9 | -3.3 | -0.1 | -3.1 | -2.9 | | | | |
| Employment | | | | | | | | | | | | |
| Formal Private (annual % change) | 4.3 | 3.8 | 3.8 | 3.2 | 4.3 | 4.2 | 3.7 | 3.1 | 2.9 | 3.0 | 3.2 | 3.6 |
| Open Unemployment Rate(% active pop.) | 4.3 | 3.9 | 3.6 | 3.7 | 3.5 | 3.6 | 3.6 | 3.6 | 3.5 | 3.7 | 3.7 | 3.7 |

3: Accumulated, last 12 months

bd: billions of dollars

dpb: dollars per barrel

*FRPS: Financial Requirements of the Public Sector

na: not available

Note: **Bold** figures are forecast

Source: BBVA Research with Census Bureau, Federal Reserve, Bureau of Labor Statistics, Banxico, INEGI & SHCP data

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