

Latam Daily Flash

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Economic Analysis

Madrid

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Today, eyes will be on the Chilean national accounts for 2Q13, which we expect to be driven by moderation of supply-side activity and also but to a lesser extent, of domestic demand.

Colombia - Imports confirm slow manufacturing growth in 2Q13

In June, imports fell 15.5% YoY with a differing dynamic between the components. Consumer imports reached a similar level to a year ago. However, raw materials for industry and transportation equipment contracted significantly. In our view this adds a downward bias to GDP growth in 2Q13e, explained by weaker private investment, although this should be partially offset by lower growth in imports. Finally, the trade surplus stood at USD718mn, in line with our view of the current account deficit in 2013e. Nevertheless, we expect the recovery in economic activity to drive a reduction in the surplus in 2H13e.

What to watch today

Chile - Quarterly national accounts (2Q13, 8:30hrs NYT)

We expect GDP growth to reach 4.0% YoY in 2Q13e, confirming the deceleration in economic activity (supply-side) and also, but to a lesser extent, domestic demand. The latter should be mainly driven by slower expansion in fixed capital formation and consumption. In this context, the current account deficit should increase and reach USD4,500mn in the quarter (6.5% of 2Q13e nominal GDP), significantly higher than the previous deficit print.

Calendar: Indicators

Brazil	Date	Period	Consensus	BBVAe	Actual	Prior
Tax Collections	15-22 Aug	Jul	94715M	--	--	85683M
Current Account Balance	23 Aug	Jul	--	--	--	-\$3953M
IBGE Inflation IPCA-15 YoY	21 Aug	Aug	6.09%	--	--	--
FGV CPI IPC-S	23 Aug	Aug 22	--	--	--	--
Formal Job Creation Total	15-21 Aug	Jul	100000	--	--	123836
FGV Consumer Confidence	23 Aug	Aug	--	--	--	108.3
Unemployment Rate	22 Aug	Jul	--	--	--	6.00%
IBGE Inflation IPCA-15 MoM	21 Aug	Aug	0.15%	--	--	0.07%
Chile						
GDP YoY	19 Aug	2Q	4.00%	4.00%	--	4.10%
GDP QoQ	19 Aug	2Q	0.60%	0.64%	--	0.50%
Current Account Balance	19 Aug	2Q	-4000	-4.50%	--	-1690
Colombia						
Outstanding Loans	15-21 Aug	Jun	--	--	--	\$260.1T
Outstanding Loans YoY	15-21 Aug	Jun	--	--	--	15.07%
Retail Sales YoY	22 Aug	Jun	4.50%	6.8%	--	6.50%
Industrial Production YoY	22 Aug	Jun	-2.10%	-5%	--	-3.10%
Mexico						
Current Account Balance	23 Aug	2Q	--	--	--	-\$5532M
Unemployment Rate	23 Aug	Jul	5.29%	--	--	4.99%
Economic Activity IGAE YoY	20 Aug	Jun	1.30%	--	--	1.70%
GDP YoY	20 Aug	2Q	2.50%	--	--	0.80%
GDP QoQ	20 Aug	2Q	--	--	--	0.50%
Bi-Weekly CPI	22 Aug	Aug 15	0.19%	--	--	-0.02%
Peru						
GDP YoY	23 Aug	2Q	0.06	5.1%	--	4.80%

Most recent Latam reports

Date	Description
15-08-2013	➤ Flash Peru: GDP slowed in June
13-08-2013	➤ Colombia Economic Outlook 3Q13 (In Spanish)
13-08-2013	➤ Flash Chile: Central Bank kept policy rate at 5%, but easing should be materialize in September
9-08-2013	➤ Brazil Economic Outlook
8-08-2013	➤ 3Q13 Latin America Economic Outlook (in Spanish)
8-08-2013	➤ Peru Flash: Central Bank leaves open the possibility of further easing reserve requirements
8-08-2013	➤ Mexico Inflation Flash: Inflation continues falling in July, and the core inflation reaches its historical low
8-08-2013	➤ Chile Flash: CPI inflation increased 0.3% MoM in July
8-08-2013	➤ 3Q13 Mexico Economic Outlook (in Spanish)
7-08-2013	➤ Peru Economic Outlook 3Q13 (in Spanish)

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