

Latam Daily Flash

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Economic Analysis

Madrid

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In Peru, GDP growth reached 5.4% YoY at the beginning of 4Q13 the highest level since April. Anyway, we expect the rebound in economic activity to be moderate and growth to be around potential levels at the end of the year.

Peru - GDP rebounded in October

Output grew 5.4% YoY in October, in line with market expectations (BBVAe: 5.3%; consensus: 5.2%). This is the highest level for GDP since April, which is explained by increased momentum in almost every sector, particularly primary activities, commerce and services. Going forward, the available indicators suggest that the rebound in economic activity will be moderate in the fourth quarter and thus GDP will remain close to its potential level (see our [Peru Flash](#) for details).

Colombia - Imports confirm a rebound in durable goods consumption and a recovery in the industrial sector

Imports grew 2.7% YoY, as we anticipated. Appliances and cars had the best performance in the month, reflecting the boost given by private consumption to growth in the fourth quarter. Meanwhile, the balance of trade stood at USD264mn due to lower mining exports. This result implies a lower support by the trade balance to the current account balance, in line with our expectations.

What to watch today

No relevant indicators are expected to be released today

Calendar: Indicators

Brazil	Date	Period	Consensus	BBVAe	Actual	Prior
FGV Inflation IGP-10 MoM	16 Dec	Dec	0.46%	--	0.44%	0.44%
FGV CPI IPC-S	16 Dec	Dec	0.72%	--	0.75%	0.72%
Tax Collections	16 Dec	Nov	110900M	--	112517M	100999M
Formal Job Creation Total	17 Dec	Nov	54000	--	--	94893
CNI Industrial Confidence	17 Dec	Dec	--	--	--	54.5
FIPE CPI - Weekly	18 Dec	Dec	0.47%	--	--	0.45%
IGP-M Inflation 2nd Preview	18 Dec	Dec	0.48%	--	--	0.30%
Unemployment Rate	19 Dec	Nov	4.90%	5.00%	--	5.20%
IBGE Inflation IPCA-15 MoM	19 Dec	Dec	0.65%	0.68%	--	0.57%
Current Account Balance	19 Dec	Nov	-\$4800M	--	--	-\$7132M
FGV Consumer Confidence	20 Dec	Dec	--	--	--	112.8
Total Outstanding Loans	20 Dec	Nov	--	--	--	2610B
Quarterly Inflation Report	20 Dec	--	--	--	--	--
Colombia						
Vehicle Sales	17 Dec	Nov	--	--	--	27659
GDP QoQ	19 Dec	3Q	0.40%	0.40%	--	2.20%
GDP YoY	19 Dec	3Q	4.30%	4.60%	--	4.20%
Retail Sales YoY	19 Dec	Oct	4.20%	4.00%	--	2.30%
Industrial Production YoY	19 Dec	Oct	0.35%	3.90%	--	-1.80%
Overnight Lending Rate	20 Dec	--	3.25%	3.25%	--	3.25%
Mexico						
ANTAD Same-Store Sales YoY	16 Dec	Nov	1.10%	--	3.40%	-2.10%
Aggregate Supply and Demand	18 Dec	3Q	1.90%	1.90%	--	1.80%
Retail Sales YoY	19 Dec	Oct	-1.70%	-1.90%	--	-4.00%
Central Bank Economist Survey	19 Dec	--	--	--	--	--
Unemployment Rate	20 Dec	Nov	4.95%	4.93%	--	5.01%
Central Bank Monetary Policy Minutes	20 Dec	--	--	--	--	--
Peru						
Economic Activity YoY	16 Dec	Oct	5.20%	5.30%	5.42%	4.40%
Quarterly Inflation Report	20 Dec	--	--	--	--	--

Most recent Latam reports

Date	Description
16-12-2013	➤ Peru Flash: GDP rebounded in October
16-12-2013	➤ Chile Flash: December CPI is expected to be within 0.3 and 0.5% (in Spanish)
12-12-2013	➤ Chile Flash: Central Bank of Chile kept rates at 4.5%, broadly in line with our and market expectations
12-12-2013	➤ Peru Flash: Monetary policy rate unchanged in December
11-12-2013	➤ Mexico Energy Reform Flash: Far-reaching reform of the sector which could prompt large investments and increase potential growth
11-12-2013	➤ Colombia Flash: Civil works: from euphoria to reality
11-12-2013	➤ Mexico Migration Outlook December 2013 (in Spanish)
11-12-2013	➤ Argentina Automobile Market Outlook 2013 (in Spanish)
10-12-2013	➤ Colombia Flash: Fitch Ratings upgrades Colombia's rating to BBB
10-12-2013	➤ Chile Flash: The central bank economic expectation survey anticipates a pause in policy rate during December

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