

Latam Daily Flash

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Economic Analysis

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In Mexico, the economic activity index registered a strong monthly increase but still points to a gradual recovery. This week also sees the publication of consumer and producer confidence in Colombia, inflation figures in Colombia and Peru, and monetary policy decisions in Mexico and Colombia, among others.

Mexico - The economic activity index still points to a gradual recovery

The Mexican economy expanded 0.1% YoY in November, exactly in line with our below-consensus forecast (BBVAe: 0.1%; consensus 0.8%). The monthly growth (0.4% MoM sa) was broadly in line with our expectations (BBVAe: 0.5%) and points to a gradual recovery in economic activity. The secondary (industry) and tertiary (services) activities expanded 0.1% and 0.6% MoM sa, respectively, but the primary activities (agriculture) fell 6.4% MoM sa.

What to watch today

No relevant indicators are planned to be released today

Calendar: Indicators

Brazil	Date	Period	Consensus	BBVAe	Actual	Prior
FIPE CPI - Weekly	27 Jan	Jan	0.86%	--	0.86%	0.83%
FGV Construction Costs MoM	28 Jan	Jan	0.59%	--	--	0.22%
Outstanding Loans MoM	29 Jan	Dec	--	--	--	1.50%
FGV Inflation IGPM MoM	30 Jan	Jan	0.49%	--	--	0.60%
PPI Manufacturing MoM	30 Jan	Dec	--	--	--	0.62%
Unemployment Rate	30 Jan	Dec	4.40%	4.30%	--	4.60%
Primary Budget Balance	31 Jan	Dec	11.0B	14.0B	--	29.7B
Chile						
Manufacturing Index YoY	30 Jan	Dec	--	0.50%	--	-1.10%
Retail Sales YoY	30 Jan	Dec	--	8%	--	9.20%
Unemployment Rate	31 Jan	Dec	5.70%	5.90%	--	5.70%
Central Bank Meeting Minutes	31 Jan	Jan	--	--	--	--
Colombia						
Industrial Confidence	28 Jan	Dec	--	0	--	-5.2
Retail Confidence	28 Jan	Dec	--	20	--	18.5
Urban Unemployment Rate	31 Jan	Dec	9.30%	9.70%	--	9.30%
Overnight Lending Rate	31 Jan	Jan	3.25%	3.25%	--	3.25%
Budget Balance	31 Jan	Dec	--	--	--	-\$1997B
Mexico						
Economic Activity IGAE YoY	27 Jan	Nov	0.80%	0.10%	0.10%	1.33%
Trade Balance	27 Jan	Dec	819.5M	1101.0M	1657.6M	339.1M
Overnight Rate	31 Jan	--	3.50%	3.50%	--	3.50%
Peru						
CPI MoM	2 Feb	Jan	--	--	--	0.17%

Most recent Latam reports

Date	Description
24-01-2014	➤ Mexico Banking Flash: Bank deposits: momentum in the second half of the year (in Spanish)
23-01-2014	➤ Brazil Flash: COPOM sees higher inflation and stable economic activity ahead
23-01-2014	➤ Mexico Inflation Flash: Inflation in the first fortnight of January
22-01-2014	➤ Mexico Economic Watch: The evolution of educational attainment in Mexico and the OECD, 1960-2010 (in Spanish)
22-01-2014	➤ Peru Real Estate Outlook 2013
21-01-2014	➤ Colombia Economic Watch: How good are the employment data?
20-01-2014	➤ Chile Flash: We expect December Imaec between 2.2% and 3.2% YoY and GDP to close 2013 around 4.1%
16-01-2014	➤ Chile Flash: Central bank kept policy rate at 4.5% but includes a dovish bias
16-01-2014	➤ Brazil Flash: Higher inflation and a weaker currency force the COPOM to maintain the tightening pace
15-01-2014	➤ Peru Flash: November GDP reflected momentum of trade and services

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