

Latam Daily Flash

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No significant economic data were published yesterday. In Chile, we expect the survey to reveal forecasts of a 25bp cut in the MPR at February's meeting. In Mexico we expect slight recovery influenced by the improvement in industrial output in the U.S.

No relevant indicators were published yesterday

What to watch today

Chile - Economic expectations survey (February, 6:30hrs NYT)

We expect the survey to reveal forecasts of a 25bp cut in the monetary policy rate at February's meeting, to 4.25%. Additionally, we think the results will point to an increase of around 2.0% YoY in the economic activity index (Imacec) in January (a figure that will be affected by port strikes) and headline inflation of at least 0.1% MoM for February.

Mexico - Industrial production (December, 09:00hrs NYT)

In November Mexico's industrial production once again suffered a pronounced drop of 1.35% YoY (sa). MoM, growth was scarcely 0.07%. The YoY fall in industrial production was caused by drops in construction (-6.64% YoY, sa) and mining (-2.87% YoY, sa). Meanwhile, manufacturing and electricity, gas and water figures all rose (1.50% and 0.42% YoY sa, respectively), but this expansion was insufficient to make up for the fall-back in other areas of activity. Due to the monthly increase in US industrial output in December (0.5% MoM), we expect Mexico's industrial output figure to report a monthly growth of 0.7%, which would represent annual growth of 1.04%, sa.

Calendar: Indicators

Brazil	Date	Period	Consensus	BBVAe	Actual	Prior
FGV CPI IPC-S	10 Feb	Feb	0.95%	--	0.96%	0.99%
FIPE CPI - Weekly	11 Feb	Feb	0.90%	--	0.86%	0.86%
IGP-M Inflation 1st Preview	11 Feb	Feb	0.39%	--	--	0.37%
Retail Sales MoM	13 Feb	Dec	0.40%	--	--	0.70%
Economic Activity MoM	14 Feb	Dec	-1.10%	--	--	-0.31%
Formal Job Creation Total	14 Feb	Jan	59348	--	--	-449444
Chile						
Central Bank's Economist Survey	11 Feb	--	--	--	--	--
Central Bank's Traders Survey	12 Feb	--	--	--	--	--
Colombia						
Consumer Confidence Index	11 Feb	Jan	--	--	--	23.2
Colombia Monetary Policy Minutes	14 Feb	--	--	--	--	--
Mexico						
Gross Fixed Investment	10 Feb	Nov	-5.60%	--	-4.50%	-5.60%
Vehicle Production AMIA	10 Feb	Jan	--	--	249400	164221
Industrial Production MoM	11 Feb	Dec	0.20%	--	--	0.10%
Central Bank Inflation Report	12 Feb	--	--	--	--	--
Central Bank Monetary Policy Minutes	14 Feb	--	--	--	--	--
Peru						
Trade Balance	10 Feb	Dec	\$475M	--	\$552.5M	-\$197M
Reference Rate	14 Feb	Feb	4.00%	--	--	4.00%
Unemployment Rate	14 Feb	Jan	--	--	--	5.70%
Economic Activity YoY	14 Feb	Dec	5.10%	--	--	4.80%

Most recent Latam reports

Date	Description
07-02-2014	➤ Mexico Economic Watch: Situation and competitiveness challenges for the Mexican economy
07-02-2014	➤ Mexico Inflation Flash: Price pressures from new taxes should be temporary
07-02-2014	➤ Chile Flash: January's CPI at 0.2% MoM (2.8% YoY) (in Spanish)
07-02-2014	➤ Brazil Flash: Inflation eases (temporarily) at the beginning of the year
06-02-2014	➤ Mexico Economic Watch: Outlook and challenges of competitiveness of the Mexican economy (in Spanish)
06-02-2014	➤ Colombia Flash: January's inflation continues on growth path, but slightly below forecasts
05-02-2014	➤ Mexico Flash: Moody's raised Mexico's sovereign rating to A3 from Baa1 based on the approval of government's reform agenda
05-02-2014	➤ Mexico Real Estate Flash: In the year to November, banking mortgage lending grew 6.1%
05-02-2014	➤ Economic Calendar 2014: Mexico and United States (in Spanish)
05-02-2014	➤ Chile Flash: Monthly activity grew at 2.6% YoY in December 2013, in line with our expectations

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