

Latam Daily Flash

A quiet day yesterday, with just the November figure for public investment in Peru, which showed strong growth. Today we are waiting for November industrial production figures in Brazil, as an indicator of what to expect for 4Q12 GDP growth.

Peru – Public investment growth remained strong in November

Public investment increased 15.6% (YoY) in November, above our estimate. The better performance of public capital expenditure in the last quarter of 2012, coupled with the strength of private spending, is consistent with a GDP growth rate of over 6% for the year.

What to watch today

Brazil – Industrial production (November, 06:00 hrs, NYT)

We expect industrial production in November to erase part of the 0.9% MoM gain recorded in October and, therefore, support the view that 4Q12 GDP will not be significantly higher than in 3Q12.

Colombia – Monetary policy meeting minutes (December)

The minutes should provide more information about the differences in views of the Board members, which in the latest policy meetings have been divided regarding their interpretation of the recent slowdown and the adequate policy response.

Calendar: Indicators

Brazil	Date	Period	Consensus	BBVAe	Actual	Prior
FGV CPI IPC-S	02-Jan	Dec 31	0.71%	--	0.66%	0.73%
PMI Manufacturing	02-Jan	Dec	--	--	51.10	52.20
Trade Balance (FOB) - Monthly	02-Jan	Dec	\$1600M	--	\$2250	-\$186M
FIPE CPI - Weekly	04-Jan	Dec 23	0.72%	--	0.82%	0.72%
Industrial Production nsa(YoY)	04-Jan	Nov	-0.80%	-0.50%	--	2.30%
CNI Capacity Utilization	04-07 Jan	Nov	81.20%	--	--	81.00%
Colombia						
Producer Price Index (YoY)	04-Jan	Dec	--	--	--	-2.09%
Consumer Price Index (YoY)	05-Jan	Dec	2.60%	2.68%	--	2.77%
Mexico						
IMEF Manufacturing Index	02-Jan	Dec	--	--	52.80	53.80
IMEF Non Manufacturing Index	02-Jan	Dec	--	--	55.30	53.80
Peru						
Consumer Price Index (YoY)	01-Jan	Dec	2.70%	2.70%	2.65%	2.66%

Most recent Latam reports

Date	Description
2-1-2013	➤ Mexico Migration Flash: Remittances to Mexico recorded 5 consecutive-months with decreases (in Spanish)
2-1-2013	➤ Peru Flash: Annual inflation remained within the target range in December
28-12-2012	➤ Chile Flash: Manufacturing production slows, dynamism in retail sales continues and unemployment rate falls again
26-12-2012	➤ Chile Flash: Standard & Poor's upgrades sovereign debt rating of Chile to AA-
21-12-2012	➤ Colombia Flash: Central Bank cut its policy rate by 25bps to 4.25% motivated by low 3Q12 GDP growth rate
21-12-2012	➤ Mexico Flash: December's biweekly inflation: Inflation falls below 4% as Banxico expected
20-12-2012	➤ Colombia Flash: Low 3Q12 GDP growth, due to sluggish private demand not offset by public investment
18-12-2012	➤ Chile Watch: Positive outlook for credit, although decelerating in the medium-term (in Spanish)
18-12-2012	➤ Mexico Real Estate Flash. Construction output grew 2.5% in September
18-12-2012	➤ Chile Flash: Central Bank adjusts up its GDP growth range for 2013 and mentions risks from strength of domestic demand

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