

LatAm Daily | We expect IPCA-15 in Brazil at 9.3% YoY

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We estimate that inflation will have declined to 9.3 YoY at the beginning of April and will continue with its downward trend during the following months. Also for Brazil, we expect the current account deficit to have continued to ease in March.

What to watch today

Brazil - IPCA-15 (April, 8:00hrs NYT)

Even though April's IPCA-15, which measures inflation from the middle of March until the middle of April, is likely to increase somewhat in monthly terms to 0.49% MoM from 0.43% MoM in the previous reading, annual inflation will likely continue to ease. More precisely, we expect the IPCA-15 to show annual inflation declining to 9.32% YoY from 9.95% YoY.

Brazil - Balance of payments (March, 9:30hrs NYT)

Mainly driven by an improvement in the trade balance (due to the exchange rate depreciation and especially the sharp contraction of domestic demand) we expect the current account deficit to continue to decline in March.

Calendar indicators

	Date	Period	Consensus	BBVAe	Actual	Prior
Brazil						
Tax Collections	15-22 abr	Mar	94660.07			87851m
FGV CPI IPC-S	18-abr	Apr 15	0.46		0.45	0.48%
Formal Job Creation Total	18-22 abr	Mar	-89236			-104582
Economic Activity MoM	18-22 abr	Feb	-0.5	-0.30%		-0.61%
National Unemployment Rate	20-abr	Feb	10.1			9.50%
IBGE Inflation IPCA-15 MoM	20-abr	Apr	0.48	0.49		0.43%
Current Account Balance	20-abr	Mar	-1050			-\$1919m
Colombia						
Trade Balance	21-abr	Feb	-1035	-918		-\$1521.0
Mexico						
Bi-Weekly CPI	22-abr	Apr 15	-0.23	-0.27		0.15%
Bi-Weekly Core CPI	22-abr	Apr 15	0.12	0.13		-0.01%
Bi-Weekly CPI YoY	22-abr	Apr 15	2.74	2.68		2.49%

Source: BBVA Research and Bloomberg

Most recent Latam reports

Date	Description
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04.13.2016	Mexico: Federal Government support allows Pemex to improve its financial situation in 2016 (In Spanish)
04.12.2016	Chile: Policy rate keeps at 3.5%, but the restrictive tone is moderated (In Spanish)
04.08.2016	Mexico Weekly: An unfavorable industrial performance corroborates moderate growth outlook (In Spanish)
04.08.2016	Brasil: Times of two-digit inflation are over
04.08.2016	Chile: Surprises in CPI inflation (In Spanish)
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04.05.2016	Colombia: Automobile Market Outlook 2016 (In Spanish)

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