

LatAm Daily | We expect activity in Chile to have increased by less than 1.5% YoY in April

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Manufacturing output declined by 1.2% YoY in April and mining production showed a contraction of 6.2% driven by a strong decline in copper output (-8.2% YoY), while retail sales surged by 7.9% YoY. As a result of this heterogeneity in aggregate figures, we expect Imacec to increase between 1% and 1.5% YoY in April.

Chile - Imacec should increase between 1.0%/1.5% YoY in April

Manufacturing output declined by 1.2% YoY (BBVAe -1.5% YoY, consensus -0.8% YoY) mainly driven by negative contributions from foods, while mining production showed a contraction of 6.2% driven by a strong decline in copper output (-8.2% YoY) due to floods in the central region's facilities. Meanwhile, retail sales surged by 7.9% YoY (BBVAe and consensus: +4.5% YoY), explained mainly by apparel and favourable calendar effects. All in all, aggregate activity figures showed heterogeneity and suggest that Imacec grew between 1.0%/1.5% YoY during April (see our [Chile Flash](#) in Spanish for details).

What to watch today

Brazil - Fiscal report (April, 9:30 hrs NYT)

We expect the BCB's fiscal report to show that the adjustment in public expenditure in the year up to April was not enough to generate an improvement in public accounts, given that the economic recession has been driving down public revenues and the government has not yet been able to address Brazil's main fiscal problems (for more, see our [2Q16 Brazil Economic Outlook](#)).

Chile - Unemployment rate (April, 9:00hrs NYT)

We expect the jobless rate to remain steady at 6.3% in April, nonetheless showing a slowdown in job-creation, both in terms of salaried employment as well as self-employment.

Colombia - April's urban unemployment rate should stand at 10.4%

We expect the urban unemployment rate to stand at 10.4% in April, a similar level (seasonally adjusted) to last month's figure. This figure would be higher than the one observed a year ago (0.1 percentage points higher YoY), in line with the slowdown in activity. Moreover, this year the unemployment rate has been higher than last year's (11.5% on average for 1Q2016 vs 10.6% for 1Q2015).

Calendar indicators

| | Date | Period | Consensus | BBVAe | Actual | Prior |
|---------------------------------|------------|--------|-----------|--------|--------|----------|
| Brazil | | | | | | |
| FGV Inflation IGPM MoM | 30-may | May | 0.74 | | 0.82 | 0.33% |
| FGV Inflation IGPM YoY | 30-may | May | 11.01 | | 11.09 | 10.63% |
| CNI Consumer Confidence | 30-may | May | | | 105.2 | 97.5 |
| National Unemployment Rate | 31-may | Apr | 11.10 | | | 10.90% |
| PPI Manufacturing MoM | 31-may | Apr | | | | -1.40% |
| BCB Fiscal Report | 31-may | Apr | | | | |
| FGV CPI IPC-S | 01-jun | may-31 | 0.68 | | | 0.68% |
| GDP QoQ | 01-jun | 1Q | -0.70 | -0.6 | | -1.40% |
| Trade Balance Monthly | 01-jun | May | 5600.00 | | | \$4861m |
| Industrial Production MoM | 02-jun | Apr | -0.90 | -0.5 | | 1.40% |
| FIPE CPI - Monthly | 03-jun | May | 0.55 | | | 0.46% |
| Chile | | | | | | |
| Manufacturing Production YoY | 30-may | Apr | -0.8 | -1.5 | -1.23 | 2.70% |
| Retail Sales YoY | 30-may | Apr | 4.5 | 4.5 | 7.94 | 1.40% |
| Copper Production Total | 30-may | Apr | | | 432277 | 488759 |
| Industrial Production YoY | 30-may | Apr | 0 | | -3.41 | 3.90% |
| Unemployment Rate | 31-may | Apr | 6.5 | 6.3 | | 6.30% |
| Central Bank Meeting Minutes | 01-jun | | | | | |
| Colombia | | | | | | |
| National Unemployment Rate | 31-may | Apr | | | | 10.10% |
| Urban Unemployment Rate | 31-may | Apr | 10.23 | 10.4 | | 10.20% |
| GDP YoY | 03-jun | 1Q | 2.7 | 1.8 | | 3.30% |
| GDP QoQ | 03-jun | 1Q | 0.3 | -0.6 | | 0.60% |
| Economic Activity Index SA YoY | 03-jun | Mar | 2.44 | 0 | | 3.00% |
| Exports FOB | 03-jun | Apr | 2388 | \$2393 | | \$2301.3 |
| CPI MoM | 04-jun | May | | 0.5 | | 0.5 |
| CPI YoY | 04-jun | May | | 8.19 | | 7.93 |
| Mexico | | | | | | |
| IMEF Manufacturing Index SA | 01-jun | May | 51.8 | | | 51.8 |
| IMEF Non-Manufacturing Index SA | 01-jun | May | 50.75 | | | 50.5 |
| Central Bank Economist Survey | 01-jun | | | | | |
| Vehicle Domestic Sales AMIA | 02 -06 jun | May | | | | 118407 |
| Gross Fixed Investment | 03-jun | Mar | -3 | -3.0% | | 5.20% |
| Peru | | | | | | |
| CPI MoM | 01-jun | May | 0.2 | 0.25 | | 0.01% |
| CPI YoY | 01-jun | May | 3.51 | 3.58 | | 3.91% |

Source: Bloomberg and BBVA Research

Most recent Latam reports

| Date | Description |
|------------|---|
| 05.30.2016 | Chile: CPI should come up at 0.3% MoM (4.3% YoY) (In Spanish) |
| 05.30.2016 | Mexico: Renewal and increase of the flexible credit line by the IMF: a positive measure (In Spanish) |
| 05.30.2016 | Chile: Imacec should increase below 1.5% in April despite the favorable performance of trade (In Spanish) |
| 05.27.2016 | Colombia: BanRep increased its monetary policy rate up to 7.25% (In Spanish) |
| 05.27.2016 | Latin America Outlook. Second Quarter 2016 (In Spanish) |
| 05.27.2016 | Mexico Weekly: Differentiated movements in the markets given uncertainty about the US MP (In Spanish) |
| 05.27.2016 | Mexico: In March 2016 the bank mortgage lending grew 1% (In Spanish) |
| 05.25.2016 | Mexico: Less possibilities of a rate hike in an unscheduled meeting (In Spanish) |
| 05.26.2016 | Mexico: Certainty in employment figures, but not its characteristics (In Spanish) |
| 05.25.2016 | Peru: The dynamism of exports continues to increase (In Spanish) |

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