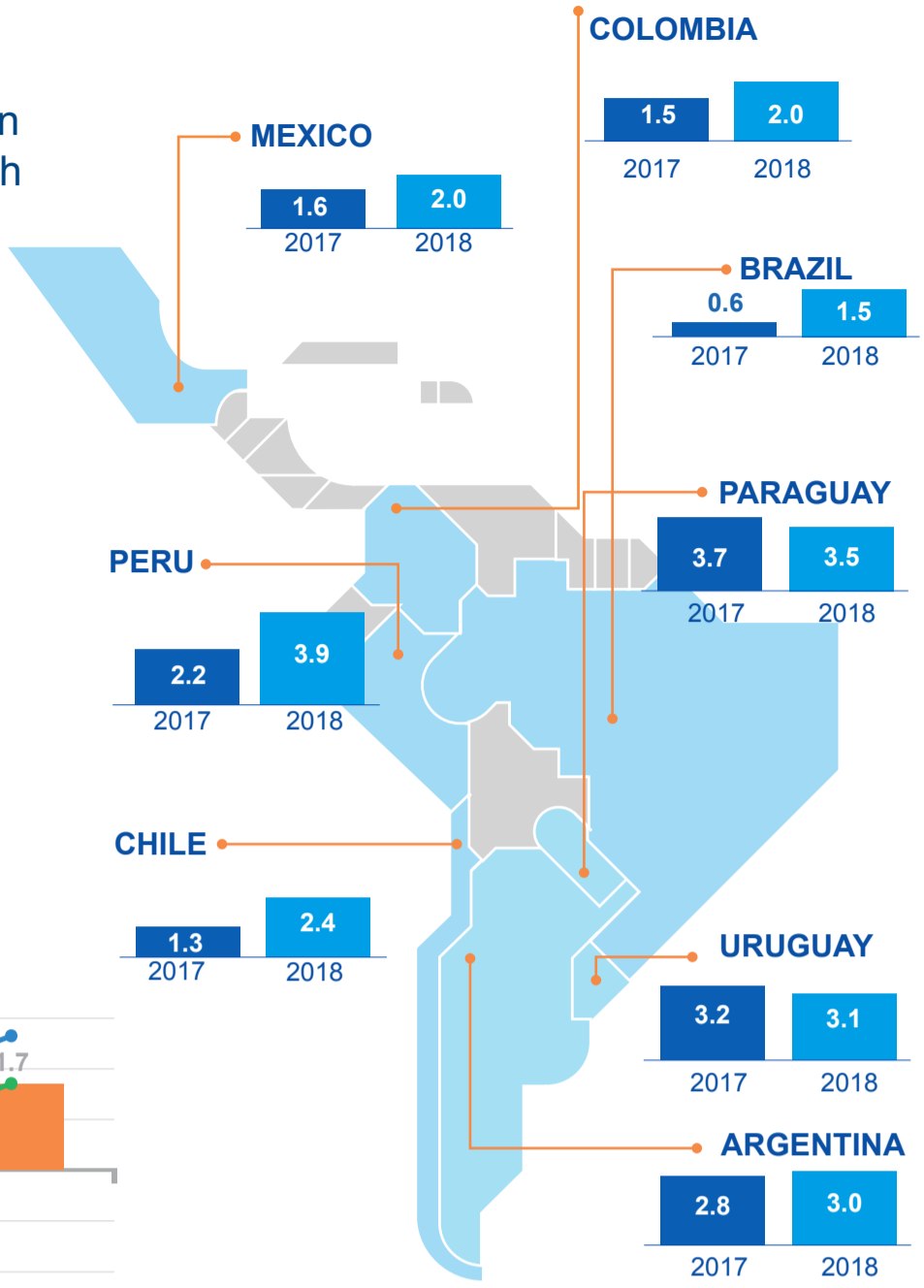
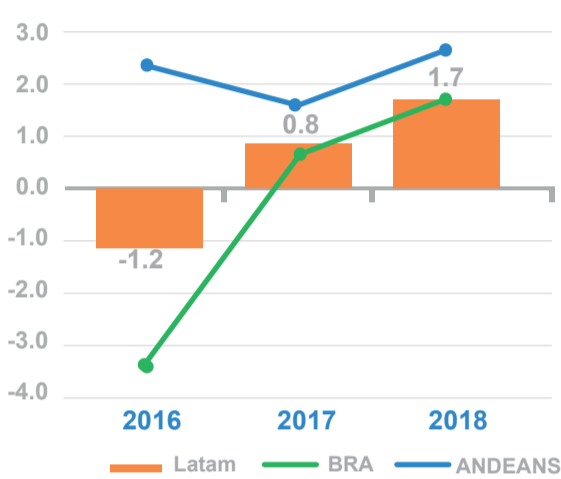


Latin America Economic Outlook 3Q17

Slow Growth in Latin America

- Recovery in progress in Argentina, together with investment
- Stabilisation in Brazil, but with high political risks
- Growth in 2017-2018 driven by the external sector and investment in countries such as Argentina and Colombia

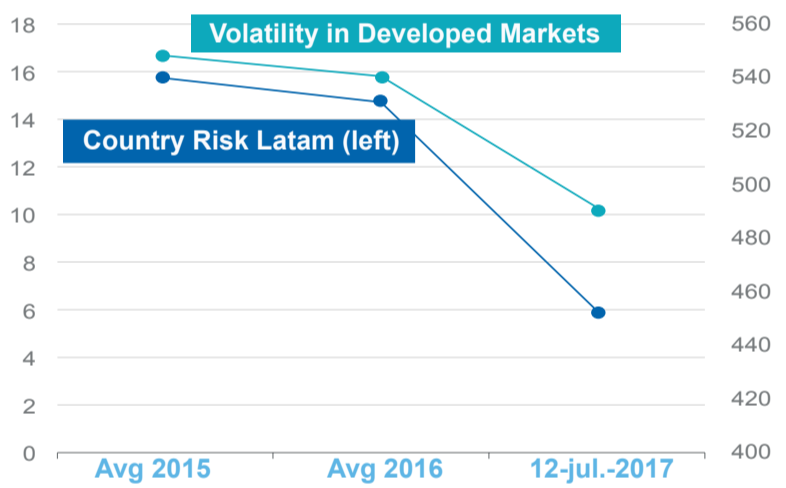
GDP (yoy %)



Latin America's financial markets remaining calm though tense

Possibility of increased volatility and risk aversion in the face of changes in monetary policies in developed countries

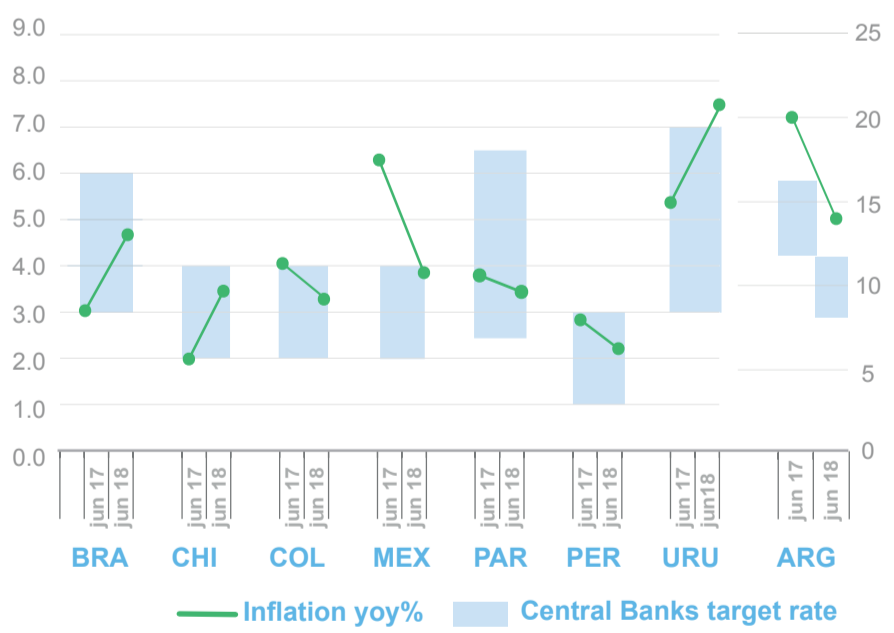
Volatility in Developed Markets and Country Risk in Latam



Inflation going down in South America, no longer rising in Mexico

- Central Banks will continue to lower interest rates in South America.
- The end of monetary tightening in Mexico.

Inflation rate and Monetary Policy Rate



External and Internal Risks

EXTERNAL

- Abrupt deceleration in China
- Disorderly interest rate rises in the USA
- Protectionism

INTERNAL

- Political Noise
- No recovery in confidence
- Delay in investment projects