

LatAm Daily | Selic to remain unchanged in the first policy meeting under Ilan Goldfajn

Enestor Dos Santos / Lorena Lechuga / Hugo Perea / Cecilia Posadas / Jorge Selaive / Carlos Serrano / Juana Téllez

In the first monetary policy meeting under the new BCB board, commanded by Ilan Goldfajn, who recently replaced Alexandre Tombini, we expect the Selic rate to be left unchanged at 14.25%, as in the previous meetings. Moreover, we see practically no room for the monetary authority to signal that an easing cycle will start soon.

No relevant news was released yesterday.

What to watch today

Brazil - Monetary policy decision (after local markets close)

The Monetary Policy Committee (COPOM) will more than likely keep the Selic rate unchanged at 14.25%. Moreover, as inflation and expectations remain high, and despite the recent downward trend, we expect the accompanying statement to not signal that a monetary easing is imminent.

Calendar indicators

	Date	Period	Consensus	BBVAe	Actual	Prior
Brazil						
Formal Job Creation Total	18jul - 22 jul	Jun	-56000		-72615	-72615
FIPE CPI - Weekly	19-jul	jul-15	0.82		0.85	0.78%
Selic Rate	20-jul	jul-20	14.25	14.25		14.25%
IBGE Inflation IPCA-15 MoM	21-jul	Jul	0.46	0.55		0.40%
Colombia						
Trade Balance	18-jul	May	-800	-708	-743.9	-\$1117.5
Imports CIF Total	18-jul	May	3539.07	3.543	3584.36	\$3701.2
Consumer Confidence Index	18-jul	Jun	-7	-7	-11.3	-12.5
Retail Confidence	21-jul	Jun		20		28.5
Industrial Confidence	21-jul	Jun		10		5.2
Mexico						
Bi-Weekly CPI	22-jul	jul-15	0.22			0.01%
Bi-Weekly Core CPI	22-jul	jul-15	0.15			0.08%
Bi-Weekly CPI YoY	22-jul	jul-15	2.7			2.53%

Fuente: BBVA Research

Most recent Latam reports

Date	Description
07.15.2016	Weekly Mexico: Stock indexes reached new highs (In Spanish)
07.15.2016	Peru: GDP rebounded in May, but its pace of growth will probably be more moderate in June (In Spanish)
07.15.2016	Peru: No surprises regarding the decision of the Board of the Central Bank in July (In Spanish)
07.15.2016	Chile: Central Bank stays alert: keeps interest rate and bias (In Spanish)
07.12.2016	Chile: What does the update of fiscal forecasts of the finance authorities say? (In Spanish)
07.11.2016	Peru: Public investment falls in June (In Spanish)
07.08.2016	Mexico Weekly: Employment data better than expected in the U.S. supports the peso (In Spanish)
07.08.2016	Chile: June's CPI rose 0.4% MoM above market expectations, caused by specific products (In Spanish)
07.06.2016	Colombia: Inflation surprises on the upside in June (In Spanish)
07.05.2016	Chile: Economic activity slows down in May losing what was gained earlier this year (In Spanish)

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