

LatAm Daily | Mexican economic activity expanded slightly in May

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The IGAE rose 0.1% MoM sa, slightly below expectations. Today, the June trade balance will be released in Mexico. We expect a deficit of \$725mn.

Mexico - Marginal economic expansion in May

The Economic Activity Index (IGAE) for May rose 0.1% MoM in seasonally-adjusted terms (2.1% in annual terms), slightly less than we expected (0.2% MoM). As anticipated, the secondary sector decreased 0.4% MoM, sa, and the tertiary sector grew 0.4% MoM, sa, while the primary sector continued to expand, by 2.5% MoM.

What to watch today

Mexico - Trade Balance (June, 09:00 hrs NYT)

We expect a trade deficit of MXN725mn for June. This would be the reflection of an incipient improvement in external demand and the lack of recovery in oil output.

Calendar indicators

	Date	Period	Consensus	BBVAe	Actual	Prior
Brazil						
Selic Rate	29 July	Jul	14.25%	14.25%	--	13.75%
CNI Consumer Confidence	29 July	Jul	--	--	--	96.2
FGV Inflation IGPM MoM	30 July	Jun	0.73%	--	--	0.67%
Credit Market Report	30 July	--	--	--	--	--
Fiscal policy report	31 July	Jul	--	--	--	--
Chile						
Central Bank Meeting Minutes	30 July	--	--	--	--	--
Manufacturing Production YoY	30 July	Jun	--	-2.20%	--	--
Retail Sales YoY	30 July	Jun	2.5%	3.00%	--	3.10%
Industrial Production YoY	30 July	Jun	--	--	--	-1.20%
Unemployment Rate	31 July	Jun	6.8%	--	--	6.60%
Colombia						
Urban Unemployment Rate	31 July	Jun	10.0%	10.20%	--	9.60%
National Unemployment Rate	31 July	Jun	--	--	--	8.90%
Overnight Lending Rate	31 July	--	4.5%	4.50%	--	4.50%
Mexico						
Trade Balance	27 July	Jun	-\$501.4M	-725M	--	-\$1017.4M
Overnight Rate	30 July	--	3.0%	3.00%	--	3.00%
Peru						
CPI YoY	1 Aug	Jul	3.53%	3.57%	--	3.54%
CPI MoM	1 Aug	Jul	--	0.46%	--	0.33%

Source: Bloomberg and BBVA Research

Most recent Latam reports

Date	Description
07.24.2015	Chile: We expect inflation to reach 0.3% MoM (4.5% YoY) in July
07.24.2015	Mexico: Activity grows slightly; inflation and peso bottom out
07.23.2015	Colombia: Portfolio quality and economic cycle
07.20.2015	Mexico: Home loan advances 20% in May
07.17.2015	Mexico: We expect services to have spurred the growth in activity in May
07.15.2015	Peru: Economic activity slows down in May
07.13.2015	Chile: Central Bank of Chile keeps MPR at 3% as expected
07.10.2015	Colombia: Client presentation on real estate in Santa Marta
07.10.2015	Mexico: Inflation touches record low; industrial production shows weakness
07.10.2015	Peru: Monetary dilemma remains; activity, exchange rate, inflation?
07.09.2015	Chile: Analyzing the new fiscal scenario
07.09.2015	Mexico: Inflation YoY reached its lowest level in June
07.08.2015	Chile: "One timers" drive inflation above expectations
07.05.2015	Sectors that will benefit the most from the Pacific Alliance

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