

LatAm Daily | No surprises in Mexico's trade deficit

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Mexico's trade deficit in June was in line with our estimates and above the market consensus with a shortage of USD749mn. This week, we will closely follow the monetary policy meetings in Brazil, Colombia and Mexico (we expect a 50bp hike in the former and stable rates in the other two) as well as inflation figures in Peru and activity data in Chile, amongst other indicators.

Mexico - As expected, the trade deficit for June was above USD700mn

The trade deficit for June was in line with our expectations (BBVAe: -USD725mn, reported: -USD749mn). Manufacturing exports showed a moderate recovery with an annual increase of 6.5%, whereas the oil exports continue with an annual drop above 40%.

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	2.7%	3.00%	--	3.10%
Industrial Production YoY	30 July	Jun	--	--	--	-1.20%
Unemployment Rate	31 July	Jun	6.7%	--	--	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	-\$749M	-\$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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