

Ahead of the Curve

Economic dynamism likely extended to 4Q22

TUESDAY – Weekly international reserves (November 11th); previous: US\$196.7 billion. Last week, net international reserves decreased by US\$184 million, closing at US\$196.7 billion (see table below). This was mainly due to a negative valuation effect in institutional assets. Year-to-date, central bank’s reserves have fallen by US\$5.7 billion.

Banxico's foreign reserve accumulation details

US\$, million

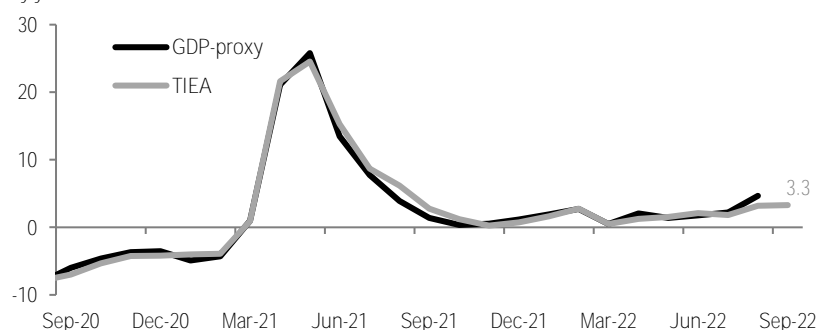
	2021	Nov 04, 2022	Nov 04, 2022	Year-to-date
	Balance		Flows	
International reserves (B)-(C)	202,399	196,706	-184	-5,693
(B) Gross international reserve	207,745	200,705	-224	-7,040
Pemex	--	--	0	350
Federal government	--	--	-31	-79
Market operations	--	--	0	0
Other	--	--	-193	-7,311
(C) Short-term government's liabilities	5,346	3,999	-40	-1,346

Source: Banco de México

FRIDAY – Timely Indicator of Economic Activity (October); previous: 3.3% (sa). This release will include the first estimate for October, as well as revised figures for September. We recall that August’s mid-point forecast stood at 3.2% y/y (using sa figures), much lower than the [4.7% in the GDP-proxy \(IGAE\)](#). Although it is likely that September will be revised upwards due to stronger dynamism implied in [3Q22 GDP](#), the [industrial production’s fall](#) in the period could skew it. Going to the tenth month of the year, signals are somewhat mixed. Regarding [prices](#), inflationary pressures in food items continued, albeit with LP gas lower. Meanwhile, US figures showed a moderation, consistent with the deceleration in [IMEF’s manufacturing PMI](#). Nevertheless, services could be more resilient, as suggested by the local non-manufacturing indicator and with ANTAD sales gaining pace. As such, activity could advance modestly in sequential terms.

Monthly GDP-proxy and the Timely Indicator of Economic Activity (TIEA)

% y/y sa



Source: INEGI

Mexico weekly calendar

DATE	TIME (ET)	EVENT	PERIOD	UNIT	BANORTE	CONSENSUS	PREVIOUS
Tue 15-Nov		Deadline for the approval of the Spending Budget by the Lower House					
Tue 15-Nov	10:00am	International reserves	Nov-11	US\$ bn	--	--	196.7
Fri 18-Nov	7:00am	Timely Indicator of Economic Activity (sa)	October	% y/y	--	--	3.3

Source: Banorte; Bloomberg

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Winners of the award for best economic forecasters for Mexico in 2021, granted by Refinitiv



Document for distribution among the general public

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