

# LATINFOCUS CONSENSUS FORECAST

## Brazil • July 2023

<b>BRAZIL</b>	<b>2</b>
<b>CALENDAR</b>	<b>18</b>
<b>NOTES</b>	<b>19</b>

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# Brazil



## Outlook improves

- The economy is expected to post a marginal decline in quarter-on-quarter terms in Q2 largely due to a base effect, following an unexpectedly robust upturn in Q1. The setback is expected to have happened later in the quarter; in April, economic activity grew 0.6% month on month, overshooting market expectations and signaling that momentum remained robust at the outset of Q2. In May–June, activity should have slowed as the contribution from the agricultural sector softened and the effects of high interest rates trickled down to the real economy. Additionally, inflation eased through May but remained above target. In the fiscal arena, on 22 June the Senate approved the revised fiscal framework—aimed at balancing fiscal prudence with the flexibility to boost social spending. This prompted S&P Global Ratings to upgrade the country’s credit rating outlook to positive, boding well for investor sentiment.
- Panelists upgraded—once again—2023 GDP growth forecasts notably in the last month, likely due to current account and real-sector activity overshooting expectations. Growth will ebb from 2022 this year, but softer inflation, interest rate cuts and expectations of a record harvest will support activity. Changes in weather patterns and fiscal policy are factors to watch. FocusEconomics panelists see GDP expanding 1.9% in 2023, which is up by 0.4 percentage points from one month ago, and expanding 1.4% in 2024.
- In May, inflation fell to a 31-month low of 3.9% (April: 4.2%). Average inflation is set to pick up in H2 2023 from H1’s levels partly due to a base effect, expected interest rate cuts and a weaker real. Inflation will soften from 2022 on average this year but remain above this year’s 3.25% target. A weaker-than-expected real is an upside risk. FocusEconomics panelists see consumer prices rising 5.0% on average in 2023, which is down by 0.2 percentage points from one month ago, and rising 4.3% on average in 2024.
- At its 20–21 June meeting, the Central Bank met expectations and maintained the SELIC rate at 13.75% for the seventh consecutive time. Receding inflation, heightened uncertainty and high-frequency data pointing to a domestic slowdown drove the move. The next meeting is set for 1–2 August. All of our panelists expect rate cuts in H2 2023. FocusEconomics panelists see the SELIC rate ending 2023 at 12.22% and ending 2024 at 9.41%.
- The Brazilian real traded at BRL 4.87 per USD on 7 July, appreciating 1.0% month on month. Strong trade balance data and the Senate’s approval of the new fiscal framework boosting investor sentiment likely continued to support the currency. Looking ahead, the real will lose ground against the USD in H2 amid slowing domestic activity and interest rate cuts. FocusEconomics panelists see the Brazilian real ending 2023 at BRL 5.05 per USD and ending 2024 at BRL 5.16 per USD.

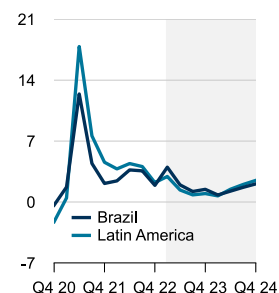
### LONG-TERM TRENDS | 3-year averages

	2019-21	2022-24	2025-27
Population (million):	212	215	219
GDP (USD bn):	1,666	2,076	2,469
GDP per capita (USD):	7,881	9,648	11,250
GDP growth (%):	1.0	2.1	2.0
Fiscal Balance (% of GDP):	-7.8	-6.5	-6.0
Public Debt (% of GDP):	79.9	76.6	84.4
Inflation (%):	5.1	6.2	3.6
Current Account (% of GDP):	-2.8	-2.5	-2.5
External Debt (% of GDP):	19.3	15.8	-

Marta Casanovas

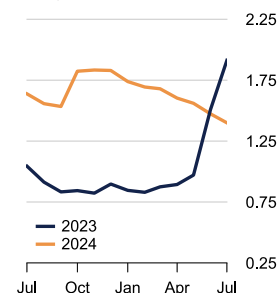
Economist

Economic Growth



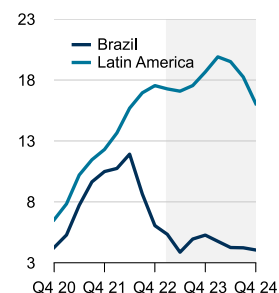
GDP, real annual variation in %, Q4 2020 - Q4 2024.

Change in GDP forecasts



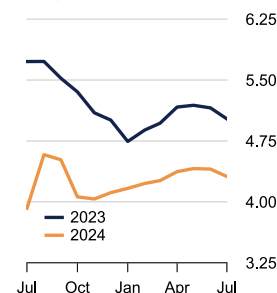
GDP, evolution of 2023 and 2024 forecasts during the last 12 months.

Inflation



Consumer Price Index (CPI), annual average variation in %, Q4 2020 - Q4 2024.

Change in inflation forecasts



Inflation, evolution of 2023 and 2024 forecasts during the last 12 months.

**REAL SECTOR | Economic activity rebounds in April**

Economic activity rose 0.6% month-on-month in seasonally adjusted terms in April (March: -0.1% mom). This was triple the growth that market analysts were expecting. That said, growth did not appear broad based, as both industrial and services activity contracted in April, and retail sales growth was tepid. Rather, the record harvest could have buoyed agricultural output during the month—a trend which is unlikely to last.

On an annual basis, economic activity rose 3.3% in April, which was well below March's 5.7% expansion.

Meanwhile, annual average growth in economic activity was 3.4% in April, mirroring March's result.

FocusEconomics panelists see GDP expanding 1.9% in 2023, which is up by 0.4 percentage points from one month ago, and expanding 1.4% in 2024.

**REAL SECTOR | Manufacturing conditions deteriorate at steeper pace in June**

The S&P Global Manufacturing Purchasing Managers' Index (PMI) fell to 46.6 in June, down from May's 47.1. As such, the index moved further below the 50.0 no-change threshold, where it has been for the past eight months. This signaled a starker deterioration in manufacturing sector operating conditions compared to the previous month.

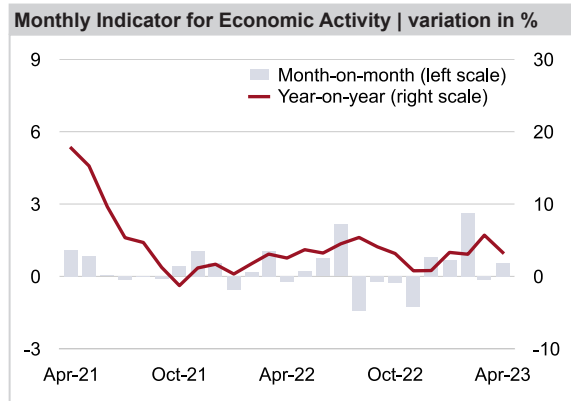
June's deterioration was largely due to the ninth consecutive month of steeply falling new orders. Weaker Latin American demand amid tighter import controls in Argentina hurt new exports. Consequently, production volumes were scaled back at a brisker pace than in the prior month. As a result, firms let go of staff in June.

Turning to prices, input costs fell at the steepest rate in 14 years due to an excess supply of raw materials, lower commodity prices and a stronger real against the USD. This, in turn, allowed for selling prices to be reduced at the fastest pace since 2009 in a bid to attract customers amid a high-competition environment. Lastly, firms remained optimistic regarding output in the coming year, supported by expectations of softer inflation, lower interest rates and improving demand and investment.

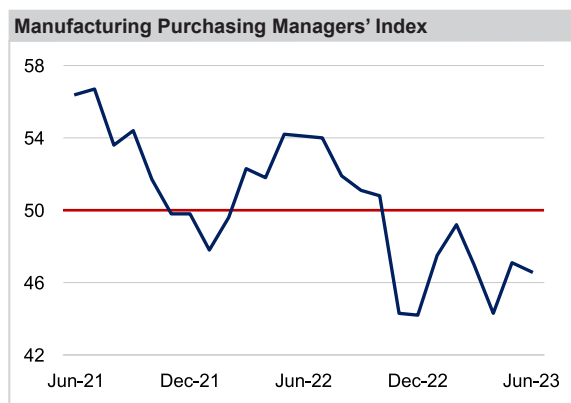
**REAL SECTOR | Services sector conditions improve at softer rate in June**

The S&P Global Services Purchasing Managers' Index (PMI) eased to 53.3 in June, down from May's nine-month high of 54.1. As such, the index moved marginally closer to, but remained comfortably above, the 50.0 no-change threshold, signaling a milder improvement in services sector operating conditions compared to the previous month.

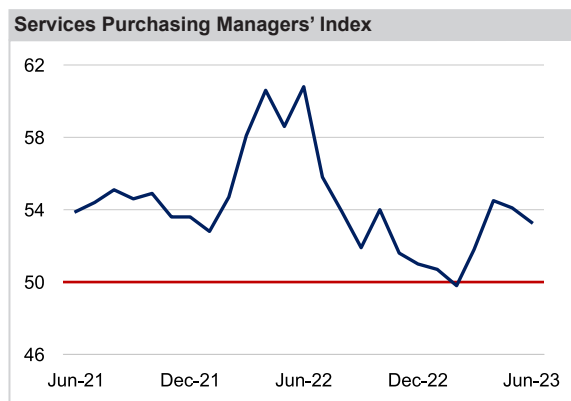
June's moderation came on the back of the job creation rate easing to the slowest since March. More positively, new orders rose at the strongest pace in eight months thanks to healthy demand. Turning to prices, despite input costs rising at the strongest pace in three months, selling charges increased at the slowest rate in nine months as businesses tried to remain competitive. Elevated interest rates and higher prices for food were the main drivers of cost inflation. Lastly, the sentiment of firms with regard to the outlook for the coming year improved to an eight-month high, boosted by expectations of looser monetary policy and softer price pressures ahead.



Note: Month-on-month changes of seasonally adjusted IBC-Br (*Índice de Atividade Econômica do Banco Central*) and year-on-year changes in %. Source: Central Bank of Brazil.



Note: S&P Global Brazil Manufacturing Purchasing Managers' Index (PMI). A reading above 50 indicates an overall increase compared to the previous month, while a value below 50 indicates an overall decrease. Source: S&P Global.



Note: S&P Global Brazil Services Purchasing Managers' Index (PMI). A reading above 50 indicates an overall increase compared to the previous month, while a value below 50 indicates an overall decrease. Source: S&P Global.

**OUTLOOK | Consumer and business sentiment improve but remain pessimistic in June**

The seasonally adjusted consumer confidence index published by the Getúlio Vargas Foundation (Fundação Getúlio Vargas) climbed to 92.3 in June, up from May's 88.2. The result marked the strongest reading since February 2019. As such, the index moved closer to, but remained below, the 100-point threshold, indicating milder pessimism among Brazilian consumers.

Similarly, the seasonally adjusted industrial business confidence index rose to 94.0 in June, up from the prior month's 92.9. As such, the index moved closer to, but remained below, the 100-point threshold, signaling continued pessimism among industrial firms.

FocusEconomics panelists see private consumption expanding 1.5% in 2023, which is unchanged from one month ago, and expanding 1.6% in 2024.

FocusEconomics panelists see fixed investment contracting 1.2% in 2023, which is down by 0.5 percentage points from one month ago, and expanding 1.9% in 2024.

**MONETARY SECTOR | COPOM meets expectations and stays put for seventh consecutive meeting in June**

At its 20–21 June meeting, the Monetary Policy Committee (COPOM) of Brazil's Central Bank (BCB) decided to once again hold fire and maintain the benchmark SELIC rate at 13.75%. The unanimous decision, which met market expectations, was the seventh consecutive hold since September 2022.

The decision to stand pat was driven by the continued receding of headline inflation through May. Regarding inflation expectations, the COPOM's baseline headline inflation projection was revised down to 5.0% in 2023 and 3.4% in 2024 from 5.8% and 3.6% in 2023 and 2024, respectively. That said, the Bank expects inflation to increase in H2 2023. With regard to activity, the Bank noted that despite an unexpectedly strong GDP performance in Q1—thanks to a robust agricultural sector—and 2023 GDP growth forecasts having been upgraded, higher-frequency indicators indicate an economic slowdown. Meanwhile, the external environment remains volatile, and uncertainty around the banking sector turmoil abroad persists.

In other news, at its 29 June meeting, the National Monetary Council voted to change the inflation-targeting regime from 2026; under the new rules, the 2026 inflation target will be 3.0% and the target will be adjusted less often.

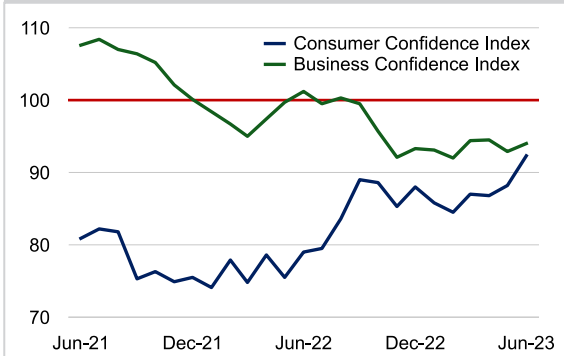
While the Bank did not provide any hints regarding future policy moves, the tone of the communiqué was largely unchanged. The Bank reiterated that risks to the inflation outlook remained in both directions; it affirmed it would persevere with its tight monetary stance until inflation expectations for 2023 are anchored around the 3.25% target.

Meanwhile, all of our panelists see the benchmark SELIC rate being cut before the end of 2023.

The next monetary policy meeting is scheduled for 1–2 August.

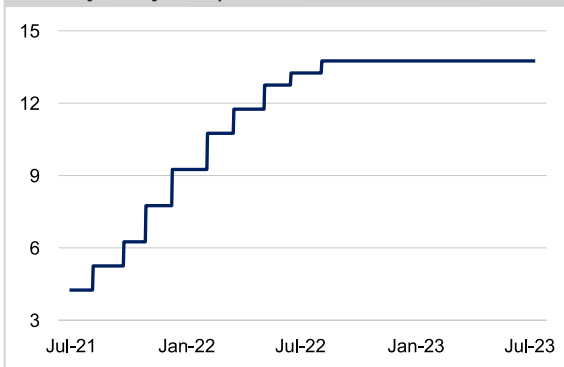
FocusEconomics panelists see the SELIC rate ending 2023 at 12.22% and ending 2024 at 9.41%.

**Consumer and Business Confidence Indices**



Note: Consumer and industrial business confidence indexes (seasonally adjusted). The 100-point threshold represents the point above which consumers and industrial businesses expect economic conditions to improve. Source: Getúlio Vargas Foundation (Fundação Getúlio Vargas).

**Monetary Policy Rate | in %**



Note: SELIC target rate (Taxa SELIC meta) in %. Source: Central Bank of Brazil (Banco Central do Brasil).

Meanwhile, FocusEconomics panelists see consumer prices rising 5.0% on average in 2023, which is down by 0.2 percentage points from one month ago, and rising 4.3% on average in 2024.

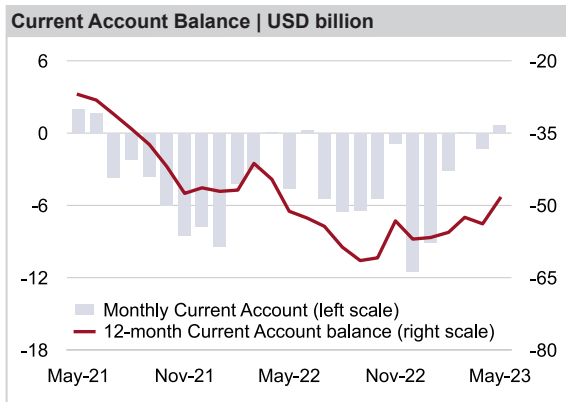
**EXTERNAL SECTOR | Current account swings to largest surplus in nearly two years in May**

Brazil's current account recorded a USD 0.6 billion surplus in May, swinging from both the USD 4.6 billion shortfall posted in the same month last year and from the USD 1.2 billion deficit clocked in April. May's result was the largest surplus since June 2021.

May's result chiefly reflected the goods trade balance posting the largest surplus in the series' history (USD 9.7 billion) amid a record harvest. Moreover, the services account deficit narrowed from the same month last year. Lastly, net foreign investment was positive in May and higher than in the same month last year, totaling USD 5.4 billion (May 2022: USD +4.0 billion).

Meanwhile, the 12-month sum of the current account balance narrowed to USD 48.5 billion in May from the USD 51.2 billion shortfall recorded in May 2022. This was equivalent to approximately 2.5% of GDP (May 2022: approximately 2.9% of GDP).

FocusEconomics panelists see the current account posting a deficit of 2.1% of GDP in 2023, which is up by 0.1 percentage points from one month ago, and posting a deficit of 2.4% of GDP in 2024.

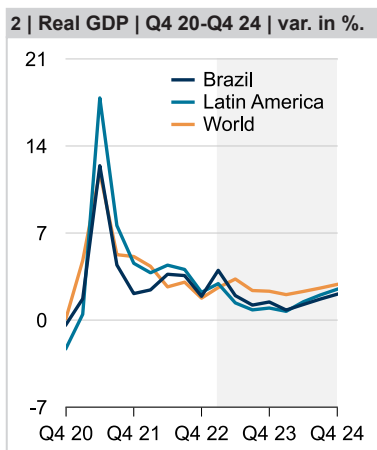
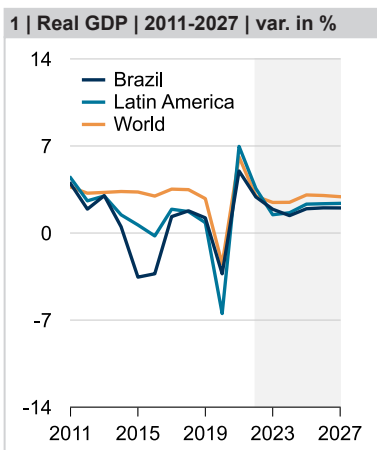


Note: Monthly and 12-month current account balance in USD billion. Source: Central Bank of Brazil (BCB).

Economic Indicators   2018 - 2027										
Annual Data	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
<b>Real Sector</b>										
Population (million)	208	210	212	213	214	215	216	217	219	222
GDP per capita (USD)	9,192	8,913	6,973	7,756	8,978	9,764	10,200	10,631	11,242	11,879
GDP (USD bn)	1,917	1,873	1,477	1,649	1,921	2,101	2,207	2,312	2,458	2,637
GDP (BRL bn)	7,004	7,389	7,610	8,899	9,915	10,520	11,238	11,982	12,815	13,742
Economic Growth (Nominal GDP, ann. var. %)	6.4	5.5	3.0	16.9	11.4	6.1	6.8	6.6	6.9	7.2
Economic Growth (GDP, ann. var. %)	1.8	1.2	-3.3	5.0	2.9	1.9	1.4	2.0	2.0	2.0
Domestic Demand (ann. var. %)	2.3	1.8	-4.3	5.8	2.2	0.7	1.1	2.2	2.4	2.1
Private Consumption (ann. var. %)	2.4	2.6	-4.6	3.7	4.3	1.5	1.6	2.1	2.3	2.3
Government Consumption (ann. var. %)	0.8	-0.5	-3.7	3.5	1.5	1.3	1.3	1.0	1.2	1.4
Fixed Investment (ann. var. %)	5.2	4.0	-1.7	16.5	0.9	-1.2	1.9	2.7	2.9	2.6
Exports (G&S, ann. var. %)	4.1	-2.6	-2.3	5.9	5.5	4.2	2.7	3.1	3.4	3.4
Imports (G&S, ann. var. %)	7.7	1.3	-9.5	12.0	0.8	0.2	3.5	3.2	3.5	3.4
Industrial Production (ann. var. %)	0.8	-1.1	-4.7	4.2	-0.7	0.3	1.6	2.0	2.1	2.0
Retail Sales (ann. var. %)	2.3	1.8	1.2	1.4	1.0	1.6	1.4	1.7	2.0	2.0
Unemployment (% of active population, aop)	12.4	12.1	13.5	13.5	9.5	8.7	9.0	9.0	9.0	8.7
Fiscal Balance (% of GDP)	-7.0	-5.8	-13.3	-4.3	-4.6	-7.8	-7.2	-6.4	-6.1	-5.6
Public Debt (% of GDP)	75.3	74.4	86.9	78.3	72.9	76.7	80.1	82.6	84.8	86.0
<b>Monetary and Financial Sector</b>										
Inflation (CPI, ann. var. %, eop)	3.7	4.3	4.5	10.1	5.8	5.3	4.0	3.8	3.7	3.6
Inflation (CPI, ann. var. %, aop)	3.7	3.7	3.2	8.3	9.3	5.0	4.3	3.7	3.7	3.6
SELIC Rate (% eop)	6.50	4.50	2.00	9.25	13.75	12.22	9.41	8.37	8.22	8.09
10-Year Bond Yield (% eop)	9.23	6.78	6.90	10.83	12.66	11.60	10.89	11.08	-	-
Exchange Rate (BRL per USD, eop)	3.88	4.02	5.19	5.57	5.28	5.05	5.16	5.21	5.22	5.20
Exchange Rate (BRL per USD, aop)	3.65	3.95	5.15	5.40	5.16	5.01	5.09	5.18	5.21	5.21
<b>External Sector</b>										
Current Account Balance (% of GDP)	-2.9	-3.6	-1.9	-2.8	-3.0	-2.1	-2.4	-2.6	-2.4	-2.6
Current Account Balance (USD bn)	-54.8	-68.0	-28.2	-46.4	-57.0	-44.2	-52.4	-60.4	-57.9	-68.0
Merchandise Trade Balance (USD bn)	46.6	35.2	50.4	61.4	61.5	71.0	66.2	63.3	66.4	68.3
Merchandise Exports (USD bn)	232	221	209	281	334	339	349	364	387	428
Merchandise Imports (USD bn)	185	186	159	219	273	268	283	300	321	360
Merchandise Exports (ann. var. %)	7.9	-4.6	-5.4	34.2	19.0	1.4	2.9	4.2	6.4	10.7
Merchandise Imports (ann. var. %)	16.6	0.3	-14.6	38.2	24.2	-1.7	5.5	6.3	6.7	12.3
Foreign Direct Investment (USD bn)	78.2	69.2	37.8	46.4	91.5	-	-	-	-	-
International Reserves (USD bn)	375	357	356	362	325	339	344	353	355	367
International Reserves (months of imports)	24.3	23.0	26.9	19.8	14.3	15.2	14.6	14.1	13.3	12.2
External Debt (USD bn)	321	323	311	325	320	321	340	-	-	-
External Debt (% of GDP)	16.7	17.2	21.0	19.7	16.6	15.3	15.4	-	-	-
<b>Quarterly Data</b>										
	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24	Q4 24
Economic Growth (GDP, ann. var. %)	3.6	1.9	4.0	2.0	1.2	1.5	0.8	1.3	1.7	2.1
Economic Growth (GDP, qoq s.a. var. %)	0.5	-0.1	1.9	-0.1	-0.1	0.0	0.6	0.4	0.5	0.4
Domestic Demand (ann. var. %)	3.9	1.0	3.4	-	-	-	-	-	-	-
Private Consumption (ann. var. %)	4.6	4.3	3.5	1.7	0.5	0.0	1.0	1.4	1.7	1.9
Government Consumption (ann. var. %)	1.0	0.5	1.2	1.7	1.4	0.9	1.2	1.2	1.2	1.2
Fixed Investment (ann. var. %)	5.0	3.5	0.8	-1.0	-3.0	-1.7	1.4	2.2	2.1	1.6
Industrial Production (ann. var. %)	0.5	0.7	-0.5	-0.6	-0.2	0.8	0.9	1.8	2.1	2.3
Retail Sales (ann. var. %)	-0.4	1.4	2.4	0.7	1.4	2.3	1.6	0.9	0.9	0.9
Unemployment (% of active population, aop)	8.9	8.1	8.6	8.5	8.6	8.5	8.9	9.0	8.6	8.4
Inflation (CPI, ann. var. %, eop)	7.2	5.8	4.7	3.4	5.6	5.2	4.5	4.4	4.2	4.0
Inflation (CPI, ann. var. %, aop)	8.6	6.1	5.3	3.9	4.9	5.3	4.8	4.3	4.2	4.0
SELIC Rate (% eop)	13.75	13.75	13.75	13.75	13.22	12.23	11.18	10.24	9.72	9.39
Exchange Rate (BRL per USD, eop)	5.41	5.28	5.07	4.82	4.96	5.02	5.05	5.08	5.14	5.18
Exchange Rate (BRL per USD, aop)	5.25	5.25	5.19	4.95	4.89	4.99	5.04	5.07	5.11	5.16
Current Account Balance (% of GDP)	-3.8	-3.6	-2.4	-0.7	-2.4	-3.2	-3.9	-2.2	-2.9	-3.4
Current Account Balance (USD bn)	-18.4	-17.8	-12.0	-3.5	-13.0	-17.4	-21.2	-12.1	-15.6	-18.7
Merchandise Trade Balance (USD bn)	13.2	14.1	15.6	29.4	17.1	15.1	11.8	23.1	16.5	14.4
Merchandise Exports (USD bn)	89.2	80.8	75.9	89.8	85.4	82.8	74.9	89.7	87.6	84.2
Merchandise Imports (USD bn)	76.1	66.7	60.3	60.3	68.3	67.7	63.0	66.6	71.2	69.8
<b>Monthly Data</b>										
	Sep-22	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	May-23	Jun-23
Economic Activity (IBC-Br, ann. var. %)	4.1	3.2	0.8	0.8	3.3	3.1	5.7	3.3	-	-
Economic Activity (IBC-Br, mom var. %)	-0.2	-0.3	-1.3	0.8	0.7	2.6	-0.1	0.6	-	-
Industrial Production (mom s.a. var. %)	-1.3	1.3	0.2	0.0	-0.3	-0.2	1.1	-0.6	0.3	-
S&P Global Manufacturing PMI (50-threshold)	51.1	50.8	44.3	44.2	47.5	49.2	47.0	44.3	47.1	46.6
S&P Global Services PMI (50-threshold)	51.9	54.0	51.6	51.0	50.7	49.8	51.8	54.5	54.1	53.3
Retail Sales (mom s.a. var. %)	1.1	0.3	-0.6	-2.6	3.8	0.0	0.8	0.1	-	-
Consumer Confidence (100-pt threshold, s.a.)	89.0	88.6	85.3	88.0	85.8	84.5	87.0	86.8	88.2	92.3
Business Confidence (100-pt threshold, s.a.)	99.5	95.7	92.1	93.3	93.1	92.0	94.4	94.5	92.9	94.0
Inflation (CPI, mom var. %)	-0.29	0.59	0.41	0.62	0.53	0.84	0.71	0.61	0.23	-
Inflation (CPI, ann. var. %)	7.2	6.5	5.9	5.8	5.8	5.6	4.7	4.2	3.9	-
Exchange Rate (BRL per USD, eop)	5.41	5.25	5.26	5.28	5.09	5.22	5.07	5.00	5.12	4.82
Current Account Balance (USD bn)	-6.4	-5.4	-0.8	-11.5	-9.1	-3.1	0.1	-1.2	0.6	-

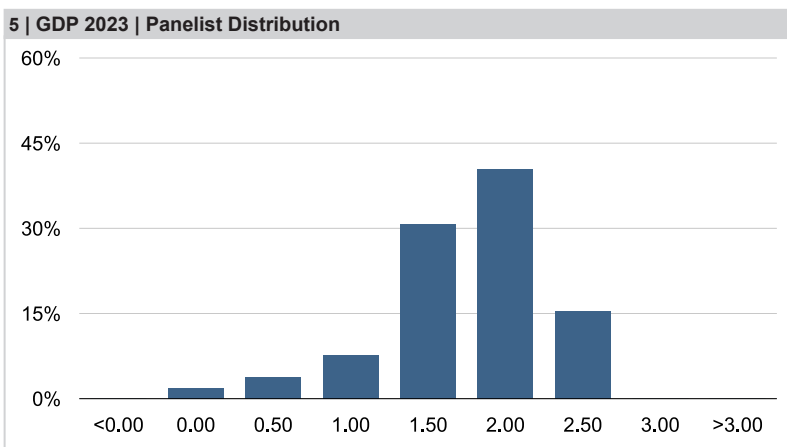
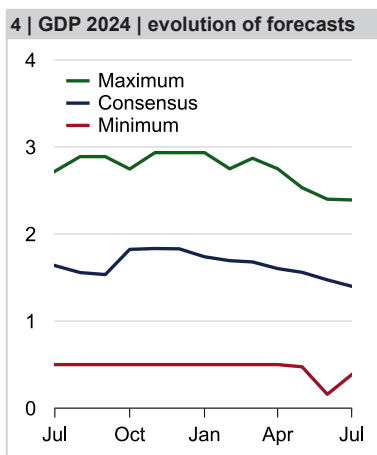
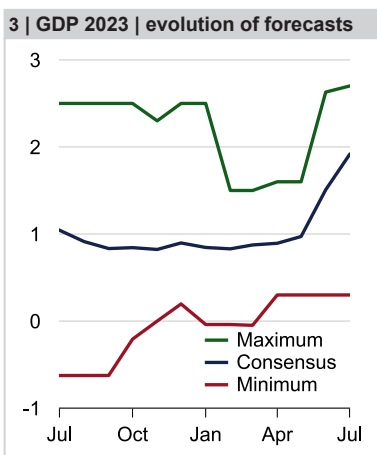
Note: FocusEconomics Consensus Forecasts are highlighted in grey.

Real Sector | Gross Domestic Product



Real GDP growth in %

Individual Forecasts	2023	2024
4intelligence	2.0	1.5
Actinver	1.6	1.8
Banco BMG	2.5	1.2
Banco BV	1.8	1.5
Banco Cooperativo Sicredi	2.4	1.2
Banco MUFG Brasil S.A.	2.2	1.7
Barclays Capital	2.1	1.8
BNP Paribas	2.5	0.5
BTG Pactual	1.9	0.7
Capital Economics	2.3	0.8
Citigroup Global Mkts	2.3	1.5
Credicorp Capital	2.4	1.0
Credit Agricole	2.0	1.5
Credit Suisse	2.1	1.0
DekaBank	2.4	1.5
DIW Berlin	0.9	1.6
EIU	2.4	1.6
EmergingMarketWatch	1.6	2.3
Euromonitor Int.	1.6	1.4
Fitch Ratings	2.3	1.3
Fitch Solutions	1.7	2.0
FrontierView	2.1	1.5
Goldman Sachs	2.6	1.2
HSBC	1.9	2.0
Ifo Institut	2.5	1.9
Itaú Unibanco	2.3	1.5
JPMorgan	2.4	1.0
Julius Baer	1.8	1.0
KBC	1.4	1.0
Kiel Institute	2.6	1.1
Kínitro Capital	2.6	1.5
LCA Consultores	2.2	1.5
MAPFRE Economics	0.8	2.4
MB Associados	2.1	2.0
Moody's Analytics	1.9	2.3
Oxford Economics	2.5	0.4
Pantheon Macroeconomics	2.5	1.5
Petros	2.2	1.0
Pezco Economics	2.7	1.9
Prometeia	0.3	1.2
Rabobank	2.3	1.4
S&P Global Ratings	1.7	1.5
Santander	1.9	0.5
Scotiabank	1.7	1.5
Société Générale	2.1	1.0
Standard Chartered	1.8	1.7
Tendências Consultoria Integrada	1.9	1.3
Torino Capital	1.6	-
UBS	1.9	1.3
Others (3)**	1.0	1.4



Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.  
 \*\* Others refers to the Consensus Forecast additional panelists who are not shown in the FocusEconomics Consensus Forecast Brazil report due to space constraints. A full panelist breakdown is available in the report's accompanying Excel file.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All real sector data are from the Brazilian Institute of Geography and Statistics (IBGE, *Instituto Brasileiro de Geografia e Estatística*). Forecasts based on LatinFocus Consensus Forecast.

- 1 GDP, real annual variation in %.
- 2 Quarterly GDP (not seasonally adjusted), year-on-year variation in %.
- 3 GDP, evolution of 2023 forecasts during the last 12 months.
- 4 GDP, evolution of 2024 forecasts during the last 12 months.
- 5 GDP, panelist distribution of 2023 forecasts. Concentration of panelists in forecast interval in %.

Public Forecasts	2023	2024
IMF	0.9	1.5
World Bank	1.2	1.4
Others (2)**	1.3	1.2

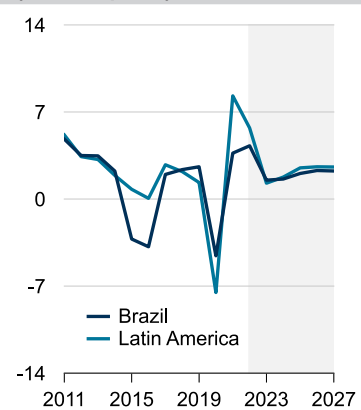
Summary	2023	2024
Minimum	0.3	0.4
Maximum	2.7	2.4
Median	2.0	1.5
<b>Consensus</b>	<b>1.9</b>	<b>1.4</b>
<b>History</b>		
30 days ago	1.5	1.5
60 days ago	1.0	1.6
90 days ago	0.9	1.6

Real Sector | Additional Forecasts

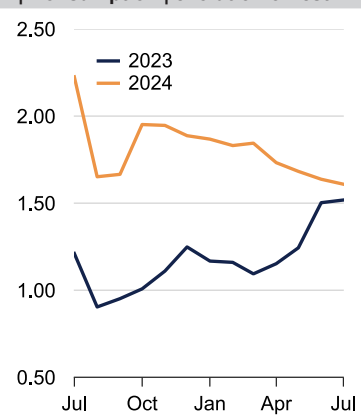
Consumption and Investment

Individual Forecasts	Consumption variation in %		Investment variation in %	
	2023	2024	2023	2024
4intelligence	1.6	1.5	-2.5	2.1
Banco BMG	1.5	-	-2.0	-
Banco BV	1.0	2.0	-0.4	3.0
Banco MUFG Brasil S.A.	1.4	1.5	0.5	5.0
Barclays Capital	1.9	1.8	-0.3	2.3
BlueLine Asset	0.7	-	-2.0	-
BTG Pactual	1.0	1.2	-0.5	-0.7
Capital Economics	1.1	1.3	-3.6	1.1
Citigroup Global Mkts	1.5	1.6	-2.5	2.2
Credicorp Capital	2.1	1.0	-0.3	2.0
Credit Suisse	2.1	1.9	0.1	2.7
EIU	2.4	2.0	0.5	2.0
Euromonitor Int.	0.9	1.5	-	-
Fitch Solutions	1.8	2.8	0.5	1.8
FrontierView	1.0	1.5	-	-
Goldman Sachs	2.1	2.6	-1.8	3.0
HSBC	1.8	1.9	1.2	2.3
JPMorgan	-	-	-3.5	1.0
LCA Consultores	2.3	1.3	-3.8	0.7
MAPFRE Economics	0.9	1.8	1.0	1.7
MB Associados	2.1	1.9	0.3	3.2
Moody's Analytics	-0.2	2.2	-	-
Oxford Economics	1.4	-0.1	-4.6	1.7
Pezco Economics	3.3	2.1	1.3	4.2
Rabobank	2.1	1.2	0.2	1.4
S&P Global Ratings	1.7	1.6	-	-
Société Générale	1.2	1.0	-3.6	-0.6
Tendências Consultoria Integrada	1.7	0.9	-2.6	1.3
Torino Capital	0.1	-	-0.7	-
UBS	1.1	1.1	-4.5	0.2
<b>Public Forecasts</b>				
OECD	2.2	1.4	2.5	1.4
World Bank	1.3	2.5	-2.4	1.8
<b>Summary</b>				
Minimum	-0.2	-0.1	-4.6	-0.7
Maximum	3.3	2.8	2.5	5.0
Median	1.5	1.6	-0.6	1.8
<b>Consensus</b>	<b>1.5</b>	<b>1.6</b>	<b>-1.2</b>	<b>1.9</b>
<b>History</b>				
30 days ago	1.5	1.6	-0.7	1.8
60 days ago	1.2	1.7	-0.2	1.9
90 days ago	1.2	1.7	-0.1	2.0

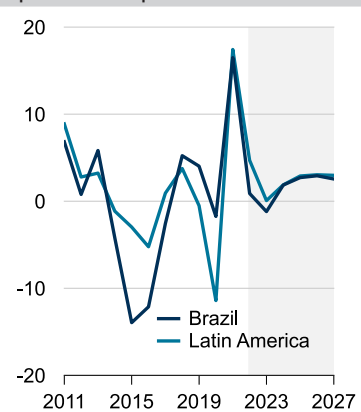
6 | Consumption | variation in %



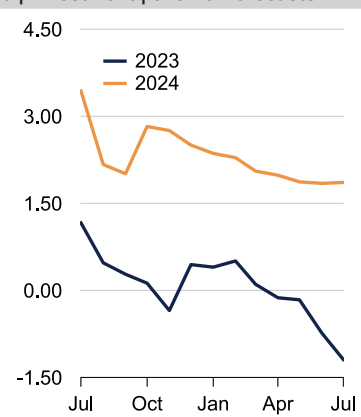
7 | Consumption | evolution of fcst



8 | Investment | variation in %



9 | Investment | evol. of forecasts



Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All real sector data are from the Brazilian Institute of Geography and Statistics (IBGE, *Instituto Brasileiro de Geografia e Estatística*). Forecasts based on LatinFocus Consensus Forecast.

6 Private consumption, annual variation in %.

7 Private consumption, evolution of 2023 and 2024 forecasts during the last 12 months.

8 Gross fixed investment, annual variation in %.

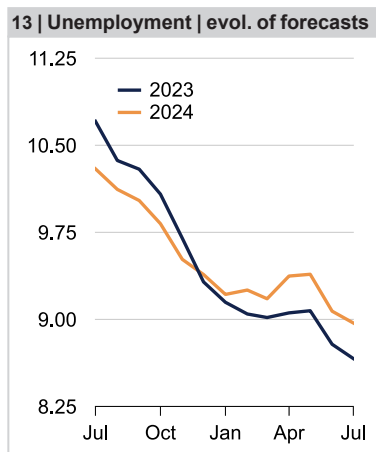
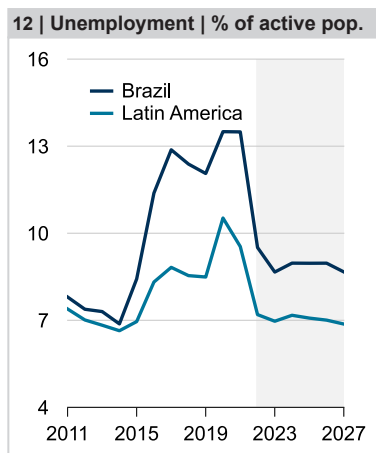
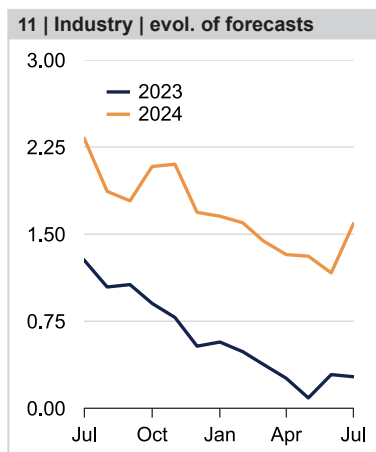
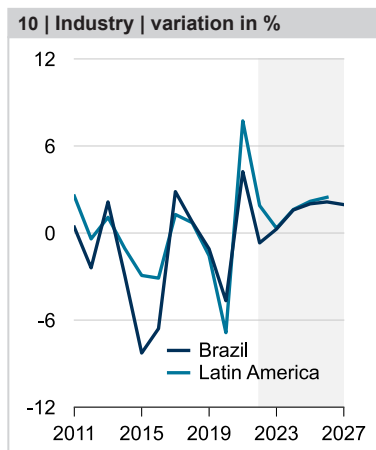
9 Gross fixed investment, evolution of 2023 and 2024 forecasts during the last 12 months.



Real Sector | Additional forecasts

Industry and Unemployment

Individual Forecasts	Industry variation in %		Unemployment % of active pop.	
	2023	2024	2023	2024
4intelligence	0.0	1.7	8.9	9.3
Banco BMG	0.5	2.0	8.7	9.5
Banco BV	-	-	8.4	9.1
Banco Cooperativo Sicredi	-	-	8.6	8.9
Banco MUFG Brasil S.A.	0.5	1.5	8.9	-
Barclays Capital	-0.4	1.2	8.5	9.2
BlueLine Asset	0.5	2.5	9.6	10.2
BTG Pactual	-	-	8.6	8.8
Capital Economics	2.5	1.0	8.3	9.0
Citigroup Global Mkts	-	-	8.5	8.4
Credicorp Capital	-	-	8.6	8.9
Credit Suisse	-	-	8.7	8.9
DIW Berlin	-	-	8.8	8.7
EIU	2.0	2.0	-	-
Euromonitor Int.	-1.0	1.3	8.7	9.0
Fitch Ratings	-	-	8.6	8.6
Fitch Solutions	-	-	9.2	9.4
FrontierView	0.1	2.1	9.7	9.5
HSBC	1.0	2.7	8.7	8.5
Itaú Unibanco	-	-	8.0	8.0
JPMorgan	-0.4	1.5	9.6	9.8
Kínitro Capital	-	-	8.7	9.2
LCA Consultores	-0.4	2.2	8.3	9.4
MB Associados	0.2	0.0	8.3	8.2
Moody's Analytics	-1.6	0.6	-	-
Oxford Economics	0.3	3.1	8.6	8.7
Petros	-	-	8.3	9.0
Pezco Economics	0.9	1.1	8.2	8.4
Rabobank	-0.7	0.4	8.5	9.0
S&P Global Ratings	-	-	9.4	9.3
Santander	-	-	8.2	9.3
Société Générale	-	-	8.4	8.6
Tendências Consultoria Integrada	0.1	1.6	8.0	8.3
UBS	1.0	1.5	-	-
<b>Summary</b>				
Minimum	-1.6	0.0	8.0	8.0
Maximum	2.5	3.1	9.7	10.2
Median	0.2	1.5	8.6	9.0
<b>Consensus</b>	<b>0.3</b>	<b>1.6</b>	<b>8.7</b>	<b>9.0</b>
<b>History</b>				
30 days ago	0.3	1.2	8.8	9.1
60 days ago	0.1	1.3	9.1	9.4
90 days ago	0.3	1.3	9.1	9.4



Notes and sources

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Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All real sector data are from the Brazilian Institute of Geography and Statistics (IBGE, *Instituto Brasileiro de Geografia e Estatística*). Forecasts based on LatinFocus Consensus Forecast.

10 Industrial production, annual variation in %.

11 Industrial production, evolution of 2023 and 2024 forecasts during the last 12 months.

12 Unemployment, % of active population.

13 Unemployment, evolution of 2023 and 2024 forecasts during the last 12 months.

Real Sector | Additional forecasts

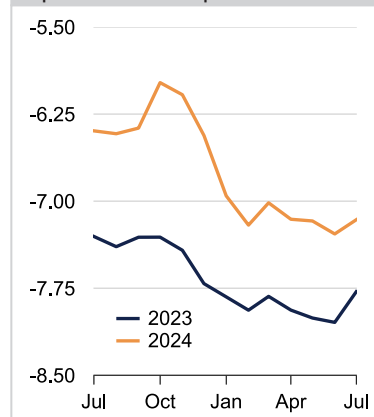
Fiscal Balance and Public Debt

Individual Forecasts	Fiscal Balance % of GDP		Public Debt % of GDP	
	2023	2024	2023	2024
Banco BMG	-7.2	-6.4	78.5	80.8
Banco BV	-7.7	-7.1	75.2	78.3
Banco MUFG Brasil S.A.	-	-	78.3	82.4
Barclays Capital	-6.9	-6.7	75.5	77.7
BlueLine Asset	-7.2	-6.4	78.5	80.8
BNP Paribas	-8.8	-9.5	76.0	80.0
BTG Pactual	-	-	76.0	78.8
Capital Economics	-8.5	-7.3	77.0	79.5
Citigroup Global Mkts	-7.7	-6.7	76.3	80.2
Credicorp Capital	-7.9	-6.9	77.0	80.5
Credit Suisse	-	-	76.4	80.0
DekaBank	-7.6	-7.4	-	-
EIU	-	-	75.7	78.2
Fitch Ratings	-6.8	-6.0	75.2	77.6
Fitch Solutions	-7.7	-7.2	76.5	79.9
Goldman Sachs	-8.0	-7.2	76.4	79.8
HSBC	-7.6	-5.9	77.1	77.7
Itaú Unibanco	-	-	75.4	78.3
JPMorgan	-6.3	-6.5	76.5	80.5
LCA Consultores	-9.4	-7.1	79.1	83.3
MAPFRE Economics	-9.0	-7.8	-	-
MB Associados	-7.0	-5.0	78.2	79.9
Moody's Analytics	-	-	75.0	85.5
Oxford Economics	-7.9	-7.7	75.9	80.2
Petros	-	-	76.9	80.6
Pezco Economics	-7.5	-9.5	80.2	84.1
Rabobank	-7.5	-7.3	76.0	78.8
Santander	-8.5	-8.2	77.3	81.6
Société Générale	-7.7	-6.9	76.8	79.4
Tendências Consultoria Integrada	-8.2	-7.0	78.2	81.5
Torino Capital	-	-	74.4	-
UBS	-7.4	-8.5	76.8	80.7
<b>Public Forecasts</b>				
IMF	-8.8	-8.2	-	-
World Bank	-7.4	-6.0	76.5	77.8
<b>Summary</b>				
Minimum	-9.4	-9.5	74.4	77.6
Maximum	-6.3	-5.0	80.2	85.5
Median	-7.7	-7.1	76.5	80.0
<b>Consensus</b>	<b>-7.8</b>	<b>-7.2</b>	<b>76.7</b>	<b>80.1</b>
<b>History</b>				
30 days ago	-8.0	-7.3	76.7	80.2
60 days ago	-8.0	-7.2	76.8	80.0
90 days ago	-7.9	-7.2	76.8	80.0

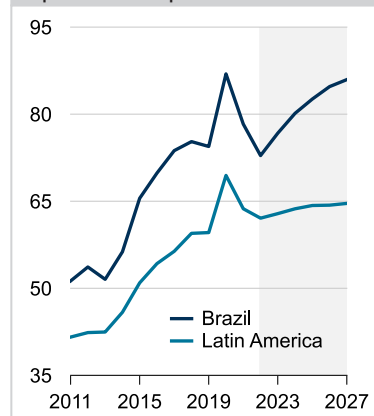
14 | Fiscal Balance | % of GDP



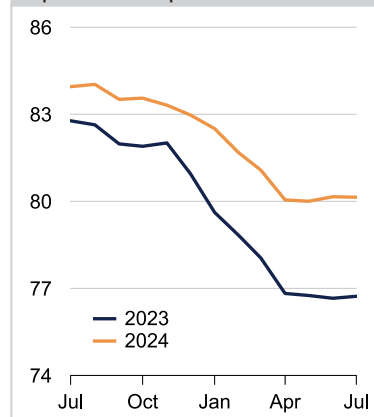
15 | Fiscal Balance | evolution of fcst



16 | Public Debt | % of GDP



17 | Public Debt | evol. of forecasts



Notes and sources

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Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All real sector data are from the Central Bank (BCB, *Banco Central do Brasil*). Forecasts based on LatinFocus Consensus Forecast.

14 Fiscal balance as % of GDP.

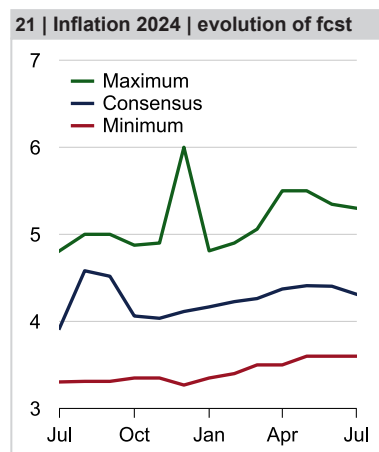
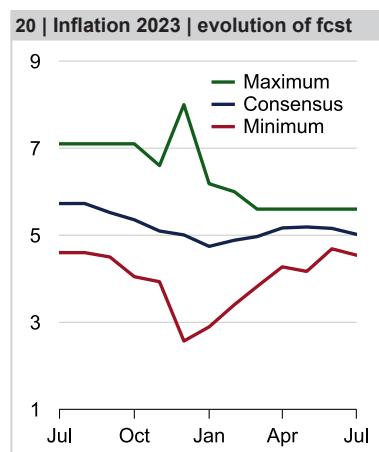
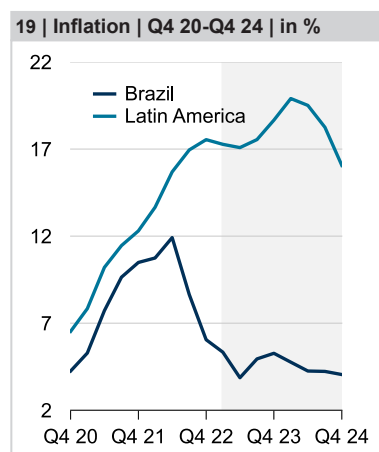
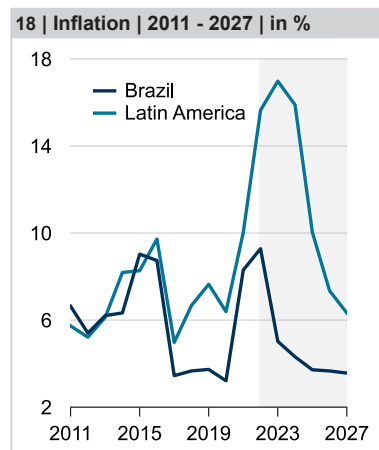
15 Fiscal balance as % of GDP, evolution of 2023 and 2024 forecasts during the last 12 months.

16 Public debt as % of GDP.

17 Public debt as % of GDP evolution of 2023 and 2024 forecasts during the last 12 months.

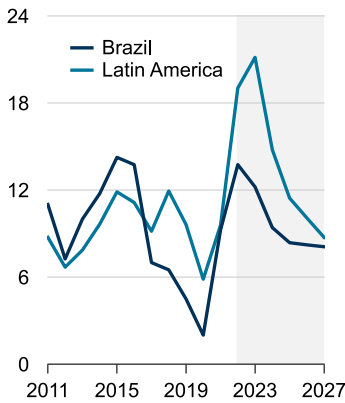
Monetary Sector | Inflation

Consumer Prices				
Individual Forecasts	Consumer Prices variation in %, eop		Consumer Prices variation in %, aop	
	2023	2024	2023	2024
4intelligence	5.6	4.0	-	-
Actinver	4.9	4.1	5.3	3.9
Banco BMG	5.0	3.7	4.8	4.0
Banco BV	5.2	4.0	-	-
Banco Cooperativo Sicredi	5.4	4.1	5.0	4.3
Banco MUFG Brasil S.A.	6.0	3.5	5.0	4.6
Barclays Capital	5.4	3.7	4.9	4.3
BlueLine Asset	6.0	4.0	5.3	4.7
BNP Paribas	-	-	4.7	4.0
BTG Pactual	4.9	4.0	-	-
Capital Economics	5.3	4.6	4.9	5.0
Citigroup Global Mkts	5.2	4.0	4.8	4.2
Credicorp Capital	5.6	4.3	5.1	4.9
Credit Agricole	-	-	5.1	4.0
Credit Suisse	5.0	4.0	5.3	5.3
DekaBank	-	-	5.2	4.5
DIW Berlin	-	-	4.5	4.2
EIU	5.0	4.0	4.8	4.0
EmergingMarketWatch	5.3	3.5	-	-
Euromonitor Int.	-	-	5.1	4.5
Fitch Ratings	-	-	4.7	4.6
Fitch Solutions	5.2	3.9	4.9	4.3
FrontierView	-	-	5.0	4.0
Goldman Sachs	5.1	4.4	4.6	4.5
HSBC	5.1	3.9	4.9	4.2
Ifo Institut	-	-	5.0	4.2
Itaú Unibanco	5.3	4.4	-	-
JPMorgan	4.8	4.0	5.1	3.6
Julius Baer	-	-	5.2	4.2
KBC	-	-	5.5	4.4
Kiel Institute	5.4	3.7	5.1	4.0
Kínitro Capital	4.6	3.7	-	-
LCA Consultores	5.1	4.0	4.8	4.5
MAPFRE Economics	5.1	3.9	5.1	4.1
MB Associados	4.9	4.0	-	-
Moody's Analytics	6.0	4.1	5.2	4.5
Oxford Economics	5.2	3.9	5.0	4.2
Pantheon Macroeconomics	-	-	4.9	4.2
Petros	5.2	4.0	4.8	4.4
Pezco Economics	5.7	5.1	-	-
Rabobank	5.4	3.7	4.8	4.4
S&P Global Ratings	5.6	3.9	-	-
Santander	5.2	3.9	-	-
Scotiabank	5.3	4.1	5.3	4.2
Société Générale	-	-	4.8	4.2
Standard Chartered	-	-	5.2	3.6
Tendências Consultoria Integrada	5.1	4.0	-	-
Torino Capital	5.0	-	4.9	-
UBS	4.9	3.5	4.7	3.8
Others (3)**	-	-	5.4	4.3
<b>Public Forecasts</b>				
IMF	5.4	4.1	5.0	4.8
<b>Summary</b>				
Minimum	4.6	3.5	4.5	3.6
Maximum	6.0	5.1	5.6	5.3
Median	5.2	4.0	5.0	4.3
<b>Consensus</b>	<b>5.3</b>	<b>4.0</b>	<b>5.0</b>	<b>4.3</b>
<b>History</b>				
30 days ago	5.6	4.0	5.2	4.4
60 days ago	5.7	4.0	5.2	4.4
90 days ago	5.7	4.0	5.2	4.4

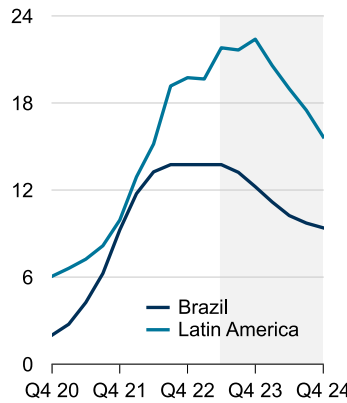


Monetary Sector | Interest Rate

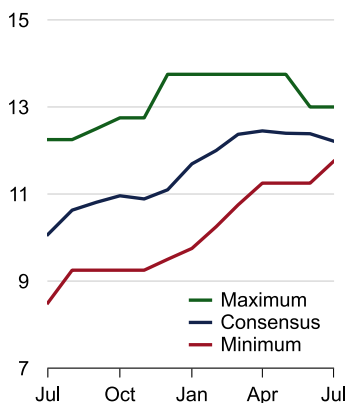
22 | Interest Rate | 2011 - 2027 | in %



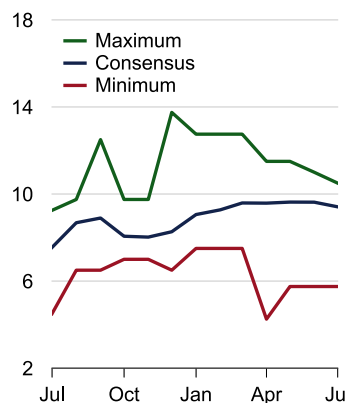
23 | Interest Rate | Q4 20-Q4 24 | in %



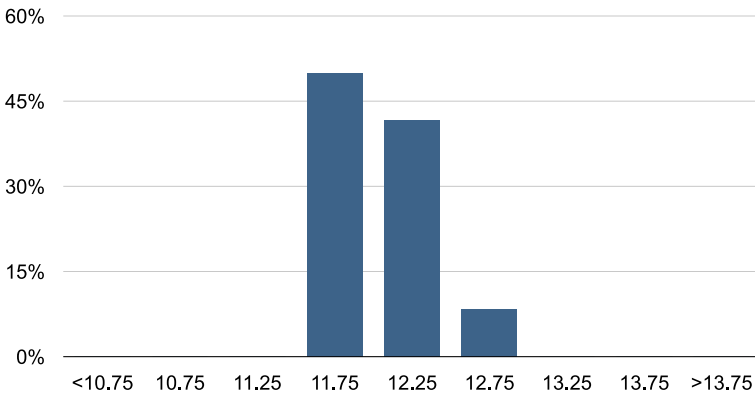
24 | Int. Rate 2023 | evolution of fcst



25 | Int. Rate 2024 | evolution of fcst



26 | Interest Rate 2023 | Panelist Distribution



Interest Rate | Policy Rate

Individual Forecasts	2023	2024
4intelligence	12.25	10.00
Actinver	12.50	9.50
Banco BMG	12.00	9.50
Banco BV	12.00	9.00
Banco Cooperativo Sicredi	13.00	10.25
Banco MUFG Brasil S.A.	12.75	9.50
Barclays Capital	12.00	9.50
BlueLine Asset	12.00	10.00
BTG Pactual	12.00	10.00
Capital Economics	12.50	9.75
Citigroup Global Mkts	11.75	9.00
Credicorp Capital	12.50	9.50
Credit Agricole	12.00	9.25
EIU	11.75	9.50
Fitch Solutions	12.50	10.00
Goldman Sachs	12.00	9.25
HSBC	11.75	8.50
Itaú Unibanco	12.50	10.00
JPMorgan	12.00	-
KBC	12.50	-
Kínitro Capital	12.00	8.50
LCA Consultores	12.00	9.75
MB Associados	12.25	9.25
Moody's Analytics	13.00	-
Oxford Economics	12.25	8.00
Pantheon Macroeconomics	11.75	5.75
Petros	12.00	10.25
Pezco Economics	11.75	9.75
Rabobank	12.50	10.00
S&P Global Ratings	12.50	9.00
Santander	12.25	10.50
Scotiabank	12.50	9.50
Société Générale	12.00	-
Tendências Consultoria Integrada	12.50	10.50
Torino Capital	12.00	-
UBS	12.25	9.00
<b>Summary</b>		
Minimum	11.75	5.75
Maximum	13.00	10.50
Median	12.13	9.50
<b>Consensus</b>	<b>12.22</b>	<b>9.41</b>
<b>History</b>		
30 days ago	12.39	9.63
60 days ago	12.40	9.63
90 days ago	12.45	9.58

Notes and sources

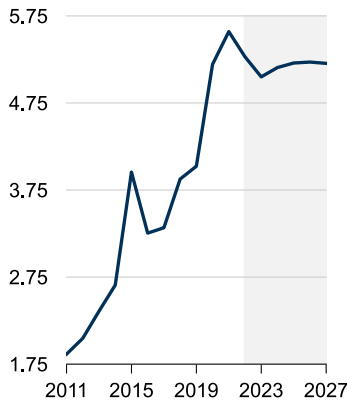
\* Forecasts are not in the Consensus and are shown for illustrative purposes only.  
 \*\* Others refers to the Consensus Forecast additional panelists who are not shown in the FocusEconomics Consensus Forecast Brazil report due to space constraints. A full panelist breakdown is available in the report's accompanying Excel file.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All monetary sector data are from the Central Bank (BCB, *Banco Central do Brasil*). Forecasts are based on LatinFocus Consensus Forecast.

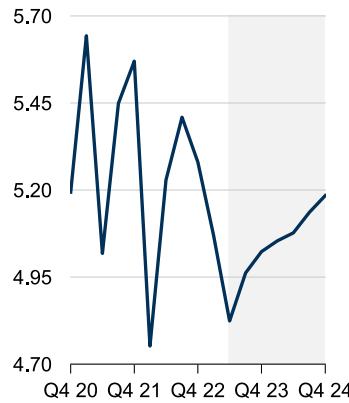
- 18 Inflation, annual variation of consumer price index (CPI) in % (aop).
- 19 Quarterly inflation, annual variation of consumer price index (CPI) in % (aop).
- 20 Inflation, evolution of 2023 forecasts during the last 12 months.
- 21 Inflation, evolution of 2024 forecasts during the last 12 months.
- 22 Interest rate, SELIC rate in % (eop).
- 23 Quarterly interest rate, SELIC rate in % (eop).
- 24 Interest rate, evolution of 2023 forecasts during the last 12 months.
- 25 Interest rate, evolution of 2024 forecasts during the last 12 months.
- 26 Interest rate, panelist distribution of 2023 forecasts. Concentration of panelists in forecast interval in %.

Monetary Sector | Exchange Rate

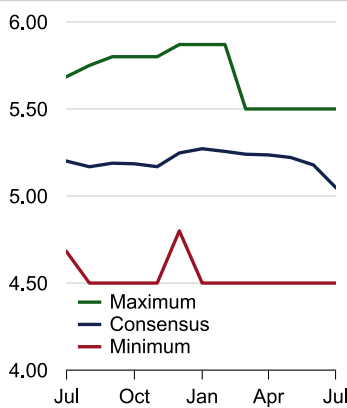
27 | Exchange Rate | BRL per USD



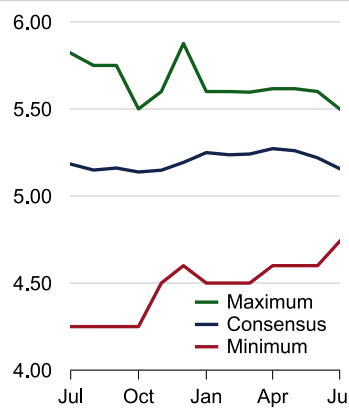
28 | Exchange Rate | BRL per USD



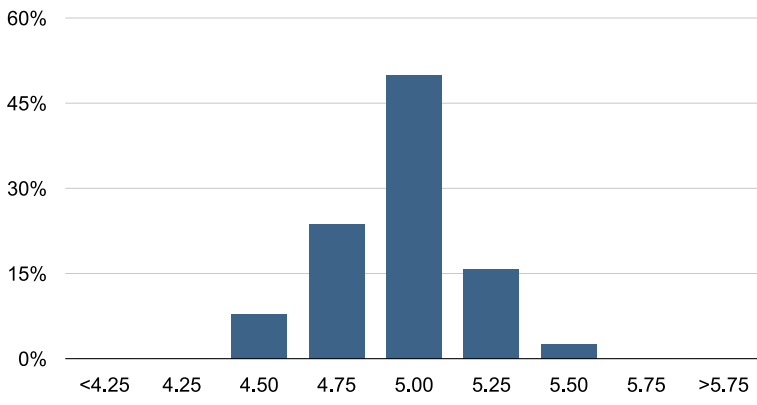
29 | BRL per USD 2023 | evol. of fcst



30 | BRL per USD 2024 | evol. of fcst



31 | BRL per USD 2023 | Panelist Distribution



Exchange Rate | BRL per USD

Individual Forecasts	2023	2024
4intelligence	5.20	5.34
Actinver	5.25	5.14
Banco BMG	5.00	5.20
Banco BV	5.30	5.30
Banco MUFG Brasil S.A.	5.20	5.30
Barclays Capital	4.75	5.00
BlueLine Asset	5.20	5.35
BTG Pactual	5.10	5.20
Capital Economics	5.25	5.00
Citigroup Global Mkts	4.93	4.95
Credicorp Capital	5.10	5.15
Credit Agricole	5.50	5.50
Credit Suisse	5.00	5.00
EIU	4.75	4.81
Fitch Ratings	5.10	5.20
Fitch Solutions	5.15	5.00
HSBC	4.50	-
Itaú Unibanco	5.00	5.25
JPMorgan	4.90	-
Julius Baer	4.79	4.99
KBC	4.93	-
Kínitro Capital	4.90	5.10
LCA Consultores	5.00	4.96
MAPFRE Economics	5.40	5.42
MB Associados	4.80	4.74
Moody's Analytics	5.07	5.13
Oxford Economics	5.00	5.12
Petros	5.10	5.20
Pezco Economics	5.20	5.38
Rabobank	5.05	5.15
S&P Global Ratings	5.10	5.20
Santander	5.40	5.50
Scotiabank	5.00	5.00
Société Générale	4.70	-
Standard Chartered	4.60	4.90
Tendências Consultoria Integrada	5.05	5.20
Torino Capital	5.22	-
UBS	5.40	5.50
<b>Summary</b>		
Minimum	4.50	4.74
Maximum	5.50	5.50
Median	5.06	5.15
<b>Consensus</b>	<b>5.05</b>	<b>5.16</b>
<b>History</b>		
30 days ago	5.18	5.22
60 days ago	5.22	5.26
90 days ago	5.24	5.27

Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All monetary sector data are from Macrobond Financial AB. Forecasts based on LatinFocus Consensus Forecast.

27 Exchange rate, BRL per USD (eop).

28 Quarterly exchange rate, BRL per USD (eop).

29 Exchange rate, evolution of 2023 forecasts during the last 12 months.

30 Exchange rate, evolution of 2024 forecasts during the last 12 months.

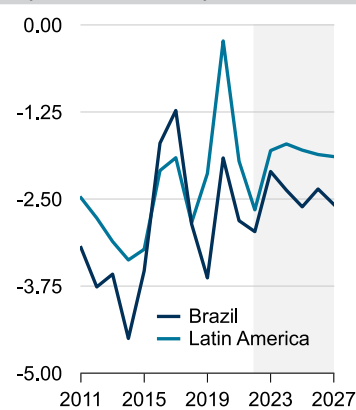
31 Exchange rate, panelist distribution of 2023 forecasts. Concentration of panelists in forecast interval in %.

External Sector | Current Account and Trade Balance

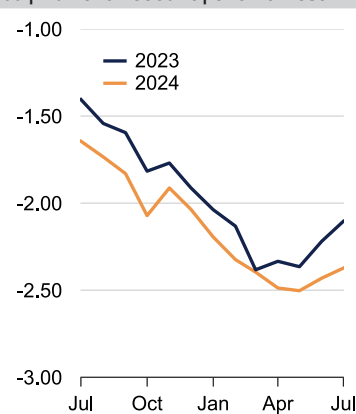
Current Account and Trade Balance

Individual Forecasts	Current Account % of GDP		Trade Balance USD bn	
	2023	2024	2023	2024
4intelligence	-1.6	-1.8	-	-
Banco BMG	-1.6	-2.0	65.0	63.5
Banco BV	-2.3	-2.5	78.4	68.5
Banco MUFG Brasil S.A.	-2.2	-1.9	60.0	60.0
Barclays Capital	-2.3	-2.3	-	-
BlueLine Asset	-2.2	-2.0	65.0	63.5
BNP Paribas	-2.3	-2.0	-	-
BTG Pactual	-2.1	-2.4	-	-
Capital Economics	-2.5	-2.5	-	-
Citigroup Global Mkts	-2.4	-2.1	-	-
Credicorp Capital	-2.3	-2.3	58.9	56.5
Credit Agricole	-2.4	-2.5	-	-
Credit Suisse	-2.2	-2.2	-	-
DekaBank	-2.6	-3.3	-	-
EIU	-1.9	-2.2	-	-
Euromonitor Int.	-2.1	-2.8	81.2	63.7
Fitch Ratings	-2.3	-2.3	-	-
Fitch Solutions	-2.0	-2.3	-	-
Goldman Sachs	-2.1	-2.0	-	-
HSBC	-1.7	-1.5	-	-
Itaú Unibanco	-1.7	-1.5	70.0	60.0
JPMorgan	-2.3	-1.8	-	-
Kinitro Capital	-2.0	-1.5	-	-
LCA Consultores	-2.6	-2.9	71.4	68.7
MAPFRE Economics	-3.4	-4.1	-	-
MB Associados	-3.1	-2.8	66.1	69.1
Moody's Analytics	0.6	-4.2	-	-
Oxford Economics	-1.6	-3.5	-	-
Pezco Economics	-1.8	-2.1	71.8	64.9
Rabobank	-2.0	-2.2	67.0	55.5
Société Générale	-2.4	-2.4	-	-
Standard Chartered	-2.0	-2.4	-	-
Tendências Consultoria Integrada	-2.2	-2.4	73.5	65.0
Torino Capital	-2.1	-	-	-
UBS	-1.5	-2.0	94.6	101.8
<b>Public Forecasts</b>				
IMF	-2.7	-2.7	-	-
OECD	-2.0	-1.8	-	-
World Bank	-2.4	-2.7	-	-
<b>Summary</b>				
Minimum	-3.4	-4.2	58.9	55.5
Maximum	0.6	-1.5	94.6	101.8
Median	-2.2	-2.3	70.0	63.7
<b>Consensus</b>	<b>-2.1</b>	<b>-2.4</b>	<b>71.0</b>	<b>66.2</b>
<b>History</b>				
30 days ago	-2.2	-2.4	67.8	64.6
60 days ago	-2.4	-2.5	64.7	65.1
90 days ago	-2.3	-2.5	64.0	65.0

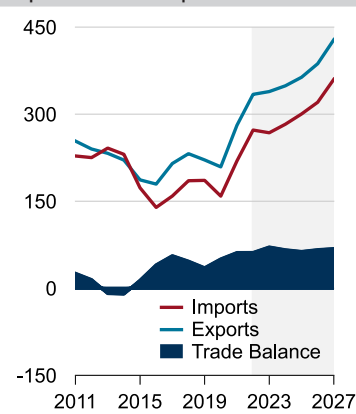
32 | Current Account | % of GDP



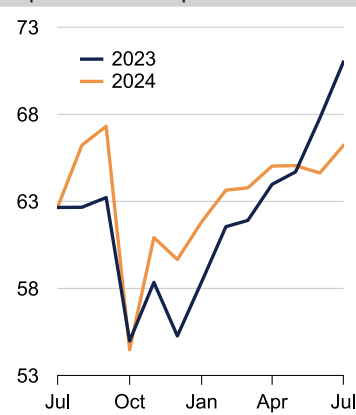
33 | Current Account | evol. of fcst



34 | Trade Balance | USD bn



35 | Trade Balance | evol. of forecasts



Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All external sector data are from from the Central Bank (BCB, *Banco Central do Brasil*) and the Ministry of Development, Industry and Foreign Trade (MDIC, *Ministerio do Desenvolvimento, Industria e Comercio Exterior*). See below for details. Forecasts based on LatinFocus Consensus Forecast.

32 Current account balance, as % of GDP. Source: BCB.

33 Current account balance, evolution of 2023 and 2024 forecasts during the last 12 months.

34 Trade balance, exports and imports, in USD. Source: MDIC.

35 Trade balance, evolution of 2023 and 2024 forecasts during the last 12 months.

External Sector | Exports and Imports

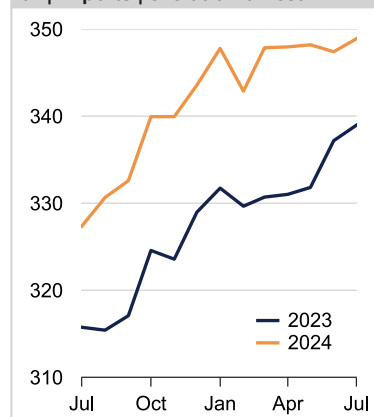
Exports and Imports

Individual Forecasts	Exports USD bn		Imports USD bn	
	2023	2024	2023	2024
Banco BMG	330	350	265	287
Banco BV	333	339	255	271
Banco MUFG Brasil S.A.	305	325	245	265
BlueLine Asset	330	350	265	287
Credicorp Capital	349	338	290	282
Euromonitor Int.	346	367	265	303
Itaú Unibanco	327	328	257	268
LCA Consultores	334	322	262	253
MB Associados	366	399	300	330
Pezco Economics	361	382	289	317
Rabobank	352	346	285	291
Tendências Consultoria Integrada	322	320	248	255
UBS	352	369	258	267
<b>Summary</b>				
Minimum	305	320	245	253
Maximum	366	399	300	330
Median	334	346	265	282
<b>Consensus</b>	<b>339</b>	<b>349</b>	<b>268</b>	<b>283</b>
<b>History</b>				
30 days ago	337	347	269	283
60 days ago	332	348	267	283
90 days ago	331	348	267	283

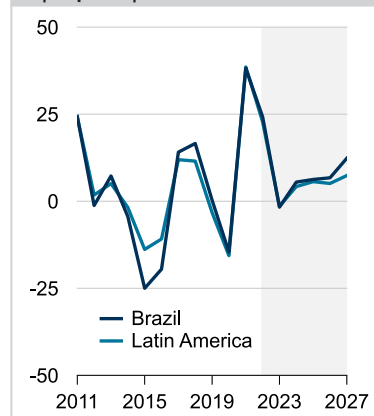
36 | Exports | variation in %



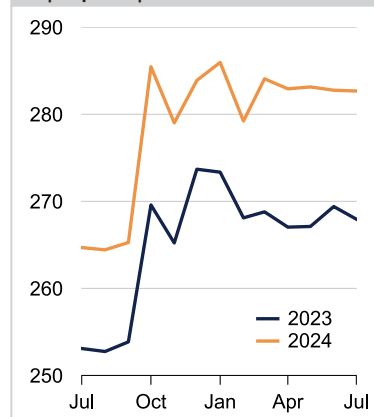
37 | Exports | evolution of fcst



38 | Imports | variation in %



39 | Imports | evol. of forecasts



Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All external sector data are from from the Ministry of Development, Industry and Foreign Trade (MDIC, *Ministerio do Desenvolvimento, Industria e Comercio Exterior*). Forecasts based on LatinFocus Consensus Forecast.

36 Exports, annual variation in %.

37 Exports, evolution of 2023 and 2024 forecasts during the last 12 months.

38 Imports, annual variation in %.

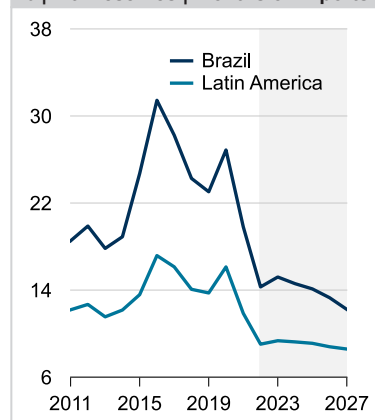
39 Imports, evolution of 2023 and 2024 forecasts during the last 12 months.

External Sector | Additional forecasts

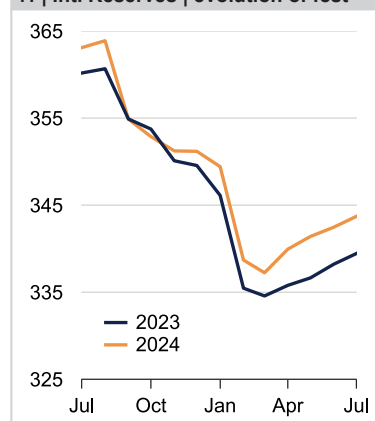
International Reserves and External Debt

Individual Forecasts	International Reserves USD bn		External Debt USD bn	
	2023	2024	2023	2024
4intelligence	365	350	-	-
Banco BMG	330	330	-	-
Banco BV	330	330	-	-
Barclays Capital	338	346	-	-
BlueLine Asset	330	330	-	-
BNP Paribas	335	340	-	-
Citigroup Global Mkts	343	343	296	327
Credit Suisse	325	325	-	-
Euromonitor Int.	358	381	-	-
Fitch Ratings	343	347	-	-
Fitch Solutions	346	358	-	-
Goldman Sachs	340	340	-	-
HSBC	-	-	329	367
LCA Consultores	333	341	330	337
MB Associados	334	349	320	330
Moody's Analytics	350	368	-	-
Pezco Economics	332	333	-	-
Rabobank	332	332	-	-
Tendências Consultoria Integrada	344	356	-	-
Torino Capital	351	-	328	-
UBS	331	331	-	-
<b>Summary</b>				
Minimum	325	325	296	327
Maximum	365	381	330	367
Median	336	341	328	333
<b>Consensus</b>	<b>339</b>	<b>344</b>	<b>321</b>	<b>340</b>
<b>History</b>				
30 days ago	338	342	329	341
60 days ago	337	341	323	338
90 days ago	336	340	324	340

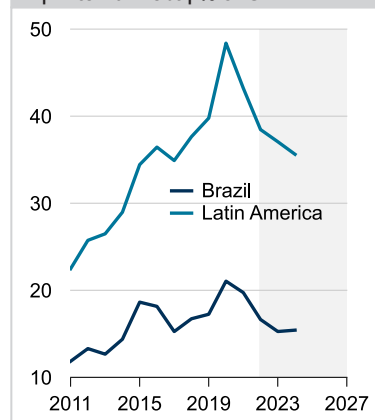
40 | Int. Reserves | months of imports



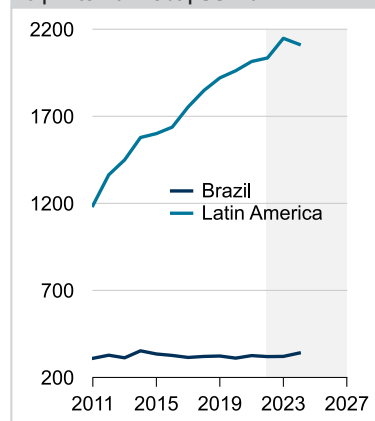
41 | Int. Reserves | evolution of fcst



42 | External Debt | % of GDP



43 | External Debt | USD bn



Notes and sources

\* Forecasts are not in the Consensus and are shown for illustrative purposes only.

Long-term chart period from 2011 to 2027 unless otherwise stated. The Latin America regional aggregate excludes Venezuela. All external sector data are from the Central Bank (BCB, *Banco Central do Brasil*). Forecasts based on LatinFocus Consensus Forecast.

40 International reserves, months of imports.

41 International reserves, evolution of 2023 and 2024 forecasts during the last 12 months.

42 External debt as % of GDP.

43 External debt, USD billion.



Fact Sheet

General Data

Official name:	Federative Republic of Brazil
Capital:	Brasilia (4.5m)
Other cities:	Sao Paulo (21.7m) Rio de Janeiro (13.3m)
Area (km2):	8,515,770
Population (million, 2019 est.):	213
Population density (per km2, 2019):	25.0
Population growth rate (% , 2019 est.):	0.7
Life expectancy (years, 2019 est.):	74.7
Illiteracy rate (% , 2018 est.):	6.8
Language:	Portuguese
Measures:	Metric system
Time:	GMT-2 to GMT-4

Economic Infrastructure

Telecommunication (2018)

Telephones - main lines (per 100 inhabitants):	18.3
Telephones - mobile cellular (per 100 inhabit.):	99
Internet Users (per 100 inhabitants):	70.4
Broadband Subscriptions (per 100 inhabitants):	14.9

Energy (2017)

Primary Energy Production (trillion Btu):	11,221
Primary Energy Consumption (trillion Btu):	12,565
Electricity Generation (billion kW-h):	578
Electricity Consumption (billion kW-h):	516
Oil Supply (thousand bpd):	3,363
Oil Consumption (thousand bpd):	3,029
CO2 Emissions (million metric tons):	464

Transportation (2018)

Airports:	4,093
Railways (km):	29,850
Roadways (km):	2,000,000
Waterways (km):	50,000
Chief Ports:	Santos, Belem, Rio de Janeiro

Political Data

President:	Luiz Inácio Lula da Silva
Last elections:	2 October 2022
Next elections:	2026
Central Bank President:	Roberto Oliveira Campos Neto

Long-term Foreign Currency Ratings

Agency	Rating	Outlook
Moody's:	Ba2	Stable
S&P Global Ratings:	BB-	Positive
Fitch Ratings:	BB-	Stable

Strengths

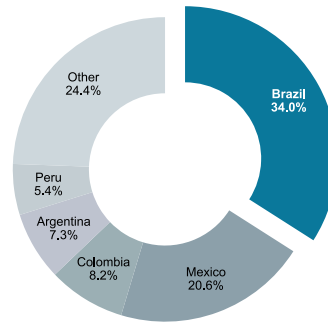
- Commitment to economic orthodoxy
- Large domestic market and diversified production
- Stable financial system
- Strong foreign direct investment flows bolster capital account

Weaknesses

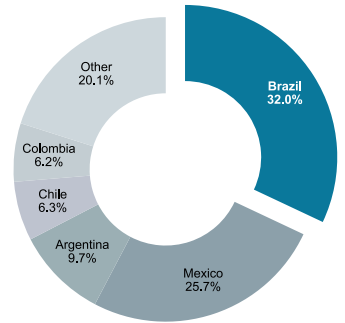
- Pronounced socio-economic inequalities
- Inadequate infrastructure creates bottleneck for economic growth
- Limited progress on privatization and deregulation

Brazil in the Region

Population | %-share in Latin America

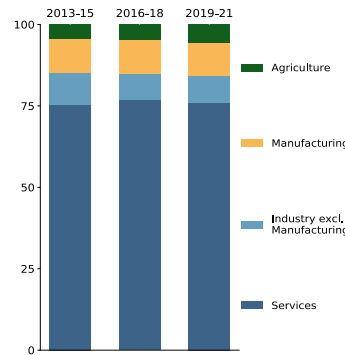


GDP | %-share in Latin America

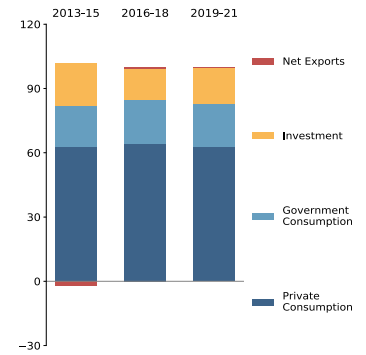


Economic Structure

GDP by Sector | share in %

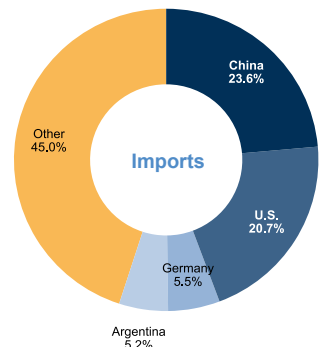
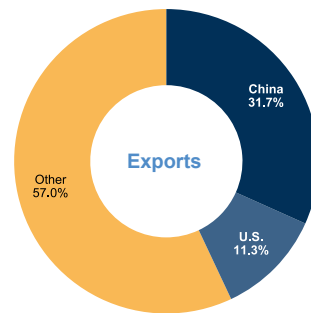


GDP by Expenditure | share in %

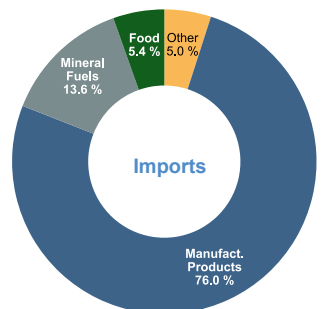
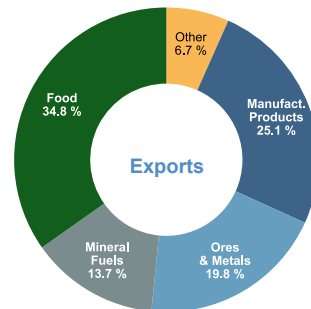


Trade Structure

Primary markets | share in %



Primary products | share in %



Economic Release Calendar

Date	Country	Event
11 July	Brazil	June Consumer Prices
12 July	Uruguay	May Industrial Production
14 July	Argentina	June Consumer Prices
	Peru	June Merchandise Trade
17 July	Brazil	May Economic Activity
	Ecuador	May Economic Activity
18 July	Colombia	May Economic Activity
20 July	Argentina	July Consumer Confidence (E)
	Argentina	May Economic Activity
	Argentina	June Merchandise Trade
21 July	Peru	May Economic Activity
25 July	Mexico	May Economic Activity
27 July	Brazil	June Balance of Payments
	Mexico	June Merchandise Trade
28 July	Brazil	July Economic Sentiment (E)
	Colombia	Central Bank Meeting
31 July	Mexico	Q2 2023 National Accounts (P)
1 August	Brazil	July S&P Global Manufacturing PMI
	Chile	June Economic Activity
	Chile	July Business Confidence (E)
	Colombia	July Davivienda Manufacturing PMI
	Mexico	July IMEF PMI
2 August	Brazil	Central Bank Meeting
3 August	Brazil	July S&P Global Services PMI
	Uruguay	July Consumer Prices
4 August	Ecuador	July Consumer Prices
	Peru	July Consumer Prices
5 August	Colombia	July Consumer Prices
	Colombia	July Merchandise Trade (E)

(P) Preliminary estimate. (E) Approximate date.

## Notes and Statements

**PUBLICATION NOTE**

Consensus forecasts are mean averages of projections of economic forecasters surveyed by FocusEconomics for our monthly publication. Quarterly averages may not correspond to the annual figures due to different forecast panels.

The GDP-weighted averages for the regional aggregates and the world refer to economies surveyed by FocusEconomics on a monthly basis. Weights are based on Consensus Forecasts for nominal GDP (USD billion).

The regional aggregates include the following countries:

**Latin America (23 countries):** Argentina, Belize, Bolivia, Brazil, Chile, Colombia, Costa Rica, Cuba, Dominican Republic, Ecuador, El Salvador, Guatemala, Haiti, Honduras, Jamaica, Mexico, Nicaragua, Panama, Paraguay, Peru, Puerto Rico, Trinidad and Tobago and Uruguay.

**Andean Community (4 countries):** Bolivia, Colombia, Ecuador and Peru.

**Central America and Caribbean (13 countries):** Belize, Costa Rica, Cuba, Dominican Republic, El Salvador, Guatemala, Haiti, Honduras, Jamaica, Nicaragua, Panama, Puerto Rico and Trinidad and Tobago.

**Mercosur (4 countries):** Argentina, Brazil, Paraguay and Uruguay.

**World:** 131 countries, comprising around 98% of global output.

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The LatinFocus Consensus Forecast ("Forecast") is based on information obtained from sources believed to be reliable. FocusEconomics and the participating panelists ("Information Providers") do not guarantee that the information supplied in the Forecast is accurate, complete or timely. The Information Providers do not make any warranties with regard to the results obtained from the Forecast. The Information Providers are not responsible for any errors or omissions, or for any injuries or damages resulting from the use of this information, including incidental and consequential damages. Recipients should not regard the Forecast as a substitute for the exercise of their own judgement. The recommendations made in the Forecast may be unsuitable for investors depending on their specific investment objectives and financial position. The Forecast has been prepared solely for informational purposes and is not a solicitation of any transaction or an offer to enter into any transaction. Any opinions expressed in this report are subject to change without notice and the Information Providers are under no obligation to update the information contained herein.

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## ECONOMIC FORECASTS FOR KEY INDICATORS IN 132 COUNTRIES IN 12 REGIONS

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