

ONLINE MEETING BULGARIA-ARGENTINA

POSSIBILITIES FOR BUSINESS COOPERATION

Argentina Economic Situation

February, 7th. 2024



**Cámara
Argentina de
Comercio y Servicios**

Argentina Chamber of Commerce and Services

About us

The Argentine Chamber of Commerce and Services (CAC) was founded on November 7th, 1924, in Buenos Aires, aimed to linking the country's commercial sector to the main service industries. Joint wishes and efforts gave way to the creation of an entity which stands for business demands and needs in the most diverse circumstances, **fostering economic freedom, competition and individual enterprise.** Argentina's dynamic commercial and service sector currently accounts for over 65% of the country's GDP.



Argentina Chamber of Commerce and Services

What we do

The Chamber serves as a pacesetter and supports the commercial service industry both at national and international level. Exercising duties at a number of business and mixed Councils at home and abroad, the CAC represents companies and is the counterpart of trade unions in the Collective Bargaining Agreement. From its inception onwards, the Chamber has voiced requests by small, medium and large businesses engaging in commercial and service operations. The CAC now comprises a network linking over 900 chambers associations and federations, governing both regions and industries, also directly gathering for SMBs all over the country.



Argentina Chamber of Commerce and Services

What we are looking for

Made up of 8 departments and 12 internal commissions, it offers professional advice and support on business, economics, labor, tax, and legal affairs related to both the local and the overseas markets, as well as on matters pertaining to environmental protection, corporate social responsibility and culture.

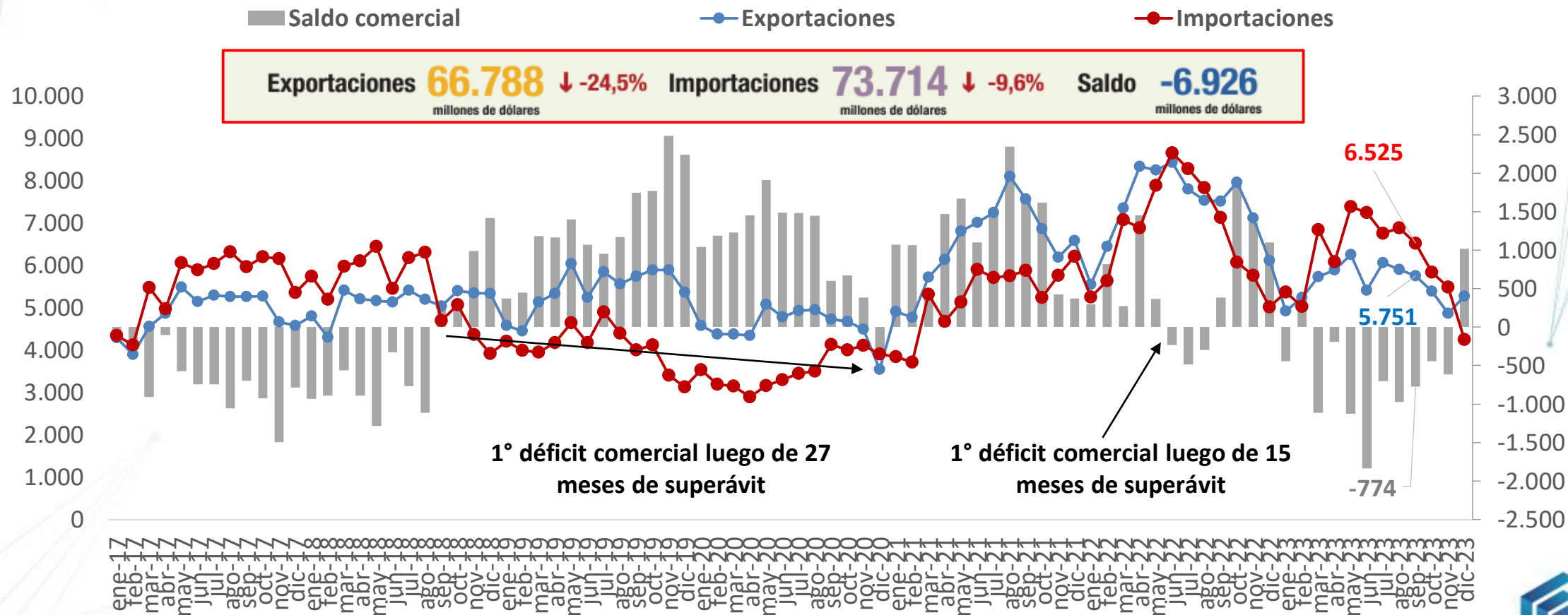


Points of presentation

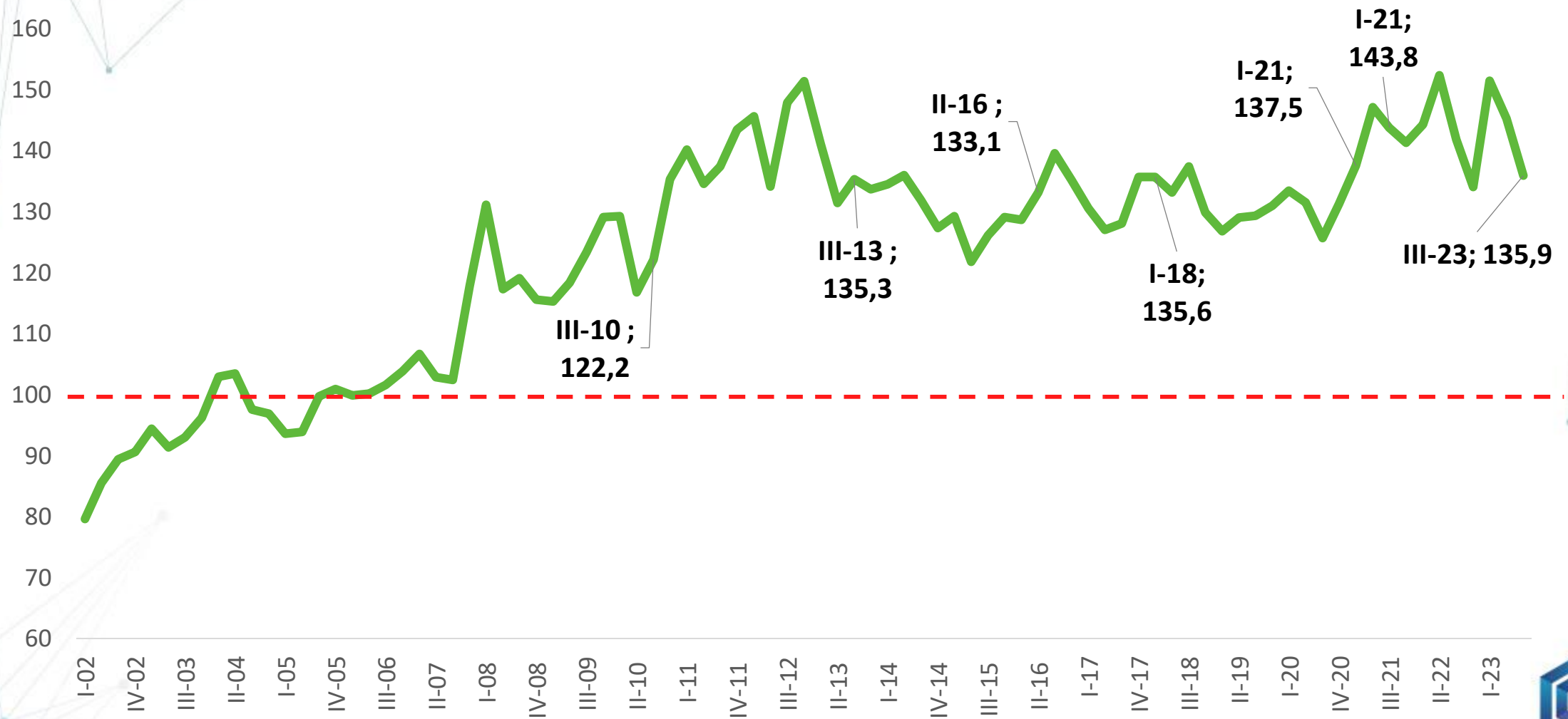
- A Big Negative Shock: Drought.
- Comments on major economic issues: previous macroeconomics and new government path.
- Current policies.
 - Monetary and FX restrictions.
 - Fiscal imbalance.
- Politics and monetary & fiscal policy: The Near Future & elections results.



ARGENTINE COMMERCIAL EXCHANGE IN MILLIONS OF DOLLARS



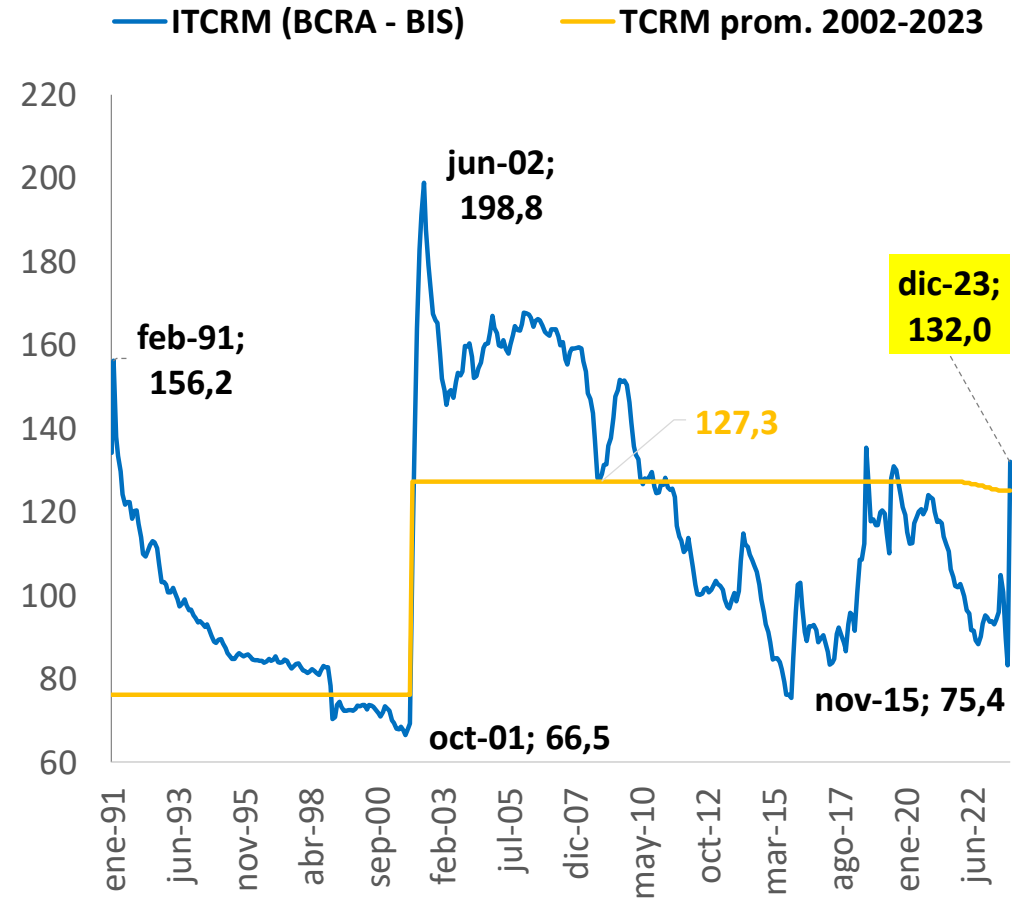
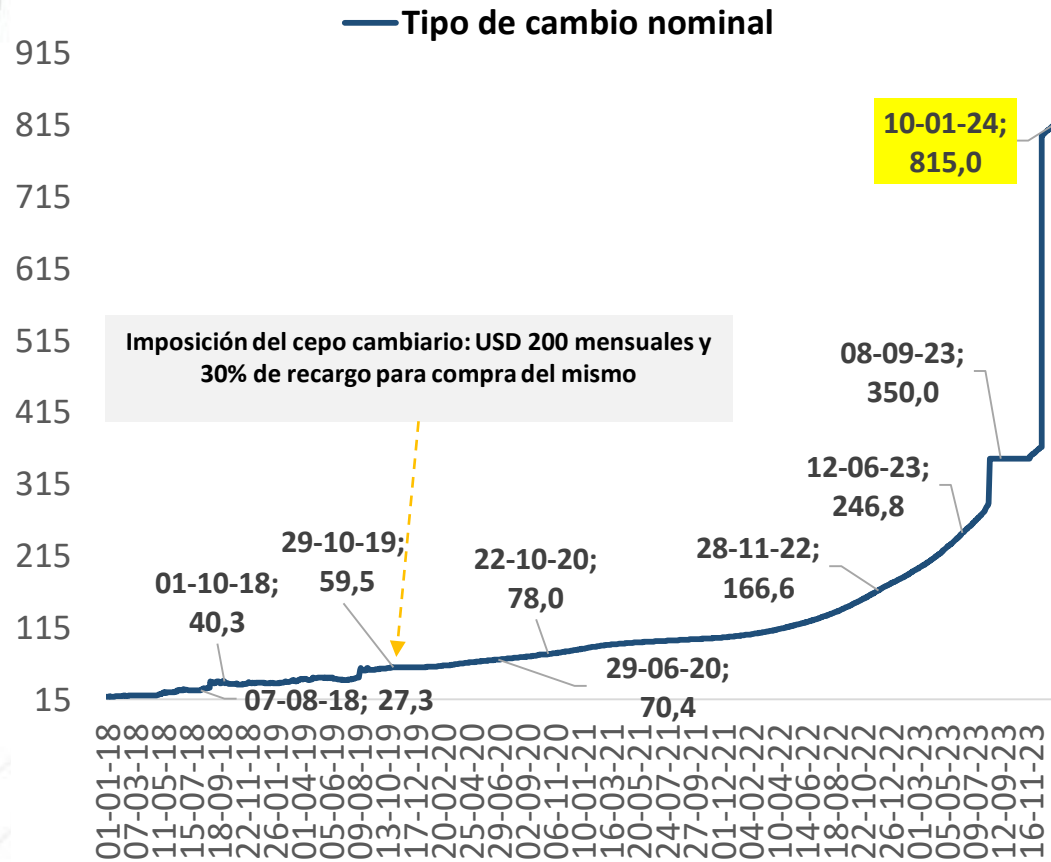
ARGENTINE TERMS OF EXCHANGE



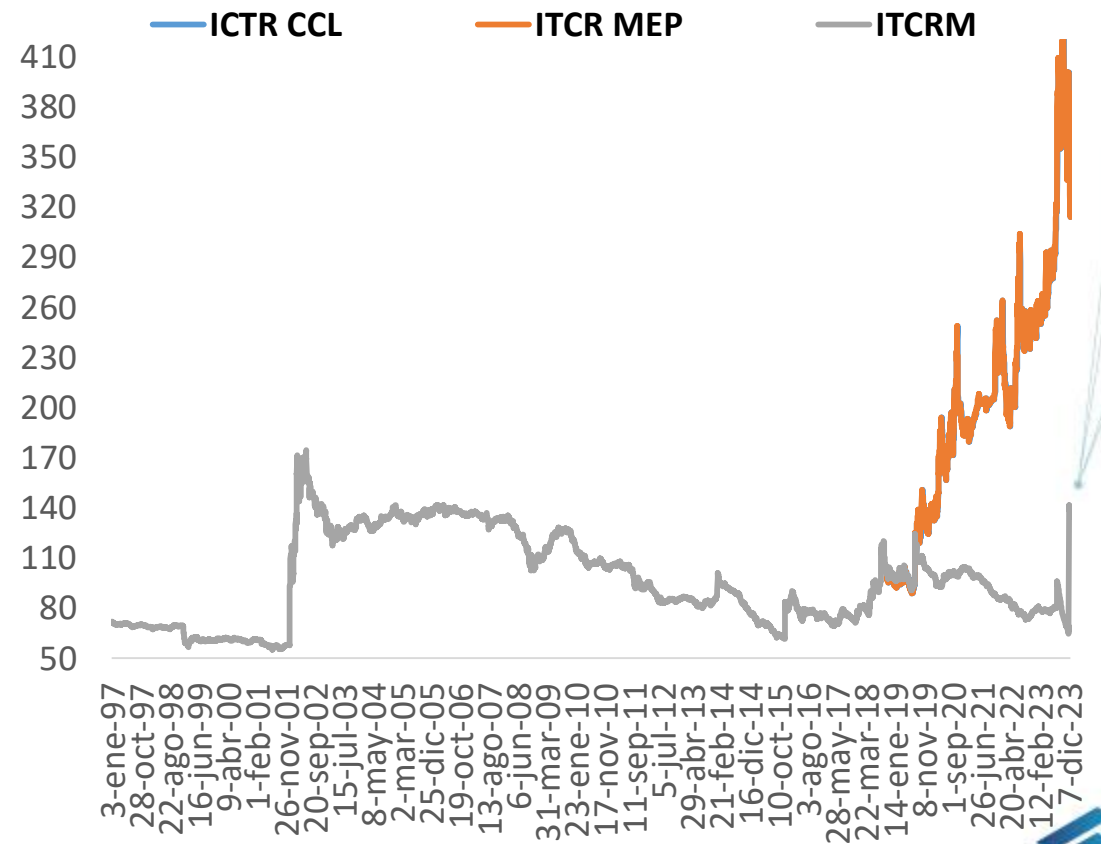
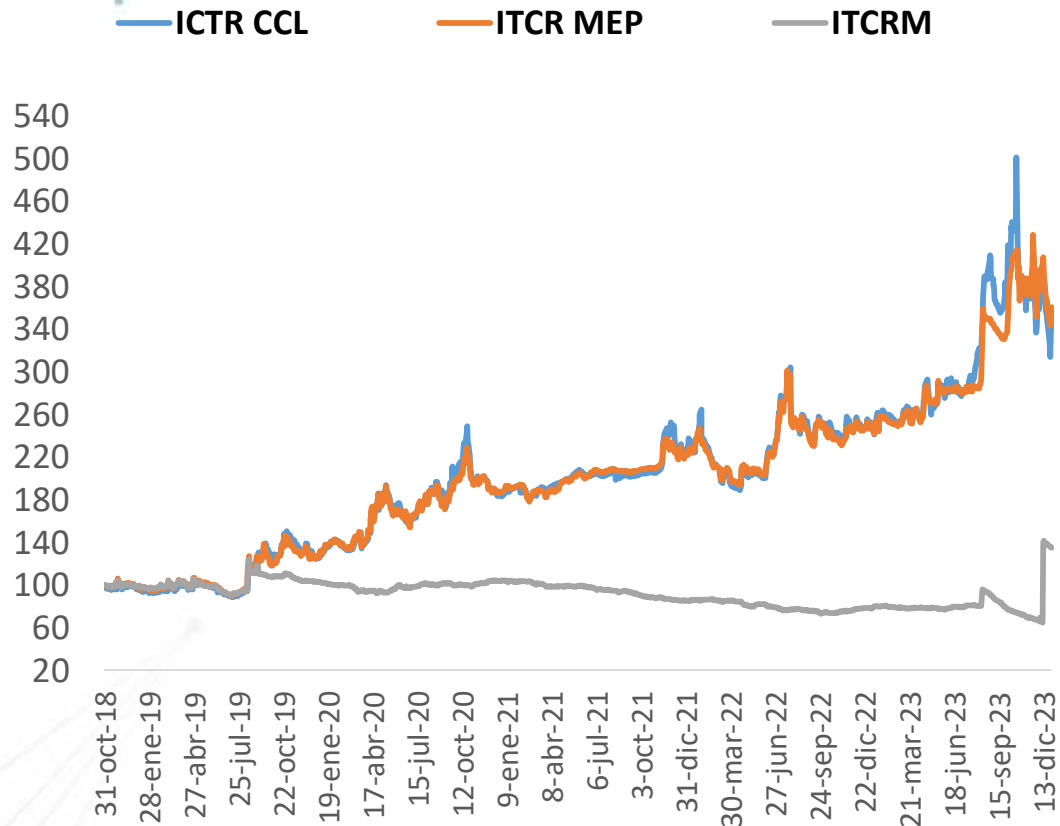
Último dato: dic -2023
 Var. i.a. = +271,3%
 Var. i.m. = +81,4%

NOMINAL EXCHANGE RATE AND MULTILATERAL REAL EXCHANGE RATE

Último dato: dic -2023
 Var. i.a. = +41,6%
 Var. i.m. = +58,5%



MULTILATERAL REAL EXCHANGE (COMPARED WITH EE.UU.)

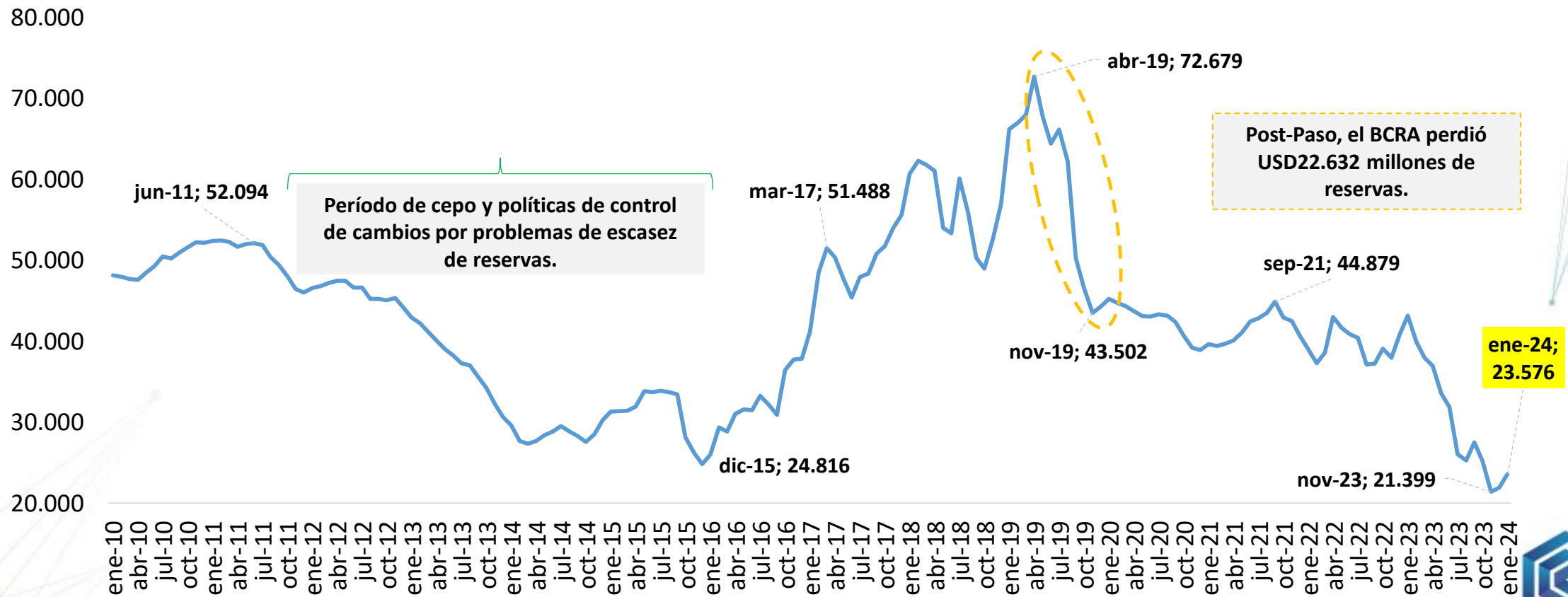


AVERAGE MONTHLY RESERVES IN MILLIONS USD

Último dato: dic - 2023

Var. i.a. = **-45,4%**

Var. i.m. = **+7,8%**



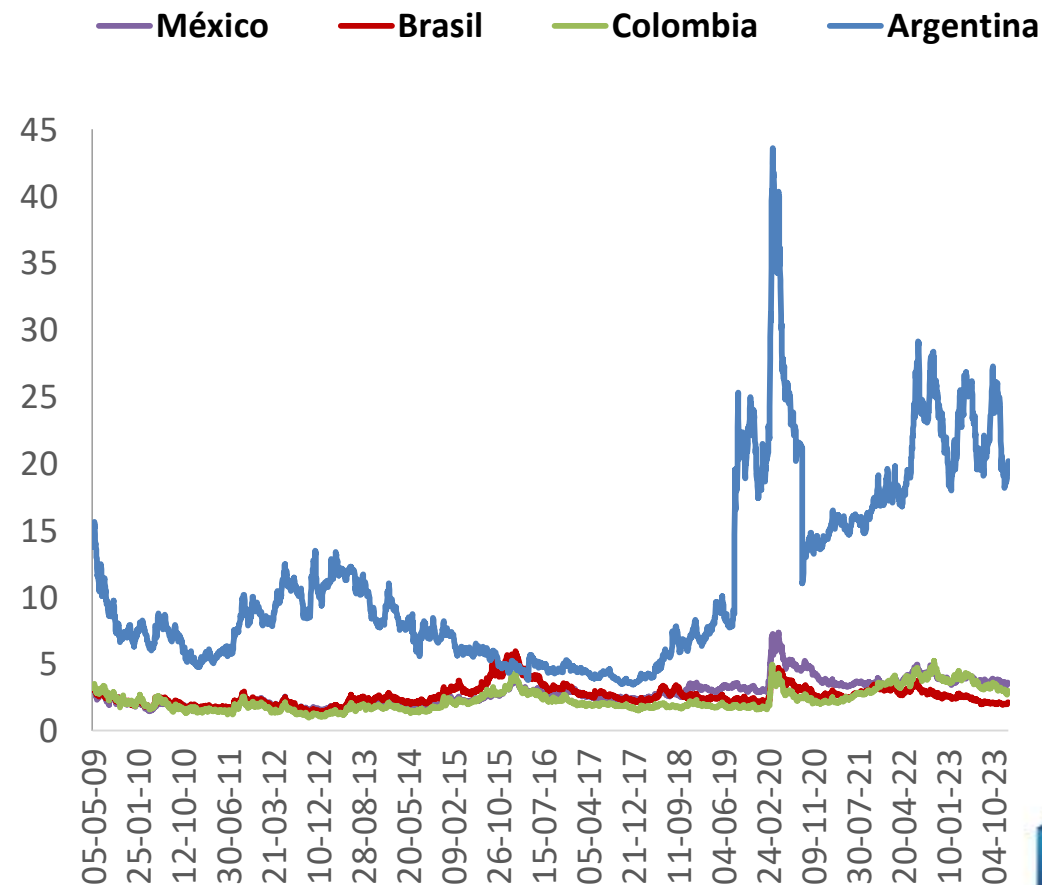
Elaboración propia en base a datos BCRA.

ARGENTINA COUNTRY RISK AND LATÍN AMERICAN COUNTRIES RISK (BASIC POINTS)

Último dato: dic-2023

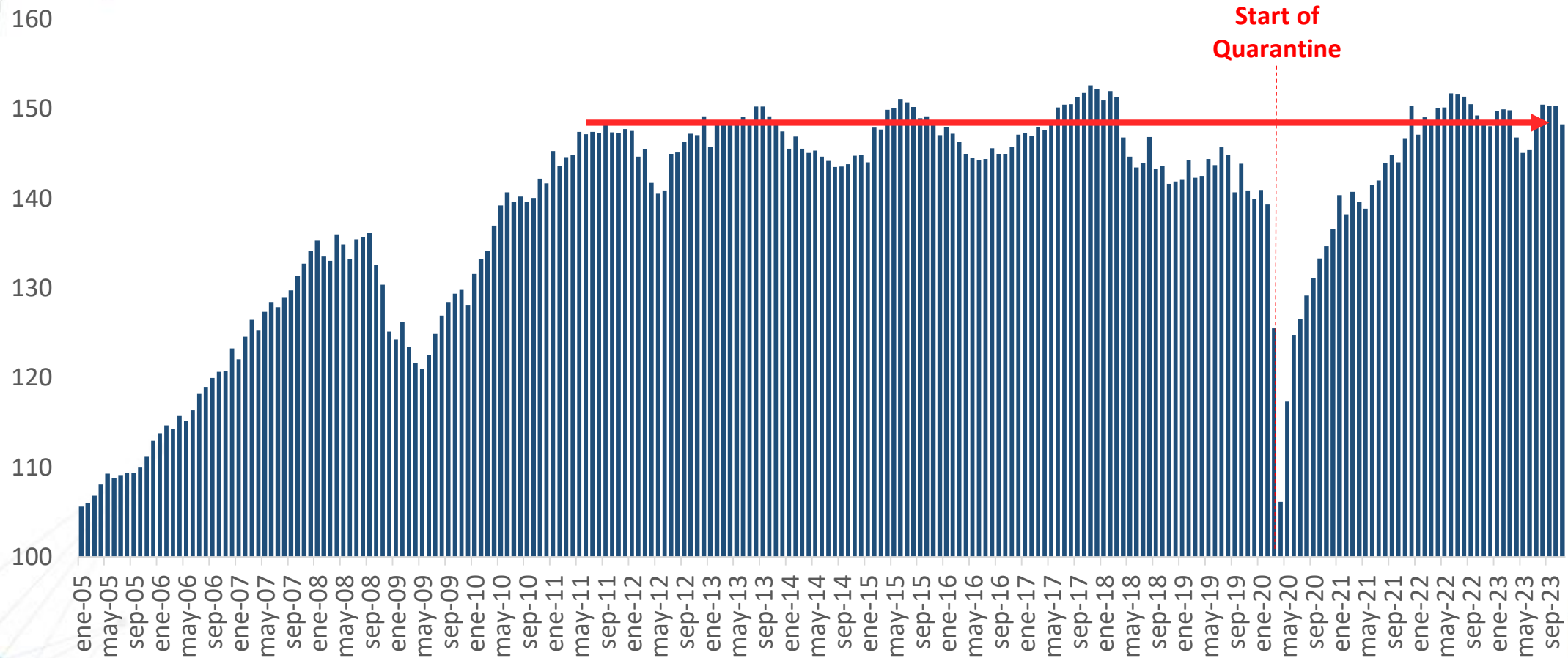
Var. i.a. = -11,8%

Var. i.m. = -3,9%



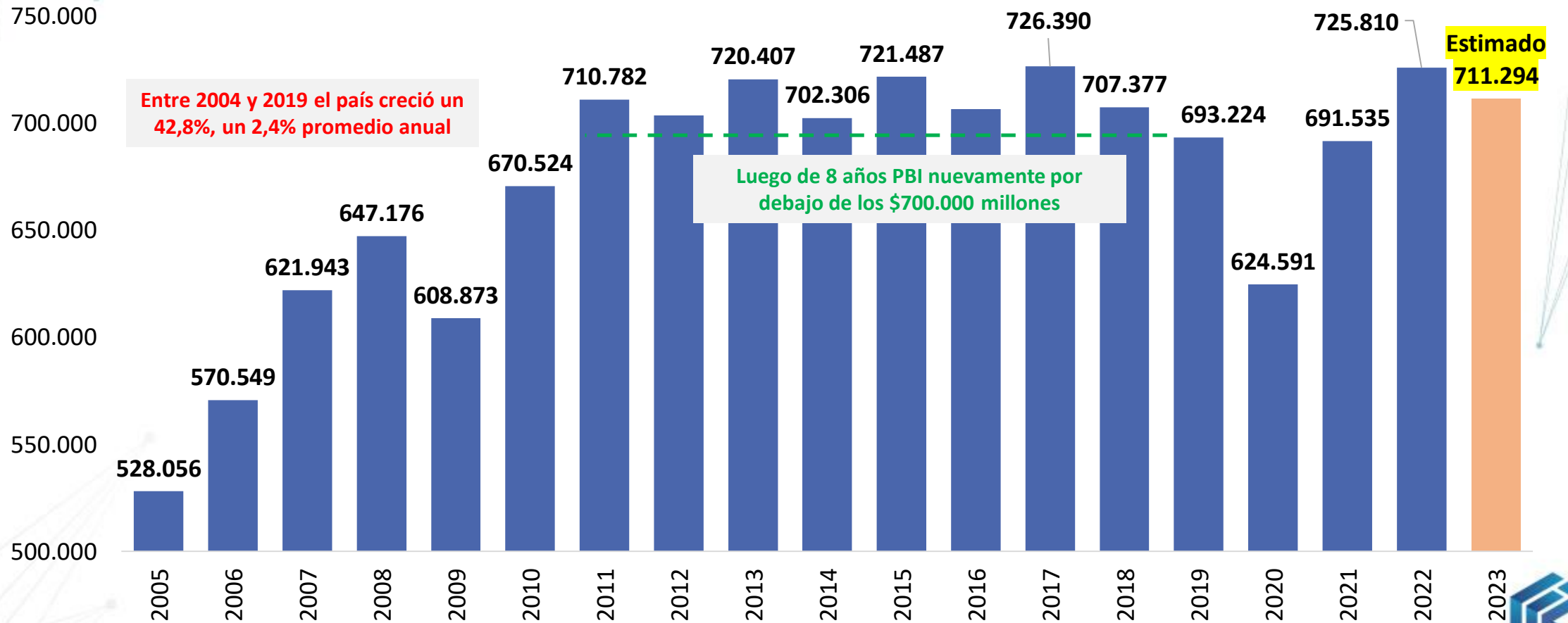
MONTHLY ECONOMIC EVOLUTION

(seasonally adjusted EMAE)



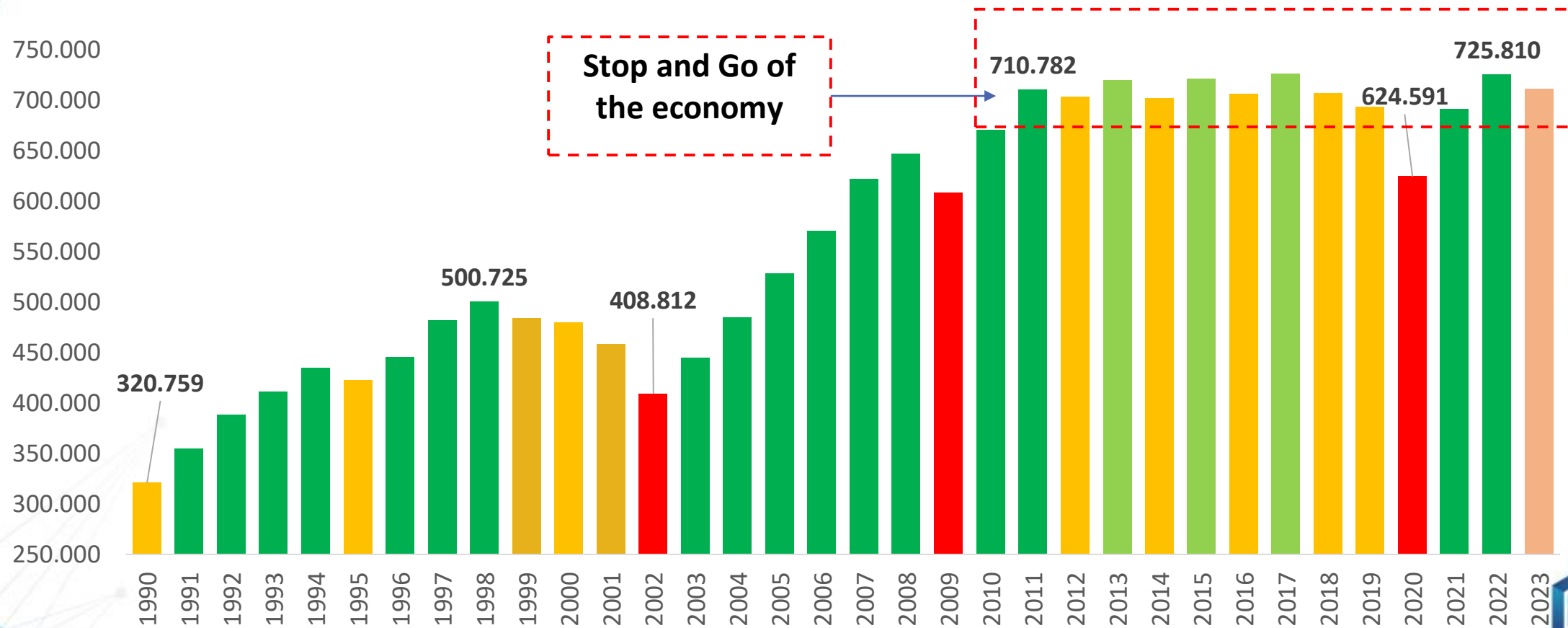
ANNUAL ECONOMIC EVOLUTION

(GDP in Millions of \$2004)

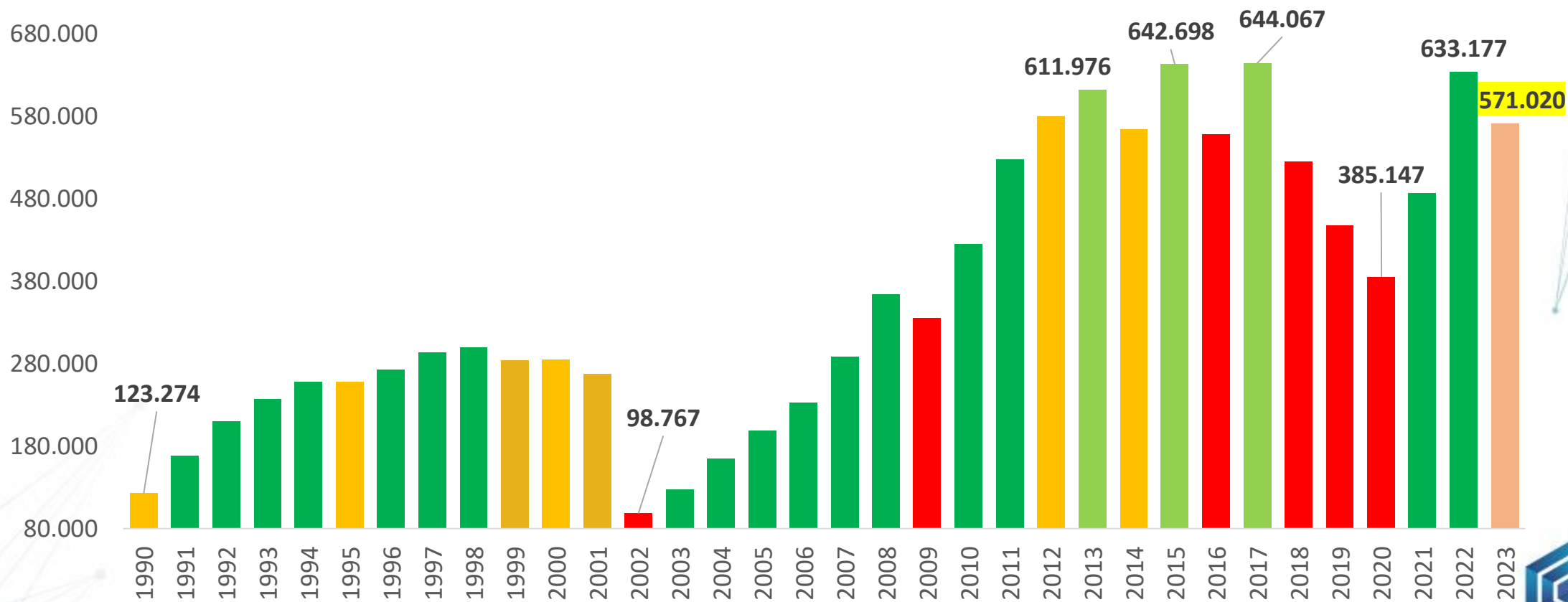


ANNUAL EVOLUTION OF GDP

(IN MILLIONS OF ARS \$ AT CONSTANT PRICES OF 2004)



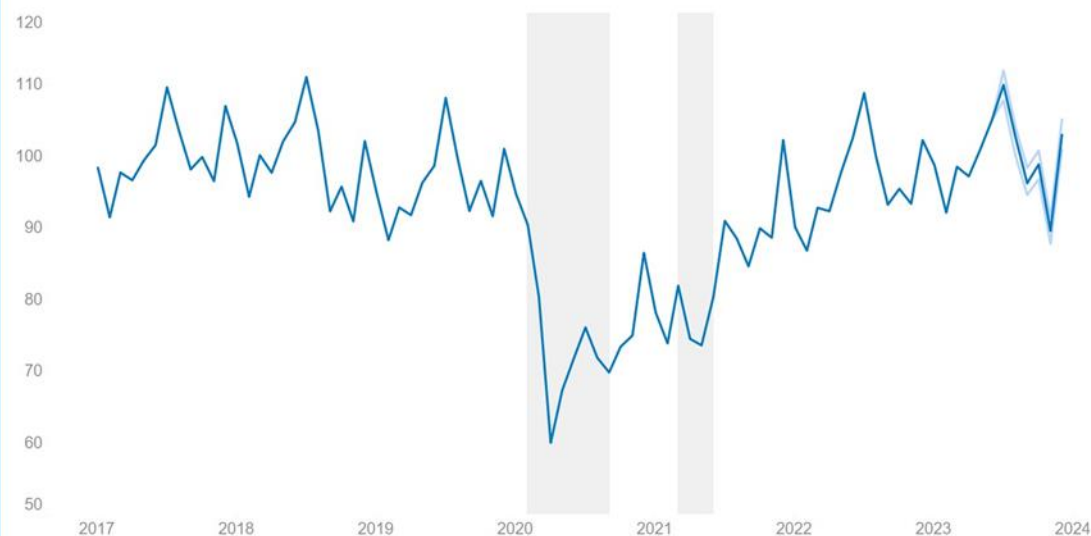
ANNUAL EVOLUTION OF GDP (IN MILLIONS OF USD AT CURRENT PRICES)



FAMILIES' CONSUME INDICATOR

Indicador de Consumo

Serie histórica (2017=100)



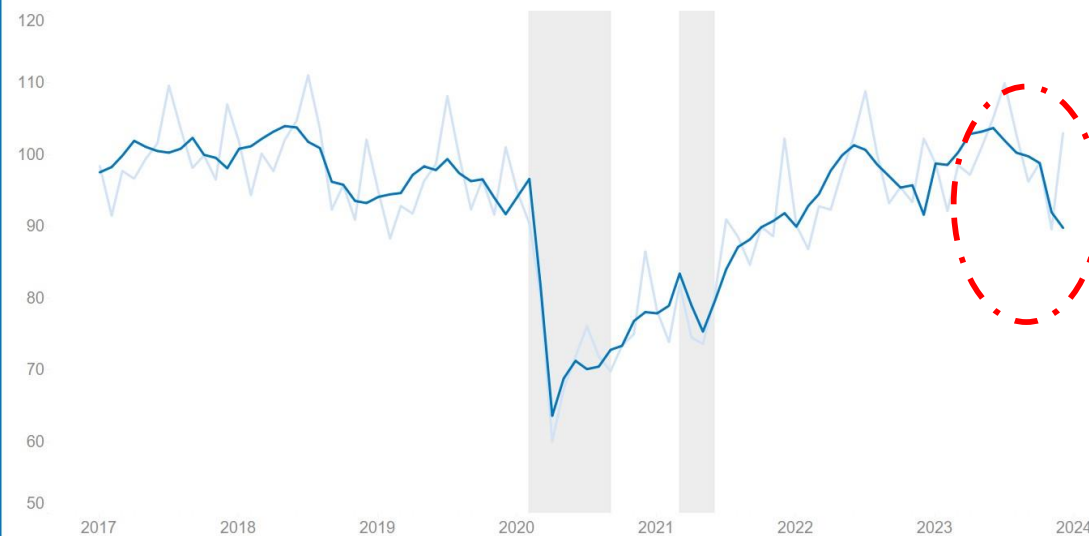
Las franjas grises indican los periodos de restricciones por COVID. Las líneas celestes indican el intervalo de confianza del 75% para los datos estimados.

Fuente: Elaboración propia



Indicador de Consumo

Serie histórica desestacionalizada (2017=100)



Las franjas grises indican los periodos de restricciones por COVID

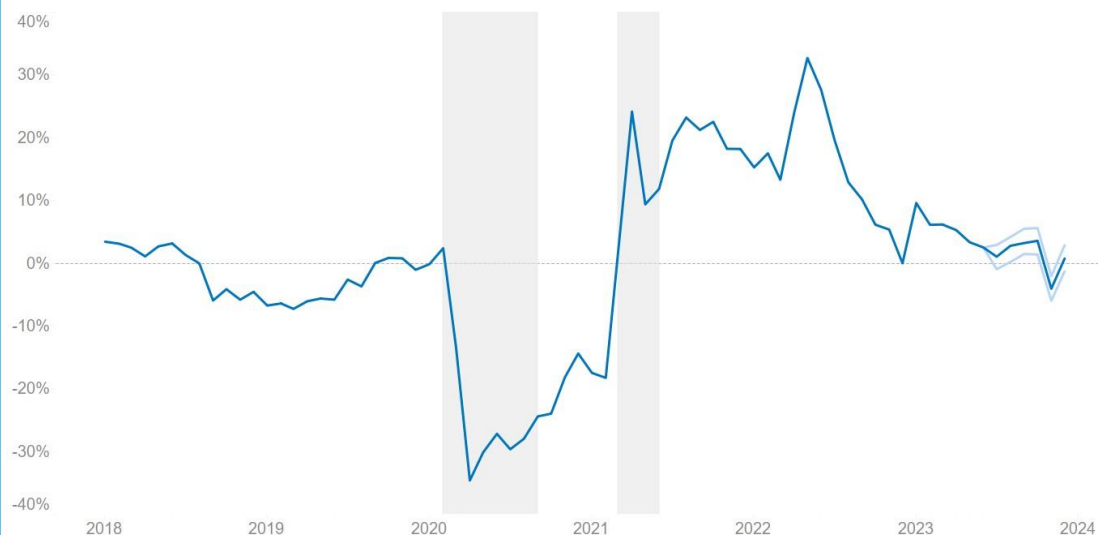
Fuente: Elaboración propia



FAMILIES' CONSUME INDICATOR

Indicador de Consumo

Variaciones interanuales



Las franjas grises indican los períodos de restricciones por COVID. Las líneas celestes indican el intervalo de confianza del 75% para los datos estimados.

Fuente: Elaboración propia



Mes	Anual	Mensual
ene-23	9,6%	7,8%
feb-23	6,1%	-0,2%
mar-23	6,2%	1,8%
abr-23	5,3%	2,6%
may-23	3,3%	0,3%
jun-23	2,5%	0,5%
jul-23	1,0%	-1,7%
ago-23	2,8%	-1,7%
sep-23	3,2%	-0,5%
oct-23	-1,6%	-1,0%
nov-23	-4,1%	-6,9%
dic-23	0,7%	-2,4%



FAMILIES' CONSUME INDICATOR

Comparación contra años anteriores

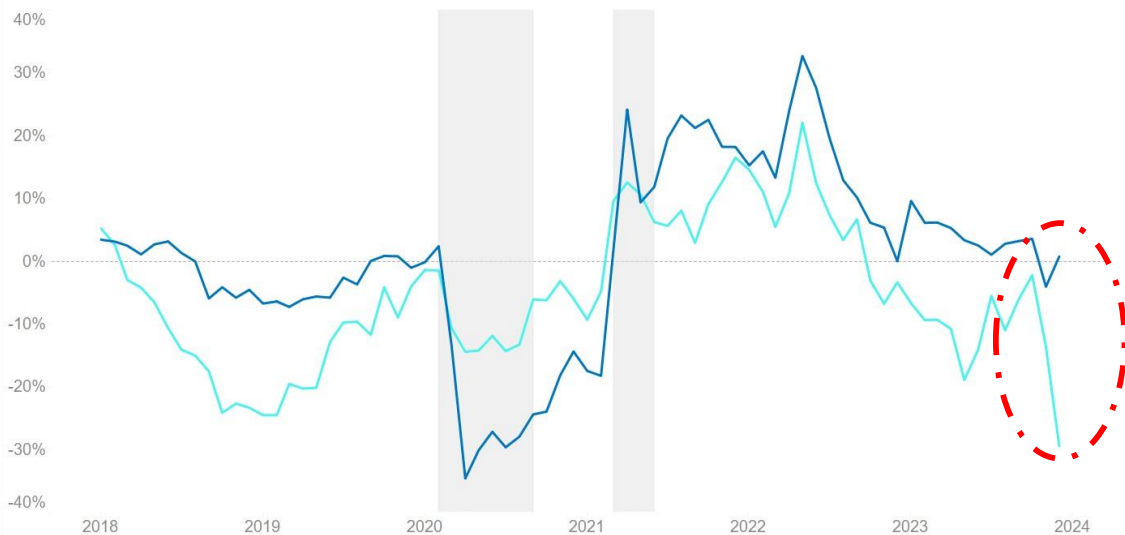
	IC	Indumentaria	Transporte	Recreación y cultura	Vivienda, alquiler y servicios públicos	
2022	0,7%	-7,4%	-3,5%	-5,8%	4,3%	
2021	0,7%	-3,7%	-22,4%	-1,8%	-0,4%	
2020	19,1%	20,0%	89,0%	3,8%	17,8%	<u>Último mes</u>
2019	1,9%	-5,1%	-10,0%	8,2%	-13,0%	
2018	0,9%	-7,8%	-19,3%	12,9%	-20,8%	
2022	3,3%	5,5%	15,2%	1,3%	4,2%	
2021	18,4%	27,7%	97,3%	10,4%	26,5%	
2020	30,1%	67,4%	211,2%	11,1%	86,5%	<u>Acumulado</u>
2019	3,5%	4,4%	-1,2%	15,8%	-8,5%	
2018	-0,3%	-7,7%	-5,0%	15,8%	-11,3%	



FAMILIES' CONSUME INDICATOR

Indicador de Consumo

Indicador de consumo vs ingreso disponible de los hogares, variaciones interanuales



Las franjas grises indican los periodos de restricciones por COVID

Fuente: Elaboración propia e Indicador de Ingreso Disponible Ecolatina



Indicador de Consumo

Indicador de consumo vs desempeño de la economía argentina, variaciones interanuales



Las franjas grises indican los periodos de restricciones por COVID

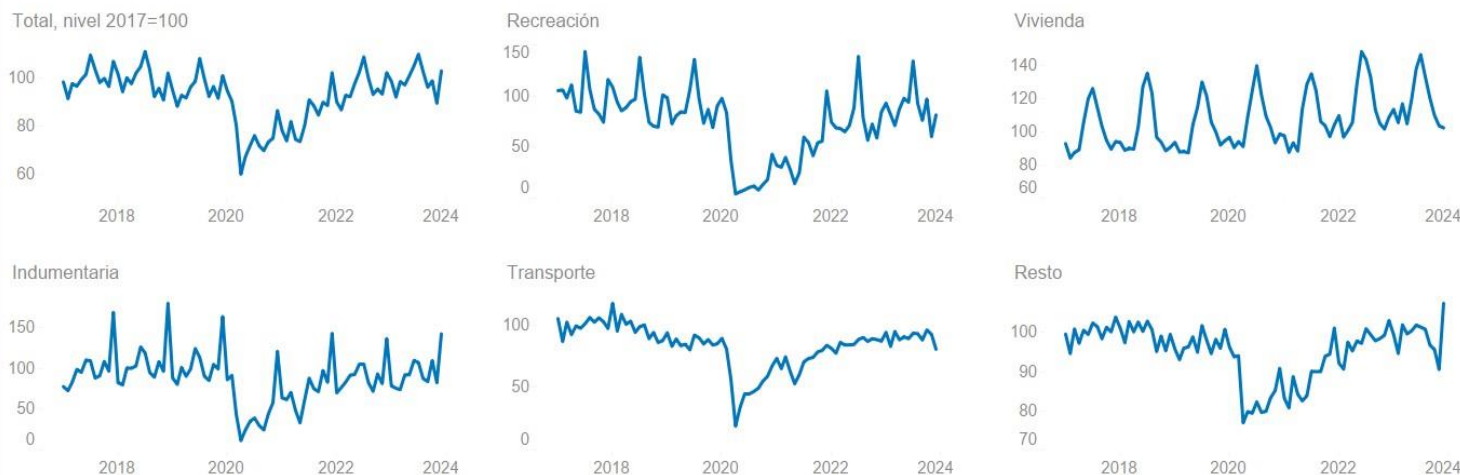
Fuente: Elaboración propia y EMAE INDEC



FAMILIES' CONSUME INDICATOR

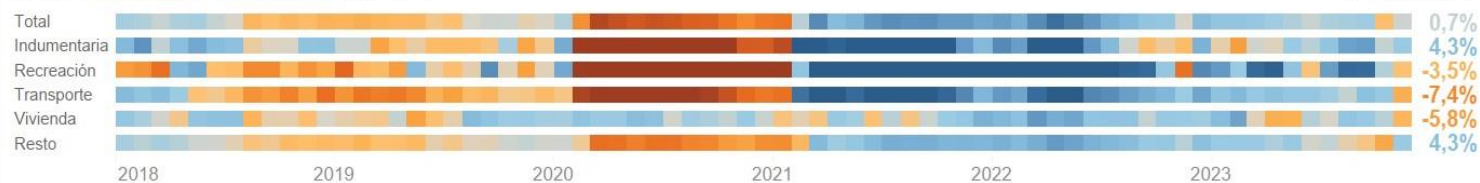
Indicador de Consumo

Desempeño de sectores seleccionados



Tasas de crecimiento o decrecimiento interanuales

Diciembre 2023

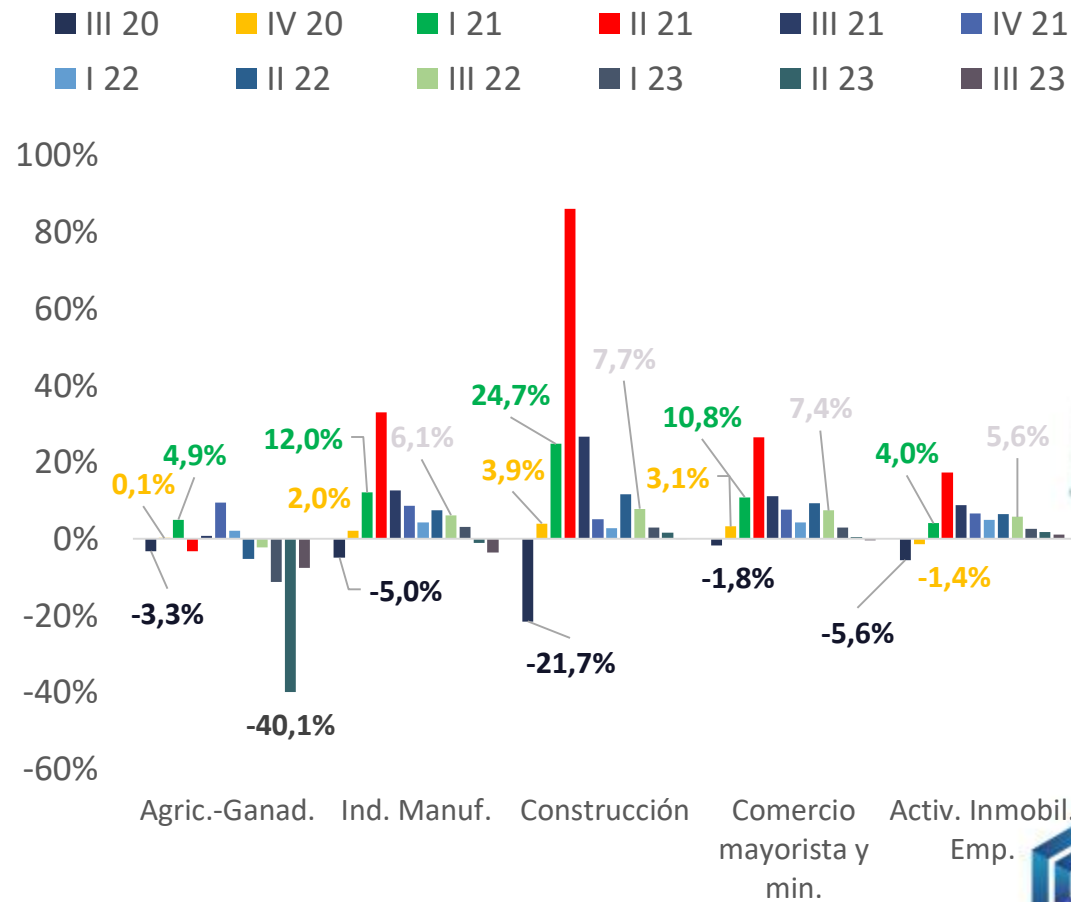
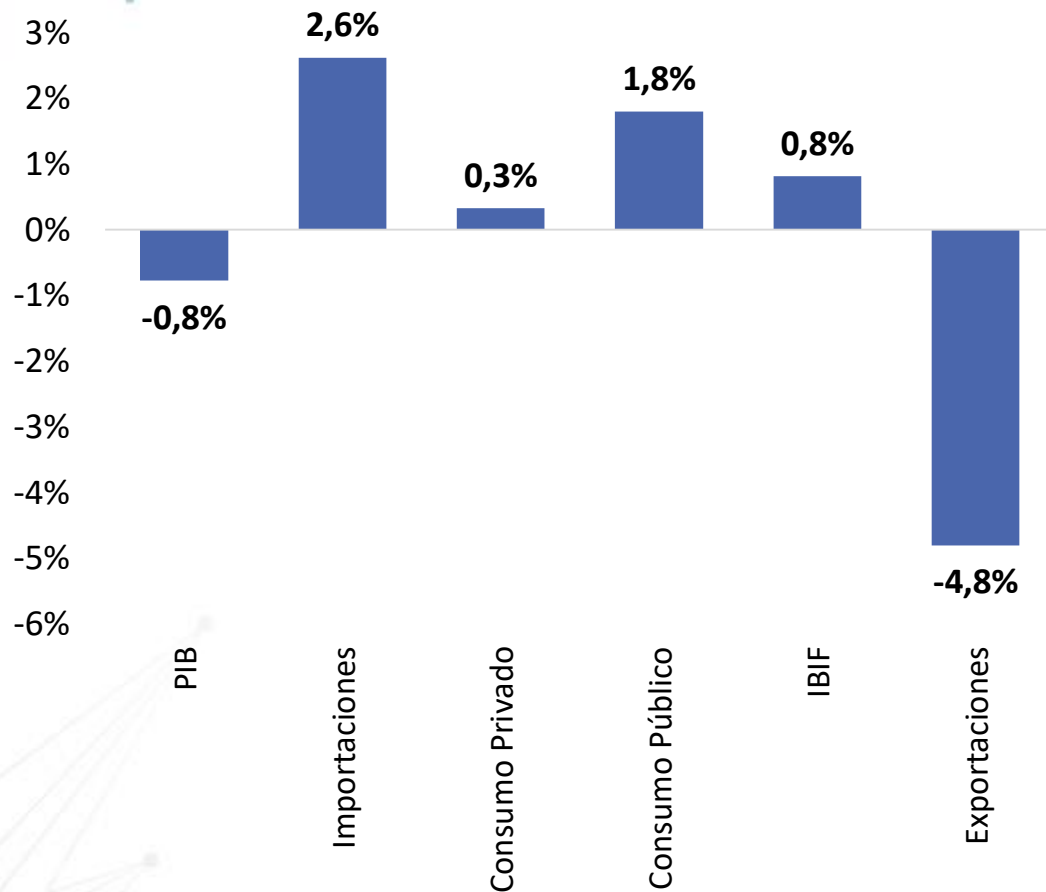


Fuente: Elaboración propia



EVOLUTION OF GLOBAL AND SECTORAL SUPPLY AND DEMAND QUARTERLY THIRD QUARTER 2023

(IN MILLIONS OF \$ ARS 2004 PRICES, YOY VARIATION)

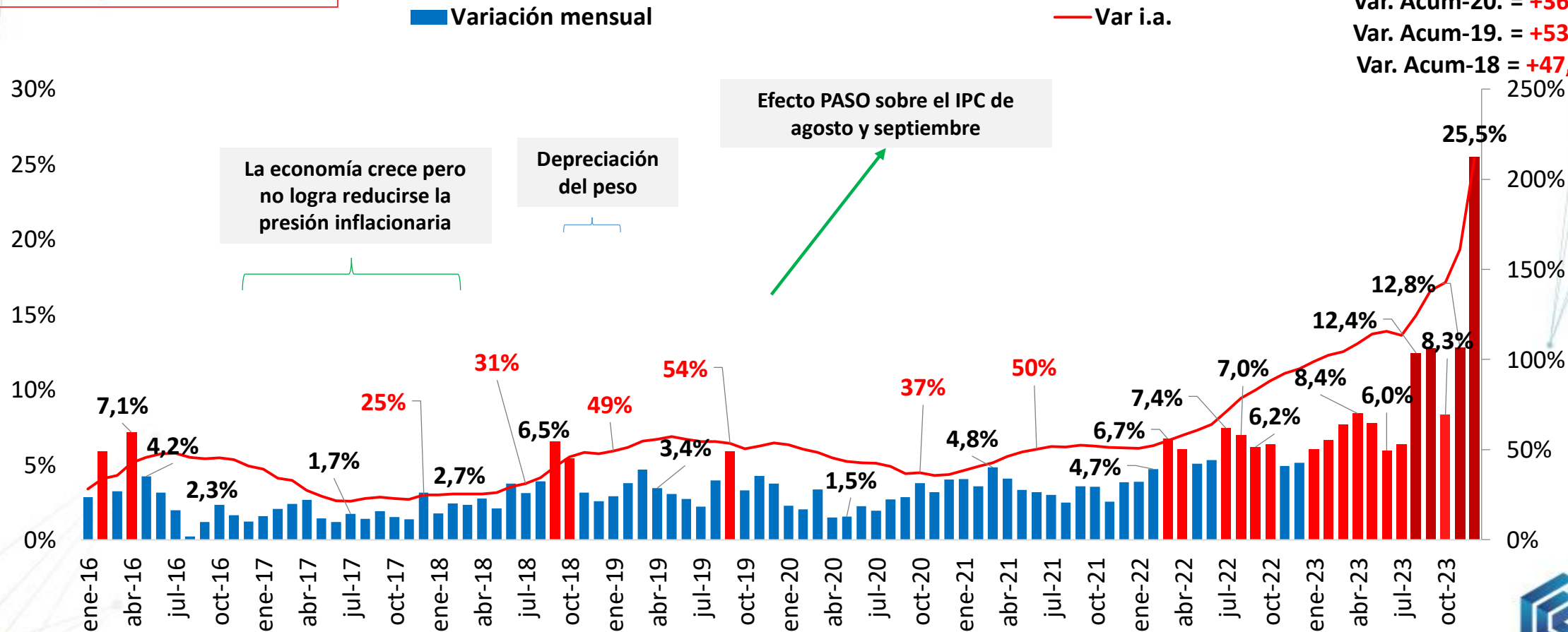


Muchos mecanismos de indexación de la economía (gran parte de la deuda pública en pesos es indexada).

CPI GENERAL LEVEL

Monthly and year-on-year change (right axis)

Último dato: dic-23
 Var. i.m. = **+25,5%**
 Var. Acum-23 = **+211,4%**
 Var. Acum-22 = **+94,8%**
 Var. Acum-21 = **+50,9%**
 Var. Acum-20. = **+36,1%**
 Var. Acum-19. = **+53,8%**
 Var. Acum-18 = **+47,7%**



EXPECTED INFLATION

SURVEY OF MONTHLY EXPECTATIONS FROM BCRA

Período	Mediana	Promedio	Referencia
dic-23	27,0	26,8	IPC Nivel gral.
ene-24	25,0	24,8	IPC Nivel gral.
feb-24	18,2	19,1	IPC Nivel gral.
mar-24	15,0	16,3	IPC Nivel gral.
dic-23	28,0	27,5	IPC Núcleo
ene-24	25,3	25,6	IPC Núcleo
feb-24	18,2	19,6	IPC Núcleo
mar-24	14,9	16,4	IPC Núcleo
Trim. IV-23	-1,4	-1,5	PIB pcios. Constantes
Trim. I-24	-2,9	-3,1	PIB pcios. Constantes
Trim. II-24	-0,4	-0,1	PIB pcios. Constantes
2024	-2,6	-2,8	PIB pcios. Constantes
2025	2,3	1,8	PIB pcios. Constantes



PRIMARY, FINANCIAL RESULT AND TAX COLLECTION (YoY)

Último dato: nov-23

Var. i.a. Result. Prim. = **-7,6%**

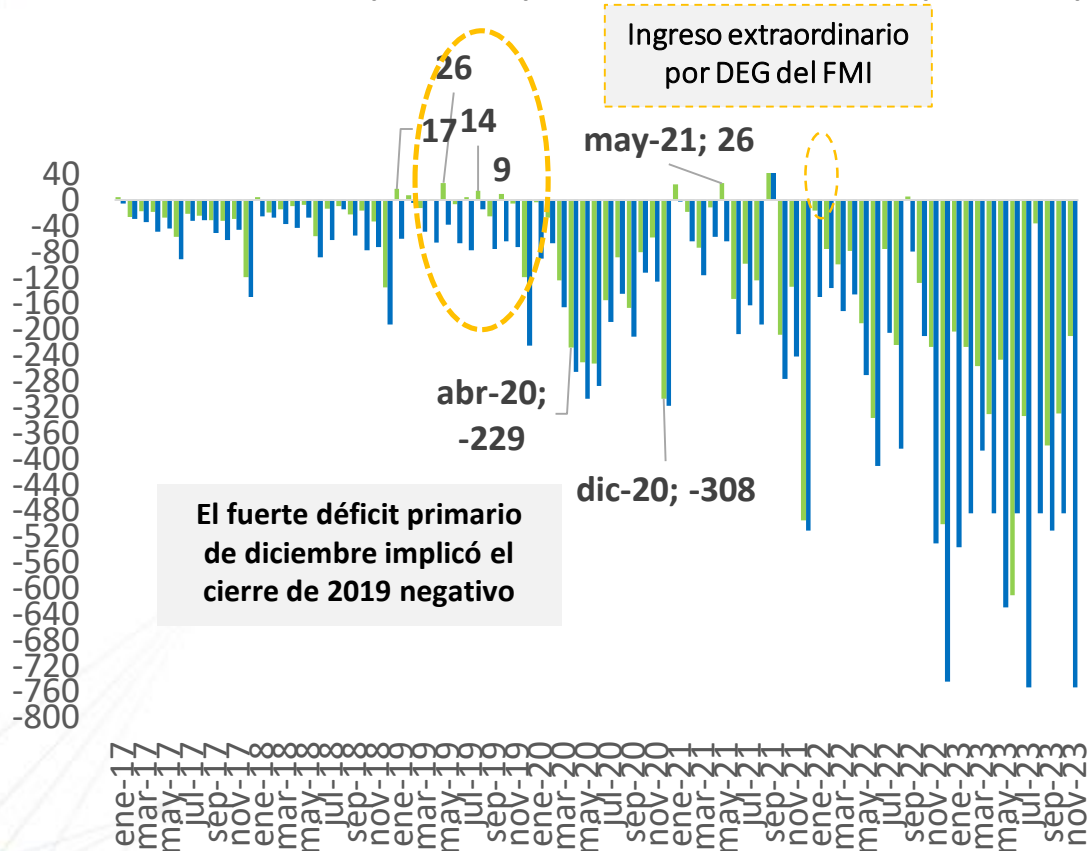
Var. i.a. Result Fin. = **+42,1%**

Último dato: dic -2023

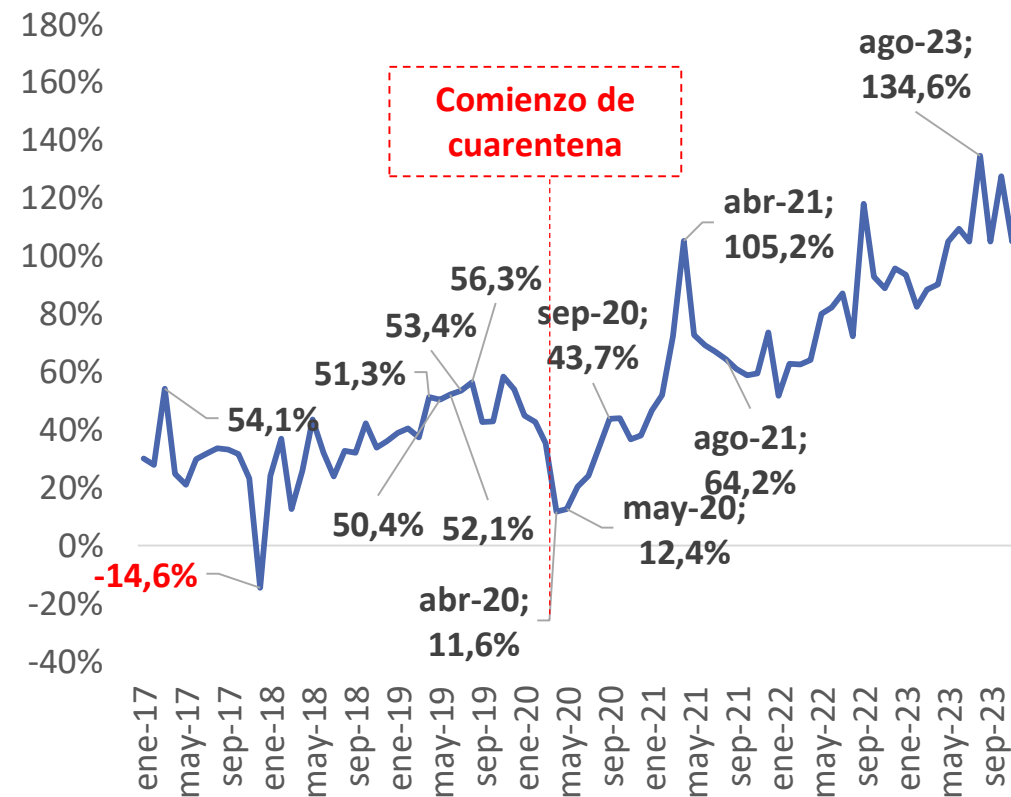
Var. i.a. = **+156,7%**

Var. i.a. real = **-17,6%**

■ Resultado Primario (en Mill. \$) ■ Resultado Financiero (en Mill. \$)

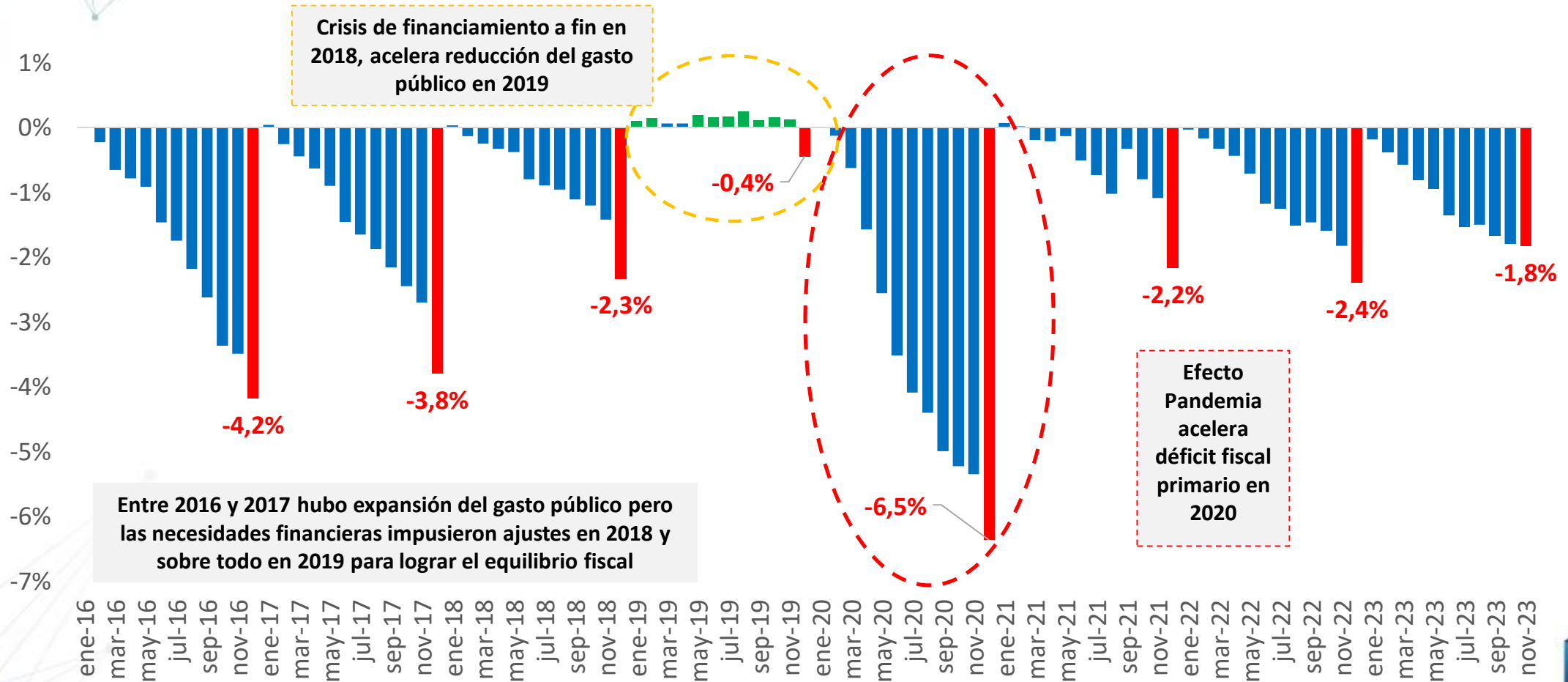


— Total recursos tributarios



PRIMARY FISCAL RESULT

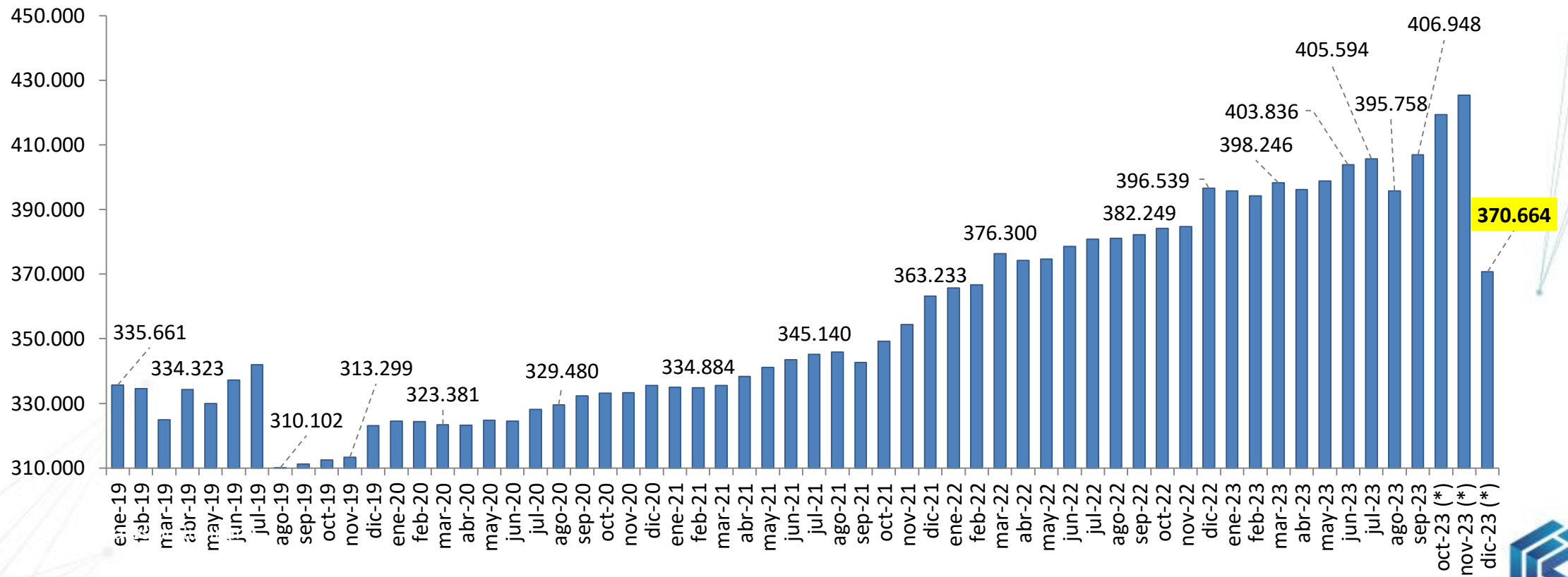
(in % of GDP, cumulative annual)



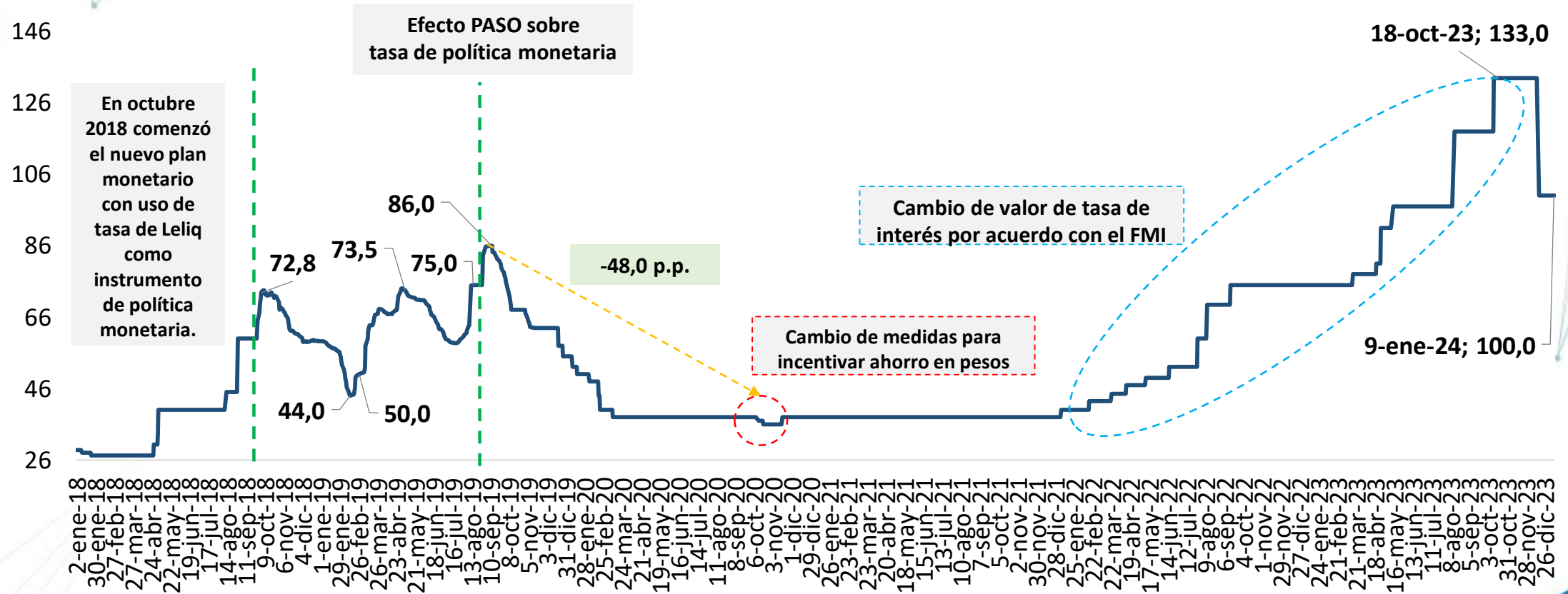
CENTRAL GOVERNMENT GROSS DEBT

(IN MILLIONS OF USD)

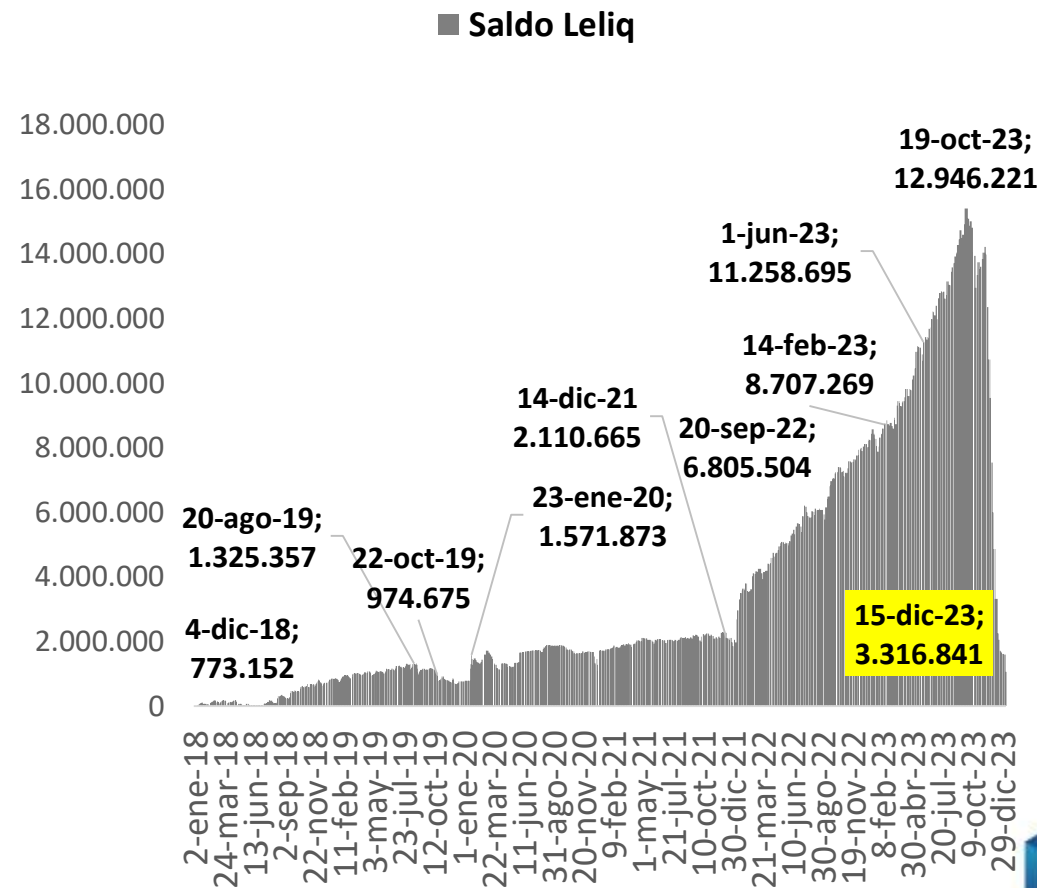
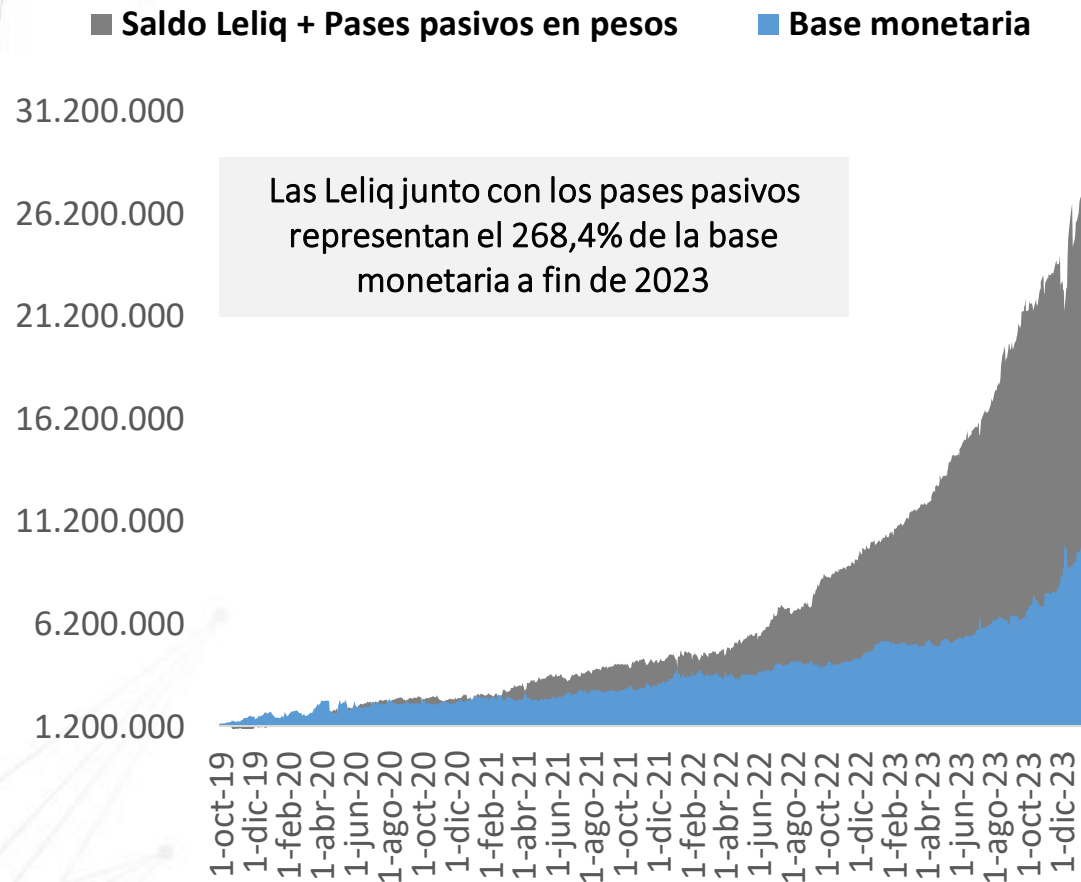
Balance of Gross Debt



INTEREST RATE OF MONETARY POLICY DAILY

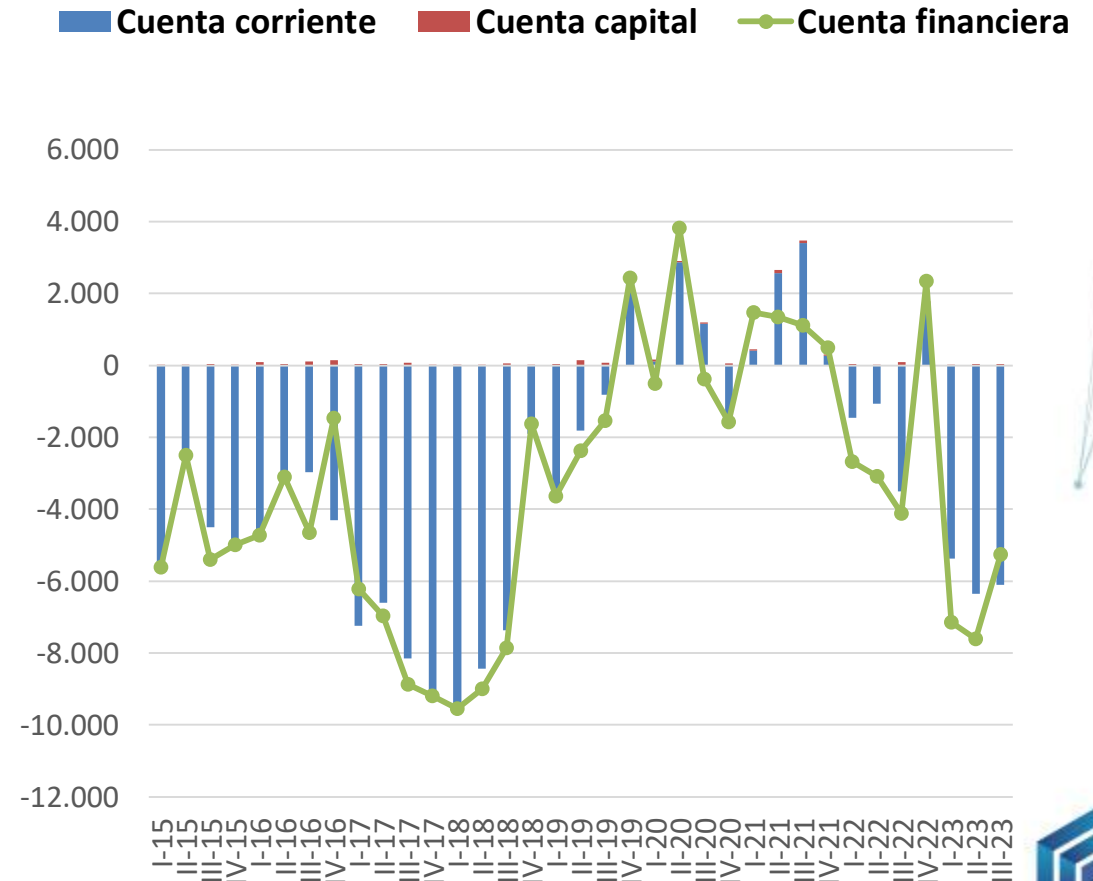


LELIQ BALANCE, PASSIVE PASSES AND MONETARY BASE (IN MILLIONS OF \$ARS)



BALANCE OF PAYMENT (IN MILLIONS OF USD)

Cuentas	2019	2020	2021	2022	9M-23
Cuenta corriente	-3.492	2.688	6.645	-4.290	-17.833
Bienes	18.234	14.631	18.696	12.353	-3.752
Servicios	-4.843	-2.536	-3.602	-6.909	-5.668
Ingresos primarios	-17.732	-10.506	-9.852	-11.858	-10.105
Ingresos secundarios	849	1.100	1.403	2.125	1.692
Cuenta capital	284	165	253	180	95
Cuenta financiera	-5.119	1.362	4.410	-7.550	-20.008



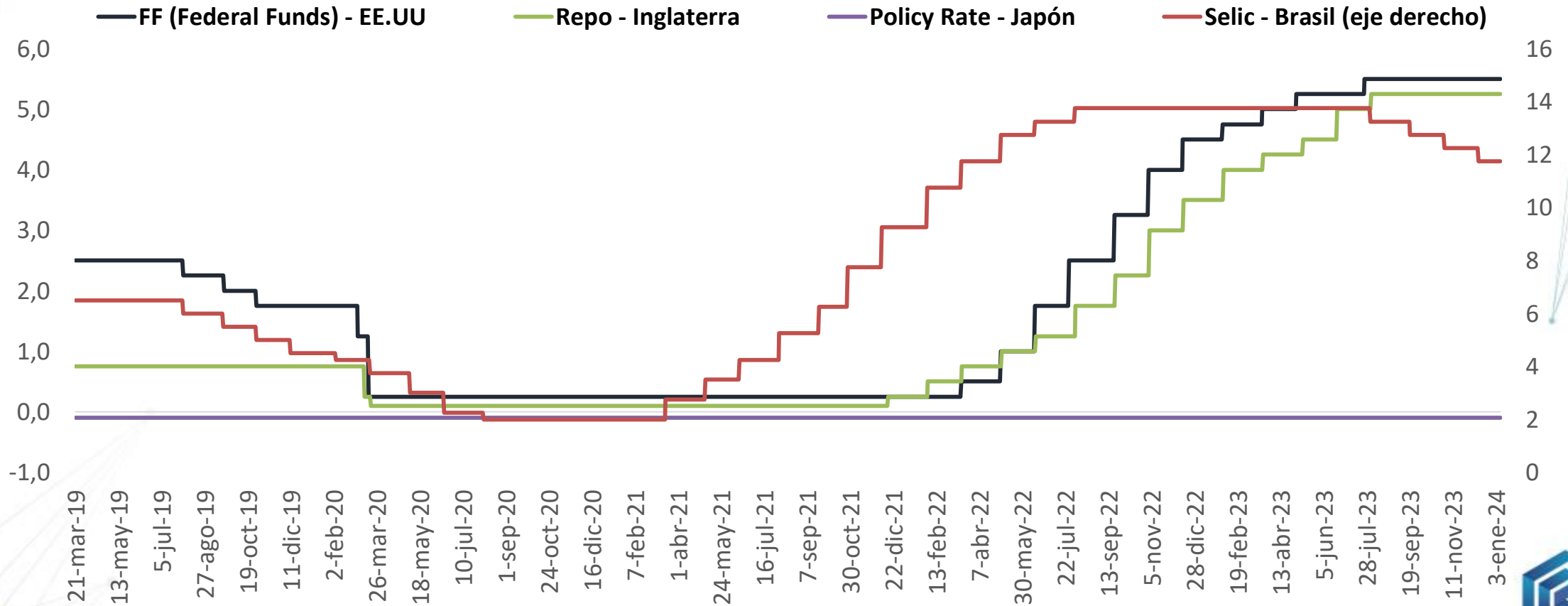
CURRENT ACCOUNT: SERVICES

(IN MILLIONS OF USD)

Saldo del comercio de servicios	2019	2020	2021	2022	9M-22	9M-23
Total	-4.843	-2.538	-3.602	-6.909	-5.734	-5.669
Serv. de manuf. sobre insumos físicos pert. a otros	-1	-1	-2	-2	-2	-1
Serv. de mantenimiento y reparaciones n.i.o.p.	-260	-204	-170	-201	-155	-233
Transporte	-1.969	-857	-1.994	-4.140	-3.304	-2.767
Viajes	-2.609	-1.164	-963	-2.093	-1.779	-1.957
Construcción	-2	-5	-10	-9	-10	4
Serv. de seguros y pensiones	-275	-279	-383	-450	-322	-381
Serv. financieros	-70	-6	-2	-176	-138	-64
Cargos por el uso de la propiedad intelectual n.i.o.p.	-1.404	-940	-1.153	-1.557	-1.078	-1.171
Serv. de telecomun., informática y de inf.	668	457	346	611	369	207
Otros serv. empresariales	1.440	843	1.035	1.519	989	1.185
Serv. personales, culturales y recreativos	-352	-383	-306	-409	-305	-457
Bienes y serv. del gobierno, n.i.o.p.	-7	-0	-2	-3	2	-34



INTEREST RATES EVOLUTION (BRAZIL RIGHT AXIS)





**Cámara
Argentina de
Comercio y Servicios**



cac.com.ar