

# Monthly Economic Newsletter



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## KEY DATA

**Inflation.** April CPI rose 8.8% (m-o-m). It's the lowest from the start of President Milei administration.

## HIGHLIGHTS

### **Argentina: no reforms yet.**

The declining in the inflation rate is poised to become permanent, but real activity is under recession. Without the announced May pact, the structural reforms bill ("Bases") was not passed yet. A cabinet reshuffle is expected before starting the second half of the year to design a new strategy to implement the pending structural market reforms.

### **Global markets**

Both US inflation and employment rates are slowing down, recreating the expectations of lower Fed Fund rate for the next months, pushing up most of stock indices. In China, domestic activity remains on the upside, strengthening the confidence in the achievement of the Gov't targets for GDP growth in 2024.

## LOOKING AHEAD

### **Argentina.**

The cabinet reshuffle is expected for next week. In the meantime, the Gov't is expected to achieve the approval of the structural reforms bill in the Senate.

### **Mexico**

General elections will be held next June 2. The presidential candidate Claudia Sheinbaum from the ruling Movimiento de Regeneracion Nacional (MORENA), is currently leading the polls.