

Monthly Economic Newsletter



USAL
UNIVERSIDAD
DEL SALVADOR

Research Institute. November 25, 2024.

No. 233 Year 24

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KEY DATA

Sovereign risk. The risk premium indicator -EMBI Argentina-, dropped to 723 b.p. on November 20. It is the lowest since March 2019.

HIGHLIGHTS

Argentina.

The official activity indices for manufacturing industry and construction show an incipient, but unambiguous recovery. CPI inflation fell to 2.7% m-o-m, getting closer to the 2.0% central bank target. Meanwhile, financial markets remain bullish, with stock and bond prices on the rise.

Global markets

Donald Trump was elected as the new president of the USA. He is expected to increase import tariffs, prioritize domestic jobs creation, and regain the global leadership that was absolutely lost under Joe Biden's administration. Other countries, particularly those more reliant on foreign trade, might be adversely affected by the expected changes in the US foreign trade and national security policies.

LOOKING AHEAD

Argentina.

The 2025 budget bill is expected to be debated in the National Congress, as well as some reforms to electoral legislation, including the removal of the mandatory simultaneous primary elections, known by the acronym 'PASO' in Spanish.

War in Ukraine

A strong Russian counterattack is expected after the Ukrainian launch of American missiles, and the Russian reply with intercontinental missiles.

European Union

The bloc accepted Bulgaria and Romania to become full members of the border-free 'Shengen area,' for people mobility. Both countries enjoyed the lifting of migration controls for air and sea travelers since March 31, 2024.

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