



CÁMARA
CHILENO BRITÁNICA
DE COMERCIO

Chile at A Glance

Monthly Rolling Economic Electronic
Presentation

November 2022

BRITCHAM





Información

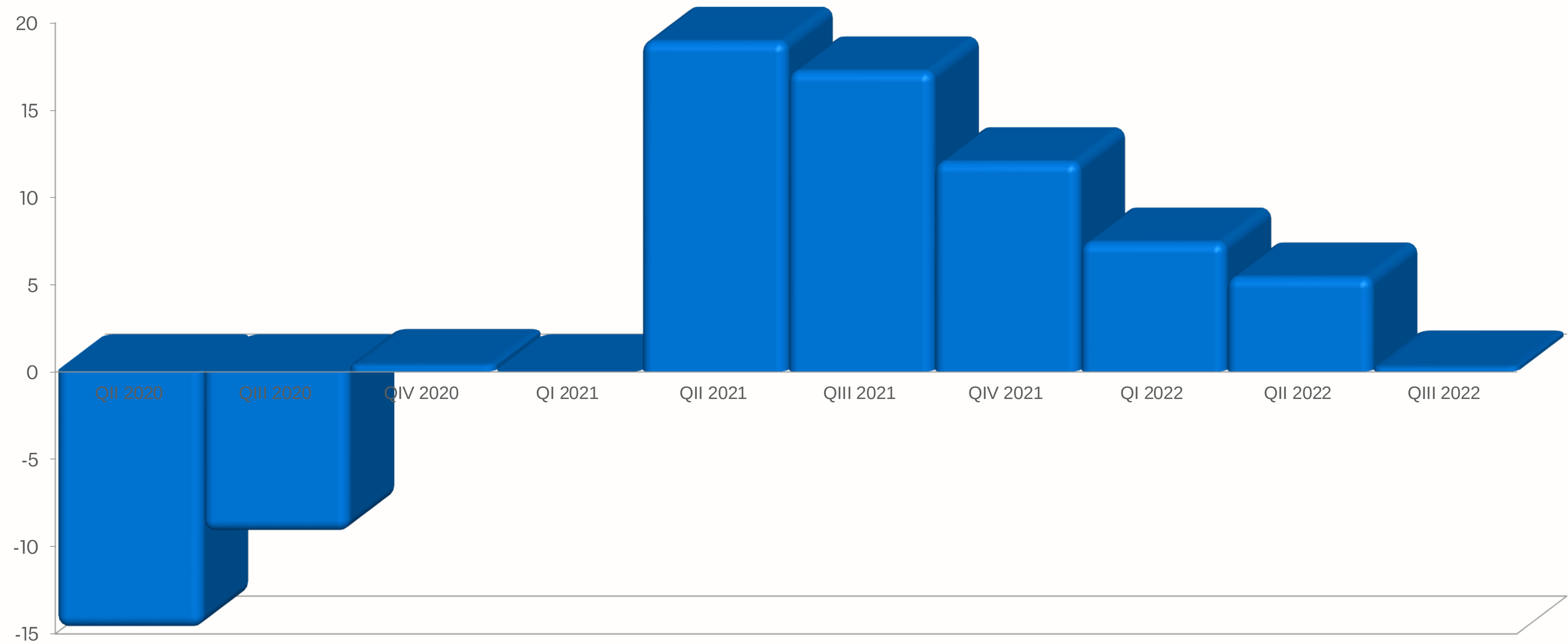
Current Economic Performance



Current Economy

GDP Growth

(% over same quarter previous year)

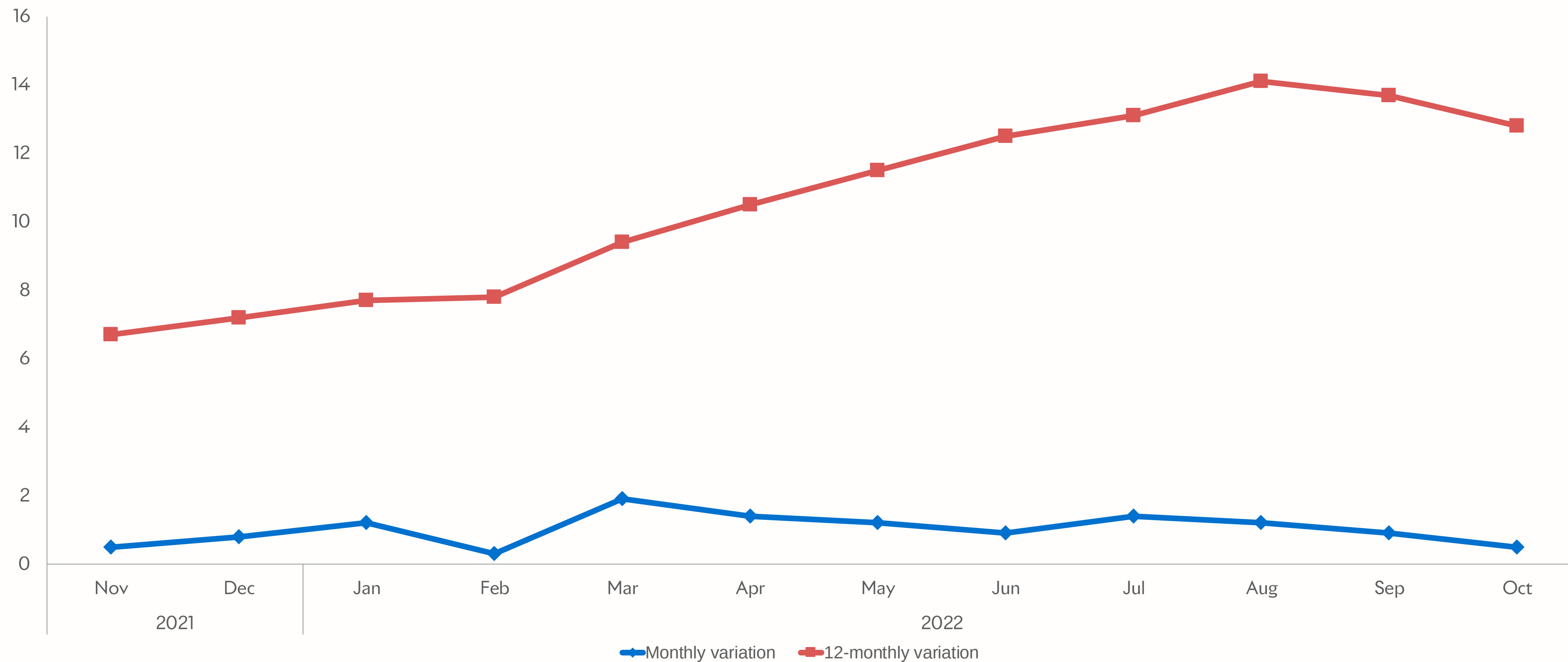


2020			2021				2022		
QII	QIII	QIV	QI	QII	QIII	QIV	QI	QII	QIII
-14.7	-9.2	0.4	0.0	18.9	17.2	12.0	7.4	5.4	0.3



Inflation (%)

Current Economy



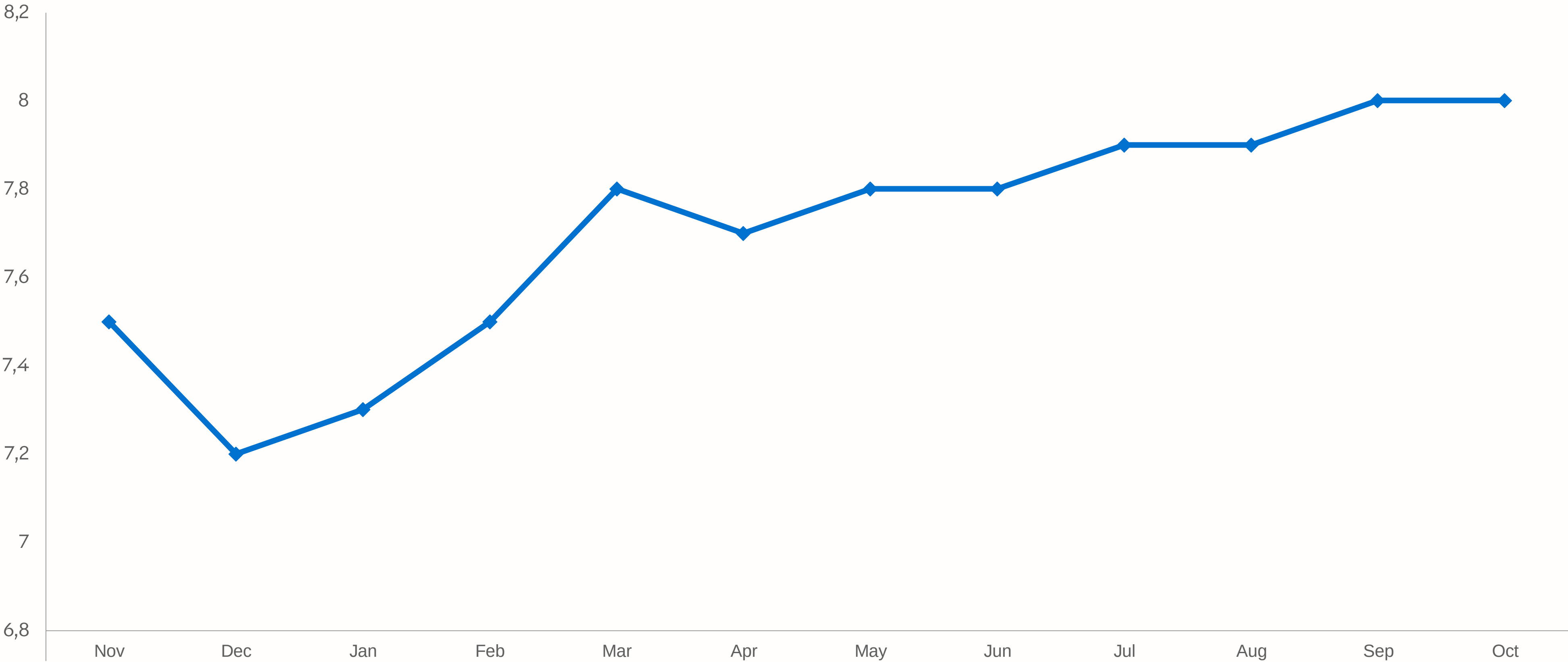
	2021					2022						
	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT
MONTHLY VARIATION	0.5	0.8	1.2	0.3	1.9	1.4	1.2	0.9	1.4	1.2	0.9	0.5
12-MONTHLY VARIATION	6.7	7.2	7.7	7.8	9.4	10.5	11.5	12.5	13.1	14.1	13.7	12.8



Current Economy

Unemployment

(3-month rolling average.%)



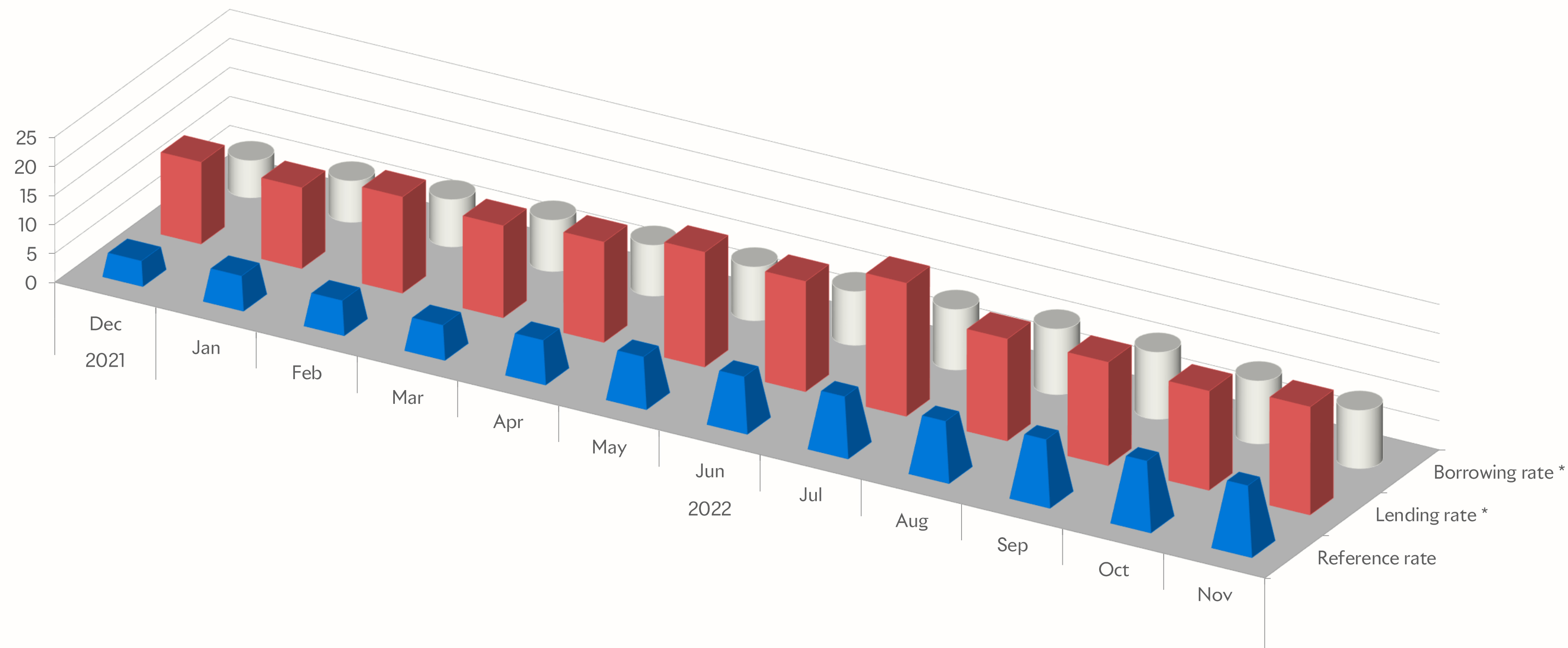
2021						2022					
Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct
7.5	7.2	7.3	7.5	7.8	7.7	7.8	7.8	7.9	7.9	8.0	8.0



Domestic Interest Rates

(% annual rate, nominal)

Current Economy



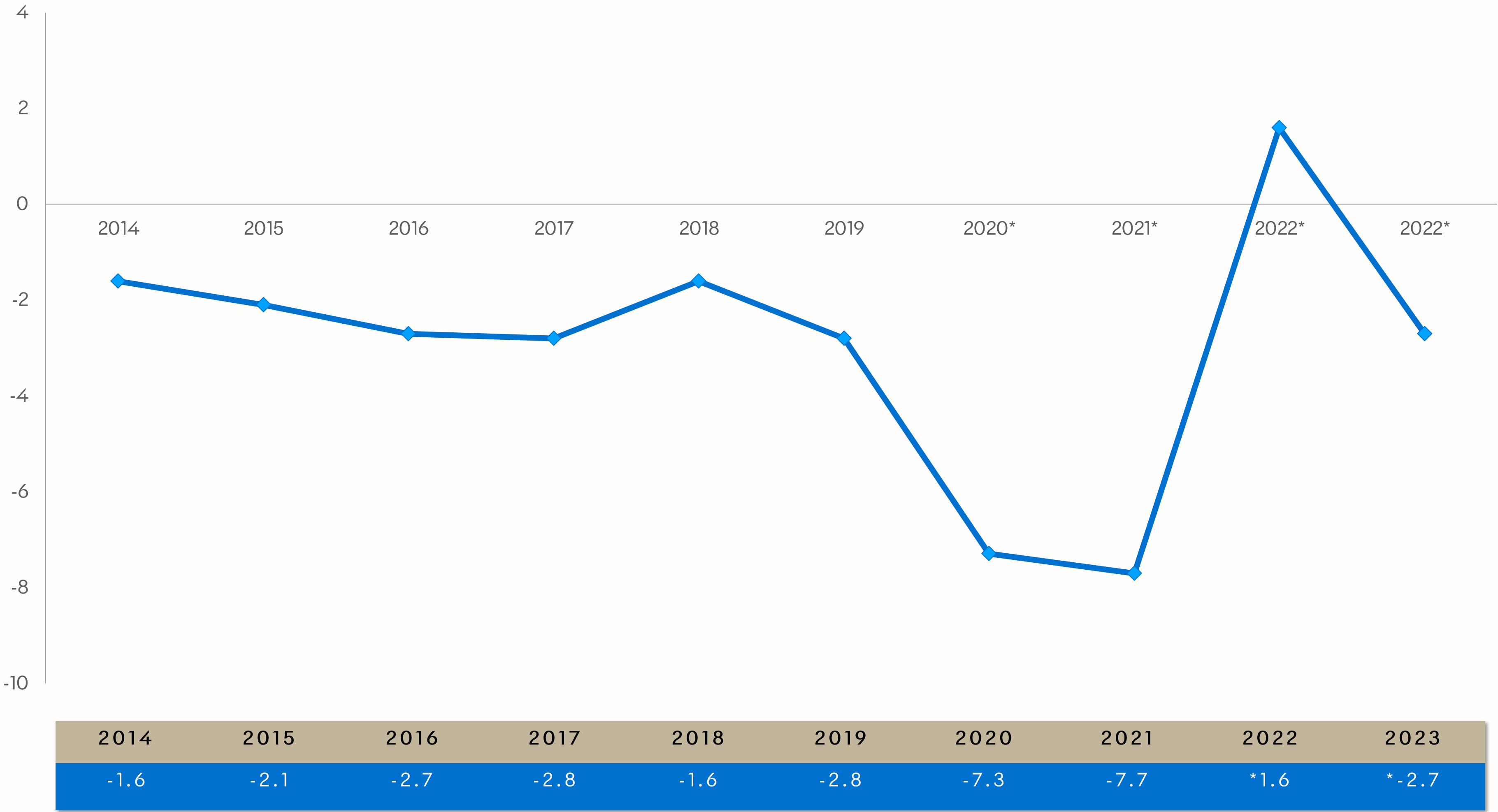
	2021						2022					
	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV
REFERENCE RATE	4.00	5.50	5.50	5.50	7.00	8.25	9.00	9.75	9.75	10.75	11.25	11.25
LENDING RATE *	14.08	13.92	16.56	15.84	17.26	19.75	18.96	22.90	17.54	17.77	17.05	18.57
BORROWING RATE *	6.39	7.12	8.15	8.84	8.75	9.25	9.50	10.41	11.29	11.52	10.83	10.00



Fiscal Balance

(% of GDP)

Current Economy



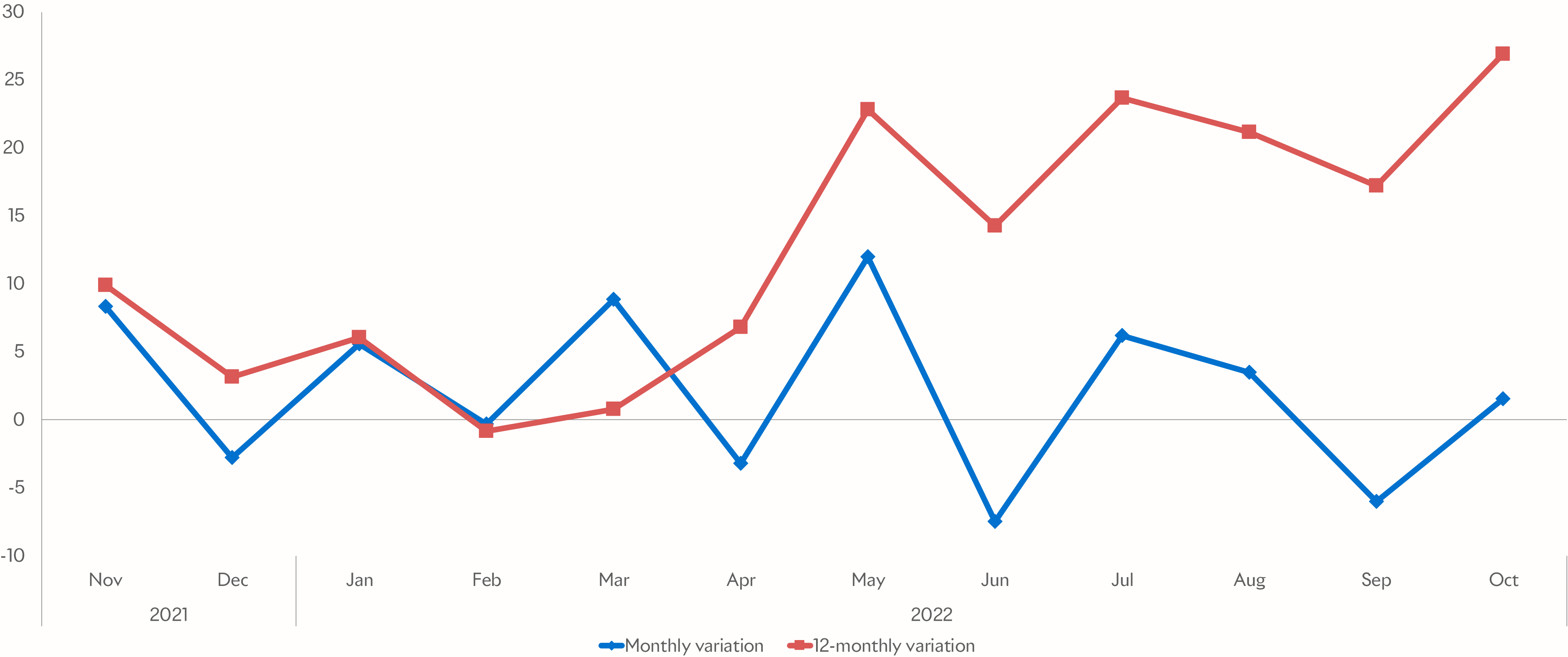
* Estimated by Ministry of Finance. October 2022.

Source: Ministry of Finance.



Selective Share Price Index (IPSA) (%)

Current Economy



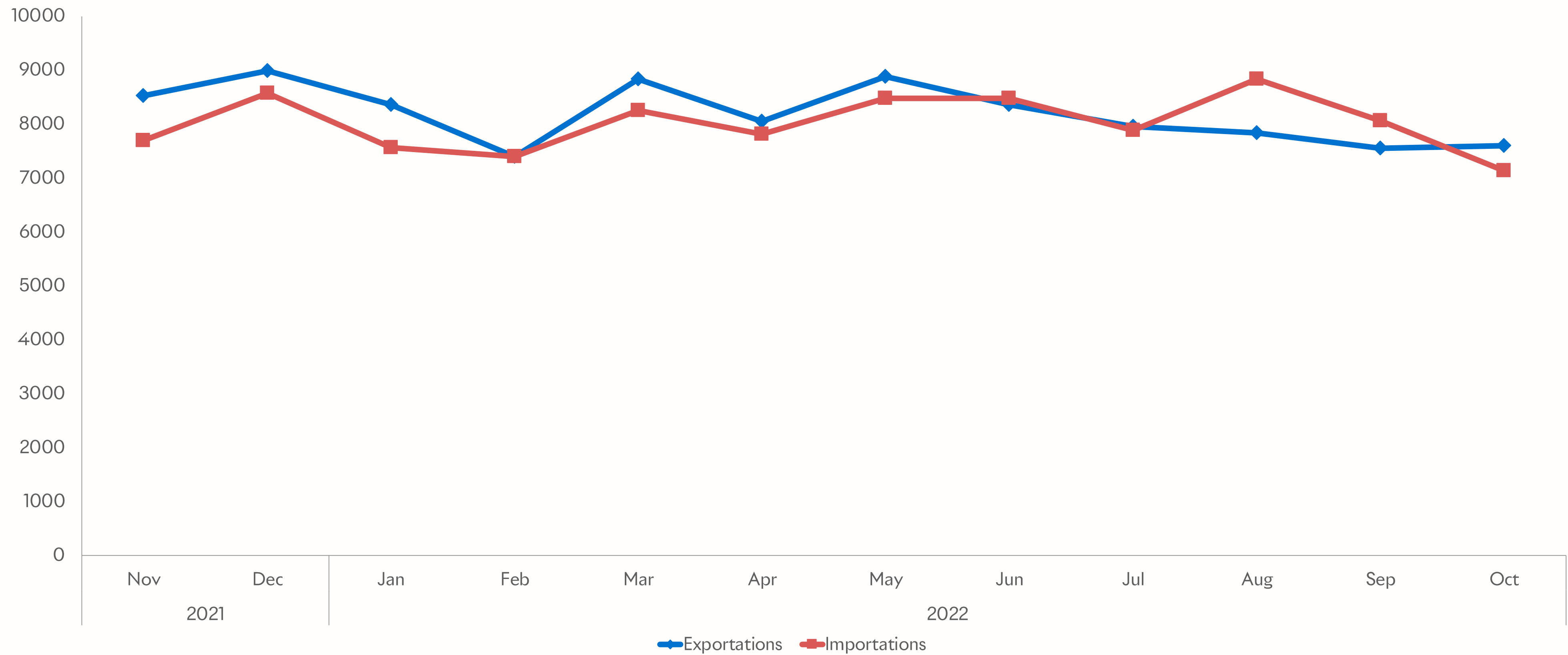
	2021				2022							
	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT
MONTHLY VARIATION	8.32	-2.80	5.57	-0.31	8.88	-3.21	11.97	-7.48	6.22	3.48	-6.01	1.56
12-MONTHLY VARIATION	9.91	3.14	6.06	-0.85	0.79	6.83	22.82	14.29	23.67	21.14	17.23	26.92



Exports and Imports

(monthly, US\$ million)

Current Economy



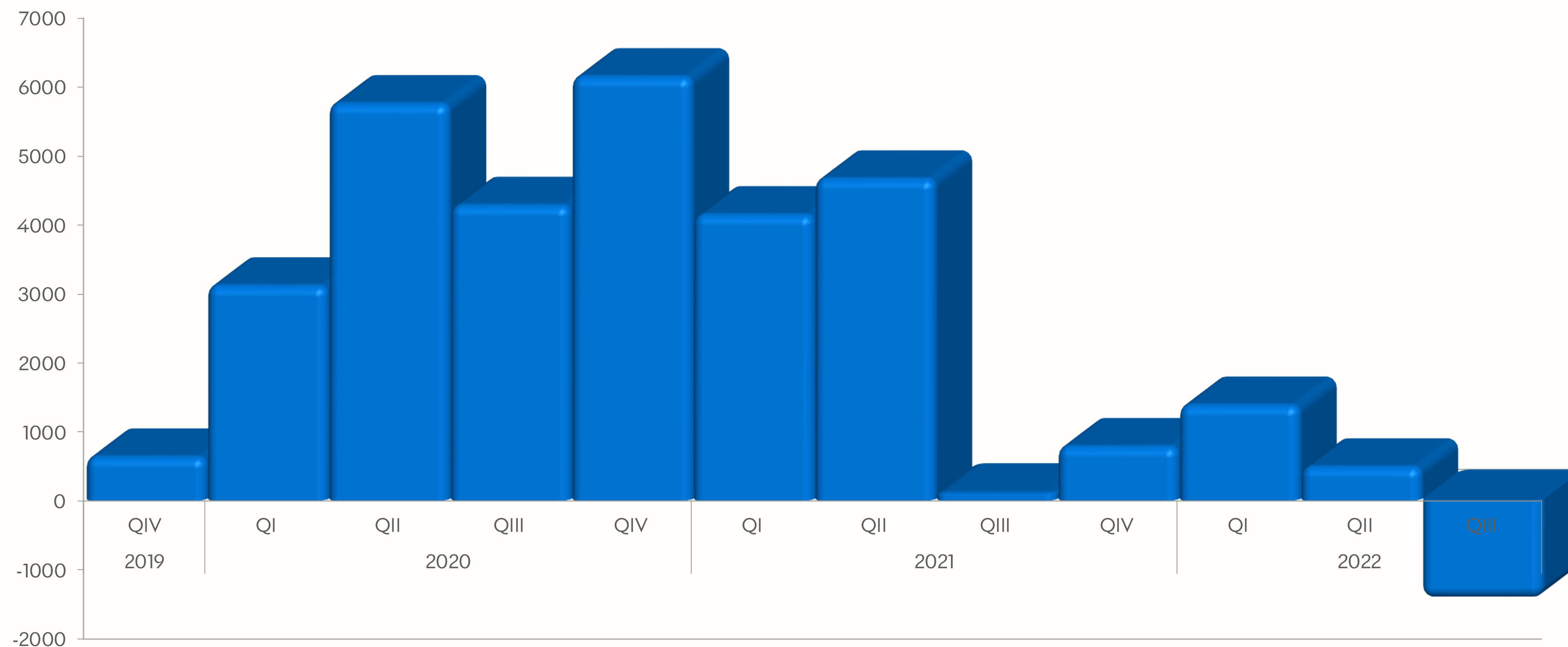
	2021				2022							
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct
EXPORTATIONS	8,526	8,984	8,357	7,391	8,837	8,054	8,887	8,354	7,957	7,840	7,551	7,598
IMPORTATIONS	7,690	8,567	7,560	7,394	8,246	7,813	8,473	8,473	7,882	8,830	8,065	7,141



Current Economy

Quarterly Trade Balance, 2019-2022

(US\$ million)



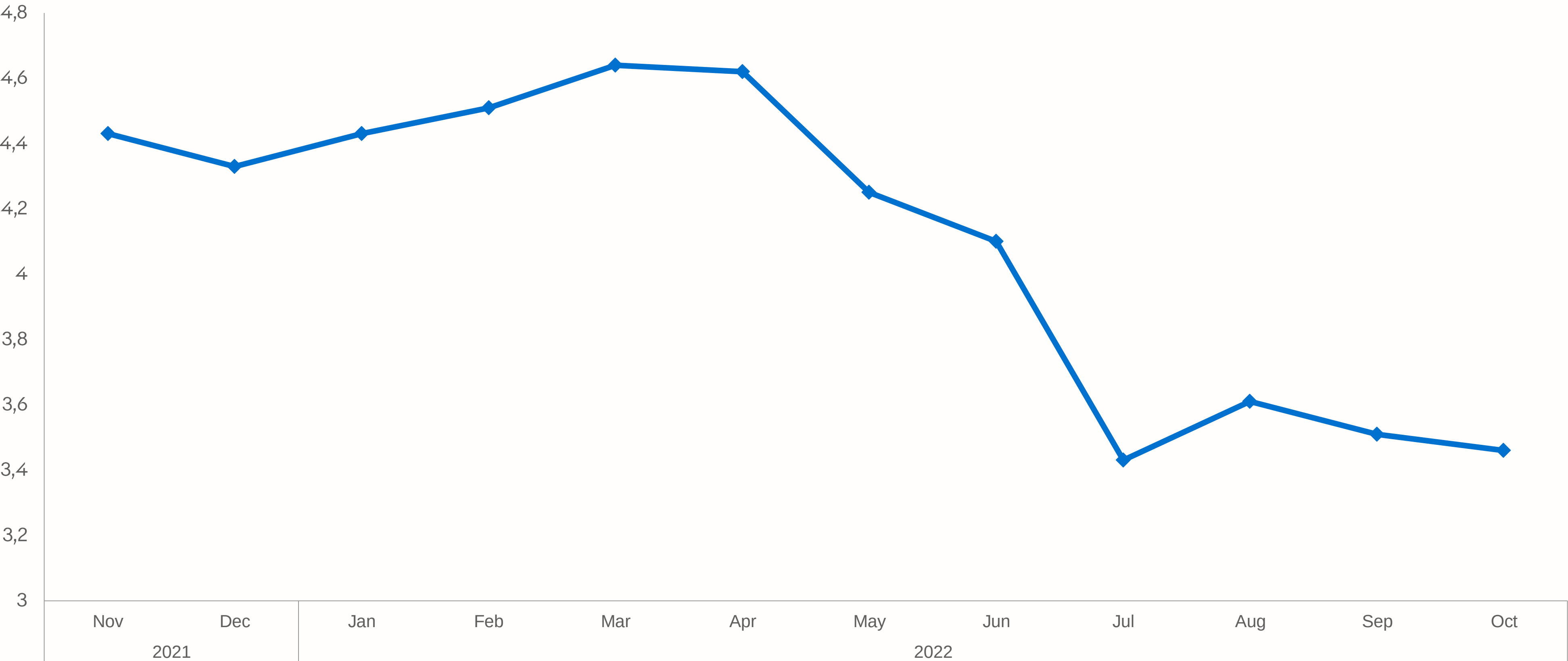
2019		2020				2021				2022	
QIV	QI	QII	QIII	QIV	QI	QII	QIII	QIV	QI	QII	QIII
634	3,115	5,755	4,282	6,145	4,145	4,665	119	785	1,385	490	-1,427



Current Economy

Copper Price

(LME, monthly average, US\$/lb)



2021						2022					
NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT
4.43	4.33	4.43	4.51	4.64	4.62	4.25	4.10	3.43	3.61	3.51	3.46

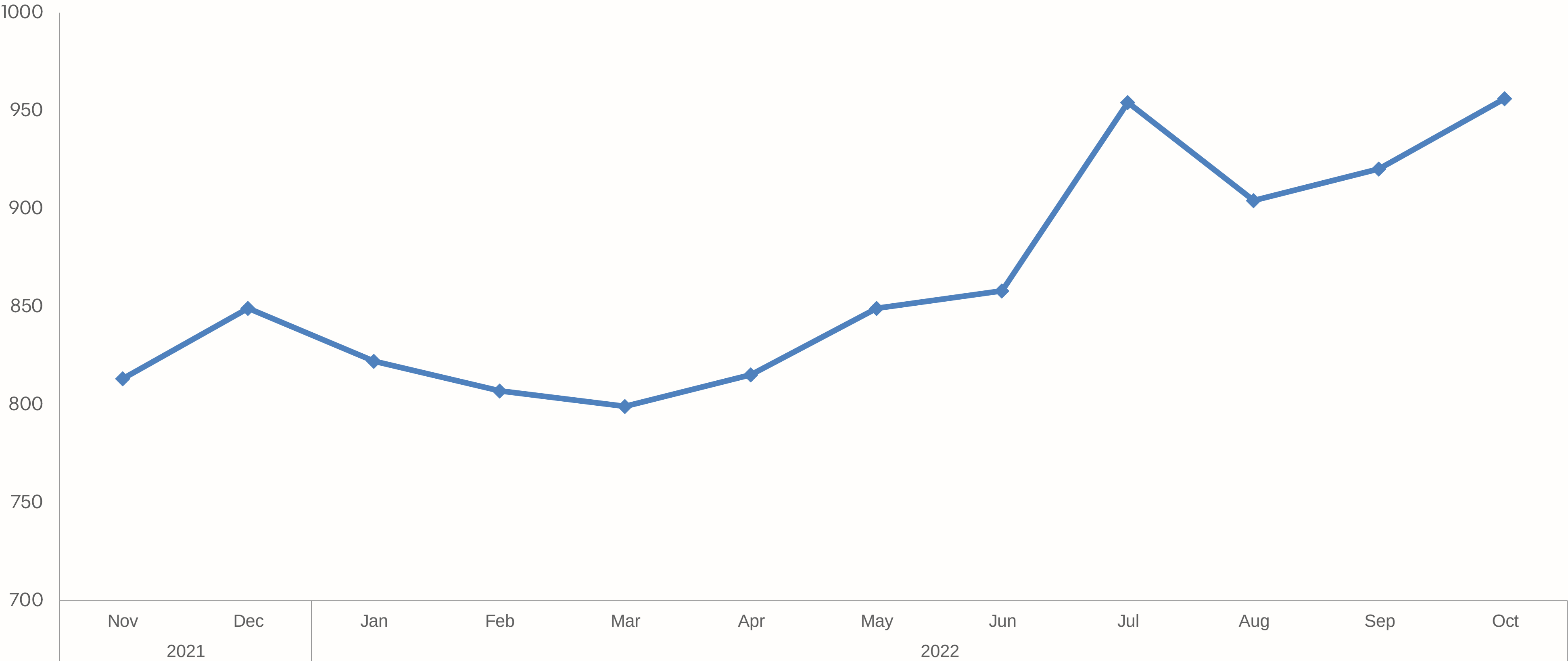
Source: Cochilco.



Exchange Rate

(Monthly average, pesos/US\$)

Current Economy



2021					2022						
NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT
813	849	822	807	799	815	849	858	954	904	921	956

Source: Central Bank of Chile



Summary of Central Bank Forecasts, 2022

Current Economy

GDP GROWTH (%)	1.75 / 2.25
INFLATION (YEAR-END, %)	12.0
TRADE BALANCE (YEAR-END, US\$ MILLION)	7,200
COPPER PRICE (ANNUAL AVERAGE, US\$/LB)	4.00
CURRENT ACCOUNT BALANCE (% OF GDP)	-6.3



Current Economy

Resumen de Pronósticos Privados, 2022*

GDP GROWTH (ANNUAL, %)	-1.4
INFLATION (ANNUAL, %)	5.1
REFERENCE INTEREST RATE (ANNUAL NOMINAL %, YEAR-END)	7.0
EXCHANGE RATE (PESOS/DOLLAR, 2022)	880

* Average private forecasts as surveyed by Central Bank, November 2022



Informati**ón**

Chile at a Glance

Background



Background

Four main geographic areas with different economic activities:

- North (Atacama Desert): mining, principally copper and nitrates
- Central Valley, with Santiago (capital and seat of government) and Valparaíso (port and seat of Congress): manufacturing, agriculture, wine production and agribusiness
- South: forestry, salmon farming, fishing, agriculture and, in Concepción, petrochemicals and steel production
- Fjords and Tierra del Fuego: tourism, agriculture, fishing, gas and oil production, coal mining.





Background

The Chileans

Population: 19,8 millones (2022)

Language: Spanish

Literacy: 96.4% (2017)

Poverty: 13.7% (2020)

Life expectancy: 79.7 years

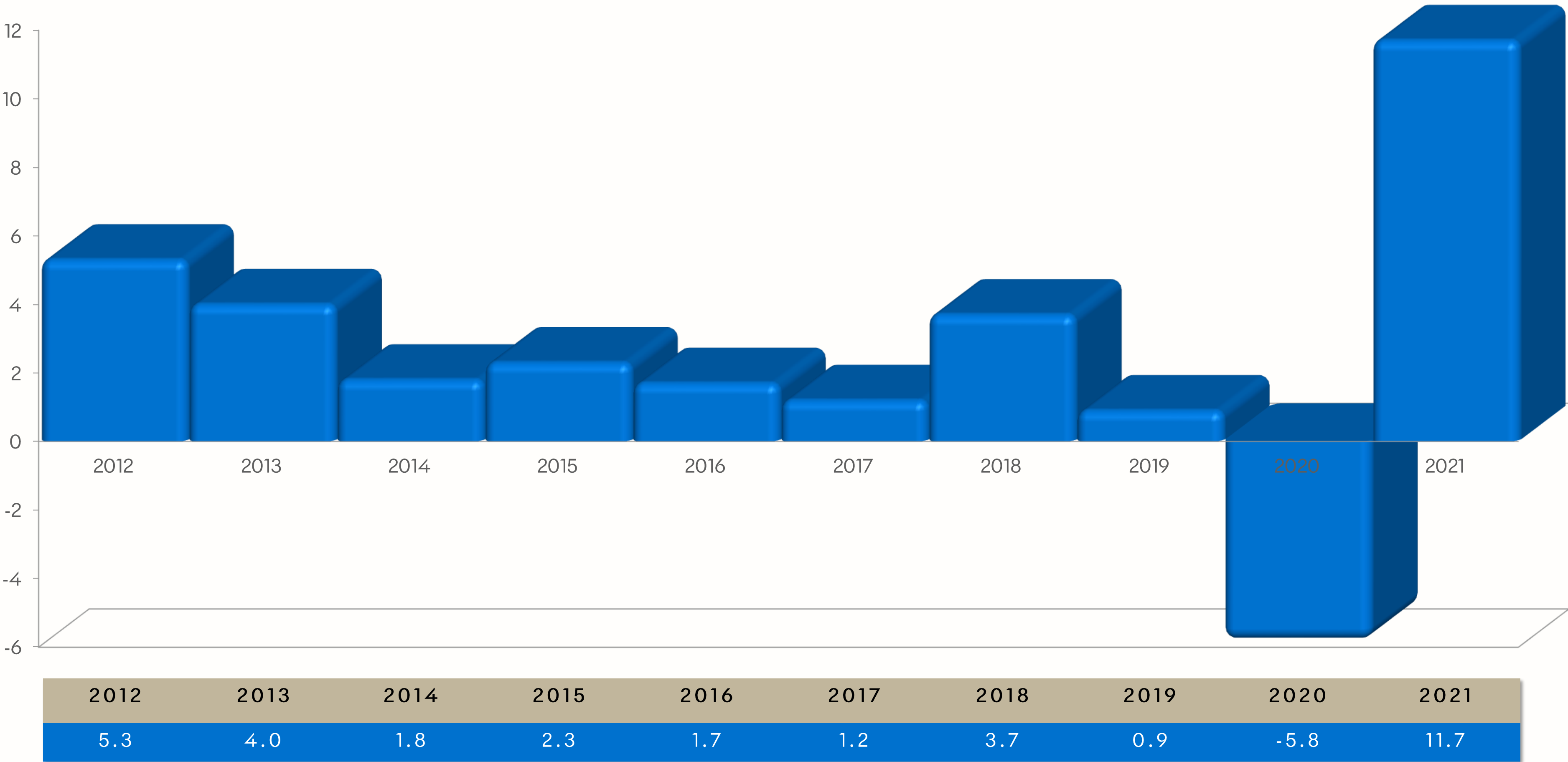
Indigenous population: 12.8%





Economy

Background



Source: Central Bank of Chile

GDP per capita (PPP) 2020 = US\$25.110*
Labour force = 9,4 millones

* Estimated by World Bank..



Background

Macroeconomic Framework

Monetary Policy:

Autonomous Central Bank, responsible for means of payment and price level

Inflation-targeting policy: 2%-4% over 24-month horizon

Overnight interest rate set in nominal terms at monthly monetary policy meeting.

Fiscal Policy:

Structural fiscal rule in force since 2001

Government spending tied to structural (non-cyclical) income

Non-cyclical income calculated on basis of trend growth and expected copper price over next ten years (both estimated by committee of independent experts).



Background

Macroeconomic Framework

Exchange Rate Policy:

Floating exchange rate since 1999

Central Bank retains right to intervene directly in foreign currency market in case of severe fluctuations

No capital controls.

Trade Policy:

Open economy

26 trade agreements with 64 countries, including Free Trade Agreements with main trading partners

Flat-rate tariff of 6% on imports from other countries.



Macroeconomic Framework

Background

FDI Policy:

DL 600 Foreign Investment Statute: investors sign individual contract with state of Chile *

Semi-integrated tax system: Corporate tax serves as credit against withholding tax

Double taxation avoidance agreements in force with 25 countries.



International Rankings

Background

UN HUMAN DEVELOPMENT REPORT 2021-22		
1	SWITZERLAND	
2	NORWAY	
3	ICELAND	
18	UNITED KINGDOM	
27	SPAIN	
42	CHILE	
47	ARGENTINA	
84	PERU	
87	BRAZIL	

Source: UNPD

WORLD COMPETITIVENESS YEARBOOK 2021		
1	SWITZERLAND	
2	SWEDEN	
3	DENMARK	
18	UNITED KINGDOM	
44	CHILE	
55	MEXICO	
56	COLOMBIA	
57	BRAZIL	

Source: Institute for Management Development

GLOBAL COMPETITIVENESS REPORT 2019		
1	SINGAPORE	
2	UNITE STATES	
3	HONG KONG	
6	JAPAN	
9	UNITED KINGDOM	
23	SPAIN	
33	CHILE	
48	MEXICO	
65	PERU	
83	ARGENTINA	

Source: World Economic Forum



SOVEREIGN RISK

Background

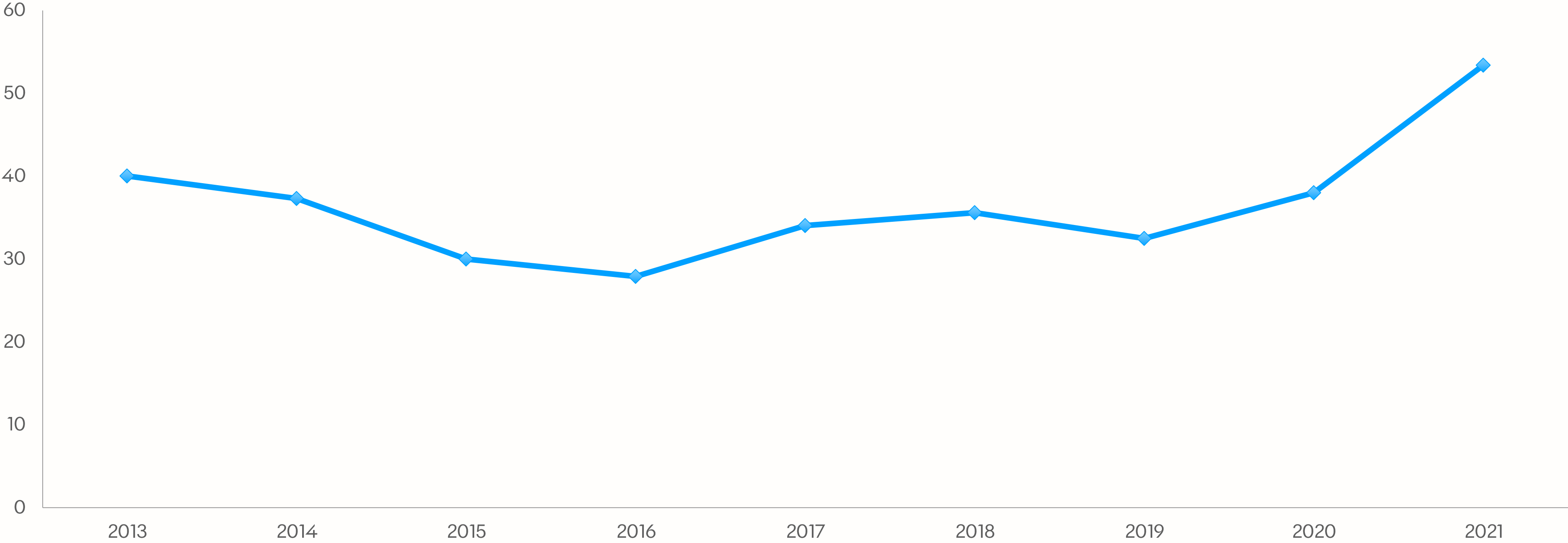
CHILE'S SOVEREIGN RATINGS	
(NOVEMBER 2022)	
FITCH RATINGS	A- (STABLE)
STANDARD & POOR'S	A (STABLE)
MOODY'S	A2 (STABLE)
JCR	AA- (STABLE)



International Trade

Background

Exports, 2013-2021
(US\$ billion)



	2013	2014	2015	2016	2017	2018	2019	2020	2021
COPPER	40.0	37.3	30.0	27.9	34.0	35.6	32.5	38.0	53.4
TOTAL	76.8	75.1	62.0	60.7	68.8	74.7	68.8	73.5	94.7

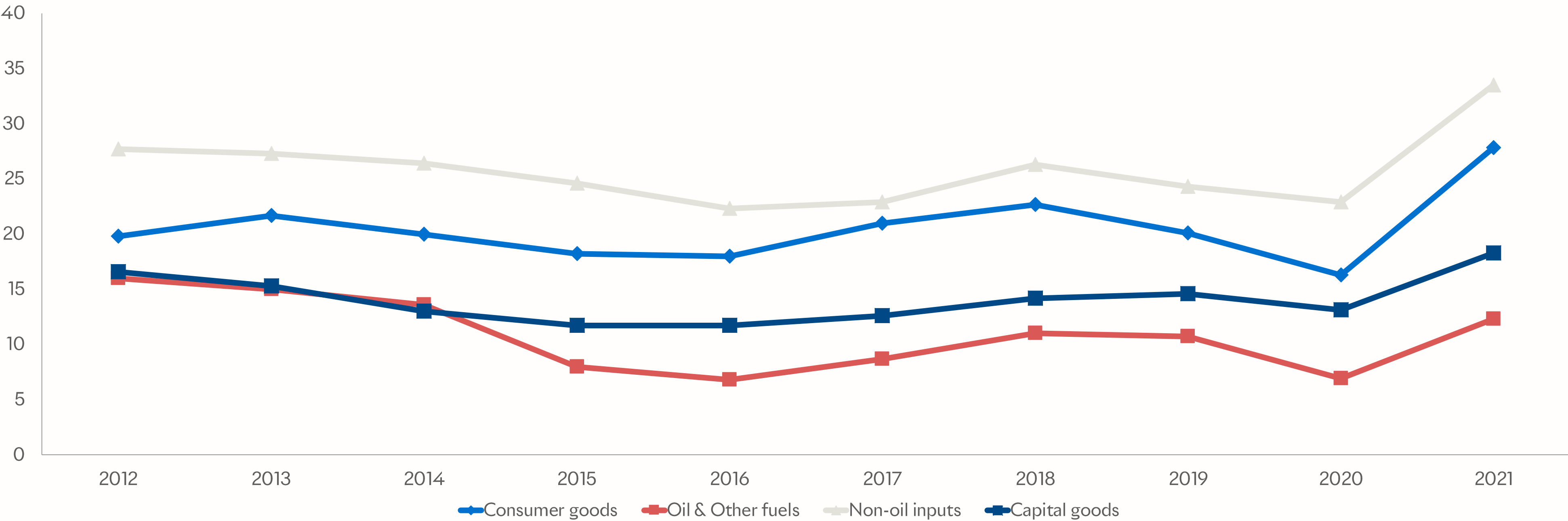
Source: Central Bank of Chile.



Un Vistazo de Chile

International Trade

Imports, 2012 - 2021 (US\$ billion)



	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
CONSUMER GOODS	19.8	21.7	20.0	18.2	18.0	21.0	22.7	20.1	16.3	27.8
OIL & OTHER FUELS	16.0	15.0	13.6	8.0	6.8	8.7	11.0	10.7	6.9	12.3
NON-OIL INPUTS	27.7	27.3	26.4	24.6	22.3	22.9	26.3	24.3	22.9	33.5
CAPITAL GOODS	16.6	15.3	13.0	11.7	11.7	12.6	14.2	14.6	13.1	18.3
TOTAL	75.5	74.7	68.6	58.7	55.4	61.4	70.1	65.5	55.1	83.8

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Comercio Internacional

Background

MAIN TRADING PARTNERS, 2021			
EXPORTS		IMPORTS	
US\$ BILLION		US\$ BILLION	
CHINA	35,4	CHINA	25,4
UNITED STATES	15,0	UNITED STATES	15,2
JAPAN	7,2	BRAZIL	7,7
SOUTH KOREA	4,7	ARGENTINA	4,9

CHILE-UK TRADE 2015-2021 (US\$ MILLION)		
	EXPORTS TO UK	IMPORTS FROM UK
2015	656	516
2016	622	446
2017	579	534
2018	681	639
2019	621	557
2020	574	478
2021	635	621



Information

Feedback / Comentarios:

Por favor contactar vía email
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