



# Economic Outlook

## BRATECC

**Fernando Honorato Barbosa**

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[fernando.honorato@bradesco.com.br](mailto:fernando.honorato@bradesco.com.br)

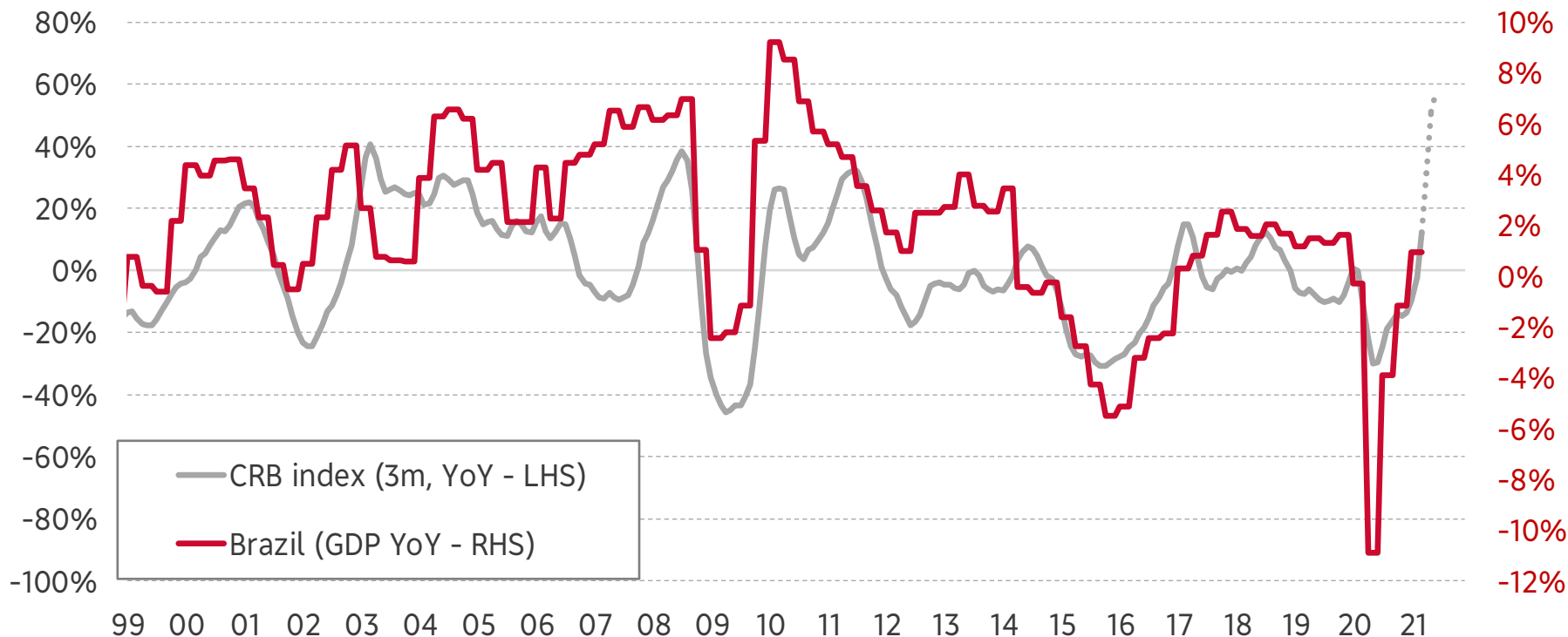


The background features a collage of financial data visualizations. At the top, there is a table with numerical values. Below it, a world map is visible, with Brazil highlighted. The map is overlaid with various charts, including a line graph with a red trend line, a bar chart, and a pie chart. The overall color scheme is a gradient of red and purple.

The Brazilian economy is performing quite well...

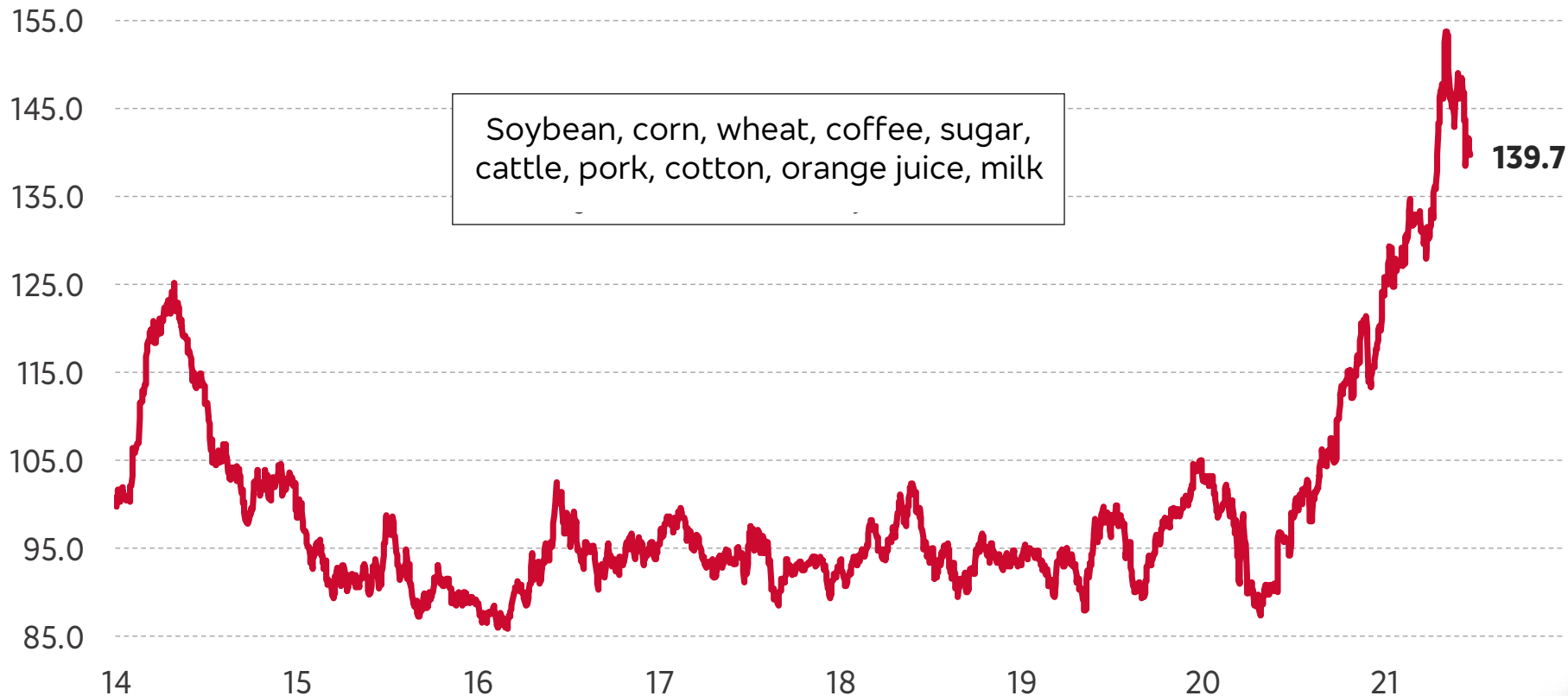
# BRAZILIAN GDP AND COMMODITY PRICES

CRB, GDP, YoY



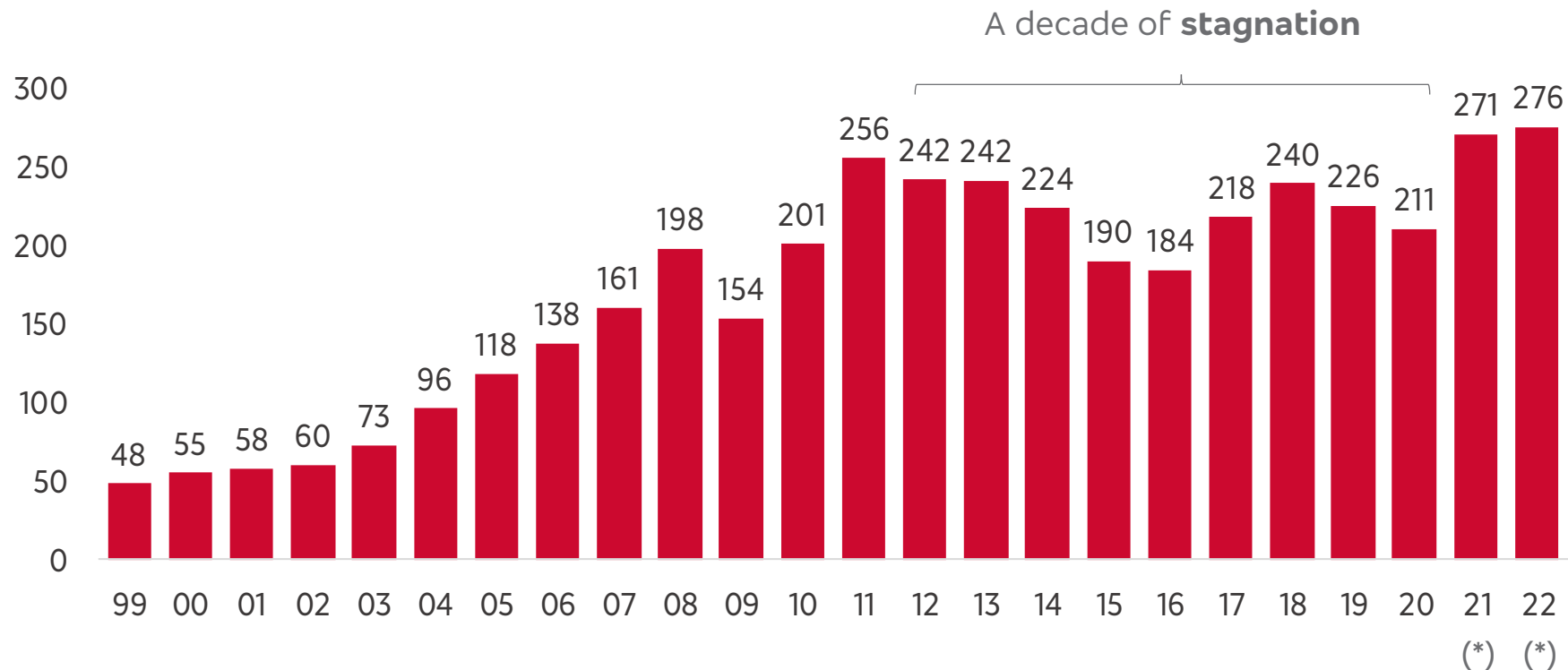
# AGRICULTURAL COMMODITY PRICES

Jan/14 = 100



# BRAZILIAN TOTAL EXPORTS

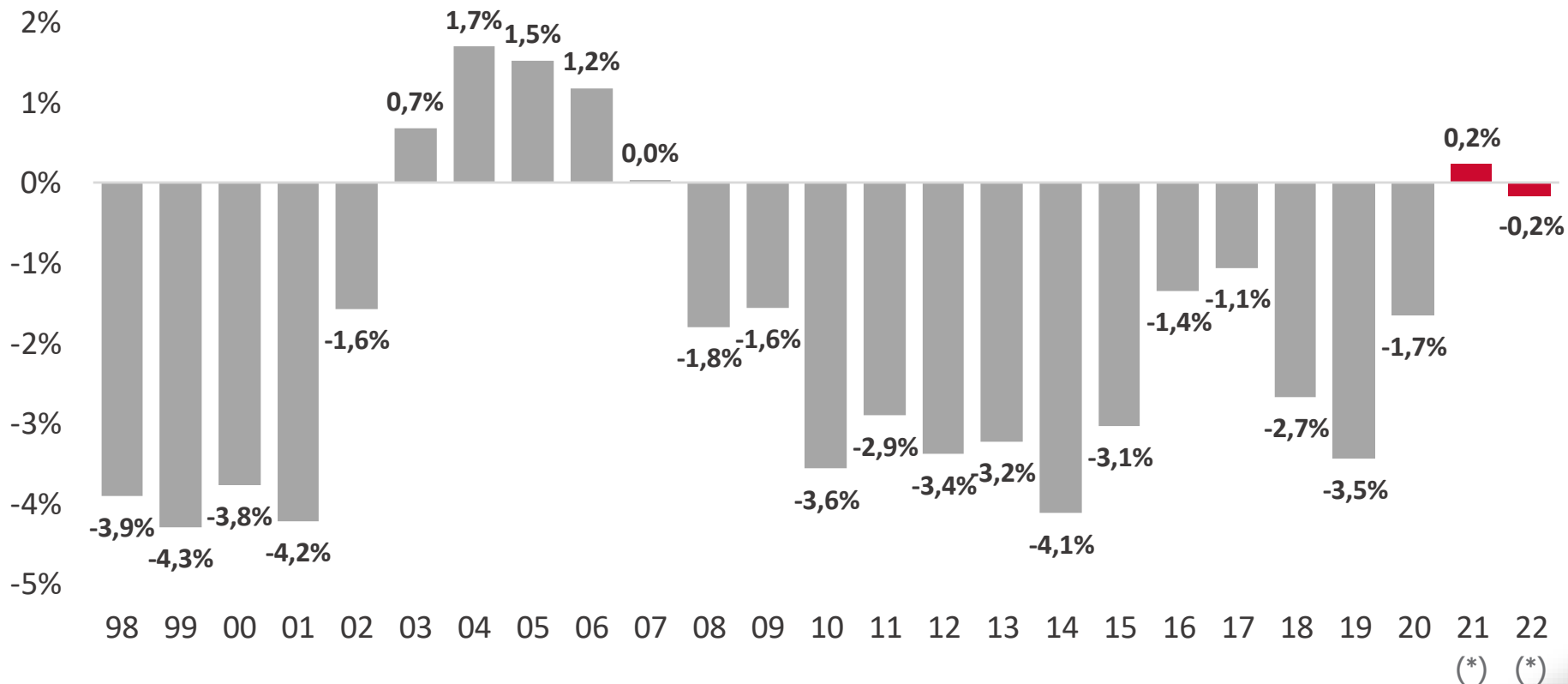
US\$ bn



Source: MDIC, Bradesco (\*) Forecasts

# BRAZILIAN CURRENT ACCOUNT

% PIB



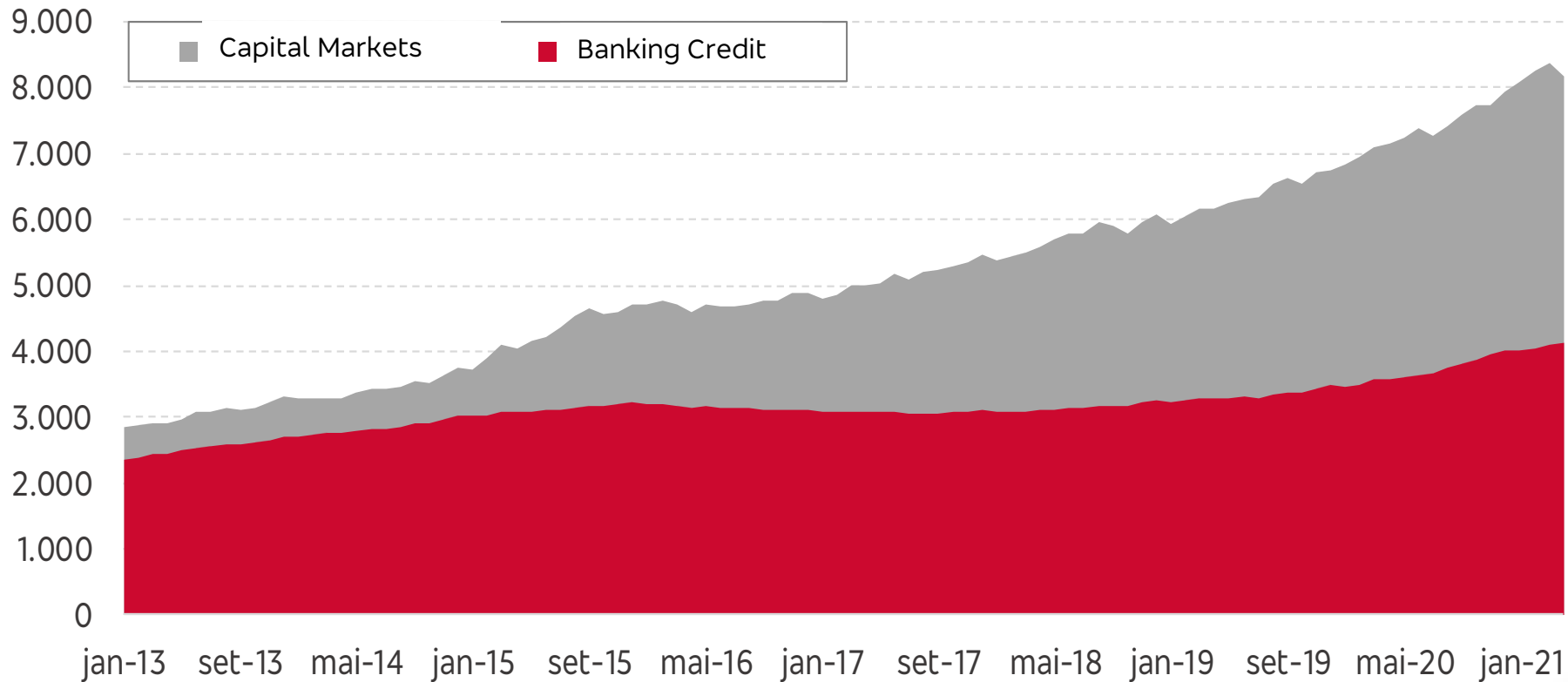
# NET DEBT / EBITDA

Listed companies



# CREDIT (OUTSTANDING)

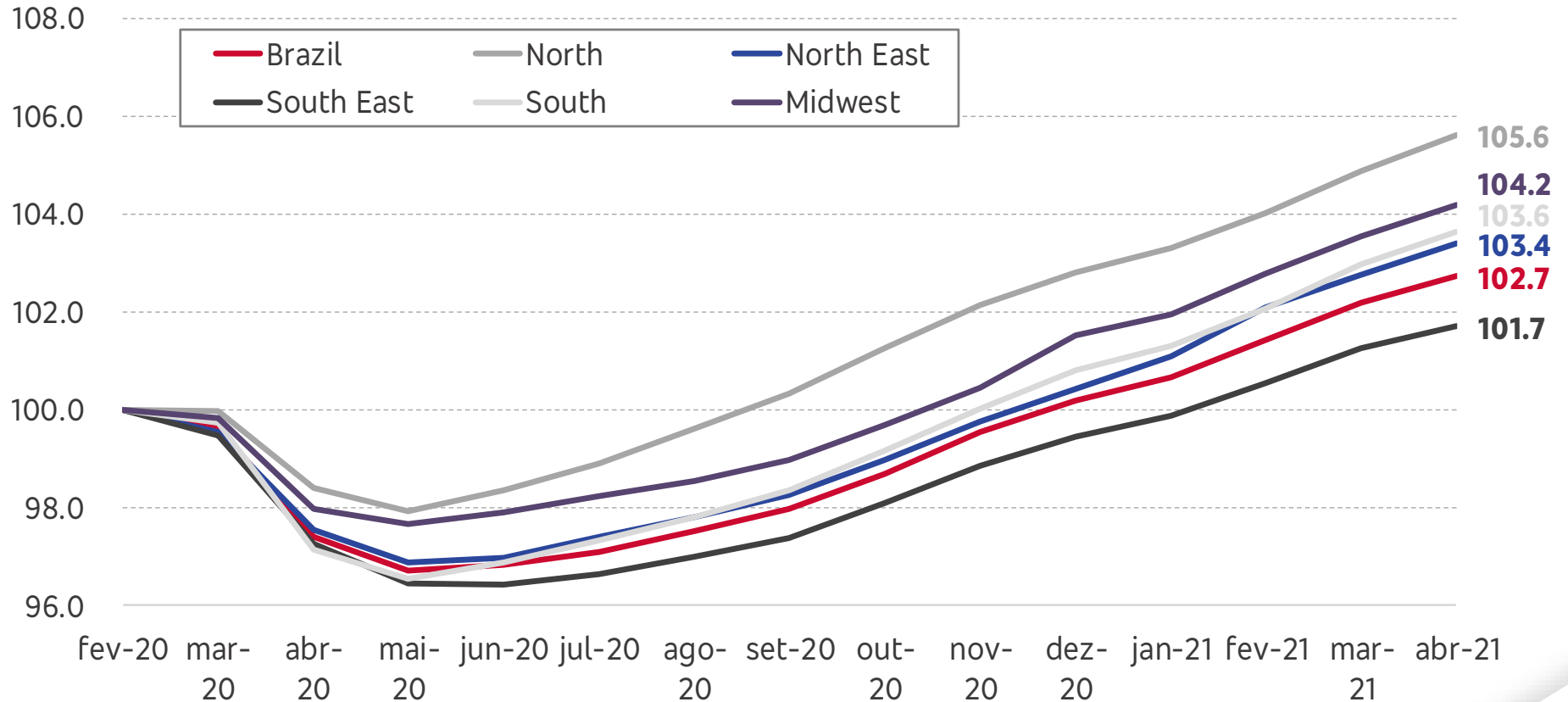
R\$ bn





# FORMAL JOBS

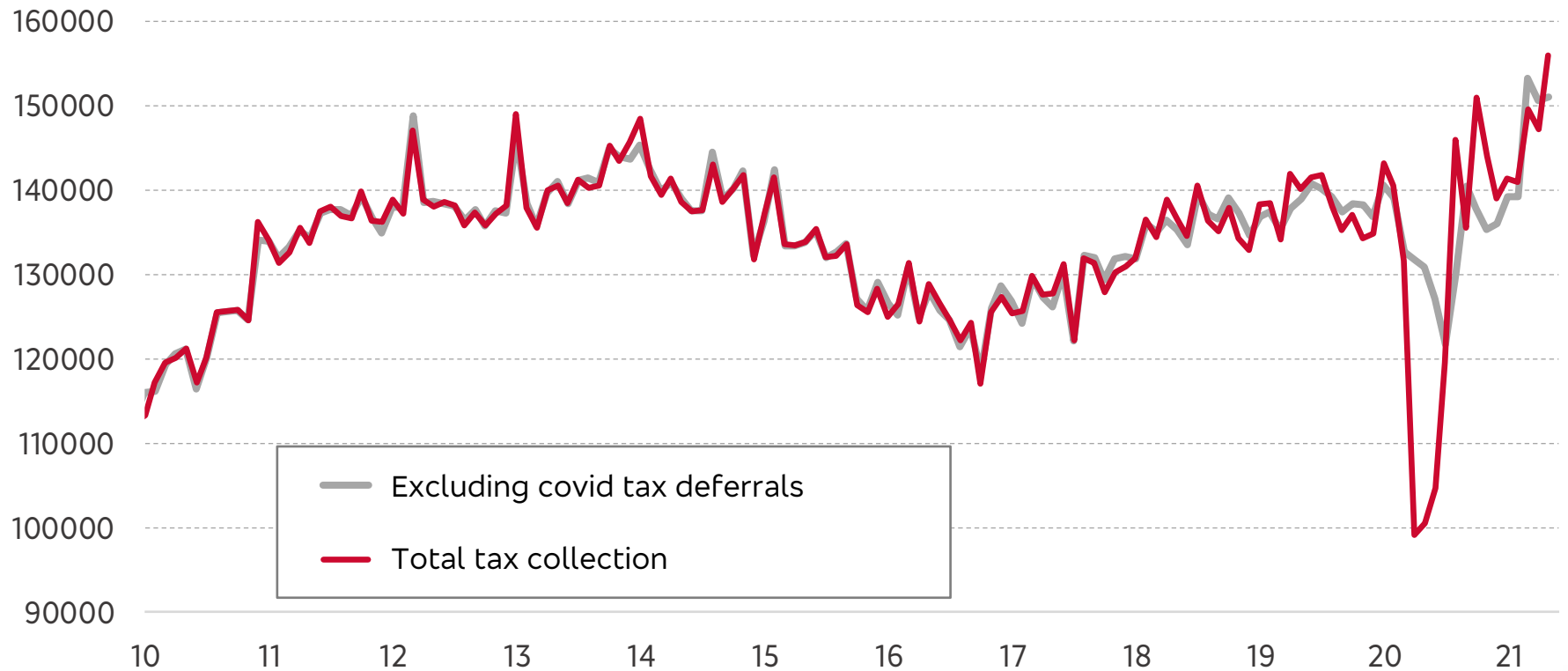
## Level, by region



Source: IBGE, CAGED, Bradesco

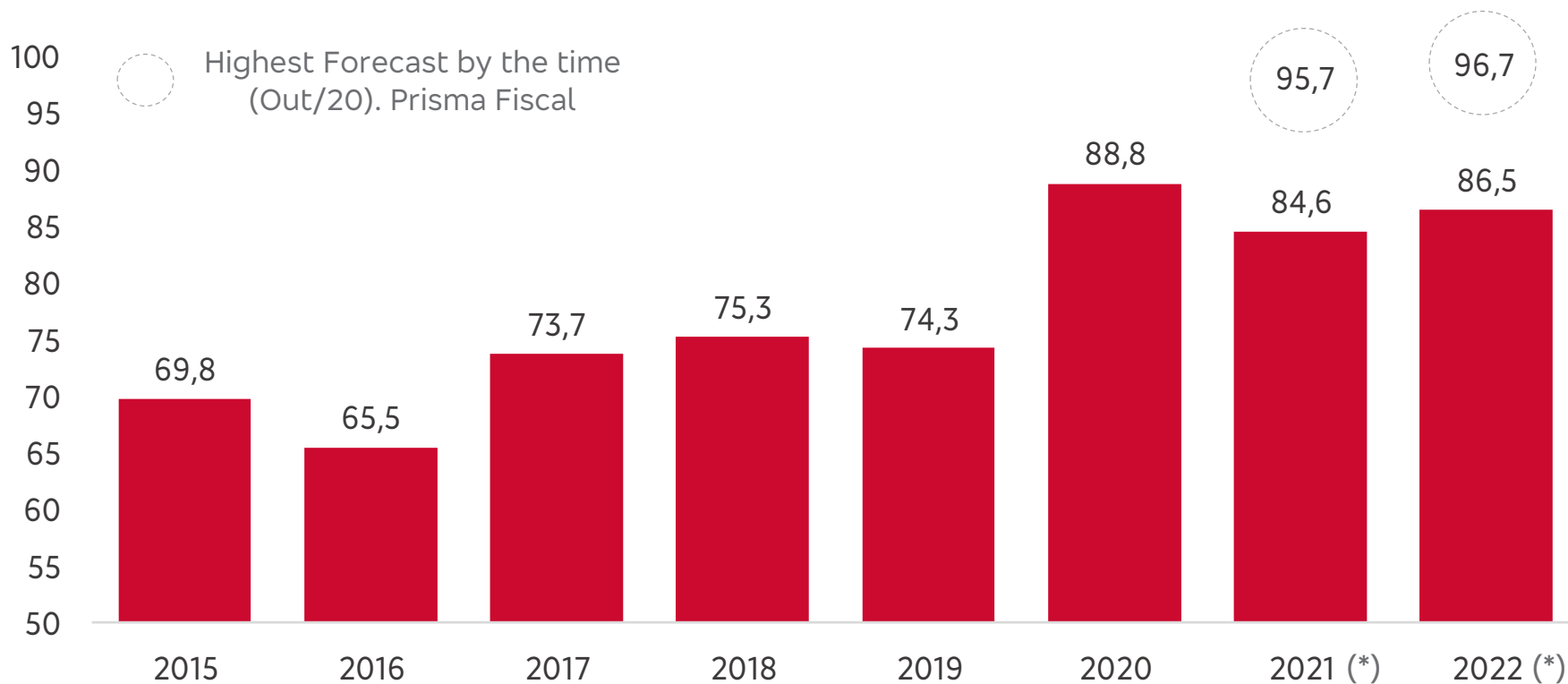
# TAX COLLECTION

Constant prices, seasonally adjusted, BRL million



# GROSS DEBT

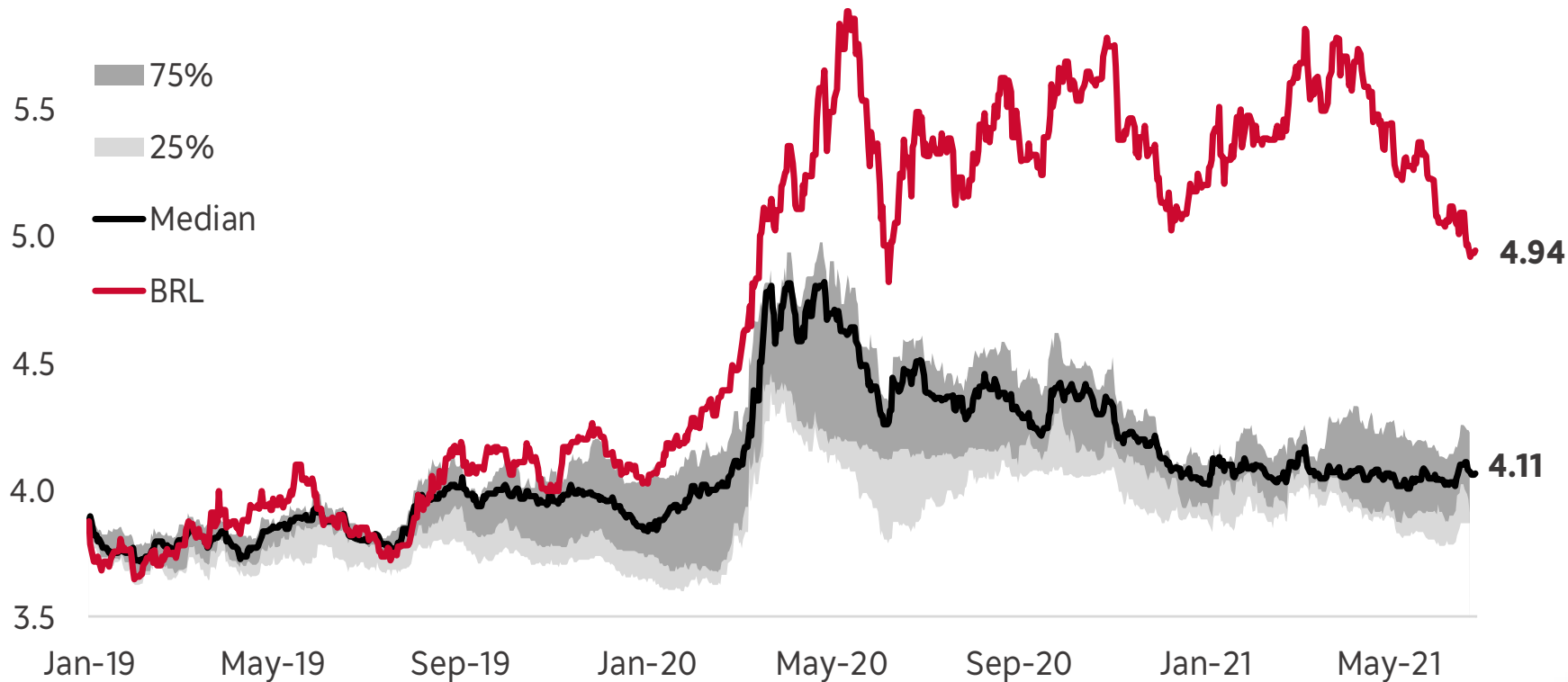
% GDP



**This improved growth outlook**  
might allow further compression of  
the Brazilian risk premia

# EXCHANGE RATE: BRL vs EMERGING

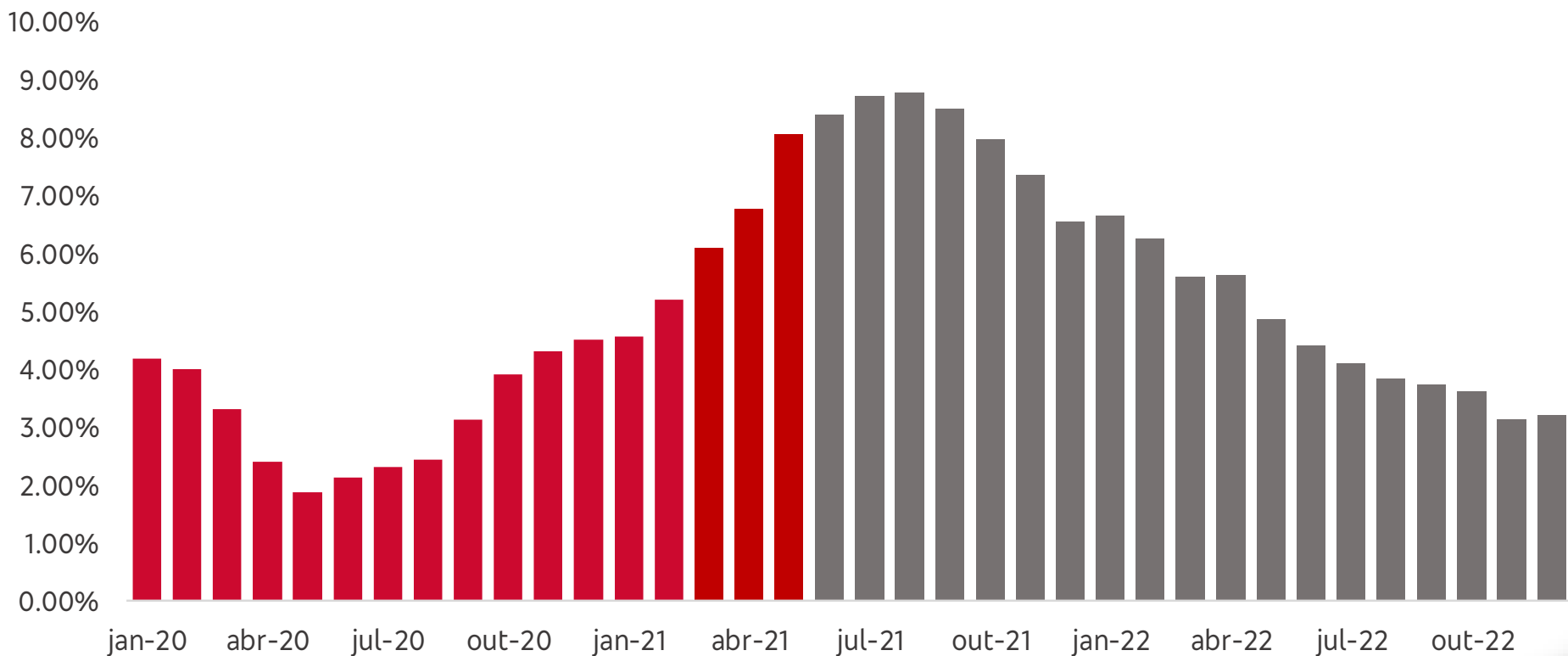
Accum. change in BRL against the median and EM percentiles



Source: Bloomberg, Bradesco

# IPCA (CPI)

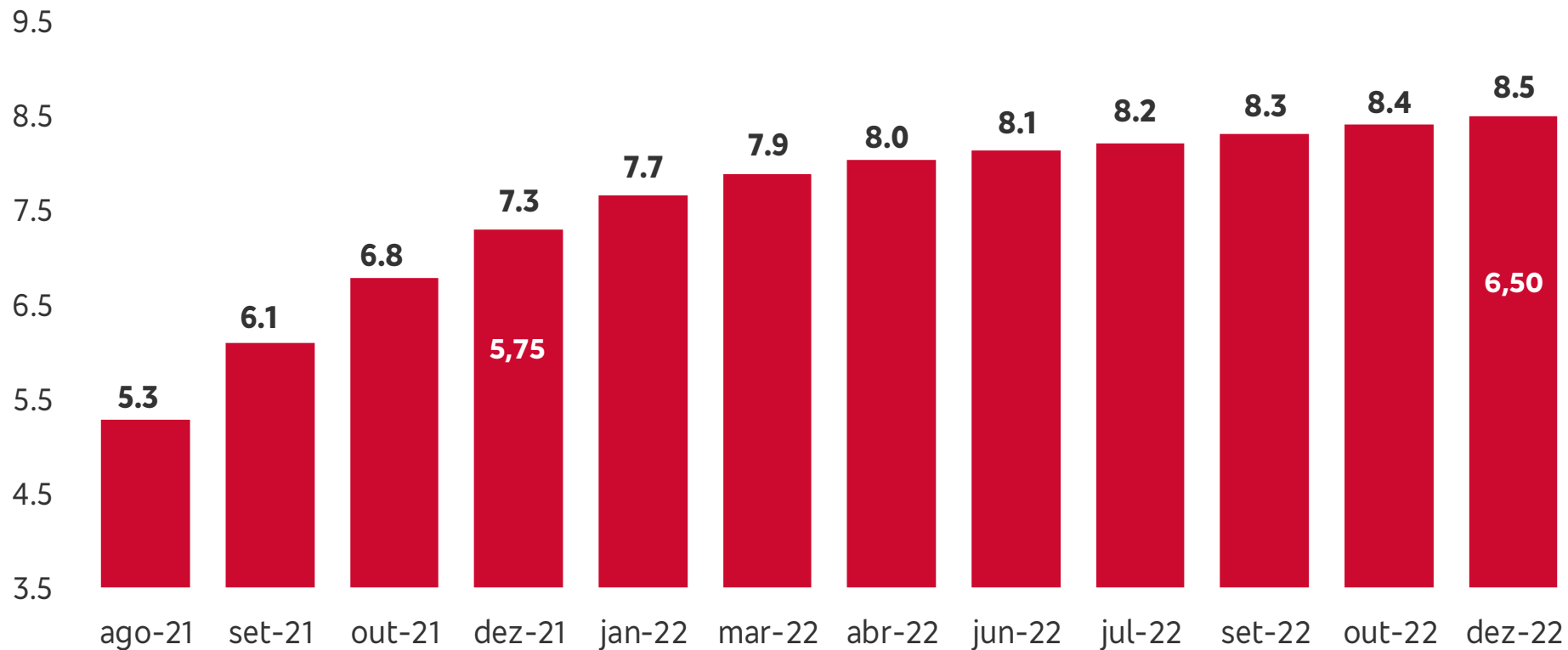
% YoY



Source: Bloomberg, Bradesco

# MARKET INTEREST FORWARD RATES

% a.a.



# OUR FORECASTS

June 2021

	2019	2020	2021	2022
GDP growth (%)	1.4	-4.1	4.8	2.0
Consumer inflation - IPCA (%)	4.3	4.5	5.5	3.5
Wholesale inflation - IGP-M (%)	7.3	23.1	18.8	4.1
Selic Rate (% eop)	4.50	2.00	5.75	6.50
Exchange Rate (BRL/USD, eop)	4.03	5.20	5.10	5.60
Industrial Production (%)	-1.1	-4.5	6.0	1.9
Retail Sales (%)	3.9	-1.5	6.3	3.6
Job Creation (in thousands)	1816	-6619	2615	898
Unemployment Rate (% of labor force, avg)	11.9	13.2	14.0	13.0
Outstanding Credit Growth (%)	6.5	15.6	10.5	9.2
Trade Balance (USD bn)	40.5	43.2	74.4	60.0
Current Account (USD bn)	-50.7	-12.5	8.6	-16.7
Primary Balance (BRL bn)	-61.9	-703.0	-198	-157
Gross Debt (% of GDP)	74.3	88.8	84.6	86.3



Fernando Honorato Barbosa  
Chief Economist at Bradesco



**Bradesco economic forecasts are revised at the end of each month.** During moments of greater volatility, the level of uncertainty and error margins naturally rise, especially between revisions. Our forecasts are based on the assumption that the adjustments necessary to ensure the sustainability of Brazil's macroeconomic framework will be implemented over the next few years. If these adjustments do not materialize or are better than expected, the forecast could be altered significantly. Last updated on June 1st, 2021.



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