



INFLATION EXPECTATIONS SURVEY TO THE PANEL OF PRIVATE ANALYSTS - EEI -

SEPTEMBER 2008

The Inflation Expectations Survey to the Private Panel of Analysts is done monthly in order to obtain the opinion of national and international analysts, knowledgeable of the operational procedures of the monetary policy, in relation to the expected evolution in the prices of the economy. Said survey is extremely useful, given the importance that the inflationary expectations have in the behavior of the general level of prices.

In the first part of this note we present the results of the survey of inflation expectations and of the economic activity, made between the second and fourth week of September of 2008.

In the second part, the trust index of the economic activity is presented, which was made based on the referred survey.

I. INFLATION EXPECTATIONS AND ECONOMIC ACTIVITY

1. INFLATION

The Economic analysts surveyed foresee an inflationary rhythm of 13.15% for September 2008, while for October and November 2008 it is estimated that it will reach 13.00% and 12.27%. For the end of 2008 and 2009 of the economic analysts project an inflation of 12.21% and 9.51%, in their order.





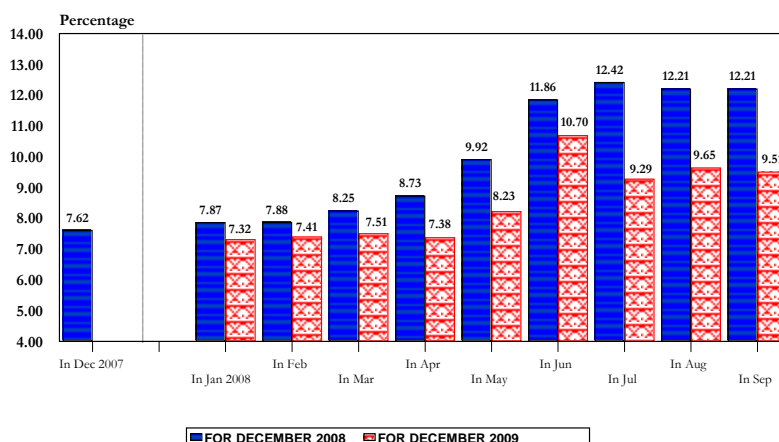
Inflation Expectations Survey to the Private Sector



When comparing the results of this survey with the obtained the month before, it was observed that the expected inflationary rhythm for September it decreased by 0.23 percentage points (13.38% from the survey in August 2008); while for October 2008, decreased by 0.42 percentage points (13.42% in the previous survey).

For the end of 2008, the index was the same to the forecast by the analysts in the previous survey. For December 2009, this decreased by 0.14 percentage points (9.65% in the previous survey).

INFLATION EXPECTATIONS FOR DECEMBER 2007, FOR DECEMBER 2008 AND FOR DECEMBER 2009



SOURCE: Survey of Inflation Expectations to the Panel of Private Analysts.

In the opinion of the interviewed analysts, the main factors that could explain the forecast of inflation for 2008 are: the prices of fuel, the international price of oil, the price of raw material, the performance of the monetary policy and the performance of the fiscal policy.

Factors that could explain the forecast of inflation for December 2008 -In percentages-

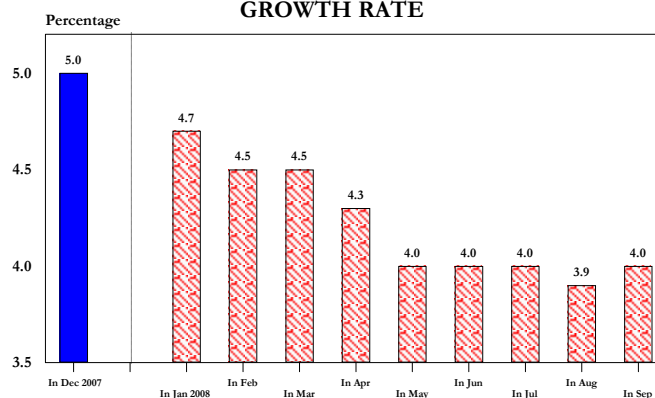
Factores	ENERO	FEBRERO	MARZO	ABRIL	MAYO	JUNIO	JULIO	AGOSTO	SEPTIEMBRE
Precios de los combustibles	20.59	19.36	18.92	20.00	21.62	17.86	22.22	20.34	22.58
Precio internacional del petróleo	23.53	22.58	21.62	22.86	21.62	21.43	22.22	18.64	19.35
Precios de las materias primas	8.82	22.58	16.21	17.14	18.92	17.86	19.45	18.64	16.13
Desempeño de la política monetaria	14.71	12.90	13.51	11.43	13.52	17.86	8.33	15.25	16.13
Desempeño de la política fiscal	11.77	6.45	8.10	11.43	5.41	3.57	8.33	10.18	12.90
Estacionalidad de los productos agrícolas	8.82	6.45	5.41	5.71	5.41	10.71	8.33	6.78	4.84
Tipo de cambio nominal	2.94	3.23	5.41	2.86	2.70	-,-	-,-	3.39	3.23
Condiciones climáticas	8.82	6.45	5.41	2.86	2.70	3.57	5.56	3.39	3.23
Otros	0.00	0.00	5.41	5.71	8.10	7.14	5.56	3.39	1.61
TOTAL	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00



2. ECONOMIC ACTIVITY

The private analysts estimate that in 2008 the economic activity, through the Real Gross Domestic Product, will grow 4.0%, Lumber higher by 0.1 percentage points to the forecast by the economic analysts in the previous survey (3.9%).

GROWTH EXPECTATIONS OF THE REAL GROSS DOMESTIC PRODUCT FOR 2007 AND FOR 2008
GROWTH RATE



SOURCE: Survey of Inflation Expectations to the Panel of Private Analysts.

According to the analysts interviewed, the main factors that influence the growth rhythm of the economic activity in 2008 are: the performance of the fiscal policy, the price of fuels, the stability in the nominal exchange rate and the international price of oil.

Factors that could promote the rhythm of the Economic Activity in 2008

-In percentage-

FACTORS	January	February	March	April	May	June	July	August	September
Performance of the fiscal policy	5.88	8.33	12.50	11.54	11.54	17.39	10.34	12.77	15.38
Price of fuels	8.82	4.17	6.25	7.69	7.69	4.35	6.90	8.51	13.46
Stability in the nominal exchange rate	8.82	4.17	9.37	7.69	19.23	17.39	17.24	12.77	11.54
International price of oil	8.82	8.33	6.25	7.69	11.54	8.70	17.24	12.77	11.54
Level of the interest rate (internal and external)	14.71	20.83	12.50	15.38	11.54	13.03	10.34	10.64	9.62
FTA with the United States of America	17.66	12.50	12.50	15.38	7.69	~	6.90	6.38	9.62
Strengthening of the internal market	14.71	16.67	15.63	11.54	7.69	8.70	6.90	8.51	7.69
Stability in the general level of prices	5.88	4.17	9.37	7.69	3.85	4.35	3.45	4.25	5.77
Execution of megaprojects	5.88	12.50	12.50	3.86	7.69	8.70	6.90	8.51	3.84
Others	8.82	8.33	3.13	11.54	11.54	17.39	13.79	14.89	11.54
TOTAL	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00



II. TRUST INDEX OF THE ECONOMIC ACTIVITY OF THE PANEL OF PRIVATE ANALYSTS

The Trust Index of the Economic Activity from the Panel of Private Analysts has the purpose of measuring the perception on the current economic situation and the environment for business that the interviewed economic analysts has, which is compared with the prevailing index in the recent past. Also, pursues obtaining an appreciation on the economic evolution of the country in the near future. For that purpose the private analysts were asked a series of questions, which results are as follows:

INDICATORS ON THE TRUST LEVEL

Question	2008								
	January	February	March	April	May	June	July	August	September
7 ¿Cómo considera que evolucione el clima de los negocios para las actividades productivas del sector privado en los próximos seis meses en comparación con los pasados seis meses?									
Mejorará	12.5%	14.3%	0.0%	0.0%	0.0%	0.0%	0.0%	7.7%	14.3%
Igual	75.0%	71.4%	62.5%	50.0%	37.5%	67.7%	75.0%	76.9%	64.3%
Empeorará	12.5%	14.3%	37.5%	50.0%	62.5%	33.3%	25.0%	15.4%	21.4%
8 ¿Considera usted que actualmente la economía del país está mejor que hace un año?									
Sí	37.5%	14.3%	37.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
No	62.5%	85.7%	62.5%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
9 ¿Espera usted que la evolución económica del país mejore durante los próximos seis meses?									
Sí	25.0%	28.7%	25.0%	0.0%	0.0%	0.0%	12.5%	15.4%	28.6%
No	75.0%	71.4%	75.0%	100.0%	100.0%	100.0%	87.5%	84.6%	71.4%
10 ¿Cómo considera que sea la coyuntura actual de las empresas en el país para efectuar inversiones?									
Buen momento	0.0%	0.0%	0.0%	12.5%	12.5%	0.0%	0.0%	7.7%	0.0%
No está seguro	100.0%	100.0%	62.5%	62.5%	37.5%	66.7%	62.5%	53.8%	57.1%
Mal momento	0.0%	0.0%	37.5%	25.0%	50.0%	33.3%	37.5%	38.5%	42.9%

In September de 2008, the trust index level of the economic activity¹ was at 25.89, index higher by 7.70%, regarding the registered the month before (24.04) and lower by 52.21% regarding the observed in September the previous year (54.17).

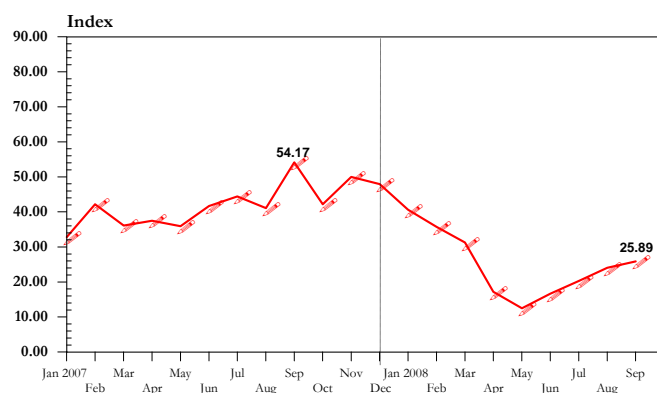
¹ The index is made based on four questions. Their calculation is derived from considering sub-indexes for each question; same that result from the balance of answers that are obtained subtracting, for each question, the percentage of positive answers, the percentage of negatives and add a constant of 100, with the purpose of avoiding negative quantities. The sub-indexes obtained this way for each question are averaged and the trust index results from expressing said average value as a percentage of the maximum possible average.



Inflation Expectations Survey to the Private Sector



TRUST INDEX OF THE ECONOMIC ACTIVITY JANUARY 2007 - SEPTEMBER 2008



SOURCE: Survey of Inflation Expectations to the Panel of Private Analysts.

TRUST INDEX OF THE ECONOMIC ACTIVITY JANUARY 2007 - SEPTEMBER 2008

Month	Index	Variation		
		Monthly	Inter-annual	Accumulated
2007				
January	32.81	-55.32	-55.18	-55.32
February	42.19	28.59	-48.07	-42.55
March	36.11	-14.41	-51.85	-50.83
April	37.50	3.85	-48.78	-48.94
May	35.94	-4.16	-53.37	-51.06
June	41.67	15.94	-44.44	-43.26
July	44.44	6.65	-42.13	-39.49
August	41.07	-7.58	-43.14	-44.08
September	54.17	31.90	-27.10	-26.24
October	42.19	-22.12	-44.77	-42.55
November	50.00	18.51	-28.89	-31.92
December	47.92	-4.16	-34.75	-34.75
2008				
January	40.63	-15.21	23.83	-15.21
February	35.72	-12.08	-15.34	-25.46
March	31.25	-12.51	-13.46	-34.79
April	17.19	-44.99	-54.16	-64.13
May	12.50	-27.28	-65.22	-73.91
June	16.67	33.36	-60.00	-65.21
July	20.31	21.84	-54.30	-57.62
August	24.04	18.37	-41.47	-49.83
September	25.89	7.70	-52.21	-45.97