



Latin America: Between Internal Constraints and External Tapering

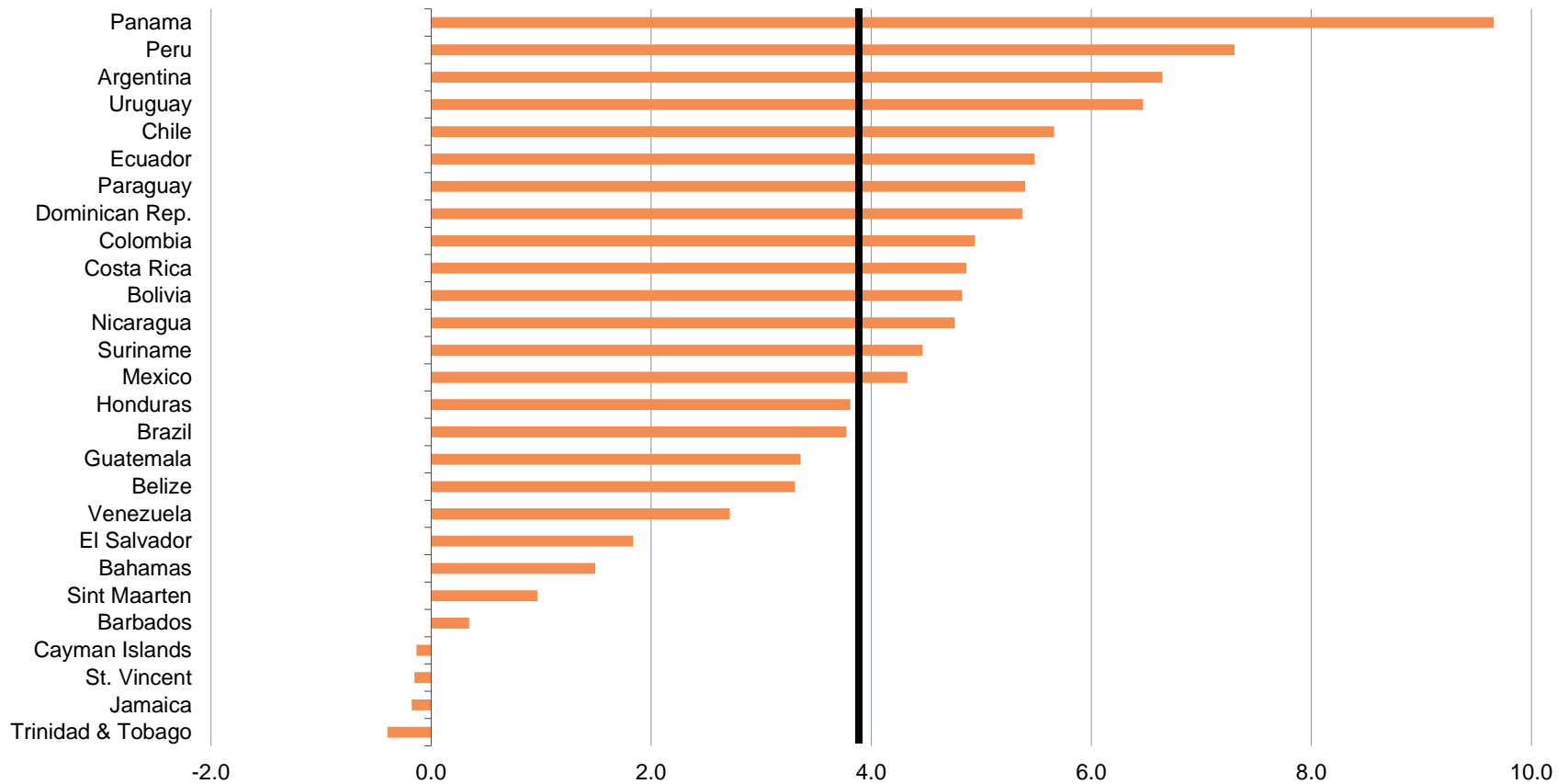
April 10, 2014



Internal Constraints

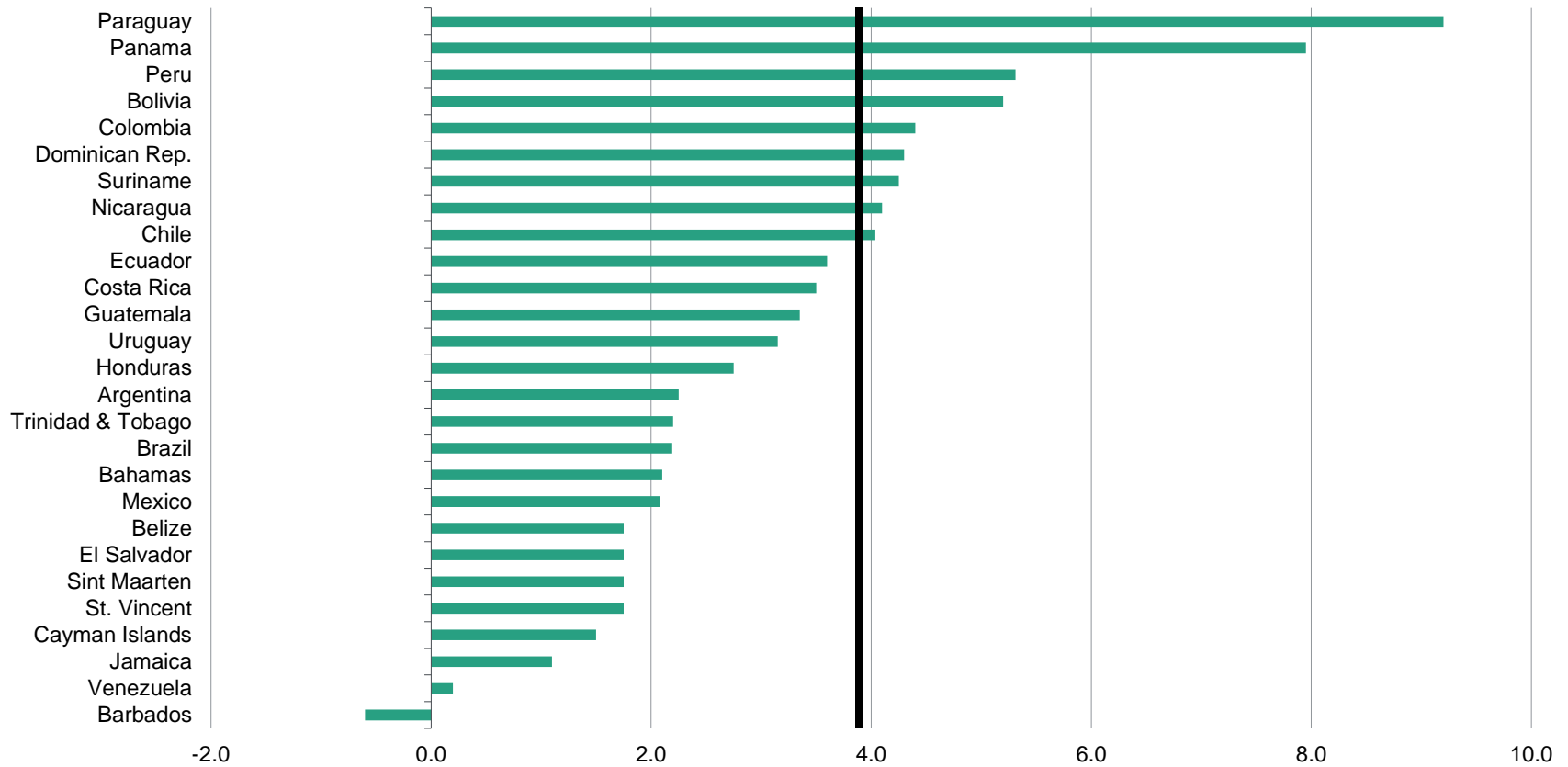
Leaving behind period of above-trend growth

LATAM: Average GDP growth (%) 2010-2012



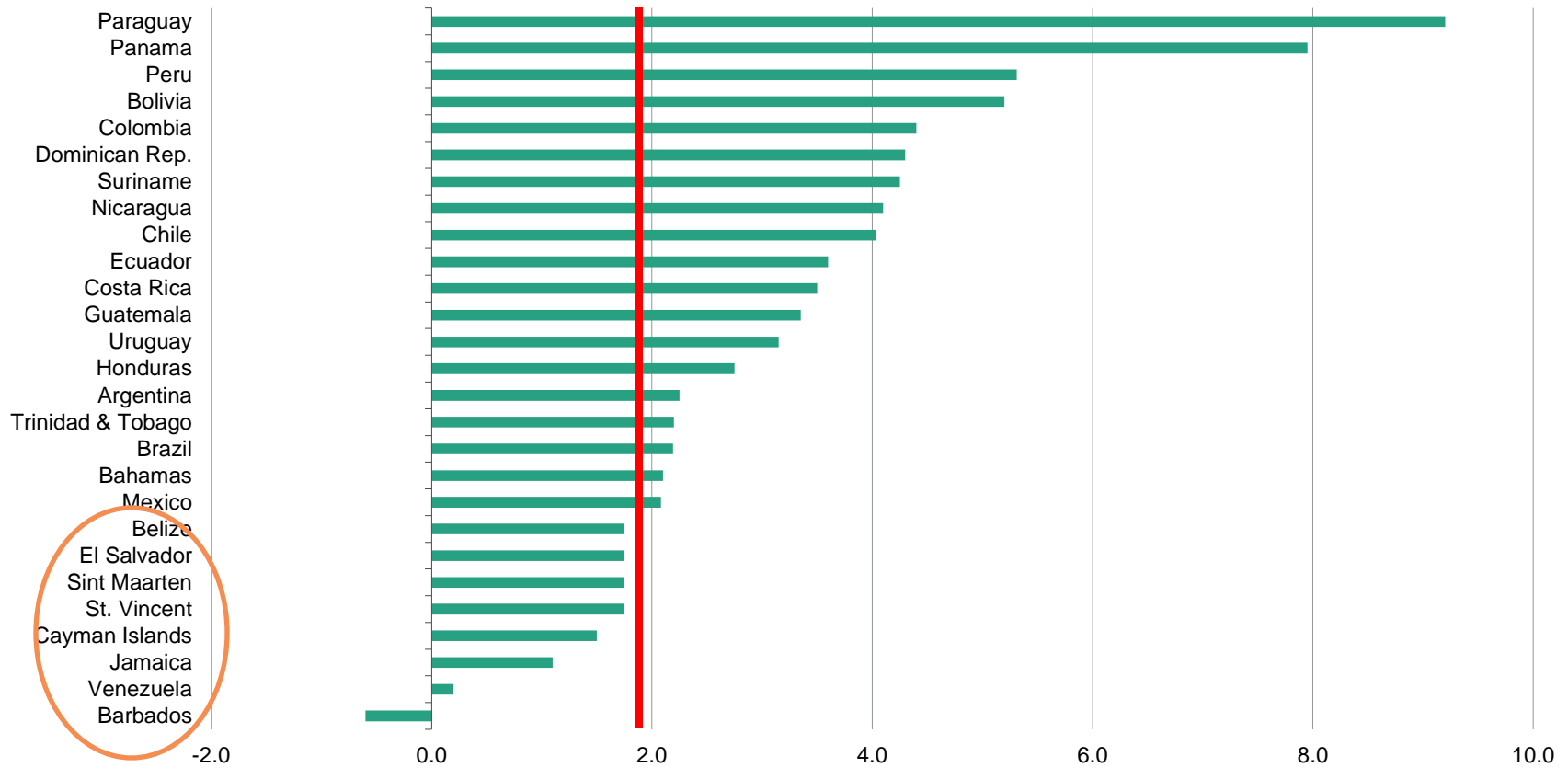
Source: Moody's

LATAM: Average GDP growth (%) 2013-2014



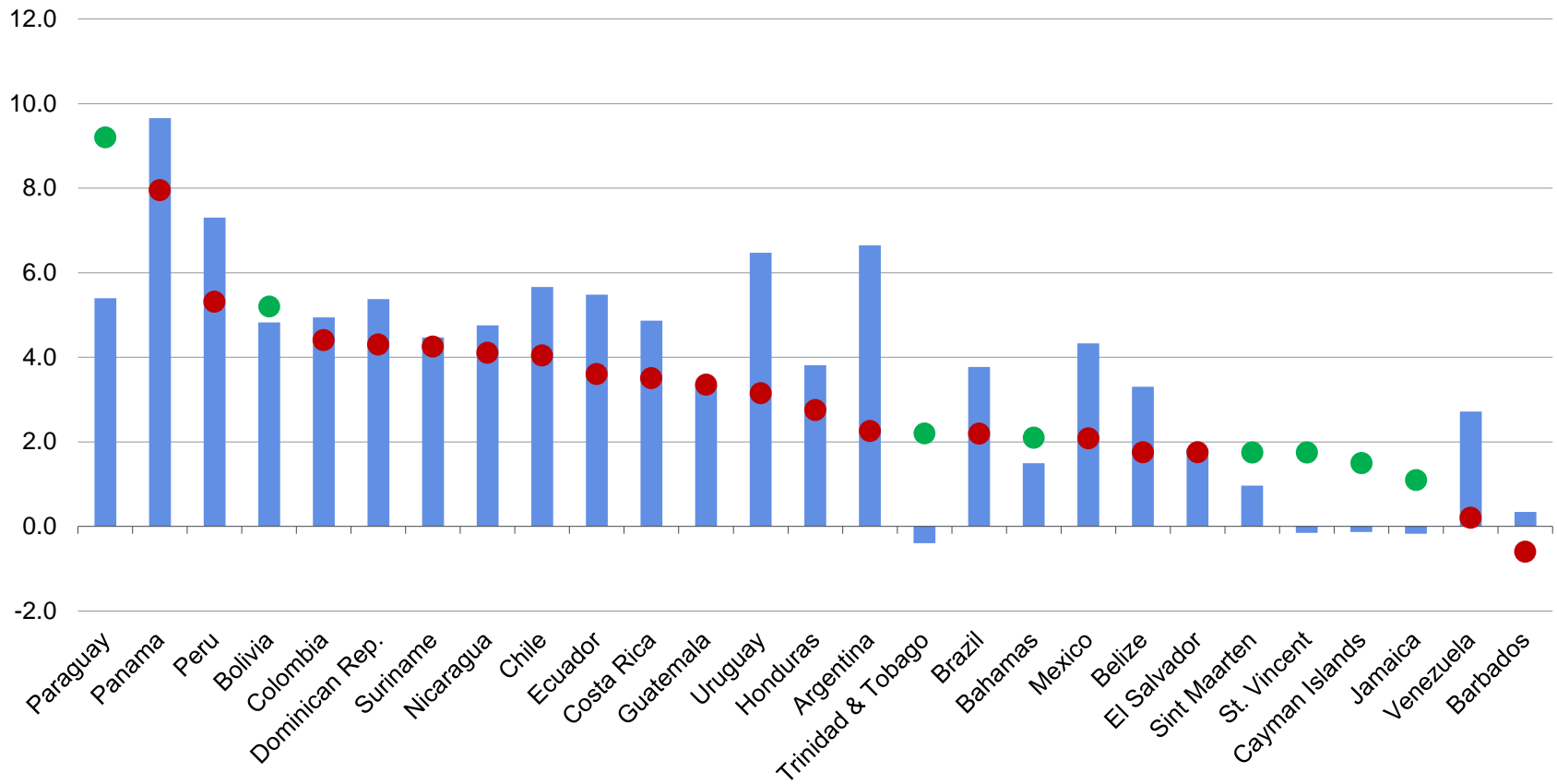
Source: Moody's

LATAM: Average GDP growth (%) 2013-2014



Source: Moody's

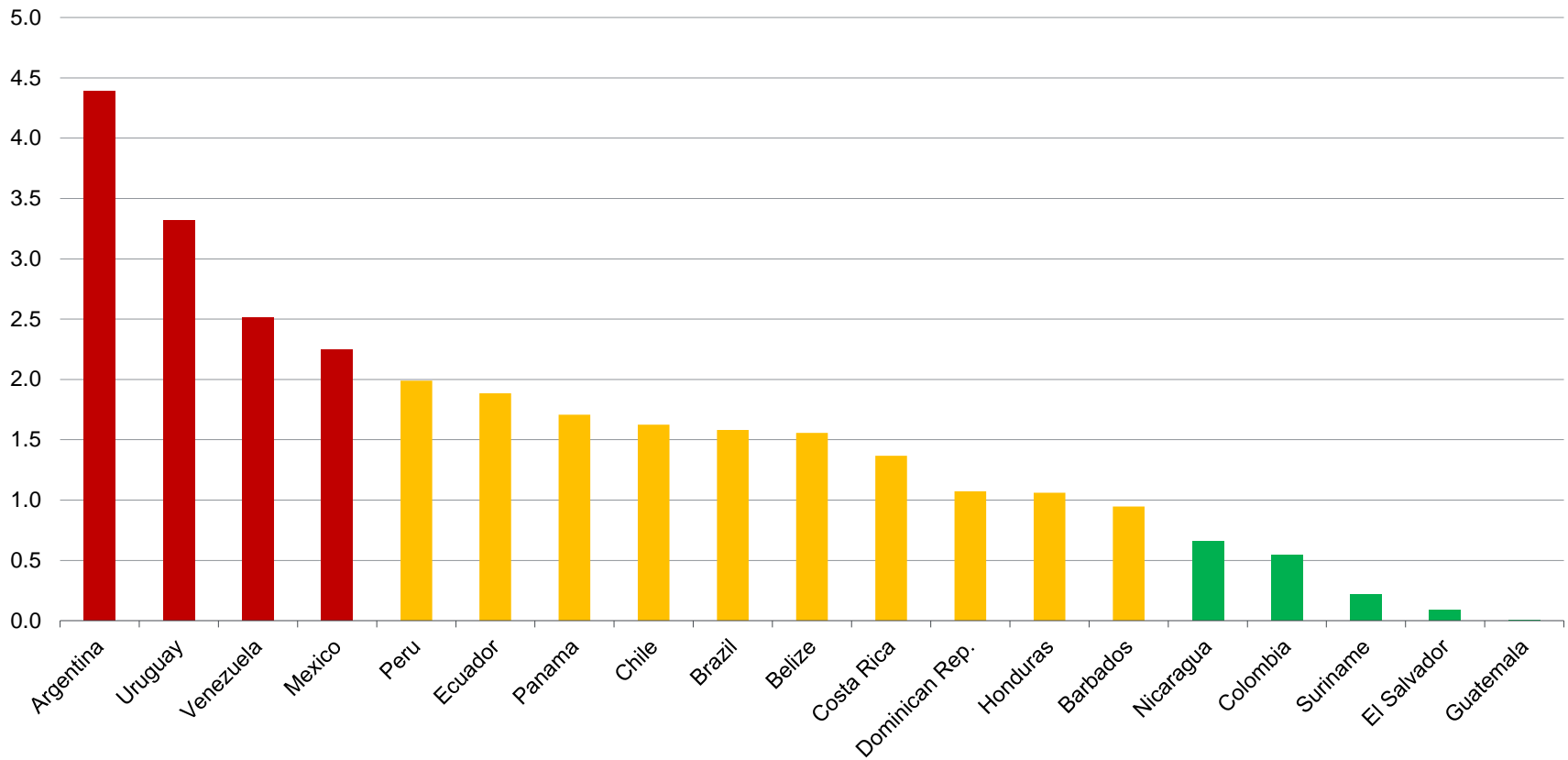
LATAM: GDP Growth 2013-2014 (dots) vs 2010-2012 (bars)



Source: Moody's

Deceleration Factor

(GDP growth difference 2013/14 vs 2010/12)



Source: Moody's

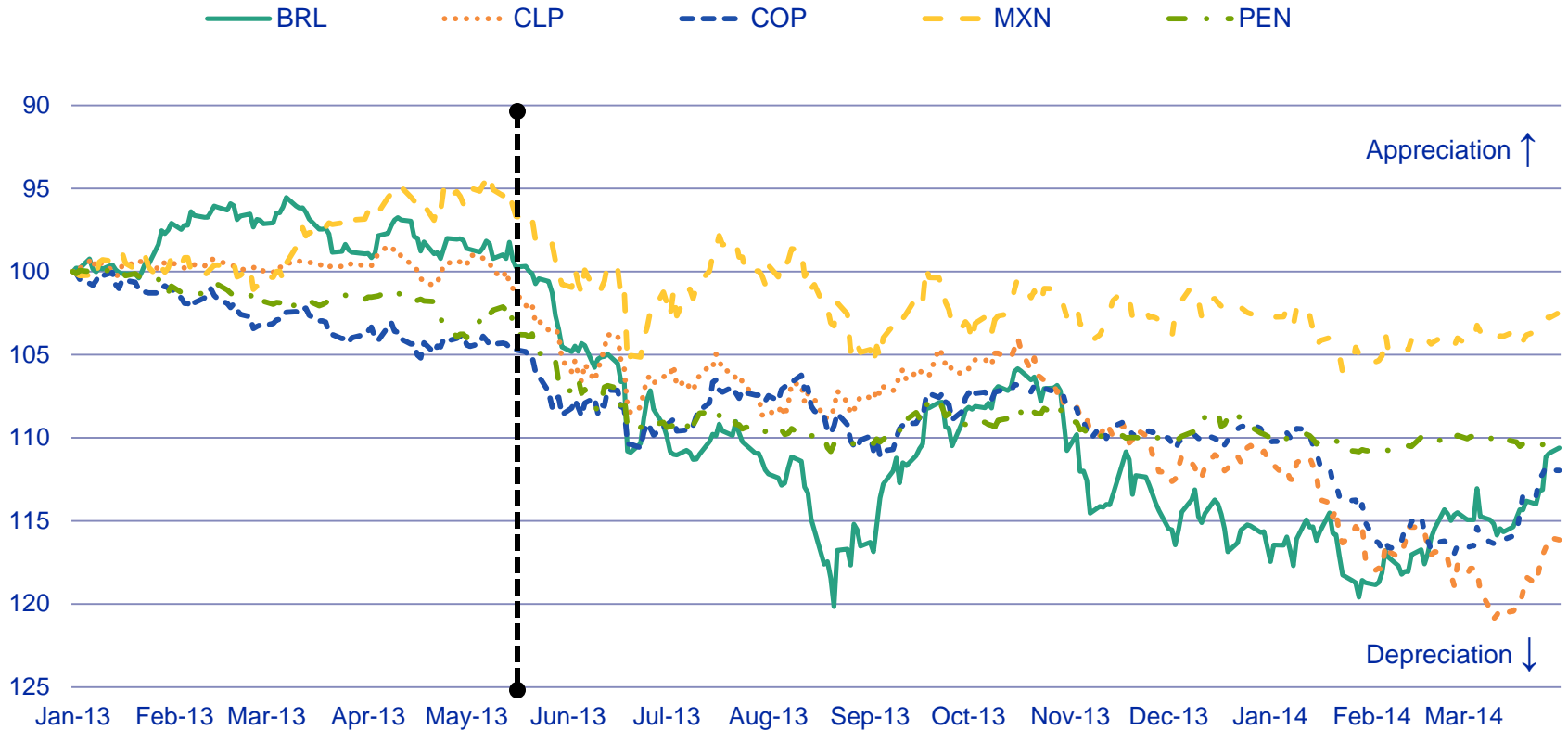


External Tapering

BOP Resilience vs Funding Costs

LATAM Exchange Rates

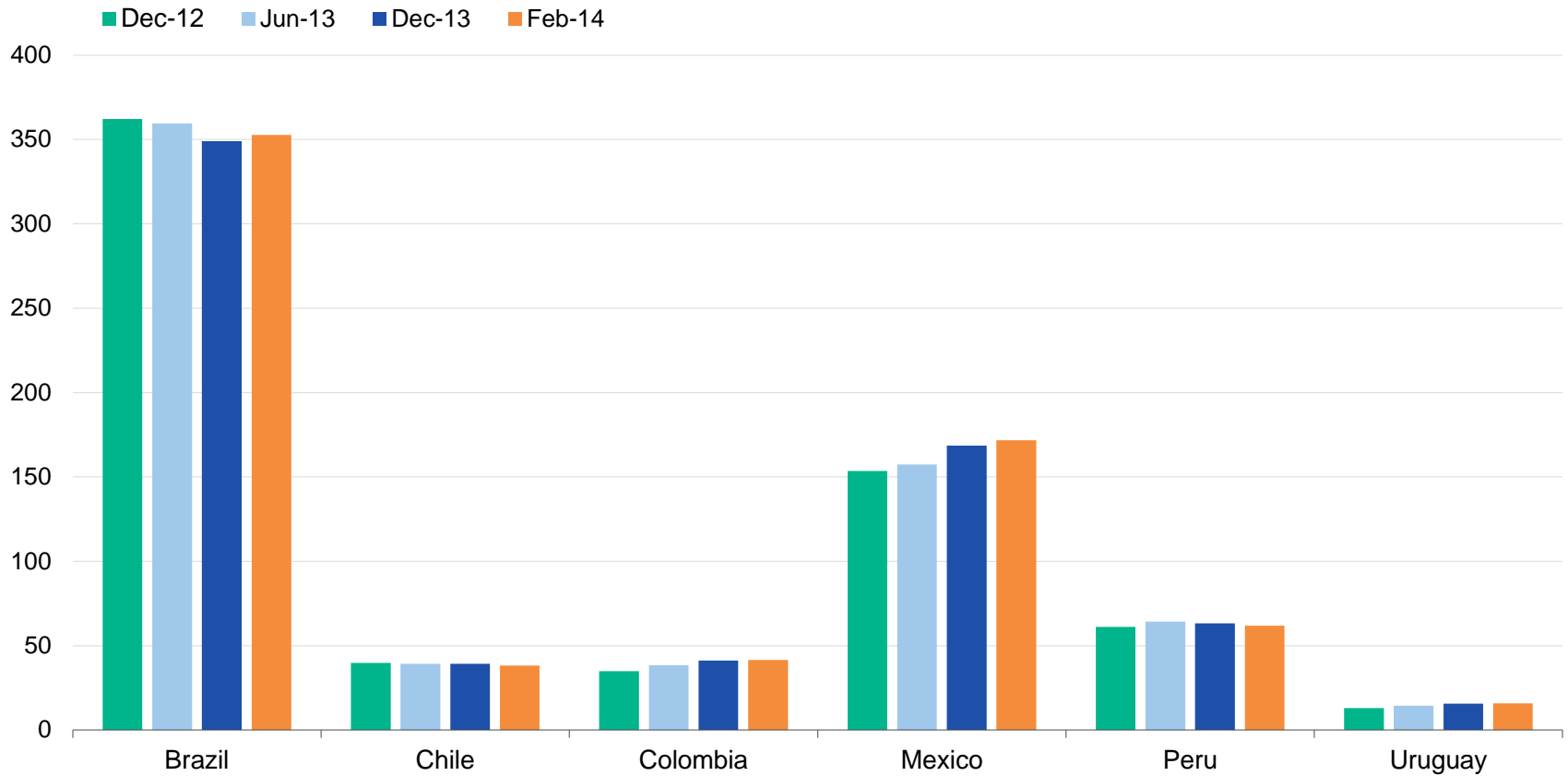
(Nominal Exchange Rate Index, 2 January 2013=100)



Source: Financial Times via Haver, Moody's

LATAM Foreign Exchange Reserves

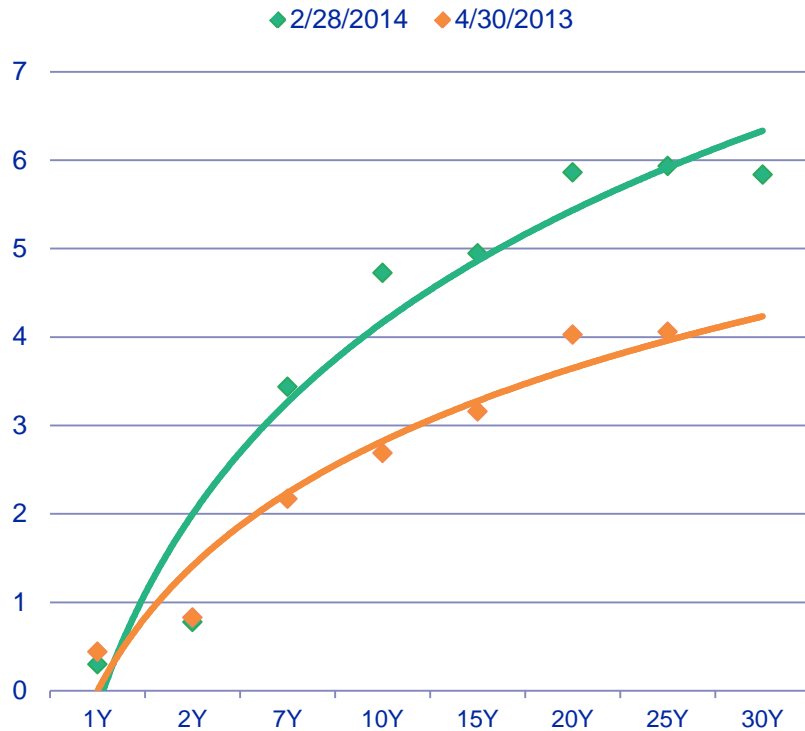
(US\$ Billion)



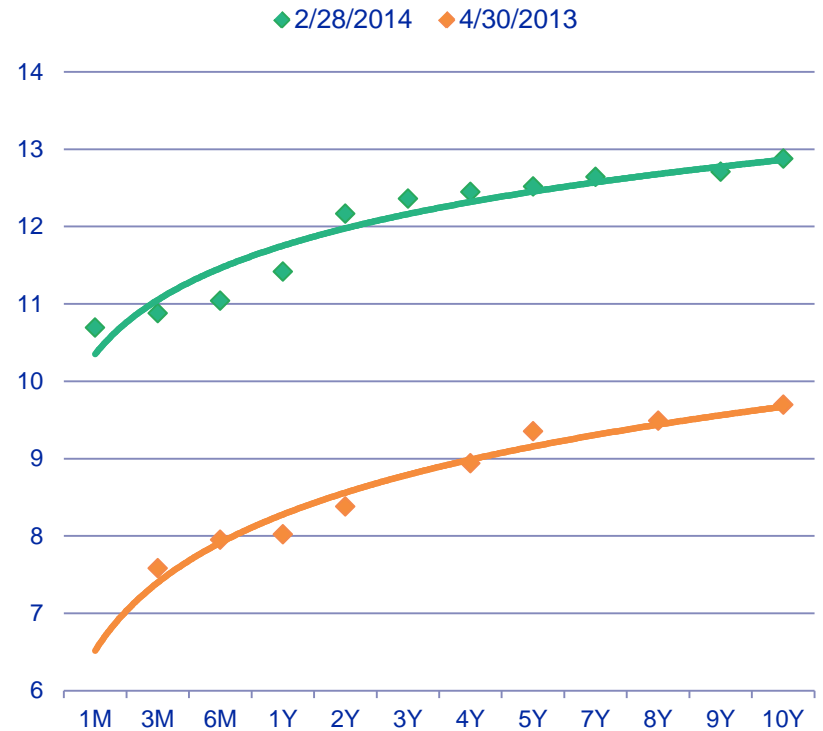
Source: IFS, Central Banks, Moody's

BRAZIL Government Bonds - Yield Curves

USD Yield Curves (%)



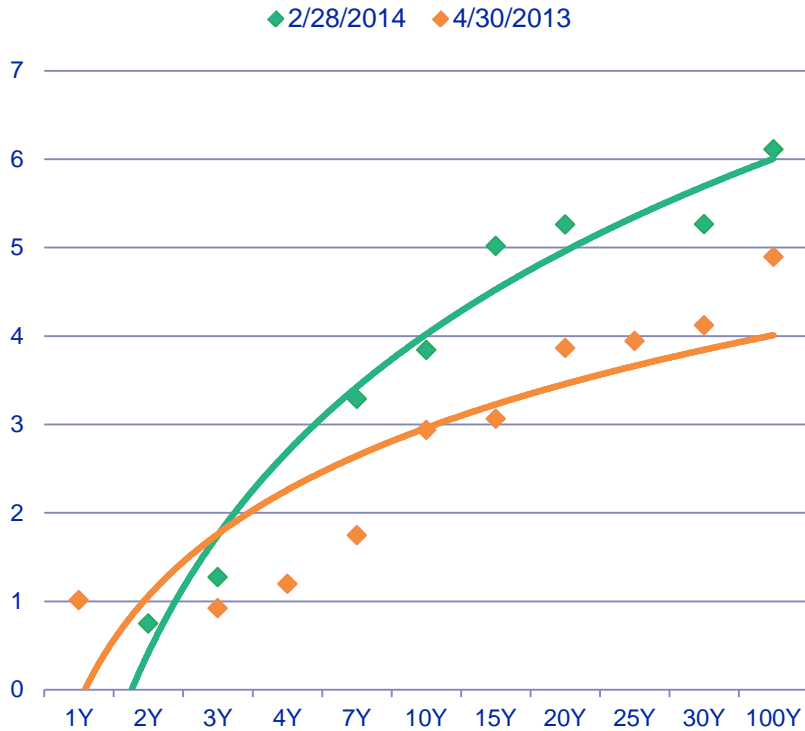
BRL Yield Curves (%)



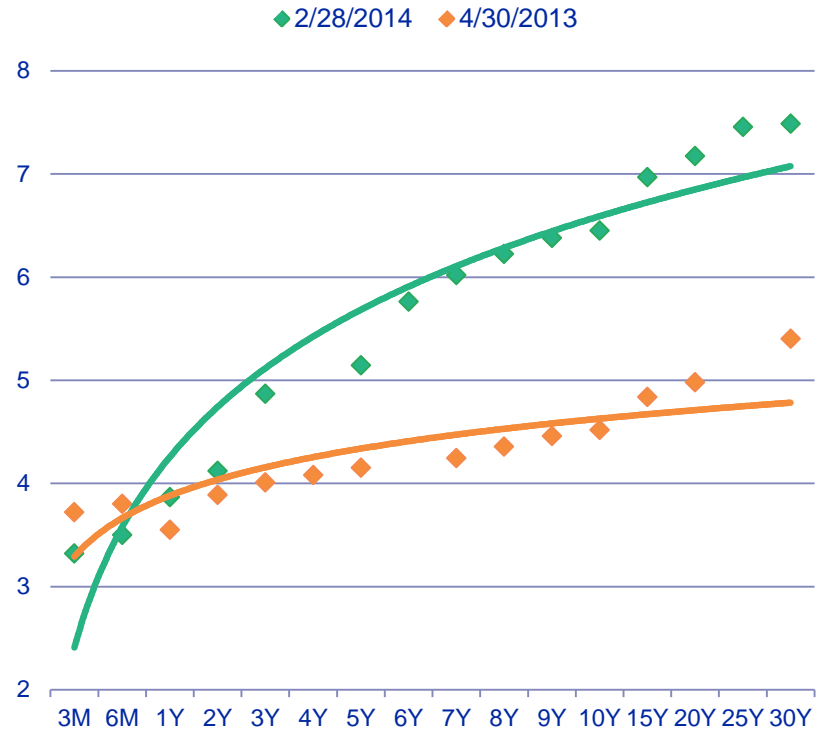
Source: Bloomberg

MEXICO Government Bonds - Yield Curves

USD Yield Curves (%)



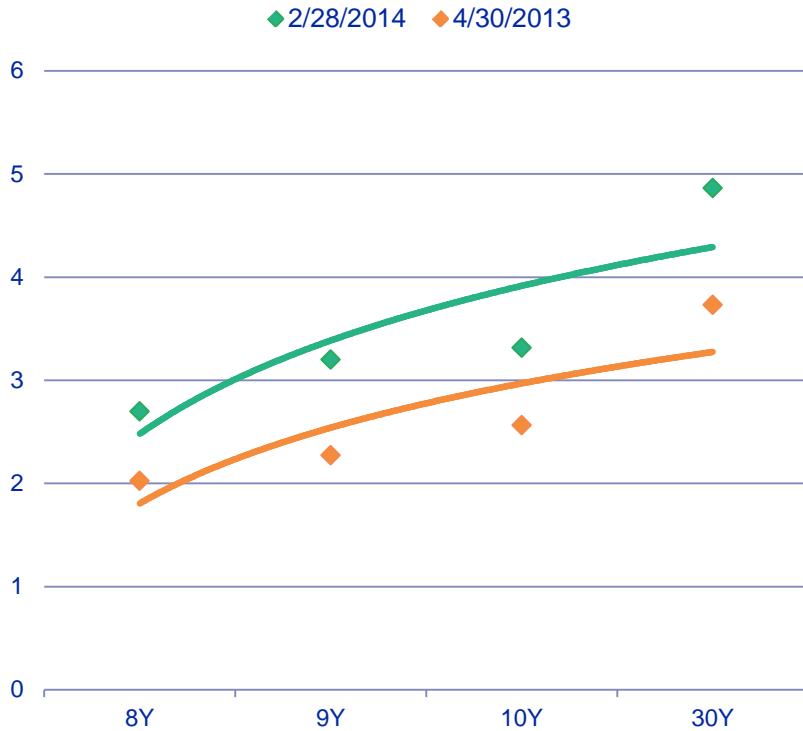
MXN Yield Curves (%)



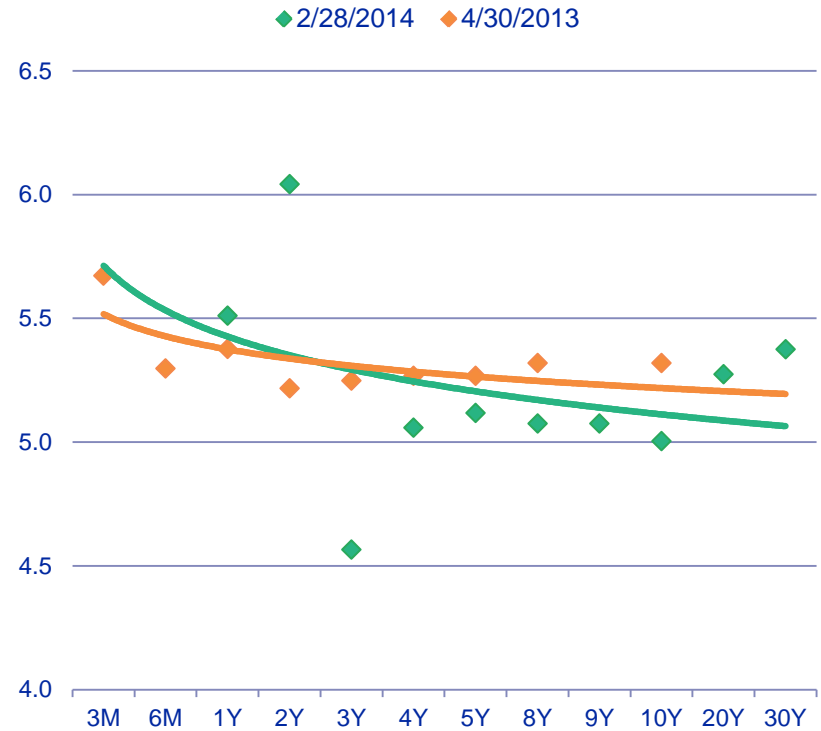
Source: Bloomberg

CHILE Government Bonds - Yield Curves

USD Yield Curves (%)



CLP Yield Curves (%)



Source: Bloomberg