Consejo Argentino para las Relaciones Internacionales
Buenos Aires, August 14, 2012

Global Economic & Financial Outlook

Emerging Markets in Context

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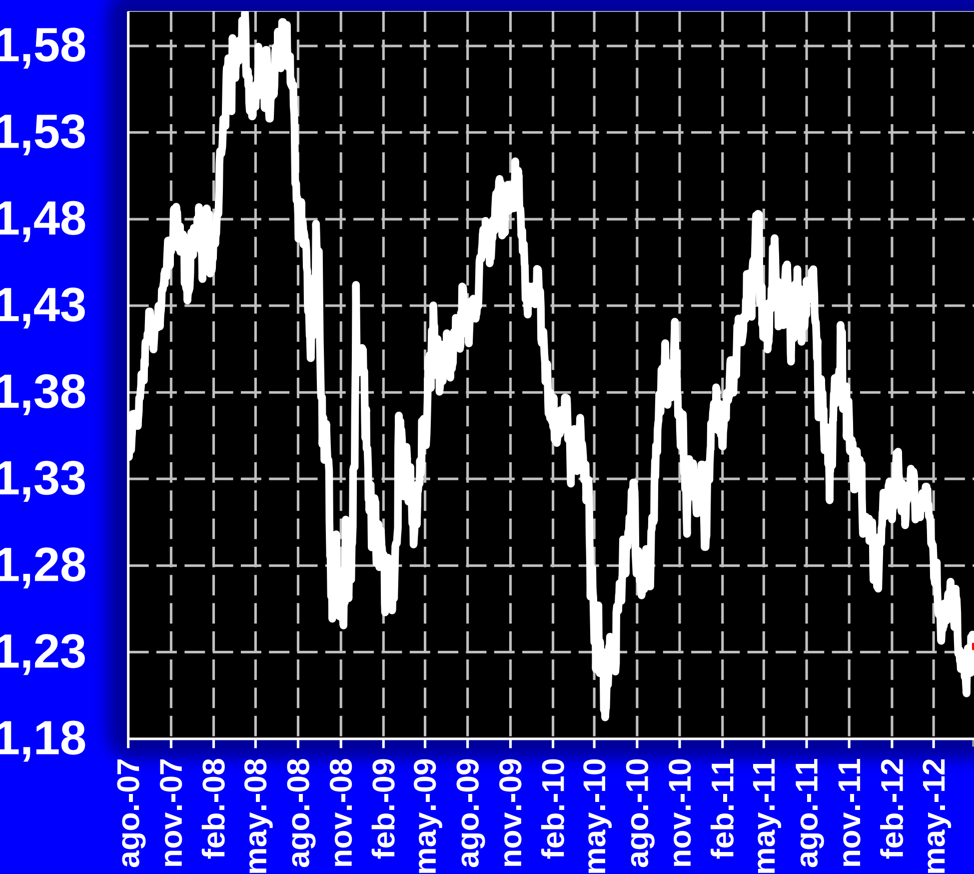
Vice-President & Head of International Research

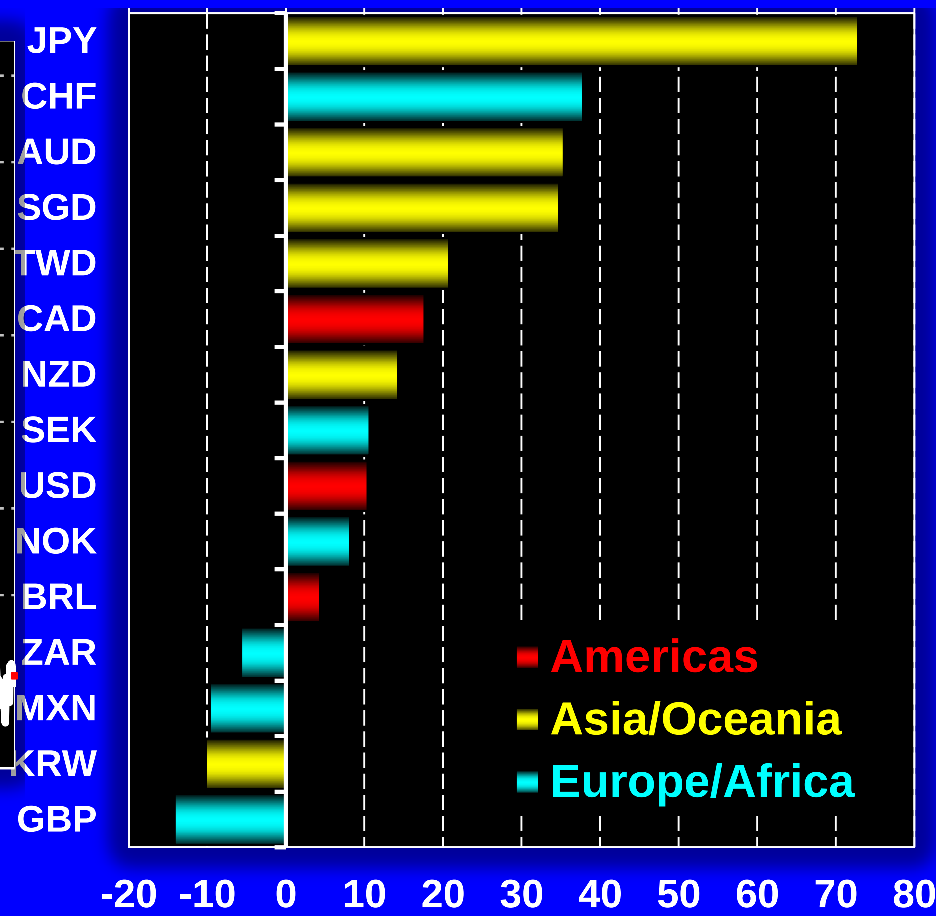
Global Economic Research

Uncertain Shape of European Currency Union

EUR/USD rate (2007-2012)



Major Currencies vs EUR (5Y)



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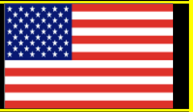
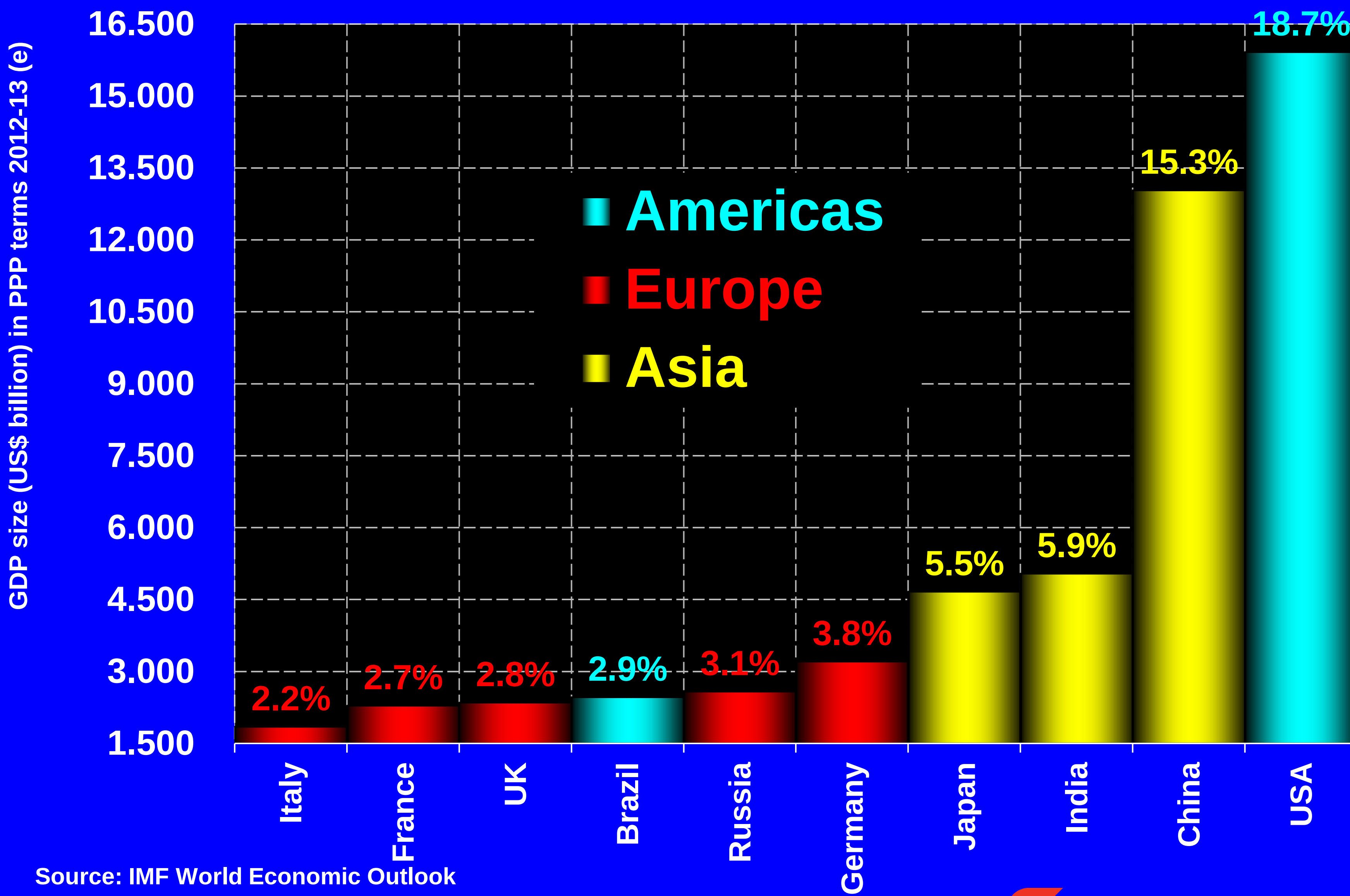
Global Rebalancing

Global Growth ► Gradual, Soft & Uneven Recovery

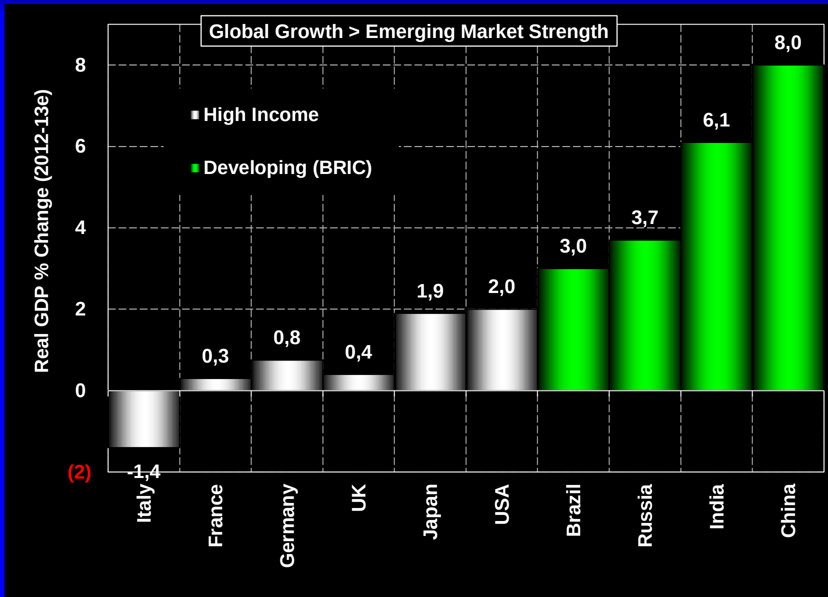
Economic Zone	1999-08	2010	2011e	2012f	2013f
North America	2.6	3.1	1.9	2.2	2.2
	2.4	3.0	1.7	2.1	1.9
Euro Zone	1.9	1.8	1.5	(0.7)	0.3
Japan	1.4	4.5	(0.9)	2.3	1.5
Developing Asia	7.7	9.1	7.7	7.0	7.2
	10.1	10.4	9.3	7.8	8.2
Developing Europe	5.3	4.5	4.6	2.5	3.2
Latin America (ex Mex)	3.3	6.2	4.0	2.6	4.1
	3.1	7.5	2.8	2.0	4.0

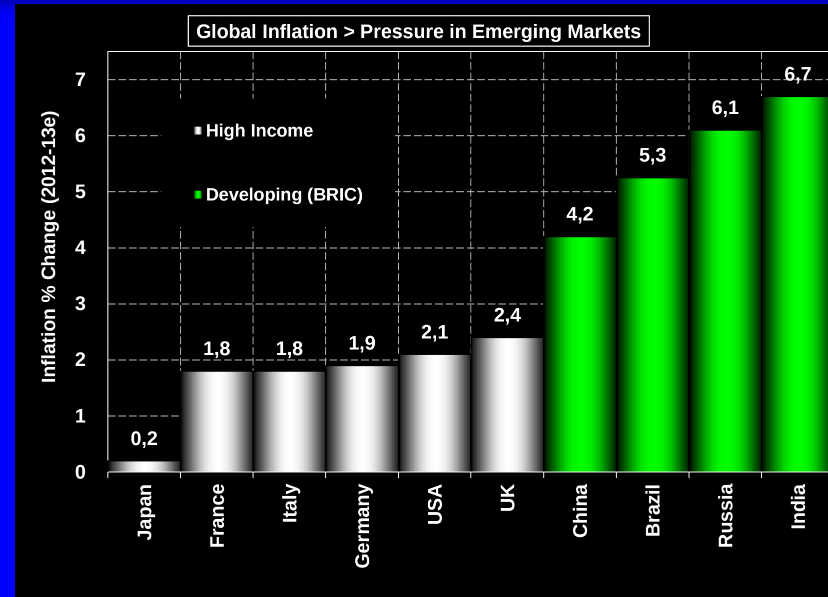
Global Economic Rebalancing ► The New G10

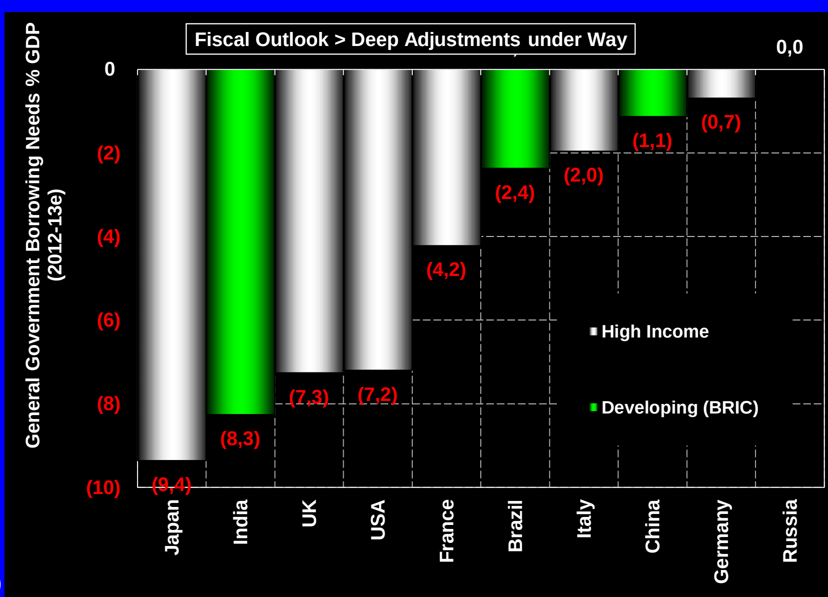


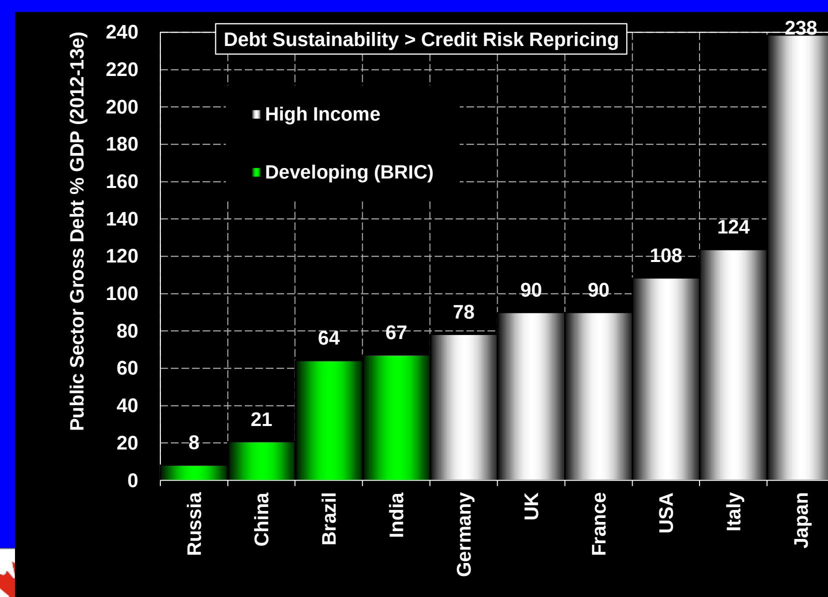
Source: IMF World Economic Outlook

Neo G10 ► Growth, Inflation & Debt Dynamics









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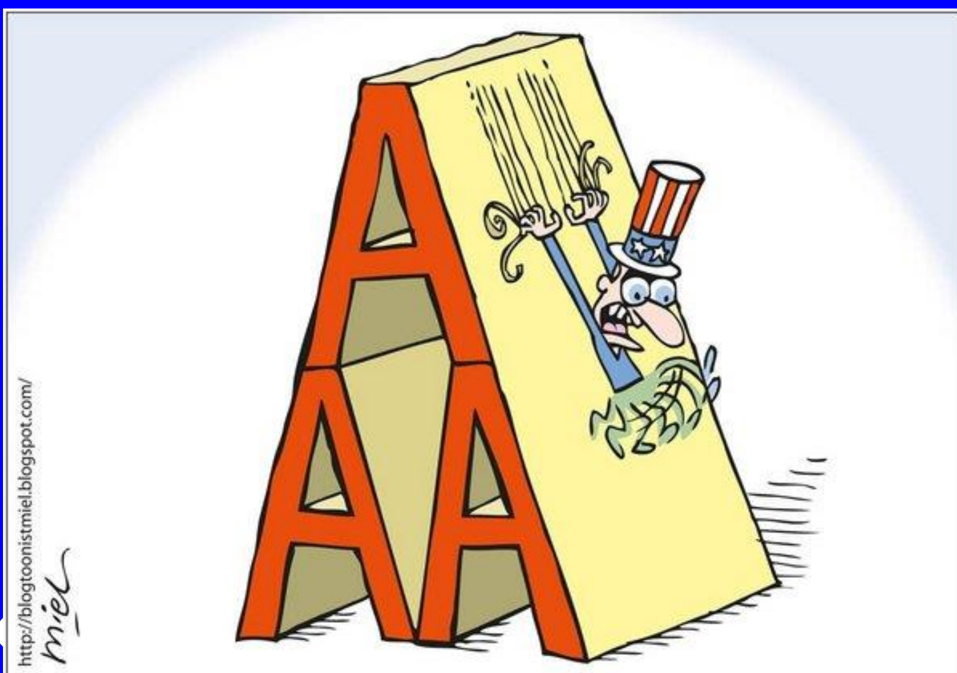
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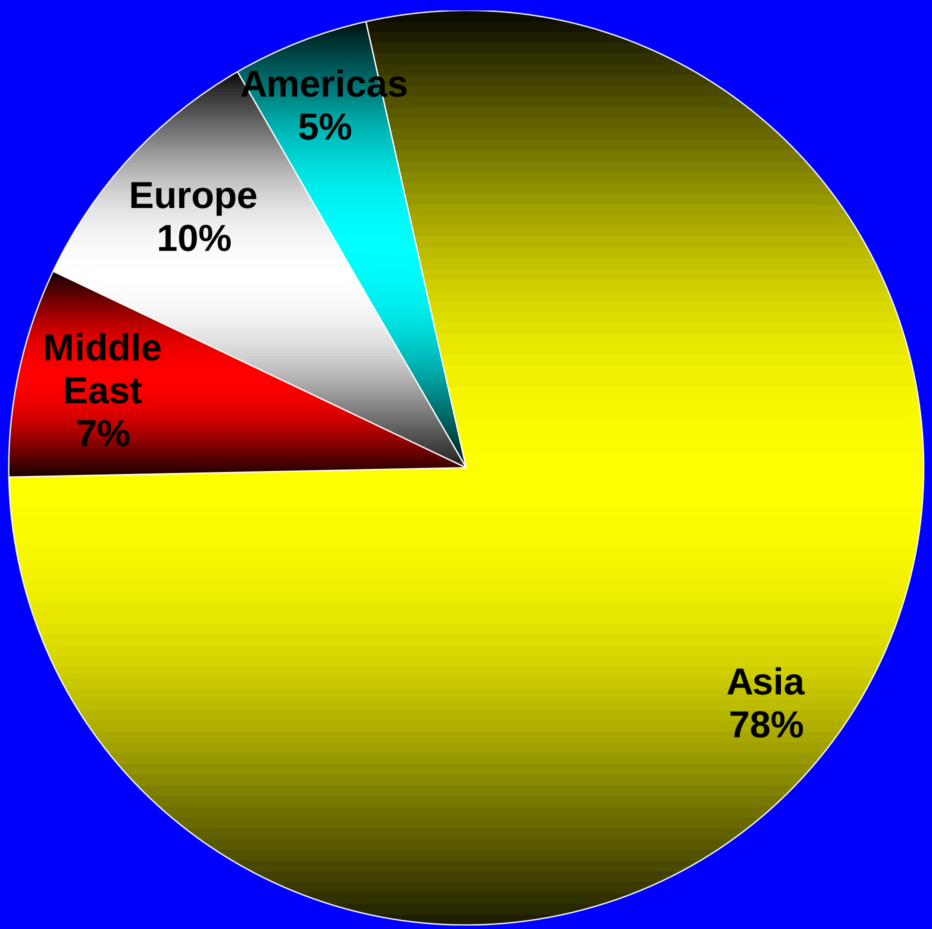
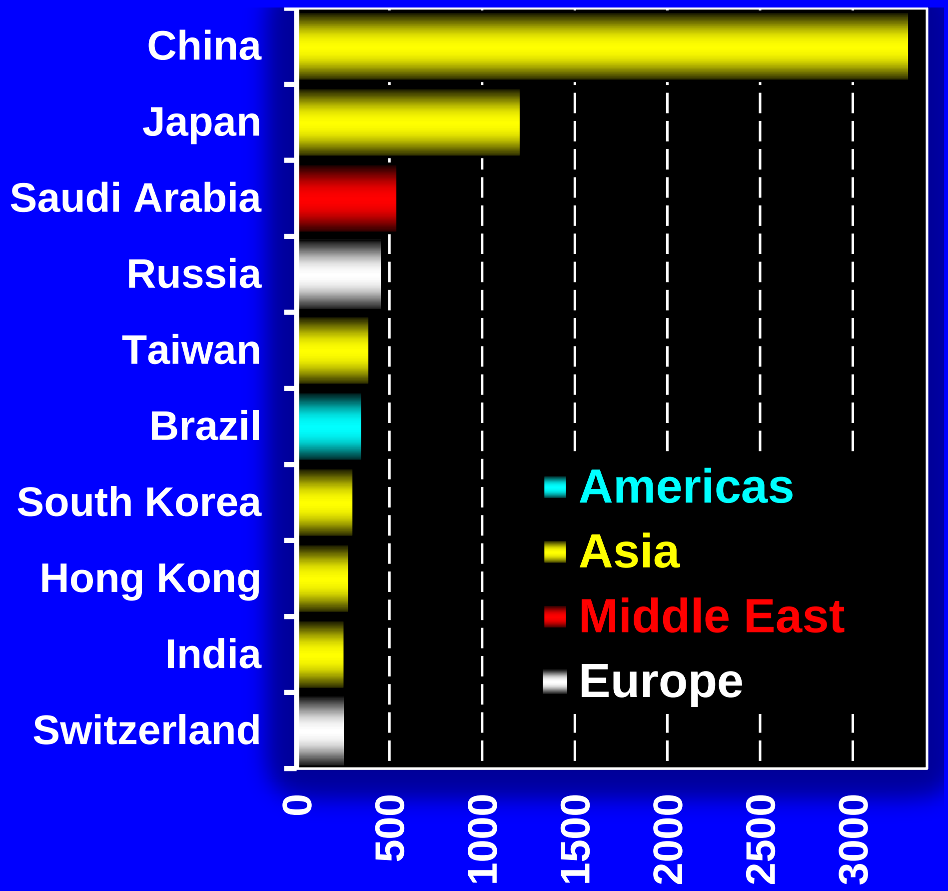
Global FX Rebalancing: Reserves Accummulation

Top-10 = US$7.4 trillion



FX Reserves by Country



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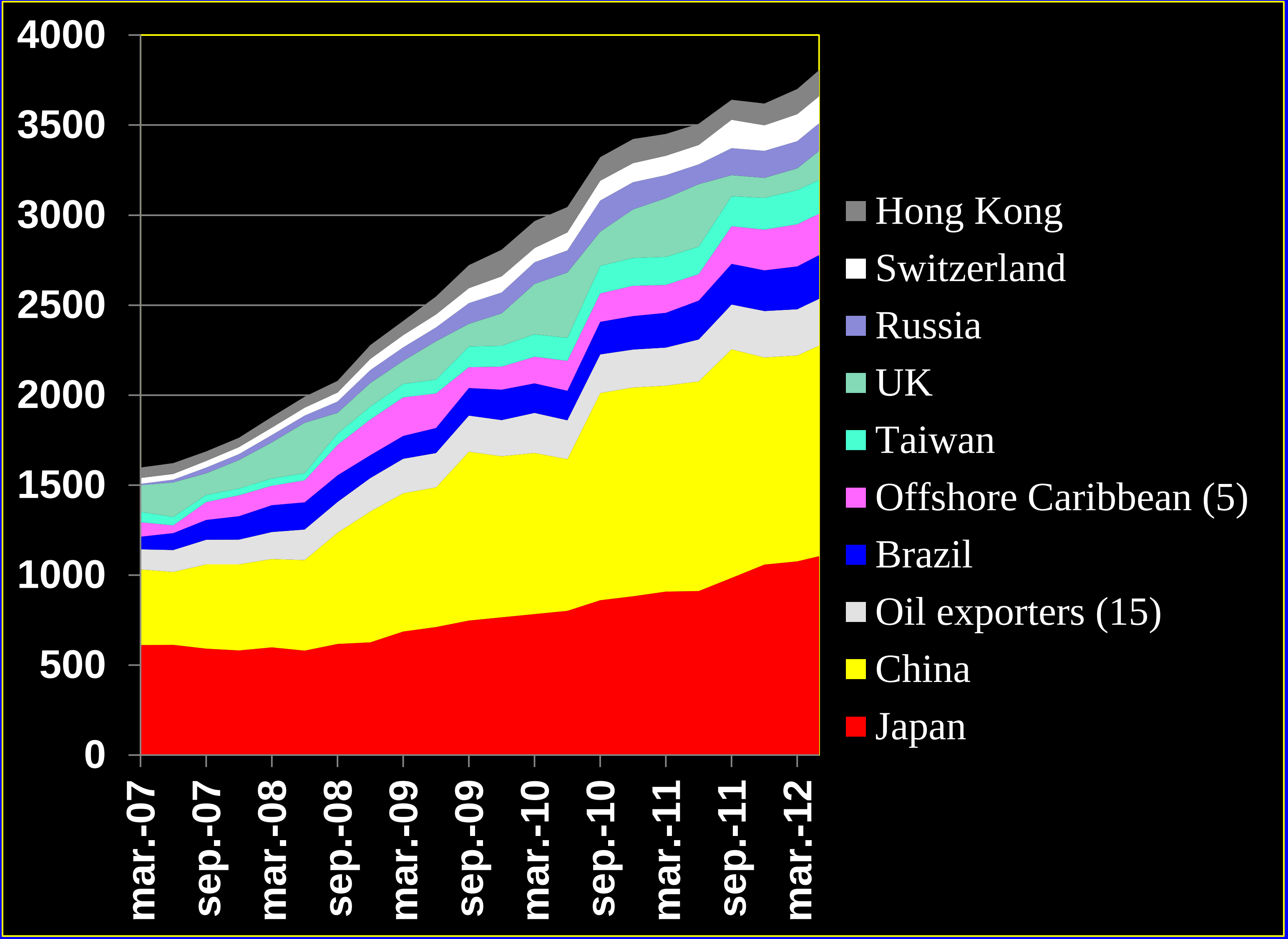
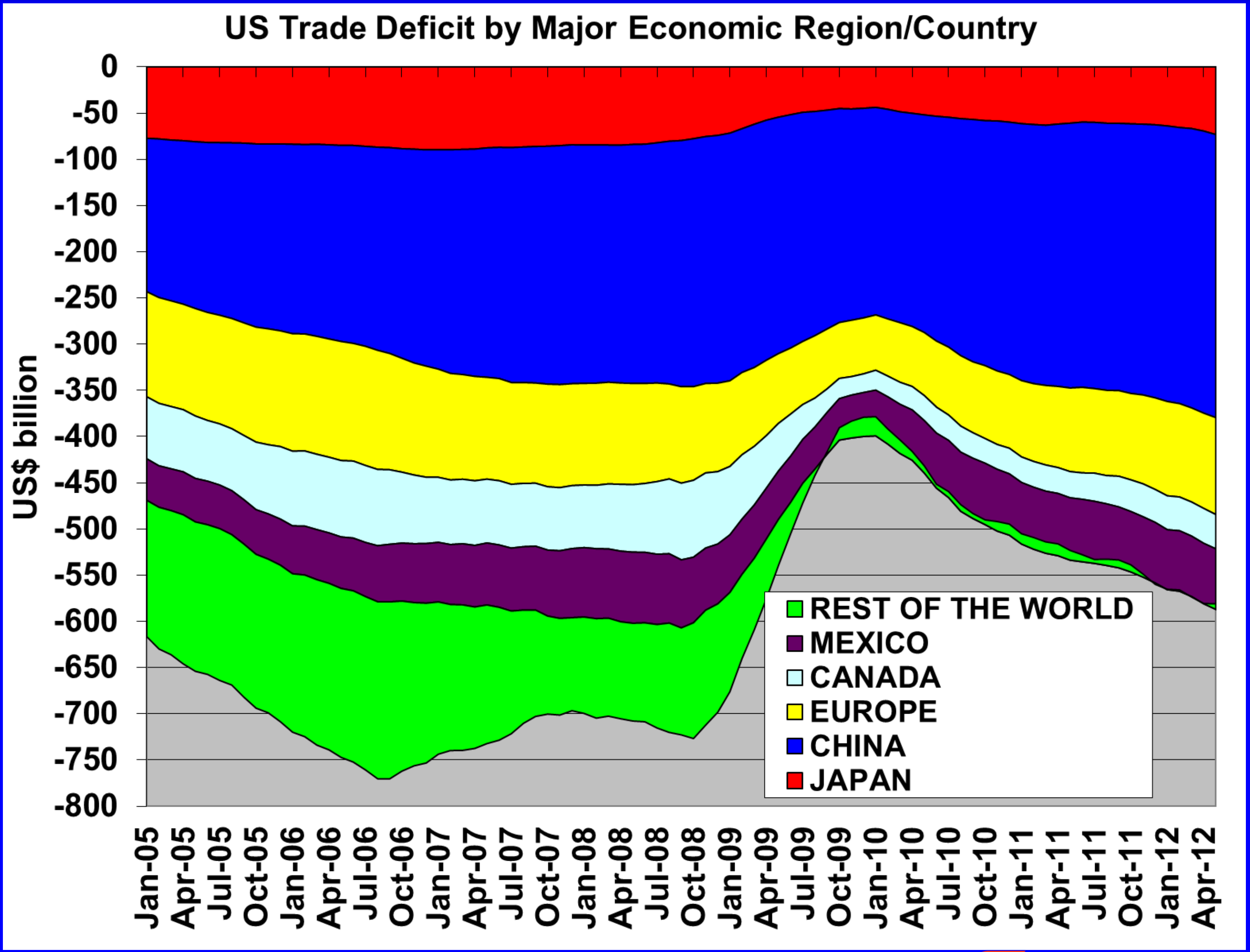
Top-10 Foreign Holdings of UST Debt

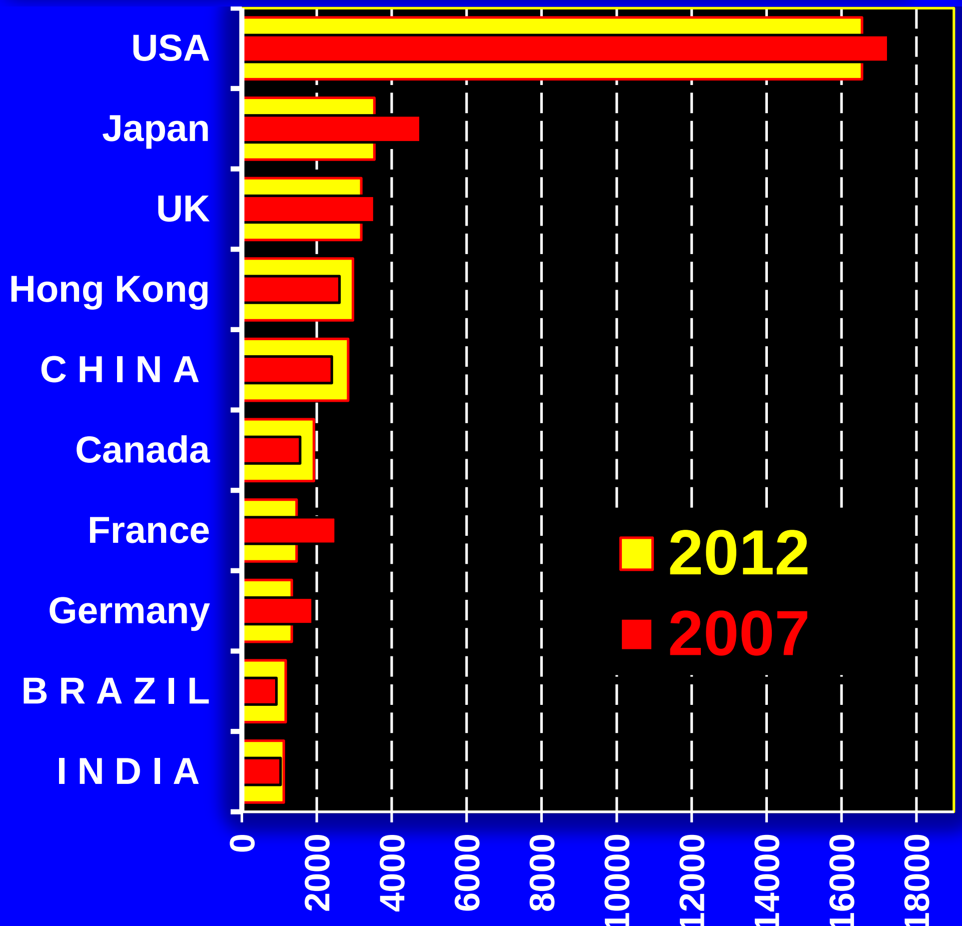


US Trade (im)Balance & by Major Partner



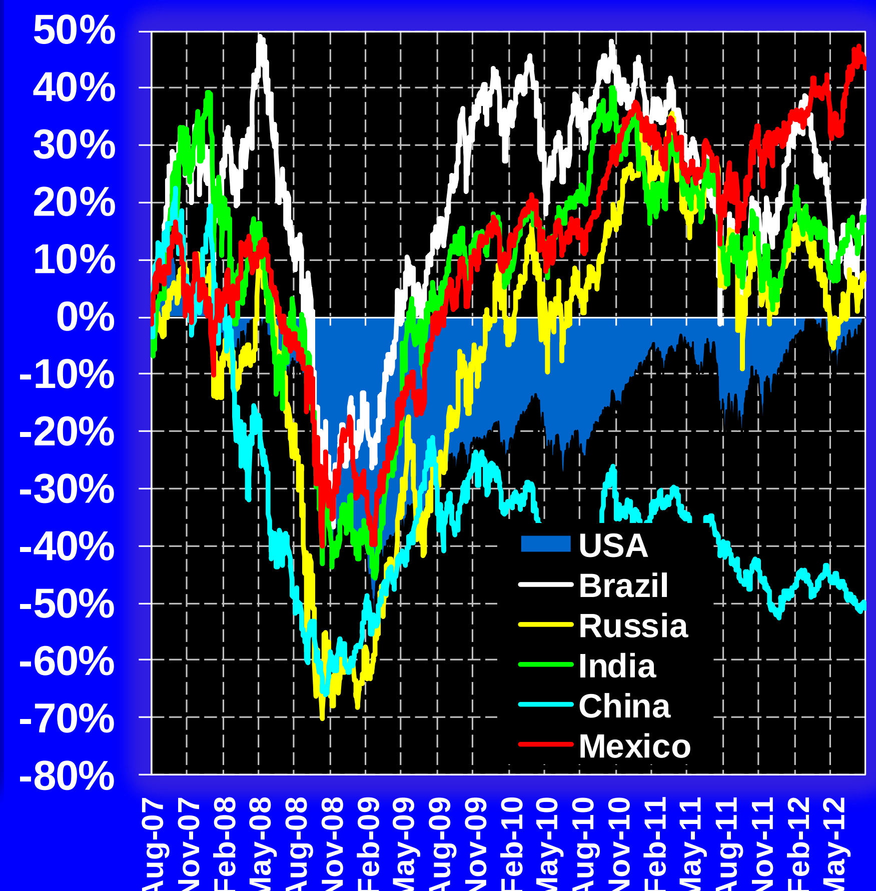
Global Equity Rebalancing – BRIC in Context

Top-10 Equity Markets



Market Capitalization - US$ billion

BRIC Market Performance



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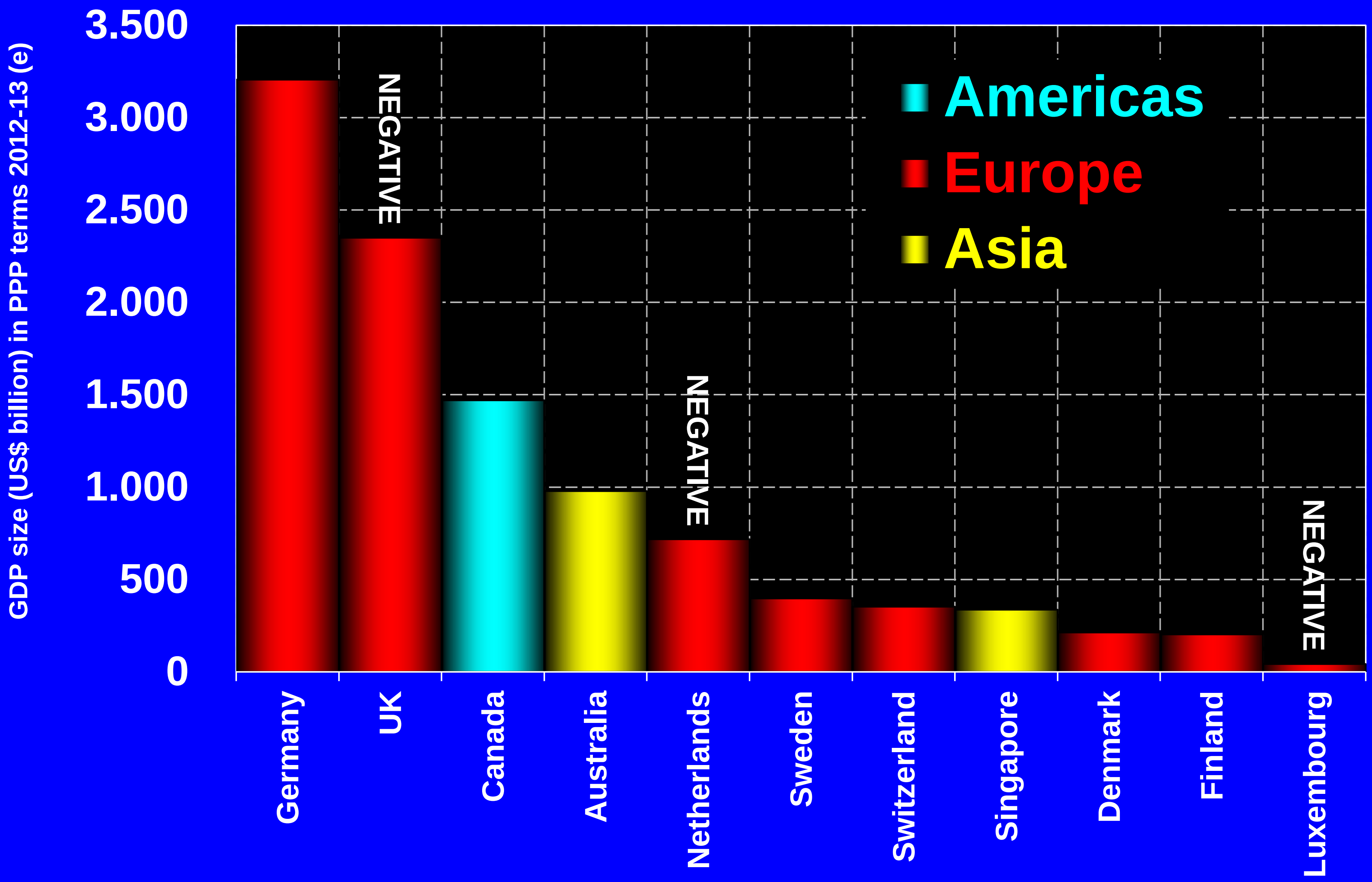
Global Risk Rebalancing ► AAA-rated Credits



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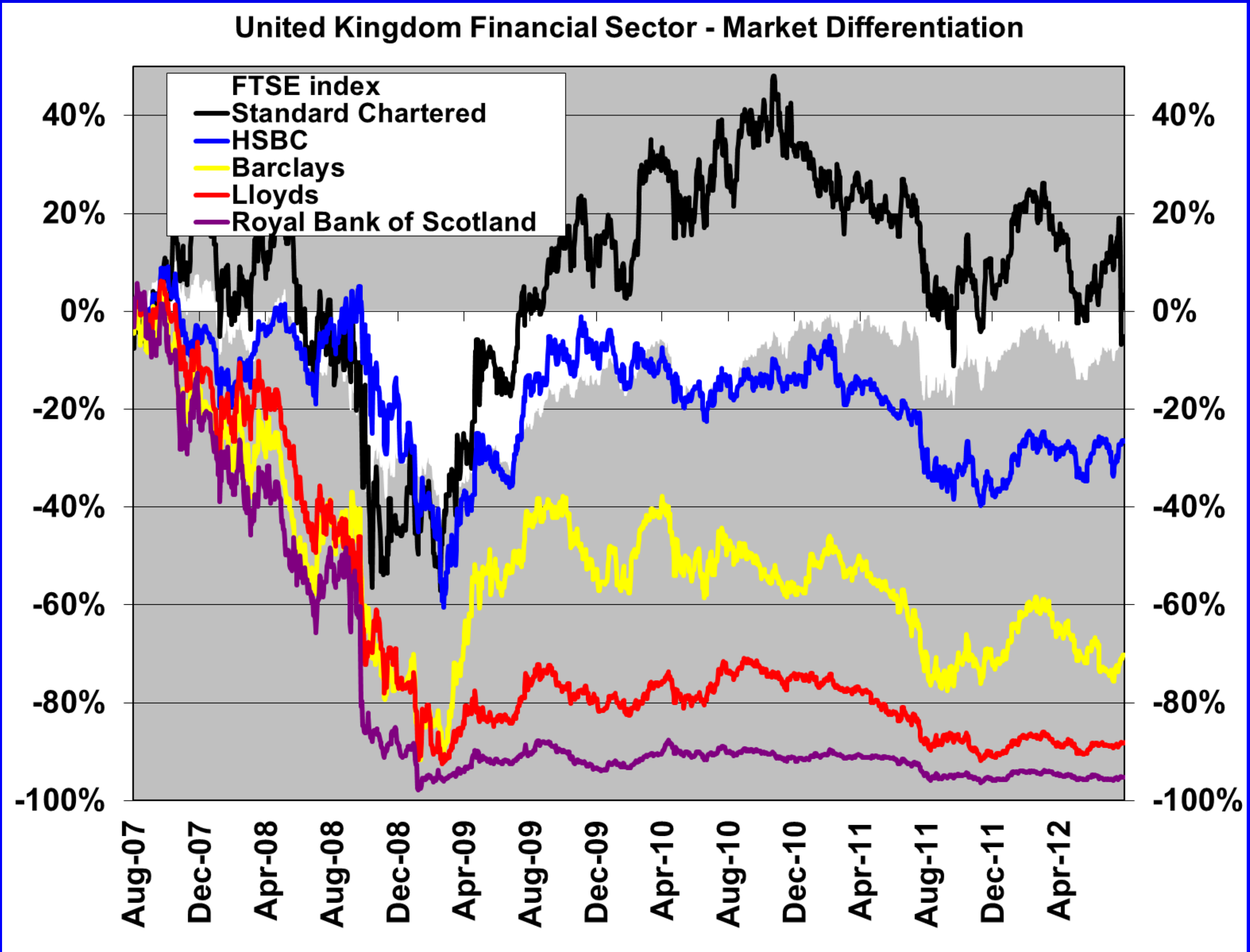
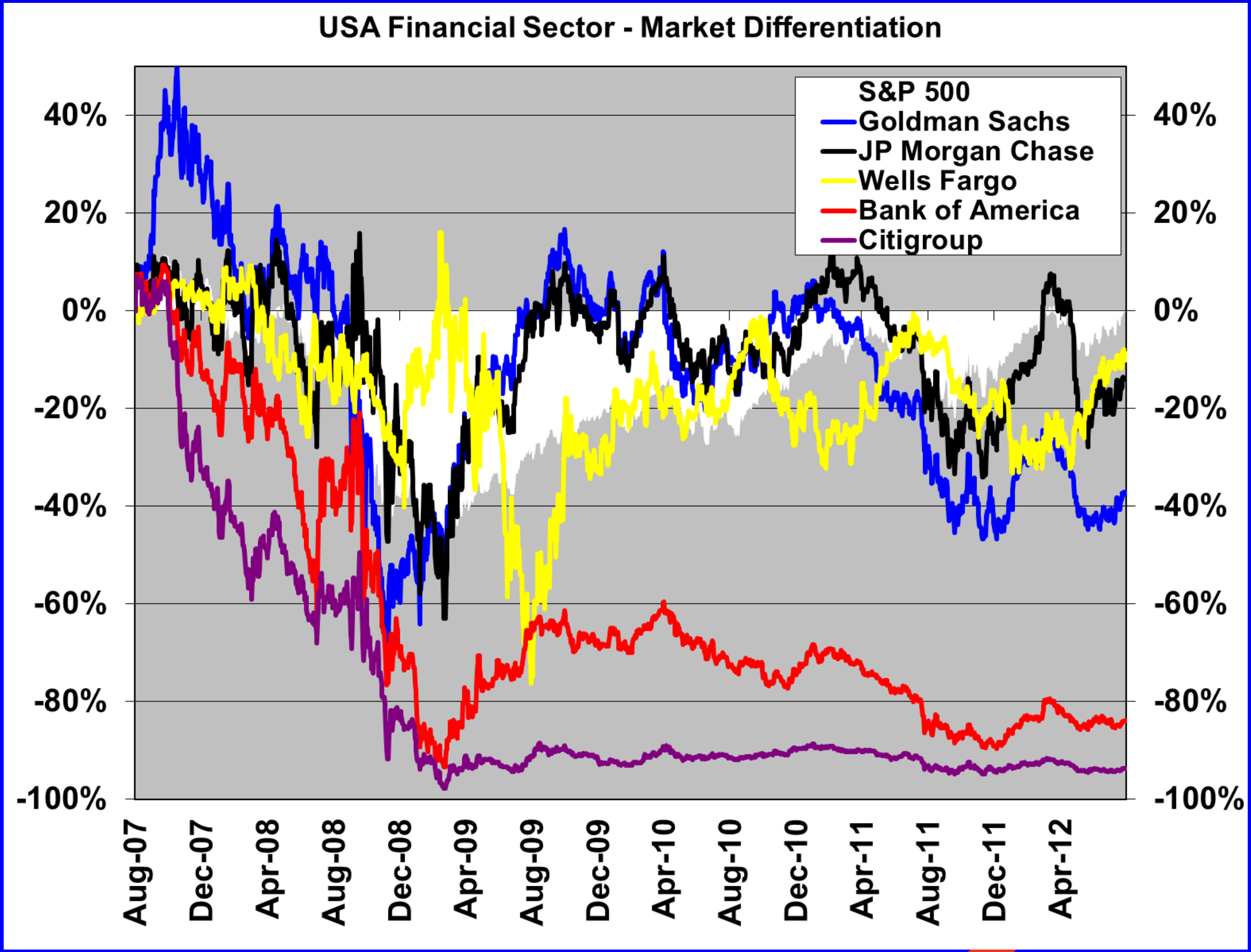
UK: *Financials* Market Trends



The Americas: USA in Focus

USA: *Financials* Market Trends



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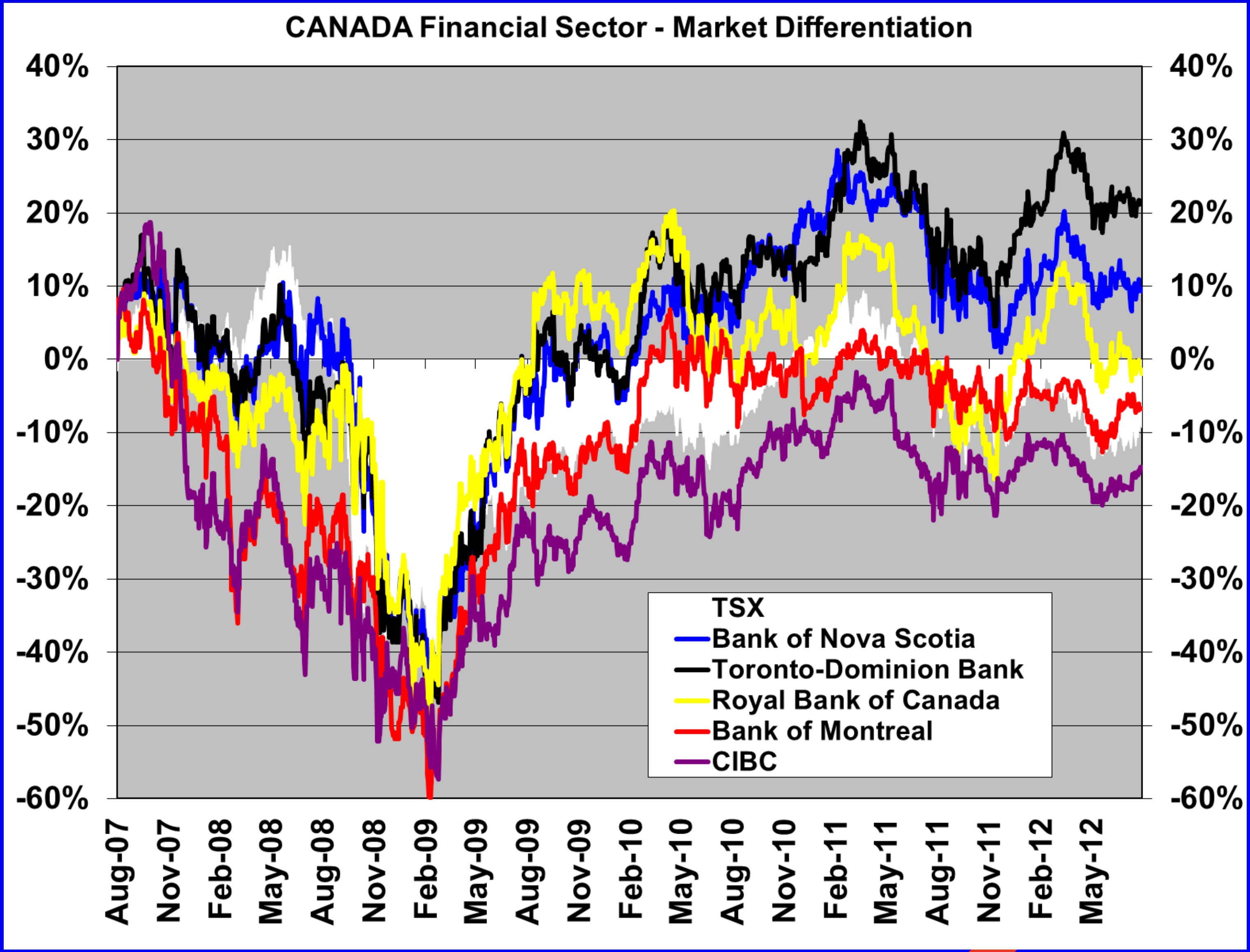
CANADA: *Financials* Market Trends



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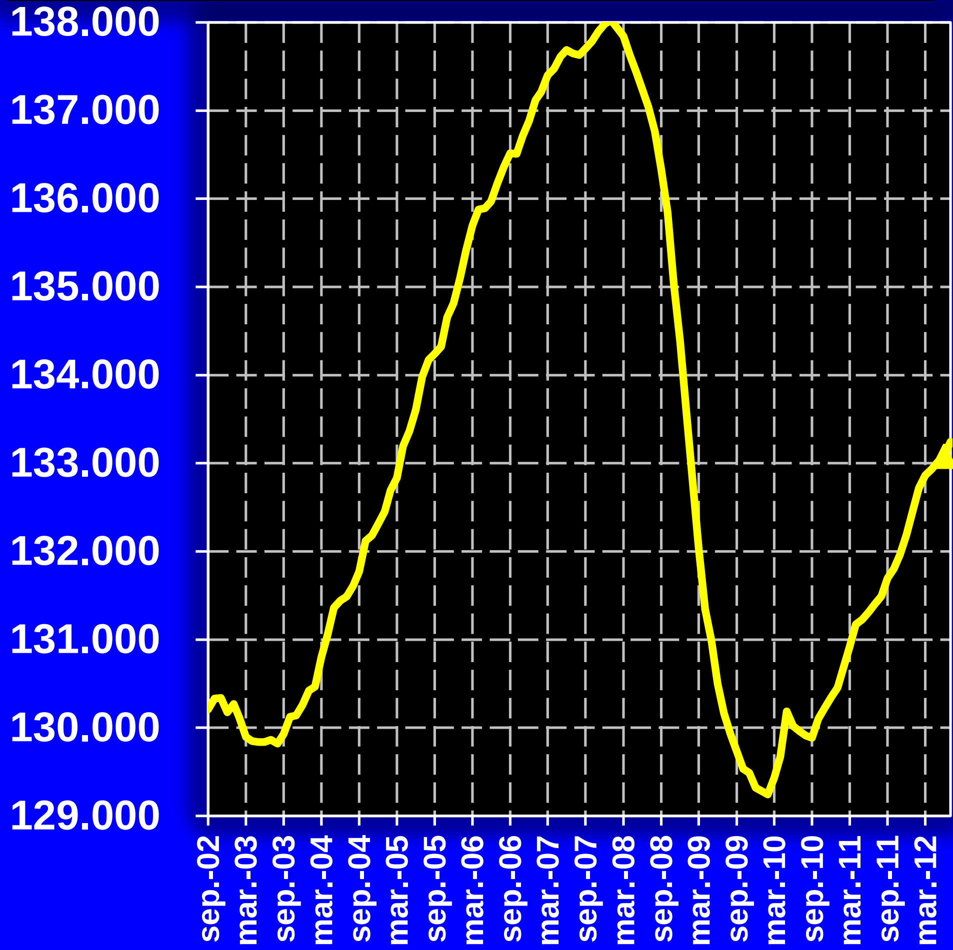
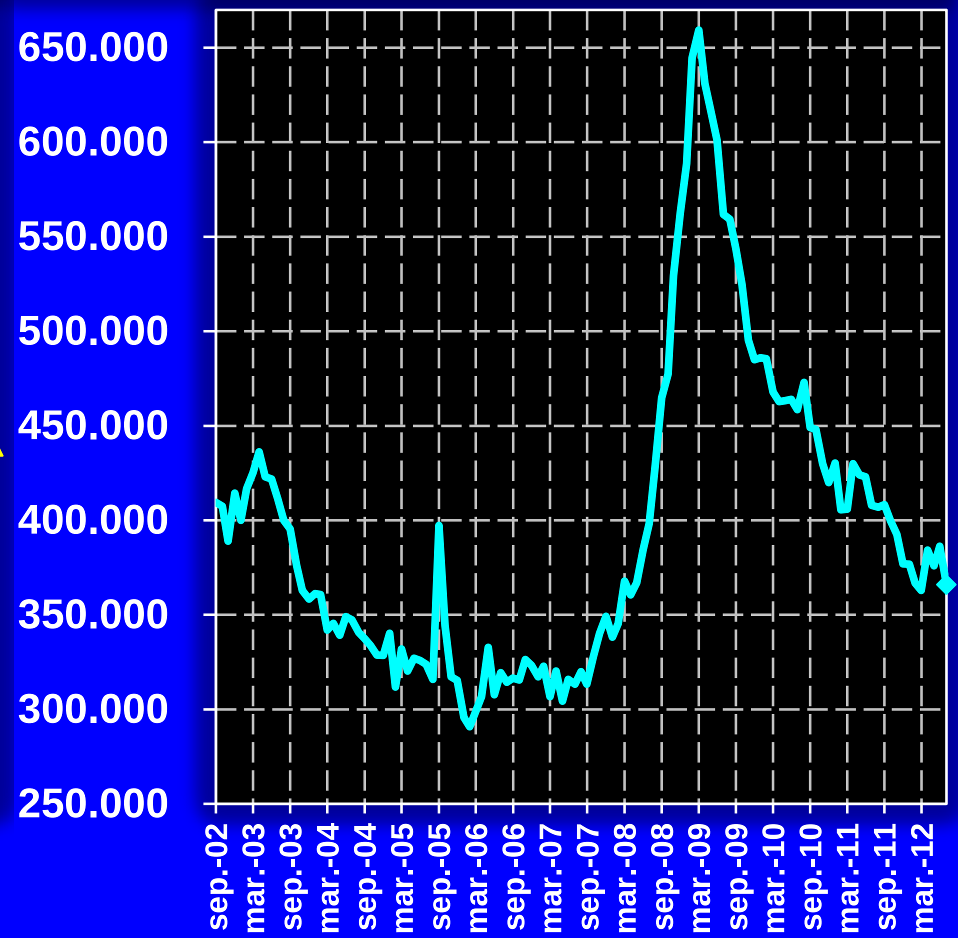
USA – Improving Labour Market Conditions

Non-Farm Payrolls



Initial Jobless Claims



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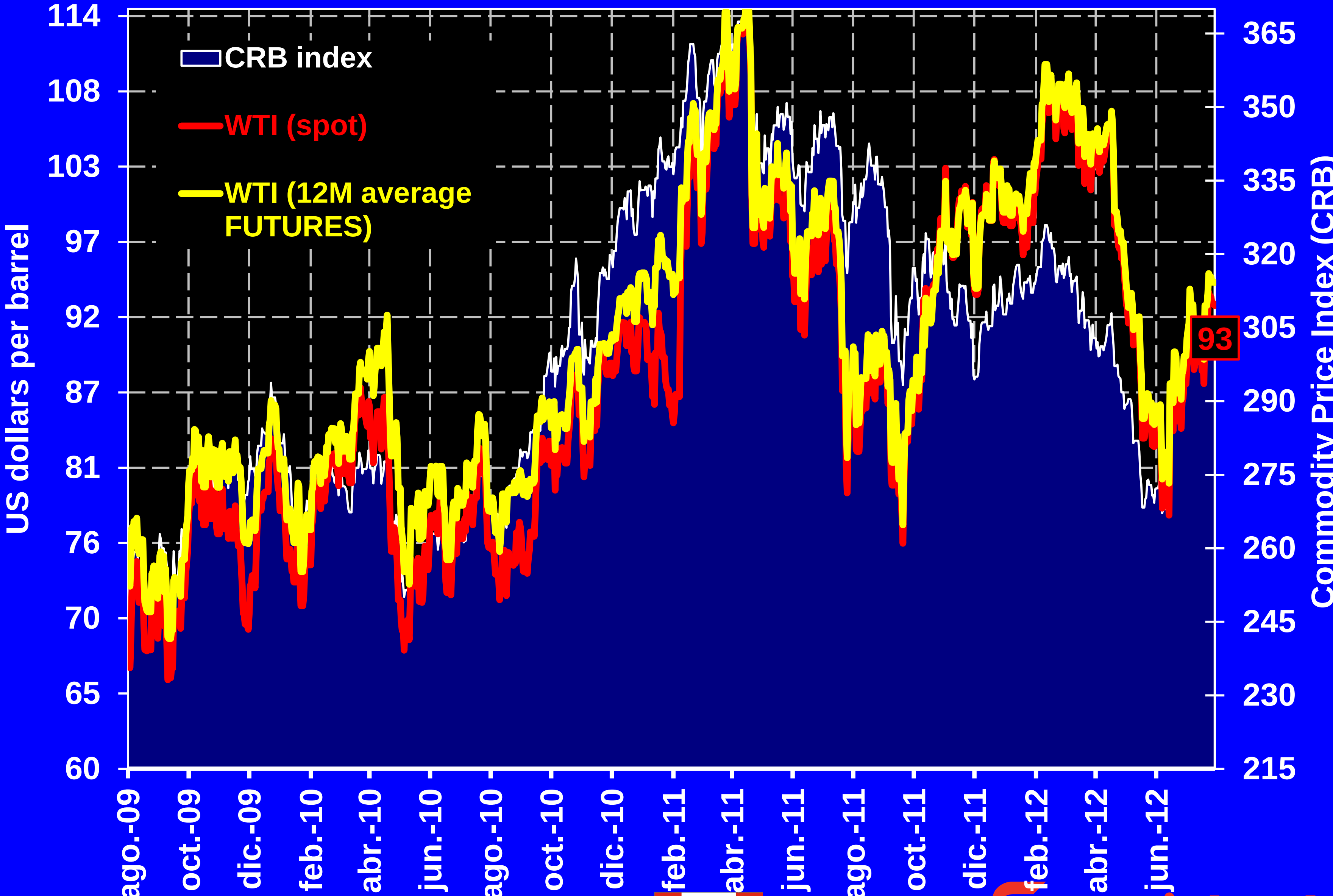
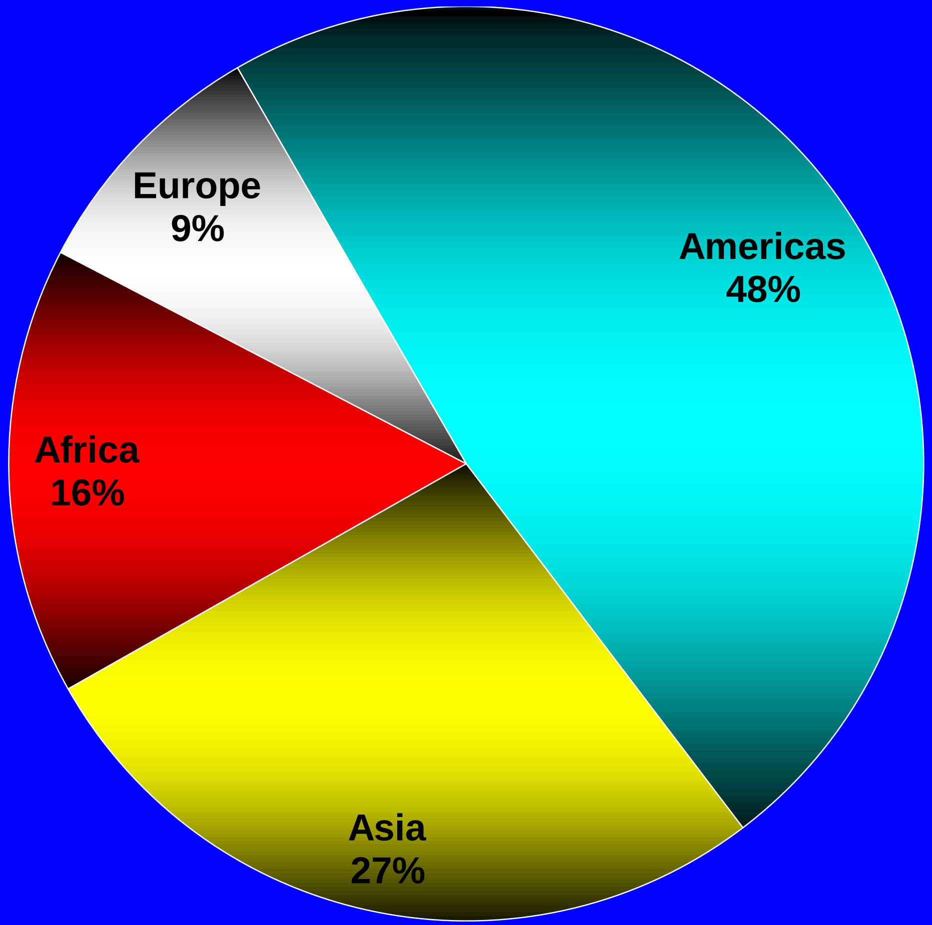
Crude Oil ► Lower Energy Demand, Lower Prices

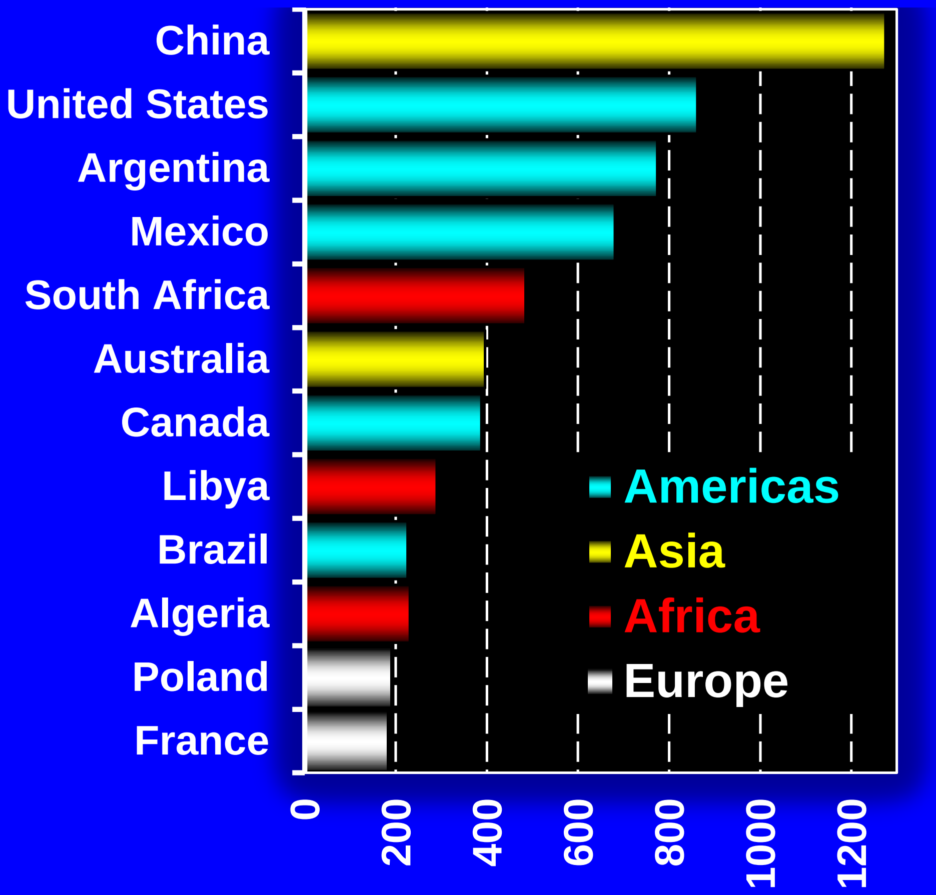


Global Energy Markets – Shale Gas Reserves

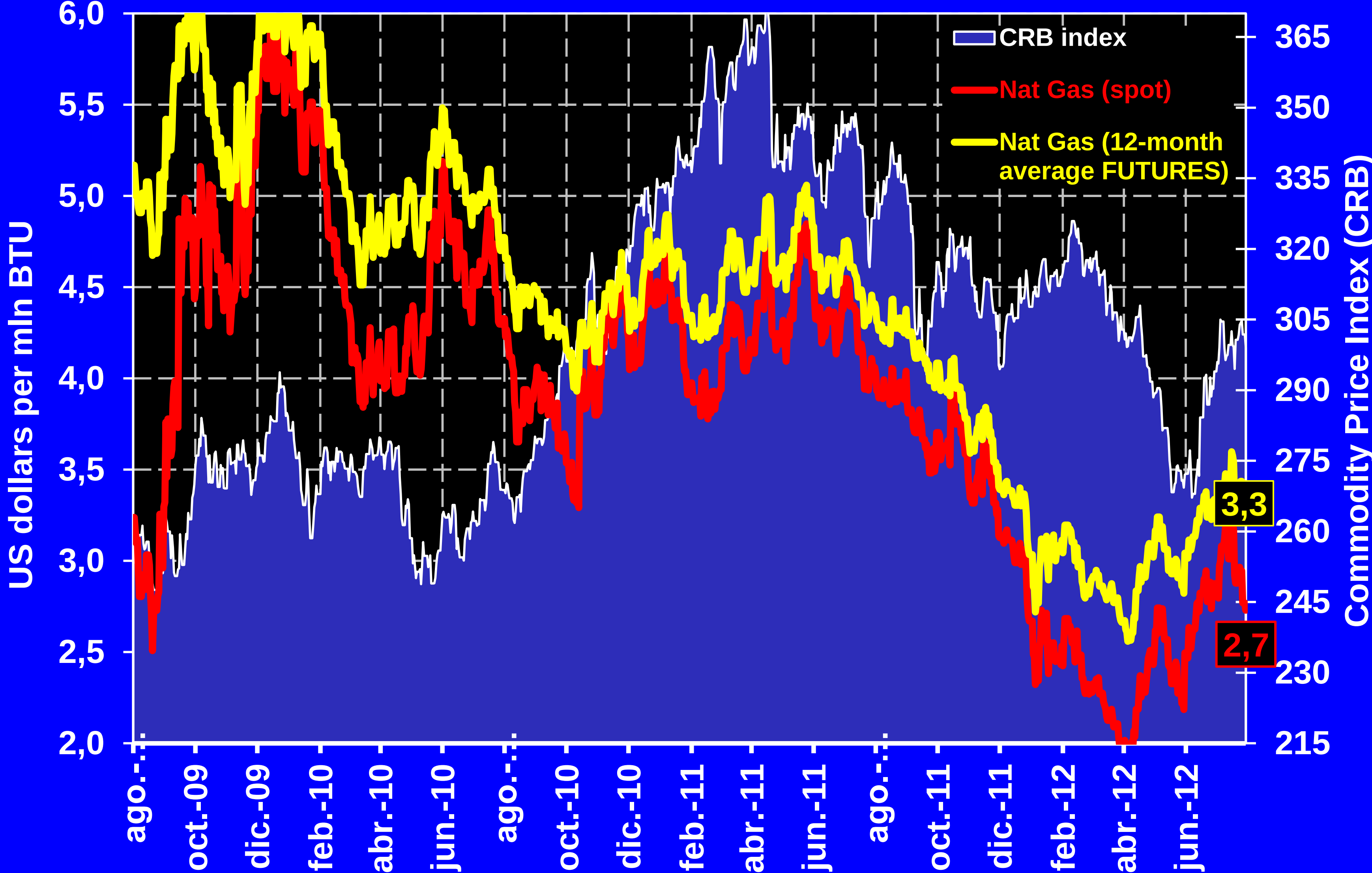
Global Reserves = 6 tcf



Reserves by Country



Natural Gas ► Modest Price Recovery in Sight



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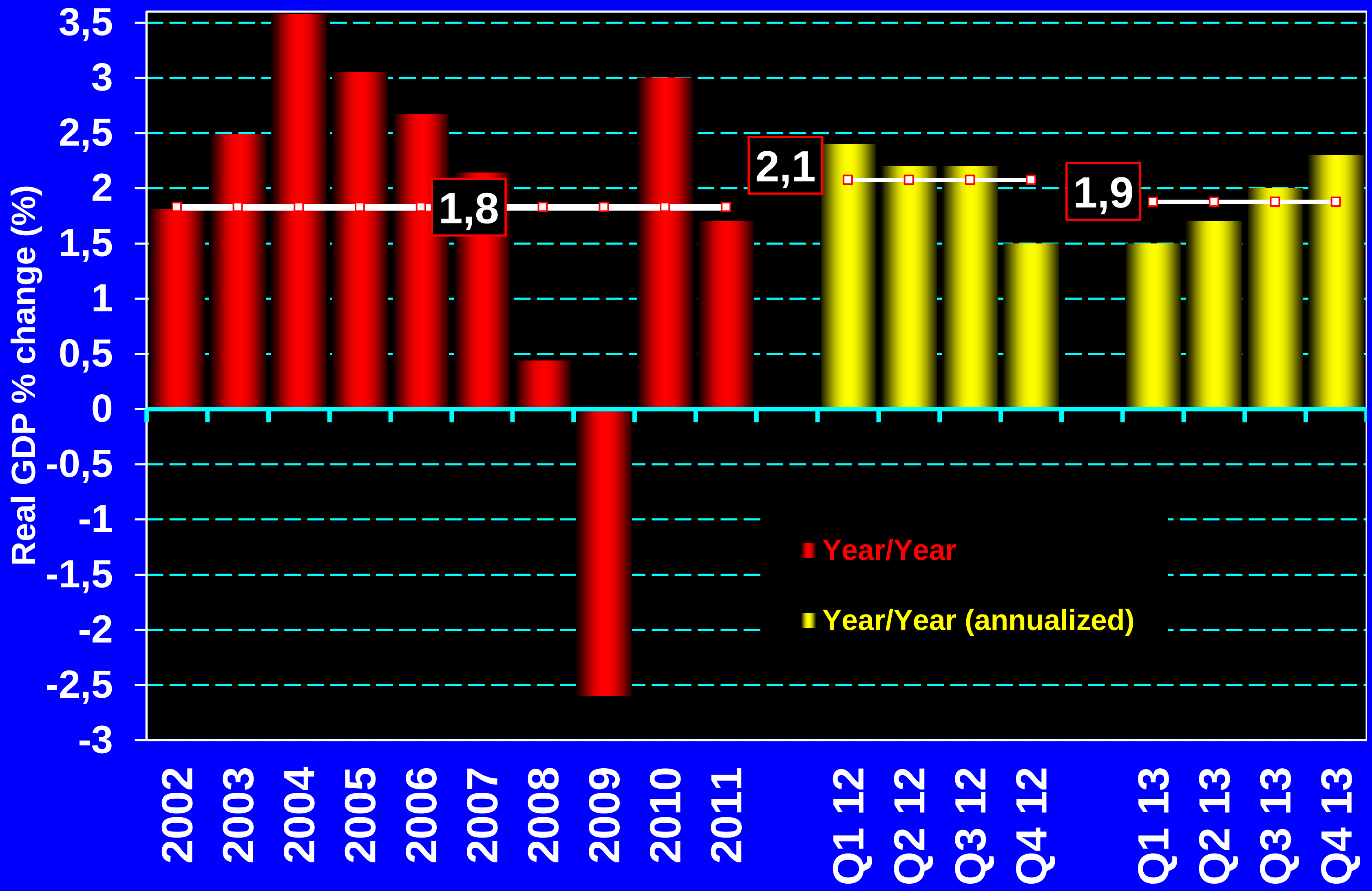
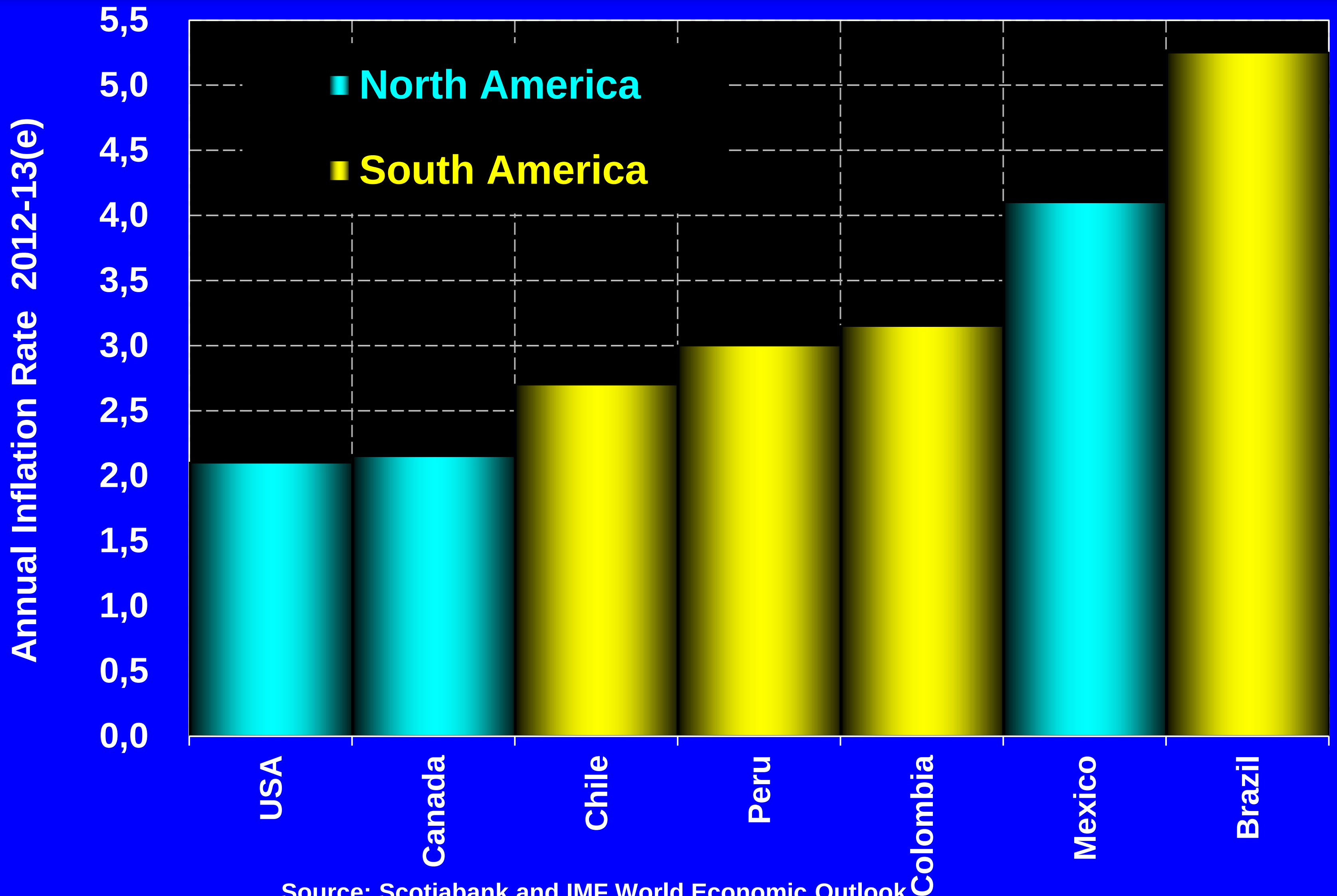
Energy Price Outlook ► The "Futures" View

	13-Aug-12	Oil	US Gasoline	Natural Gas
Spot	Today	92.73	299.07	2.73
	3-year Minimum	65.89	162.05	1.91
	3-year Maximum	113.93	346.48	6.01
	12-mth Average	94.36	250.36	2.95
Futures	1 month	93.03	281.21	2.77
	change from spot	0.3%	-6.0%	1.4%
	3 months	93.34	275.43	2.99
	change from spot	0.7%	-7.9%	9.5%
	6 months	94.70	270.22	3.43
	change from spot	2.1%	-9.6%	25.6%
	9 months	95.23	283.85	3.43
	change from spot	2.7%	-5.1%	25.8%
	12 months	94.98	274.75	3.54
	change from spot	2.4%	-8.1%	29.8%
	Average 12 mths ahead	94.38	278.57	3.54
	change from 12 months past	0.0%	11.3%	20.2%

US Growth Outlook ► Soft Economic Recovery

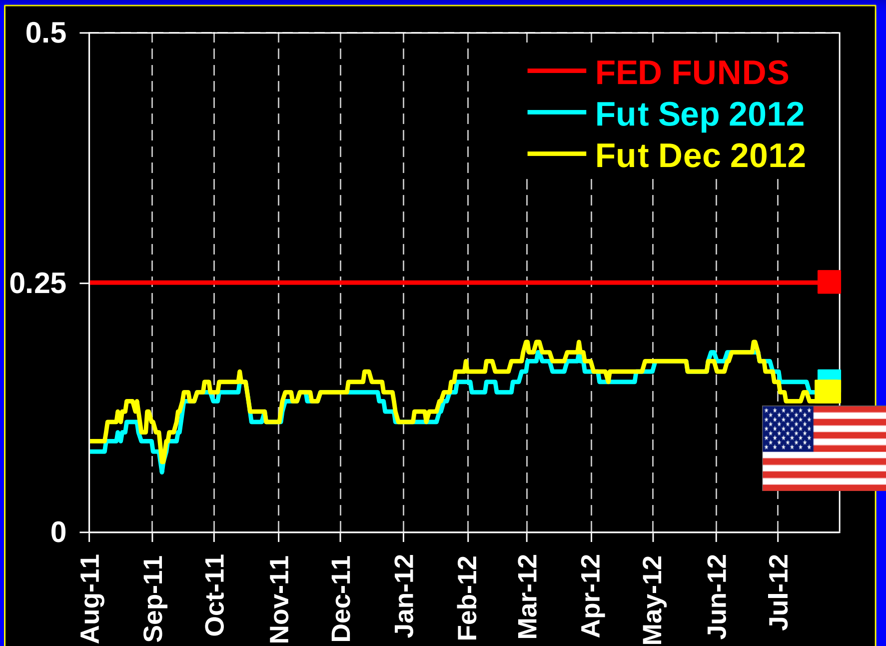


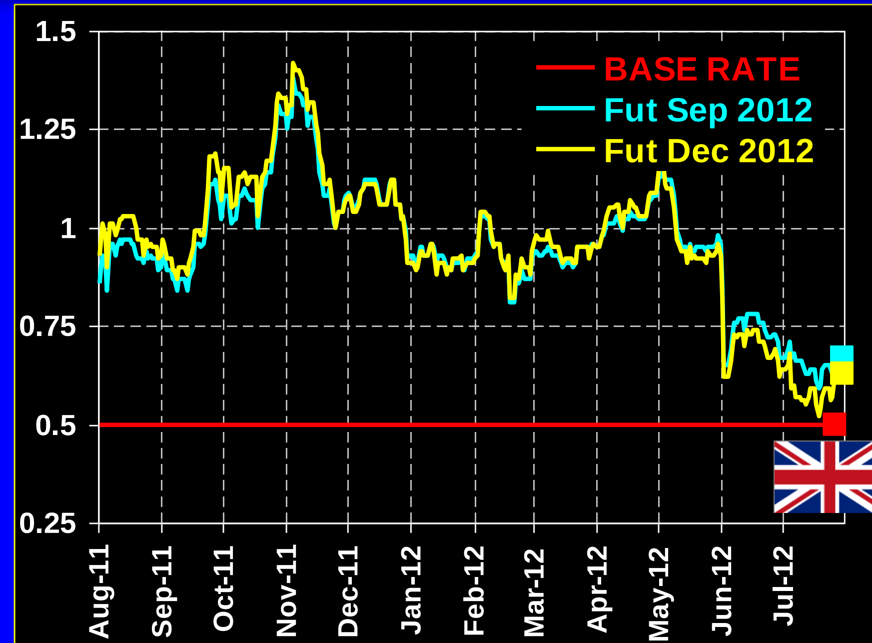
Americas ► Accelerating Inflation Convergence

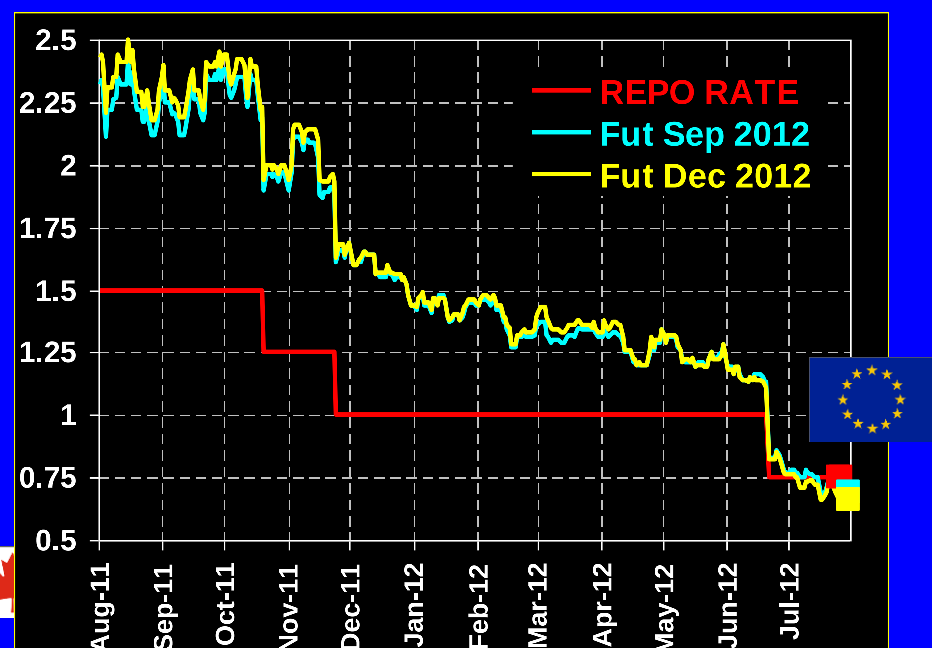


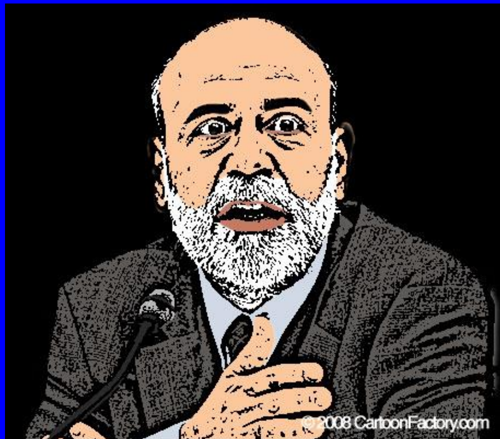
Source: Scotiabank and IMF World Economic Outlook

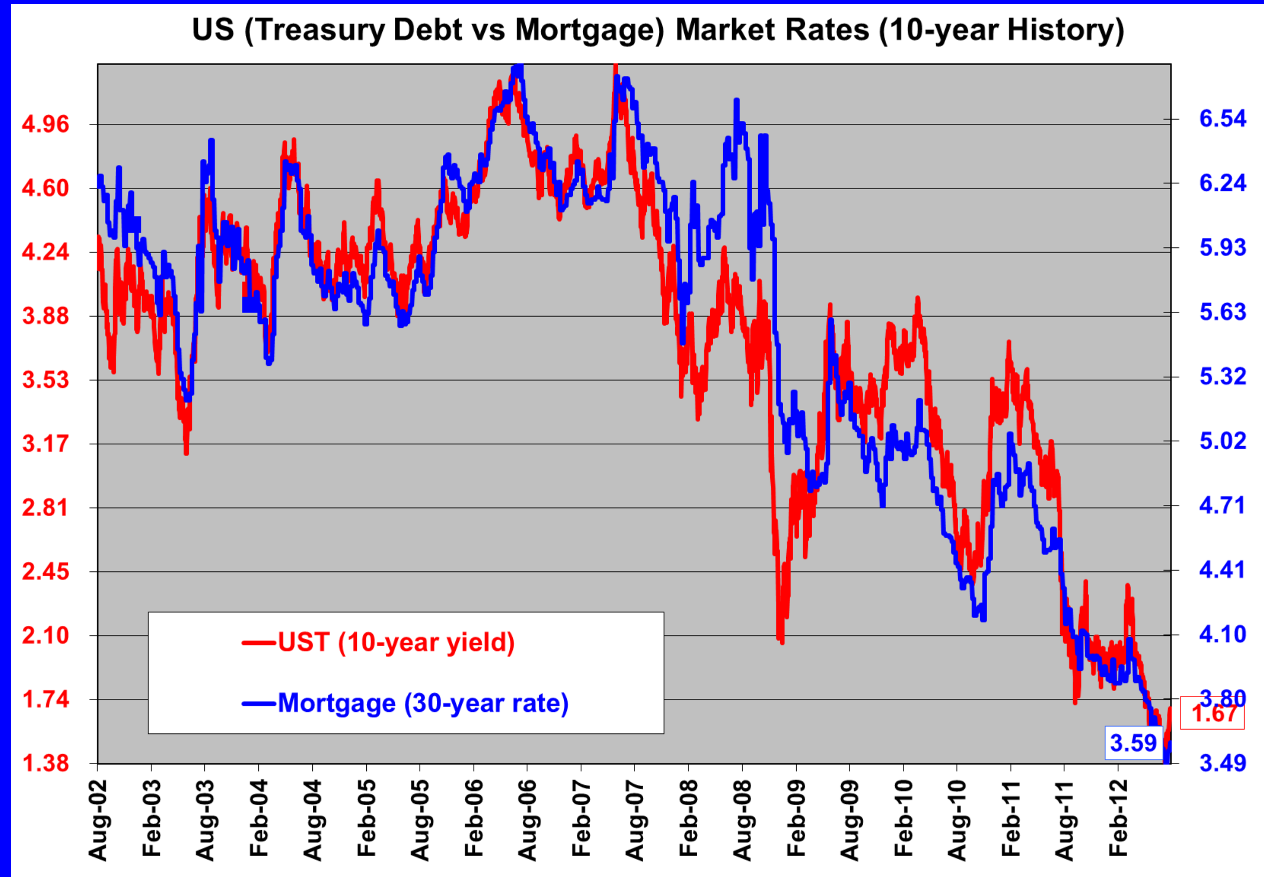
Global Monetary Context ► Aggressive Stimulus









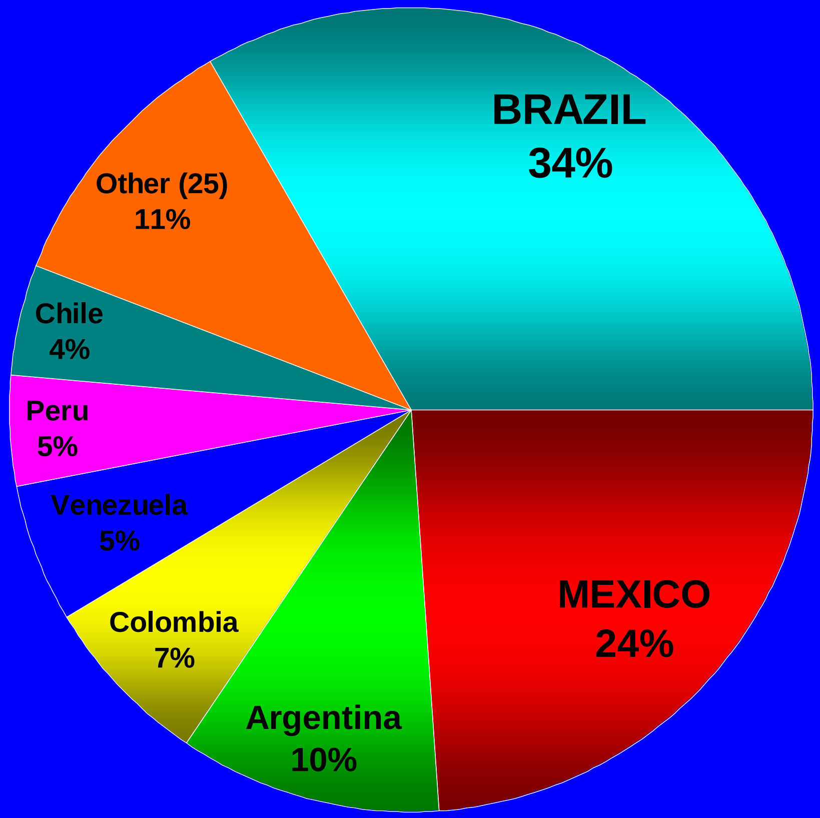


"The Federal Reserve's Acquisition of long-term Treasury securities boosted the prices of such securities and caused long-term Treasury yields to be lower than they would have been otherwise"

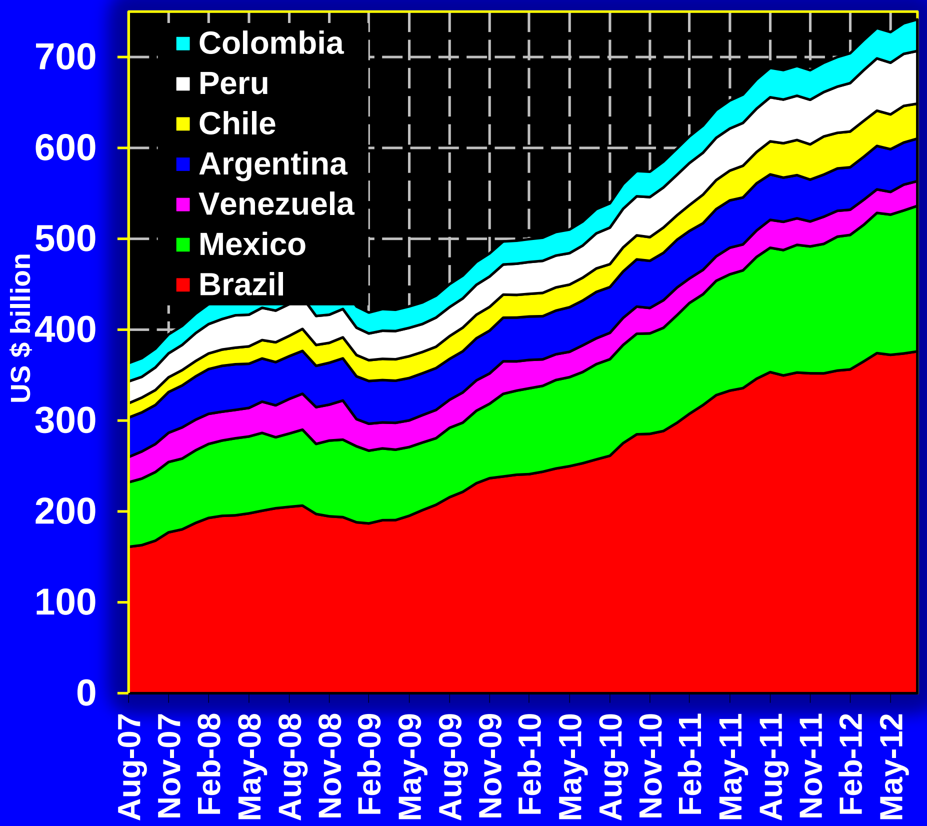
Ben Bernanke

Americas Economic Rebalancing ► Brazil Ahead

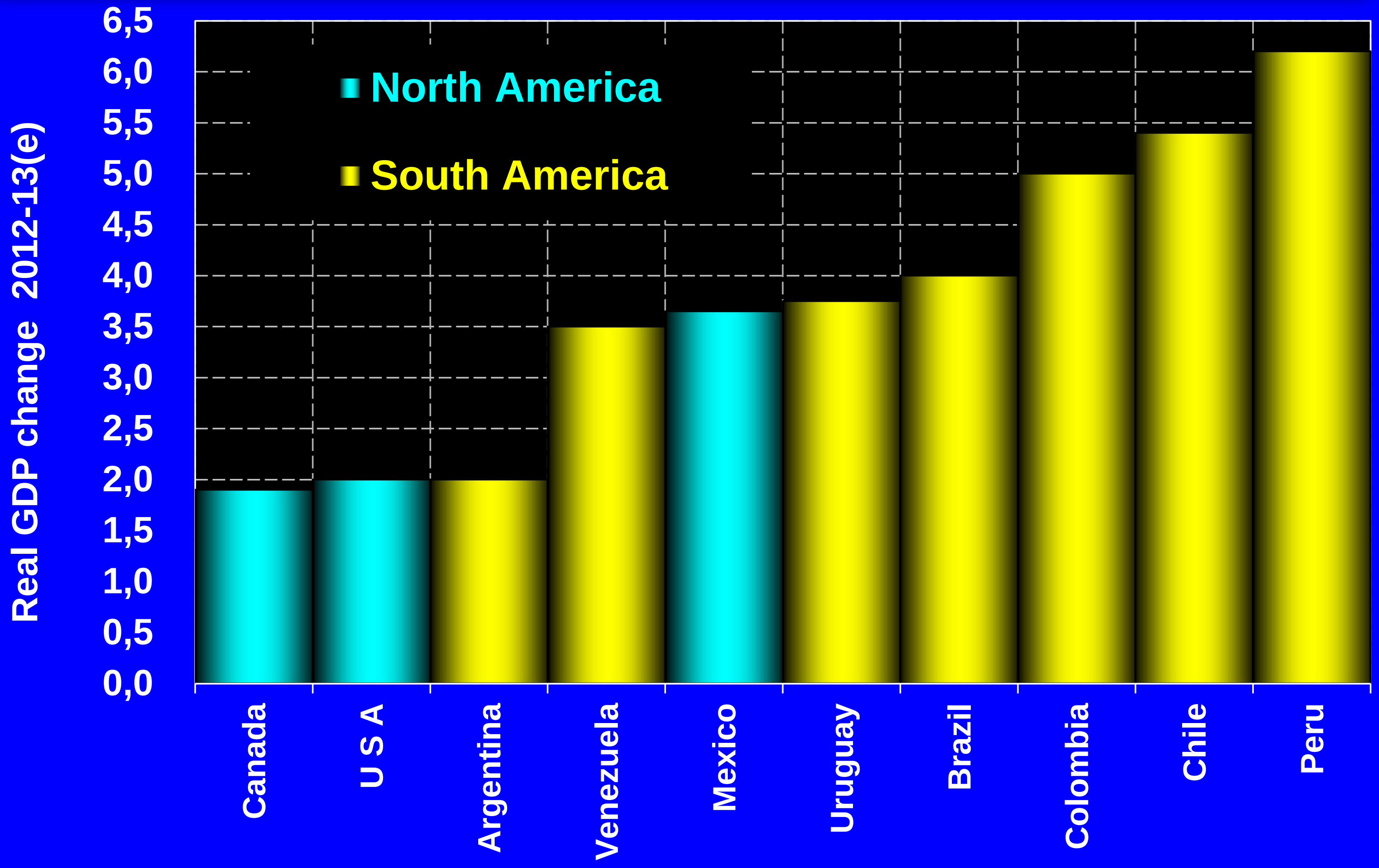
LATAM/Carib GDP = US$7.4 tln



Regional FX Reserves



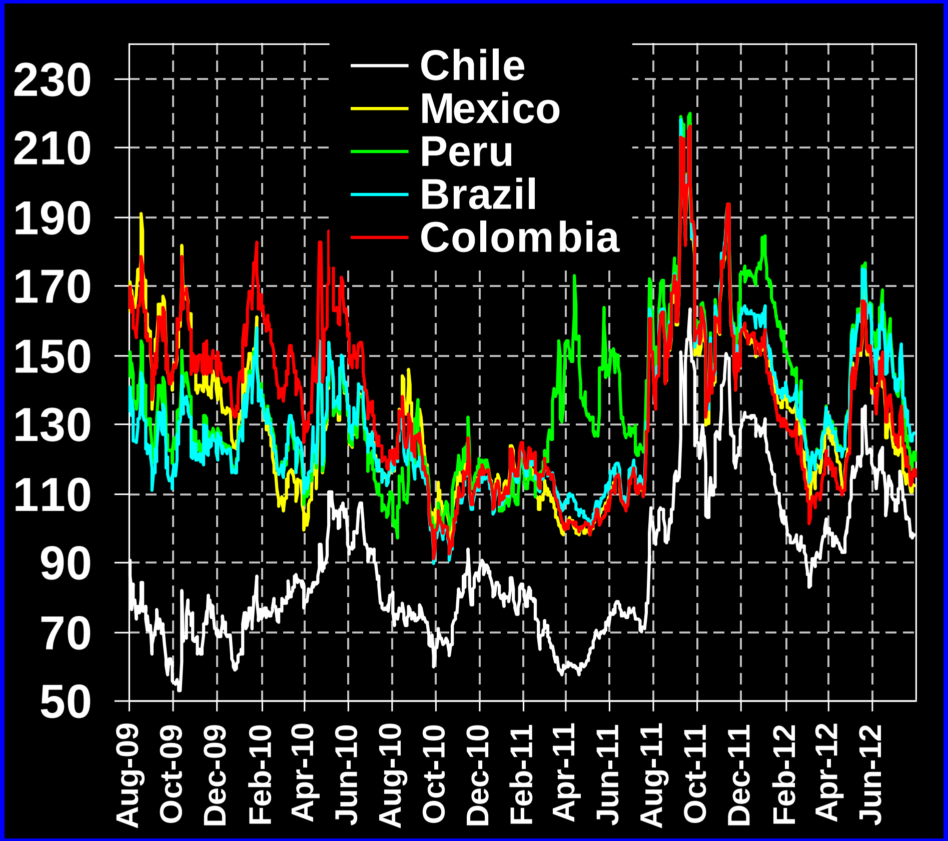
Americas ► Uneven Economic Growth



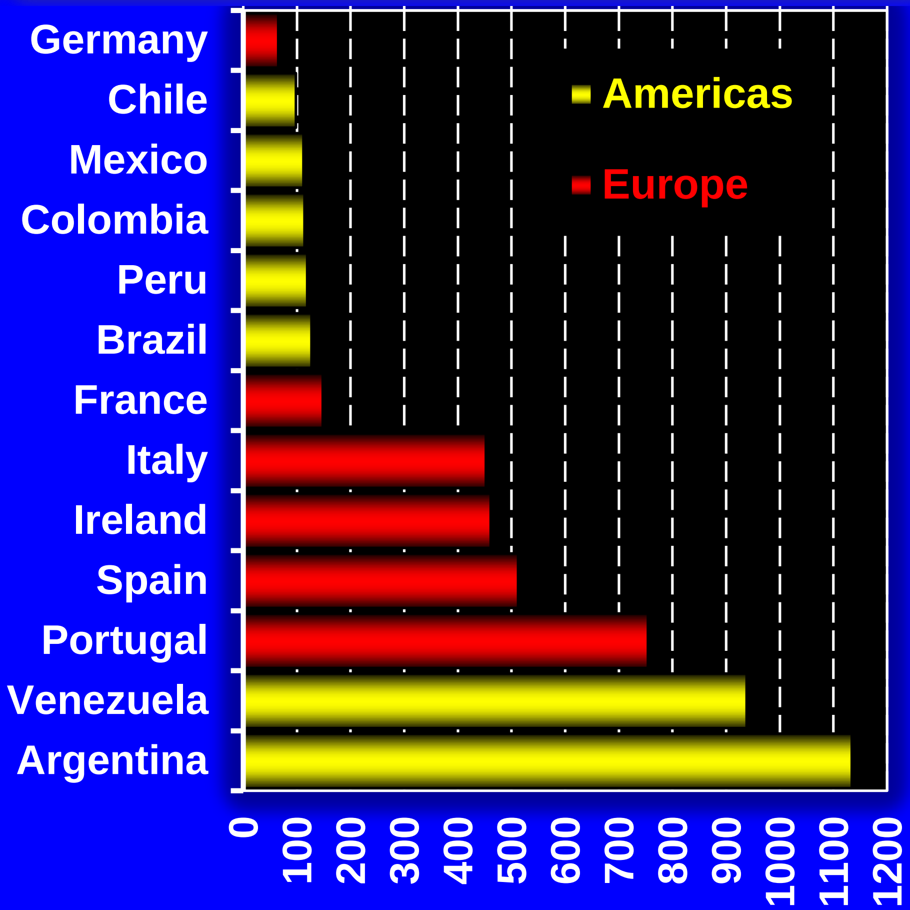
Source: Scotiabank and IMF World Economic Outlook

Latin America – Sovereign Debt Insurance Cost

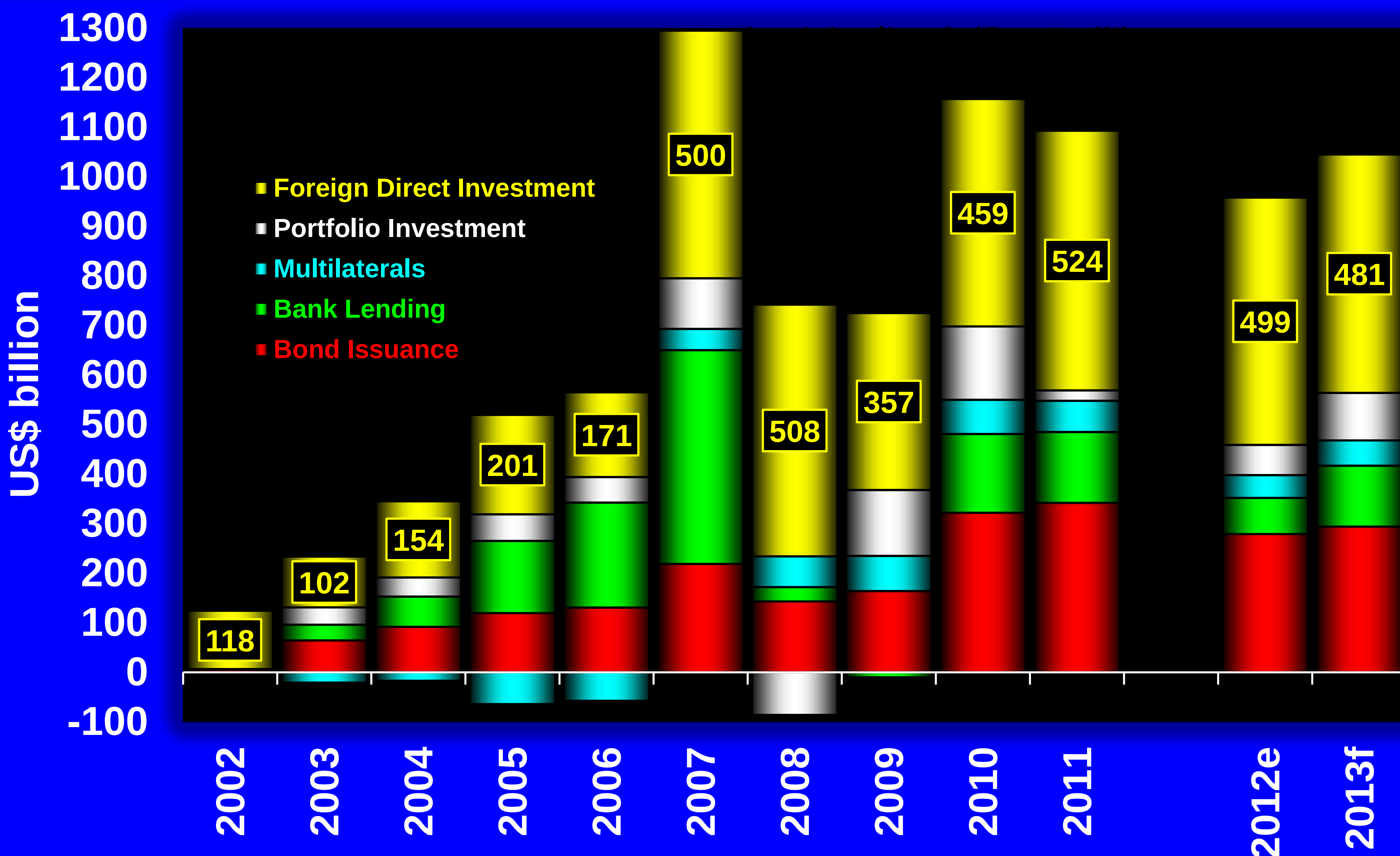
5-year Credit Default Swap



Credit Risk Differentiation



Capital Flows to Emerging Markets



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Merci
Gracias
Obrigado
Thank You