

Argentina

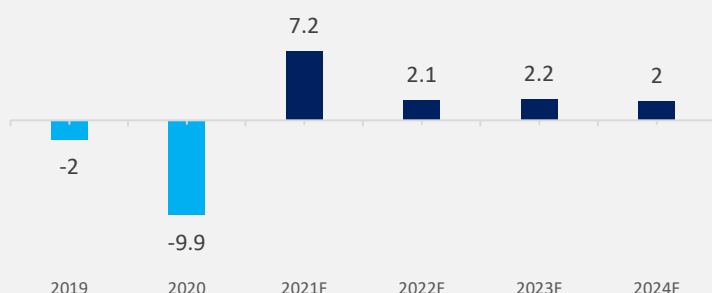
November 2021

This overview has been consolidated from a range of information sources and is updated quarterly.

Key Developments

- The economy will be among the slowest to recover in the region from the COVID-19 downturn, returning to its pre-pandemic GDP level toward the end of 2022.
- Inflation is likely to stay close to 50% year on year throughout the rest of 2021 and into early 2022, driven by wage adjustment and the high cost of imported goods.
- The exchange rate will remain under pressure, given a combination of lower foreign-exchange reserves and a heavy foreign-currency debt burden.
- The centre-right opposition defeats Peronism in the legislative elections in Argentina, according to provisional results.
- Caution in the markets is seen after the “until the moment” defeat of the ruling party in Argentina.

GDP Growth and Forecasts (%)



Change In Base GDP Forecasts From September 2021 in Argentina is **(+0.3%)** for **2021** and **(0.0%)** for **2022**.

Source: [S&P Q4 2021 Forecast](#)

Unemployment	✓	The unemployment rate in Argentina decreased to 9.6 percent in the second quarter of 2021 from 10.2 percent in the previous period. The unemployment rate measures the number of people actively looking for a job as a percentage of the labour force. Source: Instituto Nacional de Estadística y Censos (INDEC)
Inflation	✓	Inflation Rate in Argentina decreased to 52.10 percent in October from 52.50 percent in September of 2021. Inflation refers to an overall increase in the Consumer Price Index (CPI), which is a weighted average of prices for different goods. Source: Instituto Nacional de Estadística y Censos (INDEC)
Consumer confidence	✗	The consumer confidence indicator in Argentina dropped to 40.2 in October of 2021 from 40.52 in the previous month which was the highest level since November 2020. The index is based on a survey referring to the perception of current personal financial situation and economic situation in the country. The value of the index would be equal to 100 if all the answers to a specific question were positive, while in the opposite case the value would be equal to 0. Source: Universidad Torcuato di Tella
Ease of doing business	✗	Argentina is ranked 126 among 190 economies in the Ease of Doing Business Index. The rank of Argentina deteriorated to 126 in 2019 from 119 in 2018. Economies with a high rank (1 to 20) have simpler and more friendly regulations for businesses. Source: World Bank
Corruption Index	✗	The level of corruption became worse between 2020 and 2019. The Corruption Index dropped from 45 in 2019 to 42 in 2020. The score indicates the perceived level of public sector corruption on a scale from 100 (very clean) to 0 (highly corrupt). Source: Transparency International
COVID vaccinations (% of population)	70.1%	Argentina has administered at least 63,017,438 doses of COVID vaccines so far. The % of people vaccinated is assuming every person needs two doses. Source: https://graphics.reuters.com/world-coronavirus-tracker-and-maps/countries-and-territories/argentina/

*Note: Reports are made with the information available at the time, the sources and calculations may need to be subjected to revision.

