

Quick Note 30/10/2017

Spain · Inflation eases in October

Data

- **CPI showed a YoY change of 1.6% in October** (1.8% in September).
- The MoM change was 0.9% (1.1% in October 2016).

Assessment

- Inflation eased 2 tenths in October to 1.6%, a higher figure than forecasted by CaixaBank Research.
- With no breakdown of components available, the dip in inflation during October was likely due to a slowdown in fuel prices.
- From now to the end of the year general inflation is set to ease slightly against current figures, due chiefly to the underlying electricity price effect.
- In the light of this figure, **the risks for the full-year 2017 inflation forecast of 1.8% seem to be slightly upward biased.**

Flash CPI estimate for Oct-17

(%)

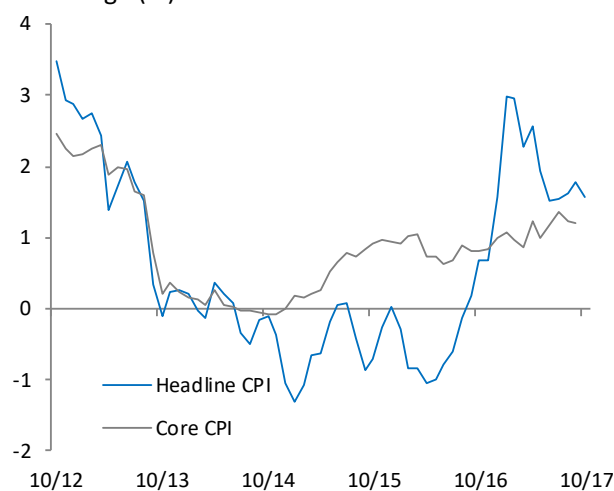
	Jul-17	Aug-17	Sep-17	Oct-17	
				Data	Forecast
Headline CPI (YoY)	1.5	1.6	1.8	1.6	1.2
	Average*	Average*	Oct-16	Oct-17	
	2004-2009	2010-2015		Data	Forecast
Headline CPI (QoQ)	0.8	0.7	1.1	0.9	0.5

*Nota: *October average.*

Source: CaixaBank Research, based on INE data.

CPI evolution

YoY change (%)



Source: CaixaBank Research, based on INE data.

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