

Flash Note 28/09/2018

Spain · Inflation holds just over 2.0%

Data

- **CPI showed a YoY change of 2.2% in September** (2.2% in August).
- The MoM change was 0.2% (0.2% in September 2017).

Assessment

- Inflation was unchanged at 2.2% YoY, in line with figures anticipated by CaixaBank Research.
- While the breakdown by components is not yet known, the uptick in electricity prices should be offset by stable food prices, after food prices in September were unchanged against August, compared to an increase the previous year.
- Over the coming months inflation is set to be further driven up due to fuel prices.
- In the light of this data **the risks in terms of our full-year 2018 inflation forecast of 1.7% look balanced.**

Flash CPI estimate for Sep-18

(%)

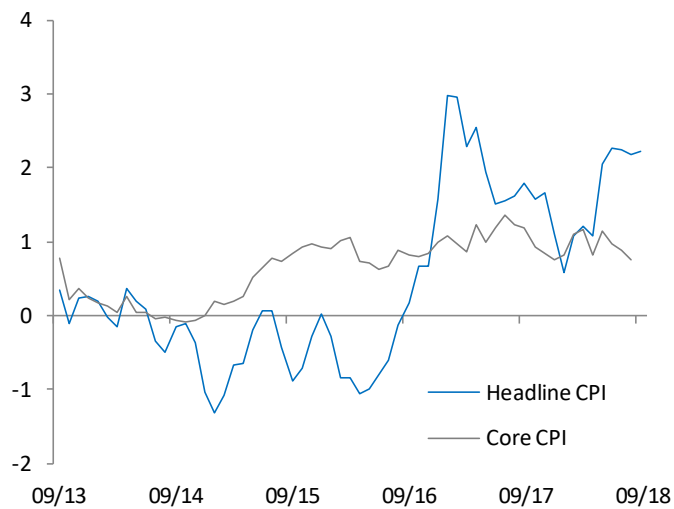
	Jun-18	Jul-18	Aug-18	Sep-18	
				Data	Forecast
Headline CPI (YoY)	2.3	2.2	2.2	2.2	2.2
	Average*	Average*	Sep-17	Sep-18	
	2004-2009	2010-2015		Data	Forecast
Headline CPI (QoQ)	0.1	0.2	0.2	0.2	0.2

Note: *September average.

Source: CaixaBank Research, based on INE data.

CPI evolution

YoY change (%)



Source: CaixaBank Research, based on National Statistics Institute data

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