



MINISTÉRIO DA ECONOMIA

# CEPAL – Economic and Fiscal Outlook for Brazil

June 2022

SECRETARIA DE  
POLÍTICA ECONÔMICA

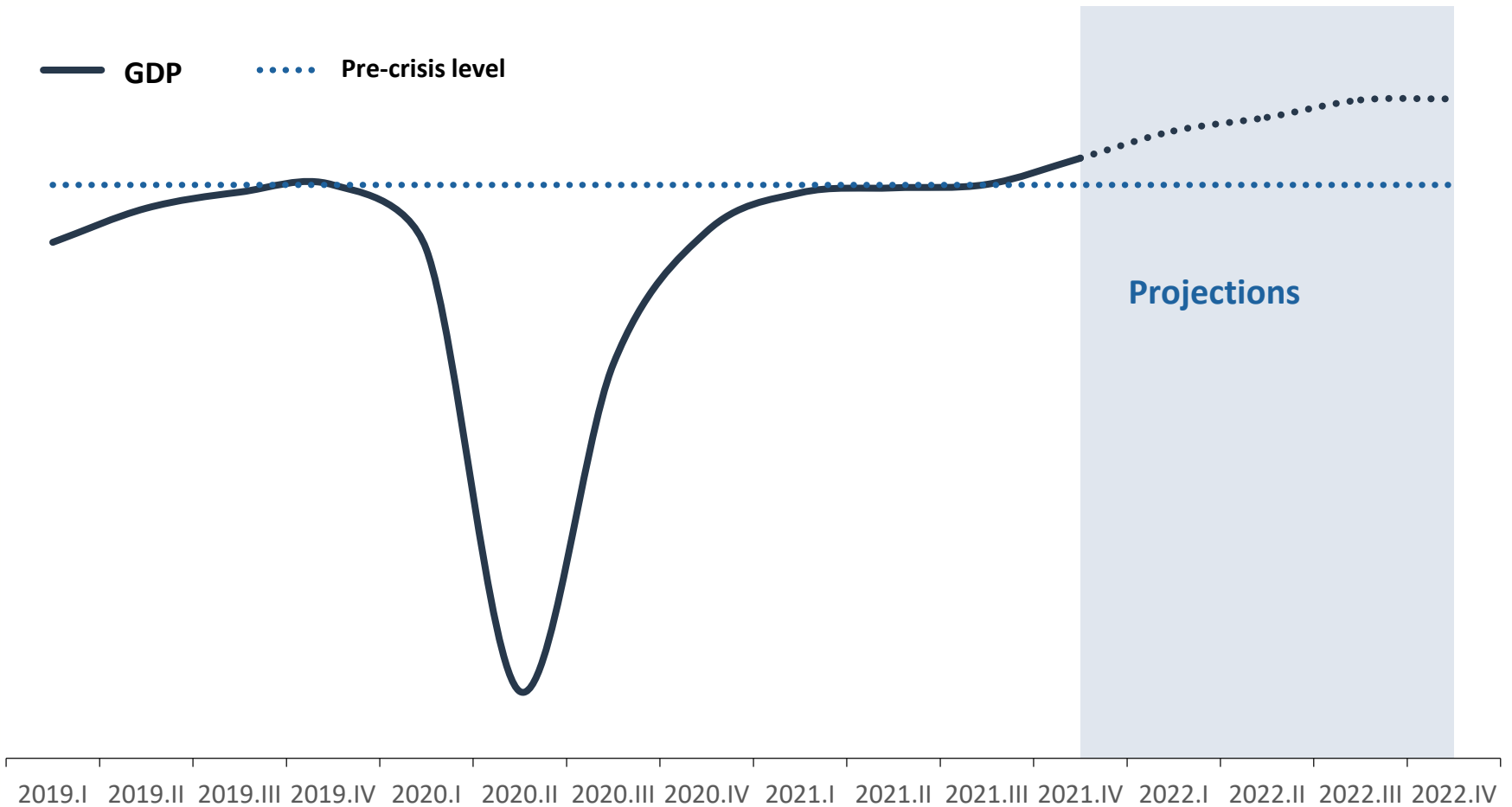
MINISTÉRIO DA  
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# Pandemic Shock and Recovery

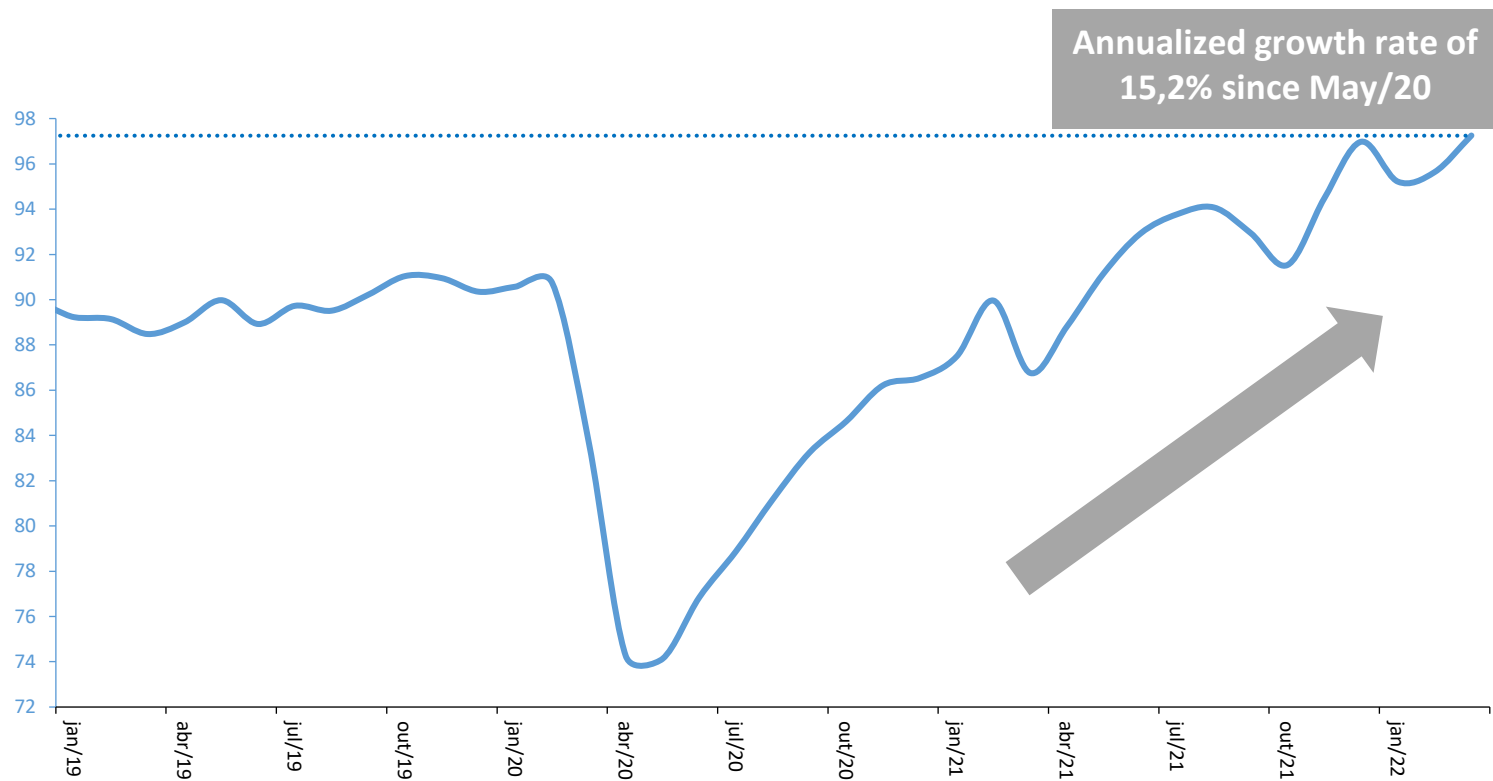
# “V”-shaped recovery in GDP

Seasonally adjusted GDP



# Robust growth in services

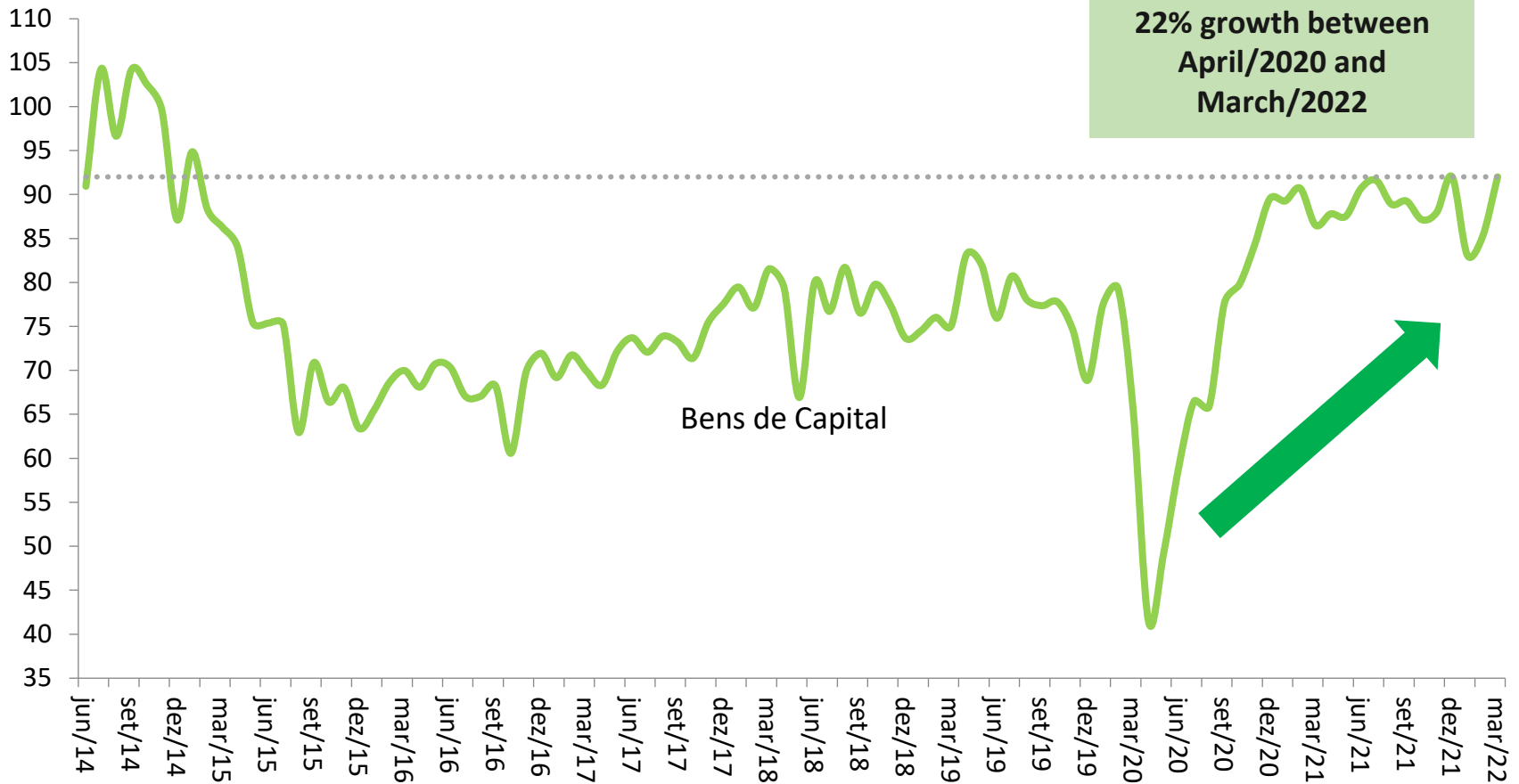
Services industry - Seasonally adjusted (Average 2012=100)



Source: IBGE

# Capital goods production at highest pace since 2015

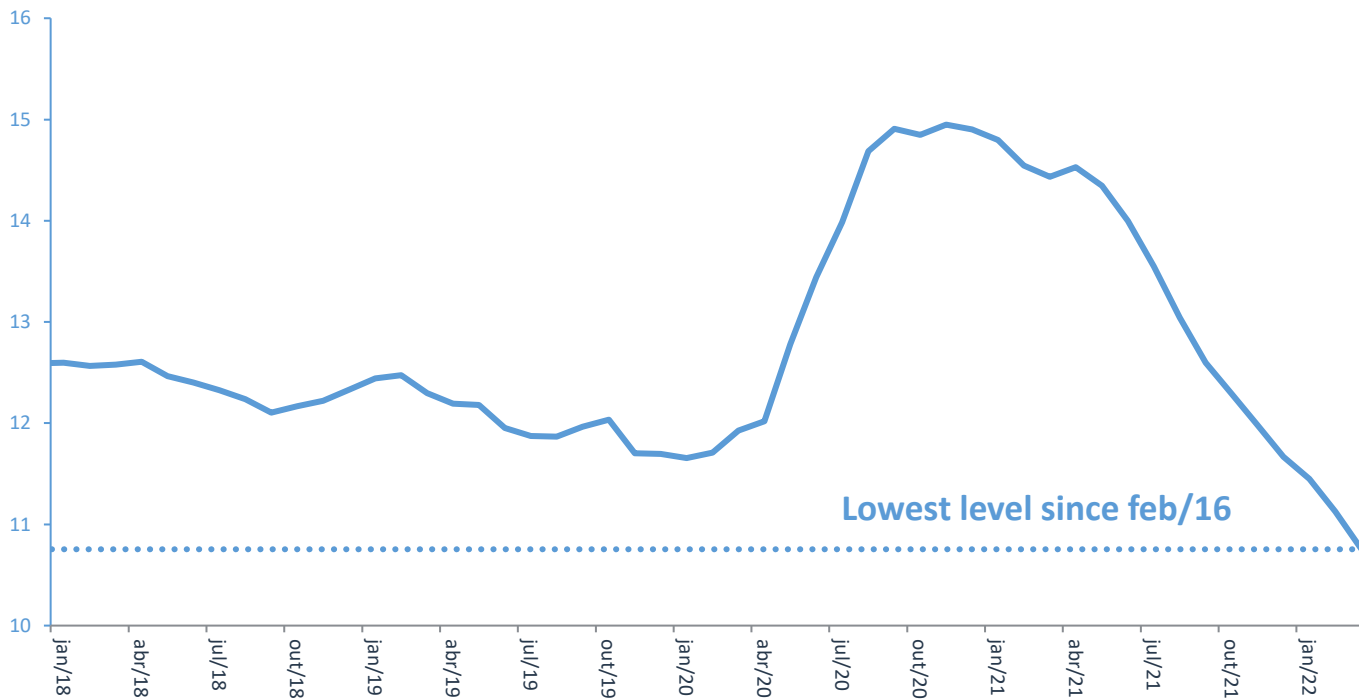
Industrial Production – Capital Goods, seasonally adjusted series (average 2012=100)



Source: IBGE, Pesquisa Industrial Mensal (PIM).

# Labor market continues to recover

*Unemployment rate (seasonally adjusted, % of labour force)*

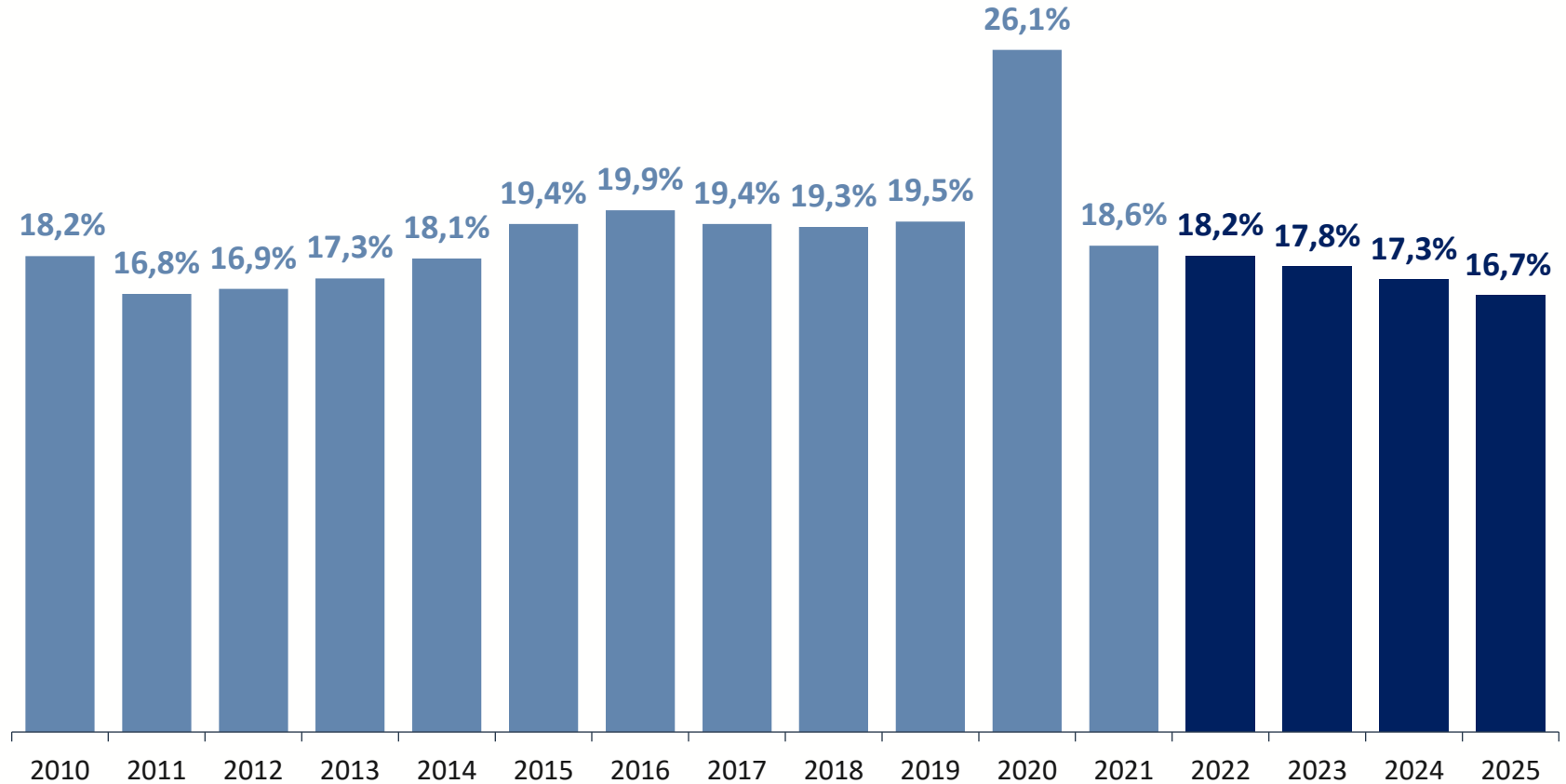


Source: IBGE

# Fiscal Outlook

# Pandemic spending withdrawn as restrictions ebbed

2010-2022

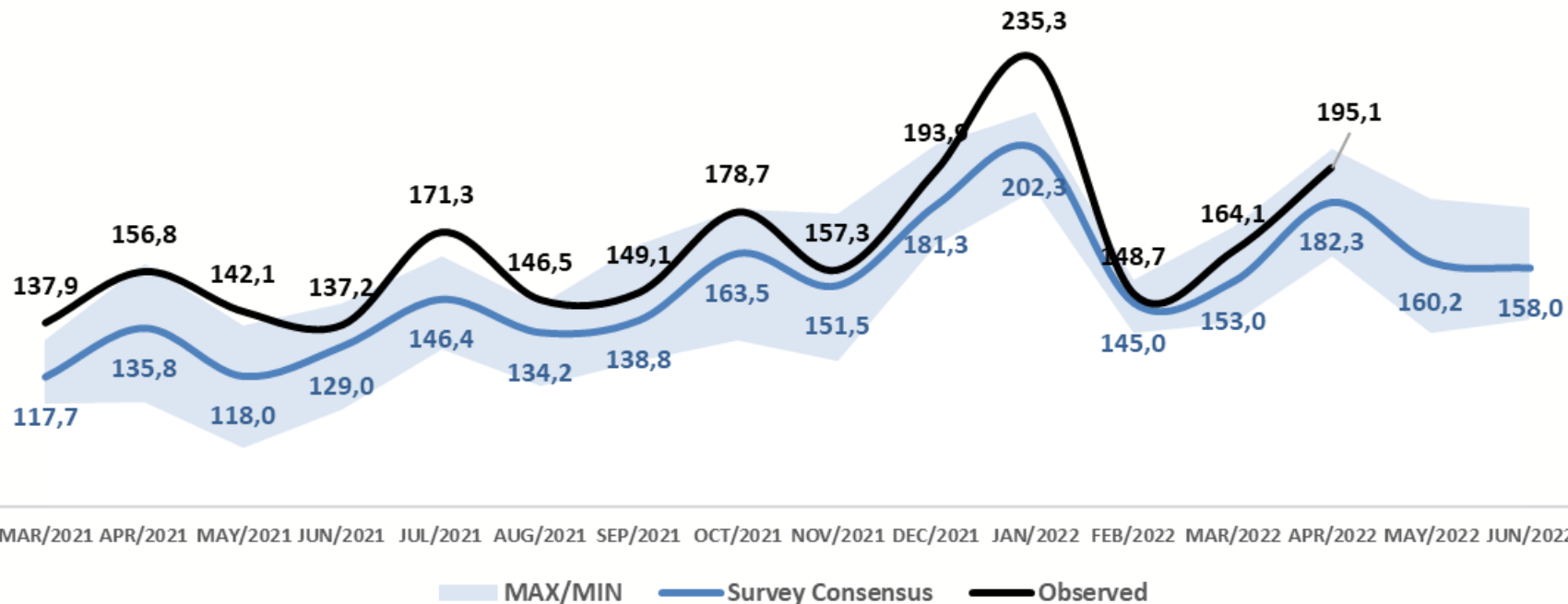


Source: STN, RARDP 1o bim, PLDO23



# Tax revenue increased

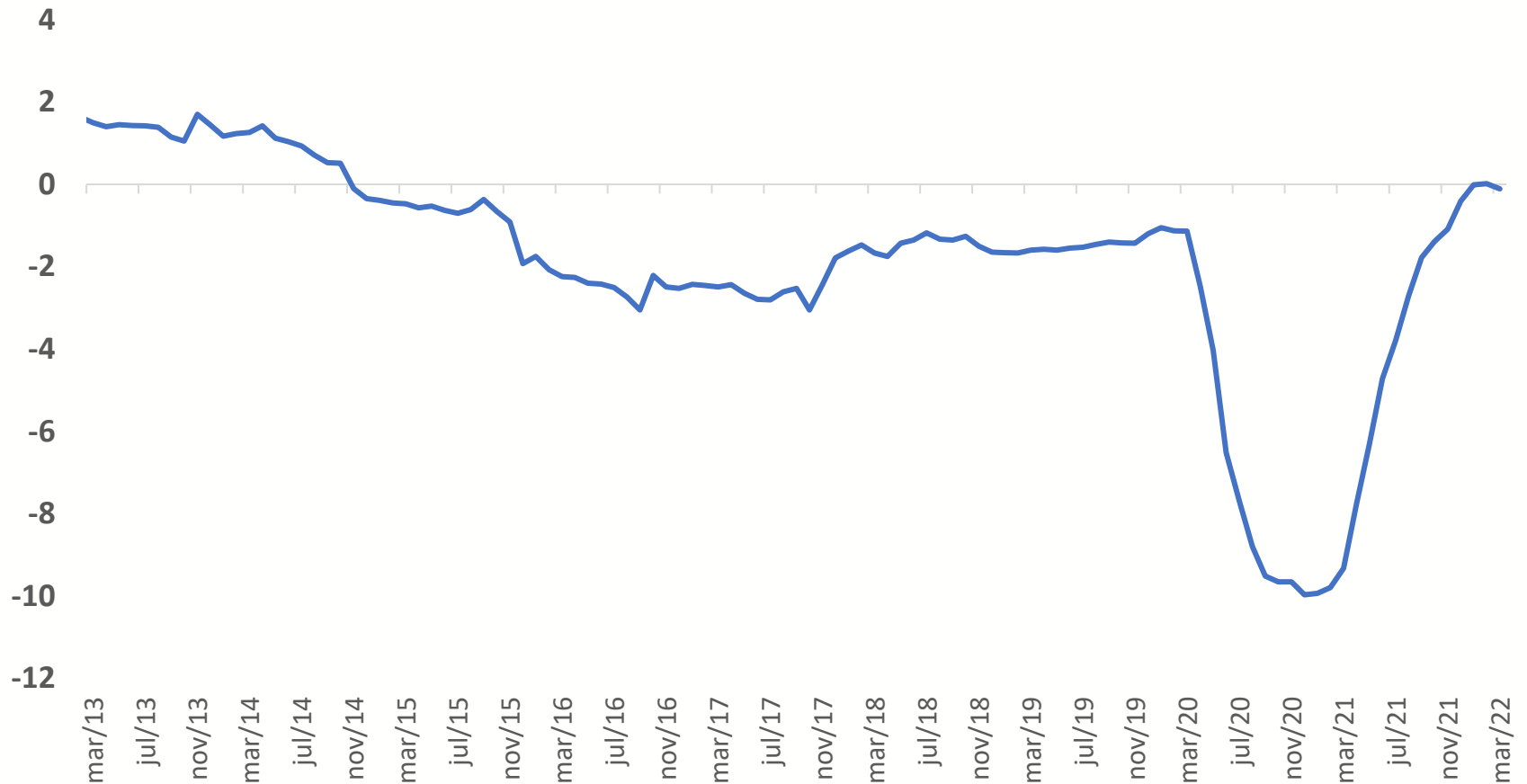
*Federal Revenues have been exceeding market expectations*



Source: RFB, Prisma Fiscal

# Best primary fiscal balance since 2014

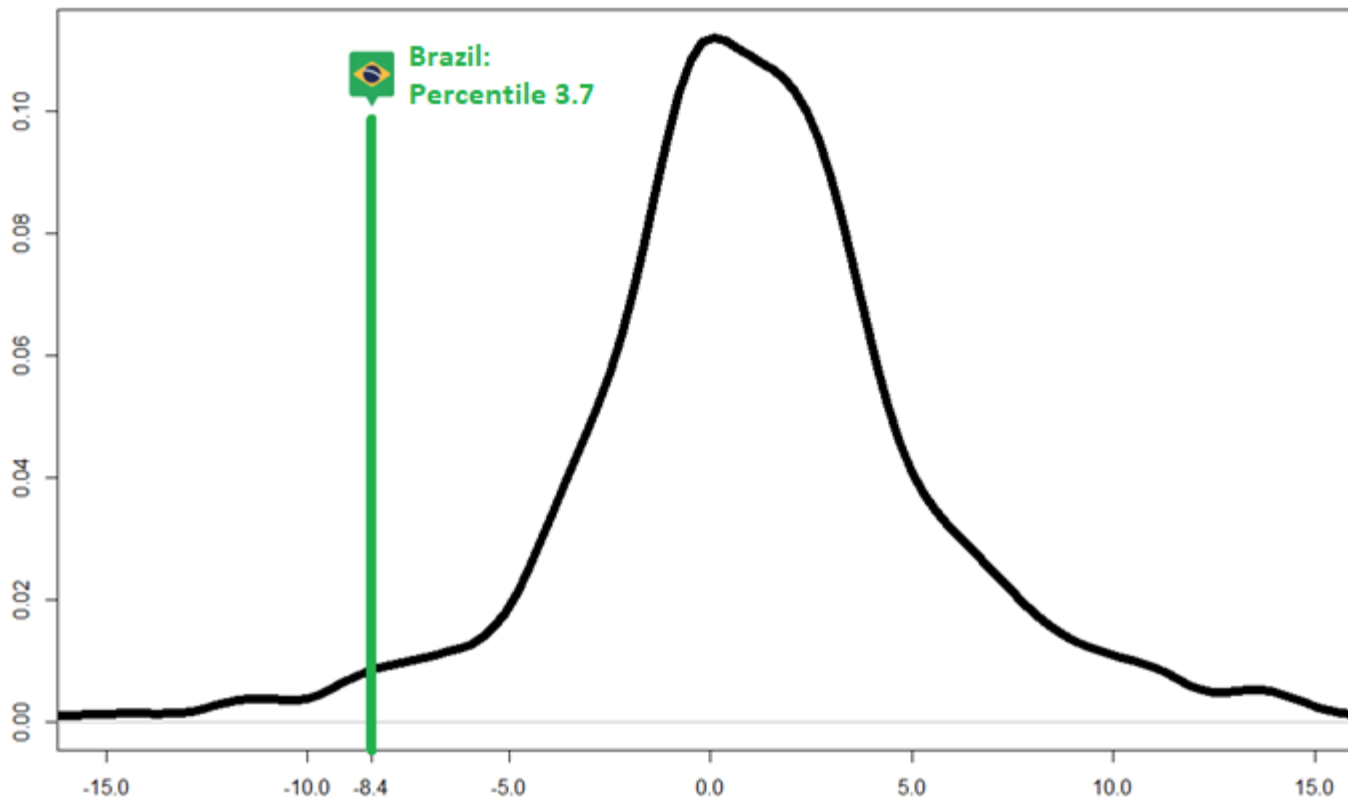
Primary Balance of Federal Gov. (% GDP)



Source: Central Bank of Brazil.

# Strong reduction in public debt in 2021

*Distribution of annual changes in debt to GDP ratio since 1981 for G20 countries, including some debt default cases*

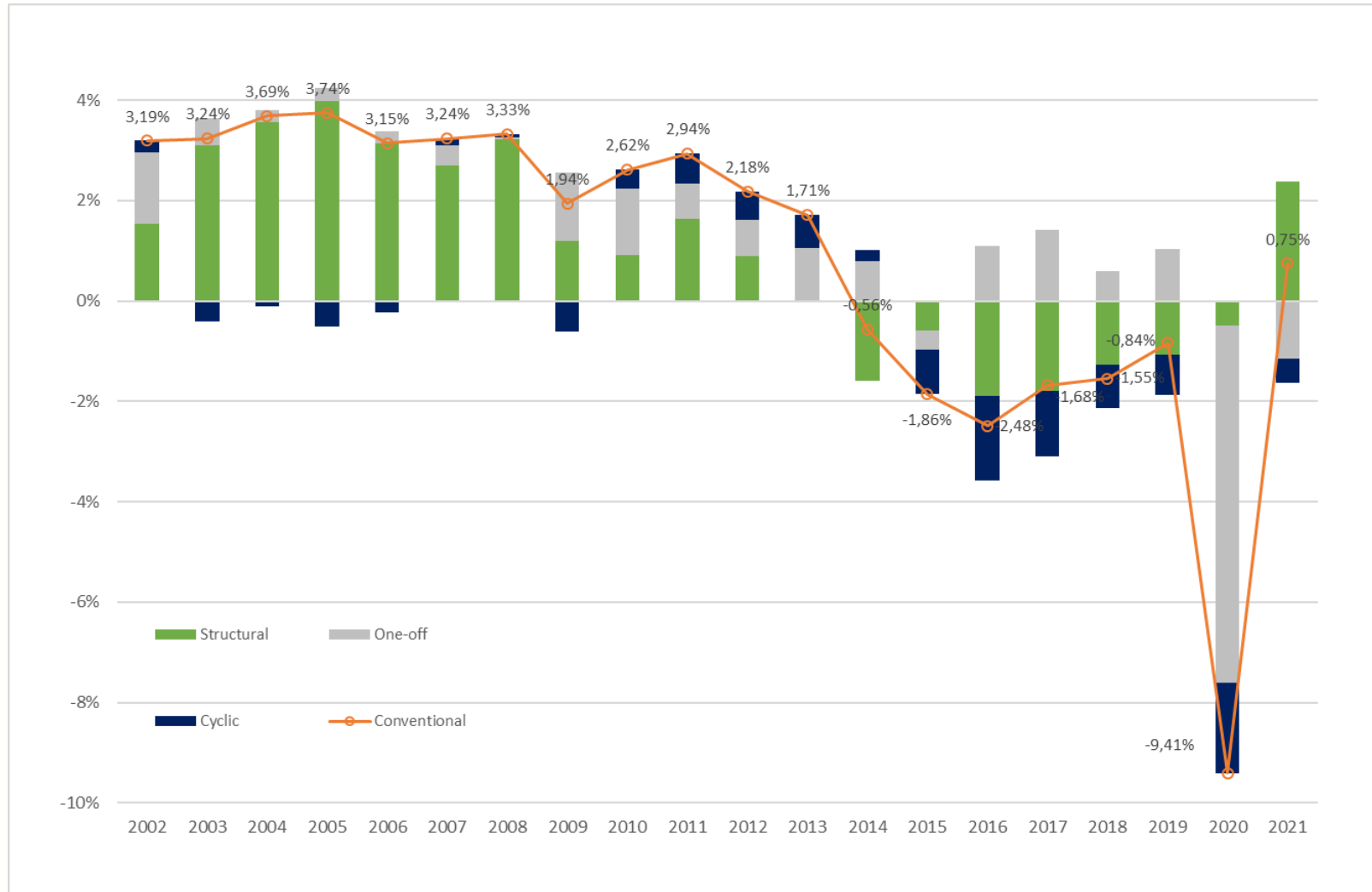


Source: IMF

# Structural fiscal balance in 2021 of 2.37% of GDP

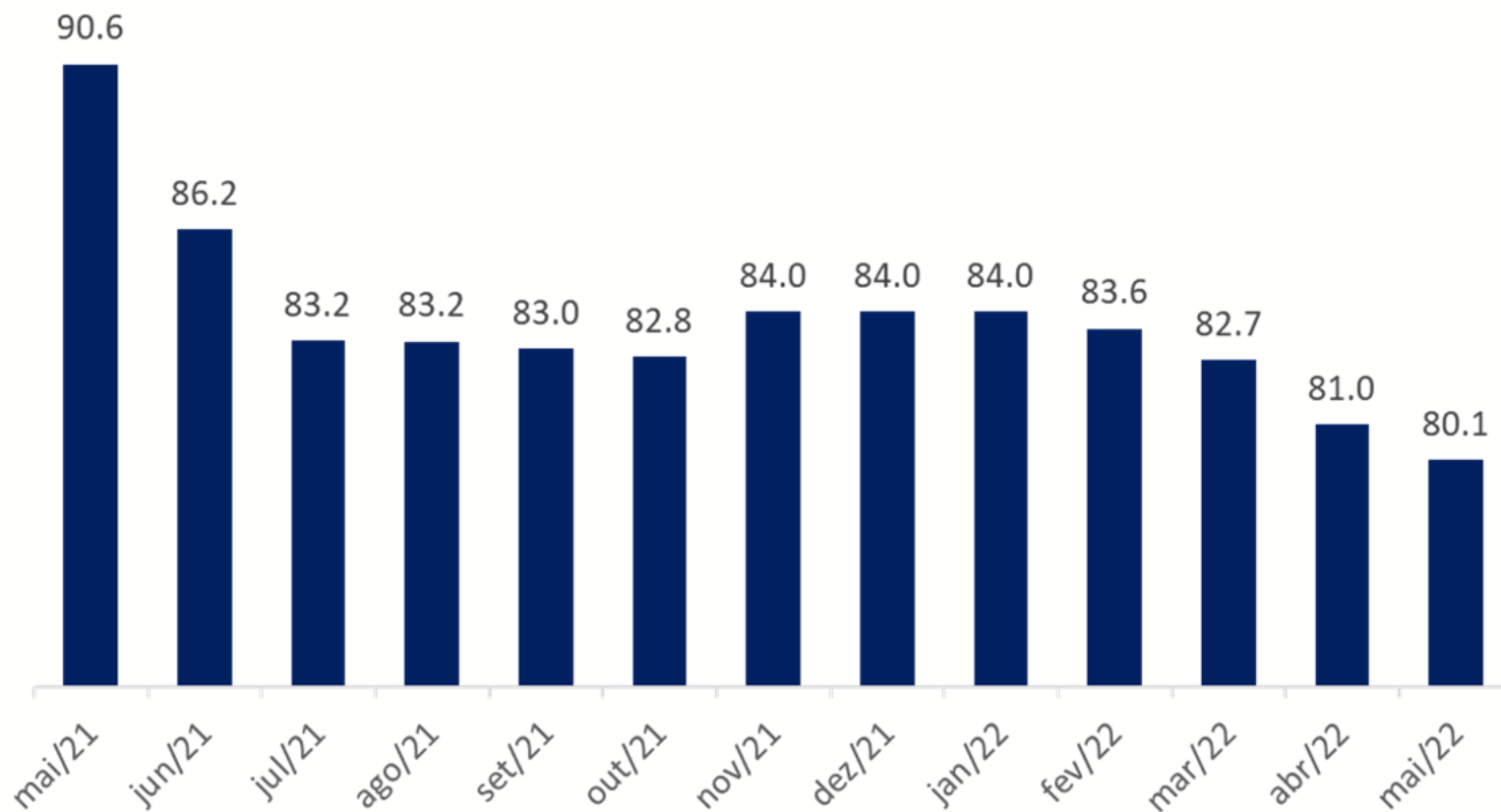
*Primary Balance adjusted for cycle and non-recurrent fiscal events: 2.37% of GDP*

*Conventional Fiscal Balance: 0.75% of GDP*



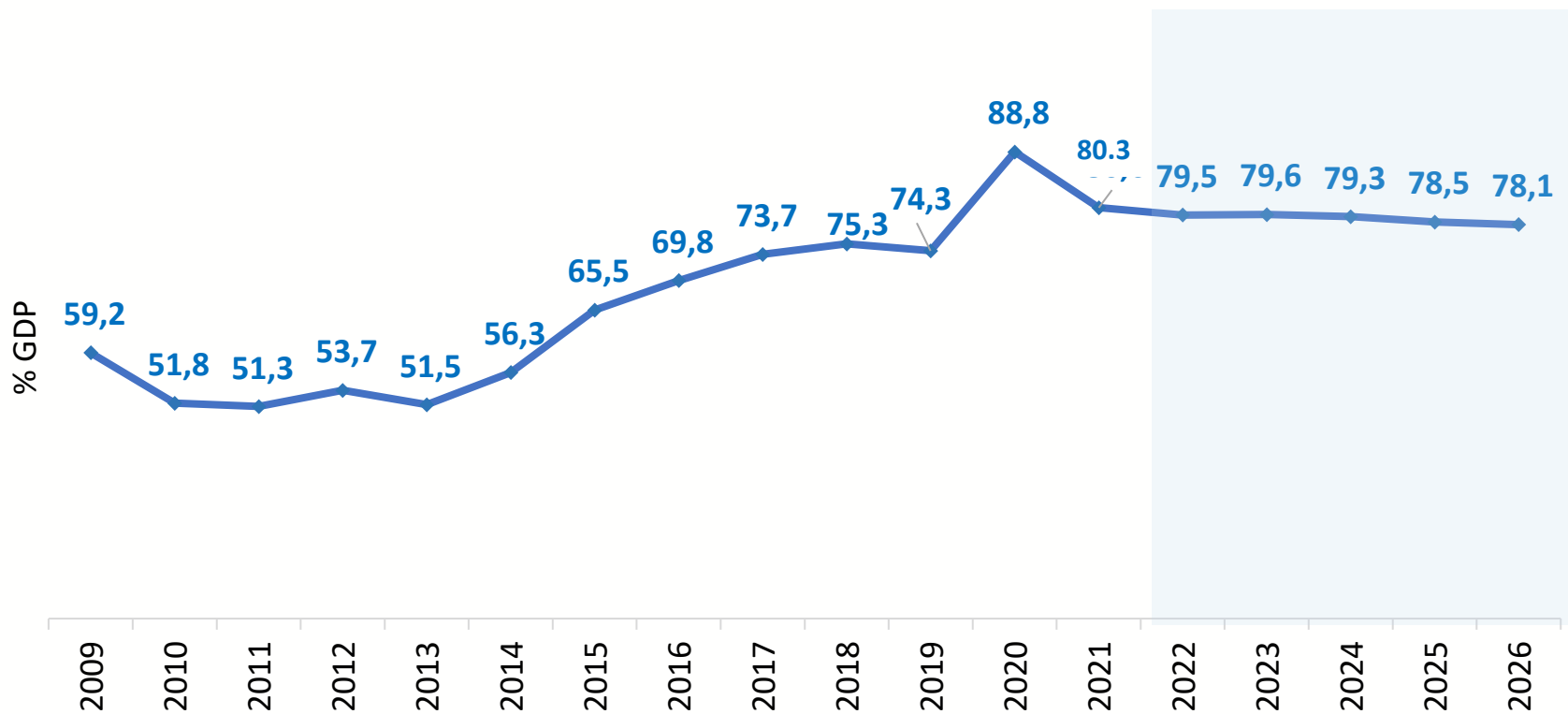
# Market revising down projections for end-2022 public debt

Projeções da Dívida Bruta do Governo Geral (%PIB)



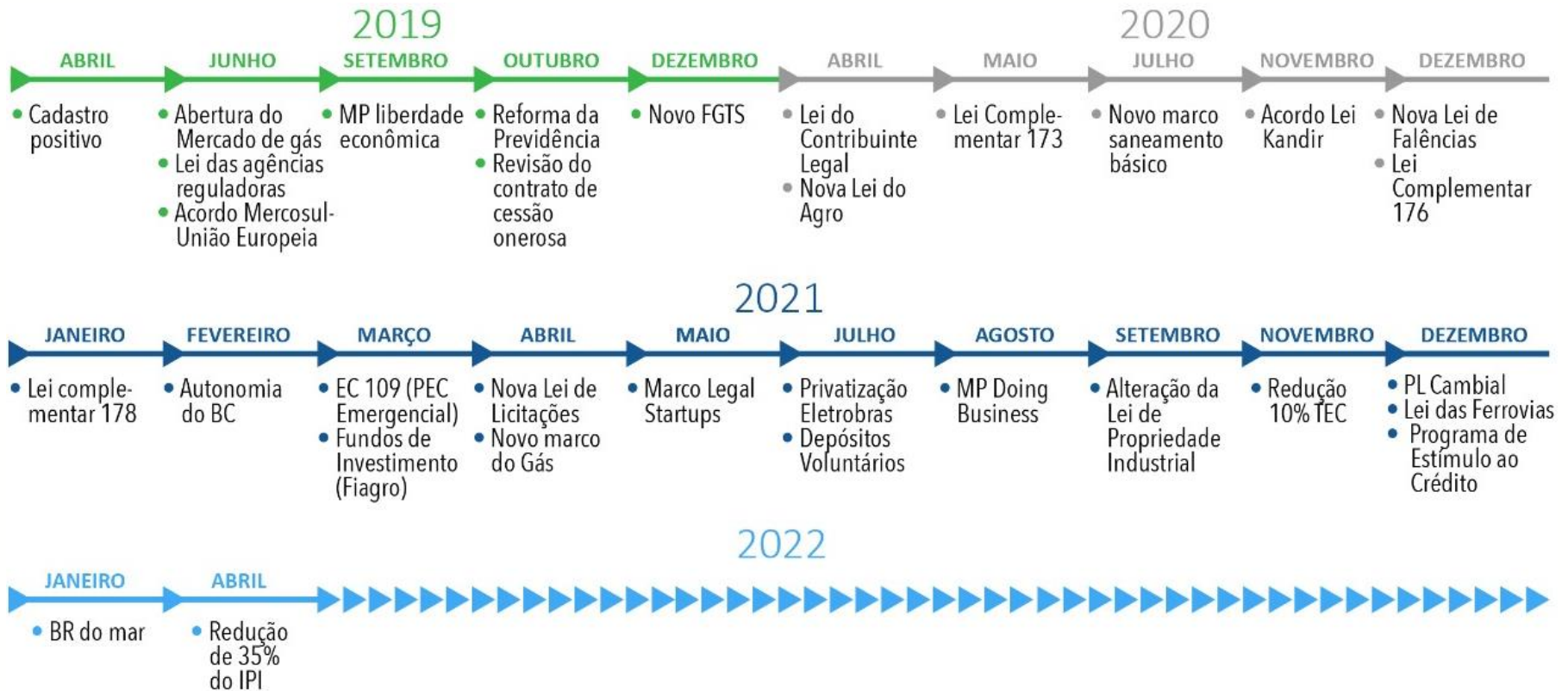
Fonte: Prisma Fiscal

# Public debt will continue to decline (official Treasury projection)



Source: BCB, STN.

# Structural reforms key to sustainable economic growth



For further information, access the website of the Secretaria de Política Econômica:

<https://www.gov.br/fazenda/pt-br/orgaos/spe/>

