

Argentina – Strategy

February 13, 2023

## Argentina Morning View

- **IN A NUTSHELL:** Media rumors report that the government could announce a USD1-1.5bn repo with international lenders this week. On the terms discussed by the report, the loan would add to the NIR position, correcting the deviation from the 1Q23 reserves' QPC.
- **RATIONALE:** Securing a loan from international lenders has been on Mr. Massa's agenda since August. The idea was to agree to a repo, in which at least two international banks (and allegedly a SWF) would lend the government money collateralized by ARGENT bonds. Part of the loan would finance repurchasing ARGENT bonds; the rest would be Treasury financing to compensate for the end of IMF net financing. Mr. Massa originally talked about a USD3-5bn financing line. Two problems have mired the idea: (i) the maturity of the loan would need to be at least two years to count against the NIR target, and (ii) with bonds trading in the teens or the low-20s, the collateral ratio would have been as wide as 7-1, making a deal impossible. With the repurchase, Mr. Massa has concentrated on easing the second problem. With bonds rallying into the mid-30s, the collateral ratio required to make the deal possible dropped to about USD3 in notional per every USD1 in cash.

Media reports over the weekend argued that Mr. Massa could seek to announce the repo this week, taking advantage of a more favorable collateral ratio. The size of the loan has reportedly dropped considerably to about USD1-1.5bn. Interestingly, the reports suggest that the maturity loan would mature in 2025. By exceeding a 1-year maturity, the liability doesn't count against gross reserves, therefore increasing the NIR position (by IMF definition, the NIR position is GIR minus all maturities with a tenor shorter than 1-year).

In this context, the repo would help compensate for the deviation in the 1Q23 NIR target. MTD, the BCRA, sold almost USD500mn and over USD900mn over the past 30 days, at a tune of about USD50mn per day. Gross reserves are down by USD4.4bn YTD, of which about USD3.8bn correspond to IMF payments. All in all, we estimate that the NIR position dropped by about USD1.2bn YTD, meaning that the BCRA deviated by about USD1.3bn from the 1Q23 target. With the 4Q22 overperformance, we estimated that the BCRA needed to keep the NIR position almost flat in 1Q23 to hit the end-March target. The repo would, therefore, plug the shortfall, especially in a context where the government has few cards to play until April because of the weak wheat harvest and the slim soy inventories.

Still, the repo raises some uncomfortable questions. The first is that the government would be increasing the average interest cost of the Federal debt. The media report talks about a 10% interest on the 2-year loan, substantially higher than the average coupons of the ARGENT curve in 2023-24 and more than twice as high as IMF and IFI lending, which complete the hard-currency financing blend. Second, it shows that the government is intent on piling up short-term maturities provided it allows it to muddle through until the elections avoiding a REER correction. While most eyes are rightly fixated on the ARS maturities (more so after last week's JxC press release last week), the government has also been gradually accumulating short-term USD maturities, which erode the biggest asset that his administration had: the low payments of the ARGENT curve following the 2020 restructuring. We estimate that the BCRA accumulated USD8bn in trade arrears in 2022. In other words, the government is dragging USD8bn in unpaid imports, which should be due this year. Looking at the prospects of the FX market, we see little chance of the outstanding trade debt compressing this year. We expect the government to roll over the debt, paying for old imports while leaving 2023 shippings unpaid. Moreover, the Brazil deal could increase the trade debt further in 2023, leaving sizeable arrears due for 2024. The repo would add to the debt pileup, resulting in sizeable hard currency maturities in 2024-25.

## Summary of Sovereign Securities

### Global-Law Securities

Security	BBG Code	ISIN	Current Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
<b>USD</b>												
PDI 2029	ARGENT 1 07/09/29	US040114HX11	1,000	31	0,10	31,4	31,5%	34,7%	3036	2,90	2.635	100,0%
Argent30	ARGENT 0 1/2 07/09/30	US040114HS26	0,500	31	0,05	32,9	32,9%	30,9%	2659	3,09	16.091	100,0%
Argent35	ARGENT 1 1/2 07/09/35	US040114HT09	1,500	31	0,15	29,0	29,1%	21,8%	1805	5,93	20.502	100,0%
Argent38	ARGENT 3 7/8 01/09/38	US040114HU71	3,875	31	0,38	34,7	34,9%	21,9%	1814	5,02	11.405	100,0%
Argent41	ARGENT 3 1/2 07/09/41	US040114HV54	3,500	31	0,34	31,6	31,8%	19,4%	1560	5,95	10.482	100,0%
Argent46	ARGENT 1 1/2 07/09/46	US040114HW38	1,500	31	0,15	29,7	29,8%	22,7%	1878	4,69	2.092	100,0%
<b>EUR</b>												
PDI 2029 EUR	ARGENT 0 1/2 07/09/29	XS2200244072	0,500	31	0,05	27,5	27,5%	38,1%	3720	2,86	90	100,0%
Argent30 EUR	ARGENT 0 1/2 07/09/30	XS2177363665	0,125	31	0,01	28,5	28,5%	34,0%	3516	3,02	1.166	100,0%
Argent35 EUR	ARGENT 0 7/8 07/09/35	XS2177364390	0,875	31	0,09	24,5	24,6%	22,9%	2071	6,04	299	100,0%
Argent38 EUR	ARGENT 3 01/09/38	XS2177365017	3,000	31	0,29	30,0	30,2%	23,1%	2301	5,03	809	100,0%
Argent41 EUR	ARGENT 2 3/4 07/09/41	XS2177365363	2,750	31	0,27	27,0	27,2%	20,8%	1988	5,92	1.573	100,0%
Argent46 EUR	ARGENT 0 7/8 07/09/46	XS2177365520	0,875	31	0,09	24,5	24,6%	25,1%	2332	4,47	248	100,0%

### Local-Law Hard-Currency Securities

Security	BBG Code	ISIN	Current Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
PDI 2029 AL	ARGBON 1 07/09/29	ARARGE3209Y4	1,000	31	0,10	29,0	29,0%	37,6%	3369	2,83	2.195	100,0%
Argent30 AL	ARGBON 0 1/2 07/09/30	ARARGE3209S6	0,500	31	0,05	28,8	28,7%	35,4%	3193	2,93	13.531	100,0%
Argent35 AL	ARGBON 1 1/2 07/09/35	ARARGE3209T4	1,500	31	0,15	28,5	28,5%	22,1%	1863	5,88	19.072	100,0%
Argent38 AL	ARGBON 3 7/8 01/09/38	ARARGE3209U2	3,875	31	0,38	32,0	31,9%	23,7%	2027	4,80	7.219	100,0%
Argent41 AL	ARGBON 3 1/2 07/09/41	ARARGE3209V0	3,500	31	0,34	28,5	28,4%	21,3%	1786	5,62	1.513	100,0%

### ARS Fixed-Rate and Dollar-Linked Securities

Security	BBG Code	ISIN	Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
<b>Old Securities</b>												
TO23	ARGTES 16 10/17/23	ARARGE4502J2	16,00	113	5,0	70,5	65,3%	96,6%	9.203	0,42	64.150	100,0%
TO26	ARGTES 15 1/2 10/17/26	ARARGE4502K0	15,50	113	4,9	29,3	24,5%	84,7%	7.901	1,24	96.570	100,0%
<b>New Securities</b>												
LEDE 02-28-23	LEDES 0 02/28/23	ARARGE520CH6	0,00	-	0,0	96,9	96,9%	81,8%	7.725	0,04	184.950	100,0%
LEDE 03-31-23	LEDES 0 03/31/23	ARARGE520D23	0,00	-	0,0	91,2	91,2%	73,9%	6.950	0,12	350.621	100,0%
LEDE 04-28-23	LEDES 0 04/28/23	ARARGE520CI4	0,00	-	0,0	85,6	85,5%	82,0%	7.767	0,18	1.193.708	100,0%
LEDE 05-31-23	LEDES 0 05/31/23	ARARGE520D80	0,00	-	0,0	79,7	79,7%	86,4%	8.178	0,23	682.583	100,0%
LEDE 06-30-23	LEDES 0 06/30/23	ARARGE520D98	0,00	-	0,0	74,6	74,7%	90,1%	8.497	0,28	562.403	100,0%
<b>DL Securities</b>												
TV23	ARGBND 0.3 04/28/23	ARARGE320B27	0,30	102	0,1	18.815,0	98,9%	5,42%	-	0,20	3.016	100,0%
T2V3	ARGBND 0 07/31/23	ARARGE320CJ7	0,00	-	0,0	18.645,0	98,2%	4,04%	-	0,46	1.298	100,0%
TV24	ARGBND 0.4 04/30/24	ARARGE320C18	0,40	100	0,1	16.395,0	86,0%	13,51%	-	1,17	1.277	100,0%

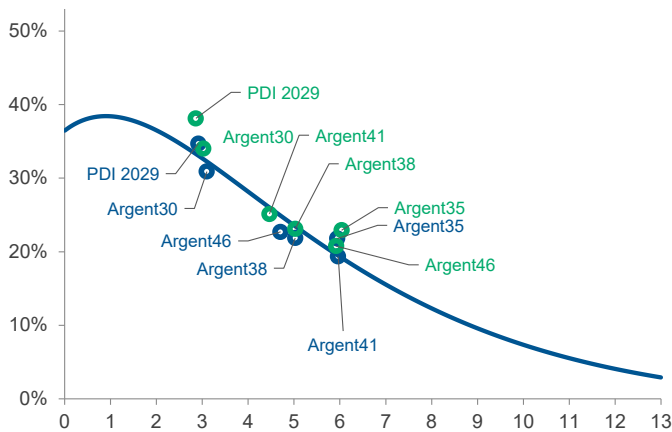
### Inflation-Linked Securities

Security	BBG Code	ISIN	Coupon	Days Accrued	Interest Accrued	PX	Parity	Yield	Spread to UST	MD	Outstanding	Residual
<b>Old Securities</b>												
TC23	BONCER 4 03/06/23	ARARGE4505O5	4,00	154	15,1	889,0	98,9%	-5,5%	2455	0,06	2.481	100,0%
TC25	BONCER 4 04/27/25	ARARGE4505U2	4,00	103	9,7	707,5	82,1%	13,1%	926	1,99	29.908	100,0%
DICP	ARGENT 5.83 12/31/33	ARARGE03E121	5,83	40	43,6	5650,0	83,3%	9,7%	630	4,50	10.472	69,8%
PARP	ARGENT 1.18 12/31/38	ARARGE03E105	1,77	130	33,9	2300,0	43,1%	11,0%	671	8,56	2.861	52,9%
CUAP	ARGENT 3.31 12/31/45	ARARGE03E139	3,31	40	27,1	3500,0	47,3%	9,5%	836	10,53	23.434	99,0%
<b>New Securities</b>												
X17F3	LECER 0 02/17/23	ARARGE520BT3	0,00	338	0,0	185,1	97,2%	342,1%	9661	0,01	115.706	100,0%
X21A3	LECER 0 04/21/23	ARARGE520C08	0,00	310	0,0	181,3	99,2%	4,3%	359	0,18	343.992	100,0%
X19Y3	LECER 0 05/19/23	ARARGE520C57	0,00	281	0,0	173,4	98,9%	4,2%	43	0,26	509.085	100,0%
X16J3	LECER 0 06/16/23	ARARGE520CS3	0,00	160	0,0	136,6	98,3%	5,2%	79	0,33	400.012	100,0%
X18S3	LECER 0 09/18/23	ARARGE520CV7	0,00	130	0,0	126,0	97,1%	5,0%	93	0,58	48.387	100,0%
TX23	BONCER 1.4 03/25/23	ARARGE3208T6	1,40	135	2,0	380,9	98,9%	6,2%	604	0,11	81.567	100,0%
T2X3	BONCER 1.45 08/13/23	ARARGE3209Z1	1,45	3	0,0	338,0	97,3%	7,1%	-3	0,48	432.188	100,0%
T2X4	BONCER 1.55 07/26/24	ARARGE320AI3	1,55	14	0,2	243,5	84,2%	13,8%	903	1,35	314.877	100,0%
TX24	BONCER 1 1/2 03/25/24	ARARGE3208U4	1,50	135	2,2	338,5	87,9%	13,0%	828	1,04	345.783	100,0%
TX26	BONCER 2 11/09/26	ARARGE3209W8	2,00	91	1,7	261,5	76,0%	12,8%	865	2,44	190.747	100,0%
TX28	BONCER 2 1/4 11/09/28	ARARGE3209X6	2,25	91	1,9	247,0	71,7%	13,0%	892	2,92	75.905	100,0%
<b>Duos</b>												
TDJ23	CERDUO 0 06/30/23	ARARGE320CL3	0,00	178	0,0	19175,0	100,8%	2,6%	2087	0,38	4.641	100,0%
TDL23	CERDUO 0 07/31/23	ARARGE320CM1	0,00	178	0,0	18990,0	99,8%	4,6%	-408	0,46	13.075	100,0%
TDS23	CERDUO 0 09/29/23	ARARGE320CN9	0,00	178	0,0	18649,0	98,0%	7,4%	2049	0,61	8.739	100,0%
TDF24	CERDUO 0 02/28/24	ARARGE320CW0	0,00	130	0,0	17500,0	92,5%	11,7%	432	0,95	3.709	100,0%

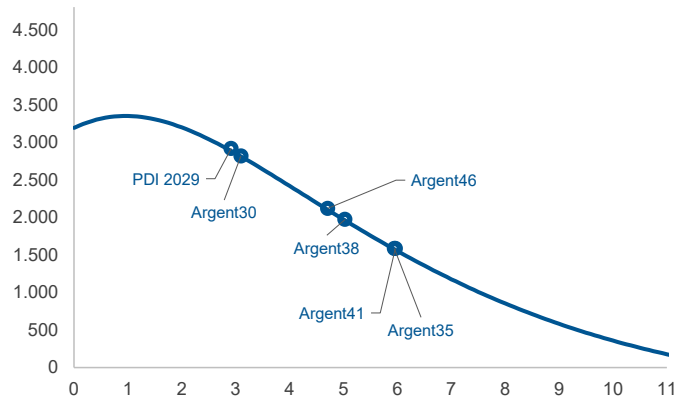
### Global-Law Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info.	
	10/2/2023			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity	Amt.Out. (mn)
<b>USD</b>													
PDI 2029	2,90	34,69	31,4	0,94	2,23	-0,98	-4,36	-2,6	-5,8	5,5	17,4	09/07/29	2.635
Argent30	3,09	30,90	32,9	0,66	1,59	-1,41	-5,06	-1,9	-4,4	7,0	20,6	09/07/30	16.091
Argent35	5,93	21,79	29,0	0,42	0,75	-0,07	-1,69	-2,4	-4,1	1,8	12,4	09/07/35	20.502
Argent38	5,02	21,87	34,7	0,36	0,94	0,15	-1,21	-1,8	-4,5	0,1	7,4	09/01/38	11.405
Argent41	5,95	19,36	31,6	0,35	0,86	0,12	-1,45	-2,1	-5,0	-0,1	9,9	09/07/41	10.482
Argent46	4,69	22,70	29,7	0,43	0,83	-0,17	-2,45	-2,0	-3,6	2,2	14,0	09/07/46	2.092
<b>EUR</b>													
PDI 2029 EUR	2,86	38,12	27,5	0,03	2,05	0,34	-0,62	0,0	-5,2	1,9	5,8	09/07/29	90
Argent30 EUR	3,02	34,03	28,5	0,03	1,05	-0,89	-1,86	0,0	-2,6	5,6	9,6	09/07/30	1.166
Argent35 EUR	6,04	22,93	24,5	0,01	0,39	0,58	0,00	0,0	-2,0	-2,0	2,1	09/07/35	299
Argent38 EUR	5,03	23,09	30,0	0,01	0,84	-0,47	-1,09	0,0	-4,0	3,4	7,1	09/01/38	809
Argent41 EUR	5,92	20,77	27,0	0,00	0,63	-0,49	-1,11	0,0	-3,6	3,8	8,0	09/07/41	1.573
Argent46 EUR	4,47	25,13	24,5	0,01	1,59	0,82	0,04	0,0	-6,7	-2,0	2,1	09/07/46	248

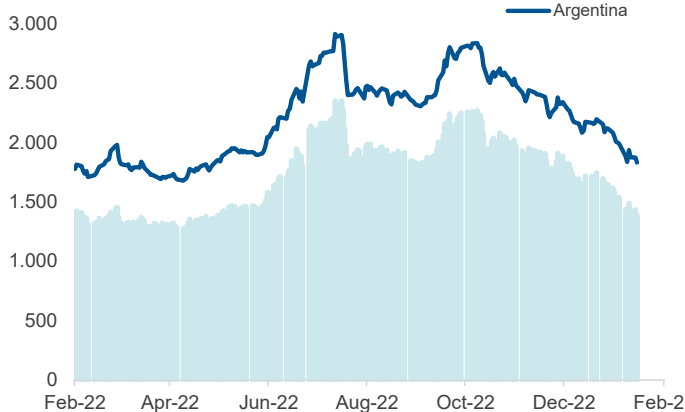
Globals Yield Curve | YTM ● USD Securities ● EUR Securities



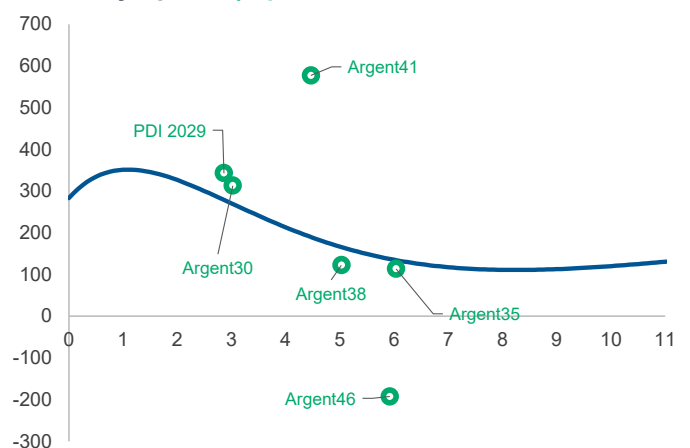
Spread Curve vs. UST | Spreads ● USD Securities



ARGY Spreads & EM Spreads | Spreads Spread Over EM Argentina



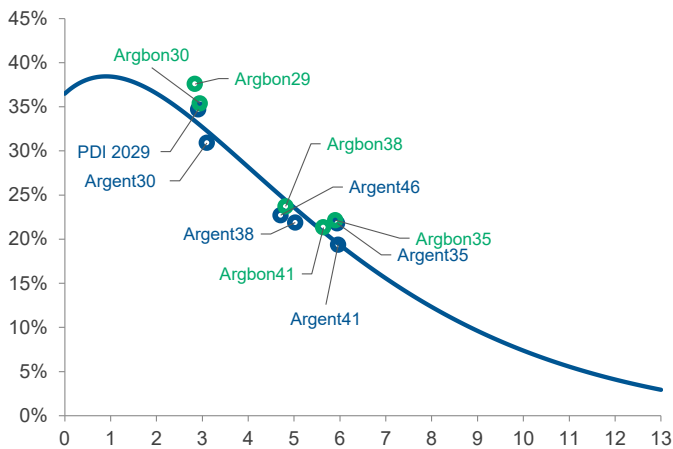
Currency Spread | Spreads ● EUR Securities



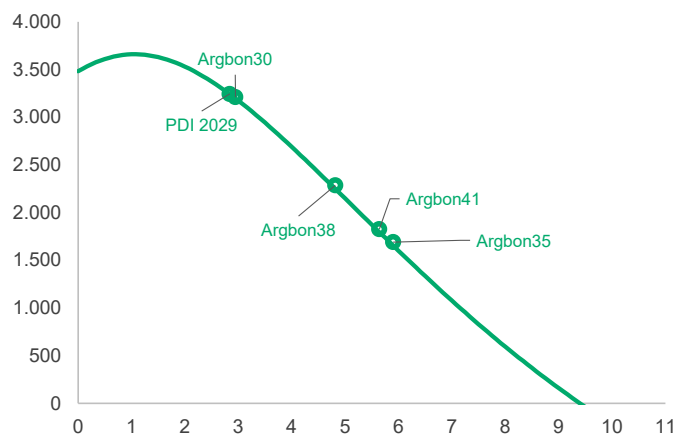
### Local-Law Hard Currency Securities Curve

	MD	Yield	Price	Yield Change in BPS				Price % Change				Additional Info.	
				10/2/2023	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity
PDI 2029 AL	2,83	37,58	29,0	0,03	2,55	-0,19	-4,51	0,0	-6,5	3,6	16,0	09/07/29	2.189
Argent30 AL	2,93	35,38	28,8	0,03	1,36	-0,70	-4,14	0,0	-3,4	5,0	16,2	09/07/30	12.423
Argent35 AL	5,88	22,14	28,5	0,01	0,65	-0,30	-1,82	0,0	-3,4	3,6	10,7	09/07/35	18.449
Argent38 AL	4,80	23,71	32,0	0,01	0,72	0,55	-0,08	0,0	-3,0	-0,8	-3,0	09/01/38	7.196
Argent41 AL	5,62	21,33	28,5	0,01	0,67	0,90	-0,46	0,0	-3,4	-3,4	-1,3	09/07/41	1.468

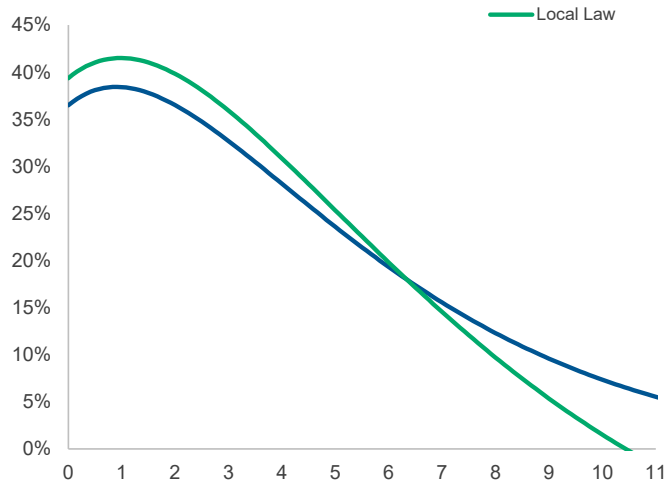
Globals Yield Curve | YTM ● USD NY Law ● USD ARGV Law



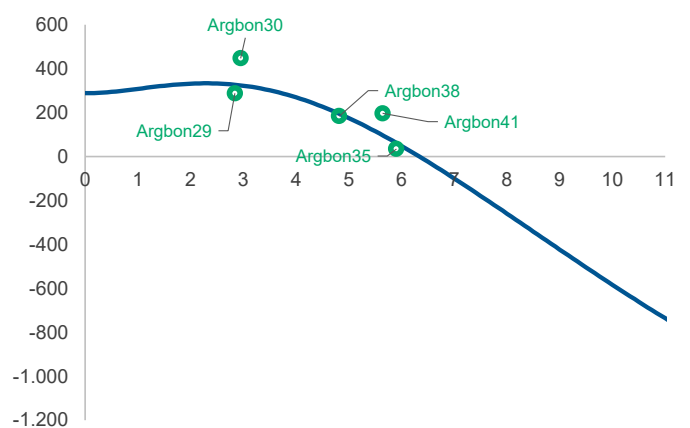
Spread Curve vs. UST | Spreads ● ARGV Law Securities



Global & Local Law Curves | YTM — Globals — Local Law



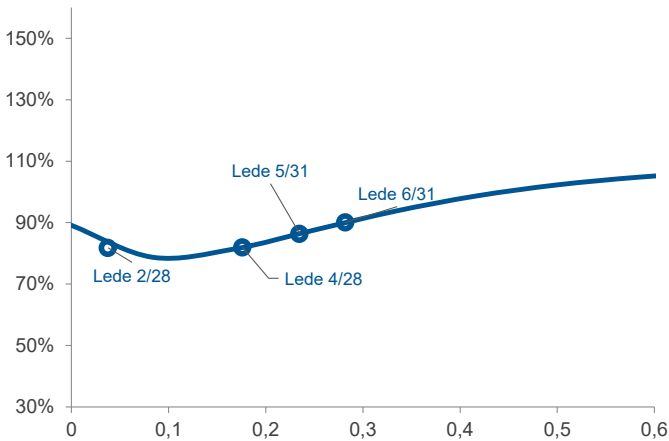
Legislation Spread | Spreads ● ARGV Law Securities



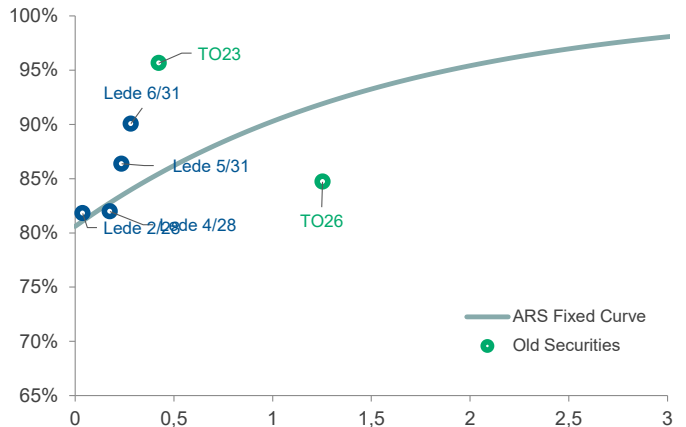
### ARS Fixed-Rate and Dollar-Linked Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info.	
				10/2/2023	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Maturity
<b>Old Securities</b>													
TO23	0,42	95,64	70,7	0,5	2,0	8,8	7,0	0,0	0,6	2,5	5,5	17/10/23	64.150
TO26	1,25	84,71	29,3	1,2	1,8	3,0	1,8	-0,8	-0,4	2,6	6,4	17/10/26	96.570
<b>New Securities</b>													
LEDE 02-28-23	0,04	81,81	96,9	4,3	-38,3	5,3	-6,3	0,0	3,7	6,2	10,0	28/02/23	184.950
LEDE 03-31-23	0,12	73,91	91,2	-0,5	-30,8	1,4	-11,1	0,2	2,6	5,5	10,1	31/03/23	350.621
LEDE 04-28-23	0,18	81,97	85,6	-0,1	1,8	20,2	0,5	0,2	0,8	4,6	7,9	28/04/23	1.193.708
LEDE 05-31-23	0,23	86,37	79,7	0,0	-13,0	4,4	-0,5	0,2	3,5	3,1	8,0	31/05/23	682.583
LEDE 06-30-23	0,28	90,06	74,6	0,1	-10,4	4,0	-	0,1	3,8	0,7	-	30/06/23	562.403
<b>DL Securities</b>													
TV23	0,20	5,42	18.815,0	-	-	-	-	0,2	0,4	4,6	5,1	28/04/23	3.016
T2V3	0,46	4,04	18.645,0	-	-	-	-	0,0	0,8	4,4	5,9	31/07/23	1.298
TV24	1,17	13,51	16.395,0	-	-	-	-	0,1	1,1	6,3	6,5	30/04/24	1.277

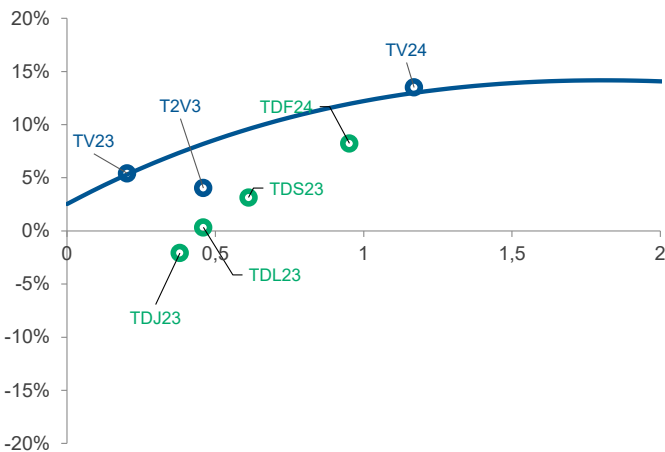
#### Treasury Ledes Curve | YTM



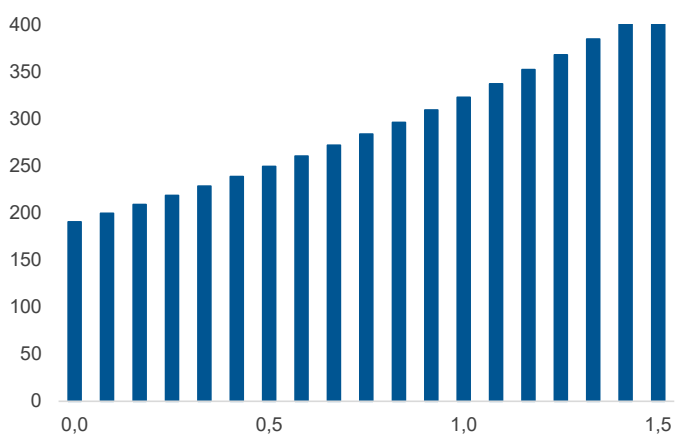
#### ARS Fixed-Rate Curve | YTM



#### Dollar-Linked Curve | YTM



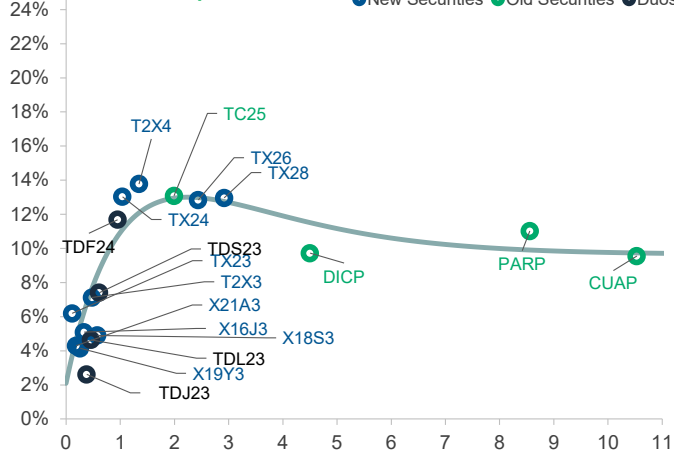
#### Official FX Break-Even | Break-Evens



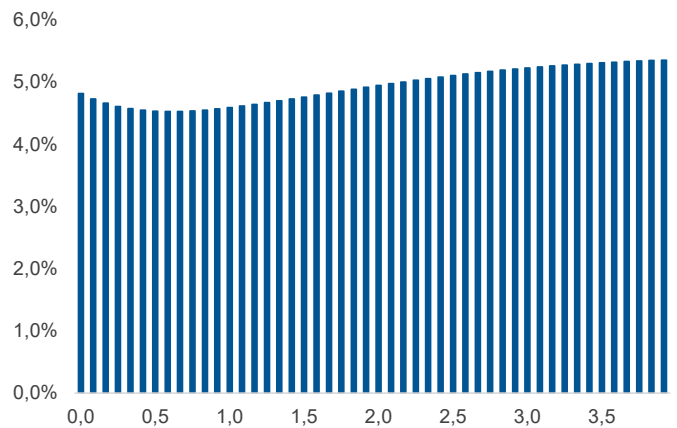
### Inflation-Linked Securities Curve

	MD	Yield	Price	Yield Change in bps				Price % Change				Additional Info		
		10/2/2023		Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Daily (1bd)	Weekly (5bd)	Monthly (22bd)	YTD	Next Coupon	Maturity	Amt. Out. (mn)
<b>Old Securities</b>														
TC23	0,06	-5,50	889,00	-2958,1	-1355,1	-775,8	-775,4	2,1	2,1	5,5	7,1	06/03/23	06/03/23	2.481
TC25	1,99	13,08	707,50	9,2	-53,8	-22,7	-10,6	0,0	2,4	6,4	8,0	27/04/23	27/04/25	29.908
DICP	4,50	9,72	5650,00	-35,6	-92,7	-163,2	-144,6	1,8	5,6	14,1	15,3	30/06/23	31/12/33	10.472
PARP	8,56	11,02	2300,00	0,2	1,6	-128,5	-69,7	0,0	0,0	12,2	7,0	31/03/23	31/12/38	2.861
CUAP	10,53	9,55	3500,00	1,7	12,3	-197,8	-178,9	0,0	0,0	29,6	29,6	30/06/23	31/12/45	23.434
<b>New Securities</b>														
X17F3	0,01	342,15	185,08	10037,8	28085,9	32775,4	32739,9	0,0	0,0	3,6	5,7	-	17/02/23	115.706
X21A3	0,18	4,35	181,25	-18,5	-261,9	-99,9	-76,0	0,2	1,8	5,8	7,6	-	21/04/23	343.992
X19Y3	0,26	4,19	173,38	65,2	-88,9	-132,7	-95,6	0,0	1,5	6,0	7,7	-	19/05/23	509.085
X16J3	0,33	5,15	136,60	19,2	-14,0	-145,3	-74,6	0,1	1,3	6,3	7,8	-	16/06/23	400.012
X18S3	0,58	4,96	126,00	30,0	-270,8	-127,3	-136,1	0,0	2,9	6,5	8,4	-	18/09/23	48.387
TX23	0,11	6,19	380,88	36,3	-54,5	-138,7	-150,8	0,1	1,3	5,9	7,7	25/03/23	25/03/23	81.567
T2X3	0,48	7,12	338,00	367,3	105,1	135,4	-2932,6	-1,6	0,7	4,9	26,4	13/08/23	13/08/23	432.188
TX24	1,04	13,03	338,50	25,3	98,1	185,6	205,4	-0,1	0,3	4,0	5,6	25/03/23	25/03/24	345.783
T2X4	1,35	13,78	243,50	14,3	38,3	154,6	195,0	0,0	0,8	3,9	5,2	26/07/23	26/07/24	314.877
TX26	2,44	12,84	261,50	8,0	-15,1	-73,6	-6,6	0,0	1,8	8,3	8,5	09/05/23	09/11/26	190.747
TX28	2,92	12,96	247,00	6,6	46,4	23,6	71,6	0,0	0,0	5,6	6,0	09/05/23	09/11/28	75.905
<b>Duos</b>														
TDJ23	0,38	2,62	19175,00	-	-	-937,5	-1061,7	0,7	1,4	6,2	7,2	-	30/06/23	4.641
TDL23	0,46	4,64	18990,00	-	-	-687,3	-709,4	0,2	1,0	5,9	6,4	-	31/07/23	13.075
TDS23	0,61	7,40	18649,00	-	-	-404,1	-444,6	0,2	1,3	5,8	6,4	-	29/09/23	8.739
TDF24	0,95	11,68	17500,00	-	-	-84,8	-328,7	0,1	1,3	4,8	7,7	-	28/02/24	3.709

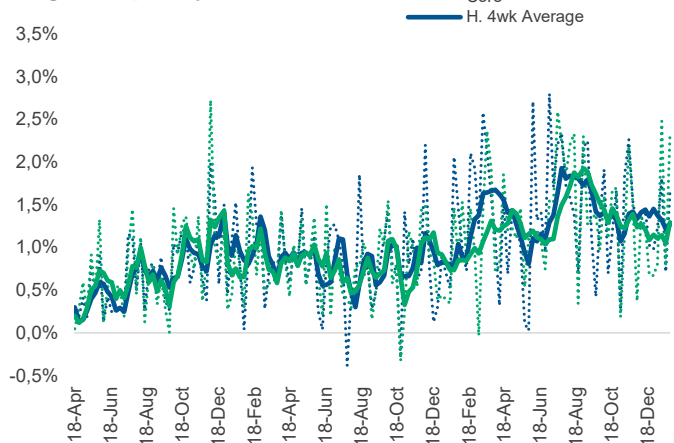
### Linkers Curve | YTM



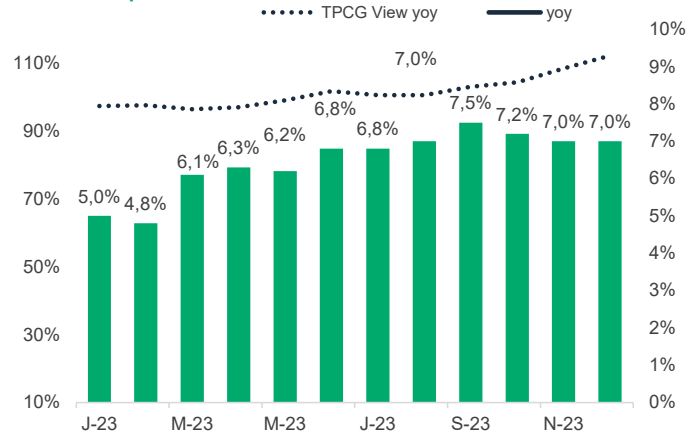
### Inflation Break-Even | Break-Evens



### High-Freq CPI | %w/w

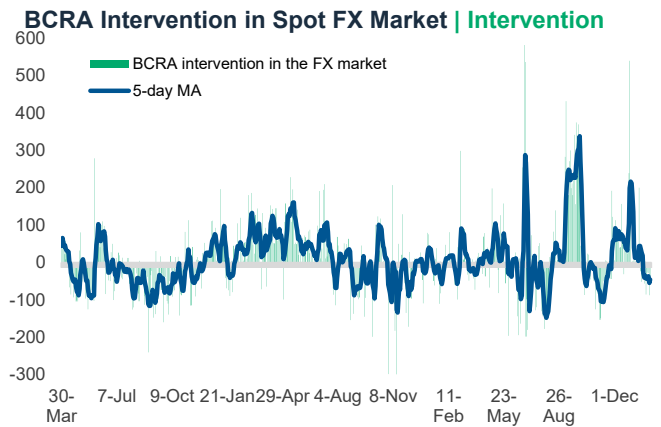
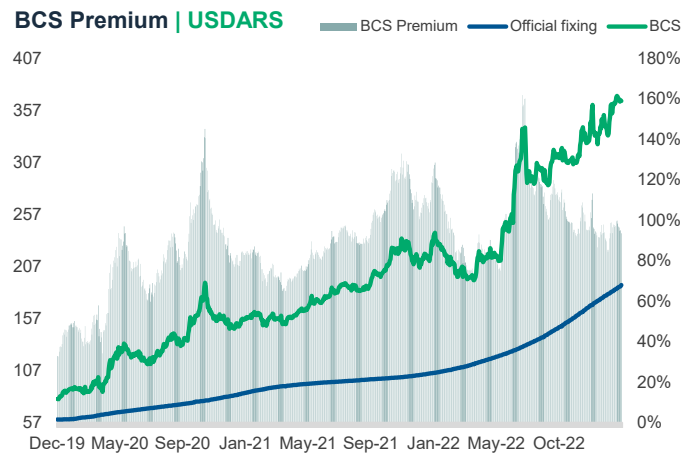
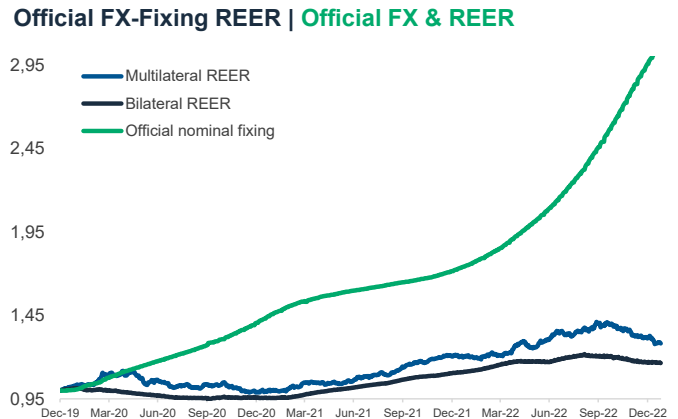
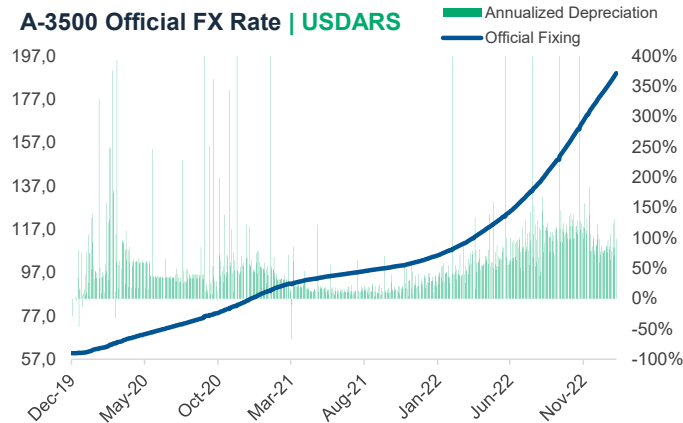


### Inflation | CPI % ch





## FX Market & International Reserves



## International Reserves: Evolution and Change Drivers

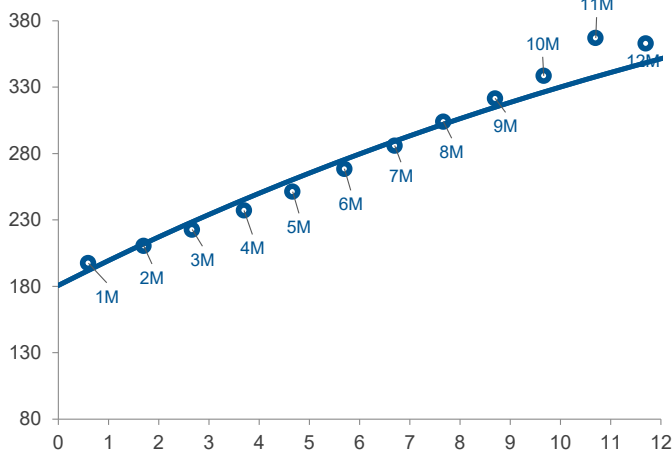
	International Reserves Outstanding			International Reserves Change			Reserve change drivers				
	Total	Government deposits	Liquid reserves	Total	Government deposits	Liquid reserves	External credit to the private sector	IFIs	Rest of Public Sector	Bank reserves	Rest
Dec	44.598	6.845	37.753	6.590	3.902	2.688	1.988	3.764	-287	563	561
2-Jan	44.608	6.576	38.032	9	-270	279	0	0	0	19	-9
3-Jan	44.613	6.562	38.051	5	-13	19	3	-8	0	49	-39
4-Jan	44.694	6.565	38.129	81	3	78	2	0	-10	-23	111
5-Jan	44.838	6.538	38.300	144	-27	171	56	0	0	88	1
6-Jan	44.432	5.847	38.585	-406	-691	285	0	0	-666	39	222
9-Jan	43.371	4.220	39.151	-1.061	-1.627	566	3	-1.293	-355	384	201
10-Jan	43.395	4.224	39.171	24	4	20	12	0	0	95	-84
11-Jan	43.406	4.216	39.190	11	-8	19	4	0	-1	-39	48
12-Jan	43.534	4.219	39.315	128	3	125	0	0	0	-36	164
13-Jan	43.115	3.476	39.639	-419	-744	325	200	-656	-96	56	76
16-Jan	42.987	3.470	39.517	-128	-5	-123	4	0	-1	-1	-130
17-Jan	42.890	3.451	39.439	-97	-19	-78	-24	-14	-1	54	-113
18-Jan	42.845	3.445	39.400	-45	-6	-39	-52	0	0	-76	83
19-Jan	42.816	3.428	39.387	-29	-16	-13	-39	-1	-4	44	-30
20-Jan	42.710	4.052	38.658	-106	624	-730	-34	0	-111	34	4
23-Jan	42.659	3.982	38.677	-51	-70	19	-56	0	-65	67	3
24-Jan	42.649	3.939	38.710	-10	-43	33	3	0	-45	-32	65
25-Jan	42.481	3.859	38.622	-168	-80	-88	-86	0	-34	-63	15
26-Jan	42.274	3.625	38.649	-207	-234	27	-45	0	-199	56	-20
27-Jan	42.265	3.592	38.673	-9	-33	24	-27	0	-29	12	36
30-Jan	41.518	2.747	38.771	-747	-845	98	-28	-692	-145	25	93
31-Jan	41.417	3.401	38.016	-101	654	-755	-88	-73	-20	50	30
Jan	41.518	2.747	38.771	-3.080	-4.098	1.018	-104	-2.663	-1.762	753	696



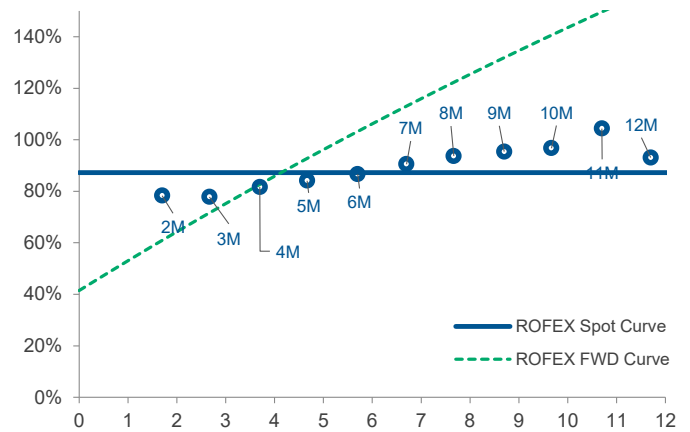
## ROFEX USD Curve

	A-3500 Official FX	ROFEX Outright	Yield	Price % Change			Yield Change in bps		
	10/2/2023			Daily (1bd)	Weekly (5bd)	Monthly (22bd)	Daily (1bd)	Weekly (5bd)	Monthly (22bd)
1M - ROFEX USD Fut	190,53	197,48	73,99	-0,02	-0,04	-4,55	1,0	0,6	-4,8
2M - ROFEX USD Fut	190,53	210,55	78,28	0,00	0,21	-4,99	0,2	-1,7	-3,2
3M - ROFEX USD Fut	190,53	222,70	77,77	-0,04	0,18	-4,33	0,1	-1,6	-5,0
4M - ROFEX USD Fut	190,53	237,15	81,63	0,21	0,38	-5,55	-0,4	-1,5	1,4
5M - ROFEX USD Fut	190,53	251,25	84,12	0,34	0,54	-5,23	-0,1	-1,3	1,3
6M - ROFEX USD Fut	190,53	268,50	86,68	-0,19	0,04	-6,31	-0,1	-1,3	2,5
7M - ROFEX USD Fut	190,53	286,00	90,54	0,05	-0,45	-7,69	-0,2	0,6	6,8
8M - ROFEX USD Fut	190,53	304,00	93,70	0,00	-1,32	-7,98	0,0	2,7	7,4
9M - ROFEX USD Fut	190,53	321,50	95,40	-0,47	-1,43	-8,34	1,1	2,7	7,5
10M - ROFEX USD Fut	190,53	338,50	96,75	-0,44	-1,03	-7,98	0,9	1,6	6,6

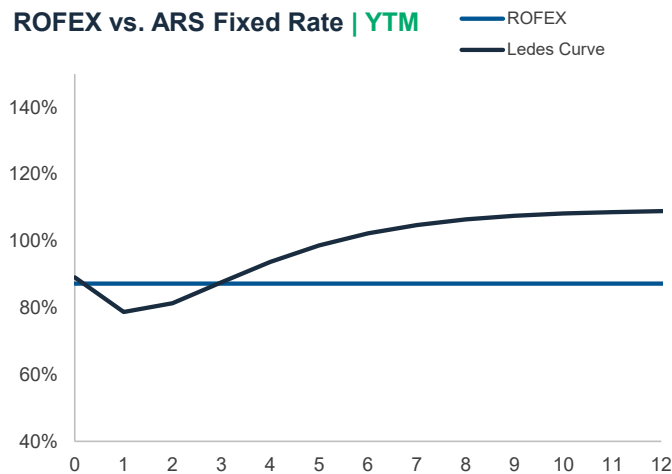
### Outrights Curve | Outrights



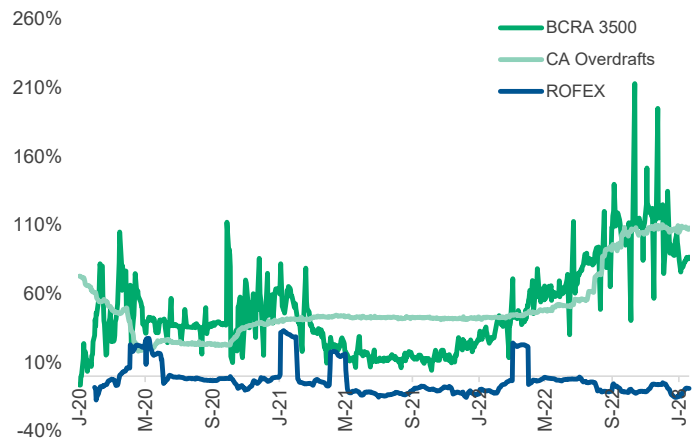
### ROFEX Spot & FWD Curves | YTM



### ROFEX vs. ARS Fixed Rate | YTM



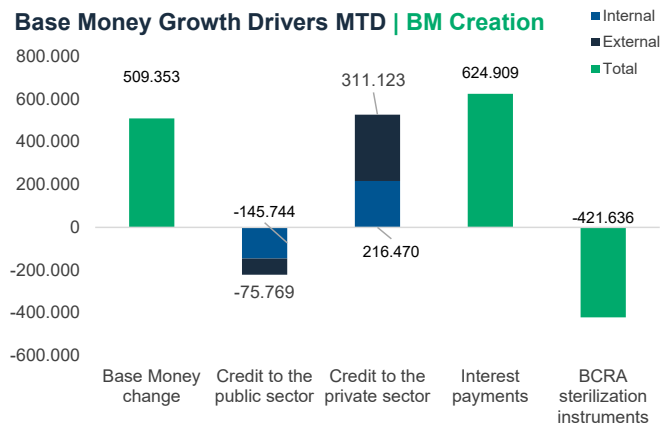
### Official FX, CA Overdrafts & ROFEX | Returns



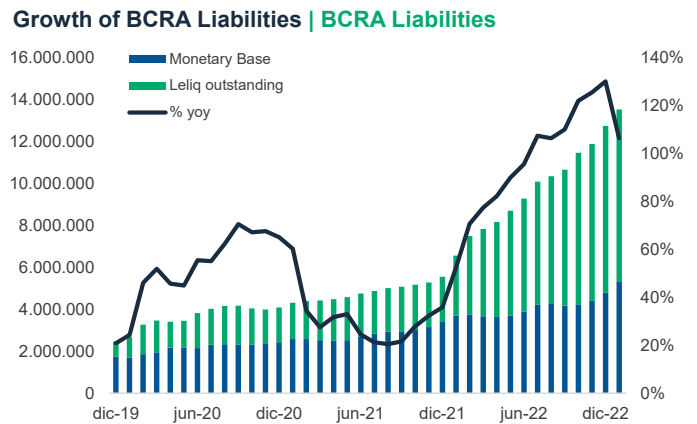
## Central Bank Monetary Policy

	Monetary base change	Change in external credit (NIR)			Change in ned domestic assets (NDA)						Monetary base outstanding		Leliq Outstanding
		Total	Public Sector	Private sector	Total	Public sector	Private sector	Sterilization instruments		Interest payments	EoP	Average	
								Net Leliq	Net Repo				
<b>Dec</b>	<b>696.006</b>	<b>437.152</b>	<b>200.229</b>	<b>236.922</b>	<b>258.854</b>	<b>39.183</b>	<b>507.362</b>	<b>-437.114</b>	<b>-368.000</b>	<b>517.423</b>	<b>7.695.330</b>	<b>4.781.929</b>	<b>7.942.509</b>
2-Jan	-3.355	519	0	519	-3.874	34.464	31.197	0	-81.220	11.686	5.200.397	4.291.129	8.002.932
3-Jan	19.066	4.402	0	4.402	14.664	-85	17.641	-230.682	182.438	45.353	5.219.463	4.295.407	8.246.886
4-Jan	27.617	429	0	429	27.188	91	323	40.032	-34.865	21.607	5.247.080	4.299.773	8.209.097
5-Jan	-12.589	10.020	0	10.020	-22.609	3.580	1.273	-9.601	-76.257	58.396	5.234.491	4.304.041	8.217.367
6-Jan	-5.873	-115.000	-115.000	0	109.127	115.068	4.944	0	-14.797	3.913	5.228.618	4.308.244	8.217.367
9-Jan	138.186	540	0	540	137.646	202	9.377	0	116.238	11.828	5.366.804	4.321.245	8.217.367
10-Jan	-62.927	2.209	0	2.209	-65.136	-122	11.856	-198.618	73.318	48.430	5.303.877	4.325.632	8.427.412
11-Jan	44.940	723	0	723	44.217	919	-22.917	107.591	-94.640	53.264	5.348.817	4.330.179	8.320.762
12-Jan	-55.745	0	0	0	-55.745	207	-19.493	-231.125	151.904	42.763	5.293.072	4.334.440	8.565.185
13-Jan	26.186	36.299	0	36.299	-10.113	-611	8.630	0	-21.602	3.469	5.319.258	4.338.778	8.565.185
16-Jan	57.168	715	0	715	56.453	-204	7.538	0	38.587	10.532	5.376.426	4.351.816	8.565.185
17-Jan	-44.672	-4.325	0	-4.325	-40.347	495	3.901	142.608	-244.293	56.942	5.331.754	4.356.058	8.414.372
18-Jan	-37.511	-9.506	0	-9.506	-28.005	1.107	3.130	44.030	-117.820	41.548	5.294.243	4.360.102	8.372.840
19-Jan	8.198	-7.095	0	-7.095	15.293	2.261	10.403	96.876	-142.726	48.479	5.302.441	4.364.146	8.270.390
20-Jan	8.414	-6.273	0	-6.273	14.687	-135.349	8.358	0	137.149	4.529	5.310.855	4.368.192	8.270.390
23-Jan	53.640	-10.416	0	-10.416	64.056	-61	4.128	0	47.208	12.781	5.364.495	4.380.351	8.270.390
24-Jan	-50.110	459	0	459	-50.569	-1.176	31.628	217.251	-343.216	44.944	5.314.385	4.384.275	8.041.650
25-Jan	-69.152	-15.910	0	-15.910	-53.242	7.959	31.239	63.632	-191.410	35.338	5.245.233	4.387.877	7.977.950
26-Jan	11.608	-68.430	-60.000	-8.430	80.038	66.117	3.717	108.463	-162.962	64.705	5.256.841	4.391.498	7.863.247
27-Jan	77.506	-5.000	0	-5.000	82.506	-116	-6.466	0	83.588	5.500	5.334.347	4.395.410	7.863.247
30-Jan	-104.151	-5.277	0	-5.277	-98.874	52	3.480	0	-118.540	16.134	5.230.196	4.406.528	7.863.247
31-Jan	86.526	-16.415	0	-16.415	102.941	-139.777	12.443	-151.558	321.645	60.188	5.316.722	4.410.243	8.023.525
<b>Jan</b>	<b>112.970</b>	<b>-207.335</b>	<b>-175.000</b>	<b>-32.335</b>	<b>320.305</b>	<b>-44.980</b>	<b>156.329</b>	<b>-1.101</b>	<b>-492.272</b>	<b>702.329</b>	<b>0</b>	<b>5.291.281</b>	<b>8.213.590</b>

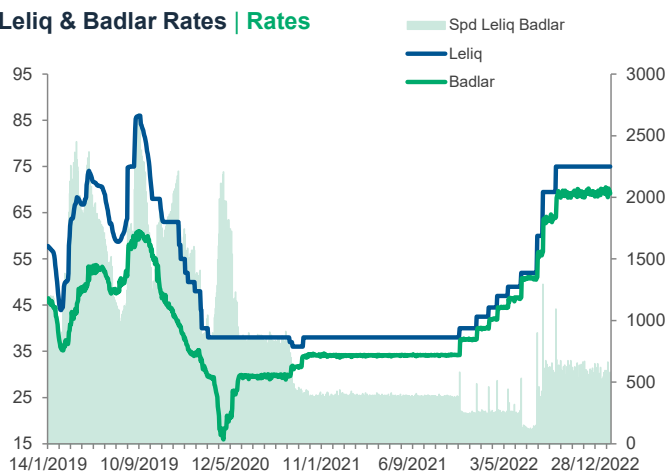
### Base Money Growth Drivers MTD | BM Creation



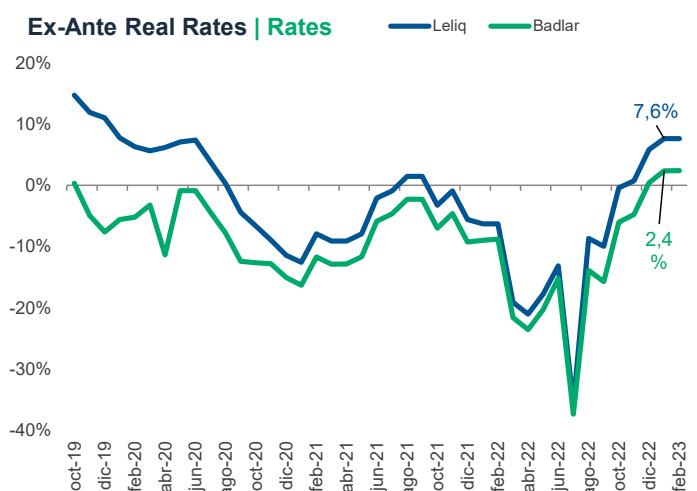
### Growth of BCRA Liabilities | BCRA Liabilities



### Leliq & Badlar Rates | Rates



### Ex-Ante Real Rates | Rates



## Economic Calendar & Base scenario

	Indicator	Period	Published by	Print	Expectation		Previous	Revisions of previous prints and/or comments
					TPCG View	Consensus		
8/2/2023	Industrial production	December	INDEC	-2,70%			1,40%	1,00%
8/2/2023	Construction	December	INDEC	-10,60%			-1,50%	
10/2/2023	Wage Index	December	INDEC	5,30%			6,70%	
<b>THIS WEEK</b>								
14/2/2023	CPI	January	INDEC					
	%yoy						94,80%	
	%mom						5,10%	
15/2/2023	Use of Industrial Capacity	December	INDEC				68,90%	
15/2/2023	Use of Public Services	November	INDEC				5,20%	
16/2/2023	Wholesale prices	January	INDEC				6,10%	
<b>NEXT WEEK</b>								
22/2/2023	Trade balance	January	INDEC				USD 1,102mn	
22/2/2023	Primary balance	January	Treasury				-ARS 441.5bn	
23/2/2023	EMAE monthly economic activity gauge	December	INDEC					
	%yoy						2,60%	
	%mom						-0,70%	

		2020	2021	1Q22	2Q22	3Q22	4Q22	2022
								TPCG View
<b>Economic Activity</b>								
GDP Growth	%yoy	-9,9	10,4	6,0	9,1	3,5	2,4	5,3
Nominal GDP	ARSbn	27,2	46,3	60,2	71,6	86,9	104,4	80,8
	USDbn	385	487	565	607	640	648	615,0
	BCS USDbn	218	255	280	328	289	329	306,6
Nominal GDP Growth	%yoy	26,1	70,2	62,7	54,0	83,9	91,9	74,5
<b>Prices</b>								
Headline CPI - eop	%yoy	36,0	50,8	55,0	64,0	83,2	97,9	97,9
Headline CPI	ave %mom	2,6	3,5	5,1	5,5	6,9	6,0	5,9
ARS Official fixing	USDARS	82,7	101,9	109,4	122,8	143,4	170,1	170,1
ARS BCS	USDARS	150,4	216,2	202,9	235,5	300,9	325,5	325,5
<b>Monetary policy</b>								
Leliq rate - eop	% NAR	38,0	38,0	43,2	50,4	72,6	74,0	74,0
Badlar rate - eop	% NAR	34,2	34,2	40,5	48,2	66,5	68,1	68,1
<b>Fiscal Policy</b>								
Primary balance	ARSbn	-1750	-1407	-193	-592	-370	-900	-2054
	% of GDP	-6,4	-3,0					-2,5
<b>External</b>								
Gross international reserves	USDbn	39387	39662	43137	42787	38400	36500	36500
Net international reserves	USDbn	4846	2325	3851	4985	2200	1750	1750
Current account balance	12-mo USDbn	322	5566	2545	-200	-1300	-1500	-1500
	pp of GDP	0,1	1,1	0,5	0,0	-0,2	-0,2	-0,2

		%mom	%yoy		Official fixing	BCS	BCS premium		Leliq rate	Badlar rate	MonPol - Funding rate spread
Dec-22	Data	5,1%	95,3%	Data	172,62	326,22	89,0%	Data	75,0	69,3	570
Jan-23	Estimate	5,0%	97,4%	Estimate	179,09	335,02	87,1%	Estimate	75,0	69,5	553
Feb-23		4,8%	97,6%		185,11	365,00	97,2%		72,0	66,3	570
Mar-23		6,1%	96,5%		193,02	382,81	98,3%		69,0	63,3	570
Apr-23		6,3%	97,0%		202,74	406,93	100,7%		67,0	61,3	570
May-23		6,2%	99,1%		214,06	432,16	101,9%		69,0	63,3	570
Jun-23		6,8%	101,7%		228,61	461,55	101,9%		71,0	65,3	570
Jul-23		6,8%	100,6%		245,71	492,93	100,6%		74,0	68,3	570
Aug-23		7,0%	100,6%		266,35	527,44	98,0%		75,0	69,3	570
Sep-23		7,5%	103,0%		290,33	566,99	95,3%		76,0	70,3	570
Oct-23		7,2%	104,4%		315,41	599,65	90,1%		78,0	72,3	570
Nov-23		7,0%	108,5%		341,90	624,84	82,8%		78,0	72,3	570
Dec-23		7,0%	112,2%		370,62	642,33	73,3%		78,0	72,3	570

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### Asset Management

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