

Monthly Economic Survey
July 2016

The economic activity indicator decreased between April and June while the economic climate indicator, already available for July, increased

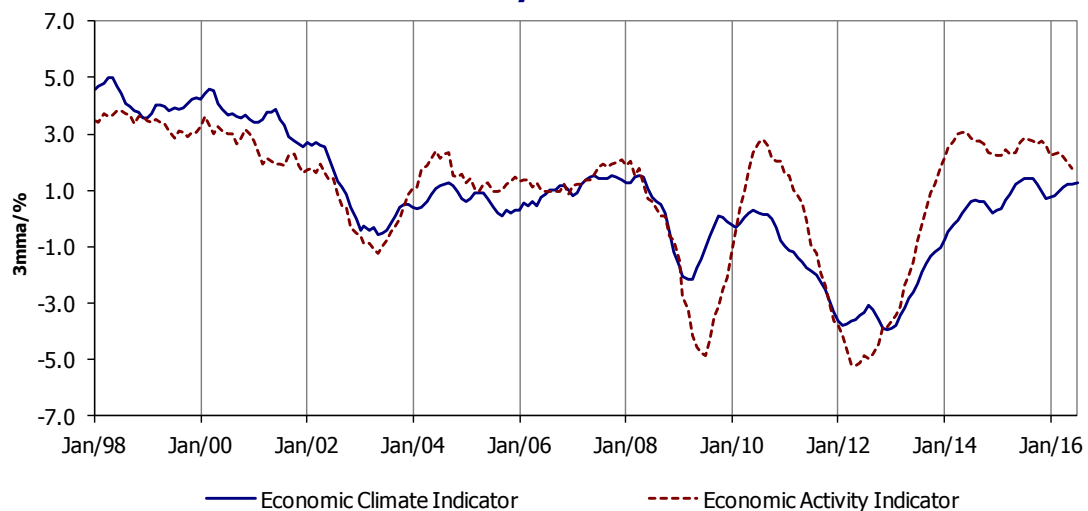
In the Euro Area (EA), GDP in real terms registered a year-on-year change rate of 1.6% in the second quarter of 2016 (1.7% in the previous quarter). The consumer confidence and the economic sentiment indicators for the EA recovered between May and July. In the last month, the raw materials and oil prices presented monthly change rates of -1.5% and -5.5%, respectively (3.0% and 4.0% in June).

In Portugal, according to the flash estimate, GDP recorded a volume year-on-year change rate of 0.8% in the second quarter of 2016 (0.9% in the first quarter). Comparing with the previous quarter, GDP change rate was 0.2% in the second quarter of 2016 (0.2% in the two previous quarters). The economic activity indicator decreased between April and June, after stabilizing in the two previous months. The economic climate indicator increased in July, after stabilizing in the previous month. The quantitative indicator of private consumption increased less intensely in May and June, reflecting the slowdown of the durable component. In the same month, the Gross Fixed Capital Formation (GFCF) indicator increased, due to a less intense negative contribution of the construction component. Concerning the international trade of goods, exports and imports recorded year-on-year nominal change rates of -1.9% and -3.7% in June, respectively (-2.5% and -3.6% in May). Considering the economic activity from the production perspective, in the case of industry, the turnover index registered negative change rates in nominal terms in the last months, which may mainly reflect price reductions, since the industrial production index accelerated in June and the respective price index maintained a negative change rate. The services turnover index presented a less intense decrease in nominal terms in June. In the same month, the construction and public works production index showed a less pronounced negative change rate.

In the second quarter of 2016, the unemployment rate was 10.8%, which compares with 12.4% in the previous quarter and 11.9% in the second quarter of 2015. Total employment recorded a year-on-year change rate of 0.5% (0.8% in the first quarter of 2016) and the active population diminished 0.8% (change rate of -0.7% in the previous quarter).

The year-on-year change rate of the Consumer Price Index (CPI) was 0.6% in July (0.5% in June), with a change rate of 0.1% in the goods component (-0.1% in the previous month) and 1.3% in the services component (1.5% in June).

Economic Synthesis Indicators



Based on information available up to August 17, 2016.

	Unit	First Period	Minimum		Maximum		Year			Quarter					Month														
			Value		Date		2013	2014	2015	2015			2016		2015						2016								
			Value	Date	Value	Date	2013	2014	2015	II	III	IV	I	II	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul		
National Accounts (a)																													
GDP	s.a/y.r./%	1996.I	-4.5	2012.IV	5.0	1998.II	-1.1	0.9	1.5	1.5	1.4	1.3	0.9	0.8															
Private Consumption	s.a/y.r./%	1996.I	-6.1	2011.IV	6.5	1999.I	-1.2	2.2	2.6	3.3	2.3	2.3	2.9	-															
Public Consumption	s.a/y.r./%	1996.I	-3.9	2011.III	7.2	1998.III	-2.0	-0.5	0.6	1.0	0.8	0.9	0.9	-															
Gross Capital Formation	s.a/y.r./%	1996.I	-26.3	2011.IV	16.1	1997.I	-5.1	5.5	4.2	8.7	2.4	4.4	-1.3	-															
Exports of Goods and Services	s.a/y.r./%	1996.I	-18.2	2009.I	14.1	2006.IV	7.0	3.9	5.2	7.1	4.0	2.8	2.4	-															
Imports of Goods and Services	s.a/y.r./%	1996.I	-14.8	2009.II	16.0	1998.I	4.7	7.2	7.6	12.5	5.4	5.3	4.4	-															
Contribution of internal demand for GDP change rate	p.p.	1996.I	-10.5	2011.IV	8.5	1998.IV	-2.0	2.2	2.5	3.7	2.1	2.4	1.9	0.5															
Contribution of external demand for GDP change r.	p.p.	1996.I	-3.3	1998.IV	7.3	2011.IV	0.8	-1.3	-1.1	-2.2	-0.7	-1.1	-1.0	0.2															
Economic Activity																													
Economic activity indicator	3-mma/%	Jan-91	-5.2	May-12	3.8	Jun-98	-0.6	2.7	2.6	2.7	2.8	2.6	2.3	1.8	2.8	2.8	2.8	2.6	2.7	2.6	2.3	2.3	2.3	2.2	2.0	1.8	-		
Manufacturing industry production index	s.a./y.r./3-mma	Mar-96	-13.0	Feb-09	7.3	May-01	0.4	1.6	1.8	2.2	2.5	2.2	0.8	0.7	3.3	2.4	2.5	2.8	3.1	2.2	0.9	1.1	0.8	1.6	0.2	0.7	-		
Construction production index	s.a./y.r./3-mma	Mar-01	-18.5	Mar-13	7.9	Dec-01	-15.9	-8.9	-2.3	-2.2	-2.2	-4.5	-5.2	-3.8	-1.7	-1.6	-2.2	-2.8	-3.9	-4.5	-5.0	-4.7	-5.2	-4.3	-4.6	-3.8	-		
Total turnover index (b)	y.r./3-mma	Apr-01	-16.3	Jun-09	17.2	Oct-05	-2.4	-1.7	-0.5	1.3	0.2	-2.6	-1.2	-1.6	1.0	1.6	0.2	-1.4	-1.7	-2.6	-2.3	-1.5	-1.2	-1.2	-1.6	-1.6	-		
Services turnover index	y.r./3-mma	Mar-01	-14.7	Jul-09	9.0	Aug-01	-3.3	-1.9	-0.9	0.5	0.2	-2.8	-0.3	-0.7	0.7	1.7	0.2	-1.3	-1.9	-2.8	-2.4	-1.1	-0.3	-0.2	-0.9	-0.7	-		
Economic climate indicator	3-mma	Jan-89	-4.0	Dec-12	5.2	Apr-89	-2.2	0.2	1.0	1.3	1.4	0.7	1.0	1.2	1.4	1.4	1.4	1.2	1.0	0.7	0.8	0.8	1.0	1.1	1.2	1.2	1.3		
Private Consumption																													
Qualitative consumption indicator	3-mma/%	May-89	-3.9	Jan-13	5.5	May-99	-2.3	1.0	1.9	2.0	2.3	2.1	2.0	2.1	2.2	2.3	2.3	2.2	2.1	2.1	2.1	2.0	2.0	2.0	2.0	2.1	2.1		
Quantitative consumption indicator	y.r./3-mma/%	Mar-92	-5.8	Dec-11	7.8	Mar-92	0.2	2.6	3.0	3.6	2.5	2.0	3.3	2.4	3.4	3.2	2.5	2.6	2.6	2.0	1.6	1.9	3.3	3.3	2.6	2.4	-		
- Non-durable goods and services	y.r./3-mma/%	Mar-92	-3.6	Nov-11	6.7	Mar-92	0.2	1.7	2.2	2.4	2.0	1.6	2.3	1.7	2.5	2.6	2.0	2.2	1.8	1.6	1.0	1.6	2.3	2.4	1.7	1.7	-		
- Durable goods	y.r./3-mma/%	Mar-92	-29.9	Dec-11	20.8	Apr-92	-0.4	14.7	12.4	18.6	7.2	7.0	14.5	10.2	13.2	9.6	7.2	7.7	11.7	7.0	7.3	6.1	14.5	13.4	12.9	10.2	-		
Consumer confidence indicator	balance/3-mma	Sep-97	-53.3	Dec-12	-2.1	Nov-97	-42.3	-20.2	-12.3	-12.4	-11.2	-14.1	-11.3	-12.6	-12.6	-11.7	-11.2	-11.2	-13.7	-14.1	-12.6	-11.3	-11.3	-12.4	-11.9	-12.6	-13.0		
Investment																													
GFCF indicator	y.r./3-mma/%	Mar-95	-18.2	Feb-13	16.9	Feb-97	-8.1	1.0	6.6	4.6	6.1	5.4	1.1	0.5	4.9	6.0	6.1	7.2	5.0	5.4	3.8	3.8	1.1	1.8	0.1	0.5	-		
- Construction	y.r./3-mma/%	Mar-95	-23.9	Mar-13	17.7	Feb-97	-12.5	-4.7	3.9	2.1	2.6	3.8	-4.0	-2.9	0.7	2.2	2.6	1.9	4.2	3.8	1.3	-1.6	-4.0	-3.2	-4.1	-2.9	-		
- Machinery and equipment	y.r./3-mma/%	Jan-89	-8.7	Jan-12	26.0	Jun-90	0.4	6.1	5.9	7.1	5.0	4.1	5.7	4.6	7.9	5.6	5.0	4.2	4.4	4.1	5.4	5.2	5.7	4.5	4.6	4.6	5.8		
- Transport material	y.r./3-mma/%	Mar-95	-41.9	Mar-09	57.8	Mar-10	9.8	31.3	27.6	14.5	34.8	18.6	19.9	8.7	24.7	34.6	34.8	46.8	11.4	18.6	15.2	34.1	19.9	21.8	11.2	8.7	-		
House Price Index	y.r./%	2009.I	-8.3	2012.II	6.9	2016.I	-1.9	4.3	3.1	2.9	3.4	5.0	6.9	-															
House Sales	y.r./%	2010.I	-32.3	2011.III	38.3	2015.I	4.4	5.6	27.4	24.8	33.2	16.8	14.6	-															

(a) - Quarterly National Accounts - Benchmark year 2011 - Chain linked volume data (reference year = 2011). Seasonally and working-day adjusted data; Annual National Accounts: 2013 - definitive data; 2014 and 2015 - preliminary data. Information available in 24/06/2016, except for the GDP, updated with the flash estimate on 12/08/2016.

(b) - Includes industry, services and retail trade.

	Unit	First Period	Minimum		Maximum		Year			Quarter					Month												
			Value	Date	Value	Date	2013	2014	2015	2015			2016		2015						2016						
										II	III	IV	I	II	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
External Demand																											
Nominal exports of goods - International trade	y.r./3-mma/%	Mar-96	-26.7	Mar-09	23.3	Oct-94	4.6	1.6	3.8	7.6	3.2	0.2	-1.6	-1.9	6.0	5.6	3.2	0.4	1.3	0.2	0.4	-0.9	-1.6	-1.7	-2.5	-1.9	-
Nominal imports of goods - International trade	y.r./3-mma/%	Mar-96	-26.8	Apr-09	25.5	Feb-94	1.1	3.5	2.0	9.3	-0.1	-0.3	1.2	-3.7	3.9	2.4	-0.1	-0.9	-0.6	-0.3	0.5	1.5	1.2	-0.9	-3.6	-3.7	-
Coverage rate	3-mma/%	Mar-95	56.6	Dec-99	85.9	May-13	83.0	81.4	82.8	81.6	81.9	82.2	83.2	83.2	83.5	83.6	81.9	81.2	83.4	82.2	82.0	81.7	83.2	83.4	82.2	83.2	-
External demand indicator	s.a./y.r./3-mma/%	Mar-91	-26.5	Jul-09	26.8	Oct-00	-1.9	2.0	3.8	6.0	2.5	2.9	-0.7	-	5.0	3.6	2.5	2.1	2.7	2.9	2.9	1.3	-0.7	-2.8	-4.5	-	-
Labour Market																											
Unemployment rate (15 to 74 years)	s.a./%	Feb-98	4.8	Nov-00	17.4	Jan-13	16.5	14.1	12.6	12.4	12.3	12.2	12.2	11.2	12.3	12.3	12.4	12.4	12.2	12.2	12.1	12.2	12.0	11.6	11.2	11.2	-
Number of unemployed (15 to 74 years)	s.a./y.r./%	Feb-99	-15.9	Aug-14	40.6	Dec-02	2.3	-15.1	-11.0	-14.8	-10.1	-9.3	-10.4	-9.8	-14.1	-10.1	-7.7	-8.7	-9.3	-10.8	-12.5	-10.4	-9.8	-10.0	-9.8	-9.9	-
Employment (15 to 74 years)	y.r./%	Feb-99	-5.4	Jan-13	2.6	Nov-00	-2.4	1.8	1.2	1.7	0.7	1.4	0.9	0.8	1.3	0.7	0.6	1.2	1.4	1.2	1.2	0.9	0.6	1.0	0.8	0.9	-
Employment indicator - Short-term statistics	y.r./3-mma	Mar-01	-6.8	Dec-12	2.2	May-01	-4.3	-0.1	0.9	0.8	0.9	0.7	0.6	1.2	0.8	0.9	0.9	0.8	0.7	0.7	0.6	0.6	0.6	0.8	0.9	1.2	-
Reg. unemp. along the month - State emp. agencies	s.a./y.r./3-mma	Mar-90	-20.2	May-90	44.7	Jun-93	-0.3	-5.5	-1.5	0.4	-3.2	-2.3	-6.0	-3.9	0.7	-1.1	-3.2	-3.4	-1.5	-2.3	-2.7	-4.1	-6.0	-6.6	-4.9	-3.9	-
Vacancies along the month - State employment ag.	s.a./y.r./3-mma	Mar-90	-25.8	Mar-12	71.1	Feb-14	48.5	18.3	9.1	15.2	13.8	3.0	2.1	-4.8	12.2	17.7	13.8	13.2	5.1	3.0	-0.1	3.8	2.1	-2.6	-7.3	-4.8	-
Employment expectations of entrepreneurs	bal./s.a./3-mma	Jan-03	-22.0	Nov-12	0.9	Jul-15	-14.1	-3.1	-0.4	0.2	0.4	-0.9	0.5	-0.5	0.9	0.6	0.4	-0.3	-0.8	-0.9	-0.6	0.0	0.5	0.7	-0.4	-0.5	-0.6
Unemployment expectations of consumers	balance/3-mma	Sep-97	5.7	Mar-16	79.7	Mar-09	57.0	16.5	9.9	9.7	7.2	10.9	5.7	8.0	8.4	7.4	7.2	7.8	10.1	10.9	9.3	6.5	5.7	5.7	6.6	8.0	8.5
Average monthly wage declared by worker	s.a./y.r./3-mma	Mar-02	-1.7	Feb-14	4.8	Dec-02	1.3	0.2	0.6	0.8	0.4	0.7	0.8	1.0	0.6	0.4	0.4	0.3	0.6	0.7	0.9	0.7	0.8	1.0	1.0	1.0	-
Prices																											
Consumer price index - Total	y.r./%	Jan-49	-3.7	Sep-54	36.7	May-77	0.3	-0.3	0.5	0.7	0.8	0.6	0.5	0.5	0.8	0.7	0.9	0.6	0.6	0.4	0.8	0.4	0.4	0.5	0.3	0.5	0.6
- Goods	y.r./%	Jan-49	-3.7	Jul-09	38.2	May-77	0.0	-1.1	-0.1	0.4	0.4	-0.1	-0.2	-0.3	0.4	0.3	0.3	0.0	-0.1	-0.1	0.2	-0.5	-0.4	-0.2	-0.6	-0.1	0.1
- Services	y.r./%	Jan-49	-4.4	Sep-54	30.5	Mar-74	0.7	0.8	1.3	1.2	1.4	1.5	1.6	1.6	1.3	1.2	1.7	1.6	1.8	1.1	1.5	1.6	1.7	1.5	1.8	1.5	1.3
Core inflation indicator	y.r./%	Jan-49	-4.3	Oct-54	31.1	May-84	0.2	0.1	0.7	0.6	0.8	0.8	1.0	0.8	0.7	0.7	1.1	0.9	1.0	0.5	1.0	0.9	1.0	0.8	0.8	0.7	0.8
Harmonised index of consumer prices	y.r./%	Jan-96	-1.8	Sep-09	5.1	Mar-01	0.4	-0.2	0.5	0.7	0.8	0.5	0.4	0.5	0.7	0.7	0.9	0.7	0.6	0.3	0.7	0.2	0.5	0.5	0.4	0.7	0.7
Manufacturing industry production price index	y.r./3-mma/%	Mar-01	-7.9	Aug-09	7.7	Apr-11	-0.8	-2.1	-3.7	-2.6	-3.8	-3.9	-3.5	-4.6	-2.5	-3.0	-3.8	-4.4	-4.5	-3.9	-3.3	-3.0	-3.5	-4.2	-4.9	-4.6	-4.2
Consumers expectations of prices evolution	balance/3-mma	Sep-97	-5.0	Jul-09	57.9	Oct-11	21.4	10.2	-0.7	0.1	-0.5	-3.6	9.3	6.1	0.0	-0.1	-0.5	-1.3	-1.7	-3.6	-1.4	3.5	9.3	10.8	8.4	6.1	1.9
Expectations of prices in manufacturing industry	bal./s.a./3-mma	Jan-87	-23.0	Jan-09	27.5	Nov-90	-0.3	-8.6	-1.5	2.6	-1.1	-2.7	-4.4	-0.8	2.8	0.3	-1.1	-2.4	-2.1	-2.7	-2.9	-4.1	-4.4	-3.9	-2.5	-0.8	0.2
Effective exchange rate ind. for Portugal (nominal)	y.r.	Mar-01	-3.9	Apr-15	3.6	May-03	0.9	0.1	-2.5	-3.3	-2.2	-1.8	0.4	1.1	-2.9	-2.2	-1.6	-1.4	-2.2	-1.7	-0.4	0.4	1.1	1.6	1.0	0.8	-

(c) From the 1st quarter of 2011 onwards, the Employment Survey questionnaire and inquiry method were changed.

NOTES

With exception of situations duly identified, the values presented in tables and graphs and others that also serve for the analysis are, in the case of quantitative series, year-on-year rates of change (y.r.) under three-month moving average (3-mma) or, in the case of qualitative series, 3-mma of seasonally adjusted values (s.a.) or of effective values (e.v). Annual information correspond to 12-mma, with the exception of variables presented as y.r. on stocks, where the annual value corresponds to the variation of the balance at the end of the year. Annualised variation (a.v.). Weight (w.).

Balances: differences between the percentage of respondents giving positive and negative replies.