

What does this IPoM tell us? June 2025



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- The United States government announced significant changes to tariffs, although these announcements have been modified several times.
- Added to this is the development of the armed conflict between Israel and Iran.
- According to the updated data available, no major changes are observed in Chilean foreign trade.
- In any case, there is consensus that the U.S. will be the country that will receive the main effects on its prices and economic activity.



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- The increased dynamism was mainly due to the growth of the export sectors.
- However, these factors are projected to dissipate during the remainder of the year.
- In any case, and given the better result at the beginning of the year, the growth range forecast for the Chilean economy in 2025 is 2.0-2.75% (1.75-2.75% in March).



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- Price increases have been lower, as expected, and upside risks have moderated.
- Inflation is currently at 4.4%, above the 3% target, which will be reached in 2026.
- Chile imports a significant number of Chinese products, some of which are expected to see price declines due to trade diversions (when countries send their products to a different market than usual).



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- In the medium term, the trade war and rising geopolitical tensions will continue to affect the economic scenario, so risks are high.
- While the Chilean economy is not isolated from what happens abroad, it is prepared to mitigate the impacts of possible new events.
- In case of any eventuality, the monetary policy rate (MPR) has room for adjustments to ensure inflation convergence to the 3% target.

