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High-frequency data on prices: Do worry, don't be happy

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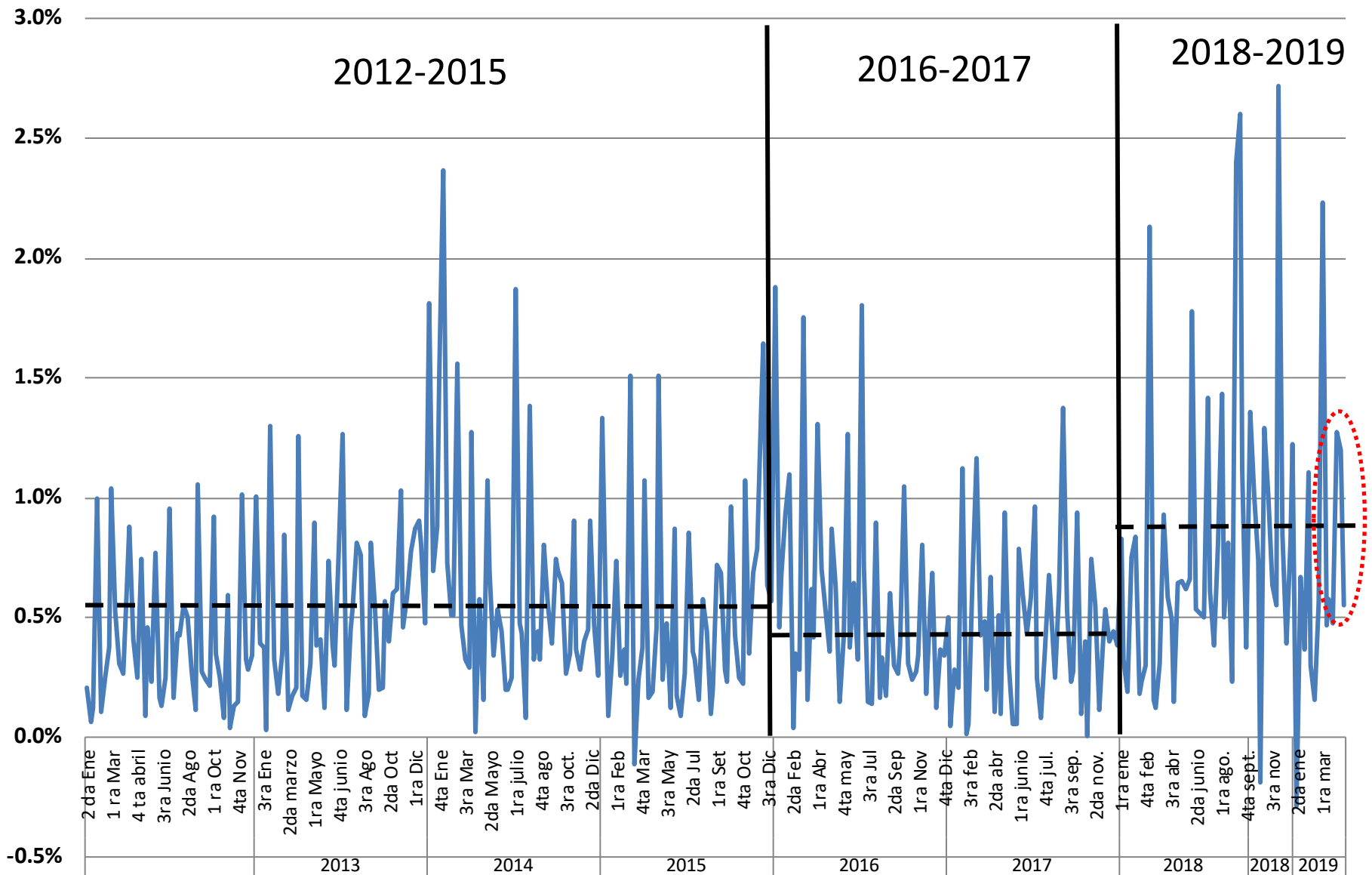
Inflation dynamics: Do worry



- Inertial inflation, indexation, price stickiness, hysteresis...whatever you may want to invoke... was suspected to be the Achilles heel of September 2018 stabilization framework
- Sticky inflation → higher interest rates → stagflation → electoral/political instability → forex instability → and so on
- High frequency (weekly) data shows some stylized facts since 2012 and a problematic picture since Feb 15.
 - Percentage of Core prices that rise
 - Effects of devaluations and utility rates hikes
 - Mean/median of those Core price changes that rise
 - Differences across types of channels

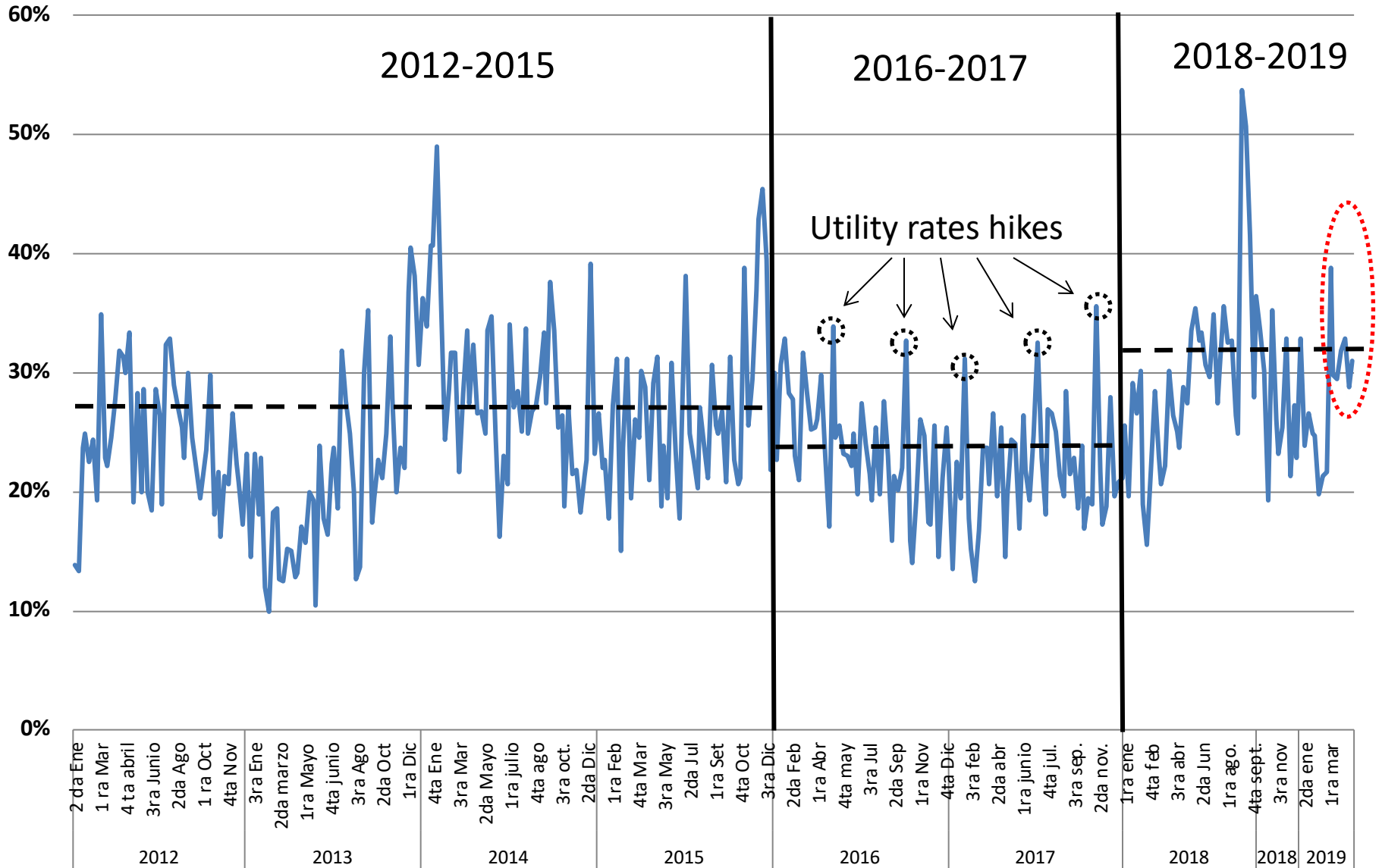
Weekly rate of CORE inflation BsAs (FIEL)

1st week January 2012 to 3rd week April 2019



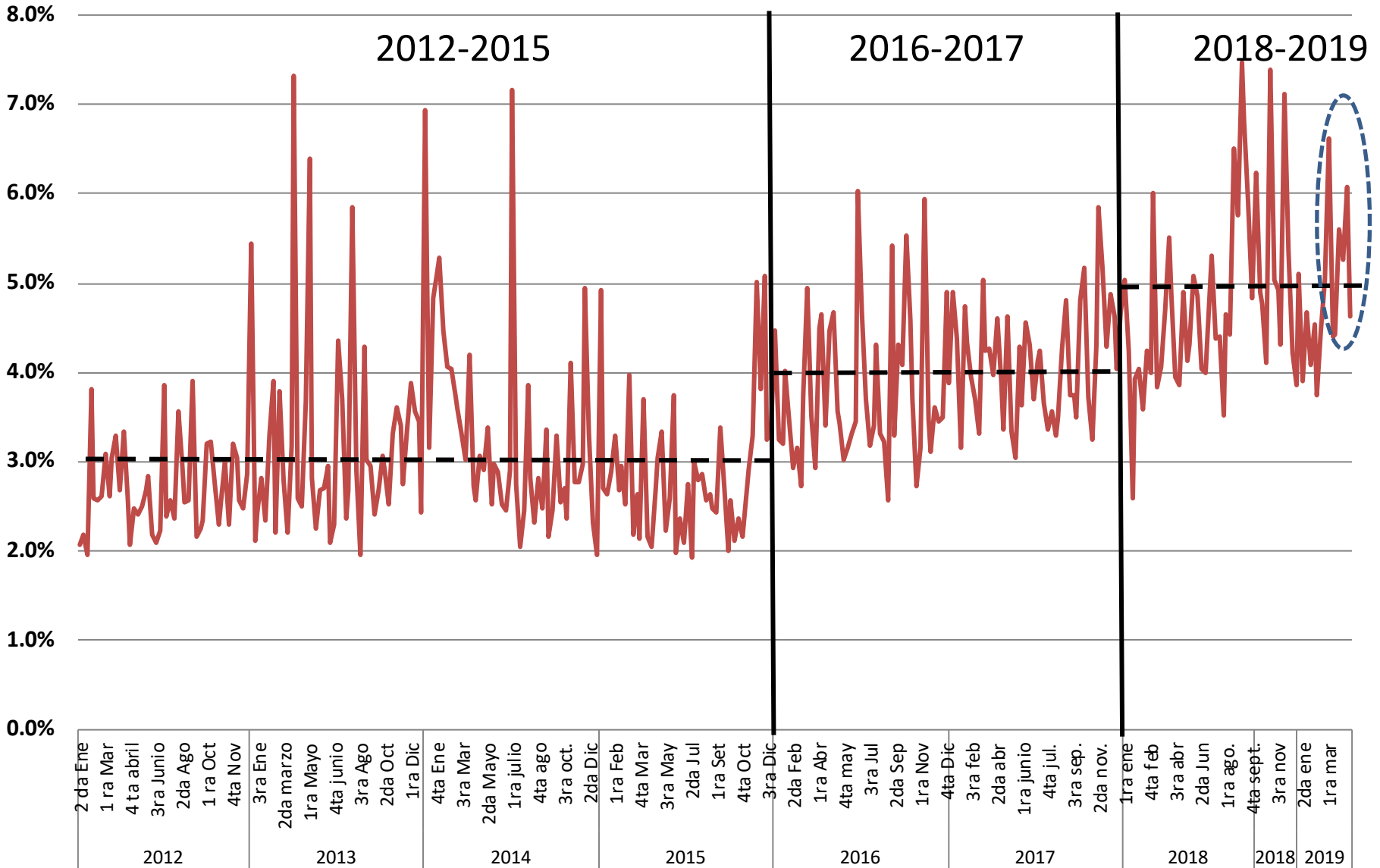
Percentage of CORE prices (6 digit) that rise in a week

1st week January 2012 to 3rd week April 2019



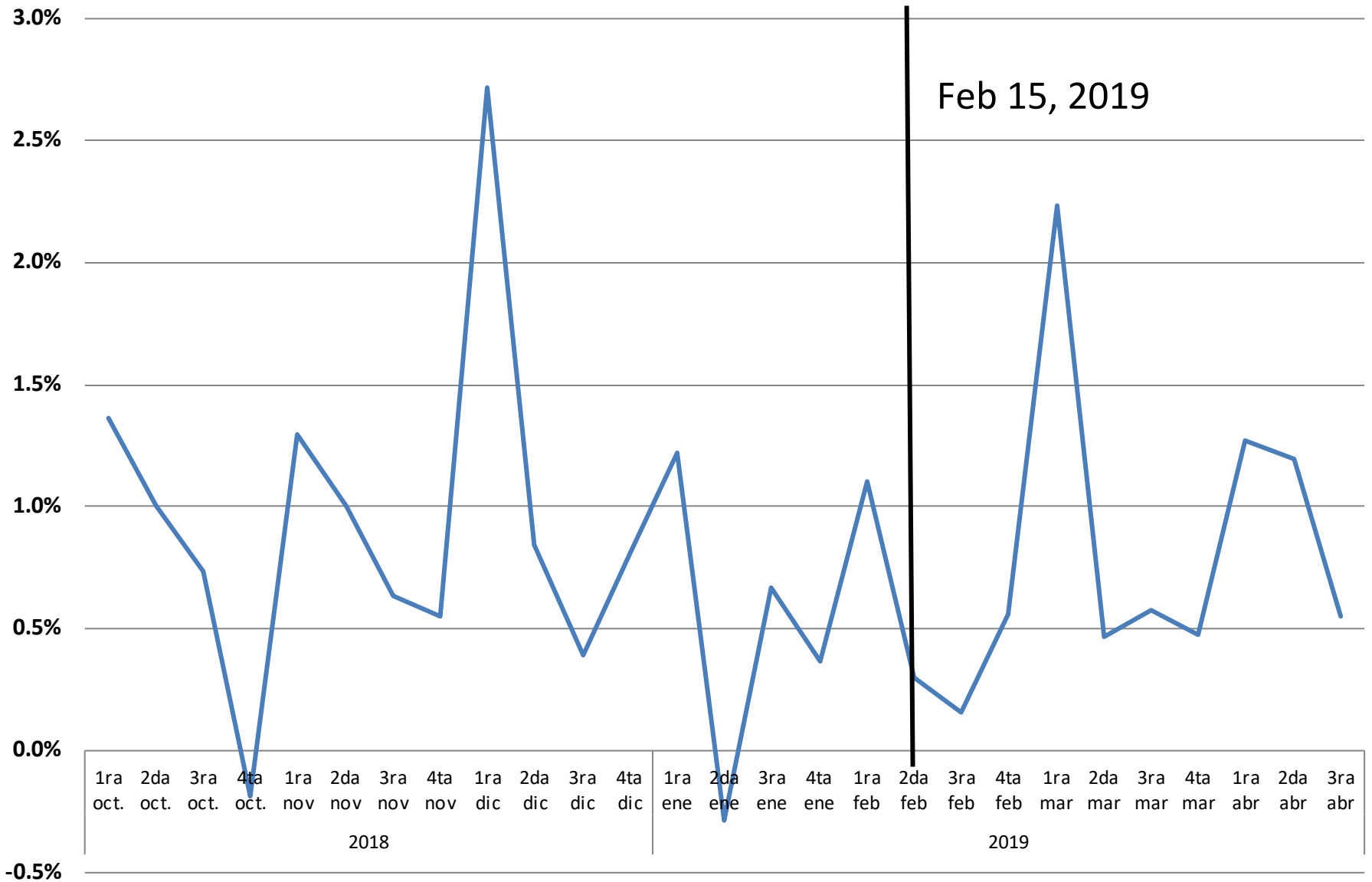
Unweighted Average of Changes of Prices That Change in a Week

CORE Prices (6 digit) 1st week January 2012 to 3rd week April 2019



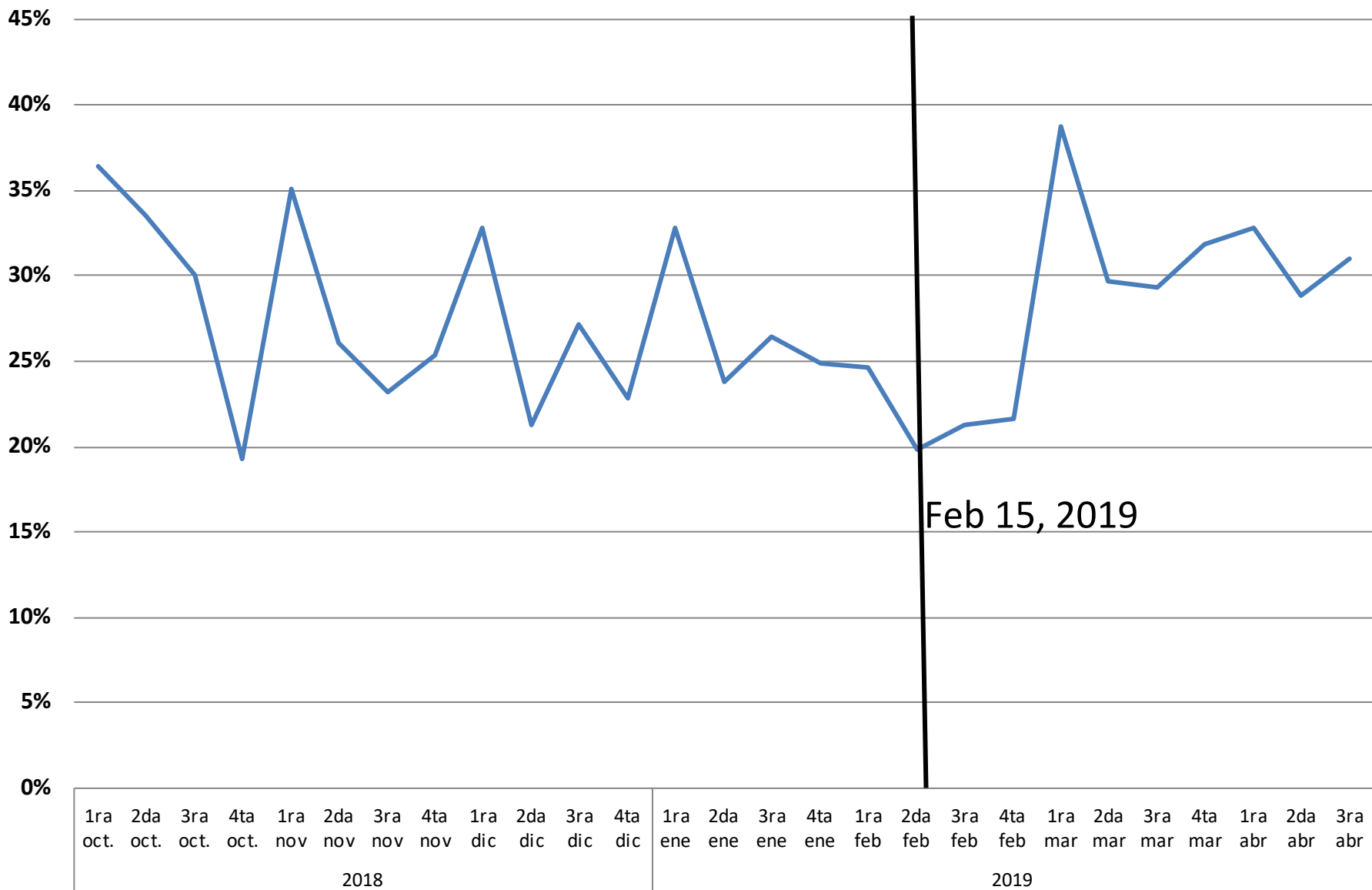
Weekly rate of CORE inflation

1st week October 2018 to 3rd week April 2019



Percentage of CORE prices (6 digit) that rise in a week

1st week October 2018 to 3rd week April 2019



Unweighed Average of Changes of Prices That Change in a Week

CORE Prices (6 digit) 1st week October 2018 to 3rd week April 2019

