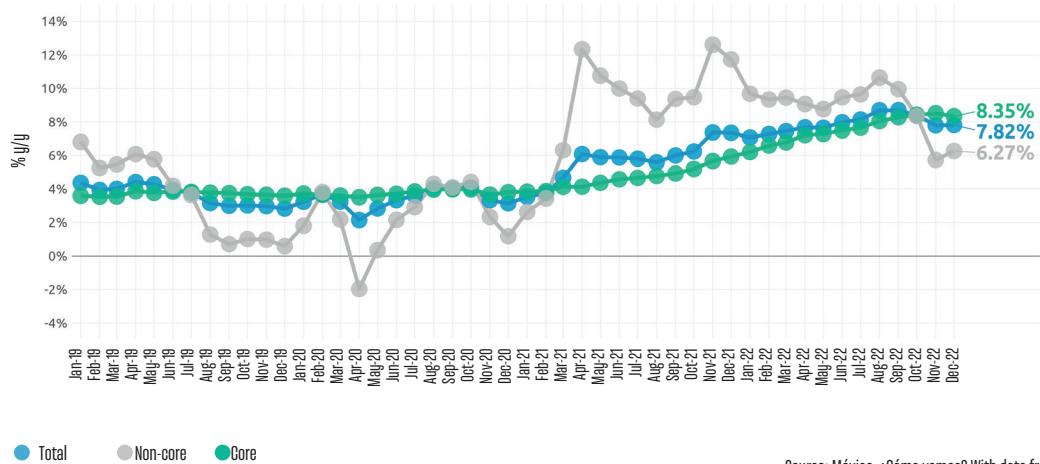


# 2022 Inflation in Mexico at 7.82% y/y, better than expected

Inflation closed the year at 7.82% y/y, lower than expected. Core inflation was down to 8.35% from 8.51% in November.

Consumer prices  
% y/y, December 2022

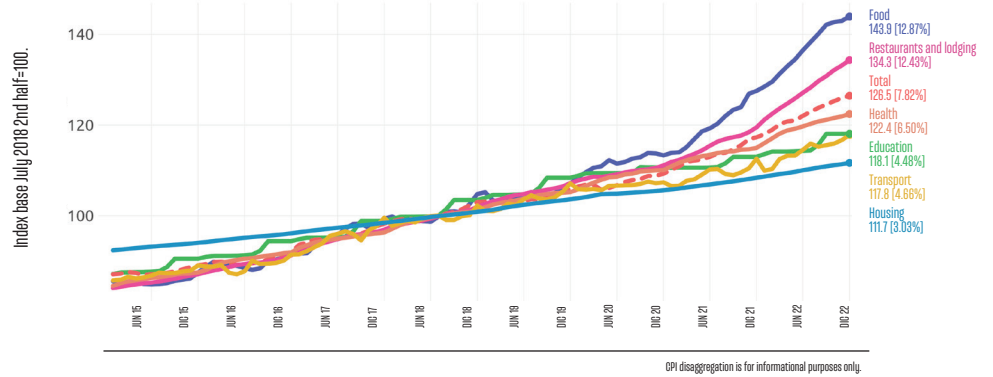


Source: México, ¿Cómo vamos? With data from INEGI.

Based on [the latest data by INEGI](#), México ¿Cómo Vamos? estimated its [national traffic light for inflation](#). According to the report, during the last month of 2022:

- Annual inflation rate: 7.82%.
- 12-month rate remains above Banxico's target range 3% +/- 1%, so our national traffic light for inflation is red.
- Annual inflation rate in December was slightly higher than in previous month (7.8%), but lower than consensus (7.88%).
- **Core inflation** ended the year at 8.35%, lower than in previous month (8.51%). December being the first month to observe a monthly decrease.
  - Banxico has increased its reference rate for 13 consecutive meetings.
- **Non-core inflation** closed December at 6.27%, higher than in previous month (5.73%). Within this index, prices of energy and government tariff prices show lower annual rates with an increase of 3.66% vs. December 2021.
- Total and core inflation are both above Banxico's 4% upper target range since March 2021.
- Food prices were up 12.87% y/y in December 2022.

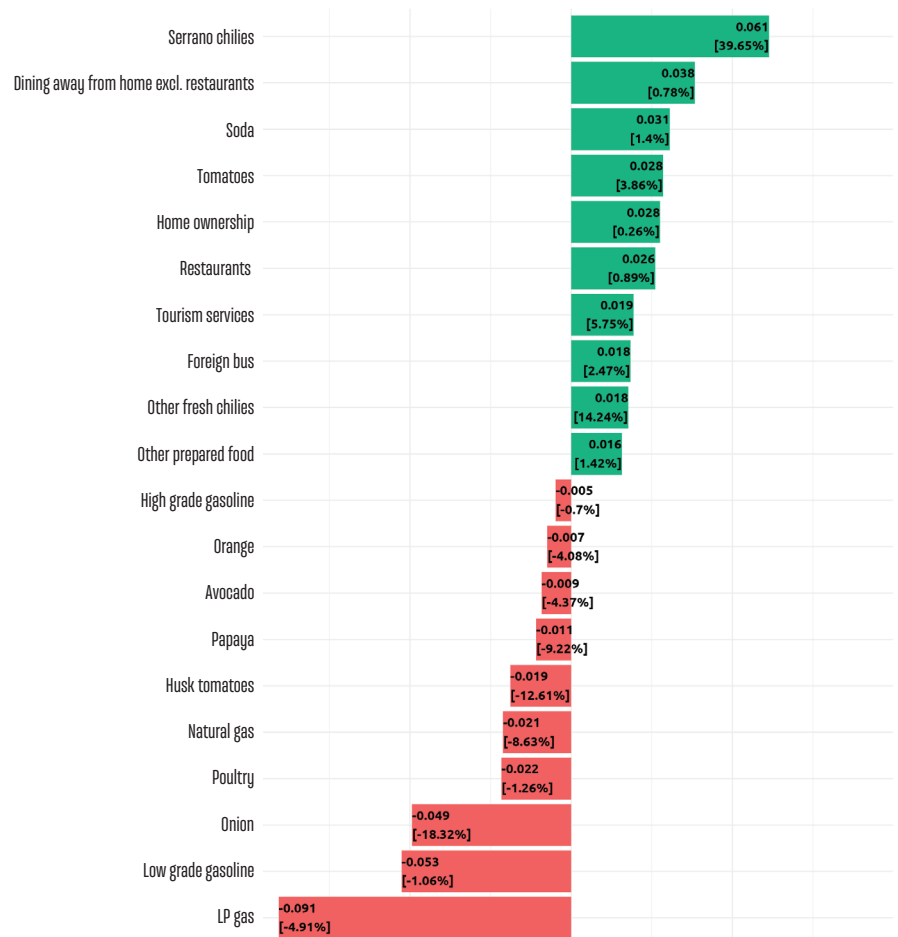
### CPI by selected items % y/y, December 2022



Source: México, ¿Cómo vamos? With data from INEGI.

→ The following figure shows the contribution of selected items to monthly inflation in December 2022.

### Items with larger and lowest contribution to December's inflation %-pts, contribution; % m/m



Source: México, ¿Cómo vamos? With data from INEGI.

→ For more information visit the [inflation microsite](#) at México, ¿Cómo Vamos? webpage.