

ICEI[®] BUSINESS CONFIDENCE INDEX

ECONOMIC INDICATORS **CNI**

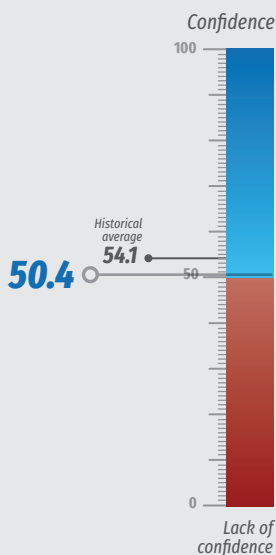


The Industrial Sector Shows Renewed Confidence in June

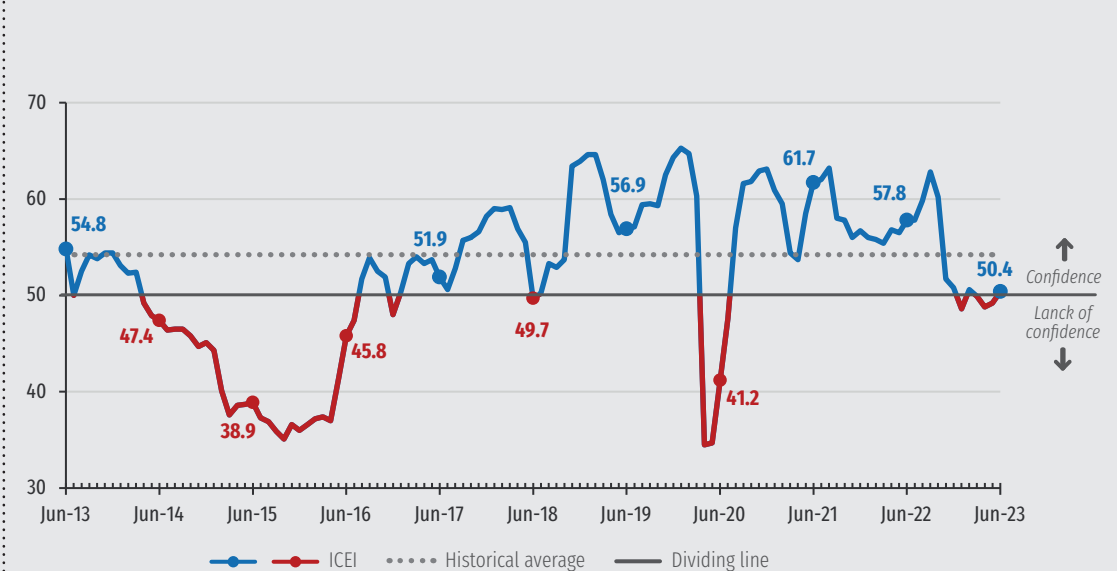
In June 2023, the Business Confidence Index increased by 1.2 points, from 49.2 to 50.4 points. This result means a significant shift towards confidence in the industrial sector as the index crosses the 50-point threshold.

This marks the end of three months of low confidence in the industry, spanning from March to May 2023. Throughout the year, the Business Confidence Index has been fluctuating around the 50-point dividing line, indicating a varying sentiment among companies between confidence and lack thereof.

ICEI
Diffusion index*



Historic Series
Diffusion index*



*The index ranges from 0 to 100. A score above 50 points indicates entrepreneurs' confidence. The further the score is above 50 points, the greater and more widespread the confidence is. A score below 50 points indicates entrepreneurs' lack of confidence. The further the score is below 50 points, the greater and more widespread the lack of confidence is.

Business Confidence Index Components

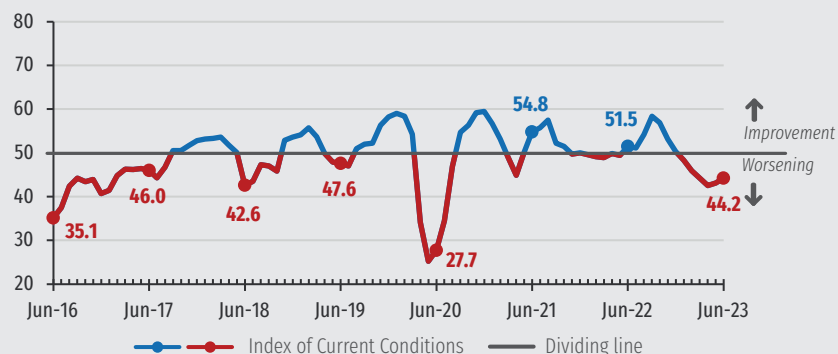
There was an overall improvement observed in all components of the ICEI from May to June 2023.

The Current Conditions Index experienced a 1.1-point increase, reaching 44.2 points. Despite the increase, the index remains below the critical 50-point dividing line, indicating entrepreneurs perceive a deterioration in current business conditions compared to the previous six months. However, the perceived deterioration is less pronounced and widespread compared to May, based on the industry's evaluation.

The Expectations Index edged up 1.3 points to 53.5 points. Surpassing the 50-point threshold, this figure signifies increased optimism among industry professionals for the second half of the year. Notably, this optimism remains confined to individual companies. While the company's expectation index rose by 1.1 points to 56.8 points, the Brazilian economy's expectation index also increased by 1.9 points but remained at 47.0 points, still below the critical 50-point threshold.

Index of Current Conditions

Diffusion index*



*The Index ranges from 0 to 100. A score above 50 indicates that conditions are better than in the last six months and a score below 50 indicate that conditions are worse.



*The Index ranges from 0 to 100. A score above 50 points indicates positive expectations. A score above 50 indicates a pessimistic expectation.

ICEI and its components

Diffusion indices*

	JUN 22	MAY 23	JUN 23
ICEI	57.8	49.2	50.4
Current conditions (compared to the last six months):	51.5	43.1	44.2
Brazilian economy	48.9	37.4	38.9
Company	52.8	45.9	46.9
Expectations (for the next six months):	61.0	52.2	53.5
Brazilian economy	57.3	45.1	47.0
Company	62.8	55.7	56.8

*Indices range from 0 to 100. A score above 50 points indicates confident entrepreneurs, improved current conditions, or optimistic expectations. A score below 50 indicates entrepreneurs' lack of confidence, worsening current conditions, or pessimistic expectations.



Technical specifications

Sample profile

1,382 companies: 558 small, 505 medium, and 319 large.

Collection period

1 to 7 June 2023.

Document completed on June 12, 2023.



Learn More

For further information on previous issues, methodology, and historical series, please visit: www.cni.com.br/e_icei

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