

INDUSTRIAL INDICATORS

ECONOMIC INDICATORS **CNI**

CNI

Brazilian National Confederation of Industry
THE FUTURE OF INDUSTRY

Industrial activity starts the year with growth






The industrial activity continues the recovery cycle of the second half of last year, and starts 2021 at a higher level than at the beginning of 2020.

In January 2021, the seasonally-adjusted indices measuring real sales, hours worked in production, employment, total payroll, and Capacity Utilization grew in relation to December 2020.

All indices show an upward trend - some significant - when compared to the same month of 2020. The highlights are real sales, which increased 8.7%, and hours worked in production, with a 6.7% increase. Capacity utilization is 2.2 percentage points higher than the level recorded in January 2020.


Employment in the industry increased by 0.1% in January 2021, both on a monthly basis and in relation to the same period of the previous year. On a monthly basis, this is the sixth consecutive monthly grow and nearly brought the index to the pre-pandemic level, that is, the one recorded in February 2020.

Industrial Indicators - January 2021

	PERCENTAGE CHANGE		
	JAN21/DEC20 Seasonally adjusted	JAN21/ JAN20	JAN-JAN21/ JAN-JAN20
 Real sales¹	2.3	8.7	8.7
 Hours worked in production	1.0	6.7	6.7
 Employment	0.1	0.1	0.1
 Real total payroll²	5.0	0.5	0.5
 Real average earnings²	5.6	0.4	0.4

¹ Deflator: IPA/OG-FGV

² Deflator: INPC-IBGE

	AVERAGE PERCENTAGE			CHANGE IN PERCENTAGE POINTS
	JAN21	DEC20	JAN20	
 Capacity Utilization	Seasonally adjusted			-0.2 p.p. Jan21/Dec20
	80.5	80.7	78.3	
	Original			2.2 p.p. Jan21/Jan20
	79.0	78.5	76.8	

Real sales continue the growth trend

The seasonally-adjusted real sales of the manufacturing industry increased 2.3% in January 2021 in relation to December 2020. The index had increased by 1.7% in December. Real sales have been growing in the monthly comparison since May 2020, with the exception of November 2020. The index measuring real sales for January 2021 is 8.7% higher than that recorded in January 2020.

Real sales

Seasonally adjusted (fixed-base index: 2006 average = 100)



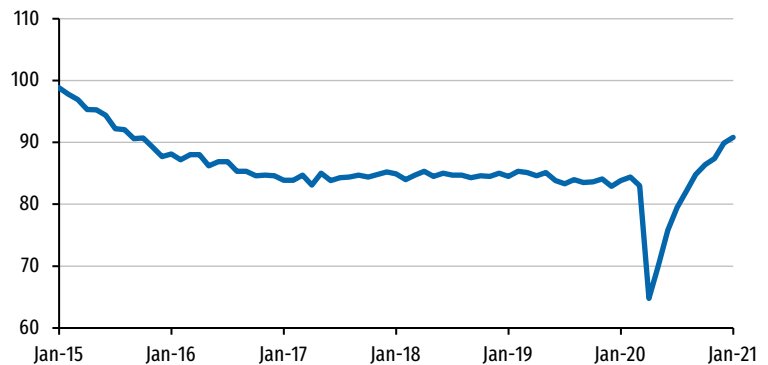
Deflator: IPA/OG-FGV

Hours worked in production continue to increase

The index measuring hours worked in production grew by 1.0% in January 2021 in relation to the December 2020, on a seasonally-adjusted basis. This result shows uninterrupted growth since May 2020, the first month of recovery after the pandemic-induced stoppages. When comparing to January 2020, the index measuring hours worked in production grew by 6.7%.

Hours worked in production

Seasonally adjusted (fixed-base index: 2006 average = 100)

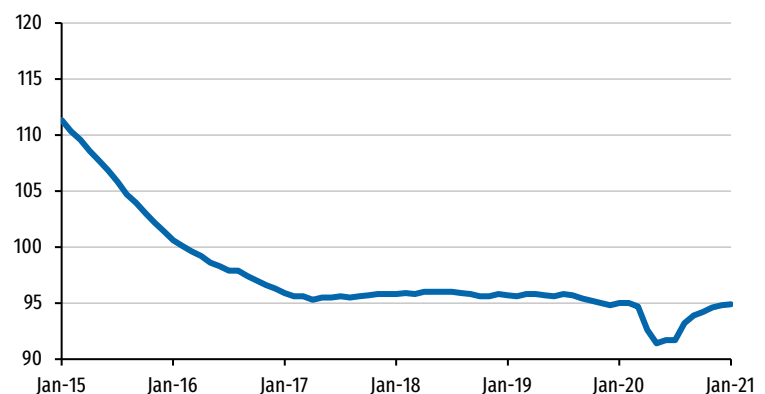


Employment in the industry continues to recover

The index measuring employment grew by 0.1% in January 2021 compared to December 2020, on a seasonally-adjusted basis. This marks six consecutive monthly increases in employment and the index is now only 0.1% below that recorded in February 2020, which means it is at the same level recorded before the beginning of the crisis caused by the pandemic. In comparison with the same period of 2020, employment experienced a 0.1% growth.

Employment

Seasonally adjusted (fixed-base index: 2006 average = 100)

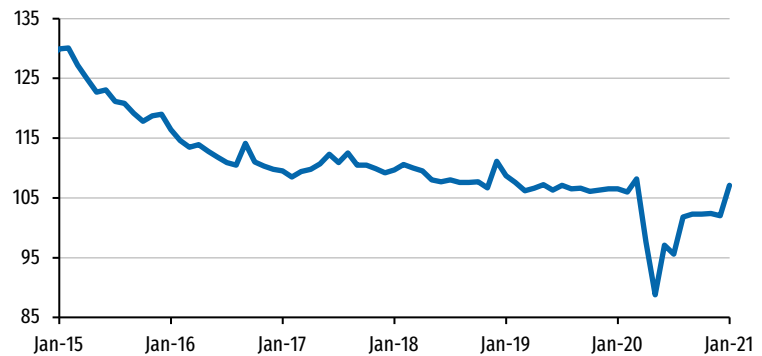


Total payroll increases in the yearly comparison

The seasonally-adjusted total payroll paid by the industry increased by 5.0% in January 2021 compared to December 2020. This increase is driven by the expiration of agreements to suspend labor contracts or reduce working hours and wages. Total payroll increased by 0.5% in relation to January 2020.

Real total payroll

Seasonally adjusted (Fixed-base index: 2006 average = 100)



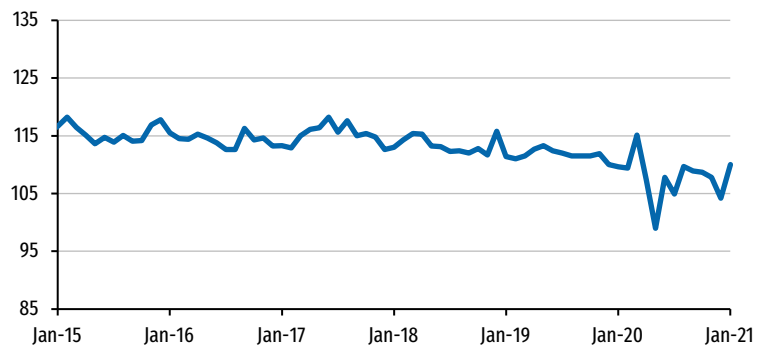
Deflator: INPC-IBGE

Average income paid to workers also increases in the yearly comparison

The seasonally-adjusted average income paid to industry workers increased by 5.6% in January 2021 compared to December 2020. This increase is also driven by the expiration of agreements to suspend labor contracts or reduce working hours and wages. The average income paid in January 2020 is 0.4% higher than that recorded in January 2020.

Real average earnings

Seasonally adjusted (Fixed-base index: 2006 average = 100)



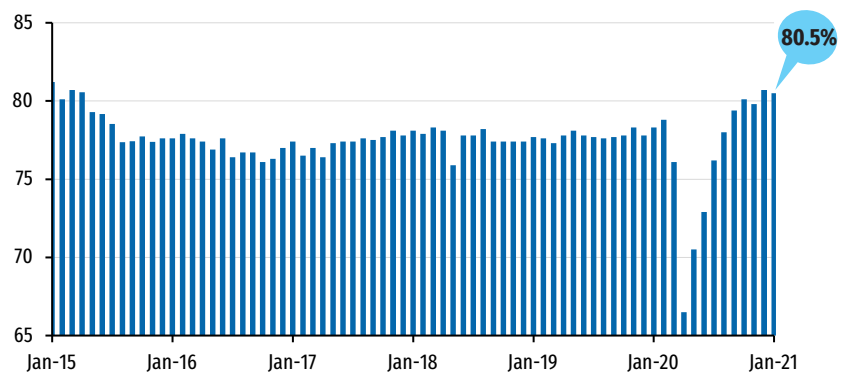
Deflator: INPC-IBGE

Capacity utilization remains high

Seasonally-adjusted Capacity Utilization stood at 80.5%, dropping 0.2 percentage points in relation to December 2020. Capacity Utilization in January 2021 is 2.2 percentage points higher than the level recorded in January 2020 (79% compared to 76.8%, according to original data, before seasonal adjustment).

Capacity utilization (UCI)

Seasonally adjusted (Average percentage)



Learn more

For more information on the survey, including sectoral results, previous editions, methodology and historical series, visit: www.cni.com.br/e_indindustriais

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