# **Scotiabank**

# **GLOBAL ECONOMICS**

## **LATAM DAILY**

October 29, 2024

#### **Contributors**

#### Juan Manuel Herrera

Senior Economist/Strategist Scotiabank GBM +44.207.826.5654 juanmanuel.herrera@scotiabank.com

**Guillermo Arbe,** Head Economist, Peru +51.1.211.6052 (Peru) guillermo.arbe@scotiabank.com.pe

Jackeline Piraján, Head Economist, Colombia +57.601.745.6300 Ext. 9400 (Colombia) jackeline.pirajan@scotiabankcolpatria.com

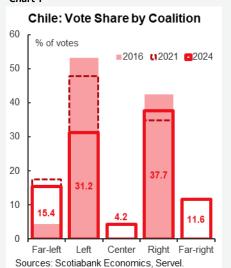
**Jorge Selaive,** Head Economist, Chile +56.2.2619.5435 (Chile) jorge.selaive@scotiabank.cl

**Eduardo Suárez,** VP, Latin America Economics +52.55.9179.5174 (Mexico) esuarezm@scotiabank.com.mx

### **TODAY'S CONTRIBUTORS:**

**Aníbal Alarcón,** Senior Economist +56.2.2619.5465 (Chile) anibal.alarcon@scotiabank.cl





# **Latam Daily: Chile Elections Recap**

## Chile: Centre-right parties gain voters one year before Presidential election

On Sunday, October 27<sup>th</sup>, elections of regional governors, regional councilors, mayors, and councilors were held at the national level. When looking to next year's Presidential elections, the results of the election of councilors would be the most useful to predict some trends according to experts. In this regard, chart 1 shows a summary of the percentage of votes obtained by the large political coalitions in this election compared to the results obtained in 2021 and 2016.

It is worth remembering that the social unrest of October 2019 generated large changes in political preferences in the elections that followed it, so we find it interesting to analyze the period before and after that episode. It is interesting to note that prior to the 2019 social unrest (2016 elections), the percentage of votes obtained by the political extremes (far-left and far-right) were minimal, while the left and moderate-right parties obtained the largest number of votes.

After the social unrest episode (2021 elections), the extreme-left and moderate-left significantly increased their share of the vote, to the detriment of right-wing parties, which lost citizen support.

What is observed in the 2024 elections is a weakening of the moderate-left and also of the moderate-right, together with a resurgence of the far-left and the emergence of the far-right (Partido Republicano), which had already been observed in the election of the Constitutional Council in 2023 led by the far-right. In addition, the political centre regained citizen support, albeit in a very incipient form. Overall, the 2024 elections seem to show a movement of voters towards the center-right from a long-term perspective, which makes a center-right candidacy for the next Presidential election in 2025 even stronger.

-Aníbal Alarcón

October 29, 2024

This report has been prepared by Scotiabank Economics as a resource for the clients of Scotiabank. Opinions, estimates and projections contained herein are our own as of the date hereof and are subject to change without notice. The information and opinions contained herein have been compiled or arrived at from sources believed reliable but no representation or warranty, express or implied, is made as to their accuracy or completeness. Neither Scotiabank nor any of its officers, directors, partners, employees or affiliates accepts any liability whatsoever for any direct or consequential loss arising from any use of this report or its contents.

These reports are provided to you for informational purposes only. This report is not, and is not constructed as, an offer to sell or solicitation of any offer to buy any financial instrument, nor shall this report be construed as an opinion as to whether you should enter into any swap or trading strategy involving a swap or any other transaction. The information contained in this report is not intended to be, and does not constitute, a recommendation of a swap or trading strategy involving a swap within the meaning of U.S. Commodity Futures Trading Commission Regulation 23.434 and Appendix A thereto. This material is not intended to be individually tailored to your needs or characteristics and should not be viewed as a "call to action" or suggestion that you enter into a swap or trading strategy involving a swap or any other transaction. Scotiabank may engage in transactions in a manner inconsistent with the views discussed this report and may have positions, or be in the process of acquiring or disposing of positions, referred to in this report.

Scotiabank, its affiliates and any of their respective officers, directors and employees may from time to time take positions in currencies, act as managers, co-managers or underwriters of a public offering or act as principals or agents, deal in, own or act as market makers or advisors, brokers or commercial and/or investment bankers in relation to securities or related derivatives. As a result of these actions, Scotiabank may receive remuneration. All Scotiabank products and services are subject to the terms of applicable agreements and local regulations. Officers, directors and employees of Scotiabank and its affiliates may serve as directors of corporations.

Any securities discussed in this report may not be suitable for all investors. Scotiabank recommends that investors independently evaluate any issuer and security discussed in this report, and consult with any advisors they deem necessary prior to making any investment.

This report and all information, opinions and conclusions contained in it are protected by copyright. This information may not be reproduced without the prior express written consent of Scotiabank.

™ Trademark of The Bank of Nova Scotia. Used under license, where applicable.

Scotiabank, together with "Global Banking and Markets", is a marketing name for the global corporate and investment banking and capital markets businesses of The Bank of Nova Scotia and certain of its affiliates in the countries where they operate, including; Scotiabank Europe plc; Scotiabank (Ireland) Designated Activity Company; Scotiabank Inverlat S.A., Institución de Banca Múltiple, Grupo Financiero Scotiabank Inverlat, Scotia Inverlat Derivados S.A. de C.V. – all members of the Scotiabank group and authorized users of the Scotiabank mark. The Bank of Nova Scotia is incorporated in Canada with limited liability and is authorised and regulated by the Office of the Superintendent of Financial Institutions Canada. The Bank of Nova Scotia is authorized by the UK Prudential Regulation Authority and is subject to regulation by the UK Financial Conduct Authority and limited regulation by the UK Prudential Regulation Authority are available from us on request. Scotiabank Europe plc is authorized by the UK Prudential Regulation Authority and regulated by the UK Financial Conduct Authority and Regulation Authority.

Scotiabank Inverlat, S.A., Scotia Inverlat Casa de Bolsa, S.A. de C.V., Grupo Financiero Scotiabank Inverlat, and Scotia Inverlat Derivados, S.A. de C.V., are each authorized and regulated by the Mexican financial authorities.

Not all products and services are offered in all jurisdictions. Services described are available in jurisdictions where permitted by law.

Global Economics 2