

Creation of **113.7 thousand new formal jobs in January**

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- **Formal job creation (January): 113,722 formal jobs (vs.83,292 in January '17)**
- **The rise in permanent jobs amounted to 38.2 thousand, while temporary jobs increased by 75.5 thousand jobs**
- **By sectors, employment in the industrial sector grew by 101.4 thousand new jobs during the period in question, while the services sector subtracted 14.1.5 thousand positions**
- **In addition, formal employment in the agricultural sector grew by 26.4 thousand jobs**
- **Looking ahead, we expect a more moderate job creation growth**
- **Quintana Roo showed the highest growth in the creation of formal jobs for the seventh consecutive month (11.3% yoy)**

Formal jobs increased by 113.7 thousand in January (vs.83.292 thousand in January'17). This figure implies a creation of 38.2 permanent jobs (labor contracts made for an indefinite period of time), along with a cut of 75,503 temporary jobs.

In the monthly dynamic, and analyzing information by sectors, employment related to industrial activity grew by 101,444 jobs during the period in question, while the services subtracted 14,138 new positions. On the other hand, we highlight the creation of 13,071 jobs in the agricultural sector.

Taking a look at the breakdown at industrial activity, the manufacturing sub-sector added 101,444 positions while construction contributed with 46,697 jobs. However, utilities subtracted 1,711 positions.

Within the services sector, we highlight the decrease of 39,268 jobs in commerce. Moreover, personal, firms and household services removed 17,266 positions. On the other hand, social and community services added 36,095 jobs (as shown in the table on the following page).

Looking ahead we expect job creation to moderate its growth. Despite the good performance of formal employment during 2017 –reflecting the dynamism of the manufacturing sector as well as services–, we believe that employment's growth could still be affected by the uncertainty surrounding growth of the Mexican economy.

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Formal job creation: January 2018

	Jan-18	Jan-17	2017
Total	113,722	83,292	801,831
Permanent jobs	38,219	15,850	644,556
Temporary jobs	75,503	67,442	157,275
City workers	55,554	50,223	135,247
Farmworkers	19,949	17,219	22,028
Monthly formal job creation by economic sector			
Primary activities	26,416	22,308	49,616
Industrial activity	101,444	85,514	344,260
Mining	2,051	1,290	6,196
Manufacturing	54,407	56,290	250,636
Construction	46,697	29,988	86,501
Utilities	-1,711	-2,054	927
Services	-14,138	-24,530	407,955
Commerce	-39,268	-39,946	113,606
Communications and transportation	6,301	-3,106	68,291
Personal, firms, and household's services	-17,266	-12,939	170,980
Social and community services	36,095	31,461	55,078

Source: Ministry of Labor

At a regional level

Quintana Roo showed the highest growth in the creation of formal jobs for the seventh consecutive month (11.3% yoy). Quintana Roo stands out as the state with the highest growth of formal employment (11.3% yoy), for the seventh consecutive month. Throughout 2017, the state has created a total of 43,144 formal jobs. Moreover, in January 2018, 11,664 jobs were created in the entity (95% were eventual jobs).

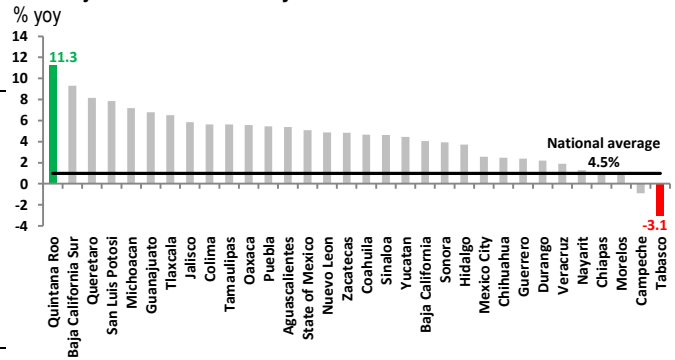
Other states that outperformed the national average were Baja California Sur (9.3%), Michoacán (8.2%), Queretaro (7.8%), and San Luis Potosí with 7.3% yoy, as seen in the next table.

States with the highest formal job creation: January 2018

	Insured workers (thousands)	% yoy	Job creation	
			Jan-18	2017
National	19,532	4.5	113,722	801,831
Quintana Roo	425	11.3	11,664	40,724
Baja California Sur	171	9.3	1,573	13,635
Michoacan	434	8.2	2,110	30,551
Queretaro	556	7.8	6,429	42,937
San Luis Potosi	429	7.2	4,616	28,926

Source: Banorte; MoL

Formal job creation – January 2018



Source: Banorte; MoL

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