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Keep in mind

En cumplimiento con lo estipulado en el artículo 5 de la Ley 31 de 1992, la Junta Directiva del Banco de la República presenta a consideración del Honorable Congreso de la República, un informe al Congreso de la República en el cual da cuenta del comportamiento de la economía y de sus perspectivas. Este informe se presenta dos veces al año, en los meses de marzo y julio, dentro de los diez días hábiles siguientes a la fecha de inicio de las sesiones del Congreso.

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Automatic price adjustment mechanisms, known as indexing, have mainly been a relatively common practice in developing economies even under different macroeconomic environments. These mechanisms often arise spontaneously in agents' private contracts as a tool to protect themselves from high and unpredictable inflation. However, on other occasions they are the product of regulations resulting from various institutional arrangements. The economic effects of indexing have been a relatively active area of study and a subject of debate. This box presents a brief review of some of the effects of indexing documented in the specialized literature and quantifies the prevalence of its effect on consumer prices in Colombia.