

Economic & Commercial Report for the week ending 06th January 2017

1. Analysis of Trade Data (Peru)

Import figures Jan-Nov shows that Peru's overall imports have come down by 5.3% (YoY). India was the 4th country from where Peru was importing the most in 2016 (figures from January to November 2016), although in 2015 it was the 3rd. Registering a 12.4% decline in the import figures (of Peru), imports from India saw a decline of 12.7% in Intermediate goods (10th position overall) and 20.5% in capital goods (3rd position overall). The imports from India saw a growth of 14.6% in consumer goods (7th position overall).

Total Imports by Country of Origin
USD Million- Jan-Nov 2015/2016

RK. 15	RK. 16	Main countries	2015	2016	Var.% 16/15	Share % 2016
1	1	China	7,990	7,544	-5.6%	21.7%
2	2	United States	7,176	6,498	-9.5%	18.7%
3	4	Brazil	1,747	1,957	12.0%	5.6%
4	3	India	1,797	1,575	-12.4%	4.5%
5	5	Mexico	1,596	1,557	-2.5%	4.5%
6	8	Germany	1,191	1,338	12.3%	3.8%
7	6	South Korea	1,207	1,182	-2.1%	3.4%
8	7	Colombia	1,203	1,058	-12.0%	3.0%
9	9	Chile	1,117	1,053	-5.7%	3.0%
10	11	Ecuador	902	977	8.4%	2.8%
11	10	Japan	988	957	-3.2%	2.7%
12	12	Argentina	806	792	-1.8%	2.3%
13	15	Italy	598	696	16.5%	2.0%
14	13	Canada	698	629	-9.8%	1.8%
15	14	Spain	663	611	-7.8%	1.8%
Other Countries			7,083	6,398	-9.7%	18.4%
TOTAL			36,762	34,822	-5.3%	100.0%

Countries with greatest drop (Intermediate goods)
(US\$ Million) Jan-Nov 2015/2016

RK 16	Countries with greatest drop	2015	2016	Balance US\$	Var. % 16/15
1	Trinidad and Tobago	528	228	-300	-56.8%
2	United States	4,585	4,336	-249	-5.4%
3	Russia	498	377	-121	-24.3%
4	Colombia	548	445	-103	-18.7%
5	China	2,028	1,939	-89	-4.4%
6	Paraguay	182	96	-86	-47.4%
7	India	444	388	-56	-12.7%
8	Turkey	78	27	-51	-65.5%
9	Chile	608	560	-48	-7.9%
10	Argentina	583	545	-38	-6.5%
* Import countries, more than US\$ 1 million CIF					

Countries with the greatest drop (Capital goods)
(US\$ Million) Jan-Nov 2015/2016

RK 16	Countries with the greatest drop	2015	2016	Balance US\$	Var. % 16/15
1	United States	1,931	1,492	-439	-22.70%
2	India	1,036	824	-212	-20.50%
3	China	3,660	3,483	-177	-4.80%
4	South Korea	390	321	-69	-17.60%
5	Denmark	85	18	-67	-79.10%
6	France	190	130	-60	-31.60%
7	Turkey	140	86	-54	-38.50%
8	Thailand	293	255	-38	-12.90%
9	Japan	539	502	-38	-7.00%
10	Spain	324	287	-37	-1.40%
* Import countries, more than US\$ 1 million CIF					

Countries with the greatest grow (Consumer goods)
(US\$ Million) Jan-Nov 2015/2016

RK 16	Countries with the greatest decline	2015	2016	Balance US\$	Var. % 16/15
1	India	317	363	46	14.60%
2	South Korea	429	468	39	9.00%
3	Vietnam	86	107	21	24.20%
4	Brazil	359	377	18	5.00%
5	Netherlands	58	72	14	24.30%
6	Bangladesh	33	46	13	40.20%
7	Bolivia	40	51	12	29.80%
8	Cuba	1	13	11	897.80%
9	United States	654	663	9	1.40%
10	International Waters	6	15	9	150.50%
* Import countries, more than US\$ 1 million CIF					

2. New analysis related to Trade

i. **Oil and energy: waiting for investments** (*El Comercio – 02/01/2017*) - According to the President of the Peruvian Society of Hydrocarbon, the government should increase the confidence of investors in the field in 2017, as there are 58 contracts signed with private companies of which 28 are paralyzed. Also, he suggests that the government should aim at self-sufficiency in the sector to produce 200,000 barrels of oil per day by 2021. The energy sector has been growing at the rate of 6% due to the rise in domestic demand. Besides, this year *Engie Energía Perú* (one of the major companies in the energy sector) will start the construction of its first solar plant.

ii. **Mining: An attractive sector despite all its issues** (*El Comercio – 02/01/2017*): According to the President of the National Society of Mining, Oil and Energy, Mr. Carlos Galvez, mining represented 2% of Peruvian GDP's growth during 2016, and it is estimated to be 0.5% in 2017. Moreover, it is estimated that copper production will grow from 2.5 to 2.6 million tons in 2017. Also it is expected that this new year (2017) the volume of production of silver, lead and zinc will grow 5%.

3. Trade promotion activities of the Mission

The Mission received 280 trade queries from Indian companies/exporters spreading across different sectors for market access in Peru and Bolivia. Sector-wise breakup of the queries received are provided in the adjoining tables.

QUERIES 2016 by sector	Qty.	%
Engineering & tools	50	17.86%
Pharmaceuticals and medical devices	45	16.07%
Agroproducts	30	10.71%
Construction & ceramics	26	9.29%
Vehicles & autoparts	22	7.86%
Home textiles & Decor	16	5.71%
Textiles	16	5.71%
Chemicals	15	5.36%
Garments & accesories	10	3.57%
Machinery	10	3.57%
Others	40	14 %
TOTAL	280	



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