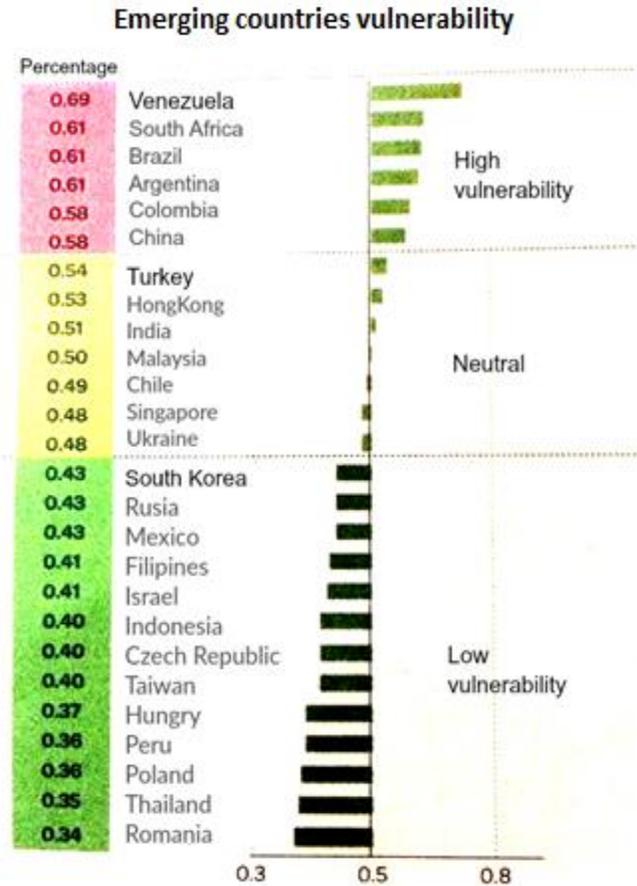


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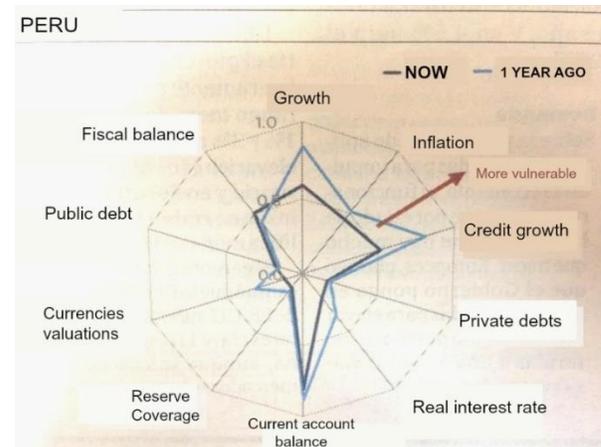
**1. Analysis of Trade Data (Peru)**

**Peru is fourth less risky emerging economy**



According to the Emerging Markets Vulnerability Monitor Index elaborated by the Deutsche Bank Research, Peru ranks is the fourth less risky emerging economy. The research examines 10 indicators: growth, inflation, credit growth, private debt rate, real interest rate, external deficit on current account, reserves coverage, foreign exchange value, public debt and fiscal balance.

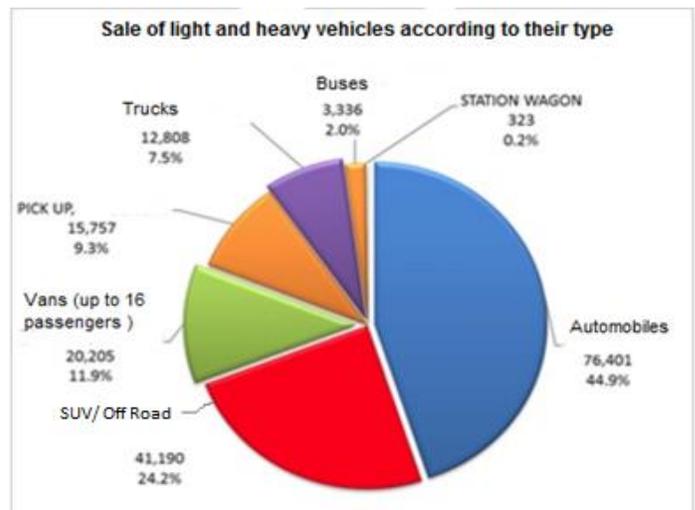
Peru ranks among the five least risky emerging economies, before Hungary and following Romania, Thailand and Poland. Venezuela and South Africa are the most vulnerable, according to the research.



**New vehicle sales down 1.8% in 2016**

According to the report of Automotive Association of Peru. During 2016, 170,020 units of new light and heavy vehicles were placed, 1.8% less than the previous year (173,086). However, in the last quarter there was an increase of 8.5% (43,904 units compared to 40,461 units recorded the previous year).

Lima continues to be the city with the highest participation in the sale of vehicles, 67.2% (114,266 units).



## 2. New analysis related to Trade

- i. **Australia interested in FTA with Peru** (*Andina – 02/01/2017*) - The Australian government said it is considering the possibility of negotiating an FTA with Peru, as the Asia-Pacific faces the potential collapse of the Trans-Pacific Partnership (TPP). Peru-Australia bilateral trade was about US\$400 million in 2016 (estimated figure), mostly due to Australian investments in the country in the mining sector. However, Australian entrepreneurs are seeking new opportunities in Peru's various economic sectors such as gas production, tourism, and education, among others.
- ii. **Copper export volume increases by 23.3% 2016** (*Andina – 08/01/2017*) - According to a report by the Central Reserve Bank of Peru, in November, the volume of the copper export increased by 23.3% as compared to November 2015 and has maintained an average of 200,000 MT per month since April 2016.
- iii. **World Bank: Bolivia will register an economic growth of 3.5%** (*La Razon – 10/01/2017*) - In the region, Bolivia ranks third in GDP growth with figures of 3.5%, following Peru (4.2%) and Paraguay (3.6%), according to WB projections. Also, on December 27, 2016, the Minister of Economy and Public Finance, Luis Arce, estimated an economy growth of 4.8% of the Gross Domestic Product (GDP) and an inflation rate of 5.03% in 2017.
- iv. **Investment in Pubic Works : Bolivia** (*ABI – 11.01.2017*) - The Minister of Public Works, Services and Housing, Milton Claros, stated that this year around 14 billion Bolivianos (BOB) is expected to be invested in public works. In addition, last year the Ministry of Public Works achieved 75% execution of its annual budget. In telecommunications, the Ministry spent more than 2 billion Bolivianos (BOB), 1.48 billion in housing and 9.3 billion in transportation - both air and land.

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