

**Economic & Commercial Report for the week ending 26<sup>th</sup> May 2017**

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

**Status of Imports in Peru in 2017**

On total imports of Peru for the period from January to April of this year, India is in the N°13 position with a figure of \$238 million, decreasing 59.4% compared to the same period last year. In the case of imported consumer goods, India currently holds the No. 9 position with \$ 88 million, increasing 1.6% over the same period last year.

Total Imports by country of origin  
In Millions of US \$ - January to April 2016/2017

RK. 17	RK. 16	Main Countries	2016	2017	Var. 17/16	Part. % 2017
1	8	Germany	360	3,199	789.0%	21.0%
2	2	US	2,293	1,768	20.7%	18.2%
3	1	China	2,630	2,636	0.2%	17.3%
4	3	Brasil	635	721	13.5%	4.7%
5	5	Mexico	542	561	3.5%	3.7%
6	11	Ecuador	266	538	102.3%	3.5%
7	7	Colombia	376	432	14.9%	2.8%
8	6	Chile	384	380	-1.0%	2.5%
9	15	Argentina	229	353	54.2%	2.3%
10	14	Spain	240	329	37.1%	2.2%
11	9	South Corea	337	313	-7.1%	2.1%
12	10	Japan	313	309	-1.4%	2.0%
13	4	India	585	238	-59.4%	1.6%
14	12	Canada	253	217	-14.4%	1.4%
15	13	Italy	251	200	-20.1%	1.3%
		Other	2,093	2,032	-2.90%	13.30%
<b>TOTAL</b>			<b>11,786</b>	<b>15,225</b>	<b>29.2%</b>	<b>100.0%</b>

Imports by country of origin – Consumer Goods  
In Millions of US \$ - January to April 2016/2017

RK. 17	RK. 16	Main Countries	2016	2017	Var. 17/16	Part. % 2017
1	1	China	720	724	0.5%	25.8%
2	2	Mexico	255	246	-3.6%	8.7%
3	3	US	230	244	6.4%	8.7%
4	4	Colombia	176	208	18.0%	7.4%
5	5	Brasil	139	143	3.2%	5.1%
6	6	South Corea	117	122	3.6%	4.3%
7	7	Chile	111	111	0.6%	4.0%
8	9	Japan	75	91	21.6%	3.2%
9	8	India	87	88	1.6%	3.1%
10	10	Thailand	67	84	24.4%	3.0%
11	12	Argentina	50	68	34.7%	2.4%
12	11	Germany	62	66	5.8%	1.6%
13	13	Ecuador	48	45	-5.3%	1.5%
14	15	Spain	45	43	-4.6%	1.5%
15	19	Uruguay	30	42	36.7%	1.2%
		Other	490	484	-1.30%	17.2%
<b>TOTAL</b>			<b>2,702</b>	<b>2,807</b>	<b>3.90%</b>	<b>100.0%</b>

Imports by country of origin – Capital Goods  
In Millions of US \$ - January to April 2016/2017

RK. 17	RK. 16	Main Countries	2016	2017	Var. 17/16	Part. % 2017
1	6	Germany	192	3,029	>1000%	47.0%
2	1	China	1,240	1,139	-8.2%	17.7%
3	2	US	620	482	-22.3%	7.5%
4	4	Brasil	272	162	-4.2%	4.1%
5	9	Spain	123	194	57.8%	3.0%
6	5	Mexico	202	174	-13.6%	2.7%
7	8	Japan	169	164	-3.0%	2.6%
8	7	Italy	190	136	-28.4%	2.1%
9	10	South Corea	115	89	-22.8%	1.4%
10	12	Vietnam	68	71	5.0%	1.1%
11	22	Argentina	22	69	213.3%	1.1%
12	13	Chile	61	56	-7.3%	0.9%
13	11	Thailand	91	49	-45.9%	0.8%
14	14	Sweden	54	44	-18.7%	0.7%
15	3	India	375	42	-88.8%	0.7%
		Other	473	439	-7.30%	6.80%
<b>TOTAL</b>			<b>4,268</b>	<b>6,439</b>	<b>50.90%</b>	<b>100.0%</b>

Imports by country of origin – Intermediate Goods  
In Millions of US \$ - January to April 2016/2017

RK. 17	RK. 16	Main Countries	2016	2017	Var. 17/16	Part. % 2017
1	1	US	1,440	2,040	41.6%	34.20%
2	2	China	670	774	15.6%	13.00%
3	4	Ecuador	213	488	128.4%	8.20%
4	3	Brasil	224	316	41.5%	5.30%
5	8	Argentina	156	215	38.2%	3.60%
6	5	Chile	213	212	0.0%	3.60%
7	7	Colombia	173	203	17.8%	3.40%
8	6	Canada	194	149	-23.3%	2.50%
9	15	Mexico	85	141	65.4%	2.40%
10	9	India	123	108	-12.7%	1.80%
11	13	Bolivia	92	105	14.6%	1.80%
12	11	Germany	105	104	-0.8%	1.70%
13	12	South Corea	104	103	-1.7%	1.70%
14	16	Spain	72	91	27.7%	1.50%
15	65	Angola	1	76	>1000%	1.30%
		Other	947	846	-10.7%	14.20%
<b>TOTAL</b>			<b>4,811</b>	<b>5,971</b>	<b>24.10%</b>	<b>100.00%</b>

Regarding capital goods, India is ranked 15<sup>th</sup> this year with US\$ 42 million, dropping 88.8% over last year. On the other hand, in terms of intermediate goods, India is ranked 10<sup>th</sup> with US\$ 108 million exported to Peru, decreasing by 12.7% over the same period last year. **Source: Chamber of Commerce of Lima (CCL)**

## 2. News analysis related to Trade

- i. **MEM: Copper production in Peru rises 0.71% in March** (*Gestión : 24/05/2017*) - The Ministry of Energy and Mines (MEM) reported that copper production in Peru reached 189,390 metric tons (MTF), which means a growth of 0.71% compared to March of last year when it was 188,052 MTF.
- ii. **Peru and Australia to start bilateral FTA negotiations in July** (*Gestión : 24/05/2017*) - The Minister of Foreign Trade and Tourism of Peru, Eduardo Ferreyros, and the Minister of Commerce, Tourism and Investment of Australia, Steven Ciobo, announced today that their countries will begin negotiations in July to reach a Free Trade Agreement (FTA) of "high quality, ambitious and broad".
- iii. **Peru, Indonesia to start meetings towards trade agreement** (*Andina : 22/05/2017*) - Peru and Indonesia will soon begin a series of bilateral meetings to reach a free trade agreement. Both nations' technical teams will soon establish the terms of reference for FTA negotiations.
- iv. **Peru exports to grow 9.6% in 2017** (*Andina : 23/05/2017*) - Peru's total exports will amount to US\$38.6 billion this year, up 9.6% from 2016, when shipments totaled US\$35.2 billion, Association of Peruvian Exporters (Adex) reported.
- v. **FocusEconomics: Peru inflation to stay within target range in 2017, 2018** (*Andina : 22/05/2017*) - FocusEconomics' latest Consensus Forecast LatinFocus has projected that inflation in Peru will stay within the Central Reserve Bank's (BCR) 1%-3% target range this year and the next one. According to panelists surveyed, the increase in consumer prices will close 2017 at 2.9%. LatinFocus Consensus Forecast also sees the Inca country's 2017 inflation as one of the lowest among the main Latin American economies.

### **Bolivia:**

- vi. **Exporters in Bolivia lose \$ 5 million a day after Chilean customs strike** (*La Razon : 25/05/2017*) - The Bolivian exporters on Thursday estimated at \$ 5 million a day the economic damages suffered by the strike of customs workers in Chile, which is affecting the transit from Bolivia to Chilean ports. Bolivia's President Evo Morales, who is in Ecuador, said that the customs strike on the border with Chile is "an economic aggression against Bolivia."
- vii. **Quinoa production rises 10% and exceeds 82,000 tons** (*Pagina Siete : 23/05/2017*) - It is expected that 40% of production will be exported, mainly to the United States and European countries. In addition, Asian countries are about to become "potential" markets for Bolivian quinoa.

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