Comparisons are odious?
Peru’s Economic Outlook and Comparison to Its Regional Peers

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Peru

- Area: 1,285,216 sq km
- Population (2013E): 30.1MM
- Nominal GDP (2012): US$199Bn
- Nominal GDP (2013E): US$210Bn
- Nominal GDP (2014E): US$217Bn
- GDP per Capita (2012): US$6,712
- GDP per Capita (2013E): US$6,960
- GDP per Capita (2014E): US$7,075
- Real GDP Growth (2013E): 5.8%
- Real GDP Growth (2014E): 2.5%
- CPI (2013): 2.9%
- CPI (2014E): 3.1%
- Exports FOB (2013E): $42.2Bn
- Exports FOB (2014E): $37.0Bn
- Imports CIF (2013E): $42.2Bn
- Imports CIF (2014E): $39.7Bn
- FDI (2013E): $9.3Bn
- FDI (2014E): $8.0Bn

Source: Citi Research & Bloomberg
### Summary Data

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<tbody>
<tr>
<td>Nominal GDP, USD bn</td>
<td>107</td>
<td>127</td>
<td>127</td>
<td>153</td>
<td>176</td>
<td>199</td>
<td>208</td>
<td>207</td>
<td>224</td>
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<tr>
<td>Nominal GDP, local currency bn</td>
<td>336</td>
<td>371</td>
<td>382</td>
<td>435</td>
<td>486</td>
<td>526</td>
<td>563</td>
<td>584</td>
<td>628</td>
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### Economic Activity

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<tr>
<td>Real GDP, yoy avg</td>
<td>8.5</td>
<td>9.1</td>
<td>1.0</td>
<td>8.5</td>
<td>6.5</td>
<td>6.0</td>
<td>5.8</td>
<td>2.5</td>
<td>3.8</td>
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<tr>
<td>Real Investment Growth % yoy</td>
<td>31.3</td>
<td>29.4</td>
<td>-22.9</td>
<td>38.8</td>
<td>12.9</td>
<td>12.3</td>
<td>10.5</td>
<td>0.1</td>
<td>3.5</td>
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<tr>
<td>Real Consumption Growth % yoy</td>
<td>8.0</td>
<td>8.6</td>
<td>4.1</td>
<td>8.2</td>
<td>5.8</td>
<td>6.4</td>
<td>5.5</td>
<td>4.7</td>
<td>5.1</td>
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### Prices, Money & Credit

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<tr>
<td>CPI, % yoy (Citi estimates)</td>
<td>3.9</td>
<td>6.7</td>
<td>0.2</td>
<td>2.1</td>
<td>4.7</td>
<td>2.6</td>
<td>2.9</td>
<td>3.1</td>
<td>2.5</td>
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<tr>
<td>CPI, % avg</td>
<td>1.8</td>
<td>5.8</td>
<td>2.9</td>
<td>1.5</td>
<td>3.4</td>
<td>3.7</td>
<td>2.8</td>
<td>3.2</td>
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### Balance of Payments, USD bn

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<tr>
<td>Current account</td>
<td>1.5</td>
<td>-5.3</td>
<td>-0.6</td>
<td>-3.5</td>
<td>-3.2</td>
<td>-6.3</td>
<td>-9.1</td>
<td>-11.8</td>
<td>-11.7</td>
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<tr>
<td>% of GDP</td>
<td>1.4</td>
<td>-4.2</td>
<td>-0.5</td>
<td>-2.3</td>
<td>-1.8</td>
<td>-3.2</td>
<td>-4.4</td>
<td>-5.7</td>
<td>-5.2</td>
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<tr>
<td>Trade balance</td>
<td>8.5</td>
<td>2.6</td>
<td>6.1</td>
<td>7.0</td>
<td>9.2</td>
<td>5.2</td>
<td>0.0</td>
<td>-2.7</td>
<td>-2.4</td>
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<tr>
<td>Exports</td>
<td>28.1</td>
<td>31.0</td>
<td>27.1</td>
<td>35.8</td>
<td>46.4</td>
<td>46.4</td>
<td>42.2</td>
<td>37.0</td>
<td>38.8</td>
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<tr>
<td>Imports</td>
<td>19.6</td>
<td>28.4</td>
<td>21.0</td>
<td>28.8</td>
<td>37.2</td>
<td>41.1</td>
<td>42.2</td>
<td>39.7</td>
<td>41.2</td>
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### Public Finances, % of GDP

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<tr>
<td>Public Debt</td>
<td>29.8</td>
<td>24.1</td>
<td>27.2</td>
<td>23.5</td>
<td>21.8</td>
<td>19.9</td>
<td>17.4</td>
<td>17.4</td>
<td>17.0</td>
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</table>
Economic Growth %YoY

Peru

Chile

Mexico

Brasil

Colombia

Source: National statistics center or central bank of each country & Citi Research
Evolution of private consumption

Source: National statistics center or central bank of each country & Citi Research
Evolution of government consumption

Peru

Chile

Colombia

Mexico

Source: National statistics center or central bank of each country & Citi Research
Gross fixed capital formation

Peru

Chile

Colombia

Mexico

Source: National statistics center or central bank of each country & Citi Research
Exports composition by product

Peru
- Mining: 26.6%
- Oil and Derivatives: 12.3%
- Fishing: 4.0%
- Agriculture: 1.9%
- Other Exports: 55.1%

Chile
- Mining: 37.74%
- Agricultural, forestry and fisheries: 9.73%
- Industry: 52.53%

Colombia
- Oil and derivatives: 29.6%
- Coal: 5.1%
- Coffee: 0.8%
- Ferronickel: 9.3%
- Other Exports: 55.2%

Mexico
- Manufactures: 84.05%
- Oil: 11.54%
- Agricultural: 3.06%
- Extractive (Non-Oil): 1.35%

Source: National statistics center or central bank of each country & Citi Research
Oil & mining exports over time

Peru

Chile

Colombia

Mexico

Source: National statistics center or central bank of each country & Citi Research
Terms of Trade

Peru

Chile

Colombia

Mexico

Source: National statistics center or central bank of each country & Citi Research
Copper Production

Source: INEI, Cochilco & Citi Research
How much of the commodities’ boom was saved and how it was used

Marginal propensity to save revenues stemming from commodities

Savings’ use as a ratio of extraordinary income

Source “Alder, G; Magud, N. 2013.“Four Decades of Terms of Trade Booms: Saving-Invesment Patterns and New Metric of Income Windfall” .WP 13/103. FMI
Primary surplus or deficit of the Central Government

*Accumulated value until June

Source: National statistics center or central bank of each country & Citi Research
Current Account Balance

Peru

% of GDP


-6.78

Chile

% of GDP


-3.42

Colombia

% of GDP


-4.3

Mexico

% of GDP


-2.08

Source: National statistics center or central bank of each country & Citi Research
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