

Embassy of India
Lima

Economic & Commercial Report for the week ending June 21, 2024

1. Economic & Trade Trends

According to the Peruvian National Superintendence of Tax Administration (SUNAT), from January to April 2024, India's supplies to Peru totaled US\$ 344.10 million. The leading exported products to Peru from India were gasoline automobiles between 1000 and 1500 Cc of displacement with US\$ 27.73 million, followed by single yarn cotton fibers of 85% by weight between 192.3 and 232.5 of Decitex with US\$ 26.35 million, Medicines for human use US\$ 19.48 million, Gasoline motor vehicles of cylinder capacity of less than 1000 CC with US\$ 16.53 million and Motorcycles and velocipedes with reciprocating piston engine between 50 and 250 CC with US\$ 13.81 million.

According to the Trademap, from January to December 2023, India's supplies to Bolivia totaled US\$ 224.94 million. The leading exported products to Bolivia from India were vehicles with reciprocating piston engine, spark ignition with US\$ 37.49 million, followed by vehicles specially designed to travel on snow with US\$ 20.72 million, Medicines for human use with US\$ 18.90 million, Motorcycles with alternative piston engines with CC greater than 50 cm³ with US\$ 18.35 million and Other passenger cars and other motor vehicles with US\$ 12.21 million.

2. News related to trade

PERU:

Economic agents predict greater growth in Peru: The outlook for the Peruvian economy becomes more optimistic as various economic agents revise upward their growth estimates for this year. This trend reflects greater dynamism in productive activity, driven by various factors, among which the positive impact of the recent withdrawal of pension funds stands out. The Peruvian Institute of Economics (IPE) raised its projection of gross domestic product (GDP) expansion from 2.4% to 3% for this year. It was reported on June 20, 2024.

Investment and expansion of the country's GDP will be promoted: In order to continue promoting investment and the growth of productive activity, the head of the Ministry of Economy and Finance, José Arista Arbildo, met with heads and representatives of various institutions of the national government and private institutions for the reactivation of the mining and energy executive board. It was reported on June 20, 2024.

DP World inaugurates the Bicentenario dock today in the port of Callao: DP World, operating company of the South dock of the port of Callao,

inaugurates the Bicentenario dock on June 20, 2024, at 10:00 a.m., with the presence of authorities and of the regional government, making it the largest container terminal in Peru to date.

Ministry of Transport will promote the development of railway policy in

Peru: The Ministry of Transport and Communications (MTC) will promote a railway policy in order to promote the growth of exports and the recovery of the economy, said the head of the sector, Raúl Pérez Reyes, during his participation in the VIII Logistics Forum, organized by the Association of Exporters (Adex). It was reported on June 20, 2024.

BOLIVIA:

YPFB manages with Chile the reversal of the pipeline to import crude oil

in 2025: Bolivian Fiscal Oil Fields (YPFB) manages with Chile the reversal of the Arica-Charaña (La Paz) pipeline to import crude oil through this route starting year 2025, in this way Logistical costs would be saved and obstacles due to road blockages would be avoided, official sources said. It was reported on June 21, 2024.

Russian Lukoil sends 366 thousand barrels of diesel to Bolivia due to growing demand:

In a strategic move to mitigate the fuel crisis affecting Bolivia, Russian oil producer Lukoil has sent an unprecedented shipment of diesel to the Chilean port of Arica. This shipment, which comprises approximately 366 thousand barrels or 50 thousand metric tons of diesel, has as its final destination the Bolivian Fiscal Oil Fields (YPFB). It was reported on June 21, 2024

Bolivia and Brazil agree to negotiate a memorandum for oil investments:

In a significant step towards energy cooperation, the Governments of Bolivia and Brazil have agreed to negotiate a memorandum of understanding focused on an Upstream plan and the development of investments in the oil sector. This agreement, which seeks to strengthen bilateral relations and promote economic growth, was announced by the Ministry of Hydrocarbons and Energy (MHE). It was reported on June 20, 2024

Bolivia is the 12th country in the world with the cheapest gasoline and the 2nd in the region:

Bolivia is among the countries with the cheapest gasoline in the world, according to the specialized site Global Petrol Prices, which compiles data on retail fuel prices on a global scale. With a price of 3.74 bolivianos per liter, equivalent to 0.54 dollars, gasoline in Bolivia is the second cheapest in Latin America, only surpassed by Venezuela. Globally, Bolivia ranks twelfth on a list of 171 countries, preceded only by oil-exporting nations. It was reported on June 18, 2024

Sarath Sankar

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