

# Peru

## November 2021

This overview has been consolidated from a range of information sources and is updated quarterly.

### Key Developments

- Garment factories in Peru are experiencing high demand, levels that have not been seen in more than a decade.
- Peru leads the growth of non-traditional exports in the region.
- 10% of large companies in Peru are considering changing part of workers' compensation to dollars.
- Political uncertainty has risen following Peru's highly polarised election in June, in which Pedro Castillo became the new president. This remains a fluid situation, with impeachment proceedings already underway.
- Investors are expected to remain cautious until there is higher visibility on the new administration's policies.

### GDP Growth and Forecasts (%)



Change In Base GDP Forecasts From September 2021 in Peru is **(+1.0%)** for **2021** and **(-0.5%)** for **2022**.

Source: [S&P Q4 2021 Forecast](#)

<b>Unemployment</b>	✓	Unemployment Rate in Peru decreased to 9.60 percent in October from 10 percent in September of 2021. In Peru, the unemployment rate measures the number of people actively looking for a job as a percentage of the labour force. Source: <a href="#">Instituto Nacional de Estadística e Informática (INEI)</a>
<b>Inflation</b>	⬆️	The annual inflation rate in the Lima Metropolitan Area accelerated for a sixth straight month to 5.8 percent in October of 2021 from 5.2 in the previous month. Inflation refers to an overall increase in the Consumer Price Index (CPI), which is a weighted average of prices for different goods. Source: <a href="#">Instituto Nacional de Estadística e Informática (INEI)</a>
<b>Business confidence</b>	⬇️	Business Confidence in Peru decreased to 33.60 points in August from 42.90 points in July of 2021. The index is measured on a scale of 0 to 100, where levels above 50 indicate optimism, 50 neutrality and below 50 pessimism. Source: <a href="#">Central Reserve Bank of Peru</a>
<b>Ease of doing business</b>	⬇️	Peru is ranked 76 among 190 economies in the Ease Of Doing Business Index. The rank of Peru deteriorated to 76 in 2019 from 68 in 2018. Economies with a high rank (1 to 20) have simpler and more friendly regulations for businesses. Source: <a href="#">World Bank</a>
<b>Corruption Index</b>	⬆️	The Corruption Index in Peru increased to 38 Points in 2020 from 36 Points in 2019. A score indicates the perceived level of public sector corruption on a scale from 100 (very clean) to 0 (highly corrupt). Source: <a href="#">Transparency International</a>
<b>COVID vaccinations (% of population)</b>	<b>58.1%</b>	Peru has administered at least 37,772,743 doses of COVID vaccines so far. The % of people vaccinated is assuming every person needs two doses. Source: <a href="https://graphics.reuters.com/world-coronavirus-tracker-and-maps/countries-and-territories/peru/">https://graphics.reuters.com/world-coronavirus-tracker-and-maps/countries-and-territories/peru/</a>

\*Note: Reports are made with the information available at the time, the sources and calcifications may need to be subjected to revision.

