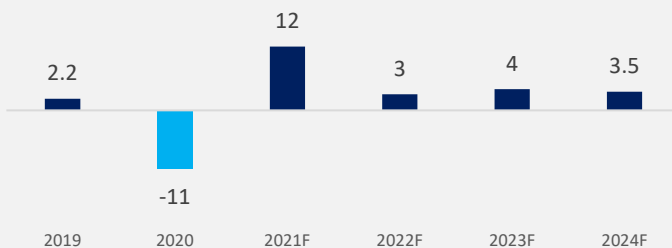


This overview has been consolidated from a range of information sources and is updated quarterly.

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](#)

| | | |
|---|--------------|--|
| Unemployment | ✓ | 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: Instituto Nacional de Estadística e Informática (INEI) |
| Inflation | ⬆️ | 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: Instituto Nacional de Estadística e Informática (INEI) |
| Business confidence | ⬇️ | 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: Central Reserve Bank of Peru |
| Ease of doing business | ⬇️ | 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: World Bank |
| Corruption Index | ⬆️ | 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: Transparency International |
| COVID vaccinations (% of population) | 58.1% | 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: https://graphics.reuters.com/world-coronavirus-tracker-and-maps/countries-and-territories/peru/ |

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

