



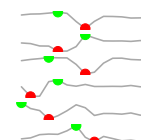
# Latvia

## T&C Snapshots Data Note

| GDP (US\$<br>billions) (2016) | Population<br>(millions)<br>(2016) | Income per<br>capita (current<br>US\$) (2016) | Poverty rate<br>(2012) | Unemployment<br>rate (2014) |
|-------------------------------|------------------------------------|-----------------------------------------------|------------------------|-----------------------------|
| 29.4                          | 2.0                                | 14,964.1                                      | 1.4                    | 10.0                        |

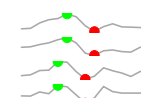
### Macro Indicators

|                                             | Avg 2002-2011 | 2012    | 2013    | 2014    | 2015    | 2016   |
|---------------------------------------------|---------------|---------|---------|---------|---------|--------|
| GDP growth (annual %)                       | 4.385         | 4.834   | 4.226   | 2.362   | 2.608   | 3.451  |
| Current account balance                     | -7.710        | -2.459  | -2.332  | -3.140  | -1.670  | -1.972 |
| Fiscal balance (% of GDP)                   | -2.836        | -0.788  | -0.740  | -1.443  | -1.644  | -1.324 |
| Remittances, received (% of GDP) [1]        | 5.094         | 5.350   | 5.306   | 5.671   | —       | —      |
| Real Effective Exchange Rate (2010=100)     | 108.187       | 102.617 | 101.803 | 103.394 | 100.488 | 99.646 |
| Consumer Price Index, annual percent change | 5.374         | 2.253   | -0.015  | 0.605   | -0.575  | 2.100  |



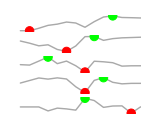
### Investment indicators

|                                                                 | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|-----------------------------------------------------------------|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP)                               | 24.5          | 24.7 | 22.4 | 22.2 | 21.9 | 22.3 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 31.3          | 26.2 | 24.1 | 23.5 | —    | —    |
| Inward FDI (% of GDP) [2]                                       | 3.8           | 3.9  | 2.9  | 1.5  | —    | —    |
| Inward FDI, % of private investment [2]                         | 15.0          | 17.2 | NA   | —    | —    | —    |



### Trade Indicators

|                                                                 | Avg 2002-2011 | 2012   | 2013   | 2014   | 2015   | 2016   |
|-----------------------------------------------------------------|---------------|--------|--------|--------|--------|--------|
| Total Trade in Goods and Services (% of GDP, real terms)        | 96.00         | 122.81 | 118.54 | 118.00 | 117.23 | 118.54 |
| Trade balance (% GDP, real terms)                               | -10.46        | -4.39  | -3.30  | -2.89  | -2.47  | -2.61  |
| Exports, Goods and Services, annual percent change (real terms) | 8.32          | 9.78   | 1.43   | 2.25   | 2.30   | 4.50   |
| Imports, Goods and Services, annual percent change (real terms) | 8.99          | 5.38   | -0.17  | 1.56   | 1.60   | 4.70   |
| Total reserves in months of imports [1]                         | 4.35          | 4.47   | 4.52   | 1.83   | —      | —      |



Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

### Goods Export and Import volume growth, 2012-2015

Data not available

### Gross Value Added by Economic Activity 2013 (% GDP)



Source: Development Prospects Group (DECPG)

Source: World Development Indicators (WDI)

### Top 5 Exports by % of Total Value, 2014

| Special transactions & commodities | Telephone sets, including telephone | Petroleum oils & oils obtained from | Wood of coniferous species, sawn/ch | Undenatured ethyl alcohol of an alc |
|------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| 6                                  | 6                                   | 5                                   | 5                                   | 4                                   |

### Imports Categories by % of Total Value, 2014

| Consumer goods | Capital goods | Intermediate goods | Raw materials |
|----------------|---------------|--------------------|---------------|
| 51             | 22            | 18                 | 9             |

Source: World Integrated Trade Solution (WITS)

### Doing Business 2015 Ranks (among all countries)

|                                   | DB 2015 Rank | DB 2016 Rank | Change in Rank |
|-----------------------------------|--------------|--------------|----------------|
| Dealing with Construction Permits | 24           | 30           | -6             |
| Ease of Doing Business Rank       | 22           | 22           | 0              |
| Enforcing Contracts               | 35           | 25           | 10             |
| Getting Credit                    | 17           | 19           | -2             |
| Getting Electricity               | 62           | 65           | -3             |
| Paying Taxes                      | 24           | 27           | -3             |
| Protecting Minority Investors     | 46           | 49           | -3             |
| Registering Property              | 30           | 23           | 7              |
| Resolving Insolvency              | 39           | 43           | -4             |
| Starting a Business               | 36           | 27           | 9              |
| Trading Across Borders            | 22           | 22           | 0              |

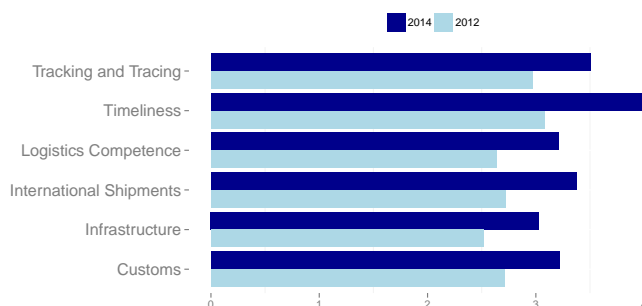
Source: Doing Business Report 2015

## WEF Competitiveness Indicators (Scale 1-5, 5=best)



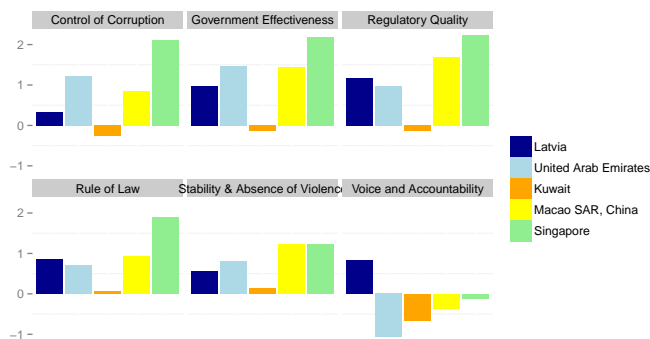
Source: WEF Global Competitiveness Report 2015

## Logistics Performance Index (Scale 1-5, 5=best)



Source: Logistics Performance Index (World Bank)

## World Governance indicators (Std. score, High=best)



Source: Worldwide Governance Indicators

## Trade Policy

|                                            | 2014 |
|--------------------------------------------|------|
| Import duties collected [1]                | —    |
| Services sectors with GATS commitments [1] | 121  |

Sources: WITS, [1] WTO Trade Profiles

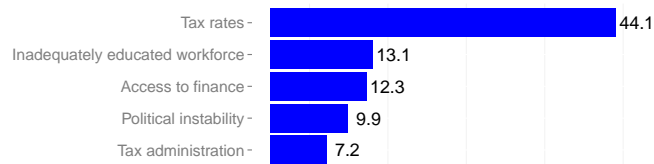
## Private Sector's Views

### Enterprise Survey 2013

|                                                                                         | Latvia | Europe and Central Asia | All Countries |
|-----------------------------------------------------------------------------------------|--------|-------------------------|---------------|
| Number of electrical outages in a typical month                                         | 0.30   | 2                       | 6.30          |
| Percent of firms with a bank loan/line of credit                                        | 20.10  | —                       | 34.30         |
| Proportion of investment financed by banks (%)                                          | 6.20   | —                       | 14.30         |
| Proportion of investment financed internally (%)                                        | 78.20  | —                       | 71.80         |
| Senior management time spent dealing with the requirements of government regulation (%) | 5.20   | —                       | 9.90          |

Source: Enterprise Survey 2013

### Top 5 constraints according to ES 2013 (% respondents)



Source: Enterprise Survey 2013

### Top 5 constraints according to WEF 2015 survey (% respondents among 88 executives)



Source: WEF Global Competitiveness Report 2015



# T&C Snapshots Operations Note



# Latvia

## SCD/CPF

## Most Recent

| Product                              | Document Date | Document ID |
|--------------------------------------|---------------|-------------|
| Latvia - Country assistance strategy | 2002-04-02    | 23610       |

## Planned

| Product | Concept Review Date | Board Date |
|---------|---------------------|------------|
| None    |                     |            |

## WB Lending Pipeline

[illegible]

## WB Portfolio

## Active

[illegible]

Closed

[illegible]

WB ASA  
Active

| Task ID | Task Name | Team Leader | Management Approval Date | Product Line | RAS (Y/N) | Current Expenditure BB (US\$K) | Current Expenditure Total (US\$K) | Lifetime Expenditure BB (US\$K) | Lifetime Expenditure Total (US\$K) |
|---------|-----------|-------------|--------------------------|--------------|-----------|--------------------------------|-----------------------------------|---------------------------------|------------------------------------|
| None    |           |             |                          |              |           |                                |                                   |                                 |                                    |

Closed

| Task ID | Task Name                               | Team Leader       | Management Approval Date | Product Line | RAS (Y/N) | Current Expenditure BB (US\$K) | Current Expenditure Total (US\$K) | Lifetime Expenditure BB (US\$K) | Lifetime Expenditure Total (US\$K) |
|---------|-----------------------------------------|-------------------|--------------------------|--------------|-----------|--------------------------------|-----------------------------------|---------------------------------|------------------------------------|
| P132802 | FBS-9-FY13 LV Towards Enhanced Competit | Marcin Piatkowski | 2013-06-25               | TA           | Y         | —                              | 0                                 | 93                              | 93                                 |

IFC ASA  
Active

| Project ID | Project Name | Team Leader | IP Approval Date | Expected End Date | Approval Value (in US\$K) | Total Expenditures (in US\$K) | Current FY Expenditure (in US\$K) |
|------------|--------------|-------------|------------------|-------------------|---------------------------|-------------------------------|-----------------------------------|
| None       |              |             |                  |                   |                           |                               |                                   |

Pipeline

| Project ID | Project Name | Team Leader | IP Approval Date | Expected End Date | Approval Value (in US\$K) | Total Expenditures (in US\$K) | Current FY Expenditure (in US\$K) |
|------------|--------------|-------------|------------------|-------------------|---------------------------|-------------------------------|-----------------------------------|
| None       |              |             |                  |                   |                           |                               |                                   |

Closed

| Project ID | Project Name                                                                                         | Team Leader    | IP Approval Date | Expected End Date | Approval Value (in US\$K) | Total Expenditures (in US\$K) | Current FY Expenditure (in US\$K) |
|------------|------------------------------------------------------------------------------------------------------|----------------|------------------|-------------------|---------------------------|-------------------------------|-----------------------------------|
| 545244     | Assistance to 3rd round of ARCS Survey & development of domestic capacity to supervise future survey | Liepina, Sanda | 2006-02-27       | 2006-05-31        | 15                        | 13                            | 0                                 |