

T&C

Snapshots

Data Note

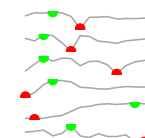


Honduras

| GDP (US\$ billions) (2017) | Population (millions) (2017) | Income per capita (current US\$) (2017) | Poverty rate (2013) | Unemployment rate (2014) |
|----------------------------|------------------------------|---|---------------------|--------------------------|
| 22.4 | 8.3 | 2,694.3 | 18.9 | 3.9 |

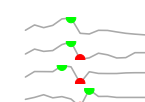
Macro Indicators

| | Avg 2003-2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|---------------|-------|-------|-------|-------|-------|
| GDP growth (annual %) | 4.1 | 2.8 | 3.1 | 3.0 | 3.3 | 3.5 |
| Current account balance | -6.9 | -9.5 | -7.7 | -7.0 | -6.3 | -5.3 |
| Fiscal balance (% of GDP) | -3.3 | -7.7 | -4.5 | -3.0 | -2.4 | -2.2 |
| Remittances, received (% of GDP) [1] | 17.1 | 16.8 | 17.4 | — | — | — |
| Real Effective Exchange Rate (2010=100) | 90.5 | 102.6 | 103.6 | 104.9 | 103.5 | 104.8 |
| Consumer Price Index, annual percent change | 7.3 | 5.2 | 6.1 | 2.2 | 2.2 | 2.2 |



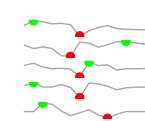
Investment indicators

| | Avg 2003-2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP) | 24.0 | 21.0 | 20.1 | 19.5 | 19.1 | 18.6 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 27.4 | 21.8 | 22.1 | — | — | — |
| Inward FDI (% of GDP) [2] | 5.7 | 5.7 | 5.8 | — | — | — |
| Inward FDI, % of private investment [2] | 22.1 | NA | — | — | — | — |



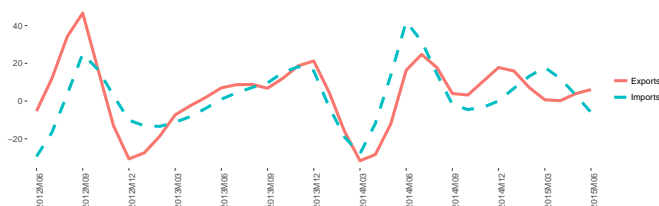
Trade Indicators

| | Avg 2003-2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|---------------|-------|-------|-------|-------|-------|
| Total Trade in Goods and Services (% of GDP, real terms) | 127.8 | 123.2 | 121.3 | 120.8 | 120.2 | 120.6 |
| Trade balance (% GDP, real terms) | -12.2 | -7.8 | -7.6 | -8.7 | -9.5 | -9.4 |
| Exports, Goods and Services, annual percent change (real terms) | 5.3 | -1.3 | 1.6 | 1.6 | 2.0 | 4.0 |
| Imports, Goods and Services, annual percent change (real terms) | 5.2 | -4.1 | 1.4 | 3.4 | 3.5 | 3.7 |
| Total reserves in months of imports [1] | 3.6 | 3.2 | — | — | — | — |



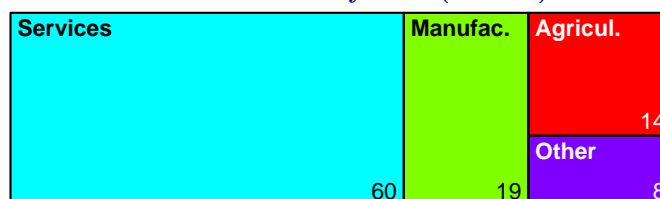
Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

Goods Export and Import volume growth, 2012-2015



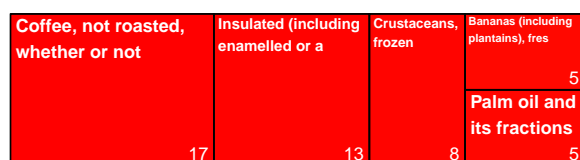
Source: Development Prospects Group (DECPG)

Gross Value Added by Economic Activity 2013 (% GDP)

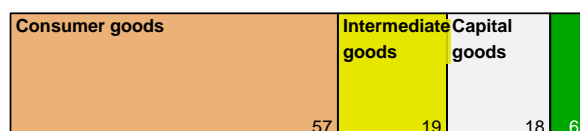


Source: World Development Indicators (WDI)

Top 5 Exports by % of Total Value, 2014



Imports Categories by % of Total Value, 2014



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 | 87 | 87 | 0 |
| Ease of Doing Business Rank | 115 | 110 | 5 |
| Enforcing Contracts | 150 | 150 | 0 |
| Getting Credit | 6 | 7 | -1 |
| Getting Electricity | 143 | 143 | 0 |
| Paying Taxes | 149 | 155 | -6 |
| Protecting Minority Investors | 177 | 134 | 43 |
| Registering Property | 85 | 88 | -3 |
| Resolving Insolvency | 139 | 139 | 0 |
| Starting a Business | 139 | 150 | -11 |
| Trading Across Borders | 135 | 136 | -1 |

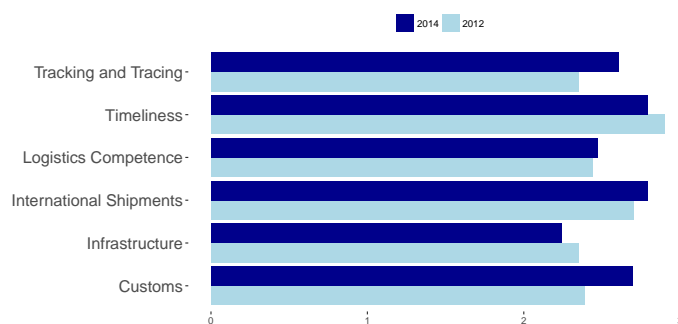
Source: Doing Business Report 2015

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



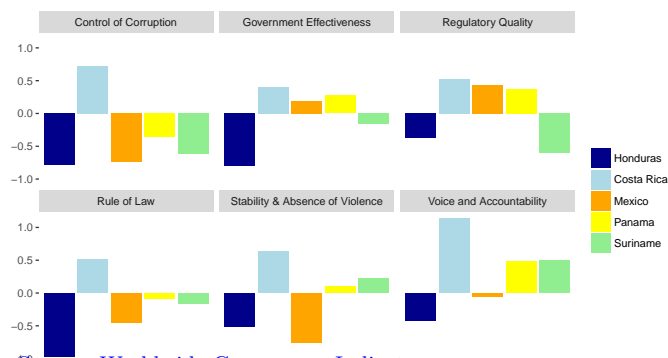
Source: WEF Global Competitiveness Report 2015

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

| | 2010 | 2014 |
|--|------|------|
| Applied Tariff (Incl. Prefers. and Trade-Weighted) | 6.5 | — |
| Binding (%) | 100 | — |
| Dispersion (Standard Deviation) | 7.9 | — |
| Import duties collected (% 2010-2012) [1] | — | 1.5 |
| MFN Tariff (Agriculture) | 10.5 | — |
| MFN Tariff (Non-Agriculture) | 4.7 | — |
| MFN Tariff (Simple Average) | 5.6 | — |
| Services sectors with GATS commitments [1] | — | 25 |

Sources: WITS, [1] WTO Trade Profiles

Private Sector's Views

Enterprise Survey 2013

| | Latin America and Caribbean | Honduras | All Countries |
|---|-----------------------------|----------|---------------|
| Number of electrical outages in a typical month | 2.80 | 2.30 | 6.30 |
| Percent of firms with a bank loan/line of credit | 45.80 | 31.20 | 34.30 |
| Proportion of investment financed by banks (%) | 19.90 | 12.60 | 14.30 |
| Proportion of investment financed internally (%) | 62.90 | 63.00 | 71.80 |
| Senior management time spent dealing with the requirements of government regulation (%) | 14.00 | 17.00 | 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