



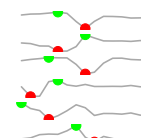
Latvia

T&C Snapshots Data Note

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

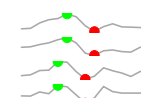
Macro Indicators

| | 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 |



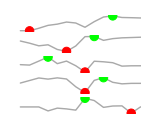
Investment indicators

| | 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 |

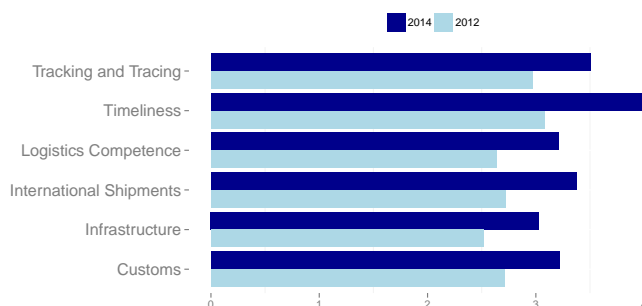
Source: Doing Business Report 2015

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



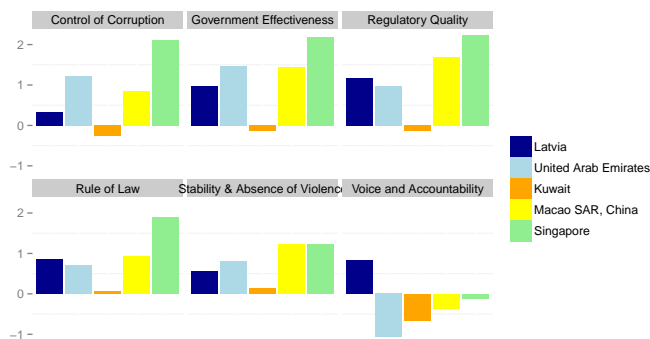
Source: WEF Global Competitiveness Report 2015

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

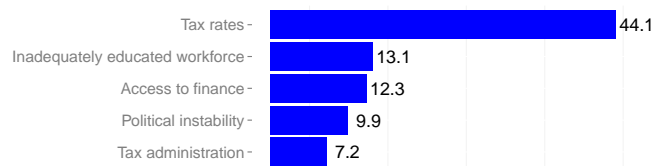
Private Sector's Views

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

[illegible]

Active

Closed

IFC ASA

Active

Closed

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