

# Trade and Competitiveness Monitoring Note

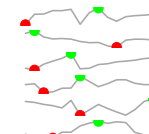


## India

| GDP (US\$ billions) (2016) | Population (millions) (2016) | Income per capita (current US\$) (2016) | Poverty rate (2011) | Unemployment rate (2014) |
|----------------------------|------------------------------|---|---------------------|--------------------------|
| 2,527.4                    | 1,326.8                      | 1,904.9                                 | 21.2                | 3.6                      |

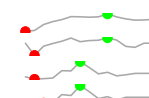
### Macro Indicators

|   | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015  | 2016  |
|---|---------------|------|------|------|-------|-------|
| GDP growth (annual %)                       | 7.5           | 5.1  | 6.9  | 7.3  | 7.5   | 7.8   |
| Current account balance                     | -1.0          | -4.8 | -1.7 | -1.3 | -1.4  | -1.7  |
| Fiscal balance (% of GDP)                   | -8.5          | -7.6 | -7.3 | -7.0 | -6.4  | -6.1  |
| Remittances, received (% of GDP) [1]        | 3.2           | 3.8  | 3.8  | 3.4  | —     | —     |
| Real Effective Exchange Rate (2010=100)     | 99.3          | 92.3 | 89.1 | 94.7 | 103.0 | 105.7 |
| Consumer Price Index, annual percent change | 6.5           | 10.2 | 9.9  | 6.0  | 5.0   | 4.0   |



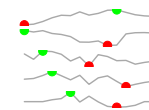
### Investment indicators

|   | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP)                               | 28.5          | 31.9 | 30.7 | 30.0 | 30.1 | 30.5 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 34.8          | 36.6 | 32.3 | 31.6 | —    | —    |
| Inward FDI (% of GDP) [2]                                       | 1.8           | 1.3  | 1.5  | 1.7  | —    | —    |
| Inward FDI, % of private investment [2]                         | 5.5           | 4.0  | NA   | —    | —    | —    |



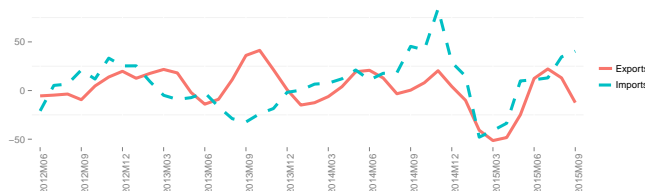
### Trade Indicators

|   | Avg 2002-2011 | 2012  | 2013  | 2014  | 2015  | 2016  |
|---|---------------|-------|-------|-------|-------|-------|
| Total Trade in Goods and Services (% of GDP, real terms)        | 40.42         | 55.64 | 51.30 | 47.11 | 45.14 | 44.39 |
| Trade balance (% GDP, real terms)                               | -2.77         | -6.36 | -1.85 | -1.37 | -1.31 | -1.50 |
| Exports, Goods and Services, annual percent change (real terms) | 14.51         | 6.66  | 7.28  | -0.76 | 3.00  | 5.50  |
| Imports, Goods and Services, annual percent change (real terms) | 15.68         | 5.96  | -8.38 | -2.14 | 3.00  | 6.50  |
| Total reserves in months of imports [1]                         | 8.57          | 5.90  | 6.03  | 6.56  | —     | —     |



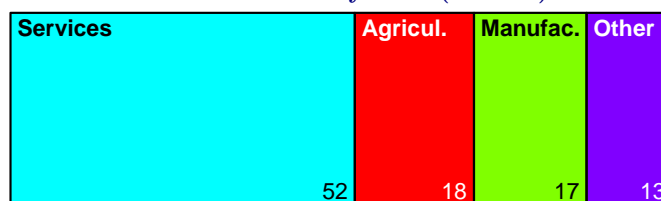
Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

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



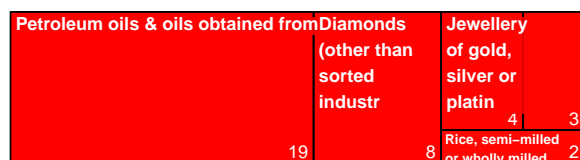
Source: Development Prospects Group (DECPG)

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

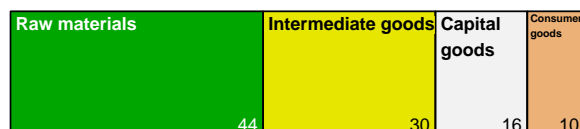


Source: World Development Indicators (WDI)

### 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 | 184          | 183          | 1              |
| Ease of Doing Business Rank       | 134          | 130          | 4              |
| Enforcing Contracts               | 178          | 178          | 0              |
| Getting Credit                    | 36           | 42           | -6             |
| Getting Electricity               | 99           | 70           | 29             |
| Paying Taxes                      | 156          | 157          | -1             |
| Protecting Minority Investors     | 8            | 8            | 0              |
| Registering Property              | 138          | 138          | 0              |
| Resolving Insolvency              | 136          | 136          | 0              |
| Starting a Business               | 164          | 155          | 9              |
| Trading Across Borders            | 133          | 133          | 0              |

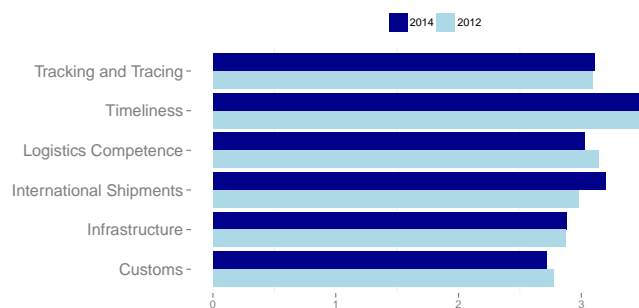
Source: Doing Business Report 2015

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



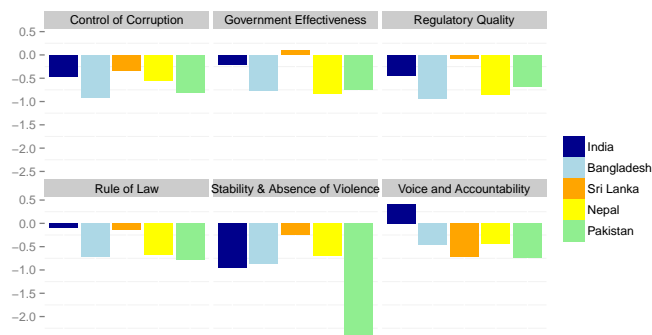
Source: WEF Global Competitiveness Report 2015

## 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

|  | 2010 | 2014 |
|--|------|------|
| Applied Tariff (Incl. Prefers. and Trade-Weighted) | 8.3  | —    |
| Binding (%)  | 74.5 | —    |
| Dispersion (Standard Deviation)                    | 14.7 | —    |
| Import duties collected (%; 2011-2013) [1]         | —    | 5.8  |
| MFN Tariff (Agriculture)                           | 31.4 | —    |
| MFN Tariff (Non-Agriculture)                       | 8.2  | —    |
| MFN Tariff (Simple Average)                        | 11.9 | —    |
| Services sectors with GATS commitments [1]         | —    | 37   |

Sources: WITS, [1] WTO Trade Profiles

## Private Sector's Views

### Enterprise Survey 2013

|   | South Asia | India | All Countries |
|---|------------|-------|---------------|
| Number of electrical outages in a typical month   | 25.40      | 13.80 | 6.30          |
| Percent of firms with a bank loan/line of credit  | 27.00      | 21.30 | 34.30         |
| Proportion of investment financed by banks (%)  | 14.40      | 18.10 | 14.30         |
| Proportion of investment financed internally (%)  | 73.90      | 71.80 | 71.80         |
| Senior management time spent dealing with the requirements of government regulation (%) | 7.20       | 1.90  | 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