

# T&C

## Snapshots

### Data Note



## Latvia

| GDP (US\$ billions) (2017) | Population (millions) (2017) | Land area (sq. km) (2014) | Income per capita (current US\$) (2017) | Poverty rate (2012) [1] | Unemployment rate (2014) | Ease of Doing Business Rank (2016) |
|----------------------------|------------------------------|---------------------------|---|-------------------------|--------------------------|------------------------------------|
| 31.4                       | 2.0                          | 62,190.0                  | 16,042.3                                | 1.4                     | 10.0                     | 22.0                               |

### Macro Indicators

|   | Avg 2003-2012 | 2013   | 2014   | 2015   | 2016  | 2017  |
|---|---------------|--------|--------|--------|-------|-------|
| GDP growth (annual %)                       | 4.42          | 4.23   | 2.36   | 2.61   | 3.45  | 3.97  |
| Current account balance                     | -7.31         | -2.33  | -3.14  | -1.67  | -1.97 | -2.31 |
| Fiscal balance (% of GDP)                   | -2.68         | -0.74  | -1.44  | -1.64  | -1.32 | -1.19 |
| Remittances, received (% of GDP) [1]        | 5.12          | 5.31   | 5.67   | —      | —     | —     |
| Real Effective Exchange Rate (2010=100)     | 107.76        | 101.80 | 103.39 | 100.49 | 99.65 | 98.95 |
| Consumer Price Index, annual percent change | 5.11          | -0.02  | 0.60   | -0.57  | 2.10  | 2.40  |

### Investment indicators

|   | Avg 2003-2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP)                               | 24.6          | 22.4 | 22.2 | 21.9 | 22.2 | 22.6 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 30.8          | 24.1 | 23.5 | —    | —    | —    |
| Inward FDI (% of GDP) [2]                                       | 3.8           | 2.9  | 1.5  | —    | —    | —    |
| Inward FDI, % of private investment [2]                         | 15.2          | NA   | —    | —    | —    | —    |

### Trade Indicators

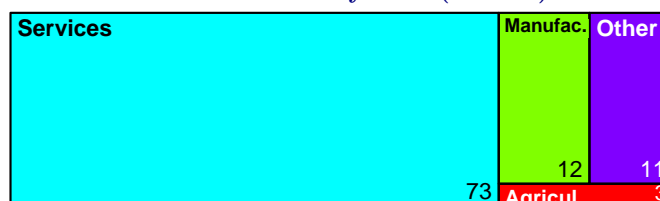
|   | Avg 2003-2012 | 2013   | 2014   | 2015   | 2016   | 2017   |
|---|---------------|--------|--------|--------|--------|--------|
| Total Trade in Goods and Services (% of GDP, real terms)        | 98.06         | 118.54 | 118.00 | 117.23 | 118.54 | 120.45 |
| Trade balance (% GDP, real terms)                               | -9.99         | -3.30  | -2.89  | -2.47  | -2.61  | -2.82  |
| Exports, Goods and Services, annual percent change (real terms) | 8.44          | 1.43   | 2.25   | 2.30   | 4.50   | 5.50   |
| Imports, Goods and Services, annual percent change (real terms) | 8.68          | -0.17  | 1.56   | 1.60   | 4.70   | 5.80   |
| Total reserves in months of imports [1]                         | 4.36          | 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)

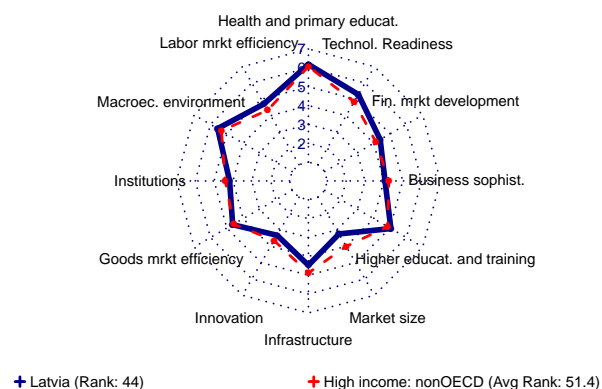
### Doing Business 2015 Distance to Frontier (DTF) and Rank

|                                   | DTF   |       |        | Rank |      |        |
|-----------------------------------|-------|-------|--------|------|------|--------|
|                                   | 2015  | 2016  | Change | 2015 | 2016 | Change |
| Ease of Doing Business            | 77.51 | 78.06 | 0.55   | 22   | 22   | 0      |
| Dealing with Construction Permits | 78.78 | 77.64 | -1.14  | 24   | 30   | -6     |
| Enforcing Contracts               | 68.88 | 71.66 | 2.78   | 35   | 25   | 10     |
| Getting Credit                    | 75    | 75    | 0      | 17   | 19   | -2     |
| Getting Electricity               | 75.83 | 75.87 | 0.04   | 62   | 65   | -3     |
| Paying Taxes                      | 86.17 | 85.76 | -0.41  | 24   | 27   | -3     |
| Protecting Minority Investors     | 60    | 60    | 0      | 46   | 49   | -3     |
| Registering Property              | 79.66 | 81.87 | 2.21   | 30   | 23   | 7      |
| Resolving Insolvency              | 63.42 | 63.39 | -0.03  | 39   | 43   | -4     |
| Starting a Business               | 92.12 | 94.15 | 2.03   | 36   | 27   | 9      |
| Trading Across Borders            | 95.26 | 95.26 | 0      | 22   | 22   | 0      |

Source: Doing Business Report 2015

## WEF Competitiveness Indicators

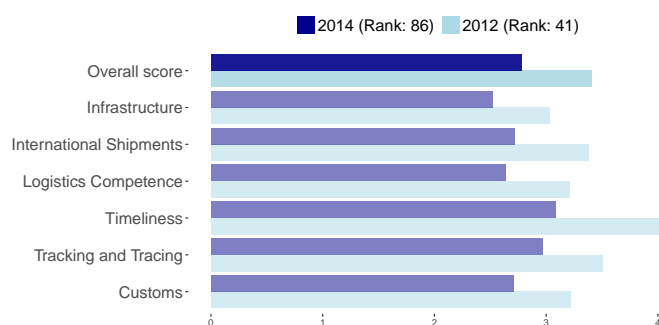
(Scale 1-7, 7=best)



Source: WEF Global Competitiveness Report 2015

## Logistics Performance Index

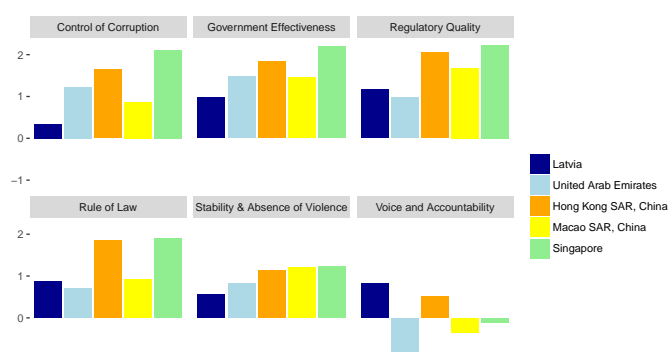
(Scale 1-5, 5=best)



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 View

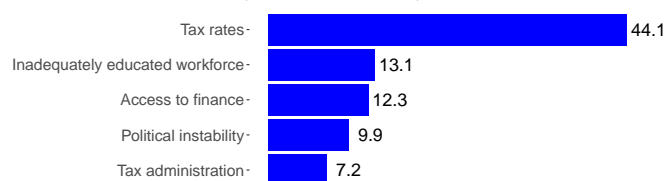
### Enterprise Survey 2013

|   | 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       |
|--------------------------------------|----------|------------|
| Latvia - Country assistance strategy |          | 2010-07-01 |

## Planned

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

## WB Lending Pipeline

[illegible]

## WB Portfolio

## Active

| Project ID | Project Name | Team Leader | Approval Date | Lending Inst. Type | Closing Date | Commitment (US\$M) | Undisbursed Balance (US\$M) | Project Rating DO | Project Rating IP | Overall Risk | Months in Problem Status |
|------------|--------------|-------------|---------------|--------------------|--------------|--------------------|-----------------------------|-------------------|-------------------|--------------|--------------------------|
| None       |              |             |               |                    |              |                    |                             |                   |                   |              |                          |

Closed

[illegible]

# WB ASA

## Active

| Task ID | Task Name | Team Leader | Concept Approval Date | Output 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       | Concept Approval Date | Output 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                                 |