

# OECD ECONOMIC SURVEY OF PERU

Towards a more prosperous Peru

Lima,  
27 September 2023

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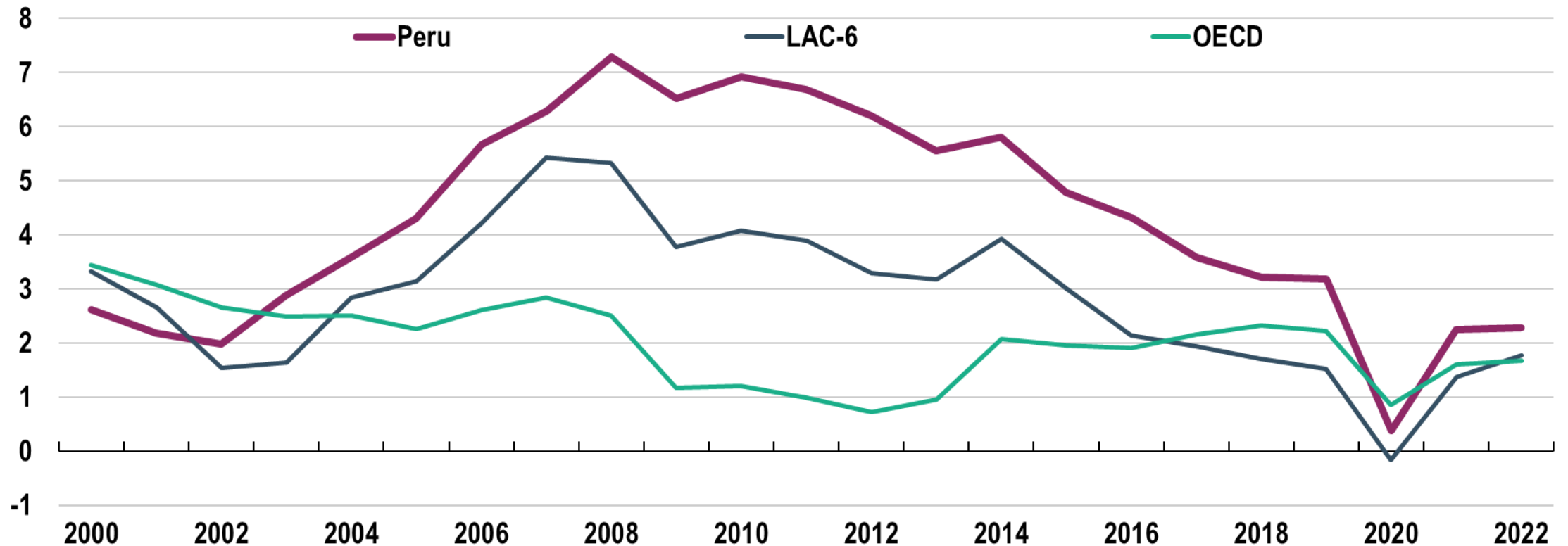


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# Economic growth has been strong

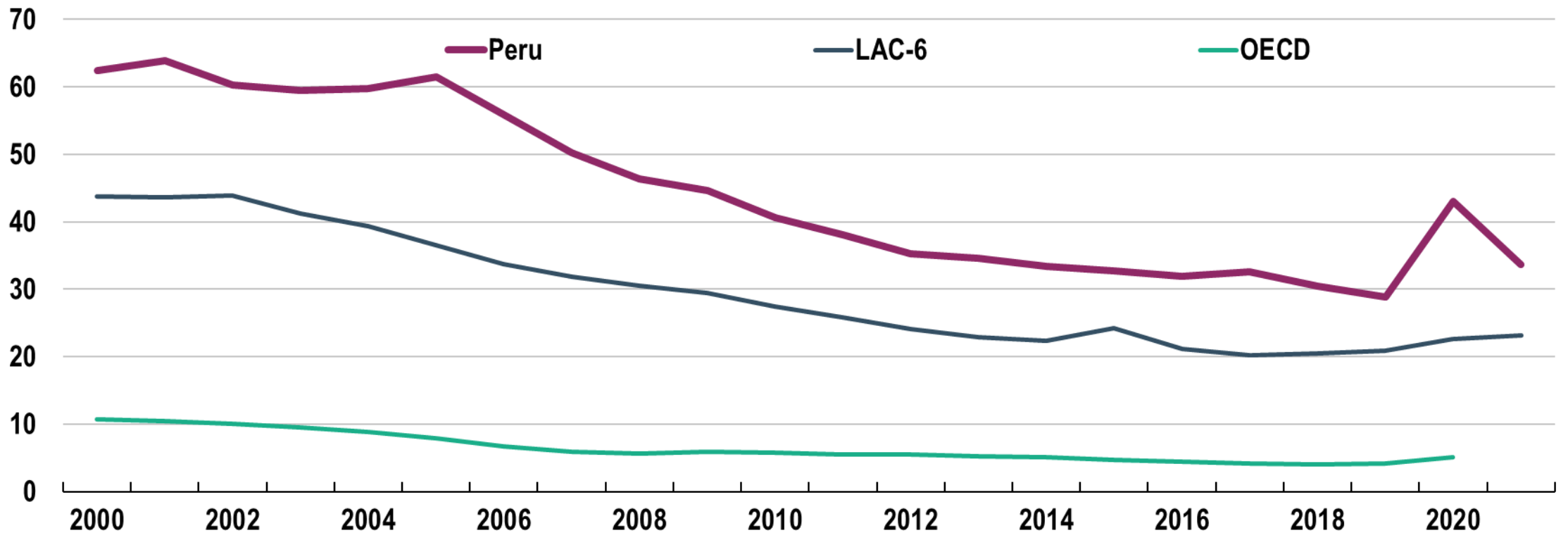
GDP growth, 5-year moving average, %



Note: LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.  
Source: Central Reserve Bank of Peru; World Bank, World Development Indicators.





# Poverty has fallen significantly

Poverty rate, % of population

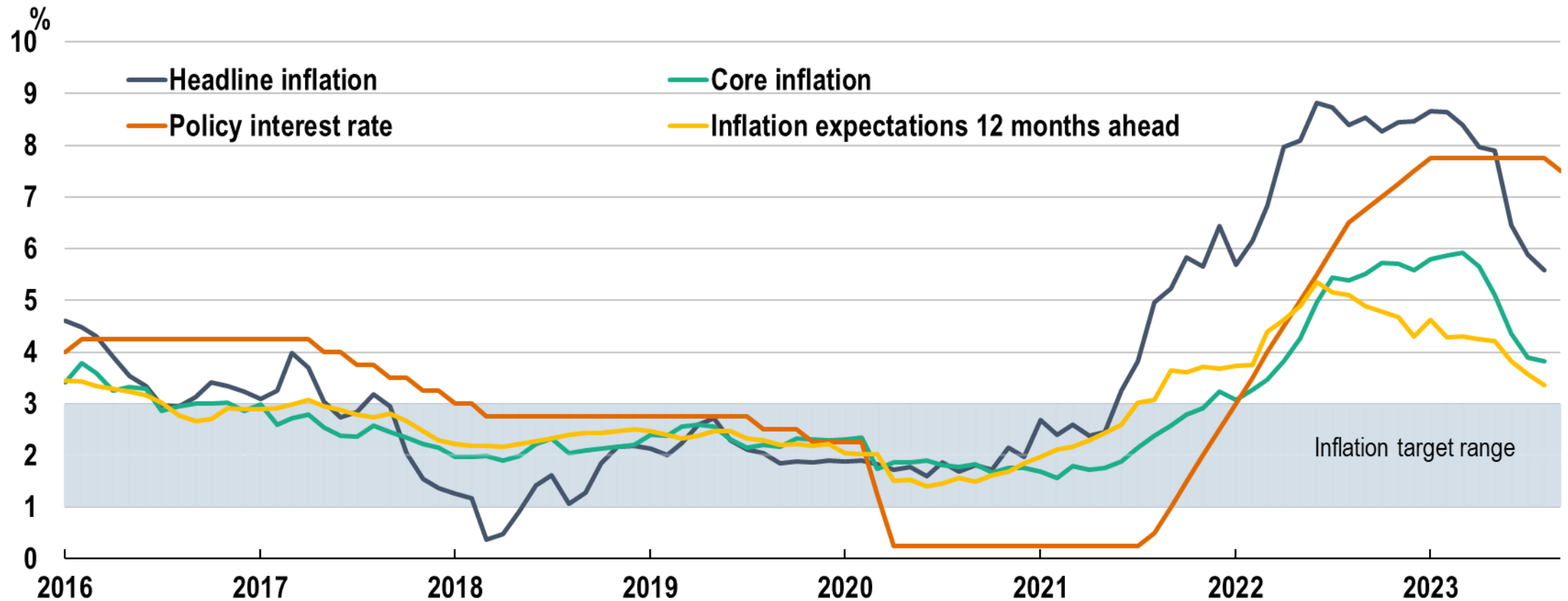


Note: Poverty measured at USD 6.85 a day in 2017 PPP. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.  
Source: World Bank, World Development Indicators.

# Growth will pick up

	2022	2023	2024
 Real GDP growth, %	2.7	1.1	2.7
 Unemployment rate, %	4.4	4.7	4.0
 Consumer price inflation, %	7.9	6.8	3.2
 Fiscal balance, % of GDP	-1.7	-2.4	-2.0

# Inflation is slowing thanks to timely monetary policy tightening



Note: Inflation refers to Metropolitan Lima area.

Source: National Statistics Institute; Central Reserve Bank of Peru.

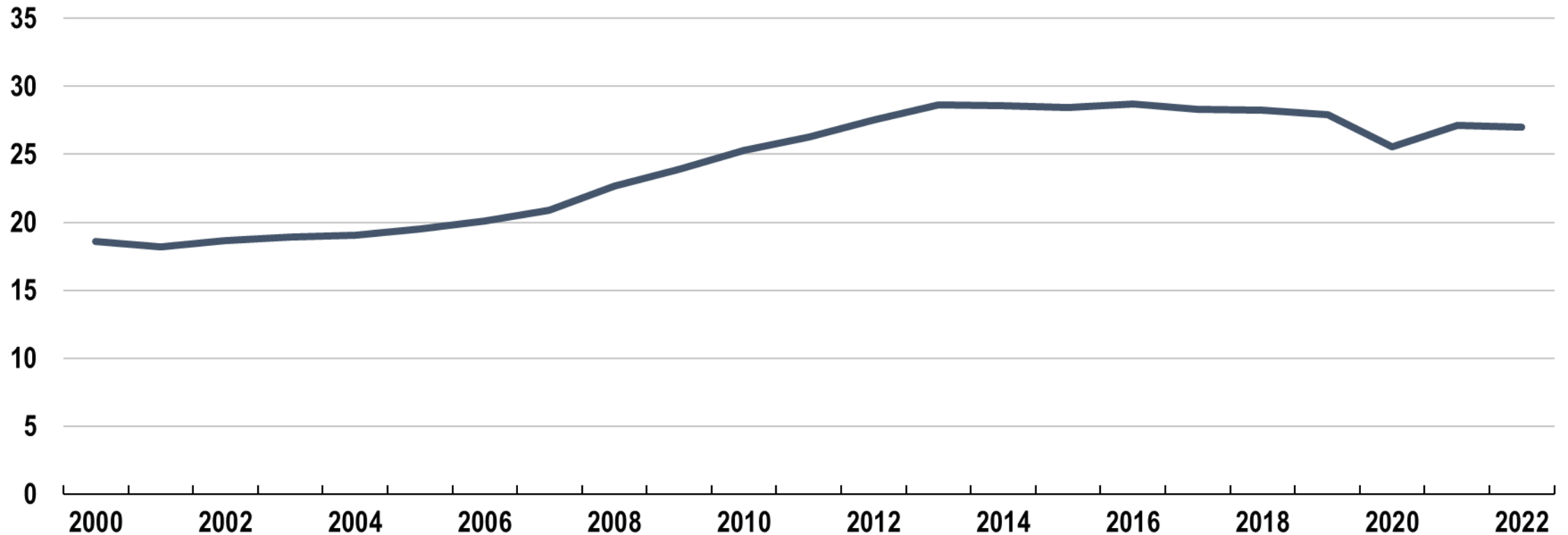


# Boosting long-term growth



# Convergence needs to resume to further improve living standards

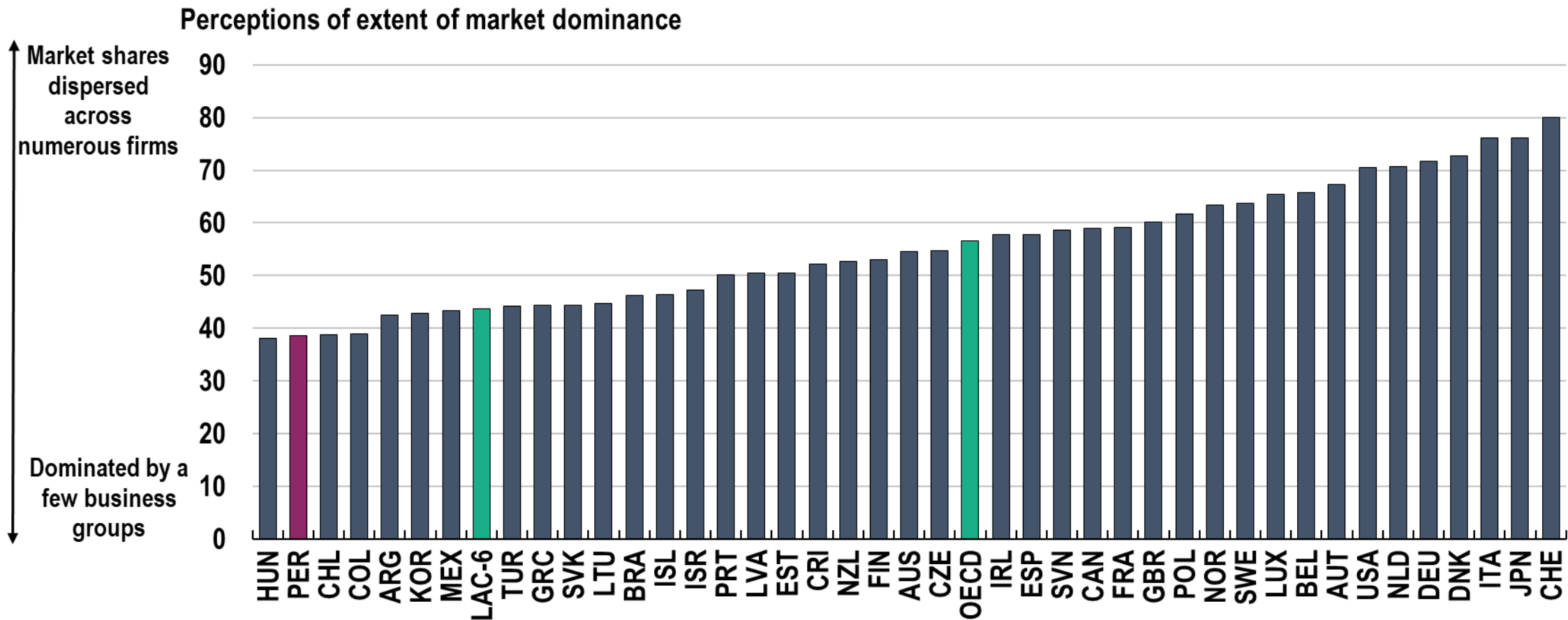
GDP per capita as % of OECD average



Note: Real GDP per capita, PPP (constant 2017 USD).

Source: World Bank, World Development Indicators.

# Stronger competition would help stimulate productivity



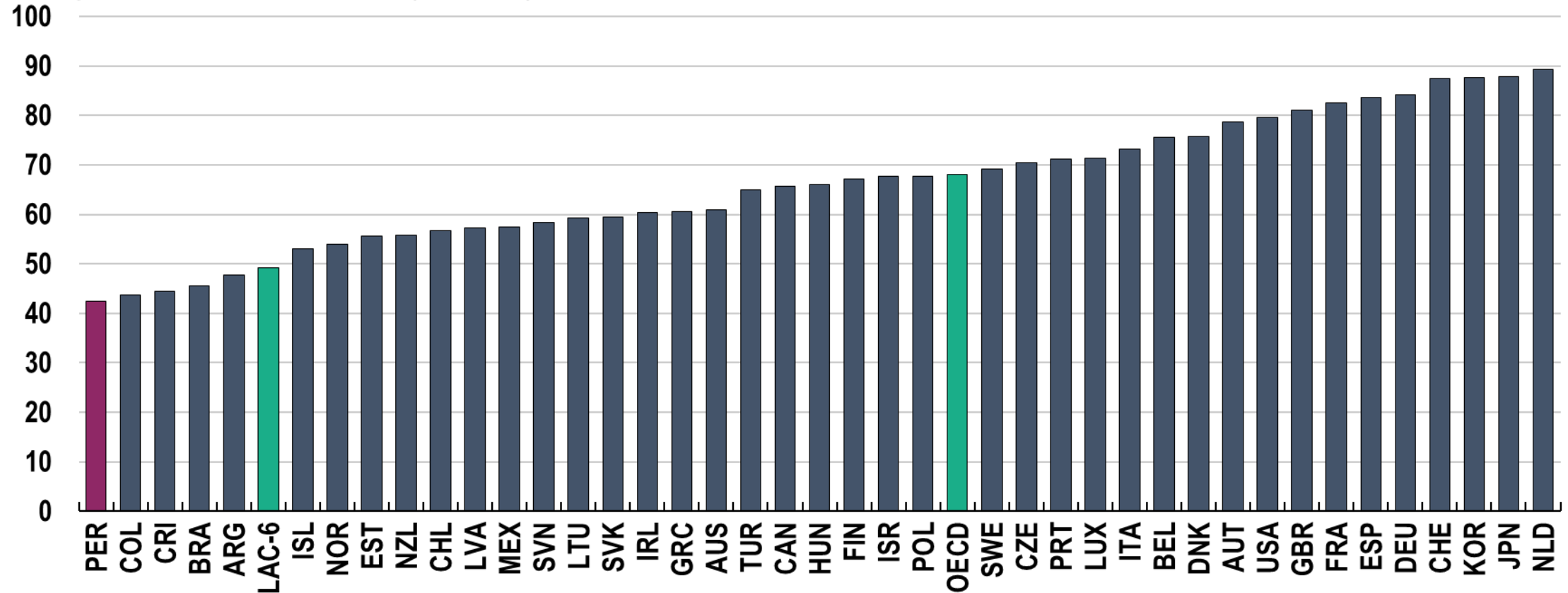
Note: Data are for 2019. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: World Economic Forum, Global Competitiveness Index 4.0.



# Local governments need enhanced capabilities for infrastructure planning and implementation

Quality of transport infrastructure (100=Best)

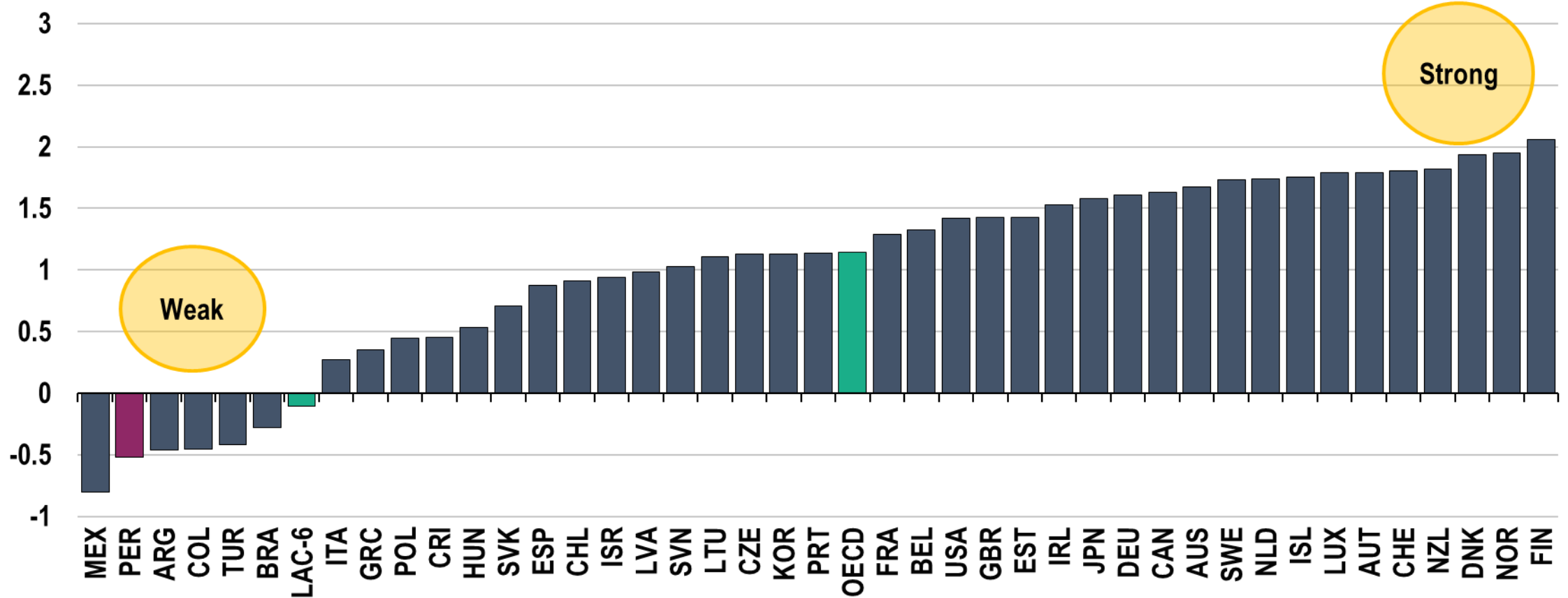


Note: Data are for 2019. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: World Economic Forum, Global Competitiveness Index 4.0.

# Strengthening public governance would boost investment

Rule of law index



Note: Data are for 2021. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: World Bank, Worldwide Governance Indicators.

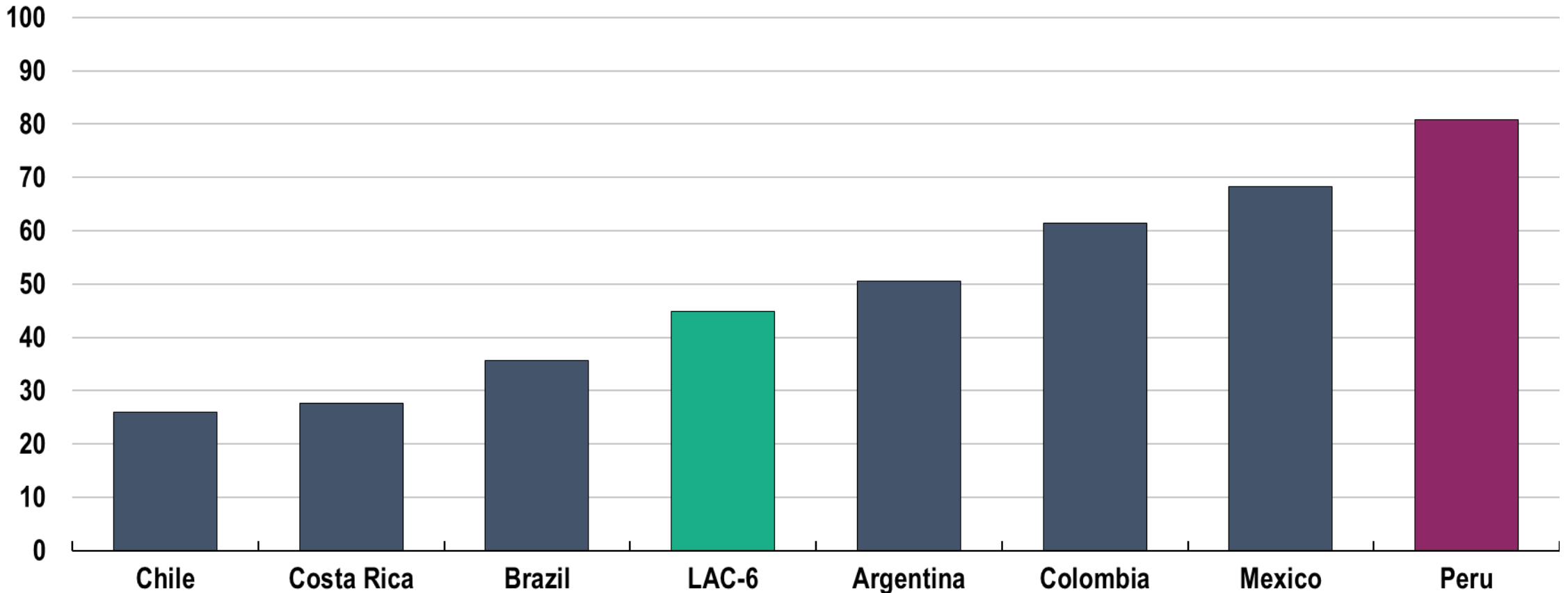


**Tackling  
informality  
and  
expanding  
social  
protection**



# Tackling informality is essential for lifting living standards

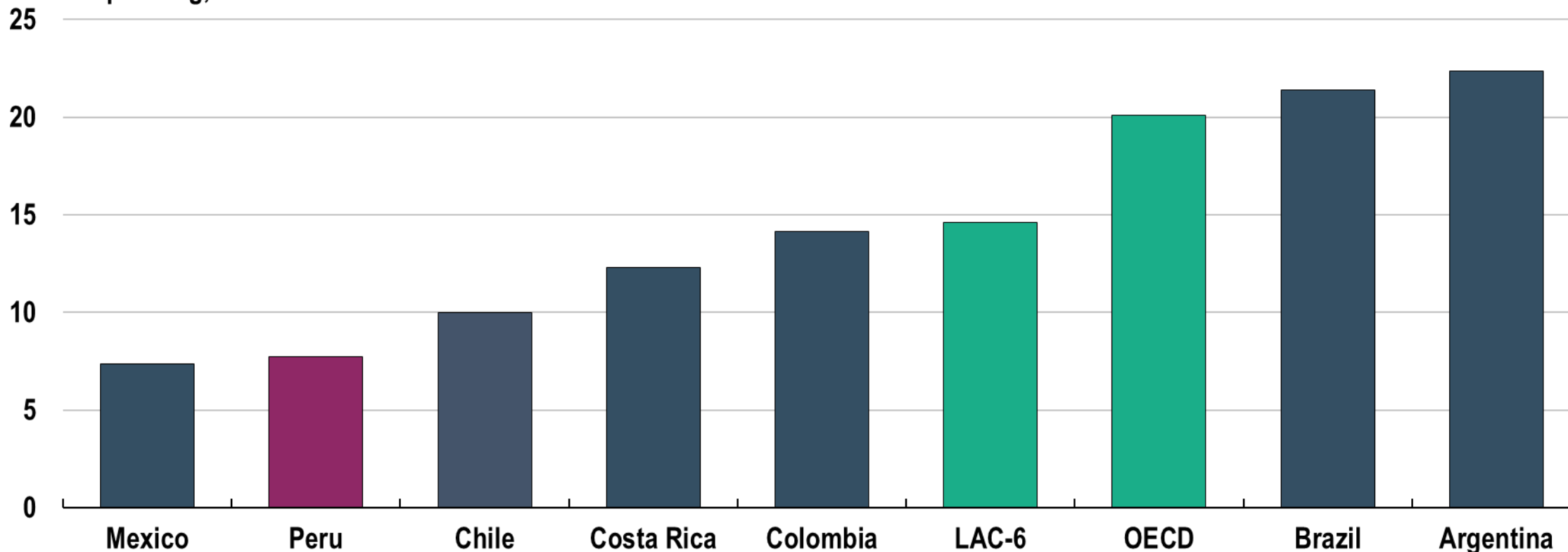
Informal workers, % of total employment



Note: Data are for 2021 or latest. Informal workers are those not contributing to the pension system. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico. Source: Inter-American Development Bank, SIMS database.

# Enhancing social protection requires more social spending

Social spending, % of GDP

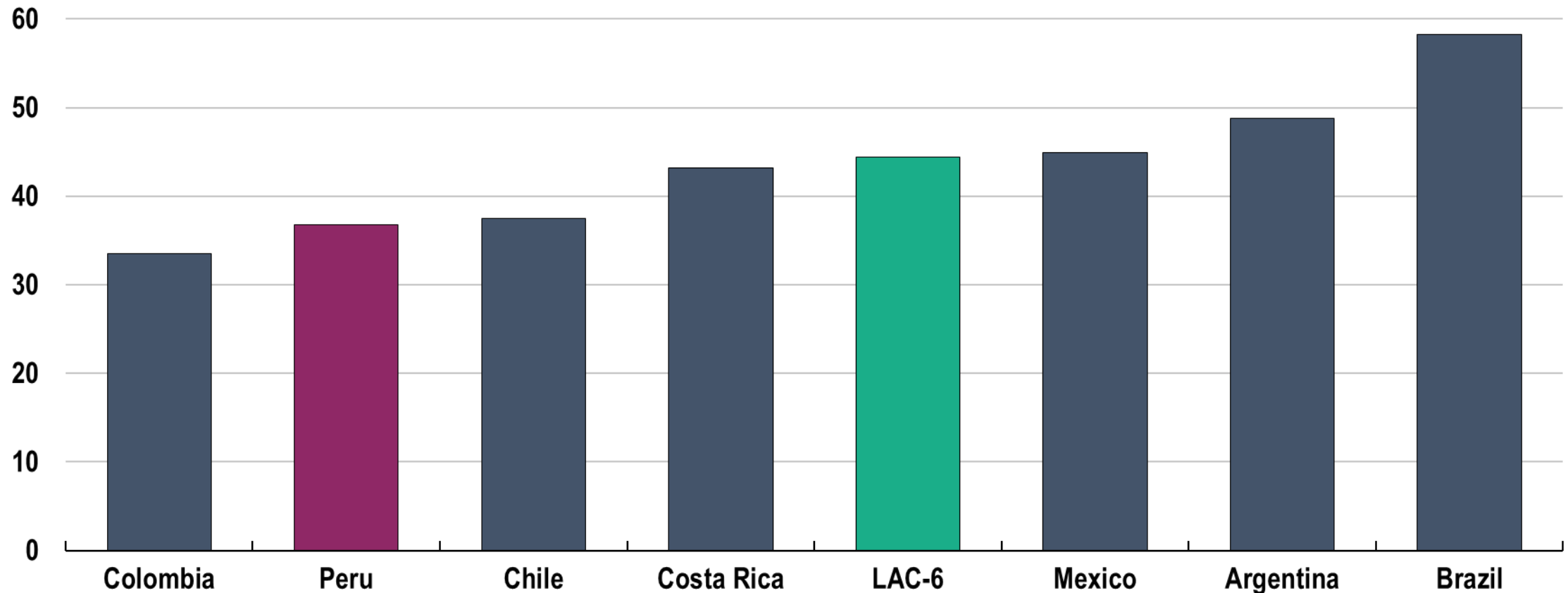


Note: Data are for 2019. Social expenditure comprises old-age, survivor, incapacity-related, health, family, unemployment, housing, active labour market support and other social policy areas. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: OECD Social Expenditure Database; CEPAL.

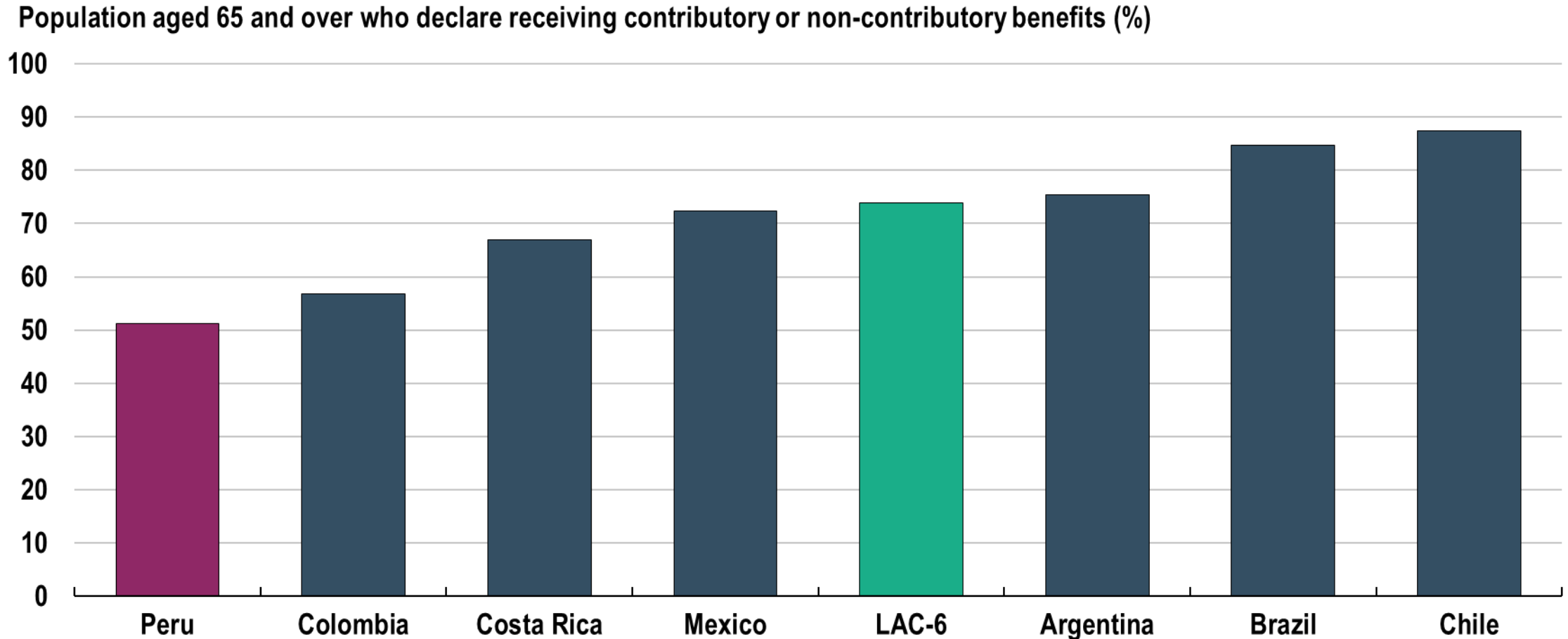
# Expanding the reach and size of cash transfers is key to further reduce poverty

Coverage of conditional cash transfers, % of households in the 1st quintile



Note: Data are for 2019. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.  
Source: World Bank, Atlas of Social Protection, Indicators of Resilience and Equity (ASPIRE).

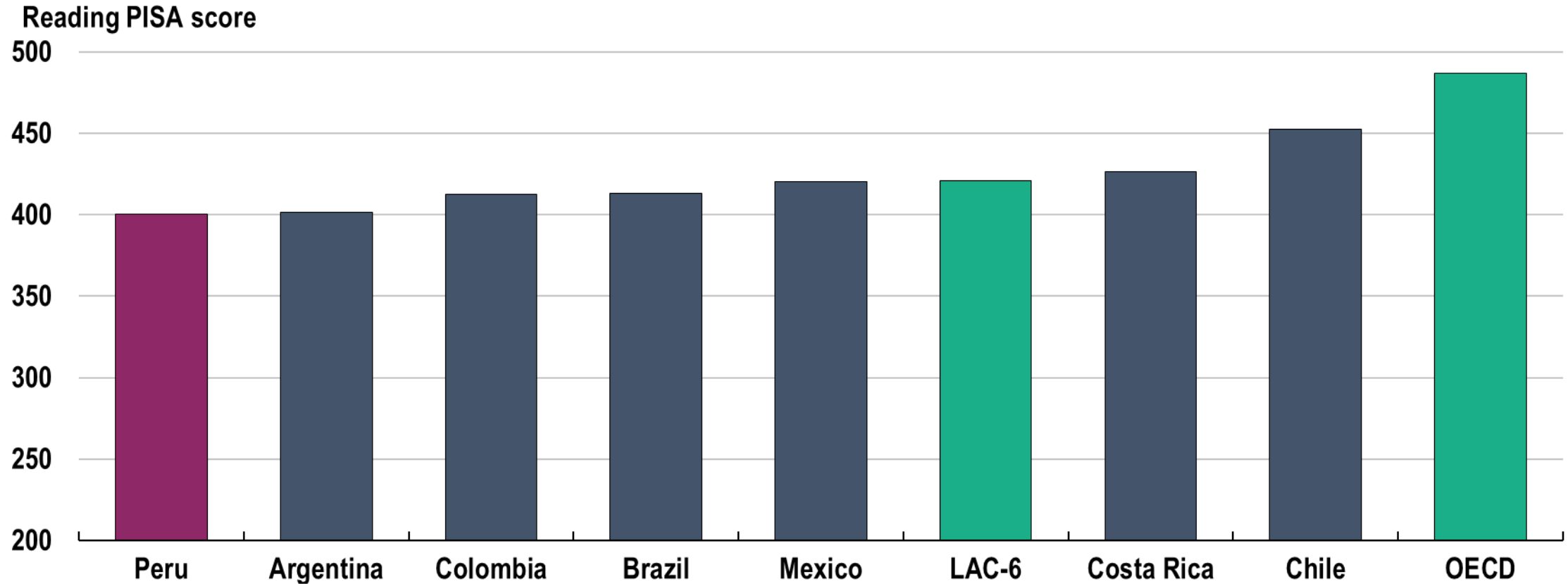
# Expanding social pensions would contribute to broadening pension coverage



Note: Data are for 2021 or latest. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: Inter-American Development Bank, SIMS Database.

# More and higher-quality learning is key



Note: LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: OECD, PISA results database (2018).

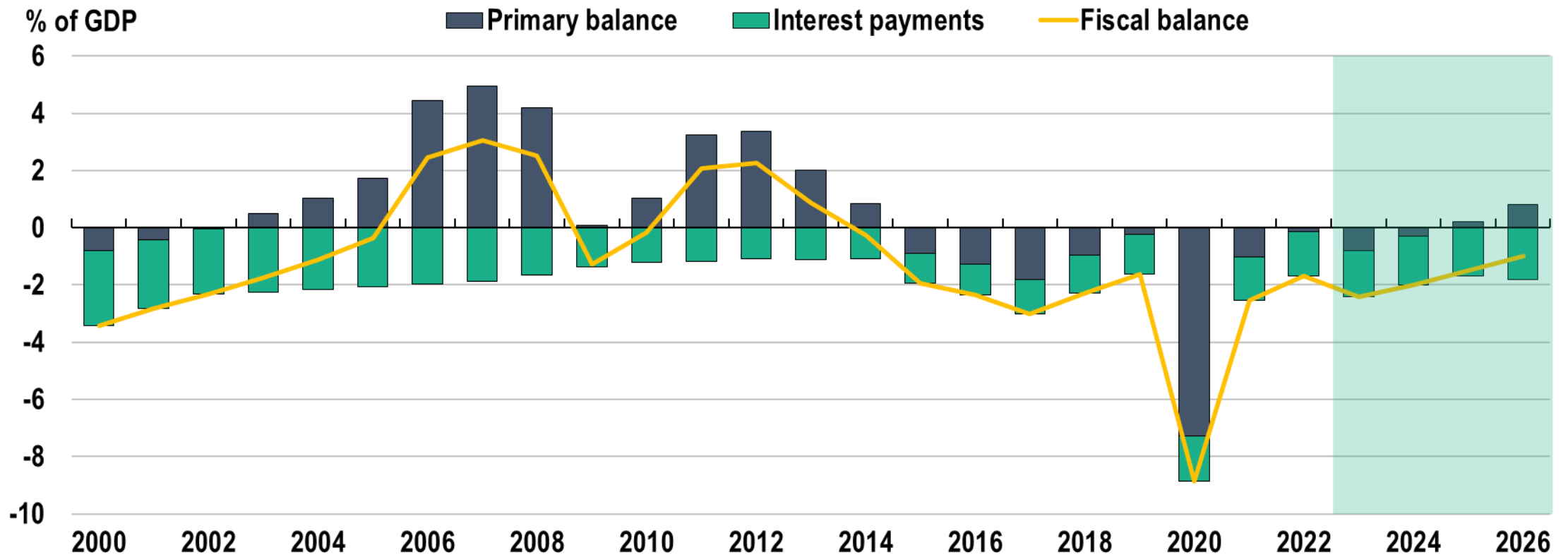




# Sustaining strong public finances



# The planned fiscal restraint will help maintain fiscal buffers

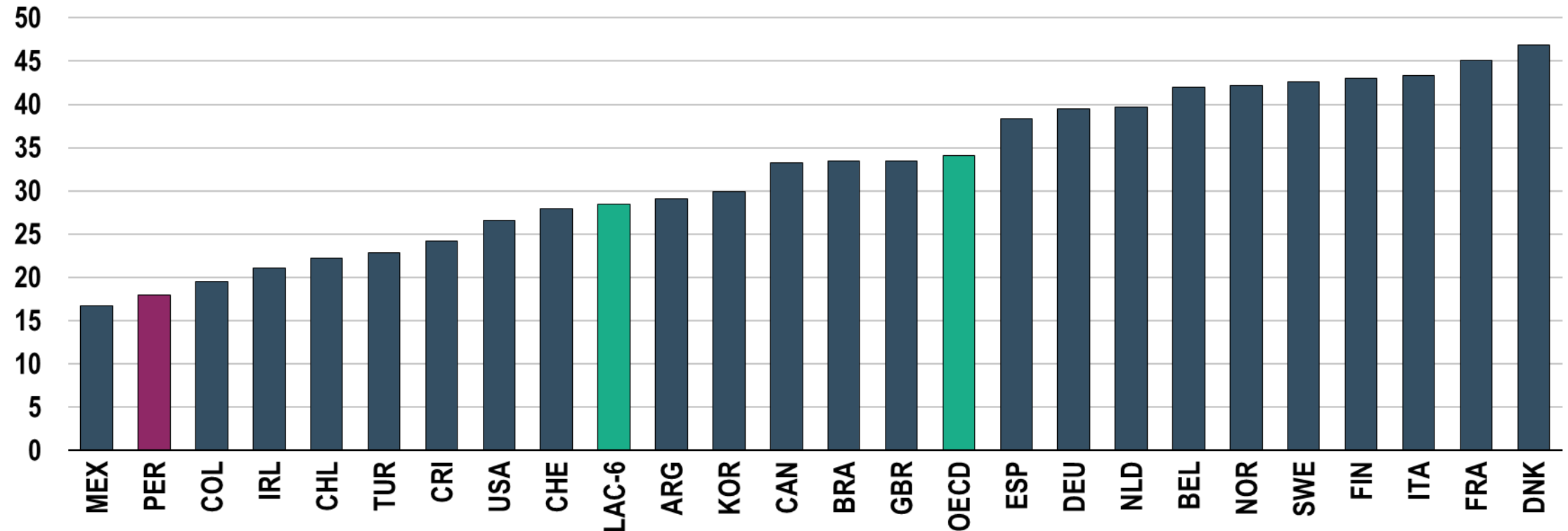


Note: Shaded area represents forecasts.

Source: Central Reserve Bank of Peru; Ministry of Economy and Finance, Multiannual Macroeconomic Framework (August 2023).

# Higher tax revenues are needed to provide better public goods and services for citizens

Total tax revenue, % of GDP



Note: Data are for 2021. LAC-6 is the simple average of Argentina, Brazil, Chile, Colombia, Costa Rica and Mexico.

Source: OECD Global Tax Revenue Database; OECD Revenue Statistics in Latin America and the Caribbean.

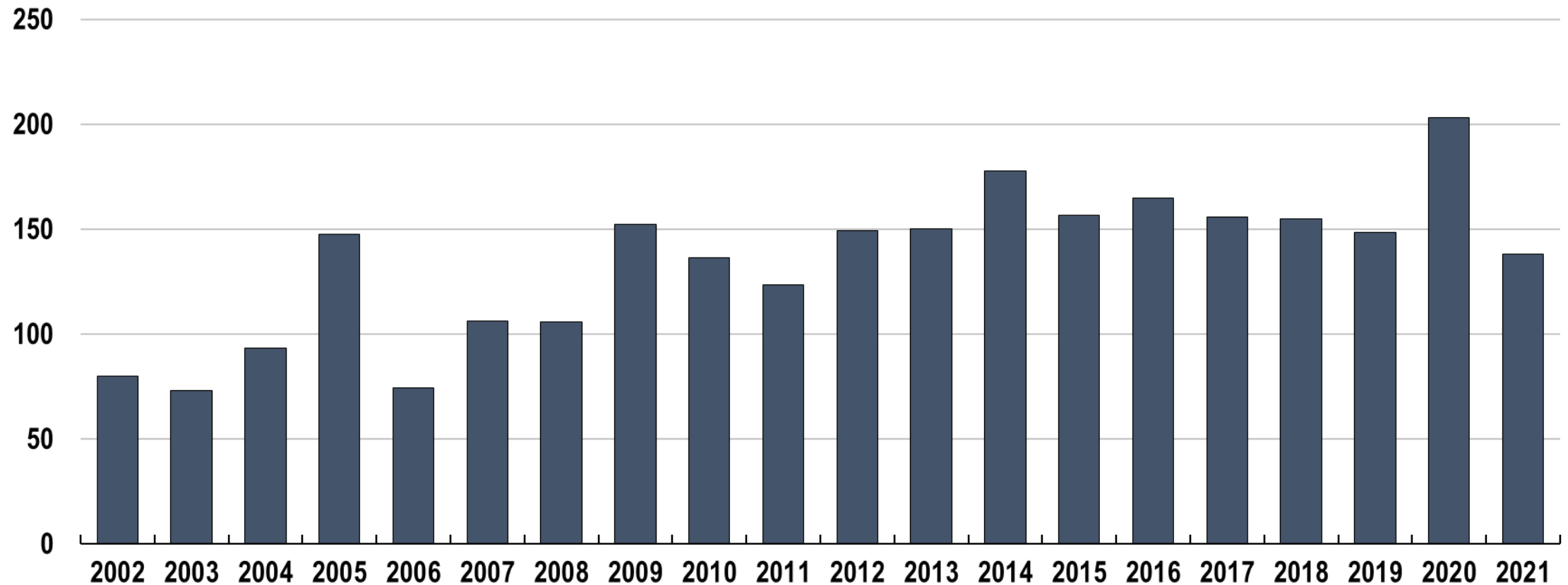


# Accelerating the green transition

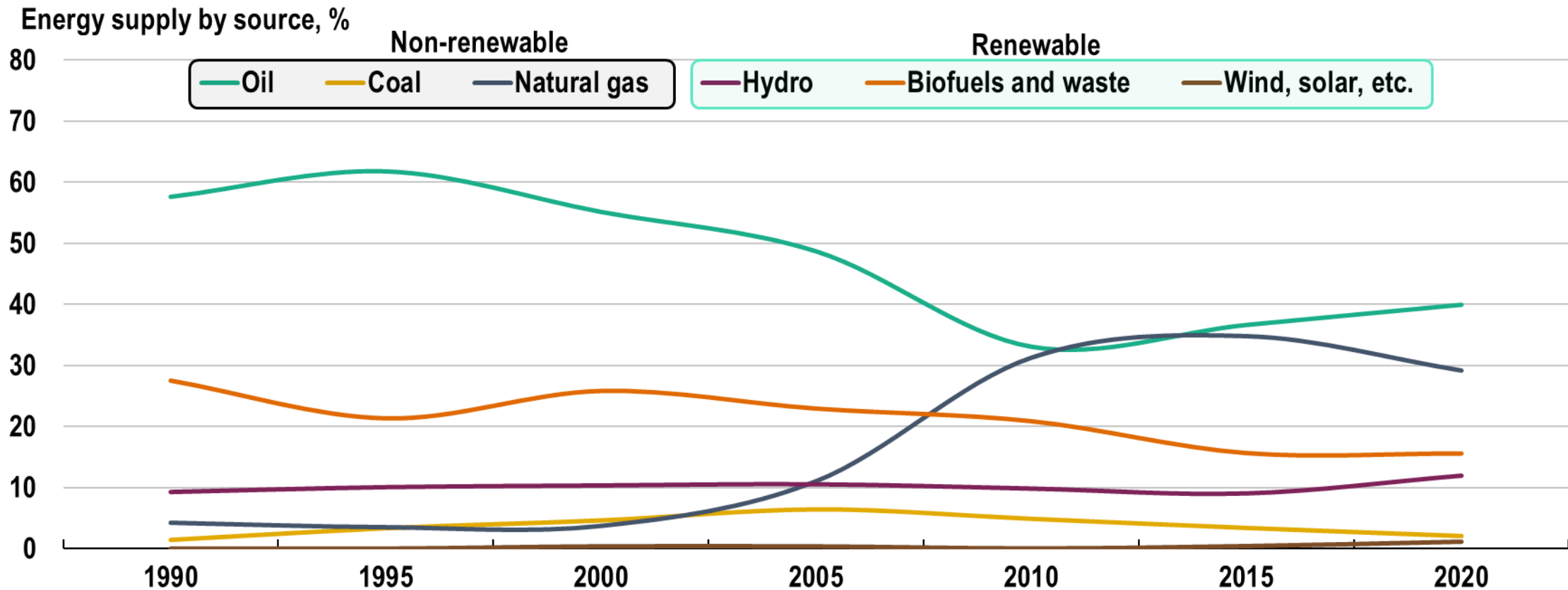


# Meeting emissions targets requires reducing deforestation

Deforestation, thousands hectares



# Regulation and consistent pricing can boost renewable energy





# The OECD accession process





# Cornerstones of the accession process



**In-depth 360° assessment by 24 OECD technical committees** of Peru's legislation, policies and practices



Covers **almost every area of government policy** and is a unique opportunity to **identify ways to improve outcomes for Peru**



**Transformative process** and a **catalyst for reform**, providing a base for the adoption of major legislative and policy changes

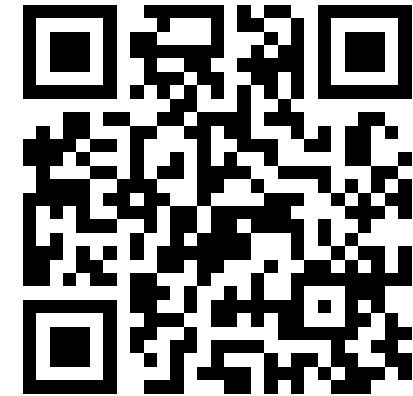
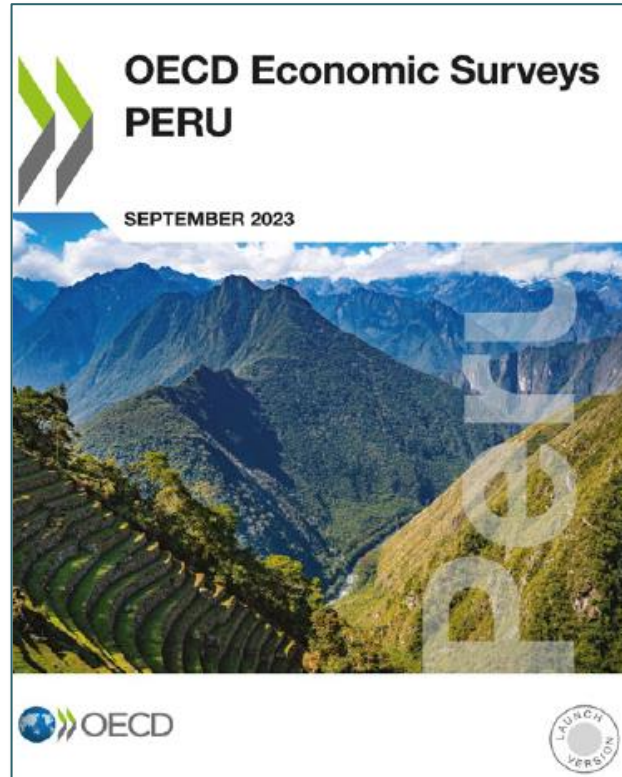


# »» The accession process: A catalyst for reform





For more  
information



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