



República Oriental del Uruguay

**U.S. Chamber of Commerce
Washington**

May 13th, 2014



UruguayNatural

Uruguay at a glance



- Population '13 **3.3 Million**
- Total surface area **176,215 km²**
- Human Development Index **51st over 186th**
- GDP 2013 **US\$ 55.7 Billion**
- GDP p/capita 2013 **US\$ 16,905**

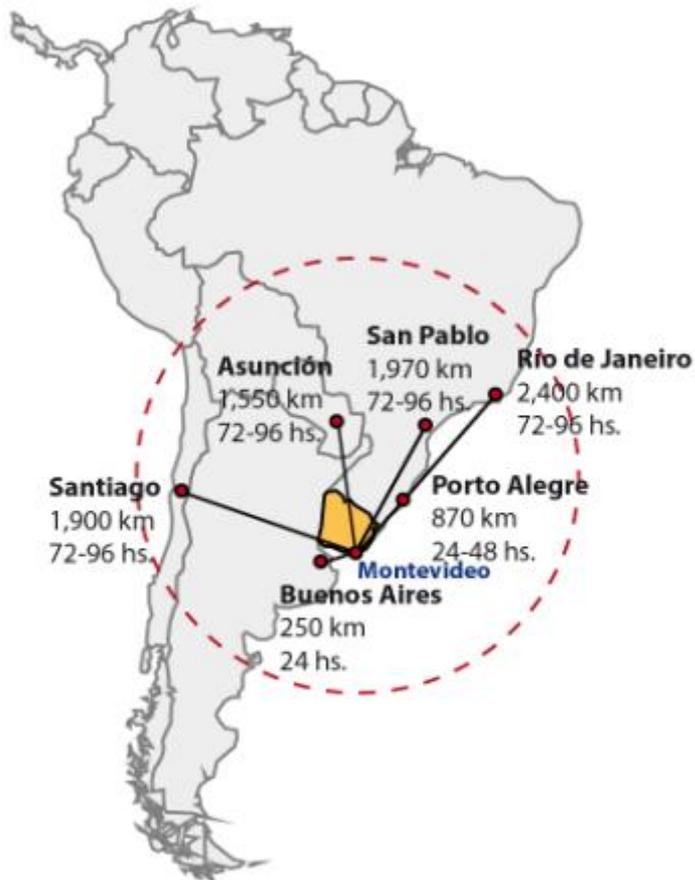
(Upper Income Economy / WB)



- Real Growth Rate '14 (e) **3.0%**
- Real Growth Rate '04 - 13 **5.6%**
- Unemployment Rate **7.0%**
- Ratings **BBB- / Baa3 / BBB-**



A strategic location



1st level infrastructure

- Modern ports
- Densest road network in Latin America
- New airport, designated as one of the four best airports in the world (Frontier Awards, 2011)

Favorable legal framework

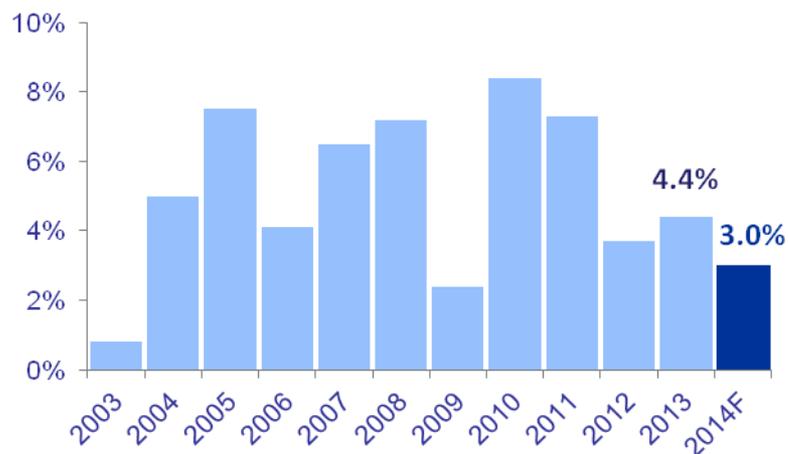
- Free Zones
- Free ports and airports
- Customs warehouses
- Temporary admission

Political and social stability

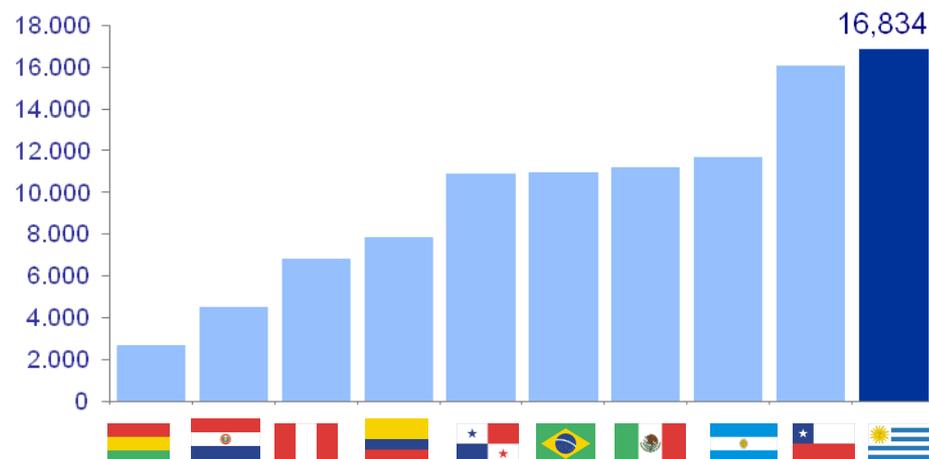
<u>Ranking</u>	<u>Uruguay in Latin America</u>	<u>World</u>
Democracy Index (Economist Intelligence Unit, 2012)	1	18
Global Peace Index (Institute for Economics & Peace, 2013)	1	24
Low Corruption (Transparency International, 2013)	1	19
Prosperity Index (Legatum Institute, 2013)	1	30
Press Freedom Index (Reporters without frontiers, 2013)	2	27
Economic Freedom (Heritage Foundation, 2014)	3	36
Human Development Index (United Nations Development Program, 2013)	3	51

The economy has achieved remarkable growth rates

GDP growth rate (%)

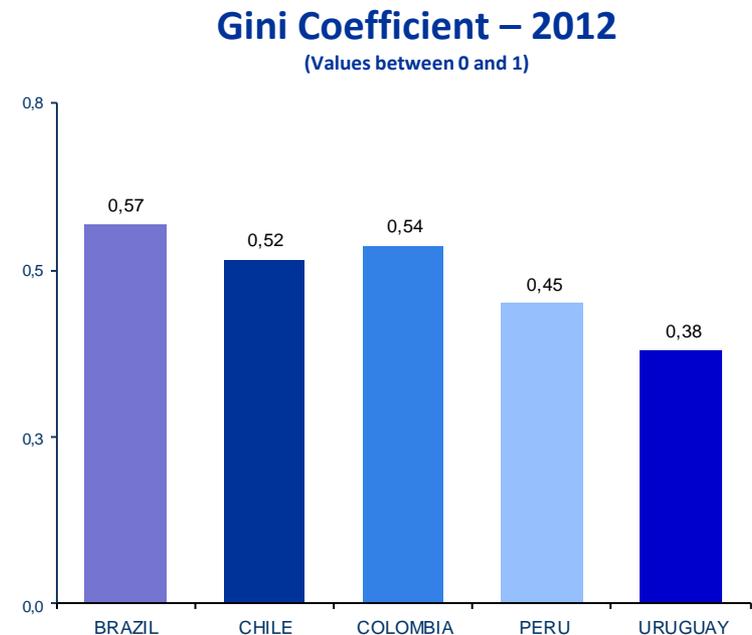
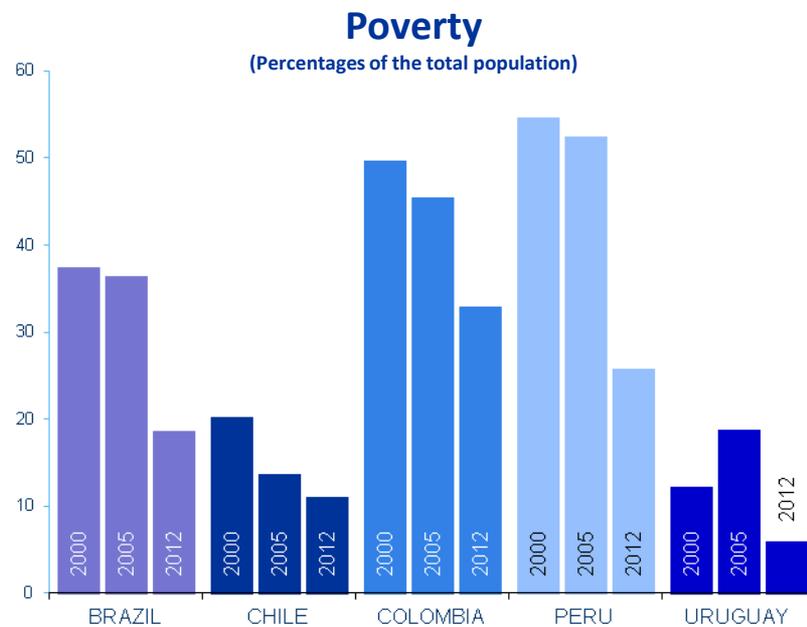


GDP per capita (US\$, 2013)

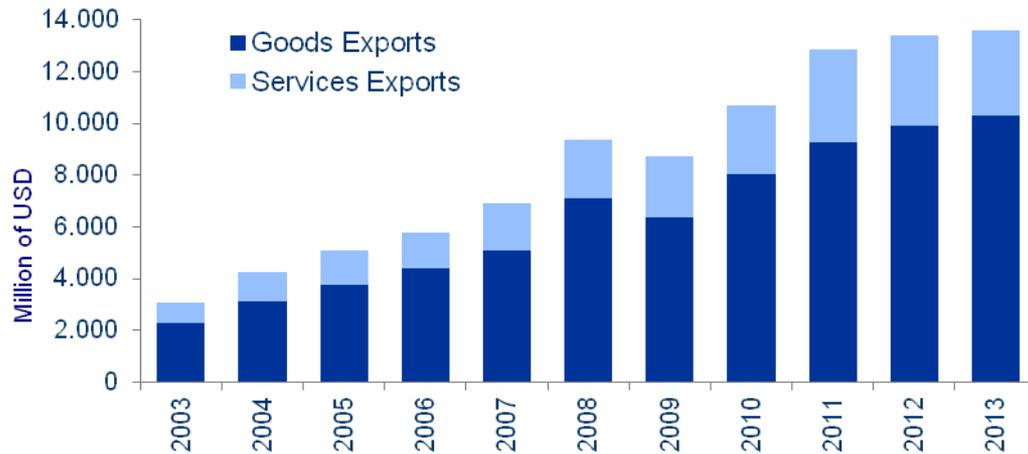


The average annual growth rate between 2005 and 2013 was 6%,
50% was explained by TFP growth

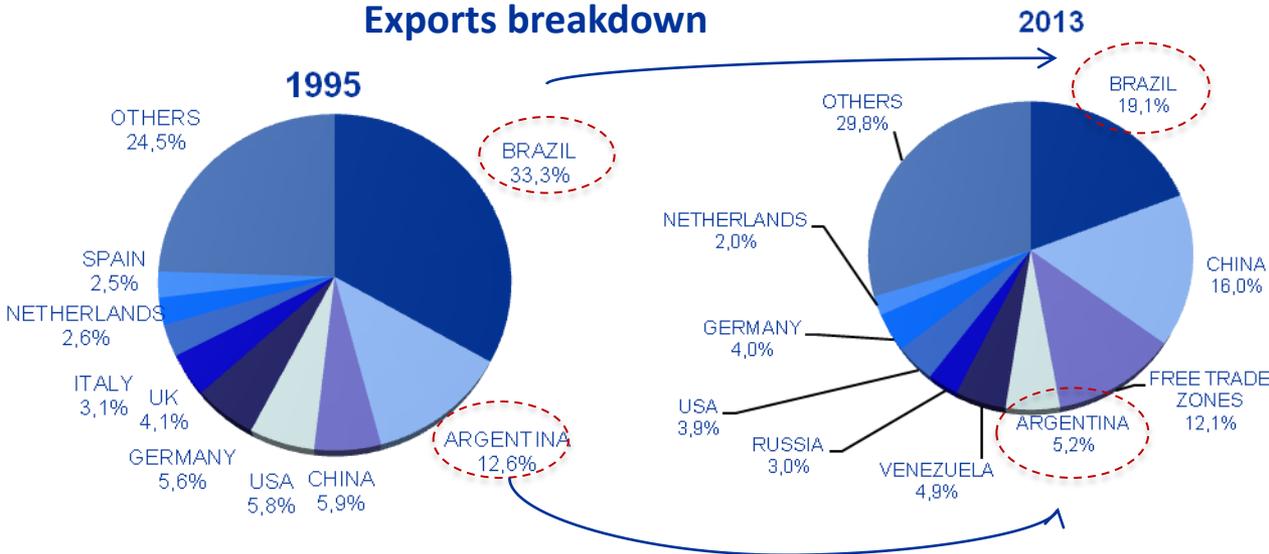
Sustained improvement in social indicators



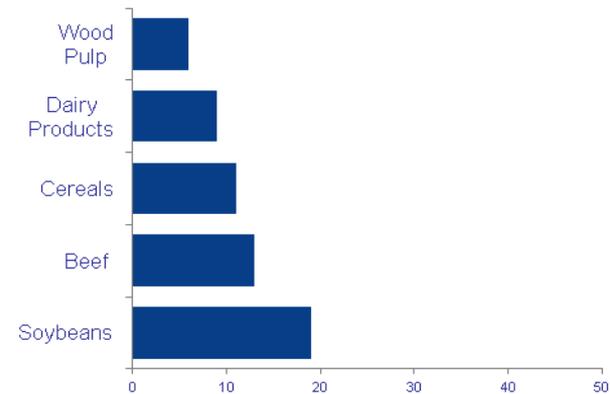
Strong export performance



Exports breakdown

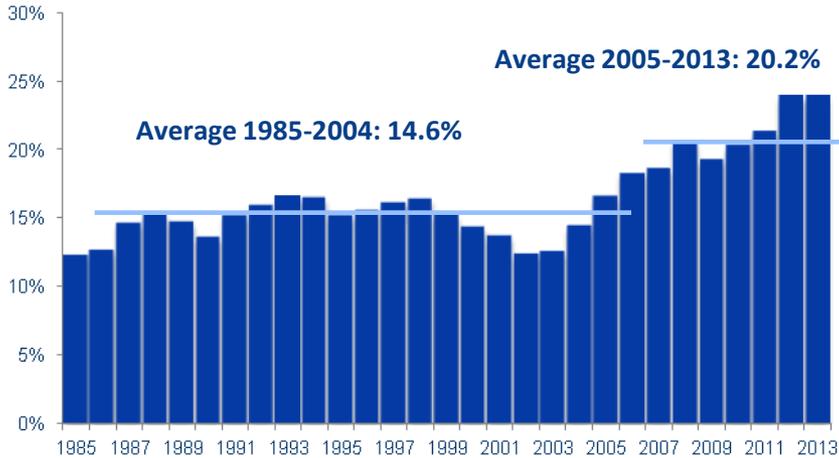


Uruguay exports by products (% of total) - 2013

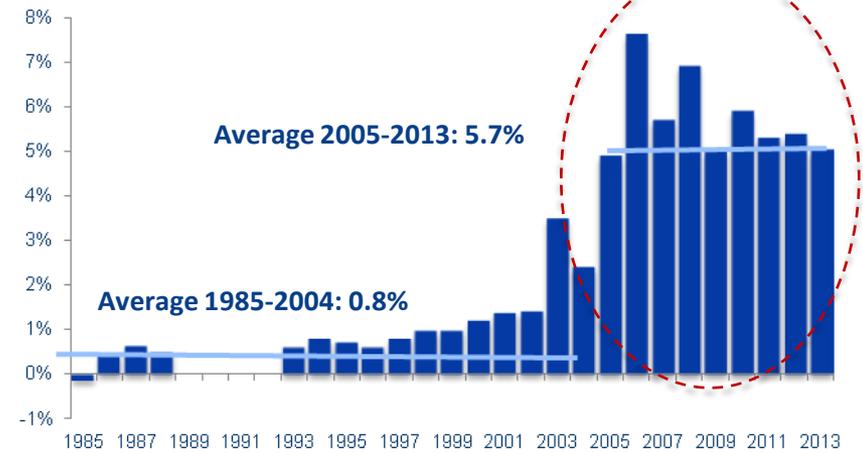


Structural increase in investment levels

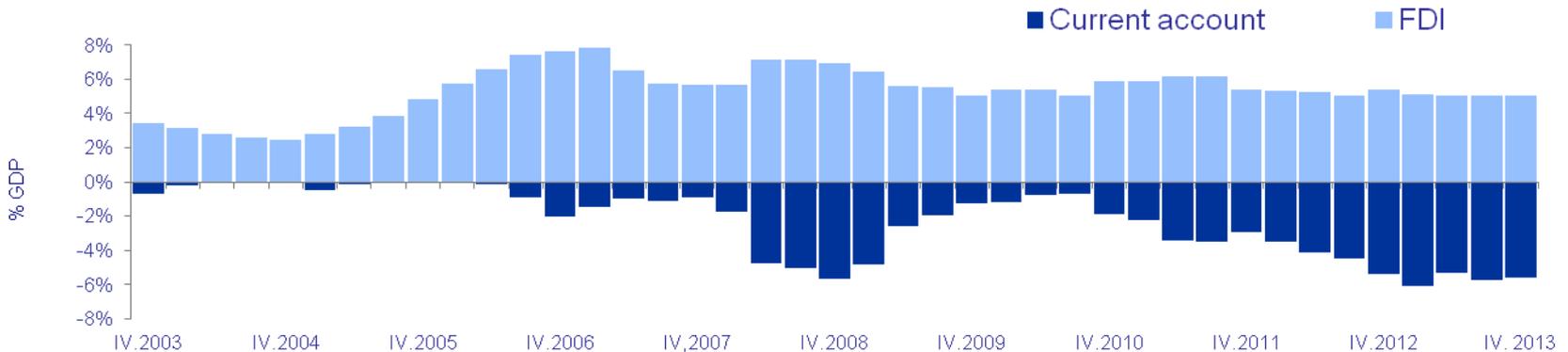
Total Investment (% of GDP)



Foreign Direct Investment (% of GDP)



Foreign Direct Investment and Current Account Balance (% of GDP)



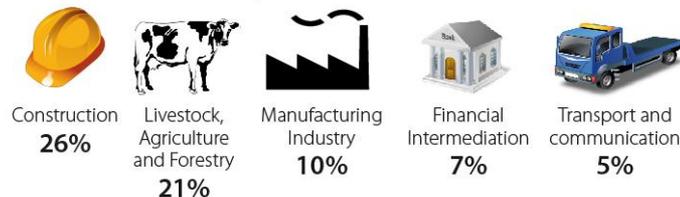
Significant FDI inflows from a wide range of countries



Main FDI origins (2002-2012)

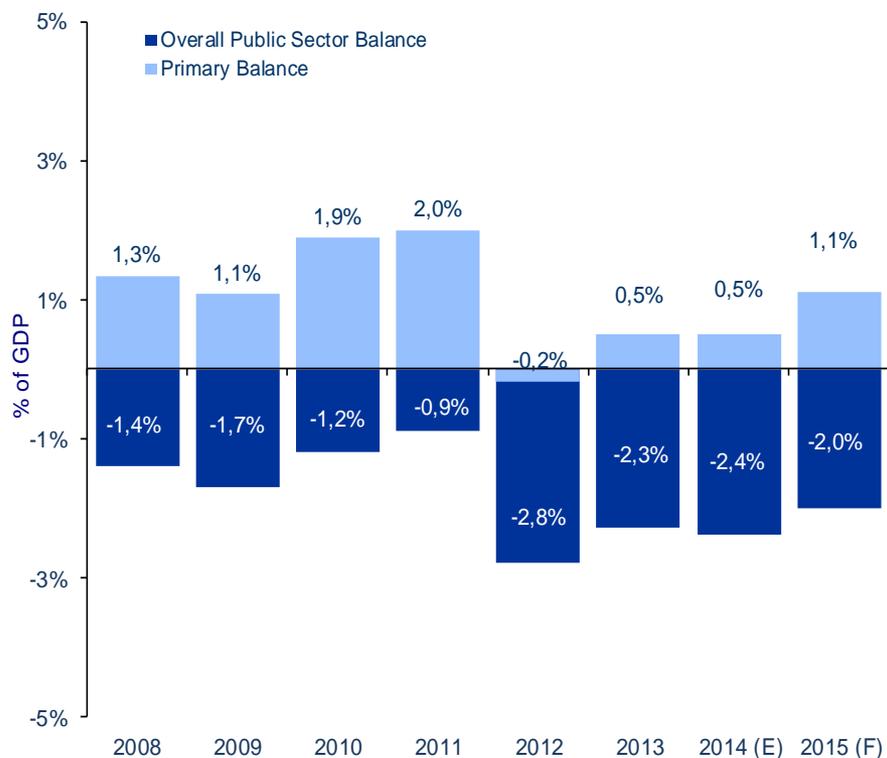


Main FDI recipient sectors (2002-2012)

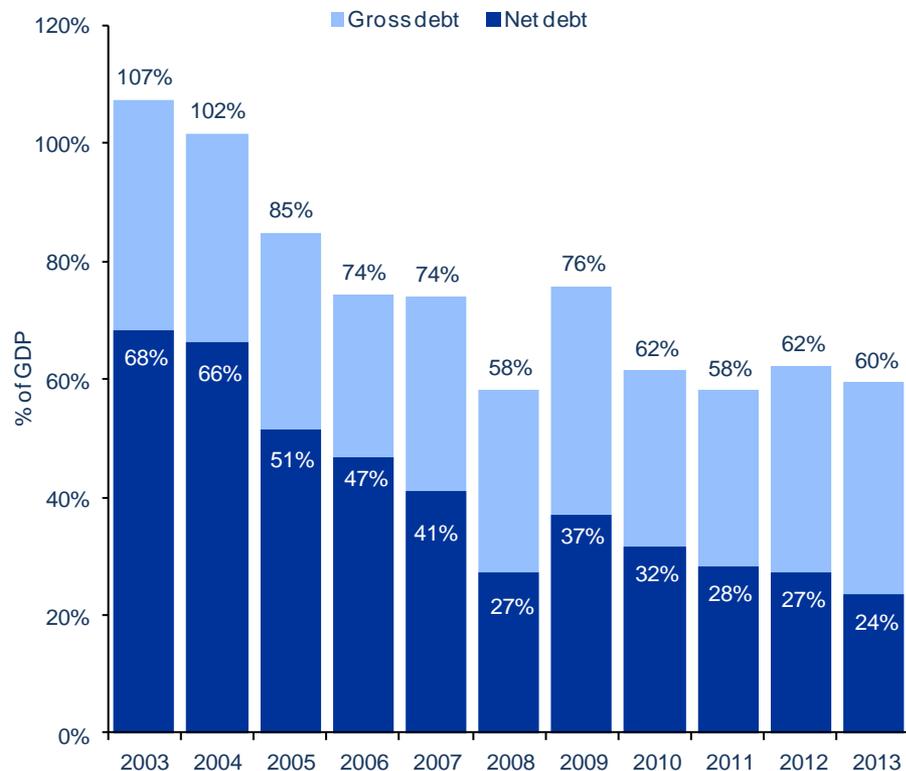


Sustainable and prudent fiscal policy decreased public debt-GDP ratio

Global Fiscal Result

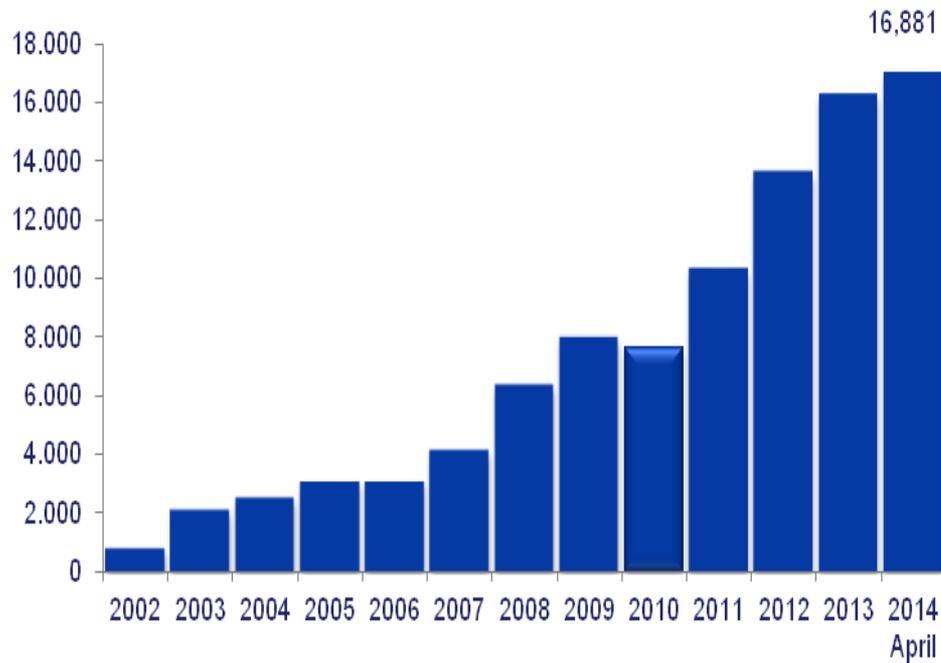


Global Public Debt

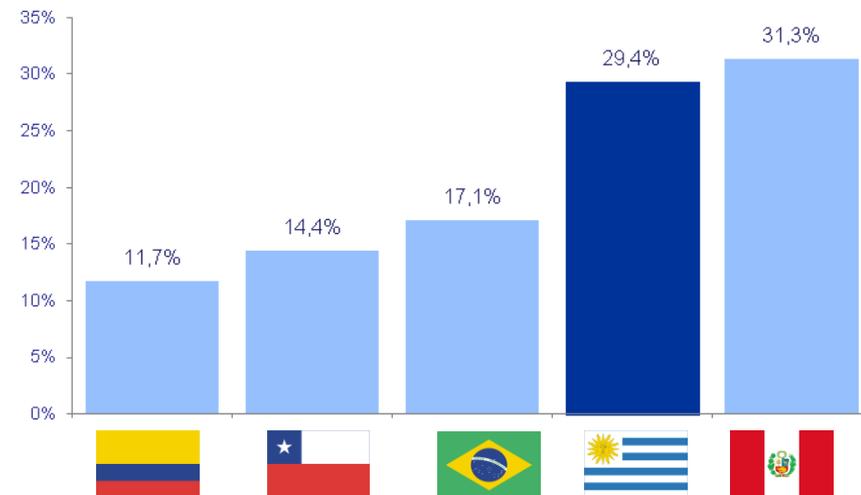


External liquidity position

International Reserves
(USD Million)

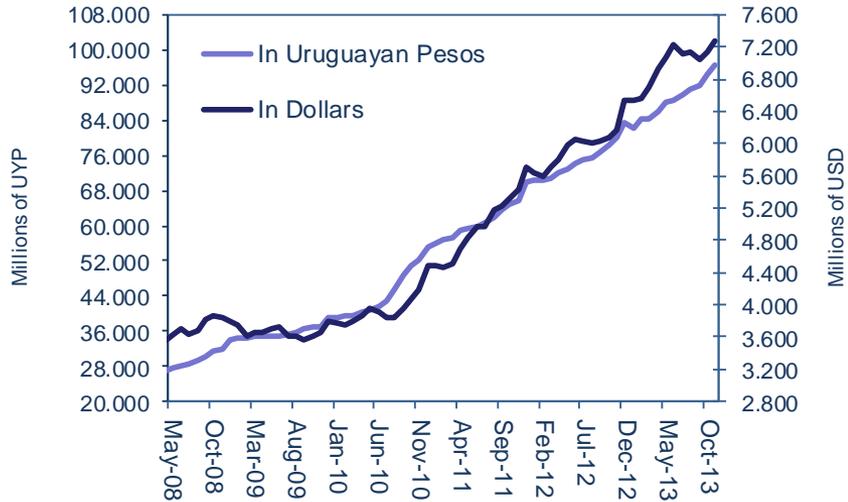


International Reserves/GDP
(as of January 2014)

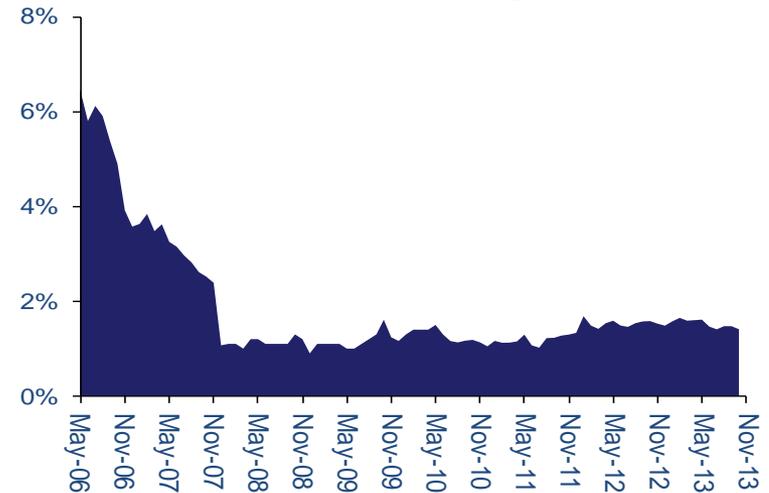


Sound banking system

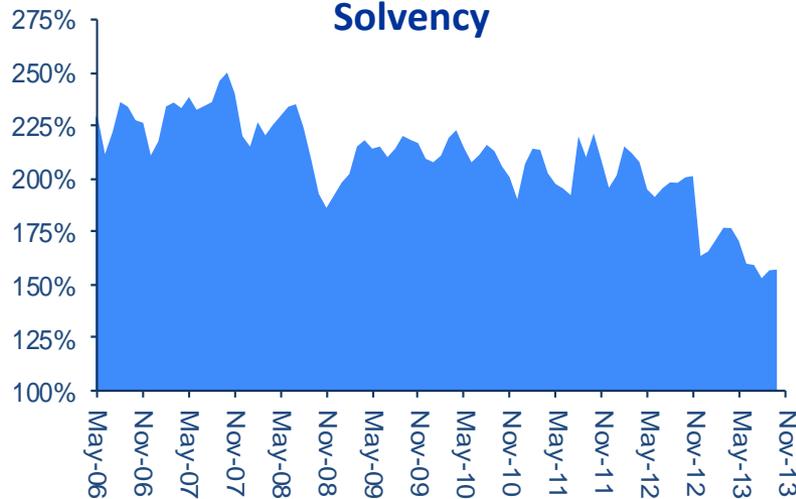
Private Sector Credit



Non-Performing Loans



Solvency



Liquidity



Source: Central Bank of Uruguay.

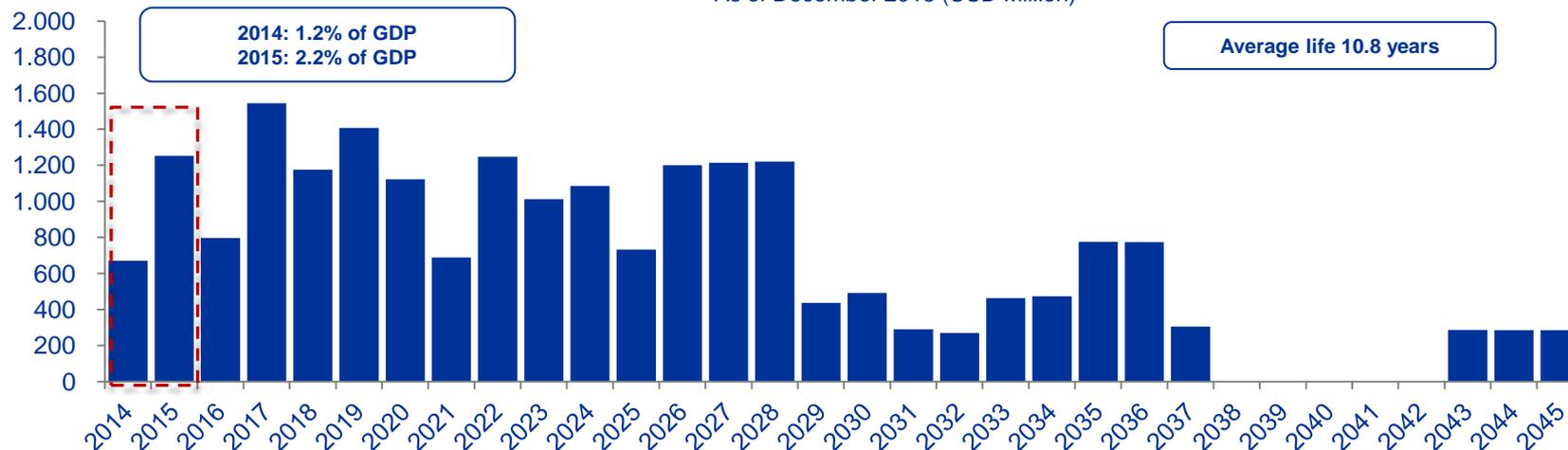
Inflation is the main challenge



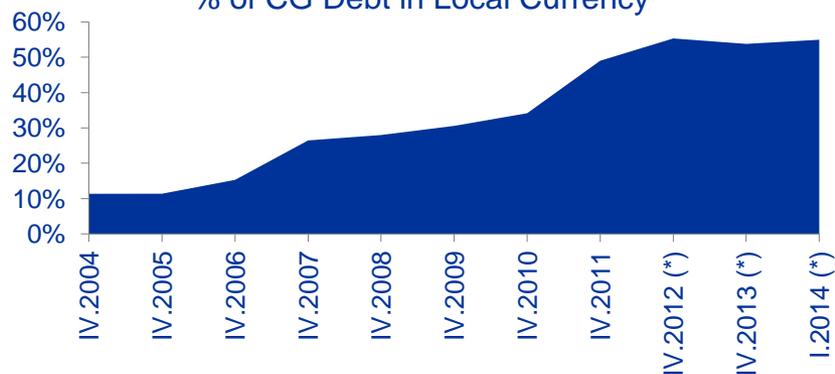
Proactive debt management reduced roll-over an FX risk

Central Government Debt Profile

As of December 2013 (USD Million)



% of CG Debt in Local Currency



Contingent credits lines amount to nearly USD 2bn, around 3.6% of GDP:

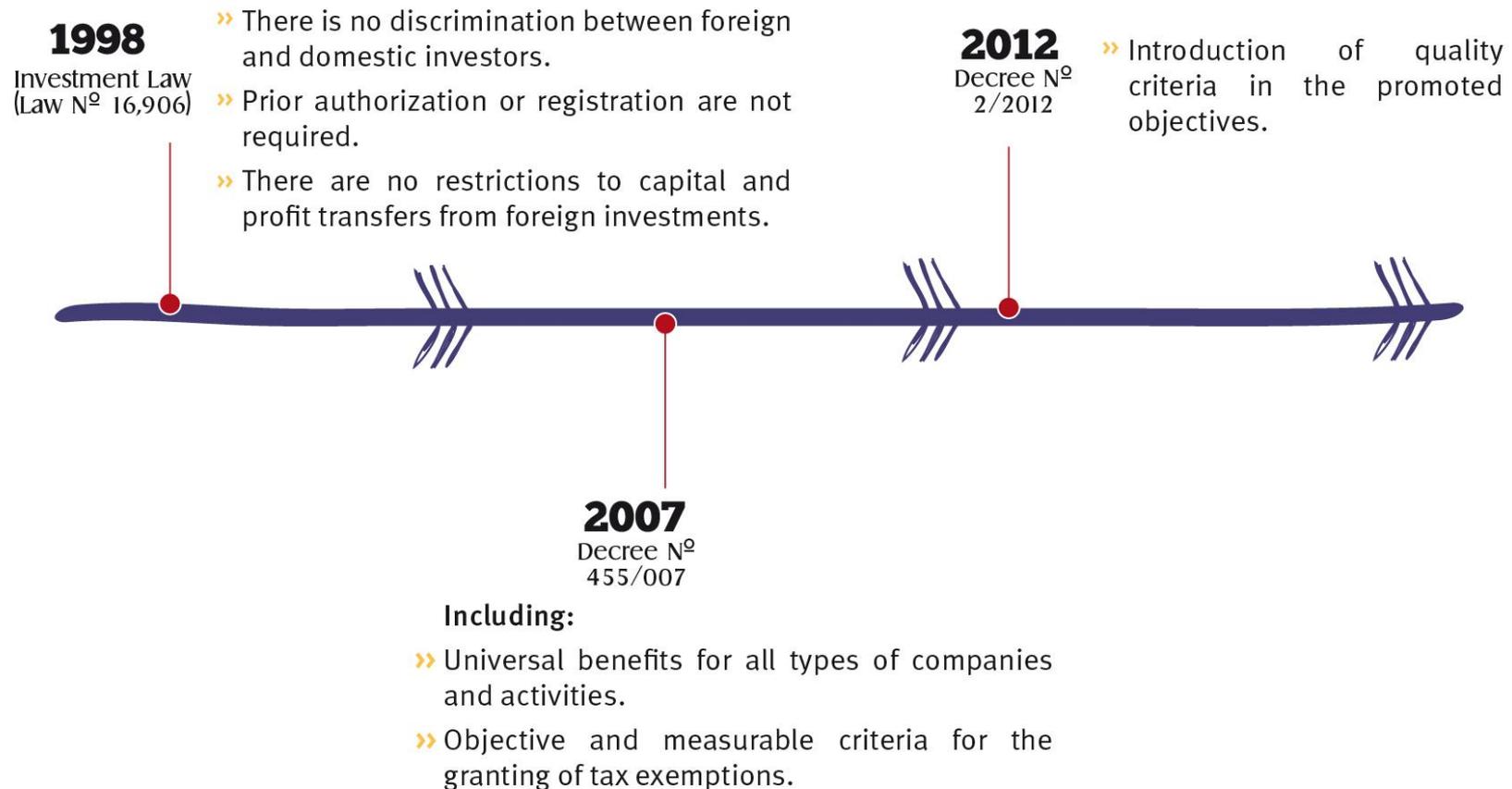
- ✓ World Bank - USD 520 million
- ✓ IDB - USD 550 million
- ✓ CAF - USD 400 million
- ✓ FLAR USD 470 million

Why invest in Uruguay?



- Political and social stability
- Macroeconomic stability
- Trade openness
- Strategic location and modern infrastructure
- Favorable business climate

Complete legal framework for investment



Global Services Program



Uruguay XXI
INVESTMENT AND EXPORT
PROMOTION AGENCY



IDB

Uruguay
smart
Services

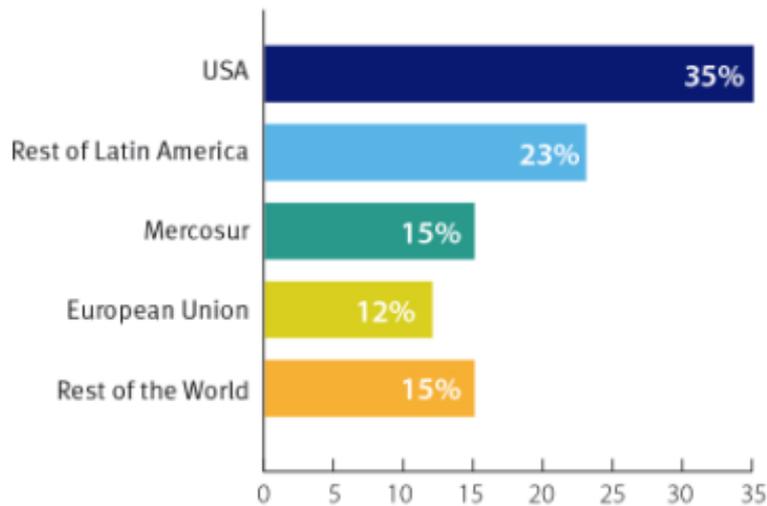


finishing
schools

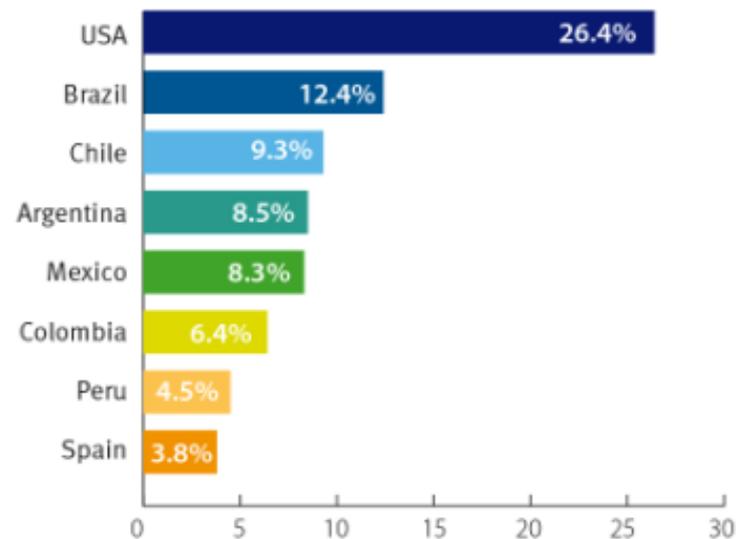
smart
talent

US: a relevant destination for non-traditional services exports

Non traditional exports by country of destination (share % - 2012)



IT exports by country of destination (exports of software, share % - 2012)





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