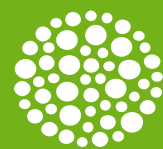


Portugal

Main Economic Indicators

December, 2018



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1. Macroeconomic Indicators

GDP

		2013	2014	2015	2016	2017	2018 Jan-Sep
GDP	millions €	170.269	173.079	179.809	186.480	194.613	150.378
	growth % (volume)	-1,1	0,9	1,8	1,9	2,8	2,2
GDP per Capita	€	16.282	16.641	17.359	18.060	18.894	19.589 (a)
	growth %	1,7	2,2	4,3	4,0	4,6	3,7 (a)
	UE 28 =100	76,4	76,5	76,7	77,6	77,4	77,6 (a)
GDP per person employed	€	38.261	38.351	39.295	40.105	40.525	41.079 (a)
	growth %	4,1	0,2	2,5	2,1	1,0	1,4 (a)
Output Gap to GDP (% Potential GDP) (constant prices)		-4,1	-3,1	-1,7	-0,7	0,7	1,2 (a)

Sources: INE - Statistics Portugal; EC - European Commission (Ameco)

Current prices

change - change year on year

Note: (a) EC forecast for 2018

Components of GDP

		2013	2014	2015	2016	2017	2018 Jan-Sep
Private Consumption ^(a)	% GDP ^(b)	65,3	65,9	65,5	65,3	64,8	64,9
	growth % (volume)	-1,2	2,3	2,3	2,4	2,3	2,4
Public Consumption	% GDP ^(b)	19,1	18,6	18,1	17,9	17,5	17,3
	growth % (volume)	-2,0	-0,5	1,3	0,8	0,2	0,7
Gross Capital Formation	% GDP ^(b)	14,6	15,3	15,8	15,7	16,9	17,3
	growth % (volume)	-5,1	5,1	6,4	1,8	9,2	4,9
Exports	% GDP ^(b)	39,5	40,1	40,4	40,0	42,7	43,9
	growth % (volume)	7,0	4,3	6,1	4,4	7,8	5,0
Imports	% GDP ^(b)	38,5	39,9	39,8	38,9	41,9	43,4
	growth % (volume)	4,7	7,8	8,5	4,7	8,1	5,5

Source: INE - Statistics Portugal

Notes:

(a) Private Consumption of Resident Households and Non-Profit Institutions Serving Households

(b) Current prices, except when indicated.

growth - change year on year

General Government

	2013	2014	2015	2016	2017	2018
General Government Budget Balance	-4,8	-7,2	-4,4	-2,0	-3,0	-0,7 (a)
General Government Gross Debt	129,0	130,6	128,8	129,2	124,8	121,2 (a)
Tax Burden	34,0	34,2	34,4	34,2	34,5	n.d.

Sources: INE - Statistics Portugal

Unit: % of GDP; current prices.

Note: (a) Ministry of Finance forecast

n.a. - not available

Interest and Exchange Rates

	2013	2014	2015	2016	2017	2018 November
Exchange Rate (EUR/USD)	1,3281	1,3285	1,1095	1,1069	1,1297	1,1367
Euro Area Euribor (3 months)	0,2205	0,2085	-0,0202	-0,2648	-0,3290	-0,3164
USA Libor (3 months interbank deposit rates)	0,2672	0,2337	0,3158	0,7444	1,2625	2,6492

Sources: Banco de Portugal, European Central Bank

Unit: Percentage, except when indicated.

International Trade

	2013	2014	2015	2016	2017	2018 Jan- Set
Current Account Balance (% GDP)	1,6	0,1	0,1	0,6	0,5	-0,6
Openness to Trade^(a) (%)	78,0	80,0	80,2	78,9	84,6	87,3
Coverage Ratio^(b) (%)	102,6	100,5	101,5	102,9	101,9	101,2

Sources: INE - Statistics Portugal; Banco de Portugal

International Trade in Goods and services; current prices.

Notes:

(a) (Export + Imports) / GDP * 100

(b) (Exports / Imports) * 100

Others

	2013	2014	2015	2016	2017	2018
Gross National Saving (% GDP)	15,4	15,0	14,9	15,9	17,1	17,3(a)
Inflation Rate^(b) (%)	0,4	-0,2	0,5	0,6	1,6	1,5 (a)
Euro Area Inflation Rate^(b) (%)	1,3	0,4	0,0	0,2	1,5	1,8 (a)
Global Competitiveness Index (Rank / Total Number of Countries)	36 / 148	36 / 144	38 / 140	46 / 138	33 / 135	34 / 140

Sources: Eurostat; EC - European Commission; World Economic Forum

Notes:

(a) EC forecast

(b) Harmonised Index of Consumer Prices

n.a. - not available

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2. Macroeconomic Indicators - Forecasts

Portugal

	2017	2018					2019				
		IMF Oct-18	OECD Nov-18	EC Nov-18	BP Jun-18	MF Oct-18	IMF Oct-18	OECD Nov-18	EC Nov-18	BP Jun-18	MF Oct-18
GDP (growth %; volume)	2,2	2,3	2,2	2,2	2,3	2,3	1,8	2,1	1,8	1,9	2,2
Private Consumption (growth %; volume)	2,4	n.a.	2,2	2,3	2,4	2,3	n.a.	1,8	2,0	1,9	1,9
Public Consumption (growth %; volume)	0,7	n.a.	1,0	0,9	0,7	1,0	n.a.	0,2	0,7	0,1	0,2
Investment (GFCF) (growth %; volume)	4,9	n.a.	4,6	4,4	3,9	5,2	n.a.	6,0	4,7	5,5	7,0
Exports^(a) (growth %; volume)	5,0	6,5	5,8	5,5	5,0	6,6	4,7	4,3	4,3	4,6	4,6
Imports^(a) (growth %; volume)	5,5	6,8	6,2	6,0	5,1	6,9	5,5	4,8	5,2	5,0	4,8
Current Account^(b) (% GDP)	-0,6	0,0	-0,9	0,0	1,4	0,0	-0,3	-0,4	-0,1	1,8	0,0
Unemployment Rate (%)	6,7	7,0	7,1	7,1	7,0	6,9	6,7	6,4	6,3	6,2	6,3
Inflation Rate^(c) (%)	1,6	1,7	1,3	1,5	1,4	1,3	1,6	1,5	1,6	1,5	1,3
Government Gross Debt (% GDP)	124,8	120,8	121,7	121,5	n.a.	121,2	117,2	118,4	119,2	n.a.	121,2
Government Budget Balance (% GDP)	-3,0	-0,7	-0,7	-0,7	n.a.	-0,7	-0,3	-0,2	-0,6	n.a.	-0,2

Sources: IMF - International Monetary Fund; OECD - Organisation for Economic Cooperation and Development; EC - European Commission; BP - Banco de Portugal; MF - Ministry of Finance, mentioned in documents from sources and GEE - Gabinete de Estratégia e Estudo (Ministry of Economy).

Notes:

(a) Goods and Services

(b) Banco de Portugal - Current Account and Capital

(c) Harmonized Index of Consumer Prices

n.a. - not available

International

	2017			2018			2019		
	IMF Oct-18	OECD Nov-18	EC Nov-18	IMF Oct-18	OECD Nov-18	EC Nov-18	IMF Oct-18	OECD Nov-18	EC Nov-18
GDP Euro Area (growth %; volume)	2,4	2,5	2,4	2,0	1,9	2,1	1,9	1,8	1,9
GDP European Union (growth %; volume)	2,7	n.a.	2,4	2,2	n.a.	2,1	2,0	n.a.	1,9
GDP USA (growth %; volume)	2,2	2,2	2,2	2,9	2,9	2,9	2,5	2,7	2,9
GDP World (growth %; volume)	3,7	3,6	3,7	3,7	3,7	3,7	3,7	3,5	3,5
Euro Area Inflation Rate^(a) (%)	1,7	n.a.	1,7	1,9	n.a.	2,0	1,9	n.a.	2,0

Sources: IMF - International Monetary Fund; OECD - Organisation for Economic Cooperation and Development; EC - European Commission; BP - Banco de Portugal; MF - Ministry of Finance, mentioned in documents from sources and GEE - Gabinete de Estratégia e Estudo (Ministry of Economy).

(a) Harmonized Index of Consumer Prices

n.a. - not available

3. Gross Value Added

Millions Euro (Current prices)

Economic Activity	2013	2014	2015	2016	2017	2018 Jan-Sep
Agriculture, Forestry and Fishing	3.542	3.511	3.687	3.643	3.848	2.947
Industry, Construction, Energy and Water	32.151	32.765	35.123	36.347	37.862	29.143
Industry	20.249	20.950	22.361	23.442	24.887	19.091
Energy, water supply, sewerage	5.150	5.537	6.392	6.589	6.180	4.846
Construction	6.751	6.278	6.370	6.316	6.794	5.206
Services	114.076	115.088	118.030	122.237	126.968	98.173
Wholesale/retail trade, vehicles, accommodation and food services	29.492	30.156	31.131	32.196	33.800	26.330
Transportation and storage; information and communication	12.438	12.311	12.977	13.557	14.199	10.847
Financial, insurance and real estate activities	26.828	26.980	27.475	28.269	28.791	22.386
Other services activities	45.317	45.642	46.447	48.214	50.178	38.610
Total GVA	149.768	151.365	156.839	162.226	168.677	130.264

Source: INE - Statistics Portugal

Millions Euro (Constant Prices)

Economic Activity	2013	2014	2015	2016	2017	2018 Jan-Sep
Agriculture, Forestry and Fishing	3.281	3.228	3.393	3.269	3.421	2.498
Industry, Construction, Energy and Water	31.303	31.308	32.089	32.593	33.654	25.425
Industry	20.001	20.519	21.113	21.675	22.457	16.856
Energy, water supply, sewerage	4.618	4.669	4.858	4.833	4.730	3.657
Construction	6.684	6.120	6.118	6.085	6.467	4.912
Services	113.540	114.232	115.737	117.808	120.317	91.740
Wholesale/retail trade, vehicles, accommodation and food services	29.437	30.701	31.502	32.463	33.399	25.712
Transportation and storage; information and communication	12.331	12.009	12.101	12.156	12.852	9.845
Financial, insurance and real estate activities	25.637	24.792	24.581	24.586	24.605	18.708
Other services activities	46.134	46.730	47.554	48.603	49.462	37.474
Total GVA	148.124	148.768	151.219	153.670	157.392	119.662

Source: INE - Statistics Portugal

Growth Rate % (year on year; current prices)

Economic Activity	2013	2014	2015	2016	2017	2018 Jan-Sep
Agriculture, Forestry and Fishing	10,3	-0,9	5,0	-1,2	5,6	2,7
Industry, Construction, Energy and Water	0,0	1,9	7,2	3,5	4,2	3,1
Industry	2,3	3,5	6,7	4,8	6,2	2,8
Energy, water supply, sewerage	-0,8	7,5	15,4	3,1	-6,2	5,3
Construction	-5,9	-7,0	1,5	-0,8	7,6	2,4
Services	1,9	0,9	2,6	3,6	3,9	3,4
Wholesale/retail trade, vehicles, accommodation and food services	1,4	2,3	3,2	3,4	5,0	4,4
Transportation and storage; information and communication	0,6	-1,0	5,4	4,5	4,7	2,5
Financial, insurance and real estate activities	0,5	0,6	1,8	2,9	1,8	3,6
Other services activities	3,3	0,7	1,8	3,8	4,1	2,9
Total GVA	1,6	1,1	3,6	3,4	4,0	3,3

Source: INE - Statistics Portugal

% GVA Total (current prices)

Economic Activity	2013	2014	2015	2016	2017	2018 Jan-Sep
Agriculture, Forestry and Fishing	2,4	2,3	2,4	2,2	2,3	2,3
Industry, Construction, Energy and Water	21,5	21,6	22,4	22,4	22,4	22,4
Industry	13,5	13,8	14,3	14,5	14,8	14,7
Energy, water supply, sewerage	3,4	3,7	4,1	4,1	3,7	3,7
Construction	4,5	4,1	4,1	3,9	4,0	4,0
Services	76,2	76,0	75,3	75,3	75,3	75,4
Wholesale/retail trade, vehicles, accommodation and food services	19,7	19,9	19,8	19,8	20,0	20,2
Transportation and storage; information and communication	8,3	8,1	8,3	8,4	8,4	8,3
Financial, insurance and real estate activities	17,9	17,8	17,5	17,4	17,1	17,2
Other services activities	30,3	30,2	29,6	29,7	29,7	29,6

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Tel: +351 217 909 500 Contact Center: 808 214 214 aicep@portugalglobal.pt www.portugalglobal.pt



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4. Employment

Population and Employment

		2014	2015	2016	2017	2018 3rd Quarter
Total Population	thousands	10.401	10.358	10.325	10.300	10.261
	growth %	-0,5	-0,4	-0,3	-0,2	-0,2
Labour Force^(a)	thousands	5.226	5.195	5.178	5.219	5.256
	growth %	-1,1	-0,6	-0,3	0,8	0,2
Labour Force Participation Rate^(a) (%)		58,8	58,6	59,0	59,0	59,4
Employment Rate^(a) (%)		50,7	51,3	52,0	53,7	55,4
Unemployment Rate (%)		13,9	12,4	11,1	8,9	6,7

Sources: INE - Statistics Portugal; EC - European Commission (Ameco)

Notas: (a) Population > 15 years old

Labour Market

	2013	2014	2015	2016	2017	2018
Minimum Monthly Wage (€)	485	485	505	530	557	580
Real Unit Labour Cost (growth %)	-0,5	-2,0	-2,0	0,6	0,3	0,2 (a)
Labour Productivity per Person Employed (growth %)	1,8	-0,5	0,4	0,0	-0,6	0,2 (a)

Sources: DGERT - Direção Geral do Emprego e Relações de Trabalho; EC - European Commission, Eurostat

Note: (a) EC forecast

Employment by Main Economic Activity

Setor de Atividade	2014	2015	2016	2017	2018 3rd Quarter
Agriculture, Animal Production, Forestry and Fishing	8,6	7,5	6,9	6,4	6,2
Industry, Construction, Energy and Water	23,9	24,3	24,5	24,7	24,8
Manufacturing	16,4	16,9	16,9	16,9	17,0
Construction	6,1	6,1	6,3	6,5	6,3
Services	67,5	68,1	68,6	68,9	69,1
Wholesale/retail trade, vehicles, accommodation and food services	21,0	21,1	21,3	21,6	21,2
Transportation and storage; information and communication	6,3	6,1	6,5	6,7	6,9
Financial, insurance and real estate activities	2,9	3,0	3,1	3,2	3,3
Public administration and defense; social security; education; health and social support activities	23,4	24,0	23,7	23,7	24,3
Other services activities	13,9	14,0	13,9	13,7	13,3

Source: INE - Statistics Portugal

Unit: % of Total Employment

5. Risk Indicators

Portugal

Agência	Notation (LT)	Outlook (LT)	Last Review (LT)
S&P - Standard & Poor's	BBB-	Positive	14 Sep 18
Moody's	Baa3	Stable	12 Oct 17
Fitch	BBB	Stable	01 Jun 18
DBRS - Dominion Bond Rating Service	BBB	Stable	12 Oct 18
EIU - The Economist Intelligence Unit			Jun 18
Global	BBB		
Sovereign	BBB		
Currency	A		
Banking Sector	BB		
Political	BBB		
Economic Structure	BB		

Sources: IGCP, The Economist Intelligence Unit

Agency Scale:

Descrição	S&P	Moody's	Fitch	DBRS	Descrição	EIU
Prime	AAA	Aaa	AAA	AAA	Capacity and commitment to honour obligations not in question under any foreseeable circumstances.	AAA
High grade	AA+	Aa1	AA+	AA(high)	Capacity and commitment to honour obligations not in question	AA
	AA-	Aa3	AA-	AA(low)		
Upper medium grade	A+	A1	A+	A(high)	Capacity and commitment to honour obligations strong	A
	A	A2	A	A		
	A-	A3	A-	A(low)		
Lower medium grade	BBB+	Baa1	BBB+	BBB(high)	Capacity and commitment to honour obligations currently but somewhat susceptible to changes in economic climate.	BBB
	BBB	Baa2	BBB	BBB		
	BBB-	Baa3	BBB-	BBB(low)		
Non-investment grade speculative	BB+	Ba1	BB+	BB(high)	Capacity and commitment to honour obligations currently but susceptible to changes in economic climate.	BB
	BB	Ba2	BB	BB		
	BB-	Ba3	BB-	BB(low)		
Highly speculative	B+	B1	B+	B(high)	Capacity and commitment to honour obligations currently but very susceptible to changes in economic climate	B
	B	B2	B	B		
	B-	B3	B-	B(low)		
Substantial risks	CCC+	Caa1	CCC	CCC(high)	Questionable capacity and commitment to honour obligations. Patchy payment record	CCC
Extremely speculative	CCC	Caa2		CCC		
In default with little prospect for recovery	CCC-	Caa3		CCC(low)	Somewhat weak capacity and commitment to honour obligations. Patchy payment record. Likely to be in default on some obligations	CC
	CC	Ca		CC		
	C	C		C		
In default	D	/	DDD	D	Weak capacity and commitment to honour obligations. Patchy payment record. Likely to be in default on significant amount of obligations.	C
		/	DD			
			D		Very weak capacity and commitment to honour obligations. Poor payment record. Currently in default on significant amount of obligations	D

Fonte: The Economist Intelligence Unit