

Macro Poverty Outlook Update

June 15, 2020

TABLE 2 El Salvador / Macro poverty outlook baseline scenario

(annual percent change unless indicated otherwise)

| | 2017 | 2018 | 2019e | 2020f | 2021f | 2022f |
|---|------|------|-------|-------|-------|-------|
| Real GDP growth, at constant market prices | 2.2 | 2.4 | 2.4 | -5.4 | 3.8 | 3.0 |
| Private Consumption | 1.7 | 3.1 | 2.6 | -7.3 | 3.5 | 4.4 |
| Government Consumption | 0.1 | 0.2 | -0.2 | 20.6 | -1.9 | -4.8 |
| Gross Fixed Capital Investment | 3.6 | 6.7 | 9.6 | -23.4 | 12.8 | 5.0 |
| Exports, Goods and Services | 3.4 | 2.2 | 6.5 | -8.3 | 7.4 | 4.6 |
| Imports, Goods and Services | 1.4 | 5.5 | 3.8 | -6.7 | 6.0 | 4.2 |
| Real GDP growth, at constant factor prices | 2.0 | 2.3 | 2.6 | -5.4 | 3.8 | 3.0 |
| Agriculture | 0.7 | -3.3 | 3.0 | -0.9 | 3.0 | 2.1 |
| Industry | 2.2 | 2.9 | 4.0 | -5.1 | 5.0 | 3.4 |
| Services | 2.1 | 2.6 | 2.0 | -5.9 | 3.3 | 2.9 |
| Inflation (Consumer Price Index) | 1.0 | 1.1 | 0.1 | 0.0 | 0.4 | 0.8 |
| Current Account Balance (% of GDP) | -1.9 | -4.7 | -2.1 | -4.8 | -5.1 | -4.7 |
| Net Foreign Direct Investment (% of GDP) | 3.6 | 3.2 | 2.4 | 1.5 | 2.0 | 2.8 |
| Fiscal Balance (% of GDP)^a | -2.5 | -2.7 | -3.1 | -7.7 | -6.9 | -3.6 |
| Debt (% of GDP)^b | 73.6 | 72.7 | 73.3 | 83.1 | 86.2 | 86.0 |
| Primary Balance (% of GDP)^a | 0.7 | 0.9 | 0.6 | -3.5 | -1.8 | 1.3 |
| International poverty rate (\$1.9 in 2011 PPP)^{c,d} | 1.9 | 1.5 | 1.3 | 1.8 | 1.6 | 1.4 |
| Lower middle-income poverty rate (\$3.2 in 2011 PPP)^{c,d} | 8.4 | 7.7 | 7.2 | 9.4 | 8.6 | 7.7 |
| Upper middle-income poverty rate (\$5.5 in 2011 PPP)^{c,d} | 28.9 | 25.7 | 24.8 | 29.1 | 27.8 | 25.9 |

Source: World Bank, Poverty & Equity and Macroeconomics, Trade & Investment Global Practices.

Notes: e = estimate, f = forecast.

(a) Fiscal and Primary Balance correspond to the non-financial public sector.

(b) Debt is total public debt.

(c) Calculations based on SEDLAC harmonization, using 2018-EHPM. Actual data: 2018. Nowcast: 2019. Forecast are from 2020 to 2022.

(d) LAC Stats Team Microsimulation without mitigating measures.