

# Embassy of India Budapest

## Economic and Commercial Report for the month of June 2017

### Executive Summary

1. Hungary takes over V4 Presidency
2. PM Orbán meets Chinese Vice-Premier after Health Ministers forum
3. Bank sector sees profit in Q1 2017
4. Siemens expands in Budapest
5. Ganga-Danube Cultural Festival and International Day of Yoga celebrated in several cities

### Economic

**Economic Summary:** The Monetary Council of the National Bank of Hungary (MNB) has left the base rate of 0.9% unchanged. The current account of Hungary saw a €1.221 billion surplus in the first quarter, down from €1.626 billion a year earlier and up from the €856 million surplus reached in the fourth quarter. The budget deficit was Ft 91.9 billion (appx €298 mln) in May, the Economy Ministry announced in its first estimate. The budget deficit grew to Ft 213.4 billion (appx €692.2 mln) for the first five months, only at 18.3% of the Ft 1,166 billion (appx €3.8 bln) year-end target. The state debt of Hungary was Ft 25.3 trillion (appx €82 bln) at the end of May. Inflation slowed to 2.1% year-on-year in May, up from 2.2% in April, the Central Statistics Office (KSH) announced. Industrial producer prices went up 4.4% year-on-year in April, up from 4.2% year-on-year in March. GDP growth in Hungary was 4.2% year-on-year in the first quarter, adjusted from the previous 4.1%. The OECD has raised its 2017 GDP forecast for Hungary to 3.8% in its latest report, from 2.5% last November. The trade surplus of Hungary was €978 million in March, up from a €957 million surplus a year earlier. In the first quarter, the trade surplus was €2.492 billion, down from €2.542 billion one year earlier. Hungary's industrial output was up 2.5% year-on-year in April, according to workday-adjusted figures from the Central Statistics Office (KSH). The retail trade volume went up 3.2% year-on-year in April. According to workday-adjusted figures, the increase was 1.7%. The average gross wage in Hungary was Ft 303,000 (appx €983) in April, up 14.6% from one year earlier. The average net wage was Ft 201,500 (appx €654). The number of guest nights spent in commercial accommodation in Hungary increased by 24% year-on-year to 2.22 million in April. Foreigners spent 21.5% more nights, equivalent to 1.23 million, while the overnight stays of domestic guests at hotels with at least three stars increased to 996,000, up by 27.6%.

**Hungary takes over V4 presidency:** Prime Minister Viktor Orbán on 19th June took over the Chairmanship of the Visegrád Four from Polish Prime Minister Beata Szydło in Warsaw. Before the handover ceremony the Prime Ministers of the Visegrád Group of Four (the Czech Republic, Poland, Hungary and Slovakia) held talks with the leaders of the Benelux countries in Warsaw Castle on the migration crisis, the consequences of Brexit and the EU common defence policy. Hungary will hold the Chairmanship of the rotating presidency of the Visegrád Group of Four for one year with effect from July 1, 2017.

**PM Orbán confers with Chinese Vice-Premier after Health ministers forum:** Chinese Vice-Premier Liu Yandong visited Budapest on 19<sup>th</sup> June to participate in the third China-Central and Eastern European Countries (CEEC) Health Ministers' Forum, which was held in Budapest on 18<sup>th</sup>-20<sup>th</sup> June. Hungary is committed to furthering cooperation with China and intends to become the driving force for health cooperation between China and the Central Eastern-European region, Deputy Prime Minister Zsolt Semjén said during the event. Human Resources Minister Zoltán Balog said "the future resides in cooperation between East and West and one can't imagine the future of the world without China". Vice-Premier Liu Yandong said it is important for Chinese medicine to act as a cultural link in the region. The conference addressed four topics: health care programmes, hospital cooperation, health policy research and traditional Chinese healing. On 21<sup>st</sup> June, a meeting was held between Prime Minister Viktor Orbán and the Chinese Vice-Premier in Parliament. Foreign Minister Péter Szijjártó and Human Resources Minister Zoltán Balog were also present. The Vice-Premier said his country is interested in sustaining

and furthering bilateral relations. It was noted that most of the Chinese investments targeted to Central-Europe are going to Hungary.

**Hungary joins Asian development bank:** Hungary has joined the Asian Infrastructure Investment Bank (AIIB) and paid its first capital instalments, Economy Minister Mihály Varga announced. Speaking after the Beijing-based AIIB's annual meeting in South Korea on 19<sup>th</sup> June, EM Varga said he expects membership to help expand Hungary's international financial and trade network, especially in fast-growing regions of the world, boosting Hungary's economic growth and competitiveness. Joining the Chinese development bank is part of the government's policy of cementing ties with China and gaining access to markets in the East. The AIIB was founded with capital of \$100 billion in 2015 by 57 countries as an alternative to the US-based World Bank. The bank has financed \$2 billion worth of projects, the Economy Ministry said.

## Commercial

**Bank sector sees profit in Q1:** The banking sector in Hungary realised a joint Ft 174.8 billion (appx €567 mln) aftertax profits in the first quarter of 2017. According to current figures, aftertax profits in the banking sector dropped 8.6% from Ft 191.4 billion (appx €619.5 mln) a year earlier. The drop is mostly due to the fact that operating costs went up 42.8%. Profits earned on interest went down 7.8% to Ft 197.2 billion (appx €639.6 mln).

**Black economy shrinking:** The black economy has shrunk to 21% of GDP from 24% just a few years ago, State Audit Office head László Domokos said. This provides scope to lower taxes further to reward law-abiding businesses, which would lead to more whitening of the economy, he argued. Domokos praised government's measures to combat grey and black economic activities and cited figures to underpin his remarks.

**BorgWarner expands in Oroszlány:** US company BorgWarner is expanding its capacities in its three factories in Oroszlány, Komárom-Esztergom county, CEO of the turbo systems manufacturing factory Attila Bogár said. A total of 600 jobs will be created over the next three years. The government will provide 10% of the cost of the expansion project as a subsidy, he added. The turbo systems factory has 1,100 employees in Oroszlány, the mechanical transmission parts factory has 150 workers and exhaust pipe factory has 250 workers.

**Diehl Aircabin expands in Nyírbátor:** German air industry supplier Diehl Aircabin Hungary is investing Ft 3.7 billion (appx €12 mln) to expand its capacities in Nyírbátor, Hajdú-Bihar county. The family business, founded in 1902 will create 230 jobs, he said. Diehl Aircabin will manufacture parts for the Airbus A350 airplane. The company began operations in Hungary six years ago and now has over 500 employees. Diehl Aircabin Hungary realised €22.4 million in revenues in 2016.

**Siemens expands in Budapest:** Siemens has laid down the foundation stone for its new 10,000 m<sup>2</sup> turbine blade-producing factory in Budapest on 20th June. Siemens is investing Ft 10 billion (appx €32.4 mln) in the construction in the region of its Power and Gas unit, with production to start in 2019. Germany and Siemens are strategic partners of Hungary, Foreign Affairs and Trade Minister Péter Szijjártó said at the ceremony.

## Upcoming Trade Fairs in Hungary:

(I)	<u>OMÉK</u> 20-24th Sept 2017 National Agriculture and Food Exhibition and Fair
(II)	<u>DENTAL WORLD</u> 12-14 October 2017 Dental Trade Fair and Conference
(III)	<u>AUTOMOTIVE HUNGARY</u> 18-20 October 2017 International Exhibition for Automotive Industry Suppliers
(IV)	<u>ÖKOINDUSTRIA</u> 08-10 November 2017 International Trade Fair for the Environmental Industry, Energy Efficiency and Renewable Energies
(V)	<u>BEAUTY FORUM BUDAPEST</u> 03-04 November 2017 International Cosmetic Trade Fair

Further information: [www.hungexpo.hu](http://www.hungexpo.hu) , <https://www.tradefairdates.com>



**18-20 October 2017**



**Trends in bilateral trade:** Source: Central Statistical Office ([www.ksh.hu](http://www.ksh.hu))

**2017 First Quarter year trade (USD, EUR million and billion)**

	Hungary's Exports		Hungary's Imports		Total Trade		% Growth Y on Y basis
	2016 Q1	2017 Q1	2016 Q1	2017 Q1	2016 Q1	2017 Q1	2017 Q1 /2016 Q1
<b>Hungary's trade with India (mln)</b>	42.0 USD 38.2 EUR	57.0 USD 53.9 EUR	83.7 USD 76.1 EUR	112.0 USD 106.1 EUR	125.7 USD 114.3 EUR <small>(0.27 % of Global Trade)</small>	169.0 USD 160.0 EUR <small>(0.33 % of Global Trade)</small>	+34.4% +40.0%
<b>Hungary's Total Global Trade (bln)</b>	24.7 USD 22.4 EUR	26.9 USD 25.3 EUR	21.9 USD 19.9 EUR	24.3 USD 22.8 EUR	46.7 USD 42.3 EUR	51.2 USD 48.1 EUR	+9.7% +13.7%

**Top 10 items of Export to the World (USD mln)**

Product	2015. year	2016. year	% growth	% total
Total Product (according to the Combined Nomenclature)	100,299.1	103,072.6	2.8%	100%
85 ELECTRICAL MACHINERY AND EQUIPMENT AND PARTS THEREOF; SOUND RECORDERS AND REPRODUCERS, TELEVISION IMAGE AND SOUND RECORDERS AND REPRODUCERS, AND PARTS AND ACCESSORIES OF SUCH ARTICLES	20,085.3	21,168.7	5.4%	21%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	18,867.8	19,546.5	3.6%	19%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	18,009.5	18,551.1	3.0%	18%
30 PHARMACEUTICAL PRODUCTS	4,808.9	4,741.1	-1.4%	5%
39 PLASTICS AND ARTICLES THEREOF	3,820.2	3,821.7	0.0%	4%
90 OPTICAL, PHOTOGRAPHIC, CINEMATOGRAPHIC, MEASURING, CHECKING, PRECISION, MEDICAL OR SURGICAL INSTRUMENTS AND APPARATUS; PARTS AND ACCESSORIES THEREOF	3,317.2	3,690.1	11.2%	4%
40 RUBBER AND ARTICLES THEREOF	2,388.7	2,430.9	1.8%	2%
27 MINERAL FUELS, MINERAL OILS AND PRODUCTS OF THEIR DISTILLATION; BITUMINOUS SUBSTANCES; MINERAL WAXES	2,305.1	1,893.4	-17.9%	2%
94 FURNITURE; BEDDING, MATTRESSES, MATTRESS SUPPORTS, CUSHIONS AND SIMILAR STUFFED FURNISHINGS; LAMPS AND LIGHTING FITTINGS, NOT ELSEWHERE SPECIFIED OR INCLUDED; ILLUMINATED SIGNS, ILLUMINATED NAME-PLATES AND THE LIKE; PREFABRICATED BUILDINGS	1,759.9	1,824.3	3.7%	2%

**Top 10 items of import from the World (USD mln)**

Product	2015. year	2016. year	% growth	% total
Total Product (according to the Combined Nomenclature)	90,770.2	92,053.8	1.4%	100.0%
85 ELECTRICAL MACHINERY AND EQUIPMENT AND PARTS THEREOF; SOUND RECORDERS AND REPRODUCERS, TELEVISION IMAGE AND SOUND RECORDERS AND REPRODUCERS, AND PARTS AND ACCESSORIES OF SUCH ARTICLES	18,133.0	18,749.3	3.4%	20.4%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	15,695.0	16,237.8	3.5%	17.6%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	9,525.1	10,049.3	5.5%	10.9%
27 MINERAL FUELS, MINERAL OILS AND PRODUCTS OF THEIR DISTILLATION; BITUMINOUS SUBSTANCES; MINERAL WAXES	7,426.4	5,871.6	-20.9%	6.4%
39 PLASTICS AND ARTICLES THEREOF	4,179.3	4,402.6	5.3%	4.8%
30 PHARMACEUTICAL PRODUCTS	3,884.8	3,872.8	-0.3%	4.2%
73 ARTICLES OF IRON OR STEEL	2,109.9	2,177.2	3.2%	2.4%
90 OPTICAL, PHOTOGRAPHIC, CINEMATOGRAPHIC, MEASURING, CHECKING, PRECISION, MEDICAL OR SURGICAL INSTRUMENTS AND APPARATUS; PARTS AND ACCESSORIES THEREOF	1,962.8	2,046.8	4.3%	2.2%
72 IRON AND STEEL	1,819.2	1,924.6	5.8%	2.1%
40 RUBBER AND ARTICLES THEREOF	1,817.3	1,840.8	1.3%	2.0%

**Top 10 items of Export to India (USD mln)**

Product	2015. year	2016. year	% growth	% total
Total Product (according to the Combined Nomenclature)	213.4	186.1	-12.8%	100%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	77.6	53.4	-31.2%	28.7%
85 ELECTRICAL MACHINERY AND EQUIPMENT AND PARTS THEREOF; SOUND RECORDERS AND REPRODUCERS, TELEVISION IMAGE AND SOUND RECORDERS AND REPRODUCERS, AND PARTS AND ACCESSORIES OF SUCH ARTICLES	51.8	42.6	-17.9%	22.9%
29 ORGANIC CHEMICALS	26.6	34.4	29.2%	18.5%
90 OPTICAL, PHOTOGRAPHIC, CINEMATOGRAPHIC, MEASURING, CHECKING, PRECISION, MEDICAL OR SURGICAL INSTRUMENTS AND APPARATUS; PARTS AND ACCESSORIES THEREOF	7.1	9.8	37.7%	5.3%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	9.4	6.0	-35.7%	3.2%
48 PAPER AND PAPERBOARD; ARTICLES OF PAPER PULP, OF PAPER OR OF PAPERBOARD	4.5	4.9	9.2%	2.6%
73 ARTICLES OF IRON OR STEEL	4.0	4.3	9.4%	2.3%
74 COPPER AND ARTICLES THEREOF	3.8	4.2	11.1%	2.3%
39 PLASTICS AND ARTICLES THEREOF	7.5	4.1	-45.3%	2.2%
41 RAW HIDES AND SKINS (OTHER THAN FURSKINS) AND LEATHER	1.9	2.3	18.4%	1.2%

**Top 10 items of Import from India (USD mln)**

Product	2015. year	2016. year	% growth	% total
Total Product (according to the Combined Nomenclature)	364.9	382.0	4.7%	100.0%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	95.0	105.1	10.7%	27.5%
29 ORGANIC CHEMICALS	84.5	79.7	-5.7%	20.9%
30 PHARMACEUTICAL PRODUCTS	72.6	67.1	-7.7%	17.6%

85 ELECTRICAL MACHINERY AND EQUIPMENT AND PARTS THEREOF; SOUND RECORDERS AND REPRODUCERS, TELEVISION IMAGE AND SOUND RECORDERS AND REPRODUCERS, AND PARTS AND ACCESSORIES OF SUCH ARTICLES	51.2	59.1	15.5%	15.5%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	8.7	13.0	50.4%	3.4%
64 FOOTWEAR, GAITERS AND THE LIKE; PARTS OF SUCH ARTICLES	6.4	7.1	11.2%	1.9%
40 RUBBER AND ARTICLES THEREOF	5.7	5.9	2.8%	1.5%
73 ARTICLES OF IRON OR STEEL	4.7	4.7	0.2%	1.2%
39 PLASTICS AND ARTICLES THEREOF	4.0	4.4	9.9%	1.2%
72 IRON AND STEEL	1.9	3.7	95.2%	1.0%

### Average Monthly Exchange rates for June 2017

1 US\$= 274.52

1 EUR= 308.3

Source: MNB-Hungarian National Bank [www.mnb.hu](http://www.mnb.hu)

**Trade enquiries:** In the month of June 2017 Embassy of India, Budapest received 15 enquiries from India and 1 trade enquiry from Hungary.

### Indian Trade inquiries for the month of June 2017

S. No.	Enquiry originator	Product	HS code	Nature Export/Import value (\$ mln)	Action taken
1	Nandan Petrochem Ltd.	Petrochemicals		Export to Hungary	All inquiries have been answered
2	XS Real Group	Miscellaneous		Investment/cooperation	
3	Confederation of Indian Industry	Miscellaneous		Investment/cooperation	
4	Eco Green Exports	Coir, Coco, Agricultural bags		Export to Hungary	
5	Veritas Bioventions Pvt. Ltd.	Medical products		Export to Hungary	
6	Jay Enterprise	Agro: spices, vegetables		Export to Hungary	
7	Janatha Exim	Miscellaneous		Export to Hungary	
8	Herbs and Crops Overseas	Herbs, organic foods		Export to Hungary	
9	Rohit Patel	Ceramic tiles		Export to Hungary	
10	Meril Life Sciences	Medical products		Export to Hungary	
11	White Owl Impex	Ceramic tiles		Export to Hungary	
12	Lakshmi Enterprises	Food additives, Pharma ingredients		Export to Hungary	
13	Herbs India	feed, herbs, natural products		Export to Hungary	
14	Surgi Safe	Medical, Orthopedic		Export to Hungary	
15	Gloria Exports Pvt Ltd	Agro: Jaggery/Sugar		Export to Hungary	

## Bilateral

### **Ganga-Danube Cultural Festival of India and International Day of Yoga in 18 cities:**

Embassy of India organized the 2nd Ganges-Danube: Cultural Festival of India and 3<sup>rd</sup> International Day of Yoga (IDY) from 24<sup>th</sup> June to 25<sup>th</sup> June 2017 in fifteen cities of Hungary, and three cities of Bosnia & Herzegovina 17-18<sup>th</sup> June. The aim of the IDY was to raise awareness of healthy and conscious lifestyle among people in the two countries, which was integrated into the cultural festival. As part of the celebrations of the International Day of Yoga, on 21<sup>st</sup> June, the historic and iconic symbol of Budapest, the Chain Bridge was lit up with India colours and motifs throughout the night, carrying the animated symbols of IDY and Ganga-Danube Festival. The festival was formally inaugurated at a high-profile ceremony jointly by Mr. Peter Cseresznyes, Hungarian Minister of State for Labour Affairs and President of Parliamentary Friendship Group with India and Ambassador of India Rahul Chhabra at the prestigious Urania Theatre on 23<sup>rd</sup> June. A glimpse of Indian culture was showcased through Indian classical and folk dances. The performances were highly acclaimed by the over 350 people present. The winners of online yoga quiz and essay competitions were also felicitated on this occasion. Over the next two days the events showcased Indian culture, i.e. dance, music, films, yoga, etc in the cities of: Budapest, Balatonfured, Debrecen, Eger, Esztergom, Gyor, Nagykanizsa, Nagykoros, Miskolc, Pecs, Sarvar, Szentendre, Sopron, Szeged and Veszprem in Hungary and in the cities of Sarajevo, Mostar and Banja Luka in Bosnia and Herzegovina. The events were highly successful with a good turnout of visitors in all venues.

## **Bosnia & Herzegovina (BiH)**

**World Bank affirms Bosnia's 2017 growth at 3.2%:** The World Bank affirmed Bosnia and Herzegovina's economic growth forecast at 3.2% in 2017, up slightly from the 2.8 percent growth posted in 2016. GDP growth is expected to pick up to 3.7% in 2018, the World Bank said in its June 2017 Global Economic Prospects Report. According to the bank, the Western Balkans region comprising Albania, Bosnia and Herzegovina, Kosovo, Macedonia, Montenegro, and Serbia, will post economic growth of 3.2% in 2017, 3.5% in 2018 and 3.7% in 2019. The bank highlighted the geopolitical risks to growth within the region, given reemerging political tensions among Western Balkan countries.

**January-May Trade Gap Widens 3.8%:** Bosnia's trade deficit has increased 3.8% on the year in the first five months of 2017, reaching 2.7 billion KM (appx €1.4 bln). Exports rose 17.3% year-on-year, reaching 4.3 billion KM (appx €2.2 bln) in January-May, while imports increased 11.7% to 7.0 billion KM (appx €3.6 bln), according to data of Bosnia's Agency for Statistics. In 2016, Bosnia's trade gap narrowed 2.1% to 6.7 billion KM (appx €3.4 bln).

**Tourism Contributes Directly 2.5% of GDP in 2016:** Bosnia's tourism and travel industry contributed 711.1 million KM (appx €363.6 mln) directly to the country's economy in 2016, equivalent to 2.5% of the gross domestic product, the World Travel & Tourism Council said. The direct GDP contribution of the country's tourism and travel industry is forecast to rise by 7.4% in 2017, and by 5.6% annually in 2017-2027. The total contribution, including indirect and induced impacts was 2.6 billion KM (appx €1.3 bln) in 2016, equal to 9.2% of GDP, and is forecast to rise by 6.6% in 2017. Travel and tourism investment in Bosnia in 2016 was 295.4 million KM (appx €151 mln), and is expected to rise by 7.7% in 2017. Leisure travel spending - inbound and domestic - in Bosnian and Herzegovina totaled 1.5 billion KM (appx €0.8 mln) in 2016 and is expected to grow by 8.3% in 2017. Bosnia's travel and tourism sector generated 22,000 jobs directly in 2016 and this is expected to rise by 5.7% in 2017.

**UNDP and Foreign Trade Chamber Support Growth of Wood Industry:** The United Nations Development Program in Bosnia and Herzegovina and the Foreign Trade Chamber of BiH signed a Memorandum of Understanding aiming to support growth of wood industry as the strongest export oriented sector in BiH. BiH is a country with the largest share of forest and the greatest diversity of forest types in the Western Balkans. The forests are one of the most important natural resources in the country. In 2016, total BiH exports of wood products were KM 1,2 bln (appx €614 mln) which is an increase of 12% compared to 2015. As part of the agreement, UNDP BiH will support FTC BiH in conducting analyses and development of the wood sector strategy for BiH including access to latest industry trends and market intelligence data. The wood sector is employing almost 30,000 people in BiH.

### Trends in bilateral trade:

Source: Eurostat (<http://epp.eurostat.ec.europa.eu>)

	BiH's Exports		BiH's Imports		Total Trade		% Growth Y on Y basis
	2016Q1	2017Q1	2016Q1	2017Q1	2016Q1	2017Q1	2017Q1/2017Q1
<b>BiH's trade with India (mln)</b>	0.43 USD 0.39 EUR	1.03 USD 0.97 EUR	19.2 USD 17.4 EUR	17.2 USD 16.2 EUR	19.6 USD 17.8 EUR (0.93 % of Global Trade)	18.3 USD 17.2 EUR (0.52 % of Global Trade)	-7.0% -3.7%
<b>BiH's Total Global Trade (bln)</b>	0.12 USD 0.11 EUR	1.4 USD 1.3 EUR	2.0 USD 1.8 EUR	2.2 USD 2.0 EUR	2.1 USD 1.9 EUR	3.5 USD 3.3 EUR	+67.2% +73.1%

### Top 10 items of Import from the World to B&H [Million]

Product	2015 USD	2016 USD	% growth	% total
TOTAL	8,993.0	9,128.4	1.5%	100.0%
27 MINERAL FUELS, MINERAL OILS AND PRODUCTS OF THEIR DISTILLATION; BITUMINOUS SUBSTANCES; MINERAL WAXES	1,215.5	1,082.1	-11.0%	11.9%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	733.9	726.2	-1.0%	8.0%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	596.1	638.6	7.1%	7.0%
39 PLASTICS AND ARTICLES THEREOF	461.3	487.3	5.6%	5.3%
30 PHARMACEUTICAL PRODUCTS	298.5	306.4	2.6%	3.4%
73 ARTICLES OF IRON OR STEEL	258.8	257.6	-0.5%	2.8%
72 IRON AND STEEL	23.0	250.0	988.5%	2.7%
41 RAW HIDES AND SKINS (OTHER THAN FURSKINS) AND LEATHER	196.2	192.1	-2.1%	2.1%
22 BEVERAGES, SPIRITS AND VINEGAR	189.5	181.6	-4.2%	2.0%
48 PAPER AND PAPERBOARD; ARTICLES OF PAPER PULP, OF PAPER OR OF PAPERBOARD	166.2	175.3	5.5%	1.9%

### Top 10 items of export to the World from B&H

Product	2015 USD	2016 USD	% growth	% total
TOTAL	5,098.8	5,326.1	4.5%	100.0%
94 FURNITURE; BEDDING, MATTRESSES, MATTRESS SUPPORTS, CUSHIONS AND SIMILAR STUFFED FURNISHINGS; LAMPS AND LIGHTING FITTINGS, NOT ELSEWHERE SPECIFIED OR	548.1	601.4	9.7%	11.3%

INCLUDED; ILLUMINATED SIGNS, ILLUMINATED NAME-PLATES AND THE LIKE; PREFABRICATED BUILDINGS				
44 WOOD AND ARTICLES OF WOOD; WOOD CHARCOAL	372.8	403.2	8.2%	7.6%
27 MINERAL FUELS, MINERAL OILS AND PRODUCTS OF THEIR DISTILLATION; BITUMINOUS SUBSTANCES; MINERAL WAXES	357.6	362.5	1.4%	6.8%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	337.2	348.6	3.4%	6.5%
28 INORGANIC CHEMICALS; ORGANIC OR INORGANIC COMPOUNDS OF PRECIOUS METALS, OF RARE-EARTH METALS, OF RADIOACTIVE ELEMENTS OR OF ISOTOPES	267.9	278.9	4.1%	5.2%
73 ARTICLES OF IRON OR STEEL	214.2	252.6	18.0%	4.7%
85 ELECTRICAL MACHINERY AND EQUIPMENT AND PARTS THEREOF; SOUND RECORDERS AND REPRODUCERS, TELEVISION IMAGE AND SOUND RECORDERS AND REPRODUCERS, AND PARTS AND ACCESSORIES OF SUCH ARTICLES	23.7	239.3	911.1%	4.5%
72 IRON AND STEEL	265.2	221.1	-16.6%	4.2%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	176.3	175.8	-0.2%	3.3%
62 ARTICLES OF APPAREL AND CLOTHING ACCESSORIES, NOT KNITTED OR CROCHETED	15.2	153.0	909.2%	2.9%

### Top 10 items of Import from India to B&H

Product	2015 USD	2016 USD	% growth	% total
TOTAL	59.7	75.7	26.8%	100.0%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	12.9	15.3	18.9%	20.2%
09 COFFEE, TEA, MATÉ AND SPICES	7.7	8.9	15.6%	11.7%
64 FOOTWEAR, GAITERS AND THE LIKE; PARTS OF SUCH ARTICLES	3.7	4.5	21.7%	5.9%
29 ORGANIC CHEMICALS	0.9	4.2	347.9%	5.5%
41 RAW HIDES AND SKINS (OTHER THAN FURSKINS) AND LEATHER	4.1	3.9	-4.4%	5.1%
52 COTTON	3.0	3.6	21.0%	4.7%
25 SALT; SULPHUR; EARTHS AND STONE; PLASTERING MATERIALS, LIME AND CEMENT	2.4	2.6	5.6%	3.4%
62 ARTICLES OF APPAREL AND CLOTHING ACCESSORIES, NOT KNITTED OR CROCHETED	2.0	2.2	8.3%	2.9%
30 PHARMACEUTICAL PRODUCTS	1.1	2.1	100.5%	2.8%
56 WADDING, FELT AND NONWOVENS; SPECIAL YARNS; TWINE, CORDAGE, ROPES AND CABLES AND ARTICLES THEREOF	0.0	2.0	11933.4%	2.6%



### Top 10 items of export to India from B&H

Product	2015 USD	2016 USD	% growth	% total
TOTAL	1.4	3.2	127.5%	100.0%
28 INORGANIC CHEMICALS; ORGANIC OR INORGANIC COMPOUNDS OF PRECIOUS METALS, OF RARE-EARTH METALS, OF RADIOACTIVE ELEMENTS OR OF ISOTOPE	0.1	1.6	953.7%	49.2%
87 VEHICLES OTHER THAN RAILWAY OR TRAMWAY ROLLING-STOCK, AND PARTS AND ACCESSORIES THEREOF	0.0	0.5	64054.3%	15.3%
48 PAPER AND PAPERBOARD; ARTICLES OF PAPER PULP, OF PAPER OR OF PAPERBOARD	0.8	0.4	-47.8%	12.7%
84 NUCLEAR REACTORS, BOILERS, MACHINERY AND MECHANICAL APPLIANCES; PARTS THEREOF	0.1	0.2	206.2%	5.8%
79 ZINC AND ARTICLES THEREOF	0.1	0.2	159.0%	4.8%
44 WOOD AND ARTICLES OF WOOD; WOOD CHARCOAL	0.2	0.1	-12.7%	4.5%
73 ARTICLES OF IRON OR STEEL	0.0	0.1	67632.0%	1.9%
41 RAW HIDES AND SKINS (OTHER THAN FURSKINS) AND LEATHER	0.1	0.0	-74.2%	0.7%
22 BEVERAGES, SPIRITS AND VINEGAR		0.0		0.5%
46 MANUFACTURES OF STRAW, OF ESPARTO OR OF OTHER PLAITING MATERIALS; BASKETWARE AND WICKERWORK		0.0		0.4%

### TRADE FAIRS in Bosnia and Herzegovina

<u>ZEPS International</u>	International Trade Fair on Minerals, Metals & Ores industry	Zenica	3-7 October 2017	<a href="http://www.zeps.com/site/en/fairs/zeps-intermetal">http://www.zeps.com/site/en/fairs/zeps-intermetal</a>
<u>RENEXPO</u>	International Trade Fair and Conferences on Renewables and Energy	Sarajevo	8-9 November 2017	<a href="http://www.renexpo-bih.com">www.renexpo-bih.com</a>

Further information: <http://www.tradefairdates.com/Fairs-Bosnia-and-Herzegovina-Z18-S1.html>,  
<https://10times.com/bosnia-herzegovina/tradeshows>

### Average Monthly Exchange rates for June 2017

1US\$= 1.744646 KM

1EUR= 1.955830 KM

Source: Central Bank BIH <http://cbbh.ba>

**Vijay Khanduja**  
**Counsellor (Pol/Com)**  
**Embassy of India**  
**Budapest**