

Country Snapshot

The Economic Department



Luxembourg

General Information

| | | | |
|----------------------------|--------------------------------|---|----|
| Capital: | Luxembourg (city) | Global Competitiveness Index Ranking (Out of 140): | 19 |
| Population (m): | 1 | Corruption Perceptions Index Ranking: (Out of 180): | 8 |
| Local Currency: | European euro | Ease of Doing Business Ranking (Out of 190): | 66 |
| Exchange Rate (LCU:US\$) : | 0.9 | Economic Freedom Ranking (Out of 180): | 14 |
| Head of State: | Grand Duke – Henri | Enabling Trade Ranking (Out of 136): | 4 |
| | Prime Minister – Xavier Bettel | | |

| Recent Economic Indicators | 2016 | 2017 | 2018 | 2019 |
|--------------------------------|---------|---------|---------|---------|
| Real GDP Growth (% change YOY) | 3.1 | 2.3 | 4.0 | 3.5 |
| GDP (Bn\$) (market prices) | 59 | 63 | 69 | 71 |
| GDP per capita (\$) (PPP) | 103,393 | 105,148 | 109,199 | 112,623 |
| Export of Goods (Bn\$) | 16 | 16 | 16 | 17 |
| Import of Goods (Bn\$) | 22 | 23 | 23 | 24 |
| Unemployment Rate (% yearly) | 6.3 | 5.8 | 5.4 | 5.2 |
| Inflation (Av) | 2 | 2 | 1 | 4 |

Principal Export Destinations

Germany 25.6%, Belgium 17.6%, France 14%, Netherlands 5.1%, Italy 4.1%, UK 4.1%

Principal Import Destinations

Belgium 32%, Germany 24.9%, France 11.1%, US 5.7%, Netherlands 4.9%

Principal Export Commodities

machinery and equipment, steel products, chemicals, rubber products, glass

Principal Import Commodities

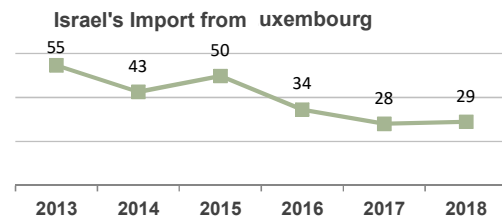
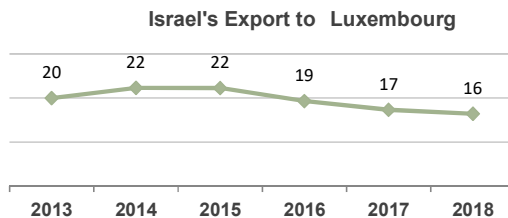
commercial aircraft, minerals, chemicals, metals, foodstuffs, luxury consumer goods

The most problematic factors for exporting to Luxembourg *

- 1 High cost or delays caused by international transportation
- 2 Domestic technical requirements and standards
- 3 Tariffs and non-tariff barriers
- 4 Burdensome import procedures
- 5 High cost or delays caused by domestic transportation

Israel's Goods Trade Relations with Luxembourg **

| | M\$ | % Change |
|---------------------------------|-----|----------|
| Export | 16 | -5% |
| Import | 29 | 3% |
| Total trade (export + import) | 45 | |
| Trade Balance (export - import) | -13 | |



The Main Sectors of Goods Trade between Israel and Luxembourg **

| Sector | Export | | | Sector | Import | | |
|---------------------------------|--------|---------|----------|------------------------|--------|---------|----------|
| | M\$ | % Share | % Change | | M\$ | % Share | % Change |
| Plastics | 6.2 | 37% | -5% | Iron & Steel | 9.9 | 34% | -19% |
| Machinery, Mechanic equipment | 4.1 | 25% | 29% | Plastics | 5.7 | 20% | 83% |
| Optic Machinery | 4.0 | 24% | -31% | Machinery, Mechanic ec | 2.1 | 7% | -27% |
| Machinery, Electrical equipment | 1.0 | 6% | 740% | Glass | 1.7 | 6% | 16% |
| Rubber | 0.3 | 2% | -40% | Tools Of Base Metal | 1.3 | 4% | 52% |

* World Economic Forum, Executive Opinion Survey

** Excluding Diamonds

Compiled by The Israel Export & International Cooperation Institute - The Economic Department
Data from the CBS and EIU

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