

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

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23 March 1966

Limited Distribution

Committee on Balance-of-Payments Restrictions

Original: Portuguese

1966 CONSULTATIONS UNDER ARTICLE XVIII:12(b) WITH

BRAZIL

Basic Document for the Consultation¹

Addendum

Statistical Annexes

I. Brazil's balance of payments (in millions of dollars)

<u>Items</u>	<u>1964</u>	<u>1965*</u>
A. <u>Current transactions</u> (1+2+3)	<u>80</u>	<u>220</u>
1. <u>Goods</u>	344	590
Exports (f.o.b.)	1,430	1,560
Imports (f.o.b.)	- 1,086	- 970
2. <u>Services</u>	- 326	- 400
Receipts	107	225
Expenditure	- 433	- 625
3. <u>Donations</u>	62	30

¹Material supplied by the representative of Brazil.

* Estimated as at 17 January 1966 -- figures subject to correction.

Items	1964	1965*
B. <u>Movement of autonomous capital (1-2)</u>	<u>79</u>	- <u>83</u>
1. <u>Incomings</u>	389	169
Investments and re-investments (1964)	86	42
Loans	164	106
PL 480 - Part I (60 per cent)	62	6
Other	77	15
2. <u>Outgoings</u>	- 310	- 252
Amortizations	- 278	- 242
Other	- 32	- 10
C. <u>Total (A+B)</u>	<u>159</u>	<u>137</u>
D. <u>Unclassified capital transactions</u>	- 119	14
Excess of the balance of payments (C+D)	<u>40</u>	<u>151</u>
E. <u>Commercial arrears and credits</u>	<u>57</u>	- <u>176</u>
F. <u>Official compensatory financing (1+2+3)</u>	- <u>97</u>	<u>25</u>
1. <u>Equalization operations</u>	<u>88</u>	<u>358</u>
Loans	116	338
International Monetary Fund	- 28	20
2. <u>Other financing operations</u>	- <u>52</u>	- <u>32</u>
Swaps	- 52	- 178
Instruction No. 289	-	145
3. <u>Variation of reserves</u>	- <u>133</u>	- <u>300</u>
Assets (increase)	- 76)	- 328
Obligations (reduction)	- 115)	-
Gold currency (increase)	58	28
G. <u>Total - items E and F</u>	- <u>40</u>	- <u>151</u>

* Estimated as at 17 January 1966 - figures subject to correction.

II. Brazil's merchandise trade (in millions of dollars)

EXPORTS

Items	1964	1965 ¹	+ or - in 1965
<u>Coffee</u>	<u>760</u>	<u>710</u>	- 50
<u>Other products</u>	<u>670</u>	<u>850</u>	+ 180
Cotton	108	100	- 8
Cocoa and cocoa derivatives	46	35	- 11
Sugar	33	50	+ 17
Ores (hematite and manganese)	101	130	+ 29
Manufactured goods	70	110	+ 40
Other	312	425	+ 113
<u>Total</u>	<u>1,430</u>	<u>1,560</u>	+ 130

¹Estimated as at 17 January 1966 - figures subject to correction.

IMPORTS

Items	1964	1965 ¹	+ or - in 1965
Petroleum and petroleum by-products	180	180	-
Wheat-in-the-grain	176	115	- 61
Machinery and vehicles	289	230	- 59
Chemical and pharmaceutical products	127	155	+ 28
Manufactured goods	176	170	- 6
Other	138	120	- 18

¹Estimated as at 17 January 1966 - figures subject to correction.

III. Investments and credits (in millions of dollars)

Items	1964	1965 ¹	+ or - in 1965
Investments	6	5	- 1
Credits	115	60	- 55

¹Estimated as at 17 January 1966 - figures subject to correction.

IV. Utilization of compensatory loans (in millions of dollars)

Items	1964	1965 ¹
1. New "swaps"	224	112
2. Instruction No. 289	-	177
3. Commercial arrears	107	-
4. Credits of petroleum companies	-	58
5. Compensatory loans	116	413
Export and Import Bank	37	35
AID	50	127
International Monetary Fund	-	75
North American private creditors	-	35
North American bankers	-	80
European creditors	29	38
Japan	-	23
<u>General total (1 to 5)</u>	447	760

¹Estimated as at 17 January 1966 - figures subject to correction.

V. External debt situation (in millions of dollars)

Items	Situation on 31.12.64	Situation on 31.12.65 ¹	Variation + or - in 1965
A. <u>Compensatory loans</u> (1 to 5)	<u>1,005</u>	<u>1,280</u>	+ <u>275</u>
1. Japan	17	17	-
2. European creditors	<u>95</u>	<u>129</u>	+ <u>34</u>
Consolidation agreement 1961/62	92	108	+ 16
Consolidation agreement 1964	3	21	+ 18
3. Japan - Yens	-	<u>23</u>	+ <u>23</u>
4. Maritime administration (renewed spread of payments)	-	<u>2</u>	+ <u>2</u>
5. United States	<u>893</u>	<u>1,109</u>	+ <u>216</u>
AID	150	277	+ 127
International Monetary Fund	139	159	+ 20
Export-Import Bank	493	523	+ 30
United States Treasury Department	25	16	- 9
Bankers consortium - loan of 200 millions	86	29	- 57
Bankers group - loan of 80 millions	-	70	+ 70
Consolidation agreement of private American creditors	-	35	+ 35
B. <u>Financing of specific products</u>			
(Principal)	<u>1,303</u>	<u>1,399</u>	<u>96</u>

¹Estimated as at 17 January 1966 - figures subject to correction.

Items	Situation on 31.12.64	Situation on 31.12.65 ¹	Variation + or - in 1965
C. <u>Other debts</u>	<u>802</u>	<u>405</u>	- <u>397</u>
Agreements respecting the postpone- ment of arrears and petroleum	5	58	+ 53
Commercial arrears	229	-	- 229
Extinct bilateral agreements	42	21	- 21
Overdrafts with bankers abroad	5	3	- 2
External Public Debt	77	71	- 6
Importations with contracted exchange rates	131	117	- 14
Swaps	313	135	- 178
D. <u>Total of External Debt (A+B+C)</u>	<u>3,110</u>	<u>3,084</u>	- <u>26</u>

¹Estimated as at 17 January 1966. Figures subject to correction.

VI. Foreign Exchange situation (in millions of dollars)

Items	31.12.64	31.12.65 ¹
I. <u>Short term</u>	<u>338</u>	- 178
Foreign Exchange position to be settled	131	117
Liquid position of assets with bankers (increase -)	- 340	- 633
Bank of Brazil	305	633
Assets ²	374	669
Liabilities	69	36
Other banks	35	...
Assets	53	...
Liabilities	18	...
Commercial arrears	229	-
Swaps	313	135
Petroleum contracts	5	58
Instruction No. 289	-	145
II. <u>Medium and long term</u>	<u>2,385</u>	<u>2,750</u>
Specific loans	1,303	1,399
Compensatory loans	1,005	1,280
External Public Debt	77	71
III. Total (I+II)	<u>2,723</u>	<u>2,572</u>

¹Estimated as at 17 January 1966. Figures subject to correction.

²Including Treasury Delegation in New York.

