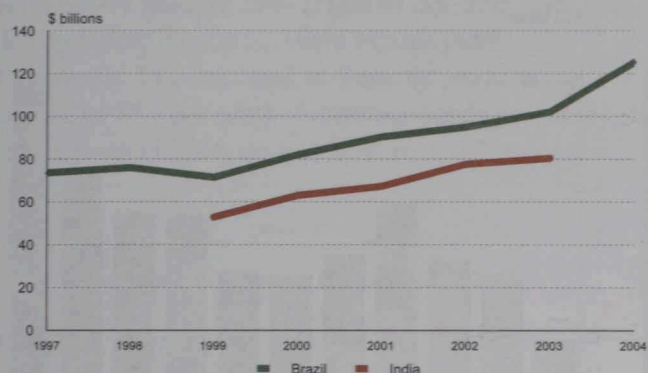


Brazil and India's Merchandise Exports

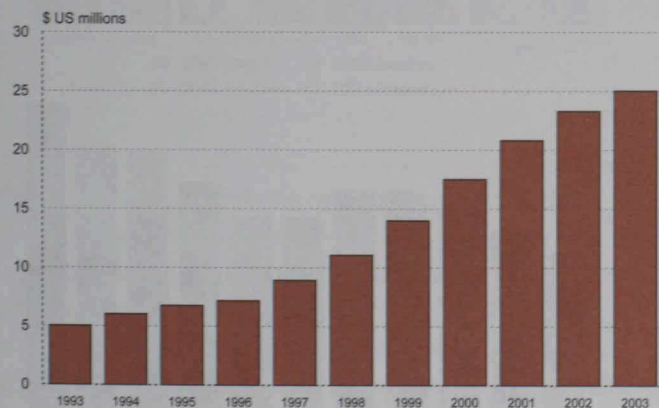


### Brazil and India:

Although not on the same scale as that in China, export growth for India and Brazil has been no less impressive. Indian exports grew from \$52.6 billion to \$80.2 billion over 1999-2003. Brazil's export growth has been more moderate, up from \$73.4 billion in 1995 to \$125.1 billion in 2004.

Both India and Brazil have expanded their exports to Canada. Indian exports to Canada rose from \$832 million to \$984 million over 1999-2003 while those from Brazil doubled from \$809 million in 1997 to \$1.6 billion in 2004.

India's Exports of Commercial Services

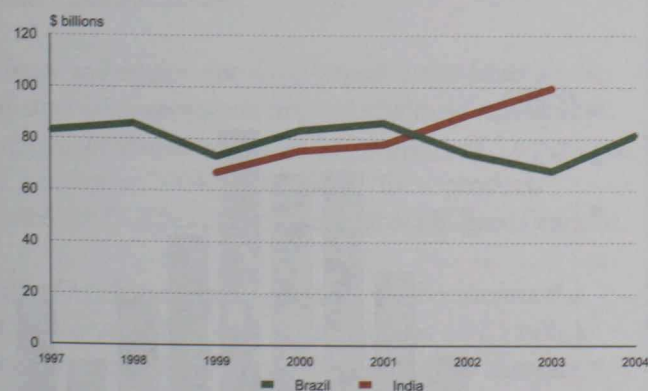


India's export growth is being led by the service sector, which grew by 7.5 per cent per annum<sup>4</sup> over the 1990's. Growth in services is being led by information, communications, technology (ICT), and financial services.

Indian imports rose from \$66.7 billion to \$99.3 billion between 1999 and 2003.

India's imports of Canadian goods increased at the same pace as total imports, going from \$520.5 million in 1999 to \$774.25 million in 2003.

Brazil and India's Merchandise Imports



2003 Brazilian total imports remain below 1997 levels, at \$81.3 billion. As noted above, slow growth and currency depreciation, making imports more expensive, have been the main causes of this performance. As Brazil begins to recover from the currency crises and economic slowdown, imports look to be back on track.

Brazil's imports from Canada have experienced the same slump. Imports of Canadian goods were \$1.1 billion in 2004 down from \$2.0 billion in 1997. But as total imports begin to rise, Brazil's imports of Canadian goods should pick up too.

<sup>4</sup>Jim Gordon and Poonam Gupta, "Understanding India's Service Revolution", IMF, 2003