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## **Brazil**

**Post:** Sao Paulo ATO

### **Brazil Agricultural Economic Fact Sheet**

**Report Categories:**

Agriculture in the Economy

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**Report Highlights:**

This fact sheet is intended to provide a brief overview of Brazil's agricultural economic situation, including: general economic indicators, social class distribution, land use, overall trade environment and top import and export products, both bulk and consumer oriented.

# Brazil

## Agricultural Economic Fact Sheet

Foreign Agricultural Service

### General

Brazil is among the ten largest economies in the world with a gross domestic product (GDP) of nearly US\$2.3 trillion and per capita income of US\$11,252 (2014). One of Brazil's most important achievements of the past 15 years was the growth of the domestic market and elevating millions of people to the middle class. Following strong growth of 7.5 percent in 2010, the Brazilian economy has seen its growth slip to 0.1 percent in 2014. The country is facing an economic recession, but federal government measures are expected to recover economic and social development



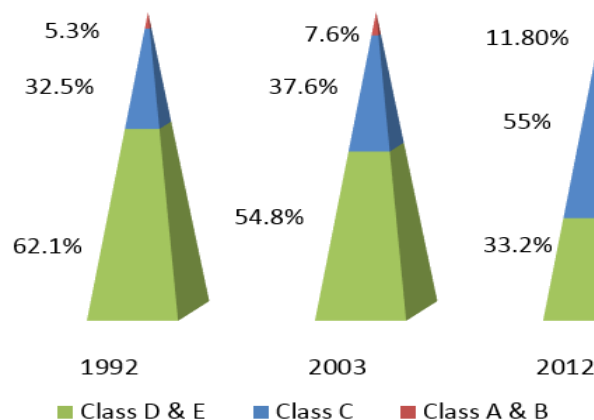
### Economic facts

(US\$ billions)	2012	2013	2014
BR total GDP	U\$2,380	U\$2,262	U\$2,400
Real GDP growth	0.9%	0.8%	0.7%
Ag contribution to total GDP	23.1%	22.4%	22.5%
CPI inflation	5.8%	5.9%	6.4%
Average exchange rate	1.98	2.28	2.30
Central Bank discount rate	7.14%	9.90%	11.65%

\*R/\$1 USD

Brazil has invested heavily in agricultural research and

### Brazilian Social Class Distribution



### Family monthly income (USD)

Class A - Above 4,425    Class B - 3,394 to 4,425  
 Class C - 787 to 3,394    Class D - -492

### Brazilian Land In Use

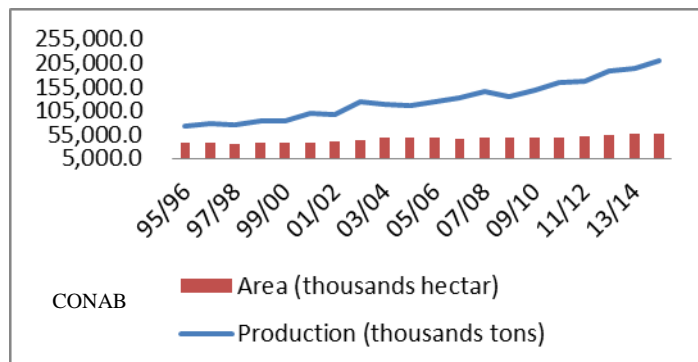
Brazil has a total area of 851 million hectares, of which 60 million hectares are in crop production (annual and perennial) and 198 million in pasture land. Other uses including: forestry, indigenous reservations, national reserves, cerrados, protected areas, and national parks account for 554 million hectares. Brazil ranks number one in world production of sugar, coffee, and frozen concentrated orange juice (FCOJ); number two in soybeans, beef, and poultry.



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technology. According to official data, agricultural yields for grains had an average increase of 41 percent over the past 10 years. The majority of planted area in Brazil is producing two crops per year and this trend is increasing, spurred by historically high crop prices. As a leading producer and exporter of agricultural products, Brazil is one of the few countries well placed to lead global food security efforts.

### Brazilian Grains and Oilseeds Production



### Agricultural Trade Environment

Agriculture is an important sector of the Brazilian economy and is crucial to economic growth and foreign exchange earnings. In 2014, the agribusiness sector, including production agriculture and processing and distribution, accounted for 21 percent of Brazil's GDP. In 2014, the agribusiness contributed nearly 43 percent of total exports and only 7 percent of total imports.

#### Brazilian Trade

Year	All products			Agricultural Products		
	Exp	Im	Dif	Ex	Im	Dif
08	197.9	172.9	24.9	71.8	11.8	60.0
09	152.9	127.7	25.2	64.7	9.8	54.9
10	201.9	181.7	20.1	76.4	13.4	63.0
11	256.0	226.2	29.7	94.9	17.5	77.4
12	242.5	223.1	19.4	95.8	16.4	79.4
13	242.1	239.6	2.5	99.9	17.0	82.9
14	225.1	229.0	-3.9	96.7	16.6	80.1

IBGE \*R\$ Billions

#### Major Brazil export destinations (2014)

### Agricultural trade

(US\$ Millions)	2012	2013	2014
<b>BR ag imports from US</b>	789	2,039	1,721
<b>% of total imports from US</b>	4.05%	4.62%	3.93%
<b>BR ag exports to US</b>	4,255	4,201	4,784
<b>% of total exports to US</b>	13.24%	15.20%	15.66%

U.S Census Bureau

#### Major U.S. agricultural (bulk) products exported to Brazil

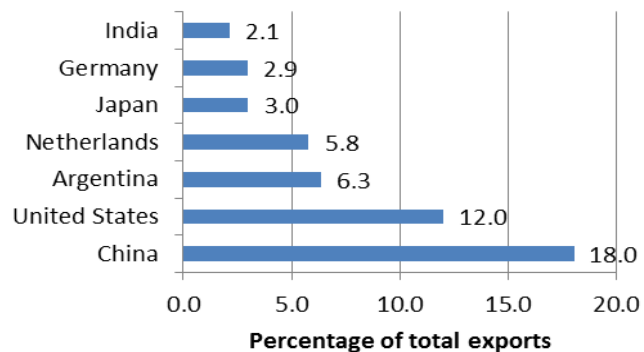
(US\$ Thousand ds)	2012	2013	2014
<b>Wheat</b>	13,381	1,226,111	744,725
<b>Ethanol</b>	239,941	122,388	263,270
<b>Cotton</b>	2,864	28,512	21,650
<b>Tobacco</b>	71	3,422	1,492
<b>Other</b>	1,215	9,762	1,184
<b>Rice</b>	1,425	1,563	887

U.S Census Bureau

#### Major U.S. agricultural (bulk) products imported from Brazil

(US\$ Thousand ds)	2012	2013	2014
<b>Coffee</b>	1,334,106	1,071,095	1,331,333
<b>Tobacco</b>	375,286	412,172	269,878
<b>Sugar, beet &amp; cane</b>	148,668	20,810	90,024
<b>Rice</b>	6,921	5,029	10,621
<b>Tea</b>	5,806	5,518	6,258
<b>Coarse Grains</b>	241,511	280,607	155

U.S Census Bureau



#### Major U.S. consumer-oriented products exported to Brazil

(US\$ Thousands)	2012	2013	2014
<b>Dairy</b>	72,24	83,05	57,98
	0	0	2
<b>Prepared Food</b>	60,63	66,63	65,32
	4	1	4
<b>Chocolate</b>	5,340	20,53	44,33
		5	6
<b>Tree Nuts</b>	7,165	15,42	16,97
		5	8
<b>Snack Foods</b>	17,25	18,07	14,87
	4	6	6
<b>Eggs and Products</b>	13,09	15,63	14,58
	4	6	4

U.S Census Bureau

#### Major U.S. consumer-oriented products imported from Brazil

(US\$ Thousands)	2012	2013	2014
<b>Orange Juice</b>	228,6	214,9	329,0
	26	81	96
<b>Processed Meat</b>	197,7	225,5	220,5
	74	52	02
<b>Coffee</b>	112,4	122,8	104,8
	61	74	22
<b>Pepper</b>	59,96	84,15	99,27
	0	9	0
<b>Honey</b>	48,13	54,41	89,45
	2	4	4
<b>Beverages Non-Alcoholic</b>	18,15	30,46	40,10
	8	8	6

U.S Census Bureau