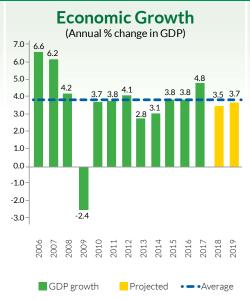
The IDB Group | Honduras

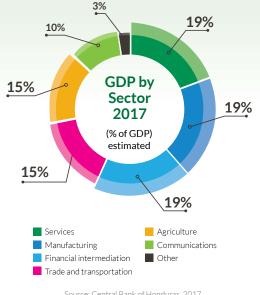
Basic Indicators

		_
Indicator	2016	2017e
Surface area (sq. km.)	112,492	
Population (in millions) ⁽¹⁾	8.7	8.9
Nominal GDP (billion US\$) ⁽²⁾	21.6	23.0
Real GDP growth (%) ⁽²⁾	3.8	4.8
GDP per capita (US\$) ⁽²⁾	2,642.7	2,765.9
Current account balance (%GDP) ⁽³⁾	-2.7	-1.7
Fiscal deficit (%GDP) ^{(3)*}	0.5	0.8
Inflation (%) (2)**	3.3	4.7
Unemployment rate (%) (1)**	5.2	4.6
Poverty (% Population) (1)****	65.7	68.8

Source: (1) National Institute of Statistics (INE); (2) Central Bank of Honduras; (3) IMF, 2018; *Non-financial public sector; **End of period inflation rate; ***Population between 18 and 65 years of age; ****Poverty measured at individual (not household)level.



Source: IMF, 2018



Source: Central Bank of Honduras, 2017

IDB Country Strategy (2015-2018)

The IDB's strategic areas in the country are:

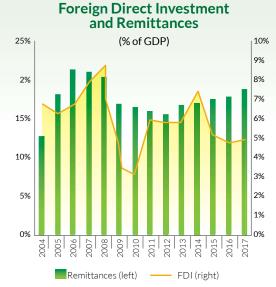
- Fiscal consolidation
- Sustainability and competitiveness in the energy sector
- Road infrastructure for regional integration
- Social inclusion
- Sustainable development in the Central District

Active Portfolio*

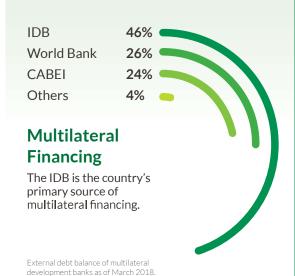


As	of	July	2018	
		_		

Socioeconomic Challenges	Areas of Opportunity	
nstitutional strengthening	Leveraging the opportunities provided by regional integration	
mproving services to strengthen human apital	Investing in human capital	
ostering production opportunities	Boosting the tourism sector	
educing the infrastructure gap and increasing imate change resilience	Value chain integration	



Source: IMF 2018, Central Bank of Honduras 2018



Honduras

IDB Portfolio*

aligned with the Plan of the Alliance for Prosperity of the Northern Triangle

16 loans US\$826.8 million

17 non-reimbursable technical cooperation operations
US\$24.7 million



50.2 km expansion

of the Tegucigalpa - San Pedro Sula logistics corridor

5 km expansion and 18 km rehabilitation of the San Pedro Sula -Puerto Cortés logistics corridor

1.5 million people covered by the Health Plan and eight decentralized hospitals

240,000 rural families

in extreme poverty (380.000

children) benefitted by the "Better Life Bonus"

Construction of 150

schools in 18 of the country's departments

DEVELOP HUMAN CAPITAL FOSTER THE PRODUCTIVE SECTOR

IMPROVE CITIZEN SECURITY AND ACCESS TO JUSTICE 137 km of roads rehabilitated

in the agricultural corridor between Gualaco - San Esteban -El Carbón - Corocito

Rehabilitation and reconditioning of the Cañaveral -Río Lindo hydroelectric complex

Reduction of electricity transmission losses from 32% to 27.8%

equipped, benefiting 51,000 students

545 rural schools

624 new preschools in rural areas

12,000 children enrolled in expanded coverage made available for 7th through 9th grades

Support to the

3.2% of GDP

holistic reform of tax

administration in order

to increase tax revenue by

STRENGTHEN

INSTITUTIONS

Improved systems

for public finance management and public investment planning 720,000 beneficiaries of the

"Civic coexistence and neighborhood improvement" Program

7,000 police officers trained

800 new police graduates of the Technological Institute for Police

3 municipal administrations benefitted with local security councils

IDB Support for the Plan of the Alliance (2015-2018)*

Foster the productive sector

- 1 strategic sector and employment promotion operation
- 5 logistics and connectivity operations
- 7 energy operations

Develop human canita

- 1 migration, human trafficking and returning migrant reintegration operation
- 3 education operations
- 9 healthcare and social protection operations
- 2 women's services operations

Improve citizen security and access to justice

• 1 civic coexistence and neighborhood improvement operation

Strengthen institutions

- 3 tax collection and expenditure management operations
- 1 institutions and transparency operation

 $^{^*}$ Includes loan and technical cooperation operations approved and/or implemented between January 2015 and July 2018.