



KPMG GLOBAL ENERGY INSTITUTE

# ARPEL 2009 Conference Speech

Impact of Financial Crisis on Latin America

KPMG LLP

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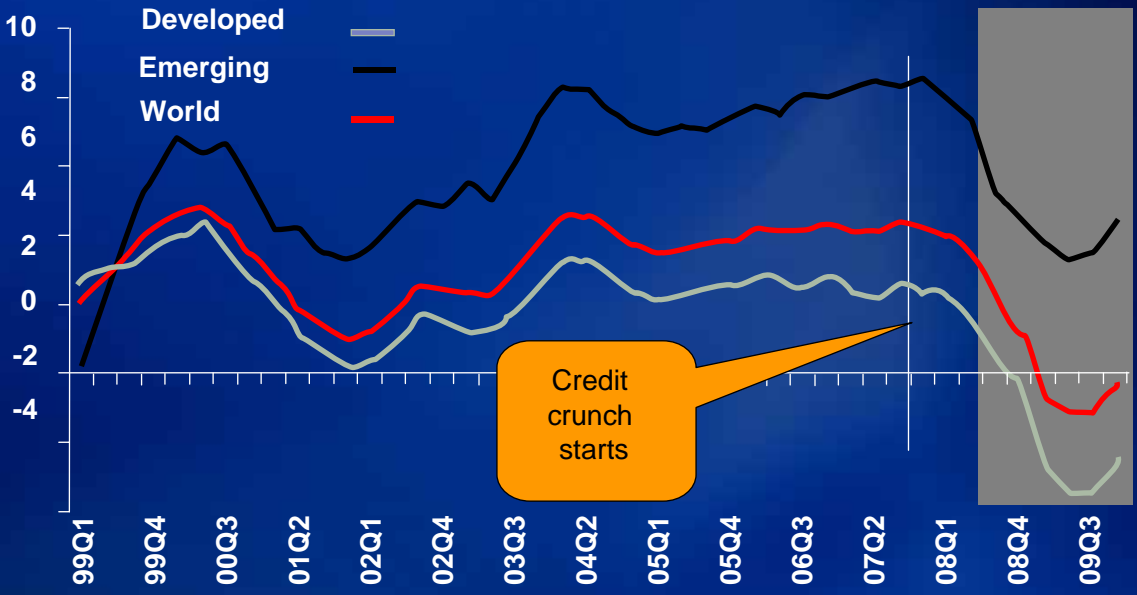
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# Impact of Financial Crisis on the Global Industry



# Global Economy Heading South



GDP growth, % year on year



Source: Economist Intelligence Unit (EIU)

## Oil Price Outlook Medium Term



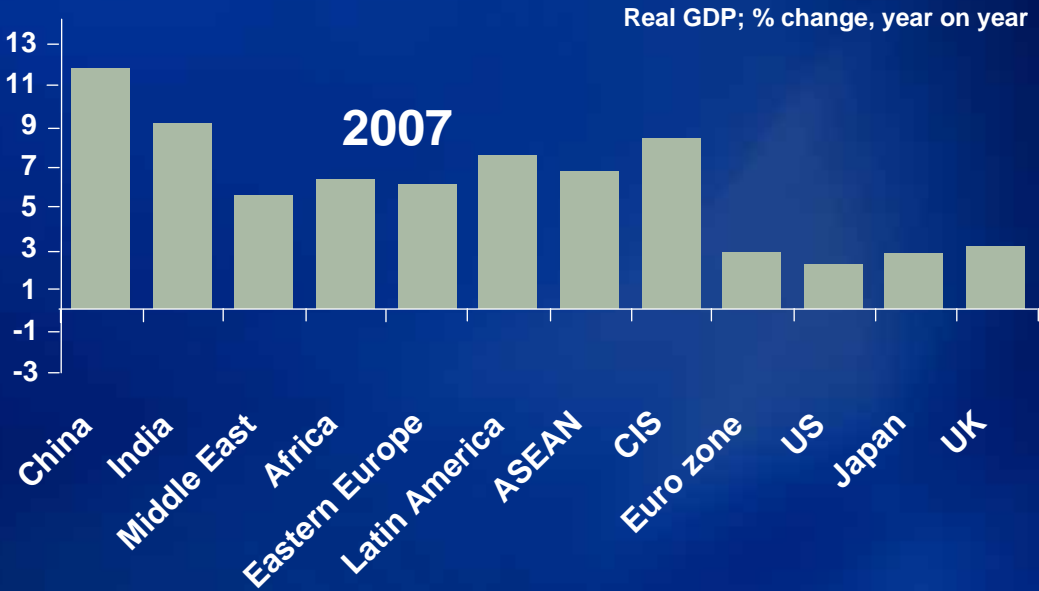
Oil price: Brent dated, US\$/barrel; % change, year on year.



Source: Economist Intelligence Unit (EIU)

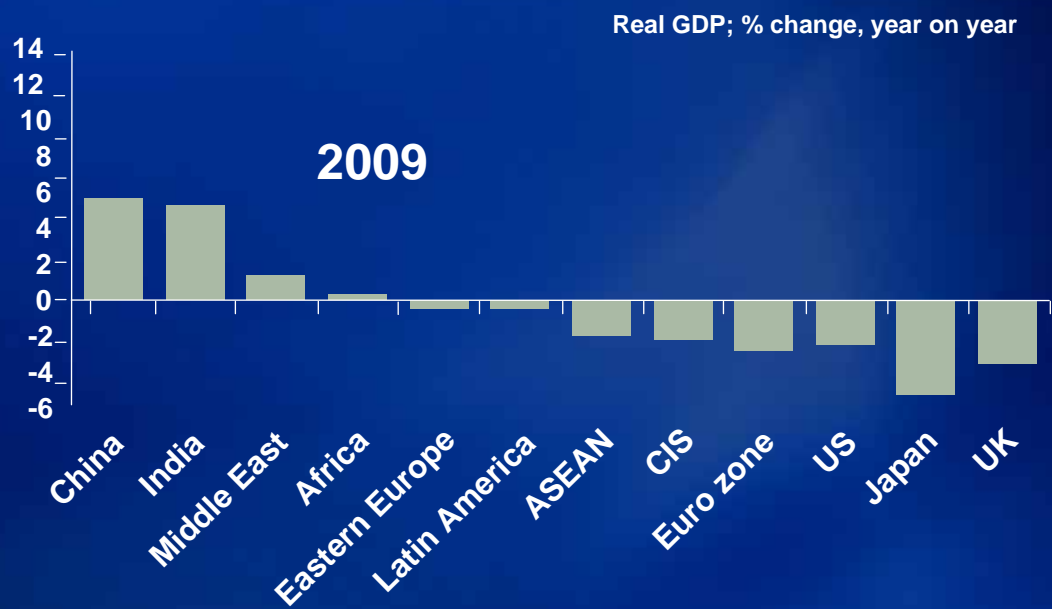
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# Where's the Growth?



Source: Economist Intelligence Unit (EIU)

## Where's the Growth?



Source: Economist Intelligence Unit (EIU)

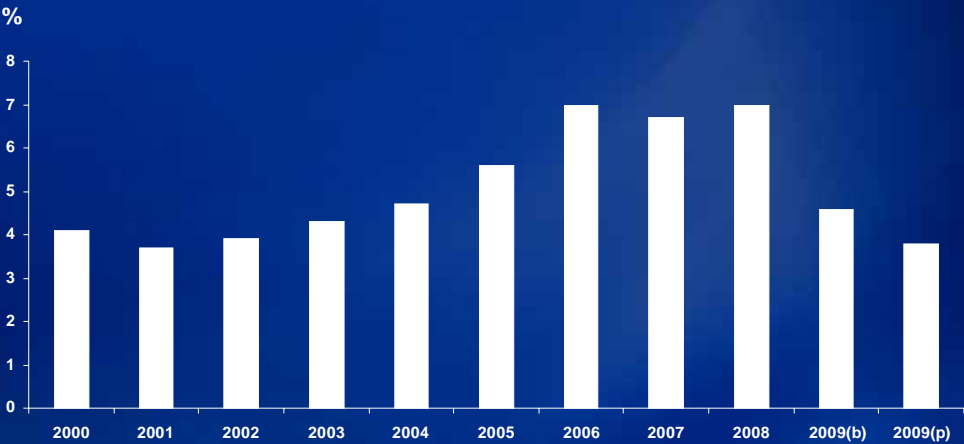
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# Impact of Financial Crisis on the Regional Latin American Economies



# Impact of Financial Crisis on the Regional Latin American Economies

Latin America – Revenues From Commodities (as a percentage of GDP)



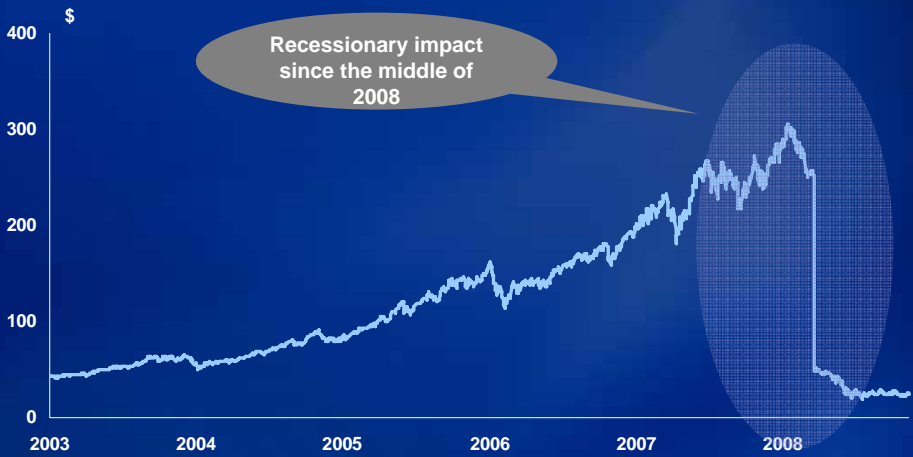
2009(b): baseline scenario  
2009(p): pessimistic scenario



Source: The Economic Commission for Latin America and the Caribbean

# Impact of Financial Crisis on the Regional Latin American Economies

Performance of the S&P Latin America 40 Index (ILF) 2003-09



Source: Yahoo Finance

# Impact of Financial Crisis on the Regional Latin American Economies

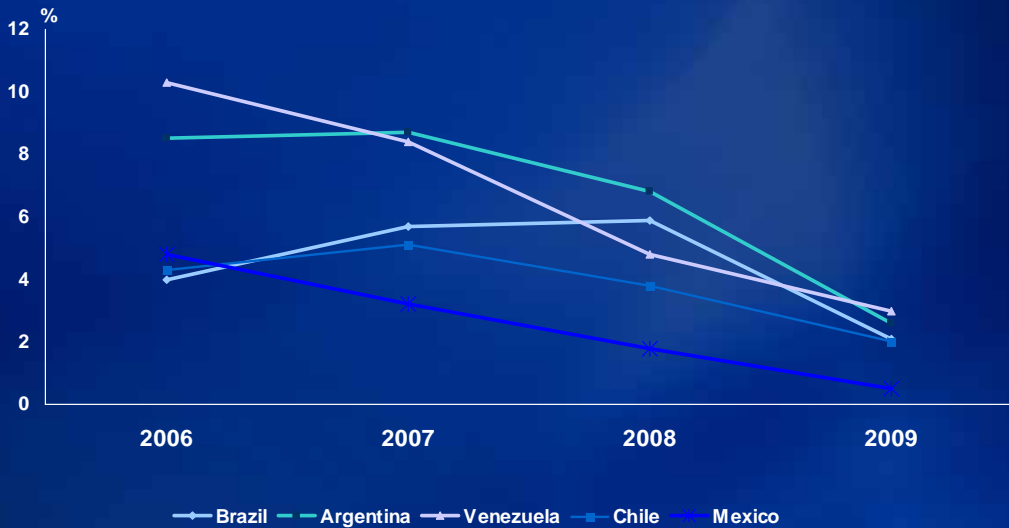
Percentage Returns of S&P Global Indices as on March 2, 2009



Source: Standard & Poor's

# Impact of Financial Crisis on the Regional Latin American Economies

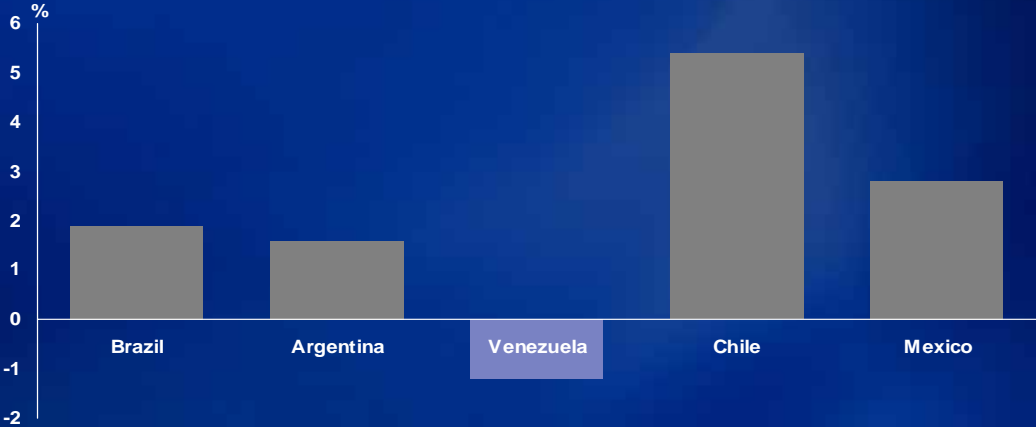
Historical GDP Growth Rates and Projected Rate for 2009



Source: The Economic Commission for Latin America and the Caribbean

# Impact of Financial Crisis on the Regional Latin American Economies

Net FDI in 2008 (as percentage of GDP)



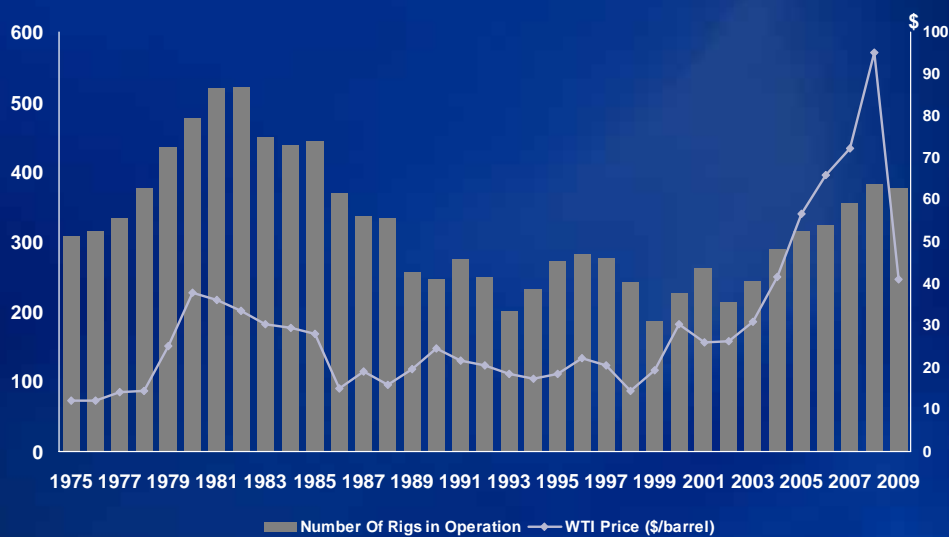
Source: The Economic Commission for Latin America and the Caribbean

# Impact of Financial Crisis on the Latin American Oil and Gas Industry



## Impact of Financial Crisis on the Latin American Oil and Gas Industry

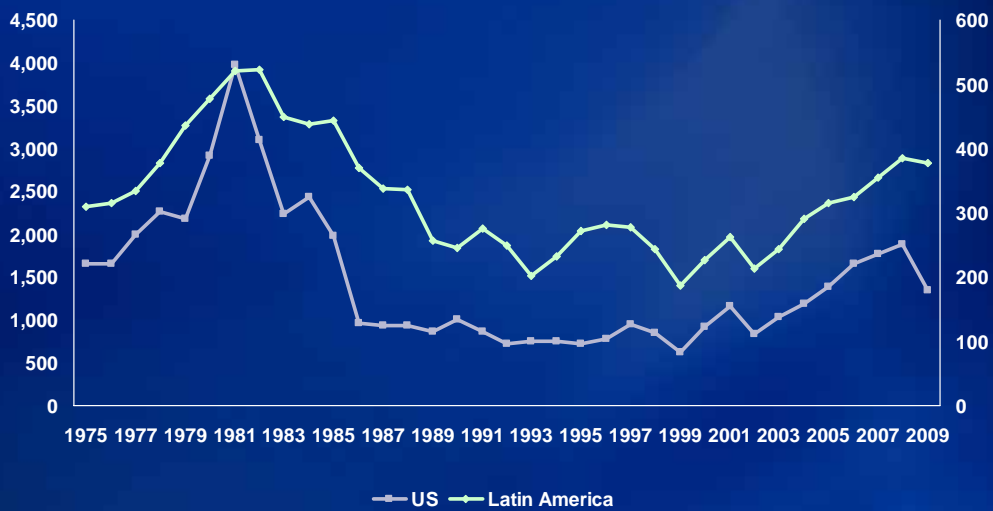
Relationship between Operational Rigs in Latin America and Average Annual Price of WTI Crude



Source: BP Statistical Review 2008, Baker Hughes Rig Count

## Impact of Financial Crisis on the Latin American Oil and Gas Industry

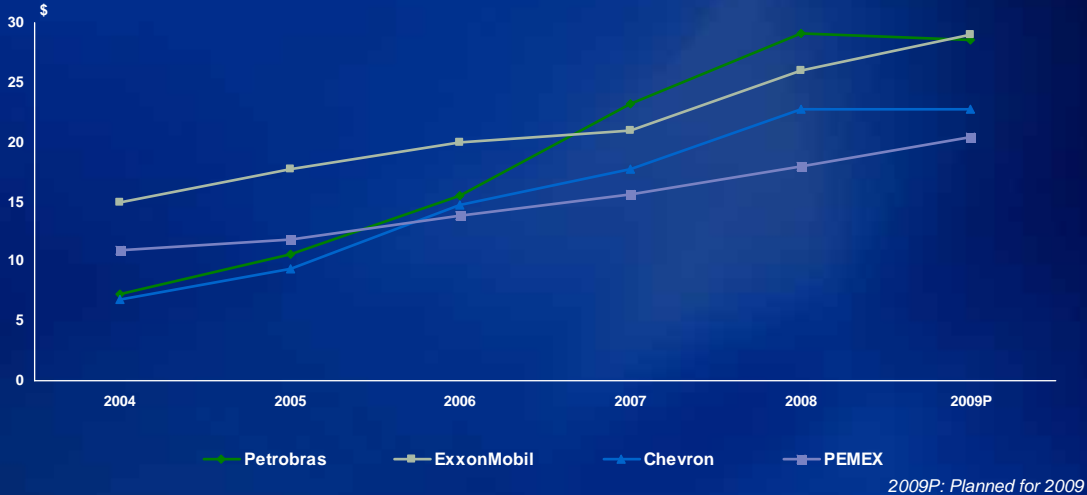
Comparison between Operational Rigs in Latin America and United States (1975-2009)



Source: Baker Hughes Rig Count

# Impact of Financial Crisis on the Latin American Oil and Gas Industry

Trends in Capital Expenditure (in US\$ billion)



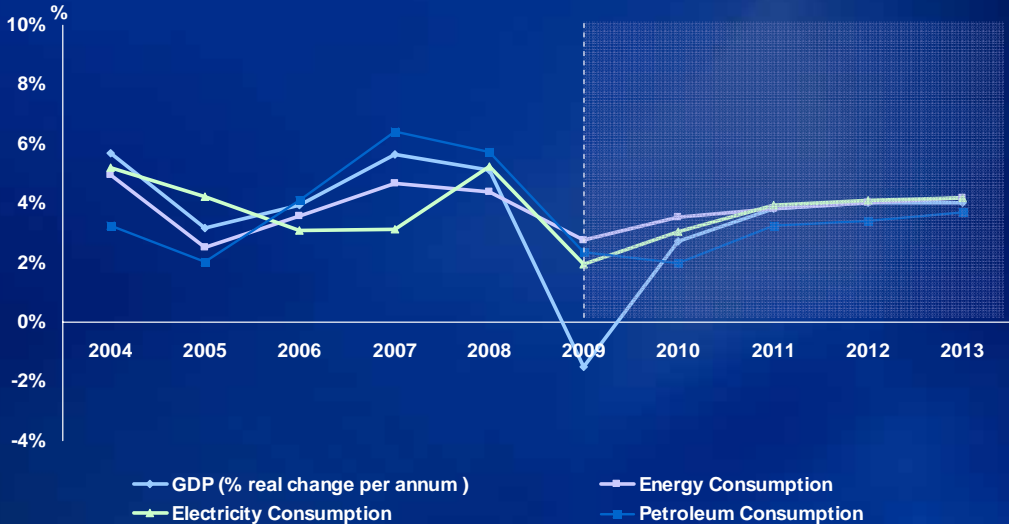
Source: Company Websites

## Impact by Country



# Impact by Country: Brazil

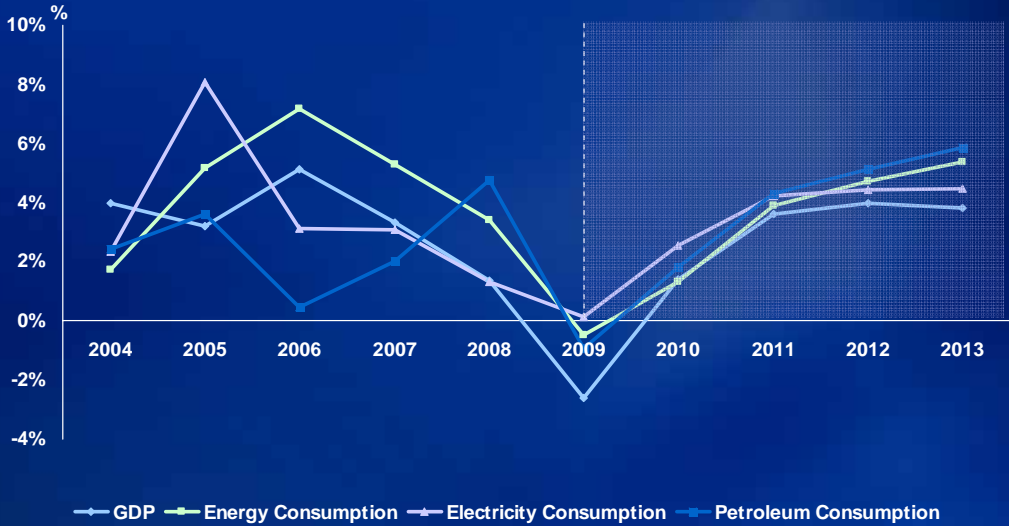
Y-o-Y Growth (in percentage)



Source: The Economist Intelligence Unit

# Impact by Country: Mexico

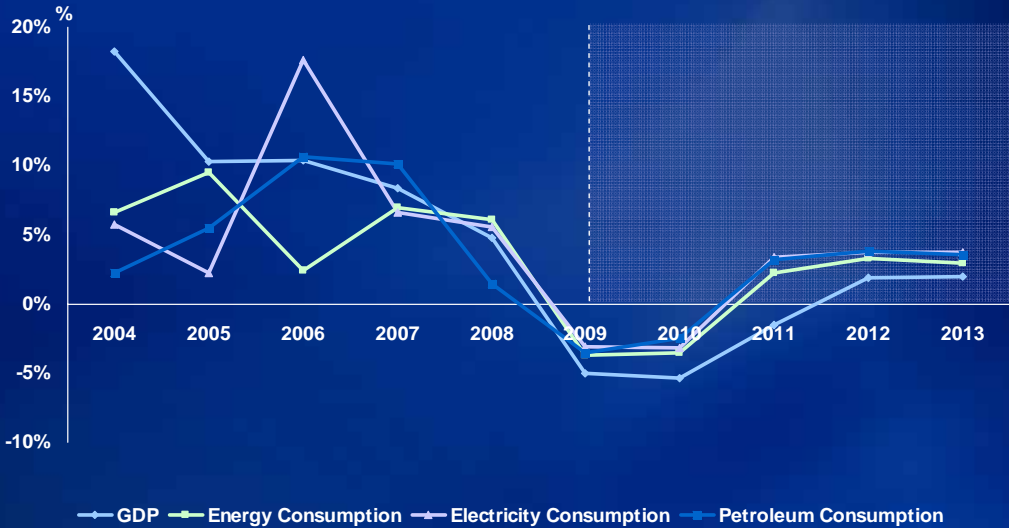
Y-o-Y Growth (in percentage)



Source: The Economist Intelligence Unit

# Impact by Country: Venezuela

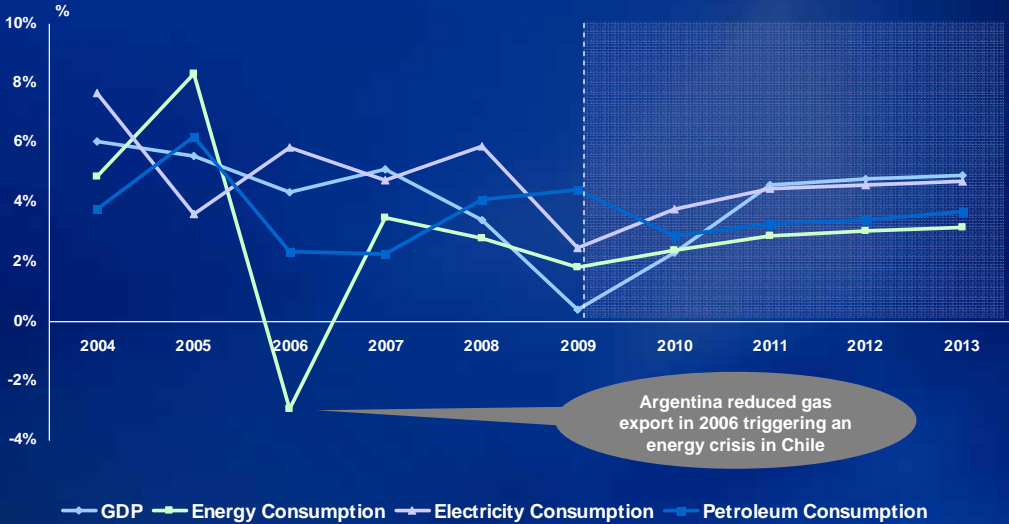
Y-o-Y Growth (in percentage)



Source: The Economist Intelligence Unit

# Impact by Country: Chile

Y-o-Y Growth (in percentage)



Source: The Economist Intelligence Unit, *Mercopress*