EXECUTIVE SUMMARIES
ANNUAL ECONOMIC REVIEW 2025

REAL NON-OIL ECONOMIC GROWTH

The economy is projected to grow by 4.6% in 2025, reflecting the impact of **robust public expenditures**.

- Growth remains **consumption-driven** rather than investment-led, limiting private sector development.
- **Public administration** continues to dominate, while the economy remains highly dependent on imports to meet domestic demand.
- **Economic diversification is crucial,** as reliance on consumption, imports, and a public sector financed by the petroleum fund undermines long-term resilience and sustainability.

PRIMARY DRIVERS OF REAL GDP GROWTH IN 2025 (Contribution to Growth - pp)

Public Consumption
8.6%
(4.9 pp)

Private Consumption
3.1%
(2.3 pp)

Private Investment
8.8%
(0.5 pp)

Import
4.7%
(3.0 pp)

SHARE OF CONSUMPTION IN REAL GDP IN 2025

Final Consumption Expenditures
131.5%

Pubic Consumption
59.1%

Private Consumption
72.4%

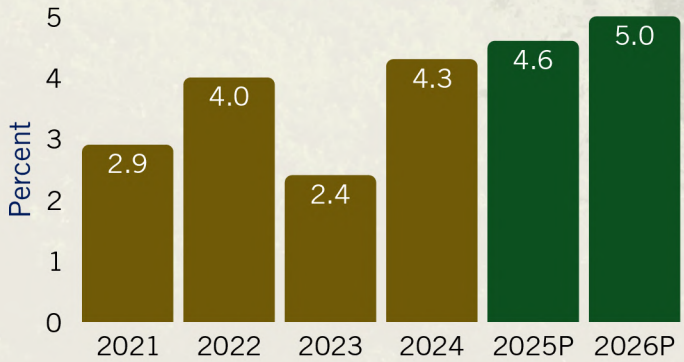
SHARE OF INVESTMENT IN REAL GDP IN 2025

Total Investment
25.3%

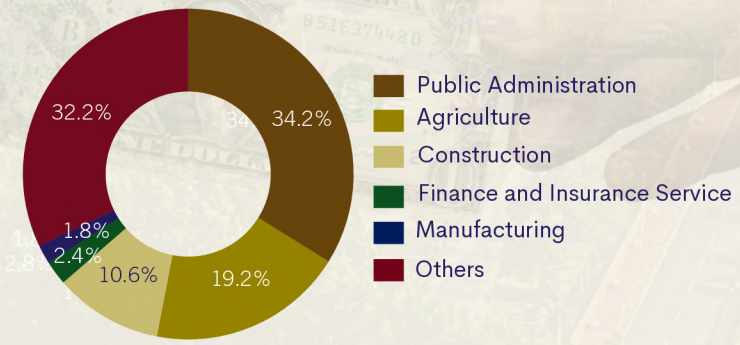
Pubic Investment
19.6%

Private Investment
5.7%

GROWTH EVOLUTION



SHARE OF INDUSTRIES IN REAL GDP 2025

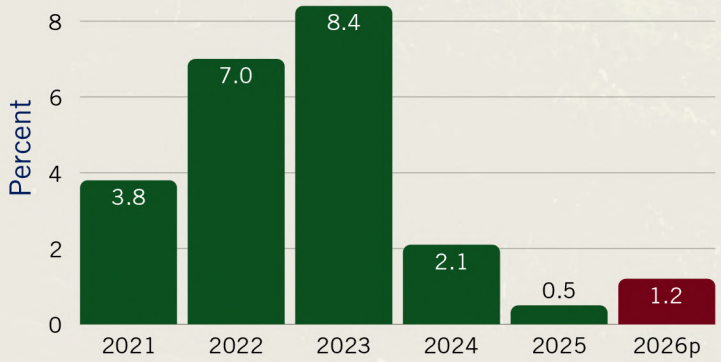


DOMESTIC INFLATION

1.2%

Average inflation is expected to rise to 1.2% in 2026, **driven by volatility in the global market** particularly the food and energy prices.

ANNUAL AVERAGE INFLATION RATE



Note: Most numbers have been rounded; PP=percentage points
Source: INETL (until 2025) & BCTL (all projections)

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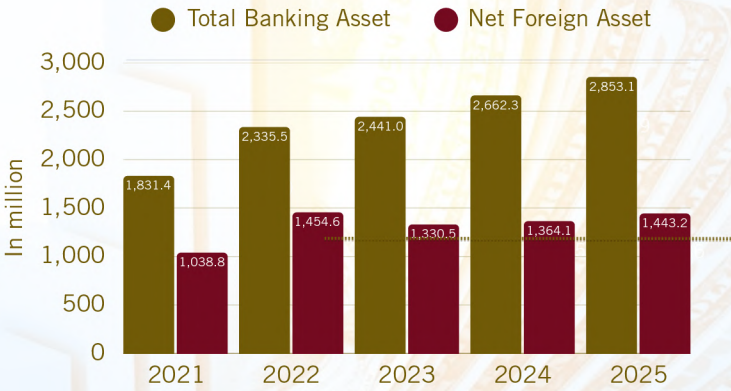
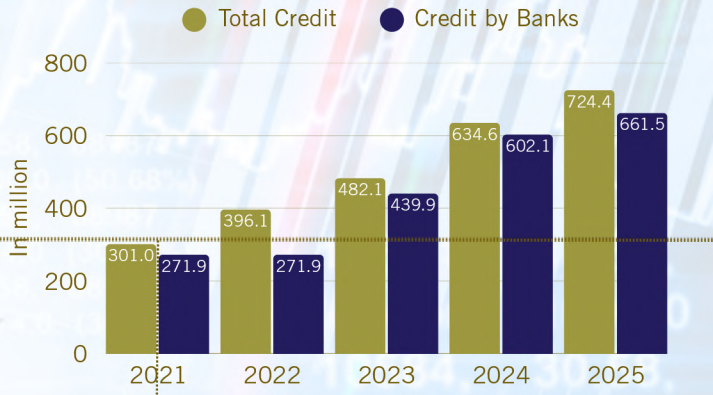
MONETARY AND FINANCIAL SECTORS

TOTAL DEPOSIT BY DEC 2025	TOTAL CREDIT BY DEC 2025	LOAN-TO-GDP RATIO	BANKING LOAN INTEREST RATE	TOTAL ASSET BY DEC 2025	NET FOREIGN ASSET BY DEC 2025
$1,913.2 million	$724.4 million	36.5%	10.4%	2,936 million	$1,443.2 million

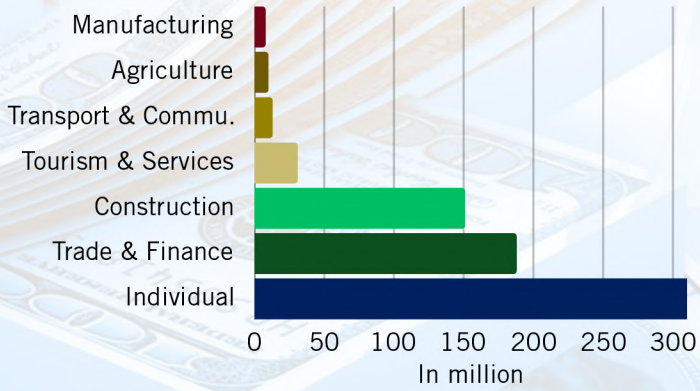
BANKING ASSETS



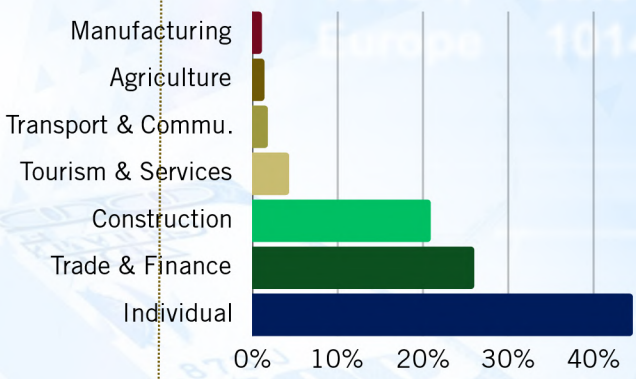
EVOLUTION OF TOTAL CREDIT



TOTAL CREDIT BY SECTORS

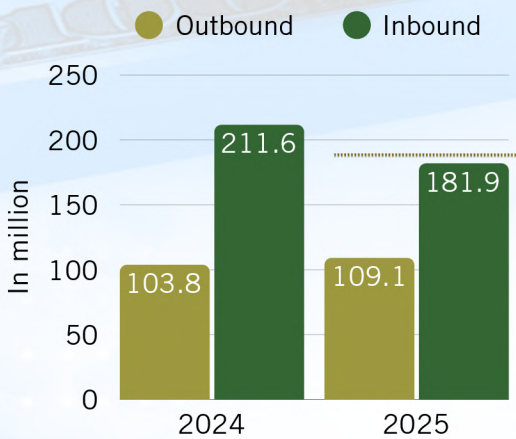


SHARE OF CREDIT BY SECTORS

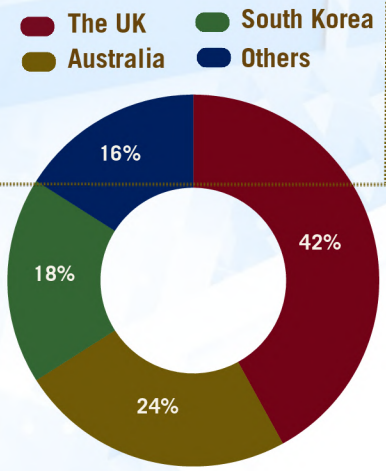


WORKER REMITTANCE

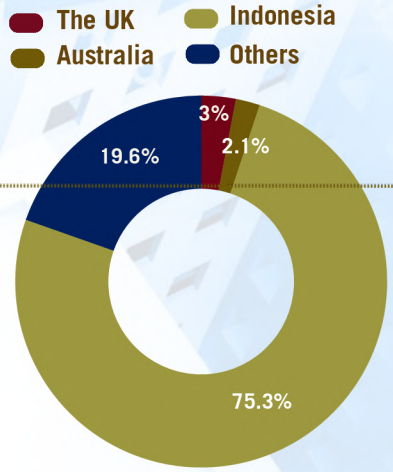
WORKER REMITTANCE BY FLOWS



INWARD BY COUNTRIES



OUTWARD BY COUNTRIES



Note: Most numbers have been rounded.
Source: BCTL

EXECUTIVE SUMMARIES
ANNUAL ECONOMIC REVIEW 2025

EXTERNAL SECTOR

CURRENT ACCOUNT

Total Current Account

-$701.4 million

Non-Oil Current Account

-$733.6 million

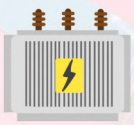
Timor-Leste's **current account deficit rose to $701.4 million** by the end of 2025, **up 16% from last year**, as trade imbalance continued to outweigh income inflows.

NON-OIL MERCHANDISE TRADE OF GOODS

TOTAL IMPORTS OF GOODS (C.I.F)

$960 million

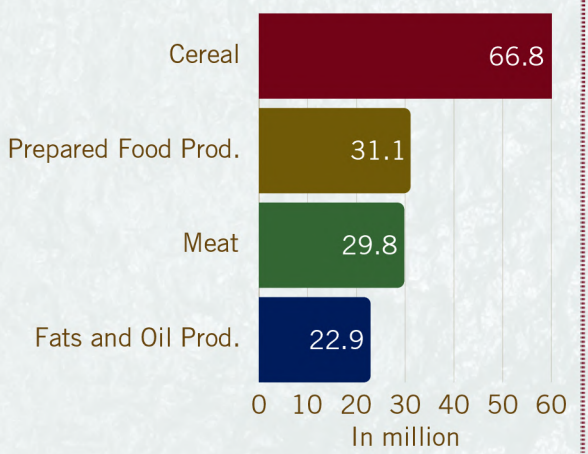
NON-OIL IMPORTS BY TOP COMMODITIES AND COUNTRIES OF ORIGIN

Fuels	Vehicles	Cereals	Mechinary	Electrical Equp.
				
$207.8 million	$115 million	$66.3 million	$63.6 million	$51.1 million

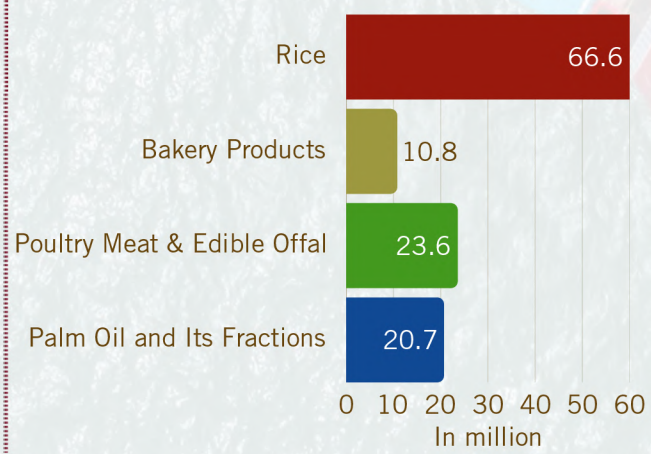
MOSTLY SOURCED FROM

Taiwan	Indonesia	India	China, PRC	China, PRC

TOP FOUR MOST IMPORTED FOOD CATEGORIES



MOST IMPORTED SUB-PRODUCT OF EACH FOOD CATEGORIES



NON-OIL EXPORTS BY COMMODITIES

COFFEE	OTHERS
$35.8 million	$5.2 million

Note: Most numbers have been rounded
Source: INETL & BCTL

EXECUTIVE SUMMARIES
ANNUAL ECONOMIC REVIEW 2025

PETROLEUM FUND

TOTAL BALANCE
2024: $18.27 billion
2025*: $18.61 billion

PETROLEUM REVENUE
2024: $85 million
2025*: $36.12 million

PF INVESTMENT REVENUE
2024: $1,223 million
2025*: $1,772 million

ANNUAL INVESTMENT RETURN
2024: 7.26%
2025*: 9.92%

WITHDRAWALS
2024: $1,300 million
2025*: $1,452 million

PF SINCE 2005 (INCEPTION)

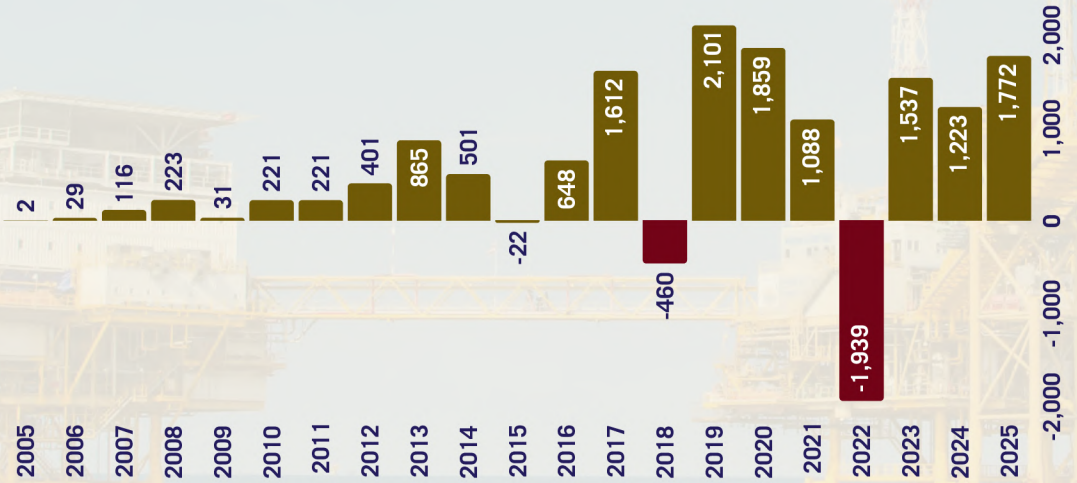
TOTAL PETROLEUM REVENUE
$25.3 billion

TOTAL PF INVESTMENT REVENUE
$12.03 billion

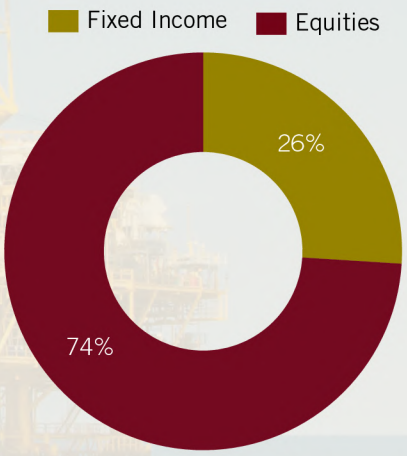
AVERAGE INVESTMENT RETURN
3.78%

TOTAL WITHDRAWALS
$18.86 billion

ANNUAL PF INVESTMENT REVENUE ($M)



CONTRIBUTION TO RETURN SINCE INCEPTION



ANNUAL PF WITHDRAWALS ($M)

Note: Most numbers have been rounded.
Source: BCTL