

# Latin America & Caribbean 2026: Economic Shifts, Trade Dynamics, and Digital

Latin America & Caribbean Economy · Answer Key · 12 Questions

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**1. According to projections for 2026, which Caribbean nation is expected to maintain exceptionally high growth rates primarily due to ongoing investment in its hydrocarbons sector?**

- A) Jamaica
- B) Trinidad and Tobago
- C) Guyana**
- D) Barbados

**2. By 2026, what is the projected market size for the enterprise IT sector in Latin America, reflecting significant growth driven by investments in data centers?**

- A) \$93 billion
- B) \$118 billion**
- C) \$100 billion
- D) \$150 billion

**3. In 2026, what key factor is expected to constrain investment across Latin America and the Caribbean, despite slightly easier global financing conditions?**

- A) Reduced consumer spending
- B) Increased commodity prices
- C) Subdued domestic demand
- D) Weak external demand and elevated borrowing costs**

**4. Which trade agreement's ratification process in Latin America, signed in January 2026, is currently suspended pending a European Court of Justice opinion?**

- A) EU-Mexico Agreement
- B) USMCA
- C) EU-Mercosur Agreement**
- D) Pacific Alliance Trade Pact

**5. What is the projected regional GDP growth for Latin America and the Caribbean in 2026, according to the World Bank's latest Economic Update?**

- A) 2.4%
- B) 2.1%**
- C) 2.7%
- D) 3.0%

**6. By 2026, what percentage of organizations in Latin America are projected to utilize composite AI, blending generative AI, predictive analytics, and intelligent agents?**

- A) 50%
- B) 60%
- C) 70%**
- D) 80%

**7. Which two Latin American countries are highlighted as inflationary exceptions in 2026, deviating from the regional trend of cooling inflation?**

- A) Brazil and Mexico
- B) Colombia and Argentina**
- C) Chile and Peru
- D) Ecuador and Uruguay

**8. What is the primary driver behind the projected substantial increase in the e-commerce transaction volume in Latin America by 2026?**

- A) Increased disposable income
- B) Government subsidies for online retail
- C) Growth in mobile penetration and a digitally fluent consumer base**
- D) Expansion of traditional brick-and-mortar retail online

**9. According to the World Bank, what is the binding constraint on economic growth in Latin America and the Caribbean in 2026?**

- A) High consumer debt
- B) Subdued investment**
- C) Labor shortages
- D) Rising energy costs

**10. In 2026, what is the projected growth rate for stay-over tourist arrivals in the Caribbean, according to the Caribbean Tourism Organization (CTO)?**

- A) 1-2%
- B) 3-4%**
- C) 5-7%
- D) 8-10%

**11. Which of the following is a key opportunity for Latin American countries to position themselves as strategic suppliers for the U.S. economy in 2026, according to the U.S. trade policy agenda?**

- A) Expanding trade with Russia
- B) Increasing reliance on Chinese manufacturing
- C) Nearshoring and supply chain diversification**
- D) Establishing new trade routes to Africa

**12. What is the projected overall GDP growth for Latin America's top seven economies (LA7) in 2026, according to Goldman Sachs Research?**

**A) 1.9%**

B) 2.1%

C) 2.3%

D) 2.5%