



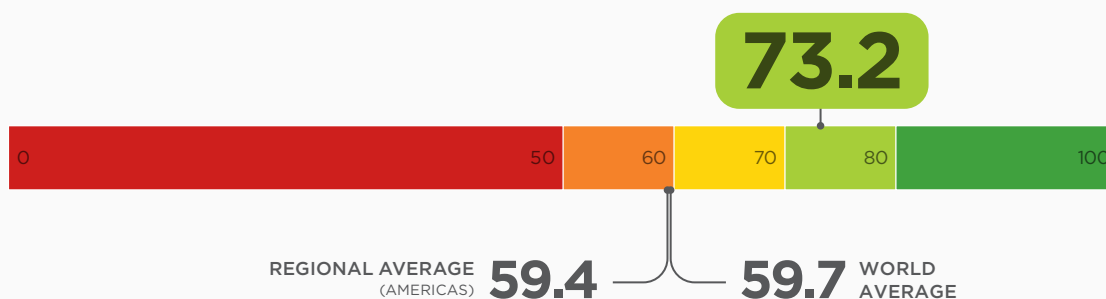
CHILE

WORLD RANK:	REGIONAL RANK:
18	2
ECONOMIC FREEDOM STATUS: MOSTLY FREE	

Chile's economic freedom score is 73.2, making its economy the 18th freest in the 2025 *Index of Economic Freedom*. Its rating has increased by 1.8 points from last year, and Chile is ranked 2nd out of 32 countries in the Americas region. The country's economic freedom score is higher than the world and regional averages. Chile's economy is considered "mostly free" according to the 2025 *Index*.

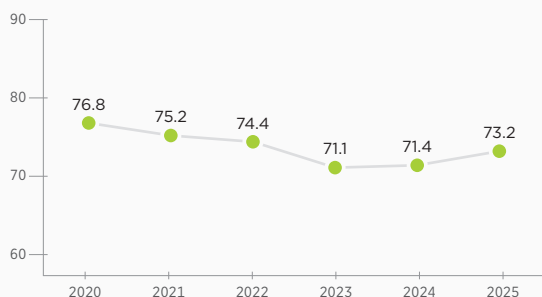
All of the pillars of economic freedom remain relatively well maintained in Chile despite the challenging global economic environment. With a transparent business climate, the country has sustained a dynamic environment for entrepreneurs. Barriers to trade are quite low, and commercial operations are aided by efficient regulations that generally support open-market policies. The labor market continues to be relatively flexible and vibrant, although the economy has undergone significant increases in its minimum wage. Chile's overall financial sector remains sound and resilient.

ECONOMIC FREEDOM SCORE



HISTORICAL INDEX SCORE CHANGE (SINCE 1995): +2.0

RECENT FREEDOM TREND



QUICK FACTS

POPULATION:
20.0 million

GDP (PPP):
\$642.8 billion
0.2% growth in 2023
3-year average growth rate: 4.5%
\$32,204 per capita

UNEMPLOYMENT:
9.0%

INFLATION (CPI):
7.6%

FDI INFLOW:
\$19.8 billion

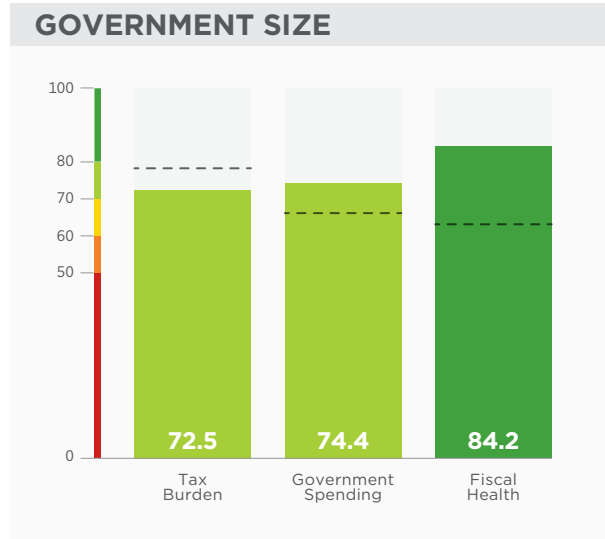
PUBLIC DEBT:
39.4% of GDP

2023 data unless otherwise noted. Data compiled as of November 2024.

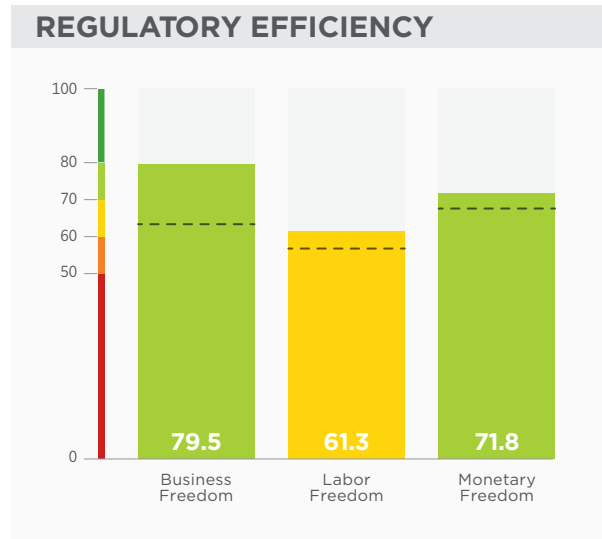
12 ECONOMIC FREEDOMS | CHILE



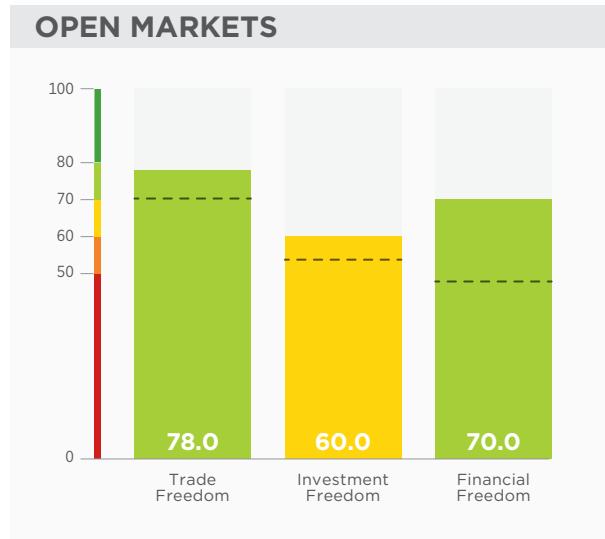
The overall rule of law is well respected in Chile. The country's property rights score is above the world average; its judicial effectiveness score is above the world average; and its government integrity score is above the world average.



The top individual income tax rate is 40 percent, and the top corporate tax rate is 27 percent. The tax burden equals 20.6 percent of GDP. Three-year government spending and budget balance averages are, respectively, 29.2 percent and -2.8 percent of GDP. Public debt amounts to 39.4 percent of GDP.



Chile's overall regulatory environment is relatively well institutionalized and relatively efficient. The country's business freedom score is far above the world average; its labor freedom score is above the world average; and its monetary freedom score is above the world average.



The trade-weighted average tariff rate is 6.0 percent, and more than 100 nontariff measures are in effect. Market-oriented policies, facilitated by a sound and transparent investment framework, have attracted significant foreign investment. The open, resilient, and relatively competitive financial sector offers a wide range of services.