

Update 12: Iran - Economy Contracts by 3% Amid COVID-19 Pandemic

- Iran's economy contracted 3% due to COVID-19 pandemic
- The Iranian president said the fall in oil prices and the US sanctions have damaged Iran's economy
- Iran's budget on oil exports has decreased in the past years to 9.9% in 2019
- The annual inflation rate for Iranian households was 8.25% in August, According to the Iranian Statistics Centre
- Since mid-2018, after US left the landmark 2015 Iranian nuclear deal, Tehran has experienced maximum pressure on its economy from Washington's unilateral sanctions
- The country has so far recorded 358,905 COVID-19 cases with 20,643 deaths (5% of total reported cases)
- Supply Wisdom is continuously monitoring the situation and will alert you to any relevant developments
- Please consult Ministry of Health and Medical Education (<http://ird.behdasht.gov.ir/>) for the latest information on COVID-19 in Iran

Source(s)

https://www.business-standard.com/article/international/economy-shrinks-only-3-despite-coronavirus-pandemic-iran-prez-rouhani-120082400075_1.html

<https://ifpnews.com/irans-economy-shrinks-by-only-3-after-covid-19-president>

<https://www.worldometers.info/coronavirus/country/iran/>

Targets Affected:

Iran

Guidance

Actions to consider:

- Consider implementing suggested actions related to '[Increase in Positive Cases/Deaths](#)' and '[Negative Impact on Economy](#)' under the '[COVID-19: Actions to Consider](#)' section below / next page

Related Alerts

Aug. 5, 2020

Medium

Update 11: Iran - Reports Highest Daily Increase of 2,751 COVID-19 Cases Amid Second Wave, Totaling 314,786

July 31, 2020

Medium

Update 10: Iran - Reports Higher Fatality During Second COVID-19 Surge, Surpassing 16,000

June 15, 2020

Medium

Update 9: Iran - Records 107 Single Day COVID-19 Deaths for First Time in Two Months

June 7, 2020

High

Update 8: Iran - Cases Hit Record High in Second Wave of COVID-19

May 24, 2020

High

Update 7: Iran - Announces Further Easing of COVID-19 Restrictions; Reopens Religious and Cultural Centers

May 19, 2020

Immediate

Update 6: Iran - Faces Second Wave of COVID-19 Infections as Death Toll Surges Past 7,000

May 16, 2020

Immediate

Update 5: Iran - Records Biggest Rise in COVID-19 Cases of 2,102, Totaling 116,635

May 4, 2020

High

Update 4: Iran - Set to Lift Restrictions in Low-Risk Areas as COVID-19 Infections Decline

April 26, 2020

Immediate

Update 3: Iran - Raises Concerns of Fresh COVID-19 Outbreak After Relaxing Restrictions; Reports 89,328 Cases, Death Toll at 5,650

April 21, 2020

Medium

Update 2: Iran - Partially Reopens Businesses in Tehran for Relief from Economic Damage Despite COVID-19 Fears

April 13, 2020

Immediate

Update 1: Iran - COVID-19 Cases Surpass 71,000

April 8, 2020

Immediate

Iran - Reports Highest Daily Increase of 2,089 in COVID-19 Cases, Totaling 62,589

Impact level Definitions

Impact Level	Definitions
Immediate	Certain - Supply Wisdom recommends considering prompt action. Examples of Immediate level alert events may include bankruptcy filings, data breaches, unexpected curfews, strikes, power black-outs, major geo-political events etc.
High	Highly likely to occur in the near term (within 3 months) - Supply Wisdom recommends being in a state of readiness to take quick action. Examples of High level alert events may include withdrawal of rating by ratings agencies, hostile takeover, multiple cyber-attacks, new business policies causing significant hardship etc.
Medium	Likely to occur in the mid-term (within 3 to 6 months) - Supply Wisdom recommends reviewing current mitigation steps and being ready to take proactive actions if and when situation deteriorates further. Examples of Medium level alert events may include unplanned C-level exits, suppliers caught in bribery cases, economy slipping into recession.
Low	Possible in the long-term (after 6 months) - Supply Wisdom recommends taking proactive action if situation does not resolve. Examples of Low level alert events may include lawsuits filed against suppliers, client losses, air pollution alerts issued by country's local authorities, unexpected holidays announced for the location etc.
Informational	The event is pertinent information but does not have a risk element associated with it. Examples of Info level alert events may include launch of new solutions, partnerships signed, industry outlook, positive changes in government policies, announcements regarding launch of software parks/ free trade zones/special economic zones etc.