

Trade and Competitiveness Monitoring Note



Egypt, Arab Rep.

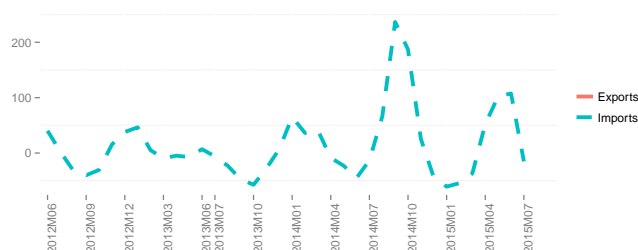
| GDP (US\$ billions) (2015) | Population (millions) (2015) | Income per capita (current US\$) (2015) | Unemployment rate (2015) | Ease of Doing Business Rank (2015) |
|----------------------------|------------------------------|---|--------------------------|------------------------------------|
| 308 | 92 | 3,369 | 13 | 126 |

Macro Indicators

| | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015 | 2016 | |
|---|---------------|--------|--------|--------|--------|--------|--|
| GDP growth (annual %) | 4.58 | 2.20 | 2.11 | 2.18 | 4.25 | 4.60 | |
| Current account balance | 0.54 | -3.86 | -2.35 | -0.83 | -3.70 | -3.30 | |
| Cash surplus/deficit (% of GDP) | -8.67 | -10.57 | -13.68 | -12.84 | -11.45 | -10.47 | |
| Gross Fixed Investment (% GDP) | 19.08 | 20.62 | 18.15 | 18.75 | 19.12 | 19.58 | |
| Gross capital formation (% of GDP) [1] | 18.76 | 16.38 | 14.18 | 14.05 | — | — | |
| Foreign direct investment, net inflows (% of GDP) [2] | 3.97 | 2.32 | 1.64 | 1.69 | — | — | |
| Private capital flows, total (% of GDP) [2] | 20.92 | 16.93 | — | — | — | — | |
| Total Trade in Goods and Services (% of GDP, real terms) | 59.60 | 70.88 | 70.99 | 65.96 | 65.00 | 64.17 | |
| Trade balance (% GDP, real terms) | -2.89 | -8.23 | -5.95 | -10.22 | -10.10 | -9.95 | |
| Exports, Goods and Services, annual percent change (real terms) | 11.37 | -2.33 | 5.99 | -12.43 | 2.69 | 3.30 | |
| Imports, Goods and Services, annual percent change (real terms) | 10.03 | 11.01 | -0.70 | 1.17 | 2.76 | 3.25 | |
| Personal remittances, received (% of GDP) [1] | 4.84 | 7.32 | 6.56 | 6.83 | — | — | |
| General government gross debt [3] | 86.07 | 78.90 | 89.03 | 90.47 | 89.99 | 89.35 | |
| Total reserves in months of imports [1] | 6.42 | 2.49 | 2.73 | 2.22 | — | — | |
| Real Effective Exchange Rate (2010=100) | 93.11 | 115.00 | 118.39 | 120.80 | 136.52 | 136.35 | |
| Consumer Price Index, annual percent change | 8.33 | 8.66 | 6.90 | 10.12 | 10.99 | 10.53 | |

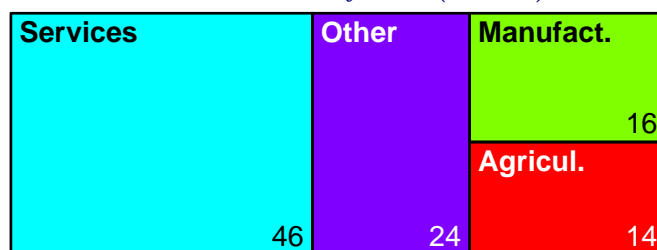
Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

Goods Export and Import volume growth, 2012-2015



Source: Development Prospects Group (DECPG)

Gross Value Added by Economic Activity 2013 (% GDP)



Source: World Development Indicators (WDI)

Top 5 Exports by % of Total Value, 2014

| | | | |
|-----------------|-------------------------------------|-------------------------------------|---|
| Crude petroleum | Petroleum oils & oils obtained from | Insulated (including enamelled or a | |
| 11 | 9 | Reception apparatus for television, | 2 |
| | | | 4 |

Imports Categories by % of Total Value, 2014

| | | | |
|--------------------|----------------|---------------|---------------|
| Intermediate goods | Consumer goods | Raw materials | Capital goods |
| 31 | 30 | 21 | 18 |

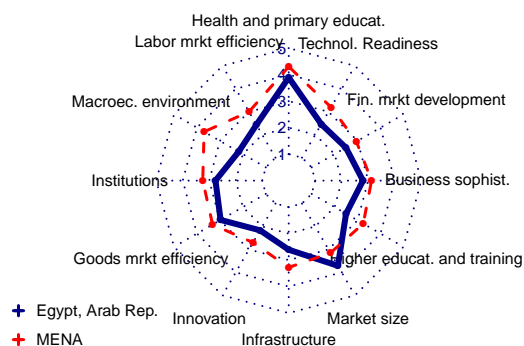
Source: World Integrated Trade Solution (WITS)

Doing Business 2015 Ranks (among all countries)

| | DB 2015 Rank | DB 2016 Rank | Change in Rank |
|-----------------------------------|--------------|--------------|----------------|
| Dealing with Construction Permits | 114 | 113 | 1 |
| Ease of Doing Business Rank | 126 | 131 | -5 |
| Enforcing Contracts | 155 | 155 | 0 |
| Getting Credit | 71 | 79 | -8 |
| Getting Electricity | 145 | 144 | 1 |
| Paying Taxes | 146 | 151 | -5 |
| Protecting Minority Investors | 133 | 122 | 11 |
| Registering Property | 109 | 111 | -2 |
| Resolving Insolvency | 121 | 119 | 2 |
| Starting a Business | 69 | 73 | -4 |
| Trading Across Borders | 157 | 157 | 0 |

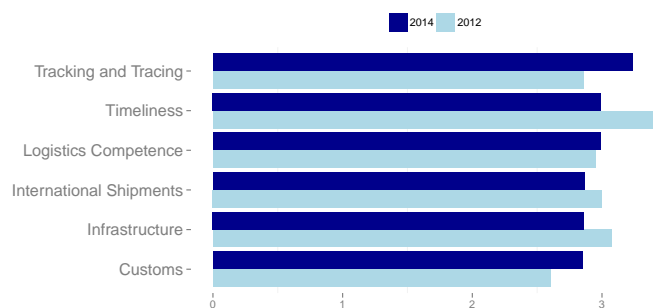
Source: Doing Business Report 2015

WEF Competitiveness Indicators (Scale 1-5, 5=best)



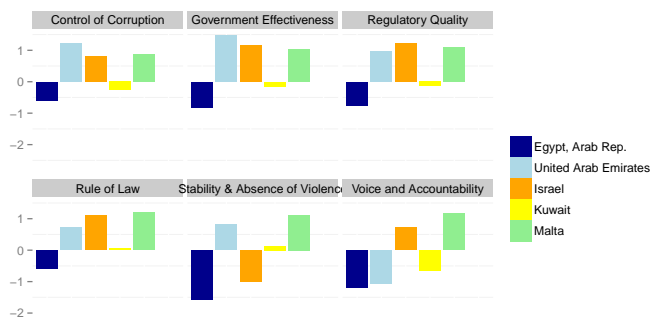
Source: WEF Global Competitiveness Report 2015

Logistics Performance Index (Scale 1-5, 5=best)



Source: Logistics Performance Index (World Bank)

World Governance indicators (Std. score, High=best)



Source: Worldwide Governance Indicators

Trade Policy

| | 2010 | 2014 |
|--|-------|-------|
| Applied Tariff (Incl. Prefers. and Trade-Weighted) | 10.9 | 7.9 |
| Binding (%) | 99.3 | 99.3 |
| Dispersion (Standard Deviation) | 141.9 | 143.2 |
| Import duties collected (% of GDP) [1] | — | 3.8 |
| MFN Tariff (Agriculture) | 66.5 | 71.2 |
| MFN Tariff (Non-Agriculture) | 9.4 | 9.5 |
| MFN Tariff (Simple Average) | 16.8 | 17.3 |
| Services sectors with GATS commitments [1] | — | 44.0 |

Sources: WITS, [1] WTO Trade Profiles

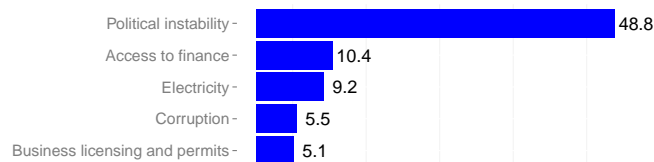
Private Sector's Views

Enterprise Survey 2013

| | Middle East and North Africa | Egypt, Arab Rep. | All Countries |
|---|------------------------------|------------------|---------------|
| Number of electrical outages in a typical month | 17.60 | 16.30 | 6.30 |
| Percent of firms with a bank loan/line of credit | 25.60 | 6.00 | 34.30 |
| Proportion of investment financed by banks (%) | 13.60 | 5.20 | 14.30 |
| Proportion of investment financed internally (%) | 72.70 | 89.10 | 71.80 |
| Senior management time spent dealing with the requirements of government regulation (%) | 9.10 | 3.10 | 9.90 |

Source: Enterprise Survey 2013

Top 5 constraints according to ES 2013 (% respondents)



Source: Enterprise Survey 2013

Top 5 constraints according to WEF 2015 survey (% respondents among 88 executives)



Source: WEF Global Competitiveness Report 2015