














# Trade and Competitiveness Monitoring Note



## Zimbabwe

| GDP (US\$ billions) (2015) | Population (millions) (2015) | Income per capita (current US\$) (2015) | Unemployment rate (2015) | Ease of Doing Business Rank (2015) |
|----------------------------|------------------------------|---|--------------------------|------------------------------------|
| 14                         | 16                           | 873                                     | NA                       | 153                                |

### Macro Indicators

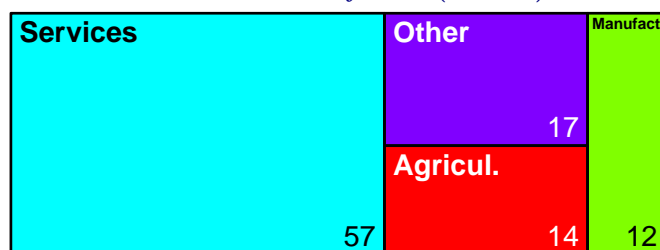
|   | Avg 2002-2011 | 2012    | 2013    | 2014    | 2015    | 2016    |   |
|---|---------------|---------|---------|---------|---------|---------|---|
| GDP growth (annual %)   | -2.862        | 10.565  | 4.484   | 3.168   | 1.040   | 2.800   |    |
| Current account balance   | -13.309       | -24.393 | -25.442 | -22.911 | -23.358 | -20.257 |    |
| Cash surplus/deficit (% of GDP)                                 | -3.041        | -0.077  | -1.826  | -1.037  | -0.548  | -1.780  |    |
| Gross Fixed Investment (% GDP)                                  | 5.191         | 11.557  | 13.537  | 12.601  | 12.708  | 12.585  |    |
| Gross capital formation (% of GDP) [1]                          | 9.432         | 13.613  | 13.033  | 13.237  | —       | —       |    |
| Foreign direct investment, net inflows (% of GDP) [2]           | 1.153         | 3.224   | 2.965   | 3.991   | —       | —       |    |
| Private capital flows, total (% of GDP) [2]                     | 22.046        | 25.471  | —       | —       | —       | —       |    |
| Total Trade in Goods and Services (% of GDP, real terms)        | 65.493        | 75.106  | 83.108  | 79.684  | 79.652  | 79.808  |   |
| Trade balance (% GDP, real terms)                               | -8.500        | -23.788 | -31.111 | -26.481 | -26.471 | -26.419 |  |
| Exports, Goods and Services, annual percent change (real terms) | -6.496        | 32.368  | 5.867   | 5.559   | 1.000   | 3.200   |  |
| Imports, Goods and Services, annual percent change (real terms) | 7.224         | 5.559   | 20.676  | -4.106  | 1.000   | 2.900   |  |
| General government gross debt [3]                               | 55.084        | 56.730  | 54.230  | 53.394  | 69.291  | 57.469  |  |
| Real Effective Exchange Rate (2010=100)                         | 88.433        | 97.207  | 107.976 | 106.914 | 106.621 | 106.252 |  |

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

### Goods Export and Import volume growth, 2012-2015

Data not available

### Gross Value Added by Economic Activity 2013 (% GDP)



Source: Development Prospects Group (DECPG)

Source: World Development Indicators (WDI)

### Top 5 Exports by % of Total Value, 2014

|  |  |   |   |   |
|--|--|---|---|---|
| <b>Tobacco, wholly/partly stemmed/stri</b> | <b>Gold, non-monetary (excluding gold)</b> | <b>Nickel ores &amp; concentrates</b>       |   |   |
| 26   | 17   | 12  | 9 | 7 |
|  |  | <b>Other ferro-alloys (excluding radio)</b> |   |   |

### Imports Categories by % of Total Value, 2014

|                       |                           |                      |   |
|-----------------------|---------------------------|----------------------|---|
| <b>Consumer goods</b> | <b>Intermediate goods</b> | <b>Capital goods</b> |   |
| 51                    | 22                        | 21                   | 6 |

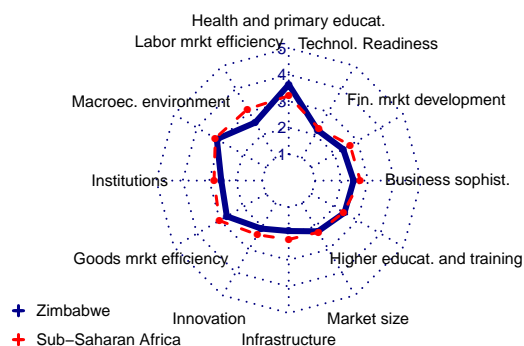
Source: World Integrated Trade Solution (WITS)

### Doing Business 2015 Ranks (among all countries)

|                                   | DB 2015 Rank | DB 2016 Rank | Change in Rank |
|-----------------------------------|--------------|--------------|----------------|
| Dealing with Construction Permits | 185          | 184          | 1              |
| Ease of Doing Business Rank       | 153          | 155          | -2             |
| Enforcing Contracts               | 166          | 166          | 0              |
| Getting Credit                    | 90           | 79           | 11             |
| Getting Electricity               | 160          | 161          | -1             |
| Paying Taxes                      | 142          | 145          | -3             |
| Protecting Minority Investors     | 87           | 81           | 6              |
| Registering Property              | 114          | 114          | 0              |
| Resolving Insolvency              | 156          | 152          | 4              |
| Starting a Business               | 179          | 182          | -3             |
| Trading Across Borders            | 99           | 100          | -1             |

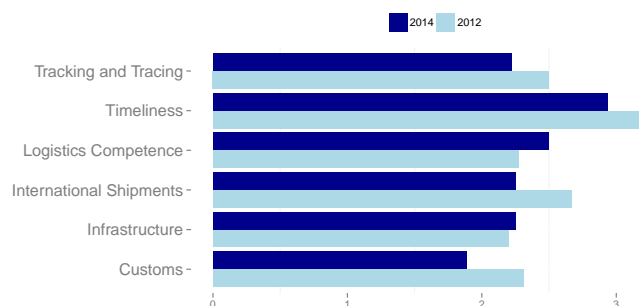
Source: Doing Business Report 2015

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



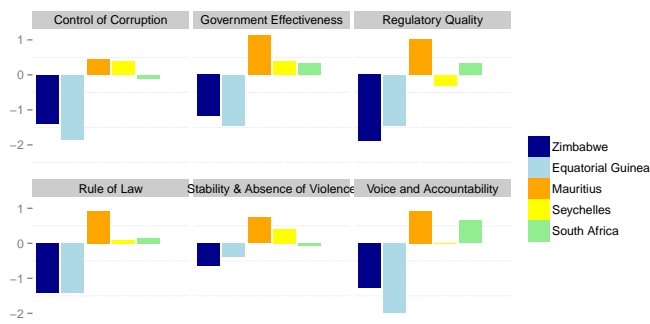
Source: WEF Global Competitiveness Report 2015

## 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) | 16   | —    |
| Binding (%)  | 22   | —    |
| Dispersion (Standard Deviation)                    | 69   | —    |
| Import duties collected (%; 2010-2012) [1]         | —    | —    |
| MFN Tariff (Agricul.)                              | 24   | —    |
| MFN Tariff (Non-Agricul.)                          | 12   | —    |
| MFN Tariff (Simple Average)                        | 13   | —    |
| Services sectors with GATS commitments [1]         | —    | 21   |

Sources: WITS, [1] WTO Trade Profiles

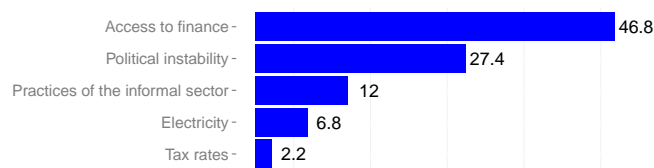
## Private Sector's Views

### Enterprise Survey 2013

|   | Zimbabwe | Sub-Saharan Africa | All Countries |
|---|----------|--------------------|---------------|
| Number of electrical outages in a typical month   | 6.70     | 8.30               | 6.30          |
| Percent of firms with a bank loan/line of credit  | 12.50    | 23.10              | 34.30         |
| Proportion of investment financed by banks (%)  | 8.60     | 9.90               | 14.30         |
| Proportion of investment financed internally (%)  | 84.70    | 76.70              | 71.80         |
| Senior management time spent dealing with the requirements of government regulation (%) | 2.50     | 8.20               | 9.90          |

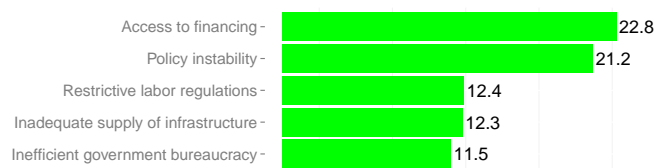
Source: Enterprise Survey 2013

### 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