













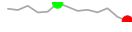



# Trade and Competitiveness Monitoring Note



## Hungary

GDP (US\$ billions) (2015)	Population (millions) (2015)	Income per capita (current US\$) (2015)	Poverty rate (2012)	Unemployment rate (2015)	Ease of Doing Business Rank (2015)
1.3e+02	9.8e+00	1.4e+04	2.6e-01	7.3e+00	4.0e+01

### Macro Indicators

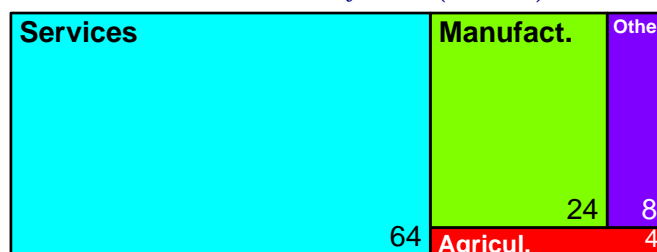
	Avg 2002-2011	2012	2013	2014	2015	2016	
GDP growth (annual %)	2.04	-1.48	1.53	3.64	3.00	3.10	
Current account balance	-5.34	1.79	4.22	3.25	4.70	2.60	
Cash surplus/deficit (% of GDP)	-5.14	-2.28	-2.44	-2.93	-2.52	-2.51	
Gross Fixed Investment (% GDP)	23.25	19.84	20.55	22.16	21.97	22.11	
Gross capital formation (% of GDP) [1]	23.96	19.51	20.63	22.21	—	—	
Foreign direct investment, net inflows (% of GDP) [2]	3.86	11.33	2.32	2.95	—	—	
Private capital flows, total (% of GDP) [2]	18.24	64.49	—	—	—	—	
Total Trade in Goods and Services (% of GDP, real terms)	139.85	184.45	192.33	202.92	211.51	219.10	
Trade balance (% GDP, real terms)	0.44	10.44	10.88	10.29	11.22	11.62	
Exports, Goods and Services, annual percent change (real terms)	9.16	-1.47	5.86	8.73	7.60	6.80	
Imports, Goods and Services, annual percent change (real terms)	7.68	-3.25	5.86	10.02	7.10	6.80	
Personal remittances, received (% of GDP) [1]	1.41	2.78	3.42	3.37	—	—	
General government gross debt [3]	67.49	78.51	77.35	76.97	75.27	74.20	
Total reserves in months of imports [1]	3.33	4.33	4.33	3.77	—	—	
Real Effective Exchange Rate (2010=100)	97.21	99.06	98.50	95.90	104.44	101.10	
Consumer Price Index, annual percent change	5.61	5.66	1.70	-0.20	0.20	2.40	

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

Motor vehicles for the transport of	Internal combustion piston engines	Other parts and accessories of the	Medicaments, n.e.s.	5
10	6			3

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

Capital goods	Consumer goods	Intermediate goods	7
42	31	20	

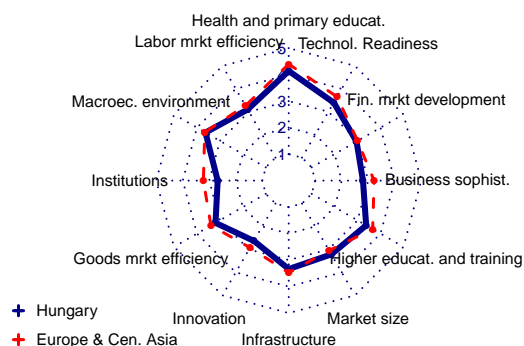
Source: World Integrated Trade Solution (WITS)

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

	DB 2015 Rank	DB 2016 Rank	Change in Rank
Dealing with Construction Permits	83	88	-5
Ease of Doing Business Rank	40	42	-2
Enforcing Contracts	23	23	0
Getting Credit	17	19	-2
Getting Electricity	113	117	-4
Paying Taxes	89	95	-6
Protecting Minority Investors	81	81	0
Registering Property	28	29	-1
Resolving Insolvency	64	65	-1
Starting a Business	56	55	1
Trading Across Borders	1	1	0

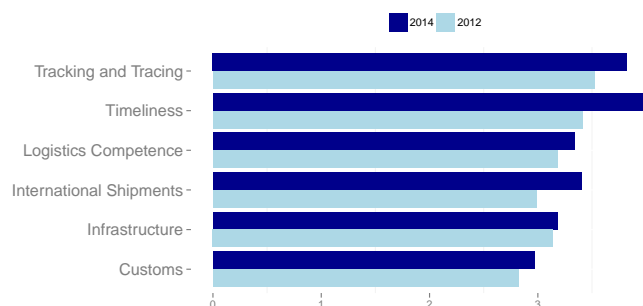
Source: Doing Business Report 2015

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



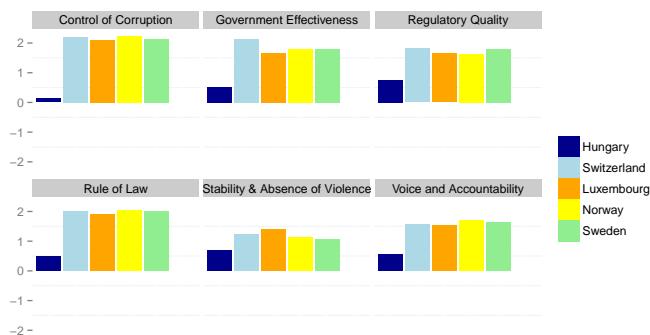
Source: WEF Global Competitiveness Report 2015

## 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

	2014
Import duties collected [1]	—
Services sectors with GATS commitments [1]	102

Sources: WITS, [1] WTO Trade Profiles

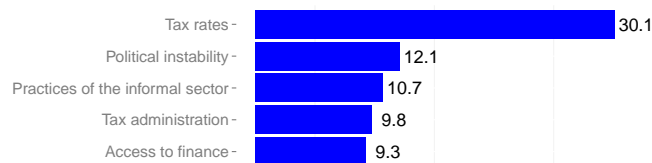
## Private Sector's Views

### Enterprise Survey 2013

	Hungary	Europe and Central Asia	All Countries
Number of electrical outages in a typical month	0.30	2	6.30
Percent of firms with a bank loan/line of credit	37.30	—	34.30
Proportion of investment financed by banks (%)	15.40	—	14.30
Proportion of investment financed internally (%)	76.30	—	71.80
Senior management time spent dealing with the requirements of government regulation (%)	11.30	—	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