

# T&C

## Snapshots

### Data Note

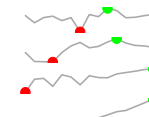


## Eritrea

| GDP (US\$<br>billions) (2016) | Population<br>(millions)<br>(2016) | Income per<br>capita (current<br>US\$) (2016) | Unemployment<br>rate (2014) | Ease of Doing<br>Business Rank<br>(2016) |
|-------------------------------|------------------------------------|---|-----------------------------|--|
| 6.2                           | 5.4                                | 1,151.3                                       | 7.2                         | 189.0                                    |

### Macro Indicators

|   | Avg 2002-2011 | 2012  | 2013  | 2014  | 2015  | 2016  |
|---|---------------|-------|-------|-------|-------|-------|
| GDP growth (annual %)                   | 1.7           | 7.0   | 1.3   | 1.7   | 3.0   | 4.0   |
| Current account balance                 | -17.5         | 12.8  | 2.5   | -3.1  | -4.4  | -7.7  |
| Fiscal balance (% of GDP)               | -19.9         | -13.5 | -12.5 | -11.6 | -10.5 | -10.0 |
| Real Effective Exchange Rate (2010=100) | 71.6          | 160.4 | 173.1 | 210.2 | 248.2 | 286.5 |



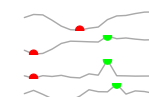
### Investment indicators

|   | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015 | 2016 |
|---|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP)                               | 18.2          | 9.6  | 9.2  | 10.6 | 11.7 | 11.8 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 15.0          | —    | —    | —    | —    | —    |
| Inward FDI (% of GDP) [2]                                       | 2.4           | 1.3  | 1.3  | 1.2  | —    | —    |
| Inward FDI, % of private investment [2]                         | 18.3          | 14.0 | NA   | —    | —    | —    |



### Trade Indicators

|   | Avg 2002-2011 | 2012  | 2013  | 2014  | 2015  | 2016  |
|---|---------------|-------|-------|-------|-------|-------|
| Total Trade in Goods and Services (% of GDP, real terms)        | 57.05         | 76.91 | 78.44 | 84.57 | 89.34 | 89.65 |
| Trade balance (% GDP, real terms)                               | -33.64        | -4.82 | -2.02 | -6.41 | -9.64 | -8.82 |
| Exports, Goods and Services, annual percent change (real terms) | 25.12         | 9.52  | 7.42  | 4.00  | 5.00  | 5.50  |
| Imports, Goods and Services, annual percent change (real terms) | -2.33         | 47.33 | -0.23 | 15.00 | 12.00 | 3.50  |

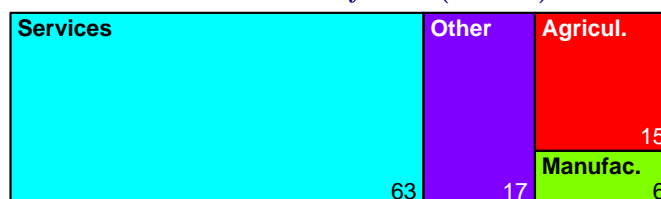


Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

### 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, NA

Data not available

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

|                                   | DB 2015 Rank | DB 2016 Rank | Change in Rank |
|-----------------------------------|--------------|--------------|----------------|
| Dealing with Construction Permits | 189          | 189          | 0              |
| Ease of Doing Business Rank       | 189          | 189          | 0              |
| Enforcing Contracts               | 118          | 121          | -3             |
| Getting Credit                    | 185          | 185          | 0              |
| Getting Electricity               | 144          | 142          | 2              |
| Paying Taxes                      | 173          | 174          | -1             |
| Protecting Minority Investors     | 121          | 122          | -1             |
| Registering Property              | 176          | 177          | -1             |
| Resolving Insolvency              | 189          | 189          | 0              |
| Starting a Business               | 183          | 184          | -1             |
| Trading Across Borders            | 189          | 189          | 0              |

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

Data not available

Source: World Integrated Trade Solution (WITS)

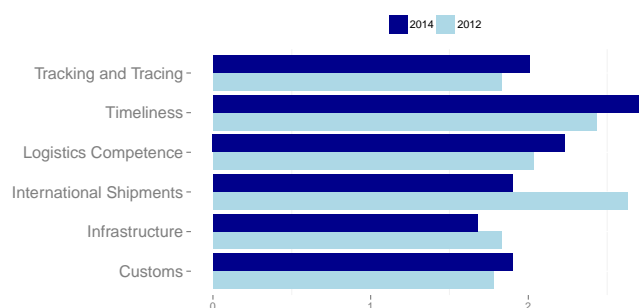
Source: Doing Business Report 2015

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

Data not available

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

|  | 2006 |
|--|------|
| Import duties collected [1]                | —    |
| Services sectors with GATS commitments [1] | —    |

Sources: WITS, [1] WTO Trade Profiles

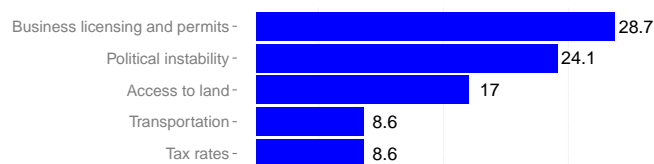
## Private Sector's Views

### Enterprise Survey 2013

|   | Sub-Saharan Africa | Eritrea | All Countries |
|---|--------------------|---------|---------------|
| Number of electrical outages in a typical month   | 8.30               | 0.50    | 6.30          |
| Percent of firms with a bank loan/line of credit  | 23.10              | 10.90   | 34.30         |
| Proportion of investment financed by banks (%)  | 9.90               | 1.30    | 14.30         |
| Proportion of investment financed internally (%)  | 76.70              | 94.00   | 71.80         |
| Senior management time spent dealing with the requirements of government regulation (%) | 8.20               | 0.50    | 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)

Data not available

Source: WEF Global Competitiveness Report 2015



# T&C Snapshots Operations Note



## Eritrea

## SCD/CPF

## Most Recent

| Product | Document Date |
|---------|---------------|
| None    |               |

## Planned

| Product | Concept Review Date | Board Date |
|---------|---------------------|------------|
| None    |                     |            |

## WB Lending Pipeline

| Project ID | Project Name | Team Leader | Approval Date | Lending Inst. Type | Begin Appraisal | Commitment (US\$M) | Latest Sort Overall Risk Rating | FY Expenses (US\$K) | Cum Expenses (US\$K) | FY Prob |
|------------|--------------|-------------|---------------|--------------------|-----------------|--------------------|---------------------------------|---------------------|----------------------|---------|
| <hr/>      |              |             |               |                    |                 |                    |                                 |                     |                      |         |
| None       |              |             |               |                    |                 |                    |                                 |                     |                      |         |

## WB Portfolio

## Active

| Project ID | Project Name | Team Leader | Approval Date | Lending Inst. Type | Closing Date | Commitment (US\$M) | Undisbursed Balance (US\$M) | Project Rating DO | Project Rating IP | Overall Risk | Months in Problem Status |
|------------|--------------|-------------|---------------|--------------------|--------------|--------------------|-----------------------------|-------------------|-------------------|--------------|--------------------------|
| None       |              |             |               |                    |              |                    |                             |                   |                   |              |                          |

Closed

[illegible]

## Active

Closed

IFC ASA

## Active

## Pipeline

Closed

| Project ID | Project Name | Team Leader | IP Approval Date | Expected End Date | Approval Value (in US\$K) | Total Expenditures (in US\$K) | Current FY Expenditure (in US\$K) |
|------------|--------------|-------------|------------------|-------------------|---------------------------|-------------------------------|-----------------------------------|
| None       |              |             |                  |                   |                           |                               |                                   |