

# T&C

## Snapshots

### Data Note

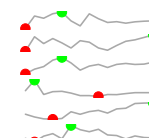


## Israel

| GDP (US\$<br>billions) (2017) | Population<br>(millions)<br>(2017) | Income per<br>capita (current<br>US\$) (2017) | Unemployment<br>rate (2014) | Ease of Doing<br>Business Rank<br>(2016) |
|-------------------------------|------------------------------------|---|-----------------------------|--|
| 364.5                         | 8.6                                | 42,425.1                                      | 6.1                         | 53.0                                     |

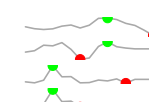
### Macro Indicators

|   | Avg 2003-2012 | 2013   | 2014   | 2015   | 2016   | 2017   |
|---|---------------|--------|--------|--------|--------|--------|
| GDP growth (annual %)                       | 3.41          | 3.25   | 2.77   | 3.20   | 3.40   | 3.50   |
| Current account balance                     | 1.79          | 2.34   | 3.69   | 4.15   | 4.93   | 5.76   |
| Fiscal balance (% of GDP)                   | -4.79         | -3.92  | -3.54  | -3.94  | -3.80  | -3.04  |
| Remittances, received (% of GDP) [1]        | 0.30          | 0.26   | 0.28   | —      | —      | —      |
| Real Effective Exchange Rate (2010=100)     | 97.24         | 104.89 | 106.13 | 114.72 | 115.50 | 115.89 |
| Consumer Price Index, annual percent change | 2.23          | 1.52   | 0.47   | 1.39   | 0.92   | 0.80   |



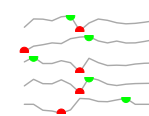
### Investment indicators

|   | Avg 2003-2012 | 2013 | 2014 | 2015 | 2016 | 2017 |
|---|---------------|------|------|------|------|------|
| Gross domestic investment (% GDP)                               | 18.6          | 19.7 | 18.7 | 18.2 | 16.9 | 15.5 |
| Gross domestic investment, of w: Private investment (% GDP) [1] | 19.7          | 20.2 | 19.9 | —    | —    | —    |
| Inward FDI (% of GDP) [2]                                       | 3.8           | 4.0  | 2.1  | —    | —    | —    |
| Inward FDI, % of private investment [2]                         | 23.6          | NA   | —    | —    | —    | —    |



### Trade Indicators

|   | Avg 2003-2012 | 2013  | 2014  | 2015  | 2016  | 2017  |
|---|---------------|-------|-------|-------|-------|-------|
| Total Trade in Goods and Services (% of GDP, real terms)        | 68.72         | 68.29 | 67.54 | 67.87 | 68.67 | 69.67 |
| Trade balance (% GDP, real terms)                               | -0.65         | 0.76  | 0.21  | 0.25  | 0.66  | 1.16  |
| Exports, Goods and Services, annual percent change (real terms) | 4.01          | 1.48  | 0.83  | 3.75  | 5.24  | 5.74  |
| Imports, Goods and Services, annual percent change (real terms) | 3.25          | -0.09 | 2.47  | 3.65  | 3.99  | 4.28  |
| Total reserves in months of imports [1]                         | 7.00          | 9.22  | 9.86  | —     | —     | —     |



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)

Data not available

Source: Development Prospects Group (DECPG)

Source: World Development Indicators (WDI)

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

|   |  |  |
|---|--|--|
| <b>Diamonds (other than sorted industrials)</b> | <b>Medicaments, n.e.s.</b>                           | <b>Electronic integrated circuits</b>      |
| 30  | 8  | 6  |
|   | <b>Chemical products and preparations, excluding</b> | <b>Telephone sets, including telephone</b> |
|   | 6  | 6  |

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

|                       |                      |                      |                           |
|-----------------------|----------------------|----------------------|---------------------------|
| <b>Consumer goods</b> | <b>Raw materials</b> | <b>Capital goods</b> | <b>Intermediate goods</b> |
| 30                    | 24                   | 23                   | 23                        |

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 | 91           | 96           | -5             |
| Ease of Doing Business Rank       | 50           | 53           | -3             |
| Enforcing Contracts               | 77           | 77           | 0              |
| Getting Credit                    | 36           | 42           | -6             |
| Getting Electricity               | 83           | 91           | -8             |
| Paying Taxes                      | 95           | 103          | -8             |
| Protecting Minority Investors     | 8            | 8            | 0              |
| Registering Property              | 128          | 127          | 1              |
| Resolving Insolvency              | 27           | 29           | -2             |
| Starting a Business               | 51           | 56           | -5             |
| Trading Across Borders            | 56           | 58           | -2             |

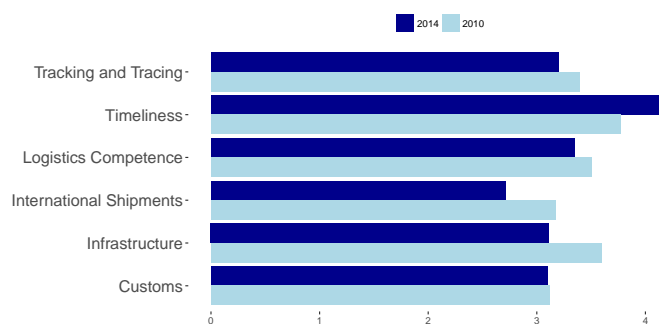
Source: Doing Business Report 2015

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



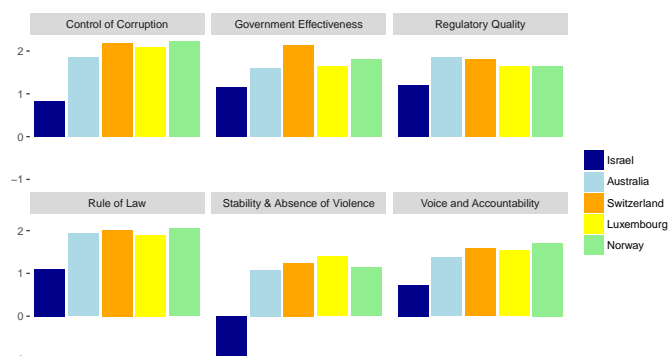
Source: WEF Global Competitiveness Report 2015

## 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

|  | 2011  | 2014 |
|--|-------|------|
| Applied Tariff (Incl. Prefers. and Trade-Weighted) | 4.47  | 1.7  |
| Binding (%)  | 73.91 | 73.7 |
| Dispersion (Standard Deviation)                    | 11.75 | 12.7 |
| Import duties collected (% , 2011-2013) [1]        | —     | 0.8  |
| MFN Tariff (Agriculture)                           | 12.62 | 13.4 |
| MFN Tariff (Non-Agriculture)                       | 3.34  | 3.0  |
| MFN Tariff (Simple Average)                        | 4.44  | 4.4  |
| Services sectors with GATS commitments [1]         | —     | 58.0 |

Sources: WITS, [1] WTO Trade Profiles

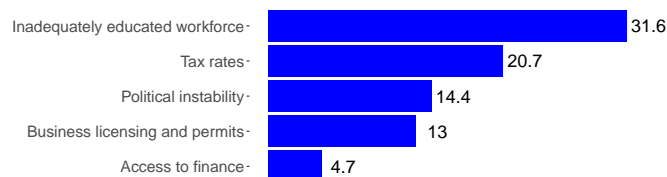
## Private Sector's Views

### Enterprise Survey 2013

|   | Middle East and North Africa | Israel | All Countries |
|---|------------------------------|--------|---------------|
| Number of electrical outages in a typical month   | 17.60                        | 0.10   | 6.30          |
| Percent of firms with a bank loan/line of credit  | 25.60                        | 55.10  | 34.30         |
| Proportion of investment financed by banks (%)  | 13.60                        | 31.60  | 14.30         |
| Proportion of investment financed internally (%)  | 72.70                        | 63.80  | 71.80         |
| Senior management time spent dealing with the requirements of government regulation (%) | 9.10                         | 4.30   | 9.90          |

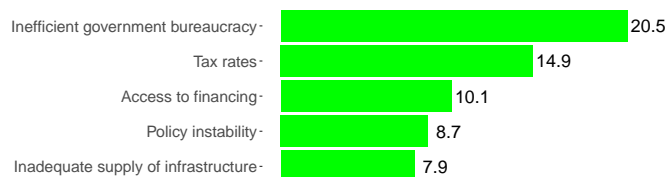
Source: Enterprise Survey 2013

### 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