

















Trade and Competitiveness Monitoring Note



Armenia

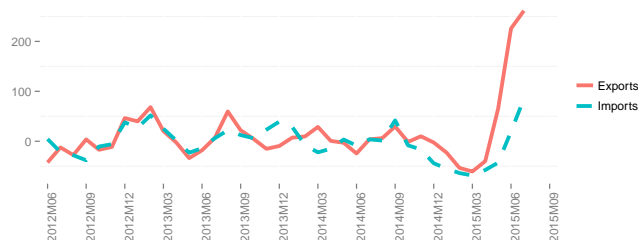
GDP (US\$ billions) (2015)	Population (millions) (2015)	Income per capita (current US\$) (2015)	Poverty rate (2013)	Unemployment rate (2015)	Ease of Doing Business Rank (2015)
10.5	3.0	3,464.8	2.4	17.9	38.0

Macro Indicators

	Avg 2002-2011	2012	2013	2014	2015	2016	
GDP growth (annual %)	7.974	7.200	3.300	3.500	2.089	2.689	
Current account balance	-8.990	-9.971	-7.601	-7.292	-7.321	-6.511	
Cash surplus/deficit (% of GDP)	-3.649	-1.404	-1.570	-1.864	-4.010	-3.298	
Gross Fixed Investment (% GDP)	27.207	23.316	20.788	18.486	18.389	18.344	
Gross capital formation (% of GDP) [1]	31.065	25.328	22.264	21.065	—	—	
Foreign direct investment, net inflows (% of GDP) [2]	6.414	4.908	3.549	3.519	—	—	
Private capital flows, total (% of GDP) [2]	21.134	20.762	—	—	—	—	
Total Trade in Goods and Services (% of GDP, real terms)	75.826	67.873	70.230	77.443	75.356	74.511	
Trade balance (% GDP, real terms)	-21.553	-14.035	-9.617	-5.644	-0.817	0.062	
Exports, Goods and Services, annual percent change (real terms)	10.266	8.400	16.300	22.600	5.986	2.735	
Imports, Goods and Services, annual percent change (real terms)	7.232	-2.800	0.700	7.700	-6.406	0.366	
Personal remittances, received (% of GDP) [1]	14.722	18.033	19.711	17.851	—	—	
General government gross debt [3]	26.651	36.477	37.959	41.323	46.055	48.263	
Total reserves in months of imports [1]	4.140	3.708	4.441	2.918	—	—	
Real Effective Exchange Rate (2010=100)	89.491	104.452	104.474	110.868	114.843	112.895	
Consumer Price Index, annual percent change	4.729	2.558	5.788	2.983	5.575	3.106	

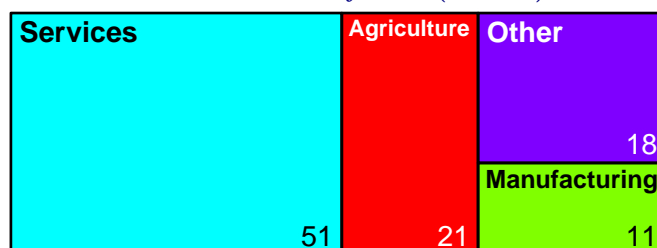
Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

Goods Export and Import volume growth, 2012-2015



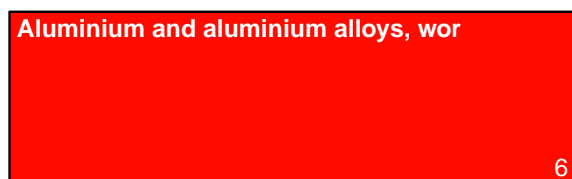
Source: Development Prospects Group (DECPG)

Gross Value Added by Economic Activity 2013 (% GDP)

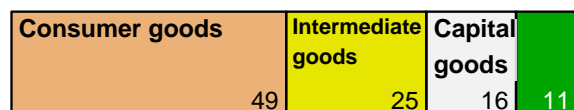


Source: World Development Indicators (WDI)

Top 5 Exports by % of Total Value, 2014



Imports Categories by % of Total Value, 2014



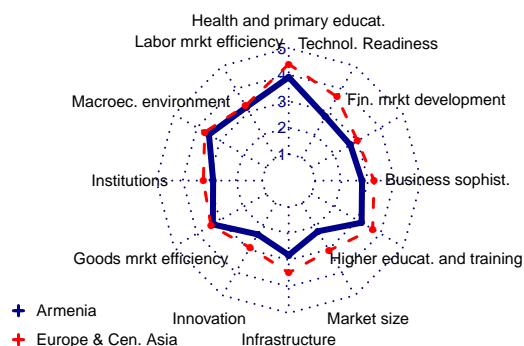
Source: World Integrated Trade Solution (WITS)

Doing Business 2015 Ranks (among all countries)

	DB 2015 Rank	DB 2016 Rank	Change in Rank
Dealing with Construction Permits	72	62	10
Ease of Doing Business Rank	38	35	3
Enforcing Contracts	36	28	8
Getting Credit	36	42	-6
Getting Electricity	96	99	-3
Paying Taxes	41	41	0
Protecting Minority Investors	46	49	-3
Registering Property	14	14	0
Resolving Insolvency	69	71	-2
Starting a Business	3	5	-2
Trading Across Borders	58	29	29

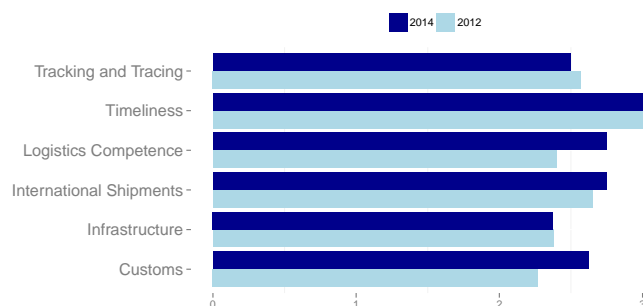
Source: Doing Business Report 2015

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



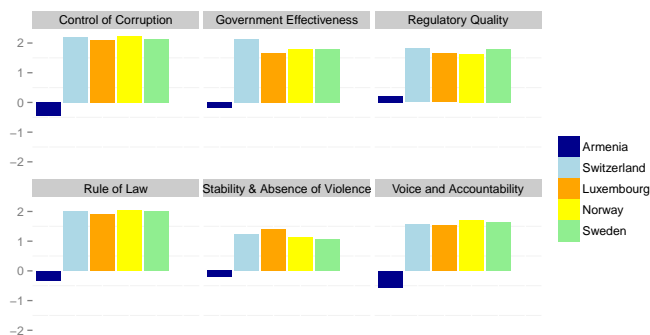
Source: WEF Global Competitiveness Report 2015

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)	4.2	4.6
Binding (%)	100	100.0
Dispersion (Standard Deviation)	4.8	4.9
Import duties collected (% 2010-2012) [1]	—	2.1
MFN Tariff (Agriculture)	6.9	7.1
MFN Tariff (Non-Agriculture)	2.1	2.9
MFN Tariff (Simple Average)	2.9	3.5
Services sectors with GATS commitments [1]	—	106.0

Sources: WITS, [1] WTO Trade Profiles

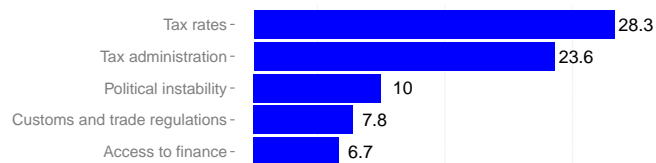
Private Sector's Views

Enterprise Survey 2013

	Europe and Central Asia	Armenia	All Countries
Number of electrical outages in a typical month	2	0.30	6.30
Percent of firms with a bank loan/line of credit	—	46.20	34.30
Proportion of investment financed by banks (%)	—	9.50	14.30
Proportion of investment financed internally (%)	—	72.70	71.80
Senior management time spent dealing with the requirements of government regulation (%)	—	12.20	9.90

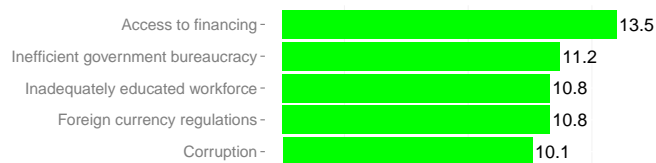
Source: Enterprise Survey 2013

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