

Trade and Competitiveness Monitoring Note



**Micronesia,
Fed. Sts.**

Population (millions)
(2016)
0.1

Ease of Doing Business Rank
(2016)
148.0

Macro Indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
GDP growth (annual %)	—	—	—	—	—	—
Current account balance	—	—	—	—	—	—
Fiscal balance (% of GDP)	—	—	—	—	—	—
Remittances, received (% of GDP) [1]	6.2	6.4	7.0	—	—	—
Real Effective Exchange Rate (2010=100)	—	—	—	—	—	—
Consumer Price Index, annual percent change	—	—	—	—	—	—



Investment indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
Gross domestic investment (% GDP)	—	—	—	—	—	—
Gross domestic investment, of w: Private investment (% GDP) [1]	—	—	—	—	—	—
Inward FDI (% of GDP) [2]	0.55	0.31	0.24	0.24	—	—
Inward FDI, % of private investment [2]	1.83	0.78	NA	—	—	—



Trade Indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
Total Trade in Goods and Services (% of GDP, real terms)	—	—	—	—	—	—
Trade balance (% GDP, real terms)	—	—	—	—	—	—
Exports, Goods and Services, annual percent change (real terms)	—	—	—	—	—	—
Imports, Goods and Services, annual percent change (real terms)	—	—	—	—	—	—
Total reserves in months of imports [1]	2.9	3.3	3.7	—	—	—

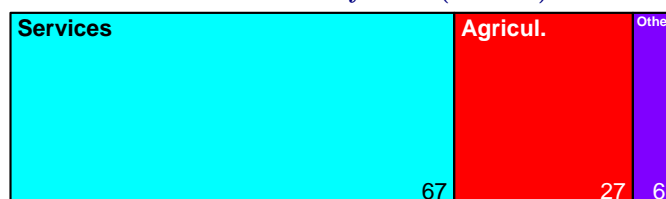


Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

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	140	141	-1
Ease of Doing Business Rank	146	148	-2
Enforcing Contracts	181	181	0
Getting Credit	61	70	-9
Getting Electricity	98	103	-5
Paying Taxes	115	116	-1
Protecting Minority Investors	185	185	0
Registering Property	189	189	0
Resolving Insolvency	115	116	-1
Starting a Business	151	162	-11
Trading Across Borders	52	53	-1

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

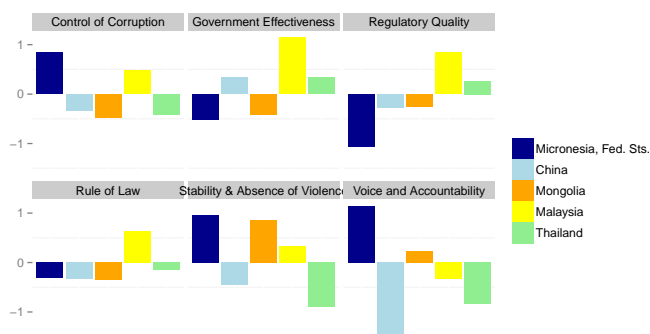
Source: WEF Global Competitiveness Report 2015

Logistics Performance Index (Scale 1-5, 5=best)

Data not available

Source: Logistics Performance Index (World Bank)

World Governance indicators (Std. score, High=best)



Source: Worldwide Governance Indicators

Trade Policy

	2006
Import duties collected (% , 2011-2013) [1]	1.7
Services sectors with GATS commitments [1]	—

Sources: WITS, [1] WTO Trade Profiles

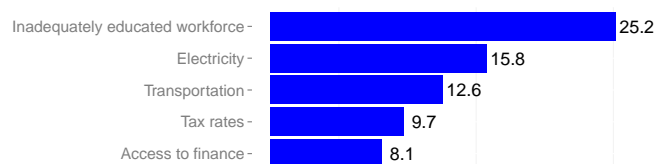
Private Sector's Views

Enterprise Survey 2013

	Micronesia, Fed. Sts.	East Asia and Pacific	All Countries
Number of electrical outages in a typical month	4.80	3.50	6.30
Percent of firms with a bank loan/line of credit	43.00	35.00	34.30
Proportion of investment financed by banks (%)	5.40	12.80	14.30
Proportion of investment financed internally (%)	88.70	74.70	71.80
Senior management time spent dealing with the requirements of government regulation (%)	12.40	6.70	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