










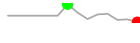






Trade and Competitiveness Monitoring Note



Iraq

| GDP (US\$ billions) (2015) | Population (millions) (2015) | Income per capita (current US\$) (2015) | Unemployment rate (2015) | Ease of Doing Business Rank (2015) |
|----------------------------|------------------------------|---|--------------------------|------------------------------------|
| 219 | 36 | 6,118 | NA | 160 |

Macro Indicators

| | Avg 2002-2011 | 2012 | 2013 | 2014 | 2015 | 2016 | |
|---|---------------|---------|----------|----------|----------|----------|---|
| GDP growth (annual %) | 5.5e+00 | 1.3e+01 | 8.4e+00 | -2.4e+00 | 5.0e-01 | 6.7e+00 |  |
| Current account balance | 3.2e+00 | 6.7e+00 | 1.3e+00 | -3.1e+00 | -7.3e+00 | -4.8e+00 |  |
| Cash surplus/deficit (% of GDP) | -3.2e+00 | 3.9e+00 | -5.9e+00 | -5.3e+00 | -1.6e+01 | -8.9e+00 |  |
| Gross Fixed Investment (% GDP) | 1.0e+01 | 1.5e+01 | 2.3e+01 | 2.2e+01 | 2.7e+01 | 2.8e+01 |  |
| Gross capital formation (% of GDP) [1] | 1.6e+01 | 1.3e+01 | 1.9e+01 | 1.8e+01 | — | — |  |
| Foreign direct investment, net inflows (% of GDP) [2] | 1.6e+00 | 1.8e+00 | 2.6e+00 | 2.5e+00 | — | — |  |
| Private capital flows, total (% of GDP) [2] | 1.2e+01 | 7.8e+00 | — | — | — | — |  |
| Total Trade in Goods and Services (% of GDP, real terms) | 1.0e+02 | 7.3e+01 | 6.7e+01 | 6.9e+01 | 6.9e+01 | 7.0e+01 |  |
| Trade balance (% GDP, real terms) | 9.0e+00 | 1.5e+01 | 1.2e+01 | 1.0e+01 | 7.0e+00 | 7.8e+00 |  |
| Exports, Goods and Services, annual percent change (real terms) | -8.1e-02 | 1.3e+01 | -3.3e+00 | -2.0e+00 | -4.0e+00 | 1.0e+01 |  |
| Imports, Goods and Services, annual percent change (real terms) | 9.2e-01 | 1.8e+01 | 3.9e+00 | 3.0e+00 | 6.0e+00 | 8.0e+00 |  |
| Personal remittances, received (% of GDP) [1] | 3.5e-01 | 1.2e-01 | — | — | — | — |  |
| General government gross debt [3] | 1.4e+02 | 3.5e+01 | 3.2e+01 | 3.9e+01 | 7.6e+01 | 8.8e+01 |  |
| Total reserves in months of imports [1] | 1.2e+01 | 1.3e+01 | — | — | — | — |  |
| Real Effective Exchange Rate (2010=100) | 5.9e+04 | 1.2e+02 | 1.2e+02 | 1.2e+02 | 1.2e+02 | 1.2e+02 |  |
| Consumer Price Index, annual percent change | 6.9e+00 | 6.1e+00 | 1.9e+00 | 2.2e+00 | 2.9e-01 | — |  |

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, NA

Data not available

Doing Business 2015 Ranks (among all countries)

| | DB 2015 Rank | DB 2016 Rank | Change in Rank |
|-----------------------------------|--------------|--------------|----------------|
| Dealing with Construction Permits | 145 | 147 | -2 |
| Ease of Doing Business Rank | 160 | 161 | -1 |
| Enforcing Contracts | 119 | 122 | -3 |
| Getting Credit | 180 | 181 | -1 |
| Getting Electricity | 102 | 106 | -4 |
| Paying Taxes | 57 | 59 | -2 |
| Protecting Minority Investors | 114 | 115 | -1 |
| Registering Property | 116 | 117 | -1 |
| Resolving Insolvency | 189 | 189 | 0 |
| Starting a Business | 144 | 154 | -10 |
| Trading Across Borders | 178 | 178 | 0 |

Imports Categories by % of Total Value, NA

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Source: World Integrated Trade Solution (WITS)

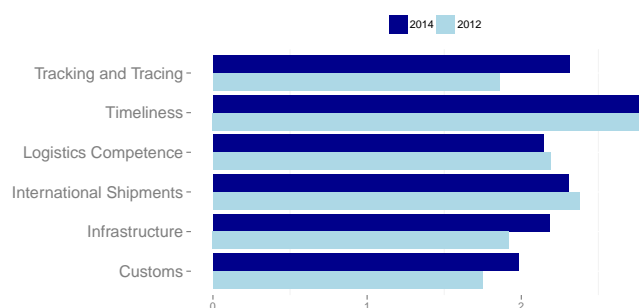
Source: Doing Business Report 2015

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

Data not available

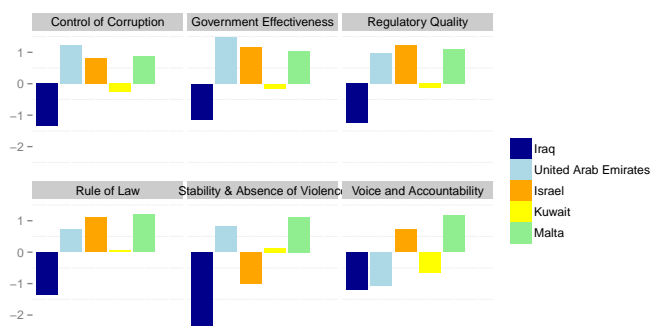
Source: WEF Global Competitiveness Report 2015

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

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

Sources: WITS, [1] WTO Trade Profiles

Private Sector's Views

Enterprise Survey 2013

| | Middle East and North Africa | Iraq | All Countries |
|---|------------------------------|-------|---------------|
| Number of electrical outages in a typical month | 17.60 | 41.00 | 6.30 |
| Percent of firms with a bank loan/line of credit | 25.60 | 3.80 | 34.30 |
| Proportion of investment financed by banks (%) | 13.60 | 1.50 | 14.30 |
| Proportion of investment financed internally (%) | 72.70 | 86.70 | 71.80 |
| Senior management time spent dealing with the requirements of government regulation (%) | 9.10 | 6.50 | 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