

Ethiopia

Commitment to Human Capital - Scorecard

This note presents a snapshot of the country's commitment on the human capital agenda and the main actions being taken by the World Bank Group to support the government.

HUMAN CAPITAL CONTEXT

- In Ethiopia the productivity as a future worker of a child born today is **38 percent** as much as it could be. The HCI has three components: survival to age 5, health, and education. For more information on human capital outcomes and the HCI, please see the country two-pager on www.worldbank.org/humancapitalproject
- **Social Protection Coverage** In Ethiopia **13 percent** of the population is covered by social safety net programs. This is lower than both the average for its region (23) and the average for its income group (17).
- **Open Defecation.** In Ethiopia, data on the percentage of the population that practices open defecation do not exist. The average for the country's region is 25 percent and for its income group is 25 percent.

WOMEN'S EMPOWERMENT

- **Total Fertility Rate.** In Ethiopia, the total fertility rate is **4**. This is lower than both the average for its region (4) and the average for its income group (5).
- **Adolescent Fertility Rate.** In Ethiopia, there are **62 births** per 1,000 women ages 15-19. This is lower than both the average for its region (95) and the average for its income group (94).
- **Contraceptive Prevalence.** In Ethiopia, **37 percent** of women ages 15-49 uses some form of contraceptive method. This is higher than both the average for its region (31) and the average for its income group (28).
- **Women, Business and the Law Index.** This index measures gender inequality in the law and identifies barriers to women's economic participation, and a larger value shows higher gender equity. In Ethiopia, the value is **72** out of 100. This is higher than both the average for its region (70) and the average for its income group (68).
- **Net Enrolment Rate in Secondary School.** In Ethiopia, **30 percent** of women of secondary-school age are enrolled in school. This is lower than the average for its region (35) but higher than the average for its income group (29).

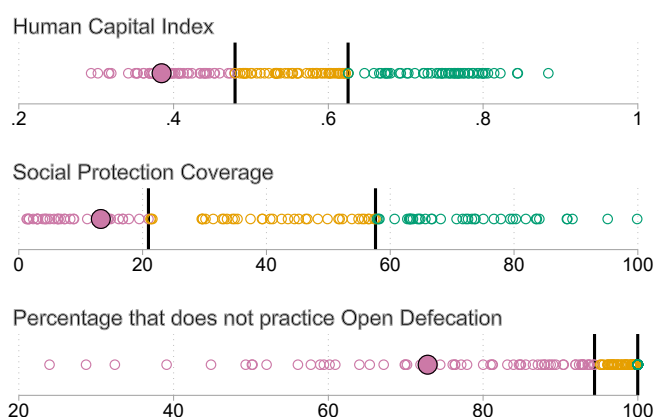
HOW IS THE COUNTRY DOING?

Ethiopia is part of a network of countries committed to the Human Capital agenda.

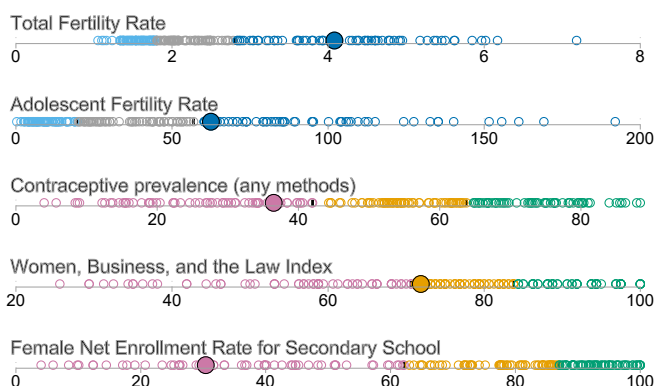
- **Health Spending.** Ethiopia spends **6 percent** of its government budget on health. This is lower than both the regional average (7.6) and the average for its income group (6.8).
- **Education Spending.** Ethiopia spends **27.1 percent** of its government budget on education. This is higher than both the regional average (15.3) and the average for its income group (15.5).

- **Social Protection Spending.** Ethiopia spends **10.8 percent** of its government budget on social protection. This is higher than both the regional average (9.9) and the average for its income group (10.8).

Human Capital Context



Women Empowerment

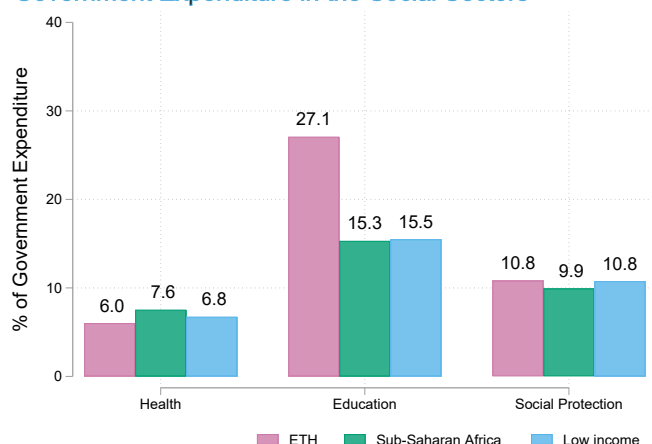


Note:

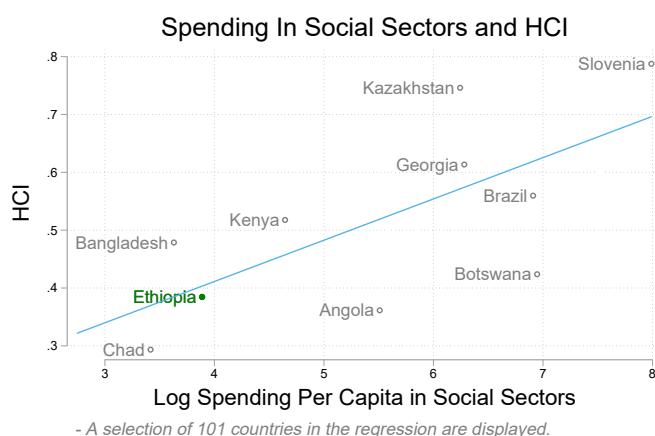
- Large circle represents ETH and small circles represent other countries.
- Vertical lines separates terciles of the distribution.
- Pink reflects the first tercile of the distribution, orange the second one, and green the third one.
- For fertility indicators, these colors are replaced with light blue, gray and blue, respectively.



Government Expenditure in the Social Sectors

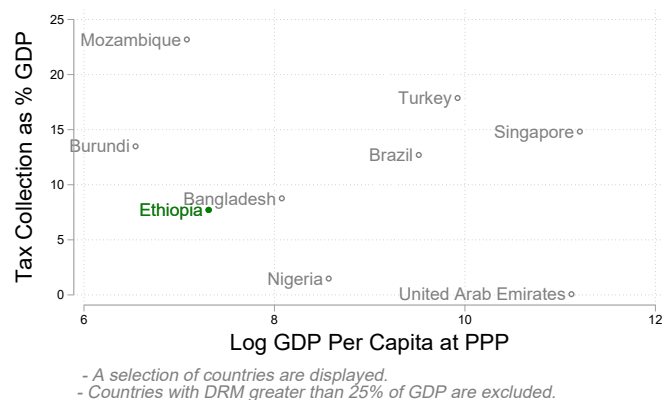


- **Efficiency of Spending.** The HCI in Ethiopia is **lower** than what would be predicted for its level of per capita spending on the social sectors.



- **Domestic Resource Mobilization.** The tax revenue in Ethiopia is **7.7 percent** of GDP. This is lower than both the regional average (16.1) and the average for its income group (14.3).

Domestic Resource Mobilization and GDP



- **Building Human Capital.** The Country Policy and Institutional Assessment rating for building human resources in Ethiopia is **4.5** (1 is low and 6 is high). This is higher than both the regional average (3.5) and the average for its income group (3.5). This indicator assesses the national policies and public and private sector service delivery that affect access to and quality of health and education services.

- **Identification** In Ethiopia, **64.5 percent** of the population does not have proof of identity. This is higher than both the regional average (33.8) and the average for its income group (34.6).

- **Statistical Data on Human Capital** In Ethiopia, the latest available data on stunting rates is from 2016. Similarly, the last available data point on Harmonized Learning Outcomes is from 2010.

HOW IS THE WORLD BANK SUPPORTING THE EFFORT?

The following table summarizes the World Bank investments in Human Development for Ethiopia, including measures of volume, performance, and other relevant indicators.



World Bank Investments in HD				
Indicator	HD	Edu	HNP	SPJ
HD Portfolio				
USD (million)	3,558	300	250	3,008
Percentage of total	32	3	2	27
Diff. with perc. for regional average	+9	-3	-6	+18
Diff. with perc. for income group avg	+4	-3	-9	+18
HD FY 20 Lending Program				
USD (million)	560	60	0	500
Percentage of total	100	10	0	89.3
Diff. with perc. for regional average	+44	-20	-9	+77
Diff. with perc. for income group avg	+64	+2	-11	+73
HD Performance				
Average Development Outcome (DO)	3.3	3	3	3.5
Difference with DO for region	-0.2	-0.3	-0.57	-0.15
Difference with DO for income group	-0.11	-0.34	-0.57	-0.06
Perc. Satisfactory DO	100	100	100	100
Average Implementation Progress (IP)	3	3	3	3
Difference with IP for region	-0.32	-0.22	-0.34	0.51
Difference with IP for income group	-0.30	-0.23	-0.40	-0.36
Perc. Satisfactory IP	100	100	100	100
Disbursement ratio (DR)	54.5	.	.	54.5
Difference with DR for region	15.5	.	.	+2
Difference with DR for income group	+10	.	.	-5
Other indicators				
Average project size (PS) (USD mill.)	351	300	250	752
Difference with PS for region	+255	+293	190	+664
Difference with PS for income group	+277	+242	178	+659
Perc. of portfolio that is co-TTL'd (CTT)	62	0	0	73
Diff. with CTT for region (perc. points)	+36	-15	-31	+42
Diff. with CTT income group (perc. points)	+32	-21	-35	+37

Note: a) Pink indicates that the value is within the first tercile of the distribution for all the countries. Orange indicates that the value is within the second tercile. Green indicates that it is within the third tercile. b) FY20 lending program includes only projects rated A, B and unrated. c) DO and IP are on a scale of 1 to 5 where 1 is Unsatisfactory and 5 is Highly Satisfactory. d) Data as of July 15, 2019.

- **Human Capital Policy Operations.** Currently, the pipeline for Ethiopia **does not** include any Development Policy Operations with a Human Capital-related component or prior action.
- **Women Empowerment Project.** Currently, Ethiopia **does not** have an active project focused on women empowerment or on sexual and reproductive health.

The present scorecard aims to be a conversation starter on some of the main indicators that show progress towards human capital outcomes. The list of indicators presented here is not exhaustive and should be complemented with more specific variables.

The sources for the different indicators come from the Human Capital Project, the World Development Indicators, and the World Bank's internal system to monitor investments.

For more information, please contact the Africa Human Capital team: AFR_HCP_Team@worldbankgroup.org

