

CPIA Detailed Report

Country: Eritrea

Exercise Year: CPIA Exercise 2021

Currency: Eritrean Nakfa (ERN)

City: Asmara

Income Group: Low income

Lending Category: IDA

Final CPIA Score: 2.355

(A) Economic Management

Cluster Score: 1.667

01. Fiscal Policy

Criteria Score: 2

1. Fiscal Policy

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

02. Monetary Policy

Criteria Score: 2

2. Monetary Policy

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

03. Debt Policy

Criteria Score: 1

3. Debt Policy

Score Type	Value
Draft Score	1.0
Reviewed Score	1.0
Second Draft Score	1.0
Final Score	1.0

(B) Structural Policy

Cluster Score: 1.944

04. Policies and Institutions for Economic Cooperation, RI and Trade

Criteria Score: 1.833

4.a. Regional Integration and Economic Cooperation

Score Type	Value
Draft Score	2.0

Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

4.b. Trade restrictiveness

Score Type	Value
Draft Score	1.5
Reviewed Score	1.5
Second Draft Score	1.5
Final Score	1.5

4.c. Customs/trade facilitation

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

05. Financial Sector Development

Criteria Score: 2

5.a. Financial stability

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0

Final Score	3.0
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5.b. Sector's efficiency, depth, and resource mobilization strength

Score Type	Value
Draft Score	1.0
Reviewed Score	1.0
Second Draft Score	1.0
Final Score	1.0

5.c. Access to financial services

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

06. Business Regulatory Environment

Criteria Score: 2

6.a. Regulations affecting entry, exit, and competition

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

6.b. Regulations of ongoing business operations

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

6.c. Regulations of factor markets (labor and land)

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

(C) Policies for Social Inclusion/Equity

Cluster Score: 2.86

07. Gender Equality

Criteria Score: 3.333

7.a. Promotion of equal access for men and women to human capital development opportunities

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0

Final Score	3.0
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7.b. Promotion of equal access for men and women to productive and economic resources

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

7.c. Men and women equal status and protection under the law

Score Type	Value
Draft Score	4.0
Reviewed Score	4.0
Second Draft Score	4.0
Final Score	4.0

08. Equity of Public Resource Use

Criteria Score: 1.667

8.a. Poverty Measurement

Score Type	Value
Draft Score	1.0
Reviewed Score	1.0
Second Draft Score	1.0
Final Score	1.0

8.b. Public Expenditures: Priorities and strategies

Score Type	Value
Draft Score	1.0
Reviewed Score	1.0
Second Draft Score	1.0
Final Score	1.0

8.c. Regressive Tax

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

09. Building Human Resources

Criteria Score: 3

9.a. Health and nutrition services

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

9.b. Education, ECD, training and literacy programs

Score Type	Value
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Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

9.c. Prevention and treatment of HIV/AIDS, tuberculosis, and malaria

Score Type	Value
Draft Score	3.5
Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5

10. Social Protection and Labor

Criteria Score: 2.8

10.a. Social safety net programs

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

10.b. Protection of basic labour standards

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0

Second Draft Score	3.0
Final Score	3.0

10.c. Labour market regulations

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

10.d. Community driven initiatives

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

10.e. Pension and old age savings programs

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

11. Environmental Policies and Regulations

Criteria Score: 3.5

11. Environmental Policies and Regulations

Score Type	Value
Draft Score	3.5
Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5

(D) Public Sector Management and Institutions

Cluster Score: 2.483

12. Property Rights and Rule-based Governance

Criteria Score: 2.125

12.a. Legal basis for secure property and contract rights

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

12.b. Predictability, transparency, and impartiality of laws affecting economic activity

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0

Final Score	2.0
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12.c. Difficulty in obtaining business licenses

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

12.d. Crime and violence as an impediment to economic activity

Score Type	Value
Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

13. Quality of Budgetary and Financial Management

Criteria Score: 3.75

13.a. Comprehensive and credible budget

Score Type	Value
Draft Score	3.5
Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5

13.b. Effective financial management systems

Score Type	Value
Draft Score	3.5
Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5

13.c. Timely and accurate fiscal reporting

Score Type	Value
Draft Score	4.0
Reviewed Score	4.0
Second Draft Score	4.0
Final Score	4.0

13.d. Clear and balanced assignment of expenditures and revenues to each level of government

Score Type	Value
Draft Score	4.0
Reviewed Score	4.0
Second Draft Score	4.0
Final Score	4.0

14. Efficiency of Revenue Mobilization

Criteria Score: 2.5

14.a. Tax policy

Score Type	Value
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Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

14.b. Tax administration

Score Type	Value
Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

15. Quality of Public Administration

Criteria Score: 2.375

15.a. Policy coordination and responsiveness

Score Type	Value
Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

15.b. Service delivery and operational efficiency

Score Type	Value
Draft Score	2.5
Reviewed Score	2.5

Second Draft Score	2.5
Final Score	2.5

15.c. Merit and ethics

Score Type	Value
Draft Score	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

15.d. Pay adequacy and management of the wage bill

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

16. Transparency, Accountability, and Corruption in the Public Sector

Criteria Score: 1.667

16.a. Accountability of the executive to oversight institutions

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

16.b. Access of civil society to information on public affairs

Score Type	Value
Draft Score	1.5
Reviewed Score	1.5
Second Draft Score	1.5
Final Score	1.5

16.c. State captured by narrow vested interests

Score Type	Value
Draft Score	1.5
Reviewed Score	1.5
Second Draft Score	1.5
Final Score	1.5

(E) Infrastructure and Regional Integration

Cluster Score: 2.417

17. Infrastructure Development

Criteria Score: 2.333

17.a. Sector strategy/policy

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0

Final Score	3.0
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17.b. Legal and regulatory frameworks for infrastructure

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

17.c. Public resource management and accountability in the infrastructure sector

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

18. Regional Integration

Criteria Score: 2.5

18.a. Movement of persons and labor and right of establishment

Score Type	Value
Draft Score	2.0
Reviewed Score	2.0
Second Draft Score	2.0
Final Score	2.0

18.b. Regional financial integration

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0