

# CPIA Detailed Report

## Country: Ethiopia

Exercise Year: CPIA Exercise 2020

Currency: Ethiopian Birr (ETB)

City: Addas Ababa

Income Group: Low income

Lending Category: IDA

**Final CPIA Score: 4.282**

## (A) Economic Management

Cluster Score: 4.333

### 01. Fiscal Policy

Criteria Score: 4.5

#### 1. Fiscal Policy

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

### 02. Monetary Policy

Criteria Score: 5

## 2. Monetary Policy

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

## 03. Debt Policy

Criteria Score: 3.5

### 3. Debt Policy

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

## (B) Structural Policy

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Cluster Score: 3.833

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

Criteria Score: 4.167

### 4.a. Regional Integration and Economic Cooperation

| Score Type  | Value |
|-------------|-------|
| Draft Score | 4.5   |

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|--------------------|-----|
| Reviewed Score     | 4.5 |
| Second Draft Score | 4.5 |
| Final Score        | 4.5 |

#### 4.b. Trade restrictiveness

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

#### 4.c. Customs/trade facilitation

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

## 05. Financial Sector Development

**Criteria Score: 4**

#### 5.a. Financial stability

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |

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|-------------|-----|
| Final Score | 5.0 |
|-------------|-----|

#### 5.b. Sector's efficiency, depth, and resource mobilization strength

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

#### 5.c. Access to financial services

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

## 06. Business Regulatory Environment

Criteria Score: 3.333

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

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

#### 6.b. Regulations of ongoing business operations

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

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

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

## (C) Policies for Social Inclusion/Equity

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**Cluster Score: 4.58**

### 07. Gender Equality

**Criteria Score: 4**

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 3.5   |
| Reviewed Score     | 3.5   |
| Second Draft Score | 3.5   |

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|-------------|-----|
| Final Score | 3.5 |
|-------------|-----|

**7.b. Promotion of equal access for men and women to productive and economic resources**

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

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

**08. Equity of Public Resource Use**

**Criteria Score: 4.667**

**8.a. Poverty Measurement**

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

### 8.b. Public Expenditures: Priorities and strategies

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

### 8.c. Regressive Tax

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

## 09. Building Human Resources

Criteria Score: 4.333

### 9.a. Health and nutrition services

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

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

| Score Type | Value |
|------------|-------|
|------------|-------|

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|--------------------|-----|
| Draft Score        | 3.0 |
| Reviewed Score     | 3.0 |
| Second Draft Score | 3.0 |
| Final Score        | 3.0 |

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

### 10. Social Protection and Labor

Criteria Score: 4.4

#### 10.a. Social safety net programs

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

#### 10.b. Protection of basic labour standards

| Score Type     | Value |
|----------------|-------|
| Draft Score    | 3.5   |
| Reviewed Score | 3.5   |

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| Second Draft Score | 3.5 |
| Final Score        | 3.5 |

#### 10.c. Labour market regulations

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

#### 10.d. Community driven initiatives

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

#### 10.e. Pension and old age savings programs

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

### 11. Environmental Policies and Regulations

**Criteria Score: 5.5**

## 11. Environmental Policies and Regulations

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.5   |
| Reviewed Score     | 5.5   |
| Second Draft Score | 5.5   |
| Final Score        | 5.5   |

## (D) Public Sector Management and Institutions

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Cluster Score: 4.233

### 12. Property Rights and Rule-based Governance

Criteria Score: 3.75

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

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

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 3.5   |
| Reviewed Score     | 3.5   |
| Second Draft Score | 3.5   |

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|-------------|-----|
| Final Score | 3.5 |
|-------------|-----|

#### 12.c. Difficulty in obtaining business licenses

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

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

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

### 13. Quality of Budgetary and Financial Management

**Criteria Score: 4.625**

#### 13.a. Comprehensive and credible budget

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

### 13.b. Effective financial management systems

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

### 13.c. Timely and accurate fiscal reporting

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

## 14. Efficiency of Revenue Mobilization

Criteria Score: 4.5

### 14.a. Tax policy

| Score Type | Value |
|------------|-------|
|------------|-------|

|                    |     |
|--------------------|-----|
| Draft Score        | 4.5 |
| Reviewed Score     | 4.5 |
| Second Draft Score | 4.5 |
| Final Score        | 4.5 |

#### 14.b. Tax administration

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

### 15. Quality of Public Administration

Criteria Score: 4.125

#### 15.a. Policy coordination and responsiveness

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

#### 15.b. Service delivery and operational efficiency

| Score Type     | Value |
|----------------|-------|
| Draft Score    | 4.5   |
| Reviewed Score | 4.5   |

|                    |     |
|--------------------|-----|
| Second Draft Score | 4.5 |
| Final Score        | 4.5 |

**15.c. Merit and ethics**

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

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

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

**Criteria Score: 4.167**

**16.a. Accountability of the executive to oversight institutions**

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

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

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

#### 16.c. State captured by narrow vested interests

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

## (E) Infrastructure and Regional Integration

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Cluster Score: 4.25

### 17. Infrastructure Development

Criteria Score: 5

#### 17.a. Sector strategy/policy

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.5   |
| Reviewed Score     | 5.5   |
| Second Draft Score | 5.5   |

|             |     |
|-------------|-----|
| Final Score | 5.5 |
|-------------|-----|

#### 17.b. Legal and regulatory frameworks for infrastructure

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 5.0   |
| Reviewed Score     | 5.0   |
| Second Draft Score | 5.0   |
| Final Score        | 5.0   |

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

| Score Type         | Value |
|--------------------|-------|
| Draft Score        | 4.5   |
| Reviewed Score     | 4.5   |
| Second Draft Score | 4.5   |
| Final Score        | 4.5   |

### 18. Regional Integration

**Criteria Score: 3.5**

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

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

#### 18.b. Regional financial integration

| <b>Score Type</b>  | <b>Value</b> |
|--------------------|--------------|
| Draft Score        | 3.0          |
| Reviewed Score     | 3.0          |
| Second Draft Score | 3.0          |
| Final Score        | 3.0          |