

# CPIA Detailed Report

## Country: Lesotho

Exercise Year: CPIA Exercise 2021

Currency: South African Rand (ZAR)

City: Maseru

Income Group: Lower middle income

Lending Category: IDA

**Final CPIA Score: 3.481**

## (A) Economic Management

Cluster Score: 3.667

### 01. Fiscal Policy

Criteria Score: 4

#### 1. Fiscal Policy

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

### 02. Monetary Policy

Criteria Score: 3.5

## 2. Monetary Policy

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

## 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: 3.722

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

Criteria Score: 3.667

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

Score Type	Value
Draft Score	3.5

Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5

#### 4.b. Trade restrictiveness

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

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

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

## 05. Financial Sector Development

**Criteria Score: 3.667**

#### 5.a. Financial stability

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

Final Score	4.0
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#### 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: 3.833

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

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

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

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

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

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

## (C) Policies for Social Inclusion/Equity

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**Cluster Score: 3.447**

### 07. Gender Equality

**Criteria Score: 4.333**

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

Score Type	Value
Draft Score	5.0
Reviewed Score	5.0
Second Draft Score	5.0

Final Score	5.0
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**7.b. Promotion of equal access for men and women to productive and economic resources**

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

**08. Equity of Public Resource Use**

**Criteria Score: 3.5**

**8.a. Poverty Measurement**

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

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

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

### 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: 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	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	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

### 10. Social Protection and Labor

Criteria Score: 3.4

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

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

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

Score Type	Value
Draft Score	3.5
Reviewed Score	3.5

Second Draft Score	3.5
Final Score	3.5

#### 10.c. Labour market regulations

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

#### 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	4.0
Reviewed Score	4.0
Second Draft Score	4.0
Final Score	4.0

### 11. Environmental Policies and Regulations

**Criteria Score: 3**

## 11. Environmental Policies and Regulations

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

## (D) Public Sector Management and Institutions

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**Cluster Score: 3.317**

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

**Criteria Score: 3.625**

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

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

#### 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

Final Score	3.5
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**12.c. Difficulty in obtaining business licenses**

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

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

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

**13. Quality of Budgetary and Financial Management**

**Criteria Score: 3.5**

**13.a. Comprehensive and credible budget**

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

### 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	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

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

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

## 14. Efficiency of Revenue Mobilization

Criteria Score: 3.75

### 14.a. Tax policy

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

#### 14.b. Tax administration

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

### 15. Quality of Public Administration

Criteria Score: 2.875

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

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

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

Score Type	Value
Draft Score	3.0
Reviewed Score	3.0

Second Draft Score	3.0
Final Score	3.0

**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	2.5
Reviewed Score	2.5
Second Draft Score	2.5
Final Score	2.5

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

**Criteria Score: 2.833**

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

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

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

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

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

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

## (E) Infrastructure and Regional Integration

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**Cluster Score: 3.334**

### 17. Infrastructure Development

**Criteria Score: 3.167**

#### 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	3.0
Reviewed Score	3.0
Second Draft Score	3.0
Final Score	3.0

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

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

### 18. Regional Integration

**Criteria Score: 3.5**

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

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

#### 18.b. Regional financial integration

<b>Score Type</b>	<b>Value</b>
Draft Score	3.5
Reviewed Score	3.5
Second Draft Score	3.5
Final Score	3.5