## Quick Facts

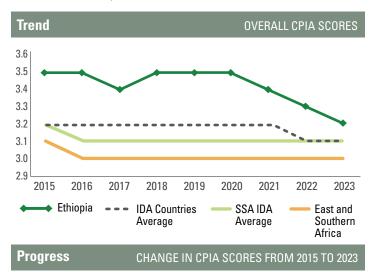
CPIA Score	Change from previous year	Highest performing cluster	Lowest performing cluster	Population (millions)	126.5
				GDP (current US\$, billions)	163.7
3.2	▼ 0.1	3.5	2.8	GDP per capita (current US\$)	1,293.8
Above IDA Avg.	Decrease	(Policies for Social Inclusion and Equity)	(Economic Management)	International poverty rate (US\$2.15) (% of population)	24.9

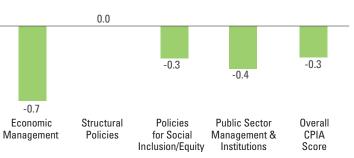
## **Country Policy and Institutional Assessment 2023**

Indicator	Ethiopia	East and Southern Africa	SSA IDA Average	IDA Borrowers Average
Economic Management	2.8	2.9	3.2	3.2
Monetary and Exchange Rate Policy	2.5	3.1	3.4	3.4
Fiscal Policy	3.5	2.8	3.1	3.0
Debt Policy and Management	2.5	2.8	3.1	3.1
Structural Policies	3.2	3.1	3.2	3.2
Trade	3.5	3.5	3.7	3.7
Financial Sector	3.0	2.7	2.7	2.8
Business Regulatory Environment	3.0	2.9	3.0	3.0
Policies for Social Inclusion and Equity	3.5	3.2	3.3	3.3
Gender Equality	3.0	3.2	3.3	3.3
Equity of Public Resource Use	3.5	3.3	3.4	3.4
Building Human Resources	4.0	3.6	3.6	3.6
Social Protection and Labor	3.5	2.9	3.1	3.0
Policies and Institutions for Environmental Sustainability	3.5	3.2	3.3	3.2
Public Sector Management and Institutions	3.1	2.7	2.9	2.9
Property Rights and Rule-Based Governance	2.0	2.5	2.7	2.8
Quality of Budgetary and Financial Management	4.0	2.7	2.9	3.0
Efficiency of Revenue Mobilization	3.0	3.1	3.2	3.3
Quality of Public Administration	3.5	2.7	2.8	2.8
Transparency, Accountability, and Corruption in the Public Sector	3.0	2.4	2.7	2.8
Overall CPIA Score	3.2	3.0	3.1	3.1

## **Highlights**

- > Credit controls and foreign exchange restrictions were used to pursue price stability and mitigate the effects of shocks.
- Security issues affected the business environment, tax administration was disputed, and customs procedures and port delays posed challenges for exporting firms.
- The legal framework for judicial appointments and evidence of continued efforts to improve the transparency of judicial decisions translated into improvements in the global index; however, it remains weak.
- > The core administration showed a moderate capacity to ensure the quality of policy and regulatory management. However, systemic food aid diversion demonstrated the inefficacy of its quality assurance and accountability controls.





## Definitions

• CPIA: Country Policy and Institutional Assessment • IDA: International Development Association, the arm

of the World Bank Group that provides credits to the poorest countries

SSA: Sub-Saharan Africa

· Poverty data are based on the MFMod Database, Macro-

Poverty Outlook, World Bank, spring 2024. Poverty data are

expressed in 2017 purchasing power parity. • The cutoff date for the World Development Indicators database

is July 2024

Average scores for comparisons refer to country groupings as follows:

- IDA Borrowing Countries: 74 countries eligible for IDA credits and with CPIA scores in 2023
  - SSA IDA Countries: 39 SSA IDA countries that had CPIA scores in 2023
- West and Central Africa: 20 SSA IDA countries with CPIA scores in 2023
- · East and Southern Africa: 19 SSA IDA countries with CPIA scores in 2023