

# Report to G20 Compact with Africa – Policy Matrix

## Egypt

Goal: Improve framework conditions for private investment (domestic and foreign)

Focus Areas	Government action	Indicators and targets	Partners' support
<b>Macroeconomic framework</b>			
(1) Macroeconomic stability	<ul style="list-style-type: none"> <li>Proactively manage fiscal risks (pensions, SOE balance sheets, guarantees and other contingent liabilities), through the newly established fiscal risk committee.</li> <li>Announce an IPO action plan to divest stake in public entities .</li> <li>Continue the transition of the monetary policy framework towards inflation targeting</li> </ul>	<ol style="list-style-type: none"> <li>Primary balance increases from -1.8% in 2016/17 to 2% of GDP by 2018/19</li> <li>Divest stake in 5 public entities by end of June 2019.</li> <li>CBE to maintain a liberalized FX market and adequate NIRs levels</li> <li>Announcement of the disinflation path of 13% (+/- 3%) in 2018 Q4 and single digits thereafter.</li> </ol>	IMF, WBG, AFDB
(2) Domestic Revenue Mobilization	<ul style="list-style-type: none"> <li>Implementation of a simplified SME tax regime</li> <li>Implementation of the international standards on exchange of information for tax purposes.</li> <li>Adopt a tax administration modernization strategic plan.</li> </ul>	<ol style="list-style-type: none"> <li>Non-sovereign tax revenues to GDP increase from 8 percent in 2016/17 to 10 percent by 2018/19.</li> </ol>	IMF, WBG, AFDB OECD, EU
(3) Public investment management	<ul style="list-style-type: none"> <li>Reform the process for appraisal, selection and monitoring of public investments: to improve quality of public investment portfolio consistent with macro-economic framework.</li> </ul>	<ol style="list-style-type: none"> <li>Public Investment Efficiency indicator (0-4, IMF) improves from 1.43 in 2010 to 2.0 in 2020.</li> </ol>	WBG, IMF
<b>Business Framework</b>			
(4) Business environment and regulation	<b>Trade:</b> <ul style="list-style-type: none"> <li>Implement National Single Window in preparation for Regional Single Window (RSW) and International Single Window (ISW).</li> <li>Introduce systems integration</li> <li>Implement the Single Administrative Document (SAD) for custom clearance and realize full integration between the entities of International trade.</li> </ul>	<ol style="list-style-type: none"> <li>Decrease the number of days for customs procedures for export from 6 days in 2016 to 2 days by 2018.</li> <li>Decrease the number of days for customs procedures for imports from 21 days in 2016 to 5 days by 2018.</li> </ol>	WBG, AFDB, TDMEP, EU, USAID, WTO/ITC, UNDP, OECD (including Investment Policy Review)
	<b>Industrial development:</b> <ul style="list-style-type: none"> <li>Facilitating industrial land provision through the General Authority for Industrial Development and the Industrial Licensing Law through a transparent process.</li> </ul>	<ol style="list-style-type: none"> <li>Industrial land provision increases from 3.1 sqm in 2015 to 16 spm in 2018 through a transparent process.</li> </ol>	
	<b>Procurement:</b> <ul style="list-style-type: none"> <li>Improve public procurement practices and transparency.</li> </ul>	<ol style="list-style-type: none"> <li>Parliament approval of Egypt's new modern procurement law by November 2018.</li> <li>Strengthen the existing complaint system, restructuring and equipping it with appropriate resources and develop management procedures to ensure good governance and best practices.</li> </ol>	
	<b>Insolvency:</b> <ul style="list-style-type: none"> <li>Effective implementation of the Bankruptcy law</li> </ul>	<ol style="list-style-type: none"> <li>Reduction in Time it takes to recover debt and Improvement of the Recovery rate for secured creditors (Doing Business Report).</li> </ol>	
<b>Financing framework</b>			

