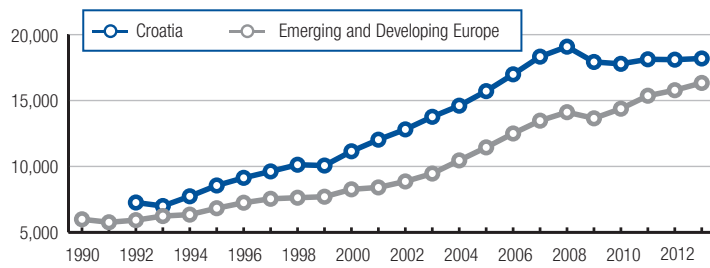


Croatia

Key indicators, 2013

| | |
|--|--------|
| Population (millions)..... | 4.3 |
| GDP (US\$ billions)..... | 58.1 |
| GDP per capita (US\$)..... | 13,562 |
| GDP (PPP) as share (%) of world total..... | 0.09 |

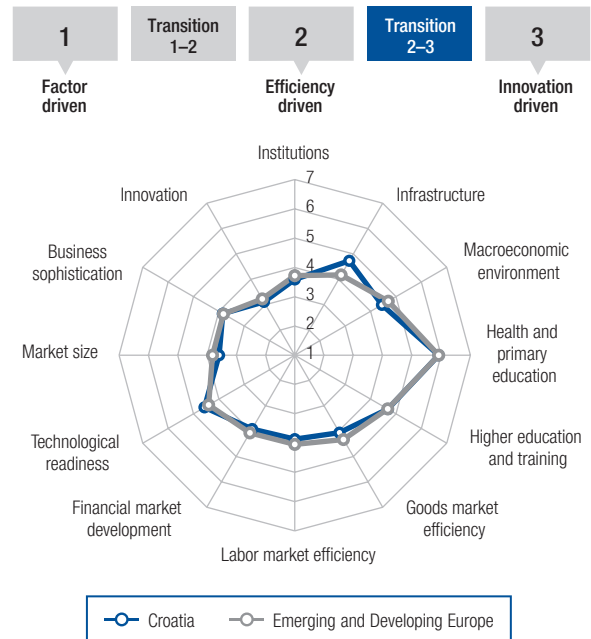
GDP (PPP) per capita (int'l \$), 1990–2013



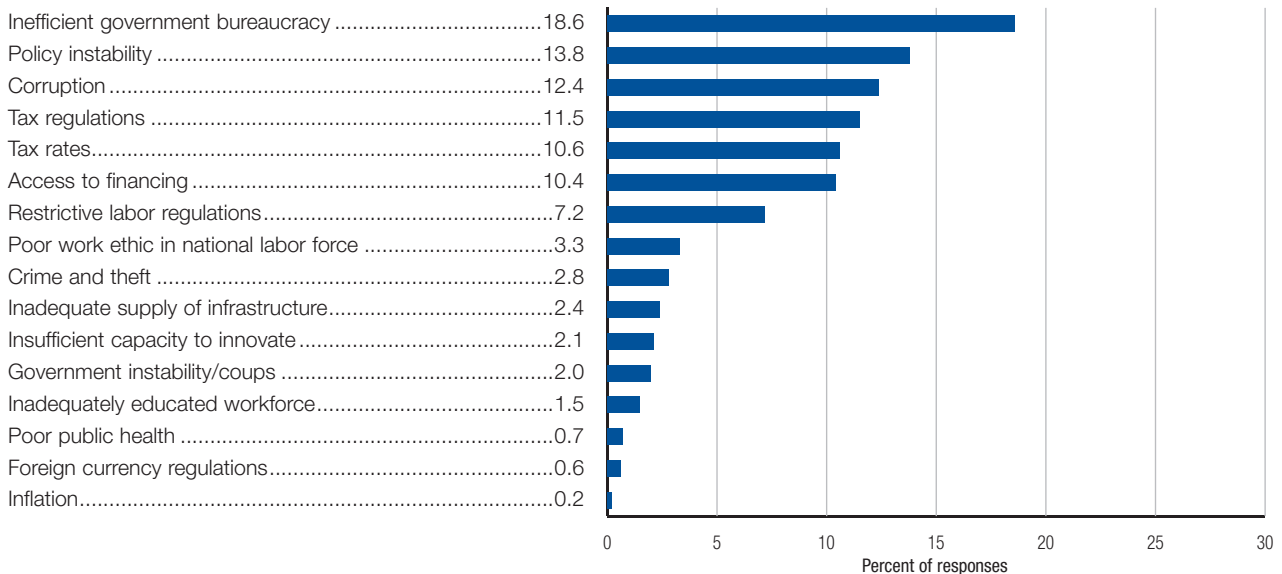
Global Competitiveness Index

| | Rank (out of 144) | Score (1–7) |
|--|----------------------|----------------|
| GCI 2014–2015 | 77 | 4.1 |
| GCI 2013–2014 (out of 148)..... | 75 | 4.1 |
| GCI 2012–2013 (out of 144)..... | 81 | 4.0 |
| GCI 2011–2012 (out of 142)..... | 76 | 4.1 |
| Basic requirements (28.6%) | 63 | 4.7 |
| Institutions..... | 87 | 3.6 |
| Infrastructure..... | 44 | 4.7 |
| Macroeconomic environment..... | 91 | 4.4 |
| Health and primary education..... | 60 | 5.9 |
| Efficiency enhancers (50.0%) | 68 | 4.1 |
| Higher education and training..... | 53 | 4.7 |
| Goods market efficiency..... | 105 | 4.1 |
| Labor market efficiency..... | 106 | 3.9 |
| Financial market development..... | 74 | 3.9 |
| Technological readiness..... | 44 | 4.6 |
| Market size..... | 79 | 3.6 |
| Innovation and sophistication factors (21.4%) | 87 | 3.5 |
| Business sophistication..... | 83 | 3.8 |
| Innovation..... | 93 | 3.1 |

Stage of development



The most problematic factors for doing business



Note: From the list of factors above, respondents were asked to select the five most problematic for doing business in their country and to rank them between 1 (most problematic) and 5. The bars in the figure show the responses weighted according to their rankings.

The Global Competitiveness Index in detail

| INDICATOR | VALUE | RANK/144 | INDICATOR | VALUE | RANK/144 |
|--|--|----------------|--|--|-------------|
| 1st pillar: Institutions | | | 6th pillar: Goods market efficiency (cont'd.) | | |
| 1.01 | Property rights | 3.8.....92 | 6.06 | No. procedures to start a business* | 6.....57 |
| 1.02 | Intellectual property protection | 3.6.....75 | 6.07 | No. days to start a business* | 8.0.....39 |
| 1.03 | Diversion of public funds | 3.3.....64 | 6.08 | Agricultural policy costs | 2.5.....141 |
| 1.04 | Public trust in politicians | 2.0.....124 | 6.09 | Prevalence of trade barriers | 4.6.....35 |
| 1.05 | Irregular payments and bribes | 4.0.....67 | 6.10 | Trade tariffs, % duty* | 3.2.....45 |
| 1.06 | Judicial independence | 3.2.....100 | 6.11 | Prevalence of foreign ownership | 4.3.....92 |
| 1.07 | Favoritism in decisions of government officials | 2.5.....119 | 6.12 | Business impact of rules on FDI | 2.6.....140 |
| 1.08 | Wastefulness of government spending | 2.2.....129 | 6.13 | Burden of customs procedures | 4.6.....41 |
| 1.09 | Burden of government regulation | 2.2.....141 | 6.14 | Imports as a percentage of GDP* | 42.4.....79 |
| 1.10 | Efficiency of legal framework in settling disputes | 2.5.....134 | 6.15 | Degree of customer orientation | 4.6.....60 |
| 1.11 | Efficiency of legal framework in challenging regs. | 2.1.....138 | 6.16 | Buyer sophistication | 2.7.....128 |
| 1.12 | Transparency of government policymaking | 3.3.....121 | 7th pillar: Labor market efficiency | | |
| 1.13 | Business costs of terrorism | 6.5.....5 | 7.01 | Cooperation in labor-employer relations | 3.7.....126 |
| 1.14 | Business costs of crime and violence | 5.2.....32 | 7.02 | Flexibility of wage determination | 5.5.....34 |
| 1.15 | Organized crime | 5.4.....49 | 7.03 | Hiring and firing practices | 2.9.....129 |
| 1.16 | Reliability of police services | 4.4.....55 | 7.04 | Redundancy costs, weeks of salary* | 15.1.....71 |
| 1.17 | Ethical behavior of firms | 3.9.....71 | 7.05 | Effect of taxation on incentives to work | 2.2.....142 |
| 1.18 | Strength of auditing and reporting standards | 4.3.....94 | 7.06 | Pay and productivity | 3.9.....78 |
| 1.19 | Efficacy of corporate boards | 4.2.....96 | 7.07 | Reliance on professional management | 3.8.....99 |
| 1.20 | Protection of minority shareholders' interests | 3.6.....105 | 7.08 | Country capacity to retain talent | 2.1.....137 |
| 1.21 | Strength of investor protection, 0–10 (best)* | 3.3.....123 | 7.09 | Country capacity to attract talent | 1.8.....141 |
| 2nd pillar: Infrastructure | | | 7.10 | Women in labor force, ratio to men* | 0.84.....59 |
| 2.01 | Quality of overall infrastructure | 4.9.....44 | 8th pillar: Financial market development | | |
| 2.02 | Quality of roads | 5.6.....17 | 8.01 | Availability of financial services | 4.3.....78 |
| 2.03 | Quality of railroad infrastructure | 2.9.....58 | 8.02 | Affordability of financial services | 3.8.....101 |
| 2.04 | Quality of port infrastructure | 4.6.....51 | 8.03 | Financing through local equity market | 2.8.....104 |
| 2.05 | Quality of air transport infrastructure | 4.2.....76 | 8.04 | Ease of access to loans | 2.4.....106 |
| 2.06 | Available airline seat km/week, millions* | 78.9.....89 | 8.05 | Venture capital availability | 2.2.....114 |
| 2.07 | Quality of electricity supply | 5.7.....40 | 8.06 | Soundness of banks | 4.9.....69 |
| 2.08 | Mobile telephone subscriptions/100 pop.* | 114.5.....66 | 8.07 | Regulation of securities exchanges | 4.0.....72 |
| 2.09 | Fixed telephone lines/100 pop.* | 36.8.....30 | 8.08 | Legal rights index, 0–10 (best)* | 7.....43 |
| 3rd pillar: Macroeconomic environment | | | 9th pillar: Technological readiness | | |
| 3.01 | Government budget balance, % GDP* | -5.5.....114 | 9.01 | Availability of latest technologies | 5.1.....59 |
| 3.02 | Gross national savings, % GDP* | 19.5.....71 | 9.02 | Firm-level technology absorption | 4.6.....72 |
| 3.03 | Inflation, annual % change* | 2.2.....1 | 9.03 | FDI and technology transfer | 4.0.....110 |
| 3.04 | General government debt, % GDP* | 59.8.....99 | 9.04 | Individuals using Internet, %* | 66.7.....42 |
| 3.05 | Country credit rating, 0–100 (best)* | 53.4.....63 | 9.05 | Fixed broadband Internet subscriptions/100 pop.* | 21.5.....36 |
| 4th pillar: Health and primary education | | | 9.06 | Int'l Internet bandwidth, kb/s per user* | 40.5.....62 |
| 4.01 | Malaria cases/100,000 pop.* | M.F.....n/a | 9.07 | Mobile broadband subscriptions/100 pop.* | 65.3.....24 |
| 4.02 | Business impact of malaria | N/Appl.....n/a | 10th pillar: Market size | | |
| 4.03 | Tuberculosis cases/100,000 pop.* | 14.0.....33 | 10.01 | Domestic market size index, 1–7 (best)* | 3.3.....76 |
| 4.04 | Business impact of tuberculosis | 6.7.....17 | 10.02 | Foreign market size index, 1–7 (best)* | 4.3.....75 |
| 4.05 | HIV prevalence, % adult pop.* | <0.1.....1 | 10.03 | GDP (PPP\$ billions)* | 77.9.....77 |
| 4.06 | Business impact of HIV/AIDS | 6.8.....5 | 10.04 | Exports as a percentage of GDP* | 42.4.....63 |
| 4.07 | Infant mortality, deaths/1,000 live births* | 4.0.....27 | 11th pillar: Business sophistication | | |
| 4.08 | Life expectancy, years* | 76.9.....42 | 11.01 | Local supplier quantity | 4.7.....62 |
| 4.09 | Quality of primary education | 4.6.....41 | 11.02 | Local supplier quality | 4.6.....51 |
| 4.10 | Primary education enrollment, net %* | 89.3.....103 | 11.03 | State of cluster development | 3.2.....117 |
| 5th pillar: Higher education and training | | | 11.04 | Nature of competitive advantage | 3.7.....56 |
| 5.01 | Secondary education enrollment, gross %* | 98.4.....39 | 11.05 | Value chain breadth | 3.7.....82 |
| 5.02 | Tertiary education enrollment, gross %* | 61.6.....38 | 11.06 | Control of international distribution | 3.8.....96 |
| 5.03 | Quality of the education system | 3.2.....97 | 11.07 | Production process sophistication | 3.5.....97 |
| 5.04 | Quality of math and science education | 4.9.....26 | 11.08 | Extent of marketing | 3.9.....94 |
| 5.05 | Quality of management schools | 4.2.....76 | 11.09 | Willingness to delegate authority | 3.4.....98 |
| 5.06 | Internet access in schools | 4.8.....52 | 12th pillar: Innovation | | |
| 5.07 | Availability of research and training services | 4.1.....70 | 12.01 | Capacity for innovation | 3.1.....124 |
| 5.08 | Extent of staff training | 3.2.....129 | 12.02 | Quality of scientific research institutions | 4.0.....53 |
| 6th pillar: Goods market efficiency | | | 12.03 | Company spending on R&D | 3.1.....75 |
| 6.01 | Intensity of local competition | 4.9.....83 | 12.04 | University-industry collaboration in R&D | 3.4.....81 |
| 6.02 | Extent of market dominance | 3.3.....110 | 12.05 | Gov't procurement of advanced tech products | 2.7.....129 |
| 6.03 | Effectiveness of anti-monopoly policy | 3.7.....97 | 12.06 | Availability of scientists and engineers | 3.9.....79 |
| 6.04 | Effect of taxation on incentives to invest | 2.1.....142 | 12.07 | PCT patents, applications/million pop.* | 10.0.....36 |
| 6.05 | Total tax rate, % profits* | 19.8.....11 | | | |

Notes: Values are on a 1-to-7 scale unless otherwise annotated with an asterisk (*). For further details and explanation, please refer to the section "How to Read the Country/Economy Profiles" on page 101.