

No country has been able to develop without sustained economic growth



5%

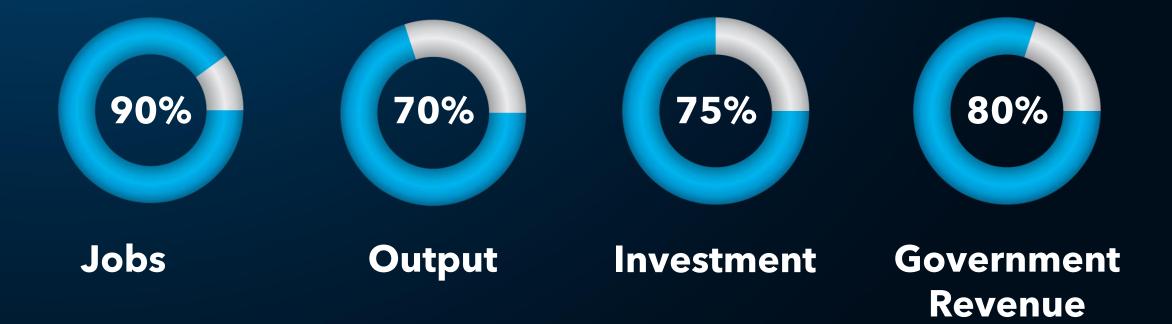
Annual growth needed to escape the "middleincome trap"



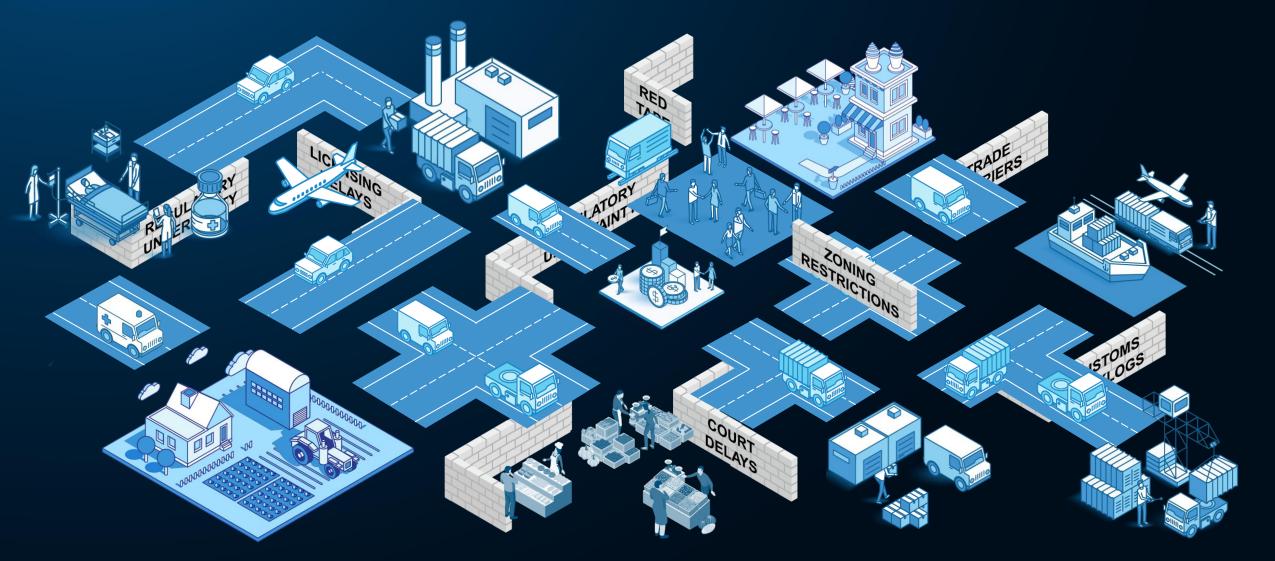


Average annual growth in ASEAN countries over the last decade

The private sector: an economic giant



The private sector can be an engine of growth if the business environment is favorable





What makes for an enabling business environment?

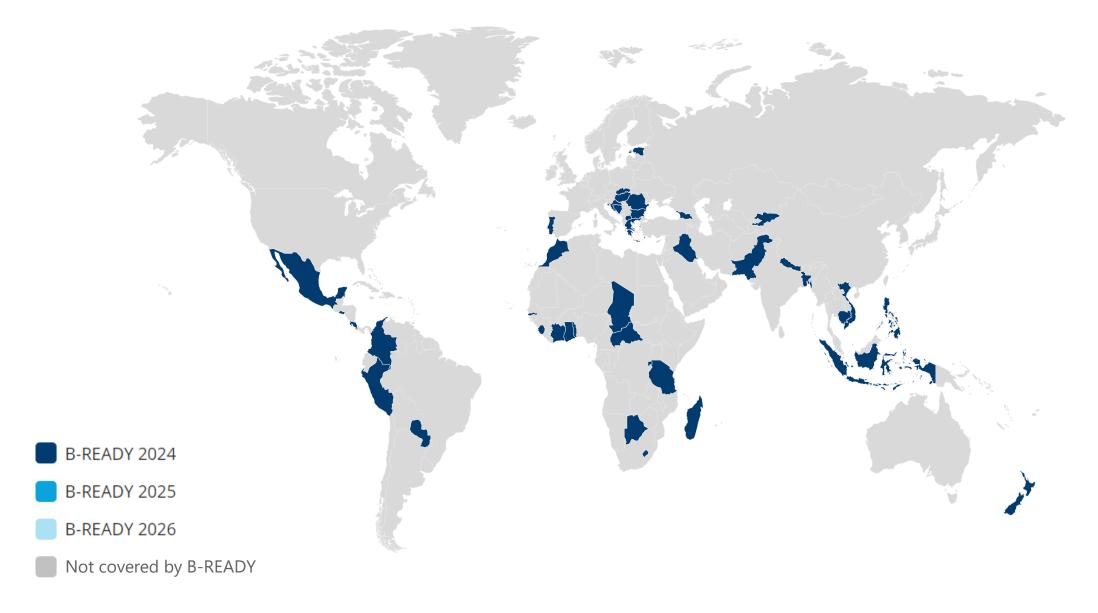


B-READY:

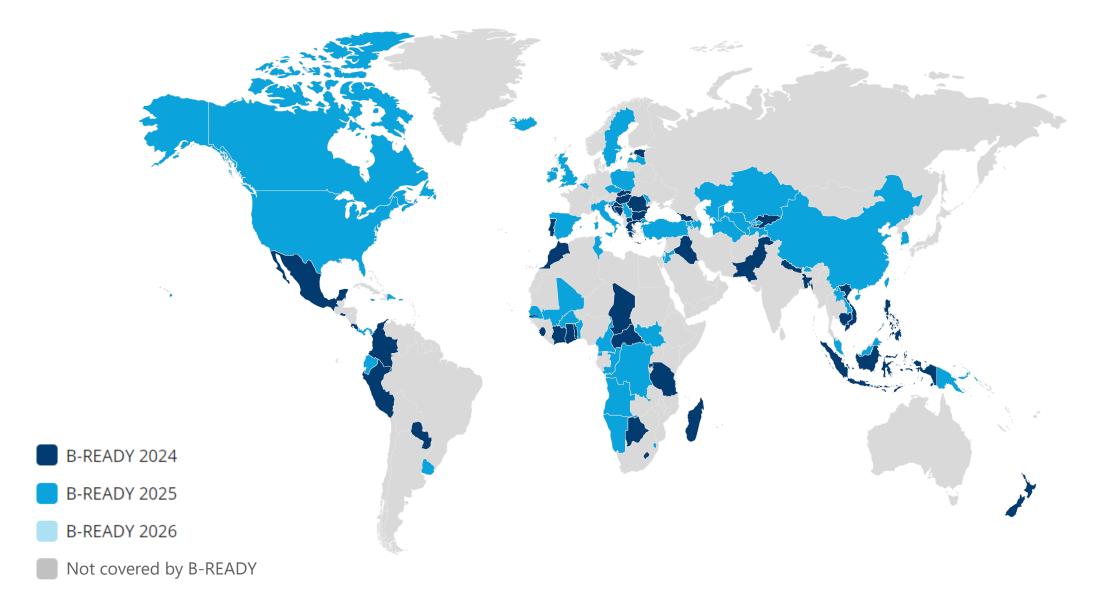
 Assessing the business environment
Reform guide for private sector development



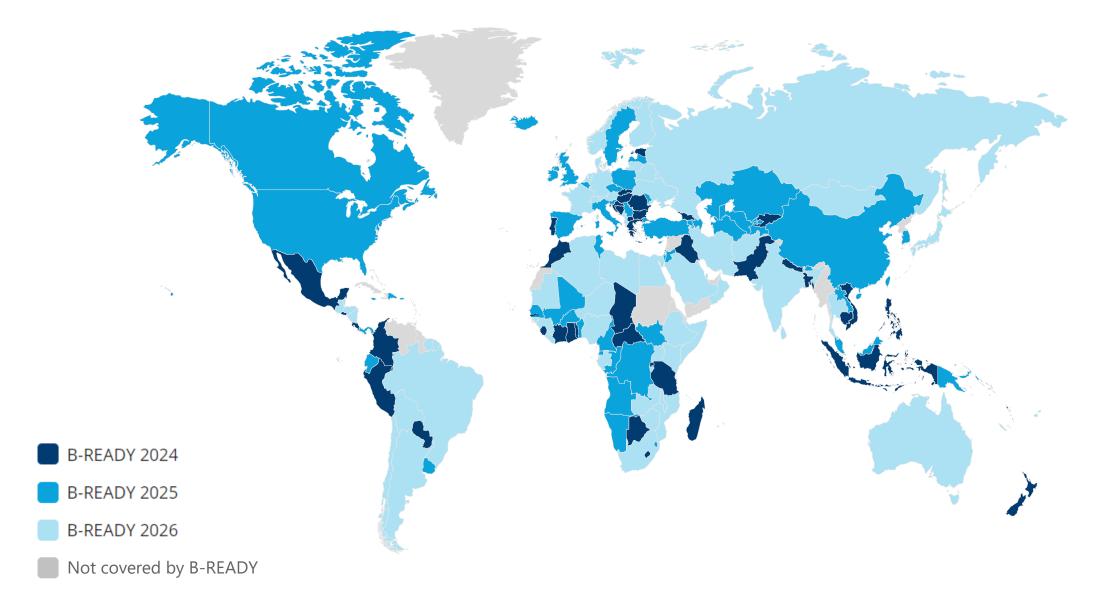
B-READY 2024



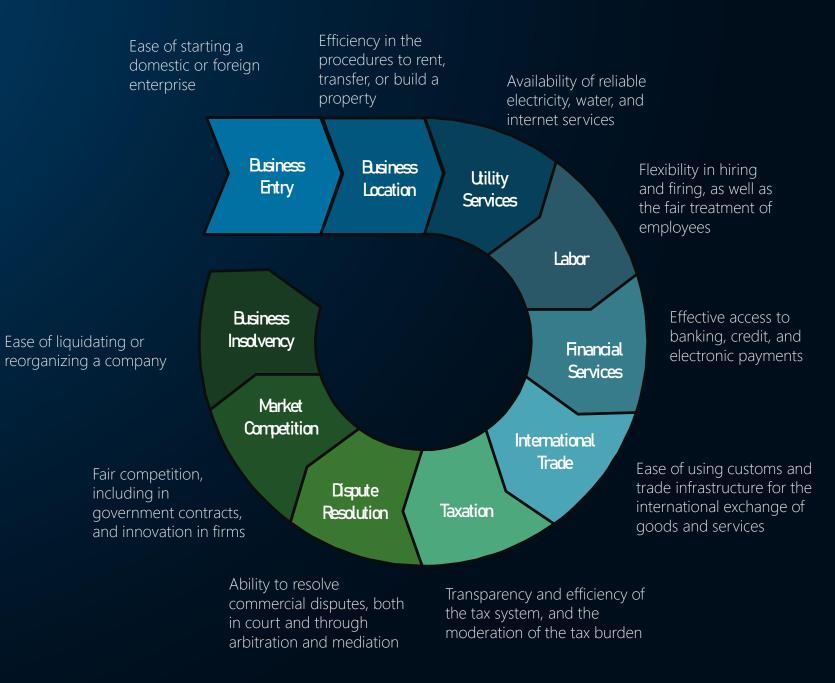
Planned B-READY 2025



Planned B-READY 2026



Topics





Ex. Restrictions on the ability of foreign companies to lease or own property

Ex. Digital platforms to register a property transfer

Ex. Time to obtain a construction permit

Ex. The existence of a code of ethics for judges

Ex. Digital platforms to hold virtual court hearings

Ex. Time and cost to resolve a comercial dispute

Data sources

Expert Questionnaires

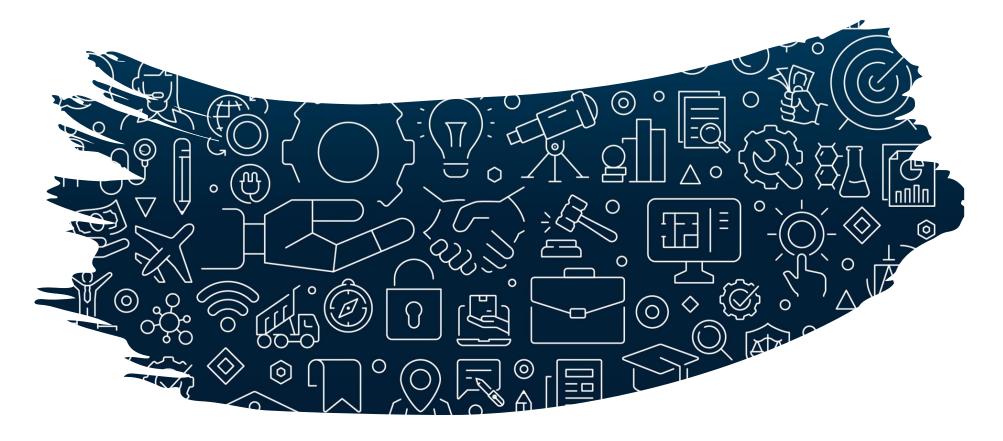
Enterprise Surveys

Data from experts Data from firms

De jure and de facto De facto

Annual cycle

Three-year cycle



B-READY 2024 Results

1,200 indicators for each economy

Scores



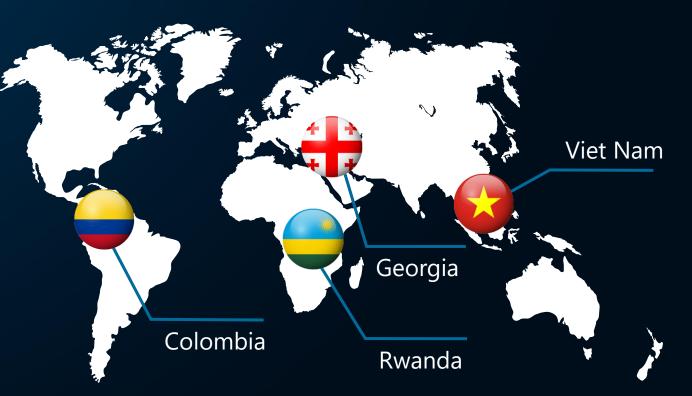
Which countries perform well in B-Ready 2024?

Wealthier countries tend to be more business ready

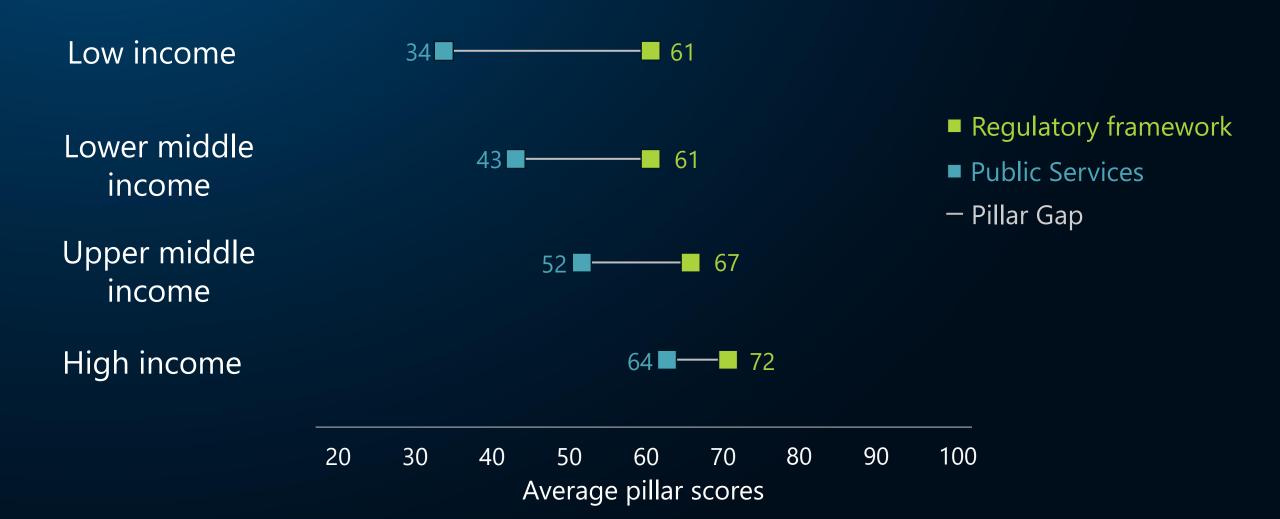


Which countries perform well in B-Ready 2024?

But countries <u>do not</u> <u>need to be rich</u> to develop a favorable business environment



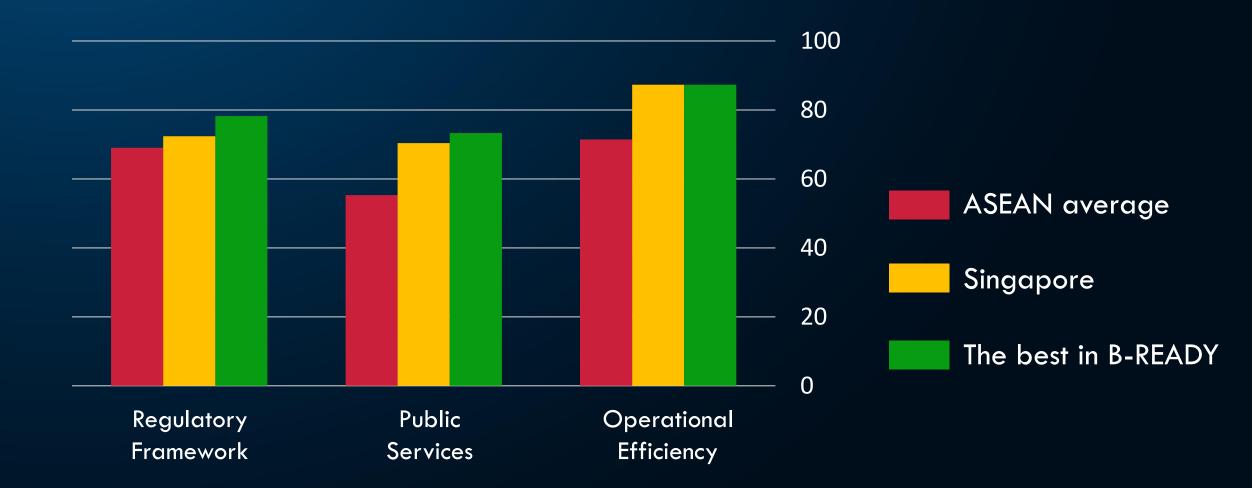
A "public-services" gap





B-READY 2024 – Results for ASEAN countries

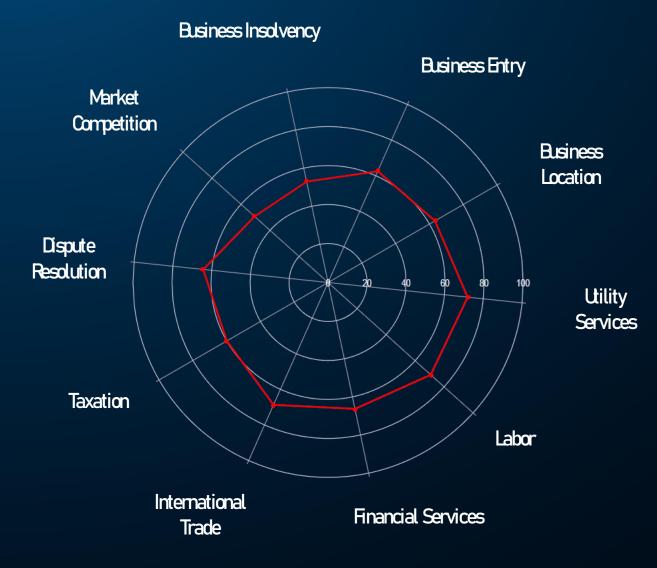
Pillar scores



Performance by pillar

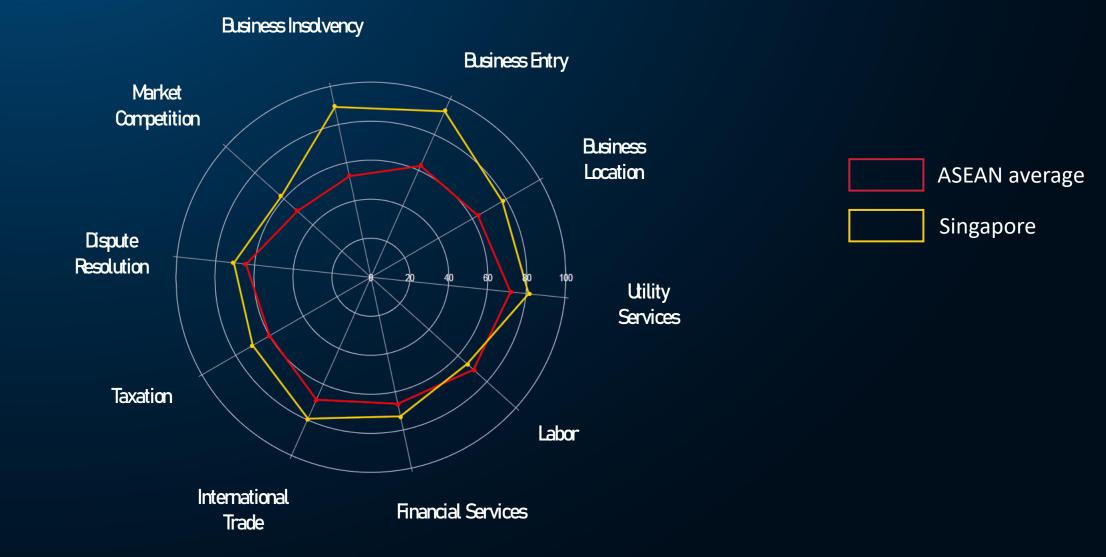
	Pillar 1 Regulatory Framework	Pillar 2 Public Services	Pillar 3 Operational Efficiency
Cambodia	62.94	39.14	60.66
Indonesia	63.98	63.44	61.31
Philippines	70.68	50.80	57.95
Singapore	72.37	70.40	87.33
Viet Nam	66.81	53.41	72.78
	Тор 20% 20-4	0% 40-60% 60-	80% Bottom 20%

Topic scores



ASEAN average

Topic scores



Topic scores



Performance by topic

	Business Entry	Business Location	Utility Services	Labor	Financial Services	International Trade	Taxation	Dispute Resolution	Market Competition	Business Insolvency
Cambodia	43.80	49.00	64.45	68.44	86.03	57.68	58.60	61.76	33.09	19.63
Indonesia	63.72	68.09	70.55	72.20	56.51	64.58	59.91	64.24	52.34	56.96
Philippines	48.49	60.27	66.47	75.54	60.70	71.47	56.66	62.88	50.13	45.51
Singapore	93.57	78.24	81.76	66.83	73.33	79.83	70.39	71.08	62.29	89.69
Viet Nam	65.47	62.92	78.73	73.19	57.17	72.39	56.46	64.23	57.67	55.12

Top 20% 20-40% 40-60% 60-80%

Topics in top 20%



In Cambodia, it takes 68 days to register a new domestic

company. In the most efficient economies, it takes 3 days.

Firms face an overage of 4 electrical outages per Boilt, although the number can be as high a 22 initisme communities - related permit takes 90 days of a percent of the registration process of the registration a lobal regis Over 90 percent of economies have online tax portals,

but only 4 percent learning services

Business Location – The Philippines

In the Philippines, it takes companies 90 days to transfer a property. In the most efficient economies, it takes one day.

Over 90 percent of economies have online tax portals, but only 4 percent offer charters, e-forums and elearning services Object of economies have online tax portals, learning services Object of economies have online tax portals, the result of the services of percent of economies in a construction permit takes an exercise of a construction for the services only 8% of economies result in a construction permit takes an exercise of a construction for the services only 8% of economies result in a construction permit takes an exercise of a construction for the services on 120 days in some of percent of foreign and the service of a construction permit takes an exercise of a construction for the service of a construction permit takes an exercise of a construction for the service of a construction permit takes an exercise of a construction permit takes and exercise of a construction permit take a construction permit takes and exercise of a construc

in a typical month. In the most efficient economies, only 2%.

Firms face a coverage of 4 electrical outages per front, although the number can be as high a builting account of the permit takes of days are age across economies, builthis can extend up to takes between three info days with up to 106 days. 74% of economies have both an accelerator.

24% of Singaporean firms perceive labor regulations to be a major or very severe obstacle. In the most efficient

economies, it is less than 1%.

Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and e-

learning services



In Indonesia, only 34% of payments by firms to their suppliers are made electronically. In the best performing

economies, it is more than 99%.

Firms face of a verified of 4 electrical outages per thom, although the number can be as high a 22 inition common informer left efficient to the solution of Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and e_{-A}

learning services



International Trade - Indonesia

In Indonesia, it costs 66% of an imported good's value and 35% of an exported good's value to comply with import/export

requirements. In the most efficient economies, it costs 2%.

outages per horth, although the number can be as high a 22 pinipome commonion-related in 200 agerage across economies, 8 Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and elearning services

im Taxation – Viet Nam

In Viet Nam, small companies cannot make use of simplified record keeping methods, such as single-entry

bookkeeping.

outages per horth, although the number of 3 of the offer and the second second

Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and e-

Dispute Resolution – Viet Nam

In Viet Nam, it costs 39% of the claim value to settle a dispute through courts. In the most efficient economies,

the value is below 10%.

outages per horth, although the number of some common the solution of the solu

Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and e-a

Market Competition – The Philippines

In the Philippines, 22% of firms reported that their prices are

regulated. In the most competitive economies, it is less than 4%.

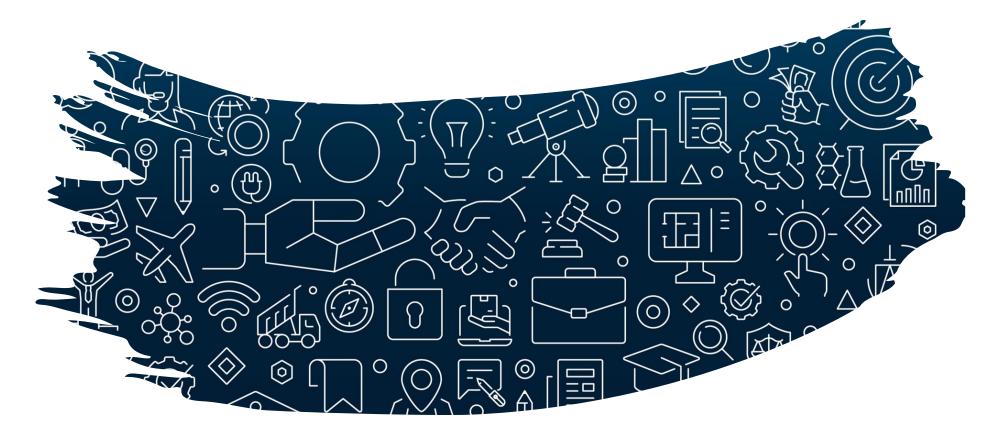
Firms face on deering of 4 electrical show of the set o

Over 90 percent of economies have online tax portals, but only 4 percent offer chatbots, e-forums and elearning services

Business Insolvency - Cambodia

Cambodia has not completed an insolvency case in the last three years, putting under question its ability to

address bankruptcy and reorganization cases.



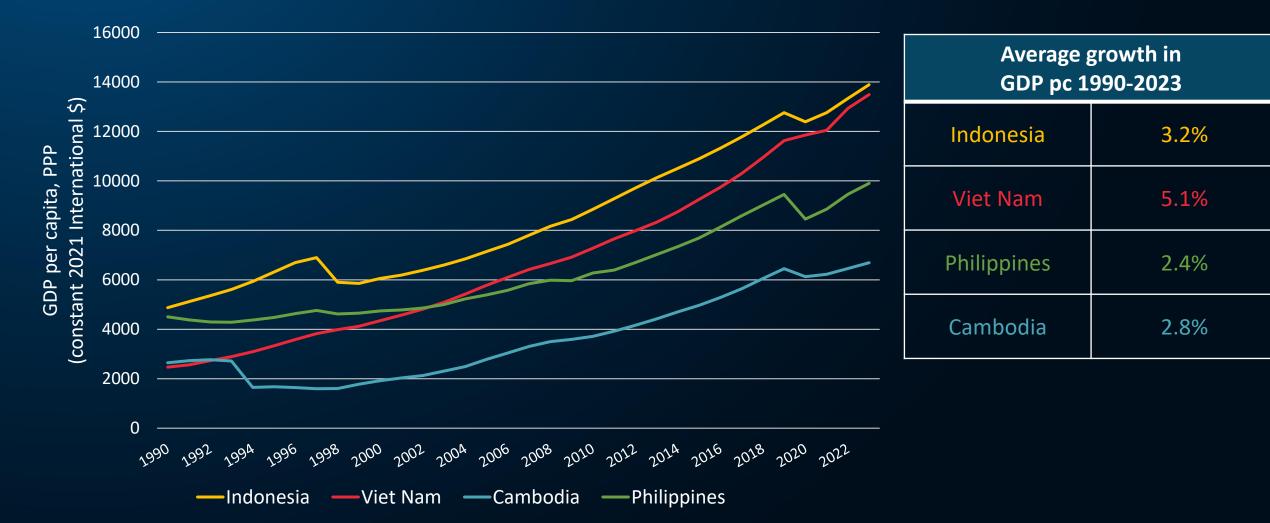
In conclusion

The conclusion of Business Ready 2024

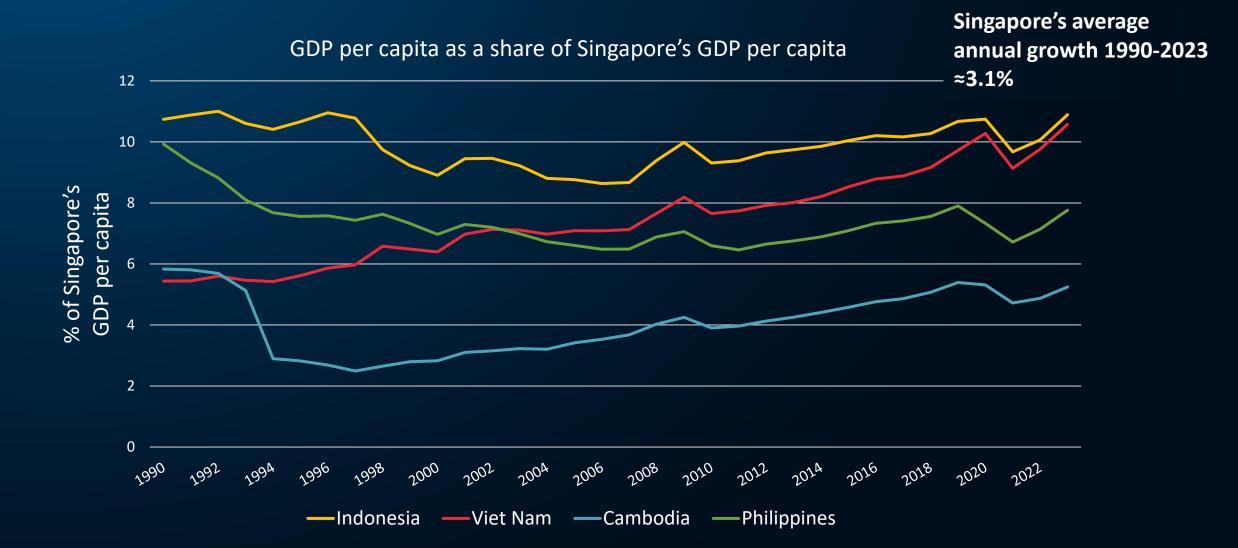
Because of the great need for economic growth and job creation, ASEAN economies must significantly improve their business readiness



Growth in ASEAN countries

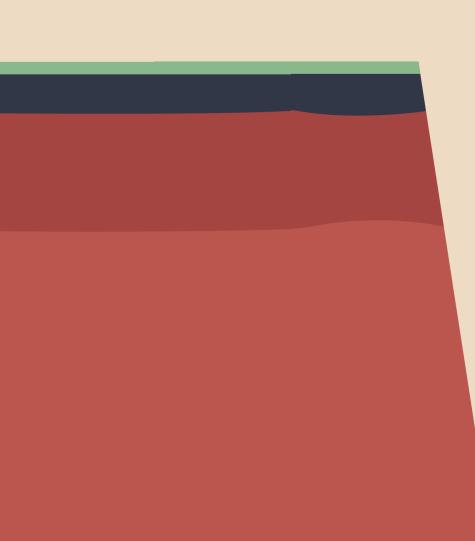


ASEAN countries relative to Singapore



Stuck in the "middle income trap"...







Key Messages:

It is vital that ASEAN Countries renew their <u>ambition</u> for economic growth

The private sector can be the engine of high and sustained growth

The government can and should support it by creating a <u>favorable business environment</u> for investment, innovation, and competition

- Quality regulations
- > Well designed public services
- > Put into practice... and not left on paper

"If you close your eyes to facts, you will learn through accidents"

African Proverb



B-READY:

 Assessing the business environment
Reform guide for private sector development



