



Investment Climate in the OIC



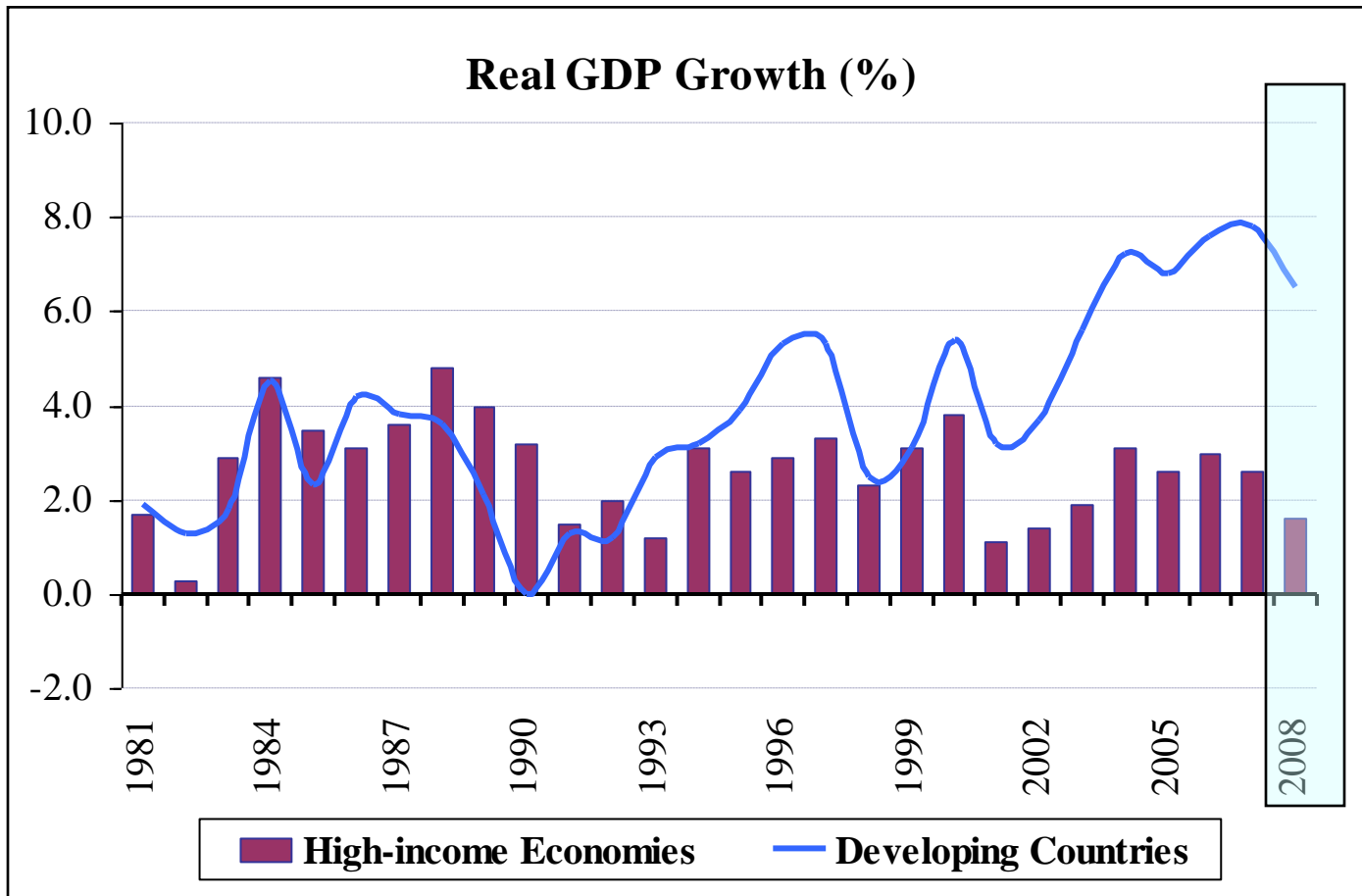
Ulrich Zachau
Country Director, Turkey
The World Bank

Organization of the Islamic Conference, Istanbul
23rd October 2008





Growth is Slowing Down - Everywhere



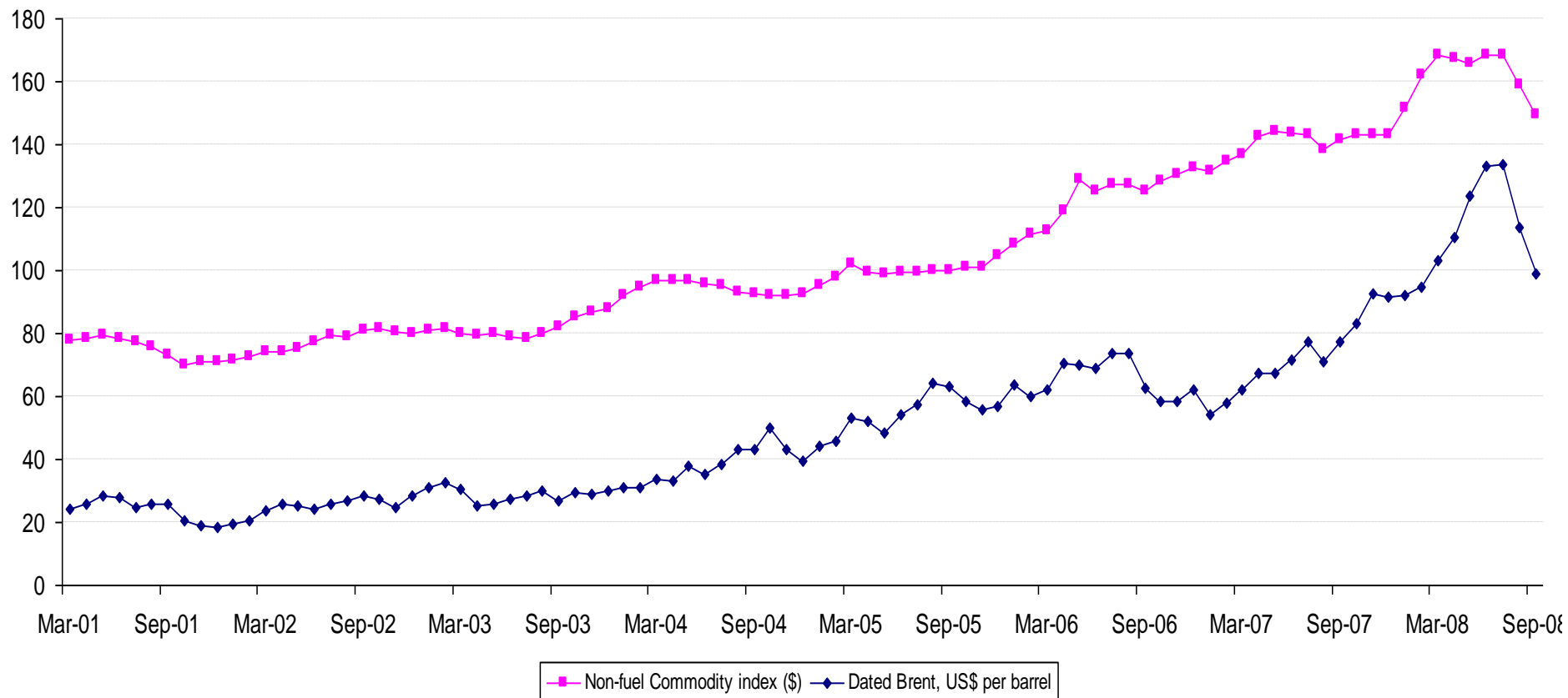
Source: WB, Forecast for 2008



Commodity prices are still high by historical levels



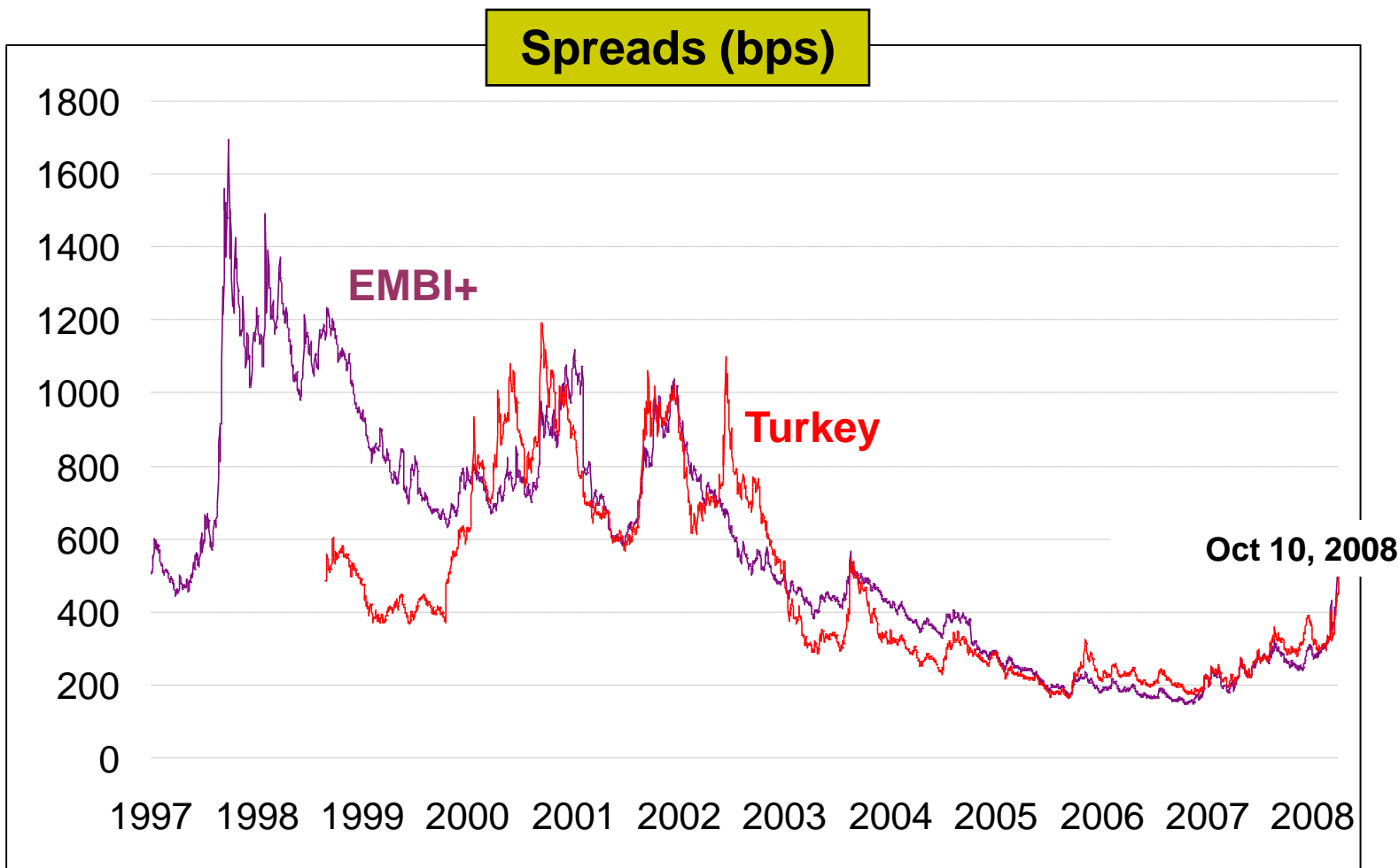
Non-Fuel Primary Commodity and Oil Prices



Source: IMF, WEO October 2008

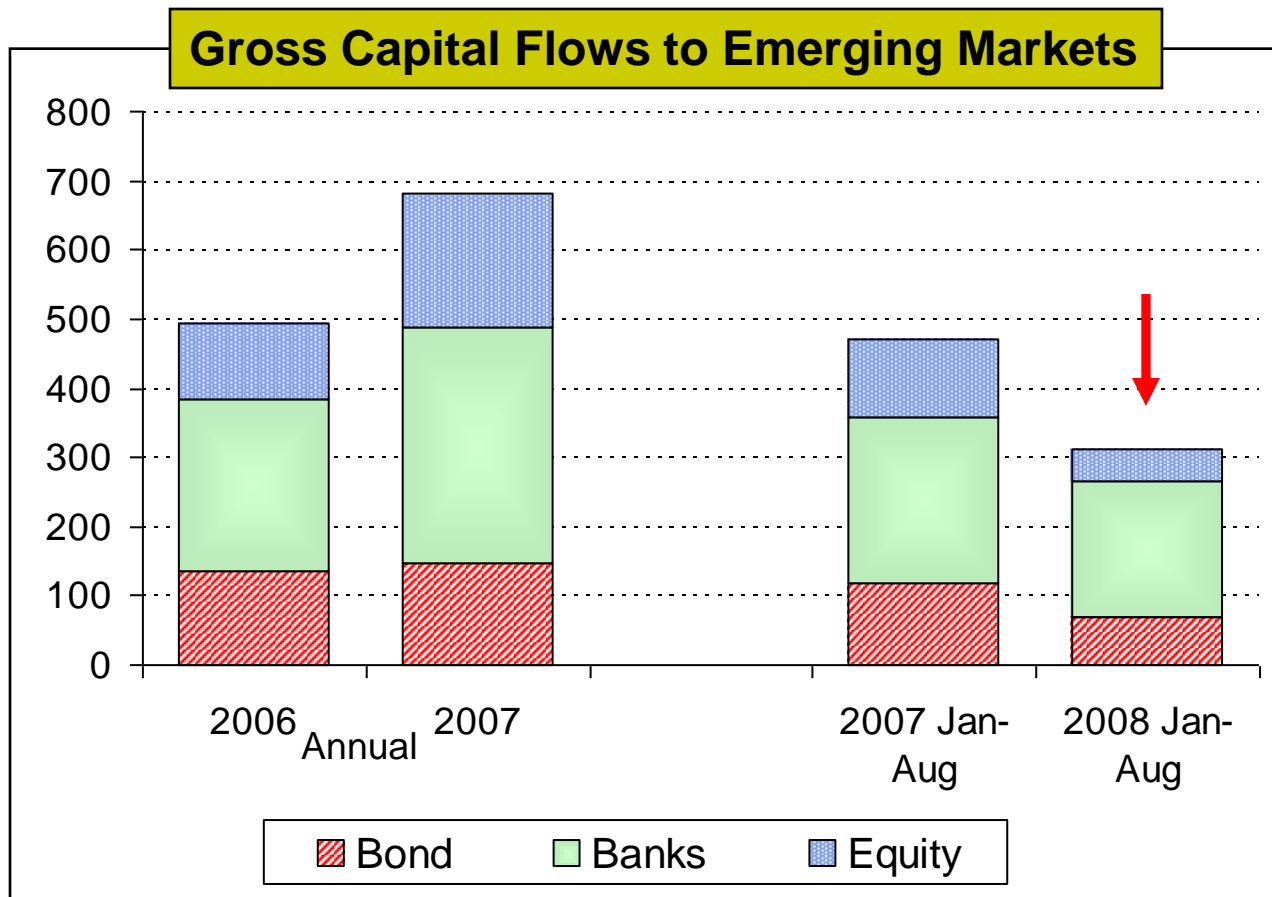


Financial Turmoil Drives Flight to Quality





Capital Flows to Emerging Markets are Declining



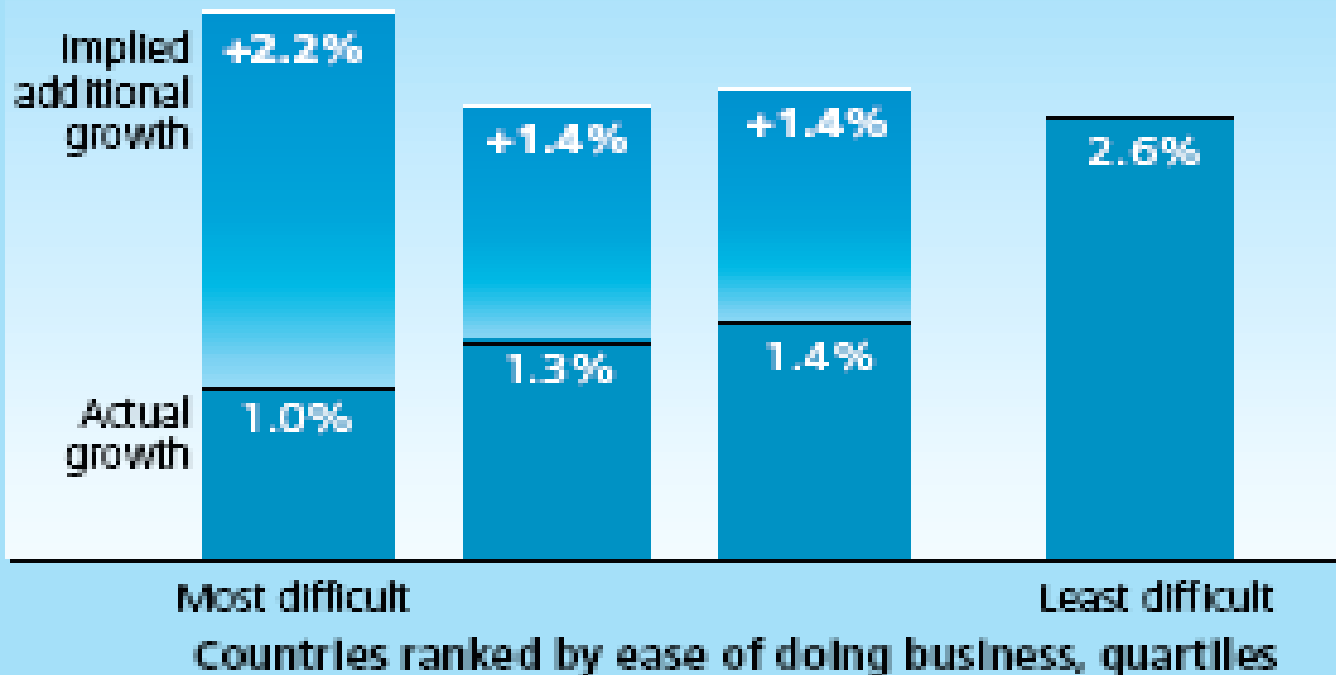
Source: WB



Ease of Doing Business $\uparrow \Rightarrow$ Economic Growth \uparrow



Additional annual growth from a hypothetical improvement to the top quartile on the ease of doing business



Note: Analysis controls for income, government expenditure, primary and secondary enrollment, inflation, investment, regions and civil conflict. Relationships are significant at the 5% level.

Source: *Doing Business* database, Djankov, McLiesh and Ramalho (2004).



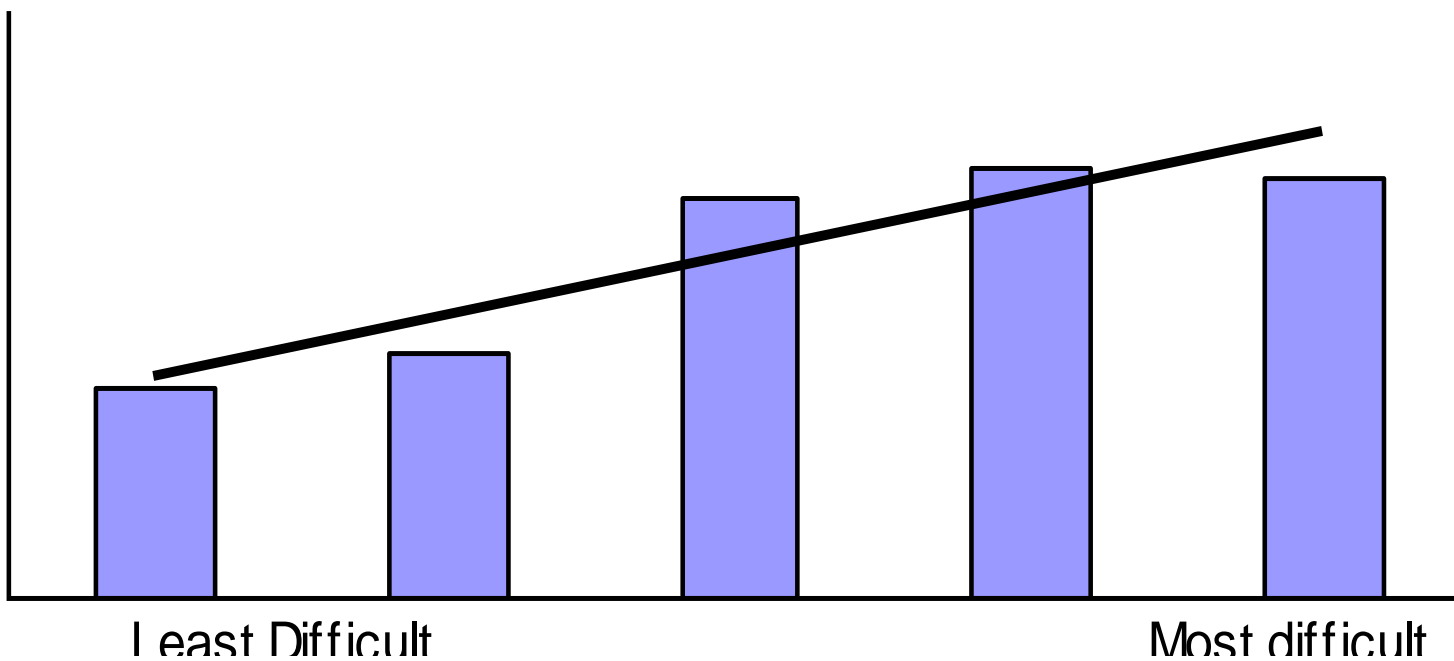
Ease of Doing Business ↑ Unemployment ↓



Unemployment (%)

15

0



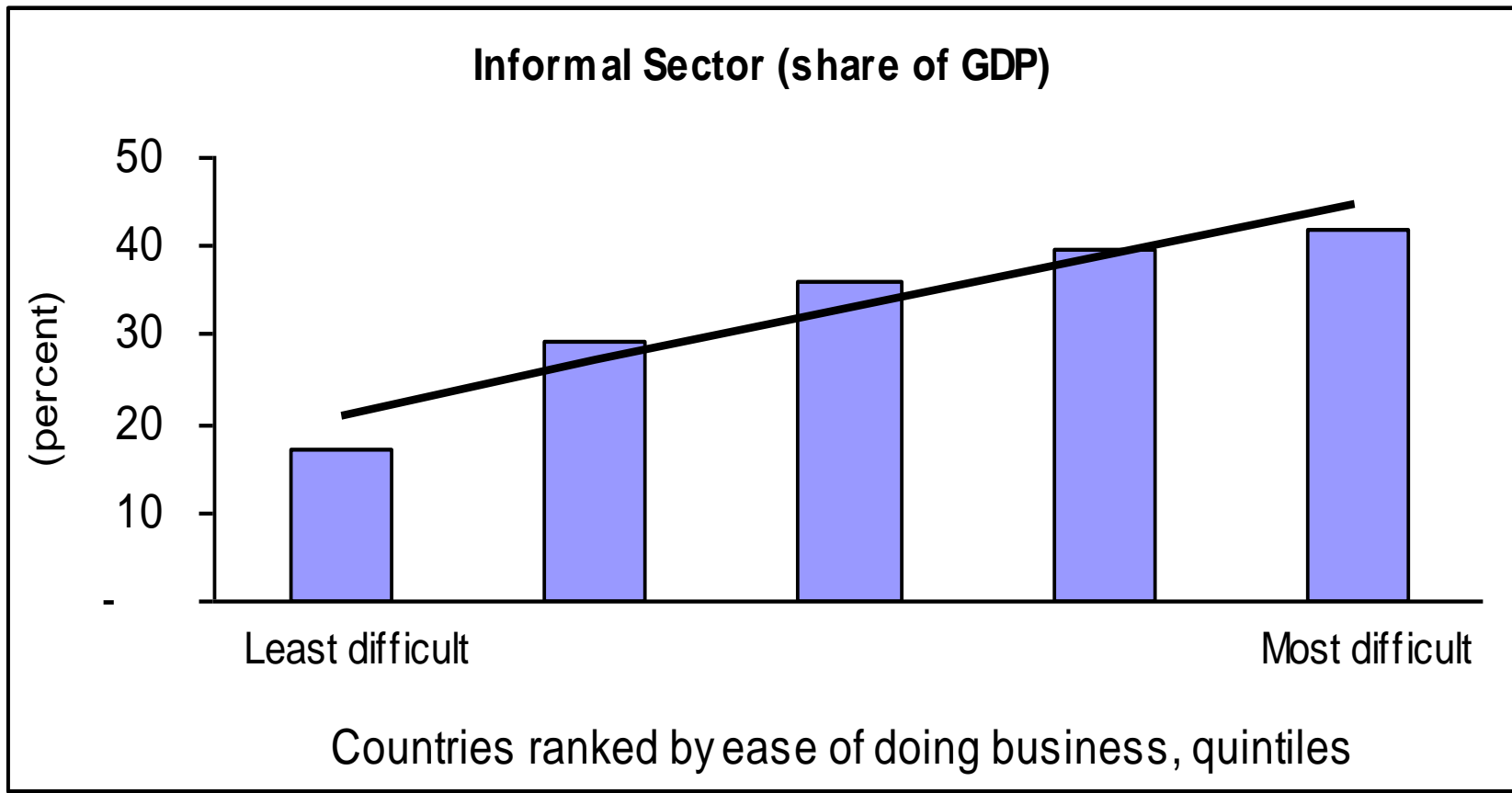
Countries ranked by ease of doing business, quintiles

Note: Relationships are significant at 1 % level and remain significant when controlling for income per capita

Source: Doing Business database



Ease of Doing Business $\uparrow \Rightarrow$ Informality \downarrow





Best Places for Doing Business



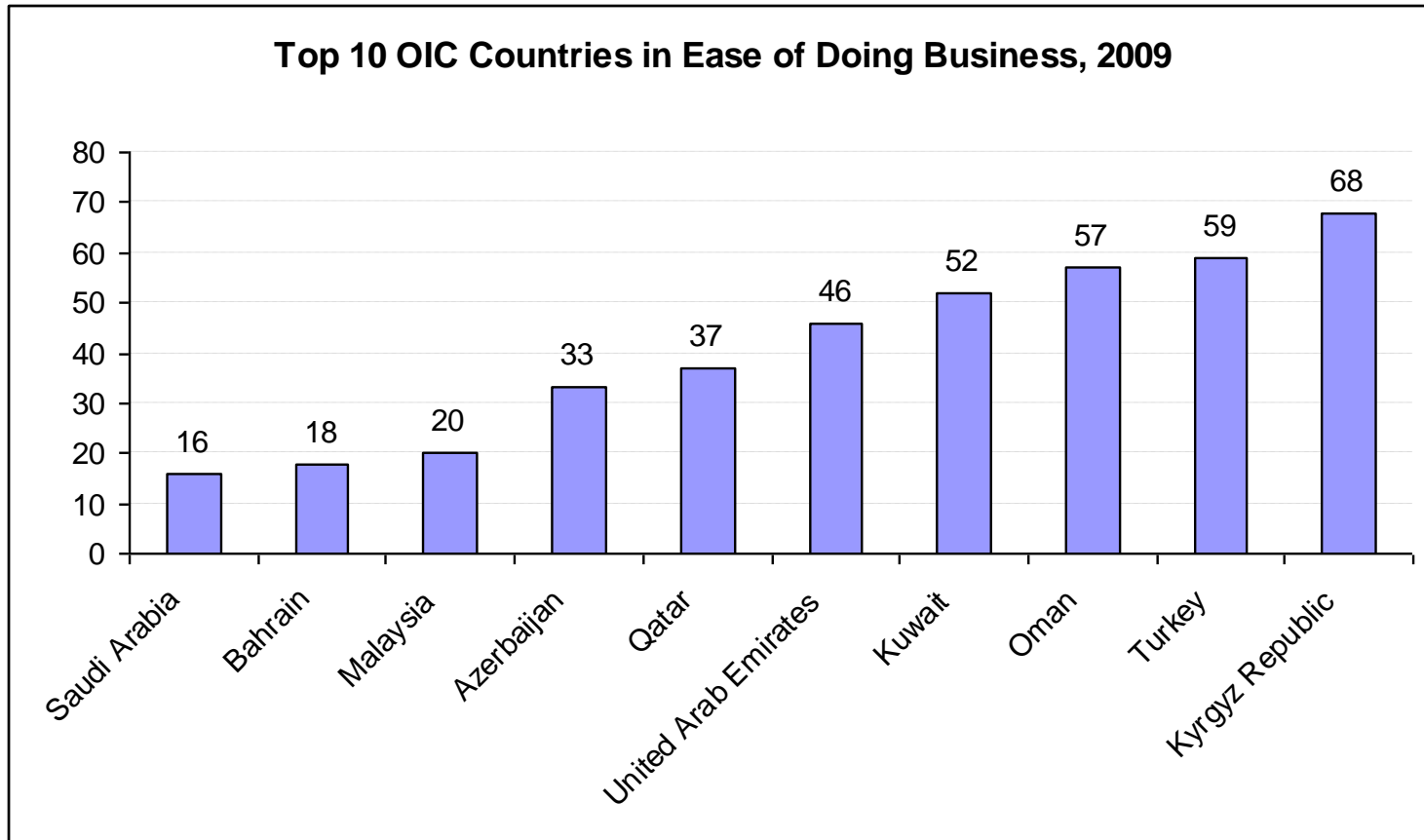
2009 RANK	2008 RANK	ECONOMY
1	1	Singapore
2	2	New Zealand
3	3	United States
4	4	Hong Kong, China
5	5	Denmark
6	6	United Kingdom
7	7	Ireland
8	8	Canada
9	10	Australia
10	9	Norway
11	11	Iceland
12	12	Japan
13	19	Thailand
14	13	Finland
15	21	Georgia
16	24	Saudi Arabia
17	14	Sweden
18	17	Bahrain
19	16	Belgium
20	25	Malaysia



Saudi Arabia, Bahrain and Malaysia rank among Top 20 best places for Doing Business



Best Places for Doing Business in OIC





Top Reformers



The top 10 reformers in 2007/08

Economy	Starting a business	Dealing with construction permits	Employing workers	Registering property	Getting credit	Protecting Investors	Paying taxes	Trading across borders	Enforcing contracts	Closing a business
Azerbaijan	★ ✓		✓	✓	✓	✓	✓		✓	
Albania	★★ ✓				✓	✓	✓			
Kyrgyz Republic	★★ ✓	✓				✓				
Belarus	✓	✓		✓	✓		✓	✓		
Senegal	★★ ✓			✓				✓		
Burkina Faso	★★	✓	✓	✓			✓			
Botswana	✓					✓		✓		
Colombia	✓	✓					✓	✓		✓
Dominican Republic	✓			✓			✓	✓		
Egypt	★ ✓	✓		✓	✓	✓		✓		

Note: Economies are ranked on the number and impact of reforms. First, *Doing Business* selects the economies that implemented reforms making it easier to do business in 3 or more of the *Doing Business* topics. Second, it ranks these economies on the increase in rank on the ease of doing business from the previous year. The larger the improvement, the higher the ranking as a reformer.

Source: *Doing Business* database.



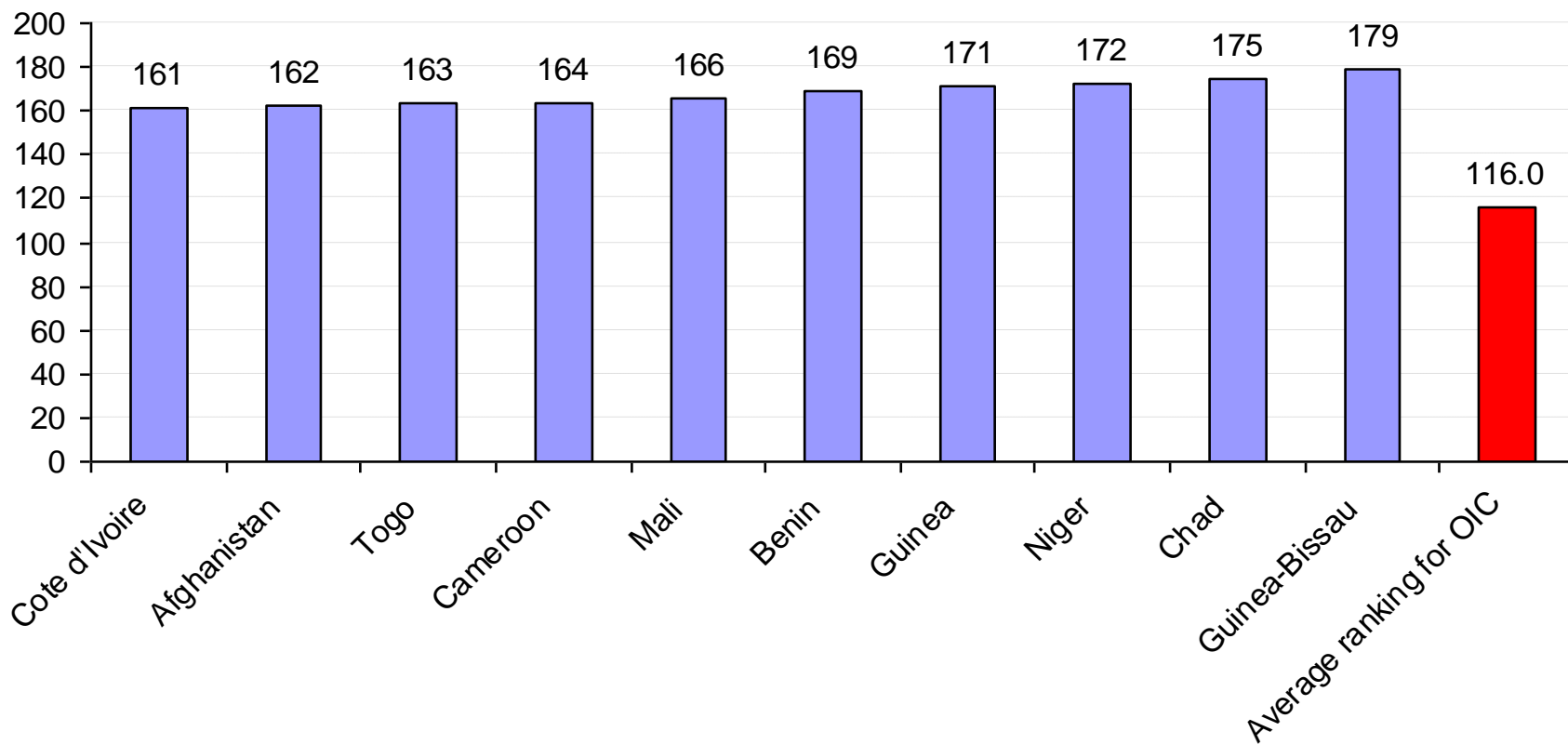
Among the Top 10 reformers, 6 are OIC countries



...but Challenges Remain



Bottom 10 Countries in Ease of Doing Business, 2009

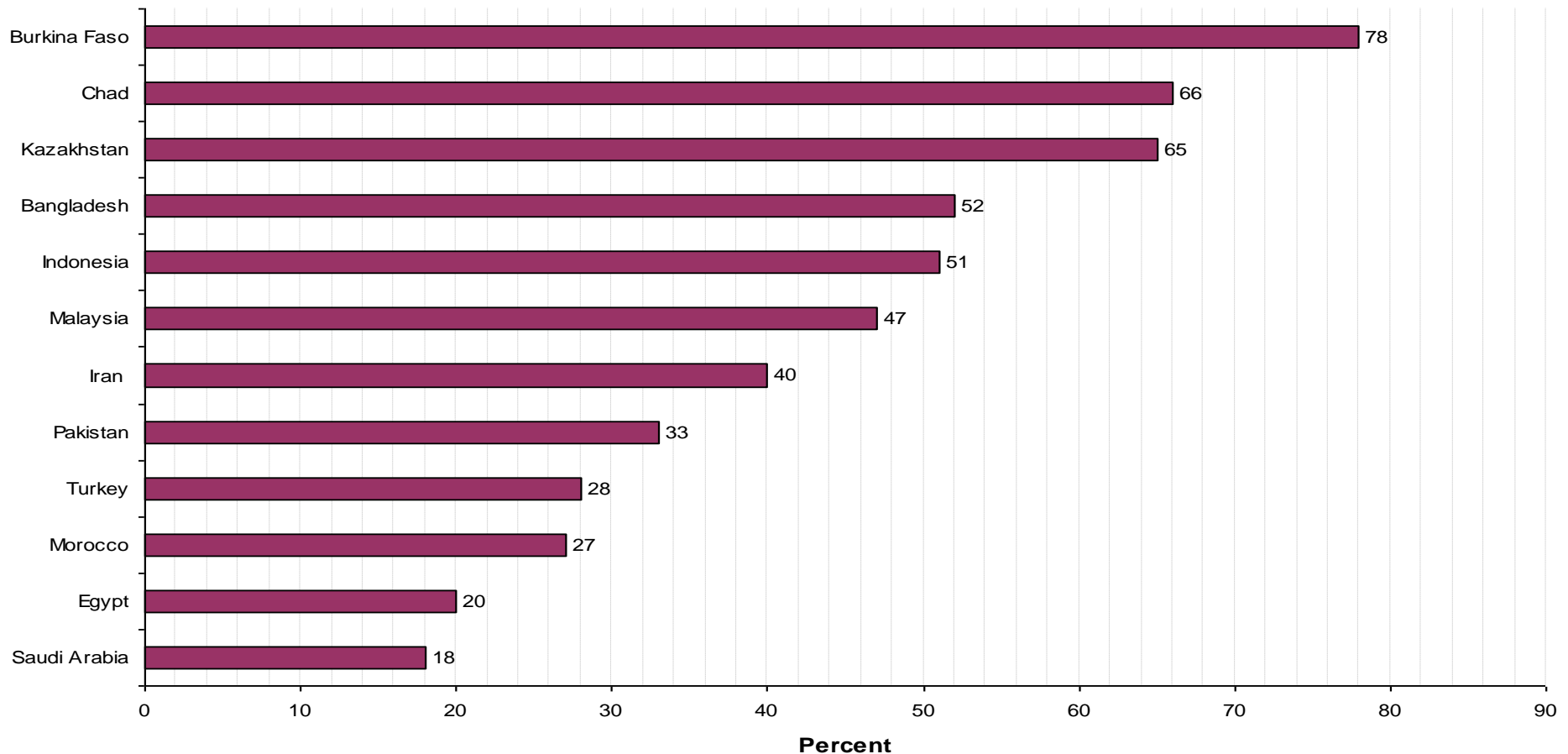




... such as increasing women's participation in the labor force



Female Labor Force Participation Rates



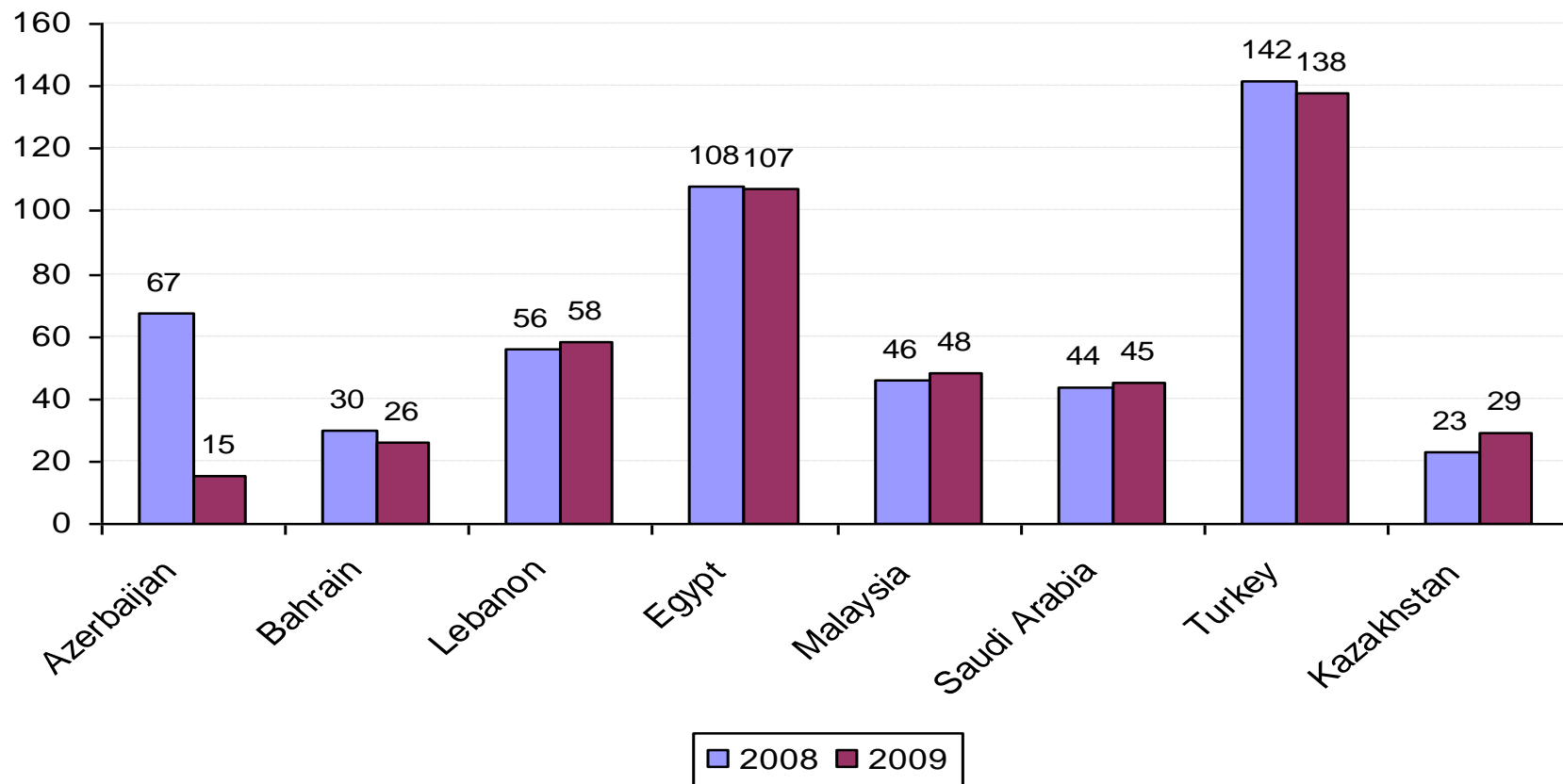
Source: WB, World Development Indicators



Ranks of some OIC Countries: Employing Workers



Employing Workers Ranking

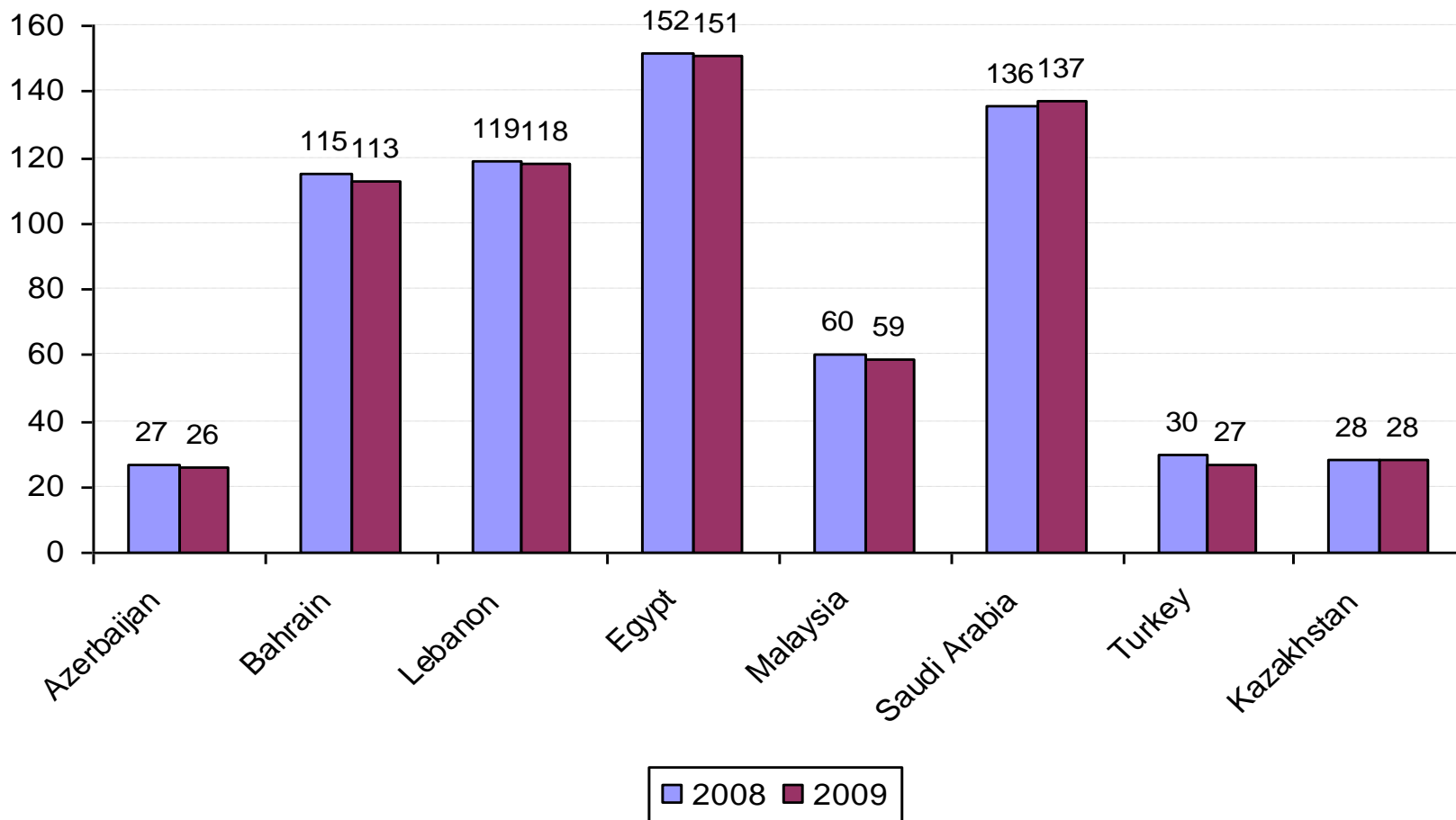




Ranks of some OIC Countries: Enforcing Contracts



Enforcing Contracts Ranking

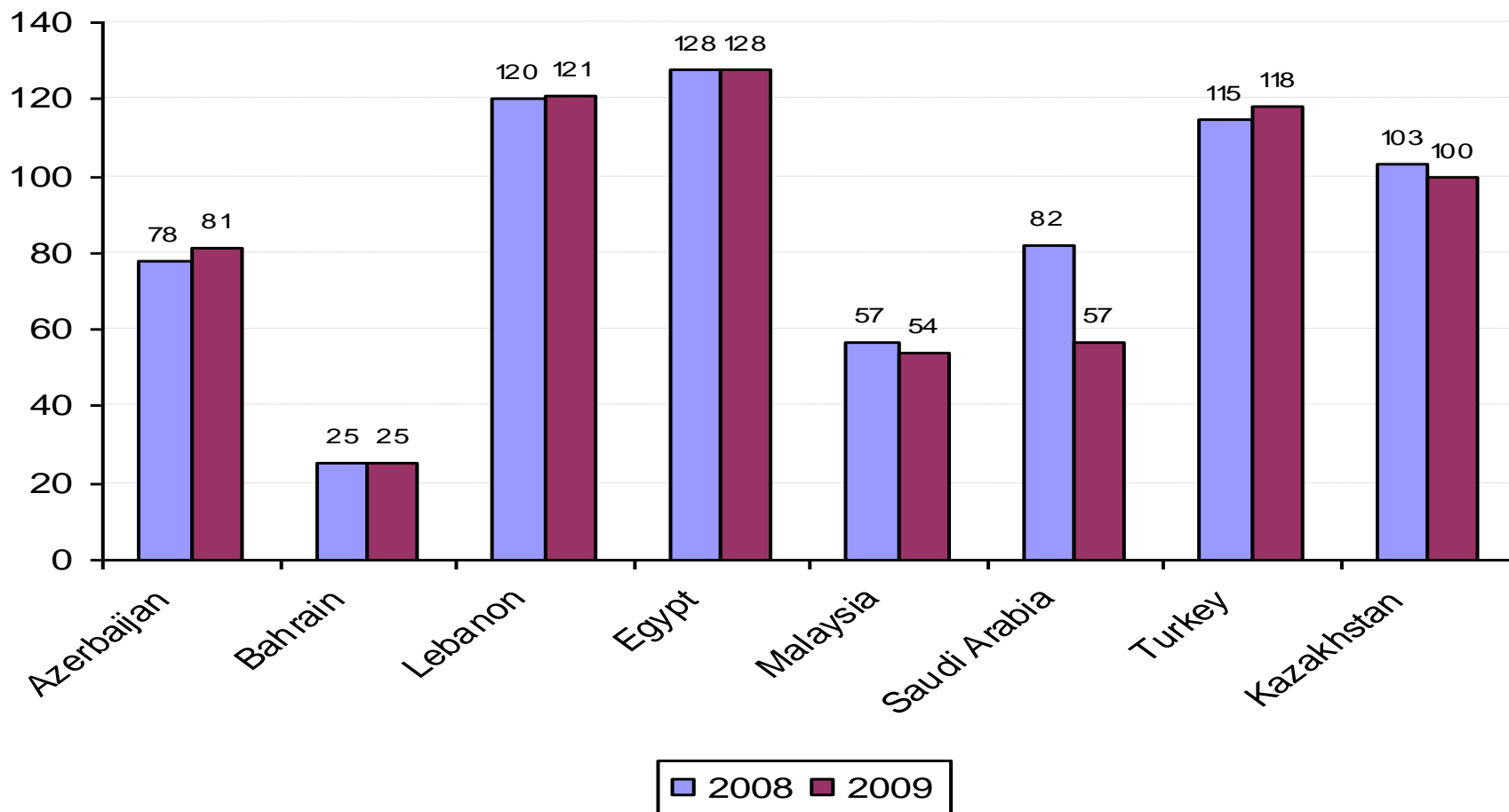




Ranks of some OIC Countries: Closing a Business



Closing a Business Ranking

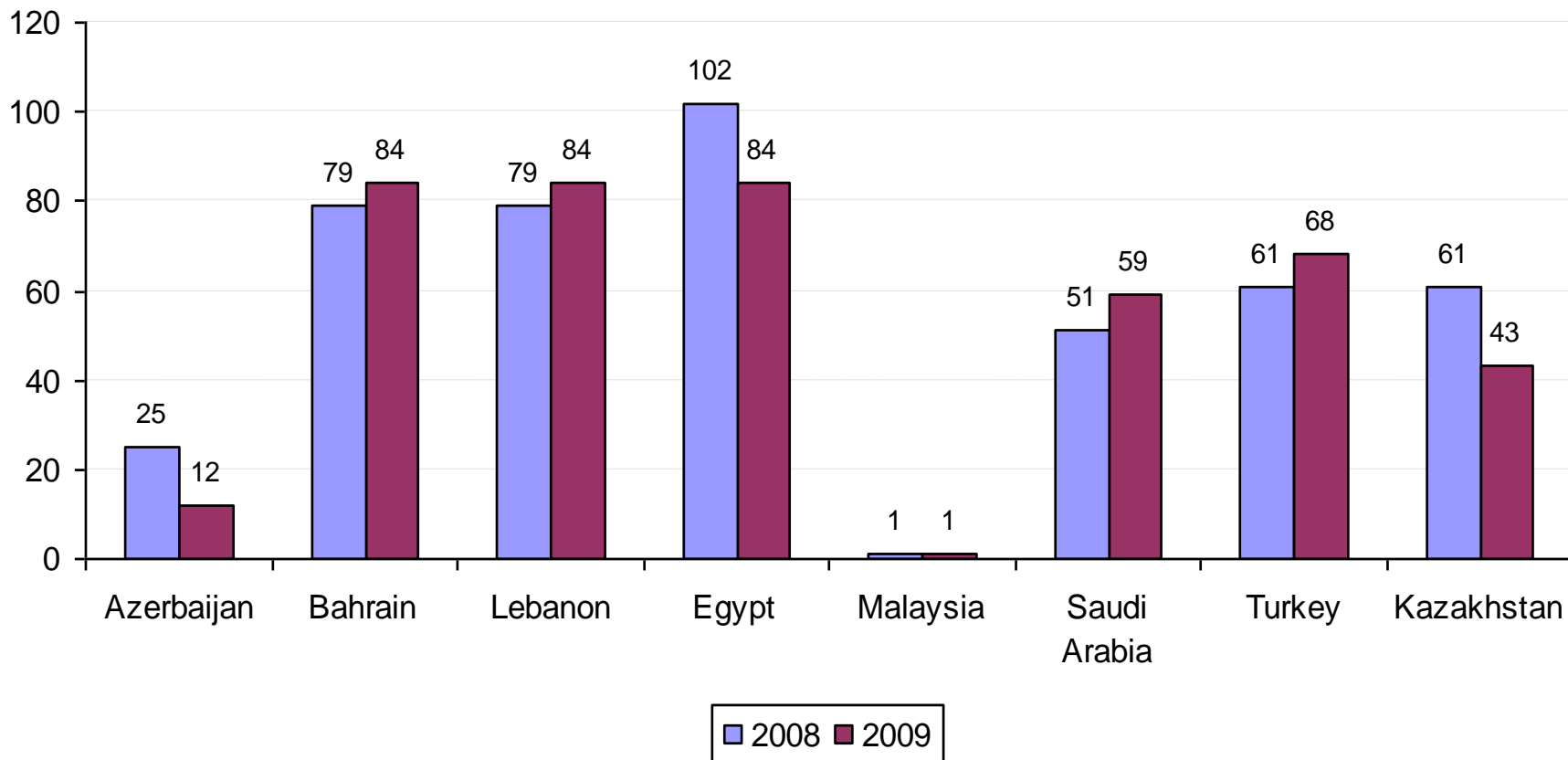




Ranks of some OIC Countries: Getting Credit



Getting Credit Ranking

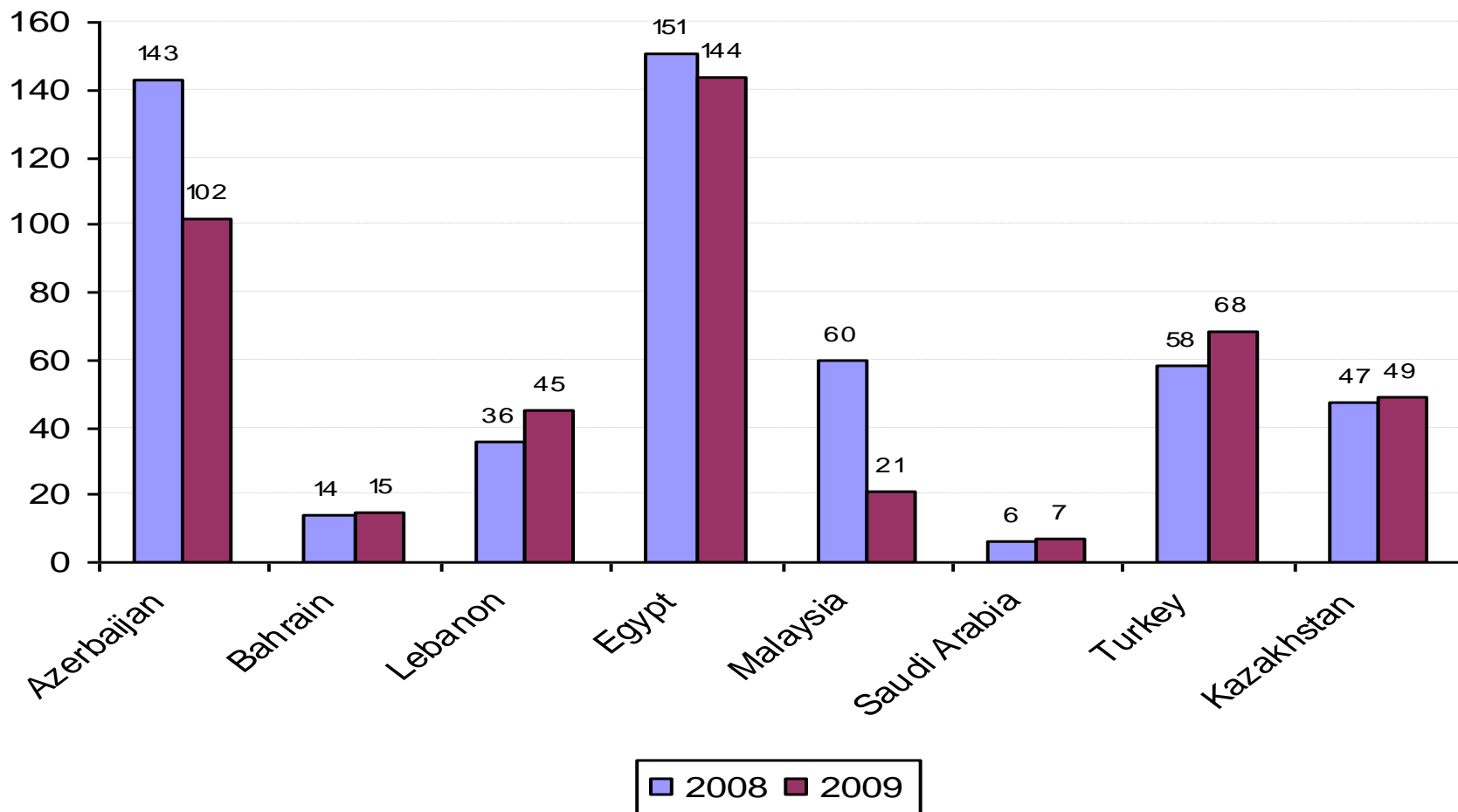




Ranks of some OIC Countries: Paying Taxes



Paying Taxes Ranking





Investment Climate is a Priority. So is the Physical Climate.



SPECIAL REPORT GLOBAL WARMING

TIME

**BE WORRIED.
BE *VERY* WORRIED.**

Climate change isn't some vague future problem—it's already damaging the planet at an alarming pace. Here's how it affects you, your kids and their kids as well

EARTH AT THE TIPPING POINT
HOW IT THREATENS YOUR HEALTH
HOW CHINA & INDIA CAN HELP SAVE THE WORLD—OR DESTROY IT
THE CLIMATE CRUSADERS





Teşekkür Ederim
Thank You