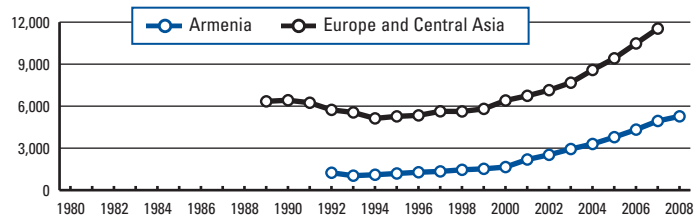


Armenia

Key indicators

Population (millions), 2008.....	3.0
GDP (US\$ billions), 2008.....	11.9
GDP per capita (US\$), 2008.....	3,360.5
GDP (PPP) as share (%) of world total, 2008.....	0.03

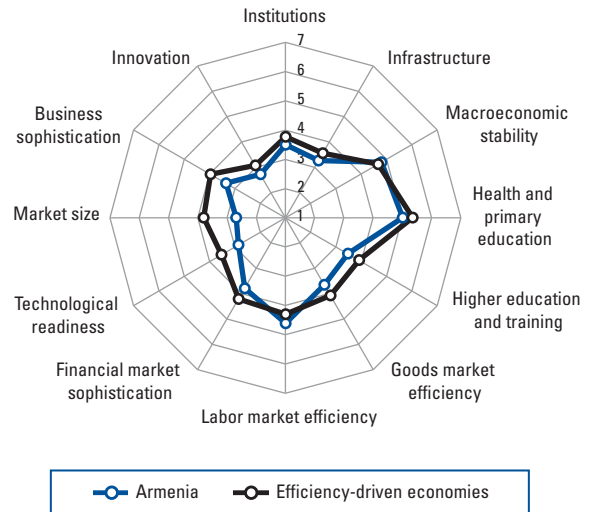
GDP (PPP int'l \$) per capita, 1980–2008



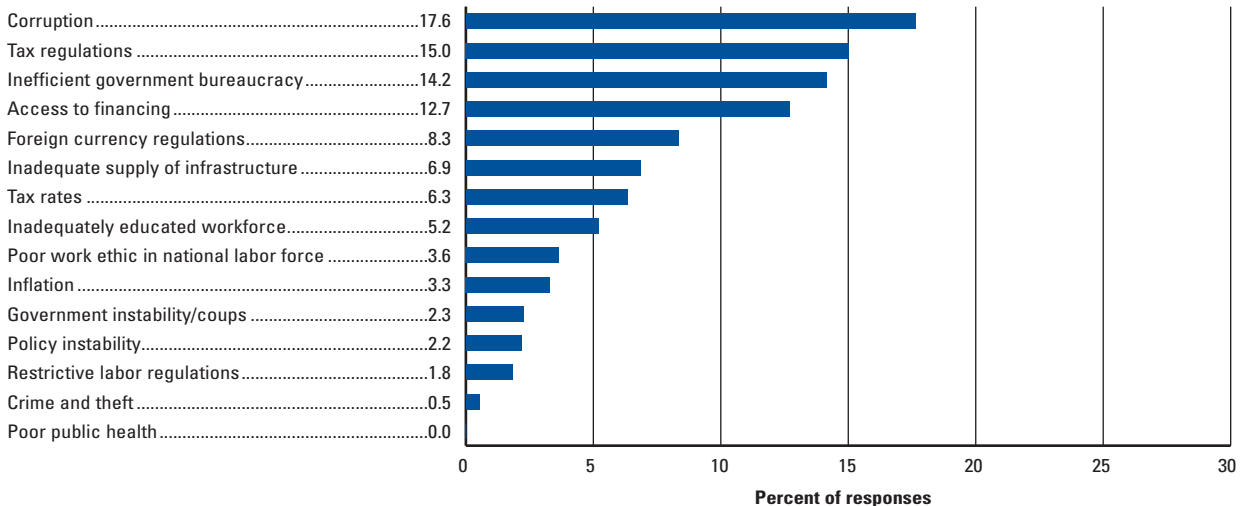
Global Competitiveness Index

	Rank (out of 133)	Score (1–7)
GCI 2009–2010	97	3.7
GCI 2008–2009 (out of 134).....	97	3.7
GCI 2007–2008 (out of 131).....	93	3.8
Basic requirements	81	4.1
1st pillar: Institutions.....	95	3.5
2nd pillar: Infrastructure.....	81	3.2
3rd pillar: Macroeconomic stability.....	53	4.8
4th pillar: Health and primary education.....	97	5.0
Efficiency enhancers	99	3.5
5th pillar: Higher education and training.....	96	3.5
6th pillar: Goods market efficiency.....	116	3.7
7th pillar: Labor market efficiency.....	47	4.6
8th pillar: Financial market sophistication.....	97	3.8
9th pillar: Technological readiness.....	105	2.9
10th pillar: Market size.....	109	2.7
Innovation and sophistication factors	112	3.0
11th pillar: Business sophistication.....	112	3.3
12th pillar: Innovation.....	108	2.7

Stage of development



The most problematic factors for doing business



Note: From a list of 15 factors, respondents were asked to select the five most problematic for doing business in their country/economy 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

■ Competitive Advantage ■ Competitive Disadvantage

INDICATOR	RANK/133	INDICATOR	RANK/133
1st pillar: Institutions		6th pillar: Goods market efficiency	
1.01 Property rights	79	6.01 Intensity of local competition	128
1.02 Intellectual property protection	107	6.02 Extent of market dominance	129
1.03 Diversion of public funds	104	6.03 Effectiveness of anti-monopoly policy	132
1.04 Public trust of politicians	92	6.04 Extent and effect of taxation	86
1.05 Judicial independence	122	6.05 Total tax rate*	52
1.06 Favoritism in decisions of government officials	82	6.06 No. of procedures required to start a business*	75
1.07 Wastefulness of government spending	54	6.07 Time required to start a business*	53
1.08 Burden of government regulation	64	6.08 Agricultural policy costs	26
1.09 Efficiency of legal framework in settling disputes	111	6.09 Prevalence of trade barriers	97
1.10 Efficiency of legal framework in challenging regs	98	6.10 Tariff barriers*	119
1.11 Transparency of government policymaking	65	6.11 Prevalence of foreign ownership	95
1.12 Business costs of terrorism	26	6.12 Business impact of rules on FDI	89
1.13 Business costs of crime and violence	23	6.13 Burden of customs procedures	131
1.14 Organized crime	69	6.14 Degree of customer orientation	124
1.15 Reliability of police services	104	6.15 Buyer sophistication	83
1.16 Ethical behavior of firms	115	7th pillar: Labor market efficiency	
1.17 Strength of auditing and reporting standards	92	7.01 Cooperation in labor-employer relations	45
1.18 Efficacy of corporate boards	123	7.02 Flexibility of wage determination	46
1.19 Protection of minority shareholders' interests	123	7.03 Rigidity of employment*	58
2nd pillar: Infrastructure		7.04 Hiring and firing practices	22
2.01 Quality of overall infrastructure	78	7.05 Firing costs*	19
2.02 Quality of roads	72	7.06 Pay and productivity	52
2.03 Quality of railroad infrastructure	82	7.07 Reliance on professional management	115
2.04 Quality of port infrastructure	117	7.08 Brain drain	107
2.05 Quality of air transport infrastructure	74	7.09 Female participation in labor force*	36
2.06 Available seat kilometers*	100	8th pillar: Financial market sophistication	
2.07 Quality of electricity supply	82	8.01 Financial market sophistication	103
2.08 Telephone lines*	66	8.02 Financing through local equity market	112
3rd pillar: Macroeconomic stability		8.03 Ease of access to loans	119
3.01 Government surplus/deficit*	66	8.04 Venture capital availability	129
3.02 National savings rate*	36	8.05 Restriction on capital flows	57
3.03 Inflation*	75	8.06 Strength of investor protection*	71
3.04 Interest rate spread*	106	8.07 Soundness of banks	81
3.05 Government debt*	19	8.08 Regulation of securities exchanges	118
4th pillar: Health and primary education		8.09 Legal rights index*	36
4.01 Business impact of malaria	1	9th pillar: Technological readiness	
4.02 Malaria incidence*	1	9.01 Availability of latest technologies	115
4.03 Business impact of tuberculosis	48	9.02 Firm-level technology absorption	105
4.04 Tuberculosis incidence*	79	9.03 Laws relating to ICT	111
4.05 Business impact of HIV/AIDS	34	9.04 FDI and technology transfer	85
4.06 HIV prevalence*	15	9.05 Mobile telephone subscriptions*	93
4.07 Infant mortality*	75	9.06 Internet users*	109
4.08 Life expectancy*	88	9.07 Personal computers*	61
4.09 Quality of primary education	81	9.08 Broadband Internet subscribers*	86
4.10 Primary enrollment*	108	10th pillar: Market size	
4.11 Education expenditure*	117	10.01 Domestic market size index*	104
5th pillar: Higher education and training		10.02 Foreign market size index*	125
5.01 Secondary enrollment*	62	11th pillar: Business sophistication	
5.02 Tertiary enrollment*	65	11.01 Local supplier quantity	112
5.03 Quality of the educational system	105	11.02 Local supplier quality	112
5.04 Quality of math and science education	73	11.03 State of cluster development	122
5.05 Quality of management schools	125	11.04 Nature of competitive advantage	41
5.06 Internet access in schools	101	11.05 Value chain breadth	103
5.07 Local availability of research and training services	120	11.06 Control of international distribution	113
5.08 Extent of staff training	114	11.07 Production process sophistication	99
		11.08 Extent of marketing	118
		11.09 Willingness to delegate authority	125
		12th pillar: Innovation	
		12.01 Capacity for innovation	66
		12.02 Quality of scientific research institutions	98
		12.03 Company spending on R&D	115
		12.04 University-industry collaboration in R&D	114
		12.05 Gov't procurement of advanced tech products	124
		12.06 Availability of scientists and engineers	91
		12.07 Utility patents*	69

* Hard data

Note: For further details and explanation, please refer to the section "How to Read the Country/Economy Profiles" at the beginning of this chapter.