

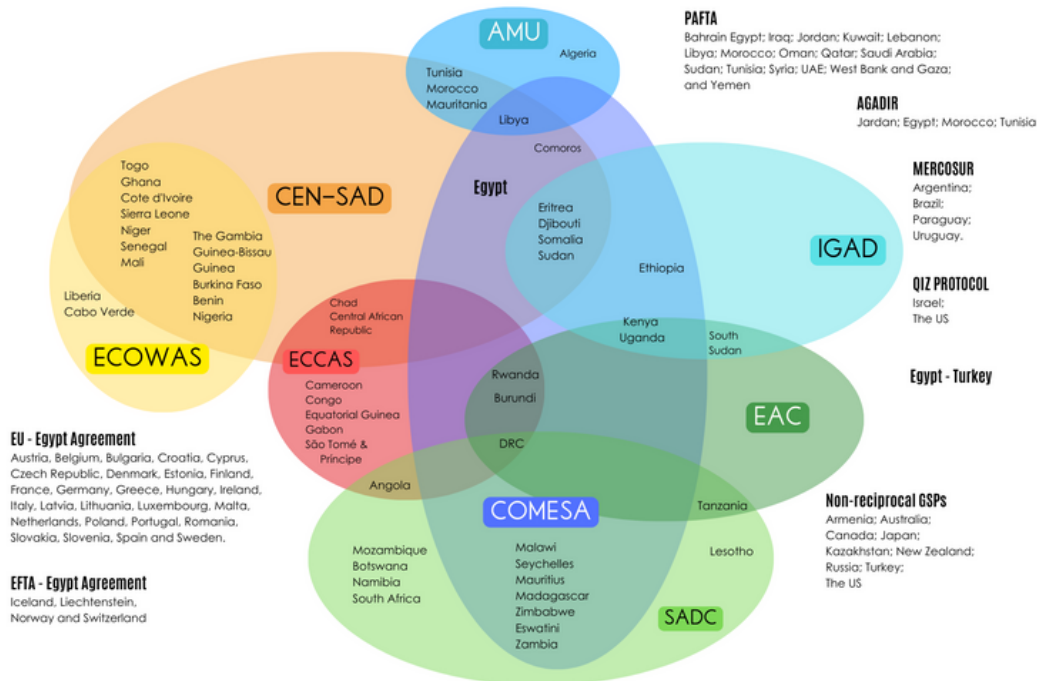
EGYPT TRADE, TARIFFS & VALUE CHAIN ANALYSIS (2021)

ECONOMIC INDICATORS

• Population (2023 est. millions)	109.5	• Unemployment (2021 est. %)	9.33
• GDP (2021 est. PPP, USD, trillion)	1.3	• Youth unemployment (2021 est. %)	24.3
• GDP/Capita (2021 est. PPP,USD)	11 600	• Female labour force participation (2020 est. %)	18.5

Sources: CIA World Factbook; ILO STATS

SUMMARY OF EGYPT'S TRADE AGREEMENTS



FREE TRADE AREA

8

- is a region in which a number of countries have signed a free trade agreement and maintain little or no barriers to trade in the form of tariffs or quotas among one another
- COMESA; MERCOSUR; EU Association Agreement; EFTA; PAFTA/GAFTA; Turkey - FTA; Agadir; (FTAs in force and implemented by Egypt)
- AfCFTA (in force, but not yet operational)
- CEN-SAD (not FTA but one of 8 RECs recognised by AU)

GENERAL SYSTEM OF PREFERENCES

9

- is a unilateral scheme wherein custom duty preferences or concessions are granted by developed countries to specified products from developing countries.
- Armenia; Australia; Canada; Japan; Kazakhstan; New Zealand; Russia, Turkey; US

QUALIFIED INDUSTRIAL ZONES

2

- are designated geographic areas, within Egypt, that enjoy a duty-free status with the member states
- Israel; US

AFCFTA

- Signed by 54 of the 55 Member States of the African Union (AU);
- is the elimination of tariffs on substantially all goods, liberalise trade in services, remove non-tariff barriers (NTBs) and create an African continental single market with free movement of people and capital.
- As of 31 March 2023, 46 of the 54 signatories had deposited their instruments of ratification with the chair of the African Union Commission (AUC).
- Egypt submitted its schedule of tariff concessions

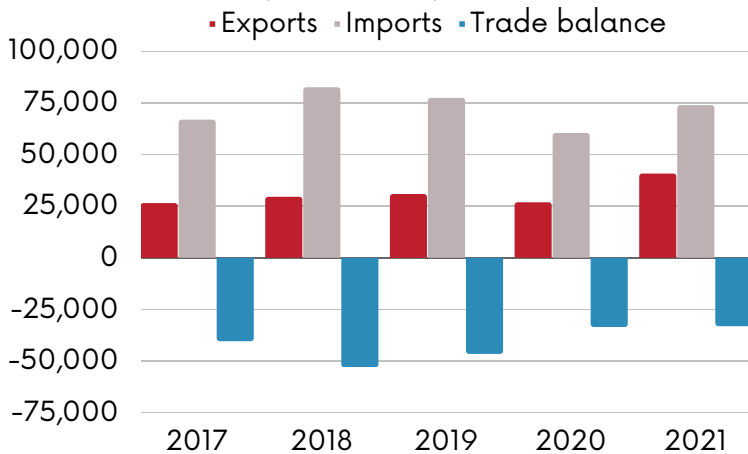
EGYPT TRADE, TARIFFS & VALUE CHAIN ANALYSIS (2021)

GLOBAL CONTEXT

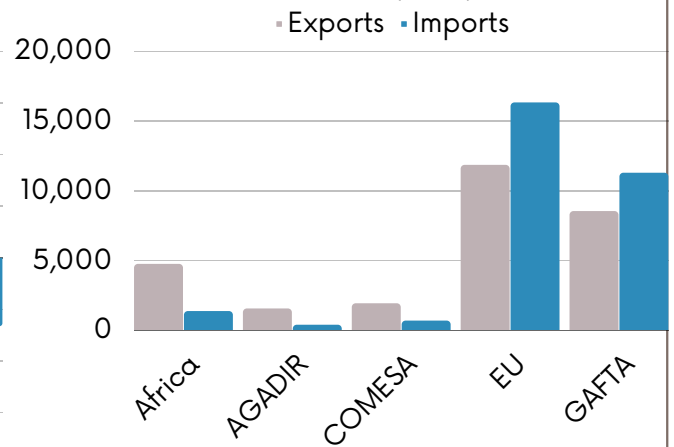
• Total trade (2021, US\$ million)	114 283	• World Export Rankings (out of 230)	61
• Exports (2021, US\$ million)	40 702	• Export growth (2017-2021, % CAGR)	11
• Imports (2021, US\$ million)	73 781	• Import growth (2017-2021, % CAGR)	3

GLOBAL TRADE PROFILE (2017 - 2021)

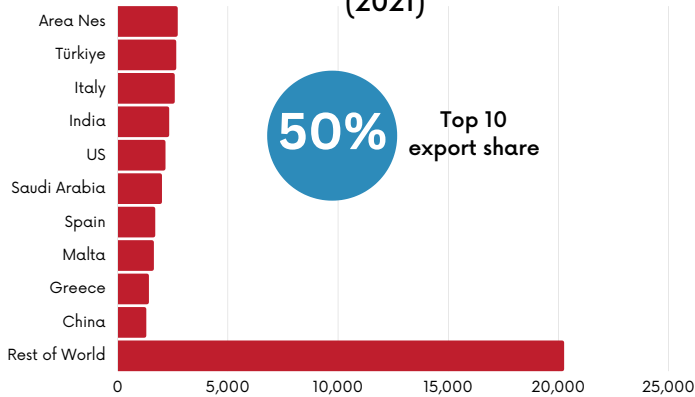
Egypt's trade performance US\$ million (2017 - 2021)



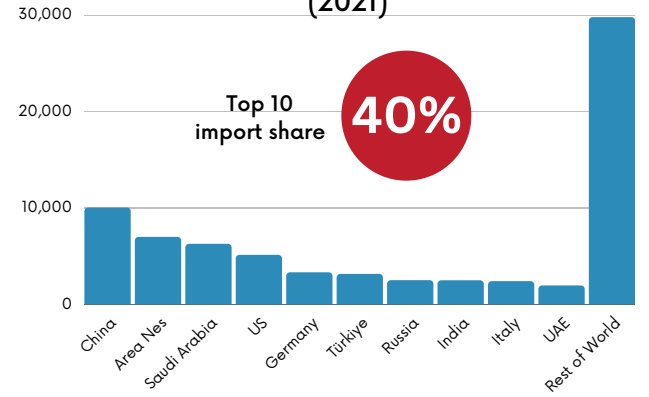
Egypt's trade with regional partners US\$ million (2021)



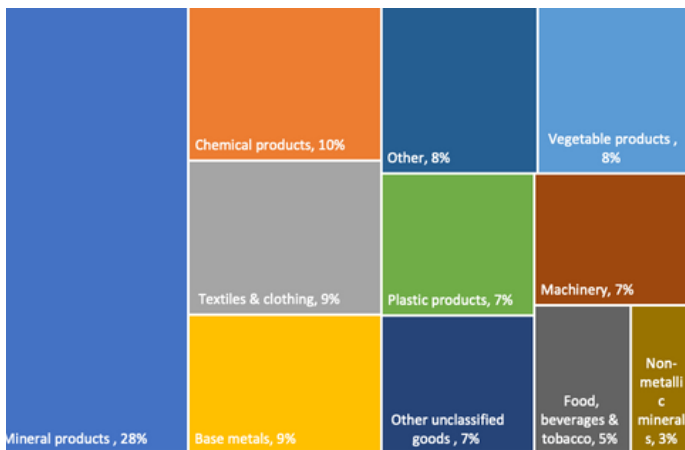
Egypt's top global export destinations, US\$ millions (2021)



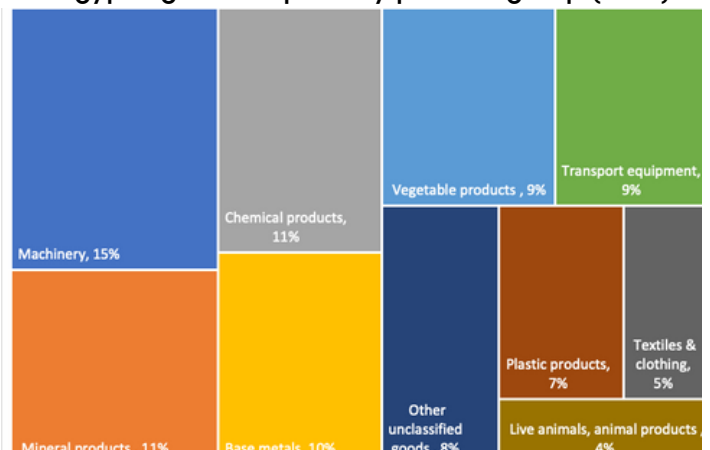
Egypt's top global import sources, US\$ millions (2021)



Egypt's global exports by product group (2021)



Egypt's global imports by product group (2021)



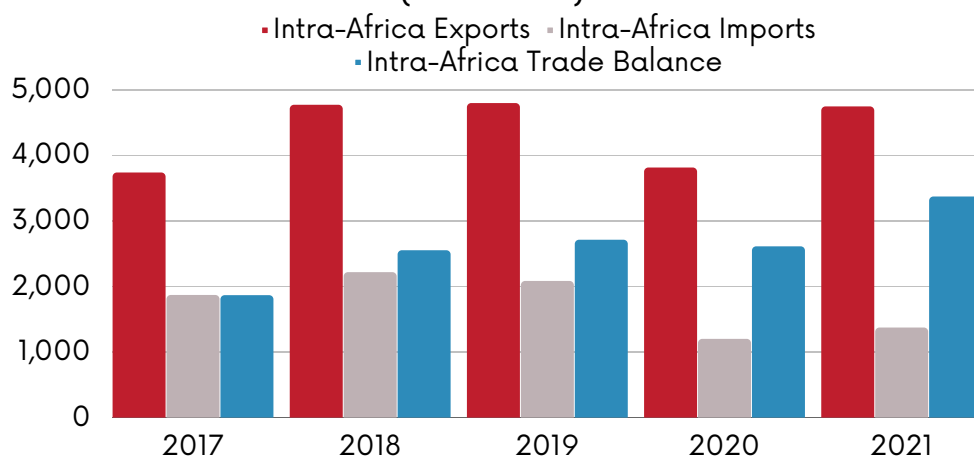
EGYPT TRADE, TARIFFS & VALUE CHAIN ANALYSIS (2021)

INTRA-AFRICA CONTEXT

• Total trade (2021, US\$ million)	6 115	• Intra-Africa Export Rankings (out of 55)	3
• Exports (2021, US\$ million)	4 743	• Export growth (2017-2021, % CAGR)	6
• Imports (2021, US\$ million)	1 373	• Import growth (2017-2021, % CAGR)	6

INTRA-AFRICA TRADE PROFILE (2017 - 2021)

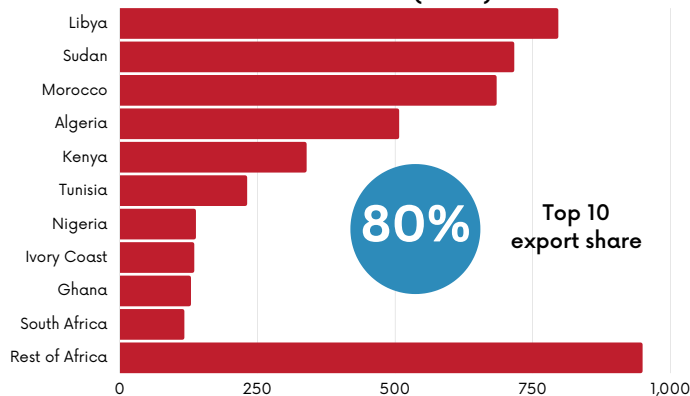
Egypt's intra-Africa trade performance US\$ million (2017 - 2021)



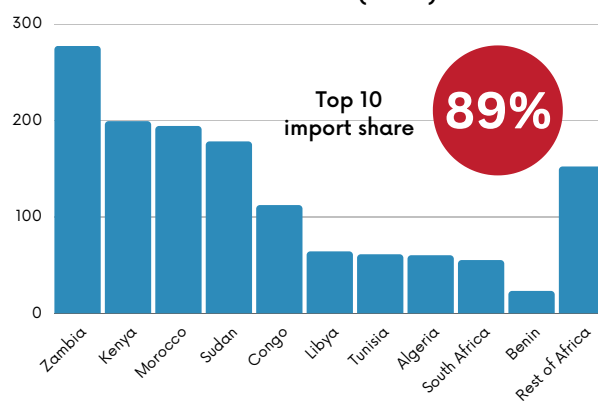
Intra-Africa exports % World (2021) **12%**

Intra-Africa imports % World (2021) **2%**

Egypt's top intra-Africa export destinations, US\$ million (2021)



Egypt's top intra-Africa import sources, US\$ million (2021)



Egypt's intra-Africa exports by product group (2021)



Egypt's intra-Africa imports by product group (2021)



EGYPT TRADE, TARIFFS & VALUE CHAIN ANALYSIS (2021)

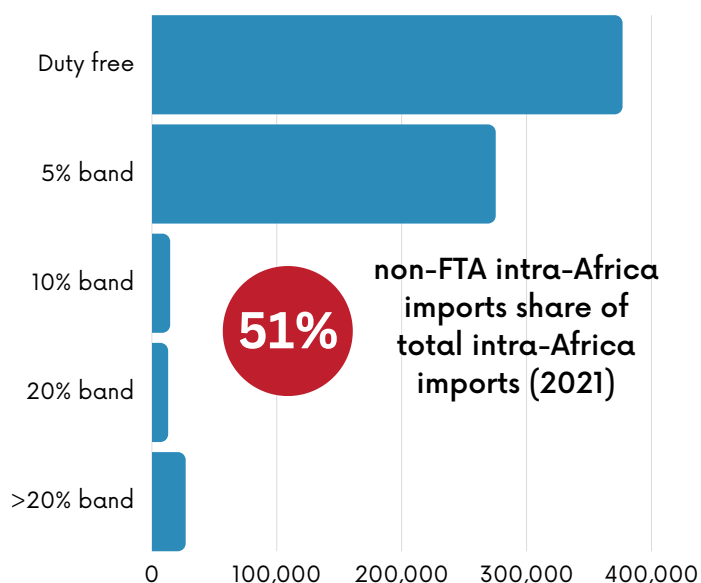
MARKET ACCESS

Summary of average tariffs applied by African countries for goods originating from Egypt

Product group	Weighted Average (% AVE)	Minimum Rate (% AVE)	Maximum Rate (%AVE)
Animal or vegetable fats & oils	8	0	60
Food, beverages & tobacco	12	0	100
Live animals, animal products	12	0	60
Vegetable products	9	0	60
Mineral products	3	0	50
Chemical products	4	0	50
Plastic products	6	0	50
Raw hides	13	0	40
Wood products	12	0	50
Paper products	6	0	60
Textiles & clothing	14	0	50
Footwear	11	0	40
Non-metallic minerals	11	0	60
Precious stones and metals	12	0	40
Base metals	9	0	65
Machinery	5	0	60
Transport equipment	8	0	40
Specialised equipment	6	0	40
Misc manufact articles	9	0	60
Collectors' pieces & antiques	9	0	25

SOURCE: International Trade Centre (ITC) MacMap (30 March 2023)

Egypt's non-FTA intra-Africa imports by value, US\$ 000 (2021)



SOURCE: International Trade Centre (ITC) MacMap (30 March 2023)

NON-TARIFF TRADE COSTS (2020)

Manufactured goods average (2016-2020)

267%

High manufactured exports NTTCs (%AVE)

1. Lesotho	866
2. Botswana	524
3. Zimbabwe	466

Low manufactured exports NTTCs (%AVE)

1. Sudan	73
2. Algeria	91
3. Tunisia	104

Agricultural goods average (2016-2020)

349%

High agricultural exports NTTCs (%AVE)

1. Zambia	831
2. Angola	594
3. DRC	569

Low agricultural exports NTTCs (%AVE)

1. Sudan	161
2. Kenya	180
3. South Africa	184

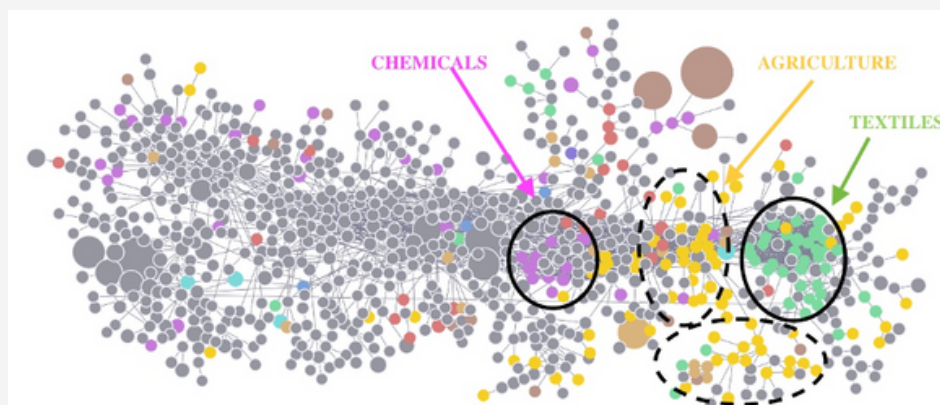
SOURCE: World Bank ESCAP (05 April 2023)

EGYPT TRADE, TARIFFS & VALUE CHAIN ANALYSIS (2021)

CONTEXT FIGURES

Sector and RVC	REC Prioritising this Sector for RVC Development
Agro-processing: Soya VC	ECOWAS; CEMAC; EAC; SADC
Pharmaceuticals	ECOWAS; CEMAC; EAC; SADC
Leather and leather products	ECOWAS; CEMAC; EAC; SADC; COMESA
Cocoa and chocolate value chain	ECOWAS; CEMAC
Textiles and Clothing	ECOWAS; CEMAC; EAC; SADC
Lithium-ion battery	SADC ECOWAS & Morocco
Automotive	SADC; ECOWAS; EAC

EGYPT'S PRODUCT SPACE



OTHER POTENTIAL REGIONAL VALUE CHAINS:

- PHARMACEUTICALS
- CHEMICALS

EGYPT'S POTENTIAL REGIONAL VALUE CHAINS

TEXTILES - low hanging fruits; Egypt already has an established sector, diversifying into Africa under AfCFTA plausible;

AUTOMOTIVES - 90% of components currently destined to Europe; Egypt has developed a national automotive strategy to leverage on FTAs including AfCFTA.

AGRO-PROCESSING - low hanging fruit; ability to reduce Africa's net food import bill once tariff and non-tariff costs are eliminated

SOURCE: Atlas of Economic Activity