



REPUBLIKA E SHQIPËRISË  
MINISTRIA E FINANCAVE  
DHE EKONOMISË

# ALBANIAN ECONOMY IN BRIEF



ACCELERATING  
GROWTH THROUGH  
EXPORTS AND  
FDI

MAINTAINING  
MACROECONOMIC  
STABILITY

# Albania by the numbers

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## GENERAL

<b>Surface area:</b>	28,748 km <sup>2</sup>
<b>Population:</b>	2,870,325 inhabitants
<b>Government:</b>	Parliamentary Democracy
<b>Language:</b>	Albanian
<b>Currency:</b>	ALL (1 EUR = 128 ALL)



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## ECONOMIC INDICATORS

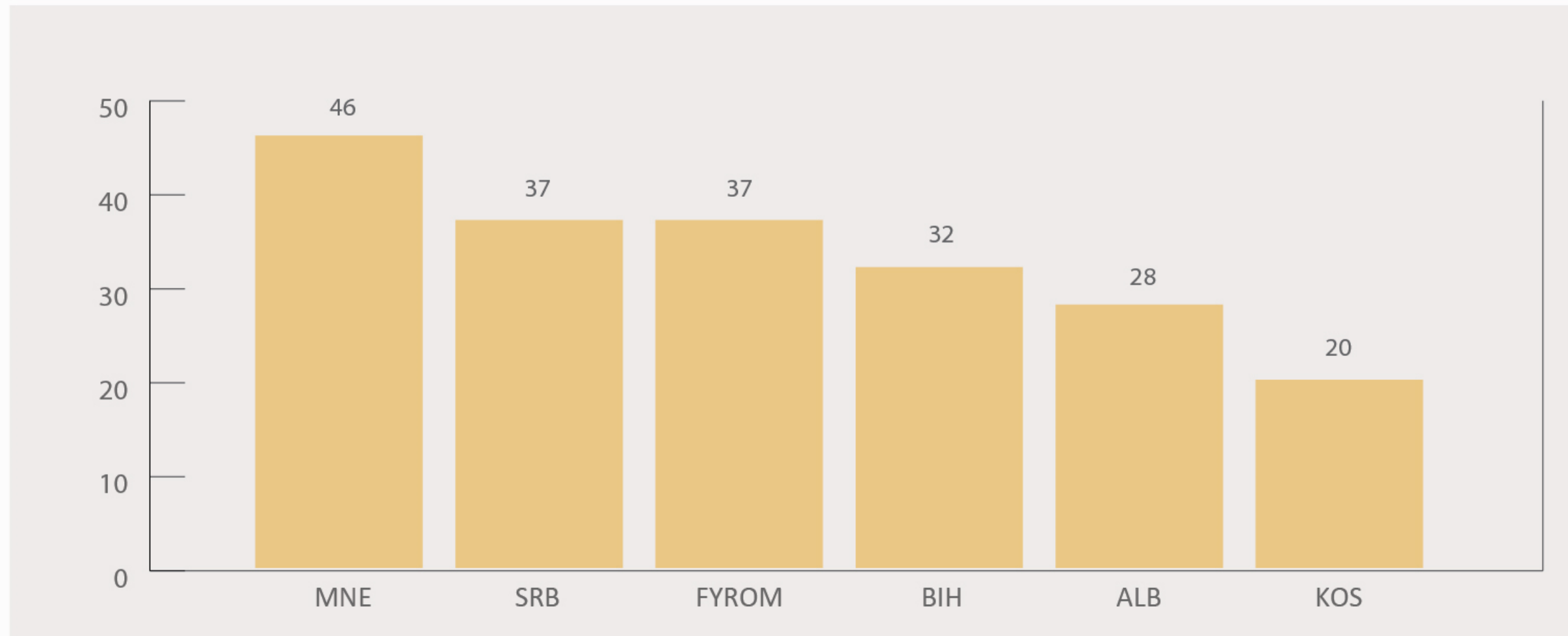
<b>GDP per capita (PPS), 2017:</b>	EUR 10,313
<b>Real GDP growth (2018*):</b>	4.2%
<b>Inflation (Aug 2018):</b>	2.2%
<b>Unemployment (Q2, 2018):</b>	12.4%
<b>Avg. monthly wage (Q2, 2018):</b>	ALL 50,392



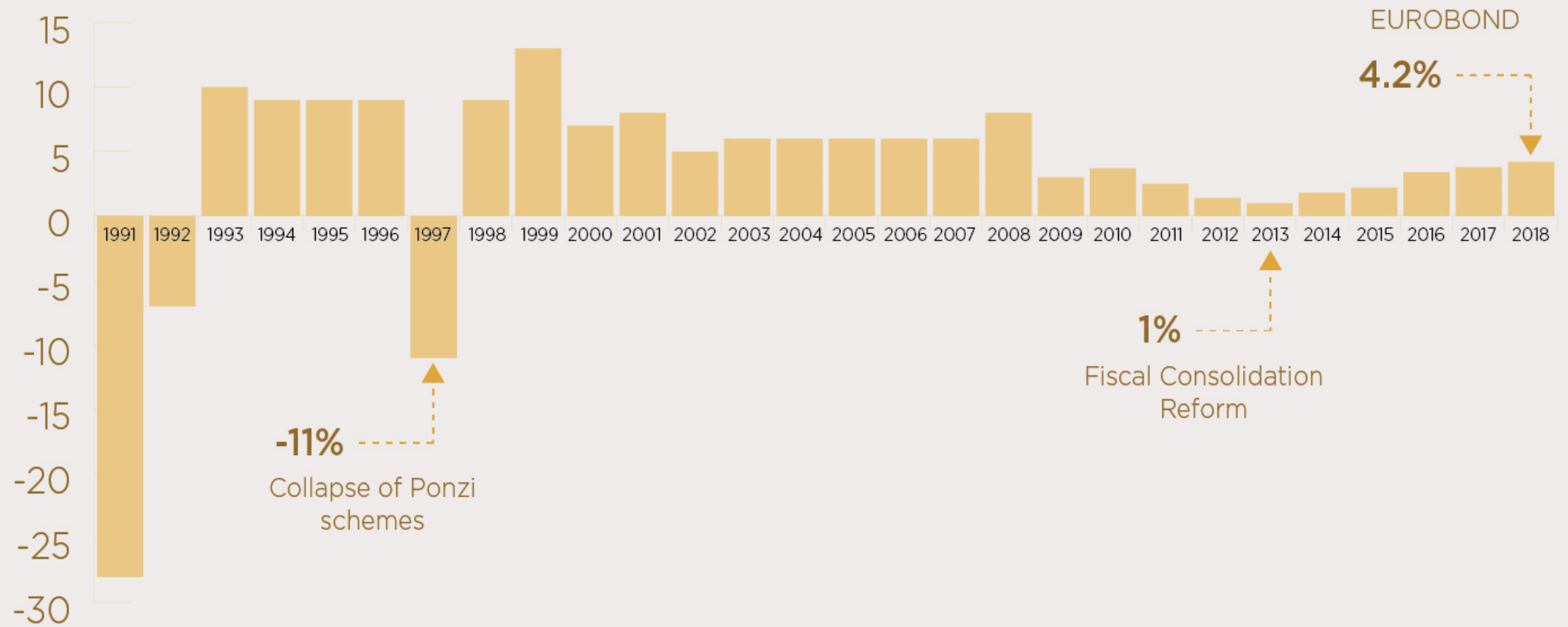
# GDP per capita comparison 2017

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INDEX EU28 = 100

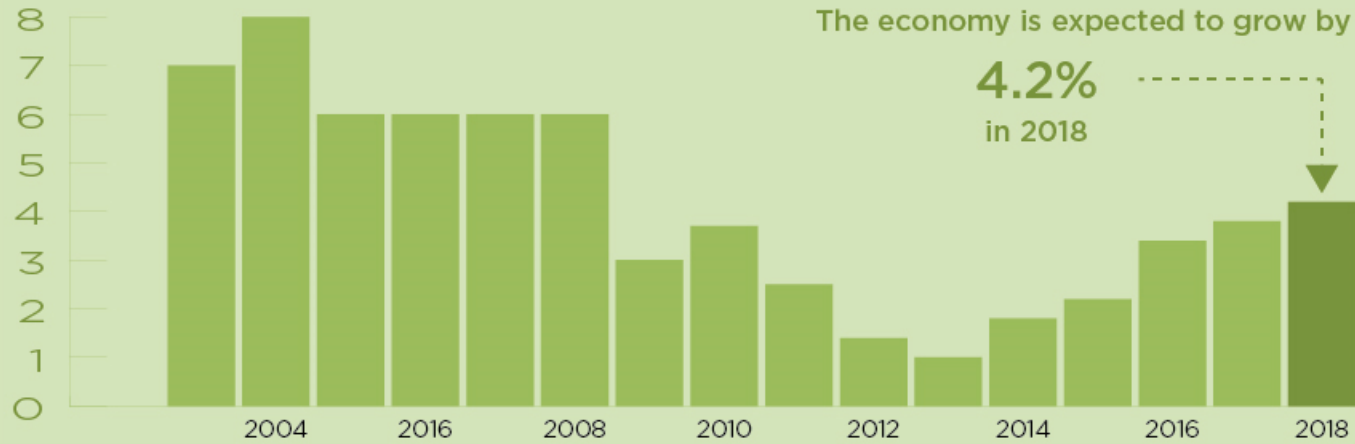


# GDP growth



# GDP by sector

## ANNUAL ECONOMIC GROWTH



## PRIMARY SECTOR

Contributes

**21.4%**

to AL economy



AGRICULTURE



**19%**

accounts  
the highest % of  
overall GDP

MINING

**2.4%**



## SECONDARY SECTOR

MANUFACTURING

**5.7%**



Contributes

**18.5%**

to AL economy



ELECTRICITY

**2.8%**



CONSTRUCTION

**9.4%**



## TERTIARY SECTOR

Contributes

**60.2%**

to AL economy



TRADE



**11.1%**

GOVERNMENT

**11.8%**



TRANSPORT

**3.2%**



FINANCE



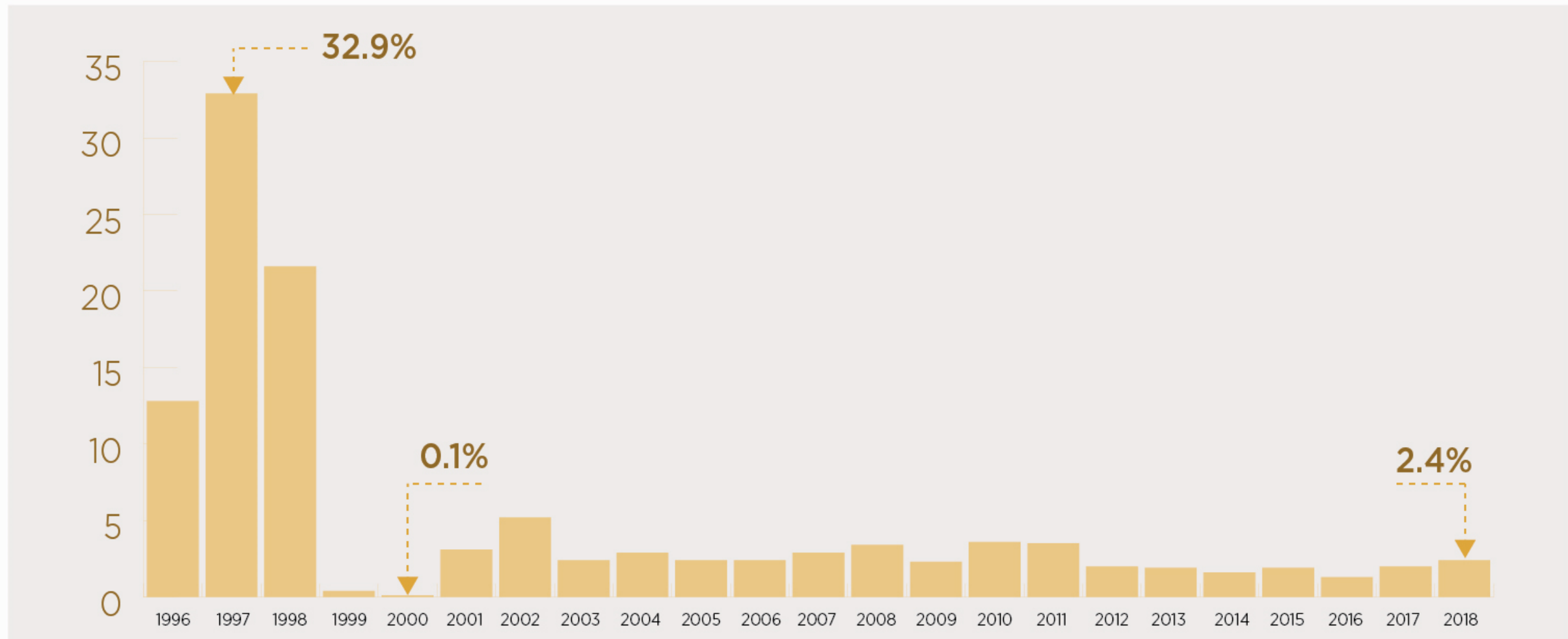
**8.2%**

PERSONAL SERVICES

**2.9%**



# Inflation 1996-2018



# Credit Ratings

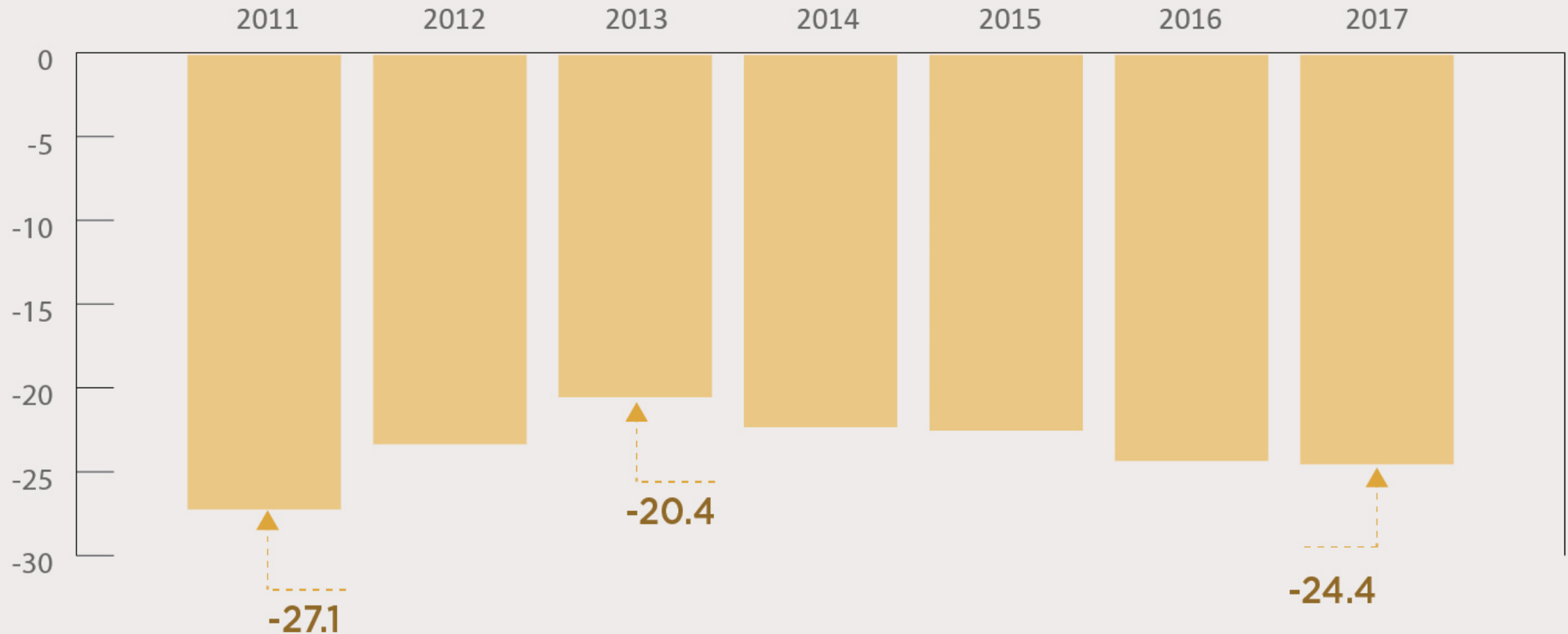
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	S&P	FITCH	MOODY'S
ALB	B+	B+	B1
SRB	BB	BB	Ba3
MNE	B+	n.a.	B1
FYROM	BB	BB	n.a.
BIH	B	n.a.	B3
KOS	n.a.	n.a.	n.a.



# Trade Balance (% of GDP)

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# Labour Market Snapshot



WORKING AGE POPULATION

2,363,367

## OVERALL UNEMPLOYMENT RATE - Q2 2018



## LABOUR FORCE PARTICIPATION RATES (15+)



# Investment Climate

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## LEGAL FRAMEWORK

- Special Protection for FDI
- Law on Strategic Investments
- Freedom to setup and close business
- Repatriation of capital

## BILATERAL INVESTMENT AGREEMENTS

## AIDA - ONE STOP SHOP



# Tax System in Albania

## Corporate Tax Rate



**15%**

**5% ICT**

## Personal Income Tax Rate



**0%**

**13%**

**23%**

## Sales Tax



**20%**

**6% Hotels**

## Social Security



**15%**



**9.5%**

# Tax System in Albania

## Property taxes

Households



0.05%

Commercial



0.2%

Construction site



30% of property tax

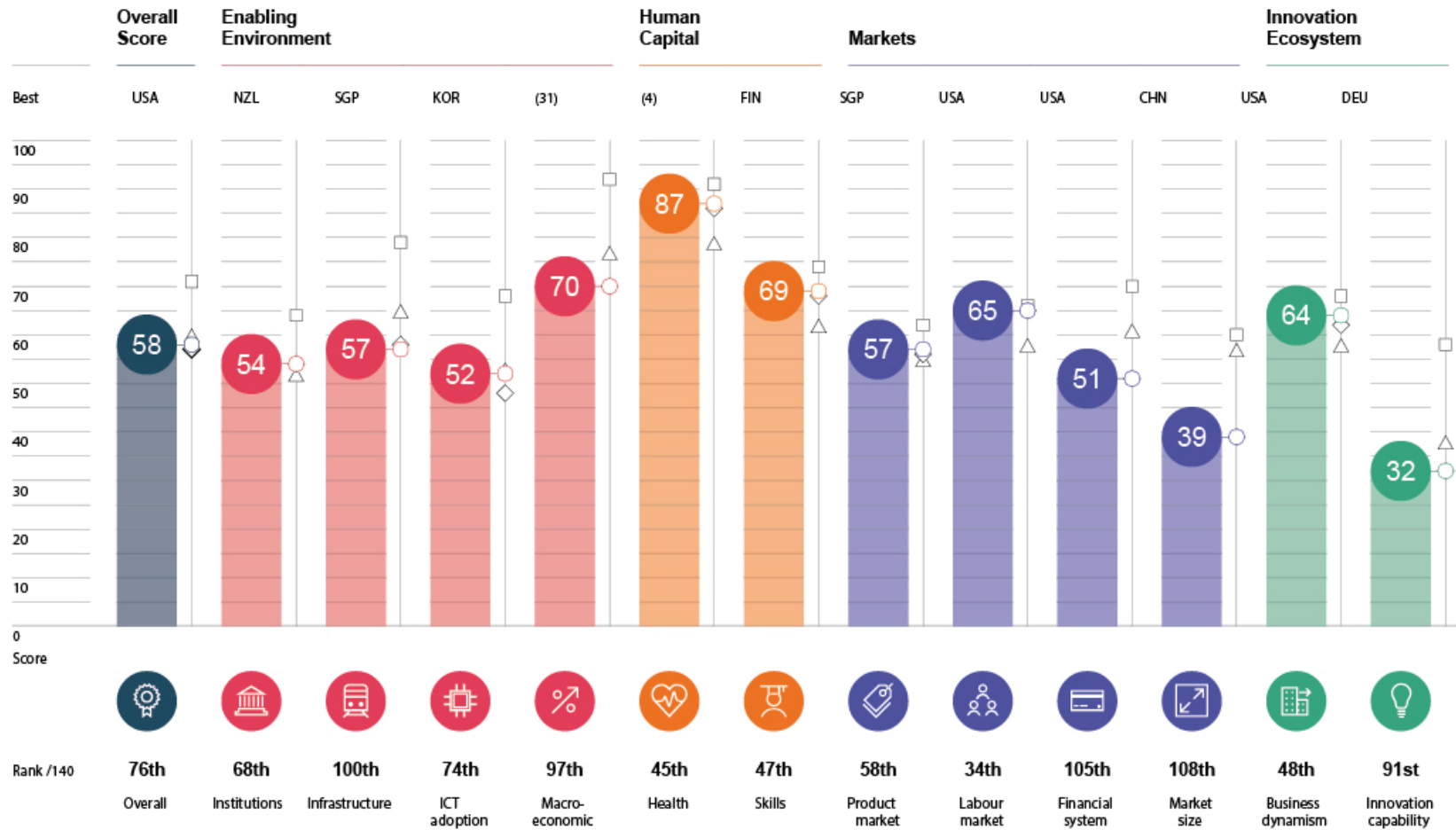
# Doing Business in Albania

45th	106th	157th	103rd
Starting a business	Dealing with construct. permits	Getting electricity	Registring property
42nd	20th	125th	
Getting credit	Protecting minority investors	Paying taxes	
24th	120th	41st	
Trading across borders	Enforcing contract	Resolving Insolvency	





# Global Competitiveness WEF



◇ Previous edition    △ Upper middle income group average    □ Europe and North America average



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# THANK YOU!

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