






























Focus area	Impact	Government Actions	Measures	Targets	Follow-Up	Partners	Status	Horizon
<b>Macro</b>								
Budget sustainability	- Improvement in the management of public finances	Improve institutional arrangements for tax administration	<ul style="list-style-type: none"> <li>- Establishment of a directorate for large companies for better management of their tax procedures.</li> <li>- Operationalization of the G20-OECD action plan on Base Erosion and Profit Shifting (BEPS).</li> <li>- Digitalization of tax procedures (m-filing, m-filing et m-payments).</li> </ul>	<ul style="list-style-type: none"> <li>- Keep the deficit GAP under 3% en 2020</li> <li>- keep the debt ratio below the 70% threshold in 2020</li> <li>- Bring down the public sector wage bill to 12,5 % of GDP in 2020</li> </ul>	MoF	IMF		2018
		Strengthening of the public finance Management	<ul style="list-style-type: none"> <li>- Adoption by the Parliament of the organic budget law</li> </ul>		MoF	OECD-UE		2020
		Improve the institutional and operational framework for debt management	<ul style="list-style-type: none"> <li>- Adoption by the Council of Minister of the legal framework for the creation of the Tunisia Treasury Agency</li> </ul>		MoF	USAID-UE		2020
		Adoption of the pension reform	<ul style="list-style-type: none"> <li>- Adoption of a new law on retirement</li> </ul>		PM	IMF		2019






		Reforming State-Owned Enterprises (SOEs)	<ul style="list-style-type: none"> <li>- Adoption by the council of Ministers of a strategy of SOEs governance.</li> <li>- Implementation of the performance contracts with the 5 largest SOEs</li> </ul>		PM	FMI WB AFD EBRD AfDB	 	2018  2020
Financial Stability	- Strengthening financial-sector oversight	Strengthening the capacity of the central bank in Banking Regulation and promoting financial stability	<ul style="list-style-type: none"> <li>- Adoption by the board of directors of the central bank of a three year strategic plan 2019-2021 in favor of an institutional and operational transformation of the CBT.</li> <li>- Operationalization of the strategic plan.</li> </ul>		CBT	TBD		2018
					CBT	TBD		2021
Sector	Impact	Government Actions	Indicators	Targets	Follow-Up	Partners		Horizon
<b>Business environment and investment legal framework</b>								
Removing barriers to investment, trade and entrepreneurship	- Setting up a new legal and institutional framework for investment	Limiting restrictions and increasing investor’s protection.	<ul style="list-style-type: none"> <li>- Adoption by the parliament of the Investment act.</li> <li>- Adoption by the parliament of the law on tax advantages</li> <li>- Adoption by a council of Ministers of a decree establishing the operating</li> </ul>	<ul style="list-style-type: none"> <li>- Improve the classification of Tunisia in Doing business ranking to Top 50 in 2020</li> <li>- Number of investment entry authorizations eliminated (10) or simplified (17) in 2019</li> </ul>	MDICI  MoF  MDICI	IFC EBRD	  	2016  2017  2017






			principals of the High Council of Investment and the Tunisian Investment Authority.						
	- Simplifying investment regulation and procedures	Streamlining investment entry restrictions	<ul style="list-style-type: none"> <li>- Publication of three decrees operationalizing the bankruptcy law.</li> <li>- Publication of a decree of a negative list of economic activities subject to authorizations with legal basis and steps to obtain each authorization and the deletion of a list of 27 authorizations (first wave of simplification).</li> <li>- Revision and simplification of administrative authorizations related to economic activities (second wave of simplifications).</li> </ul>		MOJ/ MoF			2018	
					MDICI	IFC-WB		2018	
					MDICI	IFC-WB		2019	
		Facilitating international investments in Tunisia through organizational and capacity development of the TIA (and other relevant stakeholders) including a digital one stop shop platform and a National Investment Communication Strategy	<ul style="list-style-type: none"> <li>- Review and update of investment procedures in order to facilitate investment operations and guarantee investors satisfaction</li> <li>- Reinforcing the strategic council within TIA to enhance private public dialogue for efficient investment policies</li> </ul>		MDICI/ TIA	GIZ		2018	
					TIA	EBRD		2019	

		<ul style="list-style-type: none"> <li>- Launching of a national digital one stop shop platform which will be an integrated information system that aims to bring together investment agencies and government departments to reduce inefficiencies and simplify all business-related procedures.</li> <li>- Adoption by the Council of Minister of a national Investment communication strategy involving the main stakeholders (TIA- MDICI- MoF- CBT, ...) and setting out objectives and mechanisms for its operationalization.</li> </ul>		MDICI/ TIA			2019
				MDICI/ TIA	GIZ KFW		2020
	Reducing investment transaction costs	<ul style="list-style-type: none"> <li>- Launching of a digital platform for capital transactions that allows a non-resident investor to self-declare and establish the investment form.</li> </ul>		BCT	TBD		2019
		<ul style="list-style-type: none"> <li>- Digitalization of the Business legal registration procedures which aims to introduce a faster, more transparent and more uniform system for registering a business in the country (operationalization of</li> </ul>		MoJ	USAID		2020






			the new law 30-18 on commercial register)					
		Simplify import and export procedures and reduce bottlenecks	<ul style="list-style-type: none"> <li>- Digitization of all export and import procedures and connection of all institutional stakeholders involved in trade to the Tunisia Trade Net platform.</li> <li>- Implementation of custom ex post control</li> <li>- Implementation of a new risk management system (selectivity module)</li> <li>- Generalization of the status of authorized economic operator for the various actors of the logistic chain</li> </ul>		MoF/TTN	WB-UE		2020
					MoF/Customs	USAID		2020
					MoF/Customs TTN			2019
					MoF/Customs	WB		2020
	- Improving Tunisia competitiveness	Introduction of more flexibility in exchange arrangements or regulations	- Adoption of measures to relax the exchange arrangements (ex-post control procedures) or regulations in vigor in a gradual manner		BCT	TBD		2020
	- Start ups promotion	Boosting the young firms and entrepreneurs in the knowledge economy	- Adoption by the Parliament of the startup act		MTIC	WB		2018



	- Speeding up PPPs operationalization	Selection and preparation of projects	<ul style="list-style-type: none"> <li>- Publication of a priority list of PPPs that are open to at least 51 percent private investment.</li> <li>- Strengthening the capacity of the PPP’s Strategic Council and IGPPP</li> <li>- Establishment of a Project Preparation Facility to improve support and a mechanism of financing of the feasibility studies to activate the initiating of PPP projects.</li> </ul>	3 Tenders for renewable energy PPPs completed in 2018	MDICI & IGPPP	IFC-EBRD		2018
					IGPPP	AfDB EBRD		2019
					CDC/MoF/IGPPP	TBD		2019
		Improving access to information on PPPs projects	- Launching of a digital platform for a more transparency and efficiency for project identification, tender and monitoring.		IGPPP	TBD		2020
Sector	Impact	Government Actions	Indicators	Targets	Follow-Up	Partners	Statut	Horizon
Financial Sector Framework								
	- Improving access to finance	Improving young firms and entrepreneurs financing	Adoption by the parliament of the seed and equity investment act	- Increase in the volume of funds that enter the market and register	MoF	WB		2018

	Easing of the law on excessive interest rates for credits to SMEs	<ul style="list-style-type: none"> <li>- Adoption by the parliament of amendments to the law on excessive lending rate.</li> <li>- Publication of implementation regulations (Circular of the CBT and a decree) laying down the methodology for calculating the global effective interest rate (TEG) and the average effective interest rate (TEM).</li> </ul>	<ul style="list-style-type: none"> <li>- with CMF under the new code (from TD 800 million in 2012-16 to TD 1500 million in 2017-2020).</li> <li>- Increase the number of MSMEs benefitting from credit by 10% in 2021 (base line TBD)</li> <li>- Volume of SME loans guaranteed by SOTUGAR increases to TND 500 million in 2018 (Base line: TND 437 million in 2017)</li> </ul>	MoF	IMF AfDB		2018
	Deepening access to finance for MSMEs and entrepreneurs and improve lenders’ risk management	<ul style="list-style-type: none"> <li>- Adoption by the Parliament of the organic law on Credit Bureaus</li> </ul>		MoF/C BT	WB		2019
	Strengthening the rights of creditors in movable collateral and expand the types of assets firms can use as collateral.	<ul style="list-style-type: none"> <li>- Adoption by the parliament of the law on secured transactions</li> </ul>		MoF	WB KfW AfDB		2018
	Making available collateral-free credits to SMEs by strengthening public guaranty funds	<ul style="list-style-type: none"> <li>- Signature of an agreement between the Ministry of Finance and the SOTUGAR that Improves the financial products offered by the SME Credit Guarantee Fund, its operating procedures and its risk management framework.</li> <li>- Signature of an agreement</li> </ul>		MoJ	WB		2020
				MoF	WB KfW		2018

			between the Ministry of Finance and the COTUNACE that improves the financial products offered by the export Credit Guarantee Fund, its operating procedures and its risk management framework.		MoF	WB		2019
		Consolidating existing public mechanisms that finance MSMEs under a single integrated institution (BdR) that will intervene in complementarity or through private banks.	The Council of Ministers has adopted the law to consolidate existing public mechanisms (BFPME & Sotugar) that finance MSMEs under a single integrated institution (Banque des Régions)		MoF	KFW WB		2018
- Improving financial stability	Reducing the Non-Performing Loans (NPLs) ratio	- Publication by the central bank of a directive on Npls resolution.		- Decrease in the Npls Ratio to 13% in 2020 (15% in 2017)	BCT	WB		2020
		- Publication by the central bank of a circular on Out of Court Resolution Mechanism.			BCT	WB		2020
	Restructuring of the public banking sector.	- Achieve the objectives of the 2017-2020 performance contracts with the three public banks BNA, STB, BH, which set annual financial and operational targets, particularly concerning the treatment of non-performing loans and the improvement of risk control.			MoF	IMF KfW		2020



		Improving the quality of financial information	<ul style="list-style-type: none"> <li>- Alignment of the public credit registry with international standards:</li> <li>- Collection of granular credit and credit risk data (Anacredit system- European Central Bank)</li> <li>- Compliance with data protection regulations</li> <li>- KYC (Know your Customer) and Anti Money Laundering (AML) requirements.</li> <li>- Dashboards and feedback to banks</li> </ul>		BCT	TBD		2020
		Strengthen Anti-Money Laundering	<ul style="list-style-type: none"> <li>- Mapping of ML/TF risks in the banking sector and development of a risk-based supervision framework.</li> <li>- Conclude a memorandum of understanding between CBT and CTAF to improve cooperation.</li> </ul>		BCT	TBD		2019
					BCT	TBD		2020
	- Improve capital market infrastructure and broaden the sources of financing for start-ups and PPPs	Development of an efficient reference system for emissions and valuation of mark to market	<ul style="list-style-type: none"> <li>- Publication of the yield curve</li> </ul>		MoF	EBRD AfDB		2018
		Smooth access to equity finance through exchange regulated markets for small and medium businesses	<ul style="list-style-type: none"> <li>- Lunch of an SME access kit for equity financing through capital market.</li> </ul>		MoF/	AfDB		2018

		Broaden financial instruments for startups	- Adoption by a Council of Ministers and transmission to the parliament of amendments to the code of commercial companies introducing the notion of “sociétés par actions simplifiées” (SAS) and alternative equity instruments other than ordinary shares that are adapted to startups.		MoJ	WB		2019
		Broaden financial instruments for PPPs	- Identification and adoption by a council of Ministers of amendments of relevant legislations and regulations introducing financial instruments for PPPs (contract arrangements, risk mitigation instruments, ...).		IGPPs/ MoJ/ MoF/ CMF/ CBT/ CDC	TBD		2020

Spain, France, Italy, United Kingdom and Norway are committed in other initiatives related to the enhancement of Macro, investment and financial frameworks apart from reforms but with significant positive impact in investment boosting.

Netherlands has participated in the Trust Fund set up by the World Bank dedicated to support Tunisia Compact With Africa.



Wholly Achieved



Partially achieved/on track



Not started