



Myanmar

PHONG

LUANGNAMTHA

BOKEO

OUDOMXAY

HUAPHANH

XAYABURY

LUANGPRABANG

XIENGHUANG

VIENTIANE

BORIKHAMXAY

Thailand

KHAMMUANE

SAVANNAKHET

SARAVANE

SEKONG

CHAMPASACK

TTAPEU

Cambodia

# Implementation of NSEDP 2015-2016 Directions for NSEDP 2017

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Ministry of Planning and Investment



# Content

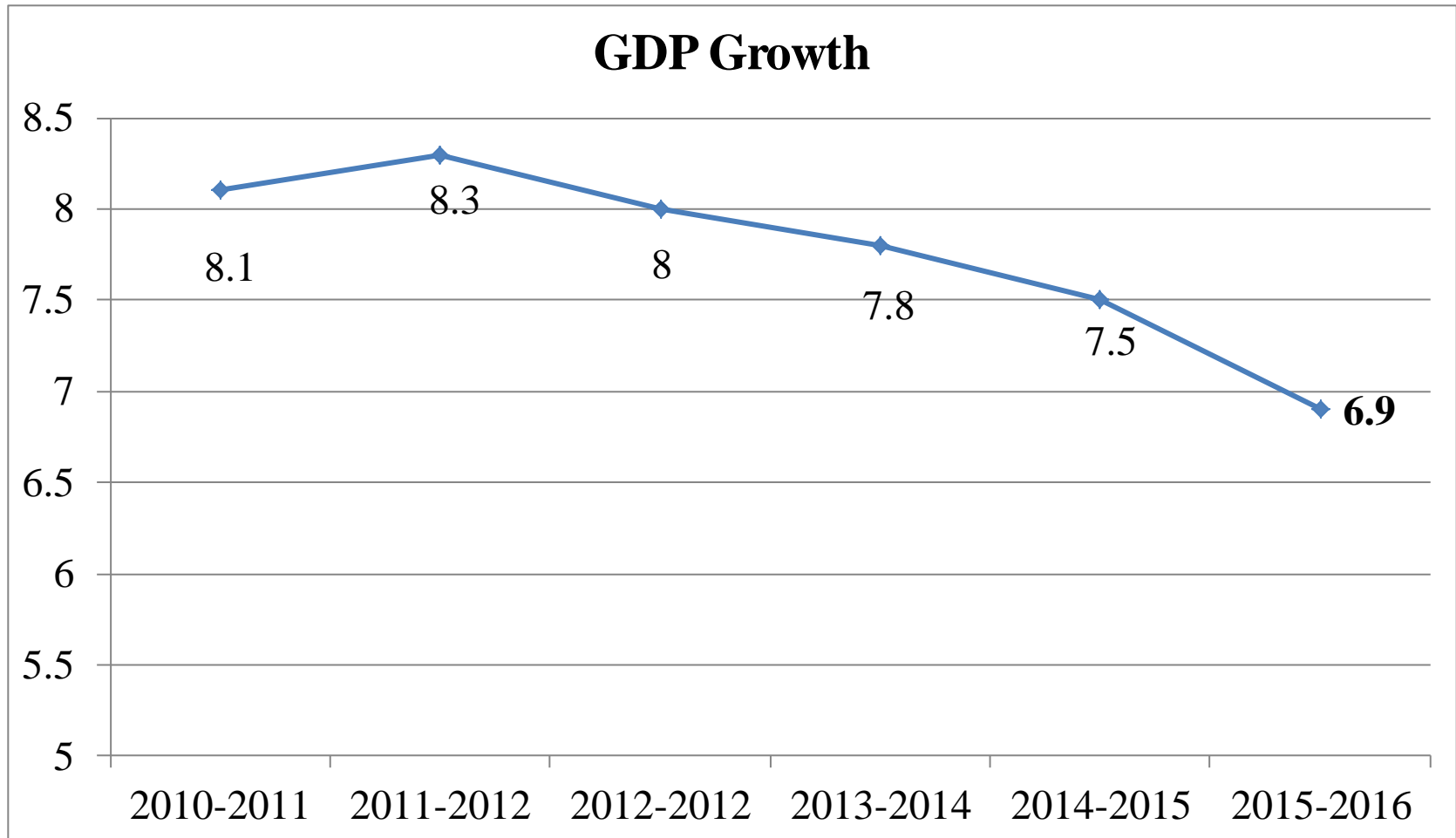
1. Implementation of NSEDP 2015-2016
2. NSEDP targets for the next 4 years and directions for NSEDP 2017



# **Implementation of NSEDP 2015-2016**

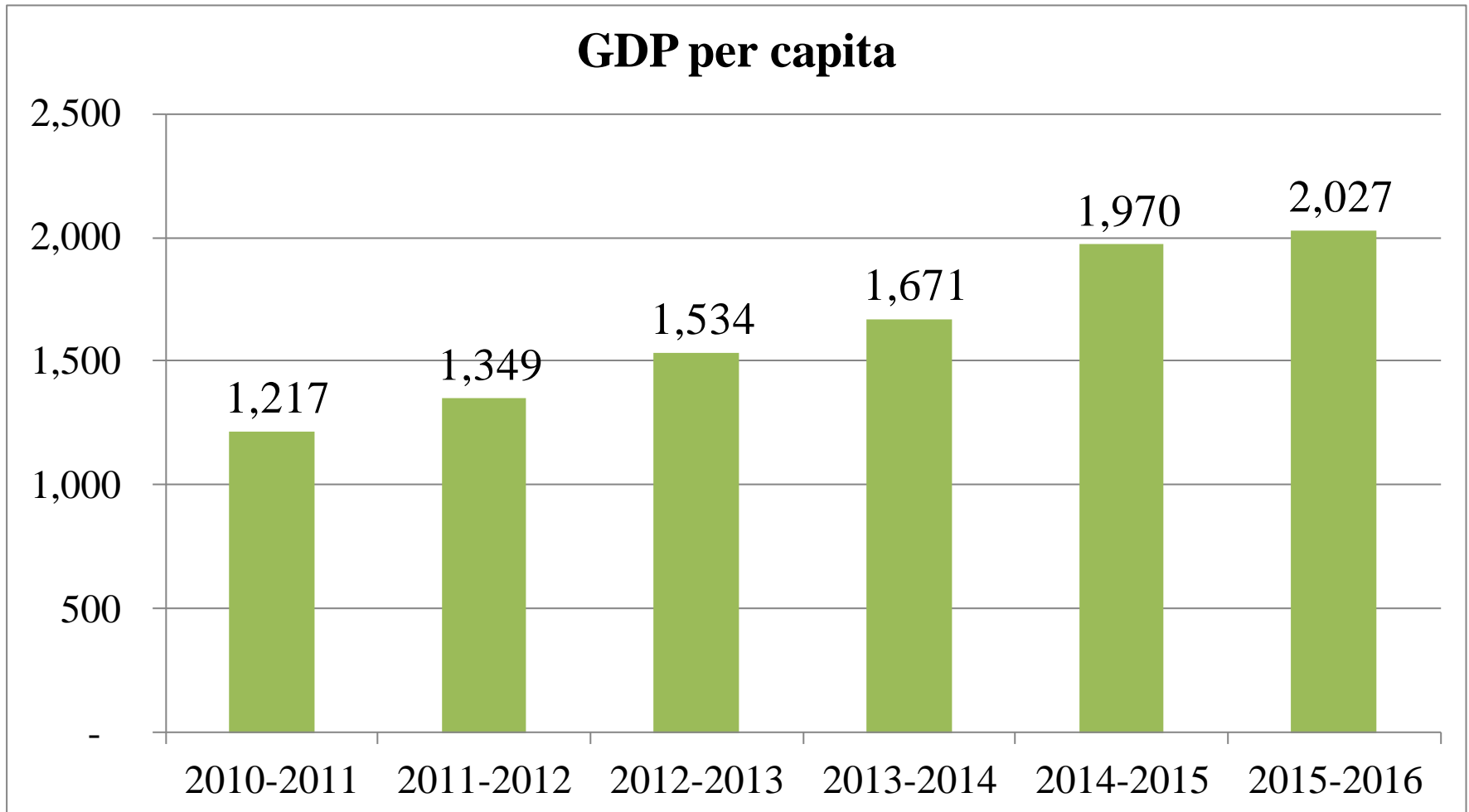


# GDP Growth





# GDP per capita



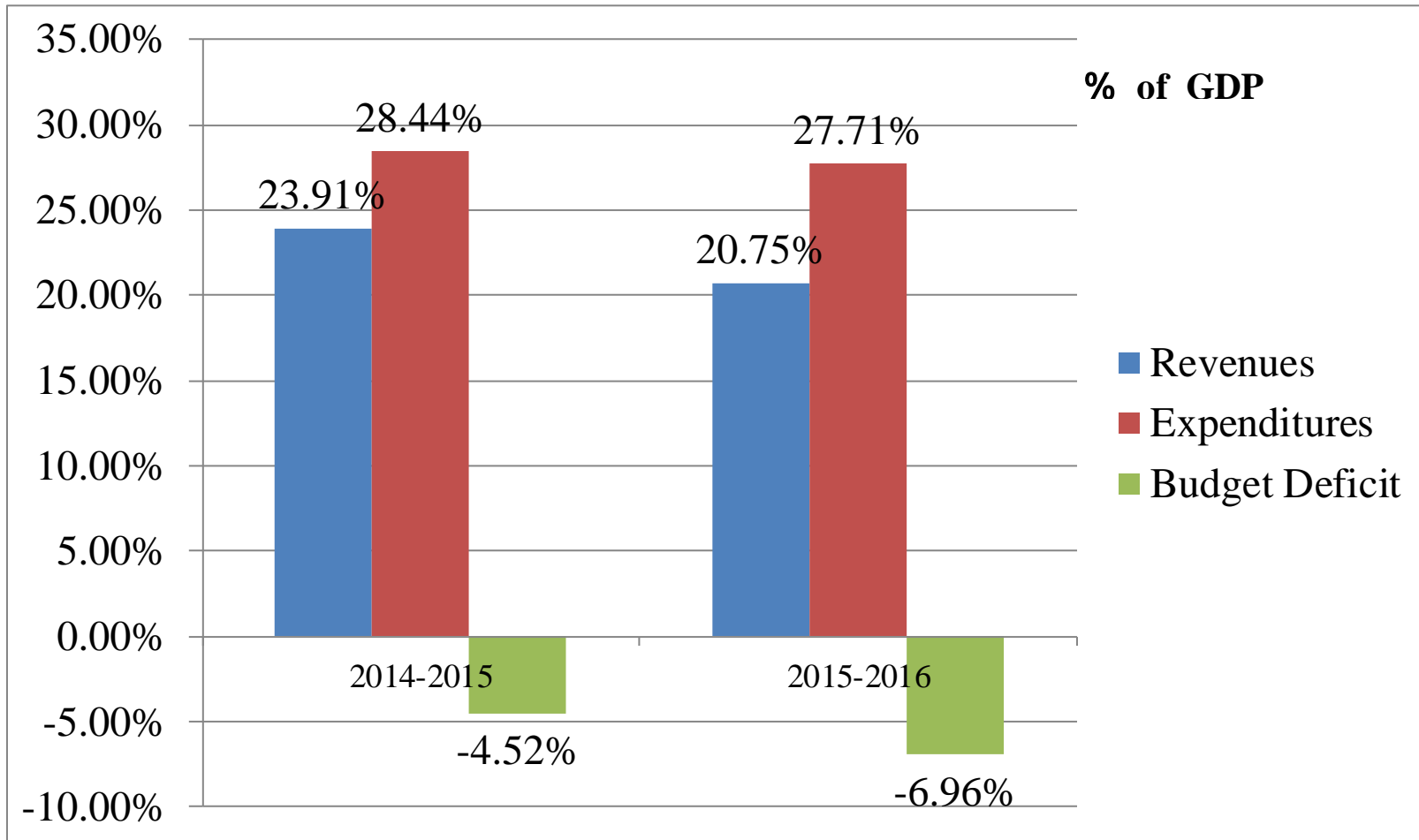


# Economic Composition





# Revenues and Expenditures





# Economic and Social Sector Achievements

- **Inflation Rate:** 1.35%,
- **Exchange Rate** is stable, **LAK/USD** depreciated 0.27%
- **Foreign Reserves** 6 months
- **Import (first 3 quarters)** declined 12.3%. **Export** increased 23.1%





# Trade

- Total trade value 8,089 million USD:
  - Export value: 4,081 million USD increased by 10.29%
  - Import value: 4,008 million USD, 76% against the target.
  - Trade deficit: 73 million USD



# Economic and Social Sector Achievements

- **Poverty eradicated districts:** 14 districts. **Poor districts:** 23 districts
- **Poor households:** 76,318 households, 6.56% of total households
- **Poor villages:** 1,689 villages
- **Drop-out rate at primary level** decreased from 5.2% to 4.9%.
- **Underweight in children under 5:** 25.5%
- **Wasting in children under 5:** 35.6%,
- **Latrine usage** 70.2% of total households
- **Clean water usage** 89.2% of population



# Environmental Protection

- Implemented Decree No.15/PM
- Land titling: 50,405 plots, 84% against the target
- Land registration: 421,877 plots, 4 times exceed the target
- Forest restoration: 150,000 ha, 50% against the target
- Work on data analysis for mapping the areas prone to climate change risk and vulnerable areas: 90% against the target



# Cross-Cutting Sector Achievements

- Developed Law on Anti- and Prevent Cyber Crime
- Expansion of optical fiber transmission line: 67,351 km, covering 18 provinces and 148 districts
- Localization of Mother and Child Strategic Plan: 3 provinces – Huaphanh, Saravan and Sekong
- Provision of capacity building to the members of LWU and unprivileged women
- Seek approval for 2 laws: Law on Local Administration, Law on Public Servants of Lao PDR



# Pending issues

- Macroeconomic vulnerability
  - Budget: lacks liquidity in the state budget performance as a result of budget deficit and leakages.
  - High balance of payments deficit
  - Effective implementation on monetary and fiscal policies still face challenges.
  - Limited tools for money supply management



## Pending issues (cont.)

- Expenditure management ineffectiveness and lack of focus resulting in debt outstanding; planning and financial disciplines is not yet well performed.
- Unfastened management on import-export and prices of goods resulting in inflated cost of living and prices of consumption commodities.
- Uncoordinated labor supply and demand caused under-employment



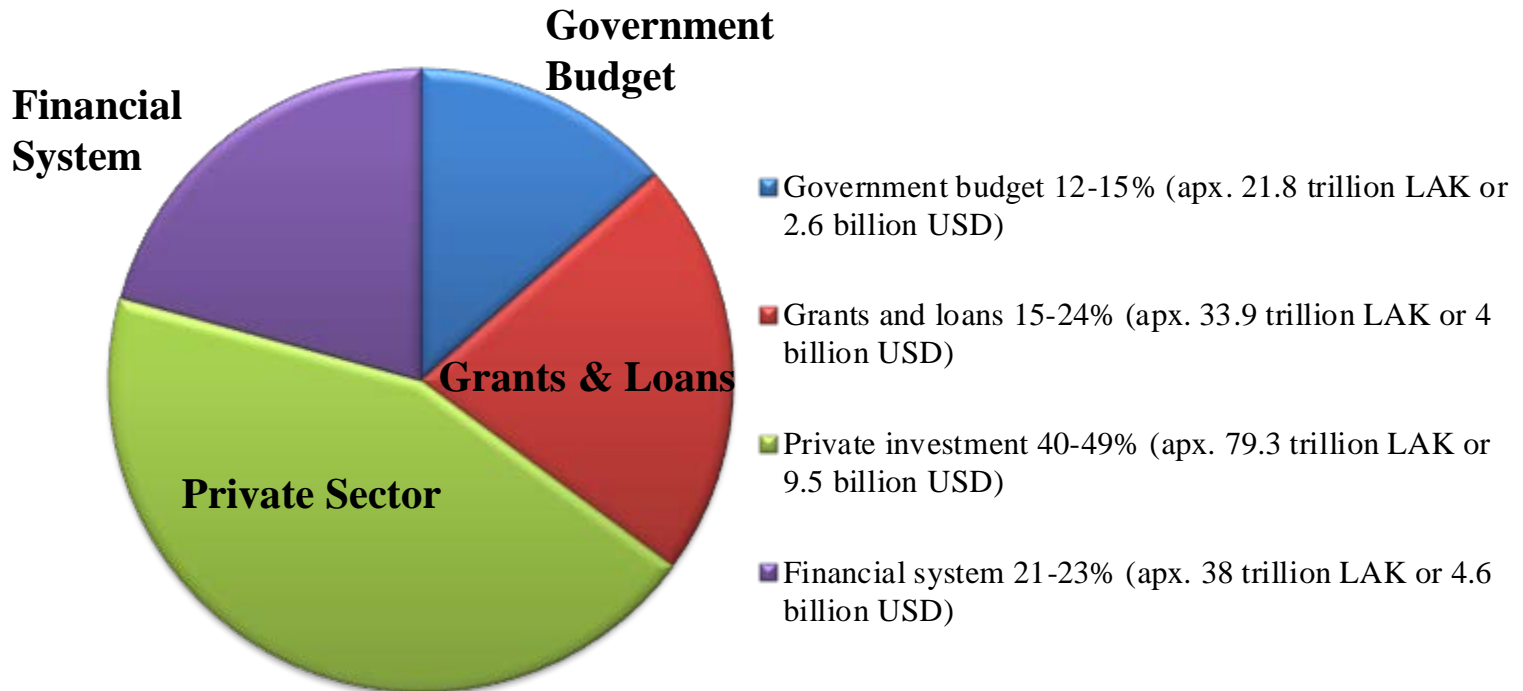
# NSED Targets in the next 4 years

- GDP growth rate 7.2%:
  - Agriculture-Forestry: 3.4%, 16.8% of GDP by 2020
  - Industry: 9.3%, 39% of GDP by 2020
  - Services: 8.1%, 35.4% of GDP by 2020
  - Tax and import tariff, net: 5%, 8.8% of GDP by 2020
- GDP per capita 2,978 USD (GNI per capita 2,354 USD) by 2020
- Inflation rate fluctuated within the range of 5%
- Stability of exchange rate



Targets in the next 4 years:

Total demand 173,329 billion LAK  
(21 billion USD), 29% of GDP







# **Directions for NSEDP 2017**



# Macro targets

GDP Growth	7%	
Agriculture-Forestry	Grow at 3.1%	18.8% of GDP
Industry	Grow at 8.9%	37.2% of GDP
Services	Grow at 7.8%	34.7% of GDP
Tax and import tariff	Grow at 5.0%	9.3% of GDP
GDP per capita	2,341 USD (GNI 1,850 USD)	
Inflation Rate	Remained at appropriate level (equal or lower than 5%)	
Revenues	18.46% of GDP, of which 16.55% of GDP is domestic revenues	
Expenditures	24,99% of GDP	
Budget Deficit	6.52% of GDP	
Exchange rate	remained at manageable level	



# Balance of Investment

**Total demand 36,366 billion LAK**  
**28% of GDP**

Government Budget	5,463 billion LAK <i>15.02% of total investment</i>
ODA	8,629 billion LAK <i>23.73% of total investment</i>
Private Domestic and Foreign Investment	14,474 billion LAK <i>39.80% of total investment</i>
Financial System	7,800 billion LAK <i>21.45% of total investment</i>



# Main Targets

## Rural Development and Poverty Eradication

- Poor household reduction: 5,580 households out of totally 76,318 poor households (2016)
- Poor villages: 178 village out of totally 1,689 poor villages (2016)

## Education

- Survival rate at primary level to be reduced from 79.6% to 82%;
- Enrolment rate at early child education in children between 3-5 years: 51%, children under 5 years: 74%,
- Drop-out rate at the first grade and at primary level: 7% and 4% respectively
- Enrolment rate at lower and upper secondary level to increase from 82% to 85% and 47% to 51% respectively



# Main Targets

## Labor and Social Welfare

- Skilled development trainees: 131,600 people
- Expand of social protection coverage from 39% to 45% of total formal laborforce, 15% of total unit of operators/organizations
- UXO clearance: 4,500 ha. Provision of assistance to UXO victims: 300 people



# Main Targets (cont.)

## Health:

- Underweighting in children under 5: 22%
- Wasting in children under 5: 34%
- Mortality rate of children under 1: 43/1,000
- Mortality rate of children under 5: 56/1,000
- Maternal Mortality Rate: 182/100,000
- Provision of immunization vaccine 90%
- Clean water usage 87%



# Environmental Protection

- To issue land titles to 85,000 plots and to register land on 100,000 plots
- Forest restoration in the national conservation and the national protected areas: 24 areas and 47 areas respectively



# Implementing Policies and Measures

1. Improve macroeconomic management to ensure macro stability
2. Continue improving finance-budget management
3. Improve monetary management to ensure stability
4. Improve business environment
5. Promote production and services
6. Continue targeting on socio-cultural development and poverty reduction





# Implementing Policies and Measures (cont.)

7. Localize and implement SDGs widely
8. Improve public administration and business operator management
9. National Assembly and Local Assembly to support the monitoring and evaluation activities
10. Create favorable environment for the development



**Thank you!**