

Egypt's Economic 2025 Progress

Increased Economic Stability Through Strategic Reforms

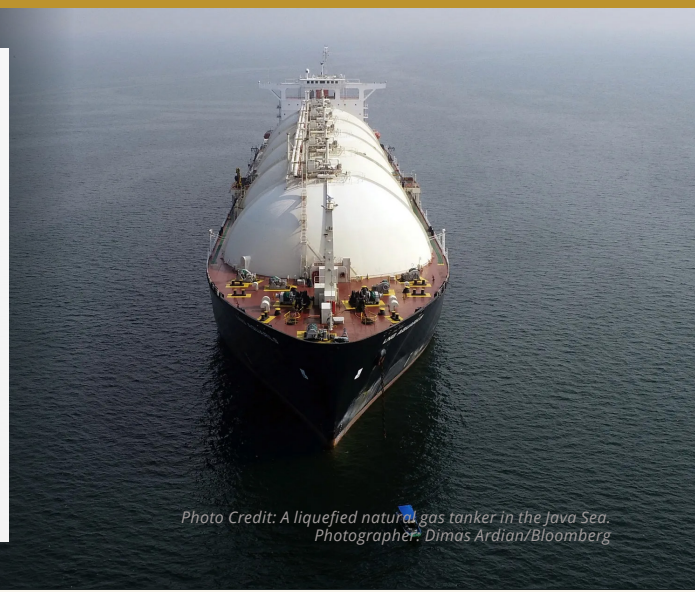


Photo Credit: A liquefied natural gas tanker in the Java Sea. Photographer: Dimas Ardian/Bloomberg

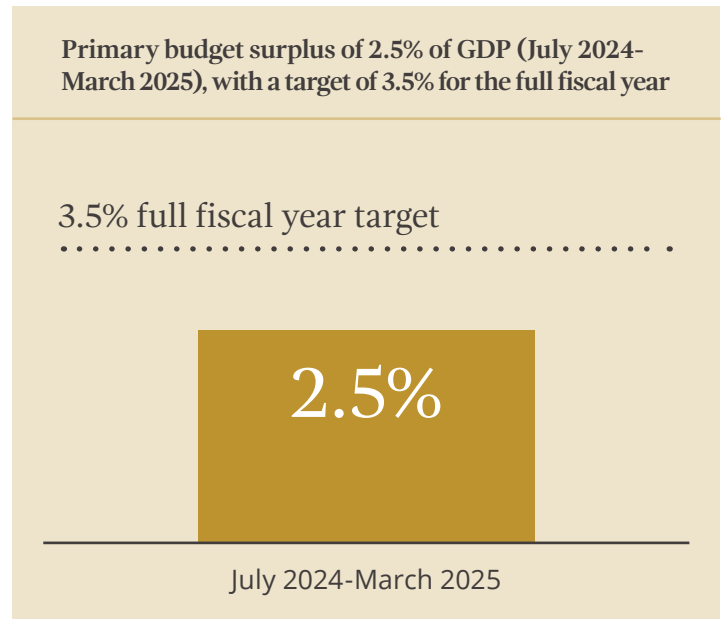
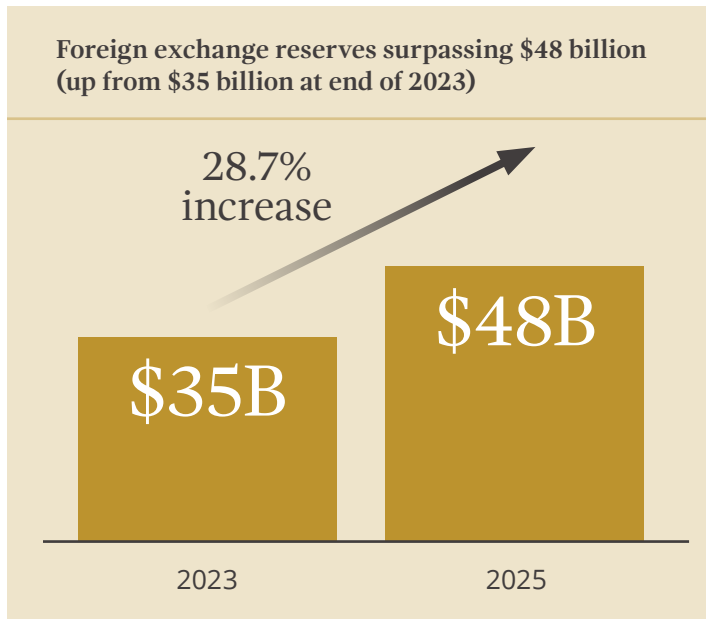
Egypt has made significant strides in its economic reform program, achieving remarkable stability despite global and regional challenges. The government's comprehensive approach has yielded positive results across key economic indicators.

Stability in Foreign Exchange Market

Egypt has successfully implemented a flexible exchange rate policy that has stabilized the foreign exchange market and built resilience against international trade volatility. Key achievements include:

Strengthening Fiscal Discipline

The government has demonstrated strong commitment to fiscal responsibility, resulting in:

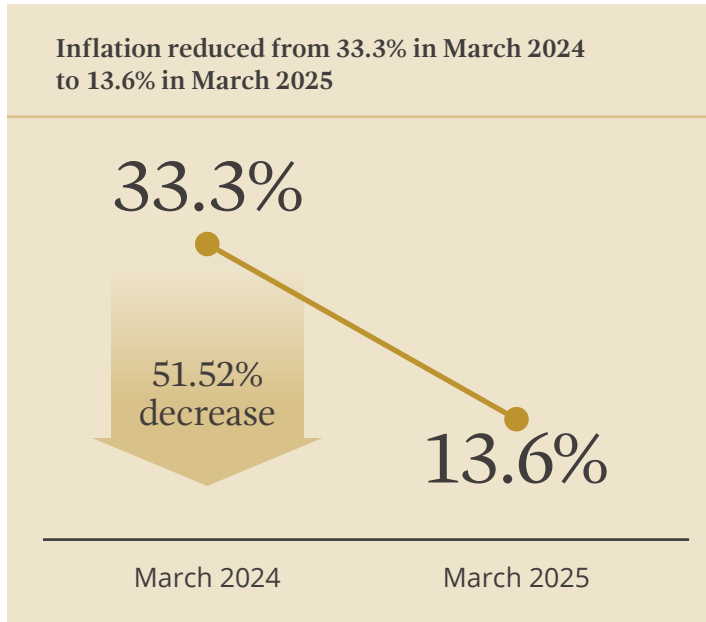


- ▶ Enhanced resilience to global trade volatility through effective monetary policy
- ▶ 82% surge in remittances from Egyptians abroad in the first half of the fiscal year
- ▶ Renewed investor confidence resulting in resumed net capital inflows

- ▶ Overall budget deficit declined to 6.3% of GDP
- ▶ 38% increase in tax revenues year-on-year
- ▶ Expanded tax base and streamlined compliance processes

Inflation Management

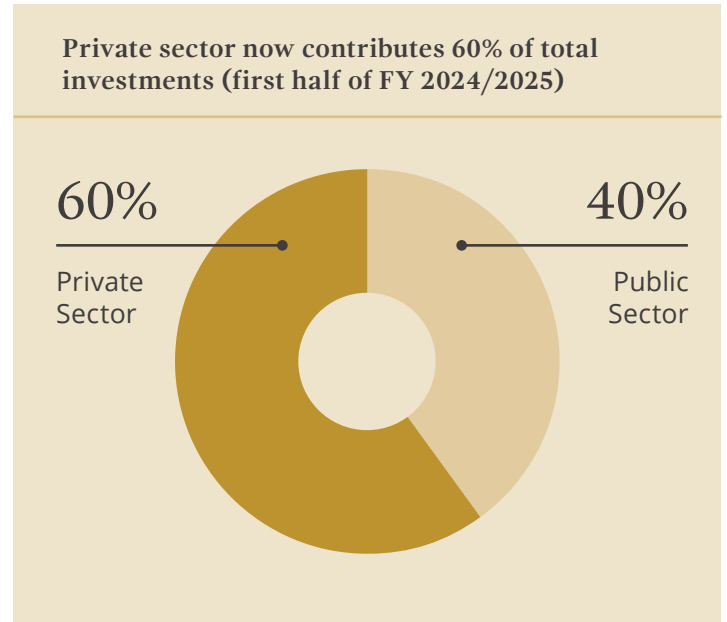
Egypt's monetary policy has effectively contained inflation, putting it on a consistent downward trajectory:



- ▶ Central Bank of Egypt reduced interest rates by 225 basis points
- ▶ Economic growth increased to 3.9%, up from 2.5% during the same period last year

Private Sector Empowerment

In line with the State Ownership Policy Document, Egypt is prioritizing private sector leadership in economic development:



- ▶ Public investment cap established at 1 trillion Egyptian pounds
- ▶ Year-on-year growth of 80% in private sector contribution
- ▶ Advancing state-owned assets offering program in partnership with the International Finance Corporation (IFC)

Sector Growth Highlights

