

Table 17. Role of government in the economy

Economy	Subsidies and other current transfers % of total expenditure		Value added by state-owned enterprises % of GDP		Military expenditure % of GNP		Composite ICRG risk rating <sup>a</sup> February 1999	Institutional Investor credit rating <sup>a</sup> March 1999	Highest marginal tax rate <sup>a</sup>		
	1985	1997	1985-90	1990-96	1985	1995			Individual		Corporate % 1998
							% 1998	On income over (dollars) 1998			
Albania	..	48	..	..	5.3	1.1	60.5	10.7	..	..	..
Algeria	..	..	..	..	2.5	3.2	52.8	25.2	..	..	..
Angola	..	..	..	..	19.9	3.0	46.5	11.5	..	..	..
Argentina	59	58	2.7	1.3	3.8	1.7	76.3	42.7	33	120,000	33
Armenia	..	..	..	..	..	0.9	61.0	..	..	..	..
Australia	63	69	..	..	2.7	2.5	80.0	74.3	47	32,404	36
Austria	58	59	..	..	1.3	0.9	84.8	88.7	50	55,564	34
Azerbaijan	..	..	..	..	..	2.8	56.0	..	40	1,850	32
Bangladesh	..	..	3.1	3.4	1.7	1.7	66.0	25.0	..	..	..
Belarus	..	54	..	..	..	0.8	59.8	11.9	..	..	..
Belgium	56	59	2.8	..	3.1	1.7	80.5	83.5	55	65,547	39
Benin	..	..	..	..	2.2	1.2	..	16.3	..	..	..
Bolivia	27	40	13.9	13.8	3.3	2.3	67.5	28.0	..	..	25
Botswana	29	31	5.6	5.6	2.5	5.3	82.0	53.5	30	21,008	15
Brazil	42	..	7.6	8.0	0.8	1.7	61.5	37.4	25	19,459	15
Bulgaria	..	37	..	..	14.1	2.8	75.5	28.6	40	7,232	30
Burkina Faso	9	..	..	..	1.9	2.9	65.5	18.8	..	..	..
Burundi	..	11	7.3	..	3.0	4.4	..	..	..	..	..
Cambodia	..	..	..	..	..	3.1	..	..	..	..	..
Cameroon	14	13	18.0	8.5	1.9	..	63.5	18.1	60	12,345	39
Canada	60	..	..	..	2.2	1.7	82.8	83.0	29	41,370	38
Central African Republic	..	..	4.1	..	1.8	..	..	..	..	..	..
Chad	2	..	..	..	2.0	3.1	..	..	..	..	..
Chile	51	52	14.4	8.1	4.0	3.8	74.0	61.8	45	6,748	15
China	..	..	..	..	4.9	2.3	75.5	57.2	45	12,077	30
Hong Kong, China	..	..	..	..	..	..	76.3	61.8	20	11,688	17
Colombia	48	..	7.0	..	1.6	2.6	57.3	44.5	35	38,764	35
Congo, Dem. Rep.	7	2	..	..	1.2	0.3	39.5	11.1	50	13,167	..
Congo, Rep.	..	..	15.1	..	4.0	2.9	50.0	9.7	..	..	..
Costa Rica	33	23	8.1	..	0.7	0.6	76.3	38.4	25	15,746	30
Côte d'Ivoire	..	..	..	..	..	..	67.3	24.3	10	3,950	35
Croatia	..	38	..	..	..	10.5	70.8	39.0	..	..	..
Czech Republic	..	74	..	..	..	2.3	76.5	..	40	23,750	35
Denmark	57	64	..	..	2.3	1.8	86.0	84.7	58	..	34
Dominican Republic	17	17	..	..	1.2	1.4	72.0	28.1	25	16,176	25
Ecuador	..	..	10.2	..	2.8	3.7	61.5	25.5	25	66,226	25
Egypt, Arab Rep.	31	25	..	..	12.8	5.7	69.0	44.4	32	13,749	40
El Salvador	11	20	1.8	..	5.7	1.1	76.8	31.2	30	22,857	25
Eritrea	..	..	..	..	..	..	..	..	..	..	..
Estonia	..	47	..	..	..	1.1	73.0	42.8	26	..	26
Ethiopia	7	13	..	..	6.7	2.2	57.8	16.2	..	..	..
Finland	67	65	..	..	1.7	2.0	86.5	82.2	38	56,450	28
France	64	65	11.2	..	4.0	3.1	81.8	90.8	..	..	33
Georgia	..	..	..	..	..	2.4	..	10.9	..	..	..
Germany	55	58	..	..	..	..	82.8	92.5	53	66,988	30
Ghana	10	..	8.5	..	1.0	1.4	62.8	29.5	35	7,269	35
Greece	35	22	11.5	..	7.0	5.5	76.3	56.1	45	55,923	35
Guatemala	14	8	1.9	2.1	1.6	1.3	68.3	27.2	25	29,221	30
Guinea	..	..	..	..	..	1.5	60.5	15.4	..	..	..
Haiti	43	..	..	..	1.5	2.9	55.0	11.2	..	..	..
Honduras	..	..	5.5	..	3.5	1.4	58.8	19.8	30	75,758	15
Hungary	69	55	..	..	7.2	1.5	77.8	55.9	42	5,394	18
India	44	38	13.4	13.4	3.5	2.4	63.3	44.5	40	5,059	40
Indonesia	24	21	14.5	..	2.4	1.8	48.5	27.9	30	8,938	30
Iran, Islamic Rep.	13	15	..	..	7.7	2.6	66.3	27.7	54	173,227	12
Ireland	57	60	..	..	1.7	1.3	87.5	81.8	46	14,493	32
Israel	33	48	..	..	20.3	9.6	64.8	54.3	50	57,387	36
Italy	57	57	..	..	2.2	1.8	80.8	79.1	46	181,801	37
Jamaica	1	..	..	..	0.9	0.8	71.3	28.0	25	2,215	33
Japan	52	..	..	..	1.0	1.0	83.3	86.5	50	230,592	38
Jordan	14	11	..	..	15.5	7.7	73.8	37.3	..	..	..
Kazakhstan	..	..	..	..	..	0.9	69.0	27.9	40	..	30
Kenya	18	18	11.6	..	2.3	2.3	63.8	24.1	33	384	35
Korea, Rep.	38	49	10.3	..	5.0	3.4	74.5	52.7	40	56,529	28
Kuwait	26	20	..	..	5.7	11.6	73.5	56.5	0	..	6
Kyrgyz Republic	..	..	..	..	..	..	..	..	40	250	30
Lao PDR	..	..	..	..	7.4	4.2	..	..	..	..	..
Latvia	..	61	..	..	..	0.9	71.0	38.0	25	..	25
Lebanon	..	13	..	..	..	3.7	55.3	31.9	..	..	..
Lesotho	5	9	..	..	5.3	1.9	..	..	..	..	..
Lithuania	..	41	..	..	..	0.5	73.5	..	33	..	29
Macedonia, FYR	..	..	..	..	..	3.3	..	..	..	..	..
Madagascar	..	8	..	..	1.9	0.9	66.0	..	..	..	..
Malawi	7	..	4.3	..	2.0	1.6	61.8	20.4	38	1,969	38
Malaysia	13	24	..	..	3.8	3.0	70.8	51.0	30	38,961	28

Note: For data comparability and coverage, see the Technical Notes. Figures in italics are for years other than those specified.

## STATES AND MARKETS

Economy	Subsidies and other current transfers % of total expenditure		Value added by state-owned enterprises % of GDP		Military expenditure % of GNP		Composite ICRG risk rating <sup>a</sup> February 1999	Institutional Investor credit rating <sup>a</sup> March 1999	Highest marginal tax rate <sup>a</sup>		
	1985	1997	1985-90	1990-96	1985	1995			Individual		Corporate % 1998
							%	On income over (dollars) 1998			
Mali	8	..	..	..	2.9	1.8	66.5	15.4	..	..	..
Mauritania	..	..	..	..	6.9	3.2	..	..	..	..	..
Mexico	21	43	6.7	4.9	0.7	1.0	66.3	46.0	35	25,492	34
Moldova	..	..	..	..	..	2.1	54.5	..	..	..	..
Mongolia	..	42	..	..	8.3	2.4	66.3	..	..	..	..
Morocco	15	12	16.8	..	6.0	4.3	72.3	43.2	44	6,203	35
Mozambique	..	..	..	..	9.9	5.4	58.5	17.9	..	..	..
Myanmar	..	..	..	..	..	..	55.0	18.7	..	..	..
Namibia	29	..	..	..	..	2.1	77.8	..	35	16,461	35
Nepal	..	..	..	..	1.1	0.9	..	24.4	..	..	..
Netherlands	69	72	..	..	3.0	2.1	87.8	91.7	60	51,373	35
New Zealand	51	38	..	..	2.0	1.3	77.5	73.1	33	19,922	33
Nicaragua	11	25	..	..	17.4	2.2	47.8	11.6	30	18,083	30
Niger	..	..	5.1	..	0.8	1.2	54.8	..	..	..	..
Nigeria	9	..	..	..	1.5	..	56.3	16.8	25	1,600	28
Norway	68	69	..	..	3.1	2.7	88.3	86.8	28	6,835	28
Pakistan	15	8	..	..	6.2	6.1	53.5	20.4	..	..	..
Panama	17	25	7.6	7.6	2.0	1.4	72.3	39.9	30	200,000	15
Papua New Guinea	16	..	..	..	1.5	1.4	67.0	30.4	47	57,803	15
Paraguay	23	..	4.8	4.5	1.1	1.4	63.0	31.3	0	..	30
Peru	11	36	6.4	5.7	6.7	1.7	66.3	35.0	30	50,036	30
Philippines	7	18	2.3	2.2	1.4	1.5	73.0	43.3	34	12,464	34
Poland	75	62	..	..	10.2	2.3	80.5	56.7	40	14,372	36
Portugal	45	37	15.1	..	2.9	2.6	82.0	76.1	40	34,186	37
Romania	27	50	..	..	6.9	2.5	57.8	31.2	45	3,672	38
Russian Federation	..	..	..	..	..	11.4	49.8	20.0	35	8,587	35
Rwanda	..	..	..	..	1.7	5.2	..	..	..	..	..
Saudi Arabia	..	..	..	..	22.7	13.5	69.0	54.4	0	..	45
Senegal	..	..	6.9	..	2.8	1.6	63.0	21.7	50	20,821	35
Sierra Leone	5	24	..	..	0.8	6.1	29.5	6.3	..	..	..
Singapore	10	8	..	..	5.9	4.7	87.5	81.3	28	238,095	26
Slovak Republic	..	..	..	..	..	3.0	77.8	41.3	42	31,576	40
Slovenia	..	..	..	..	..	1.5	79.5	58.4	..	..	..
South Africa	31	48	14.9	..	3.8	2.2	68.8	45.8	45	20,576	35
Spain	55	66	..	..	2.4	1.6	79.5	80.3	48	69,216	35
Sri Lanka	16	20	..	..	2.9	4.6	63.8	33.3	30	4,862	35
Sweden	64	71	..	..	3.0	2.8	83.5	79.7	31	27,198	28
Switzerland	..	66	..	..	2.4	1.6	87.3	92.7	13	46,382	45
Syrian Arab Republic	..	..	..	..	21.8	7.2	71.5	23.0	..	..	..
Tajikistan	..	..	..	..	..	3.7	..	..	..	..	..
Tanzania	22	..	12.9	..	3.8	1.8	58.8	18.3	35	13,405	30
Thailand	8	7	..	..	4.2	2.5	67.0	46.9	37	84,836	30
Togo	11	..	..	..	2.6	2.3	60.8	16.6	..	..	..
Tunisia	29	29	..	..	3.6	2.0	72.8	50.3	..	..	..
Turkey	41	47	6.5	5.1	4.6	4.0	56.0	36.9	45	59,259	25
Turkmenistan	..	..	..	..	..	1.7	..	..	..	..	..
Uganda	..	..	..	..	2.0	2.3	63.0	20.3	30	4,316	30
Ukraine	..	..	..	..	..	2.9	59.0	17.2	40	10,754	30
United Kingdom	55	56	3.6	2.8	5.1	3.0	81.3	90.2	40	44,580	31
United States	49	60	..	..	6.1	3.8	82.8	92.2	40	278,450	35
Uruguay	43	61	5.0	..	2.9	2.4	73.0	46.5	0	..	30
Uzbekistan	..	..	..	..	..	3.8	..	..	..	..	..
Venezuela	31	48	22.3	..	2.1	1.1	62.8	34.4	..	..	..
Vietnam	..	..	..	..	19.4	2.6	60.3	27.8	50	5,695	25
Yemen, Rep.	..	33	..	..	..	..	62.8	..	..	..	..
Zambia	..	15	32.2	..	..	2.8	59.8	16.1	30	1,212	35
Zimbabwe	37	..	10.8	11.3	5.7	4.0	52.0	26.5	40	3,578	38
<b>World</b>	<b>28 m</b>	<b>32 m</b>			<b>5.2 w</b>	<b>2.8 w</b>	<b>67.7 m</b>	<b>35.3 m</b>			
<b>Low income</b>	..	..	..	..	..	..	59.3	19.8	..	..	..
Excl. China & India	..	..	..	..	..	..	59.0	18.5	..	..	..
<b>Middle income</b>	23	33	..	..	..	..	69.5	36.3	..	..	..
Lower middle income	19	25	..	..	..	..	67.9	29.2	..	..	..
Upper middle income	38	49	..	..	..	..	73.0	42.9	..	..	..
<b>Low and middle income</b>	..	..	..	..	..	..	64.0	28.6	..	..	..
East Asia & Pacific	..	..	..	..	..	..	67.8	38.0	..	..	..
Europe & Central Asia	..	..	..	..	..	..	65.9	33.8	..	..	..
Latin America & Carib.	23	33	..	..	..	..	67.0	33.7	..	..	..
Middle East & N. Africa	..	13	..	..	..	..	70.5	34.3	..	..	..
South Asia	16	20	..	..	..	..	62.8	25.7	..	..	..
Sub-Saharan Africa	..	..	..	..	..	..	60.8	18.5	..	..	..
<b>High income</b>	55	59	..	..	..	..	83.4	80.8	..	..	..

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