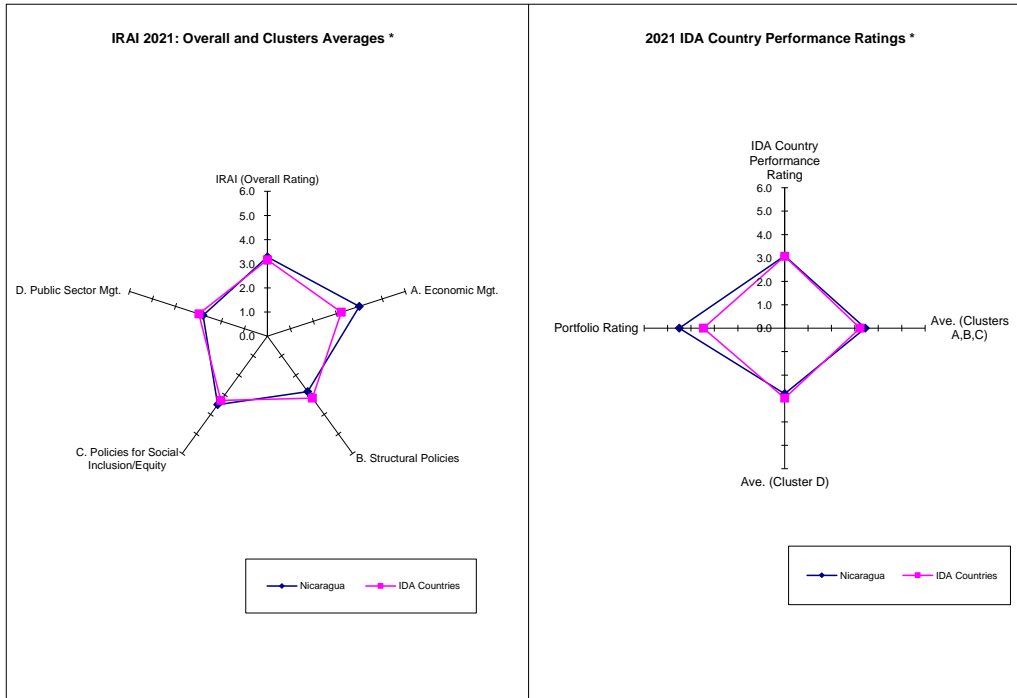


2021 IDA Resource Allocation Index (IRAI)

Nicaragua

|  | Nicaragua  | Average IDA Borrowers |
|--|------------|-----------------------|
| <b>Cluster A: Economic Management</b>                                |            |                       |
| 1. Monetary and Exchange Rate Policies                               | 4.0        | 3.4                   |
| 2. Fiscal Policy   | 4.0        | 3.1                   |
| 3. Debt Policy and Management  | 4.0        | 3.1                   |
| <b>Average a/</b>  | <b>4.0</b> | <b>3.2</b>            |
| <b>Cluster B: Structural Policies</b>                                |            |                       |
| 4. Trade   | 4.0        | 3.7                   |
| 5. Financial Sector  | 2.0        | 2.8                   |
| 6. Business Regulatory Environment                                   | 2.5        | 3.0                   |
| <b>Average a/</b>  | <b>2.8</b> | <b>3.2</b>            |
| <b>Cluster C: Policies for Social Inclusion/Equity</b>               |            |                       |
| 7. Gender Equality   | 4.0        | 3.3                   |
| 8. Equity of Public Resource Use                                     | 4.0        | 3.4                   |
| 9. Building Human Resources  | 3.5        | 3.6                   |
| 10. Social Protection and Labor                                      | 3.5        | 3.0                   |
| 11. Policies and Institutions for Environmental Sustainability       | 2.5        | 3.2                   |
| <b>Average a/</b>  | <b>3.5</b> | <b>3.3</b>            |
| <b>Cluster D: Public Sector Management and Institutions</b>          |            |                       |
| 12. Property Rights and Rule-based Governance                        | 2.0        | 2.9                   |
| 13. Quality of Budgetary and Financial Management                    | 3.5        | 3.0                   |
| 14. Efficiency of Revenue Mobilization                               | 3.5        | 3.3                   |
| 15. Quality of Public Administration                                 | 2.5        | 2.8                   |
| 16. Transparency, Accountability and Corruption in the Public Sector | 2.5        | 2.9                   |
| <b>Average a/</b>  | <b>2.8</b> | <b>3.0</b>            |
| <b>Overall IRAI b/</b>   | <b>3.3</b> | <b>3.2</b>            |
| Average (Clusters A, B, C)   | 3.4        | 3.2                   |
| Average Cluster D  | 2.8        | 3.0                   |
| Portfolio Rating c/ **   | 4.5        | 3.5                   |
| <b>IDA Country Performance Rating c/ d/ **</b>                       | <b>3.1</b> | <b>3.1</b>            |



a/ For calculation of the cluster averages, all criteria are equally weighted within a cluster.

b/ Overall rating is calculated as the mean of the score of four clusters.

c/ For more information, see Annex 2 in "IDA19: Ten Years to 2030: Growth, People, Resilience"

d/ Calculated as follows: (24% Clusters A,B,C average) + (68% Cluster D average) + (8% Portfolio Rating). If portfolio rating is not available, then: (32% Clusters A,B,C average) + (68% Cluster D average). For inactive countries, this rating is shown as "na".

\* Ratings on each axis on a 1.0 to 6.0 scale (except Portfolio Ratings which range from 2.5 to 4.5).