



### VTC Leeuwarden webinar series Promising Cities for International Busines : Algiers Thursday, November,26th, 2020

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# Algeria overview



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# Algeria Economic environment and busines

TRADE CENTER

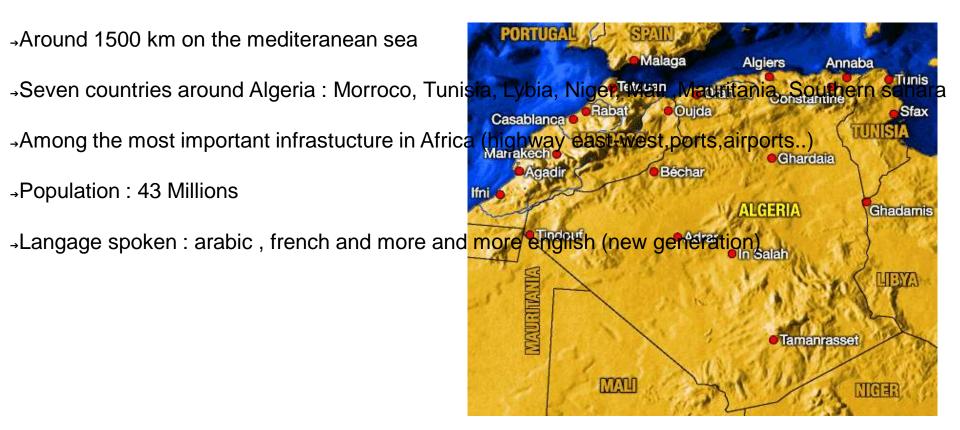
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# A large territory

→Algeria is the largest country in Africa

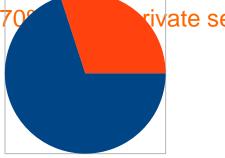




#### The main economic indicators

Year	2017	2018	2019
GDP IN BILLION USD	167,4	173,8	169
IMPORT IN BILLION USD	44,8	46,2	41,9
EXPORT IN BILLION USD	31,6	41,7	35,8
INFLATION RATE %	5,59	4,27	1,95

Distribution of GDP / non-hydrocarbons: 70



#### rivate sector and 30% for the p

Private sector

Public sector





# Transition to be an open country



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# Algeria and the globalisation

#### Four facts to be highlited

→ Free trade agreement with the European Union (60% of the trade with UE)

→Free trade agreement with Arab countries (22)

→Free trade agreement with African countries to be launched July 2021

→No foreign debt



# **Future strategy**

- → Economy diversification in order to reach a 7% GDP growth rate
- → Business Environment Reforms (reduction of the procedures, delays and costs for doing business
- Infrastructure investment should continue with a higher focus on efficiency and PPP could be
- → Developing non hydrocarbon sectors
- → Legal system reform and anti-corruption enforcement
- → SMEs development and local subcontracting policy for key industrial sectors automotive parts
- → Tourism development strategy
- → Government spending efficiency monitoring and review of the subsidies
- → Local and Foreign Investment promotion in order to enhance attractiveness : cancellation of t
- → Financial system reforms to privatise a part of the share of the public banks



# **Netherlands relationship with Algeria**

- → 400 years of relationship
- → 60 years of diplomatic relation
- → 2 billions \$ trade exchange
- → 1st partner in the Maghreb region
- → 97 netherlands companies established in Algeria
- → Algeria exports mainly LNG (6th client)
- → Netherlands exports milk powder, potato seed ,equipment : (15th provider)
- → Cooperation in different fields : agriculture, water expertise, maritime transport, renewable en



# Economic environment Algeria-Netherland

- → Investment agreement to promote and protect both investment
- → Agreement for non double taxation
- → Joint commision to promote the relations between the two countries held every year
- → Business council exists between the businessmen: « Algeria Netherland Business Council »



# siness opportunities for (Dutch) companies in Algeri

→ Milk production

→Renewable energy to participate to energy transition strategy

→Agriculture

→Hydraulic sector (dams maintenance...)

→Logistics & Maritime

→SMEs



# WTC Algiers : a long expertise in helping forei

WTCAlgiers has developed a one stop shop to support foreign companies to pene Companies set up

Assistance in drawing up(local procedure, work regulation, relation with the local b More assistance in market analyses and study, business plan, seeking investors c Relations with the local institutions



WTCA Award for Center of Excellence

# Algeria : Doing Busin

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The COVID-19 pandemic has affected the global economy and reduced revenue streams for man

→A boom in E-Commerce
→An important growth in Para-Pharmaceuticals industry
→An important willingness of local Businesses to go global
→Increase in Agribusiness Investments to insure food security
→The launch of 2 new maritime lines between Algeria and Europe
→Government Support and assistance to businesses



# Summary

A large country which is open to attract more foreign direct investment A foreign investor could be owner 100 % of his shares and transfer his pro Young population (70 % under 35 years old) well educated and open on th 40 Billions \$ foreign exchange reserves Foreign debt : 3,8 milliards \$ All the investment are supported by many governmental incentives such



# o our colleagues from WTC Leeuwarden especialy

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