

## Regulatory Quality

**Regulatory quality captures perceptions of the ability of the government to formulate and implement sound policies and regulations that permit and promote private sector development. This table lists the individual variables from each data source used to construct this measure in the Worldwide Governance Indicators**

Code	Concept Measured
<b>Representative Sources</b>	
<b>EIU</b>	<ul style="list-style-type: none"> <li>Unfair competitive practices</li> <li>Price controls</li> <li>Discriminatory tariffs</li> <li>Excessive protections</li> <li>Discriminatory taxes</li> </ul>
<b>GCS</b>	<ul style="list-style-type: none"> <li>Burden of government regulations</li> <li>Extent and effect of taxation</li> <li>Prevalence of Trade Barriers</li> <li>Intensity of Local Competition</li> <li>Ease of starting a new business</li> <li>Effectiveness of anti-trust policy</li> <li>Stringency of environmental regulations</li> </ul>
<b>HER</b>	<ul style="list-style-type: none"> <li>Investment Freedom</li> <li>Financial Freedom</li> </ul>
<b>IPD</b>	<ul style="list-style-type: none"> <li>Ease of starting a business governed by local law?</li> <li>Ease of setting up a subsidiary for a foreign firm?</li> <li>Share of administered prices</li> <li>Does the State subsidize commodity prices (i.e. food and other essential goods, excluding oil)?</li> <li>Does the State subsidize the price of petrol at the pumps?</li> <li>Importance, de facto, of barriers to entry for new competitors in markets for goods and services (excluding the financial sector and beyond the narrow constraints of the market)... related to the administration (red tape etc.)</li> <li>Importance, de facto, of barriers to entry for new competitors in markets for goods and services (excluding finance and beyond the narrow constraints of the market)... related to the practices of already established competitors</li> <li>Efficiency of competition regulation in the market sector (excluding financial sector)</li> </ul>
<b>PRS</b>	Investment profile
<b>WMO</b>	<p><i>Regulatory burden.</i> The risk that normal business operations become more costly due to the regulatory environment. This includes regulatory compliance and bureaucratic inefficiency and/or opacity. Regulatory burdens vary across sectors so scoring should give greater weight to sectors contributing the most to the economy.</p> <p><i>Tax inconsistency.</i> Tax inconsistency also captures the risk that fines and penalties will be levied for non-compliance with a tax code that appears disproportionate or manipulated for political ends.</p>
<b>Non-representative Sources</b>	
<b>ADB</b>	<ul style="list-style-type: none"> <li>Trade policy</li> <li>Regional integration</li> <li>Business regulatory environment</li> </ul>
<b>ASD</b>	<ul style="list-style-type: none"> <li>Trade policy</li> <li>Business regulatory environment</li> </ul>
<b>BPS</b>	<ul style="list-style-type: none"> <li>How problematic are labor regulations for the growth of your business?</li> <li>How problematic are tax regulations for the growth of your business?</li> <li>How problematic are customs and trade regulations for the growth of your business?</li> </ul>
<b>BTI</b>	Organization of the Market and Competition
<b>EBR</b>	<ul style="list-style-type: none"> <li>Price liberalisation</li> <li>Trade &amp; foreign exchange system</li> <li>Competition policy</li> </ul>
<b>IFD</b>	<ul style="list-style-type: none"> <li>Enabling conditions for rural financial services development</li> <li>Investment climate for rural businesses</li> <li>Access to agricultural input and product markets</li> </ul>

<b>PIA</b>	Business regulatory environment
	Trade policy
<b>WCY</b>	Protectionism in the country negatively affects the conduct of business
	Competition legislation in your country does not prevent unfair competition
	Price controls affect pricing of products in most industries
	Access to capital markets (foreign and domestic) is easily available
	Ease of doing business is not a competitive advantage for your country
	Financial institutions' transparency is not widely developed in your country
	Customs' authorities do not facilitate the efficient transit of goods
	The legal framework is detrimental to your country's competitiveness
	Foreign investors are free to acquire control in domestic companies
	Public sector contracts are sufficiently open to foreign bidders
	Real personal taxes are non distortionary
	Real corporate taxes are non distortionary
	Banking regulation does not hinder competitiveness
	Labor regulations hinder business activities
	Subsidies impair economic development
	Easy to start a business
<b>WJP</b>	Factor 6: Regulatory Enforcement

<b>Code</b>	<b>Data Source Name</b>
ADB	African Development Bank Country Policy and Institutional Assessments
AFR	Afrobarometer
ASD	Asian Development Bank Country Policy and Institutional Assessments
BPS	Business Enterprise Environment Survey
BTI	Bertelsmann Transformation Index
CCR	Freedom House Countries at the Crossroads
EBR	European Bank for Reconstruction and Development Transition Report
EIU	Economist Intelligence Unit Riskwire & Democracy Index
FRH	Freedom House
GCB	Transparency International Global Corruption Barometer Survey
GCS	World Economic Forum Global Competitiveness Report
GII	Global Integrity Index
GWP	Gallup World Poll
HER	Heritage Foundation Index of Economic Freedom
HUM	Cingranelli Richards Human Rights Database and Political Terror Scale
IFD	IFAD Rural Sector Performance Assessments
IJT	iJET Country Security Risk Ratings
IPD	Institutional Profiles Database
IRP	IREEP African Electoral Index
LBO	Latinobarometro
MSI	International Research and Exchanges Board Media Sustainability Index
OBI	International Budget Project Open Budget Index
PIA	World Bank Country Policy and Institutional Assessments
PRC	Political Economic Risk Consultancy Corruption in Asia Survey
PRS	Political Risk Services International Country Risk Guide
RSF	Reporters Without Borders Press Freedom Index
TPR	US State Department Trafficking in People report
VAB	Vanderbilt University Americas Barometer
VDM	Varieties of Democracy Project
WCY	Institute for Management and Development World Competitiveness Yearbook
WJP	World Justice Project Rule of Law Index
WMO	Global Insight Business Conditions and Risk Indicators