Morocco is a country located in North Africa. It has a coast on the Atlantic Ocean that reaches past the Strait of Gibraltar into the Mediterranean Sea. It is bordered by Spain, Algeria, and Western Sahara. Much of Morocco is mountainous. The Atlas Mountain and Rif Mountains are located on the northern coast and interior. The government system is a parliamentary constitutional monarchy; the chief of state is the king, and the head of government is the prime minister. Morocco is a member of the League of Arab States (Arab League).

**Key Economic Facts**

- **Income Level (by per capita GNI):** Lower Middle Income
- **Level of Development:** Developing
- **GDP, PPP (current international $):** $362.03 billion (2022)
- **GDP growth (annual %):** 1.08% (2022)
- **GDP per capita, PPP (current international $):** $9,518.71 (2022)
- **External debt stocks, total (DOD, current US$):** $65,413,856,758.70 (2021)
- **Manufacturing, value added (% of GDP):** 16.13% (2022)
- **Current account balance (BoP, current US$):** -$4.78 billion (2022)
- **Inflation, consumer prices (annual %):** 6.66% (2022)
- **Labor force, total:** 12,532,590 (2022)
- **Unemployment, total (% of total labor force) (modeled ILO estimate):** 10.49% (2022)
- **Imports of goods and services (current US$):** $73.96 billion (2022)
- **Exports of goods and services (current US$):** $58.41 billion (2022)

**GDP Composition %**

- **Agriculture:** 11%
- **Services:** 52%
- **Industry:** 27%
- **Manufacturing:** 16%

*Although Manufacturing is included in the Industry figures, it is also separately reported because it plays a critical role in economy.*

**Rankings**

- **Corruption Perceptions Index:** 86 / 178
- **Global Competitiveness Index:** 75 / 141
- **Global Enabling Trade Index:** 49 / 136
- **Global Services Location Index:** 40 / 60
- **Index of Economic Freedom:** 97 / 176
- **International Logistics Performance Index (LPI):** 109 / 160
- **Inward FDI Potential Index:** 89 / 139
- **KOF Index of Globalization:** 61 / 185
- **Networked Readiness Index (NRI):** 78 / 139
- **Open Budget Index:** 50 / 114

**Risk Assessment (Provided by Coface)**

**Country rating:** B - Political and economic uncertainties and an occasionally difficult business environment can affect corporate payment behavior. Corporate default probability is appreciable.

**Business Climate rating:** A4 - The business environment is acceptable. Corporate financial information is sometimes neither readily available nor sufficiently reliable. Debt collection is not always efficient and the institutional framework has shortcomings. Intercompany transactions may thus run into appreciable difficulties in the acceptable but occasionally unstable environments rated A4.

**Strengths**

- Strategic position on the Strait of Gibraltar and close to the European market
- Institutional stability: attachment to the monarchy and to King Mohammed VI, active civil society
- Strong relations with Europe, the US and international donors
- Large inward investment from Europe and outward investment to West Africa
- Strategy to upgrade and diversify production in industry

**Weaknesses**

- Inequalities (rural poverty, youth unemployment, lack of housing, corruption, etc.) and structural tensions (regional disparities, Islamist-liberal opposition)
- Dependence on agriculture (12% of GDP and 30% of the population), weakened by droughts
- Commercial dependence on the European Union, especially in tourism and industry
- Weak productivity and competitiveness regarding competition from other Mediterranean countries such as Turkey and Egypt
- Disputes over the former Spanish Sahara

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