

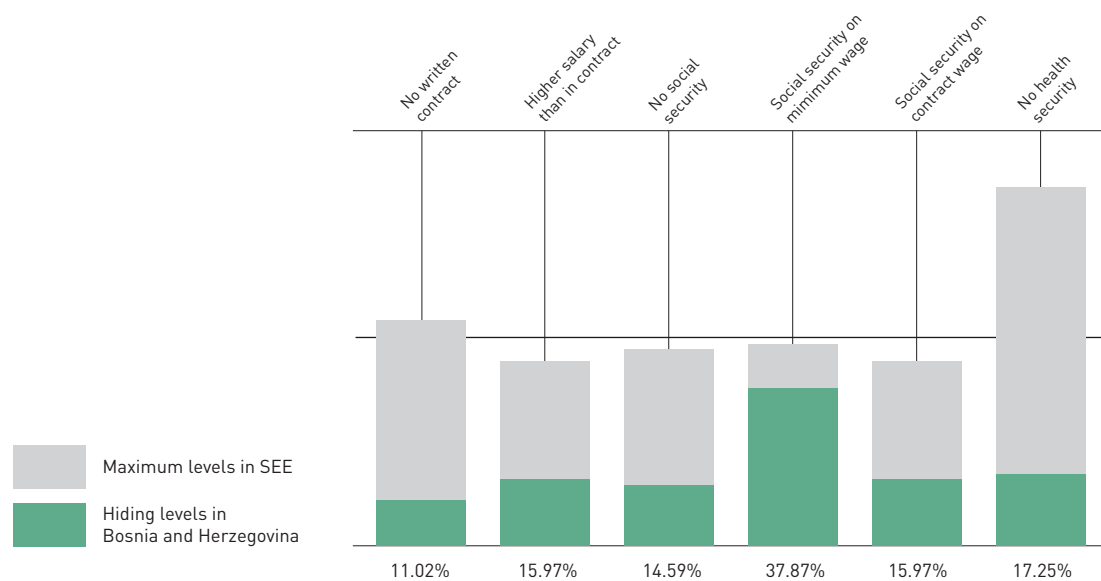
# HIDDEN ECONOMY FACT SHEET: BOSNIA AND HERZEGOVINA

Data as of: June 2016.

SOURCE: SELDI, HIDDEN ECONOMY AND GOOD GOVERNANCE IN SOUTHEAST EUROPE: REGIONAL ASSESSMENT REPORT 2016.

## KEY HIDDEN ECONOMY INDICATORS

Hidden economy is driven by enormous tax complexity and high social security rates. It is reinforced by high youth unemployment and a high share of remittances in GDP. A major risk for tax revenues is excise duty collection.



## WAGE PREMIUM IN THE FORMAL ECONOMY OVER THE HIDDEN ECONOMY

Hiding contracts, social and health security payments and income tax does not benefit workers. Those employed in the formal economy earn up to 48.6% more than those in the hidden economy.

