



# **COMCEC**

## ***Trade OUTLOOK***

### **2015**



**Trade Working Group 6<sup>th</sup> Meeting**

**September 17, 2015**

**Ankara, Turkey**

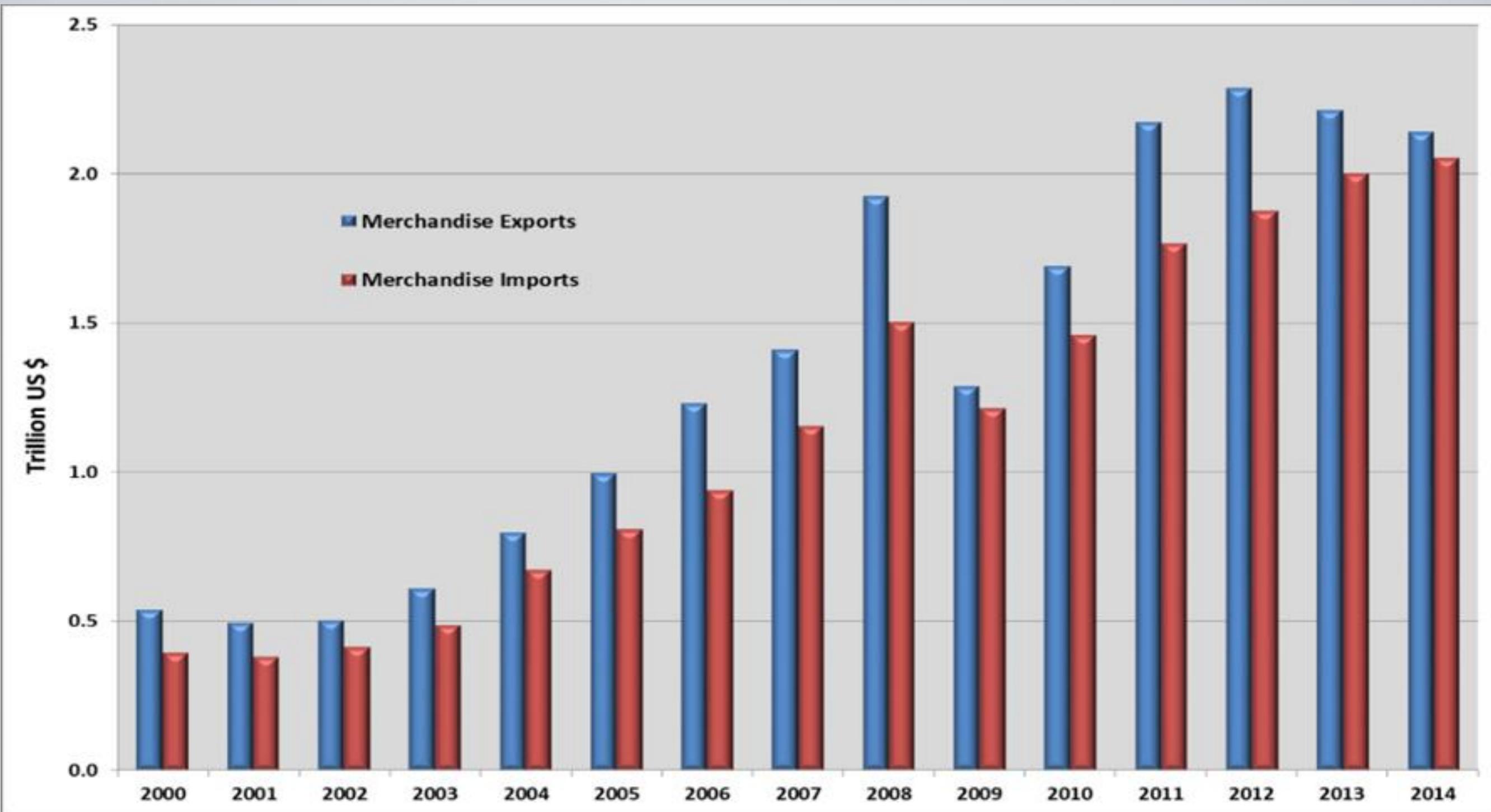
# OUTLINE

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- **Recent Trends in Trade Between the OIC Member States and the World**
- **Recent Trends in Intra-OIC Trade**

# **TRADE Between the OIC and the WORLD**

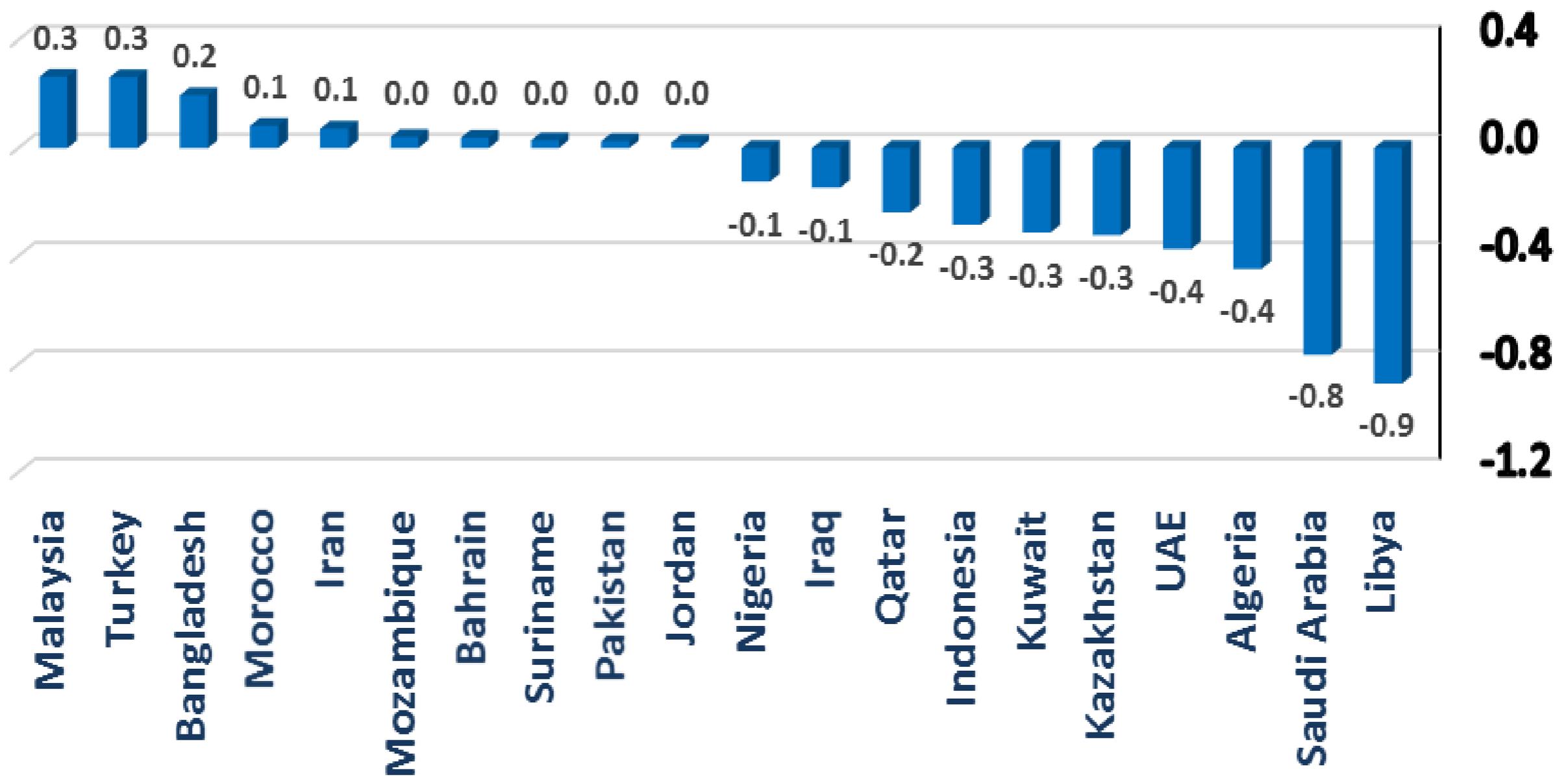
# Total OIC exports fell by 3.3 per cent in 2014



Source: : IMF Direction of Trade Statistics

# Libya, Saudi Arabia, Algeria and UAE have the largest negative impact on the OIC exports

Contributions to Change in Total OIC Exports (2014)

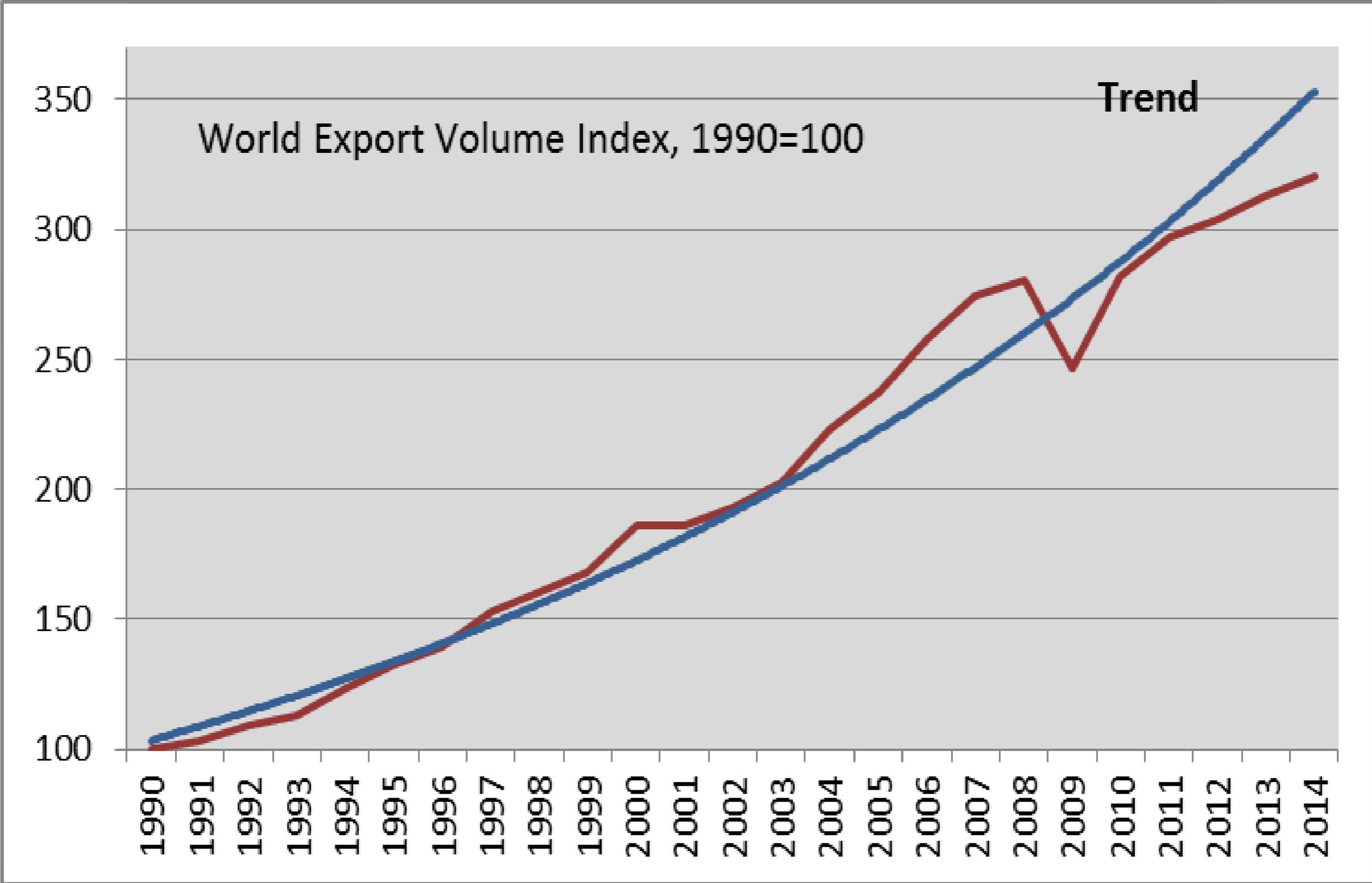


# **Main Factors Accounting For The Weakness Of Total OIC Exports In 2014**

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- **The slow pace of world demand growth**
- **Collapse in oil prices**
- **Falling other commodity prices**
- **Ongoing political instability in the Middle East**

# World trade growth remained sluggish in 2014



Source: WTO Database

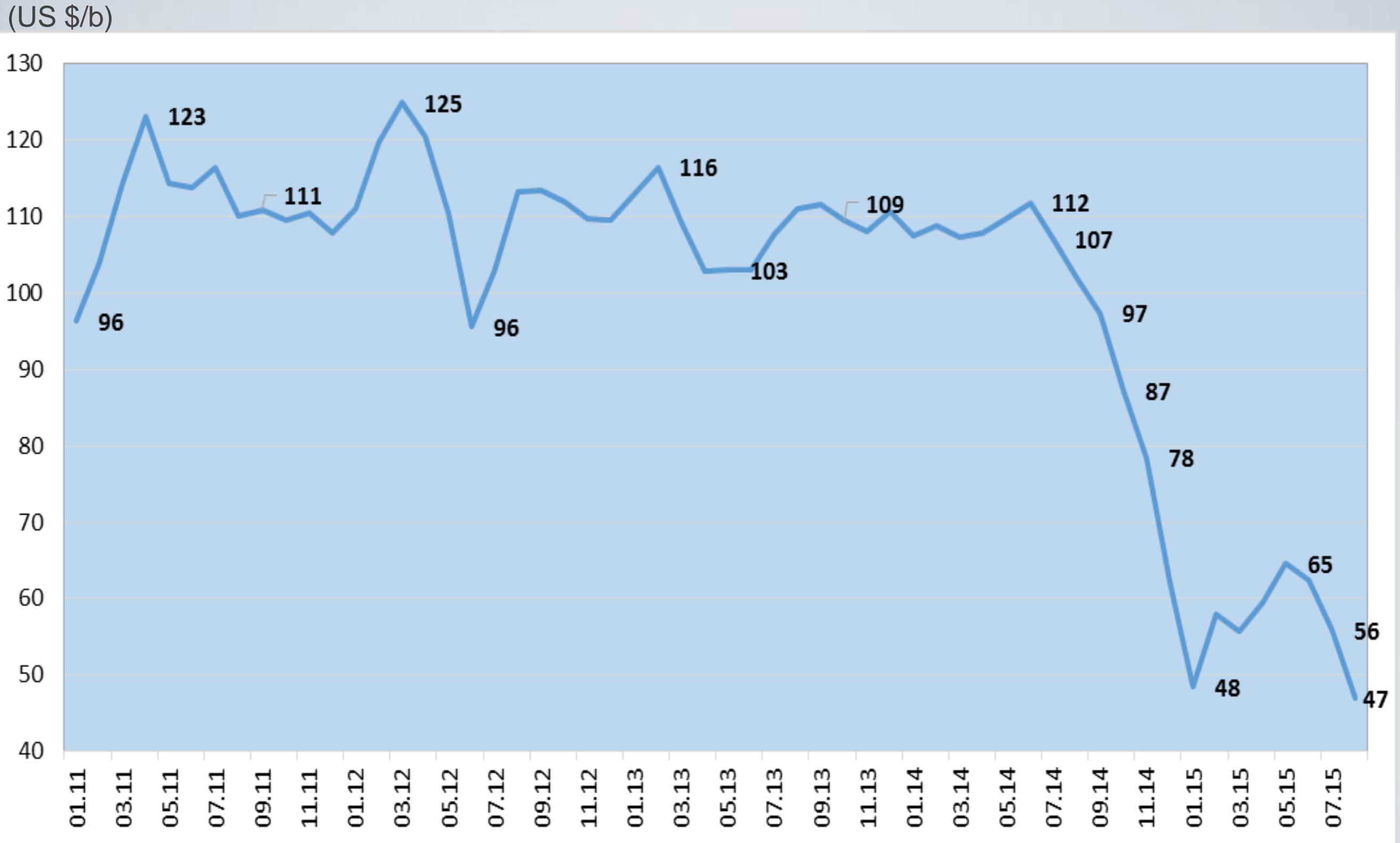
# Growth performance was especially weak in Emerging Economies

Figure : Real Growth (%)

	<u>2013</u>	<u>2014</u>
<b>World Output</b>	3.4	3.4
Advanced Countries	1.4	1.8
United States	2.2	2.4
Euro Area	-0.5	0.9
Japan	1.6	-0.1
Emerging Market and Developing Economies	5.0	4.6
Russia	1.3	0.6
China	7.8	7.4
India	6.9	7.2
Middle East and North Africa	2.3	2.4

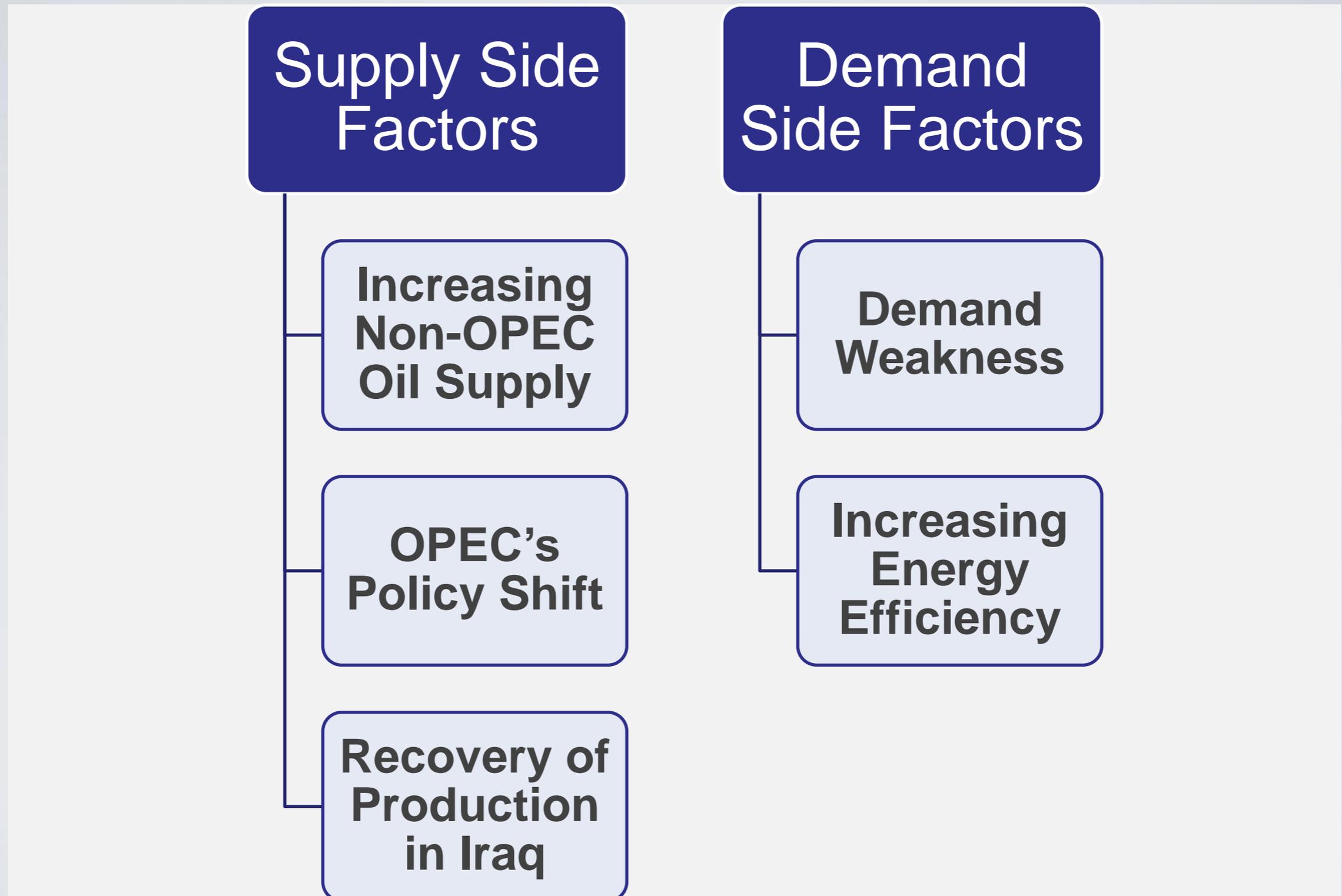
Source: IMF World Economic Outlook, May 2015 Update

# Oil prices (Brent) fell from an average of 111 (\$/pb) in the last three years to 48(\$/pb) in January 2015

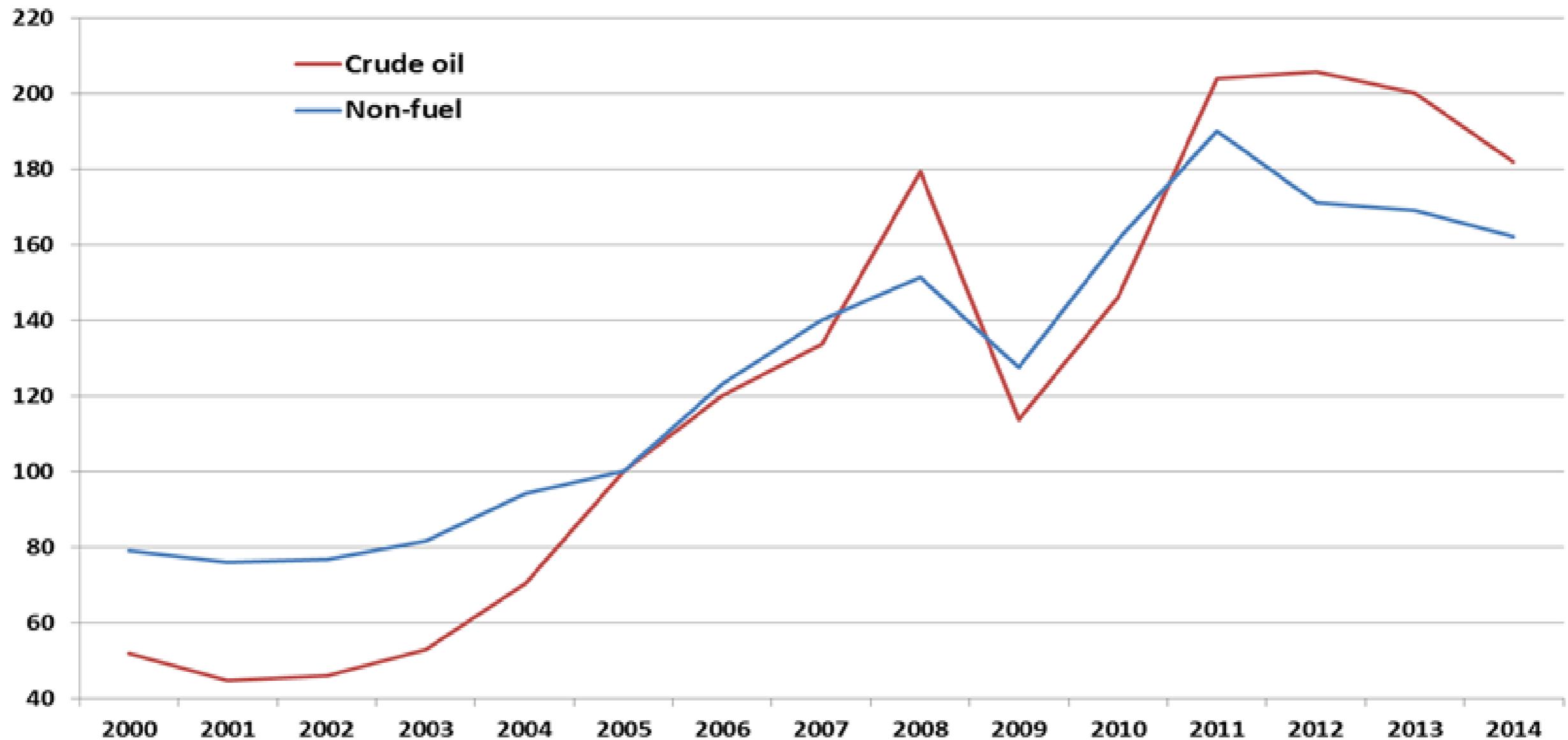


Source: IMF Commodity Price Statistics

# Both demand side and supply side factors played a role in the collapse in oil prices

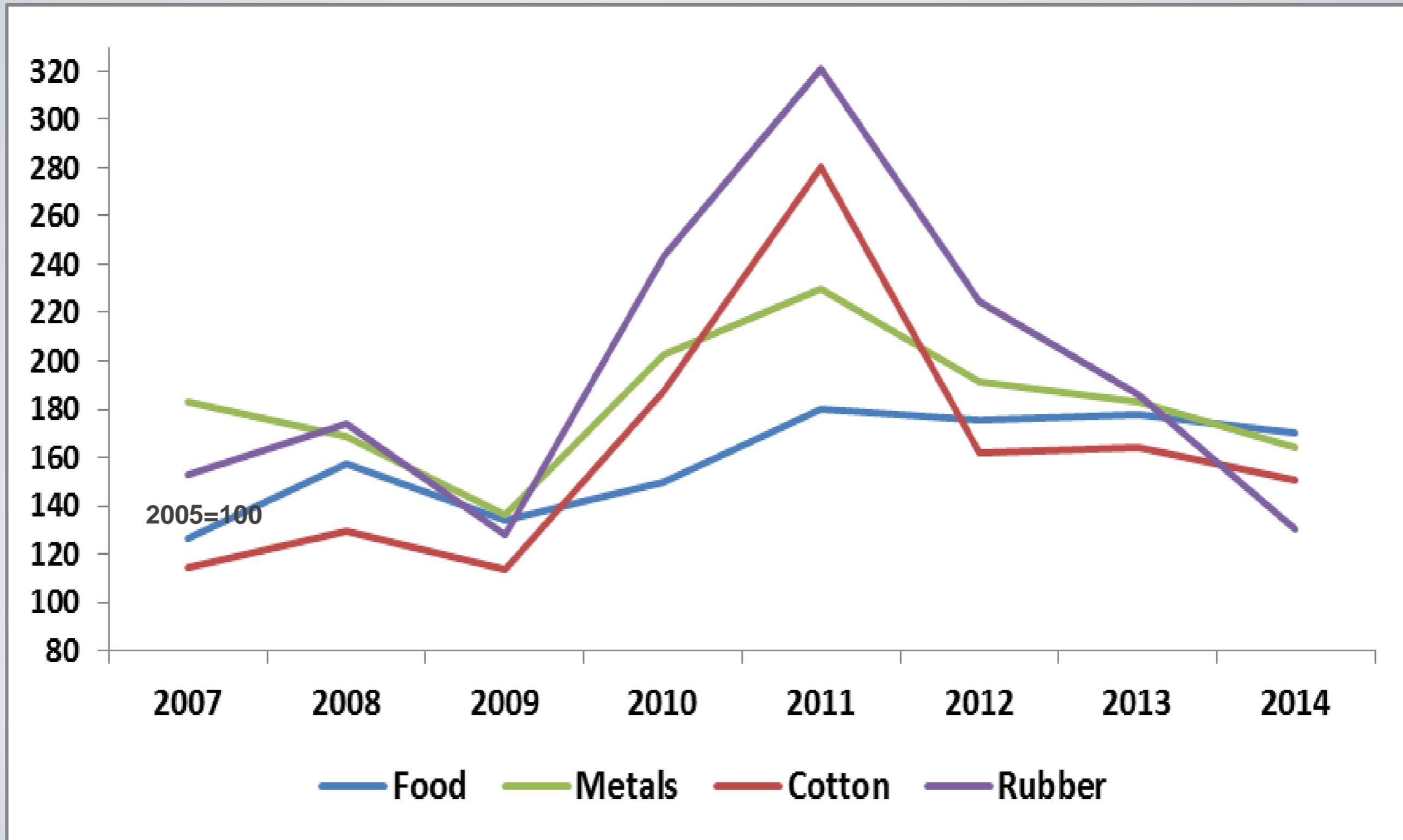


# Non-fuel Commodity Prices Continued to Decline in 2014



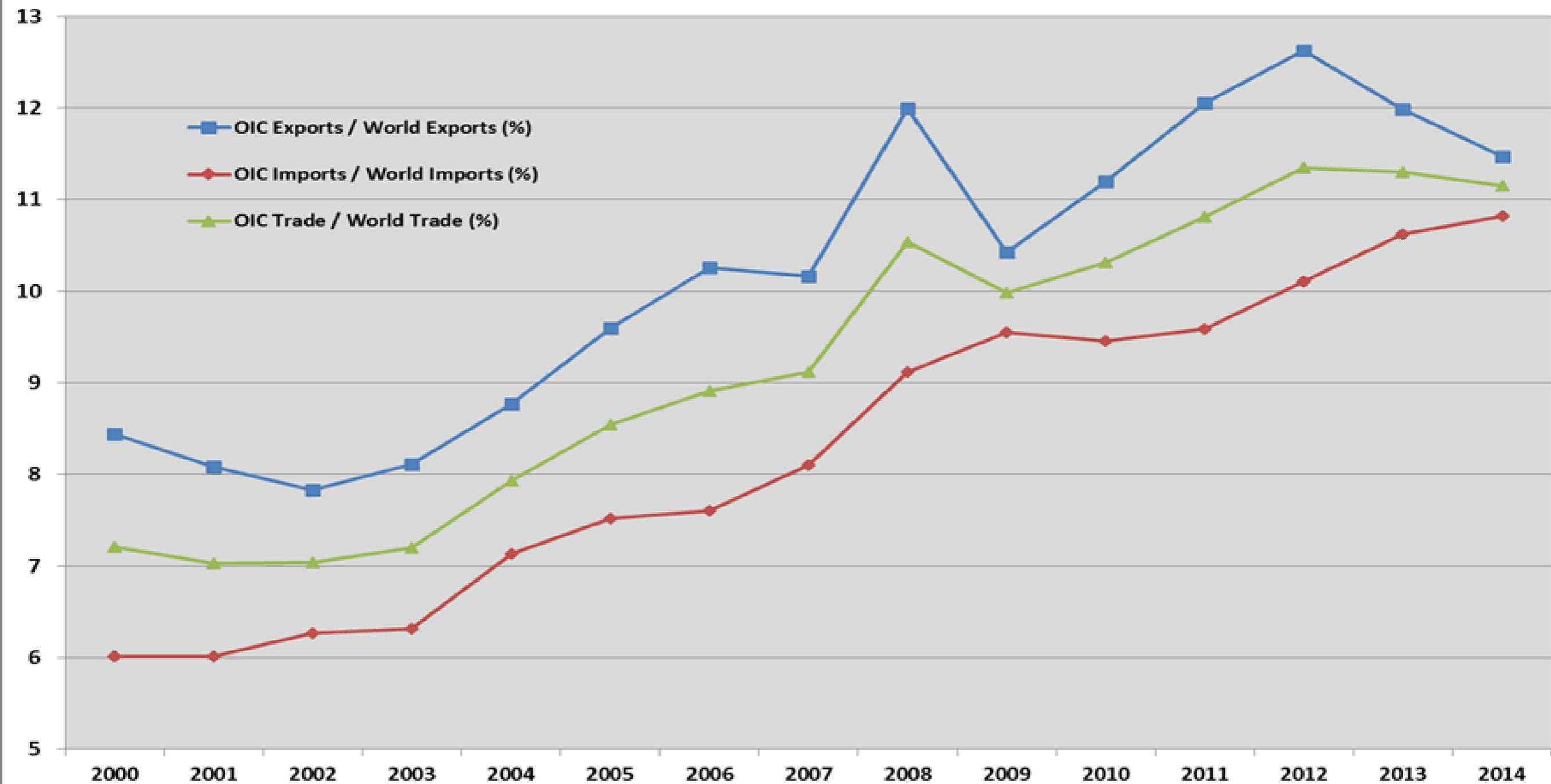
Non-Fuel Price Index, 2005 = 100, includes Food and Beverages and Industrial Inputs Price Indices (includes agricultural raw materials and metals price indices), Crude Oil (petroleum), Price index, 2005 = 100 Dated Brent spot prices.

# Prices of Selected Commodities Exported by the OIC Members



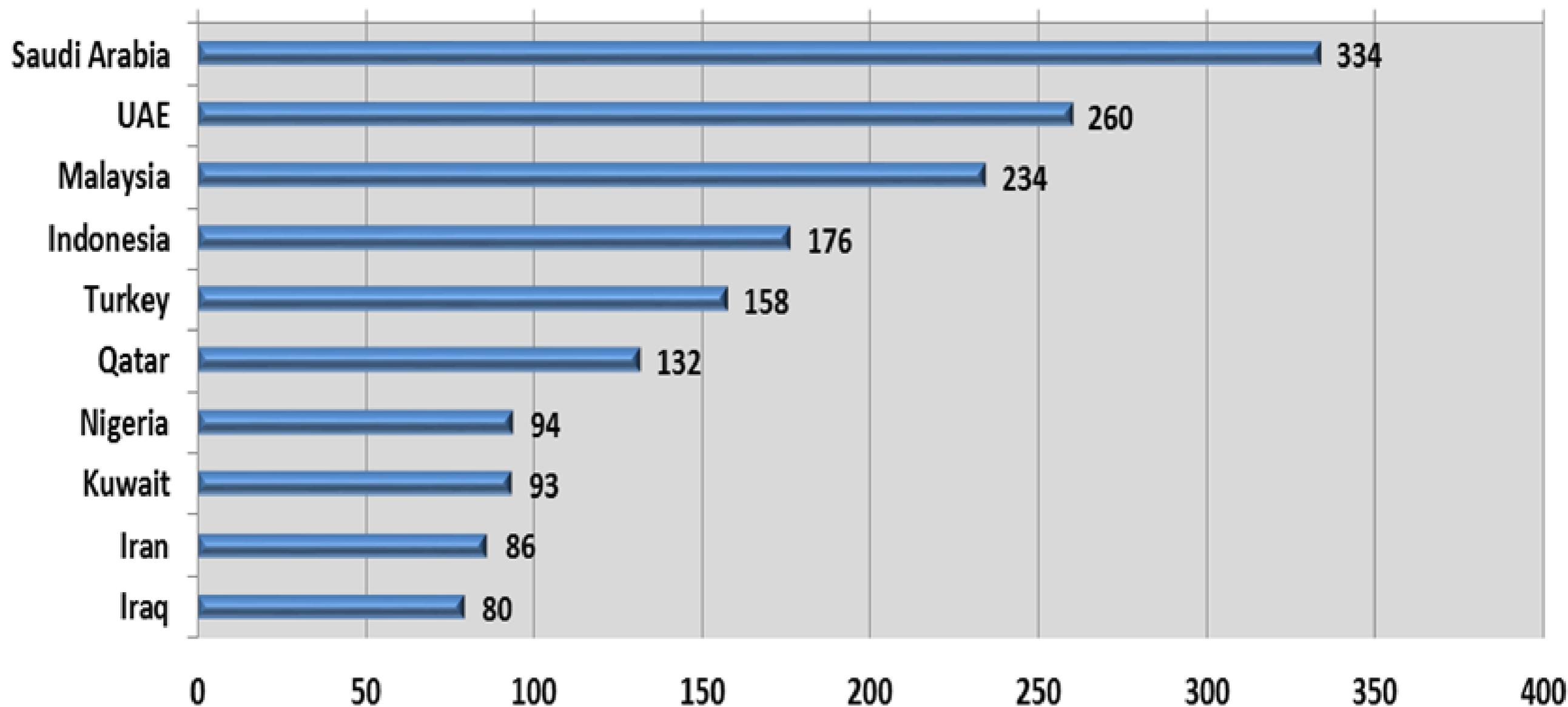
# The share of OIC countries in global exports declined to 11.5 per cent in 2014

Share of OIC in Global Trade (%)



# Top performers in total OIC exports in 2014

Top Exporter Countries in 2014, Billion Dollars



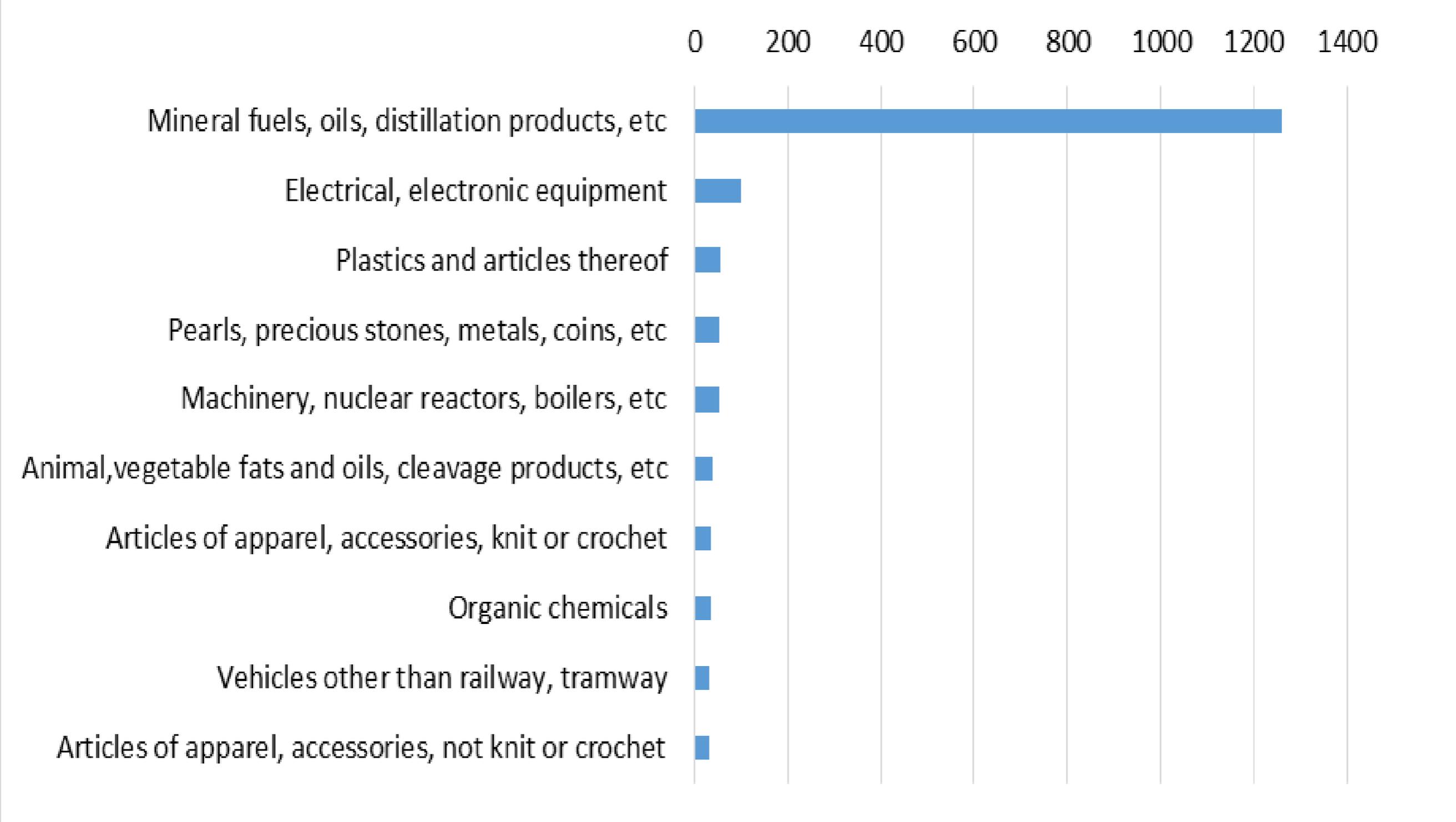
# High country concentration in total OIC exports

Figure: Major Destinations for OIC Exports

Countries	(Billion \$)			Share %		
	2012	2013	2014	2012	2013	2014
China	245	257	249	10.0	10.7	10.8
Japan	246	233	220	10.0	9.7	9.5
India	201	193	187	8.2	8.0	8.1
United States	185	164	150	7.5	6.8	6.5
Korea	157	151	146	6.4	6.3	6.3
Taiwan	135	139	133	5.5	5.8	5.7
Singapore	100	97	98	4.1	4.0	4.2
Italy	96	84	75	3.9	3.5	3.2
France	61	60	59	2.5	2.5	2.5
Netherlands	60	57	58	2.4	2.4	2.5
European Union EU (28)	460	439	424	18.7	18.3	18.3
Total of Top Ten Countries (2)	1,486	1,435	1,373	60.6	59.7	59.4

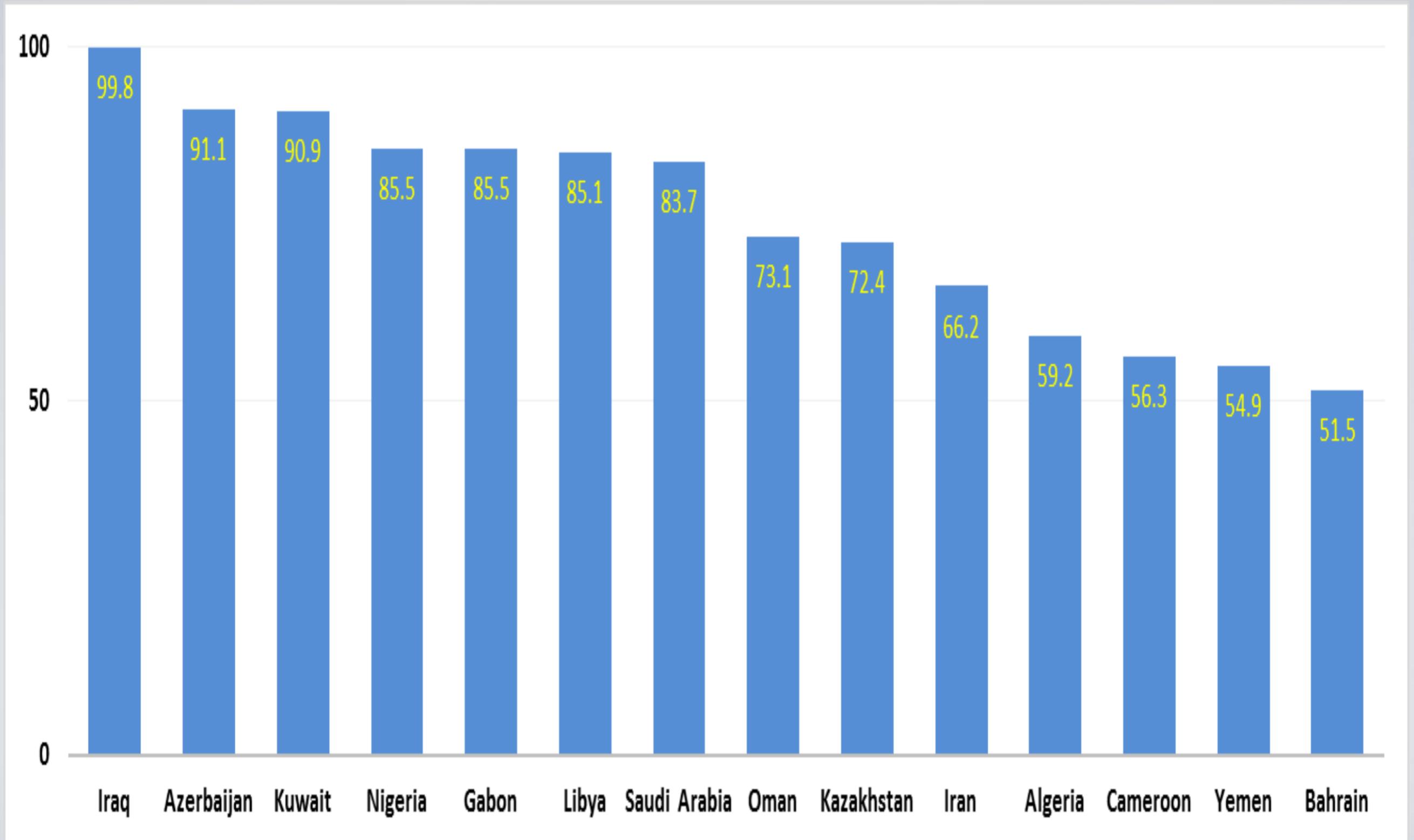
# Dominance of mineral fuels and oils in total OIC exports

## OIC Exports to World - Top 10 Items (2014, Billion \$)



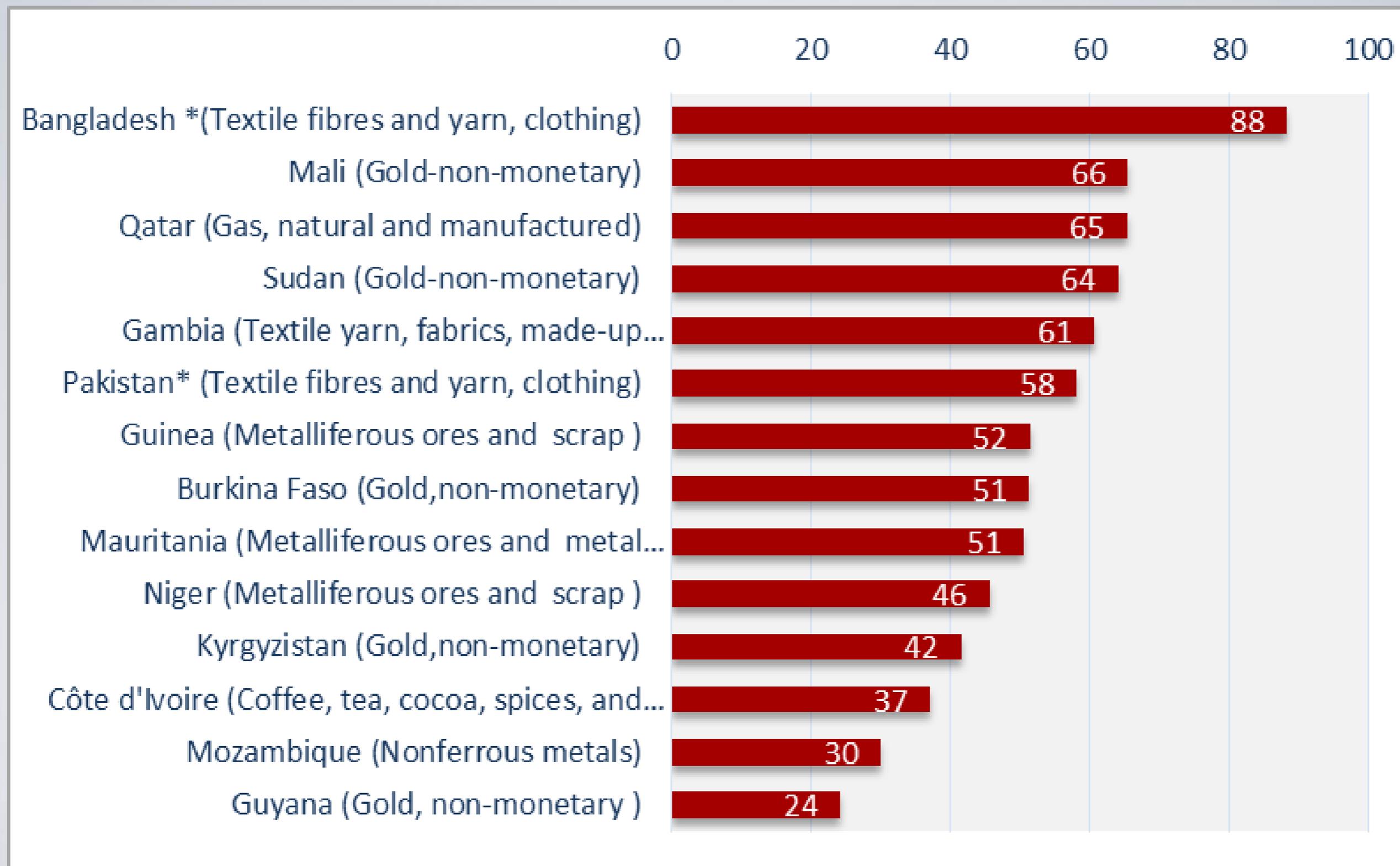
Source: ITC Trademap

# Share of Petroleum in Total Exports, 2014 (%)



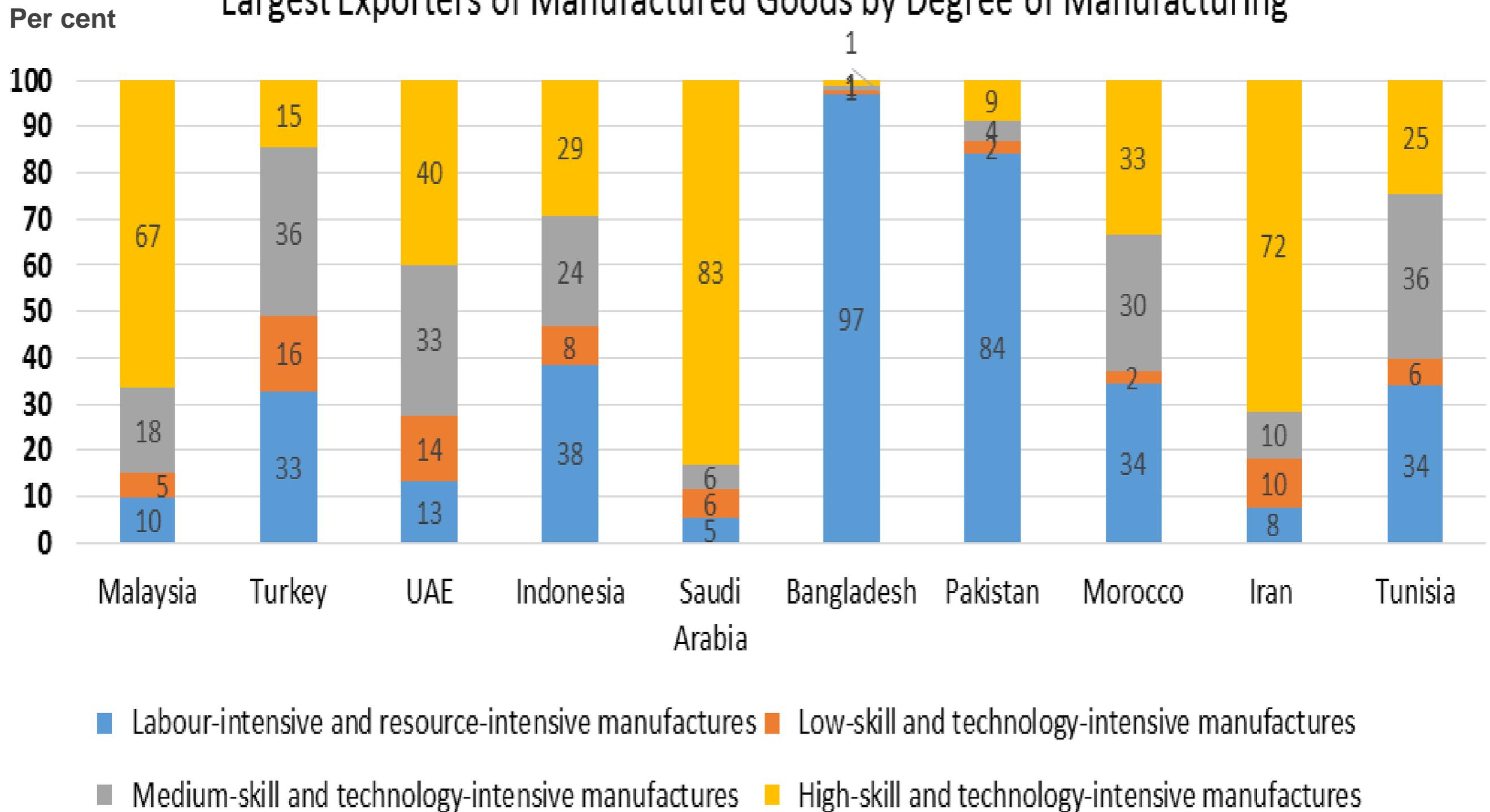
Source: UN Comtrade

# Share of Commodities in Total Exports, 2014 (%)



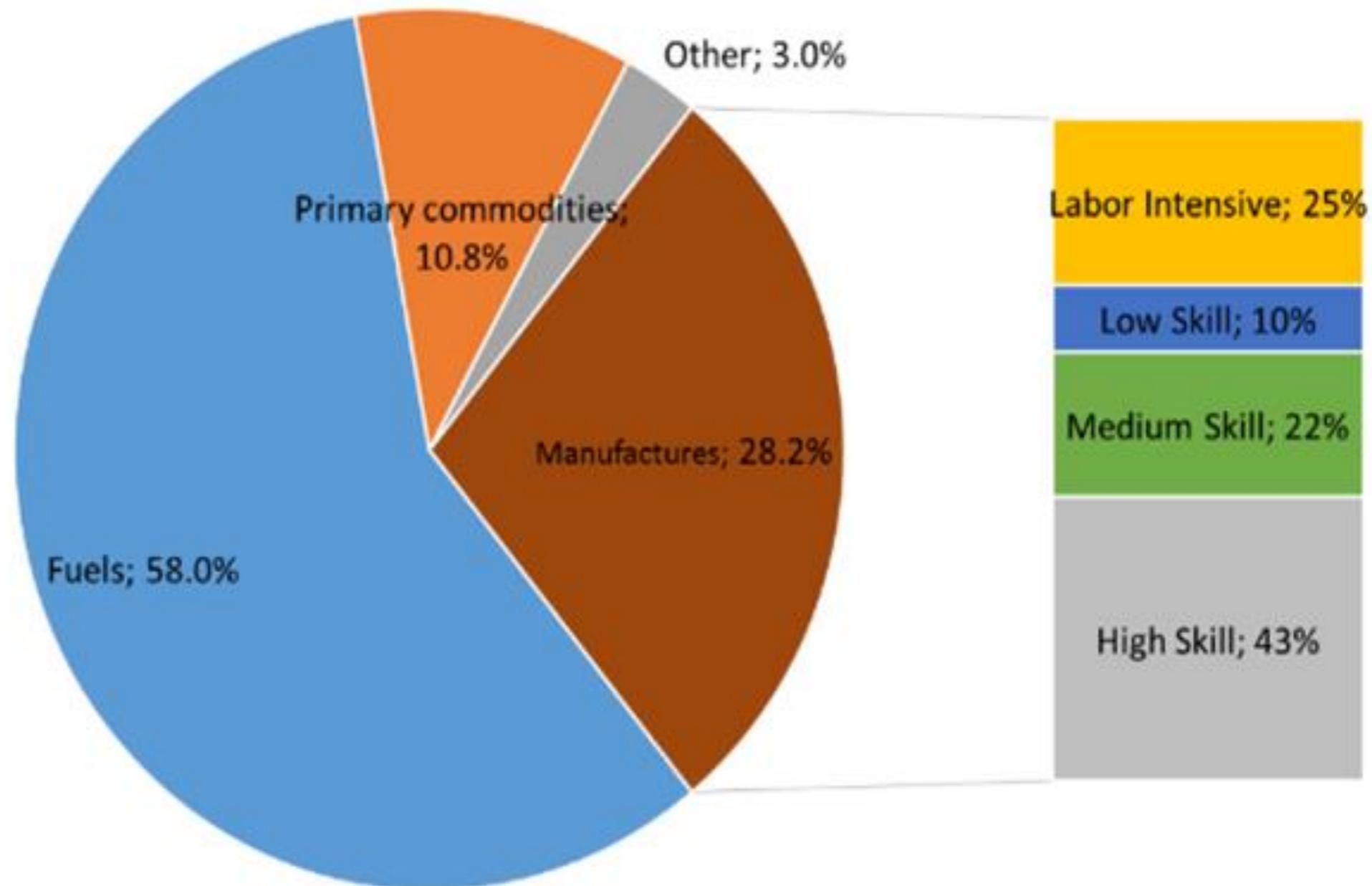
# Malaysia, Turkey, United Arab Emirates and Indonesia are the largest manufactured goods exporters of OIC

## Largest Exporters of Manufactured Goods by Degree of Manufacturing



# 43 per cent of total OIC manufactured goods exports consist of high-skill and technology-intensive manufactures

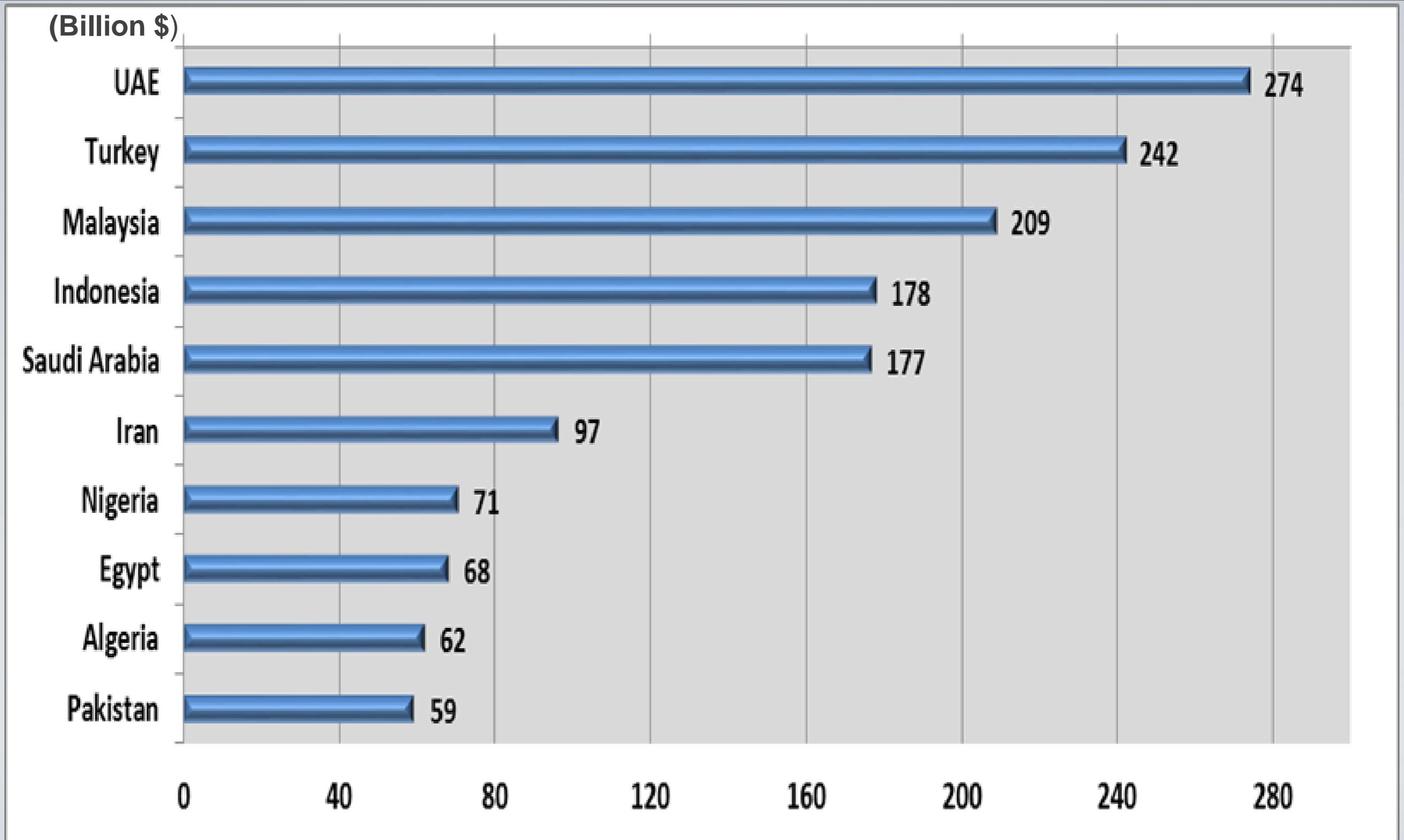
Figure: OIC Exports by Degree of Manufacturing, 2014



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# **TOTAL OIC IMPORTS**

# Total OIC imports dominated by the leading exporters in 2014



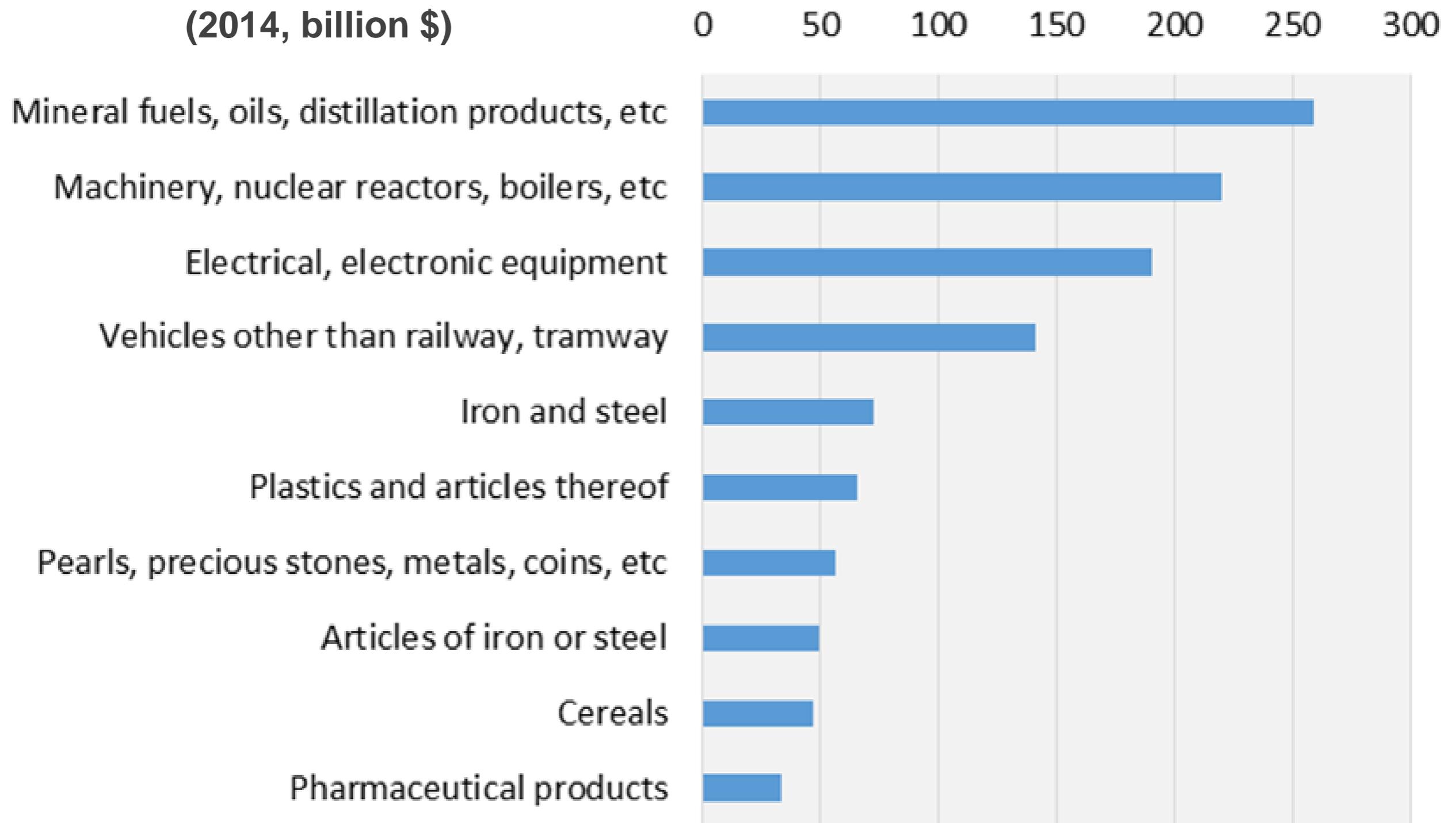
Source: IMF Direction of Trade Statistics

# Total OIC imports originated mainly from developed countries

Countries	(Billion \$)			Share %		
	2012	2013	2014	2012	2013	2014
China	236	264	293	12.9	13.8	15.3
United States	128	134	131	7.0	7.0	6.8
India	90	92	101	5.0	4.8	5.3
Germany	92	98	97	5.0	5.2	5.1
Japan	87	80	77	4.8	4.2	4.0
Singapore	73	74	71	4.0	3.9	3.7
Korea	69	68	70	3.8	3.5	3.6
Russian Federation	71	70	67	3.9	3.7	3.5
Italy	62	66	66	3.4	3.5	3.4
France	63	64	64	3.4	3.3	3.3
European Union EU (28)	415	451	447	22.7	23.6	23.3
Total of Top Ten Countries (2)	971	1,011	1,038	53.2	53.0	54.0

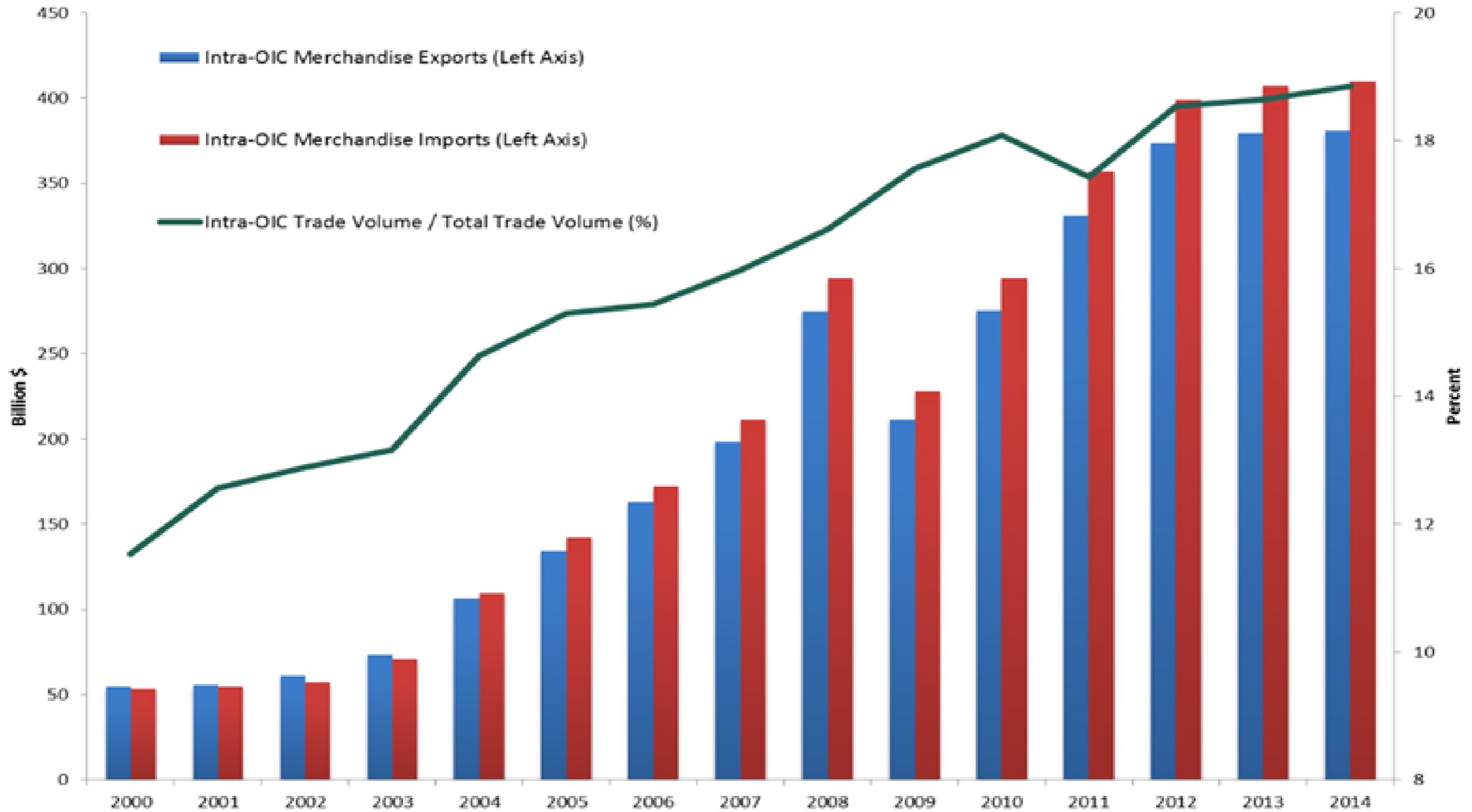
Source: UNCTADSTAT

# Product diversification of total OIC imports was higher



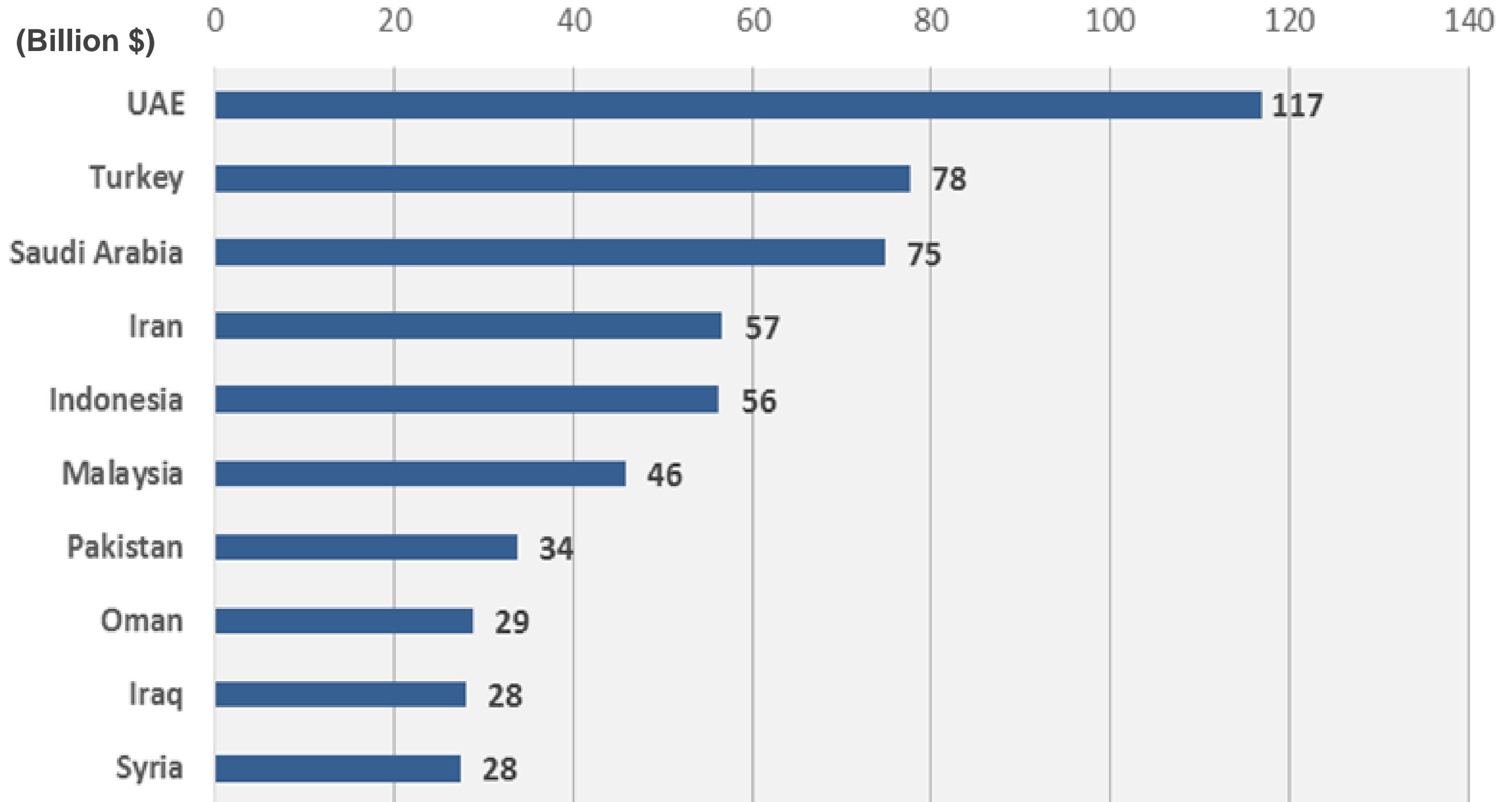
# **INTRA-OIC TRADE**

# Share of intra-OIC trade peaked at 18.8 per cent in 2014

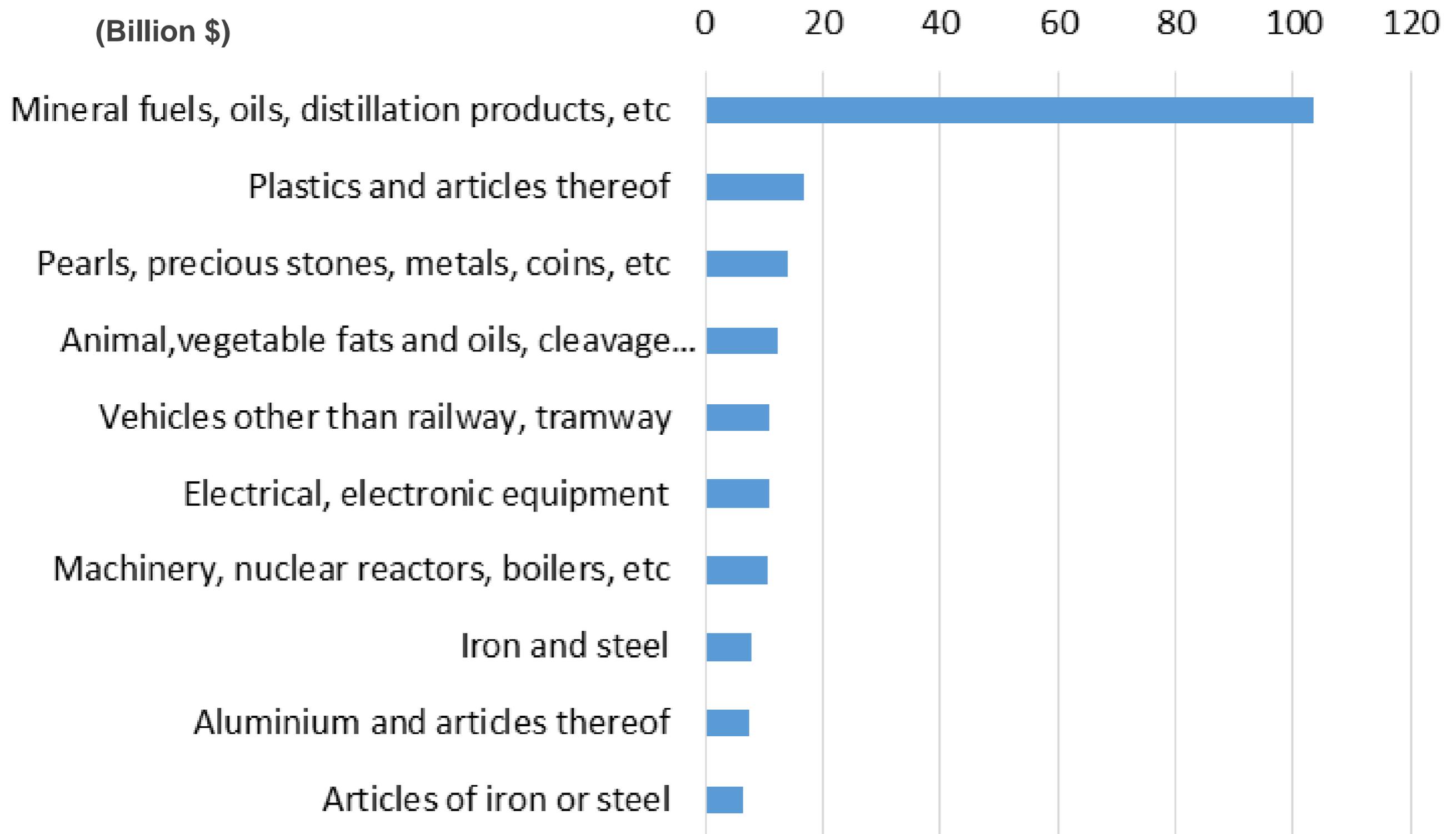


Source:IMF Direction of Trade Statistics

# Major players in intra OIC trade in 2014

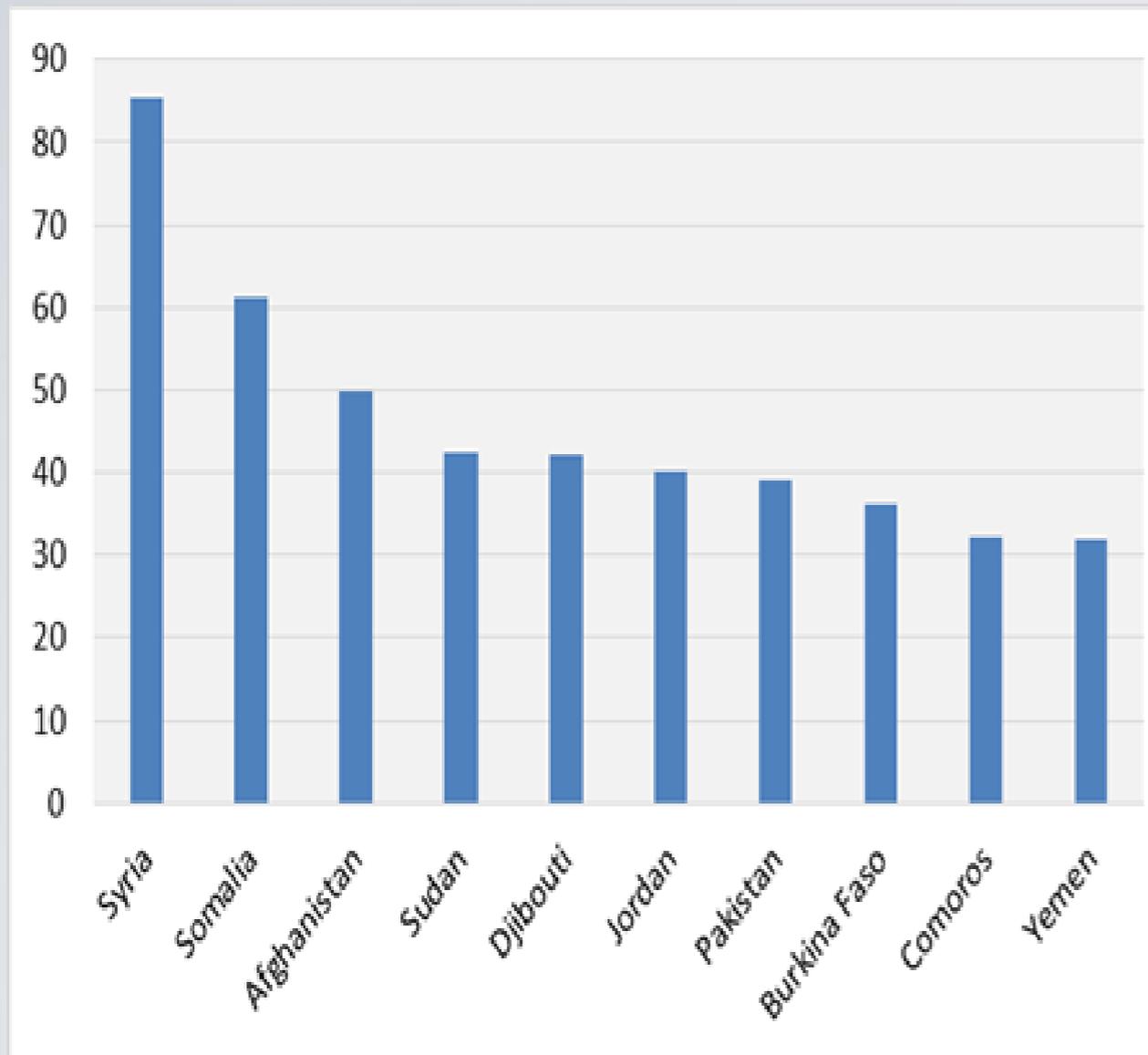


# Intra-OIC exports concentrated on a few commodities

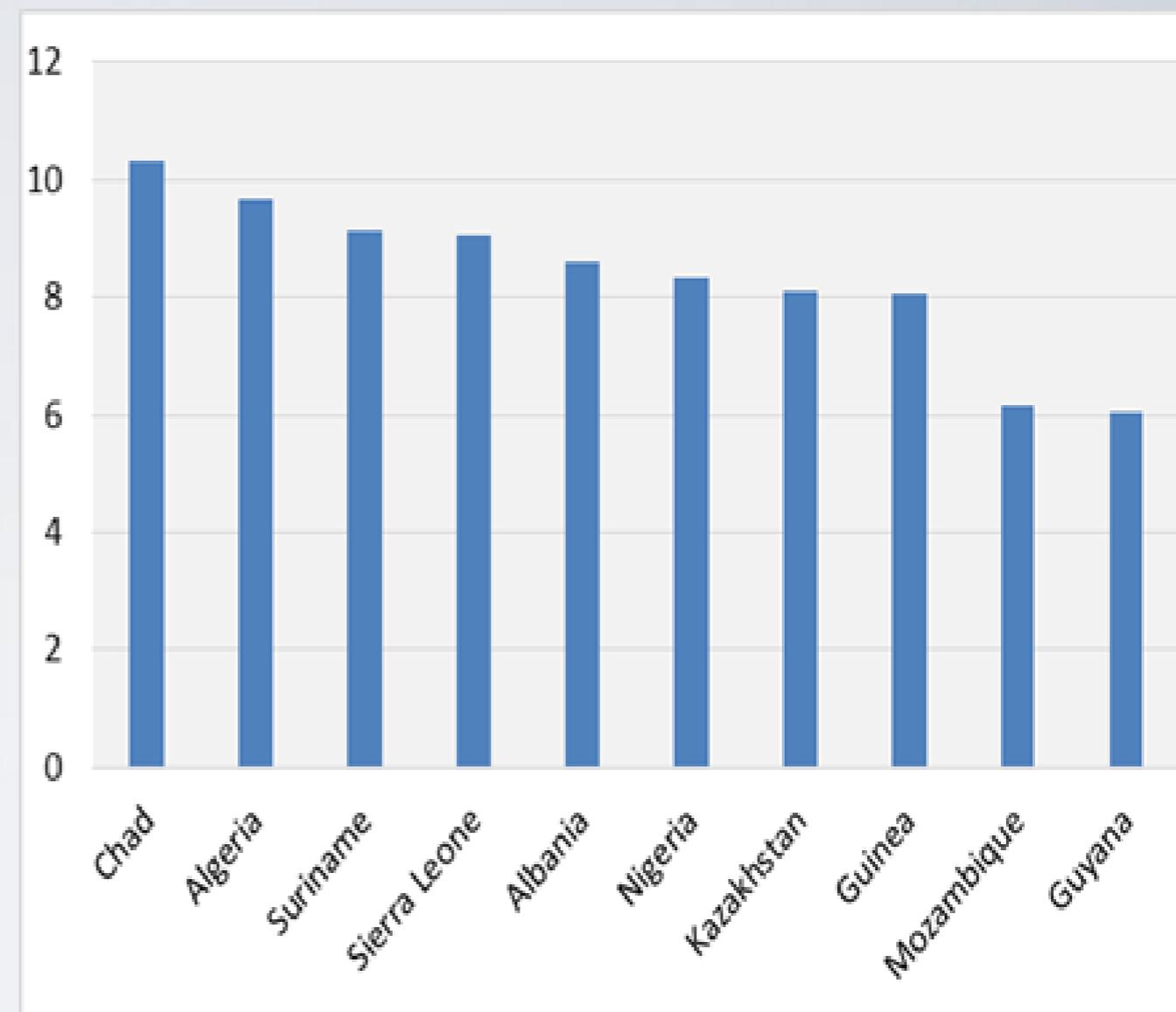


# 20 per cent intra-OIC trade target was surpassed by 28 Member States in 2014

## Member States Having the Biggest Intra-OIC Trade Share (%)



## Member States Having the Lowest Intra-OIC Trade Share (%)



Making Cooperation Work

# COMCEC STRATEGY

For Building an Interdependent Islamic World



Thank You



Trade Working Group Meeting  
September 17, 2015  
Ankara, Turkey