



An aerial view of a busy port area. A large container ship is docked at a pier, with several yellow cranes loading and unloading colorful shipping containers. White lines connect various points across the port, including the ship, cranes, and storage areas, symbolizing a global network or data flow. The background shows industrial buildings and a road.

13th Meeting of Trade Working Group

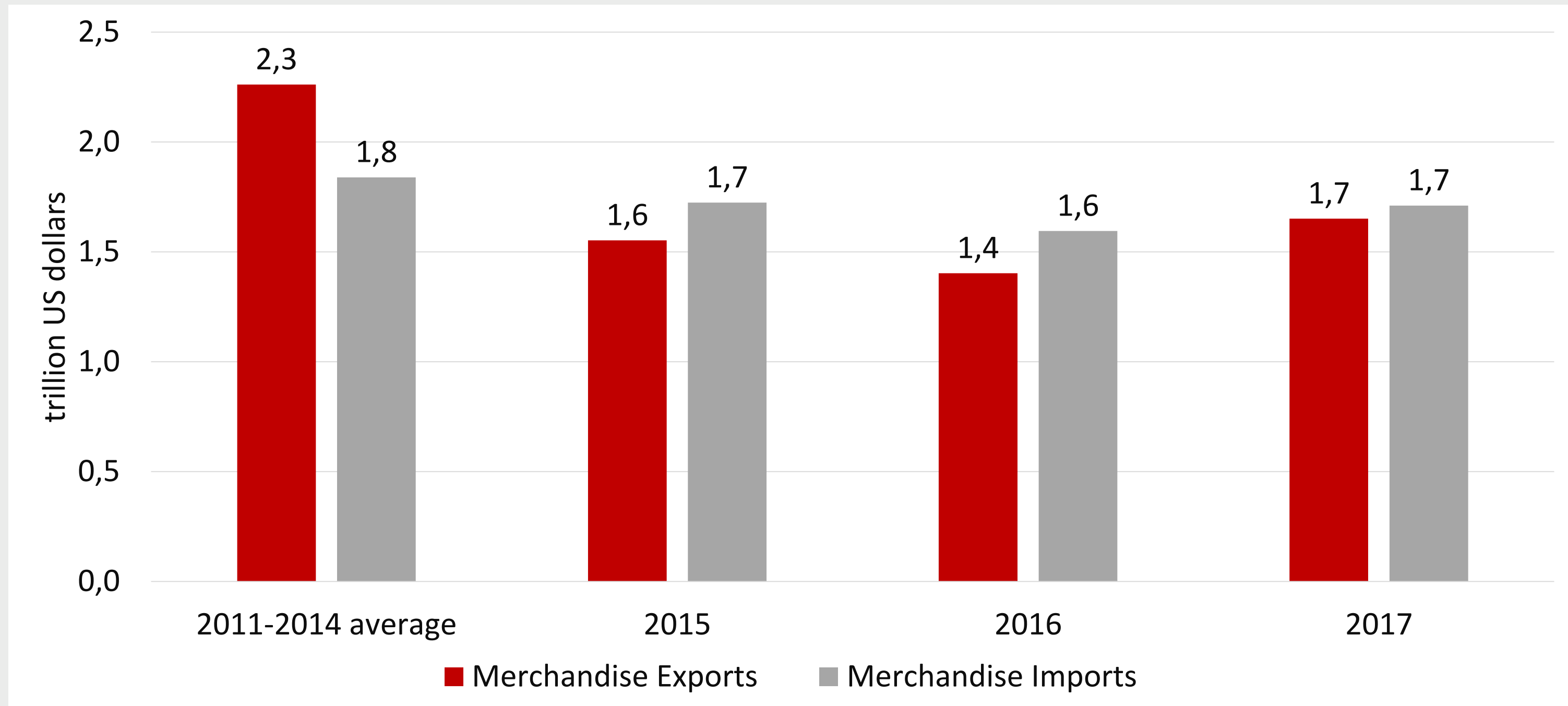
March 7th, 2019
Ankara, Turkey

OUTLINE

1. Trade Between the OIC Countries and the World
2. Developments in Intra-OIC Trade
3. Trade Facilitation in the OIC Countries

Trade between the OIC Countries and the World

OIC exports to world (in dollars) increased notably by 17.7 per cent in 2017



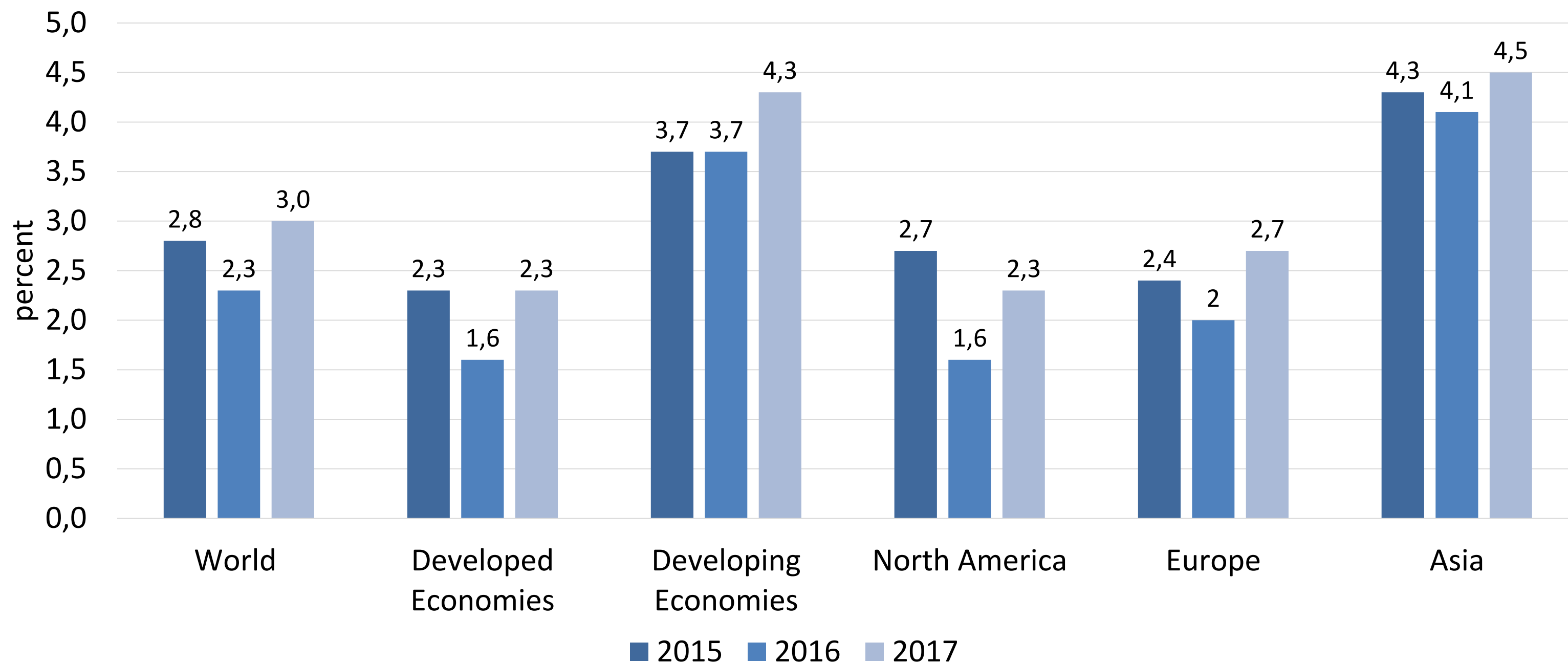
Source: IMF Direction of Trade Statistics Database

Main Reasons Accounting for the Strong Performance of Total OIC Exports in 2017

- The revival of global economic activity
- Rising commodity prices, in particular oil prices

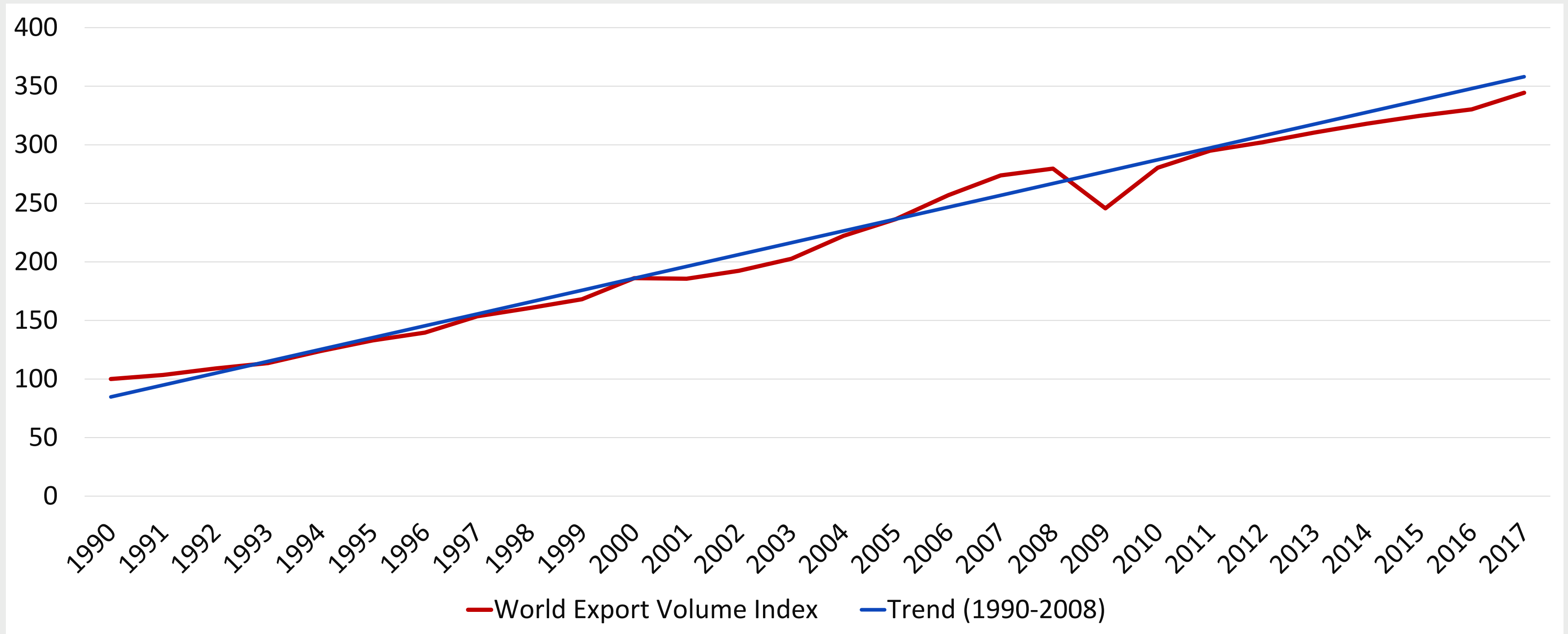
Global economic growth was robust in 2017

Real GDP at market exchange rates, 2005



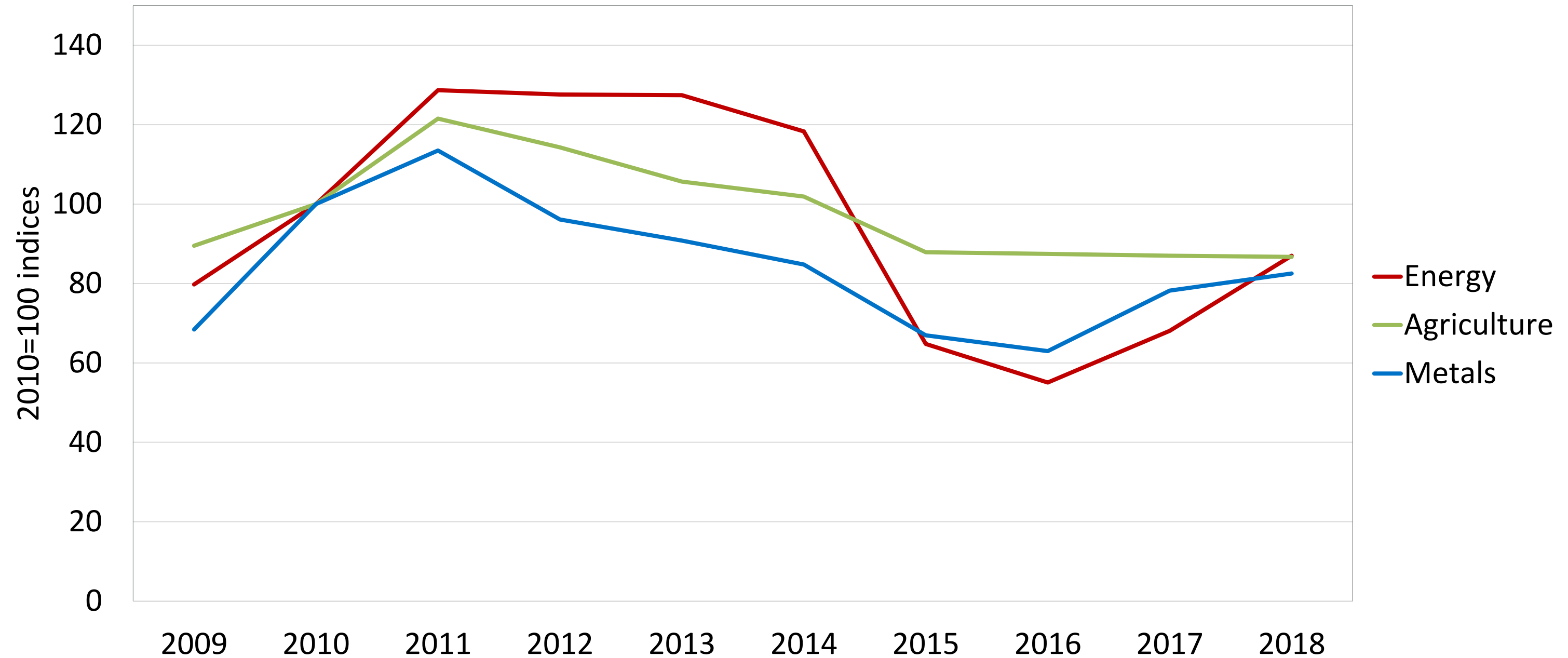
Source: WTO Database

Growth in world trade volume (4.7 %) was the highest achieved since 2011



Source: WTO Database

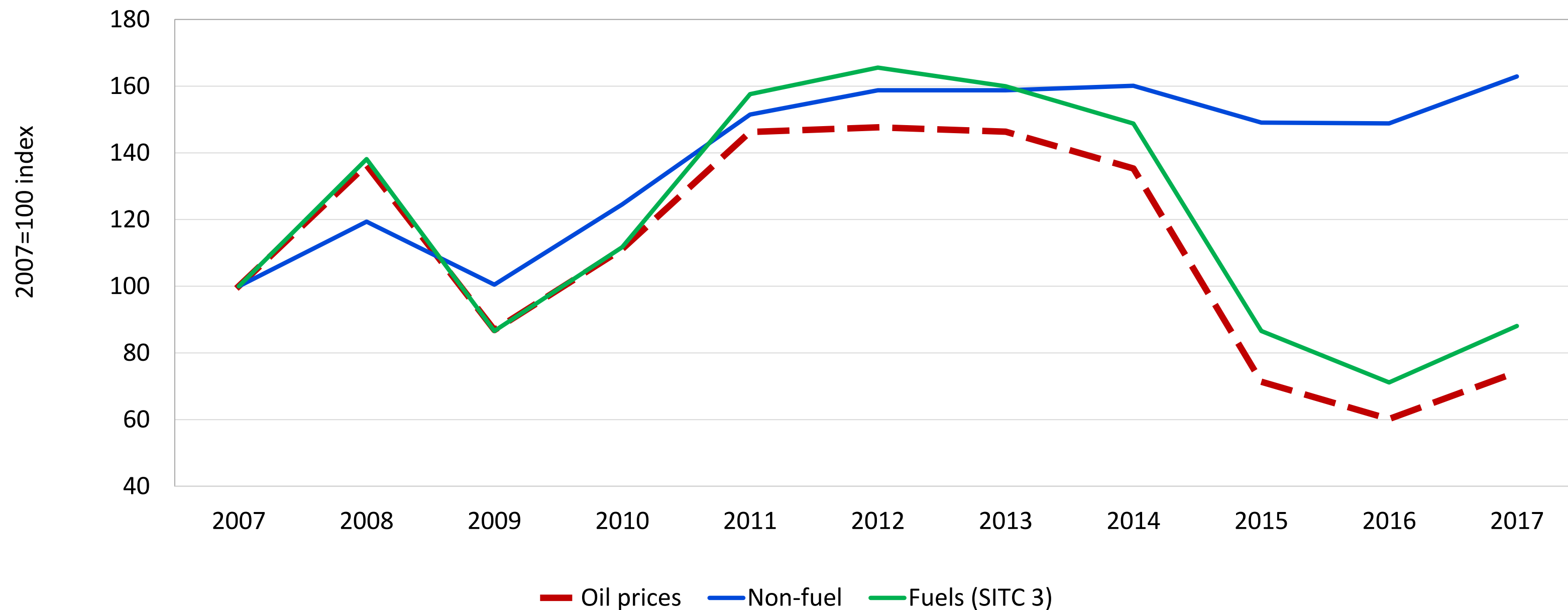
Commodity prices increased strongly in 2017



Source: World Bank

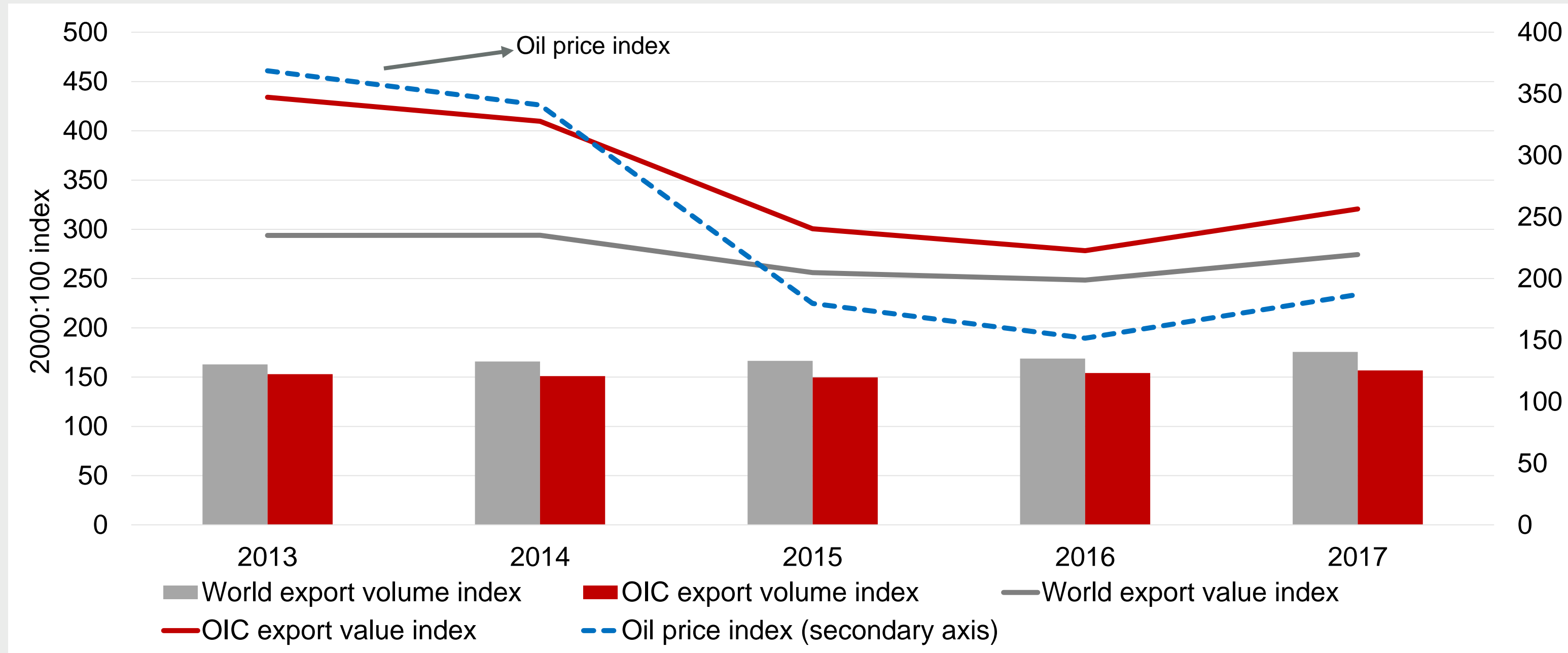
OIC fuels exports increased by 24 per cent in 2017

Evolution of the OIC Fuels and Non-Fuels Exports versus Oil prices



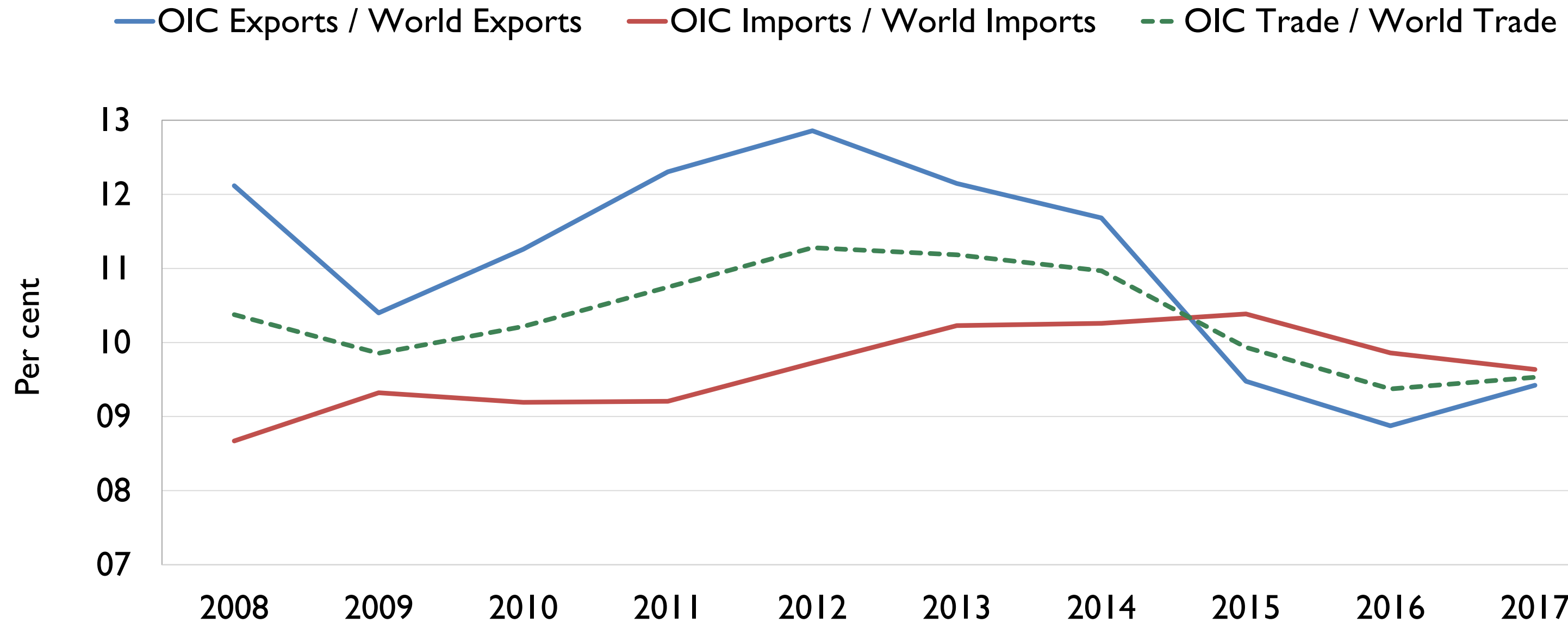
Source:UNCTADSTAT

Rise in total OIC exports in volume terms remained modest by 1.7 per cent in 2017

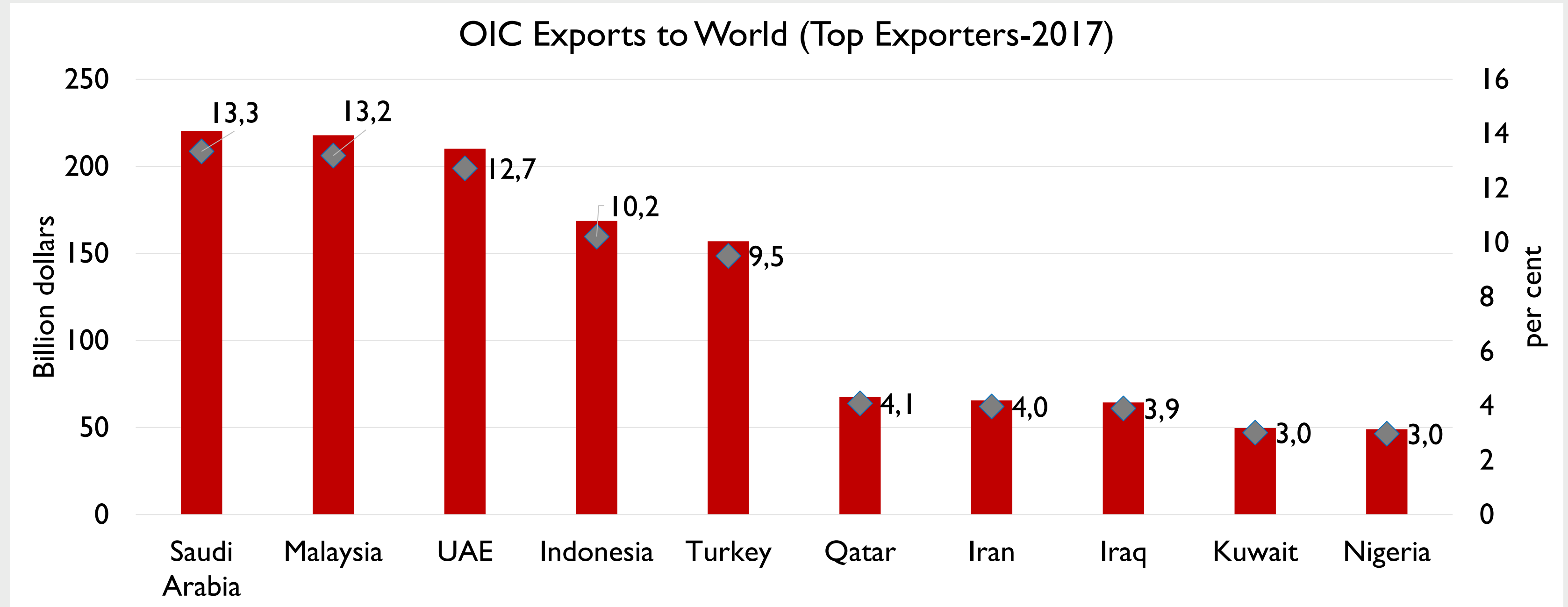


Source: UNCTADSTAT, World Bank

OIC Countries' share in global exports increased slightly to 9.4 per cent in 2017



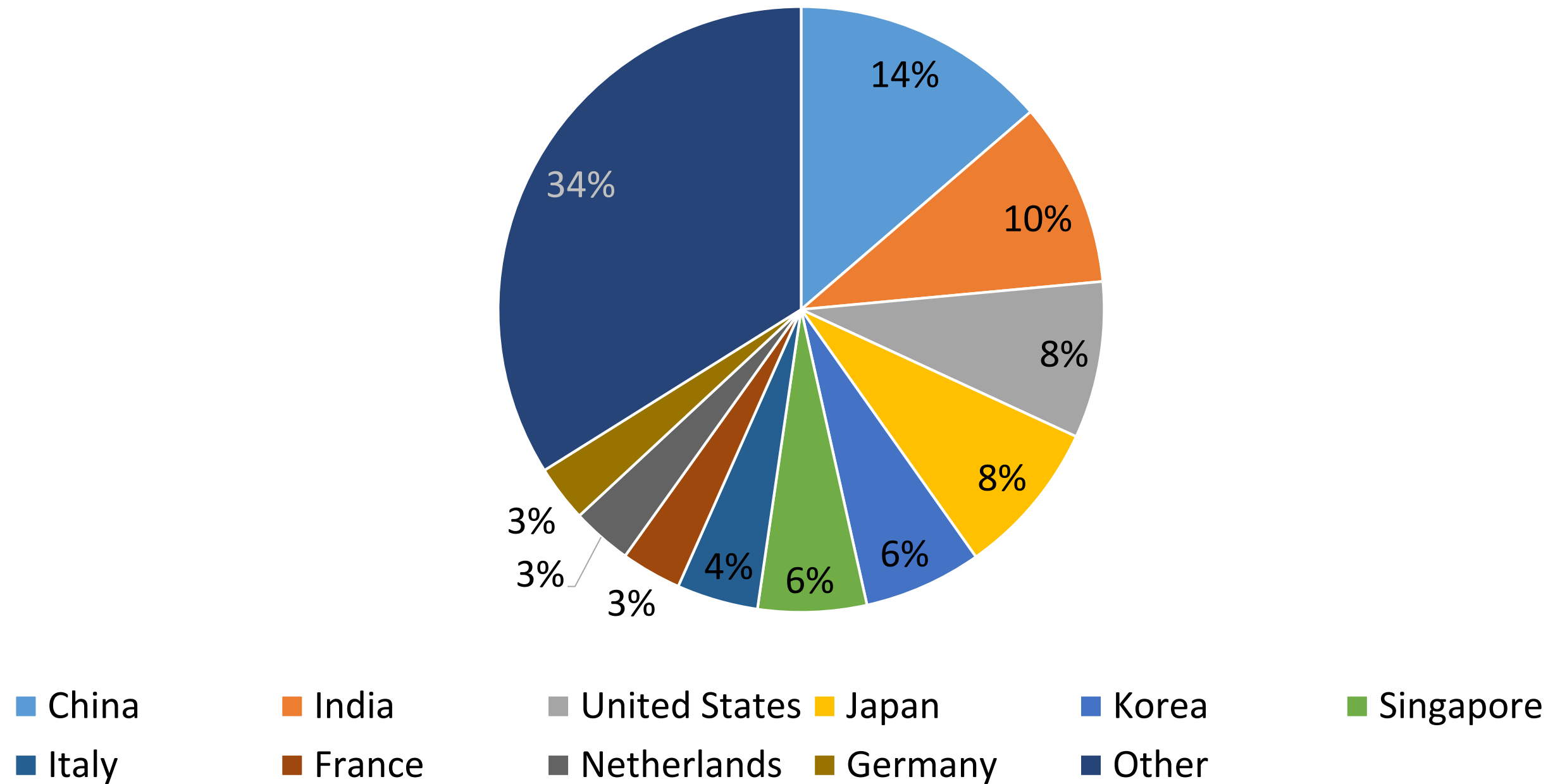
Top five OIC exporters as a whole represents 59 per cent of total OIC exports



Source: IMF DOTS

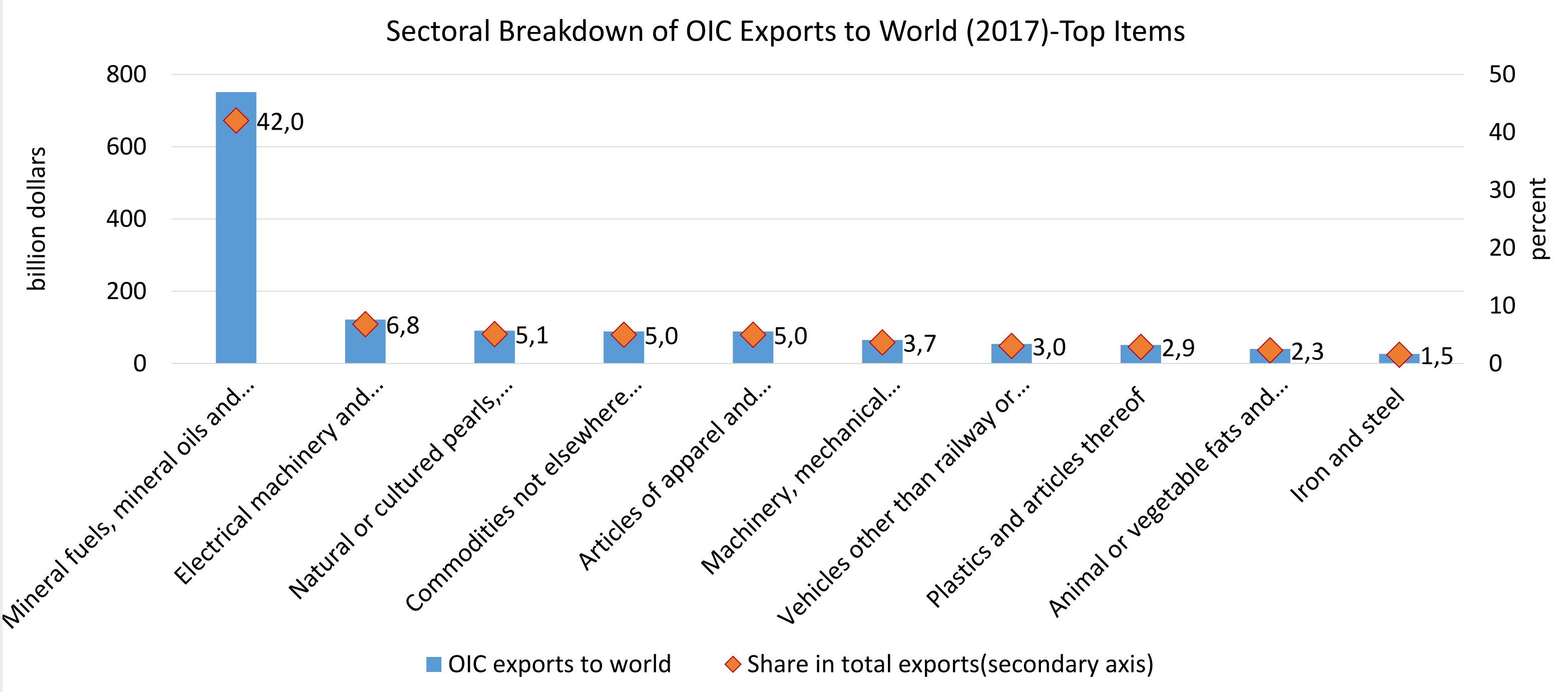
High country concentration in extra-OIC exports

Major Destinations for Extra-OIC Exports (2017)



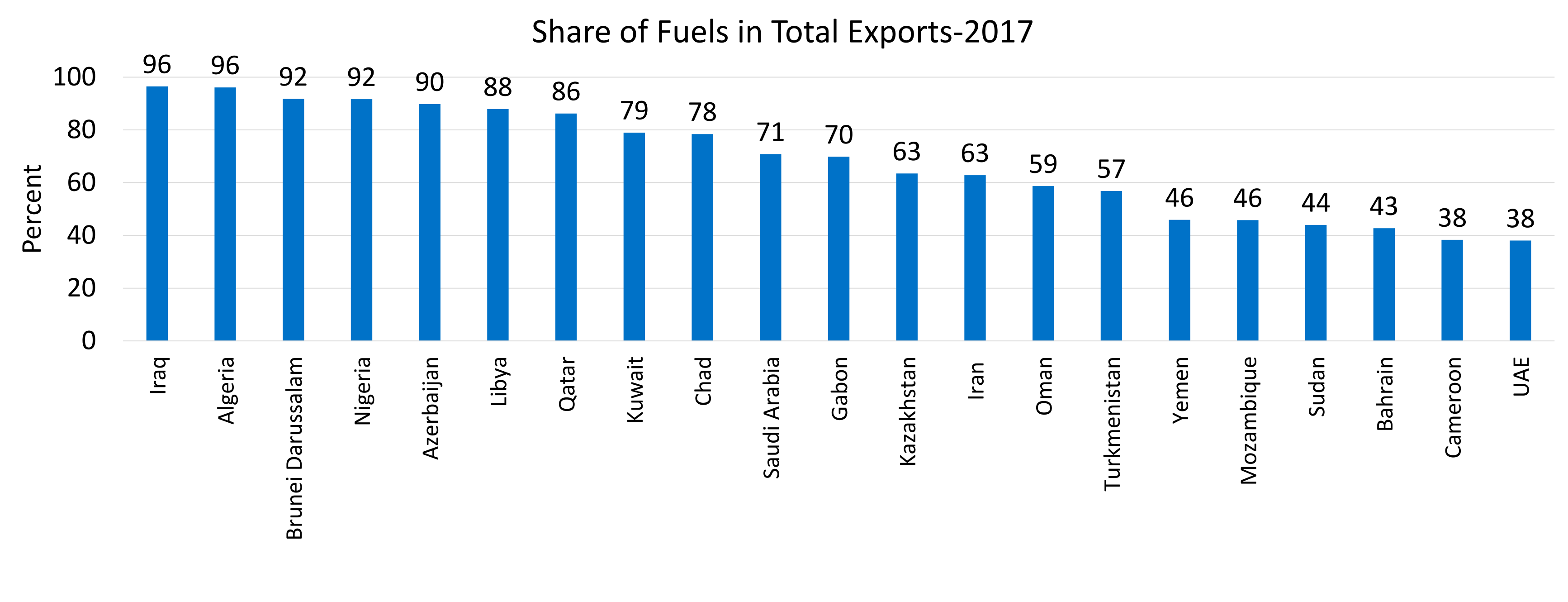
Source: IMF DOTS

OIC exports to world are heavily dominated by mineral fuels



Source: ITC Trademap

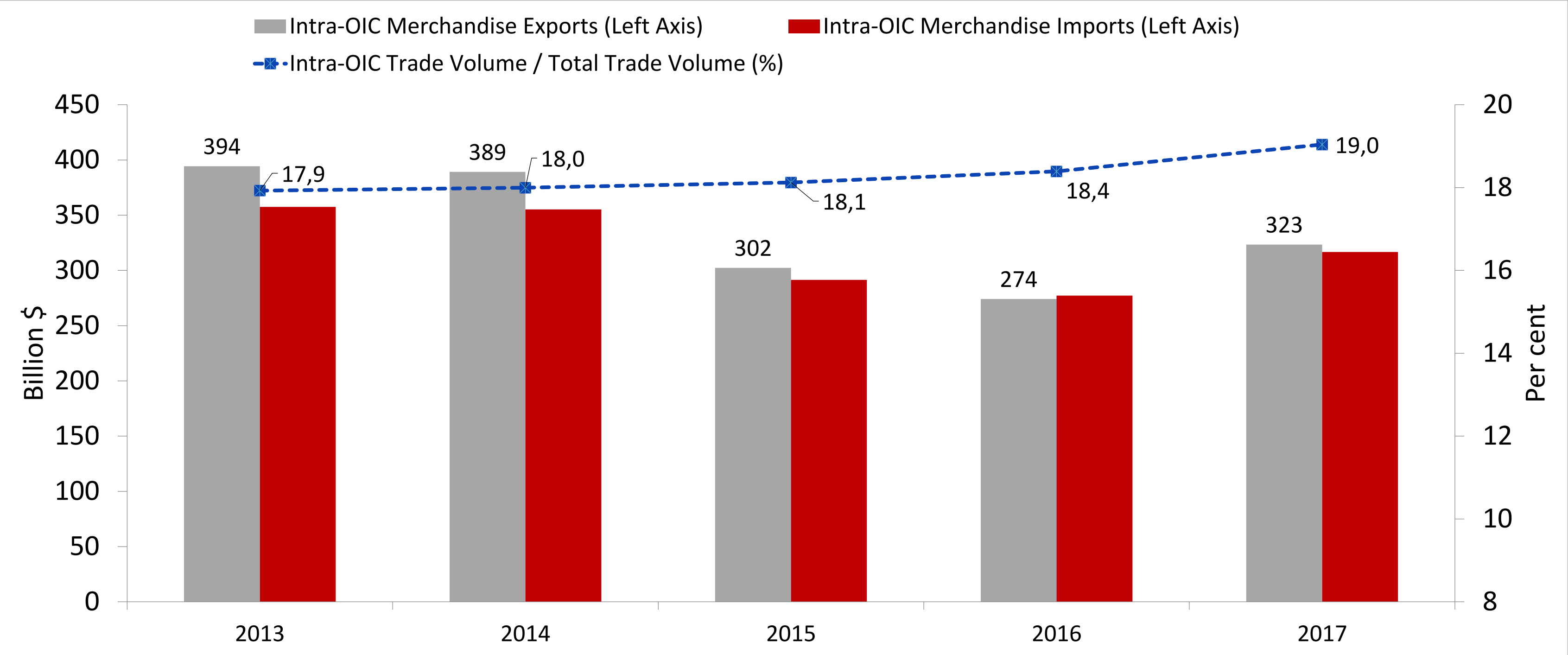
Commodity concentration in exports is more apparent in some OIC countries



Source: UNCTADSTAT Note: Fuels includes Petroleum, petroleum products, natural gas, coke and electric current

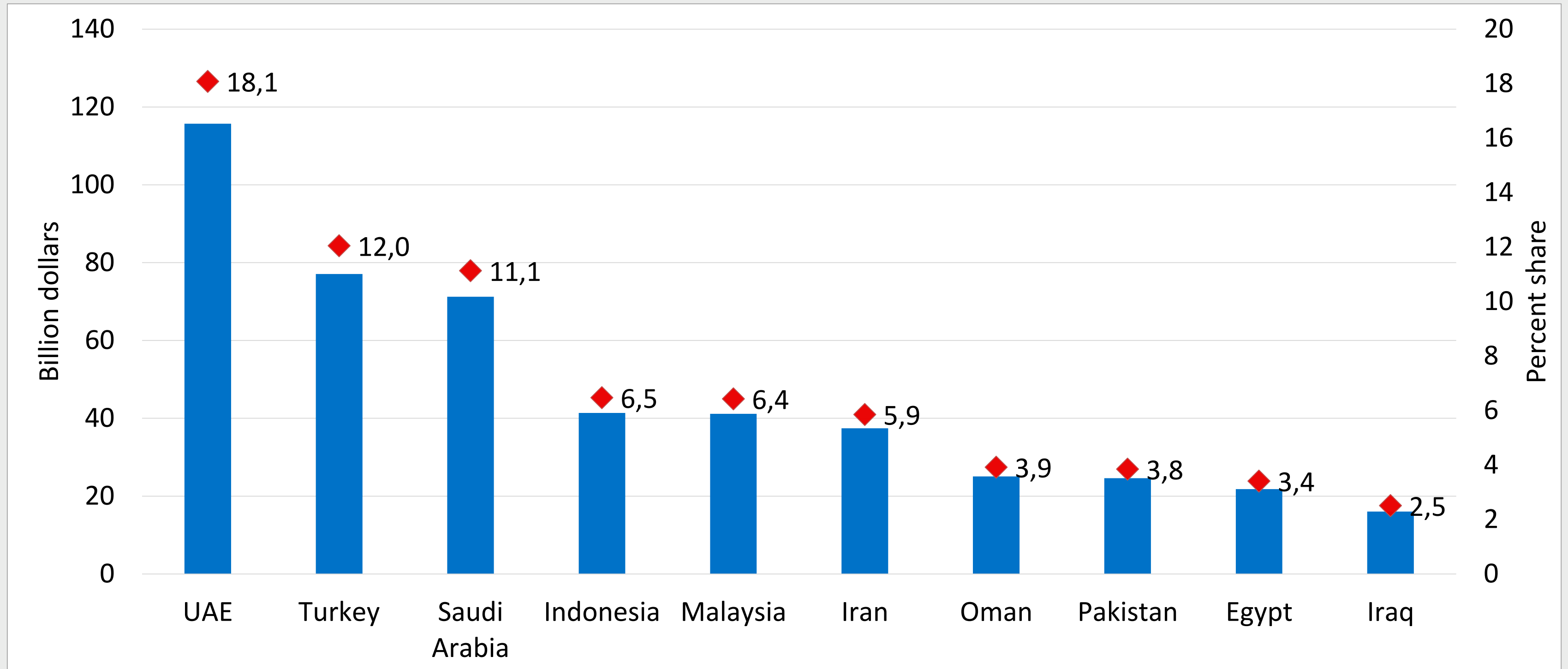
Developments in Intra-OIC Trade

Share of Intra-OIC trade peaked at 19.0 per cent in 2017



Source: IMF DOTS

Top performers as a whole represent 74 per cent of intra-OIC trade in 2017

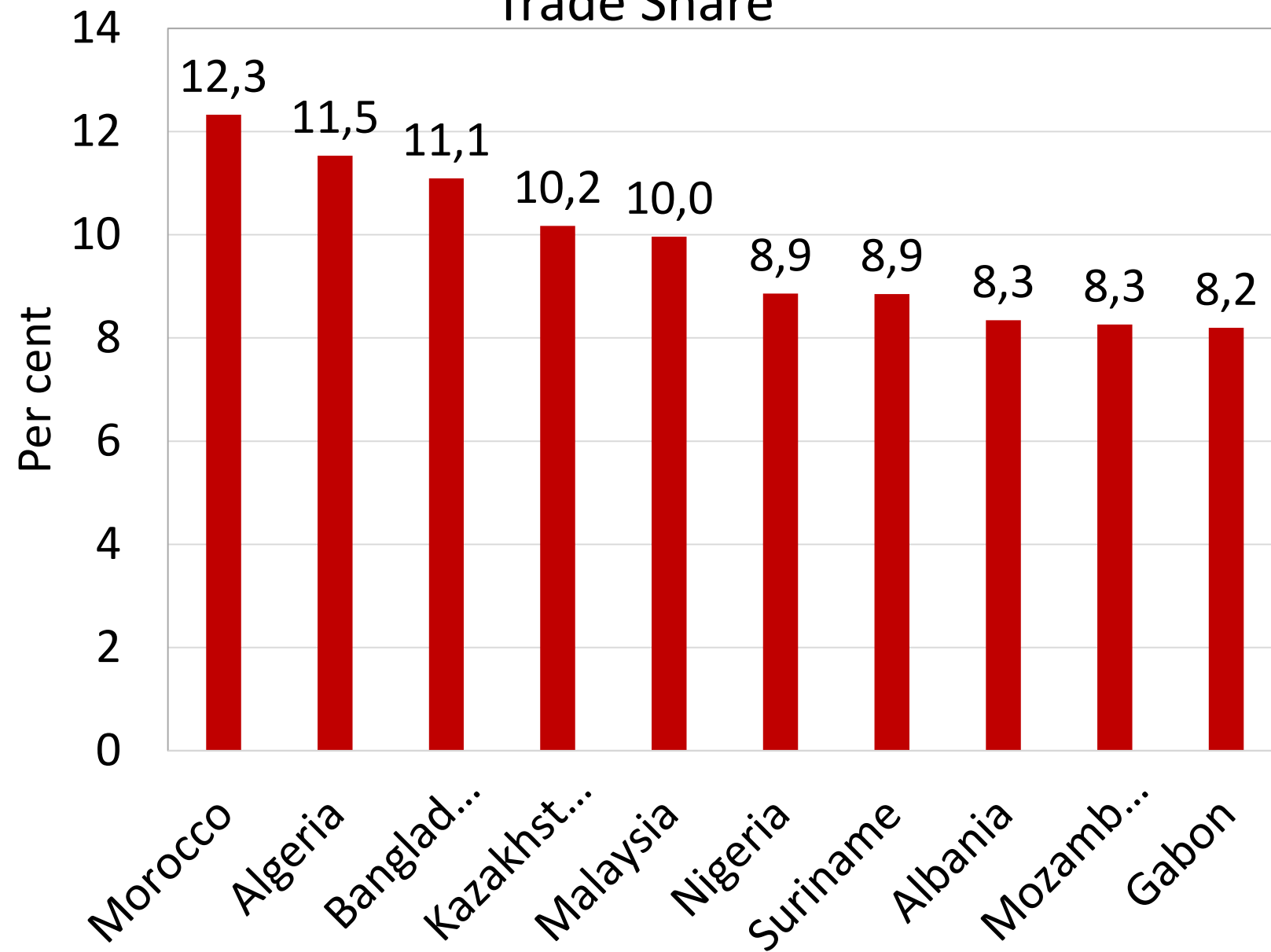


Source: IMF DOTS

1

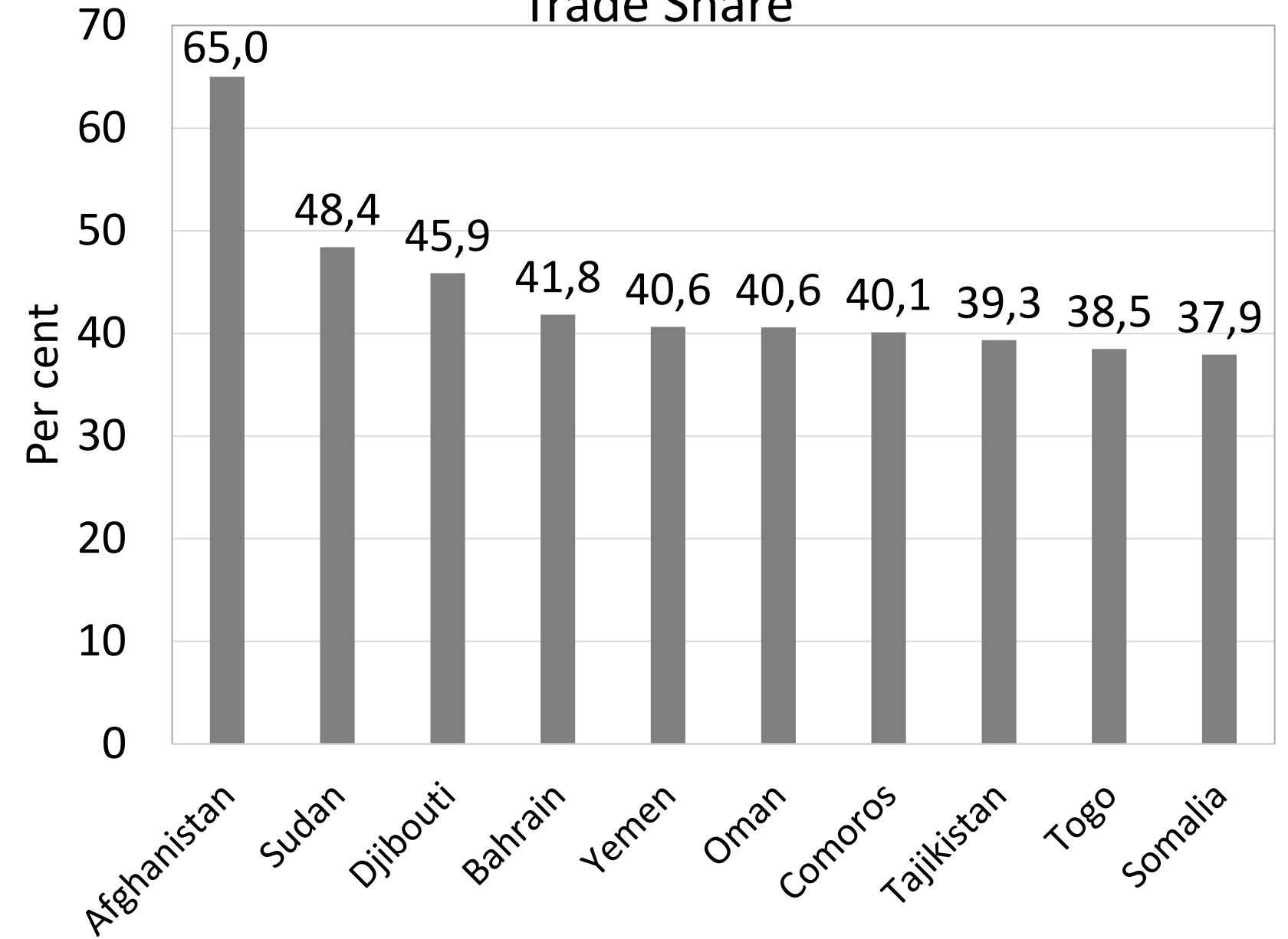
There is a great diversity among the OIC countries in terms of intra trade shares

Member States Having the Lowest Intra-OIC Trade Share

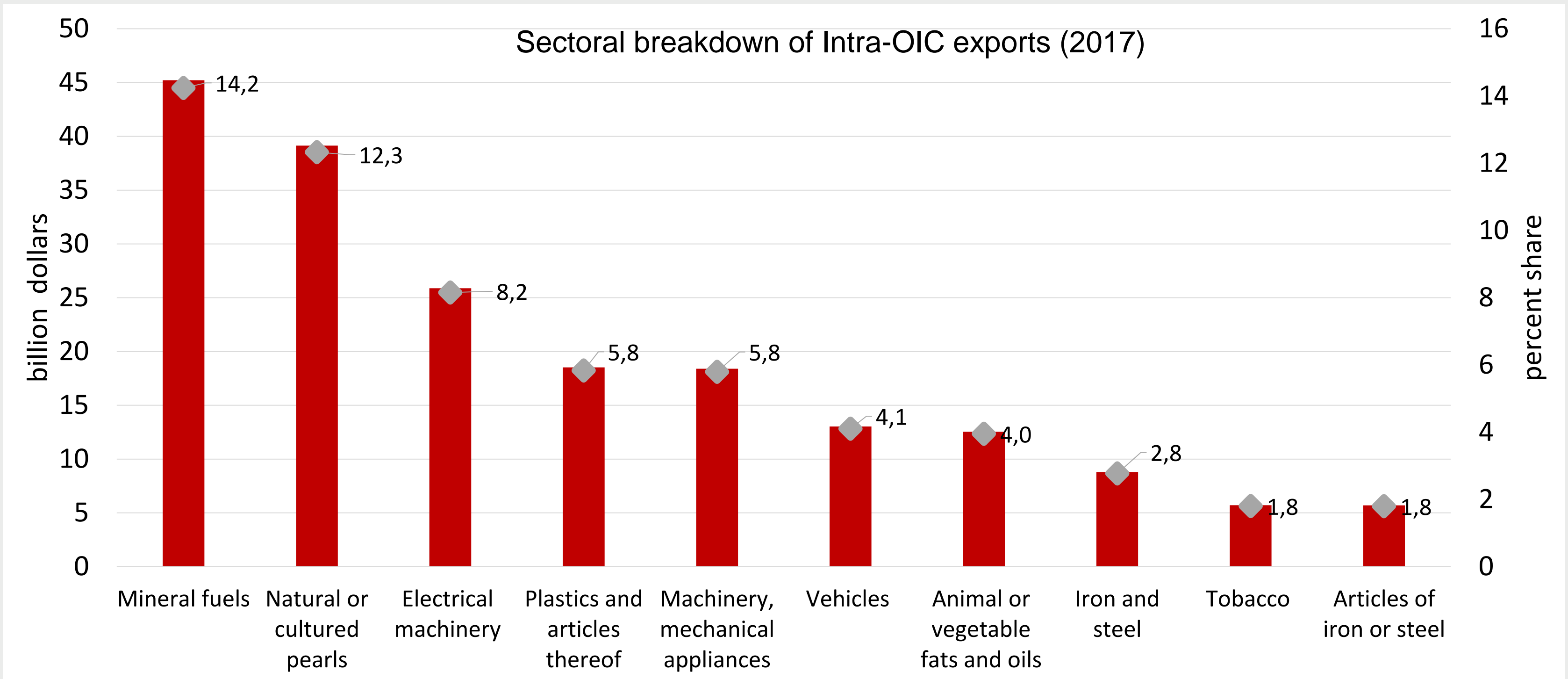


Source: IMF DOTS

Member States Having the Highest Intra-OIC Trade Share

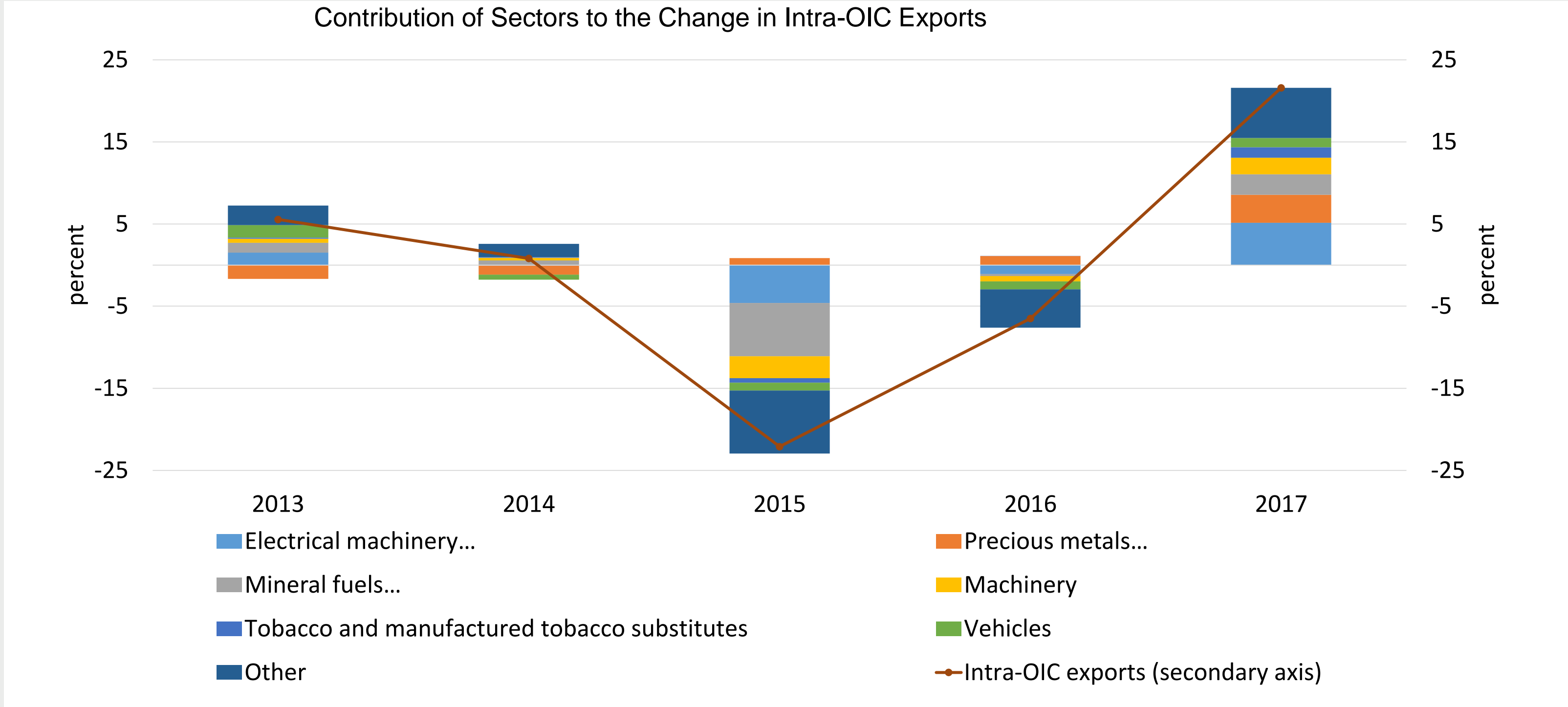


Top ten sectors as a whole account for 61 per cent of intra OIC exports



Source: ITC Trademap

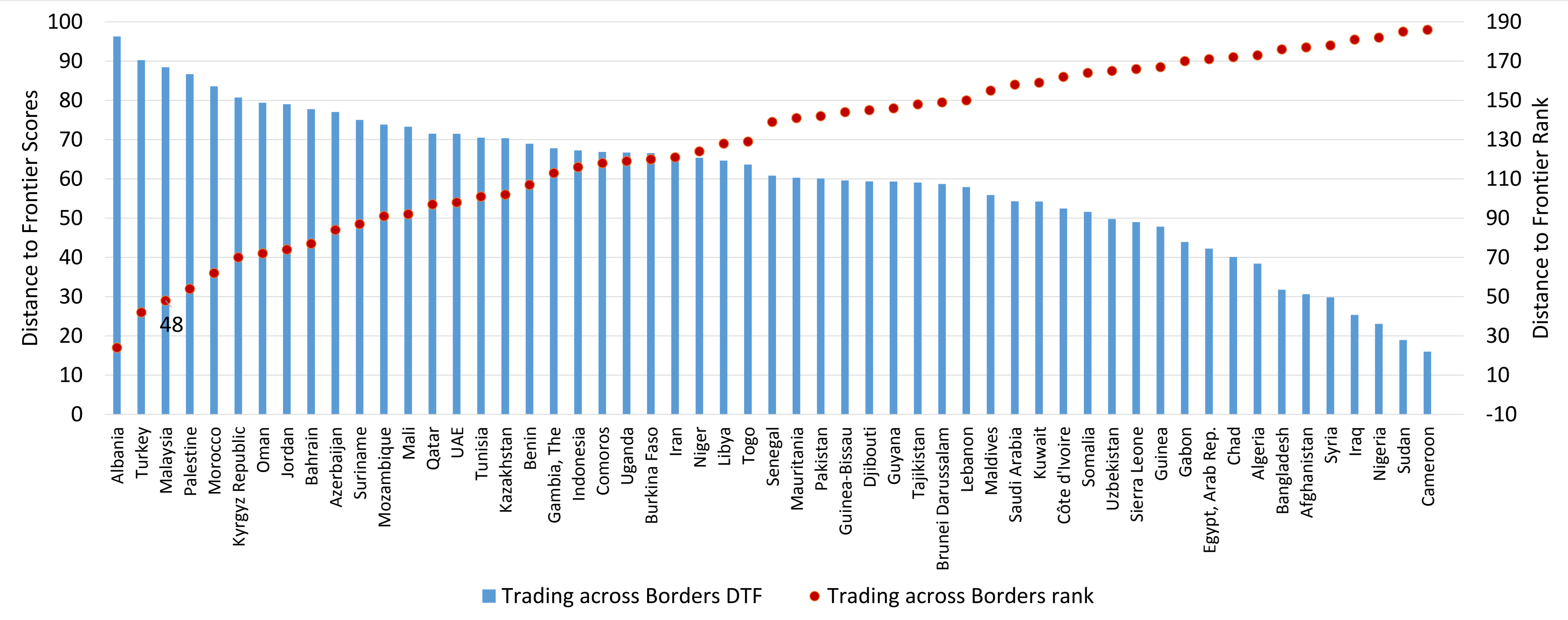
Electrical machinery, precious metals, mineral fuels, machinery as a whole accounted for 61 % of the increase in intra-OIC exports



Source: ITC Trademap

Trade Facilitation

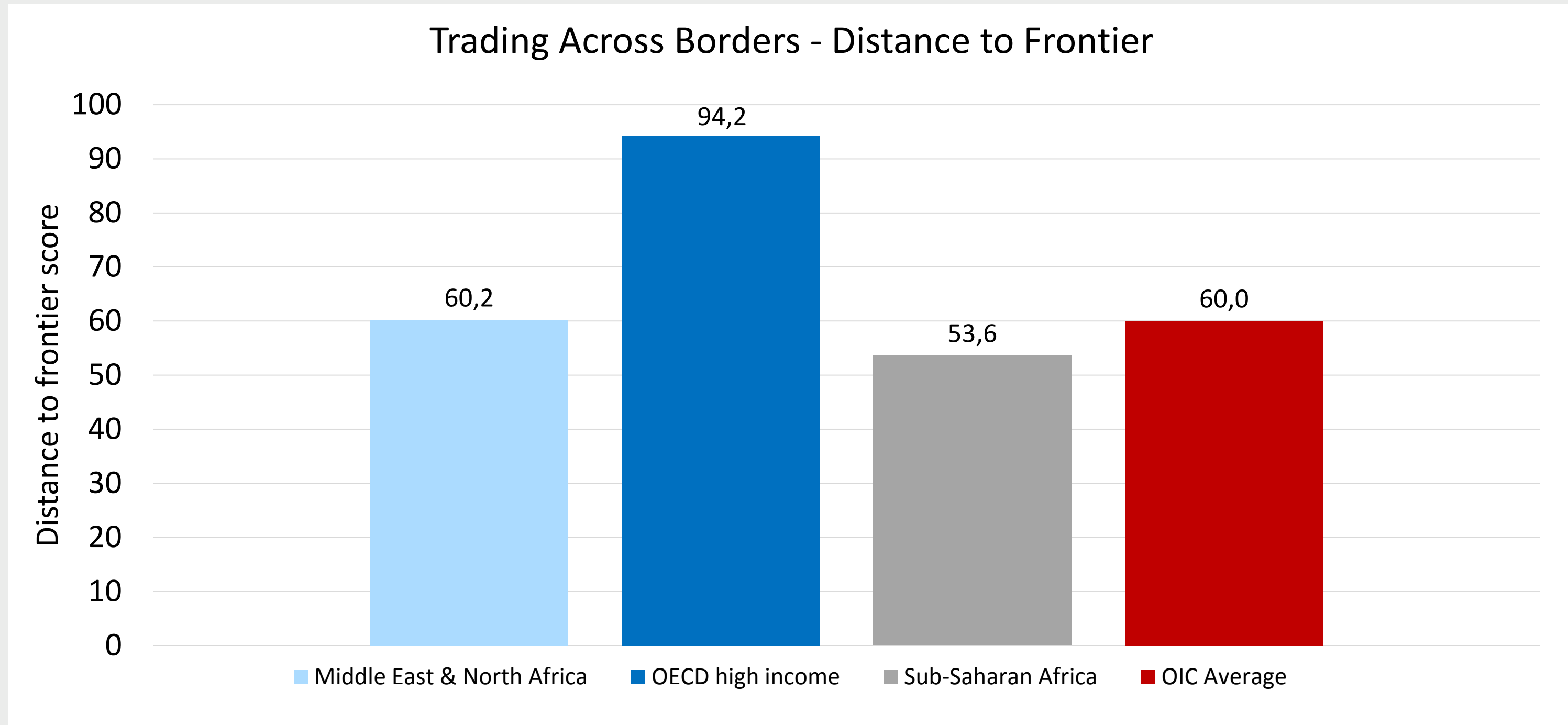
Many member states ranked at last places according to World Bank -Trading Across Borders measure



Source: World Bank



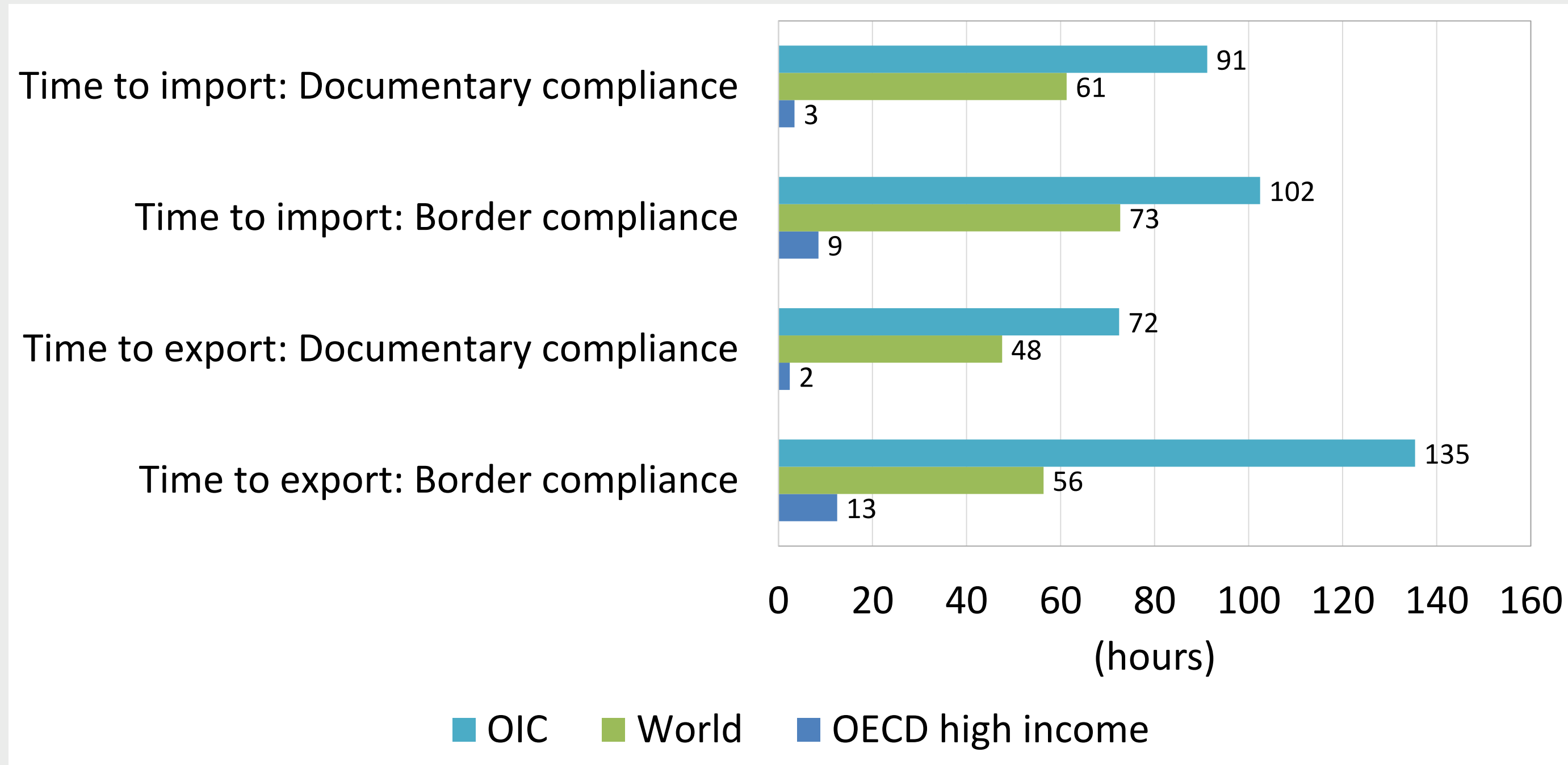
OIC is 40 percentage points away from the frontier constructed from the best performances



Source: World Bank

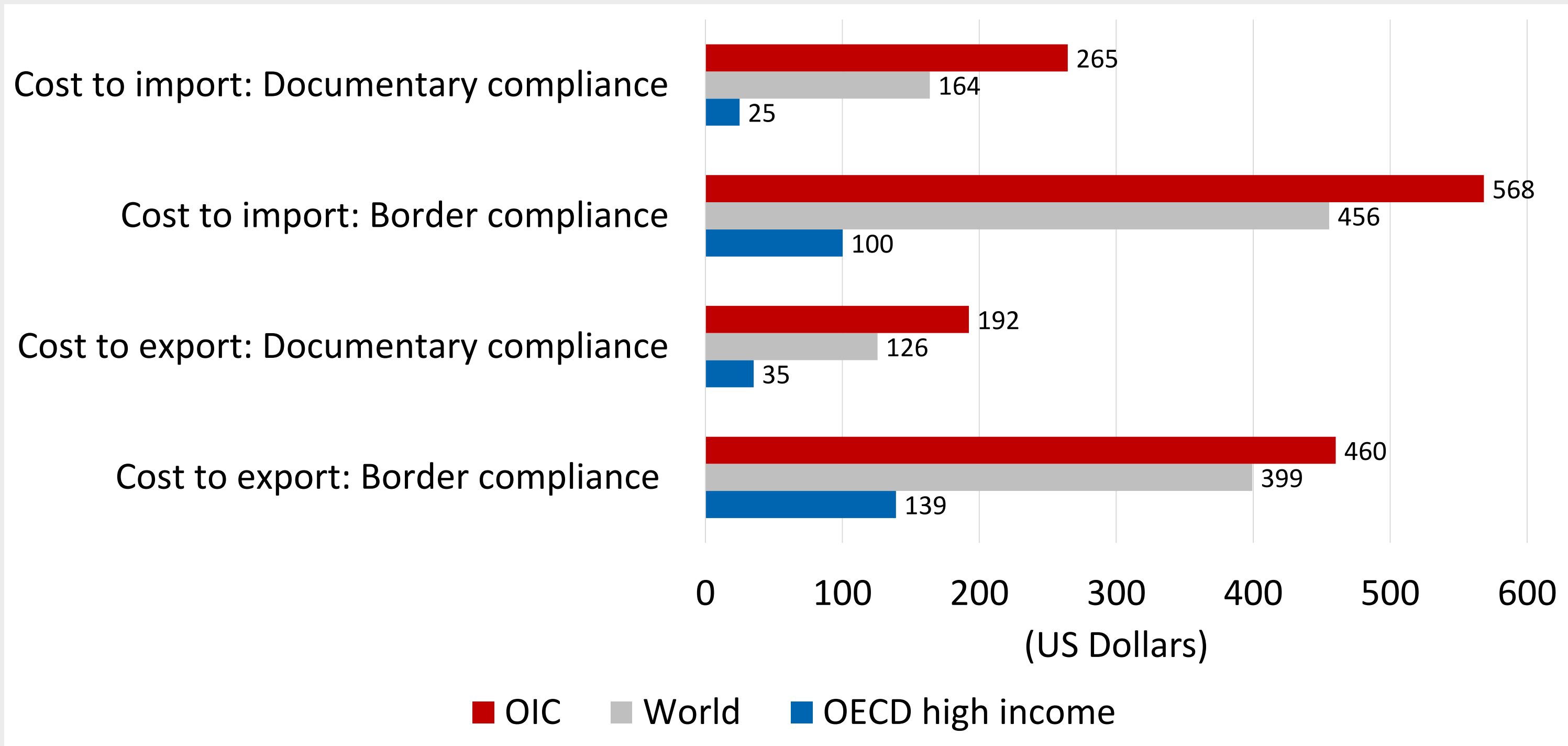
1

Average time for border compliance in imports in the OIC is eleven times longer compared to OECD high income countries



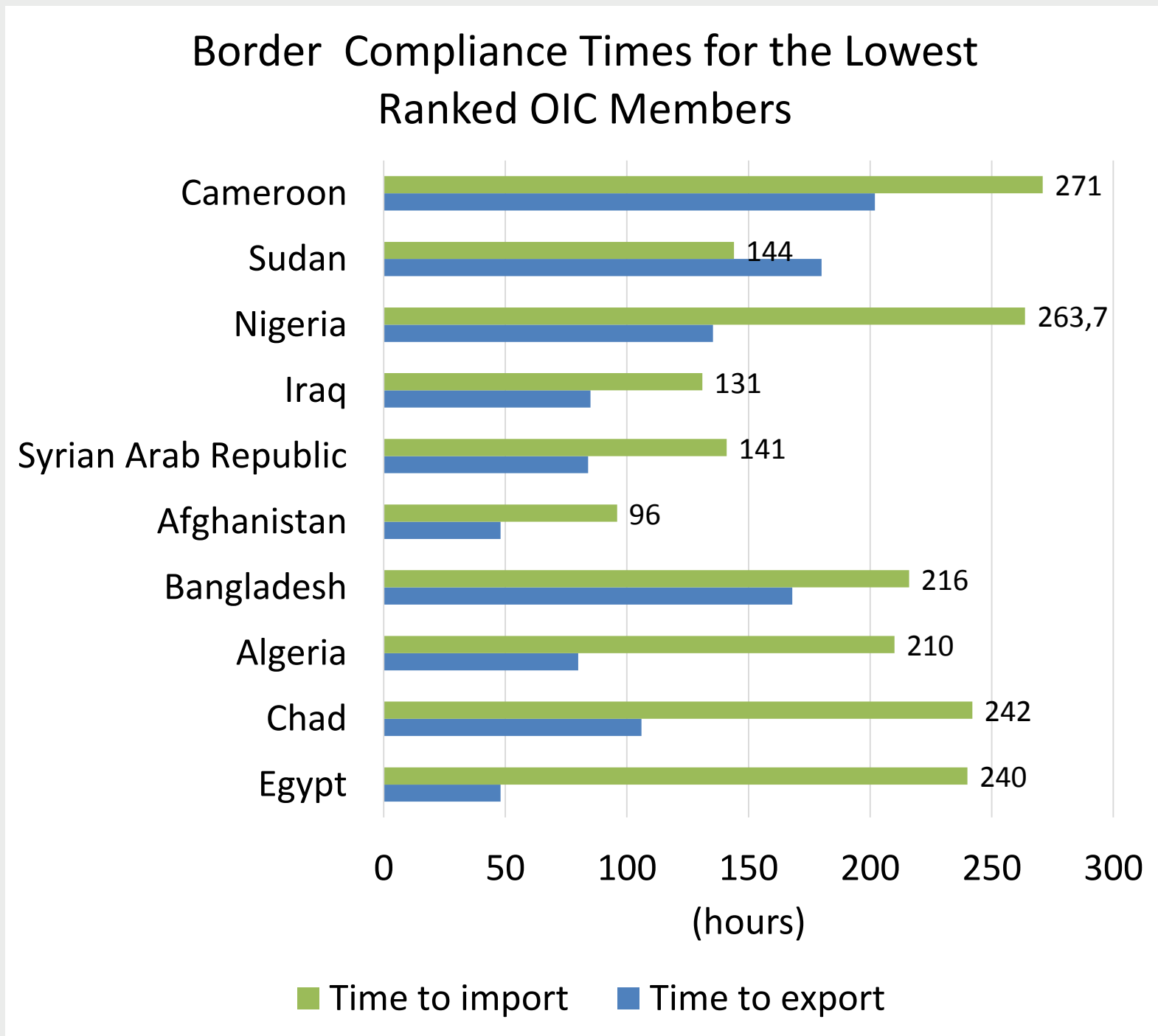
Source: World Bank

How much does it cost to import and export?

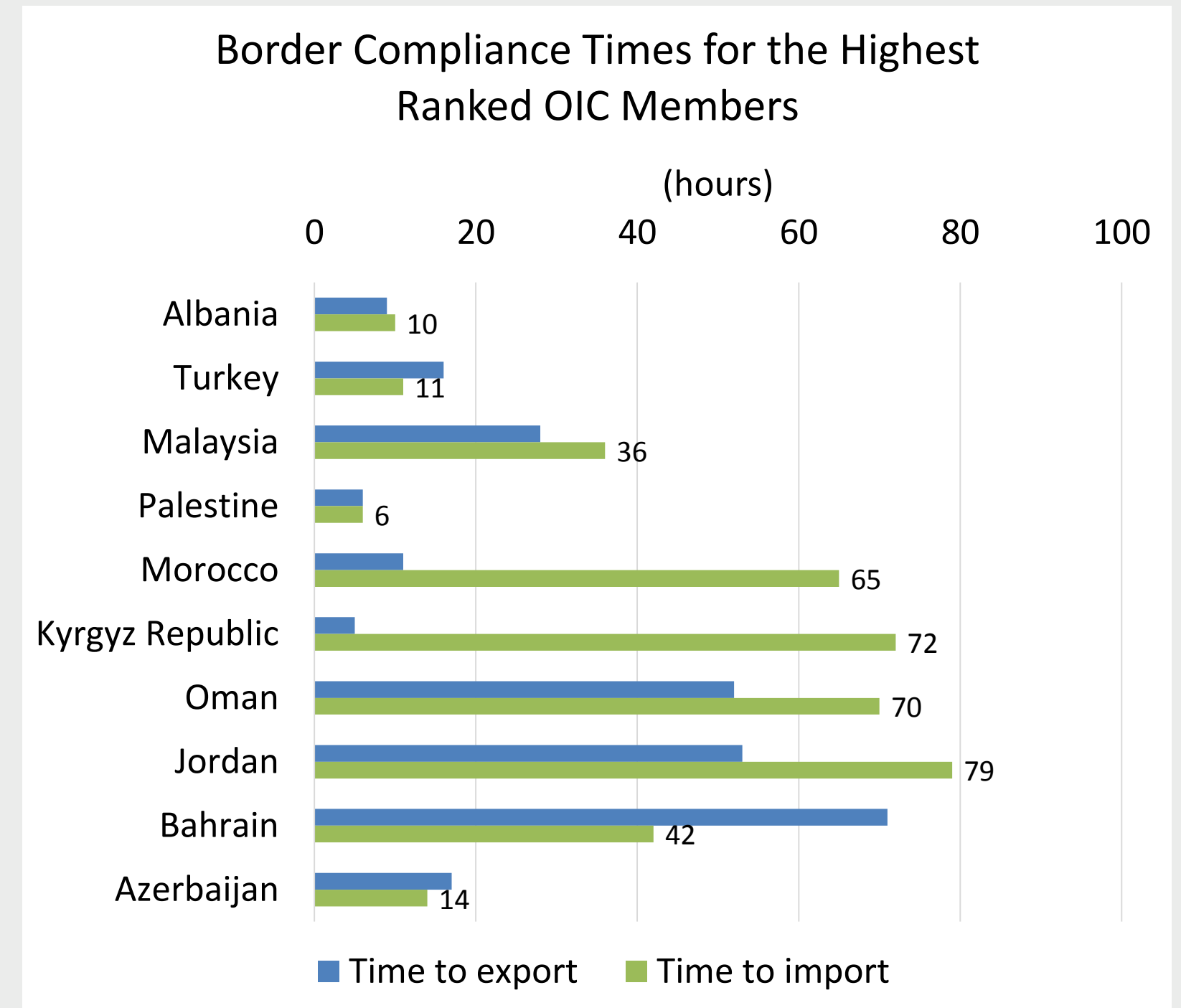


Source: World Bank

It takes as much as 11 days and 7 hours to complete border procedures in importing in Cameroon

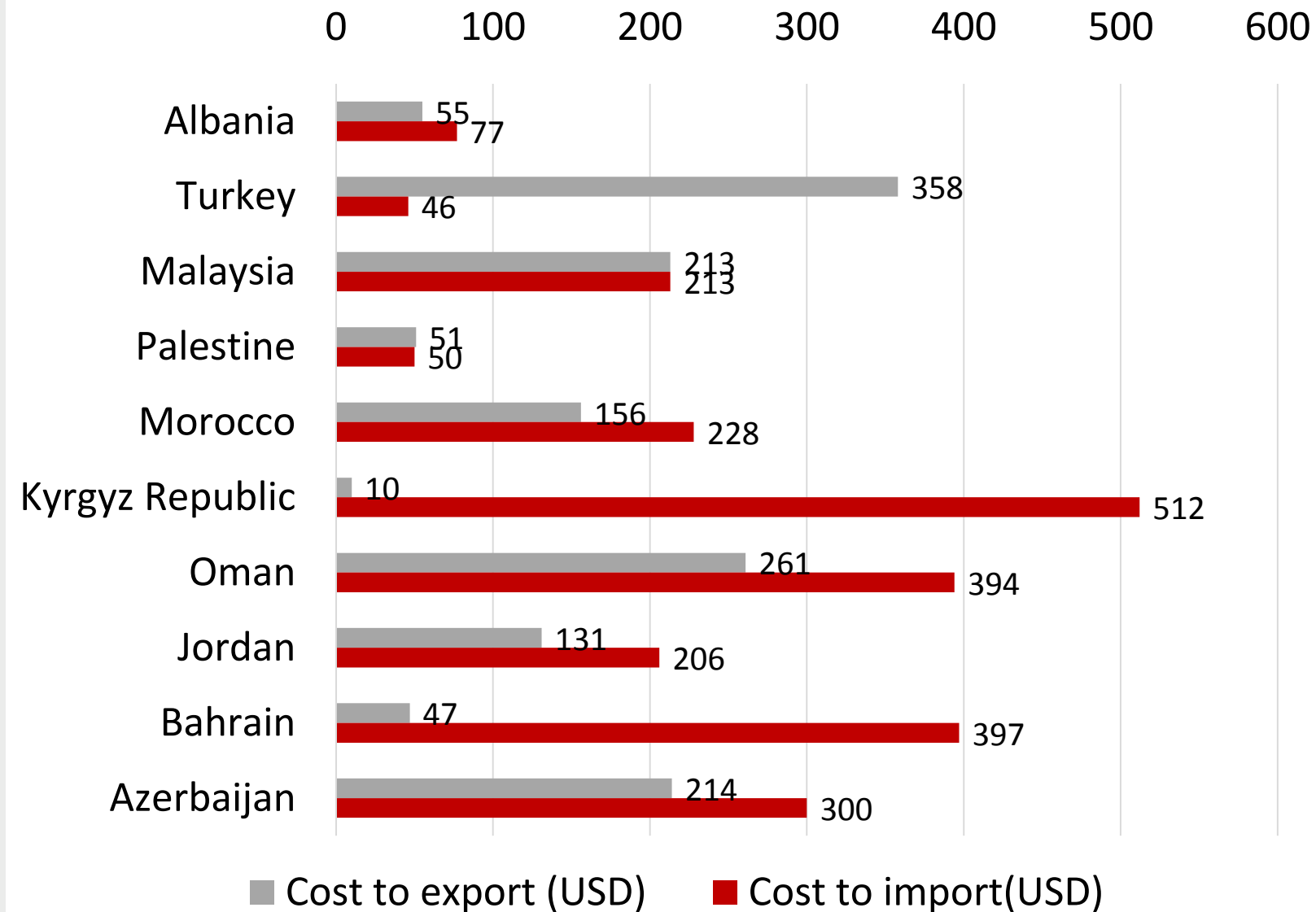


Source: World Bank

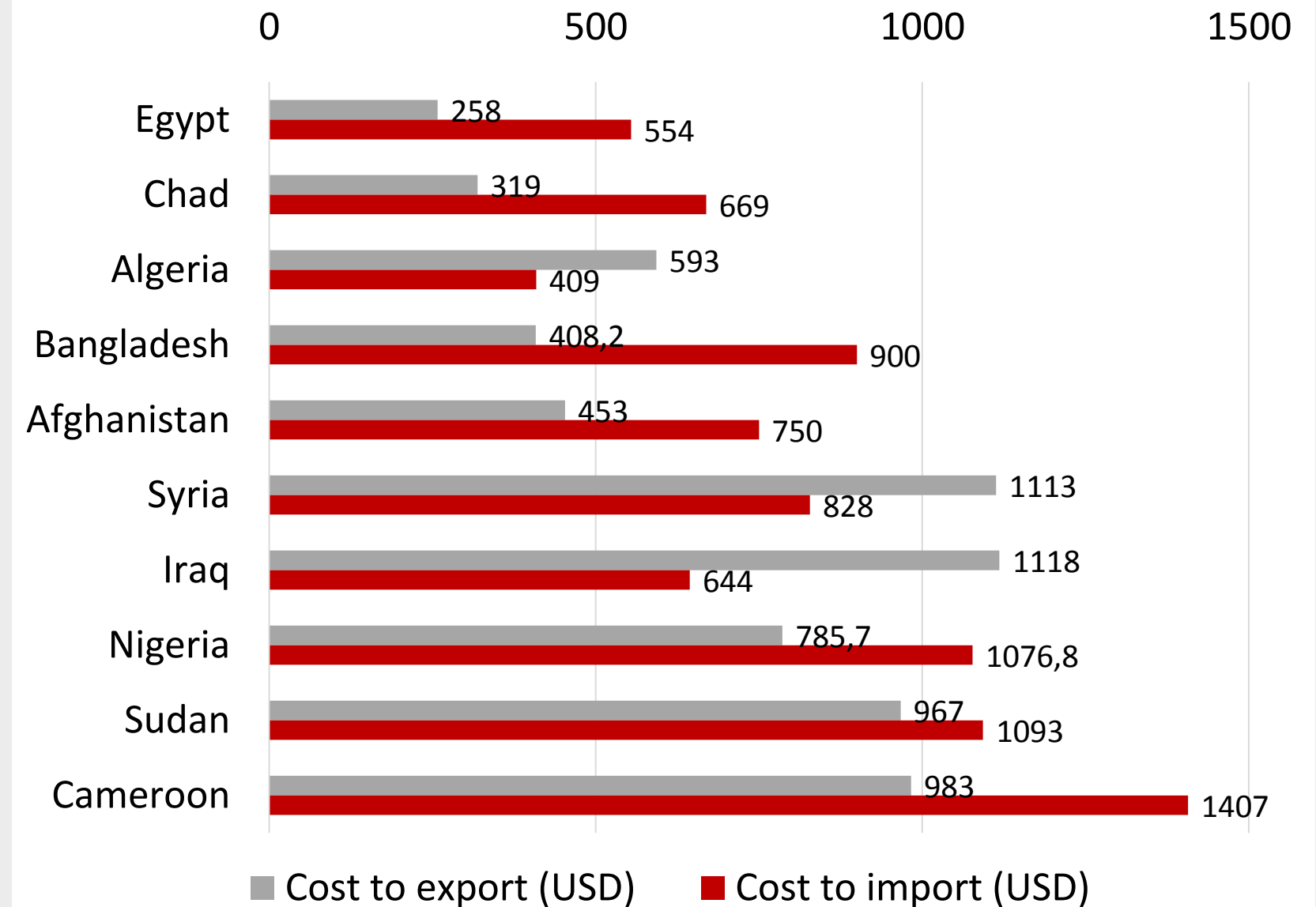


Border compliance cost in imports goes as much as 1407 US dollars in Cameroon

Border Compliance Costs for the Highest Ranked OIC Members

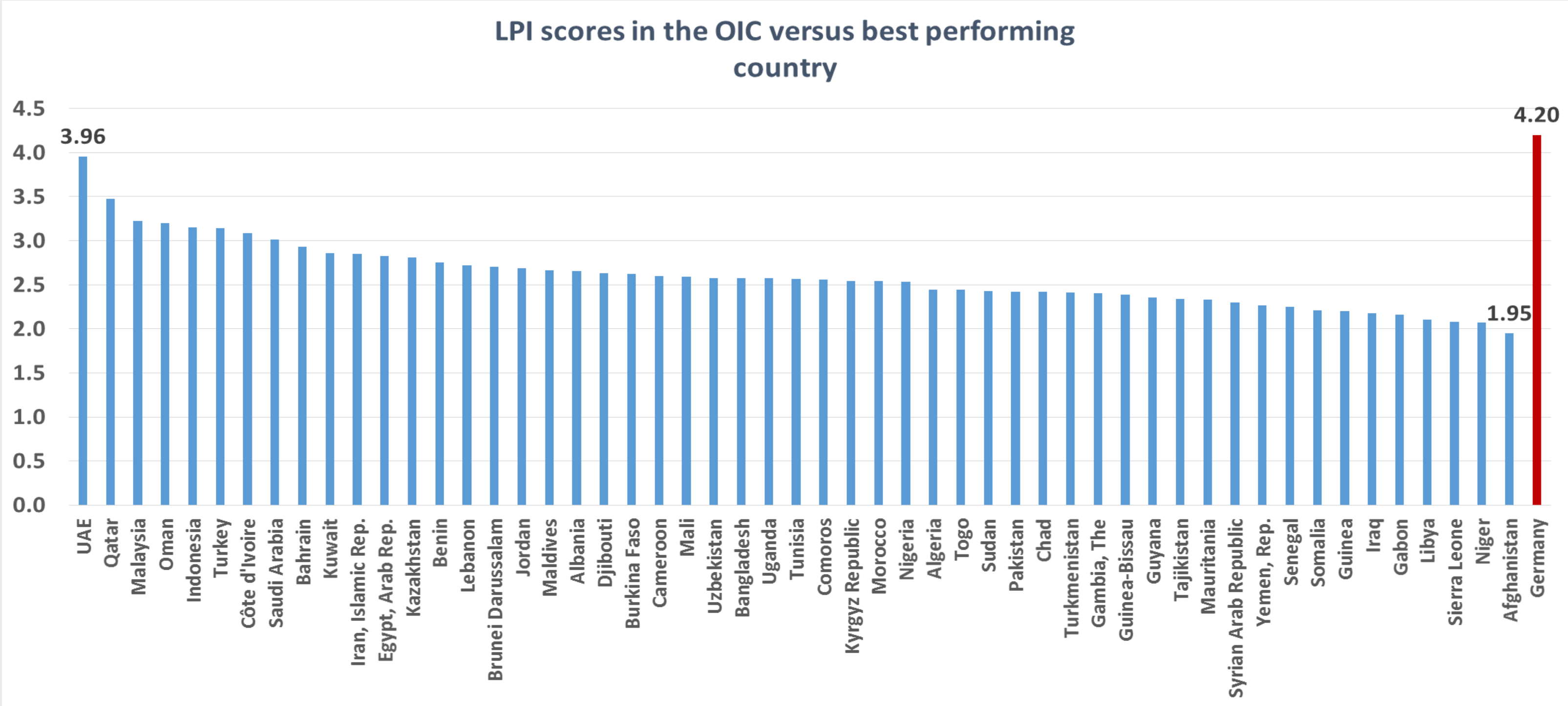


Border Compliance Costs for the Lowest Ranked OIC Members



Source: World Bank

How much does it cost to import and export a 20ft container?



Source:World Bank



Summary

- High commodity and market concentration
- Intra trade share is well below potential
- OIC countries' share in global trade is low
- Most of the OIC trade is concentrated on a few member states

Saudi Arabia, Malaysia, UAE, Indonesia and Turkey as a whole represents



59% of OIC exports to world
54% of intra-OIC trade

- High trade costs

Thank You