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# COMCEC STRATEGY

For Building an Interdependent Islamic World

## COMCEC Trade OUTLOOK 2017



11th Meeting of the Trade Working Group

March 7-8, 2018

Ankara, Turkey

# OUTLINE

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- **Trade Between the OIC Countries and the World**
- **Developments in Intra-OIC Trade**
- **Trade Facilitation in the OIC Countries**



# TRADE between the OIC and the WORLD



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# Total OIC exports fell by 9.2 per cent in 2016

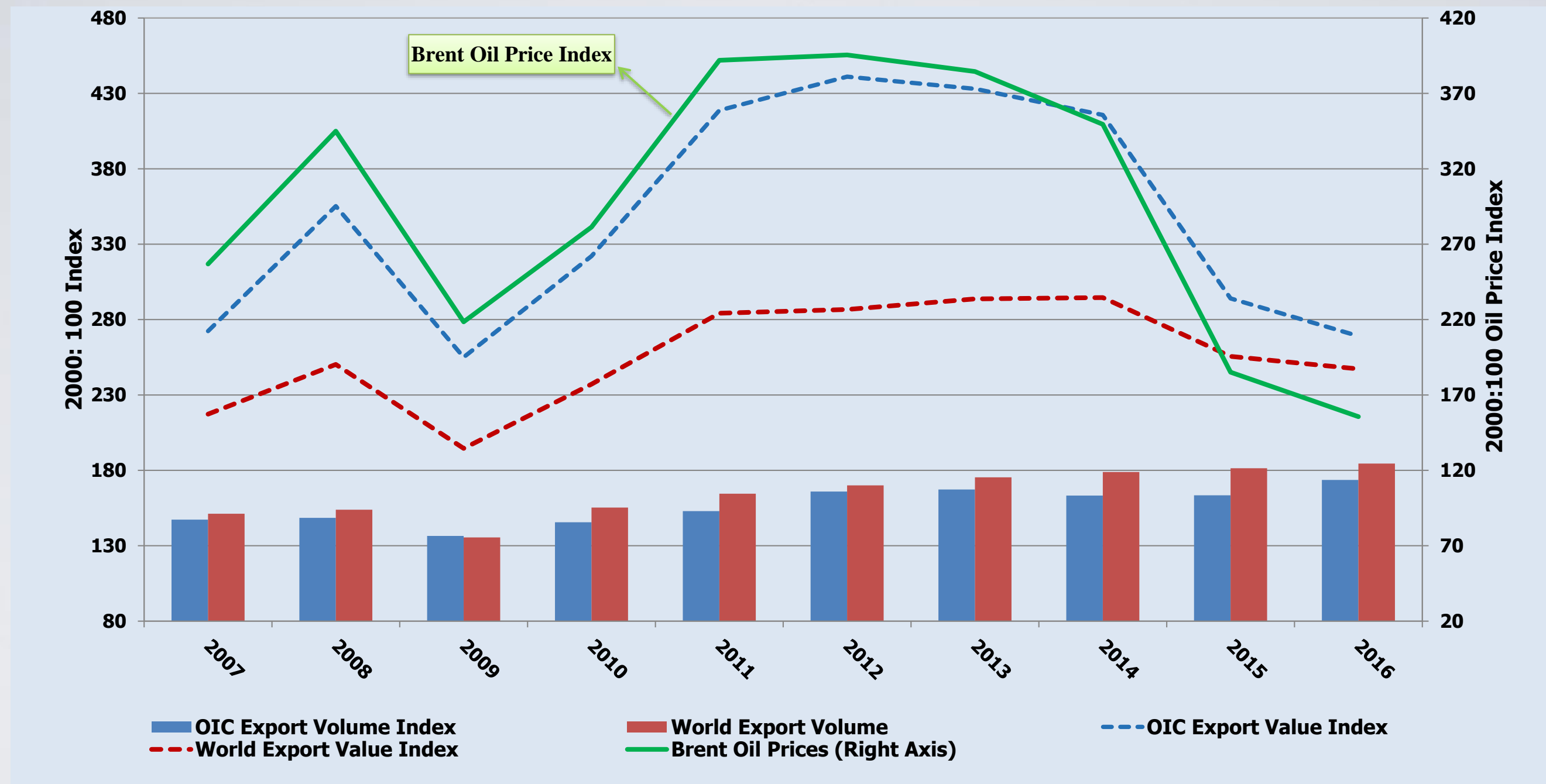


Source: : IMF Direction of Trade Statistics



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# The total OIC exports in volume terms increased by 6.2 per cent in 2016



Source: IMF Direction of Trade Statistics



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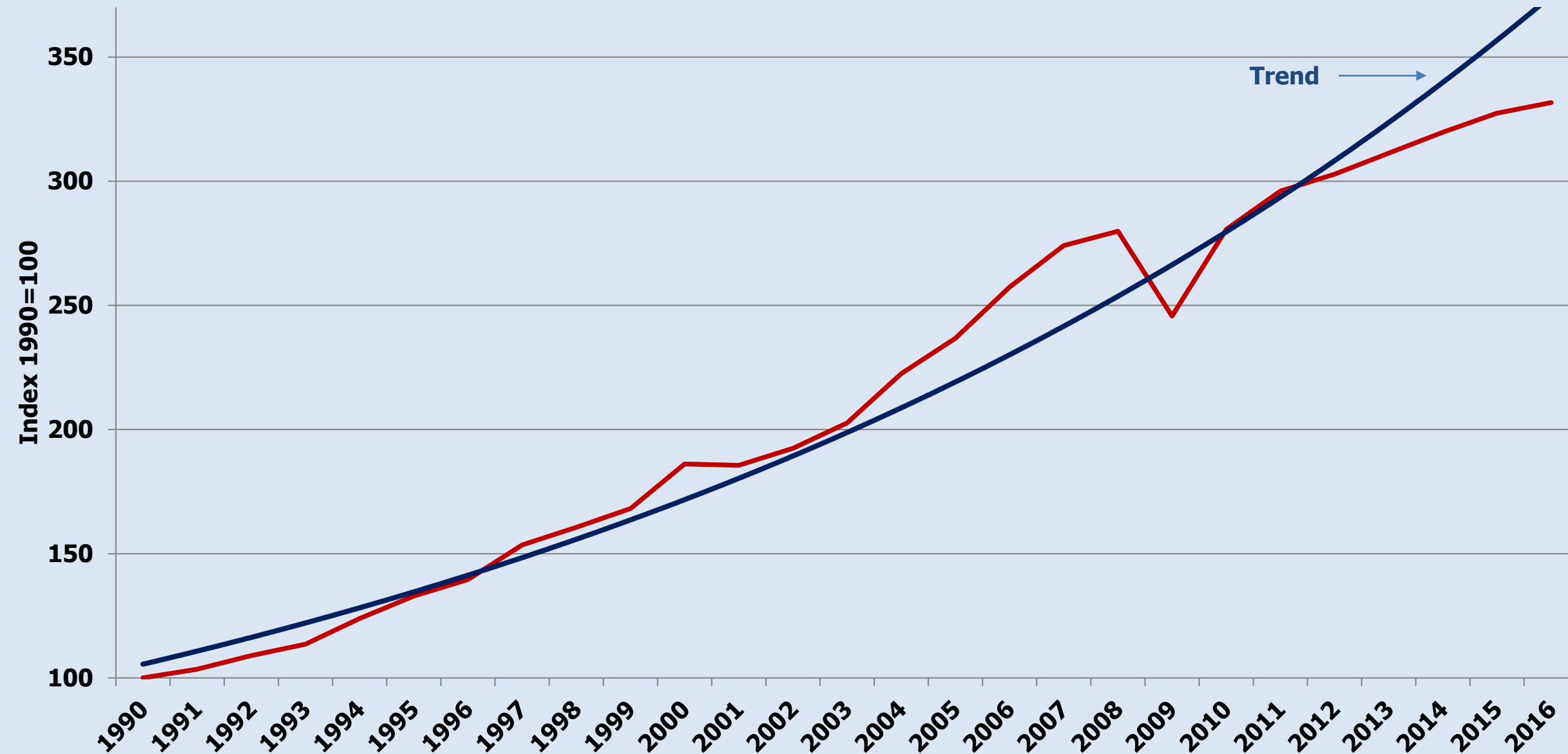
# **Main Reasons Accounting for the Weak Performance of OIC Exports**

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- **Continuing weakness in world economic activity**
- **Falling commodity prices in particular oil prices**
- **US dollars appreciation**
- **Ongoing political instability in the Middle East**



# Weakest growth was recorded in world trade in 2016 since the global crisis

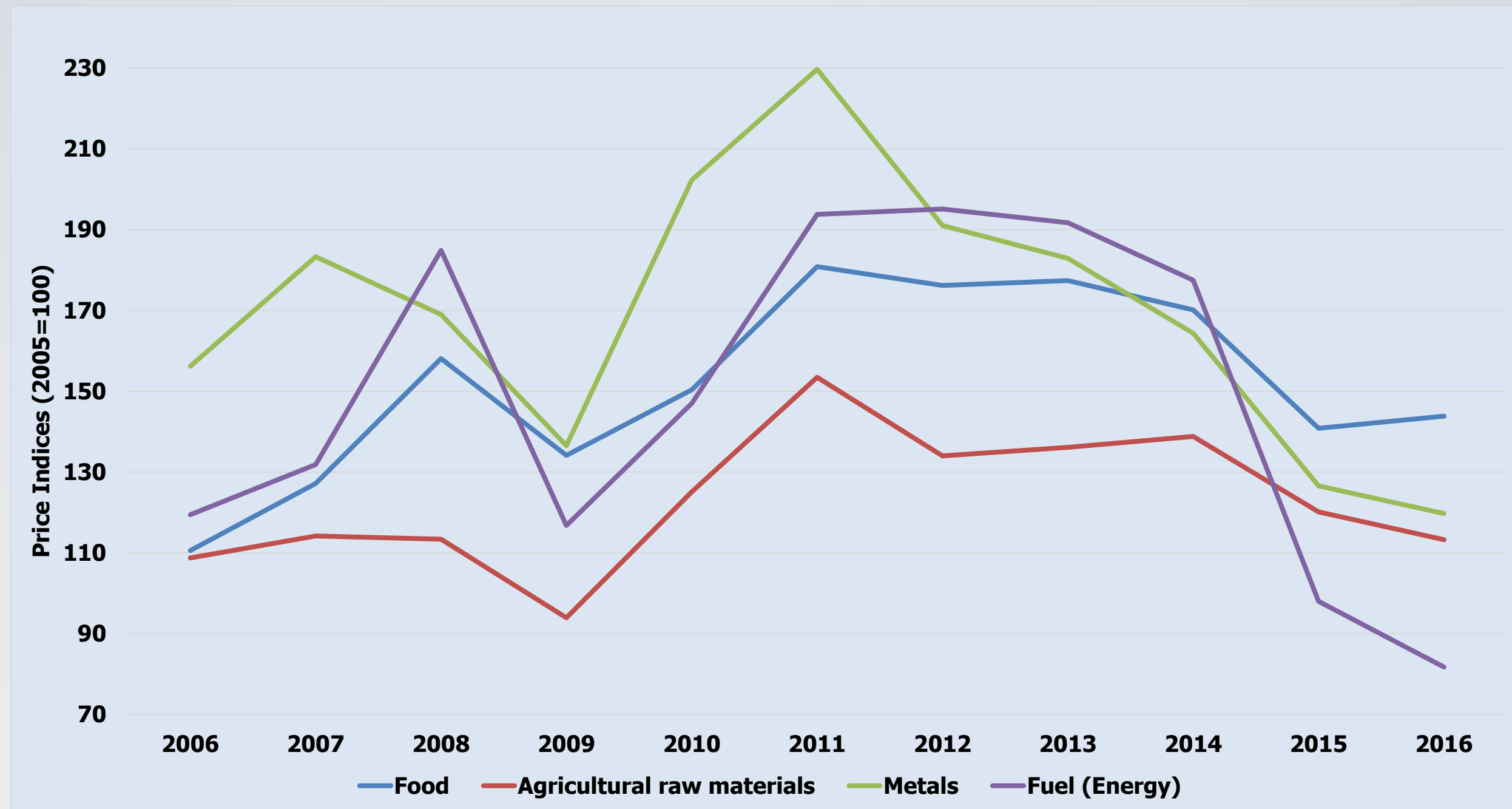


Source: WTO Database



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# Commodity prices have been declining since 2012



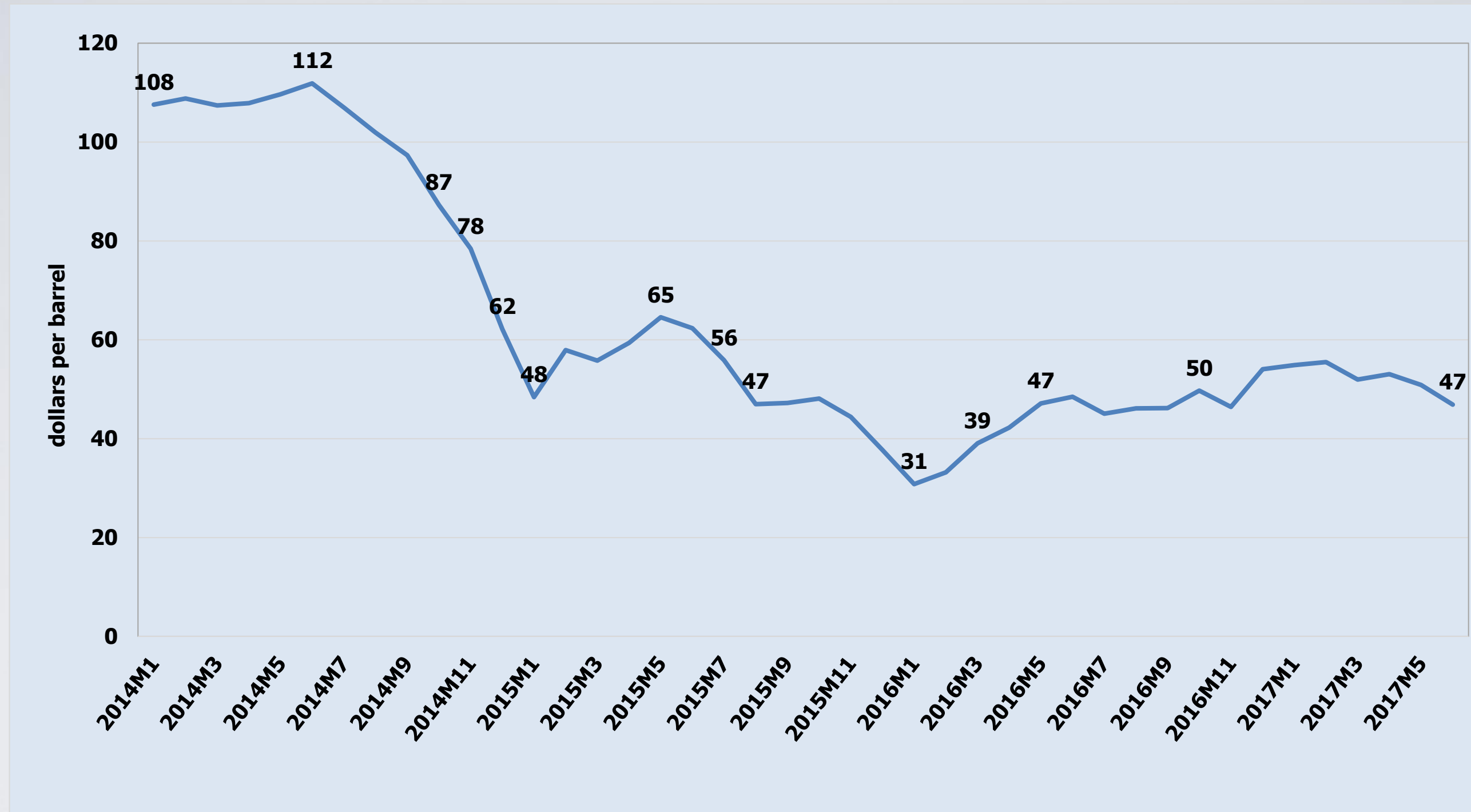
Source: IMF



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# Oil prices declined from 52.4 \$/bbl in 2015 to 44 \$/bbl in 2016



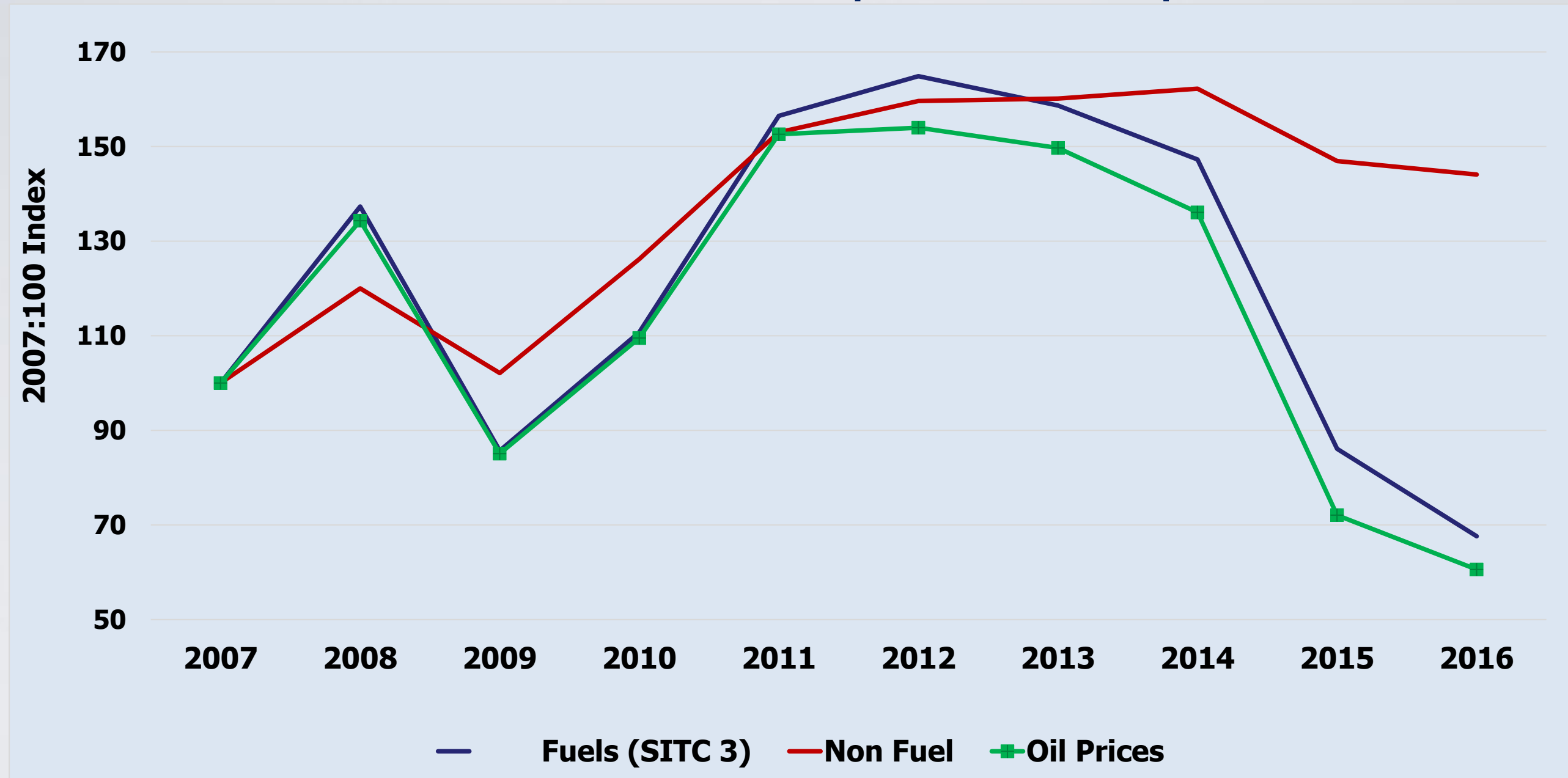
Source: IMF Commodity Price Statistics



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# OIC fuels exports fell sharply following the collapse in oil prices.

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

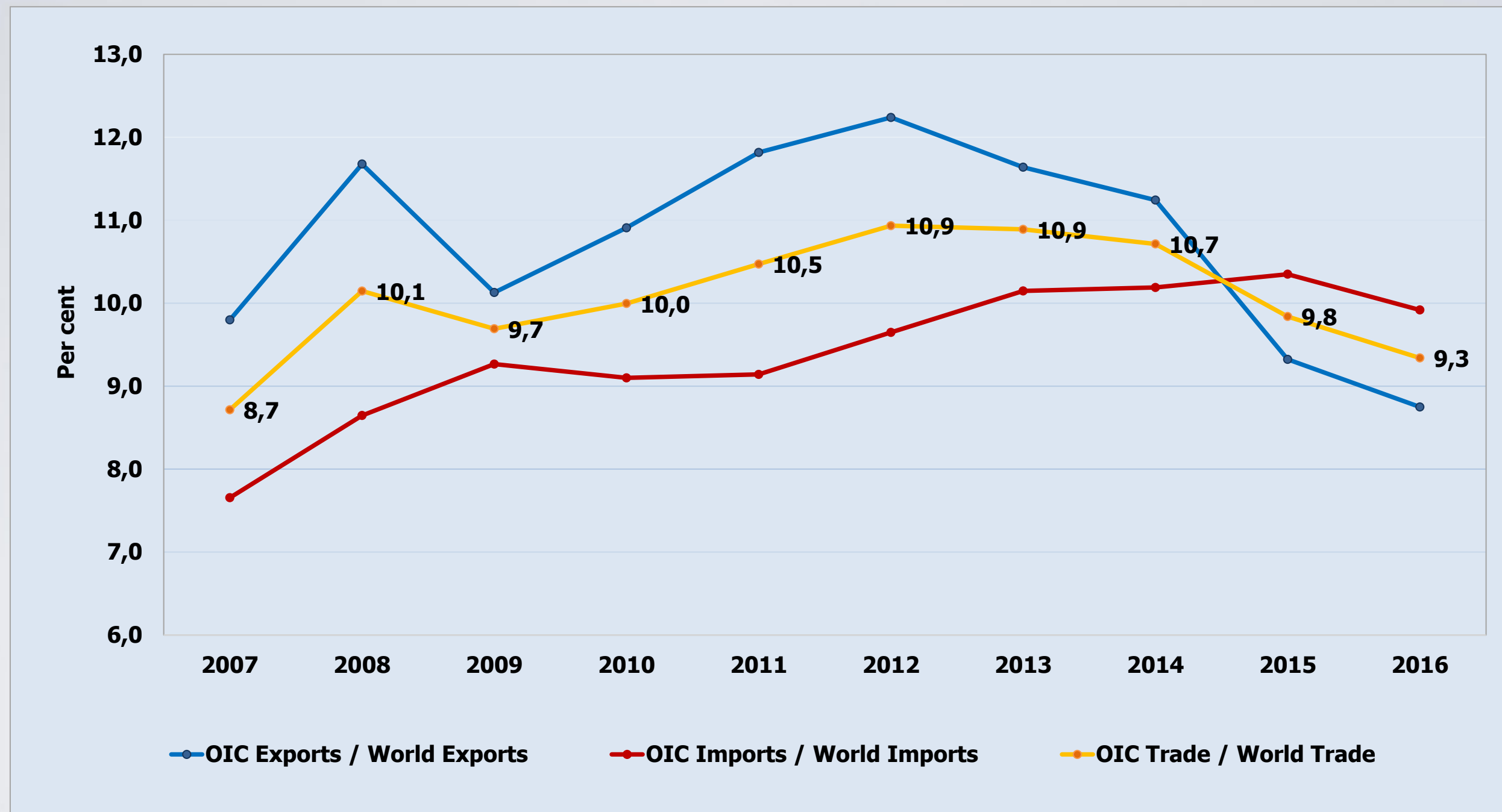


Source: IMF Direction of Trade Statistics



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# OIC Countries' share in global exports have been declining since 2012

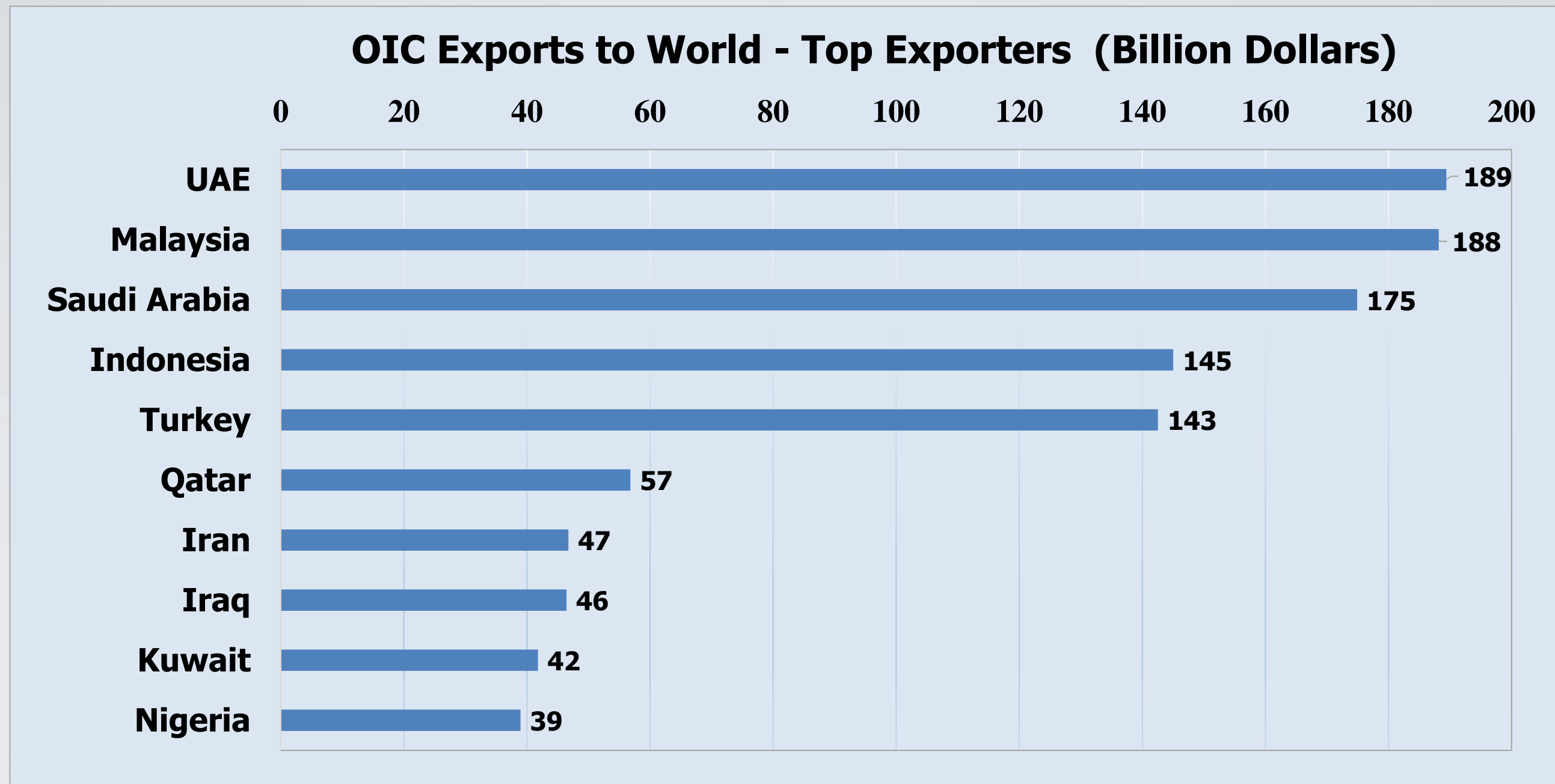


Source: IMF Direction of Trade Statistics



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# Top five OIC exporters as a whole represents 61 per cent of total OIC exports



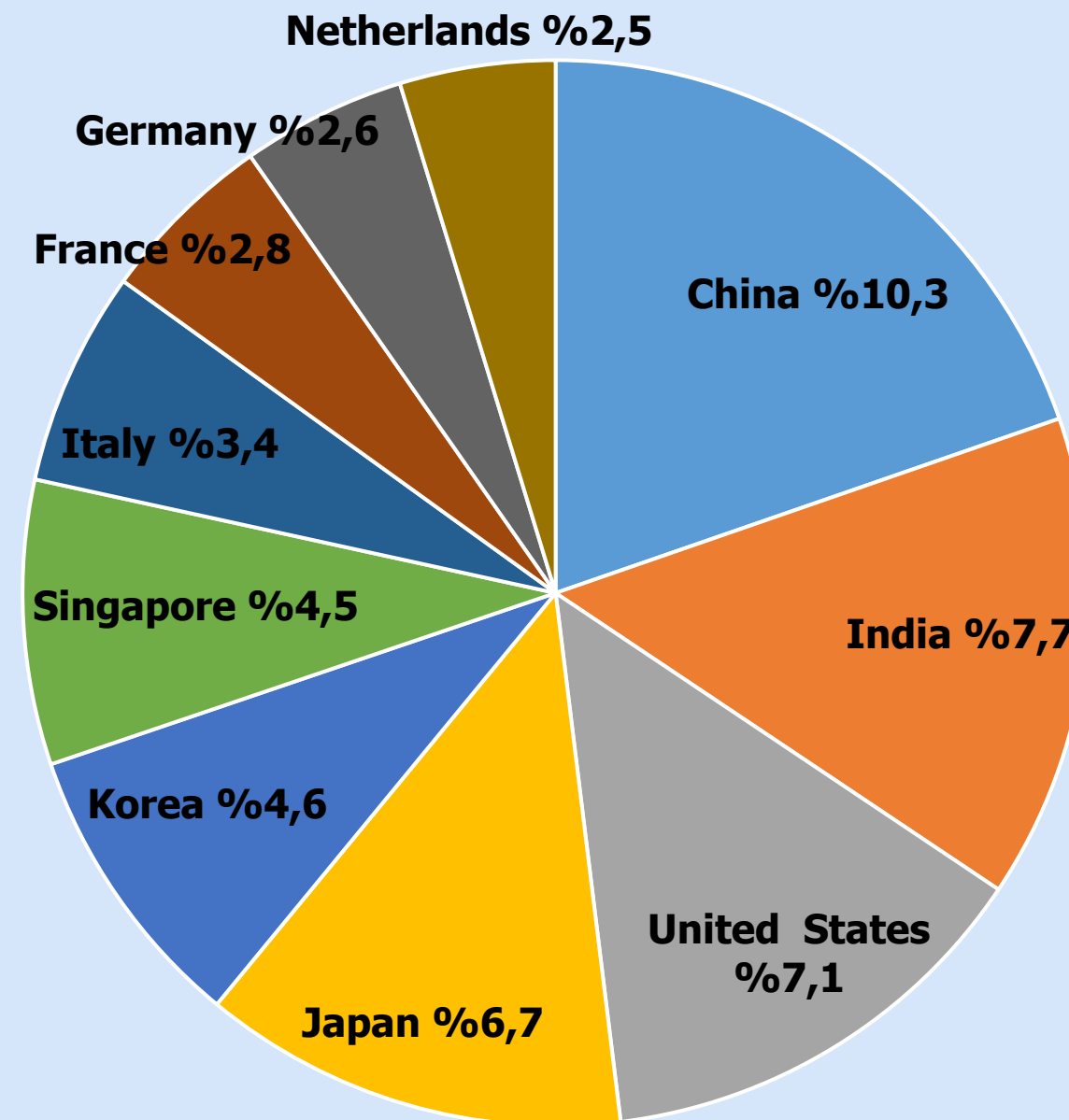
Source: IMF Direction of Trade Statistics



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# High country concentration in extra-OIC exports

Major Destinations for Extra-OIC Exports (2016)



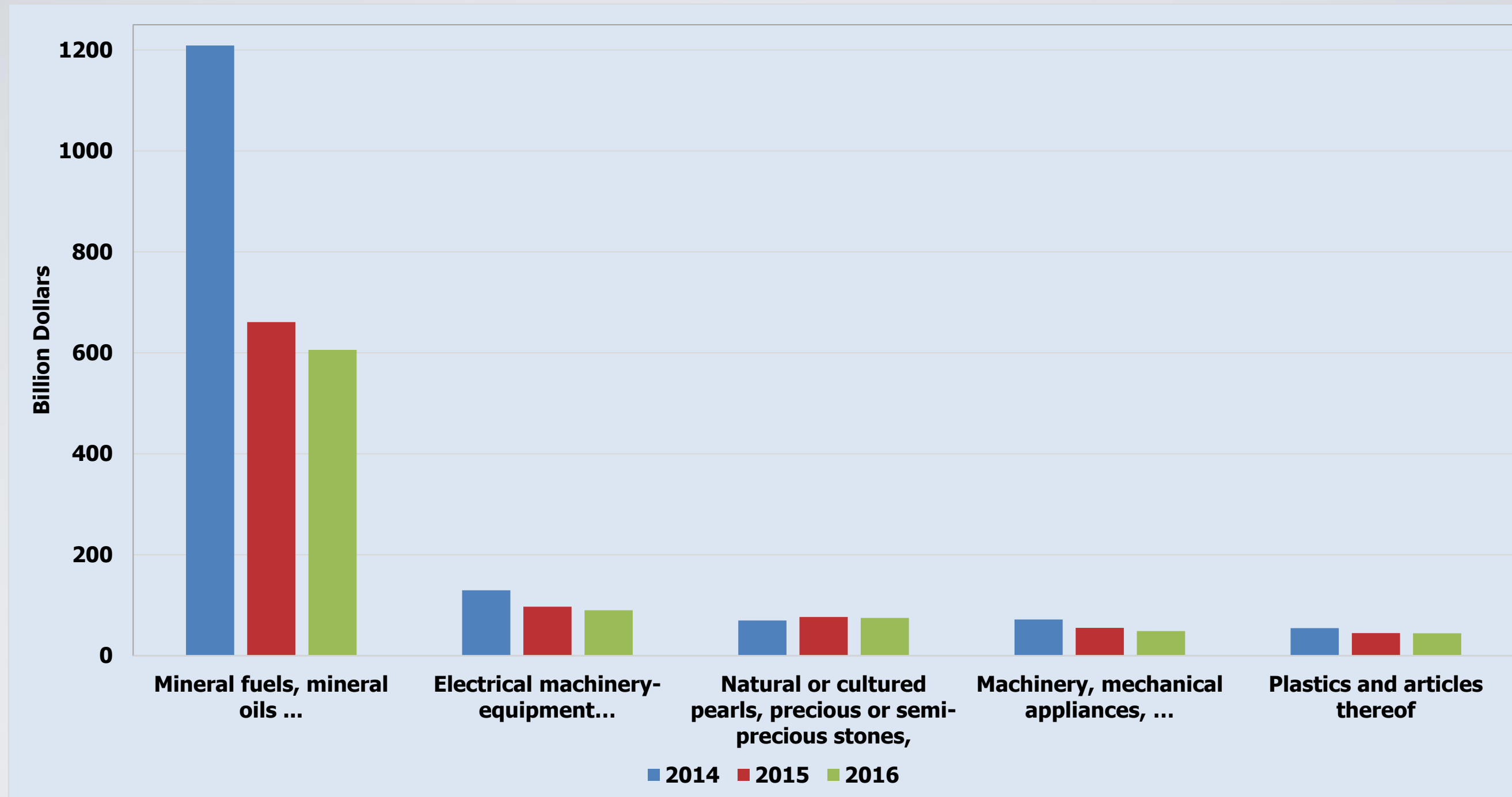
Source: IMF Direction of Trade Statistics



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# Dominance of mineral fuels and oils in total OIC exports

OIC Exports to World - Top 5 Items in 2016

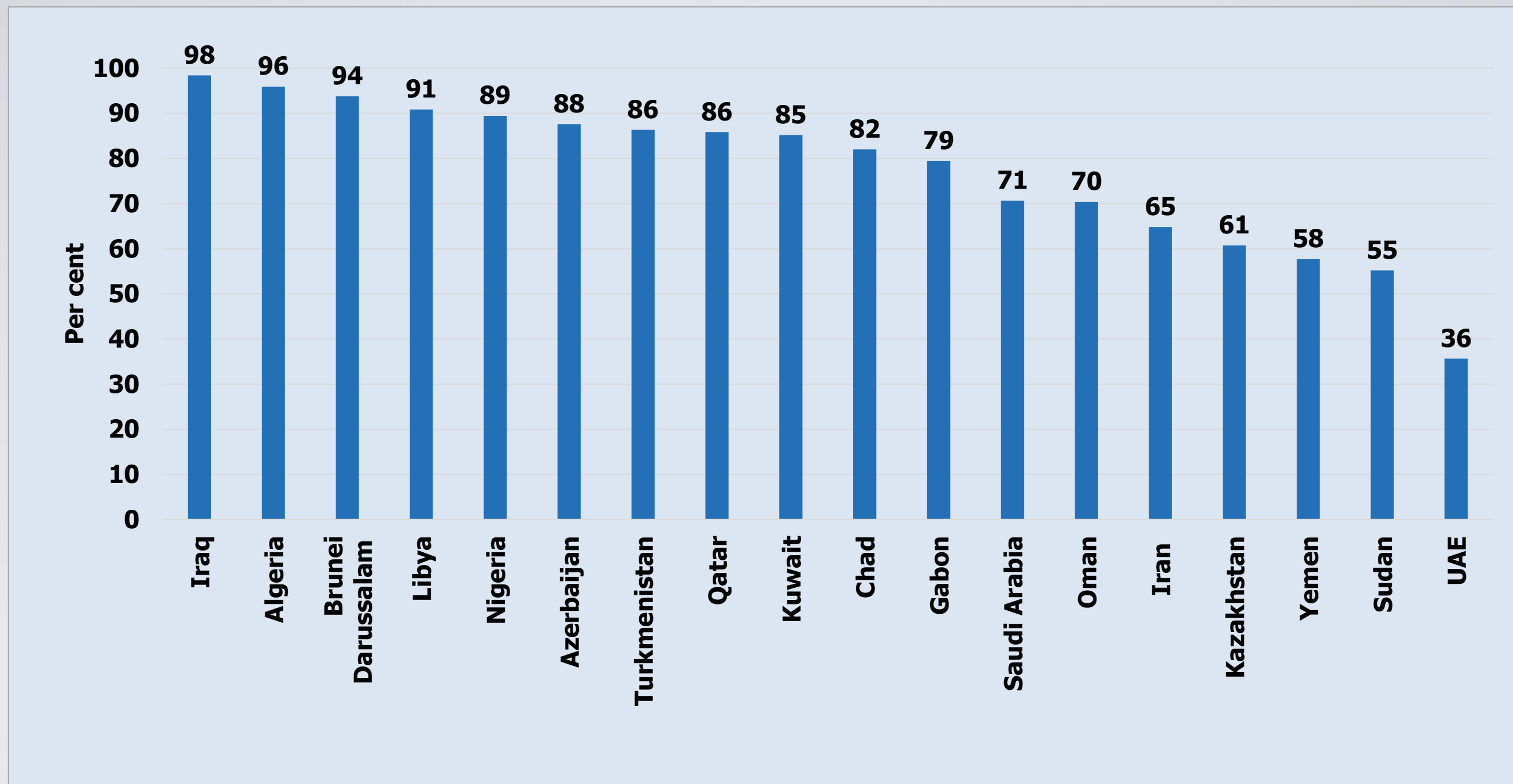


Source: ITC Trademap



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# Share of Fuels in Total Exports, 2016

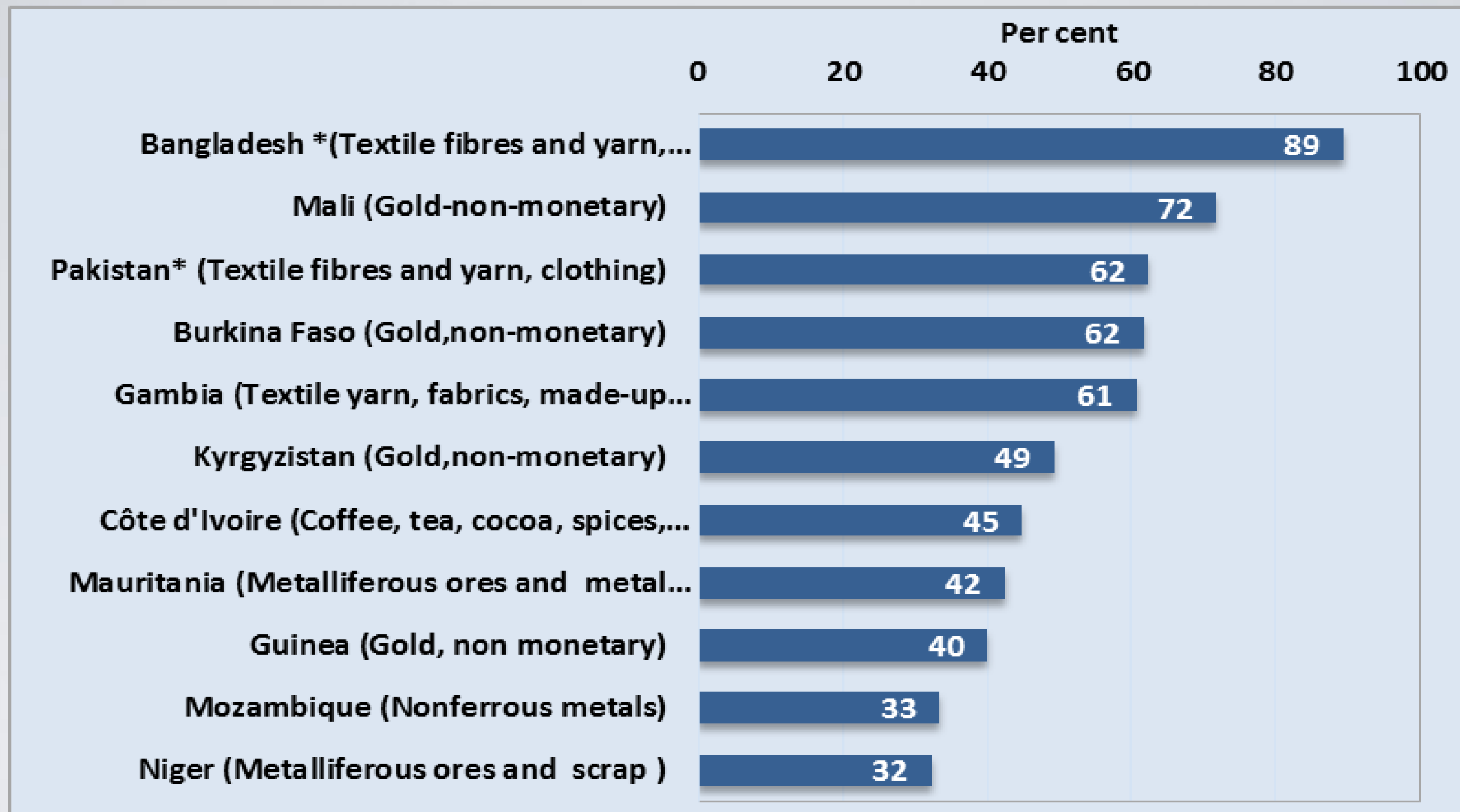


Source: UNCTADSTAT Note: Fuels includes Petroleum, petroleum products, natural gas, coke and electric current



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# Share of Commodities in Total Exports, 2016



Source: UN Comtrade

(\*) Includes SITC Rev 3 sectors 65 and 84



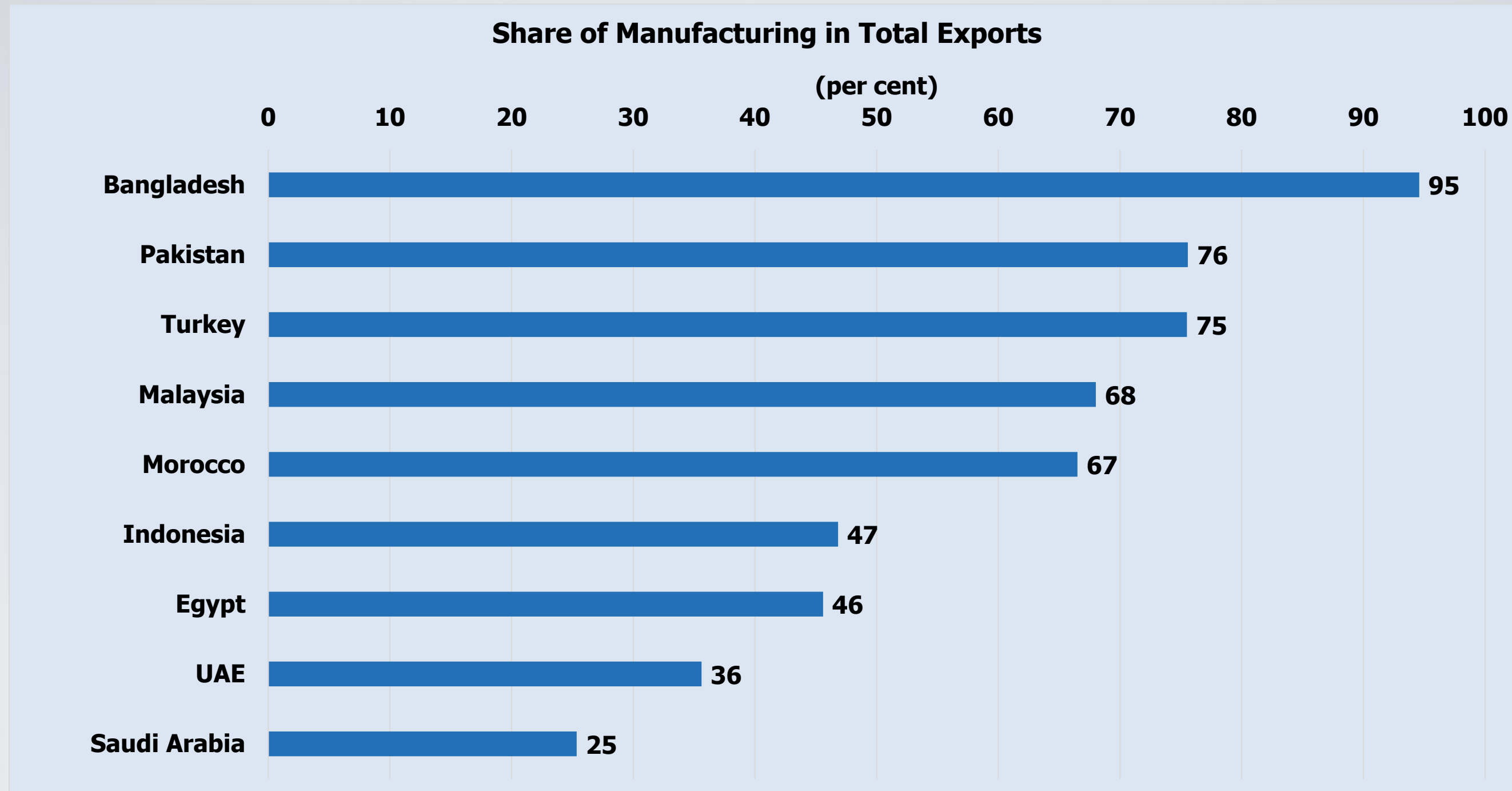
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# Manufactured products has a considerable share in some OIC countries' exports



Source: UNCTADSTAT



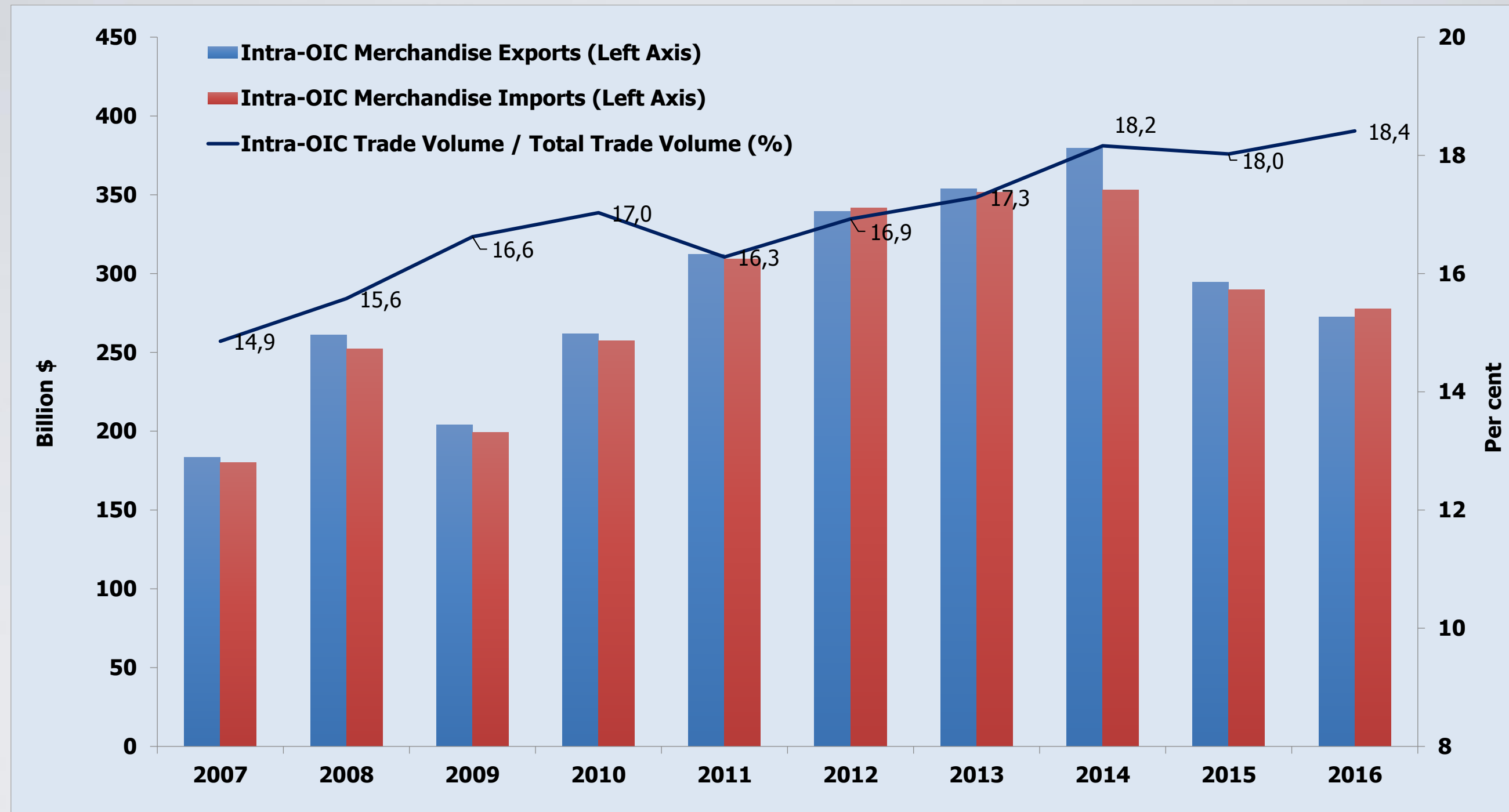
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# INTRA-OIC TRADE



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# Share of Intra-OIC trade peaked at 18.4 per cent in 2016

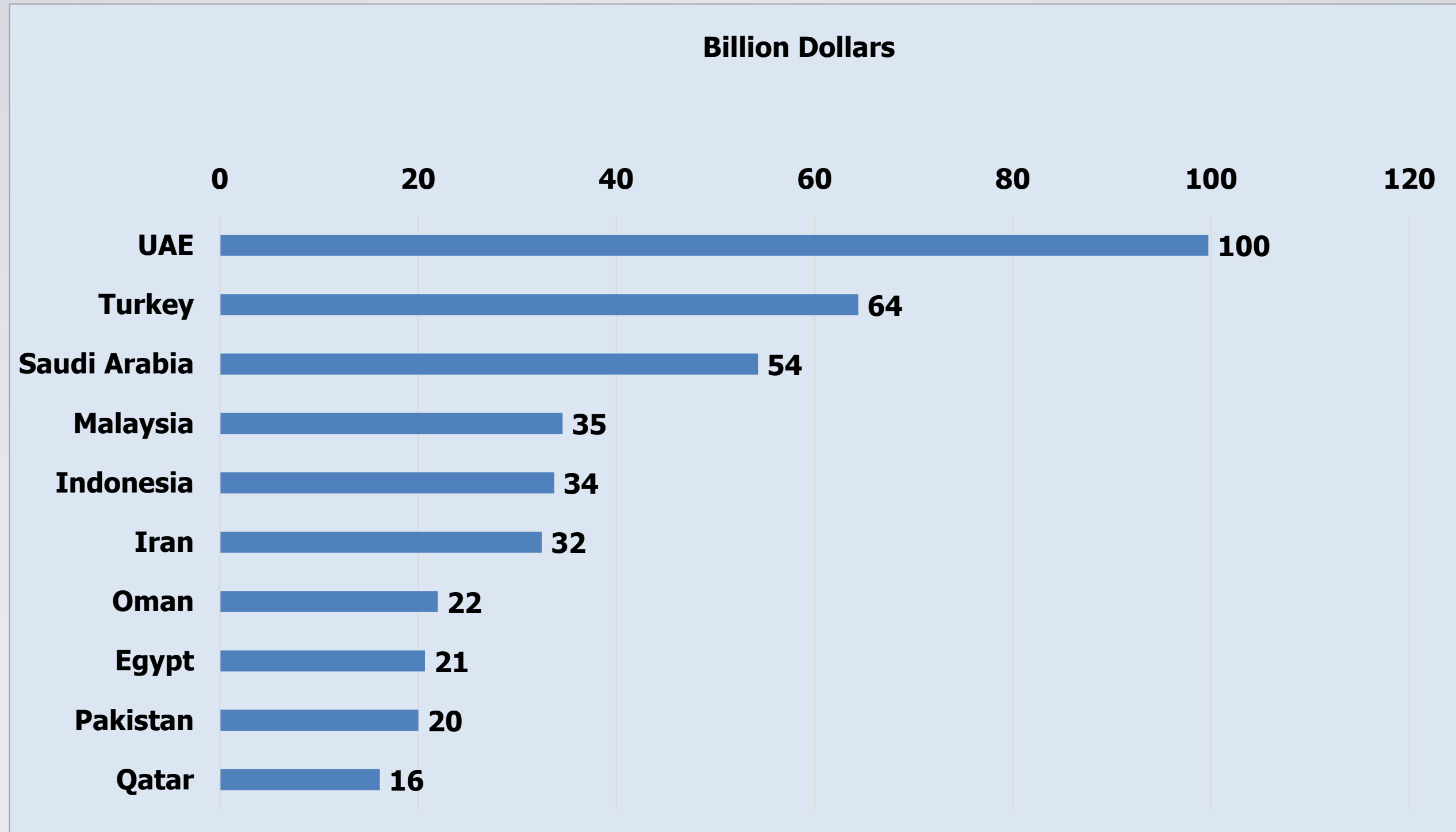


Source:IMF Direction of Trade Statistics



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# Top performers in intra-OIC trade in 2016



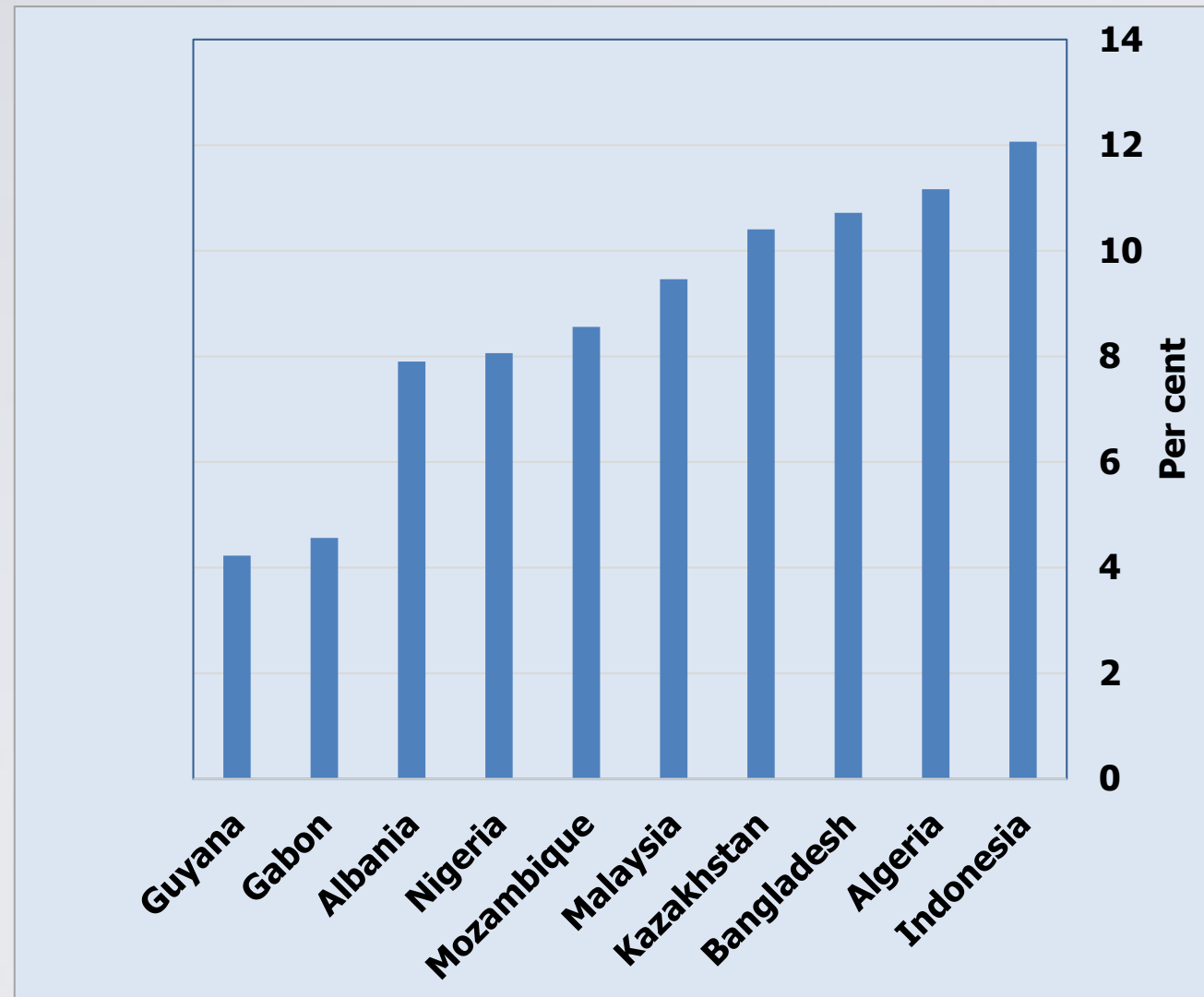
Source:IMF DOTS



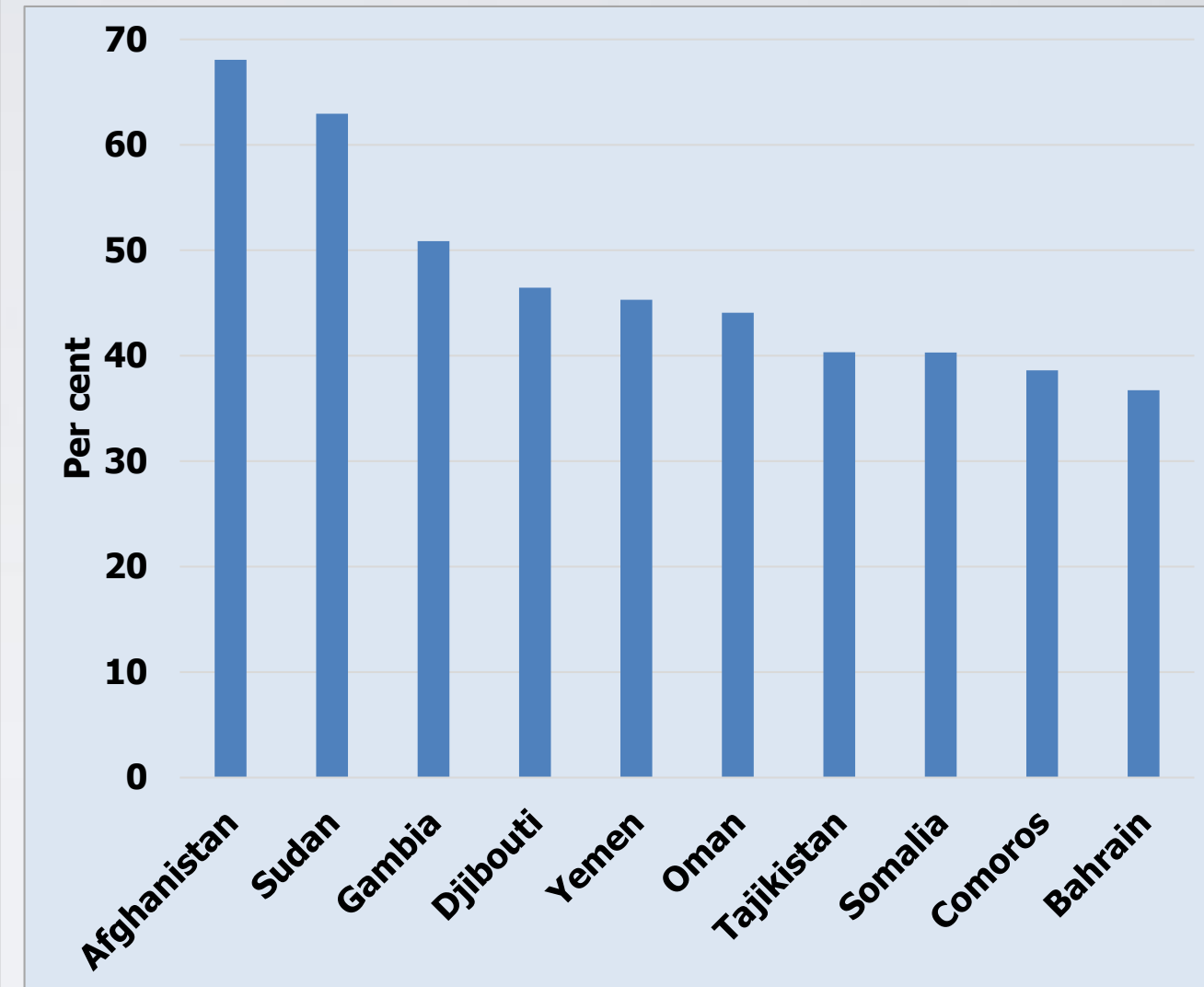
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# There is a great diversity among the OIC countries in terms of intra trade shares

Member States Having the Lowest Intra-OIC Trade Share



Member States Having the Highest Intra-OIC Trade Share

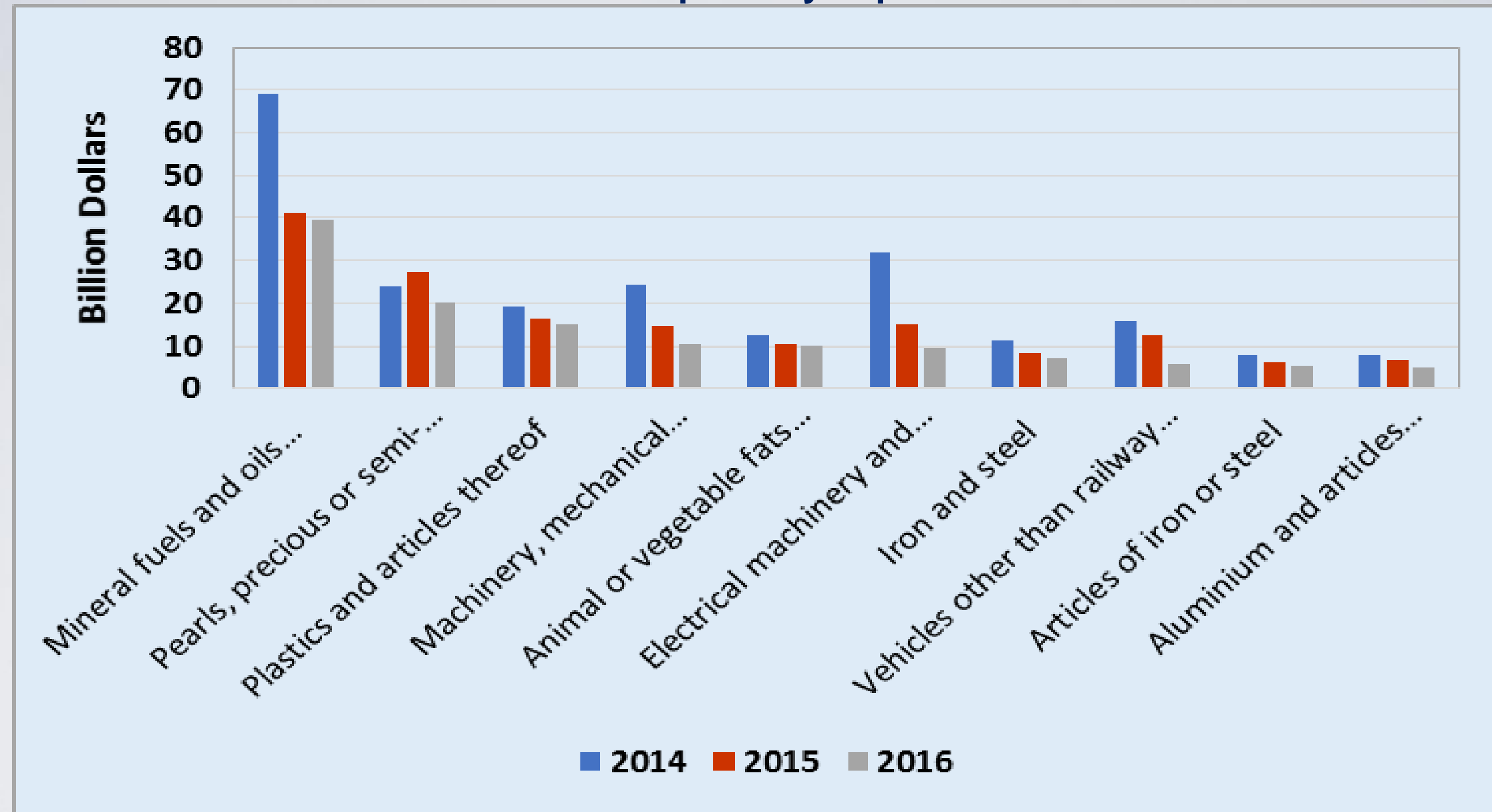


Source: IMF Direction of Trade Statistics



# Intra-OIC exports is more diversified

Intra OIC Exports by Top 10 Items



Source: ITC Trademap



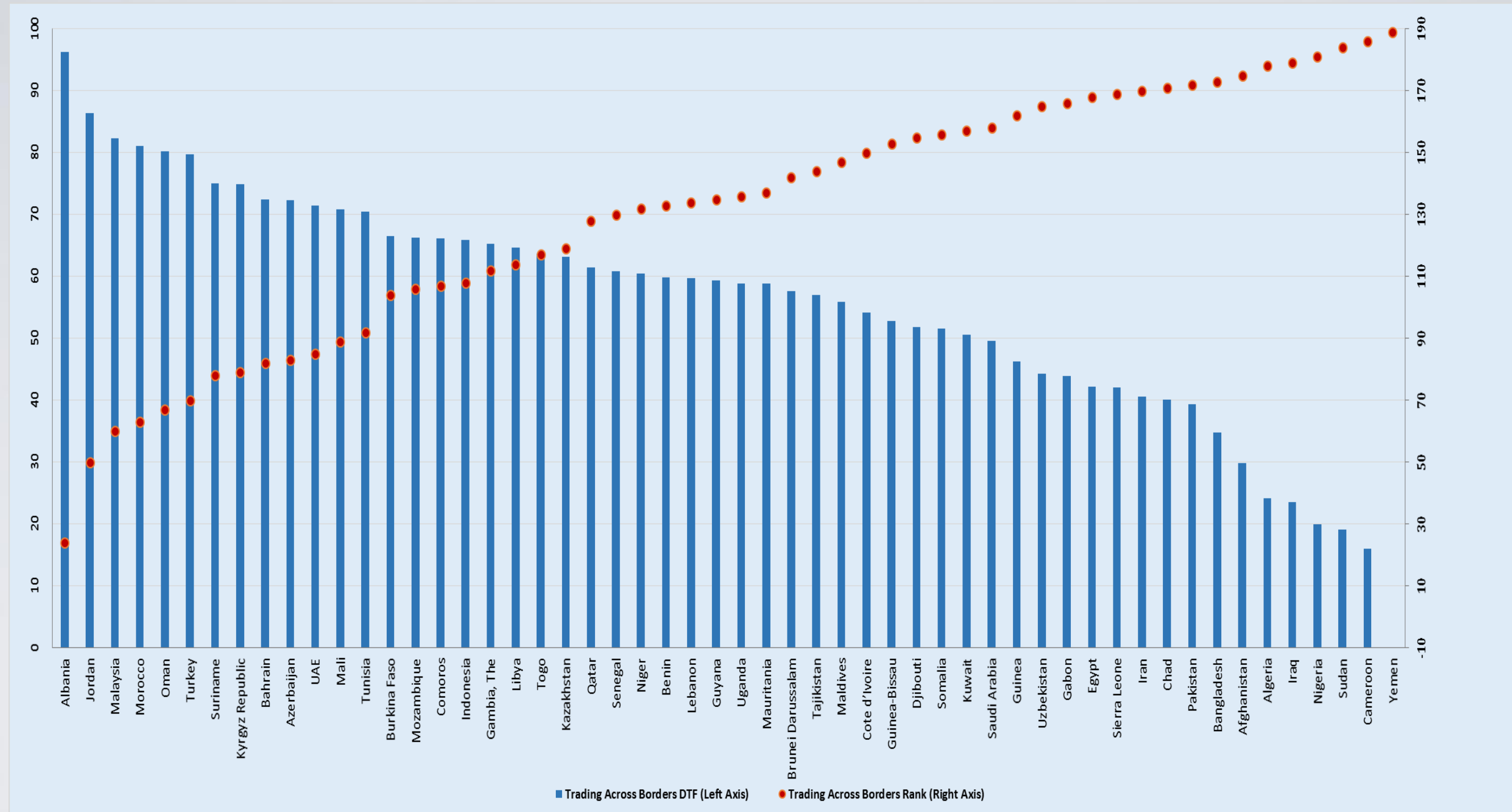
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# TRADE FACILITATION



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# Many member states ranked at last places according to WB-Trading Across Borders measure



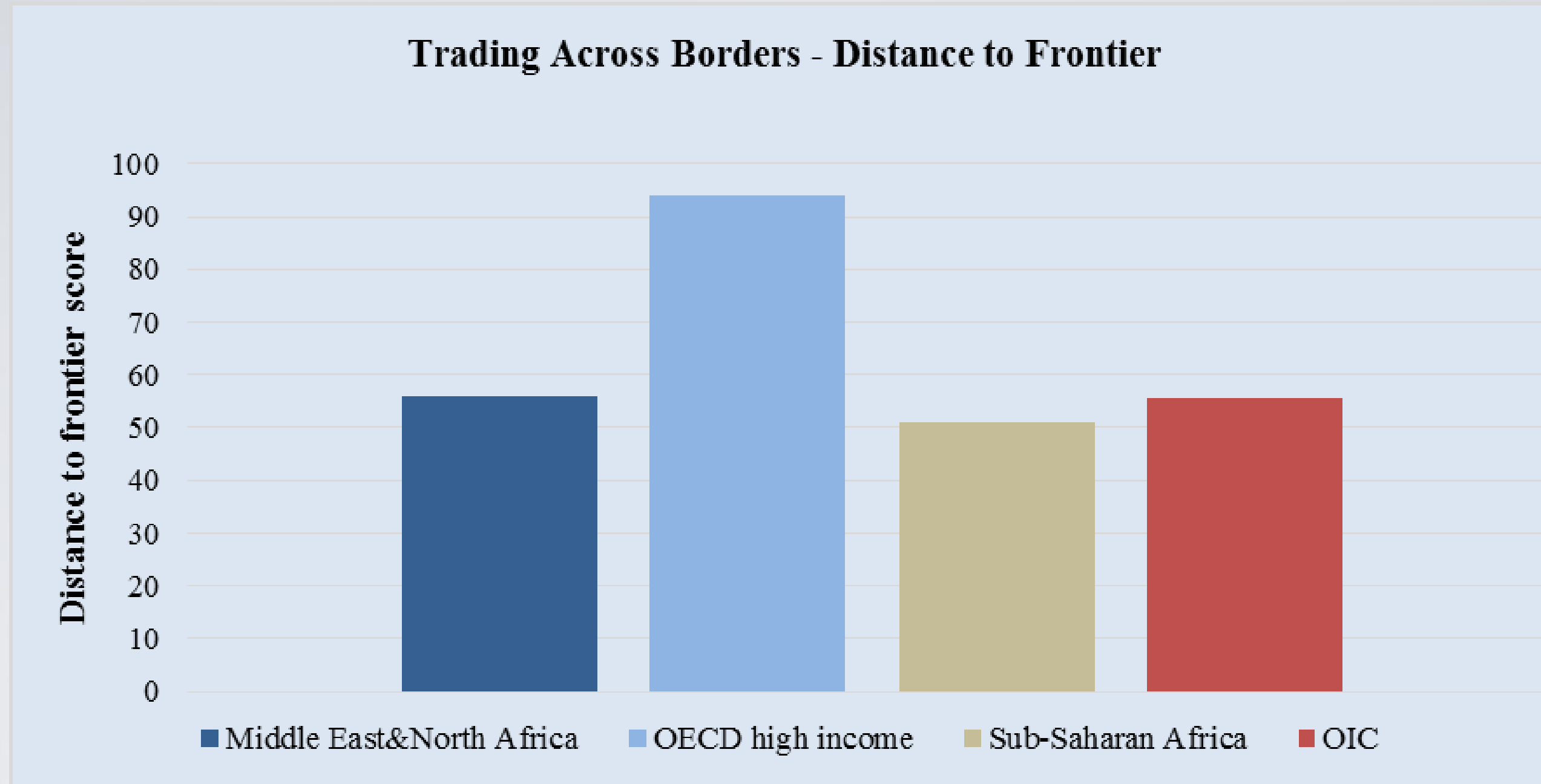
Source: World Bank TAB



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# How Far are the OIC Countries from the Frontier in 2016?

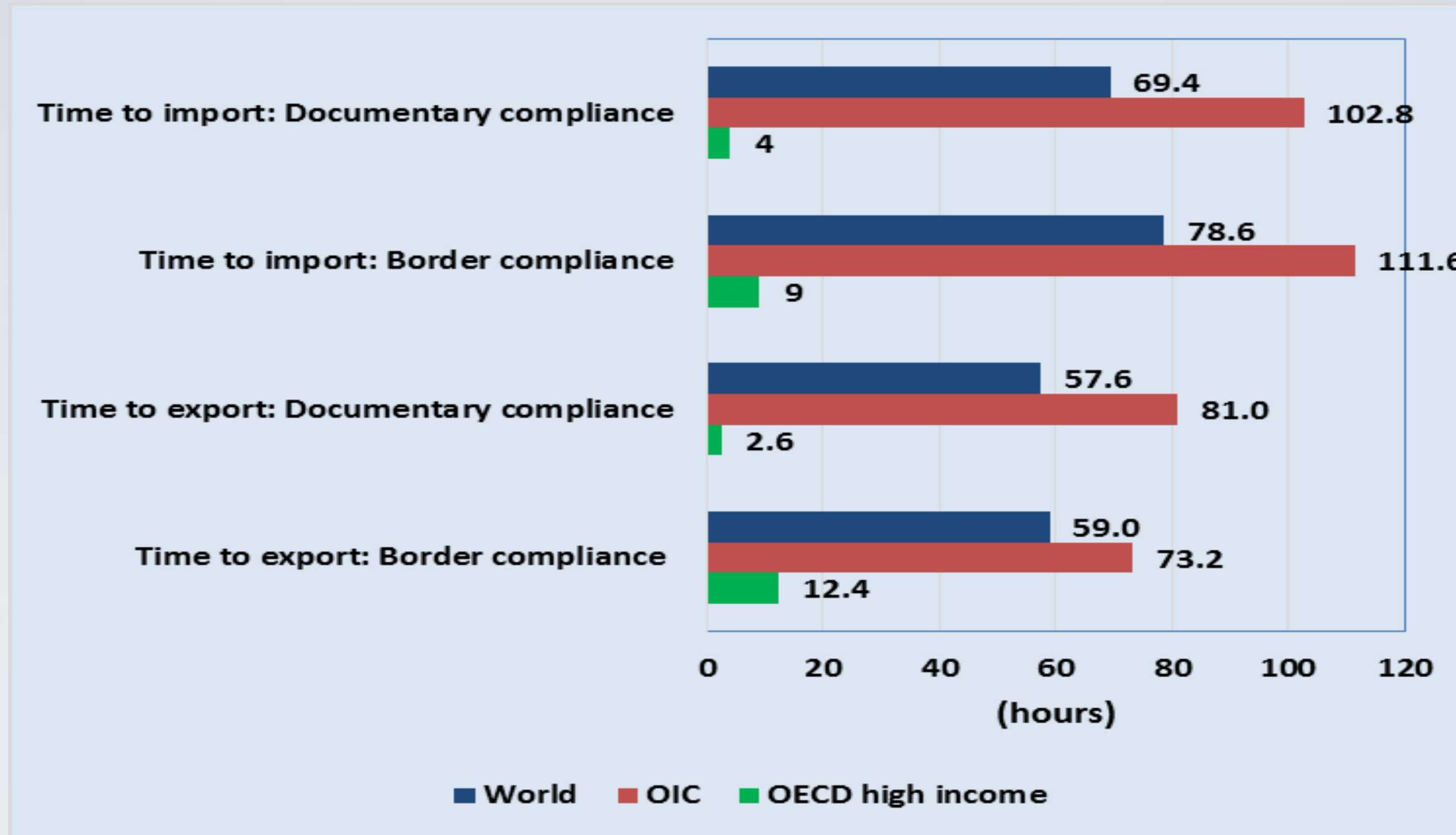


Source: Author' calculations based on WB Doing Business Data



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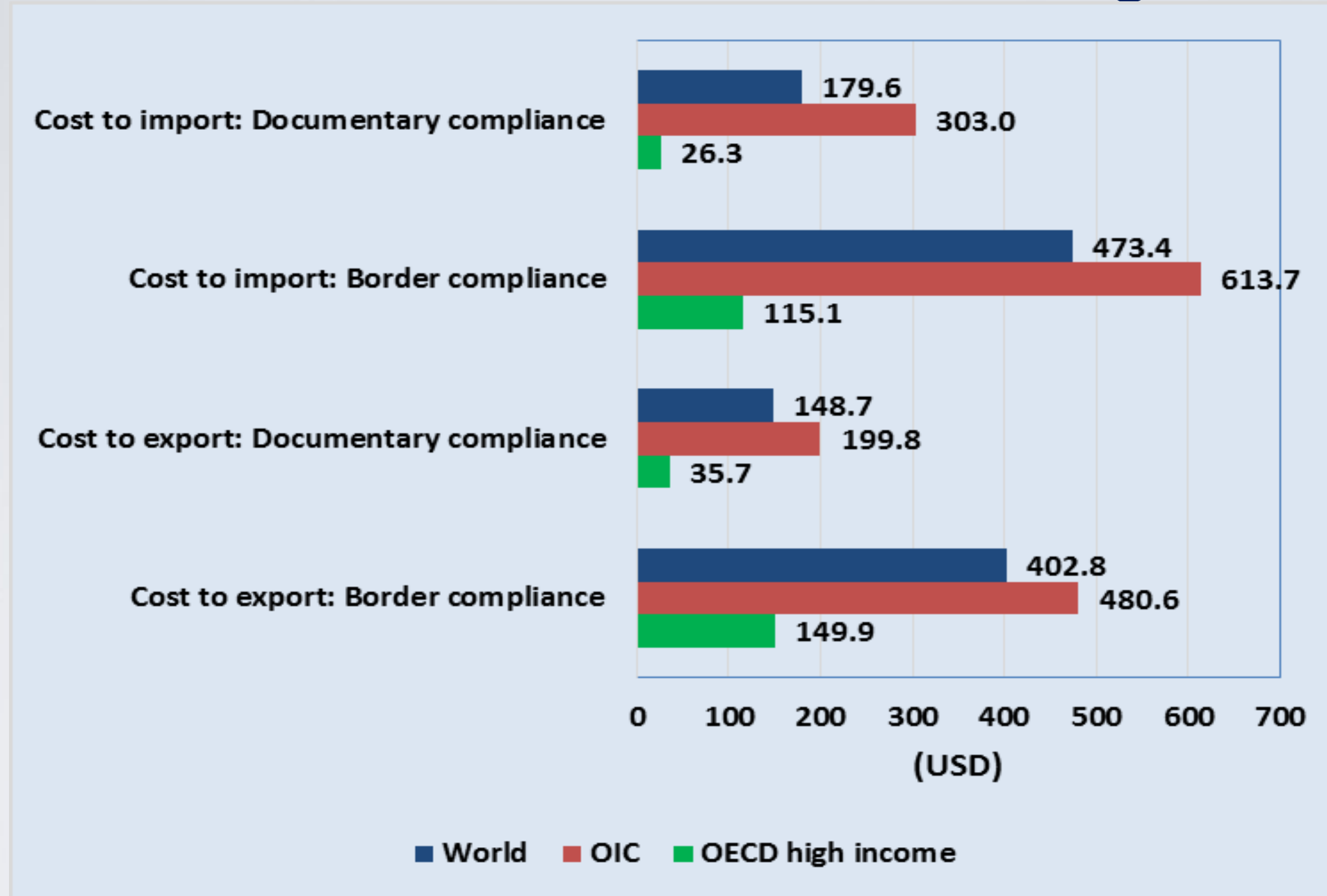
# Time needed for documentary and border compliance in the OIC is above the world



Source: Author' calculations based on WB Doing Business Data



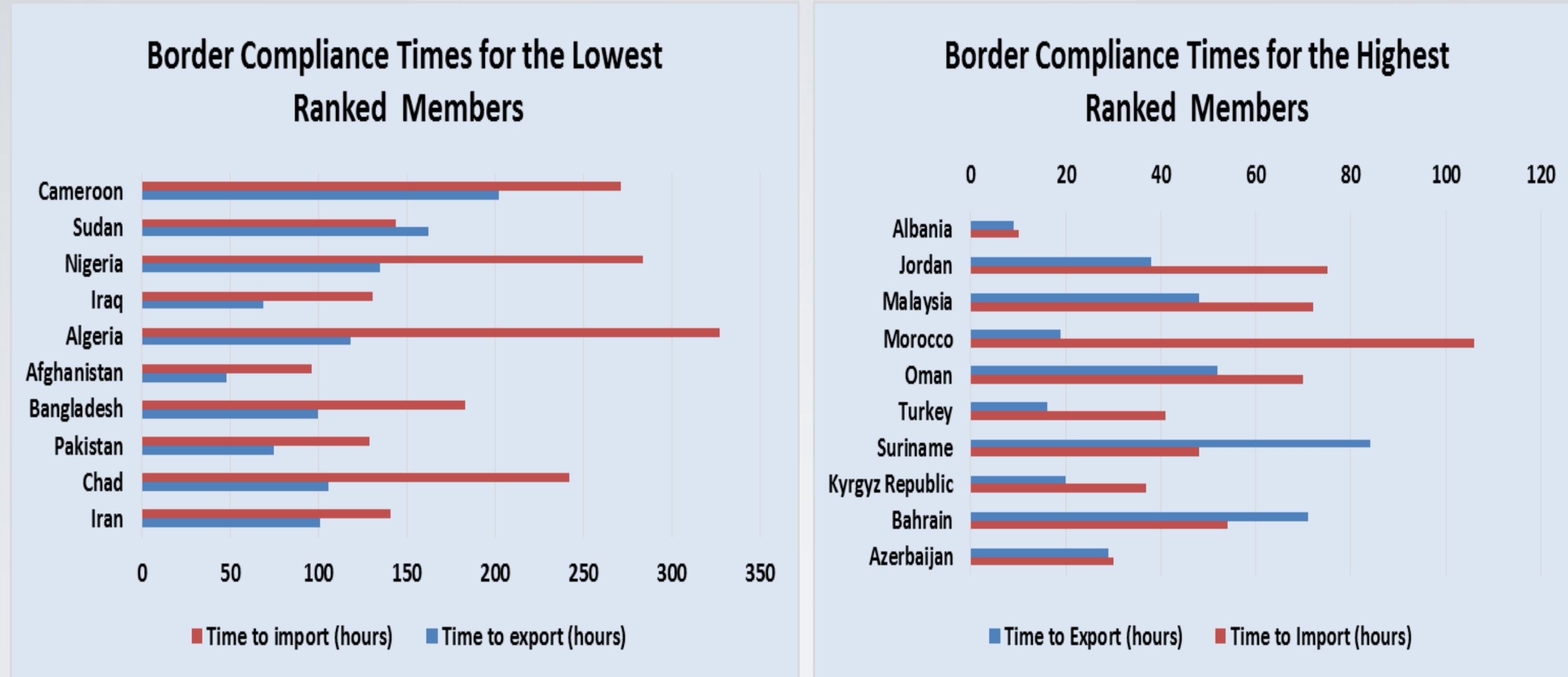
# Border and documentary compliance costs in the OIC are above the world averages



Source: Author's calculations based on WB Doing Business 2017 dataWorld Bank



# Border compliance times goes up to 11 days and 7 hours in Cameroon while it is 10 hours in Albania

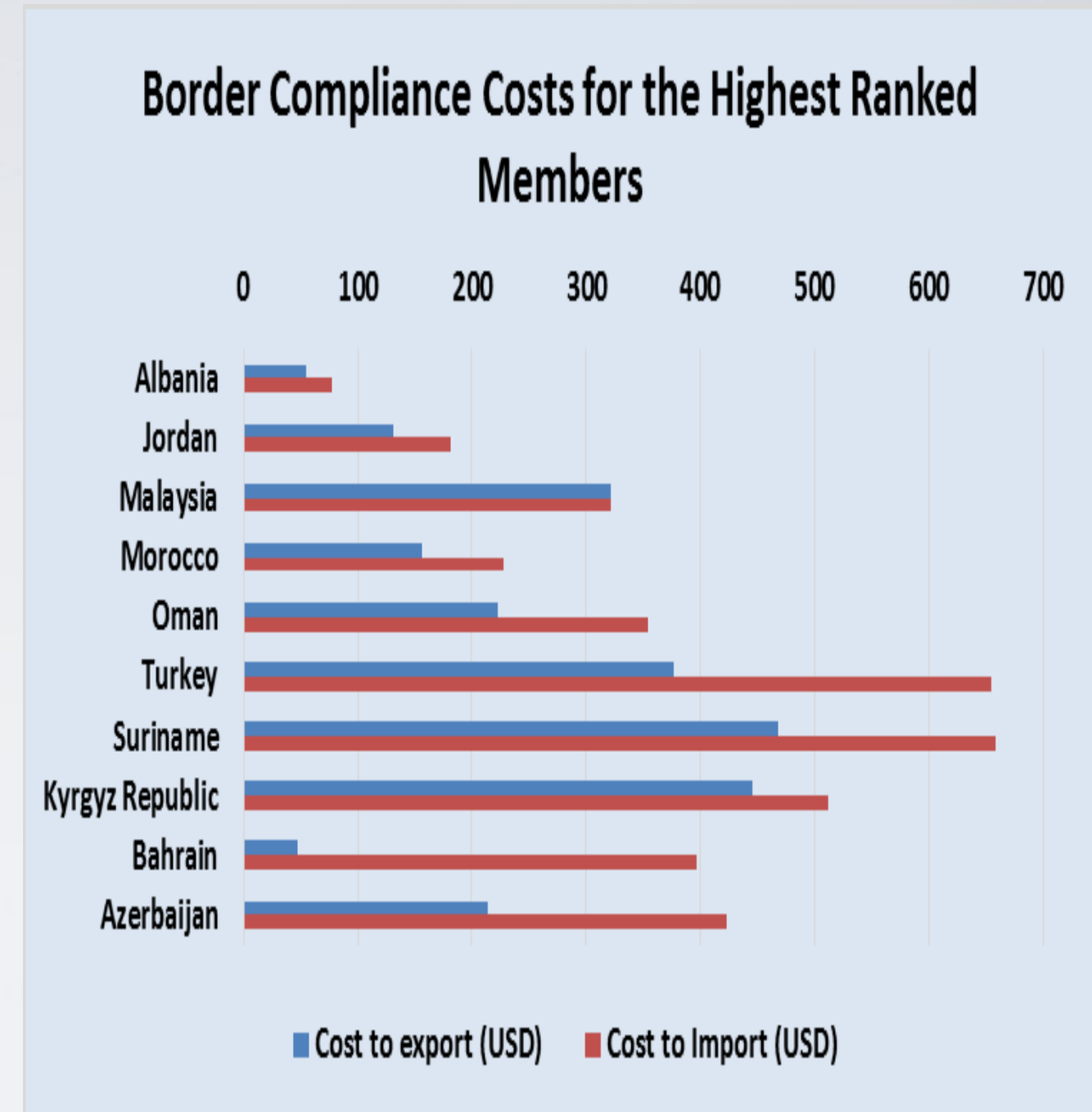


Source: World Bank 2017- Trading Across Borders



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# Border compliance costs varies substantially among Member States

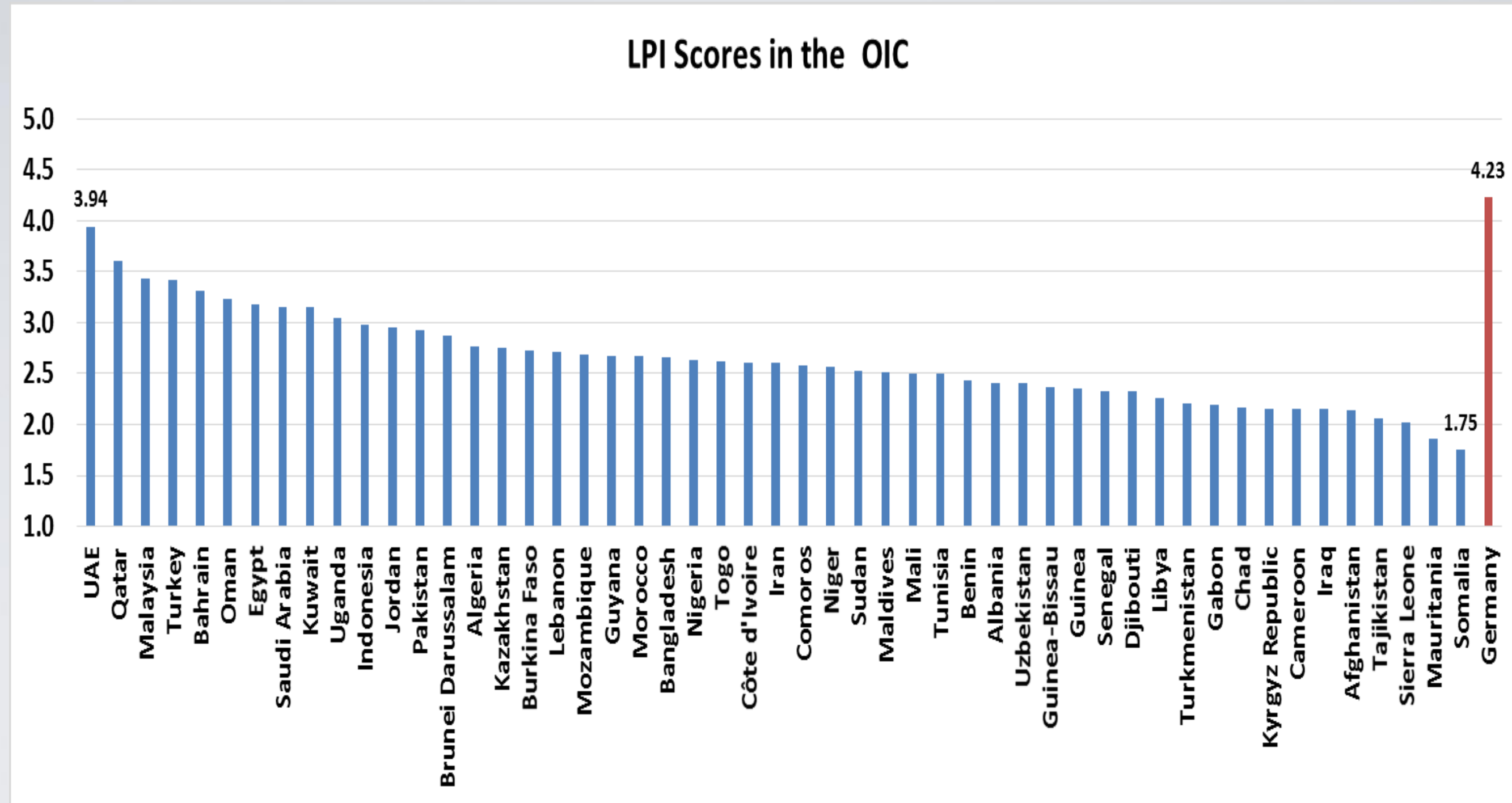


Source: World Bank 2017- Trading Across Borders



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# There is a gap between the OIC countries according to Logistics Performance Indicators



Source: World Bank







# Thank You



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