



Indonesia's Trade Policy amidst Trade Tensions

Lili Yan Ing

Lead Advisor to the Minister of Trade of Indonesia

Singapore, 29 August 2019

KEMENTERIAN
PERDAGANGAN
REPUBLIK INDONESIA

MINISTRY OF TRADE

The World Economy

The New York Times

Japan Imposes Broad New Trade Restrictions on South Korea



Boris Johnson has no intention of renegotiating Brexit deal, EU told

No-deal Brexit is British PM's 'central scenario', chief Brussels envoy reportedly says



▲ EU diplomats were briefed after a meeting between the prime minister's chief envoy
Photograph: Virginia Mayo/AP

U.S.-China Trade War Spreads From Tariffs To A Battle Over Currencies

August 6, 2019 - 6:03 PM ET

SCOTT HORSLEY

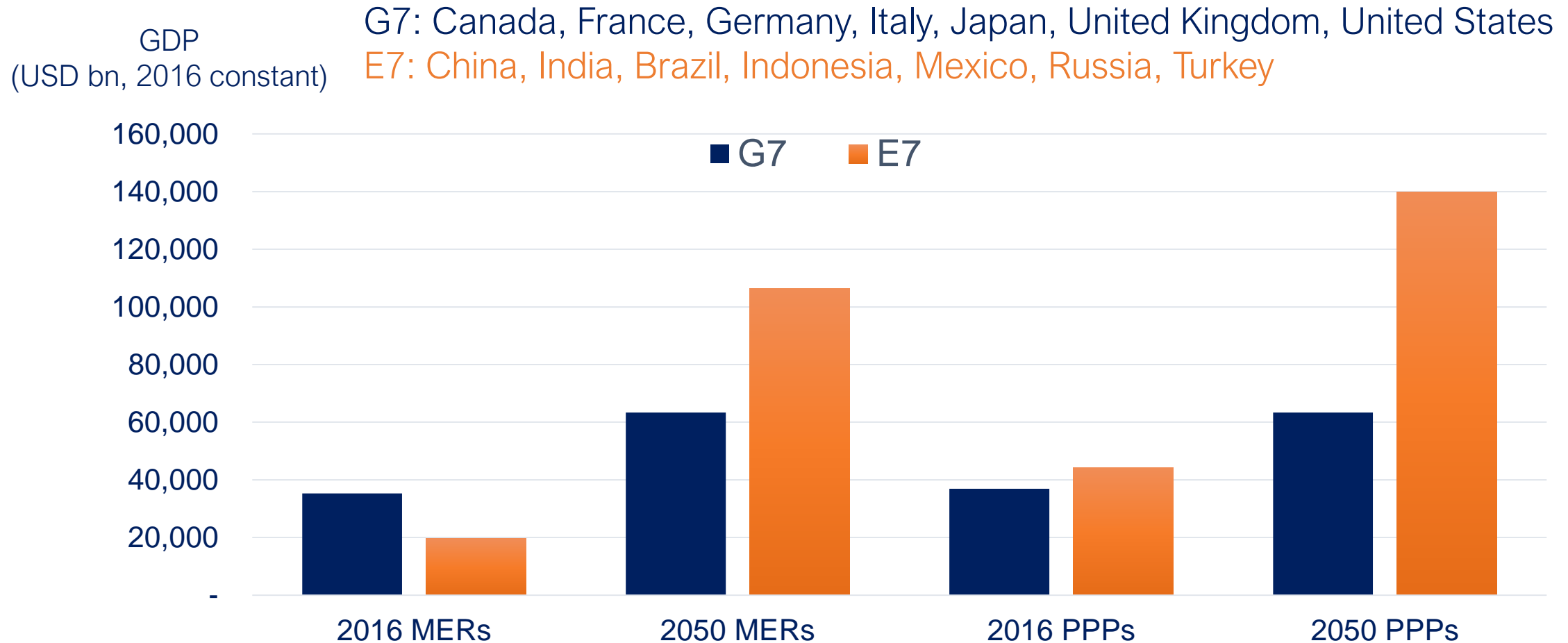


2019

The World Economy grows at
3,2%

International trade is back to the
1930s
with average tariff rates of **32%**

E7 will be double size of G7 by 2050

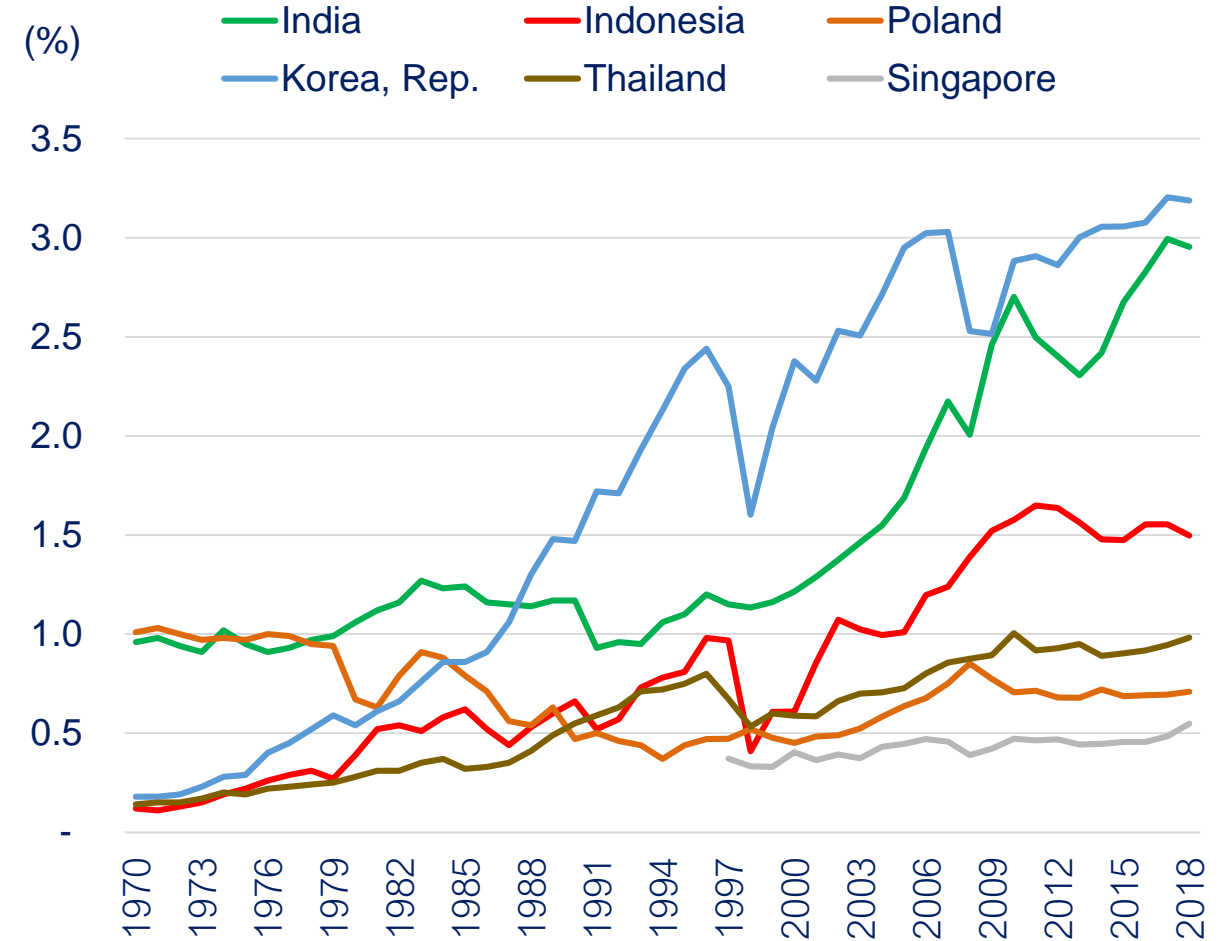
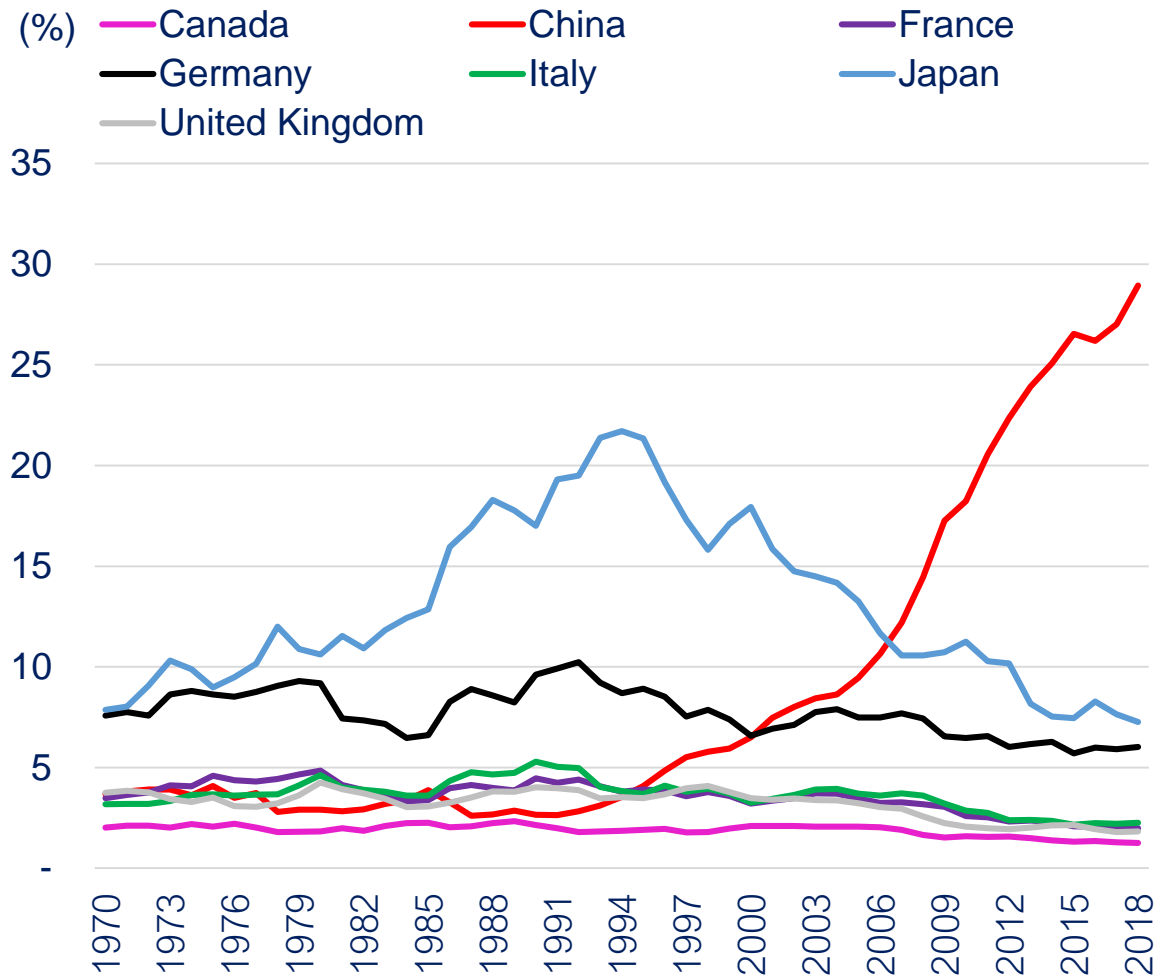


Note: MERs is Market Exchange Rates

Source: The World in 2050 – Summary Report, PWC retrieved on 22 August 2019

Asia: 5 out the top 7 gainers

in the share of manufacturing value added to the world



Source: Ministry of Trade Staff, reconstruction from Baldwin (2011)

Indonesian and ASEAN Economies

Indonesian Economy

GDP: **USD 1 trillion**

2016—2018, Indonesia's exports to the world grew

12%

In 2018, the population

263 million people



ASEAN Economy

GDP: **USD 2,9 trillion**

2016—2018, ASEAN's exports to the world grew

14%

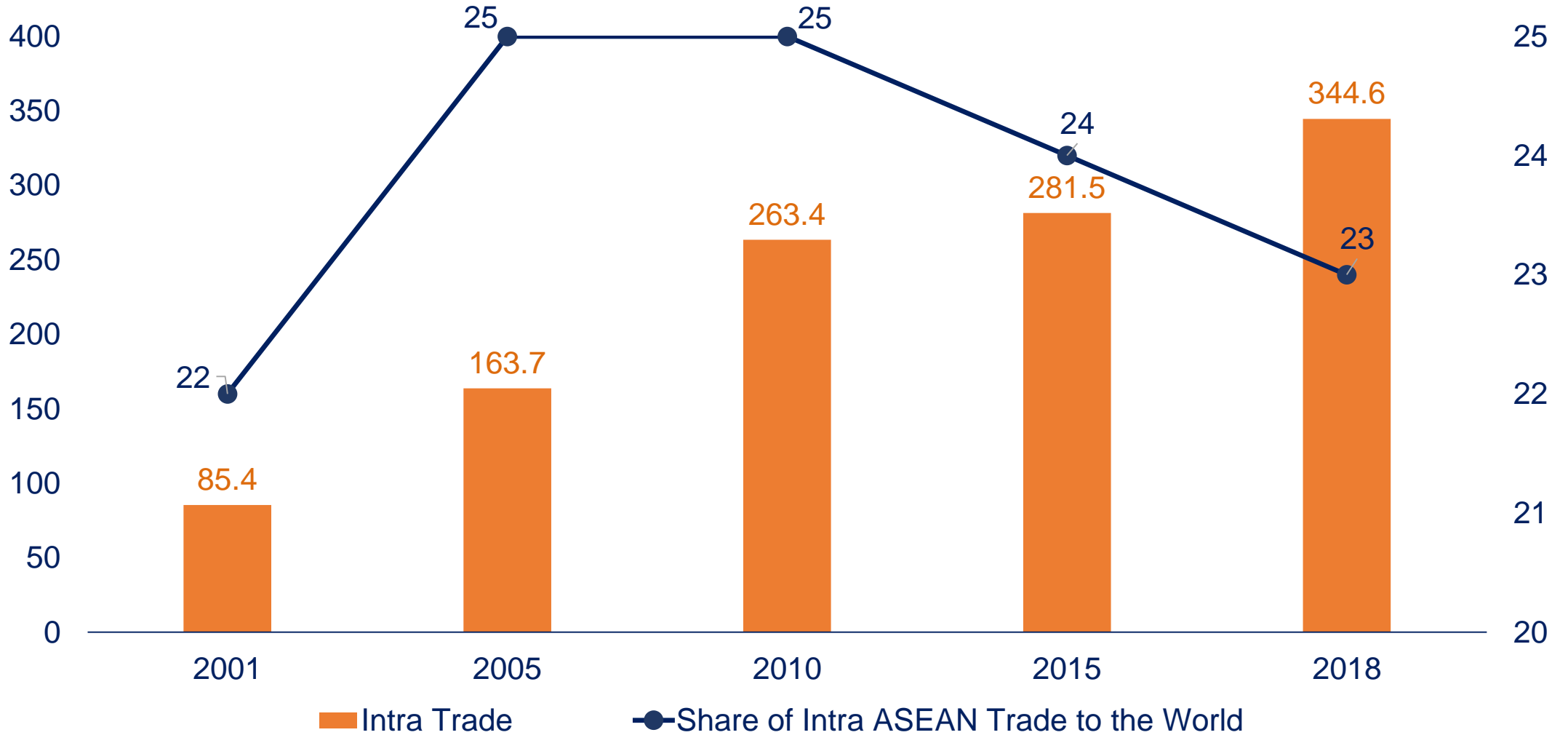
In 2018, the population

648 million people

Intra—ASEAN Trade

Intra ASEAN Trade
(USD Bn)

Intra ASEAN trade
to trade with the world (%)

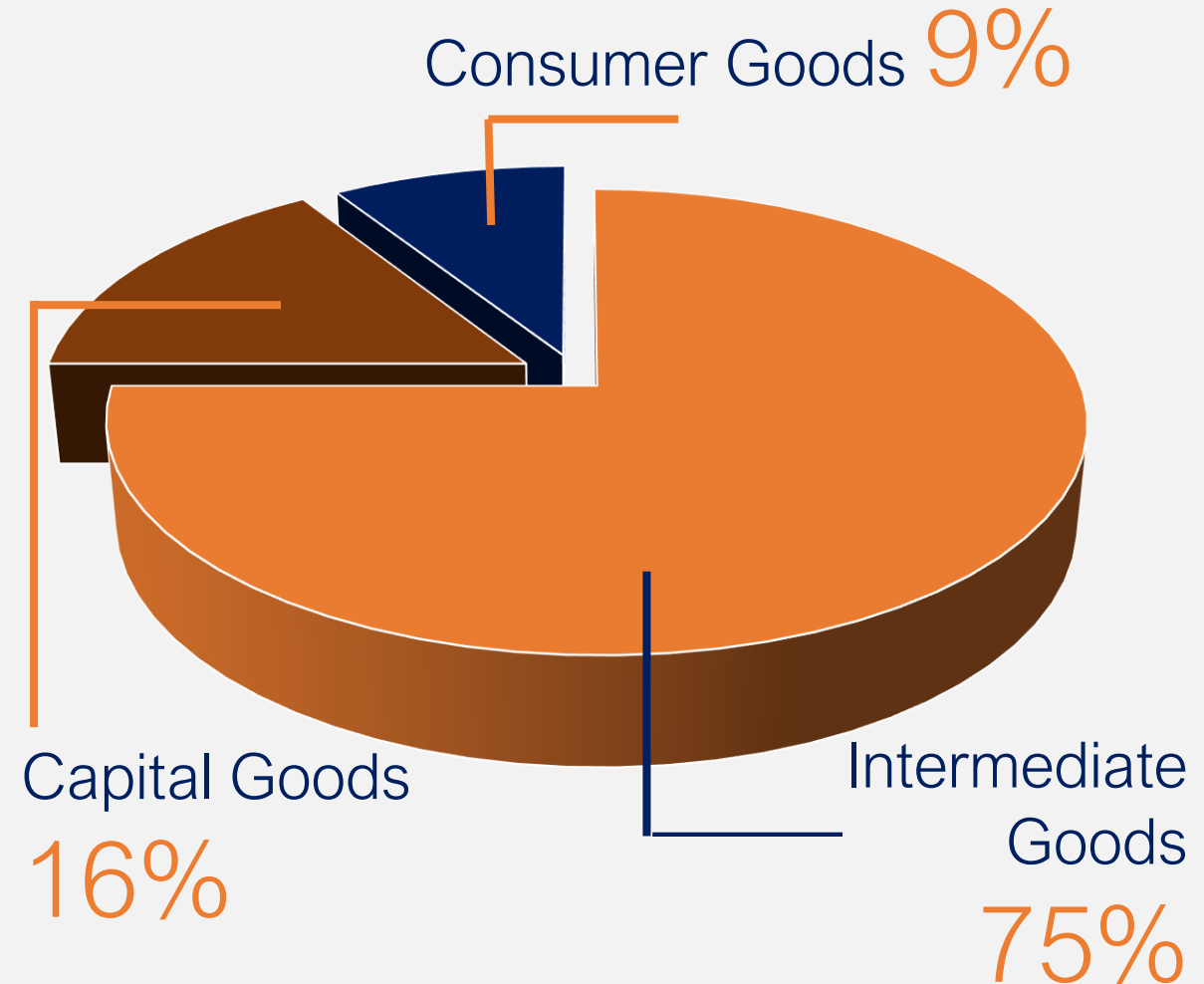


Source: UNComtrade, retrieved on 22 August 2019

Indonesia's Exports and Imports, 2015—2018



Composition of Imports in 2018



Source: Indonesia Statistics, August 2019

Indonesia's Trade Agreements

Concluded, 2018—2019

In-effect

1. Indonesia – Japan EPA
2. Indonesia – Pakistan FTA
3. ASEAN—China FTA
4. AANZFTA
5. ASEAN—India FTA
6. ASEAN TIGA
7. ASEAN—Japan CEP
8. ASEAN—Korea FTA

1. Indonesia—Australia CEPA
 2. Indonesia—EFTA CEPA
 3. Indonesia—Chile CEPA
 4. MOU Indonesia—Palestine
 5. Indonesia—Mozambique PTA
 6. ASEAN—HK FTA & Investment
 7. ASEAN—Japan Inv, Service & MNP
- 4th ASEAN Comprehensive Investment Agreement (ACIA)
 - 10th ASEAN Trade in Services (ATISA)
 - 10th ASEAN Framework on Services on E-Commerce

On-going

1. Regional Comprehensive Economic Partnership (RCEP)
2. Indonesia—EU CEPA
3. Indonesia—Korea CEPA
4. Indonesia—Turkey CEPA
5. Indonesia—Iran PTA
6. Indonesia—Bangladesh PTA
7. Indonesia—Tunisia PTA
8. Indonesia—Morocco PTA

Notes: Ministry of Trade Data, as of 8 August 2019