



Growing trade in services in the APEC economies

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Main items

- Statistics of trade in services in the APEC region
- Barriers to FDI in services sectors in the APEC region
- Main objectives



Statistics of trade in services in the
APEC region

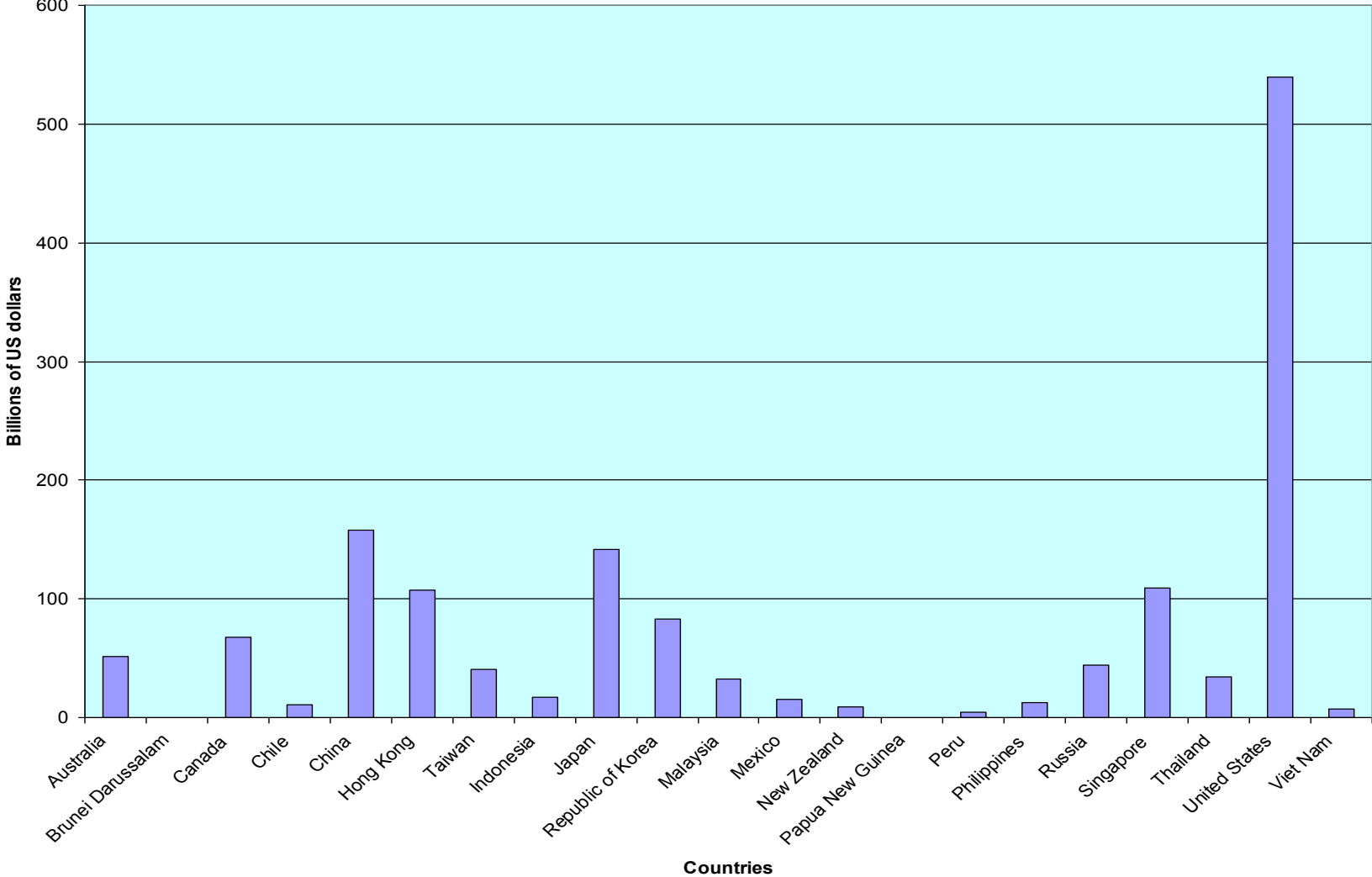
UNCTAD statistics:

Common services exports in the APEC region in 2010
– 1, 488 trn. US dollars

Common services imports – 0, 747 trn. US dollars

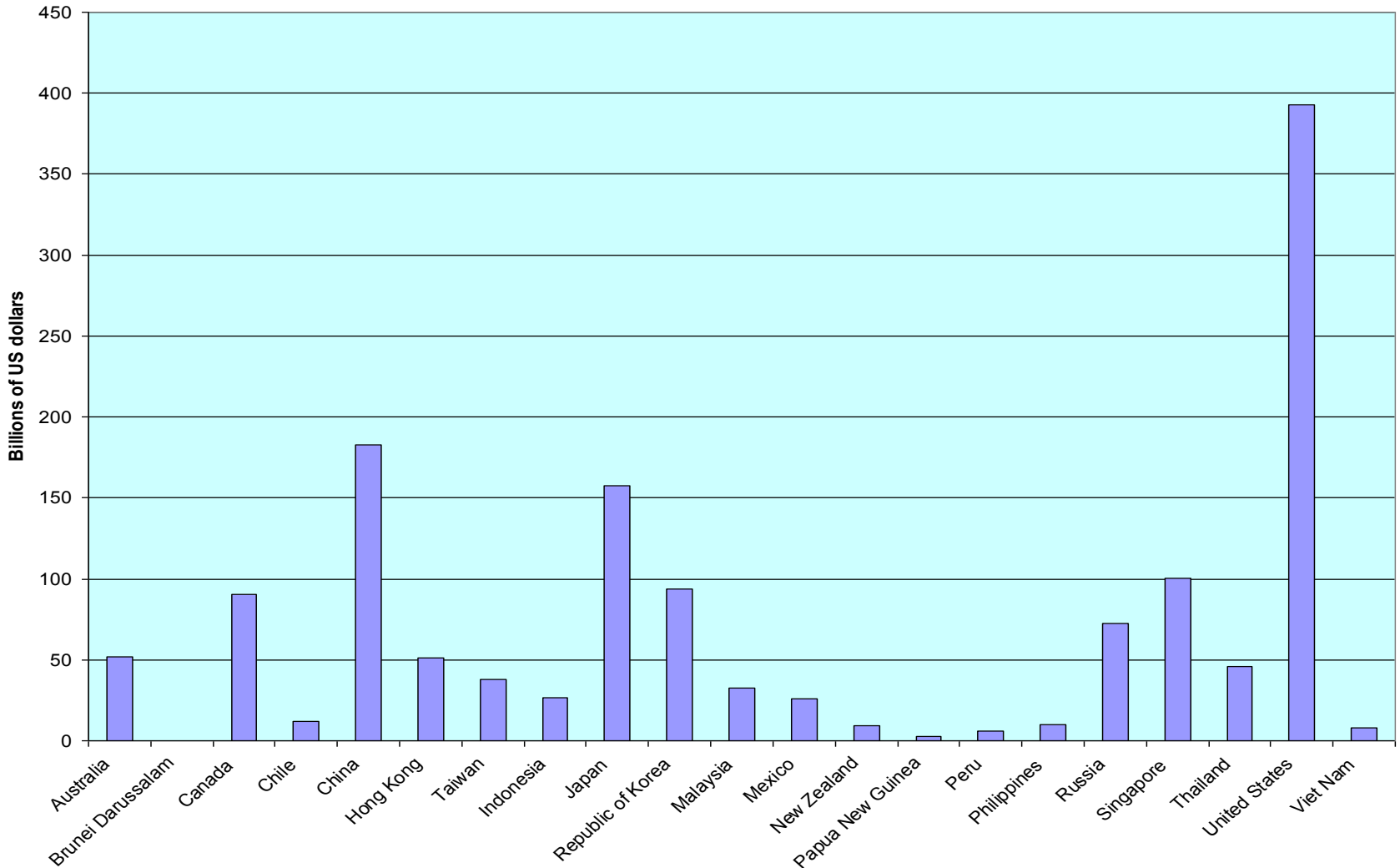
Share of exports and imports of services in the total
world share – 39.7 %

Export flows 2010



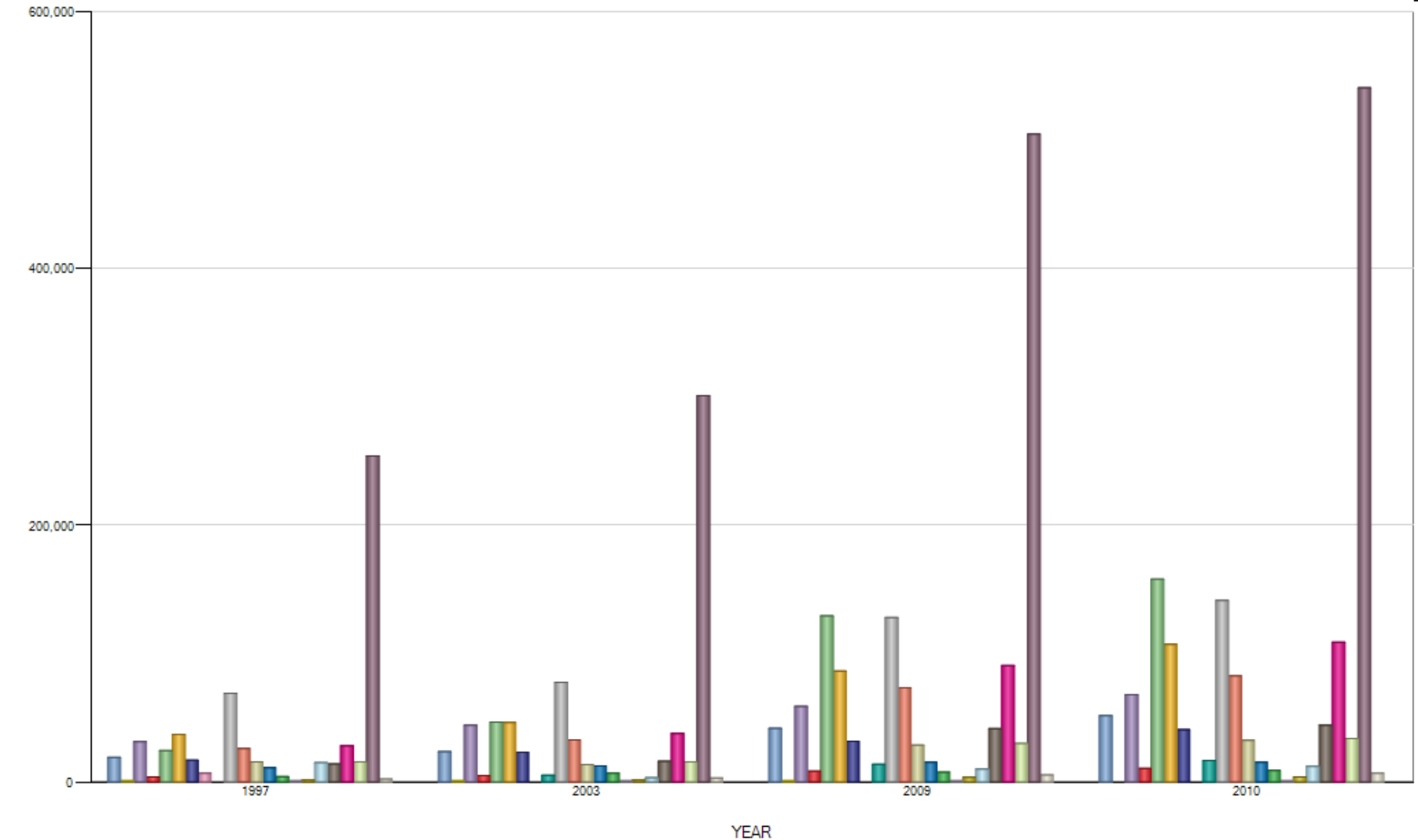
source: UNCTAD

Import flows 2010



source: UNCTAD

Countries

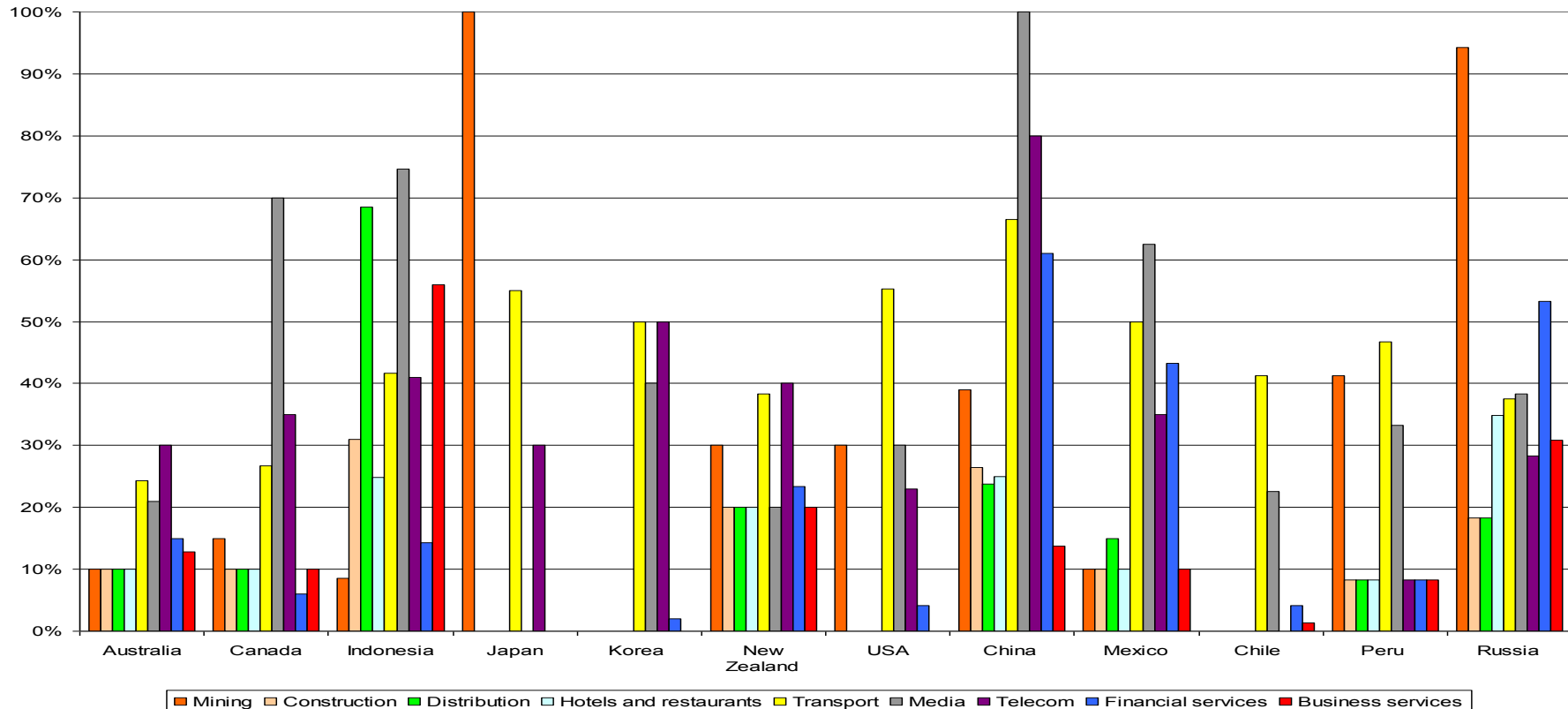


ECONOMY

- | | | |
|--------------------------------|--------------------|---|
| Australia | Indonesia | Philippines |
| Brunei Darussalam | Japan | Russian Federation |
| Canada | Korea, Republic of | Singapore |
| Chile | Malaysia | Thailand |
| China | Mexico | United States |
| China, Hong Kong SAR | New Zealand | Viet Nam |
| China, Taiwan Province of | Papua New Guinea | Asia-Pacific Economic Cooperation (APEC) n.e.s. |
| Indonesia including East Timor | Peru | |

Barriers to FDI in services sectors. Potential for improvement

Sample sectors with highest/lowest FDI restrictions



source: OECD, FDI restrictiveness 2010

The most **restrictive** services sectors within APEC economies are:
Transport (42,4 %), **Media** (41,5 %), **Mining** (35,2%).



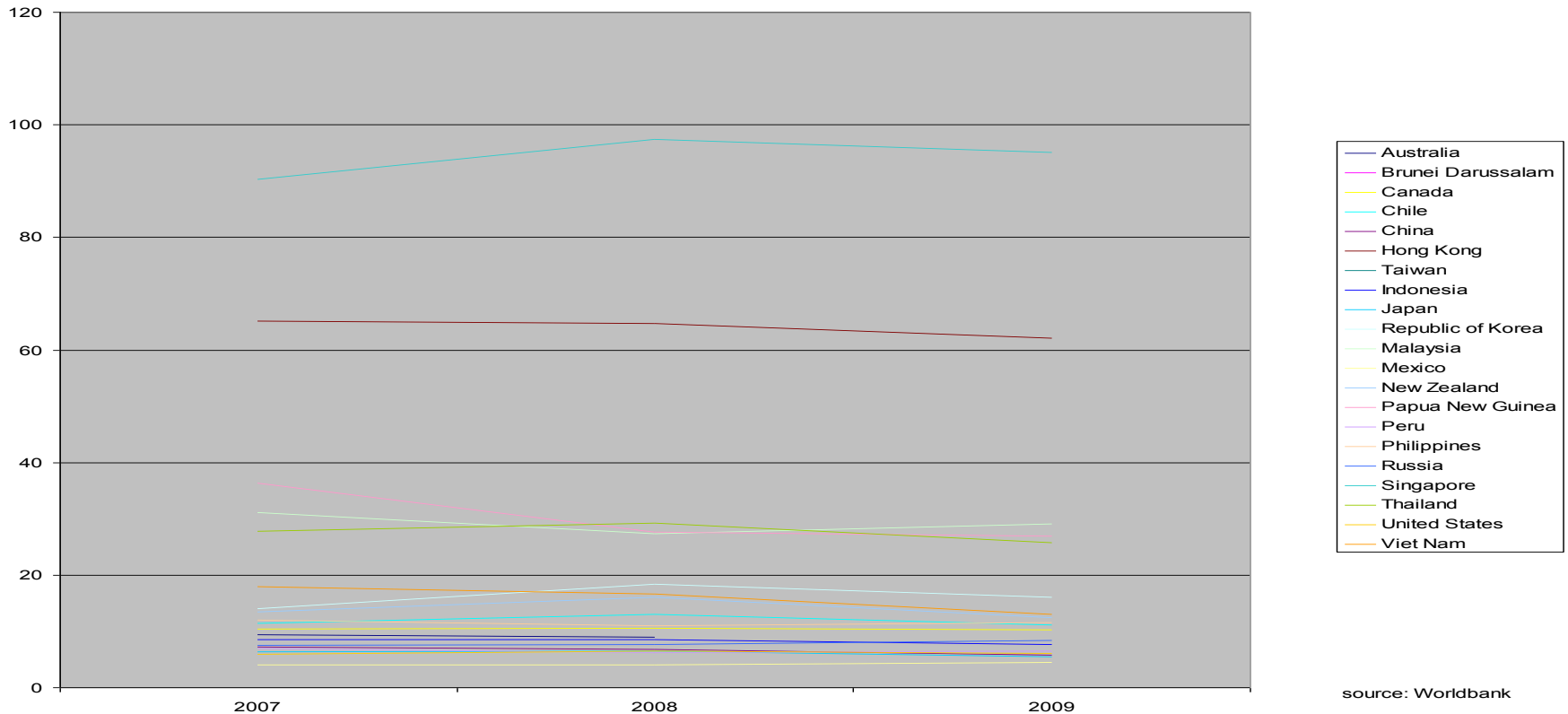
Necessary improvements

- Creation of the stable macroeconomic policies
- Liberalization of trade in services
- Solid legislation basis
- Improving quality of life, attract human capital, stimulate innovation and modernization,
- foster competitiveness in the private sector, promote corporate governance,
- Boost business climate
- Optimal level of the government regulation
- Exchange of best practices among APEC economies

Trade in services (% of GDP)

Trade in services is the sum of service exports and imports divided by the value of GDP, all in current U.S. dollars.

Trade in services (% of GDP)

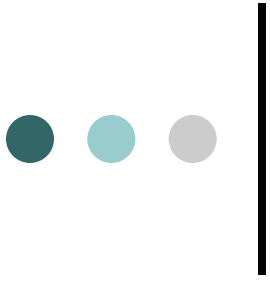


source: Worldbank



Main objectives

- **Challenge and improve the views** on practices in policy formulation by exchanging views and sharing information and experience with experts from APEC economies;
- **Form best practices** for policy in trade in services, benefiting from available research as well as accounts by participants of their experiences
- **Increase awareness and build capacity in trade in services policy formulation** that will in turn increase trade in services and investments in the region;
- **Deepen the coherent approach** by policymakers and negotiators within the APEC region.
- Implementing **APEC Services Action Plan (SAP)** which aims to
 - (1) strengthen regional economic integration; strengthen the competitiveness and sustainability of economic growth of APEC member economies;**
 - (2) compatibility of statistics; classification issues; sector-specific issues;**
 - (3) expand prosperity and employment opportunities in the APEC region;**and **(4) make further progress toward achievement of the Bogor Goals.**



Thank you.