

TURKEY, THE WTO, INTERNATIONAL TRADE

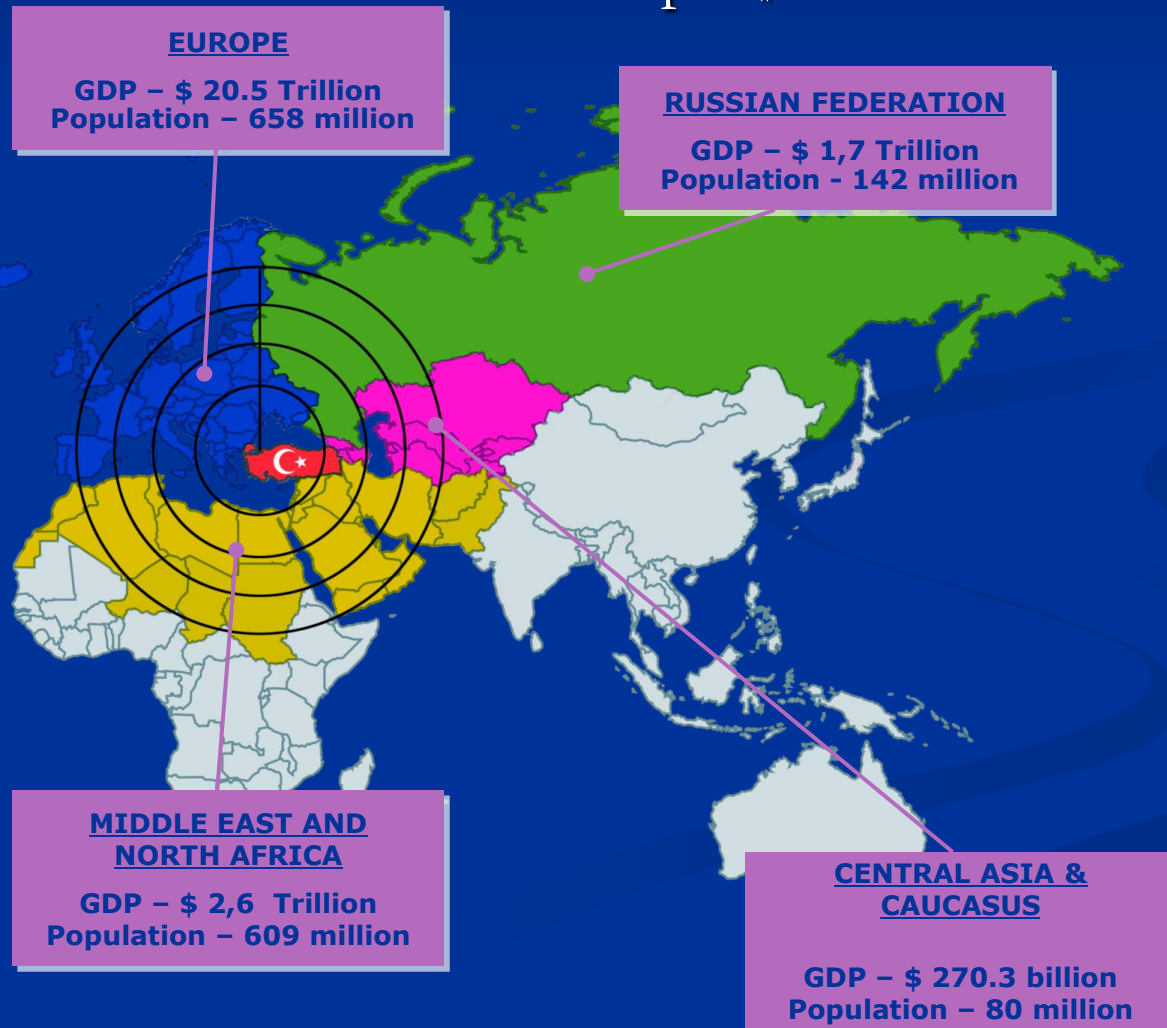
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MAIN TOPICS

- Turkish Economy and Trade
- Turkish Trade Policy Framework
- The Customs Union
- Turkey and the Doha Round
- Global Trade and the Doha Round

International Hub-Access to Multiple Markets

Total 1.5 Billion People \$ 25 Trillion GDP



ECONOMIC INDICATORS

▪ Geographical Area	: 780,576 km ²
▪ Population	: 72 million
▪ GDP	: 741,8 billion \$
▪ GDP per capita	: 10,436 \$
▪ Trade Volume	: 334 billion \$
▪ FDI Inflows	: 17,7 billion \$
▪ FDI Inflows (2005-2008)	: 69,9 billion \$

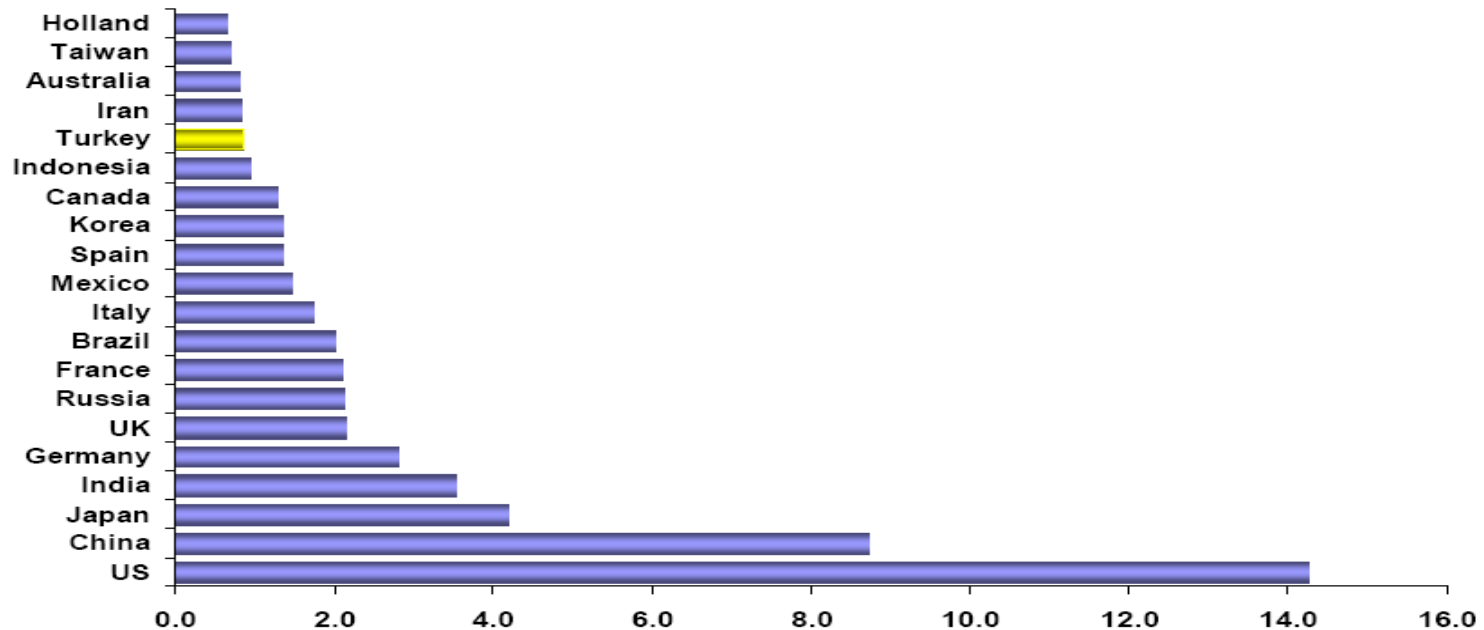
13th country in global imports

22th country in global exports

16th Biggest Economy of the World (IMF)

World's Biggest Economies

(GDP based on Purchasing Power Parity, Trillion Dolar, 2009E)

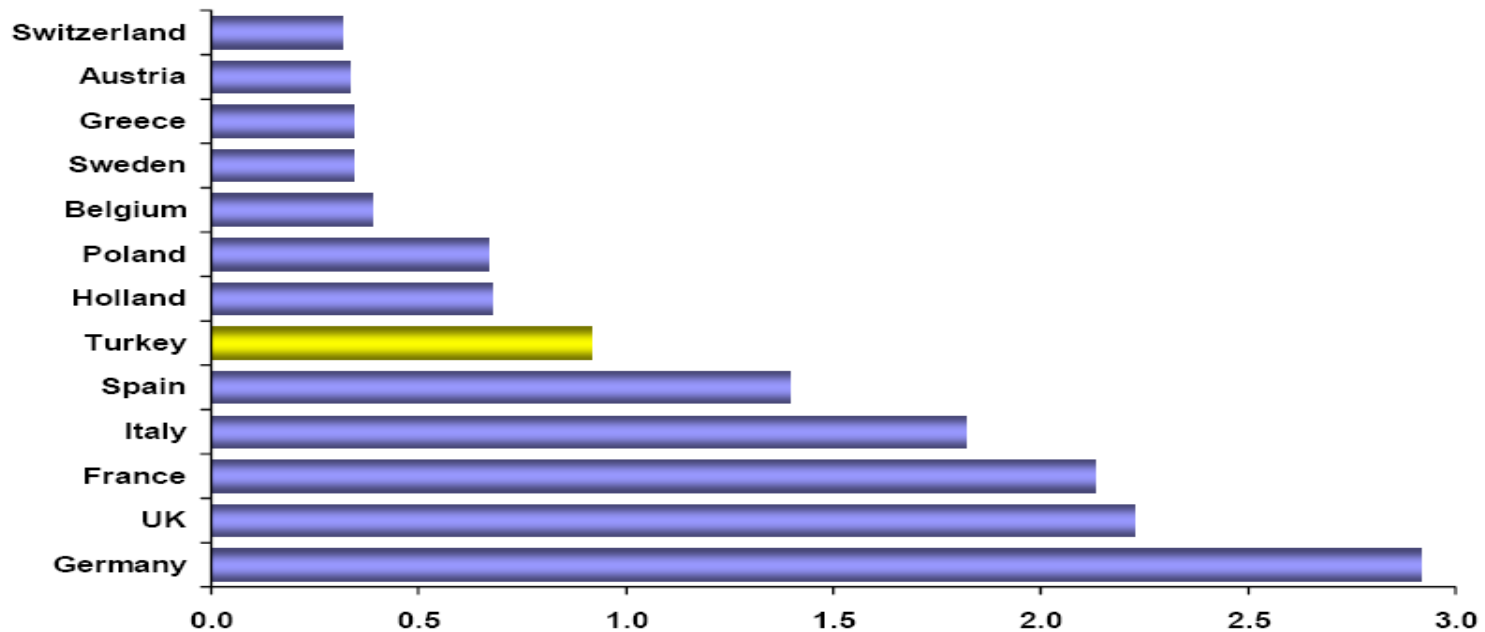


Source: IMF, World Economic Outlook, October 2009

6th Biggest Economy of Europe

Europe's Biggest Economies

(GDP based on Purchasing Power Parity, Trillion Dolar, 2008)



Source: IMF, World Economic Outlook, October 2009

TURKISH INDUSTRY

In the World

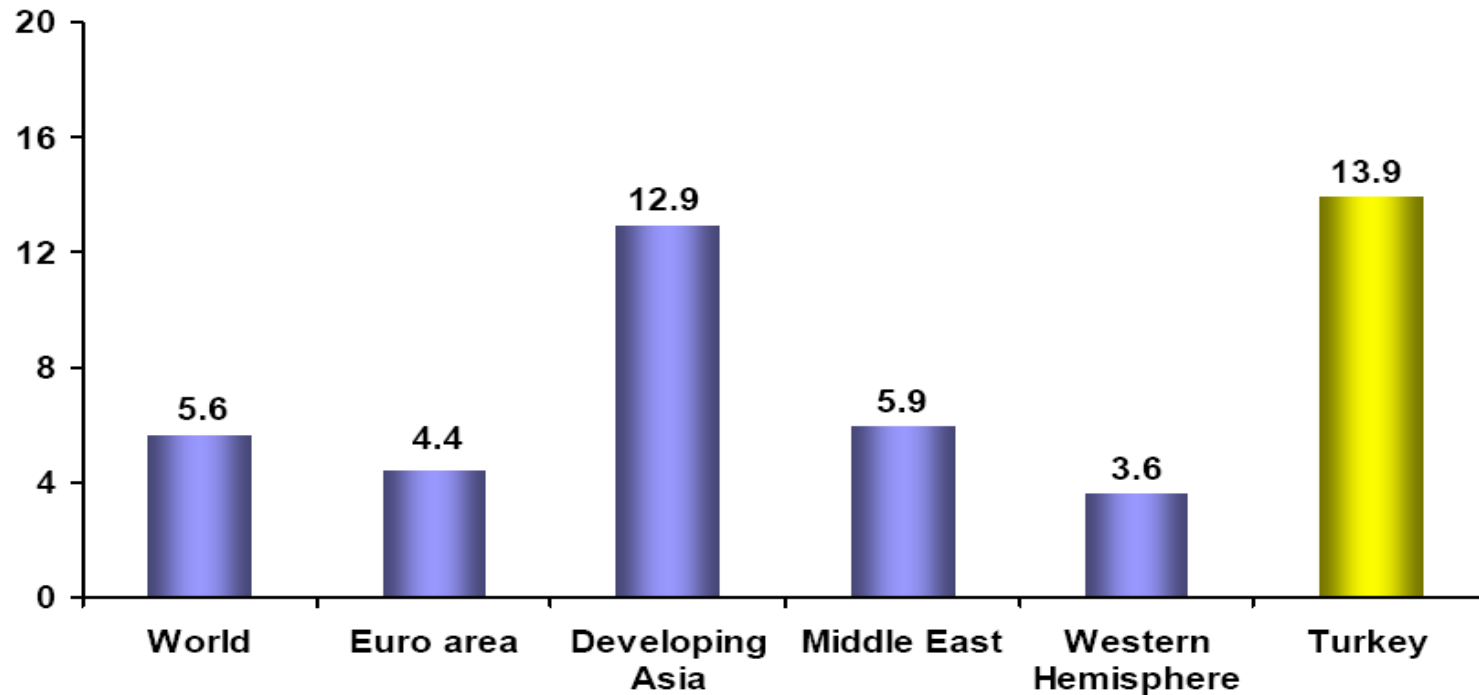
- 2nd biggest manufacturer of flat glass
- 3rd biggest exporter and producer of home textiles
- 3rd biggest exporter of the cleaning products
- 3rd biggest mega yacht builder
- 4th biggest manufacturer of ceramic tiles
- 4th biggest manufacturer of clothing
- 5th biggest manufacturer of jewelry
- 5th biggest fresh fruits producer
- 6th biggest producer of cement
- 7th biggest producer of cotton

In Europe

- 1st TV sets and fertilizer manufacturer
- 2nd biggest manufacturer of clothing
- 7th biggest manufacturer of iron and steel products

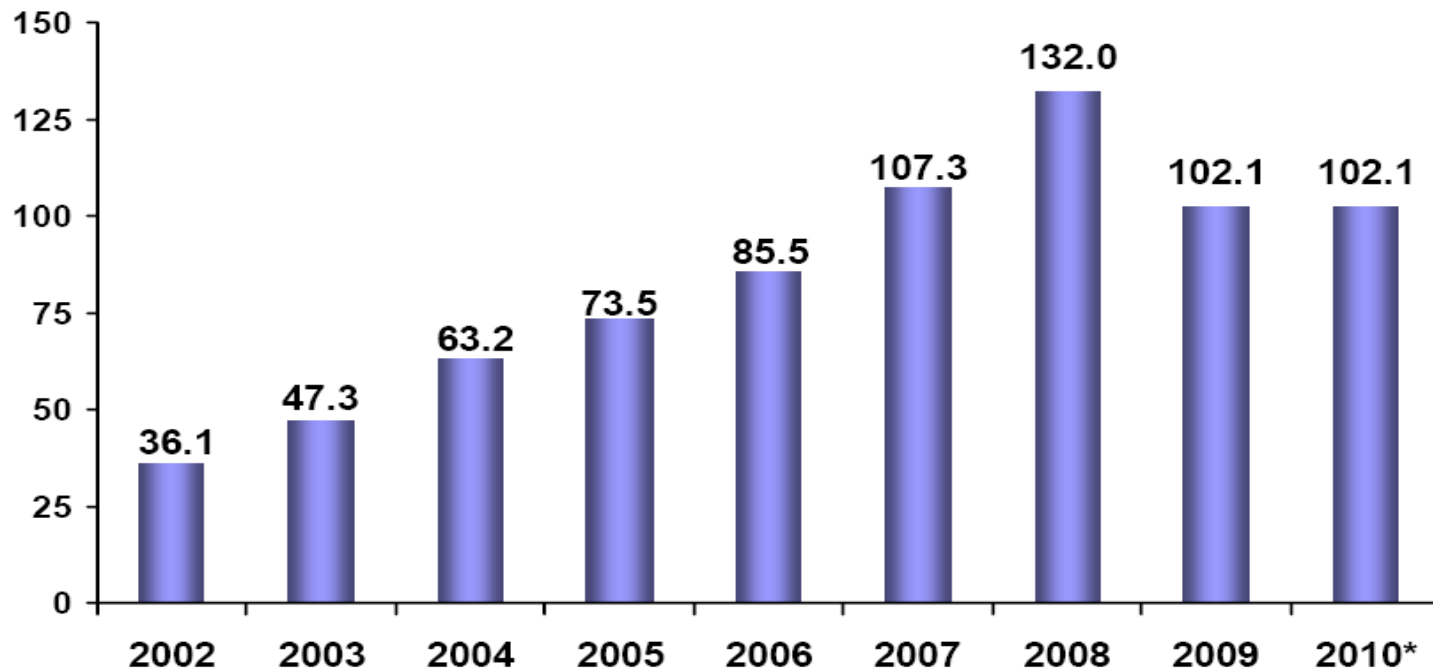
Export Performance

(Average Annual Growth Rate, 2001-2008)



Source: TURKSTAT, IMF World Economic Outlook October 2009

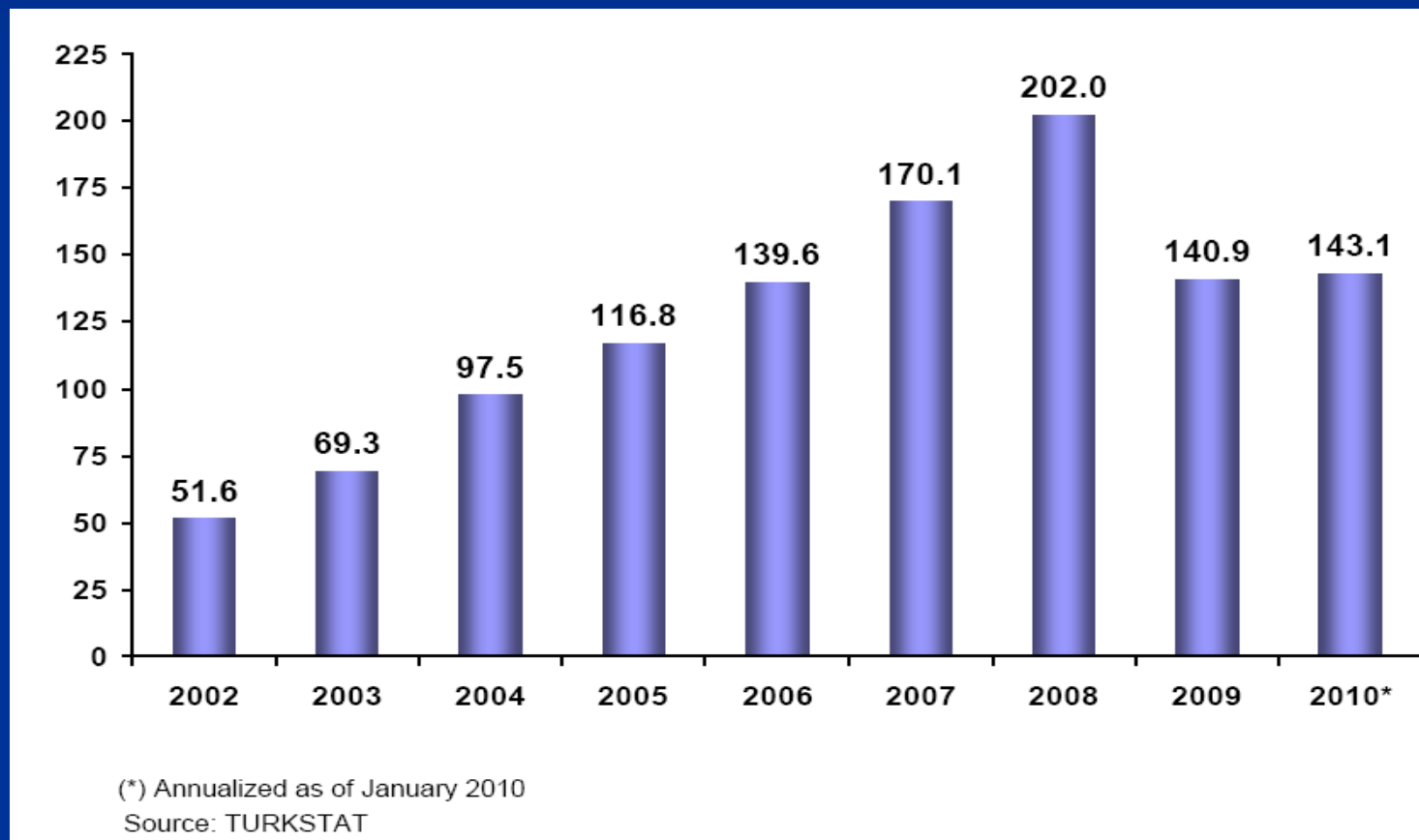
Annual Exports (Billion USD)



(*) Annualized as of January 2010

Source: TURKSTAT

Annual Imports (Billion USD)



Turkey is the 15th most attractive FDI destination for 2008-2010 according to the World Investment Prospects Survey

UNITED NATIONS CONFERENCE ON TRADE AND DEVELOPMENT

WORLD INVESTMENT PROSPECTS SURVEY

2008-
2010



UNITED NATIONS

Source: UNCTAD

MAJOR ECONOMIC INVOLVEMENTS: WTO & EU

- Turkey:
 - party to the GATT,
 - one of the 123 original members of the WTO
- Turkey :
 - established CU with the EU in 1996
 - adoption of the Common Customs Tariffs
 - harmonisation of commercial policy
 - progressive alignment with autonomous regimes and preferential agreements
 - started accession negotiations in 2005

GROUPINGS AT THE WTO

- Basic grouping at the WTO (Developed, Developing, the Least Developed)
- The UN list is recognized for LDCs
- No WTO definitions of “developed” or “developing” countries. (Self-designation)
- Turkey has ‘Developing Country’ status

BUT!..

TURKEY – *Sui Generis*

Turkey, as a developing country, will undertake developed country commitments due to the Customs Union in industrial goods

Basic Structure of Comittments

- Developed Members
 - Deeper cuts in tariffs
 - Shorter implementation period
- Developing Members: Changing Dynamics
 - S&D Treatment - Flexibilities

BASIC STRATEGIES OF TURKEY IN THE DOHA

- Minimizing preference erosion in the EU market for industrial goods
- Attaining *real* new market access opportunities especially in the 'advanced' developing countries
- A gradual liberalization in agriculture as it has a socio-economic dimension
- Elimination of all trade distorting domestic supports and export subsidies

GLOBAL ECONOMIC AGENDA

- Is Global Crisis over?
- Risk of Protectionism?
- Where the DOHA is Heading?
- Where International Trade is Heading?

Is Global Crisis over?

- Despite some residuals the crisis is over
- Leading economies signal growth
- World trade is set to rebound 9,5% in 2010
- Emerging economies increase their share

Risk of Protectionism?

- WTO Rules and disciplines
- Stimulus packages
- Exit Strategies

Where the DOHA is Heading?

- 8 years of negotiations
- 80% of the work is done
- Political commitment

Where the International Trade is Heading?

- Impact of the Emerging Markets
- Trends in NTBs
- Technical Regulations
- Doubling U.S. exports in the next five years

THANK YOU!