

**Embassy of India  
Jakarta**

No. Jak/Com/201/1/2015

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**Monthly Economic & Commercial Report –February 2015**

1. Trends in Bilateral trade:

(i) Bilateral Trade  
(Value: million US\$)

	<b>Export (Jan-Nov 2014)</b>	<b>Import (Jan-Nov 2014)</b>	<b>Total (Jan-Nov 2014)</b>	<b>Growth % of Export (y-o-y)</b>	<b>Growth % of Import (y-o-y)</b>
Country's Trade with India	11,258.26	3,688.73	14,946.99	- 5.29	1.46
Country's Total Global Trade	108,825.57	163,744.31	272,569.88	- 34.27	- 4.33

(i) Top 10 Items of Export to India  
(Value: million US\$)

<b>S. No</b>	<b>Commodity (HS)</b>	<b>Total (Jan-Nov 2014)</b>	<b>Total (Jan-Nov 2013)</b>	<b>Percentage Growth (%) y-o-y</b>	<b>% Share in Total Export (Jan-Nov 2014)</b>
1	Mineral fuels (27)	5,223.1	5,122.3	1.9	46.39
2	Animal or vegetable fats and oils and their cleavage products (15)	3,486.8	4,363.0	-20.1	30.97
3	Rubber and articles thereof (40)	366.8	358.0	2.4	3.25
4	Ores, slag and ash (26)	339.8	573.9	-40.8	3.01
5	Organic chemicals (29)	212.2	139.4	52.22	1.88
6	Electrical machinery and equipment and parts thereof (85)	209.6	168.7	24.2	1.86
7	Miscellaneous chemicals product (38)	191.1	92.4	106.8	1.69
8	Paper and paperboard; articles of paper pulp of paper or of paperboard (48)	109.4	76.6	42.8	0.97
9	Machinery and mechanical appliances(84)	91.3	67.3	35.6	0.81
10	Iron and steel (72)	79.1	22.6	250	0.70

(ii) Top 10 Items of Export to the World  
(Value: million US\$)

<b>S. No</b>	<b>Commodity (HS)</b>	<b>Total (Jan-Nov 2014)</b>	<b>Total (Jan-Nov 2013)</b>	<b>Percentage Growth (%) y-o-y</b>	<b>% Share in Total Export (Jan-Nov 2014)</b>
1	Mineral fuels (27)	28,053.6	51,880.6	-45.9	25.77
2	Animal or vegetable fats and oils (15)	10,827.7	17,556.1	-38.3	9.94
3	Electrical machinery and equipment (85)	7,234.8	9,618.3	-24.8	6.64
4	Rubber and articles thereof (40)	5,725.8	8,665.6	-33.9	5.26
5	Vehicles other than railway or tramway rolling-stock, and parts and accessories thereof (87)	4,126.5	4,156.1	-0.7	3.79

S. No	Commodity (HS)	Total (Jan-Nov 2014)	Total (Jan-Nov 2013)	Percentage Growth (%) y-o-y	% Share in Total Export (Jan-Nov 2014)
6	Machinery and mechanical appliances (84)	3,921.1	5,508.7	-28.8	3.60
7	Footwear (64)	3,278.0	3,497.2	-6.3	3.01
8	Wood and articles of wood, wood charcoal (44)	3,204.8	3,290.5	-2.6	2.94
9	Pearls, precious and semi precious stone (71)	2,932.1	2,483.7	18.0	2.69
10	Paper and paperboard; articles of paper pulp of paper or of paperboard (48)	2,697.8	3,408.9	-20.9	2.47

(i) Top 10 Items of Import from India  
(Value: million US\$)

S. No	Commodity	Total (Jan-Nov 2014)	Total (Jan-Nov 2013)	Percentage Growth (%) y-o-y	% Share in Total Import (Jan-Nov 2014)
1	Organic chemicals (29)	558.8	469.8	18.9	15.14
2	Cereals (10)	417.1	586.8	-28.9	11.30
3	Mineral Fuels (27)	394.3	145.9	170.2	10.68
4	Machinery and mechanical appliances (84)	381.4	303.4	25.7	10.33
5	Vehicles and part thereof (87)	275.4	168.7	63.2	7.46
6	Iron and steel (72)	217.4	178.4	21.8	5.89
7	Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medicinal plants; straw and fodder (12)	212.0	235.6	-10.0	5.74
8	Electrical machinery and equipment (85)	139.2	399.6	-65.2	3.77
9	Cotton (52)	138.0	96.7	42.7	3.74
10	Residues and waste from the food industries; prepared animal fodder (23)	107.6	118.0	-8.8	2.91

(iii) Top 10 Items of Import from the World  
(Value: million US\$)

S. No	Commodity (HS)	Total (Jan-Nov 2014)	Total (Jan-Nov 2013)	Percentage Growth (%) y-o-y	% Share in Total Import (Jan-Nov 2014)
1	Mineral fuels (27)	40,502.5	41,279.8	-1.9	24.73
2	Machinery and mechanical appliances (84)	23,810.5	24,943.8	-4.5	14.54
3	Electrical machinery and equipment (85)	15,903.3	16,876.1	-5.8	9.71
4	Iron and steel (72)	7,480.9	8,860.1	-15.6	4.56
5	Plastic and articles thereof (39)	7,140.1	7,070.1	0.9	4.36
6	Organic chemicals (29)	6,528.5	6,444.8	1.3	3.98
7	Vehicles and part thereof (87)	5,831.6	7,310.0	-20.2	3.56
8	Aircraft of iron and steel (73)	3,902.8	4,375.2	-10.8	2.38
9	Cereals (10)	3,246.8	3,331.1	-2.5	1.98
10	Residues and waste from the food industries; prepared animal fodder (23)	3,088.8	2,778.6	11.2	1.88

## (iv) Top Competitors of India's top 5 exports

S. No	Commodity (HS)	Competitors
1	Organic chemicals (29)	Singapore, China, Malaysia, Saudi Arabia, Thailand
2	Cereals (10)	Australia, Canada, United States, Brazil, Argentine
3	Mineral fuels (27)	Singapore, Saudi Arabia, Malaysia, Republic of Korea, Nigeria
4	Machinery and mechanical appliances (84)	China, Japan, Thailand, Singapore, Germany
5	Vehicles and part thereof (87)	Thailand, Japan, China, Germany, Republic of Korea

2. Important India related statement of Commercial Significance by political leaders, think tanks, chambers, associate, etc. **NIL**

**3. Market Access:**

a). Alerts on SPS/TBT notifications, import procedures, export restrictions put in place, change in trade policy:

The Indonesian government plans to set up a number of marketing and distribution centers overseas to help extensively market Indonesian products as part of an ambitious target to triple exports by 2019. Around 10 centers are to be set up in countries like China, UAE, Bulgaria which would serve as sales hubs to market items like furniture, home decorations, jewellery, textiles and products.

b). Alerts on Trade Defence Measures taken by respective country (special safeguard, anti-dumping, CVD or Anti-subsidy):

The Indonesian government has imposed a safeguard duty on imported construction steel mostly from China, South Korea, and Singapore, to curb a sharp rise in shipments. The measure is to last for three years starting from January 21, 2015 to January 20, 2018. In the initial year – I shaped and H shaped sections will be charged with safeguard duties set a 28 percent, which will be lowered to 26 percent, and 18 percent by the third year.

c). Feedback on major trade fairs/BSM including Indian participation (whether or not supported by MAI funds): **NIL**

d). Feedback from local commercial visitors to trade fairs in India, including under BSM. Number of Business Visas issued:

S. No	Month	Visa issued
1.	January 2014	378
2.	February 2014	387
3.	March 2014	312
4.	April 2014	297
5.	May 2014	251
6.	June 2014	266
7.	July 2014	254
8.	August 2014	359
9.	September 2014	315
10.	October 2014	365
11.	November 2014	389
12.	December 2014	263
13.	January 2015	278
14.	February 2015	331
<b>Total</b>		<b>4445</b>

#### 4. Investment

- a). Opportunities for Investments/assets on offer/major company divestment: NIL
- b). Information on Tender notices of interest to India project exporters (US\$ 15 million & above):  
NIL
- c). Information regarding major investment in India from respective country: NIL

#### 5. Action taken on the previous JWG's, joint Commissions, Sub commissions etc.(Issues that Mission had to follow up with host government):

The various pending bilateral issues were taken up appropriately by Ambassador and other officers during their interaction with the concerned interlocutors of the local government.

#### 6. Trade Queries for Imports/Exports :

FROM INDONESIAN		
S no.	Product Sector	Queries
1	Plantation	-
2	Agriculture & allied products	2
3	Ores & minerals	1
4	Leather & manufactures	-
5	Gem & jewellery	-
6	Medical Equipment	-
7	Chemicals	-
8	Engineering goods	-
9	Electronics & computers	-
10	Machinery	-
11	Textiles	2
12	Handicrafts	2
13	Carpets	-
14	Petroleum products	-
15	Unclassified	4
	<b>TOTAL</b>	<b>11</b>

FROM INDIAN		
S no.	Product Sector	Queries
1	Plantation	-
2	Agriculture & allied products	2
3	Ores & minerals	1
4	Leather & leather products	-
5	Gem & jewellery	1
6	Garment/textile	2
7	Chemicals	2
8	Engineering goods	2
9	Electronics & computers	-
10	Machinery	-
11	Auto	-
12	Handicrafts	2
13	Medical equipments	-
14	Pharmaceuticals	3
15	Unclassified	7
	<b>TOTAL</b>	<b>22</b>

#### 7. Any other issues of importance:

##### Commodity:

The Indonesian Energy and Mineral Resources Ministry has plans to open bidding for as many as 12 new oil and gas blocks during 2015. Four blocks are likely to be offered on regular basis, four blocks for joint study, and the others for unconventional blocks. The Upstream Oil and Gas Regulatory task force (SKKMigas) is set to terminate existing contracts for 41 working areas, mostly due to unsuccessful activities and contractual failures.

##### Bilateral with other countries:

Indonesia is to revive talks on a comprehensive Economic Partnership Agreement (CEPA) with EU to boost trade and investment. Both sides had aimed to formally launch the talks by the end of 2012, but was delayed due to stumbling blocks including tariff reductions, liberalization, and restrictions on foreign ownership. The EU is now Indonesia's third largest trading partner and the second top foreign investor. Among other products, fisheries exports could be enhanced with the CEPA as these products still faced high import duties despite enjoying tariff cuts under the generalized system of preference.

According to Indonesia Investment Coordinating Board (BKPM), 16 South Korean companies are likely to invest upto US\$:17.1 billion in a wide array of sectors from power generation to minerals processing. About 8.5 billion have already been registered with BKPM. To help boost bilateral trade the two countries would resume talks on a CEPA. Indonesian exports to South Korea declined by 6.9 percent, while imports rose by 0.25 percent. Similarly Japanese firms are likely to invest up to \$1.32 billion over the next few years in various sectors from automotive to cattle breeding

Japan International cooperation Agency (JICA) has reiterated strong commitment to support Indonesian Infrastructure development which is one of the priorities of the Indonesian President. Japanese investment amounted to US\$2.7 billion in 2014 which is about 9.5 percent of the total US\$:24.12 billion realized during the year.

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