



China's Foreign Trade
-----10 Years after WTO Accession

for session 3

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Structure of the Presentation

- The entry ticket to the WTO—expensive!
- Pay for the ticket and enjoy the lunch?



Part I: The entry ticket to the WTO—expensive!



China's accession to the WTO in Nov. 2001, Doha



Entry ticket I---Tariffs

| Year | Average tariff | average tariff for industrial products | average tariff for agricultural products |
|----------------------|----------------|--|--|
| 2001 | 15.3 | 14.8 | 23.2 |
| 2002 | 12 | 11.4 | 18.3 |
| 2003 | 11 | 10.3 | 16.8 |
| 2004 | 10.4 | 9.5 | 15.6 |
| 2005 | 9.9 | 9.0 | 15.3 |
| 2009 | 9.8 | 8.9 | 15.2 |
| Global (2009) | 39.5 | 29.9 | 60.5 |

Entry ticket II

| | |
|---|--------------------------------|
| Quota, import license, state trading for silk | eliminated, 2005 |
| Designated trading(timber, natural rubber) | eliminated, 2004 |
| Tariff quota for a handful of products | Expanded annually |
| Export subsidies | Eliminated before 2000 |
| Amber box subsidies | Zero |
| Rights for foreign trade | Extend to all enterprises,2005 |
| ITA products | Zero tariff, 2005 |

Entry ticket III

| | |
|---|-----------------|
| Non-market economy status | Until Nov. 2016 |
| Transitional product-specific safeguard | Until Nov.2013 |
| Transitional review mechanism | Until Dec. 2011 |
| Textile-specific safeguard mechanism | Until Dec. 2008 |



Entry ticket IV

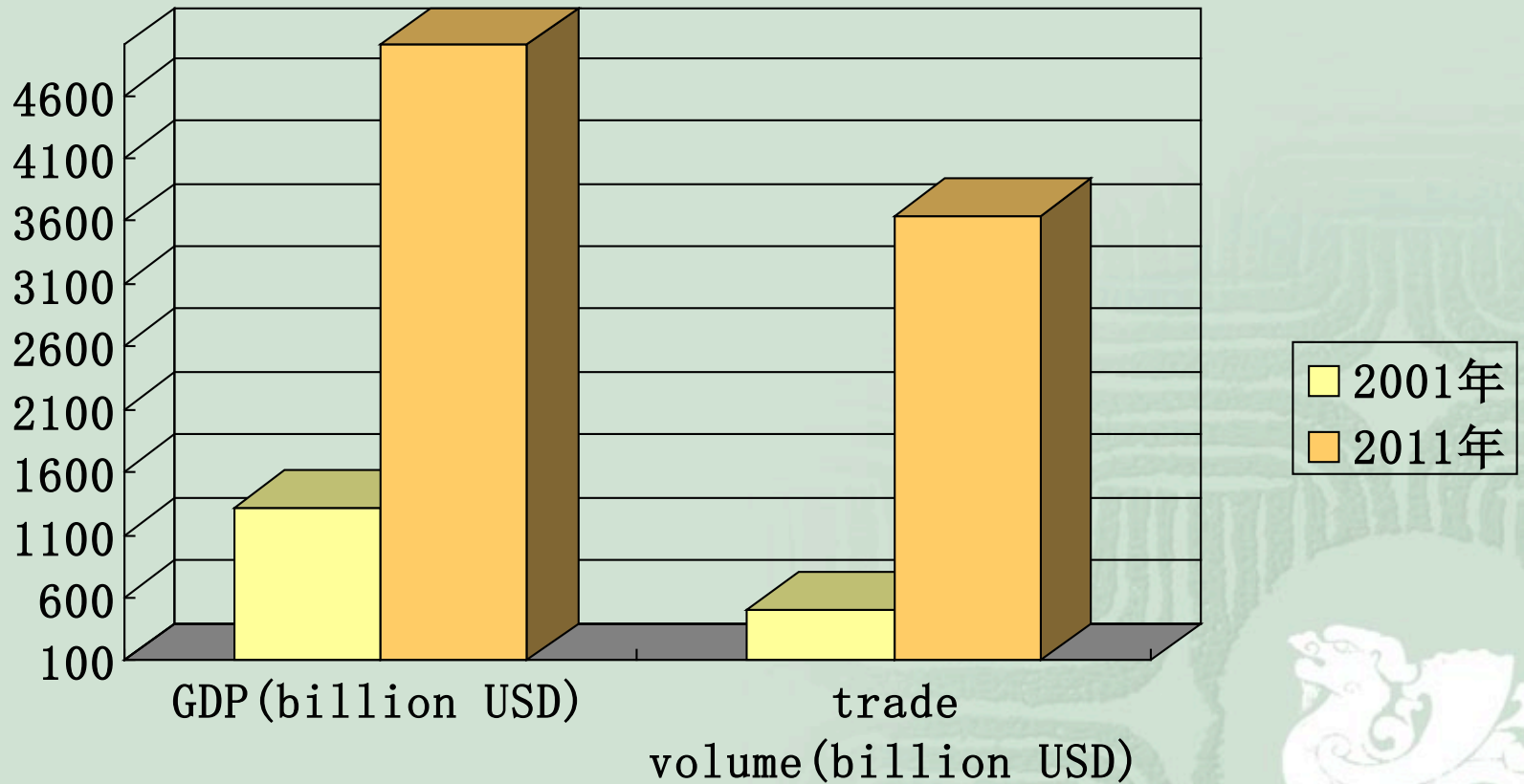
| | |
|------------------------------|---|
| Intellectual property rights | Copyright, patent, trademark, geographic indication, industrial design, layout designs of integrated circuits, undisclosed information, plant variety |
| Services | Liberalize or partially liberalize 100 sectors among the total 160 WTO sectors (developing average:54; developed average: 108) |



Part II: Pay for the ticket and enjoy the lunch?



China's GDP and Trade Growth 2001-2011



China's GDP

- GDP(billion USD) trade volume(billion USD)
 - 2001年 1324.8 509.6
 - 2011年 7301.1 3642.1
-
- China's GDP 2011, 2nd in the world
 - China's GDP per capita 2009: 3768 USD, 119th in the world, lower than countries like Namibia, Maldives, Azerbaijan, Albania, Gabon, Botswana, etc.



China's Foreign Trade in 2010

- China's trade in goods(2011): 3.64 trillion USD, 2nd place; export: 1.90 trillion USD, 1st place; import: 1.74 trillion USD, 2nd place.
- China's trade in service(2011): 362 billion dollars, 4th place; export:170 billion dollars, 4th place; import:192 billion dollars, 3rd place
- But, per capita export and import ranking even lower than 100th place



China---World 2nd Largest Goods Market

- 2001-2011, 243.6 billion----1.74 trillion USD
- Largest market for LDCs, Japan, Korea, Australia, Brazil, South Africa, 2nd largest market for EU, 3rd largest for the US, India
- The only major economies with import increase amid the 2009 world financial crisis, supporting the global market



Benefit for foreign service providers

- China opened 100 sectors among the total 160 services sectors by the WTO, the liberalization degree approaching the developed countries' level
- 3rd largest services market in the world



China's Inward and Outward Investment in 2011

- Realized FDI: 116 billion dollars
- Outward investment: 60 billion USD, 5.2% in the world (5th place); Accumulated outward investment by 2011: 377.2 billion USD, 1.8% in the world (17th place), 16 thousand enterprises spreading in 178 countries (regions);



China's contribution to the world

- Strong boost to world economy. Positive externality to foreign countries, especially to Asian neighbouring countries.
- China's contribution ratio to the world economy exceeding 10%(WB)
- 2nd largest importer in the world, import 7.45 trillion USD goods and 1.03 trillion USD services in the last ten years



China's contribution to the LDCs

- Largest importer of goods from LDCs since 2008,
- Aid for Trade, besides bilateral aid programs, contribution to the WTO aid-for-trade: 400 thousand USD annually, China Program(China LDC Accession Program) launched in July 2011
- Zero tariff treatment, in terms of volume, more than 99% products from LDCs
- Trained about 20 thousand persons for LDCs



Thank you for your attention!

