

Comparison of Comtrade and HMRC databases for selected commodities

Required libraries

```
library(RPostgreSQL)
library(tidyverse)
library(dbplyr)
library(rjson)
library(DBI)
library(lubridate)
library(tibble)
library(olsrr)
library(ggplot2)
library(ggExtra)
library(gridExtra)
```

Get the auxiliary data

```
source("get_HMRC_aux_data.R")
list1 <- get_HMRC_aux_data()
comcode <- data.frame(Reduce(rbind, list1[1]))
port <- data.frame(Reduce(rbind, list1[2]))
country <- data.frame(Reduce(rbind, list1[3]))
eu_list <- c("BE", "BG", "CZ", "DK", "DE", "EE", "IE", "EL", "ES", "FR", "HR", "IT",
             "CY", "LV", "LT", "LU", "HU", "MT", "NL", "AT", "PL", "PT", "RO", "SI", "SK", "FI", "SE", "UK")
```

Use this line to search for commodity codes using a keyword

```
comname <- comcode[grepl('BEEF', toupper(comcode$description)),c(1,3)]
(comname <- comname %>% filter(as.numeric(str_sub(commoditycode,1,2))<25))
```

```
## commoditycode
## 1 16025031
## 2 16025095
## 3 23099091
##
## 1
## 2 Meat or offal of bovine animals, prepared or preserved, cooked (excl. corned beef in airtight containers)
## 3
```

Partners codes

Poland : 616

Spain : 724

Brazil : 76

UK : 826

Ireland : 372

Three commodities codes

Chicken : 02071

Cucumber : 070700

Beef : 160250

Live Poultry : 0105

Set the partner country and the commodity: Leave the rest to the code: no worries about *arrivals* or *imports*

```
#Define commodity and partner country
com_id      <- "0201"
part_id     <- 76
Comtrade_parent <- TRUE
HMRC_parent  <- TRUE
#What am I searching for commodity-wise
(comcode[str_detect(comcode$commoditycode,paste('^',com_id,sep='')),3])

## [1] "Meat of bovine animals, fresh or chilled"
## [2] "Carcases or half-carcases of bovine animals, fresh or chilled"
## [3] "Fresh or chilled bovine cuts, with bone in (excl. carcasses and 1/2 carcasses)"
## [4] "\"Compensated\" quarters of bovine animals with bone in, fresh or chilled"
## [5] "Unseparated or separated forequarters of bovine animals, with bone in, fresh or chilled"
## [6] "Unseparated or separated hindquarters of bovine animals, with bone in, fresh or chilled"
## [7] "Fresh or chilled bovine cuts, with bone in (excl. carcasses and half-carcasses, \"compensated quarters"
## [8] "Fresh or chilled bovine meat, boneless"
```

GET COMTRADE DATA

```
#Is the commodity code a parent?
if( Comtrade_parent == FALSE){
  com_id1 <- paste(com_id,"$",sep='')
}else{
  com_id1 <- com_id
}
```

```

source("get_Comtrade_data.R")
#Comtrade SQL request
stime <- Sys.time()
df1 <- get_Comtrade_data(201401,201601,"default",com_id1,as.character(part_id))
etime <- Sys.time()
print(etime-stime)

```

Time difference of 1.223275 mins

Tidy Comtrade data

```

#Group by commodity code for the same good if necessary (different cuts for chicken...)
print(unique(df1$commodity_code))

## [1] "0201" "020130" "020120" "020110"

df2 <- df1 %>% group_by(period,trade_flow,reporter,reporter_code,partner,partner_code) %>%
  summarize(net_weight_kg = sum(netweight_kg),
            trade_value_usd = sum(trade_value_usd)) %>% ungroup()

#Compute the price in usd per kg
df2 <- df2 %>% mutate(price_usd_kg = trade_value_usd/net_weight_kg)
#Turn period into a proper date
df2 <- df2 %>% mutate(period_date = ymd(paste(period,"01",sep="")))
#Remove missing observations
df2 <- df2[complete.cases(df2),]
#Get the comtrade data for imports into the uk for the given commodity
comtrade_imports_into_uk <- df2 %>%
  filter(reporter=="United Kingdom") %>%
  filter(trade_flow=="Imports")

```

Get partner country alpha from the code

```

cname <- country[country$countryname==unique(df1$partner),2]

```

GET HMRC DATA

```

if( HMRC_parent == FALSE){
  com_id2 <- paste(com_id,"$",sep='')
}else{
  com_id2 <- com_id
}
source("get_HMRC_data2.R")
source("get_HMRC_data_imports2.R")
stime <- Sys.time()
if(cname %in% eu_list){
  print('It belongs to EU')
HMRC_import_food_data <- get_HMRC_data2(arrivals,com_id2)
}else{
  print('It does not belong to EU')
}

```

```

HMRC_import_food_data <- get_HMRC_data_imports2(imports,com_id2)
}

## [1] "It does not belong to EU"
## [1] "Medium cuppa?"
## [1] "SELECT * FROM imports WHERE comcode ~ '^0201'"

etime <- Sys.time()
print(etime-stime)

## Time difference of 54.49309 secs

#(col_names          <- t(as.data.frame(colnames(HMRC_import_food_data))))

```

Tidy the data depending on EU/non-EU (arrivals/imports)

```

if(cname %in% eu_list){
  #Filter the data for the selected commodity_code
  tmp <- HMRC_import_food_data
  #Remove crazy year
  current_year <- 2018
  tmp1 <- tmp %>% filter(as.numeric(sm_k_period_reference)<100*(current_year+1))
  #Ignore some variables
  tmp2 <- tmp1 %>%
  select(-sm_k_coo_seq,-sm_k_coo_alpha) %>%
  select(-sm_k_nature_of_transaction,-sm_k_mode_of_transport,-sm_k_no_of_consignments) %>%
  select(-sm_k_suite_indicator,-sm_k_sitc,-sm_k_ip_comcode) %>% select(-sm_k_supp_unit,-sm_k_trade_ind,-sm_k_re
  #Rename variables
  tmp2 <- tmp2 %>% rename(commodity_code = "sm_k_comcode")
  tmp2 <- tmp2 %>% rename(partner_code = "sm_k_cod_seq")
  tmp2 <- tmp2 %>% rename(partner_id = "sm_k_cod_alpha")
  tmp2 <- tmp2 %>% rename(period = "sm_k_period_reference")
  tmp2 <- tmp2 %>% rename(trade_value_spd = "sm_k_stat_value")
  tmp2 <- tmp2 %>% rename(netweight_kg = "sm_k_net_mass")
  #Sterling pounds to US dollars
  tmp2 <- tmp2 %>% mutate(trade_value_usd = trade_value_spd * 1.41) %>% select(-trade_value_spd)
}else{
  #Filter the data for the selected commodity_code
  tmp <- HMRC_import_food_data
  tmp <- tmp %>% select(comcode,cod_sequence,cod_alpha,account_date,value,quantity_1)
  tmp <- tmp %>% rename(commodity_code = "comcode")
  tmp <- tmp %>% rename(partner_code = "cod_sequence")
  tmp <- tmp %>% rename(partner_id = "cod_alpha")
  tmp <- tmp %>% rename(period_tmp = "account_date")
  tmp <- tmp %>% rename(trade_value_spd = "value")
  tmp <- tmp %>% rename(netweight_kg = "quantity_1")
  #Fix the period variable format
  tmp2 <- tmp %>% mutate(period = paste(str_sub(period_tmp,4,7),str_sub(period_tmp,1,2),sep='')) %>% select
  tmp2$partner_id <- gsub('GB', 'UK', tmp2$partner_id)
  #Remove crazy year
  current_year <- 2018
  tmp2 <- tmp2 %>% filter(as.numeric(period)<100*(current_year+1))
  #Sterling pounds to US dollars

```

```
tmp2 <- tmp2 %>% mutate(trade_value_usd = trade_value_spd * 1.41) %>% select(-trade_value_spd)
}
```

Keep going... No matter the HMRC table, the data is in *tmp2*

```
#Group by commodity code for the same good if necessary (different cuts for chicken...)
print(unique(tmp2$commodity_code))

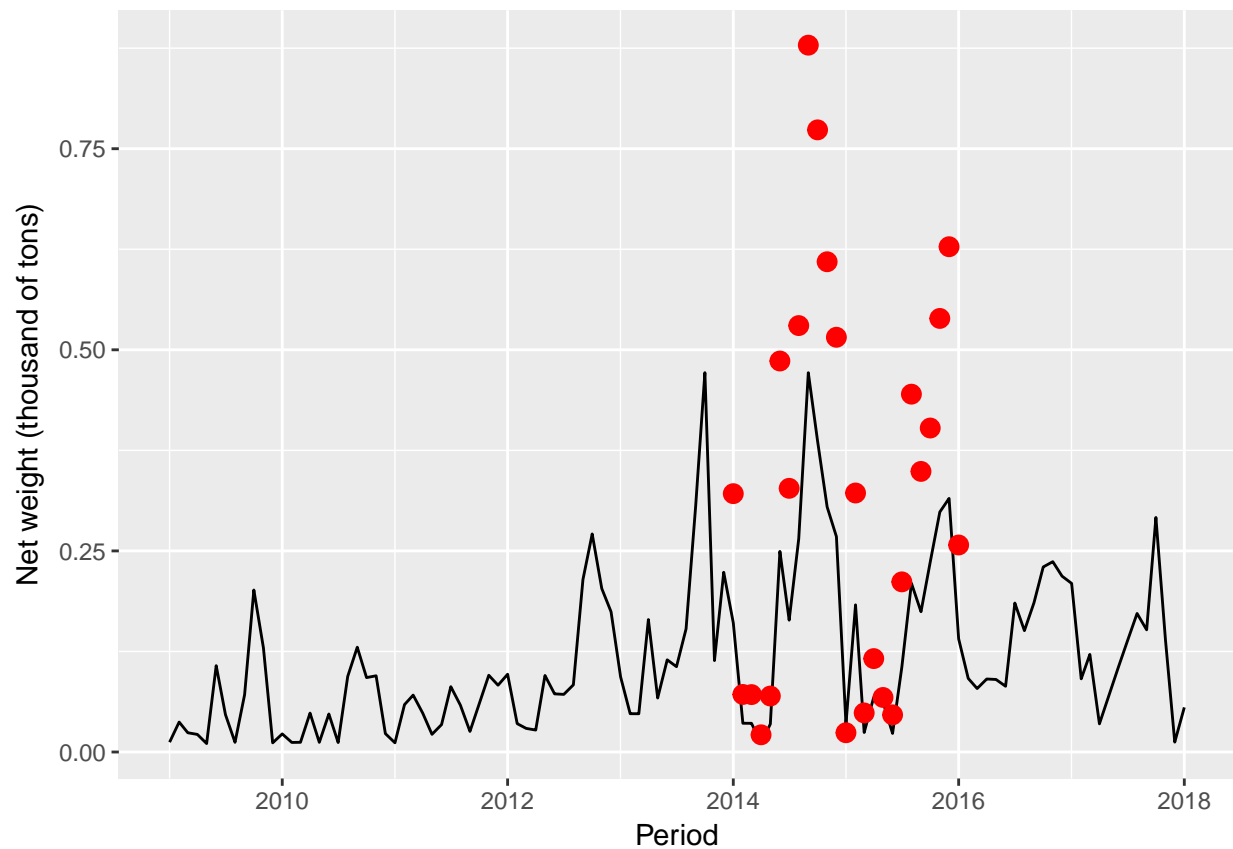
## [1] "02013000" "02012090" "02012030" "02012020"

tmp3 <- tmp2 %>% group_by(period,partner_id,partner_code) %>%
  summarize(net_weight_kg = sum(netweight_kg),
            trade_value_usd = sum(trade_value_usd)) %>% ungroup()
#Compute the price in usd per kg
tmp3 <- tmp3 %>% mutate(price_usd_kg = trade_value_usd/net_weight_kg)
#Turn period into a proper date
tmp3 <- tmp3 %>% mutate(period_date = ymd(paste(as.character(as.numeric(period)),"01",sep="")))
#Remove missing observations
tmp4 <- tmp3[complete.cases(tmp3),]
tmp5 <- tmp4 %>% filter(trade_value_usd > 0 & net_weight_kg > 0)
#Get the comtrade data for imports into the uk for the given commodity
HMRC_imports_into_uk <- tmp5 %>% filter(partner_id ==cname)
```

Do the plots comparing both databases

Net weight in kg

```
ggplot(NULL) + geom_line(data=HMRC_imports_into_uk,
                        mapping = aes(x=period_date,y=net_weight_kg/1e6)) +
  geom_point(data=comtrade_imports_into_uk,
            mapping = aes(x=period_date,y=net_weight_kg/1e6),color="red",size=3) +
  labs(x="Period",y="Net weight (thousand of tons)")
```



Relative error

```
comb <- inner_join(comtrade_imports_into_uk, HMRC_imports_into_uk, by="period_date")
weight <- comb %>% select(starts_with("net_weight_kg"), period_date) %>%
  mutate(error = (100*(net_weight_kg.x-net_weight_kg.y)/net_weight_kg.y))
ggplot(data=weight, aes(x=period_date)) + geom_line(aes(y=error)) +
  geom_point(aes(y=error)) +
  labs(x="Period", y="Error (%)")
```

