

# Trade and Competitiveness Monitoring Note

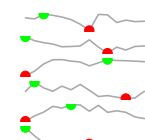


## Turkey

GDP (US\$ billions) (2016)	Population (millions) (2016)	Income per capita (current US\$) (2016)	Poverty rate (2012)	Unemployment rate (2014)
786.81	77.44	10,159.68	0.26	9.20

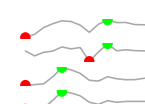
### Macro Indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
GDP growth (annual %)	4.44	2.13	4.19	2.91	3.22	3.46
Current account balance	-3.99	-6.20	-7.90	-5.82	-5.53	-5.67
Fiscal balance (% of GDP)	-4.55	-1.43	-1.62	-1.97	-2.44	-1.88
Remittances, received (% of GDP) [1]	0.20	0.15	0.14	0.14	—	—
Real Effective Exchange Rate (2010=100)	91.89	92.67	90.67	84.46	82.22	83.31
Consumer Price Index, annual percent change	17.42	8.89	7.49	8.90	7.50	6.80



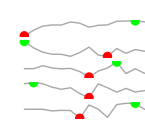
### Investment indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
Gross domestic investment (% GDP)	22.1	24.7	24.7	23.7	23.6	23.4
Gross domestic investment, of w: Private investment (% GDP) [1]	20.0	20.1	20.6	20.2	—	—
Inward FDI (% of GDP) [2]	1.8	1.7	1.5	1.5	—	—
Inward FDI, % of private investment [2]	9.0	8.3	NA	—	—	—



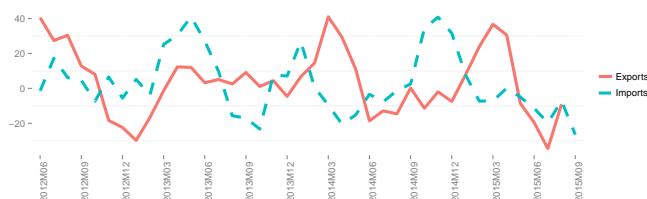
### Trade Indicators

	Avg 2002-2011	2012	2013	2014	2015	2016
Total Trade in Goods and Services (% of GDP, real terms)	49.92	55.01	55.14	55.27	54.54	54.17
Trade balance (% GDP, real terms)	-1.57	-0.60	-3.03	-1.18	-1.99	-2.13
Exports, Goods and Services, annual percent change (real terms)	5.42	16.31	-0.21	6.83	0.28	2.44
Imports, Goods and Services, annual percent change (real terms)	7.56	-0.39	9.01	-0.16	3.38	3.04
Total reserves in months of imports [1]	4.66	5.49	5.63	5.63	—	—



Sources: MFM note, [1] World Development Indicators (WDI), [2] UNCTADSTAT, [3] World Economic Outlook (WEO)

### Goods Export and Import volume growth, 2012-2015



Source: Development Prospects Group (DECPG)

### Gross Value Added by Economic Activity 2013 (% GDP)



Source: World Development Indicators (WDI)

### Top 5 Exports by % of Total Value, 2014

Motor vehicles for the transport of	Bars and rods of iron or non-alloy	Jewellery of gold, silver or platinum	Petroleum oils & oils obtained from
5	3	3	3

### Imports Categories by % of Total Value, 2014

Intermediate goods	Capital goods	Consumer goods	Raw materials
35	28	27	9

Source: World Integrated Trade Solution (WITS)

### Doing Business 2015 Ranks (among all countries)

	DB 2015 Rank	DB 2016 Rank	Change in Rank
Dealing with Construction Permits	108	98	10
Ease of Doing Business Rank	51	55	-4
Enforcing Contracts	17	36	-19
Getting Credit	71	79	-8
Getting Electricity	35	36	-1
Paying Taxes	56	61	-5
Protecting Minority Investors	20	20	0
Registering Property	51	52	-1
Resolving Insolvency	102	124	-22
Starting a Business	88	94	-6
Trading Across Borders	61	62	-1

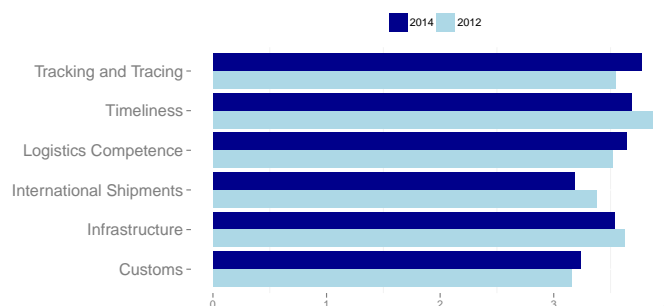
Source: Doing Business Report 2015

## WEF Competitiveness Indicators (Scale 1-5, 5=best)



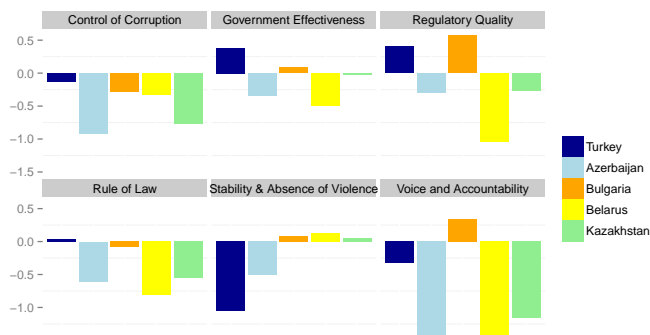
Source: WEF Global Competitiveness Report 2015

## Logistics Performance Index (Scale 1-5, 5=best)



Source: Logistics Performance Index (World Bank)

## World Governance indicators (Std. score, High=best)



Source: Worldwide Governance Indicators

## Trade Policy

	2010	2014
Applied Tariff (Incl. Prefers. and Trade-Weighted)	2.5	—
Binding (%)	51	—
Dispersion (Standard Deviation)	29.6	—
Import duties collected (%; 2011-2013) [1]	—	1.2
MFN Tariff (Agriculture)	43.4	—
MFN Tariff (Non-Agriculture)	4	—
MFN Tariff (Simple Average)	9.9	—
Services sectors with GATS commitments [1]	—	77

Sources: WITS, [1] WTO Trade Profiles

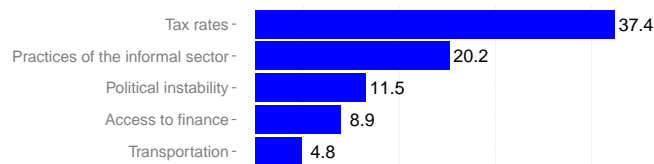
## Private Sector's Views

### Enterprise Survey 2013

	Turkey	Europe and Central Asia	All Countries
Number of electrical outages in a typical month	1.70	2	6.30
Percent of firms with a bank loan/line of credit	40.20	—	34.30
Proportion of investment financed by banks (%)	31.40	—	14.30
Proportion of investment financed internally (%)	61.00	—	71.80
Senior management time spent dealing with the requirements of government regulation (%)	19.00	—	9.90

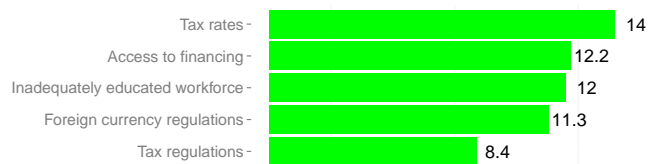
Source: Enterprise Survey 2013

### Top 5 constraints according to ES 2013 (% respondents)



Source: Enterprise Survey 2013

### Top 5 constraints according to WEF 2015 survey (% respondents among 88 executives)



Source: WEF Global Competitiveness Report 2015