

Non-oil and Gas Recorded a Surplus in August 2018 Amid US Dollar Strengthening



Jakarta, 3 September 2018—Total exports in August 2018 valued USD 15.82 billion, up 4.15% from the same period last year (YoY). Non-oil and gas exports were registered USD 14.43 billion, up 3.4% (YoY). Cumulativenon-oil and gas value from January to August 2018 stood at USD 108.69 billion, up 10.0% (YoY). Escalating exports in August was on account of strengthening US Dollar exchange rate against Indonesian Rupiah in addition to US and China

trade war. Growing exports boost the optimism to reach non-oil and gas target growthby 11% in 2018.(Table 1)

Tabel 1. Kinerja Perdagangan Indonesia

Description	August 2018			January-August 2018			Growth Aug 2018		Growth Aug 2018		Growth Jan-Aug 2018	
	Export	Import	Balance	Export	Import	Balance	MoM (%)	YoY (%)	Export	Import	Export	Import
Total	15.82	16.84	(1.02)	120.10	124.19	(4.09)	(2.90)	(7.97)	4.15	24.65	10.4	24.5
Oil and Gas	1.38	3.05	(1.66)	11.41	19.77	(8.36)	(8.26)	(14.30)	8.43	51.43	14.0	28.3
Crude Oil	0.56	1.04	(0.48)	3.51	6.24	(2.70)	(46.02)	(67.35)	37.72	(43.8)	7.5	41.6
Oil Products	0.09	1.70	(1.60)	1.02	11.53	(10.51)	(9.97)	(3.36)	5.98	54.12	(0.3)	23.3
Gas	0.73	0.31	0.42	6.95	1.99	4.96	(23.75)	7.82	(6.68)	(5.14)	21.0	21.1
Non Oil and Gas	14.43	13.79	0.64	108.69	104.42	4.27	(2.86)	(11.79)	3.43	19.96	10.0	23.8

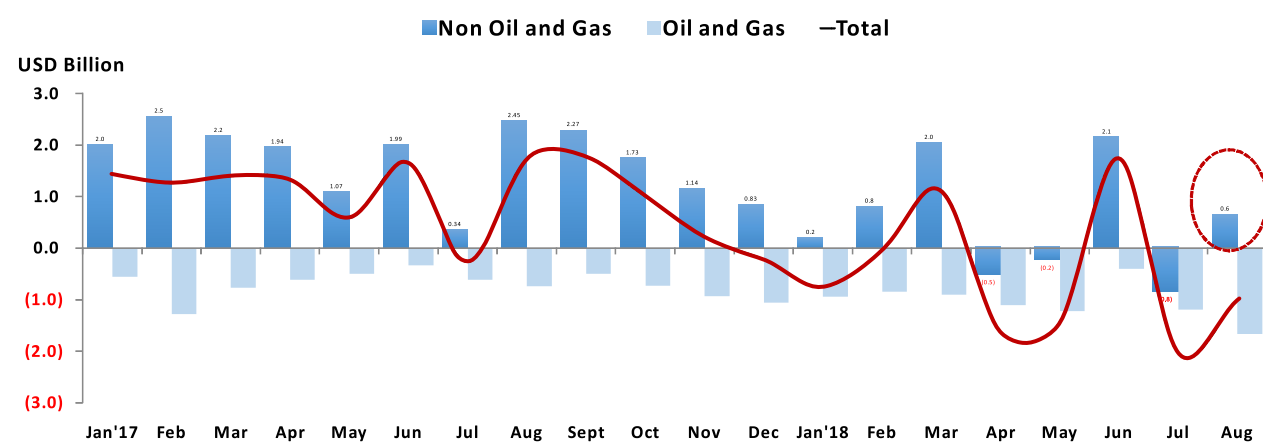
Source : BPS (Processed by Puskadaglu, BPPP)

Trade Surplus Amid US Dollar Strengthening

Amid US Dollar Strengthening against Indonesian Rupiah, trade balance for non-oil and gas in August registered USD 639.60 million surplus. This allowed indirect incentives for

exporters to increase exports volume which led non-oil and gas trade balance remain surplus. (Graph 1)

Table 1. Indonesian Trade Performance



Source : BPS (Processed by Puskadaglu, BPPP)

Table 2. Top Non-oil and Gas Exports January-August 2018 by HS 2 Digit

NO	HS	DESCRIPTION	JAN - AUG 2018		% GROWTH VALUE (YOY)	CONTRIBUTION (%)	JAN - AUG 2018		% GROWTH VOLUME (YOY)
			(USD MILLION)	(THOUSAND OF TONS)			(THOUSAND OF TONS)	(THOUSAND OF TONS)	
TOTAL EXPORT			120,102.04	10.39	100.00	398,145.46	13.85		
TOTAL NON OIL AND GAS			108,687.94	10.02	90.50	372,104.36	15.38		
1	27	Mineral Fuel	16,457.4	24.3	13.7	281,728.2	12.1		
2	15	Fat & Animal / Vegetable Oil	13,470.5	(11.6)	11.2	20,056.0	(2.7)		
3	85	Machinery / electrical equipment	5,804.6	3.2	4.8	325.5	(4.2)		
4	87	Motor Vehicles and Part thereof	4,859.3	8.0	4.0	562.4	7.7		
5	40	Rubber and Rubber Goods	4,405.9	(18.3)	3.7	2,486.0	(5.6)		
6	71	Jewelry / Gems	3,891.8	4.3	3.2	1.7	16.5		
7	84	Machines / Aircraft Mechanics	3,850.2	0.8	3.2	452.0	5.8		
8	26	Bijih, Kerak, dan Abu logam	3,793.4	103.3	3.2	19,633.9	323.4		
9	72	Iron and Steel	3,626.2	94.4	3.0	2,872.6	32.0		
10	38	Various Chemical Products	3,407.3	35.0	2.8	4,044.9	60.9		
11	64	Footwear	3,367.0	4.8	2.8	171.6	6.5		
12	48	Paperboard	3,043.5	24.8	2.5	3,488.6	14.7		
13	62	Apparel, not knitted	3,019.8	7.9	2.5	129.8	(1.2)		
14	44	Wood and articles of wood	2,955.7	15.1	2.5	3,569.6	(5.4)		
15	61	Articles of apparel and clothing accessories	2,732.1	10.3	2.3	164.5	1.2		
SUBTOTAL			78,684.7	10.4	65.5	339,687.4	16.2		
OTHERS NON OIL AND GAS			30,003.2	9.1	25.0	32,417.0	7.6		
TOTAL OIL AND GAS			11,414.1	14.0	9.5	26,041.1	(4.3)		
Crude Oil			3,539.4	7.5	2.9	7,170.8	(15.2)		
Oil Products			1,024.2	(3.1)	0.9	2,035.0	(24.7)		
Gas			6,850.5	21.0	5.7	16,835.3	4.8		

Source : BPS (Processed by Puskadaglu, BPPP)

Exports to Several Countries Predicted to Reach Targets

Escalating exports to several trading partners demonstrated a significant growth to non-oil and gas exports from January to August 2018. Non-oil and gas exports to several countries were predicted to reach 2018's targets, among other were to China (30.63%), Japan (20.39%) and South Korea (15.57%) (YoY). The inclining exports to these countries was driven by rising demands in their domestic markets. (Table 3).

Table 3. Non-oil and Gas Export Targets 2018 by Designated Countries

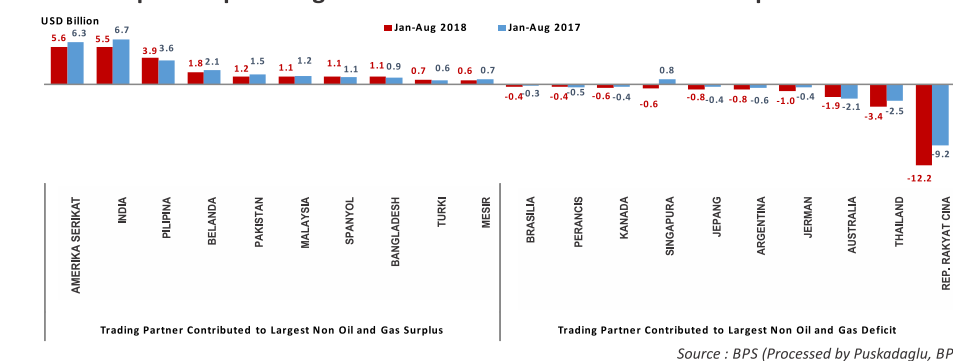
No	COUNTRY	Value (USD Million)		Growth (%) Jan-Aug 18/17
		Jan- Aug 2017	Jan- Aug 2018	
EXPORT OF NON OIL AND GAS		98,787.2	108,687.9	10.0
1	CHINA	12,704.5	16,595.8	30.6
2	UNITED STATES	11,363.2	11,714.2	3.1
3	JAPAN	9,284.8	11,177.8	20.4
4	INDIA	9,073.5	8,797.1	-3.0
5	SINGAPORE	5,842.3	6,014.5	2.9
6	MALAYSIA	4,569.2	5,172.1	13.2
7	KOREA, REPUBLIC OF	4,170.9	4,820.1	15.6
8	PHILIPPINES	4,127.0	4,559.2	10.5
9	THAILAND	3,591.4	3,903.3	8.7
10	NETHERLANDS	2,632.6	2,603.4	-1.1
11	TAIWAN	1,795.8	2,414.8	34.5
12	GERMANY, FED. REP. OF	1,761.8	1,792.1	1.7
13	HONG KONG	1,518.3	1,787.2	17.7
14	SPAIN	1,375.5	1,604.1	16.6
15	AUSTRALIA	1,295.9	1,453.7	12.2
16	ITALY	1,280.5	1,321.4	3.2
17	UNITED ARAB EMIRATES	1,082.0	1,013.0	-6.4
18	UNITED KINGDOM	952.6	975.6	2.4
19	BELGIUM	846.7	857.1	1.2
20	SAUDI ARABIA	956.8	829.5	-13.3
21	BRAZIL	789.1	768.1	-2.7
22	FRANCE	634.2	698.2	10.1
23	EGYPT	798.7	696.6	-12.8
24	RUSSIA FEDERATION	868.0	667.8	-23.1
25	CANADA	565.0	608.3	7.7
26	MEXICO	672.7	594.4	-11.6
27	SWITZERLAND	1,063.8	451.7	-57.5
28	SOUTH AFRICA	480.8	448.4	-6.8
29	NIGERIA	231.5	269.5	16.4
30	DENMARK	127.0	141.0	11.1
31	CHILE	100.5	103.2	2.6
32	HUNGARY	45.3	44.3	-2.3

Source : BPS (Processed by Puskadaglu, BPPP)

In January-August 2018 period, top growing non-oil and gas merchandise were Crust Ore, and Metal Ash (HS 26); Iron and Steel (HS 72); Various Chemical Products (HS 38); Mineral fuels (HS 27) and Paper/Cardboard (HS 48). The said growth was owing to stronger export prices in which the value was exceeding the volume (Table 2).

higher than last year's value at USD 9.2 billion. In addition to China, other top trading partners for trade deficit included Thailand, Australia, Germany and Argentina with total value of USD 19.3 billion. (Graph 2)

Graph 2. Top Trading Partners for Non-oil and Gas Trade Surplus and Deficit

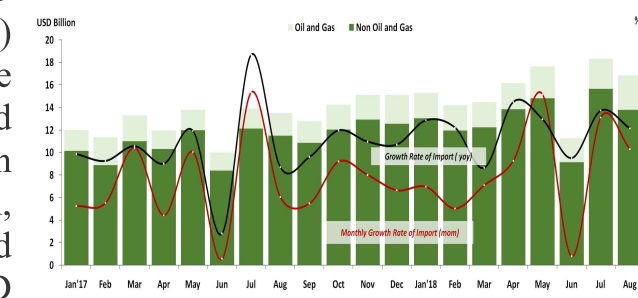


Source : BPS (Processed by Puskadaglu, BPPP)

Slowing Import Performance in August 2018 To Correct Trade Balance

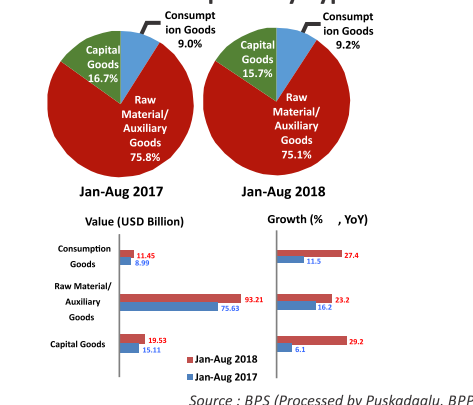
US dollar strengthening led to a slowdown in import performance. Total imports in August 2018 valued USD 16.84 billion, down 8.0% from that of July 2018 (MoM) which stood at USD 18.30 billion. Compared to the month before, imports of non-oil and gas dropped 11.79% while oil and gas rose by 14.50%. Imports in January-August 2018 period totaled USD 124.2 billion, up 24.5% (YoY). Imports of oil and gas and non-oil and gas rose significantly, respectively by 28.3% to USD 19.7 billion and 23.8% to USD 104.4 billion. (Graph 3)

Graph 3. Indonesian Imports Performance



Source : BPS (Processed by Puskadaglu, BPPP)

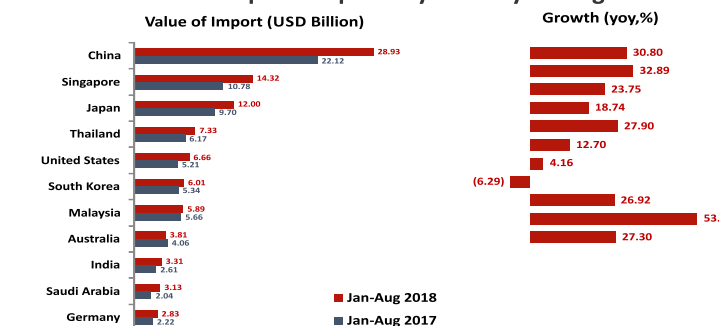
Graph 4. Indonesian Imports By Types of Goods



Source : BPS (Processed by Puskadaglu, BPPP)

Top Indonesian imports were originated from Saudi Arabia, Singapore and China. Imports from Saudi Arabia rose 53.28% from USD 2.04 billion in January-August 2017 to USD 3.13 billion this year. Imports from Singapore and China grew individually by 32.89% and 30.80% (Graph 5).

Graph 5. Imports by Country of Origin



Source : BPS (Processed by Puskadaglu, BPPP)