



Danish trade with Indonesia

Export

- Indonesia was Denmark's 53rd largest export market in 2020, totalling DKK 2,6 billion in revenues (BOP)
- Indonesia was the 58th largest market for goods (1,3 billion) and 45th for services (1,4 billion) (BOP)
- Exports of goods to Indonesia were worth DKK 984,8 million in 2020. (FOS)
- In 2020 exports of goods to Indonesia accounted for 0,14% of total Danish goods exports. (FOS)
- Goods exports to Indonesia fell by 20,5 % in 2020 in relation to 2019. (FOS)
- The top export in 2020 was medicinal and pharmaceutical products (DKK 146,9 million). (FOS)
- In the first four months of 2021, Danish exports of goods to Indonesia were worth DKK 387,2 million; a rise of 5,3% relative to the same time period in 2020 (DKK 367,7 million). (FOS)

Import

- Imports of goods and services from Indonesia totalled DKK 1,9 billion in 2020. (BOP)
- Imports of goods from Indonesia totalled DKK 1,3 billion in 2020; a fall of 15,6% relative to 2019.(FOS)
- The top import in 2020 was footwear (DKK 258,8 million). (FOS)
- In the first four months of 2021, imports of goods from Indonesia were worth DKK 417,2 million; a fall of 21,0% in relation to the same time period in 2020 (DKK 528,1 million). (FOS)

Foreign direct investments

- NA
- NA

Table 1: Denmark's trade with Indonesia since 2016. Mill. DKK

	2016	2017	2018	2019	2020	Jan.-Apr. 2020	Jan.-Apr. 2021
Export							
- Goods (FOS).....	922	1.453	935	1.239	985	368	387
- Goods (BOP).....	921	1.429	1.044	1.578	1.280	-	-
- Services (BOP).....	1.185	1.357	1.372	1.671	1.354	-	-
Import							
- Goods (FOS).....	1.580	1.667	1.704	1.498	1.264	528	417
- Goods (BOP).....	1.480	1.599	1.564	1.359	1.153	-	-
- Services (BOP).....	794	828	783	756	770	-	-

Source: Statistics Denmark, July 9, 2021 tables SITC2R4Y (goods) and BB2 (goods and services).

Note.: FOS: Foreign Trade Statistics. BOP: Balance of payments. FOS calculates the value of goods that have physically crossed the Danish border. BOP calculates the payment for both goods and services that Danish companies receive for the sale of goods or services abroad (even if goods produced or purchased abroad, have never been in Denmark). Exports of goods calculated according to BOP are generally greater than calculated according to FOS.

Table 2: Foreign Trade Statistics largest export commodity groups, 2020

	Volume (mill. DKK)	Growth relative to 2019
Medicinal And Pharmaceutical Products.....	147	2,9 %
General Industrial Machinery And Equipment.....	128	-24,5 %
Chemical Materials And Products.....	99	-35,0 %
Total goods export to Indonesia.....	985	-20,5 %

Source: Statistics Denmark, July 9, 2021 table SITC2R4Y

Economic key figures for Indonesia

- Indonesia is the world's 16th largest economy in 2020 with a GDP of 1.062 billion USD.
- In 2020 the country had a population of 273,9 million.
- According to the World Bank's 2021 classification, Indonesia belongs to the group of Lower middle income countries. The GDP per capita of the country was 3.879 USD in 2020.
- In 2021 the real growth rate in GDP is expected to be 4,5 pct., and over the following two years real GDP is expected to grow at a rate of 5,9 pct. p.a.
- In 2020 the current account had a deficit of 0,4 pct. of GDP. Towards 2023, the current account is expected to somewhat worsen and the deficit further increases.
- In 2019 the government budget balance had a deficit of 6,2 pct. Towards 2023, the budget balance is expected to slightly improve, but remains negative.
- Exports of services to Indonesia totalled DKK 1,4 billion in 2020.

Table 3: Forecast of Economic Key Figures for Indonesia

	2019	2020	2021*	2022*	2023*
Real growth rate GDP.....	4,8	-2,1	4,5	6,1	5,6
GDP, nominel USD, per capita.....	4.132	3.879	4.159	4.519	5.065
Real growth rate GDP, per capita.....	3,7	-3,2	3,5	5,1	4,7
Current account, pct. of GDP.....	-2,7	-0,4	-1,6	-2,3	-2,1
Government balance, pct. of GDP.....	-2,2	-6,2	-6,2	-4,7	-3,5
Total government debt, pct. of GDP.....	35,4	44,3	48,5	48,0	46,6
Inflation (CPI), pct.....	2,7	2,0	2,0	2,7	2,9
Change in exchange rate, LCU/USD, pct.....	-0,7	2,8	-0,9	0,0	-3,5
Population growth, pct.....	1,1	1,1	1,0	1,0	1,0
Unemployment rate, pct.....	5,1	6,1	6,4	5,9	5,3

Source: Oxford Economics. Data extracted July 9., 2021, but forecasts can be older. Note: A star (*) indicates that data for a given year is a forecast.

Table 4: Indonesia's Largest Trading Partners and EU (goods)

<u>Export markets</u>			<u>Import markets</u>		
No.	Country	Share	No.	Country	Share
1	China.....	19,2%	1	China.....	24,2%
2	United States.....	11,3%	2	Singapore.....	11,9%
3	Japan.....	9,4%	3	Japan.....	8,8%
47	Denmark.....	0,1 %	44	Denmark.....	0,1 %
-	EU27.....	8,2%	-	EU27.....	6,5%

Source: Oxford Economics d. July 9., 2021

Table 5: Ranking on International Indexes and Credit Rating

	<u>Rank Indonesia</u>		<u>Rank Denmark</u>
	2018	2019	2018
WEF Competitiveness Index.....	45	50	10
Ease of doing business index.....	72	73	4
Corruption Perceptions Index.....	89	85	1
S&P's Credit Rating.....	-	BBB	AAA

*The credit rating BBB means that Indonesia has an adequate capacity to meet financial commitments, but more subject to adverse economic conditions.

Sources: Oxford Economics, WEF, Standard & Poor, World Bank, Transparency Int., Statistics Denmark, Danmarks Nationalbank