

# KORUS FTA FACTS AND FIGURES

## Trade Works: A Three-Year Review

### Trade in Goods

Korea-U.S. Free Trade Agreement beneficiary items contribute to expanding and balancing bilateral trade.

### Korea-U.S. Trade in Goods 2012-2014

	2012		2013		2014	
	Import from Korea	Export to Korea	Import from Korea	Export to Korea	Import from Korea	Export to Korea
<b>U.S Trade with Korea</b>	\$58.5 billion (+4.1%)	\$43.3 billion (-2.8%)	\$62.1 billion (+6.0%)	\$41.5 billion (-4.2%)	\$70.3 billion (+13.3%)	\$45.3 billion (+9.1%)
FTA Beneficiary Items	\$22.4 billion (+12.8%)	\$21.0 billion (+1.9%)	\$23.9 billion (+6.4%)	\$22.6 billion (+6.9%)	\$24.9 billion (+4.3%)	\$24.7 billion (+9.0%)
FTA Non-Beneficiary Items	\$36.1 billion (-0.6%)	\$22.3 billion (-6.8%)	\$38.2 billion (+5.8%)	\$18.9 billion (-14.9%)	\$45.4 billion (+19.0%)	\$20.6 billion (+9.1%)

\*Percent changes reflect growth compared to the previous year.

Source: Korea Ministry of Trade, Industry, and Energy

### Top Export Beneficiary Items (U.S. → Korea): 2014

Commodity	Pre-KORUS Tariff Elimination Schedule	Growth between 2011 and 2014	Exports to Korea (2014)
Machines for manufacturing semiconductor devices	8% eliminated immediately or over 10 years	+41.2%	\$2.2 billion
Motor cars & vehicles for transporting persons	8% eliminated over 5 years	+142.7%	\$1 billion
Medicaments	8% eliminated immediately or over 3 years	+90.9%	\$758.2 million
Petrol and bitum mineral oil (not crude)	3% or 5% eliminated immediately	+558.6%	\$670.2 million
Frozen beef (bone-in)	40% eliminated over 15 years	+71.4%	\$365 million
Food preparations	8%, 30% or 754.3% being eliminated immediately or over 10 years	+18.8%	\$255 million
Parts of taps, cocks, valves for pipes	8% eliminated over 5 years	+532.9%	\$216.8 million
Beauty & skin care preparation	6.5% eliminated immediately or over 10 years	+30.1%	\$208 million
Almonds (shelled and in shell)	8% eliminated immediately	+174.4%	\$204.4 million
Fresh cheese (e.g. mozzarella, cream cheese)	36% eliminated over 15 years (0% tariff applied for quantity less than 7,000t)	+575.5%	\$199.4 million

Source: United States Census Bureau, Korean Customs Service

### U.S. Automobile Exports to Korea (including passenger motor vehicles, buses, trucks, and tractors)

2008	2009	2010	2011	2012	2013	2014
8,122 (+6.3%)	6,852 (-15.6%)	13,357 (+94.9%)	13,669 (+2.3%)	28,361 (+107.5%)	31,654 (+11.6%)	34,334 (+8.5%)

Note: Denotes number of automobiles exported to Korea.

\*Year-on-year percent changes are shown in parentheses.

Source: Korea Customs Service

# Top Trading Partners (trade in goods)

Since the KORUS FTA, both the United States and Korea have **moved up** in trading partner rankings.

## Korea's Top Trading Partners

Rank	2011	2012	2013	2014
1	China \$220.6 billion	China \$215.1 billion	China \$228.9 billion	China \$235.4 billion
2	Japan \$108 billion	Japan \$103.2 billion	E.U. \$105.1 billion	E.U. \$115.6 billion
3	E.U. \$103.2 billion	U.S. \$101.9 billion	U.S. \$103.6 billion	U.S. \$114.1 billion
4	U.S. \$100.8 billion	E.U. \$99.8 billion	Japan \$94.7 billion	Japan \$89.0 billion

Source: Korea International Trade Association

## United States' Top Trading Partners

Rank	2011	2012	2013	2014
1	Canada \$596.6 billion	Canada \$616.9 billion	Canada \$634.2 billion	Canada \$658.2 billion
2	China \$503.5 billion	China \$536.1 billion	China \$562.2 billion	China \$590.1 billion
3	Mexico \$461.2 billion	Mexico \$493.5 billion	Mexico \$506.6 billion	Mexico \$534.5 billion
4	Japan \$194.7 billion	Japan \$216.4 billion	Japan \$203.8 billion	Japan \$200.9 billion
5	Germany \$148 billion	Germany \$158 billion	Germany \$161.7 billion	Germany \$172.6 billion
6	U.K. \$107.3 billion	U.K. \$109.9 billion	Korea \$104.1 billion	Korea \$114.1 billion
7	Korea \$100.1 billion	Korea \$101.2 billion	U.K. \$100.2 billion	U.K. \$107.9 billion

Source: United States Census Bureau

Note: Variances due to slight differences in calculations between countries

## Trade in Services

The U.S. services trade surplus to Korea continues to expand, growing at an average rate of approximately 15 percent in recent years.

Unit: Million USD

Trade in Services	2010	2011	2012	2013	2014
U.S. Exports to Korea	\$15,451	\$16,664	\$17,986	\$20,904	\$20,727
Korea Exports to U.S.	\$9,334	\$9,735	\$10,424	\$10,756	\$10,355
Total Trade in Services	\$24,785	\$26,399	\$28,410	\$31,660	\$31,082
Balance on Services	\$6,117	\$6,929	\$7,562	\$10,148	\$10,371*

\*Out of the total U.S. services trade surplus in 2014, the U.S. private services trade surplus with Korea was \$12.3 billion.

Source: United States Department of Commerce, Bureau of Economic Analysis

## U.S. - Korea Crossborder Investment

The United States has been the **top destination for Korea's Foreign Direct Investment (FDI)**.

Foreign Direct Investment	2014 (Q1-Q3)	Cumulative Total (1968-2014 Q3)
U.S. → Korea	\$2.9 billion	\$56.2 billion
Korea → U.S.	\$6.3 billion	\$76.6 billion

Note: All investment figures are on a "notification basis as reported."

Source: Korea Ministry of Trade, Industry and Energy, Export & Import Bank of Korea