

KORUS FTA FACTS AND FIGURES

Trade Works: A Two-Year Review

Trade in Goods

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

First Year: March 15, 2012 to March 14, 2013

U.S. Exports to Korea	\$42.1 billion (-9.1%)*	Korea Exports to the U.S.	\$58.9 billion (+1.6%)*
FTA Beneficiary Items	\$21.8 billion (+5.3%)*	FTA Beneficiary Items	\$23.2 billion (+10.5%)*
FTA Non-Beneficiary Items	\$20.3 billion (-20.7%)*	FTA Non-Beneficiary Items	\$35.7 billion (-3.5%)*
U.S.-Korea Total Trade Volume		\$101.0 billion (-3.2%)*	

Second Year: March 15, 2013-March 14, 2014

U.S. Exports to Korea	\$42.3 billion (+0.5%)*	Korea Exports to the U.S.	\$62.1 billion (+5.4%)*
FTA Beneficiary Items	\$22.8 billion (+4.5%)*	FTA Beneficiary Items	\$24.3 billion (+4.9%)*
FTA Non-Beneficiary Items	\$19.5 billion (-3.7%)*	FTA Non-Beneficiary Items	\$37.7 billion (+5.7%)*
U.S.-Korea Total Trade Volume		\$104.4 billion (+3.4%)*	

*Year-on-year percent changes shown in parentheses

Source: Korea Customs Service

Top Export Beneficiary Items (U.S. → Korea): 2013

Commodity	Pre-KORUS Tariff Elimination Schedule	Growth between 2011 and 2013	Exports to Korea (2013)
Passenger vehicles	8% being eliminated over 5 years (2016)	+79.5%	\$747.9 million
Packaged medicines for retail	8% eliminated immediately or over 3 years	+98.7%	\$687.8 million
Frozen beef (bone-in)	40% being eliminated over 15 years	+24.4%	\$264.9 million
Mechanical appliances (e.g. air purifiers, compressors, coating machines)	8% being eliminated over 3 years	+129.0%	\$227.7 million
Almonds (shelled and in shell)	8% eliminated immediately	+104.6%	\$170.5 million
Reciprocating positive displacement pumps	8% eliminated immediately	+260.6%	\$155.2 million
Hexamethylenediamine and its salts (chemical ingredient for polymers)	6.5% eliminated immediately	+123.1%	\$128.4 million
Fresh cheese (e.g. mozzarella, cream cheese)	36% being eliminated over 15 years (0% tariff applied for quantity less than 7,000t)	+331.1%	\$127.3 million
Lemons, fresh or dried	30% eliminated over 2 years	+172.4%	\$24.2 million
Wine	15% eliminated immediately	+93.5%	\$15.5 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
8,122 (+6.3%)*	6,852 (-15.6%)*	13,357 (+94.9%)*	13,669 (+2.3%)*	28,361 (+107.5%)*	31,654 (+11.6%)*

Note: Denotes number of automobiles exported to Korea.

Source: Korea Customs Service

*Year-on-year percent changes shown in parentheses

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

Trading Partner Rank	2011	2012	2013
1	China \$220.6 billion	China \$215.1 billion	China \$228.9 billion
2	Japan \$108 billion	Japan \$103.2 billion	E.U. \$105.1 billion
3	E.U. \$103.2 billion	U.S. \$101.9 billion	U.S. \$103.5 billion
4	U.S. \$100.8 billion	E.U. \$99.7 billion	Japan \$93.9 billion

Source: Korea International Trade Association

United States' Top Trading Partners

Trading Partner Rank	2011	2012	2013
1	Canada \$597.4 billion	Canada \$616.7 billion	Canada \$632.4 billion
2	China \$503.2 billion	China \$536.2 billion	China \$562.4 billion
3	Mexico \$460.6 billion	Mexico \$494 billion	Mexico \$506.6 billion
4	Japan \$195 billion	Japan \$216.4 billion	Japan \$203.7 billion
5	Germany \$147.5 billion	Germany \$157.3 billion	Germany \$162.1 billion
6	U.K. \$107.1 billion	U.K. \$109.8 billion	Korea \$103.8 billion
7	Korea \$100.1 billion	Korea \$101.2 billion	U.K. \$100 billion

Source: United States Census Bureau

Trade in Services

The U.S. services trade surplus to Korea continues to expand, growing at a rate of approximately 19 percent on average in recent years.

Unit: Million USD

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

*Out of the total U.S. services trade surplus in 2013, 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	2013	Cumulative Total (1968-2013)
U.S. → Korea	\$3.5 billion	\$53.3 billion
Korea → U.S.	\$5.5 billion	\$71.5 billion

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

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