Asia Pacific Dynamism and Thailand’s Opportunities

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Asia Pacific Dynamism and Thailand’s Opportunities

1. Dynamism of Asia / Pacific
2. Thailand in Asia / Pacific
3. Challenges and Opportunities for Thailand
1. Dynamism of Asia / Pacific

- **1950 – 1970**
  - 1st Phase – Japan + NIEs + North America + Australasia

- **1970 – 1990**
  - 2nd Phase – Entering ASEAN 5

- **1990 – 2000**
  - 3rd Phase – Entering China + CLMV

- **Now – Asia / Pacific + Australia/New Zealand – Third Center with good connection to India + South Asia + Middle East**
1. Dynamism of Asia / Pacific (cont)

Share to World Exports

- Japan+ NIEs + ASEAN-5 + China + CLMV + ANZ
- Japan+ NIEs + ASEAN-5 + China + CLMV
- Japan+ NIEs + ASEAN-5
- Japan+ NIEs

- 1970: 8%
- 1990: 17%
- 2000: 26%
- 2011: 31%
1. Dynamism of Asia / Pacific (cont)

GDP Current Prices, Percentage Share

<table>
<thead>
<tr>
<th>Year</th>
<th>Asia</th>
<th>Middle East</th>
<th>European Union</th>
<th>North America</th>
<th>Australasia</th>
<th>Others</th>
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1. Dynamism of Asia / Pacific (cont)

Northern Atlantic Centric  ➔  Asia/ Pacific Centric
2. Thailand in Asia / Pacific

* Emerging East Asia comprised of ASEAN + China + Hong Kong + Chinese Taipei + Korea

Changing pattern of trade

1995:
- Japan: 16.8%
- EU: 16.5%
- US: 17.8%
- The rest: 48.9%

Emerging East Asia*: 33.6%
- India: 0.5%
- Aus + NZ: 1.5%
- Middle East: 4.5%
- Others: 8.7%

2011:
- Japan: 10.5%
- EU: 10.6%
- US: 9.6%
- The rest: 68%

Emerging East Asia*: 46.6%
- India: 2.3%
- Aus + NZ: 3.9%
- Middle East: 4.5%
- Others: 12.1%
2. Thailand in Asia / Pacific (cont)

- Changing pattern of investment

**Composition of private capital inflow**

- Changing from concentration on loans to portfolio investment and FDI
2. Thailand in Asia / Pacific (cont)

- **Structure of Thai economy 2011**

  - **GDP production**
    - Services 50%
    - Industry 41%
    - Agriculture 9%

  - **GDP expenditure**
    - Private Consumption 52%
    - Investment 22%
    - Government Consumption 10%
    - Exports 76%
    - Imports 60%

- Agriculture + Fishery 12%
- Manufacturing 84%
- Others 4%
3. Challenges and Opportunities for Thailand

- Slow, fluctuating growth due to structural problems

Limit to industrial growth
Limit of resources, esp. energy
Limit of innovative/creative growth
3. Challenges and Opportunities for Thailand (cont.)
3. Challenges and Opportunities for Thailand (cont.)

- **Asia/Pacific oriented growth strategy**
  - GMS for production base and expanded domestic market
  - ASEAN for specialization and resource allocation
  - Asia/Pacific for globalization and financial security