

Socioeconomic Development in Myanmar



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Introduction

- New Government took office in 2011
- Inward Looking Policy to Outward Looking Policy
- Reform Process
 - First Stage
 - Second Stage
 - Third Stage
- Framework for Economics and Social Reforms (FESR)
 - Targeted at improvement of social and economic well-being of the citizens (poverty alleviation and Integration into international community)
- Policy changes in various sectors
- Promulgation and Regulation of laws, rules and regulations

Reforms in Myanmar



Overview Situation of Myanmar

- Population: 53.26 million (2014)*
- Proportion of Working Age: Approx. 40% of total population (2011)*
- Adult Literacy Rate (%): 95.8 (2010) *
- Primary Enrollment Ratio (%) : 87.7 (2010) *
- Human Development Index : ranks 149 out of 187 (2011)**
- Infant Mortality Rate (%) : 50 (2010)
- GDP per capita (\$, Current): 1324 (2013/-14)***
- Real GDP Growth Rate (%) : 6.5 (2012/13) ***
- People living below the national poverty line: 25.6% (2010)*

Recent Social and Economic Development in Myanmar

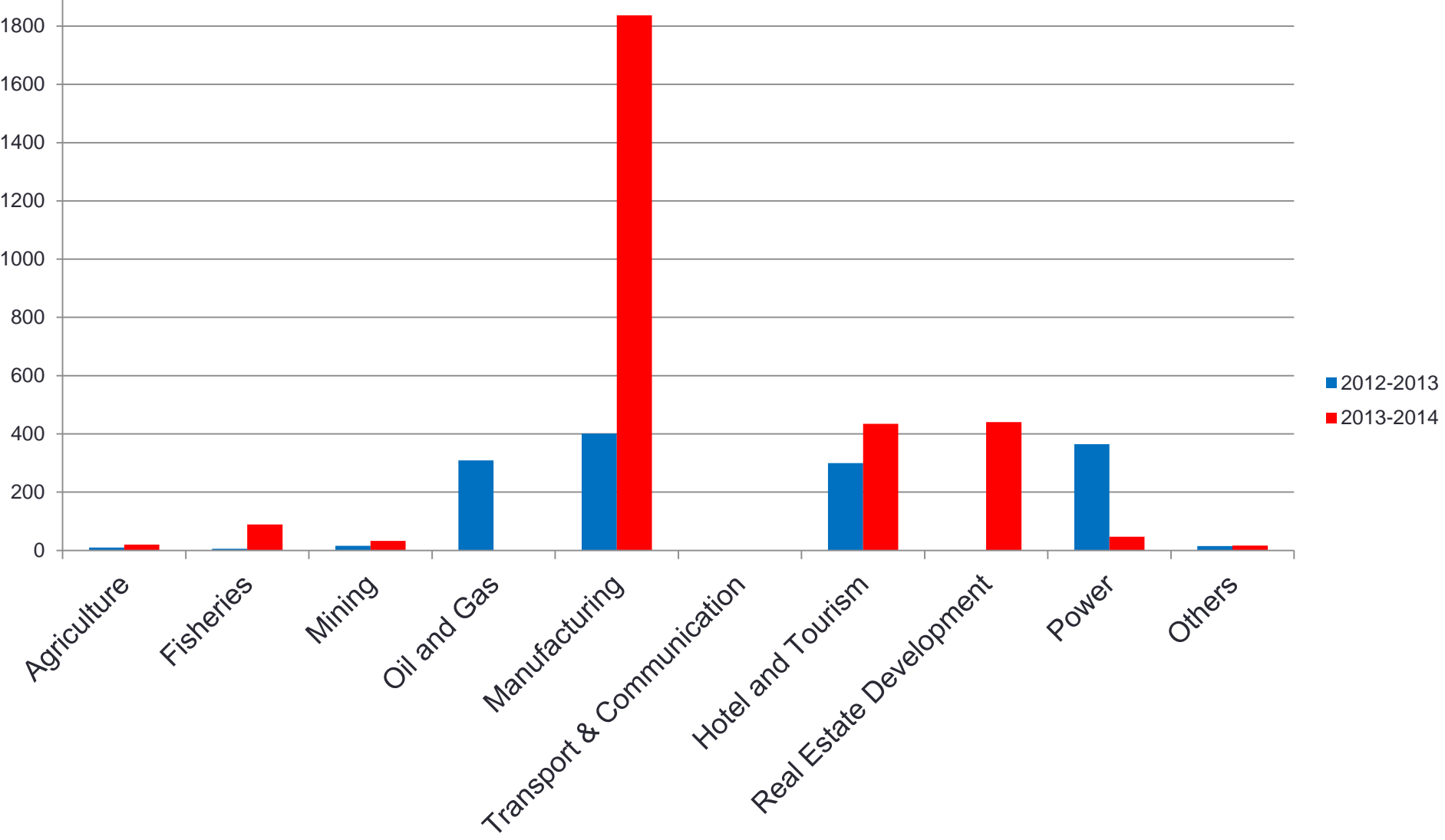
- Overall incidence of poverty is still high
- Adult Literacy Rate 95.8
- Primary enrollment ratio 87.7 in 2010
- Live Expectancy at Birth 62.7%
- Education expenditure (as % of GDP) increased 0.8% in 2011/12 to 1.5% (2012/13)

- Crude birth rate (per 1000 population) 20.4 (2005) : 16.3 (2010)
- Crude death rate (per 1000 population) 5.9 (2005) : 5.8 (2010)
- Infant mortality rate (per 1000 live-birth) 46.5 (2005) : 27.1 (2010)
- Under five mortality rate (per 1000 live-birth) 70.8 (2005) : 34.9 (2010)
- Maternal mortality rate (per 1000 live-birth) 117 (2005) : 142 (2010)
- Health expenditure (as % of GDP) increased 0.2% in 2011/12 to 0.8% (2012/13)

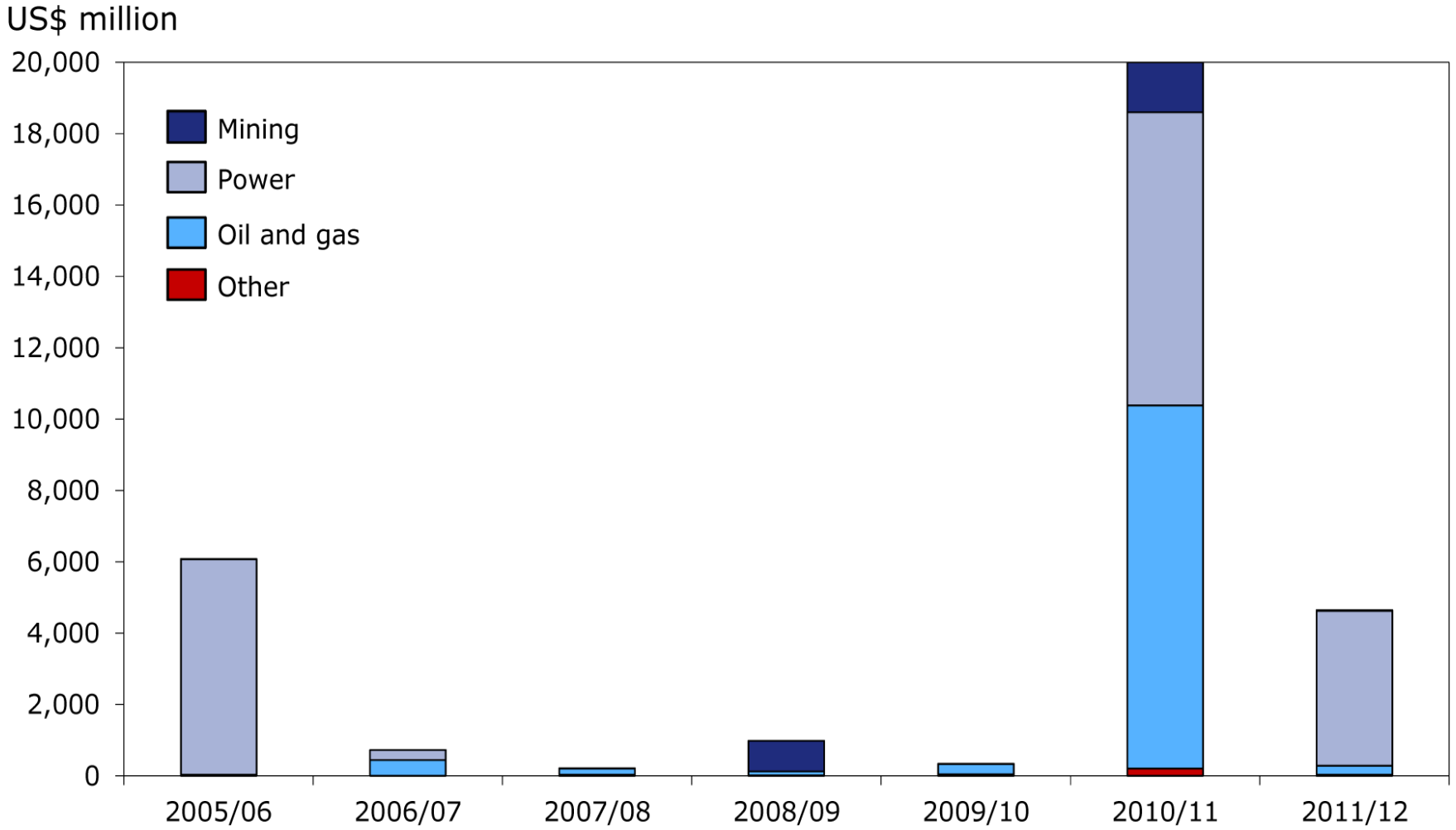
GDP and FDI

- Growth rate of GDP increased from 5% in 2009/10 to 6.5% in 2013/14
- GDP per capita (ppp) increased from US\$ 1153 in 2009/10 to US\$ 1324 in 2013/14
- Foreign direct investment grew from US\$ 1.9 billion in 2009/10 to US\$ 2.1 billion in 2013/14

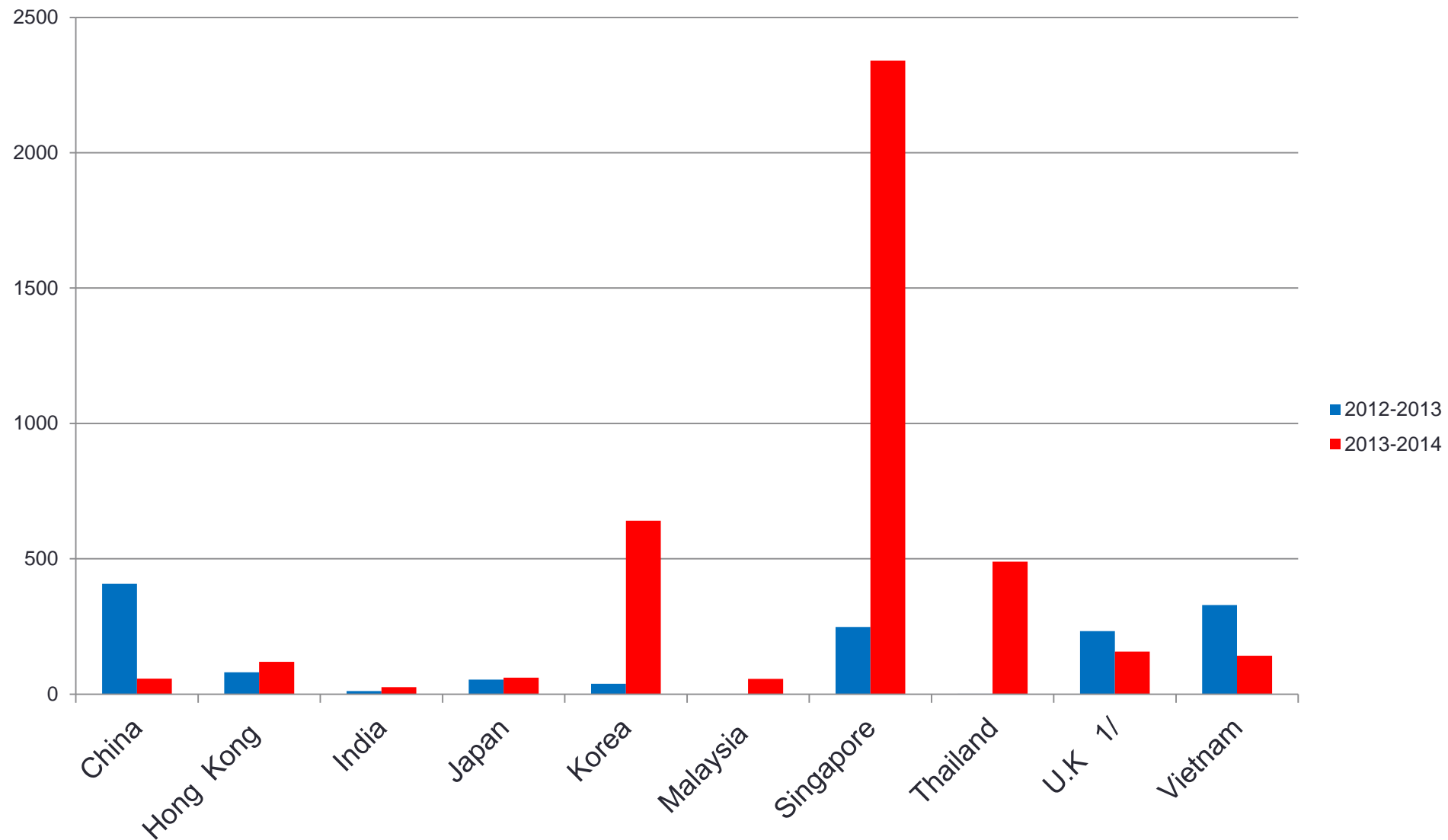
FOREIGN INVESTMENT OF PERMITTED ENTERPRISES BY SECTOR



Approved Foreign Investment by main sector(2005-12)



FOREIGN INVESTMENT OF PERMITTED ENTERPRISES BY COUNTRY OF ORIGIN



Money, Credit and Interest Rate

- Money supply increased from Kyat 8,887 billion in 2010 to Kyat 17,072 billion in 2013/14
- Credit to private sector hovers around more than 40%
- Interest rate is reduced by central bank from 12% in 2010 to 10% in 2012

Government Budget and Inflation

- Government expenditure increased year by year
- Tax revenue increased from 3.9% 2011/12 to 6.4% in 2013/14
(as % of GDP)
- Government budget deficit remained about 5 %
- Consumer price index (CPI) declined from 26.33% in 2006/07 to 5.7% in 2013/14

Myanmar's Export By Sector(2013-2014)

US\$ in Million

Trade	Agriculture	Animal Products	Fishery Products	Metal & Ore	Forest Product	Manufa- cturing	Other	Total
Oversea	1058.28	10.52	205.99	718.50	916.73	4182.09	1350.66	8442.77
Border	1616.58	5.01	469.33	431.70	32.60	64.75	141.22	2761.19
	2674.86	15.53	675.32	1150.20	949.33	4246.84	1491.88	11203.96

Myanmar's Import By Sector (2013-2014)

US\$ in Million

Trade	Capital Goods	Intermediate Goods	Personal Goods	Total
Overseas	5237.81	3915.08	2779.71	11932.60
Border	884.32	488.77	453.81	1826.90
Total	6122.13	4403.85	3233.52	13759.50

Top ten export items of Myanmar (2013-2014)

No.	Items	Value (US\$ in million)
1.	Natural gas	3299.22
2.	Jade	1011.55
3.	Garments	884.65
4.	Teak Logs	637.50
5.	Rice	381.62
6.	Black Matpe	376.40
7.	Sesame seeds	340.65
8.	Green Mung Bean	310.16
9.	Fish	292.95
10.	Maize	285.77

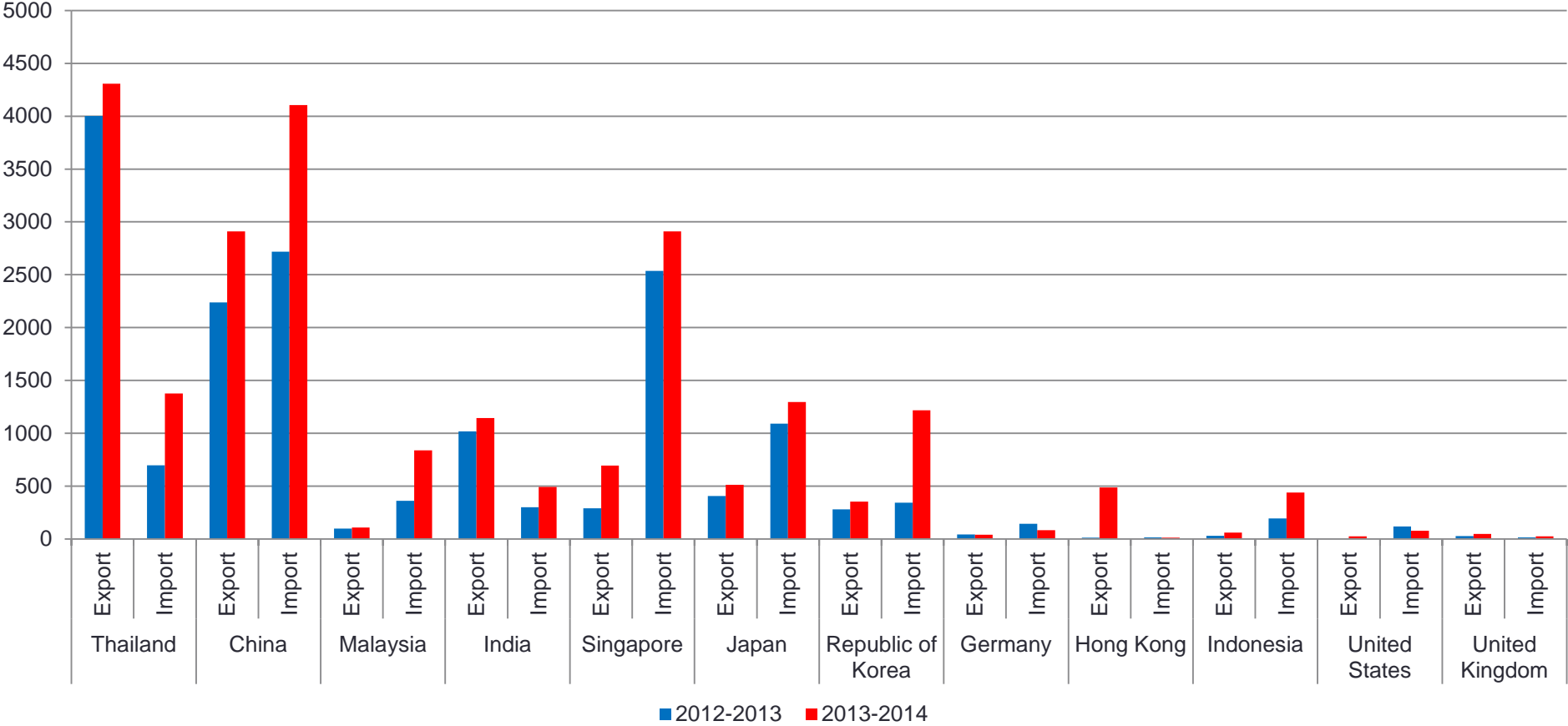
Top ten Import items of Myanmar (2013-2014)

No.	Items	Value (US\$ in million)
1.	Petroleum products	2391.77
2.	Vehicles and spare parts	1335.00
3.	Machinery and spare parts	1082.33
4.	Ships, Boats	887.50
5.	Iron & Steel construction materials	813.45
6.	Palm oil	400.13
7.	Plastic raw materials	292.26
8.	Electrical equipments	290.85
9.	Zinc	286.77
10.	Pharmaceutical products	253.00

Top Ten Major Trading Partners of Myanmar (2013-2014)

No.	Partner	Trade Volume (US\$ in million)
1.	China	7122.38
2.	Thailand	5683.27
3.	Singapore	3604.25
4.	Japan	1809.49
5.	India	1637.10
6.	Korea	1570.90
7.	Malaysia	948.56
8.	Hong Kong	502.79
9.	Indonesia	498.86
10.	Vietnam	281.02

EXPORT AND IMPORT BY MAJOR TRADING COUNTRY



Conclusion

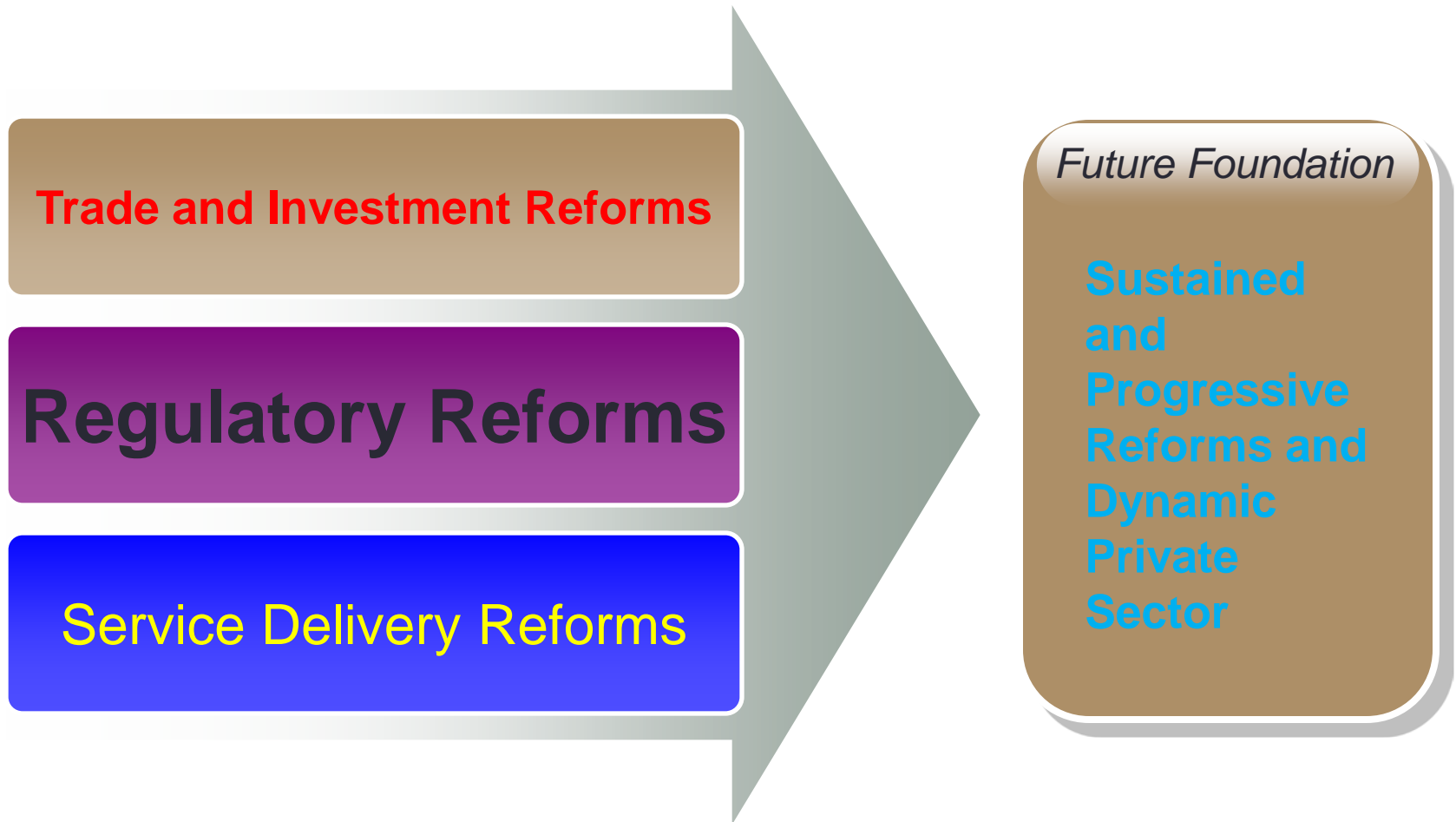
Opportunities for Future growth Momentum

- rich in resource endowment,
- relatively cheap and abundant labor force,
- a strategic geographical location,
- opportunities for service trading such as financial, insurance, education and health. regulations

Challenges for Myanmar

- Wide spread poverty
- lack of administrative and institutional capacity
- lack of true accountability and transparency
- Inadequate infrastructure and logistics
- Modern financial and banking facilities (trade financing)
- Coordination and cooperation between government organization
- Lack of skill persons in both public and private sector
- Lack of vocational and technical training
- Need promulgation and revision of laws, rules and regulations
- Rising price of land
- Instability in some areas

Future foundation for Private sector development



Thank you !!