



FAAILOA

“...enhancing partnerships to develop and sustain agriculture and fisheries...”



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OUR VISION

A sustainable agriculture and fisheries sector for food security, health, prosperity, job creation and resilience.

OUR GOAL

To increase food nutrition and income security

OUR THEME

Enhancing partnerships to develop and sustain agriculture and fisheries

MINISTRY OF AGRICULTURE AND FISHERIES DISPLAY: *Business Showcase/ Mini Expo*

The Ministry of Agriculture and Fisheries hopped on board to provide assistance by organizing a display booth on the second day of the event at Tanoa Tusitala Hotel. MAFs corner provided information on the different services provided by the Divisions in the Ministry especially the technical divisions – Crops Division, Animal Protection and Health Division and Fisheries Division. Business owners mainly asked for information on the possible exports and available markets and which crops or meat is preferable for export markets.

The main purpose of the SBN Trip is to foster SME to SME connections and scope business opportunities in Samoa. An opportunity to strengthen the relations between the Samoa SME businesses, government and stakeholders.

According to the latest data from Statistics New Zealand, SME businesses account for:

- 97 per cent (487,602) of all enterprises
- 29 per cent (599,880) of all employees
- An estimated 226 per cent of NZ's GDP

Source: <http://www.mbie.govt.nz>



Figure 1:- MAF staff with Sione Faumuina



There was a chance for the Ministry to facilitate a presentation on the Agriculture Development and opportunities by Taimalietane Matatumua, ACEO of Policy and Planning Division. Other presentations were from some of the other government ministries including; Ministry of Commerce Industry and Labour, Ministry of Foreign Affairs and Trade, Scientific Research Organisation of Samoa and the Ministry of Women Community Social Development. The programme was from the 14th to the 16th November and it included site visit to the Crops Division Station at Nu'u.

China Expo: a new opportunity for Pacific states?

Source:- Samoa Observer

The recent China International Imports Expo (held in Shanghai from 5-10 November) represented a valuable opportunity for Pacific Island countries (PICs) to promote their products to Chinese importers and consumers. The eight PICs that have diplomatic relations with China – Papua New Guinea (PNG), Fiji, Vanuatu, Samoa, Tonga, Federated States of Micronesia (FSM), Cook Islands and Niue – displayed their featured products (Table 1). Although the expo was designed to showcase China's commitment to promoting free trade and reducing its trade surplus with partner countries, the sheer scale of China's economy means that an imbalance in bilateral trade between China and PICs is ingrained.

By examining the trade relationship between China and the 14 PICs, I argue that while China's exports to the region have grown more steadily than its imports over the past decade, the imbalance is less serious if China's exports to the Republic of Marshall Islands (RMI) are excluded. There are practical ways to increase PICs' exports to China.

With this increase partly driven by the growing number of China funded infrastructure projects (especially to PNG). 1) Trade between China and individual PICs is also not evenly distributed. In 2016, RMI, PNG, Fiji, Solomon Islands and Samoa absorbed nearly 97 per cent of China's exports to the 14 PICs (a combined value of US \$5142 million).

As China's largest export destination in the Pacific, RMI deserves special attention. In 2016, China's total export to RMI exceeded US \$3953 million – 74.5 per cent of China's total export to the region – due solely to the fact that RMI is the world's second largest ship registry after Panama. The vast majority of Chinese exports to RMI are ships and boats, many of which are re-exported to other countries. In 2016, these products accounted for nearly US \$3648 million of the value of China's exports to RMI. This focus on shipping separates RMI from other PICs, as the latter import Chinese goods for domestic use. If transportation products are excluded from China's export to RMI (see Figure 1), China's exports and imports to the region are more balanced, with China even in trade deficit with PICs in seven of the ten years between

Table 1: Products featured by PICs at the SHANGHAI Expo

PIC	Featured Products
PNG	Coffee, coconut oil, handmade soap, handcrafts
Fiji	Skin care products, noni juice, noni tea, handcrafts, mineral water, beer
Vanuatu	Chocolate, mineral water, kava, juice
Samoa	Mineral water, beer, juice, jam, whisky, handcrafts
Tonga	Handcrafts, skin care products, coffee, vanilla

FSM	Seasoning, handcrafts, coconut oil, mineral water, handmade soap, noni juice
Cook Islands	Skin care products, handcraft, black pearls
Niue	Mineral water, noni juice

UPS AND DOWNS

An overview of bilateral merchandise trade between China and the 14 PICs for the period 2007 to 2016 is presented in Figure 1 below. China's exports underwent a more than six fold increase over the decade, notwithstanding declines in 2013 and 2014 largely caused by a reduction in exports to RMI of US \$400 and US \$200 million respectively. China's imports showed a slower growth pattern, with an overall increase of 315 per cent and fluctuations in imports in 2009, 2012 and 2016. The drop in 2016 reflected an import decrease of US \$144 million from PNG and US \$84 million from Solomon Islands.

Trade imbalance

China is in trade surplus with PICs and the gap is widening. As Figure 1 shows, China's exports to the 14 PICs exceeded its imports throughout the years 2007-16, 2007 and 2016.

PNG and Solomon Islands are China's principal import sources, representing 78.9 per cent and 18.2 per cent respectively of China's total imports from the 14 PICs in 2016. The extractive industries are a major focus of trade between China and energy-rich PNG, with fuels constituting almost 47 per cent of China's imports from that country in 2016. Since December 2014, China has purchased the bulk of PNG's liquefied natural gas (LNG) and PNG is under contract to supply two million

tonnes of LNG per annum for 20 years to China Petroleum and Chemical Corporation. Solomon Island's main export to China is timber: in 2016, China purchased timber products to the value of US \$364.5 million, or nearly 97 per cent of its total imports from that country. China imports products such as timber, minerals and fish from other PICs as well.

Prospects of trade cooperation

China's huge market presents opportunities for PICs with imports of mineral fuels and raw materials a continuing priority. PNG is China's most important trading partner in the region and the first PIC to sign up to China's Belt and Road Initiative. Despite its official relations with Taiwan, Solomon Islands' close economic ties with China may lead to a diplomatic shift in the future. With a growing middle class at home, China's demands for high-quality food and nutrition products from the Pacific, especially seafood, will increase. China is also showing interest in Pacific products such as beer (from Fiji) and noni juice (juice from a small tropical tree believed to be good for the heart).

However, PICs face severe obstacles in realizing this trade potential. The small scale of PIC economies reduces the competitiveness of their exports and technical capacity constraints persist. The lack of effective and efficient quarantine services in Tonga, for example, was a main deterrent to its export of squash to China until the two governments signed a phytosanitary protocol in November 2017. Insufficient processing capacity and poor packaging also limit the ability of PICs to add value to their exports. In addition, PICs face competition from similar products from Southeast Asia. These

challenges will not be addressed easily.

A possible way to ease the trade imbalance is for PICs to focus on one or two major products for exports to China. Tonga's squash industry, one of its main agricultural exports, provides an example. China's growing demands reignited interest in squash farming in Tonga. Starting with an initial shipment of 24 tonnes in January 2017, Tonga exported 248 tonnes of squash to China for that year. In 2018 the order has grown to 1000 tonnes, which exceeds Tonga's capacity as the industry's goal was to export 600-700 tonnes in 2018. However, the impact of

drought is expected to reduce this target to 75-100 tonnes. While freight costs are high and the profit is low, the Tongan squash industry remains attracted to China as a steady market. (2)

PICs could also use Chinese scholarships and training programs to strengthen their capacity in product processing and quarantine inspection, thus increasing competitiveness and value-added exports. In the long run, more tailored efforts are needed from China and PICs to rectify the trade imbalance, which is specific to individual countries rather than the region as a whole.

This post was originally published as Department of Pacific Affairs (DPA) in brief 2018/25.

(1) David Morris 1/11/2018.

Chief Representative, Pacific Trade and Investment Commission (China), interview with author.

(2) Minoru Nishi 3/11/2018

Managing Director, Nishi Trading Company (Tonga), interview with author.

The post China International Import Expo: a new opportunity for Pacific states? appeared first on Devpolicy Blog from the Development Policy Center.





MAJOR CROPS GROWING CALENDARS FOR SAMOA

WET SEASON IN SAMOA

OCTOBER - MARCH

DRY SEASON IN SAMOA

APRIL - SEPTEMBER

CROPS	Peak Harvest Time & Optimum growing conditions	Planting Time	Number of harvest cycles per year
Seasonal Crops			
Vegetables			
• Tomatoes	4 -6 months		Dry season 3 cycles
• Cucumber	4-6 months		Dry season 3 cycles
• Head Cabbage	3-4 months		Dry season 3 cycles
• Chinese Cabbage	3- 4 weeks		Dry season 3 cycles
• Pumphin	4- 12 months		All year round
Spices			
• Ginger	5-6 months		All year round
• Black pepper	2-3 years		All year round
• Spring Onions	2-3 months		Wet season
Annual Crops			
• Taro	6 -8months		All year round 1.5 cycles
• Taamu	7- 8 months		All year round 1 cycle
• Banana	8-12 months		All year round 1 cycle
• Yam	7-8 months		All year round 1.5 cycles
• Talo palagi	6-8 months		All year round 1.5 cycles
• Cassava	5-8 months		All year round 1.5 cycles
• Papaya	8 months		All year round 1.5 cycles
• Peanuts	4 months		All year round 3 cycles
• Pineapple	12 months		All year round 1 cycle
Permanent Crops			
• Coconut	Fruits in 5yrs and peaks from 6-20yrs		1 cycle
• Cocoa	Fruit in 3yrs and peaks from 4-20yrs		1 cycle
• Breadfruit	Fruit in 3yrs and peak from 4 -30yrs		1 cycle
• Coffee	Fruit in 3yrs and peak from 4 -30yrs		2 cycles
• Mango	Fruit in 4yrs, peaks in 5-20yrs		1 cycle
• Avocado	Fruits in 5yrs,peaks from 6-20yrs		1 cycle
• Rambutan	Fruits in 5 yrs,peaks from 6-20yrs		1 cycle