

CAMBODIA

Kindom of Wonder

By: Phon Sophat

At conference of Academy for International
Business Officials (AIBO) on August 18-31, 2021 in China

The land of Smiles



About Cambodia



- **Population: 16,25 million (2018)**
- **Provinces: 25**
- **Capital City: Phnom Penh**
- **Currency: Riels(KHR)**
- **Official Language: Khmer**
- **GDP: 24.54 billion USD (2018)**
- **Independence from French: 1953**

Cambodia Economy

- GDP Growth around 7% annually since 2001-2019p
- International reserves had increased to 19.5 billion U.S. dollars as of June 2020, up 3.7 percent from 18.8 billion dollars in 2019
- **GDP Per Capita: \$1,614 (2019)**

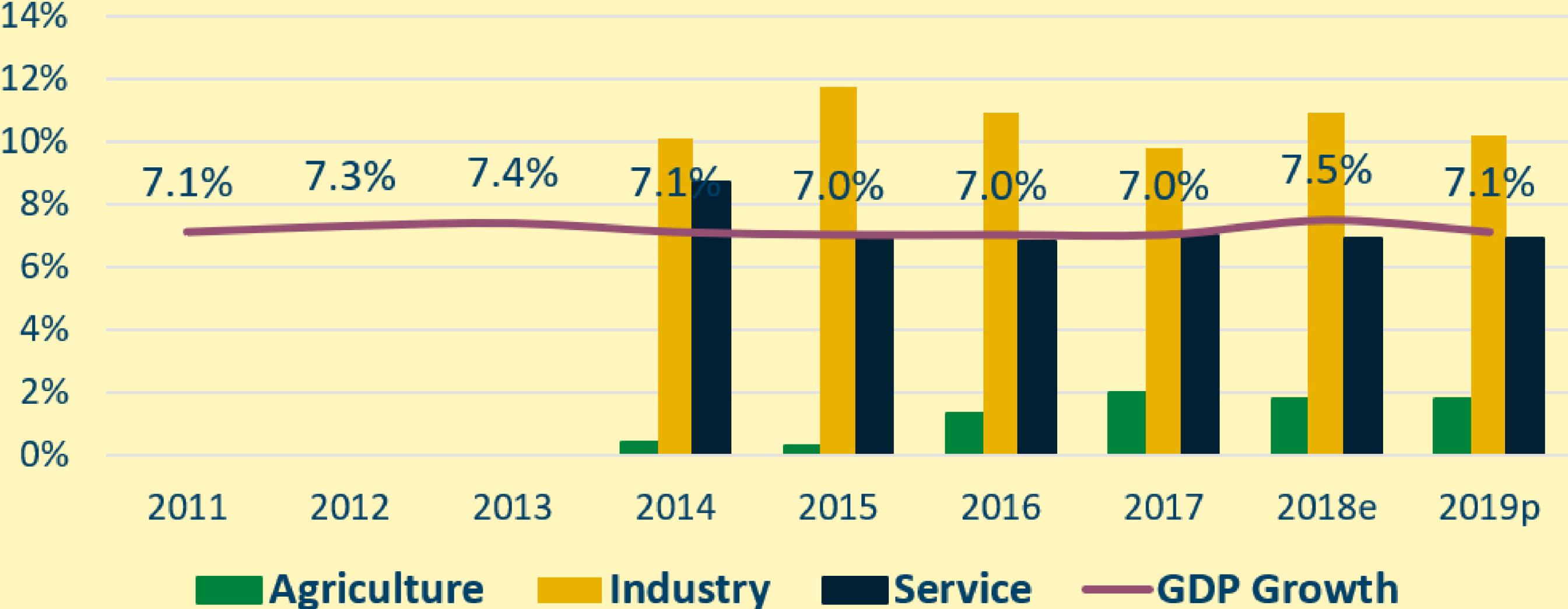


Main Economic Pillars

- **Garment Industry**
- **Construction Sector**
- **Tourist Sector**
- **Agriculture Sector**



GDP Growth by Sectors



1. Garment Industry

- The garment industry in Cambodia absorbs a tremendous amount of money to GDP growth.
- Approximately \$5.7 billion in clothing and shoes were exported in 2019 which accounts for as much as a 95% of all exports from Cambodia.
- The garment industry employs around 700,000 people, mostly women
- 90% of the owners are Chinese, Taiwanese, Malaysian or South Korean

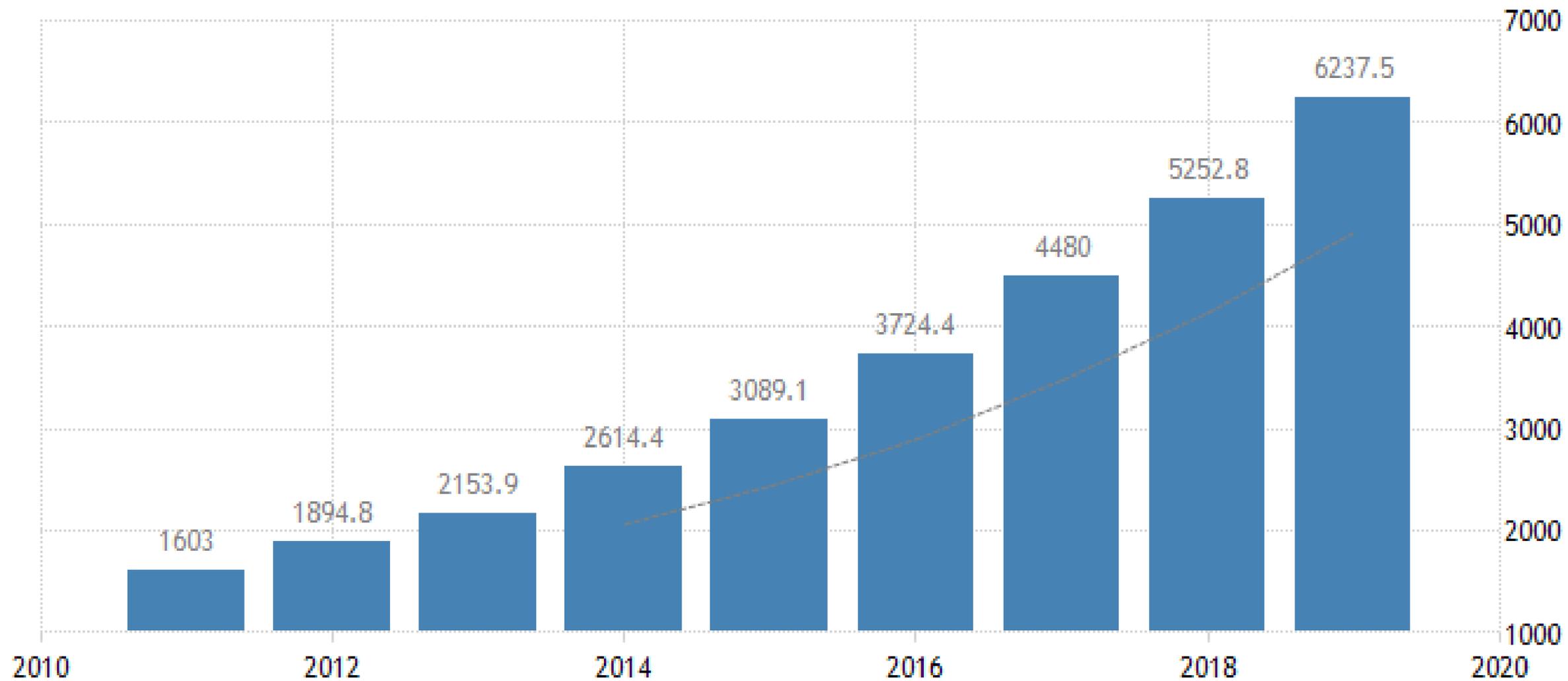


2. Construction

- The current poor country's infrastructure, construction and engineering services are in high demand for the foreseeable future in Cambodia
- The total investment in infrastructure is estimated to be in the range of \$12 billion to \$16 billion from 2013 to 2022.
- The construction sector created around 200,000 jobs in 2016, a 33.3 percent year-on-year increase (World Bank, 2016)
- Noticing that Infrastructure investment is generally state-led and mostly financed by foreign aid.



Construction to GDP Growth in Cambodia



SOURCE: TRADINGECONOMICS.COM | NATIONAL INSTITUTE OF STATISTICS OF CAMBODIA

3. Tourism Sector

- Cambodia's travel and tourism industry is a vital engine of the country's economic growth
- It directly contributes 11.5% to gross domestic product, generates tourism receipts equivalent to \$2.2 billion, and sustains 782,500 jobs (12.4% of total employment)
- International tourist arrivals reached 3.58 million in 2012, a 24% increase compared to 2011



World Heritage In Cambodia



4. Agriculture Sector

- Cambodia's agricultural gross production grew by 8.7% during 2004-2012 mainly because of higher paddy rice production.
- The agricultural industry is on track to account for 32 per cent of GDP by the end of the year in 2020.
- For 2021, it was forecasted that the agriculture GDP growth in Cambodia will reach approximately 0.9 percent



Agricultural Activities in Cambodia



**Thank for your
Attention**

