

# TRADE AND INVESTMENT

## CANADA–ZAMBIA

### ZAMBIA'S PROFILE

#### Economic Indicators

- Gross domestic product (GDP) at purchasing power parity (PPP): US\$65.1 billion (2016)
- GDP per capita at PPP: US\$3,900 (2016)
- Population: 16.6 million (2016)
- International merchandise exports and imports: 66.0% of GDP at official exchange rates (2016)
- Canada's 118<sup>th</sup> largest merchandise trade partner (2016)
- Ease of Doing Business ranking: 98<sup>th</sup> among 190 countries (2016)
- World Competitiveness ranking: 118<sup>th</sup> among 138 countries (2016)

#### Notable Trade and Investment Agreements between Canada and Zambia

- *Canada–Zambia Foreign Investment Promotion and Protection Agreement* (negotiations concluded but agreement not in force)



### NOTES

*The Library of Parliament's Trade and Investment series provides information on Canada's trade and investment relationship with the world and with selected countries. It also describes the trade relationship of each of Canada's 10 provinces and three territories with the world. In addition, it presents Canada's merchandise trade relationship with each of the United States' 50 states.*

*All figures were prepared using Statistics Canada data available in summer 2017.*

*To see the data tables used to generate the figures, view the HTML version of this profile at [Trade and Investment Series 2016](#).*

*The merchandise trade data are customs-based; foreign direct investment data are balance of payments-based. Services trade data are unavailable for Zambia.*

*Numbers in this profile have been rounded.*

*Definitions appear at the end of this profile.*

*All dollar amounts are in Canadian dollars unless otherwise noted.*

*The five most highly valued merchandise export and import categories have been identified based on 2016 values.*

*In the Economic Indicators section data for GDP at PPP, GDP per capita at PPP, population, and international merchandise exports and imports as a share of GDP are from the World Bank's World Development Indicators database. The merchandise trade ranking is based on Statistics Canada data. The Ease of Doing Business ranking is from the World Bank's Doing Business project. The World Competitiveness ranking is from the World Economic Forum's Global Competitiveness Report.*

Nathalie Pothier

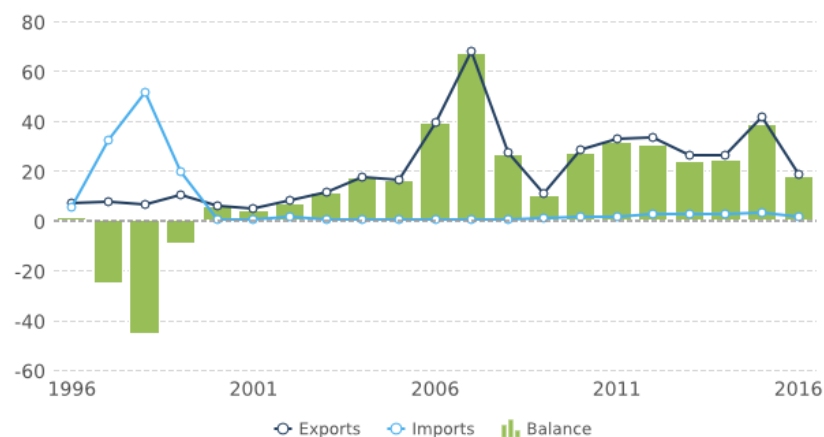
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## CANADA'S MERCHANDISE TRADE WITH ZAMBIA

### Merchandise Trade

(\$ millions)

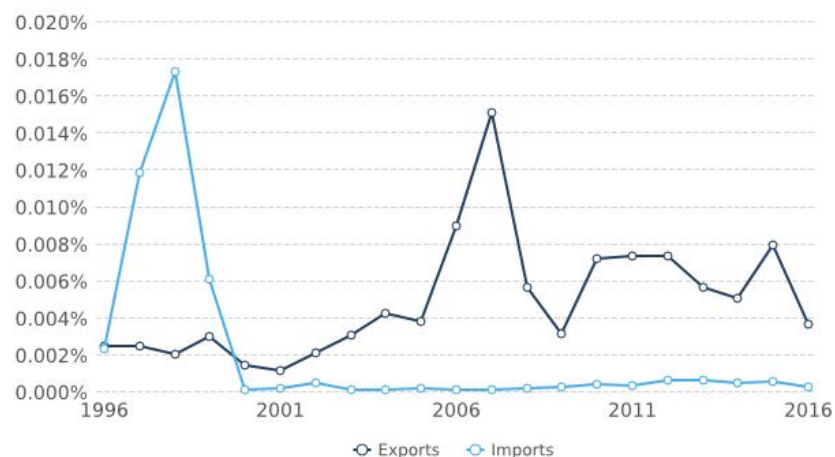


Bilateral merchandise trade in 2016:  
\$20.0 million

- Exports: \$18.7 million, a 54.9% decrease from 2015
- Imports: \$1.2 million, a 57.1% decrease from 2015

Trade surplus in 2016:  
\$17.5 million, a decrease from  
\$38.6 million in 2015

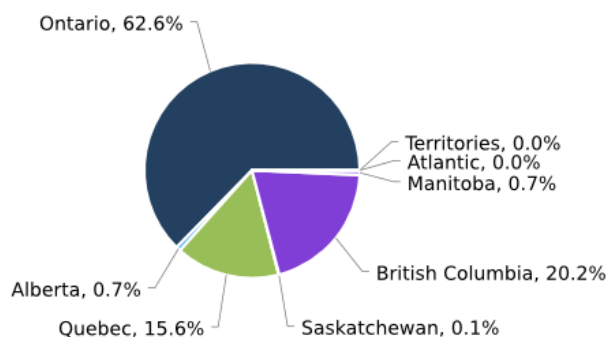
### Share of the Total Value of Canadian Trade



Exports in 2016: a statistically insignificant share of the total value of Canadian exports, unchanged from 2015

Imports in 2016: a statistically insignificant share of the total value of Canadian imports, unchanged from 2015

### Share of Exports by Province/Territory

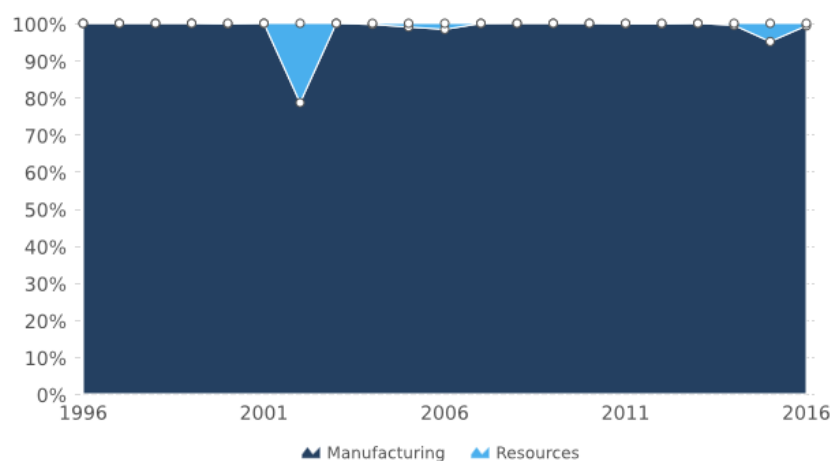


Highest-valued exporters in 2016:

- Ontario – \$11.7 million, a decrease from \$29.1 million in 2015
- British Columbia – \$3.8 million, an increase from \$3.6 million in 2015

## CANADA-ZAMBIA

### Share of Exports by Sector

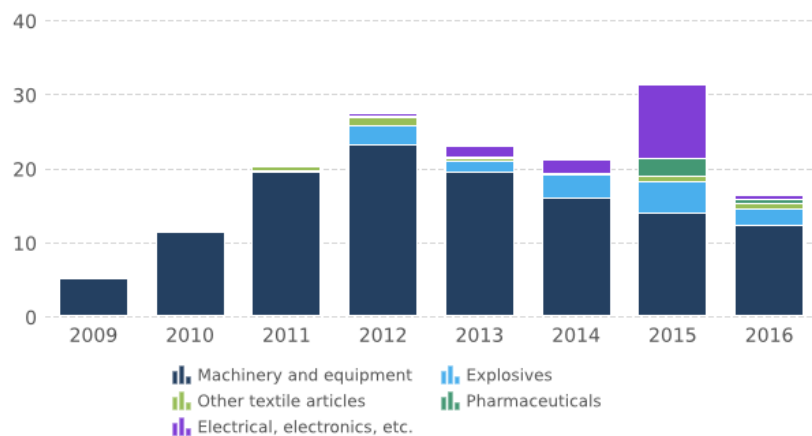


#### Exports in 2016:

- Resource-based goods – 0.7%, a decrease from 4.9% in 2015
- Manufactured goods – 99.3%, an increase from 95.1% in 2015

### Most Highly Valued Exports by Product Category

(\$ millions)

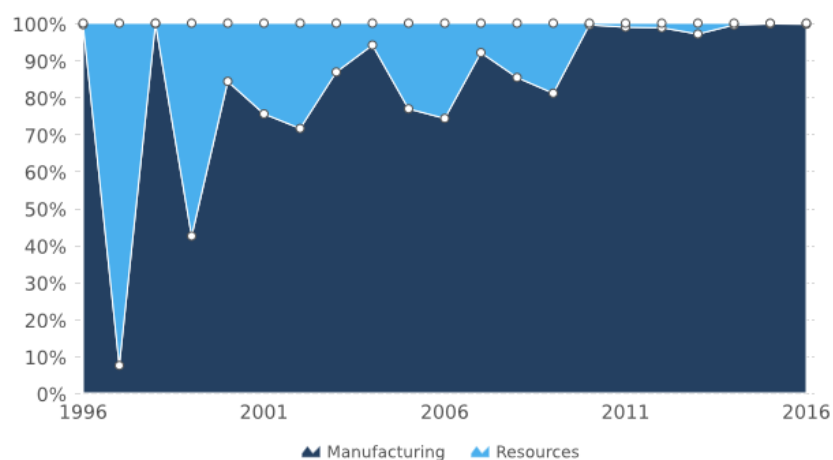


#### Highest-valued exports in 2016:

Machinery for handling mineral substances, and safety or detonating fuses, igniters and detonators, together accounting for 48.4% of the total value of Canadian exports to Zambia

- Machinery for handling mineral substances: \$6.3 million, an increase from \$4.6 million in 2015
- Safety or detonating fuses, igniters and detonators: \$2.7 million, an increase from \$1.6 million in 2015

### Share of Imports by Sector



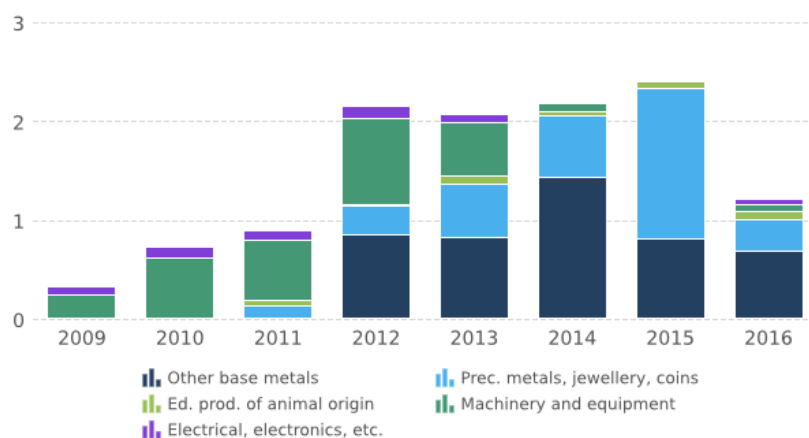
#### Imports in 2016:

- Resource-based goods – 0.2%, unchanged from 2015
- Manufactured goods – 99.8%, unchanged from 2015

## CANADA-ZAMBIA

### Most Highly Valued Imports by Product Category

(\$ millions)

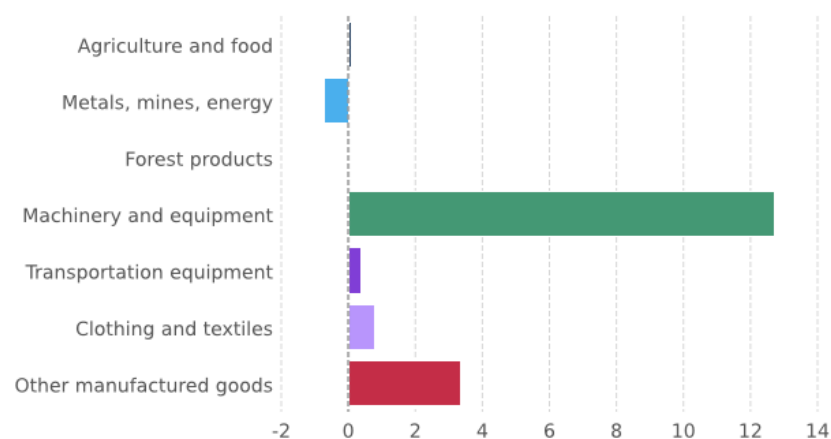


Highest-valued imports in 2016: Cobalt and articles thereof, and precious stones (other than diamonds), together accounting for 70.4% of the total value of Canadian imports from Zambia

- Cobalt and articles thereof: \$678,792, a decrease from \$804,486 in 2015
- Precious stones (other than diamonds): \$200,613, a decrease from \$390,689 in 2015

### Trade Balance by Product Category

(\$ millions)



Largest merchandise trade deficit in 2016: Metals, mines and energy, at \$0.7 million

Largest merchandise trade surplus in 2016: Machinery and equipment, at \$12.7 million

## CANADA'S FOREIGN DIRECT INVESTMENT WITH ZAMBIA

**Stock of Foreign Direct Investment**  
(\$ millions)



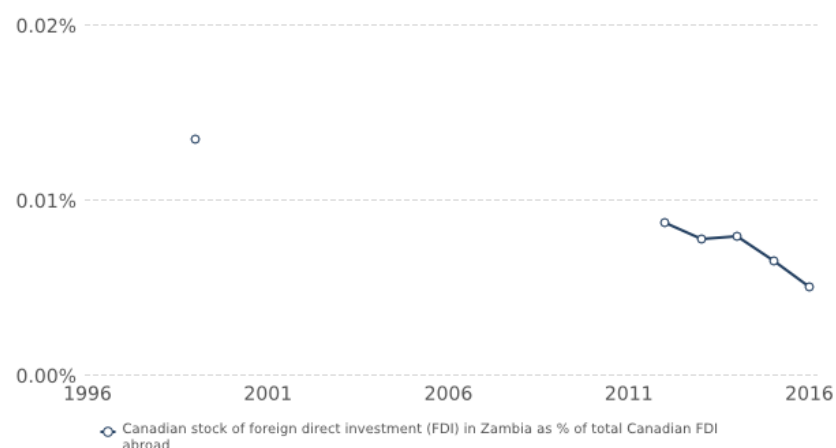
Stock of Canadian direct investment in Zambia in 2016: \$53.0 million, a 20.9% decrease from 2015

Zambia as a destination for Canadian foreign direct investment among the 120 countries for which data were available for 2016: 86<sup>th</sup> largest

*Data on Canadian direct investment in Zambia are not available except for 1999 and 2012 to 2016*

*Data on Zambian direct investment in Canada are not available*

**Share of Foreign Direct Investment Stock**



0.01% of Canada's foreign direct investment stock was in Zambia in 2016, unchanged from 2015

*Data on Canadian direct investment in Zambia are not available except for 1999 and 2012 to 2016*

*Data on Zambian direct investment in Canada are not available*

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## DEFINITIONS

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**Balance of payments–based data:** Balance of payments–based data calculate trade flows using surveys of international trade and investment activity of firms and other entities.

**Balance of trade:** The trade balance is the difference between the value of exports and the value of imports. There is a trade surplus if the value of exports exceeds the value of imports. There is a trade deficit if the value of imports exceeds the value of exports.

**Customs-based data:** Customs-based data are compiled from declarations filed with the Canada Border Services Agency and are used to track the flow of goods into and out of Canada.

**Foreign direct investment (FDI):** FDI occurs when an investor residing in one country holds at least 10% equity in an enterprise resident in another country. The stock of FDI is the value of the accumulated equity owned by investors abroad; the stock changes from year to year based on flows of FDI.

**Gross domestic product (GDP):** GDP measures an economy's total production in a given year. As one entity's income is another entity's spending, GDP is equal to the total value of final sales or to the total value of incomes.

**Manufactured goods:** Manufactured goods are finished or semi-finished products resulting from the transformation of materials and substances into new products (North American Industry Classification System, or NAICS, codes 31 to 33) and the output of establishments primarily engaged in operating electric, gas and water utilities (NAICS code 22).

**Merchandise trade:** Merchandise trade refers to trade in physical goods, such as cars, wheat and iron ore.

**Purchasing power parity (PPP):** To adjust for price differences across countries for identical products, a calculation of GDP that uses PPP assumes that a given product has the same price in each country.

**Resource-based goods:** Resource-based goods are products of the agriculture, forestry, fishing and hunting sector (NAICS code 11), as well as the mining, quarrying, and oil and gas extraction sector (NAICS code 21).

**Services trade:** Services trade is trade in travel, transportation and government, and commercial services. Travel services are goods and services purchased abroad by travellers, with one exception: cross-border transportation. Transportation services are the transportation of goods and cross-border travellers, and related services. Government services arise largely from official representation and military activities, and some governmental commercial activities. Commercial services are all other services, such as management, financial or engineering services; the category also includes charges for the use of intellectual property.