

# The World Bank's Logistics Performance Index (LPI) and drivers of logistics performance

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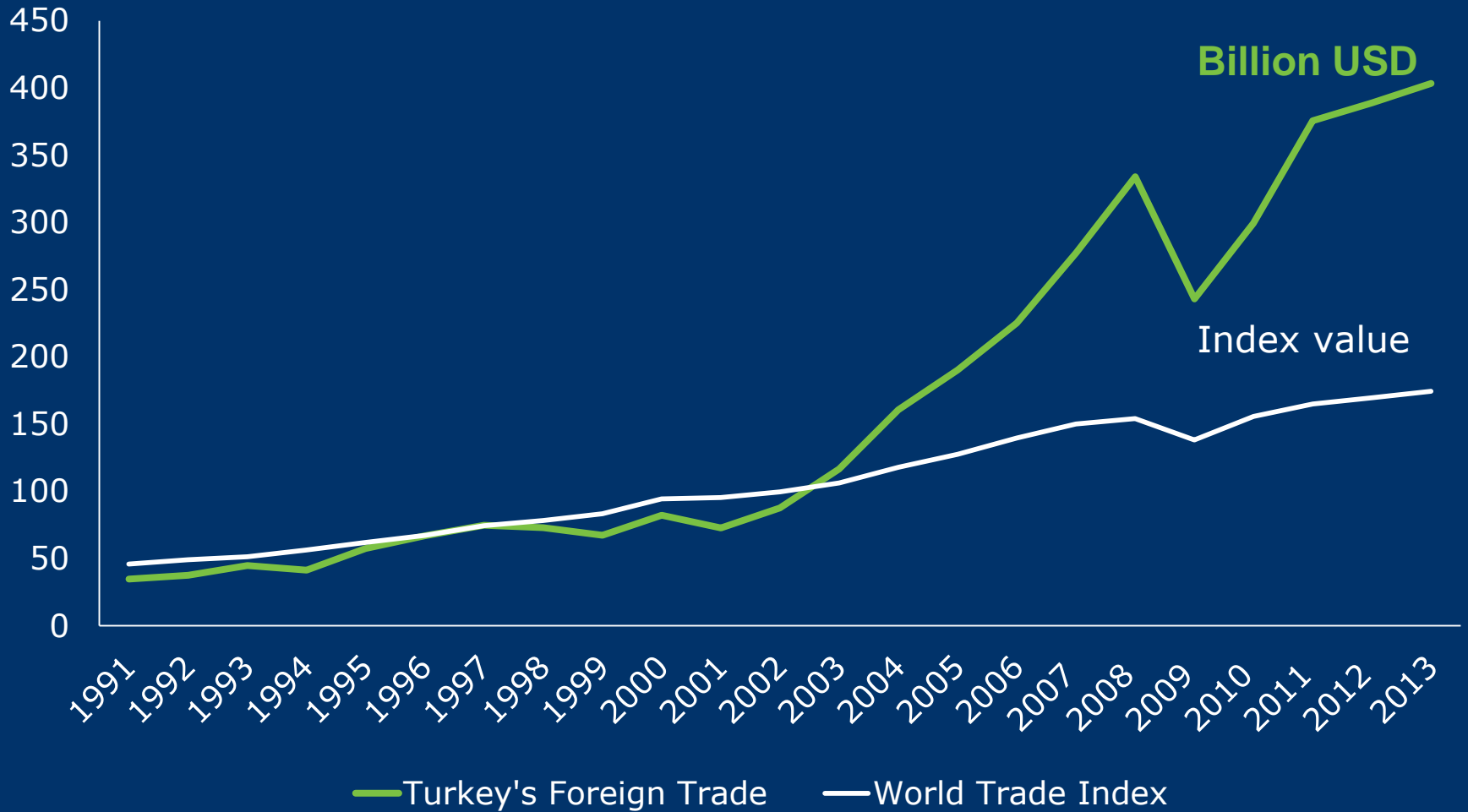
Roundtable on Logistics Development Strategies  
and their Performance Measurement



9-10 March 2015, Queretaro MEXICO

# Geographical location of Turkey





# Logistics Performance Index



Customs



Infrastructure



Ease of arranging  
shipments



Quality  
of logistics services



Timeliness



Tracking  
and tracing

# Turkey's logistics performance



Customs



Infrastructure



Ease of arranging  
shipments



Quality of logistics  
services



Tracking and tracing



Timeliness



For every

**10%**

increase in the LPI of a typical exporter,  
bilateral exports increase by more than

**69%**

.

For every

**10%**

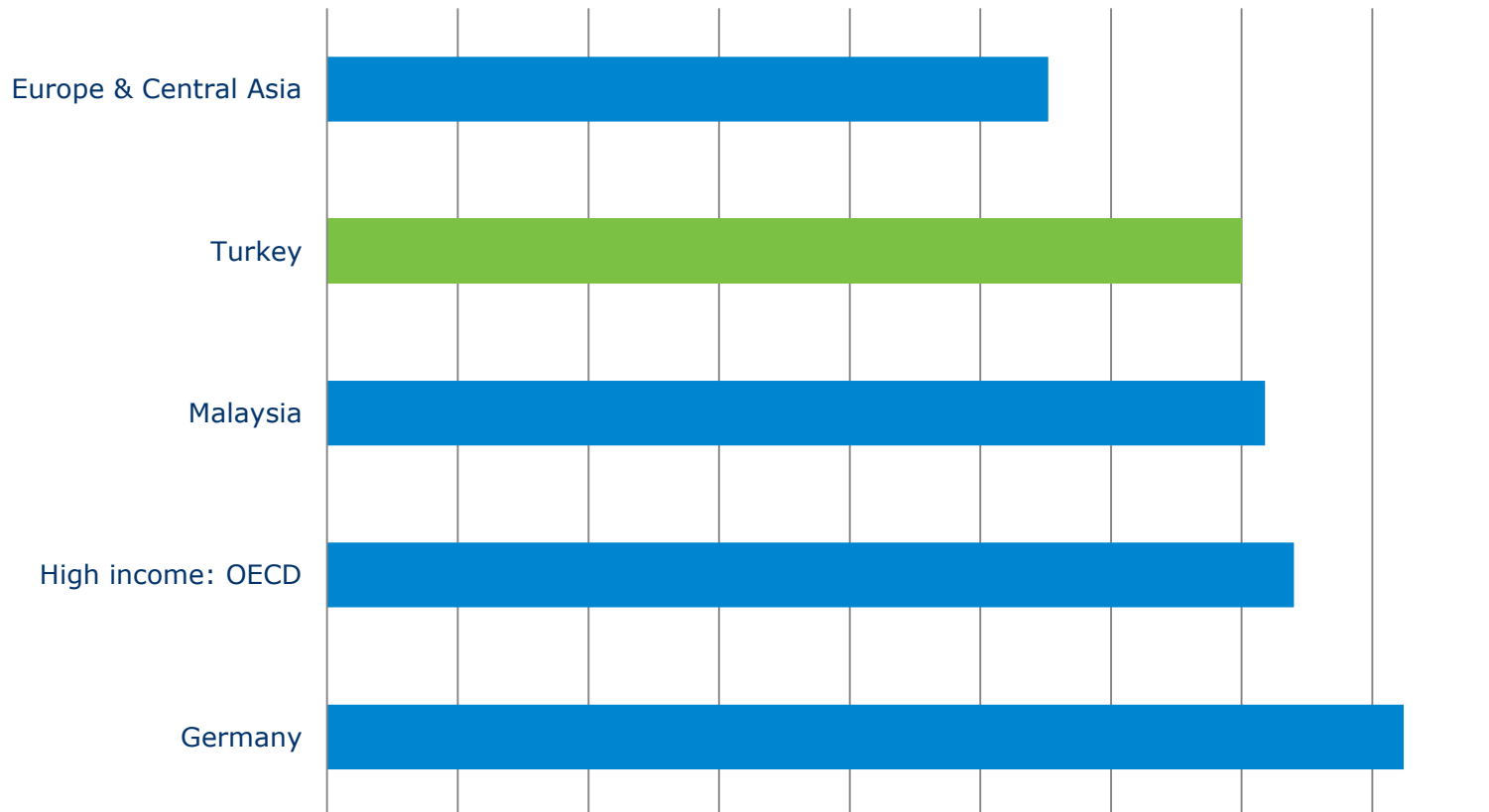
increase in the LPI of a typical importer,  
bilateral imports increase by

**54%**

.

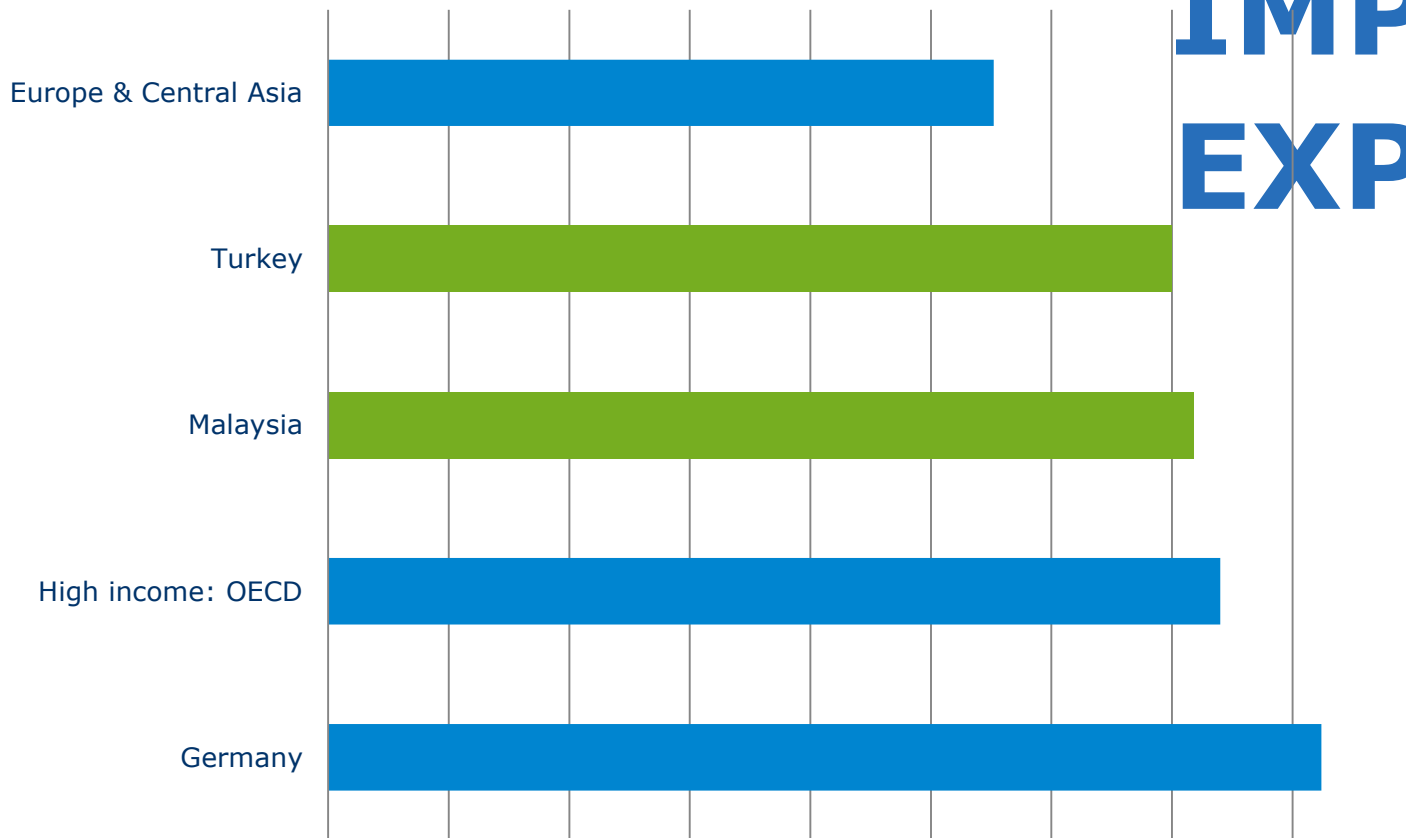
# Trade impact of logistics performance

## The LPI Score of selected regions



# Trade impact of logistics performance

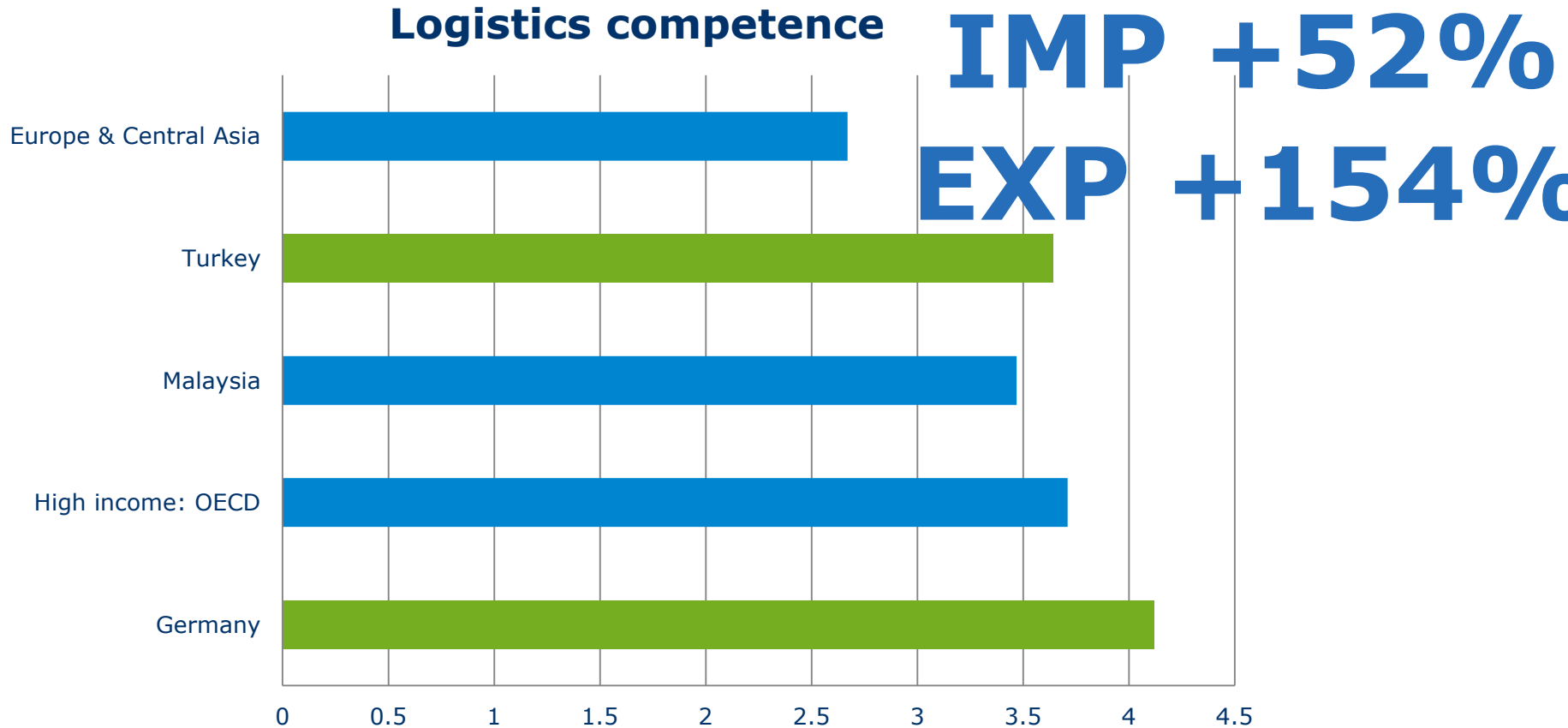
## The LPI Score of selected countries



**IMP +14%**  
**EXP +18%**



# Trade impact of logistics performance



# Policy Actions



**Customs**



**Infrastructure**



**Ease  
of arranging  
shipments**



**Quality  
of logistics  
services**



**Timeliness**



**Tracking  
and tracing**



# Indicators

Qualitative Quantitative





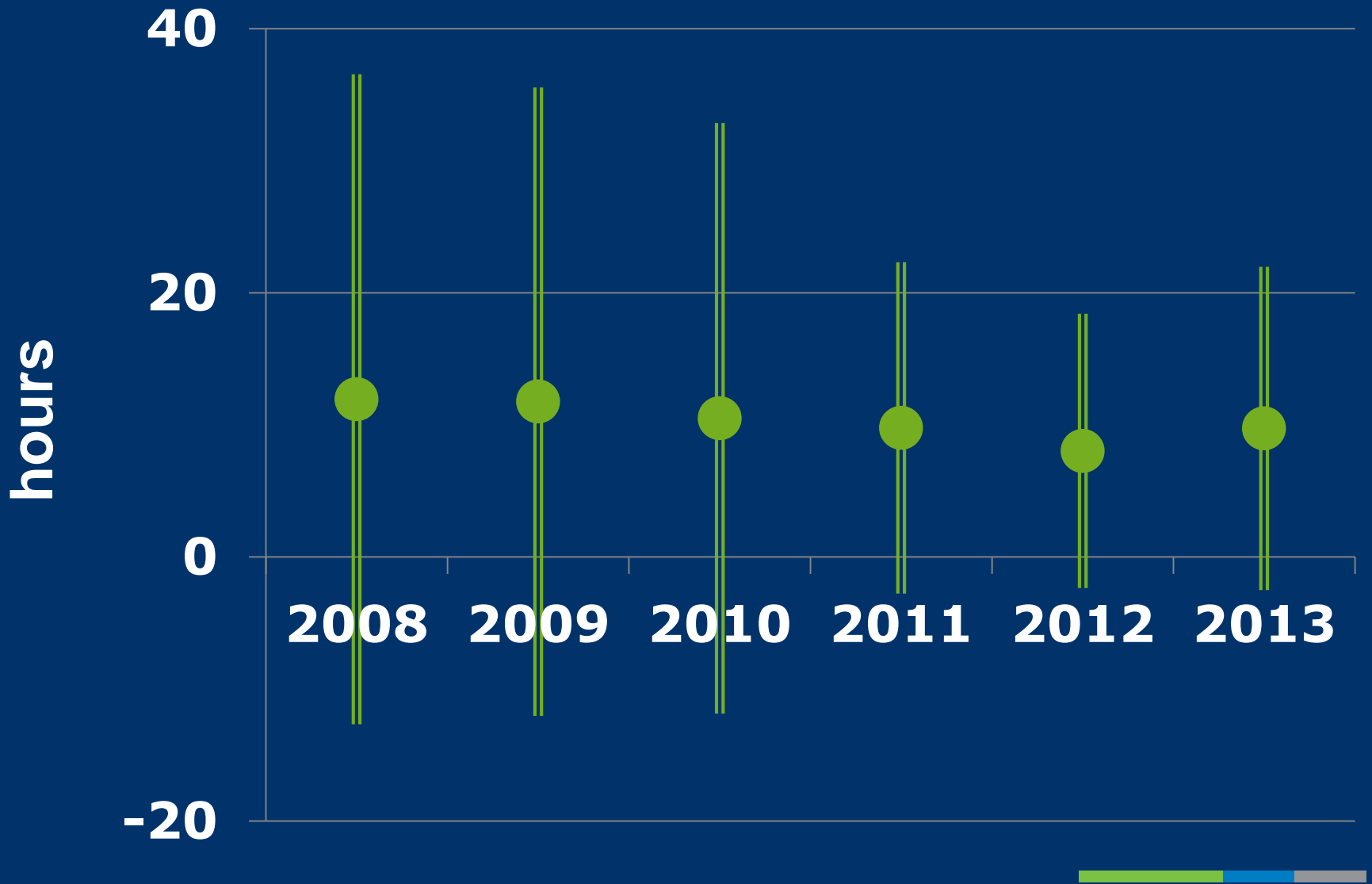
## The efficiency of customs and border management clearance



# Reduced variability of clearance times



# Reduced variability of clearance times



## Improvement of border facilities

**38%**

decrease in  
export  
time variability  
from 2010 to  
2012

**100%**

of customs  
transactions  
have been  
computerized.

More than

**\$200,000,000**

is invested for modernization  
of border gates under BOT model.

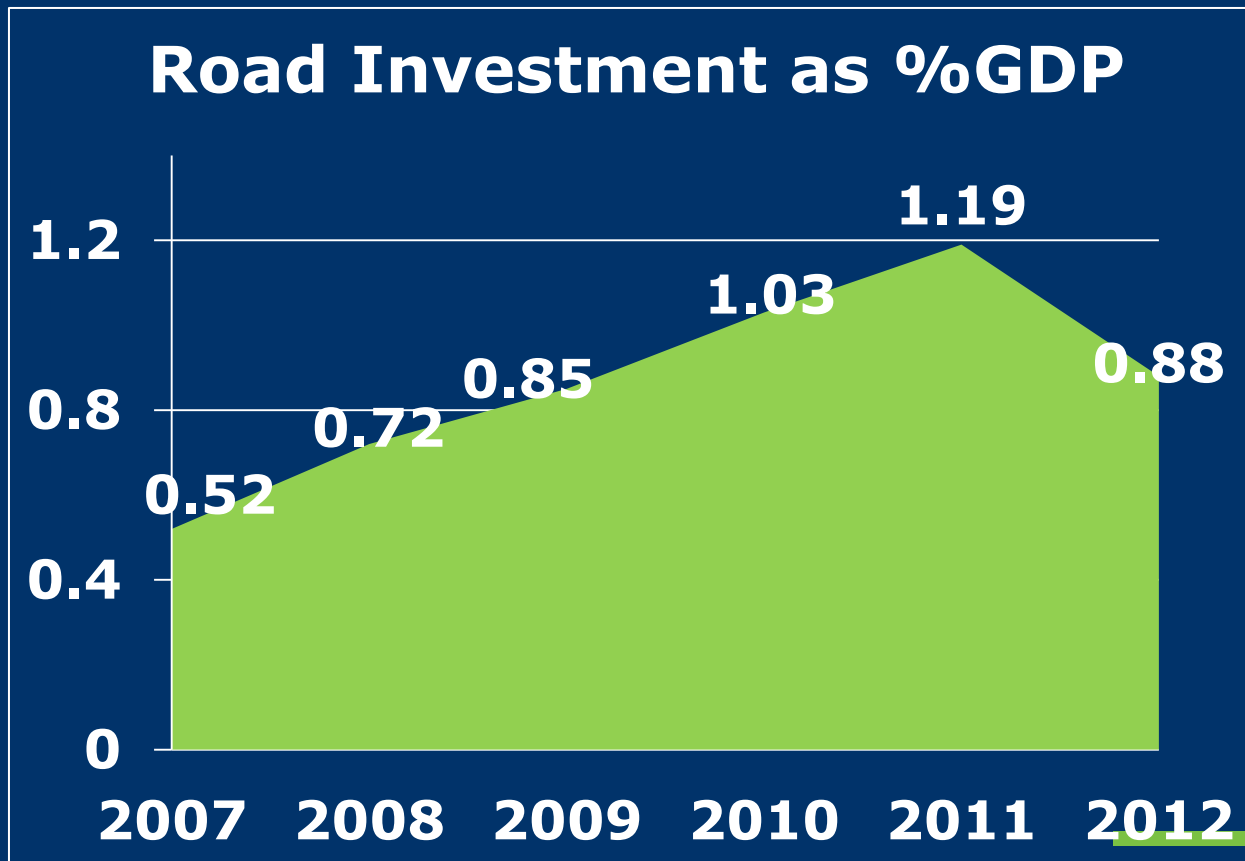




# The quality of trade and transport infrastructure

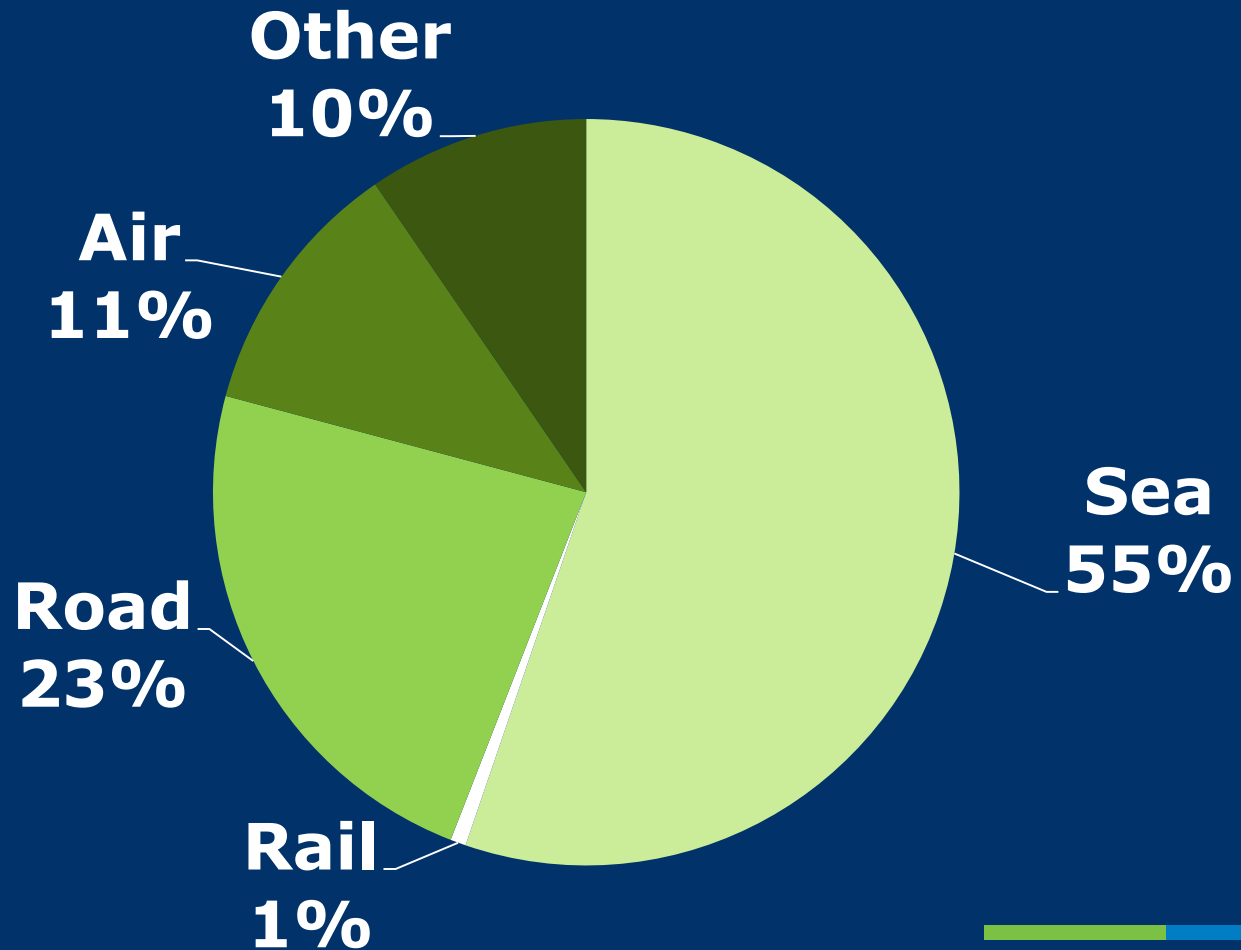


The percentage of road investment in GDP has almost **doubled** in the **last 5 years**, reaching up to 5.9 billion Euros in 2011





## International Trade by Mode of Transport



## Promoting low cost transportation modes

diesel fuel accounts for over

**60%**

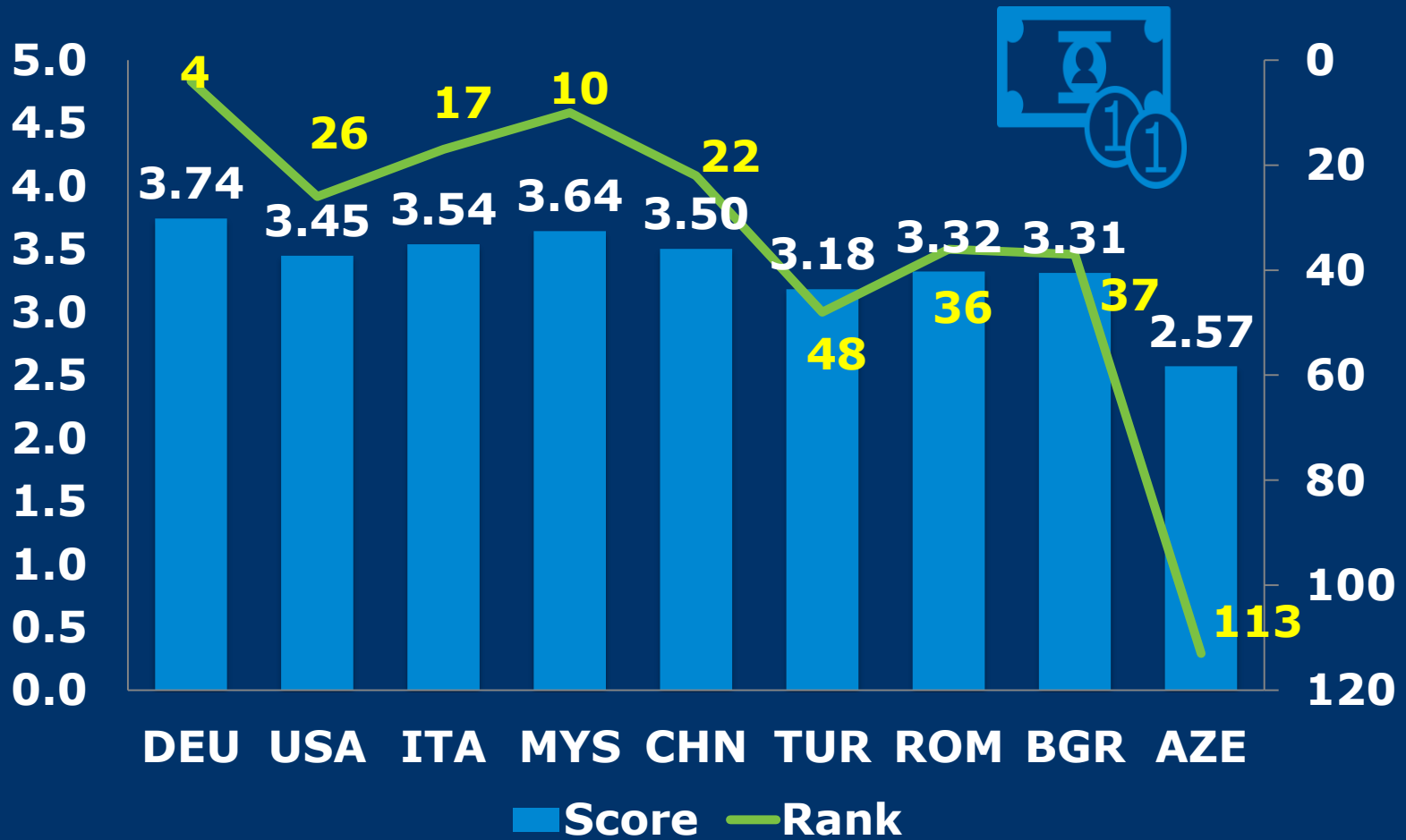
of total freight costs

More than

**90%**

of semi-trailers  
are not craneable and cannot be  
loaded  
onto standard intermodal trains.

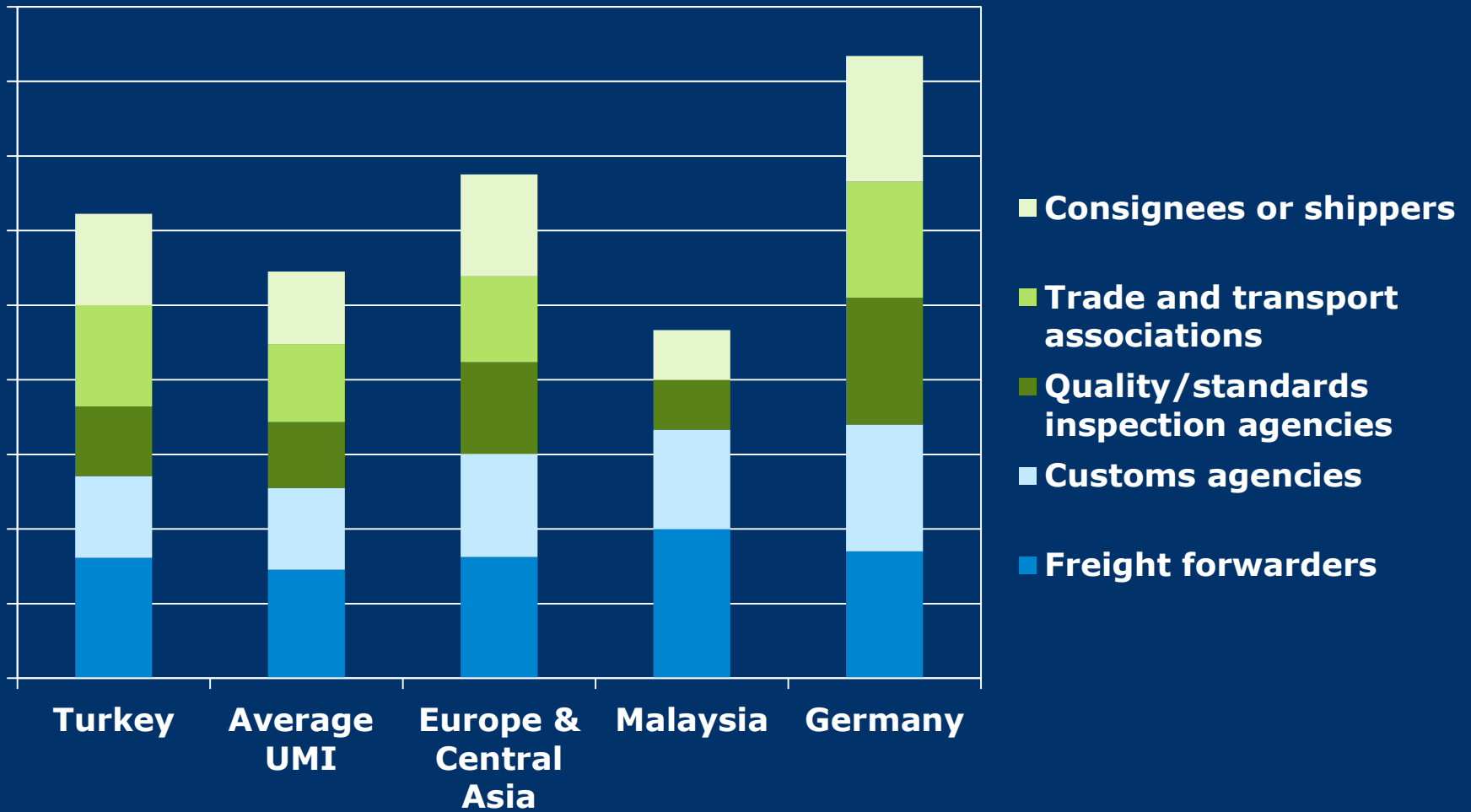
# Ease of Arranging Competitively Priced Shipments



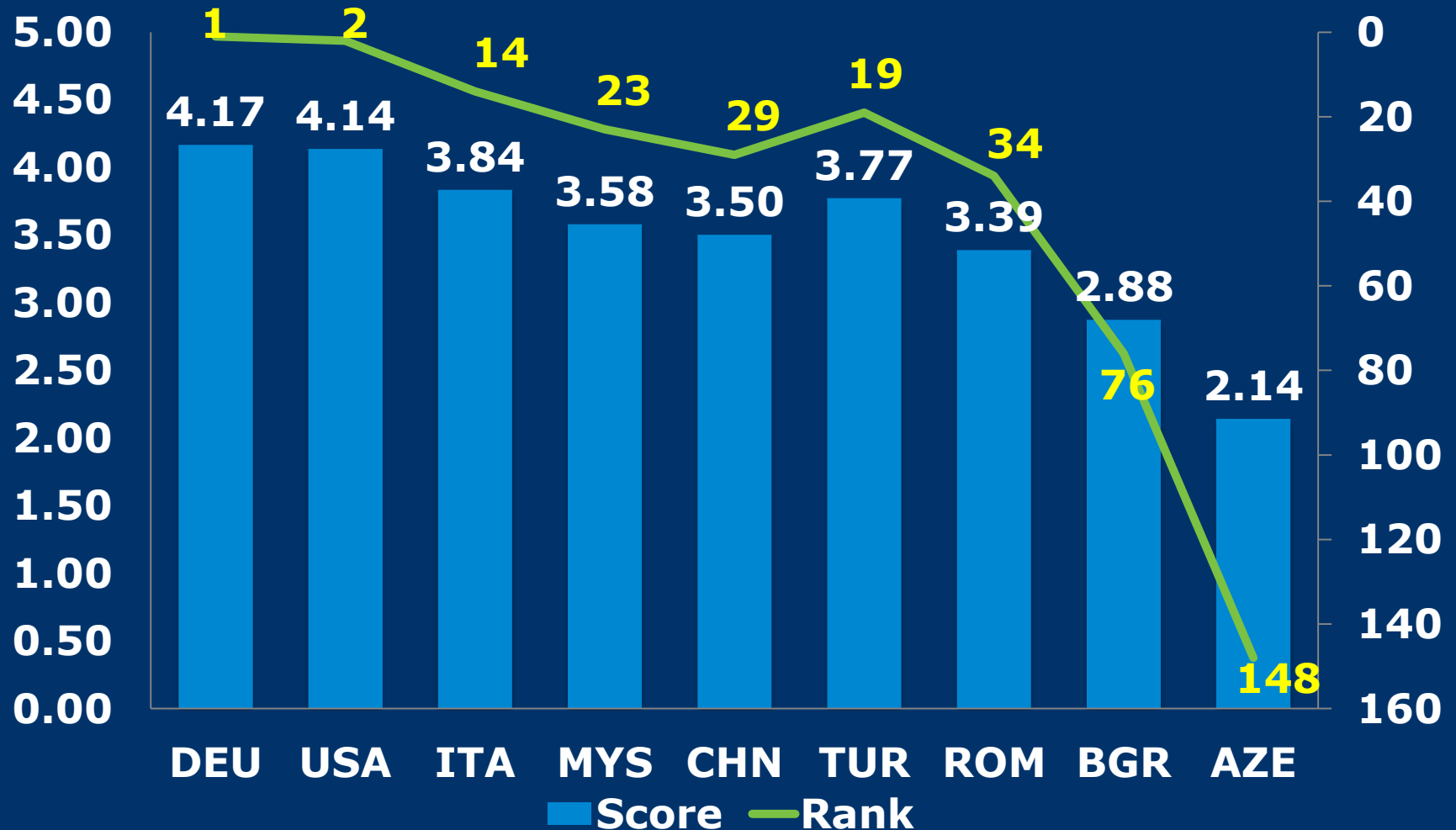
# Quality of logistics services



## Competence and Quality of Services

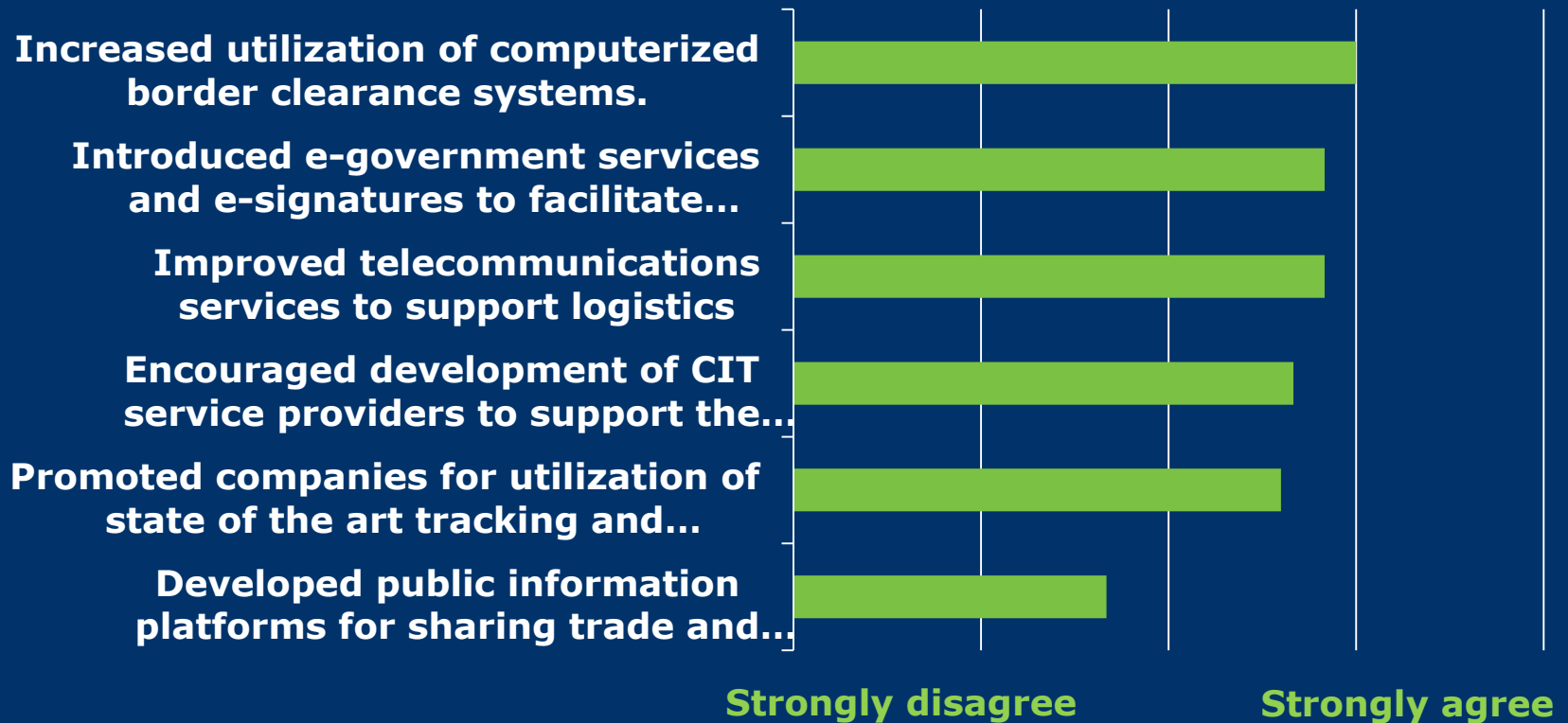


# Ability to Track and Trace Consignments



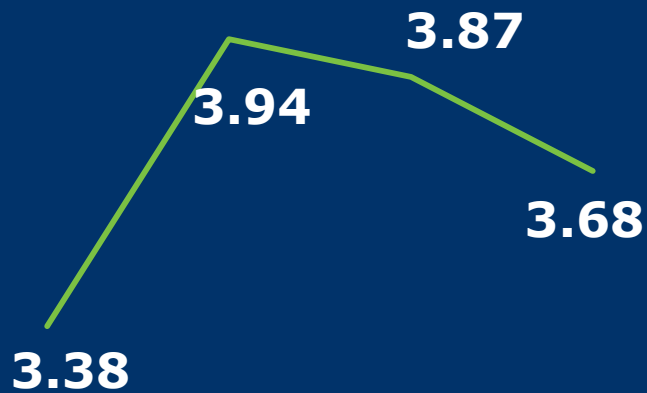
# Promoting utilization of ICT in Logistics Services

In the last couple of years, Turkey has experienced...

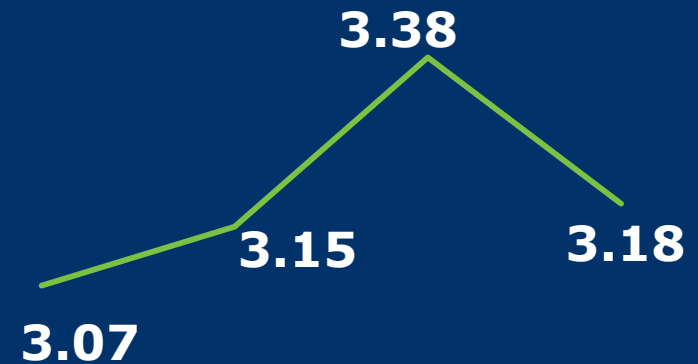




## Timeliness of shipments in reaching destination



## Ease of arranging shipments



2007 2010 2012 2014

2007 2010 2012 2014





# Reducing transport network system vulnerability

World Bank  
sources indicate  
that a one-day  
delay in delivery  
times causes a

**1%**

decrease in the  
volume  
of trade

In 2012,

**90**

**%**

of the trucks  
on Slovenia-Italy  
Ro-La lines had  
Turkish plate

Trucks tend to  
have long waiting  
times at major  
Ro-La lines,  
even up to

**4-6  
days**



# Findings

- **Variability is one of the main factors of efficiency of the customs and border clearance.**
- **Capacity management is vital for infrastructure efficiency.**
- **A superior transport infrastructure supports vital transport systems, including access roads to terminals and seaports, and intermodal services.**
- **A thriving private sector is one of the leading factors in providing high quality logistics services.**

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