China’s Experience on FTA Study

Submitted by: China
China’s Experience on FTA Study

Chen ZhiYang
Ministry of Commerce
China
May 6, 2014

Content

1. General Information
2. Normal Process
3. Contents & approaches
China’s Experience on FTA Study

General Information

22 FTAs with 34 economies

12 Signed

6 Under Negotiation

4 Under Study

8/5/2014
FTA China Signed

Agreements signed

- China-ASEAN
- China-Singapore
- China-Pakistan
- China-New Zealand
- China-Chile
- China-Iceland
- China-Peru
- China-Costa Rica
- China-Switzerland
- ECFA
- CEPA

FTA Under Negotiation

- GCC
- Norway
- RCEP
- Australia
- Japan & Korea
- Korea
FTA Under Study

Joint Feasibility Study

India
Israel
Sri Lanka
Colombia

China’s Experience on FTA Study

Normal Process
Normal Process

- Internal Study
- Joint Feasibility Study (JFS)
- Study Report Release
- Decision to negotiate FTA

Normal Process

- Multiple-perspective analysis of cost & benefits
- Analysis and recommendations on requests & offers
- Conducted by government and academic institutions
General Information

Terms of reference (TOR)

Economic cost-benefits analysis and recommendations

Jointly Conducted by FTA parties with support of academic institution, industries

Normal Process

Upload the JFS report

http://fta.mofcom.gov.cn
China’s Experience on FTA Study

Contents & Approaches
Contents & approaches

Outline of JFS report

- Background & Objective
- Overview of economies and policies
- Bilateral Economic and Trade relations
  - Trade in goods
  - Trade in services
  - Other issues like IPR, Competition, etc.
  - Impact of FTA
- Conclusions & recommendations

Trade in goods

- Tariff & non-tariff measures
- ROO, Customs Procedures, SPS/TBT, Trade remedies
- Trade in specific sectors, like agriculture, machinery, chemicals, textile, etc.
Contents & approaches

Other issues
- Economical and technical cooperation
- Temporary entry of natural persons
- Environment protection, IPR, competition, etc.

Impact analysis
- Evaluation of effects of FTA on growth of GDP, bilateral trade, revenue, industry, etc.
- Quantitative analysis on competitiveness and complementarity with TSI, TC, RCA, etc.
- Modelling analysis on FTA effects with CGE model
Contents & approaches

- Conclusions and recommendations
- Competitive or complementary?
- To launch FTA negotiation or not?

China’s FTA

Thanks