How to Enable Effective Global Value Chain Participation in the Region Using Trade Policy Instruments

Submitted by: WTO Expertise Center
How to enable effective GVC participation in the region using trade policy instruments?

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Strategies of GVC participation

CREATE

INTEGRATE

UPGRADE
Russia & Eurasian Economic Union

HOW to upgrade?

EAEU
Main direction of economic development of the EAEU until 2030 (some examples)

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<th>Single financial market</th>
<th>Single transport market</th>
<th>Innovative development and modernization</th>
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<td>Macroeconomic stability</td>
<td>Attractive business and investment environment</td>
<td>Conclusion of FTAs</td>
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EAEU FTA network

EAEU is at the start of creating its’ high-standard FTA network.

Concluded agreements:
- FTA between the EAEU and Viet Nam (came into force in October 2016);
- FTA between the EAEU and Serbia (October 2019);
- interim agreement signed between the EAEU and Iran (October 2019);
- FTA has been signed with Singapore (October 2019); hasn’t entered into force.

In the process of negotiations – with Egypt, Israel and India.
Importance of other factors

- Patented technologies
- Brands
- Design
- Enforcement mechanism

Key restriction:
- Fees and taxes
- Government support for domestic service providers
- Barriers to international mobility
- Restrictive measures vs commercial presence

- Measures at domestic level
- Bilateral investment treaties
- Multilateral rules?
Importance of the WTO

Stable MTS + effective WTO = efficient GVCs

APEC economies need to work together to:

- fight protectionism
- adapt the WTO to the modern-day economic realities
THANK YOU!

DO YOU HAVE ANY QUESTION?

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