



**Asia-Pacific  
Economic Cooperation**

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**2022/SOM2/CTI/022**

Agenda Item: XIV

## **Update on the G20 Trade, Investment, and Industry Working Group**

Purpose: Information  
Submitted by: Indonesia



**Second Committee on Trade and Investment  
Meeting  
Bangkok, Thailand  
15-16 May 2022**



# APEC COMMITTEE ON TRADE AND INVESTMENT

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# THEME OF G20 INDONESIA AND TIIWG PRIORITY ISSUES

## Theme: Recover Together, Recover Stronger



### Priority Issue 1

*Global Health Architecture*



### Priority Issue 2

*Digital Transformation*



### Priority Issue 3

*Sustainable Energy Transition*

## Trade, Investment, and Industry Working Group (TIIWG)

**Collective Economic Recovery: Aligning Trade, Investment and Industry agenda with SDGs**



### Priority Issue 1:

WTO Reform



### Priority Issue 2:

The Role of Multilateral Trading System to Strengthen the Achievement of Sustainable Development Goals (SDGs)



### Priority Issue 3:

Trade, Investment, and Industry Response to Pandemic and Global Health Architecture



### Priority Issue 4:

Digital Trade & Global Value Chain (GVC)s



### Priority Issue 5:

Spurring Sustainable Investment for Global Economic Recovery



### Priority Issue 6:

Sustainable and Inclusive Industrialization via Industry 4.0

# Main Events G20 TIIWG / ministerial Meeting

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## 1<sup>st</sup> TIIWG Meeting Alila Hotel, Solo

29–31 March 2022

1. Inclusive and Sustainable Industrialization via Industry 4.0
2. The Role of Multilateral Trading System to Strengthen the Achievement of Sustainable Development Goals (SDGs)
3. Digital Trade and Sustainable Global Value Chain (GVCs)

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## 2<sup>nd</sup> TIIWG Meeting Solo, Jawa Tengah

4 – 7 July 2022 (TBC)

1. Spurring Sustainable Investment for Global Economic Recovery
2. WTO Reform
3. Trade, Investment, and Industry Response to Pandemic and Global Health Architecture

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## 3<sup>rd</sup> TIIWG Meeting Meruorah Hotel, Labuan Bajo

19–20 September 2022

- *Drafting Session*
1. WTO Reform
  2. The Role of Multilateral Trading System to Strengthen the Achievement of Sustainable Development Goals (SDGs)
  3. Trade, Investment, and Industry Response to Pandemic and Global Health Architecture
  4. Digital Trade and Sustainable Global Value Chain (GVCs)
  5. Spurring Sustainable Investment for Global Economic Recovery
  6. Inclusive and Sustainable Industrialization via Industry 4.0

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## TII Ministerial Meeting Meruorah Hotel, Labuan Bajo

21–23 September 2022

- **Trade, Investment and Industry Ministerial Statement**
1. WTO Reform
  2. The Role of Multilateral Trading System to Strengthen the Achievement of Sustainable Development Goals (SDGs)
  3. Trade, Investment, and Industry Response to Pandemic and Global Health Architecture
  4. Digital Trade and Sustainable Global Value Chain (GVCs)
  5. Spurring Sustainable Investment for Global Economic Recovery
  6. Inclusive and Sustainable Industrialization via Industry 4.0

# 1<sup>ST</sup> G20 TRADE, INVESTMENT AND INDUSTRY WORKING GROUP MEETING 29 – 31 MARET 2022



## COMMON VIEWS AMONG TIIWG I DELEGATES



Trend of global trade and investment has back to the pre-pandemic level, but remain **highly uneven**



Some challenges persist and amplified due to arising geopolitical tension such as **raising fuel and commodity prices, higher inflation than expected and highly uneven investment recovery**



The importance to **ensure market open** (against protectionism), overcome the **distortion in Global Supply Chain** (notably on Agriculture Supply Chain), the **sustainability aspect of Global Value Chains** and address **food security challenges** that impact developing economies as well as LDCs



**Collective cooperation** among members is the best way to overcome current and future global challenges including achieving the SDGs

## COMMON VIEWS AMONG TIIWG I DELEGATES



MTS as an **accelerator to achieve 17 Point Agenda of Sustainable Development Goals (SDGs)** in the holistic manner covering social, economic and environment dimension

Underscored couple of issues that are still being discussed in WTO, **including fisheries subsidies, public stockholding, food security, trade and environment, and e-commerce negotiation**



The need to eliminate poverty and hunger by overcoming food security challenges through substantial engagement on **agriculture, fisheries subsidies, fossil fuel subsidies, public stockholding negotiations**

G20 need to facilitate members to **rebuild trust**, as well as amplify the credibility of the MTS by **accommodating all views** and **enhancing mutual understanding**



The need to achieve a **concrete and meaningful** outcome of MC-12 in June 2022 for strengthen the Multilateral Trading System with WTO at its core

## COMMON VIEWS AMONG TIIWG I DELEGATES



The **key role of digital trade and digital transformation** in order to strengthen the sustainability of Global Value Chains (GVCs)

The approach on digital trade must rely on inclusivity and under the principle of **no one left behind**, with reference to **strengthening digital infrastructure, building digital legal framework to boost business confidence and strengthening regulation for digital security**



**Boosting the integration of MSMEs and women in GVCs** as a pathway for economic development through **bridging digital divide, improving digital literacy, enhancing access to finance, strengthening digital trade facilitation** and the need to **enhance global cooperation**

Some members emphasize on the importance of strengthening **trade facilitation** and the adoption of digital technology, particularly **simplifying custom procedures, expediting clearance and shipment** to ensure resilience and sustainable supply and value chain while others also expressed the critical way to **upgrade national capabilities** to climb up GVCs particularly MSMEs and Women



Looking forward for the advancement of JSI on **E-Commerce**, while also address the importance of **cross border data flow and data protection**



# COMMON VIEWS AMONG TIIWG I DELEGATES



Role of Industry along with Trade and Investment to foster **productivity** that could increase **the scale, scope and speed of trade**

The capacity to adopt and to adapt with the advance technology is main requirement to embrace the implementation of industry 4.0 that will require **transfer of technology and investment in digital infrastructure**



The need to address multiple challenges in achieving Industry 4.0, including **premature industrialization, digital divide, lack of regulation and infrastructure**

To overcome challenges, some Members emphasize the need to bridge the digital divide through **skilling, reskilling, upskilling** while also address **digital level of playing field**. Others also highlight **establishment international standard, adoption of high-end technology and data interoperability**



G20 need to discuss ways on how to provide more access to **MSMEs and under-represented** could reap the benefit of Industry 4.0 especially in the way of changing the **business model and improving efficiency**.

# EXPECTED DELIVERABLES



WORLD TRADE  
ORGANIZATION

**PRIORITY ISSUE 2: GUIDING PRINCIPLE TO LINK MULTILATERAL TRADING SYSTEM WITH THE ACHIEVEMENT OF SDGs** – Developed by Ministry of Trade of Indonesia and WTO

Type of Outcome: **Voluntary Principles/ Guideline** Feasibility: **Medium**



**PRIORITY ISSUE 4: G20 STRATEGY FOR SUSTAINABLE SUPPLY CHAINS**  
– Developed by Ministry of Trade of Indonesia , OECD, UNESCAP AND ERIA

Type of Outcome: **Voluntary Principles/ Guideline** Feasibility: **Medium**



UNITED NATIONS  
INDUSTRIAL DEVELOPMENT ORGANIZATION

**PRIORITY ISSUE 6:**  
**1. G20 PRINCIPLE ON INDUSTRY 4.0 ECOSYSTEM**  
**2. G20 DIALOGUE ON INDUSTRY 4.0**

– Developed by Ministry of Industry of Indonesia and UNIDO

Type of Outcome: **Voluntary Principles/ Guideline** Feasibility: **Medium**

**THANK YOU**

