

APPENDIX I

ROADMAP FOR INTEGRATION OF WOOD-BASED PRODUCTS SECTOR

I. OBJECTIVES

The objectives of this initiative are :

- Strengthen regional integration on through liberalisation and facilitation measures in the area of trade in goods, services and investments; and
- Promote private sector participation.

II. MEASURES

This roadmap includes issues specific to the wood-based products, as well as horizontal issues cutting across all sectors. The approaches proposed for the integration for wood-based products are premised on:

- Combining the economic strengths of ASEAN member countries for regional advantage;
- Facilitate and promote intra-ASEAN investments;
- Improve the condition to attract and retain manufacturing and other economic activities within the region;
- Promote outsourcing program within ASEAN; and
- Promote the development of "Made in ASEAN" products and services.

III. COVERAGE

The scope of wood-based products appears as **Attachment 1**.

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
COMMON ISSUES			
I	Tariff Elimination		
1	Eliminate CEPT-AFTA tariffs on all identified products	Coordinating Committee on the Implementation of the CEPT Scheme for AFTA (CCCA)	ASEAN 6: 1 January 2007 CLMV: 1 January 2012
II	Non-Tariff Measures (NTMs)¹		
2	Establish the Database of ASEAN NTMs to ensure transparency	CCCA	Completed on 30 June 2004
3	Regularly update the Database of ASEAN NTMs to ensure transparency		Starting 1 January 2007
4	Establish clear criteria to identify measures that are classified as barriers to trade		Completed on 27 September 2005 (19th AFTA Council)
5	Establish a clear and definitive work programme for the assessment of existing NTMs and identification of Non-Tariff Barriers (NTBs)		Completed on 21 August 2006 (20 th AFTA Council)
6	Eliminate NTBs on all identified products		<p><u>First Package:</u> 1 January 2008 for ASEAN 5; 1 January 2010 for the Philippines; and 1 January 2013 for CLMV</p> <p><u>Second Package:</u> 1 January 2009 for ASEAN 5; 1 January 2011 for the Philippines; and 1 January 2014 for CLMV</p> <p><u>Third Package:</u> 1 January 2010 for ASEAN 5; 1 January 2012 for the Philippines; and 1 January 2015 with</p>

¹ Measures on NTMs apply to all products in accordance to the decisions of 20th AFTA Council, 21 August 2006, Kuala Lumpur, Malaysia. Priority Integration Sectors (PIS) measures on NTMs and NTBs shall be implemented in conformance with said AFTA Council decisions.

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
			flexibility up to 2018 for CLMV
7	Conduct regular review and assessment of NTMs based on the criteria set by the AFTA Council		Starting 1 January 2008
III	Rules of Origin		
8	<p>Improve the CEPT Rules of Origin by:</p> <ul style="list-style-type: none"> - making it more transparent, predictable, standardised and trade-facilitating, taking into account the need to encourage regional sourcing and the best practices of other Regional Trade Agreements including the rules of origin of the WTO; and - adopting substantial transformation as alternative criteria for conferring origin status 	Task Force on CEPT Rules of Origin (ROO-TF)	31 December 2006
9	Identify and implement measures to promote the utilisation of Form D	CCCA and Coordinating Committee on Customs (CCC) ²	Ongoing
IV	Customs Procedures		
10	Extend the application of the ASEAN Harmonised Tariff Nomenclature (AHTN) for extra-ASEAN trade	CCC/Customs Procedures and Trade Facilitation Working Group	31 December 2007
11	Develop a simplified, improved and harmonised customs declaration form		Completed on 8 June 2005
12	Ensure full implementation of the Green Lane System for CEPT Products, or similar systems, at entry points of all Member States		Completed
13	Develop implementation guidelines, as appropriate, for Member States which are not members of the WTO to fulfil the obligations of the WTO Agreement on Customs Valuation		Completed
14	Adopt service commitment (client charter) by ASEAN customs authorities		Completed
15	Develop the Single Window approach, including the electronic processing of	Inter-Agency Task Force on Single	Completed on

² The Expert Committee on Customs Matters (ECCM) was restructured and renamed as CCC

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
	trade documents at national and regional levels	Window	9 December 2005
16	Implementation of the ASEAN Single Window	ASEAN Single Window Steering Committee	1 January 2008 for ASEAN-6 1 January 2012 for CLMV
V	Standards and Conformance		
17	Accelerate the development and implementation of sectoral Mutual Recognition Arrangements (MRAs), as appropriate	ASEAN Consultative Committee on Standards and Quality (ACCSQ)	beginning 1 January 2005
18	Encourage domestic regulators to recognise test reports issued by testing laboratories which are already accredited by National Accreditation Bodies in ASEAN that are signatories to ILAC and APLAC MRA for products not covered under the sectoral MRAs		Ongoing
19	Set clear targets and schedules for harmonisation of standards, wherever required; where international standards are not available, and when requested by industry, align national standards among Member States		Completed
20	Harmonise already identified standards among Member Countries		31 December 2007
21	Identify and harmonise additional standards, wherever required; where international standards are not available, and when requested by industry, align national standards among Member States		31 December 2010
22	Harmonise and/or develop, wherever appropriate, technical regulations for national application		31 December 2010
23	Ensure compliance with the requirements, rights and obligations of WTO Agreement on Technical Barriers to Trade		Ongoing
24	Develop ASEAN policy on standards and conformance to further facilitate the realisation of the ASEAN Economic Community		Completed on 28 September 2005 (37 th AEM)

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
VI	Logistics Services³		
25	<p>Expedite the development of integrated transport logistics services within ASEAN through:</p> <ul style="list-style-type: none"> - Promotion of efficient door-to-door cargo transport and cross-border transport facilitation through the expeditious implementation of the ASEAN Framework Agreement on the Facilitation of Goods in Transit, and the ASEAN Framework Agreement on Multimodal Transport; - Improvement of land transport network infrastructures and services to achieve better inter-connectivity, inter-operability and inter-modality with the national, regional and international maritime and air transport gateways; - Strengthening intra-ASEAN maritime and shipping transport services; and - Establishment of enabling and conducive policy environment for increased private sector involvement and/or public-private partnerships in the development of transport infrastructure and the provision and operation of transport logistics facilities and services 	Senior Transport Officials Meeting (STOM)	Beginning 2005
VII	Outsourcing and Industrial Complementation		
26	Identify and develop areas of specialisation on production processes, research and development (R&D), and testing facilities based on comparative advantages of individual Member States	Working Group on Industrial Cooperation (WGIC), with inputs from the private sector	Ongoing
27	Develop guidelines to promote outsourcing arrangements among Member States, as applicable		31 December 2008
VIII	ASEAN Integration System of Preferences		
28	Endeavour to simplify the procedures	CCCA	Between

³ A comprehensive roadmap on logistics services as a separate Priority Integration Sector is currently being developed and shall be completed by June 2007

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
	and expand the coverage of the ASEAN Integration System of Preferences (AISP) Scheme by including products in the priority integration sectors		1 January 2007 and 1 January 2009
IX	Investments		
29	Accelerate the opening up of sectors currently in the Sensitive List (SL) by transferring these sectors into the Temporary Exclusion List (TEL) under the Framework Agreement on the ASEAN Investment Area, using the ASEAN-X formula	Coordinating Committee on Investment (CCI)	Ongoing
30	Reduce restrictive investment measures in the SL		Ongoing
31	Complete the progressive elimination of restrictive investment measures in the TEL		2010 for ASEAN-6, 2013 for Viet Nam and 2015 for Cambodia, Lao PDR and Myanmar
32	Identify and implement programmes and activities to promote investments in ASEAN		Ongoing
33	Promote manufacturing processes across different ASEAN countries to take advantage of their comparative strengths through: <ul style="list-style-type: none"> - the establishment of a network of ASEAN free trade zones to facilitate outsourcing activities - undertaking more efficient joint ASEAN facilitation and promotion measures to promote FDI 	CCC; CCI; WGIC	Ongoing
		CCI	Ongoing
34	Promote and facilitate joint/cross border investments in manufacturing activities through: <ul style="list-style-type: none"> - special incentives, where appropriate, to be given by CLMV for investments from ASEAN - special measures, where appropriate to be given by ASEAN 6 to promote and facilitate relocation of investment to CLMV countries especially for labour intensive manufacturing activities 	CCI	Ongoing

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
X	Trade and Investment Promotion		
35	Intensify intra- and extra ASEAN joint promotion efforts regularly	CCI; ASEAN Chambers of Commerce and Industry (ASEAN-CCI); and relevant Industry Clubs/Associations	Ongoing
36	Organise regular private sector initiatives to: <ul style="list-style-type: none"> - undertake more efficient joint ASEAN facilitation and promotion measures to promote FDI into ASEAN - undertake joint trade and investment missions; and - assist CLMV in organising promotional activities 	CCI; ASEAN Business Advisory Council (ASEAN-BAC); and ASEAN-CCI	Ongoing
37	Undertake more effective joint ASEAN facilitation in promotion measures and develop new sources of inward foreign direct investments, particularly from potential countries such as the People's Republic of China, India and the Republic of Korea		Ongoing
XI	Intra-ASEAN Trade and Investment Statistics		
38	Develop an effective system to monitor intra-ASEAN trade and investment through: <ul style="list-style-type: none"> - establish an efficient trade and investment database - provision of updates to the ASEAN Secretariat of the latest trade (goods and services) and investment statistics - preparation of consolidated industry profile, by the respective associations, which among other matters, cover information such as production capacity and product range 	ASEAN Heads of Statistical Offices Meeting (AHSOM); Working Group on Foreign Direct Investment Statistics and CCCA	31 December 2009 Ongoing Ongoing
XII	Intellectual Property Rights		

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
39	Expand the scope of ASEAN intellectual property rights cooperation beyond trademarks and patents by including cooperation in copyrights information exchange and enforcement	ASEAN Working Group on Intellectual Property Cooperation (AWGIPC)	Ongoing
XIII	Movement of Business Persons, Experts, Skilled Labour, Talents and Professionals		
40	Develop an ASEAN Agreement to facilitate the movement of business persons, including the adoption of an ASEAN Business Travel Card, taking into account Member States' domestic laws and regulations	Directors-General of Immigration Departments and Heads of Consular Affairs Division of the Ministries of Foreign Affairs (DGICM)	Ongoing
41	Identify and develop other mechanisms that will complement existing ASEAN initiatives to further facilitate the movement of experts, professionals, skilled labour and talents	Coordinating Committee on Services (CCS)	31 December 2007
42	Accelerate completion of MRAs to facilitate free movement of experts, professionals, skilled labour and talents in ASEAN, taking into account Member States' domestic laws and regulations		31 December 2008
XIV	Facilitation of Travel in ASEAN		
43	Harmonise procedures for the issuance of visas to international travellers	DGICM	Ongoing
44	Provide visa exemption for intra-ASEAN travel by ASEAN nationals		Ongoing
XV	Human Resource Development		
45	Develop and upgrade skills and capacity building through joint trainings and workshops	Senior Labour Officials Meeting (SLOM) ASEAN Senior Officials for Education (ASOED) Senior Economic Officials Meeting (SEOM) Initiatives for ASEAN Integration (IAI) Task Force	Ongoing

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
SPECIFIC ISSUES			
XVI	Enhancing Cooperation in Timber Products		
46	<p>Develop cooperation program among authorities dealing with certification of timber/wood-based products to ensure the sustainability and legality of the origin of such products, among others by the following activities :</p> <ul style="list-style-type: none"> - Identify and adopt principles and steps for phased approach to forest certification, in which the first phase will be to provide assurance of legal timber. - Identify and adopt indicators or elements to be included in definition of legal timber. - Developing detailed country-specific Activities and Standard of Performance (Verifiers) for "Legality of Timber". - Identify and adopt core set of Criteria and Indicators (C&I) as framework for ASEAN standard for forest management certification (second phase). - Develop detailed country-specific Activities and Standards of Performance (Verifiers) for Forest Management Certification using ASEAN C&I (second phase). - Develop ASEAN standard for chain-of-custody certification - Develop approach in establishing the Pan ASEAN Timber Certification Scheme. 	<p>Working Group on Wood-based Products Integration and ASEAN Senior Officials on Forestry (ASOF)</p> <p>ASOF/ Ad-Hoc Working Group (AHWG) on Pan ASEAN Timber Certification Initiative</p> <p>ASOF/ AHWG on Pan ASEAN Timber Certification Initiative</p> <p>Individual ASEAN Member Countries</p> <p>ASOF/ AHWG on Pan ASEAN Timber Certification Initiative</p> <p>ASOF/ AHWG on ASEAN Timber Certification Initiative</p> <p>ASOF / AHWG on ASEAN Timber Certification Initiative</p> <p>ASOF/ AHWG on Pan ASEAN Timber Certification Initiative</p>	<p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p> <p>2005-2010</p>
47	Develop cooperation program among relevant authorities to combat illegal trade in forest products, including endangered species of flora and fauna, and exchange of relevant information on wood import as allowed by law, on	ASEAN Customs DG and Working Group on Wood-based Products Integration/ ASOF	2005-2007

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
	the basis of mutual respect, equality and mutual benefit, and in all levels, among others, by the following activities :		
	<ul style="list-style-type: none"> - Encouraging the implementation of the arrangement derived from existing regional process/ mechanism (such as Asia Forest Law Enforcement and Government -FLEG, Asia Forest Partnership - AFP) in addressing illegal trade; - Developing mechanism of exchanging information on import - export data of timber and wood based products; - Promoting regional cooperation in addressing CITES issues <ul style="list-style-type: none"> - Assisting ASEAN Member Countries in adopting effective and enforceable legislation for CITES implementation; - Promoting network amongst relevant law enforcement authorities in ASEAN countries to curb illegal trade in wild fauna and flora; - Encouraging industry and trade groups, and local communities to comply with legality and sustainability requirements of CITES and national regulations on trade in wild fauna and flora, and to support research and capacity building on sustainable management of trade in wild fauna and flora. 	<p style="text-align: center;">ASOF</p> <p style="text-align: center;">ASEAN Working Group on Statistics</p> <p style="text-align: center;">ASEAN Experts Group on CITES/ ASEAN Wildlife Law Enforcement Network (ASEAN-WEN)</p>	<p style="text-align: center;">Beginning 2006</p> <p style="text-align: center;">Beginning 2006</p> <p style="text-align: center;">Beginning 2006</p>
48	<p>Increase the awareness by disseminating information to all stakeholders on the legal and environmental consequences which forest destruction poses to our future environmental, economic and social well-being</p> <ul style="list-style-type: none"> - Promoting awareness on programs for the judiciary and other law enforcement agencies on the social and economic implications of conservation threats posed by illegal trade in wild fauna and flora 	<p style="text-align: center;">ASOF and ASOEN (ASEAN Senior Officials on the Environment)</p> <p style="text-align: center;">ASEAN Experts Group on CITES/ ASEAN Wildlife Law Enforcement Network (ASEAN-WEN)</p>	<p style="text-align: center;">2005-2010</p> <p style="text-align: center;">Beginning 2005</p>

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
49	<p>Enhancing R&D cooperation and technology transfer in timber products including the use of lesser-known species, lesser-utilised species and non-commercial species through the following activities :</p> <ul style="list-style-type: none"> - Biotechnology Approaches to the Production of Genetically Superior Trees (SCB); - Commercialisation and Technology Transfer in Drying Technology (SCNCER); - Exchange of Information on Level of Processing Technology and Promoting R&D of the above Categories of Species 	<p>ASOF/ AEG on R&D in Forest Products/ COST</p> <p>Sub Committee on Biotechnology (SCB)/</p> <p>Sub Committee on Non-Conventional Energy Research (SCNCER)</p> <p>ASOF, AEG on R&D for Forest Products</p>	Beginning 2006
XVII	Joint Marketing and Image-Building		
50	<p>Launch ASEAN public relation campaign to counter negative publicity on tropical hardwood products.</p> <ul style="list-style-type: none"> - Strengthening cooperation in trade promotion and negotiations on forest products including strengthening functions of ASEAN National Focal Point WG on Forest products promotion scheme (NFPWGFPPS); 	ASOF	Beginning 2005
	<ul style="list-style-type: none"> - Strengthening coordination of joint strategies in seeking better market access for ASEAN's forest products. 	ASOF	Beginning 2005
51	<p>Invite more advanced countries to provide assistance to ASEAN Member Countries, e.g. on the proposed EU action plan on Forest Law Enforcement, Governance and Trade (FLEGT).</p>	ASOF	Beginning 2005
52	<p>Showcase ASEAN wood products to the world markets such as:</p> <p>Visit Asia's Major Furniture Shows in One Trip</p>	<p>ASEAN Business Advisory Council and ASEAN Chamber of Commerce and Industry/</p> <p>ASEAN Furniture Industry Council (AFIC)</p>	<p>Beginning 2005</p> <p>2008</p>

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
53	<p>Undertake joint approaches in the promotion and development of products markets for timber and wood products.</p> <ul style="list-style-type: none"> - Improving and Promoting quality and diversification of wood products range <ul style="list-style-type: none"> - Exchanging the information on technologies related to forest products diversification - Harmonising the standards of ASEAN forest products and specification - Joint efforts to encourage participation of the private sector in the development of wood-based industries <ul style="list-style-type: none"> - Encouraging joint ventures in terms of capital investment, technology transfer and access to market opportunities. - Compiling and disseminating the information regarding investment opportunities in ASEAN Member Countries. - Market promotion of products from sustainable managed forest to international markets. <ul style="list-style-type: none"> - Seeking better market access for forest products from sustainable managed forest - Promoting fair and transparent trade on forest products. - Organising marketing and promotion activities 	<p>ASOF/ ACCSQ Wood-Based Products/ COST</p> <p>COST</p> <p>NFPWGFPPS/ ACCSQ Wood-Based Products/ ASEAN Chamber of Commerce and Industry/ ASEAN Furniture Industry Council (AFIC)/ ASEAN Forest Products Industry Club (AFPIC)/ ASEAN Chamber of Commerce and Industry/ ASEAN Furniture Industry Council (AFIC)/ ASEAN Forest Products Industry Club (AFPIC)/ SOM-AMAF / Joint Committee on ASEAN Cooperation and Joint Approaches in Agriculture and Forest Products Promotion Scheme</p>	<p>beginning 2005</p> <p>Beginning 2005</p> <p>Beginning 2005</p>
XVIII	Investment on Forest Plantation and Wood-Based Industry		

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
54	<p>Promote and facilitate joint investment</p> <ul style="list-style-type: none"> - Strengthening cooperation in trade promotion and negotiations on wood products <ul style="list-style-type: none"> - Expanding the functions of AFPIC, APPF and AFIC as fora for cooperation among the private sector in ASEAN. - Encouraging Participation of ASEAN Member Countries in related regional and international exhibition and trade fairs. - Enhancing the ASEAN's competitive posture and sustaining the expansion of ASEAN exports of wood products. - Joint efforts to encourage greater participation of the private sector in the development of investment in wood-based industries <ul style="list-style-type: none"> - Encouraging joint ventures in terms of capital investment, technology transfer and access to market opportunities. - 2.2. Compiling and disseminating the information regarding investment opportunities in ASEAN Member Countries. - Enhancement of the private sector participation in ASEAN policy formulation process and in programs implementation related to forestry <ul style="list-style-type: none"> - 3.1. Participation of private sectors in meeting of ASEAN bodies on forestry and forest products. 	<p>SOM-AMAF Joint Committee on ASEAN Cooperation and Joint Approaches in Agriculture and Forest Products Promotion Scheme/ AFPIC, APPF and AFIC</p> <p>ASEAN Chamber of Commerce and Industry/ AFIC</p> <p>ASEAN Chamber of Commerce and Industry/ AFIC</p>	Beginning 2005
55	<p>Encourage the use of raw materials from timber plantations for investments in the wood processing industry.</p> <ul style="list-style-type: none"> - Encouraging promotion of products from timber plantation. 	COST	2005-2010
56	<p>Endeavor to create an environment including regular dialogues and visits among ASEAN business people for the promotion of trade and investment.</p>	ASEAN Chamber of Commerce and Industry/ AFIC/	2005-2010

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE
XIX	<u>Human Resources Development</u>		
57	<p>Cooperate to develop and upgrade skills in design, wood processing and furniture manufacturing through joint training and workshops:</p> <ul style="list-style-type: none"> - Promotion and implementation of training programmes in wood-based products: <ul style="list-style-type: none"> - Identification of existing training facilities and available training programmes in ASEAN; - Development of mechanism for sharing of training facilities and programmes; - Conduct of relevant training programmes. - Sharing and exchange of experts and scientists: <ul style="list-style-type: none"> - Formulation and implementation of arrangement for the exchange of experts and scientists. 	ASOF/ AFIC/ COST/ AFPIC	Beginning 2005

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