POST-BRIEFING
ON THE
47TH AEM MEETING & RELATED MEETINGS

31 AUGUST 2015, JAKARTA
22 Aug
AFTA Council
AIA Council
AEM

23 Aug
AEM-METI
AEM-ROK
AEM-MOFCOM
AEM-Plus 3
AEM-CER
ASEAN-India

24 Aug
Mekong-Japan
AEM-ROK
EAS EMM
RCEP

25 Aug
AEM-Canada
AEM-Russia
AEM-ABAC
CLMV EMM
Press Conference

Note - Consultations with private sector – FJCCIA/EABC/AIBC/USABC/ACBC
AEC Scorecard

- New baseline of 506 measures
  - Include fully implemented ASEAN-wide measures since 2008 and 54 high-priority measures identified at AEM Retreat
  - There were only 316 measures when AEC Blueprint was first launched in 2007

- As at July 2015, 463 out of 506 measures have been implemented
  - Implementation rate of 91.5%
ASEAN’s ECONOMIC PERFORMANCE
2007 vis-à-vis 2014

MERCHANDIZE TRADE

US$ 2.53 T (2014)

- ASEAN 25%
- China 12%
- EU 10%
- US 10%
- Japan 9%
- ROW 34%

US$ 136.2 B (2014)

- EU 21%
- ASEAN 17%
- ROW 36%
- China 6%
- US 10%
- Japan 10%

INVESTMENT
KEY OUTCOMES - TRADE

- **SELF-CERTIFICATION**
  - Good progress in operationalizing self-certification pilot projects
  - Key elements for region-wide self-certification being developed and will be fully implemented in 2016

- **NATIONAL TRADE REPOSITORY**
  - ASEAN Trade Repository will be established to link up all National Trade Repository to provide one-stop online database on all trade-related information

- **ASEAN SINGLE WINDOW**
  - Work towards timely completion of full-fledged pilot testing of ASEAN Single Window by 2015

- **ASEAN SOLUTIONS FOR INVESTMENTS, SERVICES AND TRADE**
  - Internet-based facility for receiving, processing and responding to complaints by private sector is being developed
KEY OUTCOMES - STANDARDS

STAGE I - HARMONIZATION OF STANDARDS

- Automotive (15), Electrical & Electronics (121), Prepared Foodstuff (5), Pharmaceutical (7), Rubber (46), Traditional Medicines & Health Supplements (17)

- Work in progress
  - Building & Construction, Medical Device, Wood

STAGE II - MUTUAL RECOGNITION ARRANGEMENT

- Implemented
  - MRA on Electrical and Electronic Equipment
    - 16 testing laboratories and 5 certification bodies
  - GMP Inspection of Manufacturers of Medicinal Products
    - 4 inspection services

- Work in progress
  - Type Approval for Automotive Products
  - Inspection and Certification System on Food Hygiene
  - Building and Construction
  - Bio-Equivalence Study Report (Pharmaceuticals)
KEY OUTCOMES - STANDARDS

STAGE III - REGULATORY COHERENCE

- ASEAN Harmonized Cosmetic Regulatory Scheme
- Agreement on ASEAN Harmonised Electrical and Electronic Equipment Regulatory Regime
- ASEAN Medical Directive
- Work in progress
  - Prepared Foodstuff
  - Traditional Medicines and Health Supplements
SERVICES

- Efforts are being undertaken to conclude 9th & 10th packages by end 2015
  - Restrictions for trade in over 120 services sub-sectors will be minimized
- Movement of skilled professionals through concluded MRAs
  - Professional engineers and architects

INVESTMENT

- Commitment to further enhance ASEAN as single investment destination
  - Conduct annual peer review
  - Minimized restrictions to the flow of investment
  - Undertook reform in investment related policies
  - Pursue further liberalization measures under ACIA
KEY OUTCOMES
– OTHER AREAS OF COOPERATION

COMPETITION
- 8 AMS enacted their respective competition law
- Capacity building to enforce competition law and advocate competition
- Strategic ASEAN Competition Action Plan 2016-2025 completed

INTELLECTUAL PROPERTY RIGHTS
- Progress made in reducing turnaround time for trademark process
  - Trademark classification database launched (ASEAN TMclass)
- On-line submission of patents applications launched
  - e-ASEAN Patent Search and Examination Cooperation (ASPEC)
- On-line search tool for published and registered industrial designs
  - ASEAN Designview
- ASEAN Strategic IPR Action Plan 2025 completed

CONSUMER PROTECTION
- 9 AMS put in place their respective consumer protection law
- Efforts to enhance consumer protection awareness
- Strategic ASEAN Action Plan on Consumer Protection 2016-2025 completed
KEY OUTCOMES – SMEs

**SMALL AND MEDIUM ENTERPRISES**

- Access to information
  - Development of ASEAN SME Service Web Portal
  - Information pack on tariffs, rules of origin, customs procedures

- Access to finance
  - Developed ASEAN Benchmark for SME Credit Rating System
  - Policy studies with concrete proposals including financial inclusion

- Promote SME participation in supply chain
  - Completed training on garments, footwear and electronic sectors
  - Training on automotive and healthcare to be conducted later this year

- ASEAN Strategic Action Plan for SME Development 2016-2025 **completed**
ENGAGEMENT WITH PRIVATE SECTOR

ASEAN BUSINESS ADVISORY COUNCIL

- ABAC step up its engagement with other ASEAN+1 Business Councils to exchange views on issues and provide recommendations on how these issues could be addressed to both Leaders and Ministers.

- ABAC also had consultations with sectoral bodies to provide inputs to:
  - ASEAN Strategic Action Plan for SME Development (2016-2025)
  - AEC 2025 Blueprint

- ABAC 2015 Policy Recommendations, amongst others, include:
  - Elimination of NTMs/NTBs within and beyond PIS
  - Deepening of financial sector integration
  - Development of sound financial infrastructure
  - Liberalize the movement of skilled professionals across the region
KEY OUTCOMES – EXTERNAL RELATIONS

- **ASEAN-CHINA**
  - Negotiation on upgrading ACFTA on-going

- **ASEAN-JAPAN**
  - Guidelines for transposing tariff reduction schedules under AJCEP adopted

- **ASEAN-KOREA**
  - Third Protocol to Amend ASEAN-Korea Trade in Goods Agreement finalized for signing
    - Modality for further liberalisation of sensitive products under AKFTA endorsed

- **ASEAN-INDIA**
  - ASEAN-India Trade in Services and Investment Agreements ratified
    - Entry into force by 1 July 2015
  - Scope of the review of ASEAN India TIG Agreement finalized

- **ASEAN-AUSTRALIA-NEW ZEALAND**
  - Protocol to Amend the Agreement establishing the AANZFTA
    - Entry into force by 1 October 2015
KEY OUTCOMES – EXTERNAL RELATIONS

- **ASEAN-HONG KONG, CHINA**
  - Four rounds of negotiation concluded

- **ASEAN-UNITED STATES**
  - Discussions are on-going to further enhance areas of cooperation

- **ASEAN-RUSSIA**
  - Endorsed Post-2015 ASEAN-Russia Trade and Investment Cooperation Work Programme

- **ASEAN-CANADA**
  - Endorsed 2016-2020 ASEAN-Canada Trade and Investment Work Plan

- **RCEP**
  - Nine rounds of negotiation concluded
  - Breakthroughs in resolving a number of issues being negotiated
  - Negotiations will be expedited to substantially conclude by end 2015
## AN OVERVIEW OF FTAs CONCLUDED/BEING NEGOTIATED

<table>
<thead>
<tr>
<th>FTA</th>
<th>Entry Into Force</th>
<th>Size of Market</th>
<th>Size of Economy ($)</th>
<th>Total Trade ($)</th>
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<tbody>
<tr>
<td>ASEAN</td>
<td>1992</td>
<td>0.625 B</td>
<td>2.57 T</td>
<td>608 B</td>
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<tr>
<td>ACFTA (China)</td>
<td>2005</td>
<td>1.99 B</td>
<td>12.95 T</td>
<td>366.5 B</td>
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<td>AKFTA (Korea)</td>
<td>2007</td>
<td>0.67 B</td>
<td>3.98 T</td>
<td>131.4 B</td>
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<td>AJCEP (Japan)</td>
<td>2008</td>
<td>0.75 B</td>
<td>7.18 T</td>
<td>229.9 B</td>
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<td>AANZFTA (Aus-Nzl)</td>
<td>2010</td>
<td>0.65 B</td>
<td>4.21 T</td>
<td>81 B</td>
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<td>AIFTA (India)</td>
<td>2010</td>
<td>1.88 B</td>
<td>4.61 T</td>
<td>67.7 B</td>
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<td>AHKFTA (Hong Kong)</td>
<td>Jul 2014*</td>
<td>0.63 B</td>
<td>2.89 T</td>
<td>99.3 B</td>
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<td>RCEP</td>
<td>May 2013*</td>
<td>3.45 B</td>
<td>22.67 T</td>
<td>875.8 B</td>
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* On-going negotiations

US$ 2.46 T
SEVERAL INITIATIVES TARGETED FOR LAUNCHING BY 27th ASEAN SUMMIT IN NOV 2015

- AEC Scorecard Report
- ASEAN Integration Report
- ASEAN Investment Report
- ASEAN Trade Repository
- ASEAN Solutions for Investment, Services and Trade (ASSIST)
- ASEAN Strategic Action Plan for SME Development 2016-2025
- AEC 2025 Blueprint
  - Integral part of ASEAN Community Vision 2025
Thank You For Your Attention