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Maritime Transport in Times of Polycrisis

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Building sustainable and resilient transport and logistics:

UNCTAD's Role – Policy and Legislation Section

Presentation By

Regina Asariotis

UNCTAD

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Regina Asariotis
Chief, Policy and Legislation Section, UNCTAD

unctad.org/ttl/legal
Regina.Asariotis@unctad.org





Sustainable (economically, environmentally, socially) and resilient transport & trade logistics



Requires measures to

- minimize disruptions, delay and related economic losses; consider effects of fuel price volatility on shipping
- reduce pollution and GHG emissions
- protect seafarers, combat piracy and fraudulent practices, strengthen safety and security of transport and supply-chains
- adapt critical transport infrastructure and operations to impacts of climate change

International policy and legal instruments are critical in this context (see e.g. UNCTAD, 2020)

- Policies establish common objectives, priorities, and commitments; guide the allocation/use of resources and institutional frameworks
- Legal frameworks facilitate cross-border trade and advance implementation of common objectives; create a level playing field; accountability; reduce transaction costs

Bridgetown Covenant (127 n): ... 'enhance support to the development and the implementation of appropriate legal and regulatory frameworks that reduce trade transaction costs'



UNCTAD – Policy and Legislation Section



Thematic areas of focus (based on mandate, demand, and expertise)

<u>International maritime and transport law</u> – broad range of issues

<u>Climate change and maritime transport</u> – emphasis on adaptation, trade and sustainable development implications

Work aims at synergy

- Research and analysis Studies/reports; peer-reviewed research; policy briefs; contribution to major UN reports; dedicated chapter in UNCTAD Review of Maritime Transport
- Consensus-building intergovernmental work; formal and informal meetings
- Advice and assistance implementation and negotiation of international legal instruments
- Technical cooperation/capacity-building projects

Extensive **cooperation and collaboration** (UN-Oceans, UN-DRR, IMO, UNCITRAL, UNEP, WMO, UNFCCC, MP Global Climate Action, UN regional commissions, regional and industry partners, scientific researchers)

Some examples of work on issues causing supply chain disruptions and delay



COVID 19: addressing the implications of the pandemic for seafarers and for commercial contracts



Seafarers and humanitarian crew change crisis

- Facilitating crew changes and repatriation of seafarers during the COVID-19 pandemic and beyond, 2021
- Special Chapter RMT 2021 in response to GA request
- <u>UNCTAD Policy Brief: Strengthening international response and cooperation to address the seafarer crisis and keep global supply chains open, 2021</u>
- WHO sector-specific guidance for the management of COVID-19 on board cargo ships and fishing vessels, 2021
- ILO/IMO/UNCTAD/WHO, <u>Joint Statement</u>: Collaboration to address crew change crisis, safeguard seafarer health & safety, avoid supply-chain disruptions, 2022
- Ad hoc UN inter-agency Task Force on the impact of COVID-19 on seafarers, 2022



COVID-19: key international commercial law implications



analytical reports, training, capacity-building - UNDA project component

 Understanding and addressing commercial law implications of COVID 19 and response measures to reduce economic losses, costly legal disputes, and keep trade flowing



COVID-19 implications for commercial contracts: International sale of goods on CIF and FOB terms



COVID-19 implications for commercial contracts: Carriage of goods by sea and related cargo claims



Contracts for the carriage of goods by sea and multimodal transport



COVID-19 and International
Sale of Goods: Contractual
devices for commercial risk
allocation and loss
prevention

 Training courses: 'Implications of the COVID-19 pandemic for International Sale of Goods and Carriage of Goods by Sea'



Climate change impacts and adaptation for maritime transport - related work by UNCTAD

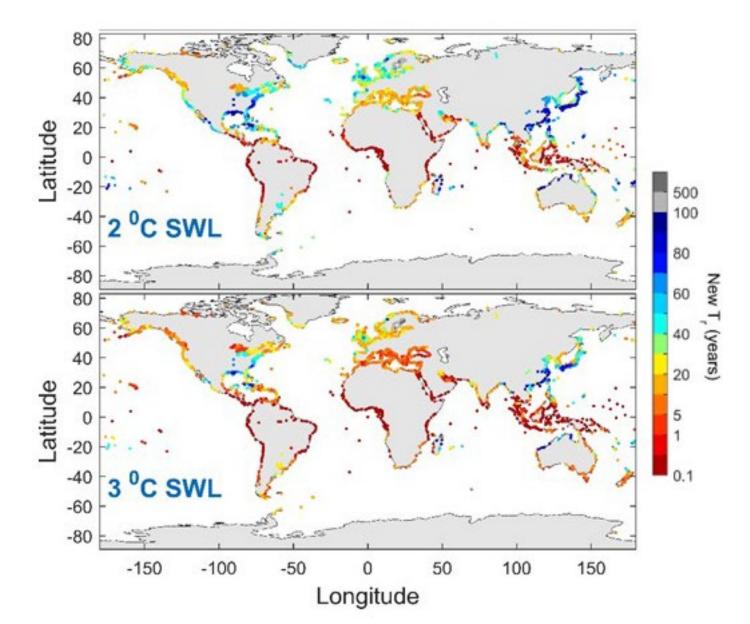


2009	UNCTAD Multiyear Expert Meeting: "Maritime Transport and the Climate Change Challenge"
2010	Joint UNECE-UNCTAD Workshop: "Climate change impacts and adaptation for international transport networks"
Follow-up	UNECE Group of Experts on Climate Change Impacts and Adaptation for International Transport Networks
	2013 EG Report - Climate Change Impacts and Adaptation for International Transport Networks
	2020 EG Report - Climate Change Impacts and Adaptation for International Transport Networks
2011 Follow-up	UNCTAD Ad Hoc Expert Meeting: "Climate Change Impacts and Adaptation: a Challenge for Global Ports"
	Becker et. al, A note on climate change adaptation for seaports, Climatic Change, 2013
2012	UNCTAD ed. multidisciplinary book: Maritime Transport and the Climate Change Challenge UN-Earthscan, 327p. (2012)
2014	UNCTAD Ad Hoc Expert Meeting: "Addressing the Transport & Trade Logistics Challenges of SIDS: Samoa Conference and Beyond"
	UNCTAD Multiyear Expert Meeting: "Small Island Developing States: Transport and Trade Logistics Challenges
2017-18	UNCTAD Port-Industry Survey on Climate Change Impacts and Adaptation
2015-2017	UNCTAD DA Project - SIDSport-ClimateAdapt.unctad.org "Climate change impacts on coastal transport infrastructure in the Caribbean:
2018	Enhancing the adaptive capacity of Small Island Developing States (SIDS)
	Monioudi et. al, Climate change impacts on critical international transportation assets of Caribbean SIDS: the case of Jamaica and Saint Lucia, Reg Environ Change 2018: 2211
2019-2020	UNCTAD Ad Hoc Expert Meeting: "Climate Change Adaptation for International Transport: Preparing for the Future"
	<u>UNCTAD – UNEP</u> "Climate-resilient transport infrastructure for sustainable trade, tourism and development in SIDS"
	Climate Change Impacts and Adaptation for Coastal Transport Infrastructure: A Compilation of Policies and Practices
	UNCTAD Multiyear Expert Meeting: "Climate Change Adaptation for Seaports in Support of the 2030 Agenda"
2021-2022	Climate change impacts on seaports: a growing threat to sustainable trade and development (2021)
	Climate-resilience of seaports: Adequate finance is critical for developing countries but remains a major challenge (2022)
2023-2024	UNDRR GAR 2023 Special Report – Resilience Deficit 10
	AIG podcast: Rising Sea Levels - the impact on port infrastructure, shipping and trade (2024)
	CC Adaptation, Resilience-Building and DRR for Ports at the UNCTAD Global Supply Chain Forum (2024)
	Asariotis et al., Climate change and seaports: hazards, impacts and policies and legislation for adaptation, Anthropocene Coasts (2024)
	UNCTAD Review of Maritime Transport 2024, Chapter 5



Global ports are exposed to growing climate hazards - Extreme sea levels (ESL)





Projections indicate

- all global ports affected, with effects worsening with increasing global warming
- At 2 °C (2050s), many South American, African, Gulf, SE Asian and Pacific ports will face the baseline 1-in-100 years extreme sea level (ESL 100) as often as every 1-10 years
- At 3 °C SWL (2100?), many global ports will face the baseline 1-in-100 years ESL, several times per year

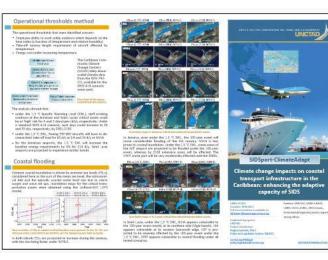
Projected changes in the return period of the baseline (mean of 1986-2014)) 1-in-100 years ESL under CV &C for about 3700 global ports. Key: SWL (Specific Warming Level) in ⁰C above preindustrial times. Tr (years) return period. Seaport location from World Port Index 2019. ESLs₁₀₀ projections for the global coastline from EC-JRC data collection (see also Vousdoukas et al. (2018). See Asariotis (2021)



<u>Climate change impacts & adaptation for coastal transport infrastructure in the Caribbean:</u> <u>Enhancing the adaptive capacity of SIDS</u> - UNDA project









- National Case Studies: Jamaica and Saint Lucia
- Climate Risk and Vulnerability Assessment Framework for Caribbean Costal Transport Infrastructure
- National and <u>regional capacity building</u> workshops
- Assessment of operational disruptions and coastal flood risk for 8 Ports & Airports in Jamaica and Saint Lucia, under different climatic scenarios - validated by scientific peerreview (Monioudi et.al, 2018)
- In Saint Lucia all seaports/airports at high risk, under all scenarios, from as early as 2030s

Regional Environmental Change https://doi.org/10.1007/s10113-018-1360-4

ORIGINAL ARTICLE



Climate change impacts on critical international transportation assets of Caribbean Small Island Developing States (SIDS): the case of Jamaica and Saint Lucia

Isavela N. Monioudi ¹ · Regina Asariotis ² · Austin Becker ³ · Cassandra Bhat ⁴ · Danielle Dowding-Gooden ⁵ · Miguel Esteban ⁶ · Luc Feyen ⁷ · Lorenzo Mentaschi ⁷ · Antigoni Nikolaou ¹ · Leonard Nurse ⁸ · Willard Phillips ⁹ · David A.Y. Smith ⁵ · Mizushi Satoh ¹⁰ · Ulric O'Donnell Trotz ¹¹ · Adonis F. Velegrakis ¹ · Evangelos Voukouvalas ⁷ · Michalis I. Vousdoukas ⁷ · Robert Witkop ³



Commercial law implications of weather- and climate-related risks



Increasing climate and weather-related risks and impacts may lead to

- delay and operational disruptions, increase in cargo loss/damage, heightened risks for deck cargo
- particular challenges for safety of berthing, loading and discharge operations
- increased risks of maritime accidents, GA incidents, pollution, groundings and bunker oil spills Implications for contractual performance, obligations, liability – costly disputes/litigation
- Risk of climate-related damage, disruption and delay to port/shipping operations and implications for contractual obligations need to be fully understood and addressed, to minimize losses and help inform commercial contracting practice into the future (<u>UNCTAD RMT 2024</u>)
- To avoid costly litigation, commercial parties should review their contracts and consider specialist clauses to provide for commercially sensible & balanced commercial risk allocation

Commercial parties, law and contracts also need to adapt

Reducing risks and associated losses a matter of common interest for all stakeholders

Policy and Legislation: some examples of our work in 2023-2024



- RMT 2024: Analysis of commercial law implications of weather- and climate-related risks; fraudulent ship registration
- IMO LEG Study Group Report (UNCTAD, WMU, IMLI)
 Fraudulent registration and fraudulent registries of ships
- Sessions at 2024 UNCTAD Global Supply Chain Forum

Contributions to

- UNCTAD: Energy Transition of Fishing Fleets (with DITC) 2024
- <u>UNCTAD SDG Pulse 2024</u>: Transport Resilience & Sustainability
- UNCTAD SIDS Strategy
- UNFCCC Workshop on Global Goal on Adaptation 2023
- 2023 UNDRR GAR Special Report: Mapping Resilience for SDGs
- UN Global Compact Practical Guidance for Ports
- <u>Tides of Change A Framework for Developing Just and</u>
 <u>Inclusive Green Shipping Corridors both launched at COP 28</u>
- UN SG Reports on Oceans and the Law of the Sea
- 2025 UN Ocean Conference preparations

Thank you

