The New Framework Agreement on Facilitation of Cross-border Paperless Trade in Asia and the Pacific

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Trade Facilitation Programme in ESCAP

Legislative

 Enabling paperless trade (Res. 68/3)
Interim Intergov. Steering Group on Crossborder Paperless Trade Facilitation (Res. 70/6)
Framework Agreement on Facilitation of Crossborder Paperless Trade in Asia and the Pacific (Res. 72/4)

Knowledge

Capacity Building

- Business Process Analysis
- Single Window & Paperless Trade Implementation
- Trade & Transport Facilitation Monitoring Mechanism
- Agricultural & SME trade facilitation
- WTO TFA implementation support
- UNNExT Masterclass

- ESCAP-WB Trade Cost Database
- Paperless Trade Guides & Impact analyses
- □ Global Trade Facilitation & Paperless Trade Implementation Survey
- Trade Process Analysis Database

Framework Agreement on the Facilitation of Cross-Border Paperless Trade in Asia and the Pacific - Overview

A new UN Treaty

- Open to interested (53) ESCAP member states (voluntary) to become parties
- > Opened for signature on **1 October 2016** at UN Headquarters, New York

Objective

To <u>facilitate</u> cross-border paperless trade (data exchange) among willing ESCAP member states by providing a dedicated intergovernmental framework to develop legal and technical solutions

Complementary to the WTO Trade Facilitation Agreement as well as (sub)regional efforts

☐ 4 year step-by-step development process (ESCAP resolutions 68/3,70/6,72/4)

Over 30 countries directly involved in finalizing the treaty text in March 2016



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	Photos of Treaty Ceremonies			
	Model Instruments	INTERNATIONAL TRADE AND DEVELOPMENT		
	Titles of Treaties	20. Framework Agreement on Facilitation of Cross-border Paperless Trade in Asia and the Pacific		
	League of Nations Treaties	Bangkok, 19 May 2016		
	Status of treaties (1959-2009)			
	Automated Subscription Services	Not yet in force : in accordance with article 19, the Agreement shall enter into force ninety (90) days after the date on which the Governments of at least five (5) ESCAP member States have deposited their instruments of ratification, acceptance, approval or accession to the present Agreement pursuant article 18, paragraphs 2 and 3.		
		Text : Certified true copy CN.597.2016.TREATIES-X.20 of 23 August 2016 (Opening for signature) and CN.598.2016.TREATIES X.20 of 23 August 2016 (Issuance of Certified True Copies).	5-	
		Note : The above Agreement was adopted on 19 May 2016 by resolution <u>72/4</u> during the seventy-secon session of the United Nations Economic and Social Commission for Asia and the Pacific. In	d ~ ^	Ţ
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Framework Agreement on Facilitation of Cross-border Paperless Trade in Asia and the Pacific: Contents

<u>Preamble</u>

Articles 1 to 16: Substantive clauses

Article 1: Objective

Article 2: Scope

Article 3: Definitions

Article 4: Interpretation

Article 5: General principles

Article 6: National Policy Framework, Enabling Domestic Legal Environment and Paperless Trade Committee

Article 7: Facilitation of Cross-border Paperless Trade and Development of national Single Window(s)

Article 8: Cross-border Mutual Recognition of Trade-related Data and Documents in Electronic Form

Article 9: International Standards for Exchange of Trade-related Data and Documents in Electronic Form

Article 10: Relation with Other Legal Instruments Enabling Cross-Border Paperless Trade

Article 11: Institutional Arrangements

Article 12: Action Plan

Article 13: Pilot Projects and Sharing of Lessons Learned

Article 14: Capacity Building

Article 15: Implementation of the present Framework Agreement

Article 16: Other agreements in force

Articles 17 to 25: Final clauses

Framework Agreement on Facilitation of Cross-border Paperless Trade in Asia and the Pacific: Benefits

☐ Region-wide multilateral intergovernmental platform

Builds upon existing bilateral/subregional initiatives; Supports WTO TFA implementation; Forster harmonization and minimize necessity for numerous bilateral/subregional intergovernmental approach;

□ Strong capacity building programme

Inclusive imitative, open to Asia-Pacific countries at all levels of development; Strong emphasis on knowledge sharing and CB/TA among parties

Pilot projects

Allow parties to adjust their systems before engaging in actual cross-border trade data exchange

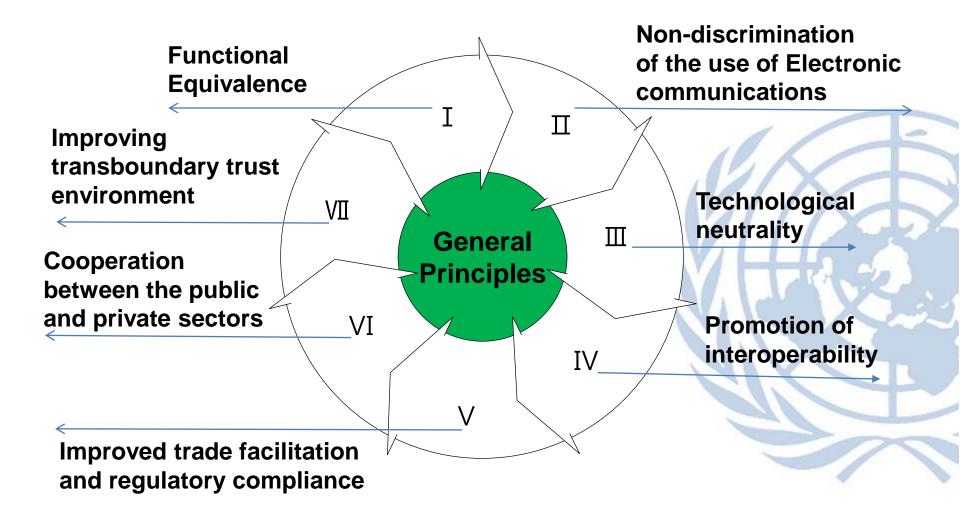
Action Plan

Allow parties with different implementation level to set actions based on their respective readiness

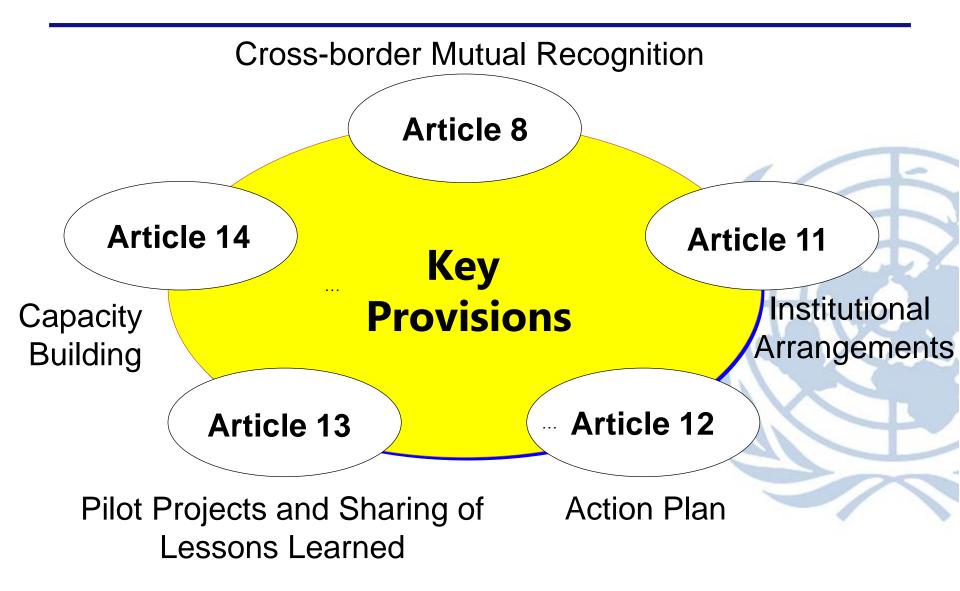
Mutual recognition

Commit to the goal, while allowing flexibility in how to materialize the goals

Overview of provisions: General Principles



Overview of provisions: Key provisions



Overview of provisions: Cross-border mutual recognition

Article 8 Cross-border mutual recognition of trade-related data and documents in electronic form

1. The Parties <u>shall provide for mutual recognition of trade-related data</u> <u>and documents in electronic form</u> originating from other Parties <u>on the basis</u> <u>of a substantially equivalent level of reliability</u>.

2. The substantially equivalent level of reliability would be <u>mutually</u> <u>agreed upon among the Parties through the institutional arrangement</u> established under the present Framework Agreement.

3. The Parties <u>may enter into bilateral and multilateral arrangements to</u> <u>operationalize cross-border mutual recognition</u> of trade-related data and documents in electronic form, in a manner consistent with the principle of the transboundary trust environment and all the other general principles, provided that the provisions of these bilateral and multilateral arrangements do not contradict the present Framework Agreement.

Other Contributory Provisions for Promoting Trusted Transboundary Interaction

Article 9 International standards for exchange of trade-related data and documents in electronic form

 The Parties shall endeavour to apply international standards and guidelines in order to ensure interoperability in paperless trade and to develop safe, secure and reliable means of communication for the exchange of data.
The Parties shall endeavour to become involved in the development of international standards and best practices related to cross-border paperless trade.

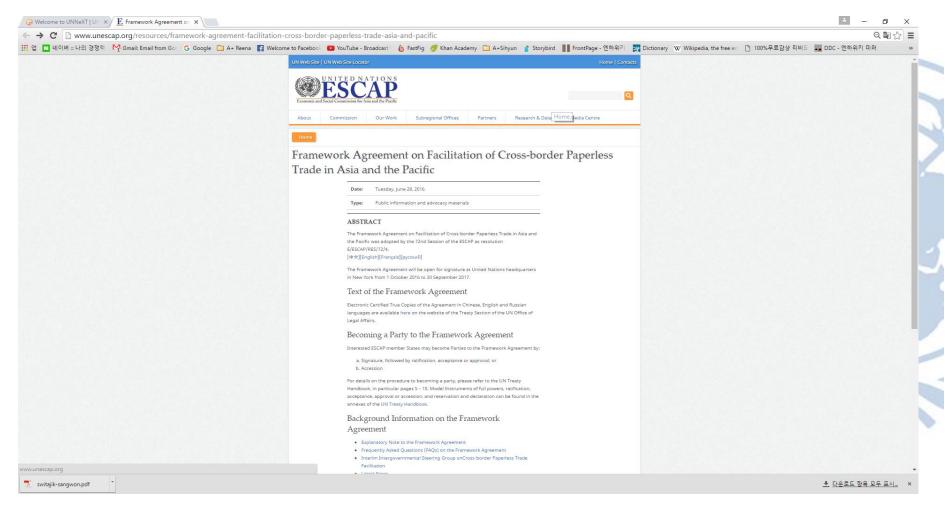
Article 10 Relation to other legal instruments enabling cross-border paperless trade

1. The Parties may, where appropriate, adopt relevant international legal instruments concluded by United Nations bodies and other international organizations.

2. The Parties shall endeavour to ensure that the cross-border exchange of trade-related data and documents in electronic form is consistent with international law as well as regional and international regulations and best practices, as identified by the institutional arrangements established under the present Framework Agreement.

More information: Webpage on the FA

http://www.unescap.org/resources/framework-agreement-facilitation-crossborder-paperless-trade-asia-and-pacific



Thank you

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