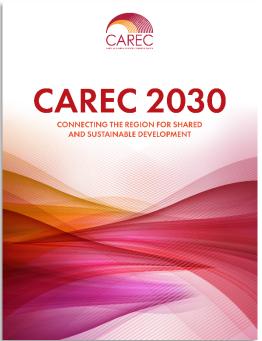
CITA 2030 & RSAP CAREC Integrated Trade Agenda 2030 and Rolling Strategic Action Plan 2018-2020

17th CAREC Customs Cooperation CommitteeAshgabat, Turkmenistan5-6 September 2018

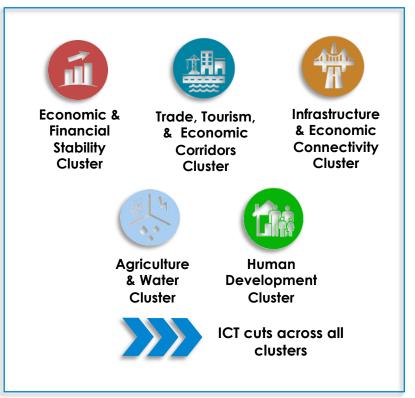


CAREC Strategy 2030

- Connecting the region for shared and sustainable development
- Aligning with national strategies and supporting SDGs and COP21*

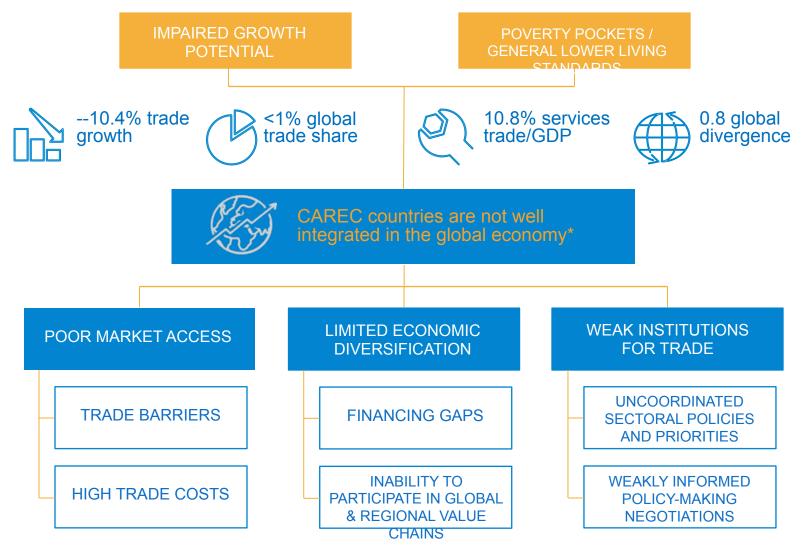


Expanding operational priorities selectively



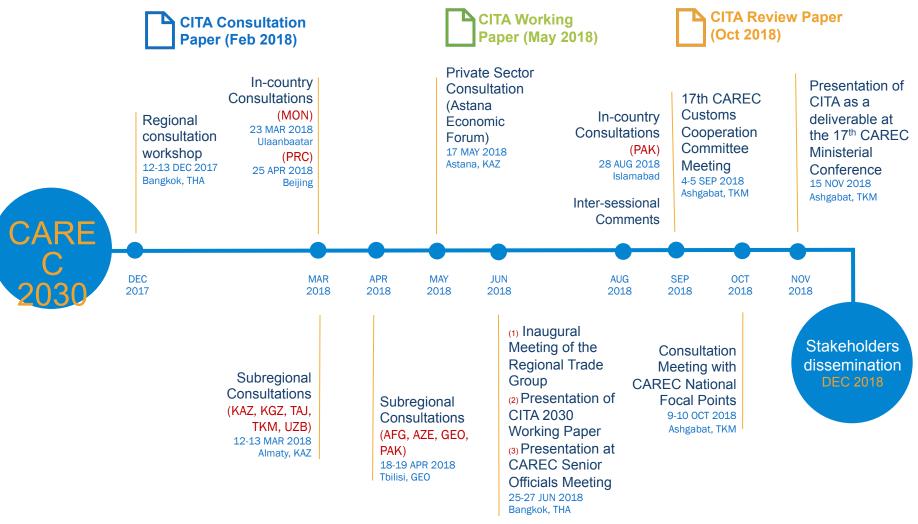
*2030 Agenda for Sustainable Development and 21st Conference of the Parties to the United Framework Convention on Climate Change

Rationale



* Data excludes PRC.

Timeline of CITA 2030 development



Highlights of CITA Consultations

- General affirmation that CITA 2030 is relevant, responsive, comprehensive and aligned with national strategies of CAREC members
- Concrete project proposals and activities identified under Rolling Strategic Action Plan (RSAP) 2018-2020
- Broad scope of trade issues discussed
- Emphasis on regional cooperation and private sector engagement
- Strong cross-sectoral linkages



CAREC Integrated Trade Agenda 2030

CAREC COUNTRIES ARE MORE INTEGRATED IN THE GLOBAL ECONOMY

TRADE EXPANSION— FROM INCREASED MARKET ACCESS

FREER TRADE

- Key tariff liberalized
- Non-tariff barriers eliminated
- Other trade distorting measures

LOWER TRADE COSTS

- Efficient procedures at the border and behind the border
- Improved logistics services
- Enhanced transit system

GREATER DIVERSIFICATION

ADEQUATE FINANCING

- Improved access to trade finance
- Consistent and open FDI policies
- Developed domestic financial markets

LINKAGES WITH GLOBAL & REGIONAL VALUE CHAINS

- Skills supply & demand matched
- Adoptability to innovation measures
- Developed business development and support services

STRONGER INSTITUTIONS FOR TRADE

COORDINATED SECTORAL POLICIES AND PRIORITIES

- Collaborative policy formulation and implementation
- Aligned national and regional planning
- Regulatory convergence in the region

EVIDENCE-BASED POLICY-MAKING & NEGOTIATIONS

- NEGOTIATIONS Improved data collection and crosscountry analysis
- Enhanced policy analysis and negotiation skills
- Increased think tank and private sector participation

INVESTMENT PROJECTS

POLICY DIALOGUE AND COOPERATION

KNOWLEDGE PRODUCT AND SERVICES

1 Trade expansion from increased market access

- Support for WTO accession and postaccession commitments
- Reduction of **non-tariff barriers** and **alignment** with international standards including modernizing SPS systems or quality infrastructure
- Impact analysis of bilateral and/or regional FTAs

íil

- Implementation of WTO agreements on TBT, SPS and TFA
- Deepening initiatives in customs cooperation, best practices in customs procedures, transit, data exchange and use of ICT
- Restraint from trade distorting measures and responding to emerging global agenda

2 Greater diversification

- Growth of trade in services and development of key services sector
- Facilitation of movement of people, collaboration towards skills upgrading and labor market information



Investment promotion and facilitation, crossborder finance and effective schemes to meet financing demands

- SMEs access to trade and supply chain finance and credit insurance
- Industrial and business development including special/border zones,
 economic corridors and industrial parks
- E-commerce and promotion of digital trade

3 Stronger institutions for trade

- Establishment or strengthening of
 National Committees
 on Trade Facilitation
 or similar mechanisms
- Promotion of regulatory convergence and collaborative policy implementation



- Capacity building on negotiation skills and policy analysis for trade officials
- Improved coordination with other regional arrangements, crosslearning and strengthened CAREC Institute

 Development of online trade portal for information and best practices exchange

Enhanced **publicprivate sector dialogue** and participation

Implementation approach

Pragmatic and demand-driven

 Considering the varying levels of capacities and progress among countries

Flexible and customized

 "2+X principle", allowing 2 or more countries to initiate and implement regional projects (e.g., pilot projects)

Phased and Incremental

• Four phases: three-year Rolling Strategic Action Plan (RSAP) 2018-2020, with prioritized targets and actions, and updated annually

Rolling Strategic Action Plan RSAP 2018-2020

Investment Projects including Scoping Studies

Policy Dialogue and Cooperation

Knowledge-Product and Services

- Regional improvement of border services (RIBS) projects with customs automation in KGZ-TAJ, MON & PAK (ongoing) and AZE, GEO, UZB (planned)
- 2. National Single Window (PAK)
- 3. Pilot joint customs control (JCC) including e-manifests (PRC-MON)
- 4. Establishment of new border crossing point (**BCP**) with JCC (AZE-GEO)
- Regional upgrade of SPS for Trade (RUST) projects in MON; scoping for KGZ; border SPS needs and cold chain in PAK & AFG; laboratory capacity in AZE, TAJ & UZB
- 6. CAREC Advanced Transit System (CATS) including information common exchange (ICE) pilot implementation in AZE-GEO-KAZ

- 1. Development of regional/subregional animal and pest **surveillance systems**
- 2. Potential mutual recognition of SPS certificates or accreditation
- 3. Facilitated **visa arrangements** or special permits for traders and truck drivers, labor migrants or temporary movement of people
- 4. Information-sharing on **transit schemes** (CATS, QTTA, NCTS) to promote implementation
- Customs-private sector dialogue on standards developed by private sector (CFCFA)
- 6. Technical barriers to trade (**TBT**) regulatory mapping including on conformity assessment procedures

- Implementation of Common Agenda for Modernization of SPS Measures for Trade (CAST)
- 2. Support for **WTO accession** and implementation
- **3. WTO TFA** implementation including inter-subregional forum
- 4. Best practices seminar on **paperless** trading or e-certification
- 5. Case study and best practices FTAs
- 6. Study on border trade development
- 7. CAREC Corridor Performance Measurement and Monitoring (**CPMM**)

Rolling Strategic Action Plan RSAP 2018-2020

Investment Projects including Scoping Studies

Policy Dialogue and Cooperation

Knowledge-Product and Services

- 1. Feasibility studies on special zones (UZB, PAK) or cross-border economic zones in PRC (IMAR)-MON, KAZ-PRC(XUAR)-MON
- 2. Establishment of **logistics centers** in KAZ, MON (ongoing) and UZB (planned)

Diversification

nstitutions for trade

Stronger

Greater

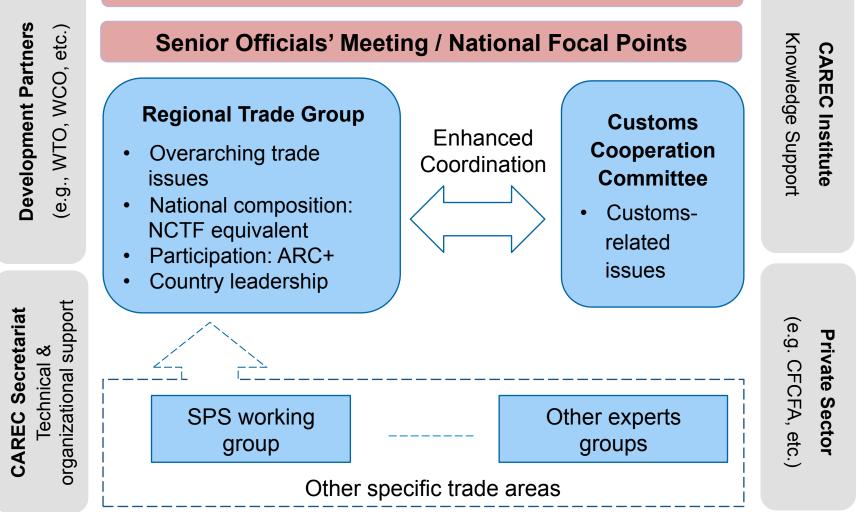
3. Awareness and access to trade and supply chain **finance**, guarantees and expansion of PPP operations

- 1. Investment **forum** on agriculture, tourism & technology
- 2. Strategic planning or **roadmaps** for CITA implementation
- 3. Explore possible sectoral or industrial clusters between CAREC countries
- 1. Research on developing trade in **services** (finance, health, education, transport and tourism)
- 2. Workshops or field visits on economic corridor development, cross-border cooperation centers
- 3. Case study on value-chain development
- 4. Seminar on regulatory framework / best practices on **e-commerce** and innovation (Industry 4.0)

- ICT establishment of one-stop shop/ online trade policy, best practices and data portal for CAREC countries
 - 2. Support for establishment of WCO accredited **training centers** (scoping for PAK)
- 1. Establishment of SPS working groups to implement CAST and develop national SPS strategies
- 2. Enhanced implementation of WTO TFA (freedom of transit, AEOs, border management strategy and customs cooperation)
- 1. Capacity building for **NCTFs** including through training or advisory support
- 2. Trainings on SPS regulations and international standards (CAST)
- 3. Trainings on data collection, **policy analysis** and negotiations
- 4. Improved research capacity and coordination of national think-tanks and CAREC Institute

Institutional Structure

CAREC Ministerial Conference



An Open and Inclusive Platform

Regional Trade Group

Scope and function

- Policy dialogue and strategy formulation (CITA/RSAP)
- Project pipeline development, implementation & monitoring
- Institutional strengthening & stakeholders coordination

Membership

- Appointed Representative of Country
- contact points and agency list

Meetings and support

- Regular meetings (annual and technical meetings)
- Agenda-driven and issues-based
- Chairperson appointed by Host Country (rotation)
- CAREC Secretariat, ADB and other DPs support



Next steps

- Incorporate further comments if any, including from CCC, CFCFA and RTG (inter-sessionally)
- Finalize RSAP 2018-2020
- Presentation of CITA Review Paper to NFP Meeting in October 2018
- Submission of the CITA 2030 for endorsement at CAREC Ministerial Conference in November 2018

Thank you!

Dorothea Lazaro

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