

Annex B: Fact sheet on Singapore-Pacific Alliance Economic Relations and the PASFTA

The Pacific Alliance

1. The Pacific Alliance (PA), a Latin American grouping comprising Chile, Colombia, Mexico and Peru, was formally established in June 2012. Collectively, it is the 8th largest economy worldwide, and the 7th largest exporter in the world. It has a combined GDP of US\$4.05 trillion¹, accounting for approximately one third of Latin America's total GDP.

Singapore's Trade with the Pacific Alliance

2. Singapore's total trade in goods with the four PA countries amounted to S\$5.9 billion in 2018, making up 27% of our total trade with the 33 Latin America and Caribbean countries. Trade in services amounted to S\$2.2 billion in 2017, accounting for 23.2% of Singapore's total trade in services with the region. Singapore's stock of Direct Investment Abroad (DIA) in the PA markets was S\$3.8 billion as at end-2017.

The Pacific Alliance-Singapore Free Trade Agreement

3. Singapore currently has existing agreements with three of the four PA countries – Chile, Mexico and Peru:

Chile, Mexico, Peru	<p><u>Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP)</u></p> <p>The CPTPP is an agreement between 11 countries: Australia, Brunei, Canada, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore and Vietnam. Concluded in January 2018 and signed in March 2018, the trade pact has entered into force on 30 December 2018 for the first six Parties which have ratified the Agreement (i.e. Mexico, Japan, Singapore, New Zealand, Canada and Australia) and on 14 January 2019 for Vietnam.</p>
Chile	<p><u>Trans-Pacific Strategic Economic Partnership (TPSEP)</u></p>

¹ Source: CIA World Factbook. Last accessed in April 2019.

	A trade agreement between four Pacific Rim countries, Brunei, Chile, Singapore and New Zealand, the TPSEP entered into force in 2006.
Peru	<p><u>Peru-Singapore Free Trade Agreement (PeSFTA)</u></p> <p>The PeSFTA, in force since August 2009, is a comprehensive agreement aimed at providing Peruvian and Singapore companies with enhanced access to each other's markets.</p>

4. The PASFTA will provide an additional platform for Singapore to engage with Chile, Mexico, Peru and the PA as a group. There will also be market access benefits from Colombia with whom we do not have a trade agreement.