## COMPREHENSIVE AND PROGRESSIVE AGREEMENT FOR TRANS-PACIFIC PARTNERSHIP 6<sup>TH</sup> COMMISSION MEETING REPORT

1. The 6<sup>th</sup> Meeting of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) Commission was held in Singapore at Sands Expo and Convention Centre on 8 October 2022. Ministers and Senior Officials representing Australia, Brunei Darussalam, Canada, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore, and Viet Nam attended the meeting. Singapore's Minister for Trade and Industry, Mr Gan Kim Yong, chaired the meeting.

# AGENDA ITEM 1: Opening Remarks by the Chair of the Commission followed by Adoption of Agenda

- 2. The Commission adopted the agenda of the Commission Meeting, as appended in Annex A.
- 3. In his opening remarks, the Chair highlighted that the CPTPP continued to be the benchmark for trade agreements and had delivered economic benefits to businesses, workers, and consumers. The CPTPP had also strengthened partnerships among its members and boosted the economic coverage of the Agreement.
- 4. Malaysia updated the Commission that it had submitted its Instrument of Ratification (IOR) on 30 September 2022 and the entry into force of the Agreement for Malaysia would be on 29 November 2022. The Commission welcomed Malaysia's ratification of the CPTPP.

# AGENDA ITEM 2: Report by the Chair of the Senior Officials' Meeting on Implementing and Advancing the CPTPP

- 5. The Chair of the Senior Officials' Meeting (SOM), Ms Jane Lim, made a general report on CPTPP members' work in 2022, which included (i) progressing the CPTPP in new and emerging areas in the digital economy and green economy; (ii) strengthening the CPTPP's implementation through the work of the 13 subsidiary bodies which met within the year and the commencement of the Third-Year General Review and Supply Chains Review; and (iii) expanding the CPTPP to advance its high standards.
- 6. The Commission took note of the steady work done in implementing the Agreement and reaffirmed the importance of continuing to advance cooperation initiatives in the areas of the digital economy and green economy. The Commission also welcomed the commencement of work on the Third-Year General Review, and tasked officials to take into account the findings from the analytical studies in considering possible areas of application to the CPTPP. On the Supply Chains Review, the Commission highlighted the importance of supply chain connectivity and resilience against the backdrop of the COVID-19 pandemic and welcomed further work on this front. The SOM Chair also presented a general report of the

work of the subsidiary bodies to the Commission, which decided for the reports of the subsidiary bodies to be made publicly available.

## AGENDA ITEM 3: Adoption of Guidelines for Mutual Recognition Agreements or Arrangements for Professional Services by the Commission

7. The Commission adopted the Guidelines for Mutual Recognition Agreements or Agreements (MRAs) for Professional Services.

### **AGENDA ITEM 4: Update on Ratification Process by Signatories**

8. Brunei and Chile informed the Commission that their domestic ratification processes remained ongoing. The Commission encouraged both signatories to expedite the completion of their domestic procedures and assured them of Members' support and assistance, so that the Agreement would enter into force for all signatories as soon as possible.

# AGENDA ITEM 5: Accession Matters – (i) Report by the Chair of the United Kingdom's Accession Working Group; (ii) Discussion on Other Accession Requests

- 9. As Chair of the United Kingdom's (UK) Accession Working Group (AWG), Japan's Minister of State for Economic and Fiscal Policy, Mr Yamagiwa Daishiro, provided a report on the status of the UK's accession process. Minister Yamagiwa noted that further efforts would be needed to move the process forward, while there had been improvements made so far. He also highlighted the importance of achieving good progress during the next round of AWG meetings in Sydney, Australia. Members said that they looked forward to further progress on UK's accession and emphasised that it would set a precedent for future accession applications.
- 10. The Commission decided to continue efforts to inform Members on whether aspirant economies can meet the CPTPP's high standards, taking into account their experience on their trade commitments and reaffirmed the Member's support for the expansion of the CPTPP by economies committed to the Agreement's objectives, able to meet and adhere to its high standard rules and comprehensive market access commitments and with a demonstrated pattern of complying with their trade commitments. In addition, the Commission affirmed the importance of upholding the spirit and principles of the CPTPP as established in the Preamble of the Agreement and Joint Ministerial Statements.

#### **AGENDA ITEM 6: Adoption of Joint Ministerial Statement**

11. The Commission adopted the Joint Ministerial Statement on the Occasion of the 6<sup>th</sup> Commission Meeting, as appended in <u>Annex B</u>.

# AGENDA ITEM 7: Closing Remarks by Chair of the Commission and Remarks by Chair of the Commission in 2023

12. The Chair thanked Members for their support of Singapore's Chairmanship. New Zealand's Minister for Trade and Export Growth, Mr Damien O'Connor, briefly introduced New Zealand's plans as Chair of the Commission in 2023.

### **ANNEX A**

6<sup>th</sup> Meeting of the Commission of the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP)

### PROVISIONAL AGENDA

**Date:** 8 October 2022, 0900 hrs (Singapore Time) **Venue:** Sands Expo & Convention Centre, Singapore

AGENDA ITEM 1: Opening Remarks by the Chair of the Commission followed by

**Adoption of Agenda** 

AGENDA ITEM 2: Report by the Chair of the Senior Officials' Meeting on

Implementing and Advancing the CPTPP

AGENDA ITEM 3: Adoption of Guidelines for Mutual Recognition Agreements or

Arrangements for Professional Services by the Commission

AGENDA ITEM 4: Update on Ratification Process by Signatories

AGENDA ITEM 5: Accession Matters

(i) Report by the Chair of the United Kingdom's Accession

**Working Group** 

(ii) Discussion on Other Accession Requests

AGENDA ITEM 6: Adoption of Joint Ministerial Statement

AGENDA ITEM 7: Closing Remarks by Chair of the Commission and Remarks by

Chair of the Commission in 2023

### ANNEX B

## Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) Joint Ministerial Statement on the Occasion of the Sixth Commission Meeting

1. Ministers and Senior Officials representing Australia, Brunei, Canada, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore and Viet Nam met in Singapore on 8 October 2022 on the occasion of the Sixth Meeting of the CPTPP Commission, hosted by Singapore. The opportunity to meet in person for the first time since the pandemic was greatly valued and enabled excellent discussions on a range of issues of importance to CPTPP members. We reviewed the progress made over the year on the implementation of the Agreement against the backdrop of COVID-19 economic recovery and welcomed the notable contribution of the Agreement to the global economy as well as the growing interest shown by several economies to accede to the CPTPP. We also reaffirmed our commitment to deepen our collaboration, as highlighted in the following areas:

### **Ratification of the Agreement**

2. We express our delight at the entry into force of the Agreement for Malaysia, foreseen on 29 November 2022 after its notification of the completion of its applicable legal procedures on 30 September 2022. We firmly believe that the addition of Malaysia as the ninth Party to the CPTPP will further deepen economic integration, boost the economic coverage of the Agreement and enhance the mutual benefits that Parties reap from the CPTPP. We encourage the remaining Signatories to intensify their efforts to complete their domestic procedures so that the Agreement will enter into force for all Signatories as soon as possible.

#### Progress on the Implementation and Review of the CPTPP

3. We are heartened that the implementation of the Agreement continues to grow in strength and welcome the work of the 13 subsidiary bodies that met virtually in the lead up to the Commission meeting.¹ In particular, we are pleased with the progress in the areas of e-commerce and professional services. This year, we convened the first meeting of the E-Commerce Committee. Building on discussions at the meeting, Singapore, in consultation with CPTPP members, commissioned a study to examine the domestic laws and regulations adopted by members to implement the disciplines in the CPTPP E-Commerce Chapter. Following the study, we may consider how our existing laws and regulations could be further reviewed to facilitate digital trade. In addition, we welcome the adoption of the Guidelines for Mutual Recognition Agreements or Arrangements for Professional Services under the Professional Services Working Group. These guidelines provide practical guidance for governments, relevant bodies or authorities or other entities entering into mutual recognition negotiations for regulated professional services. We look forward to continued progress on the implementation of the CPTPP.

<sup>&</sup>lt;sup>1</sup> The subsidiary bodies that met virtually this year are the committees on (i) electronic commerce; (ii) sanitary and phytosanitary measures; (iii) trade in goods; (iv) agricultural trade; (v) rules of origin and origin procedures; (vi) textile and apparel trade matters; (vii) technical barriers to trade; (viii) financial services; (ix) environment; (x) competitiveness and business facilitation; (xi) small and medium-sized enterprises; (xii) state-owned enterprises and designated monopolies; and (xiii) professional services working group.

#### Third-Year General Review

4. We are pleased with the commencement of work on the third-year general review of the CPTPP as per Article 27.2.1 (b)², which was put on hold last year due to the unprecedented circumstances arising from the COVID-19 pandemic. We welcome the analytical studies undertaken on the impact of the Agreement, with a focus on the benefits to businesses, workers and consumers in trade and investment flows. We note the discussions at the research conference held in Singapore from 5 – 6 October, during which speakers and experts shared insights about the CPTPP's impact on trade and the way forward for the implementation of the Agreement to maximise benefits for our businesses, workers and all our communities including women, Indigenous peoples and small and medium-sized enterprises. To this end, CPTPP members may, at a later stage, take into consideration the findings from the analytical work to explore possible areas of application to the CPTPP, to ensure that the Agreement remains relevant to members' trade and investment priorities.

### CPTPP Supply Chains Review

5. The CPTPP enables us to deepen our economic relationships and engage in crucial trade matters that concern the region, such as building resilient supply chains impacted by the pandemic. In this regard, we are pleased that the Committee on Competitiveness and Business Facilitation has embarked on an empirical analysis of the effects of the CPTPP on supply chains for the purpose of the Agreement's required supply chains review<sup>3</sup>, which will advance our understanding of ways to improve the operations and development of our networks. We will also continue to build expertise in risk management mechanisms to mitigate supply chain vulnerabilities and promote the integration of small and medium-sized enterprises in global supply chains.

### **Cooperation in Areas of Growing Importance to Advance the Agreement**

- 6. Demonstrating our commitment to advance the CPTPP, we continue to explore new and emerging areas of cooperation in the digital economy and green economy.
- 7. On the digital economy front, we are pleased with the discussions during the ecommerce workshop convened by Singapore on 29 and 30 June 2022, which featured presentations on digital trade facilitation, emerging technologies and data. Similarly, cooperation on the uptake of digitisation and data-driven tools could facilitate improved trade between CPTPP members. We are committed to the CPTPP's instrumental rule-making role in this field and advancing further collaboration on digital issues.
- 8. For the green economy, the growing nexus between trade and environment has highlighted the role of the CPTPP in supporting trade in environmental goods and services

<sup>&</sup>lt;sup>2</sup> Article 27.2.1 (b) stipulates that the Commission is tasked to review, within three years of the date of entry into force of the CPTPP and at least every five years thereafter, the economic relationship and partnership among the Parties.

<sup>&</sup>lt;sup>3</sup> Per Article 22.3.5, the Committee on Competitiveness and Business Facilitation is tasked to commence a review to examine the extent to which the CPTPP has facilitated the development, strengthening and operation of supply chains in the free trade area during the fourth year after the date of entry into force of the Agreement.

and the opportunity it presents for supporting regional efforts to address climate change. To this end, we fully support developing capacity-building and cooperation initiatives under the environment chapter of the CPTPP. We welcome the discussions at the green economy webinar convened by Singapore on 17 August 2022, during which participants exchanged views about the adoption and expansion of carbon pricing and carbon markets, the transition to a low-carbon energy future and the role of trade policies in addressing climate change. We look forward to contributing to further efforts and the possible development of initiatives that promote trade and investment in environmental goods and services and technologies through the CPTPP.

### **CPTPP's Role in Supporting Global Economic Recovery**

- 9. Amid rising commodity and energy prices, inflationary pressures and supply chain disruptions against the backdrop of an increasingly uncertain global environment, the International Monetary Fund (IMF) and World Bank have lowered their forecasts for global growth. In this regard, we reaffirm our commitment to leverage our strong partnership within the CPTPP and explore concrete ways to foster an enabling environment for trade and investment flows. We highlight the importance of preserving our economic security and resolve to enhance cooperation to counter protectionism and unjustified trade restrictive measures. We also seek to ensure that emergency measures designed to tackle COVID-19 are targeted, proportionate, transparent, temporary and consistent with World Trade Organization (WTO) rules. We reaffirm our strong commitment to upholding and supporting the rules-based multilateral trading system, with the WTO at its core, including as a means for responding to economic coercion. Concomitantly, we remain resolute in our continued commitment to facilitate the flow of essential goods and services in a manner consistent with and supportive of international trade rules.
- 10. More than ever, we must ensure that trade works for all, including women, Indigenous peoples and small and medium-sized enterprises. We commend the important outcomes of the 12<sup>th</sup> WTO Ministerial Conference in June this year, which encompass key commitments such as the WTO response to emergencies to address food insecurity and access to vaccines, as well as an agreement on fisheries subsidies and the extension of the moratorium on customs duties on electronic transmissions. We are particularly pleased with the commitment to WTO reform, including discussions with a view to having a fully and well-functioning dispute settlement system accessible to all members by 2024, as well as progress made in the Joint Statement Initiatives in areas such as services domestic regulation, e-commerce and investment facilitation. We will continue to drive continued progress on these outcomes and advance concrete economic recovery solutions for the benefit of our people and businesses.

#### **Expansion of the CPTPP to advance its high standards**

11. We welcome the progress of the ongoing discussions for the United Kingdom's accession process and resolve to ensure that the high standards of the CPTPP are upheld throughout this process. We acknowledge all efforts made thus far to ensure the United Kingdom's compliance with all the obligations of the Agreement and look forward to further progress on the accession process with the commitment of both the CPTPP membership and the United Kingdom. We note that this accession process, which is the first for the CPTPP and

will set a precedent, is important for preserving and advancing the CPTPP's high standard rules and comprehensive market access commitments as well as further promoting free trade, open and competitive markets, the rules-based trading system and economic integration in the Asia-Pacific region and beyond.

12. We note the growing interest from aspirant economies to accede to the CPTPP. In support of the Agreement's open architecture, we will reflect on the ongoing accession process with the United Kingdom and continue to exchange views on the CPTPP's expansion. We will also continue efforts to address subsequent applications in accordance with the CPTPP Accession Process and inform ourselves on whether aspirant economies can meet the CPTPP's high standards, taking into account their experience on their trade commitments. We reaffirm our support for the expansion of the CPTPP by economies committed to the Agreement's objectives, able to meet and adhere to its high standard rules and comprehensive market access commitments and with a demonstrated pattern of complying with their trade commitments. In addition, we affirm the importance of upholding the spirit and principles of the CPTPP as established in the Preamble of the Agreement and Joint Ministerial Statements.

#### Looking ahead

13. The next CPTPP Commission meeting will be hosted by New Zealand in 2023.