



RCEP – CPTPP – IPEF: *The Future of Supply Chain*

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Regional and Multilateral Trade Agreements Benefits



Strengthen global/regional economy through standardized export import procedure.



Wider market access, exporter can access new markets with less barriers.



Increased trade means increased production which leads to more job creation



The broader Asia is part of two existing Regional Trade Agreements

- The Regional Comprehensive Economic Partnership (RCEP) is a regional trade agreement between the member states of ASEAN and its free trade agreement (FTA) partners. It aims to create an **integrated market with 16 countries**
- The Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP) is a free trade agreement **between 11 countries**. It aims to **reduce trade barriers and facilitate trade**.
- The RCEP is often compared to the CPTPP since **both have similar objectives to promote trade and investment in a mutually beneficial manner**



Significance of RCEP

Created the largest trading block in the world covering 30% of global GDP

Market access improvement with progressive duty elimination for at least 92% of goods traded among RCEP members.

Forecasted to increase the trading bloc GDP by 0.4% (US\$170 billion) by 2030.*



Significance of CPTPP

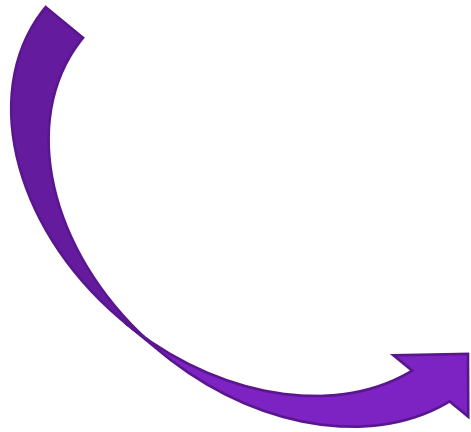
CPTPP will form a trading bloc representing 500 million consumers and 13.5% of global GDP

Eliminates tariffs and reduces barriers for 98% of exports to CPTPP member countries.

Expected to increase exports among the partners by 2.43%

Trade Facilitation is essential to ensure seamless trade and is embedded in CPTPP & RCEP

Trade facilitation — the simplification, modernization and harmonization of export and import processes



- The two FTAs call for goods to be released within 48 hours of arrival at customs. For express consignments RCEP mandates the time limit to 6 hours.
- Both RCEP and CPTPP recognize advance ruling provisions. These provisions are especially important for trade in complex goods
- RCEP recognizes the different levels of readiness of Parties in implementing some of the commitments and allows them a longer period for full implementation.



How about the Indo-Pacific Economic Framework?

IPEF has the potential of creating a robust economic cooperation in the region if...

The *Trade* Pillar should reflect:

- Simplified clearance of low-value shipments will refocus time and revenue resources.
- Paperless clearance and digitization of import/export processes while promoting cross-border interoperability among different countries' personal data protection rules

While *Supply Chain Resilience* Pillar should:

- Recognize the distinct role between cargo carriers and passenger airlines in supporting the necessary response to a global crisis.
- Establish a designated supply chain disruption task force with representatives from each IPEF participant's

Thank you!

