# SOME IMPLICATIONS OF SOME PROPOSED ECOMMERCE RULES

Sanya Reid Smith Third World Network 20 April 2018

# WHERE ARE ECOMMERCE RULES BEING PROPOSED?

- World Trade Organization (WTO): 164 Members, https://www.wto.org/english/thewto\_e/whatis\_e/tif\_e/org6\_e.htm
- Comprehensive and Progressive Trans-Pacific Partnership (CPTPP)
  - Signatories: Australia, Brunei Darussalam, Canada, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore, and Viet Nam
  - Text: <a href="https://www.mfat.govt.nz/en/trade/free-trade-agreements/free-trade-agreements-concluded-but-not-in-force/cptpp/comprehensive-and-progressive-agreement-for-trans-pacific-partnership-text/">https://www.mfat.govt.nz/en/trade/free-trade-agreements-concluded-but-not-in-force/cptpp/comprehensive-and-progressive-agreement-for-trans-pacific-partnership-text/</a>
- Regional Comprehensive Economic Partnership (RCEP)
  - Countries negotiating: Australia, Canada, Chile, Colombia, Costa Rica, EU, Hong Kong, Iceland, Israel, Japan, Korea, Liechtenstein, Mauritius, Mexico, New Zealand, Norway, Pakistan, Panama, Peru, Switzerland, Taiwan, Turkey and USA.
- European Union Free Trade Agreements (EUFTAs)
  - Those negotiating EUFTAs: <a href="http://ec.europa.eu/trade/policy/countries-and-regions/negotiations-and-agreements/#\_being-negotiated">http://ec.europa.eu/trade/policy/countries-and-regions/negotiations-and-agreements/#\_being-negotiated</a>
  - EU proposals released, http://trade.ec.europa.eu/doclib/press/index.cfm?id=1395
- North American Free Trade Agreement (NAFTA) renegotiation: Canada, Mexico, USA
- Trade In Services Agreement (TISA):
  - Countries negotiating: Australia, Canada, Chile, Colombia, Costa Rica, EU, Hong Kong, Iceland, Israel, Japan, Korea, Liechtenstein, Mauritius, Mexico, New Zealand, Norway, Pakistan, Panama, Peru, Switzerland, Taiwan, Turkey and USA.
  - Latest ecommerce chapter text: <a href="http://bilaterals.org/?-mega-regional-ftas-">http://bilaterals.org/?-mega-regional-ftas-</a>

# SOME OF THE PROPOSED RULES

- Cross-border data flows & restrictions on local servers. Implications for:
  - Privacy
  - Tax records
  - Financial regulation
- Some implications of raising the de minimis:
  - Tariff revenue
  - Industrial policy
  - Trade balance

#### SOME OF THE PROPOSED RULES

- Restrictions on transfer/access/disclosure of source code: implications include:
  - 1. Car safety
  - 2. Taxation
  - 3. Medicine manufacturing quality
  - 4. Financial regulation
  - 5. Gambling regulation
  - 6. Criminal law
  - 7. Government procurement
  - 8. Investigating and punishing anti-competitive conduct
  - 9. Anti-discrimination laws
  - 10. Intellectual property laws
  - 11. Discovery in other court cases eg breathalyser accuracy, theft
  - 12. Open source software including in voting machines
  - 13. Insurance regulation
  - 14. Medical device (eg pacemaker, insulin pump) safety
  - 15. Car emissions
  - 16. Nuclear power stations safety

# SOME OF THE GOVERNMENT MINISTRIES AFFECTED BY THE ECOMMERCE PROPOSALS

- 1. Ministry of Trade and customs authority
- 2. Ministry of ICT
- 3. Ministry responsible for intellectual property
- 4. Ministry of Finance/financial regulator
- 5. Ministry of Environment
- 6. Ministry of Health
- 7. Ministry of Culture
- 8. Ministry responsible for competition
- 9. Ministry responsible for judicial procedure and criminal law
- 10. Ministry of Industry
- 11. Ministry of Defence
- 12. Ministry responsible for power plant security and safety
- 13. Ministry responsible for stopping discrimination
- 14. Ministry responsible for government procurement
- 15. Ministry responsible for regulating gambling
- 16. Ministry responsible for car safety

## FURTHER INFORMATION

- Implications of WTO ecommerce proposals including on source code etc: <a href="http://www.twn.my/briefings\_MC11.htm">http://www.twn.my/briefings\_MC11.htm</a>
- Implications of ecommerce rules in mega FTAs:
  <a href="http://www.eria.org/publications/discussion\_papers/DP2017-10.html">http://www.eria.org/publications/discussion\_papers/DP2017-10.html</a>
- Implications for agriculture: <u>http://www.iuf.org/w/?q=node/6049</u>
- Implications for digital industrial policy: <u>http://www.itforchange.net/sites/default/files/1468/digital\_industrialisation\_in\_developing\_countries.pdf</u>
- Implications for MSMEs paper and statement of concern by MSME associations: <a href="www.ourworldisnotforsale.net">www.ourworldisnotforsale.net</a>

Thank you sanya@twnetwork.org