## Preferential Access for Fisheries and Aquaculture Products



### **Market Access**

- Most

   Favorable
   Nation (MFN)
   import duty
- Import compliance (forms, food safety issue, others)
- WTO rules

- Regulated by Trade Agreements
- "Quantitative and Qualitative Benefits"
- WTO rules



### Preferential Trade Quantitative and Qualitative Benefits

Quantitative Benefits

Reduction of Import Duty

**Qualitative Benefits** 

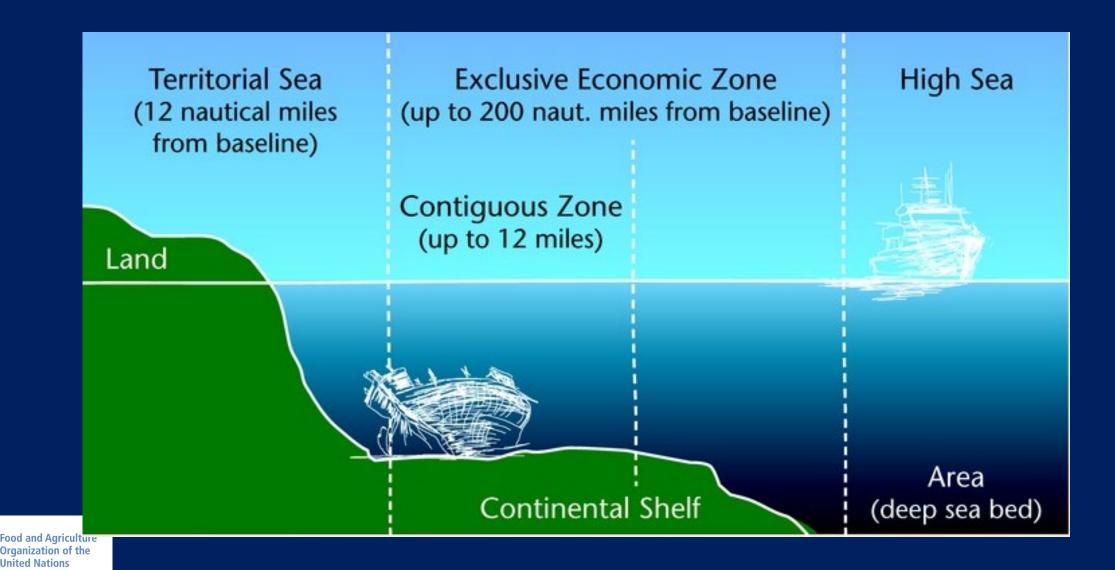
Import
Requirement
Facilitation
(Mutual Recognition)



# In preferential tariffs, how to determine the origin of a product?



### **UNCLOS Maritime Zones**



### Preferential Trade – Rules of Origin

# **Territory Rule**

Live animals born and raised there

Products from live animals raised there

Products obtained by hunting or fishing conducted there

Products of sea fishing and other products taken from the sea outside the territorial waters of countries A or B by their vessels

# Vessel Rule

Registered or recorded in countries A or B

Sailing under the flag of country A or B

Owned by nationals of country A or B

Masters and officers from country A or B

Minimum percentage of crew being nationals of country A or B



## Traditional and "Modern Clauses" in Trade Agreements



### Common Trade Agreement Clauses

### Traditional Trade Agreements

- Overall clauses of the trade agreement to get the tariff reduction
- Concentrated on trade clauses
  - Rules of origin
  - Tariff reduction

### New Generation of Trade Agreements

- Introduction of non-trade clauses to allow the tariff reduction to be applied
- Clauses with a global interest but beyond the traditional trade analysis
  - Environmental clauses
  - IUU fishing
  - Fisheries subsidies



# Non-Traditional Clauses are becoming the "New Normal" of Trade Agreements,



### Rules of Origin

### Territorial Rule

- a product obtained by hunting or **fishing** conducted in that Party, but **not beyond** the outer limits of that Party's **territorial sea**
- product obtained from aquaculture in that Party if aquatic organisms, including fish, molluscs, crustaceans, other aquatic invertebrates and aquatic plants are born and raised from seed stock such as eggs, roes, fry, fingerlings, larvae, parr, smolts or other immature fish at a postlarval stage, by intervention in the rearing or growth processes to enhance production such as regular stocking, feeding or protection from predators

### Vessel Rule

- a product of sea fishing or another product taken from the sea outside any territorial sea by a vessel of that Party
- a product made aboard a factory ship of that Party exclusively from [originated] products

### Vessel Definition

(cumulative)

- registered in a Party of the Agreement
- sails under the flag of a Party of the Agreement
- Ownership:
  - 50% owned by nationals of a Party of the Agreement**OR**
  - the juridical person has its head office and main place of business in a Party of the AgreementOR
  - the juridical person is at least 50% owned by persons of a Party of the Agreement



### Does not "Give Origin"

- preserving operations such as drying, freezing, keeping in brine and other similar operations, if their sole purpose is to ensure that the products remain in good condition during transport and storage
- simple addition of water or dilution with water or another substance that does not materially alter the characteristics of the product, or dehydration or denaturation of the product

### Certificate of Origin

• A statement on origin shall be made out by an exporter

### Other not so traditional clauses

### Sustainable Food Systems

- to establish close cooperation in the transition towards sustainable food systems
- Based on cooperation and not mandatory regulatory changes
- fight against fraud
- the reduction of food loss and waste
- improvement of animal welfare standards
- antimicrobial resistance

### **Competition and Subsidies**

- Direct reference to the WTO Agreement on Fisheries Subsidies
- No change in the rights of obligations at the WTO



### More Modern Clauses



### Trade and Sustainable Development

### **Objective**

- recognition that sustainable development encompasses economic development, social development and environmental protection
- address climate change urgently
- enhance the trade and investment relationship in a way that contributes to sustainable development, in particular its labour and environmental dimensions

### Levels of Protection

 each Party can determine its sustainable development policies and priorities, to establish the levels of domestic environmental and labour protection it deems appropriate consistent with agreed international standards

### Trade and Sustainable Development

### Multilateral Standards and Agreements

- Labor
  - ILO Instruments
- Gender equality
- Environmental governance
  - Effectively implement multilateral environmental agreements
- Climate change
  - Effectilely implement the UN Framework Convention on Climate with the Paris Agreement
- Biological diversity
  - Convention on Biological Diversity (CBD) and the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES)



### Trade and Sustainable Development

Multilateral Standards and Agreements

- Marine biological resources and aquaculture
  - Recognition that illegal, unreported and unregulated ("IUU") fishing undermines sustainable conservation and management of fish stocks
  - Implement long-term conservation and management measures and sustainable use of marine biological resources
    - UNCLOS, Fish Stocks Agreement, Compliance Agreement, PSMA, FAO Code of Conduct for Responsible Fisheries,
  - Participate in the FAO initiative on Global Record of Fishing Vessels and RFMOs

**Transparency** 

### How can FAO support compliance?



# Instruments

Code of Conduct for Responsible Fisheries (CCRF) 1995

International Plan of Action IPOA-IUU 2001

Port State Measures
Agreement (PSMA)
2009

International Plan of Action IPOA-Capacity 2009

Voluntary Guidelines for Small-Scale Fishers 2014

Voluntary Guidelines for Catch Documentation Schemes (CDS) 2017

Voluntary Guidelines for Transhipment 2022



### Food and Agriculture Organization of the United Nations

### Comprehensive Instrument

### **Basic Axiological Values**

- Solid, sustainable, precautionary and inclusive actions
- Shared responsibilities
- Holistic approach
- Good source of guidance for the main pillars of WTO Fisheries Subsidies negotiation process

### Main Covered Areas

- Fisheries management
  - Overfishing
- Small-Scale Fishers
  - Specific approach
- Post-Harvest Issues

### **FAO Important Guidelines**









- 201

Certification

Aquaculture

To certify and promote labels from wellmanaged fisheries

- principles
- general considerations
- terms and definitions
- substantive requirements and criteria
- procedural and institutional aspects

Inland Capture

Marine Capture 2009 Ecolabeling



Guidelines

nsible Fish

Respor

Tra

### What ... If ...









In Greek, kosmos refers to something well-organized, has an order, or is arranged harmoniously.