

Eurasian Economic Integration General Overview February 2013





CU Member States: Republic of Belarus

Republic of Kazakhstan

Russian Federation

• **Surface:** 20 mln. km²

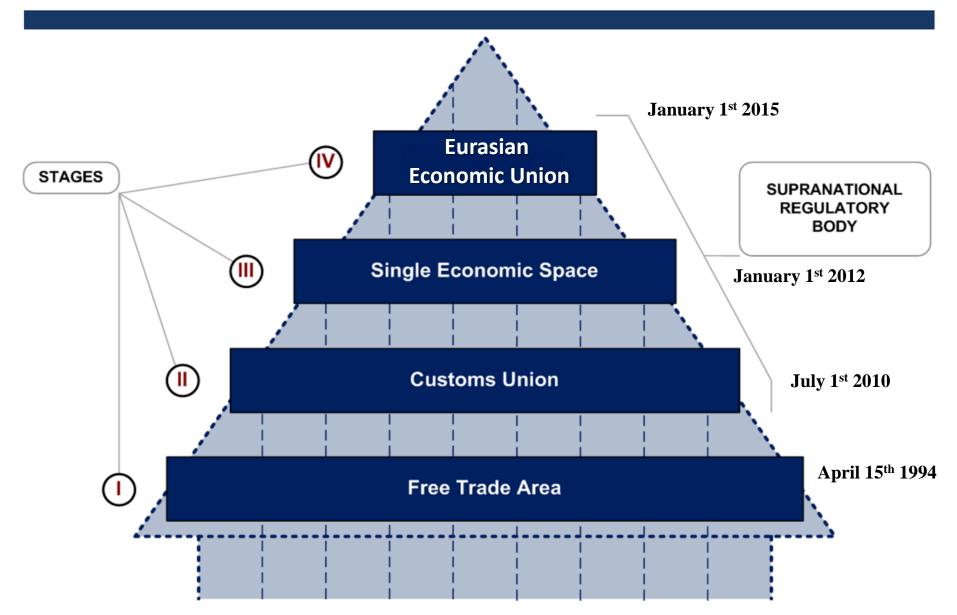
• **Population:** 169 mln.

■ **Total GDP**: 2,7 trn. \$ US (4 % of world GDP)

■ **Total volume of external trade**: 910 bln. \$ US

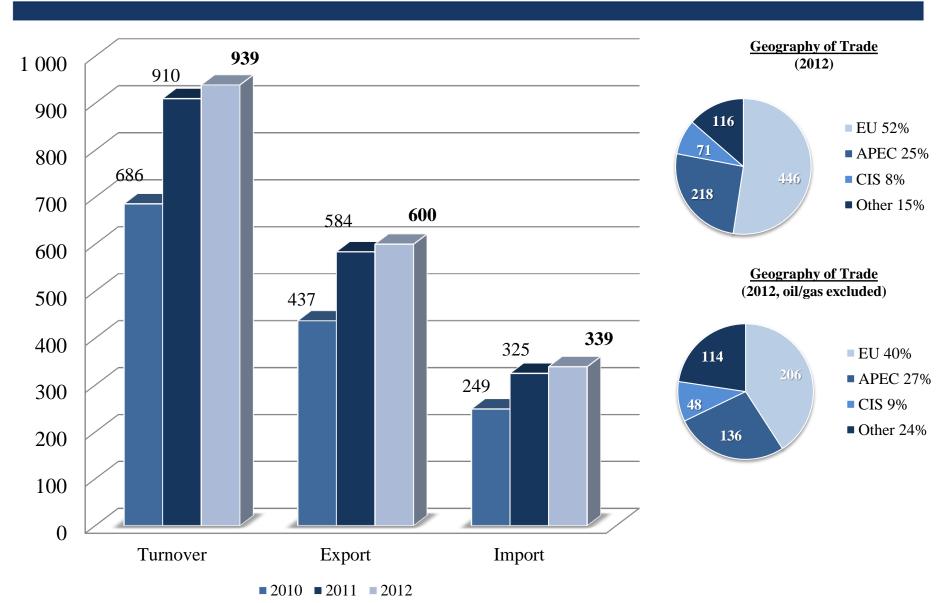


Universal Stages of Regional Integration



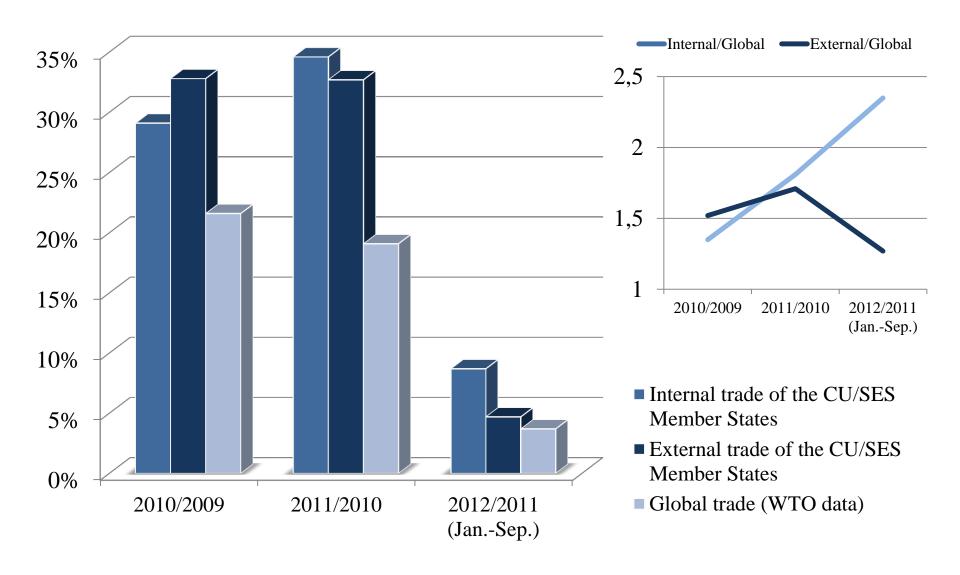


CU/SES Foreign Trade in 2010-2012*





Trade Dynamics Comparison in 2010-2012





Supreme Body of the CU and the SES

- defines the strategy and the objectives of further development of the CU and the SES

The Common permanent regulatory body of the CU and the SES

- ensures functioning and development of the CU and the SES, carries out the initiatives on further economic integration

SUPREME EURASIAN ECONOMIC COUNCIL

level of Heads of Statelevel of Heads of Government

EURASIAN ECONOMIC COMMISSION (the Commission)

Council of the Commission:

3 Members of the Council

Board of the Commission:

Chairman + 8 Members of the Board (Ministers)

EurAsEC Court

Structural units of the Commission

Departments of the Commission

Consultative bodies of the Commission

- ensure the interaction with national authorities



Eurasian Economic Commission





Belarus – **Sergei Rumas**



Kazakhstan – Kairat Kelimbetov



Russia – **Igor Shuvalov**

Board of the Commission

Chairman of the Board Viktor Khristenko

Tatiana Valovaya

Member of the Board - Minister in charge of development of integration and macroeconomics

Valery Koreshkov

Member of the Board - Minister in charge of technical regulation

Andrey Slepnev

Member of the Board -Minister in charge of trade

Danial Akhmetov

Member of the Board - Minister in charge of energy and infrastructure

Sergey Sidorsky

Member of the Board - Minister in charge of industry and agribusiness

Nurlan Aldabergenov

Member of the Board - Minister in charge of competition

Vladimir Goshin

Member of the Board -Minister in charge of customs cooperation

Timur Suleimenov

Member of the Board - Minister in charge of economy and financial policy

Departments

Departments

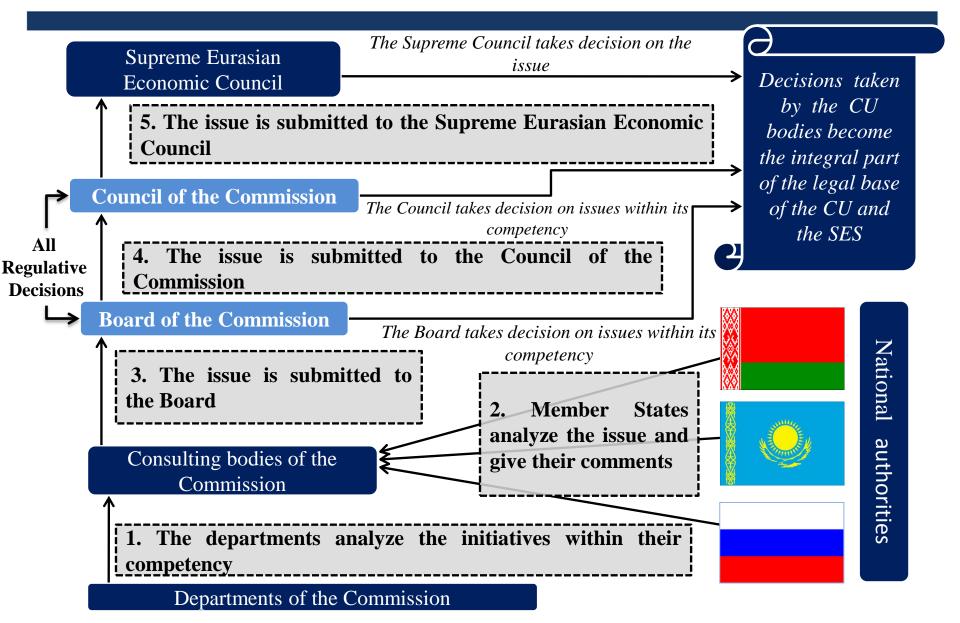
Departments

Departments

Advisory bodies



Decision making process within the CU and the SES





The Competence of the Eurasian Economic Commission

Foreign Trade Issues

- Tariff regulation
- Non-tariff regulation
- Customs administration
- Technical regulation
- Sanitary, veterinary, and phytosanitary measures
- Statistics of external and mutual trade
- Trade remedies
- Establishment of trade regimes for third countries

Other Issues

- Macroeconomic policy
- Competition policy
- Industrial and agricultural subsidies
- Energy policy
- Transport and transportation
- Natural monopolies
- State and (or) municipal procurement
- Mutual trade in services and investment
- Financial markets (banking, insurance, foreign exchange market, stock market)
- Currency policy
- Protection of intellectual property and identification means for goods, work and services
- Labor migration

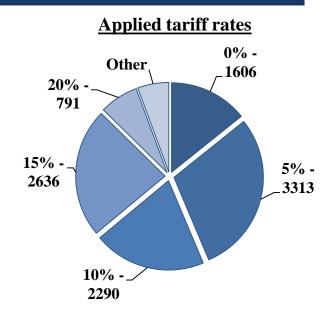


EEC and GATT: Tariff Regulation

Competence of the Commission:

- Determining and adjusting:
 - Import tariff rates
 - Tariff preferences
 - Tariff exemptions
 - Rules of origin
 - Rules and guidelines on customs valuation

- Application of regulative norms set by EEC
- Regulatory enforcement





EEC and GATT: Non-Tariff Regulation

Competence of the Commission:

- Taking decisions to introduce and cancel non-tariff measures including:
 - Licensing
 - Quantitative restrictions (such as those in accordance with Article XX of GATT)
 - Exclusive rights to export/import
 - Export and import quotas
- Determining the procedure of application of non-tariff measures
- Allocating export and import quotas between the Member States, and,
 if necessary, allocating/distributing import quotas between third countries

- Applying regulative norms set by EEC
- Regulatory enforcement
- Allocating quotas between national importers or exporters



EEC and GATT: Trade Remedies

Competence of the Commission:

- Adopt decisions on imposition, extension, review or termination of trade remedy measures by the Customs Union to third countries
- Conduct investigations (anti-dumping, countervailing and safeguard) and holding consultations with interested parties
 - Investigating authority Department for Internal Market Defence of the EEC
- Monitor the application of the relevant decisions of the Commission

Competence of the Member States:

Implementation of trade remedy measures (collection of duties, administration of quotas)



EEC Standards and Safety Technical Regulation

Competence of the Commission:

- Developing and adopting:
 - Technical Regulations of the Customs Union
 - Common List of Products Subject to Technical Regulation
 - Criteria for Conformity Assessment Bodies and Test Laboratories
 - Rules for Conformity Assessment
 - Common Forms for Certification and Declaration of Conformity

- Regulatory Enforcement
- Developing and Adopting:
 - National standards (non-obligatory)
 - Rules, norms and recommendations in the sphere of standardization
 - Standards adopted by organizations (standards of enterprises, scientific, technical, engineering institutions and other societies)
 - Sets of rules, (voluntary documents, elaborated and approved by the national bodies related to standardization)



EEC Standards and Safety Sanitary and Phytosanitary Measures

Competence of the Commission:

- Developing and adopting:
 - List of Goods Subject to Veterinary Control
 - List of Goods Subject to Sanitary-Epidemiological Supervision
 - List of Products Under Quarantine (regulated goods, regulated articles of regulated products)
 - Common Veterinary Requirements
 - Uniform Sanitary-Epidemiological and Hygienic Requirements for Products Subject to Sanitary-Epidemiological Supervision
 - Order and Procedures of Veterinary Control
 - Common Forms of Documents Confirming the Safety of Products

- Implementation of Sanitary and Epidemiological Surveillance, Phytosanitary and Veterinary Control (Surveillance)
- Carrying out Joint Inspections of Objects and Sampling Goods (Products) Subject to Veterinary Control (Surveillance)
- Development and Implementation of temporary veterinary sanitary and phytosanitary measures and requirements



Competence of the Commission:

- Approving common rules for customs operations in the Customs Union
 - Customs declaring and clearance
 - Customs examination
- Approving customs documents forms and the rules of their fulfillment
 - Forms of customs declaration, declaration of customs value, passenger customs declaration, acts of customs control, etc.

- Determining specific requirements for customs operations (when it is permitted by the Customs Code)
- Regulatory enforcement



EEC and the WTO Membership

Declaration on the Eurasian Economic Integration by the three Presidents (November 2011):

«In their practical cooperation, the member countries of the SES are guided by norms and rules of the WTO and confirm the importance of the accession of all three states to the Organization»

The Russian Federation became a member of the WTO in August of 2012



Treaty on the **Functioning of the CU in the Framework of Multilateral Trade System** of 19 May of 2011

August 2012 2013 201_











The Treaty on the Functioning of the CU in the Framework of the Multilateral Trading System

Action plan of adaptation the CU and SES legal framework to the multilateral trading system was adopted on 31st May 2012 by the Board Decision № 54

Tariff Regulation – Implemented

■ New Import Customs Tariff (the Council Decision № 54 on 16th July 2012)

Customs Valuation – Implemented

■ Interpretative Notes of the WTO Agreement on Implementation (Article VII of the GATT 1994 Methods for Customs Valuation)

The Board **Recommendation** № 1 "On the Rules for Checking whether the Interrelation Between the Seller and the Buyer Influences the Transaction Value" of 20th June 2012

The Board **Decisions** in regards to the Application of the Customs Valuation Methods:

- **№ 202** of 30.10.12
- **№ 214** of 13.11.12
- **№ 273** of 12.12.12
- **№ 283** of 20.12.12



On Russian Federation Commitments to the WTO

SPS – **Implemented**

- E.g. to ensure compatibility with international standards, recommendations and guidelines in particular OIE standards, several Decisions on Common Veterinary Requirements and Common Forms of Veterinary Certificates were taken:
 - **No 254** of 04.12.2012
 - **№ 262** of 04.12.2012
 - **№ 274** of 12.12.2012
 - **№ 307** of 25.12.2012
 - **№ 308** of 25.12.2012

SPS – Ongoing process

- **Guidelines on inspection** reflecting the reliance on international standards, guidelines and recommendations (currently are going through public hearings and estimated to be approved by June 2013)
- Amendments to the Common System of Joint Inspections of Objects and Sampling Goods (Products), Subject to Veterinary Control (Surveillance) currently are going through public hearings and estimated to be approved by June 2013



On Russian Federation Commitments to the WTO

Transparency – Implemented

- Council Decision № 48 "On Regulation on the Procedure for Development, Adoption, Amendment and Cancellation of Technical Regulations of the Customs Union" of 20th June 2012 (**revising** the old Regulation)
- The Customs Union Commission Decision № 721 "On the application of international standards, recommendations and guidelines" of 22nd June 2011

Transparency – Ongoing process

 Draft of the Decision "On assuring transparency in the process of adopting Eurasian Economic Commission acts in SPS sphere" to be presented to the Board on 5th March 2013



For additional information

The official site of the CU and the SES: www.eecommission.org

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