The G7 Research Group presents the

2022 G7 Elmau Summit Interim Compliance Report
28 June 2022 to 6 January 2023

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“We have meanwhile set up a process and there are also independent institutions monitoring which objectives of our G7 meetings we actually achieve. When it comes to these goals we have a compliance rate of about 80%, according to the University of Toronto. Germany, with its 87%, comes off pretty well. That means that next year too, under the Japanese G7 presidency, we are going to check where we stand in comparison to what we have discussed with each other now. So a lot of what we have resolved to do here together is something that we are going to have to work very hard at over the next few months. But I think that it has become apparent that we, as the G7, want to assume responsibility far beyond the prosperity in our own countries. That’s why today’s outreach meetings, that is the meetings with our guests, were also of great importance.”

Chancellor Angela Merkel, Schloss Elmau, 8 June 2015

G7 summits are a moment for people to judge whether aspirational intent is met by concrete commitments. The G7 Research Group provides a report card on the implementation of G7 and G20 commitments. It is a good moment for the public to interact with leaders and say, you took a leadership position on these issues — a year later, or three years later, what have you accomplished?

Achim Steiner, Administrator, United Nations Development Programme, in G7 Canada: The 2018 Charlevoix Summit
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“We remain committed to upholding fair and transparent competition in the global economy and strengthening international rules in this regard.”

Elmau G7 Summit Communiqué

Assessment

<table>
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<th></th>
<th>No Compliance</th>
<th>Partial Compliance</th>
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<td>Canada</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>France</td>
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<td>Germany</td>
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<tr>
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<td>United States</td>
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<tr>
<td>EU</td>
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</tr>
<tr>
<td>Average</td>
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Background

On 1 January 1995, the World Trade Organization (WTO) was formed in Geneva, Switzerland, as a successor to the General Agreement on Tariffs and Trade (GATT). The WTO conducts and facilitates several functions for the purpose of enforcing and furthering the multilateral trading system. Trade as a commitment issue appeared at the very first G6 summit – the 1975 Rambouillet Summit. Discussions regarding unfair trade practices first appeared at the 1982 Versailles Summit, at which leaders pledged to “rule out the use of [their] exchange rates to gain unfair competitive advantages” and to resist “trade distorting practices.” WTO’s Final Act, the results of the Uruguay round in 1994 introduced policies to mitigate unfair trade practices including a dispute settlement process. Specific policies introduced include Safeguards, the Anti-Dumping Agreement, Subsidies and Countervailing Measures, Dispute Settlement Understanding and Trade Policy Review Mechanism among other industry-specific measures.

Most recently, trade has become an especially pressing issue for G7 leaders to address. First, exogenous shocks such as the COVID-19 pandemic caused international trade downturns throughout 2020. The pandemic recovery continues to put pressure on specific sectors and supply chains, resulting in an emphasis on “resilient” and “sustainable” supply chains. Second, on 15 September 2022, G7 Trade Ministers made a statement addressing the challenges to global trade presented by Russia’s aggression against Ukraine. They reaffirmed

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1958 G7 Trade Ministers’ Statement, G7 Information Centre (Toronto) 15 September 2022. Access Date: 4 October 2022. http://www.g7.utoronto.ca/trade/220915-statement.html
their commitment to reforming the WTO, developing supply chain robustness, and addressing economic coercion.

The 2000 Okinawa Summit was the first to establish the goal of an inclusive “global information society and to “facilitate cross-border e-commerce by promoting further liberalization.”

The 2007 Heiligendamm Summit was the first at which G7 leaders addressed the importance of intellectual property rights to global innovation, committing to greater cooperation on this front.

At the 2013 Lough Erne Summit, negotiations were launched for the EU to reach trade agreements with the US, Japan and Canada. Commitments were also made by leaders, for the first time, to secure a WTO deal that makes cuts to trade bureaucracy.

The 2017 Taormina Summit’s communiqué listed, for the first time, in detail, the types of practices that the G7 consider to be “trade distorting”: “dumping, discriminatory non-tariff barriers, forced technology transfers, subsidies and other support by governments and related institutions that distort markets.”

At the 2018 Charlevoix Summit, G7 leaders re-committed to trade conclusions from the Hamburg G20 summit. These included commitments to a rule-based trading system, fight protectionism and to “modernize the WTO to make it more fair.” They also called for the start of trade negotiations with regard to developing international rules to mitigate trade-distorting actions undertaken by state-owned enterprises.

At the 2019 Biarritz Summit commitments were made to “open and fair” world trade as well as the stability of the global economy, to be monitored by Finance Ministers. The G7, again, committed to overhauling the WTO with regards to intellectual property protection and dispute settling. They also committed to reach an agreement by 2020 in order to simplify regulatory barriers and modernize international taxation within the framework of the Organisation for Economic Co-operation and Development.

The 2020 USA Virtual Summit, initially to be held at Camp David, focused on the G7’s response to the COVID-19 crisis. Trade commitments included supporting global trade and investment, recovering supply chains and maintaining previous actions to facilitate international trade.

At the 2021 Cornwall Summit, commitments were made to secure future prosperity. Specifically G7 leaders committed to champion “freer, fairer trade within a reformed trading system,” developing a more resilient global economy and a fairer global tax system. These commitments were made with regard to all frontiers, including cyber space and outer space.

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Commitment Features

At the 2022 Elmau Summit, leaders committed to “upholding fair and transparent competition in the global economy and strengthening international rules in this regard.” This commitment can be divided into two core portions – one upholding fair and transparent competition, and another regarding strengthening rules to advance the former.

First, to “uphold” is understood to mean “to give support to.”

“Fair competition” refers to adherence to the “rules-based system” by entities (i.e. individuals, organizations, governments) who are conducting global trade.

“Transparent competition” refers to making trade rules “as clear and public … as possible,” keeping in mind “many WTO requirements require governments to disclose their policies and practices publicly within the country or by notifying the WTO.” The intention is to improve predictability and stability in the global economy.

“Rules-based system” refers to at least three broad sets of agreements. First is the collection of basic legal agreements that all WTO members have agreed to be bound by, including but not limited to the GATT, the General Agreement on Trade in Services (GATS), and the Trade-Related Aspects of Intellectual Property Rights (TRIPS), as well as the related agreements, annexes, and schedules. Second is the additional WTO plurilaterals, including those on trade in civil aircraft, government procurement, dairy products, and bovine meat; these only apply to countries who have agreed to be bound by these provisions. Finally, there are agreements conducted by members outside of the WTO that are related to trade, such as preferential trading agreements (PTAs), regional trading agreements, comprehensive economic partnership agreements, and other international trade-related agreements such as the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES). This should not be considered an exhaustive list of agreements and legal text that constitutes the rules-based system.

Combining all the previous elements together, to “uphold” (in the context of “upholding fair and transparent competition in the global economy”) refers to providing support to adherence of the rules-based trade system, and/or the clear and publicly accessible publication or notification of changes to a nation’s trade rules.

“Strengthening” is generally understood to mean “to make or become stronger.” To “strengthen international rules” (in the context of “fair and transparent competition in the global economy”) is to increase, or to make efforts to increase the depth and/or breadth of international trade rules themselves, and/or the accompanying institutional structures that adjudicate international trade rules (e.g. the Appellate Body, a binding dispute settlement mechanism or consultative process in a newly signed PTA, etc.).
On upholding fair and transparent competition, strong actions may include directly supporting international institutions that facilitate trade, taking domestic or international action on firms or countries that have been deemed as breaking the rules, aligning domestic legislation or regulations to comply with international trade-related agreements, or launching domestic programs to support trade. Weaker actions include, but are not limited to, verbal affirmations regarding fair and transparent competition, participation in meetings on the aforementioned topic, assigning budgetary resources to initiatives related to fair and transparent competition (but not necessarily an implementation of the initiative), etc.

On strengthening international rules, strong actions may include submitting proposals or attending meetings to improve the effectiveness of the WTO’s monitoring, negotiating, and dispute settlement mechanism (with a special emphasis on working on clearing the impasse regarding the WTO Appellate Body; ratifying or acceding to legally binding agreements that tackle “WTO-plus” issues (e.g. climate change, digital trade, trade and gender, trade and the environment) or existing issues (e.g. disciplines on fisheries subsidies); or, filing complaints through the WTO dispute settlement process or filing for consultations through an RTA dispute settlement process. Weaker actions that may count towards compliance include verbal affirmations or attendance at meetings where the discussion included improvement to the rules-based trading system.

Actions that undermine the above activities may count as negative compliance, but the final scores will keep in mind the overall set of actions (i.e. actions that counted towards positive compliance and actions that represent a failure to comply) adopted by each G7 member.

Full compliance, or a score of +1, will be given to G7 members that took strong actions to uphold fair and transparent competition in the global economy OR to strengthen international rules in this regard.

Partial compliance, or a score of 0, will be assigned to G7 members that took some action to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard OR took strong action in one of those two areas.

Non-compliance, or a score of −1, will be assigned if the G7 member made no efforts to uphold fair and transparent competition in the global economy OR to strengthen international rules in this regard OR took less than strong action in one area.

**Scoring Guidelines**

<table>
<thead>
<tr>
<th>Score</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>−1</td>
<td>The G7 member made no efforts to uphold fair and transparent competition in the global economy OR to strengthen international rules in this regard OR took less than strong action in one area.</td>
</tr>
<tr>
<td>0</td>
<td>The G7 member took less than strong action to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard OR took strong action in one area.</td>
</tr>
<tr>
<td>+1</td>
<td>The G7 member took strong actions to uphold fair and transparent competition in the global economy AND to strengthen international rules in this regard.</td>
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Compliance Director: Ashton Mathias  
Lead Analyst: Brinda Batra

**Canada: 0**

Canada has partially complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 7 July 2022, Minister of International Trade, Export Promotion, Small Business and Economic Development Mary Ng hosted the United States Trade Representative (USTR) Katherine Tai and Mexico’s Secretary of the Economy Tatiana Clouthier Carrillo at the second meeting of the Canada-United States-Mexico...
Agreement (CUSMA) Free Trade Commission.\textsuperscript{1974} emphasized the importance of CUSMA implementation on advancing rules-based and inclusive trade, among other items. The three countries also discussed efforts in order to improve women’s inclusivity within the trade sector.

On 8 July 2022, Minister Ng met with USTR Tai and Mexico’s Minister Clouthier to discuss free and transparent electronics trade among the countries.\textsuperscript{1975} Topics discussed included certain Mexican investment policies that threatened US investment, transparency of biotechnology regulatory processes in Mexico, and the ease at which US electronic payment companies operate in the Mexican economy.

On 1 August 2022, Canada released updated information on its trading partners, stating that it now has 15 free trade agreements that span over 51 countries.\textsuperscript{1976} These agreements collectively cover countries that comprise 61 per cent of the world’s gross domestic product.

On 2 September 2022, the regulatory reconciliation and cooperation table of Canada held its fifth annual anniversary meeting.\textsuperscript{1977} This table was established to amend regulatory barriers within Canada’s trade sector. They are currently working towards the implementation of seven reconciliation plans and two cooperation plans in support of the transportation, construction, and health and safety of trade-involved labourers.

On 26 October 2022, Canada and India completed their fourth round of trade negotiations. They are in the process of finalizing an early progress trade agreement.\textsuperscript{1978} The finalization of this agreement will lead to the negotiations and implementation of the Canada-India comprehensive economic partnership agreement.

On 1 November 2022, Canada released information on their plans to become a leading nation for international digital trade, including work on implementing policies that will result in it being a world leader in digital trade. Canada’s objective is to develop a model Canadian digital trade policy – allowing Canada to digitally trade with a larger number of countries, and will allow companies to increase the “predictability of digital trade rules.”\textsuperscript{1979}

On 12 November 2022, Prime Minister Justin Trudeau attended the summit of Association of Southeast Asian Nations (ASEAN) with the goal of strengthening relations with the ASEAN countries.\textsuperscript{1980} Prime Minister Trudeau promoted expansion and diversification of trade for the purpose of creating middle-class jobs in Canada and Southeast Asia, investing in the growth of both regions, and strengthening economic resilience. Canada committed to investing CAD40 million to launch the Indo-Pacific Engagement Initiative.


On 24 November 2022, Minister Ng met with Ecuador’s Minister of Production, Foreign Trade, Investments and Fisheries Julio José Prado. They discussed potential free trade agreements between the two countries. As trade increases between Canada and Ecuador, a free trade agreement will allow for rapid growth and investment opportunities for either country’s companies.

On 28 November 2022, Canada released its Indo-Pacific Strategy (IPS), which discusses trade negotiations with Southeast Asia, including Indonesia and India. This strategy includes trade, investment, and supply chain resilience. The IPS will allow Canadian and Indo-Pacific companies to expand their exports and improve investments in both regions, allowing all countries involved to diversify and overcome current supply chain issues. Canada has committed CAD2.2 billion over a five-year period in order to implement the IPS.


On 13 December 2022, Canada committed to transferring CAD 115 million of tariff revenue collected from Russia and Belarus to Ukraine. Canada further revoked the Most-Favoured-Nation status for Russian and Belarusian imports, which resulted in the application of 35 per cent tariffs on all their goods imported into Canada.

Canada has partially complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. With regards to strengthening international trade rules, Canada has advanced negotiations with the United Kingdom, India, Ukraine, Indonesia, and ASEAN, is working on their digital trade policy, and discussed efforts to tackle the trade-gender nexus. Canada has taken some action in the area of upholding fair and transparent competition in the global economy by creating a digital trade policy initiative, however Canada must take stronger, more decisive action in collaboration with international partners in order to achieve full compliance.

Thus, Canada receives a score of 0.

Analyst: Hania El Sayed

France: +1

France has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

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On 12 June 2022, Minister Delegate for Foreign Trade and Economic Attractiveness Franck Riester participated in the 12th Ministerial Conference (MC12) of the World Trade Organization in Geneva.\textsuperscript{1985}

On 30 June 2022, the EU and New Zealand entered a trade agreement under the French presidency. The agreement aims to economic opportunities for companies and consumers in both economies.\textsuperscript{1986} The deal includes “unprecedented sustainability commitments, including respect of the Paris Climate Agreement and core labour rights, which are enforceable through trade sanctions as a last resort.”

On 15 October 2022, France and other G7 members met to discuss the trade ramifications that may occur due to the Russian invasion of Ukraine, as well as the effects that new protectionist trade policies may have on free trade.\textsuperscript{1987} The G7 members agreed to reform global trade by restoring the World Trade Organization’s (WTO) dispute settlement mechanism by 2024. They also discussed a plan to recover global supply chains by broadening trade relationships. Germany and the G7 members also plan to increase the fairness of international competition within the free trade sector by continuing their advocacy for fair competition conditions.

On 31 October 2022, the Ministry of Agriculture and Food Sovereignty of France contributed EUR 50,000 (approximately CHF 49,000) for 2022 to the Standards and Trade Development Facility (STDF) to help developing and least-developed countries (LDCs) meet international food safety, animal and plant health standards for trade and improve their access to global and regional markets.\textsuperscript{1988} France has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. France participated in the strengthening of international rules at MC12, and provided aid to the STDF in order to assist LDCs in participating in fair and transparent competition. Additionally, France has demonstrated support for free trade to the fullest extent due to its status as an EU member.

Thus, France receives a score of +1.

\textit{Analyst: Jiarui Bi}

**Germany: +1**

Germany has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 13 September 2022, Economy Minister Robert Habeck stated that Germany will be working toward a new free trade policy which plans to reduce Germany’s dependence on Chinese exports such as “raw materials, batteries and semiconductors.”\textsuperscript{1989} Minister Habeck stated this was, in part, to help Germany get around unfair Chinese protectionist policies. Germany is also taking this step to stand for human rights violations that they have seen and may further see within the Chinese export sector.

On 15 October 2022, Germany and other G7 members met to discuss the trade ramifications that may occur due to the Russian invasion of Ukraine, as well as the effects that new protectionist trade policies may have on

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free trade. The G7 members agreed to reform global trade by restoring the World Trade Organization’s (WTO) dispute settlement mechanism by 2024. They also discussed a plan to recover global supply chains by broadening trade relationships. Germany and the G7 members also plan to increase the fairness of international competition within the free trade sector by continuing their advocacy for fair competition conditions.

On 4 November 2022, Chancellor Olaf Scholz met with China’s President Xi Jinping to work toward the re-establishment of a 50-year diplomatic trade relation between the two countries. They further discussed global ramifications caused by the Russian-Ukrainian war, such as distribution complications of the supply chain, food, and energy markets. Chancellor Scholz stated they are satisfied with current trade relations with China; however, he wishes to improve German access to Chinese markets. Along with enforcing intellectual property rights to restore more equal and fair free trade. Chancellor Scholz further emphasized wanting to separate economic collaboration from the political objectives pushed by the Chinese governments through their trade relations.

On 13 November 2022, Chancellor Scholz met with Vietnamese Prime Minister Pham Minh Chinh to incorporate projects that will advance German-Vietnamese trade relations such as recruitment of low skilled workers and advancement in Vietnamese infrastructure.

On 14 November 2022, Chancellor Scholz and Singapore’s Prime Minister Lee Hsien Loong met to discuss furthering free trade between the two countries through their common interest of prosperity. The two countries drew up a joint declaration in order to deepen cooperation through bilateral trade. Chancellor Scholz further pledged to strengthen Indo-Pacific trade agreements, stressing the importance of expanding Germany’s trade partners to more economies outside of China. He further noted the importance of countries deterring from protectionism and trade restrictions during the current supply chain issues incurred through the COVID-19 pandemic.

On 15 November 2022, Chancellor Scholz attended the G20 summit. The summit’s trade focus was to expand relations with a variety of countries as opposed to their current main trade partners. The goal is to develop free trade agreements with a variety of Asian countries and other continents.

On 1 December 2022, the Bundestag came to a majority vote to continue the Comprehensive and Economic Trade Agreement between the EU and Canada. This will allow 98 per cent of customs duties to be abolished on traded goods between the countries.

On 14 December 2022, at the first summit between the EU and the Association of Southeast Asian Nations (ASEAN) Chancellor Scholz pushed for long-term progress in free trade agreements between the EU and ASEAN countries. The progression of such trade deals will improve collaborative efforts between the countries and increase trade.

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On 17 December 2022, Minister Habeck, and the Australian Minister for Trade and Tourism Don Farrell discussed cooperation through hydrogen trade and critical minerals and discussed further possible trade agreements between the EU and Australia.1997

Germany has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. Through verbal statements at the 2022 G7 and G20 summits, orienting its policies away from states that practice anti-competitive behaviour, and working towards implementing trade policies with new countries within Asia and other continents.

Thus, Germany receives a score of +1.

Analyst: Hania El Sayed

Italy: +1

Italy has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international trade rules in this regard.

On 15 October 2022, Italy and other G7 members met to discuss the trade ramifications that may occur due to the Russian invasion of Ukraine, as well as the effects that new protectionist trade policies may have on free trade.1998 The G7 members agreed to reform global trade by restoring the World Trade Organization’s dispute settlement mechanism by 2024. They also discussed a plan to recover global supply chains by broadening trade relationships. Italy and the G7 members also plan to increase the fairness of international competition within the free trade sector by continuing their advocacy for fair competition conditions.

Italy has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. Italy has expressed interest in cooperating with other nations in order to strengthen trade cooperation. Additionally, Italy has exemplified its support for free trade to the fullest extent due to its status as an EU member.

Thus, Italy receives a score of +1.

Analyst: Jiarni Bi

Japan: 0

Japan has partially complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 30 July 2022, Minister of Economy, Trade and Industry Koichi Hagiuda and Minister for Foreign Affairs Yoshimasa Hayashi met with US Secretary of State Antony Blinken and US Secretary of Commerce Gina Raimondo at the Japan-US Economic Policy Consultative Committee.1999 The ministers recognized that Japan and the United States will continue to be leaders in maintaining a free and open international economic order, using economic power to strengthen supply chains and build an economic order that will be “a compass for the realization of a free and open Indo-Pacific.” Minister Hagiuda and Minister Hayashi expressed Japanese support for, and cooperation with, the US Indo-Pacific Economic Framework (IPEF). This was “realizing peace and prosperity through the rules-based economic order.” They agreed with US Secretary Blinken and US...


Secretary Raimondo that Japan and the United States needed to work together to counter economic coercion and unfair and opaque lending practices. The four ministers concurred to work together to ensure countries follow the international rules on fair and transparent economic and financial practices. Japan and the United States are committed to work together on “countering economic coercion and unfair and opaque lending practices.”

On 23 August 2022, Minister Hagiuda held the fifth meeting of the Japan-Vietnam Joint Committee, where Minister of Economy, Trade and Industry Yasutoshi Nishimura and Vietnam’s Minister of Industry and Trade Nguyen Hong Dien reaffirmed their efforts to provide a free, fair, open, and transparent investment environment and markets, and to maintain the rule-based system of the World Trade Organization (WTO).\(^{2000}\)

On 31 August 2022, the United States and Japan met in a second round of meetings regarding the United States-Japan Partnership on Trade, which aims to create consistent communication and collaboration over bilateral trade issues. The meeting covered issues of fair treatment of US products in Japan and transparency.\(^{2001}\)

On 11 October 2022, Minister Nishimura held a meeting with Australia’s Minister for Trade and Tourism Don Farrell and Assistant Minister for Trade Tim Ayres in the Fourth Japan-Australia Ministerial Economic Dialogue to discuss economic issues between Japan and Australia.\(^{2002}\) The Ministers agreed for cooperation under the auspices of the IPEF to uphold free and fair trade, with the WTO’s rules-based multilateral trading system at its core. The ministers agreed to continue the momentum and outcomes achieved at the WTO’s 12th Ministerial Conference, committing to cooperate on restoring a fully functional dispute settlement system by 2024.

On 7 November 2022, Minister Nishimura held a meeting with Costa Rica’s Minister of Foreign Trade Manuel Tovar and Minister of Foreign Affairs and Worship Arnoldo André, confirming Japan and Costa Rica’s sharing in the fundamental values of freedom, democracy, and the rule of law.\(^{2003}\) They also agreed to strengthen trade and investment ties between Japan and Costa Rica, and also promote free trade in the Asia-Pacific region.

On 14 November 2022, State Minister of Economy, Trade and Industry Shinichi Nakatani held a meeting with Chile’s President Eduardo Frei Ruiz-Tagle, confirming Japan and Chile sharing fundamental values on freedom, human rights, democracy, and the rule of law.\(^{2004}\) They discussed cooperation and strengthening of bilateral trade and investment between Japan and Chile, and also the promotion of free trade in the Asia-Pacific region.

On 17 November 2022, Minister Yasutoshi visited Bangkok, Thailand to attend the Asia-Pacific Economic Cooperation (APEC) Ministerial Meeting.\(^{2005}\) Minister Nishimura made important remarks at the Ministerial Meeting, stressing the importance of building a free and fair economic order in the Asia-Pacific region without


market-distortion and economic coercion, reforming the World Trade Organization in preparation for the World Trade Organization’s 13 th Ministerial Conference, and the importance of supply chain resilience with the use of digital technology and the Data Free Flow with Trust (DFF) philosophy.

On 17 November 2022, Minister Nishimura met with United States Trade Representative Katherine Tai in a bilateral meeting during the Asian-Pacific Economic Cooperation (APEC) Ministerial Meeting. They discussed collaboration for the G7 Trade Ministerial Meeting 2023 chaired by Japan. Minister Nishimura expressed concerns regarding electronic vehicle tax credits under the United States Inflation Reduction Act.

On 17 November 2022, Minister Nishimura met with Papua New Guinea’s Minister for International Trade and Investment Richard Maru in a bilateral meeting during the APEC Ministerial Meeting. They discussed future cooperation and deepening of economic relations between Japan and Papua New Guinea.

On 18 November 2022, Minister Nishimura met with Singapore’s Minister for Trade and Industry Gan Kim Yong, Emeritus Senior Minister and Chairman of the Monetary Authority Goh Chok Tong, and Second Minister for Trade and Industry and Minister for Manpower Tan See Leng to discuss the partnership of Japan and Singapore on how to proceed with Economic Partnership Agreements. Minister Nishimura discussed trade policy regarding the IPEF, the Comprehensive and Progressive Agreement for Trans-Pacific Partnership, and the Regional Comprehensive Economic Partnership in the Indo-Pacific region.

On 22 November 2022, the Government of Japan and the Government of the State of Israel decided to launch the Joint Study Group on the possibility of a Japan-Israel Economic Partnership Agreement.

On 2 December 2022, the Cabinet of Japan enacted a Cabinet Order that will impose anti-dumping duties on hot-dipped galvanized steel wire originating from Korea and China. The Council on Customs, Tariff, Foreign Exchange and Other Transaction decided to impose anti-dumping duties ranging from 9.8 per cent to 41.7 per cent. The duties will be imposed on Korea and China, with the exception for the regions of Hong Kong and Macau, starting 8 December 2022 and lasting until 7 December 2027.

Japan has partially complied with its commitment to uphold fair and transparent competition and to strengthen international rules in this regard. Japan has expressed support for the IPEF framework, which aims to develop trade rules on the environment, labour, and the digital economy. Japan has expressed interest and launched economic trade agreements and partnerships and has also verbally reaffirmed its support and commitment to fair and transparent competition in the Indo-Pacific region. Japan has also imposed anti-dumping duties on a particular product emanating from China. However, Japan must take stronger action in the area of strengthening international rules in order to achieve full compliance.

Thus, Japan receives a score of 0.

Analyst: Andrew Yang

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United Kingdom: 0
The United Kingdom has partially complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 29 June 2022, the United Kingdom extended steel import tariffs for two years. Trade Secretary Anne-Marie Trevelyan said that these plans deviate from the UK’s international obligations but were in the national interest in order to protect the domestic industry.2011

On 30 June 2022, Secretary Trevelyan announced the UK would lift 100 priority barriers that are worth GBP20 billion. This will open up new international markets for United Kingdom goods and allow more exports to be shipped off.2012

On 20 July 2022, the United Kingdom signed its second trade and economic Memorandum of Understanding with North Carolina. The agreement will, among other functions, increase partnership by removing barriers to trade and increase investment with growth in electric vehicles and offshore wind.2013

On 16 August 2022, the United Kingdom decided to cut import taxes on products from the world’s poorest countries. The Developing Countries Trading Scheme will come into effect in January 2023, covering 65 developing countries.2014 This is an initiative to remove barriers in trade, eradicate poverty and create prosperity in developing countries without the need for dependency on foreign aid.

On 23 August 2022, the United Kingdom and Ukraine announced their joint intention to sign a new digital trade deal to help Ukraine rebuild its economy and protect the livelihoods of Ukrainians.2015 The new digital agreement will help Ukrainian businesses trade with the United Kingdom more efficiently using electronic transactions, e-signatures, and e-contracts.

On 24 August 2022, the United Kingdom and Qatar agreed to new partnerships at the third United Kingdom-Qatar Joint Economic and Trade Committee (JETCO), announcing two significant agreements to boost trade and investment.2016 They signed two new Memorandums of Understanding, helping British businesses enter the Qatari market. Additionally, the United Kingdom Export Finance and Qatar Development Bank signed memoranda to boost the sharing of expertise and cooperation.

On 8 October 2022, the first British lamb exports in two decades arrived in the United States of America after the United States Department for Agriculture opened American markets to British lamb last year.2017

On 13 October 2022, Trade Secretary Kemi Badenoch announced that the United Kingdom had unlocked overseas markets worth over GBP100 million for alcohol companies. Import tariffs on British alcohol were lowered or removed in Argentina, Morocco, Angola, and Tunisia. At the same time, the United Kingdom continued its negotiations with India to secure a free trade agreement and its accession to the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP).

On 3 November 2022, the United Kingdom and Malaysia convened the second Joint Committee on Trade and Investment Cooperation in London. The meeting elevated the Joint Committee to a JETCO, enhancing trade, investment, and economic cooperation. The United Kingdom congratulated Malaysia on ratifying the CPTPP and updated their accession status.

On 3 November 2022, Minister of State for Trade Policy Greg Hands delivered a speech at the Chatham House Global Trade Conference 2022 on the future of global trade and announced his three main trade policy priorities. The first priority is for the United Kingdom to join the CPTPP. The second priority is for the United Kingdom to be the first G7 member to complete a trade deal with India. The third priority is to work on removing trade barriers around the world and solve issues that prevent the export and import of goods. Minister Hands reiterated the removal of tariffs on Ukrainian goods under the UK-Ukrainian Free Trade agreement and the provision of economic support of GBP1 billion in loan guarantees.

On 7 November 2022, Minister Hands visited Taiwan to co-host the UK-Taiwan 25th annual Trade Talks and boost United Kingdom-Taiwan trade. Innovate UK will sign a Memorandum of Understanding (MoU) with the Ministry of Economic Affairs in Taiwan, which includes a GBP5 million funding commitment through to 2025 that will support technology and innovation collaboration.

On 10 November 2022, Minister Greg Hands co-chaired the second consultation between the UK and the economic ministers of the Association of Southeast Asian Nations (ASEAN) with the Cambodia’s Minister of Commerce Pan Sorasak. Trade between the United Kingdom and ASEAN had increased by 3.7 per cent from 2020 to 2021, from GBP36.6 billion to GBP38 billion.

On 17 November 2022, the United Kingdom and Switzerland signed a Mutual Recognition Agreement to reduce non-tariff barriers related to conformity assessment in five sectors. The Mutual Recognition Agreement will allow goods to be tested in their country of origin and not require testing once reaching the country of destination.

On 30 November 2022, Trade Secretary Kemi Badenoch and Ukraine’s First Deputy Prime Minister and Minister for Trade and Economy Yulia Svyrydenko met in London to agree the new Digital Trade Agreement.

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(DTA) between the United Kingdom and Ukraine.\textsuperscript{2024} The DTA will greatly enhance cooperation and trade between the United Kingdom and Ukraine on cybersecurity and technological innovations, as well as making digital trade between the United Kingdom and Ukraine more efficient and cheaper.

On 7 December 2022, the United Kingdom and the US state of South Carolina signed a MoU on cooperation and trade relations.\textsuperscript{2025} The MoU will strengthen cooperation in the automotive and life sciences industries and also create a framework to grow investment, address trade barriers, and enhance business networks.

On 17 December 2022, the Secretary of State for International Trade applied definitive anti-dumping duties on certain aluminum goods originating from China.\textsuperscript{2026} This decision comes from the recommendation from the Trade Remedies Authority following an investigation regarding the dumping of aluminum goods originating from China in 2021.

On 24 December 2022, the UK Government secured the removal of rules that banned certain exports of pork products to Korea.\textsuperscript{2027} This will allow UK companies to bring bacon, ham, and pork sausages to Korea that may be worth GBP1 million over five years.

The United Kingdom has partially complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. On strengthening international rules, the UK has advanced its negotiations with India, North Carolina, Ukraine, Taiwan, Korea, South Africa, South Carolina, ASEAN countries, and the parties to the CPTPP. On upholding fair and transparent competition, the UK has generally reduced tariffs on goods and services from developing countries, including through the creation of the Developing Countries Trading Scheme. At the same time, the UK extended steel tariffs – a move ostensibly not consistent with its international obligations and could take stronger action to uphold fair and transparent competition.

Thus, the United Kingdom receives a score of 0.

\textit{Analyst: Andrew Yang}

**United States: +1**

The United States has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 20 June 2022, the Office of the United States Trade Representative (USTR) released a report on the progress of the United States-Mexico-Canada Agreement (USMCA) in regards to the trade of automotive goods. The United States also continued collaborating with the other signatories to keep trade strong and transparent.

On 7 July 2022, the United States and Canada released a memorandum discussing the process to settle trade disputes over solar products among USCMA members.

On 8 July 2022, USTR Katherine Tai met with Mexico’s Secretary of Economy Minister Tatiana Clouthier Carrillo and Canada’s Minister of International Trade, Export Promotion, Small Business, and Economic Development Mary Ng to discuss free and transparent electronics trade among the countries. Topics discussed included certain Mexican investment policies that threatened US investment, transparency of biotechnology regulatory processes in Mexico, and the ease at which US electronic payment companies operate in the Mexican economy. With regards to Canada, the ministers agreed to collaborate on issues of softwood dumping in the United States and potential Canadian legislation on digital streaming services.

On 13 July 2022, Deputy USTR Adam Hodge expressed disappointment in Canada’s decision to litigate through the World Trade Organization (WTO). He stated that the US is committed towards reforming the dispute settlement system to be more collaborative.

On 14 July 2022, the United States and Kenya announced the US-Kenya Strategic Trade and Investment Partnership. The partnership agreed to discuss information regarding corruption and bribery in the economy, promoting competition and ease of entry in the digital trade, strengthening regulatory practices, improving the participation of women and youth in the economy, and facilitating the ease of trade between the two countries. The last point includes measures to settle differences between the respective trade systems and reconsidering and adjusting customs practices.

On 20 July 2022, the United States announced its request to dispute a conflict with Mexico under the USMCA in which Mexican policies favored domestic state-owned energy and gas enterprises over American companies and their energy products, as well as other private enterprises.

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On 29 July 2022, USTR Tai and Japan’s Minister of Economy, Trade, and Industry Koichi Hagiuda discussed the progress created by the US-Japan Partnership on Trade. As of the latest meeting, the partnership increased information sharing on forced labor and workers’ rights. The ministers agreed to further collaborate on issues of economic coercion and the scope of the Indo-Pacific Economic Framework.

On 10 August 2022, USTR Tai spoke at the 2022 United Steelworkers Constitutional Convention, where she highlighted the importance of, and the commitment to, negotiating better trade rules and enforcing existing regulations. She also discussed integrating the input of workers into new actions and helping small businesses compete.

On 11 August 2022, USTR Tai and the Australian Minister for Trade and Tourism Don Farrell met and highlighted the continued importance of the US-Australia Free Trade Agreement and development of the Indo-Pacific Economic Framework for Prosperity.

On 17 August 2022, the United States and Taiwan announced their broad objectives for new trade negotiations under the US-Taiwan Initiative on 21st-Century Trade. Notable objectives include trade facilitation, creation of strong regulatory practices, supporting small and medium businesses, removing discriminatory barriers, and addressing trade distortions like non-market politics and state-owned companies.

On 31 August 2022, the United States and Japan met in a second round of meetings regarding the United States-Japan Partnership on Trade, which aims to create consistent communication and collaboration over bilateral trade issues. The meeting covered issues of fair treatment of US products in Japan and transparency.

On 7 September 2022, USTR Tai and Korea’s Minister for Trade Ahn Dukgeun met to discuss the upcoming Indo-Pacific Economic Framework Ministerial as well as reaffirming cooperation for international economic and trade organizations.

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On 9 September 2022, the United States held the first in-person ministerial meeting of the Indo-Pacific Economic Framework (IPEF), hosting 13 member states. Discussions included improving fair and free trade, regulatory practices, and increased competition.

On 12 September 2022, United States and Mexican officials convened in Mexico City for the US-Mexico High-Level Economic Dialogue. The dialogues covered topics ranging from domestic issues and also highlighted the importance of strong and competitive North American trade and supply chains.

On 14 September 2022, USTR Tai and European Commission Executive Vice President Valdis Dombrovskis met during a meeting for G7 trade ministers. The ministers highlighted the importance of US and EU collaboration on the global trade of steel and aluminum as well as mutual participation in the Trade and Technology Council.

On 16 September 2022, the United States and Paraguay held the first Trade and Investment Council, in which ministers from each of the respective countries confirmed the importance of bilateral collaboration on trade issues. The ministers agreed to support the ease of trade, including the reformation of customs practices to reduce the cost of bilateral trade. Similarly, discussions on facilitating importation of Paraguayan meat and non-traditional agricultural goods into the United States were held. The countries also highlighted the importance of good regulatory practices and agreed to share information between government agencies.

On 21 September 2022, USTR Tai met with some G20 members to discuss possible reform to the WTO’s dispute settlement system. She highlighted the efficiency and lower costs that could be achieved through these reforms.

On 29 September 2022, Deputy USTR Sarah Bianchi met with leaders of Pacific Island nations to collaborate to increase trade. She announced that the United States will create a yearly trade dialogue with the Pacific Islands, and the United States will begin to research existing trade and economic conditions when designing any trade barriers, referencing sectors to boost trade with, and potential areas for improvement. The representative also stated that the United States will improve on the Generalized System of Preferences program to allow for greater input and collaboration with the Pacific Islands Forum to increase the region’s access to US markets.

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On 29 September 2022, USTR Tai met virtually with the United Kingdom’s Secretary of State for International Trade Kemi Badenoch. The ministers discussed commitment to US-UK bilateral trade and further collaboration on countering China’s economic coercion policies.

On 25 October 2022, USTR Tai and Indonesia’s Coordinating Minister for Economic Affairs Airlangga and Minister for Industry Agus discussed the continued importance of the US-Indonesia bilateral trade relationship and collaboration on certain issues. These issues included improvements in agricultural trading, regulatory practices, and technological goods trading.

On 30 October 2022, USTR Tai and European Commission Executive Vice President Dombrovskis discussed cooperation ahead of meetings such as the US-EU Trade and Technology Council. Issues discussed included economic coercion in Atlantic economies and challenges in the civil aviation sector.

On 1 November 2022, the United States and Ecuador established a Fair Trade Working Group and expanded negotiations to increase trade and trade fairness.

On 1 November 2022, USTR Tai met with various EU ministers and declared support and commitment to increase trade relations with EU member states in a way that is environmentally sustainable. The USTR emphasized commitment to reach meaningful results from the upcoming meeting of the Trade and Technology Council.

On 3 November 2022, USTR Tai and Kenya’s Cabinet Secretary for the Ministry of Investments, Trade and Industry Moses Kuria met to reaffirm commitment to expanding US-Kenya trade relations. The meeting also included topics such as the inclusion of smaller businesses in the economy and making transcontinental African trade more efficient.

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On 3 November 2022, USTR Tai and Mexico’s Secretary of the Economy Raquel Buenrostro held a meeting to discuss ongoing trade issues. The ministers highlighted the importance of maintaining US corn exports and improving regulatory processes for Mexican biotechnology products.2052

On 9 November 2022, US representatives concluded discussions with Taiwanese ministers regarding the future of bilateral trade. The two countries emphasized the importance of increasing trade, improving regulatory practices, avoiding market corruption and coercion, and improving market freedom for future negotiations.2053

On 9 November 2022, the United States and Ukraine agreed to continue efforts to support the recovering Ukrainian economy, including support for internal reforms in Ukraine to create a healthy market environment. The two countries also agreed to update trade negotiations as outlined in existing bilateral trade agreements.2054

On 14 November 2022, Deputy USTR Adam Hodge announced continued US support for the commitments laid out in the IPEF, which had its first in-person negotiations in December 2022.2055 The United States emphasized the importance of collaboration on key international trade issues such as digital trade and supply chains.

On 15 November 2022, USTR Tai met with government officials in Singapore to discuss the upcoming meeting for the Indo-Pacific Economic Framework. They discussed the importance of improving market access in the Indo-Pacific region and generally increasing economic cooperation between the two countries.2056

On 17 November 2022, USTR Tai and Papua New Guinea’s Minister for International Trade and Investment Richard Maru discussed the improvement of bilateral trade organizations.2057 The United States also discussed the new Pacific Islands Trade and Investment Dialogue, which aims to generally increase free trade and market access in the Indo-Pacific region.


On 17 November 2022, USTR and Japan’s Minister Hagiuda held a meeting to discuss the future of economic cooperation and Japan’s future role as the president of the G7. The representatives prioritized topics of economic security and eliminating non-market practices as well as environmentally sustainable growth.

On 18 November 2022, USTR Tai and Thailand’s Minister of Commerce Jurin Laksanawisit met to reaffirm support for bilateral trade between the countries. They upheld commitment to improving intellectual property laws and enforcement and participation in multilateral trade organizations like the Indo-Pacific Economic Framework.

On 18 November 2022, USTR Tai and China’s Minister of Commerce Wang Wentao held a meeting to connect on topics of bilateral trade relations. The ministers agreed to keep bilateral communications open, and the United States discussed its view of China’s participation in multilateral trade.

On 30 November 2022, representatives from the United Kingdom and the United States held a meeting for small and medium business representatives. The dialogue aimed to gather opinions on the expansion of bilateral trade in an inclusive and free manner, the facilitation of lower customs barriers, and increasing market access.

On 30 November 2022, USTR Tai and Canada’s Minister Ng discussed the close trade relationship between the countries and ongoing commitment to multilateral North American trade. They also discussed possible concerns on pending Canadian digital services legislation that could have a distortionary effect on the market.

On 1 December 2022, USTR Tai and Mexico’s Secretary Buenrostro discussed commitment to improving rule-based North American trade and regulatory processes. The representatives also emphasized the importance of slave labor-free trade.

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On 1 December 2022, the United States and Argentina held the third meeting of the US-Argentina Trade and Investment Framework.\textsuperscript{2064} The representatives from the countries agreed to continue ongoing dialogue about new trade and investment opportunities, and traded concerns on bilateral trade issues and created ideas to solve them. Both countries also emphasized adherence to agreements on strong regulatory practices.

On 4 December 2022, USTR Tai and European Commission Vice President Dombrovskis met during the first Ministerial Meeting of the Working Group with regards to large commercial aviation.\textsuperscript{2065} The representatives agreed to continue honoring prior commitments in the subject and fight against China’s non-market policies in the aviation sector. The representatives also discussed continued efforts to suspend tariffs resulting from disputes over large civil aviation.

On 5 December 2022, the United States and the EU held the United States and EU Tripartite Trade and Labor Dialogue.\textsuperscript{2066} The parties emphasized collaboration on continued economic growth and removing forced labor from supply chains.

On 5 December 2022, the United States and the EU held a meeting of the Trade and Technology Council. The representatives discussed WTO reform, the upcoming launch of the Transatlantic Initiative for Sustainable Trade, and cooperation on trade with Jamaica and Kenya to address supply chain vulnerabilities.\textsuperscript{2067}

On 5 December 2022, the Environmental Affairs Council of the United States-Panama Trade Promotion Agreement convened to discuss environmental protection, citizen involvement in environmental affairs. The Council also discussed the efforts against illegal trade and destruction of wildlife and lumber.

On 6 December 2022, the United States-Bangladesh Trade and Investment Cooperation Agreement met for the sixth time. Topics discussed included increasing market access and regulatory processes for agricultural goods, promoting labor rights, free and fair digital trade policies, and enforcement of intellectual property laws.\textsuperscript{2068}

On 8 December 2022, USTR Tai and Canada’s Minister of Labor Seamus O’Regan held a meeting to affirm free and fair labor practices. They highlighted the importance of forced labor-free supply chains and sustainable, worker-oriented bilateral trade policies.\textsuperscript{2069}


On 9 December 2022, Deputy USTR Hodge expressed concerns over the WTO’s conclusions on the steel trade dispute between the United States and China. He said that the WTO cannot handle national security issues through trade dispute settlements, and that it needs to be reformed to better combat the non-market policies of other countries.\(^{2070}\)

On 12 December 2022, representatives from the United States and Kenya met before the United-States Africa Leaders Summit. The representatives discussed the upcoming implementation of the United States-Kenya Strategic Trade and Investment Partnership and African trade integration.\(^{2071}\)

On 14 December 2022, USTR Tai held a series of meetings with African leaders during the second day of the US-Africa Leaders Summit. First, the Trade Representative met with the General Secretary of the African Continental Free Trade Area to sign a memorandum detailing the importance of continued communication and implementation of free trade resolutions. The United States also held meetings with various African leaders to discuss further integration of African trade with the US government.\(^{2072}\)

On 15 December 2022, the Office of the USTR and the Department of Commerce sent representatives to Australia for the first Indo-Pacific Economic Framework negotiation meeting. The representatives met with other stakeholders and affirmed their commitment to trade policy transparency throughout the negotiation process.\(^{2073}\)

On 16 December 2022, the United States and Mexico held a meeting to discuss issues around biotechnology trade and regulations. The United States argued against Mexico’s restrictions about the importation of biotechnologies for corn, and Mexican representatives added certain amendments to help resolve the issue. The United States agreed to review the amendments and shortly reach a resolution.\(^{2074}\)

On 20 December 2022, USTR Tai announced that the United States will expand its challenges to Canadian Dairy Tariff-Rate Quota Policies under the provisions of the USMCA. The United States claims that Canada has inconsistent criteria for calculating market share and is inhibiting dairy importers and new applicants.\(^{2075}\)

The United States has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. On strengthening international trade rules,
the US enacted a variety of actions, including the improvement and creation of new free trade agreements, and supporting proposals on WTO reforms. On fair and transparent competition, aside from verbal reaffirmations with its trading partners, the US also initiated its own dispute with Mexico under the consultation mechanisms of the USMCA.

Thus, the United States receives a score of +1.

*Analyst: Erin Mulazimoglu*

**European Union: +1**

The European Union has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard.

On 28 June 2022, the EU completed trade talks with New Zealand on a new bilateral free trade agreement. The agreement aims to create sustainable growth and trade between the countries.

On 30 June 2022, the Council of the EU announced a new regulation on foreign subsidies granted to EU companies. The regulation will examine such subsidies dating from five years prior to the new regulation and determine if the subsidy undermines fair competition. Then, member states will be expected to reduce these distortions, including fines on businesses.

On 5 July 2022, the European Parliament approved a resolution of guidelines to expect from EU-India trade talks. Some expectations include the banning of India’s “buy national” policies that limit imports, elimination of India’s technical certifications on certain goods, and fair agriculture trade. The Parliament highlights the importance of the potential trade agreement to be in accordance with other EU commitments like the Paris Agreement.

On 18 July 2022, the European Parliament Trade Committee held a meeting in Bangladesh to discuss the nation’s upgrade to the Generalized Scheme Plus status. If Bangladesh is approved for the program, it will have to begin paying duties on clothing exports as part of a market diversification initiative. Bangladesh’s role in the EU’s “Everything but Arms” trade preference agreement was also discussed. This agreement allows all non-weapon and ammunition goods to enter the EU tariff-free.

On 14 September 2022, European Commission Executive Vice President Valdis Dombrovskis and the United States Trade Representative (USTR) Katherine Tai met during a meeting for G7 trade ministers. The ministers highlighted the importance of US and EU collaboration on the global trade of steel and aluminum as well as mutual participation in the Trade and Technology Council.

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G7 Research Group
7 March 2023 (updated from 22 February 2023)
On 21 September 2022, the EU entered into a bilateral comprehensive economic agreement with Australia. The agreement aims to cover political and social issues as well as issues of economy and free trade. On 10 October 2022, the European Parliament passed new regulations to protect the EU against economic blackmail by other nations. These new regulations aim to prevent other nations by performing economic coercion on EU member states and take steps to help the member state recover from such instances.

On 17 October 2022, the Council of the EU released its conclusions following the Trade and Sustainability Review. The Council highlighted the importance of sustainable and free trade, the enforcement of agreements and rule-based order, and the role of multinational agreements.

On 24 October 2022, the Council of the EU adopted new customs regulations to facilitate the ease of international trade. The EU decided to implement a single window for customs, which allows for businesses to only have to submit documents to a single place. The Council claimed that this new system will “make clearance simpler” and increase trade security.

On 30 October 2022, Executive Vice President Dombrovskis and USTR Tai discussed cooperation ahead of meetings such as the US-EU Trade and Technology Council. Issues discussed included economic coercion in Atlantic economies and challenges in the civil aviation sector.

On 1 November 2022, the European Parliament Trade Committee sent a delegation to Kenya to discuss trade opportunities. In addition to the promotion of increased trade, the two sides discussed binding agreements on environmental protections and human rights.

On 1 November 2022, various EU ministers met with USTR Tai and declared support and commitment to increase trade relations with EU member states in a way that is environmentally sustainable.

On 16 November 2022, the EU member states agreed on their negotiating positions for new regulations to protect the EU against economic coercion. Under this proposed legislation, the EU can utilize open dialogue...
between nations and possible proportional trade restrictions to incentivize non-market policies. The Council of the EU asked for greater involvement in defining what actions and policies count as economic coercion.

On 28 November 2022, the EU Council announced its final approval for the new foreign subsidies regulation. This regulation investigates subsidies granted by non-EU states in order to detect possible market distortion and protect competitive trade.

On 30 November 2022, the EU and the United Kingdom announced provisional agreements in regards to the Withdrawal Agreement and the Trade and Cooperation Agreement. Under these new provisions, the EU outlined several defensive measures to use against the UK should the state ever violate the terms of the two agreements.

On 4 December 2022, Vice President Dombrovskis and USTR Tai met during the first Ministerial Meeting of the Working Group with regards to large commercial aviation. They agreed to continue honoring prior commitments in the subject and fight against China’s non-market policies in the aviation sector. The representatives also discussed continued efforts to suspend tariffs resulting from disputes over large civil aviation.

On 5 December 2022, the EU and the United States held a tripartite Trade and Labor Dialogue. The parties emphasized collaboration on continued economic growth and removing forced labor from supply chains.

On 5 December 2022, the EU and the United States held a meeting of the Trade and Technology Council. The representatives discussed World Trade Organization reform, the upcoming launch of the Transatlantic Initiative for Sustainable Trade, and cooperation on trade with Jamaica and Kenya to address supply chain vulnerabilities.

On 8 December 2022, the EU announced guidelines for the European Commission and the High Representative for Foreign Affairs and Security Policy to adopt with regards to upcoming negotiations with Tajikistan on the Enhanced Partnership and Cooperation Agreement. This upcoming bilateral trade agreement hopes to improve free trade between the EU and Tajikistan and promote sustainable, worker-oriented growth.

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On 14 December 2022, the EU and Thailand announced the signing of the EU-Thailand Partnership and Cooperation Agreement. The agreement aims to promote support between the nations and covers issues concerning international and bilateral trade.

On 14 December 2022, the EU and Malaysia met in Brussels to sign the new EU-Malaysia Partnership and Cooperation Agreement. The agreement covers a wide range of issues, including the promotion of continued dialogue and improvement of trade relations.

On 21 December 2022, the EU Internal Market and Consumer Protection Committee concluded meetings with Ireland concerning the EU-UK trade relationship post-Brexit. The representatives discussed customs issues due to Brexit, the free movement of goods between Ireland and North Ireland, and digital trade.

The EU has fully complied with its commitment to uphold fair and transparent competition in the global economy and to strengthen international rules in this regard. The EU has entered and discussed multiple bilateral free trade agreements. The EU has also vocalized its intent to promote free and fair trade and has created policies to reduce the cost and burden of international trade, thus reducing barriers to trade. Finally, the EU has implemented internal policies designed to prevent and recover from trade abuses.

Thus, the European Union receives a score of +1.

Analyst: Erin Mulazimoglu

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