# Trade in Services Agreement: Experience form other FTAs

SADC Mode 4 Workshop

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## Outline

#### COMESA

- Framework agreement
- Scheduling of commitments

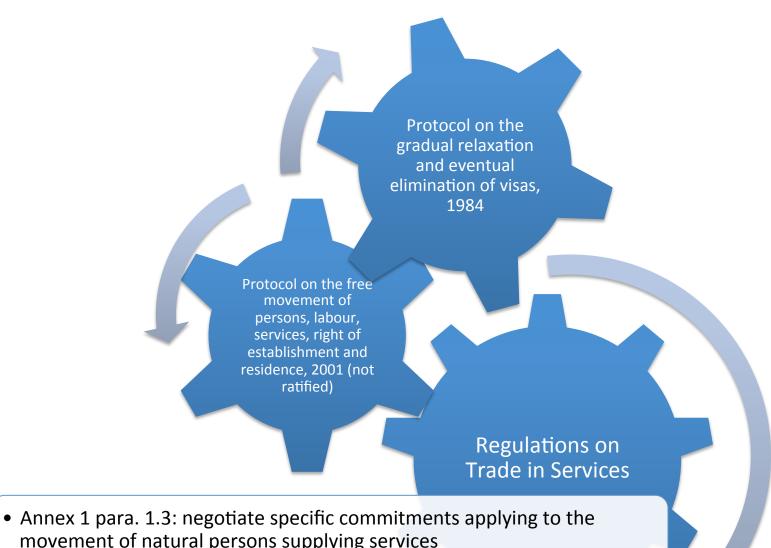
#### EAC

- Framework agreement
- Scheduling of commitments

### CARICOM

- Framework agreement
- Scheduling of commitments

### **COMESA:** Framework



- movement of natural persons supplying services
- Categories: Business Visitors, Intra-corporate transferees(ICT), Contractual Services Suppliers (CSS) and Independent Professionals (IP)

## **COMESA:** Liberalization targets

#### Quantitative restriction

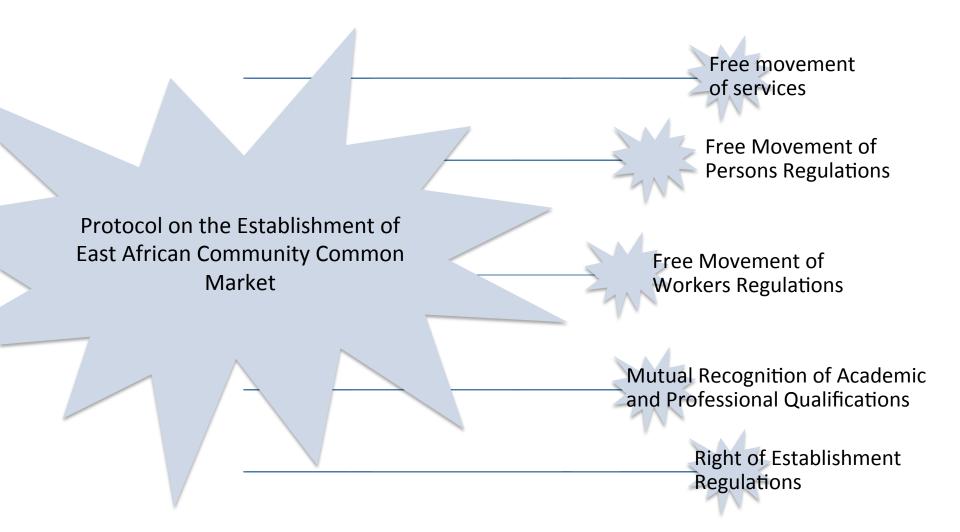
- Substantially reduced by half 2012 for IP
- Eliminated by 2015 for CSS
- Substantially reduced for ICT

#### **Economic Need Tests (ENT)**

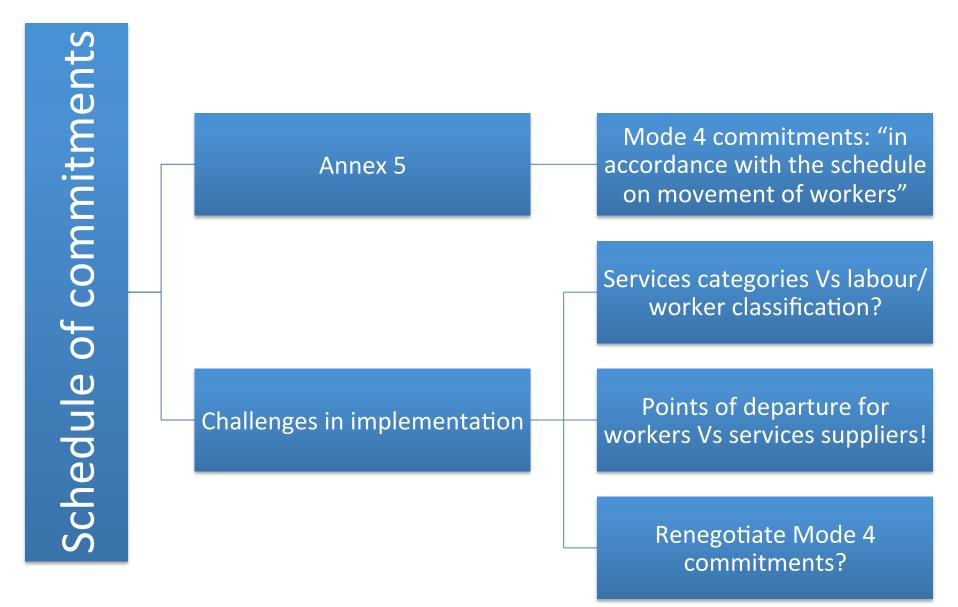
- Removed or substantially reduced for IP & ICT
- Eliminated by 2015 for CSS
- Otherwise, ENT should be applied on MFN basis

In case of ENT, provide details on: sectors and occupations, definition, criteria and conditions timeframe for phase out

## The EAC Framework



## EAC Cont.



## Overview of other Regional Groupings

A number of regional groupings deal with movement of business persons, but not solely, namely:

- -European Union (EU)
- -Australia –New Zealand Closer Economic Relations Agreement (ANZCERTA)
- -Economic Community of West African States (ECOWAS)
- -Caribbean Community (CARICOM)
- -North American Free Trade Area (NAFTA)
- -Association of Southeast Asian Nations (ASEAN)
- -Asia Pacific Economic Community (APEC)
- -South Asian Association for Regional cooperation (SAARC)



#### Main features:

- provide or aim for full labour mobility for citizens of participating countries
- freedom of movement of workers, allows persons to seek employment
- self-employed
   professionals or supply services on the same
   conditions as nationals

#### **CARICOM:**

- free movement of skills allows to take up employment without a work permit requirement
- 2. free movement to exercise the right to provide services

## Overview of other Regional Groupings (cont)

#### **NAFTA:**

- provide for market access for certain groups of business persons on a temporary basis
- access is in essence limited to four higher skills categories: traders and investors, intracompany transferees, business visitors and professionals
- labour market assessment/ tests are removed for all four groups
- Work permits are required for traders and investors, intracompany transferees and professionals, but not business visitors

ASEAN
Agreement on
Movement of
Natural
Persons

- facilitate the movement of natural persons engaged in the conduct of trade: in goods, services and investment

covers business visitors;
 intra-corporate
 transferees; and
 contractual service
 suppliers

**APEC, SAARC** 

- -focus on the facilitation of movement of business persons
- -a scheme that allows the holder for multiple short-term business entries, with stays of two or three months on each arrival

## **CARICOM**

 Part of the treaty establishing the CARICOM Single Market and Economy

## CARICOM expr. Cont.

- Types/categories of persons
  - University graduates
  - Artistes, Sports Persons, Musicians and Media
     Workers
  - non-wage earners, either as service providers and/or to establish businesses, incl. managerial, supervisory and technical staff
- Certificate of Recognition of CARICOM Skills Qualification