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The undersigned associations urge WTO members to support continuation of the Moratorium on Customs Duties on Electronic Transmissions at the WTO's Thirteenth Ministerial Conference (MC13).

Allowing the Moratorium to expire would be a historic setback for the WTO, representing an unprecedented termination of a multilateral agreement in place nearly since the WTO's inception – an agreement that has allowed the digital economy to take root and grow. All WTO members have a stake in the organization's continued institutional credibility and resilience, as well as its relevance at a time of unprecedented digital transformation.

Continuation of the Moratorium is critical to the ongoing COVID-19 recovery. As detailed by the United Nations, the World Bank, the OECD, and many other organizations, the cross-border exchange of knowledge, technical know-how, and scientific and commercial information across transnational IT networks, as well as access to digital tools and global market opportunities have helped sustain economies, expand education, and raise global living standards.

Continuation of the Moratorium is also important to supply chain resilience for manufacturing and services industries. Manufacturers – both large and small, and across a range of industrial sectors – rely on the constant flow of research, design, and process data and software to enable their production flows and supply chains for critical products.

The Moratorium is particularly beneficial to Micro, Small and Medium-Sized Enterprises (MSMEs), whose ability to access and leverage digital tools has allowed them to stay in business amidst physical restrictions and lockdowns. Failure to renew the Moratorium will jeopardize these benefits, as customs restrictions that interrupt cross-border access to knowledge and digital tools will harm MSMEs and the global supply chain – increasing digital fragmentation. As UNCTAD has explained, such fragmentation "reduces market opportunities for domestic MSMEs to reach worldwide markets, [and] ... reduces opportunities for digital innovation, including various missed opportunities for inclusive development that can be facilitated by engaging in data-sharing through strong international cooperation. .... [M]ost small, developing economies will lose opportunities for raising their digital competitiveness."

The risks of ending the Moratorium have been discussed in recent publications by the International Monetary Fund, OECD, World Bank, United Nations, and WTO, and by think-tanks in India, Indonesia, Switzerland, Belgium, and around the world. As the OECD has explained, "[t]he overall revenue implications of the Moratorium are small , [t]ariffs on electronic transmissions would hit low-income country trade the most... Smaller and women-owned firms could be most impacted Other reports predict greater GDP losses due to potential implementation of retaliatory duties and note that goods and services taxes (GST) / value added taxes (VAT) are preferable to tariffs both from the perspectives of revenue collection, economic efficiency, and administrability. Countries that impose such duties also face longer-term harms due to a less predictable investment climate, reduced foreign direct investment, and reduced access to knowledge, information, and digital tools needed by local workers, artists, patients, students, consumers, and other constituents.

Finally, at a time when the G20, seeking to establish "a more stable and fairer international tax system," has formally endorsed the OECD Inclusive Framework's Solution to Address the Tax Challenges Arising from the Digitalisation of the Economy, it seems unnecessarily disruptive for the WTO membership to abandon a foundational quarter-century old agreement regarding the treatment of electronic transmissions. We also note in this regard the G7 Digital Trade Principles, which state that "[e]lectronic transmissions - including the transmitted content - should be free of customs duties, in accordance with the WTO Moratorium on Customs Duties on Electronic Transmissions."

We therefore urge all WTO members to show strong leadership and support of the digital economy by supporting continuation of the WTO Moratorium on Customs Duties on Electronic Transmissions.

Sincerely,

























































































U.S.-Bangladesh U.S.-India







































- ACEA European Automobile Manufacturers Association
- ACTI Asociación Chilena de Empresas de Tecnologías de Información
- 3. AdvaMed
- Advertising Association 4.
- 5. Africa Cloud Association
- Africa Information and Communication Technologies Alliance (AfICTA)
- 7. AINAKI - Indonesia Animation Industry Association
- 8. Alianza del Pacífico
- Allied for Startups
- 10. American Chamber of Commerce in Australia
- 11. American Chamber of Commerce in Brazil
- 12. American Chamber of Commerce in Chile
- 13. American Chamber of Commerce in Indonesia
- 14. American Chamber of Commerce in Malaysia
- 15. American Chamber of Commerce in New Zealand
- 16. American Chamber of Commerce in Peru
- 17. American Chamber of Commerce in Singapore
- 18. American Chamber of Commerce in Spain
- 19. American Chamber of Commerce to the EU
- 20. AMETIC La Voz de la Industria Digital
- 21. ACT | The App Association
- 22. APPLiA 23. Asia Business Trade Association
- 24. Asia Cloud Computing Association
- 25. Asia Internet Coalition
- 26. Asia Pacific MSME Trade Coalition (AMTC)
- 27. Asia Pacific Services Coalition
- 28. Asociación de Internet MX
- 29. Asociación Latinoamericana de Exportadores de Servicios (ALES)
- 30. Associação Brasileira das Empresas de Software
- 31. Association of Competitive Telecom Operators (India)
- 32. Association of Equipment Manufacturers (AEM)
- 33. AusFilm
- 34. Australasian Performing Rights Association / Australasian Mechanical Copyright Owners Association (APRA AMCOS)
- 35. Australian Chamber of Commerce and Industry (ACCI)
- 36. Australian Information Industry Association
- 37. Australian Industry Group
- 38. Australian Services Roundtable
- 39. Autos Drive America
- 40. BDI Federation of German Industries
- 41. Belize Coalition of Service Providers (BCSP)
- 42. Bitkom e.V.
- 43. Brazilian National Confederation of Industry

- 44. British Chamber of Commerce Kenya
- 45. Broadband India Forum (BIF)
- 46. BSA | The Software Alliance
- 47. Business Alliance for Customs Modernization
- 48. Business Council of Canada
- 49. Business Europe
- Business Leadership South Africa (BLSA)
- Business NZ 51.
- **Business Roundtable**
- Business Unity South Africa (BUSA)
- 54. CAINCO Cámara De Industria, Comercio, Servicios Y Turismo De Santa Cruz - Bolivia
- 55. Câmara Brasileira da Economia Digital
- 56. Cámara Colombiana de Comercio Electrónico
- 57. Canadian Chamber of Commerce
- 58. Cámara de Comercio de Lima CCL
- 59. Cámara de Industrias de Costa Rica
- 60. Cámara de Infocomunicación y Tecnología (INFOCOM)
- 61. Canadian Services Coalition (CSC) 62. Cape Chamber of Commerce and Industry [S. Africa]
- 63. Caribbean Network of Services Coalition
- 64. Center for International Economic Collaboration (CFIEC) 65. The Chambers of Commerce of Ireland
- 66. Chamber of Digital Industry and Services of National Business Association of Colombia - ANDI
- 67. China Council for Promotion of Int'l Trade
- 68. China Semiconductor Industry Association (CSIA)
- 69. City of London Corporation
- 70. Coalition for Digital Prosperity for Asia
- 71. Coalition of Services Industries (CSI)
- 72. Computer and Communications Industry Association 73. Confederation of Danish Industry (DI)
- 74. Confederation of Finnish Industry (EK)
- 75. Confederation of Norwegian Enterprise (NHO)
- 76. Confederation of Swedish Enterprise
- 77. Consumer Technology Association (CTA)
- 78. Copyright Overseas Promotion Association (COA) 79. Costa Rican Chamber of Information and Communication Technologies (CAMTIC)
- 80. DIGITALEUROPE
- 81. Digital Trade Network
- 82. Dominican Republic Services Association
- 83. Ecommerce Forum Africa
- 84. Emerging Business Factory (Morocco)
- 85. ENGINE
- 86. Entertainment Software Association
- 87. EU-ASEAN Business Council

- 88. Eurochambres
- 89. European Chamber of Commerce in Indonesia
- 90. European Chamber of Commerce in Thailand
- 91. EuroCommerce
- 92. European Services Forum (ESF)
- 93. European Semiconductor Industry Association (ESIA)
- 94. Federation of Korean Information Industries (FKII)
- 95. Forum for Internet Retailers, Sellers & Traders of India
- 96. German Chamber of Commerce and Industry (DIHK)
- 97. German Emirati Joint Council for Industry & Commerce (AHK)
- 98. Global Data Alliance
- 99. Global Innovation Forum
- 100. Global Trade Solutions (South Africa)
- 101. Grenada Coalition of Service Industries (GCSI)
- 102. Hong Kong Coalition of Services Industries
- 103.India Electronics & Semiconductor Association (IESA)
- 104.INDIA SME FORUM
- 105.Independent Film & Television Alliance (IFTA)
- 106.Indonesia Services Dialogue (ISD)
- 107.Information Technology Industry Council (ITI)
- 108.Interactive Games and Entertainment Association
- 109. The International Association of Scholarly, Technical and Medical Publishers (STM)
- 110.International Chamber of Commerce (ICC)
- 111.International Generic and Biosimilar medicines

Association (IGBA)

- 112.IP Federation (United Kingdom)
- 113. Japan Association of New Economy (JANE)
- 114. Japan Business Council in Europe (JBCE)
- 115.Japan Electronics and Information Technology Industries Association (JEITA)
- 116.Japan Information Technology Service Industry Association (JISA)
- 117. Japan Semiconductor Industry Association (JSIA)
- 118.Japan Services Network (JSN)
- 119. Joint Foreign Chambers of Commerce in Thailand
- 120. Kenya Private Sector Alliance
- 121. Korea International Trade Association
- 122. Korea Semiconductor Industry Association
- 123. Korean Broadcasters Association
- 124. Korean Film Digital Distribution Association
- 125. La Chambre de Commerce d'Industrie et d'Agriculture de Saint-Louis (Sénégal)
- 126. La Conférence permanente des chambres consulaires et organisations intermédiaires africaines et francophones (Cpccaf)
- 127. Malaysian Service Providers Confederation (MSPC)
- 128. Malaysia Semiconductor Industry Association
- 129. MedTech Europe
- 130. Mexican Business Council for Foreign Trade, Investment and Technology
- 131. Mexican Chamber of Electronics, Telecommunications and Information Technologies (CANIETI)
- 132. Motion Picture Association (MPA)

133. Motion Picture Distributors Association of Australia

(MPDAA)

- 134. Motion Picture Producers Association of Japan
- 135. National Association of Manufacturers (NAM)
- National Association of Cinema Operators Australasia (NACO)
- 137. National Foreign Trade Council (NFTC)
- 138. National Retail Federation
- 139. New Zealand International Business Forum
- 140. Philippine Exporters Confederation (PHILEXPORT)
- 141. Professional & Business Services Council
- 142. Papua New Guinea Chamber of Commerce and Industry
- 143. Payments Leadership Council
- 144. Recording Industry Association of America (RIAA)
- 145. Saint Lucia Coalition of Services Industries (SLCSI)
- 146. Saint Kitts & Nevis Coalition of Services Industries
- 147. Semiconductor & Electronics Industries in the Philippines Foundation, Inc. (SEIPI)
- 148. SEM
- 149. Semiconductor Industry Association (SIA)
- 150. Screen Producers Australia (SPA)
- 151. SGTECH
- 152. Small Business and Entrepreneurship Council
- 153. SPADA NZ The Screen Production and Development Association
- 154. Singapore Business Federation
- 155. Singapore Semiconductor Industry Association
- 156. Sociedad de Comercio Exterior del Perú (ComexPerú)
- 157. Sociedad de Fomento Fabril (SOFOFA)
- 158. Taiwan Coalition of Services Industries (TWCSI)
- 159. Taiwan Semiconductor Industry Association (TSIA)
- 160. techUK
- 161. TECHNATION Canada
- 162. Technical Service Providers Association of South Africa
- 163. Technology Trade Regulation Alliance (TTRA)
- 164. Telecommunications Industry Association (TIA)
- 165. TheCityUK
- 166. The National Customs Brokers & Forwarders Association of America (NCBFAA)
- 167. Trinidad and Tobago Coalition of Services Industries
- 168. Unión Costarricense de Cámaras y Asociaciones del Sector Empresarial Privado (UCCAEP)
- 169. Uruguay: National Chamber of Commerce and Services
- 170. US-ASEAN Business Council
- 171. US-Bangladesh Business Council
- 172. US Chamber of Commerce
- 173. US Council for International Business
- 174. US-India Business Council
- 175. US-India Strategic Partnership Forum (USISPF)
- 176. US-Pakistan Business Council
- 177. US-South Africa Business Council
- 178. US Information Technology Office (China)
- 179. Vietnam E-commerce Association (VECOM)
- 180. World Information Technology and Services Alliance (WITSA)