Challenges and Opportunities of TFA implementation in LDCs

Buddhi Prasad Upadhyaya

Counsellor/DPR (Commerce)

Permanent Mission of Nepal to the UN, WTO and other International Organizations in Geneva

Email: buddhi57@yahoo.com

Outline

Major challenges

Some potential opportunities

Possible areas of cooperation

Major challenges

- ➤ Definitive date notification deadline (Category C: 22 August 2022)
- ➤ Meeting deadlines of implementing Category B measures: 10 LDCs (22 measures) shifted from Category B to Category C
- > Gaps in technical and financial support
- > Institutionalization of National Trade Facilitation Committee
- > Bridging digital gaps & linking domestic business with cross-border trade.
- > Insufficient trade infrastructure
- > Transit related challenges: automation and harmonization, informal obstacles
- > Capacity constraints of exporters to benefit from facilities in destination markets

Major Challenges ...

> Implementation of Category C measures especially in:

Border agency cooperation Single window Authorized operators

Risk management Test procedures Advanced ruling

Enquiry points Electronic payment

- ➤ Effective matching of cooperation between donors and LDC members (significant additional support from DPs: resource, technological, institutional & human CB)
- ➤ Meeting notification obligation regularly
- > LLDCs facing further difficulties (insufficient trade and ICT infrastructure)
- > Harnessing potential benefits (2/3 benefits to go to the developing and LDCs)

Potential Opportunities

- > LDCs fully committed to TFA implementation: Most notification obligation fulfilled
- ➤ Working on Category C measures (to notify the definitive dates)
- ➤ LDCs shifting from Category C to B (5 members, 18 measures including 11 by Nepal)
- > Technical assistance requirements & periodic review report: good basis to proceed
- > Linking TFA implementation with national development process: support from DPs
- > Development partners' willingness to work in TFA implementation
- > Positive multiplier impacts: NTFC, Customs reforms, E-governance, infrastructure
- > Possibility of export promotion: harnessing estimated benefits

Possible areas of cooperation

- > LDCs' notification on Categorization of measures: platform for partnership
- Notification on technical assistance requirement, basis to proceed: support needed especially in: a) Human resources and training, b) Legislative and regulatory framework, c) ICT, d) Infrastructure and equipment, e) Awareness raising, f) Institutional procedures, g) Diagnostic and needs assessment etc.
- > Support in bridging digital divide: possible expansion to business community
- > Implementation of Category C measures: joint responsibility, mobilization of additional support needed from donors

THANK YOU

