

# EU Civil Society Dialogue Conference 19-20 October 2006

# Business Opportunities in Russia: Post WTO Accession

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- EU-Russia Bilateral Ag: May 2004
- US-Russia Bilateral Ag: Jan 2007???
- Multilateral Working Party: 1st Sem. 2007???
- Douma Ratification: Summer 2007???
- Likely date of accession: mid to late 2007





### **Challenges for RU WTO Accession for EU**

- Dual pricing of energy/feedstock
- Export taxes/restrictions
- Dual pricing of railway tariffs
- Siberian overflight charges
- Technical regulations: ICT/SPS
- Licensing of alcoholic beverages
- Customs fees increasing
- Codification of IPR legislation





#### **Russia: Better in or out?**

#### Positive:

- Only major economy outside WTO
- Need Russia in international economic system

#### Negative:

- Need implementation of WTO rules
- New regulations must be WTO compatible
  OVERALL BALANCE: <u>POSITIVE</u>





# **UNICE Position on Russian Accession**

### 1. RESOLVE FINAL ECONOMIC ISSUES

#### 2. RAPIDLY CONCLUDE ACCESSION

#### 3. ENCOURAGE RUSSIA: IMPLEMENT WTO RULES





- LOWER TARIFFS
- FEWER TRADE RESTRICTIONS (QUOTAS)
- IMPROVED CUSTOMS RULES
- MARKET OPENING FOR SERVICES
- BIGGER INVESTMENT OPPORTUNITIES
- BETTER IPR PROTECTION





#### **EU-RUSSIA: New Strategic Partnership**

- 1. WTO ACCESSION
- 2. START POST-PCA NEGOTIATIONS
- 3. STRATEGIC COOPERATION TREATY
- 4. EU-RUSSIA COMMON ECONOMIC AREA





### **Future of EU-Russia economic relations**

- Options for post-2007/PCA era
- Many problem areas: cross-border investment, energy, tariffs, NTBs, export restrictions
- How to solve them?
- WTO Accession/Common economic area

## NEED A BALANCE BETWEEN EU & RUSSIAN ECONOMIC INTERESTS





- Statements/positions on EU-Russia relations
- Missions to Moscow: Govt and Business
- Joint declarations/activities with Russian business (RSPP/IRT)
- Active participation in EU-Russia Business
  Summits (IRT/BCC)





## **UNICE Cooperation with Russian Business**

#### **Partnership with RSPP**

- Main business organisation in Russia
- Joint work on future trade & inv. ag.
- Support for EU-Russia IRT (23 Nov. Helsinki)
  - position on trade & Inv. treaty

