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Sixteenth session of the SPECA Working Group on Trade

SPECA Principles of Sustainable Trade

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SPECA Principles of Sustainable Trade: Overview



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- **Were adopted on 19 November 2019**
at the 14th session of the SPECA Governing Council in Ashgabat, Turkmenistan
- **Comprise 20 principles**
at the nexus of sustainable development and trade
- **Aim at supporting the achievement of the UN SDGs**
driving a transition to an inclusive, green and circular economy that benefits from and enhances trade opportunities
- **Are available at**
[https://unece.org/fileadmin/DAM/SPECA/documents/gc/session14/Principles of Sustainable Trade Trade English.pdf](https://unece.org/fileadmin/DAM/SPECA/documents/gc/session14/Principles_of_Sustainable_Trade_Trade_English.pdf)



SPECA Principles of Sustainable Trade: Content in a Nutshell



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Three objectives are:

- Green: support for a green economy
- Social: fostering employment and decent work
- Economic: promoting overall efficiency, export diversification, value addition.



Policy tools include:



























- Expanding national sustainability standards
- Encouraging investment and financing
- Facilitating e-commerce
- Eliminating distorting subsidies
- Promoting international and regional trade frameworks and the multilateral trading system.

Policy areas include:

- Promoting export diversification and value addition
- Increasing resource and energy efficiency
- Enhancing food security
- Improving waste management
- Supporting SMEs, including women-owned businesses
- Cultivating new ethics.

SPECA Sustainable Principles of Sustainable Trade and the UN SDGs



Area	SPECA Principles	SDGs
Increasing resource and energy efficiency	1, 3	   
Promotion of export diversification and value addition	1, 2, 3, 5, 8	 
Investing in food security, encouraging waste management (including food waste)	10	  
National sustainability standards	4, 13, 14	 
Encouragement of investment, including through PPPs and other financial instruments to support innovative production and sustainability	2, 7, 15, 17	   
Supporting employment, SMEs and women-owned businesses	6, 16, 20	  
Facilitating e-commerce for inclusion	13, 19	  
Promoting international & regional trade frameworks	4, 7, 11, 12	 
Cultivating new ethics	18	
Eliminating distorting subsidies	9	 

UNECE Project: Timeline and Main Steps



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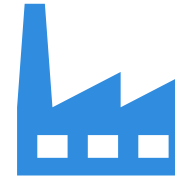
6 SPECA countries



6 national consultants



Dozens of laws and policies reviewed



Dozens of national, sectoral & company examples



75 respondents interviewed

1. Concept Developed

October 2020

2. National Studies and Surveys

October 2020 – February 2021

3. Summary Report

Ongoing

Possible next steps could include:

- National & regional consultations
- Identification (filling) of biggest research gaps
- Revision of summary report
- Identification of priority sectors for action
- Development of action plan/roadmap (including for sharing of experiences and building of capacity)
- Mobilization of donor support...

Draft UNECE Report: Outline



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SPECA Principles

- SPECA Principles and UN SDGs
- Countries' Performance
- Awareness

Economic Outlook

- Main Economic Indicators
- Trade Patterns in the Sub-region

Legal Framework

- Comparative Perspective
- Breakdown of Principles by Issues, Sectors, Policy Areas and Tools

The Way Forward

- Five Sectors as Entry Points for Discussion
- Conclusions and Recommendations

Draft UNECE Report: Initial Findings



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Overall Takeaways:

- **Tremendous potential to harness the power of trade** for a transition to more sustainable and circular economies
- **However:** Important to ensure that sustainability **does not turn into barriers to trade**

Strategies and Policies

- Adopted in some SPECA countries, but their implementation is mostly at early state & needs support through tools & instruments

Awareness and Ethics

- Importance of raising awareness across the entire range of stakeholders
- Promotion of environmentally-oriented values & culture

Capacity-building and Data

- Better data required for informed decision making
- Capacity building & information sharing needed

International and Regional Cooperation

- UN, inc. RECs (ESCAP and ECE), OECD, WTO (Trade and Environmental Sustainability Structured Discussions (TESSD))
- The SPECA process, incl. WGs on Trade, on Innovation & Technology for Sustainable Development

Tools in the Spotlight: Examples



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UNECE Toolkit for Transparency & Traceability of Supply Chains

- To assert & verify claims about sustainable production in garment & footwear sectors
- Policy recommendations, implementation guidelines & info exchange standard
- Adopted at UN/CEFACT (April 2021)

UNECE Agricultural Quality Standards (incl. for Dry and Dried Produce)

- To facilitate export of agricultural produce
- Over 100 commercial quality standards used by: public and private sector (inc. electronic certificates, e.g. UNCTAD ASYCUDA)
- First int. stand. f. dried melons (2019), developed w. Central Asian Working Group

UNECE Tools for People First PPPs for the SDGs

- To help close the financing gap for sustainable trade & circular economy
- Evaluation Methodology to score infrastructure projects (PPP) & assess compliance w SDGs
- Guiding Principles (adopted), Evaluation Methodology to be adopted end Nov 2021
- Also to be presented in SPECA Economic Forum

UNECE UNDA Project to Accelerate the Transition towards Circularity in the UNECE Region

- Multi-agency 4-year project funded by UN DA
- Capacity-building project to support UNECE member States in the circular economy transition
- Activities include creation of stakeholder network, knowledge sharing, gap analysis

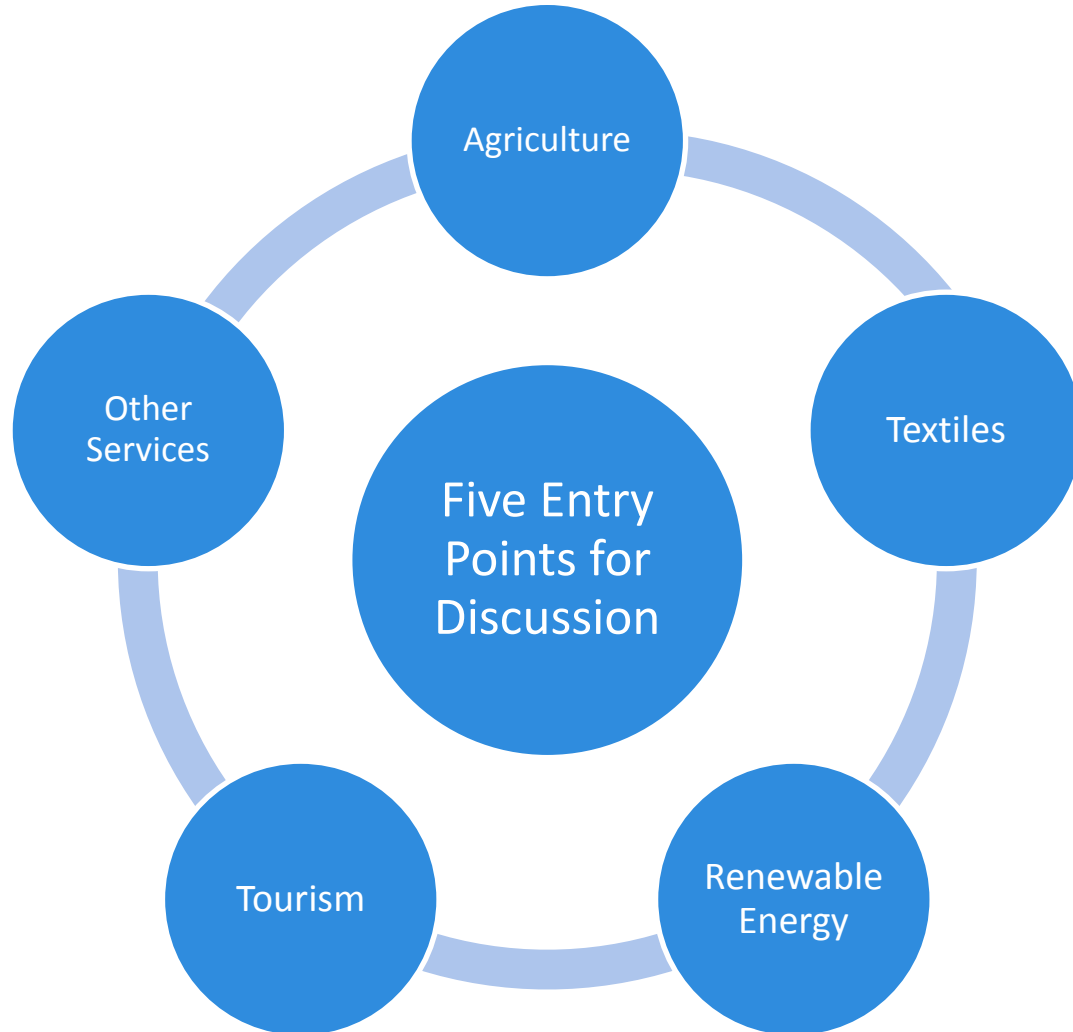
Over a dozen of tools mostly by UNECE, but also by UNCTAD and other UN agencies and organizations can offer concrete support for countries and economic actors to implement the SPECA Principles of Sustainable Trade.

Way Forward: 5 Entry Points & Possible Next Steps

to Facilitate Discussion on Scaling up Sustainable Trade in the SPECA Sub-region



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Possible next steps could include:

- National & regional consultations
- Revision of summary report (for 2022 SPECA meetings)
- Identification (filling) of biggest research gaps
- Identification of priority sectors for action
- Development of action plan/roadmap, including for sharing of experiences and building of capacity
- Mobilization of donor support...

SPECA Principles of Sustainable Trade: The Bigger Context



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Implementation of SPECA Principles of Sustainable Trade



WORLD TRADE ORGANIZATION



UN CLIMATE CHANGE CONFERENCE UK 2021

IN PARTNERSHIP WITH ITALY



UNITED NATIONS FOOD SYSTEMS SUMMIT 2021





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THANK YOU!