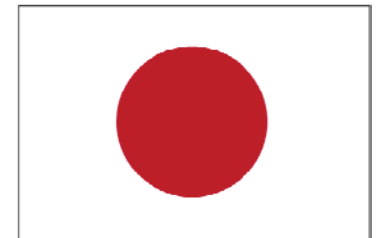


PECC 20th General Meeting 2011

Concurrent Sessions

**2. The Trans-Pacific Partnership:
Views from the Inside and the Outside**

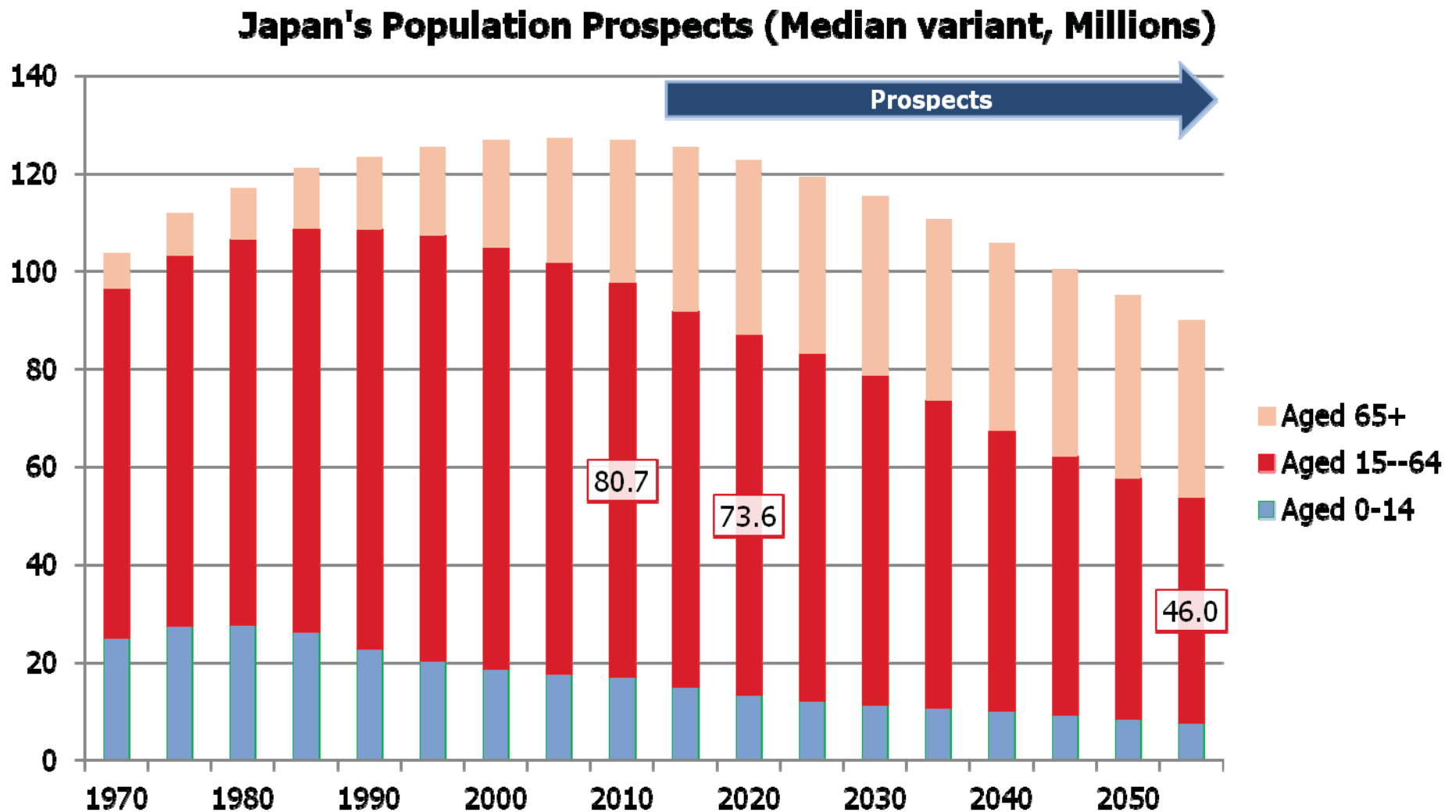
Views from Japan



March 4, 2011

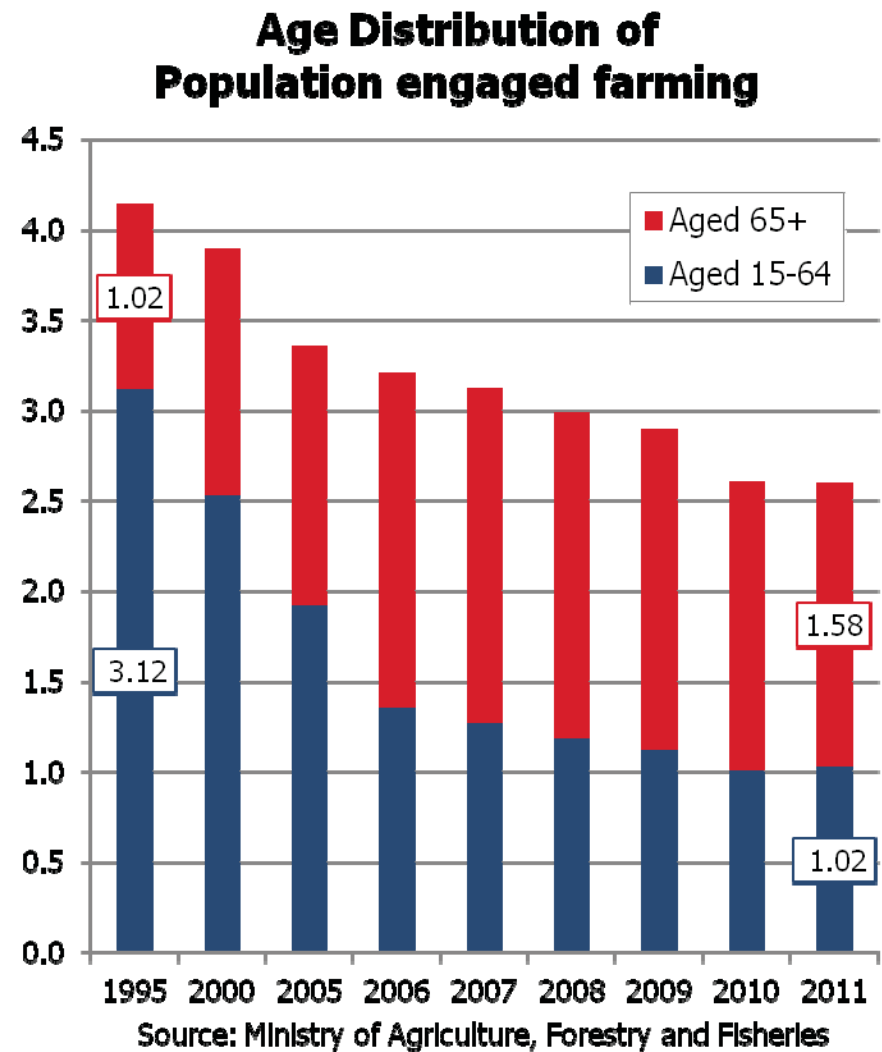
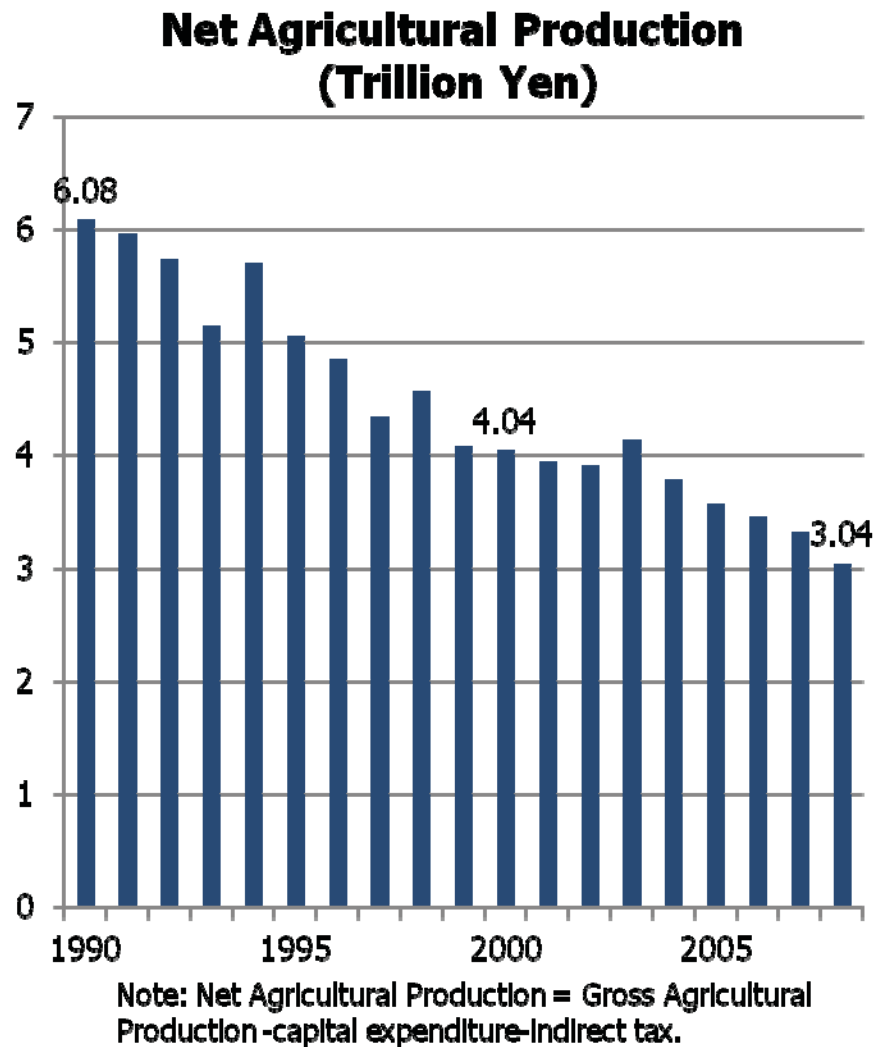
Takashi Imamura

1. Our Inevitable Future: Shrinking Population



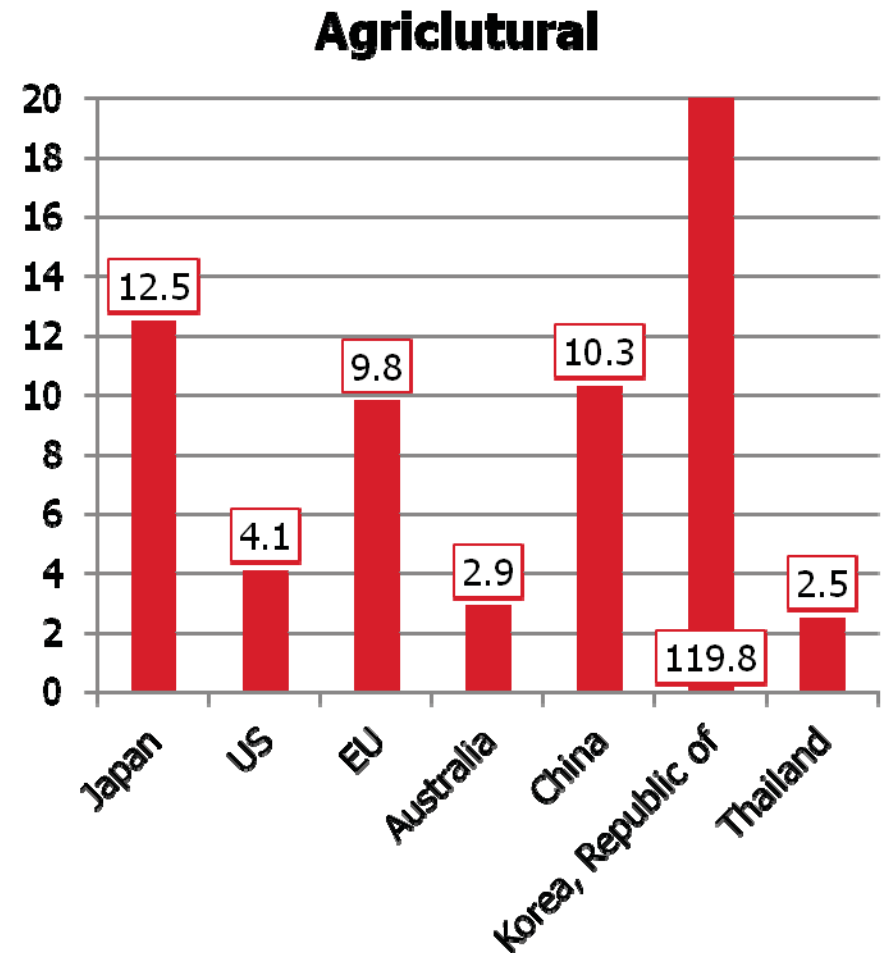
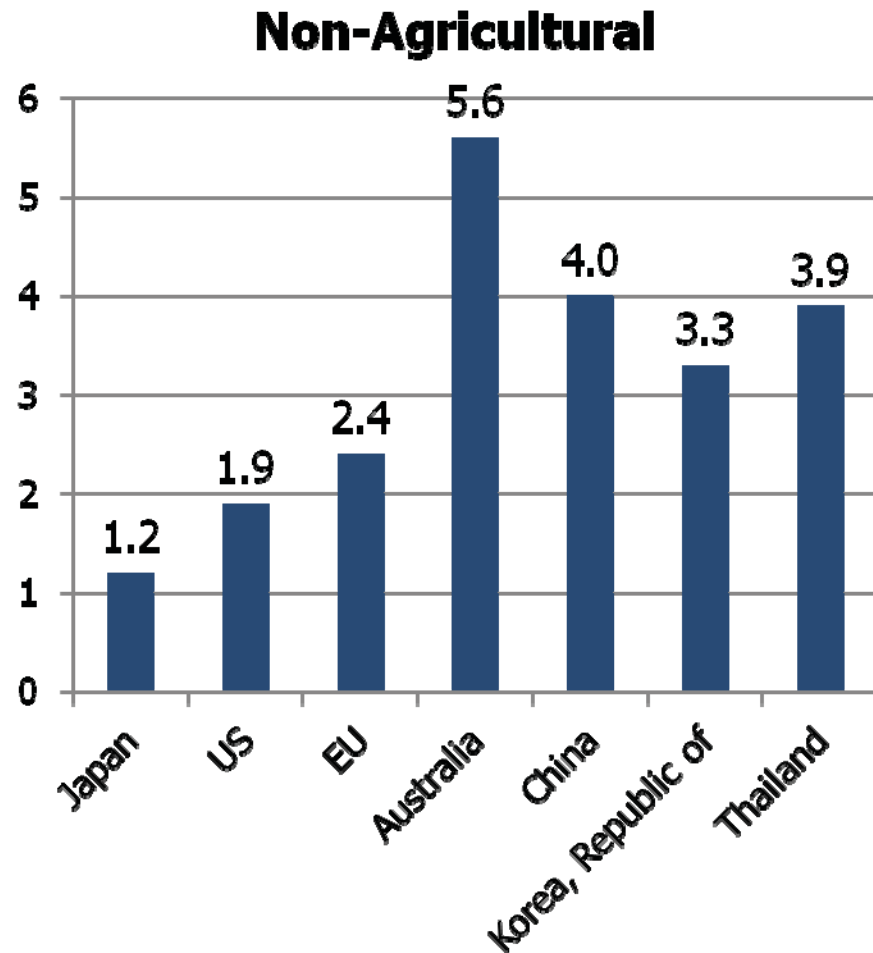
Source: National Institute of Population and Social Security Research, Japan.

2. Our Agricultural Sector: Shrinking but sensitive and powerful



3. Japan's tariff: Big Gap between industrial and agricultural

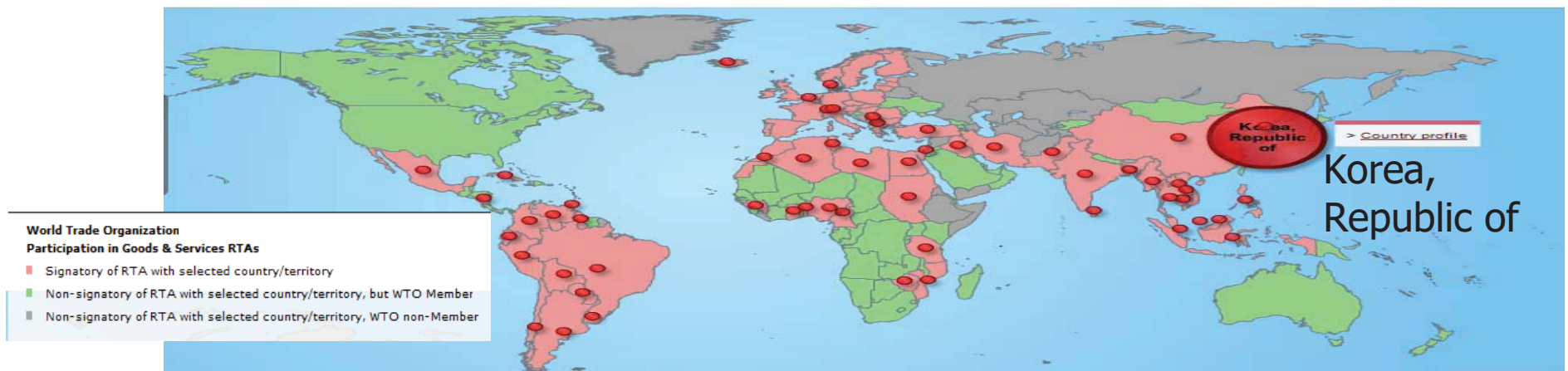
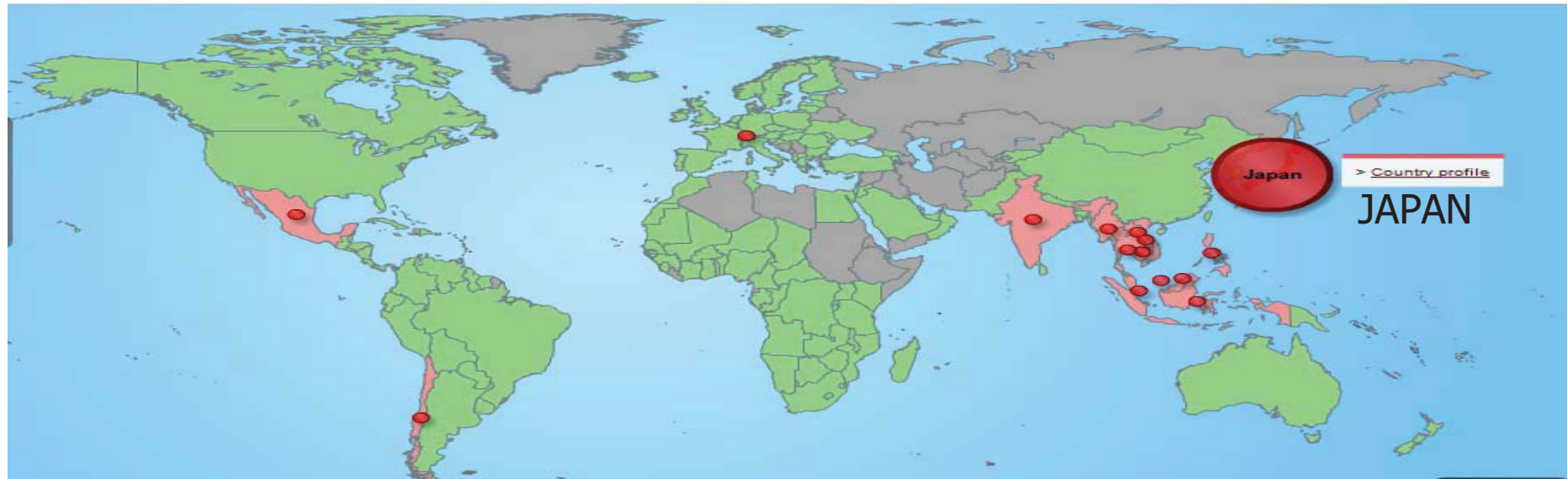
Tariff Rates (Trade weighted average)



Source: WTO, World Tariff Profiles 2010

4. Japan is getting behind in developing new trade agreements

Participation in Regional Trade Agreements



http://www.wto.org/english/tratop_e/region_e/rta_participation_map_e.htm?country_selected=JPN&sense=b

5. Japan is getting behind in developing new trade agreements

Ratio of trade with RTA partners to total trade volume (2009)

(%)

	RTAs in force	RTAs signed	RTAs under negotiation	No RTAs notified to WTO					
					CHINA	US	EU	JAPAN	Others
JAPAN	17.6	0.0	18.9	63.5	20.5	13.5	11.6	-	17.9
US	34.4	3.6	10.2	51.8	14.0	-	19.2	5.6	13.0
EU	73.9	0.9	7.3	17.9	4.5	5.4	-	1.4	6.7
CHINA	21.4	0.1	6.8	71.7	-	13.5	16.5	10.3	31.4
KOREA, Republic of	14.4	21.4	25.3	38.9	20.5	Negotiation	Negotiation	Negotiation	18.3

Source: Ministry of Finance, JAPAN; Ministry of economy, trade and industry, Japan.

6. Japan's concern: Wide gap between TPP and the FTAPP

JAPAN's Trade and FDI to APEC and TPP countries (Composition)
(%)

	Exports	Imports	FDI
APEC 20	74.5	65.9	59.0
TPP-APEC 9	25.7	24.5	<u>40.6</u>
Other-APEC 11	<u>48.8</u>	<u>41.4</u>	18.4
NON APEC	25.5	34.1	41.0

Source: METI, JAPAN