

# **EU and EAEU – Trade as growth factor**

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# EU and EAEU - Integration of integrations for more growth?



# Complimentary trading partners



## EU

- Industry
- Technology

## EAEU

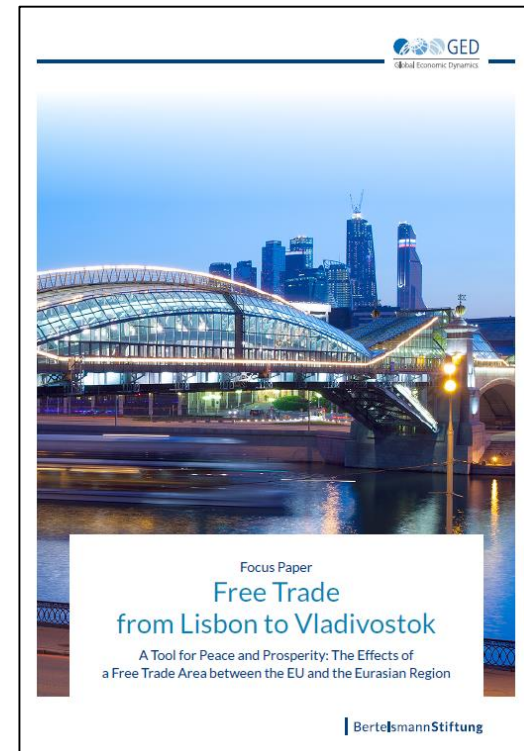
- IT knowhow
- Natural resources

# Integration: more trade

- Under a EU-EAEU-FTA:
  - Total export from EU would grow by 2%
  - Exports from EU to former SU by 63%
  - Total export from Russia would grow by 19%
  - Exports from Russia to EU by 32%

Source: ifo institut & Bertelsmann Stiftung, 2016

<https://www.cesifo-group.de> ; <https://ged-project.de/>



# New customs code 2018



Ø-customs rate: 6%

- E-customs declaration
- Automated risk assessment and release of goods
- Max. 4h for processing
- Documentation on request only



⇒ **Easier trade**

# Doing business in the region

Rank	RUS	BEL	UKR	KAZ	POL	GER
<b>2018</b>	<b>35</b>	<b>38</b>	<b>76</b>	<b>36</b>	<b>27</b>	<b>20</b>
<b>2010</b>	<b>120</b>	<b>58</b>	<b>142</b>	<b>63</b>	<b>72</b>	<b>25</b>

- Business climate is improving.
- Investors return to Eurasia, including Russia.

# Memorandum

“We ask the political actors in all countries of EU and EAEU to give the European Commission and the Eurasian Economic Commission respectively the mandate to **start an official dialogue on the harmonization of regulations.**”

## Memorandum

### on a Common Economic Space from Lisbon to Vladivostok

We, the signatories, share the vision of a Common Economic Space from Lisbon to Vladivostok. In order to achieve this, we ask the political actors in all countries of the EU and the EEU to give the European Commission and the Eurasian Economic Commission respectively the mandate to start an official dialogue on the harmonization of regulations. This dialogue should also respect the interests of all countries in Europe, which are trading partners of both economic areas. We see this commitment to a Common Economic Space as a clear statement against protectionism, a statement, which we believe is more important now than ever before.

#### Economic benefits:

- A dialogue on a far-reaching congruent application of customs procedures, common rules of certification, common technical standards, visa free travel and capital movement would contribute towards an economic upswing and increase the competitiveness of Europe and Eurasia.
- Simplified tax regulations, recognition of official documents and the harmonization of relevant jurisdictions could open the door to a common judicial area.
- Our Common Economic Space brings together countries with considerable raw material resources and countries with highly innovative enterprises. It also combines Western engineering knowledge and experience with the outstanding IT skills in the East, thus enhancing the “fourth industrial revolution” in the EU, EEU and in the countries in-between.
- An important factor for stronger economic cooperation is a common infrastructure. The East-West corridor needs to be developed further with common investments directed at strengthening connectivity. Simultaneously, an improvement of the conditions of transit would allow the EEU to function as a link between the EU and China, similar to China’s concept of its new Silk Road.
- Talks on a Common Economic Space shall eventually lead towards a free trade zone of more than 700 Million people in Europe and Eurasia.
- Analytical studies, for instance those of the Munich ifo-institute or the Vienna IIASA-institute, have already shed light on the distribution of economic advantages for the West as well as the East.

#### Political benefits:

- We believe that the proposed talks on a supranational level between the European Commission, representing 28 countries, and the Eurasian Economic Commission, representing five countries, is in the interest of all parties.
- The importance of a common space from Lisbon to Vladivostok goes beyond the economic facets. Built on the principles of the international law and OECD, a common humanitarian space, where people can travel without bureaucratic hindrances, creates peace and plays an important role to give new impulses to the current situation and further economic development.
- We believe in initiating steps that can already be taken now, in the short run, which will be useful to all countries involved and pave the way for the development of this mutually beneficial project.

Let’s talk now!

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Founding members:

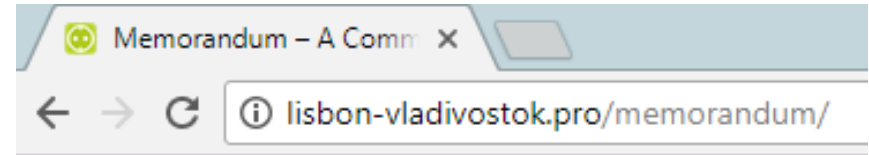
# Task forces

- 3 task forces are working:
  - ✓ customs procedures simplification,
  - ✓ technical regulation,
  - ✓ visa simplification
  
- Potential task-forces:
  - ✓ digitalization
  - ✓ energy markets



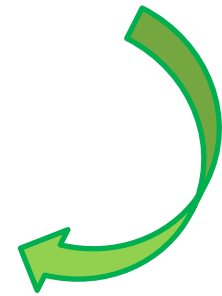


# Sign it online!



A Common Economic Space

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## Memorandum

Our Memorandum is the result of the working group's efforts voicing businesses' support for closer cooperation of EU and EAEU.

You can download the full text of the [Memorandum](#).

## Berlin Memorandum on a Common Economic Space from Lisbon to Vladivostok

russia  
ukraine  
belarus  
kazakhstan  
germany  
poland

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