

#### ASEAN MRA's Implementation Readiness to Support Global Trade

#### **GAIKINDO International Automotive Conference**

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ONE VISION, ONE IDENTITY, ONE COMMUNITY

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# 1. STANDARDS AND CONFORMANCE IN ASEAN

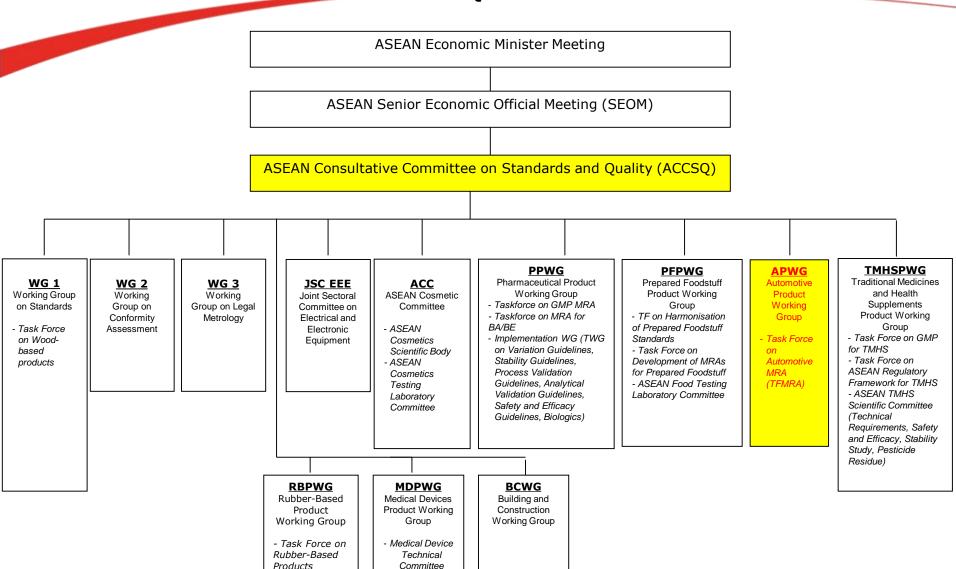


# ASEAN Consultative Committee for Standards and Quality (ACCSQ)

Established in 1992 to eliminate TBT related to Standards and Conformance.

- Information exchange on Laws, Rules, Regulatory Regimes on Standards and Conformity Assessment Procedures.
- Harmonization of standards, technical requirements and conformity assessment procedures (STRACAP)
- Mutual Recognition Arrangements (MRA)
- Single Regulatory Regimes
- Cooperation with Dialogue Partners
- Implementation of TBT chapter of ASEAN +1
   FTAs

#### **ACCSQ Structure**



#### Addressing Technical Barriers to Trade

Harmonisation of
Standards,
Technical
Requirements
and Conformity
Assessment
Procedures



Mutual
Recognition
Arrangements
(MRAs)



Development of Single Regulatory Regime

#### PIRORITY INTEGRATION SECTORS

# Agro-based products (prepared foodstuff) Healthcare products (Cosmetics, Medical Device, Pharmaceutical, Traditional Medicines and Health Supplements) Wood based products Automotive Rubber-based products Electrical and Electronic Equipment Building and Construction Materials

#### **Standards and Conformance**

#### **Measures to address Technical Barriers to Trade:**

#### 1. Harmonisation of standards and technical requirements

- Guided by ASEAN Guidelines on Harmonisation of Standards, and ASEAN Guidelines on Standards, Technical Regulations and Conformity Assessment Procedures (STRACAP)
- Based on international standards and practices.

#### 2. Mutual Recognition Arrangements (MRAs)

- Guided by ASEAN Framework Agreement on MRAs (1998), and ASEAN Guidelines on MRA.
- Recognition of conformity assessment results (testing, inspection and product certification). Competence criteria of conformity assessment bodies follows international standards and practices.
- 3. Development of single regulatory regime, Directive or Agreement for the Priority Integration Sector (PIS).
  - Unifies regulatory regimes in ASEAN.
  - Follows harmonised standards/guidelines and conformity assessment procedures.

#### Harmonisation of Standards and Technical

#### Requirements













#### **Standards**

- 119 Electrical and Electronic Equipment
- 64 ISO rubber-based standards
- 7 prepared food stuff
- Process on-going in other area, i.e., wood based, medical devices
- 8 EMC

Technical
Requirements /
Harmonised
Guidelines

- 10 Automotive
- 10 Health Supplements
- 9 Traditional Medicines
- 15 Medical Device
- 7 Pharmaceuticals
- 6 Prepared foodstuff
- 8 Cosmetics

#### Mutual Recognition Arrangements (MRA)

#### **Existing MRAs**

- ➤ ASEAN Sectoral MRA for Electrical and Electronic Equipment (2002)
- ➤ ASEAN Sectoral MRA for GMP Inspection of Manufacturers for Medicinal Products (2009)
- ASEAN MRA on Bio-Equivalence (BE) Study Report (2017)
- MRA on Inspection and Certification System on Food Hygiene for Prepared Foodstuff (2018)

#### **Forthcoming MRAs**

➤ ASEAN MRA on Type Approval for Automotive Products (for finalisation in 2019)

#### Regulatory Regimes / Agreements

#### **Harmonised Regulatory Regimes / Directives**

- Agreement on the ASEAN Harmonised Cosmetic Regulatory Scheme (2003) with ASEAN Cosmetic Directive
- ➤ Agreement on the ASEAN Harmonised Electrical and Electronic Equipment Regulatory Regime (2005)
- ➤ ASEAN Medical Device Directive (2014)

## Agreement on the Harmonised Technical Requirements (forthcoming)

- ASEAN Agreement on Regulatory Framework for Traditional Medicines
- ➤ ASEAN Agreement on Regulatory Framework for Health Supplements

# 2. ASEAN MRA's Implementation Readiness to Support Global Trade



#### **Beginning of APWG**



#### ASEAN SECTORAL INTEGRATION PROTOCOL FOR AUTOMOTIVES

The Governments of Brunei Darussalam, the Kingdom of Cambodia, the Republic of Indonesia, the Lao People's Democratic Republic (hereinafter referred to as "Lao PDR"), Malaysia, the Union of Myanmar, the Republic of the Philippines, the Republic of Singapore, the Kingdom of Thailand and the Socialist Republic of Viet Nam, Member States of the Association of South East Asian Nations (hereinafter collectively referred to as "ASEAN" or "Member States" or singularly as "Member State");

RECALLING the Declaration of ASEAN Concord II (Bali Concord II) issued in Bali, Indonesia on 7 October 2003, pursuant to which ASEAN is committed to deepen and broaden its internal economic integration and linkages with the world economy to realise an ASEAN Economic Community;

DESIRING that the ASEAN Economic Community will result in ASEAN becoming a single market and production base, turning the diversity that characterises the region into opportunities and business complementation to make ASEAN a more dynamic and stronger segment of the global supply chain;

NOTING that as a first step towards the realisation of the ASEAN Economic Community, the Leaders have signed the ASEAN Framework Agreement for the Integration of Priority Sectors on 30<sup>th</sup> November 2004 in Vientiane, Lao PDR (hereinafter referred to as the "Framework Agreement");

Note: As part of an effort towards establishing the **ASEAN Fconomic** Community (AEC), the **ASEAN Economic** Ministers (AEM) agreed to sign the ASFAN Framework Agreement for the Integration of Priority Sectors on 30th November 2004. The Protocol for Automotives on here is part of the Agreement.

NO.	MEASURES	IMPLEMENTING BODY	TIMELINE	
38	Provide visa exemption for intra- ASEAN travel by ASEAN nationals		2005	
χV	Human Resource Development			
39	Develop and upgrade skills and capacity building through joint trainings and workshops.	Senior Labour Officials Meeting (SLOM)	on-going	
	SPECIFIC	CISSUES		
Meas	ures to increase Intra-ASEAN Trade a	nd Investment		
XVI	Effective Implementation of AICO an	d CEPT Scheme CCCA and WGIC		
40	ASEAN member countries to consistently adhere to agreed tariff reduction program.	31 December 2005		
41	Involved more SMEs automotive vendors in AICO and CEPT Scheme.	30 June 2005		
42	Identifying current problems and approval criteria on AICO and CEPT		30 June 2005	
	in Automotive Industry and provide recommendations.		5	
XVII	Standards and Conformance			
43	Harmonise ASEAN safety standard for automotive operating in ASEAN to a common regulatory framework based on UN-ECE Regulation.	ACCSQ and ASEAN Automotive Federation (AAF) Technical Committee	2008	
44	Harmonise ASEAN emission and fuel property standard based on UN- ECE Regulation.		2008	
45	Study of current ASEAN practices on Standards and Conformance in Automotive sector and pursuing ASEAN Mutual Recognition Agreement, taking into consideration of the existing international and regional MRAs such as ILAC, APLAC MRA, IAF and PAC.	ACCSQ	2008	

Appendix 1 of the Protocol- Roadmap for Integration of **Automotive Products Sector**: Measures 43, 44, and 45 assigned the ACCSQ and AAF to harmonise ASEAN safety standards for automotive products based on UN-ECE Regs (now known as UN-Rs) and pursue an ASEAN MRA.

Timeline is indicative here when the Agreement was signed in 2004. After the signing, the ACCSQ formed the APWG to look into this with the AAF.

#### APWG's Progress in Technical Harmonization

N	Phase 1		Phase 2		Phase 3	
	Description	UNR	Description	UNR	Description	UNR
	Braking	R13	Reflex Reflectors	R3	Halogen Headlamps	R8
2	Braking System (M1, N1)	R13H	Rear Registration Plate Lamps	R4	Halogen Headlamps	R20
3	Seat	R17	Direction Indicators	R6	Rear Fog Lamps	R38
4	Head Restraint	R25	Front and Rear Positior Lamps, Stop Lamps, End-outline Marker	R7	Headlamp Cleaners	R45
5	Audible Warning Device	R28	Electromagnetic Compatibility	R10	Installation of Lightings	R48
6	Speedometer	R39	Door Latches and Hinges	R11	Specific Equipment of Vehicle Using LPG	R67
7	Noise (Motorcycle)	R41	Steering Mechanism	R12	Parking Lamps	R77
8		R46	Front fog lamp	R19	Side-marker lamps	R91
9	Sound emission ( Motor Vehicles having 4 wheels)	R51	Motorcycle Helmet	R22	Vehicle using CNG	R110
10	Steering System	R79	Reversing Lamps	R23	LPG and CNG Retrofits Systems	R115
11	. Seatbelt anchorage	R14	External Projections	R26	-	
12	Safety Glazing Materials and their Installation	R43	Driver operated control	R60		
13	Exhaust emission (Motorcycle)	R40	Filament Lamps	R37		
14	Exhaust Emission(HDV)	R49	Lights (L category)	R50		
15	5. Seatbelt	R16	Installation of Lights (L category)	R53		
16	(HDV)	R54	Protection Against Unauthorized Use (L category)	R62		
17	category)	R75	Braking (L category)	R78		
18	(LDV)	R30	Gas-Discharge Headlamps	R98		
19	(LDV)	R83	Gas-Discharge Light Sources	R99		
20			Headlamps	R112		
21	'-		Headlamps	R113		
22	2.		Rear View Mirrors (L category)	<u>R81</u>		

- Technical requirements of 51 UNRs segregated in 3 phases have been identified by APWG as commonly adopted standards among AMS for harmonisation.
- At the moment the top 10 UNRs in Phase 1, pending rectification by AMS, have been agreed as fully harmonised.
- 9 UNRs in Phase 1 with deviations and UNRs in Phase 2 are under deliberation by APWG in parallel.
- Roadmap for Phase 1 and 2 adoption will be further discussed in next 30<sup>th</sup> APWG Meeting (Nov 2019)

### 2019 Deliverables - Standards, Technical Regulations, and Conformity Assessment Procedures (STRACAP)

- 1. Finalising the ASEAN MRA on Type Approval of Automotive Products, is one of the deliverables in 2019 under ASEAN's STRACAP programme.
- 2. Once signed, and ratified (1 year after signing), the MRA for parts and systems approval with its annexed UNRs will be implemented.
- 3. All parts and systems under the annexed UNRs will be able to enjoy access to other AMS once it is being tested and approved by the Listed Technical Services.
- 4. The ASEAN Automotive Committee (AAC) will be established to implement the MRA.

#### Latest progress towards the implementation of the APMRA

- 1. The 28<sup>th</sup> APWG Meeting (October 2018) agreed to elevate the TFMRA to become the AAC and maintain the APWG to oversee the AAC.
- 2. The Terms of Reference (*ToR*) for the AAC to be finalised by the 30<sup>th</sup> APWG Meeting, tentatively scheduled for November 2019.
- 3. The *Draft Guidance Document for the Implementation of APMRA* (Part 1 –Introduction; Part 2 General Information on Automotive MRA; Part 3 FAQs; Part 4 Technical Aspects of the Implementation; Part 5 –Appendices) have been fully reviewed and being targeted to be finalised by end of 2019.
- 4. The APMRA is targeted to be finalised end of by 2019.

#### **Others**

- 1. While working on finalising the APMRA, the APWG is cognizant on the importance for the industry to follow global trend at the same time.
- TFMRA has been tasked by the APWG to look into the areas in which APWG could scope out from Smart Cities and Smart Manufacturing/IR 4.0 (eg. EV and AD) for consideration under the ToR of APWG.

#### **THANK YOU!**

