Institute for European Environmental Policy

Policy report

Enhancing the environmental credentials of EU Free Trade Agreements

The case for a holistic approach

Eline Blot – 8 June 2022



WHAT WE WILL DISCUSS

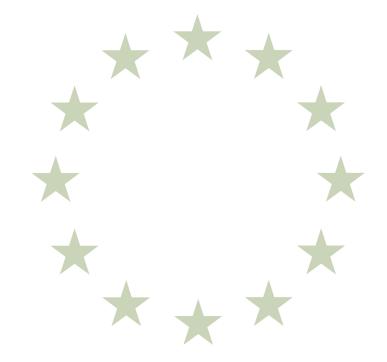






Context

- EU pledges to increase trade policy sustainability
 - Under European Green Deal
 - 2021 Trade Policy Review
- Pressure from civil society (e.g. EU-Merocsur)
- EU is a leader on SDGs globalley
- Yet, EU trade policy linked to negative external spillovers







General finding

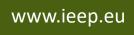
Conclusion: none of the reviewed EU FTAs provide fully adequate provisions for

protecting the environment:

- Neither in terms of mitigating negative impacts of trade
- Nor in terms of using trade to boost environmental sustainability

Although some agreements appear to be headed in the right direction,

no single existing trade agreement can yet be considered a 'gold standard'





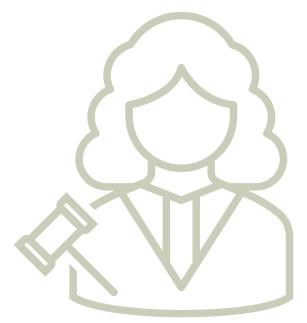


Trade & Sustainable Development Chapters

Finding: environmental performance of TSD Chapters lacking

Recommendations:

- 1. Pursue **tailor-made** provisions & commitments (e.g. targets and timelines)
- 2. 'Trigger' clauses in cases of failure to meet commitments
- 3. Make TSD dispute settlement process more **pro-active** & **outcome-oriented**







Sustainability Impact Assessments

Finding: underutilisation & variable treatment of environment

Recommendations:

- 1. Improve **quality** impact assessments
 - Provide sufficient resources
 - Foster co-ownership
 - Review the impact assessment guidance
- 2. Provide **transparency** as to how insights were taken up in the final FTA
- 3. Set up a **systematic process** for ex-post assessments









Stakeholder engagement

Finding: underutilisation of stakeholder expertise

Recommendations:

- 1. Engage **earlier** in EU Member States & trade partner countries
- 2. Stimulate discussion in smaller **thematic groups** & involve relevant DGs
- 3. Incentivise participation by establishing a **feedback procedure**







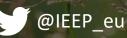


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Thank you for your attention

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