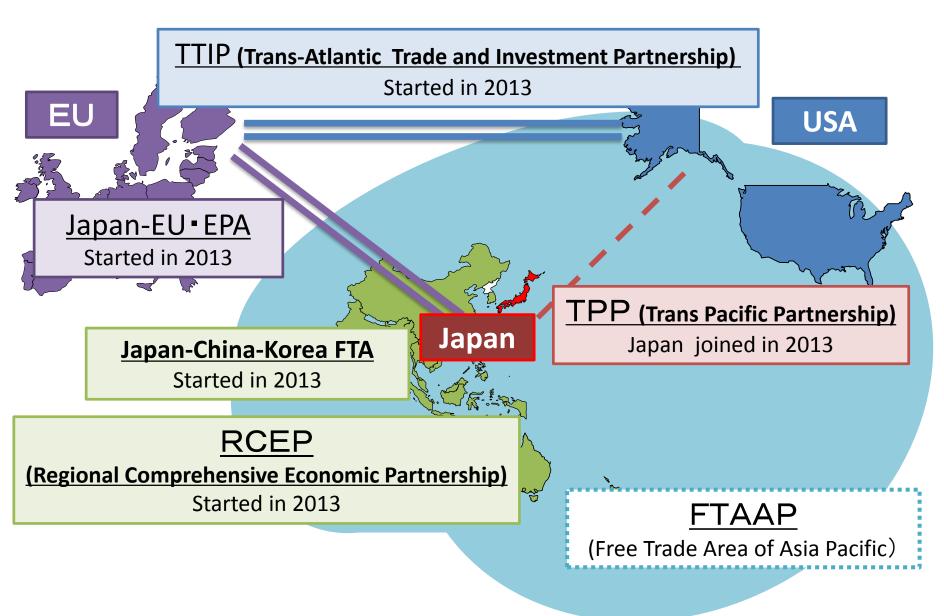
Accelerating "MEGA" FTAs Negotiations



Importance of Asia Pacific Region for Japan

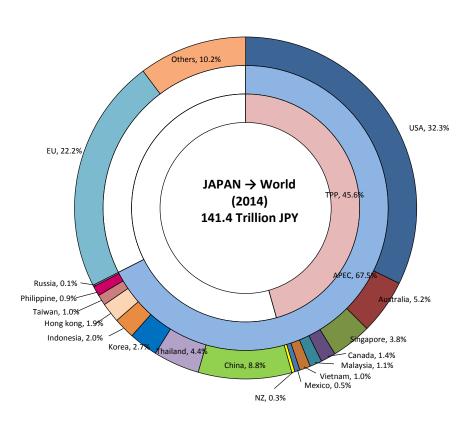
-APEC economies account for 77.5% of Japan's total export and 67.5% of Japan's Foreign Direct Investment Position.

Export from Japan (2014)

Others, 12.1% USA, 18.7% ÉU, 10.4% PP, 30.99 Singapore, 3.0% Russia, 1.3% Australia, 2.1% Japan→World Phillipine • (2014)Malaysia, 2.0% PNG, 1.5% Indonesia, 2 1% 73.9 Trillion JPY Vietnam, 1.7% Mexico, 1.5% Thailand 4.5% Canada, 1.2% NZ • Chile • Peru Hong kong, 5.5% Brunei, 0.7%

hina, 18.3%

Japan's FDI Outward Stock (2014)



• PNG= Independent State of Papua New Guinea

aiwan. 5.8%

•Taiwan, Hong Kong, and Macau are not included to China.

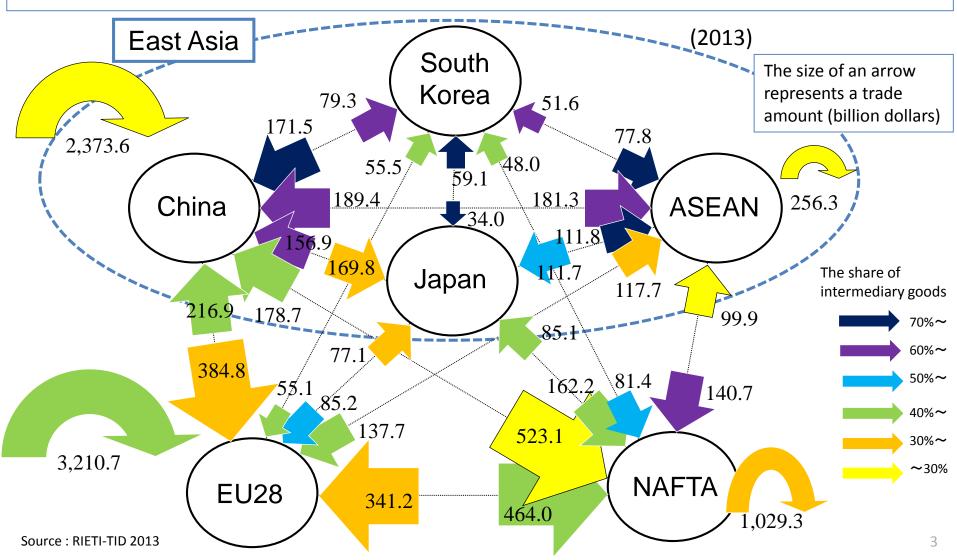
Korea, 7.5%

- Puerto Rico is not included to USA.
- •Exports to overseas territories and dominions are not included to Statistics.
- •Data Source: Trade Statistics(2012), Ministry of Finance(Except for re-export)

- •Except Peru, Chile, Brunei and PNG as their position is not published.
- Data Source: Direct Investment Assets (breakdown by Region) (Bank of Japan)

Supply Chain in East Asia

- Many intermediate goods are exported from Japan, South Korea and ASEAN countries to China, where these goods are assembled, and exported to huge markets including EU and NAFTA countries.
- It is important to conclude the economic partnership agreement which covers the supply chains constructed in East Asia.



Tariff Rate on Japan-Viet Nam EPA

Viet Nam (Japan-Viet Nam EPA : entered into force in 2009)			
Item	MFN tariff rate	Schedule of Concession on Japan- Viet Nam EPA	EPA tariff rate
Motor cycle	40 ~ 75%	Exclusion	40 ~ 75%
Truck	20 ~ 68%	Exclusion	20 ~ 68%
Bus	70%	Exclusion	70%
Passenger vehicle	59 ~ 70%	Exclusion or Re-negotiation	59 ~ 70%