

Comprehensive Economic Partnership Agreement EFTA-Indonesia

**→ of strategic importance for
Switzerland as an export nation**

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Indonesia: Large emerging market on 17,000 islands

Emerging markets will dominate the world's top 10 economies in 2050 (GDP at PPPs)

	2016	2050	
China	1	1	China
US	2	2	India
India	3	3	US
Japan	4	4	Indonesia
Germany	5	5	Brazil
Russia	6	6	Russia
Brazil	7	7	Mexico
Indonesia	8	8	Japan
UK	9	9	Germany
France	10	10	UK

 E7 economies  G7 economies

Sources: IMF for 2016 estimates, PwC analysis for projections to 2050

- 46 x CH area, 31 x CH population, 1.6 x CH GDP, 5 x CH growth...
- High **trade barriers** for Swiss exporters
- **EU** and **USA** still without a bilateral FTA
- Attractive **target market** and **hub** in Asia
- Indonesia is the world's largest **palm oil exporter**
- Currently 150 Swiss companies on site (approx. **50,000+ jobs**)

FTA brings substantial benefits for Swiss companies



- **Reduction of 98% of all import tariffs** in Indonesia (CHF 25 million annually)
- Advantages for **Swiss export industries**, e.g. chemicals, pharmaceuticals, MEM, watches, medtech, textiles, clothing, food...
- Important improvements in the protection of **intellectual property**
- Facilitation of **trade in services** (e.g. financial services, tourism, shipping)
- Strengthening legal certainty and transparency for **direct investments**
- Greater logistical flexibility thanks to **liberal rules of origin**
- Valuable **advantage in market access** over EU and US competitors

CEPA is of strategic importance for Switzerland

- **Strengthening framework conditions in economically difficult times**
→ with benefits for both sides
 - **Bilateral free trade agreements are becoming more important**
→ in view of protectionism, a blocked WTO and the need for diversification of economic networks, among other things.
 - **A No vote fundamentally questions Swiss foreign economic policy**
→ if not this comprehensive and sustainable agreement, then what?
 - **Open markets strengthen sustainable development**
→ Swiss companies make an important and active contribution to sustainable development - also through the FTA with Indonesia
- ➔ **A YES vote on 7 March 2021 is of great importance**

Thank you for your attention



For questions

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