

The Pacific Agreement on Closer Economic Relations Plus (PACER Plus) is a landmark trade and development agreement that aims to create jobs, raise standards of living and encourage sustainable economic development in the Pacific region.

What is the purpose of the agreement?

PACER Plus aims to strengthen economic growth prospects of the Forum Island Countries through:

- Targeted capacity building and strengthening export capabilities
- Improving access opportunities for doing business in the region
- Increasing the attractiveness of the region for trade and investment

Who are the partners to the agreement?

Eleven Pacific Island Forum countries are signatories to the agreement: Australia, Cook Islands, Kiribati, Nauru, New Zealand, Niue, Samoa, Solomon Islands, Tonga, Tuvalu and Vanuatu. All Pacific Island Forum members are encouraged to join in the future.

Why is the agreement important to Niue?

PACER Plus provides a valuable opportunity to deepen regional trade and economic integration in the Pacific, increasing regional trade, investment and labour flows and thereby growing the private sector, creating jobs and raising standards of living in the Pacific.

Labour Mobility Initiative

Alongside PACER Plus, the Parties concluded a Labour Mobility Arrangement (LMA) which provides a new platform for enhanced dialogue and regional cooperation on labour mobility. Australia and New Zealand have committed to funding an annual regional



meeting on Pacific Labour Mobility (the 'PLMAM'), which will become the principal forum for advancing regional labour mobility initiatives including:

- Building institutional capacity of agencies that manage labour mobility
- Promoting and improving current visa categories to facilitate greater circulation of temporary workers
- Tertiary vocational education and training; and
- Recognition of qualifications and registration of occupations
- Discussion of regional labour mobility priorities such as enhancing existing initiatives and exploring options for new areas of cooperation

The annual Pacific Labour Mobility meeting will provide an opportunity for Niue to address topics of interest including: managing its inflows of migrant workers and developing initiatives to serve their industry's needs. NZ will host the next PLMAM in late 2019.

Benefits to Niue

- New Zealand and Australia are offering over \$33 million in development and economic cooperation assistance for Pacific Island signatories
- Niue is one of the first countries to receive support under the new tourism market research and development initiative. This will deliver tools for accurately capturing tourism data, enabling improved design and investment in tourism initiatives.
- Attract investment and driving growth in key sectors in the Pacific such as tourism, transport and infrastructure.
- A new \$10 million Pacific Business Hub to grow and improve small and medium enterprises in the region and improve their market-readiness
- Improved Rules of Origin will reduce the amount of duty levied on exports to PACER Plus countries
- Reduced tariffs and red tape for exporters and investors, increasing the attractiveness of the region for trade and investment
- Commitments to affording protections to foreign investments will signal to investors that the Pacific economies are sound and stable environments to do business
- New Zealand and Australia have committed to invest 20% of its total Official Development Assistance in 'Aid for Trade' to support Forum Island Countries build their capacity to trade and attract investors

