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# the WTO as a global internet governance actor

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# situating the WTO in the GIG landscape

- certainly on the GIG institutional map
- but delineated competences / discourses
- less contestation
- impact of the WTO rules on actual IG processes
- the unlikely but influential GIG actor?





#### the WTO: basic tenets

- established in 1995; origins in the Bretton-Woods system and the GATT 1947
- 159 members
- regulates trade in goods and services, IP protection, as well as discrete fields, such as agriculture
- further reaching rules based on the principles of non-discrimination
- seeks opening of markets and sets limits to protectionism
- the 'jewel in the crown': the dispute settlement mechanism





#### IG relevant rules

#### the Information Technology Agreement (ITA):

covers 97% of trade in IT products; zero tariffs

#### GATS rules for telecommunication services:

- further reaching commitments
- Annex on Telecommunications and the Reference Paper: liberal regime for telecommunication networks and telecom services; competition-like rules

#### GATS rules for computer and related services:

- further reaching commitments; low barriers to trade and market access
- case law evolution





# WTO and digital trade: failed adaptation?

- the WTO E-Commerce Programme: great forward oriented thinking >> no action
- no agreement even on basic issues, such as that the WTO rules apply to trade online
- let alone more complex matters, such as classification: goods vs. services; telecom vs. audiovisual vs. computer-related services
- some compensation through the case-law
- venue shopping triggered





# venue shopping (i)

- direct or indirect solutions found in preferential trade agreements (PTAs)
- 11 US PTAs since 2002; spillovers of templates for e-commerce provisions in non-US PTAs
- emergence of specific trade regime tailored to digital products and services





### venue shopping (ii)

- trade in services chapters
  - negative list approach
  - dropping local presence requirements
  - dropping MFN exemptions
  - strengthened transparency
  - domestic regulation
- e-commerce cooperation pledges + 'deep' digital trade rules

(data and consumer protection; paperless trading; digital signatures)





# venue shopping (iii)

### IP chapters with ever increasing IG relevance

- evolution of the templates to include more digital copyright issues, such as rules on the limitations on liability of ISPs or online piracy prevention (e.g. KORUSFTA)
- increased level of IP protection and enforcement in cyberspace – export of US domestic standards
- TRIPS→WIPO Internet Treaties→DMCA→PTAs + (ACTA/SOPA/PIPA type of rules)





# summing up (i)

#### overall trends discernible

- PTAs address the unresolved e-commerce issues under the GATS: digital IP bias; IP chapters copy high domestic standards of protection
- digital trade not so much about market access but about interfacing domestic regimes, so as to provide interoperability and some certainty
- anticipating the grand new trade deals (TTIP and TPP)
- value of international economic law (if not through the WTO) increased for GIG





# summing up (ii)

#### recent trends

- new IG related barriers to trade (localization requirements, domestic privacy and IP rules)
- digital trade as trigger for WTO reform:
- Trade in Services Agreement (TISA)
- ITA II
- US-EU common principles for e-commerce
- trade venues as GIG: less political controversies; bargaining across sectors; asymmetrical power deals