Annex 12. APEC Seminar on Trade in Services: Highlights of Day 1 (February 9, 2010)

APEC Seminar on Trade in Health Services:

Highlights of Day 1 (February 9, 2010)

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Topics

- o Frameworks (Ms. Karin Timmermans,
 - General Agreement on Trade in Services
 - Trade in Health Policy Took Kit
- Linkages (Prof. Amir Mahmood)
- o Trade facilitation (Prof Mahmood, Dr. Loke Wan Chiong, Mr. Ruy Moreno)
 - Cross-border Tele-health
 - International Medical Travel

Critical Issues and Challenges

Frameworks

- Complexity of GATS and toolkit (framework not self-explanatory)
- Lack of capacity to understand and assess:
 Trade-offs between efficiency and equity

 - Benefits from trade as an exchange process and not as profit vs loss process Impact of trade liberalization on public health

 - Separability of issues in trade in health-related goods and services (diagnostic tool) while at the same time recognizing interdependence
- Measurement issues (i.e. definition of terms, data limitations, indicators to be used)
 - For example, cost competitiveness data may not be comparable
 - Comparative advantage (national level competitiveness) is different from competitive advantage (facility level)
- Lack of safety nets to address issues on ethics, equity and standards

Linkages

Modes are not "perfect substitutes" for one another... second-best outcomes are conceivable

Medical tourism will not completely solve massive migration of health professionals

Important to identify and develop the channels through which the key mode enhances trade via other modes

ICT policies in aid of tele-health development

- Air transport and immigration policies to support mobility of international medical travel
- $\circ\,$ Maximise cross-sectoral positive externalities and minimise the negative ones
 - Foreign investments in healthcare facilities lead to technology transfer, higher standards, better skills, better image and reputation
 - These effects then translate to increased income streams from international medical travel, tele-health exports

Trade Facilitation

- o Lack of capacity to handle liabilities and
- o Issues with standards (e.g ethics, quality, accreditation)
 - Lack of resources to develop, improve and monitor and regulate standards
 - · Lack of mutual recognition of standards and resources to comply with agreed standards
- o Lack of region-wide mechanism to facilitate portability

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Challenges for APEC

- Capacity-building among public health ministries
- Greater interaction between public health and trade sector especially in implementing the diagnostic tool
- Development and mutual recognition of standards
- Development of complementary policies in aid of maximizing benefits from positive linkages among modes of trade

Thank You!