

ASEAN-Japan Economic Cooperation 2022

The 28th AEM-METI CONSULTATIONS

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ASEAN-Japan Economic Resilience Action Plan ~July 2020~

I. Sustaining the close economic ties developed by ASEAN and Japan

- Affirm that ASEAN-Japan worked very closely on various crises in the region.
- Overcome the economic challenges through continued and close collaboration.

II. Mitigating the adverse impact of COVID-19 on the economy

- Make utmost efforts to prevent stagnation of economic activities
- Provide essential goods to the global market.
- Encourage the use of digital technology

III. Strengthening economic resilience

- Realize resilient supply chains to achieve a better balance of risk management and cost competitiveness.

Looking ahead to Post COVID-19

Asia Energy Transition Initiative (AETI) ~May 2021~

ASIA-Japan Investing for the Future Initiative (AJIF) ~Jan 2022~

1. Offer effective solutions to the **reality** faced by ASEAN countries
 2. Create foundations for **sustainable** economic societies, using **innovation** of the **private sector** to the maximum extent
 3. **"Co-create"** the region's future through collaboration with local businesses and partnerships **between ASEAN countries and Japan**
- Strongly promote **new future-oriented investment ("Future Investment")**

Examples of Progress and Updates on Japanese Cooperation in ASEAN

【Government】

Promoting ASEAN & Japan collaboration

- With the addition of 28 new projects, a total of 68 projects were supported to **solve social challenges through utilization of digital technologies.**
- So far a total of 103 projects have been adopted for **strengthening supply chain resilience.**

Promoting business in ASEAN

- Held the ASEAN-Japan Business Week 2022 to raise awareness of ASEAN's potential among Japanese companies and **push overseas business expansion to ASEAN.**

Promoting RCEP

- Comparing the **number of certificates of origin issued** in the first 6 months after the EIF of all Japan's EPAs, **the most were issued for RCEP.**



【Private Sector】

Healthcare

- **Sumitomo Corporation** entered the **Managed Care** Business in Vietnam by investing in the Insmart Joint Stock Company of Vietnam.
- **Mitsui & Co.** plans to build a **healthcare data business** in Asia through partnership with IHH Healthcare, one of Asia's largest private hospital groups.

Sophistication of Manufacturing

- **DMG Mori** established the Cambodia-Japan Digitalized Manufacturing Centre (CJDM) to provide **high-quality professional training solutions for Industry 4.0.**
- **Toyota** launched the xEV Center in Indonesia to **advocate vehicle electrification** and showcase green initiatives and technology.

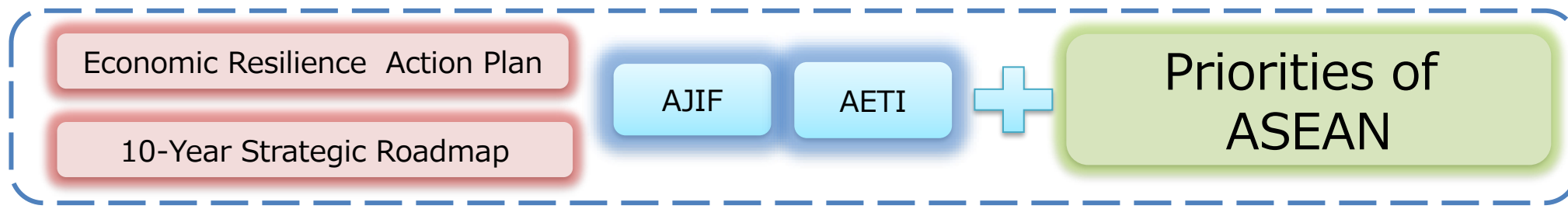


Energy

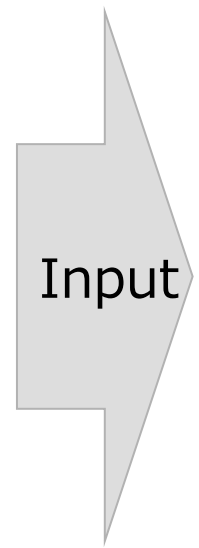
- The **pilot project of the electrified vehicle ecosystem**, the EV Smart Mobility – Joint Project, initiated by five official distributors of automotive brands - **Mitsubishi Motors, Nissan, FUSO, Isuzu, and Toyota** - has started operating in Bali.
- **JERA** invests in Philippine power company Aboitiz Power Corporation aiming to contribute to Philippines' **stable power supply and its low cost & speedy decarbonization.** 2

Proposal for AEM-METI

- As 2023 marks the **50th year of ASEAN-Japan Friendship and Cooperation**, Japan proposes for ASEAN and Japan to **create a vision and action plan for our economic relations for the future**.
- At today's AEM-METI, we aim to agree on the **work plan toward 2023**.



Private Sectors of ASEAN & Japan



Governments of ASEAN & Japan



The Direction toward Future ASEAN-Japan Economic Cooperation

Solve common challenges of ASEAN and Japan

3. Create industries contributing to sustainable economies and societies

- Carbon neutral / energy security
- Food security
- Disaster resilience
- Healthcare
- etc.

1. Create foundations for industry and trade (e.g., physical connectivity)

- Logistics infrastructure to leverage both urban and rural areas
- Global supply chains and industry clusters
- EPAs to support commercial distribution in the region etc.

2. Create foundations for digital transformation and co-creating innovation

- Develop digital infrastructure, data flow, and usage rules
- Networking for human capitals like young entrepreneurs of the next generation
- Environment for open innovation / joint research etc.

Fusion of cyber and physical layers

The strength built from the past

The keys for growth

Possible Projects for Future ASEAN-Japan Economic Cooperation (utilization of three “100”s)

1. Sophistication of supply chain infrastructure utilizing digital technology

- Project to build data linkage and sharing infrastructure for supply chain sophistication
 - ✓ Create **100** cases of data utilization for supply chain sophistication
 - ✓ Sharing good practices of data utilization among above-mentioned 100 use-cases

2. Development and networking of entrepreneurs conducting business in ASEAN-Japan

- Mutual exchange of Next-Gen Innovators
- Events to network **100** young business leaders of ASEAN and Japan
- NEXI's new finance scheme to support Asian startups collaborating with JETRO's cross-border open innovation business platform “J-Bridge”

3. Co-create business which contribute to solving social challenges

- Contribute to co-creation of **100** businesses solving social challenges such as food security as well as easier access to healthcare