- (c) exchange information on agricultural policies, laws and regulations between the two Parties;
- (d) discuss policy and institutional changes needed to underpin the transformation of the agricultural sector as well as the formulation and implementation of regional policies on agriculture and rural development in pursuit of regional integration; and
- (e) exchange information on new and appropriate technologies as well as policies and measures related to the quality of agricultural products.

# **Geographical Indications**

- 1. The Parties recognise the importance of geographical indications for sustainable agriculture and rural development.
- 2. The Parties agree to cooperate in the identification, recognition and registration of products that could benefit from protection as geographical indications and any other action aimed at achieving protection for identified products.

## **PART V**

## ECONOMIC AND DEVELOPMENT COOPERATION

# ARTICLE 75

## **General Provisions**

- 1. The Parties reaffirm that development cooperation is a core element of their Partnership and an essential factor for the realisation of the objectives of this Agreement.
- 2. The Parties agree to consider the developmental needs of the EAC Partner State(s) and how they can increase production and supply capacity, foster structural transformation and competitiveness of their economies, enhance their economic diversification; add value, in order to promote sustainable development and support regional integration.

- 3. The Parties commit to cooperate in order to facilitate the implementation of this Agreement and to support regional integration and development strategies. The Parties agree that cooperation shall be informed by this Economic and Development Cooperation Part, in addition to the regional and national development strategies of the EAC Partner State(s). The cooperation shall include financial and non-financial support to the EAC Partner State(s). Financial support may be provided through a range of forms and means, including assistance provided through multilateral and regional organisations.
- 4. Without prejudice to paragraph 3, the Parties agree that the cooperation provisions contained in this Part and in Parts III and IV of this Agreement reflect the ambition of the Parties and do not create any obligations on the UK to provide financial or non-financial support in specific areas identified.
- 5. The UK financing pertaining to development cooperation between the EAC Partner State(s) and the UK supporting the implementation of this Agreement shall be carried out within the framework for development cooperation as agreed in Annex III. This will be primarily guided by the principles of the internationally agreed aid effectiveness agenda and the UK Partnership Principles, and aims to reduce poverty and achieve the Sustainable Development Goals. In this context, taking into account the new challenges deriving from enhanced regional integration and competition on the global markets, the Parties agree that one of the priorities shall be to support the implementation of this Agreement.
- 6. For the purposes of the implementation of this Agreement, the Parties commit to jointly and individually mobilising resources with the guidance provided by the specific provisions of Title X on resource mobilisation.
- 7. Consistent with the Paris Declaration on Aid Effectiveness adopted in 2005, the Parties agree to use and support as appropriate nationally and/or regionally owned delivery mechanisms, funds or facilities for channelling and coordinating resources for the implementation of this Agreement.

## **Objectives**

- 1. The economic and development cooperation shall aim at:
  - (a) enhancing the competitiveness of the EAC Partner State(s)' economies;
  - (b) building up supply capacity and enabling the smooth implementation of this Agreement;
  - (c) transforming the structure of the EAC Partner State(s)' economies by establishing a strong, competitive and diversified economic base through enhancing production, distribution, transport, marketing;

- (d) developing trade capacity as well as capacity to attract investment;
- (e) strengthening trade, investment policies and regulations; and
- (f) deepening regional integration.

# **Areas of Cooperation**

Economic and development cooperation shall include the following areas:

- (a) infrastructure;
- (b) agriculture and livestock;
- (c) private sector development;
- (d) fisheries;
- (e) water and environment;
- (f) market access issues:
  - (i) SPS;
  - (ii) TBT;
  - (iii) customs and trade facilitation in the EAC Partner State(s);
- (g) EPA adjustment measures; and
- (h) mobilisation of resources.

## TITLE I

# **INFRASTRUCTURE**

# ARTICLE 78

# **Scope and Objectives**

1. Cooperation in the development of physical infrastructure shall include particular transport, energy, information communication and technology.

- 2. The objectives in this area are to:
  - (a) increase the competitiveness of the EAC Partner State(s);
  - (b) address supply side constraints at institutional, national, and regional levels; and
  - (c) enhance the development of Public Private Partnerships.

# **Transport**

- 1. Cooperation in transport shall include road, rail, air and water transport.
- 2. The objectives in this area are to:
  - (a) improve national and regional connectivity to deepen regional economic integration;
  - (b) develop, restructure, rehabilitate, upgrade and modernise the EAC Partner State(s)' durable and efficient transport systems;
  - (c) improve the movement of people and flow of goods; and
  - (d) provide better access to markets through improved road, air, maritime, inland water and rail transports.
- 3. The Parties agree to cooperate in the following areas:
  - (a) management of transport systems;
  - (b) improvement, development and modernisation of infrastructure at all levels, including the development of inter-modal infrastructure networks;
  - (c) strengthening of the institutional, technical and administrative capacities of the EAC Partner State(s) in standards, quality assurance, metrology and conformity assessment services;
  - (d) technology development and transfer, innovation, information exchange and networks, and marketing;
  - (e) encouragement of partnerships, linkages and joint ventures between economic operators;

- (f) improvement of safety and reliability of the transport sector, including meteorological forecasting, management of hazardous goods and emergency responses; and
- (g) development of regional transport policies and regulatory frameworks.

## **Energy**

- 1. Cooperation in the energy sector shall include public and private sector participation in energy generation, transmission, distribution and cross-border energy trade.
- 2. The objectives in this area are to:
  - (a) develop, increase and expand the region's energy generation capacity;
  - (b) increase the number of alternative sources of energy;
  - (c) develop, increase and expand networks;
  - (d) develop, increase and expand distribution and transmission;
  - (e) improve the access of the EAC Partner State(s) to modern, efficient, reliable, diversified, sustainable and renewable sources of clean energy at competitive prices;
  - (f) enhance the production, distribution and management capacity of energy at national and regional levels;
  - (g) promote power interconnectivity both within and outside the EAC Partner State(s) for maximum energy utilisation; and
  - (h) support the creation of a conducive environment for attracting investment in this sector.
- 3. The Parties agree to cooperate in the following areas:
  - (a) production, transmission and distribution capacity of existing energy sources, in particular hydropower, petroleum and biomass;
  - (b) diversification of the energy mix to include other potential sources of energy that are socially and environmentally acceptable and that reduce dependency on oil;
  - (c) development of energy infrastructure, including for rural areas;

- (d) development of appropriate energy regulatory and policy reforms, including commercialisation and privatisation;
- (e) regional and inter-regional interconnectivity and cooperation in the production and distribution of energy;
- (f) capacity building in human resources, improvement in management, service standards, and institutional structures;
- (g) technology development and transfer, Research and Development, innovation, information exchange, development of databases and networks; and
- (h) partnerships, linkages and joint ventures.

# **Information and Communications Technologies (ICT)**

- 1. Cooperation in the ICT sector shall include: the development of ICT, competitiveness, innovation, as well as the smooth transition towards the information society.
- 2. The objectives in this area are to:
  - (a) develop the ICT sector; and
  - (b) enhance the contribution of ICT in facilitation of trade through eservices, e-commerce, e-government, e-health, secure transactions and other socio-economic sectors.
- 3. The Parties agree to cooperate in the following areas:
  - (a) ICT connectivity and cost effectiveness at the national, regional and global levels;
  - (b) dissemination of new ICT;
  - (c) development of the legal and regulatory frameworks on ICT;
  - (d) technology development, transfer and applications, R&D, innovation, information exchange and networks, and marketing;
  - (e) capacity building in human resources, improvement in service standards, and institutional structures;

- (f) partnerships, linkages and joint ventures between economic operators;
- (g) promotion and support for the development of niche markets for ICT-enabled services.

#### TITLE II

#### **AGRICULTURE**

#### ARTICLE 82

# **Scope and Objectives**

- 1. Cooperation in this Title shall apply to crops and livestock including productive insects.
- 2. The Parties agree that the main objective of this Title is the sustainable agricultural development, which includes but is not limited to food and livelihoods security, rural development and poverty reduction in the EAC Partner State(s).
- 3. The other objectives of this Title are stipulated in Article 58 of Part IV.

#### ARTICLE 83

# **Areas of Cooperation**

- 1. The Parties acknowledge the importance of the agricultural sector to the economies of the EAC Partner State(s) and agree to cooperate in promoting its transformation to increase its competitiveness, ensure food and nutrition security, rural development and facilitate the adjustment of agriculture and rural economy to accommodate the effects of implementation of this Agreement with special attention to small scale farmers.
- 2. The Parties agree to cooperate in the following areas:

# (a) Regional Integration

Improvement of access to regional and international markets for agricultural products including the development of market systems and market development strategies;

# (b) Enabling Policies

- i. development of national and regional agricultural policies, legal and regulatory frameworks, building of the necessary capacity and support to institutional development; and
- ii. building capacities in the EAC Partner State(s) to take full advantage of increased trading opportunities and to maximise the benefits of trade reforms.

## (c) Sustainable Agricultural Development

- i. undertaking joint activities on a regional basis including fertiliser production, seed production, livestock development and plant and animal disease control:
- ii. promotion and strengthening Processing, Marketing, Distribution and Transportation (PMDT) and handling of agricultural products; and
- iii. capacity building to comply with international standards relating to agricultural production, packaging and SPS measures.

## (d) Agricultural Infrastructure

- i. development of agricultural support infrastructure including sustainable irrigation systems, water harvesting, storage and management, marketing, and grading;
- ii. development of research and training infrastructure, storage facilities, feeder and community access roads;
- iii. development of agro-processing infrastructure;
- iv. establishment of agro-meteorology centre in the EAC Partner State(s); and
- v. development of modern market infrastructure for expansion of domestic and regional markets.

# (e) Food and Nutrition Security

- i. capacity building of rural and urban communities for the promotion of improved livelihoods, eradication of poverty, and sustainable development;
- ii. diversification of agricultural production and development of products that address food and nutrition security needs of the EAC Partner State(s);

- iii. designing and implementation of programmes that lead to increased production and productivity in the agricultural sector with special focus on small scale farmers;
- iv. capacity development for national and regional food safety compliance; and
- v. designing and implementation of social adjustment programmes in regions adversely affected by natural disasters.

## (f) Value Chain Management

- i. promotion of the use of sustainable agricultural technologies and supply of necessary farm inputs;
- ii. enhancing production, productivity and competitiveness of the agricultural sector through promoting agro-based industries;
- iii. enhancing value addition throughout the supply chain of agricultural products to meet the requirements of national, regional and international markets; and
- iv. promoting the development of activities in the areas of processing, marketing, distribution and transport of agricultural products.

## (g) Early Warning Systems

- i. capacity building in terms of assessing and disseminating information on the likely impacts of impending disasters well in advance in order to take contingent measures and early responsiveness;
- ii. development and management of national and regional information systems;
- iii. development, strengthening and linking of early warning systems and contingency plans and strategies for disaster response management at national and regional levels; and
- iv. supporting climate change adaptation and mitigation options in the EAC Partner State(s).

# (h) Production and Marketing of Agricultural Commodities

i. developing capacities to access niche markets and facilitating compliance with commodity standards to meet such markets requirements;

- ii. diversification of agricultural production and export products in the EAC Partner State(s);
- iii. development of modern market infrastructure for expansion of domestic and regional markets; and
- iv. developing product packaging and labelling programmes which enable the EAC Partner State(s)' producers to secure premium prices for commodity exports.

## (i) Rural Development

- i. capacity building of farmer groups along the entire agricultural value chain;
- ii. improving transport, communication and market facilities for agricultural inputs and outputs marketing;
- iii. addressing socio-cultural barriers such as language differences, literacy levels, gender biases, community health that influence the nature of farming systems;
- iv. improving farmers' access to credit services and natural and cultural resource management; and
- v. developing relevant policy measures to support availability of adequate agricultural inputs to small scale farmers on a timely basis.

# (j) Net Food Importing Countries

Addressing constraints in food production, storage and distribution in the EAC Partner State(s).

# (k) Livelihood Security

- i. capacity building for developing social services for populations in rural and peri-urban areas;
- ii. improving total household income from agricultural production through diversification, add value, off farm employment and adoption of new sustainable agricultural technologies among others in the EAC Partner State(s);
- iii. increasing productivity of the agricultural sector within the EAC Partner State(s); and
- iv. increasing the use of sustainable agricultural technologies.

# (l) Technical Support Services

- i. strengthening of innovation and transfer of technology, knowledge, R&D;
- ii. developing and increasing use of mechanisation of the EAC Partner State(s)' agricultural sector;
- iii. establishing agricultural input plants and distribution system within the EAC Partner State(s);
- iv. promoting and strengthening investment in agricultural research, extension services, training and research-extension –farmers linkage;
- v. establishing and strengthening regional centres of excellence including an agro-meteorology centre, biotechnology, analytical and diagnostic laboratories for crop, livestock and soils; and
- vi. improving access to services in plant and animal production including livestock breeding services, veterinary services and plant protection services.

## (m) Agricultural Financing Services

- i. strengthening rural financial services for small-scale producers, processors and traders;
- ii. developing regionally owned mechanisms or a fund for agricultural and rural development;
- iii. developing agricultural micro-financing institutions and insurance schemes;
- iv. facilitating access to credit from banks and other financial institutions for agro-processors, traders and farmers; and
- v. supporting the EAC Partner State(s)' financial institutions serving the agriculture sector and facilitating access by the private sector to capital markets to raise both short and long-term capital.

# (n) Geographical Indications

- i. developing policies and legal frameworks on geographical indications;
- ii. establishing regulations on geographical indications;
- iii. developing a code of practice to define products in relation to their origin;

- iv. facilitating local organisations and institutions to coordinate local stakeholders on geographical indications and product conformity;
- v. building capacity on identification, registration, marketing, traceability and conformity on geographical indications products; and
- vi. developing any other area of cooperation under this heading that may arise in the future.

#### TITLE III

# PRIVATE SECTOR DEVELOPMENT

#### ARTICLE 84

# **Scope and Objectives**

- 1. Cooperation on private sector development shall include investment promotion and enterprise development.
- 2. The objectives of this Title are to:
  - (a) create a conducive environment for promotion of investment and private enterprises including development of new industries, Foreign Direct Investment (FDI) and technology transfer;
  - (b) enhance supply capacities, competitiveness and value addition;
  - (c) improve access to investment finance such as from relevant UK financing institutions;
  - (d) build capacity and provide institutional support for private sector development institutions such as investment promotion agencies, apex bodies, chambers of commerce, associations, contact points and trade facilitation institutions;
  - (e) develop and/or strengthen a policy, legal and regulatory framework that promotes and protects investment;
  - (f) improve support and delivery mechanisms to the Private Sector such as from the relevant UK institutions for promotion of investment in the EAC Partner State(s); and
  - (g) create and strengthen partnerships, joint ventures, subcontracting, outsourcing and linkages.

## **Investment Promotion**

The Parties agree to cooperate to promote investments within the EAC Partner State(s) in the following areas:

- (a) supporting reforms in the policies, legal and regulatory frameworks;
- (b) supporting enhancement of institutional capacities, in particular, capacity building for investment promotion agencies of the EAC Partner State(s) and institutions involved in promoting and facilitating foreign and local investment;
- supporting the establishment of appropriate administrative structures, including one-stop shops, for the entry and setting up of investments;
- (d) supporting the creation and continuity of a predictable and secure investment climate;
- (e) supporting efforts of the EAC Partner State(s) to design revenue generating instruments to mobilise investment resources;
- (f) establishing and supporting risk insurance schemes as a risk-mitigating mechanism in order to boost investor confidence in the EAC Partner State(s);
- (g) supporting the establishment of mechanisms for exchange of information between the EAC Partner State(s) investment agencies and their UK counterparts;
- (h) encouraging UK private sector investments in the EAC Partner State(s);
- (i) supporting the establishment of financial frameworks and instruments adapted to investment needs of SMEs; and
- (j) facilitating partnerships through joint ventures and capital financing.

## ARTICLE 86

# **Enterprise Development**

The Parties agree to cooperate on enterprise development within the EAC Partner State(s) through supporting:

(a) promotion of EAC-UK private sector business dialogue, cooperation and partnerships;

- (b) efforts for Micro, Small and Medium size Enterprises (MSME) promotion and integration into the mainstream business activities;
- (c) promotion of efficient production and marketing of the EAC Partner State(s)' firms;
- (d) implementation of the EAC Partner State(s)' Private Sector Development Strategies (PSDS);
- (e) promotion of a favourable environment for the development and growth of MSMEs;
- (f) private sector organisations' capacities to comply with international standards;
- (g) protection of innovations from piracy; and
- (h) capacities of the EAC Partner State(s) for exploration, exploitation and marketing of natural resources.

#### TITLE IV

## **FISHERIES**

#### ARTICLE 87

# **Scope of Cooperation**

Cooperation in fisheries shall cover marine and inland fisheries and aquaculture.

#### ARTICLE 88

# **Areas of Cooperation in Marine Fisheries**

- 1. Cooperation in marine fisheries shall include:
  - (a) fisheries management and conservation issues;
  - (b) vessel management and post-harvest arrangements;
  - (c) financial and trade measures; and
  - (d) development of fisheries and fisheries products and marine aquaculture.

- 2. The UK may contribute to the mobilisation of the resources for the implementation of the identified areas of cooperation at national and regional levels, which will also include support for regional capacity building.
- 3. Subject to the provisions of Part III of this Agreement, the Parties agree to cooperate, in the following areas:
  - (a) development and improvement of infrastructure for storage, marketing and distribution of fish and fish products;
  - (b) capacity building at the national and regional levels to meet SPS/TBT/Hazard Analysis Critical Control Points technical requirements, development of monitoring control and surveillance systems of the EAC Partner State(s)' EEZ, and introduction and management of certification schemes for specific marine fisheries;
  - (c) investment and technology transfer in fishing operations, fish processing, port services, development and improvement of port facilities, diversification of the fishery to include non-tuna species which are under-exploited or not exploited;
  - (d) joint ventures and linkages especially with MSME and artisanal fisheries within the fisheries supply chain;
  - (e) value addition on fish; and
  - (f) R&D on stock assessment and sustainability levels.
- 4. The Parties undertake to cooperate in promoting the setting-up of joint ventures in fishing operations, fish processing, port services, enhance production capacity, improve competitiveness of fishing and related industries and services, downstream processing, development and improvement of port facilities, diversification of the fishery to include non-tuna species which are under-exploited or not exploited.

# **Inland Fisheries and Aquaculture Development**

Cooperation on inland fisheries and aquaculture development shall include the following areas:

- (a) Capacity building and export market development through:
  - (i) building capacity in industrial and artisanal production, processing and product diversification that strengthen the competitiveness of the region's inland fisheries and aquaculture. This could, for example, be achieved by the creation of Research and Development (R&D) centres including the development of aquaculture for commercial fishing farms;
  - (ii) building capacity for managing export market chains, including the introduction and management of certification schemes for specific product lines; and implementation of market promotion, value addition and reduction in post-harvest losses in fisheries products; and
  - (iii) increasing capacity in the region through, for example, improving fisheries competent authorities, traders and fishermen's associations in order to participate in fisheries trade with the UK and training programmes in product development and branding.

# (b) Infrastructure through:

- (i) development and improvement of infrastructure for inland fisheries and aquaculture; and
- (ii) facilitation of access to funding for infrastructure, including all type of equipment.

# (c) Technology through:

- (i) development of technical capabilities, including value-adding technology promotion, for example through fisheries technology transfer from the UK to the EAC Partner State(s); and
- (ii) enhancement of fisheries management capacity in the region, for example through research and data collection systems and contribution towards appropriate technologies on harvesting and post-harvest management.

- (d) Legal and regulatory framework through:
  - (i) development of inland fisheries and aquaculture regulations and monitoring control and surveillance systems;
  - (ii) development of appropriate legal and regulatory instruments on Intellectual Property Rights and building capacity for their implementation in international trade; and
  - (iii) protection of eco-labelling and intellectual property.
- (e) Investment and finance through:
  - (i) promotion of joint ventures and other forms of mixed investments between stakeholders in the Parties, for example for the setting up of modalities for identifying investors for joint venture operations in inland fisheries and aquaculture; and
  - (ii) providing access to credit facilities for the development of small to medium scale enterprises as well as industrial scale inland fisheries.
- (f) Environmental and stocks conservation in fisheries through:
  - (i) measures to ensure that fish trade supports environmental conservation, and safeguards against stock depletion and the maintenance of biodiversity and cautious introduction of exotic species for aquaculture; for example, through the cautious introduction of exotic species to be introduced only in managed/closed spaces in consultation with all concerned neighbouring countries.
- (g) Socioeconomic and poverty alleviation measures through:
  - (i) promotion of small and medium scale fishers, processors, and fish traders by building the capacity of the EAC Partner State(s) to participate in trade with the UK; and
  - (ii) participation of marginal groups in the fishing industry, for example the promotion of gender equity in fisheries, and particularly developing capacity of women traders involved and intending to engage in fisheries. Other disadvantaged groups with the potential to engage in fisheries for sustainable social economic development will also be involved in such processes.

## TITLE V

## WATER AND ENVIRONMENT

## ARTICLE 90

# **Scope and Objectives**

- 1. Cooperation in this Title shall include natural resources, in particular water, environment and biodiversity.
- 2. The objectives of cooperation in this Title are to:
  - (a) enhance the linkages between trade and environment;
  - (b) support the implementation of international environmental agreements, conventions and treaties;
  - (c) ensure the balance between environmental management and poverty reduction;
  - (d) protect the environment and enhance biodiversity conservation and genetic preservation;
  - (e) promote equitable and sustainable utilisation of natural resources;
  - (f) facilitate and encourage sustainable utilisation of shared resources; and
  - (g) promote public and private sector involvement in natural resource management.

#### ARTICLE 91

## **Water Resources**

- 1. Cooperation in the area of water resources shall include irrigation, hydropower generation, water production and supply and protection of water catchment areas.
- 2. The objectives of cooperation in this area are to:
  - (a) develop sustainable use and management of water resources in the EAC Partner State(s) so as to improve the livelihood of the population of the EAC Partner State(s);
  - (b) promote regional cooperation for the sustainable utilisation of transboundary water resources; and

- (c) develop water supply infrastructure for productive purposes.
- 3. The Parties agree to cooperate in the following areas:
  - (a) development of water supply infrastructure in the region;
  - (b) development of the relevant legal and regulatory frameworks;
  - (c) integrated water resource management;
  - (d) capacity building in human resources, improvement in service standards, water management, and institutional structures;
  - (e) creation of partnerships, linkages, and joint ventures between economic operators;
  - (f) promotion of technology development, transfer and applications, R&D, innovation, information exchange and networks;
  - (g) development of water pollution control, purification and conservation, wastewater treatment and sanitation; and
  - (h) promotion of sustainable irrigation schemes.

## **Environment**

- 1. Cooperation in the area of environment shall include protection and sustainable management of the environment, as well as implementation of trade-related environmental policies.
- 2. The objectives of cooperation in this area are to:
  - (a) protect, restore and conserve the environment and biodiversity (flora, fauna and microbial genetic resources including their ecosystems);
  - (b) develop industries of the EAC Partner State(s) that use environmentally friendly technologies; and
  - (c) promote technology development, transfer and application, research and development, innovation and information exchange.
- 3. The Parties agree to cooperate in the following areas:
  - (a) implementation of international environmental agreements, conventions and treaties:

- (b) strengthening and promoting equitable and sustainable utilisation, conservation and management of environment and biodiversity, including forestry and wildlife resources;
- (c) reinforcement of institutional and legal frameworks and the capacity to develop, implement, administer and enforce environmental laws, regulations, standards and policies;
- (d) creation of partnerships, linkages, and joint ventures between economic operators;
- (e) prevention and mitigation against natural environmental disasters, and the loss of biodiversity;
- (f) promotion of technology development and adaptation, transfer and applications, R&D, and innovation;
- (g) protection and management of coastal and marine resources, domestic and wild indigenous biological and genetic resources;
- (h) development of alternative environmentally friendly activities and livelihoods;
- (i) production and facilitating trade of goods and services for which ecolabelling is important;
- (j) information exchange and networking on products and their requirements in terms of production process, transport, marketing and labelling;
- (k) development of infrastructure facilities on environmentally friendly products;
- (l) integration of local communities in the management of biodiversity, forestry, and wildlife resources;
- (m) development of waste management and disposal of industrial and toxic wastes; and
- (n) promotion of stakeholder participation in international environmental dialogue.

## **TITLE VI**

# SANITARY AND PHYTOSANITARY MEASURES

## ARTICLE 93

# **Scope and Objectives**

- 1. Cooperation in this Title shall include support and building capacity in harmonisation, zoning and compartmentalisation, conformity assessment, information exchange and transparency of trade conditions.
- 2. The objectives of cooperation in this Title are to:
  - (a) facilitate the Parties' inter-regional and intra-regional trade, whilst safeguarding human, animal and plant health or life in accordance with the WTO SPS Agreement;
  - (b) address problems arising from SPS measures on agreed priority sectors and products giving due consideration to regional integration;
  - (c) stipulate procedures and modalities for facilitating cooperation in SPS matters;
  - (d) ensure transparency as regards SPS measures applicable to trade between and within the Parties;
  - (e) promote intra-regional harmonisation of measures with international standards, in accordance with the WTO SPS Agreement, and the development of appropriate policies, legislative, regulatory and institutional frameworks within the EAC Partner State(s);
  - (f) enhance the effective participation of the EAC Partner State(s) in the Codex Alimentarius Commission, World Organisation for Animal Health (OIE) and International Plant Protection Convention (IPPC);
  - (g) promote consultation and exchanges between EAC and UK institutions and laboratories;
  - (h) facilitate the development of capacity for setting and implementing regional and national standards in accordance with international requirements in order to facilitate regional integration;
  - (i) establish and enhance the EAC Partner State(s)' capacity to implement and monitor SPS measures pursuant to this Article; and
  - (j) promote technology transfer.

- 3. The Parties agree to cooperate in the following areas:
  - (a) Support the EAC Partner State(s) to comply with SPS measures, including the development of appropriate regulatory frameworks, policies, matters concerning the work of the relevant international standards-setting bodies, training, information events, capacity building, and technical assistance;
  - (b) support the harmonisation of SPS measures within the EAC Partner State(s) and the setting up of national SPS coordinating committees and to promote the capacity of the public and private sector for sanitary control. Priority areas include development and implementation of a quality programme, training, information events, the building, upgrading, modernisation and accreditation of laboratories;
  - (c) support on matters concerning the work of the relevant international standards-setting bodies. This cooperation may include training, information events, capacity building and technical assistance;
  - (d) support in the area of fisheries with the aim of developing harmonised regional rules, legislation and standards of fish products to promote trade between the Parties and within the EAC region;
  - (e) support with the aim of promoting cooperation between the EAC Partner State(s)' SPS institutions and equivalent UK SPS institutions;
  - (f) support the implementation of the SPS Agreement, particularly, in strengthening the EAC Partner State(s) competent authorities, notification and enquiry points; and
  - (g) support information sharing and exchange.

## Harmonisation

- 1. The Parties shall aim to achieve harmonisation of their respective rules and procedures for formulation of their SPS measures, including inspection, testing and certification procedures, in accordance with the WTO SPS Agreement.
- 2. The EAC Partner State(s) will develop, with the support of the UK, a programme and timeframe for harmonising their SPS standards.
- 3. The Committee of Senior Officials shall develop modalities to assist and to monitor the process of harmonisation within the regions, as appropriate.

# **Zoning and Compartmentalisation**

The Parties shall recognise on a case by case basis designated areas which are free from pests or diseases or areas of low pest or disease prevalence as potential sources of plant and animal products, taking into account the provisions of Article 6 of the WTO SPS Agreement.

#### ARTICLE 96

# **Special and Differential Treatment and Technical Assistance**

- 1. The UK agrees to provide technical assistance and special and differential treatment in accordance with Articles 9 and 10 of the WTO SPS Agreement.
- 2. The Parties shall cooperate to address the special needs of the EAC Partner State(s) arising from the implementation of provisions of this Title.
- 3. The Parties agree to cooperate in relation to the following areas as priorities for technical assistance:
  - (a) the building of technical capacity in the public and private sectors of the EAC Partner State(s) to enable sanitary and phytosanitary controls, including training and information events for inspection, certification, supervision and control;
  - (b) the enhancement of technical capacity for the implementation and monitoring of SPS measures, including promoting greater use of international standards;
  - (c) the development of capacities for risk analysis, harmonisation, compliance, testing, certification, residue monitoring, traceability and accreditation including through the upgrading or setting up of laboratories and other equipment to help the EAC Partner State(s) comply with international standards;
  - (d) the support for the participation of the EAC Partner State(s) in the work of relevant international standards setting bodies; and
  - (e) the development of the EAC Partner State(s)' capacity for effective participation in the notification processes.

## TITLE VII

## TECHNICAL BARRIERS TO TRADE

#### ARTICLE 97

# **Scope and Objectives**

- 1. Cooperation in this Title shall include the preparation, adoption and application of technical regulations, standards and conformity assessment procedures, as defined in the WTO Agreement on Technical Barriers to Trade (WTO TBT Agreement).
- 2. The objectives of cooperation in this Title are to:
  - (a) progressively eliminate technical barriers to trade, in order to facilitate trade between the Parties and within the EAC Partner State(s);
  - (b) enhance regional integration among the EAC Partner State(s) by harmonising standards, technical regulations and conformity assessment procedures applied in the EAC Partner State(s), in accordance with the WTO TBT Agreement;
  - (c) promote greater use of international technical regulations, standards and conformity assessment procedures, including sector specific measures;
  - (d) develop functional links, joint ventures and joint research and development work between the EAC Partner State(s) and UK standardisation, conformity assessment and regulatory institutions;
  - (e) enhance the market access for products originating in the EAC Partner State(s) through improvements in the safety, quality and competitiveness of their products;
  - (f) promote greater use of international best practices for technical regulations, international standards and conformity assessment procedures;
  - (g) ensure that the preparation, adoption and application of standards and technical regulations are transparent and do not create unnecessary obstacles to trade between the Parties in accordance with the provisions of the WTO TBT Agreement;
  - (h) support the development of appropriate regulatory framework, policies and reform within the EAC Partner State(s) to meet internationally accepted practices; and

- (i) assist the EAC Partner State(s) to implement the WTO TBT Agreement and to comply with the TBT requirements of their trading partners in the context of the WTO TBT Agreement.
- 3. The Parties agree to cooperate in the following areas:
  - (a) support the promotion of greater use of international standards, technical regulations and conformity assessments, including sector specific measures in the Parties' territories;
  - (b) support the EAC Partner State(s)' capacity building in the fields of standardisation, metrology, accreditation and conformity assessment procedures, including support in the upgrading and setting up of laboratories and relevant institutions as well as procurement of relevant equipment;
  - (c) support quality management and assurance in selected sectors of importance to the EAC Partner State(s);
  - (d) support the EAC Partner State(s)' standards and other technical regulatory bodies full participation in international standard setting bodies, and reinforcing the role of international standards as a basis for technical regulations;
  - (e) support the efforts by the EAC Partner State(s)' conformity assessment bodies to obtain international accreditation;
  - (f) development of functional links between the Parties' standardisation, conformity assessment and certification institutions;
  - (g) support the development of common understanding on good regulatory practices, including:
    - (i) transparency in the preparation, adoption and application of technical regulations, standards and conformity assessment procedures;
    - (ii) necessity and proportionality of regulatory measures and related conformity assessment procedures, which may include the use of suppliers' declarations of conformity;
    - (iii) use of international standards as a basis for setting up technical regulations, except where such international standards would be an ineffective or inappropriate means for the fulfilment of the legitimate objectives pursued;
    - (iv) enforcement of technical regulations and market surveillance activities; and

- (v) establishment of mechanisms and methods for reviewing technical regulations, standards and conformity assessment procedures;
- (h) identification, prioritisation and support in the development of the necessary technical infrastructure and transfer of technology, in terms of metrology, standardisation, testing, certification and accreditation, to support technical regulations;
- (i) enhancement of regulatory, technical and scientific cooperation by, *inter alia*, exchange of information, experiences and data, with a view to improving the quality and level of their technical regulations and making efficient use of regulatory resources;
- (j) development of compatibility and convergence of the respective technical regulations, standards and conformity assessment procedures;
- (k) promotion and encouragement of bilateral cooperation between the Parties' respective organisations responsible for metrology, standardisation, testing, certification and accreditation; and
- (l) promotion of cooperation between the Parties and between the EAC Partner State(s) in relation to the work of relevant international institutions and organisations, and fora dealing with TBT issues.

## TITLE VIII

# **CUSTOMS AND TRADE FACILITATION**

#### ARTICLE 98

# **Scope and Objectives**

- 1. The Parties acknowledge and recognise the importance of cooperation in customs and trade facilitation matters in the evolving global trading environment.
- 2. The Parties agree to reinforce cooperation with a view to ensuring that the relevant legislation and procedures, as well as the administrative capacity of the relevant administrations, fulfil the objective of promoting trade facilitation.
- 3. The Parties acknowledge the need for proper administrative capacity to meet these objectives. They agree that the EAC Partner State(s) will need transitional periods of time and capacity building to smoothly implement the provisions of this Title.
- 4. The objectives of cooperation in this Title are to:

- (a) facilitate trade between the Parties;
- (b) promote harmonisation of customs legislation and procedures at regional level;
- (c) provide support to the EAC Partner State(s) to strengthen trade facilitation;
- (d) provide support to the EAC Partner State(s)' customs administrations to implement this Agreement and other international customs best practices; and
- (e) enhance cooperation between the Parties' customs authorities and other related border agencies.
- 5. The Parties agree to cooperate in the following areas:
  - (a) exchange of information on customs legislation and procedures;
  - (b) development of joint initiatives in mutually agreed areas;
  - (c) support of the:
    - (i) modernisation of customs systems and procedures and reduction of customs clearance time:
    - (ii) simplification and harmonisation of customs procedures and trade formalities, including those related to import, export, and transit;
    - (iii) enhancement of regional transit systems;
    - (iv) enhancement of transparency in accordance with Article 134;
    - (v) capacity building including financial and technical assistance to the EAC Partner State(s) in this area; and
    - (vi) any other area of customs as agreed on by the Parties.
  - (d) establishment, as far as possible, of common positions in international organisations in the field of customs and trade facilitation, such as the WTO, WCO, UN and UNCTAD; and
  - (e) promotion of coordination between all related agencies, both internally and across borders.
- 6. The Parties shall provide each other mutual administrative assistance in customs matters in accordance with the provisions of Protocol 1 on rules of origin and may cooperate in the following areas:

- (a) introduction of procedures and practices which reflect international instruments and standards applicable in the field of customs and trade facilitation, including WTO rules and WCO instruments and standards;
- (b) implementation of activities aimed at consolidating the harmonisation of customs standards and trade facilitation measures;
- (c) the application of modern customs techniques, including risk assessment, binding rulings, simplified procedures, post-release controls and audit methods;
- (d) the automation of customs and other trade procedures, including electronic exchange of customs and trade information;
- (e) the training of customs officials and other relevant public and private sector officials on customs and trade facilitation; and
- (f) any other areas that may be identified by the Parties.

#### TITLE IX

#### EPA ADJUSTMENT MEASURES

## ARTICLE 99

## **Scope and Objectives**

- 1. The Parties recognise that the elimination and/or substantial reduction of tariffs as set out in this Agreement will be a challenge for the EAC Partner State(s).
- 2. The Parties also recognise that the implementation of this Agreement may result in potential challenges, *inter alia*, social, economic and environmental to the economies of the EAC Partner State(s). The Parties agree that these challenges may be addressed through economic and development cooperation actions.
- 3. Cooperation in this Title aims at addressing actual and potential adjustment challenges resulting from the implementation of this Agreement.

# ARTICLE 100

# **Areas of Cooperation**

- 1. With regard to revenue losses linked to the reduction of tariffs, the UK may:
  - (a) engage in an enhanced dialogue on fiscal adaptation measures and reforms:

- (b) establish cooperation modalities to support fiscal reform.
- 2. To ensure that the economies of the EAC Partner State(s) take full advantage of this Agreement, the UK agrees to work with the EAC Partner State(s) to undertake appropriate cooperation activities aiming at:
  - (a) improving competitiveness of productive sectors within the EAC Partner State(s);
  - (b) improving productive and professional capacities of the workforce of the EAC Partner State(s) including training of workers displaced with closure of firms or equipping them with new skills for new activities etc.;
  - (c) supporting measures towards sustainable environment;
  - (d) building capacity to enhance macro-economic discipline;
  - (e) mitigating the possible impacts affecting food and nutrition security, rural development, livelihood security and export earnings in the EAC Partner State(s); and
  - (f) addressing other possible areas of cooperation related to the implementation challenges of this Agreement.

## TITLE X

## RESOURCE MOBILISATION

## ARTICLE 101

# **Principles and Objectives**

- 1. Recognising the UK's commitment to support the implementation of this Agreement and the EAC Partner State(s) own efforts to financing their development needs, the Parties agree to work both jointly and independently to mobilise financial resources to support the implementation of this Agreement, regional integration and the EAC Partner State(s)' development strategies.
- 2. The objective of joint resource mobilisation is to complement, support and promote in the spirit of interdependence, the efforts of the EAC Partner State(s) in pursuing alternative sources of funding to support regional integration and the development strategies contained in this Agreement.

## **Obligations**

- 1. The EAC Partner State(s) may:
  - (a) commit resources from their financing mechanisms on a timely and predictable basis to support regional integration and the EPA-related development strategies and projects;
  - (b) develop their development strategies with due regard for the right of the EAC Partner State(s) to determine the direction and the sequence of their development strategies and priorities; and
  - (c) establish an EPA fund to channel EPA-related resources.
- 2. The EAC Partner State(s) shall formulate rules and regulations for the management of the Fund to ensure transparency, accountability and value for money in the utilisation of these resources. Without prejudice to other partners' contributions to the EAC EPA Fund, the UK may consider channelling resources and this will be made provisional on a successful assessment of the Fund by the UK.
- 3. The UK may commit resources taking particularly into account the supply side constraints of the EAC Partner State(s) linked to the implementation of this Agreement, through:
  - (a) the UK Budget; or
  - (b) any other instrument enabling technical or financial support that will be used to implement the UK's Official Development Assistance (ODA), including assistance provided through multilateral and regional organisations.
- 4. The Parties shall jointly commit to work towards mobilising the following resources:
  - (a) funds of other donors (multilateral and bilateral donors);
  - (b) grants, concessional loans, public-private partnerships, and specialised facilities:
  - (c) any other ODA resources available from development partners.