

The Belt and Road Initiative and Global Tax Governance

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Topics

GLOBTAXGOV

China BRI

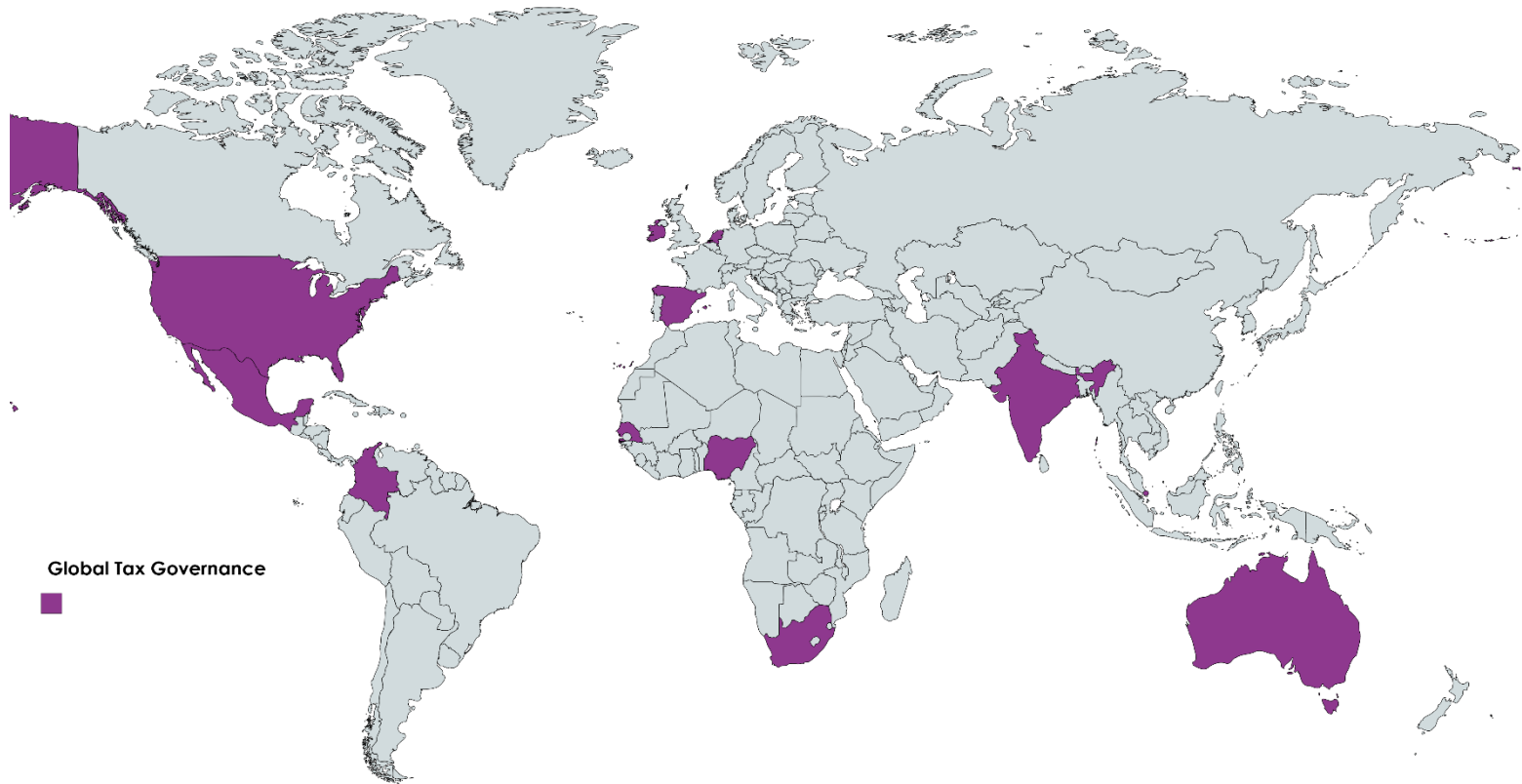
**China: Economic
Global Governance**



GLOBTAXGOV RESEARCH QUESTION

Under what conditions can the OECD-G20 and the EU models of global tax governance be feasible and legitimate for both developed and developing countries?

Global Tax Governance: GLOBTAXGOV



OBJECTIVE

Fair and efficient
corporate taxation

Better-tailored
partnerships



**New model of
Governance**



Belt and Road Initiative



China rise to global economic governance

Investment

Land (Latin America, Africa).

See Irma Mosquera Regulatory framework for land acquisition in sub-Saharan Africa. A comparative study. Background paper. European Report on Development. https://ec.europa.eu/europeaid/sites/devco/files/erd-consca-dev-researchpapers-mosquera-20110101_en.pdf

Infrastructure projects (Sri-Lanka, Kenya)

Maria Adele Carrai. Will the Belt and Road Initiative change China's stance on sovereignty and non-interference? <https://globtaxgov.weblog.leidenuniv.nl/2019/02/08/will-the-belt-and-road-initiative-change-chinas-stance-on-sovereignty-and-non-interference/>

China rise to global economic governance

Taxation

- G20 Member
- BRICS Country
- Bilateral Double tax treaties
- Base Erosion and Profit Shifting BEPS
 - Inclusive Framework
 - Multilateral instrument to modify bilateral tax treaties (102 treaties)

EU – China

EU – China: European Commission Vice-President Jyrki Katainen speech at Belt and Road Forum Leaders' Round Table

Beijing, 16/05/2017

A level-playing field for trade and investment is a critical condition if we want to maintain the political momentum and support for better connectivity between Europe and Asia.

China is at one end of the 'Belt and Road' – Europe is at the other. Done the right way, more investment in cross-border links could unleash huge growth potential with benefits for us all.

EU- China 2020 Strategic Agenda for Cooperation

*Commit to reach an agreement on the adoption of the Global Standard on **Automatic Exchange of Information** being developed by the OECD together with G20 countries in the area of taxation.*

EU - China

- It should be an **open initiative** based on market rules and international standards.
- It should include **all modes of transport**, as well as digital and energy and people-to-people contacts.
- It should **complement existing networks and policies**. In the EU's case, we have decades of experience with the Trans-European Networks, which are now being extended into our neighbourhood, East and South.
- European and Asian infrastructure should not be designed in isolation. We need to build a **true network and not a patchwork**.
- Infrastructure networks must be **interoperable**. We want to bring down barriers, not create new ones.
- **Transparency** on our plans and activities must be the basis for our cooperation, and all partners should have a fair say about where the priorities lie. Multilateral frameworks like ASEM, should be used wherever possible.
- **Sustainability** is essential: projects must be economically viable, fiscally and socially responsible, as well as climate and environment-friendly.
- We must use **the wisdom of the multilateral banks**, whose decades of experience makes them an invaluable partner for new institutions such as the Asian Infrastructure Investment Bank.
- We should ensure that **there are real benefits** for all stakeholders. Not only for countries, but also for economic operators, who should have a fair chance to compete for business through open, transparent and non-discriminatory procurement procedures.

https://eeas.europa.eu/delegations/china/26154/european-commission-vice-president-jyrki-katainen-speech-belt-and-road-forum-leaders-round_en

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