Sustainability Meets Economic Security: Legal Trajectories for the EU's Green Trade Agenda





Framing the debate

- Trade cannot be dissociated from "sustainability" either politically or in practice
- ▶ Both are objectives of the Union's external relations as embedded in the Treaties
- ▶There are tensions and synergies between the two
- ▶There EU has different tools to promote green trade



The EU Green Trade Toolkit

- ►FTAs TSD Chapters => reform and reinforcement
- ▶GSP incentivisation of uptake
- Partnerships Clean Investment Partnerships
- ► Dialogues TTC
- ► Autonomous measures EUDR, FLR, CBAM

External perceptions

- Open public consultation on the Trade and Sustainable Development (TSD) Review
- Consultations on legislative proposals (autonomous measures)=> recurrent criticisms
 - Extra-territorial effects
 - Regulatory imperialism
 - Burden and feasibility of implementation
 - Legality under public international law



Shifting Internal Narratives

Von der Leyen (I)

▶ 2023 State of the Union:

"We shifted the climate agenda to being an economic one. This has given a clear sense of direction for investment and innovation. And we have already seen this growth strategy delivering in the short-term. Europe's industry is showing every day that it is ready to power this transition. Proving that modernisation and decarbonisation can go hand in hand."

Von der Leyen (II)

▶ 2025 State of the Union:

"A successful clean transition requires greater flexibility and agility, and a strong partnership with individuals and businesses. We must play to our traditional strengths: our industries, small and medium-sized enterprises (SMEs), innovators and workers. The Commission wants the EU to be a leader of the economy of the future while retaining its edge in the industries that have made it prosperous. This is why, in February, the Commission put forward a business plan for competitiveness and decarbonisation, the clean industrial deal, with a focus on energy intensive industries and clean tech."



Solutions

Delay/Stop the clock

- EUDR
- CSDDD
- Batteries Regulation (etc)

"Simplification"

- 6 omnibus packages
- CBAM package (revision)
- CSDDD trilogues

To what end?

- detail /complexity
- simplification /renegotiation/deregulation
- burden lifting /burden redistribution
- better regulation / regulatory stability

=> ???

