Prime Minister Abbott and Prime Minister Abe Joint Statement

"Special Strategic Partnership for the 21st Century"

Prime Minister Tony Abbott is pleased to welcome to Australia Japanese Prime Minister Shinzo Abe and Mrs Akie Abe from 7 to 10 July as guests of the Australian Government. The visit by Prime Minister Abe follows the very successful visit of Prime Minister Abbott to Japan in April 2014 as an official guest of the Japanese Government.

Prime Minister Abe's address to the Australian Parliament on 8 July highlighted the long-standing and deep friendship between Australia and Japan, our enduring economic relationship, shared strategic interests in peace, stability and prosperity and strong people-to-people links. Prime Minister Abe thanked Australians for their steadfast support in the aftermath of the tsunami in 2011 and highlighted the many areas of cooperation between our two nations.

At their meeting on 8 July, the two leaders affirmed the special relationship between Japan and Australia, based on common values and strategic interests including democracy, human rights, the rule of law, open markets and free trade. They confirmed that they would meet annually, alternately in Australia and Japan, to take forward the special relationship.

Economic relations

The two leaders signed the Japan-Australia Economic Partnership Agreement (JAEPA), the most significant economic accord between the two countries since the 1957 Agreement on Commerce. The JAEPA will underpin the expansion of bilateral trade and investment for decades to come, taking bilateral economic relations to a new level. They confirmed that the two countries will seek to bring the JAEPA into force as early as possible.

Discussions between the two leaders with Australian and Japanese business leaders confirmed Australia's place into the future as one of the most important suppliers of minerals and energy to Japan, driven by continuing Japanese investment including in liquefied natural gas and coal. Business leaders noted the JAEPA will be a springboard for growth in the commercial relationship including in manufacturing, agriculture and financial services.

The two leaders highlighted the G20's crucial role in boosting the global economy, freeing up the private sector and creating jobs. With just over four months before the G20 Leaders Summit in Brisbane, the two leaders shared the view it was time to turn aspirations into actions that will boost trade and encourage investment, such as in infrastructure. Prime Minister Abbott praised the important contribution of Japan's national growth strategy to this G20 agenda. Prime Minister Abe welcomed the Australian Government's economic reform agenda, including the abolition of the carbon and mining taxes. They committed to working together to lift ambition and ensure the Summit delivers concrete results for our people: economic growth, jobs and a global economy that can weather future shocks.

The two leaders welcomed the deepening regional economic integration being driven through APEC and measures to enhance free trade in the region including the negotiation of high-quality liberalising trade and investment agreements. They confirmed their commitment to concluding a comprehensive, ambitious and balanced Trans-Pacific Partnership agreement as soon as possible, to promote free trade, investment and economic growth in the region, and to

strengthen the trade system based on rules. They will also work together to achieve a modern, comprehensive, high-quality and mutually beneficial Regional Comprehensive Economic Partnership.

The two leaders shared the view that promoting the introduction of higher efficiency coal-fired power plants is a realistic measure in addressing climate change considering the fact that many countries opt for coal-fired power generation due to coal's affordability and availability, and recognised the importance of sharing such a view in international fora.

The two leaders confirmed the continued importance of stable and secure trade and investment in liquefied natural gas (LNG) at competitive prices based on market principles, and the importance of the further promotion of flexible gas markets.

The two leaders will strengthen cooperation in the areas of space and Information and Communications Technology (ICT), establishing an officials' ICT policy dialogue. They will also strengthen cooperation for the promotion of Geospatial Information Project using the Japanese Quasi-Zenith Satellite System (QZSS).

Security and defence cooperation

The two leaders welcomed the recent growth and deepening of the bilateral defence and security relationship in support of international peace and stability. This builds on the 2007 Joint Declaration on Security Cooperation to ensure Australia and Japan can work effectively together in the region and beyond. Prime Minister Abbott expressed support for Japan's recent efforts on its security policy of "Proactive Contribution to Peace" based upon the principle of international cooperation and the updating of its legal framework for security, including through the exercise of its UN Charter right to collective self-defence.

The two leaders were pleased to endorse the recommendations from Australian and Japanese Foreign and Defence Ministers to enhance practical defence cooperation. The recommendations will deepen the bilateral security and defence relationship through enhanced training and exercises, increased personnel exchanges, and deepened cooperation on humanitarian assistance and disaster relief, maritime security, peacekeeping, capacity building and trilateral security cooperation with the U.S. The two leaders decided to commence negotiations with a view to making an agreement that would reciprocally improve administrative, policy and legal procedures to facilitate joint operations and exercises.

The two leaders signed the Agreement Concerning the Transfer of Defence Equipment and Technology. The Agreement will facilitate deeper cooperation between Australia and Japan through joint research, development and production of defence equipment and technology in areas of mutual interest, including hydrodynamics.

Prime Minister Abbott looked forward to welcoming a Maritime Self-Defense Force vessel in November this year to participate in the centennial celebration of the first convoy of ships, escorted by HIJMS Ibuki that carried ANZAC troops to World War I.

Regional and international issues

The two leaders reaffirmed the contribution of their respective Alliances with the United States to peace and security in the region. They welcomed continued strong multifaceted US engagement in the region and reiterated their strong support for the US rebalance to Asia. The

two leaders reaffirmed the value of the Trilateral Strategic Dialogue and undertook to further strengthen practical trilateral cooperation. They also underscored the importance of the East Asia Summit as the premier forum for addressing the strategic, political and economic challenges facing the region and undertook to work together on strengthening its role.

The two leaders reaffirmed the importance of promoting the rule of law, of peace and stability, unimpeded trade, as well as freedom of navigation and overflight of the high seas. They opposed any unilateral attempt to alter the status quo in the East and South China Seas by the use of force or coercion. Emphasising the need for disputes and issues to be settled by peaceful means, they called on all parties concerned to refrain from actions that could increase tensions, to clarify and pursue claims in accordance with international law, including the United Nations Convention on the Law of the Sea, and for ASEAN and China to reach early agreement on an effective Code of Conduct in the South China Sea.

They tasked officials to develop a coordinated strategy to strengthen cooperation in the Pacific region, commencing with consultations to identify priorities. The strategy would support economic prosperity, peace and stability in the Pacific region.

The two leaders welcomed the close collaboration between the two countries in promoting nuclear disarmament and non-proliferation, including through the Non-Proliferation and Disarmament Initiative (NPDI). They committed to follow up the outcomes of the 8th NPDI Ministerial Meeting in Hiroshima, including actively contributing to a successful 2015 Review Conference of the Treaty on the Non-Proliferation of Nuclear Weapons (NPT) and the early entry-into-force of the Comprehensive Nuclear-Test-Ban Treaty (CTBT).

The two leaders reaffirmed they will continue to cooperate on United Nations Security Council reforms, peacekeeping operations and humanitarian assistance activities.

They called upon North Korea to abandon all nuclear weapons and existing nuclear programmes as well as its ballistic missile programmes. North Korea should abide by its obligations under United Nations Security Council resolutions and its commitments under the 2005 Joint Statement of the Six-Party Talks. It should fully comply with the IAEA Comprehensive Safeguards Agreement under the NPT. The two leaders reaffirmed their support for the work of the UN Commission of Inquiry on Human Rights in the Democratic People's Republic of Korea. They condemned North Korea's violation of human rights and called on it to address urgently its unresolved humanitarian concerns including the abductions issue.

The two leaders resolved to work together to manage and respond to regional and global challenges. They discussed developments in the Middle East, especially the conflicts in Iraq and Syria, and the renewed risk of regional instability and the export of terrorism. They exchanged views on the situation in the Ukraine.

Cultural and People-to-People Exchanges

The two leaders renewed their commitment to promote two-way student mobility between Japan and Australia, to increase mutual understanding. Under the New Colombo Plan the Australia government will increase the number of Australian undergraduate students who study in Japan. Under the Government Scholarship for Study Abroad and the 'TOBITATE! Young Ambassador Program' the Japanese government will increase the number of Japanese students who study in Australia. The two leaders warmly welcomed the commitment to establish the Rio

Tinto Chair of Australia-Japan Studies at the University of Tokyo and the Australia-Japan Research Centre at the Australian National University (ANU), as well as the recent progress on cooperation between Ritsumeikan University and the ANU.

Prime Minister Abe welcomed the decision to simplify entry procedures for Japanese citizens arriving in Australia through the planned expansion of the SmartGate automated border processing system.

The two leaders affirmed their intent to cooperate for the success of the AFC Asian Cup 2015 in Australia, the Rugby World Cup 2019 in Japan and the Games of the XXXII Olympiad and Tokyo 2020 Paralympic Games.

ANNEX

Australia-Japan 135 Degree East Longitude Initiative

1. Prime Ministers Abbott and Abe renewed their commitment to promote two-way student and research mobility between Australia and Japan, so as to deepen mutual understanding and underpin further growth in the relationship.

Student Exchange Plan

- 2. The two leaders will promote two-way student mobility through student exchange support programmes, including the Australian Government's New Colombo Plan and the Japanese Government's Government Scholarship for Study Abroad and the 'TOBITATE! Young Ambassador Program'. The Japanese government will support 2,000 Japanese students to study in Australia in the 2014 financial year. Australia will establish a liaison meeting consisting of related agencies to support Japanese students studying in Australia on the student exchange plan.
- 3. The two leaders welcomed the smooth commencement and implementation of the New Colombo Plan in Japan with the support of the Japan-Australia Friends of the New Colombo Plan. The New Colombo Plan is supporting over 400 Australian undergraduate students to undertake study programmes in Japan during the pilot phase, in addition to existing programmes. They welcomed the establishment of the Kishi Fellow, awarded annually to the best and brightest New Colombo Plan scholarship awardee undertaking studies in Japan.

Promotion of Academic Exchanges

4. Recognising the importance of academic exchange, the two leaders support the Australia-Japan Research Centre at the Australian National University and the Rio Tinto Chair of Australia-Japan Studies at the University of Tokyo to promote research collaboration and intellectual exchanges on political and economic relations, cooperation in the Asia-Pacific region, technology and innovation, student mobility, and growth in Japanese language education in Australia. The Government of Japan will provide these centres with the necessary support for research promotion and/or academic exchange programmes. The two leaders welcomed the valuable support of the private sector in these endeavours. The two leaders also welcomed the cooperation between Ritsumeikan University and the Australian National University on exchange students, consultations towards joint undergraduate courses, and academic exchanges.

Promotion of Japanese Language Education

5. Acknowledging that Japanese language is one of the top languages taught in schools, with 300,000 people studying the language in Australia, and the valuable contribution of Japanese language education programmes run by the Japan Foundation, the two leaders will continue to support the promotion of Japanese language education in Australia.

Exchanges of Parliamentarians

6. The two leaders welcomed active exchanges of parliamentarians between the two countries. In this context, they welcomed the establishment of the Australia/Japan Parliamentary Group in April and the Japan-Australia Parliamentary League in May.