Guidebook for Doing Business in the Asia Pacific:

A Resource for Indigenous Businesses

September 2019

Tips, Tactics, and Resources for Success



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Using this Guidebook

What Will it Provide? Who is it For?

This guidebook is intended to be a resource for Indigenous businesses interested in doing business with the Asia Pacific region, specifically importing and exporting goods and services and attracting investment. Given the diversity of Indigenous communities in Canada (First Nations, Métis, Inuit) and in type, size and sector of Indigenous businesses in Canada, this guidebook focuses on general considerations and resources rather than the details of how a particular business or community should or should not engage, although many of the resources introduced in this guidebook can assist in answering such inquiries.

Indigenous entrepreneurs, Indigenous-owned small, medium, and large enterprises, and economic development corporations will find useful information here, whether they are non-exporters in exploratory stages, or more experienced international players looking to expand or attract investment. The guidebook – or parts of it – may be shared with chief and council, your board of directors, and/or managers to present the case for engaging with Asia Pacific businesses. The guidebook can help you prepare for visits from Asia Pacific stakeholders or for your Asia Pacific in-market endeavours. There are introductions to topics like exporting 101, networking, financing, and cross-cultural business, along with links to external resources like websites, tools, and guides that can provide deeper dives into further understanding the opportunities, challenges and approaches to Asia Pacific business engagement.

Navigating the Guidebook

The guidebook can be read as a whole document. Online, you can use the navigation pane on the left to jump to the relevant section(s) for your interests and needs. You also can download PDFs of each section.

Section 1: Introduction provides an overview of the guidebook and presents the case for why doing business in the Asia Pacific might be a viable and fruitful option for your community to meet its social, cultural and economic goals. Section 2: Background, Best Practices and Winning Strategies for Indigenous Exporters provides a narrative introduction to the opportunities, challenges, and approaches to doing business with the Asia Pacific. Section 3: Tips, Tactics, and Resources for Success provides more detailed information on specific topics and lists of actionable resources focused on different topics of interest, like industry information or cultural guides.

Throughout, the guidebook will help answer the following questions for Asia-interested Indigenous businesses, economic development corporations, and communities, to help grow their presence in the Asia Pacific:

- What government resources are there in Canada and abroad?
- What non-government resources and organizations are available?
- What Indigenous resources are available for aiding in Asia Pacific expansion?
- Where are the obstacles and opportunities for potential Asian investment, business, or trade?

Executive Summary

The Asia Pacific Foundation of Canada presents the *Guidebook for Doing Business in the Asia Pacific: A Resource for Indigenous Businesses.* This resource aims to help catalyze Indigenous business engagement with the Asia Pacific region.

The Asia Pacific is a dynamic region that accounts for the largest portion of the global population and global Indigenous population, and will soon account for most of the global economy, middle class, and ultra-wealthy people. The region has a large interest in Indigeneity, not only among their own Indigenous populations, which are becoming more prominent, but also among other countries like Canada. Historical similarities including colonialist patterns and cultural similarities between the Asia Pacific and Indigenous Canadians can provide the grounds for deep engagement. A long history of Indigenous globalism and recent institutional changes have made it increasingly opportune for Indigenous businesses in Canada to enter the global economy with specific attention to the Asia Pacific. The resources and economic development goals that Indigenous peoples have and the diverse industries they operate in – such as energy, natural resources, agriculture, fish and seafood, the arts, tourism, and digital/technology economies – are complimentary with increasing demand from the Asia Pacific region.

Indigenous peoples are the fastest-growing demographic in Canada and have significant economic potential. There were 55,255 First Nations, Métis and Inuit -owned businesses in Canada in 2016 spread across every province and territory in a wide variety of sectors; this is an increase from 43,000 in 2011 and from 37,445 in 2006. According to one survey, these businesses export at a greater rate than the average Canadian business, and for each dollar lent under the Aboriginal Business Financing Program, C\$3.60 is added to the Canadian GDP.

Despite these positive indicators, going global can be a challenge for Indigenous businesses and communities, especially when acting independently. Obstacles include capacity, having the experience to properly plan and prepare, accessing financing and support programs, understanding and engaging with other cultures, and utilizing resources for business purposes that are in line with community goals. Indigenous nations have many assets, but they can also be challenging to utilize and make doing business difficult. For example, the organizational structure of nations can make it quicker and easier to do some projects, and stall others. Overcoming the many obstacles and challenges is important, as connecting to the global economy is often seen as the next step to Indigenous economic development, which itself is a key to reconciliation.

The guidebook covers some general strategic considerations. For example, co-operation among Indigenous businesses and nations to increase their communications abilities, represent their interests, build partnerships, and increase autonomy in the global economy may help overcome some of the mentioned challenges. Many Indigenous businesses have deep experience in Canada and the United States, which is a positive predictor of success overseas among other factors like having a business plan. For a successful cross-pacific partnership, you will have to learn the formal and cultural aspects of doing business in Asia, just as your partners will have to when in Canada. The importance of cultural competency cannot be overstated.

There are many resources and tips to help you, but the outlook on going global should be one of cautious optimism. Different business strategies may work differently for different businesses and nations, bringing to light positives and negatives that may be difficult to foresee. And just as many studies have taught us, like the insightful *Harvard Project on American Indian Economic Development*, access to all manner of resources and having a plan does not guarantee success. Success hinges on internal factors such as the thoughtful leadership of an enterprise or making hard decisions for the long-term that run counter to the immediate struggles of nations, like spending money on international travel or spending large amounts of time on proposals. This guidebook will not discuss how those decisions should be made or how difficult it will be. Nor is it a how-to guide for every possible configuration of potential Asia engagement.

This guidebook details the many financial, logistical, planning, networking, and Indigenous business supports for doing business and strategizing with the Asia Pacific. It shows which federal and provincial programs and offices, business associations, and Indigenous organizations might be able to help minimize risks and maximize successful engagement in Asia Pacific markets, and can help address some of the obstacles and challenges mentioned. By capitalizing on their resources, cultural and historical similarities, and overlapping goals, Indigenous businesses can be leaders in engagement and seizing opportunities in the Asia Pacific on their own terms.

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Overview

This section provides more detailed information on specific topics and the most actionable resources that this guidebook holds, whereas section 1 and 2 makes a case for why Indigenous businesses should consider business engagement with the Asia Pacific and discuss the opportunities, challenges, and approaches to doing so. Each numbered item lists information or resources specific to a certain area of interest, such as industry information for specific Asian countries, details on current and potential trade and investment agreements, networking opportunities for Indigenous businesses, cultural guides, and more. All of these tips, tactics, and resources sections are introduced in sections 1 and 2 of the guidebook as they came up in relevant discussion, and below is a list of each with a brief description of what you will find within.

- 1. For tips on doing business in Asia generally, see Section 3, Number 1: Doing Business in Asia: Quick Tips;
- 2. A checklist to see if you are ready to export and your potential for doing so can be found in Section 3, Number 2: Exporting Preparedness Checklist;
- 3. For a list of offices and contacts that can assist in planning, financing, and networking in Northeast Asia, see Section 3, Number 3: In-country Resources: Northeast Asia;
- 4. For a list of offices and contacts that can assist in planning, financing, and networking in Southeast Asia, see Section 3, Number 4: In-country Resources: Southeast Asia;
- 5. For a list of offices and contacts that can assist in planning, financing, and networking in South Asia, see Section 3, Number 5: In-country Resources: South Asia;
- 6. For a list of offices and contacts that can assist in planning, financing, and networking in the Pacific, see Section 3, Number 6: In-country Resources: Oceania;
- 7. For support offered by the provinces, including offices and contacts that can assist in planning, financing, and networking, see Section 3, Number 7: Provincial Support for Doing Business in Asia;
- 8. For a list of relevant current and potential free trade agreements and foreign investment promotion and protection agreements, see Section 3, Number 8: Relevant Canada–Asia Pacific Free Trade Agreements and Foreign Investment Promotion and Protection Agreements;
- 9. For a list of partnership-building practices, see Section 3, Number 9: Resources for Networking and Partnership Building in Canada and the Asia Pacific;
- 10. For lists of financial and logistical support resources, see Section 3, Number 10: Financing and Logistical Tools;
- 11. For industry information that can inform your Asia Pacific strategy, see Section 3, Number 11: Industry and Logistical Information for a Successful Asia Pacific Business Strategy;
- 12. For information on dealing with Asian governments, including protecting your IP, government and business law, risk assessment, and trade and investment agreements, see Section 3, Number 12: Dealing with Asian Governments;

- 13. For a list of Indigenous and Asian cultural guides, basic phrases in Asian languages, a list of Asia-related centres at post-secondary institutions across the country, and additional Government of Canada cultural resources on the Asia Pacific region, see Section 3, Number 13: Asia Cultural Guides, Basic Phrases, and Additional Government of Canada Resources;
- 14. For tips on Indigenous economic development practices, see Section 3, Number 14: Current Indigenous Economic Development Practices;
- For examples of engagement actions from previous Indigenous-Asia business strategies, see Section 3, Number 15: Engagement Strategies of Previous Indigenous-Asia Stakeholders and Indigenous Global Business Examples;
- 16. For some accounts of shared Indigenous-Asia history, culture, and values, see Section 3, Number 16: Examples of Shared Indigenous-Asian History, Culture, and Values; and
- For several figures from a 2019 GAC-CCAB report that detail what industries self-employed Indigenous entrepreneurs work in, what destinations Indigenous businesses export to, and which industries Indigenous businesses operate in and export from, see Section 3, Number 17: Trends of Indigenous Participation in Exporting Industries.

1: Doing Business in Asia: Quick Tips



2: Exporting Preparedness Checklist

The <u>Step-by-Step Guide to Exporting</u> lists a number of important questions to ask yourself before going global:

Your expectations – do you have:

Clear and achievable export objectives;

A realistic idea of what exporting entails;

An openness to new ways of doing business; and

An understanding of what is required to succeed in the international marketplace?

Human resources – do you have:

The capacity to handle the extra demand associated with exporting;

A senior management committed to exporting;

Efficient ways of responding quickly to customer inquiries;

Personnel with culturally-sensitive marketing skills; and

Ways of dealing with language barriers?

Financial and legal resources – can you:

Obtain enough capital or lines of credit to produce the product or service;

Find ways to reduce the financial risks of international trade;

Find people to advise you on the legal and tax implications of exporting;

Deal effectively with different monetary systems; and

Ensure protection of your intellectual property?

Competitiveness – do you have:

The resources to do market research on the exportability of your product or service;

Proven, sophisticated market-entry methods; and

A product or service that is potentially viable in your target market?

The **<u>Step-by-Step Guide to Exporting</u>** also lists factors to consider when evaluating your export potential:

Customer profile:

Who already uses your product or service?

Is it in broad general use or limited to a particular group?

Is it popular with a certain age group?

Are there other significant demographic patterns to its use?

What climatic or geographic factors affect the use of your product or service?

Product modification:

Are modifications required to make it appeal to foreign customers?

What is its shelf life? Will this be reduced by time in transit?

Is the packaging expensive? Can it be easily modified to satisfy the demands of foreign customers?

Is special documentation required? Does it need to meet any technical or regulatory requirements?

Transportation:

How easily can it be transported?

Would transportation costs make competitive pricing a problem?

Does it require professional assembly or other technical skills?

Is after-sales service needed? If so, is it available locally or do you have to provide it? Do you have the resources to do this?

Exporting services:

If you're exporting services, what is unique or special about them?

Are your services considered to be world-class?

Do you need to modify your services to allow for differences in language, culture, and business environment?

How do you plan to deliver your services: in person, with a local partner, or electronically?

Capacity:

Will you be able to serve both your existing domestic customers and your new foreign clients?

If your domestic demand increases, will you still be able to look after your export customers or vice versa?

To help you prepare and navigate the complexities of international trade, take this quick **Export quiz** to see if you are ready and take a look at this free **<u>Step-by-Step Guide to Exporting</u>**.

A course to take to ensure you are well prepared for Asia Pacific engagement is the Trade Accelerator Program. TAP, as it is commonly called, was first offered by the Toronto Region Board of Trade in 2015 and is now offered nationwide. Contact an office in your area for more information and to register. The fees will be waived for Indigenous businesses.

Calgary

Edmonton

Halifax

Montreal

രസ Winnipeg

Saskatoon

Toronto

Vancouver

3: In-Country Resources: Northeast Asia

The following provides links to various offices throughout Northeast Asia that can be contacted to provide information for planning, financing, and connecting with potential partners.

Trade Commissioner Service Offices

China Offices: <u>Beijing</u>, <u>Chengdu</u>, <u>Chongqing</u>, <u>Guangzhou</u>, <u>Hangzhou</u>, <u>Hong Kong</u>, <u>Nanjing</u>, <u>Qingdao</u>, <u>Shanghai</u>, <u>Shenyang</u>, <u>Shenzhen</u>, <u>Tianjin</u>, <u>Wuhan</u>, <u>Xiamen</u>, <u>Xi'an</u>

Additional resources can be found at the Trade Commissioner Services Canadian SME Gateway to China.

Japan Offices: Kitakyushu, Osaka, Sapporo, Tokyo, Nagoya

Korea, Mongolia, Taiwan

Export Development Canada

EDC China: Chia Wan Liew, EDC Chief Representative Tel.: (86-21) 3279-2832 Email: cliew@edc.ca

BC Trade Offices

China Offices: <u>Beijing</u>, <u>Guangzhou</u>, <u>Hong Kong</u>, <u>Shanghai</u>

<u>Japan, Korea</u>

Alberta Trade Offices

China Offices: <u>Beijing</u>, <u>Guangzhou</u>, <u>Hong Kong</u>, <u>Shanghai</u>

Japan, Korea, Taiwan

Quebec Trade Offices

Ontario Trade Offices

<u>China Offices</u>: Beijing, Chongqing, Hong Kong, Shanghai





4: In-Country Resources: Southeast Asia

The section provides information for various offices throughout Southeast Asia that can be contacted to provide information for planning, financing, and connecting with potential partners.

Trade Commissioner Service Offices

Vietnam Offices: Hanoi, Ho Chi Minh City

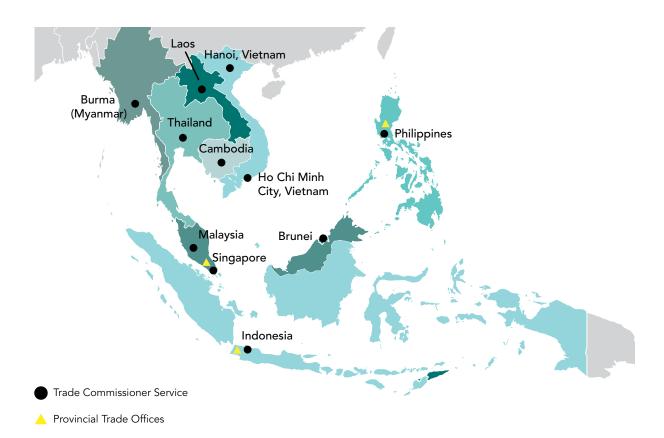
Brunei, Indonesia, Malaysia, Singapore, Burma (Myanmar), Laos, Philippines, Thailand, Cambodia

BC Trade Offices

Philippines, Indonesia, Singapore

Alberta Trade Office

Singapore



5: In-Country Resources: South Asia

This section provides information for various offices throughout South Asia that can be contacted to provide information for planning, financing, and connecting with potential partners.

Trade Commissioner Service Offices

India Offices: Ahmedabad, Chandigarh, Hyderabad, Mumbai, Bangalore, Chennai, Kolkata, New Delhi

Pakistan Offices: Islamabad, Karachi

Bangladesh, Sri Lanka

BC Trade Offices

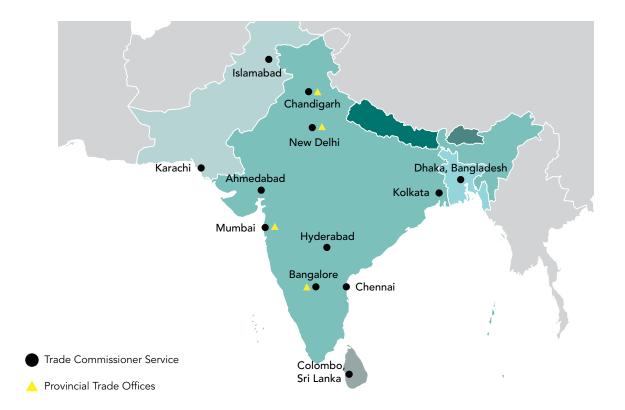
Alberta Trade Office

India Office

India Offices: Delhi, Chandigarh, Mumbai

Ontario Trade Offices

India Offices: Mumbai, New Delhi



6: In-Country Resources: Oceania

This section provides information for various offices throughout the Pacific that can be contacted to provide information for planning, financing, and connecting with potential partners.

Trade Commissioner Service Offices

Australia Offices: Canberra, Sydney

New Zealand Offices: Auckland, Wellington



Trade Commissioner Service

7: Provincial Support for Doing Business in Asia

In addition to federal government programming, provinces and territories also have services for supporting international business. Some provinces have their own trade offices in the region. Provinces with international trade offices are listed in numbers 3 to 6 of this section. Information for provincial domestic trade support is listed below.



Alberta Trade Support

<u>Invest Alberta</u> provides support for Alberta companies looking to grow internationally. Nine of the province's 12 international offices are in Asia.



BC Trade Support

<u>Trade and Invest British Columbia</u> provides support for BC companies looking to grow internationally. They may have services for Asia Pacific regions.



Manitoba Trade Support

The <u>World Trade Centre Winnipeg</u> provides support for Manitoba companies looking to grow internationally. They may have services for Asia Pacific regions.



New Brunswick Trade Support

Opportunities New Brunswick (<u>ONB</u>) provides support for New Brunswick companies looking to grow internationally. They may have services for Asia Pacific regions.



Newfoundland and Labrador Trade Support

International Business Development (IBD) provides support for Newfoundland and Labrador companies looking to grow internationally. They have services for Asia Pacific regions.



Northwest Territories Trade Support

You may find trade support from the **Northwest Territories Industry**, **Tourism**, and **Investment** programs and **services**.



Nova Scotia Trade Support

Nova Scotia Business Inc. (<u>nsbi</u>) provides support for Nova Scotia companies looking to grow internationally. They may have services for Asia Pacific regions.



Nunavut Trade Support

The Nunavut Department of Economic Development and Transportation has various **programs** and **resources** that may provide support for Nunavut companies looking to grow internationally.



Ontario Trade Support

<u>Invest in Ontario</u> provides support for Ontario companies looking to grow internationally. They have services for Asia Pacific regions.

PEI Trade Support

<u>Global Trade Services</u> provides support for PEI companies looking to grow internationally. They have services for Asia Pacific regions.

<u>**Trade Team PEI**</u> provides support for PEI companies looking to grow internationally. They have services for Asia Pacific regions.



Quebec Trade Support

<u>Quebec International</u> provides support for Quebec companies looking to grow internationally. They have services for Asia Pacific regions.



Saskatchewan Trade Support

The Saskatchewan Trade and Export Partnership (**STEP**) provides support for Saskatchewan companies looking to grow internationally. They may have services for Asia Pacific regions.



Yukon Trade Support

You may find trade support from the Government of Yukon <u>funding and support for</u> <u>business</u>.

8: Relevant Canada–Asia Pacific Free Trade Agreements and Foreign Investment Promotion and Protection Agreements

FTAs in force:

Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP)

This agreement strengthens and diversifies trade and investment; creates new jobs; creates commercial opportunities with new free trade partners (Australia, Brunei, Japan, Malaysia, New Zealand, Singapore, and Vietnam) and existing partners (Chile, Mexico, and Peru); eliminates tariffs and non-tariff barriers for sectors such as agriculture, forestry, industrial machinery, heavy equipment, and services; includes labour and environment chapters; and increases investment protection, predictability, and transparency.

Canada-Korea Free Trade Agreement

The Canada-Korea FTA came into force January 1, 2015. This agreement provides increased market access, simplifies business such as through easier clearing of goods through customs, reduces non-tariff barriers, increases access for services and temporary entry, and provides a gateway to other Asian countries.

FIPAs in force:

China

FIPA negotiations began in 1994 but froze until the completion of China's accession to the World Trade Organization. Negotiations resumed in 2004 and the two governments signed the document in 2012. The treaty came into force on October 1, 2014.

Hong Kong

Negotiations were concluded on May 23, 2015. The treaty came into force September 6, 2016.

Mongolia

The first round of negotiations took place in 2009. The Canada-Mongolia FIPA came into force on February 24, 2017.

<u>Thailand</u>

This FIPA came into force September 24, 1998.

FTAs and FIPAs in discussion and negotiation:

India FIPA

Negotiations of this FIPA were concluded in June 2007; the agreement was signed but has not been ratified. This FIPA is paving the way for discussions regarding the Canada–India Comprehensive Economic Partnership Agreement, which is now in negotiations.

Pakistan FIPA

Philippines

totalled C\$761M.

This FIPA entered into force on

November 13, 1996. In 2010, Canadian

direct investment in the Philippines

The third and most recent round of negotiations of this FIPA were held May 28 and 29, 2012, in Ottawa.

India FTA

The tenth round of the Canada-India Comprehensive Economic Partnership Agreement negotiations took place in August 2017, with agreement for more negotiations.

Philippines FTA

Exploratory discussions for potential negotiations of a bilateral FTA were launched in May 2015, and a meeting took place in July 2015. Now the exploratory discussions are focused on overall economic engagement with ASEAN member states.

China FTA

On September 22, 2016, Canada and China announced the launch of exploratory discussions for a possible Canada-China FTA. The most recent set of meetings took place from July 31 to August 4, 2017.

Thailand FTA

In March 2013, Canada and Thailand announced the launch of exploratory discussions for potential negotiations of a bilateral free trade agreement. The exploratory discussions concluded in July 2015. Now the Canadian government is focused on exploratory discussions on overall economic engagement with ASEAN member states.⁹

9: Resources for Networking and Partnership Building in Canada and the Asia Pacific

The following resources may help with preparing for visits from Asia Pacific stakeholders and informing them about Indigenous cultures, histories, and business.

Seven Stages of Building Indigenous–Non-Indigenous Partnerships

Indigenous Works, an organization in Canada that was created to address the need to understand and improve Indigenous – non-Indigenous partnerships, created a <u>seven-stage partnership model</u> based on surveys with over 500 businesses and interviews. The seven stages are:



This partnership model provides characteristics of each stage and recommendations for successfully navigating from one stage to the next.

Resources for Engaging Indigenous Canada

Engagement is a two-way process. Just as Indigenous businesses must learn about each particular market, culture, and people of a particular place in Asia Pacific, it may be beneficial for potential Asian partners to learn more about Indigenous Canada. While there are no comprehensive resources or organizations dedicated to this, there are a number of resources that could be shared to help inform and prepare Asia Pacific stakeholders for engaging with Indigenous Canada. These include:

- BC (2014): <u>Building Relationships with First Nations: Respecting Rights and</u> <u>Doing Good Business</u>; <u>Japanese</u> Translation <u>Mandarin</u> Chinese Translation <u>Korean</u> Translation
- BC (2014): Guide to Involving Proponents When Consulting First Nations;
- Association for Mineral Exploration BC (2015): <u>Aboriginal Engagement</u> <u>Guidebook: A Practical and Principled Approach for Mineral Explorers;</u>
- City of Vancouver (2014): <u>First Peoples: A Guide for Newcomers</u>;
- Alberta (2013): <u>Aboriginal Peoples of Alberta: Yesterday, Today, and</u> <u>Tomorrow;</u>
- Canadian Construction Association (2016): Indigenous Engagement Guide;
- Engaging Saskatoon Region Employers (2019): <u>The Business Case for</u> <u>Reconciliation</u> can provide reasons, lessons learned, best practices, and more for employing Indigenous peoples. This resource can be especially useful in resource projects or others where your partner may hire Indigenous workers; and
- Bob Joseph & Cynthia Joseph (2017): <u>Working Effectively with Indigenous</u> <u>Peoples</u>.
- Canada Council for Aboriginal Business (2019): Business Reconciliation in Canada: <u>Actions for Small Business</u> Business Reconciliation in Canada: <u>Actions for Large Business</u> <u>Business Reconciliation in Canada Guidebook</u>

There is also a wide variety of consulting firms that do work on Indigenous–non-Indigenous relations that may be able to help with Asia Pacific stakeholders.

Networking Through Canada-based Indigenous Organizations



The following organizations may be beneficial to connect with and several hold regular events.

• <u>The International Inter-Tribal Trade and Investment Organization</u> (IITIO) seeks to support and enhance the implementation of the global flow and exchange of Indigenous goods, services, and investments. Global Indigenous business information and news is available at this website;

- <u>The International Indigenous Trade Mission and Conference</u> is held twice a year and can provide information and networking opportunities for Indigenous global business;
- The <u>World Indigenous Business Forum</u> is an annual forum that attracts Indigenous people from around the world to discuss global economic issues and provides information and networking opportunities for Indigenous global business;
- The <u>Canadian Council for Aboriginal Business</u>, a national organization with over 700 Indigenous and non-Indigenous members, offers networking opportunities, research on Aboriginal businesses in Canada, and resources geared toward helping Indigenous business succeed;
- Raven Events' <u>Advanced Business Match Indigenous</u> runs trade and business matching events across the country with a current focus on the Prairies, West, East, Alberta, and Vancouver Lower Mainland;
- <u>The Aboriginal Women's Business Entrepreneurship Network</u> provides support and assistance for Aboriginal women in business at all levels of business, including with specific programs and resources and an annual conference;
- The Inuit Women in Business Network provides support and assistance for Inuit women in business at all levels of business;
- Business Women in International Trade provides trade support and advice, from women-focused trade missions to advice and financing, for majority (51%+) women-owned and managed businesses;
- The <u>Reservation Economic Summit</u> is the largest Indigenous business conference in the United States and provides a large networking and business opportunity; and
- The <u>NMSDC Conference and Business Opportunity Exchange</u>, located in the United States, provides a large forum with the purpose of connecting organizations to minority (including Indigenous) suppliers for procurement and business opportunities.

Networking Through Canada-based Asian Business Associations and Trade Offices



- <u>Canada China Business Council</u>
- <u>Canada Korea Business</u>
 <u>Association</u>
- Canada-India Business Council
- Canada-Vietnam Trade Council
- Hong Kong-Canada Business
 Association
- <u>Taiwan Chamber of Commerce</u> in B.C.
- <u>Taiwan Trade Center</u>

Networking Through Asia-based Chambers, Consulates, and Trade Offices



Canadian Chambers of Commerce and Business Associations in Key Markets

<u>China, Hong Kong, India, Japan, Indonesia, Korea, Philippines, Singapore, Taiwan, Thailand, Vietnam</u>

Association of Southeast Asian Nations

World Chamber Network

Consulates and Trade Offices

<u>Chinese, Indian, Indonesian, Japanese, Korean, Filipino, Mongolian, Singaporean, Taiwanese, Thai, Vietnamese</u>

Government of Canada

- Trade Commissioner Service: Events abroad and events in Canada
- Export Development Canada: <u>Events</u>
- Agriculture and Agri-Food Canada: <u>Trade shows</u>

Mentoring Support in Canada



The Canadian Council for Aboriginal Business reports that the majority of Aboriginal businesses (59%) seek informal networking and mentorship support, while less than a quarter, primarily large well-established companies, seek more formal mentorship opportunities. Below are a few related resources to help with your mentoring needs.

- Futurpreneur Canada
- MentorshipBC
- Forum for Women Entrepreneurs Mentor Program
- <u>Startup Canada</u>
- Ontario Small Business Services: Indigenous entrepreneur guide to starting a business
- Innu Business Development Centre

10: Financing and Logistical Tools

A 2016 survey by the Canadian Council for Aboriginal Business reports that finding and then qualifying for financing are key obstacles for about half of Aboriginal businesses and that women probably find it more challenging to access financing than their male counterparts. Seven out of ten Aboriginal businesses do not have a formal business plan and cite not seeing the value of having one or not having the resources to develop one. This is noteworthy because having a formal business plan can provide a solid foundation for a company and is often a requirement for accessing financing.

As said by the CFO of Indigenous and Northern Affairs Canada,

I see two main challenges: community infrastructure and connectivity in First Nation communities and the persistent socio-economic gap between many First Nations and other Canadian communities. First Nations have entrepreneurial spirit the same as other Canadians, but were often not afforded the same resources and opportunities as other Canadians.

However, I am happy to say that these are all issues that are getting increasing attention and funding. My department is working with First Nation people and communities across Canada to support their aspirations to pursue economic development opportunities and wealth creation. There have also been substantial Government of Canada investments in infrastructure made in recent years in First Nation communities, and increased education funding to improve future opportunities for First Nation youth.¹⁰

The following links provide specific financing and logistics support for Indigenous peoples seeking to enter the global economy.

Indigenous Business Finance Support

- Aboriginal Financial Institutions (AFIs) are the primary Indigenous-owned financial supporters of Indigenous business. There are 59 AFIs located across every province and territory in Canada, and the National Aboriginal Capital Corporations Association (NACCA) website lists them by province or territory and provides a map indicating the location of each AFI. Fourteen of the AFIs, as <u>shown on this website</u>, also administer the Aboriginal Business and Entrepreneurship Development Fund provided by the Government of Canada to support Indigenous business development. These financial supports generally provide more support and favourable terms, such as lower interest rates, than other financial institutions;
- First Nations Financial Authority provides First Nations governments with investment options, capital planning advice, and long-term loans with favourable interest rates;
- Indigenous Tourism Association of Canada provides grants for Indigenous tourism companies, particularly those seeking international clients; and
- Joint Economic Development Initiative provides funding and programs for Indigenous economic development in New Brunswick.

Government of Canada Support

There are several government programs specifically for Indigenous business financing and support.

- <u>Community Opportunity Readiness</u> supports Indigenous communities seeking or pursuing economic opportunities, such as for associated feasibility studies, marketing, or legal fees;
- <u>Entrepreneurship and Business Development Fund</u> is an Indigenous business establishment and development funds specifically for the three territories;
- Lands and Economic Development Services Program provides funding for First Nations and Inuit communities to pursue economic development and address reserve land and environmental management;
- Northern Participant Funding Program helps Indigenous peoples and northerners effectively participate in impact assessment reviews for major infrastructure and resource extraction proposals;
- Aboriginal Business and Entrepreneurship Development is a federal Indigenous business development fund administered by 14 of the Indigenous-owned Aboriginal Financial Institutions throughout Canada, which are themselves coordinated by NACCA;
- Indigenous Growth Fund (NACCA) will allow AFIs to provide more loans to Indigenous startups and Indigenous businesses;
- Funding for Indigenous Economic Development Ontario provide funding for Indigenous business and economic development in Ontario;
- Indigenous Business Development Services provides funding for Indigenous business development in Manitoba; and
- The **Export Financing** web page lists a wide variety of federal and provincial level funding programs.

The Trade Commissioner Service also offers various funding programs in support of exporting and innovation.

Export

CanExport is a federal program that provides financing for exploring foreign markets for exporters. Several business activities are eligible for financing, including target market visits and trade shows.

- <u>CanExport SMEs</u> provides financial assistance to Canadian registered small and medium-sized enterprises to help them develop export opportunities for their product or service in new international markets. The AgriMarketing Program SMEs Component supporting international promotion and market development activities in the agriculture and agri-food sectors is now part of CanExport – SMEs;
- <u>CanExport Community Investments</u> provides support for communities looking for foreign direct investment;
- <u>CanExport Associations</u> allows Canadian national trade organizations to access up to \$400,000 in annual funding to cover up to 75% of the cost for new or expanded international development activities; and

<u>CanExport – Innovation</u> allows Canadian innovators who aim to commercialize technology to access up to C\$75,000 in funding to establish new R&D collaborations with foreign partners to co-develop, validate, or adapt their technologies for commercialization.

Innovate

• <u>Canadian International Innovation Program</u> supports collaborative industrial R&D projects with potential for commercialization between Canada and five countries (Brazil, China, India, Israel, and South Korea).

Export Development Canada Resources

Managing risks:

- Credit Insurance protects against nonpayment;
 - **EDC Select Credit Insurance** will cover up to 90% of losses in case on nonpayment;
 - Portfolio Credit Insurance will cover up to 90% of losses in case on nonpayment; and
- **Performance Security Insurance** businesses can use this service if there is a concern that the customer will call a guarantee.

Securing financing:

- <u>Buyer Financing</u> helps provide a competitive financing package as part of a sales pitch to foreign customers;
- **Direct Lending** is financing to sell into markets outside Canada;
- Structured and Project Finance provides project financing for various international operations; and
- Purchase Order Financing covers up to 90% of purchase order financing and supports cash flow.

Growing working capital:

- **Export Guarantee Program** provides a guarantee to companies' financial institutions, encouraging them to support foreign ventures;
- <u>Account Performance Security Guarantee</u> issues letters of guarantee without using your cash or capital and puts up a 100% guarantee to your bank;
- Foreign Exchange Facility Guarantee prevents having to use collateral for foreign exchange contracts, freeing up cash; and
- <u>Surety Bond Insurance</u> provides easier access to contract or performance bonds.

Additional Canadian Financing Options

- Business Development Bank of Canada provides financing options, including for SMEs. Businesses can apply online for financing options for a wide variety of projects;
- <u>Canadian Commercial Corporation</u> helps companies doing business abroad, especially those pursuing contracts with foreign governments;
- Investment Agriculture Foundation of British Columbia can assist BC agriculture and agri-food exporters; and
- **Futurpreneur Canada** is a non-profit that provides financing and logistical support and mentorship specifically for Canadian youth (ages 18-39).

Canadian Banks with Dedicated Indigenous Banking

- BDC Indigenous Entrepreneur Programs and Resources
- RBC Aboriginal Banking <u>Programs</u> and <u>Services</u>
- TD Indigenous Banking
- BMO Indigenous Banking
- Scotiabank Services for Aboriginal Peoples
- <u>CIBC Indigenous Banking</u>
- Vancity Indigenous Investments (focus on BC)
- Me-Dian Credit Union (focus on Manitoba)
- National Aboriginal Capital Corporations Association (NACCA), a network of Aboriginal Financial Institutions throughout Canada.
- First Nations Bank of Canada
- <u>Raven Indigenous Impact Fund</u>
- Peace Hills Trust

International Financial Institutions

International financial institutions have large social and economic development programs. They can
play an important role in financing and supporting Indigenous businesses who work with emerging
economies, including assistance with funding, advising, and establishing development projects.
International financial institutions include the World Bank, which Canada is a partner with, and the
regional development banks listed below. Canadian membership with these banks provides access
to procurement contract opportunities through projects funded by the banks. To learn about such
procurement opportunities, contact Canada's <u>Offices of Liaison with International Financial Institutions
(OLIFI) at the banks listed below.
</u>

World Bank (and Inter-American Development Bank)

OLIFI Washington

Ms. Carolyn Cudmore Trade Commissioner Tel: (202) 448-6416 Carolyn.Cudmore@international.gc.ca

Ms. Julie Mann Trade Commissioner Assistant Tel: (202) 682-7788 Julie.Mann@international.gc.ca

Asian Infrastructure Investment Bank

OLIFI Beijing Ms. Lilian Zhou Trade Commissioner (Liaison with the AIIB) Tel: (86-10) 5139-4115 Lili.Zhou@international.gc.ca

Asian Development Bank

OLIFI Manila Mrs. Meng Lulu LeBlanc Trade Commissioner Tel: (011-63-2) 857-9099 Menglulu.Leblanc@international.gc.ca

Ms. Lina Pulian Trade Program Assistant Tel: (011-63-2) 857-9131 lina.pulian@international.gc.ca

11: Industry and Logistical Information for a Successful Asia Pacific Business Strategy

- To inform your Asia Pacific business strategy, find information on Canadian industries <u>here</u>. APF Canada provides industry information with <u>these</u> <u>publications</u>, the <u>Investment Monitor</u> tool has key investment information in several industries between Canada and the Asia Pacific, and the <u>APEC</u>. <u>MSMEs</u> website has similar information. You can purchase access to tools like <u>IBIS World</u> and <u>Frost and Sullivan</u> that provide comprehensive industry information, and <u>Mint Global</u> that provides company data, which may be available for free if you are a member of an academic institution;
- You can find access to US and Canadian suppliers, manufacturers, and distributers at <u>ThomasNet</u> and international suppliers and traders of all types of products and services at <u>Wand</u>;
- Country information can help you to understand the trade and investment risk of different countries and sectors based on measurements like political stability, economic data, and cultural trends. Country information can be found from free services such as <u>Export Development Canada</u> (EDC), the EDC <u>Global Export Forecast</u>, and the Trade Commissioner Service <u>Country</u> <u>and sector information for international business</u>. More information is available from <u>CountryWatch</u> (paid), <u>Co-face</u> (free), and more in depth information can be found at the <u>World Bank e-Library</u> and the <u>OECD</u> <u>iLibrary</u> (paid and free options);
- The Port of Vancouver's <u>Moving Cargo</u> and <u>Terminals and Facilities</u> resources can help you with the logistics of getting your products to Asia. Other ports such as the Ports of <u>Halifax</u>, <u>Quebec</u>, and <u>Prince Rupert</u> also have informative websites;
- The <u>Canada Business Network</u> can also help with logistics and provides links to other organizations that offer logistics information; and
- Here are some links to information on different industries in various Asian countries:

China, Korea, Southeast Asia, India, Japan, Taiwan



Harmonized System (HS) Codes

All governments use a system to categorize the imports and exports of their country. Most of the world uses the Harmonized Commodity and Coding System, also known as Harmonized System Codes. You may have to find the HS code if you are seeking import or export information. All goods are assigned a six-digit classification code, where the first two digits refer to the product category, and the next four to six digits refer to different subcategories. Different countries can then add digits, up to 10 total, for more specific products. For example, using the <u>Canada Post HS Code tool</u>, if you put in Singapore as a destination and lentils as your product, the tool will ask you a few questions and then display 0713.40 as the HS code associated with dried and shelled lentils. The HS code is used when shipping products and for other trade information. You can put that code into Canada's <u>Tariff Finder</u>, which has tariff information for countries with which Canada has a free trade agreement. You can also use the Tariff Finder itself to find which tariffs (if any) apply to the product you are exporting or importing. Otherwise, you can use Canada's <u>tariff information by country</u> website, which has more countries.

12: Dealing with Asian Governments

Dealing with different governments and foreign businesses can be difficult. This section provides information on how to do so.

Protecting Your Intellectual Property (IP) and Traditional Knowledge (TK)

See <u>IP Beyond Our Borders</u>, <u>Intellectual Property for Exporting Businesses</u>, and <u>Protecting your Intellectual</u> <u>Property Rights in China</u> for information on protecting your IP.

In addition to typical business IP, traditional knowledge is important to Indigenous peoples. TK provides valuable social and economic contributions and should be protected just as well as IP. Examples of TK include Indigenous peoples' understanding of their local ecosystem, such as migration patterns; knowledge of how to make artwork or tools; and cultural materials like songs or symbols. Essentially, Indigenous peoples have some rights over what they know, have known, or will know, just like a technology company might know how to produce a certain product and have the right to use that knowledge and have it protected. TK is often crucial for Indigenous peoples' subsistence and survival and may be crucial for Indigenous businesses to protect in global markets because it is a possible competitive advantage (e.g. authentic Indigenous products and/or services), and because there is often a sacredness of TK or cultural expression that has been provided from ancestors and passed on through generations, and is to be protected for future generations. For more information, see the World Intellectual Property Rights guide, Protect and Promote Your Culture – A Practical Guide to Intellectual Property for Indigenous Peoples and Local Communities.

Governments and Business Law

The following guides provide information on the ease of doing business and business law:

Hong Kong, India, Indonesia, Japan, Korea, Mongolia, Philippines, Singapore, Taiwan, Thailand, Vietnam

Risk Assessment

Economic Development Canada provides the <u>Country Risk Quarterly</u>, where you can learn about the risk of doing business in different countries, and <u>Managing Risk: A guide for exporters</u>, where you can learn about managing risk.

Benefiting from Trade and Investment Agreements

Trade and investment agreement information relevant to different Asia Pacific countries is **provided** by the Government of Canada.

13: Asia Cultural Guides, Basic Phrases, and Additional Government of Canada Resources

These resources can help with cross-cultural business considerations to help you prepare before going to Asia and to prepare for visits from Asian stakeholders.

Asia Pacific News

<u>Asia Watch</u> is a free subscription offered by APF Canada that provides the latest analysis of news, trends, and happenings in the Asia Pacific three times a week.

Cultural Guides

<u>China, Hong Kong, India, Indonesia, Japan, Korea, Mongolia, Philippines, Singapore, Taiwan, Thailand, Vietnam</u>

Basic Phrases

<u>China</u> (Mandarin), <u>Hong Kong</u> (Cantonese), <u>India, Indonesia, Japan, Korea, Mongolia, Philippines, Taiwan</u> (Mandarin), <u>Thailand</u>, <u>Vietnam</u>

Canadian Post-Secondary Institutions with Asia Pacific Related Centres

- David Lam Centre at Simon Fraser University (BC);
- Centre for East Asian Research at McGill University (Quebec);
- York Centre for Asian Research at York University (Ontario);
- Asian Institute at Munk School of Global Affairs at University of Toronto (Ontario);
- Institute of Asian Research at University of BC (BC);
- China Institute at University of Alberta (Alberta);
- Asian Studies Centre at University of Manitoba (Manitoba); and
- Centre for Asia-Pacific Initiatives at University of Victoria (BC).

Government of Canada Country-Specific Resources

China, India, Indonesia, Japan, Korea, Mongolia, Philippines, Singapore, Thailand, Vietnam

14: Current Indigenous Economic Development Practices

Practices and Approaches to Indigenous Economic and Business Development

The Public Policy Forum's report <u>Realizing The Potential: Global Perspectives on Indigenous Economic</u> <u>Development</u> summarizes good practices of Indigenous economic development from 11 Canadian and global case studies:

Governance

- Establish relationships as early as possible
- Separate politics and business
- Develop and establish good governance arrangements

Broader Economic Impacts

- Make financing accessible and tailored to Indigenous entrepreneurship
- Establish joint ventures to help build capacity
- Leverage partnerships with other communities

Community Engagement

- Invest in diversified training and education programs
- Create pathways from school to jobs
- Develop long-term community plans, including a strategy for royalties

This is the report's summary of principles for successful development:

1	Establish and maintain productive, mutually respectful relationships.
2	Be proactive in driving Indigenous economic development as a priority.
3	Understand culture, land rights, and historical treaties when considering business opportunities.
Л	Strive to achieve standards that surpass laws and regulation.

- 5 Understand the potential social and environmental impact of projects.
- 6 Ensure that business opportunities make sense from a commercial perspective and benefit everyone.
- 7 Build long-term sustainability into agreements: focus on the capacity to benefit future generations.

The Indigenous Approach to Economic Development

According to Anderson and Kayseas, two Canadian academics who have done significant work on Indigenous economic development:

The Aboriginal approach to economic development is a predominantly collective one centered on the community or 'nation' for the purposes of:

- 1. Ending dependency through economic self-sufficiency.
- 2. Controlling activities on traditional lands.
- 3. Improving the socioeconomic circumstances of Aboriginal people.
- 4. Strengthening traditional culture, values and languages (and the reflecting the same in development activities).

Involving the following processes:



¹¹ Anderson, Robert and Bob Kayseas. 2008. Indigenous communities, entrepreneurship, and economic development in the new economy. USASBE 2008 Proceedings, p. 25.

Additional Indigenous Business Development Tips

- 1. Any conversation on Indigenous entrepreneurship may benefit from including community perspectives and social objectives. Entrepreneurship can be a "multi-objective" endeavour, where achieving both social and economic objectives is possible. The lines between the two are often blurred in the Indigenous community. What makes a group Indigenous is often, though not always, conducive to a more communal approach to entrepreneurship. Connecting to the global economy is seen by many as the key to Indigenous development, and development in turn is seen as a key component of reconciliation. Entrepreneurship can be the catalyst for this action. Entrepreneurship is conducted and should be conceived of not only at the individual level, but also the communal level, for the Indigenous community where development corporations and co-operation are prominent.¹² "The establishment of a successful Indigenous venture [may] require[s] dual leadership: a cultural authority and a practical 'hard driver.' ... [C]ultural authority provides reassurance to every band member that these enterprises are compatible with the aspirations and traditions of the band." Someone is also required to "translate intentions to actions."¹³
- 2. Consider how Indigenous governments and development corporations act as mediating structures. Development corporations support bridging to external economies, and governments facilitate a positive social environment, reducing conflict and increasing bonding within the community. Together, these structures can enable communities to opt in to the global economy.¹⁴
- 3. Consider differences and similarities between Indigenous economic development and classic economic development. Indigenous economic development includes Indigenous values and social, environmental, historical, and cultural considerations, whereas classic economic development focuses on land, labour, and capital. These differences provide both challenges and opportunities for entering Asia Pacific markets.
- 4. Consider pros and cons of starting your business on reserve. Starting a business as a sole proprietorship on reserve may have tax benefits, but could limit future growth by reduced access to formal and informal equity capital.¹⁵
- 5. Plan for business leadership succession. "The durability of a successful Indigenous venture is potentially more vulnerable to generational change than is mainstream enterprise."¹⁶
- 6. Remember that starting a business is just the start and that change and growth may take time. "For an Indigenous venture, change [may] be even harder than creation." For example, this is often the case in situations when the correct business decision is to cease an enterprise but there is significant pressure to maintain jobs or a positive image within the community.¹⁷ The following figure lists obstacles to growth for exporting and non-exporting Indigenous businesses.

¹² Anderson, Robert, et al. 2006. Communities in the global economy: where social and indigenous entrepreneurship meet. Entrepreneurship as Social Change: A Third Movements in Entrepreneurship Book. Edited by Chris Steyaert and Daniel Hjorth. Edward Elgar Publishing.

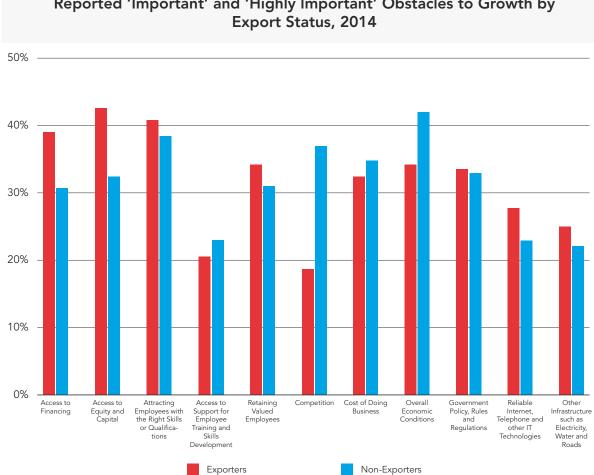
¹³ Hindle, Kevin et al. 2005. Relating practice to theory in Indigenous entrepreneurship: A pilot investigation of the Kitsaki partnership portfolio. American Indian Quarterly 29 (1-2): 13-14.

¹⁴ Anderson, Robert and Bob Kayseas 2008. op. cit.

¹⁵ Johnstone, Harvey. 2008. Membertou First Nation Indigenous people succeeding as entrepreneurs. Journal of Enterprising Communities: People and Places in the Global Economy 2(2): 140–150.

¹⁶ Hindle op. cit. p. 14.

¹⁷ Ibid. pp. 15-16.



Reported 'Important' and 'Highly Important' Obstacles to Growth by

Figure 7.

Source: Audrey Bélanger Baur (2019), Indigenous-Owned Exporting Small and Medium Enterprises in Canada, Global Affairs Canada & Canadian Council for Aboriginal Business, p. 33

7. Having higher levels of education, more experience, and a business plan will bolster export success. The 2019 GAC-CCAB report found that a university or post-graduate education increases the proportion of exporters to non-exporters, that SME owners with more than 10 years of management experience are more likely to export and those with under 5 years of experience are much less likely to export, and that having a business plan makes it almost 10% more likely that an Indigenous enterprise will export.

15: Engagement Strategies of Previous Indigenous-Asia Stakeholders and Indigenous Global Business Examples

The following bulleted lists provide specific recommended actions developed by an Indigenous organization seeking to increase engagement with Asia.

BC First Nations Energy and Mining Council <u>China Strategy</u> Recommended Actions

- First Nations Capacity Building partnering with provincial and federal governments and foreign universities to improve capacity and engagement ability;
- Promote opportunities for engagement with China interests annual missions to and from China, developing formal and informal relationships with Asian organizations and associations in Canada (such as the Asia Pacific Foundation of Canada);
- Establish a China Desk to assist First Nations to respond to and develop business opportunities will help access markets, promote products, understand opportunities, and connect with investors;
- Develop best practices for engagement to promote adequate consultation and collaboration, advice for negotiating mining agreements;
- Expand market opportunities for First Nations in China Exploring specific opportunities in forestry and tourism, seeking federal funding support;
- Approach the provincial and federal governments to discuss and develop mutual benefits/opportunities promoting specific working groups and initiatives; and
- Create a unified message branding to ensure inclusion of First Nations peoples, ensure needs and desires are heard, with specific plans to communicate to various levels of business and government in Canada and China.

BC First Nations Energy and Mining Council <u>Japan Strategy</u> Recommended Actions

- Conduct a First Nations trade mission to Japan;
- Formalize a cultural exchange with the Ainu people;
- Develop programs to foster Asia competence in First Nations youth;
- Engage in dialogue with Japanese counterparts to create understanding of First Nations;
- practices, traditions, and norms; and
- Build consensus with stakeholders and develop and adopt a First Nations strategy on Japan.

Indigenous Global Business Examples

In addition to a variety of new services, the Trade Commissioner Service has collected a variety of Indigenous exporting and importing success stories on its <u>Spotlight on Inclusive Trade – Indigenous Business</u> web page. The TCS highlights the importance of free trade agreements, particularly the Canada-European Union Comprehensive Economic and Trade Agreement (CETA), as an important factor for all the examples. Briefly, they include:

- Glooscap Ventures, a Glooscap First Nation community-owned group of businesses, imports Greek feta cheese for use in other products through its partnership with the Greek cheesemaker Ilia Gourmet. Their partnership is based on shared social values. This story highlights how partnerships can provide unique opportunities and can be strong when they are based on shared values;
- Arctic UAV is an Indigenous-owned, Iqaluit, Nunavut, based business that provides Unmanned Aerial Vehicle services such as photography and videography. They recently went global by opening an office in Greenland, which provides them easier access and exporting to other European markets. This example shows that establishing a physical presence, when done strategically, can ease the process of accessing new markets and is often a smart first step when globalizing;
- Little Miss Gourmet Products Inc. is owned by Indigenous businesswoman Ellen Melcosky of Esketemc First Nation. She discussed how the TCS helped her begin exporting. This story highlights the importance of the TCS. Ellen recommends even reaching out and letting them know you may be interested in exporting; and
- Okwaho Equal Source is a global consultancy with offices in Canada and Australia and clients around the
 world. It is focused on Indigenous-owned enterprises and social, economic, and environmental impact.
 It is 100% owned by Anishinaabe, Kanien'kehá:ka, and Māori Indigenous peoples. This story highlights
 the possibility of partnering with Indigenous nations around the world with similar goals. There are
 Indigenous enterprises around the world that have the same needs and desires, particularly the large
 need for business development activities from the local to the global level.

16: Examples of Shared Indigenous-Asian History, Culture, and Values

Cross-cultural aspects of global business can improve or decrease the quality of partnerships and chance of success in business. It is, therefore, important to understand the cultures, histories, interests, and values of people (non-Indigenous and Indigenous) and markets of the Asia Pacific, of which there is great diversity.

Cultural Dimensions

There is a large amount of cultural diversity among the non-Indigenous and Indigenous people in the Asia Pacific. At a broad level, there are some similarities, such as the importance of relationships, and values such as community, long-term thinking, and patience, in business and life. Business dealings that address cultural similarities can quickly establish deeper relationships, a feat that is otherwise difficult in the fast-paced world of business.

Indigenous Works states some characteristics of traditional Indigenous culture as follows:

- Community is the foremost of all values;
- The future tense is dominant;
- The world is understood mythically;
- Goals are met with patience;
- Gifts are regarded as social glue;
- Work is often motivated by group need;
- Aging is a source of wisdom;
- Eye contact is thought over-assertive;
- Assertiveness is non-communal;

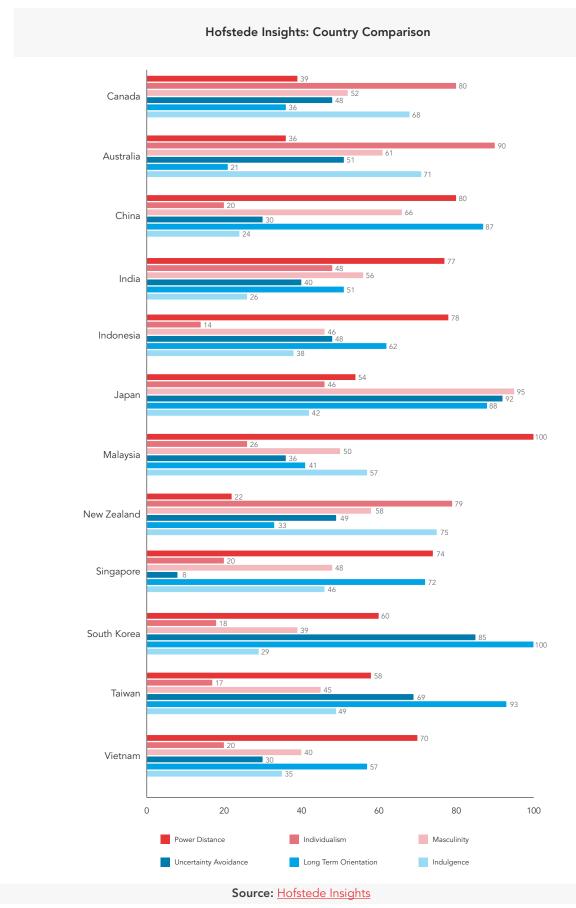
- Listening skills are prized;
- Soft spoken words carry farthest;
- Nodding signifies understanding;
- Handshake is soft, signalling no threat;
- Collective decisions are consensual;
- A faith in harmony with nature;
- Family is extended family; and
- Responds to praise of the group.

Upon a review of values presented in Aboriginal communities across North America, Ojibway-Anishinaabe elder Jim Dumont asserted that there are seven primary traditional values: kindness, honesty, sharing, strength, bravery, wisdom, and humility.¹⁸

Cultural dimensions, known as <u>Hofstede's cultural dimensions</u>, have commonly been used in international business literature, and are often used to compare the cultural orientations of different countries. Using

¹⁰ Newhouse, David. 2000. Modern Aboriginal economies: Capitalism with a red face. Journal of Aboriginal Economic Development 1(2): 58. Originally in James Dumont. 1993. *Justice and Aboriginal People*. Aboriginal peoples and the justice system: Report of the National Round Table on Aboriginal Justice Issues. Ottawa: Royal Commission on Aboriginal Peoples, pp. 42-85. Hofstede's dimensions, Indigenous cultures across eight countries have been generalized to have high collectivism/low individualism (meaning Indigenous peoples are more likely to work together and less likely to value individual achievements), low power distance (meaning Indigenous peoples are less likely to have a hierarchical organization, where decision-making and power are clearly given more to certain people and less to others), low uncertainty avoidance (meaning Indigenous peoples are more likely to embrace uncertainty), and high femininity/low masculinity.¹⁹ Figure 8 compares the cultural orientations of some Asia Pacific countries for reference. Several countries have cultural similarities to generalized Indigenous people's cultures, but it should be noted that these scores don't represent Indigenous populations, and the Indigenous cultural dimensions used above are based on eight countries.

Figure 8.



Asia Pacific Foundation of Canada | 41

Shared Canada–Asia Pacific Indigenous Experiences

The following historical accounts provide information on how Indigenous peoples have a long history of shared experiences, culture, and hardships, that can provide a base for meaningful engagement in business.

Historical Colonial Patterns

Details and timelines differ, but <u>colonial experiences</u> were often similar across Indigenous nations in Canada and the Asia Pacific, including Japan, Taiwan, New Zealand, and Australia. Similarities include systemic discrimination and oppression, forced relocation, assimilation, the separation of children through work programs or residential schools, and the resulting increase in negative outcomes such as poverty and incarceration and decrease in positive outcomes such as higher educational attainment or healthy lifestyles. These shared historical injustices led to a shared presence in global movements for Indigenous rights, leading to national and international recognition of rights, for example through UNDRIP. This led to the now-shared presence in the global movement for Indigenous business, for example with many states and Indigenous peoples collaborating to support Indigenous business, including through state Indigenous business strategies, trade missions, and articles in trade agreements.

Asia Pacific Cultural Affinities

- The <u>Pacific Peoples Partnership</u> works to support collaboration on issues of Indigenous peoples in the South Pacific and Canada. People around the Pacific share many similar cultures and concerns.
- The <u>Asia Indigenous Peoples Pact</u> is a regional organization focused on promoting rights and issues of interest and relevance to Indigenous peoples in the region.
- The <u>Asia Indigenous Women's Network</u> is a regional organization that promotes the rights and issues of interest and relevance to Indigenous women in the region.
- The <u>Asia Young Indigenous Peoples Network</u> is a regional organization that promotes the rights and issues of interest and relevance to Indigenous youth in the region, particularly culture, self-determination, the environment, and human rights.

Current Canadian Indigenous-Asia Pacific Indigenous Relations

Māori-Canadian Indigenous Connections

- <u>Three Māori representatives</u> participated in a cultural exchange with the Inuit in Iqaluit in early 2019, with hopes of furthering cultural ties for the purpose of learning from each other and inspiring confidence to participate in their traditional cultures. There are many examples of such cultural exchanges.
- The University of Northern British Columbia provides a <u>cross-cultural Indigenous knowledge exchange</u> with the Māori, and the University of Otago provides <u>similar exchanges</u> for Māori. Māori from the University of Canterbury visited members of the <u>First Nations Tax Commission and Tulo Centre of</u> <u>Indigenous Economics</u> in 2016 to generate relationships and ideas for tax planning and economic development.

• A Canadian Indigenous business delegate travelled to New Zealand and met with Māori people in 2018 during the <u>World Indigenous Business Forum</u>, and Canadian Indigenous and Māori delegates travelled together and had meetings on a <u>trade mission to China</u>. The <u>Trade Commissioner Service of Canada</u> has been actively working on Indigenous-Māori business opportunities in New Zealand.

Taiwan Aborigine-Canadian Indigenous Connections

- In June 2015, a 10-person delegation from the Taiwan Council of Indigenous Peoples met with Indigenous organizations around the country, including the First Nations Tax Commission. The delegation aimed to learn about economic development and financial practices on reserve.
- A Memorandum of Understanding was signed between the <u>Canadian Trade Office in Taipei</u> and the Taiwan Council of Indigenous Peoples on Indigenous co-operation in 1998, and renewed in 2008. Such co-operation includes culture, health, education, policy, and economic development.
- Taiwan held an <u>international Indigenous economy forum</u> in 2018 that included, among many other countries, Canadian delegates.

Japan Ainu-Canadian Indigenous

- Delegates of the <u>Métis Nation visited several Ainu organizations</u> and discussed the Métis people in Japan during 2013.
- Japan and Canada have many "twin" cities, established to promote relations between the two countries. These twin cities often have Indigenous cultural components including exchanges and art collaborations of the Ainu and Canadian Indigenous peoples.
- There have been various cultural exchanges with the Ainu, including with the <u>Tlingit people of the</u> <u>Yukon and BC</u>, <u>Simon Fraser University</u>, and some through the <u>University of Manitoba</u>.

Australian Aborigine-Canadian Indigenous Connections

- There is an Indigenous-Indigenous exchange program offered by the <u>University of Victoria and the</u> <u>Wollotuka Institute in Australia</u>, and the University of British Columbia provides the Indigenous-Indigenous <u>Australia Leadership Program</u> exchange with St. Catherine's Residential University College. There are other examples of cultural exchanges with <u>Thompson Rivers University</u> and <u>in art</u>.
- Delegates from Canada and Australia met at the 2015 World Indigenous Business Forum.

Indigenous–Non-Indigenous Asia Pacific Relations in Canada

 Chinese visits to Canada were first recorded in 1788 to Nootka Sound, BC, but there exists evidence of Chinese trade with Indigenous peoples predating that time by centuries. In 1858, Chinese immigrants arrived in large numbers in Vancouver, where they faced dangerous working conditions on the Canadian Pacific Railroad and treatment as second-class residents. This status was reinforced by the Canadian government's *Chinese Immigrant Act* of 1885. The Act enforced ever-increasing head taxes on the Chinese people. The updated 1923 Act entirely banned Chinese immigration, with some special circumstance exceptions, giving it the nickname of the Chinese Exclusion Act. Parallels have been drawn between the act and treatment of Chinese people in Canada with the *Indian Act* of 1876 and treatment of Indigenous peoples.²⁰ The Canadian government issued a formal apology along with some symbolic payments to surviving head-tax payers in 2006.

Japanese immigrants have had similar experiences in Canada, including in Steveston, BC, and along the BC coast. Japanese people likely met First Nations people for the first time in 1877 when the first known Japanese migrant came to Canada. Relations moved from hostile to friendly as Japanese and Indigenous peoples recognized their shard discriminatory treatment. The prominent fishing industry along the Pacific coast that employed many First Nations people soon employed many Japanese rather than First Nations people. The Canadian government attempted to limit the number of Japanese immigrants. Japanese people held many jobs previously held by First Nations people, such as in the town of Steveston that had a large canning industry. During the Second World War, the Canadian government interned 22,000 Japanese Canadians and stripped them of their belongings and property.

After the eviction and internment of Japanese Canadians by the Government of Canada during the Second World War, greater understanding developed between the two populations. An important symbol of this is the Nishga Girl, a fishing boat built in 1967 by the Japanese-Canadian boat builder Judo Tasaka and given to the Nyce family of the Nisga'a. Nishga Girl symbolizes the thousands of fishing boats that were confiscated by the Canadian government from Japanese-Canadian fishermen during the internment period. The Nyce family had taught Tasaka how to build boats, allowing his family to become financially independent again.²¹

After the Second World War, First Nations people began advocating for Japanese Canadian redress, including an apology and compensation, which was eventually achieved in a 1988 agreement with the Canadian government.

- In Grassy Narrows, Ontario, an Indigenous community began suffering from mercury poisoning, a debilitating and lethal disease, around 1970. After initial research, Canadians paid little attention to the community's experiences despite ongoing effects. A Japanese research team, that first arrived in the community in 1975 has continued their research and outreach to the present. Over 100 people died of mercury poising in Minamata, Japan, during the 1950s. One of the Japanese scientists who arrived in 1975 made the first diagnosis of human effects, years after Canadians were aware of the issue, after hearing about a "mini-Minamata" from a Japanese photographer. He made over 100 diagnoses and identified dozens more suspected cases of poisoning. Canada has still not recognized any Minamata disease cases. Almost five decades later, the Japanese research team continues to use their experience to help Indigenous Canadians and advance our understanding of industrial affects on our food chain.
- Similarities have been drawn between "throat games" of the Ainu (an Indigenous people of Japan) and the Inuit, leading to a hypothesis that there was cultural diffusion from the Ainu of Northeast Asia to the Inuit of North America.²²
- In the mid 20th century, the Inuit people of Canada, specifically in Cape Dorset, adopted the Japanese printmaking style. The style has had a significant impact on Inuit art.

²² Jean-Jacques Nattiez, Jean-Jacque. 1983. The Rekkukara of the Ainu (Japan) and the Katajjaq of the Inuit (Canada): A comparison. The World of Music 25(2): 33-44.

²⁰ <u>BC First Nations Energy and Mining Council</u> op. cit. p. 8.

²¹ BC First Nations Energy and Mining Council and APF Canada. 2014. <u>Towards a First Nations-Japan Strategy</u>. pp. 1-2.

Indigenous-Non-Indigenous Asia Pacific Relations in Asia

- The **BCFNEMC** has highlighted the cultural affinity between First Nations people and Chinese people using the example of cultural exchanges, such as the gifting of a totem pole after the 2008 Wenchuan earthquake for the lives lost and the Four Host First Nations cultural exchange during the Beijing Olympics. They also emphasize relationships built from historical discrimination and oppression by the BC and Canadian government, mutual support, respect, and shared values such as traditions and respecting elders.
- Government, business, and academic relations in China have been established by Grand Chief Edward John and the <u>BCFNEMC</u>. This includes interaction with the China Association for Intercultural Communication at Beijing Foreign Studies University, the sixth annual Canada-China Energy and Environment Forum, and meetings with Canada's ambassador to the People's Republic of China, Consul General of China to Canada in Vancouver Liang Shugen, Ambassador of China to Canada Zhang Junsai, Chinese banks, and mining and forestry companies.
- The Yinka Dene Alliance, consisting of five First Nations from northern B.C., sent a letter directly to Chinese President Hu Jintao in February 2012 in an attempt to create their own political connections, with the aim of preserving their lands from oil pipeline development without their involvement. The letter raised Indigenous issues including resistance to the northern gateway pipeline, in an attempt to add the issue to the agenda of a meeting between the Chinese leader and the Canadian Prime Minister shortly thereafter.²³ The alliance has also directly reached out to governments in Japan, South Korea, and the United States and members of the European Parliament to raise issues of concern.
- The Ainu, an Indigenous people of Japan, also share a similar history with Indigenous peoples in Canada. Policies as far back as the 1800s aimed to assimilate the Ainu people and turn them into Japanese style farmers. Like the Indigenous peoples of Canada, they had no legal recognition as an Indigenous people, were stripped of their cultural and societal elements, were nationally controlled, and only in 2008 did the national government officially recognize the Ainu as an Indigenous people. Beyond support for traditional cultural revitalization and tourism (e.g. 1997 Ainu Cultural Promotion Protection Act, 2019 Ainu Promotion Act), Canadian-style reconciliation remains a long way off.

17: Trends of Indigenous Participation in Exporting Industries

The figures in this section show trends in Indigenous participation in exporting and industries from a 2019 GAC-CCAB joint study that may help with understanding where current opportunities exist and what Indigenous self-employed entrepreneurs and SMEs are more likely to export.

The study found that the percentage of Indigenous-owed SMEs that export (24.4%) is higher than the national average (11.8%). While the report notes caveats about the accuracy of the numbers due to the small and select sample size, the numbers are still worth noting.



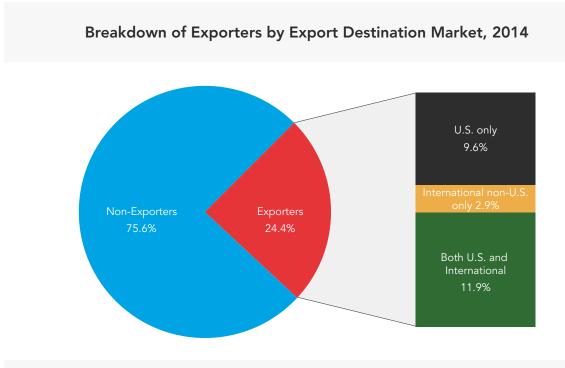


Figure 10 shows in which industries self-employed Indigenous entrepreneurs operate.

Figure 10.

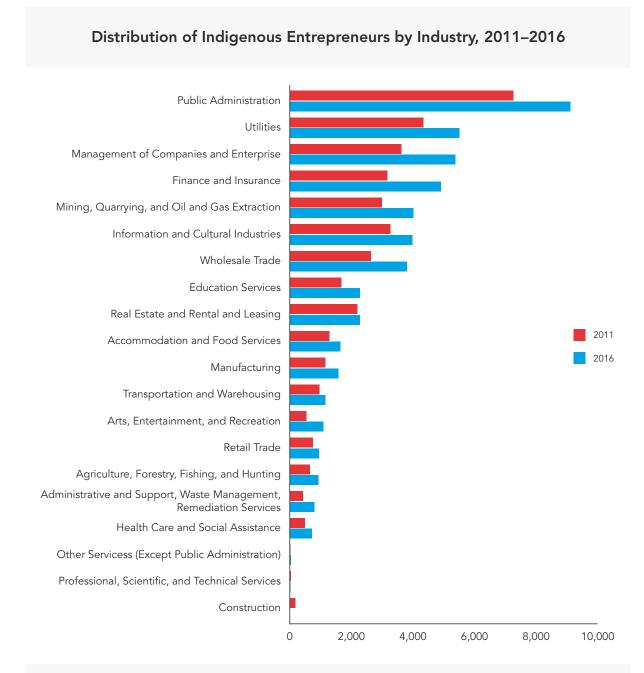
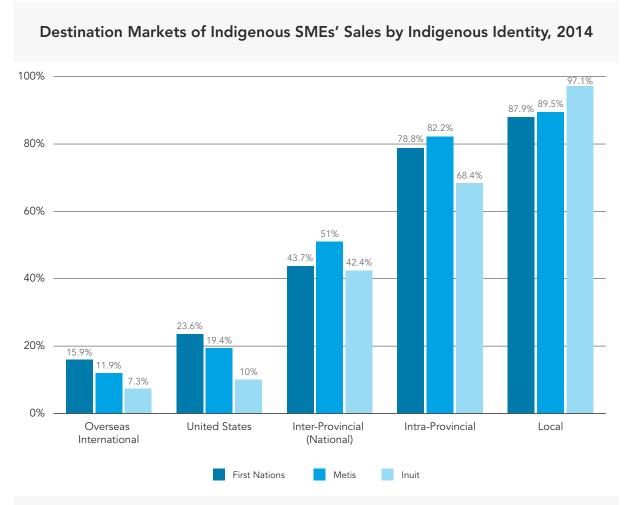


Figure 11 details the Indigenous SME market destination by sales by Indigenous identity.

Figure 11.



Source: Audrey Bélanger Baur (2019), <u>Indigenous-Owned Exporting Small and Medium Enterprises in Canada</u>, Global Affairs Canada & Canadian Council for Aboriginal Business, p. 19

Figure 12 shows the industries (according to North American Industry Classification codes) that Indigenous SMEs operate in, the percentage of companies that are exporters and non-exporters, and the propensity of Indigenous SMEs in each of the industries to export. The exporter and non-exporter columns show the percentage of all Indigenous businesses that are in that industry and do or don't export (i.e. out of all Indigenous enterprises, 3.9% are in construction and export, 36% are in construction and don't export), and the export propensity column shows the percentage of all Indigenous enterprises in that industry that export (i.e. 3.4% of construction enterprises export). This figure shows the industries with the highest propensity to export are:

- Consulting (83.8%);
- Arts, entertainment, and recreation (69%);

- Accommodation and food services (57.5%);
- Manufacturing (50.1%);
- Real estate and rental and leasing (49.3%); and
- Retail trade (31.4%).

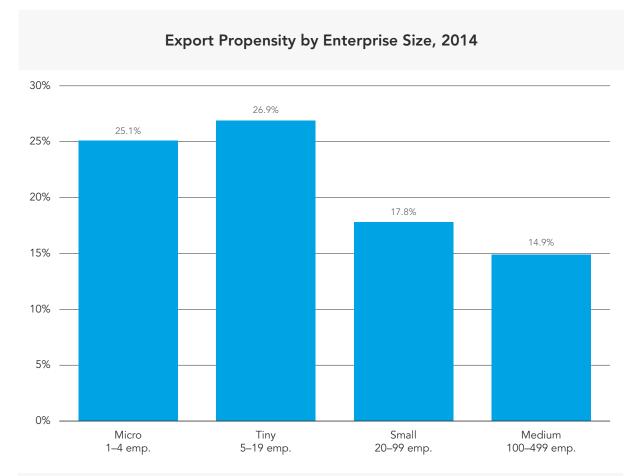
Figure 12.

Distribution of Indigenous SMEs by Industry and Export Status (%), 2014

	Exporters	Non-Exporters	Export Propensity
11 — Agriculture, Forestry, Fishing and Hunting	3.50%	3.50%	24.30%
21 — Mining and Oil and Gas Extraction	5.60%	8.10%	18.20%
23 — Construction	3.90%	36.00%	3.40%
31-33 — Manufacturing	14.40%	4.60%	50.10%
41 — Wholesale Trade	2.40%	2.30%	25.50%
44 — Retail Trade	17.20%	12.10%	31.40%
48 — Transportation and Warehousing	6.70%	8.50%	20.30%
51 — Information and Cultural Industries (e.g. publishing, broadcasting, internet)	2.60%	2.10%	28.40%
53 — Real Estate and Rental and Leasing	4.30%	1.40%	49.30%
54 — Professional, Scientific, and Technical Services (e.g. legal, accounting, advertising, consulting) *excluding general consulting	13.50%	9.10%	32.40%
56 — Administrative and Support, Waste Management, and Remediation Services	0.00%	1.30%	0.00%
71 — Arts, Entertainment and Recreation	5.80%	0.80%	69.00%
72 — Accommodation and Food Services	7.60%	1.80%	57.70%
81 — Other Services	8.50%	8.10%	25.20%
98 — Consulting (general)	4.00%	0.30%	83.80%
Total	100.00%	100.00%	24.4%

As Indigenous businesses develop, counter to Canadian SMEs and typical international trade theory, they become less likely to export. This is due to many small (20-99 employee) enterprises operating in construction and natural resource extraction, which are not prone to exporting, and micro enterprises often being located on reserve, where market diversification is a necessity.²⁴







If you have access to certain products (e.g. fishing in the Atlantic, the resource sectors in Western Canada) or services (e.g. greater access to technology workers in larger cities) and are in an industry with a high propensity to export, it may be easier and more profitable to export. For exporters, according to a CCAB report, "Nearly one third are concentrated in Ontario (31.5 percent), over a fifth are located in British Columbia (22.8 percent), approximately one eight are in Quebec (12.5 percent) and Alberta (12.3 percent) respectively, and the remainder are distributed across the Atlantic provinces (7.9 percent), Saskatchewan (6.1 percent), Manitoba (4.9 percent) and the Territories (1.8 percent)."²⁵

²⁴ Bélanger Baur, Audrey. 2019. Indigenous-owned exporting small and medium enterprises in Canada. Global Affairs Canada & Canadian Council for Aboriginal Business. p. 20.

Figure 14.

Export Propensity and Five Main Industries, Canadian Regions and Provinces, 2014

Region	Export Propensity	Five Main Industries
Ontario	41.30%	Retail Trade; Professional, Scientific and Technical Services; Construction; Other Services; Manufacturing
British Columbia	31.80%	Construction; Transportation and Warehousing; Professional, Scientific and Technical Services; Manufacturing; Other Services
Atlantic Provinces	31.10%	Retail Trade; Construction; Accommodation and Food Services; Other Services; Professional, Scientific and Technical Services
Saskatchewan	22.90%	Construction; Retail Trade; Manufacturing; Professional, Scientific and Technical Services; Transportation and Warehousing
Quebec	19.60%	Construction; Retail Trade; Transportation and Warehousing; Professional, Scientific and Technical Services; Agriculture, Forestry, Fishing and Hunting
Alberta	15.10%	Mining and Oil and Gas Extraction; Construction; Other Services; Professional, Scientific and Technical Services; Transportation and Warehousing
Territories	12.40%	Construction; Transportation and Warehousing; Professional, Scientific and Technical Services; Manufacturing; Other Services
Manitoba	10.00%	Construction; Manufacturing; Retail Trade; Professional, Scientific and Technical Services; Transportation and Warehousing

Acknowledgements

The authors of this report are:

Dr. Scott Harrison, Program Manager – Engaging Asia, Asia Pacific Foundation of Canada

Dakota Norris (Gwich'in First Nation), Junior Research Scholar – Indigenous-Asia Business Relations, Asia Pacific Foundation of Canada

We would like to thank everyone who provided insights, comments, and suggestions for this guidebook.

We would like to hear from you.

How can this guide be improved? What kind of information or supports would be helpful for your Asia Pacificrelated business endeavours? Do you have lessons learned or experiences you would like to share? How can the Asia Pacific Foundation of Canada work with you moving forward?

Contact: scott.harrison@asiapacific.ca

About the Asia Pacific Foundation of Canada

The Asia Pacific Foundation of Canada (APF Canada) is dedicated to strengthening ties between Canada and Asia with a focus on expanding economic relations through trade, investment, and innovation; promoting Canada's expertise in offering solutions to Asia's climate change, energy, food security, and natural resource management challenges; building Asia skills and competencies among Canadians, including young Canadians, and improving Canadians' general understanding of Asia and its growing global influence.

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