

ECONOMIC AND EMPLOYMENT COMMISSION

THIRD SESSION

SUGGESTED REVISIONS* TO THE DRAFT REPORT ON ITEM 7
OF THE AGENDA (DOCUMENT E/CN.1/W.33)

Prepared by the Secretariat

RESOLUTION A

Revision suggested by the representative of the Union of Soviet Socialist Republics

Paragraph 4 (a): should be eliminated since the corresponding point was excluded from the fourth paragraph of the draft report.

New Paragraph 7

Revision suggested by the representative of Brazil

Page 5, insert after paragraph 6: (This revision replaces the original Brazilian suggestion which appears on page 4 of document E/CN.1/W.35)

"It was felt further that investments made with the participation of local capital constituted a desirable trend which should be encouraged in the interest of foreign investors and the capital importing countries alike. The abolition of double taxation in capital exporting countries was recognized as a good incentive for investments to be made abroad and the Commission is looking forward to the results of the work of the Fiscal Commission in this regard. The Commission agreed that governmental or international guarantees of private investments would be of value in promoting a greater volume of such investments, and specifically that the power of the International Bank for Reconstruction and Development to guarantee suitable private loans offers a useful means to this end."

RESOLUTION B

Revision suggested by the representative of the Union of Soviet Socialist Republics

Paragraph 1: substitute the words "have to come chiefly" for the words "have to come largely".

* These revisions were received subsequent to those contained in documents E/CN.1/W.35 and E/CN.1/W.35/Add.1.

Revisions suggested by the representative of Byelorussian Soviet Socialist Republic

1. Paragraph 2: Eliminate the words "as well as foreign private investments in appropriate cases"
2. Paragraph 3: Eliminate the entire paragraph 3.

Revisions suggested by the representative of the Union of Soviet Socialist Republics

1. Paragraph 4: revise the beginning of paragraph 4 as follows:

"Recommends to the member countries of the United Nations to be guided by the principle that credits and assistance given by member countries of the United Nations to other countries should be made in the interest of people of the countries receiving credits and assistance and should not be accompanied by any political conditions and should not be utilized as a means of interfering in the internal affairs of those countries." (The numbering of the remaining points of this resolution and the introduction of these points should be editorially revised accordingly).

2. Paragraph 4 (a): (This paragraph will become 4 (b) if the above is adopted) Revise this paragraph as follows:

"The regional economic commissions should consider the ways and means of assisting economically under-developed countries of the United Nations for the purpose of accelerating their economic development, especially their industrialization, by means of developing economic co-operation of these countries among themselves and with other countries on the basis of respect to their independence. In that connection particular attention should be given to the problem of industrialization of non-self-governing territories.

3. Paragraph 4 (b): Substitute the words "by way of credits, in the first instance for acquiring equipment" for the words "by way of finance, food and equipment".

4. Paragraph 4 (c): Eliminate the words "due attention to be given to the possibility of financing the provision of such goods through foreign private capital markets".

5. Paragraph 4 (i): Revise by substituting the words "with particular attention to industrialization of non-self-governing territories" for the words "with particular attention to the economic development (including industrialization wherever practicable) of the non-self-governing territories"

6. Add a new paragraph to the resolution as follows:

"The loans and credits should be encouraged instead of direct

/investments

investments in view of the special danger of direct foreign investments interfering in the political and economic affairs of these countries."

NEW RESOLUTION C

Revision suggested by the representative of Brazil

THE ECONOMIC AND SOCIAL COUNCIL

RECOGNIZING that during the second World War the industrial and economic potential in many economically under-developed countries was devoted entirely, in common with that of other countries, to the support of the war effort of the United Nations, thus resulting in the excessive wear and tear and, in certain cases, in the destruction of industrial plant, and since these countries lack the means of replacing this equipment from their own resources, their replacement requirements merit immediate consideration;

NOTING the efforts of the under-developed countries to obtain the necessary equipment and materials at present in short supply in the world which they need to rehabilitate and to develop their economies;

DRAWS the attention of the specialized agencies to the importance of providing speedy and effective assistance to the economically under-developed countries in the interests of promoting a high level of production and employment in these countries and throughout the world; and

RECOMMENDS to Governments of exporting countries to take into due account the urgent need of supplies of equipment and materials for the under-developed countries affected by the war and required for the rehabilitation and modernization of their productive machinery.
