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SUSTAINABLE DEVELOPMENT AND INTERNATIONAL ECONOMIC COOPERATION: TRADE AND DEVELOPMENT

Draft resolution submitted by the Vice-Chairman of the Committee, Mr. Conor Murphy (Ireland), on the basis of informal consultations held on draft resolution A/C.2/50/L.17

International trade and development

The General Assembly,

<u>Reaffirming</u> the Declaration on International Economic Cooperation, in particular the Revitalization of Economic Growth and Development of the Developing Countries, <u>1</u>/ the International Development Strategy for the Fourth United Nations Development Decade, <u>2</u>/ the United Nations New Agenda for the Development of Africa in the 1990s, <u>3</u>/ the Programme of Action for the Least

- 2/ Resolution 45/199, annex.
- 3/ Resolution 46/151, annex, sect. II.

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^{1/} Resolution S-18/3, annex.

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Developed Countries for the 1990s, $\underline{4}$ / the Cartagena Commitment, $\underline{5}$ / Agenda 21, $\underline{6}$ / and the various agreements that provide an overall policy framework for sustained economic growth and sustainable development in order to address the challenges of the 1990s,

<u>Recalling</u> its resolutions 1995 (XIX) of 30 December 1964, as amended, $\underline{7}/$ on the establishment of the United Nations Conference on Trade and Development as an organ of the General Assembly, 47/183 of 22 December 1992 on the eighth session of the Conference, and 48/55 of 10 December 1993 and 49/99 of 19 December 1994 on international trade and development,

<u>Welcoming</u> the appointment of the Secretary-General of the United Nations Conference on Trade and Development,

<u>Noting</u> the progress made by the United Nations Conference on Trade and Development in the implementation of the outcome of its eighth session, in particular its contribution, within its mandate, to trade and development,

<u>Emphasizing</u> the importance of an open, rule-based, equitable, secure, non-discriminatory, transparent and predictable multilateral trading system,

<u>Emphasizing also</u> that a favourable and conducive international economic and financial environment and a positive investment climate are necessary for the economic growth of the world economy, including the creation of employment, in particular for the sustained economic growth and sustainable development of the developing countries, and emphasizing further that each country is responsible for its own economic policies for development,

<u>Welcoming</u> the successful conclusion of the Uruguay Round of multilateral trade negotiations at the Ministerial Meeting of the Trade Negotiations Committee, held at Marrakesh, Morocco, from 12 to 15 April 1994, and noting that the Uruguay Round agreements <u>8</u>/ represent a historic achievement, which is expected to contribute to strengthening the world economy and to lead to more

4/ Report of the Second United Nations Conference on the Least Developed Countries, Paris, 3-14 September 1990 (A/CONF.147/18), part one.

5/ See <u>Proceedings of the United Nations Conference on Trade and</u> <u>Development, Eighth Session, Report and Annexes</u> (United Nations publication, Sales No. E.93.II.D.5), part one, sect. A.

6/ Report of the United Nations Conference on Environment and Development, Rio de Janeiro, 3-14 June 1992, vol. I, Resolutions Adopted by the Conference (United Nations publication, Sales No. E.93.I.8 and corrigendum), resolution 1, annex II.

 $\underline{7}$ See resolutions 2904 A (XXVII), 31/2 A and B and 34/3.

<u>8</u>/ <u>Legal Instruments Embodying the Results of the Uruguay Round of</u> <u>Multilateral Trade Negotiations, done at Marrakesh on 15 April 1994</u> (GATT secretariat publication, Sales No. GATT/1994-7).

trade, investment, employment and income growth throughout the world and in particular to the promotion of sustained economic growth and sustainable development, in particular in the developing countries,

Emphasizing the importance of strengthening and attaining a greater universality of the international trading system and welcoming the process directed towards the accession of economies in transition and developing countries that are non-members of the General Agreement on Tariffs and Trade into the World Trade Organization thereby contributing to their rapid and full integration into the multilateral trading system,

Noting the assessment and recommendations adopted at the Mid-term Global Review of the Implementation of the Programme of Action for the Least Developed Countries for the 1990s, held in New York from 25 September to 6 October 1995,

Noting also that the Uruguay Round agreements should lead to, <u>inter alia</u>, a substantial liberalization of international trade, the strengthening of multilateral rules and disciplines to ensure more stability and predictability in trade relations, and the establishing of rules and disciplines in new areas, and noting further the founding of a new institutional framework in the form of the World Trade Organization, with an integrated dispute settlement mechanism which should prevent the application of unilateral actions against international trade rules,

<u>Recognizing</u> that the developing countries have made a major contribution to the success of the Uruguay Round, in particular by accepting the challenges of trade liberalization reforms and measures, and stressing that there is a need for positive efforts designed to ensure that developing countries, especially the least developed among them, secure a share in the growth in international trade commensurate with their economic development needs,

<u>Recognizing also</u> that the subregional and regional economic integration processes, including those among developing countries, which have intensified in recent years, impart substantial dynamism to global trade and enhance trade and development possibilities for all countries, and stressing that in order to maintain the positive aspects of such integration arrangements and to assure the prevalence of their dynamic growth effects, Member States and groupings should be outward oriented and supportive of the multilateral trading system,

Expressing concern about possible adverse effects of the implementation of the Uruguay Round agreements for the least developed countries, particularly those in Africa and net food importing countries arising from the implementation of the Uruguay Round agreements, as included in the Final Act Embodying the Results of the Uruguay Round of Multilateral Trade Negotiations, <u>9</u>/ signed at Marrakesh, and recognizing the need to assist those disadvantaged developing countries so that they benefit fully from the implementation of the Uruguay Round,

<u>9</u>/ Ibid., vol. 1.

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<u>Welcoming</u> the generous offer of the Government of South Africa to act as host for the ninth session of the United Nations Conference on Trade and Development,

<u>Recognizing</u> the role of the United Nations Conference on Trade and Development in identifying and analysing new and emerging issues in the international trade agenda in accordance with agreed conclusions 410 (XL) of 29 April 1994 of the Trade and Development Board on the Uruguay Round, <u>10</u>/ agreed conclusions 419 (XLI) of 30 September 1994 of the Board on the Uruguay Round, <u>11</u>/ and decision 426 of _______ of the Board, <u>12</u>/ as well as with the provisional agenda for the ninth session of the United Nations Conference on Trade and Development, <u>13</u>/

Noting the importance of the inaugural Ministerial Conference of the World Trade Organization, scheduled to take place in Singapore in December 1996,

<u>Stressing</u> the need to promote, facilitate and finance, as appropriate, access to and the transfer of environmentally sound technologies and the corresponding know-how in particular to the developing countries, on favourable terms, including concessional and preferential terms, as mutually agreed, taking into account the need to protect intellectual property rights, as well as the special needs of the developing countries in the implementation of Agenda 21,

<u>Taking note with satisfaction</u> of the recommendation on trade, environment and sustainable development made by the Commission on Sustainable Development at its third session, <u>14</u>/ and recognizing, in the spirit of a new global partnership for sustainable development, the need for a balanced and integrated approach to environment, trade and development issues,

1. <u>Takes note</u> of the reports of the Trade and Development Board on the second part of its forty-first session $\underline{15}$ / and the first part of its forty-second session, $\underline{16}$ / and calls upon all States to take appropriate action to implement the outcome of those sessions;

<u>10</u>/ See <u>Official Records of the General Assembly</u>, Forty-ninth Session, <u>Supplement No. 15</u> (A/49/15), part one, chap. II, sect. A.

<u>11</u>/ See A/49/15 (Vol. II), chap. I, sect. A.

<u>12</u>/ See A/50/15 (Vol. II), chap. __, sect. __.

13/ See A/50/15 (Vol. I), chap. I, sect. A.

<u>14</u>/ <u>Official Records of the Economic and Social Council, 1995, Supplement</u> <u>No. 12</u> (E/1995/32), chap. I, paras. 47-72.

<u>15</u>/ A/50/15 (Vol. I).

<u>16</u>/ A/50/15 (Vol. II).

2. <u>Also takes note</u> of the <u>Trade and Development Report, 1995</u>, <u>17</u>/ and recognizes the contribution such reports have made to the international trade and development dialogue;

3. <u>Emphasizes</u> the importance of follow-up and monitoring of the implementation of the policies and measures contained in the Cartagena Commitment, adopted by the United Nations Conference on Trade and Development at its eighth session, held at Cartagena de Indias, Colombia, from 8 to 25 February 1992;

4. <u>Stresses</u> the urgent need to continue trade liberalization, including liberalization through a substantial reduction of tariff and other barriers, in particular non-tariff barriers, to trade and the elimination of discriminatory and protectionist practices in international trade relations, and to improve access to the markets of all countries, in particular those of the developed countries, in order to generate sustained economic growth and sustainable development;

5. <u>Also stresses</u> the need for the full integration of the economies in transition, as well as other countries, into the world economy, in particular through improved market access for their exports and elimination of discriminatory tariff and non-tariff measures and further liberalization of their trade regimes, including <u>vis-à-vis</u> developing countries, and recognizes in this respect the importance of open regional economic integration of interested economies in transition among themselves as well as with developed and/or developing countries in creating new possibilities for expanding trade and investment;

6. <u>Further stresses</u> the importance of the timely and full implementation of the agreements contained in the Final Act Embodying the Results of the Uruguay Round of Multilateral Trade Negotiations and the significance of the entering into force of the Agreement Establishing the World Trade Organization <u>18</u>/ on 1 January 1995;

7. <u>Emphasizes</u> the importance of the full and continuing implementation of the provisions contained in the Final Act that confer special and differential treatment for developing countries, including decisions giving special attention to the situation of the least developed countries and the net food importing developing countries;

8. <u>Notes</u> the work that has been undertaken jointly and separately by the United Nations Conference on Trade and Development and the World Trade Organization on the impact of the Uruguay Round on developing countries, and looks forward to the integration of this analysis into discussions, including those at the ministerial conferences;

17/ United Nations publication, Sales No. E.95.II.D.16.

^{18/} See Legal Instruments Embodying the Results of the Uruguay Round of Multilateral Trade Negotiations done at Marrakesh on 15 April 1994 (GATT secretariat publication, Sales No. GATT/1994-7), vols. 1 and 27-31.

9. <u>Invites</u> the United Nations Conference on Trade and Development at its ninth session to transmit its assessment on challenges and opportunities arising from the Uruguay Round agreements from a development perspective to the Ministerial Conference of the World Trade Organization;

10. <u>Emphasizes</u> the need for continued review and evaluation of the implementation of the Uruguay Round agreements to ensure that the benefits of the evolving multilateral trade system promote sustained economic growth and sustainable development;

11. <u>Also emphasizes</u> the significance of the Ministerial Conference of the World Trade Organization, to be held in Singapore in December 1996, in helping to set the future direction of a rule-based multilateral trading system;

12. <u>Deplores</u> any attempt to bypass or undermine multilaterally agreed measures of trade liberalization, through resort to unilateral actions, over and above those agreed to in the Uruguay Round, and reaffirms that environmental and social concerns should not be used for protectionist purposes;

13. <u>Notes</u> the work of the United Nations Conference on Trade and Development on trade and environment, in particular, the outcome of its Ad Hoc Working Group on Trade, Environment and Development, and also notes the work of the Committee on Trade and Environment of the World Trade Organization;

14. <u>Also notes</u> the progress achieved by the joint United Nations Environment Programme/United Nations Conference on Trade and Development programme in the consideration of trade and environment issues and invites the two organizations to continue their work in accordance with paragraph 59 of chapter I of the report of the Commission on Sustainable Development on its third session; <u>19</u>/

15. <u>Reaffirms</u> the need as a matter of priority to implement the Programme of Action for the Least Developed Countries for the 1990s, taking into account the assessment and recommendations adopted at the Mid-term Global Review of the Implementation of the Programme of Action for the Least Developed Countries for the 1990s, held in New York from 25 September to 6 October 1995;

16. <u>Emphasizes</u> the urgent need for assistance to African countries, <u>inter alia</u>, for evaluation of the impact of the Final Act Embodying the Results of the Uruguay Round of Multilateral Trade Negotiations and to enable them to identify and implement adaptive measures to enhance their competitiveness;

17. <u>Requests</u> preference-giving countries to improve their preferential schemes, and invites the 1996 Policy Review on the Generalized System of Preferences to examine possible adaptations to the system, taking into account paragraphs 134 to 140 of the Cartagena Commitment, as well as the results of the Uruguay Round;

<u>19</u>/ <u>Official Records of the Economic and Social Council, 1995, Supplement</u> <u>No. 12</u> (E/1995/32).

18. <u>Reaffirms</u> the role that the United Nations Conference on Trade and Development has been playing as the focal point within the United Nations for the integrated treatment of development and interrelated issues in the areas of trade, finance, technology, investment, services and sustainable development and, within this context, stresses that there should be constructive and effective cooperation between the Conference and the World Trade Organization, based on the complementarity of their functions;

19. <u>Decides</u> to enable the United Nations Conference on Trade and Development to discharge its mandate, thereby making it a more effective and efficient instrument for promoting development;

20. <u>Recognizes</u> that the United Nations Conference on Trade and Development at its ninth session will, <u>inter alia</u>, consider the future role of the Conference, including its relationship with other international institutions, to generate synergies among them and, on the basis of the mandate of the Conference and with a view to strengthening the United Nations system, the Conference should be enabled to become a more effective instrument for promoting development;

21. <u>Invites</u> the United Nations Conference on Trade and Development to consider, in close cooperation with other competent organizations, new and emerging issues on the international trade agenda, taking into account the new multilateral trade framework with a view to fostering international consensusbuilding among Member States in such areas as trade and environment, and competition policy, and, in this regard, recognizes the role of the Conference in preparing the background work and consensus-building on such issues in accordance with the agreed conclusions 410 (XL) and 419 (XLI) and decision 426 of the Trade and Development Board;

22. <u>Also invites</u> the United Nations Conference on Trade and Development, in close cooperation with other competent organizations, to follow developments in the international trading system, in particular their implications for developing countries, and identify new trading opportunities arising from the implementation of the Uruguay Round agreements in order to provide information and technical support with a view to facilitating the integration of those countries into the system and to assist them in taking full advantage of new trading opportunities, in accordance with agreed conclusions 410 (XL) of the Trade and Development Board;

23. <u>Requests</u> the United Nations Conference on Trade and Development to monitor, analyse and review the development of trade between economies in transition and developing countries and to recommend appropriate measures for its revival, thus contributing to the strengthening of the multilateral trading system;

24. <u>Welcomes</u> the measures taken by the secretariats of the United Nations Conference on Trade and Development and the World Trade Organization and invites them to continue to develop their working relationship, mutual cooperation and complementarity; A/C.2/50/L.73 English Page 8

25. <u>Emphasizes</u> the importance to the international trading system of the inclusion in multilateral trade agreements of all countries that are not members of the World Trade Organization, and urges the international community to assist appropriately and adequately those countries that are not members of the World Trade Organization in the steps towards acceding to that organization;

26. <u>Requests</u> the United Nations Conference on Trade and Development, and invites the World Trade Organization, in accordance with their respective mandates and competence and in close cooperation with other competent United Nations bodies and the regional commissions, to address trade and environment matters comprehensively and to report, through the Commission on Sustainable Development, to the Economic and Social Council and the General Assembly at its special session in 1997 on the concrete progress achieved on the issue of trade and environment;

27. <u>Also requests</u> the United Nations Conference on Trade and Development to continue its special role in the field of trade and environment, including analytical and empirical work, conceptual and empirical studies, policy analysis, and consensus-building, with a view to ensuring transparency and coherence in making environmental and trade policies mutually supportive, taking into account the need for continued close cooperation and complementarity in the work of the Conference, the United Nations Environment Programme and the World Trade Organization;

28. <u>Further requests</u> the United Nations Conference on Trade and Development to focus and intensify, where necessary, its technical assistance in the light of the Uruguay Round agreements, in cooperation with relevant international organizations, in particular the International Trade Centre and the World Trade Organization, with the aim of increasing the capacities of developing countries, especially the least developed countries, African countries, and small island developing States, so that they may participate effectively in the international trading system;

29. <u>Further requests</u> the United Nations Conference on Trade and Development to continue to provide technical assistance to economies in transition, bearing in mind the needs of developing countries, in particular with regard to their full integration into the multilateral trading system, so as to contribute to the expansion of external trade, <u>inter alia</u>, with developing countries.
