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Sectoral policy questions: industrial development cooperation

**Draft resolution submitted by the Vice-Chairman of the Committee,
Mr. Bruno van der Pluijm (Belgium), on the basis of informal
consultations held on draft resolution A/C.2/57/L.8**

Industrial development cooperation

The General Assembly,

Recalling its resolutions 46/151 of 18 December 1991, 49/108 of 19 December 1994, 51/170 of 16 December 1996, 53/177 of 15 December 1998 and 55/187 of 20 December 2000 on industrial development cooperation,

Recalling also the United Nations Millennium Declaration adopted by the heads of State and Government on 8 September 2000,¹

Reaffirming the outcomes of the Fourth Ministerial Conference of the World Trade Organization, held at Doha from 9 to 13 November 2001,² the Third United Nations Conference on the Least Developed Countries, held at Brussels from 14 to 20 May 2001,³ the International Conference on Financing for Development, held at Monterrey, Mexico, from 18 to 22 March 2002,⁴ and the World Summit on Sustainable Development, held at Johannesburg, South Africa, from 26 August to 4 September 2002,⁵

Taking note that the United Nations Industrial Development Organization has been awarded by the Global Environment Facility Council the status of an executing agency with expanded opportunities of the Global Environment Facility,

¹ See resolution 55/2.

² See A/C.2/56/7, annex.

³ See A/CONF.191/11 and 12.

⁴ *Report of the International Conference on Financing for Development, Monterrey, Mexico, 18-22 March 2002* (United Nations publication, Sales No. E.02.II.A.7), chap. I, resolution 1, annex.

⁵ A/CONF.199/20, chap. I.

Recognizing the role of the business community, including the private sector, in enhancing the dynamic process of the development of the industrial sector, and underlining the importance of the benefits of foreign direct investment in that process,

Recognizing also the importance of the transfer of technology to the developing countries and countries with economies in transition, as an effective means of international cooperation in the pursuit of poverty eradication and sustainable development,

Taking note of the report of the Director-General of the United Nations Industrial Development Organization,⁶ and welcoming the process of reform that has led to the more efficient work of the organization and the value of the conclusions contained therein, and encourages the United Nations Industrial Development Organization to continue to enhance its effectiveness,

1. *Reiterates* that industrialization is a key element in the promotion of the sustainable development of developing countries and countries with economies in transition and in the creation of productive employment, value added income generation and thus, the eradication of poverty, as well as in the facilitation of social integration, including the integration of women into the development process;

2. *Underlines* the importance of industrial development cooperation and a positive investment and business climate at the international, regional, subregional and national levels in promoting the expansion, diversification and modernization of productive capacities in developing countries and countries with economies in transition;

3. *Emphasizes* the necessity of a favourable international and national environment for the industrialization of developing countries, and urges all Governments to adopt and to implement development policies and strategies that promote, within a framework of transparent and accountable industrialization policies, inter alia, enterprise development, foreign direct investment, technological adaptation and innovation, expanded access to markets and effective use of official development assistance to enable developing countries to enhance an environment that is attractive to investment, so as to augment and supplement domestic resources for the expansion, diversification and modernization of their industrial production capacity in the context of an open, equitable, non-discriminatory, transparent, multilateral and rule-based international trading system;

4. *Confirms* the contribution of industry to social development, especially in the context of the linkages between industry and agriculture, and notes that, within the totality of these interlinkages, industry serves as a powerful source of the employment generation, income creation and social integration required for the eradication of poverty;

5. *Acknowledges* the interlinkage of globalization and interdependence, and reiterates the importance of the transfer of technology to developing countries and countries with economies in transition as an effective means of international cooperation in the field of industrial development;

⁶ See A/57/184.

6. *Calls* for the continuing use of official development assistance for industrial development in the developing countries and countries with economies in transition, and calls upon donor countries and recipient countries to continue to cooperate in their efforts to achieve greater efficiency and effectiveness of official development assistance resources devoted to industrial development cooperation and to support the efforts of developing countries and countries with economies in transition to promote industrial development cooperation among themselves and underlines the importance of mobilizing funds for industrial development at the country level, including private funding and funds from relevant development finance institutions;

7. *Reiterates* the importance of cooperation and coordination within the United Nations system in providing effective support for the sustainable industrial development of developing countries and countries with economies in transition, and calls upon the United Nations Industrial Development Organization to continue to carry out its central role in the field of industrial development according to its mandate;

8. *Encourages* the United Nations Industrial Development Organization to continue to enhance its effectiveness, relevance and development impact through, inter alia, strengthening its cooperation with other institutions of the United Nations system at all levels;

9. *Calls upon* the United Nations Industrial Development Organization to participate actively in coordination at the field level through common country assessment/United Nations Development Assistance Framework processes and sectorwide approaches;

10. *Welcomes* the membership of the United Nations Industrial Development Organization in the United Nations Development Group;

11. *Encourages* the United Nations Industrial Development Organization to implement appropriate projects funded through the Global Environment Facility, particularly where these involve the transfer of technology;

12. *Welcomes* the current discussions among the member States of the United Nations Industrial Development Organization on programme priorities and the substance of programmes, aimed at helping the United Nations Industrial Development Organization to become a more focused, effective and efficient organization capable of delivering concrete outcomes, and to gain better recognition and stronger support in the international community;

13. *Requests* the United Nations Industrial Development Organization to facilitate industrial development with emphasis on initiatives to support micro, small and medium-sized enterprises of developing countries and countries with economies in transition, in particular least developed countries and landlocked developing countries;

14. *Encourages* the United Nations Industrial Development Organization to contribute actively to the achievement of the objectives of the New Partnership for Africa's Development, with a view to strengthening the industrialization process in Africa;

15. *Encourages* the United Nations Industrial Development Organization to develop further its global forum capacity according to its mandate, with the aim of

enhancing, in the context of the globalization process, a common understanding of global and regional industrial sector issues and their impact on poverty eradication and sustainable development, and calls for further strengthening of the demand-driven integrated programme approach at the field level;

16. *Requests* the Secretary-General to submit to the General Assembly at its fifty-ninth session a report on the implementation of the present resolution.
