



General Assembly

Distr.: Limited
5 December 2006

Original: English

Sixty-first session Second Committee

Agenda item 57 (b)

Eradication of poverty and other development issues: industrial development cooperation

**Draft resolution submitted by the Vice-Chairman of the Committee,
Mr. Prayono Atiyanto (Indonesia), on the basis of informal consultations
held on draft resolution A/C.2/61/L.40**

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, 55/187 of 20 December 2000, 57/243 of 20 December 2002 and 59/249 of 22 December 2004 on industrial development cooperation,

Recalling also the United Nations Millennium Declaration,¹ the Monterrey Consensus of the International Conference on Financing for Development² and the Plan of Implementation of the World Summit on Sustainable Development (“Johannesburg Plan of Implementation”),³

Recalling further the 2005 World Summit Outcome,⁴

Recalling its resolution 60/265 of 30 June 2006 on the follow-up to the development outcome of the 2005 World Summit, including the Millennium Development Goals and the other internationally agreed development goals,

Noting that the reform of the United Nations Industrial Development Organization has enabled it to become more focused, effective and efficient and more capable of delivering concrete outcomes and providing valuable contributions

¹ See resolution 55/2.

² *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.

³ *Report of the World Summit on Sustainable Development, Johannesburg, South Africa, 26 August-4 September 2002* (United Nations publication, Sales No. E.03.II.A.1 and corrigendum), chap. I, resolution 2, annex.

⁴ See resolution 60/1.



to the achievement of the internationally agreed development goals, including the Millennium Development Goals,

Noting also the attention given by the United Nations Industrial Development Organization to poverty eradication through its priorities,

Noting further the prevailing industrial gap and disparities between developed and developing countries,

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 on mutually agreed terms to the developing countries as well as countries with economies in transition as an effective means of international cooperation in the pursuit of poverty eradication and sustainable development,

Noting that the Commission on Sustainable Development at its fourteenth session discussed, inter alia, industrial development,

1. *Takes note* of the report of the Director-General of the United Nations Industrial Development Organization;⁵

2. *Reaffirms* that industrialization is an essential factor in the sustained economic growth, sustainable development and eradication of poverty of developing countries and countries with economies in transition as well as in the creation of productive employment, income generation and the facilitation of social integration, including the integration of women into the development process;

3. *Stresses* the critical role of productive capacity-building and industrial development for the achievement of the internationally agreed development goals, including the Millennium Development Goals;

4. *Takes note* of the comprehensive review of the activities of the United Nations Industrial Development Organization conducted in line with its corporate strategy, which has enabled it to become a more focused, effective and efficient organization, especially for developing countries as well as countries with economies in transition, capable of delivering concrete outcomes and providing valuable contributions to the achievement of the internationally agreed development goals, including the Millennium Development Goals;

5. *Emphasizes* the necessity of favourable national and international measures for the industrialization of developing countries, and urges all Governments to adopt and to implement development policies and strategies to unleash the productivity growth potential through private-sector development, the diffusion of environmentally sound and emerging technologies, investment promotion, enhanced access to markets and the effective use of official development assistance to enable developing countries to achieve the internationally agreed development goals, including the Millennium Development Goals, and to make this process sustainable;

⁵ See A/61/305.

6. *Stresses* the importance of strengthening North-South industrial development cooperation and trade, underlines the importance of a positive investment and business climate, and emphasizes furthermore the importance of North-South trade-related technology diffusion, which has a positive impact on productivity in high-technology industries and on technology-intensive manufacturing activities in developing countries, by promoting the expansion, diversification and modernization of productive capacities;

7. *Recognizes* the importance of South-South cooperation in the area of industrial development, and in this regard encourages the international community, including the international financial institutions, to support the efforts of developing countries, inter alia, through triangular cooperation;

8. *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;

9. *Calls for* the continuing use of official development assistance for industrial development in the developing countries as well as countries with economies in transition, calls upon donor countries and recipient countries to continue to cooperate in their efforts to achieve greater efficiency and effectiveness of the official development assistance resources devoted to industrial development cooperation and to support the efforts of developing countries as well as 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;

10. *Also calls for* the continuing use of all other resources, including private and public, foreign and domestic resources, for industrial development in the developing countries as well as countries with economies in transition;

11. *Reiterates* the importance of cooperation and coordination within the United Nations system in providing effective support for the sustainable industrial development of developing countries as well as 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;

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

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

14. *Emphasizes* the need to promote the development of microenterprises and small and medium-sized enterprises, including by means of training, education and

skills enhancement, with a special focus on agro-industry as a provider of livelihoods for rural communities;

15. *Stresses* the need for the United Nations Industrial Development Organization to promote, within its mandate, the development of competitive industries in developing countries as well as countries with economies in transition, especially in least developed countries and landlocked developing countries;

16. *Encourages* the United Nations Industrial Development Organization to increase its contributions to achieve the objectives of the New Partnership for Africa's Development⁶ with a view to further strengthening the industrialization process in Africa;

17. *Invites* the United Nations Industrial Development Organization to continue to build and strengthen its partnership with other United Nations organizations with complementary mandates and activities with a view to achieving greater effectiveness and development impact and promoting increased coherence within the United Nations system;

18. *Recognizes* the importance of information in the replication of best practices in processing, design and marketing, and also recognizes the importance of South-South cooperation in this respect;

19. *Takes note* of the vital role played by the United Nations Industrial Development Organization in the fields of private- and public-sector industrial development, productivity growth, trade capacity-building, corporate social responsibility, environmental protection, energy efficiency and the promotion of renewable energies;

20. *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;

21. *Requests* the Secretary-General to submit to the General Assembly at its sixty-third session a report on the implementation of the present resolution.

⁶ A/57/304, annex.