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NORWAY

<u>Statement Circulated by Mr. Knut Vollebæk,</u> <u>Minister of Foreign Affairs</u>

An increasingly globalized world poses challenges to us all, to governments, to the WTO system and to the international community as a whole. But is also offers unprecedented opportunities. We must make sure that these opportunities are evenly distributed and that interests are safeguarded in a balanced way. Thus trade-induced growth will continue to play an important part in combating poverty and raising standards of living.

Since the conclusion of the Uruguay Round, the WTO has developed into an institution with unquestionable competence and integrity. Although much has been achieved during the past 50 years, there are still important tasks ahead with regard to strengthening the rules and improving

The Uruguay Round concluded with a framework agreement on services. We have since succeeded in reaching agreements on increased market access in important sectors. WTO Members are committed to continue negotiations on all sectors, including maritime transport services, as we aim to make GATS the global framework for all trade in services.

Work on several other issues, such as <u>environment</u>, <u>investment</u> and <u>competition policy</u>, should be intensified and concluded well in time for the preparations for the Ministerial Conference in 1999. We agree with the Director-General that there is a need to inject political impetus into the work on trade and environment, and would support the idea of organizing a High-Level Meeting on this issue. In addition to this, we should consider taking on new tasks in order to improve and expand the rule of law in international trade, provided by the WTO. Electronic commerce is increasingly important and offers great opportunities in global trade. We welcome a mandate for the WTO to ensure the application of WTO rules of non-discrimination and transparency in the electronic market.

In order to maintain the credibility of the system and respond to legitimate concerns voiced by the public, I see an obvious need to discuss in more detail how we best could accommodate the <u>qualitative aspects</u> - like health and environment - of the multilateral trading system. The substantive work on these issues primarily takes place in other international institutions. But is important that we all strive towards continued improvements of the global framework in this respect.

The Organization - as well as its Members - must also consciously endeavour to counter marginalization of the poorer countries in international trade. Without the full integration of the least-developed countries in the multilateral trading system, the WTO will never become the genuinely global organization. Coordinated technical assistance from all relevant institutions is one important means. In order to increase predictability and the possibilities for long-term planning in the WTO, our aims should be to cover such activities through the regular budget.

In addition to technical assistance, <u>market access</u> for LDCs must be improved. I noted with interest the idea put forward this morning by the Director-General to eliminate all tariffs on LDC products, and we should all - developed as well as the more advanced developing countries - go as far as possible in order to accommodate this request.

Accession, the process of enlargement of the WTO, is essential for achieving the genuine global character of the Organization. Thirty-one countries are currently applying for membership, of which several major countries. Norway supports the early accession of these countries to the WTO on the basis of acceptance of the WTO rules and on meaningful market access terms. Special consideration should be given to the need for leniency in terms by which developing country Members, and in particular the least-developed developing countries, acceded to the WTO.

In our declaration from the Singapore Ministerial Conference we made clear our commitment to the observance of internationally recognized <u>core labour standards</u>. These are standards subscribed to by most WTO Members. Important work is going on in the ILO, work that will hopefully lead to the adoption of a declaration on labour standards at the ILO conference in June. In the context

Norway gives high priority to the <u>full and timely implementation</u> of the Agreements. The credibility and smooth functioning of the multilateral trading system is just as dependent on Members' ability to implement as on their capability to deal with new challenges. Because the system cannot function without full support, all Members - regardless of their level of development - are *demandeurs* when it comes to implementation.

Transparency is one of the WTO's basic principles. It comprises notification of national laws and regulations, and modifications therein. But is also encompasses the inclusion of civil society in deliberations on trade policy, in particular at national level but also internationally. Lack of compliance with notification requirements must be pursued. I call for increased discipline. However, I recognize that, in particular for the least-developed countries,