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Statement Circulated by Hon. K.A. Mussa,

Minister of Trade, Industries and Marketing on Behalf of the Southern

African Development Community (SADC) Member Countries

SADC, was established in 1980 as a regional development coordination conference and has, since 1982, been transformed into a community, currently grouping 14 Member States of Southern Africa. The Member States are: Angola, Botswana, the Democratic Republic of Congo, Lesotho, Malawi, Mauritius, Mozambique, Namibia, Seychelles, South Africa, Swaziland, Tanzania, Zambia and Zimbabwe. Over the years, SADC's main preoccupation has been focused on reducing extreme external economic dependence, and achieving economic and social development for the region through collective efforts of Member States with the support of the cooperating parties. An important aspect was the signing of the SADC Trade Protocol which provides for the establishment of a free-trade area, as announced during the first WTO Conference in Singapore December 1996. The creation of the free-trade area is intended to enhance integration and economic synergy within the process of community building.

SADC has extended its scope to include programmes for enhancing political stability, peace and security, and the democratization process including the promotion of human rights and good governance, gender and environmental concerns in its development programmes. SADC countries consider these developments as an important prerequisite for encouraging investment and trade in order to achieve accelerated and sustainable economic and social development.

SADC countries are highly committed to the principles and course for which WTO was established. A strengthened SADC regional economy is considered an important building block for viable participation in the world economy and trade. This WTO Ministerial Conference provides an added opportunity to evaluate the implementation of various agreements of the WTO against certain agreed objectives and targets; and to make decisions that will guide future work in the process of creating an enabling climate for all Member States to benefit from the multilateral trade framework. Indeed the momentum that has been building up over the past four years since the WTO entered into force has been generally pleasant especially for developed countries and some

Most developing countries have also been unable to fulfil their obligations relating to enactment of new legislations and creation of institutions in order to bring into WTO conformity many of the existing legislations, due to inadequate administrative and resource capacities.

The other problem is the non-implementation of the Uruguay Round Agreement provisions and decisions relating to accelerated implementation of measures in favour of LDCs including the Special and Differential Treatment to developing countries by developed countries. An example of this problem is the anti-dumping measures and developed countries still impose on developing countries' exports. This needs to be addressed.

SADC countries are also concerned that the TRIPs Agreement will escalate the imbalance against the developing countries, by restricting access to new technologies. We suggest that the Agreement should be reviewed in order to find ways to avoid such anomaly.

SADC countries would like therefore to present the following three proposals for improving the implementation of WTO agreements:

- Developed countries and International Development Agencies should fully meet their commitments to provide resources that would support the capacity building of developing countries to implement the WTO programmes.
- The time-frame already agreed upon for the implementation of the Agreements should not be brought forward and in some cases where developing countries experience serious difficulties, the compliance time should be reviewed.
- Commitments in favour of developing countries and LDCs should be implemented, including measures to redress possible negative effects of the reform programmes on LDCs that net food-imprTf2TBT1 0 0 1 212.88 37 11 Tf(Commitments) Tj(and) TjETBT1 0 0 11

- Steps should be taken to formulate specific programmes for the transformation of the LDCs, based on the needs and potentials of each individual country. Such programmes should be comprehensive and should address supply-side constraints, infrastructural development and provision of market information.
- A mechanism should be set up for effective management of the transformation process for LDCs, including monitoring and evaluation. It is also recommended that the mechanism and a focal point should be established to provide feedback on the work programme. In this regard, consultations with ITC and the other agencies about the establishment of such a mechanism should be enhanced.
- The six agencies namely ITC, WTO, UNCTAD, UNDP, IBRD and IMF supporting LDCs should be encouraged to coordinate their policies and programmes on LDCs for effectively in order to avoid duplication and to achieved coherence.
- Concerted efforts should be made to support and strengthen SADC regional industrialization and trade development agreements as well as programmes aimed at strengthening the processes of community building.
- The terms and conditions of multilateral rules on regional integration should BT1 0 0 1 293.04 develrting and ${\cal C}$

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- Waivers should be granted and extended to enable continued preferential trade arrangements provided under the ACP-EU Lomé Convention and other similar schemes to support developing countries' trade development.

Production and trade: industrial, agricultural

The WTO Subsidies Agreement constrains the use of measures to promote trade, and industrial and agricultural production, which in turn holds back development.

SADC countries therefore recommend that the WTO rules on subsidies be reviewed in favour of developing countries, in order to allow them to utilize all instruments available to them for trade, industrial and agricultural development and promotion.

Services

We SADC countries are concerned that we may not derive meaningful benefits from the GATS.

We therefore recommend that special and differential treatment should be developed in favour of developing countries' trade in services such as tourism and export of labour intensive services.

New issues

We are aware of the attempts by some WTO Members, particularly the developed countries, to introduce new issues onto the WTO agenda. SADC countries wish to observe that since the entry into force of the WTO, most developing Member countries have, despite sincere efforts, been struggling with limited success to meet their obligations as provided for under the various WTO Agreements. Their capacity, therefore, to take on new commitments over the above the existing obligations under the built-in agenda is severely limited.

For this reason SADC countries request that presently the WTO focus on the implementation of the Uruguay Round Agreements. The WTO should take stock of the implementation process and evaluate whether the prospects of economic growth, sustainable development 3.92 Tm/F17 11 Tf(of)Tu1../

vis-à-vis developing countries.

Equally importantly there is a need to seek a balanced and favourable outcome of the Second WTO Meeting which addresses the concerns and interests of all WTO Ministerial Conference Member States, in particular the developing countries.

SADC countries associate themselves with the common African position presented to this meeting. SADC countries have no doubt that Members of the WTO will support these proposals which could be an effective package for assisting the transformation process of developing countries and LCDs alike, thus providing an opportunity for them to become viable participants and partners in the world economy.