African Participation at the World Trade Organization

Legal and Institutional Aspects, 1995–2010

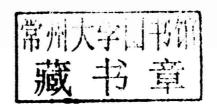
JOAN APECU LAKER



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By Joan Apecu Laker





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African Participation at the World Trade Organization

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DEDICATION

For my parents, Augustine Apecu and Rhoda Aryemo Apecu and my grand parents, Mzee Yokoyadi Jwee and Perina Akello (all of blessed memory). The values and teaching you instilled in me about sustained hard work, commitment and professionalism have been always been my driving force.

Also, for my daughters Amelia Aryemo-Chika and Adela Lagen-Apecu. Let nothing deter you in your quest for knowledge and excellence.

This book is my contribution to African Members of the World Trade Organization. My hope is that the results of this research assists African WTO Members to critically review their participation in the first 15 years of the WTO's existence, address their participatory weaknesses, and, identify specific areas to which they could allocate more resources, and invest greater efforts in order to significantly scale-up their systemic participation.

FOREWORD

African countries represent over one quarter of the World Trade Organisation (WTO) membership. Their trade profiles and economic weight are very diverse but their participation in the global trading system has received limited attention by researchers. Joan Apecu's research is a commendable effort to fill this gap. Her book investigates the legal and institutional aspects of Africa's participation at the WTO. The roots of African trade policy behaviour from its origins in the GATT, through the founding of the WTO in 1995 to 2010 are researched. Her work focuses on the quality and effectiveness of African participation in the rules-based, multilateral trading system.

The solidity and value of her research are three-fold. First, on the basis of a systematic accumulation of evidence over a 15-year period, the book describes African trade policy behaviour. There has been no similar study of such range based on original data. She concludes that Africa's participation has been rather limited and she argues that there is wide scope for improvement. Some may disagree. However, data for the conclusions are original and the arguments and logic are compelling.

Second, based on the current transitions in the global economy, the author encourages African Members of the WTO to break from the "inertia of a special and differential exemption orientation", align the trade policy behaviour of African Capitals with the Geneva "Frontline" and, ensure adequacy of deployed resources to three core areas of WTO work: dispute settlement; administration of existing Agreements and, multilateral negotiations.

Third, in the last chapter she reviews each policy area of the WTO work suggesting ways for African policy makers to maximize the benefits of their global trade integration and WTO Membership. She argues that significant improvements in Africa's participation at the WTO will depend on whether African countries consciously operate on global best practices; and, explicitly links domestic reforms, including the rule of law and good governance to substantive participation in their trade policy behaviour. I strongly support her recommendation that African countries use Aid for Trade, the initiative which I launched at the start of my tenure as WTO Director-General, to build trade capacity at home. Mainstreaming trade into domestic development strategies has proven a key instrument to help African countries reap the benefits of the global trading system.

xiv foreword

A compelling case is made for mainstreaming trade capacity-building, Aid for Trade, into national development plans.

By carefully examining the past, Joan's work can help African countries build a bridge to an effective trade policy for the future. A must read for policy makers and scholars interested in Africa's trade policy.

Pascal Lamy Director-General World Trade Organization

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I wish to acknowledge the guidance, support and assistance provided by several people in the writing of this book. First, I am heavily indebted to Professor Joost Pauwelyn, who gave so much of his time in systematically guiding me in writing this book and ensuring clarity of thought and direction. This book would not have been completed without his relentless and sharp criticism as well as timely encouragement. I am equally indebted to Professor Jean-Louis Arcand, who made me believe that non-statisticians could crunch numbers. Thank you for putting before me this great challenge and for making this research richer, more meaningful and cross-cutting. My appreciation also to Dr Bernard Hoekman, for very useful and insightful comments that helped in enriching this research. Finally, special thanks to WTO Director-General Pascal Lamy for valuable suggestions and comments.

My thanks and appreciation to the African WTO delegates in Geneva that responded to the questionnaire on different aspects of African Participation in the WTO. Your insights and contributions gave this research more meaning.

I am indebted to several colleagues in the WTO Secretariat who provided valuable comments and support. First, Chiedu Osakwe. Without your constant and punishing critique at all stages of my work, drawing on your vast wealth of expertise and experience in WTO African Trade Policy, this book would have probably taken a different turn. I am deeply indebted. Second, Dayong Yu, Roy Santana and Bekele Tamenu for statistical and econometric guidance for the regression for this research. I benefitted from your experience and expertise and I appreciate your contributions. Nadia Ferdi, Celine Schmitt, Deidre Lynch, Edith Rambla, Samantha Morgan and Helen Favez thank you for valuable work in data collection and formatting the document.

Finally, gratitude is due to my family, the Apecu family, who have supported me through the years and in the period spent in writing of this book. Linda, Stella, Florence, Tom, Samuel and David, you have always remained true to your support in my challenges. I value your support.

The views expressed in this research are those of the author and do not represent the views of the WTO, its Members individually or collectively nor it's Secretariat.

ABBREVIATIONS

ACP African, Caribbean, and Pacific ACWL Advisory Centre on WTO Law

AD Anti-dumping

AGOA African Growth and Opportunity Act

ANDEAN Comunidad Andina (Customs Union of Bolivia, Colombia, Ecuador and

Peru)

AoA Agreement on Agriculture

APEC Asia-Pacific Economic Cooperation
ASEAN Association of Southeast Asian Nations

ATC Agreement on Textiles and Clothing (expired)

AU African Union

C4 Cotton-Four countries (Benin, Burkina Faso, Chad, Mali)

CARIBCAN Caribbean-Canada Trade Agreement

CARICOM Caribbean Community and Common Market

CBD Convention on Biological Diversity
CBERA Caribbean Basin Economic Recovery Act
CEFTA Central European Free Trade Agreement

CITES Convention on International Trade in Endangered Species

CoA Committee on Agriculture CRO Committee on Rules of Origin

CTD Committee on Trade and Development

CTG Council for Trade in Goods
CTS Council for Trade in Services
CVA Customs Valuation Agreement
DDA Doha Development Agenda
DSB Dispute Settlement Body

DSU Understanding on Rules and Procedures Governing the Settlement of

Disputes

EC European Communities

ECOWAS Economic Community of West African States

EFTA European Free Trade Association

xviii Abbreviations

EPA Economic Partnership Agreement

EU European Union

FTA Free Trade Agreement

G10 Group of Ten Countries (WTO Agriculture negotiations)
G20 Group of Twenty Countries (WTO Agriculture negotiations)

GATS General Agreement on Trade in Services
GATT General Agreement on Tariffs and Trade

GCC Gulf Co-operation Council GDP Gross Domestic Product

GPA Government Procurement Agreement

GRULAC Group of Latin American and Caribbean Countries

HWP Harmonization Work Programme

IGDC Informal Group of Developing Countries

ILC Import Licensing Committee
 IMF International Monetary Fund
 ITA Information Technology Agreement
 ITBC International Textiles and Clothing Bureau
 ISO International Organization for Standardization

LDC Least Developed Country

MEA Multilateral Environmental Agreement

MERCOSUR Southern Common Market MFN Most-Favoured Nation

NAMA Non-Agricultural Market Access

NFIDCs Net Food Importing Developing Countries

OAPI Organisation Africaine de la Propriete Intellectuelle

OAU Organization of African Unity
RAMs Recently Acceded Members
RTA Regional Trade Agreement

SAARC South Asian Association for Regional Cooperation

SCM Subsidies and Countervailing Measures

SGA Safeguards Agreement

SDT Special and Differential Treatment

SPS Sanitary and Phytosanitary

SSG Special Safeguard

SSM Special Safeguard Mechanism STC Specific Trade Concern

SPS Agreement Agreement on the Application of Sanitary and Phytosanitary

Measures

Sutherland Report Report by the Consultative Board to the Director-General Supachai

Panitchpakdi, the Future of the WTO: Addressing Institutional Chal-

lenges in the New Millennium (WTO, 2004)

SVEs Small and Vulnerable Economies

TNC Trade Negotiations Committee

TPR Trade Policy Review

ABBREVIATIONS xix

TRIMs Trade-Related Investment Measures

Trade-Related Aspects of Intellectual Property Rights TRIPS

TRIPS Agreement Agreement on Trade-Related Aspects of Intellectual Property

Rights

TRM Transitional Review Mechanism (for China – now expired) United Nations Conference on Trade and Development UNCTAD UNECA United Nations Economic Commission for Africa

UNEP

United Nations Environment Programme

UNFCC United Nations Framework Convention on Climate Change

WTO World Trade Organization

WTO Agreement Marrakesh Agreement Establishing the World Trade

Organization.

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