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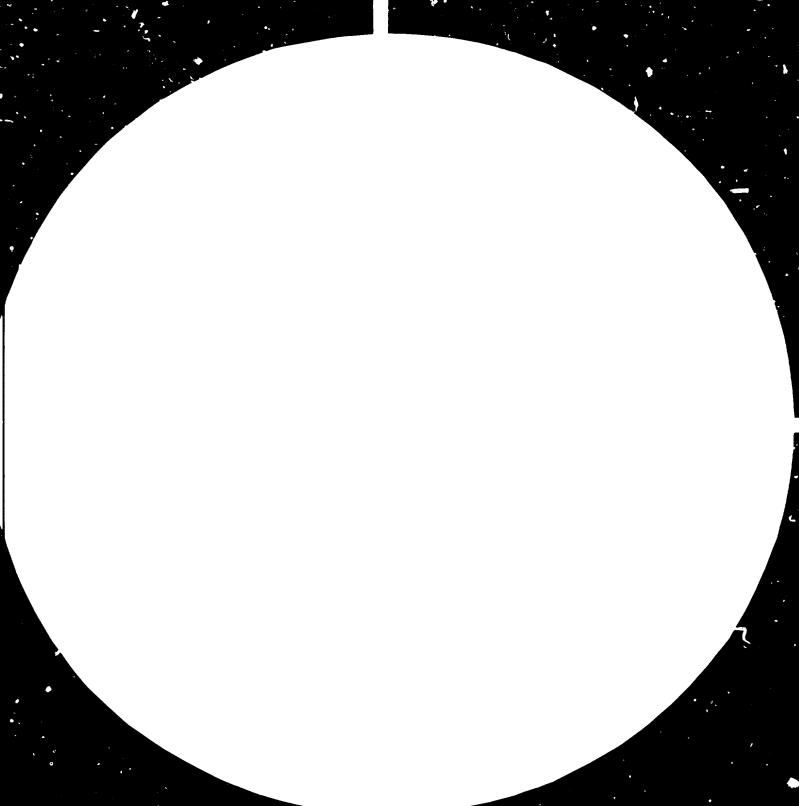
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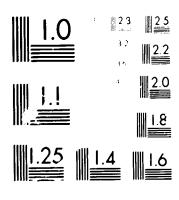
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ID/CONF.4/CRP.5 6 December 1979

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Original: ARABIC

### **United Nations Industrial Development Organization**

### THIRD GENERAL CONFERENCE OF UNIDO

New Delhi, India, 21 January –8 February 1980

Agenda item 5

REPORT AND RECOMMENDATIONS OF THE FIFTH CONFERENCE ON INDUSTRIAL DEVELOPMENT FOR ARAB STATES.\*/

Algiers

16 to 20 November 1972

veguage

<sup>\*/</sup> The attached report is available in Arabic, English and French only, as supplied by the Conference.

# مؤتمر التنمية الصناعية الخامس للدول العربية Fifth conference on industrial development for arab states

16 to 20 november 1979

Algiers

Conférence report



People's and Democratic Algerian Republic Industrial Development Center for Arab States United Nations Industrial Development Organization

The Fifth Conference on Industrial Development for and States met in algiers from loth - 20th November, 1979 at the invitation of the People's Democratic Republic of Algeria, the Industrial Development Center for Arab States (IDC.S) and the United Nations Industrial Development Organisation (UNIDO).

The Conference was attended by delegations from the following ar b countries:

Country	Head of Delegation
Hashemite Kingdom of Jordan	Dr. Hacher El-Dabbas Under-Secretary for Industry and Trade
United Arab Emirates	Nr. Ganfar El-Fordan Director General for Industry
Republic of Tunisia	H.E. Omer Rerou Ministry of Industry, Mining and Energy
Fcople's Democratic Republic of Algeria	H.E. Mohamod Bl-Yassin Minister of Heavy Industry
Republic of Djibouti	H.E. Ali Mchamed Homed Minister of Industry and Industrial Administration
The Kingdom of Gaudi Arabia	H.E. Ghazi El-Qosseibi Minister of Industry and Electricity
The Syrian Arab Republic	H.E. Shetewi Sifo Ministry of Industry
Democratic Republic of Sudan	Fir. Othman Hishom abdel Salem Minister of Industry
Democratic Republic of Somalia	Dr. Abdul Qader Sheikh Mohamed Deputy Minister of Industry
Republic of Iraq	Mr. Taher Tewfik Minister of Industry and Minerals
Sultanate of Oman	Mr. Soliman Barakat Al Lumaki Director General of Industry
Palestino	Mr. Zuhdi Shid Chairman of Economic Dupartment

Qatar

Mr. Wheed Abdul Rahman Al Manci Deputy Minister for Industry and agriculture

#### Country

#### Head of Delegation

Kuwait

Nr. Abdul Wahab al Nafecsi, Linister of Trade and Injustry

Rejublic of Lebanen

Mr. Alfred Dabas, Director General of Industry

Arab Libyan Socialist Feople's Jamahiria Mr. Amr al Magasi, Secretary of Light Industry

Kingdom of Morecco

Mr. Bensahw Mustapha, Acting Director of Industry

Islamic Republic of Fauritania

Mr. Lohamed Almokhtar Wild Al Zamel, Einister of Industry and Mining

Arab Republic of Yemen

Mr. Nahmoud Beyder Ambassador of the Arab Republic of Yemen to the People's Democratic Republic of Algeria

People's Denocratic Republic of Yemen

Mr. Abdul Ghani Abdul Qader, Minister of Industry

#### Arab Organizations and agencies

General Secretariat of the League of Arab Nations

Mr. Soliman Al Manthari

Industrial Development Centre for Arab States

Mr. Ayad Mohamed Al Azabi, Director General

Arab Labour Organization

Mr. Ghazı Nascef Miki, Assistant Director General

Council for Arab Economic Unity

Dr. Osama Al nzab

Arab League Educational, Cultural and Scientific Organization

Dr. Zakaria Ben Mustafa

Arab Standardization and Measurement Organization

Dr. Mohamed Zafer al Sawaf, Secretary General

arab Organization for Petrolcum
Exporting Countries

Dr. Aly Atiga, Secretary General

Arab Fund for December and Social Development

Mr. al Hashimi al arabi Executive Director and Board Nember

#### arab Organisations and agencies (contid)

#### Head of Delegation

Gulf Organisation for Industrial Consulting

Or. Aly Al Khalaf Secretary General

Federation of Arab Scientific Research Councils

Dr. Falch Said Jater

Arab Federation for Chemical Fertiliser Producers Mr. whice Baqi al Nuwry Chairman of the Board of Directors

Union of armb Engineers

bir. Mhrawan Abdel Hameed

Union of Arab Chambers of Commerce for Industry and Agriculture

Miss May Dimishkyah

Arab Divelopment Institute

Or. Aly Bin Alashhar Director General

Inter arch Investment Guarantee Comperation

Mr. Giuma Said Giuma Deputy Director General

Islamic Development wank

Dr. Malmoun Yasseen

Arab Investment Company

Mr. Abdullah Qassam

Moroccan Centre of Industrial

Mr. Saleh al Lili

Studies for Greater arab Maghreb

Mr. Mohamed Yehia Rabie

Research Centre for applied Economics

# Regional and Specialise! International Organisations

U.N. Industrial Development Organisation (UNIDO)

Dr. Abdul Rahman Khan Executive Director

Economic Commission for West Africa

Dr. Mohamed Said al attar Executive Secretary

U.N. Development Programme (UNDF)

Mr. Jaegar Christoph Resident Representative in Algeria

U.N. Education, Scientific and Cultural Organisation (UNESCO)

Mr. O. M. Abayazid

U.N. Food and agriculture Organisation (FAO)

Mr. Hussein Ali Parpia

U.N. Conference on Tribe and Development (UNCTAD)

Mr. Alexis Abakonoff Chief, Quantitative Analysis Section

# Regional and Specialised International Organisations

International Labour Office (ILC)

World Intellectual Property Organisation

International Bank for Reconstruction and Development

Italo-Arab Chumber of Commerce

Japanese Cooperation Centre for the Middle Bast

#### Head of Delegation

Mr. ..bdul Majced Buhara

Mr. Farag Musa

Mr. George Zhidan

Mr. Mario Lana

Mr. Konio Robayashi Secretary General The Conference was inaugurated by His Excellency Said Mynt Lassaudan, Dember of the Central Committee of the Algerian Matienal Liberation Front and Minister of Light Industry, on buhalf of the Prick Minister.

The Conference Agenda comprised the following items:

- 1. The Inaugural Session
- 2. Slection of the Conference Chairman and Bureau
- 3. Ado; tion of the Agenda
- Designating the venue for the Arab Industrial Development Organisation
- 5. Long-term strategy for areb Industrial Development
- 6. The arab position at the Third UNIDO Conference
- 7. The Sixth Conference on Industrial Development for Arab States

His Excellincy Mohamed El-Yassin, Minister of Heavy Industry of the People's Democratic Republic of Algeria, was elected Chairman of the Conference. The Heads of the Official arch delegations were considered as Vice-Chairmen. Mr. Byyad El-Azabi, Director General of IDCAS, was elected Rapporteur. The Conference formed the Drafting Committee of Algeria, Iraq and Saudi Arabia, and any other Arab country wishing to join, to help the Rapporteur in drafting the Report. First: To decide on the location of the Arab Organisation for Industrial Development.

 The location of the Arab Organization for International Development is Baghdad, Capital of the Iraqi Republic.
 The Conference members express their thanks and appreciation to the Iraqi Republic for hosting the Organization.

### Second : Long-term Arab Development Strategy

- 1. The Conference praises the results which the hab States have reached on the path of economic development since 1970. It is expected that the rate of growth of the total national income of the Arab region up to 1985, at 1975 market prices, will be approximately 7.4%. The Conference foresees great development accomplishments from Arab manufacturing industries which has an expected everage rate of growth of around 10% between 1970-1985.
- 2. The Conference is well aware of the fact that the path of Arab development will not easily attain the same pace of the rate of growth of economically developed countries. The share of arab countries of this rate did not exceed 0.2% of world industrial production in 1975. The share of consumer industry is more than 50% of the total production of manufacturing industry. The rate of satisfaction of basic Arab social needs is still deficient when compared to average international rates. Thirty-one per cent of Arab citizens suffer from malnutrition, and thirty per cent live in inadequate or over-crowded homes.

The Arab structure of production does not satisfy more than 72% of basic social needs and therefore is not able to satisfy the production needs of these industries. This structure depends on outside markets at a rate of 100% for textile equipment, 40% for cement and 76% for re-inforced concrete.

- The Conference noted that the would economy is suffering from 3. recession and inflation, the effects of which are felt in the developing countries, reducing at the same time their annual growth rate and the share of their imports in the volume of international trade. The Conference also noted that the international monetary system is taken advantage of by developed countries at the expense of developing countries. The Conference unanimously agreed that developing countries, with their development and industrialisation programmes, constitute an cutlet for developed countries, whereby the latter can both escape from their crisis and promote their own productive sectors. At the same time, it was observed, that these countries are raising obstacles to prevent us from acquiring technology by controlling the technology we buy and by raising their prices and closing their markets in various ways to the industrial products of developing countries. Unile it is in the interests of some quarters in advanced countries, machine suppliers, consulting companies, that developing countries should implement their development programmes, other quarters consider that such implementation is a threat to them, either because of the competition of products similar to those they sell or for social and political reasons,
- 4. This situation characterising Arab and international industry is made worse by the Zionist economic infiltration which has become a genuine and direct threat. The Arab Nation can face and overcome such a threat only through the doctrine of a comprehensive outlook involving a clear and well defined strategy.
- on the conception that industry is the essential condition for overall economic and social growth and that such industry should be based on the final decisions adopted by the Baghdad Conference with regard to securing food for the Arab world, meeting the basic requirements of the Arab citizens, raising to the highest possible level of industrialisation extraction of local cres, and coordination of

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similar productive programming relating to goods to be exported towards the international market. The industrialisation we are referring to consists in achieving effective industrial growth through the setting up of an industrial structure closely connected with other economic sectors, in which intermediate and productive consumer industries are organically integrated and where the technological chain is as intimately linked as possible by the resources and capabilities available.

The Conference considers that the achievements of such industrialisation absolutely require the laying down of a concrete national technological base relying essentially on the development of consulting and planning capabilities to translate industrial projects from ideas into realities. This base should involve, also, promotion of equipment and machinery industries. Foreover it requires linking of educational programmes on one hand and research and development centres on the other hand, with the local productive structures.

at the regional revel and therefore stresses the necessity of Arab co-operation at this level and subsequently of the extension of such co-operation in the long term at the level of the Arab nation as a whole. The Conference in this respect emphasizes the fact that regional integration requires a minimum amount of integration within the respective countries themselves as well as a minimum rate of growth in productive sectors. However, such integration cannot be achieved through the expression of sentiments and ambitions that develop into the establishment of corporations which do not become a means, but an end in themselves; or reach agreements that do not include the necessary conditions for success.

Integration can only be achieved through the use of studies and consultations approved by the fourth conference as a preliminary step towards the realisation of integrated development plans. This necessitates in joint Arab action and a political will.

In view of the above observations the Conference has reached the following decisions and recommendations:

#### Decisions

- IDO:S is to prepare the final background studies which have been presented by the Conference. It is intended that these should be discussed in a meeting which includes state representatives and experts.
- 2) Preparation of future projected strategic studies will become a continuous project of the Organisation's activities. These should be dealt with in a flexible, dynamic context. This context should be an eff-shoot of our arab reality and based on detailed data and objective analysis. This will enable the responsible Arab decision-makers to make sound decisions at State and regional levels.
- 3) The Centre should proceed with the research on the satisfaction of basic needs for the sake of renewing and establishing production units which will satisfy these basic needs, and co-operate with joint head projects for the establishment of such projects. Priority should be given to localisation of industry in less developed states.
- 4) The Centre should establish a highly modern industrial technological information system. This system should be at the service of arab industrial development.
- 5) The Centre should, on a continuous basis, analyse arab industrial plans. It should also conduct research on intermediate industrial products which are produced in arab states, with the objective of developing interrelated industries in different arab states to achieve arab integration and complementarity.
- 6) The Centre should co-operate with the specialized industrial federations in preparing the studies and undertake consultations preparatory to adopting suitable measures for ensuring co-operation among arab countries exporting their products to foreign markets, such as textiles, petrochemicals, fertilizers, etc.

- 7) The Centre should pursue implementation of the Fourth Conference's recommendation concerning previously coordinated arab stands and during international sectings and conferences on arab and industrial international development.
- 8) The Centre should intensify its activities in the field of exchange of arab expertise and utilisation of existing training centres in the arab countries to graduate trained arab personnel.

#### Recommendations

- 1) The Conference recommends that the Arab states adopt the necessary measures to accomplish speedy industrial development as a fundamental and urgent means to achieve the objectives of comprehensive socio-economic development. Also vital importance should be given to the development of basic industrial development structures.
- 2) The Conference recommends that the Arab states give special attention to engineering industries and for the development of related research centres and endeavour to link them to the production sector.
- 3) The Conference recommends that the mrab states enlarge existing industries for the manufacture of local raw materials which possess relative privileges for their production as well as plan to develop subsequent industries at home and in other mrab states.
- a) The Conference recommends that mrab states develop trade exchange between them, mainly in industrial products.
- 5) The Conference recommends that the arab states in their industrialisation programmes do not depend on the declining industries in the developed countries and must, from now on, give special attention to rising industries especially petrochemicals, chemicals, electronics equipment and machines.

- 6) The Conference recommends that the arab states set up arab engineering consulting houses and specialised centres for engineering design as well as undertake the relevant studies since all of this plays a prime role in building a national scientific and technological base.
- 7) The Conference recommends that the Arab states coordinate their industrial plans with regard to basic industries since huge financial investments are involved, especially in the sphere of exchanging information and data, marketing of products and training.

Third : The Arab stance towards the Third UNIDO Conference.

The Conference, having heard a memorandum by UNIDO, and the Organisation's viewpoint on the matter, and after subsequent debate, views and proposals by the delegates concluded the following:

industrial development in the developing countries, and the great importance attached to attaining the objectives of the plan of action set by the Lima Conference, which requires all countries, especially those economically advanced, to extend complete support to the organisation; and due to the importance attached to the Third UNIDO Conference in order to secure additional gains for the developing nations in their confrontation with the developed countries, the Conference recommends that the Arab states continue their support to UNIDO and attach extreme importance to participation in the New Delhi Conference as well as give serious consideration to the proposals raised at that Conference and coordinate among themselves with a view to achieving a concerted Arab stand at the Conference.

- 2) In support of this, the Conference calls upon the Arab states:
  - 2.1 to sign and complete as soon as possible the ratification procedures for the UNIDO Charter so that it can proceed with its task as a specialized agency and enjoy greater flexibility and effectiveness in confronting the challenges of industrialisation in the 1980's and beyond.
  - 2.2 to work towards supporting UNIDO with sufficient financial resources whether in the form of annual contributions to its general budget or by expanding the sources of the UN Fund for industrial development.
  - 2.3 to support the system of consultation implemented by UNIDO since it represents a suitable framework for developing new patterns for international industrial co-operation and organising the re-location of industry to achieve the Lima objectives, and giving this system a permanent founding pattern.
  - 2.4 the Centre should prepare a working paper specifying the position of Arab states concerning the items of UNIDC III agenda for presentation to the Arab representatives attending the meeting of the Group of 77, which is expected to be held in Havana, in order to unite the Arab stance in this field and continue these consultations at the New Delhi meeting.
- 3) The Conference noted that the economically advanced nations have not offered adequate technical and financial assistance to the developing countries in accordance with recommendations and resolutions of the Lima Conference. Recognising the importance of such assistance which would enable the developing countries to achieve the objective of the Lima Conference, that being the increase in their share of world industrial production to 25% in the year 2000, the Conference calls upon the Arab states to participate at the highest level in UNIDO III to serve this objective.

- 4) The Conference is happy about the decisions of the Board of UNIDO to extend assistance to the mrab Palestinian purple and that this assistance will be extended and intensified and that the utmost will be done so that this assistance should reach the Falestinian Arabs in the occupied territories, especially where industrial research in the Western Bank and Gaza is concerned.
- 5) The Conference recommends that UNIDO strengthen its co-operation with regional Arab organisations, especially the Industrial Development Center, in all matters related to its activities in the Arab region.

Fourth: The Sixth Conference on Industrial Development in Arab States.

- 1) The Sixth Conference on Industrial Development will be held in Damascus at the invitation of the Government of the Syrian ..rab Republic within a period not exceeding three years. The Conference extends its profound thanks and appreciation to the Syrian Government for hesting the Sixth Conference.
- 2) The formation by the Conference Chairman of a Ministerial Committee for following up the recommendations and resolutions of the Fifth Conference with the membership of their Excellencies the Ministers of Industry in the Syrian arab Republic and the Islamic Republic of Mauritania. The Conference empowers the Committee to tale the necessary measures that would guarantee the implementation of its Recommendations and Resolutions.

At the end of the Conference the participants decided to send a telegram of thanks to His Excellency the President of the Republic Al Chadli Bin Jadeed and His Excellency the Prime Minister for hosting the Conference in Algeria and for providing all the requirements for its success, praising the prominent economic progress and advancement which the Arab people of Algeria have achieved since their national independence, wishing them both good health and the brotherly Algerian people every progress and welfare.

The Conference extends its profound thanks to the Chairman, Minister of Heavy Industry in the People's Democratic Republic of Algeria, for the magnificent efforts he and his assistants exerted in preparing for this Conference and in ensuring its success.

The Conference praises the United Nations Industrial Development Organisation for the kind spirit and constructive co-operation it has manifested as well as the Economic Commission for West Africa for the assistance it has offered in the technical preparation of the Conference.

The Conference expresses its deepest thanks and appreciation to the Permanent Secretariat of IDCaS, especially to the Centre's Director General for preparing the Conference under difficult circumstances and severe conditions.

Conference Rapporteur Ayad Nohamed Al Azabi Conference Chairman Mohamed Yassin

- 4. La Conférence considère avec satisfaction la décision du Conscil d'Administration de l'Organisation des Nations Unies pour le développement industriel d'apporter son aide au peuple arabe de Palestine et invite les participants à la jème Conférence de l'ONUDI a confirmer ce principe, à intensifier son soutien et à prendre les mesures nécessaires pour permettre à l'Organisation de faire parvenir effectivement cette aide au peuple arabe Palestinien dans les territoires occupés, aide qui doit porter particulièrement sur l'organisation d'un reconsement industriel général sur la rive occidentale du Jourdan et dans la bande de ZGaza.
- 5. La Conférence recommande à l'ONUP1 de consolider sa coopération avec les organisations régionales arabes, notamment l'IDCAS, pour tout ce qui concerne ses activités dans la région arabe.

### QUATRIEMEMENT: LA 6EME CONFERENCE POUR LE DEVELOPPEMENT INDUS-TRIEL DES ETATS ARABES.

1. La 6ème Conférence sur le Développement Industriel se tiendra à Damas, à la demarde du Gouvernement d' la République Arabe de Syrie, dans un délai n'excédant pas trois années.

La Conférence adresse ses remerciements au Gouvernement Syrien pour sa proposition d'accueillir la 6ème Conférence.

2. Une commission ministérielle est créée en vue du suivi de l'application des résolutions et recommandations de la 5ème Conféince. Elle est composée de M. le Président de la Conférence et des membres suivants : les Ministres de l'Industrie de la République Arabe de Syrie et de la République Islamique de Mauritanic ; la Conférence charge la Commission de prendre toute mesure susceptible de garantir l'application de ses résolutions et recommandations. Au terme des travaux de la Conférence, les participants ont décidé d'adresser un message de remerciements à son Excellence le Président CHADLI BENDJEDID, et à son Excellence le Premier Ministre pour avoir accueilli la Conférence à Alger et fourni tous les moyens pour son succès ils rendent homnage auxgrands progrès économiques et culturels que le peuple algérien a réalisés après son accession à l'indépendance nationale. Les participants souhaitent par ailleurs, à son Excellence le Président CHADLI et au peuple algérien frère davantage de progrès et de prospérité.

La Conférence présente ses vifs remerciements à Monsieur le Président de la Conférence, Monsieur le Ministre de l'InJustrie Lourde de la République Algérienne Démocratique et Pepulaire ainsi qu'à ses collaborateurs pour les grands efforts qu'ils ent déployés pour la préparation de la Conférence et la réussite de cette Conférence.

La Conférence rend également hommage à la bonne volonté et à la coopération constructive apportées par l'Organisation des Mations Unies pour le développement industriel en cocpération avec la Commission Economique de l'Asie de l'Ouest en vue de la préparation technique de la Confgrence.

La Conférence adresse ses remerciements au Secrétoriat Permanent du Centre, notamment à Monsieur le Directeur Lénéral du Centre pour tous les efforts déployés dans des conditions particulièrement difficiles.

Le Rapporteur de la Conférence Le Président de la

Le Président de la Conférence

AYAD MOHAMED AL AZABI

MOHAMED LIASSINE

