#### By Mr. Bruno Otto, HUO in Uganda

THE ROLE OF
INTERNATIONAL ORGANIZATIONS IN
FOSTERING COOPERATION
BETWEEN
DEVELOPED AND DEVELOPING
COUNTRIES
(CASE STUDY UNIDO, UGANDA AND
SOUTH KOREA)

## Rationale/Justification

- What is happening in Uganda and Is there need for cooperation?
- The answer is YES,
- Yes because Uganda and east Africa in general is Happening
- Yes Because Uganda and Africa is pregnant with opportunities,

### Background (Uganda)

- According to the world bank statistics 2013:-
- Total population 37.58Million (EAC 400M)
- GDP US\$21.4 billion
- GDP Growth 5.5%
- Inflation 5.5%
- Percentage of people with access to electricity 12%

## Background

- 1989/90-98/99 Uganda's economic growth performance averaged an impressive rate of 6.9% per year; which was far above the Sub-Sahara average of 2.4%.
- During this period the share contribution to GDP by industry and manufacturing increased from 11 and 6% to 20 and 10% respectively.

## Background

- Over the period 2001/2 2005/6, the share of industry to GDP remained in the region of 18.9% and 20.5%.
- In the same period, the contribution of industry to GDP growth rate rose from 1.5% in 2001/2 to 2.1% in 2004/5 before declining to 0.9% in 2005/6.

# Government Policy

- Industrial development is an integral and important part of the Government's overall development strategy
- The industrial sector occupies a central position in the Government's vision and actions that are geared towards economic and social transformation.
- Sustainable industrialization provides a key factor in the overall economic and social transformation of Uganda and presents greater prospects of a high rate of growth.
- This is to be achieved through transforming Uganda into a modern and Industrial Country by 2040
- Can be achieved through adding value by processing
- Increasing exports of higher value products, especially from agricultural and mineral resources

# Government ongoing Interventions in Industrial Development

- In an effort to accelerate the pace of industrialization, Government pledged to facilitate investors, and build strategic partnerships to support that initiative
- This initiative is expected to rapidly transform the economy through industrialization, create gainful employment, and expand the service sector; thus increasing wealth for all Ugandans.

- Setting up of the Kampala Industrial
  Business Park (KIBP) at Namanve
  funded by World Bank. Construction of
  the road network, as well as installing
  electricity and water services is ongoing.
- Agri-parks for Floriculture and Horticulture in Kabale, Ibanda, Kabarole, Bukwo, Kapchorwa and Ntungamo districts

- Other smaller parks will be created in all the major towns of Uganda with an approximate size of about 50 acres.
- Information and Communications
   Technology (ICT) Parks shall be
   established at Entebbe Road (at
   Kakungulu Estate), Jinja and Namanve.
- Export processing Zones (EPZ) are to be set up in Arua, Busia, Kasese, Kabale, Entebbe International Airport and Namanve

- 21 Industry business parks are to be constructed at; Arua, Lira, Gulu, Soroti, Moroto, Mbale, Tororo, Iganga, Jinja, Luwero, Nakaseke, Masaka, Nakasongola, Bushenyi, Kabale, Kasese, Fort-Portal, Hoima, Rakai, and Mubende.
- Soroti, Mbale and Kasese industrial parks are already underway.

#### Areas of Possible Cooperation

- Exploiting and developing natural domestic resource—based industries such as petroleum, cement, and fertilizer industries; and promote competitive industries that use local raw materials.
- Agro-processing, i.e. Food processing, leather and leather products, textiles and garments, sugar, dairy products, and value addition in niche exports.
- Engineering for capital goods, agricultural implements, construction materials, and fabrication / Jua Kali operations.

#### Areas of Possible Cooperation

- Knowledge-based industries such as ICT, call centers, and pharmaceuticals that exploit knowledge in science, technology and innovation.
- Trade Promotion/Exchange Programme between Korean Companies and the Ugandan counterparts (UNIDO, ITPO),
- Commercial agriculture. Availability of farm land,
- Renewable energy (hydro, solar, biomass) waste to energy. All require advanced technology,
- Tourism and hospitality. Uganda has a total of 10 national parks, with tourist visits average of 150,000 per annum between 2006-2010.

# Roles of International Organizations in Promoting partnerships between Developed and developing

- International organizations taires Organizations with international Membership, scope, or presence. There are two types:-
- International Non governmental Organizations (INGOs) e.g ICRC, MSfs etc,
- Intergovernmental Organizations, also known as intergovernmental Organizations. These are primarily made up of Sovereign Member states, such as the UN (in my and this particular case is UNIDO).

# ► Established in 1966, Specialized Agency since 1985

- Lead role within UN system on industrial development
- Constitutional mandate to promote <u>sustainable industrial</u> <u>development</u> in developing countries and countries in transition
- UNIDO is the only UN specialized agency promoting the creation of wealth and tackling poverty through industry/manufacturing





### Three inter-related



Poverty reduction **through** productive activities

Trade capacity building

**Energy and Environment** 

#### UNIDO: 6 branches, 3 themes, 2 clusters

agribusiness development poverty reduction poverty through productive programme development and technical cooperation cluster activities business, investment and technology trade capacitytrade capacity-building building environment management environment and energy environment and energy and climate change cluster energy Montreal Protocol

# Role of UNIDO In fostering Cooperation with member states.

- We promote voluntary cooperation and coordination between or amongst member States through:-
- 1. Global forum activities (studies or collection and dissemination of information,
- 2. Setting Internationally acceptable norms
- 3. Facilitation of missions, meetings, conferences (Convener)
- 4. Engaging in technical cooperation activities (Programme design and Implementation with stakeholders, especially member states.
- 5. Advisory services (Areas of focus for member states),
- 6. Use of ITPO offices, 13 so far scarred around the world, One here in Korea

# THANK YOU ALL FOR LISTENING TO ME