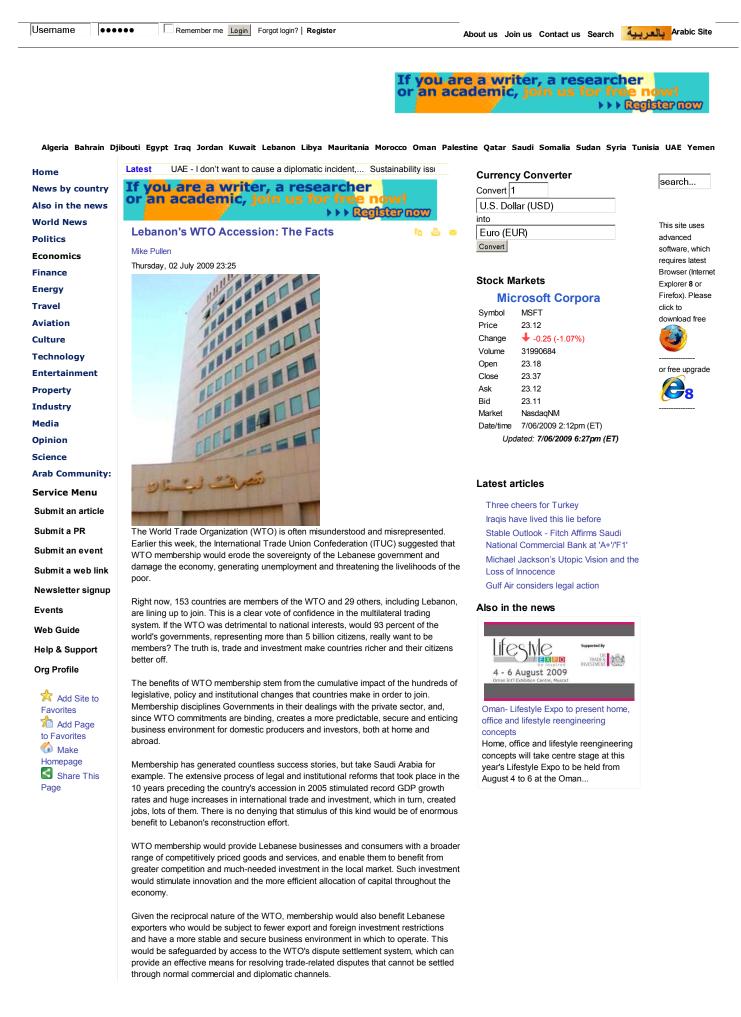
http://www.english.globalarabnetwork.com/200907021501/Economics/1...



The WTO is not a world government. Membership of the organization will not erode Lebanon's sovereignty or limit its ability to regulate effectively. If the WTO did not exist, people would be crying out for a forum where governments could negotiate rules, ratified by national parliaments that promote freer trade and provide a transparent and predictable framework for business. And they would be crying out for a mechanism that helps governments avoid coming to blows over trade disputes. That is what the WTO is. It does not lay down the law, it upholds the rule of law. It does not tell governments what to do, it acts on governments' wishes. That is how it should be.

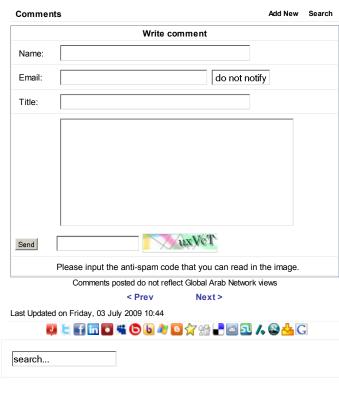
The ITUC suggests that WTO membership, and Lebanon's tariff reduction commitments in particular, would lead to an increase in imports, stimulating a decline in domestic industrial production and greater levels of unemployment. This is highly unlikely. Lebanon's average applied tariff is 6.9 percent and 83 percent of all tariffs are equal to or below 5 percent. Only the agricultural sector receives significant protection, with an average tariff of 19.4 percent. The market access proposals currently on the table are for tariff bindings well above these levels and allowances can, and will be made for sensitive sectors in the economy. If implemented, the tariff bindings would create a stable and transparent environment for business, whilst leaving the Lebanese Government with ample policy space to prevent import surges and respond to any other domestic crisis that many occur.

Critics of free trade often say that imports costs jobs. This is an odd claim and one that the Cato Institute dispelled in a recent study. It found that since 1973, there has not been a single year when falling imports have been associated with a falling unemployment rate in the US. What is more, America's openness to foreign investment is credited in the study for creating jobs. One in eight manufacturing workers now works for a foreign-owned company. Had America been closed to foreign investment, those jobs would have been lost.

The WTO is the guardian of free trade and free trade is not an ugly concept. On the contrary, free trade helps pay for the things we value most: jobs, health, education, a cleaner environment. More trade, not less trade, is the surest way to improve people's lives and working conditions. More trade, not less trade, is the surest way to promote freedom, security and peace. For these reasons, the Lebanese people should support the considerable efforts of the Government to ensure that the country accedes to the WTO on the most advantageous terms possible.

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