NEW INTERNATIONAL ECONOMIC ORDER–NIEO
INTRODUCTION

- The U.N. General Assembly at its Sixth Special Session in April –May 1974 called for the establishment of new International Economic Order (NIEO) and approved a programme of Action to achieve it. The call for the creation of new International order was an acknowledgement of the fact that the existing international economic order was defective so far as it perpetuated and aggravated international inequalities and that new relationship of inter dependence should replace the older pattern of dependence and unequal exchange. It was argued that the rich developed countries are morally obliged to increase and facilitate the flow of resources to less developed countries and that it was in their self-interest to encourage the promotion of growth and development of the poor countries in so far as they would provide them expanded markets.
Meaning of New International Economic Order—NIEO

- New International Economic Order-NIEO is a plan for eliminating the existing international economic system, which with all its characteristics, is catering to the needs and interests of the developed countries to the detriment of the third World developing countries. Its objectives are to adopt ‘Code of Conduct’ for developed nations with the purpose to make the international economic system fair, just and equitable. Though the colonialism has come to an end, yet it still exists in its new form by the name of Neo-Colonialism and the newly independent countries are still being exploited by the developed nations, though by different means. The New International Economic Order seeks to end the existing imbalance in economic relations between the underdeveloped and the developed world.
The declaration ‘New International Economic order’ adopted in the special session of general assembly convened in May, 1974, includes the following principles:

1. Full permanent sovereignty of every state over the natural resources and all economic activities including the rights to nationalize or transfer its ownership to its nationals.

2. Rights of all states and peoples to restitution and full compensation for the exploitation and depletion of and damages to the natural resources and all other resources under foreign occupation or alien or colonial domination or apartheid.

3. Regulation and supervision of the activities of transnational corporations.
4. Just and equitable relationship between the price of raw materials, primary products and manufactured and semi-manufactured goods exported by developed countries.

5. Development aid without stringes and flow of real resources to developing countries.

6. Transfer of science and technology to developing countries and improvement of their indigenous technology.

7. The need for all states to put an end to the waste of natural resources.

8. Facilitating the role of producers associations in the sustained growth of economy and accelerating the development of developing countries.
FACTORS RESPONSIBLE FOR THE DEMAND OF NIEO

1. Big gap between North and South
2. Low role of south in the increasing Global Interdependence
3. Widening gap between the countries of North and South
4. Neo-Colonial control of the North over the South
5. Excessive and one sided exploitation of World’s income and resources by the developed countries
6. Inglorious and Hegemonious role of multi-national corporations
7. Dissatisfaction with the working of present day International Economic order
8. Inadequancy of GATT and World Trade Organization
9. Inequality and inefficiency
MAJOR DEMANDS OF THE NEW INTERNATIONAL ECONOMIC ORDER

1. Restructuring of the present day World Economic Relations.
2. Need of Institutional Changes
3. End of protectionism in international Economic and Trade.
4. Transfer of capital Resources
5. Transfer of technology.
6. Control over the growing hegemony of Multi-National Corporations
7. Recognition and protection of the interests of Commodity Producers.
8. Greater and Fixed share in International Export
9. Self-reliance
10. Fixed Minimum standard of living and fixed Minimum Income
11. Check on Environmental Pollution
12. Special attention towards the development of Agriculture
13. Check on the blind use of resources
NORTH–SOUTH DIFFERENCES OVER NIEO

* VIEW POINT OF SOUTH
* VIEW POINT OF NORTH
* NORTH–SOUTH DIALOGUE
* SOUTH–SOUTH DIALOGUE
* NIEO–STILL A MIRAGE
REFERENCES

- www.un-documents.net/s6r3201.htm
- www.Investor word.com