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# DIRECTORATE FOR FINANCIAL AND ENTERPRISE AFFAIRS COMPETITION COMMITTEE

## **Global Forum on Competition**

#### THE ROLE OF CONSUMERS IN PROMOTING PRO-COMPETITIVE REFORMS

Presentation by Mr. Pradeep S. Mehta

-- Session III --

This presentation is submitted by Mr. Pradeep S. Mehta (CUTS) under session III of the Global Forum on Competition to be held on 21 and 22 February 2008.

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# **Engaging Civil Society to Promote Competitive Reforms in Developing Countries Promoting**



Pradeep S. Mehta Secretary General CUTS International



## **Organisational Profile**

"Consumer sovereignty in the framework of social justice and equality, within and across borders"

- Established in 1983; will be celebrating Silver Jubilee this year
- Accredited to UNCTAD, UNDP, UNEP, UNCSD, WTO, World Bank etc.
- Serves on several policy-making bodies in India and abroad
- Over 100 employees in ten offices

#### **Programme Areas:**

- Consumer Protection
- International Trade and Development
- Competition, Investment and Economic Regulation
- Human Development
- Consumer Safety

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## **The Family Tree**

## **Programme Centres**

- Centre for International Trade, Economics and Environment
- Centre for Competition, Investment & Economic Regulation
- Centre for Consumer Action Research & Training
- Centre for Human Development

#### New Initiative

• CUTS Institute for Regulation and Competition

#### **Resource Centres**

Jaipur, Calcutta,

Chittorgarh and Delhi (India)

London (UK)

Lusaka (Zambia)

Nairobi (Kenya)

Hanoi (Vietnam)

Geneva (Switzerland)\*

\* Forthcoming Centre



## **International Network for Civil Society Organisations on Competition (INCSOC)**



- A Network of 120 members from 53 countries
- Members represent CSOs, Research Institutes and Parliaments
- Close contact with international organisations

#### Milestone Publication

• Competition Regimes in the World – A Civil Society Report

www.incsoc.net



## **Distillation of Experiences**

- Completed projects in 20 developing countries across Asia and Africa, and Competition Regimes
- In a nutshell, two important considerations:
  - Convergence between competition and consumer protection policies:
    - Availability, quality and prices
    - End objectives of both policies are same
  - Lack of adequate resources within the institutions
    - Human, technical and financial resources

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## **CSO Participation in Evolution**

- Stage I: Evolution of a Competition Law
  - Clear Policy Directives
    - Willingness to engage stakeholders
    - Participation needs clear policy directives e.g.
    - "Working Group on Competition Policy' in Mozambique.
  - Public Consultation
    - Opportunity to provide comments on draft laws
    - Builds up interest and knowledge

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## **CSO Participation in Evolution (cont'd)**

- Stage II: Developing Conditions
  - Sensitisation of Multiple Stakeholders
    - 7Up Approach
    - Successfully applied in 19 countries of Asia and Africa
    - Lauded by OECD Development Assistance Committee
  - Motivating National Research Projects
    - BIDPA, Botswana
    - Competition Commission of India, India
    - Competition Admin Deptt, Vietnam

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## **CSO Participation in Evolution (cont'd)**

- Stage III: Actual Implementation of Law
  - CSOs working as Allies
    - Limitations pertaining to human and financial resources
    - Need to develop synergies with consumer groups
    - Pro-active civil society engagement

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# **Impediments in Civil Society Engagement**

- Lack of Continuity
  - Garnering Resources for Functioning
  - Developing Capacity
  - Continuous Engagement
- Contradictions and Frictions
  - When many CSOs working on policy issues
  - Differences of opinion
  - Difficulty to form consensus
- Ill-developed concept of Civil Society

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## **In Conclusion**

- Strong will, commitment and vision
- Capacity on competition law & policy issues
- Ability to sensitise other stakeholders
- Identify and report anti-competitive practices
- World Competition Day
- Commitment from the International Development Community
- International Competition Fund

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