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CONTENTS

EU-U.S. Summit Statement on Chechnya	3		
EU-U.S. Summit Statement Southeastern Europe	4		
Joint statement by the European Union and the United States on Northern Europe	5		
EU-U.S. Statement of Common Principles on Small Arms and Light Weapons EU-U.S. Action Plan on Small Arms and Light Weapons EU-US statement on the WTO	8		
		Senior Level Group Report to the EU-U.S. Summit	11
		Principles for government relations with the Transatlantic Dialogues established under the	
aegis of Chapter IV of the New Transatlantic Agenda	20		

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EU-U.S. Summit Statement on Chechnya

The European Union and the United States are deeply concerned about the situation in Chechnya. We recognise Russia's right to uphold its territorial integrity and to defend its citizens from terrorism and lawlessness, and we condemn terrorism in all its manifestations. But we believe that Russia's military tactics in Chechnya are undermining its objectives, creating a humanitarian crisis, endangering innocent civilians, and jeopardising stability throughout the Caucasus region. A military solution to the conflict is not possible. We call for an immediate and lasting cease-fire throughout Chechnya and a political dialogue that can lead to a durable solution to the crisis.

The indiscriminate use of force against civilians is unacceptable. Providing for the safety of innocent civilians is a fundamental obligation of all States. We call on Russia to respect this principle unconditionally.

We stress that the respect for the territorial integrity and sovereignty of neighbouring States is a fundamental principle of the international system. We are concerned by the impact of the Chechnya conflict on security throughout the Caucasus and stress the importance of avoiding steps that would further undermine regional security.

Displaced persons should be allowed full freedom of movement. Russian and regional authorities must provide for their well being. The EU and the United States strongly support the courageous efforts of international relief organisations, including the UN High Commissioner for Refugees (UNHCR) and the International Committee of the Red Cross (ICRC), to provide humanitarian assistance to displaced people and others affected by the conflict. We ask Russia to work constructively with these organisations and ensure security for their personnel and access for their operations.

The OSCE Istanbul Summit Declaration noted that the OSCE could contribute to finding a political solution to the conflict. We are encouraged that OSCE Chairman-in Office Vollebaek was able to visit the North Caucasus. We support his efforts to promote a political dialogue, as well as the continuing role of the OSCE in finding a lasting solution to the conflict. We believe that an office of the OSCE Assistance Group should be opened in neighbouring Ingushetiya to monitor the humanitarian situation. We call on Russia to respect all the commitments it has made in the framework of the OSCE. In that regard, we acknowledge Prime Minister Putin's statements that he has held talks with representatives of Chechen President Maskhadov and urge continuation of meaningful discussions with responsible Chechen leaders.

EU-U.S. Summit Statement -- Southeastern Europe

We reaffirm our commitment to the emergence of a secure, democratic and prosperous Southeastern Europe. We agree on the central importance of promoting democratic change in Yugoslavia and will remain engaged in enhancing the security of the region until that happens. We will therefore work together with Yugoslav democratic forces, including the Government of Montenegro, to promote such change. We support the efforts of the freely elected Government of Montenegro to advance political and economic reform within the FRY. We will also continue our support for the full implementation of Security Council Resolution 1244 and for UNMIK and KFOR's efforts to establish in Kosovo a safe environment for all individuals, regardless of their ethnic, religious or other affiliation. We will lay the foundations for an effective administrative and judicial system, just as we will continue our strong support for the work of SFOR and the High Representative in Bosnia and Herzegovina. We call upon Croatia to take steps to ensure that its parliamentary and presidential election processes are free and fair, in accordance with democratic principles and OSCE standards.

We are further strengthening our cooperation with all the countries of Southeastern Europe in fulfilment of the goals and commitments of the Stability Pact. Led by the European Union and strongly supported by the United States, the Pact has achieved much since the Sarajevo Summit last July, including specific steps to improve the investment climate, fight corruption, control small arms and light weapons, implement commitments on weapons on mass destruction, and advance democracy and human rights throughout the region. The countries of the region will play an essential role in implementing the pact and have recognised the importance of accelerating overall economic and political reforms. There is now much work to do in the months ahead to transform the commitments of each country into concrete progress and to prepare for a Regional Funding Conference to be held in the first quarter of 2000. The European Union and the United States have made clear their readiness to provide assistance for regional reform efforts and to fight corruption and organised crime, build sound public institutions, mobilise private investment, and expand trade. We intend to work closely with Southeastern Europe to take full advantage of the opportunity before us at the verge of a new century to forge greater stability and advance the region's integration into the Euro-Atlantic mainstream.

Joint statement by the European Union and the United States on Northern Europe

The European Union and the United States recognise Northern Europe as a dynamically developing region. We reaffirm our shared commitment to promote security, stability and economic prosperity in the region, particularly by strengthening cross-border cooperation.

During the Finnish Presidency, the European Union and the United States held intensive consultations on deepening our cooperation on Northern Europe. We affirm the importance of engaging the countries of the region (the Russian Federation, Estonia, Latvia, Lithuania, Poland, Norway and Iceland) and soliciting their ideas, participation, and collaboration in this effort.

We emphasise the need to draw maximum benefit from existing multilateral and regional fora such as the Arctic Council, the Barents Euro-Arctic Council, the Council of the Baltic Sea States and the Nordic Council. We recognise the importance of the Arctic Window of the EU's Northern Dimension in enhancing dialogue among the EU, the U.S., and the Arctic nations. We intend to invite each other, as appropriate, to events with potential for enhancing cooperation in Northern Europe.

We affirm that priority areas of EU-U.S co-operation include energy, environmental cooperation, nuclear safety, coordination with the international financial institutions, development of civil society and democratic infrastructure, legal reform and cooperation on law enforcement, and health and infectious diseases.

We emphasise, in particular, the need to continue multilateral and bilateral cooperation to enhance the operational safety of the nuclear power plants and to support the closure of unsafe reactors. We will intensify coordinated efforts in the field of radioactive waste and spent fuel management in Northern Europe. We also expect that the envisaged "Multilateral Nuclear and Environmental Programme in the Russian Federation" (MNEPR) could facilitate this cooperation and establish a legal framework for efficient project implementation.

The European Union and the United States will continue our dialogue on Northern Europe under the aegis of the New Transatlantic Agenda (NTA), in order to enhance the effectiveness of our efforts, by identifying joint or parallel activities within our respective frameworks, the Northern Dimension for the policies of the EU and the Northern European Initiative of the U.S.

EU-U.S. Statement of Common Principles on Small Arms and Light Weapons

The European Union and the United States agree that the problem of the destabilising accumulation and spread of small arms and light weapons demands the urgent attention of the international community.

They agree that a comprehensive approach is needed, addressing human security, development, law enforcement, disarmament and arms control, and legitimate national and collective defence requirements.

Both are committed to seeking urgent, concrete, and practical responses through global, regional and national measures. Their approaches include stemming the flow of illicit trafficking, confronting those aspects of the legal trade that contribute to the destabilising accumulation and spread of small arms and light weapons, and dealing with the root causes of conflict that fuel the spread of small arms.

To better address these issues, the EU and the U.S. will expand their cooperation, coordinate their activities, and reaffirm the common principles governing their conduct.

The EU pledges cooperation with the U.S. Comprehensive Initiative on Small Arms and Illicit Trafficking. The U.S. pledges cooperation with the EU on small arms, including support for the objectives and principles of the EU Joint Action on Small Arms and Light Weapons adopted in December 1998, consistent with U.S. policy and domestic legislation.

They agree that the UN conference on the illicit trade in small arms and light weapons in all its aspects should undertake concrete and tangible steps to combat the destabilising accumulation and spread of small arms and light weapons.

They agree on the goal of concluding the Protocol to Combat the Illicit Manufacturing of and Trafficking in Firearms, Their Parts and Components, and Ammunition by 2000, which will serve as a key element in international efforts to combat illicit firearms trafficking.

Recognising the special responsibilities that arms exporting States have, the EU and the U.S. affirm their commitment to observe the highest standards of restraint in the transfer of small arms and light weapons. They reaffirm support for the OSCE Principles Governing Conventional Arms Transfers. With respect to policies on small arms and light weapons the U.S. welcomes the EU's adoption of the EU Code of Conduct on arms exports and the principles contained in its criteria, which the U.S. endorses.

The EU and the U.S. agree on the importance of effective national controls for arms brokering.

The EU and the U.S. underline the importance of preventing the unauthorised retransfer of small arms and light weapons.

They will explore appropriate and effective measures of transparency in the transfers of small arms and light weapons.

The EU and the U.S. will work to improve their cooperation and coordination with third countries, and to that end, they will focus urgent attention on practical disarmament measures in potential conflict and post-conflict situations where the problems are most severe, in particular in Africa. They will also pursue measures to address the problem of the destabilising accumulation and spread of small arms and light weapons in the Balkans.

The EU and the U.S. resolve to encourage and support States to ensure the security of stockpiles of small arms and light weapons and to coordinate respective activities designed to assist countries to collect and destroy surplus weapons. They will contribute to reducing and ending the excessive and destabilising accumulation and uncontrolled spread of small arms, taking into account requirements for legitimate national and collective defence, and participation in peacekeeping operations under the UN Charter and internal security.

The EU and the U.S. welcome the interest of the NGO community in this field, and encourage them to continue their important efforts, which complement the work of governments.

In furtherance of the above-mentioned principles, the EU and the U.S. agree to identify areas for coordinated action.

EU-U.S. Action Plan on Small Arms and Light Weapons

In support of the principles agreed by the European Union and the United States and to advance their common objectives, the EU and the U.S. will take the following steps:

- 1. Establish a working group on small arms and light weapons for regular exchanges at the expert level. The working group will promote increased cooperation and information sharing and evaluate progress achieved by the EU and the U.S. on small arms issues. The group will meet at least once during each EU Presidency.
- 2. Work together to address the problem of illicit trafficking in firearms, including the completion by 2000 of the Protocol to Combat Illicit Manufacturing of and Trafficking in Firearms, Their Parts and Components and Ammunition now being negotiated in Vienna as part of the Convention Against Transnational Organised Crime, complementing other efforts to prevent the destabilising accumulation and spread of small arms and light weapons.
- 3. Coordinate efforts to provide assistance, in particular, where the problem of the destabilising accumulation and spread of small arms and light weapons is most severe.
- 4. Promote support for the observance and the enforcement of the Economic Community of West African States' (ECOWAS) moratorium on the import, export and manufacturing of small arms in West Africa.
- 5. Promote the observance of UN sanctions governing arms transfers to areas of conflict in Africa. Work together in the UN and in other fora to strengthen enforcement of arms embargoes established under the UN Security Council, including working together to tighten controls on sources of financing that help sustain arms flows and violent conflict in Africa.
- 6. Cooperate in considering measures to combat illicit arms brokering and measures to prevent the unauthorised retransfer of small arms and light weapons.
- 7. Promote the inclusion in UN peacekeeping mandates and other relevant missions of effective measures to deal with the collection and destruction of small arms and light weapons, and to coordinate assistance provided for this purpose.
- 8. Cooperate with appropriate bodies of the UN for more effective coordination of assistance in areas severely affected by small arms problems.
- 9. Work together in regional fora, such as the OSCE and EAPC, in efforts to contribute to combating and preventing the destabilising accumulation and spread of small arms and light weapons, including stockpile management and security.
- 10. Coordinate their planning for a successful outcome to the UN international conference on the illicit trade in small arms and light weapons in all its aspects with a view to achieving tangible results at the conference, including an action plan for the international community to deal with the small arms problem.

EU-US statement on the WTO

The European Union and the United States consider the multilateral trading system one of world's principal bulwarks of peace, sustainable development, and economic growth; and a primary engine for rising living standards and broad-based prosperity in the future. As we approach the new century, we must ensure that the trading system retains its dynamism and ability to respond to changing needs of an increasingly diverse membership.

Accordingly, both sides note their disappointment at the failure to reach agreement on a new Round of trade negotiations at Seattle, but they agree it is now important to find a way forward. In this context, the EU and the US both pledge continued readiness to work with Director General Mike Moore and our partners to launch an inclusive new Round as soon as possible. A new Round has to be definitively different from its predecessors. It should encompass the built in agenda of agriculture and services, further and effective market access liberalisation, support our efforts to harness globalisation by strengthening and extending WTO rules, and address the concerns of both developing countries and civil society.

With the Director General and all other members of the WTO, we need to take full account of the lessons of Seattle. In particular, work should be directed towards a set of measures that will: provide better opportunities for wider participation by all members (including developing countries) in the decision-making processes of the WTO; offer greater transparency (both within the organisation and vis-à-vis the outside world); and improve public access, including through broader access to WTO documents and enhanced consultation procedures with civil society. This work should also consider measures to improve the efficiency of the WTO, and to boost overall public support for the organisation. We should also seek agreement by all members on the separate review of WTO dispute settlement procedures, including measures to enhance transparency.

The EU and US are committed to maximising the benefits developing countries gain from being in the WTO. We agreed to take forward a preferential market access initiative for least developed WTO members, initially with our Quad partners. We will work with other WTO Members to establish as soon as possible a new, revitalised program for capacity building and technical assistance undertaken by the WTO, beginning with the Integrated Framework established in 1996, and in cooperation with other international institutions. We also agreed to consider what we would do to address the concerns of a number of developing countries with implementation of existing multilateral trade agreements. On issues of interest to our civil societies, we agreed that changes to global economy have brought new challenges to the trading system. Nowhere is that more evident than the debate that is now joined regarding the relationship between trade and labour. The EU and US are committed to working with our partners to engage the WTO and ILO in a constructive dialogue, including consideration of the relationship between core labour standards, further liberalisation, trade policy and social development, in order to foster understanding and consensus. And on trade and environment, we will work together to ensure that trade rules support and do not undermine the ability of governments to establish and achieve high levels of environmental protection.

The cooperative relationship between the EU and the US has been crucial to the development of the multilateral trading system over the past 50 years. We recognise our shared responsibilities to continue this work, but also the need to involve all our WTO partners more directly. This will pave the way for continued prosperity, sustainable development, and long-term growth for the 21st century.

Senior Level Group Report to the EU-U.S. Summit

Since our last Summit in June, we have continued during the Finnish Presidency to work closely together within the framework of the New Transatlantic Agenda. There will be new opportunities for cooperation between the European Union and the United States, particularly in the light of developments in the EU, such as the strengthening of Common Foreign and Security Policy structures, including the appointment of a High Representative and the forming of European Security and Defence Policy, and EU enlargement. Looking to the new Millennium, the EU and the U.S. remain committed to the promotion of democracy, sustainable growth and a high quality of life across the globe. We will work to ensure that our efforts contribute to these ends in the spirit of our Bonn Declaration.

We have consulted closely on further steps to implement the principles and mechanisms for early warning and problem prevention adopted at the EU-U.S. Summit in Bonn in order to prevent conflicts and facilitate resolution of problems before they risk undermining our broader relationship. We remain committed to continued close consultations on the various understandings and agreements reached at the 18 May 1998 London Summit. The implementation of all aspects of these remains for both of us a high priority. We have strengthened cooperation on non-proliferation of weapons of mass destruction with a focus on specific proliferation problems in South Asia, Eastern Europe and Central Asia, the Gulf, and the Korean Peninsula. We have also maintained dialogue and cooperation on a range of counterterrorism issues, including on threats to the Middle East Peace Process and on the Taliban.

Major Achievements

The EU and U.S. have worked, in close cooperation with our partners, to develop a shared strategy for the stability and growth of Southeastern Europe, a major challenge for the international community. We continued our cooperation in Kosovo. We have launched the Stability Pact for Southeastern Europe as an important framework for facilitating reconciliation and regional cooperation, as well as the integration of the countries of the region into European and transatlantic structures. By implementing the Stability Pact, we are promoting peace, prosperity and democracy throughout the region. Investment and trade play an important part, as does the fight against corruption. We have agreed with our Stability Pact partners and with countries outside the region to a series of measures to which all the countries of the region will be invited to sign on. We have also worked to promote democracy in Serbia. We are working to give a response to Montenegro's urgent need for technical and financial assistance to stabilise its economy.

The EU and U.S. have maintained and will intensify close contacts on matters related to security and defence. In so doing, we will build on the substantial and constructive accomplishments registered at the Helsinki European Council and the December NAC Ministerial, which include putting in place arrangements to ensure the fullest possible involvement of non-EU European NATO members. As the EU is developing its institutions to implement its common security and defence policy, we agree on the importance of developing modalities for full consultation, cooperation and transparency between the EU and NATO. Under the Transatlantic Economic Partnership, agreement has been reached to open negotiations on an MRA on marine safety equipment and on the first services MRAs on insurance, architecture and engineering services. We successfully launched the first phase of the TEP biotechnology pilot project. We have signed a Veterinary Equivalence Agreement.

In separate statements to be issued on the occasion of the Summit, we underscore our deep concern about the situation in Chechnya; we also emphasise our firm commitment to addressing the problems and needs in Southeastern Europe; we identify areas where we can deepen cooperation on Northern Europe; and we set out our common principles and an action plan to address the global problem of the destabilising accumulation and the spread of small arms and light weapons. We also signal our continued commitment to the multilateral trading system and the WTO.

Future Priorities:

At the top of our diplomatic agenda will be cooperation on Southeastern Europe, including implementation of the Stability Pact; on Russia and other States in Eastern Europe and Central Asia; and in support of the Middle East Peace Process. We will explore complementarity between our policies in the Mediterranean Basin. We will continue together to promote peace and stability, democracy and respect for human rights throughout the World, in particular in Africa. We will work to put into effect our joint statements on small arms and on Northern Europe. The EU and the U.S. will continue to work together to construct a strong and enduring approach to European security. We will continue our enhanced cooperation on non-proliferation, counterterrorism and the fight against organised crime. We will amplify informal consultations between our experts, within the NTA framework, on Justice and Home Affairs, as the EU implements its new competences in the area.

We will continue to work towards the launch of a new WTO Round. We will make additional efforts to achieve further results before the next summit on the implementation of the TEP Action Plan and, in particular, we expect to be able to announce agreement on guidelines/principles for effective regulatory cooperation and more transparent regulatory procedures by mid-2000. Resolving our outstanding bilateral disputes remains a high priority. We have decided to take new steps to address the full range of issues of concern in biotechnology both through reinforced high-level dialogue between administrations within the NTA framework and with input from civil society. We will now proceed to establish the modalities of this enhanced dialogue.

The following Appendix outlines in more detail our achievements over the past six months and key priorities for the next six months.

<u>Appendix</u>

Current Achievements

Through the implementation of the early warning and problem prevention principles and mechanisms, we have become more attuned to each other's concerns, political or trade-related. Under the early warning mechanism, the EU and the U.S. have discussed such diverse issues as human rights in Sudan, visa policy under the Schengen Agreement, Harbour Service User Fees, the Electrical and Electronic Waste Directive, Low Frequency Emissions, the Iran non-proliferation Bill, steel wire rods and market access for satellites. The Transatlantic Business, Consumer,

Environment and Labour Dialogues have been encouraged to take up the invitation to contribute to identifying early warning issues and to offer options for their resolution. We welcome the steps the

Transatlantic Business Dialogue (TABD) has already taken to respond to this. The Legislative Dialogue has an important role to play in the process.

We continued our cooperation in Kosovo to implement UN Security Council Resolution 1244 in all its aspects, particularly regarding interim civil administration, humanitarian affairs, institution building and reconstruction. We worked with each other and the countries of the region, particularly our Bosnian hosts, to stage a successful July Summit in Sarajevo to launch the Stability Pact for Southeastern Europe. In the few short months since Sarajevo, the U.S. and the EU have worked closely with their Stability Pact partners to register a considerable package of achievements. including a regional Anti-Corruption Initiative, a regional Investment Compact, efforts to fight organised crime through the Bucharest Anti-Crime Centre, promotion of independent media in the region, and a donor review process to identify regional priorities that would merit funding. We cooperated closely on the donor coordination process chaired by the European Commission and the World Bank, and agreed on holding a regional funding conference under the auspices of the High Level Steering Group in the first quarter of 2000. Recognising that a democratic Serbia that respects human rights and enjoys friendly relations with its neighbours is essential to the stability of the region, the EU and U.S. have also launched a trilateral dialogue with Yugoslav democratic forces to promote democracy in Serbia and to plan for the eventual integration of a democratic Serbia into the Stability Pact.

We increased our dialogue and cooperation on non-proliferation issues with Russia, focusing our efforts on cooperative threat reduction and other security activities, in light of the increased proliferation risks from economic turmoil. In particular, we have worked cooperatively to develop complementarity among different multilateral responses to the situation, including those proposed by the EU and by the U.S.-proposed Expanded Threat Reduction Initiative. We have identified new areas for future EU-U.S. cooperation in and with Russia and intensified our efforts on existing ones. Problems of the health (tuberculosis and HIV/AIDS) situation in Russia were one of the priorities. We have consulted closely on the issue of food aid and the need to address agricultural reform.

We have continued to encourage economic as well as political reforms in Ukraine. In the run-up to the 31 October presidential election and beyond, we continued our close political cooperation and made progress on the implementation of the other initiatives set out in our June 1999 summit statement. These include, in particular, energy sector reform, public health (\$2 million each from the EU and the U.S. to fund a HIV programme in Ukraine), the retention of an OSCE presence in Kiev, and our ongoing public diplomacy efforts at developing civil society. An agreement establishing the Kiev Regional Environmental Centre, a joint EU-U.S. initiative, has been signed. We have worked together to support power sector reforms and additional funding for the Chernobyl sarcophagus in line with our commitments under the G7/Ukraine Memorandum of Understanding on closing Chernobyl by 2000. In Belarus, we have cooperated in urging the Government to make progress on human rights and the restoration of democracy and have supported fully the activities of the OSCE Advisory and Monitoring Group and its efforts to initiate and advance governmentopposition dialogue.

Our concerted efforts, including through our Special Envoys for the Middle East Peace Process, contributed to the conclusion of the Sharm el Sheikh Memorandum, notably with our parallel letter of guarantees to the Palestinian Authority. We have worked for its timely implementation, the resumption of the Syrian and Lebanese tracks, as well as the early relaunch of the Multilateral track.

In parallel, we have contributed, as appropriate, to the successful conclusion of the negotiations on permanent status within the agreed deadline.

Our Special Envoys have continued to cooperate on the Cyprus problem. We have made parallel efforts to alleviate the human suffering and help reconstruction of the worst affected areas in Turkey after the earthquakes in August and November. We joined forces in the humanitarian crises in Kosovo and East Timor. We supported the UN-organised consultation on autonomy, allowing for the free expression of the East Timorese people on their future. Deeply concerned by the violence that erupted, we took part in the international effort to restore law and order (INTERFET) and for the gradual resettlement of displaced persons. We both substantially contributed to UNTAET.

We have consulted each other on the events in Pakistan, and we expressed our concern with regard to the new military regime, calling for an early return to democracy and stressing our shared concern for regional stability. We have collaborated to enforce the UN sanctions regime against UNITA in order to help restore peace in Angola.

We have continued our dialogue on important human rights issues in countries, such as Burma, China, Cuba, Iran and Sudan. We have frankly disagreed on several issues including the use of the death penalty, the best approach to dealing with countries where slavery is practised and some issues related to the treatment of religious minorities. We have worked closely together in the UN on Libya.

We have consulted on non-proliferation and other issues related to the Korean peninsula. We have each reviewed and updated our existing policies for promoting peace and stability on the Korean Peninsula to take account of developments. We have each shown our commitment to working with our regional partners on these issues, including by support for the engagement policy of the Republic of Korea. We both have actively supported Korean Energy Development Organisation (KEDO) in implementation of the light-water reactor project and in provision of heavy fuel oil to the DPRK pending completion of the first of the two reactors. We welcomed the commitment by DPRK to freeze test-launches of missiles, while U.S.-DPRK talks continue, as a positive initial step towards meeting international concerns in this field. We have also provided significant food aid and other assistance to the DPRK. The U.S. is embarked on a process aimed at improving relations with the DPRK. The EU has continued to pursue its political dialogue with the DPRK.

We enhanced our efforts to promote adherence to international non-proliferation instruments, notably in the EU's bilateral dialogue with Iran, as well as in our contacts with India and Pakistan. We also continued raising the issue of transfers to countries of concern with Russia. On counterterrorism, we have continued to maintain our extensive cooperation. We have underlined that suppression of financing of terrorism is one of the key areas where reinforced cooperation is needed. We have also worked together extensively on the development of the International Convention for the Suppression of Terrorist Fundraising. We have given mutual support to Security Council Resolution 1267 and its implementation and urged the Taliban to comply promptly with it. We have expressed our concern over the possible terrorist acts, which could hinder the Middle East Peace Process and called for an end to such acts or any support for them. We have agreed to cooperate, as appropriate, concerning counterterrorism assistance to the Palestinian Authority.

The OSCE Review Conference, preparatory meeting and the Istanbul Summit were significant areas for EU-U.S. coordination and cooperation. We shared and worked towards common goals regarding the OSCE comprehensive concept of security and the need for better tools such as civilian reaction teams (REACT), which will enable the OSCE to take rapid measures to address issues of conflict prevention, conflict management and post-conflict rehabilitation. Two joint proposals on corruption and the economic dimension of the OSCE were incorporated into the Summit Declaration. We have continued to support the valuable work done by UN and the numerous UN agencies. We have consulted each other on the reform and financing of the UN.

We continued our important dialogue on the fight against organised crime. We held a conference focusing on Combating Child Pornography on the Internet in Vienna, 29 September - 1 October, to reinforce cooperation between law enforcement and judiciary, to encourage Internet service providers to establish self-regulatory mechanisms; and to encourage the establishment of hotlines to enhance public involvement in countering child pornography on the Internet. We launched parallel information campaigns in Hungary and Bulgaria to help prevent women falling victim to traffickers. The EU has informed the U.S. of the Action Plans for third countries of the EU High Level Working Group on Asylum and Migration. We have also discussed new ways of cooperating in the area of Justice and Home affairs to the benefit of citizens on both sides of the Atlantic. We have collaborated in different counter-narcotics initiatives; e.g. we undertook a joint EU-U.S. counter-narcotics assessment mission to Nigeria.

The charter for the new Regional Environmental Centre (REC) for the Caucasus region was signed in September.

We have made further progress in our trade and economic relations. Our competition authorities have agreed to establish a working group to review cooperation procedures in the field of global mergers. The EC has signed the UN/ECE WP 29 Parallel Agreement on global regulations for wheeled vehicles' equipment and parts. We concluded a Statement of Cooperation, the purpose of which is to establish a framework for the exchange of supervisory information regarding banks and banking organisations that have establishments in both the EU and the U.S. Implementation is now proceeding at the technical level, involving our banking supervisory authorities. On data privacy, we have made substantial progress towards establishing a "safe harbour" arrangement that will ensure high standards of privacy and maintain personal data flows across the Atlantic.

The EU-U.S. Working Group on Employment conducted two seminars; the first focussed on the social dimension of Economic Integration and the second on Entrepreneurship.

We have continued to pursue actively our cooperation in a number of areas under the 1998 Science and Technology Agreement: follow-up to the New Vistas II Conference in June 1999 in Stuttgart; implementing arrangement on metrology research signed on 5 October 1999; implementing arrangement on materials research finalised and expected to be signed before the end of the year; and preparation of an implementing arrangement on non-nuclear energy research.

We have agreed on principles for government relations with people-to-people dialogues under the New Transatlantic Agenda. These key principles - transparency, access, equivalence, interaction, government support - will ensure a fair and equal approach to the handling of the dialogues. We participated actively in the annual meeting of the Transatlantic Business Dialogue in Berlin on 29-30 October and in the second meeting of the Transatlantic Environmental Dialogue in Washington

on 13-15 October. We reaffirmed our commitment to give careful consideration to the recommendations of the transatlantic dialogues and stressed the value, which their contributions could make to our early warning effort.

Other Future Priorities

The EU and U.S. will continue to develop the Early Warning principles and mechanisms announced at the 21 June Bonn Summit, so that they may constitute an effective means for preventing and resolving problems which threaten to damage relations between the EU and the U.S. In order better to facilitate the process of early warning of potential bilateral trade problems, we will develop improved means for communicating within our respective governments. Both sides are now working to ensure follow-up on the early warning consultations already held, in terms of designating contact points at a technical level to carry the process further and on reporting back within a given time frame and elaborating options for solution.

We will implement the key priorities identified in our Summit Statement on Southeastern Europe. In addition, we will work with the Former Yugoslav Republic of Macedonia to accelerate progress on important economic structural reforms and to reinforce the improvements on inter-ethnic relations. We will continue to cooperate on developing the border crossing point of Blace to improve the flow of critical supplies into Kosovo. To continue promoting political and economic stability in Albania, we will work to strengthen the Friends of Albania process both internationally and in Tirana.

We will provide assistance to and coordinate with the OSCE in providing, at Russia's invitation, international monitors for the upcoming State Duma and presidential elections. We will build on our cooperation on non-proliferation activities and seek to strengthen our efforts in this field, including resources to address high priority concerns. We will continue to exchange information with regard to assessing the need for food aid, taking into account the possible political implications and the potential impact of such aid on agro-industry in Russia and the neighbouring countries, and on the need to address agricultural reform. Special attention will be paid to the prevention and tackling of organised crime in Russia. We are assessing possible cooperation on public health and, in particular, on communicable diseases.

In Ukraine, we will cooperate closely with the President and the Ukrainian government to strengthen political, economic and democratic reform. Bilaterally, we will work to make further progress on our joint initiatives. In the first half of 2000, we will devote particular attention to the implementation of the G7/Ukraine Memorandum of Understanding on the closing of Chernobyl by 2000. We will work together to conclude the decision-making process on loan financing for K2/R4, to support energy sector reform and to make serious progress on the Chernobyl sarcophagus. In Belarus, we will continue to work to support the OSCE-sponsored opposition-government dialogue on establishing a framework for free and fair parliamentary elections in 2000, respect for human rights and the restoration of democracy.

Promoting peace, stability and development in the Mediterranean region is a key priority for the transatlantic dialogue. We will work closely together during proximity talks under the auspices of the Secretary General of the United Nations and will continue to support all efforts to prepare the ground for meaningful negotiations leading to a comprehensive settlement on Cyprus on the basis of the relevant UN Security Council Resolutions. We will keep in close consultation regarding the key role Turkey could play in the whole area. While the EU is promoting, during the next months, a series of initiatives on its relations with the southern Mediterranean, the EU and U.S. will continue close consultations, including through our Special Envoys, on the Middle East Peace

Process, focusing on encouraging final status negotiations and on supporting both parties throughout the negotiations, as appropriate. We will continue to support and to consult on the Syrian and Lebanese Tracks. We restate our joint commitment to build a consensus among concerned parties in order to convene as soon as possible a meeting of the Multilateral Track Steering Group. We will further bring substantial economic and technical assistance to the Palestinian Authority, and expect progress in the implementation of the revised Tripartite Action Plan.

To promote peace and stability, democracy and development in the world, we will continue to seek ways to develop our cooperation, inter alia exploring the possibilities for working together to alleviate the problems stemming from civil wars in Africa and other continents. Our Special Envoys in Africa will continue to work closely together. We are committed to assisting further the reconstruction of East Timor and to supporting a peaceful transition towards independence, the development of the rule of law and democratic society. We will support the Indonesian Government in its democratisation process. The EU and the U.S. will also closely monitor developments in Pakistan.

With regard to the destabilising accumulation of small arms beyond those required for legitimate security needs, we will continue to promote preventive and reactive measures, e.g. supporting the destruction of surplus weapons and post-conflict projects to disarm, demobilise and reintegrate excombatants. Within the framework of the statement adopted today, we will pursue further opportunities for cooperation. The EU and U.S. are ready to provide the Economic Community of West African States (ECOWAS) Secretariat with expert assistance for the effective implementation of the ECOWAS moratorium on export, import and manufacture of light weapons.

We will continue to consult closely with each other, the UN, relevant regional organisations and other countries, as we seek to promote human rights, including through our respective dialogues with countries of concern.

We will continue consultations on the reform of the UN and on seeking a solution to the problem of UN finances, including full and timely payment of obligations and development of a more equitable assessment scale.

We will continue to advocate adherence to international non-proliferation instruments and their effective implementation. Despite delays that will affect the entry into force of the Comprehensive Test Ban Treaty (CTBT), we will each pursue further our efforts to convince India and Pakistan to sign and ratify the CTBT, as part of a wider effort to maintain regional peace and stability. The EU will continue to raise non-proliferation issues with Iran, in the framework of its comprehensive dialogue. Building on our respective efforts, we will continue to promote peace and stability in the Korean Peninsula, and encourage further dialogue with concerned states in the region. We will keep on pressing DPRK to commit itself to concrete and lasting results in the field of non-proliferation, both on the peninsula as well as globally. We reaffirm our shared commitment to KEDO and look forward to further progress in implementing the light-water reactor project.

The EU and the U.S. will seek to strengthen their cooperation and look for new opportunities to enhance transatlantic counterterrorism efforts. We will expand our cooperation in effectively suppressing financing of terrorism. We will continue to express our deep concern over possible terrorist acts aimed at hindering the Middle East Peace Process, and raise our concerns with those who support these acts. We will look into enhancing our cooperation on the issue of counterterrorism assistance to the Palestinian Authority. We will also continue to work together to achieve full, effective and speedy implementation of Security Council Resolution 1267. The EU and the U.S. have been discussing the Information Society. We note from our experience that countries need to develop efficient communication and information infrastructure based on a market economy and a functioning democracy to realise fully the benefits of the Information Society. The EU and U.S. will work together towards a global information society that contributes to democracy, sustainable growth and quality of life. Given the importance of this subject, the EU will hold a Conference at ministerial level in Lisbon on "The Information Society and Knowledge", to which representatives of the civil society, policymakers and enterprises interested and active in this field will be invited, including experts from the U.S.

We anticipate increasing EU-U.S. cooperation in justice and home affairs, including in the fight against organised crime, such as money laundering, corruption, illegal drugs, child pornography on the Internet and trafficking in women and children, together with the necessary cooperation between law-enforcement bodies, including EUROPOL. We will identify new countries for joint cooperation on information campaigns on trafficking in women in 2000. We will continue or extend our cooperation to combat illegal drugs in the Caribbean, the Andean Region of South America, Southern Africa and Central Asia. Building on the August mission to Nigeria, we will cooperate on counter-narcotics assistance to this key African country and assess whether this approach could be extended to other countries. We will work together in developing the World Anti-Doping Agency (WADA) in accordance with the Sydney Communiqué.

Building on the useful work undertaken at the fifth Conference of the Parties in Bonn in November, we shall continue to work closely on substantive progress towards implementation of the Kyoto Protocol on climate change ahead of the sixth Conference of the Parties meeting in November 2000. We will pay particular attention to Kyoto mechanisms, compliance and to Convention issues of importance to developing countries, including technology transfer.

We will consult closely in the run-up to the January 2000 extraordinary meeting in Montreal, with a view to achieving an effective Biosafety Protocol.

We will continue to seek to implement the recommendations of our May 1999 High Level Assistance consultations, especially in the areas of humanitarian assistance with focus on Kosovo. We will also concentrate on food security, drugs, health, including reproductive health and infectious diseases, climate change, conflict prevention and peace-building. We will work towards a positive outcome of the next High Level meeting, which is scheduled to take place in the first half of 2000.

Both sides will work towards a positive outcome to the Intergovernmental Forum on Forests and at the VIII Session of the Commission on Sustainable Development. The development of agreed new noise standards for aircraft is a high priority for both of us. ICAO remains our preferred forum for achieving this. We will work to ensure that the RECs in Moscow and Kiev are opened soon and seek to agree on new RECs in Central Asia. We aim to finalise the future work plan of the EU-U.S. Task Force on Communicable Diseases at its next meeting in mid-2000.

We expect to conclude our discussions on data protection before the end of March, so that a package can be submitted for approval under the appropriate procedures shortly thereafter. We will hold the first meeting of the Joint Management Committee on the implementation of the Veterinary Equivalence Agreement in the first half of 2000. This meeting will address outstanding issues, including equivalency talks on residues. We will work to reach an agreement on interoperability between Galileo and GPS. We will pursue our negotiations on an agreement on wine.

We will step up our collaboration in all areas of mutual interest, building inter alia on the conclusions of the New Vistas in Transatlantic Science and Technology Cooperation Conferences of June 1998 and June 1999. In this context, the U.S. will be invited by the EU to participate in a meeting in the Azores in the first half of 2000.

The EU and U.S. will continue to support the development of dialogue between civil society on both sides, in particular on social, environment and consumer issues, given that their involvement is increasingly important in the formulation of policy decisions. We look forward to participating in the next meeting of the Transatlantic Consumer Dialogue in February, the next Transatlantic Environment Dialogue plenary in the spring and the mid-year meeting of the Transatlantic Business Dialogue. We will begin to prepare for the negotiation of the extension of the cooperation agreement on higher education and vocational training. We will support the further development of the Transatlantic Legislators Dialogue between Members of the European Parliament and Members of the U.S. Congress.

<u>Principles for government relations with the Transatlantic Dialogues established under the</u> <u>aegis of Chapter IV of the New Transatlantic Agenda</u>

In line with the commitments made in the December 1998 statement on dialogues, this paper sets out guidelines for the use of EU and US officials for the handling of relations with the dialogues, in the form of concisely enunciated principles, which can be communicated to the dialogues. These principles are not in any way meant to detract from the autonomy and independence of action of the dialogues.

1. Transparency

The EU Authorities and the US Administration will show a high degree of transparency in their dealings with the dialogues, within the parameters set by the legislative and regulatory procedures of both sides.

Each dialogue should receive regular updates on the implementation of those parts of the NTA and the TEP of interest to it as well as information relating to progress in responding to that dialogue's specific recommendations.

Contacts between the dialogues and the EU Authorities and the U.S. Administration could be used to encourage them to contribute to our efforts to identify and prevent potential bilateral EU-US problems at an early stage, in line with the June 1999 Summit statement on early warning.

2. Access

The U.S. Administration and the EU Authorities should each meet formally with the dialogues at an appropriate level at least once every six months.

They should each designate working level contacts for each of the dialogues to facilitate routine contact at other times.

Representatives of the dialogues should be invited to present their key current recommendations to EU-U.S. Summits. Access to leaders and ministers at summits should be provided on a regular and equitable basis, taking into account recent contributions from each of the dialogues. It is the responsibility of the hosting party to determine which of the dialogues should be invited.

Whilst the work of each dialogue is its own responsibility, the EU Authorities and the U.S. Administration should welcome and respond to invitations to participate in and contribute to this work by means of joint attendance at conferences, joint discussions with working groups etc.

3. Equivalence

The EU Authorities and the U.S. Administration should each ensure that lines of communication are open for all the dialogues. They should treat all recommendations made by each of the dialogues with seriousness and should ensure that there are clear and transparent government responses to these. Such responses when made in written form should be available to other dialogues.

4. Interaction

The EU Authorities and the U.S. Administration should encourage contact and exchange of views between dialogues. From time to time the EU Authorities and the U.S. Administration may support structured discussions involving a number of dialogues on a specific issue of collective concern to them.

Dialogues should be encouraged to maintain open structures, which promote wider links with EU and U.S. citizens beyond their official or active membership. In particular, they should be encouraged to share with others their experience of transatlantic bridge--building, for example via "TIES". The EU Authorities and the U.S. Administration may support activities designed to facilitate this process.

5. Government support

The EU Authorities and U.S. Administration should work with dialogues to ensure that they obtain the support necessary for their successful activities.

The EU Authorities and the U.S. Administration should keep each other informed of their reactions to input from the dialogues. They should jointly note the principal contributions and achievements of each dialogue in the SLG Report to each Summit.

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