Trade Basics



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Members of the World Trade Organization

By Megan J. Provost

As of July 29, 2016, there are 164 member-countries in the World Trade Organization (WTO). According to the WTO, any state or customs territory having "full autonomy in the conduct of its trade policies" is eligible to join (or, more accurately, "accede to") the WTO. However, before countries are granted full membership, WTO members must agree on their accession terms.

Becoming a Member

The WTO generally breaks the accession process down into four states. The applicant countries must:

- 1. Tell us about yourself. The government applying for membership into the WTO is asked to describe all aspects of its "trade and economic policies" that might have a bearing on WTO agreements. This information is submitted to the WTO in a memorandum, which is then examined by the "working party" dealing with the country's membership application.

 Note: These "working parties" oversee the accession process and are open to all WTO member-countries.
- Work with individual members on trade commitments. When the working party has made sufficient progress on principles and policies, parallel bilateral talks begin between

- the prospective new member and individual WTO member-countries. Because different member-countries have different trading interests, bilateral negotiations work best. These talks cover tariff rates, specific market access commitments, and other trade policies in goods and services. The new member's commitments that are negotiated through these bilateral discussions must apply equally to all WTO member-countries, under normal nondiscrimination rules. These negotiations and commitments can be highly complicated.
- 3. Draft membership terms. Once the working party has completed its examination of the applicant's trade regime, and the parallel bilateral market access negotiations are complete, the working party finalizes the terms of accession. These appear in a report, a draft membership treaty (called a "protocol of accession"), and schedules of the soon-to-be-member's commitments.
- 4. *Make a decision*. The final package, consisting of the report, protocol, and schedules, is presented to the WTO General Council or the Ministerial Conference. Two-thirds of WTO member-countries must vote in favor of the application. Once approved, the applicant is free to sign the protocol and to accede to the WTO, however, many

countries' own parliament or legislature must also ratify the agreement before membership is complete.

Alliances and Groups of Countries

While WTO membership is open to state and custom territories, there are some membership groups, as well as coalitions of nations that regularly work together. This is especially true in the agricultural negotiations, where we have seen well over 20 coalitions and alliances submit proposals or negotiate with a common position. In addition, developing countries are utilizing alliances more frequently, likely due to the improved bargaining power of a larger group.

The best known, as well as largest and most comprehensive, group at the WTO is the European Union (EU). The EU is a customs union with a single external trade policy and tariff system. The EU is a WTO member in its own right, as are each of its 28 member-states, making at total of

29 WTO members. While the member states coordinate their position in Brussels and Geneva, the European Commission alone speaks for the EU at almost all WTO meetings. However, sometimes references are made to specific

member states, particularly where their national laws differ. This is the case in some disputes when an EU member's law or measure is cited, or in notifications of EU member countries' laws, such as in intellectual property (TRIPS).

A number of other nations have accomplished a lesser degree of economic integration, but still have important trade alliances. For example, the Association of South East Asian Nations (ASEAN, which includes WTO members Brunei Darussalam, Cambodia, Indonesia, Malaysia, Myanmar, Philippines, Thailand, Singapore and Viet Nam) have many common trade interests and are frequently able to coordinate positions and to speak with a single voice. MERCOSUR,

the Southern Common Market (which includes Argentina, Brazil, Paraguay, Uruguay and Venezuela, with Bolivia, Chile, Colombia, Ecuador and Peru as associate members), has a similar set-up. Other groups that occasionally present unified statements at the WTO are the African Group; the

least-developed

countries (LDCs); the African, Caribbean and Pacific Group (ACP); and the Latin American Economic System (SELA).

The Quad, the Quint, the Six and 'not'

Some of the most difficult negotiations in the WTO have resulted from "breakthrough" talks from four to six of the major WTO members-countries. Originally, the "Quad" consisted of Canada, the European Union, Japan, and the United States.

However, since the launch of the Doha Development Round, developing countries' voices have increased considerably, bringing in Brazil and India. And, Australia was added as a representative of the Cairns Group. So, since 2005, four, five or six of the following have got together to try to break deadlocks, particularly in agriculture: Australia, Brazil, the European Union, India, Japan, and the United States.

About the Author: Megan Provost is the Vice President of Policy and Programs at Farm Foundation. Prior to joining the Foundation, Megan worked for Dow AgroSciences, for a U.S. Senator, at the U.S. Department of Agriculture, and at the American Farm Bureau Federation. Megan has a bachelor's and master's degree in agricultural economics and a juris doctorate.

Appendix A: The Member Countries

The following is a list of WTO member countries (and their date of accession), as of July 29, 2016.

Afghanistan – July 29, 2016 Albania – September 8, 2000 Angola – November 23, 1996 Antigua and Barbuda - January 1, 1995 Argentina – January 1, 1995 Armenia – February 5, 2003 Australia – January 1, 1995 Austria – January 1, 1995 Bahrain – January 1, 1995 Bangladesh – January 1, 1995 Barbados – January 1, 1995 Belgium – January 1, 1995 Belize – January 1, 1995 Benin – February 22, 1996 Bolivia – September 12, 1995 Botswana – May 31, 1995 Brazil – January 1, 1995 Brunei – January 1, 1995 Bulgaria – December 1, 1996 Burkina Faso – June 3, 1995 Burundi – July 23, 1995 Cambodia – October 13, 2004 Cameroon – December 13, 1995 Canada – January 1, 1995 Cape Verde – July 23, 2008 Central African Republic – May 31, 1995 Chad – October 19, 1996 Chile – January 1, 1995 China – December 11, 2001 Colombia – April 30, 1995 Congo – March 27, 1997 Costa Rica – January 1, 1995 Côte d'Ivoire – January 1, 1995 Croatia – November 30, 2000 Cuba — April 20, 1995 Cyprus – July 30, 1995 Czech Republic – January 1, 1995 Democratic Republic of Congo – January 1, 1997 Denmark – January 1, 1995

Dominican Republic – March 9, 1995 Ecuador – January 21, 1996 Egypt – June 30, 1995 El Salvador – May 7, 1995 Estonia – November 13, 1999 European Union – January 1, 1995 Fiji – January 14, 1996 Finland – January 1, 1995 France – January 1, 1995 Gabon – January 1, 1995 Gambia – October 23, 1996 Georgia – June 14, 2000 Germany – January 1, 1995 Ghana – January 1, 1995 Greece – January 1, 1995 Grenada – February 22, 1996 Guatemala – July 21, 1995 Guinea – October 25, 1995 Guinea-Bissau – May 31, 1995 Guyana – January 1, 1995 Haiti – January 30, 1996 Honduras – January 1, 1995 Hong Kong, China – January 1, 1995 Hungary – January 1, 1995 Iceland – January 1, 1995 India – January 1, 1995 Indonesia – January 1, 1995 Ireland – January 1, 1995 Israel – April 21, 1995 Italy – January 1, 1995 Jamaica – March 9, 1995 Japan – January 1, 1995 Jordan – April 11, 2000 Kazakhstan – November 30, 2015 Kenya – January 1, 1995 Korea, Republic of – January 1, 1995 Kuwait – January 1, 1995 Kyrgyz Republic – December 20, 1998 Laos – February 2, 2013 Latvia – February 10, 1999 Lesotho – May 31, 1995

Djibouti – May 31, 1995

Dominica – January 1, 1995

Liberia – July 14, 2016 Liechtenstein – September 1, 1995 Lithuania – May 31, 2001 Luxembourg – January 1, 1995 Macao, China – January 1, 1995 Macedonia, FYR – April 4, 2003 Madagascar – November 17, 1995 Malawi – May 31, 1995 Malaysia – January 1, 1995 Maldives – May 31, 1995 Mali – May 31, 1995 Malta – January 1, 1995 Mauritania – 31 May 1995 Mauritius – 1 January 1995 Mexico – 1 January 1995 Moldova – July 26, 2001 Mongolia – January 29, 1997 Montenegro – April 29, 2012 Morocco – January 1, 1995 Mozambique – August 26, 1995 Myanmar – January 1, 1995 Namibia – January 1, 1995 Nepal – April 23, 2004 Netherlands – January 1, 1995 New Zealand – January 1, 1995 Nicaragua – September 3, 1995 Niger – December 13, 1996 Nigeria – January 1, 1995 Norway – January 1, 1995 Oman – November 9, 2000 Pakistan – January 1, 1995 Panama – September 6, 1997 Papua New Guinea – June 9, 1996 Paraguay – January 1, 1995 Peru – January 1, 1995 Philippines – January 1, 1995 Poland – July 1, 1995

Saint Kitts and Nevis - February 21, 1996 Saint Lucia – January 1, 1995 Saint Vincent & Grenadines – January 1, 1995 Samoa – May 10, 2012 Saudi Arabia – December 11, 2005 Senegal – January 1, 1995 Seychelles – April 26, 2015 Sierra Leone – July 23, 1995 Singapore – January 1, 1995 Slovak Republic – January 1, 1995 Slovenia – July 30, 1995 Solomon Islands – July 26, 1996 South Africa – January 1, 1995 Spain – January 1, 1995 Sri Lanka – January 1, 1995 Suriname – January 1, 1995 Swaziland – January 1, 1995 Sweden – January 1, 1995 Switzerland – July 1, 1995 Taiwan – January 1, 2002 Tajikistan – March 2, 2013 Tanzania – January 1, 1995 Thailand – January 1, 1995 Togo – May 31, 1995 Tonga – July 27, 2007 Trinidad and Tobago – March 1, 1995 Tunisia – March 29, 1995 Turkey – March 26, 1995 Uganda – January 1, 1995 Ukraine – May 16, 2008 United Arab Emirates – April 10, 1996 United Kingdom – January 1, 1995 United States – January 1, 1995 Uruguay – January 1, 1995 Vanuatu – August 24, 2012 Venezuela – January 1, 1995 Viet Nam – January 11, 2007 Yemen – June 26, 2014 Zambia – January 1, 1995 Zimbabwe – March 5, 1995

Rwanda – May 22, 1996

Portugal – January 1, 1995

Romania – January 1, 1995 Russia – August 22, 2012

Qatar – January 13, 1996

Appendix B: Memberships in Progress

The following countries' accessions are in progress:

Algeria

Andorra

Azerbaijan

Bahamas

Belarus

Bhutan

Bosnia and Herzegovina

Comoros

Equatorial Guinea

Ethiopia

Iran

Iraq

Lebanon

Libya

Sao Tomé and Principe

Serbia

Somalia

South Sudan

Sudan

Syria

Timor-Leste

Uzbekistan