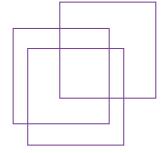
ASIA AND THE PACIFIC (INCLUDING ARAB STATES)



International Labour Organization



2016 Report – Multinational Enterprises, Development and Decent Work: the promotion and application of the Tripartite Declaration of Principles concerning Multinational Enterprises and Social Policy (MNE Declaration) in Asia and the Pacific

MNE DECLARATION

The ILO MNE Declaration recognizes the important role of MNEs in social and economic development and decent work for all. It seeks to **encourage their positive contribution** and **minimize and resolve potential negative impacts.**

The principles in this tripartite-agreed global instrument offer guidelines to MNEs, governments, and employers' and workers' organisations in the areas of employment, training, conditions of work and life, and industrial relations.



As part of the regional follow-up mechanism to the MNE Declaration, a **QUESTIONNAIRE** was sent to governments and employers' and workers' organizations in the region. It requested them to provide information on the way in which they have **PROMOTED AND APPLIED THE PRINCIPLES** of the MNE Declaration at the country level. The report synthesizes their responses and provides an overview of FDI and related decent work opportunities and challenges in the region.

AT A GLANCE: FDI AND DECENT WORK IN THE REGION

18 of the world's TOP 100 NON-FINANCIAL MNEs are located in the region.

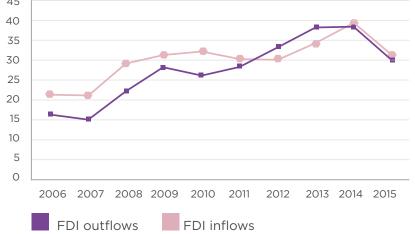
+83% **Highest recipients of FDI** 2006 2015 **Highest FDI investors FDI INFLOWS** The region accounts for about **HALF** of the China world's economic growth. HALF ndia of the world's poorest people reside in this region. 2015 2006 ngapor +100% **FDI OUTFLOWS CREATION OF JOBS** More than 1.5 MILLION jobs have been created through greenfield FDI in the region in 2016-17. **DECENT WORK** DEFICITS Inequality, unemployment, non-standard forms of work. informality. forced **REGION'S SHARE OF WORLD FLOWS (%)** labour and concerns regarding freedom of 45 association **REMAIN** 40 PREVALENT.

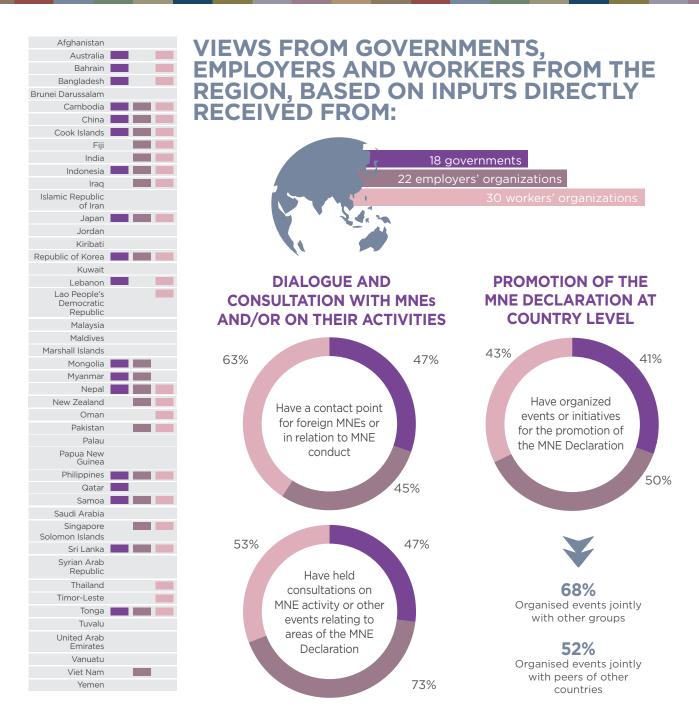


POLICIES AND FRAMEWORKS

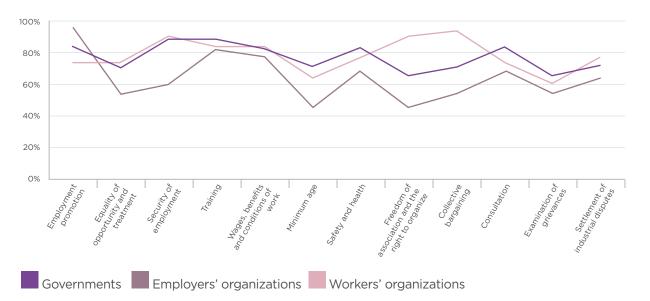
Some policies implemented in the region promote the **POSITIVE IMPACT OF FDI** by encouraging

linkages between MNEs and domestic enterprises and by providing opportunities for skills development.





AREAS OF THE MNE DECLARATION CONSIDERED AS RELEVANT FOR EACH GROUP



MAIN RECOMMENDATIONS OF GOVERNMENTS, EMPLOYERS' AND WORKERS' ORGANIZATIONS TO ENHANCE THE IMPACT OF THE MNE DECLARATION IN THE REGION

- Implement appropriate regulatory and policy frameworks to advance the application of the principles of the MNE Declaration
- Strengthen the capacity of governments, employers' and workers' organizations to effectively promote and apply the MNE Declaration
- Further research the impact of the MNE operations in host economies
- Increase knowledge sharing on best practices on the implementation of the MNE Declaration across the region



THE BALI DECLARATION Adopted at the 16th Asia and the Pacific regional meeting

"During the period leading up to the 17th Asia and the Pacific Regional Meeting, policy priorities for member States in the region, to be implemented in consultation with the social partners, include: (...) maximizing the opportunities for decent work arising from investment, trade and the operation of multinational enterprises, through the promotion and application of the ILO Tripartite Declaration of Principles concerning Multinational Enterprises and Social Policy" [Paragraph 10]



FURTHER RESOURCES

MNE Declaration
www.ilo.org/mnedeclaration

Multinational Enterprises and Enterprise Engagement Unit www.ilo.org/multi

ILO Helpdesk for Business on International Labour Standards www.ilo.org/business Use this code to access the 2016 report:

