

Chapter One

Theoretical Context Of Common Markets In Regional Integration Arrangements: A Study Of The EEC And EAC

1.1. Introduction	1
1.2. Historical Background to EAC	1
1.3. Statement of the Research Problem.....	3
1.4. Hypothesis.....	5
1.5. Objective of the Research	5
1.6. Significance of the Research	5
1.7. Research Methodology	5
1.8. The Theory of Common Markets	6
1.9. The Theory of International Production.....	11
1.10. Common Markets in developed economic formations	14
1.11. Common Markets in developing economic formations	14

Chapter Two

The Establishment and Implementation of the EEC Common Market

2.1. Introductory Remarks	17
2.2. The European Economic Community	17
2.3. Free Movement of Goods	19
2.4. Free Circulation	22
2.5. Elimination of duties between Member States.....	23
2.6. Charges having equivalent effect.....	23
2.7. Elimination of quantitative restrictions.....	24
2.7.1. Dassonville Formula.....	24
2.7.2. Cassis de Dijon case.....	25
2.8. Derogation under Art. 30 EC (ex-Art. 36 EC).....	26

2.9. Free Movement of Workers	28
2.9.1. General remarks	28
2.9.2. Who is a Worker according to the EC ?	32
2.9.3. Treaty provisions	34
2.10. Right of Entry and Residence	34
2.11. Freedom of Establishment and Freedom to supply Services.....	36
2.12. Free Movement of Capital	40

Chapter Three

The Rise and Fall of The First East African Community 1900-1977

3.1. Roots of East African Integration	43
3.2. The First East African Economic Community	44
3.3 The Main Features of the East African Customs Union	46
3.4. Creation of Common Services	47
3.5. The Post Independence East African Cooperation Arrangement	53
3.6. The Raisman Commission and its Critics	54
3.6.1. The Commission's proposals.....	54
3.6.2. Critics of the Raisman Commission	57
3.7. The Kampala Agreement and its Critics	58
3.7.1. The main elements of the Agreement.....	58
3.7.2. Criticism of the Kampala Agreement	64
3.8. The Ideological Divide	65
3.9. The Philip Commission	68
3.10. Criticism of the Treaty for East African Cooperation	72
3.11. Failure of the East African Community	73
3.12. The William Demas Commission	76

Chapter Four

The Influence of the European Integration Arrangement and World Trade Law upon the First EAC

4.1. Introduction	79
4.2. Influence through Multilateral Treaties.....	79
4.2.1. The Treaty of Rome.....	80
4.2.2. The Yaounde Convention	81
4.2.3. The Lagos Convention.....	81
4.2.4.The Arusha Convention.....	82
4.3. WTO Requirement of a Trade Regime	83
4.4. Regional Integration Agreements and WTO Law	87
4.4.1. General observations.....	87
4.4.2. The Case Turkey – Textile.....	88
4.5. The Association Agreements and GATT	91
4.6. Regional and multilateral Integration - Stumbling blocks or Building blocks?.....	93

Chapter Five

The East African Community's 2nd Phase: From The Tripartite Commission to The Customs Union

5.1. Introduction	95
5.2. The East African Customs Union.....	98
5.3. Current Development of the East African Customs Union	100
5.3.1. Challenges.....	101
5.4. Exemptions and Remissions	102
5.5. The East African Community Customs Unions Regulations	105
5.5.1. Rules of Origin	106
5.5.2. The preference schemes of the US, EU and Japan	111
5.5.3. Challenges of the Application of Rules of Origin in East Africa	115

5.5.4. Anti-dumping	116
5.5.4.1. Special Provisions for Developing Countries.....	117
5.5.4.2. Dispute Settlement.....	118
5.5.4.3. Actions in the East African Community	121
5.5.5. Safeguard Regulations in the WTO.....	124
5.5.5.1. Procedures of Application of Safeguard Measures under WTO.....	125
5.5.5.2. Initiation.....	125
5.5.5.3. Article 3.1 and the general due process requirement.....	126
5.5.5.4. Publication and notification.....	126
5.5.6. Subsidies and countervailing measures.....	127
5.5.6.1. Economic Implications of Subsidies and countervailing measures.....	129
5.5.7. Freeport Operations Regulations	130
5.5.8. Export Processing Zones regulations.....	130
5.6. Common External Tariff in East African Customs Union	132
5.7. Effects of CET in the Member States.....	134

Chapter Six

The Legal Provisions of the Common Market of the East African Community

6.1. Introduction.....	137
6.2. The East African Community Institutions	138
6.3. The East African Integration Scenario	142
6.4. The Economic Size of EAC	143
6.5. Democratisation of EAC Political Landscape.....	144
6.6. Accession to EAC Treaty by new Members.....	145
6.7. Creation of a Common Market.....	146
6.8. Democracy and Good Governance	148
6.9. The East African Common Market.....	151
6.10. Freedom of movement of person.....	155
6.10.1. The East African Passport	155
6.10.2. Citizenship	156

6.10.3. Constitutional Reforms	156
6.10.4. The Language Barrier.....	157
6.10.5. Labour	158
6.11. Free Movement of Labour	163
6.12. Free Movement of Capital	164
6.13. Free Movement of Goods	166
6.14. Freedom of Establishment and Freedom to Supply Services	167
6.14.1. Perspectives	167
6.14.2. Challenges.....	168
6.15. Freedom to provide Services.....	169
6.15.1. Basic conditions.....	169
6.15.2. Challenges.....	170
6.16. Implications of the Common Market and Free Movement principles On social protection	171
6.17. Social Protection beyond workers.....	172

Chapter Seven

Comparative study of the European and East African Common Markets

7.1. Introduction	175
7.2. Comparison of core provisions	175
7.2.1. Article 5 of the Protocol on the establishment of the EAC Common Market	175
7.2.2. Article 3 of the Treaty of Rome	177
7.2.3. Article 45 of the Protocol on the establishment of the EAC Common market	180
7.2.4. Article 39 of the Treaty of Rome	181
7.2.5. Article 40 of the Treaty of Rome	181
7.2.6. Article 45 of the Treaty of Rome	182
7.3. Evaluation	182
7.4. The EC as an example for a world wide Constitutional Free Trade Area .	183
7.5. Judicial Protection under EC Law	184

Chapter Eight

Recommendations and Conclusion

8.1.	Introduction.....	187
8.2.	General Remarks.....	188
8.2.1.	Cross – border Crimes.....	190
8.2.2.	East African Citizenship	190
8.2.3.	Diversity in Monetary policies	190
8.2.4.	Competition and Rules of Origin	191
8.2.5.	Solidarity Fund.....	191
8.3.	The case of Tanzania	191
8.4.	Diversity in Terms of Language	192
8.5.	The East African Court Of Justice.....	193
8.6.	Conclusion.....	195