

## ALGERIA'S STATEMENT

### ON THE TERMS OF REFERENCE OF THE UNITED NATIONS FRAMEWORK CONVENTION ON INTERNATIONAL TAX COOPERATION

Algeria reiterates its commitment to the work of the ad hoc committee in charge of elaborating the terms of reference (TOR) of a framework convention on international tax cooperation at the United Nations to promote inclusive, equitable and effective international tax cooperation for all Member States in such a way as to allow them to participate in decision-making.

We also welcome the work of the bureau and look forward to the successful completion of the process of developing a United Nations Framework Convention on International Tax Cooperation and believe that the DRAFT of the Terms of Reference reflects many of the important concerns expressed by delegations during the first substantive session of the Committee and will, in this sense, constitute a good basis for the work of this (2nd) session.

The challenges in terms of mobilizing tax resources are multiple for all States. However, these challenges are even more important for developing countries which see their resources reduced due pre-established tax rules which limit their taxing rights and on the other hand, due to harmful tax practices, fraud and tax evasion.

As such, Algeria supports the statements made by the African Group on behalf of the African states.

All countries share the common objective of establishing a coherent and stable international tax system. This objective cannot be achieved without referring to the relevant UN resolutions relating to the promotion of inclusive and effective international tax cooperation.

Also, Algeria supports the approach of the simultaneous development of early protocols, however we are of the opinion to limit the number of the first protocols to two (2), or even 3 by giving priority to "illicit financial flows ", "taxation of the digital economy" and taxation of cross-border services (digital or not). This limitation will make it possible, firstly, to rationalize and direct the available resources towards priority work, namely the framework convention and the early protocols on issues deemed urgent by the Member States due to the damage it causes to the States efforts on mobilization of fiscal resources.

Protocols related in particular to environmental and climatic challenges; harmful tax practices, taxation of high-net-worth individuals can be the subject of future protocols

Finally, our responsibility is heavy because it calls for everyone to invest in establishing inclusive and effective international tax cooperation through a governance framework sensitive to the challenges of fair and effective international taxation necessary to finance the sustainable development of States.