

# GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

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## ARTICLE XIX - SPAIN

### Action in Respect of Synthetic Rubber

#### Temporary Compensatory Concessions

The following joint communication, dated 12 January 1970, has been received from the delegations of Canada and Spain.

The delegations of Spain and Canada have concluded their consultations under Article XIX regarding the modification in Schedule XLV-Spain of the concession on tariff item 40.02-B.1 (Synthetic rubber based on polybutadiene or polybutadiene-styrene)(L/2820). As a result of these consultations the two Governments have agreed to the following compensatory concession by Spain to be effective as of the date of this agreement:

ex 29.04-B.2

Pentaerithritol - bound free

In the event that Spain restores the duty-free binding on item 40.02-B.1, Canada recognizes the right of Spain to withdraw this temporary concession. However, as the value of the restored concession may be quite different in the future, it is further agreed by the Governments of Spain and Canada that in the event that the action on item 40.02-B.1 is terminated and/or the duty reductions on the above compensatory concession is modified or terminated, the two Governments at the request of either Government will enter into negotiations with the intent of reaching a mutually satisfactory adjustment of the balance of concessions. In the event the two countries fail to negotiate a mutually satisfactory arrangement, Canada would seek a satisfactory adjustment under the provisions of Article XXIII or other appropriate provisions of GATT.

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