

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

L/3375

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Limited Distribution

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ARTICLE XIX - SPAIN

Action in Respect of Synthetic Rubber

Temporary Compensatory Concessions

The following joint communication dated 4 March 1970 has been received from the delegations of Spain and the Commission of the European Communities.

The delegations of Spain and the Commission of the European Communities 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 polybutadienestyrene) (L/2820). As a result of these consultations the Government of Spain and the European Economic Community have agreed to the following compensatory concession by Spain to be effective as of the date of this agreement:

ex 28.03	Carbon black	Bound rate of Ptas 200 per metric quintal
29.39	Hormones, natural or synthetic, and their derivatives used mainly as hormones	Bound free
31.03 A	Natural phosphates, ground	Bound rate of 1 per cent
38.14	Anti-knock preparations, oxidation inhibitors, gum inhibitors, viscosity improvers, anti- corrosive preparations and similar prepared additives for mineral oils	Bound rate of 16 per cent

If Spain restores the duty-free binding on item 40.02-B.1, the European Economic Community recognizes that Spain will then be entitled to withdraw this temporary concession.

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However, as the value of the restored concession may be quite different at some future date, Spain and the European Economic Community have further agreed that if the action on item 40.02-B.1 is terminated and/or the duty reductions on the above compensatory concessions are modified or terminated, Spain and the European Economic Community, at the request of one or other party, will enter into negotiations with a view to reaching a mutually satisfactory adjustment of the balance of concessions. If Spain and the European Economic Community fail to negotiate a mutually satisfactory arrangement, the European Economic Community will endeavour to obtain a satisfactory adjustment under the provisions of Article XXIII or other appropriate provisions of the General Agreement.