GENERAL AGREEMENT ON TARIFFS AND TRADE

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APPLICATION OF THE GENERAL AGREEMENT TO NEWLY INDEPENDENT COUNTRIES

Report by the Director-General

On 11 November 1967 the CONTRACTING PARTIES adopted a Recommendation (15S/64) that contracting parties should continue to apply <u>de facto</u> the General Agreement in their relations with each territory which acquires full autonomy in the conduct of its external commercial relations and in respect of which a contracting party had accepted the Agreement, provided such territory continues to apply <u>de facto</u> the Agreement to its trade with the contracting parties. Contrary to previous practice this Recommendation does not have a time-limit and does not require the governments concerned to request annually an extension of the arrangement whereby the GATT is applied to them on a reciprocal <u>de facto</u> basis.

The arrangement is at present applicable to the following countries:

Algeria Botswana Congo (Democratic Republic) Equatorial Guinea Lesotho Maldives Mali Singapore Scuthern Yemen Swaziland Tonga Zambia

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Date of Independence

The Government of the Democratic Republic of the Congo is at the moment engaged in negotiations with a view to accession under Article XXXIII. The Government of Tonga, which only recently became independent, has been advised that the Recommendation is applicable to it.

In preparation of the present report letters were addressed to the governments listed, with the exception of the Congo and Tonga, asking whether the present arrangement was considered satisfactory and asking for confirmation that the General Agreement would continue to be applied on a <u>de facto</u> basis to their trade with contracting parties. L/3457 Page 2

Favourable replies and a confirmation that the government concerned would continue to apply the General Agreement on a <u>de facto</u> basis to its trade with contracting parties have been received from Botswana, Singapore, Southern Yemen, Swaziland and Zambia. No reply or no recent confirmation has been received so far from the other countries. The Government of Lesotho, however, had stated in September 1969 that it would apply the General Agreement, on a reciprocal basis, in its trade with contracting parties.