

GENERAL AGREEMENT ON  
TARIFFS AND TRADE

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AGREEMENT ON IMPLEMENTATION AND APPLICATION OF  
ARTICLES VI, XVI AND XXIII OF THE  
GENERAL AGREEMENT ON TARIFFS AND TRADE

Declaration by Brazil

In the context of his signature on 28 December 1979 of the Agreement on Implementation and Application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade, the representative of Brazil deposited the following Declaration of Acceptance by Brazil with the request that it be circulated as a GATT document.

DECLARATION OF ACCEPTANCE BY BRAZIL

In view of the provisions of Article 14:5 of Part III of the Agreement on Interpretation and Application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade:

1. The Government of Brazil has decided to eliminate the IPI and ICM credit rates according to the following schedule:

<u>Date</u>	<u>Cumulative reduction of IPI and ICM credit rates</u>
1 March 1979	10 per cent
30 June 1979	15 per cent
31 December 1979	30 per cent
31 December 1980	50 per cent
31 December 1981	70 per cent
31 December 1982	90 per cent
30 June 1983	100 per cent

2. During the period of reduction and elimination of export subsidies - as provided in paragraph 1 above - the Government of Brazil will not increase the overall level of export subsidies in a way that offsets this phase-out commitment.

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3. The Government of Brazil understands that, if an export subsidy is found to exist in a manner which is inconsistent with the terms of this commitment, countermeasures, pursuant to the provisions of Part II of the Agreement on Interpretation and Application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade, may be authorized in relation to such subsidy, subject to the provisions of Article 14:4 of Part III of that Agreement.

4. The Government of Brazil understands that, in the light of the above decisions, it will not be subject to the review procedures mentioned in Article 14:8 of Part III of the Agreement on Interpretation and Application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade, as regards export subsidies, for a period of eight years from the initial date of implementation of this commitment (1 March 1979). The Government of Brazil recognizes however that after 30 June 1983, countermeasures pursuant to Part II of that Agreement may be authorized for other signatories thereof in relation to export subsidies, subject to the provisions of Article 14:4 of Part III of the same Agreement.