

**GENERAL AGREEMENT ON  
TARIFFS AND TRADE**

**RESTRICTED**

C/W/548/Add.1  
13 June 1988

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**DEVELOPMENTS IN THE TRADING SYSTEM**  
**OCTOBER 1987 - MARCH 1988**

**Addendum/Corrigendum**

Subsequent to the completion of the background document prepared for the special Session of the Council on Developments in the Trading System (C/W/548), the following supplementary or additional information or corrections have been provided to the secretariat or came to its knowledge otherwise.

**Frontspiece**

Title: replace "APRIL 1988" by "MARCH 1988".

**Page 7, paragraph 22**

Add to last sentence: "(On 24 May, the President formally notified the House and the Senate that he was rejecting the bill; the House of Representatives voted 308-113 to override the veto. The Senate subsequently voted 61-37 in favour of the override, i.e. short of the two-thirds majority. The President's veto thus stands)."

**Page 29, paragraph 98**

Twelfth line: replace "JEC" by EEC".

**Page 33, paragraph 113**

First sentence: replace "that agreement had been reached on" by "the restrictions on specialty steel as a relief measure under Article XIX are to be extended. The decision implies ...".

**Page 47, paragraph 166**

Replace paragraph by: "With effect from 1 December 1987, India introduced a cess of 5 per cent to be levied on all payments made towards the import of technology, including electronics, by an industrial concern importing such technology."

Page 47, paragraph 168

Delete paragraph (measure introduced prior to reporting period).

Page 49, paragraph 173

Add final sentence: "The ITC accepted the President's proposal and issued a modified order."

Page 50, paragraph 177

Fourth and fifth lines: delete remainder of sentence from "measures" and replace by "complex of measures taken by the Japanese Government to seek to prevent below-cost sales by Japanese semi-conductor producers to third-country markets violated Article XI of the GATT."

Page 50, paragraph 178

Add to last sentence: "Both the US and Japan have denied the afore-mentioned reports that specified levels have been set."

Page 54, sub-section A, second and third indent

Replace on each first line "1988" by "1989".

Page 61, paragraph 215

Last line: replace "US\$30 million" by "S\$30 million".

Page 62, paragraph 220

Delete third sentence.

Last sentence: replace "most" by "some".

Page 75, paragraph 268

Second line: replace "Southern" by "Central".

Page 79, paragraph 281

Second line: replace bracket by "(CPA No. 02-1291/87)".

Replace remainder of paragraph by: "which reduced to zero the tariff rates for several musical instruments, as well as for the components and raw materials - products of animal origin, miscellaneous chemical products, artificial resins and plastic materials, wood and articles of wood, man-made fibres, wadding and felt, iron and steel products thereof, articles of base metal -- for the production of such instruments, where no similar national

production exists. This concession is afforded to professional musicians, traders and producers of musical instruments under the programme of incentives to cultural activities."

Page 87, paragraph 324

Seventh line: insert new penultimate sentence: "On some products which were subject to a 50 per cent tariff the duty rate has been reduced to 40 per cent; for a number of others dutiable at 45 per cent there was no change."

Page 95, paragraph 354

Fifth line: after "similar action" insert "establishing new tariff quotas, with the same duty level".

Page 97, paragraph 369

Third line: replace "No. 34445/87" by "No. 3445/87".

Page 99, paragraph 381

Last parentheses: replace "L/6223" by "L/6326".

Page 101, paragraph 391 and 392

Insert at end of paragraph 391: "(see also paragraph 322)".

Delete paragraph 392.

Page 106/107, paragraph 420

Delete paragraph.

Page 113, paragraph 452

Last word: replace "injury" by "industry".

Page 114, paragraph 453

Indent: Australia

Ninth line: replace "(SCM/8/Add.3)" by "(SCM/84/Add.3)".

Indent: Canada

First line: after "reported" insert "for the six-month period ending 31 December 1987".

Fifth line: after "(grain corn)" insert "(SCM/84/Add.2)".

Page 116, paragraph 460

Fourth/fifth lines: revise part of sentence between "24 March 1988" and "monitoring" to read: "the complex of actions taken by the Japanese Government in connection with the monitoring of ...".

Last sentence: replace sentence after "ruled that" by "the EC's contention that Japan's measures to improve access to its market for semi-conductors discriminated in favour of products originating in the United States, was not supported by the evidence (L/6309)."

Page 116, paragraph 461

Second/third lines: replace "to settle a dumping dispute concerning importation of Japanese semi-conductors to the United States" by "expand access for foreign-based semi-conductors into the Japanese market and to prevent below-cost dumping by Japanese semi-conductor producers in the United States and third-country markets."

Fifth line: replace "operate a minimum export price system for" by "monitor exports in order to prevent dumping of ...".

Page 120, paragraph 473

First sentence: delete "Sweden" and add after "30 September 1989" new sentence "with respect to Sweden, under their 'understanding', both parties agreed that their respective GATT rights and obligations will be maintained."

Eighth line: delete "Under the agreement,".

Page 140, paragraph 571

Fist indent: replace "simplify" by "liberalize".

Third indent: replace "monitoring" by "surveillance".

Page 140, paragraph 572

Third and fourth lines: delete "ranging from super-computers to farm products".

Page 141, paragraph 573

Fifth line: replace "suspension" by "restriction".

Page 148, paragraph 603

Replace paragraph by the following: "According to the Authorities, the Korean Won appreciated by 8.7 per cent against the US dollar during 1987 in

nominal terms. Between end-December 1987 and end-April 1988, there was an acceleration in the appreciation of the Won; the Japanese Yen and new Taiwan dollar depreciated during the same period. From a statement made by the Korean Government Authorities concerned, the floating exchange rate of the Korean Won will be allowed to reflect its market value in accordance with its link with the current dual basket system."

Page 152, Appendix table

Hong Kong: place "X" in column headed "US dollar".

Page 155, paragraph 625

First indent, third line: replace "17" by "18".

Third indent: delete "tax benefits and".

Page 156, paragraph 627

Delete final sentence.

Page 163

Third line: after "Zimbabwe" add: "A Third Geneva Protocol was opened for acceptance on 18 December 1987 to which a consolidated HS schedule was annexed by the European Community."

Third/fourth lines: replace "have notified to contracting parties during the same period their decision" by "requested that a waiver be granted by the CONTRACTING PARTIES so as ...".

Second paragraph: add "The European Community also notified a list of corrections to be made to their Schedule LXXX".

Page 194

Ref. United States/Sweden: replace "on orderly marketing" by "/joint notification under GATT".