

GENERAL AGREEMENT ON TARIFFS AND TRADE

RESTRICTED

MTN/DP/W/27/Rev.4/Corr.1
24 May 1978

Special Distribution

Multilateral Trade Negotiations

Group "Agriculture"

Sub-Group on Dairy Products

PROVISIONAL DRAFT COMPREHENSIVE ARRANGEMENT REGARDING THE DAIRY PRODUCTS SECTOR

Corrigendum

The Sub-Group on Dairy Products had agreed that Articles I, II and paragraphs 1, 4 and 7 of Article III of Annex I and Articles I, II and paragraphs 1, 4 and 6 of Article III of Annex II to document MTN/DP/W/27/Rev.3 would be examined by experts. Following the examination pursued by the experts at their meeting on 16 and 17 May 1978, the following amendments should be made to document MTN/DP/W/27/Rev.4.

Page 12, Article VI - Protocols

Annex II - Protocol Regarding Milk Fat:

Delete footnote reference 3

Delete footnote 3

Page 21, Annex I, Article II, paragraph 1(b)

Milk fat content: replace the existing text by "26 per cent by weight".

Page 24, Annex I, Article III, paragraph 4

Replace page 24 (first part of paragraph 4) by page 3 of this corrigendum.

Page 34, Annex II, Article I - Product Coverage

Delete footnote reference 1 and likewise footnote 1.

Page 35, Annex II, Article II, paragraph 1

Replace page 35 by page 4 of this corrigendum.

Page 36, Annex II, Article III, paragraph 1

Delete footnote reference 1 and footnote 1.

Page 38, Annex II, Article III, paragraph 4

Replace page 38 by page 5 of this corrigendum.

Page 39, Annex II, Article III

Paragraph 6: delete footnote reference 1.

At the end of paragraph 6 delete: "/whether their destination is temporary or final/".

Delete footnote 1.

PART TWO (cont'd)

Article III (cont'd)

Adjustment of minimum /and maximum/ prices

4. If the products actually exported differ from the pilot products in respect of the fat content, packaging or terms of sale, the minimum /and maximum/ prices shall be adjusted so as to protect the minimum /and maximum/ prices established in this Protocol for the products specified in Article II of this Protocol according to the following provisions:

Milk fat content:

/First alternative: If the fat content of whole milk powder is greater or less than 26 per cent, the minimum price /and the maximum price/ for this product shall be increased or reduced by US\$/.../ for each 1 per cent of fat./

/Second alternative: For the products described in sub-paragraphs (b) to (d) of Article I:1 of the present Protocol, the minimum price per metric ton shall be calculated by adding to the minimum price fixed for skimmed milk powder, 1 per cent of the price fixed for anhydrous milk fat for each 1 per cent of additional fat content./

/Third alternative: If the fat content of the milk powders described in sub-paragraphs (b) to (d) of Article I:1 of the present Protocol differs from the milk fat content of the pilot products as defined in Article II of the present Protocol, then for each 1 per cent by which the milk-fat content exceeds 2 per cent, there shall be an upwards adjustment of the minimum price in proportion to the difference between the minimum prices established for the pilot products defined in Article II of the present Protocol./

PART TWO

Article II - Pilot Products

1. For the purpose of this Protocol, minimum and maximum export prices shall be established for the pilot products of the following descriptions:

(a) Designation: Anhydrous milk fat

Milk fat content: 99.5 per cent by weight

(b) Designation: Butter

Milk fat content: 80 per cent by weight

Water content: Less than or equal to 16 per cent by weight

Packaging: In packages normally used in the trade of a net content by weight of not less than 25 kgs. or 50 lbs., as appropriate.

Terms of sale: f.o.b. from the exporting country or, for a land-locked country, f.o.b. from one maritime port of its choice to be designated at the time it signifies its acceptance; or for the countries to be listed in a note, f.o.b. from one maritime port of their choice to be designated at the time they signify their acceptance; or free-at-frontier exporting country.

Prompt payment against documents.

PART TWO (cont'd)

Article III (cont'd)

Adjustment of minimum /and maximum/ prices

4. If the products actually exported differ from the pilot products in respect of the fat content, packaging or terms of sale, the minimum /and maximum/ prices shall be adjusted so as to protect the minimum /and maximum/ prices established in this Protocol for the products specified in Article II of this Protocol according to the following provisions:

Milk fat content: If the fat content of the butter defined in Article II, paragraph 1(b) of this Protocol is equal to or greater than 82 per cent or less than 80 per cent, the minimum price /and the maximum price/ of this product shall be increased or reduced by [...] dollars per tranche of 1 per cent of milk fat.

Packaging: If the products are offered otherwise than in packages normally used in the trade of a net content by weight of not less than 25 kgs. or 50 lbs., as appropriate, the application of the minimum /and maximum/ prices shall be adjusted so as to reflect the difference in the cost of packaging from the type of package specified above.

Terms of sale: If sold on terms other than f.o.b. from the exporting country or, for a land-locked country, f.o.b. from the maritime port of its choice /or, for the countries to be listed in a note, f.o.b. from the maritime port of their choice/, or free-at-frontier exporting country, the minimum /and maximum/ prices shall be calculated on the basis of the minimum /and maximum/ f.o.b. prices specified in paragraph 2 of this Article plus the real and justified costs of the services provided; if the terms of the sale include credit, this shall be charged for at the prevailing commercial rate.