## MULTILATERAL TRADE NEGOTIATIONS THE URUGUAY ROUND

RESTRICTED

MTN.SB/SN/23 7 October 1992

Special Distribution

Surveillance Body

## STANDSTILL

## Notification

- 1. Participant notifying: Chile
- 2. Participant maintaining the measure: United States
- 3. <u>Description of the measure</u> (including date of entry into force and reference to any relevant legislation or other document):

On 16 June 1992, the Agriculture Department announced the extension of the Export Enhancement Programme, in force since 1985, with a view to promoting, among other products, the sale of canned peaches in the markets of Japan, Mexico and Korea, covering a volume of 5,000, 2,000 and  $5^{\circ}0$  tons, respectively, for each of the above countries.

4. Products covered, including tariff headings (CCCN where applicable, otherwise national tariff lines):

Harmonized System heading 20.08:

2008.70 Peaches

2008.70.10 Preserved in their own juice or in syrup

2008.70.90 Other

- 5. Country or countries to which the measure applies: Chile (and all countries exporting to these markets)
- 6. Relevance of the measure to the standstill commitment:

The application of export subsidies to canned peaches in order to increase sales of the product in the markets of Japan, Mexico and Korea constitutes non-compliance by the United States with its obligation not to take any trade restrictive or distorting measure inconsistent with the provisions of the General Agreement or the Instruments negotiated within the framework of GATT or under its auspices, in accordance with paragraph (i) of the standstill commitment.

| 7. | Comments by the participant maintaining the measure: |
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