Contracting Parties

SCHEDULE III - BRAZIL

Withdrawal of Concessions - Re-negotiations with

the United Kingdom and the United States

The Governments of Brazil, the United Kingdom and the United States have submitted the following report on their re-negotiations pursuant to the Decision of the CONTRACTING PARTIES of 22nd April 1949.
"Report to the Contracting Parties of the General Agreement on Tariffs and Trade Concerning Renegotiations of Brazil with the United Kingdom and the United States."

May 31, 1949

In accordance with the Decision of the Contracting Parties to the General Agreement on Tariffs and Trade "Decision Further Waiving Certain Obligations of Brazil Under Article II" (A/W/5, April 20, 1949, as amended April 22, 1949) negotiations have been conducted between the United Kingdom and the United States on the one hand and Brazil on the other pursuant to paragraph 2 of that Decision, regarding compensatory concessions to be accorded by Brazil in return for approval of increases in the rates of duty applicable under Schedule III to powdered milk, calendars and almanacs and penicillin.

The three Governments concerned are pleased to report to the Contracting Parties that as a result of the negotiations mentioned agreement has been reached as outlined below.

The rates of duty set forth in Schedule III on powdered milk, almanacs and calendars, and on penicillin shall be increased to permit the application by the Government of Brazil of rates of ordinary customs duty not in excess of the following:

<table>
<thead>
<tr>
<th>Brazilian Tariff Item Number</th>
<th>Description of Products</th>
<th>Schedule III Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>98 /3 Milk: In powder, tablets or other state, with or without sugar L.K.</td>
<td>2.60</td>
<td></td>
</tr>
<tr>
<td>545 Books: For reading, including almanacs and calendars, newspapers, periodicals and reviews:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ex/3 Almanacs and calendars, loose, brochured, boarded or bound in paper-covered binding with cloth or leather backs L.K.</td>
<td>0.84</td>
<td></td>
</tr>
<tr>
<td>1444-A Penicillin, pure</td>
<td>25% ad valorem</td>
<td></td>
</tr>
</tbody>
</table>
As compensation for the increases in customs duties provided for in the modifications to Schedule III on the three items referred to above, Brazil proposes, and the United Kingdom and the United States have accepted, modifications of, and an addition to, the Brazilian schedule of concessions (Schedule III), as follows:

<table>
<thead>
<tr>
<th>Brazilian Tariff Item Number</th>
<th>Description of Products</th>
<th>Schedule III Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>245/2</td>
<td>Oat</td>
<td>0.85</td>
</tr>
<tr>
<td>625</td>
<td>All manufactures n.s.m. (earthenware): For household uses:</td>
<td></td>
</tr>
<tr>
<td>/5</td>
<td>No. 1</td>
<td>R.K. 2.80</td>
</tr>
<tr>
<td>/6</td>
<td>No. 2</td>
<td>R.K. 3.92</td>
</tr>
<tr>
<td>/7</td>
<td>No. 3</td>
<td>R.K. 5.32</td>
</tr>
<tr>
<td>/13</td>
<td>Waterclosets, No. 1</td>
<td>R.K. 1.98</td>
</tr>
<tr>
<td>/14</td>
<td>Waterclosets, No. 2</td>
<td>R.K. 2.20</td>
</tr>
<tr>
<td>/15</td>
<td>Waterclosets, No. 3</td>
<td>R.K. 3.96</td>
</tr>
<tr>
<td>/16</td>
<td>Waterclosets, No. 4</td>
<td>R.K. 4.40</td>
</tr>
<tr>
<td>977</td>
<td>Super-carburants or anti-detonants:</td>
<td></td>
</tr>
<tr>
<td>Ex-2/2</td>
<td>Tetraethyl of lead</td>
<td>L.K. 10.60 1/</td>
</tr>
<tr>
<td>1779</td>
<td>Parts, accessories, fittings: Automobiles: Chassis or trucks without bodies (carrosserie), assembled or unassembled, complete with motor and fittings, front and back axles and wheels, fitted with pneumatic tires, footboards, mudguards, bumpers and all other parts needed for working, including horn, lamps and signals: For ambulances, lorries, omnibuses and others of any kind</td>
<td></td>
</tr>
<tr>
<td>/6</td>
<td></td>
<td>L.K. 1.50</td>
</tr>
<tr>
<td>1795</td>
<td>Steam generators with their heaters: Weighing over 5,000 up to 20,000 kg</td>
<td>L.K. 0.96</td>
</tr>
<tr>
<td>/6</td>
<td>Weighing over 20,000 up to 100,000 kg</td>
<td>L.K. 0.72</td>
</tr>
<tr>
<td>/7</td>
<td>Weighing over 100,000 kg</td>
<td>L.K. 0.48</td>
</tr>
</tbody>
</table>

1/ This item was not in the GATT Schedule III
<table>
<thead>
<tr>
<th>Brazilian Tariff Item Number</th>
<th>Description of Products</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>1828</td>
<td>Machines (or engines): Bullgraders and such like:</td>
<td></td>
</tr>
<tr>
<td>/65</td>
<td>Weighing up to 1,000 kg L.K.</td>
<td>1.80</td>
</tr>
<tr>
<td>/66</td>
<td>Weighing over 1,000 up to 2,000 kg L.K.</td>
<td>1.32</td>
</tr>
<tr>
<td>/67</td>
<td>Weighing over 2,000 up to 5,000 kg.</td>
<td>1.08</td>
</tr>
<tr>
<td>/68</td>
<td>Weighing over 5,000-kg L.K.</td>
<td>0.72</td>
</tr>
</tbody>
</table>

"It is recommended by the three Governments concerned that the Contracting Parties approve the agreement which has been reached as forth above and modify Schedule III of the General Agreement on Tariffs and Trade accordingly."