The United States and United Kingdom Governments propose that the question of the compensatory concessions agreed upon by Brazil at Annecy, but not yet made effective, be placed on the Provisional Agenda of the Eighth Session for the purpose of receiving a report from the Government of Brazil.

Brazil agreed at Annecy to apply compensatory concessions on 1 January 1950 in return for increases in rates of duty applicable under Schedule III to powdered milk, calendars, almanacs and penicillin. The compensatory concessions applied to oat flour, earthenware manufactures, tetraethyl lead, automotive parts, accessories and fittings, boilers and bullgraders. Since action to make these compensatory concessions effective has not as yet been taken, it is believed that it would be appropriate for the CONTRACTING PARTIES to receive a report on the matter from the Government of Brazil.