REVIEWS OF THE GENERAL AGREEMENT

Proposals by the Chilean Government

Addendum

Liquidation of non-commercial stocks

1. Any contracting party holding stocks of any primary commodity accumulated for non-commercial purposes and who wishes to liquidate such stocks, in whole or in part, should communicate its intention to the Organization and to the contracting party substantially interested.

2. At the request of any contracting party which considers itself substantially interested, the contracting party in question shall enter into consultation with due anticipation as the best means of avoiding substantial injury to the economic interest of producers and consumers of the primary commodity affected. In the case where the interest of several contracting parties might be substantially affected, the Organization may participate in the consultations. The contracting party holding such stocks shall give due consideration to the recommendations of the Organization, and if such a liquidation takes place, it shall be carried out in a manner that will avoid serious disturbance to world markets for the commodity concerned and not cause substantial injury to the interest of the countries specially affected.

3. In considering these matters the Organization shall be in contact with the competent international organizations and if considered necessary or convenient or if one of the contracting parties requests it, it shall endeavour to obtain the collaboration of such organizations in the consultations envisaged in the previous paragraph.

4. The provisions of paragraphs 1 and 2, shall not apply to routine disposal of supplies necessary for the rotation of stocks to avoid deterioration.