The Working Party was faced with the problem of considering the important issue of the legal and administrative relationship between the Agreement on Commodity Arrangements and the GATT. Both the legal and the administrative relationships were raised in two connexions. One was a specific proposal the Working Party had before it for incorporating in the General Agreement itself the principles governing international action in the field of trade in primary commodities. The other was in connexion with various provisions in the draft Agreement submitted by the United Kingdom delegation. The first of these proposals was not considered by the Working Party, as they felt that an attempt to reach a decision on this matter at the present meeting of the Working Party was premature and would also cause difficulties for certain contracting parties. Similarly, it was decided to set aside for future consideration the provisions of the draft text of the Agreement which dealt with the legal and administrative relationship between the Agreement and the CONTRACTING PARTIES. These provisions have been included in square brackets in the text. There is attached to this report, however, in Annex B, the text of certain amendments that were proposed to these bracketed provisions and which were not discussed by the Working Party. The aspect of the legal relationship also arises in connexion with an amendment to Article XX.1(h) of the General Agreement. The Agreement on Commodity Arrangements contemplates the negotiation among governments of arrangements which could, unless special provision is made, conflict with commitments of contracting parties under the General Agreement and which might not be covered by the present exception in Article XX.1(h). The Working Party has not made any proposal for the amendment of this provision of the General Agreement, as the matter is being considered by a Sub-Group of Working Party IV of the Review Session, which is taking into consideration the discussions which have taken place in this Working Party.