A table showing imported supplies into the United Kingdom is attached, together with other material which the Group felt was relevant.

2. An examination of this material reveals that total supplies had increased recently partly as a result of increased United Kingdom production and also through imports.

3. Insofar as imports into the United Kingdom are concerned, the Group noted that these had never reached pre-war levels. In 1958 when prices were depressed imports totalled 429,000 tons and it was expected that they would reach approximately the same figure in 1961. In both cases, therefore, additional supplies had been imported. The Group was currently concerned with the 1961 situation although there was a general feeling that the present situation resulted from a trend which began, or could be identified, in 1957. For 1961 the Group noted that certain countries had increased their exports. However, they were not able to reach any agreed conclusion at this time as to whether these countries had gained more than an equitable share of world trade in butter as a result of subsidisation.

4. Although the United Kingdom market was, as already noted, currently the only major market for butter in the world, exports to other markets had to be taken into account and there was the problem of determining what constituted a previous representative period for determining an equitable share. From the discussion it was clear that there were differing views on this question. Moreover, what constituted a representative period in a particular case might not be appropriate for application to another country.

5. Despite these difficulties, it was the view of some countries that the unsatisfactory situation had been materially contributed to by countries which had gained more than their equitable share by subsidisation

\[\text{insert counter-views if considered necessary}\]
6. It was agreed that the Group should meet in the very near future so as to examine the question, with a view to arriving at a solution which would mitigate the damage which was presently being suffered by countries who traditionally exported butter to the United Kingdom market.

7. The Group also agreed to examine a proposal which had been foreshadowed by the representative of France which provided