1. The established objectives to be pursued are those set out in the Ministerial Decisions of May 1963.

2. It is the wish of the Pilot Group to recommend to the Committee on Agriculture that discussions of the problems facing trade in dairy products be continued in a negotiating group. This recommendation is based on a recognition by the Pilot Group that, in addition to the problems faced by agricultural commodities generally, trade in dairy products also faces particular problems, the solution of which may necessitate multilateral action.

3. This recommendation is being made without prejudice to the final scope or character of any arrangement or agreement on dairy products.

4. Future discussions would be broadly based on the list of elements for consideration in the negotiations as established in respect of other commodities for which negotiating groups have been set up. The particular features of the dairy products market, in particular as regards the likely developments in the demand and supply situation and prospects of future imbalance, would also be reflected in the list of elements. The sole purpose of these lists is to facilitate orderly discussion, without in any way prejudicing its substance.