In accordance with the procedures adopted by the Trade Negotiations Committee (TN.64/39/Rev.1) the Group on Dairy Products adopted the following list of elements for consideration in the negotiations on dairy products.

1. **Products included in the negotiations**

The negotiations would relate initially to butter, preserved milk and the principal cheeses entering into international trade, although it was understood that, in accordance with document TN.64/39/Rev.1, the proposals and the offers to be tabled by all participants in the trade negotiations not later than 16 September would relate to all dairy products; such offers and proposals would have to be in conformity with the provisions of document TN.64/39/Rev.1, annexed hereto.

2. **Agricultural policies**

All relevant elements of national policies relating to dairy products in importing and exporting countries, including:

(i) **Internal measures**

- internal support policies, including subsidies, and other measures as they affect levels of domestic production, consumption, and trade.

(ii) **Measures at the frontier**

- import duties and charges including variable levies; where appropriate quantitative restrictions; minimum import prices and other import barriers.

3. **International trade**

(i) **Access**

- relationship between domestic production and imports;

- opportunities to compete for participation in meeting market demand;

- reduction and elimination of discrimination in opportunities for access.
(ii) International prices

- levels of international prices;

- stabilization of international prices through measures aiming at co-ordinated balance between world supplies and demand, or through measures directly affecting international prices, such as minimum prices, price ranges, etc.

- elimination of export subsidies;

- dumping.

(iii) Assurance of supply by exporting countries

4. Non-commercial disposals

- surplus disposals, food aid programmes, etc.

5. Other matters

- market development and promotion;

- measures affecting consumption;

- disparities of consumption levels in different countries;

- the possibility of concluding between the States principally concerned with a particular market local agreements;

- health and similar regulations;

- procedures for confrontation on production, import and export policies; other procedural questions.