The CHAIRMAN drew attention to a typographical error at the foot of page 2 in document C.6/67. The two lines starting with the words "Chapter VIII" should be regarded as a new paragraph and should read: "With regard to Chapter VIII (Organization), reference was made to the United States Paper (C.6/W.2/58)."

On the suggestion of Mr. MORTON (Australia), the Sub-Committee agreed that the drafts of the General Agreement and the Declaration would be submitted to the Second Session as a working document.

The CHAIRMAN introduced the following documents for discussion:

C.6/W.58 - Draft of the General Agreement on Tariffs and Trade, as tentatively suggested by the United States Delegation;

C.6/65 - Secretariat's Amendments to the General Agreement;


Discussion of the General Agreement on Tariffs and Trade (C.6/W.58)

The CHAIRMAN stated that all changes and amendments subsequently adopted by the Drafting Committee would be included in the Articles incorporated in the General Agreement or referred to in the Declaration.

The Sub-Committee was of the opinion that the activities of the Interim Trade Committee should be confined to essential functions.

Preamble

After some discussion the Sub-Committee agreed to deal with the Preamble again.
again after having considered all Articles of the General Agreement and the Declaration.

Article I. (Article 14 of the Charter).

It was agreed to use the expressions "contracting party" for "Member" and "territory of the contracting party" for "Member country" throughout the General Agreement and the Declaration.

Paragraph 1. It was agreed to incorporate this paragraph in the General Agreement.

Another paragraph will be added to this Article, relating to exceptions for preferences of certain categories remaining after negotiations. Meanwhile, the provisions of paragraph 2 of Article 14 and Article 24 of the Charter would apply.

Article II. (Article 15).

Paragraphs 1, 2, 3, 4 and 5. It was agreed to incorporate these paragraphs in the General Agreement.

Article III. (Article 16).

Paragraphs 1, 2, 3, 4, 5 and 6. It was agreed to incorporate these paragraphs in the General Agreement. By doing so, the Sub-Committee did not wish to express any preference for alternative B embodied in the text.

Article IV. (Article 17).

Paragraphs 1, 2, 3, 4, 5 and 6. It was agreed to incorporate these paragraphs in the General Agreement. The words "the principles of" were inserted after the words "conforming to" at the beginning of paragraph 6.

Paragraph 7. It was agreed that this paragraph should be incorporated in the General Agreement if the Drafting Committee decided to include it in the Charter.

Article 18 of the Charter.

Paragraph 1. It was agreed not to incorporate this paragraph in the General Agreement.

Paragraph 2. It was agreed to incorporate this paragraph in the General Agreement, with the exception of the last sentence of the introduction.
to this paragraph beginning with the words "The Organization".

The Delegates for Brazil and the United States wished to reserve the position of their respective Governments on the inclusion of this Article in the General Agreement.

Article 19 of the Charter.

It was agreed to incorporate this Article in the General Agreement with the exception of the last sentence in paragraph 2, beginning with the words "The Organization".

Article 20 of the Charter.

It was agreed that this Article should be incorporated, by reference, in the Declaration.

Article V. (Article 21 of the Charter).

It was agreed to incorporate this Article in the General Agreement with the exception of paragraph 4, which was now transferred to Article 19, and with the addition, to paragraph 1, of the words in square brackets "or would prejudice the legitimate business interests of particular enterprises, public or private."

Articles 22 and 23 of the Charter.

It was agreed that these Articles should be incorporated, by reference, in the Declaration.

Article XVIII. (Article 37 of the Charter).

It was agreed to incorporate this Article in the General Agreement.

Article VI.

In the discussion of this Article, which does not appear in the Charter, reference was made to the suggestion of the Delegate for the United Kingdom (C.6/W.15).

Paragraph 1. It was agreed that this paragraph should be incorporated in the General Agreement with the Note in square brackets on page 8 of C.6/W.53 as a footnote.

The rest of the Article and the suggestion of the Delegate for the United Kingdom will be discussed at the next meeting, tomorrow at 2:45 p.m.