SECOND SESSION OF THE PREPARATORY COMMITTEE
OF THE UNITED NATIONS CONFERENCE ON TRADE AND
EMPLOYMENT.

DRAFT CHARTER

PROPOSED AMENDMENT OF ARTICLE 35 BY NEW ZEALAND DELEGATION.

EXANSION OF TRADE BY STATES COMPLETELY
MONOPOLISING OR CONTROLLING FOREIGN TRADE.

1. Any Member establishing or maintaining a complete or
substantially complete monopoly of its foreign trade
shall promote the expansion of its foreign trade with
the other Members in consonance with the purposes of
this Charter. To this end such Member shall negotiate
with the other Members an arrangement, under which, in
conjunction with the granting of tariff concessions by
such other Members, and in consideration of the other
benefits of this Charter, it shall undertake to import
in the aggregate over a period products of the other
Members valued at not less than an amount to be agreed
upon. This purchase arrangement shall be subject to
periodic adjustment.

NEW PARAGRAPH.

2. (a) Any Member who although not establishing or maintain­
ing a complete or substantially complete monopoly of
its foreign trade nevertheless establishes or maintains
an effective system of complete control of its foreign
trade shall promote the expansion of its foreign trade
with other Members, in consonance with the purposes
of this Charter. To this end such Member shall undertake:

(i) To make available, in any given period, for
expenditure on imports - after providing for
debt repayment and service charges and for any
other external charges or outlay - the whole
of the proceeds from its visible and invisible
exports in excess of the amount of its monetary
reserves determined to be reasonable.

(ii) To consult with the Organization when deter­
mining the given period referred to in sub-para.
(i) above and when determining the level of its
monetary reserves to be regarded as reasonable.

(iii) To practise no discrimination between the
sources of supply of imports.

(iv) To have due regard, in controlling its foreign
trade, to the interests of other Members.

(b) Where any other Member considers its interests adverse­
ly effected by such control of foreign trade the
procedure laid down in Article 35 shall apply.