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

ARTICLE I, PAR. 3.

Proposal of the French and Czechoslovak Delegations.

3. The margin of preference on any product in respect of which a preference is permitted under paragraph 2 of this Article shall not exceed:

(a) for products described in the Tariff Schedules:

(i) the margin specified in these Schedules;

(ii) if no margin is specified, the difference between the most-favoured-nation tariff and the scheduled preferential tariff;

(iii) if the preferential tariff rate is not specified in the Tariff Schedules, the difference between the most-favoured-nation tariff specified therein and the preferential tariff in force on 10 April 1947;

(iv) if the most-favoured-nation tariff rate is not specified in the Tariff Schedules, the difference which existed on 10 April 1947 between the most-favoured-nation tariff and the preferential tariff.

(b) For products not described in the Tariff Schedules, the difference which existed on 10 April 1947 between the most-favoured-nation tariff and the preferential tariff.

In the case of contracting parties listed in Annex G, the date 10 April 1947 set forth in sub-sections (iii) and (iv) of sub-paragraph (a) and in sub-paragraph (b) shall be replaced by that indicated in the said Annex.

NOTE: The proposals of the French and Czechoslovak delegations, which were circulated on 1 September 1947, are cancelled.