The Interim Commission is required, under paragraph 2 (c) of its terms of reference, to prepare in consultation with the United Nations a draft agreement of relationships as contemplated in paragraph 1 of Article 86 of the Charter, for consideration by the first regular session of the Conference and under paragraph 2 (d) to prepare in consultation with inter-governmental organizations other than the United Nations documents and recommendations regarding the implementation of paragraphs 1 and 3 of Article 87 of the Havana Charter. It is convenient to follow the arrangements of the terms of reference of the Commission and to treat separately the question of relationships with the United Nations and the question of relationships with inter-governmental organizations other than the United Nations.

As regards the former, Article 86 provides that the Organization shall be brought into relationship with the United Nations "as soon as practicable ... by agreement approved by the Conference". It is accordingly desirable that the Executive Committee should prepare careful and detailed proposals for consideration by the Conference, so that it might be possible for the Conference to approve a draft at its first session for forwarding to the United Nations for concurrence, without the need for further elaborate negotiations.

The Secretariat has therefore entered into consultation with the Secretariat of the United Nations with a view to providing the Executive Committee with a first draft for its study. This draft with explanatory notes will be circulated as an addendum to the present paper as soon as the Secretariat consultations have been completed.*

* The Secretariat suggests that if the Executive Committee finds the general lines of the draft satisfactory, it would be desirable for it to agree that the principles of the draft relationship agreement be applied so far as practicable to the relationship between the Interim Commission for the Organization and the United Nations.
The question of relationships between the International Trade Organization and inter-governmental organizations other than the United Nations presents somewhat different considerations. There is not in this case any great urgency to conclude formal agreements between the International Trade Organization and other inter-governmental organizations. Indeed, the Conference may wish to defer the formalization of relationships with other inter-governmental organizations until it is better able to judge from experience what the form or contents of these agreements should be. On the other hand, the fact that the International Trade Organization has functions of direct concern to other agencies and will be entering actively into fields in which other international agencies have been operating for some considerable time probably makes it desirable that certain working relationships should at the outset be established between the Organization and these agencies. These working arrangements would be subject to review from time to time in the light of experience. The matters which would appear to require to be covered by such working arrangements are in some cases abundantly clear, for example, co-operation with the International Monetary Fund, arrangements with the FAO regarding the operation of Chapter VI, etc.

The Secretariat has therefore entered into consultation with the inter-governmental organizations concerned with matters covered by the WTO Charter, with a view to making suggestions to the Executive Committee as a basis for the recommendations referred to in paragraph 2 (d) of the Interim Commission's terms of reference. Separate documents will be circulated as addenda to this paper regarding the International Monetary Fund, the FAO, the ILO and the ICAO.

The case of the International Tariff Bureau is a special one, and the Secretariat is preparing information to enable the Executive Committee to determine whether it should recommend to the Conference that authority be given to the Director-General to enter into an agreement under paragraph 3 of Article 87. A further addendum to this paper will be circulated on this subject.