12 ARTICLE V

STATE TRADING ENTERPRISES

- 1. Each Party undertakes that if it establishes or maintains a state enterprise wherever located, or grants to any enterprise, formally or in effect, exclusive or special privileges, such enterprise shall, in its purchases of imports or sales of exports, act in a manner consistent with the principles of non-discriminatory treatment provided for in the present Agreement. To this end, such enterprises shall make any purchases of imports or sales of exports solely in accordance with commercial considerations including price, quality, availability and other conditions, and shall afford to the enterprises of the other Party adequate opportunity in accordance with customary business practice to compete for participation in such transactions.
- 2. The provisions of paragraph 1 of this Article shall not apply to imports of products for immediate or ultimate consumption in governmental use and not otherwise for resale or use in the production of goods for sale.

ARTICLE VI

DISRUPTIVE TRADE PRACTICES

- Nothing in this Agreement prejudices or qualifies the right of either Party to enact and administer laws and regulations:
 - (a) consistent with the requirements of Article VI of the GATT and the related codes or successor agreements concluded under the GATT; or
 - (b) applicable to products imported in such increased quantities and under such conditions as to cause or threaten to cause serious injury to domestic producers of like or directly competitive products.