

(2) The export quotas of the Czechoslovak Republic and the People's Republic of Poland do not include their exports of sugar to the U.S.S.R. and these exports are outside this Agreement. The U.S.S.R. export quota is therefore calculated without taking into account imports of sugar from the above-mentioned countries.

(3) The present Agreement does not apply to movements of sugar between France and the countries which France represents internationally, and the Associated States of Cambodia, Laos and Vietnam.

(4) Costa Rica, Ecuador and Nicaragua, to which no basic export tonnages have been allotted under this Article, may each export to the free market up to 5,000 tons raw value a year.

(5) This Agreement does not ignore, and does not have the purpose of nullifying Indonesia's aspiration as a Sovereign State for its rehabilitation to its historical position as a sugar exporting country to the extent that may be practicable within the possibilities of the free market.

(6) India shall have the status of an exporting country but has not requested that an export quota be allotted to her.

B.—Priorities on Shortfalls and on Increased Free Market Requirements

(7) In determining export quotas in effect the following priorities shall be applied in accordance with the provisions of paragraph (8) of this Article: —

- (a) The first 50,000 tons will be allotted to Cuba.
- (b) The next 15,000 tons will be allotted to Poland.
- (c) The next 5,000 tons will be allotted to Haiti in the first and second year, this being increased to 10,000 tons in the third year.
- (d) The next 25,000 tons will be allotted to Czechoslovakia.
- (e) The next 10,000 tons will be allotted to Hungary.

(8)—(i) In redistributions resulting from the provisions of Articles 19 (1) (i) and 19 (2), the Council shall give effect to the priorities listed in paragraph (7) of this Article.

(ii) In distributions resulting from the provisions of Articles 18, 19 (1) (ii) and 22, the Council shall not give effect to the said priorities until the exporting countries listed in paragraph (1) of this Article have been offered export quotas equal to the total of their basic export tonnages, subject to any reductions applied under Articles 12 and 21 (3) and thereafter shall give effect to the said priorities only in so far as the said priorities have not already been brought into effect in accordance with sub-paragraph (i) of this paragraph.

(iii) Reductions resulting from the application of the provisions of Article 21 shall be applied *pro rata* to the basic export tonnages until the export quotas in effect have been reduced to the total of the basic export tonnages plus the total of the priorities allotted due to increases in free market requirements for that year, after which the priorities shall be deducted in the reverse order and thereafter reductions shall be applied again *pro rata* to basic export tonnages.

ARTICLE 15

This Agreement does not apply to movements of sugar between the Belgo-Luxembourg Economic Union (including the Belgian Congo), France and the countries which France represents internationally, the Federal Republic of Germany, and the Kingdom of the Netherlands (including Surinam).

These countries undertake to restrict the movements referred to in this Article to a net amount of 175,000 tons of sugar per year.