GENERAL AGREEMENT ON

RESTRICTED SCM/M/40 24 October 1988 Special Distribution

TARIFFS AND TRADE

<u>Committee on Subsidies and</u> <u>Countervailing Measures</u>

MINUTES OF THE MEETING HELD ON 6 OCTOBER 1988

Chairman: Mr. K.Y. Jhung (Korea)

1. The Committee held a special meeting on 6 October 1988. The purpose of this meeting was to consider a request by the delegation of Brazil under Article 17:3 of the Agreement for the establishment of a panel in the dispute between Brazil and United States concerning the collection of countervailing duties by the United States on entries of non-rubber footwear from Brazil between 1 January 1980 and 29 October 1981.

2. The Committee agreed to establish a panel under Article 18:1 of the Agreement in the dispute between Brazil and United States and agreed on the following terms of reference:

"To examine, in the light of the relevant provisions of the Agreement on Interpretation and Application of Articles VI, XVI and XXIII of the General Agreement on Tariffs and Trade, the matter referred to the Committee by Brazil in SCM/87, and to make such findings as will assist the Committee in making recommendations and rulings as to the rights and obligations under the Agreement of the signatories party to the dispute."

3. The Committee also agreed to authorize the Chairman to decide, after securing the agreement of the signatories concerned, on the composition of the panel.