

## MOST-FAVORED-NATION TREATMENT FOR AREAS UNDER OCCUPATION OR CONTROL

*Exchange of notes at Berlin July 14, 1948, between the United States  
and the U.S.-U.K. Zones of Occupation*

*Entered into force July 14, 1948*

*Expired in accordance with its terms*

62 Stat. 2895; Treaties and Other  
International Acts Series 1825

*The Military Governors for the United States and the United Kingdom  
Zones of Occupation of Germany to the United States Political Adviser for  
Germany*

SIR:

I have the honor to refer to the conversations which have recently taken place between representatives of the Government of the United States of America and of the Military Governors of the United States and United Kingdom Zones of Occupation of Germany relating to the territorial application of commercial arrangements between those Zones and certain other countries and to confirm the understanding reached as a result of these conversations as follows:

1. The United States of America shall accord, immediately and unconditionally, to the merchandise trade of the United States/United Kingdom Zones of Occupation of Germany, treatment no less favorable than that accorded to the merchandise trade of any third country. Similarly, these Zones shall accord, immediately and unconditionally, to the merchandise trade of the United States of America and to the merchandise trade of each other country which has undertaken an obligation to apply most-favored-nation treatment to the merchandise trade of these Zones in an exchange of notes with the United States of America, treatment no less favorable than that accorded to the merchandise trade of any third country.

2. Departures from the application of the most-favored-nation treatment provided for in paragraph 1 shall be permitted to the extent that they are in accord with the exceptions recognized in the General Agreement on Tariffs and Trade.<sup>1</sup> The provisions of this paragraph shall not be construed

<sup>1</sup> TIAS 1700, *ante*, vol. 4, p. 641.