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

Exchange of notes at Luxembourg July 3, 1948 Entered into force July 3, 1948 Expired in accordance with its terms

62 Stat. 2917; Treaties and Other International Acts Series 1830

The American Chargé d'Affaires ad interim to the Minister of Foreign Affairs

No. 30

EXCELLENCY:

I have the honor to refer to the conversations which have recently taken place between representatives of our two Governments relating to the territorial application of commercial arrangements between the United States of America and the Grand Duchy of Luxembourg and to confirm the understanding reached as a result of these conversations as follows:

- 1. For such time as the Government of the United States of America participates in the occupation or control of any areas in Western Germany and in the Free Territory of Trieste, the Government of Luxembourg will apply to the merchandise trade of such area the provisions of the General Agreement on Tariffs and Trade, dated October 30, 1947 as now or hereafter amended, relating to most-favored nation treatment.
- 2. The undertaking in point one above will apply to the merchandise trade of any area referred to therein only for such time and to such extent as such area accords reciprocal most-favored nation treatment to the merchandise trade of Luxembourg.
- 3. The undertakings in points one and two above are entered into in the light of the absence at the present time of effective or significant tariff barriers to imports into the areas herein concerned. In the event that such tariff barriers are imposed, it is understood that such undertakings shall be without prejudice to the application of the principles set forth in the Havana Charter for an International Trade Organization ² relating to the reduction of tariffs on a mutually advantageous basis.

¹ TIAS 1700, ante, vol. 4, p. 641.

Unperfected; for excerpts, see A Decade of American Foreign Policy: Basic Documents, 1941-49, (S. Doc. 123, 81st Cong., 1st sess.), p. 391.