

**CHINA – MEASURES AFFECTING TRADING RIGHTS AND
DISTRIBUTION SERVICES FOR CERTAIN PUBLICATIONS
AND AUDIOVISUAL ENTERTAINMENT PRODUCTS**

Status Report by China

Addendum

The following communication, dated 14 March 2011, from the delegation of China to the Chairman of the Dispute Settlement Body, is circulated pursuant to Article 21.6 of the DSU.

Status Report Regarding Implementation of the
DSB Recommendations and Rulings in the Dispute
*China – Measures Affecting Trading Rights and Distribution Services
for Certain Publications and Audiovisual Entertainment Products*
(WT/DS363)

China submits this report in accordance with Article 21.6 of the *Understanding on Rules and Procedures Governing the Settlement of Disputes*.

At its meeting on 19 January 2010, the DSB adopted the Appellate Body Report and the Panel Report, as modified by the Appellate Body report on *China – Measures Affecting Trading Rights and Distribution Services for Certain Publications and Audiovisual Entertainment Products* (WT/DS363). The reasonable period of time for China to implement the recommendations and rulings of the DSB expires on 19 March 2011.

Although China was disappointed and has serious concerns with Reports of the Appellate Body and the Panel on this dispute, China respects the ruling and recommendations of the DSB. As we stated before, this dispute involves a number of Chinese administrative measures on cultural products and is embodied with more complexity and sensitivity than other disputes. In this regard, China hopes relevant WTO Members could understand the difficult and complicated situation China is facing during the process of implementation.

China made tremendous efforts to implement the DSB's rulings and recommendations, and so far has completed amendments to most measures at issue, including *Regulations on the Management of Publications* and *Regulations on the Management of Audiovisual Products*. This fully demonstrates the sincerity of Chinese Government to implement the rulings and recommendations of the DSB.

China believes that this matter will be resolved properly through joint efforts and mutual cooperations by relevant parties.
