

paragraph 1 of this Article.

3. (a) In the case of any internal tax or other internal charge, Member States shall eliminate any effective protective element on or before 1st January, 1962 ¹.

(b) In the case of any revenue duty, Member States shall either

(i) progressively eliminate any effective protective element in the duty by successive reductions corresponding to those prescribed for import duties in Article 3, or

(ii) eliminate any effective protective element in the duty on or before 1st January, 1965 ².

(c) Each Member State shall, on or before 1st July, 1960 ³, notify to the Council any duty to which it will apply the provisions of subparagraph (b)(ii) of this paragraph.

4. Each Member State shall notify to the Council all fiscal charges applied by it where the rates of charge, or the conditions governing the imposition or collection of the charge, are not identical in relation to the imported goods and to the like domestic goods, as soon as the Member State applying the charge considers that the charge is, or has been made, consistent with sub-paragraph (a) of paragraph 1 of this Article. Each Member State shall, at the request of any other Member State, supply information about the application of paragraphs 1, 2 and 3 of this Article.

5. Each Member State shall notify to the Council the revenue duties to which it intends to apply the provisions of this Article.

6. For the purposes of this Article:

(a) "fiscal charges" means revenue duties, internal taxes and other internal charges on goods;

(b) "revenue duties" means customs duties and other similar charges applied primarily for the purpose of raising revenue;

¹ In the case of Iceland: 1st January, 1972; see paragraph 5(a) of Council Decision No. 17 of 1969 (page 1c/3).

² In the case of Iceland: 1st January, 1975; see paragraph 5(b) of Council Decision No. 17 of 1969 (page 1c/3).

³ In the case of Iceland: 1st July, 1970; see paragraph 5(c) of Council Decision No. 17 of 1969 (page 1c/3).

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(c) "imported goods" means goods which are accepted as being eligible for Area tariff treatment in accordance with the provisions of Article 4.

ARTICLE 7

Drawback

1. The provisions on drawback are contained in Annex B.

2. In applying this Article each Member State shall accord the same treatment to imports from the territories of all Member States.

3. The Council may decide to amend the provisions of this Article or of Annex B, and may decide that further or different provisions relating to drawback shall be applied either generally or to certain goods or in certain circumstances.

ARTICLE 8

Prohibition of export duties