

the exception of the rules that in similar cases are used towards domestic goods or those originated from third countries.

Article 3

Sides will refrain from carrying out discriminative measures in reciprocal trade as well as from applying quantitative restrictions or their equivalent measures on export and/or import of goods or their equivalent measures within the framework of the present agreement.

Sides may ascertain quantitative or other special restrictions unilaterally and in strictly determined terms.

These restrictions must be of exclusive character and may be applied only in cases provided by agreements within the framework of GATT.

The Side, which applies quantitative restrictions in accordance with this Article, will provide another Side with full information about the basic reasons for establishment, forms and possible terms of application of mentioned restrictions; hence the consultations are appointed.

Article 4

All repayments and remittances in trade and economic cooperation between Georgia and Armenia will be implemented in accordance with the agreement between the authorized banks of the Sides.

Article 5

Sides will exchange, on regular basis, an information about the laws and other regulatory acts concerning economic activity in trade and transport spheres, investments, taxation, banking and insurance activity and other financial services including customs issues and statistics.

Sides immediately inform each other about changes taking place in the national legislation that may affect implementation of the present agreement.

Authorized bodies to the Sides coordinate the rule of such exchange of information.

Article 6

1. Sides will be striving for establishment of the common customs tariff applied in trade with third countries and to this end they agreed to hold regular consultations.

2. Sides will notify each other of the operating tariffs and all their exceptions.

Article 7

Sides consider that unfair business practice is incompatible with the agreement's objectives and undertake not to permit the following methods:

- Agreements between enterprises, decisions of their associations and common methods of business practice that aim to prevent or restrict competition or violate its conditions at the territories of the Sides;
- Actions, through which one or several enterprises using their dominant condition, restrict the competition on the whole or on the substantial part of the Side's territory.

Article 8

During implementation of tariff and non-tariff regulation of bilateral economic relations, for exchange of statistics and for implementation of customs procedures, the Sides will apply common nine-digit commodity nomenclature of foreign economic activity based on the harmonized system of description and coding of goods and on the combined tariff and statistic nomenclature of European Community. Herewith, for their needs, the Sides implement, in case of necessity, the development of commodity nomenclature beyond the bounds of nine-digits.

Establishment of standard pattern of the Commodity nomenclature is implemented on the basis of mutual agreements through representatives in relevant international organizations.

Article 9

1. Sides are agreed that the maintenance of the principle of the freedom of transit is the most significant term for achieving objectives of the present agreement, and the essential element of the process of their linking up in the system of co-operation and the international division of labour.

In this regard, each Side to the agreement will insure free and duty-free transit, through its territory, of commodity originated from the customs area of another Side and/or of third countries and designated for the customs area of another Side or of any other third country. Each Side will provide exporters, importers and conveyers with all existing and necessary facilities and services for transit security in terms not worse than the ones with facilities and services that are given to own exporters and importers.

2. The order and terms for passing of goods through territories of the countries are regulated in accordance with the agreement between the Government of Georgia and the Government of Armenia on the basic principles of transit, signed on 19 May 1993, in Yerevan.

Article 10

The present agreement does not prevent the right of any Side to implement governmental regulation measures that are considered to be necessary for protection of the Side's fundamental interests or that are unconditionally essential for fulfilment of international agreements, participant of which this Side is or intends to be, if such measures concern the following:

- Information concerning interests of national security;
- Trade in weapon, ammunition and military equipment;