

**UNITED KINGDOM OF GREAT BRITAIN
AND NORTHERN IRELAND
and
CYPRUS**

Exchange of notes (with appendices) constituting an agreement concerning customs duties referred to in subparagraph (b) of paragraph 4 of Section 11 of Annex C and Section 7 of Annex F to the Treaty of 16 August 1960 concerning the Establishment of the Republic of Cyprus. Nicosia, 16 August 1960

Official text: English.

Registered by the United Kingdom of Great Britain and Northern Ireland on 12 December 1960.

**ROYAUME-UNI DE GRANDE-BRETAGNE
ET D'IRLANDE DU NORD
et
CHYPRE**

Échange de notes (avec appendices) constituant un accord concernant les droits de douane, visé au paragraphe 4, b, de l'article 11 de l'annexe C et à l'article 7 de l'annexe F du Traité du 16 août 1960 relatif à la création de la République de Chypre. Nicosie, 16 août 1960

Texte officiel anglais.

Enregistré par le Royaume-Uni de Grande-Bretagne et d'Irlande du Nord le 12 décembre 1960.

No. 5482. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED KINGDOM OF GREAT BRITAIN AND NORTHERN IRELAND AND CYPRUS CONCERNING CUSTOMS DUTIES, REFERRED TO IN SUB-PARAGRAPH (b) OF PARAGRAPH 4 OF SECTION 11 OF ANNEX C AND SECTION 7 OF ANNEX F TO THE TREATY OF 16 AUGUST 1960² CONCERNING THE ESTABLISHMENT OF THE REPUBLIC OF CYPRUS. NICOSIA, 16 AUGUST 1960

I

Nicosia, August 16, 1960

Your Excellencies,

I have the honour, with reference to sub-paragraph (b) of paragraph 4 of Section 11 of Annex C and Section 7 of Annex F to the Treaty concerning the Establishment of the Republic of Cyprus of to-day's date,² to set out the arrangements which were agreed between us as follows :

- (a) Importation into the territory of the Republic of Cyprus or into the United Kingdom Sovereign Base Areas by the Navy, Army and Air Force Institutes (in this Note referred to as "NAAFI") of beer, ale, porter and stout, originating in and consigned from any country within the British Commonwealth, manufactured tobacco, whisky and gin and other potable spirits (excluding wines) shall be free of duty.
- (b) Importation into the territory of the Republic of Cyprus or into the United Kingdom Sovereign Base Areas by NAAFI of beer, ale, porter and stout originating in or consigned from any country not within the British Commonwealth shall be liable to import duty at agreed rates and initially at the rate of 120 mils per gallon.
- (c) Importation free of duty as provided by sub-paragraph (a) and importation at a special rate of duty as provided by sub-paragraph (b) above shall not exceed the quantities for each person permitted in accordance with the scales applied to members of Her Majesty's Forces immediately before the entry into force of the Treaty.
- (d) NAAFI shall not offer for sale in the territory of the Republic of Cyprus or in the United Kingdom Sovereign Base Areas any of the goods listed in Appendix I³ to this Note unless such goods have been locally purchased or any duty payable on their importation has been paid.

¹ Came into force on 16 August 1960, in accordance with the provisions of the said notes.

² See p. 8 of this volume.

³ See p. 220 of this volume.

- e) Any duty paid by NAAFI on the importation of goods shall be refunded to it, unless such duty has been paid on the importation of—
- (i) any goods specified in sub-paragraph (b) above ;
 - (ii) any excess over the quantities referred to in sub-paragraph (c) above ; or
 - (iii) any goods listed in Appendix I to this Note.
- f) Beer manufactured locally and delivered to or on behalf of NAAFI in the territory of the Republic of Cyprus or in the Sovereign Base Areas shall be chargeable to excise duty at agreed rates and initially at 50 mils per gallon.
- g) Retail sales by NAAFI of all goods, with the exception of those imported free of duty as provided by sub-paragraph (a) or imported at a special rate of duty as provided by sub-paragraph (b) above, shall be at retail prices in line with those prevailing in reputable local shops.
- h) Arrangements shall be made, where practicable and reasonable, for goods imported free of duty and sold by NAAFI to be marked in such a way as to know that the sale was by NAAFI.
- i) Shops established by NAAFI in the territory of the Republic of Cyprus elsewhere than within the boundaries of the Site numbered A10/1 and of the area numbered C2/1 in Schedules A and C respectively to Part II of Annex B to the Treaty shall not offer for sale any of the goods (other than wines and kerosene) listed in the Appendices¹ to this Note unless such goods have been locally purchased. Effect shall be given to the provision of this paragraph as soon as possible and in any event within six months from the date of entry into force of the Treaty.
- j) Arrangements shall be made for NAAFI and the United Kingdom authorities to maintain and scrutinise individual records of sales with a view to ensuring that purchases are made in reasonable quantities and for the legitimate use of persons authorised to make those purchases.
- k) There shall be co-operation between the United Kingdom authorities and the authorities of the Republic of Cyprus in all matters relating to the application of the provisions of this Note and for this purpose full use shall be made of the Committee to be established under Annex F to the Treaty.
- l) The arrangements set out in this Note shall be reviewed by the United Kingdom authorities and the authorities of the Republic of Cyprus with a view to agreeing such changes as may be desirable in the light of any recommendations of the Special Committee on Customs Arrangements established for this purpose and from time to time in the light of practical experience.

2. I have the honour to suggest that, if these arrangements are acceptable to the Government of the Republic of Cyprus, this Note, together with your reply to that effect, shall be regarded as constituting an agreement in this matter between

¹ See pp. 220 of this volume.

the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the Republic of Cyprus which shall enter into force on to-day's date.

I have the honour to be,

Your Excellencies' most obedient, humble Servant,

Hugh Foot

Archbishop Makarios
President of the Republic of Cyprus

Dr. Fazil Kutchuk
Vice-President of the Republic of Cyprus

APPENDIX I

Agricultural machinery
Building and construction materials
Expensive fur coats
Explosives other than cartridges
Industrial machinery
Motor cars and motor bicycles, and spare parts for motor cars and motor bicycles, of a model and type easily obtainable from or through agents in the Republic of Cyprus
Petrol and kerosene
Precious stones
Television sets, unless and until the United Kingdom establishes television facilities for United Kingdom personnel in the island of Cyprus
Wines

APPENDIX II

All domestic electric tools and appliances	Photographic equipment
All electrical musical equipment	Electric razors
Kitchen utensils	Prams, baby carriages and nursery furniture
Crockery, glassware and cutlery	Sports equipment
Musical instruments	Major items of household equipment
Typewriters	Expensive watches or clocks
Beach and garden furniture and equipment	Expensive cigarette lighters
Travel goods	Expensive fountain pens
Vacuum flasks and containers	Clothing and footwear

II

Nicosia, August 16, 1960

Your Excellency,

We have the honour to acknowledge the receipt of your Note of to-day's date which reads as follows :

[See note I]

2. The arrangements set out in that Note are acceptable to the Government of the Republic of Cyprus and we have the honour therefore to confirm that that Note, together with this reply, shall constitute an agreement accordingly.

We have the honour to present our best respects,

† Ο ΚΥΠΡΟΥ ΜΑΚΑΡΙΟΣ F. Κύçύκ

Sir Hugh Foot, G.C.M.G., K.C.V.O., O.B.E.