

No. 12034

**DENMARK
and
CZECHOSLOVAKIA**

Long Term Trade Agreement. Signed at Prague on 17 March 1972

Authentic text: English.

Registered by Denmark on 28 September 1972.

**DANEMARK
et
TCHÉCOSLOVAQUIE**

Accord commercial à long terme. Signé à Prague le 17 mars 1972

Texte authentique : anglais.

Enregistré par le Danemark le 28 septembre 1972.

LONG TERM TRADE AGREEMENT¹ BETWEEN THE KINGDOM OF DENMARK AND THE CZECHOSLOVAK SOCIALIST REPUBLIC

The Government of the Kingdom of Denmark and the Government of the Czechoslovak Socialist Republic,

Having regard to their common interest in the enlargement of the trade which has developed under their previous Long Term Trade Agreement,

Considering the favourable conditions which exist for further expansion of trade between their two countries,

Desirous of facilitating and promoting trade relations between their two countries on the basis of equality and mutual benefit,

Have agreed as follows :

Article I

1. The Contracting Parties shall endeavour to ensure a harmonious and mutually advantageous development of trade between them by creating for each other favourable conditions for a substantial increase in mutual trade, on the understanding that a favourable basis would thereby be afforded for the continuing evolution of economic relations between the two countries.

2. The Contracting Parties shall pursue their policy of removing any obstacle to the free flow of goods between their markets and shall support all efforts aiming at further diversifying the structure of their mutual trade.

Article II

1. Considering that the Kingdom of Denmark and the Czechoslovak Socialist Republic are Contracting Parties to the General Agreement on Tariffs and Trade (GATT)² the mutual trade between the two countries shall be governed by the said Agreement.

2. The exchange of goods between the Kingdom of Denmark and the Czechoslovak Socialist Republic shall be effected in accordance with the provisions of this Agreement and on the basis of annual protocols, which will constitute an integral part of this Agreement.

¹ Came into force on 17 March 1972 by signature, in accordance with article VI (1).

² United Nations, *Treaty Series*, vol. 55, p. 187.

3. The authorities of the two Contracting Parties shall issue all permits—including import and export licences, if required—up to the quantities or values of goods included in the quota lists attached to the annual protocols.

Article III

Contracts for goods and services according to this Agreement shall be concluded between legal and physical persons residing in Denmark and Czechoslovak legal persons authorized under the Czechoslovak law to carry out foreign trade.

Article IV

1. The Contracting Parties establish a mixed commission which will review and supervise the proper functioning of this Agreement. The mixed commission shall discuss the past course of the mutual trade and other problems connected with the economic relations between the two countries, make proposals and recommendations to the respective governments for the favourable solution of concrete problems and conclude annual protocols mentioned in article II, paragraph 2.

2. The Commission shall meet at least once a year, alternately in Copenhagen and in Prague. Extraordinary sessions of the mixed commission shall be called at the request of one of the parties and shall take place not later than within thirty days from the date of such a request at a place to be agreed upon. The agenda of an extraordinary session will include concrete trade problems of interest to either one of the Contracting Parties.

Article V

Payments between the two Countries shall be effected in convertible currencies in accordance with the foreign exchange regulations in force in either country.

Article VI

1. This Agreement shall enter into force on the date of signature and shall be valid until December 31, 1974. It replaces the Long-term Trade and Payments Agreement between the Kingdom of Denmark and the Czechoslovak Socialist Republic signed in Copenhagen on June 9, 1966.

2. The Contracting Parties reserve their right with reference to their international obligations to proceed to consultations with a view to necessary

adjustments to this Agreement provided that such adjustments shall not alter the fundamental objectives of this Agreement concerning the promotion of trade between the two countries.

3. This Agreement shall be considered as automatically renewed for a period of one year unless terminated by a written notice given by one of the Contracting Parties to the other Contracting Party at least 3 months before its expiration.

4. The termination of this Agreement shall have no effect on the validity and implementation of contracts concluded between organisations, institutions and enterprises of both countries during the validity of this Agreement.

DONE in two original copies in the English language and signed in Prague on 17 March 1972.

For the Government
of the Kingdom of Denmark :

[*Signed—Signé*]¹

For the Government
of the Czechoslovak Socialist
Republic :

[*Signed—Signé*]²

¹ Signed by Ivar Nørgaard—Signé par Ivar Nørgaard.

² Signed by A. Barčák—Signé par A. Barčák.