

TEMPLATE FOR SUBMISSION OF TEXTUAL PROPOSALS DURING THE 27TH SESSION: COUNCIL
- PART II
OEWG

Please fill out one form for each textual proposal which your delegation(s) wish(es) to amend, add or delete and send to council2022@isa.org.jm.

- 1. Name(s) of Delegation(s) making the proposal: Mexico**
- 2. Please indicate the relevant provision to which the textual proposal refers.
Regulation 77**
- 3. Kindly provide the proposed amendments to the regulation or standard or guideline in the text box below, using the “track changes” function in Microsoft Word. Please only reproduce the parts of the text that are being amended or deleted.**

[4. Whether the Contractor incurs in a non-compliance of payment of a royalty in accordance with this Part, the Council shall suspend or rescind the Contract pursuant regulation 103 of these Regulations.](#)

- 4. Please indicate the rationale for the proposal. [150 word limit]**

In cases whether contractor repeatedly fails to comply with its payment duties, the Council, shall be entitled to terminate the contract in accordance with draft regulation 103. This suggestion is made in support of regulation 80, which only provides for conventional (pecuniary) penalties. The Council shall sanction both the termination and suspension of the contract and shall have the power to impose conventional penalties for breaches of the Contractor.