

**TEMPLATE FOR SUBMISSION OF TEXTUAL PROPOSALS DURING THE 27TH SESSION:
COUNCIL - PART III**

Informal Working Group - Financial terms

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

1. Name of Working Group:

Open-ended Working Group of the Council on the financial terms

2. Name(s) of Delegation(s) making the proposal:

China

3. Please indicate the relevant provision to which the textual proposal refers.

DR63

4. 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.

***Note:China’s amendments are in Blue**

Regulation 63

Incentives

1. The Council may, taking into account the recommendations of the Commission, provide for incentives, including financial incentives, **in accordance with the Standards and taking into account the Guidelines**, on a uniform and non-discriminatory basis, to Contractors to further the objectives set out in article 13 (1) of annex III to the Convention

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

It is recommended to clearly define and explain "financial incentives" in the standards and/or guidelines, and give specific implementation methods of incentives to ensure that all contractors receive incentives on a uniform and non-discriminatory basis.