

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

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.im.

1. **Name of Working Group:** President's text
2. **Name(s) of Delegation(s) making the proposal:** Chile
3. **Please indicate the relevant provision to which the textual proposal refers.**
Reg. 18
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.**

Title	<p>Regulation 18 Rights and exclusivity under an exploitation contract Alt. Exclusive rights of a Contractor under an exploitation contract</p> <p><i>Chile prefers existing title because not all the rights are exclusive for the Contractors.</i></p>
18.1.a	<p>1. An exploitation contract shall confer on a Contractor the exclusive right to:</p> <p style="padding-left: 40px;">a. Explore for the specified Resource category in accordance with [paragraph 7 below] [the rules, regulations and procedures of the Authority, where the approved Plan of Work provides for the stage of exploration]; and</p> <p><i>Chile proposes delete letter a) because Annex III. Art. 16 of UNCLOS</i></p>
18.5	<p>5. An exploitation contract shall not confer any interest or right on a Contractor in or over any other part of the Area or its Resources other than those rights expressly granted by the terms of the exploitation contract or these regulations [nor limit any (other) freedoms rights of the high seas].</p> <p><i>Chile proposes change "freedom" by "rights".</i></p>
18.6	<p>6. The Contractor shall, subject to regulation 20, have the exclusive right to apply for and be granted a renewal of its exploitation contract.</p> <p><i>The phrase: "and be granted" doesn't respect the powers of the Council. Chile recommends deleted it.</i></p>

18.7

7. In relation to exploration activities in the Contract Area conducted under an exploitation contract, the applicable Exploration Regulations shall continue to apply ~~[as set out in the relevant] [Guidelines] [as set out in the relevant Standards]~~. In particular, the Contractor shall ~~[be expected to]~~ continue to show due diligence in conducting exploration activities in the Contract Area, together with ~~[the payment of applicable fees and]~~ the reporting of such activities and its results to the Authority in accordance with the applicable Exploration Regulations, including under regulation 38 (2) (k).

Chile proposes don't delete "the payment of applicable fees and".

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