

**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.jm.

1. Name of Working Group:

President's text

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

Republic of Nauru

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

Regulation 36

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.

1. A Contractor shall obtain and thereafter at all times maintain, and cause its subcontractors to obtain and maintain, in full force and effect, insurance with financially sound insurers satisfactory to the Authority, of such types, on such terms and in such amounts in accordance with the relevant any applicable Standards and Guidelines and taking into account any applicable Guideline and applicable international maritime practice, consistent with Good Industry Practice.

1. bis(c) cover all potential harms to people, property, natural resources, and environment that may occur, wherever located, or howsoever caused, as a result of the Contractor's activities in the Area]

4. A Contractor shall not make any material change to or terminate any insurance policy related to its Exploitation activities in the Area without the prior consent of the [Council]Commission Secretary-General.

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

Para 3: we consider it important to retain the reference to Guideline here. Insurance is a highly specialised area and it would be preferable for the Authority to set out appropriate parameters in a Guideline. It is for the contractor to assess its risks and for the Authority to assess that it will have access to financial and market instruments to cover potential liabilities.

Para 1bis (c): we consider this paragraph excessively broad. Any specific parameters should preferably be set out in a Guideline.

Para 4: it is unnecessary for the Council to involve itself in this matter.