

**TEMPLATE FOR SUBMISSION OF TEXTUAL PROPOSALS DURING THE 29TH SESSION:
COUNCIL - PART II**

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(s) of Delegation(s) making the proposal: Costa Rica**

- 2. Please indicate the relevant provision to which the textual proposal refers. DR 21**

- 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.**

Termination of sponsorship

...

2 bis If the reasons for termination of sponsorship include non- compliance under its terms of sponsorship, the Contractor must, ~~if instructed to by the Secretary-General based upon their determination that the reason for termination justify suspension,~~ suspend its Exploitation activities until the Council has considered the matter in accordance with paragraph 6 below

3. In the event of termination of sponsorship the Contractor may, prior to the termination date referred to in paragraph 2 above obtain another Sponsoring State or States in accordance with the requirements of Regulation 6, and in particular in order to comply with Regulation 6 (1) and (2). Such State or States shall submit a certificate of sponsorship in accordance with Regulation 6. The Exploitation Contract terminates automatically if the Contractor fails to obtain a Sponsoring State or States within the required period ~~unless the Contractor has sought the Council's consent to transfer its rights and obligations under the Exploitation Contract pursuant to Regulations 23.~~

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

Transfer of rights is not a figure intended to be used under failure of sponsorship requirement conditions.