

**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:

Consolidated 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 ~~applicable Standards [and taking into consideration Guidelines]~~ and applicable international maritime practice, consistent with Good Industry Practice ~~and taking into consideration the applicable Guideline~~.

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}~~ ~~Secretary-General~~ ~~Secretary-General~~.

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

Para 1: we caution against the Authority being overly prescriptive in setting the terms and amounts of any insurance. This is a specialised market. It would be preferable for the Authority to set the benchmarks – applicable international maritime practice, good industry practice – and provide any further guidance or parameters in a Guideline.

Para 4: we do not consider it necessary for the Council to provide prior consent. This would introduce unnecessary delays. The SG, in consultation with the contractor and insurance experts where necessary, can provide the necessary consent.