

**TEMPLATE FOR SUBMISSION OF TEXTUAL PROPOSALS DURING THE 28<sup>TH</sup> 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](mailto:council@isa.org.jm).*

**1. Name of Working Group:**

Open ended working group on financial terms

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

Chile

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

Part VII

Section 1 General

Regulation 63: Incentives

**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.**

In accordance with the Standards and Guidelines and considering the recommendations of the Commission, the Council may offer incentives, as well as regulatory and technical advice to all Contractors, transparently, uniformly, without discrimination or arbitrariness, to advance the goals outlined in article 13 (1) of Annex III to the Convention.

Furthermore, the Council may provide advice and support to Contractors entering into joint arrangements with the Enterprise as stipulated in article 11 of annex III to the Convention. The primary purpose of these incentives is to promote technology transfers and to support the training of personnel from both the Authority and developing States.

The provision of these incentives should not create an artificial competitive advantage for any of the companies holding exploitation contracts.

The Council will ensure that the incentives granted to Contractors, as per paragraphs 1 and 2, do not result in an explicit or implicit subsidy, giving them an unfair competitive leverage over land-based miners.

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

Chile believes the Authority should not provide incentives for seabed mining, as there is no explicit mandate for this. Furthermore, providing incentives, especially financial, would cause market distortions and unfair competition to land-based mining.