

TEMPLATE FOR SUBMISSION OF TEXTUAL PROPOSALS DURING THE 27TH SESSION:

COUNCIL - PART VII

Informal Working Group on Financial terms

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:

Informal Working Group on Financial terms

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

China

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

Section 4 Records, inspection and audit

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.

***Note: China's amendments are in Blue**

Section 4. Records, ~~inspection~~ and audit

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

Regarding Section 4. Matters relating to inspection are regulated in part XI of the Draft Regulations, entitled " Inspection, compliance and enforcement", and it is proposed that Section 4 should deal only with record-keeping and auditing matters. The content involved in the inspection shall be specified in Part XI as appropriate.