

**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:

The Interim Director-General of Enterprise of the International Seabed Authority

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

Draft Regulation 3

Red text was already present in the text; the Enterprise's textual proposals are in blue text

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.

(f) Members of the Authority, Sponsoring States, Contractors, and the Enterprise shall, in conjunction with the Authority, cooperate with each other and in accordance with their respective capabilities and resources, ~~as well as with other Contractors and national and international scientific research and technology development agencies~~ with a view to:

[...]

(vi) Developing incentive ~~structures~~ mechanisms, including market-based instruments, to support transfer of technology and capacity ~~enhancement~~ building of developing states and the Enterprise [...]

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

In relation to transfer of technology, it is recalled that Section 5, paragraph 1(a) and (b) of the 1994 Agreement already create a disadvantage for the Enterprise. In light of that provision, the obligation provided by the chapeau of subparagraph (f) might be too onerous for the Enterprise at this stage of its development. Accordingly, it is introduced here an element of flexibility through reference to respective capabilities of the involved entities. As for subparagraph (vi), we consider that incentives to support transfer of technology and capacity building should also benefit the Enterprise.