

**NOTIFICATION OF LAWS AND REGULATIONS UNDER
ARTICLES 18.5 AND 32.6 OF THE AGREEMENTS**

**Questions Posed by the UNITED STATES
Regarding the Notification of the EUROPEAN COMMUNITIES¹**

The following communication, dated 9 April 2003, has been received from the Permanent Mission of the United States.

1. In Article 1.2 of Council Regulation (EC) No 1972/2002 (“the Regulation”), the EC provides three situations which it views as constituting a particular market situation. Among the options specified is “when prices are artificially low”. Under what circumstances would the EC disregard low prices pursuant to Article 1.2 which would not have been disregarded under Article 2.2.1 of the AD Agreement (i.e. as outside the ordinary course of trade because they were below the cost of production)?

2. What type of “non-commercial processing arrangements” does the EC believe would give rise to a “particular market situation” pursuant to Article 1.2 of the Regulation?

¹ G/ADP/N/1/EEC/2/Suppl.3