(ii) When considering applications from developing countries or from a group of applicants which include developing countries for areas specified under subparagraph (i), the Authority shall, before entering into a contract, ensure that the developing country or countries concerned will obtain substantial benefits therefrom as evidenced _inter alia_ by ______.

(f) The negotiations referred to in this paragraph shall deal with the respective contributions of the Authority and the Contractor in association, including the contribution of funds, materials, equipment, skills and know-how as necessary for the conduct of operations covered by the contract and the extent of the participation of developing countries therein, as well as the proper financial arrangements in accordance with paragraph 9 (d). The Contractor shall provide an appropriate guarantee of satisfactory performance under the contract to be determined by the Authority. Before signing a contract, the Authority must be satisfied that said contract is in accordance with the goals of the Authority as set forth in Part I of this Convention and in this Annex.

(g) /The issue of a quota or anti-monopoly provision remains to be discussed in the Committee in the future./

The paragraph shall not prejudice the provisions of paragraph 11.

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WORKSHOP PAPER No.2

SOVIET UNION

Article 22

1. The activities in the Area shall be conducted by States Parties and directly by the Authority. The Authority shall determine the part or parts of the Area in which the activities shall be carried out by States Parties and the part or parts of the Area in which the activities shall be carried out directly by the Authority. At any time the total area of the part or parts of the Area in which the activities shall be carried out directly by the Authority shall not exceed the total area of the part or parts of the Area in which the activities shall be carried out by States Parties.

2. (a) States Parties shall carry out the activities in the Area pursuant to paragraph 1 of this Article by entering into contracts with the Authority which shall be in accordance with the Basic Conditions provided for in Annex 1. These contracts shall be entered into by the Authority in such a manner as to ensure the right for all States Parties to carry out the activities in the Area irrespective of their geographical location, social system and industrial development, taking into particular consideration the needs of developing countries including those which are land-locked or geographically disadvantaged.