

**Protocol Concerning Income Tax Exemption on Shipping Enterprises between
the Far East Trade Office, The Hague and the Dutch/Chinese Committee for
Economic Cooperation of the Joint Business Council, The Hague**

In order of strengthen the friendship and economic relations between their respective countries, particularly to alleviate the tax burden of shipping enterprises of both countries, Dr. Pao-Sun Lu, Director-General of the Far East Trade Office, and Dr. A. J. Basoski, Vice-Chairman of the Dutch/Chinese Committee for Economic Cooperation of the Joint Business Council, met in The Hague on June 7, 1989.

The Far East Trade Office and the Dutch/Chinese Committee for Economic Cooperation of the Joint Business Council have ascertained that the financial authorities of their respective countries are willing to exempt, on a reciprocal basis, the shipping enterprises of the other country from income tax imposed on the operation of ships in international traffic in their respective countries and to that effect, Dr. Lu and Dr. Basoski have signed at the meeting the present Protocol and exchanged the written instruments in which the financial authorities of both countries agreed that the income tax exemption on shipping enterprises is to be effective as from January 1, 1988.

Either party to this Protocol may give a written notice of termination to the other party on or before June 30th in any year for this Protocol to cease to be effective from January 1st of the following calendar year.

Far East Trade Office,
The Hague

Dutch/Chinese Committee for
Economic Cooperation of the
Joint Business Council,
The Hague

Dr. Pao-Sun Lu

Dr. A. J. Basoski