

preceding three years were worth at least \$A200,000 (or the Canadian equivalent), or were worth at least \$A20,000 (or the Canadian equivalent) and were at least one-tenth by value of all imports of such goods from all countries, or

- secondly, those goods which have been notified at any time by one Government as being goods of demonstrable special interest to it.

3. The provisions of Sections 1 and 2 above shall not apply to reduction or elimination of margins of preference by Canadian Orders in Council under the Customs Act, the Financial Administration Act or Section 12 of the Customs Tariff or by Australian Customs Tariff by-law procedures.

4. (a) Notwithstanding the provisions of Article 1 of the 1960 Trade Agreement, the Canadian Government may admit goods under Orders in Council under the Customs Act or the Financial Administration Act.

- (b) If such admission has the effect of reducing or eliminating a minimum margin of preference accorded to Australia on goods specified in Schedule A to the 1960 Trade Agreement, the Canadian Government will afford the Australian Government opportunity to consult and will take into account any representations which that Government may make. This undertaking shall not limit the right of the Canadian Government to determine whether any particular goods shall be so admitted.

5. The Australian Government will apply the provisions of paragraph 2 of Article VII of the 1960 Trade Agreement to reduction of margins of preference in the same sense as to elimination of margins of preference.

6. In respect of goods where a margin of preference is not prescribed in Schedule B Part I to the 1960 Trade Agreement but being goods of significant interest as defined in Section 2(b)(ii) and on which a margin as defined in Section 2(b)(i) applies to Canada,

- (a) the Australian Government will notify the Canadian Government of goods to be published in the Consolidated By-Law References.
- (b) in respect of those goods notified by the Canadian Government as being goods where by-law treatment is of particular interest, the Australian Government will give notice, 30 days in advance where practicable, to the Canadian Government of goods to be published in the Consolidated By-Law References.

7. In respect of goods where a margin of preference is not prescribed in Schedule A to the 1960 Trade Agreement but being goods of significant interest as defined in Section 2(b)(ii) and on which a margin as defined in Section 2(b)(i) applies to Australia,

- (a) the Canadian Government will notify the Australian Government of goods to be admitted under Orders in Council under the Customs Act, and Section 12 of the Customs Tariff.
- (b) in respect of those goods notified by the Australian Government as being goods where admission by Order in Council under the Customs Act is of particular interest the Canadian Government will give notice, 30 days in advance where practicable, to the Australian Government of goods to be admitted by such Orders in Council.