

has been given to third countries by New Zealand, the Government of New Zealand shall give sympathetic consideration to representations made by the Government of Canada for modification of the concession in question.

- (c) The Government of New Zealand shall take into account any representations which may have been made by the Government of Canada before granting concessionary entry to goods from third countries where the Government of Canada has informed the Government of New Zealand that it has an important or substantial trade interest in those goods.
- 7 The Government of Canada, recognizing the importance to New Zealand of its dairy exports and its position in world trade as an efficient and unsubsidised producer of dairy products, undertakes for as long as the 1932 Trade Agreement as amended continues in force, and subject to normal commercial considerations, that when Canada has an import requirement for butter it will turn to New Zealand as among preferred suppliers.
- 8 (a) The Government of Canada, in noting New Zealand's concern relating to the present distortions in international trade in dairy products, reaffirms its intention to work with the Government of New Zealand and with the Governments of other Contracting Parties in the forthcoming GATT multilateral negotiations with the object of achieving meaningful improvements in the international trading environment for all agricultural products, including a satisfactory solution to the problems of restricted access and export subsidisation affecting trade in dairy products.
- (b) The Government of Canada and the Government of New Zealand, being concerned at the damage caused to efficient agricultural producers through the disruption of markets by subsidised exports, agree to work together in the forthcoming GATT multilateral trade negotiations with the object of reducing the adverse effects of such export subsidisation.
- 9 The Government of New Zealand and the Government of Canada shall consult on any matter which concerns the implementation and operation of the provisions of this letter raised by either Government with the other in writing.
- 10 The provisions of this letter shall have effect for the Cook Islands, Niue and the Tokelau Islands on the expiration of one month from the date of notification by the Government of New Zealand to the Government of Canada that the provisions of this letter shall be applied, either in whole or in part, to these territories.

If the foregoing is satisfactory to your Government I should like to propose that this letter and your confirmatory reply thereto shall constitute an Agreement between our two Governments to be read with the 1932 Trade Agreement as amended, and shall be deemed to have come into force on 1 February 1973. With the exception of paragraph 7 of this letter, which shall remain in force for as long as the 1932 Trade Agreement as amended remains in force and shall terminate when that Agreement terminates, this Agreement shall remain in force for one year from the date of its entry into force and