

Trade in Agricultural Goods

The two Governments have agreed to a package of trade-liberalizing measures for trade in agriculture, including:

- eliminating all tariffs (but allowing Canada to restore temporarily tariffs on fresh fruits and vegetables for a 20-year period under depressed price conditions);
- exempting each other from restrictions under their respective meat import laws;
- prohibition of export subsidies in bilateral trade;
- an exemption for Canada from any future quantitative import restrictions on products containing 10 percent or less sweetener and on grains and grain products; and
- conditional elimination of Canadian import licences for wheat, barley and oats and their products and eliminating Canadian Western Grain Transportation subsidies on exports to the United States.

They will work with each other bilaterally and in the GATT to further improve and enhance trade in agriculture.