

October 7, 1992

NOTES

1. **Article 301 (Market Access - National Treatment):** "goods of the Party" as used in paragraph 2 includes goods produced in the state or province of that Party.
2. **Article 302(1) (Tariff Elimination)** is not intended to prevent any Party from modifying its non-NAFTA tariffs on originating goods for which no NAFTA tariff preference is claimed.
3. **Article 302(1) and (2) (Tariff Elimination)** paragraphs 1 and 2 are not intended to prevent a Party from maintaining or increasing a customs duty as may be authorized by any dispute settlement provision of the GATT or any agreement negotiated under the GATT.
4. **Article 303 (Restriction on Drawback and Duty Deferral):** in applying the definition of "used" in Article 415 to this Article, the definition of "consumed" in Article 318 shall not apply.
5. **Article 307(1) (Market Access - Goods Re-Entered after Repair or Alteration)** does not cover goods imported in bond, into foreign-trade zones or in similar status, that are exported for repairs and are not re-imported in bond, into foreign-trade zones or in similar status.
6. **Article 307(1) (Market Access - Goods Re-Entered after Repair or Alteration):** for purposes of this paragraph, alteration includes laundering used textile and apparel goods and sterilizing previously sterilized textile and apparel goods.
7. **Article 318 (Market Access - Definitions):** 10-digit items set out in the Tariff Schedule of Canada are included for statistical purposes only.
8. **Article 318 (Market Access - Definitions):** "repair and alteration" -- an operation or process that is part of the production or assembly of an unfinished good into a finished good is not a repair or alteration of the unfinished good; a component of a good is a good that may be subject to repair or alteration.
9. **Annex 300-A (Trade and Investment in the Automotive Sector), Appendix 300-A.1 - Canada:** paragraphs 1 and 2 shall not be construed to modify the rights and obligations set out in Chapter Ten of the Canada - United States Free Trade Agreement, except that the NAFTA rules of origin shall replace the Canada - United States Free Trade Agreement rules