

sub-paragraphs (a) and (b) of this paragraph and which are not affected by changes made by Canada

- (i) for fiscal purposes; or
- (ii) by Order in Council under the Financial Administration Act, the Customs Act or Section 12 of the Customs Tariff; or
- (iii) as the result of negotiations with third countries;

maintain for New Zealand the margins of preference in force at 31 January 1973.

(d) The Government of Canada shall give the Government of New Zealand, except in a case of urgency, or in the case of a remission of duty granted pursuant to the Financial Administration Act, 30 days notice of any proposed reduction in the margins of preference resulting from action taken under sub-paragraphs (c) (i), (c) (ii), and (c) (iii) of this paragraph, and shall consult with the Government of New Zealand on any goods which are of significant interest to it.

(e) The Government of Canada shall give sympathetic consideration to representations by the Government of New Zealand concerning serious consequences for New Zealand exporters arising from any changes in the preferential access covered by this letter including any change made in a case of urgency or in the case of any remission of duty granted pursuant to the Financial Administration Act.

5 (a) The Government of New Zealand shall, subject to sub-paragraph (b) of this paragraph in respect of goods which are not affected by changes made in the Customs Tariff of New Zealand

- (i) as a consequence of action taken by it in its tariff restructuring programme; or
- (ii) as a consequence of action taken by it on a recommendation of a tariff advisory body following an enquiry by that body; or
- (iii) as the result of negotiations with third countries;

maintain for Canada the margins of preference in force at 31 January 1973.

(b) Where changes are made in the Customs Tariff of New Zealand as a result of the application of sub-paragraph (a) (i), or (a) (ii), or (a) (iii) of this paragraph, the Government of New Zealand shall maintain for Canada

- (i) in respect of goods in the protected area, a margin of preference of at least $7\frac{1}{2}$ per cent ad valorem, except that where the margin of preference at 31 January 1973 was lower than $7\frac{1}{2}$ per cent ad valorem that lower margin shall be the minimum margin; and
- (ii) in respect of goods in the non-protected area, a margin of preference of at least 5 per cent ad valorem, except that where the margin of preference at 31 January 1973 was lower than 5 per cent ad valorem that lower margin shall be the minimum margin.

(c) The provisions of this paragraph shall apply to scheduled and to non-scheduled goods.

6 (a) Nothing in this letter shall preclude the Government of New Zealand from granting concessionary entry for goods and in these cases no margins of preference will be maintained by the Government of New Zealand in favour of Canada.

(b) Where the Government of Canada has an important or substantial trade interest in any goods in respect of which concessionary entry