II TRADE IN GOODS

ARTICLE 3

Coverage

- 1. This Agreement applies to trade in goods of a Party, except as otherwise provided in this Agreement and in the bilateral Agreements on trade in agricultural products referred to in paragraph 2.
- 2. The Parties declare their readiness to foster, in so far as their agricultural policies allow, harmonious development of trade in agricultural products. In pursuance of this objective, Canada and each individual EFTA State have concluded bilateral Agreements on trade in agricultural products. These Agreements shall form part of the instruments establishing the free trade area between Canada and the EFTA States.
- 3. In this Agreement:
 - (a) "goods of a Party" means domestic products as these are understood in the *General Agreement on Tariffs and Trade 1994* (hereinafter referred to as the "GATT 1994"), or such goods as the Parties may agree, and includes originating products of that Party;
 - (b) "originating products of a Party" means goods of a Party qualifying under the rules of origin set out in Annex C.

ARTICLE 4

National treatment

- 1. The Parties shall apply national treatment in accordance with Article III of the GATT 1994, which is incorporated into and made part of this Agreement.
- 2. Paragraph 1 does not apply to the measures set out in Annex B.