

Automotive Trade

The two Governments agreed to leave the Auto Pact intact. In order to provide for improved conditions of trade in automotive products, they have agreed:

- to eliminate all tariffs on automotive products within 10 years;
- all vehicles will be subject to a special rule of origin creating new opportunities for production and employment in North America;
- to eliminate the duty remission programs by 1996; and
- to limit the duty-free entry privileges of the Auto Pact to current participants.

They have also agreed to establish a Blue Ribbon Panel to advise the two Governments on automotive issues.

Cultural Industries

The Government retains its full capacity to support cultural industries in Canada (film and video, music and sound recording, publishing and cable and broadcasting).

Customs Matters

The two Governments have agreed that:

- duty drawbacks and similar programs on goods imported from other countries, including through U.S. Foreign Trade Zones, will be eliminated for bilateral trade after January 1, 1994;
- neither Party will introduce new duty waivers tied to specific performance requirements. All existing duty waivers will be eliminated by January 1, 1998; and
- customs user fees will be phased out in bilateral trade by January 1, 1993.