

Proposal.

Australia requests seasonal free entry for fresh lamb and mutton, October to March arrival. It is suggested that the item in the Trade Agreement might read as follows:- "April to September 3¢ per pound; October to March -- free when imported direct by licensed meat packers."

The cost in Australia of fresh lamb and mutton is approximately 6¢ per pound. The freight is 3¢, hence the present 3¢ duty increases the price so as to restrict the consumption of Australian lamb and mutton in Canada.

5. Wool and Wool Tops (Tariff Item No. 549)

Free under British Preferential.

Proposal.

Wool and wool tops are listed in the New Zealand Trade Agreement as free. Australia may also wish to have it listed in order to be assured, but is not likely to insist on this point.

6. Butter.Proposal.

Australia requests that some set plan be adopted at the beginning of each season in order to avoid sudden requests to the Australian authorities to stop shipments. A similar plan would also have to apply to New Zealand but the object is to work out some more satisfactory method of regulating the shipments of Australian and New Zealand butter to Canada.

It was suggested that if the restriction as to quantity was removed Australia would undertake to see that butter was not exported to Canada except on a C.I.F. basis, which would automatically have the effect of discontinuing the practice of shipping butter to Canada on consignment and speculation in Australian butter.

7. Edible Gelatine (Tariff Item No. 232C.)

<u>Australia</u>	<u>British Preferential</u>	<u>Intermediate</u>	<u>General</u>
12½%	17½%	25%	27½%

Proposal.

Since this is one of the few manufactured articles Australia can export to Canada free entry is proposed, to apply only to edible gelatine, which it is claimed is not manufactured in Canada.

8. Frozen Rabbits (Tariff Item No. 9)

Free entry also when for human consumption as provided for in New Zealand treaty.