

As regards bilateral trade in cheese, Canada undertakes to increase the current EC 12 247 tonnes country reserve (60% of the global tariff rate quota) to 66% of the global tariff rate quota.

The EC undertakes to increase the existing tariff rate quota of Canadian aged Cheddar to 4 000 tonnes. The Canadian authorities will indicate to the Canadian Dairy Commission that "certificates of authenticity" for "aged Cheddar" should only be issued for in-quota quantities.

Canada will only permit imports of cheese from the EC under its tariff rate quota accompanied by an export certificate issued by the European Community.

The EC will limit export subsidies on fresh, chilled or frozen beef and veal destined for Canada to no more than 5 000 tonnes annually. On the basis of this undertaking European beef exporters may request the Canadian International Trade Tribunal (CITT) to undertake a review under Section 76 of the Special Import Measures Act (SIMA) of the 25 July 1986 finding of the Canadian Import Tribunal in respect of boneless manufacturing beef from the European Economic Community. Section 76 review may be requested by any interested party to the finding in question.

Canada agrees to bind at free its duty on pasta products currently subject to the "pasta remission order" i.e. the pasta products classified under tariff items 1902 19 91, 1902 19 99 and 1902 19 92.