

ARTICLE VIII — COMPENSATION

1. In the event that either Contracting Party increases a statutory rate of duty in accordance with Article III, or takes any action of the type covered by Articles VI and VII, in a manner which substantially impairs the benefits of the Agreement for the other Contracting Party (except where such impairment results from the reduction of a margin of preference), it shall, at the request of the other Contracting Party, consult with a view to providing equivalent compensatory benefits.

2. In the event that these consultations do not result within ninety days in agreement on compensatory benefits, the other Contracting Party may withdraw equivalent concessions under the Agreement.

ARTICLE IX — COMMERCIAL AND INDUSTRIAL COOPERATION

In furtherance of the objectives of this Agreement, the Contracting Parties shall encourage and facilitate:

- (a) the establishment of direct commercial contacts between firms, enterprises and organizations of the two countries;
- (b) the conclusion of commercial agreements, arrangements or contracts between such firms, enterprises and organizations;
- (c) the establishment of joint ventures between such firms, enterprises and organizations;
- (d) the development of increased and mutually beneficial investment;
- (e) the widening of technological cooperation; and
- (f) trade in services.

ARTICLE X — CONSULTATIONS

The Contracting Parties may consult at any time, at the request of either, on any matter affecting the operation or application of this Agreement or on trade, economic and technological relations between the two countries. The Contracting Parties shall continue to consult on issues of mutual interest and concern which arise in multilateral discussions on trade, economic and technological matters.

ARTICLE XI — CONSULTATIVE COMMITTEE

1. To promote the objectives of this Agreement, the Contracting Parties agree to establish a joint Canada-New Zealand Consultative Committee (hereinafter referred to as "The Consultative Committee").

2. The Consultative Committee shall consist of representatives designated by the respective Contracting Parties and shall meet at least once every two years, unless otherwise agreed, at a date and venue to be mutually arranged.

3. The terms of reference of the Consultative Committee shall be:

- (a) To keep under review the possibility of broadening this Agreement;