AGRICULTURAL MACHINE PARTS

The report on this sector concentrates on two U.S. commodity groups which include parts of tractors and other agricultural machines. More detailed U.S. market and tariff information and export-related leads for this product group are contained in the individual report for this sector. Highlights of the sector report are:

The U.S. Import Market

The table below shows the value of total U.S. imports for this sector in 1986 and the share of that market held by four exporting regions:

Region	U.S. Import Market	
	U.S.\$ millions	%
Canada	84.6	16.2
Western Europe	200.4	38.5
Japan	68.4	13.1
Others	167.8	32.2
Total	\$521.2	100%

Tariff Impacts of Free Trade

Currently, there are no U.S. tariffs on Canadian agricultural machine parts. Under the Free Trade Agreement, these products will continue to be duty free.

AIR-CONDITIONING EQUIPMENT

The report on this sector concentrates on three U.S. commodity groups which include all air-conditioning equipment. More detailed U.S. market and tariff information and export-related leads for this product group are contained in the individual report for this sector. Highlights of the sector report are:

The U.S. Import Market

The table below shows the value of total U.S. imports for this sector in 1986 and the share of that market held by four exporting regions:

Region	U.S. Import N U.S.\$ millions	Market %
Canada	36.1	8.3
Western Europe	23.8	5.5
Japan	241.8	55.9
Others	131.1	30.3
Total	\$432.8	100%

Tariff Impacts of Free Trade

Current tariffs on air conditioners are 2.2%. Under the Free Trade Agreement, these duties will be removed by January 1, 1998 with ten equal stages of tariff reductions.