

1. Except as otherwise provided in Annexes B and C, Canadian competent authorities shall eliminate, in accordance with Article 4, paragraph 3, the mark-up differential that exists between wine that is the product of the Community and wine that is the product of Canada in accordance with the following schedule:

- (a) on a date no later than 1 April 1989, 25% of the differential;
- (b) on 1 January 1990, 25% of the differential;
- (c) on the first day of January of each year from 1991 until 1995 inclusive, 10% of the differential.

2. Nothing in this Agreement shall prevent Canadian competent authorities from eliminating the differential more expeditiously than provided for in the schedule in paragraph 1.