TRADE AGREEMENT BETWEEN THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF THE REPUBLIC OF THE PHILIPPINES

The Government of Canada and the Government of the Republic of the Philippines, hereinafter referred to as the Contracting Parties, desiring to strengthen and develop trade relations between the two countries, and recognizing the benefits of expanded trade on a mutually advantageous basis, have agreed as follows:

ARTICLE I

- 1. Both Contracting Parties shall accord to each other unconditional most-favoured-nation treatment in all matters with respect to:
 - (a) customs duties and charges of any kind imposed on or in connection with the importation or exportation of products or imposed on or in connection with the international transfer of payments for imports or exports;
 - (b) the method of levying such duties and charges;
 - (c) all rules and formalities connected with importation or exportation;
 - (d) all internal taxes or other internal charges of any kind imposed on or in connection with imported or exported products; and
 - (e) all laws, regulations and requirements affecting internal sale, offering for sale, purchase, transportation, distribution or use of imported products.
- 2. Any advantage, favour, privilege or immunity which has been or may hereafter be granted by either Contracting Party in regard to the matters referred to in paragraph 1 of this Article to any product originating in or destined for the territory of any third country shall be accorded immediately and unconditionally to the like product originating in or destined for the territory of the other Contracting Party.

ARTICLE II

- 1. No prohibitions or restrictions, whether made effective through quotas, import or export licenses or other measures shall be instituted or maintained by the Government of either Contracting Party on the importation of any product of the other Contracting Party or on the exportation or sale for export of any product destined for the other Contracting Party unless such prohibitions or restrictions are applied to all third countries.
- 2. In the allocation of foreign exchange for transactions involving the importation and exportation of goods and in the administration of foreign exchange regulations in relation to such transactions each Contracting Party shall accord to the other Contracting Party treatment no less favourable than it accords to any third country.