

ARTICLE IOBJECTIVE

The objective of this Agreement, as elaborated more specifically in its provisions, is to establish a framework of balanced rights and obligations and agreed rules for the conduct of trade and commercial relations between Canada and Mongolia.

ARTICLE IIDEFINITIONS

Territory "Territory" means:

with respect to Canada, the territory to which its customs laws apply, including any areas beyond the territorial seas of Canada within which, in accordance with international law and its domestic laws, Canada may exercise rights with respect to the seabed and subsoil and their natural resources;

and

with respect to Mongolia, the territory to which its customs laws apply.

Person "Person" of a country means a citizen or permanent resident of the country or a body corporate constituted under the laws applicable in, or principally carrying on its business within, the territory of the country.

Third country "Third country" means any country other than Canada or Mongolia.

Transit "Transit" means the passage across the territory of a country, with or without transshipment, warehousing, breaking bulk, or change in the mode or means of transport, when such passage is only a portion of a complete journey beginning and terminating beyond the frontier of the country across whose territory the traffic passes.