

Chapter 36 of the Statutes of 1944-45, and Chapter 45 of the Statutes of 1946, subject to such modifications as may be now or hereafter provided for in Part II of the Schedule V to the General Agreement on Tariffs and Trade.

4. The provisions of Section 5 of the Customs Tariff of Canada shall not apply to goods the growth, produce or manufacture of the United Kingdom, or of any of the non-self-governing Colonies, Protectorates or Territories under British Trusteeship, whenever the rate of duty under the British Preferential Tariff is the same as that under the Most Favoured Nation Tariff.

5. The Government of Canada undertake, subject to the provisions of paragraph 2, to accord to goods the growth, produce or manufacture of the United Kingdom, and of any of the non-self-governing Colonies, Protectorates or Territories under British Trusteeship, entitled at present to the benefits of the British Preferential Tariff treatment not less favourable than that accorded to like goods the growth, produce or manufacture of any other country or customs territory. PROVIDED that, so long as special rates lower than the British Preferential Tariff are accorded to goods the growth, produce or manufacture of Australia, the British West Indies, New Zealand or the Union of South Africa under the trade agreements concluded by Canada with these other parts of the British Commonwealth of Nations, the provisions of this paragraph shall not require the extension of such special rates to goods the growth, produce or manufacture of the United Kingdom or of any of the non-self-governing Colonies, Protectorates or Territories under British Trusteeship, but no new such special preferences shall be established and no such special preferences shall be increased.

6. The Government of the United Kingdom will continue to extend to goods the growth, produce or manufacture of Canada, when consigned from any part of the British Commonwealth of Nations, the preferences remaining after the entry into force of the General Agreement on Tariffs and Trade, but the Government of Canada recognize the right of the Government of the United Kingdom to reduce or eliminate such preferences.

7. The Government of the United Kingdom undertake, with respect to goods for which rates of duty are for the time being specified in Part I of Section A of Schedule XIX to the General Agreement on Tariffs and Trade, that, except as provided for in paragraphs 1 to 4 at the head of that Schedule, goods the growth, produce or manufacture of Canada, when consigned from any part of the British Commonwealth of Nations, shall not be subject to rates of duty higher than those applicable on the 10th April, 1947, to like goods the growth, produce or manufacture of Canada, subject to such modifications as may be now or hereafter provided for in Part II of Section A of Schedule XIX to the General Agreement on Tariffs and Trade.

8. The Government of the United Kingdom undertake, subject to the provisions of paragraph 6, to accord to goods the growth, produce or manufacture of Canada, when consigned from any part of the British Commonwealth of Nations, treatment not less favourable than that accorded to like goods the growth, produce or manufacture of any other country or customs territory.