

*recommend modifications, the parties will consult to agree on such modifications. Failure to reach agreement gives the other party the right to take comparable legislative or equivalent executive action or terminate the Agreement.*

*The combined effect of bilateral review of existing law and the development of a new set of rules will be to ensure that by the time all tariffs are removed and other aspects of the Agreement phased in, Canadian firms will have not only more open access, but also more secure and more predictable access. At the same time, Canada's capacity to pursue regional development and social welfare programs remains unimpaired. Indeed, it has been strengthened.*