3. The existing taxes to which the Agreement shall apply are in particular:

   (a) in the case of Canada:

   the taxes imposed by the Government of Canada under the Income Tax Act, (hereinafter referred to as "Canadian tax");

   (b) in the case of Croatia:

   (i) the profit tax; and

   (ii) the income tax;

   (hereinafter referred to as "Croatian tax").

4. The Agreement shall apply also to any identical or substantially similar taxes and to taxes on capital which are imposed after the date of signature of the Agreement in addition to, or in place of, the existing taxes. The competent authorities of the Contracting States shall notify each other of any significant changes which have been made in their respective taxation laws.

II. DEFINITIONS

ARTICLE 3

General Definitions

1. For the purposes of this Agreement, unless the context otherwise requires:

   (a) the term "Canada", used in a geographical sense, means the territory of Canada, including:

   (i) any area beyond the territorial sea of Canada which, in accordance with international law and the laws of Canada, is an area within which Canada may exercise rights with respect to the seabed and subsoil and their natural resources;

   (ii) the sea and airspace above every area referred to in subparagraph (i) in respect of any activity carried on in connection with the exploration for or the exploitation of the natural resources referred to therein;

   (b) the term "Croatia", used in a geographical sense, means the territory of the Republic of Croatia within its internationally recognized borders, as well as any area beyond the territorial waters of the Republic of Croatia in which, in accordance with international law and the laws of the Republic of Croatia, the Republic of Croatia exercises its sovereign rights and jurisdiction;

   (c) the terms "a Contracting State" and "the other Contracting State" mean, as the context requires, Canada or Croatia;

   (d) the term "person" includes an individual, an estate, a trust, a company, a partnership and any other body of persons;