

EXPLANATORY NOTE

The provisions of the attached Schedules I and II are expressed in terms of the Canadian Customs Tariff. The tariff item numbers and product descriptions in these schedules, using the Harmonized System of tariff nomenclature, are consistent with the corresponding tariff item numbers and product descriptions in the Canadian Customs Tariff.

Schedule I lists those tariff item numbers where accelerated tariff elimination will apply to all products in the tariff line.

Schedule II lists those tariff item numbers where only some of the products are to be subject to accelerated duty elimination, and lists the specific products so affected. The 6-digit subheading numbers in Schedule II which are marked by asterisks indicate that all fabrics used as decorative outer coverings in the manufacture of upholstered furniture included in the tariff items under that subheading will be subject to accelerated tariff elimination.

Dates shown in parenthesis represent the year by which the tariff on the goods of U.S. origin will be eliminated. Unless specified, the applicable tariff will be eliminated on the date on which the agreement is implemented.

The products identified in brackets in Schedule I are not subject to accelerated tariff elimination and have been included for information purposes only to clarify the scope of the numbered tariff items which are the subject of the accelerated tariff elimination.

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