FIRST ADDITIONAL PROTOCOL

TO

THE FREE TRADE AGREEMENT

BETWEEN

THE GOVERNMENT OF CANADA

AND

THE GOVERNMENT OF THE REPUBLIC OF CHILE

The plenipotentiaries of THE GOVERNMENT OF CANADA AND THE GOVERNMENT OF THE REPUBLIC OF CHILE (hereinafter referred to as "the Parties"),

ACTING in their capacity as States Party to the Free Trade Agreement signed on December 5, 1996, and duly accredited by their respective Governments in accordance with powers granted in good faith and proper form;

CONSIDERING that the Parties in signing said Agreement had as their primary objective to establish a free trade area, progressively eliminating their tariffs in order to facilitate the flow of goods and services between their territories; and

BEARING IN MIND the powers granted under Article C-02(3) of the said Agreement in order that the Parties may examine the possibility of accelerating the elimination of customs tariffs as set forth in their lists of reductions, and mutually approve an agreement to this effect which will take precedence over any customs tariff or tariff reduction period specified in those lists;

**HEREBY AGREE** as follows:

## ARTICLE 1

To amend the tariff reduction lists of Canada and Chile referred to in Annex C-02.2 on Tariff Elimination, in the manner indicated in the Annex attached to this Protocol.