Canada-Chile (Goods) Summary Fact Sheet

Table 1. Dackground mormation					
Parties	Canada, Chile				
Date of signature	5 December 1996	5 December 1996			
Date of entry into force	5 July 1997				
Transition period for full	17 years				
implementation					
Date of full implementation	1 January 2014				
Website addresses or points of	Canada: <u>http://www.international.gc.ca/tna-nac/cda-chile/menu-en.asp</u>				
contact	Chile: <u>http://www.direcon.cl/</u>				
List of related GATT/WTO	WT/REG38/N/1 and Add.1	Notification			
documents	WT/REG38/1 Summary of Agreement				
	WT/REG38/2 Standard Format				
	WT/REG38/3 Terms of Reference				
	WT/REG38/M/1-5 Summary Records				
	WT/REG38/4 and Add.1 Questions and Replies				
	WT/REG38/4/Corr.1 Questions and Replies – Correction				

Table 1: Background Information

Table 2: Internal trade liberalization provisions

Import duties and	Article C-02 (Tariff elimination)			
charges	Article C-08 (Import and export restrictions)			
	Annex C-01.3 (Exceptions) and Annex C-08 (Additional exceptions)			
	Annex C-02.2. (Schedules)			
Export duties and	Article C-08 (Import and export restrictions)			
charges	Article C-12 (Export duties and charges)			
-	Article C-13 (Export restrictions)			
	Annex C-01.3 (Exceptions) and Annex C-08 (Additional exceptions)			
Non-tariff	Article C-08 (Quantitative restrictions)			
measures	Annex C-01.3 (Exceptions)			
	Annex C-02.2 (Tariff Rate Quotas)			
Sector-specific	Article C-02 (Tariff elimination)			
rules	Annex C-00-A (Trade and investment in the automotive sector)			
	Annex C-00-B (Textiles and apparel goods)			
Product exclusions	Products excluded from tariff elimination are under staging category "Y" in the Schedules			
	to Annex C-02.2, and concern a number of dairy, poultry and egg products.			

Table 3: Common external tariff Not applicable

Provisions

Table 4: General trade-related provisions

Provision	Relevant Article(s)	Additional Information	
Rules of Origin	Chapter D	In general, origin is conferred when goods are wholly obtained or produced in the Parties. Non originating materials must undergo a change in tariff clarification and, in some cases, satisfy a regional value content requirement, as specified in Annex D-01. A Committee on Trade in Goods and Rules of Origin and a Customs Sub-Committee is established to monitor the implementation and effective administration of customs-related provisions of the Agreement.	
Standards-related measures	None		
SPS measures	None		
Safeguard mechanisms (intra-	Chapter F;	The Chapter permits the imposition of border restrictions to	
trade)	Article O-	provide temporary relief from increases and surges in imports	
	04	from a Party that cause, or threaten to cause, serious injury to domestic producers Article F-01 provides for bilateral	

Provision	Relevant Article(s)	Additional Information
		emergency action during the six year transition period where duty reductions made under the Agreement result in increased imports from the other Party and alone cause serious injury, or threat thereof, to the domestic industry of the importing Party. Under Article F-02, the Parties retain their right to include imports from the other Party in any global safeguard action if imports from that Party account for a substantial share of total imports and contribute importantly to serious injury, or threat thereof, caused by imports. Article O-04 provides for restrictions to safeguard balance of payments.
Anti-dumping and countervailing measures	Chapter M	Each Party agrees not to apply its domestic anti-dumping law to goods of the other Party as from the entry into force of the Agreement. A Committee on Anti-dumping and Countervailing Measures is established.
Subsidies and state aid	None	
Customs-related procedures	Article C- 16, Annex D-01and Chapter E	The Agreement contains provisions to harmonize customs procedures, including the certification, administration and determination of origin. Article C-16 on customs valuation states that the WTO Customs Valuation Code will govern reciprocal trade between the Parties.
IPR	Article C- 11 and Annex C- 11	Taking into account the TRIPS Agreement, the Parties shall protect the geographical indications for the products specified in Annex 11-C. Article C-10 applies wine and distilled spirits.
Government procurement	Chapter K <i>bis</i>	The Chapter sets out the general principles applicable to government procurement, the tendering procedure and establishes the Committee on Procurement.
Competition	Chapter J	The Parties committed to avoid anti-competitive business conduct and to take appropriate action as required. The Agreement affirms the right of the Parties to designate monopolies and state enterprises provided that they ensure non-discriminatory treatment, maintain consistency with commercial considerations in the territory of both Parties, and guard against anti-competitive practices in non- monopolized territories of either Party.
Investment	Chapter G	The Agreement includes disciplines on investment.
General exceptions	Chapter O	The Agreement incorporates Article XX of the GATT 1994 and its interpretative notes. It also includes exceptions to the Agreement's obligations for national security, taxation and disclosure of information.
Accession	Preamble, Articles D- 15 and M- 05	The Agreement is not open for accession as such.
Dispute resolution	Chapter N, Section II	The Parties may request consultations on matters affecting the operation of the Agreement. Should consultations fail to resolve the matter, either Party may request a meeting of the Commission. If they are unable to agree on a mutually acceptable solution, either Party may initiate arbitral panel proceedings.
Relation with other trade agreements	Article A- 03.1 and Article A- 03.2	The Agreement was considered a bridge to Chile's accession to the NAFTA and refers to the NAFTA in nature and structure. Article A-03.1 affirms the Parties' existing rights and obligations to each other under the WTO Agreement. Article A-03.2 provides that, in the event of any inconsistency between the Agreement and other agreements, the Agreement shall prevail to the extent of the

Provision	Relevant Article(s)	Additional Information	
		inconsistency, except as otherwise provided.	
Transparency	Chapter L	Chapter L contains obligations on publication, notification and administration of laws.	
Institutional provisions	Chapter N	The Agreement establishes a Free Trade Commission and the FTA Secretariat. The Commission supervises the work of the seven bodies created to further the Agreement: the Committee on Trade in Goods and Rules of Origin, the Sub- Committee on Agriculture, the Customs Sub-Committee, the Committee on Telecommunications Standards, the Committee on Anti-Dumping and Countervailing Measures, the Advisory Committee on Private Commercial Disputes, and the Working Group on Temporary Entry.	
Other		The Agreement includes two parallel agreements on environmental and labour co-operation, modelled on the NAFTA side agreements. Article A-04 states that in the event of any inconsistency between the Agreement and the Environmental and Conservation Agreements listed in that Article, the obligations of such agreements shall prevail to the extent of the inconsistency.	

Table 5a: Canada's imports from Chile

(Canadian	\$.	million)	_
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Year	Total imports	Imports from Chile	Covered by the Agreement	Percent covered
1994	225,629	238.2	238.2	100
1995	232,648	278.9	278.9	100
1996	272,101	342.2	342.2	100
1997	••	325.0	325.0	100

.. Not available.

Source: Standard Format

Table 5b: Chile's imports from Canada

(US\$,	million)
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Year	Total imports	Imports from Canada	Covered by the Agreement	Percent covered
1994	14,588	264.8	263.5	99.5
1995	16,402	305.1	304.2	99.7
1996	17,679	408.1	406.7	99.7
1997		432.5	430.1	99.5

.. Not available.

Source: Standard Format