MULTILATERAL TRADE NEGOTIATIONS THE URUGUAY ROUND

RESTRICTED

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Special Distribution

Surveillance Body

Original: English

STANDSTILL

Notification

- 1. Participant notifying: United States
- 2. Participant maintaining the measure: Canada
- 3. <u>Description of the measure</u> (including date of entry into force and reference to any relevant legislation or other document):

The Government of Canada has maintained import controls on a wide range of dairy products in support of action under the Agricultural Stabilization Act and the Canadian Dairy Commission Act. On 19 January 1988, the Government of Canada announced the addition of several new products to the Dairy Import Control List. Further information is to be provided by the Government of Canada on the administration of these controls, including the level of the import quotas.

4. <u>Products covered, including tariff headings</u> (CCCN where applicable, otherwise national tariff lines):

Following are the products added to the Dairy Import Control List:

- ice cream, ice cream novelties, and ice cream mix, ice milk and ice milk mix, yogurt and liquid forms of skim milk, buttermilk and blends of these products.
- 5. Country or countries to which the measure applies:

All suppliers to Canada will be affected by the restrictions.

6.	Relevance	of	the	measure	to	the	standstill	commitment	:

The Government of Canada is introducing new trade restricting and distorting measures which are inconsistent with its commitment not to take any trade measure in such a manner as to improve its negotiating position.

7. Comments by the participant maintaining the measure:

Canada's addition of a number of dairy products to the Import Control List was necessary to the enforcement of the national supply management programme for manufacturing milk. The action was taken consistent with GATT and not to improve Canada's negotiating position in the MTN. Canada will consult with affected suppliers on the administration and level of the import quotas.