# European Community 

## News Release

FORMAL SETTLEMENT QF THE "FOOTWEAR ISSUE"<br>BETWEEN THE EUROPEAN COMMUNITY AND CANADA

On 30 April 1985, the European Community and the Government of Canada exchanged letters settling the claim of the EC for compensation under GATT Article XIX for the trade loss suffered by the one-year extension - from 1 December 1984 to 30 November 1985 - of Canada's import restrictions on footwear. The compensation will take the form of tariff concessions made by Canada on a range of products which are of direct interest to Community exporters. The trade volume on which these Canadian concessions are made - for periods ranging from 1 year to 3 years - is of the order of 150 million Canadian dollars.

On the same occasion, the Canadian Government announced that it would further reduce the maximum price level for footwear falling under the import quota system. (\$35.CAD for shoes,\$60.CAD for boots)

For further information contact Finn Olesen, Head, Press and Information Office (613) 238-6464.
(verso)

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| Tariff Item | Description | Concession Rate |
| :---: | :---: | :---: |
| 61105-3 | Downhill Ski Boots | 12.5 p.c. |
| 51115-2 | Downhill Ski Fittings | free |
| EX 92904-1 | Iso Decanol | free |
| EX 45110-1 | Sewing Machine Needles | free |
| 64700-1 | Jewellery | 13.3 p.c. |
| EX 53110-1 | Yarns of wool and polyester fibres, spun on the worsted system, containing not less than 40 p.c. and not more than 65 p.c. by weight of wool, for use in the manufacture of woven worsted fabrics | free |
| EX 53110-1 | Yarns, wholly of wool, spun on the worsted system, $2 / 52$ s worsted count or finer, for use in the manufacture of woven fabrics | free |
| 32800-1 | Spectacle and Eyeglass Frames | 9.2 p.c. |
| EX 624301-1 | Statues and Statuettes of China and Porcelain | free |
| 92944-1 | Antibiotics | free |
| 55302-1 | Silk Scarves, Headsquares and Mufflers | $10 \mathrm{p} . \mathrm{c}$. |
| 56825-1 | Gloves of Kid | 10 p.c. |
| EX 53305-1 | Neckties of Wool, Woven | 20 p.c. |
| EX 56805-1 | Neckties of Wool, Knitted | $20 \mathrm{p} . \mathrm{c}$. |
| 28415-1 | Earthenware Tiles | $11.5 \mathrm{p} . \mathrm{c}$. |
| EX 92944-1 | Chloramphenicol | free |
| EX 92935-1 | Oxazepam | free |
| EX 92935-1 | Flurazepam | free |

* This concession applies to all goods classified under this item as of December 31, 1983.

