

Product	Type of Restriction	Estimated Impact on U.S. Trade	Trade Agreement Status	Remarks
<u>Other Restrictions</u>				
Alcoholic beverages	Monopoly operated by Canadian Provinces - QR's licensing	Significant, 1966 imports from U.S. - \$2.7 million. Est. of increased imports not possible	Illegal and affects bound items	Canadian provinces reluctant to carry U.S. liquor brands in Govt. operated monopoly stores. All liquor subject to licensing. Bilateral representations have been made on Federal and Provincial levels.
Contractor's machinery and equipment	Uncertain valuation	Significant, but groups too broad to permit trade summary	Legality questionable, affects bound items	Equipment needed in Canada on a temporary basis is subject to full duty and tax unless similar Canadian equipment is not available. Reduced valuation is contingent on this qualification.
All imports	Tourist duty-free allowance	Significant - 1966 tourist imports from U.S. (before restrictions) \$60 million. Current level under restrictions \$29 million. Estimate of increase from current level - \$45 million annually	Legal and negotiable, affects bound items	Canadians returning from the U.S. are restricted to \$25 duty-free entry every 4 months. U.S. tourists returning from Canada may enter \$100 duty-free every 30 days.