ARTICLE 7

Quantitative Restrictions on Imports and Measures Having Equivalent Effect

- 1. No new quantitative restriction on imports or measure having equivalent effect shall be introduced nor shall those existing be made more restrictive in trade between the Parties from the date of entry into force of this Agreement.
- 2. Quantitative restrictions on imports shall be abolished between the Parties upon the entry into force of this Agreement.

ARTICLE 8

Quantitative Restrictions on Exports and Measures Having Equivalent Effect

- 1. No new quantitative restriction on exports or measure having equivalent effect shall be introduced, nor shall those existing be made more restrictive in trade between the Parties from the date of entry into force of this Agreement.
- 2. Quantitative restrictions on exports and any measures having equivalent effect shall be abolished between the Parties upon the entry into force of this Agreement.

CHAPTER II

AGRICULTURAL PRODUCTS

ARTICLE 9

Scope and Exchange of Concessions

- 1. The provisions of this Chapter shall apply to agricultural products falling within Chapters 1 to 24 of the Harmonised Commodity Description and Coding System and the products listed in Annex I originating in the Parties.
- 2. The Parties grant each other the concessions specified in Protocol II, providing for measures to facilitate trade in agricultural products.
- 3. Taking into account of:
 - the role of agriculture in their economies,
 - the development of trade in agricultural products between the Parties.
 - the particular sensitivity of the agricultural products,
 - the rules of their agricultural policies,

- the consequences of the multilateral trade negotiations under the GATT and the WTO,

the Parties shall examine the possibilities of granting each other further concessions.

ARTICLE 10

Improvement of Concessions

- 1. The Parties to this Agreement declare their readiness to foster, in so far as their agricultural policies allow, the harmonious development of trade in basic agricultural, processed agricultural and fishery products and to discuss this issue periodically in the Joint Committee.
- 2. The Parties to this Agreement committed themselves to monitor the flow of bilateral trade in agricultural products with the aim to explore the possibilities of improving the current concessions contained in the Protocol II and further extending them to processed agricultural products and fishery products.

ARTICLE 11

Concessions and Agricultural Policies

- 1. Without prejudice to the concessions granted under Article 9, the provisions of this Chapter shall not restrict in any way the pursuance of the respective agricultural policies of the Parties or application of any measures under such policies, including the implementation of the provisions of the Agreement on Agriculture negotiated under the auspices of the GATT 1994 and the Agreement establishing WTO.
- 2. The Parties shall notify to the Joint Committee changes in their respective agricultural policies pursued or measures applied which may affect the conditions of agricultural trade among them as provided for in this Agreement. On the request of a Party prompt consultations within the Joint Committee shall be held to examine the situation.

ARTICLE 12

Specific Safeguards

Without prejudice to the other provisions of this Agreement and, in particular Article 22, and given the particular sensitivity of the agricultural products as

referred to in Article 9, if imports of products originating in a Party, which are subject to concessions granted under this Agreement, cause serious disturbances to the markets of the other Party, the Party concerned may take appropriate measures under the conditions and in accordance with the procedures laid down in Article 22 of this Agreement.

ARTICLE 13

Sanitary and Phytosanitary Measures

- 1. The Parties shall not apply their regulations in veterinary, plant health and public health matters in an arbitrary, unjustifiable and discriminatory way and shall not introduce any new measures that have effect of unduly obstructing trade.
- 2. The parties shall apply their sanitary and phytosanitary measures in accordance with the provisions of the GATT 1994 and the other relevant WTO Agreements.

CHAPTER III

RIGHT OF ESTABLISHMENT AND SUPPLY OF SERVICES

ARTICLE 14

- 1. The Parties recognise the growing importance of certain areas, such as services and investments. In their efforts to gradually develop and broaden their cooperation, in particular in the context of Euro-Mediterranean integration, they will cooperate with the aim of further promoting investments and achieving a gradual liberalisation and mutual opening of markets for trade in services, taking into account relevant provisions of the General Agreement on Trade and Services (GATS).
- 2. The Parties shall review developments in the services sectors with a view to considering liberalisation measures between themselves.
- 3. The Parties shall discuss this cooperation in the Joint Committee with the aim of developing and deepening their relations under this Agreement.
- 4. The Parties shall seek to widen the scope of the Agreement to cover the right of establishment of firms of one Party in the territory of the other Party.