SPECIAL TARIFF POSITION OF PHILIPPINES

Exchange of notes at Washington May 4 and June 10, 1946, modifying treaty of May 13, 1858

Entered into force June 10, 1946

61 Stat. 2436; Treaties and Other International Acts Series 1572

The Acting Secretary of State to the Bolivian Ambassador

Department of State
Washington
May 4 1946

EXCELLENCY:

With reference to the forthcoming independence of the Philippines on July 4, 1946, my Government considers that provision for a transitional period for dealing with the special tariff position which Philippine products have occupied for many years in the United States is an essential accompaniment to Philippine Independence. Accordingly, under the Philippine Trade Act approved April 30, 1946, goods the growth, produce or manufacture of the Philippines will enter the United States free of duty until 1954, after which they will be subject to gradually and regularly increasing rates of duty or decreasing duty-free quotas until 1974 when general rates will become applicable and all preferences will be completely eliminated.

Since the enactment of the Philippine Independence Act approved March 24, 1934,² my Government has foreseen the probable necessity of providing for such a transitional period and has since then consistently excepted from most-favored-nation obligations which it has undertaken toward foreign governments advantages which it might continue to accord to Philippine products after the proclamation of Philippine independence. Some thirty instruments in force with other governments, for example, permit the continuation of the exceptional tariff treatment now accorded by my Government to Philippine products, irrespective of the forthcoming change in the Commonwealth's political status.

With a view, therefore, to placing the relations between the United States and Bolivia upon the same basis, with respect to the matters involved, as the relations existing under the treaties and agreements referred to in the preced-

¹ 60 Stat. 141.

² 48 Stat. 456.