A. Details of Items in South African Tariff at present under discussion between the two Governments

1. Annexure B, Part I (Free entry)

Insertion of the following items:

4(e) Bovine hides and skins exceeding 35 lb in weight per wet salted or pickled hide or skin and 22 lb per dry salted hide or skin

ex 59(1) Bags n.e.e.,
ex (c) Plastic shopping bags

Deletion of item "ex 118 ex (a) Picks and hoes, kaffir" and insertion in place thereof of:

'ex 118 Machinery, apparatus, appliances and implements, n.e.e., but excluding material, domestic machines and vehicles:

(a) For agricultural purposes"

Insertion of the following items:

'ex 253 Hose:
ex (e) Plastic hose

296 ex (h) Wallets, purses, billfolds, cheque-book covers, card-holders, ticket-holders and keytainers, plastic"

Insertion against item ex 335 of the following descriptions:

"Wallets, purses, billfolds, cheque-book covers, card-holders, ticket-holders and keytainers, plastic"

2. Annexure B, Part II (Free entry or entry at m.f.n. rates less rebate according to Federation content)

Deletion of item "ex 66 (b)(ii) single-ply yarns of cotton, for manufacturing purposes, not bleached, coloured, dyed, mercerized or otherwise processed" and insertion in place thereof of the following sub-items:
"66 (b) (ii) Single-ply yarns of cotton, flax, hemp, jute and manila, for manufacturing purposes, not bleached, coloured, dyed, mercerized or otherwise processed

(iii) Cotton yarns, single-ply or otherwise, not bleached, coloured, dyed or further processed than mercerized, for manufacture into sewing threads

(iv) Multiple jute and hemp yarns

(c) Yarns n.e.o.e., of wool, artificial wool or rayon or mixtures thereof, and yarns made from reworked wool or from shoddy except cotton shoddy, but excluding lubricated yarn in the form of packing"

Insertion under item ex 73(1) of following sub-paragraphs:

"(a) (i) Handkerchiefs, traced napery, bedspreads, collars, face cloths, scarves, hairbows, neckwear, and cot covers

(a)(xiii) Table cloths, serviettes, bedsheets, pillow-cases and dusters

(A) of calico, drill, twill or sateen

(B) other"

By the insertion of the following items:

"ex 80 Sowing, knitting, embroidery and crochet threads, yarns and twists, carpet and rug yarns for making carpets and floor rugs:

(b) Other

ex 81(1) (b) Other thread, n.e.o.e.

ex 335 Yarns, n.e.o.e."

3. Annexure B, Part III (Entry at m.f.n. rates less rebate of fraction indicated)

Insertion of the following items:

ex 21 Food:

ex (c) Cornflakes, puffed wheat, puffod rice .... one-third

ex 22 Fruits:

(b) Bottled, tinned or otherwise preserved, including candied peel, but excluding pulp in bulk and crystallized fruits .... one-third

29 Macaroni, spaghetti and vermicelli .... one-third

ex 297 (b) Fountain pens, ball-point pens and propelling pencils .... one-third"
B. Details of Items in Federation Tariff at present under discussion between the two Governments

<table>
<thead>
<tr>
<th>Item</th>
<th>Present Duty (M.F.N. and Preferential)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ex Item 50 (a)(i) Liquours etc.</td>
<td>£3.16.8 per proof gall.</td>
</tr>
<tr>
<td>(b)(i) Gin</td>
<td>£3.5.0 per proof gall.</td>
</tr>
<tr>
<td>ex (iii) Brandy</td>
<td>£3.5.0 per proof gall.</td>
</tr>
<tr>
<td>Item 52 (a) Light Wines</td>
<td>£0.8.0 per imp. gall.</td>
</tr>
<tr>
<td>(b) Heavy Wines</td>
<td>£0.12.0 per imp. gall.</td>
</tr>
<tr>
<td>(c) Sparkling Wines</td>
<td>£1.0.0 per imp. gall.</td>
</tr>
</tbody>
</table>

Note: 1. In the 1935 Trade Agreement between Southern Rhodesia and the Union of South Africa, the Union enjoyed a rebate of the United Kingdom rate of 10 per cent on item 50 and 33 1/3 per cent on item 52. In the 1930 Agreement between Northern Rhodesia and the Union, the corresponding rebates were 25 per cent and 50 per cent.

2. In addition to the preference in terms of the former agreement, the Union enjoyed in Southern Rhodesia the tariff margin of preference to the United Kingdom on item 50(b) of 2/6d per proof gallon.

C. General Note

The CONTRACTING PARTIES will be informed of the actual adjustments agreed upon between the two Governments as soon as the present discussions have been finalized.