3. A Party proposing to apply or extend a bilateral safeguard measure shall provide to the other Party mutually agreed adequate means of trade compensation in the form of concessions of customs duties whose value is substantially equivalent to that of the additional customs duties expected to result from the bilateral safeguard measure.

4. If the Parties are unable to agree on the compensation within 30 days after the commencement of the consultations pursuant to paragraph 2, the Party to whose originating good the bilateral safeguard measure is applied shall be free to suspend the application of concessions of customs duties under this Agreement, which are substantially equivalent to the bilateral safeguard measure. The Party exercising the right of suspension may suspend the application of concessions of customs duties only for the minimum period necessary to achieve the substantially equivalent effects and only while the bilateral safeguard measure is maintained.

5. The Party exercising the right of suspension provided for in paragraph 4 shall notify the other Party in writing at least 30 days before suspending the application of concessions.

Article 36
Review

Except as otherwise agreed by the Parties, the Parties shall review the provisions of this Section, if necessary, after 10 years of the date of entry into force of this Agreement, in particular, with a view to determining whether there is a need to maintain the bilateral safeguard mechanism.

Section 3
Other Provisions

Article 37
Sub-Committee on Trade in Goods

1. The Parties hereby establish a Sub-Committee on Trade in Goods (hereinafter referred to in this Article as "the Sub-Committee").

2. The functions of the Sub-Committee shall be:

(a) reviewing and monitoring the implementation and operation of this Chapter;

(b) considering any other matter related to this Chapter as the Parties may agree;

(c) discussing any amendments to Annex 1, in accordance with the amendment of the Harmonized System to ensure that each Party's obligations under this Agreement shall not be altered;

(d) consulting on and endeavoring to resolve any difference related to the scope of application of this Chapter that may arise between the Parties;

(e) establishing, if necessary, *ad hoc* working groups to accomplish any specific tasks;

(f) reporting the findings of the Sub-Committee to the Commission; and

(g) other functions assigned by the Commission.

3. The Sub-Committee shall be composed of government officials of the Parties.

4. The Sub-Committee shall hold meetings, in principle, every two years, and at such times and venues or by means, as may be agreed by the Parties.