

**Voluntary Report** – Voluntary - Public Distribution

**Date:** September 04, 2025

**Report Number:** CA2025-0035

**Report Name:** Canada Removes Retaliatory Tariffs on USMCA Compliant Products

**Country:** Canada

**Post:** Ottawa

**Report Category:** Policy and Program Announcements, Trade Policy Monitoring, Country/Regional FTA's

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**Report Highlights:**

Effective September 1, 2025, Canada removed the 25 percent retaliatory tariffs introduced in March 2025. This applies to all U.S. agricultural products that were on the retaliatory list.

On August 22, 2025, Prime Minister Mark Carney [announced](#) the [removal](#), effective September 1, 2025, of all of Canada’s retaliatory tariffs on U.S. goods “specifically covered” under USMCA, with the [exception](#) of tariffs on steel, aluminum, and autos. This means that the 25 percent surtax applicable on agricultural products included in Canada’s retaliatory list since March 2025<sup>1</sup> (the list can be found [here](#), under the tab “Effective up to August 31, 2025”) has been removed since September 1, 2025. During the period March-June 2025, U.S. exports to Canada of key agricultural commodities included on the retaliation list had declined by nearly \$440 million, compared to the same period in 2024.

**Attachments:**

No Attachments.

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<sup>1</sup> For additional background and context, please consult the following GAIN reports: [Canada Implements Retaliatory Measures in Response to United States Tariffs](#) and [Temporary Retaliatory Tariff Relief for Inputs Used in Food Manufacturing](#).