

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

**U.S. TRQ ANNEX 1**

Notes

1. This Annex contains temporary modifications of the provisions of the HTSUS pursuant to this Agreement. Subject to note 4 of the U.S. General Notes, originating goods described in the provisions of this Annex are subject to duty at the rate set out in this Annex in lieu of the rate provided therefore in Chapters 1 through 97. Notwithstanding tariff-rate quota provisions provided for elsewhere in the HTSUS, originating goods shall be permitted to enter the United States in accordance with the provisions of this Annex. Furthermore, any quantity provided for Costa Rica, El Salvador, Guatemala, Honduras and Nicaragua on goods described in this Annex shall not be counted toward any tariff-rate quota provided for such goods elsewhere in the HTSUS. Originating goods imported into the United States also shall not be subject to any of the provisions, duties or limitations of Subchapter IV of Chapter 99 of the HTSUS.

*Beef*

2. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	10,536
2	11,038
3	11,540
4	12,042
5	12,544
6	13,046
7	13,548
8	14,050
9	14,552
10	15,054
11	15,556
12	16,058
13	16,560
14	17,062
15	unlimited

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

For El Salvador:

Year	Quantity
	(Metric tons)
1	105
2	110
3	115
4	120
5	125
6	130
7	135
8	140
9	145
10	150
11	155
12	160
13	165
14	170
15	unlimited

For Honduras:

Year	Quantity
	(Metric tons)
1	525
2	550
3	575
4	600
5	625
6	650
7	675
8	700
9	725
10	750
11	775
12	800
13	825
14	850
15	unlimited

For Nicaragua:

Year	Quantity
------	----------

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

	(Metric tons)
1	10,500
2	11,000
3	11,500
4	12,000
5	12,500
6	13,000
7	13,500
8	14,000
9	14,500
10	15,000
11	15,500
12	16,000
13	16,500
14	17,000
15	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from Guatemala on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category D in Annex **xx**, paragraph (d).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions: AG02011050, AG02012080, AG02013080, AG02021050, AG02022080, and AG02023080.

*Sugar*

- 3. (a) Subject to subparagraph (d), the aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

Year	Quantity
	(Metric tons)
1	11,000
2	11,220

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

3	11,440
4	11,660
5	11,880
6	12,100
7	12,320
8	12,540
9	12,760
10	12,980
11	13,200
12	13,420
13	13,640
14	13,860
15	14,080

After year 15, the quota grows at 220 MT per year.

For El Salvador:

Year	Quantity (Metric tons)
1	24,000
2	24,480
3	24,960
4	28,000
5	28,560
6	29,120
7	29,680
8	31,000
9	31,620
10	32,240
11	32,860
12	34,000
13	34,680
14	35,360
15	36,040

After year 15, the quota grows at 680 MT per year.

For Guatemala:

Year	Quantity (Metric tons)
------	---------------------------

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

1	32,000
2	32,640
3	33,280
4	37,000
5	37,740
6	38,480
7	39,220
8	42,000
9	42,840
10	43,680
11	44,520
12	47,000
13	47,940
14	48,880
15	49,820

After year 15, the quota grows at 940 MT per year.

For Honduras:

Year	Quantity (Metric tons)
1	8,000
2	8,160
3	8,320
4	8,480
5	8,640
6	8,800
7	8,960
8	9,120
9	9,280
10	9,440
11	9,600
12	9,760
13	9,920
14	10,080
15	10,240

After year 15, the quota grows at 160 MT per year.

For Nicaragua:

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	22,000
2	22,440
3	22,880
4	23,320
5	23,760
6	24,200
7	24,640
8	25,080
9	25,520
10	25,960
11	26,400
12	26,840
13	27,280
14	27,720
15	28,160

After year 15, the quota grows at 440 MT per year.

The quantities of goods under the following subheadings shall be entered on a raw-value equivalent basis: AG17011150, AG17011250, AG17019130, AG17019950, AG17029020, and AG21069046. Raw-value equivalents for sugar goods are contained in Chapter 17, U.S. Additional Note 5(c) to the HTSUS.

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities provided under subparagraph (a) shall be treated in accordance with the provisions of staging category H in Annex **xx**, paragraph (h).
  
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG17011150, AG17011250, AG17019130, AG17019148, AG17019158, AG17019950, AG17022028, AG17023028, AG17024028, AG17026028, AG17029020, AG17029058, AG17029068, AG17049068, AG17049078, AG18061015, AG18061028, AG18061038, AG18061055, AG18061075, AG18062073, AG18062077, AG18062094, AG18062098, AG18069039, AG18069049, AG18069059, AG 19012025, AG19012035, AG19012060, AG19012070, AG19019054, AG19019058, AG21011238, AG21011248, AG21011258, AG21012038, AG21012048, AG21012058, AG21039078,

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG21069046, AG21069072, AG21069076, AG21069080, AG21069091, AG21069094, and AG21069097.

- (d) In any year, duty free tariff treatment under subparagraph (a) for a Party shall be accorded to the lesser of the aggregate quantity set forth in subparagraph (a) for that Party or the quantity of goods equal to that Party's trade surplus, by volume, from all sources for goods in the following subheadings: HS1701.11, HS1701.12, HS1701.91, HS1701.99, HS1702.40, and HS1702.60, except that a Party's exports to the United States of goods in subheadings HS1701.11, HS1701.12, HS1701.91, and HS1701.99 and its imports of originating goods of the United States under HS1702.40 and HS1702.60 shall not be included in the calculation of a Party's trade surplus. A Party's trade surplus will be calculated using the most recent annual data available.
- (e) The aggregate quantity of goods from Costa Rica entered under the provisions listed in subparagraph (g) shall be free of duty in any calendar year specified herein, and shall not exceed 2,000 metric tons for any year. The quantities shall enter on a first-come, first-serve basis.
- (f) Duties on goods entered from Costa Rica in aggregate quantities in excess of the quantities provided in subparagraph (e) shall be treated in accordance with the provisions of staging category H in Annex **xx**, paragraph (h).
- (g) Subparagraphs (e) and (f) apply to the following Table 1 provisions: AG17011110, AG17011210, AG17019110, AG17019910, AG17029010, and AG21069044.

*Peanuts*

4. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For El Salvador:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	500
2	525
3	550
4	575

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

5	600
6	625
7	650
8	675
9	700
10	725
11	750
12	775
13	800
14	825
15	unlimited

For Nicaragua:

Year	Quantity
	(Metric tons)
1	10,000
2	10,000
3	10,000
4	10,000
5	10,000
6	11,000
7	12,000
8	13,000
9	14,000
10	15,000
11	16,000
12	17,000
13	18,000
14	19,000
15	unlimited

Provided, that peanuts in the shell shall be charged against the above quotas on the basis of 75 kilograms for each 100 kilograms of peanuts in the shell.

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from Costa Rica, Guatemala and Honduras on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category E in Annex **xx**, paragraph (e).



**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG12021080, AG12022080, AG20081135, and AG20081160.

*Peanut Butter*

5. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Nicaragua:

Year	Quantity
	(Metric tons)
1	280
2	308
3	336
4	364
5	392
6	420
7	448
8	476
9	504
10	532
11	560
12	588
13	616
14	644
15	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from Costa Rica, El Salvador, Guatemala, and Honduras on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category D in Annex **xx**, paragraph (d).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG20081115.

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

*Cheese*

6. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

Year	Quantity
	(Metric tons)
1	300
2	315
3	331
4	347
5	365
6	383
7	402
8	422
9	443
10	465
11	489
12	513
13	539
14	566
15	594
16	624
17	655
18	688
19	722
20	unlimited

For El Salvador:

Year	Quantity
	(Metric tons)
1	450
2	473
3	496
4	521
5	547
6	574

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

7	603
8	633
9	665
10	698
11	733
12	770
13	808
14	849
15	891
16	936
17	982
18	1,031
19	1,083
20	unlimited

For Guatemala:

Year	Quantity
	(Metric tons)
1	500
2	525
3	551
4	579
5	608
6	638
7	670
8	704
9	739
10	776
11	814
12	855
13	898
14	943
15	990
16	1,039
17	1,091
18	1,146
19	1,203
20	unlimited

For Honduras:

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

Year	Quantity
	(Metric tons)
1	350
2	368
3	386
4	405
5	425
6	447
7	469
8	492
9	517
10	543
11	570
12	599
13	629
14	660
15	693
16	728
17	764
18	802
19	842
20	unlimited

For Nicaragua:

Year	Quantity
	(Metric tons)
1	625
2	656
3	689
4	724
5	760
6	798
7	838
8	879
9	923
10	970
11	1,018
12	1,069
13	1,122
14	1,179

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

15	1,237
16	1,299
17	1,364
18	1,433
19	1,504
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category F in Annex **xx**, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG04061008, AG04061018, AG04061028, AG04061038, AG04061048,  
AG04061058, AG04061068, AG04061078, AG04061088, AG04062028,  
AG04062033, AG04062039, AG04062048, AG04062053, AG04062063,  
AG04062067, AG04062071, AG04062075, AG04062079, AG04062083,  
AG04062087, AG04062091, AG04063018, AG04063028, AG04063038,  
AG04063048, AG04063053, AG04063063, AG04063067, AG04063071,  
AG04063075, AG04063079, AG04063083, AG04063087, AG04063091,  
AG04064070, AG04069012, AG04069018, AG04069032, AG04069037,  
AG04069042, AG04069048, AG04069054, AG04069068, AG04069074,  
AG04069078, AG04069084, AG04069088, AG04069092, AG04069094,  
AG04069097 and AG19019036.
- (d) The aggregate quantity of goods entered under the provisions listed in subparagraph (e) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Nicaragua

Year	Quantity (Metric tons)
1	250
2	263
3	276
4	289
5	304
6	319
7	335

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

8	352
9	369
10	388
11	407
12	428
13	449
14	471
15	495
16	520
17	546
18	573
19	602
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (e) Subparagraph (d) applies to the following Table 1 provisions: AG04061008, AG04061088, AG04062091, AG04063091, AG04063091, and AG04069097.

*Milk Powder*

7. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	50
2	53
3	55
4	58
5	61
6	64
7	67
8	70
9	74
10	78
11	81
12	86

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

13	90
14	94
15	99
16	104
17	109
18	115
19	120
20	unlimited

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from El Salvador, Guatemala, Honduras and Nicaragua on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex **xx**, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions: AG04021050, AG04022125, AG04022150, AG04039055, AG04039045, AG04041090, AG23099028 and AG23099048.

*Butter*

8. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	50
2	53
3	55
4	58
5	61
6	64
7	67
8	70
9	74
10	78
11	81
12	86

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

13	90
14	94
15	99
16	104
17	109
18	115
19	120
20	unlimited

For El Salvador:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	60
2	63
3	66
4	69
5	73
6	77
7	80
8	84
9	89
10	93
11	98
12	103
13	108
14	113
15	119
16	125
17	131
18	138
19	144
20	unlimited

For Honduras:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	100
2	105
3	110
4	116



**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

5	122
6	128
7	134
8	141
9	148
10	155
11	163
12	171
13	180
14	189
15	198
16	208
17	218
18	229
19	241
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from Guatemala and Nicaragua on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex xx, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG04013075, AG04022190, AG04039065, AG04039078, AG04051020,  
AG04052030, AG04059020, AG21069026, and AG21069036.

*Other Dairy Products*

- 9. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

Year	Quantity
	(Metric tons)
1	150
2	158
3	165

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

4	174
5	182
6	191
7	201
8	211
9	222
10	233
11	244
12	257
13	269
14	283
15	297
16	312
17	327
18	344
19	361
20	unlimited

For El Salvador:

Year	Quantity (Metric tons)
1	120
2	126
3	132
4	139
5	146
6	153
7	161
8	169
9	177
10	186
11	195
12	205
13	216
14	226
15	238
16	249
17	262
18	275
19	289

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

20 unlimited

For Guatemala:

Year	Quantity
	(Metric tons)
1	250
2	263
3	276
4	289
5	304
6	319
7	335
8	352
9	369
10	388
11	407
12	428
13	449
14	471
15	495
16	520
17	546
18	573
19	602
20	unlimited

For Nicaragua:

Year	Quantity
	(Metric tons)
1	100
2	105
3	110
4	116
5	122
6	128
7	134
8	141
9	148
10	155
11	163

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

12	171
13	180
14	189
15	198
16	208
17	218
18	229
19	241
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods entered from Honduras on provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex **xx**, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG04022950, AG04029170, AG04029190, AG04029945, AG04029955,  
AG04029990, AG04031050, AG04039095, AG04041015, AG04049050,  
AG04052070, AG15179060, AG17049058, AG18062026, AG18062028,  
AG18062036, AG18062038, AG18062082, AG18062083, AG18062087,  
AG18062089, AG18063206, AG18063208, AG18063216, AG18063218,  
AG18063270, AG18063280, AG18069008, AG18069010, AG18069018,  
AG18069020, AG18069028, AG18069030, AG19011030, AG19011040,  
AG19011075, AG19011085, AG19012015, AG19012050, AG19019043,  
AG19019047, AG21050040, AG21069009, AG21069066, AG21069087, and  
AG22029028.

*Ice Cream*

10. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

Year	Quantity (Liters)
1	97,087
2	101,941

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

3	107,038
4	112,390
5	118,010
6	123,910
7	130,106
8	136,611
9	143,442
10	150,614
11	158,144
12	166,052
13	174,354
14	183,072
15	192,226
16	201,837
17	211,929
18	222,525
19	233,651
20	unlimited

For El Salvador:

Year	Quantity
	(Liters)
1	77,670
2	81,554
3	85,631
4	89,913
5	94,408
6	99,129
7	104,085
8	109,289
9	114,754
10	120,492
11	126,516
12	132,842
13	139,484
14	146,458
15	153,781
16	161,470
17	169,544
18	178,021

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

19	186,922
20	unlimited

For Guatemala:

<u>Year</u>	<u>Quantity</u>
	(Liters)
1	194,174
2	203,883
3	214,077
4	224,781
5	236,020
6	247,821
7	260,212
8	273,222
9	286,883
10	301,228
11	316,289
12	332,103
13	348,709
14	366,144
15	384,451
16	403,674
17	423,857
18	445,050
19	467,303
20	unlimited

For Honduras:

<u>Year</u>	<u>Quantity</u>
	(Liters)
1	48,544
2	50,971
3	53,519
4	56,195
5	59,005
6	61,955
7	65,053
8	68,306
9	71,721
10	75,307

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

11	79,072
12	83,026
13	87,177
14	91,536
15	96,113
16	100,918
17	105,964
18	111,263
19	116,826
20	unlimited

For Nicaragua:

Year	Quantity (Liters)
1	266,989
2	280,338
3	294,355
4	309,073
5	324,527
6	340,753
7	357,791
8	375,680
9	394,464
10	414,188
11	434,897
12	456,642
13	479,474
14	503,448
15	528,620
16	555,051
17	582,804
18	611,944
19	642,541
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category F in Annex xx, paragraph (f).

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG21050020.

*Fluid Fresh & Sour Cream*

11. (a) The aggregate quantity of goods entered under the provisions listed in subparagraph (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each such year:

For Costa Rica:

Year	Quantity (Liters)
1	407,461
2	427,834
3	449,226
4	471,687
5	495,271
6	520,035
7	546,037
8	573,339
9	602,006
10	632,106
11	663,711
12	696,897
13	731,741
14	768,329
15	806,745
16	847,082
17	889,436
18	933,908
19	980,604
20	unlimited

For El Salvador:

Year	Quantity (Liters)
1	366,715
2	385,051
3	404,303



**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

4	424,518
5	445,744
6	468,032
7	491,433
8	516,005
9	541,805
10	568,895
11	597,340
12	627,207
13	658,567
14	691,496
15	726,070
16	762,374
17	800,493
18	840,517
19	882,543
20	unlimited

For Guatemala:

Year	Quantity
	(Liters)
1	305,596
2	320,876
3	336,919
4	353,765
5	371,454
6	390,026
7	409,528
8	430,004
9	451,504
10	474,079
11	497,783
12	522,672
13	548,806
14	576,246
15	605,059
16	635,312
17	667,077
18	700,431
19	735,453

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

20 unlimited

For Honduras:

<u>Year</u>	<u>Quantity</u>
	(Liters)
1	560,259
2	588,272
3	617,685
4	648,570
5	680,998
6	715,048
7	750,801
8	788,341
9	827,758
10	869,145
11	912,603
12	958,233
13	1,006,145
14	1,056,452
15	1,109,274
16	1,164,738
17	1,222,975
18	1,284,124
19	1,348,330
20	unlimited

For Nicaragua:

<u>Year</u>	<u>Quantity</u>
	(Liters)
1	254,663
2	267,396
3	280,766
4	294,804
5	309,545
6	325,022
7	341,273
8	358,337
9	376,253
10	395,066
11	414,819

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

12	435,560
13	457,338
14	480,205
15	504,216
16	529,426
17	555,898
18	583,693
19	612,877
20	unlimited

The quantities shall enter on a first-come, first-serve basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) shall be removed in accordance with the provisions of staging category F in Annex xx, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions:  
AG04013025 and AG04039016.

*Cotton*

- 12. (a) Duties on goods listed in subparagraph (b) shall be removed in accordance with the provisions of staging category D in Annex xx, paragraph xx.
- (b) Subparagraph (a) applies to the following Table 1 provisions: AG52010018, AG52010028, AG52010038, AG52010080, AG52029930, AG52030030.

*Tobacco*

- 13. (a) Duties on goods listed in subparagraph (a) shall be removed in accordance with the provisions of staging category D in Annex xx, paragraph xx.
- (b) Subparagraph (a) applies to the following Table 1 provisions: AG24011065, AG24012035, AG24012087, AG24013070, AG24031090, AG24039147, AG24039990.

*Ethyl Alcohol*

- 14. (a) The United States shall treat each other Party as a “beneficiary country” for purposes of section 423 of the Tax Reform Act of 1986, as amended (Pub. L. 99-

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

514) (“Section 423”), and any successor provisions. The United States shall apply Section 423 to each Party as follows:

- (i) in order to qualify for treatment under Section 423, goods entering the United States must satisfy the rules of origin set out in Annex 4.1 of this Agreement;
  - (ii) the United States shall set aside the allocations set out in subparagraph (b) for the exclusive use of Costa Rica and El Salvador; and
  - (iii) the remaining quota amount under Section 423 shall be made available to every beneficiary country.
- (b) The aggregate quota amount allocated to Costa Rica under Section 423 in any calendar year shall not exceed 31,000,000 gallons in any such year.

The aggregate quota amount allocated to El Salvador under Section 423 in any calendar year shall not exceed the lesser of the quantity specified below for each such year or 10 percent of the base quantity of dehydrated alcohol and mixtures established under Section 423 for that year:

<u>Year</u>	<u>Quantity</u>
	(Gallons)
1	6,604,322
2	7,925,186
3	9,246,051
4	10,566,915
5	11,887,779
6	13,208,644
7	14,529,508
8	15,850,372
9	17,171,237
10	18,492,101
11	19,812,966
12	21,133,830
13	22,454,694
14	23,775,559
15	25,096,423

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

After year 15, the in-quota quantity available to El Salvador shall increase by the lesser of 1,320,864 gallons each year or the difference between the previous year's in-quota quantity and 10 percent of the base quantity of dehydrated alcohol and mixtures established under Section 423 for that year.

- (c) For Costa Rica, El Salvador, Guatemala, Nicaragua and Honduras the base rates of duty on the goods listed in subparagraph (d) shall be removed in accordance with the provisions of staging category A in Annex **xx**, paragraph (a).
- (d) Subparagraphs (a) and (c) apply to the following Table 1 provisions:  
AG22071060 and AG22072000.

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

Table 1

<b>Heading</b>	<b>Article Description</b>
AG02011010	Provided for in subheading 02011010
AG02011050	Provided for in subheading 02011050
AG02012010	Provided for in subheading 02012010
AG02012030	Provided for in subheading 02012030
AG02012050	Provided for in subheading 02012050
AG02012080	Provided for in subheading 02012080
AG02013010	Provided for in subheading 02013010
AG02013030	Provided for in subheading 02013030
AG02013050	Provided for in subheading 02013050
AG02013080	Provided for in subheading 02013080
AG02021010	Provided for in subheading 02021010
AG02021050	Provided for in subheading 02021050
AG02022010	Provided for in subheading 02022010
AG02022030	Provided for in subheading 02022030
AG02022050	Provided for in subheading 02022050
AG02022080	Provided for in subheading 02022080
AG02023010	Provided for in subheading 02023010
AG02023030	Provided for in subheading 02023030
AG02023050	Provided for in subheading 02023050
AG02023080	Provided for in subheading 02023080
AG04013005	Provided for in subheading 04013005
AG04013025	Provided for in subheading 04013025
AG04013050	Provided for in subheading 04013050
AG04013075	Provided for in subheading 04013075
AG04021010	Provided for in subheading 04021010
AG04021050	Provided for in subheading 04021050
AG04022105	Provided for in subheading 04022105
AG04022125	Provided for in subheading 04022125
AG04022130	Provided for in subheading 04022130
AG04022150	Provided for in subheading 04022150
AG04022175	Provided for in subheading 04022175
AG04022190	Provided for in subheading 04022190
AG04022910	Provided for in subheading 04022910
AG04022950	Provided for in subheading 04022950
AG04029110	Provided for in subheading 04029110
AG04029130	Provided for in subheading 04029130
AG04029170	Provided for in subheading 04029170
AG04029190	Provided for in subheading 04029190
AG04029910	Provided for in subheading 04029910

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG04029930 Provided for in subheading 04029930  
AG04029945 Provided for in subheading 04029945  
AG04029955 Provided for in subheading 04029955  
AG04029970 Provided for in subheading 04029970  
AG04029990 Provided for in subheading 04029990  
AG04031010 Provided for in subheading 04031010  
AG04031050 Provided for in subheading 04031050  
AG04039004 Provided for in subheading 04039004  
AG04039016 Provided for in subheading 04039016  
AG04039041 Provided for in subheading 04039041  
AG04039045 Provided for in subheading 04039045  
AG04039051 Provided for in subheading 04039051  
AG04039055 Provided for in subheading 04039055  
AG04039061 Provided for in subheading 04039061  
AG04039065 Provided for in subheading 04039065  
AG04039074 Provided for in subheading 04039074  
AG04039078 Provided for in subheading 04039078  
AG04039090 Provided for in subheading 04039090  
AG04039095 Provided for in subheading 04039095  
AG04041011 Provided for in subheading 04041011  
AG04041015 Provided for in subheading 04041015  
AG04041050 Provided for in subheading 04041050  
AG04041090 Provided for in subheading 04041090  
AG04049030 Provided for in subheading 04049030  
AG04049050 Provided for in subheading 04049050  
AG04051010 Provided for in subheading 04051010  
AG04051020 Provided for in subheading 04051020  
AG04052020 Provided for in subheading 04052020  
AG04052030 Provided for in subheading 04052030  
AG04052060 Provided for in subheading 04052060  
AG04052070 Provided for in subheading 04052070  
AG04059010 Provided for in subheading 04059010  
AG04059020 Provided for in subheading 04059020  
AG04061004 Provided for in subheading 04061004  
AG04061008 Provided for in subheading 04061008  
AG04061014 Provided for in subheading 04061014  
AG04061018 Provided for in subheading 04061018  
AG04061024 Provided for in subheading 04061024  
AG04061028 Provided for in subheading 04061028  
AG04061034 Provided for in subheading 04061034  
AG04061038 Provided for in subheading 04061038  
AG04061044 Provided for in subheading 04061044

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG04061048 Provided for in subheading 04061048  
AG04061054 Provided for in subheading 04061054  
AG04061058 Provided for in subheading 04061058  
AG04061064 Provided for in subheading 04061064  
AG04061068 Provided for in subheading 04061068  
AG04061074 Provided for in subheading 04061074  
AG04061078 Provided for in subheading 04061078  
AG04061084 Provided for in subheading 04061084  
AG04061088 Provided for in subheading 04061088  
AG04062015 Provided for in subheading 04062015  
AG04062024 Provided for in subheading 04062024  
AG04062028 Provided for in subheading 04062028  
AG04062031 Provided for in subheading 04062031  
AG04062033 Provided for in subheading 04062033  
AG04062036 Provided for in subheading 04062036  
AG04062039 Provided for in subheading 04062039  
AG04062044 Provided for in subheading 04062044  
AG04062048 Provided for in subheading 04062048  
AG04062051 Provided for in subheading 04062051  
AG04062053 Provided for in subheading 04062053  
AG04062061 Provided for in subheading 04062061  
AG04062063 Provided for in subheading 04062063  
AG04062065 Provided for in subheading 04062065  
AG04062067 Provided for in subheading 04062067  
AG04062069 Provided for in subheading 04062069  
AG04062071 Provided for in subheading 04062071  
AG04062073 Provided for in subheading 04062073  
AG04062075 Provided for in subheading 04062075  
AG04062077 Provided for in subheading 04062077  
AG04062079 Provided for in subheading 04062079  
AG04062081 Provided for in subheading 04062081  
AG04062083 Provided for in subheading 04062083  
AG04062085 Provided for in subheading 04062085  
AG04062087 Provided for in subheading 04062087  
AG04062089 Provided for in subheading 04062089  
AG04062091 Provided for in subheading 04062091  
AG04063005 Provided for in subheading 04063005  
AG04063014 Provided for in subheading 04063014  
AG04063018 Provided for in subheading 04063018  
AG04063024 Provided for in subheading 04063024  
AG04063028 Provided for in subheading 04063028  
AG04063034 Provided for in subheading 04063034



**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG04063038 Provided for in subheading 04063038  
AG04063044 Provided for in subheading 04063044  
AG04063048 Provided for in subheading 04063048  
AG04063051 Provided for in subheading 04063051  
AG04063053 Provided for in subheading 04063053  
AG04063061 Provided for in subheading 04063061  
AG04063063 Provided for in subheading 04063063  
AG04063065 Provided for in subheading 04063065  
AG04063067 Provided for in subheading 04063067  
AG04063069 Provided for in subheading 04063069  
AG04063071 Provided for in subheading 04063071  
AG04063073 Provided for in subheading 04063073  
AG04063075 Provided for in subheading 04063075  
AG04063077 Provided for in subheading 04063077  
AG04063079 Provided for in subheading 04063079  
AG04063081 Provided for in subheading 04063081  
AG04063083 Provided for in subheading 04063083  
AG04063085 Provided for in subheading 04063085  
AG04063087 Provided for in subheading 04063087  
AG04063089 Provided for in subheading 04063089  
AG04063091 Provided for in subheading 04063091  
AG04064044 Provided for in subheading 04064044  
AG04064048 Provided for in subheading 04064048  
AG04064054 Provided for in subheading 04064054  
AG04064058 Provided for in subheading 04064058  
AG04064070 Provided for in subheading 04064070  
AG04069008 Provided for in subheading 04069008  
AG04069012 Provided for in subheading 04069012  
AG04069016 Provided for in subheading 04069016  
AG04069018 Provided for in subheading 04069018  
AG04069031 Provided for in subheading 04069031  
AG04069032 Provided for in subheading 04069032  
AG04069036 Provided for in subheading 04069036  
AG04069037 Provided for in subheading 04069037  
AG04069041 Provided for in subheading 04069041  
AG04069042 Provided for in subheading 04069042  
AG04069046 Provided for in subheading 04069046  
AG04069048 Provided for in subheading 04069048  
AG04069052 Provided for in subheading 04069052  
AG04069054 Provided for in subheading 04069054  
AG04069066 Provided for in subheading 04069066  
AG04069068 Provided for in subheading 04069068

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG04069072 Provided for in subheading 04069072  
AG04069074 Provided for in subheading 04069074  
AG04069076 Provided for in subheading 04069076  
AG04069078 Provided for in subheading 04069078  
AG04069082 Provided for in subheading 04069082  
AG04069084 Provided for in subheading 04069084  
AG04069086 Provided for in subheading 04069086  
AG04069088 Provided for in subheading 04069088  
AG04069090 Provided for in subheading 04069090  
AG04069092 Provided for in subheading 04069092  
AG04069093 Provided for in subheading 04069093  
AG04069094 Provided for in subheading 04069094  
AG04069095 Provided for in subheading 04069095  
AG04069097 Provided for in subheading 04069097  
AG12021040 Provided for in subheading 12021040  
AG12021080 Provided for in subheading 12021080  
AG12022040 Provided for in subheading 12022040  
AG12022080 Provided for in subheading 12022080  
AG15179050 Provided for in subheading 15179050  
AG15179060 Provided for in subheading 15179060  
AG17011110 Provided for in subheading 17011110  
AG17011150 Provided for in subheading 17011150  
AG17011210 Provided for in subheading 17011210  
AG17011250 Provided for in subheading 17011250  
AG17019110 Provided for in subheading 17019110  
AG17019130 Provided for in subheading 17019130  
AG17019144 Provided for in subheading 17019144  
AG17019148 Provided for in subheading 17019148  
AG17019154 Provided for in subheading 17019154  
AG17019158 Provided for in subheading 17019158  
AG17019910 Provided for in subheading 17019910  
AG17019950 Provided for in subheading 17019950  
AG17022024 Provided for in subheading 17022024  
AG17022028 Provided for in subheading 17022028  
AG17023024 Provided for in subheading 17023024  
AG17023028 Provided for in subheading 17023028  
AG17024024 Provided for in subheading 17024024  
AG17024028 Provided for in subheading 17024028  
AG17026024 Provided for in subheading 17026024  
AG17026028 Provided for in subheading 17026028  
AG17029010 Provided for in subheading 17029010  
AG17029020 Provided for in subheading 17029020

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG17029054 Provided for in subheading 17029054  
AG17029058 Provided for in subheading 17029058  
AG17029064 Provided for in subheading 17029064  
AG17029068 Provided for in subheading 17029068  
AG17049054 Provided for in subheading 17049054  
AG17049058 Provided for in subheading 17049058  
AG17049064 Provided for in subheading 17049064  
AG17049068 Provided for in subheading 17049068  
AG17049074 Provided for in subheading 17049074  
AG17049078 Provided for in subheading 17049078  
AG18061010 Provided for in subheading 18061010  
AG18061015 Provided for in subheading 18061015  
AG18061024 Provided for in subheading 18061024  
AG18061028 Provided for in subheading 18061028  
AG18061034 Provided for in subheading 18061034  
AG18061038 Provided for in subheading 18061038  
AG18061045 Provided for in subheading 18061045  
AG18061055 Provided for in subheading 18061055  
AG18061065 Provided for in subheading 18061065  
AG18061075 Provided for in subheading 18061075  
AG18062024 Provided for in subheading 18062024  
AG18062026 Provided for in subheading 18062026  
AG18062028 Provided for in subheading 18062028  
AG18062034 Provided for in subheading 18062034  
AG18062036 Provided for in subheading 18062036  
AG18062038 Provided for in subheading 18062038  
AG18062071 Provided for in subheading 18062071  
AG18062073 Provided for in subheading 18062073  
AG18062075 Provided for in subheading 18062075  
AG18062077 Provided for in subheading 18062077  
AG18062081 Provided for in subheading 18062081  
AG18062082 Provided for in subheading 18062082  
AG18062083 Provided for in subheading 18062083  
AG18062085 Provided for in subheading 18062085  
AG18062087 Provided for in subheading 18062087  
AG18062089 Provided for in subheading 18062089  
AG18062091 Provided for in subheading 18062091  
AG18062094 Provided for in subheading 18062094  
AG18062095 Provided for in subheading 18062095  
AG18062098 Provided for in subheading 18062098  
AG18063204 Provided for in subheading 18063204  
AG18063206 Provided for in subheading 18063206

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG18063208 Provided for in subheading 18063208  
AG18063214 Provided for in subheading 18063214  
AG18063216 Provided for in subheading 18063216  
AG18063218 Provided for in subheading 18063218  
AG18063260 Provided for in subheading 18063260  
AG18063270 Provided for in subheading 18063270  
AG18063280 Provided for in subheading 18063280  
AG18069005 Provided for in subheading 18069005  
AG18069008 Provided for in subheading 18069008  
AG18069010 Provided for in subheading 18069010  
AG18069015 Provided for in subheading 18069015  
AG18069018 Provided for in subheading 18069018  
AG18069020 Provided for in subheading 18069020  
AG18069025 Provided for in subheading 18069025  
AG18069028 Provided for in subheading 18069028  
AG18069030 Provided for in subheading 18069030  
AG18069035 Provided for in subheading 18069035  
AG18069039 Provided for in subheading 18069039  
AG18069045 Provided for in subheading 18069045  
AG18069049 Provided for in subheading 18069049  
AG18069055 Provided for in subheading 18069055  
AG18069059 Provided for in subheading 18069059  
AG19011015 Provided for in subheading 19011015  
AG19011030 Provided for in subheading 19011030  
AG19011035 Provided for in subheading 19011035  
AG19011040 Provided for in subheading 19011040  
AG19011060 Provided for in subheading 19011060  
AG19011075 Provided for in subheading 19011075  
AG19011080 Provided for in subheading 19011080  
AG19011085 Provided for in subheading 19011085  
AG19012005 Provided for in subheading 19012005  
AG19012015 Provided for in subheading 19012015  
AG19012020 Provided for in subheading 19012020  
AG19012025 Provided for in subheading 19012025  
AG19012030 Provided for in subheading 19012030  
AG19012035 Provided for in subheading 19012035  
AG19012045 Provided for in subheading 19012045  
AG19012050 Provided for in subheading 19012050  
AG19012055 Provided for in subheading 19012055  
AG19012060 Provided for in subheading 19012060  
AG19012065 Provided for in subheading 19012065  
AG19012070 Provided for in subheading 19012070

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG19019034 Provided for in subheading 19019034  
AG19019036 Provided for in subheading 19019036  
AG19019042 Provided for in subheading 19019042  
AG19019043 Provided for in subheading 19019043  
AG19019046 Provided for in subheading 19019046  
AG19019047 Provided for in subheading 19019047  
AG19019052 Provided for in subheading 19019052  
AG19019054 Provided for in subheading 19019054  
AG19019056 Provided for in subheading 19019056  
AG19019058 Provided for in subheading 19019058  
AG20081105 Provided for in subheading 20081105  
AG20081115 Provided for in subheading 20081115  
AG20081125 Provided for in subheading 20081125  
AG20081135 Provided for in subheading 20081135  
AG20081145 Provided for in subheading 20081145  
AG20081160 Provided for in subheading 20081160  
AG21011234 Provided for in subheading 21011234  
AG21011238 Provided for in subheading 21011238  
AG21011244 Provided for in subheading 21011244  
AG21011248 Provided for in subheading 21011248  
AG21011254 Provided for in subheading 21011254  
AG21011258 Provided for in subheading 21011258  
AG21012034 Provided for in subheading 21012034  
AG21012038 Provided for in subheading 21012038  
AG21012044 Provided for in subheading 21012044  
AG21012048 Provided for in subheading 21012048  
AG21012054 Provided for in subheading 21012054  
AG21012058 Provided for in subheading 21012058  
AG21039074 Provided for in subheading 21039074  
AG21039078 Provided for in subheading 21039078  
AG21050010 Provided for in subheading 21050010  
AG21050020 Provided for in subheading 21050020  
AG21050030 Provided for in subheading 21050030  
AG21050040 Provided for in subheading 21050040  
AG21069006 Provided for in subheading 21069006  
AG21069009 Provided for in subheading 21069009  
AG21069024 Provided for in subheading 21069024  
AG21069026 Provided for in subheading 21069026  
AG21069034 Provided for in subheading 21069034  
AG21069036 Provided for in subheading 21069036  
AG21069044 Provided for in subheading 21069044  
AG21069046 Provided for in subheading 21069046

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG21069064 Provided for in subheading 21069064  
AG21069066 Provided for in subheading 21069066  
AG21069068 Provided for in subheading 21069068  
AG21069072 Provided for in subheading 21069072  
AG21069074 Provided for in subheading 21069074  
AG21069076 Provided for in subheading 21069076  
AG21069078 Provided for in subheading 21069078  
AG21069080 Provided for in subheading 21069080  
AG21069085 Provided for in subheading 21069085  
AG21069087 Provided for in subheading 21069087  
AG21069089 Provided for in subheading 21069089  
AG21069091 Provided for in subheading 21069091  
AG21069092 Provided for in subheading 21069092  
AG21069094 Provided for in subheading 21069094  
AG21069095 Provided for in subheading 21069095  
AG21069097 Provided for in subheading 21069097  
AG22029024 Provided for in subheading 22029024  
AG22029028 Provided for in subheading 22029028  
AG23099024 Provided for in subheading 23099024  
AG23099028 Provided for in subheading 23099028  
AG23099044 Provided for in subheading 23099044  
AG23099048 Provided for in subheading 23099048  
AG24011063 Provided for in subheading 24011063  
AG24011065 Provided for in subheading 24011065  
AG24012033 Provided for in subheading 24012033  
AG24012035 Provided for in subheading 24012035  
AG24012085 Provided for in subheading 24012085  
AG24012087 Provided for in subheading 24012087  
AG24013033 Provided for in subheading 24013033  
AG24013035 Provided for in subheading 24013035  
AG24013037 Provided for in subheading 24013037  
AG24013070 Provided for in subheading 24013070  
AG24031060 Provided for in subheading 24031060  
AG24031090 Provided for in subheading 24031090  
AG24039145 Provided for in subheading 24039145  
AG24039147 Provided for in subheading 24039147  
AG24039960 Provided for in subheading 24039960  
AG24039990 Provided for in subheading 24039990  
AG52010014 Provided for in subheading 52010014  
AG52010018 Provided for in subheading 52010018  
AG52010024 Provided for in subheading 52010024  
AG52010028 Provided for in subheading 52010028

**DRAFT**  
**Subject to Legal Review for Accuracy, Clarity, and Consistency**  
**March 2, 2004**

AG52010034 Provided for in subheading 52010034  
AG52010038 Provided for in subheading 52010038  
AG52010060 Provided for in subheading 52010060  
AG52010080 Provided for in subheading 52010080  
AG52029910 Provided for in subheading 52029910  
AG52029930 Provided for in subheading 52029930  
AG52030010 Provided for in subheading 52030010  
AG52030030 Provided for in subheading 52030030