

ANNEX I

(referred to in Articles 60, 65, 68 and 71)

TARIFF ELIMINATION SCHEDULE OF THE COMMUNITY

Introductory note

The tariff schedule in this Annex contains the following four columns:

- (a) “HS heading 2002”: the headings used in the nomenclature of the Harmonised System, referred to in Article 62
- (b) “description”: description of the product falling under the heading
- (c) “base”: the basic customs duty from which the tariff elimination programme starts, referred to in Article 60(3)
- (d) “category”: the category or categories under which the product concerned falls for the purposes of tariff elimination. The categories, which are applicable to imports into the Community from Chile are the following, as established in Articles 65, 68 and 71:

“Year 0”: liberalisation at entry into force of the Agreement

“Year 3”: liberalisation over a transitional period of three years

“Year 4”: liberalisation over a transitional period of four years

“Year 7”: liberalisation over a transitional period of seven years

“Year 10”: liberalisation over a transitional period of ten years

“R”: tariff concession of 50% of the basic customs duty

“EP”: liberalisation concerns ad-valorem duty only, specific duty linked to the entry price is maintained

“SP”: liberalisation concerns ad-valorem duty only, specific duty is maintained

“PN”: no liberalisation as these products are covered by denominations protected in the Community

“TQ”: liberalisation within a tariff quota (for the specific conditions, see section 1)

This description of the tariff schedule is provided only for the purpose of facilitating the understanding of this Annex and does not purport to replace or modify the relevant provisions of Title II.

Section 1

Tariff quotas for products under category "TQ" referred to in Articles 68(2) and 71(5)

The following tariff concessions shall apply as from the date of entry into force of the Agreement on an annual basis to imports into the Community of products originating in Chile:

Agricultural products

1. The Community shall allow duty free importation of the following quantities and products with an increase by 10 per cent each year of the original quantity:

- (a) an aggregate quantity of 1,000 metric tonnes of products classified in headings 020120, 02013000, 020220 and 020230, listed in this Annex as "TQ(1)(a)";
- (b) an aggregate quantity of 3,500 metric tonnes of products classified in headings ex 0203, 160100, 160241, 160242 and 160249, listed in this Annex as "TQ(1)(b)";
- (c) a quantity of 2,000 metric tonnes of products classified in headings 0204, listed in this Annex as "TQ(1)(c)"; and
- (d) an aggregate quantity of 7,250 metric tonnes of products classified in headings 020711, 020712, 020713, 020714, 020724, 020725, 020726, 020727, 02073211, 02073215, 02073219, 02073311, 02073319, 02073515, 02073521, 02073553, 02073563, 02073571, 02073615, 02073621, 02073653, 02073663, 02073671, 160231 and 160232, listed in this Annex as "TQ(1)(d)".

2. The Community shall allow duty free importation of the following quantities and products and with an increase by 5 per cent each year of the original quantity:

- (a) a quantity of 1,500 metric tonnes of products classified in heading 0406, listed in this Annex as "TQ(2)(a)";
- (b) a quantity of 500 metric tonnes of products classified in heading 07032000, listed in this Annex as "TQ(2)(b)";
- (c) a quantity of 1,000 metric tonnes of products classified in heading 1104, listed in this Annex as "TQ(2)(c)";
- (d) an aggregate quantity of 500 metric tonnes of products classified in headings 20031020 and 20031030, listed in this Annex as "TQ(2)(d)";
- (e) a quantity of 1,000 metric tonnes of products classified in heading 20086019, listed in this Annex as "TQ(2)(e)";
- (f) a quantity of 37,000 metric tonnes of products classified in heading 08061010, in the period from 1 January until 14 July, listed in this Annex as "TQ(2)(f)"; and
- (g) a quantity of 3,000 metric tonnes of products classified in heading 08061010, in the period from 1 November until 31 December, listed in this Annex as "TQ(2)(g)".

Processed agricultural products

3. The Community shall allow the duty free importation of the following quantities and products:

- (a) an aggregate quantity of 400 metric tonnes of products classified in headings 17041011, 17041019, 17041091, 17041099, 17049010, 17049030, 17049051,

17049055, 17049061, 17049065, 17049071, 17049075, 17049081, 17049099, listed in this Annex as “TQ(3)(a)”;

- (b) an aggregate quantity of 400 metric tonnes of products classified in headings 18062010, 18062030, 18062050, 18062070, 18062080, 18062095, 18063100, 18063210, 18063290, 18069011, 18069019, 18069031, 18069039, 18069050, 18069060, 18069070, 18069090, listed in this Annex as “TQ(3)(b)”;
- (c) an aggregate quantity of 500 metric tonnes of products classified in headings 19053111, 19053119, 19053130, 19053191, 19053199, 19053211, 19053219, 19053291, 19053299, 19059040, 19059045, listed in this Annex as “TQ(3)(c)”.

Fisheries products

4. The Community shall allow the importation of the following quantities and products and with a gradual elimination of the customs duty in ten equal stages, the first taking place on the date of entry into force of this Agreement and the other nine on 1 January of each successive year, so that the customs duty is completely eliminated by 1 January of the tenth year after entry into force of the Agreement :

- (a) an aggregate quantity of 5,000 metric tonnes of products classified in headings 03026966, 03026967, 03026968 and 03026969, listed in this Annex as “TQ(4)(a)”;
- and
- (b) an aggregate quantity of 40 metric tonnes of products classified in headings 03053030 and 03054100 , listed in this Annex as “TQ(4)(b)”.

The in-quota basic customs duty from which the tariff elimination shall start shall be the effectively applied duty at the entry into force of this Agreement.

5. The Community shall allow importation of an aggregate quantity of 150 metric tonnes of preserved tuna excluding fillets known as “loins” classified in headings 16041411, 16041418, 16041939 and 16042070 and listed in this Annex as “TQ(5)” with a preferential customs duty of one third of the MFN duty applicable at the time of importation.

Section 2

The currently applicable entry prices for products listed under category “EP” in this annex are set out in Appendix I.