ANNEX II

(Referred to in Articles 60, 66, 69)

TARIFF ELIMINATION SCHEDULE OF CHILE

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 Chile from the Community are the following, as established in Articles 66, 69 and 72:
 - "Year 0": liberalisation at entry into force of the Agreement
 - "Year 5": liberalisation over a transitional period of five years
 - "Year 7": liberalisation over a transitional period of seven years
 - "Year 10": liberalisation over a transitional period of ten years

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

[&]quot;TQ": liberalisation within a tariff quota (for the specific conditions, see section 1)

Section 1

Tariff quotas for products under category "TQ" referred to in Article 69(2) and 72(2)

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

Agricultural products

- 1. Chile shall allow duty free importation of 1,500 metric tonnes of products classified in heading 0406, listed in this Annex as "TQ(1)(a)", with an increase by 5% each year of the original quantity.
- 2. Chile shall allow duty free importation for an aggregate quantity of 3,000 metric tonnes for products included in headings 1509.10.00, 1509.90.00 y 1510.00.00, listed in this Annex as "TQ(2)(a)", with an increase by 5% each year of the original quantity.

Fisheries products

- 3. Chile 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 remaining 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 this Agreement:
- (a) an aggregate quantity of 5,000 metric tonnes for products classified in headings 0302.69.21, 0302.69.22, 0302.69.23, 0302.69.24 and 0302.69.29, listed in this Annex as "TQ(3)(a)"; and
- (b) an aggregate quantity of 40 metric tonnes for products classified in headings 0305.30.10, 0305.41.10, 0305.41.20, 0305.41.30, 0305.41.40, 0305.41.50, 0305.41.60 and 0305.41.90, listed in this Annex as "TQ(3)(b)".
- 4. Chile shall allow importation of an aggregate quantity of 150 metric tonnes for products classified in headings ex 1604.14.10, ex 1604.14.20, ex 1604.19.90, ex 1604.20.10 and ex 1604.20.90, excluding fillets known as "loins", listed in this Annex as "TQ(4)" with a preferential customs duty of one third of the MFN duty applicable at the time of importation.