

## ANNEX 3

### REDUCTION AND/OR ELIMINATION OF CUSTOMS DUTIES

#### Section 1: Schedule of Chile

##### Customs Duties on Imports Originating in Malaysia

##### Introductory notes

- I. The tariff schedule in this Annex contains the following four columns:
- 1) **Code:** the code used in the nomenclature of the Harmonised System (HS) 2007.
  - 2) **Description:** description of the product falling under the heading.
  - 3) **Tariff:** the basic customs duty from which the tariff reduction and/or elimination programme starts.
  - 4) **Category:** the category under which the product concerned falls for the purposes of tariff reduction and/or elimination.
- II. The categories which are applicable to imports into Chile from Malaysia are the following:
- 1) **Year 0:** Customs duties shall be eliminated entirely and such goods shall be duty-free on the date this Agreement enters into force.

Category		entry into force
Year 0	Margin of preference	100%

- 2) **Year 3:** Customs duties shall be removed in three stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective January 1st of year two.

Category		entry into force	year one	year two
Year 3	Margin of preference	33.3%	66.6%	100%

- 3) **Year 5:** Customs duties shall be removed in five stages beginning on the date this Agreement enters into force, and such goods shall be duty-free, effective January 1st of year four.

<b>Category</b>		<b>entry into force</b>	<b>year one</b>	<b>year two</b>	<b>year three</b>	<b>year four</b>
<b>Year 5</b>	Margin of preference	20.0%	40.0%	60.0%	80.0%	100%

- 4) **“EXCL”** : These products are not subject to tariff reduction and/or elimination.

## Section 2: Schedule of Malaysia

### Customs Duties on Imports Originating in Chile

#### Introductory notes

- I. The tariff schedule in this Annex contains the following five columns:
- 1) **Code:** the code used in the nomenclature of the Harmonised System (HS) 2007.
  - 2) **Description:** description of the product falling under the heading.
  - 3) **Tariff:** the basic customs duty from which the tariff reduction and/or elimination programme starts.
  - 4) **Category:** the category under which the product concerned falls for the purposes of tariff elimination.
  - 5) **TQ:** liberalisation within a tariff quota.
- II. The categories which are applicable to imports into Malaysia from Chile are the following:
- 1) **NT1:** Customs duties shall be eliminated entirely and such goods shall be duty-free on the date this Agreement enters into force.

Category		entry into force
NT1	Margin of preference	100%

- 2) **NT2:** Customs duties shall be removed in three stages from the date this Agreement enters into force, and such goods shall be duty-free, effective January 1st of year two.

Category		entry into force	year one	year two
NT2	Margin of preference	33.3%	66.6%	100%

- 3) **SL:** Customs duties shall be reduced in five stages from the date this Agreement enters into force, and such goods shall have a tariff of 5%, at January 1st of year four.

Category		entry into force	year one	year two	year three	year four
SL	Margin of preference	20%	40%	60%	80%	100% with tariff capped at 5%

- 4) **TQ:** The tariff headings in the following chart will receive a tariff preference of a 100% for the quantities shown below:

HS Code	Description	Unit	In-quota volume	In-quota tariff	Out-quota tariff
0207 11 000	Of fowls of the species gallus domesticus: Not cut in pieces, fresh or chilled	Metric tonnes	1.000	0	20
0207 12 000	Of fowls of the species gallus domesticus:	Metric tonnes	1.000	0	20
0207 13 000	Of fowls of the species gallus domesticus: cuts and offal, fresh or chilled	Metric tonnes	1.000	0	20
0207 14 000	Of fowls of the species gallus domesticus: cuts and offal, frozen	Metric tonnes	1.000	0	20

Poultry quota for products HS0207.11.000, HS0207.12.000, HS0207.13.000 and HS0207.14.000 shall be increased at a rate of 5% per annum.

- 5) **EL:** These products are not subject to tariff reduction/and or elimination.