

TARIFF ELIMINATION SCHEDULE

SECTION A

GENERAL PROVISIONS

1. This Annex specifies the obligations of each Party with regard to the reduction or elimination of customs duties in accordance with Article 2.4.
2. Each Party shall reduce or eliminate customs duties pursuant to paragraph 1 of Article 2.4 in accordance with the tariff elimination schedule set out in:
 - (a) for the European Union, Appendix 2-A-1; and
 - (b) for MERCOSUR, Appendix 2-A-2.

3. The provisions set out in Appendix 2-A-1 are generally expressed in terms of the Combined Nomenclature 2013 ("CN 2013")¹, which is based on the Harmonized System. The interpretation of the provisions of Appendix 2-A-1, including the product coverage of subheadings of that Schedule, shall be governed by the General Notes, Section Notes, and Chapter Notes of the CN 2013. To the extent that provisions of Appendix 2-A-1 are identical to the corresponding provisions of the CN 2013, the provisions of that Schedule shall have the same meaning as the corresponding provisions of the CN 2013. Without prejudice to Article 2.4(6), all references to "See remarks" in the column "Base rate" of Appendix 2-A-1 are to be understood as a reference to Column 3 of Part 2 ("Conventional rate of duty") of Commission Implementing Regulation (EU) No 927/2012 of 9 October 2012 amending Annex I of Council Regulation (EEC) No 2658/87 on the tariff and statistical nomenclature and on the Common Customs Tariff.
4. The provisions set out in Appendix 2-A-2 are generally expressed in terms of the Mercosur Common Nomenclature 2012 ("NCM 2012")², which is based on the Harmonized Commodity Description and Coding System. The interpretation of the provisions of Appendix 2-A-2, including the product coverage of subheadings of that Schedule, shall be governed by the General Notes, Section Notes and Chapter Notes of the NCM 2012. To the extent that provisions of Appendix 2-A-2 are identical to the corresponding provisions of the NCM 2012, the provisions of that Schedule shall have the same meaning as the corresponding provisions of the NCM 2012.

¹ CN 2013 is set out in Commission Implementing Regulation (EU) No 927/2012 of 9 October 2012 amending Annex I to Council Regulation (EEC) No 2658/87 on the tariff and statistical nomenclature and on the Common Customs Tariff.

² Set out in RES GMC No 05/2011 of 17 June 2011 and modifications.

5. For the purposes of this Annex, "year 0" means the period of time beginning on the date of entry into force of this Agreement and ending on 31 December of the same calendar year. "Year 1" begins on 1 January of the year following the calendar year in which the Agreement enters into force and ends on 31 December of that calendar year, with each subsequent reduction taking effect on 1 January of each subsequent year.
6. For originating goods from the other Party, the following staging categories apply to the elimination or reduction of customs duties by each Party pursuant to paragraph 1 of Article 2.4:
 - (a) customs duties on originating goods provided for in the items in the staging category "0" in the tariff elimination schedule of a Party shall be eliminated immediately, and such goods shall be duty-free as of the entry into force of this Agreement;
 - (b) customs duties on originating goods provided for in the items in the staging category "4" in the tariff elimination schedule of a Party shall be eliminated in 5 (five) equal annual stages, and such goods shall be duty-free on 1 January of "year 4";
 - (c) customs duties on originating goods provided for in the items in the staging category "7" in the tariff elimination schedule of a Party shall be eliminated in 8 (eight) equal annual stages, and such goods shall be duty-free on 1 January of year 7;
 - (d) customs duties on originating goods provided for in the items in the staging category "8" in the tariff elimination schedule of a Party shall be eliminated in 9 (nine) equal annual stages, and such goods shall be duty-free on 1 January of year 8;

- (e) customs duties on originating goods provided for in the items in the staging category "10" in the tariff elimination schedule of a Party shall be eliminated in 11 (eleven) equal annual stages, and such goods shall be duty-free on 1 January of year 10;
- (f) customs duties on originating goods provided for in the items in the staging category "SW/12" in the tariff elimination schedule of a Party shall be eliminated immediately, and such goods shall be duty-free as of the entry into force of this Agreement if the customs value is equal or higher than 8 (eight) USD FOB/litre; if the customs value is below 8 (eight) USD FOB/litre, such goods shall remain at the base rate of customs duty set out in each Party's Schedule for 12 (twelve) years after the entry into force of this Agreement, and thereafter shall be eliminated in full and be duty-free on 1 January of year 12;
- (g) customs duties on originating goods provided for in the items in the staging category "15" in the tariff elimination schedule of a Party shall be eliminated in 16 (sixteen) equal annual stages, and such goods shall be duty-free on 1 January of year 15;

(h) customs duties on originating goods provided for in the items in the staging category "15V" in Appendix 2-A-2(*) shall remain at the base rate until the end of year 6, subject to paragraphs 7 and 8 of Article 2.4 of this Agreement; as of 1 January of year 7, duties shall be eliminated in annual stages in accordance with the table entitled Chronogram of tariff elimination, and such goods shall be duty-free on 1 January of year 15; in addition, customs duties on such goods shall be subject to a 50 % (fifty per cent) reduction of the base rate upon entry into force and until the end of year 8 within an annual quota of 50 000 (fifty thousand) units; the annual quota shall be allocated among MERCOSUR members according to the following distribution on a first-come-first-served basis:

(i) Argentina: 15 500 (fifteen thousand five hundred) units;

(ii) Brazil: 32 000 (thirty-two thousand) units;

(iii) Paraguay: 750 (seven hundred and fifty) units; and

(iv) Uruguay: 1 750 (one thousand seven hundred and fifty) units.

(*) For greater certainty, this point applies to originating goods classified in the following tariff items: 8701.91.00, 8701.92.00, 8701.93.00, 8701.94.90, 8701.95.90, 8703.21.00, 8703.22.10, 8703.23.10, 8703.24.10, 8703.24.90, 8703.33.10, 8703.33.90, 8704.21.90, and 8704.31.90 (NCM 2022).

Chronogram of tariff elimination

Category	Year 0	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14	Year 15
0	100 %															
4	20 %	40 %	60 %	80 %	100 %											
7	12,5 %	25 %	37,5 %	50 %	62,5 %	75 %	87,5 %	100 %								
8	11,1 %	22,2 %	33,3 %	44,4 %	55,6 %	66,7 %	77,8 %	88,9 %	100 %							
10	9,1 %	18,2 %	27,3 %	36,4 %	45,5 %	54,6 %	63,6 %	72,7 %	81,8 %	90,9 %	100 %					
15	6,3 %	12,5 %	18,8 %	25 %	31,3 %	37,5 %	43,8 %	50 %	56,3 %	62,5 %	68,8 %	75,0 %	81,3 %	87,5 %	93,8 %	100 %
15V	0 %	0 %	0 %	0 %	0 %	0 %	0 %	19 %	38,1 %	57,1 %	64,3 %	71,4 %	78,6 %	85,7 %	92,9 %	100 %

- (i) customs duties on originating electric and hybrid vehicles, classified under HS 2022 codes 8703.40, 8703.50, 8703.60, 8703.70 and 8703.80 except for hydrogen fuel cell vehicles – for greater certainty, these codes correspond to NCM 2012 codes 8703 90 00, ex 8703 21, ex 8703 22, ex 8703 23, ex 8703 24, ex 8703 31, ex 8703 32 and ex 8703 33 – shall be subject to the following treatment:

- (i) shall be subject to a 28,6 % (twenty-eight point six per cent) reduction of the base rate upon entry into force of this Agreement and until the end of year 5 (five), and thereby set at 25 % (twenty-five per cent) for goods imported into Argentina or Brazil, 16,4 % (sixteen point four per cent) for goods imported into Uruguay, and 14,3 % (fourteen point three per cent) for goods imported into Paraguay;

- (ii) as of 1 (first) January of year 6 (six), the remaining duties shall be eliminated in accordance with the table below and such vehicles shall be duty free as of 1 (first) January of year 18 (eighteen).

Year	Argentina, Brazil	Paraguay	Uruguay	Reduction
0	25,0	14,3	16,4	28,6 %
1	25,0	14,3	16,4	28,6 %
2	25,0	14,3	16,4	28,6 %
3	25,0	14,3	16,4	28,6 %
4	25,0	14,3	16,4	28,6 %
5	25,0	14,3	16,4	28,6 %
6	20,0	11,4	13,1	42,9 %
7	20,0	11,4	13,1	42,9 %
8	20,0	11,4	13,1	42,9 %
9	15,0	8,6	9,9	57,1 %
10	15,0	8,6	9,9	57,1 %
11	15,0	8,6	9,9	57,1 %
12	10,0	5,7	6,6	71,4 %
13	10,0	5,7	6,6	71,4 %
14	10,0	5,7	6,6	71,4 %
15	5,0	2,9	3,3	85,7 %
16	5,0	2,9	3,3	85,7 %
17	5,0	2,9	3,3	85,7 %
18	—	—	—	100,0 %

- (j) Customs duties on originating hydrogen fuel cell vehicles, classified under a sub-set of HS 2022 code 8703.80 corresponding to vehicles when powered by hydrogen fuel cell, shall be subject to the following treatment:

Customs duties on originating hydrogen fuel cell vehicles, classified under ex 8703.80:

- (i) shall remain at the base rate until the end of year 6 (six);
- (ii) as of 1 (first) January of year 7 (seven) and until the end of year 12 (twelve), shall be subject to a 28,6 % (twenty-eight point six per cent) reduction of the base rate and thereby set at 25 % (twenty-five per cent) for goods imported into Argentina or Brazil, 16,4 % (sixteen point four per cent) for goods imported into Uruguay, and 14,3 % (fourteen point three per cent) for goods imported into Paraguay;

- (iii) as of 1 (first) January of year 13 (thirteen), the remaining duties shall be eliminated in accordance with the table below and such vehicles shall be duty-free as of 1 (first) January of year 25 (twenty-five).

Year	Argentina, Brazil	Paraguay	Uruguay	Reduction
0 – 6	35	20	23	–
7 – 12	25,0	14,3	16,4	28,6 %
13	20,0	11,4	13,1	42,9 %
14	20,0	11,4	13,1	42,9 %
15	20,0	11,4	13,1	42,9 %
16	15,0	8,6	9,9	57,1 %
17	15,0	8,6	9,9	57,1 %
18	15,0	8,6	9,9	57,1 %
19	10,0	5,7	6,6	71,4 %
20	10,0	5,7	6,6	71,4 %
21	10,0	5,7	6,6	71,4 %
22	5,0	2,9	3,3	85,7 %
23	5,0	2,9	3,3	85,7 %
24	5,0	2,9	3,3	85,7 %
25	–	–	–	100,0 %

- (k) Customs duties on originating vehicles classified under subheading HS 2022 code 8703.90:

- (i) shall remain at the base rate until the end of year 6 (six);

- (ii) as of 1 (first) January of year 7 (seven) and until the end of year 17 (seventeen), shall be subject to a 28,6 % (twenty-eight point six per cent) reduction of the base rate, and thereby set at 25 % (twenty-five per cent) for goods imported into Argentina or Brazil, 16,4 % (sixteen point four per cent) for goods imported into Uruguay, and 14,3 % (fourteen point three per cent) for goods imported into Paraguay;
- (iii) as of 1 (first) January of year 18 (eighteen), the remaining duties shall be eliminated in accordance with the table below, and such vehicles shall be duty-free as of 1 (first) January of year 30 (thirty).

Year	Argentina, Brazil	Paraguay	Uruguay	Reduction
0 – 6	35,0	20,0	23,0	–
7 – 17	25,0	14,3	16,4	28,6 %
18	20,0	11,4	13,1	42,9 %
19	20,0	11,4	13,1	42,9 %
20	20,0	11,4	13,1	42,9 %
21	15,0	8,6	9,9	57,1 %
22	15,0	8,6	9,9	57,1 %
23	15,0	8,6	9,9	57,1 %
24	10,0	5,7	6,6	71,4 %
25	10,0	5,7	6,6	71,4 %
26	10,0	5,7	6,6	71,4 %
27	5,0	2,9	3,3	85,7 %
28	5,0	2,9	3,3	85,7 %
29	5,0	2,9	3,3	85,7 %
30	–	–	–	100,0 %

- (l) customs duties on originating goods marked with the notation "CH1" set out in Appendix 2-A-2 shall be subject to the following in-quota tariff rates in the aggregate quantities set out below, with no country allocation for the quotas of subheadings 1806.20 and 1806.90 of NCM 2012 which shall be administered on a first-come-first-served basis:

Subheading 1806.20			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	16,2 %	1 710	18 %
Year 1	14,4 %	2 091	18 %
Year 2	12,6 %	2 472	18 %
Year 3	10,8 %	2 853	18 %
Year 4	9,0 %	3 234	18 %
Year 5	7,2 %	3 615	18 %
Year 6	5,4 %	3 996	18 %
Year 7	3,6 %	4 377	18 %
Year 8	1,8 %	4 760	18 %
Year 9 and subsequent years	0 %	no quota	0 %

Subheading 1806.90			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty*
Year 0	18,0 %	6 320	20 %
Year 1	16,0 %	7 735	20 %
Year 2	14,0 %	9 150	20 %
Year 3	12,0 %	10 565	20 %
Year 4	10,0 %	11 980	20 %
Year 5	8,0 %	13 395	20 %
Year 6	6,0 %	14 810	20 %
Year 7	4,0 %	16 225	20 %
Year 8	2,0 %	17 640	20 %
Year 9 and subsequent years	0 %	no quota	0 %

* Paraguay's out-of-quota duty shall be 2 % (two per cent), as set out in Appendix 2-A-2, until the end of year 8.

- (m) customs duties on originating goods marked with the notation "CH2" set out in Appendix 2-A-2 shall be subject to the following in-quota tariff rates in the aggregate quantities set out below, with no country allocation for the quotas of NCM 1704.90.10 and subheadings 1806.10, 1806.31 and 1806.32, which will be administered on a first-come-first-served basis:

NCM 1704.90.10			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	18,7 %	771	20 %
Year 1	17,3 %	868	20 %
Year 2	16,0 %	965	20 %
Year 3	14,7 %	1 062	20 %
Year 4	13,3 %	1 159	20 %
Year 5	12,0 %	1 256	20 %
Year 6	10,7 %	1 353	20 %
Year 7	9,3 %	1 450	20 %
Year 8	8,0 %	1 547	20 %
Year 9	6,7 %	1 644	20 %
Year 10	5,3 %	1 741	20 %
Year 11	4,0 %	1 838	20 %
Year 12	2,7 %	1 935	20 %
Year 13	1,3 %	2 030	20 %
Year 14 and subsequent years	0 %	no quota	0 %

Subheading 1806.10			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	16,8 %	90	18 %
Year 1	15,6 %	94	18 %
Year 2	14,4 %	98	18 %
Year 3	13,2 %	102	18 %
Year 4	12,0 %	106	18 %
Year 5	10,8 %	110	18 %
Year 6	9,6 %	114	18 %
Year 7	8,4 %	118	18 %
Year 8	7,2 %	122	18 %
Year 9	6,0 %	126	18 %
Year 10	4,8 %	130	18 %
Year 11	3,6 %	134	18 %
Year 12	2,4 %	138	18 %
Year 13	1,2 %	150	18 %
Year 14 and subsequent years	0 %	no quota	0 %

Subheading 1806.31			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	18,7 %	1 890	20 %
Year 1	17,3 %	2 082	20 %
Year 2	16,0 %	2 274	20 %
Year 3	14,7 %	2 466	20 %
Year 4	13,3 %	2 658	20 %
Year 5	12,0 %	2 850	20 %
Year 6	10,7 %	3 042	20 %
Year 7	9,3 %	3 234	20 %
Year 8	8,0 %	3 426	20 %
Year 9	6,7 %	3 618	20 %
Year 10	5,3 %	3 810	20 %
Year 11	4,0 %	4 002	20 %
Year 12	2,7 %	4 194	20 %
Year 13	1,3 %	4 380	20 %
Year 14 and subsequent years	0 %	no quota	0 %

Subheading 1806.32			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	18,7 %	1 800	20 %
Year 1	17,3 %	2 062	20 %
Year 2	16,0 %	2 324	20 %
Year 3	14,7 %	2 586	20 %
Year 4	13,3 %	2 848	20 %
Year 5	12,0 %	3 110	20 %
Year 6	10,7 %	3 372	20 %
Year 7	9,3 %	3 634	20 %
Year 8	8,0 %	3 896	20 %
Year 9	6,7 %	4 158	20 %
Year 10	5,3 %	4 420	20 %
Year 11	4,0 %	4 682	20 %
Year 12	2,7 %	4 944	20 %
Year 13	1,3%	5 200	20 %
Year 14 and subsequent years	0 %	no quota	0 %

- (n) customs duties on originating goods marked with the notation "T1" set out in Appendix 2-A-2 shall be subject to the following in-quota tariff rates in the aggregate quantities set out below:

Subheading 2002.10			
Years	In-quota duty	Quota (metric tonne)	Out-of-quota duty
Year 0	12,6 %	7 500	14 %
Year 1	11,2 %	7 500	14 %
Year 2	9,8 %	7 500	14 %
Year 3	8,4 %	7 500	14 %
Year 4	7,0 %	7 500	14 %
Year 5	5,6 %	7 500	14 %
Year 6	4,2 %	7 500	14 %
Year 7	2,8 %	7 500	14 %
Year 8	1,4 %	7 500	14 %
Year 9 and subsequent years	0 %	no quota	0 %

- (o) customs duties on originating goods provided for in the items in the staging category "4-EG" in Appendix 2-A-1 shall be eliminated in 5 (five) equal annual stages, and such goods shall be duty-free as of 1 (first) January of year 4 (four). Originating goods classified under tariff lines 04072100 and 04079010 benefiting from the tariff elimination schedule in staging category "4-EG" shall be accompanied by a certificate of compliance with Council Directive 1999/74/EC or any equivalent animal welfare official standards. For greater certainty, this paragraph does not entail requirements for all MERCOSUR egg production system. The equivalence to the conditions established by the Council Directive shall be verified either by official certification or by third party certification;
- (p) customs duties on originating goods provided for in the items in the staging category "FP30 %" in the tariff elimination schedule of a Party shall be reduced by 30 % (thirty per cent) as of the entry into force of this Agreement;
- (q) customs duties on originating goods provided for in the items in the staging category "FP50 %" in the tariff elimination schedule of a Party shall be reduced by 50 % (fifty per cent) as of the entry into force of this Agreement;
- (r) customs duties on originating goods provided for in the items in the staging category "50 %" in Appendix 2-A-1 shall be reduced by 50 % (fifty per cent) in 5 (five) equal annual stages, and such goods shall be 50 % (fifty per cent) of the base rate on 1 January of year 4;

- (s) The *ad valorem* component of the customs duties on originating goods provided for in the items in the staging category "0/EP" in Appendix 2-A-1 shall be eliminated as of the date of entry into force of this Agreement; the tariff elimination shall apply to the *ad valorem* duty only; the specific duty on originating goods triggered in a situation where the import price falls below the entry price shall be maintained;
- (t) The *ad valorem* component of the customs duties on originating goods provided for in the items in the staging category "7/EP" in Appendix 2-A-1 shall be eliminated in 8 (eight) equal annual stages as of the date of entry into force of this Agreement; the tariff elimination shall apply to the *ad valorem* duty only; the specific duty on originating goods triggered in a situation where the import price falls below the entry price shall be maintained;
- (u) The *ad valorem* component of the customs duties on originating goods provided for in the items in the staging category "10/EP" in Appendix 2-A-1 shall be eliminated in 11 (eleven) equal annual stages as of the date of entry into force of this Agreement; the tariff elimination shall apply to the *ad valorem* duty only; the specific duty on originating goods triggered in a situation where the import price falls below the entry price shall be maintained;
- (v) Customs duties on originating goods provided for in the items in the staging category "E" in the tariff elimination schedule of a Party are excluded from tariff preferences and shall remain at the base rate of customs duty set out in that Party's Schedule;

- (w) Customs duties on originating goods provided for in the item in the staging category "BA" in Appendix 2-A-1 shall be 75 (seventy-five) EUR/metric tonne as of the entry into force of this Agreement;
 - (x) The *ad valorem* component of the customs duties on originating goods provided for in the items in the staging category " $0 + 10 \text{ EA} / \text{OS} \geq 70 \%$ " in Appendix 2-A-1 shall be eliminated as of the date of entry into force of this Agreement; the specific duty component (agricultural component) for products containing less than 70 % (seventy per cent) of sugar shall be eliminated in 11 (eleven) equal annual stages as of the entry into force of this Agreement, and such goods shall be duty-free on 1 January of year 10; tariff-rate quota (hereinafter referred to as "TRQ") of OS applies for products with a sugar content equal or above 70 % (seventy per cent) of net weight; and
 - (y) Customs duties on originating goods provided for in the items in the staging " $10 / \text{OS} \geq 70 \%$ " in Appendix 2-A-1 containing less than 70 % (seventy per cent) of sugar shall be eliminated in 11 (eleven) equal annual stages, and such goods shall be duty-free on 1 January of year 10; TRQ of OS applies for products containing a sugar content equal or above 70 % (seventy per cent) of net weight.
7. For the purposes of the elimination of customs duties in accordance with paragraph 4 of this Annex, interim staged duty rates shall be rounded down at least to the nearest 10th (tenth) of a percentage point or, if the rate of duty is expressed in monetary units, at least to the nearest 0,01 (zero point zero one) of the official monetary unit of the Party.

8. Customs duties on originating goods classified under the tariff lines indicated as TRQ (TRQ-XY) in column "Staging Category" in the tariff elimination schedule of a Party shall be governed by the terms of the TRQ for that specific tariff item, as set out in Sections B and C of this Annex, beginning on the date of entry into force of this Agreement. Section B of this Annex sets out the TRQ that the European Union shall apply upon the date of entry into force of this Agreement to certain originating goods of MERCOSUR. Section C of this Annex sets out the TRQ that MERCOSUR shall apply upon the date of entry into force of this Agreement of certain originating goods of the European Union.
9. For the purposes of the quotas set out in Sections B and C of this Annex and in paragraphs 6 (h), (l), (m) and (n) of this Section, if the entry into force of this Agreement corresponds to a date after 1 January and before 31 December of the same calendar year, the in-quota quantity shall be pro-rated on a proportional basis for the remainder of that calendar year. Thereafter, a Party shall make available the entire yearly quota quantity established in accordance with this Annex to quota applicants beginning on the first day of each TRQ year.
10. For the purposes of Sections B and C of this Annex, the term "metric tonnes" is abbreviated as "MT".
11. The product or products covered by each TRQ set out in Section B of this Annex are informally identified in the title to the paragraph setting out the TRQ. These titles are included solely to assist readers in understanding this Annex and shall not alter or supersede the coverage established through the identification of covered tariff items in the EU's Tariff and Statistical Nomenclature and in the Common Customs Tariff (TARIC).

12. The product or products covered by each TRQ set out in Section C of this Annex are informally identified in the title to the paragraph setting out the TRQ. These titles are included solely to assist readers in understanding this Annex and shall not alter or supersede the coverage established through the identification of covered tariff items in the NCM 2012.

SECTION B

TARIFF RATE QUOTAS OF THE EUROPEAN UNION

1. Tariff rate quota for fresh beef

- (a) Originating goods marked with the notation "TRQ-BF1" in Appendix 2-A-1 and listed in point (d) shall be subject to an in-quota tariff rate of 7,5 % (seven point five per cent) in the following aggregate quantities:

Year	Aggregate annual quantity (MT – carcass weight equivalent)
0	9 075
1	18 150
2	27 225
3	36 300
4	45 375
5 and each subsequent year	54 450

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E of this Annex shall be used to convert product weight to carcass weight equivalent.

- (d) This paragraph applies to originating goods classified in the following tariff items: 0201 10 00, 0201 20 20, 0201 20 30, 0201 20 50, 0201 20 90, 0201 30 00 and 0206 10 95.

2. High-quality fresh, chilled and frozen meat of bovine animals

Originating goods that are exported from Argentina, Brazil, Paraguay and Uruguay, and that are imported into the European Union under the European Union's existing 4 (four) WTO tariff quotas for high-quality fresh, chilled and frozen meat of bovine animals covered by CN tariff headings ex 0201 and ex 0202 and for products covered by CN tariff lines ex 0206 10 95 and ex 0206 29 91, as set out in Article 42 and Annex VIII of Commission Implementing Regulation (EU) 2020/761 of 17 December 2019¹ with quota order numbers 09.4450, 09.4452, 09.4453 and 09.4455, shall be duty-free on the date this Agreement enters into force.

¹ OJ EU L 185, 12.6.2020, p. 24.

3. Tariff rate quota for frozen beef, including for processing

- (a) Originating goods marked with the notation "TRQ-BF2" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be subject to an in-quota tariff rate of 7,5 % (seven point five per cent) in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT – carcass weight equivalent)
0	7 425
1	14 850
2	22 275
3	29 700
4	37 125
5 and each subsequent year	44 550

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E shall be used to convert product weight to carcass weight equivalent.
- (d) This paragraph applies to originating goods classified in the following tariff items: 0202 10 00, 0202 20 10, 0202 20 30, 0202 20 50, 0202 20 90, 0202 30 10, 0202 30 50, 0202 30 90, 0206 29 91, 0210 20 10, 0210 20 90, 0210 99 51, 0210 99 90, 1602 50 10 and 1602 90 61.

4. Tariff rate quota for fresh and chilled, frozen and prepared pigmeat

- (a) Originating goods that are exported from Argentina, Brazil, Paraguay and Uruguay marked with the notation "TRQ-PK" in Appendix 2-A-1 and listed in point (e) of this paragraph shall be subject to an in-quota tariff rate of 83 EUR per metric tonne in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT – carcass weight equivalent)
0	4 167
1	8 333
2	12 500
3	16 667
4	20 833
5 and each subsequent year	25 000

- (b) In addition to the quota set out in point (a), originating goods from Paraguay marked with the notation "TRQ-PK" in Appendix 2-A-1 and listed in point (e) of this paragraph shall be duty-free as of the date of entry into force of this Agreement in the annual quantity of 1 500 metric tonnes.
- (c) Originating goods entered in excess of the aggregate quantities set out in points (a) and (b) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.

- (d) When calculating quantities imported under this TRQ, the conversion factors set out in Section E shall be used to convert product weight to carcass weight equivalent.
- (e) This paragraph applies to originating goods classified in the following tariff items: 0203 11 10, 0203 12 11, 0203 12 19, 0203 19 11, 0203 19 13, 0203 19 15, 0203 19 55, 0203 19 59, 0203 21 10, 0203 22 11, 0203 22 19, 0203 29 11, 0203 29 13, 0203 29 15, 0203 29 55, 0203 29 59, 0210 11 11, 0210 11 19, 0210 11 31, 0210 11 39, 0210 12 11, 0210 12 19, 0210 19 10, 0210 19 20, 0210 19 30, 0210 19 40, 0210 19 50, 0210 19 60, 0210 19 70, 0210 19 81, 0210 19 89, 0210 99 41, 0210 99 49, 1602 41 10, 1602 42 10, 1602 49 11, 1602 49 13, 1602 49 15, 1602 49 19, 1602 49 30, 1602 49 50 and 1602 90 51.

5. Tariff rate quota for boneless poultry meat, including poultry preparations

- (a) Originating goods marked with the notation "TRQ-PY 1" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT – carcass weight equivalent)
0	15 000
1	30 000
2	45 000
3	60 000
4	75 000
5 and each subsequent year	90 000

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E shall be used to convert product weight to carcass weight equivalent.
- (d) This paragraph applies to originating goods classified in the following tariff items: 0207 13 10, 0207 13 99, 0207 14 10, 0207 14 99, 0207 26 10, 0207 26 99, 0207 27 10, 0207 27 99, 0207 44 10, 0207 45 10, 0207 54 10, 0207 55 10, 0207 60 10, 0210 92 91, 0210 99 39, 1602 31 11, 1602 31 19, 1602 31 80, 1602 32 11, 1602 32 19, 1602 32 30, 1602 32 90, 1602 39 21, 1602 39 29 and 1602 39 85.

6. Tariff rate quota for bone-in poultry meat

- (a) Originating goods marked with the notation "TRQ-PY 2" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT – carcass weight equivalent)
0	15 000
1	30 000
2	45 000
3	60 000
4	75 000
5 and each subsequent year	90 000

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E shall be used to convert product weight to carcass weight equivalent.
- (d) This paragraph applies to originating goods classified in the following tariff items: 0207 11 10, 0207 11 30, 0207 11 90, 0207 12 10, 0207 12 90, 0207 13 20, 0207 13 30, 0207 13 40, 0207 13 50, 0207 13 60, 0207 13 70, 0207 14 20, 0207 14 30, 0207 14 40, 0207 14 50, 0207 14 60, 0207 14 70, 0207 24 10, 0207 24 90, 0207 25 10, 0207 25 90, 0207 26 20, 0207 26 30, 0207 26 40, 0207 26 50, 0207 26 60, 0207 26 70, 0207 26 80, 0207 27 20, 0207 27 30, 0207 27 40, 0207 27 50, 0207 27 60, 0207 27 70, 0207 27 80, 0207 41 20, 0207 41 30, 0207 41 80, 0207 42 30, 0207 42 80, 0207 44 21, 0207 44 31, 0207 44 41, 0207 44 51, 0207 44 61, 0207 44 71, 0207 44 81, 0207 44 99, 0207 45 21, 0207 45 31, 0207 45 41, 0207 45 51, 0207 45 61, 0207 45 71, 0207 45 81, 0207 45 99, 0207 51 10, 0207 51 90, 0207 52 10, 0207 52 90, 0207 54 21, 0207 54 31, 0207 54 41, 0207 54 51, 0207 54 61, 0207 54 71, 0207 54 81, 0207 54 99, 0207 55 21, 0207 55 31, 0207 55 41, 0207 55 51, 0207 55 61, 0207 55 71, 0207 55 81, 0207 55 99, 0207 60 05, 0207 60 21, 0207 60 31, 0207 60 41, 0207 60 51, 0207 60 61, 0207 60 81, 0207 60 99 and 0209 90 00.

7. Tariff rate quota for milk powders

- (a) Originating goods marked with the notation "TRQ-MP" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	1 000	10 %
1	2 000	20 %
2	3 000	30 %
3	4 000	40 %
4	5 000	50 %
5	6 000	60 %
6	7 000	70 %
7	8 000	80 %
8	9 000	90 %
9	9 500	95 %
10 and each subsequent year	10 000	100 %

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.

- (c) This paragraph applies to originating goods classified in the following tariff items: 0402 10 11, 0402 10 19, 0402 10 91, 0402 10 99, 0402 21 11, 0402 21 18, 0402 21 91, 0402 21 99, 0402 29 11, 0402 29 15, 0402 29 19, 0402 29 91 and 0402 29 99.

8. Tariff rate quota for cheese

- (a) Originating goods marked with the notation "TRQ-CE" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	3 000	10 %
1	6 000	20 %
2	9 000	30 %
3	12 000	40 %
4	15 000	50 %
5	18 000	60 %
6	21 000	70 %
7	24 000	80 %
8	27 000	90 %
9	28 500	95%
10 and each subsequent year	30 000	100 %

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: ex 0406 10 20 fresh cheese of a fat content not exceeding 40 % (forty per cent) except mozzarella, 0406 10 80, 0406 20 10, 0406 20 90, 0406 30 10, 0406 30 31, 0406 30 39, 0406 30 90, 0406 40 10, 0406 40 50, 0406 40 90, 0406 90 01, 0406 90 13, 0406 90 15, 0406 90 17, 0406 90 18, 0406 90 19, 0406 90 21, 0406 90 23, 0406 90 25, 0406 90 27, 0406 90 29, 0406 90 32, 0406 90 35, 0406 90 37, 0406 90 39, 0406 90 50, 0406 90 61, 0406 90 63, 0406 90 69, 0406 90 73, 0406 90 75, 0406 90 76, 0406 90 78, 0406 90 79, 0406 90 81, 0406 90 82, 0406 90 84, 0406 90 85, 0406 90 86, 0406 90 87, 0406 90 88, 0406 90 93 and 0406 90 99.

9. Tariff rate quota for infant formula

- (a) Originating goods marked with the notation "TRQ-IF" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	500	10 %
1	1 000	20 %
2	1 500	30 %
3	2 000	40 %
4	2 500	50 %
5	3 000	60 %
6	3 500	70 %
7	4 000	80 %
8	4 500	90 %
9	4 750	95 %
10 and each subsequent year	5 000	100 %

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff item: 1901 10 00.

10. Tariff rate quota for maize and sorghum

- (a) Originating goods marked with the notation "TRQ-ME" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity MT
0	166 667
1	333 333
2	500 000
3	666 667
4	833 333
5 and each subsequent year	1 000 000

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 1005 10 90, 1005 90 00, 1007 10 90 and 1007 90 00.

11. Tariff rate quota for rice

- (a) Originating goods marked with the notation "TRQ-RE" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity MT
0	10 000
1	20 000
2	30 000
3	40 000
4	50 000
5 and each subsequent year	60 000

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 1006 10 21, 1006 10 23, 1006 10 25, 1006 10 27, 1006 10 92, 1006 10 94, 1006 10 96, 1006 10 98, 1006 20 11, 1006 20 13, 1006 20 15, 1006 20 17, 1006 20 92, 1006 20 94, 1006 20 96, 1006 20 98, 1006 30 21, 1006 30 23, 1006 30 25, 1006 30 27, 1006 30 42, 1006 30 44, 1006 30 46, 1006 30 48, 1006 30 61, 1006 30 63, 1006 30 65, 1006 30 67, 1006 30 92, 1006 30 94, 1006 30 96 and 1006 30 98.

12. Tariff rate quotas for sugar for refining

- (a) Originating goods from Brazil marked with the notation "TRQ-SR" in Appendix 2-A-1 which are imported into the European Union under the European Union's existing WTO tariff quota for sugar for refining as set out in Commission Implementing Regulation (EU) 2020/761 of 17 December 2019 with an order number of 09.4318 shall be duty-free as of the date of entry into force of this Agreement in the aggregate annual quantity of 180 000 metric tonnes. This commitment shall apply irrespective of any modification or withdrawal of concessions by the European Union affecting that tariff quota in the WTO.
- (b) Originating goods from Brazil marked with the notation "TRQ-SR" in Appendix 2-A-1 which are imported into the European Union under the European Union's existing WTO tariff quota for sugar for refining as set out in Commission Implementing Regulation (EU) 2020/761 of 17 December 2019 under order number 09.4318 in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the rate set out in Commission Implementing Regulation (EU) 2020/761 of 17 December 2019, namely 98 (ninety-eight) EUR/metric tonne.
- (c) Originating goods from Brazil marked with the notation "TRQ-SR" in Appendix 2-A-1 listed in point (g) of this paragraph which are imported into the European Union under a regime other than the European Union's existing WTO tariff quota for sugar for refining set out in Commission Implementing Regulation (EU) 2020/761 of 17 December 2019 shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.

- (d) Originating goods from Paraguay marked with the notation "TRQ-SR" in Appendix 2-A-1 and listed in point (g) of this paragraph shall be duty-free as of the date of entry into force of this Agreement in the aggregate annual quantity of 10 000 metric tonnes.
- (e) Originating goods from Paraguay entered in excess of the aggregate quantities set out in point (d) shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (f) Originating goods from Argentina and Uruguay marked with the notation "TRQ-SR" in Appendix 2-A-1 and listed in point (g) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (g) This paragraph applies to originating goods classified in the following tariff items: 1701 13 10 and 1701 14 10.

13. Tariff rate quota for other sugars

- (a) Originating goods marked with the notation "TRQ-OS" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to a 50 % (fifty per cent) tariff preference on the base rate in the aggregate annual quantity of 2 000 metric tonnes.
- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.

- (c) This paragraph applies to originating goods classified in the following tariff items: 1702 30 10, 1702 30 50, 1702 30 90, 1702 40 10, 1702 40 90, 1702 50 00, 1702 60 10, 1702 60 95, 1702 90 30, 1702 90 50, 1702 90 71, 1702 90 75, 1702 90 79, 1702 90 95, 1806 10 30 and 1806 10 90.

14. Tariff rate quota for eggs

- (a) Originating goods marked with the notation "TRQ-EG1" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be duty-free in the years and aggregate quantities specified below.

Year	Aggregate annual quantity (MT – egg equivalent)
0	500
1	1 000
2	1 500
3	2 000
4	2 500
5 and each subsequent year	3 000

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E of this Annex shall be used to convert product weight to egg equivalent.

- (d) This paragraph applies to originating goods classified in the following tariff items: 0408 11 80, 0408 19 81, 0408 19 89, 0408 91 80 and 0408 99 80.

15. Tariff rate quota for egg albumins

- (a) Originating goods marked with the notation "TRQ-EG2" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be duty-free in the following years and aggregate quantities:

Year	Aggregate annual quantity (MT – egg equivalent)
0	500
1	1 000
2	1 500
3	2 000
4	2 500
5 and each subsequent year	3 000

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) When calculating quantities imported under this TRQ, the conversion factors set out in Section E of this Annex shall be used to convert product weight to egg equivalent.
- (d) This paragraph applies to originating goods classified in the following tariff items: 3502 11 90 and 3502 19 90.

16. Tariff rate quota for honey

- (a) Originating goods marked with the notation "TRQ-HY" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT)
0	7 500
1	15 000
2	22 500
3	30 000
4	37 500
5 and each subsequent year	45 000

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff item: 0409 00 00.

17. Tariff rate quota for rum and other spirits obtained by distilling fermented sugar-cane products

- (a) Originating goods marked with the notation "TRQ-RM" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT-pure alcohol equivalent)
0	400
1	800
2	1 200
3	1 600
4	2 000
5 and each subsequent year	2 400

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 2208 40 51 and 2208 40 99.

18. Tariff rate quota for sweetcorn

- (a) Originating goods marked with the notation "TRQ-SC" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the aggregate annual quantities of 1 000 metric tonnes.
- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 2001 90 30, 2004 90 10 and 2005 80 00.

19. Tariff rate quota for maize starch and manioc starch

- (a) Originating goods marked with the notation "TRQ-SH1" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to an in-quota tariff rate of 50 % (fifty per cent) on the base rate in the aggregate annual quantities of 1 500 metric tonnes.
- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 1108 12 00 and 1108 14 00.

20. Tariff rate quota for starch derivatives

- (a) Originating goods marked with the notation "TRQ-SH2" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be duty-free in the following aggregate annual quantities:

Year	Aggregate annual quantity (MT)
0	100
1	200
2	300
3	400
4	500
5 and each subsequent year	600

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff items: 2905 43 00, 2905 44 11, 2905 44 19, 2905 44 91, 2905 44 99, 3505 10 10, 3505 10 90, 3824 60 11, 3824 60 19, 3824 60 91 and 3824 60 99.

21. Tariff rate quota for ethanol

- (a) Originating goods marked with the notation "TRQ-EL" in Appendix 2-A-1 and listed in point (d) shall be subject to the in-quota tariff rate in point (b) of this paragraph in the following years and aggregate quantities, except for a duty-free portion of the total aggregate quantity in each year being reserved for a specific use for the chemical industry¹:

Year	Aggregate annual quantity (MT) All uses	Aggregate annual quantity (MT) Specific use: for the chemical industry	Total aggregate annual quantity (MT)
0	33 333	75 000	108 333
1	66 667	150 000	216 667
2	100 000	225 000	325 000
3	133 333	300 000	433 333
4	166 667	375 000	541 667
5 and each subsequent year	200 000	450 000	650 000

¹ The EU may provide that imports of ethanol under the portion of the quota reserved for use by the chemical industry are subject to an End Use Procedure, with a view of conducting the customs control relating to the use of such goods.
The objective is to ensure that those imports are used for manufacturing products classified under Chapters 28 to 40 of the EU Combined Nomenclature (CN). The customs controls applied to prevent circumvention of imports into the fuel or beverage market shall not represent a burden beyond those measures necessary to control imports under this TRQ. Those measures shall be proportional to the risk of circumvention and their urgency and shall be taken in accordance with Articles 4.12 and 4.16, inter alia considering the record of the importer as appropriate.

- (b) For the quota for all usages the in-quota duty for the undenatured ethyl alcohol imported under subheading 2207.10 and tariff items 2208.90.91 and 2208.90.99 shall be 6,4 (six point four) EUR/hl, and the in-quota duty for the denatured ethyl alcohol imported under subheading 2207.20 shall be 3,4 (three point four) EUR/hl. For the quota for specific use for the chemical industry the in-quota duty shall be 0 (zero).
- (c) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (d) This paragraph applies to originating goods classified in the following tariff items: 2207 10 00, 2207 20 00, 2208 90 91 and 2208 90 99.

22. Tariff rate quota for garlic

- (a) Originating goods marked with the notation "TRQ-GC" in Appendix 2-A-1 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	1 875	30 %
1	3 750	40 %
2	5 625	50 %
3	7 500	60 %
4	9 375	70 %
5	11 250	80 %
6	13 125	90 %
7 and each subsequent year	15 000	100 %

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-1.
- (c) This paragraph applies to originating goods classified in the following tariff item: 0703 20 00.

23. Tariff rate quota for biodiesel

- (a) Originating goods from Paraguay marked with the notation "TRQ-BD" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be duty-free as of the date of entry into force of this Agreement in the aggregate annual quantity of 50 000 metric tonnes.
- (b) Originating goods from Paraguay entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the customs duty set out in in paragraph (c) of this paragraph.
- (c) Customs duties on originating goods marked with the notation "TRQ-BD" in Appendix 2-A-1 and listed in point (d) of this paragraph shall be eliminated in 11 (eleven) equal annual stages, and such goods shall be duty-free on 1 January of year 10.
- (d) This paragraph applies to originating goods classified in the following tariff items: 3826 00 10 and 3826 00 90.

SECTION C

TARIFF RATE QUOTAS OF MERCOSUR

1. Tariff rate quota for skimmed milk powder, milk powder and whole milk powder
 - (a) Originating goods marked with the notation "TRQ-1" in Appendix 2-A-2 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	1 000	10 %
1	2 000	20 %
2	3 000	30 %
3	4 000	40 %
4	5 000	50 %
5	6 000	60 %
6	7 000	70 %
7	8 000	80 %
8	9 000	90 %
9	9 500	95 %
10 and each subsequent year	10 000	100 %

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-2.

- (c) This paragraph applies to originating goods classified in the following tariff items: 04021010, 04021090, 04022110, 04022120, 04022130, 04022910, 04022920 and 04022930.

2. Tariff rate quota for cheese

- (a) Originating goods marked with the notation "TRQ-2" in Appendix 2-A-2 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	3 000	10 %
1	6 000	20 %
2	9 000	30 %
3	12 000	40 %
4	15 000	50 %
5	18 000	60 %
6	21 000	70 %
7	24 000	80 %
8	27 000	90 %
9	28 500	95 %
10 and each subsequent year	30 000	100 %

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-2.

(c) This paragraph applies to originating goods classified in the following tariff items: 040610 (except 0406 10 10), 040620, 040630, 040640 and 040690.

(d) The quota shall be administered on a first-come-first-served basis.

3. Tariff rate quota for infant formula

(a) Originating goods marked with the notation "TRQ-3" in Appendix 2-A-2 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate annual quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	500	10 %
1	1 000	20 %
2	1 500	30 %
3	2 000	40 %
4	2 500	50 %
5	3 000	60 %
6	3 500	70 %
7	4 000	80 %
8	4 500	90 %
9	4 750	95 %
10 and each subsequent year	5 000	100 %

- (b) Originating goods entered in excess of the aggregate quantity set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-2.
- (c) The aggregate quota quantity of originating goods from the EU classified under the following tariff lines: 19011010, 19011020 and 19011090.

4. Tariff rate quota for garlic

- (a) Originating goods marked with the notation "TRQ-4" in Appendix 2-A-2 and listed in point (c) of this paragraph shall be subject to the following in-quota tariff rates in the following aggregate quantities:

Year	Aggregate annual quantity MT	In-quota tariff rate (preference on the base rate)
0	1 875	30 %
1	3 750	40 %
2	5 625	50 %
3	7 500	60 %
4	9 375	70 %
5	11 250	80 %
6	13 125	90 %
7 and each subsequent year	15 000	100 %

- (b) Originating goods entered in excess of the aggregate quantities set out in point (a) of this paragraph shall be subject to the base rate of the customs duty set out in Appendix 2-A-2.
- (c) This paragraph applies to originating goods classified in the following tariff item: 07032090.

SECTION D

ADMINISTRATION OF TARIFF RATE QUOTAS

1. A Party opening TRQs to the other Party as referred to in this Annex shall administer these TRQs in a transparent, objective and non-discriminatory manner in accordance with its laws and regulations.
2. The Party opening the TRQs shall make publicly available in a timely and continuous manner all relevant information concerning quota administration, including volume available and eligibility criteria.
3. The origin of a product imported under the TRQ shall be established on the basis of rules of origin defined in Chapter 3.
4. MERCOSUR may allocate among the Signatory MERCOSUR States the quantities of the TRQ opened by the European Union. In that case MERCOSUR shall notify at least 90 (ninety) days before the beginning of the quota year the details of the allocation for the European Union to implement it. The allocation shall be valid for at least 2 (two) years.
5. In cases in which the allocated quantities are not fully used in the course of the quota period, the exporting Party may notify by the end of the 8th (eighth) month to the importing Party a re-allocation of the unused quantities for the last quarter of the quota period. The importing Party shall implement that re-allocation.
6. Upon the request of either Party, the Parties shall conduct consultations regarding the implementation of this Section.

SECTION E

CONVERSION FACTORS

1. With respect to the TRQs set out in paragraphs 0, 3, 0, 0 and 6 of Section B, the following conversion factors shall be used to convert product weight to carcass weight equivalent:

- (a) Tariff rate quotas set out in paragraphs 1 and 3 of Section B:

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
0201 20 20	"Compensated" quarters of bovine animals with bone in, fresh or chilled	100 %
0201 20 30	Unseparated or separated forequarters of bovine animals, with bone in, fresh or chilled	100 %
0201 20 50	Unseparated or separated hindquarters of bovine animals, with bone in, fresh or chilled	100 %
0201 20 90	Fresh or chilled bovine cuts, with bone in (excl. carcasses and half-carcasses, "compensated quarters", forequarters and hindquarters)	100 %
0201 30 00	Fresh or chilled bovine meat, boneless	130 %
0202 20 10	Frozen "compensated" bovine quarters, with bone in	100 %
0202 20 30	Frozen unseparated or separated bovine forequarters, with bone in	100 %
0202 20 50	Frozen unseparated or separated bovine hindquarters, with bone in	100 %
0202 20 90	Frozen bovine cuts, with bone in (excl. carcasses and half-carcasses, "compensated" quarters, forequarters and hindquarters)	100 %
0202 30 10	Frozen bovine boneless forequarters, whole or cut in max. 5 pieces, each quarter in 1 block; "compensated" quarters in 2 blocks, one containing the forequarter, whole or cut in max. 5 pieces, and the other the whole hindquarter, excl. the tenderloin, in one piece	130 %

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
0202 30 50	Frozen bovine boneless crop, chuck and blade and brisket cuts	130 %
0202 30 90	Frozen bovine boneless meat (excl. forequarters, whole or cut into a maximum of five pieces, each quarter being in a single block "compensated" quarters in two blocks, one of which contains the forequarter, whole or cut into a maximum of five pieces, and the other the whole hindquarter, excl. the tenderloin, in one piece)	130 %
0206 10 95	Fresh or chilled bovine thick and thin skirt (excl. for manufacture of pharmaceutical products)	100 %
0206 29 91	Frozen bovine thick and thin skirt (excl. for manufacture of pharmaceutical products)	100 %
0210 20 10	Meat of bovine animals, salted, in brine, dried or smoked, with bone in	100 %
0210 20 90	Boneless meat of bovine animals, salted, in brine, dried or smoked	135 %
0210 99 51	Edible thick skirt and thin skirt of bovine animals, salted, in brine, dried or smoked	100 %

(b) Tariff rate quota set out in paragraph 4 of Section B:

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
0203 12 11	Fresh or chilled with bone in, domestic swine hams and cuts thereof	100 %
ex 0203 19 55	Fresh or chilled boneless domestic swine hams and cuts thereof	120 %
0203 22 11	Frozen bone-in hams and cuts thereof of domestic swine	100 %
ex 0203 29 55	Frozen boneless domestic swine hams and cuts thereof	120 %

(c) Tariff rate quota set out in paragraph 5 and 6 of Section B:

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
ex 0207 13 10	Fresh or chilled boneless cuts of fowls of the species <i>Gallus domesticus</i> , other than fresh or chilled mechanically separated meat of fowls of the species <i>Gallus domesticus</i> obtained by removing meat from flesh-bearing bones after boning or from poultry carcasses, using mechanical means resulting in the loss or modification of the muscle fibre structure	140 %
0207 13 20	Fresh or chilled halves or quarters of fowls of the species <i>Gallus domesticus</i>	100 %
0207 13 50	Fresh or chilled breasts and cuts thereof of fowls of the species <i>Gallus domesticus</i> , with bone in	110 %
0207 13 60	Fresh or chilled legs and cuts thereof of fowls of the species <i>Gallus domesticus</i> , with bone in	100 %
0207 13 70	Fresh or chilled cuts of fowls of the species <i>Gallus domesticus</i> , with bone in (excl. halves and quarters, whole wings, with or without tips, backs, necks, backs with necks attached, rumps and wing-tips, breasts, legs and parts thereof)	100 %
ex 0207 14 10	Frozen boneless cuts of fowls of the species <i>Gallus domesticus</i> other than frozen mechanically separated meat of fowls of the species <i>Gallus domesticus</i> obtained by removing meat from flesh-bearing bones after boning or from poultry carcasses, using mechanical means resulting in the loss or modification of the muscle fibre structure	140 %
0207 14 20	Frozen halves or quarters of fowls of the species <i>Gallus domesticus</i>	100 %
0207 14 50	Frozen breasts and cuts thereof of fowls of the species <i>Gallus domesticus</i> , with bone in	110 %

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
0207 14 60	Frozen legs and cuts thereof of fowls of the species <i>Gallus domesticus</i> , with bone in	100 %
0207 14 70	Frozen cuts of fowls of the species <i>Gallus domesticus</i> , with bone in (excl. halves or quarters, whole wings, with or without tips, backs, necks, backs with necks attached, rumps and wing-tips, breasts, legs and cuts thereof)	100 %
0207 27 10	Frozen boneless cuts of turkeys of the species <i>domesticus</i>	140 %
1602 32 11	Uncooked, prepared or preserved meat or meat offal of fowls of the species <i>Gallus domesticus</i> containing ≥ 57 % meat or offal of poultry (excl. sausages and similar products, and preparations of liver)	80 %
1602 32 19	Cooked, prepared or preserved meat or meat offal of fowls of the species <i>Gallus domesticus</i> containing ≥ 57 % meat or offal of poultry (excl. sausages and similar products, finely homogenised preparations put up for retail sale as infant food or for dietetic purposes, in containers of a net weight of ≤ 250 g, preparations of liver and meat extracts)	80 %
1602 32 30	Prepared or preserved meat or meat offal of fowls of the species <i>Gallus domesticus</i> containing ≥ 25 % but < 57 % of poultry meat or offal (excl. sausages and similar products, finely homogenised preparations put up for retail sale as infant food or for dietetic purposes, in containers of a net weight of ≤ 250 g, preparations of liver and meat extracts)	45 %
1602 32 90	Prepared or preserved meat or meat offal of fowls of the species <i>Gallus domesticus</i> (excl. that containing ≥ 25 % meat or offal of poultry, meat or offal of turkeys or guinea fowl, sausages and similar products, finely homogenised preparations put up for retail sale as infant food or for dietetic purposes, in containers of a net weight of ≤ 250 g, preparations of liver and meat extracts and juices)	35 %

2. With respect to the TRQs set out in paragraphs 14 and 15 of Section B, the following conversion factors shall be used to convert product weight to shell egg equivalent:

Tariff line	Tariff line description (for illustrative purposes only)	Conversion factor
0407 11 00	Fertilised eggs for incubation, of domestic fowls	100 %
0407 19 19	Fertilised poultry eggs for incubation (excl. of turkeys, geese and fowls)	100 %
0408 11 80	Egg yolks, dried, for human consumption, whether or not containing added sugar or other sweetening matter	246 %
0408 19 81	Egg yolks, liquid, suitable for human consumption, whether or not containing added sugar or other sweetening matter	116 %
0408 19 89	Egg yolks (other than liquid), frozen or otherwise preserved, suitable for human consumption, whether or not containing added sugar or other sweetening matter (excl. dried)	116 %
0408 91 80	Dried birds' eggs, not in shell, whether or not containing added sugar or other sweetening matter, suitable for human consumption (excl. egg yolks)	452 %
0408 99 80	Birds' eggs, not in shell, fresh, cooked by steaming or by boiling in water, moulded, frozen or otherwise preserved, whether or not containing added sugar or other sweetening matter, suitable for human consumption (excl. dried and egg yolks)	116 %
3502 11 90	Egg albumin, dried e.g. in sheets, scales, flakes, powder, fit for human consumption	856 %
3502 19 90	Egg albumin, fit for human consumption (excl. dried [e.g. in sheets, flakes, crystals, powder])	116 %