

GENERAL NOTES
TARIFF SCHEDULE OF THE UNITED STATES

1. The provisions of this schedule are generally expressed in terms of the HTSUS , and the interpretation of the provisions of this schedule, including the product coverage of subheadings of this schedule, shall be governed by the General Notes, Section Notes, and Chapter Notes of the HTSUS. To the extent that provisions of this schedule are identical to the corresponding provisions of the HTSUS, the provisions of this schedule shall have the same meaning as the corresponding provisions of the HTSUS.
2. The base rates of duty set out in this schedule reflect the HTSUS Column 1 General rates of duty in effect January 10, 2003.
3. In addition to the staging categories listed in Annex 3.3, paragraph 1, this schedule contains staging categories **I, J, K, and L**.
 - (a) Duties on originating goods provided for in the items in staging category I shall be removed in the following manner: the base rate of duty shall reflect the HTSUS Column 1 Special Rates of Duty designated under the Caribbean Basin Trade Partnership Act (“R”), in effect January 1, 2005. On the date this Agreement enters into force, duties shall be reduced by two percent, and by an additional two percent on January 1 of year two. On January 1 of year three, duties shall be reduced by an additional eight percent of the base rate, and by an additional eight percent of the base rate each year thereafter through year six. On January 1 of year seven, duties shall be reduced by an additional 16 percent of the base rate, and by an additional 16 percent of the base rate each year thereafter, and such goods shall be duty-free effective January 1 of year ten.
 - (b) Duties on originating goods provided for in the items in staging category J shall be removed immediately in accordance with existing WTO duty-elimination commitments (WTO Schedule XX for the United States).
 - (c) Duties on originating goods provided for in the items in staging category K shall be eliminated entirely and such goods shall be duty-free on January 1 of year one. For goods in subheadings 98120020, 98120040, 98130005, 98130010, 98130015, 98130020, 98130025, 98130030, 98130035, 98130040, 98130045, 98130050, 98130055, 98130060, 98130070, 98130075, and 98140050 duty-free means free without bond.
 - (d) Duties on originating goods provided for in the items in staging category L shall be subject to the following provision during the tariff elimination period until January 1 of year ten, at which time such goods shall be duty-free. For originating goods described in subheading 9802.00.60, at the time of entry of the good, the rate of duty imposed upon the value of the processing outside the United States to be applied in accordance with the procedures specified in U.S. note 3 of subchapter II, chapter 98 of the HTS, shall be the rate of duty that would apply to the good itself under the staging obligations set out for the appropriate provision in Chapters 1 to 97 of this schedule.

4. During the transition period, only a qualifying good is eligible for the in-quota tariff rate for each such good specified in Appendix I; originating goods that are not qualifying goods shall be subject to the over-quota tariff rate for the good specified in Appendix I. For purposes of this paragraph, “qualifying good” means a good that satisfies the requirements of Chapter Four (Rules of Origin and Origin Procedures), except that operations performed in or material obtained from the United States shall be considered as if the operations were performed in a non-Party and the material was obtained from a non-Party. For purposes of determining which country-specific tariff-rate quota applies to a qualifying good, the United States shall apply the non-preferential rules of origin that it applies in the normal course of trade.

5. Originating goods imported into the United States shall not be subject to any duties applied pursuant to Article 5 of the WTO Agreement on Agriculture.

Appendix I

Tariff-Rate Quotas

Notes

1. This Appendix 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 included in the provisions of this Appendix are subject to the rates of duty set out in this Appendix in lieu of the rates of duty set out in Chapters 1 through 97 of the HTSUS. Notwithstanding any tariff-rate quota provisions provided for elsewhere in the HTSUS, originating goods shall be permitted entry into the United States according to the provisions of this Appendix. Furthermore, any quantity of goods provided for Costa Rica, El Salvador, Guatemala, Honduras and Nicaragua under a tariff-rate quota provided in this Appendix shall not be counted toward any tariff-rate quota provided for such goods elsewhere in 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 Party in 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

For El Salvador:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(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-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of Guatemala entered under the provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category D in Annex 3.3, 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 Party in each such year:

For Costa Rica:

Year	Quantity
	(Metric tons)
1	11,000
2	11,220
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 in-quota quantity grows at 220 MT per year.

For El Salvador:

<u>Year</u>	<u>Quantity</u>
	(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 in-quota quantity grows at 680 MT per year.

For Guatemala:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
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 in-quota quantity grows at 940 MT per year.

For Honduras:

<u>Year</u>	<u>Quantity</u>
	(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 in-quota quantity grows at 160 MT per year.

For Nicaragua:

<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 in-quota quantity 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-served 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 3.3, 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, 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 (i) the aggregate quantity set out in subparagraph (a) for that Party, or (ii) a quantity equal to the amount by which the Party's exports to all destinations exceeds its imports from all sources ("trade surplus") for goods classified under 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 classified under subheadings HS1701.11, HS1701.12, HS1701.91, and HS1701.99 and its imports of originating goods of the United States classified under HS1702.40 and HS1702.60 shall not be included in the calculation of its trade surplus. A Party's trade surplus shall be calculated using the most recent annual data available.
- (e) The aggregate quantity of goods of Costa Rica entered under the provisions listed in subparagraph (g) shall be free of duty in any calendar year and shall not exceed 2,000 metric tons in any year. The quantities shall enter on a first-come, first-served basis.
- (f) Duties on goods of Costa Rica entered 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 3.3, 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 Party in each such year:

For El Salvador:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	500
2	525
3	550
4	575
5	600
6	625
7	650
8	675
9	700
10	725
11	750
12	775
13	800
14	825
15	unlimited

For Nicaragua:

<u>Year</u>	<u>Quantity</u>
	(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

Peanuts in the shell shall be charged against the foregoing tariff-rate 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-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of Costa Rica, Guatemala, or Honduras entered under the provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category E in Annex 3.3, paragraph (e).
- (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 Party in 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-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of Costa Rica, El Salvador, Guatemala, or Honduras entered under the provisions listed in subparagraph (c) shall be removed

in accordance with the provisions of staging category D in Annex 3.3, paragraph (d).

- (c) Subparagraphs (a) and (b) apply to the following Table 1 provision: AG20081115.

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 Party in each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	450
2	473
3	496
4	521
5	547
6	574
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:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(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
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-served 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 3.3, 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 (c) shall be free of duty in any calendar year specified herein, and shall not exceed the quantity specified below for each Party in each such year:

For Nicaragua	
<u>Year</u>	<u>Quantity</u>
	(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

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

- (e) Subparagraph (d) applies to the following Table 1 provisions: AG04061008, AG04061088, AG04062091, 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 Party in 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
13	90
14	94
15	99
16	104
17	109
18	115
19	120
20	unlimited

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

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of El Salvador, Guatemala, Honduras, or Nicaragua entered under the provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex 3.3, 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 Party in 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
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:

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
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-served basis.

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of Guatemala, or Nicaragua entered under the provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex 3.3, 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 Party in each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(Metric tons)
1	150
2	158
3	165
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:

<u>Year</u>	<u>Quantity</u>
	(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
20	unlimited

For Guatemala:

<u>Year</u>	<u>Quantity</u>
	(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:

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

- (b) Duties on goods entered in aggregate quantities in excess of the quantities listed in subparagraph (a) and duties on goods of Honduras entered under the provisions listed in subparagraph (c) shall be removed in accordance with the provisions of staging category F in Annex 3.3, 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 Party in each such year:

For Costa Rica:

Year	Quantity
	(Liters)
1	97,087

2	101,941
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:

<u>Year</u>	<u>Quantity</u>
	(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
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
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:

<u>Year</u>	<u>Quantity</u>
	(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-served 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 3.3, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provision: AG21050020.

Fluid Fresh Milk and Cream, and 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 Party in each such year:

For Costa Rica:

<u>Year</u>	<u>Quantity</u>
	(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:

<u>Year</u>	<u>Quantity</u>
	(Liters)
1	366,715
2	385,051
3	404,303
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:

<u>Year</u>	<u>Quantity</u>
	(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
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
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-served 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 3.3, paragraph (f).
- (c) Subparagraphs (a) and (b) apply to the following Table 1 provisions: AG04013025 and AG04039016.

Ethyl Alcohol

- 12. (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 (19 U.S.C. 2703 note; Pub. L. 99-514, as amended by Pub. L. 100-418 and Pub. L. 101-221) (“Section 423”), and any successor provisions. The United States shall apply Section 423 to each Party as follows:

- (i) the United States shall set aside the allocations set out in subparagraphs (b) and (c) for the exclusive use of Costa Rica and El Salvador; and
 - (ii) 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 pursuant to subparagraph (a)(i) in any calendar year shall not exceed 31,000,000 gallons.
- (c) The aggregate quota amount allocated to El Salvador under Section 423 pursuant to subparagraph (a)(i) 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

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.

- (d) For Costa Rica, El Salvador, Guatemala, Nicaragua, and Honduras the base rates of duty on the goods listed in subparagraph (e) shall be removed in accordance with the provisions of staging category A in Annex 3.3, paragraph (a).
- (e) Subparagraphs (a) and (d) apply to the following Table 1 provisions: AG22071060 and AG22072000.

Table 1

<u>Heading</u>	<u>Article Description</u>
AG02011050	Provided for in subheading 02011050
AG02012080	Provided for in subheading 02012080
AG02013080	Provided for in subheading 02013080
AG02021050	Provided for in subheading 02021050
AG02022080	Provided for in subheading 02022080
AG02023080	Provided for in subheading 02023080
AG04013025	Provided for in subheading 04013025
AG04013075	Provided for in subheading 04013075
AG04021050	Provided for in subheading 04021050
AG04022125	Provided for in subheading 04022125
AG04022150	Provided for in subheading 04022150
AG04022190	Provided for in subheading 04022190
AG04022950	Provided for in subheading 04022950
AG04029170	Provided for in subheading 04029170
AG04029190	Provided for in subheading 04029190
AG04029945	Provided for in subheading 04029945
AG04029955	Provided for in subheading 04029955
AG04029990	Provided for in subheading 04029990
AG04031050	Provided for in subheading 04031050
AG04039016	Provided for in subheading 04039016
AG04039045	Provided for in subheading 04039045
AG04039055	Provided for in subheading 04039055
AG04039065	Provided for in subheading 04039065
AG04039078	Provided for in subheading 04039078
AG04039095	Provided for in subheading 04039095
AG04041015	Provided for in subheading 04041015
AG04041090	Provided for in subheading 04041090
AG04049050	Provided for in subheading 04049050
AG04051020	Provided for in subheading 04051020
AG04052030	Provided for in subheading 04052030
AG04052070	Provided for in subheading 04052070
AG04059020	Provided for in subheading 04059020
AG04061008	Provided for in subheading 04061008
AG04061018	Provided for in subheading 04061018
AG04061028	Provided for in subheading 04061028
AG04061038	Provided for in subheading 04061038
AG04061048	Provided for in subheading 04061048
AG04061058	Provided for in subheading 04061058
AG04061068	Provided for in subheading 04061068
AG04061088	Provided for in subheading 04061088
AG04062028	Provided for in subheading 04062028
AG04062033	Provided for in subheading 04062033

AG04062039 Provided for in subheading 04062039
AG04062048 Provided for in subheading 04062048
AG04062053 Provided for in subheading 04062053
AG04062063 Provided for in subheading 04062063
AG04062067 Provided for in subheading 04062067
AG04062071 Provided for in subheading 04062071
AG04062075 Provided for in subheading 04062075
AG04062079 Provided for in subheading 04062079
AG04062083 Provided for in subheading 04062083
AG04062091 Provided for in subheading 04062091
AG04063018 Provided for in subheading 04063018
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AG04069084 Provided for in subheading 04069084
AG04069088 Provided for in subheading 04069088
AG04069092 Provided for in subheading 04069092
AG04069097 Provided for in subheading 04069097
AG12021080 Provided for in subheading 12021080
AG12022080 Provided for in subheading 12022080
AG15179060 Provided for in subheading 15179060
AG17049058 Provided for in subheading 17049058
AG18062026 Provided for in subheading 18062026
AG18062028 Provided for in subheading 18062028
AG18062036 Provided for in subheading 18062036
AG18062038 Provided for in subheading 18062038

AG18062082 Provided for in subheading 18062082
AG18062083 Provided for in subheading 18062083
AG18062087 Provided for in subheading 18062087
AG18062089 Provided for in subheading 18062089
AG18063206 Provided for in subheading 18063206
AG18063208 Provided for in subheading 18063208
AG18063216 Provided for in subheading 18063216
AG18063218 Provided for in subheading 18063218
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AG18069018 Provided for in subheading 18069018
AG18069020 Provided for in subheading 18069020
AG18069028 Provided for in subheading 18069028
AG18069030 Provided for in subheading 18069030
AG19011030 Provided for in subheading 19011030
AG19011040 Provided for in subheading 19011040
AG19011075 Provided for in subheading 19011075
AG19011085 Provided for in subheading 19011085
AG19012015 Provided for in subheading 19012015
AG19012050 Provided for in subheading 19012050
AG19019043 Provided for in subheading 19019043
AG19019047 Provided for in subheading 19019047
AG20081115 Provided for in subheading 20081115
AG20081135 Provided for in subheading 20081135
AG20081160 Provided for in subheading 20081160
AG21050020 Provided for in subheading 21050020
AG21050040 Provided for in subheading 21050040
AG21069009 Provided for in subheading 21069009
AG21069026 Provided for in subheading 21069026
AG21069036 Provided for in subheading 21069036
AG21069066 Provided for in subheading 21069066
AG21069087 Provided for in subheading 21069087
AG22029028 Provided for in subheading 22029028
AG22071060 Provided for in subheading 22071060
AG22072000 Provided for in subheading 22072000
AG23099028 Provided for in subheading 23099028
AG23099048 Provided for in subheading 23099048