

Annex 3.4

Elimination of Customs Duties

Section A

Chile's Schedule on Trade in Goods

Customs Duties on Imports Originating in Thailand

Introductory notes

- I. The tariff schedule in this Annex contains the following four columns:
- a) **Code:** the code used in the nomenclature of the Harmonized System (HS) 2007;
 - b) **Description:** description of the product falling under the heading;
 - c) **Base Rate:** the basic customs duty from which the tariff elimination programme starts; and
 - d) **Category:** the category under which the product concerned falls for the purposes of tariff elimination.

1. Year 0

Goods under Year 0 are subject to immediate tariff elimination on the day the Agreement enters into force.

2. Year 3

Goods under Year 3 are subject to tariff elimination in accordance with the following margin of preference, beginning on the day the Agreement enters into force.

Date of entry into force	1st Jan Year 1	1st Jan Year 2	1st Jan Year 3
25%	50%	75%	100%

3. Year 5

Goods under Year 5 are subject to tariff elimination in accordance with the following margin of preference, beginning on the day the Agreement enters into force.

Date of entry into force	1st Jan Year 1	1st Jan Year 2	1st Jan Year 3	1st Jan Year 4	1st Jan Year 5
17%	33%	50%	67%	83%	100%

4. SL

Goods under SL are subject to tariff elimination in accordance with the following margin of preference, beginning on the day the Agreement enters into force.

Date of entry into force	1st Jan Year 1	1st Jan Year 2	1st Jan Year 3	1st Jan Year 4	1st Jan Year 5	1st Jan Year 6	1st Jan Year 7	1st Jan Year 8
11%	22%	33%	44%	56%	67%	78%	89%	100%

II. The reduced duties calculated shall be applied rounded to the first decimal place according to the following formula:

- (a) in the case where the second decimal place is less than 5, the first decimal place remains unchanged (e.g. 3.74% will be rounded to 3.7%); and
- (b) in the case where the second decimal place is equal to or more than 5, the first decimal place will be increased by one (e.g. 3.75% will be rounded to 3.8%).

Section B

Thailand's Schedule on Trade in Goods

Customs Duties on Imports Originating in Chile

Introductory notes

- I. The tariff schedule in this Annex contains the following six columns:
- Code:** the code used in the nomenclature of the Harmonized System (HS) 2007;
 - Description:** description of the product falling under the heading;
 - Base Rate:** the basic customs duty from which the tariff reduction and/or elimination programme starts;
 - Category:** the category under which the product concerned falls for the purposes of tariff reduction and/or elimination;
 - Rate of Customs Duty:** the tariff reduction schedule; and
 - Remarks:** Thailand's notes.

1. NT 0

Goods under NT 0 are subject to immediate tariff elimination on the day the Agreement enters into force.

2. NT 1

Goods under NT 1 are subject to tariff reduction and elimination in accordance with the following formula, beginning on the day the Agreement enters into force.

Base Rate (X)	Date of entry into force	1 st Jan Year 1	1 st Jan Year 2	1 st Jan Year 3
$X > 30$	X	$2/3X$	$1/3 X$	0
$5 < X \leq 30$	$3/4X$	$2/4X$	$1/4X$	0
$X \leq 5$	X	X	$1/2X$	0

3. NT 2

Goods under NT 2 are subject to tariff reduction and elimination in accordance with the following formula, beginning on the day the Agreement enters into force.

Base Rate (X)	Date of entry into force	1 st Jan Year 1	1 st Jan Year 2	1 st Jan Year 3	1 st Jan Year 4	1 st Jan Year 5
$X > 30$	X	$4/5X$	$3/5X$	$2/5X$	$1/5X$	0
$5 < X \leq 30$	$5/6X$	$4/6X$	$3/6X$	$2/6X$	$1/6X$	0
$X \leq 5$	X	X	$3/4X$	$2/4X$	$1/4X$	0

4. SL

Goods under SL are subject to tariff reduction and elimination in accordance with the following formula, beginning on the day the Agreement enters into force.

Base Rate (X)	Date of entry into force	1 st Jan Year 1	1 st Jan Year 2	1 st Jan Year 3	1 st Jan Year 4	1 st Jan Year 5	1 st Jan Year 6	1 st Jan Year 7	1 st Jan Year 8
$X > 5$	X	X	X	X	$1/2X$	$1/2X$	$1/2X$	$1/2X$	0
$X \leq 5$	X	X	X	X	X	X	X	X	0

II. The reduced duties calculated shall be applied rounded to the first decimal place according to the following formula:

- a) in the case where the second decimal place is less than 5, the first decimal place remains unchanged (e.g. 3.74% will be rounded to 3.7%); and
- b) in the case where the second decimal place is equal to or more than 5, the first decimal place will be increased by one (e.g. 3.75% will be rounded to 3.8%).

III. The rate of customs duty applied to originating goods imported within the quota quantity of the tariff rate quota committed by the importing Party under the WTO Agreement, as available at the time of importation, shall be zero percent as from the date of entry into force of this Agreement.