Chapter

ı

Industrial products

Article

2

Scope

1.

The provisions of this Chapter shall apply to industrial products originating in the Contracting Parties.

2.

The term "industrial products" means for the purpose of this Agreement the products falling within Chapters 25 to 97 of the Harmonized Commodity Description and Coding System with the exception of the products listed in Annex 1 to this Agreement. Article

3

Basic duties

1.

For commercial exchanges covered by this Agreement, the Customs Tariffs of the Contracting Parties shall be applied to the classification of goods for imports into them.

2.

For each product the basic duty to which the successive reductions set out in this Agreement are applied shall be the MFN duty on the date of entry into force of this Agreement.

3.

If after the date of entry into force of this Agreement, any tariff reduction is applied on an erga omnes basis, in particular, reductions resulting from the tariff agreement concluded as a result of the WTO, such reduced duties shall replace the basic duties referred to in paragraph 2 of this Article as from that date when such reductions are applied.

4.

The reduced duties, calculated in accordance with paragraph 2 of this Article, shall be rounded off to the second decimal place.

5.

The Contracting Parties shall mutually exchange their basic duties.

Article

4

Customs duties on import and charges having equivalent effect

1.

The Contracting Parties shall abolish all the customs duties on import and all charges having equivalent effect on date of the entry into force of this Agreement.

2.

From the date of entry into force of this Agreement no new customs duties on imports or charges having equivalent effect shall be introduced, nor shall those already applied be increased in trade between the Contracting Parties.

Article

5

Customs duties on export and charges having equivalent effect

1.

No new custom duties on exports, charges having equivalent effect to customs duties, and other export duties of a fiscal nature shall be introduced in trade between the Contracting Parties.

2.

The Contracting Parties shall abolish all customs duties on exports or charges having equivalent effect to custom duties, and other export duties of a fiscal nature on the date of the entry into force of this Agreement.

Article

6

Quantitative restrictions on imports and measures having equivalent effect

1.

No quantitative restrictions on imports or measures having equivalent effect shall be maintained or introduced between the Contracting Parties on the date of entry into force of this Agreement.

2.

All quantitative restrictions on imports and measures having equivalent effect shall be abolished on the date of entry into force of this Agreement.

Article

7

Quantitative restrictions on exports and measures having equivalent effect

1.

No quantitative restrictions on exports or measures having equivalent effect shall be maintained or introduced between the Contracting Parties as from the date of entry into force of this Agreement.

2.

All quantitative restrictions on exports and measures having equivalent effect shall be abolished on the date of entry into force of this Agreement, except for products listed in Annex 2.

CHAPTER II

Agricultural products

Article

8

Scope

1.

The provisions of this Chapter shall apply to agricultural products originating in the Contracting Parties.

2

The term "agricultural products" means for the purpose of this Agreement the products falling within Chapters 1 to 24 of the Harmonized Commodity Description and Coding System and the products listed in Annex 1 to this Agreement.

Article 9

Exchange of concessions