

**ANNEX 2-A
ELIMINATION OF CUSTOMS DUTIES**

1. All customs duties by a Party on goods originating in the other Party shall be eliminated as from the date of the entry into force of this Agreement, except as otherwise provided in the respective Party's Schedules included in this Annex.
2. The following staging categories shall apply to the elimination of customs duties by each Party pursuant to Article 2.6 (Reduction and/or Elimination of Customs Duties on Imports) for those customs duties not eliminated at the entry into force of this Agreement:
 - (a) customs duties on originating goods provided for in the items in staging category "3" in a Party's Schedule shall be removed in four equal annual stages beginning on the date of entry into force of this Agreement, and such goods shall be free of any customs duties, effective 1 January of year four;
 - (b) customs duties on originating goods provided for in the items in staging category "5" in a Party's Schedule shall be removed in six equal annual stages beginning on the date of entry into force of this Agreement, and such goods shall be free of any customs duties, effective 1 January of year six;
 - (c) customs duties on originating goods provided for in the items in staging category "7" in a Party's Schedule shall be removed in eight equal annual stages beginning on the date of entry into force of this Agreement, and such goods shall be free of any customs duties, effective 1 January of year eight;
 - (d) customs duties on originating goods provided for in the items in staging category "10" in a Party's Schedule shall be removed in eleven equal annual stages beginning on the date of entry into force of this Agreement, and such goods shall be free of any customs duties, effective 1 January of year eleven;
 - (e) no obligations under this Agreement regarding customs duties shall apply with respect to items in staging category "X".
3. In relation to goods under a particular tariff code, the base rate of the customs duty and the staging category for determining the interim rate of the customs duty at each stage of reduction are indicated for that tariff code in each Party's Schedule.
4. For the purposes of paragraph 2, rates of customs duties in the interim stages shall be rounded down, at least to the nearest tenth of a percentage point and/or, in the case of Turkey, to the nearest tenth of one Turkish Kurus, or any other equivalent currency unit, where applicable.
5. For the purposes of this Annex and a Party's Schedule, "year one" means the year of entry into force of this Agreement and "year two" means the calendar year following "year one" and so on.

6. For the purposes of this Annex and a Party's Schedule, beginning in year two, each annual stage of tariff reduction shall take effect on 1 January of the relevant year.
7. Appendices 2-A-1, 2-A-2, 2-A-3 and 2-A-4 form an integral part of this Annex.

APPENDIX 2-A-1
TARIFF SCHEDULE OF SINGAPORE

1. The provisions of this Schedule are expressed in terms of the Singapore Trade Classification, Customs and Excise Duties (hereinafter referred to as “STCCE”), 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, Chapter Notes and subheading notes of the STCCE. To the extent that provisions of this Schedule are identical to the corresponding provisions of the STCCE, the provisions of this Schedule shall have the same meaning as the corresponding provisions of the STCCE.
2. The base rates of duty set out in this Schedule reflect Singapore’s MFN customs duty rates, as reflected in the STCCE, in effect on 1 January 2014.
3. Pursuant to Article 2.6 (Reduction and/or Elimination of Customs Duties on Imports), Singapore shall eliminate customs duties on all originating goods of Turkey as of the date of entry into force of this Agreement.

APPENDIX 2-A-2
TARIFF SCHEDULE OF TURKEY

1. The provisions of this Schedule are expressed in terms of the Harmonized Tariff Schedule of Turkey (hereinafter referred to as “HST”), 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 and subheading notes of the HST. To the extent that provisions of this Schedule are identical to the corresponding provisions of the HST, the provisions of this Schedule shall have the same meaning as the corresponding provisions of the HST.
2. The base rates of duty set out in this Schedule reflect Turkey’s MFN customs duty rates in effect on 1 January 2014.
3. Pursuant to Article 2.6 (Reduction and/or Elimination of Customs Duties on Imports), Turkey shall eliminate customs duties on all originating goods of Singapore, except for products in Category X, in accordance with Turkey’s tariff schedule, from the date of entry into force of this Agreement.