

# U.S.-Peru Trade Promotion Agreement Market Access Results

## Scientific Equipment

---

### Trade and Tariffs

This sector is defined by the World Trade Organization's Uruguay Round sector initiative on scientific equipment. Scientific equipment accounted for approximately 1.1 percent of total U.S. industrial exports to Peru in 2007, totaling nearly \$35 million. The top U.S. exports in this sector included microtomes, parts for hardness testing machinery, and automatic liquid and heat regulating devices. Peruvian tariffs range between 4 and 12 percent, with an average of 4.4 percent.

Peruvian exports to the United States totaled approximately \$250 thousand in 2007; less than 1 percent of Peru's total industrial exports to the United States. Top Peruvian exports to the United States included measuring and checking instruments regulating and controlling apparatus. The U.S. tariffs range between zero and 4 percent with an average of 2 percent. All Peruvian exports in this sector enter the United States duty-free under the Andean Trade Preference Act (ATPA) and Andean Trade Promotion and Drug Eradication Act (ATPDEA) tariff preferences.

### Tariff Elimination

Overall, tariffs will be phased out according to four tariff elimination categories: immediate elimination, equal cuts over five years, equal cuts over seven years, and equal cuts over ten years.

For scientific equipment, all U.S. industrial exports will receive duty-free treatment immediately upon implementation of the agreement.

The United States agreed to consolidate all ATPA and ATPDEA tariff preferences into the final tariff elimination schedules. This means that all scientific equipment exports from Peru will continue to receive duty-free treatment.

### Non-Tariff Barriers

Peru will eliminate its prohibition on the importation of remanufactured scientific equipment, as defined in Chapter Four - Rules of Origin, on entry into force of the Agreement. Peru will eliminate tariffs on most remanufactured scientific equipment immediately and will phase down tariffs on a small number of remanufactured goods over 10 years.