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Subject to Legal Review for Accuracy, Clarity, and Consistency
June 18, 2004

GENERAL NOTES
TARIFF SCHEDULE OF THE UNITED STATES

1. Relation to the Harmonized Tariff Schedule of the United States (HTSUS). The provisions of this Schedule are generally expressed in terms of the Harmonized Tariff Schedule of the United States, 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. Base Rates of Customs Duty. The base rates of duty set forth in this Schedule reflect the USHTS Column 1 General rates of duty in effect January 10, 2003.

1. Staging. In addition to the staging categories listed in Annex IV, paragraph 1, this Schedule contains staging categories **D, E, F, and G**:

- (a) duties on goods provided for in the items in staging category **D** in a Party's Schedule shall be removed in five equal annual stages beginning January 1 of year one, and such goods shall be duty-free, effective January 1 of year five;
- (b) rates of duty on originating goods of Bahrain provided for on items in staging category **E** shall be eliminated entirely and such goods shall be duty-free on January 1 of year one. For goods in subheadings 9812.00.20, 9812.00.40, 9813.00.05, 9813.00.10, 9813.00.15, 9813.00.20, 9813.00.25, 9813.00.30, 9813.00.35, 9813.00.40, 9813.00.45, 9813.00.50, 9813.00.55, 9813.00.60, 9813.00.70, 9813.00.75, and 9814.00.50 duty-free means free without bond;
- (c) duties on goods provided for in the items in staging category **F** in a Party's schedule shall be duty-free on January 1 of year one, in accordance with existing WTO duty-elimination commitments (WTO Schedule XX for the United States); and
- (d) goods provided for in the items in staging category **G** shall be subject to the following provisions during the duty elimination period until January 1 of year nine, at which time such goods shall be duty-free:
 - (i) for goods described in tariff item 9802.00.80, at the time of importation the duty imposed upon the assembled article to be applied in accordance with the procedures specified in U.S. note 4 of subchapter II, chapter 98, of the HTSUS, shall be the rate applicable to the full value of the article

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itself under the staging obligations set forth for the appropriate provision in Chapters 1 through 97 of this Schedule;

- (ii) for goods described in tariff item 9817.22.05, at the time of importation the duty imposed upon the assembled article to be applied in accordance with the procedures specified in U.S. note 4 of subchapter II, chapter 98, of the HTS, shall be the rate applicable to the full value of the article itself under the staging obligations set forth for the appropriate provision in Chapters 1 through 97 of this Schedule; and
- (iii) for goods described in tariff item 9817.61.01, at the time of importation the duty imposed upon the assembled article shall be the rate applicable to the full value of the article itself under the staging obligations set forth for the appropriate provision in Chapters 1 through 97 of this Schedule.

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ANNEX 1 (TRQ)

Notes

1. This annex contains temporary modifications of the provisions of the HTSUS pursuant to this Agreement. Originating goods of Bahrain described in the provisions of this Annex are subject to duty at the rate set forth in this Annex in lieu of the rate provided therefore in Chapters 1 through 97. Notwithstanding tariff-rate quota provisions provided for elsewhere in the HTSUS, originating goods of Bahrain shall be permitted to enter the United States in accordance with the provisions of this Annex. Furthermore, any quantity provided for Bahrain on goods described in this Annex shall not be counted toward any tariff-rate quota provided for such goods elsewhere in the HTSUS. Originating goods of Bahrain imported into the United States also shall not be subject to any of the provisions, duties or limitations of Subchapter IV of Chapter 99 of 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 such year:

<u>YEAR</u>	<u>QUANTITY</u>
	(kg)
1	15.000
2	16.500
3	18.150
4	19.965
5	21.962
6	24.158
7	26.573
8	29.231
9	32.154
10	Unlimited

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- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).

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- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG02011050, AG02012080, AG02013080, AG02021050, AG02022080, and AG02023080.

Liquid dairy

3. (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 such year:

<u>Year</u>	<u>Quantity</u> (Liters)
1	1.000
2	1.100
3	1.210
4	1.330
5	1.460
6	1.610
7	1.770
8	1.950
9	2.140
10	unlimited

(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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).

- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG04013025, AG04039016, and AG21050020.

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Cheese

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	15.000
2	16.500
3	18.150
4	19.965
5	21.962
6	24.158
7	26.573
8	29.231
9	32.154
10	unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, 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.

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Milk Powder

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	5.000
2	5.500
3	6.050
4	6.665
5	7.321
6	8.058
7	8.858
8	9.744
9	10.178
10	unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG04021050, AG04022125, AG04022150, AG04039045, AG04039055, AG04041090, AG23099028 and AG23099048.

Butter

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	5.000
2	5.500
3	6.050

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4	6.655
5	7.321
6	8.053
7	8.858
8	9.744
9	10.718
10	unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG04013075, AG04022190, AG04039065, AG04039078, AG04051020, AG04052030, AG04059020, AG21069026, and AG21069036.

Other Dairy

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 such year:

<u>Year</u>	<u>Quantity</u> (kg)
1	5.000
2	5.500
3	6.050
4	6.655
5	7.321
6	8.053
7	8.858
8	9.744
9	10.718
10	unlimited

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- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, 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.

Peanuts

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	1.000
2	1.100
3	1.210
4	1.331
5	1.464
6	1.611
7	1.772
8	1.949
9	2.143
10	Unlimited

Provided, that peanuts in the shell shall be charged against the above quotas on the basis of 75

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kilograms for each 100 kilograms of peanuts in the shell.

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG12021080, AG12022080, AG20081115, AG20081135, and AG20081160.

Sugar

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	15.000
2	15.570
3	16.538
4	17.364
5	18.233
6	19.144
7	20.101
8	21.107
9	22.162
10	Unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG17011150, AG17011250, AG17019130, AG17019148, AG17019158, AG17019950, AG17022028, AG17023028, AG17024028, AG17026028, AG17029020, AG17029058, AG17029068, AG17049068, AG17049078,

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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.

Cotton

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	5.000
2	5.500
3	6.050
4	6.655
5	7.321
6	8.053
7	8.858
8	9.744
9	10.718
10	Unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG52010018, AG52010028, AG52010038, AG52010080, AG52029930, AG52030030.

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Tobacco

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 such year:

<u>Year</u>	<u>Quantity</u>
	(kg)
1	5.000
2	5.500
3	6.050
4	6.655
5	7.321
6	8.053
7	8.858
8	9.744
9	10.718
10	unlimited

- (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 B of the General Notes of the Tariff Schedule of the United States, paragraph 1(b).
- (c) Subparagraphs (a) and (b) apply to the following Annex 1, Table 1 provisions: AG24011065, AG24012035, AG24012087, AG24013070, AG24031090, AG24039147, and AG24039990.

ANNEX 1, TABLE 1

HEADING	ARTICLE DESCRIPTION
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

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HEADING	ARTICLE DESCRIPTION
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
AG04061078	Provided for in subheading 04061078
AG04061088	Provided for in subheading 04061088
AG04062028	Provided for in subheading 04062028

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HEADING	ARTICLE DESCRIPTION
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
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AG04062091	Provided for in subheading 04062091
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AG04069037	Provided for in subheading 04069037
AG04069042	Provided for in subheading 04069042
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AG04069068	Provided for in subheading 04069068
AG04069074	Provided for in subheading 04069074

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HEADING	ARTICLE DESCRIPTION
AG04069078	Provided for in subheading 04069078
AG04069084	Provided for in subheading 04069084
AG04069088	Provided for in subheading 04069088
AG04069092	Provided for in subheading 04069092
AG04069094	Provided for in subheading 04069094
AG04069097	Provided for in subheading 04069097
AG12021080	Provided for in subheading 12021080
AG12022080	Provided for in subheading 12022080
AG15179060	Provided for in subheading 15179060
AG17011150	Provided for in subheading 17011150
AG17011250	Provided for in subheading 17011250
AG17019130	Provided for in subheading 17019130
AG17019148	Provided for in subheading 17019148
AG17019158	Provided for in subheading 17019158
AG17019950	Provided for in subheading 17019950
AG17022028	Provided for in subheading 17022028
AG17023028	Provided for in subheading 17023028
AG17024028	Provided for in subheading 17024028
AG17026028	Provided for in subheading 17026028
AG17029020	Provided for in subheading 17029020
AG17029058	Provided for in subheading 17029058
AG17029068	Provided for in subheading 17029068
AG17049058	Provided for in subheading 17049058
AG17049068	Provided for in subheading 17049068
AG17049078	Provided for in subheading 17049078
AG18061015	Provided for in subheading 18061015
AG18061028	Provided for in subheading 18061028
AG18061038	Provided for in subheading 18061038
AG18061055	Provided for in subheading 18061055
AG18061075	Provided for in subheading 18061075
AG18062026	Provided for in subheading 18062026
AG18062028	Provided for in subheading 18062028
AG18062036	Provided for in subheading 18062036
AG18062038	Provided for in subheading 18062038
AG18062073	Provided for in subheading 18062073

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HEADING	ARTICLE DESCRIPTION
AG18062077	Provided for in subheading 18062077
AG18062082	Provided for in subheading 18062082
AG18062083	Provided for in subheading 18062083
AG18062087	Provided for in subheading 18062087
AG18062089	Provided for in subheading 18062089
AG18062094	Provided for in subheading 18062094
AG18062098	Provided for in subheading 18062098
AG18063206	Provided for in subheading 18063206
AG18063208	Provided for in subheading 18063208
AG18063216	Provided for in subheading 18063216
AG18063218	Provided for in subheading 18063218
AG18063270	Provided for in subheading 18063270
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AG18069059	Provided for in subheading 18069059
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
AG19012025	Provided for in subheading 19012025
AG19012035	Provided for in subheading 19012035
AG19012050	Provided for in subheading 19012050
AG19012060	Provided for in subheading 19012060
AG19012070	Provided for in subheading 19012070
AG19019036	Provided for in subheading 19019036
AG19019043	Provided for in subheading 19019043
AG19019047	Provided for in subheading 19019047

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HEADING	ARTICLE DESCRIPTION
AG19019054	Provided for in subheading 19019054
AG19019058	Provided for in subheading 19019058
AG20081115	Provided for in subheading 20081115
AG20081135	Provided for in subheading 20081135
AG20081160	Provided for in subheading 20081160
AG21011238	Provided for in subheading 21011238
AG21011248	Provided for in subheading 21011248
AG21011258	Provided for in subheading 21011258
AG21012038	Provided for in subheading 21012038
AG21012048	Provided for in subheading 21012048
AG21012058	Provided for in subheading 21012058
AG21039078	Provided for in subheading 21039078
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
AG21069046	Provided for in subheading 21069046
AG21069066	Provided for in subheading 21069066
AG21069072	Provided for in subheading 21069072
AG21069076	Provided for in subheading 21069076
AG21069080	Provided for in subheading 21069080
AG21069087	Provided for in subheading 21069087
AG21069091	Provided for in subheading 21069091
AG21069094	Provided for in subheading 21069094
AG21069097	Provided for in subheading 21069097
AG22029028	Provided for in subheading 22029028
AG23099028	Provided for in subheading 23099028
AG23099048	Provided for in subheading 23099048
AG24011065	Provided for in subheading 24011065
AG24012035	Provided for in subheading 24012035
AG24012087	Provided for in subheading 24012087
AG24013070	Provided for in subheading 24013070
AG24031090	Provided for in subheading 24031090
AG24039147	Provided for in subheading 24039147

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HEADING	ARTICLE DESCRIPTION
AG24039990	Provided for in subheading 24039990
AG52010018	Provided for in subheading 52010018
AG52010028	Provided for in subheading 52010028
AG52010038	Provided for in subheading 52010038
AG52010080	Provided for in subheading 52010080
AG52029930	Provided for in subheading 52029930
AG52030030	Provided for in subheading 52030030