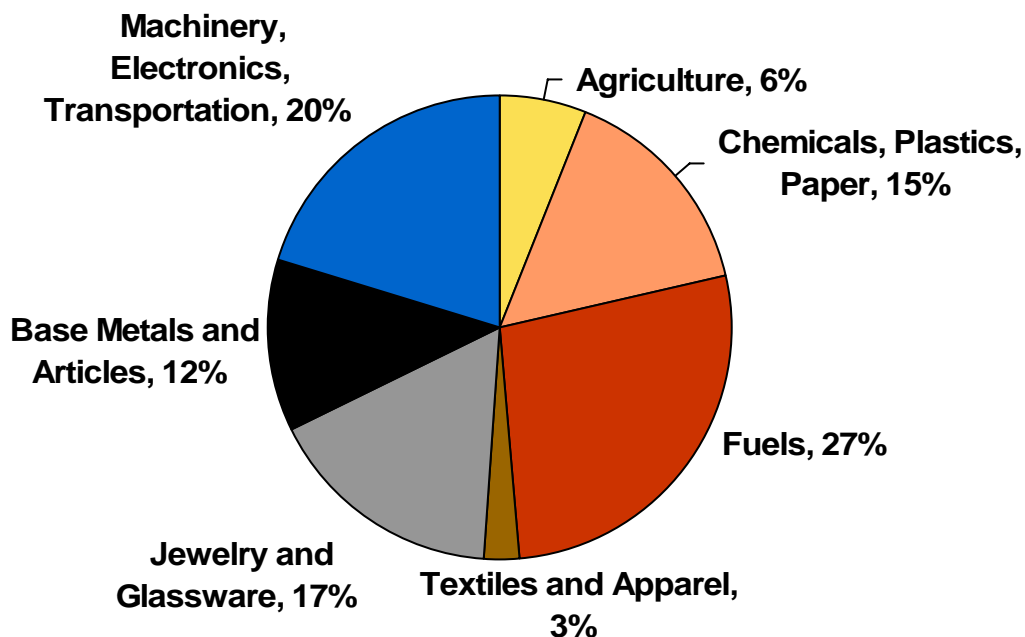


USE OF THE GENERALIZED SYSTEM OF PREFERENCES (GSP) **BY FIJI**

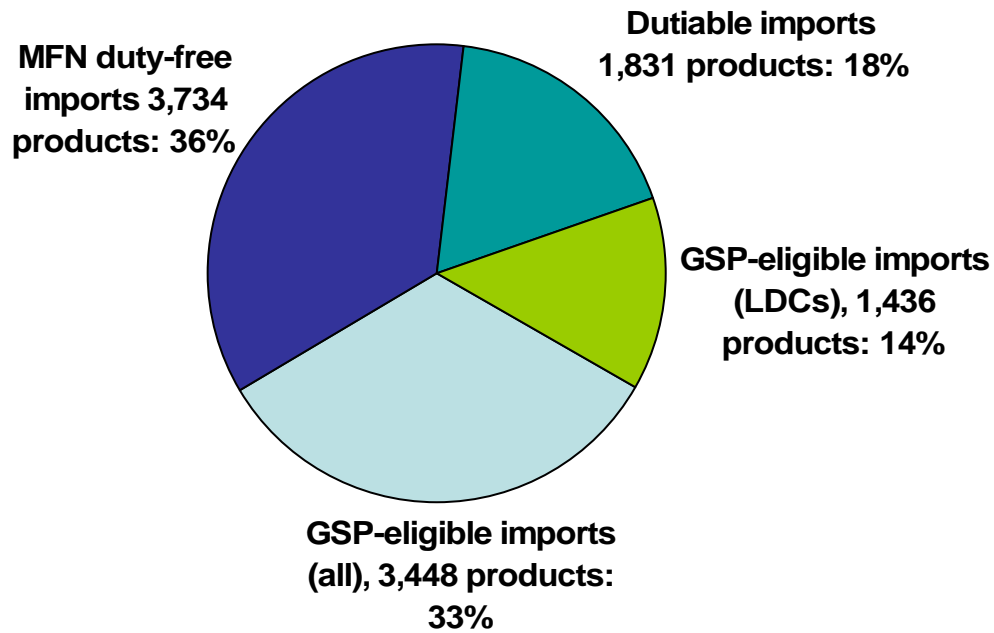
Generalized System of Preferences Program

Congress created the U.S. GSP program in 1974, with broad bipartisan support, to expand the choices and decrease the costs of imports used by American industry and consumers while creating economic opportunities in developing countries. The GSP program provides preferential duty-free treatment for 3,448 products from Fiji and 130 other designated beneficiary developing countries (BDCs) and territories. An additional 1,436 articles from least-developed beneficiary developing countries (LDBDCs) are eligible for duty-free treatment. There are currently 43 least-developed GSP beneficiaries, including Kiribati, Samoa, Tuvalu, and Vanuatu. The Solomon Islands, located just to the northwest of Fiji, has recently requested LDBDC status.

U.S. imports under GSP in 2006 from all beneficiaries totaled \$32.6 billion, an increase of 22 percent over 2005. The combined GSP-eligible product lists include most dutiable manufactures and semi-manufactures, and certain agricultural, fishery, and primary industrial products (see. Top U.S. imports under GSP in 2006 were petroleum, gold jewelry, aluminum alloy products, refined copper cathodes, methanol, and silver jewelry:



Some articles are prohibited by the GSP statute from receiving GSP treatment, including textiles produced with cotton, wool, manmade fiber, other vegetable fiber (linen and ramie); watches; certain footwear and handbags; luggage; flat goods not made of silk; gloves other than sports gloves; and other leather items.



How does an import receive GSP duty-free treatment?

A GSP-eligible import must meet the following requirements:

- It must be included in the list of GSP-eligible articles.
- It must be imported into the United States directly from the GSP beneficiary or pass through another country on a through bill of lading.
- The article must be the growth, product, or manufacture of the GSP beneficiary.
- When a producer in Fiji imports inputs for a product from outside of the country, the sum of the cost or value of materials produced in Fiji in addition to the direct costs of processing must equal at least 35 percent of the product's appraised value when the product is sold for export to the United States.
- Imported materials can be counted toward the 35 percent value-added requirement if they are "substantially transformed" into new and different constituent materials, which are then used to produce or manufacture the eligible article to be exported. "Substantially transformed" means that U.S. customs would classify the constituent materials as different items.
- The exporter/importer must request duty-free treatment under GSP by placing an "A," before the U.S. tariff line (HTSUS) number that identifies the import on Form 7501, the U.S. Customs entry form (see below).

U.S. Customs Form 7501

15-11-2007 10:58am From: Trade Compliance 2022441386 1 167 > 002/002 F-326

DEPARTMENT OF HOMELAND SECURITY U.S. Customs and Border Protection ENTRY SUMMARY				1. Mer Code/Entry No. RWC 000	12. Entry Type 01 ABI/A	3. Summary Date 10/04/2006
2. Importing Carrier		5. Mode of Transport 13	10. Country of Origin TR	4. Surety No.	6. Bond Type 8	7. Entry Date 09/24/2006
12. H.S. or HTS No.		13. Manufacturer ID	14. Exporting Country TR	11. In-Port Code 09/24/2006		16. Expiry Date 08/30/2006
16. I.T. No.	17. I.T. Date	15. Alit/ID Docs	18. Foreign Port of Loading 55735	20. U.S. Port of Loading 2704		
21. Location of Goods (G.D. No.)		22. Consignee No. SAME	23. Importer No.	24. Reference No.		
25. Ultimate Consignee Name and Address			28. Importer of Record Name and Address			
City _____ State IN Zip _____			City _____ State IR Zip _____			
27. 28. Description of Merchandise						
Line No.	A. HTSUS No. B. ADICVD Case No.	C. Gross Weight D. Manifest Qty.	31. Net Quantity in HTSUS Units	A. Entered Value B. CHGS C. Relationship	32. A. HTSUS Rate B. ADICVD Rate C. IRC Rate D. Vase No.	Duty and L.R. Tax Dollars Cents
001	M 0465000914 INVOICE 00001 DISPOSABLE SAMPLES RUBBER GL 4015.19.1010	16940	112500 DRR	NOT RELATED 51840 03959	FREE	0.00
	HARBOR MAINTENANCE FEE				0.125%	64.00
	MERCHANDISE PROCESSING FEE				0.21%	108.86
				AS ENTERED		
Other Fee Summary to: Dock 34			32. Total Entered Value		TOTALS	
302	487	105.86		A. U.S. CODE 803	B. Ascertained Duty	37. Duty
002		41.80	\$ 51,840.00	REASON CODE	C. Ascertained Tar	38. Tax
Total Other Fees			\$ 173.66	D. Ascertained Certif	39. Other	173.86
				E. Ascertained Total	40. Total	173.66
36. DECLARATION OF IMPORTER OF RECORD (OWNER OR PURCHASER) OR AUTHORIZED AGENT						
I declare that I am the <input type="checkbox"/> importer of record and that the actual owner, purchaser, or consignee for CBP purposes is as shown above, OR <input checked="" type="checkbox"/> owner or purchaser or agent thereof. I further declare that the merchandise <input type="checkbox"/> was obtained pursuant to a purchase or agreement to purchase and <input type="checkbox"/> was not obtained pursuant to a purchase or agreement to purchase and the statements in this invoice as to the value of the goods are true, OR <input type="checkbox"/> was not obtained pursuant to a purchase or agreement to purchase and the statements in this invoice as to the value of the goods are true to the best of my knowledge and belief. I also declare that the statements in this document herein that duty decrease to or my knowledge and belief of the true price, value, quantities, rates, drawbacks, fees, commissions, and royalties and are true and correct, and goods or services provided to the holder of the merchandise either free of or reduced cost are duly disclosed. I will immediately furnish to the appropriate CBP office any information showing a difference between what is stated hereon and the actual facts.						
41. DECLARANT NAME			TITLE		DATE	
			<i>[Signature]</i>		10/11/2006	
47. Broker/Importer Information (Name, address, phone number)			48. Broker/Importer File No. 6841			

Customs Documentation and Requirements

The producer should retain the following documents for at least five years in order to ensure GSP duty-free treatment:

- A. To verify the 35 percent rule of origin rule:
 1. Dated invoices for materials used to produce good and from where
 2. Description of product and quantity
- B. If processing operations are involved:
 1. Description of processing and location
 2. Direct costs of processing operations
- C. For agricultural exports:
 1. Producer's statement verifying on which town and farm the product is grown
 2. Description of product and quantity
 3. Dated invoices for costs incurred

Agricultural Exports

- Ensure products are free from microbial contamination, foreign material, pests, diseases, and chemical residues
- Must comply with USDA or FDA requirements

- Care must be taken during each step:
 - Production – Packing – Shipping (fresh products)
 - Production - Processing – Packaging – Packing – Shipping (processed products)

Thirty-five percent value-added requirement

- Cost of Fiji inputs and labor must equal 35% of product's price when sold
- To count toward that 35%, imported inputs must be “substantially transformed” in Fiji and then used to help produce or manufacture item
- “Substantially transformed” means that the item’s name, character, or use differs from when it was imported

Imports from Fiji under GSP

In 2007, Fiji exported \$69.7 million to the United States under the GSP program. The products mainly consist of mineral water (\$56.7m), molasses (\$4.3m), raw cane sugar (3.4 million), dasheens (\$1.8m), and cane molasses (\$1.6 million). Imports are up 32.percent over 2006, when \$52.8 million in goods were imported from Fiji under GSP. Approximately 45.6 percent of all U.S. imports from Fiji in 2007 entered under the GSP program. This compares to 36.2 percent of all imports in 2006.

Attachment A shows U.S. imports from Fiji that entered duty-free under GSP in 2005, 2006, and 2007. Through YTD 2007 (October), claimed GSP imports comprised thirty percent of all U.S. imports from Fiji.

Recommendations to make greater use of available GSP preferences

- Ensure that all GSP-eligible products are marked as eligible on the U.S. customs entry form (see Attachment B).
- Export products to the United States that are currently exported elsewhere but would receive duty-free treatment if imported by the United States.
- Expand the opportunities for Fijian artisans by entering into a GSP certified handicraft arrangement and export more MFN duty-free and GSP-eligible handicraft products.
- Explore additional opportunities for GSP-eligible exports by looking at other Pacific Islands’ trade (see Attachment C).

Fijian Exports to Other Markets

Several types of exports from Fiji are not exported to the United States. If they were, they would be eligible for duty-free treatment under GSP or are MFN duty-free. These include:

- | | |
|--------------------------------|-------------------------------|
| • copper ores and concentrates | • cane sugar |
| • coffee | • copra |
| • cocoa beans | • antiques over 100 years old |
| • non-coniferous wood | • vanilla beans |
| • tropical wood plywood | • aluminum waste and scrap |
| • palm oil | |

Handicrafts

Many handicraft exports enter the United States duty-free, either for all countries or from GSP beneficiaries:	
jewelry (other than imitation)	fur head coverings
traditional games	wind, string, and drum musical instruments
paintings, sculpture, and wall hangings	picture frames
many types of carpets, kilims, and rugs	certain hats, certain baskets and handbags of
wooden statuettes, boxes, and other wood items	bamboo, rattan, palm leaf and vegetable material
walking sticks	



GSP certified textile handicraft arrangements

Fifteen GSP beneficiary countries can export several certified handicraft items duty-free under GSP because the countries have “certified textile handicraft arrangements” with the United States. The agreement allows the United States to give duty-free treatment to U.S. imports, that have been certified by the beneficiary country, of hand-loomed and folklore wall hangings; hand-loomed and folklore pillow covers; and certain hand-woven textile floor coverings. Duties saved range from 3.8 percent to 4.3 percent. No Pacific Island economies have entered into certified textile handicraft arrangements.

Need more information?

Office of the U.S. Trade Representative Website:

GSP guidebook, lists of GSP-eligible and ineligible products, notices:

- http://www.ustr.gov/Trade_Development/Preference_Programs/GSP/Section_Index.html

U.S. Tariff Schedule:

- <http://www.usitc.gov/tata/hts>

Potential exports to the U.S. and elsewhere:

- <http://www.intracen.org/menus/countries.htm>

Department of Homeland Security: Customs & Border Protection:

- <http://www.customs.gov/xp/cgov/import/>

Customs Entry Form 7501:

- <https://forms.customs.gov/customsrf/getformharness.asp?formName=cf-7501-form.xft>
- <http://www.customs.treas.gov/xp/cgov/toolbox/publications/>

ATTACHMENT ONE

All Import Commodities: Customs Value by Special Import Program and Customs Value For -- GSP For Fiji

U.S. Imports For Consumption

Annual Data

Import Program	HTS Number	2005	2006	2007	Percent Change 2006 - 2007
		<i>In Actual Dollars</i>			
GSP	22011000 Mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavored	48,194,502	39,717,652	56,708,234	42.8%
.	17039050 Molasses nesi	0	4,213,582	4,252,750	0.9%
.	17011110 Cane sugar, raw, in solid form, w/o added flavoring or coloring, subject to add. US 5 to Ch.17	4,063,915	5,884,527	3,430,159	-41.7%
.	07149010 Fresh or chilled dasheens, whether or not sliced or in the form of pellets	1,592,979	1,771,223	1,775,536	0.2%
.	17031050 Cane molasses nesi	4,330,700	0	1,620,000	N/A
.	20060030 Ginger root, preserved by sugar (drained, glaze or crystallized)	276,806	282,343	332,445	17.7%
.	07141010 Cassava (manioc), frozen, whether or not sliced or in the form of pellets	46,836	106,687	296,061	177.5%
.	06049960 Foliage, branches, parts of plants and grasses, suitable for bouquets or ornamental purposes, dyed, impregnated or otherwise prepared	0	44,371	209,790	372.8%
.	19059090 Bakers' wares communion wafers, empty capsules suitable for pharmaceutical use, sealing wafers, rice paper and similar products, nesi	120,846	138,973	154,846	11.4%

.	07149045 Frozen dasheens/yams/arrowroot/salep/Jerusalem artichokes/similar roots & tubers (but not cassava, sweet potatoes & Chinese water chestnuts)	6,210	35,631	145,554	308.5%
.	34013010 Organic surface-active products for wash skin, in liquid or cream, contain any aromatic/mod aromatic surface-active agent, put up for retail	67,689	29,195	118,333	305.3%
.	63079098 National flags and other made-up articles of textile materials, nesoi	56,660	71,315	75,953	6.5%
.	22021000 Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored	25,867	50,540	74,325	47.1%
.	33073050 Bath preparations, other than bath salts	80,080	63,590	68,561	7.8%
.	16041980 Prepared or preserved fish, whole or in pieces, but not minced, nesi	0	0	56,150	N/A
.	21069099 Food preparations not elsewhere specified or included, not canned or frozen	16,558	12,272	52,325	326.4%
.	20059997 Vegetables nesoi,& mixtures of vegetables,prepared or preserved otherwise than by vinegar or acetic acid, not frozen, not preserved by sugar	0	0	30,819	N/A
.	44092905 Nonconiferous wood continuously shaped along any of its ends, wether or not also continuously shaped along any its edges or faces	0	0	28,976	N/A
.	07149060 Dried dasheens, yams, arrowroot, salep, Jerusalem artichokes, and similar roots and tubers nesoi, whether or not sliced but not in pellets	20,008	0	27,507	N/A
.	85044095 Static converters (for example, rectifiers), nesoi	0	0	24,101	N/A
.	44123940 Plywood of wood sheets, n/o 6 mm thick each, with outer plies of coniferous wood, with face play nesoi, not or clear surface covered	0	0	22,270	N/A

.	85299026 Transceiver assemblies for the apparatus of subheading 8526.10, other than printed circuit assemblies	0	0	18,160	N/A
.	09109960 Spices, nesi	10,037	3,694	16,500	346.7%
.	44201000 Wooden statuettes and other wood ornaments	55,912	25,024	16,238	-35.1%
.	07108070 Vegetables nesi, uncooked or cooked by steaming or boiling in water, frozen, not reduced in size	8,023	10,506	15,435	46.9%
.	69120048 Ceramic (o/than porcelain or china) household tableware and kitchenware, nesoi	0	0	14,256	N/A
.	19019090 Flour-, meal-, starch-, malt extract- or dairy-based food preps not containing cocoa and not containing specific amounts of dairy, nesoi	19,191	13,098	12,312	-6.0%
.	20089990 Fruit nesi, and other edible parts of plants nesi, other than pulp and excluding mixtures, otherwise prepared or preserved, nesi	17,652	4,833	11,774	143.6%
.	39232900 Sacks and bags (including cones) for the conveyance or packing of goods, of plastics other than polymers of ethylene	3,680	26,754	10,840	-59.5%
.	07129085 Dried vegetables nesoi, and mixtures of dried vegetables, whole, cut, sliced, broken or in powder, but not further prepared	25,428	58,503	9,313	-84.1%
Subtotal - GSP		59,039,579	52,564,313	69,629,523	32.5%
All Other:		340,503	243,783	103,672	-57.5%
Total		59,380,082	52,808,096	69,733,195	32.1%

Attachment B: GSP-Eligible U.S. Imports from Fiji (Claimed and Not Claimed)

HTS NUMBER	GSP Eligible	Product Description	MFN rate	Import program claimed by importer	2005	2006
22011000	A	Mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavored	0.26 cents/liter	GSP	\$48,194,502	\$39,717,652
17011110	A*	Cane sugar, raw, in solid form, w/o added flavoring or coloring, subject to add. US 5 to Ch.17	1.4606 cents/kg less 0.020668 cents/kg for each degree under 100 degrees (and fractions of a degree in proportion) but not less than 0.943854 cents/kg	GSP	\$4,063,915	\$5,884,527
17039050	A*	Molasses nesi	0.01 cents/kg of total sugars	GSP	\$0	\$4,213,582
07149010	A	Fresh or chilled dasheens, whether or not sliced or in the form of pellets	2.30%	GSP	\$1,592,979	\$1,771,223
22011000	A	Mineral waters and aerated waters, not containing added sugar or other sweetening matter nor flavored	0.26 cents/liter	No program claimed	\$41,127	\$897,545
20060030	A	Ginger root, preserved by sugar (drained, glace or crystallized)	2.40%	GSP	\$276,806	\$282,343
19059090	A	Bakers' wares communion wafers, empty capsules suitable for pharmaceutical use, sealing wafers, rice paper and similar products, nesi	4.50%	GSP	\$120,846	\$138,973
07141010	A*	Cassava (manioc), frozen, whether or not sliced or in the form of pellets	7.90%	GSP	\$46,836	\$106,687
63079098	A	National flags and other made-up articles of textile materials, nesoi	7.00%	GSP	\$56,660	\$71,315
44122936	A*	Plywood nesoi, at least one hardwood outer ply nesoi, no particle board, not surface-covered beyond clear/transparent, face ply nesoi	8.00%	GSP	\$0	\$65,584
33073050	A	Bath preparations, other than bath salts	4.90%	GSP	\$80,080	\$63,590

07129085	A	Dried vegetables nesoi, and mixtures of dried vegetables, whole, cut, sliced, broken or in powder, but not further prepared	8.30%	GSP	\$25,428	\$58,503
22021000	A	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored	0.2 cents/liter	GSP	\$25,867	\$50,540
06049960	A	Foliage, branches, parts of plants and grasses, suitable for bouquets or ornamental purposes, dyed, impregnated or otherwise prepared	7.00%	GSP	\$0	\$44,371
07149045	A*	Frozen dasheens/yams/arrowroot/salep/Jerusalem artichokes/similar roots & tubers (but not cassava, sweet potatoes & Chinese water chestnuts)	6.00%	GSP	\$6,210	\$35,631
34013010	A	Organic surface-active products for wash skin, in liquid or cream, contain any aromatic/mod aromatic surface-active agent, put up for retail	4.00%	GSP	\$67,689	\$29,195
20059097	A	Vegetables nesoi, & mixtures of vegetables, prepared or preserved otherwise than by vinegar or acetic acid, not frozen, not preserved by sugar	11.20%	GSP	\$18,004	\$27,049
39232900	A	Sacks and bags (including cones) for the conveyance or packing of goods, of plastics other than polymers of ethylene	3.00%	GSP	\$3,680	\$26,754
44121340	A	Plywood sheets n/o 6 mm thick, with specified tropical wood outer ply, with face ply nesoi, not surface-covered beyond clear/transparent	8.00%	GSP	\$0	\$26,067
44201000	A	Wooden statuettes and other wood ornaments	3.20%	GSP	\$55,912	\$25,024
44219097	A	Articles of wood, not elsewhere specified or included	3.30%	GSP	\$22,678	\$24,069
22021000	A	Waters, including mineral waters and aerated waters, containing added sugar or other sweetening matter or flavored	0.2 cents/liter	No program claimed	\$0	\$18,526
08119010	A*	Bananas and plantains, frozen, in water or containing added sweetening	3.40%	GSP	\$61,740	\$17,325

44219097	A	Articles of wood, not elsewhere specified or included	3.30%	No program claimed	\$2,945	\$15,668
19019090	A	Flour-, meal-, starch-, malt extract- or dairy-based food preps not containing cocoa and not containing specific amounts of dairy, nesoi	6.40%	GSP	\$19,191	\$13,098
85269200	A	Radio remote control apparatus	4.90%	No program claimed	\$0	\$12,502
21069099	A	Food preparations not elsewhere specified or included, not canned or frozen	6.40%	GSP	\$16,558	\$12,272
39231000	A	Boxes, cases, crates and similar articles for the conveyance or packing of goods, of plastics	3.00%	No program claimed	\$0	\$12,047
85279095	A	Reception apparatus for radiotelegraphy, radiotelephony, radiobroadcasting, nesoi	6.00%	GSP	\$8,450	\$11,600
20079950	A	Guava and mango pastes and purees, being cooked preparations	1.30%	GSP	\$0	\$11,072
07108070	A	Vegetables nesi, uncooked or cooked by steaming or boiling in water, frozen, not reduced in size	11.30%	GSP	\$8,023	\$10,506
44209080	A	Wood marquetry and inlaid wood; wooden articles of furniture, nesoi	3.20%	No program claimed	\$0	\$8,843
44190080	A	Wooden tableware and kitchenware, other than forks and spoons	3.20%	GSP	\$2,700	\$6,470
85273900	A	Radiobroadcast receivers nesoi, including apparatus capable of receiving also radiotelephony or radiotelegraphy	3.00%	No program claimed	\$0	\$6,157
20089990	A	Fruit nesoi, and other edible parts of plants nesoi, other than pulp and excluding mixtures, otherwise prepared or preserved, nesoi	6.00%	GSP	\$17,652	\$4,833
85269200	A	Radio remote control apparatus	4.90%	GSP	\$0	\$4,651
71131950	A*	Precious metal (o/than silver) articles of jewelry and parts thereof, whether or not plated or clad with precious metal, nesoi	5.50%	No program claimed	\$0	\$4,642
85371090	A	Boards, panels, consoles, desks, cabinets, etc., equipped with apparatus for electric control, for a voltage not exceeding 1,000, nesoi	2.70%	GSP	\$0	\$4,333

44209080	A	Wood marquetry and inlaid wood; wooden articles of furniture, nesi	3.20%	GSP	\$5,135	\$4,261
71131950	A*	Precious metal (o/than silver) articles of jewelry and parts thereof, whether or not plated or clad with precious metal,nesoi	5.50%	GSP	\$19,028	\$4,030
07142010	A*	Sweet potatoes, frozen, whether or not sliced or in the form of pellets	6.00%	GSP	\$0	\$3,820
09109960	A	Spices, nesi	1.90%	GSP	\$10,037	\$3,694
85044095	A	Static converters (for example, rectifiers), nesoi	1.50%	No program claimed	\$0	\$3,411
85243980	A	Pre-recorded discs for laser reading systems, reproducing sound and images or images only, nesoi	2.70%	GSP	\$0	\$3,046
08119052	A	Mangoes, frozen, whether or not previously steamed or boiled	10.90%	GSP	\$7,644	\$3,004
18063290	A	Cocoa preps, not filled, in blocks, slabs or bars weighing 2kg or less,	6.00%	GSP	\$0	\$2,951
22029090	A	Nonalcoholic beverages, nesi, not including fruit or vegetable juices of heading 2009	0.2 cents/liter	GSP	\$6,787	\$2,900
33079000	A	Depilatories and other perfumery, cosmetic or toilet preparations. nesoi	5.40%	GSP	\$0	\$2,817
19023000	A	Pasta nesi	6.40%	GSP	\$0	\$2,761
71131929	A	Gold necklaces and neck chains (o/than of rope or mixed links)	5.50%	GSP	\$0	\$2,559
39231000	A	Boxes, cases, crates and similar articles for the conveyance or packing of goods, of plastics	3.00%	GSP	\$0	\$2,400
20060070	A	Fruit nesi, and nuts, except mixtures, preserved by sugar (drained, glace or crystallized)	8.00%	GSP	\$0	\$2,209
69119000	A*	Porcelain or china (o/than bone china) household and toilet articles (other than tableware or kitchenware), nesoi	5.40%	GSP	\$0	\$2,160
33074100	A	Agarbatti and other odoriferous preparations which operate by burning, to perfume or deodorize rooms or used during religious rites	2.40%	GSP	\$0	\$2,030
46021009	A	Baskets and bags of bamboo other than wickerwork	10.00%	GSP	\$0	\$2,020

42010060	A*	Saddlery and harnesses for animals nesi, (incl. traces, leads, knee pads, muzzles, saddle cloths and bags and the like), of any material	2.80%	GSP	\$0	\$1,803
67029065	A	Artificial flowers/foilage/fruit & pts thereof; articles of artif. flowers, etc.; all the foregoing of materials o/than plast./feath./mmf	17.00%	GSP	\$0	\$432
39241020	A	Plates, cups, saucers, soup bowls, cereal bowls, sugar bowls, creamers, gravy boats, serving dishes and platters, of plastics	6.50%	GSP	\$878	\$360
07141010	A*	Cassava (manioc), frozen, whether or not sliced or in the form of pellets	7.90%	No program claimed	\$2,592	\$0
08119010	A*	Bananas and plantains, frozen, in water or containing added sweetening	3.40%	No program claimed	\$9,655	\$0
08119052	A	Mangoes, frozen, whether or not previously steamed or boiled	10.90%	No program claimed	\$2,528	\$0
15159080	A	Fixed vegetable fats and oils and their fractions nesoi, whether or not refined, not chemically modified	3.20%	No program claimed	\$9,167	\$0
19059090	A	Bakers' wares communion wafers, empty capsules suitable for pharmaceutical use, sealing wafers, rice paper and similar products, nesi	4.50%	No program claimed	\$10,698	\$0
21069099	A	Food preparations not elsewhere specified or included, not canned or frozen	6.40%	No program claimed	\$3,026	\$0
22029090	A	Nonalcoholic beverages, nesi, not including fruit or vegetable juices of heading 2009	0.2 cents/liter	No program claimed	\$2,160	\$0
46021080	A	Basketwork and other articles, nesoi, of vegetables materials, nesoi	2.30%	No program claimed	\$3,289	\$0
63079098	A	National flags and other made-up articles of textile materials, nesoi	7.00%	No program claimed	\$16,330	\$0
85271950	A	Radiobroadcast receivers, capable of operation w/o external power, nesi	3.00%	No program claimed	\$7,110	\$0
90329060	A	Parts and accessories for automatic regulating or controlling instruments and apparatus, nesi	1.70%	No program claimed	\$8,000	\$0

07149020	A	Fresh or chilled yams, whether or not sliced or in the form of pellets	6.40%	GSP	\$11,033	\$0
07149060	A	Dried dasheens, yams, arrowroot, salep, Jerusalem artichokes, and similar roots and tubers nesoi, whether or not sliced but not in pellets	8.30%	GSP	\$20,008	\$0
09109100	A	Mixtures of spices	1.90%	GSP	\$2,896	\$0
15159080	A	Fixed vegetable fats and oils and their fractions nesoi, whether or not refined, not chemically modified	3.20%	GSP	\$6,804	\$0
17031050	A	Cane molasses nesi	0.01 cents/kg of total sugars	GSP	\$4,330,700	\$0
17049035	A	Sugar confections or sweetmeats ready for consumption, not containing cocoa, other than candied nuts or cough drops	5.60%	GSP	\$2,192	\$0
18069090	A	Chocolate and preps w/cocoa, nesoi, not put up for retail sale	6.00%	GSP	\$8,407	\$0
19021940	A	Uncooked pasta, not stuffed or otherwise prepared, not containing eggs, nesi, including pasta packaged with sauce preparations	6.40%	GSP	\$2,058	\$0
19041000	A	Prepared foods obtained by the swelling or roasting of cereals or cereal products	1.10%	GSP	\$2,385	\$0
20011000	A	Cucumbers including gherkins, prepared or preserved by vinegar or acetic acid	9.60%	GSP	\$7,830	\$0
20019038	A	Vegetables (including olives) nesoi, prepared or preserved by vinegar or acetic acid	9.60%	GSP	\$3,492	\$0
20089950	A	Papayas, other than pulp, otherwise prepared or preserved, nesi	1.80%	GSP	\$5,831	\$0
20098060	A	Juice of any other single fruit, nesi, (including cherries and berries), concentrated or not concentrated	0.5 cents/liter	GSP	\$18,930	\$0
21039090	A	Sauces and preparations	6.40%	GSP	\$7,953	\$0
39232100	A*	Sacks and bags (including cones) for the conveyance or packing of goods, of polymers of ethylene	3.00%	GSP	\$560	\$0
42023990	A	Articles of a kind normally carried in the pocket or handbag, with outer surface of vulcanized fiber or of paperboard	20.00%	GSP	\$2,333	\$0

44121431	A*	Plywood sheet n/o 6 mm thick, at least one outer ply of nonconiferous wood, with face ply nesi, not surfacecovered beyond clear/transparent	8.00%	GSP	\$27,283	\$0
44182080	A	Doors of wood, other than French doors	4.80%	GSP	\$38,770	\$0
46021018	A	Baskets and bags of vegetable material, nesi	4.50%	GSP	\$11,308	\$0
69139050	A	Ceramic (o/than porcelain, china or earthenware) ornamental articles, nesi	6.00%	GSP	\$5,200	\$0
82119220	A	Kitchen and butcher knives w/fixed blades, with rubber or plastics handles	0.8 cents each + 4.6%	GSP	\$2,145	\$0
85251070	A	Transmission apparatus for radiobroadcasting	3.00%	GSP	\$4,911	\$0
85271950	A	Radiobroadcast receivers, capable of operation w/o external power, nesi	3.00%	GSP	\$15,138	\$0

Attachment C

U.S. Imports from the Pacific Island Region

U.S. imports were \$265.2 million in 2006, a decrease of 15% (\$45.4 million) from the \$310.6 million 2004. Imports under the GSP program were \$57.3 million (21.6% of all U.S. imports from the region) in 2006, an increase of \$18.5 million over the same two-year period (U.S. imports entering under GSP from the region were 12.5% of all imports from the region in 2004). U.S. imports entering under FAS provisions were \$716,000 in 2006 (0.27 percent of all imports), down 40% from 1.2 million in 2004 (0.39% of all imports).

U.S. imports in 2006 from the region, in order of largest trade value:

- Tunas and skipjack, not in airtight containers or in oil in bulk containers;
- Coffee;
- Estimated imports of low-valued transactions;
- Light oil motor fuel; and
- Cocoa beans.

Imports entering duty-free under the GSP program in 2006 (with most favored nations (MFN) duties saved):

- Mineral water (\$39.7 million) - 0.26 cents/liter;
- Raw cane sugar (\$8.7 million);
- Molasses (\$4.2 million) - 0.01 cents/kg;
- Fresh or chilled dasheens (\$1.8 million) - 2.3%;
- Juice of certain single fruits, including cherries and berries (\$1.1 million) - 0.5 cents/liter;
- Ginger root (\$282,000) - 2.4%; and
- Cassava (\$145,000) - 7.9%.

Other 2006 imports of large trade value under GSP included food preparations, fruit and nut flour, national flags, wooden statuettes, plywood of at least one hardwood outer ply, bath preparations, yams, dried vegetables, organic surface-active agents, other waters, and dyed foliage for bouquets or ornamental purposes.

Approximately \$2.2 million in U.S. imports from the Pacific Islands were eligible for duty-free entry under GSP, assuming that the imports complied with the GSP rules of origin, but were not claimed as such on their entry forms. Examples in 2005 or 2006 were:

- \$176,923 in active yeasts (6.4% tariff) from the Cook Islands;
- \$897,545 in mineral waters (0.26 cents/liter tariff) from Fiji;
- \$15,053 in wooden statutes (3.2%) from Papua New Guinea;
- \$235,092 in dried fruit other than of citrus fruit, bananas, plantains, nuts, figs, pineapples, dates, guavas, mangos and mangosteens (2.5%) from Samoa;
- \$92,287 in gold jewelry, including gold-plated jewelry with platinum (4.1%) from the Solomon Islands;
- \$25,046 in palmitic and stearic acid (5%) and \$2,700 in sweet potatoes (4.5%) from Tonga; and
- \$81,000 in food preparations (6.4%) from Vanuatu.

World Imports from the Pacific Island Economies

A number of dutiable products are exported to the world from the region, but are not exported in large volumes to the United States. Export of these products to the United States could be explored, many of which are eligible for duty-free treatment under GSP:

- baskets of wicker and other vegetable materials;
- active yeasts;
- balsa, mahogany and other types of woods;
- coniferous wood in chips or particles;
- untreated non-coniferous wood in the rough;
- aluminum waste and scrap;
- frozen fish fillets, livers, and roes;
- big-eyed, albacore and other tunas;
- mollusks;
- organo-sulfur compounds;

- calcium phosphate, aluminum calcium phosphate and phosphate chalk;
- unwrought nickel;
- copper ores and concentrates;
- fresh or chilled vegetables;
- fermented black tea and other partly fermented teas;
- coconut oil, including copra; and
- medicinal plants

Imports from South Pacific economies by leading markets, 2006							
Supplying South Pacific economy	Importing country						
	United States		Australia (2005)	New Zealand	European Union	Japan	China
	GSP	Total					
In Thousands of dollars							
Cook Islands	16	2,098	424	701	927	3,368	1,196
Fed. States of Micronesia	0	885	18	1	76	3,639	73
Fiji	52,808	145,793	145,900	34,126	144,607	51,771	1,228
Kiribati	0	1,346	386	10	703	2,125	1
Nauru	0	274	151	35	359	435	1
Niue	51	73	1	263	11,819	936	0
Palau	0	605	2	1	116	40,478	5
Papua New Guinea	2,902	83,624	1,529,816	36,408	501,351	659,717	391,849
Rep. Marshall Islands	0	14,520	25	51	317,084	18,612	202
Samoa	1,255	4,223	0	1,662	594	1,059	12
Solomon Islands	3	2,193	2,752	1,675	14,547	23,022	124,862
Tonga	164	7,265	483	1,716	308	6,685	13
Tuvalu	0	23	69	1	743	0	76
Vanuatu	85	2,274	3,379	393	9,657	29,344	1,052
Total	57,284	265,196	1,683,406	77,043	1,002,891	840,591	502,570